## FIVER OF TIE TI

1) Continued U.S. control over the Trust Territories of the Pacific Islands which tie hold under UN Trustecehip has become wore important in a period of confrontation with China, developing weapons technology and charges in the Asian area.
2) We foresee future difficulties with the development of sentiment in the Islands for independence or for assocision with Japan. Over the long run, this trend could make continued U.S. control over the area a source of increasing embarrassment to us and even jeopardize U.S. control.
3) Despite the lack of progress toward economic development, the present sentiment of the population is overahelainely pro-American. We wish to utilize this fact to take decisive and irreversible action to tie the area to the U.S. and to dissolve its connection with the w.
4) We would propose holding a plebiscite under un f ausplees sometime within tire neat two years giving the TTPI inhabitants the choice of (a) contimustion of the present status, (b) immediate independence, or (c) status as a selfgoverning territory of the United States, a status to be reached after a period of (3-5) years as a non-self-zoveming territory. At the sane time as the plebiscite, a Micronesian Chief of State would be elected. A U.S. resident representstile would carry the residual powers of the U.S. and be the prime contact for economic aid and development. If this last alternative were to be selected by the population, as appears most probable, we would continue to be responsible for reporting to the NN until self-governing status was reached. At that point we would consider, on the basis both or tie plebiscite and the new status, that our trusteeship responsibllity was dissolved. We believe te would have a good case for this which would hold water internationally and in the TIP.

