

TOR: 1709037 DEC 76

17 04 20 2 DEC 76 CINCP C REP GUAM SECSPATE WASHINGTON DC TO BT

I D E N T I A L // NØ Ø Ø Ø Ø // CONF STATUS LNO 313 BENNETT SENDS FROM:

E.O. 11652: GDS TAGS: PINR, TO

ALLEGATIONS OF ELECTRONIC SURVEILLANCE IN TT (U) STATE 302572; (B) STATUS LNO 310 SUBJECT:

PASS INTERIOR FOR OMSN/DOTA

(C) THERE HAS BEEN LIMITED FURTHER REACTION TO WASHINGTON POST ALLEGATIONS OF ELECTRONIC SURVEILLANCE CONDUCTED BY CIA IN STORY HAD FADED TO INSIDE PAGES OF PACIFIC MICRONESIA (REFTELS). DAILY NEWS, WHICH 15 DECEMBER CARRIED EDITORIAL SOMEWHAT SIMILAR IN TONE TO NAKAYAMA-HENRY STATEMENT THOUGH MORE PESSIMISTIC. PON EDITOR JOE MURPHY EXPRESSED DISAPPOINTMENT IN U.S. MORALITY, SKEPTICISM AS TO HAY DN WILLIAMS' DENIAL OF KNOWLEDGE OF CIA ACTIVITY, AND CON-CLUDED, "HOW COULD THE MICRONESIANS EVER TRUST THE U.S. NEGOTIATORS WE WONDER IF THERE IS EVEN ANY POINT IN HOLDING FUTURE TALKS. AGAIN? .. HE SEE A SITUATION IN WHICH THE U.S. CONGRESS WILL REJECT ANY MICRONESIAN ATTEMPT FOR SELF-GOVERNMENT, AND MAY IN FACT ANNEX THE IS LANDS. "

2. (C) IT IS UNIVERSALLY ASSUMED THAT ALL ALLEGATIONS IN POST STORY ARE TRUE, AND USG POSITION OF DECLINING COMMENT IS TAKEN TO CONFIRM ALLEGED SURVEILLANCE ACTIVITIES. MOST REACTION HAS BEEN ALONG MORE-IN-SORROW-THAN-IN-ANGER LINES, MIXED WITH SURPRISE AT THE FOLLY A SOMEWHAT INVOLVED IN RESORTING TO CLANDESTINE COLLECTION METHODS. HARSHER REACTION, WHICH REPORTEDLY ORIGINATES WITH ATAJI BALOS, IS STATEMENT EXPECTED DECEMBER 17 BY CONGRESS OF MICRONESIA STAFF DEMANDING INVESTIGATION OF NAMED INDIVIDUALS WHO ARE SUSPECTED OF INCIDENT WILL SERVE AS A BASIS FOR CONTINUED CIA AFFILIATIONS. SNIPING AT USG DURING NEXT COM SESSION, AND POSSIBLY FOR HARASSMENT IN THE FORM OF "INVESTIGATION" OF ALLEGATIONS.

3. (C) SIMILARLY, ONCE CFPST HAS OPPORTUNITY TO EXCHANGE VIEWS, WE CAN EXPECT DEMANDS FOR A VARIETY OF APOLOGIES, ASSURANCES THAT

ALLEGED SURVEILLANCE WILL NOT BE REPEATED, ETC. IT WILL IN FACT BE 4ECESSARY TO MAKE SOME STATEMENT TO MICRONESIAN NEGOTIATORS AND , EADERSHIP SEYOND "NO COMMENT", AND I HOPE THE REPLY TO NAKAYAMA-

4ENRY STATEMENT WILL BE ADEQUATE FOR THIS PURPOSE.

OA-426186

ASSIFIED | RELEASED ON DECL UNDER PRO-E.O. 12356 BY VISIONS OF DELASHMUTT, CHIEF SECURITY, DOI BRANCH SIGNED:

UNCLASSIFIED

7.71 MGO 2/20

| PERSON/UNIT NOTIFIED | | | | | | | | REPRODUCTION BY OTHER THAN ISSUING OFFICE IS PROHIBITED | | |
|----------------------|-----------------|-------------|------------|----|---|--|----------|---|----------|-----------|
| | | | BY | AT | 2 | | | NON | AG EN CY | MES SA GE |
| ACTION UNIT | 1. | RF . FILE . | VR . | | | | , , | T | 4 | |
| | _N - | AF . PICE . | VR . | | | | | 7 | 5 | |
| ACTION # | FL | | | | | | [3 | | 6 | |
| | 0 | | | | • | | | | | |
| T 464975 EIA244 | | | PAGE 02-02 | | | | NC 86305 | | | |

TOR1 17 09 03 2 DEC 76

4. (C) SPECIAL PROBLEMS MAY STEM FROM UNHELPFUL COMMENTS ATTRIBUTED IN POST STORY TO HAYDN WILLIAMS, WHICH FORTUNATELY DID NOT SURFACE HERE UNTIL 16 DECEMBER. HILLIAMS' ALLEGED STATEMENT THAT "STATE DEPT AND ITS PERMANENT REPRESENTATIVE ON THE ISLANDS PROVIDED HIM WITH REGULAR INTELLIGENCE REPORTS ON THE MICRONESIAN NEGOTIATING POSITION" HOWEVER INTENDED, WILL BE READ HERE AS SUGGESTION THAT STATUS LNO HAS BEEN ENGAGED IN COVERT COLLECTION ACTIVITIES. IF PRESSED ON THIS SUBJECT, I INTEND TO REPLY THAT STATUS LNO HAS ALWAYS ENGAGED IN OVERT POLITICAL REPORTING BUT NOT IN COVERT ACTIVITIES, THAT WILLIAMS STATEMENT NOT INTENDED TO SUGGEST OTHERWISE, AND THAT IF IT DOES IT IS FALSE. BENNETT.



DECLASSIFIED RELEASED ON 298 UNDER PRO-VISIONS OF E.O. 12356 BY HARRY DELASHMUTT, CHIEF BRANCH OF SECURITY, DOL

11.5

SIGNED:

N

UNCLASSIFIED