The North Vietnamese seem to want a war of attrition in the two provinces just south of the Demilitarized Zone.

In a CIA assessment completed this week, we have wrung out the available evidence and we conclude that the enemy is not trying to "liberate" these provinces now. Instead, we feel, the Communists hope to create the illusion of "a war no one can win."

Attacks will be aimed at spreading US forces thin and keeping them under constant pressure without offering the opportunity for a clear cut allied victory. We believe up to five enemy divisions may now be involved along the zone and in the mountain redoubts to the south.

The Soviets are increasing their military presence in Mongolia and they may be about to station a few combat units there. The British ambassador to Ulan Bator says that Russian air force troops are arriving by rail and that many Russian field grade officers have been seen in the capital since March. One Soviet motor pool there has doubled in size since late April.

The Israelis continue to threaten the Syrians with retaliation for recent Syrian-supported terrorist incidents. Prime Minister Eshkol has warned publicly that "if there is no other way out," Israel will be forced to take "appropriate means of action" to punish Syria.

New trouble with Jordan is another real possibility. On Monday, the Israelis plan to stage a military parade--perhaps with heavy weapons--in Jerusalem. This would be a clear violation of the armistice of 1949; a nasty incident in the divided city may result.