1. INDIA. In commenting on the recent Nehru-Ho Chi Minh talks, C-2 concludes that Nehru probably hopes that India can exert a moderating influence on the Viet Minh and tend to counter Chinese Communist influence. At the same time, Nehru probably hopes to extend India's neutralist influence in the Indochina area. Nehru apparently is aware that the Viet Minh is not likely to abide by the Geneva Agreements, C-2 comments. DIB 1440, 19 October 54, S.

2. HUNGARY. The Hungarian regime has taken a new "tack on the old NEP (New Economic Policy)" after a long period of indecision, the Legation in Budapest comments. (See DIA 244, No. 1) Since the "new tack" will probably result in concessions to the peasants and workers, a conciliatory US policy might have the effect of "muddling" the Communists into even greater concessions. While not suggesting that the US take major conciliatory steps, the Legation has recommended several possible courses of action. Budapest 187, 20 October 54, S; Target of Opportunity - Attn: Mr. Comstock.

3. TRIESTE. The rumored closing of the USIS facilities in Trieste has prompted telegrams from local leaders either requesting the continuance of its operations or offering to maintain the facilities upon its closing, according to USIS Trieste. Trieste TUSI 10, 20 October 54, C.