

DECLASSIFIED

E.O. 12958, as amended, Sect 3.5

NSE/Soubers to Smith 09/06/2002

By hsh Date 02/13/07

THE WHITE HOUSE

WASHINGTON

August 13, 1972

~~CONFIDENTIAL~~

National Security Study Memorandum No. 158

Council on International Economic Policy Study Memorandum No. 23

TO:           The Secretary of State  
              The Secretary of Defense  
              The Secretary of the Treasury  
              The Secretary of Commerce  
              The Director of Central Intelligence



SUBJECT:     Review of U. S. Policy Toward Peru

The President has directed that NSSM 18 of February 7, 1969, NSSM 42 of April 11, 1969, and papers and reports resulting therefrom be reviewed and updated in the light of trends and developments since their approval. The review should take into account the full range of U. S. political and economic interests in Peru in the context of our global and hemispheric policies and interests. Specifically the study should address:

- the probable development of Peru's policies and politics over the next eighteen months to two years;
- the relationship between our policy towards Peru and our policies towards Chile and Latin America generally;
- the outlook for the Peruvian economy, including an assessment of external resource requirements and possible assistance from sources other than the U. S. ;
- U. S. assistance policy with respect to Peru, including earthquake and flood reconstruction assistance, bilateral, regional and multilateral economic assistance, Ex-Im credits and military assistance;
- the handling of outstanding problems including investment disputes, especially IPC, and the Gonzalez and Hickenlooper amendments.

CONFIDENTIAL

The NSC IG/ARA, augmented for this purpose by representation from CIEP, Commerce, Ex-Im and OPIC, should prepare a paper setting forth options for U.S. policy for submission by September 15, 1972. It will be reviewed by the Senior Review Group, including representation from CIEP and the Department of Commerce as well as its usual membership.

Henry A. Kissinger                      Peter M. Flanigan

cc: Director, United States Information Agency  
Administrator, Agency for International Development  
President and Chairman, Export-Import Bank of the United States  
President, Overseas Private Investment Corporation