DEEPS
ANALYSIS—1
MARCH 3. 1965

SAIGON-A high-renking American official on a fact-finding mission from Washington was recently eating dinner with a Vietnameso couple, both staunchily anti-Communist, who were decrying the marked deterioration of the internal political cituation.

The American official asked if they were not encouraged "after recent eventsk events," mes ning the bombing of North Vietnamese military installations. The Vietnamese wife chipped at her fingernail polich and asked E "That happened recently?"

The Vietnamese husband respondend, "Oh, you mean the the aggression against North Viet Nam?"

The American official was flabbergasted at their reaction, which indicated how italian mich more worried about Saigon politics than they were re-assured by the bombing of North Viet Name.

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For, the bombing raids against North Vietnem—including the largest one this week—came paradoxically when the internal political situation is pt potentially ripe for any negotiated settlement.

In short, are as the America n military posit posture

grows toucher—or more hawkish—the internal political line is in

parallel growing softer leaning towards dovish neutralist settlement.

These are the factors which are worrying the anti-Communist Victnamese since the first retaliatory bombing of North Viet Nam on February

has become a most impirt important political force in the country—
second only to the Viet Cong garry Communist political machine—and their
public and officia 1 appeal for peace—hat personnelly which
Vietnamese stop killing fellow Vietnamese. The fear is this issue could
in time cause the collapse of the Vietnamese armed forces and government.

2. At least one quarter of the ministers in the new government

formed Pebruary 16 are considered "Buddhist ministers;" another one-quarter are considered pro-French, if not french agents; the remaining half are considered "the best-intentioned bunch of nitwits ever to fill a Cain Cabinet."—they are considered weak personalities who would easily bend under prevailing political pressure from pro-neutralist factions. No element is prepared to resist the Buddhists

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The government is, in short, a de facto coalition government, which coul pave the un y the way for negotiations with the Communist Liberation Front.

- 3. This potentially pro-neutralist trend in the civilian government was relatively unimportant as long as the Vietnamese Armed Forces Council, considered to represent enti-Communist power, noted as a super-government. But, during the February 19th compattempt and subsequent dismissal of Lt. Gen. Nguyen Khanh as Commender-in-Chief, the Vietnamese military council dismished in political importance. Khanh has used the armed forces as asymbidized an enti-Communist pol political counter-balance to the the pro-neutralist Buddhists mass power. Now that he is gone, the generals are fighting amongst themselves; at least one general has slipped over to the political side of the Buddhist Institute, and is indirectly calling for peace.
- 4. A peace novement he a surfaced in Saigon, which the government officially labelled as Communist-inspired. The novement has circulated a petition calling for a ceasefire without condition—eithout describing the Communist elements stop their aggression. This sevement has obtained the signatures of 471 persons—easy of them the most respected "high Society" apper-crust layer of Victors so society. Thile sees of them have been arrested, the nevenent is now considered to be wiping up students and workers to specified their cause by street demonstrations against the arrival of a South Forcer troops—and by implication their calling for the withdrawal of American troops.

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and government are in disarray. The Catholics, the manning usually anti-Communist in viewpoint are dif divided among themselves and are discredited since the February 19th coup attempt. The Americans into officials in Saigon are generally a discredited by both the left-wings faction who hold the United States responsible for the February 19th coup attempt, and by the right-wing faction who feel. United States policymakers have made a general mess of themselves the political situation, hence a jeopardizing the anti-Communist war effort. The most important operative element—the armed forces—are suffering from high desertion rates; the fear is that a "push for peace" might cause its collapse.

For the first time, officers of as low a rank as captain are attempting to send their families to France.

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Hence, there are two distinct tremds—militarily militarily American policymakers are both escalating the war—both in by bombing North Vietness and southern Leos, and internally by the use of American jobs to pound Viet Cong guerrilla strongholds—and are internationalizing the war by the introduction of South Koreen troops.

But a second trend is for manufamm fewer and fewer anti-Communists
to do less and less about the Communist political subversion—which is
their
new considered to be a major a source of reaction to the military offensive.

These two trends are considered contradictory—if Washington policymakers intend to presecute the total war for victory. But the two trends are considered to be in parallel if Washington intends to negotiate—the tough military stance would be considered enough to give American an apparent military victory, but the Communists would be admitted into a coalition government—which would be the prelude to neutralisation and years later to a communist takeover.

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all to a principle inchtschindschine that the hotter the military war, the more the Communicts will puch thepolitical subversives," said one counter-guerrilla expert.

Most foreign diplomats here consider the bombing of Borth Viet Bem at best a half-solution to the total problems of Viet Bem. A few consider the bombing raids have only created a second problem.

However, the pendimints among foreign diplomats and observers here consider the enti-Communist war lost. The optimists believe the trends one still be reversed.—with a great deal of lank.

troops will be greciously invited to withdraws—or will be "chugged out".

Their fear is the Communists in the provinces—and the Buddhists
in Salgen and the major cities—will begin street demonstrations
demanding peace—at any pice price. They argue beabing of North
Vietnam is now incidental; American policymphers, if they intend to
hold in South Viet New, it must decide to send in American combat
troops.

(Hore)

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In the crotional appeal of the Buddhiet Leaders, who are considered versing on behalf of the Communists.

The Buddhist political-priests have ignited the leave that being argued in the home of each Vietnamore—including the generals and colonels.

subversives and the Buddhish political-priests—is an considered dynamite as one vietnamese businession explained and is the most discussed development in Spigon. Vietnamese families refuse to hold plantro currency; the price of gold has risen up to 30-20 per cebt crave the past three weeks and it is being buried in the ground outside Seigon, according to one businessman. The Vietnamese hope to get it out in the confusion before the Communists take ever. Other housewives have begun stockgiving rice; the price has risen sharply, although it normally drops following the Chinese Bev year.

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Vietnemess friendships of long years standing are being broken up because of the tense political climate. "Who are our friends—and who are our encries?" one young Vietnemeso housewife acced.

pondered. "I have to ask myself that each time before I send out dinner invitations."

An increasing number of the "jet set of Saigon" have begun
to play both the am pro-American—and the pro-neutralist line. These
middle and upper-class elements have for years, in a limited scope,
sided with the Viet Cong by paying taxes. But this took the form
of protectionism against Viet Cong gangsterism—without any political
connections. However, however, an increasing number are politically
aiding these pro-Communist orpro-neutralist elements by signing
pro-Communist peace petitions, by spreading an anti-American line—
and perhaps in the future by joining street demonstrations.

"It is a time when each Vietnamese has two feet and two faces," explained one depressed Vietnamese housewife.