June 11, 2003

MEMORANDUM FOR THE CHIEF OF STAFF

THROUGH: JOHN HANNAH

ACTING PRINCIPAL DEPUTY ASSISTANT

FROM: BETTINA ROUNDEY

SPECIAL ADVISOR

SUBJECT: INFORMATION: DC ON INDONESIA, JUNE 11, 2003 (12:00 - 12:45 P.M.)

The purpose of this meeting is to discuss the policy implications of the developments in Indonesia, particularly the situation of a possible military coup in the Timika area, killing of two Americans in Papua (the so-called Timika case), the breakdown of the peace process and the onset of the military conflict in Aceh, and the crackdown on alleged separatists in Papua.

- Attached are two documents to facilitate discussion: the NSC's paper (with agenda, background, and policy questions) and an Embassy Jakarta cable with Ambassador Boyce's input for the Deputies' consideration.

The meeting will essentially have three main components: an overview of the policy issues by the PCC Chair, updates by the Agency and Justice on the current situation and the status of investigations, and policy recommendations.

Overview of Policy Issues: The NSC's front office recently issued guidelines that DCs should start with an overview of policy issues by the PCC Chair, which we think is a good starting point for any DC. However, there have not been any sub-PCC or PCC meetings in the run-up to this particular DC.

- It would be useful to ask the PCC Chair whether the policy issues have the outlines of the result of interagency meetings.

Policy Recommendations: The NSC paper and the Embassy cable both raise various policy options. On these options:

-
Analysis of four policy options for dealing with Indonesian leaders and the Indonesian military.

Looking Ahead: Because this issue was not worked at the sub-PCC or PCC level, we believe that the Deputies should instruct the PCC to actually meet to examine policy measures to put pressure on the Megawati government and/or the Indonesian military directly.

Issues relating to future policy of the United States' government toward Indonesian leaders and the Indonesian military.
Tab 1 - NSC paper
Tab 1A - Agenda
Tab 1B - Discussion Paper
Tab 2 - Embassy Jakarta Cable
MEMORANDUM FOR

Department of State
Assistant to the President

Department of the Treasury
MR. LEWIS LIBBY
National Security Advisor to
the Vice President

Department of Defense
Deputy Assistant to the
President

Department of Justice
Central Intelligence Agency

Office of Management and
Budget
Joint Staff

U.S. Trade Representative

Federal Bureau of
Investigation

SUBJECT: Deputies Committee Meeting on Indonesia (U)

There will be a Deputies Committee meeting on Indonesia on
Thursday, June 12, 2003, from 12:00 - 12:45 p.m. in the
White House Situation Room. An agenda is attached at Tab A and
NSC discussion paper at Tab B. Please pass the attached to
Deputies (to include plus one, if applicable). (C)
PROVISIONALLY DECLASSIFIED

2 —

Gregory L. Schulte
Executive Secretary
CONFIDENTIAL PROVISIONALLY DECLASSIFIED

NSC DELEGATES COMMITTEE MEETING ON INDONESIA

DATE: June 12, 2003
LOCATION: White House Situation Room
TIME: 13:00 - 13:45 p.m.

AGENDA

I. Overview of Policy Issues ...................................... PCC Chair

II. Intelligence Update
   - Current crackdowns in Aceh, Papua
   - Overall developments within the Indonesian military

III. Status of Papua Investigations, Expectations for Resolution .... Justice

IV. Recommendations on next steps to encourage a better outcome on Aceh, Papua, the Tandu case .............................. All

V. Assessment of U.S. policy options for responding to a possible lack of accountability for the deaths of two Americans and continued human rights abuses in Aceh and/or Papua .......................... All

CONFIDENTIAL
PAGE REDACTED

LL033-13871
PAGE REDACTED

LL033-13872