

No 222 History May 13.

Spurs.

Dear Dannie -

H. 3900

17 MAY 1949

REC'D: 17 mai 1949							
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REPL: 19 May - cpl 128							
FILE: Messersmith							

- Supplementing foregoing:
1. After the Senate speeches that Dept. State did not favor sending Moreno, and was not interested in selling Cochin to Spain, this was all to the good.
 2. Next day Truman made statement saying he supported what Acheson had said.
 3. Backus has sent me by phone in hour ago the 2 telegrams you sent. You had good information. Moreno was going to get a loan. Also report Spanish Govt 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 has certain things. If any

loans are virtually 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 if the Bank has rules it
does not deviate from.

4. Of course Callaghan tried his best.
We know him. But he didn't succeed
either in pleasing 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 on this matter.