| | Sanitized Copy Approve | ed for Release | e 2010/07/15 : | CIA-RDP85T00 |)287R000400660001- |
|--------------------------|--|----------------|----------------|--------------|--------------------|
| TRANSMI | TTAL SLIP DATE | . 1983 | | | |
| TO: 00 | 20/IMB/CB | | | | |
| ROOM NO. 7607 | BUILDING HATTER, | | | | |
| REMARKS: | 7 | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| , | | | | | |
| | | | | | |
| | | | | | |
| | , | | | | |
| | | | _ | | |
| FROM: | OEA/CH/DO | M | | | |
| ROOM, NO. 2 | BUILDING Latr. | | | | |
| FORM NO. 241 1 FEB 55 | REPLACES FORM 36-8 WHICH MAY BE USED. | (4 | 7) | | |

Central Intelligence Agency



Washington, D. C. 20505

DIRECTORATE OF INTELLIGENCE

1 February 1983

Coping with Class Struggle: Beijing's Dilemma

Summary

Recent press articles and speeches on class struggle in China illustrate the difficulties Beijing is having in reconciling certain basic Marxist principles with its reform program The articles have attempted to redefine the nature of class struggle in China today to meet the policy needs of the reformers in three areas--rehabilitation of intellectuals, fighting economic crime, and resisting "bourgeois liberalism" and other corrupting influences. In our opinion, the reformers under Deng Xiaoping believe they cannot ignore the subject of class struggle. It is a fundamental Marxist principle, and unless redefined, opponents of reform will use it against them and their policies. The concept also has strong psychological appeal for the least-skilled workers and peasants in China, who fear the renewed emphasis on expertise will limit their chances of improving both their economic and political status. attitude could be exploited by those opposed to the reforms to hinder implementation and force compromises.

25**X**1

In our opinion, this effort to redefine class struggle will not be convincing and probably will not significantly advance the leadership's goals of rehabilitating intellectuals and stemming corruption. Moreover, the class struggle issue raises problems in regard to the recovery of Hong Kong and Taiwan, areas which as 25X1 hotbeds of capitalism are sensitive to Chinese discussions of this question.

| | 25 X 1 |
|---|---------------|
| C | 25 X 1 |
| | 25 X 1 |

25X1

This memorandum was prepared by the Domestic Policy Branch of the Office of East Asian Analysis, Deputy Directorate of Intelligence. Questions and comments are welcome and may be directed to the author

25X1

EA M 83-10019

A M 83-10019

| E | CR | E | T | | |
|---|----|---|---|--|--|
| | | | | | |

Sanitized Copy Approved for Release 2010/07/15: CIA-RDP85T00287R000400660001-7

A New Definition

Attention to class struggle has been closely associated with periods of political violence in China, especially the Cultural Revolution, and is out of step with the leadership's stress on order and stability. To deal with the issue, the reformers argue that class struggle in the old mass movement sense is no longer necessary in China because the exploiting classes have been virtually eliminated. They are pushing the line laid down at the Third Plenum in 1978 that production, not politics, has become the key link and thus class struggle should be directed at those elements that retard production.

25X1

<u>Intellectuals</u>

The new line on class struggle holds that intellectuals, reviled as the "ninth stinking class" in the Cultural Revolution, have been transformed through 40 years of socialist education and are now workers too. Because their talents are crucial to China's modernization, a major purpose of recent class struggle discussions has been to overcome the anti-intellectualism still rife in China. In his 12th Congress speech, Hu referred to the three main forces of socialism as workers, peasants, and intellectuals, rather than the classic formulation of workers, peasants, and soldiers. The new formulation, which has become standard, in effect asserts that there is no difference between mental and physical labor and class differences based on education no longer exist in China.

25X1

The pronouncements on intellectuals and class struggle are intended to support more tangible expressions of the policy on intellectuals. When they were attacked as bourgeois elements during the Cultural Revolution, many intellectuals were subjected to humiliating public trials, physically abused, thrown out of their jobs, and sent to do manual labor. Now intellectuals are being restored to their old jobs with their salaries, living quarters and working conditions improved. In some cases, they are being given compensatory payments for abuses suffered in the Cultural Revolution. Beijing is using its new categorization of classes in an attempt to justify this policy as one of fairness, not favoritism, toward intellectuals.

25X1

Economic Crimes

Articles explaining the new policies on class struggle have linked it to the attack on economic crime by arguing that, although exploitive classes have been eliminated, class struggle in China still exists between the "legitimate" and "illegitimate" classes—the law-abiding and the criminal. The Shanghai press has singled out as class enemies smugglers, embezzlers, thieves, and those who take bribes, because they rob the people and hinder China's economic progress; class struggle against them is legitimate. By this argument, status as a class enemy is

SECRET

| Sanitized Copy Approved for | | A-RDP85T00287R000400660001-7 | • |
|--|--------------------|--|---------------|
| | SFCRFT | | 25 X 1 |
| .1 | | | 20, () |
| | | | |
| determined by an in | dividual's actions | and not by his class | |
| origin, an interpre Marxism-Leninism. | tation which is a | far cry from classical | 25V1 |
| marxism-Leninism. | | | 25X1 |
| Bourgeois Liberalism | n and Foreign Enem | nies | |
| As part of the | | | |
| ns part of the | effort to combat | the undesirable side effects | |
| of some reforms, Be | ijing has included | under class struggle the | |
| nolitical social | irgeois liberalism | and corrupt western Hu Yaobang in his speech | |
| at the 12th Party Co | naress stronaly o | lefended China's open door | |
| policy, under attach | in some quarters | of the leadership, but he | |
| also warned of the | deological corrup | tion that could result from | |
| increased contact w | ith the West. Hu | made the point that class | |
| struggle will contin | nue to exist and m | ay even intensify because | |
| environment" whom | live in a "complic | ated international er forces hostile to | |
| socialism seek to co | apicalism and och | e the country. We believe | |
| Hu and other leaders | are most concern | ed about the appeal of | |
| "bourgeous lifestyle | es" for China's yo | uth and also feel a need to | |
| protect their flanks | from critics of | the open door. | 25 X 1 |
| Disablams | | | |
| Problems | | | |
| We believe Bei | ing's attempts to | alter the traditional view | |
| of class struggle ar | d defuse anti-int | ellectualism have not met | , |
| with great success. | | workers | 25 X 1 |
| and peasants object | that intellectual | s are being given | |
| preferential treatme | ent, and cadre res | ist the policy both to | |
| demonstrations in va | rious parts of Ch | ogical grounds. Strikes and ina have forced postponement | |
| of some scheduled pa | v increases for t | eachers. Opposition to the | * |
| policy is sufficient | ly strong to forc | e central authorities to | |
| reinforce directives | calling for impr | oved implementation. They | |
| refer to numerous pr | oblems in party w | ork on intellectuals, | |
| unreliable | adre continue to | view intellectuals as | 25X1 |
| uniterrable | | | 25X1 |
| | • | | |
| From the intell | ectuals' point of | view, the regime still has | |
| a long way to go in | assuaging memorie | s of Cultural Revolution | |
| excesses and proving | that its moderat | e policies will last. | |
| signals For example | 10n complicated t | he task by sending mixed | • |
| codewords for loosen | ing controls on i | t a hundred flowers bloom" ntellectualswas dropped | |
| from the final draft | of the new const | itution, which disturbed | |
| intellectuals. Some | leaders have argu | ed, lamely in our view, that | |
| the new relaxed poli | cy toward intelle | ctuals is now so basic that | |
| it does not require | specific mention. | | 25 X 1 |
| Intellectuals h | avo complianted t | ho machlam fan Deitier b | |
| their tendency to ex | ave compilicated t | he problem for Beijing by es every time restrictions | |
| on the arts are rela | xed. The dilemma | Beijing faces is that, | |
| given the terms which | h frame political | arguments in China, any | |

3 SECRET

| • | SECRET | |
|--|--|---------------|
| | | 25 X 1 |
| criticism of individ criticism of intelle to avoid. | lual intellectuals very often develops into a ectuals as a classa situation Beijing wants | 25X1 |
| the rubric of class Beijing is seeking stillborn. While th corruption, it does | imping the campaign against corruption under struggle is unlikely to produce the result pumping life into a campaign that was all but sere is plenty of resentment against not evoke the same zeal that old-style class argets are too numerous, too diffuse, and too es. | 25X1 |
| presents potential popen door policy can liberalization of co leaders are unhappy spheres of Chinese so worrie foe reformers recogn | truggle with resisting foreign corruption roblems for the reformers; opponents of the use it to argue against further ntacts with the West. Some of the top with growing western influence in many ocietymusic, dress, art, even politics. d about increased dependence on the West. ize the problem but are denying that m" is a necessary consequence of the opening | 25X1 |
| struggle in connection to some articles the reunification the exploitive capitalistruggled against. The conomic systems need to some the conomic systems of the conomic systems need to some the conomic systems of the conomic systems of the conomic systems need to some the conomic systems of the conomic syst | h more troublesome is the discussion of class on with the recovery of Taiwan and Hong on class struggle, possibly picking up on eme in Hu's Congress speech, have said that t classes still exist in the unrecovered and—Taiwan, Hong Kong and Macao—and must be This argument most often appears in the t in the national media, indicating that it view as yet. Indeed, it flies in the face of ine that Hong Kong's and Taiwn's social and d not change as a result of reunification. versus national press treatment, official onouncements, are distinctions that will not of Taiwan and Hong Kong. In our view, oint, even in the provincial press, which ng Kong, can only increase the nervousness in icate Beijing's efforts to regain control. | 25X1 |
| Beijing is having revith ideology and troff Deng and his allighted and of the reforms larxist thinking. Co | gle discussion illustrates the difficulties conciling its economic and political reforms aditional attitudes. The pragmatic policies es must proceed within a Communist framework; advocated deviate sharply from accepted onstant harping on the socialist character of | • |

Sanitized Copy Approved for Release 2010/07/15 : CIA-RDP85T00287R000400660001-7

4 SECRET 25X1

scepticism from old-line conservatives and that the reformers consider themselves vulnerable on the ideological front.

reinterpretation of Marxist truth continues to meet with

.1

| SECRET | |
|--------|--|
| | |
| | |
| | |

25X1

A further complication confronting the reformers is the legacy of Mao Zedong's theories, which gave class struggle an almost mystical importance. The reform leaders have been deemphasizing Maoism but they cannot totally repudiate Mao--he is too important a figure in the victory of the party. They have adopted the tactic of praising Mao's early writings while treating his role in the Cultural Revolution as the great mistake of an aging leader. This approach has its dangers; many of the concepts the reformers find threatening, including class struggle, are integral parts of Mao's thought dating from the 1930's, and not solely products of the Cultural Revolution. The leadership is going to have to walk a fine line on these issues or risk the unwanted side-effects of providing its opponents with ammunition, confusing its friends, and undermining confidence in the direction and stability of its policies.

L - D/NIC

5 - OCO/IMB/CB

L - PDB

2 - D/DDI

1 - OEA/NA

1 - OEA/SE

1 -

25**X**1