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10 Mar 66 to 7 1777

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 FOR NOFF COGNIZANT OF FACT OLIEN

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WEEKS IN CLOSE COOPERALION WITH THE

- 7. ALTHOUGH SAGAZ DENIED IT WALKER, IS OF OPINION CUBAN GOVT MAY HAVE REGISTERED COMPLAINT AND THAT SAGAZ GOING THROUGH THECESSARY MOTIONS."
- 8. OLIEN NOT AVARE 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.
- 16. OLIEN BRIEFED CHIEF PBSWING CRALLY 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 CLIEN CASTRO GOS ARTIME