

MSGNO 30 (MIIR) RSB 05/02/88 00:13
ZCZC 05:11:19Z (MI)

~~SECRET~~

88 7739313 MSR

TOR: 050354Z FEB 88

NC 7739313
RUEKJCS 1843

RR RUEAIIA
DE RUEKJCS #1843 0360214

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R 050214Z FEB 88

FM JCS WASHINGTON DC

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

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

INFO RUEADWD/OCSA WASHINGTON DC

RUEAIIA/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

RUEAIIA/DIRNSA FT GEORGE G MEADE MD

RUEACMC/CMC WASHINGTON DC

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

RUEALGX/SAFE

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

R 050145Z FEB 88

FM (b)(3):10 USC 424

TO RUEKJCS/DIA WASHDC

INFO RUHQHQA/CINCPAC HONOLULU HI

(b)(3):10 USC 424

BT

EZ1:

~~SECRET~~ COMPLET 01 OF 02 (b)(3):10 USC 424

~~SECRET / NOFORN / NO CONTRACT~~

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).

SUBJ: IIR (b)(3):10 USC 424 /POLY TECHNOLOGIES

SALES POLICY (U)

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

~~SECRET / NOFORN / NO CONTRACT~~

DEPARTMENT OF DEFENSE

DOI: (U) 880100

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

SOURCE: (U)

SUMMARY: ~~(S/NF/NC)~~ THIS IIR PROVIDES INFORMATION
CONCERNING POLY-TECHNOLOGY SALES ACTIVITIES AS REPORTED
BY (b)(1),1.4 (c) IN ADDITION (b)(1),1.4 (c) OFFERS HIS CONCERN THAT

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MSGNO 30 (MIIR) RSB *05/02/88* *00:13*
THE POLY REPRESENTATIVE IN ATLANTA WILL BE USED
PRIMARILY FOR THE SMUGGLING OF HIGH TECHNOLOGY TO THE
PRC FROM THE US AND WESTERN EUROPE.

TEXT: 1. ~~(S/NF/NC)~~ (b)(1),(b)(3):10 USC 424,1.4 (c)

[REDACTED] IS LEAVING FOR LONDON
ON 4 FEB AND WAS ASKED BY THE POLY REPRESENTATIVE
TO CONTACT ((HASHEMI)) (b)(3):10 USC 424
TO OFFER THE SALE OF THE HY-2, HQ-2J AND MORTAR
AMMUNITION. (b)(1),1.4 (c) [REDACTED] WAS SPECIFICALLY
PROHIBITED BY POLY FROM MAKING CONTACT WITH
((HASHEMI)) BY TELEX. THE MESSAGE WAS TO BE
DELIVERED TO THE IRANIAN ARMS DEALER IN PERSON.

2. ~~(S/NF/NC)~~ (b)(1),1.4 (c) [REDACTED] THAT POLY HAD SET THE
FOLLOWING CONDITIONS FOR THE SALE OF ARMS TO
((HASHEMI))--
- PRC WOULD NOT SELL ITEMS SUCH AS AIRCRAFT OR
SUBMARINES WHICH MIGHT TURN UP IN IRAN. THIS INCLUDES
THE F7 AND BOMBER AIRCRAFT.
- THE SALES WOULD HAVE TO BE TO A THIRD COUNTRY.
NO DIRECT SALES WOULD BE MADE TO IRAN.
- THE SHIPMENT WOULD BE MADE TO THE THIRD COUNTRY
BY A CHINESE MERCHANT SHIP. AT THE PORT, THE ARMS
WOULD BE OFF LOADED. THE SHIPMENT TO IRAN WOULD BE
THE PROBLEM OF IRAN TO RESOLVE WITH NO ASSISTANCE
FROM CHINA.
- THE BUYER OF THE ARMS MUST AGREE TO CHINA'S
CONDITION OF SALE WHICH PROHIBITS THE USE OF THE
WEAPONS IN A MANNER WHICH COULD BE HARMFUL TO
CHINA'S INTERESTS. (b)(1),1.4 (c) [REDACTED] THAT THE CONDITION
MEANT THAT IRAN COULD NOT USE THE WEAPONS AGAINST
US, BRITISH, FRENCH, OR SOVIET SHIPS. (b)(1),1.4 (c) [REDACTED]
THAT CHINA WAS NOT CONCERNED ABOUT THE USE OF THE
ARMS AGAINST KUWAIT AS KUWAIT WAS NOT OF SUFFICIENT
SIZE OR IMPORTANCE.

3. ~~(S/NF/NC)~~ (b)(1),1.4 (c) [REDACTED] THAT WHILE HE IS IN
LONDON, THERE WILL BE A HIGH LEVEL IRANIAN DELEGATION
IN LONDON TO DISCUSS ARMS PURCHASES WITH ((HASHEMI)).
(b)(1),1.4 (c) [REDACTED] THAT THE DELEGATION WANTS TO HAVE THE
OPPORTUNITY TO DISCUSS ARMS PURCHASES WITH
REPRESENTATIVES OF POLY AND NORINCO. IN A RELATED
MATTER, (b)(1),1.4 (c) [REDACTED] THAT IRAN MAY BE WILLING TO PROVIDE
CHINA WITH THE STINGER SAM, AN M60 TANK, F14 AIRCRAFT,
A T72 TANK AND PARTS FROM A DOWNED MIL 24 HELICOPTER IN
RETURN FOR THE CONTINUED SALE OF CHINESE WEAPONS TO
IRAN. (b)(1),1.4 (c) [REDACTED] THAT CHINA IS PARTICULARLY
INTERESTED IN ACQUIRING THE STINGER.

4. ~~(S/NF/NC)~~ (b)(1),1.4 (c) [REDACTED] CONCERNING POLYTECHNOLOGIES OPERATIONS
IN THE UNITED STATES. (b)(1),1.4 (c) [REDACTED] THAT THE
COMPANY NAMED KENG'S FIREARMS SPECIALITY INC. IN
ATLANTA IS BEING USED BY POLY TO ACT AS A FRONT FOR
END OF MESSAGE

~~SECRET~~

***** SECTION 2 *****

SERIAL: (U) TIR (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).

8800143055

MSGNO 30 (MIIR) RSB 05/02/88 00:13
SUBJ: IIR (b)(3):10 USC 424 /POLY TECHNOLOGIES
THE ACQUISITION OF HIGH TECHNOLOGY FROM THE UNITED STATES AND WESTERN EUROPE. (b)(1),1.4 (c) THAT THE
MANAGER OF IMPORTS FOR POLY WILL BE TRANSFERRED TO ATLANTA AND WILL TAKE CHARGE OF ACQUIRING TECHNOLOGY FOR POLY.

COMMENTS: (S/NF/NN) (b)(1),1.4 (c)

//IPSP: (U) (b)(3):10 USC 424
//COMSOBJ: (U)
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 ~~SECRET~~ -- NOT RELEASABLE
TO FOREIGN NATIONALS -- NOT RELEASABLE TO CONTRACTORS,
CONSULTANTS.

~~DECL: OADR~~
END OF MESSAGE
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NNDD

~~SECRET~~

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