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Collection Name LATIN AMERICAN AFFAIRS DIRECTORATE, NSC:

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9/28/2011 KML

File Folder

BOLIVIA (SAFE 3) 12/24/1985-08/04/1986

FOIA

M10-353/1

Box Numb

ber	1	DENNISON

ID Doc Type	Document Description	No of Doc Date Restrictions Pages
119873 MEMO	JOHN POINDEXTER TO THE PRESIDENT RE CERTIFICATION TO CONGRESS	2 12/23/1985 B1
	R 5/18/2015 M353/1	
119874 MEMO	JACQUELINE TILLMAN TO JOHN POINDEXTER RE PRESIDENTIAL DETERMINATION	2 12/18/1985 B1
119875 MEMO	JOHN C. WHITEHEAD TO THE PRESIDENT RE DETERMINATION OF ENACTMENT OF LEGISLATION (SAME TEXT AS DOC 119868)	2 12/16/1985 B1
	R 5/18/2015 M353/1	
119876 MEMO	WILLIAM MARTIN TO NICHOLAS PLATT RE APPOINTMENT	1 1/16/1986 B1
	R 5/18/2015 M353/1	
119877 MEMO	JACQUELINE TILLMAN TO JOHN POINDEXTER RE APPOINTMENT	1 1/13/1986 B1
	R 5/18/2015 M353/1	
119878 MEMO	NICHOLAS PLATT TO JOHN POINDEXTER RE APPOINTMENT	1 1/9/1986 B1
	R 5/18/2015 M353/1	
119881 REPORT	RE BOLIVIA	1 ND B1 B3
119879 CABLE	LA PAZ 09359	1 11/23/1985 B1
	R 5/18/2015 M353/1	

The above documents were not referred for declassification review at time of processing Freedom of Information Act ~ [5 U.S.C. 552(b)]

B-1 National security classified information [(b)(1) of the FOIA]

B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]

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B-9 Release would disclose geological or geophysical information concerning wells [(b)(9) of the FOIA]

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WITHDRAWAL SHEET

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FOIA

M10-353/1

Box Number

DENNISON

ID Doc Type	Document Description		No of Pages	Doc Date	Restrictions	
119880 CABLE	LA PAZ 10054		2	12/17/1985	B1	
	R 5/18/2015	M353/1				
119882 CABLE	LA PAZ 05317		2	6/25/1986	B1	
	R 5/18/2015	M353/1				
119883 REPORT	RE BOLIVIA		1	ND	B1 B3	
119884 LETTER	TO PRESIDENT REAGAN R 5/18/2015	(IN SPANISH) M353/1	2	8/10/1986	B1	

The above documents were not referred for declassification review at time of processing Freedom of Information Act - [5 U.S.C. 552(b)]

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C. Closed in accordance with restrictions contained in donor's deed of gift.

Tillman:

THE WHITE HOUSE

WASHINGTON

December 24, 1985

Presidential Determination No.86-4

MEMORANDUM FOR THE HONORABLE GEORGE P. SHULTZ The Secretary of State

SUBJECT:

Certification to Authorize Continuation of Certain Assistance for Bolivia

Pursuant to Section 611(1)(A) of the International Security and Development Cooperation Act of 1985 (P.L. 99-83), I hereby certify that the Government of Bolivia has enacted legislation that will establish its legal coca requirements, provide for the licensing of the number of hectares necessary to produce the legal requirement, and make unlicensed coca production illegal.

You are requested to report this determination to the Congress immediately.

I hereby delegate to you authority to make such determinations as called for in the future under Section 611.

This determination shall be published in the Federal Register.

Round Reagon

THE WHITE HOUSE

WASHINGTON

December 24, 1985

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SUBJECT:

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This determination shall be published in the Federal Register.

Round Reagon

NATIONAL SECURITY COUNCIL DISTRIBUTION RECORD

Log Number <u>8509950</u>

Date December 24, 1985

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CONFIDENTIAL

THE WHITE HOUSE

WASHINGTON

119873
The Provident and 5970 4

CONFIDENTIAL

ACTION

December 23, 1985

MEMORANDUM FOR THE PRESIDENT

FROM:

JOHN M. POINDEXTER

SUBJECT:

Certification to Congress on Bolivian

Coca Production

Issue

To sign the determination to the Secretary of State regarding coca production in Bolivia.

Facts

US assistance to Bolivia was conditioned by the Congress based on performance on control of coca production and eradication of coca. The legislation requires that you certify that appropriate steps have been taken in these areas by the Government of Bolivia.

Discussion

The Department of State has determined that the Government of Bolivia has satisfied the requirement on control of coca production which will release the first tranche of US assistance to Bolivia. The Government of Bolivia has taken firm steps to control the production of coca. The second tranche of assistance can be released after a program of coca eradication that has been developed by the Government of Bolivia has been implemented. The Department of State recommends that you authorize them to make this second determination when the Government of Bolivia begins implementation of coca eradication.

The Vice President's office, the White House Office on Drug Abuse Policy, the Attorney General's Drug Enforcement Policy Board, and the National Security Council support the Department of State's recommendation that you sign the determination.

CONFIDENTIAL DECLASSIFY ON: OADR

CONEIDENTIAL

NLRRM363/1 # 119813 NARA DATE 6/23/15 CONSIDERMIAL

CONFIDENTIAL

Recommendation

That you sign the determination at Tab A.

OK No

Attachments:

Tab A Determination

Tab B Statement of Justification

Tab C Memo to you from Acting Secretary of State

Whitehead dated December 16, 1985

Prepared by:
Jacqueline Tillman

cc: Vice President

CONFIDENTIAL

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WITHDRAWAL SHEET

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	ction Name American Affairs Directorate, NSC: Records	Withdrawer KM 9/28/2011 L			
File I	Folder	FOIA M10-353/1 DENNISON			
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Box N	Number				
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ID	Document Type	No of Doc Date Restric- pages tions			
	Document Description	7.6			
1198	74 MEMO	2 12/18/1985 B1			

JACQUELINE TILLMAN TO JOHN POINDEXTER RE PRESIDENTIAL DETERMINATION

The above documents were not referred for declassification review at time of processing Freedom of Information Act - [5 U.S.C. 552(b)]

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- C. Closed in accordance with restrictions contained in donor's deed of gift.

Justification for Certification to Authorize Continuation of Certain Assistance for Bolivia

Section 611(1)(A) of the International Security and Development Cooperation Act of 1985 provides that Military Assistance Program grants, Economic Support Fund assistance, International Military Education and Training and Foreign Military Sales financing may be provided for Bolivia only under certain conditions. Up to 50 percent of the aggregate amount of such assistance allocated for Bolivia may be provided at any time after the President certifies to the Congress that the Government of Bolivia has enacted legislation that will establish its legal coca requirements, provide for the licensing of the number of hectares necessary to produce the legal requirement, and make unlicensed coca production illegal.

On May 22, 1985, the President of Bolivia enacted (and the Council of Ministers signed) a comprehensive coca control Supreme Decree that for the first time provides the legal basis in Bolivia for eradication of coca cultivation. Prior to this decree, there had been no statutory basis for either voluntary or mandatory programs for the reduction of coca cultivation through eradication. It is designed inter alia, to provide for the establishment of legal coca requirements and the licensing of the number of hectares necessary to produce the legal requirement, and makes unlicensed coca production illegal. Most of the above-mentioned controls had not existed before in Bolivia. A Supreme Decree (attached is the Department of State translation of the decree) signed by the President of Bolivia and signed by the Council of Ministers has the force of a law enacted by the legislative branch of the Government of Bolivia.

The Bolivian Supreme Decree, as it applies to coca cultivation, and production and marketing of leaves, provides a legal foundation for fulfillment of a major U.S. narcotics goal in Bolivia -- reduction of coca production to the level of traditional, legitimate demand -- and thus for depriving traffickers of their current access to coca leaf production excess to legitimate consumption.

The decree regulates the cultivation of coca in articles 39 through 44. Article 39 prohibits cultivation of coca in all but two geographic zones, located in the two separate departments of La Paz and Cochabamba. Within those zones the National Office to Combat Drug Traffic is directed to set aside traditional regions for the cultivation of coca leaf establishing maximum production ceilings for each region. All new



cultivation within and without the two zones is prohibited, except that coca nurseries in legally authorized areas may carry the minimum amounts of stock in order to renew, but not increase, authorized plantings (article 44).

In accordance with article 43, within the legal zones, only farmers who were registered as coca producers in 1977 and/or 1981 can receive production licenses. The licenses issued are to show the area authorized for coca cultivation, the number of current and annual harvests permitted, estimated yield for each harvest, and the commitment to reduce the amount planted if production in the region exceeds legal demand (e.g., traditional coca leaf mastication).

Article 40 stipulates that the voluntary eradication of illegal coca cultivation is to be accomplished under the terms of the Government of Bolivia/United States Government Project Agreement on Reduction to the Level of Legal Demand and Control of Coca Production of August 11, 1983 including voluntary and mandatory methods of eradication. Article 42 requires that the reduction of surplus cultivation in areas declared traditional regions is be concurrent with the implementation of development programs.

Under Article 41 all purchases of public or private land in regions in which coca is, or may be, produced is to be controlled following certification attesting that no coca cultivations exist on that land and a commitment by the bidders that they will not cultivate coca leaf on said land. The State reserves the right to have the land revert to the State immediately if coca is planted on it.

We are encouraged that the positive actions and commitments recently made by the GOB will result in the expeditious implementation of the decree. The tumult of a hard fought electoral campaign resulting in a new administration as well as the continuing deterioration of the Bolivian economy have created difficulties for performance by the Bolivian Government in most areas. Nevertheless, President Paz has clearly indicated his intention to initiate a coca eradication program. On October 8 he sent a letter to President Reagan in which he stated: "My government has decided to begin a frontal action against this scourge [the illegal production and trafficking of narcotics] and to that end we are implementing a program designed to eliminate excess cultivation". There are also efforts being made in the Bolivian Congress to strengthen and expand the May narcotics decree.

In spite of the difficulties of undertaking action on both the anti-narcotics front and with regard to the economy, in September the Government of Bolivia began a major enforcement operation in the Beni Department. On September 20, Bolivian enforcement personnel seized the largest cocaine laboratory ever encountered in Bolivia, and one of the largest to be found in Latin America -- capable of producing at least one half ton of cocaine hydrochloride per week.

The Government of Bolivia has now promulgated a law that limits production and marketing of coca leaf and provides legal authority for eradication of coca cultivation. We are pleased with the overall performance of the present Bolivian Government and believe that President Paz is committed to the eradication of excess coca cultivation.

December, 1985

8536621

DEPARTMENT OF STATE WASHINGTON

December 16, 1985

CONFIDENTIAL

MEMORANDUM FOR:

THE PRESIDENT

From:

John C. Whitehead Acting

Subject:

Determination of Enactment of Legislation on Coca Cultivation in Bolivia, To Permit Continuation of Military and Economic Support Fund Assistance

Section 611(1)(A) of the International Security and Development Cooperation Act of 1985 (the Act) provides that Military Assistance Program grants, Economic Support Fund assistance, International Military Education and Training and Foreign Military Sales financing may be provided to Bolivia for FY 1986 only under certain conditions. Up to 50 percent of the aggregate amount of such assistance allocated to Bolivia may be provided at any time after the President certifies to the Congress that the Government of Bolivia has enacted legislation that will establish its legal coca requirements, provide for the licensing of the number of hectares necessary to produce the legal requirement, and make unlicensed coca production illegal. The remaining amount of such assistance is conditioned in section 611(1)(B) on the successful implementation of a coca eradication program.

On May 26, 1985 the President of Bolivia promulgated a Supreme Decree (signed by the Council of Ministers) which is, among other things, designed to regulate comprehensively the production of coca in Bolivia. It prohibits the production of coca except in two geographic zones and provides for the licensing of licit coca production. We believe that these provisions of the decree meet the requirements for providing the first 50 percent of FY 1986 assistance to Bolivia. A supreme decree, promulgated by the President and signed by the Council of Ministers, has the force of law in Bolivia.

DECL: OADR

NLRR M353 1 # 119875 LW NARA DATE 5/18/15 The decree, however, has not yet been fully implemented. The lame duck administration of ex-President Siles Zuazo, unable to act on most fronts, was not replaced until the August 6 inauguration of President Paz Estenssoro. Subsequently, President Paz has focussed his most immediate priority on the restoration of the country's economic stability. In a recent letter to you, Paz clearly indicated his intention to implement a program designed to eliminate excess coca cultivation. There are also efforts being made in the Bolivian Congress to strengthen and expand the May narcotics decree.

A stable democracy in Bolivia is an important U.S. objective, but political stability cannot survive without a healthy and orderly economy. Bolivia faces staggering economic problems and is in critical need of financial assistance to ensure the success of the recent stringent economic reform program. Stable democracy and reversal of the economic crisis are considered important preconditions to the successful implementation of a comprehensive narcotics control program. Thus, the rapid release of the first tranche is therefore especially important. Actual coca eradication is required under section 611(1)(B) of the Act to gain release of the second half of FY 86 economic and military assistance.

Section 611(1)(A) requires enactment of legislation to eliminate excess coca cultivation. We are encouraged that the positive actions and commitments recently made by the GOB will result in the expeditious implementation of the decree as well. For the reasons stated in the justification attached at Tab A, I believe that decree meets the requirements for providing the first tranche of FY 1986 assistance to Bolivia.

RECOMMENDATION

That you sign the Determination at Tab A making the necessary finding under section 611(1)(A) of the International Security and Development Cooperation Act of 1985 and authorizing the Secretary of State to make any further such determinations required in the future.

Attachments:

Tab A - Determination

Tab B - Statement of Justification

CONFIDENTIAL

Presidential	Determination
	No.

MEMORANDUM FOR THE SECRETARY OF STATE

SUBJECT: Certification to Authorize Continuation of Certain Assistance for Bolivia

Pursuant to section 611(1)(A) of the International Security and Development Cooperation Act of 1985 (P.L. 99-83), I hereby certify that the Government of Bolivia has enacted legislation that will establish its legal coca requirements, provide for the licensing of the number of hectares necessary to produce the legal requirement, and make unlicensed coca production illegal.

You are requested to report this determination to the Congress immediately.

I hereby delegate to you authority to make such determinations as called for in the future under section 611.

This determination shall be published in the <u>Federal</u> Register.

		-		
Ron	ald	Rea	gan	

Justification for Certification to Authorize Continuation of Certain Assistance for Bolivia

Section 611(1)(A) of the International Security and Development Cooperation Act of 1985 provides that Military Assistance Program grants, Economic Support Fund assistance, International Military Education and Training and Foreign Military Sales financing may be provided for Bolivia only under certain conditions. Up to 50 percent of the aggregate amount of such assistance allocated for Bolivia may be provided at any time after the President certifies to the Congress that the Government of Bolivia has enacted legislation that will establish its legal coca requirements, provide for the licensing of the number of hectares necessary to produce the legal requirement, and make unlicensed coca production illegal.

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The Bolivian Supreme Decree, as it applies to coca cultivation, and production and marketing of leaves, provides a legal foundation for fulfillment of a major U.S. narcotics goal in Bolivia -- reduction of coca production to the level of traditional, legitimate demand -- and thus for depriving traffickers of their current access to coca leaf production excess to legitimate consumption.

The decree regulates the cultivation of coca in articles 39 through 44. Article 39 prohibits cultivation of coca in all but two geographic zones, located in the two separate departments of La Paz and Cochabamba. Within those zones the National Office to Combat Drug Traffic is directed to set aside traditional regions for the cultivation of coca leaf establishing maximum production ceilings for each region. All new

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16

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The Government of Bolivia has now promulgated a law that limits production and marketing of coca leaf and provides legal authority for eradication of coca cultivation. We are pleased with the overall performance of the present Bolivian Government and believe that President Paz is committed to the eradication of excess coca cultivation.

December, 1985

CONEIDENTIAL

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506 1 coman

0267

January 16

CONFIDENTIAL

MEMORANDUM FOR MR. NICHOLAS PLATT

Executive Secretary Department of State

SUBJECT:

Appointment of Fernando Illanes de la Riva of Bolivia as Ambassador to the United States (C)

The President has reviewed and concurs in the recommendation of the Department of State that the appointment of Fernando Illanes de la Riva as Ambassador Extraordinary and Plenipotentiary of the Republic of Bolivia to the United States would be agreeable to the Government of the United States. You are requested to so inform the Government of Bolivia. (C)

William F. Martin Executive Secretary

William & Martin

CONFIDENTIAL

CONFIDENTIAL BYRW

NLRR M353/1# 119876 BY RW NARA DATE 5/18/15 CONFIDENTIAL

0267

V

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

CONFIDENTIAL

ACTION

January 13, 1986

SIGNED

MEMORANDUM FOR JOHN M. POINDEXTER

FROM:

JACQUELINE TILLMAN

SUBJECT:

Appointment of Fernando Illanes de la Riva of Bolivia as Ambassador to the United States

The Government of Bolivia has asked for agrement for Fernando Illanes de la Riva as it Ambassador to the United States. The information available reveals no grounds for objection. Illanes is knowledgeable about the United States because he has either studied or worked in the United States for eighteen years. He appears to be favorably disposed to the U.S.

RECOMMENDATION

That you authorize William Martin to sign the attached memo to Nicholas Platt at Tab I.

Approve VM

Disapprove

Attachment:

Tab I

Martin/Platt memo

Tab II

State incoming

CONFIDENTIAL DECLASSIFY ON: OADR

CONFIDENTIAL

DECLASSIFIED

NLRR M363/, # 119977

RW NARA DATE 5/18/15

119878 S/S 8600558

United States Department of State

Washington, D.C. 20520

6267

(With CONFIDENTIAL Attachments)

January 9, 1986

19

MEMORANDUM FOR VADM JOHN M. POINDEXTER THE WHITE HOUSE

SUBJECT:

Appointment of Fernando Illanes de la Riva of Bolivia as Ambassador to the United States

The Government of Bolivia has inquired whether our Government agrees to the appointment of Mr. Fernando Illanes de la Riva as Ambassador Extraordinary and Plenipotentiary of Bolivia to the United States (TAB A). A biography of Mr. Illanes is attached (TAB B).

The Department believes from the information available that Mr. Illanes will make an excellent Ambassador to the United States and recommends that the President agree to the proposed appointment. If he concurs, the Department will inform the Government of Bolivia.

by Nicholas Platt Executive Secretary

Attachments:

- 1. Biography.
- 2. Telegrams from La Paz 9359 and 10054

(With CONFIDENTIAL BY LW MARA DATES 1815

WITHDRAWAL SHEET

Ronald Reagan Library

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1198	81 REPORT	1	ND	B1	
	RE BOLIVIA			B3	

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Department of State

INCOMING TELEGRAM

.PAGE 81 LA PAZ 09359 231237Z ACTION ARA-00

9789 ARA2505

LA PAZ 09359 231237Z

PRETING GROUPS. EXTREMELY CULTURED, SHE SHARES HER HUSBAND'S INTEREST IN PAINTING AND CERAMICS, AND THE COUPLE HAS ONE OF BOLIVIA'S MOST EXTENSIVE COLLECTIONS

OF BOLIVIAN COLONIAL ART AND INCAN AND PRE-INCAN
CERAMICS COLLECTIONS (SETTER THAN MANY OF THE BEST
HUSEUMS). THE ILLANES' TWO CHILDREN ARE APPROXIMATELY

23 AND 26 YEARS OLD. ROWELL

9789 ARA2505

ACTION OFFICE BL-02
INFO FILE-01 ARA-04 PPC-01 DECP-01 ECP-01 RPP-02 OAS-01
PPA-01 DAND-02 /016 A2 YC

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NSAE-DO PM-83 SLPD-81 /811 W

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-CONFIDENTIAL LA PAZ 89359

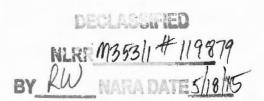
LIMDIS

E.O. 12356: DECL: OADR
TAGS: PREL, PINR, BL, US
SUBJECT: NEW BOLIVIAN AMBASSADOR TO THE U.S.

- 1. (C) FERNANDO ILLANES TOLD THE AMBASSADOR LATE NOVEMBER 25 THAT HE HAD FORMALLY ACCEPTED ON NOVEMBER 19 PRESIDENT PAZ' INVITATION TO BE BOLIVIA'S NEW AMBASSADOR TO THE UNITED STATES.
- 2. (LOU) ILLANES INDICATED THAT THE BOLIVIAN PROCEDURE WOULD BE FIRST TO GET BOLIVIAN SENATE CONCURRENCE,
 AND THEN TO SEEK U.S. AGREHENT. AMBASSADOR NOTED THAT
 VIRTUALLY ALL COUNTRIES IN THE WORLD DO IT THE OTHER
 WAY AROUND, ALTHOUGH IN BOLIVIA'S RECENT DESIGNATIONS
 OF AMBASSADORS TO A NUMBER OF COUNTRIES THE BOLIVIAN
 GOVERNMENT HAD DOGGEDLY PURSUED ITS OWN UNIQUE STYLE.

COMMENT

- 3. (C) ILLANES WOULD BE AN EXCELLENT AMBASSADOR. HE LIVED EIGHTEEN YEARS IN THE UNITED STATES AND RECEIVED A DEGREE IN CHEMICAL ENGINEERING FROM RENSSELAER POLY-TECHNIC IN TROY, NY (1955) AND A MASTER'S IN BUSINESS ADMINISTRATION FROM YALE (1956). HE SUBSEQUENTLY STUDIED MUSIC IN THE U.S. AND BECAME A PROFESSIONAL OPERA SINGER, WORKING BOTH IN THE UNITED STATES AND EUROPE. IN 1969 HE WAS INVITED BY A UNITED STATES CHEMICAL FIRM TO RETURN TO BOLIVIA AS A MANAGING ENGINEER. ILLANES SUBSEQUENTLY LEFT THE FIRM ON FRIENDLY TERMS AND STARTED HIS OWN BUSINESSES. HE IS A SUCCESSFUL, IMAGINATIVE ENTREPRENEUR AND HOLDS VERY POSITIVE VIEWS TOWARD THE U.S. ILLANES IS A PAST PRESIDENT OF THE BOLIVIAN NATIONAL CHAMBER OF COMMERCE AND THE BOLIVIAN CONFEDERATION OF PRIVATE ENTREPRENEURS AS WELL AS A FORMER DIRECTOR OF THE BOLIVIAN NATIONAL INVESTMENT INSTITUTE. HIS MOST RECENT ENTERPRISE HAS BEEN THE ESTABLISHMENT OF A NEW FIRM THAT PRODUCES FLOWERS FOR EXPORT -- THE KIND OF NON-TRADITIONAL ENTERPRISE THAT BOLIVIA SO BADLY MEEDS.
- 4. (U) ILLANES IS BILINGUAL IN SPANISH AND ENGLISH, UNDERSTANDS AND BELIEVES IN THE IMPORTANCE OF THE PRIVATE SECTOR AND MOVES COMFORTABLY WITH BUSINESS, BANKING AND POLITICAL FIGURES. HE LIVED IN ITALY FOR FOUR YEARS AND GERMANY FOR TWO YEARS AND SPEAKS THOSE LANGUAGES FLUENTLY AS WELL. ILLANES ALSO SPEAKS SOME FRINCH AND PORTUGUESE. HE WAS BORN ON DECEMBER 24, 1931. IN LA PAZ.
- 5. (0) MRS. MINON ILLANES IS FLUEHT IN STANISH, ENGLISH AND PORTUGUESE AND SPLANS SOME FRENCH - SHE IS AN INTER-PRETER-TRANSLATOR WITH LA PAZ" MOST RESPECTED INTER-



PAGE 81 OF 82 LA PAZ 18854 88 OF 83 1723832 ACTION ARA-BO

2325

MIGH SCHOOL: COLEGIO LA SALLE, LA PAZ. 1949

INFO LOG-88 COPY-81 ADS-88 INR-18 \$5-88 CIAE-88 MSC-81 MSAE-88 CPR-82 /814 W

UNIVERSITY: RENSSELAER POLYTECHNIC INSTITUTE TROY, MY, BACHELOR'S DEGREE: CHEMICAL ENGINEERING, 1955

P 1721352 DEC 85 FM AMEMBASSY LA PAZ

VALE UNIVERSITY, NEW HAVEN, CT, MASTER'S DEGREE IN ENGINEERING. SPECIALITY: NUCLEAR ENGINEERING. BUSINESS ADMINISTRATION, 1957

TO SECSTATE WASHOC PRIORITY \$482

OTHER COURSES:

CONFIDENTIAL LA PAZ 18854

1969 DYMAMICS OF EXECUTIVE THINKING -CENTRO BOLIVIANO DE PRODUCTIVIDAD INDUSTRIAL, LA PAZ

E. O. 12356: DECL: OADR TAGS: PINR, PREL, BL, US SUBJECT: GOVERNMENT OF BOLIVIA REQUESTS AGREHENT FOR FERNANDO ILLANES AS AMBASSADOR TO U.S.

> 1973 DECISION MAKING FOR EXECUTIVES -AMERICAN MANAGEMENT ASSOCIATION -SAC PAULO, BRAZIL

REF: LA PAZ 9559

1974 FUSION AND ACQUISITIONS - MANAGEMENT CENTER OF BRAZIL (AMA), SAO PAULO,

1. CLOU) FOREIGN MINISTER ARADZ CALLED IN THE AMBASSADOR ON THE MORNING OF DECEMBER 16 TO PRESENT THE FORMAL REQUEST FOR AGREHENT TO THE APPOINTMENT OF FERNANDO ((ILLANES)) DE LA RIVA AS BOLIVIA'S AMBASSADOR IN WASHINGTON. THE SENATE HAD CONFIRMED PRESIDENT PAZ ESTENSSORO'S NOMINATION OF ILLANES ON DECEMBER 10 (REF), REQUEST DEPARTMENT INFORM EMBASSY AS SOON AS DECISION IS REACHED ON AGREMENT SO THAT AMBASSADOR MAY PROVIDE RESPONSE TO ARAOZ.

INTERNATIONAL RESIDENCES:

2. (C) NOTE AND ORIGINAL OF CURRICULUM VITAE ON ILLANES POUCHED TO ARA/ARD (OVENS). REF CONTAINS BASIC BIO BACKGROUND AND EMBASSY'S POSITIVE ASSESSMENT OF THE APPOINTMENT.

18 YEARS IN UNITED STATES OF AMERICA, 4 YEARS IN ITALY, 2 YEARS IN GERMANY, 3 YEARS IN BRAZIL. ALSO TRAVELED EXTENSIVELY THROUGH EUROPE, LATIN AMERICA AND THE CARIBBEAN, MIDDLE EAST, NORTH AFRICA AND FAR EAST.

3. COU) FOLLOWING IS AN INFORMAL EMBASSY TRANS-LATION OF ILLAMES' CURRICULUM VITAE.

LANGUAGES:

DECLASSIFIED BEGIN TEXT:

SPANISH, ENGLISH, PORTUGUESE, ITALIAN - EXCELLENT GERHAN - GOOD FRENCH - AVERAGE

FERHANDO ILLANES DE LA RENA

CURRICULUM VITAE

PROFESSIONAL EXPERIENCE:

DATE /PLACE OF BIRTH: DECEMBER 24. 1931.

PRESIDENT OF THE ENTERPRISE AND ADMINISTRATIVE DEVELOPMENT INSTITUTE (I. D. E. A.)

LA PAZ

1982-85 PRESIDENT OF THE CONFEDERATION OF PRIVATE ENTREPRENEURS IN BOLIVIA (C. E. P. B.)

FATHER: GENERAL HUMBERTO ILLANES ARAMAYO

EXECUTIVE PRESIDENT OF THE BOLIVIAN PRESENT ADMINISTRATION ENTERPRISE, LIMITED

MOTHER: MORA DE LA RIVA DE ILLANES

1981-EXECUTIVE VICE PRESIDENT OF PLASMAR, PRESENT S. A.

MARITAL STATUS: MARRIED TO MINON SALINAS DE ILLANES SINCE APRIL 1957

1989-83 DIRECTOR OF BANCO INDUSTRIAL, S. A.

CHILDREN: CARLA, 26 YEARS OLD, SINGLE FERNANDO, 24 YEARS OLD MARRIED, ONE SON

1978-DIRECTOR OF BANCO NACIONAL DE BOLIVIA PRESENT

HOME ADDRESS: CALLE JULIO PATINO 1819

1976-EXECUTIVE PRESIDENT OF PLASTIX PRESENT BOLIVIANA, S. A.

CALACOTO, LA PAZ, TELEPHONE: 79432 AVENIDA 6 DE AGOSTO 2845 OFFICE ADDRESS:

1975-76 VICE PRESIDENT FOR LATIN AMERICA, BEKER IMDUSTRIES CORP, SAO PAULO, BRAZIL

P. O. BOX 942, LA PAZ TELEPHONE: 355638 - 378143 -356855

PRESIDENT OF BEKER COMMERCIAL AND INDUSTRIAL FERTILIZERS, LTD., BRAZIL

- PRIMARY SCHOOL: COLEGIO LA SALLE, TURIN, ITALY COLEGIO LA SALLE, LA PAZ COLEGIO ALEMAN, ORURO

1973-75 PARTHER/ADMINISTRATOR OF NATIONAL DISTILLERS OF BRAZIL, SAO PAULO, BRAZIL

ESCUELA REPUBLICA NO. 5, TARIJA

7.3

PAGE	an	UE	22

1971-73 DIRECTOR AND MANAGER IN BOLIVIA FOR MATIONAL DISTILLERS AND CHEMICAL CORPORATION; PRESIDENT OF PLASTIX BOLIVIANA, S.A.

ORAFTED BY F. FOULGER) ROWELL

END TEXT.

1969-71 GENERAL MANAGER OF NATIONAL DISTILLERS
AND CHEMICAL CORPORATION, PRESIDENT
OF PLASTIX BOLIVIANA, S.A.

1956-69 VARIOUS POSITIONS WITH COLGATE
PALMOLIVE INTERNATIONAL CO., NEW YORK.
LAST POSITION: PRODUCTION ASSISTANT
FOR THE WESTERN HEMISPHERE

1955 DESIGN ENGINEER FOR THE FOSTER WHEELER COMPANY, NEW YORK

1954 INSPECTION ENGINEER FOR ST. JOSEPH LEAD CO., MONACA, PA

OTHER EXPERIENCES:

DIRECTOR OF THE NATIONAL CHAMBER OF INDUSTRIES

1971-73 DIRECTOR OF NATIONAL INSTITUTE OF INVESTMENTS, 1971-73

PRESIDENT OF THE COMMISSION FORMED FOR THE REVIEW AND CHANGE OF THE BOLIVIAN LAW OF CORPORATIONS

PARTICIPATED IN THE FOLLOWING INTERNATIONAL EVENTS REPRESENTING OR HEADING THE ASSOCIATION OF INDUSTRIAL PLASTICS OF BOLIVIA

- FOURTH SECTORIAL MEETING OF THE PLASTIC INDUSTRY (LAFTA) 1969
- THIRD ORDINARY ASSEMBLY OF THE LATIN AMERICAN PLASTIC ASSOCIATION (ALIPLAST), SEPT 1969, SAO PAULO, BRAZIL
- FIRST NATIONAL CONGRESS OF PLASTICS IN AGRICULTURE, BUENOS AIRES, ARGENTINA, 1978
- FIRST MEETING OF THE PLASTICS INDUSTRY OF ANDEAN PACT NATIONS, SANTIAGO, CHILE, 1978
- DEVELOPMENT SYMPOSIUM FOR THE TRANSFORMATION OF THE PLASTIC INDUSTRIES OF DEVELOPING COUNTRIES, LONDON, ENGLAND. INVITATION BY UNIDO, JUNE 1973
- FIRST MEETING OF THE CHAMBER OF INDUSTRY OF THE ANDEAN GROUP, REPRESENTING THE NATIONAL CHAMBER OF BOLIVIAN INDUSTRIES, LIMA, PERU, MARCH 1973

1984-85 REPRESENTATIVE OF THE CONFEDERATION
OF PRIVATE ENTERPRISES OF BOLIVIA
BEFORE THE ILO. GENEVA, SWITZERLAND

1984-85 REPRESENTATIVE OF THE CONFEDERATION
OF PRIVATE ENTERPRISES OF BOLIVIA
TO THE ANDEAN ENTERPRISE COUNCIL,
BARRANQUILLA, COLOMBIA AND LA PAZ,
BOLIVIA

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506 Lay Burghardt

Lv 3. 1986

MEMORANDUM FOR DON GREGG

FROM:

FRANKLIN L. LAVIN

SUBJECT:

Bolivia Visit - Wife of the Vice President

BACKGROUND

Maria de Garret, the wife of the Vice President of Bolivia, will be in Washington November 3 - 5 and has requested a meeting with Mrs. Bush. She has also asked to meet the First Lady.

There is no reason, from a foreign policy standpoint, why a meeting with Mrs. de Garret would be particularly helpful.

RECOMMENDATION

That the White House cable our Embassy in Bolivia informing them that Election Day activities and commitments will prevent a meeting at that time, and asking the Embassy to forward that message through proper channels.

DECISION

Yes, decline the meeting. ____ No, schedule a meeting.

Attachments:

Tab A Original inquiry

Tab B Biographical information

Tab C Background on Bolivia

cc: Rod McDaniel Ray Burghardt

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PAGE 01 IBM731

LA PAZ 5317

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ROUTINE STU1751 DE RUEHLP #5317 1762038 R 252037Z JUN 86 FM AMEMBASSY LA PAZ

TO SECSTATE WASHDC 3118 CONFIDENTIAL LA PAZ 05317

E.O. 12356: DECL: OADR

TAGS: OVIP (GARRETT, MARIA LUSIA KENT DE), BL

SUBJECT: REQUEST FOR APPOINTMENTS FOR WIFE OF BOLIVIAN

VICE PRESIDENT

- 1. (U) AMBASSADOR HAS RECEIVED FROM THE FOREIGN MINISTRY A FORMAL REQUEST FOR APPOINTMENTS IN EARLY NOVEMBER WITH MRS. REAGAN AND MRS. BUSH FOR THE WIFE OF BOLIVIA'S VICE PRESIDENT JULIO ((GARRETT)) AILLON.
- 2. (U) MRS. MARIA LUISA KENT DE GARRETT ("MARITA") HAS BEEN INVITED BY THE GOVERNOR OF ARKANSAS TO PARTICIPATE IN A "PARTNERS OF THE AMERICAS" MEETING FEATURING BOLIVIA IN LATE OCTOBER. (ARKANSAS HAS A "PARTNERS" RELATIONSHIP WITH THE DEPARTMENT (STATE) OF SANTA CRUZ AND UTAH AND NORTH CAROLINA HAVE SIMILAR TIES WITH LA PAZ AND COCHABAMBA). MRS. GARRETT'S TENTATIVE SCHEDULE HAS HER IN WASHINGTON ON NOVEMBER 3-5.
- 3. (U) MRS. GARRETT HAS AGREED TO PARTICIPATE IN THE ARKNASAS MEETING IN LIEU OF MRS. PAZ ESTENSSORO, THE WIFE OF BOLIVIA'S PRESIDENT. IN WASHINGTON SHE WISHES TO DISCUSS NARCOTICS AWARENESS PROGRAMS AND ANTI-DRUG EDUCATION, ESPECIALLY PROGRAMS AIMED AT DRUG PREVENTION

CONFIDENTIAL

AMONG CHILDREN. BOLIVIA IS ORGANIZING SUCH A CAMPAIGN UNDER MRS. PAZ ESTENSSORO'S AEGIS.

4. (C) "MARTIA" GARRETT IS VERY INTELLIGENT, GREGARIOUS AND OUTGOING, AND SHE IS EFFECTIVE ON THE PUBLIC SIDE

OF POLITICAL LIFE. SHE CURRENTLY IS ACCOMPANYING HER HUSBAND ON AN OFFICIAL VISIT TO ITALY AND THE HOLY SEE.

(C) ACTION: WE RECOMMEND THAT MRS. GARRETT'S REQUEST BE GIVEN PRIORITY CONSIDERATION AT LEAST WITH REGARD TO MRS. BUSH.

(DRAFTED BY:POL:WLOFSTROM) ROWELL ** END OF CABLE **

WITHDRAWAL SHEET

Ronald Reagan Library

Colle	ection Name	Withdrawer			
Latin	American Affairs Directorate, NSC: Records	KM 9/28/2011 L FOIA			
File I	Folder				
BOLI	IVIA (SAFE 3) 12/24/1985-08/04/1986	M10-353/1 DENNISON			
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1		62			
ID	Document Type	No of Doc Date Restric-			
	Document Description	pages tions			
1108	83 REPORT	1 ND B1			
119003 KEI OKI		B3			
	RE BOLIVIA	D3			

The above documents were not referred for declassification review at time of processing Freedom of Information Act - [5 U.S.C. 552(b)]

- B-1 National security classified information [(b)(1) of the FOIA]
- B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]
- B-3 Release would violate a Federal statute [(b)(3) of the FOIA]
- B-4 Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]
- B-6 Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]
- B-7 Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
- B-8 Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
- B-9 Release would disclose geological or geophysical information concerning wells [(b)(9) of the FOIA]
- C. Closed in accordance with restrictions contained in donor's deed of gift.

I. General Background Information



- Landlocked Bolivia, about the size of California and Texas combined, shares borders with Brazil, Argentina, Paraguay, Peru and Chile. The country has three well-defined geographic zones the high plateau ("altiplano", average altitude of 12,000 feet) where the capital La Paz is located, the temperate and semitropical valleys of the eastern mountain slopes (the "yungas"), and the tropical lowlands ("llanos") of the Amazon River Basin.
- o Of Bolivia's 6 million people, about 60% are Aymara and Quechua-speaking Indians descended from Inca and pre-Inca cultures. The rest are mixed Indian and Spanish (25-30%), and Buropean (5-15%). Spanish is the official language. The country is 95% Roman Catholic.
- o The pre-Colombian culture left important archaelogical ruins, gold and silver artifacts, ceramics and weavings. Many patterns are preserved to the present time. A rich and distinctive heritage of architecture, painting and sculpture was left by the Spaniards.

II. The Economy

- o Bolivia is South America's poorest country. Per capita income is approximately \$500. In the past two years, the economy has declined dramatically largely because of world recession, national disasters and falling world market price for the main export commodity, tin. The inflation rate, over 2000s in 1984, is probably the world's highest. Prequent cabinet changes, political party factionalism, and labor strife have disrupted economic recovery efforts.
- o Agriculture and mining account for most of GDP. In addition to tin, Bolivia has significant deposits of natural gas (exported to Argentina), petroleum, zinc, silver and other minerals.

III. The Politics

o Military coups and shortlived constitutions have dominated Bolivian politics since independence in 1825. After 18 years of almost uninterrupted military rule, civilian government led by President Siles Zuazo was restored in October, 1982.

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civilian government led by President Siles Zuazo was
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From: NSJRS --CPUA Date and time

07/28/86 11:57:52

To: NSRBM

--CPUA

JOHN M. POINDEXTER NSWRP

--CPUA --CPUA

JOHN M. POINDEXTER

--CPUA NSRBM

DONALD FORTIER

NSWRP

DONALD FORTIER

NOTE FROM: JAMES R. STARK

SUBJECT: Operation Blast Furnace update

Our support for Bolivian anti-narcotics operations continues to go well in spite of domestic criticism in Bolivia. high points from recent reporting:

--We have relayed GOB request for public statements of support

to other Latin Amer. and European govts.

--Bolivian and US reps doing well at resolving emerging problems inherent in any "first of a kind" operation. We've given significant support to Bolivian police in comms, logistics, and rations.

-- US military forces receiving high praise for discipline, flexibility, and sensitivity/responsiveness to Bolivian concerns.

--Blast Furnace has signaled that both USG and GOB are serious in their commitment to hit narcotraffickers.

-- Independent of -- but largely due to -- Blast Furnace, GOB has initiated major operations of its own in other drug areas. Large (50,000) floating population employed primarily in drug operations now abandoning the Chapare, the most important drug producing region.

--Domestic criticism of US involvement has forced GOB to initiate significant public affairs program. Televised street interviews show broad public support from ordinary citizens. We may use additional FY-87 ESF to help this effort.

--DEA and Bolivian police reporting walk-in informants with info on drug and precursor chemical stashes. This is unprecedented and is an unexpected byproduct of Blast Furnace. Now that public believes GOB serious about the problem, they are more willing to help.

-- Embassy La Paz notes need to keep up the pressure, even after completion of this operation. They will be looking for more resources to ensure this good start doesn't collapse.

--CPUA cc: NSHRT NSKS --CPUA NSRFB --CPUA

--CPUA NSJT NSPWR --CPUA --CPUA NSWR

TO

PRESIDENT

FROM SILES HERNAN Z

DOCDATE 01 AUG 86

KEYWORDS: BOLIVIA

HS

Bolivier Historical files

DUE 19 AUG 86 STATUS D FILES WH

SUBJECT LTR IN SPANISH TO PRES FM PRES SILES

FOR ACTION

ACTION PENDING STATE RECOMS

FOR CONCURRENCE

FOR INFO

STATE

TILLMAN

BURGHARDT

RODMAN

COMMENTS

NSCIFID (PS) LOG REF# ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO

W/ATTCH FILE (C) DISPATCH _

ZV

Presidencia de la Prepública

La Paz, 1º de agosto de 1986.

Señor Presidente y amigo:

Le agradezco por su amable carta, fechada el 24 de julio de 1986, y los positivos conceptos que en ella expresa en relación a la enérgica acción que mi Gobierno ha desplegado en una lucha frontal contra el narcotráfico.

Se trata de la iniciación de una difícil y múltiple que en Bolivia estamos dispuestos a llevarla adelante con la mayor seriedad y eficiencia. En este contexto quiero destacar la cooperación que el Gobierno de los Estados Unidos de América nos ha proporcionado. Nosotros, con adecuado apoyo continuaremos incansablemente en esta guerra contra la droga. podemos conformarnos con realizar acciones policiales combinadas temporales luego al perder su intensidad y continuidad, que, provocarfan resultados contrarios y adversos a los deseados. este sentido, me permito remitir, como anexo a la presente, la comunicación que en esta misma fecha ha enviado el señor Ministro de Relaciones Exteriores y Culto de Bolivia al señor Secretario de Estado de su Ilustrado Gobierno.

M

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NLRR M353 | # 11 9884 | BY LW MARA DATE 5 | 18 15

- 2 -

Considero, estimado Señor Presidente, que el combate que hemos emprendido contra este terrible síndrome social del narcotráfico, requiere una acción conjunta, no sólo de nuestros Gobiernos sinó de otros países amigos del hemisferio que padecen este mismo flagelo. Por tanto creo necesaria la realización de una reunión de los Jefes de Estado del Brasil, Colombia, Ecuador, Estados Unidos de América, Perú y Venezuela durante el presente año, con el objeto de definir políticas comunes en esta materia tan urgente. Esta reunión la convocaríamos conjuntamente los Estados Unidos de América y Bolivia para que se realice en la ciudad de Santa Cruz de la Sierra.

Agradezco la atención que merezca la presente comunicación y le reitero las expresiones sinceras de amistad y consideración personal.

Al Excelentísimo Señor Don Ronald Reagan, PRESIDENTE DE LOS ESTADOS UNIDOS DE AMERICA Washingtón D.C.-

NATIONAL SECURITY COUNCIL

ID 8605993

REFERRAL

DATE 14 AUG 86

MEMORANDUM FOR: STATE SECRETARIAT

DOCUMENT DESCRIPTION TO PRESIDENT

SOURCE: SILES, HERNAN Z

DATE 01 AUG 86

KEYWORDS BOLIVIA

HS

SUBJ: LTR IN SPANISH TO PRES FM PRES SILES

REQUIRED ACTION DRAFT REPLY FOR PRES SIGNATURE

DUEDATE 20 AUG 86

COMMENTS:

FOR Rodney McDaniel

EXECUTIVE SECRETARY

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