SECRET NOTORIOUS WISELY

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

COUNTRY: (U) CHINA (CH); IRAN (IR); LIBYA (LY).

SUBJECT: COMPLETE COPRODUCTION (U) MISSILE SALES AND

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

DEPARTMENT OF DEFENSE

DOII: (U)
REPS: (b)(3):10 USC 424

SOURCE: A. (c)

TEXT: 1. (SYNF) (b)(1),1.4 (c)

LEJIAN (b)(6) THE SENIOR MEMBER WAS ((HAN))
GENERAL MANAGER AND SENIOR

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MSGNO  1 (MIIR)  ALL  17/04/91  02:10
ENGINEER.  THE SECOND MEMBER WAS (LI) BENNING (STC
26/1/10/14/15/7) MANAGER AND ENGINEER.  THE THIRD
MEMBER WAS A FEMALE, TALL, SLIM, LONG HAIR AND WELL
SPUN, WHO DID NOT GIVE HER CARD OR HER NAME (CLEARLY).

THE CPMIEC REPRESENTATIVES TOLD
HIM TO UNDERSTAND THAT NEGOTIATIONS ARE ONGOING BETWEEN
CHINA AND IRAN TO CO-PRODUCE H9 AND H7 MISSILES IN
iran.

XIN'S RECENT VISIT TO IRAN MAY HAVE HAD THIS MISSILE
PRODUCTION ISSUE AS AN AGENDA ITEM.

His hosts acknowledged that
they had lost a deal to sell the UAE missiles last
year.  They, CPMIEC, believe that the sale went to
france.

The CPMIEC representatives further
insinuated that China was concerned with how it is
perceived by the international community on missile
sales.  However, they (U) look for business possibilities
for more missile sales.  Furthermore, said (U), he does not believe
the CPMIEC cares about much more than making money.  The
CSS-2 sale was such an example.

The CPMIEC is working closely with Libya for missile sales through a
Hong Kong company (NF1).

(The PLA 2nd Artillery
are running into a storage problem for a surface-to-
surface missile which was converted or modified from a
surface-to-air missile, apparently as a result of
anticipated sales or deliveries which did not
materialize.

Some of these
modified missiles have been sold to Iraq through
North Korea (NF1).

COMMENTS:  1. (U)  

2.  

3.  

/IPS:  (U)  
/COMSOBJ:  (U)  
/PROJ:  (U)  
/COLL:  (U)  
/INSTR:  (U)  
/PREP:  (U)  
/AC:  (U)  
/DISEM:  (U)  
/WARNING:  (U)  

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