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RAPPORT:
Van: KA-RA
Aan: Hoofd C.
No.: E/1177/a
ONDERWERP: Joegoslavie en het Verre Oosten.

1. Bijgaande rapporten dzz. van Sardine ontvangen om te behouden.

2. De inhoud mag niet "buitenshuis" gebracht worden.

- 2 -(a) refusing to admit W stern interference in the socialist control of YUGOSLAVIA's economy, or in the administration of Western loans and the distribution of Western economic aid. (b) refusing to enter into any political or military agreements with the West. Convince the masses that it lay in their interests to support the CCCPJ against the Cominform and the USSR. This the CC succeeded in doing (a) persuading the masses that their choice lay between Russian and Yugoslav communist rule, that the latter was preferable, and that the West was not prepared to supply a democratic or liberal alternative. (b) appealing to nationalist and patriotic sentiments against Russian imperialism and ruthlessness. Destroy or neutralise all Cominformist sympathisers. How successful the CC has been in doing this may be judged by the following:-(a) No Cominformists have succeeded in removing the CC from power. (b) the number of persons arrested during the last 5 months as Cominformists has been negligible, (in CROATIA 4): (c) TITO, in his speech to party members of the Guards D; vision in BELGRADE on 17th February 1951, felt so confident that the Cominformist danger in the country had passed that he ordered the party to be more "democratic", and urged party members not to hesitate to criticise the government provided they did not allow their views to influence them to such an extent that they refused to execute the decisions of the majority. The significance of TITO's speech lies in the fact that until recently party members were terrified of criticising the government. Now that the CC has satisfied itself that the internal Cominformist danger has passed, it can afford to be more liberal and suffer criticism. By and large, the CCCPJ may be said to have succeeded in creating the rsychological conditions vitally needed for the successful development and execution of the defence programme. It is true that some orthodox marxist members of thw CPJ still grumbled about YUGOSLAVIA's trade and financial relations with the West the modifications made in the 5 Year Plan. the vast sums allocated to the armament industries the shortage of raw materials for industries unconnected with the defence programme. It is true that the masses still complained bitterly of the rise in the cost of living, and the shortage of food and consumer goods. But to all these critics the CCCPJ had one very simple ready and effective answer - the danger from the East. $A_{\rm S}$ the international political situation deteriorated and the rhythm of the defence programme increased the cry of danger from the East grew shriller antil, in D cember 1950, it reached its climax at the extraordinary meeting of the National A sembly during the debate on the military budget and the need to extend the 5 Year Plan by one year. A few weeks later TITO realised that the price he had paid for this magic answer was to throw the whole country into a state of war hysteria and so on the 17th February he told a meeting of party members of the Guards Division that there was no immediate danger of war and that he did not consider it necessary to accept Western military aid and equipment. MANPOWER With regard to the problem of how best to use YUGO SLAVIA's manpower, the CCCPJ and the Yugoslav G neral Staff have formulated and implemented the following policy: -(a) Maintainance of the maximum number of men under arms consistent with the manpower requirements of industry and agriculture.

- 4 -Mobilisation of the civil population will be considered under three heads; preliminary military training outside the army, and civil defence, 15. Preliminary military training (Predvejnicka Obuka) Already in 1948, preliminary military training was obligatory for all male and female university students and students of the 5th and higher forms of gymnasiums. Severe penalties are imposed on students who fail to present themselves. Instructors on the courses are invariably regular army officers from the ranks of Captain to Colonel. The courses cover theoretical and practical military training. Theoretical training includes garrison duties, organisation of the army, ballistics, description of weapons including the rifle, M/G, sub M/G, gun, morter, etc., recognition of army ranks and badges, the rights and duties of officers and O.R.s and martial law. Practical training includes rifle training, issue of orders, route marches and parade drill. 16. Military training outside the army (V.V.O. Vanarmijski Vojni Odgoj). The fundamental object of VVO is to train the whole civil population, young and old, weak and strong, male and female, to become efficient partisans in the event of war. When VVO began early in 1950, it was not taken very scriously. In October 1950, however, the CCCPJ ordered all mass organisations to give VVO priority over all other activities. Under the aegis of the ex-partisans association ("Savez Boraca"), the Narodna Fronta (National Front), Youth organisations, Vojna Tohnika, Streljacke druzine (Rifle Clubs), Sports associations, etc., mobilised their members through their street or block cell committees, and the Trade Unions mobilised their members through their factory committees. Mobilised members were then organised on partisan military lines into sections, platoons, companies, Battalions, brigades and divisions. of most of these units was given to reserve officers or members of the "Savez Boraca", though command of the higher formations was entrusted to regular army officers. VVO training includes theoretical instruction on partisan warfare and tactics, political instruction on the necessity and glory of partisan warfare, partisan route marches (generally on Sundays), tactical exercises, partisan reconnaissence, partisan attacks on towns, villages, fortified localities, factories, lines of communication, bridges, military installations. dumps, etc., signals - (laying of field telephone lines, use of W/T etc.), first aid, fording of rivers, river patrols, construction and erection of pontoon bridges, temporary bridges, boats, etc., and the erection and destruction of road and railway blocks. As indicated above, WVO is conducted on partisan lines and is not carried out in conjuction with the regular armed forces, although occasionally aircraft and tank units may take part in large scale exercises. Arms employed on VVO are generally dummy wood rifles or old rifles without ammunition. VVO manocurres and exercises began in December 1950, and are still going on. Sometimes they are on a big scale and involve 3 or 4 brigades, civil defence units (PAZ), airforce, tank and engineer units, and sometimes they are on a small scale involving companies and battalions. The population as a whole is taking VVO seriously, and, in view of the fact that civilians are not punished in any way if they do not take part in WO, the number of civilians who do take part is surprisingly high. At recent VVO exercises in the ZAGREB area which took place on a Sunday, the weather was very bad and very cold. And yet of the 200 persons who voluntarily, really voluntarily, took part, only 75 were young men and women, the rest belonged to the fiercely anti-communist petty bourgeois class, clerks civil servants, artisans, etc. They marched cheerfully under the most auful conditions in the countryside round ZAGREB, and waited patiently for 3 hours for their turn to shoot at the rifle range and all of the, at the end, marched

- 5 ↔ proudly through the streets of ZaGREB in their civilian suits, military forage caps, with their rifles slung across their shoulders. Civil Defence Civil defence includes, among other organisations, Red Cross, Fire services, Salvage units and P.A.Z. (Protu avionska znstita - anti aircraft defence). With the exception of the Red Cross. all these organisations are directly controlled by the Ministry of Interior. PAZ was founded in 1949 but only began to take shape in 1950. centres have now been organised in all cities, towns, large villages, and industrial and mining centres; they maintain a small permanent staff of civil defence instructors, engineers, chemists and police officers, all carefully selected by UDB-a. PAZ centres are responsible for organising air raid defences in their respective areas, and for training a corps of PAZ personnel which, in an emergency could be instantly called up for permanent duty. Most persons selected for duty with PAZ are unfit for military service, though some young students are also sometimes recruithd. PAZ training is modern and based, for the most part, on German exin World War II. It does not, however, cover atomic warfare. perience in World War II. It does not, however, cover atomic warfare. Theoretical PAZ training includes high explosive and sulphur bombs, incendiary and napalm air raids, as well as bacteriological and chemical warfare. Practical training is carried out in conjunction with the air force and covers air raid exercises. Such exercises have, during the last 3 months, taken place throughout YUGOSLAVIA, especially in the Hungarian and Roumanian border areas. For those selected to join PAZ, training courses are compulsory, and failure to attend is severely punished. One of the main problems confronting PAZ is the acute shortage of air raid shelters. Most of the shelters built during the war were demolished in 1945 and 1946, and, because of a shortage of building materials and labour, no new shelters are being built. MATERIAL With regard to the problem of how best to aquip and supply the Yugoslav armed forces, the CCCPJ and the Yugoslav General Staff have based their policy on:-(a) No requests for help from the West. (b) Development of indigenous armament industries. 27. Help from the West. The reasons are essentially political. For internal political reasons the Yugoslav government could not and cannot afford to compromise its socialist integrity by entering into military agreements with the West providing for the supply of war material, since that might disrupt the unity of the CPJ and drive many members into the Cominform camp. For external hat nictlemin political reasons, the Yugoslav government could not and cannot afford to dit standpunt compromise its armed neutrality by accepting Western war material and thereby hans is autotion providing the USSR and the Cominform with an excuse to attack her. mist due mel op det sen pri. 28. Chviously enough, if, in spite of this, the USSR clearly showed signs of mounting an attack against YUGOSLAVIA then the government would modify its hiche ram de policy and ask for western military equipment. But, for the present, the government does not think the situation quite so dangerous. Proof of this lies in TITO's speech to CPJ members of the Guards Division in BELGRADE on situali ran 7.58. 17th February, when he asserted that there was no immediate danger of war. Two days later, Ivan GOSNJAK repeated TITO's views at the CP CROATIA conference in ZAGREB.

- 6 -29. Development of indigenous armament industries. Suddenly cut off in 1948 from its main source of military equipment and anxious not to accept western equipment, the Yugoslav government had obviously to develop its own armament industry if it intended to remain in power and protect the country against Russian and satellite aggression. Since 1948, development of the armament industry has been given priority over all other industries, and to this end the whole Five Year Plan has been modified and subordinated. Because the 5 Year Plan had not been modified sufficiently and because the capital equipment requirements of the armament industries had been raised so high and those of the other industries insufficiently lowered, the Yugoslav government found itself obliged:-(a) to export more and more food and raw materials in order to buy more and more capital equipment for more and more non productive armament factories. (b) to reduce imports of capital equipment for industries unconnected with the defence programme, and reduce production in these industries. (c) to ask for western credits. This has resulted in a reduction in the standard of living of the masses, and widespread economic discontent. One of the benefits of developing the indigenous armament industry is that the Yugoslav General Staff now has a chance of standardising equipment and munitions. This report does not propose to discuss the quantity, quality and types of equipment now being produced in YUGOSLAVIA. Suffice it to say that the Yugoslav armed forces are well endowed with light infantry weapons, that replacement of the extremely heterogenous collection of guns with which the army is equipped is proceeding slowly, that a new tank, the TITO tank, is being produced at the rate of one tank per day, and that progress with the construction of new fighter aircraft is painfully slow. TERRAIN With regard to the problem of how best to defend Yugoslav territory, the CCCPJ and Yugoslav General Staff decided not to attempt any serious defence of the eastern plains, and to concentrate the main defence effort of the regular armed forces in the mountainous areas of southern SERBIA, MACE-DONIA, MONTENEGRO AND WESTERN YUGOSLAVIA behind a line running roughly along the south bank of the river SAVA. The reasons for this policy are clear - the Yugoslav army, inferior in numbers and equipment, would be destroyed if it attempted to oppose a determined Russian and satellite advance in the castern plains by presenting a continuous front and operating in mass. On the other hand, it would be able to fight almost indefinitely if it:-(a) dispersed in small, independent, mobile formations in the mountainous areas west of the SAVA and avoided presenting the enemy with a large, slow moving target; (b) maintained contact with the West on the Adriatic. Hence the vital necessity of occupying ALBANIA and controlling the eastern entry of the Adriatic; (c) succeeded in defending the heavy industries and lines of communications of BOSNIA. An indication of how the Yugoslav General Staff has arrived at this decision and how its conceptions of strategic defence have changed since 1949 may be obtained by comparing the Yugoslav army manocuvres of 1949 and 1950. In 1949, Yugoslav army manocuvres were conducted on the basis of large formations operating in consort over a limit; ed area - witness the

manocuvres that were held at MLADENOVAC and ARANDJELOVAC, south of BELGRADE. In 1950, the manocuvres were conducted on the basis of much smaller formation operating independently over large and widely separated areas - mainly in BOSNIA and land west of the river SAVA, though also in nowthern SERBIA.

34. In accordance with the requirements of the strategic defence plan described above, the Yugoslav government decided:-

- (a) to transfer, where and as quickly as possible, as many heavy industries, vital defence plants, munition, food and equipment dumps possible, from East to West;
- (b) to concentrate construction of new heavy industries, defence plants, iron and steel plants etc., in western YUGOSLAVIA, particularly BOSNIA.
- (c) to develop railway communications in BOSNIA viz. the SAMAC-SARAJEVC railway, the BRCKO-BANOVIC+railway, and the BANJA-LUKA-BOBOJ railway that is about to be built.
- (d) to develop Adriatic port facilities e.g. the construction of the new port of PLOCE.
- (e) that partisan forces should be used to harass, attack and destroy the enemy in enemy occupied territory, particularly his lines of communications, rear headquarters, supply and munition dumps and other logistic facilities.