Draft Paper Prepared by Gordon Chase of the National Security Council Staff/1/

Washington, February 24, 1964.

/1/ Source: Johnson Library, National Security File, Country File, Cuba, OAS Resolution (Arms Cache), Vol. II, Memos, 11/63-9/64. Secret. Chase forwarded the draft paper to Bundy under cover of a February 24 memorandum in which he noted the draft was cleared by John Crimmins and asked if Bundy wanted it circulated to the participants of the Friday meeting. No record of Bundy?s response or a final version of the paper has been found.

OAS Action on Venezuelan Arms Cache-U.S. Objectives and Expectations

The following is a discussion of the action against Cuba we want the OAS to take as a result of the discovery of the Cuban arms cache in Venezuela. It is also a discussion of the results we expect to achieve by getting the OAS to take such action.

1. *U.S. Cuban Policy in General*-The bare minimum objective of our Cuba policy is a Cuba which poses no threat to its neighbors and which is not a Soviet satellite. In moving towards this objective we have rejected the options of unprovoked U.S. military intervention in Cuba and of an effective, total blockade around Cuba-primarily because they would risk another US/USSR confrontation. Instead, we are engaged in a variety of unilateral, bilateral, and multilateral actions and pressures, both offensive (e.g. economic denial and covert programs) and defensive (e.g. counter-subversion program) which stop short of invasion or blockade.

It is not at all clear that these measures short of military intervention/blockade will lead to our minimum objective. About the most that can be said is that we appear to be moving in the right direction. A tough, nasty, but no invasion/blockade policy, as opposed to a softer policy, is most likely to protect the Hemisphere from Castro?s aggressive intentions and probably lays the best groundwork for bringing about any of the eventualities which would constitute a removal of the Soviet satellite from the Hemisphere-such as an overthrow of the Castro regime or a Soviet decision to quit Cuba. From a domestic political viewpoint, a tough but no invasion/blockade policy, fortuitously, is one policy which the American people appear prepared to support at this time.

2. The Opportunity Afforded by the Arms Cache Discovery-While the discovery, four months ago, of three tons of Cuban arms is not considered to be sufficiently provocative to lead us to risk a US/USSR confrontation and to take decisive action against Cuba via military intervention/blockade, the discovery of the arms cache does provide us with an excellent opportunity to make further progress in tightening

up and extending our present policy towards Cuba. In working towards this end we must be careful to move in those areas where we want to move, and not necessarily in those areas where false logic would appear to dictate that we move. For example, since the crime is a matter of arms, it does not necessarily follow that we must do something flashy and expensive (politically and financially) about arms, especially since our best estimate is that the likelihood of further significant arms shipments from Cuba is small.

In taking advantage of the arms cache discovery and the concomitant OAS attention, there are two areas in which we can profitably move with energy in the shoring up and extension of our isolation policy and in the strengthening of our anti-subversion program.

- 3. Further OAS Action to Isolate Cuba-Appropriate OAS action on the arms cache issue can take us a long way in our effort to shore up and extend our present isolation policy. Specifically, the following is what we want:
- (a) We want the OAS resolution, in flexible and general language, to provide a basis for possible unilateral U.S. action to reduce Cuban/Free World commercial relations (e.g. the drastic measure of a proclaimed list); more importantly, we want the resolution to encourage as many OAR?s as possible to join us in our effort. At present, one of the major obstacles to our efforts in the field of economic denial is the non-OAS Free World argument that the U.S. is the only country in the Western Hemisphere which is really concerned about Cuba. To counter this argument, we must demonstrate clearly that the Hemisphere regards Cuba as a threat, that the Hemisphere supports the isolation policy, that the Hemisphere looks with disfavor upon traders who do business with Castro, and that the Hemisphere intends to take appropriate action against such traders.

If we fail in this effort to get OAS support, we will probably be faced with a continuation of the serious deterioration which has already begun with respect to our economic denial program. On the other hand, if we succeed in our effort, the chances are considerably enhanced that we will be able to break the growing Cuban/Free World commercial ties. Assuming we can get appropriate OAS language and follow up, it is conceivable that the U.S., Colombia, Venezuela, Nicaragua, Guatemala, Honduras, Salvador, Paraguay, Costa Rica, Dominican Republic, and Ecuador will all take some kind of action (not necessarily the same in each country) which will make it clear to Free World traders that they can?t have it both ways and that they must choose between Cuba, with a population of 6,000,000, and selected OAS countries whose populations total about 230,000,000. In selling this proposal to the OAR?s we will point out, inter alia, that they will not be forced to sacrifice much in real terms since there will be relatively few Free World traders who will ultimately

choose the Cuban market in such circumstances. Indeed, only Cuba will be seriously hurt.

Assuming the OAS passes a resolution which meets this problem, we will be in a position to follow it up immediately by proposing to willing OAR?s that they meet with us to devise means of implementing the OAS decision-e.g. the circulation of lists of Free World Cuban traders among OAS countries.

(b) We want the OAS resolution to encourage further steps within the Hemisphere to isolate Cuba. First, we want the remaining five OAS countries which maintain diplomatic and consular relations with Cuba to sever such relations. Such a step will be dramatic evidence of Cuba?s isolation and to some extent will hinder Cuba?s subversive operations by denying Cuba the use of its overseas missions for this purpose. Importantly, it will be a clear sign to other Free World countries that the Hemisphere, expressing itself through the OAS, feels strongly about Cuba. It will also be a heavy psychological blow to Castro who has tried persistently and energetically in the past several months to establish "normal" relations with many Free World countries. Second, we want the suspension of all trade (except food and medicines) between Cuba and the OAR?s. While trade between Cuba and the OAR?s is small, such action will again demonstrate Cuba?s isolation and

OAS solidarity on the matter of Free World trade with Cuba. Third, we want a general call to Free World countries to cooperate with us in our

effort.