

NOTIFICATION OF PROJECT APPROVAL

PROJECT: <b>DTPILLAR</b>			
ACTION		AREA	
	NEW PROJECT	DIVISION	
	AMENDMENT NO.	<b>10</b>	
<b>X</b>	RENEWAL <b>(FY 1959)</b>	BRANCH	
	TERMINATION	<b>2</b>	
	MEMO REQUEST	DESK	
AUTHORIZATION			
APPROVING AUTHORITY <b>CPP</b>	1 DEC 1958	AMOUNT [ ]	FISCAL YEAR <b>1959</b>
CONDITIONS OF APPROVAL			
Renewal in the amount of [ ] for FY 1959 approved.			
DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY SOURCES METHOD EXEMPTION 3028 NAZI WAR CRIMES DISCLOSURE ACT DATE 2007			
PP/OPS/PP REF. NO. <b>NOV 5509</b>	SIGNATURE <b>PP/TRD/A</b> [ ]	DATE <b>1 DEC 1958</b>	
DISTRIBUTION			
1	DD/P	1	SSA-DD/S
1	COVERT BUDGET BRANCH	1	AREA DIVISION CHIEF OF ADMIN.
1	PP/OPS/PR	2	PP/OPS/PP

PP STAFF COORDINATION

PROJECT: **DTPILAR**

	AMENDMENT NO.	DIVISION	<b>10</b>
<b>X</b>	RENEWAL <b>(FY 1959)</b>	BRANCH	<b>2</b>
	TERMINATION	DESK	

STAFF CONCURRENCE				MEMORANDUM ATTACHED		
ORGANIZATIONAL ELEMENT	SIGNATURE	COPY NO.	DATE	YES	NO	DATE
<b>ASSA-DD/S</b>	<i>[Signature]</i>	<b>2</b>	<b>11/26/58</b>			
<b>PP/PRD/RB</b>	<i>[Signature]</i>	<b>1 &amp; 3</b>	<b>19 Nov 58</b>			
<del><b>PP/PRD/RB</b></del>		<b>1</b>				

RECOMMEND APPROVAL

<b>CPP</b>	SIGNATURE <i>[Signature]</i>	DATE <b>1 Dec 58</b>
<b>A/DD/P/P</b>	SIGNATURE	DATE

(This space reserved for comments of SSA-DD/S; CPP; A/DD/P/P.)

**1/** Funds programmed in operating budget.

*[Handwritten initials]*

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REQUEST FOR PP PROJECT RENEWAL  
DIVISION PROJECT CLEARANCE SHEET

1. ACTION: Request for Renewal, FY 1959

a. Project Cryptonym	<u>DTPILLAR</u>
b. Division	<u>International Organizations</u>
c. Branch	<u>Branch 2</u>
d. Desk	<u>Far East</u>
e. Case Officer's Name and Telephone Extension	<u>x3107</u>

2. DIVISION CONCURRENCES:

<u>13/</u> C/IO/2	<u>August 1958</u> Date
<u>13/</u> IO/Support Staff	<u>30 Oct 58</u> Date
<u>13/</u> C/IO/Plans	<u>30 Oct 58</u> Date NOV 1958
<u>13/</u> C/IO	<u>                    </u> Date

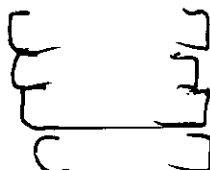
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## REQUEST FOR PP PROJECT RENEWAL

### 1. TOTAL FUNDS REQUESTED

Administration  
Program  
Reserve Fund



### 2. AMOUNT IN WHICH PROJECT WAS INCLUDED IN THE OPERATIONAL PROGRAM

Included in FY-1959 Operational Program in the amount of [ ] . On 25 June 1958 the PRC recommended that the programmed amount be increased by [ ] establishing the approved level for this project in FY-1959 at [ ] .

### 3. SUMMARY OF FUNDS APPROVED AND OBLIGATED BY FISCAL YEAR SINCE PROJECT INITIATION

<u>Fiscal Year</u>	<u>Approved</u>	<u>Obligated</u>
1951		
1952		
1953		
1954		
1955		
1956		
1957		
1958		
1959		(Budgeted)

Thirteen-month period, July 1, 1957, to July 31, 1958, occasioned by change in DTPILLAR fiscal year from July 1 to June 30, to August 1 to July 31.

Approved for FY-1958  
Approved for July 1958

[ ] - Obligated  
[ ] - Obligated

### 4. CHANGES IN POLITICAL SITUATION AFFECTING PROJECT

The project is inevitably affected by the deteriorating position of the U.S. in much of Asia. As has been proved in Indonesia and Ceylon, the Foundation is a handy target when the government of an Asian country wishes to attack the U.S. We do not anticipate in any other country such drastic action as the Indonesia request for withdrawal. Anti-U.S. forces in Ceylon might well achieve sufficient status, however, to force a restrictive agreement with the Ceylon Government or result in termination of activities.

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A saving grace in Ceylon is that recent extremism between the Tamils and the Singhaless and among the workers seems to have been identified by the Bandaranaike administration largely with the Communists or the opposition party. The Foundation's area-wide support of Buddhists programs constitutes another ameliorating factor. There is no indication that the Indonesia ouster has attracted unusual attention in any other country or affected DTPILLAR's generally serene relations with other governments. The shifting sands in Burma, where DTPILLAR operates under a friendly agreement and is at present on good terms with both political rivals, may yet have adverse effects on its position. Cambodian recognition of Communist China will undoubtedly make the projects task more difficult, although its relationship with the government will not, it is believed, be altered in the near future.

Increased popular distrust in Asia of the reality of U.S. Governmental interest in the popular welfare makes even more necessary a program such as that of DTPILLAR which serves as an embodiment of American public interest in the social and economic development of Asia.

## 5. CHANGES IN POLICY

There have been no striking changes in U.S. Governmental policy affecting DTPILLAR's effort. DTPILLAR continues to be responsive to those NSC and OCS directives which emphasize as objectives in Asia:

1. Increasing ties between the nations and peoples of Asia and the Free World.
2. Creating a favorable atmosphere in Asia for democratic processes.
3. Promoting stability.
4. Increasing ties between individuals and organizations in the U.S. and Asia.
5. Increasing regional ties among Asian nations.
6. Promoting a more favorable attitude on the part of overseas Chinese toward Taiwan while increasing their identification with their host countries; denying the overseas Chinese to the Mainland Government of China.
7. Demonstrating unofficial American interest in Buddhism and helping modernize Buddhist educational institutions.

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The DTPILLAR program fits neatly into the category of activities described on page 3, paragraph 3b, of the PP Annex to the CS General Plan for FY-1960: it provides "constructive programs which will eliminate those conditions which are the roots of popular acceptance of the Communist appeal"; it seeks to combat "irresponsible nationalists"; and contributes to "strengthening our actual or potential friends." In other words DTPILLAR provides one side of the balance called for in paragraph 3b, while conventional types of clandestine activity concentrate to a greater extent on the other side. That is not to say that some of the groups which DTPILLAR supports, particularly Chinese organizations, do not engage in the more direct anti-Communist forms of activity described.

## 6. CHANGES IN PROJECT OBJECTIVES

The project objectives remain as described in the Project Renewal for FY-1958. It is recommended, however, that paragraph 11 under "Project Objectives" as set forth in that paper be revised to read as follows:

"11. In general and through the above means, counter activities by the communists in the field of private action groups."

It is also recommended that there be added as Paragraph 12:

"12. Without impairing DTPILLAR's capacity to carry out its own KUBARK mission and without imperiling its security, encourage other KUBARK activities to make use of the many DTPILLAR capabilities for cooperative effort."

## 7. SIGNIFICANT PROJECT CHANGES

a. The most significant project change is that DTPILLAR was requested in February 1958 by the Indonesian Cabinet to terminate its program by 1 July 1958. This it has done. The Prime Minister, however, has expressed hope that within a few months' time DTPILLAR can be invited back to Indonesia, impliedly by a Cabinet more friendly to the U.S.

b. A resident representative will be established in Laos in late 1958. DTPILLAR programs in Laos to date have been of limited nature and have been administered from either Thailand or Cambodia. DTPILLAR representation in Laos has been encouraged [ ].

c. Increased activity in Okinawa, also recommended [ ] is under consideration. It is probable that there will not be a resident representative.

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d. DTPILLAR has entered into a formal operating agreement with the Government of Burma. The agreement was negotiated on a friendly basis, and, while limiting, at the same time provides the assurance of governmental approval of project activities.

e. An exploratory science program, designed to establish close contact with Asian scientists and scientific organizations, and indirectly to influence them toward Western ideology, has been initiated. This program may have useful FI potential.

## 8. PROJECT ACHIEVEMENTS DURING FY-1958

a. The institutions which have developed over a period of years with DTPILLAR help, which are listed on page 3 of the Project Renewal for FY-1958, continue active and useful. Some disappointment has been expressed by DTPILLAR in the Institute of Buddhist Cultural Interchange in Japan (in any event not a major project), but support will be continued on a reduced scale. The Labor Training Institute at the beginning of the year suffered by the departure from Pakistan of the labor specialist who had had marked success in organizing the Institute and in dealing with West Pakistan labor leaders. However, DTPILLAR has been able to revitalize the Institute to some extent in Karachi and has developed a hopeful new program in East Pakistan, building on the Institute's experience and personnel. Three labor-training seminars have already been held in East Pakistan with ICFU and DTPILLAR support, and a full-time program is now envisaged. An earlier hostility on the part of the East Pakistan labor leaders to DTPILLAR seems to have been dispelled.

b. Other achievements exemplifying the scope of the project effort and contribution: TAF

- 1.) Sponsored an official Japanese Socialist Mission to the U.S.
- 2.) Sponsored a high-level Burmese industrial team to the U.S. to explore investment opportunities and to study the relationship of the public to the private sectors of the American economy.
- 3.) Sponsored, at the request of the Burmese Prime Minister, a tour of the U.S. by members of the Burmese Educational Commission, appointed to examine the need for revision of the educational system.
- 4.) Financed the travel in the U.S. of the Sultan of Djogjakarta, an influential Indonesian public figure and former Defense Minister.

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5.) Sponsored with the State Bank of Pakistan a socio-economic research project in rural Pakistan, the first of its kind, which has been recommended by the Station, Karachi, as "required reading" for all U.S. officials interested in Pakistan.

6.) Supplied most of the Asian delegations to, among other international conferences, the IOD-influenced P.E.N. Congress in Tokyo (considered by COS, Tokyo, to be a major propaganda coup) and the IOD-influenced World Confederation of Organizations of the Teaching Profession (WOOTP) Congress in Frankfurt. The TAF-sponsored Malayan delegate to the WOOTP meeting subsequently organized a Malayan affiliate of that organization.

7.) Financed the attendance of most of the Asian journalist delegations to the regional International Press Institute (IPI) Conference at Kandy and that organization's subsequent conference in Washington. Two of the delegates financed by DTPILLAR were FE agents.

8.) Developed increasingly close contacts with Nanyang University, the Chinese university in Singapore, training its Chinese recreational director and supplying scholarships to Western-oriented Chinese students.

9.) Interviewed some 500 Asian visitors in its San Francisco and New York offices and entertained many of them, the Prime Minister of Afghanistan and the President of the P.I. among them.

10.) Continued support of Asian journalists through grants for study of six working journalists in the U.S.; two in the Nieman Fellowship Program at Harvard, two at the School of Journalism at Columbia University and two at the School of Journalism at Stanford.

11.) Continued support of the Harvard International Seminar through a grant for assistance to various Asian participants.

It is requested that Project DTPILLAR be renewed for FY-1959 in the amount of [ ] This Project was included in IO Division's Operational Program for FY-1959 in the amount of [ ]

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(When Filled In)

<b>PROJECT FINANCIAL DATA</b>		PROJECT CRYPTONYM			
		FISCAL PERIOD COVERED <u>BY QUARTER</u>			
MAY NOT EXCEED SECRET CLASSIFICATION		195 <u>7</u> THRU 30 JUNE 195 <u>7</u>			
RESPONSIBLE STAFF OR DIVISION		POINT OF CONTACT (Agency, or name of Field Station) <u>Room 31 July 1957</u>			
<b>A. PERSONNEL REQUIREMENTS: <u>James</u></b>					
INDICATE NUMBER AND TYPE OF PERSONNEL REQUIRED AND ESTIMATED TOTAL COMPENSATION FOR SALARY, ALLOWANCES, AND RELATED EMPLOYEE BENEFITS. INCLUDE EVERYONE PAID FROM PROJECT. ATTACH PERSONNEL ANNEX IF NEW PROJECT T/O OR T/O ADJUSTMENTS ARE INVOLVED.					
TYPE	NUMBER		ESTIMATED COMPENSATION		
	U.S. PERSONNEL	FOREIGN NATIONAL	BASE SALARY	ALL OTHER	TOTAL
STAFF EMPLOYEES					
STAFF AGENTS	<u>5</u>		<u>\$14,280</u>	[ ]	[ ]
CAREER AGENTS					
CONTRACT AGENTS					
DETAILED PERSONNEL					
MILITARY					
ALL OTHER					
<b>TOTAL A.</b>					
<b>B. OTHER REQUIREMENTS</b>					
INDICATE AMOUNT REQUIRED IN APPLICABLE SPACES. IN THOSE CASES WHERE THERE IS AN UNMET REQUIREMENT FOR AGENCY SUPPORT, OR WHERE LONG LEAD-TIME ITEMS ARE REQUIRED, APPROPRIATE ANNEXES SHOULD BE PREPARED FOR ATTACHMENT TO THE PROJECT.					
COMMO	CHEMICAL	QUARTERMASTER	OTHER SUPPLIES	SERVICES	
\$	\$	\$	\$	\$	
MEDICAL	ORDNANCE	SPEC. DEVICES	OTHER EQPT.	SPACE	
\$	\$	\$	\$	\$	
<b>TOTAL B.</b>					
<b>C. OTHER OPERATIONAL EXPENSES</b>					
INDICATE VOLUME AND NATURE OF EXPENSES.					
<b>TOTAL C.</b>					
<b>D. SUBSIDY OR PROPRIETARY PAYMENTS</b>					
IF FUNDS ARE TO BE TURNED OVER TO INDIVIDUALS OR GROUPS IN LARGE LUMP SUMS TO BE EXPENDED BY THEM AT THEIR DISCRETION TO ACCOMPLISH AN AGREED-UPON OBJECTIVE, ATTACH ADMINISTRATIVE PLAN OR FISCAL ANNEX, AS APPROPRIATE. LIST GENERAL CATEGORIES OF EXPENSES TO BE COVERED BY SUBSIDY OR PROPRIETARY PAYMENTS, INCLUDING ESTIMATED DOLLAR AMOUNTS FOR EACH CATEGORY.					
<u>Annual budget review and audit, comprehensive monthly financial statements in detail, approved activities review, and a receipt is obtained for each remittance</u>					
Administrative (excluding "A" above)		Program	Res. req.	Fund	
[ ]		[ ]	[ ]	[ ]	
<b>TOTAL D.</b>					
<b>TOTAL FUND REQUIREMENTS (A+B+C+D) \$</b>					

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(When Filled In)

**E. FUNDING REQUIREMENTS**

STATE TYPES OF CURRENCIES NEEDED, IN UNITS PER MONTH, AND APPROXIMATE DOLLAR VALUE.

Project 070111A is reimbursed on a monthly basis for actual expenditures through [ ]

PROPOSED FUNDING PLAN (How and where the payment or advance will be made).

**F. ACCOUNTING ARRANGEMENTS**

TO BE COMPLETED FOR DIRECT PROJECTS ONLY. ACCOUNTING ARRANGEMENTS FOR SUBSIDY, PROPRIETARY, OR OPERATIONAL INVESTMENT PROJECTS WILL BE INCLUDED IN AN ADMINISTRATIVE PLAN OR FISCAL ANNEX, AS APPROPRIATE.

DESCRIBE TYPE OF ACCOUNTING TO BE OBTAINED AND ANY SPECIAL PROCEDURES OR INSTRUCTIONS REGARDING THE SUBMISSION OR RECORDING OF THOSE ACCOUNTINGS.

THIS PROJECT FINANCIAL DATA SHEET REFLECTS THE TYPE AND DEGREE OF SUPPORT REQUIRED FOR THIS PROJECT.

DATE		SENIOR STAFF OR AREA DIVISION CHIEF OF SUPPORT	
APPROVING AUTHORITY	DATE	PP/OPS/PP REF. NO.	SIGNATURE

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