The Situation and Prospects in Cuba
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THE SITUATION AND PROSPECTS IN CUBA

THE PROBLEM
To analyze the situation in Cuba and the relationships of the Castro regime with both the Soviet Bloc and the Latin American republics, and to estimate the prospects over the next year or so.

FOREWORD
Cuba is now, in effect, surrounded by an iron curtain. Our information on internal developments is not as complete or as reliable as we could wish. On some important matters, it is seriously inadequate. These deficiencies are expressly noted where applicable in the text of this estimate: e.g., paragraphs 19, 30, 106, and 111. In general, the information available is sufficient to support the estimate. The estimate will be under continuing review as additional information is obtained.

SUMMARY AND CONCLUSIONS
1. The pattern of events in Cuba clearly reveals the historical step by step Communist procedure for attaining complete control of a country. During the past year Cuba has, in effect, gone behind an iron curtain. The regime has thoroughly reorganized its political, economic, police, and military systems in the classic Communist ideological fashion. It has also sought to identify itself with the Soviet Bloc in terms that would obligate the USSR to protect it. The Bloc, however, has avoided any explicit military commitment to defend Cuba. (Paras. 17–29)
2. In Cuba there is in process of development a single party organization essentially Communist in character. It is designed to be the means of directing and controlling the operations of the government, the economy, and the mass organizations through which revolutionary indoctrination and leadership are transmitted to the people. Fidel Castro will presumably be the titular head of this organization, but the real political power in Cuba is likely to be vested in a collective leadership including Castro but dominated by a group of veteran Communists. Some degree of friction is probable in this relationship, but an open conflict is highly unlikely. (Paras. 30-37, 133)

3. The regime has sought to commit the Cuban people to positive personal identification with it through propaganda, indoctrination, and mass organizations. At the same time, it has developed a pervasive system of surveillance and police control. (Paras. 38-53)

4. The forces available to the regime to suppress insurrection or repel invasion have been and are being greatly improved, with substantial Bloc assistance through the provision of materiel and instruction. Cuban military capabilities, however, are essentially defensive. We believe it unlikely that the Bloc will provide Cuba with strategic weapon systems or with air and naval capabilities suitable for major independent military operations overseas. We also believe it unlikely that the Bloc will station in Cuba combat units of any description, at least for the period of this estimate. This attitude would not preclude the liberal provision of Bloc advisers, instructors, and service personnel, the provision of such defensive weapons and equipment as surface-to-air missiles and radars, and such improvement of Cuban naval and air facilities as would enable them to service Soviet units. (Paras. 54-69)

5. The state has taken over the direct control of all important economic activities in Cuba, and has developed a more elaborate organization for economic management. (Paras. 70-77)
6. Cuba is now faced with an economic crisis attributable in large part to an acute shortage of the convertible foreign exchange required to finance greatly needed imports of foodstuffs and of replacement parts for machinery and equipment of US origin. The Bloc provides a guaranteed market for Cuban sugar and minerals, and supplies foodstuffs, other consumers' goods, and industrial raw materials in return, but not in sufficient quantity to meet Cuba's needs. The Bloc has also extended credits for Cuban industrial development, but the actual implementation of these projects is slow. Castro has now told the Cuban people that they face years of privation. (Paras. 78-94)

7. The initial popular enthusiasm for the revolution has steadily waned. Many men who fought against Batista have been alienated by the even more dictatorial character of the Castro regime and its increasingly Communist complexion. The vaunted agrarian reform has done little to improve the lot of the peasants. Moreover, people are becoming fed up with the privations, exactions, and regimentation that characterize life in Castro's Cuba. (Paras. 95-103)

8. Nevertheless, Fidel Castro and the Revolution retain the positive support of at least a quarter of the population. The hard core of this support consists principally of those who now have a vested interest in the regime: the new managerial class and the Communists. These are reinforced by the substantial numbers of Cubans, especially those in the mass organizations, who are still under the spell of Castro's charismatic leadership or are convinced the Revolution has been to their advantage. (Para. 104)

9. There is active resistance in Cuba, but it is limited, uncoordinated, unsupported, and desperate. The regime, with all the power of repression at its disposal, has shown that it can contain the present level of resistance activity. (Paras. 107-114)

10. The majority of the Cuban people neither support the regime nor resist it, in any active sense. They are grumbling and resentful, but apparently hopeless and passive, resigned to acceptance of the present regime as the effective
government in being with which they must learn to live for lack of a feasible alternative. (Para. 106)

11. The next year or two will be a critical period for the Castro regime. The 1962 sugar crop will be the smallest in years; the difficulty of acquiring convertible foreign exchange will be greater than ever. Want of convertible exchange will limit Cuba's ability to purchase foodstuffs and other needed supplies in the Free World. No substantial increase in the supplies provided by the Bloc is likely during 1962. In these circumstances it is unlikely that the total output of the Cuban economy in 1962 can rise above the 1961 level. Under consequent privations, the Cuban people are likely to become more restive. Much will depend on whether the regime succeeds in directing their resentment toward the US, or whether it comes to focus on the regime. (Paras. 92, 94, 106, 129)

12. The regime's apparatus for surveillance and repression should be able to cope with any popular tendency toward active resistance. Any impulse toward widespread revolt is inhibited by the fear which this apparatus inspires, and also by the lack of dynamic leadership and of any expectation of liberation within the foreseeable future. In these circumstances, increasing antagonism toward the regime is likely to produce only a manageable increase in isolated acts of sabotage or of open defiance on the part of a few desperate men. A sequence of disaffection-repression-resistance could conceivably be set in motion, but would be unlikely to cause major difficulties for the regime in the absence of considerable external support. (Paras. 114, 132)

13. The overriding concern of Cuban foreign policy is to obtain external support and protection against the hostility of the US. The USSR and other Bloc states will continue to render such aid and support to the Castro regime as they consider necessary. If the overthrow of the regime should be seriously threatened by either external or internal forces, the USSR would almost certainly not intervene directly with its own forces. However, interpreting even an internal
threat as US intervention, the USSR would seek to deter the US by vigorous political action, including threats of retaliation on the periphery of the Bloc as well as ambiguous references to Soviet nuclear power. Nevertheless, the USSR would almost certainly never intend to hazard its own safety for the sake of Cuba. (Paras. 23–27, 122, 130, 134)

14. By the end of 1960, Castro had few admirers left among politically active Latin Americans, except the Communists, extremist splinter groups broken off from the established social revolutionary parties, and certain student and labor elements. (Para. 116)

15. At Punta del Este the OAS unanimously condemned communism in Cuba as incompatible with the inter-American system and laid the ground work for increased efforts to combat Castro-Communist subversion. However, Mexico, Brazil, Argentina, Chile, Bolivia, and Ecuador abstained on the operative resolution excluding the Castro regime from the organs of the OAS. The Castro regime will seek to cultivate those Latin American governments which have shown reluctance to support measures against it and will probably refrain from flagrant acts which could provide the occasion for US or OAS intervention in Cuba. (Paras. 115–120, 128)

16. The Castro-Communist threat in Latin America results from the ability of a well-organized subversive movement centered in Cuba to exploit the natural tendency of entrenched oligarchies to resist the growing demand for radical social reform. What is seen by radical revolutionary elements in Latin America is that, while others have talked of social reform, Fidel Castro has actually accomplished a radical social revolution in Cuba, and has done so in defiance of the Yankees with the support of an apparently more powerful patron. Relatively moderate reformist regimes are now ascendant in most Latin American countries, but, if the Alliance for Progress should fail to produce its intended social reforms in time to meet rising popular demands, the conviction will grow that Castro’s way is the only way to
get timely and positive results. Thus, despite Castro's alienation of the moderate reformists, there remains a danger that the Cuban example will set the pattern of the impending social revolution in Latin America. (Paras. 66–69, 115–118, 120–121)
I. INTRODUCTION

17. The past year has witnessed the increasingly open identification of the Castro regime with communism and with the Soviet Bloc. Within Cuba, this trend has been marked by a radical reorganization of the economy, the government, the internal security apparatus, and the armed forces; by the emergence of a unified, Communist-controlled, political organization designed to control every other public activity; by the proliferation of mass organizations designed to regiment the general population and to subject every Cuban to constant Communist indoctrination and control; and, finally, by the public declaration that the goal of the regime is the complete communization of Cuba.

18. A consequence of these developments is an apparent trend toward a shift in the actual management of the continuing revolution in Cuba. Fidel Castro remains the inspirational leader and acknowledged head of the movement; Raul Castro and “Che” Guevara remain important figures in the regime. However, disciplined and experienced Communist organizers and indoctrinators, such as Blas Roca, Carlos Rafael Rodriguez, Anibal Escalante, and Lazaro Pena, have emerged as important architects of the new Cuba.

II. CASTRO'S RELATIONS WITH THE COMMUNISTS

19. Since his accession to power in 1959, Castro has collaborated increasingly with the Communists. However, the limited evidence regarding the precise nature of his relations with the Communists is confused, contradictory, and open to various interpretations. On 1 December 1961, Castro said in effect that he was greatly influenced by Marx and Lenin while a university student, but that he was then prejudiced against the Communists—that he held essentially his present ideas in 1954, but that his understanding of them was then doctrinally imprecise—that he became a proper Marxist-Leninist some time after his accession to power in 1959. He intimated that he had kept the matter a secret because its announcement would have cost him needed support. This probably is an essentially true account of his present appreciation of himself and his personal political development. While for all intents and purposes we can now consider Castro as being fully wedded to the Communist cause, his passionate avowals do not necessarily mean that he is considered by the Soviet and hardcore Cuban Communists as being a completely indoctrinated, disciplined, and reliable Communist.

20. The Cuban Communist apparatus did not commit itself to Castro’s cause until it judged that the eventual triumph of the revolution was assured. It then sent Carlos Rafael Rodriguez, a leading Communist theoretician who had known Castro as a student, to join him in the Sierra Maestra. Since Castro’s accession to power, the Communist objectives with respect to Cuba have been twofold: (a) to gain effective control of Cuba by taking advantage of the exigencies of Castro’s situation, and (b) to advance Communist interests throughout Latin America by exploiting the psychological impact of the Cuban revolution.

21. On achieving power, Castro allowed the Communists to operate openly as a political party and to resume the publication of their daily newspaper, Hoy. However, the relations of the 26th of July Movement with them were strained, especially in competition for control of the national labor organization. As late as May 1959, Revolucion, the 26th of July
organ, was seeking to discredit the Communists by denouncing their past associations with the Batista regime.

22. By mid-1959 Castro's radical measures and arbitrary conduct had alienated many of the most competent among his original supporters. Castro apparently came to a deliberate decision to rely instead upon the assistance and support which the Communists were eager to provide. The consequent expansion of Communist influence in the regime further alienated other elements, so that Castro became all the more dependent on the Communists. The result was a thorough Communist infiltration of the regime, but no challenge to Castro's leadership, since the Communists' opportunity still depended on Castro's continued confidence in them and the Cuban masses' continued confidence in Castro.

23. During this early period (1959-1960), Cuban Communist leaders were heard to complain privately that Castro and Guevara were going too far too fast. The Communists were probably apprehensive lest Castro provoke a dangerous reaction within Cuba or a decisive US intervention.

24. The USSR watched and waited until February 1960 before responding to Castro's growing need for its support. It then came to Castro's aid by undertaking to purchase Cuban sugar and by praising the Cuban revolution as an exemplary "national liberation" movement. Thereafter there followed in rapid progression a variety of trade and credit agreements between Cuba and the countries of the Bloc, and a flow of Bloc technicians and arms to Cuba. In the circumstances of Castro's deteriorating relations with the US, this Bloc aid was indispensable for the survival of his regime and had the effect of ensuring Cuba's alignment with the Bloc.

25. In July 1960, in response to the change in US attitude expressed by the exclusion of Cuban sugar from the US market, Khru-

schchev went so far as to imply that Castro was under the protection of Soviet intercontinental missile power. His pronouncement was probably intended to deter any forcible US intervention against Castro and to gain credit in Cuba for having forestalled intended US aggression, but it was deliberately ambiguous. It avoided any explicit Soviet military commitment to defend Cuba.

26. In November 1960 a world conference of Communist leaders, held in Moscow, undertook to define "national democracy" as an explicit stage in progression toward communism. With Cuba in mind, they defined a "national democracy" as a state with a non-Communist but strongly anti-imperialist government pursuing a Communist-style domestic program in close collaboration with indigenous Communists. By this doctrinal innovation, they recognized Cuba as more advanced than "national bourgeois" states such as Egypt and India (which have been liberated from imperialism, but are still controlled by the national bourgeoisie). At the same time, they denied by implication that Cuba was a "socialist" state like those of Eastern Europe.

27. The Cuban Communists protested this formulation and since then have sought to have it revised. Fidel Castro, on 1 May 1961, formally declared that Cuba was already a "socialist" state, a contradiction of the "national democracy" formula. Cuban Communists have taken the same line.

28. On 1 December 1961, Fidel Castro finally declared himself to be a "Marxist-Leninist"—i.e., an orthodox Communist. This declaration removed an obstacle to Castro's claim to leadership of the Communist party which, by definition, must rule Cuba before Cuba can become a full-fledged "dictatorship of the proletariat." He probably hoped that his speech would facilitate Cuba's acceptance into the "socialist camp," thereby increasing the Soviet strategic commitment to Cuba. From the point of view of international com-
munism, however, the timing of the speech proved most inopportune, coming just before the meeting of the OAS Council on 4 December.

29. Despite Castro's efforts to identify himself as a Communist and Cuba with the Bloc, Soviet and other Bloc Communists have taken great care to avoid, tactfully, any recognition of his claims. They acknowledge only that he is "building a socialist society" in Cuba, in accordance with the definition of "national democracy."

30. In sum, the story of Castro's relations with the Communists leaves much unclear. It seems established that he did not make his revolution as a disciplined Communist. From expediency, and probably from conviction as well, he has identified himself with the Communists and evidently now wishes to be regarded as fully committed to their cause. It seems likely, however, that both the Soviet and Cuban Communists, partly because he is a recent and untutored convert and partly because of his impetuous personal style, retain doubts about his complete reliability. In this situation, some degree of friction is probable despite the identity of interests and mutual dependence that now bind Castro and the Communists. Whether it ever becomes significant enough to disrupt the present pattern of close collaboration will depend on Castro's temperament and his understanding of his own interests as well as upon the degree of flexibility which the Communists exercise in dealing with him. On balance we think that the development of an open conflict between Castro and the Communists is highly unlikely.

III. THE UNITED PARTY OF THE SOCIALIST REVOLUTION

31. Only three political organizations were allowed to survive in Fidel Castro's Cuba: his own 26th of July Movement, the 13th of March Revolutionary Directorate, and the Popular Socialist Party (PSP). The first two of these are now little more than prestigious names left over from the brave days of 1958—they lack organizational substance, although they include many prominent leaders of the regime. The third, the PSP, is a long established, large, well organized, and well disciplined Communist party.

32. On 26 July 1961, Fidel Castro announced that a new party, the United Party of the Socialist Revolution (PURS) would be formed. The idea that the revolutionary elite should be integrated into a single, united party organization was not new. It was suggested in 1960 and has been under serious consideration since early 1961. The man pushing the project has been Blas Roca, the Secretary General of the PSP. Obviously, the organization and discipline of the PSP would be likely to enable it to gain control of the united party machinery, and so, eventually, to gain control of Cuba.

33. In the meanwhile, an interim hierarchy of committees called the Integrated Revolutionary Organizations (ORI) has been established to "integrate" the 26th of July Movement, the 13th of March Revolutionary Directorate, and the PSP. The ORI is organizing on the national, provincial and municipal levels. It already provides an organization for the coordination and direction of proregime political activity throughout Cuba. The 25-member national directorate formally announced in March 1962 includes 10 PSP leaders, only one of whom holds a position in the government. The remaining 15 have been with the regime from its earliest days; 12 of them have long held high level positions in the government apparatus. Generally they have shown strong sympathy toward communism. Regardless of these distinctions, the PSP almost certainly exercises predominant influence in the ORI.

34. The PURS is not to be declared established until the ORI is considered to have completed its task. The integrating process is apparently one of screening and selecting
candidates for party membership—perhaps also of jockeying for position. True to its essential Communist character, the united party is to be an elite organization, the vanguard of the proletariat—not a mass party. A fundamental requirement delaying its establishment is the need to subject selected Castroist revolutionary enthusiasts to a thorough Communist indoctrination and discipline. “Schools of Revolutionary Instruction” (EIR) have been established for this purpose, under Communist direction. The EIR national director reported in November 1961 that 20,000 persons had already attended courses and that 80,000 would receive instruction during 1962.

35. When the united party is established, party membership—and discipline—will obviously be the first requirement for any important political, economic, or military appointment in Cuba, and party membership will be the goal of every young Cuban striving to get ahead in the world. In every Cuban organization, the party will be represented by a “revolutionary orientator” (political commissar) specifically responsible for the indoctrination of the members and for the maintenance of revolutionary orthodoxy and discipline.

36. Fidel Castro will almost certainly be the titular head of the united party, but the real political power in Cuba is likely to be vested in a collective leadership including Castro but dominated by a group of veteran Communists from the PSP. The apparent leader of this group is Blas Roca.¹

37. Castro himself has found it expedient to extol collective leadership, as exemplified in the ORI, and to denounce the “cult of personality,” now greatly out of fashion in the Communist world. Yet Castro is essentially a charismatic leader and his personal appeal to the masses is still an important asset to the regime. There remain serious questions whether a man of Castro’s temperament can really merge himself into a collective leadership, and whether his mass appeal could survive such a change.

IV. THE MASS ORGANIZATIONS

38. Participation in the political organizations described above is limited to the elite of the revolution. Their leadership is extended to the population at large through the multiplicity of mass organizations which the regime has established for the purpose of mobilizing popular support. Under the compulsion of circumstances, if not by free choice, most Cubans are now associated in some way with one or another of these organizations. They are an effective means of transmitting political indoctrination—and also of exercising surveillance and control over their members. Psychologically, they serve to commit individual Cubans, in the mass, to a positive personal identification with the regime through personal activity in its behalf in conjunction with their fellows.

39. The oldest of these mass organizations is the militia, which now has about 275,000 members. Originally, the militia was composed exclusively of Castro’s most ardent adherents among the students and the unemployed. Since then less enthusiastic folk have found it expedient to “volunteer” to join units based on their places of residence or employment. Willing or not, they are all subjected to indoctrination and mass psychology, which in most cases produces a positive identification with the regime. It is a matter of some pride to be a militiaman in Castro’s Cuba.

40. The regime has no more enthusiastic supporters than those found among the more than 100,000 members of the Association of

¹The mysterious Fabio Grobart is rumored to be the secret boss of the Communist apparatus in Cuba. He came to Cuba from Poland in 1923, reputedly as the emissary of the Comintern for the purpose of organizing the Cuban Communist party. He is now one of the directors of the new doctrinal magazine, Cuba Socialista—the only one who holds no prominent office.
Rebel Youth (AJR). Since its absorption of the university student federation, the age range of this group is 14 to 25. Its members are active in the militia, the voluntary labor battalions, the literacy brigades (see paragraph 47), and the vigilance committees (see paragraph 52). In addition, a Union of Rebel Pioneers (UPR) exists for the organization and indoctrination of children from 6 to 13.

41. Some Cuban women regard the revolution as a liberation from their former confinement to the household and exclusion from public affairs, and are therefore among its more enthusiastic supporters. From the first, women and girls have been active in the militia and the AJR. There is also a specific women's organization, the Federation of Cuban Women (FMC) claiming 166,000 members. The FMC sponsors day nurseries to release mothers for other work. Its members have also been active in the literacy campaign (paragraph 47).

42. The constituent elements of the overall national labor organization (CTC-R) have been reorganized into 25 national industrial unions including all the workers, unskilled as well as skilled, in their respective industries. Membership has thus been increased to a claimed 1.3 million. Union leadership is closely controlled by the regime and is now predominantly Communist; a veteran Communist, Lazaro Pena, was recently named Secretary General of the reorganized CTC-R. Since all important industrial enterprises are now operated by the state, all labor organizations have become, in effect, company unions, concerned to elicit "voluntary" worker contributions to the revolutionary cause rather than to enforce workers' demands upon the management.

43. About half of the rural population has been similarly organized through the state farms and cooperatives administered by the National Agrarian Reform Institute (INRA). In addition, a substantial proportion of the remaining independent proprietors are members of the National Association of Small Farmers (ANAP). Membership in ANAP is necessary in order to obtain credit, seed, and other government assistance.

44. Many Cubans resent the intrusion of these mass organizations upon their leisure time and their family life. For many others, however, these activities provide a sense of personal participation in an historic action, which gives meaning and purpose to their lives.

V. PROPAGANDA AND EDUCATION

45. In addition to its use of the mass organizations as specialized channels for political indoctrination, the regime takes full advantage of its exclusive control of all the media of mass communication for general propaganda purposes. Generally speaking, Cubans read, hear, and see only what the regime chooses to communicate to them.

46. Fidel Castro's most striking propaganda successes have been achieved by marathon personal oratory before mass audiences in the Plaza de la Revolucion ("the National Assembly of the Cuban People") or on television. Such occasions are used for all important policy pronouncements. Increasingly, Communists such as Anibal Escalante are appearing on TV to expound the relationship of the Cuban revolution to Marxism-Leninism. The ordinary TV and radio propaganda fare is prepared by a government agency called Venceremos, which is directed by Raul Valdes Vivo, a Communist.

47. Before the revolution, Cuba enjoyed a relatively high literacy rate—for all his faults, Batista had been a notable founder of rural schools. With great fanfare, however, the regime undertook to eradicate illiteracy in Cuba and named 1961 the "Year of Alphabetization." The universities and secondary schools were closed; the students and others were
formed into "literacy brigades" and sent forth to alphabetize the illiterate. The operation served three political purposes: (a) to organize, indoctrinate—and inspire—the literacy brigadiers; (b) to gratify the alphabetized and make them accessible to regime propaganda; and (c) to make a propaganda impact throughout illiteracy-ridden Latin America. Some illiterates proved recalcitrant, but in general the operation was successful in achieving these purposes.

48. Meanwhile the Ministry of Education was busy reorganizing the curricula, preparing new textbooks, indoctrinating teachers, and taking over the remaining private schools in Cuba, especially those of the Catholic Church. A veteran Communist, Juan Marinello, has been appointed Rector of the University of Havana, an important post in the educational system. All Cuban education is being keyed to doctrinal requirements and contains a strong propaganda element. It goes without saying that opportunity for higher education will depend upon a record of activity in support of the regime.

VI. INTERNAL SECURITY CONTROLS

49. The mass organizations and propaganda media are the means employed by the regime to enlist positive popular support. Concurrently, it has developed a formidable system of police surveillance and control.

50. In June 1961 the three principal police and investigative agencies—the secret police, the National Police, and the Maritime Police—were separated from the Ministry of the Armed Forces and combined to form a new Ministry of the Interior. This change was probably intended to recognize the importance of their function, to enhance the coordination and efficiency of their operations, and to ensure Communist control. The new Minister of the Interior, Ramiro Valdes Menendez, had been the chief of the secret police. He is a close associate of the Castros and is almost certainly a Communist.

51. The secret police originated as the countersubversive agency of the army. It is now called the Department of State Security (DSS) and functions like any other such department in the Communist world. The National Police, now called the Directorate of Public Order (DOP), is a militarized gendarmerie numbering 6,300 and supported by some 2,000 militia serving as auxiliary police. The Maritime Police are the Cuban coast guard. Most of the professional personnel of the National and Maritime Police have now been replaced by full-time militiamen.

52. In addition to these professional services, the Ministry of the Interior controls a pervasive network of volunteer vigilance committees ("Committees for the Defense of the Revolution"). The regime claims that there are some 107,000 such committees in Cuba, with a total membership of over half a million people. There is a committee in almost every residential area or place of employment. These committees have a convenient means of identifying the persons under their surveillance and of procuring informants among them: it is to the vigilance committee that one must go to obtain a ration card.

53. These vigilance committees are given credit for the wholesale roundup of suspects which occurred throughout Cuba at the time of the April 1961 landing. Their effectiveness has probably improved since then.

VII. THE REORGANIZATION OF THE ARMED FORCES

54. In addition to its elaborate system of surveillance and police control, the regime has greatly improved the capability of its armed forces to suppress insurrection or repel invasion. In this it has been greatly aided by
### BLOC ARMS AND MILITARY EQUIPMENT DELIVERED TO CUBA

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<td>MIG-15/17</td>
<td>35</td>
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<tr>
<td></td>
<td>MIG-19</td>
<td>10-12</td>
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<tr>
<td>Prop Trainers</td>
<td>Zliu-326</td>
<td>12</td>
</tr>
<tr>
<td>Prop Transports</td>
<td>IL-14</td>
<td>12</td>
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<td></td>
<td>An-2 (Utility)</td>
<td>15</td>
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<tr>
<td>Helicopters</td>
<td>MI-1</td>
<td>10</td>
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<td>MI-4</td>
<td>12</td>
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<tr>
<td>Naval Vessels</td>
<td>Kronstadt-Class Submarine Chaser</td>
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<td>P-6</td>
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* Not military aircraft by design, but capable of being so utilized.
* In addition, 1 submarine chaser and 4 motor torpedo boats are en route.

the Bloc's provision of military equipment and instruction. The Cuban military establishment is now in many respects the best equipped in Latin America.

55. For a time, the regime was threatened by disaffection within its armed forces as commanders with valid revolutionary credentials were antagonized by the Communist trend of Castro's policy—e.g., the Huber Matos case, as early as October 1959. The militia was created to meet this threat by providing the regime with armed support on which it could rely. In the course of time, the regime has largely eliminated disaffection in the armed forces, but at a cost in defections and purges which deprived those forces of most of their technically competent personnel.

56. In operational terms, the former Rebel Army has been dissolved. Its remaining personnel have been absorbed into the militia as cadres. At the same time, there has been a significant differentiation among militia units. Some full-time units have appeared. Manifestly, they are not militia in the usual sense of the word, but a new, politically re-
liable, standing army. Other militia units are organized as a ready reserve available for field service in an emergency. A residue still conform to the home guard pattern. Thus the Cuban ground forces now consist of a standing army (75,000), a ready reserve (100,000), and a home guard (100,000)—the largest ground force establishment in Latin America.

57. Under the supervision of Bloc instructors, the standing army has received intensive training in the use of Bloc-supplied arms and equipment. It has acquired capabilities in the employment of armor and artillery (including antiaircraft and antitank weapons) hitherto unknown in any Caribbean country. It has completed basic and small unit training, and is engaged in combined arms training at the battalion combat team level.

58. The ready reserve militia battalions are less heavily armed and less thoroughly trained. Each has a full-time cadre of about 130 men. The remaining personnel are available for only one or two drills a week and a month of active duty training each year. The arms are kept in the custody of the full-time cadre. Since these battalions are based on places of employment, they are capable of rapid mobilization.

59. The home guard militia units have no significant combat capability. Their function is to augment the police as necessary for the control of the population. It is likely that they are operationally subordinate to the Ministry of the Interior rather than to the Ministry of the Armed Forces.

60. In addition to the improvement of its standing army and ready reserve forces, Cuba is engaged in an extensive program of military construction such as the erection of beach defenses, the fortification of gun positions, and the establishment of decentralized arms depots. This program apparently con-

templates both a strong initial resistance to invasion and protracted warfare in the interior. The transport and construction costs involved are a considerable burden upon the economy.

61. For operational purposes, Cuba has been divided into three self-sufficient territorial commands designated as the armies of the West, the Center, and the East. Each has operational control of all the standing army, ready reserve, and tactical air units within its area. Within these armies there are corps and division headquarters having administrative responsibilities with respect to the ready reserve and home guard militia, but no operational role, except that the divisions, as territorial commands, probably have internal security and static defense responsibilities within their respective districts. The basic combat unit is still the battalion combat team. Active operations are conducted by task forces established according to the requirements of the occasion.

62. The Cuban Air Force inherited from Batista a considerable quantity of aircraft, including 18 B-26 light bombers, 13 Sea Fury prop fighters, and 7 T-33 jet trainers used as fighters. Repeated defections and purges, however, left it very few trained personnel. In the emergency of April 1961, it could get only six aircraft into the air, two each of the three types mentioned above. Since then its capabilities have been greatly enhanced by the delivery of an estimated 35 MIG-15/17 and 10–12 MIG-19 jet fighters, and by Bloc training of at least 50 jet-qualified pilots and an undetermined number of airmen. Training in the Bloc and by Bloc instructors now present in Cuba will gradually increase the number of qualified personnel. In an emergency, these instructors could, of course, serve as pilots and crew chiefs.

63. Cuba’s civil air fleet and the transport aircraft of the air force provide ample air
transport capabilities for internal communications and for supporting the military in internal security and defense operations. Cuba has received from the Bloc 12 IL-14 prop transports, 15 AN-2 utility aircraft, and 22 helicopters. The IL-14's apparently are intended to replace aircraft of Western origin which are being sold.

64. Like the air force, the navy has a considerable number of inherited combat patrol craft, but, after successive mutinies, defections, and purges, very few trained naval personnel. Few naval craft are now operational, for want of proper maintenance, including spare parts. Coastal patrol is accomplished chiefly by militiamen in confiscated fishing boats and pleasure craft. The Bloc is now in process of delivering small naval vessels which will provide the basis for an improvement of Cuba's coastal patrol capabilities. So far, six submarine chasers (PC's) and 12 motor torpedo boats (PT's) have been received or are en route.

65. Fidel Castro remains commander in chief of the Cuban armed forces; his brother, Raul, remains the minister in charge of the military establishment. Raul Castro maintains his personal headquarters far from the seat of government, in Santiago, where he also exercises political direction of Oriente Province, the home of the Castros and the base of their drive to power. This peculiar arrangement seems designed to make sure that one of the Castros will remain free to take independent action in case the other is trapped by some untoward development in Havana.

66. It is notable that Bloc military deliveries to Cuba to date have been such as to enhance Cuba's capabilities for defense against external attack and for the maintenance of internal security rather than to contribute to the development of an independent offensive military capability. The Bloc has provided no strategic weapon systems. Although the Cuban army has been made formidable by Caribbean standards, Cuba lacks the air and naval capabilities required for major overseas military operations, even at Caribbean distances. The bomber force is still limited to a few inherited B-26's.

67. These Bloc military deliveries have been responsive to the most urgent requirements of the Castro regime, but they probably also reflect a deliberate Bloc policy. In keeping with its demonstrated concern to avoid any commitment to come to the defense of Cuba with its own forces (paragraphs 24–29), the USSR presumably desires to avoid the possible Soviet involvement inherent in providing Cuba with independent means for taking major military action against its neighbors.

68. On these grounds, we believe it unlikely that the Bloc will provide Cuba with air, missile, or naval capabilities suitable for major independent military operations overseas, or that it will station in Cuba Bloc combat units of any description, at least for the period of this estimate. This attitude would not preclude the liberal provision of Bloc advisers, instructors, and service personnel, the provision of such defensive weapons and equipment as surface-to-air missiles and radars, and such improvement of Cuban naval and air facilities as would enable them to service Soviet units. It would also not preclude the provision of a token number of IL-28 jet light bombers. Special Soviet communications and intelligence facilities will probably be established in Cuba.

69. The Bloc's provision of small arms and light supporting weapons has rendered surplus considerable quantities of US arms inherited from Batista. These surplus arms are available for delivery to "national liberation forces" in other Latin American countries. The means for such gun-running, by air and sea, may also be provided.
VIII. THE REORGANIZATION OF THE ECONOMY AND THE GOVERNMENT

70. Beginning with the agrarian reform initiated soon after the regime came to power, the state has taken over the direct operation of the Cuban economy. It monopolizes banking, foreign trade, wholesale trade, transportation, communications, and utilities, and conducts a substantial part of retail trade. State operated enterprises account for 90 percent of the value of the gross industrial product. The state directly controls 40 percent of all farmland. Except for the surviving independent professional men, farmers, and retailers, the remnants of private enterprise are insignificant.

71. The National Agrarian Reform Institute (INRA) established in mid-1959 was the state's original agency for economic management. To meet the needs of its peasant clients, it soon found itself engaged in retail trade as well as agricultural management. As provincial industrial enterprises were expropriated, INRA took over their management too. Its organization extended throughout the country; it was conveniently available to undertake any managerial task that occasion required. That its personnel were technically inexpert was no great matter. They were certified to be zealous revolutionaries.

72. As regards agrarian reform, some 30,000 former tenant farmers have actually received title to small tracts of land (less than 166 acres). It was soon realized, however, that to create a class of small peasant proprietors would be to invite economic disaster. Also, from the Communist point of view, it would be social retrogression. Instead, INRA has organized 630 peasant cooperatives and 300 state farms managed by INRA personnel. The state farms are declared to be the higher form of social organization: they pay wages regardless of profit or loss, and provide housing, utilities, and such communal services as day nurseries which free mothers to work in the fields.

73. There remain in Cuba some 200,000 independent farmers owning 60 percent of the farmland—but they too are in considerable degree dependent on INRA for credit, fertilizers, seeds, equipment, and marketing services, and are subject to INRA's planting directives. The regime intends the eventual nationalization of this farmland also.

74. Eventually, something had to be done to rationalize INRA's amorphous economic empire and to provide for the orderly administration of the urban industrial enterprises which had been taken over by the state. In February 1961, with Bloc advice, three new ministries were established: Industries, Foreign Trade, and Internal Trade. These new ministries have taken over INRA's extraneous functions. Recently, a leading Communist, Carlos Rafael Rodriguez, was appointed President of INRA.  

75. The Ministry of Industries, charged with the supervision of all manufacturing and mining, is "Che" Guevara's present bailiwick. Each particular industry is organized as a "consolidated enterprise" made up of all the plants in that industry. The "consolidated enterprise" procures and allocates materials, assigns production quotas, distributes output, and coordinates plans and operations with the Ministry.

76. For the overall coordination of economic activities, a Central Planning Board (JUCEPLAN) has been established. The government's JUCEPLAN is paralleled by the recently created Economic Committee of the ORI, composed of President Dorticos, "Che" Guevara, and Carlos Rafael Rodriguez. The local implementation of JUCEPLAN directives

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Rodriguez replaced Fidel Castro in this office, but Castro's tenure of it had been purely honorific. Rodriguez, however, will use this office to exercise effective control over Cuban agriculture.
is supervised by provincial and municipal bodies called JUCEI (juntas for “coordination, execution, and inspection”). JUCEI meetings are attended by the representatives of local economic enterprises and the corresponding labor unions and mass organizations, as well as representatives of the national ministries, CTC-R, and ORI.

77. Although the JUCEI were established to supervise the execution of economic plans, they are tending to supersede the traditional provincial and municipal governments as the centers of effective local authority. Raul Castro has described them as “state bodies, political-administrative instruments of revolutionary power.” The structural parallel between the ORI and the JUCEI might be likened to that between the CPSU and the Soviet Government.

IX. THE ECONOMIC SITUATION AND PROSPECTS

78. Despite the confusion inherent in the revolutionary takeover of the economy—the displacement and flight of experienced managers, the imposition of inept state controls—the new Cuba enjoyed an unwarranted euphoria during 1959 and 1960. The wealth of the dispossessed was available for distribution. Wages were raised, employment was increased, consumption was stimulated—for example, there was an excessive slaughter of livestock and poultry to satisfy the demand for meat among those who had never had much of it before, to the consequent detriment of the prospects for a future supply.

79. This orgy could not have been sustained. It set the stage for economic difficulties which were precipitated by the exclusion of Cuban sugar from the US market in July 1960 and by the imposition of a US embargo on exports to Cuba in October 1960. An important effect of these measures was to create a supply and replacement parts crisis. Despite the development of Cuban trade with the Bloc, 1961 was a year of economic decline and suddenly felt deprivation in Cuba.

80. The Cuban economy is based on foreign trade. Cuba has depended on external sources (principally the US) for adequate supplies of foodstuffs, other consumers' goods, and raw materials as well as capital equipment. It has met its foreign exchange requirements by exports of sugar (80 percent), tobacco (8 percent), minerals (4 percent), and miscellaneous products such as tropical fruit, and also by attracting foreign tourists and private investors. Foreign private investment in Cuba is now terminated and income from tourism is negligible.

81. In 1961, despite its loss of the US market, Cuba exported a record quantity of sugar: about 6.4 million metric tons. This performance was not the result of an increase in cultivation, but rather of an extraordinary harvesting effort. The Bloc took 4.8 million tons of this sugar, at a premium price, but one less than that formerly paid by the US. However, most of the return for this sugar was in the form of goods and services and relatively little convertible currency was obtained. Sundry non-Bloc countries (notably Morocco, the UAR, and Chile) took 700,000 tons in barter deals. Only 900,000 tons were sold in the Free World for hard currency. Because of the lower prices obtained (including loss of the US premium price), this extraordinary quantity of sugar produced no more return than a normal crop. The amount of convertible exchange earned was the lowest in modern Cuban history.

82. The sum of other exports declined in quantity and value. The return from tobacco was the lowest since 1952—although it did

"Previously, the Cuban harvest had been limited in accordance with quotas set under the International Sugar Agreement and by the US with respect to the US market. Much cane was customarily left standing. In 1961 Cuba ignored such restrictions and cut all the standing cane."
return about $40 million in convertible exchange. Total Cuban dollar earnings from exports to the US amounted to $35 million.

83. Cuba has been able to obtain from the Bloc and elsewhere some supplies of foodstuffs and other consumers' goods, but not in the quantities previously imported from the US and not of equivalent quality. The effort to increase the domestic production of foodstuffs has met with indifferent success. The shortage of foodstuffs is such that the regime has recently imposed drastic rationing.

84. During the first half of 1961 there was an acute shortage of industrial raw materials. Some plants had to be shut down, others operated only intermittently, with a consequent decline in the availability of domestic industrial products. During the latter half of the year the raw materials shortage was relieved somewhat by increased imports from the Bloc and elsewhere.

85. More serious than the industrial raw materials problem is the accelerated depreciation of the Cuban industrial plant, including transportation facilities, for want of replacement parts. This critical effect results not only from the US embargo, but also from the shortage of convertible foreign exchange, which hinders indirect procurement from other sources. The effort required to keep the old, increasingly inefficient plant going operates as a brake upon new investment. The long-term solution is seen to be the replacement of equipment of US origin with new equipment from the Bloc, but this involves a tremendous capital expenditure without equivalent forward progress.

86. The frustration of the regime's roseate plans for new construction is exemplified by its performance in providing greatly needed new housing. In Havana, a show-place housing project begun in 1959 remains unfinished. Of the new housing promised to peasants in conjunction with the agrarian reform, very few projects have been completed. The available construction resources have been diverted to military projects.

87. Cuba has been promised Bloc credits amounting to $357 million for the installation of 204 new industrial plants during the period 1961–1965. Performance, however, has been slow. Only the Czechs have acted with any sense of urgency—they have installed a pencil factory, an electrical appliance factory, a 1,250 kw generator installation, a bicycle assembly plant (using Chinese parts), and a nut and bolt plant. On the other hand, it has taken a year to move the East Germans and Red Chinese from the initial promise of credit to the approval of specific plans, with their execution yet to come. The Soviet sponsored projects, amounting to $200 million, are mainly for mineral processing plants not expected to become operational until 1964–1965.

88. The Cuban economy will continue to face a number of difficult problems in 1962. Foremost among these is the probability of a seriously short sugar crop. We estimate that the cane harvest now underway will yield about 5.0 million metric tons of sugar, as compared with 6.6 million tons in 1961 and an annual average of 5.6 million tons in the period 1957–1960.

89. Unusually dry weather during the growing season is one reason for this serious decline in Cuban sugar production, but there are other contributing factors which result, directly or indirectly, from decisions taken by the Castro regime. These include a reduced rate of replanting in recent years, the diversion of cane land to other crops, overcutting in 1961, and a shortage of skilled harvesting labor induced by lowered material incentives and the movement of labor to other occupations.

90. The greatly reduced sugar harvest will preclude sugar exports on the scale achieved in 1961. In response to this situation, Cuba has acted to curtail its commitments to export
sugar to the Bloc. It will probably strive to maintain sales of sugar in the Free World at the 1961 level, at least. Although the Bloc provides a guaranteed sugar market at a premium price, sales in the Free World are necessary in order to acquire urgently needed convertible exchange. In the face of continued low world sugar prices, a considerable expansion of shipments to the Free World would be required to offset the loss of dollar earnings resulting from the US embargo on nonsugar imports from Cuba. It is unlikely that Cuba's earnings of convertible exchange from all sources will be sufficient to prevent a net worsening of its convertible exchange position during 1962.

91. Reduced export earnings will seriously hamper the Cuban economy during 1962. The total value of imports can be maintained at the 1961 level only if the Bloc is willing to overship—that is, to permit Cuba to run up debts on current account, or to accelerate deliveries under established credits for industrial development. In any case, imports from the West (smaller in dollar terms than those from the Bloc, but of critical importance to Cuba) will decline, thus aggravating economic problems caused by the exhaustion of inventories on hand and accelerating the deterioration of plant and equipment.

92. In these circumstances, it is unlikely that the total output of the Cuban economy in 1962 can rise above the 1961 level. If the regime persists in expanding investment to the extent projected for this first year of its four-year plan, consumption will have to be further curtailed.

93. Beyond 1962, the development of the Cuban economy will depend not only on the rate at which capital goods are made available under Bloc credits, but also on the success of the regime's efforts to expand and diversify agricultural production. The slowness of Bloc deliveries of capital goods to date probably reflects no more than the time normally required to plan and implement an extensive industrial development program. By the end of 1962, the flow of such goods will probably begin to increase substantially. Moreover, Cuba possesses an agricultural potential capable of supporting additional imports of capital goods and a higher level of industrial activity. It would appear that only gross mismanagement could prevent an increase in agricultural production in 1963. However, considering the regime's performance to date and the general effect of Communist ideology on agriculture, any increase that may occur will almost certainly fall far short of the potential. On balance, the industrial sector of the Cuban economy will probably begin to expand in 1963, but its rate of expansion will probably be limited by poor performance in the much larger agricultural sector. The present dearth of consumers' goods will last beyond 1963, because of the priority accorded to investment.

94. Fidel Castro has now told the Cuban people that years of privation and strenuous effort are before them—that this privation is attributable solely to the malevolence of the US—and that this effort is necessary to defend Cuban independence and to construct a just and prosperous society. To the extent that the regime is able to fasten upon the US all blame for existing conditions and to sustain the Cubans' faith in a better future, it will be able to mitigate the political consequences of deprivation and disappointment.

X. POPULAR ATTITUDES TOWARD THE REGIME

95. Initially, the overwhelming preponderance of Cubans hailed with enthusiasm the triumph of the revolution against the Batista tyranny. Since then there has been an ever more widespread disillusionment. It was to be expected that the propertied classes would be antagonized by Castro's early urban and agrarian reforms and by the ensuing expro-
prations of property. More serious was the progressive alienation of many men who had actively participated in the revolution against Batista, but who, for the same reasons, objected to the dictatorial character of the Castro regime and the increasingly evident ascendancy of the Communists within it. Latterly there has been a growing adverse reaction among ordinary folk who have no important property interests and no strong ideological motivations, but are fed up with the privations, exactions, and regimentation that characterize life in Castro's Cuba.

96. The severe internal repression which accompanied the defeat of the April 1961 invasion stilled, for a time, manifestations of opposition within the country. This spell was broken in September, when Catholic crowds dared to defy openly the regime's prohibition of certain customary public religious observances. The militia had to be used to suppress these disturbances. Since then, the regime has confiscated the Church schools and the property of religious orders, and has expelled most priests and nuns—only about 150 priests are left. The Church has not been a strong popular influence in Cuba, but this persecution is strongly resented by those who do care: Catholic youth groups have been the nuclei of several underground resistance organizations.

97. One indication of the extent of disaffection is the volume of emigration from Cuba. Since January 1959, some 100,000 Cuban emigrants have reached the US—6,800 in February 1962. These are, for the most part, formerly well-to-do persons having the means and know-how, as well as a strong motivation, to escape, but significantly they include some humbler folk who cared enough to hazard their lives in open boats. Other Cubans, in lesser numbers, have made their way to voluntary exile in such places as Mexico, Jamaica, and Venezuela. In general, the regime has been glad to see these people go. Although valuable managerial experience and technical skills were lost with them, they were manifestly unreliable.

98. Most of the members of the former middle class still remain in Cuba; most of them in varying degrees oppose the regime. However, some are reconciled, having found positions of personal advantage in the government apparatus or other regime controlled organizations. These constitute the nucleus of the new managerial class which also draws recruits from the lower class. This new managerial class is a major element in the hard-core support of the regime.

99. The Cuban youth, in general, are the most ardent supporters of the regime. They have been the primary target of regime indoctrination. Youth occupies the middle management positions in the government, constitutes the rank and file of mass organizations, and has proved highly responsive to the Revolution's ideology and chauvinism. In general, the Revolution appeals to Cuban youth as a symbol of challenge to conventional authority.

100. In pre-Castro Cuba, organized labor enjoyed considerable influence and independence; the skilled workers who controlled most unions enjoyed a lower middle class social status. These workers have reason to resent their submergence in state-controlled mass industrial unions. On the other hand, technical skill is at a premium in Cuba and qualified individuals have the opportunity to find a place for themselves in the new managerial class. All industrial workers have been told that they are the essential foundation for the “dictatorship of the proletariat”—but they
are probably more impressed by the "voluntary" contributions of time and wages now demanded of them by union leaders in the name of the Revolution. There is evidence of a response in the form of absenteeism and slow-downs on such a scale as to cause the regime serious concern.

101. The 200,000 independent farmers in Cuba were once to be numbered among the regime's enthusiastic supporters. Many are small producers of sugar cane, producing in the aggregate two-thirds of the crop. They were mostly dependent on the big sugar companies for the credit, supplies, and market now provided by the INRA. They had resented this dependence and looked to INRA for greater benefits. Most independent farmers now find themselves squeezed between rising costs and declining returns, and so closely regulated by the INRA bureaucracy that their independence is only nominal. Their complaints are answered by suggestions that they join a cooperative. Their resentment toward the regime is mounting.

102. The 150,000 members of the cooperatives are also disappointed by declining returns. Many are frustrated in their desire to become independent farmers, in accordance with the original promise of the agrarian reform. Working on former sugar estates under INRA management, members of the cooperatives probably question whether INRA is really a better landlord than the sugar companies were.

103. The rural element with the most reason to be grateful to the regime is the 105,000 workers on the state farms. They were mostly laborers seasonally employed in the cane fields, but unemployed most of the time. Although many of the benefits promised them have yet to materialize, they have been given a sense of improved status, have year-round employment, are better fed than before, and have had their hopes kept alive by the completion of a few state farm housing projects.

104. Despite widespread disappointment and disillusionment, it is evident that Fidel Castro and the Revolution retain the positive support of a substantial proportion of the Cuban people—at least a quarter of the population. The hard core of this support consists principally of those who now have a vested interest in the Revolution: the new managerial class and, of course, the Communists. These are reinforced by those who have been successfully committed to a positive attitude through participation in the mass organizations designed for that purpose. Finally, there are substantial numbers of Cubans who care nothing for ideology, but are still under the spell of Fidel Castro's magnetic personal leadership—who still have faith in the eventual realization of the promise of the Revolution, who feel a surge of nationalistic pride in revolutionary Cuba, and who attribute all present short-comings to the implacable malvolence of Yankee imperialism.

105. It is equally evident that there is a small number of Cubans, in Cuba, who are so strongly opposed to the regime that they are willing to risk their lives to express their opposition, even without much hope of affecting thereby an early change in the situation. They are the subject of the next Section.

106. The majority of the Cuban people now fall between these two extremes. Their present state of mind is most difficult to discern. They are grumbling and resentful, but apparently hopeless and passive. They are probably uncertain in their own minds whether the object of their resentment should be the local functionaries of the regime, or the government in Havana, or the Communists, or the Yankees. In any case, they are apparently resigned to acceptance of the present regime as the effective government in
being with which they must learn to live for lack of a feasible alternative.

XI. ORGANIZED RESISTANCE

107. Among the Cuban exiles in Miami and elsewhere there is a plethora of anti-Castro organizations, groups, and personal factions. In general, they fall into three major categories: (a) Batistianos, i.e., elements still identified with the Batista regime; (b) conservatives, many of whom support ex-President Prio’s efforts to form a government-in-exile; and (c) liberal reformist groups, mostly associated with the Cuban Revolutionary Council (CRC).

108. During recent months Batistianos have been particularly bitter in attacking the US Government, blaming it for Cuba’s problems and accusing it of ineptness in protecting the interests of the Free World. They are rendered conspicuous by their wealth and by their isolation from the other exile groups. Their activities facilitate Castro’s efforts to identify all counterrevolutionary activity as intended to restore the detested Batista regime.

109. Ex-President Prio has sought support for a proposed Cuban government-in-exile to be headed by a former Supreme Court justice in order to establish a claim to legitimate constitutional succession. He has obtained little encouragement for this idea in Latin America. The Prio group has negligible support within Cuba, where Prio is identified with the corrupt political system which preceded—and to some extent justified—the Batista coup of 1952.

110. The CRC in Miami, headed by Dr. Jose Miro Cardona, is a loose coalition of anti-Castro organizations which represents many of the active oppositionists in exile and claims to speak for the resistance movement in Cuba. It is both anti-Castro and anti-Batista. Most of its members believe that the originally stated objectives of the Revolution were good, but that Castro has betrayed and perverted them. The present program of the CRC calls for the establishment of a progressive democratic government based on the Constitution of 1940.

111. Most internal resistance organizations maintain liaison with counterparts in the US. While looking to Miami for assistance, many underground workers are resentful of the exiles, who have not remained at home to take the risks and endure the burdens of life under a dictatorship. Very little is known of the present capabilities of the internal resistance movement whose principal elements are: (a) the Movimiento de Recuperacion Revolucionario (MRR), formerly led by Manuel Artime, who was captured at the Bay of Pigs; (b) the Movimiento Revolucionario del Pueblo (MRP), formerly led by Manolo Ray, who has now resigned from leadership; (c) the Movimiento Democratico Cristiano (MDC), a Christian democratic movement, based on the Papal encyclicals; (d) the Directorio Revolucionario Estudiantil (DRE) whose internal leaders are in prison; (e) the Unidad Revolucionaria (UR), a coalition of many small groups; and (f) the 30 November group, largely composed of the followers of former labor leader David Salvador.

112. The activities of resistance organizations within Cuba are not coordinated. Their actual strength and potentialities are extremely difficult to determine. None of them has an active membership of more than 100 or 200, although they may have a much wider circle of sympathizers. Yet these organizations do harass the regime in various ways, even without appreciable outside support or much hope of effecting a change in the situation. Moreover, resistance activity in Cuba
is not attributable solely to them. Some of it is spontaneous.

113. There is, even in present circumstances, enough resistance activity within Cuba to keep the Department of State Security (DSS) busy. In August 1961 there was an uprising near Guantanamo led by an army captain. It was quickly broken up. Sporadic guerrilla activity persists in the Escambray and Los Organos mountains. It consists of sabotage of bridges and communications facilities, and attacks on militia posts. Major operations to stamp out these guerrillas were conducted in October 1961, and again in December. Yet another such operation is now in progress (March 1962), which shows that to date the problem has remained unsolved. Moreover, militia are constantly required, throughout the country, to guard important installations against sabotage. The DSS has been carrying out summary executions at a rate comparable to the worst days of the Batista regime. Even so, somebody has recently been setting fire to cane fields on a scale which has occasioned considerable police activity.

114. The regime, with all the power of repression at its disposal, has shown that it can contain the present level of resistance activity.

115. Latin America is ripe for social revolution, in one form or another. When Fidel Castro came to power, he regarded himself as the manifest leader of the revolution, not only in Cuba, but in all of Latin America. In view of the general enthusiasm felt for him, he had reason to think so.

116. As in Cuba, however, Latin American enthusiasm for Castro soon waned. Reformist leaders of established character, such as Jose Figueres, Alberto Lleras Camargo, Romulo Betancourt, and Victor Haya de la Torre, were antagonized by Castro's egotism, the dictatorial character of his regime, his interference in the internal politics of other countries, and his association with the Communists. By the end of 1960, Castro had few admirers left among politically active Latin Americans, except the Communists and extremist splinter groups broken off from the established social revolutionary parties (e.g., the MIR in Venezuela, APRA Rebelde in Peru). Those splinter groups, however, generally included the party youth.

117. Castro is not dismayed by the antagonism of Latin American politicians, even that of the reformists among them. He identifies them all with the oligarchies which it is the function of the revolution to displace. His target is the depressed masses. Many of these people, especially in the rural areas, have yet to learn of him, but he intends to make himself known to them through the politically active left-wing youth of their respective countries.

118. To this end, Cuban diplomatic and consular establishments have been used to distribute money, propaganda materials, and instruction in subversive techniques to favorably disposed indigenous political groups. Hundreds of Latin Americans have been brought to Havana, at Cuban expense, to attend conferences and celebrations. Selected youths have been given instruction, in Cuba,
in the arts of guerrilla warfare and other subversive activity. Powerful short-wave transmitters in Cuba broadcast revolutionary propaganda throughout Latin America.

119. In the face of these and other provocations, 13 Latin American governments have severed diplomatic relations with Cuba. The remaining six governments—Bolivia, Brazil, Chile, Ecuador, Mexico, and Uruguay—although they are fully aware of the subversive activities of the Castro regime and within their own jurisdictions have taken action against them, have for a variety of reasons, principally domestic, preferred not to break diplomatic relations so far. At Punta del Este the OAS unanimously condemned communism in Cuba as incompatible with the inter-American system and laid the groundwork for increased efforts to combat Castro-Communist subversion. The six states which abstained on the operative resolution excluding the Cuban regime from the organs of the OAS were generally satisfied with the action taken by the majority, and were pleased to be able to show, at the same time, that they do not take dictation from the US.

120. Castro’s response to Punta del Este has been a manifesto attributing all the ills of Latin America to the baneful effects of Yankee imperialism and declaring universal revolution on the Cuban model to be the only effective remedy. The USSR has moved to give strong propaganda support to these themes. However, the Castro regime will probably continue to refrain from flagrant acts which could provide the occasion for US or OAS intervention in Cuba.

121. The Castro-Communist threat in Latin America results from the ability of a well-organized subversive movement centered in Cuba to exploit the natural tendency of entrenched oligarchies to resist the growing demand for radical social reform. The shortcomings and disappointments of the Cuban Revolution are disregarded by impatient radicals in other countries, or are explained away as the consequences of Yankee malevolence; the depressed masses are hardly aware of them. What is seen by radical revolutionary elements in Latin America is that, while others have talked of social reform, Fidel Castro has actually accomplished a radical social revolution in Cuba, and has done so in defiance of the Yankees, with the support of an apparently more powerful patron. To impatient radicals, Cuban assertions that the Alliance for Progress can never produce effective reform are convincing. Relatively moderate reformist regimes are now ascendant in most Latin American countries, but, if the Alliance for Progress should fail to produce its intended social reforms in time to meet rising popular demands, the conviction will grow that Castro’s way is the only way to get timely and positive results. Thus, despite Castro’s alienation of the moderate reformists, there remains a danger that the Cuban example will set the pattern of the impending social revolution in Latin America.

XIII. INTERNATIONAL RELATIONS

122. The overriding concern of Cuban foreign policy is to obtain external support and protection against the hostility of the US. The USSR has implied an intention to protect Cuba from aggression, but has stopped short of giving the kind of commitment involving uncontrolled risks vis-à-vis the US which Castro would apparently like to have.

123. Cuba maintains friendly relations with all the states of the Sino-Soviet Bloc. It has diplomatic relations with all except East Germany. This exception is made in deference to the sensitivities of West Germany, with which Cuba has important trade relations.

124. As a consequence of the close trade and diplomatic relations between Cuba and the Sino-Soviet Bloc, channels of communication between Cuba and the countries of the Bloc have been progressively expanded. Since
1960, many Bloc ships, chiefly those of the USSR, East Germany, and Poland, have been calling at Cuban ports, and an even greater number of Western ships have been chartered by Bloc countries for trade with Cuba. During 1961 there were some 300 arrivals of Bloc ships in Cuba; the dry cargo vessels averaged 8,000 DWT and the tankers, 18,500 DWT. Twelve Cuban ships of about 4,500 DWT have been making the long voyage to Communist countries. The Cuban airline makes two flights a week to Prague; in February 1962 the Czech airline inaugurated a weekly round trip service to Havana, thereby establishing the first Bloc air service to the Western Hemisphere. In accord with press and cultural exchange agreements, Cuba's press service, *Prensa Latina*, has been collaborating with Tass and other Bloc news agencies, Communist films have been shown in Cuba, and people from the Bloc and Cuba have visited each other's countries for a variety of purposes. Recently a direct radio-telegraph circuit was inaugurated between Communist China and Cuba.

125. In relation to the Sino-Soviet dispute, many Cubans feel a greater sympathy for Peking's revolutionary zeal than for Moscow's conservatism, of which they have had reason to complain in its application to their own case—but the regime knows that its dependence is on the USSR and it acts accordingly. At the party level, Blas Roca has dutifully denounced Albania and Hoy has refused to publish Chinese criticisms of Soviet leadership. However, state relations with Communist China remain cordial, and an Albanian ambassador was received in Havana shortly after the break in Soviet-Albanian relations.

126. In an earlier phase, Castro sought to identify Cuba with the neutralist bloc. In consequence, Cuba was invited to the Belgrade Conference, at which President Dorticos behaved in such unneutral fashion as to offend and embarrass even that company.

127. Cuba's relations with most non-Bloc states of Asia and Africa are conducted through their UN delegations in New York. Only the UAR, Israel, and Japan have resident missions in Havana. It appears that India, Ghana, and Guinea may soon establish embassies there. Some other Afro-Asian states dually accredit their ambassadors in Washington, Mexico, or Caracas.

128. The only Latin American countries which still maintain diplomatic relations with Cuba are Mexico, Ecuador, Bolivia, Chile, Uruguay, and Brazil, and those states have recently joined in denouncing the Communist character of the regime as incompatible with inter-American solidarity. Cuba will probably ignore this awkward fact and seek to cultivate its relations with these states in order to avoid isolation from the American community, to retain some entree into Latin America, to exert indirect pressure on the US, and, hopefully, to split the OAS.

XIV. THE OUTLOOK FOR THE REGIME

129. The next year or two will be a critical period for the Castro regime. The 1962 sugar crop will be the smallest in years; the difficulty of acquiring convertible exchange will be greater than ever. Want of foreign exchange will limit Cuba's ability to purchase foodstuffs and other needed supplies in the Free World; no substantial increase in the supplies provided by the Sino-Soviet Bloc is likely during 1962. In these circumstances it is unlikely that the total output of the Cuban economy in 1962 can rise above the 1961 level. Under consequent privations, the Cuban people are likely to become more restive.

130. The Sino-Soviet Bloc has an obvious interest to do what it can, by means of trade and aid, to ease the strain on the Castro regime. It is apparent, however, that the Bloc regards the present level of its economic aid to Cuba as adequate to meet the requirements of the occasion. The record of Soviet eco-
nomic relations with members of the Bloc shows that the USSR regards local economic development as primarily a local responsibility properly entailing local effort and sacrifice, and that it is not disposed to impose burdens on the Soviet economy in order to assuage a manageable level of popular discontent in client states. Only if economic disappointments in Cuba should threaten to precipitate a serious political crisis would the Bloc be likely to consider any substantial increase in the economic aid to Cuba already projected.

131. Improved economic organization and increasing managerial experience should enable the regime to drive the Cuban people harder in an effort to increase domestic production. The general lack of material incentives, however, is likely to result in increased worker apathy and dissatisfaction.

132. The regime’s imposing apparatus for surveillance and repression should be able to detect and suppress any active disaffection in the population. Any impulse toward widespread popular revolt is inhibited by the fear which this apparatus inspires, and also by the lack of any dynamic leadership and any expectation of liberation within the foreseeable future. In these circumstances, increasing antagonism toward the regime is likely to produce only a manageable increase in isolated acts of sabotage or open defiance on the part of a few desperate men. A sequence of disaffection-repression-resistance could conceivably be set in motion, but would be unlikely to cause major difficulties for the regime in the absence of considerable external support.

133. In circumstances of tension and stress, a conflict within the regime itself, between Castro and the PSP, is conceivable, but highly unlikely. During the period, the OR1 will presumably become the projected United Party of the Socialist Revolution, committed to collective leadership and party discipline, and under the effective control of the PSP. Fidel Castro, however, does not yet appear to be subject to anybody’s orders; he may prove to be temperamentally incapable of subjecting himself to party discipline. In any conflict with the PSP, within the period of this estimate, he would almost certainly be able to command the support of the bulk of the armed forces and of a substantial proportion of the Cuban people. At the same time, however, Castro is well aware of his need for Communist support and Soviet aid and protection.

134. Even though the USSR has carefully avoided a categorical commitment to protect and defend the Castro Communist regime in all contingencies, it has become deeply committed to the preservation and advancement of the regime in Cuba, for reasons of prestige as well as interest. The USSR and other Bloc states will continue to render such aid and support to the regime as they consider necessary. If the overthrow of the regime should be seriously threatened by either external or internal forces, the USSR would almost certainly not intervene directly with its own forces. However, interpreting even an internal threat as US intervention, the USSR would seek to deter the US by vigorous political action, including threats of retaliation on the periphery of the Bloc as well as ambiguous references to Soviet nuclear power. Nevertheless, the USSR would almost certainly never intend to hazard its own safety for the sake of Cuba.
ANNEX

THE SITUATION WITH RESPECT TO GUANTANAMO

1. The US Naval Base at Guantanamo Bay (at Caimanera, in Cuban parlance) was acquired by an agreement made in 1903 which provided for an annual rental of $2,000 in gold, now reckoned at $3,386. This agreement was reaffirmed by a treaty in 1934 which provided that "so long as the US shall not abandon the said naval station of Guantanamo or the two governments shall not agree to a modification of its present limits, the station shall continue to have the territorial area that it now has, with the limits that it has on the date of the signature of the present treaty."

2. The base has been extensively developed. It now includes a naval air station, a supply depot, a hospital, and communications and storage facilities. The base provides training facilities for the Atlantic Fleet in time of peace and would serve as a fleet operating base and forward supply point for the Caribbean area in the event of war.

3. About 6,000 US personnel (including dependents) live on the base, as do 1,300 Cuban and other non-US employees. Some 2,000 additional Cuban and other non-US employees live outside. The pay of the Cuban employees amounts to about $6 million a year.

4. The base is virtually self-sufficient except for its water supply, which comes from a source about five miles away, under Cuban control.

5. Cuban shipping entering and leaving Caimanera has to pass through the base area.

6. The Cuban regime has established strict control over entrance into and departure from the base by land. It has spent considerable effort on military works around the base, including an extensive tank barrier on the north side. To date these works appear to be primarily of a defensive nature.

7. Cuban officials have publicly remarked upon the incongruity of US retention of the base in the existing state of relations between the two countries and have charged that the base is a center of subversive activity. However, Cuba has never officially demanded US withdrawal from the base. The stated Cuban position is that the US must eventually withdraw, but that the subject will be taken up later, at an appropriate time and place, and will be settled by negotiation.

8. The Cubans could cut off the water supply or prevent Cuban workmen from entering the base. Neither of these harassments would compel the US to withdraw, since alternative sources of water and labor are available. Such measures would deprive Cuba of dollar earnings especially valuable to it in present circumstances, and are therefore unlikely to be undertaken.

9. It is extremely unlikely that Cuba would attempt to take the base by force. The regime would expect the US to seize upon such a provocation as warrant for a US military intervention in Cuba that would not stop short of Havana.