INCOMING TELEGRAM Department of State

86 UNCLASSIFIED Action NNNNVZ CZ CESB @7 6EXX 45 8SU A288 RR RUEHC ARA DE RUESUA 9833 8742818 ZNR UUUUU Info R 15 1986Z MAR 67 FM AMEMBASSY RIODEJANEIRO SS TO TUEHC/SECSTATE WASHDC INFO RUESUZ/AMEMBASSY BRASILIA GPM RUESUP/AMCONSUL SAOPAULO 1967 MAR 15 SP STATE GRNC SC BT H UNCLAS RIODEJANEIRO 9033 P

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NSC TNR POUCH OTHER POSTS BRAZIL

SUBJECT: CASTELLO BRANCO BIDS ADIEU

1. IN FAST-PACED LAST DAY IN OFFICE, MARCH 14, CASTELLO BRANCO PAID FORMAL CALLS ON CONGRESS, SUPREME COURT, MILITARY COMMANDERS AND ARCHBISHOP OF BRASILIA; SIGNED NUMEROUS DECREES; AND DELIVERED ACCOUNT OF HIS STEWARDSHIP TO NATION.

2. AMONG DECREES SIGNED WERE NOMINATION OF SNI CHIEF, GENERAL GOLBERI DO COUTO E SILVA TO BE MINISTER OF FEDERAL TRIBUNAL OF ACCOUNTS. USING ARTICLE 15 OF INSTITUTIONAL ACT NO. 2, CASTELLO DEPRIVED FOUR CITIZENS OF POLITICAL RIGHTS, EXPELLING TWO OF THEM SIMULTANEOUSLY FROM ARMY.

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3. IN LENGTHY SPEECH BEFORE ASSEMBLED MINISTERS, GOVERNORS
AND MEMBERS CONGRESS, CASTELLO SUMMED UP HIS 35 MONTH RECORD.
RECALLED THAT WHEN BECAME PRESIDENT. NATION WAS CONFRONTED
WITH TEN IMPASSES: FISCAL, MILITARY, STUDENT, FOREIGN AFFAIRS,
EXCHANGE, HOUSING, MINERALS, RURAL, INFRASTRUCTURE SERVICES,
AND TRADE UNION. NOW AT END HIS TERM, CASTELLO CLAIMED HAS
EITHER RESOLVED OR SET 18 MOTION SOLUTIONS TO THESE PROBLEMS,
AND THAT BRAZIL NO LONGER COUNTRY OF IMPOSSIBLE PROBLEMS,
POLITICAL IMPASSE, SOCIAL INSTABILITY AND ADMINISTRATIVE
IMMOBILITY. INSTEAD, HE ASSERTED/COUNTRY NOW CAPABLE OF ORGANIZING
SELF AND ACTING PURPOSEFULLY, HAVING BEFORE IT VARIOUS OPTIONS.
POINTED OUT THAT HAVING REACHED THIS STAGE, NEXT GOVERNMENT
COULD DEVOTE SELF TO ORDERLY, LONG-RANGE PLANNING OF WHOLE
ECONOMY RATHER THAN IMPROVISE. NOTED IN THIS CONNECTION THAT
COMING ADMINISTRATION WILL HAVE ALREADY PREPARED FOR IT TEN

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YEAR ECONOMIC AND SOCIAL DEVELOPMENT PLAN.

4. IN CONCLUSION, CASTELLO DELIVERED WARNING NOTE CONCERNING BRAZILIAN FUTURE. "I UNBERSTAND AND DECLARE AT THIS SOLEMN

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TIME THAT HOPES OF BRAZILIAN PEOPLE ARE ORIENTED TOWARD
CONTINUOUS DEVELOPMENT, BASED FUNDAMENTALLY ON NATIONAL EFFORTS
AND CAPACITY. I BELIEVE IT BEHOOVES US NOT TO DECEIVE PEOPLE
WITH FALSE MIRAGES IN ORDER HIDE BITTER DISAPPOINTMENTS,
BECAUSE NO SACRIFICE WILL BE UNBEARABLE FOR THE PEOPLE IF OUR
TRUE OBJECTIVE BE OUR INDEPENDENCE AS NATION."

5. TEXT FOREGOING REMARKS CARRIED IN FULL MOST PAPERS, SMMARIZED IN OTHERS. TUTHILL BT

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