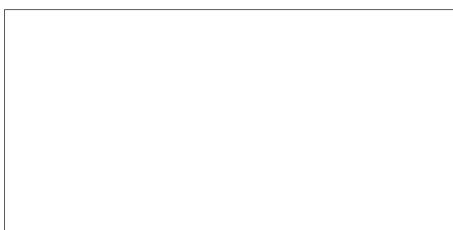


TOP SECRET

25X1



25X1

6 August 1955



25X1

Copy No.

99

CURRENT INTELLIGENCE BULLETIN

DOCUMENT NO. 39
NO CHANGE IN CLASS.
 DECLASSIFIED
CLASS. CHANGED TO: TS S C
NEXT REVIEW DATE: 2010
AUTH: HR 70-2
DATE: 11/1/80 REVIEWER: 

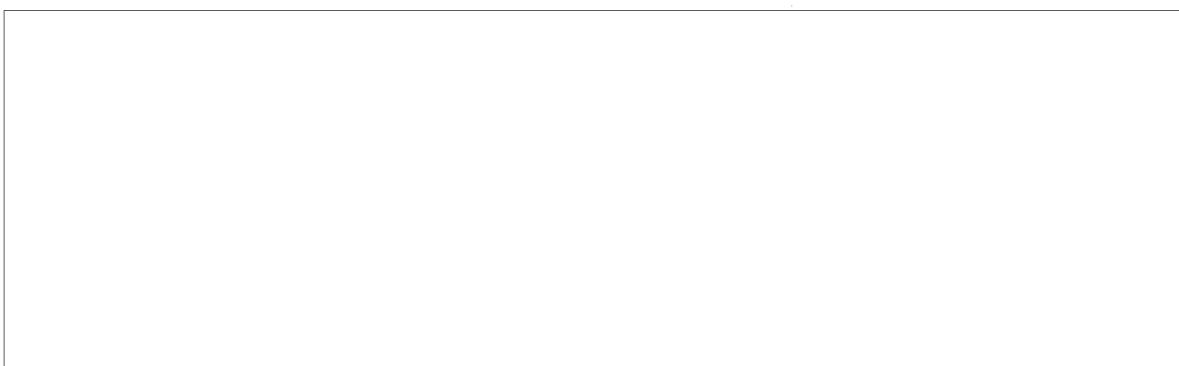


25X1

25X1

Office of Current Intelligence

CENTRAL INTELLIGENCE AGENCY



25X1

State Dept. review completed

TOP SECRET

Page Denied

SUMMARY

FAR EAST

1. Rhee denies intent to use force to recover territory (page 3).

SOUTHEAST ASIA

2. Indonesian army leaders reported impatient over delay in forming government (page 3).

SOUTH ASIA

3. Afghan prime minister's removal may be imminent (page 4).

LATIN AMERICA

4. Attempt against Nicaraguan president may be imminent (page 5).
5. Argentine government sees situation as still "explosive" (page 6).

FAR EAST**1. Rhee denies intent to use force to recover territory:**

25X1

[redacted] President Rhee informed Ambassador Lacy and General Lemnitzer on 4 August he does not intend to use force to recover the areas below the 38th parallel now held by the Communists. He said the Communists' willingness to recognize South Korea's "right" to the territory depended on whether the United States and the UN Command would back him up.

Lacy believes earlier South Korean threats stemmed from Rhee's dissatisfaction with progress toward eliminating the neutral nations inspection teams, and from his growing frustration and bewilderment as he sees world tension relaxing and the opportunity to unify Korea by force fading away.

25X1

Comment: [redacted]

25X1

[redacted] South Korean military leaders have opposed the use of force to solve either issue. It is probable, therefore, that the "campaign against the armistice" will be limited to civilian demonstrations, directed primarily against the inspection teams.

25X1

SOUTHEAST ASIA**2. Indonesian army leaders reported impatient over delay in forming government:**

25X1

[redacted] Indonesian army leaders are being hard pressed by junior officers to take over the government if there is no early action in forming a cabinet and in proceeding with election plans, [redacted]

25X1

25X1

Comment: Army leaders have remained largely in the background since the cabinet resigned on 24 July, although it has been clear that no new government could be established without their approval. Continuing dissatisfaction of the army with the present situation has been indicated by a reliable report that it had warned the National Party to cease obstructing the formation of a new government.

President Sukarno returned to Djakarta on 5 August but waived his powers as chief of state for another 10 days. During this period, he is expected to maneuver in support of the National Party.

SOUTH ASIA

3. Afghan prime minister's removal may be imminent:

25X1

Daud would reportedly be succeeded by his brother Naim, the present foreign minister, or his uncle Shah Mahmud, previous prime minister. 25X1

Comment: Rumors concerning Daud's removal have increased in the past week, since the demobilization of troops he had called into service at the start of the dispute with Pakistan. Several intimations have come from both

25X1

[redacted]

arachi and Kabul in the past few days that settlement of the four-month-old quarrel between them is imminent.

A new proposal which is expected to meet with Pakistani approval is now being prepared by Turkey. Daud's removal from office at this point would probably make possible a speedy settlement of the dispute.

LATIN AMERICA

4. Attempt against Nicaraguan president may be imminent:

25X1

[redacted]

Revolutionaries have entered Nicaragua in small numbers from Honduras, and revolutionary leader Manuel Gomez has alerted antigovernment elements in Managua, [redacted]

25X1

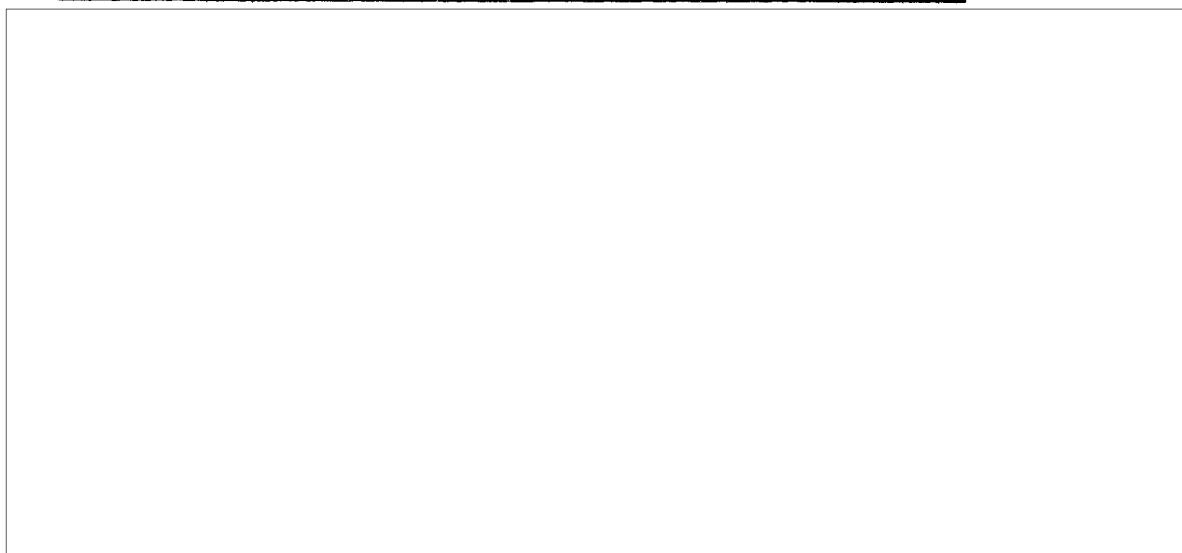
[redacted]

It is unknown whether the move indicates an imminent attempt against Nicaraguan president Somoza or whether the revolutionaries are recruiting for a later effort.

Comment: Somoza reportedly still commands the loyalty of the National Guard, Nicaragua's only armed force, and maintains a close guard against assassination. Opposition to his re-election as president is apparently widespread, but most of his opponents within the country appear thoroughly intimidated.

Militant Nicaraguan exiles, however, are almost constantly plotting against Somoza. Manuel Gomez, former National Guardsman who led the abortive attempt to assassinate the president in April 1954, is one of Somoza's most dangerous enemies.

5. Argentine government sees situation as still "explosive":



Comment: The army's apprehension over further anti-Peron action is reflected in new security precautions, including the stationing of an army battalion near the Ministry of Defense. Some lower-ranking officers, particularly in the provinces, still disagree with the high command's decision to retain Peron, and the opposition is believed to have some type of armed organization of civilians and retired officers.