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| UNCLASSIFIED | | NAVY DEPARTMENT | |
| RELEASED BY <i>J. A. Webster</i> CAPT J. A. WEBSTER, USN | DRAFTED BY <i>[Signature]</i> CDR G. E. BARNICK, USN | 54360 | COPY NR. |
| DATE 07 OCT 1959 | FOR | ROUTED BY DRAFTER | CHECKED BY <i>[Signature]</i> |

58
NO

072100Z OCT 59
(DATE/TIME GROUP (GCT))

PRECEDENCE

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| (ACT) | (INFO) |
| <input type="checkbox"/> FLASH | <input type="checkbox"/> |
| <input type="checkbox"/> EMERGENCY | <input type="checkbox"/> |
| <input type="checkbox"/> OPERATIONAL IMMEDIATE | <input type="checkbox"/> |
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FROM: CNO

TO: CINCPACFLT

INFO: COMNAVMARIANAS//JAG

B25

Your 052059Z. Review of whole Micro problem leads to following conclusions:

ALFA. Consent judgment establishes breach of contract in same manner as default judgment.

BRAVO. Consent and default judgment equally establish poor credit rating of Micro Metals and equally reflect irresponsibility company officials.

CHARLIE. Consent judgment would be easier to process and use in other courts in suing for additional assets if such can be located. Consent judgment indicates voluntary acceptance by debtor whereas default judgment in this case might be contested in any new court in which further action was taken.

DELTA. Consent judgment as drafted has applicability to those additional assets noted your 142030Z Sep and any other that may be located.

ECHO. Unknown here how process can be effectively served on Micro Metals in Saipan District to obtain default judgment.

JAG.....COG

Drafter: OP09B2

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Micro Metals

FOXTROT. Use of consent judgment will permit quicker attempt at collection of accounts; put money in the pockets of Saipanese having claims for wages faster than protracted delay under default proceedings. This problem is now ten months old.

GOLF. In view of limited assets available for settlement of claims further discussion of consent versus default judgment seems academic.

HOTEL. No evidence here that Micro Metals have been unduly anxious to effect settlement so as to suspect any chicanery. Idea of consent judgment first proposed by Justice Dept and agreed to by Micro Metals.

PARA. Prolonged litigation may conclude with no greater return than can now be realized through consent judgment, while attendant further delay in settling Saipanese wage claims will reflect adversely on competence naval administration protect their interests.

PARA. CNO particularly concerned over delay in accomplishing settlement of Saipanese wage claims. Believe requirement early action paramount. Accordingly you are requested take appropriate steps to bring matter to an early conclusion.

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