Dear Mr. Rosenfeld:

Your letest cable about Khenh's inability to mobilize support errived about two hours before the last plane for New York whichwould get a story to you in time for the Sunday edition.

Hence, I'll have to send that to you for as possible, but not for the Sunday.

Regarding your request for "Why the V.C. lull", I was already working on a broader piece than that, but which enswers that question.

I'll enclose it and hope that it proves satisfactory. I was toying in my own mind how to write the piece when your cable arrived; and so I'll also enclose two pages of an alternate lead, if you prefer that instead.

My many thanks.

Sincerely,

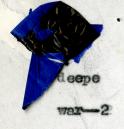
Beverly Deepe 101 Cong Ly Saigon

Page 1-War

SAIGON—Ten months ago, a Western diplomat described the anti-Communist war inVietnam as "a ship with all the sails flapping, but not going anywhere." This week, si the same diplomat lamented, "Now the ship is sinking."

the prevailing mood of pessimism immedian is based one the unstable current instability and uncertainty of the Saigon on the one hand the expectations of a political-military offensive the pro-Communist Viet Cong guerrillas on the other hand.

This is a sum-up of the viewer political-military sources now look at the tangled situation:



1. Pro-Communist Viet Cong guerrillas are now moving

well-equipped battalions to concentrate their strength in a "strangulating are# in the provinces around Saigon, according to reliable military sources. (See map.)

The troop movement from the lower Mekong Delta region, known as IV Corps-which the Viet Cong already assume they & dominate-to more than half dozen provinces around Saigon, increases the guerrilla's capability for regiment-controlled attacks against all district towns and many provincial towns around Salgon.

"The Viet Cong will try to use regimental-sized units," one high-ranking Vietnamese officer predicted. (Informatively only-Ceneral Nguyen Khanh, prime minister). "The are quite capable of doing this and are willing to do so. But they will have never the force to hold a position. We (the government) can go anywhere we like to."

Some military sources believe that the Viet Cong have already in the past three months conducted twell-coordinated operations of three-battalion strength. In one of these last month, two battalions simultaneously attacked five outposts, but the third was positioned to ambush reinforcements, which inflicted heavy casualties on an elite Renger company.

Deepe Wer-3A

## Some military sources

Viet Cong to the success of more than 6,000 small-unit pa trols, many of them st night. Other American sources note that Viet Cong activities always flow in cycles; with periods of rest and training alternated between military offensives. Some Vietnemese officers, who fourh fought with the Communist guerrillas during the French Indo-hims War, believe that the Viet Cong are writing their semi-annual reports to superior headquarters and resting after securing their loot during the rice harvest season.

(more)

Deepe Wer-3

In the Third Phase, described in the military writings of Mac Tse-Tung, small guerrilla bands with an support of the population consolidate into conventional warfare units, but they operate along a mobile frontline, to produce what Mac calls "decision or destruction of the enemy." For the first time in the war, government officials have been picking upvict Cong propaganda appealing for popular support during it "this decisive phase of the war."

However, military sources here do not believe the per pro-Communist units will attempt a showdown battle in one batk place, but will attempt in many places.

"We're not going to have a Dien Bien Phu," one military officer a hundred explained, "but many cimulianous, small-er-scale Dien Bien Phus."

Scholars of guerrilla warfare say that there is little hope of destroying a revolutionary guerrilla movement after it has survived the first phase (organization and consolidation) and has acquired the sympathetic support of significant numbers of the people. (See notes of Samuel B. Briggith in Mac Tse-Tung on Guerrilla Warfare; page 27).

3. However, despite this concentrated military threat, observers believe the Viet Cong are not interested in military victories, but in producing the "proper political climate" in this capital city already rent with political uncertainty.

"This political at climate is not necessarily neutralism
as the Communists wanted six months ago," one reliable Western military source
explained. "They do not need that now. They're now strong enough to
expect absolute accommodation to whatever they wish to dictate."

Simultaneous with this consistent, spectacular military offensive, which is expected during the monsoom season lasting until October, the Mandratus and State and The Mandratus and State and The Prime focus is on current Catholic Buddhist tensions.

Many persons believe both the Catholic and Buddhist organizations are either infiltrated of influenced by the Viet Cong, almost everyone acknowledges that even if this is not true, the Viet Cong more than anyone any other element benefits from these dissensions.

"We know these reglieus religious tensions are part of the Viet Cong strategy," a high-ranking Vietnamese security officer lamented.
"But we can not prove who their agents are."

Deepe

War-5

Other reliable sources note that 18 ar of the more than 30 Vietnamese-language newspapers in Saigon have Viet Cong a gents on their staffs. But the security source a explained, "the government dare not arrest these people because they are close associates of powerful economic interests and high-ranking government officials."

"Behdind all this enti-government talk is the Buddhists, Catholics, political parties," one militant Vietnamese anti-Communist explained. "And behind them are the Viet Cong. And behind the Viet Cong are the French," who during the past in ten months have proposed a neutralist settlement for South Viet Nam and management allied themselves with the Communists in proposed Lection and Cambodian and conferences.

5. While the Viet Cong political agitation has resulted in dissensions and uncertainties in the inherent weaknesses withing the Saigon government has done likewise.

"There's a Crisis in leadership and a crisis in confidence in
the Vietnamese government," a university professor explained. A growing fear
persists among the Indian and Chinese business community; middle-class parents
are attempting to get their children out of the country; young middle married
couloples try to secure false French citizenship papers or to smuggle themselves
over the Cambodian border. Exit permits are becoming increasingly prized.

Of 22 young triangular English-speaking Vietnamese working in a translating
pool, eight are trying to leave Viet Nam. Vietnamese now in exile in Paris and
the United States are relect reductant to return upon the request of the government.

Deepe

War-6

Speculation of a pending government reshuffle along the lines of the do- de Guulle's France has not become entangled with the runors the persistent threat of a violent military coup d'etat against prime minister General Nguyen Khanh. But even the tank intellectuals in Saigon are in disagreement as to whom should be named as a new strongman to replace the energetic goateed general, who has been caught in a cris crossfire between him the Catholic-Buddhist tensions, between various factions of Vietnam's film flimsy political parties; between in-fighting within his own military junta.

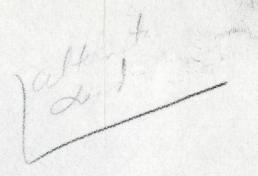
In fact, about the only point of agreement at all is, as one Vietnamese intellectual explained, "the Vietnamese government is at the end of something and the beginning of something new. But knobody knows what's going to happen."

-30-

(Note: Source for most of the first two pages of this is Cel. Serong, head of the Australian Training theam here. He's on Gen. Harkins staff and everytime I've interviewed him, he turned out to be right. He forecasted the collapse of the strategic hamlet program months before it happened; he's seen Communist tectics in Burma and Malaya and is generally considered an excellent source.)

Beverly Deepe 101 Cong Ly; Saigon

Wer-1



Sa gon-Reliable military sources report pro-Communist Viet Cong guerrilles are moving heavily-equipped battalions to concentrate their military strongth in a "strengulating are" in the provinces around Saigon.

(See man.)

Sources believe the purpose of troop novements of classified number of battalions is not for direct military attacks on Saigon, but for the establishment of the proper "political climate" in this capital city already rent with political uncertainties on the Nichanesa communication.

"This political climate is not necessary necessarily neutralism as the Communists wanted six adults ago," one reliable Western military source explained. "They do not need that now. They're now strong enough to expect absolute accommodation to whatever the Mist Cong wish to dictate."

Viet Cong has given the Vietnamese government forces a brief breathing time for math progress in military operations and it a the sister program of pacifying with social-economic-political means the civilian population. However, government for ces forces are bracing themselves for the time when this "ominous lull" are abandoned by the pro-Communists for reignen regimental-controlled operations against district towns and provincial capitals.

"The Viet Cong will try to use regimental sized units," one high-ranking Vietnamese officer (informatively on—only—General Nguyen Khanh, prime minister) conceded. "They are quite capable of doing this and are willing to do so. But they will never have to force to hold. We (the government forces) can go anywhere we like to."

Military sources say that the Viet Cong have already in the past three months conducted well-coordinated operations of three-battalion strenght.

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(More)

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