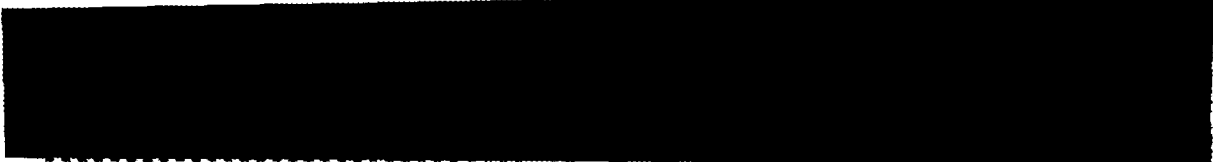


MSGNO 4 (MIIR) RSB *07/04/88* *04:35*
ZCZC 09:34:37Z (MI)

~~CONFIDENTIAL~~



88 8485443 MCR

TOR: 070744Z APR 88

NC 8485443
RUEKJCS 5205

RR RUEAIIA
DE RUEKJCS #5205 0980741

ZNY ~~SECRET~~

R 070741Z APR 88

FM JCS WASHINGTON DC

TO (b)(3):50 USC 403-1(i)

INFO RUEADWD/OCSA WASHINGTON DC

RUENAQA/CNO WASHINGTON DC

RUEAHQA/CSAF WASHINGTON DC/ (b)(3):50 USC 403-1(i)

(b)(3):50 USC 403-1(i)

RUEAHQA/CSAF WASHINGTON DC/ (b)(3):50 USC 403-1(i) //

RUEAIIA/CIA WASHINGTON DC

RUEHC /SECSTATE WASHINGTON DC

RUEAMCC/CMC CC WASHINGTON DC

RUEAIAH/DIRNSA FT GEORGE G MEADE MD

RUEACMC/CMC WASHINGTON DC

RUCJACC/USCINCENT MACDILL AFB FL

(b)(3):50 USC 403-1(i)

RUEALGX/SAFE

AIG 11844

R 070739Z APR 88

FM (b)(3):10 USC 424

TO RUEKJCS/DIA WASHDC

INFO RUHQHQA/CINCPAC HONOLULU HI/ (b)(3):50 USC 403-1(i)

(b)(3):10 USC 424

BT

EZ1:

~~CONFIDENTIAL~~ (b)(3):10 USC 424

~~CONFIDENTIAL//NOFORN//PROPIN~~

EZ2:

SERIAL: (U) IIR (b)(3):10 USC 424

PASS: (U) (b)(3):10 USC 424,(b)(3):50 USC 403-1(i)

COUNTRY: (U) CHINA (CH); IRAN (IR); UNITED KINGDOM (UK).

SUBJECT: IIR (b)(3):10 USC 424 /CHINESE ATTEMPT TO SELL

PATROL BOATS TO IRAN (U).

WARNING: (U) THIS IS AN INFORMATION REPORT, NOT FINALLY
EVALUATED INTELLIGENCE. ~~REPORT CLASSIFIED~~

~~CONFIDENTIAL//NOFORN//PROPIN~~

DEPARTMENT OF DEFENSE

DOI: (U) 880200

REQS: (U) (b)(3):10 USC 424,(b)(3):50

SOURCE: (U) USC 403-1(i)

SUMMARY: (U) A CHINESE TRADING FIRM IS PROBABLY
ATTEMPTING TO SELL PATROL BOATS TO THE IRANIAN NAVY.
IN EARLY 1988, AN ESTABLISHED BRITISH CORPORATION WAS

8800392337

(12)

MSGNO 4 (MIIR) RSB *07/04/88* *04:35*
APPROACHED BY THE CHINESE TO ACT AS MIDDLEMAN IN THE
DEPL, BUT THE BRITISH FIRM REJECTED THE CHINESE APPROACH
ON THE SPOT.

TEXT: 1. ~~(C/NF/PROPIN)~~ (b)(1),1.4 (c) THAT IN EARLY
1988, A CHINESE OVERSEAS TRADING CORPORATION APPROACHED
RACAL MARINE SYSTEMS LTD. IN HONG KONG SEEKING THE UK
FIRM'S ASSISTANCE IN SELLING FAST PATROL BOATS TO IRAN.
(b)(1),1.4 (c) DID NOT DISCLOSE THE NAME OF THE CHINESE TRADING
COMPANY, BUT WHEN QUESTIONED, INDICATED THAT IT WAS
NOT POLYTECHNOLOGIES WHO MADE THE REQUEST. THE TYPE
OF FAST PATROL BOAT BEING OFFERED FOR EXPORT WAS NOT
DISCLOSED.

2. ~~(C/NF/PROPIN)~~ (b)(1),1.4 (c) VIEW IS THAT THE CHINESE
OFFER WAS REJECTED OUT OF HAND BY RACAL. THE CORPORATION
DECLARED THAT IT WOULD NOT GO ALONG WITH THE
CONTINUING ARMS TRADE BETWEEN CHINA AND IRAN.
COMMENTS: ~~(C/NF/PROPIN)~~ (b)(1),(b)(3):10 USC 424,1.4 (c)

//IPSP: (b)(3):10 USC 424

//COMSOBJ

PROJ: (U)

COLL: (U) (b)(3):10 USC 424,(b)(3):50 USC 403-1(i)

INSTR: (U)

PREP: (U)

ACQ: (U)

DISSEM: (U)

WARNING: ~~REPORT CLASSIFIED CONFIDENTIAL~~
~~NOT RELEASABLE TO FOREIGN NATIONALS - CAUTION PROPRIETARY~~
~~INFORMATION INVOLVED.~~

DECL: OADR
END OF MESSAGE

~~CONFIDENTIAL~~

NNNN

NNDD

8800392338