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CONFIDENTIAL COMINT CHANNELS

DA 586-85

CITE:

SM-016-85

SUBJ:

PROJECT MARSIK

A PRESS ANNOUNCEMENT REGARDING THE ACQUISITION OF A CRAY COMPUTER BY THE DEPARTMENT OF DEFENCE WILL BE MADE TODAY (FRIDAY 1 MARCH) BY THE MINISTER AT APPROX 2.30 PM.

- 2. THE FORM OF THE ANNOUNCEMENT IS THE RESULT OF CAREFUL CONSIDERATION WITHIN DSD AND THE DEPARTMENT OF THE ISSUES INVOLVED, AND IS DESIGNED TO BOTH INDICATE THAT THE PROCUREMENT IS NOT ASSOCIATED WITH CURRENTLY CONTROVERSIAL DEFENCE TECHNOLOGIES SUCH AS NUCLEAR OR SPACE RESEARCH
- 3. THE EXPECTED FORM OF THE ANNOUNCEMENT IS AS FOLLOWS:

NEW DEFENCE COMPUTER SYSTEM

THE GOVERNMENT HAS APPROVED THE ACQUISITION OF A COMPUTER SYSTEM FROM CRAY RESEARCH INCORPORATED OF THE UNITED STATES SUBJECT TO THE CONCLUSION OF SATISFACTORY CONTRACTUAL

ARRANGEMENTS BY THE DEPARTMENT OF LOCAL GOVERNMENT AND ADMINISTRATIVE SERVICES AND THE DEPARTMENT OF DEFENCE. IT WILL REPLACE AN EXISTING OUTDATED COMPUTER USED BY DEPARTMENT OF DEFENCE FOR TASKS ASSOCIATED WITH NATIONAL INTELLIGENCE. THERE WILL BE A SUBSTANTIAL DEGREE OF TECHNOLOGY TRANSFER TO AUSTRALIA, AND ITS SUPPORT WILL LARGELY EMPLOY AUSTRALIAN RESOURCES. THE GOVERNMENT'S CHOICE OF SUPPLIER, MADE AFTER VERY CAREFUL CONSIDERATION OF ALL THE ISSUES INVOLVED, WAS DETERMINED BY THE SPECIALISED REQUIREMENTS.

4. AS INDICATED IN THE RELEASE CONTRACTUAL ARRANGEMENTS ARE NOT YET FINISHED. HOWEVER IT IS EXPECTED THAT THEY WILL BE CONCLUDED WITHIN TWO WEEKS.

5. CRAY PERSONNEL

OF TECHWAY HAVE BEEN BRIEFED ON THE PUBLICITY

ARRANGEMENTS AND ASKED TO REFER ANY ENQUIRIES BACK TO DEFENCE.

THE DEFENCE CONTACT FOR ENQUIRIES IS THE ASSISTANT DIRECTOR

PRESS RELATIONS, DEFENCE DEPARTMENT,

IN PARTICULAR, IT HAS BEEN EMPHASISED TO THEM
THAT NO INDICATION OF CONFIGURATION OR PRICE IS TO BE DISCLOSED,

#8507 NNNN