The original documents are located in Box 7, folder "Chile - Congressional Privileged Resolution" of the John Marsh Files at the Gerald R. Ford Presidential Library.

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Dear Mr. Chairman:

The President appreciates the opportunity to comment on the Resolution of Inquiry, H.R. 207, as requested in your letter of February twentieth.

The President hopes that the Foreign Affairs Committee and the House of Representatives will not approve this Resolution. The Committee and the House will doubtless want to consider whether such a resolution is an appropriate instrument for exploring any United States activities that might have affected Chile, for considering the extent to which names of particular persons or companies ought to be disclosed, or for considering the degree to which advice exchanged within the Executive Branch should wisely be spread on the record.

The Committee and the House might also want to
consider whether the House Select Committee on
is the more appropriate place to explore those
matters covered by H. R. 207 which ought to be explored.

The President hopes that the Committee and the House will agree that H. R. 207 ought not to be approved.

Sincerely,



NOTES:

1. These points could be made in a letter from the President himself. If not, it could be signed by Marsh or Areeda.

2. This draft does not refer to the House rule that apparently gives all House members access to all committee documents. To rely on that rule as the grounds for refusing to supply the requested information might be inconsistent with our supplying

classified information to the Select Committee and, on other matters, to the House Foreign Affairs Committee.]

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 19, 1975

Mr. Harrington submitted the following resolution; which was referred to the Committee on Foreign Affairs

RESOLUTION

- 1 Resolved, That the Secretary of State is hereby directed
- 2 to furnish to the Committee on Foreign Affairs of the
- 3 House of Representatives, within ten days, the following
- 4 information:

5 1964 Elections

- 6 1. Did the Forty Committee authorize funds for pay-
- 7 ment to opponents of Salvador Allende, prior to the Chilean
- 8 national elections of 1964? If so, what were the specific
- 9 dates of the authorization (s), to what individuals or organi-
- 10 zations were payments made, and what was the amount of
- 11 each of these payments? In what currency or currencies



- 1 were the payments made? Describe the method through
- 2 which each such payment was made.
- 3 1970 Elections
- 2. Did the Forty Committee authorize the expenditure
- 5 of approximately \$1,000,000 in 1969 and 1970 to attempt
- 6 to prevent the election of Salvador Allende as President of
- 7 Chile? If so, what were the specific dates of the authoriza-
- 8 tion (s)? What was the exact amount of the funds distrib-
- 9 uted? To what individuals and organizations were payments
- 10 made, and in what amounts? In what currency or currencies
- 11 were payments made? Describe the method through which
- 12 each such payment was made.
- 13 SCHEME TO BRIBE CHILEAN CONGRESS
- 14 3. Did the Forty Committee, on September 18, 1970,
- authorize a plan to spend \$350,000 for the purpose of bribing
- 16 members of the Chilean Congress so as to prevent the ratifi-
- 17 cation of the election of Salvador Allende as President of
- 18 Chile? If so, were the funds expended? What was the dis-
- 19 position of this plan?
- 20 1970: Anti-Allende Media Campaign
- 21 4. Did the Forty Committee authorize the expenditure
- 22 of approximately \$500,000 in the summer of 1970 to finance
- 23 anti-Allende media? If so, what were the specific dates of
- 24 the authorization (s)? What was the exact amount of the
- 25 funds distributed? To what individuals or organizations were

- 1 payments made, and in what amounts? In what currency or
- 2 currencies were the payments made? Describe the method
- 3 through which each such payment was made.
- 4 Post-1970: \$5,000,000
- 5. Did the Forty Committee, subsequent to the Chilean
- 6 national elections in September 1970, authorize the expend-
- 7 iture of approximately \$5,000,000 for the purpose of assist-
- 8 ing groups and individuals, including political parties, orga-
- 9 nizations, and news media, opposed to the government of
- 10 President Allende? If so, what was the exact amount of
- 11 funds expended? To what individuals or organizations were
- 12 payments made, and in what amounts? In what currency or
- 13 currencies were the payments made? Describe the method
- 14 through which these payments were made.
- 15 1973: MUNICIPAL ELECTIONS
- 6. Did the Forty Committee authorize the expenditure
- 17 of approximately \$1,500,000 for payments to and support
- 18 of candidates in the 1973 municipal elections who were op-
- 19 posed to the government of President Allende? If so, what
- 20 was the exact amount of the payments made? To whom were
- 21 payments made, and in what amounts? In what currencies
- 22 were the payments made? Describe the method through
- 23 which each payment was made.

24

25

- 1973: \$1,000,000
- 7. Did the Forty Committee, in or about August 1973,



- 1 authorize the expenditure of \$1,000,000 for the purpose of
- 2 assisting groups, individuals, political parties, organizations,
- 3 and news media opposed to the government of President Al-
- 4 lende? If so, what was the exact amount of funds expended?
- 5 To what individuals or organizations were payments made,
- 6 and in what amounts? In what currency or currencies
- 7 were the payments made? Describe the method through
- 8 which each payment was made.

NOTICE TO MEMBERS OF CONGRESS

- 10 8. What Members of the United States Congress, if
- 11 any, were informed of each operation authorized by the
- 12 Forty Committee to provide funds or assistance to opponents
- 13 of Salvador Allende, before such operations were carried out?
- 14 On what dates were Members of Congress so informed?
- 15 How were Members of Congress so informed?

16 STATE DEPARTMENT PARTICIPATION

- 9. What were the names and positions of members of the
- 18 Department of State who were informed before Septem-
- 19 ber 11, 1973, of covert operations of American agencies,
- 20 as authorized by the Forty Committee, to provide funds or
- 21 other assistance to opponents of the government of President
- 22 Allende, from 1963 to September 11, 1973?
- 23 (a) Which members of the staff of the American
- Embassy in Chile were informed of these operations
- during their tenure in Chile, and were these staff mem-

1	bers informed of the operations before or after they were
2	carried out?
3	(b) Was Assistant Secretary of State Charles
4	Meyers informed of any such operations, prior to
5	March 27, 1973?
6	(c) Was former Ambassador to Chile Edward
7	Korry informed of any such operations, prior to
8	March 27, 1973?
9	(d) Was Deputy Chief of Mission Harry Shlaude-
10	man informed of any such operations, prior to June 12,
11	1974?
12	(e) Was Nathaniel Davis, Ambassador to Chile
13,	from 1971 to 1973, informed of any such operations,
L <u>4</u>	prior to November 9, 1973?
15	ECONOMIC SANCTIONS
L6	10. Did the Government of the United States adopt a
17	policy of economic sanctions against the Government of
18	Chile after the election of Salvador Allende as President of
L9-	Chile in 1970? Did the United States Government seek to
20	deny loans and other forms of economic assistance to Chile
21	from the Export-Import Bank, the Inter-American Develop-
22	ment Bank, the International Bank for Reconstruction and
23	Development, or the International Monetary Fund? If so,
24	when was such a policy of economic sanctions implemented?
ă	If estimates were made by State Department officials as to

- 1 how much such sanctions would cost the Government and
- 2 economy of Chile, please supply these estimates. Did any
- 3 United States representative to the aforementioned financial
- 4 institutions receive any instructions, memorandums, or other
- 5 documents or communications concerning economic assist-
- 6 ance to Chile, and if so, list and provide copies of such docu-
- 7 ments or communications.

INTERAGENCY ECONOMIC POLICY GROUP

- 9 11. Was there an interagency group, in which a repre-
- 10 sentative of the Department of State participated, established
- 11 in or after November 1970, to consider, evaluate, and for-
- 12 mulate American economic policy toward Chile? If so, what
- 13 was the membership of this group? List and provide copies of
- 14 any documents or memorandums prepared or issued by this
- 15 group in which economic policy toward Chile is discussed.

6 contract CHILE'S CREDIT

- 17. Did the Government of the United States seek and
- 18 receive the cooperation of American banks and other finan-
- 19 cial institutions in reducing the line of credit available to Chile
- 20 from American banks and other financial institutions, and in
- 21 preventing the renegotiation of the Chilean foreign debt? If
- 22 so, with which banks or financial institutions did representa-
- 23 tives of the Government of the United States discuss private
- 24 as well as public economic policy toward Chile? Which banks
- os or financial institutions actually cooperated and participated

- 1 in the policy? What officials in the executive branch partici-
- 2 pated in such discussions? When were such actions authorized,
- 3 and by what agency?
- 4 STATE DEPARTMENT OBJECTIONS
- 5 13. Did officials of the Department of State, between
- 6 1963 and September 11, 1973, object in writing to plans of
- 7 the Forty Committee and/or the Central Intelligence
- 8 Agency to provide funds or other assistance to anti-Allende
- 9 organizations or individuals? Provide copies of all such ob-
- 10 jections, including those memorandums or documents dated
- 11 August 30, 1970, September 4, 1970, and July 25, 1973.
- 12 To which specific plans did the State Department object,
- 13 and what were the reasons cited in the objections?
- 14 STATEMENT OF HENRY KISSINGER
- 15 14. On what facts did you base your statement of
- 16 September 17, 1973:
- 17 "The Central Intelligence Agency had nothing to do
- 18 with the coup, to the best of my knowledge and belief, and
- 19 I only put in that qualification in case a madman appears
- 20 down there who, without instructions, talked to somebody.
- 21 I have absolutely no reason to suppose it.".

94TH CONGRESS H. RES. 206

RESOLUTION

Directing the Secretary of State to provide information, and answer certain questions, relating to American policy toward Chile between 1964 and 1973.

By Mr. HARRINGTON

FEBRUARY 19, 1975 Referred to the Committee on Foreign Affairs THOMAS E. MORGAN, PA., CHAIRMAN

CLEMENT J. ZABLOCKI, WIS. SVAYNE L. HAYS, OHIO L. H. FOUNTAIN, N.C. DANTE B. FASCELL, FLA. CHARLES C. DIGGS, JR., MICH. ROBERT N. C. NIX, PA. DONALD M. FRASER, MINN. BENJAMIN S. ROSENTHAL, N.Y. JOHN C. CULVER, IOWA LEE H. HAMILTON, IND. ABRAHAM KAZEN, JR., TEX. LESTER L. WOLFF, N.Y. JONATHAN B. BINGHAM, N.Y. GUS YATRON, PA. ROY A. TAYLOR, N.C. JOHN W. DAVIS, GA. OGDEN R. REID. N.Y. MICHAEL HARRINGTON, MASS. LEO J. RYAN, CALIF. CHARLES WILSON, TEX. DONALD W. RIEGLE, JR., MICH.

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ROBERT H. STEELE, CONN.
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CHARLES W. WHALEN, JR., OHIO
ROBERT B. (BOB) MATHIAS, CALIF.
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TENNYSON GUYER, OHIO
ROBERT J. LAGOMARSINO, CALIF.

Congress of the United States
Committee on Joreign Affairs
House of Representatives
Mashington, P.C. 20515

February 20, 1975

MARIAN A. CZARNECKI CHIEF OF STAFF

The Honorable Gerald R. Ford The White House Washington, D.C. 20500

Dear Mr. President:

I am writing to request your comments on a Resolution of Inquiry which was introduced in the House on February 19, 1975, and referred to the Committee on Foreign Affairs.

Enclosed are two copies of the resolution, H. Res. 207, directing the President of the United States to provide information, and to answer certain questions, relating to American policy toward Chile between 1964 and 1973. Also enclosed are two copies of H. Res. 206, directing the Secretary of State to provide similar information.

As you know, the Committee must act on this resolution within seven (7) legislative days beginning today. We will appreciate receiving your comments as soon as possible, but no later than Tuesday, February 25, 1975.

I am attaching for your information a copy of my request for comments on H. Res. 206, which I am sending to the Secretary of State.

Sincerely,

Dramas & Marjon

Chairman

TEM:rbnd Enclosures

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 19, 1975

Mr. Harrington submitted the following resolution; which was referred to the Committee on Foreign Affairs

RESOLUTION

1	Resolved, That the President of the United States is
2	hereby directed to furnish to the Committee on Foreign
3	Affairs of the House of Representatives, within ten days,
4	the following information:
5	TITLE I—UNITED STATES POLICY TOWARD
6	CHILE
7	TOTAL AID TO ALLENDE OPPONENTS
8	1. What was the total value, in then-year dollars, of
9	assistance authorized by the Forty Committee, and expended,
10	for purposes of assisting individuals, groups, or organizations
11	opposed to the candidacy, or subsequent government, of
12	Salvador Allende during the period beginning in 1962 and

- 1 ending with the overthrow of the Allende government on
- 2 September 11, 1973? Provide an itemized accounting for
- 3 these expenditures on an annual basis. In addition, provide
- 4 an itemized annual accounting of the "value" of such assist-
- 5 ance, such value to be computed by comparing the annual
- 6 expenditures, in United States dollars, with the official as
- 7 well as prevailing unofficial (black market) rates of ex-
- 8 change for United States currency and Chilean currency.

9 INTERAGENCY POLICY GROUP

- 10 2. Was there an interagency group, chaired by Doctor
- 11 Henry Kissinger, then the National Security Advisor to the
- 12 President, established in or shortly after November 1970,
- 13 to consider, evaluate, and formulate American economic
- 14 policy toward Chile? If so, what was the membership of
- 15 this group? List and provide copies of any documents or
- 16 memorandums prepared or issued by this group, in which
- economic policy toward Chile is examined, reviewed, ana-
- 18 lyzed, or discussed.

19 ECONOMIC SANCTIONS

- 20 3. Did the executive branch of the Government of the
- 21 United States adopt a policy of economic sanctions against
- 22 the Government of Chile after the election of Salvador
- 23 Allende as President of Chile in 1970? Was the goal of that
- 24 policy to destabilize the Chilean economy and the govern-
- 25 ment of President Allende? Did the executive branch of the

1	United States Government, in pursuance of that policy, seek
2	to—,
3	(a) deny loans or delay the consideration of loans to
4	Chile;
5	(b) limit or deny credit to Chile;
6	(c) prevent or hinder the renegotiation of the
7	Chilean national debt;
8	(d) restrict the availability of export or credit insur-
9	ance so as to restrict foreign and United States invest-
10	ment in Chile; initiates it beautiful persuit committee of
11	(e) cause a worsening of Chile's foreign exchange
12	position;
13	(f) limit trading with Chile by American or Amer-
14	ica-based corporations;
15	(g) limit the availability of credit to Chile, for the
16	purchase of agricultural commodities?
17	When was such a policy implemented? How were these poli-
18	cies implemented? How were the specific objectives
19	achieved? If estimates were made as to how much such sanc-
20	tions would cost the Government and economy of Chile, supply
21	copies of these estimates. Who participated in the develop-
22	ment of this policy? Who participated in attempts to accom-
23	plish the specific objectives? Under what authority of law
24	ways those activities carried out?

UNITED STATES BANKS

2 -	4. Did representatives of the executive branch of the
3	United States Government, including but not limited to Fed-
4	eral bank examiners, discuss private as well as public Ameri-
5	can policies toward Chile, pursuant to the plan to impose
6	economic sanctions on Chile, and seek the cooperation of
7	these banks in the plan, with any or all of the following
8	banks: Chase Manhattan, Manufacturers Hanover Trust,
9	Bank of America, First National Bank of (New York), or
10	Morgan Guaranty Trust? If so, which banks were contacted?
11	When were the contacts initiated, and how often were such
12	contacts made? Who ordered the contacts, and under what
13	authority of law? Who actually made the contacts?
14	MULTILATERAL FINANCIAL INSTITUTIONS
15	5. Did representatives of the executive branch of the
16	United States Government, pursuant to the plan to impose
17	economic sanctions on Chile, seek the cooperation of Ameri-
18	can officials of or delegates to the following multilateral finan-
19 ³	cial institutions, in carrying out the plan: the Export-Import
20	Bank, the Inter-American Development Bank, the Interna-
21	tional Bank for Reconstruction and Development, or the In-
22	ternational Monetary Fund? If so, which institutions were
23	contacted? When were the contacts initiated and how often
24	were such contacts made? Who ordered the contacts and

- under what authority of law? Who actually made the con-1 tacts? What were the results of the contacts? 2 ECONOMIC POLICY DOCUMENTS 3 6. Provide copies of all memorandums, studies, instruc-4 tions, cables, or other documents which pertain to the policy 5 of economic sanctions referred to in questions 3, 4, and 5 of this title. 7 ASSISTANCE OF UNITED STATES CORPORATIONS 7. Did the United States Government seek or receive 9 the cooperation of any domestic corporations, or foreign sub-10 sidiaries of domestic corporations, to act as conduits for pro-11 viding financial assistance to anti-Allende groups, organiza-12 tions, or individuals? If so, provide a list of the names of such 13 14 corporations and their place of incorporation or, in the case of foreign subsidiaries, the name of the subsidiary as well as 16 that of the domestic parent corporation. Describe the type 17 and method of assistance provided by such corporations or 18 subsidiaries. 19 (a) Did such corporations or subsidiaries assist in 20 converting United States currency into foreign curren-21 cies? If so, list those corporations providing such assist-22ance together with the amount of United States currency 23 supplied.
 - (b) Were such corporations or subsidiaries solicited

24

by officials or agents of the executive branch of the
United States Government? If so, list those corporations
or subsidiaries solicited, as well as the name and position
of those officials or agents of the United States Govern-
ment who solicited such assistance.
6 (c) List any corporation or subsidiaries which, with-
out prior solicitation by an official or agent of the Gov-
8 ernment of the United States, volunteered to assist ef-
forts opposing the Allende government in Chile.
ASSISTANCE OF FOREIGN CORPORATIONS
8. Did the United States Government use any foreign
12 corporations as conduits for providing financial assistance or
other aid to anti-Allende groups, individuals, or organiza-
14 tions in Chile? If so, what are the names and places of incor-
15 poration of these foreign corporations, and what type of
16 assistance did these corporations provide? Did such corpora-
17 tions assist in the conversion of United States currency into
18 Chilean or other foreign currency? If so, what was the total
19 amount of funds converted? On what dates were payments of
20 United States currency made to such corporations, and in
21 what amounts? Describe the method through which these
22 transactions were made. Was the assistance of such corpora
23 tions solicited by officials or agents of the executive branch
of the Government of the United States? If so, list the name
25 and positions of those officials or agents.

7	
1 NSC-FORTY COMMITTEE DECISIONS	
9. Did the Forty Committee after January 1, 1969,	
3 authorize expenditures to assist opponents of Salvador	
4 Allende, candidate for and later President of Chile? Who	,
5 participated in these decisions? List and provide copies of	:
6 any and all National Security Study Memorandum (NSSM),	,
7 National Security Decision Memorandum (NSDM), Na-	-
8 tional Security Council Intelligence Decision (NSCID)	
9 memorandum, and Director Central Intelligence Decision	Ł
10 (DCID) memorandum, in which American policy toward	Ĺ
11 the candidacy and subsequent government of Salvador Al	<u>-</u>
12 lende are examined, including:	
13 (a) NSSM-97, prepared in July 1970, studying	r
14 United States policy options in the event Salvado	r
Allende was elected President of Chile; at the Allende was elected President of Chile;	
16 (b) NSSM-131, prepared in or about February	y
17 1971, examining, among other issues, termination of	f
economic assistance to the Government of Chile;	
19 (c) NDSM-136, issued in October 1971, relating	Š
20 to termination of economic assistance to Chile, amon	5
other issues.	
	,

1	TITLE II—UNITED STATES ANTI-ALLENDE
2	OPERATIONS
3	AID TO THE NATIONAL PARTY
4	10. Did the Forty Committee authorize payments of
5	funds intending that the recipients, through direct or indirect
6	means, be members of the National Party of Chile? If so,
7	what was the total amount of such payments? On what dates
8	were such payments made, and what was the amount of each
9	such payment? To whom were payments made, and in what
10	currencies? Describe the method through which each pay-
11	ment was made.
12	AID TO PATRIA Y. LIBERTAD
13	11. Did the Forty Committee authorize payments of
14	funds intending that the recipients, through direct or indirect
15	means, be members of the Patria y. Libertad in Chile? If so,
16	what was the total amount of such payments? On what dates
17	were such payments made, and what was the amount of each
18	such payment? To whom were the payments made, and in
19	what currencies? Describe the method through which each
20	payment was made.
21	AID TO CHRISTIAN DEMOCRATIC PARTY
22	12. Did the Forty Committee authorize payments of
23	funds intending that the recipients, through direct or indirect
24	means, be members of the Christian Democratic Party in
25	Chile? If so, what was the total amount of such payments?

- 1 On what dates were such payments made, and what was the
- 2 amount of each such payment? To whom were the payments
- 3 made, and in what currencies? Describe the method through
- 4 which each payment was made.
- 5 AID TO STRIKING SHOPKEEPERS AND PROFESSIONALS
- 6 13. Did the Forty Committee authorize payments of
- 7 funds intending that the payments, through direct or indirect
- 8 means, be used to support truckers, shopkeepers, and profes-
- 9 sionals on strike in October 1972, in Chile? If so, what was
- 10 the total amount of such payments? On what dates were such
- 11 payments made, and what was the amount of each such pay-
- 12 ment? To whom were the payments made, and in what cur-
- 13 rencies? Describe the method through which each payment
- 14 was made.

15 1973 TRUCKERS STRIKE

- 16 14. Did the Forty Committee authorize payments of
- 17 funds intending that the payments, through direct or indirect
- 18 means, be used to support the trucker's strike in July, Au-
- 19 gust, and September of 1973, in Chile? To what individuals,
- 20 groups, or organizations were such payments made? What
- 21 was the total amount of such payments? On what dates were
- 22 such payments made, and what was the amount of each such
- 23 payment? In what currencies were the payments made? De-
- 24 scribe the method through which each payment was made.

CHILEAN INDUSTRIAL ASSOCIATION 1 15. Did the Forty Committee authorize the Central In- $\mathbf{2}$ telligence Agency, or any of its employees or agents, to 3 make payments to SOFOFA, an industrial association in 4 Chile, for the purpose of assisting opposition to the govern-5 ment of Salvador Allende? If so, what was the total amount of such payments? On what dates were such payments made, and what was the amount of each such payment? In what currencies were the payments made? Describe the method through which each payment was made. 10 PAYMENTS TO PROTEXA/GRUPO MENDOZA 11 16. Did the Forty Committee authorize, or did the Cen-12 tral Intelligence Agency arrange, for payments to be made 13 to Protexa, a company based on Monterey, Mexico, for pur-14 poses of providing assistance to anti-Allende individuals, 15 groups, or organizations in Chile? Were payments made to 16 Grupo Mendoza, a company based in Caracas, Venezuela, for such purposes? If so, what was the amount of these payments, and when were the payments made to each company? 19 AMERICAN INSTITUTE FOR FREE LABOR DEVELOPMENT 17. Did the Central Intelligence Agency, between the 21 years 1962 and 1973, provide financial or organizational 22

25 the American Institute for Free Labor Development

assistance to trade union groups in Chile opposed to the gov-

ernment of Salvador Allende through the assistance or use of

- 1 (AIFLD)? If so, describe the nature of assistance provided
- 2 through the use of AIFLD. Did the Forty Committee au-
- 3 thorize the expenditure of funds to be used to provide finan-
- 4 cial assistance and otherwise support individuals, groups, or
- 5 organizations opposed to the government of Salvador Al-
- 6 lende, with the expectation that AIFLD would be used as
- 7 a conduit for this assistance and support? If so, what was the
- 8 total amount of payments authorized, and what was the
- 9 actual amount of payments made to or through the use of
- 10 AIFLD? Provide a list of the separate dates and amounts
- 11 of payments to or through the use of AIFLD. [11] and [11]
- 12 PAYMENTS TO EL MERCURIO
- 13 18. Between-1962 and 1973, what was the total amount
- 14 of financial assistance provided the Chilean newspaper El
- 15 Mercurio by or through the direction of the Central Intelli-
- 16 gence Agency? Describe the method through which such
- 17 assistance was provided. In what currency was such assist-
- 18 ance provided? Was such assistance requested or solicited,
- 19 and if so, by whom?
- 20 CENTRAL INTELLIGENCE AGENCY PERSONNEL IN COUP
- 21 19. Were any American civilian personnel, including
- 22 personnel attached to or in the employ of the Central Intelli-
- 23 gence Agency, serving as advisors to Chilean military units,
- 24 or commanders, during the two months prior to, and/or two
- 25 months subsequent to, the overthrow of the Chilean Govern-

- 1 ment of Salvador Allende on September 11, 1973? How
- 2 many such personnel were assigned as advisors? Did any
- 3 participate in the fighting that followed the coup of Septem-
- 4 ber 11, 1973? Were any killed or wounded? If so, how
- 5 many? Provide copies of all documents, including NSCID's,
- 6 DCID's, or other orders which authorized the American
- 7 civilian and/or Central Intelligence Agency personnel to
- 8 serve as advisors.

9 STATEMENT OF PRESIDENT FORD

- 20. On what facts did you base your statement of Sep-
- 11 tember 16, 1974:
- "In a period of time, three or four years ago, there was
- 13 an effort being made by the Allende government to destroy
- 14 opposition news media, both the writing press as well as the
- 15 electronic press. And to destroy opposition political parties.
- 16 "And the effort that was made in this case was to help
- 17 assist the preservation of opposition newspapers and elec-
- 18 tronic media and to preserve opposition political parties.".

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94TH CONGRESS H. RES. 207

RESOLUTION

Directing the President of the United States to provide information, and answer certain questions, relating to American policy toward Chile between 1964 and 1973.

By Mr. Harrington

FEBRUARY 19, 1975 Referred to the Committee on Foreign Affairs February 21, 1975

MEMORANDUM FOR:

PHIL BUCHEN PHIL AREEDA

FROM:

JACK MARSH

Attached is a letter from Congressman Morgan in reference to a Privilaged Resolution. I call to your attention the time deadline of 7 days.

Thank you for your help and attention.



THOMAS E. MORGAN, PA., CHAIRMAN

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Congress of the United States Committee on Foreign Affairs House of Representatives Washington, P.C. 20515

February 20, 1975

MARIAN A. CZARNECKI CHIEF OF STAFF

The Honorable Gerald R. Ford The White House Washington, D.C. 20500

Dear Mr. President:

I am writing to request your comments on a Resolution of Inquiry which was introduced in the House on February 19, 1975, and referred to the Committee on Foreign Affairs.

Enclosed are two copies of the resolution, H. Res. 207, directing the President of the United States to provide information, and to answer certain questions, relating to American policy toward Chile between 1964 and 1973. Also enclosed are two copies of H. Res. 206, directing the Secretary of State to provide similar information.

As you know, the Committee must act on this resolution within seven (7) legislative days beginning today. We will appreciate receiving your comments as soon as possible, but no later than Tuesday, February 25, 1975.

I am attaching for your information a copy of my request for comments on H. Res. 206, which I am sending to the Secretary of State.

Sincerely,

Chairman

TEM:rbnd Enclosures

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 19, 1975

Mr. Harrington submitted the following resolution; which was referred to the Committee on Foreign Affairs

RESOLUTION

1	Resolved, That the President of the United States is
2	hereby directed to furnish to the Committee on Foreign
3	Affairs of the House of Representatives, within ten days,
4	the following information:
5	TITLE I—UNITED STATES POLICY TOWARD
6	CHILE
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8	1. What was the total value, in then-year dollars, of
9	assistance authorized by the Forty Committee, and expended,
10	for purposes of assisting individuals, groups, or organizations
11	opposed to the candidacy, or subsequent government, of

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- 1 Resolved, That the Secretary of State is hereby directed
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- 4 information:

5 1964 Elections

- 6 1. Did the Forty Committee authorize funds for pay-
- 7 ment to opponents of Salvador Allende, prior to the Chilean
- 8 national elections of 1964? If so, what were the specific
- 9 dates of the authorization (s), to what individuals or organi-
- 10 zations were payments made, and what was the amount of
- 11 each of these payments? In what currency or currencies

WASHINGTON

February 24, 1975

Dear Mr. Chairman:

The President has asked me to respond to your letter of the twentieth, and to tell you how much he appreciates the opportunity to comment on H. R. 207.

The President strongly believes that the Foreign Affairs Committee and the House of Representatives should not approve this Resolution. The Committee and the House will doubtless want to consider whether such a resolution is an appropriate instrument for exploring any United States activities that might have affected Chile or any other country, for considering the extent to which names of particular persons or companies ought to be disclosed, or for considering the degree to which advice exchanged within the Executive Branch should wisely be spread on the record.

The Committee and the House might also want to consider whether the House Select Committee on Intelligence is the more appropriate place to consider those matters covered by H. R. 207 which ought to be explored.

The President hopes that the Committee and the House will agree that H. R. 207 ought not to be approved.

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Counsel to the President

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THE WHITE HOUSE WASHINGTON

February 25, 1975

Dear Marty:

Enclosed you will find a copy of a letter directed to Chairman Morgan from Phil Areeda, Counsel to the President, in response to the Congressman's request for comments on H. R. 207, a privileged resolution.

Inasmuch as your Department may have received a similar resolution, it was felt this response may be helpful.

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John 6. Marsh, Jr. Counsellor to the President

Mr. Martin R. Hoffman General Counsel Office of the Secretary of Defense The Pentagon Washington, D. C. 20301



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H. RES. 207

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8	1. What was the total value, in then-year dollars, of
9	assistance authorized by the Forty Committee, and expended,
10	for purposes of assisting individuals, groups, or organizations
11	opposed to the candidacy, or subsequent government, of
12	Salvador Allende, during the period beginning in 1962 and

- 1 ending with the overthrow of the Allende government on
- 2 September 11, 1973? Provide an itemized accounting for
- 3 these expenditures on an annual basis. In addition, provide
- 4 an itemized annual accounting of the "value" of such assist-
- 5 ance, such value to be computed by comparing the annual
- 6 expenditures, in United States dollars, with the official as
- 7 well as prevailing unofficial (black market) rates of ex-
- 8 change for United States currency and Chilean currency.

9 INTERAGENCY POLICY GROUP

- 10 2. Was there an interagency group, chaired by Doctor
- 11 Henry Kissinger, then the National Security Advisor to the
- 12 President, established in or shortly after November 1970,
- 13 to consider, evaluate, and formulate American economic
- 14 policy toward Chile? If so, what was the membership of
- 15 this group? List and provide copies of any documents or
- 16 memorandums prepared or issued by this group, in which
- economic policy toward Chile is examined, reviewed, ana-
- 18 lyzed, or discussed.

19 ECONOMIC SANCTIONS

- 3. Did the executive branch of the Government of the
- 21 United States adopt a policy of economic sanctions against
- 22 the Government of Chile after the election of Salvador
- 23 Allende as President of Chile in 1970? Was the goal of that
- 24 policy to destabilize the Chilean economy and the govern-
- 25 ment of President Allende? Did the executive branch of the

1	United States Government, in pursuance of that policy, seek
2	to—
3	(a) deny loans or delay the consideration of loans to
4	Chile;
5	(b) limit or deny credit to Chile;
6	(c) prevent or hinder the renegotiation of the
7	Chilean national debt;
S	(d) restrict the availability of export or credit insur-
9	ance so as to restrict foreign and United States invest-
10	ment in Chile; and the section recognition and the section of the
11	(e) cause a worsening of Chile's foreign exchange
12	position;
13	(f) limit trading with Chile by American or Amer-
14	ica-based corporations;
15	(g) limit the availability of credit to Chile, for the
16	purchase of agricultural commodities?
17	When was such a policy implemented? How were these poli-
18	cies implemented? How were the specific objectives
19	achieved? If estimates were made as to how much such sanc-
20	tions would cost the Government and economy of Chile, supply
21	copies of these estimates. Who participated in the develop-
22	ment of this policy? Who participated in attempts to accom-
23	plish the specific objectives? Under what authority of law
24	were these activities carried out?

UNITED STATES BANKS

2	4. Did representatives of the executive branch of the
3	United States Government, including but not limited to Fed-
4	eral bank examiners, discuss private as well as public Ameri-
5	can policies toward Chile, pursuant to the plan to impose
6	economic sanctions on Chile, and seek the cooperation of
7	these banks in the plan, with any or all of the following
8	banks: Chase Manhattan, Manufacturers Hanover Trust,
9	Bank of America, First National Bank of (New York), or
10	Morgan Guaranty Trust? If so, which banks were contacted?
11	When were the contacts initiated, and how often were such
12	contacts made? Who ordered the contacts, and under what
1 3	authority of law? Who actually made the contacts?
14	MULTILATERAL FINANCIAL INSTITUTIONS
15	5. Did representatives of the executive branch of the
16	United States Government, pursuant to the plan to impose
17	economic sanctions on Chile, seek the cooperation of Ameri-
18	can officials of or delegates to the following multilateral finan-
19	cial institutions, in carrying out the plan: the Export-Import
20	Bank, the Inter-American Development Bank, the Interna-
21	tional Bank for Reconstruction and Development, or the In-
22	ternational Monetary Fund? If so, which institutions were
23	contacted? When were the contacts initiated and how often
24	were such contacts made? Who ordered the contacts and

1 under what authority of law? Who actually made the con-
2 tacts? What were the results of the contacts?
3 ECONOMIC POLICY DOCUMENTS
4 6. Provide copies of all memorandums, studies, instruc-
5 tions, cables, or other documents which pertain to the policy
6 of economic sanctions referred to in questions 3, 4, and 5 of
7 this title.
8 ASSISTANCE OF UNITED STATES CORPORATIONS
9 7. Did the United States Government seek or receive
10 the cooperation of any domestic corporations, or foreign sub-
11 sidiaries of domestic corporations, to act as conduits for pro-
12 viding financial assistance to anti-Allende groups, organiza-
13 tions, or individuals? If so, provide a list of the names of such
14 corporations and their place of incorporation or, in the case
15 of foreign subsidiaries, the name of the subsidiary as well as
16 that of the domestic parent corporation. Describe the type
and method of assistance provided by such corporations or
18 subsidiaries.
19 (a) Did such corporations or subsidiaries assist in
20 converting United States currency into foreign curren-
cies? If so, list those corporations providing such assist-
ance together with the amount of United States currency
supplied.
(b) Were such corporations or subsidiaries solicited

by officials or agents of the executive branch of the United States Government? If so, list those corporations 2 or subsidiaries solicited, as well as the name and position of those officials or agents of the United States Govern-

ment who solicited such assistance.

(c) List any corporation or subsidiaries which, without prior solicitation by an official or agent of the Government of the United States, volunteered to assist efforts opposing the Allende government in Chile.

Assistance of Foreign Corporations

8. Did the United States Government use any foreign corporations as conduits for providing financial assistance or other aid to anti-Allende groups, individuals, or organizations in Chile? If so, what are the names and places of incorporation of these foreign corporations, and what type of 16 assistance did these corporations provide? Did such corpora-17 tions assist in the conversion of United States currency into Chilean or other foreign currency? If so, what was the total amount of funds converted? On what dates were payments of United States currency made to such corporations, and in what amounts? Describe the method through which these transactions were made. Was the assistance of such corporations solicited by officials or agents of the executive branch 23 of the Government of the United States? If so, list the names and positions of those officials or agents.

1 NOC-FORTY COMMITTEE DECISIONS
9. Did the Forty Committee after January 1, 1969,
3 authorize expenditures to assist opponents of Salvador
4 Allende, candidate for and later President of Chile? Who
5 participated in these decisions? List and provide copies of
6 any and all National Security Study Memorandum (NSSM),
7 National Security Decision Memorandum (NSDM), Na-
8 tional Security Council Intelligence Decision (NSCID)
9 memorandum, and Director Central Intelligence Decision
10 (DCID) memorandum, in which American policy toward
11 the candidacy and subsequent government of Salvador Al-
12 lende are examined, including:
13 (a) NSSM-97, prepared in July 1970, studying
United States policy options in the event Salvador
Allende was elected President of Chile;
(b) NSSM-131, prepared in or about February
17 1971, examining, among other issues, termination of
economic assistance to the Government of Chile;
19 (c) NDSM-136, issued in October 1971, relating
to termination of economic assistance to Chile, among
other issues.

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1	TITLE II—UNITED STATES ANTI-ALLENDE	* * * * * * * * * * * * * * * * * * * *
2	OPERATIONS	
3	AID TO THE NATIONAL PARTY	
4	10. Did the Forty Committee authorize payments of	
5	funds intending that the recipients, through direct or indirect	
	means, be members of the National Party of Chile? If so,	
	what was the total amount of such payments? On what dates	
	were such payments made, and what was the amount of each	
	such payment? To whom were payments made, and in what	
	currencies? Describe the method through which each pay-	
	ment was made.	
12	AID TO PATRIA Y. LIBERTAD	
13	11. Did the Forty Committee authorize payments of	•
14 f	funds intending that the recipients, through direct or indirect	
	means, be members of the Patria y. Libertad in Chile? If so,	
	what was the total amount of such payments? On what dates	
	were such payments made, and what was the amount of each	
	such payment? To whom were the payments made, and in	
	what currencies? Describe the method through which each	
	Dayment was made.	
21	AID TO CHRISTIAN DEMOCRATIC PARTY	
22	12. Did the Forty Committee authorize payments of	TOP
23 ft	unds intending that the recipients, through direct or indirect	है। : : : :
	neans, be members of the Christian Democratic Party in	The second second
~ ~	Chile? If so, what was the total amount of such payments?	. •

- 1 On what dates were such payments made, and what was the
- 2 amount of each such payment? To whom were the payments
- 3 made, and in what currencies? Describe the method through
- 4 which each payment was made.
- 5 AID TO STRIKING SHOPKEEPERS AND PROFESSIONALS
- 6 13. Did the Forty Committee authorize payments of
- 7 funds intending that the payments, through direct or indirect
- 8 means, be used to support truckers, shopkeepers, and profes-
- 9 sionals on strike in October 1972, in Chile? If so, what was
- 10 the total amount of such payments? On what dates were such
- 11 payments made, and what was the amount of each such pay-
- 12 ment? To whom were the payments made, and in what cur-
- 13 rencies? Describe the method through which each payment
- 14 was made.

15 1973 TRUCKERS STRIKE

- 16 14. Did the Forty Committee authorize payments of
- 17 funds intending that the payments, through direct or indirect
- 18 means, be used to support the trucker's strike in July, Au-
- 19 gust, and September of 1973, in Chile? To what individuals,
- 20 groups, or organizations were such payments made? What
- 21 was the total amount of such payments? On what dates were
- 22 such payments made, and what was the amount of each such
- 23 payment? In what currencies were the payments made? De-
- 24 scribe the method through which each payment was made.

1	CHILEAN INDUSTRIAL ASSOCIATION
2	15. Did the Forty Committee authorize the Central In-
3	telligence Agency, or any of its employees or agents, to
4	make payments to SOFOFA, an industrial association in
5	Chile, for the purpose of assisting opposition to the govern-
6	ment of Salvador Allende? If so, what was the total amount
7	of such payments? On what dates were such payments made,
8	and what was the amount of each such payment? In what
9	currencies were the payments made? Describe the method
10	through which each payment was made.
11	PAYMENTS TO PROTEXA/GRUPO MENDOZA
12	16. Did the Forty Committee authorize, or did the Cen-
13	tral Intelligence Agency arrange, for payments to be made
14	to Protexa, a company based on Monterey, Mexico, for pur-
15	poses of providing assistance to anti-Allende individuals,
16	groups, or organizations in Chile? Were payments made to
17	Grupo Mendoza, a company based in Caracas, Venezuela,
18	for such purposes? If so, what was the amount of these pay-
19	ments, and when were the payments made to each company?
20	AMERICAN INSTITUTE FOR FREE LABOR DEVELOPMENT
21	17. Did the Central Intelligence Agency, between the
22	years 1962 and 1973, provide financial or organizational
23	assistance to trade union groups in Chile opposed to the gov-
24	ernment of Salvador Allende through the assistance or use of
25	the American Institute for Free Labor Development

1 (AIFLD)? If so, describe the nature of assistance provided
2 through the use of AIFLD. Did the Forty Committee au-
3 thorize the expenditure of funds to be used to provide finan-
4 cial assistance and otherwise support individuals, groups, or
5 organizations opposed to the government of Salvador Al-
6 lende, with the expectation that AIFLD would be used as
7 a conduit for this assistance and support? If so, what was the
8 total amount of payments authorized, and what was the
9 actual amount of payments made to or through the use of
10 AIFLD? Provide a list of the separate dates and amounts
11 of payments to or through the use of AHFLD.
12 PAYMENTS TO EL MERCURIO
18. Between 1962 and 1973, what was the total amount
14 of financial assistance provided the Chilean newspaper El
15 Mercurio by or through the direction of the Central Intelli-
16 gence Agency? Describe the method through which such
17 assistance was provided. In what currency was such assist-
18 ance provided? Was such assistance requested or solicited,
19 and if so, by whom?
20 CENTRAL INTELLIGENCE AGENCY PERSONNEL IN COUP
21 19. Were any American civilian personnel, including
22 personnel attached to or in the employ of the Central Intelli-
23 gence Agency, serving as advisors to Chilean military units,
24 or commanders, during the two months prior to, and/or two
25 months subsequent to, the overthrow of the Chileen Commen

- 1 ment of Salvador Allende on September 11, 1973? How
- 2 many such personnel were assigned as advisors? Did any
- 3 participate in the fighting that followed the coup of Septem-
- 4 ber 11, 1973? Were any killed or wounded? If so, how
- 5 many? Provide copies of all documents, including NSCID's,
- 6 DCID's, or other orders which authorized the American
- 7 civilian and/or Central Intelligence Agency personnel to
- 8 serve as advisors.
- 9 STATEMENT OF PRESIDENT FORD
- 10 20. On what facts did you base your statement of Sep-
- 11 tember 16, 1974:
- "In a period of time, three or four years ago, there was
- 13 an effort being made by the Allende government to destroy
- 14 opposition news media, both the writing press as well as the
- 15 electronic press. And to destroy opposition political parties.
- 16 "And the effort that was made in this case was to help
- 17 assist the preservation of opposition newspapers and elec-
- 18 tronic media and to preserve opposition political parties.".

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H. RES. 207

RESOLUTION

Directing the President of the United States to provide information, and answer certain questions, relating to American policy toward Chile between 1964 and 1973.

By Mr. HARRINGTON

FEBRUARY 19, 1975
Referred to the Committee on Foreign Affairs

February 25, 1975

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Mr. Martin R. Hoffman General Counsel Office of the Secretary of Defense The Pentagon Washington, D. C. 20301



DEXED COPIES TO Latimer, Larry Pezzullo and George Carey

2/27/75

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February 26, 1975

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The President has asked me to respond to your letter of the twentieth, and to tell you how much he appreciates the opportunity to comment on H. Res. 207.

A considerable portion of the information requested by this Resolution was previously supplied to the Foreign Affairs Committee and to other committees of the Congress by the Executive Branch. To assemble the appropriate information from the relevant agencies and individuals, moreover, would require substantial time. An important additional fact that might be considered is the establishment by the House of a Select Committee on Intelligence which may choose to consider some of the matters raised by H. Res. 207.

The Committee may also wish to consider whether such a resolution is an appropriate instrument for exploring any United States activities that might have affected Chile or any other country, for considering the extent to which names of particular persons or companies ought to be disclosed, or for considering the degree to which advice exchanged within the Executive Branch should wisely be spread on the record.

The President hopes that H. Res. 207 will not be approved.

Sincerely,

Phillip Areeda

Counsel to the President

Honorable Thomas E. Morgan Chairman Committee on Foreign Affairs House of Representatives Washington, D. C. 20515

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Georg Carry he gave they cory of Modution H-Nex- 207 (Hamyton) Geleiday, Lary Albeman I Join raid they should Regray risponer te lección 11 Her 205 along lever of areela deplyas 207 - NSC staff admiss they weeder letter

did not go and is very re-worked -

Chyle Milles is Shore 's Dep. & is working anthis can take my menage)—

THE WHITE HOUSE Hery didn't even line Zarwich - areda ded 50 forward --tell Tour to dy sure theirs tracks -M is going -

WASHINGTON

February 24, 1975

Dear Mr. Chairman:

The President has asked me to respond to your letter of the twentieth, and to tell you how much he appreciates the opportunity to comment on H. R. 207.

//p.

The President strongly believes that the Foreign Affairs Committee and the House of Representatives should not approve this Resolution. The Committee and the House will doubtless want to consider whether such a resolution is an appropriate instrument for exploring any United States activities that might have affected Chile or any other country, for considering the extent to which names of particular persons or companies ought to be disclosed, or for considering the degree to which advice exchanged within the Executive Branch should wisely be spread on the record.

The Committee and the House might also want to consider whether the House Select Committee on Intelligence is the more appropriate place to consider those matters covered by H. R. 207 which ought to be explored.

The President hopes that the Committee and the House will agree that H. R. 207 ought not to be approved.

Sincerely,

Phillip Areeda

Counsel to the President

Honorable Thomas E. Morgan Chairman Committee on Foreign Affairs House of Representatives Washington, D. C. 20515

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Zarnele themles they have the note in the committee to least Harryler Sworoft sand they already had 85% of what they weeled -(Soyer (staff guy) Home colf om hatinis to make sure their records trades of ours andelles Donna OERALD TUPBBIT

Mr. areada has the original

WASHINGTON

February 21, 1975

MEMORANDUM FOR:

PHIL BUCHEN

PHIL AREEDA

FROM:

JACK MARTIN

Attached is a letter from Congressman Morgan in reference to a Privilaged Resolution. I call to your attention the time deadline of 7 days.

Thank you for your help and attention.

Labi.

THOMAS E. MORGAN, PA., CHAIRMAN

CLEMENT J. ZABLOCKI, WIS. WAYNE L. HAYS, OHIO L. H. FOUNTAIN, N.C. DANTE B. FASCELL, FLA. CHARLES C. DIGGS, JR., MICH. ROBERT N. C. NIX, PA. DONALD M. FRASER, MINN. BENJAMIN S. ROSENTHAL, N.Y. JOHN C. CULVER, IOWA LEE H. HAMILTON, IND. ABRAHAM KAZEN, JR., TEX. LESTER L. WOLFF, N.Y. JONATHAN B. BINGHAM, N.Y. GUS YATRON, PA. ROY A. TAYLOR, N.C. JOHN W. DAVIS, GA. OGDEN R. REID. N.Y. MICHAEL HARRINGTON, MASS. LEO J. RYAN. CALIF. CHARLES WILSON, TEX DONALD W. RIEGLE, JR., MICH.

PETER H. B. FRELINGHUYSEN, N.J. WILLIAM S. BROOMPIELD, MICH. H. R. GROSS, IOWA EOWARD J. DERWINSKI, ILL. VERNON W. THOMSON, WIS. PAUL FINDLEY, ILL. JOHN H. BUCHANAN, JR., ALA. J. HERBERT BURKE, FLA. GUY VANDER JAGT, MICH. ROBERT H. STEELE, CONN. PIERRE S. DU PONT. DEL. CHARLES W. WHALEN, JR., OHIO ROBERT B. (BOB) MATHIAS, CALIF. EDWARD G. BIESTER, JR., PA. LARRY WINN, JR., KANS. BENJAMIN A. GILMAN, N.Y. TENNYSON GUYER, OHIO ROBERT J. LAGOMARSINO, CALIF.

Congress of the United States
Committee on Joreign Affairs
House of Representatives
Mashington, D.C. 20515

February 20, 1975

MARIAN A. CZARNECKI CHIEF OF STAFF

The Honorable Henry A. Kissinger Secretary of State Washington, D.C. 20520

Dear Mr. Secretary:

I am writing to request your comments on a Resolution of Inquiry which was introduced in the House on February 19, 1975, and referred to the Committee on Foreign Affairs.

Enclosed are two copies of the resolution, H. Res. 206, directing the Secretary of State to provide information, and to answer certain questions, relating to American policy toward Chile between 1964 and 1973. Also enclosed are two copies of H. Res. 207, directing the President of the United States to provide similar information.

As you know, the Committee must act on this resolution within seven (7) legislative days beginning today. We will appreciate receiving your comments as soon as possible, but no later than Tuesday, February 25, 1975.

I am attaching for your information a copy of my request for comments on $H.\ Res.\ 207$, which I am sending to the President of the United States.

Sincerely,

Chairman

TEM:rbnd Enclosures 94TH CONGRESS

H. RES. 207

IN THE HOUSE OF REPRESENTATIVES

6 legnemitanessan I nited States dollars, with the official as

FEBRUARY 19, 1975

Mr. HARRINGTON submitted the following resolution; which was referred to the Committee on Foreign Affairs

RESOLUTION
1 Resolved, That the President of the United States is
2 hereby directed to furnish to the Committee on Foreign
3 Affairs of the House of Representatives, within ten days
4 the following information:
5 TITLE I—UNITED STATES POLICY TOWARD
6 CHILE
7 TOTAL AID TO ALLENDE OPPONENTS
8 1. What was the total value, in then-year dollars, o
9 assistance authorized by the Forty Committee, and expended

for purposes of assisting individuals, groups, or organizations

opposed to the candidacy, or subsequent government, of

Salvador Allende, during the period beginning in 1962 and



11

1	ending with the overthrow of the Allende government or
2	September 11, 1973? Provide an itemized accounting for
3	these expenditures on an annual basis. In addition, provide
4	an itemized annual accounting of the "value" of such assist-
5	ance, such value to be computed by comparing the annual
6	expenditures, in United States dollars, with the official as
7	well as prevailing unofficial (black market) rates of ex-
8	change for United States currency and Chilean currency.
9	INTERAGENCY POLICY GROUP
10	2. Was there an interagency group, chaired by Doctor
11	Henry Kissinger, then the National Security Advisor to the
12	President, established in or shortly after Nevember 1970,
13	to consider, evaluate, and formulate American economic
14	policy toward Chile? If so, what was the membership of
15	this group? List and provide copies of any documents or
16	memorandums prepared or issued by this group, in which
17	economic policy toward Chile is examined, reviewed, ana-
18	lyzed, or discussed.
19	ECONOMIC SANCTIONS
20	3. Did the executive branch of the Government of the
21	United States adopt a policy of economic sanctions against
22	the Government of Chile after the election of Salvador
23	Allende as President of Chile in 1970? Was the goal of that
24	policy to destabilize the Chilean economy and the govern-

ment of President Allende? Did the executive branch of the

1	United States Government, in pursuance of that policy, seek
2	2 4. Did representatives let the lexecurive diffaction 81
	(a) deny loans or delay the consideration of loans to
4	Chile; an How an enavired caneally resolutions of Mind Large Ty-
	(b) limit or deny credit to Chile;
6	(c) prevent or hinder the renegotiation of the
7	Chilean national debt; male and missland asold T
	(d) restrict the availability of export or credit insur-
9	ance so as to restrict foreign and United States invest-
10	ment in Chile;
1.1	(e) cause a worsening of Chile's foreign exchange
12	position; contacts with ordered the contact of the position;
13	(f) limit trading with Chile by American or Amer-
14	ica-based corporations;
15	(g) limit the availability of credit to Chile, for the
16	purchase of agricultural commodities?
17	When was such a policy implemented? How were these polic
18	cies implemented? How were the specific objectives
19	achieved? If estimates were made as to how much such sanc-
20	tions would cost the Government and economy of Chile, supply
21	copies of these estimates. Who participated in the develop-
22	ment of this policy? Who participated in attempts to accom-
23	plish the specific objectives? Under what authority of law
24	were these activities carried out?

1	UNITED STATES BANKS
2	4. Did representatives of the executive branch of the
3	United States Government, including but not limited to Fed-
4	eral bank examiners, discuss private as well as public Ameri-
5	can policies toward Chile, pursuant to the plan to impose
6	economic sanctions on Chile, and seek the cooperation of
7	these banks in the plan, with any or all of the following
8	banks: Chase Manhattan, Manufacturers Hanover Trust,
9	Bank of America, First National Bank of (New York), or
10	Morgan Guaranty Trust? If so, which banks were contacted?
11	When were the contacts initiated, and how often were such
12	contacts made? Who ordered the contacts, and under what
13	authority of law? Who actually made the contacts?
14	MULTILATERAL FINANCIAL INSTITUTIONS
15	5. Did representatives of the executive branch of the
16	United States Government, pursuant to the plan to impose
17	economic sanctions on Chile, seek the cooperation of Ameri-
18	can officials of or delegates to the following multilateral finan-
19	cial institutions, in carrying out the plan: the Export-Import
20	Bank, the Inter-American Development Bank, the Interna-
21	tional Bank for Reconstruction and Development, or the In-
22	ternational Monetary Fund? If so, which institutions were
23	contacted? When were the contacts initiated and how often
24	were such contacts made? Who ordered the contacts, and

1	by officials or agents of the executive branch of the		
2	United States Government? If so, list those corporations		
3	or subsidiaries solicited, as well as the name and position		
uniani 4	of those officials or agents of the United States Govern-		
pilogia	ment who solicited such assistance.		

(c) List any corporation or subsidiaries which, without prior solicitation by an official or agent of the Government of the United States, volunteered to assist efforts opposing the 'Allende government in Chile.

, Assistance of Foreign Corporations

8. Did the United States Government use any foreign 11 corporations as conduits for providing financial assistance or other aid to anti-Allende groups, individuals, or organizations in Chile? If so, what are the names and places of incorporation of these foreign corporations, and what type of assistance did these corporations provide? Did such corporations assist in the conversion of United States currency into Chilean or other foreign currency? If so, what was the total amount of funds converted? On what dates were payments of United States currency made to such corporations, and in what amounts? Describe the method through which these transactions were made. Was the assistance of stich corporations solicited by officials or agents of the executive branch of the Government of the United States? If so, list the names and positions of those officials or agents.

1 NSC-FORTY COMMITTEE DECISIONS
2 9. Did the Forty Committee after January 1, 1969,
3 authorize expenditures to assist opponents of Salvador
4 Allende, candidate for and later President of Chile? Who
5 participated in these decisions? List and provide copies of
6 any and all National Security Study Memorandum (NSSM),
7 National Security Decision Memorandum (NSDM), Na-
8 tional Security Council Intelligence Decision (NSCID)
9 memorandum, and Director Central Intelligence Decision
10 (DCID) memorandum, in which American policy toward
11 the candidacy and subsequent government of Salvador Al-
12 lende are examined, including:
13 (a) NSSM-97, prepared in July 1970, studying
14 United States policy options in the event Salvador
Allende was elected President of Chile; and Allende was elected Pr
16 (b) NSSM-131, prepared in or about February
17 1971, examining, among other issues, termination of
economic assistance to the Government of Chile;
19 (c) NDSM-136, issued in October 1971, relating

other issues. 23 family intending that the recipients absorbe direct or main cit 24 means, be monbers of the Christian Comocratic Party in 25 Chile? If so, what was the total amount of such payments?

20

21

to termination of economic assistance to Chile, among

1	TITLE II—UNITED STATES ANTI-ALLENDE
	OPERATIONS
3	AID TO THE NATIONAL PARTY
4	10. Did the Forty Committee authorize payments of
5	funds intending that the recipients, through direct or indirect
6	means, be members of the National Party of Chile? If so
7	what was the total amount of such payments? On what dates
8	were such payments made, and what was the amount of each
9	such payment? To whom were payments made, and in what
10	currencies? Describe the method through which each pay-
11	ment was made.
12	AID TO PATRIA Y. LIBERTAD
13	11. Did the Forty Committee authorize payments of
14	funds intending that the recipients, through direct or indirect
15	means, be members of the Patria y. Libertad in Chile? If so
16	what was the total amount of such payments? On what dates
17	were such payments made, and what was the amount of each
18	such payment? To whom were the payments made, and in
19	what currencies? Describe the method through which each
20	payment was made.
21	AID TO CHRISTIAN DEMOCRATIC PARTY
22	12. Did the Forty Committee authorize payments of
23	funds intending that the recipients, through direct or indirect
24	means, be members of the Christian Democratic Party in

Chile? If so, what was the total amount of such payments?

On what dates were such payments made, and what was the amount of each such payment? To whom were the payments made, and in what currencies? Describe the method through which each payment was made. AID TO STRIKING SHOPKEEPERS AND PROFESSIONALS 13. Did the Forty Committee authorize payments of funds intending that the payments, through direct or indirect means, be used to support truckers, shopkeepers, and professionals on strike in October 1972, in Chile? If so, what was the total amount of such payments? On what dates were such payments made, and what was the amount of each such payment? To whom were the payments made, and in what currencies? Describe the method through which each payment 1973 TRUCKERS STRIKE 14. Did the Forty Committee authorize payments of funds intending that the payments, through direct or indirect means, be used to support the trucker's strike in July, August, and September of 1973, in Chile? To what individuals, groups, or organizations were such payments made? What was the total amount of such payments? On what dates were such payments made, and what was the amount of each such payment? In what currencies were the payments made? Describe the method through which each payment was made.

CHILEAN INDUSTRIAL ASSOCIATION

- 15. Did the Forty Committee authorize the Central Intelligence Agency, or any of its employees or agents, to
 make payments to SOFOFA, an industrial association in
 Chile, for the purpose of assisting opposition to the government of Salvador Allende? If so, what was the total amount
 of such payments? On what dates were such payments made,
 and what was the amount of each such payment? In what
 currencies were the payments made? Describe the method
 through which each payment was made.
- 11 PAYMENTS TO PROTEXA/GRUPO MENDOZA
- 16. Did the Forty Committee authorize, or did the Cen-12 tral Intelligence Agency arrange, for payments to be made Protexa, a company based on Monterey, Mexico, for purposes of providing assistance to anti-Allende individuals, groups, or organizations in Chile? Were payments made to Grupo Mendoza, a company based in Caracas, Venezuela, for such purposes? If so, what was the amount of these payments, and when were the payments made to each company? AMERICAN INSTITUTE FOR FREE LABOR DEVELOPMENT 17. Did the Central Intelligence 'Agency, between the 21 years 1962 and 1973, provide financial or organizational assistance to trade union groups in Chile opposed to the government of Salvador Allende through the assistance or use of the American Institute for Free Labor Development

1 (AIFLD)? If so, describe the nature of assistance provided
2 through the use of AIFLD. Did the Forty Committee au3 thorize the expenditure of funds to be used to provide finan4 cial assistance and otherwise support individuals, groups, or
5 ofganizations opposed to the government of Salva'dor Al6 lende, with the expectation that AIFLD would be used as
7 a conduit for this assistance and support? If so, what was the
8 total amount of payments authorized, and what was the
9 actual amount of payments made to or through the use of
10 AIFLD? Provide a list of the separate dates and amounts
11 of payments to or through the use of AIFLD.

PAYMENTS TO EL MERCURIO

18. Between 1962 and 1973, what was the total amount of financial assistance provided the Chilean newspaper El Mercurio by or through the direction of the Central Intelligence Agency? Describe the method through which such assistance was provided. In what currency was such assistance provided? Was such assistance requested or solicited, and if so, by whom?

20 CENTRAL INTELLIGENCE AGENCY PERSONNEL IN COUP

21 19. Were any American civilian personnel, including

22 personnel attached to or in the employ of the Central Intelli-

23 gence Agency, serving as advisors to Chilean military units,

24 or commanders, during the two months prior to, and/or two

25 months subsequent to, the overthrow of the Chilean Govern-

- 1 ment of Salvador Allende on September 11, 1973? How
- 2 many such personnel were assigned as advisors? Did any
- 3 participate in the fighting that followed the coup of Septem-
- 4 ber 11, 1973? Were any killed or wounded? If so, how
- 5 many? Provide copies of all documents, including NSCID's,
- 6 DCID's, or other orders which authorized the American
- 7 civilian and/or Central Intelligence Agency personnel to
- 8 serve as advisors.
- STATEMENT OF PRESIDENT FORD
- 10 20. On what facts did you base your statement of Sep-
- 11 tember 16, 1974:
- 12 "In a period of time, three or four years ago, there was
- 13 an effort being made by the Allende government to destroy
- 14 opposition news media, both the writing press as well as the
- 15 electronic press. And to destroy opposition political parties.
- 16 "And the effort that was made in this case was to help
- 17 assist the preservation of opposition newspapers and elec-
- 18 tronic media and to preserve opposition political parties.".

200 CHRITHE TATELLICENCE OF AUGUST MERSONNELLY COLD

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eg a eg grand Agency bedying as advisous no Chilean military milts.

240 or commanders, during this safetamental prior to mad for two

to 25 (months subsequent to the overlicon of the Chilean Covern-

94TH CONGRESS H. RES. 207

RESOLUTION

Directing the President of the United States to provide information, and answer certain questions, relating to American policy toward Chile between 1964 and 1973.

By Mr. HARRINGTON

FEBRUARY 19, 1975 Referred to the Committee on Foreign Affairs 94TH CONGRESS 1st Session

H. RES. 206

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IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 19, 1975

Mr. Harrington submitted the following resolution; which was referred to the Committee on Foreign Affairs

RESOLUTION

- 1 Resolved, That the Secretary of State is hereby directed
- 2 to furnish to the Committee on Foreign Affairs of the
- 3 House of Representatives, within ten days, the following
- 4 information:

5 1964 Elections

- 6 1. Did the Forty Committee authorize funds for pay-
- 7 ment to opponents of Salvador Allende, prior to the Chilean
- 8 national elections of 1964? If so, what were the specific
- 9 dates of the authorization (s), to what individuals or organi-
- 10 zations were payments made, and what was the amount of
- 11 each of these payments? In what currency or currencies

1 were the payments made? Describe the method through which each such payment was made. 3 1970 ELECTIONS 2. Did the Forty Committee authorize the expenditure of approximately \$1,000,000 in 1969 and 1970 to attempt to prevent the election of Salvador Allende as President of Chile? If so, what were the specific dates of the authorization (s)? What was the exact amount of the funds distributed? To what individuals and organizations were payments made, and in what amounts? In what currency or currencies 10 were payments made? Describe the method through which each such payment was made. 12 13 SCHEME TO BRIBE CHILEAN CONGRESS 3. Did the Forty Committee, on September 18, 1970, 14 authorize a plan to spend \$350,000 for the purpose of bribing members of the Chilean Congress so as to prevent the ratifi-16 cation of the election of Salvador Allende as President of Chile? If so, were the funds expended? What was the disposition of this plan? 19 20 1970: ANTI-ALLENDE MEDIA CAMPAIGN 4. Did the Forty Committee authorize the expenditure 21 of approximately \$500,000 in the summer of 1970 to finance anti-Allende media? If so, what were the specific dates of the authorization (s)? What was the exact amount of the

funds distributed? To what individuals or organizations were

- 1 payments made, and in what amounts? In what currency or currencies were the payments made? Describe the method through which each such payment was made. Post-1970: \$5,000,000 5. Did the Forty Committee, subsequent to the Chilean national elections in September 1970, authorize the expenditure of approximately \$5,000,000 for the purpose of assisting groups and individuals, including political parties, organizations, and news media, opposed to the government of President Allende? If so, what was the exact amount of funds expended? To what individuals or organizations were payments made, and in what amounts? In what currency or currencies were the payments made? Describe the method through which these payments were made. 1973: MUNICIPAL ELECTIONS 15 6. Did the Forty Committee authorize the expenditure 16 of approximately \$1,500,000 for payments to and support of candidates in the 1973 municipal elections who were opposed to the government of President Allende? If so, what was the exact amount of the payments made? To whom were payments made, and in what amounts? In what currencies were the payments made? Describe the method through which each payment was made.
 - 1973: \$1,000,000
 - 7. Did the Forty Committee, in or about August 1973,

1 authorize the expenditure of \$1,000,000 for the purpose of			
2 assisting groups, individuals, political parties, organizations,			
3 and news media opposed to the government of President Al-			
4 lende? If so, what was the exact amount of funds expended?			
5 To what individuals or organizations were payments made,			
6 and in what amounts? In what currency or currencies			
7 were the payments made? Describe the method through			
8 which each payment was made.			
9 Notice to Members of Congress			
10 8. What Members of the United States Congress, if			
11 any, were informed of each operation authorized by the			
12 Forty Committee to provide funds or assistance to opponents			
13 of Salvador Allende, before such operations were carried out?			
14 On what dates were Members of Congress so informed?			
15 How were Members of Congress so informed?			
16 STATE DEPARTMENT PARTICIPATION			
9. What were the names and positions of members of the			
18 Department of State who were informed before Septem-			
19 ber 11, 1973, of covert operations of American agencies,			
20 as authorized by the Forty Committee, to provide funds or			
21 other assistance to opponents of the government of President			
22 Allende, from 1963 to September 11, 1973?			
23 (a) Which members of the staff of the American			
24 Embassy in Chile were informed of these operations			
25 during their tenure in Chile, and were these staff mem-			

1	bers informed of the operations before or after they were
2	bif carried out?
3	(b) Was Assistant Secretary of State Charles
4	Meyers informed of any such operations, prior to
5	March 27, 1973?
6	(c) Was former Ambassador to Chile Edward
7	Korry informed of any such operations, prior to
8	March 27, 1973?
9	(d) Was Deputy Chief of Mission Harry Shlaude-
0	man informed of any such operations, prior to June 12,
1	1974?
2	(e) Was Nathaniel Davis; Ambassador to Chile
.3	from 1971 to 1973, informed of any such operations,
4	prior to November 9, 1973?
.5	Economic Sanctions
.6	10. Did the Government of the United States adopt a
7	policy of economic sanctions against the Government of
.8	Chile after the election of Salvador Allende as President of
9	Chile in 1970? Did the United States Government seek to
20	deny loans and other forms of economic assistance to Chile
21	from the Export-Import Bank, the Inter-American Develop-
22	ment Bank, the International Bank for Reconstruction and
23	Development, or the International Monetary Fund? If so,
24	when was such a policy of economic sanctions implemented?
25	If estimates were made by State Department officials as to

- 1 how much such sanctions would cost the Government and
- 2 economy of Chile, please supply these estimates. Did any
- 3 United States representative to the aforementioned financial
- 4 institutions receive any instructions, memorandums, or other
- 5 documents or communications concerning economic assist-
- 6 ance to Chile, and if so, list and provide copies of such docu-
- 7 ments or communications.
- 8 INTERAGENCY ECONOMIC POLICY GROUP
- 9 11. Was there an interagency group, in which a repre-
- sentative of the Department of State participated, established
- in or after November 1970, to consider, evaluate, and for-
- 12 mulate American economic policy toward Chile? If so, what
- 13 was the membership of this group? List and provide copies of
- 14 any documents or memorandums prepared or issued by this
- 15 group in which economic policy toward Chile is discussed.
- 16 CHILE'S CREDIT
- 17 12. Did the Government of the United States seek and
- 18 receive the cooperation of American banks and other finan-
- 19 cial institutions in reducing the line of credit available to Chile
- 20 from American banks and other financial institutions, and in
- 21 preventing the renegotiation of the Chilean foreign debt? If
- 22 so, with which banks or financial institutions did representa-
- 23 tives of the Government of the United States discuss private
- 24 as well as public economic policy toward Chile? Which banks
- 25 or financial institutions actually cooperated and participated

- 1 in the policy? What officials in the executive branch partici-
- 2 pated in such discussions? When were such actions authorized,
- 3 and by what agency?
- STATE DEPARTMENT OBJECTIONS
- 5 13. Did officials of the Department of State, between
- 6 1963 and September 11, 1973, object in writing to plans of
- 7 the Forty Committee and/or the Central Intelligence
- 8 Agency to provide funds or other assistance to anti-Allende
- 9 organizations or individuals? Provide copies of all such ob-
- 10 jections, including those memorandums or documents dated
- 11 August 30, 1970, September 4, 1970, and July 25, 1973.
- 12 To which specific plans did the State Department object,
- 13 and what were the reasons cited in the objections?
- 14 STATEMENT OF HENRY KISSINGER
- 15 14. On what fasts did you base your statement of
- 16 September 17, 1973:
- 17 "The Central Intelligence Agency had nothing to do
- 18 with the coup, to the best of my knowledge and belief, and
- 19 I only put in that qualification in case a madman appears
- 20 down there who, without instructions, talked to somebody.
- 21 I have absolutely no reason to suppose it.".

RESOLUTION

Directing the Secretary of State to provide in-formation, and answer certain questions, re-lating to American policy toward Chile between 1964 and 1973.

By Mr. HARRINGTON

FEBRUARY 19, 1975 Referred to the Committee on Foreign Affairs

WASHINGTON

February 26, 1975

Dear Mr. Chairman:

The President has asked me to respond to your letter of the twentieth, and to tell you how much he appreciates the opportunity to comment on H. Res. 207.

A considerable portion of the information requested by this Resolution was previously supplied to the Foreign Affairs Committee and to other committees of the Congress by the Executive Branch. To assemble the appropriate information from the relevant agencies and individuals, moreover, would require substantial time. An important additional fact that might be considered is the establishment by the House of a Select Committee on Intelligence which may choose to consider some of the matters raised by H. Res. 207.

The Committee may also wish to consider whether such a resolution is an appropriate instrument for exploring any United States activities that might have affected Chile or any other country, for considering the extent to which names of particular persons or companies ought to be disclosed, or for considering the degree to which advice exchanged within the Executive Branch should wisely be spread on the record.

The President hopes that H. Res. 207 will not be approved.

Sincerely,

Phillip Areeda

Counsel to the President

Honorable Thomas E. Morgan Chairman Committee on Foreign Affairs House of Representatives Washington, D. C. 20515

REQUEST/RECEIPT FO	O LOV TRANSMISSION
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CLASSIFICATION Und	las PAGES

Honorable Melvin Price Chairman House Armed Services Committee

Dear Mr. Chairman:

The Secretary has asked me to respond to your request that he comment on H. Res. 205.

It is our understanding that a considerable portion of the information requested in this resolution has previously been submitted to Congress by the Executive Branch. Moreover, the activities of military intelligence personnel in Chile and elsewhere may be considered by The Select Committee on Intelligence established pursuant to House Resolution 138 which may be a more appropriate way for the Congress to acquire information pertaining to activities of US intelligence personnel.

In view of the above consideration, the Secretary of Defense hopes that H. Res. 205 will not be approved. I stand ready, of course, at all times to answer any questions you may have in regard to Defense matters.