

# TELEGRAM

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Foreign Service of the  
United States of America  
**SUBJECT**

JAN 27 9:53 AM INCOMING

AMEMBASSY RIO DE JANEIRO

DEF 19-MAP

ACTION: AMERICAN EMBASSY  
~~DAO-2~~ ~~POL-2~~ BRASILIA, BRAZIL  
 INFO: R 202217Z JAN 67  
 AMB FM USCINCSO  
 DCM TO RUEPJS/OSD/ISA  
 MINECON INFO RUCIJDA/CNO  
 POL RULPNA/COMUSNAVSO  
 POL/R RUESUA/AMEMBASSY BRAZIL  
 COMILGRP RULPBZ/COMUSMI  
 RDG GP BRAZIL  
 BRAS-0 BT  
 FILE

CONFIDENTIAL

Classification

Control: 832

Recd: Jan 20, 1967  
2353

C O N F I D E N T I A L SCI299M.  
 SUBJ: INCREASED COST DD HANCOCK (U)  
 REFS: A. USCINCSO MSG SC6341M 202208Z DEC 66.  
 B. USCINCSO MSG SC1093M 062214Z JAN 67.  
 C. CNO MSG 121953Z JAN 67.  
 D. COMUSMILGP BRAZIL MSG SCBRP 9207  
 181202Z JAN 67.  
 1. (C) IN REF A, USSOUTHCOM RECOMMENDED FY 1967  
 FMS FOR BRAZIL TOTALING \$11.088 MILLION WITH GUIDELINE  
 OF \$11.45/0 MILLION. IN REF B, USSOUTHCOM  
 RECOMMENDED ADDITION OF \$2.5 MILLION TO FY 1967 BRAZIL

FMS FOR IN-COUNTRY DE CONSTRUCTION. BY REF C, CNO  
 ADVISED THAT ADDITIONAL \$1.4 MILLION IS REQUIRED TO  
 COMPLETE ACTIVATION OF DD HANCOCK. BY REF D,  
 COMUSMILGLERECOMMENDED APPROVAL OF ADDITIONAL \$1.4  
 MILLION IN FY WQOYU BRAZIL FMS FOR DD HANCOCK AND  
 EXPRESSED CONCURRENCE OF COUNTRY TEAM.

2. (C) USSOUTHCOM UNABLE TO DETERMINE OVERALL  
 AFFECT OF SALES ON FY 1967 GRANT AID AT THIS TIME.  
 HOWEVER, IN INTERESTT OF COMPLETING ACTIVATION OF DD  
 HANCOCK AND CONSERVATION OF BRAZILIAN NAVY FUNDS FOR  
 COMMERCIAL ACTIVATION OF 2D AND 3D DD'S IN FY 1968  
 USSOUTHCOM RECOMMENDS THAT:

A. \$1.4 MILLION BE ADDED TO BRAZIL FY 1967  
 FMS PROGRAM FOR COMPLETION OF HANCOCK ACTIVATION.

B. OSD/ISA INCLUDE ADDITIONAL \$1.4 MILLION  
 FR HANCOCK IN FY 1967 CREDIT ARRANGEMENT WITH  
 BRAZILIAN AUTHORITIES.

3. (C) FOLLOWING IS RECAP OF BRAZIL FY 1967  
 FMS PROGRAM RECOMMEDNED BY USSOUTHCOM IN REF A, AS  
 AMENDED BY REF B AND THIS MSG:

A. MISC CASH .488

EMBOFFICE  
Brasilia

P.O.	1
Pol/Env	2
Adm.	
PRK	
Cons	
Uis	
PSO	
IRI	
MS7	
CP	

ACTION TAKEN

21/0300/SK

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B. DD HANCOCK	2.920
C. HANCOCK HULL VALUE	1.000
D. T-37 AIRCRAFT	7.000
E. SUPPLY SUPPORT, M-41 TANKS	1.100
F. DE CONSTRUCTION	2.500
TOTAL RECOMMENDED SALES:	\$14.988.

GP-4  
BT

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