(Morgan Gandy)

SAIGON, 09220, (UPIS)—The American government is drifting towards global embarrassment as the military regime of Prime Minister Nguyen Cao Ky appeared to be virtually finished.

The immediate, short-term question in Saigon tonight was whether the flamboyant Air Force general would be phased out in an orderly transition of power to an interim civilian government—or whether he would be toppled frameway by the violence of chaotic, bloody demonstrations and street mobs, or even his own dissident military troops.

"Everyone knows the Ky regime in is dead," one well-informed
Vietnemese political source explained. "It's more in the source explained. "It's more in the source explained."

caretaker government. It's only aye question of how much
time it takes to bury it—and which politicians grab the corpse."

(Note to Editor: this assessment made after talking with Vietnamese and American government officials as as well as Vietnamese opposition groupings).

(More-Miller-BD)

Disentation of the land

Western diplomatic sources tonight presented this assessment:

"Ky's chances manufactured of survival are very thim

if you talk his re-asserting government authority boldly

and firmly. His chances of staying in office as aye hollow

shell are slightly better, but still the odds are worse than

fifty-fit fir fifty."

American Ambassador Henry Cabot Lodge held an emergency

material and age hurriedly-arranged meeting with Prime Minister

Saturday

Ky this afternoon, at the request of the Ambassador, according

to Vietnamese government sources. Later, Lodge's special

assistant, retired air force general edward lansdale, met

privately with Ky, these sources said. Total length of

these two sessions with sessions between the high-ranking American

officians a officials and the Prime Ministernoon was roughly

three hours. After that, these sources said Ky was smiling

as he boarded his special helicopter at his downtown office

to carry him to his residence at the military 51 Saigon's

military airbase.

(More-Miller-BD)

American sources here are barely worried about the international blackeye themselvent President Johnson will be given if Ky would fall. Only fifty days ago, President Johnson soundly embraced Prime Minister Ky at the Honolulu Conference.

The far more serious question in the minds of Americans

here is what what kind of new government will emerge with which
the American political and military officials here will have to

work—and whether the war anti-Communist war can ever be effectively
prosecuted again.

Some of the militant Buddhist leaders are known to want

PEACE FOR VIETNAM,

an end the risk to ministrate, but probably would not petnot

ask for the immediate withdrawal of American troops from vietnam,

Buddhist sources indicate.

"If there is an 'end-the-war' government that comes into power," one diplomatic source explained, "it puts the Americans on aye store slope when the will notrotate know where the end is."

(More-Miller-RD)

Integr

These are the developments Saturday which lead reliable political sources here to believe Ky's position was virtually untenable:

l. The Vietnamese armed forces is rand rapidly fragmenting both in political unity as well as man military discipline. The Vietnamese armed forces, while fighting the Viet con Communist Viet Cong on one front, alemantary discipline also serves as the legal basis of the government, which is symbolized in the government governing ten-man junta.

Highly reliable Vietnamese sources indicated & Saturday lower-ranking that Vietnamese unit companiers and service commanders were being contacted to sign petitions asking for the resignation of Ky as well as the military junta. Any sizable votes of non-confidence by the low-ranking officers would serve to withdraw the legal mandate on which the Ky regime rests.

which the Ky regime rests.

Also tests, Ky's deputy prime minister—and minister for war—

General Nguyen Huu Co submitted his resignation from both the cabinet and the military junta/Saturday, but it has yet to be accepted, were Vietnamese government sources revealed. Ky and Co disagreed about removing Vietnam two battalions of Vietnamese Marines from the Danang airbase where they were in turn protecting American Marines—and was the symbol of the Saigon government

presence in the dissident five northern provinces.

Saturday, Ky also appointed age new corps commander to the rebel hotspot. Just age month ago, the ouster of the commander of that corps and General Nguyen & Chanh Thi, lead to spiralling political turbulence and violence and instability.

This sign successor, at unable to keep order against the Buddhist-led demonstrations, strikes and anti-government protests, was removed Saturday and replaced by General & Ton That Dinh.

- authority in the r dissident first corps area in the face of what would have been aye double bloody civil war with Vietnamese area units fighting each other. He is notrptnot expected to be able to maintain order and central government authority in the face of increasing number of anti-government protests, and street fighting, even in the capital city.
- 3. Militant Buddhist leaders significantly increased their Saturday by announcing the formation of aye Buddhist Lay Farmer Struggle Force, which diplomatic sources believe could easily pour twent twenty five thousand population onto the streets of Saigon to demand an interm interim civilian government.

"The Butter ex militant Buddhist demands are equal to asking Ky for office unconditional surrender," one reliable source explained. "It will take kinemialist protest marches. And the armed forces to block the Buddhist protest marches. And the armed forces is the unified. There's notrptnot much that Ky can do."

(Endit-Miller-ED)