

# International Press Service

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Midwest, W. German Banks Hit Rockefeller With Currency Zone

CHICAGO, Sept. 9 (IPS) - Major Chicago banks, led by the First National of Chicago, are in regular communication with the directors of the West German Central Bank, and have reached agreement on a plan to develop dollar and deutschmark "currency zones," according to informed sources here. The currency zone plan - which would probably include fixed exchange rates with the currencies backed by gold - is generally considered by market analysts to be a means for anti-Rockefeller forces in both countries to attempt to bypass the bankrupt New York banking system.

According to Dr. Arthur Laffert, a University of Chicago professor and a financial advisor to certain Chicagobased interests, at least the two currency blocs should be set up perhaps along with a Soviet ruble bloc and a Japanese yen bloc — all existing side-by-side in "healthy competition" with each other for markets. In a telephone interview with IPS today. Laffert said that this view corresponds with that of Dr. Otmar Emminger, vice president of the West German Central Bank (Bundesbank). Emminger recently wrote Laffert on the subject of currency blocs, complaining "we have been the prime victims of rapidly adjusting pegs (Rockefeller-demanded floating exchange rates — Ed.)" and proposing gold-backed dollar and deutschmark zones tied to each other. Laffert also noted that this is also the position of West German Chancellor Helmust Schmidt.

IPS has independently confirmed that thinking along similar lines is widespread in the West German Economics and Finance Ministries, as well as among officials of the Italian central bank, Banca d'Italia.

In the last two weeks, several spokesmen for Midwestern industrial interests have indicated agreement with such a plan. Former New York Federal Reserve Bank Chairman Arthur Hayes and First National of Chicago official

Eugene Birnbaum both called for dollar-deutschmark zones and a return to fixed rates earlier this month.

Plan "Toothless" Despite its nature as a direct attack on Rockefeller monetary policy, the zone plan is generally worthless as a competent measure to restart world trade and production. Dr. Laffert readily agreed that selective debt moratoria on dollar-denominated debt the crucial tactic of economic warfare against Rocky's New York banks and the only thing that could give "teeth" to the Chicago-West German plan — has been scrupulously avoided in the discussions. According to Laffert's mistaken reasoning, the Western Europe and the U.S. economies will survive the depression through extensive trade between the two fortresses with only necessary "spillover" trade with the outside world. Hypothetically. there would be no need under such arrangements for a single international reserve and trade currency — such as the gold-backed transferable ruble - or for a mechanism for world trade and development - such as the ICLC's proposed International Development Bank.

The hypothesis is idiotic on two counts. Firstly, the dollar itself cannot survive the imminent New York City default, a coming Third World debt moratorium, or even current Federal Reserve attempts to bail out the banking system. Rocky's banks cannot be "bypassed" but must be destroyed and replaced. This means a full replacement of the dollar. In addition, the plan significantly ignores not only the greatly expanded levels of trade and development needed to end the depression, but also current trade requirements. The Third World currently absorbs over 20 per cent of Western Europe's total exports; West Germany crucially needs to expand its already-high level of trade with the Soviet bloc. Shifts away from this tendency would only further devastate U.S. and European industry.

### U.S. Banks Are Totally Busted!

Sept. 10 (IPS)—Hysterical scare stories peddled by Congressmen, State officials, and the financial press that a New York City default or debt moratoria would collapse the Wall Street commercial banks are a cover-up job for the truth! These financial institutions are already bankrupt and on the edge of a 1933-style breakdown panic.

New York commercial banks are broke—staying afloat by a purely speculative and short-lived scheme fueled by the bankruptcy of the Federal Government itself. Over the last ten days the Federal Reserve, has flooded the banking system with funds through the purchase of government securities from the banks. These additional bank reserves have been lent out to banks on a 24 hour basis only and are in turn invested at much higher yields in short-term Treasury notes.

The circulation of these Treasury bills with profits spinning off the banking system bears a marked resemblance to the Mefo bill system created by Hitler's Finance Minister Hjalmar Schacht, with one exception: Mefo bills were backed up by Nazi stormtroopers who guaranteed the looting of the German working class. Rockefeller's paper is backed up by nothing more than the income generating capacity of the Bureau of Engraving printing press.

#### **Last Straw**

This is the last profit-making operation of the banking system to cover its mass of bad loans on non-productive investment now estimated at half of its portfolio.

To make the working class pay for their losses on non-productive investment, the New York banks have declared that New York City is bankrupt. The U.S. Labor Party is calling for the creation of a Special Commission to investigate this scandal.

Since the beginning of this year, the banking system has been in a technical state of bankruptcy, its bad loans in excess of its own equity base, and has survived a full-blown collapse by two actions. First, complicity with Federal Reserve Board Chairman Arthur Burns, the Federal Examiner, and bank accountants have illegally concealed the extent of these loan losses on a scale which makes the hidden deficits of New York City a business boom by comparison. Second, to shore up liquidity, the banks maintained their loan rate at more than 1.5 per cent above their payments — an interest spread twice the post-war average.

These actions have run their course. It is common knowledge that the New York banks are wracked by bad loans, and considered a poor credit risk. First National City Bank this week paid 0.375 per cent more on its iou notes than the debt-ridden Ford Motor Company. In addition, New York banks have offered higher interest rates on deposits than on loans. But still, according to a top investment house representative, no one is taking the offer.

At the same time, loans for production are drying up. Since the first of the year commercial and industrial loans of the nation's commercial banks have fallen by a record \$24 billion with no end in sight.

Under these circumstances Burns has offered the commercial banks a profitable new activity involving the accumulation of Treasury debt. But the Treasury itself is bankrupt. Until last week the Treasury had been financing its deficit through a \$6 billion drawdown of its account with the Fed. That account is now depleted.

sept. 13 (IPS). — The world financial system's ability to handle payments between nations, the basis for international trade, will break down within the next three months — unless the world community chooses to break from the dollar credit sector. Not merely the trade of the developing countries, which is already near strangulation, but the trading lifeline of the industrialized world, will be wrecked by financial chaos.

This conclusion emerges from between the lines of reports of the Internationally Mohetary Fund and World Bank. The information they make public removes all surprise regarding Western Europe's sudden and virtually unanimous move to replace the dollar with gold as a principal monetary

asset. In summary:

\*The collapse of industrial countries' exports in the context of shrinking world trade — grossly underestimated by the IMF at a 10 per cent yearly rate of decline — leaves most of the industrial world with a devastating deficit on their balance of payments.

\*This comes on top of a \$447 billion deficit on the account of producers of primary commodities, i.e., the underdeveloped countries, before their \$20 billion debt service for 1975 is taken into

account.

\*During the past year, these international deficits have been financed through the world's major money markets, in New York City, Western Europe, and the international, or "Eurodollar" market. Now the same capital markets that financed national deficits during the first six months of this year have been sucked dry, by the more than \$100 billion a year borrowing requirements of the U.S. Treasury, and similar borrowing requirements by the West German government.

Teetering on the Brink

In summary, the same wave of illiquidity that is hitting national credit systems will engulf the world monetary system as a whole. Its immediate impact will be to force France, Italy, Scandinavia, Japan, Australia, and New Zealand to adopt "Third World" import policies, in order to stop the outflow of payments to their suppliers. In turn, the collapse of these countries' imports — added to a drop in Third World imports of roughly 50 per cent over the second and third quarters of this year — will obliterate West Ger-

many's foreign trade, on which half its industry depends.

Last year, the deficit of the weakest industrialized countries ran close to \$30 billion on trade account, principally the result of the oil price rise engineered by the Rockefeller petroleum cartel:

### 1974 Balance of Trade (Billions of Bollars)

Britain	-12.9
France	-3.9
Italy	-8.2
Others	-5.7

This year, the IMF expects "considerably smaller - although still sizeable deficits for France, Italy, and the United Kingdom," the result of a more than 20 per cent collapse in industrial output and similar declines in consumption, which reduced imports of industrial raw materials and consumer goods. These deficits drew on the international markets which drew their funds from liquidity generated by the collapse of production worldwide. Third World countries, in turn, financed their deficits through a \$20 billion increase in short-term bank lending over the same approximate period.

Liquidity Sources Dry Up

This same monetary ratchet-process began to repeat itself during the summer: the collapse of production and trade "frees" excess funds which are then lent out through the banking, system and bond markets to finance the resulting deficits.

But the present ratchet-collapse is exponentially greater than the last one. The reduction of industrialized countries' deficits from \$30 billion last year to roughly \$20 billion this year reflects bare-bones levels of imports; sufficient to maintain minimum levels of working-class consumption and industrial stockpiles of raw materials. The current round will produce economic holocaust.

During the first half of this year, the volume of international bond issues rose to \$5.5 billion, compared to merely \$4.5 billion during all of 1974. Three principal sources provided funds for these issues, which provided the critical margin of financing for advanced-sector countries' deficits between January and June: the New York capital market, the West German

capital market, and, to a much smaller extent, the capital markets of France, Holland, and Switzerland.

But these markets are now virtually closed off to international borrowers, due to the massive squeeze on liquidity in the national sectors which were, in better days, able to "spill off" liquidity onto the international markets. International bond issues fell from \$912 million in June to \$512 million in July. and to still lower levels in August. The first casualty has been the French franc, Dutch guilder, and other credit markets: "August has witnessed the virtual disappearance, albeit temporarily, of all sectors of the international bond market with the exception of the dollar bond sector,' reports one of Europe's largest marketmakers in a recent commentary. Then, in August, the West German Federal Bank slapped controls on the sale of bonds in West Germany on behalf of foreign borrowers, in order to provide funds to buy the West German government's own paper, issued at the stupendous rate of 2 billion marks per week. The German sector of the international market provided one-fifth of all funds issued.

Finally, the largest sector of the international market, New York City's money pool, has been devastated by the cancerous growth of U.S. Treasury borrowing requirements; initial estimates of a record \$40 billion borrowing requirement for the duration of 1975 are being revised upwards at the rate of several billion dollars a week, due to the collapse of Treasury tax revenues and other sources of Federal income.

Equally, the medium-term Eurodollar lending market, in which up to several hundred banks chip in for large international loans, is exhausted. Advanced-sector countries, hit by the oil price increase and the collapse of trade, covered more than half their deficit last year, or \$17 billion, through Eurodollar loans. But during the first half of 1975, they borrowed a mere \$1.9 billion. Those funds remaining in the Eurodollar pool after the bankruptcy of west Germany's Herstatt Bank nearly brought down the lot in the Summer of 1974, went to emergency re-financing operations this year; Brazil, Mexico, and Indonesia alone absorbed most of international lending.

Most international loans are funded

by 6-month money obtained by the banks in the U.S. market, then re-lent to foreign customers through bank branches in London, Frankfurt, and other international centers. But the fierce competition for short-term money in the U.S. has dried up the banks' sources of funds stateside, since available cash is pouring into high-interest U.S. Treasury paper.

What has occurred is that the gutting of the productive sector of the world economy to create the means of refinancing debt began to backfire over the June 30 payments deadline. Starting from debt-strapped national and local governments in the U.S., Germany, France, Great Britain, Japan, and Italy, the requirement for debt-financing has leapt upwards, as a direct consequence of the previous period of looting. As IPS predicted in January 1975, the available financial means would be exhausted before the year was out.

The next stage is national bankruptcy, a point which Great Britain and Italy have reached, whence Japan will follow, to be joined soon by the Scandinavian countries. If the present trend continues, the upshot will be a rapid drain of national reserves, the collapse of national currencies, import controls and other protectionist devices — a virtual cessation of international trade and paralysis of the majority of the advanced sector's industrial capacity. This is the algebra of the dollar system.

There is a simple alternative: the use of the gold reserves of Western Europe and the socialist countries to generate a new kind of international trading credit while the old, dollar-based credit system falls to bits. There would be no one to mourn but Wall Street.

Sept. 43 (IPS) - U.S. Under-Secretary for Monetary Affairs. Edwin Yeo III. admitted this week that the relation between Federal Government tax receipts and spending requirements is completely out of control. The admission came in a press conference announcement that the borrowing needs of the Treasury had jumped by \$6 billion in one month's time.

For the last 400 years, capitalists have regarded such a loss of control in State financial management as the most direct evidence of national bankruptcy. Thus minutes after the Treasury disclosure, a wave of panic hit the government market — the cornerstone of the dollar credit sector — and threatened to interrupt billions of dollars in credit transactions of the more financially bankrupt states, municipalities, and corporations. Treasury note prices instantly dropped nearly one point before the markets shut down Wednesday afternoon and, according to a bond trader at Morgan, Stanley, would have fallen through the floor Thursday had government dealers had notes on hand to dump.

Friday morning, the cash-depleted Treasury flooded the market with several billion dollars in IOU's. With few buyers, prices again collapsed, until the Federal Reserve sopped them up with freshly printed, inflationary greenbacks. New York and Chicago commercial banks, previously the buyers of Treasury debt, waited for prices to drop further, before snatching them up a nicle on the dollar like the assets of a bankrupt corporation.

The Treasury's frustration in the sale of its own paper at other than bargain basement prices has been compounded by its inability to liquidate its real assets. Interior Department sources revealed this week that it has only found buyers for one-tenth of the 10 million acres of off-shore oil leasing rights scheduled for sale this year, and this at a loss of \$4 billion.

### **Immediate Repercussions**

Panic in the government market spilled over into the tax-exempt market threatening a chain reaction of service shutdowns and defaults among states and municipalities. New York State's -\$750 million note issue, designed, in part, to bail out New York City, went for an astronomical 8.7 per cent only after the already bankrupt New York commercial banks rushed in to absorb them at the last minute. The issue is still not completely sold. Thus New York State is faced with a default on its

own current debt obligations.

Against this background, the New York State Housing Finance Agency. faced with a \$100 million in borrowing needs over the next month is, according to a top level official, "living from dayto-day." Simultaneously, the Massachusetts Housing Finance Authority, unable to raise \$148 million through note issues, faces the prospect of default on \$108 million in debt obligations due for payment on Monday.

These developments, however, are only the tip of the iceberg. Presently 90 per cent of net new investments in the municipal bond markets are by individuals in the middle and upper-middle income brackets. With the exception of New York, the commercial banks, casualty companies and savings institutions have completely withdrawn. As prices on Treasury bills collapse and their interest rates balloon, the last remaining individual investors will move into the relatively more safe, liquid and profitable Treasury debt. The collapse of the municipal market on Thursday and Friday in response to the plunge in Treasury prices indicates that this process is already at work.

Traditionally, the finance of trade and production has depended entirely upon the capacity of a Central Bank to discount and rediscount (convert into cash) bills of exchange and letters of credit. Such cash, in the form of Federal Reserve notes, and otherwise known as greenbacks, has itself depended on the income generating capacity of the U.S. Treasury. Its collapse calls into question the value of Federal Reserve paper and now threatens the complete shutdown of all trade transactions. With the contraction of Treasury income greenbacks will be used to finance the State debt — not production and trade.

### On With Inflation

Federal Reserve Board Chairman Arthur Burns' announcement on Thursday that the Federal Government will bail out the New York commercial banks is itself a joke in this regard. Previous to this week's market collapse in government debt, the U.S. Treasury ran up against a cash squeeze unparalleled in recent history. Its emergency checking accounts exhausted by three months of government spending overruns, the Treasury was hit by cash claims of over \$800 million due to foreign central bank dumping of nonmarketable Treasury securities of the

same amount. In response, the Treasury flooded the market an emergency issue of 13- and 18-day paper absorbed by commercial banks with overnight money made available by the Fed itself. Commercial banks, themselves bankrupt, are now refusing to buy now in anticipation of greater profits later - a speculative move governed by their own illiquidity crisis.

The Treasury estimate of \$6 billion in additional borrowing requirements for the remainder of this year however, is wide of the mark. Its own revised estimate is attributed entirely to overrun in government spending presumably due to defense industry bailouts, and to revenue losses due to the elimination of oil import fees. It does not include what will be a massive short-fall in Sept. 15 tax receipts caused by the depression collapse of corporate profits, and additional government costs caused by the return of doubledigit inflation.

Furthermore, the renewed collapse of production anticipated by the last sharp downturn in retail sales will dramatically diminish tax receipts and increase government spending. President Ford has already resigned himself to a tax-cut extension that will mean \$10 billion in revenue losses. It is no exaggeration that the Treasury will be revising its budget deficit upward at a rate of \$6 billion a month.

A self-aggravating crisis, the collapse of the economy will contract federal tax receipts and, in turn, will require greater borrowing at higher interest. These higher interest rates will attract such funds only at the expense of states, municipalities, and the entire private sector economy.

### State Department Plans Carvalho Coup in Portugal

#### by Richard Schulman

Sept. 9 (IPS)—A NATO coup d'etat under the leadership of the Maoist General Otelo Saraiva de Carvalho is being readied against the Portuguese working class, IPS learned today from three different sources.

Two of these sources indicated that the State Department is considering "running with" a Carvalho left-populist dictatorship to defuse the working-class rage building up both within Portugal and internationally at the destruction of the Portuguese economy and the destabilization of the pro-working class government—operations coordinated by the U.S. Ambassador to Portugal, Frankie Carlucci.

Under Carlucci's direction, pro-working-class soldiers and officers are being purged from the armed forces, while the previously defunct Revolutionary Council has unilaterally revived itself as a counter-revolutionary body controlled by a majority of social-democratic-oriented NATO officers. New press laws are specifically designed to muzzle the pro-Communist Lisbon press and suppress pro-communist views within the military.

But the Portuguese working class has not been so easy to defeat, and emerging signs of a Communist-led upsurge show that Carlucci and Co. moved too far, too fast in their attempts to depoliticize the army and cut the Communist Party (PCP) off from the ruling Armed Forces Movement. The most obvious effect of resistance to the State Department-led right wing is the unilateral decision by Premier Vasco Goncalves and his Communist-backed Fifth Provisional Government today to remain in power until the successor government is ready to come in. Goncalves and his cabinet were scheduled to resign yesterday.

While the Portuguese working class organizes for a comeback under the slogan: "Counter-revolutionaries out of the military!" the NATO forces are at least momentarily stalled, leaving the political situation in Portugal temporarily stallemated.

Softening Tactic

Henry Kissinger's State Department planners, however otherwise clinically insane, know that if they move now with their cherished dream of a fascist bloodbath led by former Portuguese President Gen. Antonio de Spinola, they themselves run the risk of being smashed or losing the rest of Western

Europe, including Spain, to an enraged working class.

Hence the serious contingency plans for a left-populist counterinsurgency coup led by Carvalho's COPCON security troops, with the behind-the-scenes backing of the "moderate" generals of the Revolutionary Council—a tactic to soften workers up for the Chilean kill by means of a brief but heavy dose of peasant and worker "local control."

"One way it might go is for a leftwing Carvalho takeover," a Portugal think-tanker at the Foreign Policy Research Institute confided to a free-lance journalist over the phone recently. "It would be strong along the lines of what Peru was originally," he continued. The FPRI is widely known as a NATO think-tank. The Portugal specialist boasted that he had just completed a contract for the government in which he had specifically investigated the "possibility" of a Carvalho coup. "We did some work in-house here and what I said was that a juncture would come at a critical point, and the critical point has just about been reached."

The State Department is hoping that through such an option they can play on what they imagine to be a Portuguese Communist Party weakness in the face of civil war threats, and coordinated CIA "wearing down" operation

CIA "wearing down" operation.

The Carvalho "left coup" scenario was mooted by another CIA thinktanker on the other side of the country. Peter Witenski of the notorious Rockefeller-linked Hoover Institute for War and Peace at Stanford University in response to questions from another free-lance reporter said, "We are going to see a rightist government or a leftwing Peronist type government ruled by somebody like Carvalho." Witenski went on to stress how easy it would be in either case to manipulate peasant ideology through populist promises of providing small plots of land. peasants believe in property . . . They have small farms, really primitive."

Today's Italian newspaper Il Globo, which is partly owned by the industrialist Eugenio Cefis, also reports a crescendo of rumors regarding a Carvalho coup.

The working class is also on the move. Once the Fifth Provisional Government reinstated itself, the "socialist" countergangs quickly changed their tune. Previously the Portuguese Socialist Party and its ally, the PPD, were deliberately sabotaging the nego-

tiations for a new ruling coalition, so as to leave fortugal with no government at all. The PPD had declared that it would not take part in the government unless the PCP were totally excluded and the Armed Forces Movement dissolved—demands it knew to be politically impossible. But now the political climate is such that the PPD has had to soften its line toward the PCP. The Communists have affirmed that they, however, will sit in no government with the fascist PPD.

Today the Fifth Provisional government is issuing a call for workers to elect factory and regional delegations to join with it in planning a development policy for the economy. Military confrontation is unlikely to be far away.

The State Department hopes that the PCP will be fooled into thinking that a Carvalho-led "Peruvianist" coup would be preferable to a government coalition with "Socialist" chief agent Mario Soares or the now-NATO-controlled Revolutionary Council.

Hence international working class mobilization in defense of Portugal throwing out gorilla Carlucci along with his Portuguese military agents is more urgent than ever, together with support for Portugal's immediate entry into the growing Third World bloc of nations in favor of industrial development based on ruble-financed expanded East-West trade. This is the only basis, in the face of CIA economic blockade and sabotage, for providing credits such as those requested from the government by a recent farm and metalworkers' conference in Portugal's South.

Against this, the Second International, General Spinola, Maoist General Carvalho, and the majority now controlling Portugal's Revolutionary Council are deploying as one U.S. State Department orchestrated movement. The pro-Communist Portuguese press on Monday ran an expose authored by the pro-working-class Fifth Division and suppressed two weeks ago by Portugal's President, General Costa Gomes, on orders from Carlucci. The expose reveals that PSP leader Mario Soares and his Second International cohorts were working hand-in-glove with the fascist General Spinola in organizing the latter's abortive March 11 coup. Soares is also widely known to have been crestfallen at the failure of Spinola's earlier unsuccessful September 1974 "silent majority" coup attempt. Both coups were defeated by a PCP-led worker-soldier mobilization.

#### by Robert Bourne

Sept. 14 (IPS)—The Portuguese Communist Party has gone back on the offensive with a broad organizing drive among both industrial and agricultural workers and the ruling Armed Forces Movement. While PCP-led resistance to the counterrevolutionary mobilization of NATO-controlled right-wing military officers continues to grow, these officers have stepped up their own offensive with the highly provocative ouster of pro-Communist northern regional commander Gen. Corvacho.

Last Friday Communist Party head Alvaro Cunhal told a metalworkers' assembly in the Lisbon suburb of Amadora, "The PCP is also against the formation of a government that is incapable of guaranteeing the achievements of the working class, achieved through the revolution, especially the nationalizations and agrarian reform."

As another condition for his party's participation in the new government, Cunhal demanded a commitment to the defense of the legal rights of working-class organizations, their members and offices. Cunhal also stressed the strengthening of "the alliance between the working class and progressive officers," in reply to right-wing attempts to isolate and destroy the MFA as a mass-based formation.

Cunhal's statement, backed by the Communists' organizing drive throughout the country, is intended to place the country's new, still-to-be-formed governing coalition under heavy pressure to uphold the legally enacted program of the revolution if it wants to remain in office for very long. Latest reports are that the new government will be announced shortly.

#### Coup Plans Halted

The working class' mobilization has ground to a halt the mootings and plans for a right-wing coup, at least temporarily. Gen. Spinola, former president of Portugal and veteran of two unsuccessful coup attempts in the last year, left Paris unexpectedly early yesterday to return to his exile haven in Brazil. Fascist Spinola had been greeted with an unrelenting campaign by the French Communist Party to get him thrown out of the country, part of the international communist mobilization to defend the Portuguese revolution.

In the same vein, anti-communist Gen. Carvalho has been prevented by solits within his COPCON security forces from carrying out any sort of coup attempt, as was mooted last week by U.S. State Department and CIA think-tank sources. Carvalho has turned to his allies in the notoriously ultrareactionary Maoist MRPP, with whose leader, the London Economist reports, Carvalho has recently had several "long heart-to-heart sessions."

But NATO continues to plot against the PCP and the revolution. The Atlantic Assembly, NATO's parliamentary group, will be meeting Sept. 21 - 26 to "discuss Portugal." This makes the international mobilization in defense of the Portuguese revolution and against the blockade of Portugal more crucial than ever.

#### Right Provocation

On the same day as Cunhal's speech, pro-Communist Brig. Gen. Corvacho was replaced as commander of the country's northern region by Brig. Gen. Veloso, reported to be a "strong anticommunist." With this move, the NATO officers now in control of the MFA leadership have succeeded in turning all four of the country's regional commanderships over to anti-communist officers.

This provocation followed a mass anti-fascist demonstration in the northern city of Porto, headquarters of the region's military command, against Corvacho's removal. On Sept. 10 thousands of soldiers from 33 military units around the country marched alongside tens of thousands of militants from workers and neighborhood commissions in a rally called by the semiclandestine "United Soldiers Will Win" (SUV) progressive military group. The anti-communist army boss Gen. Fabaio, who had done his utmost to prevent the rally from taking place, was jeered with shouts of, "Down with Fabaio, apprentice of Pinochet!"

Under the slogans "Reactionaries out of the barracks" and "Portugal will not be the Chile of Europe," the SUV announced its intention to extend its organizing to barracks everywhere in Portugal and construct soviet-style "popular assemblies" in conjunction with local mass-based organizations. The launching of the SUV as a national formation is in accordance with marching orders issued by Communist leader Cunhal to "rebuild the MFA as a revolutionary force in the spirit of April 25." referring to the original overthrow of the Caetano dictatorship.

### Vorking-Class Offensive Also on Sept. 10, Arkers from Port-

ugal's largest industrial concern, CUF, met in assembly with pro-Communist military officers to coordinate their offensive. At the assembly, Marine Commandant Albuquerque stated that "the workers have the right to complain about the men who made April 25, but another April 25 will reappear and lead the people to victory." A representative of Portugal's PCP-controlled national trade union federation, Intersindical, called for the ouster of fascist officers and added, "We are on the side of the progressive military, those who are going to give us arms to fight on their side."

At another meeting the Intersindical executive body condemned the "massive economic boycott started against Portugal by the imperialist states of Western Europe and the U.S. with the support of the international Social Democracy," pointing out that Portugal "could strongly rely on the solidarity of the socialist countries."

The thrust into the MFA was taken up by farmworkers' unions in the southern regions of Santarem, Evora, Beja, Portalegre, Faro, and Lisbon. The unions called for a meeting in the city of Santarem "to strengthen unity in the MFA and ensure progress along the revolutionary path." The farmworkers are also calling for the stepped-up actualization of agrarian reform measures. In the southern city of Beja, meanwhile, farmworkers and metalworkers met Sept. 10 to voice similar demands, including a call for credits to buy machinery.

### NY Legislature Passes New MAC to Bail Out Banks

by L. Wolfe

NEW YORK, Sept. 9 (IPS)—David Rockefeller's Big MAC II plan to save his New York banks from bankruptcy narrowly squeaked through the Special Session of the New York State Legislature today. The plan, under which billions of dollars in city and state revenues and union pension funds will pour into the banks' coffers in a jet stream when New York City eventually defaults, was signed into law tonight by Governor Carey, the Rockefeller lackey most immediately responsible for securing its passage.

Just prior to the final votes in the Assembly and State Senate, discussion of the alternative to bankers' looting schemes—a statewide debt moratorium—occurred on the floor for announced their intention to introduce moratorium legislation— legislation that would supercede the Rockefeller MAC plan— when the legislature resumes its session. Several others have nervously expressed support for

the proposal.

Rockefeller has at best won a Pyrrhic victory. The new MAC plan cannot stop a default by the city, only delay it for a brief period of time. It is officially supposed to carry the city through December. Financial sources expect it to fall apart long before that. More significantly the Rockefeller banks, themselves already as bankrupt as the city, plan to suck whatever loot is' turned over to MAC into their own dayto-day operations in order to stay afloat. The banks' ability to prevent a run on their deposits by hysterical investors is at this point dependent on Rockefeller's ability to convince them that he has the political muscle to continue to secure his loot in New York.

#### **Arabs Call Bluff**

Rockefeller's bluff is already being called. IPS learned today that the Arab sheikhs are in the process of pulling their billions from the vaults of the New York banks and depositing them in Chicago and elsewhere. One banking source said that the Arabs fear that the New York banks would not be able to secure their assets when New York City defaults.

The \$2.3 billion bail-out plan, like all the other schemes put forward previously by the Rockefeller schemers, has an unmistakeable hodge-podge character—a little loot from here, a little loot from there—all to eventually find its way into Rockefeller vaults.

\*\$750 million to be looted from state and city pension funds, with the blessing of Victor "Bumgut" Gotbaum of AFSCME District Council 37 and the universal displeasure of the rest of the state union movement.

\*\$750 million to be borrowed by the state in tax anticipation notes at exhorbitant interest rates and turned over to MAC.

\*\$800 million from other "private financial sources" (the banks) and government sources. Sources close to the Governor's office refused to say from what hat this money would be pulled.

The critical financial feature of the plan is that it inexorably ties the state revenues to the payment of city debt. In the event of city default, state monies would be pumped into the Rockefeller banks to cover the bad city paper.

The Plan also sets up a seven-member financial control board whose mission it is to "put the city's house in order." This body, which effectively replaces the city government, will enforce new levels of austerity that will secure additional loot for the Rockefeller banks when the city defaults. "The board is like the one who gives out the chips in a casino," Governor Carey said yesterday. "You go to the window and get your chips and play the game." As most people realize, everyone who plays in a casino loses—and winds up paying the bank.

Debate in Legislature

Debate on the MAC plan on the floor of the legislature did not begin until Monday. With several other assemblymen already speaking about "voluntary default", Assemblyman Arthur Eve (D-Buffalo) broke the ice on the debt moratorium. Eve, who that morning was the target of a Labor Party leaflet for his capitulation to Carey's lies in the Friday Black and Puerto Rican Caucus meeting and his helping swing those votes to the MAC plan, told the Assembly that he supported the MAC bill "but personally I would favor a debt moratorium for all municipalities . . . but I understand it's not possible." Eve cited as his principal reason: the banks wouldn't like it.

The cat was now out of the bag. Assemblyman Peter Barbaro (D-Bklyn), who had previously raised the debt moratorium in the Democratic Study Group meeting with Carey, now raised it in the Assembly. Describing the extent of ecological holocaust

already hitting New York City, Barbaro said, "Garbage is piled in the streets, in some places 10 feet high . . . People are dying, waiting for emergency care in the hospitals . . . This bill (the MAC plan) would provide no answer, only more cutbacks, and no further cutbacks can be made . . ."

Barbaro then announced his plans to introduce legislation calling for a 1 per cent tax on bank assets, and a statewide moratorium on municipal debt when the legislature resumes its session. Reading from the USLP legal brief on debt moratorium, Barbaro cited the Hughes 1934 Supreme Court decision on the priority of state and municipal services over "contractual obligations (debt)" as sufficient precedent. As the words "debt moratorium" hit the floor, Assemblymen could be seen looking at copies of the USLP legal brief. Several began to pass copies around.

Rockefeller flunkey, Assembly Speaker Stanley Steingut (D-Bklyn), fearing that the moratorium would become the topic of the debate, moved rapidly to cut things off. "The debate is over, I adjourn the session until 8:30," he screamed pounding his gavel.

With the floor still buzzing about Barbaro's speech, Assembly Minority leader Perry Duryea (R-LI) declared that he waived the Republicans' right to debate and called for immediate vote on the MAC plan.

The plan squeaked through by a vote of 80-70, with several Democratic Assemblymen voicing their reservations as they cast their yes votes.

In the Senate Also

Later that evening, in the debate in the Senate, Sen. Karen Burstein (D-Queens) announced that she would cosponsor legislation being drafted by another Senator "who was not present" calling for a debt moratorium. IPS has since learned that the Senator referred to is Sen. Vander Beatty (D-Bklyn).

At 4 a.m., the Senate passed the MAC

plan 33-26.

In order to wrestle votes for the MAC package at the Friday caucus meetings, the Governor had promised to reconvene the legislature in the next two weeks to consider long-term plans for the reorganization of the city. Sources in Albany today doubted that Governor Carey was really serious about keeping his promise. At some point in the next several weeks, however, the crisis will again reach another critical inflection and Carey will be forced to summon the

legislature into session to deal with it. The subdued rebellion in Albany against the MAC looting proposal and the open expressions of support for the debt moratorium provide clear indication that the bankers' austerity drive has passed all acceptable political limits. Each call for additional sacrifice to save the New York banks through cutbacks in services will fuel that rebellion, bringing the debt moratorium closer to becoming law.

### Pakistan at UN: Cancelling Debt is Top Priority

by Bob Dreyfuss UNITED NATIONS, N.Y., Sept. 10 (IPS)-Feroz Kaiser, chairman of the Pakistani delegation to the 7th Special Session of the U.N. General Assembly on development and economic cooperation, declared yesterday that Pakistan supports an "agreement in principle" "at this session" for a blanket moratorium on external debt for developing countries. In the sharpest statement to emerge thus far at the UN Special Session on the debt issue, Kaiser termed a moratorium on the Third World's \$120 billion debt "an imperative necessity," citing the fact that half of all so called development assistance is now taken up by refinancing existing debt service!

"What is more," said Kaiser, "in most cases the development objectives for which the debts were contracted have not been achieved due to lack of progress in other areas," such as access to markets and low technology. Recognizing the need for development to provide the means to repay foreign debt, Kaiser further proposed that the debt moratorium be continued "until the objectives for which the specific development loans were provided are attained."

From the public speeches of UN delegates and from dozens of exclusive interviews with participants in the strategy debate, it is clear that the overwhelming majority of the nations represented are actively preparing to replace the discredited U.S. dollar-based Bretton Woods monetary system with another geared not to mere debt refinancing but to production and transfer of real wealth.

Like the Pakistani representative, UN delegates are increasingly targeting the most damning aspect of the Dollar Empire—the crushing burden of debt. Representative G.R. Bandaranaike of Sri Lanka was most explicit: "The burden of external debt of developing countries...constitutes today a serious obstacle to the economic growth and social development of these countries."

"The problems of the most seriously affected countries are so serious that they simply cannot wait until 1976," continued Bandaranaike. Citing the Group of 77 non-aligned countries' endorsement of debt cancellation, he urged "that the appropriate international agencies take immediate steps to implement these provisions so

that no country burdened by debt would be compelled to default."

Afghanistan also officially joined the growing list of countries calling openly for a debt moratorium. In addition, numerous private conversations with officials of Third World countries elicited near-unanimous support for debt moratoria. Foreign Minister Frederick Wills of Guyana, asked whether he would favor a Third World debt moratorium, told IPS in a personal interview: "Yes. Emphatically yes. This is a necessity for the whole Third World."

The extent of support for IDB-type proposals was underlined by statements by representatives of UNCTAD and Israel. Secretary-General Gamani Correa of the UN Conference on Trade and Development (UNCTAD) told a press briefing yesterday that UNCTAD would promote "triangular" trade among the Comecon socialist countries, the Western industrial states, and the developing sector. Correa also attacked as, "intolerable" the debt burden now strangling world trade.

In a development completely blacked out in the press, Israeli Ambassador Chaim Herzog offered cooperation to Israel's Arab neighbors based on the integration of Israel's highly developed technological potential into a "regional project." Borrowing heavily from a widely circulated ICLC Resolution on Israel published in July, Herzog declared that Israel "is prepared to place at the disposal of our neighbors...the benefits of our research and development" in the fields of energy, desalination, and agricultural techniques for arid land. While Herzog did not indicate any proposals regarding the other half of the ICLCstatement-- the necessity for Israel to seek Soviet mediation toward a comprehensive solution of the Palestine Ouestion-the statement indicates the depth of pro-development feeling among the Israeli population.

Rockefeller flunkey Henry Kissinger has been forced by this development to resort to outright economic blackmail moves to split the united front of developing countries. Several UN sources report backroom maneuvering by Kissinger to win "favors" from cooperative delegations. "We believe that Kissinger is trying to split the oilproducing countries from the rest of the developing countries," said one foreign

minister privately. In his remarks and in the U.S. negotiating paper, Kissinger attempted to blame the crisis in the developing sector on OPEC, the oil-producers' cartel. He was aided by the delegation from CIA-controlled Zaire, who criticized the Arabs-among whom Iraq and Algeria are the vital leadership of the socialist, pro-development motion—for raising oil prices.

Kissinger sought to "defuse the Arab potential for being leaders of the Third World 'new economic order'," said Guyana's Mr. Wills. "That was one of his objectives."

The shadow of right-wing coups d'etat of varying degrees of success in Bangladesh, Peru, and Ecuador by Kissinger's National Security Council-directed political terror apparatus hangs over the UN proceedings. In addition, hints that the U.S. will make tactical concessions on minor issues related to commodity prices and income stabilization have enticed some wavering Third World countries away from the united front led by Iraq, Algeria, and Mexico.

Faced with the Rockefeller-Kissinger counteroffensive, a number of Third World delegates reacted skeptically when asked about the IDB, debt moratoria, and triangular trade, preferring to concentrate on more "practical" matters-- precisely those on which Kissinger can be expected to make "liberal" compromises.

Throughout the UN Special Session thus far, the role of the Labor Committees has been to locate the significance of otherwise apparently unrelated economic and financial issues and proposals in the process of convergence toward the IDB. The general impact of a year or more of programmatic organizing combined with a saturation of UN delegates in New York, as in Lima, Peru during the Conference of Non-Aligned Countries, has been the crucial, determining influence of the UN debate.

The further spread of ICLC ideas is readily visible in the corridors and lounges surrounding the various conference rooms. Numbers of delegates can be seen reading New Solidarity or approaching IPS correspondents for discussion of the debt moratorium and the IDB.

### Kissenger Attempts to Sabotage Debt Moratoria Discussion at United Nations

UNITED NATIONS; N.Y., Sept. 14 (IPS) — A last-minute intervention into the negotiations of the Special Session of the United Nations General Assembly by high level State Department officials, including personal intervention by U.S. Secretary of State Henry Kissinger, threatened today to force an open confrontation between the United States and the Group of 77 developing nations.

Minor concessions by the U.S., aimed at splitting weaker members of the nonaligned group away from the united front led by Iraq and Algeria, have not obscured the flat refusal of the U.S. to accept even the minimal key demands of the Group of 7" on trade and development. Meanwhile, Kissinger deployed Thomas Enders, Assistant Secretary of State for Economic Affairs and widely hated and feared in the Third World, to New York Friday night with a dual assignment: First, to pull in the reins on wavering Western European delegates who were under pressure at home to break with the Dollar Empire and accept Third World offers of cooperation; and second, break the ranks of the Third World.

"What we fear," said a member of a leading Third World delegation. "is that the U.S. and its agent regimes in the developing sector may use threats and also promises of aid and loans to sway the vote of the Group of 77." The source revealed that Iraq, backed by Algeria and Peru, was hammering away throughout the closed meetings of the Group of 77 caucus at a single theme: That the U.S. dollar is bankrupt and cannot finance development.

"Kissinger's promises of aid are worthless," said the source. "The banks cannot even refinance New York City's debt. How can they support development?"

### Foremost Issue: Dump the Dept

The bankruptcy of the banking system of the Rockefeller-led Dollar Empire and the urgent need to sweep away the ruins of the 1944 Bretton Woods monetary system and replace it with another geared to real production and development have been the focus of the whole United Nations General Assembly Special Session. Throughout the proceedings, speaker after speaker has called for a debt moratorium as the first priority toward that goal. "Debt is what the whole conference is about," an Algerian delegate told IPS.

Yesterday the U.S. won a partial victory when the words "including moratorium and-or rescheduling of debt repayment" were dropped by the Group of 77 from their working paper. The U.S., backed by obsequious European Economic Community and Japanese delegations, had demanded the removal of the phrase. Conference sources revealed to IPS that the motion to drop the phrase in the Group of 77 meeting came from the Rockefeller-puppet regime of Iran!

Kissinger's victory may have been Pyrrhic, however. Spurred by continual ruthless organizing by Iraq and Algeria, Third World delegations have begun to toughen up. In a press conference this morning, U.S. Ambassador Daniel Moynihan hysterically charged that the Third World delegates "do not really represent" the masses in the developing world, and claimed that concessions made during last night's talks by the Third World had been taken back this morning.

"Things have gotten worse," whined the fat Moynihan.

What had in fact occurred, IPS learned this afternoon, was that the Venezuelan delegate Perez Guerrero had made concessions to the U.S. under intense pressure— concessions that Iraq and Algeria, among others, felt were "unauthorized." During this morning's session, Enders called Guerrero out of the closed Group of 77 meeting for a personal phone conversation with hysterical Henry Kissinger. Enders was seen leading a trembling Guerrero to a telephone. Leading delegates were quickly apprised of Kissinger's interference.

Henry's Fears

What fat Henry fears most is that should the developing countries win a psychological victory at the UN, wresting concessions from the U.S. and EEC, the dam will burst, sending Western Europe into a headlong rush to dump the dollar and set up triangular trade arrangements and debt moratoria.

Conference sources reported today that the Dutch were considering breaking with the EEC position and joining Sweden in calling for a debt moratorium. And in West Germany, the industrialist-based weekly Handels-blatt came out in favor of Third World debt cancellation!

The momentum of a UN victory by the Group of 77 would catalyze such sentiment in Western Europe, Kissinger fears, on the experiment of key conferences in Paris on energy and at UNCTAD (UN Conference on Trade and Development) on Oct. 27.

A member of the French delegation told IPS that France was acting against its own interests in supporting the U.S. at the UN. "It's simple," he said. "We respect the power of the U.S. — economically, politically, militarily." such cowardice will bring about the fall of Atlanticist regimes in France and West Germany in months.

EEC vacillation during the conference was disgusting, and one Group of 77 delegate told IPS that asked Europe's representatives: "Are you plenipotentiaries or dummies?"

Informed that Iraq and Algeria were educating the non-aligned caucus on the true value of the worthless dollar, Ambassador Moynihan snapped in an interview, "So we'll use the Algerian Peso, eh?" The Algerian national currency is the Dinar.

Moynihan's sidekick Bennett then wildly announced, "Algeria and Iraq have been out to wreck this conference from the beginning." Algeria was the chief organizer of the UN Conference!

Latetonight the Group of 77 will meet to decide its final negotiating stand. So angered were the Group of 77 representatives by the intransigent stand of the U.S. on substantive issues that their delegates were openly speaking of breaking off talks and returning to their original Working Paper.

Sept. 9 (IPS) New information received by the U.S. Labor Party in the past week.indicates that efforts by the National Security Council (NSC) and allied police agencies to cover up a series of murders and robberies in the Reading. Pa. area have failed, and that a number of key principals in these crimes face imminent imprisonment. If these defendants - each of them directly involved in the Kissinger-NSC drug and gun-running operation headquartered in Reading — are successfully brought to justice, then the whole NSC international terrorist network can be cracked open. All that remains is for the U.S. working class and proworking class journalists and politicians to focus enough of a spotlight on Reading to guarantee that Kissinger's 'spooks'' are kept in check.

Tomorrow afternoon, former NSC operative Roy Frankhauser — whose July 28 CBS television interview gave national exposure to the Maoist Revolutionary Union (RU) role in conduiting of explosives for the Pontiac bus bombings and other terrorist operations — will be holding a press conference in Trenton, N.J. At that time he will provide previously unreleased evidence of this faltering NSC coverup, as well as further details of the gun and drug running.

#### The Goldberg Variations

One of the prime actors in the NSC's Reading cabal, Lt. Paul Goldberg of the Reading Police Department Intelligence Division has his head precariously close to the chopping block. Goldberg's testimony at the recently concluded second trial of Clarence Williams — charged with the March, 1975 murder of RU gun-runner Norman DeBooth - opened him up to perjury charges. Charges against Williams were dropped last week when the judge granted a defense counsel double jeopardy motion. Goldberg contradicted testimony already in the court records, identifying him as the liaison man between the LEAA, FBI and Treasury Department to area undercover agents, including Lemond DeBooth, Norman's uncle, who coordinated the transportation of explosives for the RU.

Bertram Jones, head of the Reading RU and Vice President of the United Rubber Workers (URW) local at Firestone Rubber, is now under attack from several directions. Next week, Jones goes on trial on charges of robbing a

warehouse that could land him in jail for 7-14 years. District Attorney Robert Van Hoove, who is also considering the perjury charges against Goldberg and who recently won a conviction of local Mafia boss and FBI collaborator Joe Biancone, is prosecuting the case against Jones.

The warehouse robbery, one of many carried out by the Reading RU group since 1971, was actually a routine method of payment for services rendered to federal police agencies. Police officials would either know about these robberies in advance or would take necessary steps to guarantee that any after-the-fact investigation was unsuccessful. Jones was never supposed to have to stand trial.

Simultaneous with his scheduled day in court, Jones is also the target of a U.S. Labor Party-initiated campaign to recall him from his URW position.

Word of the recall campaign has already expanded beyond the membership of the Firestone local. During a distribution this week in Pottstown. Labor Party organizers were approached by a police official who offered his support in driving Jones and the RU gang out of the area — and for good reason. Dr. Steven Levin, an RU member referred to by Jones as "that wonderful doctor from Firestone." has been using his medical practice as a clearinghouse for large quantities of amphetamines and barbiturates. Levin passes the drugs on to Jones, who - as he has bragged to one Reading area source - sells them to Pottstown area youth for a 300 per cent profit. At least one large shipment of drugs has been tentatively traced to Hartford, Conn., where it was exchanged for explosives and firearms.

### Special Watergating Team

To protect these gun-runners, a team of at least ten new FBI and Treasury Department agents have been deployed into Reading's Berks County. A ranking Pottstown police official reports that he was contacted by Edward Sleman, head of the local office of the Treasury's Alcohol, Tobacco and Firearms (ATF) divisions and ordered to call off further investigations of a recent bombing in the town. The explosives used have been identified as coming from Jones.

Such FBI-ATF illegal interference

with the legal process dates back to 1971. At that time, DA Van Hoove's investigations, into organized crime in Berks County brought him dangerously close to putting the FBI and ATF in a compromising position. Orders came down from FBI officials in Washington, D.C. to get Van Hoove. Both the Organized Crime Task Force and the ATF were put under the direct control of Reading FBI bureau chief David Allen Raley, who in turn worked in coordination with reporters of the Reading Times in preparing a "watergating" of Van Hoove on the eve of his re-election campaign. Despite break-ins and wiretappings of his home and office, nothing more substantial than innuendes could be pulled together.

In the face of pending convictions against agents Jones and Goldberg and the scheduled sentencing of Biancone, the NSC drug and gun-running department in Reading stands in immediate danger of being shut down. It is crucial that there be no illegal FBI-ATF interference with the upcoming trial of Frankhauser himself, who is charged with selling explosives while an agent of the ATF. An unimpeded Frankhauser trial can only expose for destruction more of the NSC's Reading operation.



### Daily News and Press Summaries

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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) EARLY EVENING NEWS ROUND-UP TUESDAY. SEPTEMBER 9. 1975 1200 HOURS

I. WORLD PRESS SUMMARY: INTERNATIONAL NEWS ROUND-UP

PCF WARNS AGAINST IIT SABOTAGE IN PORTUGAL

SEPT. 9 (IPS)—CITING THE ROLE OF THE U.S. MULTINATIONAL FIRM ITT IN UNDERMINING THE POPULAR UNITY GOVERNMENT OF SALVADOR ALLENDE IN CHILE, THE FRENCH COMMUNIST PARTY (PCF) TODAY WARNED OF THE COMPANY'S PRESENT ACTIVITY AGAINST THE PORTUGUESE GOVERNMENT. L'HUMANITE, NEWSPAPER OF THE PCF, NOTES THAT ITT OWNS THE SHERATON HOTEL CHAIN WHOSE PARIS FACILITIES ARE PRESENTLY HOUSING EX-PORTUGUESE GENERAL SPINOLA AND CITES A THREAT THAT ITT SUBSIDIARIES OLIVA, RABOR AND STANDARD ELECTRIC WILL CUT OFF PORTUGAL'S COMMUNICATIONS WITH THE OUTSIDE WORLD.

PCF BLASTS LONDON SECOND INTERNATIONAL MEETING

SEPT. 9 (IPS)—TODAY'S L'HUMANITE, NEWSPAPER OF THE FRENCH COMMUNIST PARTY (PCF), ATTACKS LAST WEEK'S LONDON MEETING OF SECOND INTERNATIONAL LEADERS, DECLARING THAT THE MEETING ON PORTUGAL HAD ONLY TWO AIMS: TO PRESERVE THE INTERESTS OF NATO AND TO ATTACK THE COMMUNISTS. ENTITLING THEIR REPORT "BRUTAL INTERFERENCE BY THE SOCIALIST LEADERS," L'HUMANITE QUESTIONS THE "CONCEPTION OF DEMOCRACY OF THIS COMMITTEE," ESPECIALLY SINCE WILLY BRANDT WAS CHOSEN AS PRESIDENT.

THE ARTICLE ALSO REPORTS THAT BRANDT WILL MEET WITH PORTUGUESE SOCIALIST LEADER MARIO SOARES IN FRANKFURT, WEST GERMANY NEXT MONDAY.

### FIGHTING INTENSIFIES IN LEBANON

SEPT. 9 (IPS)—AN ESTIMATED 200 PEOPLE HAVE DIED IN THE NORTHERN LEBANESE CITY OF TRIPOLI AS THE FIGHTING BETWEEN CHIRISTIANS AND MUSLIMS CONTINUES. TODAY'S WASHINGTON POST HINTS AT THE TRUTH OF THIS LATEST ROUND OF FIGHTING, STATING THAT THERE ARE FEARS "THAT THE GOVERNMENT WAS SEEKING A PRETEXT TO CRACK DOWN ON THE LEFT AND THE PALESTINIANS." THE TRIPOLI AREA IS A STRONGHOLD OF THE IRAQI-BACKED BAATHISTS.

IRISH POLICE CHARGE BRITISH SPY NETWORK IN REPUBLIC

SEPT. 9 (IPS)--OFFICIALS OF THE IRISH REPUBLIC ARE CHARGING THE BRITISH GOVERNMENT WITH HAVING "COMMITTED A DIPLOMATIC BLUNDER," IN THE WORDS OF THE LONDON DAILY TELEGRAPH IN THEIR EXPOSURE OF "THE BLONDE BOMBSHELL" WANTED FOR SEVERAL BOMBINGS IN BRITAIN.

THE BRITISH PRESS HAS PUBLISHED PICTURES OF THE WANTED WOMAN, TAKEN ALLEGEDLY BY PHOTOGRAPHERS FROM SCOTLAND YARD'S C11 DIVISION, WHICH IRISH OFFICIALS SAY RAISE THE IMPLICATION "THAT UNDERCOVER PEOPLE WERE AT WORK IN THIS TERRITORY. WE HAVE SAID BEFORE THAT THIS IS NOT ACCEPTABLE." OFFICIALS ALSO CHARGE THAT SCOTLAND YARD'S USE OF THE MATERIAL IS AIMED SOLELY AT EMBARRASSING THE IRISH GOVERNMENT, WHOSE FILES SHOW THAT THE SUSPECT WAS NOT EVEN IN BRITAIN AT THE TIME SHE ALLEGEDLY COMMITTED SOME OF THE EXPLOSIONS.

#### II. WORLD PRESS SUMMARY: CONTINENTAL NEWS ROUND-UP

FORD ASSASSINATION ATTEMPT MEANS KENNEDY WON'T RUN

SEPT. 9 (IPS)--NEW YORK TIMES COLUMNIST TOM WICKER TODAY SHEDS LIGHT ON LAST WEEK'S ASSASSINATION ATTEMPT AGAINST PRESIDENT FORD BY A BRAINWASHED ZOMBIE ASSOCIATED WITH THE MANSON CULT. "IT IS NOW LESS LIKELY THAN EVER THAT EDWARD KENNEDY WILL BECOME A CANDIDATE" BECAUSE IT "IS MORE LIKELY THAT THIS LAST OF THE KENNEDY BROTHERS WILL BECOME AN ASSASSIN'S TARGET." DECLARES WICKER.

### SENATOR CHURCH MOVES AGAINST REOPENING WARREN COMMISSION FINDINGS

SEPT. 9 (IPS)--SENATOR FRANK CHURCH, HEAD OF THE SENATE SELECT COMMITTEE ON INTELLIGENCE NOW INVESTIGATING THE CIA, INDICATED LAST NIGHT ON CBS RADIO THAT MATERIALS SUBMITTED TO HIM BY SENATOR RICHARD SCHWEIKER ON CIA AND FBI INVOLVEMENT IN PRESIDENT JOHN KENNEDY'S ASSASSINATION WERE "EXTREMELY FRAGMENTARY" AND THEREFORE DID NOT WARRANT A REOPENING OF THE WARREN COMMISSION'S INVESTIGATION. TODAY'S WASHINGTON POST CONFIRMS CHURCH'S POSITION, SAYING THAT HE HAS "SHOWN NO INCLINATION TO EMBARK ON A RENEWED INVESTIGATION OF THE JFK ASSASSINATION ITSELF."

#### BANKS WARN CONGRESSMEN OF HORRORS OF DEFAULT

SEPT. 9 (IPS)—ATTEMPTING TO HEAD OFF ANY TALK OF DEBT MORATORIA AND TO ENSURE PASSAGE OF VARIOUS BIG MAC BAIL-OUT SCHEMES FOR NEW YORK CITY, REPRESENTATIVES FROM TEN LEADING BANKS AND BROKERAGE FIRMS HELD A BRAINWASHING SESSION YESTERDAY IN WASHINGTON FOR 28 CONGRESSMEN AND ONE SENATOR, LED BY THE NEW YORK CITY DELEGATION. THE BANKERS WARNED OF INNUMERABLE HORRORS IF THE CITY DID NOT PAY ITS DEBTS. REPORTS THE NEW YORK TIMES.

#### BOSTON POLICE CALL SICK-OUT AGAINST MAYOR, GUARD

SEPT. 9 (IPS)—THE POLICE PATROLMEN'S ASSOCIATION OF BOSTON HAS CALLED AN UNOFFICIAL SICK-OUT TO PROTEST THE PRESENCE OF 1,200 NATIONAL GUARDSMEN THERE ON THE PRETEXT PROVIDED BY FBI-PROVOCATEUR "RACIAL VIOLENCE" OVER FORCED SCHOOL BUSING. PPA HEAD BRODERICK HAS ACCUSED MAYOR KEVIN WHITE OF USING "NAZI-LIKE" TACTICS AND HAS DECLARED THAT THE POLICE "WILL NOT PERMIT MAYOR WHITE TO TURN THIS CITY INTO ANOTHER KENT STATE."

### QUEBEC FEDERATION OF LABOR: PRODUCTIVITY IS "ASSASSINATING WORKERS"

SEPT. 9 (IPS)—"WE CANNOT AND SHALL NOT TOLERATE THE HEAVY PRICE IN LIVES PAID FOR PRODUCTIVITY, THIS ASSASSINATION OF OUR WORKERS," ANNOUNCED FERNAND DAOUST, SECRETARY—GENERAL OF THE QUEBEC FEDERATION OF LABOR (QFL), AT A PRESS CONFERENCE LAST WEEK. IN IMPASSIONED CHARGES, DAOUST CALLED FOR A HALT IN THE SLAUGHTER OF CONSTRUCTION WORKERS RESULTING FROM THE RECOMMENDATIONS OF THE SO—CALLED CLICHE COMMISSION. THE DEATH LAST WEEK OF A SURVEYOR AT THE OLYMPIC STADIUM SITE IN MONTREAL BROUGHT TO SEVEN THE NUMBER OF FATAL CONSTRUCTION ACCIDENTS IN QUEBEC IN THE PAST MONTH ALONE.

### III. ICLC INTELLIGENCE AND ORGANIZING REPORT

### MALAYSIAN FINANCE MINISTER DEMANDS EUROPE MOVE ON DEVELOPMENT

SEPT. 9 (IPS)--TAN SRI CHONG HON NYAN, DEPUTY FINANCE MINISTER OF MALAYSIA, INTERVEWED YESTERDAY AT THE FAR EAST-AMERICA COUNCIL OF COMMERCE AND INDUSTRY, DECLARED THAT THE LACK OF A PUBLIC COMMITMENT BY EUROPEAN GOVERNMENTS TO THIRD WORLD PROPOSALS FOR DEBT MORATORIUM, TRIANGULAR TRADE AND DEVELOPMENT IS NOW THE ONLY ROADBLOCK TO THE ESTABLISHMENT OF A NEW INTERNATIONAL ORDER BASED ON SUCH AGREEMENTS.

"WE HAVE TALKED TO THEM (IRAQ, ALGERIA AND INDIA) AND ARE IN FULL AGREEMENT WITH THEIR PROPOSALS," HE SAID. "WE WORK VERY CLOSELY WITH UNCTAD." UNCTAD YESTERDAY MADE COMECON-THIRD WORLD RELATIONS THE CENTERPIECE OF ITS DEVELOPMENT POLICY.

MR. CHONG ALSO EMPHASIZED THAT ONLY THROUGH MASSIVE EXPORTS OF INDUSTRIAL GOODS FOR THE DEVELOPMENT OF THE THIRD WORLD WOULD THE UNITED STATES AND THE REST OF THE WEST BE PULLED OUT OF THE DEPRESSION.

"BUT WE HAVE TOLD THE GERMANS," HE WARNED FORCEFULLY, "WE HAVE TOLD THE FRENCH AND EVEN THE AMERICANS OF THESE NECESSITIES. DID YOU HEAR THE GERMANS' SPEECH AT THE IMF? THERE IS NO EUROPEAN GOVERNMENT READY FOR COMMITMENT" TO DEVELOPMENT. CHONG STRESSED THAT THE PRO-DEVELOPMENT FACTIONS IN EUROPE MUST SEE TO IT THAT THEIR POLICIES BECOME GOVERNMENT POLICY.

END OF EARLY EVENING IPS FOR SEPTEMBER 9, 1975



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### Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) LATE EVENING NEWS TUESDAY. SEPTEMBER 9. 1975

#### I. PRIORITIES.

### EAST GERMANY ATTACKS BRD TRADE-WAR MANEUVERS

SEPT. 9 (IPS)--EAST GERMAN (DDR) PRESS TODAY ACCUSED "INTERESTED CIRCLES" IN WEST GERMANY (BRD) OF SPREADING SLANDERS THAT THE DDR BEEN "DUMPING" CHEAP GOODS ON THE BRD MARKET.

"IN THE BRD," STATED NEUES DEUTSCHLAND, THE COMMUNIST PARTY NEWS-PAPER, "THERE IS AN APPRECIATION THAT TRADE BETWEEN THE BRD AND DDR CAN ONLY HAVE STRONG FOUNDATIONS IF IT IS MUTALLY ADVANTAGEOUS. IN ORDER TO INTIMIDATE THESE REALISTIC THINKERS, INTERESTED CIRCLES IN THE BRD HAVE RECENTLY PUT THIS IDEA ABOUT DDR DUMPING INTO CIRCULATION."

NEUES DEUTSCLAND WARNED THAT TRADE CANNOT BECOME A "ONE-WAY STREET. THIS REQUIRES AN INCREASE IN THE BRD'S WILLINGNESS TO PUT DDR GOODS ON ITS MARKET. OTHERWISE, THE DDR WILL BE FORCED TO SHARPLY CURB ITS PURCHASES FROM THE BRD."

#### MOOT CARVALHO LED COUP IN PORTUGAL

SEPT. 9 (IPS)—A SPOKESMAN FOR THE U.S. BASED THINK-TANK SPECIAL-IZING IN COMMUNIST AFFAIRS, TODAY PREDICTED THAT THE CURRENT POLITICAL CRISIS IN PORTUGAL WILL RESULT IN COUP D'ETAT LED BY MADIST GEN. OTELO CARVALHO, HEAD OF THAT COUNTRY'S SECURITY FORCES. THE CARVALHO TAKEOVER WOULDLEAD TO A GOVERNMENT "ALONG THE LINE OF WHAT PERU WAS ORIGINALLY...". THE SOURCE TOLD IPS.

IL GLOBO, THE ITALIAN DAILY, PARTIALLY OWNED BY THE CEFIS INDUSTRIAL FACTION, TODAY MOOTED AN ALMOST IDENTICAL SCENARIO AS A
SOLUTION TO "THE PORTUGUESE PROBLEM." A CARVALHO-LED COUP, IL
GLOBO WRITES, "IS A POSSIBLE SOLUTION TO THE (PORTUGUESE) CRISIS."
"SUCH A COUP," THE PAPER CONTINUES, COULD TAKE THE FORM OF A"NATIONAL ROAD TO SOCIALISM, LIKE THAT OF PERU."

# GONCALVES GOVERNMENT TO CONTINUE UNTIL AZEVEDO GOVERNMENT FORMED

SEPT. 9 (IPS)--PORTUGAL'S 5TH PROVISIONAL GOVERNMENT, LED BY GEN. VASCO GONCALVES, HAS ISSUED A COMMUNIQUE SAYING IT WILL SERVE ON AN INTERIM BASIS UNTIL THE NEW GOVERNMENT UNDER ADMIRAL PINHEIRO DE AZEVEDO HAS BEEN FORMED, ACCORDING TO NBC.

(MORE)

### REVOLUTIONARY COUNCIL REINSTATES TWO NATO AGENTS

SEPT. 9 (IPS)--PORTUGAL'S NEW REVOLUTIONARY COUNCIL OF 21 HAS RE-INSTATED TWO U.S. STATE DEPARTMENT/NATO AGENTS -- MAJ. ERNESTO DE MELO ANTUNES AND MAJ. VITOR ALVES -- AS MEMBERS OF THE COUNCIL. ALSO REINSTATED IS MAJ. JOSE COSTA MARTINS, A PRO-WORKING CLASS OFFICER AND PORTUGAL'S LABOR MINISTER, EAST GERMAN RADIO REPORTS TODAY.

THE REINSTATEMENT OF SOCIAL DEMOCRATS ANTUNES AND ALVES, PREVIOUSLY EXPELLED FROM THE REVOLUTIONARY COUNCIL, GIVES THAT BODY A DECIDED ANTI-COMMUNIST CAST.

### IPS EXCLUSIVE

# HUMPHREY ALLIES HIMSELF WITH PALME, BRANDT, WILSON ON PORTUGAL

UNITED NATIONS, SEPT. 9 (IPS)—SEN. HUBERT HUMPHREY (D-MN), FRESH FROM MEETINGS WITH "COMMITTEE TO INTERFERE IN PORTUGAL" LEADERS OLOF PALME AND HAROLD WILSON LAST WEK IN LONDON, TOLD AN IPS REPORTER TODAY, WHEN ASKED ABOUT HIS SUPPORT FOR PSP LEADER MARIO SOARES, "I JUST WANT TO SEE A NON-COMMUNIST GOVERNMENT IN PORTUGAL."

WHILE HUMPHREY DENIED ATTENDING ANY OF THE MEETINGS OF THE SOCIAL DEMOCRATS' COUNTER-REVOLUTIONARY LONDON GATHERING, HE DID ADMIT TO HAVING MET EXTENSIVELY "IN PRIVATE" WITH PALME AND DISCUSSING "MANY ISSUES." LATER IN THE DAY, IPS LEARNED THAT THE OLD SOCIAL DEMOCRATIC WARHORSE FROM MINNESOTA MET WITH BRITISH PRIME MINISTER WILSON ON FRIDAY AND DISCUSSED PORTUGAL. THIS OCCURRED AT THE SAME TIME WILSON, PALME AND WILLY BRANDT WERE PLANNING THEIR INTERVENTION INTO PORTUGAL.

# SEN. CLARK MOVES TO EXPOSE U.S. INVOLVEMENT IN ANGOLA; STUDYING PORTUGUESE SITUATION

SEPT. 9 (IPS)--SEN. DICK CLARK (D-IOWA), BACK FROM A FACT-FINDING TOUR OF AFRICA, HAS CALLED FOR THE SENATE FOREIGN RELATIONS COMMITTEE, OF WHICH HE IS A MEMBER, TO INVESTIGATE U.S. INVOLVEMENT AND INTERFERENCE IN ANGOLA. AN AIDE TO SEN. CLARK TOLD IPS TODAY THAT CLARK IS PREPARED TO SUBMIT TO CONGRESS, AN AMENDMENT TO THE FOREIGN ASSISTANCE ACT, IF THE FOREIGN RELATIONS COMMITTEE FAILS TO ACT.

WHEN ASKED IF THE SENATOR WOULD ATTACK SIMILAR U.S. SABOTAGE IN PORTUGAL, THE AIDE SAID THAT CLARD "WAS STUDYING THE SITUATION CAREFULLY."

### FBI REVEALS FAR-REACHING INVESTIGATION OF USLP/NCLC

PORTLAND, SEPT. 9 (IPS)—FBI DIRECTOR CLARENCE KELLY REVEALED OPEN-LY TODAY WHAT HAS LONG BEEN FBI POLICY TOWARD THE NATIONAL CAUCUS OF LABOR COMMITTEES: AN HYSTERICAL COINTELPRO OPERATION AIMED AT RESURRECTING THE MCCARTHY ERA AND ITS SUBSUMED CRIMINAL INVESTI— GATIONS AND WHOLESALE PILLAGE OF CIVIL RIGHTS IN THE UNITED STATES. THE KELLY REVELATIONS CAME IN A LETTER TO NCLC MEMBER CRAIG SCHULTZ IN PORTLAND FOLLOWING SCHULTZ'S REQUEST FOR RELEASE OF HIS FILES UNDER THE FREEDOM OF INFORMATION ACT. THE ENTIRE LABOR COMMITTEES ORGANIZATION IS PRESENTLY ENGAGED IN A POLITICAL AND LEGAL CAMPAIGN TO GAIN RELEASE OF THE "NCLC PAPERS" FROM VARIOUS GOVERNMENT AGENCIES UNDER THE FREEDOM OF INFORMATION ACT.

IN HIS LETTER TO SCHULTZ, KELLY SAID, "YOU ARE BEING INVESTIGATED FOR REBELLION OR INSURRECTION, SEDITIOUS CONSPIRACY, ADVOCATING OVERTHROW OF THE GOVERNMENT, ANTI-RIDE LAWS, AND VIOLATION OF THE SECURITY ACTS OF 1970, 1950, AND THE COMMUNISE CONTROL ACT OF 1954." IN ADDITION, FILES WERE RELEASED TO SCHULTZ WHICH INDICATE MAJOR FBI SURVEILLANCE OF THE NOLO NATIONAL CONFERENCE IN MAY OF 1974.

THE SCHULTZ LETTER FOLLOWS BY TWO WEEKS A DECLARATION BY KELLY THAT THE NCLC WAS UNDER INVESTIGATION BY THE FBI FOR POSSIBLE CRIM-INAL CHARGES AS A VIOLENCE-PRONE GROUP. KELLY WROTE THIS LETTER IN RESPONSE TO A LETTER FROM CONGRESSMAN DONALD RIEGLE OF MICHIGAN. RIEGLE HAD FORWARDED A LETTER FROM DETROIT LAWYER MAX DEAN CALLING FOR CONGRESSIONA INVESTIGATION OF FBI COINTELPRO OPERATIONS AGAINST THE LABOR COMMITTEES.

THE FBI "OFFICIALLY" OPENED THIS CAMPAIGN IN FEB., 1975 BY USING THE U.S. IMMIGRATION AND NATURALIZATION SERVICE TO EXCLUDE NORTH AMERICAN LABOR PARTY MEMBERS FRANCOIS BIERRE AND GIANCARLO DALLAVILLE FROM ENTRY INTO THE UNITED STATES UNDER 8 USC 1182 (A) (G), THE MCCARREN ACT SECTIONS OF THE U.S. IMMIGRATION CODE. HEAR-INGS CONCERNING THE EXCLUSION OF THE NALP MEMBERS FROM THE UNITED STATES WILL BEGIN AGAIN SOON IN SEATTLE AFTER A REPLACEMENT OF THE INITIAL IMMIGRATION JUDGE GREENWALT, WHO DISQUALIFIED HIMSELF FOR "BEING AN ANTI-COMMUNIST."

NCLC LEGAL STAFFS ANNOUNCED TODAY THAT THEY WILL PRESS FOR FULL LEGAL AND CONGRESSIONAL INQUIRIES INTO THE FBI REVELATIONS.

BOSTON CITY COUNCIL VOTES ITSELF OUT OF OFFICE;

KILLS DEBT MORATORIUM

SEPT. 9 (IPS)--THE BOSTON CITY COUNCIL EFFECTIVELY VOTED ITSELF OUT OF POLITICAL EXISTENCE YESSERDAY BY KILLING COUNCILMAN ALBERT O'NEIL'S DEBT MORATORIUM RESOLUTION BY A 7 TO 1 VOTE.

THE ENTIRE COUNCIL, EXCEPT FOR LARRY DICARA, CHAIRMAN AND SELF-APPOINTED DEBT MORATORIUM OPPONENT, LEFT THE ROOM AS O'NEIL BEGAN SPEAKING TO MOTIVATE THE RESOLUTION. FORMER OSS AGENT COUNCILMAN LAGONE STAYED IN THE MEN'S ROOM LONG ENOUGH TO MISS THE VOTE.

U.S. LABOR PARTY MAYORAL CANDIDATE ROBERT GIBBONS WILL USE THE COUNCIL'S VOTE TO FUEL HIS CAMPAIGN IN THE REMAINING TWO WEEKS BEFORE THE SEPT. 23 PRIMARY.

(MORE)

# NYC TEACHERS STRIKE BEGINS; SHANKER HITS BANKS, CITY GOVERNMENT

NEW YORK, SEPT. 9 (IPS) -- SPEAKING AT A PRESS CONFERENCE HERE THIS AFTERNOON, UNITED FEDERATION OF TEACHERS (UFT) PRESIDENT ALBERT SHANKER REPORTED THAT THE STRIKE OF HIS 80,000 MEMBER UNION WAS "EXTREMELY EFFECTIVE." PICKET CAPTAINS REPORTED TO THE UFT LEADERSHIP "ONLY 600 SCABS HAD CROSSED PICKET LINES IN THE ENTIRE CITY." "MORE THAN 90 PERCENT OF CITY SCHOOLS WERE COMPLETELY SHUT DOWN," CBS RADIO REPORTS.

THE UFT PRESIDENT, REITERATING STATEMENTS MADE LAST NIGHT AT THE MASS UFT MEETING WHICH APPROVED THE STRIKE, STATED THAT "THE ISSUE IS NOT TEACHERS' SALARIES...WE CANNOT ACCEPT THE BOARD OF EDUCATION'S PRESENT OFFER...IT WOULD CREATE CHAOS AND DESTROY THE SCHOOL SYSTEM. WE WILL STAY OUT AS LONG AS IT TAKES TO GUARANTEE THE CHILDREN OF THIS CITY A DECENT EDUCTION."

REFERRING TO THE MORE THAN \$200 MILLION IN CUTS ORDERED BY THE BOARD OF EDUCATION, SHANKER STATED, "THE BANKS SEEM TO THINK THAT EVERYBODY IN THIS CITY SHOULD BE HURT — EVEN CHILDREN — BEFORE THEY ARE..."

IMPLICITLY CHIDING THE WEAK CITY GOVERNMENT FOR CAPITULATING TO THE BANKERS' DEMANDS TO CEDE ITS AUTHORITY TO "BANKERS' DIRECTORATE," SHANKER ANGRILY STATED, "I KNOW THERE IS A CITY GOVERNMENT OUT THERE SOMEWHERE...WON'T IT PLEASE STEP FORWARD SO WE CAN BEGIN MEANINGFUL NEGOTIATIONS..."

THE UFT AND THE BOARD OF EDUCATION ARE SCHEDULED TO RESUME NEGOTIATIONS LATER THIS AFTERNOON.

### WHITMAN CAMPAIGN WORKER SUPPORTS DRUGS

SEPT. 9 (IPS)--CITY COUNCIL CANDIDATE GREN WHITMAN, AT A BALTIMORE SHOPPING CENTER HERE YESTERDAY, PUBLICLY ENDORSED THE LEGALIZATION OF HEROIN. IN FRONT OF A CROWD OF WORKERS GATHERED TO LISTEN TO A LABOR PARTY RALLY, WHITMAN'S CAMPAIGN WORKER DECLARED, WHEN CONFRONTED ON HIS STAND ON METHADONE, THAT "FRANKLY I DON'T LIKE METHADONE EITHER. I THINK HEROIN SHOULD BE LEGALIZED."

WHEN WORKERS DEMANDED TO KNOW WHETHER HE TOOK DRUGS HIMSELF, THIS DEGENERATE RESPONDED, "OF COURSE. I'M A CHEMISTRY STUDENT AT THE UNIVERSITY OF MARYLAND. I WORK HARD ALL DAY. I NEED SOMETHING TO RELAX AT NIGHT."

THE BALTIMORE SUN RECENTLY ENDORSED THE CANDIDACY OF WHITMAN, NOTORIOUS FOR AFFILIATION WITH THE "MAN ALIVE" METHADONE CENTER.

NEW YORK LEGISLATURE PASSES NEW BIG MAC PROPOSAL

SEPT. 9 (IPS)--THE NEW YORK STATE SENATE TODAY FINALLY VOTED UP THE NEW BIG MAC PROPOSAL FOR REORGANIZATION OF NEW YORK CITY FIN-

(MORE)

ANCES, AND ADJOURNED. THE STATE ASSEMBLY LATE LAST NIGHT PASSED THE MEASURE BY A 80 TO 70 MARGIN. GOV. HUGH CAREY IS EXPECTED TO SIGN THE MEASURE INTO LAW TONIGHT.

OF THE \$2.3 BILLION PACKAGE TO BAIL OUT NEW YORK CITY UNTIL DEC-EMBER, PUT TOGETHER IN THE MAC LEGISLATION, ONLY THE LOOTING OF \$725 MILLION FROM THE PENSION FUNDS OF STATE AND CITY WORKERS IS A RELATIVELY "SURE THING". THE REST OF THE MONEY IS TO BE OBTAINED BY THE STATE BORROWING \$750 MILLION IN TAX ANTICIPATION NOTES FOR THE CITY AND ANOTHER \$800 MILLION FROM GOVERNMENT AND "PRIVATE FI-NANCIAL SOURCES" -- (NAMELY THE ROCKEFELLER NEW YORK BANKS). PROS-PECTS OF RAISING THE MONEY ARE TERMED "HIGHLY DOUBTFUL" BY FINAN-CIAL SOURCES.

THE NEW MAC LEGISLATION ALSO CREATES A 7-FERSON STATE EMERGEN-CY CONTROL BOARD TO ENFORCE CUIBACKS, WHICH TODAY'S NEW YORK TIMES GLOATS WILL BE "EVEN MORE SEVERE THAN THE MEASURES TRIED EARLIER BY MAYOR BEAME."

INFORMED SOURCES IN ALBANY INDICATED THAT ALTHOUGH THE SEPCIAL SESSION CALLED BY GOV. CAREY TO CONSIDER THE MAC PLAN IS NOW IN RECESS, THE LEGISLATURE WILL RECONVENE WITHIN THE NEXT MONTH. SOURCES CITED THE GOVERNOR'S STATEMENT LAST WEEK THAT THE LEGISLATURE WOULD HAVE TO REMAIN IN SESSION A FULL MONTH TO WORK OUT THE DETAILS OF THE MANAGED DEFAULT PROCEEDINGS, AS MEANING THAT THE SESSION'S WORK IS STILL UNCOMPLETED.

SEVERAL NEW YORK CITY LIBERAL DEMOCRATS INDICATED THAT THEY PLANNED TO RETURN TO ALBANY IN TWO WEEKS AND INTRODUCE A DEBT MORATORIUM RESOLUTION WHICH WOULD DO AWAY WITH THE MAC PLAN.

END IPS/LATE PRIORITIES FOR SEPT. 9. 1975.



### International Press Service

Daily News and Press Summaries

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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) LATE NEWS ROUND-UP WEDNESDAY, SEPTEMBER 10, 1975 1900 HOURS

I. WORLD PRESS SUMMARY - INTERNATIONAL NEWS

"WORKING PEOPLE WILL NOT ALLOW PORTUGAL
TO BECOME ANOTHER CHILE"

SEPT. 10 (IPS)—THE UNITY COMMISSION OF THE WORKERS AT THE LARGEST INDUSTRIAL MONOPOLY IN PORTUGAL, CUF, STATED IN A POSITION PAPER THAT THE WORKING CLASS "WOULD NOT ALLOW PORTUGAL TO BECOME ANOTHER CHILE." THE WORKERS OF THE CUF COMPANY EMPHASIZED THAT THE "PRESENT POLITICAL INSECURITY AND THE MACHINATION OF THE RIGHT WING FORCES IN THE ARMY, SERVE THE INTERESTS OF THE COUNTERREVOLUTION." THEY EXPRESSED THEIR DETERMINATION THAT "THE REVOLUTIONARY PROCESS WOULD NOT BE LOST IN FAVOR OF THE BOURGEOISIE," ACCORDING TO THE EAST GERMAN COMMUNIST PARTY PAPER NEUES DEUTSCHLAND TODAY.

PCP ACCUSES THE PPD OF INSURRECTION AND CIVIL WAR

SEPT. 10 (IPS)—THE PORTUGUESE COMMUNIST PARTY (PCP) TODAY ACCUSED THE PORTUGUESE DEMOCRATIC PARTY OF WORKING TOWARDS "COUNTER-REVOLUTION, SUBVERSION, INSURRECTION AND CIVIL WAR THROUGH ITS ARMED BANDS," ACCORDING TO UPI TODAY. THIS WEEKEND IN PORTO, THE HEAD OF THE PPD, EMIDIO GUERREIRO "ANNOUNCED THE FORMATION OF A CIVIL WAR ARMY OF 50,000 MEN, AND HE RAISED THE DEMAND FOR THE IMMEDIATE DISSOLUTION OF THE ARMED FORCES MOVEMENT (MFA) AND OF THE REVOLUTIONARY COUNCIL," ACCORDING TO TODAY'S NEUES DEUTSCHLAND, THE PAPER OF THE EAST GERMAN COMMUNIST PARTY.

ANTI-PCP COMMISSION TO STUDY RESTRUCTURING OF PORTUGUESE ARMED FORCES

SEPT. 10 (IPS) -- CAPTAIN VASCO LOURENCO, ONE OF THE "NINE" WHO SIGNED A DOCUMENT FOR THE OVERTHROW OF THE GONCALVES GOVERNMENT, WILL HEAD A STUDY COMMISSION FOR THE RESTRUCTURING OF THE ARMED FORCES MOVEMENT (MFA) AND THE REVOLUTIONARY COUNCIL, ACCORDING TO TODAY'S WASHINGTON POST. INCLUDED ON THIS COMMISSION ARE THE HEADS OF THE THREE BRANCHES OF THE ARMED FORCES, TWO OF WHOM ARE OPENLY ANTI-GONCALVES. "THE COMMISSION APPEARS CERTAIN TO BE WEIGHTED HEAVILY AGAINST THE COMMUNISTS," CONCLUDES THE POST.

SOVIET TRADE MINISTER RECEIVES FRENCH DELEGATION

SEPT. 10 (IPS)--SOVIET MINISTER OF FOREIGN TRADE NIKOLAI PATOLICHEV MET MONDAY WITH THE FRENCH MINISTER OF INDUSTRY AND SCIENTIFIC RESEARCH MICHEL D'ORNANO. REPORTED PRAVDA YESTERDAY.

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THE TALKS FOCUSSED ON LARGE-SCALE JOINT INDUSTRIAL PROJECTS.

3,000 DEMONSTRATE AGAINST FRENCH GOVT RELAUNCHING PLAN

SEPT. 10 (IPS)—3,000 WORKING CLASS DEMONSTRATORS, LED BY THE COMMUNIST AND SOCIALIST ALLIED TRADE UNIONS, THE CGT AND CFDT, YESTERDAY DEMONSTRATED OUTSIDE THE FRENCH NATIONAL ASSEMBLY AGAINST THE GISCARD D'ESTAING GOVERNMENT'S ANTI-WORKING CLASS REFLATIONARY ECONOMIC PROGRAM. DEBATE ON THE PROGRAM WILL CONTINUE TODAY WITH PRESENTATIONS BY FRENCH COMMUNIST PARTY (PCF) SECRETARY GENERAL GEORGES MARCHAIS AND GAULLIST LEADER MICHEL DEBRE, THE PCF DAILY L'HUMANITE REPORTS.

### JAPANESE INDUSTRIALISTS IN EAST GERMANY

SEPT. 10 (IPS)—A DELEGATION OF OVER TWENTY LEADING JAPANESE IN-DUSTRIALISTS HAVE ARRIVED IN BERLIN FOR A MEETING OF THE GERMAN DEMOCRATIC REPUBLIC - JAPAN ECONOMIC SOCIETY, REPORTS NEUES DEUTSCHLAND TODAY IN A FRONT PAGE ARTICLE. THE DELEGATION, LED BY NIPPON STEEL BOARD CHAIRMAN INAYAMA, WAS GREETED BY GDR PARTY SECRETARY ERICH HONECKER. INAYAMA SAID HIS DELEGATION CONSIDERS LONG-TERM ECONOMIC AND SCIENTIFIC PROJECTS PARTICULARLY IMPORTANT.

### CHIRAC CALLS FOR A MIDEAST "GLOBAL AGREEMENT AS SOON AS POSSIBLE"

SEPT. 10 (IPS)—FRESH FROM FOUR DAYS OF EXTENSIVE MEETINGS WITH IRAQI VICE—PRESIDENT SADDAM HUSSEIN, FRENCH PRIME MINISTER JACQUES CHIRAC YESTERDAT CALLED FOR "A GLOBAL AGREEMENT" IN THE MIDEAST "AS SOON AS POSSIBLE," ACCORDING TO FRENCO'S LE MONDE NEWSPAPER.

CHIRAC FURTHER CALLED FOR "STRONG AND TIGHT LINKS" TO BE CREATED BETWEEN A UNIFIED ARAB SECTOR AND A UNIFIED EUROPE, A CONCEPTION THE IRAQIS STRONGLY SHARE.

### EGYPTIAN NEWSPAPER DELETES SADAT ANTI-SOVIET DIATRIBES

SEPT. 10 (IPS)--AL AHRAM, EGYPT'S INFLUENTIAL "SEMI-OFFICIAL" DAILY, LAST WEEK DELETED FROM ITS TRANSCRIPT OF PRESIDENT ANWAR SADAT'S POST-SINAI PACT ADDRESS ALL OF SADAT'S RABID ATTACKS ON THE SOVIETS. AL AHRAM MAINTAINS A CONSISTENT "NEUTRALIST" POSE, TRYING TO UPHOLD AN EGYPTIAN "BALANCE" BETWEEN THE U.S. AND THE SOVIETS.

#### EAST GERMAN OFFICIAL CALLS FOR GENEVA CONFERENCE

SEPT. 10 (IPS)—IN AN OFFICIAL BROADCAST OVER STIMME DER DDR, EAST GERMAN RADIO, EAST GERMAN OFFICIAL MOLDT STATED TODAY, "THE GENEVA CONFERENCE IS THE ONLY MEDIUM TO SETTLE PEACE IN THE MIDEAST." MOLDT NOTED THAT GENEVA WOULD BE THE BEST FORUM TO DISCUSS ISRAELI TERRITORIAL WITHDRAWALS AND THE RESOLUTION OF THE RIGHTS OF THE PALESTINIANS.

THE CURRENT ISSUE OF THE EAST GERMAN WEEKLY HORIZONT ALSO CALLS FOR THE RECONVENING OF THE GENEVA CONFERENCE.

### LEBANESE LEFTISTS PREPARE TO FIGHT

SEPT. 10 (IPS)—EYE-WITNESSES IN NORTHERN LEBANON ARE REPORTING "THE FIRST EMBRYONIC PATROLS BY LEFT-WINGERS AND PALESTINIAN COMMANDOS" IN THE CITY OF TRIPOLI, ACCORDING TO TODAY'S BALTIMORE SUN. THE SUN FURTHER NOTES THAT MOSLEM AND LEFTIST GROUPS HAVE "MERGED INTO A PRIVATE ARMY OF 3,000 MEN" WHO "WERE REPORTED TAKING UP POSITIONS IN VILLAGES NEAR THE CHRISTIAN HILL TOWN OF ZGHORTA," A FASCIST STRONGHOLD.

NUMEROUS SOURCES MEANWHILE REPORT THAT THE LEBANESE GOVERNMENT'S POSSIBLE USE OF THE ARMY TO INTERVENE IS HAMPERED BY FEARS THAT THIS WOULD ONLY CATALYZE FACTIONAL DIVISIONS IN THE ARMED FORCES AND PERHAPS PROVOKE A CIVIL WAR WITH A LEFT THAT HAS GAINED SIGNIFICANTLY IN STRENGTH OVER THE PAST FEW MONTHS.

### ATTEMPT ON SADAT'S LIFE

SEPT. 10 (IPS) -- THE BAGHDAD VOICE OF PALESTINE RADIO REPORTS AN UNSUCCESSFUL ASSASSINATION ATTEMPT THIS EVENING AGAINST EGYPTIAN PRESIDENT ANWAR SADAT, ACCORDING TO BRITISH BROADCASTING CORPORATION. SADAT IS REPORTED TO HAVE "MIRACULOUSLY ESCAPED."

#### II. WORLD PRESS SUMMARY - CONTINENTAL NEWS

### HOUSE COMMITTEE MAY INVESTIGATE CIA ROLE IN PORTUGAL

SEPT. 10 (IPS)—THE HOUSE INTELLIGENCE COMMITTEE MAY BE INVESTIGAT-ING CIA INTERVENTION IN PORTUGAL NEXT WEEK. ACCORDING TO A SOURCE CLOSE TO THE COMMITTEE, THE COMMITTEE WILL BE INVESTIGATING CIA "INTELLIGENCE CAPABILITIES" IN THE MIDDLE EAST TOMORROW AND IN PORTUGAL ON SEPT. 18. THE COMMITTEE MAY POSSIBLY EXPAND ITS INVESTIGATION TO CIA INTERFERENCE IN PORTUGAL, THE SOURCE SAID.

### GEORGE BALL ATTACKS KISSINGER MIDEAST POLICY

SEPT. 10 (IPS)—IN A POWERFUL STATEMENT OF GROWING BOURGEOIS OPPOSITION TO HENRY KISSINGER'S MIDEAST DIPLOMACY, FORMER U.S. UNDERSECRETARY OF STATE GEORGE BALL SCORES KISSINGER'S EFFORTS AS AN ATTEMPT TO "BUY TIME" THAT THREATENS TO LEAD TO A "PROXY WAR" BETWEEN THE U.S. AND THE SOVIETS. WRITING IN THE CURRENT ISSUE OF NEWSWEEK, BALL DEMANDS INSTEAD THAT THE U.S. PUT FORTH "AMERICAN PRINCIPLES FOR AN OVER-ALL SETTLEMENT."

"NO MATTER WHAT GESTURES WE MAY MAKE IN THE WEEKS AHEAD," BALL ADDS, "IT IS SMOKING OPIUM TO ASSUME WE CAN GO FURTHER WITH STEP-BY-STEP DIPLOMACY." THIS DIPLOMACY, HE CHARGES, HAS REMOVED THE LEVERAGE OF "MODERATE" EGYPTIAN PRESIDENT SADAT UPON OTHER ARABS, THEREBY FORCING THE ARAB STATES TO DEPEND MORE ON THE SOVIETS AND ADVANCING THE UNITY OF ANTI-U.S. ARAB COUNTRIES.

#### DAILY NEWS UNEARTHS TIMES ANTI-NCLC LIES

SEPT. 10 (IPS)--IN A QUICK PASTE-IT-UP AND GET-IT-OUT EXAMPLE OF CIA PROPAGANDA, THE NEW YORK DAILY NEWS RESPONDED TO THE GROWING SUPPORT IN THE NEW YORK STATE LEGISLATURE FOR THE DEBT MORATORIUM BILL BY LIBELING THE NATIONAL CAUCUS OF LABOR COMMITTEES. THE PAGE

FIVE PATCHWORK JOB REFERS TO NCLC HALFWAY THROUGH A RAMBLING DESCRIPTION OF SUCH CIA-DIRECTED GANGS AS THE SLA AND THE WEATHER UNDERGROUND SANDWICHING THE NCLC BETWEEN THE MANSON FAMILY AND THE CHILDREN OF GOD! BUT THERE IS A THIRD NEW YORK BASEDPOLITICAL GROUP...AND (THE NCLC) USES A MORE SUBTLE FORM OF TERROR."

(THE ARTICLE) THEN GOES ON TO RECOUNT SLANDERS ORIGINALLY TRIED OUT IN THE NEW YORK TIMES IN JANUARY OF 1974. THE "CRAZY "LINE WAS THOUGHT TO HAVE DIED WHEN ITS CONDUIT, PAUL MONTGOMERY, WAS RELEGATED TO THE SPORTS PAGE SEVERAL MONTHS LATER.

#### III. ICLC INTELLIGENCE AND ORGANIZING REPORT

#### PAKISTAN CALLS FOR DEBT MORATORIUM

UNITED NATIONS, SEPT. 10 (IPS)—SPEAKING ON BEHALF OF THE PAKISTANI GOVERNMENT AT THE UNITED NATIONS SPECIAL SESSION, MR. FEROZ KAISER GAVE HIS COUNTRY'S FULL SUPPORT TO A DEBT MORATORIUM, AND CALLED UPON THE UN SPECIAL SESSION TO ACT ON IT. KAISER STATED THAT "CANCELLATION, MORATORIUM OR RESCHEDULING OF THE LARGE EXTERNAL DEBTS CONTRACTED IS NOW AN IMPERATIVE NECESSITY...THE DEVELOPMENT OBJECTIVES FOR WHICH THE DEBTS WERE CONTRACTED HAVE NOT BEEN ACHIEVED DUE TO LACK OF PROGRESS IN OTHER AREAS, SUCH AS ACCESS TO MARKETS FOR THE GOODS PRODUCED BY ASSISTED PROJECTS OR TECHNOLOGY TO RENDER THESE PROJECTS EFFICIENT AND COMPETITIVE.

"THE PAKISTAN DELEGATION WOULD THEREFORE PROPOSE THAT IN VIEW OF THESE SERIOUS DIFFICULTIES ENCOUNTERED BY THE DEVELOPING COUNTRIES, AN AGREEMENT IN PRINCIPLE SHOULD BE REACHED AT THIS SESSION THAT UNTIL THE OBJECTIVES FOR WHICH THE SPECIFIC DEVELOPMENT LOANS WERE PROVIDED ARE ATTAINED, A MORATORIUM SHOULD BE PLACED ON THERI AMORTIZATION AND INTEREST PAYMENTS. THIS MEASURE WOULD BY ITSELF SUBSTANTIALLY AMELIORATE THE FINANCIAL PROBLEMS OF THE DEVELOPING COUNTRIES."

### NEW YORK TRADE UNION LEADERS CO-SPONSOR DEBT MORATORIUM HEARINGS WITH USLP

SEPT. 10 (IPS)--CHARLES SERRETTE, PRESIDENT OF THE NEW YORK COALITION OF BLACK TRADE UNIONISTS (CBTU) AND VICE-PRESIDENT OF COMMUNICATIONS WORKERS OF AMERICA (CWA) #1101, AND ED CROSS, PRESIDENT OF COMPRESSED AIR AND TUNNEL WORKERS #147 AGREED TODAY TO CO-SPONSOR PUBLIC HEARINGS ON A DEBT MORATORIUM IN NEW YORK CITY WITH THE U.S. LABOR PARTY.

SERRETTE STATED TODAY THAT HE WOULD EXTEND AN INVITATION TO THE HEARINGS TO NEW YORK'S UNITED FEDERATION OF TEACHERS, NOW STRIKING OVER INCREASED CLASS SIZE CAUSED BY CITY BUDGET CUTS.

### FORMER AGENT EXPOSES GOV'T TERRORISM

TRENTON, N.J. SEPT. 10 (IPS)—ROY FRANKHAUSER, FORMER AGENT OF THE FBI AND OTHER FEDERAL AGENCIES, HELD A PRESS CONFERENCE HERE TODAY WITH THE U.S. LABOR PARTY.

(MORE)

### IPS/09.10.1900/PAGE FIVE

THE CONFERENCE WAS ORGANIZED BY THE LABOR PARTY AT MR. FRANK-HAUSER'S REQUEST, TO DETAIL FOR THE PRESS HIS EXPERIENCES AS AN AGENT DATING FROM 1971, WHICH PROVE THAT THE U.S. GOVERNMENT, THE NATIONAL SECURITY AGENCY, AND THE COVERT INTELLIGENCE COMMUNITY HAS "AS A MATTER OF CONSCIOUS POLICY CREATED THE PREPONDERANCE OF TERRORIST ACTIVITIES IN THIS COUNTRY." FRANKHAUSER ALSO CHARGED THAT "GOVERNMENT AGENCIES, IN PARTICULAR THE ATF, FBI, AND LEAA, HAVE REPEATEDLY SOUGHT TO THWART ANY PUBLIC INVESTIGATIONS" INTO THESE MATTERS.

IN PARTICULAR, FRANKHAUSER REVEALED AN OPERATION BY THE FBI AGAINST BERKS COUNTY (PA.) DISTRICT ATTORNEY ROBERT VAN HOOVE DURING THE LATTER PART OF 1971 AT WHICH TIME VAN HOOVE WAS CLOSE TO PUTTING ATF AND FBI IN COMPROMISING POSITIONS REGARDING THEIR ROLE IN CRIME IN THAT REGION.

THE CONFERENCE WAS ATTENDED BY THE WASHINGTON STAR, THE ASSOCIATED PRESS, THE PHILADELPHIA BULLETIN, AND THE PHILADELPHIA INQUIRER.

## BLACK UNION LEADER ENDORSES PORTUGAL/ANGOLA DEFENSE COMMITTEES

SEPT. 10 (IPS)—DENNIS SERRETTE, PRESIDENT OF THE NEW YORK COALITION OF BLACK TRADE UNIONISTS, TODAY ENDORSED THE WORK OF COMMITTEES TO DEFEND THE REVOLUTIONS IN PORTUGAL AND ANGOLA, NOW BEING FORMED AT LABOR PARTY INITIATIVE ACROSS THE COUNTRY. A PROPONENT OF DEBT MORATORIA AND DEVELOPMENT, SERRETTE PLEDGED TO AID THE WORK OF THE COMMITTEES IN WHATEVER WAY POSSIBLE.

END OF IPS LATE

IPS DAILY PRIORITIES - 9/10/75

- PM BALL BLASTS KISSINGER
- PM EX-AGENT FRANKHAUSER EXPOSING TERRORISM
- PM LEFTISTS IN LEBANON PREPARE TO FIGHT
- PM PAKISTAN UN DELEGATE CALLS FOR DEBT MORATORIUM
- PM EAST GERMAN OFFICIAL CALLS FOR GENEVA CONF.
- PM "NOT ANOTHER CHILE IN PORTUGAL"
- AM PSP IMPLICATED IN MARCH COUP ATTEMPT
- PM PCP ATTACKS PPD
- PM SOVIETS RECEIVE FRENCH TRADE DELEGATION
- PM NEW YORK TRADE UNIONISTS TO HOLD D.M. HEARINGS
- PM HOUSE COMMITTEE MAY INVESTIGATE CIA/PORTUGAL
- PM BLACK UNION LEADER ENDORSES PORTUGAL/ANGOLA DEFENSE CTTE WORK



THURSDAY, SEPTEMBER 11, 1975

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LATE EVENING NEWS ROUND-UP

GAULLIST LEADER CALLS FOR INTERNATIONAL CONFERENCE ON TRADE, DUMPING OF DOLLAR

SEPT. 11 (IPS)—MICHEL DEBRE, LEADING SPOKESMAN FOR THE FRENCH GAULLIST MOVEMENT, SAID YESTERDAY IN THE EXTRAORDINARY PARLIAMENTARY DEBATE ON THE ECONOMIC CRISIS THAT THE INFLATIONARY U.S. DOLLAR MUST BE DUMPED AS THE BASIS FOR A MONETARY SYSTEM AND REPLACED BY A SYSTEM BASED ON THE GOLD STANDARD. THIS MOVE, DEBRE CONTINUED, WOULD BE COUPLED WITH AN INTERNATIONAL CONFERENCE ON TRADE INCLUDING INDUSTRIAL EUROPE, THE U.S., THE SOVIET UNION, THE RAW MATERIALS-PRODUCING COUNTRIES AND JAPAN.

"FROM A PERIOD OF INFLATION WITHOUT GROWTH, WE MUST RETURN TO A PERIOD OF GROWTH WITHOUT INFLATION," DEBRE SAID, ACCORDING TO OFFICIAL NATIONAL ASSEMBLY MINUTES. BLASTING THE ANARCHY OF THE DOLLAR-BASED MONETARY SYSTEM, DEBRE SAID: "THE DOLLAR GOES ON THE RISE TO INSPIRE THE CONFIDENCE OF THE OIL PRODUCERS; IT DROPS IN ORDER TO PROTECT THE U.S. AGAINST EUROPEAN AND JAPANESE IMPORTS. IT IS SUPPORTED TO AVOID EXCESS PURCHASES OF GOLD; THEN IT IS NOT SUPPORTED SO THAT THE U.S. CAN FREE THEMSELVES BETTER OF THEIR DEBTS, BEFORE CONTRACTING NEW DEBTS BY PRINTING NEW DOLLARS WHICH THEY FORCE THEIR ALLIES TO ACCEPT."

"THE HELSINKI CONFERENCE WILL YIELD NOTHING," HE CONCLUDED.
"THE CONFERENCE ON RAW MATERIALS AND ENERGY WILL FAIL IF A THIRD CONFERENCE WHICH REESTABLISHES STRICT RULES FOR INTERNATIONAL TRADE IS NOT HELD. THIS SHOULD BE A CONFERENCE IN WHICH THE INDUSTRIAL EUROPEAN NATIONS, THE U.S., THE USSR, THE BIG RAW MATERIALS—PRODUCING COUNTRIES AND JAPAN PARTICIPATE...THOSE WHO REFUSE THIS WILL BE RESPONSIBLE FOR WHAT WE ARE BEGINNING TO SEE —— A RETURN TO PROTECTIONISM. AND WE WILL SEE AN AMPLIFICATION OF THE FORCES IN THE WORLD WHO THINK THAT DEMOCRATS ARE NO LONGER IN THE POSITION TO INFLUENCE INTERNATIONAL DECISIONS."

DEBT MORATORIUM-THIRD WORLD DEVELOPMENT TO BE AGENDA AT DEMOCRATIC PRESIDENTIAL CANDIDATES FORUM

SEPT. 11 (IPS) — DISCUSSIONS AT THIS WEEKEND'S MINNEAPOLIS MEET-ING OF LIBERAL DEMOCRATIC PARTY PRESIDENTIAL HOPEFULS WILL REVOLVE AROUND THE U.S. LABOR PARTY'S CALL FOR THIRD WORLD DEBT MORATORIUM AND EXPANDED TRADE BETWEEN THE EAST AND WEST BLOCS AND THE THIRD WORLD. SEVERAL PARTICIPANTS AT THE MEETING, REPRESENTING POLITICAL LAYERS THROUGHOUT THE MIDWEST, HAVE TOLD THE USLP THAT THEY INTEND TO RAISE QUESTIONS ON THESE TOPICS. ONE PARTICIPANT DEMANDED OF A USLP MEMBER: "WHAT DO THE PRESIDENTIAL CANDIDATES THINK OF DEBT MORATORIUMS?" SHE IS ANXIOUS TO FIND OUT FIRST-HAND. ANOTHER DEMANDED TO KNOW WHY THE U.S. LABOR PARTY COULD NOT BE AT THE MEET-ING TO RAISE ALL "THESE IMPORTANT QUESTIONS."

# JAPAN'S DELEGATE TO UN SPECIAL SESSION LABELS JAPAN'S OWN POSITION "DISGRACEFUL"

UNITED NATIONS, N.Y., SEPT. 11 (IPS) — JAPAN'S CHIEF DELEGATE TO THE UN SPECIAL SESSION ON THE NEW ECONOMIC ORDER, TISHIO KIMURA, DENOUNCED AS "REALLY DISGRACEFUL" THE FINANCE MINISTRY—DICTATED SPEECH HE GAVE SUPPORTING THE U.S. POSITION. SPEAKING TO A PRESS CONFERENCE IN NEW YORK, KIMURA COMMENTED, "CAN YOU IMAGINE WHAT THE FUTURE OF JAPAN WOULD BE IF WE ARE DISTRUSTED BY THIRD WORLD COUNTRIES AND IF JAPAN CONTINUED TO BE ONE OF THE MOST CONSERVATIVE AMONG THE DEVELOPED NATIONS?"

MAINICHI DAILY NEWS, A LEADING JAPANESE NEWSPAPER, ECHOED KIMURA'S VIEW IN AN EDITORIAL TODAY. REFERRING TO THE PRO-DEVELOP-MENT THRUST OF THE THIRD WORLD COUNTRIES, MAINICHI STATED, "THE WORLD IS FAST CHANGING AND JAPAN CAN NO LONGER REMAIN ALOOF FROM THE TIDE. THE VERY DEFECT, IF ANY, IN JAPANESE DIPLOMACY, LIES IN THE NATION'S FAILURE TO RECOGNIZE THIS SIMPLE FACT."

# WEST GERMAN MULTINATIONAL PROPOSES AID AND DEBT RELIEF FOR PORTUGAL

SEPT. 11 (IPS) -- "THE SUBSIDIARIES OF WEST GERMAN COMPANIES HAVE THE RESPONSIBILITY TO SUPPORT THE COUNTRY WHERE THEY ARE GUESTS," STATED THE PRESIDENT OF HOESCHT'S CHEMICAL PORTUGUESE BRANCH, WOLFGANG KEMPER. HOESCHT, ONE OF THE BIG THREE CHEMICAL ENTER-PRISES IN WEST GERMANY, HAD A TURNOVER OF 220 MILLION DEUTSCH MARKS LAST YEAR IN ITS PORTUGUESE SUBSIDIARY.

"THE COUNTRIES IN THE WEST SHOULD HELP PORTUGAL -- IF PORTUGAL IS ASKING FOR ECONOMIC AND SCIENTIFIC SUPPORT, WE MUST BE READY," SAID KEMPER, ACCORDING TO TODAY'S WEST GERMAN PRESS. THE HOESCHT OFFICIAL SUGGESTED THAT WESTERN EXPERTS BE SENT TO PORTUGAL, IF THE GOVERNMENT REQUESTS THEM, AND THAT WESTERN COUNTRIES COULD ASSUME A PORTION OF PORTUGAL'S RAPIDLY INCREASING EXTERNAL DEBTS.

### WALDHEIM DENIES TIMES REPORT ON ADJOURNING SPECIAL SESSION

UNITED NATIONS, N.Y., SEPT. 11 (IPS) — UNITED NATIONS SECRETARY GENERAL KURT WALDHEIM TODAY MADE AN OFFICIAL STATEMENT CORRECTING MISLEADING NEW YORK TIMES REPORTS THAT QUOTE HIM SUGGESTING THAT THE GROUP OF 77 IS "STILL IN THE AIR" TO ADJOURN THE SPECIAL SESSION AND RECONVENE IT EARLY NEXT YEAR. AN ARTICLE IN THE NEW YORK TIMES TODAY FALSELY IMPLIED THAT THE GROUP OF 77 NATIONS ARE IN FAVOR OF SUCH A DELAY. IPS REPORTERS AT THE UNITED NATIONS TODAY FOUND WIDESPREAD ANGER OVER THE TIMES! DISTORTION. NUMEROUS GOVERNMENT OFFICIALS DISCLAIMED THE REPORT. ONE REPRESENTATIVE FURTHER ASSERTED THAT "IT IS ONLY TO THE ADVANTAGE OF THE U.S. TO CANCEL THE CURRENT NEGOTIATIONS. THESE ARE STALLING TACTICS AND THE NEW YORK TIMES REPORTS HAVE CAUSED DELIBERATE WIDESPREAD CONFUSION, AND RUMOR MONGERING."

(MORE)

### STATE DEPARTMENT/NATIONAL SECURITY COUNCIL MOVE TO DIFFUSE CLAMOR FOR EAST-WEST TRADE

SEPT. 11 (IPS) -- IN AN ATTEMPT TO DIFFUSE CHICAGO-BASED INDUS-TRIALISTS' DEMANDS FOR EXPANDED EAST-WEST TRADE, SECRETARY OF STATE KISSINGER HAS DISPATCHED HIS UNDER SECRETARY OF STATE CHARLES ROBINSON TO MOSCOW PURPORTEDLY WITH THE MANDATE OF SEEKING LONG-TERM SOVIET GRAIN PURCHASES IN EXCHANGE FOR THEIR OIL AND OTHER MINERALS.

THIS FOLLOWS PRESIDENT FORD'S MOVE ON TUESDAY TO CREATE A "FOOD COM-MITTEE OF THE ECONOMIC POLICY BOARD" WITHIN THE NATIONAL SECURITY COUNCIL WHICH, ACCORDING TO TODAY'S JOURNAL OF COMMERCE, "WILL IN-STRUCT NEGOTIATORS AS LONG-TERM GRAIN AGREEMENT IS HAMMERED OUT IN MOSCOW." BESIDES ROBINSON, OTHERS IDENTIFIED AS HAVING INPUT INTO THE NEGOTIATIONS INCLUDE SECRETARY OF LABOR JOHN DUNLOP AND GEORGE MEANY.

# \*\*IPS EXCLUSIVE\*\* U.S. ADAMANT AGAINST MORATORIUM, HOPES TO STRONGARM THIRD WORLD

NEW YORK, SEPT. 11 (IPS)--INFORMED SOURCES IN WASHINGTON REVEALED TO IPS TODAY THAT THE UNITED STATES IS DESPERATELY TRYING TO HEAD OFF THIRD WORLD MOTION TOWARD A DEBT MORATORIUM AND IS COUNTING ON "COOLER HEADS" WITHIN THE LEADERSHIP OF THIRD WORLD COUNTRIES TO ENSURE THAT RECENT CALLS FOR A DEBT MORATORIUM, SUCH AS PAKISTAN'S TWO DAYS AGO AT THE SPECIAL UN SESSION, BECOME ONLY "RHETORIC."

THESE SOURCES STRESSED THAT DEBT MORATORIA "HAVE CONSEQUENCES NO ONE WANTS TO FACE" AND WOULD REPRESENT "A NEW BALL GAME," AND SAID BOTH BANKING AND GOVERNMENT CIRCLES FIND THE PROSPECT "BLOOD-CURDLING." BUT, THEY CONFIDED, U.S. SECRETARY OF STATE HENRY KISSINGER WAS WILLING TO OFFER CONCESSIONS ON MANY POINTS CONCERNING COMMODITIES STABILIZATION AND MORE LOANS, AND HE CONFIDENTLY PREDICTED THAT THE THIRD WORLD "WOULD SETTLE FOR THIS, WOULD CONTINUE TO PLAY BALL."

IN WHAT AMOUNTED TO A THREAT OF SEVERE U.S. REPRISAL, THE SOURCES SAID THAT A DEBT MORATORIUM "HAS THE POTENTIAL TO DISRUPT MANY THINGS THEY (THE THIRD WORLD) WANT."

# TURKISH DEBT MORATORIUM GAINING ACROSS-THE-BOARD SUPPORT IN TURKEY

SEPT. 11 (IPS) -- A DEBT MORATORIUM FOR TURKEY IS "MOST LIKELY, THE ONLY SOLUTION FOR TURKEY'S MASSIVE DEBT PROBLEMS," A LEADING U.S. SPECIALIST ON TURKEY TOLD IPS TODAY. THE PRESSURE IN FAVOR OF A DEBT MORATORIUM AND EXPANDED TRADE WITH THE EAST BLOC IS "COMING FROM ALL SIDES," HE ADDED. "PREVIOUSLY, DEBT WAS ONLY THE ISSUE OF THE LEFTISTS, BUT NOW EVERYONE IS CONCERNED ABOUT IT."

AS BACKGROUND, THE SPECIALIST PRESENTED HIS ANALYSIS THAT "THERE IS REAL OPPOSITION IN TURKEY TO THE DEBT OWED TO THE UNITED STATES, AND I BELIEVE THAT THE PRESSURE IS MOUNTING, ESPE-

CIALLY WITH THE MONEY FROM FOREIGN WORKERS IN GERMANY BEING CUT OFF. FURTHERMORE, WHILE THE PRESENT LOANS BEING EXTENDED FROM THE U.S. TO TURKEY ARE PRIMARILY FOR REFINANCING PREVIOUS LOANS, THE \$700 MILLION SOVIET LOAN MADE A FEW MONTHS AGO IS BEING USED AS A COUNTERBALANCE."

WEST GERMAN CHRISTIAN DEMOCRATS DRIVE AGAINST SPD AGENTS

SEPT. 11 (IPS)—KLAUS JENNIGER, BUSINESS MANAGER OF THE WEST GER-MAN CHRISTIAN DEMOCRATIC UNION, SAID YESTERDAY THAT "SCHMIDT (SOCIAL DEMOCRATIC CHANCELLOR), BRANDT (SPD CHAIRMAN AND AGENT), AND HANS APEL (PRO-AMERICAN AGENT FINANCE MINISTER)...THESE ARE THE AMERICANS IN THE SPD." IN AN INTERVIEW WITH IPS, JENNIGER SAID THAT IT IS THESE "AMERICANS" WHO MUST BE REMOVED FROM THEIR POSITIONS OF POWER TO ENABLE THE PRO-DEVELOPMENT AND EAST-WEST TRADE FACTION OF THE SPD AND THE CHRISTIAN DEMOCRACY TO IMPLEMENT THEIR POLICY.

CLINE POINTS FINGER AT KISSINGER AT HOUSE CIA HEARINGS

SEPT. 11 (IPS)—TESTIFYING BEFORE HOUSE CIA COMMITTEE HEARINGS TODAY, RAY CLINE, FORMER NATIONAL SECURITY COUNCIL (NSC) STAFFER AND CURRENTLY WITH THE GEORGETOWN CENTER FOR STRATEGIC AND INTERNATIONAL STUDIES, SAID THAT U.S. RESPONSE TO THE 1973 MIDEAST WAR HAD BEEN IMPAIRED BECAUSE SECRETARY OF STATE HENRY KISSINGER REFUSED TO ACCEPT A TELEPHONE BRIEFING FROM THE NSC ON NEW INTELLIGENCE INDICATING AN IMMINENT OUTBREAK OF HOSTILITIES AT THE TIME.

THE COMMITTEE WILL HOLD HEARINGS OVER THE NEXT WEEK ASSESSING U.S. INTELLIGENCE CAPABILITIES IN FOUR FOREIGN POLICY CRISES: THE 1968 TET OFFENSIVE; THE APRIL 1974 COUP IN PORTUGAL BY GEN. ANTONIO SPINOLA; THE 1973 MIDEAST WAR; AND THE CYPRUS CONFLICT.

THINK TANKER WARNS SLAUGHTER OF PORTUGUESE COMMUNISTS
MAY BE NECESSARY

SEPT. 11 (IPS)—DENOUNCING THE PORTUGUESE COMMUNISTS (PCP) AS "RUTHLESS STALINISTS," A LEADING PORTUGUESE "EXPERT" AT THE HOOVER INSTITUTE OF WAR AND PEACE WARNED A REPORTER THAT "THEY (THE PCP) ARE WELL-DISCIPLINED AND CAN CREATE TROUBLE AND MAY HAVE TO BE CRUSHED RUTHLESSLY."

THE SAME THINK TANKER HAD PREVIOUSLY WARNED OF THE POSSIBILITY OF A "PERUVIAN STYLE" COUP IN PORTUGAL LED BY MADIST GEN. OTELO CARVALHO, THE HEAD OF PORTUGUESE SECURITY FORCES.

ACCORDING TO AN IPS SOURCE, A TOP THINK TANK EXPERT AT FOREIGN POLICY RESEARCH INSTITUTE, WHO HAS JUST FINISHED A U.S. GOVERN-MENT-SPONSORED REPORT ON PORTUGAL, AGREED THAT A PERUVIAN TYPE COUP BY CARVALHO WAS "A DEFINITE POSSIBILITY."

CONGRESSMEN ATTACK "GOVERNMENT" DRUG CONTROL METHODS

SEPT. 11 (IPS) -- AT HEARINGS HELD TODAY ON U.S. RELATIONS TO TURKEY BY THE HOUSE INTERNATIONAL RELATIONS SUBCOMMITTEE, REPRESEN-

(MORE)

TATIVES LESTER WOLF (D-NY), CHARLES RANGEL (D-NY) AND MORGAN MURPHY (D-ILL) STRONGLY IMPLICATED GOVERNMENT "FACTIONS" IN DRUGRUNNING OPERATIONS. REP. RANGEL, QUESTIONING FORMER DRUG ENFORCEMENT AGENCY HEAD CHARLES BARTEL ON U.S. DRUG CONTROL, DECLARED, "SOME PEOPLE MAINTAIN THE GOVERNMENT HAS A LOT TO DO WITH DRUG PROBLEMS." HE ADDED THAT ALTHOUGH HE DOES NOT YET "GO ALONG WITH THESE CONSPIRACY THEORIES," HE WANTS TO PURSUE THIS LINE OF QUESTIONING. RANGEL LATER QUESTIONED A FORMER DRUG PUSHER, DEMANDING TO KNOW IF THIS PUSHER HIMSELF OR ANYONE HE KNEW WAS AT ANY TIME PUSHING DRUGS WHILE ACTING AS A GOVERNMENT INFORMER.

REP. WOLF CHARGED, "I THINK PEOPLE ARE PLAYING POLITICS WITH DRUGS IN THIS COUNTRY," WHILE REP. MURPHY DECLARED THAT THE INTELLIGENCE CHIEF OF THE DEA-MARSEILLES BRANCH HAD BEEN FIRED WHEN HE BEGAN REVEALING WHO WAS PUSHING DRUGS, ADDING THAT APPARENTLY A LOT OF PEOPLE HAVE BEEN FIRED FOR EXPOSING DRUG TRAFFIC. MURPHY WAS OBVIOUSLY INCLUDING BARTEL'S OUSTER BY SECRETARY OF STATE HENRY KISSINGER IN THIS CATEGORY.

COURT THREATENS SHANKER JAILING; NEGOTIATIONS CONTINUE

NEW YORK, SEPT. 11 (IPS) -- ALBERT SHANKER, PRESIDENT OF THE STRIK-ING UNITED FEDERATION OF TEACHERS, WAS ORDERED INTO COURT TODAY, WHERE A SUPREME COURT JUSTICE "HINTED STRONGLY" THAT HE WOULD ORDER SHANKER INTO JAIL TOMORROW IF UFT PICKETING DID NOT END, ACCORDING TO THE NEW YORK POST. THE BOARD OF EDUCATION AND UFT NEGOTIATORS RESUMED MARATHON BARGAINING SESSIONS THIS AFTERNOON, WITH SHANKER STATING THAT A SETTLEMENT WAS "POSSIBLE IN TWO HOURS IF THE BOARD NEGOTIATED IN GOOD FAITH." PRESS REPORTS STATE THAT ABOUT \$20 MILLION HAS BEEN "FOUND" WITH WHICH TO BEGIN BARGAINING --THIS SUM IS ROUGHLY EQUIVALENT TO THREE DAYS MONEY SAVED THROUGH NON-PAYMENT OF STRIKING TEACHERS.

GOVERNOR CAREY AND REPRESENTATIVES OF THE NEWLY CONSTITUTED EMERGENCY CONTROL BOARD REPORTEDLY WILL INTERVENE IN THE SITUATION TOMORROW IF NO PROGRESS IS MADE IN TONIGHT'S TALKS.

APEL REFUSES TO DENY REPORTS
OF WEST GERMAN-THIRD WORLD NEGOTIATIONS ON DEBT MORATORIA

BONN, BRD, SEPT. 11 (IPS)—WEST GERMAN FINANCE MINISTER HANS APEL, SPEAKING AT A PRESS CONFERENCE HERE TODAY, REFUSED TO DENY THAT THE WEST GERMAN GOVERNMENT WAS MEETING WITH MEMBERS OF THE GROUP OF 77 (NON-ALIGNED NATIONS) ON THE QUESTION OF DEBT MORATORIA.

IN RESPONSE TO A QUESTION ON THE REPERCUSSIONS OF SUCH NEGOTIATIONS ON WEST GERMAN RELATIONS WITH THE U.S., APEL STATED THAT THE CABINET HAD ONLY LAST NIGHT BEGUN ITS CONSIDERATIONS OF THE PROCEEDINGS AT THE UN SPECIAL SESSION AND WHAT HE WISHFULLY DESCRIBED AS "THE POSITIVE RECEPTION" BY THIRD WORLD NATIONS TO FOREIGN MINISTER GENSCHER'S SPEECH THERE LAST WEEK. "WE (THE CABINET) HAVEN'T TAKEN UP SPECIAL QUESTIONS YET," HE SAID, REFERRING TO THE DEBT RENEGOTIATIONS. "I WOULDN'T WANT TO SAY ANYTHING HERE ABOUT THEM."

#### 9.11 LATE IPS/6

APEL HAD CALLED THE PRESS CONFERENCE TO REVEAL THE "FINAL PLAN" OF THE WEST GERMAN CABINET ON DEALING WITH THE ECONOMIC CRISIS. SPEAKING ON THE PLAN'S CHANCE OF SUCCESS, MINISTER APEL CLAIMED "THAT BECAUSE OF THE EXPECTED ECONOMIC UPSWING NEXT YEAR, BUSINESSES NEED NOT MAKE ANY ADDITIONAL INVESTMENTS." THEY WILL PRESENTLY BE ABLE TO UTILIZE IDLE CAPACITY, SAID APEL TO THE CONFOUNDMENT OF THE ASSEMBLED PRESS.

THE SOCIAL DEMOCRATIC FINANCE MINISTER APPEARING WITH INTERIOR MINISTER HANS MAIHOFFER, A FREE DEMOCRATIC PARTY MEMBER, WAS CONCERNED WITH KEEPING UP THE APPEARANCES THAT THE CABINET OF SOCIAL DEMOCRATIC CHANCELLOR SCHMIDT WAS UNITED BEHIND THE PROPOSED AUSTERITY PLANS. HE INSISTED DURING QUESTIONING BY IPS THAT FREE DEMOCRATIC PARTY ECONOMICS MINISTER HANS FRIEDERICHS WAS IN AGREEMENT WITH HIM AND THAT "NO DIFFERENCES OF OPINION" EXIST IN THE FEDERAL CABINET.

MINISTER FRIEDERICHS, WHO HAS FAVORED HIGHER INVESTMENTS AND EXPANDED TRADE AS THE ONLY ALTERNATIVE TO THE DEPRESSION FOR WEST GERMANY, DID NOT ATTEND THE PRESS CONFERENCE. ONE REPRESENTATIVE OF THE FOREIGN PRESS CORPS SUGGESTED THAT PERHAPS FRIEDERICHS WAS ILL, BUT THE EMBARRASSED APEL DID NOT RESPOND.

END OF LATE IPS FOR THURSDAY, SEPTEMBER 11, 1975



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### Daily News and Press Summaries

1200 HOURS EDT
I. WORLD PRESS SUMMARY -- INTERNATIONAL NEWS

# PORTUGUESE SOCIAL DEMOCRATS THREATEN INSURRECTION IN PORTUGAL'S NORTH

SEPT. 12 (IPS)—THE PORTUGUESE SOCIAL DEMOCRATIC PARTIES IN COLLUSION WITH RIGHTWING FORCES AROUND EX—PRESIDENT SPINOLA ARE THREATENING AN ARMED UPRISING IN NORTHERN PORTUGAL THIS WEEKEND. YESTERDAY LISBON DAILY O SECULO REPORTS THAT THERE IS "DISQUIET" OVER THE FACT THAT SA CARNEIRO (FORMER HEAD OF THE POPULAR DEMOCRATIC PARTY) AND SPINOLA HAVE PLANNED TRIPS TO SPAIN AT THE SAME TIME. ADDING THAT THE "SOCIALIST PARTY LINKED NEWSPAPER 'A LUTA' REPORTED RUMORS ON ITS FRONT PAGE YESTERDAY POINTING TO AN INSURRECTION IN THE NORTH OF THE COUNTRY...WHICH WOULD INCLUDE THE TAKING OF PORTO.

### PCF BLASTS FRENCH GOVERNMENT COMPLICITY IN FASCIST PORTUGAL EVENTS

SEPT. 12 (IPS)—THE FRENCH COMMUNIST PARTY TODAY WARNS THAT A REACTIONARY "ARMED UPRISING" IS POSSIBLE IN THE NORTHERN PROVINCE OF PORTUGAL, TRAS OS MONTES. IN THE EVENT OF SUCH A DEVELOPMENT, SAYS THE PCF PRESS L'HUMANITE, FRENCH PRESIDENT GISCARD D'ESTAING, HIS PRIME MINISTER CHIRAC AND MINISTER OF THE INTERIOR PONIATOWSKI WOULD BEAR "SIGNIFICANT RESPONSIBILITY."

# FRANKFURTER RUNDSCHAU SEES CONGRESSIONAL OPPOSITION TO KISSINGER

SPET. 12 (IPS)--COMMENTING ON THE INTENTIONS OF THE SENATE FOREIGN RELATIONS COMMITTEE TO FORMULATE NEW GUIDELINES FOR U.S. FOREIGN POLICY, TODAY'S FRANKFURTER RUNDSCHAU IDENTIFIED A BROAD CHANGE IN U.S. PUBLIC OPINION OF HENRY KISSINGER'S PRESENT FOREIGN POLICY. IT STATES THAT THE MAJORITY OF CONGRESS IS MIND-FUL OF THE DIFFICULTY OF OVERRIDING KISSINGER AND IS CRITICAL OF HIS SECRET DIPLOMACY AND HIS ASSUMPTIONS THAT CONGRESS WILL APPROVE WHATEVER HE DOES.

### SUEDDEUTSCH ZEITUNG SEES CONGRESSIONAL OPPOSITION TO KISSINGER

SEPT. 12 (IPS) -- THE SUEDEUTSCH ZEITUNG REPORTS THAT CONGRESS IS SUS-PICIOUS OF KISSINGER'S INTERIM SINAI AGREEMENT WHICH HE "BOUGHT WITH PROMISES." IT FURTHER INDICATES THAT CONGRESS WILL NOT BE LED BY KISSINGER'S ARGUMENTS ALONE AND WILL TRY TO STOP RISKS OF U.S. INVOLVEMENT IN ANOTHER MIDEAST WAR.

### JAPAN "ECONOMIST" BLASTS SDR: PAYS HOMAGE TO RUBLE

SEPT. 12 (IPS) -- TWO CONSECUTIVE ARTICLES IN A RECENT ISSUE OF THE INFLUENTIAL JAPANESE-LANGUAGE ECONOMIST FIRST BLASTS THE SDR AS WORTHLESS, CALLING FOR A REUTRN TO THE GOLD STANDARD, AND THEN REPORTS THAT THE SOVIET UNION IS STOCKING UP ON GOLD, "AIMING AT A BATTLE FOR HEGEMONY WITH THE U.S. OVER THE RECONSTRUCTION OF THE INTERNATIONAL MONETARY SYSTEM," WITH USE OF THE CONVERTIBLE RUBLE STRONGLY IMPLIED.

IN "IS AN SDR-BASED SYSTEM REAL?", LEFTIST PROFESSOR 3. KASE DENOUNCES THE "POLITICAL IDIOCY" WHICH ALLOWS U.S. POLICY TO CONTROL INTERNATIONAL CURRENCY STRUCTURES, THEN LAY'S OUT KISSINGER'S STRING OF HUMILIATIONS RECENTLY AT THE HANDS OF THE THURD WORLD AND FRANCE. BACKING FRENCH FINANCES MINISTER FOURCADE'S DEMAND THAT "THE WORLD MUST CHOOSE VETWEEN THE U.S. AND FRANCE," HE CALLS FOR A REUTRN TO THE GOLD STANDARD, STATING: "THE SDR, BASED ON A BASKET OF CURRENCIES, IS UNSTABLE...ANY ATTEMPT TO MAKE THEM MORE ATTRACTIVE THAN GOLD AS A RESERVE CURRENCY WILL SURELY FAIL."

IMMMEDIATELY FOLLOWING THIS, K. MATUSI, SOVIET ECONOMIST AT THE BANK OF JAPAN, DESCRIBES THE "STENGTHENED STABILITY" OF THE RUBLE DUE TO ITS GOLD LINK AS OPPOSED TO "FLUCTUATING CAPITAILIST CURRENCIES" REPORTING THE ECONOMIC GROWTH IN COMECON DUE TO THE TRANSFER RUBLE'S LINK TO THE SOVIET RUBLE. HE ENDS: "THE SOVIETS ARE STOCKING UP ON GOLD, PLAMNING FOR THE DOLLAR TO BECOME A SECOND-RATE CURRENCY TO THE RUBLE."

#### NATO PARLIAMENTARIANS TO MEET ON PORTUGAL

SEPT. 12 (IPS)--172 PARLIAMENTARIANS FROM 15 MATO COUNTRIES WILL MEET IN COPENHAGEN ON SEPT. 21-26 TO DISCUSS THE SITUATION IN PORTUGAL ACCORDING TO THE BERLINGSKE TIDENDE SEPTEMBER 3.

AMONG OTHERS REPRESENTING THE U.S. AT THE NORTH ATLANTIC ASSEMBLY MEETING WILL BE SENATOR EDWARD KENNEDY WHO CURRENTLY SUPPORTS THE MULTI-NATIONALS! ECONOMIC BOYCOTT AGAINST PORTUGAL, SENATOR MIKE MANSFIELD AND SENATE MADIST HENRY (SCOOPSIE-DUNG) JACKSON.

### II. WORLD PRESS SUMMARY -- CONTINENTAL NEWS

### NEW YORK TIMES CONTINUES LYING COVERAGE OF UN SESSION

SEPT. 12 (IPS)—ONE DAY AFTER UN GENERAL SECRETARY KURT WALDHEIM ATTACKED THE NEW YORK TIMES FOR ITS SCURRILOUS AND INACCURATE REPORTAGE OF DEVELOPMENTS AT THE UN SPECIAL SESSION, TODAY'S TIMES REPORTS THAT THE THIRD WORLD IS RETREATING FROM ITS "MILITANT RHETORIC" AND EMBRACING THE UNITED STATES' "NEW CONCILIATORY FOREIGN POLICY.

IPS 09.12.1200/3

UN CORRESPONDENT PAUL HOFFMANN CONJURES UP THE FOLLOWING BITS OF WISHFUL THINKING:

- -- "CONCILIATION IS AT LONG LAST REPLACING CONFLICT. "
- --"...DELEGATES FROM DEVELOPING NATIONS NOT ONLY HAVE SIME NICE WORDS TO DAY ABOUT THE U.S. NOW, THEY EVEN ADMIT THAT MULTI-NATIONALS MAY NOT BE ALL BAD."
- --"A MAJOR RIFT IN THE THIRD-HORLD COALITION IS BETWEEN THE MEMLY AFFLUENT OIL-PRODUCING COUNTRIES AND THOSE THAT MUST IMPORT PETROLEUM PRODUCTS."

### MEXICAN PRESS COVERS REAL ISSUE AT UH: DEBT MORATORIA

MEXICO CITY, SEPT. 11 (IPS) -- SEVERAL LEADING MEXICAN DAILIES TODAY CARRY FRONT PAGE STORIES COVERING HENRY KISSINGER'S REFUSAL TO "CONCEDE TO A DEBT MORATORIA" ON THIRD WORLD FOREIGNDEDT. THE FRONT PAGE ARTICLE INEL SOL STATES THAT "ACCORDING TO RELIABLE DIPLOMATIC SOURCES.." DEBT MORATORIA AND AID FOR DEVELOPMENT "CONSTITUTE THE MAIN OBSTACLES THAT DIPLOMATS FROM BLOCS FACE," IN REACHING AN AGREEMENT ON THE DEVELOPMENT ISSUE.

THE SAME AGENCE FRANCE PRESSE DISPATCH APPEARS IN THE FRONT PAGE OF EL UNIVERSAL, AND THE INSIDE PAGES OF EL HERALDO AND EL NACIONAL.

REP. MURPHY URGES "MEDDLING IN DR. KISSNGER'S ACTIVITIES"

SEPT. 12 (IPS)--REP. MORGAN F. MURPHY (D-ILL) SPEAKING AT YESTERDAY'S HOUSE INTELLIGENCE COMMITTEE HEARING ON THE 1973 MIDDLE EAST WAR, CHARGED THAT SECRETARY OF STATE KISSINGER IS LEADING A "ONE-MAN SHOW" IN FOREIGN POLICY, MURPHY SAID HE THOUGHT SOME "MEDDLING IN DR. KISSINGER'S ACTIVITIES" WAS LONG OVERDUE," TODAY'S WASHINGTON POST REPORTS.

### TOM HAYDEN FLUNKS LITMUS TEST

SEPT. 12 (IPS) -- TOM HAYDEN, FORMER CIA COLLABORATOR IN SDS AND SENATORIAL CANDIDATE FOR THE STATE OF CALIFORNIA, MISERABLY FLUNKED THE "LITMUS TEST" FOR PRO-MORKING CLASS POLITICS, WHEN CONFRONTED BY ORGANIZERS AT A LOS ANGELES MEETING OF DEMOCRATIC PARTY MEMBERS YESTERDAY. THE L.A. TIMES REPORTS THAT "HAYDEN TURNED TESTY WHEN QUESTIONERS INSISTED UPON KNOWING WHOM HE FAVORED IN THE FOVERNMENTAL CRISIS IN PORTUGAL AND HOW HE STOOD ON THE INDIRA GHANDI REGIME ININDIA." DAYDEN SAID: "PORTUGUESE COMMUNISTS HAVE THE CHARCTERISTICS OF STALINISM" AND "WHO THINKS PORTUGAL IS IMPORTANT ANYWAY."

END OF EARLY NEWS ROUND-UP.
SEPTEMBER 12, 1975 1200 HOURS EDT.



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### \*\* PRESIDENTIAL STATEMENT \*\*

U.S. LABOR PARTY CANDIDATE LYNDON H. LA ROUCHE, JR. ON PRESIDENTIAL ASSASSINATION ATTEMPTS

SEPT. 12 (IPS)—"BTHE CLIMATE WHICH HAS DEVELOPED FOLLOWING THE ALLEGED ASSASSINATION ASSAULT AGAINST PRESIDENT GERALD FORD IN CALIFORNIA REPRESENTS A THREATENED "DESTABILIZATION" OF THE EXISTING CIRCUMSTANCES OF GOVERNMENT IN THE U.S. PRESIDENT FORD'S STATEMENT TODAY MUST BE CHARACTERIZED AS A PATHETIC AND COUNTERPRODUCTIVE GESTURE OF BRAVADO IN RESPECT TO THE REAL DANGERS AND ISSUES INVOLVED. IN THE GENERAL INTEREST, IT IS MY RESPONSIBILITY AS A PRESIDENTIAL CANDIDATE TO PROPOSE A MORE SENSIBLE AND EFFECTIVE APPROACH TO A VERY REAL AND SERIOUS PROBLEM.

THREE POINTS MUST BE CONSIDERED IN DEVELOPING AN EFFECT-IVE POLICY:

FIRST, IT IS NOT IMPOSSIBLE THAT THE SITUATION IS WHAT MOST PRESS ACCOUNTS TO DATE PURPORT IT TO BE. SINCE THE MID 1960S, INFLUENTIAL FORCES IN THIS COUNTRY HAVE CONTRIBUTED TO THE PROLIFERATION OF A COMBINED "DRUG CULTURE" AND COUNTERPRODUCTIVE "THERAPY GROUP" PRACTICES, WITH THE EFFECT OF CUMULATIVELY PRODUCING A PLAGUE OF VIRTUAL ZOMBIE PARANOIDS. FOR ELEMENTARY REASONS, SUCH A POPULATION OF DRUG-ORIENTED ZOMBIES INEVITABLY INCLUDES A SIGNIFICANT PROPORTION OF RAPISTS AND HOMICIDALS. FOR EQUALLY ELEMENTARY REASONS, PUBLIC FIGURES TEMD TO BE TARGETS FOR HOMICIDAL ATTACK. FURTHERMORE, NOTORIETY GIVEN TO AN ALLEGED ASSASSINATION ATTACK BY AN ASSOCIATE OF CHARLES MAMSON MUST TEND TO INCREASE THE PROPENSITY FOR ATTACKS ON PRESIDENT FORD AND OTHER PRESIDENTIAL CANDIDATES.

SECOND, ALTHOUGH WE CURRENTLY POSSESS ONLY CIRCUMSTANTIAL EVIDENCE THAT THE MANSON FAMILY MAS BEEN UNDER SOME DEGREE OF CONTROL BY OTHER AGENCIES, OMLY THE MOST POORLY INFORMED PERSONS ARE UNAWARE THAT MOST OF THE "BLIND TEPRORISM" RECENTLY ERUPTED IN MORTH AMERICA AND WESTERN EUROPE HAS ACTUALLLY BEEN DEPLOYED BY AGENCIES ASSOCIATED WITH THE NATO INTELLIGENCE SERVICES ESTABLISHMENT. IN ONE OF THE MORE NOTORIOUS INSTANCES, KNOWN TO BE DIRECTED BY NATO INTELLIGENCE SERVICES, THE BAADER-MEINHOF GANG, OR IN THE INSTANCE OF THE "BLACK SEPTEMBER" GROUP, PSYCHOTICS DRAWN FROM ANAPCHIST-ORIENTED DRUG CIRCLES AND "MENTAL HEALTH" PROGRAMS IN AND OUT OF PRISONS HAVE BEEN THE MOST FREQUENT INSTRUMENTS USED BY NATO INTELLIGENCE SERVICES IN TERRORIST ACTIONS.

### PRESIDENTIAL STATEMENT P.2

WE KNOW THAT THERE ARE HIGHLY PLACED FACTIONS WITHIN U.S. AND NATO INTELLIGENCE SERVICES MUCH MAVE THE CAPABILITY AND INCLINATION FOR CAUSING THE ASSASSINATION OF PRESIDENT FORD USING A ZOMBIE ASSASSIN. SUCH A TEPRORIST ACT WOULD SERVE TO BRING VICE PRESIDENT MELSON A. ROCKEFELLER INTO THE PRESIDENCY IN A CLIMATE APPROPRIATE FOR IMPOSITION OF MASSIVE POLICE—STATE MEASURES AND PROGRAMS OF AUSTERITY MODELED AFTER THOSE OF NAZI FINANCE MINISTER HUALMAR SCHACHT. WHETHER OR NOT MR. ROCKEFELLER WERE IMPLICATED IN AN ASSASSINATION OF FORD, IT IS HIS FACTION WHICH WOULD IMMEDIATELY AND UNIQUELY BENEFIT FROM SUCH A KILLING.

THIRD, THE IMGENUOUS TREATMENT OF THE RECENT THREATS OF ASSASSINATION BY THE MAJORITY OF THE PRESS MOURISHES THE SORT OF POLITICAL CLIMATE FAVORABLE TO EITHER A SPONTANEOUS OR ARRANGED ASSASSINATION ATTACK AGAINST PRESIDENTIAL CANDIDATES THE PRESS HAS THE MORAL AND POLITICAL OBLIGATION TO GENERALLY. NEUTRALIZE THAT CLIMATE OF SYMPATHY FOR ZOMBIE SUBCULTURE WHICH FEEDS THE IMPULSION OF POTENTIAL HOMICIDALS TO MAKE SUCH THE PRESS HAS THE OBLIGATION TO AGGRESSIVELY EXPOSE THE AVAILABLE FACTS CONCERMING MATO INTELLIGENCE SERVICES! RESPONSIBILITY FOR DEPLOYING ZOABIE-TERRORIST GROUPS. PRESS ALSO HAS A RESPONSIBILITY MOT TO ENCOURAGE THE PRESIDENT IN HIS CURRENT, FOOLISH POLICY OF BRAVADO. THE PRESIDENT HAS A RESPONSIBILITY NOT TO FACILITATE THE OPPORTUNITIES FOR HIS OWN ASSASSINATION. AND TO STOP TREATING REAL POLITICS WITH ATTITUDES MORE APPROPRIATE TO A COLLEGIATE SATURDAY FOOTBALL FESTIVITY.



## International Press Service

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### Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) LATE EVENING NEWS ROUND-UP FRIDAY, SEPTEMBER 12, 1975 1900 HOURS EDT

I. WORLD PRESS ROUND-UP: INTERNATIONAL NEWS

PORTUGUESE LEFTIST MILITARY MEN UNITED WITH WORKERS

SEPT. 12 (IPS)—SPEAKING TO THE WORKERS ASSEMBLY OF THE UNIAO FABRIL CONFEDERATION, A NATIONALIZED INDUSTRIAL COMPLEX, THE HEAD OF A MARINE UNIT, COMMANDER ALBUQUERQUE, SAID: "WE HAVE LOST A BATTLE BUT NOT THE WAR. I APPEAL TO YOU TO MAINTAIN YOUR ORGANI—ZATION. MOBILIZE AND UNITE WITH THE MILITARY MEN. THERE STILL ARE PEOPLE IN THE MFA IN WHOM YOU CAN CONFIDE." COMMANDER RAMIRO CORREIA, THE HEAD OF THE RECENTLY SUSPENDED 5TH DIVISION, WAS ALSO THERE AS WELL AS OTHER LEFTIST OFFICERS. THE INTERSINDICAL REPRESENTATIVE CALLED FOR THE OUSTING OF THE FASCIST MILITARY, MEN AND ADDED: "WE ARE ON THE SIDE OF THE PROGRESSIVE MILITARY, THOSE WHO ARE GOING TO GIVE US ARMS TO FIGHT ON THEIR SIDE." THE MEETING WAS REPORTED BY YESTERDAY'S DIARIO DE NOTICIAS.

TURKISH SOCIAL DEMOCRATS DEFEND PCP, ATTACK SOARES, U.S.

SEPT. 12 (IPS) -- IN A POWERFUL SEPT. 8 EDITORIAL, LEFT SOCIAL DEM-OCRAT ALI SIRMEN FROM THE INFLUENTIAL TURKISH OPPOSITION NEWSPA-PER CUMHURIYET ATTACKED THE U.S.-COORDINATED ATTEMPT TO TURN POR-TUGAL INTO ANOTHER CHILE. IN A PIECE ENTITLED "THE WAY OF SPINO-LA," SIRMEN NOTES THAT "WASHINGTON'S INTENTION TO TRANSFORM POR-TUGAL INTO ANOTHER CHILE IS SO CLEAR THAT TOP U.S. OFFICIALS DON'T FEEL IT NECESSARY TO HIDE THE FACT." SIRMEN DEFENDS THE PORTUGUESE COMMUNIST PARTY (PCP) AND THEIR ARMED FORCES MOVEMENT (MFA) ALLIES FOR THEIR EFFORTS TO RESTRUCTURE PORTUGAL'S ECONOMY. IN ADDITION, SIRMEN ATTACKS THE U.S.-COORDINATED ECONOMIC SABO-TAGE CAMPAIGN AGAINST PORTUGAL. SIRMEN CALLS FOR THE STRENGTHEN-ING OF AN ANTI-FASCIST FRONT IN PORTUGAL AROUND THE PCP AND MFA AND WARNS SOARES THAT HIS DAYS ARE NUMBERED BY EITHER A VICTORY OF THE COMMUNISTS OR A TAKEOVER BY THE FASCISTS: "THE EXAMPLE OF CHILE SHOWS THAT EVEN THE CHRISTIAN DEMOCRATS, WHOSE PROGRAMS AND WORLD VIEW ARE FAR TO THE RIGHT OF SOARES., GOT THEIR SHARE OF THE MASSACRE BY THE FASCIST REGIME. IT SEEMS THAT SOARES' ATTI-TUDE IS HEADING INTO A ROAD WHICH IN THE FUTURE MAY PUT HIS OWN EXISTENCE IN DANGER. THIS IS THE ROAD IN WHICH SPINOLA IS PLAN-NING TO WALK."

(MORE)

### SOARES MAKES AN OFFER THAT CAN'T BE REFUSED

SEPT. 12 (IPS)—PORTUGUESE SOCIALIST PARTY HEAD MARIO SOARES HAS AFFIRMED THAT HE "WOULD PREFER TO DIE" RATHER THAN USE FORCE AGAINST THE FASCISTS. SOARES, WHOSE PARTY CLAIMS TO DEFEND THE INTERESTS OF THE PORTUGUESE WORKERS, STRESSED IN A RECENT INTERVIEW IN THE ITALIAN MAGAZINE L'EUROPEO THAT EVEN IF THE FASCISTS CAME TO PORTUGAL, HE WOULD NEVER USE FORCE AGAINST THEM. "NEVER, EVEN TO DEFEND MYSELF. IF SOMEONE WANTED TO KILL ME, I WOULD LET MYSELF BE KILLED," SAID SOARES.

### WEST GERMAN TRADE UNIONS SUPPORT WEHNER

SEPT. 12 (IPS)—A SPOKESMAN FOR THE WEST GERMAN POSTAL WORKERS UNION TOLD IPS TODAY: "WE ARE FULLY BEHIND WEHNER." NUMEROUS OTHER WEST GERMAN UNIONS ORGANIZATIONS, INCLUDING THE GERMAN PUBLIC OFFICIALS ASSOCIATION, THE GERMAN PEASANTS ASSOCIATION, THE PUBLIC EMPLOYEES UNION AND THE WEST GERMAN TRADE UNION FEDERATION HAVE ALSO PUBLICLY GONE ON RECORD AGAINST THE AUSTERITY CUTBACKS PROPOSED BY THE GOVERNMENT OF WEST GERMAN CHANCELLOR HELMUT SCHMIDT, MEASURES OPPOSED BY WEHNER.

#### DAYAN POLITICALLY DEAD

SEPT. 12 (IPS)—FORMER ISRAELI DEFENSE MINISTER AND LEADING WAR-HAWK MOSHE DAYAN IS POLITICALLY DEAD, THE NEW YORK POST ANNOUNCED TODAY. ACCORDING TO EXPERTS IN TEL AVIV, DAYAN "IS OUT IN THE COLD IN ISRAELI POLITICS." REFLECTING THE GROWING PRO-DEVELOP—MENT, ANTI-WAR SENTIMENT IN ISRAEL, ONE ISRAELI LABOR PARTY MEMBER NOTED THAT "DAYAN HAS NOT GIVEN UP THE IDEA OF SOME DAY TAKING OVER THE PARTY, BUT I WOULD SAY THAT IS FARTHER FROM REALITY NOW THAN EVER." AFRAID TO APPEAR IN PUBLIC IN ISRAEL FOLLOWING A DEMONSTRATION EARLIER THIS YEAR WHEN ANGRY PARENTS OF WAR DEAD STORMED INTO THE SPEAKING HALL WHERE HE WAS LECTURING, DAYAN IS SPENDING MOST OF HIS TIME TOURING ABROAD.

## BHUTTO REMOVES INTERIOR MINISTER QUAYYUM FROM KASHMIR RULING COUNCIL

SEPT. 12 (IPS)—PAKISTANI PRIME MINISTER ZULFIKAR ALI BHUTTO HAS REPLACED INTERIOR MINISTER ABDUL QUAYYAM KHAN AS THE VICE CHAIR—MAN OF THE AZAD KASHMIR COUNCIL, THE RULING STATE COALITION IN PAKISTANI KASHMIR. BHUTTO, ACTING IN HIS CAPACITY AS CHAIRMAN OF THE COALITION, HAS APPOINTED ABDUL HAFIZ PIRZADA, A CLOSE MEMBER OF BHUTTO'S OWN PAKISTANI PEOPLES PARTY, ACCORDING TO THE LEFT—WING INDIAN WEEKLY, LINK. THIS CHANGE IN THE COALITION, COMPOSED OF FIVE NATIONAL ASSEMBLY MEMBERS AND SIX STATE LEVEL LEADERS, CAME ONLY A WEEK AFTER BHUTTO REMOVED TOP-LEVEL MILITARY LEADERS LINKED TO THE ISLAMIC FANATICAL RIGHT WINGER QUAYYUM, THUS REDUCING THE ABILITY OF THE ISLAMIC AGENTS TO OPERATE FREELY IN THE BORDER REGION NEAR INDIA. THE CHANGES IN THE KASHMIR AZAD COUNCIL MAY SIGNAL ANOTHER MAJOR CHANGE IN PAKISTAN'S EVOLVING RELATION TO PRO-SOVIET INDIA.

#### SUBCONTINENT RAVAGED BY FLOODS

SEPT. 12 (IPS)—MAJOR EMBANKMENTS ON THE INDUS RIVER IN PAKISTAN AND THE GANGES RIVER IN INDIA BROKE SEVERAL TIMES IN THE PAST TWO WEEKS, INUNDATING MAJOR AREAS OF THE TWO COUNTRIES, LEAVING MILLIONS HOMELESS AND HUNGRY, ACCORDING TO COMPILED PRESS TRUST OF INDIA REPORTS, SEPT. 2-9.

IN PAKISTAN, THE INDUSTRIAL PROVINCE OF SIND WAS COMPLETELY WATERLOGGED, AS SIND CHIEF MINISTER C. JATOI ASKED THE FEDERAL GOVERNMENT FOR FLOOD RELIEF. FORTY THOUSAND HOMES HAVE BEEN DESTROYED, 11,000 VILLAGES SWEPT AWAY BY THE WATERS, AND 354,000 HECTARES OF CROPLAND "CONVERTED" INTO SWAMPLAND.

IN INDIA, RESCUE TEAMS CONTINUE TO REPAIR COMMUNICATIONS IN THE STATE OF BIHAR AS A NEW PHASE OF FLOODING IS EXPECTED TO HIT THAT STATE TODAY. THE PREDICTED SHATTERING OF THREE MORE WEAK EMBANKMENTS ALONG THE GANGES RIVER BRINGS THE TOTAL TO EIGHT, THREATENING RENEWED FLOODING OF THE STATE OF BIHAR. PATNA, THE STATE CAPITAL, WAS TOTALLY UNDER WATER FOR FIVE DAYS AND FLIGHTS INTO THE CITY RENEWED ONLY SEPT. 7. TEN MILLION PEOPLE IN BIHAR STATE HAVE BEEN LEFT HOMELESS AND THE STATE'S SUMMER HARVEST HAS BEEN ALMOST TOTALLY DESTROYED, ACCORDING TO STATE OFFICIALS. IN ANOTHER EASTERN STATE, ORISSA, THE MAHANADI RIVER ROSE BEYOND DANGER LIMITS, ALSO DESTROYING CROPS AND LEAVING 2.5 MILLION HOMELESS.

### II. WORLD PRESS ROUND-UP: CONTINENTAL NEWS

## U.S.-CANADIAN BORDER TO BE SEALED WITH "ANTI-TERRORIST" DEVICES

SEPT. 12 (IPS)—A 450-MILE "ELECTRONIC SECURITY SCREEN"—AN ELECTRONIC BATTLEFIELD OF THE TYPE USED IN VIETNAM—WILL BE INSTALLED ALONG A SECTION OF THE U.S.—CANADIAN BORDER NEXT YEAR. THE ALLEGED PURPOSE OF THE INSTALLATION IS TO "CATCH ANY TERRORISTS TRYING TO REACH THE OLYMPIC GAMES VIA THE UNITED STATES," ACCORDING TO YESTERDAY'S TORONTO GLOBE AND MAIL. THE GLOBE AND MAIL REPORTED THAT FROM BUFFALO, N.Y., TO DERBY LINE, VT., ELECTRONIC SENSORS WILL BE INSTALLED. ADDITIONAL EQUIPMENT FOR PATROLLING THE AREA WILL INCLUDE INFRARED PHOTOGRAPHY, RADAR—SCANNING AIR—CRAFT, HELICOPTERS AND SONAR—EQUIPPED BOATS.

THE SEALING OF THE BORDER IS BEING COORDINATED ON BOTH SIDES OF THE BORDER THROUGH POLICE AGENCIES INCLUDING ONTARIO PROVINCIAL POLICE, QUEBEC PROVINCIAL POLICE, THE ROYAL CANDIAN MOUNTED POLICE AND THE FBI.

### WICKER CALLS FOR ABOLITION OF CIA

SEPT. 12 (IPS) -- NEW YORK TIMES SYNDICATED COLUMNIST TOM WICKER TODAY CALLED FOR THE IMMEDIATE DISMANTLING OF THE CIA. WICKER CHARGED THAT THE CIA WIELDS "SECRET POWER...WHICH IS INTOLERABLE IN AN OPEN, DEMOCRATIC SOCIETY."

### NEW YORK POLICE: STOP MAC PENSION GRAB

SEPT. 12 (IPS)—THE POLICE CONFERENCE OF NEW YORK, REPRESENTING 45,000 UPSTATE OFFICERS IN UPSTATE NEW YORK, FILED SUIT YESTERDAY IN STATE SUPREME COURT CHALLENING THE MAC-LEGISLATED LOOTING OF STATE PENSION FUNDS. THE STATE CONSTITUTION PROVISION WHICH STATES THAT PENSION BENEFITS "SHALL NOT BE DIMINISHED OR IMPAIRED" AND THAT PENSION ASSETS MUST BE INVESTED "SOLELY FOR THE BENEFIT" OF PRESENT AND FUTURE PENSIONERS WAS CITED AS THE LEGAL BASIS OF THE SUIT, ACCORDING TO A REPORT IN TODAY'S NEW YORK TIMES.

### HOFFA BOOK CITES "POWERFUL CONSPIRACY"

SEPT. 12 (IPS)--JAMES HOFFA, JR., AT A NEW YORK PRESS CONFERENCE PRESENTING AN AUTOBIOGRAPHY OF HIS FATHER, SAID YESTERDAY THAT HE BELIEVED HIS FATHER, FORMER TEAMSTER PRESIDENT JAMES HOFFA, SR., HAD BEEN MURDERED BY A "RUTHLESS CONSPIRACY," THOUGH HE DECLINED TO DISCLOSE SUSPECTED INDIVIDUALS OR GROUPS EXCEPT TO THE DETROIT FEDERAL GRAND JURY NOW INVESTIGATING THE JULY 31 HOFFA KIDNAPPING.

ACCORDING TO CBS REPORTERS WHO COVERED THE CONFERENCE, THE SENIOR HOFFA'S AUTOBIOGRAPHY MAKES REFERENCE TO A "CONSPIRACY" POWERFUL ENOUGH TO ELIMINATE EVEN A U.S. PRESIDENT WHO GOT IN ITS WAY.

### III. ICLC INTELLIGENCE AND ORGANIZING REPORT

"CONCILIATORY POSITION" TOWARD THIRD WORLD FROM EEC?

SEPT. 12 (IPS)—ACCORDING TO A HIGHLY PLACED SOURCE AT THE UNITED NATIONS TODAY, THE CURRENT MEETING OF FOREIGN MINISTERS OF THE EUROPEAN ECONOMIC COMMITTEE (EEC) IN VIENNA HAS CABLED EEC DELEGATES AT THE UN SPECIAL SESSION TO TAKE A MORE "CONCILIATORY LINE" TOWARD THE DEMANDS OF THE THIRD WORLD. IPS HAS NOT YET CONFIRMED WHETHER THE EEC MESSAGE IS PART OF THE CONTINUING PSYWAR CAMPAIGN BY THE U.S. TO SLOW DOWN THIRD WORLD MOTION TOWARD DEBT MORATORIA AND A NEW MONETARY SYSTEM.

#### FRENCH REP ADMITS HE'S U.S. AGENT AT UN

SEPT. 12 (IPS)—A FRENCH REPRESENTATIVE TO THE SPECIAL SESSION OF THE UNITED NATIONS ON ECONOMIC COOPERATION AND DEVELOPMENT AD-MITTED TODAY THAT "MY GOVERNMENT HAS PUT ITSELF IN A DANGEROUS POSITION BY TAKING THE U.S. POSITION HERE, BUT WE RECOGNIZE THE FUNDAMENTAL, OVERWHELMING POWER OF THE U.S." WHEN INFORMED THAT HIS ORDERS WERE OBVIOUSLY NOT COMING FROM PARIS, BUT FROM THE U.S. STATE DEPARTMENT IN WASHINGTON, D.C., THE REPRESENTATIVE HEMMED AND HAWED AND SAID, "I WOULDN'T PUT IT QUITE SO BLUNTLY, BUT WITH SOME SHADINGS."

WEST GERMAN CHANCELLOR SCHMIDT
DISMISSES DEBT MORATORIUM AS A NICE IDEA, ADDS LIES

SEPT. 12 (IPS) -- SPEAKING AT A SOCIAL DEMOCRATIC PARTY ELECTORAL RALLY IN BREMEN, WEST GERMANY, CHANCELLOR HELMUT SCHMIDT MENDA-

CIOUSLY ECHOED HENRY KISSINGER'S LATEST DECEPTION ABOUT THE EMER-GENT RESTRUCTURING OF THE WORLD ECONOMY. REPLYING TO AN IPS QUESTION ON THE DEBT MORATORIUM AND THE TRANSFERABLE RUBLE, SCHMIDT SAID, "THOSE ARE NICE IDEAS, BUT THEY ARE NOT SO EASY TO REALIZE. I HAVE SPOKEN TO IVANOV (HEAD OF THE SOVIET FOREIGN TRADE BANK), WHO TOLD ME THAT THEY DO NOT WANT TO PARTICIPATE IN THE MONETARY SYSTEM. WHEN I ASKED HIM ABOUT THIS, HE STRESSED AGAIN THAT IT WAS NOT THAT EASY." IVANOV HAS REPEATEDLY GONE ON RECORD AS FAVORING USE OF THE TRANSFER RUBLE AS THE BASIS FOR A N E W M O N E T A R Y S Y S T E M.

COLBY FREAKS, ENDS PRESS CONFERENCE AFTER PROTUGAL QUESTION

LANGLEY, VA., SEPT. 12 (IPS)—CIA DIRECTOR WILLIAM COLBY ABRUPTLY ENDED A PRESS CONFERENCE IN CIA HEADQUARTERS TODAY WHEN AN IPS REPORTER ASKED HIM IF THE CIA'S DECISION TO DENY FURTHER DOCUMENTS TO THE HOUSE SELECT COMMITTEE ON INTELLIGENCE ACTIVITIES WAS PROVOKED BY THE HOUSE COMMITTEE'S INTENTION TO INVESTIGATE U.S. INTELLIGENCE ACTIVITIES IN RELATION TO PORTUGAL.

MR. COLBY REPLIED, "NO! IT WAS JUST THE FOUR WORDS," AND PROMPTLY ENDED THE PRESS CONFERENCE.

PREVIOUS TO THE IPS QUESTION, CBS REPORTERS SCHORR AND SHUMAKER DEMANDED TO KNOW HOW COLBY THOUGHT THAT HE COULD POSSIBLY HAVE THE AUTHORITY TO PROVOKE A GOVERNMENTAL CRISIS OVER "FOUR WORDS." THE CIA HAD CLAIMED ITS REQUEST WAS THE RESULT OF COMMITTEE PUBLICATION OF FOUR WORDS FROM A CLASSIFIED DOCUMENT.

#### CIA DEMANDS HOUSE COMMITTEE SHUT DOWN INVESTIGATION

WASHINGTON, D.C., SEPT. 12 (IPS)—CIA COUNSEL LEE DISRUPTED HOUSE SELECT COMMITTEE ON INTELLIGENCE ACTIVITIES HEARINGS TODAY BY DEMANDING THE RETURN OF ALL CLASSIFIED DOCUMENTS NOW IN THE HANDS OF THE COMMITTEE. LEE ADDED THAT THE CIA AND THE EXECUTIVE BRANCH WOULD HENCEFORTH REFUSE TO GIVE ANY CLASSIFIED DOCUMENTS TO THE COMMITTEE.

SEPT. 10 THE COMMITTEE PLANNED A PROBE OF CIA ACTIVITIES IN RELATION TO PORTUGAL.

COMMITTEE CHAIRMAN OTIS PIKE (D-NY) INDICATED THAT THE COMMITTEE WOULD REFUSE THE CIA'S REQUEST. PIKE ADDED, "SOMETIMES I THINK THAT THE CIA WOULD PREFER TO OPERATE IN A DICTATORSHIP."

## ELC ACCUSED OF CRIMINAL CONSPIRACY TO "FINISH OFF WILLY BRANDT"

SEPT. 12 (IPS)--THE POLICE IN DUESSELDORF, WEST GERMANY HAVE PRE-PARED A LEGAL COMPLAINT AGAINST THE EUROPEAN LABOR COMMITTEES "FOR THE FORMATION OF A CRIMINAL CONSPIRACY"--NEUE SOLIDARITAET HAS PUBLISHED THAT ITS PURPOSE IS TO "FINISH OFF" WILLY BRANDT. THE ELC WAS INFORMED OF THE COMPLAINT THAT IT IS A TERRORIST GROUP BY ONE SINDERHAUF, A CRIMINAL POLICE OFFICIAL IN WIESBADEN, WHOSE MAJOR RESPONSIBILITY IS "THE EUROPEAN LABOR COMMITTEES."

# CITY BACKS DOWN FROM IMPOSING TAYLOR LAW PENALTIES ON SHANKER, STRIKING UFT

SEPT. 12 (IPS)—FEARFUL OF INFLAMING THE STRIKE OF 65,000 MEMBERS OF THE UNITED FEDERATION OF TEACHERS, THE NEW YORK CITY CORPORATION COUNSEL TODAY INERVENED TO PUT OFF ANY COURT ACTION TO FINE THE UNION AND JAIL ITS PRESIDENT, ALBERT SHANKER, UNTIL NEXT TUESDAY AT THE EARLIEST, BY WHICH TIME THE BOARD OF EDUCATION HOPES TO HAVE WON A CONTRACT EXTENSION "TRUCE" OR A SETTLEMENT. ONE CITY OFFICIAL WAS OVERHEARD OUTSIDE THE COURTROOM SAYING THAT IF PUNITIVE MEASURES WERE APPLIED, "WE'D NEVER GET THE TEACHERS BACK TO WORK."

## WAYNE COUNTY SUBSTANCE ABUSE COUNCIL VOTES TO PHASE OUT METHADONE

SEPT. 12 (IPS)—THE WAYNE COUNTY, MICHIGAN SUBSTANCE ABUSE COUNCIL UNANIMOUSLY ENDORSED A PROPOSAL BY WAYNE COUNTY COMMISSIONER GEORGE KILLEEN TO PHASE OUT METHADONE IN THE AREA, WHICH COVERS METROPOLITAN DETROIT, AFTER SIX MONTHS. KILLEEN TERMED METHADONE "ADDICTIVE AND HARMFUL" AND CALLED FOR A POLICY OF "COLD TURKEY."

MICHIGAN STATE SENATOR ARTHUR CARTWRIGHT RECENTLY CALLED FOR "COLD TURKEY" AT A PRESS CONFERENCE FOLLOWING HIS TOUR OF THE LEAA-FUNDED SHAR HOUSE.

MORE TRADE UNIONS TO CO-SPONSOR DEBT MORATORIUM HEARINGS

SEPT. 12 (IPS)--THE EXECUTIVE BOARD OF THE COMPRESSED AIR, CAIS-SON, SUBWAY AND TUNNEL WORKERS LOCAL UNION 420 IN PHILADELPHIA LAST NIGHT OFFICIALLY ENDORSED A RESOLUTION TO CO-SPONSOR HEARINGS ON THE NECESSITY OF IMPLEMENTING DEBT MORATORIA. THE BOARD'S ENDORSEMENT FOLLOWS A SIMILAR MOVE BY NEW YORK CITY COMPRESSED AIR WORKERS LOCAL 147 OFFICIAL ED CROSS TWO DAYS AGO.

IKE SPIVY, PRESIDENT OF UNITED STEEL WORKERS LOCAL 837 AT CARTERET STEEL IN NEW JERSEY, ALSO AGREED WEDNESDAY TO CO-SPONSOR PUBLIC DEBT MORATORIUM HEARINGS IN THE NEW JERSEY AREA.

## CLEVELAND NAZI ATTACKER EXPLAINS: "DEFENDING MAYOR PERK"

SEPT. 12 (IPS)—SELF-PROCLAIMED USTASHI FASCIST MILAN BULAT AS-SAULTED A FEMALE LABOR PARTY ORGANIZER WALKING A PICKET LINE AT THE BROOKLYN, OHIO, K-MART TWO NIGHTS AGO. BULAT LEFT THE SCENE OF THE ATTACK BUT RETURNED TO DEFEND HIS ACTIONS WHEN POLICE AR-RIVED.

"I DIDN'T LIKE WHAT THEY WERE SAYING ABOUT MAYOR PERK," BULAT EXPLAINED.

AT A RECENT PRESS CONFERENCE, LABOR PARTY MAYORAL CANDIDATE ANTHONY CURRY DOCUMENTED CHARGES THAT CLEVELAND MAYOR RALPH PERK MAINTAINS POLITICAL CONTROL IN THE CITY THROUGH A TERROR OPERATION INVOLVING EX-NAZI COLLABORATORS, FUNNELED FROM EASTERN EUROPE THROUGH THE CIA AND THE CATHOLIC CHURCH.

ALTHOUGH BULAT ALSO ADMITTED THAT HE HAD "TORN UP LITERATURE," POLICE REFUSED TO ACCEPT CHARGES.

FND OF LATE EVENING IPS FOR FRIDAY. SEPTEMBER 12. 1975



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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE COMBINED IPS, PRIORITY ITEMS SATURDAY, SEPTEMBER 13, 1975 2000 HOURS EDT

> SOVIETS MOBILIZE SUPPORT FOR ANTI-MADIST REVOLUTIONARIES IN CHINA

SEPT. 13 (IPS)—THE SOVIET GOVERNMENT NEWSPAPER, IZVESTIA, YESTERDAY APPEALED TO THE INTERNATIONAL COMMUNIST MOVEMENT TO SUPPORT ANTI-MAOIST REVOLUTIONARIES IN CHINA. "THE PRINCIPLED FIGHT OF REVOLUTIONARIES ALL OVER THE WORLD AGAINST THE HEGEMONIST POLICY OF PEKING HAS FIRST-RANK SIGNIFICANCE," SAID AUTHOR VLADIMIROV, "AND IT IS AT THE SAME TIME AN EXPRESSION OF THE FRATERNAL SOLIDARITY OF COMMUNISTS WITH THE TRUE SUPPORTERS OF SCIENTIFIC SOCIALISM WITHIN CHINA."

THE NATIONALISTIC TENDENCIES OF PEASANT CHINA WERE USED BY THE MAO REGIME TO CREATE AN IDEOLOGY OF GREAT POWER CHAUVINSIM, VLADI-MIROV WROTE. THUS MANY OFFICIALS "REGARDED MARXISM NOT AS INTER-NATIONALIST BY ITS VERY NATURE AS A SCIENTIFIC THEORY, BUT AS A RADICAL MEANS FOR THE 'RENAISSANCE OF THE GREATNESS OF CHINA'."

DESPITE THIS NATIONALISM, VLADIMORIV NOTED "BASIC ELEMENTS OF A SOCIALIST CHARACTER" REMAIN IN CHINA. "UNDER FAVORABLE CIRCUM-STANCES, THESE ELEMENTS COULD REINFORCE THEMSELVES AND TURN IN THE RIGHT DIRECTION, WHICH IN TURN COULD POSITIVELY INFLUENCE THE SUPERSTRUCTURE OF CHINESE SOCIETY. THE MADIST LEADERS UNDERSTAND THIS AND ARE DOING EVERYTHING TO ENSURE THAT SUCH A TURNING POINT IS NOT REACHED."

IN PARTICULAR, VLADIMIROV WARNED CHINA'S NEIGHBORS OF THE MAO-ISTS' ADMITTED EXPANSIONIST AIMS. "ANTI-SOVIETISM IS NO GUARAN-TEE AGAINST PROVOCATIONS BY MADIST CHINA...THE MUNICH POLICY OF APPEASEMENT OF A POTENTIAL AGGRESSOR IN THE PRESENT NUCLEAR MISSILE AGE CAN TURN FIRST OF ALL AGAINST THOSE WHO TRY TO PURSUE IT...THE WHOLE BOURGEOIS PROPAGANDA MACHINE IS NOW MOBILIZED, VLADIMIROV ADDED, "TO ROMANTICIZE MADISM AND ITS CREATOR, DISGUISING THE GREAT POWER, NATIONALIST POLICY OF MADIST CHINA."

THE ARTICLE CONCLUDED WITH A CALL TO ACTION BY ALL COMMUNISTS:
"THE FIGHT OF THE FRATERNAL PARTIES AGAINST THE THEORY AND PRACTICE OF MADISM IS ESSENTIALLY THE INTERNATIONAL FORM OF HELP FOR THE REVOLUTIONARY CAUSE OF THE CHINESE PEOPLE. THIS IS THE WAY TO SUPPORT THE CHINESE REVOLUTION IN THIS TRAGIC PERIOD, THE FIGHT FOR THE SOCIALIST PERSPECTIVE OF THE CHINESE PEOPLE'S RE-

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PUBLIC. FOR RETURNING THE COUNTRY TO THE FIGHT AGAINST IMPERIALISM." QUOTING SOVIET COMMUNIST PARTY GENERAL SECRETARY BREZHNEY,
VLADIMIROV WROTE, "WE ARE CONVINCED THAT THIS UNNATURAL SITUATION
CANNOT LAST. THIS GLOOMY PAGE IN THE HISTORY OF THE CHINESE PEOPLE, OF THEIR RELATIONS WITH THE SOCIALIST COUNTRIES, WILL INEVITABLY BE OVERTURNED BY THE CHINESE PEOPLE THEMSELVES."

SOVIETS FINGER MADIST/RIGHT-WING COMMECTIONS IN BRD

SEPT. 13 (IPS)—THE SOVIET YOUTH PAPER, KOMSOMOLSKAYA PRAVDA, EX-POSED THE TIES BETWEEN WEST GERMANY'S MADISTS AND "BROWN" (RIGHT-WING) POLITICIANS IN AN ARTICLE YESTERDAY: "IT EXISTS, THAT BROWN ICEBERG, AND ITS TIP, VISIBLE ON THE SURFACE OF POLITICAL LIFE, WARNS OF THE NECESSITY FOR VIGILENCE," WROTE AUTHOR G. GUR-KOV.

GURKOV QUOTED A BOOK BY GUENTHER BARTSCH, RECENTLY PUBLISHED IN WEST GERMANY, WHICH STATES THAT MANY RIGHT-WING NEO-FASCISTS IN THE BRD POSE AS "LEFT RADICALS" AND "ANARCHISTS" AND THAT "AMONG THE HEROES OF THE NEW RIGHT ARE SUCH PEOPLE AS FRIEDRICH THE GREAT, BISMARCK, AND MAD TSE-TUNG."

RIGHT-WINGER FRANZ JOSEF STRAUSS, REPORTED GURKOV, WHEN ASKED HIS OPINION OF THE ACTIVITY OF THE BRD MADISTS, REPLIED: "VARIOUS GROUPS EXIST HERE. WE HAVE ALREADY SEEN THAT THERE IS SOMETIMES A BASIS FOR RELATIONS WITH SOME OF THESE MADISTS, WHO HAVE LEARNED THE DOCTRINE OF THE GREAT CHAIRMAN AND WHO DO NOT WANT TO WEAKEN THE FEDERAL REPUBLIC, AND WHO RECOGNIZE THAT WESTERN EUROPE HAS TO BECOME STRONG."

AN ARTICLE IN PRAVDA YESTERDAY SCORED MADIST SABOTAGE OF THE PORTUGUESE COMMUNIST PARTY, CHARGING THAT "THE SPARSE BUT MALI-CIOUS AND AGGRESSIVE MADIST GROUPINGS IN PORTUGAL, CLOSELY LINKED TO PEKING...ARE TAKING PART IN THE BANDIT ATTACK ON PCP OFFICES AND THOSE OF OTHER DEMOCRATIC ORGANIZATIONS."

CUNHAL REJECTS PARTICPATION IN RIGHT-WING GOVERNMENT

SEPT. 13 (IPS)—PORTUGUESE COMMUNIST PARTY (PCP) HEAD ALVARO CUNHAL AFFIRMED THAT THE PCP "WILL NOT PARTICIPATE IN A GOVERNMENT WHICH IS BASED ON THE PRINCIPLES OF A CLASSICAL COALITION OF PARTIES," SPEAKING YESTERDAY AT A METALLURGICAL FACTORY IN THE LISHBON SUBURB OF AMADORA. "THE PCP IS ALSO AGAIMST THE FORMATION OF A GOVERNMENT WHICH IS INCAPABLE OF GUARANTEEING THE ACHIEVEMENTS OF THE WORKING CLASS, ESPECIALLY NATIONALIZATION AND AGRARIAN REFORM," CUNHAL SAID.

"WE ARE PREPARED TO UNDERGO ALL EFFORTS IN ORDER TO ARRIVE AT WHAT ONE WOULD CALL A COMPROMISE, IF THE FASCIST THRUST WILL ALSO BE HALTED BY THIS, AND IF THIS WILL ALSO PREVENT A SPINOLA OR A PINOCHET FROM BEING ABLE TO REALIZE A FASCIST PUTSCH IN OUR COUNTRY," CUNHAL CONTINUED. IN THIS RESPECT, HOWEVER, HE STRESSED "WE WILL ADVOCATE NO POLICIES THAT PLACE IN QUESTION THE DEMOCRATIC FREEDOMS ATTAINED BY OUR PEOPLE, OR WHICH WOULD ENDANGER THE SUCCESSES IN THE LIQUIDATION OF THE POWER OF THE MONOPOLIES OR THE REALIZATION OF AGRICULTURAL REFORM."

CUNHAL'S SPEECH WAS REPORTED IN TODAY'S NEUES DEUTSCHLAND, NEWSPAPER OF THE EAST GERMAN COMMUNIST PARTY.

#### FORMATION OF NEW PORTUGUESE CABINET STALLED

SEPT. 13 (IPS) -- DESPITE A SERIES OF ALL-NIGHT MEETINGS BETWEEN REPRESENTATIVES OF PORTUGAL'S LEADING POLITICAL PARTIES WITH PRESIDENT COSTA GOMES AND THE PRIME MINISTER DESIGNATE AZEVEDO, A NEW CABINET IS NOT EXPECTED UNTIL NEXT WEEK. UNITED PRESS INTERNATIONAL ATTRIBUTED THIS NEWS TO A "SOCIALIST PARTY SPOKESMAN" IN A DISPATCH TODAY.

UPI ALSO REPORTS "RUMORS" THAT AZEVEDO'S INABILITY TO FORM A NEW CABINET MAY LEAD TO HIS REPLACEMENT BY THE "MODERATE" MILITARY OFFICER, MAJOR MELO ANTUNES. ANTUNES IS A KNOWN U.S. OPERATIVE.

THE LONDON ECONOMIST QUESTIONS ITT PULL-OUT OF PORTUGAL

SEPT. 13 (IPS) -- THE LONDON WEEKLY THE ECONOMIST IN TODAY'S ISSUE QUESTIONS WHY INTERNATIONAL TELEPHONE AND TELEGRAPH (ITT) LEFT PORTUGAL LAST WEEK. ITT'S REASONS FOR CLOSING, THE ECONOMIST SPECULATES, COULD NOT HAVE BEEN PREMIER GONCALVES' LAST LAW, WHICH "ADMONISHES THE WORKERS TO INCREASE PRODUCTIVITY."

AT THE BASE OF THE PORTUGUESE WORKERS! COMMITTEES, THE ECONO-MIST WRITES, "IS A NORMAL DEGREE OF CONCERN THAT WORKERS GET A FAIR WAGE, EARNED UNDER ACCEPTABLE WORKING CONDITIONS, AND BENEFITS FROM SOCIAL SECURITY." BEFORE THE REVOLUTION, ITT HAD PAID "SHAMEFULLY LOW WAGES AND VIRTUALLY NON-EXISTENT SOCIAL SECURITY," THE ECONOMIST ADDS.

### WEST GERMAN CHANCELLOR LIES TO PARLIAMENTARIANS

SEPT. 13 (IPS)--WEST GERMAN SOCIAL DEMOCRATIC CHANCELLOR HELMUT SCHMIDT CLAIMED THAT THERE WILL BE "NO REAL INCOME GROWTH IN 1976" IN AN INTERVIEW WITH THE RIGHT-WING RHEINISCHE POST YESTER-DAY. SCHMIDT PROPOSED THAT "FACTORY COUNCILS AND CORPORATE LEADERS SHOULD ASK THEMSELVES WHETHER THEY ARE CONSIDERING THE GOOD OF SOCIETY WHEN THEY CONCERN THEMSELVES WITH OVERTIME PAY AND HOLIDAYS INSTEAD OF HIRING UNEMPLOYED WORKERS." HIS PROPOSAL IS A FASCIST MODEL FOR DIVIDING THE INTERESTS OF EMPLOYED AND UNEMPLOYED IN THE BATTLE FOR SO-CALLED LIMITED RESOURCES.

SPEAKING IN BONN THE SAME DAY BEFORE THE SPD PARLIAMENTARY FRACTION LED BY HERBERT WEHNER, SCHMIDT CLAIMED, "I NEVER SAID THAT WAGES WOULD BE A MAJOR BATTLEGROUND IN THE NEXT ECONOMIC PERIOD."

# HONECKER STRESSES MILITARY DETENTE, PERSPECTIVES FOR WORLD SOCIALISM

SEPT. 13 (IPS)--IN AN ADDRESS BEFORE THE EAST GERMAN ARMY SEPT.
11, SOCIALIST UNITY PARTY HEAD ERICH HONECKER GAVE A BROAD OVERVIEW OF THE INTERNATIONAL STRATEGIC SITUATION AND THE TASKS OF IMPLEMENTING THE EUROPEAN SECURITY CONFERENCE RESOLUTIONS.

MILITARY DETENTE IS CRUCIAL, SAID HONECKER, CITING THE PERI-LOUS "LIMITED NUCLEAR MARFARE" DOCTRINE OF U.S. SECRETARY OF DE-FENSE SCHLESINGER. SOCIALISM, HE SAID, HAS THE IMITIATIVE IN FORCING IT ON THE BOURGEOISIE.

HONECKER DEALT WITH CAPITALIST FACTIONALIZATION AS AN INTERNAL CRISIS INSIDE CAPITALIST GROUPINGS AND INDIVIDUALS. HE DISCUSSED THE PORTUGUESE SITUATION AS PART OF THE INTERNATIONAL STRUGGLE AGAINST IMPERIALISM, STRESSING THAT "AS INTERNATIONAL—ISTS, WE STAND BEHIND OUR COMPADES IN THE POP." DESCRIBING HIS PARTY'S OUTLOOK OF "OPTIMISM AND FIGHTING SPIRIT," HONECKER SAID THAT THE PARTY'S UPCOMING NINTH COMPRESS WILL MAP THE COUNTRY'S DEVELOPMENT FOR THE NEXT OUAPTED CENTURY—A BOLD, LONG-TERM PERSPECTIVE UNPRECEDENTED FOR EAST GERMANY OR ANY OTHER SOVIET ALLY.

### STRAUSS COLLIDES WITH PRO-DEVELOPMENT CHRISTIAN DEMS

MUNICH, BRD, SEPT. 13 (IPS)—AT A PARTY MEETING HERE YESTERDAY, FRANZ JOSEF STRAUSS, THE NEO-FASCIST CHAIRMAN OF THE CAVARIAN CHRISTIAN SOCIAL UNION, CLAIMED THAT HE WOULD LEAD THE "GREAT CHANGE" IN ECONOMIC AND FINANCIAL POLICY FOR THE MEST GERMAN FEDERAL ELECTIONS IN 1976. "THE ECOMOMIC CRISIS IS HOME-MADE AND NOT IMPORTED," STRAUSS STATED, EMBARKING ON A DIRECT COLLISION COURSE WITH THE PRO-DEVELOPMENT WEST GERMAN CURISTIAN DEMOCRATS LED BY CDU DEPUTY CHAIRMAN GERHARD STOLTENBERG.

THE MEETING WAS HELD UNDER THE FASCIST SLOGAN OF "LABOR FOR GERMANY."

## NEW YORK TIMES CONCEDES THIRD MODED FIGHT AGAINST U.S. AT UN SESSION

SEPT. 13 (IPS)--"POLITICAL AND DOCTRINAIRE ELEMENTS HAD BEEN INTRODUCED INTO DISCUSSIONS ON TECHNICAL MATTERS LATELY, AND HAD LED TO A HARDENING OF THIRD WORLD POSITIONS," THE NEW YORK TIMES ADMITTED TODAY ABOUT THE UNITED NATIONS SPECIAL SESSION. THE TIMES CORRECTLY CITES THE ALGERIAN AUD IRAQI DEMANDS FOR ECONOMIC DEVELOPMENT AS "INSTRUMENTAL IN STIFFENING THE ATTITUDE OF THE DEVELOPING COUNTRIES." PREVIOUS TIMES REPORTS ATTEMPTED TO HIDE THE RIFT BETWEEN THE U.S. AND THIRD MORLD NATIONS, ESPECIALLY OVER THE QUESTION OF DEBT MORATORIA.

### JAPAN-EAST GERMANY HOLD POLITICAL-ECONOMIC DISCUSSIONS

SEPT. 13 (IPS) -- TWENTY LEADING JAPANESE INDUSTRIALISTS COMPOSING A DELEGATION OF THE JAPAN-DD? FRIENDSHIP ASSOCIATION ARE CURRENT-LY IN EAST GERMANY CONDUCTING DISCUSSIONS DESCRIBED AS BEING OF "EXTREME POLITICAL IMPORTANCE."

THE DELEGATION, WHICH RECEIVED FRONT-PAGE COVERAGE IN THE EAST GERMAN PRESS, IS LED BY NIPPON STEEL HEAD INDYAMA AND MET WITH THE HEAD OF EAST GERMANY'S RULING SOCIALIST UNITY PARTY.

THE EAST BERLIN DAILY DER MORGEN SEPT. 4 COMMENTED ON THE TRIP THAT THE "TALKS DO NOT COME ABOUT BY CHANCE BUT RATHER MIRROR THE INTEREST OF BOTH SIDES TO DEEPEN ECONOMIC RELATIONS ON A FAIR AND EQUITABLE BASIS."

# TRENTON OFFICIAL ATTEMPTS TO KEEP USLP OUT OF WATER INVESTIGATION

TRENTON, N.J., SEPT. 13 (IPS) -- TRENTON PUBLIC WORKS DIRECTOR JO-SEPH TURCELLO YESTERDAY DEMANDED THAT A CORDON SABITAIRE BE PLACED AROUND TRENTON WATERWORKS, RECAUSE OF "TERRORIST THREATS" AND "UNAUTHORIZED PERSONNEL WALKING AROUND THE PLANT PUSHING BUT-TONS AND PULLING LEVERS."

TURCELLO'S MOVE APPEARS TO BE A DIRECT RESPONSE TO THE INTER-VENTION OF U.S. LABOR PARTY CANDIDATE FOR NEW JERSEY ASSEMBLY ELLIOTT GREENSPAN IN A PRESS CONFFRENCE SEPT. 8 HELD INSIDE THE WATER FILTRATION PLANT. WHEM GREENSPAN CALLED FOR AN IMMEDIATE FULL INVESTIGATION OF THE WATER DISASTER, CITY COUNCIL PRESIDENT CARCELLO ATTEMPTED TO HAVE GREENSPAN REMOVED. CARCELLO SCREAMED "HE'S NOT AUTHORIZED-HE'S THE U.S. LABOR PARTY CANDIDATE."

TRENTON MAYOR HOLLAND AUTHORIZED AM INDEPENDENT INVESTIGATION AFTER THE PRESS CONFERENCE.

### BALTIMORE SUN DEMANDS METHADONE MAINTENANCE

BALTIMORE, SEPT. 13 (IPS) -- THE BALTIMORE SUN CALLS FOR METHADONE MAINTENANCE IN AN EDITORIAL TODAY: "IN THE REAL MORLD, ATTENUATION OF ADDICTION OFTEN IS THE BEST THAT CAN BE ACCOMPLISHED."

THE EDITORIAL ATTACKS MARYLAND STATE HOSPITAL SUPERINTENDENTS FOR DENYING METHADONE TO PATIENTS WHO HAD BEEN ON METHADONE PROGRAMS PREVIOUSLY.

THE SUN'S CANDIDATE FOR CITY COUNCIL, GRENVILLE WHITMAN, WHO INITIATED BALTIMORE'S METHADONE MAINTENANCE PROGRAM, WAS SOUNDLY DEFEATED IN THE PRIMARY ELECTION LAST WEEK. THE U.S. LABOR PARTY HAD SINGLED WHITMAN OUT AS AN AGENT AND DRUG PUSHER IN A WELL-RECEIVED CAMPAIGN HERE.

#### SHADOW COMMITTEE WARNS OF HYPERINFLATION

SEPT. 13 (IPS)—THE SHADOW OPEN MARKET COMMITTEE, A GROUP OF ACADEMIC AND BUSINESS ECONOMISTS, SAID THAT THE "EXPLOSION" OF THE FEDERAL DEFICIT THREATENS TO BLOW APART THE FEDERAL RESERVE'S POLICY OF MODERATE MONETARY GROWTH, ACCORDING TO TODAY'S NEW YORK TIMES. THE COMMITTEE HAS BEEN MEETING EVERY SIX MONTHS SINCE SEPTEMBER 1973 TO MAKE RECOMMENDATIONS ON FEDERAL RESERVE MONETARY POLICY.

THE COMMITTEE REPORTED THAT IN 1973-74, THE FED ACOUIRED 23.5 PER CENT OF THE GOVERNMENT'S DEBT, COMPARED WITH ABOUT 11 PER CENT IN THE 1950S. IF THE FED CONTINUES ITS RECENT PRACTICE OF BUYING NEARLY A QUARTER OF THE TREASURY SECURITIES ISSUED IN FISCAL 1976 AND 1977, THE COMMITTEE WARNED, THE EFFECT WOULD BE AN EXPLOSIVE EXPANSION IN THE MONEY SUPPLY-THREATENING LONG-TERM PRICE STABILITY AND REAL OUTPUT. "THE EXPERIENCE OF HOST COUNTRIES SUGGESTS THAT LONG-RUN BUDGETARY CONTROL IS A NECESSARY CONDITION FOR EFFECTIVE MONETARY CONTROL," THE COMMITTEE SAID.

### LEAA ELEPHANT TANNIAN CALLS USLP "MOSQUITO"

DETROIT, SEPT. 13 (IPS)—ACCOMPANIED BY TWO POLICE COMMANDERS, DETROIT POLICE CHIEF PHILIP TANNIAN APPEARED AT A POLICE COMMISSION MEETING SEPT. 9 TO DENY U.S. LABOR PARTY CHARGES THAT HE ORDERED POLICE TO HARASS USLP PICKETERS AT K-MART SITES.

LAW ENFORCEMENT ASSISTANCE ADMINISTRATION (LEAA) OPERATIVE TANNIAN SAID: "I AM OFFENDED BY THE VEILED INNUENDOS THAT I AM RESPONSIBLE FOR THE HARASSMENT OF THE LABOR PARTY. I CONSIDER THE LABOR PARTY TO BE A MERE MOSQUITO."

THE POLICE COMMISSION DECIDED TO INVESTIGATE FURTHER THE DENI-AL TO THE USLP OF THE RIGHT TO CAMPAIGN IN A K-MART PARKING LOT. POLICE COMMISSIONER LITTLEJOHN COMMENTED AT THE MEETING THAT THE MEMO OF WAYNE COUNTY PROSECUTOR KAHALAN ON THE MATTER WAS "UNSAT-ISFACTORY."

TO EXERCISE ITS FIRST AMENDMENT RIGHTS AT SHOPPING CENTERS, LITTLEJOHN SAID, THE LABOR PARTY WOULD HAVE TO REACH PEOPLE INSIDE THE PARKING LOTS.

TANNIAN REFUSED TO ANSWER THE COMMISSION'S QUESTIONS ON THE ACTIVITIES OF THE DETROIT RED SQUAD, SAYING THAT HE IS PRESENTLY A LITIGANT IN ANOTHER SUIT CONCERNING THE RED SQUAD.

THE COMMISSON MEETS AGAIN SEPT. 15.

### ROCKY: JUDEO-CHRISTIAN ETHIC MUST GO

SEPT. 13 (IPS)—VICE PRESIDENT NELSON ROCKEFELLER, SPEAKING IN ARKANSAS LAST NIGHT, SAID THAT THE "NATION'S ECONOMIC WOES" ARE RELATED "TO OUR ADHERENCE TO THE OUTMODED JUDEO-CHRISTIAN TRADITION." DEFINING THAT TRADITION AS "GIVING CHARITY TO THE NEEDY," ROCKEFELLER WENT ON TO PROPOSE A FUNDAMENTAL REVISION: "WE JUST CAN'T AFFORD TO GIVE TO PEOPLE JUST BECAUSE THEY ARE IN NEED."

THE LAST WELL-KNOWN POLITICAL FIGURE TO ATTACK THE JUDEO-CHRISTIAN TRADITION WITH SIMILAR VEHEMENCE DIED IN A BERLIN BUNKER IN APRIL 1945.

END OF COMBINED IPS PRIORITY ITEMS FOR SEPTEMBER 13. 1975

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE LATE EVENING NON-PRIORITIES SEPT. 13. 1975

### I. WORLD PRESS: INTERNATIONAL NEWS

### LIBYA FUNDS LEBANESE CIVIL WAR

SEPT. 13 (IPS)—LIBYA HAS BECOME THE MAJOR FINANCIAL BACKER OF SIX MOSLEM GROUPS INVOLVED IN THE RECENT FIGHTING IN LEBANON, ACCORDING TO VARIOUS U.S. PRESS ACCOUNTS TODAY.

BOTH THE NEW YORK TIMES AND WASHINGTON POST REPORTED THAT U.S. STATE DEPARTMENT OFFICIALS CLAIM TO HAVE "HARD EVIDENCE" THAT LIBYAN AGENTS HAVE "ACQUIRED" THREE LEBANESE PAPERS IN BEIRUT AND HAVE POURED SIZABLE AMOUNTS OF FUNDS TO LEBANESE POLITICIANS. IT IS ESTIMATED THAT LIBYA HAS GIVEN FROM \$30 MILLION TO \$100 MILLION TO DIFFERENT MOSLEM GROUPS IN ORDER TO CREATE A CIVIL WAR IN THE COUNTRY.

THESE LEAKS ON LIBYAN CHIEF COLONEL QADDAFI'S OPERATIONS IN LEBANON, ARE DESIGNED TO MASK THE ROLE OF SECRETARY OF STATE HENRY KISSINGER IN SUPPLYING GUNS TO THE LEBANESE FASCISTS.

#### SPINOLA WILL BE ARRESTED IF HE COMES TO PORTUGAL

SEPT. 13 (IPS)—THE REVOLUTIONARY COUNCIL OF THE RULING ARMED FORCES MOVEMENT IN PORTUGAL WARNED THAT IF CENERAL ANTONIO DE SPINOLA, THE DESIGNER OF THE ABORTIVE FASCIST COUP ON MARCH 11 CAME INTO PORTUGAL, "HE SHOULD BE ARRESTED AND BROUGHT TO TRIAL IN FRONT OF A REVOLUTIONARY MILITARY TRIBUNAL," ACCORDING TO A UNITED PRESS INTERNATIONAL SEPTEMBER 11. TODAY, UPI REPORTS THAT SPINOLA IS IN BRAZIL, WHERE HE ORIGINALLY WENT WHEN EXILED.

## FIRST TRADE UNION ASSOCIATION OF AGRICULTURAL WORKERS FORMED IN NORTHERN PORTUGAL

SEPT. 13 (IPS)—AGRICULTURAL WORKERS IN THE AREA AROUND THE NORTHERN INDUSTRIAL CITY OF PORTO HAVE JOINED TOGETHER IN A TRADE UNION, THE FIRST IN THIS REGION. THE UNION AIMS TO CONTINUE THE REVOLUTIONARY PROCESS AND TO IMPROVE THE WORKING AND LIVING CONDITIONS OF AGRICULTURAL WORKERS. THE FORMATION OF THE TRADE UNION IS THE RESULT OF A "LONG AND STUBBORN STRUGGLE AGAINST GANGS OF LARGE LAND OWNERS," ACCORDING TO THE EAST GERMAN COMMUNIST PARTY PAPER, NEUES DEUTSCHLAND, TODAY.

### THE PSI EXPRESSES SOLIDARITY TO THE MPLA

SEPT. 11 (IPS) -- THE HEAD OF THE FOREIGN SECTION OF THE ITALIAN SOCIALIST PARTY (PSI), ENZO MAGGI, AND A MEMBER OF THE PSI SECRETARIAT, LANDOLFI, MET WITH LOPE TEXEIRA, LEADER OF THE ANGOLAN

POPULAR MOVEMENT (MPLA) AND MINISTER OF FINANCES OF THE ANGOLAN GOVERNMENT THIS WEEK. AFTER A DISCUSSION OF THE COMPLEXITY AND DANGEROUSNESS OF THE ANGOLAN SITUATION, AND THE OBJECTIVES OF THE MPLA, LANDOLFI EXPRESSED THE PSI'S DEEPEST SOLIDARITY WITH THE MPLA.

THE EVENT WAS REPORTED SEPT. 11 IN AVANTI, ORGAN OF THE PSI.

## ANTI-FASCIST SOLDIERS MOVEMENT HOLDS DEMONSTRATION IN NORTHERN PORTUGAL

SEPT. 13 (IPS)—THE "UNITED SOLDIERS WILL WIN" (SOLDADOS UNIDOS VENCEREMOS) MOVEMENT IN PORTUGAL HELD AN ANTI-FASCIST DEMONSTRATION IN THE NORTHERN INDUSTRIAL CITY OF OPORTO SEPT. 10. "THOUSANDS OF EXTREME LEFT SOLDIERS FROM 33 MILITARY UNITS AROUND THE COUNTRY CONVERGED... (MAKING KNOWN) THEIR OPPOSITION TO THE NATION'S MILITARY LEADERS," ACCORDING TO THE NEW YORK TIMES. THE RECENTLY FORMED PRO-PORTUGUESE COMMUNIST PARTY SOLDIERS MOVEMENT HAD CALLED THE DEMONSTRATION "TO PREVEUT PORTUGAL FROM BECOMING ANOTHER CHILE," ACCORDING TO A SEPT. 9 AGENCE FRANCE PRESSE DISPATCH.

# BRITISH CP ATTACKS SECOND INT'L, CALLS FOR DEMONSTRATION

SEPT. 13 (IPS)—"WHILE MOUTHING PHRASES ABOUT DEMOCRATIC RIGHTS AND FREEDOMS," THE SOCIAL DEMOCRATIC LEADERS WHO MET RECENTLY IN LONDON MENTIONED "NOT A WORD OF THE FASCIST VIOLENCE, NOR OF GENERAL SPINOLA'S PLOTTING IN FRANCE," THE BRITISH COMMUNIST PARTY DAILY, MORNING STAR, NOTED SEPT. 9.

THE PORTUGUESE COMMUNISTS HAD REPEATEDLY CALLED FOR TALKS BET-WEEN THE COMMUNISTS AND SOCIALISTS TO STOP THE FASCIST REACTION, MORNING STAR WROTE. "HERE IS SURELY A POSITIVE CONTRIBUTION, BUT NO WORD OF IT FROM THE ANTI-COMMUNIST 'FRIENDS OF DEMOCRACY AND SOCIALISM, " THE MORNING STAR SAID.

THE BRITISH COMMUNIST PARTY IS SPONSORING A NATIONAL DEMONSTRATION SEPT. 20 IN SUPPORT OF THE PORTUGUESE REVOLUTION.

### TETHER PRAISES GOLD AS SALVE FOR MONETARY WOUND

SEPT. 13 (IPS)--C. GORDON TETHER, NOTED COLUMNIST FOR THE LONDON FINANCIAL TIMES, STRONGLY PRAISED MOVES TOWARDS REMONITIZATION OF GOLD, IN HIS COLUMN YESTERDAY. THE PREVIOUS BLOCKS TO THE MOVE, TETHER SAID, WERE SUPPORT FOR THE DOLLAR "WITH AN OFFICIAL PARITY THAT HAD COMPLETELY LOST TOUCH WITH REALITY" AND U.S. COERCION ON CENTRAL BANKS.

TETHER FURTHER NOTED THAT THIS MOVE CREATES THE CONDITIONS FOR "A FULL-SCALE COME-BACK FOR GOLD AS THE WORLD COMES TO RECOGNIZE THAT THE METAL'S MONETARY REHABILITATION CAN GREATLY HELP TO EXTRICATE THE PLANET FROM THE MESS IN SHICH IT HAS NOW LANDED IT—SELF."

### POWELL CHARGES GOVERNMENT COOPERATION WITH TERRORISTS

SEPT. 13 (IPS)--ENOCH POWELL, CONSERVATIVE MEMBER OF PARLIAMENT FROM NORTHERN IRELAND, CHARGED BRITISH GOVERNMENT COLLUSION WITH IRISH REPUBLICAN ARMY TERRORISTS. POWELL TOLD A MEETING OF

THE IRISH BRANCH OF THE CONSERVATIVE MONDAY CLUB, "..ALL THE TIME THE GOVERNMENT'S EMPLOYEES AND ITS AGENTS PROVOCATEURS CONTINUED IN CAHOUTS...WITH ANY TERRORISTS, PARA-MILITARY OR UNDERGROUND THEY COULD GET IN TOUCH WITH."

POWELL'S ESCALATED ATTACKS ON THE BRITISH GOVERNMENTS' NORTHERN IRELAND POLICIES WERE REPORTED IN THE DAILY EXPRESS YESTERDAY.

YUGOSLAVS ATTACK KISSINGER DEFENSE OF "OLD ECONOMIC ORDER"

SEPT. 13 (IPS)—THE YUGOSLAV NEWS AGENCY, TANJUG, ATTACKED THE UNITED STATES AND IN PARTICULAR SECRETARY OF STATE HENRY KISSINGER FOR "STUBBORNLY DEFENDING THE OLD ECONOMIC ORDER, WHICH IS BASED ON THE LOOTING OF THE POOR BY THE RICH."

TANJUG, EMPHASIZING THAT THE UNITY AND COLLABORATION OF NON-ALIGNED COUNTRIES HAS MADE KISSINGER ANXIOUS, REPORTED LAST WEEK THAT "THE AMERICAN PLAN, MOUTHED BY KISSINGER" AT THE UNITED NATIONS ON SEPT.1, "CANNOT BE ACCEPTED BY DEVELOPING NATIONS WHO ARE STRIVING FOR A NEW ECONOMIC ORDER."

THE TANJUG ACCUSATIONS WERE REPORTED IN THE TURKISH NEWSPAPER, CUMHURIYET, SEPT. 5.

## FDP LEADER HITS SCHMIDTS AUSTERITY CALLS FOR BLOC BEHIND STOLTENBERG

WIESBADEN, BRD, SEPT. 13 (IPS)—FREE DEMOCRATIC PARTY PARLIAMENTARY FRACTION LEADER, HANS MISCHNIK, WROTE IN THE ABENDBLATT SEPT. 11 THAT THE COLLAPSE OF WEST GERMAN EXPORTS IS THE SINGLE MOST IMPORTANT FACTOR RESPONSIBLE FOR THE DEPRESSED WEST GERMAN ECONOMY AND THE HIGH RATE OF UNEMPLOYMENT.

"NO MATTER HOW GREAT ONE'S DOMESTIC EFFORTS, THESE WILL NEVER SUFFICE TO TURN AROUND THIS WORLDWIDE ECONOMIC DEVELOPMENT," MISCHNIK SAID, REFERRING TO THE AUSTERITY PROPOSALS OF SOCIAL DEMOCRATIC CHANCELLOR HELMUT SCHMIDT'S GOVERNMENT.

MISCHNIK ALSO JOINED WITH SPD PARLIAMENTARY FRACTION LEADER, HERBERT WEHNER, IN CALLING FOR A CHRISTIAN DEMOCRATIC UNION BLOC BEHIND PARTY DEPUTY-CHAIRMAN GERHARD STOLTENBERG TO MAKE PRO-DEVELOPMENT AND EAST/NEST TRADE POLICIES THE OFFICIAL POLICIES OF THE CHRISTIAN DEMOCRACY. IN THIS CONNECTION, MISCHNIK CALLED UPON THAT CDU BLOC TO DISASSOCIATE THEMSELVES FROM THE BAVARIAN NEO-FASCIST CHAIRMAN OF THE CHRISTIAN SOCIAL UNION, FRANZ JOSEF STRAUSS.

## SRI LAMKAN TROTSKYIST ATTEMPTS GOVERNMENT DESTABILIZATION

SEPT. 13 (IPS)—OUSTED FINANCE MINISTER N.M. PERRERA OF THE SRI LANKA SAMA SAMAJ PARTY (TROTSKYIST) HAS CALLED FOR A INVESTI—GATION OF CIA INVOLVEMENT IN SRI LANKAN POLITICAL PARTIES AND THE MISUSE OF AID FUNDS AT THE U.S. EMBASSY IN SRI LANKA. PERRERA CHARGED ALSO THAT THE CIA AND THE RIGHT WING OF PRIME MINISTER SIRIMAVO BANDARANAIKE'S FREEDON PARTY (SLFP) WERE INVOLVED IN THE ASSASSINATION OF HER HUSBAND, THE FORMER PRIME MINISTER.

THE INDIAN LEFT WING DAILY, THE PATRIOT, SEPT. 4 ANSWERED PERRERA'S ALLEGATIONS BY ATTACKING HIS PARTY'S "ATTEMPT TO CLAIM MARTYRDOM". THE PATRIOT INDICATED THAT PERRERA'S PARTY WAS IN-VOLVED IN THE DEVALUATION OF THE NATIONAL CURRENCY AND COMPLICIT IN PRESSURING THE BANDARANAIKE GOVERNMENT TO ADOPT WORLD BANK GENOCIDE POLICIES.

THE PATRIOT WARNED THAT "THE BREAK UP OF THE UNITED FRONT GOVERNMENT MUST CONCERN ALL DEMOCRATIC FORCES OUTSIDE THE ISLAND ESPECIALLY THOSE IN THE INDIAN OCEAN. THIS IS HARDLY THE TIME. WHEN THE IMPERIALIST THRUST NTO THE REGION IS BECOMING MORE AND MORE REAL, FOR A LEFTIST PARTY TO HELP DESTABILIZE A GOVERNMENT THAT HAS COME TO ADOPT PROGRESSIVE FOREIGN POLICY POSITIONS."

#### II. CONTINENTAL NEWS

FORD ASSASSINATION ATTEMPT REVEALS MANSON LINKS

SEPT. 13 (IPS) -- DESPITE ATTEMPTS BY THE SECRET SERVICE AND U.S. DEPARTMENT OF JUSTICE TO DISPROVE ANY CONSPIRACY IN THE LYNN FROMME MURDER ATTEMPT OF PRESIDENT FORD, THE EVIDENCE SHOWS OTHERWISE.

OTHER MANSON FOLLOWERS HAVE PUBLICLY LISTED 75 CORPORATE AND POLITICAL EXECUTIVES SLATED FOR ASSASSINATION BECAUSE OF THEIR "POLLUTION ACTIVITIES." THE LIST DID NOT INLCUME FORD, BUT A SEPARATE MANSON THREAT WAS MADE AGAINST HIM EARLIER.

IN ADDITION, THE SAN DIEGO UNION REPORTED THAT FORMER CALIF. GOVERNOR RONALD REAGAN, WAS THREATENED BY THE MANSON CULT AND PLACED UNDER HEAVY GUARD DURING HIS LAST YEAR IN OFFICE.

THE MANSON FOLLOWERS NOW HAVE CLOSE TIES WITH THE ARYAN BROTHERHOOD, A CIA-CONTROLLED NEO-NAZI GROUP SPAWNED IN THE SAME CALIFORNIA PRISON SYSTEM WHERE THE CIA CREATED OTHER TERRORIST GROUPS LIKE THE SYMBIONESE LIBERATION ARMY. MANSON BECAME CLOSE TO THE ARYAN BORTHERHOOD WHEN HE WAS SENT TO JAIL AFTER THE TATE-LABIANCA MURDERS. COLLABORATION BETWEEN THE MANSON FOLLOWERS AND THE BROTHERHOOD OUTSIDE OF PRISON IS EVIDENT IN THE 1972 MURDERS OF JAMES AND LAUREN WILLET FOR WHICH MEMBERS OF BOTH GROUPS WERE CHARGED AND CONVICTED.

#### EXECUTIVE ACTION TAKEN TO HAMPER COMMITTEE WORK

SEPT. 12 (IPS) -- THE PROVOKED CONFRONTATION BETWEEN THE TWO EXECUTIVE AND LEGISLATIVE BRANCHES OF GOVERNMENT OVER THE PUBLICATION OF FOUR WORDS FROM A CLASSIFIED REPORT BY THE HOUSE INTELLIGENCE COMMITTEE IS AN ATTEMPT TO OBSTRUCT THE INVESTIGATIVE WORK OF THE COMMITTEE, THE MAJOR U.S. PRESS REPORTS TODAY.

BOTH THE NEW YORK TIMES AND THE WASHINGTON POST REPORT THAT REP. OTIS PIKE, (D-NY), THE COMMITTEE'S CHAIRMAN, RESPONDED TO THE WHITE HOUSE REPRESENTATIVE YESTERDAY, "IN OTHER WORDS, THE EXECUTIVE BRANCH IS TELLING THE COMMITTEE OF THE HOUSE THAT IT MAY NOT CONTINUE TO OPERATE."

THE PRESS ACCOUNTS POINT OUT THAT BOTH GERALD FORD AND THE COMMITTEE MEMBERS KNOW THAT TIME SPENT IN COURT TO GET ENFORCEMENT OF THE COMMITTEE'S SUBPOENAS TO GET FURTHER DOCUMENTS WOULD SERIOUSLY

HAMPER THE COMMITTEE'S SCHEDULE (DEADLINED JAN. 31) TO COMPLETE ITS FINDINGS.

# CIA AGENTS NOW SUBJECT TO FEDERAL PROSECUTION FROM CRIMES

SEPT. 13 (IPS) -- THE JUSTICE DEPARTMENT RULED THAT CIA AGENTS WILL NOW BE SUBJECT TO FEDERAL PROSECUTION FOR CRIMINAL OFFENSES, LIKE ANY OTHER FEDERAL EMPLOYEES, THE NEW YORK TIMES REPORTS TODAY.

THE RULING, FIRST MADE KNOWN IN A LETTER TO SEN. CHARLES PERCY (R-ILL), SUPPOSEDLY ENDS THE RECENTLY REVEALED 1954 SECRET AGREEMENT BETWEEN THE JUSTICE DEPARTMENT AND THE CIA GRANTING THE LATTER SOLE JURISDICTION OVER THE INVESTIGATION AND DISPOSITION OF CRIMINAL OFFENSES COMMITTED BY CIA EMPLOYEES.

#### III. ORGANIZING

#### BOARD OF ELECTIONS DELAYS ACTION ON HORNETS

CHARLOTTE, N.C., SEPT. 13 (IPS)—THE MECKLENBERG BOARD OF ELECTIONS HERE TODAY POSTPONED UNTIL NEXT FRIDAY ITS HEARINGS ON WHETHER TO THROW IMPOSTER MARK ENGLANDER OFF THE BALLOT AS U.S. LABOR PARTY CANDIDATE.

ENGLANDER, THE LEADER OF THE FBI-DIRECTED RED HORNETS COLLECTIVE, HAS STATED BOTH PUBLICLY AND IN PRIVATE THAT THE ONLY REASON THAT HE HAD HIS NAME PLACED ON THE BALLOT AS A USLP CANDIDATE WAS TO DESTROY THE LABOR PARTY. HE SWORE UNDER "OATH" HOWEVER THAT HE HAD BECOME A LABOR PARTY MEMBER IN GOOD FAITH.

AT TODAY'S DELIBERATIONS, THE HEAD OF THE BOARD (GRIFFIN) INITIALLY READ A PREPARED STATEMENT STATING THAT HE DID NOT THINK THAT THE LABOR PARTY HAD A RIGHT TO A HEARING CHALLENGING ENGLANDER EVEN THOUGH THE STATE LAW PROVIDES FOR HEARINGS IN SUCH CASES. ANOTHER MEMBER OF THE BOARD OBJECTED, FORCING THE HEARING DATE TO BE SCHEDULED.

## K-MART AND POLICE CONSPIRE IN GOON ATTACK ON U.S. LABOR PARTY

FLINT, MICH., SEPT. 13 (IPS)--FIVE GOONS LED BY THE MT. MORRIS (FLINT SUBURB) K-MART MANAGER ATTACKED A U.S. LABOR PARTY PICKET LINE HERE THURSDAY. THE THUGS CHARGED THE LINE, RIPPING UP COPIES OF NEW SOLIDARITY AND THE CAMPAIGNER MAGAZINE.

JUST THE DAY BEFORE, LABOR PARTY ATTORNEY MAX DEAN HAD REASSURANCES FROM THE HEAD OF THE MT. MORRIS POLICE DEPARTMENT THAT PICKETERS WOULD BE FREE TO DISTRIBUTE NEWSPAPERS RIGHT UP TO THE FRONT DOOR. DEAN IS NOW PREPARING A CIVIL ACTION AGAINST THE INDIVIDUALS INVOLVED.

WHEN ORGANIZERS CALLED THE POLICE, ONE SERGEANT MACLEMERRY REFUSED TO PROCESS USLP CHARGES AGAINST THE GOONS. ANOTHER OFFICER EMERGED FROM THE K-MART STORE AFTER CONFERRING WITH THE MANAGEMENT AND INFORMED THE PICKETERS THAT THEY COULD NO LONGER PICKET, NOR USE THE WORD "STRIKE," NOR WEAR SIGNS EXCEPT AT THE PARKING LOT ENTRANCE. ONE COP THREATENED LABOR PARTY ORGANIZERS THAT THEY WERE "OVER THEIR HEADS" AND THE NEXT TIME AROUND THEY MIGHT REALLY

GET "WORKED OVER" BY AREA TEAMSTERS.

K-MART'S CENTRAL OFFICE DEPLOYED A MEMBER OF THEIR NATIONAL LEGAL STAFF, ATTORNEY PALMER TO SUPERVISE THE COLLABORATION BET-WEEN K-MART GOONS AND THE POLICE FORCE.

QUEBEC NEWSPAPER PINS FORD ASSASSINATION ATTEMPT ON ROCKY

SEPT. 12 (IPS) -- THE MONTREAL-BASED DAILY LE JOUR FEATURED STRONG DENUNCIATIONS OF VICE PRESIDENT NELSON ROCKEFELLER, INCLUDING BROAD HINTS THAT HE WAS BEHIND THE ASSASSINATION ATTEMPT ON PRESIDENT FORD LAST WEEK.

ILLUSTRATED BY A PARTICULARLY HIDEOUS PICTURE OF ROCKEFELLER, THE LE JOUR ARTICLE YESTERDAY DESCRIBED HIM AS AN UNLOVED MAN, DESPITE HIS ENORMOUS WEALTH AND POWER AND HIS DESPERATE ATTEMPTS TO ACQUIRE THE NUMBER ONE POSITION IN THE U.S. "THIS IS THE MAN WHO ALMOST BECAME PRESIDENT LAST WEEK," THE ARTICLE CONCLUDED, NOTING THAT WITH FORD ON MIS WAY TO DALLAS, ANOTHER 1963-STYLE ASSASSINATION MIGHT BE IN THE OFFING.

LE JOUR, WHICH BROKE THE STORY ON THE SCHLESINGER NUCLEAR FIRST STRIKE DOCTRINE LAST SPRING, IS CLOSELY ASSOCIATED WITH THE SEPARATIST PARTI QUEBECOIS.

END OF NON-PRIORITIES FOR SEPT. 13, 1975



## International Press Service

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### Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) COMBINED ISSUE SUNDAY. SEPTEMBER 14. 1275.

#### I. PRIORITIES.

### MOYNIHAN UNRAVELS OF "MEET THE PRESS"

SEPT. 14 (IPS) -- U.S. AMBASSADOR TO THE U.S., DANIEL P. MOYNIHAR, LAUNCHED INTO A RAVING, PARAMOID ASSAULT AGAINST THE THIRD WORLD'S "LENINIST POSITIONS" AT THE U.S. SPECIAL SESSION ON TODAY'S "MEET THE PRESS." DARTING GLANCES FRANTICALLY ADOUT THE ROOM, MOYNIHAR MOANED THAT THE ORIGINAL "CONCILIATORY" ATMOSPHERE WITHIN THE SPECIAL SESSION HAD NOT CONTINUED AND ADRESENT OF A FINAL STATEMENT BY THE SESSION'S END TOWNDROW WAS CURRENTLY STALLED.

PRESSED BY LAWRENCE SPIVAR TO EXPLAIT MEAT THE THIRD WORLD ECO-NOMIC DEMANDS WERE, MOYMIHAD COULD ONLY MUMBLE, "THEY ONLY MANT A PLEA OF GUILTY FROM THE UNITED STATES!" LATER ON "E ADDED, "SOME THIRD WORLD COUNTRIES HAVE ADOPTED THE OLD LEMINIST POSITION: THE WORSE THE BETTER."

DISPLAYING COMPLETE PARAMOIA TOWARDS THE THIRD HORLD, MOYNIHAN BLASTED CUBA AND OTHER COUNTRIES FOR "THREATENING TO START AN INSURRECTION IN THE U.S.," BECAUSE THEY HAD INTRODUCED A RESOLUTION SUPPORTING PUERTO RICA! INDEPENDENCE. "THE UNITED STATES IS PART OF A SMALL AND INCREASINGLY BELEAGURED HISORITY" AT THE U.N., HE CONCLUDED.

### EEC TEASES PORTUGAL MICH ECONOMIC AID

SEPT. 14 (IPS) -- IN WHAT AMOUNTS TO A COUTIFUATION OF ITS POLICY OF BLACKMAILING PORTUGAL TO FORCE A CHARGE OF GOVERNMENTS, THE REC (EUROPEAN COMMON MARKET) HAS EXPRESSED ITS WILLINGUESS TO AID PORTUGAL AS SOON AS DEMOCRACY IS FULLY RESTORED.

THE OFFER OF AID WAS MADE IT A PROPOSAL BY BRITISH FOREIGN SEC-RETARY AND U.S. AGENT JAMES CALLAHAN AT AN INFORMAL MEETING IN VEM-ICE YESTERDAY. ACCORDING TO UNCONFIRMED REPORTS, A FIGURE OF 40 MILLION DOLLARS WAS BEING TOSSED AROUND WITH EUROPEAN INVESTMENT BANK PROVIDING A MAJOR COMPONENT OF THE AID.

THE EEC COMMISSION IN BRUSSELS IS REPORTED TO BEING DRAWING UP DETAILED PLANS FOR THE AID, PRESUMABLY INCLUDING POLITICAL STIPULATIONS WHICH MUST BE MET BEFORE IT IS PROVIDED.

YESTERDAY'S FINANCIAL TIMES AND THE LOMBON DAILY TELEGRAPH RE-PORTED ON THE VENICE MEETING.

→ PORTUGUESE GOVERNMENTAL PROGRAM FOLLOWS PCP DEMANDS

(MORE)

SEPT. 14 (IPS)—PORTUGUESE PRIME MINISTER-DESIGNATE ADMIRAL PINHEIRO DE AZEVEDO TOLD THE PORTUGUESE PEOPLE IN A TELEVISED ADDRESS
LAST NIGHT THAT HIS NEW GOVERNMENT WILL IMPLEMENT A PROGRAM OF LAND
REFORM AND STRENGTHENED DEMOCRATIC AUTHORITY "TO ELIMINATE THE FASCIST DANGER." ACCORDING TO REPORTS ON EAST GERMAN RADIO TODAY,
AZEVEDO SAID THAT HIS NEW CABINET WILL NOT BE BASED ON A COALITION
OF POLITICAL PARTIES PUT ON A "COMMONLY CREATED AND SUPPORTED
PROGRAM."

AZVEDO'S STATEMENTS, IF IMPLEMENTED, WOULD SEEM TO MEET CERTAIN OF THE SPECIFIC DEMANDS PUT FORWARD BY PORTUGUESE COMMUNIST LEADER ALVARO CUNHAL IN A SPEECH FRIDAY MIGHT.

KISSINGER: COMMITTOUS NOT RIGHT YET FOR CHILEAN-STYLE BLOODBATH IN PORTUGAL

SEPT. 14 (IPS) -- SECRETARY OF STATE HENRY KISSINGER, TAKING FULL CREDIT FOR THE CIA DESTABILIZATION OPERATION AGAINST ASSASSIN-ATED CHILEAN PRESIDENT SALVATORE ALLENDE, HAS MARNED THAT THE POLITICAL CONDITIONS ARE NOT NOW RIGHT FOR A SIMILAR OPERATION IN PORTUGAL.

IN AN INTERVIEW WITH CIA RIGHTWING COLUMNIST WILLIAM BUCKLEY, JR., AIRED LAST NIGHT ON EDUCATIONAL TELEVISION, KISSINGER, WHILE IN NO WAY RULING OUT THE POSSIBILITY OF A PORTUGUESE BLOODBATH, NOTED THE DIFFERENT POLITICAL CONTEXT IN LATIN AMERICA WHEN THE U.S. INTERVENTION OCCURRED. A REPLAY IN PORTUGAL, INTIMATED KISSINGER, HINGES UPON EUROPEAN BACKING -- WHICH CURRENTLY DOES NOT EXIST.

IN COVERING THE KISSINGER INTERVIEW, TODAY'S WASHINGTON POST EXCLUDED HIS STATEMENTS ON PORTUGAL.

PORTUGUESE MORKERS MARN COSTA GOMES: WE WILL DEFEND THE REVOLUTION IF YOU MON'T

SEPT. 14 (IPS)—PORTUGUESE PRESIDENT COSTA GOMES WAS WARNED BY A GROUP OF WORKERS THIS WEEK THAT PORTUGUESE WORKERS WERE READY TO TAKE UP ARMS TO FIGHT ALONGSIDE PROGRESSIVE SOLDIERS AND OFFICERS FOR THE CONSTRUCTION OF A SOCIALIST SOCIETY.

THE WARNING, WHICH CAME IN THE FORM OF AN OPEN LETTER TO GOMES FROM WORKERS IN A TEXTILE FACTORY IN CENTRAL PORTUGAL, TOLD THE PRESIDENT THAT "THERE ARE TWO PATHS FOR THE PORTUGUESE FATHERLAND: EITHER SOCIALISM OR FASCISM," AND TERMED AS IMPOSSIBLE ATTEMPTS TO ESTABLISH A NEW COALITION GOVERNMENT THAT WOULD HAVE EVERYONS'S SUPPORT. GOMES AS PREIDENT THE LETTER SAID, ACCORDING TO THE NEW YORK TIMES, WILL EITHER BE ONE OF THE "FASHIONERS OF A NEW SOCIETY OR THE HANGMAN OF THE WORKERS."

BRIGADIER GENERAL EURICO CORVACHO REPLACED
AS COMMANDER IN PORTUGAL

SEPT. 14 (IPS) -- PRO-COMMUNIST BRIGADIER GENERAL CORVACHO WAS "QUIETLY REPLACED" ON FRIDAY BY BRIG. GENERAL ANTONIO LOPES PIERES VELOSO, WHO WAS FORMERLY A HIGH COMMISSIONER ON THE ISLAND OF SAO

TOME. VELOSO IS KNOWN AS A MODERATE, REPORTS TODAY'S WASHINGTON POST. THE NEW YORK TIMES, HOWEVER, STATES THAT VELOSO IS "A STRONG ANTI-COMMUNIST." THE COMMANDERS OF THE OTHER THREE MILITARY REGIONS ARE ALSO ANTI-COMMUNIST.

### LE MONDE ROASTS KISSINGER, GISCARD, AND CHINA FOR SUPPORT OF CHILEAN JUNTA

SEPT. 14 (IPS)—IT IS TOO LATE FOR THE UNITED STATES TO IMPOSE A "MODERATE" ANTI-COMMUNIST SUCCESSOR TO THE BRUTAL DICTATORSHIP IN CHILE, DECLARES YESTERDAY'S EDITORIAL IN THE LEADING FRENCH DAILY LE MONDE. THE U.S. STATE DEPARTMENT AND WHITE HOUSE WOULD LIKE TO SEE CHILEAN DICTATOR GENERAL PINOCHET YIELD POWER TO EX-PRESIDENT FREI AND HIS CHRISTIAN DEMOCRATS, THE LE MONDE EDITORS WRITE, BUT "THE INTERNATIONAL DISGUST" AND THE GROWING FERMENT IN CHILE MAKES IT TOO LATE FOR THAT. THE U.S. IS HESITATING "AND BY NOW TRULY PARALYZED," COMMENTS LE MONDE.

THE PAPER THEN ASKS, "HOW IS ONE NOT SURPRISED THAT SOCIALIST COUNTRIES -- RUMANIA AND ABOVE ALL THE PEOPLE'S REPUBLIC OF CHINA -- STILL HAVE DIPLOMATIC RELATIONS WITH SANTIAGO? THEIR CONCERN WITH HAVING A DFFERENT POSITION FROM THE USSR -- WHICH BROKE WITH THE JUNTA FROM THE BEGINNING -- MIGHT BE CONSIDERED, BUT IS THIS ENOUGH TO JUSTIFY SUCH AN ATTITUDE WHEN SOCIALISTS, COMMUNISTS, AND 'MARXIST-LENINISTS' ARE STILL MURDERED, TORTURED OR EXILED IN SANTIAGO?"

LE MONDE CALLS ON FRENCH PRESIDENT GISCARD D'ESTAING, "SUCH A GOOD FRIEND OF PINOCHET" TO FOLLOW MEXICAN PRESIDENT ECHEVERRIA'S EXAMPLE IN BREAKING RELATIONS WITH PINOCHET.

#### STRAUSS LEAVES FOR PEKING

SEPT. 14 (IPS) -- FRANZ JOSEF STRAUSS, THE NEO-FASCIST CHAIRMAN OF THE CHRISTIAN SOCIAL UNION (CSU) IN WEST GERMANY, LEFT MUNICH TO-DAY TO BEGIN HIS SECOND VISIT THIS YEAR TO THE PEOPLE'S REPUBLIC OF CHINA.

#### ITALY TO TRIAGE CITIES

SEPT. 14 (IPS)—THE ITALIAN GOVERNMENT'S CENTRAL COMMITTEE FOR LOCAL FINANCES HAS DECIDED TO CUT GRANTS TO MAJOR ITALIAN CITIES, MOST OF WHICH ARE ALREADY ON THE VERGE OF DEFAULT. THE CITIES IMMEDIATELY AFFECTED BY BUDGET CUTS, WHICH RANGE FROM 40 BILLION LIRE TO AS MUCH AS 100 BILLION, ARE FLORENCE, BOLOGNA, PAVIA, AND AN UNIDENTIFIED SOUTHERN CITY, ACCORDING TO A SEPT. 12 EDITORIAL IN UNITA, NEWSPAPER OF THE ITALIAN COMMUNIST PARTY.

## ROCKY DEMANDS STRONGER FBI; EQUATES ALL DISSIDENTS WITH ASSASSINS

SEPT. 14 (IPS)—SPEAKING AT AN AIRPORT MEWS CONFERENCE IN OKLAHOMA CITY YESTERDAY, VICE PRESIDENT NELSON ROCKEFELLER CALLED FOR A "TOUGHER INTELLIGENCE OPERATION" TO COUNTER THE WAVE OF ASSASSINATION ATTEMPTS AGAINST PRESIDENT FORD.

"THE FBI AND OTHER INTELLIGENCE AGENCIES IN THIS COUNTRY NEED MORE HELP," THE VICE PRESIDENT TOLD REPORTERS. THEN, EQUATING POLITICAL DISSIDENTS WITH HOMICIDAL ASSASSINS, ROCKEFELLER DEMANDED THAT THE "FBI AND THE LOCAL LAW ENFORCEMENT AGENCIES PRESERVE RECORDS OF THOSE WHO HAVE BEEN OUTSPOKEN OR ACTIVE IN EFFORTS TO UNDERMINE THE FREEDOM OF THIS COUNTRY OR DESTROY DEMOCRATIC SOCIETY BY FORCE AND TO KILL LEADERS OF THIS SOCIETY."

## MAN EATS MAN: NEW FILM ON ROCKEFELLERSANNIBALISM

SEPT. 1 (IPS) -- NEW ITALIAN DIRECTED FIRM HAS JUST BEEN RELEASED ON THE CANNIBALISTIC PRACTICES OF MELSON ROCKEFELLER'S YOUNGEST SON, MICHAEL. THE FILM "MAN EATS MAN" DEPICTS MICHAEL'S EXPLOITS AS A SPECULATOR IN SHRUNKEN HEADS IN THE REMOTE JUNGLES OF NEW GUINEA. YOUNG ROCKEFELLER MET A TIMELY DEATH AT THE HANDS OF RE-VENGEFUL NATIVES WHO RESENTED HIM CORNERING THEIR MARKET.

ACCORDING TO THE WASHINGTON POST'S SUNDAY MAGAZINE, THE FILM WILL STAR TED NELLEY, OF "JESUS CHRIST SUPERSTAR" FAME IN THE TITLE ROLE AS YOUNG MICHAEL.

OBVIOUSLY FEARFUL THAT THE NEW GUINEA NATIVES MIGHT STILL HOLD A GRUDGE AGAINST THE ROCKEFELLER FAMILY, THE FILM WAS SHOT IN THE JUNGLES OF VENEZUELA -- SOME 12,500 MILES FROM NEW GUINEA.

NO MENTION WAS MADE OF WHO PROVIDED THE FUNDING FOR THE FILM.

## FNLA HEAD ROBERTO'S ENTOURAGE: FASCIST POLICE AGENTS, SPINOLISTS

SEPT. 14 (IPS)—HOLDEN ROBERTO, PRESIDENT OF THE CIA-RUN NATIONAL FRONT FOR THE LIBERATION OF ANGOLA (FNLA), IS ACCOMPANIED VIRTUALLY EVERYWHERE IN FNLA-OCCUPIED NORTHER! ANGOLA BY HIS AIDE AND CHIEF OF STAFF, A WHITE FORMER PORTUGUESE SECRET POLICE AGENT CALLED "XAVIER," ACCORDING TO A TWO-PART SERIES ON THE NATIONAL FRONT APPEARING IN THE SEPT. 10 AND 11 ISSUES OF THE FRENCH DAILY LE MONDE.

"XAVIER" AND THE OTHER WHITE PORTUGUESE AND ANGOLANS ACCOMPANY-ING ROBERTO ARE ALSO MEMBERS OF FASCIST GENERAL ANTONIO DE SPINOLA'S PORTUGUESE LIBERATION ARMY. THEY OPENLY ADMIT TO BEING FASCISTS, AND GREET EACH OTHER WITHTHE FASCIST SALUTE OF THE CAETANO ERA.

FNLA TACTICS ARE BOMBARDMENT OF TOWNS AND VILLAGES WITH EURO-PEAN-SUPPLIED CANNON, OPERATED BY ZAIREAN-TROOPS, FOLLOWED BY AD-VANCE INTO THE NEARLY LEVELLED TOWNS. HAMLETS AND TOWNS ARE ROUT-INELY BURNED, AND PRISONERS SLAUGHTERED, REPORTS INDICATE.

THE ARITCLES ALSO REPORT THAT THE NATONAL FRONT IS BUILDINGS AN AIRFORCE. ASKED ABOUT THE SOURCE OF PLANES, THE FNLA AIRBASE COM-MANDER REPLIED: "FRANCE, GREAT BRITAIN, THE GERMAN FEDERAL REPUBLIC, SPAIN HAVE PROMISED THEM. THE UNITED STATES WILL FOLLOW.

END IPS COMBINED ISSUE (PRIORITIES) FOR SEPT. 14, 1975



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### Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE NON-PRIORITIES SEPTEMBER, 14, 1975

I. WORLD PRESS ROUND-UP - INTERNATIONAL NEWS

USSR, EAST GERMAN DELEGATIONS ATTEND CPI'S NATIONAL FESTIVAL OF L'UNITA

SEPT. 14 (IPS) -- TWO DELEGATIONS FROM THE COMMUNIST PARTY OF THE SOVIET UNION (CPSU) AND THE SOCIALIST UNITY PARTY (SED) OF EAST GERMANY ARRIVED IN ROME YESTERDAY TO PARTICIPATE IN THE NATIONAL FESTIVAL OF L'UNITA. THE DELEGATIONS, WHICH INCLUDE SOME OF THE MOST IMPORTANT LEADERS OF BOTH COMMUNIST PARTIES, ARE LED BY MIKAIHL ZIMIANIA OF THE CPSU AND HERMANN AXEN, HEAD OF THE SED.

AMERICAN COMPANY WITHDRAWAL OF FUNDS CAUSES SUICIDE IN PORTUGAL

SEPT. 14 (IPS)--THE MANAGING DIRECTOR OF AN AMERICAN-CONTROLLED TEXTILE PLANT IN SANTO TIRSO, PORTUGAL COMMITTED SUICIDE THIS WEEK AFTER HE FOUND HIMSELF UNABLE TO KEEP HIS PROMISE TO WORKERS FOR A VACATION BONUS. ACCORDING TO TODAY'S NEW YORK TIMES, "THE DEADLINE CAME AND HE STILL DID NOT HAVE THE FUNDS."

RECENTLY AMERICAN FIRMS HAVE CUT OFF FUNDING FOR THEIR PORTUGUESE SUB-SIDIARIES.

DICKS WANTS SOVIET DOCTORS "OBSTRACIZED"

SEPT. 14 (IPS)—PROFESSOR HENRY V. DICKS, THE FASCIST BRITISH MILITARY PSYCHIATRIST WHO DESIGNED THE BASIC MENTAL-TORTURE METHODS USED BY BRITISH INTELLIGENCE AND THE CENTRAL INTELLIGENCE AGENCY THROUGHOUT THE WORLD, YESTERDAY DEMANDED THAT THE ROYAL COLLEGE OF PSYCHIATRISTS SEND A COMMISSION OF INQUIRY TO THE USSR TO INVESTIGATE PSYCHIATRIC TREATMENT THERE. DICKS' STATEMENT WAS REPORTED IN THE LONDON DAILY TELEGRAPH.

POPULAR MOVEMENT RECAPTURES KEY FNLA TOWN

SEPT. 14 (IPS) -- "THE MPLA IS TAKING JOURNALISTS ON TOURS OF THE TOWN OF CAXITO" SAYS THE SEPT. 12 GERMAN DIE WELT. CONFIRMING A REPORT THAT THE TOWN WAS RECAPTURED FROM THE NATIONAL FRONT TWO DAYS AGO.

THIS DEVELOPMENT TAKES A GREAT DEAL OF PRESSURE OFF OF MPLA-HELD LUANDA, 30 MILES TO THE SOUTH, AND IS A SERIOUS BLOW TO NATIONAL FRONT/CIA STRATEGY TO TRY AND LINK UP NORTHERN AND SOUTHERN FRONTS AGAINST THE MPLA.

ARGENTINA, COLOMBIA SEEK TRADE WITH COMECON

SEPT. 14 (IPS)—FOLLOWING A MEETING OF COMECON DEPUTY PRIME MINISTERS IN MOSCOW YESTERDAY, COMECON SECRETARY N. FADDEYEV STATED THAT ARGENTINA AND COLOMBIA HAVE EXPRESSED THEIR DESIRE FOR ECONOMIC COOPERATION, ACC-

ORDING TO TODAY'S NEUES DEUTSCHLAND, THE EAST GERMAN DAILY.
WORST ENCEPHALITIS EPIDEMIC IN 20 YEARS SPREADING THROUGH U.S. CITIES

SEPT. 14 (IPS)—MORE THAN 800 PEOPLE IN 15 STATES HAVE BEEN INFECTED WITH ARBOVIRAL ENCEPHALITIS, IN THE WORST OUTBREAK OF THIS FREQUENTLY-FATAL DISEASE IN MORE THAN 20 YEARS. THE WALL STREET JOURNAL REPORTED THIS WEEK THAT 47 HAVE ALREADY DIED OF THIS DEADLY MOSQUITO-BORNE DISEASE OF THE BRAIN.

THE OUTBREAK IS NOW CENTERED IN MISSISSIPPI AND ILLINOIS, BUT HAS SPREAD TO TEXAS, TENNESSEE, NORTH DAKOTA, INDIANA, ALABAMA, KENTUCKY, MISSOURI, ARKANSAS, LOUISIANA, NEW JERSEY AND GEORGIA. THE NUMBER OF CASES IS GROWING DAILY, WITH CASES IN ILLINOIS DOUBLING IN THE LAST WEEK.

OFFICIALS AT THE CENTER FOR DISEASE CONTROL IN ATLANTA SAID THAT THE DISEASE IS ASSOCIATED WITH POOR SANITARY CONDITIONS LIKE LEAKY SEPTIC TANKS, WHICH ENCOURAGE MOSQUITO BREEDING. IN THE CITY OF GREENVILLE, MISS., WHERE 98 CASES AND 21 DEATHS HAVE BEEN REPORTED, THE DELTA DEMOCRAT -TIMES ATTACKED STATE OFFICIALS FOR "HIT OR MISS" MOSQUITO CONTROL AND "DEPLORABLE" HEALTH CONDITIONS IN MUCH OF THE STATE.

IN THE LAST SEVERAL MONTHS, DESPITE EXTENSIVE FLOODING WHICH GREATLY INCREASED MOSQUITO-BRUEDING POTENTIAL, THE FEDERAL GOVERN-MENT HAS CUT BACK FUNDS FOR MOSQUITO CONTROL AND DISEASE MONITORING. HEALTH EXPERTS HAVE TOLD IPS THAT SUCH CUTBACKS ARE DIRECTLY RESPONSIBLE FOR THE PRESENT EPIDEMIC.

ENCEPHALITIS HITS WASHINGTON D.C. SUBURB

SEPT. 14 (IPS)--ENCEPHALITIS, A DEADLY DISEASE OF THE BRAIN, HAS SPREAD TO THE MARYLAND SUBURBS OF WASHINGTON, D.C., THE WASHINGTON POST REPORTED ON SEPT. 12. TWO VICTIMS HAVE BEEN REPORTED IN PRINCE GEORGE'S COUNTY. THESE ARE THE FIRST CASES REPORTED IN MARYLAND SINCE 1954.

A SPOKESMAN FOR THE STATE DEPARTMENT OF AGRICULTURE WARNED RESIDENTS TO PROTECT THEMSELVES FROM MOSQUITOES.

TIMES GLOATS OVER TRANSFORMATION, NY DEMS UNDER BANKERS PRESSURE

SEPT. 14 (IPS)—THIS MORNING THE NEW YORK TIMES GLOATED OVER THE TRANS-FORMATION - WROUGHT BY THE FISCAL CRISIS - OF DEMOCRATIC POLITICIANS "IN THE NATION'S MOST LIBERAL CITY" INTO FISCAL CONSERVATIVES: "DECADES OF DEMOCRATIC ACTION AND ORATORY WERE CAST ASIDE IN A MATTER OF WEEKS AS MAYOR BEAME DISMISSED THOUSANDS OF CITY WORKERS, IMPOSED A WAGE FREEZE, DEMANDED A BLANKET CUT IN THE THERETOFORE SACROSANCT CITY UNIVERSITY BUDGET AND WENT ALONG WITH INCREASED SUBWAY FARES AND BRIDGE TOLLS."

CONGRESSMEN CHALLENGING FISCAL TAKEOVER OF NEW YORK CITY

SEPT. 14 (IPS) -- NEW YORK CITY'S DEMOCRATIC REPRESENTATIVES HERMAN BADILLO, BELLA ABZUG, AND EDWARD KOCH HAVE LODGED A FORMAL CHALLENGE TO THE CONSTITUTIONALITY OF THE RECENTLY ESTABLISHED EMERGENCY FINANCIAL CONTROL BOARD.

THE SEVEN-MEMBER PANEL WAS ESTABLISHED BY THE N.Y. STATE LEGISLATURE LAST WEEK IN A VOTE WHICH GAVE THE MUNICIPAL ASSISTANCE CORPORATION (BIG MAC) ADDITIONAL POWER OVER THE CITY'S FINANCIAL AFFAIRS.

THE CONGRESSMEN ARE CHALLENGING THE LEGALITY OF THE STATE LEGISLATURE'S TRANSFERANCE OF THE CITY PURSE-STRINGS FROM THE MAYOR AND CITY COUNCIL TO THE NON-ELECTED SEVEN-MAN BODY.

TEACHER STRIKES DOUBLE FROM LAST YEAR; FURTHER WAVE EXPECTED

SEPT. 14 (IPS) -- 114 TEACHER STRIKES HAVE BEEN CALLED SINCE LABOR DAY. THIS NEARLY DOUBLES THE 61 STRIKES OF 1974'S FIRST TWO SCHOOL WEEKS. OFFICIALS OF THE NATIONAL EDUCATION ASSOCIATION AND THE AMERICAN FEDERATION OF TEACHERS PREDICT A FRESH MAVE OF STRIKES THAT WILL "GET WORSE NOT ONLY THIS YEAR BUT IN MACH YEAR TO COME," ACCORDING TO TODAY'S WASHINGTON POST.

WASHINGTON POST EDITORIALIZES AGAINST STATE DEPARTMENT'S U.S.-SOVIET GRAIN FOR OIL DEAL

SEPT. 14 (IPS)--IN A STRONGLY WORDED LEAD EDITORIAL TODAY THE WASHINGTON POST CONDEMNED A U.S. STATE DEPARTMENT PROPOSAL CONCOCTED TO BARTER U.S. GRAIN FOR SOVIET OIL. "BARTER ON THIS SCALE IS PROFOUNDLY UNWISE AND PROMISES NOTHING BUT TROUBLE," THE EDITORIAL COMMENTED. "BARTER ALWAYS MEANS, SOONER OR LATER, DISTORTED PRICING, WHICH IN TURN GENERATES GRIEVANCES AND DISPUTES."

THE POST PARTICULARLY CRITICIZES THE PROPOSAL FOR ITS POLITICAL EFFECTS ON THE OIL PORDUCERS CARTEL, OPEC: "IF THE UNITED STATES MANAGES ITS FOOD EXPORTS TO MAXIMIZE SHORT-TERM GAIN, IT CANNOT COMPLAIN WHEN OPEC DOES THE SAME THING WITH OIL. IF THE UNITED STATES ENTERS INTO A DEAL WITH THE SOVIET UNION TO THE DISADVANTAGE OF OUR OTHER CUSTOMERS, AMERICA CANNOT REPROACH OPEC FOR PLAYING POLITICAL FAVORITES."

DIEGO GARCIA MILITARY BUILD-UP MANIPULATED BY DEFENSE/STATE DEPT. MISINFORMATION CLAIMS SEN. G. HART

SEPT. 14 (IPS)--SENATOR GARY HART (D-COLO) AMMOUNCED YESTERDAY THAT HE HAS CLASSIFIED DOCUMENTS WHICH SHOW THAT MISINFORMATION FROM THE STATE AND DEFENSE DEPARTMENTS LED TO THE MILITARY BUILD-UP ON DIEGO GARCIA. HART, ACCORDING TO WINS RADIO, IS SUPPORTED BY SEVERAL UNNAMED LIBERAL SENATORS. DOCUMENTS IN HART'S POSSESSION REPORTEDLY SHOW THAT EXISTENT SOVIET BUILD-UP IN THE AREA TO JUSTIFY U.S. MILITARY PRESENCE. A LATER SOVIET BUILD-UP WAS IN RESPONSE TO THAT OF THE U.S., HART INDICATES.

III. ORGANIZING & INTELLIGENCE REPORT

GEEK RETURNS: WEST GERMAN UNION AGENT SCREAMS, "I AM NOT BRAINWASHED."

HANNOVER, BRD, SEPT. 14 (IPS) -- AS KARL HAUENSCHILD, THE CHAIRMAN OF THE WEST GERMAN CHEMICAL WORKERS UNION, LEFT THE HANNOVER TRAIN STATION THIS WEEK, HE FLEW INTO A RAGE AS HE SAW EUROPEAN LABOR COM-MITTEE MEMBERS ORGANIZING THE RUSH HOUR CROWD AROUND DEBT MORATORIA: AND EAST-WEST TRADE.

ORGANIZERS QUICKLY PROVOKED LAUGHTER IN A GROUP OF WORKERS AS THEY POINTED OUT THAT FRANTIC HAUENSCHILD WAS A LONGSTANDING ROCKEFELLER AGENT WHO WAS TRAINED IN BRITAIN DURING WORLD WAR II. "I WASN'T BRAIN-WASHED," HAUENSCHILD BLURTED OUT WITHOUT ANY PROMPTING FROM THE ELC, "SURE I WAS IN BRITAIN DURING THE WAR BUT IT WAS TOTALLY VOLUNTARY. I WAS NOT BRAINWASHED."

AS ORGANIZERS TOLD THE CROWD THAT THE ELC HAD THE EXACT TRANSCRIPT OF HAUENSCHILD'S SPEECHES AT THE BERGERDORFER DISCUSSION GROUP OF WEST SCREAMED, "BUT YOU HAVE A DOCTORED TEXT...WHO GAVE IT TO YOU...HOW DID YOU GET IT,?" BEFORE HE RAN AWAY.

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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) MONDAY, SEPTEMBER 15, 1975
LATE EVENING NEWS - NON-PRIORITIES

I. INTERNATIONAL PRESS WRAP-UP.

PERU PROTESTS U.S. EFFORTS TO SABOTAGE DEVELOPMENT AT U.N.

SEPT. 15 (IPS)--IN AN EDITORIAL SEPT. 11, THE NEWSPAPER PUBLISHED BY THE OFFICE OF THE PRESIDENT OF PERU DESCRIBED THE "DESPERATE MANUEVERS" OF U.S. SECRETARY OF STATE KISSINGNER AND U.S. AMBASS-ADOR TO THE UNITED NATIONS, DANIEL MOYNIHAN TO PREVENT THE PROGRAM ENDORSED AT THE LIMA CONFERENCE OF NON-ALIGNED NATIONS FROM BEING ADOPTED AT THE UNITED NATIONS SPECIAL SESSION.

ENTITLED "OFFENSIVE AGAINST THE THIRD WORLD," THE EDITORIAL IN LA CRONICA STATED, "THE SURPRISING NORTH AMERICAN POSITION HAS BEEN UNANIMOUSLY DESCRIBED AS AN OVERT DELAYING AND PRESSURE MANUEVER TO GAIN TIME SO AS TO PREVENT ANY AGREEMENTS ON THESE VITAL POINTS FROM BEING REACHED BY THE CLOSING OF THE SPECIAL SESSION TOMORROW, FRIDAY, AND THUS ELUDE THE RESULTING COMMITMENT TO THE WORLD. TWO LINES AND TWO TACTICS HAVE NOW BEEN DEFINED MORE CLEARLY THAN EVER INSIDE THE UNITED NATIONS. ONE ONE SIDE ARE THE NATIONS WHICH INCLUDE TWO-THIRDS OF HUMANITY, AND ON THE OTHER THE IMPERIALIST AND HEGEMONIC MINORITY WHICH TRIES TO MAINTAIN ITS PREDOMINANCE AT ALL COSTS."

### LONDON SUNDAY TIMES NOTES SPLIT IN U.N. TALKS

SEPT. 15 (IPS)--THE LONDON SUNDAY TIMES NOTED THE FRANTIC EFFORTS OF THE EUROPEANS TO REACH A COMPROMISE AGREEMENT WITH THE "GROUP OF 77" DEVELOPING NATIONS AT THE ON-GOING U.N. SPECIAL SESSION DESPITE U.S. OPPOSITION. REPORTING WITH OBVIOUS RELIEF AN OFFER FROM THE EUROPEANS TO DOUBLE AID TO THE THIRD WORLD, THE SUNDAY "ES WARNED, NEVERTHELESS, THAT IF THE FINAL SESSION, "DESPITE ALL THE EEC'S EFFORTS, BREAKS UP IN DISORDER, PROSPECTS WILL LOOK MUCH MORE BLEAK."

#### BRITISH CONSERVATIVE LEADER BACKS KISSINGER

- UNITED NATIONS, N.Y., SEPT. 15 (IPS)--MARGARET THATCHER, LEADER OF BRITAIN'S OPPOSITION CONSERVATIVE PARTY, TOLD REPORTERS ASSEMBLED HERE DURING THE FINAL DAY OF THE SPECIAL SESSION THAT SHE WHOLE-HEARTEDLY BACKED BRITISH GOVERNMENT SUPPORT OF THE KISSINGER PLAN FOR THE THIRD WORLD.

THATCHER, ON A 12-DAY TOUR OF THE U.S. TO ASSURE GOVERNMENT OFF-ICIALS OF HER WARM SENTIMENTS TOWARDS AMERICAN POLICY, REFUSED TO COMMENT TO IPS ABOUT OPPOSITION TO THE U.S. PLAN FROM PRO-DEVELOP-MENT DELEGATIONS LIKE ALGERIA AND IRAQ. "I FEEL VERY OPTIMISTIC," SHE SAID. "SO SHOULD YOU."

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AS THE SHORT-LIVED IMPACT OF TAX REBATES EXPIRED IN AUGUST AND RETAIL SALES PLUMMETED 0.8 PERCENT, DONALD WOOLLEY, ECONOMIST FOR BANKERS TRUST, DISCOVERS THAT "INVENTORY LIQUIDATION IS OVER AND THERE IS NO EVIDENCE THAT THERE WILL BE A REBUILDING OF STOCKS."

REPORTING THESE REALITIES TODAY, THE JOURNAL OF COMMERCE HINTS THAT THE ONLY HOPE IS THE LESSENING OF LABOR UNION DEMANDS FOR WAGE INCREASES DURING THE UPCOMING CONTRACT NEGOTIATIONS.

#### NEW TREASURY NOTES TO SUCK FUNDS FROM BANKS

SEPT. 15 (IPS)—THE WALL STREET JOURNAL TODAY PREDICTS THAT TOMORROW'S SALE OF \$3 BILLION IN TWO-YEAR TREASURY NOTES COULD "...DRAIN SUB-STANTIAL FUNDS FROM SAVINGS BANKS" AND THUS DRY UP THE PRINCIPAL SOURCE OF MONEY FOR HOME MORTGAGES. INTEREST RETURNS ON THESE TREASURY NOTES IS EXPECTED TO RISE TO 8.5 PERCENT, SUBSTANTIALLY ABOVE THE 5.2 PERCENT AND 7.2 PERCENT RATES OFFERED ON MOST SAVINGS ACCOUNT DEPOSITS.

ACCORDING TO ONE GOVERNMENT DEALER "THE SWISHING NOISE YOU HEAR ON TUESDAY WILL BE THE SOUND OF MONEY BEING SUCKED OUT OF THE BANKS BY THOSE NEW NOTES."

### BRAZIL MODEL FOR FREE MARKET DEVELOPMENT?

SEPT. 15 (IPS)--BRAZIL'S "RELIANCE ON FREE MEARKETS DESERVES CLOSER ATTENTION FROM OTHER UNDEVELOPED LANDS LOOKING TO ESCAPE THE ECONOMIC MIRE, "WITES THE WALL STREET JOURNAL IN AN EDITORIAL TODAY."

ATTACKING THE POSITION OF THIRD WORLD GOVERNMENTS ON DEVELOPMENT QUESTIONS, THE JOURNAL SAYS "THE REAL DIFFERENCE BETWEEN (THE NON-ALIGNED NATIONS) AND BRAZIL IS THAT BRAZIL HAS OPTED TO TIE ITS ECONOMIC FUTURE TO THE MARKET ECONOMY INSTEAD OF PURSUING THE GRAIL OF STATE SOCIALISM."

FOUR-FIFTHS O BAZIL'S ECONOMY IS CONTROLLED YTHE BRAZILIAN GOVERNMENT. NONETHELESS, IN TESTIMONY TO THE ACCURACY OF THE JOURNAL'S EDITORS, THESE STATE AGENCIES HAVE APPLIED TO THE "FREE MARKET" IN INTERNATIONAL EURODOLLAR LOANS FOR ROUGHLY \$20 BILLION DURING THE PAST DECADE. BANKERS SAY THEY PREFER LENDING TO BRAZIL RATHER THAN TO INDUSTRY AT HOME, FOR EXAMPLE, SINCE THEIR RATE OF RETURN ON THESE LOANS IS ABOUT TWICE AS HIGH.

- END IPS LATE NON-PRIORITIES FOR SEPT. 15. 1975.