

YES NO
 FILE NO. _____ CL: CLASSIFIED MESSAGE TOTAL COPIES 7
 TO FILE NO. _____
 FILE NO. REF. TO BRANCH
 DESTROY SIG. _____
 FROM MADRID
SECRET
 PERSON/UNIT NOTIFIED _____
 REPRODUCTION PROHIBITED

1	TC	CA
2	FF	CA
3	RR	CE
4		C

 ACTION cl w 3 RID COPY ADVANCE COPY ISSUED SLOTTED ISSUED WE TIME CG BY T
 INFO FILE, RR, ADDP, Dele, H, S, cl, cl, cl, FIZ, cl, FILINT 2, cl, FID 4, CS/DO

^S E C R E T 091640Z

PRIORITY DIR CITE MADR 7424

10 MAR 66 13 71777
71719

DESENSITIZED

REF DIR 85729

1. DCM WALKER WAS CALLED TO FORNOFF BY SR. ANGEL SAGAZ, DIRECTOR GEN OF NORTH AMERICAN AFFAIRS. ALSO PRESENT WAS SR. PEDRO SALVADOR DE VICENTI, DIRECTOR OF CENTRAL AND SOUTH AMERICAN AFFAIRS.
2. SAGAZ SAID FORNOFF HAD READ CUBAN ALLEGATIONS OF OLIEN INVOLVEMENT IN CONSPIRACY AGAINST CASTRO. COMMENTED GOS AWARE FACT ARTIME WAS IN MADRID ABOUT A YEAR AGO.
3. WALKER REPLIED ACCUSATIONS AGAINST OLIEN WERE FALSE.
4. SAGAZ CLAIMED HE ACTING ON OWN INITIATIVE IN BRINGING UP CASE WITH WALKER AND NOT AS RESULT ANY COMPLAINT FROM CUBAN AUTHORITIES.
5. SAGAZ THEN SAID IT KNOWN OLIEN HAS MADE TRIPS TO BILBAO WHERE MANY ACTS OF SABOTAGE HAVE TAKEN PLACE AGAINST CUBAN SHIPS BEING BUILT THERE. WALKER REPLIED NEITHER OLIEN NOR HIS ORGANIZATION INVOLVED IN ANY SABOTAGE ACTIVITIES IN SPAIN.
6. SAGAZ THEN COMMENTED THAT FORNOFF COGNIZANT OF FACT OLIEN

SECRET

AMLAS 4-1

5

7. ALTHOUGH SAGAZ DENIED IT WALKER IS OF OPINION CUBAN GOVT MAY HAVE REGISTERED COMPLAINT AND THAT SAGAZ GOING THROUGH "NECESSARY MOTIONS."

8. OLIEN NOT AWARE OF SAGAZ-WALKER CONVERSATION UNTIL AFTER IT HAD TAKEN PLACE. OLIEN TOLD WALKER SAGAZ' LINKING OLIEN WITH BILBAO SABOTAGE INCIDENTS ENTIRELY GRATUITOUS. FACT OF MATTER IS OLIEN HAS NOT BEEN IN BILBAO SINCE 6 MARCH 1964. OLIEN ALSO REMINDED WALKER THAT QUOTA HAD DETERMINED THAT FIRE ON GUISA WAS ACCIDENTAL AND NOT SABOTAGE AND THAT QUANTUM/30 HAD EXPRESSED BELIEF THAT MOST RECENT FIRE ON FISHING VESSEL PARGO MAY HAVE BEEN WORK OF THE CUBANS THEMSELVES.

9. WALKER SUGGESTED OLIEN MENTION TO QUANTUM/30 FACT THAT FORNOFF HAD CALLED HIM IN TO DISCUSS CUBAN CHARGES. OLIEN WILL DO SO WHEN HE LUNCHES WITH QUANTUM/30 ON 10 MAR.

10. OLIEN BRIEFED CHIEF PBSWING ORALLY ON 9 MAR. NEITHER HE NOR DCM LEAST BIT PERTURBED BY THE INCIDENT.

SECRET

CFN: 7424 85729 DCM WALKER FORNOFF SR. ANGEL SAGAZ NORTH AMERICAN SR. PEDRO SALVADOR DE VICENTI CUBAN OLIEN CASTRO GOS ARTIME

SECRET