

~~TOP SECRET~~

22 June 1951

Copy No. CI-9

3.5(c)

CURRENT INTELLIGENCE BULLETIN

CR
DOCUMENT NO.
NO CHANGE IN CLASS: X

11 DECLASSIFIED

CLASS. CHANGED TO: TS S C 2009NEXT REVIEW DATE:

AUTH: HR 70-2

DATE 12-15-21 REVIEWER:

3.5(c)

3.5(c)

Office of Current Intelligence

CENTRAL INTELLIGENCE AGENCY

3.5(c)

~~TOP SECRET~~

~~TOP SECRET~~

3.5(c)

SUMMARY**GENERAL**

1. Comment on Soviet rejection of Western terms for a Foreign Ministers' meeting (page 3).
2. Deputies consider political aspects of Greek-Turkish adherence to NATO (page 3).

FAR EAST

3.3(h)(2)

4. Comment on new Sino-Soviet trade agreement (page 4).

NEAR EAST

3.3(h)(2)

6. Iranian tribal leaders offer support to UK (page 5).

EASTERN EUROPE

7. US may be involved in trial of Hungarian archbishop (page 6).

WESTERN EUROPE

3.3(h)(2)

* * * * *

3.5(c)

~~TOP SECRET~~

3.5(c)

~~TOP SECRET~~

3.5(c)

GENERAL

1. Comment on Soviet rejection of Western terms for a Foreign Ministers' meeting:

The Soviet 20 June note, by offering to examine Russia's own security agreements and reiterating that NAT and US bases be included in any Big Four Agenda, appeared to aim at establishing a suitable propaganda position for Soviet refusal to agree on any agenda at all. The note stated that the USSR had no objections to discussing its treaties of mutual assistance with China, Poland, Czechoslovakia, Hungary, Rumania, Bulgaria, Finland and, finally, with France and Britain. Soviet treaties with the Satellites are bilateral and are directed specifically against a resurgent Germany or Japan. In return, the USSR asked the Western powers to agree to discuss the North Atlantic Treaty arrangements as a principal cause of tension in Europe. The USSR implied that, in order to alleviate the tension, the Western powers should suspend their defense program.

3.3(h)(2)

2. Deputies consider political aspects of Greek-Turkish adherence to NATO:

 Discussion of the political aspects of Greek-Turkish adherence to the North Atlantic Treaty Organization commenced on 19 June, with all participants in full agreement that the linking

of Greece and Turkey with Western defense was desirable but with no agreement as to the means to accomplish this end. The Netherlands' delegate expressed the fear that NATO membership for these countries would increase the general tension and the possibility that any incident would become critical. The French representative countered this argument by stating that no action is possible if NATO is governed by a fear of provoking the USSR.

Comment: While considerable wrangling is anticipated in view of the well-known fears in NATO countries, it is anticipated that the Deputies will ultimately come forth with a recommendation

~~TOP SECRET~~

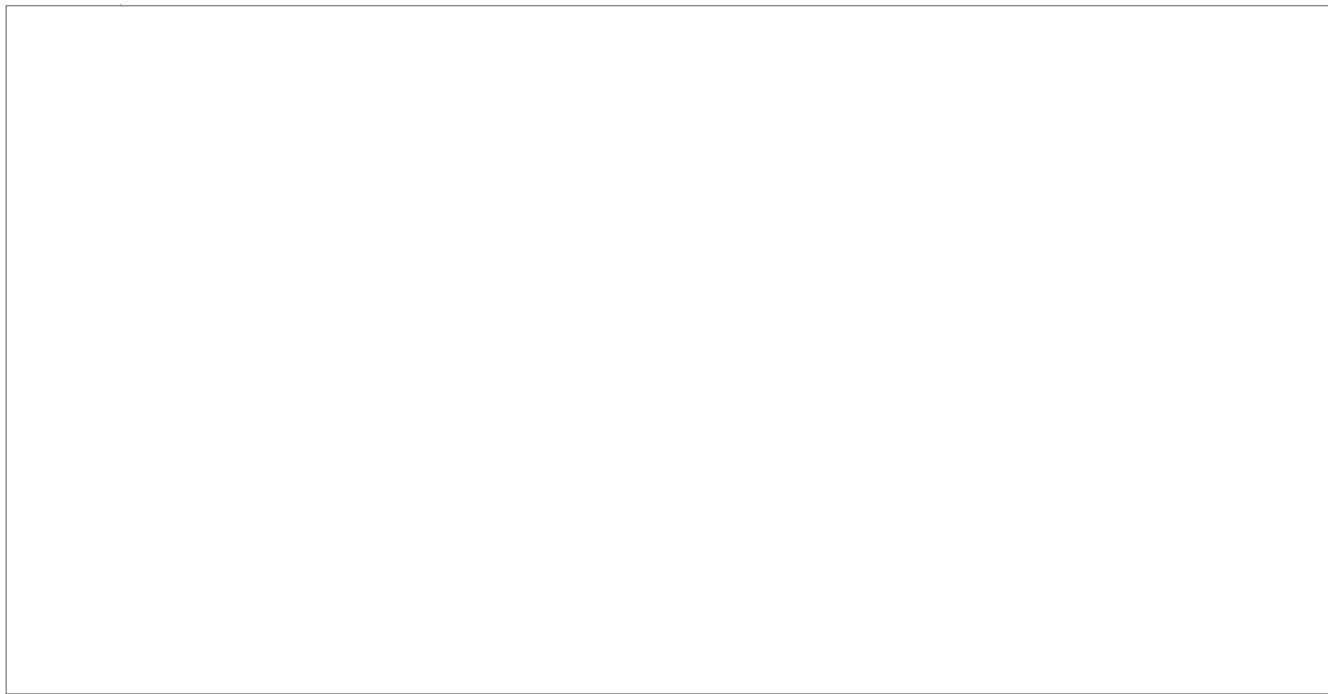
3.5(c)

~~TOP SECRET~~

3.5(c)

aimed at extending collective security to Greece and Turkey. The British Government has already suggested an examination of the possibility of a US-UK-French security guarantee to Greece and Turkey.

3.3(h)(2)

FAR EAST**4. Comment on new Sino-Soviet trade agreement:**

TASS reports that two trade protocols signed in Moscow on 15 June provide for a considerable increase in trade between the USSR and Communist China. According to Chinese Communist statements, trade with the USSR, which has traditionally been unimportant, came to about one-fourth of China's total foreign trade in 1950. Under the newly-signed protocols, Sino-Soviet trade is expected to increase considerably in 1951 and should, in the case of some items, counter the adverse effects of Western trade embargoes.

- 4 -

3.3(h)(2)

~~TOP SECRET~~

3.5(c)

~~TOP SECRET~~

3.5(c)

3.3(h)(2)

3.3(h)(2)



NEAR EAST

6. Iranian tribal leaders offer support to UK:

3.3(h)(2)

The US Embassy in Tehran reports that two senior chiefs of the Qashqai tribe called secretly on the UK Ambassador on 19 June, expressing concern over the trend of events in Iran

and forecasting disturbances and a possible breakdown of authority, especially in the southern oil area. They saw no promise of an early improvement in the situation, and added that only the USSR profits from the existing weakness and confusion in Iran. The tribal leaders reportedly stated that the

~~TOP SECRET~~

3.5(c)

~~TOP SECRET~~

3.5(c)

British could count on the Qashqais in the event of serious disturbances.

Comments: The Qashqais, one of the major tribal groups in Iran, are located in the mountainous area to the east of Abadan, where the oil installations are located. The Iranian Government has been concerned over rumors that the UK was agitating among the tribes, and several tribal leaders recently felt it necessary to reaffirm their loyalty to the Shah. Although the UK has disavowed any machinations among the tribes, it is generally considered that in the event of a direct conflict between the UK and Iran, the UK would obtain some tribal support. This is, however, the first firm indication of tribal cooperation that could aid the British in maintaining their position in the area. Qashqai support for the British would presumably be aimed at achieving tribal autonomy.

EASTERN EUROPE

7. US may be involved in trial of Hungarian archbishop:

3.3(h)(2)

[Redacted]

Archbishop Grosz and seven alleged accomplices, including a former US Legation employee, are scheduled to go on trial on 22 June for conspiring against the present Communist regime.

The US Charge in Budapest is certain that the US will be involved in the trial and that possibly some Legation staff members will be declared personae non gratae. He adds that Minister Davis may also be implicated. The Charge further points out that the Hungarian Government's close scrutiny of USIS activities several months ago may have been for the purpose of obtaining evidence to justify the discontinuance of USIS functions.

Comment: In July 1950 the above mentioned US Legation employee, a Hungarian, was instrumental in establishing a contact between the Legation and an alleged representative of a secret government headed by Archbishop Grosz. It is not known whether this employee was a Communist agent attempting to involve the US Legation in a plot, or whether he was actually a contact man for an existing underground group. There has been recent evidence that the latter may have been the case.

~~TOP SECRET~~

3.5(c)

~~TOP SECRET~~

Involvement of the US Legation would provide the regime with a long awaited excuse for restricting the activities of the USIS office, where the accused worked. Therefore, it seems likely that if any staff member is expelled it would be the head of USIS in Budapest.

WESTERN EUROPE

8. Total ban of Communist youth organization in West Germany predicted: 3.3(h)(2)

[redacted] [redacted]
 official believes that a total ban of the Communist Free German Youth (FDJ) will be imposed by the government. Officials are still

considering a simultaneous ban of the Communist Party and the neo-Nazi Socialist Reich Party. The West German cabinet has discussed possible measures against the FDJ, partly as a result of the demonstration against rearmament held on 17 June in the vicinity of Bonn. Ministry of Interior officials comment that this demonstration, which was eventually broken up by the local police, was extremely well planned and expertly camouflaged from prior police detection.

Comment: While it may not be possible to ban the FDJ before the World Youth Festival scheduled to be held by the Communists during August in Berlin, the stiffening attitude of the Federal Republic is likely to reduce FDJ preliminary activity and limit the participation of West German members of the FDJ in the festival.

~~TOP SECRET~~