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C o p y

Friday, May 13, 1949
5 p.m.

Dear Dannie:

Supplementing foregoing :

1. After the Senate speeches Acheson made a statement that Dept. of State did not favor sending Ambassadors and was not interested in selling cotton to Spain. This was all to the good.

2. Next day Truman made statement saying he supported what Acheson had said.

3. Bachrach has sent me by 'phone an hour ago the 2 telegrams you sent. You had good information Moreno was going to get a loan. Also report Spanish Government would use money loaned it to take over Barcelona definitely.

Moreno will not get a loan now. He may 6 months from now if Spain does certain things. If any loans are eventually made, it will be for specific things but in small amounts. Even this under best conditions is a long way off. Some people just will not recognize that Ex-Im. Bank has rules it does not deviate from.

4. Of course Culbertson tried his best. We know him. But he didn't succeed either in scaring U.S. Government or in getting loans.

5. I don't think we should worry at this time about Spain getting money.

6. I do not think it would be helpful at this time to have Donald D. go to Washington in this matter.

G.