APPROVED FOR RELEASE DATE: JAN 2006 CENTRAL INTELLIGENCE AGENCY This material contains information affecting the National Defense of the United States within the meaning of the Espionage Laws, Title 18, U.S.C. Secs. 793 and 794, the transmission or revelation of which in INFORMATION REPORT any manner to an unauthorized person is prohibited by law. REPORT NO. Costa Rica COUNTRY Political Situation in Costa Rica DATE DISTR. 24 January 1955 SUBJECT NO. OF PAGES REQUIREMENT NO. (b)(1)3-9 January 1955 DATE OF INFO. . (b)(3)REFERENCES PLACE ACQUIRED THE SOURCE EVALUATIONS IN THIS REPORT ARE DEFINITIVE. THE APPRAISAL OF CONTENT IS TENTATIVE. (FOR KEY SEE REVERSE) SOURCE 1. Costa Rican businessmen continue to complain that the political unrest in the country is paralyzing trade. Costa Rican officials are now assuming that Mario Tulio NARANJO, the Couta Rican Calderonista pilot who disappeared from San Jose in his private plane, has joined the revolutionaries. Mario FACIO, Director of Civil Aviation, stated that the government continues to receive numerous fragmentary reports that revolutionary plans are under way, with a possible outbreak to occur shortly. 1 2. One company of the Resguardo Fiscal (Customs Police) was moved to Guanacaste Province on January for a check on organization equipment, and released immediately after the check was completed. Internal air flights that were suspended on January were resumed on January 1955. 2 Costa Rican officials continue to express concern over the possibility that (c-3) 3. the REMON assassination may be attributed to Costa Rica. Colonel Guillermo SALAZAR, Chief of Detectives, travelled to Panama on January with lists of suspected individuals who had travelled recently between Panama and Costa Rica, for use in the REMON murder investigation. Cuban and Venezuelan investigators in Panama attempted to have him ignored. 3 Communist activity appeared to be at a minimum during the first week in January. Arnoldo FERRETO Segura, Secretary of Organization of the Partido Vanguardia Popular (PVP-Costa Rican Communist Party), was scheduled to leave San Jose for the Pacific banana zone to get in touch with Communists in that area, and assist in organization work and prepare for a regional conference. (NOTE: Washington distribution indicated by "X"; Field distribution by "#".)

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Comments:

- Most of these reports are apparently based on hearsay, or even on street rumors.
 Despite the reports, government officials appeared calm.
- Public reaction to the published 8 January revolutionary activity after a
 period of comparative calm was one of mingled alarm and a general attitude
 of anxiety to restore normality without violence as soon as possible.
- The cold reception accorded SALAZAR appears to be indicative of Cuban and Venezuelan distrust of FIGUERES, and might indicate that the Panamanian Government shares the feeling.
- 4. FERRETO returned recently from a trip to the USSR.