

Weekly Edition

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Europe, Japan Take on Fed's Deficit in Attempt to Prop up Dollar

Sept. 16 (IPS) — The Finance Ministries and Central Banks of West Germany, Italy, France, Britain, and Japan this week decreed the collapse of their own economies as they fell into line with U.S. Federal Reserve Chairman Arthur Burns' domestic policy of wholesale government deficits. In real terms, it is a policy to gouge production in order to refinance debt. Between them, this reflex reaction will run up a projected \$175 billion in government deficits in the major industrial nations this year alone.

European and Japanese production and working class living standards will be destroyed; the consequent government debt can only be refinanced by diverting all available liquidity from already plummeting industry, by means of massive service cuts and moneyprinting, the new round of cuts in corporate profits and wages will further deplete tax revenues.

The Atlanticists of the industrial nations are opting for a policy of national bankruptcy.

Vampire Dollar

The continued toleration of the debtsoaked dollar's hegemony over international trade and finance over both Rockefeller's American agents and their factional opponents alike is the root cause of their suicidal policy. The post-war dollar empire was built on the export of dollar debt obligations in the form of Marshall and Dodge Plan credits. These massive credit injections were guaranteed by maintaining the working class at starvation level wages. European and Japanese economies were resuscitated on the basis of precarious ratios of debt to equity (real assets and income).

The textbook horror-case is Japan, where since the war, paper credit has mushroomed to produce 90:10 debtequity ratios. Corporate profits and governmental agencies' revenues became increasingly drained in order to prop up the mountain of debt, thereby creating a huge federal deficit.

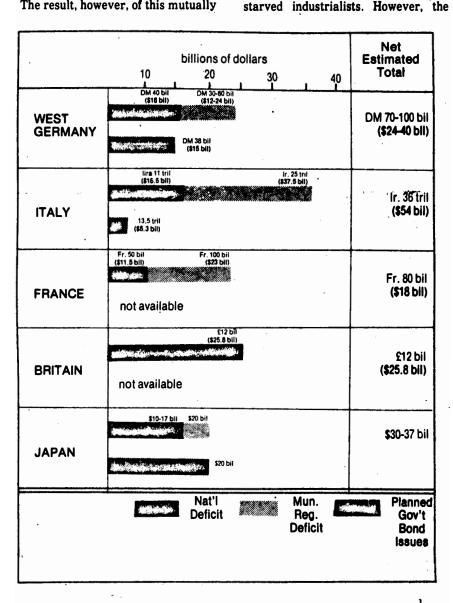
Furthermore, through the International Monetary Fund the Rockefeller axis has dictated that each nation's gold reserves must be frozen that is, unuseable. This maneuver both prevents competition with the dollar and buttresses its faltering value. Gold reserves are thus useless for trade or to generate sound domestic credits. Secondly, the actual liquidity of those nations with significant immobilized gold holdings is much less than would appear to be the case.

The only factor now operating in the favor of the dollar is the commitment of the European and Japanese finance ministries to run Burns' style deficits at the expense of crucial funds needed to revive industry. This process will only destroy these countries' credit ratings against the dollar.

The result, however, of this mutually

aggravated destruction policy will be a wave of municipal and state bankruptcies.

Industrial and Working Class Triage With New York and Euromarket interest rates at record highs, the West German Bundesbank Sept. 11 led the rest of Europe and Japan in a wave of interest rate cuts of 1 per cent and more, leaving West Germany with a 3.5 per cent discount rate, "the lowest in the industrialized world," according to the Financial Times. This maneuver was ostensibly designed to help cash-



Atlanticists have no such good intentions. The actual effect of the rate decrease will be millions flooding out of these countries into the Eurodollar market to prop up dollar liquidity there, now in danger of collapse from unpaid Third World loans.

Rockefeller agent Finance Minister Hans Apel also made clear Sept. 11 that whatever funds were left would be eaten up by government debt. The Bundesbank backs the indebtedness plans of the government, he said, "because corporations will not begin significant new investments until 1977 (!) at the earliest." The Bundesbank has already bought DM 4.3 billion of government bonds to hold down interest rates, and its 1975-76 borrowing needs are estimated at DM 38 billion (\$15 billion).

In Italy, the municipal situation has become so aggravated that workers' lives are now on the line. The National Commission on Finances yesterday cut lira 187 billion from the already starvation-level lira 536 billion national budget for municipalities. Hardest hit was Naples which as documented by this newspaper has already been hit with cuts. The city's streets are filled with rats and garbage, caused by the general breakdown of water and sewage systems, and closed schools and hospitals. A full one-third has been slashed from the total Naples 1976 budget request.

Meanwhile Singer and other companies announced Monday that they were closing up rather than continue unemployment benefits.

Simultaneously, the national discount rate was lowered from 7 to 6 per cent, the prime rate from 14 to 12 per cent and lira 3.5 trillion (\$5.3 billion) in choice 11.98 per cent Treasury bonds were issued, crowding industry out of the market.

British Chancellor of the Exchequer Dennis Healy meanwhile is sabotaging lending to industry.

Having run down Britain's reserves through debt-service payments to the point where "the cupboard is bare" according to the Daily Telegraph, Healy is now mooting an unheard of printing up of paper pounds to finance the government debt, rising at a 50 per cent annual rate. His 1976-7 budget now in preparation will include over 10 per cent in local government spending.

French delegates at the U.N. Special Session on Development this week, flew completely in the face of currently overwhelming pro-gold Gaullist support for dumping the debt-ridden dollar. "We agree completely with the American," one delegate recited, "and we have a lot of debt outstanding to the Third World, too."

While the French financial press complains sarcastically that the government has "rediscovered the virtues of the deficit," now estimated at an unprecedented Fr. 50 billion. Finance Minister Fourcade last week announced that he was "studying means to have a system similar to the Americans which permits creation of bonds which can be subscribed to by floating capital."

An emergency session of the Japanese Diet called to deal with the depression broke up in one-hour flat today as legislators failed to produce an alternative to Finance Ministry plans to finance a \$30 billion government bond issue, a full one third of the total national budget of \$102 billion, with a nationwide Big MAC. The Ministry proposes to use workers pensions and savings in its accounts to buy the bonds and then print yen to circulate through the banking system as Burns has done to consume the rest.

Currently a list of 30-40 "doubtful cases" — medium and large corporate candidates for bankruptcy — is circulating among Japanese security dealers, according to the Financial Times' Charles Smith. At the same time, the Finance Ministry Sept. Il confirmed that Japan's imminent Fourth Reflation package will cut the bank rate by a full 1 per cent to 6.5 per cent and, pending Diet approval, could add yet another \$6.7 billion in supplementary public expenditures, all of which would have to be floated on the bond markets.

Sept, 17 (IPS) — A group of 800 American business leaders was asked yesterday whether the upcoming "business recovery" would be "big," "small," or "aborted." The businessmen had gathered at the prestigious Conference Board meeting on "Business in 1976" at New York's Waldorf Astoria Hotel to find out whether they should expand or cut orders, increase or decrease production, or simply throw in the towel.

In response to the question, 40 raised their hands to signify that they expected a "big" recovery, 100 predicted a "small" recovery, and 40 indicated that they foresee an "abortion" of the recovery.

The Last Business Cycle

U.S. government sources flatly confirmed this week that the widely heralded 3-month upturn in production is based on hot air, and that by mid-October American industry will shut down. Millions of workers will pour out of the factory gates, marking the end of the last capitalist business cycle.

Commerce Department figures on business inventory trends released yesterday afternoon show conclusively that the present production boomlet based on the myth of a consumer-led economic recovery — is a complete psychotic episode. During the last three months retailers such as car dealers. department stores, and discount centers have been running up orders with wholesalers and manufacturers in anticipation of a sharp spurt in consumer sales. With no real sales actually taking place, inventory liquidation at the manufacturing level — the main reason for the pickup in industrial production has simply reappeared in the form of inventory accumulation by retailers.

The Commerce' Department's an-

nouncement that retail sales in August plunged by 1 per cent because of a collapse in worker income pulls the rug out from under the "consumer-led recovery" delusion and sets the stage for the massive levels of inventory dumping that sparked last year's depression shutdown of industry. Retailers will slash orders from wholesalers who in turn will cancel orders and shipments from manufacturers who will then stop production.

If the 1.3 per cent August increase in industrial production is an indication, manufacturers have not yet awakened to the psychotic game they are caught up in. The jump in industrial output was concentrated in steel, auto, and household goods (appliances, furniture), precisely those sectors which are without a market.

Steel production, which has surged by more than 10 per cent in the last five weeks, is related to two short-lived phenomenon: hedge purchases by steel consumers in anticipation of a price increase scheduled to go into effect in two weeks, and buying by such consumers of steel as auto in response to their own baseless boomlets. Once higher prices go into effect and the auto industry shuts down, steel demand will collapse and so will the industry.

The auto boom, meanwhile, is about to enjoy its fate of one year ago, when assembly lines were mothballed. Present production schedules are running at a rate equal to one year ago, but sales are down by 10 per cent. Unlike last year workers are not even hedge buying! It is not surprising, therefore, that stocks of unsold new cars have reached a near record 1.45 million units, several hundred thousand greater than a year ago.

It is a matter of weeks before the U.S.

steel and auto industries — the twin pillars of the world's largest national economy—shut down and spread their misery throughout the rubber, transportation and machine sectors.

This second depression collapse of production will bear striking resemblance to the one which ripped through the continent one year ago, in all but one important respect. The squeeze on corporate profits, state, and municipal tax revenues, and personal income will precipitate uncontrolled chain reaction defaults and bankruptcies and bring down the entire banking and credit system once and for all.

Despite the evidence, much of it compiled by government agencies. Council of Economic Advisors Chairman Alan Greenspan told the Conference Board meeting yesterday that the August rise in industrial origin was evidence that the "economic recovery" had gained momentum, and concluded that an economic boom was due in 1976, complete with a 7 per cent growth rate! Afterwards Greenspan was asked by an IPS reporter "What do you think of the August drop in retail sales, from the standpoint of the consumer-led recovery?" The CEA chairman's eyes went glassy, and he shouted, "I've got to go now," and ran out. Our reporter could not catch him.

Interestingly, earlier last week Greenspan's Wall Street consulting firm. Townsend-Greenspan, from which he is temporarily on leave, candidly admitted to IPS that should the vaunted consumer sales upswing fail to materialize the entire economic upswing would be "blown to pieces." Quiet rumors are now circulating throughout Wall Street that Greenspan's firm will refuse to rehire him after he is relieved of his present duties.

by David Goldman

Sept. 17 (IPS) — International trade will slump from its present 10 per cent annual rate of contraction to a more than 20 per cent rate of collapse by mid-October, according to an IPS survey. The only positive feature of international commerce picture is the present expansion of East-West trade, and expansion of trade between the socialist countries and the Third World.

The survey — which focused on capacity-utilization in dry-cargo shipping, shipping rates, and the issuance of short-term credits in international commerce — shows that current orders and available short-term credits will sustain the present low levels of international trade for the next 30 to 60 days. But the "pipeline" of international trade is drying up rapidly, due to chaotic conditions in the dollar credit sector, on which 60 per cent of international trade depends.

Down, Down, Down

Generally, commercial orders for international delivery reflect the state of industrial orders, and anticipate industrial output. In a pattern identical to the fall-off in anticipated industrial output in the U.S. sector, current indicators show a downward slide appearing between four and six weeks from now.

*Long-term credit issuances to major importing countries collapsed during July and August, and European governments have been forced to take emergency measures to prop up national reserves of their trading partners. National reserves are held by central banks as a pool of claims on other nations to pay for imports. Bond issues on the international market, a major source of financing for advanced sector countries with a wide gap between imports and exports, fell to near zero during August, and market sources indicate that the main international pool of funds will be moribund through June. Lack of funds to purchase international bonds has driven up interest rates by more than 1 per cent this month, a record rise to 11.5 per cent for top borrowers. The international market's benchmark of creditworthiness, the European Investment Bank, has had to withdraw from the market due to "unstable market conditions." the bank's underwriters say.

*The main demand on trade financing during the last few months,

large-ticket items being shipped to oilproducing countries, will dry up within the next few weeks, according to bankers, since the backlog of orders has thinned down, due to the \$20 billion drop in oil revenues during the past year.

Apart from the continuing Mideast orders, bankers say, other sectors of trade financing are shrinking rapidly. European demand for trade financing has dropped sharply, the survey shows, while Japanese borrowing for commercial uses in New York has dropped by 40 per cent since January, mainly due to a collapse in the country's imports of industrial raw materials. Japanese demand makes up 33.33 per cent of the New York market in bankers' acceptances, a much used form of trade paper.

*Dry cargo rates in international shipping have stabilized, according to a consensus of experts, only because recent Soviet grain purchases have given the sagging market a temporary boost. Once these shipments are concluded, or if they are interrupted by the State Department for economic warfare purposes, the shipping market will continue to collapse. Other commodities, such as coal, iron ore, and industrial raw materials, have fallen off sharply in international deliveries. One result of the market collapse is frantic lobbying by U.S. shippers to persuade Washington to exclude Soviet and other carriers from part of the U.S. market.

The single trade channel that is undergoing expansion is based on European extensions of credit to the Soviet bloc, which will borrow about \$1.5 billion to pay for imports during 1975. Although American banks have refused to participate in most loans to the Soviets, European bankers have made lending for East-West trade top priority. This has only secondarily to do with banking criteria. According to Ludwig Poullain, the chief of West Germany's third largest bank, the Westdeutsche Landesbank, the Soviets demand, and get, price discounts in their imports to compensate for inflationary Western interest rates. The extent of lending indicates that European bankers are already anticipating a political agreement between their countries and the Soviets to create transferable ruble financing arrangements for trade, bypassing the dollar credit sector.

Sept. 20 (IPS) — From the standpoint of plain financial criteria, there is no longer a basis for international trade.

By April of 1975, according to International Monetary Fund statistics, the volume of international trade (dollar value of exports minus inflation of export prices) had fallen by a full quarter, of which the industrial countries lost 20 per cent, and the underdeveloped sector, including oil producers, substantially more. This collapse corresponded to the 20 per cent drop in industrial production worldwide up to May 1975.

According to IPS estimates, the financial pressures on both the advanced sector and industrialized world will momentarily force a 50 per cent collapse of Third World trade and a 25 per cent collapse of advanced sector trade from current depression levels: economic holocaust. This corresponds to the next step in the staircase-collapse of industrial production, which began formally this week with the closing of a Ford Motor Co. economy car plant at the outset of the new model year.

But it won't happen this way. Trade is being sustained by the means identified in May by the International Caucus of Labor Committees: "A political declaration concerning those aspects of international trade we jointly intend to support and honor creates de facto interim credit for those economic and financial activities whose current maintenance is indispensable."

Credit for world trade is no longer provided through Rockefeller banks, but through the political statements and understandings of the Soviets, Third World governments, West German, French, and Italian industrialists, and the pro-Commonwealth faction in Britain. This works out to an agreement between these forces to employ existing financial mechanisms — including the remnants of the dollar system — to finance trade during the interim period in which negotiations towards lasting financial arrangements are underway.

Breakthroughs

In the past week, the following breakthroughs took place along these lines:

The Italian government made \$900 million in state credits available to finance East-West trade, which, in turn, became possible when the West

German government agreed to a moratorium on about \$500 million in debt payments due from Italy on a loan made last year. The West German government took this unprecedented action although, according to the loan agreement, it could have appropriated Italian gold reserves in lieu of payment.

Meanwhile, at an Italian industrial fair, Soviet and Italian representatives jointly outlined a program for integration of the Soviet and Italian economies, mutual exchanges of high-technology industrial equipment and raising agricultural output. In a related development, the Italian financial daily Il Fiorino praised the Soviet sector's stability in international trade pricing, in contrast to the wild fluctuations of commodities in trade in the dollar sector. Whether inflation - imported from the dollar zone into domestic European economies - could be exported into the Soviet sector has been the primary stumbling block in current negotiations over the use of the Soviets' transfer ruble in international trade.

Previously, the West Germans, the lead negotiator for Europe on the transferable ruble program, had insisted that the Comecon "modify" its pricing structure and, effectively, import inflation from the dollar zone. For Western Europe to agree to the Soviets' trading system, which has maintained price stability in most cases, as Il Fiorino already has, means breaking with the dollar, the generator of Europe's inflation.

While the Italians and West Germans have agreed to part with dollar reserves in order to finance current trade - an unthinkable policy by criteria financiers normally use — the Soviets are borrowing massively on the international dollar market, mainly from European banks, to finance further imports from the West. This year alone, the Soviet sector will borrow about \$2 billion for trade financing, a scale of indebtedness that has bewildered Western observers, who protest that the Soviets are financially conservative." As the Japan Economist magazine noted with mixed feelings, "The Soviets are borrowing rather than using their gold reserves because they feel that the dollar and International Monetary Fund are weakening...they plan to have a leading role in the new world monetary system and reduce the dollar to a second-rate currency." In recent financing, a lean from Comecon's International Investment Bank drew \$400 million under the West German Deutsche Bank's management; it had initially tried to raise only \$250 million.

West Germany's largest political party, the Christian-Democratic Union, discussed the use of the transfer ruble in East-West trade and joint development efforts with the socialist countries in the Third World at a meeting of its Economics Council this week. These discussions were reflected in recent talks on long-term economic cooperation between Comecon and West Germany between the Soviet leadership and CDU emissary Jan Eilers. These discussions, and emphatic statements on East-West trade by West German political leader Herbert Wehner and Hans Friderichs, the present Economics Minister, are the real basis for massive credit extensions to the Soviets by the West German banking system.

Contrary to U.S. press reports, which imply that Henry Kissinger's grain schemes occupy the main attention of the Comecon countries in the trade field, the Comecon countries explicitly prepared the past week's breakthroughs, with an organizing push that peaked in early September. East Germany's Leipzig Trade Fair earlier this month was the scene for discussions on East-West and "triangular" trade between the top East German leadership and industrialists from France, West Germany, and Italy. East German premier Honecker, in his speech, stressed the possibilities for the construction of road and rail links between the two Germanies, while West German chemical firms worked out arrangements which point to the integration of the German chemical industry.

Commenting on Comecon trade, an Italian newspaper noted the prospects for "joint cooperation in Third World countries...possibilities are outlined for Iraq, Algeria, Nigeria, and other countries, above all in the planning and construction of complete chemical plants and irrigation facilities."

Arabs Freeing themselves
Hungary and Czechoslovakia this

week signed an agreement for joint financing and construction of a pipeline to ship Mideast oil to the Comecon area, with Kuwait and Libya. This is tied to efforts during the past month by Kuwait, joined by Iraq and Libya, to free their oil exports from the grip of the Rockefeller-dominated oil cartel, the Arabian-American Oil Company (ARAMCO). This week, Kuwait incorporated the International Petroleum Company, with 25 per cent Kuwaiti capital. It combines Kuwaiti and other Mideast oil suppliers with Danish distributors, Italian refiners, and English, French, and Swiss oil firms, in an open effort to displace the Rockefeller grip on Mideast oil. Aramco, meanwhile, has insisted that Kuwait has no right to ship its oil, except where Aramco permits it to!

There are few illusions among the participants in these trade arrangements concerning the future of the dollar. "We will borrow for one more year - then everything will be different," the central bank governor of one Mideast country with large Eurodollar borrowings told IPS recently. There remain major political questions to be settled before the transfer ruble and gold can be used to extend international credit, i.e., whether Europe will permit the dregs of the Allied Occupation to remain in high offices. Indeed, the chaos spreading throughout the dollar sector could choke off existing tradefinancing facilities at any point, and the Sept. 30 rollover date on the international dollar market will probably force the issue. But trade is not proceeding because of the dollar, but in spite of it. Trade depends exclusively on current political agreements between the future constituents of a functioning International Development Bank.

UN Session ends in Victory for Third World on Debt, Development

by Peter Ennis

UNITED NATIONS, N.Y. Sept. 16 (IPS) — The Seventh Special Session of the United Nations General Assembly ended today as a major political victory for the Group of 77 developing nations, when the European Economic Community broke with the U.S. and backed the essential demands of the developing nations for the establishment of "a new international economic order." A final conference resolution was unanimously passed by consensus early this morning, with an isolated United States the only country to voice major "reservations."

While the content of the resolution passed today, in light of the imminent collapse of the dollar-based monetary system, is not that substantial, the major political victory won here by the Group of 77 sets the stage for further cooperation between the developing nations and the nations of Europe around a program of breaking with the dollar through debt moratoria and expanding "triangular" trade and development agreements with the Comecon nations.

The major break in the conference came yesterday, when the Group of 77, led by Iraq and Algeria, decided to submit for conference adoption an agreement reached with the European Economic Community and Japan concerning levels of development aid and other issues subsumed within the "transfer of resources" discussion category. This key Third World-European alliance jelled following the breakdown of negotiations between hated U.S. Assistant Secretary of State Thomas Enders and representatives of the Group of 77. The U.S. refused to accept the key demand of the developing nations contained in the "transfer of resources" category - a net total of 1 per cent of advanced sector GNP (total aid minus that portion immediately consumed in debt service) be provided as development as istance by the industrial nations by the end of this decade. This target, if met, would necessitate the cancellation of the \$130 billion of outstanding Third World debt. Several Third World delegates said that while the United States was not genuinely willing to discuss and compromise, the opposite was the case with the Europeans and the Japanese. "The Europeans certainly came a long way," one key delegate told IPS.

The cooperation between the Group of 77 and the EEC around the issues subsumed under "transfer of resources" was carried over to the final document when the Ad Hoc Committee in charge of negotiations met early this morning to adopt the final resolution. Speaking on behalf of the EEC, the representative of Italy expressed EEC support for the final decument and emphasized several points of agreement which he thought to be of particular importance. Then, on behalf of France, the EEC representative said that the French government considered it a necessity that the problem of debt service of developing nations be part of discussions to increase overall financial assistance to the developing countries. The United States, however, raised at least six major "reservations" concerning the final document.

U.S Isolated The willingness on the part of the EEC nations to cooperate was a direct result of the pressures within Europe to break with the U.S. dollar, and was the alliance Kissinger most feared would develop. Previously in the negotiations the United States wiggled out of an expected debate on means of relief of the tremendous debt burden of the developing countries by "agreeing" to participate in a conference to discuss the debt problem. Despite this temporary escape from joint Third World-European declaration of debt moratoria, however, Kissinger failed to halt the momentum of the Group of 77, gained largely through the relentless organizing of Algeria and Iraq, and given a major push by the cooperation from Europe. This momentum and the necessity for Europe to break with the dollar to avoid a depression collapse are sure to produce substantial programmatic discussion at the up-coming Paris conference on energy and other economic issues, as well as the UNC-TAD (United Nations Conference on

Trade and Development) meeting on October 27.

While the official line from the United States State Department is that the conference was a success because the final document included many of Kissinger's "proposals" as presented in his speech two weeks ago and because "genuine negotiations" took place, the reality of U.S. isolation was dramatically shown by the loss of composure by U.S. Ambassador Daniel Moynihan in a press conference this afternoon. An IPS reporter asked Assistant Secretary of State Enders, also present at the press conference, if he thought Algeria and Iraq had attempted to "wreck" the conference, as one U.S. delegate said two days ago. Moynihan interrupted the question saying, "I'll answer that. Did he (the U.S. delegate) say that in public or private?" When informed that the delegate knew very well who IPS was, Moynihan wildly claimed, "If he said that he was probably right." He then went on to say that while "it is not for us to comment" on the internal meetings of the Group of 77, (sic) several radical nations "had thought there was not enough to be gained from the negotiations," and therefore tried to disrupt them. However, he lied, "the stronger voices" of the "moderate" nations predominated. Earlier in the day Moynihan began a statement to the General Assembly by saying, "Mr. Presidnet, Mr. Secretary General, on behalf of the United States, which styles itself nonsocialist...!!"

Yesterday the Chairman of the Group of 77 issued a statement denouncing claims made by Moynihan on television two days ago that several countries within the Group of 77 were disrupting the negotiations. Clearly stating that the Group of 77 had tried to "maintain a harmonious atmosphere" throughout the negotiations, the Chairman, Garcia Robles of Mexico said, "We therefore take the strongest exception to statements of this kind which imply that our group is acting in any but the most responsible manner - statements which can only create disharmony to the detriment of the UN and the interests we all seek to serve."

Special Report:

Congress Facing Showdown on Police State

by B. Barré

WASHINGTON, D:C:, Sept. 17 (IPS) -A constitutional crisis and a diversionary extravaganza by the Senate Select Committee on Intelligence is the premese for Rockefeller's moves to institute sweeping gestapo reorganization of the intelligence community and domestic police state "reforms." The scene is reminiscent of the 1961 scapegoat trial of Adolph Eichmann.

Operation Eichmann

As Eichmann was made the convenient focal point of anti-Nazi rage to cover Rockefeller's active and wideranging Latin American Nazi network, so Senator Frank Church staged televised hearings yesterday spotlighting the CIA's failure to carry out a Presidential order to destroy two poison canisters. With toy dart pistols waving, one-time OSS operative Church drew attention away from the Rockefeller-Kissinger-National Security Council international deployment of terrorists and dirty trick experts. That story broke Monday in a front-page Washington Star News article on former government agent Roy Frankhauser.

The widely publicized Church circus feeds the debate on the reformation of the command and control structure of the CIA. The debate paves the way for the unconstitutional "reforms" recommended by the Rockefeller and Murphy Commissions earlier this year. Last weekend, both Ford and Rockefeller revealed they were studying how to administratively implement such changes

Despite Church's best efforts to cover for Rockefeller, a document released by his committee yesterday showed that the CIA had used the New York City subway system for a dry-run covert attack using simulated poison gas-Rockefeller's real target is the domestic population!

Ford Defles Shbpoena

With Church holding center stage yesterday, President Ford announced his intention to defy a subpoena ordering him to turn over classified documents on the Vietnam war to the House Select Committee on Intelligence. Ford's reason: the Committee's refusal to change its operating procedures.

Committee chairman Otis Pike (D-NY) remarked, after Ford's news conference, that he would oppose any compromise on Congressional rights to both declassify material classified by the executive branch and subpoena and obtain Presidential documents. Pike told a reporter that "it will be my recommendation that we...go into court" if Ford fails to turn over the documents today. Pike is refusing to relinquish classified documents in the Committee's possession as per Ford's order last week.

The most serious constitutional confrontation between the legislative and executive branches since President Nixon refused to turn over documents and tapes subpoenaed by the Senate Watergate and the House Judiciary Committees is being used by the Rockefeller Administration to revive policestate legislation via passage of the notorious Senate Bill 1 (S.1). At yesterday's press conference, Ford unveiled the Rockefeller strategy: "I think it is fair to point out...that some of the (classified) material (released by

the Committee) is specifically protected by law, and if a private citizen were to release that information involving communications intelligence, it would be a criminal—a serious criminal offense:"

"I am not saying that the Congress has violated a criminal law, or this committee has done so. I only use that

as an illustration..."
Ford stopped short of actually accusing Congress of a criminal action in its release of four unauthorized words from a classified document last week. The import of his threatening remarks was made clear by the recent flurry of activity by Rockefeller agents in Congress. IPS learned today that S.1 will be reported out of a Senate subcommittee to the full Judiciary Committee in the next two weeks. S.1 specifically provides for strict penalties to citizens, public officials, and press personnel who make public information or crimes related to national security. The bill restores the Smith Act, making it a crime to advocate revolutionary change, defines a riot as an "assemblage of five persons" which endangers "property," revives laws made inoperative by the courts, and imposes restrictions not dreamed of during the psychotic McCarthy era.

Rockefeller enforcer Sen. Hugh Scott (R-Pa.), an ardent supporter of the bill, yesterday agreed to grease the legislative machinery for passage of S.1 by endorsing a set of "liberalizing" amendments sponsored by "liberal" colleague Birch Bayh (D-Ind.). These amendments are designed to draw Congress into a debate on whether to abolish 90 percent or 95 percent of the

constitution.

Levi Forces Frankhauser to Plead Guilty

PHILADELPHIA, Pa., Sept. 16 (IPS) — Due to the personal intervention of U.S. Attorney General Edward Levi through the U.S. Attorney's office in Philadelphia, former government agent Roy Frankhauser today pleaded guilty on two counts to charges stemming from his activities while acting as an agent for Federal agencies, and from a government-directed frame-up. As the U.S. Labor Party had warned, part of Levi's "deal" involved stipulations that Frankhauser make certain statements about the U.S. Labor Party, which have not yet been revealed.

Levi intervened to suppress and destroy evidence of illegal activity by federal agencies and prevent that evidence from coming before Congress. Information provided to the U.S. Labor Party by authoritative sources indicate that Frankhauser has been placed in a controlled terror environment where this evidence is in immediate danger of being destroyed through brainwashing or some form of menticide. This has been done in full coordination with the

U.S. Attorney's office.

U.S. Labor Party sources report that Frankhauser was today again offered a "deal" where he would have to: 1) sever the government from responsibility and recant previous testimony implicating the Alcohol, Tobacco and Firearms Division of the Treasury Dept., the FBI, the NSC, and the Attorney General's office in gun and drugrunning operations; 2) to stop talking Labor Party "nonsense" of government involvement in these crimes; 3) to gag himself for five years.

Before trial the U.S. Prosecuting

Attorney, Frankhauser's court appointed lawyer, Schmuckler, and the judge met secretly in the judge's chambers. All indications are that Mr. Frankhauser was terrorized by playing on his fear of the prison environment (where he was once brainwashed), lobotomization, and — or further brainwashing. It is known that Mr. Frankhauser had previously received threats of 51 years imprisonment emanating from the U. S. Attorney's office.

At the trial Schmuckler stated his "defense" of Frankhauser: That he (Frankhauser) was not in the employ of the government on one count, and in the second, Frankhauser had been told to back off the operation which he had refused to do. A guilty plea was entered on both counts, each with a maximum sentence of 10 years and \$10,000 fine.

The government threatened to complete the frame-up with a felon, a lobotomized zombie, and a Federal

agent.

Investigation Urgent

Now more than ever, Roy Frank-hauser's life is in immediate danger — including the threat of assassination at the hands of the intelligence community. The publicity begun by the headline story on Federal Government complicity in terrorism in the Washington Star on Sept. 14, must be expanded to all major press cources

Today's developments underscore the immediate necessity for Congressional intervention of the Reading gunrunning network, and of FBI-CIA operations against the U.S. Labor

Party.

Liberal Dems in Full Retreat

by Barbara Barré

Sept. 20 (IPS) — Nelson Rockefeller's drive to establish a police state in the U.S. has gathered steam in the last 48 hours with the temporary collapse of his erstwhile "liberal" Democratic factional opposition, nominally led by Senator Edward Kennedy. The liberal Dems' "Fall Offensive" against Rockefeller's Murder, Inc., publicly advertised by the House and Senate Select Committees on Intelligence, has turned into a cheerleading apology for a reorganization of the government under a National Security Council (NSC) dictatorship.

With the Democrats in full retreat, Rockefeller is quickly and quietly bombarding Congress with a host of domestic fascist legislation: the notorious Senate Bill 1 (S.1), institutionalizing a Gestapo criminal code reform, is now on its way to the Judiciary Committee — of which Kennedy is a member; and Secretary of Labor Dunlop's corporatist labor-management bill for the construction industry, with Kennedy's sponsorship, is now on the House floor awaiting a vote — a scant ten days after it came into existence!

Rockefeller's reorganization blueprint inspired by the words of the Murphy Commission, calls for expanding the powers and personnel of the NSC to encompass responsibility for international economic policy - the guts of any foreign policy. Under this plan, the Treasury Secretary would immediately join the NSC, with the Secretaries of Agriculture, Commerce, Labor, etc. speedily following suit, thereby consolidating a super-cabinet in the NSC. The objective: to establish a top-down, 1984-style economic dictatorship over the world's resources and their allocation, and facilitate the implementation of fascist economic policies domestically. An alternative Murphy Commission proposal is to junk the NSC and create an "overall policy council" for both foreign and domestic matters, an International Economic Policy Board by which the State Department swallows the government whole.

Despite the awesome magnitude of these structural changes, they are without content, and therefore doomed to failure, since Rockefeller has no strategy for putting the depression-wracked economy back together. Naked terrorism and triage is all the "policy" the Fang's got.

In the last few days, spokesmen for

the liberal Democratic braintrust have confided to IPS that the antics of Senator Church's Intelligence Committee will result in proposals to abolish covert "dirty tricks" operations, turn the CIA into a "college of analysts," and make the NSC into an economic council that will employ foreign aid. credit, trade, the World Bank as weapons. Robert Borosage, a colleague of former NSC staffer Morton Halperinat the Center for national security Studies, told IPS on Thursday, "My goal is to get rid of thugs. International economics will replace thugs." boycotts instead of beatings. Squeamishly turning a blind eye to NSC coordination of international terrorism, Borosage added, "Don't worry about the National Security Council...Do you know the Murphy Commission? That's the way they (NSC) are going to go."

Simultaneously, leading liberal fascist Senator Stuart Symington (D-Mo.) introduced a bill into Congress that would make the Secretary of the

Treasury a member of the NSC. Colleague Mike Mansfield jumped to add his name to the Murphy Commission bill. Symington's aide claimed the Senator had formulated the idea himself — inspired by Herbert Hoover's 1948 recommendation that the NSC become economic policymaker supreme!

On the same day, Symington warned of an impending fascist threat: "There is a great danger in this country. It's comparable to the one that swept Germany in the 1930s. If you look at the economy...New York City, you'll know what I'm talking about."

Symington's schizophrenia epitomizes the "psychology" of the gutless liberal. Once known for unpredictable outbursts of rage, the Senator some 20 years ago underwent a sympathectomy, a procedure whereby his sympathetic nervous system was severed from his spine. This saved Rockefeller the trouble of removing it altogether. Since then, Symington has the reputation of being a docile, well-behaved fellow.

Further clinical symptoms of the same disorder were exhibited by Sargent Shriver at a Washington press conference today where he announced his presidential candidacy as a stalking horse for Kennedy and left observers wondering if he were not a stand-in for Nelson Rockefeller. Among the leaders of the Committee for Shriver," the candidate said, are Cyrus Vance, newly named head of the Rockefeller Foundation, Thomas Watson, Chairman of IBM, and Richardson Dillworth, Jr., the Rocke-

feller family's personal financial adviser.

In his remarks, Shriver warmly endorsed Secretary of State Kissinger's extortionate speech to the United Nations Special Session, terming it "the beginning of U.S. policy for the Third World." Calling Kennedy "the best and most qualified" Democrat to be President, Shriver also endorsed Rocky's plans to expand the NSC, saying it "would not have adverse effects on East-West trade, especially under a Shriver Administration."

The day before, a Shriver campaign aide told IPS that the candidate welcomed efforts to implement the Murphy Commission proposals which "Mr. Shriver and other Democratic Presidential candidates could act on."

Meanwhile, the candidate behind the candidate held hearings of his Joint Economic Subcommittee on Energy yesterday and warmly welcomed Kissinger to testify, praising the "conciliatory" Fat Henry of Kansas City, the UN, and the International Energy Agency. Kennedy remained expressionless as Kissinger ruled out any U.S. accomodation with the Third World. Kissinger stressed repeatedly in his presentation that current NSC negotiations with the Soviets over grain for oil - an exemplary model of the Murphy Commission "reforms" in action (see article, p. 6) - are "very fruitful" even though he is not at liberty to say anything concrete about them yet. Silent, Kennedy gave his acquiescence to Rockefeller's efforts to put U.S. economic, trading and credit processes under the wraps of the NSC.

Kissenger Threatens Nuclear Terror Over Portugal, Middle East

by Lyndon H. LaRouche, Jr. U.S. Labor Party candidate for President of the United States

Sept. 18 (IPS) — The past weekend's televised infantile outbursts by U.S. United Nations Ambassador Patrick Moynihan and President Gerald Ford's Canute-like posturing in Texas last week are merely symptoms of a monstrous ugliness erupting behind the scenes. A series of major diplomatic and other political defeats has prompted the Rockefeller faction among the "Atlanticists" to launch a counterthrust of pure terrorism, including a posture of threatened thermonuclear confrontations.

The two flash-points prominent during this month have been Portugal and the Middle East.

'Although Ford's public insistence that the CIA is not being used in Portugal is a completely false statement, his report that "diplomatic" measures have been the principal U.S. weapon used contains a germ of half-truth. In fact, Labor Committee investigations have collected a large amount of direct evidence of massive National Security Council-coordinated deployment of arms and pro-fascist personnel from the U.S. into Portugal — in addition to massive NATO airlifts of pro-fascist fighting forces into Portugal from Angola. The half-truth in Ford's public statement is that the main weapon used has been unprecedented threats of economic warfare and military interventions against Portugal, coordinated through State Department "hit man" Frank Carlucci.

In itself, Kissinger's recently negotiated "cosmetic" agreement on Egypt-Israel Sinai armistice lines is a contemptible carnival performance, accomplished through "Mutt and Jeff" outrages against both the Rabin and Sadat governments. In fact, as Israeli Ambassador Herzog's recent UN address details, the Israelis have been moving rapidly toward a general comprehensive agreement with Arab forces on the basis of area development pacts consistent with the gist of the "Group of 77" proposals. Only working agreement on discussion of the rights of the Palestinian Arabs need be added to Ambassador Herzog's formulation for serious, comprehensive Middle East peace agreements to begin at Geneva.

Taken by itself, the "cosmetic" Sinai agreement is mainly a preemptive action taken by Kissinger in an effort to block meaningful negotiations already in preparation. Otherwise, the significance of the pact itself is entirely contained within the secret "additional" agreements. As the recent flap over Pershing missiles properly suggests, the gist of the whole affair is Rockefeller-Kissinger re-escalation of moves toward a thermonuclear confrontation. using threats of a limited nuclear strike by Israel in the way indicated by Schlesinger's RAND Corporation "flexible response" doctrine.

In addition to the direct threats of thermonuclear confrontation over Portugal and the Middle East, Kissinger and the Rockefeller brothers have turned on all the spigots in threatening and attempting outright military coups and other "destabilization" actions against any government which strays from the Rockefeller-Kissinger line. The current "destabilization" plot against Great Britain and moves in the same direction in West Germany, Italy, and elsewhere are part of the same package.

The televised performance of Moynihan correctly indicates that Kissinger is reacting immediately to the "threatened" success of triangular prodevelopment agreements among the Comecon, the developing sector, and European and Japanese regions of the industrialized capitalist sector. More deepty, Rockefeller's obscene rage is motivated by the same spiraling economic collapse which is pushing European and Japanese industrialists, among others, toward triangular prodevelopment cooperation agreements. The U.S. dollar, as presently constituted, is bankrupt - a fact emphasized by the skyrocketing of U.S. interest rates above those of even bankrupt-Italy. The debt structure of international dollar-denominated loans, on which the Rockefeller family empire directly depends, is faced with collapse — Rockefeller and Company are reacting like the last Tyrannosaurus faced with evidence of its impending extinction.

The Soviet Reaction

Recent diplomatic shifts by Soviet and other Comecon spokesmen inevitably reflect the Rockefeller-Kissinger renewal of thermonuclear confrontation threats. Spokesmen of the German Democratic Republic have been clearest in this week's statements on the matter. Warnings of a potential abrupt turn in the international situation have been publicly linked to both the special urgency of disarmament agreements and the case of Portugal.

In part, the relatively low profile of Comecon spokesmen during the recent UN special sessions was merely consis tent with Comecon policy of commitment to supporting the developing sector within the "Group of 77" and UNC-TAD. Comecon spokesmen generally stated their policy and then avoided involvement in the unprecedented intensity of negotiations occurring in the committee meetings and lobbies. The prudence of such a Comecon policy coincides with points made in the initial public presentation of the International Bank proposal, at our April 24 press conference in Bonn, West Germany.

However, the extent to which Comecon representatives went to avoid even a hint of involvement in the often sharp confrontations between U.S. and developing sector representatives can not be assessed apart from the way in which almost "single issue" emphasis was placed upon the "disarmament" proposal in Soviet publications' treatment of that topic.

Such a tactical posture is understandable, even though it is not the policy we would follow were we in the Comecon leadership. From the Comecon standpoint, major Western European capitalist forces, tentatively supported by a parallel thrust among some U.S. capitalist groups, are pushing for pro-development triangular economic cooperation. It is understandable that the Soviet leadership would wish to avoid complicating the factional situation of such pro-development capitalist factions. This point is emphasized by the fact that the Rockefeller factionsupporters in both the U.S. and Western Europe currently have only one big stick in their efforts to counterattack against the pro-development factions: the demand that the pro-development capitalist factions subordinate everything to the "principle" of loyalty to post-war NATO anti-Soviet alliances.

Under these circumstances, which are the situation in fact, the Soviet leadership has narrowed its tactical focus to the immediate danger of Rockefeller-directed military confrontations, It has not lessened its practical efforts to enhance pro-development economic cooperation, but has maintained a low profile on direct confrontations with the Rockefeller forces and the developing sector on the issue of international debts.

Certain Communist Parties

Rockefeller-Kissinger threats on other fronts have been supplemented by massive threats against certain vulnerable Communist parties — notably the West German DKP and the Canadian CPC. Kissinger, in tandem with the Brandt faction of the West German Social Democratic Party (SPD), has threatened to outlaw the DKP and

has caused similar threats of repression to be directed against the CPC and forces within the Communist Party USA. The three issues which Brandt and other Kissinger agents have raised in connection with these threats of repression are Portugal, Maoism, and the Labor Committees.

The DKP, CPC, and CPUSA will be permitted to conduct ineffectual, "bloody-shirt-waving" sorts of expressions of literary sympathy and low-profile educational meetings for the Portuguese Communist Party, but are subject to ruthless acts of repression if they attempt to undertake active organizing in behalf of support for the Portuguese revolution.

In West Germany, although paid gangs of Maoist hooligans are conducting saturation assaults on DKP meetings, rallies, and newspaper distributions, the DKP has been warned by Brandt and Company that any DKP mobilization against such Maoist attacks will lead to abrupt outlawing of the party.

Also in West Germany, "Atlanticist" spokesman Brandt has taken a variety of unprecedented actions threatening even SPD members of parliament who are found discussing with members of the Labor Committees, and has deployed the top security agent of the SPD in related connections. The DKP

has been directly threatened with reprisals if it is found allied with the Labor Committees.

The pressures from the outside are aggravated by NATO intelligence agents planted within the parties. In West Germany's DKP, the NATO agents planted as disrupters and provocateurs within the party are coordinated with the PCI-Pajetta-created networks based in the Cologne section of the party leadership and are overt sympathizers of the Maoist organizations leading the SA-type assaults on both Labor Committees and DKP organizers. In the CPC and CPUSA, the prominent base of agents within the parties includes the British Columbian. Maoist-oriented factions, and the forces centered about Herbert Marcuse protegé Angela Davis in the Young Workers Liberation League and Daily World editorial offices.

The recent eruption of National Security Agency-directed slanders against the Labor Committees in the CPC and Daily World represent a sudden about-face forced upon Communist leaders recently moving toward collaboration with the Labor Committees, a capitulation to threats which is essentially a cover for a tone-down line on Portugal and a softer approach to the National Security Council's Maoist countergangs.

Polls Show Gibbons to Make Boston Run-off

by Paul Arnest

BOSTON, Sept. 20 (IPS) — If the Boston Mayoral election took place today, U.S. Labor Party candidate Robert Gibbons would receive 38 per cent of the vote among the city's public workers, assuring Gibbons a place in the run-off race between the top two candidates. A straw poll of the city's 25,000 AFSCME workers, taken by the union and leaked to the Labor Party by knowledgeable AFSCME sources, gave Gibbons 38 per cent of the vote, the non-entity State Senator Timilty 52 per cent, and incumbent Mayor Kevin White, the CIA's favorite son, a pitiful 10 per cent.

According to one union leader, the 52 per cent vote for Timilty is a protest vote by workers still too timid to go communist.

The poll results have dealt a severe blow to CIA plans to rob tens of thousands of USLP votes in Tuesday's primary.

The Labor Party's own straw polls reveal a voter strength in key districts ranging from a base-line 15 per cent to upwards of 75 per cent in working-class districts.

Tonight the Gibbons campaign is

making preparations for Gibbons' appearance tomorrow before a mass meeting of the Boston Teachers Union. The teachers' contract extension expires at midnight Sunday, and Gibbons will call on them to include the call for a debt moratorium in their demands. White, his LEAA-orchestrated school busing race riot scenario reduced to shambles by the Labor Party, is now pressing ahead with his attempt to lay off several thousand teachers without even a pretense of a liberal cover. would go further than (New York Mayor) Beame" in slashing services to pay the city's banks. White told an interviewer last week.

At the same time Gibbons is preparing an offensive against White's LEAA-funded citywide methadone brainwashing and slave labor apparatus. Gibbons' initial targets will be a prize LEAA project, the "Treatment Alternatives Screening Center" (TASC), which runs a comprehensive methadone addiction and slave labor brainwashing program for the youth driven out of the schools by White.

The growing revolt against the White administration has produced substantial press coverage for Gibbons by

all major media outlets but the Boston Globe. Television news clips have given heavy coverage to Gibbons' frequent appearances on the USLP picket line at the downtown Kresge's.

In polls taken in the heart of Boston's key working-class centers, Gibbons has consistently scored 75 per cent of the working-class vote. A worker contact who organized her own campaign tour in black working-class Mattapan polled 20 workers and found 100 per cent for Gibbons.

However, Gibbons campaign staffers said, when the votes of those who are afraid to speak to USLP organizers, as well as those of the petit bourgeoisie and rich, are added to the total, Gibbons' massive pluralities will diminish. In Boston's "black belt," Roxbury. North Dorchester, and Mattapan, where the USLP won 12 per cent in Congressional races last year, the USLP expects to win 40 per cent of the turnout. In Boston's South End and South Boston, where the USLP won 14 to 25 per cent last year, the USLP projects 30 per cent, with an even split for the other two major candidates, and in working class East Boston, 25 per cent for the USLP.

by Norm Pearl

SEATTLE, Sept. 20 (IPS) — The U.S. Party qualified two candidates for the November run-off race here and reaped 21 per cent of the vote in municipal elections last Tuesday, despite selective vote fraud in the areas of heaviest Labor Party support and an FBI-LEAA orchestrated last-minute terror wave calculated to frighten voters away from the polls.

In the race for City Treasurer, USLP candidate Carol Ruckert qualified with 18 per cent of the vote. Marianna Stapel, USLP candidate for City Council, also qualified for the November election with 14.3 per cent of the vote. Brian Lantz, who polled 21 per cent in his race for Comptroller, did not qualify. An anlysis by precincts shows a similar pattern of support for USLP candidates thoughout the city.

The Seattle election results are a foretaste of what the Labor Party will be polling in upcoming elections around the country, given even half-way honest vote tallies.

Just prior to the elections, Seattle witnessed one terrorist bombing and several bomb scares carried out by the FBI's local minions. The evening before the elections, a Seattle TV station aired a program playing the terrorist incident in Belfast style. At the end of the show viewers were asked, "Will anyone turn out for the election?"

Days before the election, a halfcrazed gang of fascists suddenly surfaced in black areas of known Labor Party support and distributed a series of "communist" leaflets advocating race war.

National Crossfire

The Seattle election results have had an electrifying effect on workers throughout the country. In Camden,

N.J., scene of blatant electoral fraud earlier this year, workers responded to the Seattle results by buying more than 100 New Solidarities in rapid order, and dug donations out of their pockets.

"It looks like you're a major party," commented a worker in Tacoma, Wash., as he fished into his pocket for a donation. In Portland, a formerly hostile banker bought a Labor Party International Development Bank brief, saying, "It looks like we may win." The excitement reached into Canada, where a Vancouver member of the Canadian-Soviet Friendship Committee contributed \$9.

In Seattle, when police attempted to bust up a rally, a listener told the cops, forcefully, "I want to hear what they have to say. They have a right to be heard." The cops backed down. Another worker slapped \$20 into an organizer's hand.

Despite the high USLP totals, there was indication of vote fraud in several areas. In the two-part election for City Council position 2, in which voters who chose one candidate to fill out the rest of the present term, voted a second time for a candidate for the succeeding term, Marianna Stapel, who qualified with 14.3 per cent of the vote for the remainder of the present term, received only 1.75 per cent of the vote for the succeeding term. LEAA-sponsored Chip Marshall, a confessed terrorist and "ex"-Weatherman, was the recipient of votes siphoned off from Stapel.

A second example of vote siphoning was in the City Council position 5 race, where Nick Braun received only 8.7 per cent in this heavy Labor Party area while unknown Socialist Workers Party candidate Patricia "Big Potato" Bethard, who did not actively campaign, polled 17 per cent.



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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE EARLY NEWS ROUND-UP TUESDAY, SEPTEMBER 16, 1975 1430 HOURS EDT

I. WORLD PRESS SUMMARY: INTERNATIONAL NEWS

WORLD PEACE COUNCIL'S CONFERENCE CALLS FOR WORLDWIDE MOBILIZATION IN DEFENSE OF THE PORTUGUESE AND ANGOLAN REVOLUTION

SEPT. 16 (IPS) — THE WORLD PEACE COUNCIL, AT A MEETING JUST CONCLUDED IN THE FORMER WEST-AFRICAN PORTUGUESE COLONY OF GUINEABISSAU, CALLED FOR INTERNATIONAL SUPPORT BY ALL PROGRESSIVE PARTIES, UNIONS, RELIGIOUS GROUPS, YOUTH AND WOME S GROUPS, DEMOCRATS AND ANTI-FASCISTS IN SUPPORT OF THE ANGOLAN AND PORTUGUESE REVOLUTIONS. ALL ANTI-FASCISTS SHOULD UNITE "AS IF THEY HAD NO DIFFERENCES...TO RAISE A SOLID BARRIER AGAINST INTERFERENCE AND AGAINST THE IMPERIALIST CONSPIRACY AGAINST PORTUGAL...PORTUGAL WILL NOT BE THE NEW CHILE OF EUROPE," SAID THE RESOLUTION, ACCORDING TO A REPORT IN THE PORTUGUESE DAILY O SECULO SEPTEMBER 13. THE WPC CALLED ON THE NATIONAL ORGANIZATIONS OF THE PEACE MOVEMENT TO PROMOTE THE CREATION OF SOLIDARITY COMMITTEES FOR PORTUGAL AND ANGOLA.

IN REGARD TO SOUTHERN AFRICA, THE CONFERENCE CALLED FOR AN OFFENSIVE BASED ON ANGOLA AGAINST "THE SPECIAL DANGER OF THE SOUTH AFRICAN REGIME."

THE DEFENSE OF PORTUGAL AND ANGOLA WAS LED BY GUINEA-BISSAU AND ALGERIAN DELEGATES AT THE NCONFERENCE.

FORD CONFIRMS CARLUCCI ROLE IN PORTUGAL

SEPT. 16 (IPS) -- PRESIDENT FORD IN AN INTERVIEW WITH THE CHICAGO SUN TIMES YESTERDAY REPORTED THAT THERE WAS NO NEED FOR A MAJOR CIA OPERATION IN PORTUGAL BECAUSE THE CURRENT SHIFT IN THE PORTUGUESE SITUATION WAS FORCED BY "NORMAL DIPLOMATIC PRESSURES" FROM THE U.S. U.S. AMBASSADOR TO PORTUGAL, FRANKIE CARLUCCI, THE IMPLEMENTOR OF THOSE "NORMAL DIPLOMATIC PRESSURES," IS CURRENTLY UNDER ATTACK FOR HIS LONG HISTORY OF DESTABILIZING GOVERNMENTS SUCH AS THE CONGO, BRAZIL, AND CHILE.

U.S. DESPERATION AT GROUP OF 77 UN PROPOSALS

PARIS, SEPT. 16 (IPS) -- UNDER THE TITLE OF "GREAT U.S. MANEUVERS AT THE UN SESSION ON DEVELOPMENT", TODAY'S L'HUMANITE, DAILY OF THE FRENCH COMMUNIST PARTY, STATES THAT AN AGENCE FRANCE PRESS RELEASE

HAS ACCUSED THE U.S. OF "DOING EVERYTHING POSSIBLE TO PREVENT THE ASSEMBLY FROM REACHING AN AGREEMENT ON THE PROPOSALS OF THE 77, PROPOSALS WHICH CHALLENGE...IMPERIALIST DOVINATION"..."TO REACH THEIR OBJECTIVES, THE U.S. HAS REPORTEDLY PRETENDED TO CONCEDE TO THE DECLARATION ON INDUSTRIALIZATION OF THE THIRD WORLD THAT WAS ADOPTED BY ONUDI LAST SUMMER IN LIMA WITHOUT THE AMERICAN CONSENT."

DESTRUCTION OF LABOR

SEPT. 16 (IPS) — AN AUTOWORKER AT THE PEUGEOT FACTORY IN SOCHAUX, THE DOULIS REGION, CAUGHT HIS HAND UNDER A 150-TON PRESS. IT TOOK TWENTY MINUTES TO DISENGAGE HIS SMASHED HAND. TODAY'S L'HUMANITE, NEWSPAPER OF THE FRENCH COMMUNIST PARTY, REPORTS THAT THE WORKER WAS NEW ON THE JOB AND HAD NOT BEEN INFORMED OF SAFETY PRECAUTIONS. THE REAL REASONS FOR THIS ACCIDENT ARE THE SAME AS THOSE BEHIND THE DOZENS OF SUCH ACCIDENTS IN FRANCE EVERY MONTH, AND WERE GIVEN BY ONE OF PEUGOT'S FOREMEN: "WE ARE ASKED TO HAVE ALL THE MACHINES GOING, TO GET OUT PRODUCTION WITH A MORE AND MORE REDUCED WORKFORCE AND ONE WHICH HASN'T BEEN TRAINED ON ALL THE JOBS. THE ACCIDENT WHICH JUST OCCURRED WAS THUS TO BE EXPECTED."

LEFT GAULLISTS PAY VISIT TO PCF

SEPT. 16 (IPS) -- THE LEFT-GAULLIST "FRONT PROGRESSISTE" POLITICAL FORMATION SENT A DELEGATION TO THE FESTIVAL HELD BY THE FRENCH COM-MUNIST PARTY (PCF) NEWSPAPER L'HUMANITE LAST WEEKEND. THE FRONT PROGRESSISTE HAS REPEATEDLY DENOUNCED FRENCH PRESIDENT GISCARD D'ESTAING AS AN ANTI-WORKING CLASS NATO AGENT OVER THE PAST FEW MONTHS.

LEBANESE ARMY ACTS AGAINST LEFT

SEPT. 16 (IPS) -- UNITS OF THE LEBANESE ARMY ATTACKED LEFTIST MILITIAMEN IN THE NORTHERN CITY OF TRIPOLI YESTERDAY, KILLING 12 AND WOUNDING OTHERS, ACCORDING TO THE WASHINGTON POST. THE INCIDENT WAS WIDELY EXPECTED TO PROVOKE A RESPONSE FROM THE LEBANESE LEFTIST COMMUNITY, ALREADY UNDER SIEGE FROM FASCIST STORMTROOPERS DEPLOYED BY THE CIA-CONTROLLED FALANGISTS.

A GENERAL STRIKE SCHEDULED FOR YESTERDAY WAS CALLED OFF BY ITS ORGANIZERS AFTER INTENSE PRESSURE FROM CONSERVATIVE MUSLIMS AND THE JA-ALLIED FACTION OF THE PALESTINE LIBERATION ORGANIZATION LED BY YASSER ARAFAT.

"SINCE THE SOCIALISTS, COMMUNISTS, AND BAATHISTS HAVE ALWAYS RELIED ON THE SUPPORT OF THE MUSLIMS," REPORTED THE SEPT. 15 LONDON TIMES, "THIS ROBBED THEM OF THEIR MUSCLE AND LEFT THEM DANGEROUSLY EXPOSED."

PERES ARRIVES IN U.S. FOR ARMS SHOPPING SPREE

SEPT. 16 (IPS) -- ISRAELI DEFENSE MINISTER SHIMON PERES, LEADER OF ISRAEL'S WARHAWKS, ARRIVED IN WASHINGTON, D.C., TODAY FOR FINAL ARRANGEMENTS ON A HUGE U.S.-ISRAELI ARMS AND MILITARY DEFENSE AGREEMENT. THE CONTENT OF THE SECRET U.S.-ISRAELI MEMORANDUM, PENNED DURING SECRETARY OF STATE KISSINGER'S SHUTTLE DIPLO'ACY LAST MONTH, WAS PUBLISHED IN THE WASHINGTON POST TODAY.

ACCORDING TO POST COLUMNIST JACK ANDERSON, THE PACT'S "SECRET

AMONG THE SOPHISTICATED WEAPONRY THAT PERES WILL OBTAIN FOR ISRAEL IS THE POWERFUL PERSHING MISSILE, "DESIGNED TO HURL NUCLEAR WAR-HEADS," ACCORDING TO THE POST. THE PERSHING MISSILE HAS A RANGE OF 450 MILES, PUTTING ARAB CITIES FROM IRAQ TO LIBYA WITHIN RANGE OF ISRAEL'S NUCLEAR ARSENAL.

INTERNATIONAL BOND MARKETS COLLAPSE

SEPT. 16 (IPS) -- THERE WAS A SHARP DECLINE IN INTERNATIONAL BOND ISSUES IN AUGUST WHILE MEDIUM-TERM LENDING ON THE EUROCURRENCY MARKETS WAS ALMOST EXCLUSIVELY INTENDED FOR THIRD WORLD DEBT ROLL-OVERS, THUS SHUTTING OFF THIS IMPORTANT FINANCING SOURCE FOR EUROPEAN AND AMERICAN INDUSTRY, IPS ECONOMIC ANALYSTS REPORT TODAY.

TOTAL NEW INTERNATIONAL BOND ISSUES DROPPED FROM 2.8 BILLION DOLLARS IN JULY TO 400 MILLION DOLLARS IN AUGUST. OF THE 1.6 BILLION DOLLARS IN MEDIUM-TERM EUROCURRENCY LENDING ** AUGUST, 1.3 BILLION DOLLARS WENT FOR STRAIGHT DEBT REFINANCING OF THIRD WORLD DEBT.

II. WORLD PRESS SUMMARY: CONTINENTAL NEWS

FORD REFUSES TO LIFT GRAIN BAN

SEPT. 16 (IPS) -- PRESIDENT FORD REFUSED A REQUEST YESTERDAY BY THE HEAD OF THE AMERICAN FARM BUREAU FEDERATION, WILLIAM KUHFUSS, TO LIFT THE SUSPENSION OF U.S. GRAIN SALES TO THE SOVIET UNION, DESPITE REPORTS OF A 22% WHEAT HARVEST INCREASE OVER LAST YEAR. SECRETARY OF AGRICULTURE EARL BUTZ, SAID AFTER THE MEETING BETWEEN FORD AND KUHFUSS YESTERDAY, THAT THE BAN WOULD CONTINUE PENDING OUTCOME OF CURRENT NEGOTIATIONS BETWEEN STATE DEPARTMENT UNDERSECRETARY ROBIN—SON AND SOVIET LEADERS ON LONG-TERM GRAIN SALES, ACCORDING TO TODAY'S WASHINGTON POST. SENATOR GEORGE MCGOVERN (D-N. DAK.) CHARGED THIS WEEK THAT WITH THIS TRIP, THE FORD ADMINISTRATION WAS ATTEMPTING TO PUT U.S. AGRICULTURE POLICY UNDER THE SOLE CONTROL OF THE NATIONAL SECURITY COUNCIL..

CLEVELAND PLAIN DEALER IMPLICATES "USTASHI" MAYOR IN DRUG PUSHING, MURDER

SEPT. 16 (IPS) -- A MAJOR RAID AGAINST THE DRUG-FREE CLEVELAND DRUG ABUSE CENTERS (DAC) WAS CONDUCTED IN 1973 IN ORDER TO DRIVE ADDICTS UNDER DAC TREATMENT INTO FEDERALLY-FUNDED METHADONE DISPENSORIES OPERATED BY THE CLEVELAND DRUG ABUSE PROGUM (CDAP). THIS INFORMATION WAS PROVIDED TO THE CLEVELAND PLAIN DEALER BY WILLIAM BANKS, THE DIRECTOR OF THE DAC, IN A SEPT. 28, 1973 PRESS CONFERENCE. BANKS ACCUSED CLEVELAND MAYOR PERK, CONTROLLER OF A NETWORK OF USTASHI AGENTS (YUGOSLAV NAZIS), OF BEING DIRECTLY BEHIND THE RAID.

THE CLEVELAND PLAIN DEALER PUBLISHED PARTS OF BANKS' STATEMENT FOR THE FIRST TIME YESTERDAY: "IN ORDER TO MEET REQUIREMENTS FOR CONTI-NUED FEDERAL MONEYS," SAID BANKS, "THE PERK ADMINISTRATION, THROUGH

(MORE)

THE POLICE DEPARTMENT, COURTS AND PROBATION DEPARTMENTS HAS HARASSED, JAILED AND COERCED EX-ADDICTS, PERSONS ON PROBATION AND PERSONS ON DRUG PROGRAMS INTO THE CITY PROGRAM CALLED CDAP. THERE ARE DOCUMENTED CASES OF PERSONS WITH NO DRUG PROBLEM BEING PLACED ON METHADONE MAINTENANCE AND METHADONE IS STILL CLASSIFIED AS AN EXPERIMENTAL DRUG." AT THAT TIME, BANKS CHARGED THAT "THE PERSONS WHO ARE GUINEA PIGS ARE ONCE AGAIN BLACK." BANKS PROTEST AGAINST MAYOR PERK'S BIG 1973 DRUG PUSH OF 2,500 ADDICTS INTO METHADONE ADDICTION CAME THREE MONTHS AFTER THE BOMBING DEATH OF LARRY STEELE, ANOTHER MODEL CITIES DIRECTOR OF THE DRUG FREE CLITICS THEN UNDER ATTACK, WHILE RON BEY, ALSO INVOLVED IN THE DAC, WAS HIT WITH INVESTIGATIONS FOR POSSIBLE MISUSE OF MODEL CITIES FUNDS AT THE TIME.

CPUSA AGENTS RESURFACE VS. NALP

SEPT. 16 (IPS) -- TODAY'S EDITION OF THE CPUSA'S DAILY WORLD CARRIES A DESPERATE SLANDER AGAINST THE NORTH AMERICAN LABOR PARTY (NALP) IN BRITISH COLUMBIA. THE ARTICLE REFERS IN PARTICULAR TO AN INTERVENTION BY NALP MEMBERS AT A "CHILE SOLIDARITY MEETING" IN VANCOUVER. THE EVENT HAD FEATURED SOARES SUPPORTER ABE FEINGLASS AS ITS MAIN SPEAKER. WHEN NALP CANDIDATE ALAN LEVINSON ATTEMPTED TO RAISE THE ISSUE OF PORTUGAL BEFORE THE AUDIENCE OF ABOUT 400 CP SUPPORTERS, HE WAS PHYSICALLY REMOVED FROM THE HALL.

THE DAILY WORLD QUOTES NIGEL MORGAN, HEAD OF THE BRITISH COLUMBIA CP RELATING HIS OWN NATIONALIST VERSION OF THE TYPICAL CIA-SLANDER AGAINST THE LABOR PARTY: "ACTIVISTS IN THE LABOR MOVEMENT SHOULD HARBOR NO ILLUSIONS ABOUT THE FACT THAT THEY (THE NALP) ARE POLICE AGENTS FROM THE UNITED STATES WHO HAVE BEEN SENT TO DO A JOB IN CANADA." FEINGLASS IS THE HEAD OF THE INTERNATIONAL MEATCUTTERS UNION, BASED IN CHICAGO AND NEW YORK.

III. ICLC INTELLIGENCE AND ORGANIZING REPORT

FORD TO IMPLEMENT ROCKEFELLER COMMISSION REPORT?

SEPT. 16 (IPS) -- PRESIDENT FORD AND A GROUP OF ADVISORS DRAWN FROM THE NATIONAL SECURITY COUNCIL, THE CIA, AND THE WHITE HOUSE ARE PREPARING A PROPOSAL TO REORGANIZE THE CIA "ALONG THE LINES OF THE ROCKEFELLER COMMISSION REPORT," IPS LEARNED TODAY.

IN AN INTERVIEW WITH THE CHICAGO SUN TIMES YESTERDAY, FORD HINTED THAT THE ABOLISHMENT OF THE CIA'S FOREIGN COVERT OPERATIONS WAS CURRENTLY UNDER CONSIDERATION. TODAY A WHITE HOUSE SPOKESMAN TOLD IPS THAT THIS WAS ONLY ONE PROPOSAL OF SEVERAL BEING STUDIED BY THE PRESIDENT. HE ADDED THAT THE FINAL PACKAGE OF RECOMMENDATIONS WOULD PROBABLY TAKE THE FORM OF THE ROCKEFELLER COMMISSION REPORT, WHICH CALLED FOR A MAJOR CONSOLIDATION OF INTELLIGENCE COMMUNITY ACTIVITIES UNDER A VASTLY STRENGHENED CIA DIRECTOR.

END OF 9/16/75 EARLY IPS.



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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE LATE EVENING NEWS ROUND-UP PRIORITY ITEMS TUESDAY, SEPTEMBER 16, 1975 2000 HOURS EDT.

GROUP OF 77 ATTACKS MOYNIHAN REMARKS

UNITED NATIONS, N.Y., SEPT. 16 (IPS)—THE FOLLOWING STATEMENT WAS ISSUED LATE YESTERDAY BY THE CHAIRMAN OF THE GROUP OF 77 DEVELOPING NATIONS, AMBASSADOR ALFONSO GARCIA ROBLES (MEXICO). THE STATEMENT CAME IN RESPONSE TO CHARGES MADE YESTERDAY BY U.S. AMBASSADOR DANIEL MOYNIHAN, THAT LAGEIRA AND SEVERAL OTHER LEADING NATIONS OF THE GROUP OF 77 WERE DISRUPTING THE NEGOTIATIONS OF THE SEVENTH SPECIAL SESSION OF THE U.N. GENERAL ASSEMBLY. MOYNIHAN'S STATEMENTS WERE MADE ON SUNDAY'S "MEET THE PRESS" TV-SHOW AND WERE QUOTED IN THE NOTED STATE DEPARTMENT CONDUIT, THE NEW YORK TIMES.

"THE GROUP OF 77 HAVE SEEN WITH GREAT REGRET THE STATEMENT APPEARING IN THE NEW YORK TIMES OF TODAY, 15 SEPT. 1975.

"THE GROUP, ALONG WITH OTHER DELEGATIONS HERE AT THE UNITED NATIONS, HAVE APPROACHED THE SEVENTH SPECIAL SESSION OF THE UNITED NATIONS GENERAL ASSEMBLY WITH CALMNESS AND DETERMINATION AND WITH A STRONG DESIRE TO MAINTAIN A HARMONIOUS ATMOSPHERE EVEN IN THE FACE OF SERIOUS DIFFERENCES OF VIEW BETWEEN GROUPS ON THE ISSUES BEFORE US FOR NEGOTIATION.

"WE THEREFORE TAKE THE STRONGEST EXCEPTION TO STATEMENTS OF THIS KIND WHICH IMPLY THAT OUR GROUP IS ACTING IN ANY BUT THE MOST RESPONSIBLE MANNER -- STATEMENTS WHICH CAN ONLY CREATE DISHARMONY TO THE DETRIMENT OF THE UNITED NATIONS AND THE INTERESTS WE ALL SEEK TO SERVE."

CRAZED MOYNIHAN AGAIN CLAIMS ALGERIA, IRAQ ATTEMPTED BREAK-UP OF U.N. SPECIAL SESSION

UNITED NATIONS, N.Y., SEPT. 16 (IPS)—DANIEL P. MOYNIHAN, U.S. AMBASSADOR TO THE UNITED NATIONS, LOST HIS DIPLOMATIC COMPOSURE AT A PRESS CONFERENCE HERE TODAY WHEN PRESSED BY IPS TO CLARIFY HIS POSITION ON THE ROLE THAT ALGERIA AND IRAQ PLAYED IN THE JUST CONCLUDED U.N. SPECIAL SESSION.

(MORE)

OVER THE PAST SEVERAL DAYS MOYNIHAN AND SEVERAL OTHER MEMBERS OF THE U.S. DELEGATIONS TO THE SPECIAL SESSION HAVE STRONGLY ATTACKED THOSE COUNTRIES FOR THE LEADERSHIP ROLE THEY HAVE TAKEN WITHIN THE GROUP OF 77 DEVELOPING NATIONS. APPEARING WITH MOYNIHAN AT THE PRESS CONFERENCE WAS ASSISTANT SECRETARY OF STATE THOMAS ENDERS. EXCERPTS OF THE EXCHANGE ARE PRINTED BELOW:

IPS -- MR. ENDERS, OVER THE PAST SEVERAL DAYS MEMBERS OF THE U.S. DELEGATIONS HAVE STRONGLY ATTACKED IRAQ AND ALGERIA FOR THE ROLE THEY HAVE PLAYED IN THE NEGOTIATIONS. SPECIFICALLY, MR. BENNET (U.S. DEPUTY AMBASSADOR) TOLD ME THAT HE THOUGHT ALGERIA WAS TRYING TO WRECK THE CONFERENCE..."

MOYNIHAN -- (INTERRUPTING) -- I'LL ANSWER THAT. DID HE SAY THAT IN PRIVATE OR PUBLICLY?

IPS -- (INTERRUPTING) -- HE SAID IT TO ME KNOWING VERY WELL WHO I WAS...THAT I WAS A REPORTER.

MOYNIHAN -- (LEANING FORWARD, LOUDLY) -- WELL... IF HE SAID THAT, HE WAS PROBABLY RIGHT.

IPS -- WELL YOU JUST ANSWERED PART OF MY QUESTION. WOULD YOU PLEASE CLARIFY ONCE AND FOR ALL WHAT ROLE YOU THINK ALGERIA AND IRAQ PLAYED IN THE NEGOTIATIONS?

MOYNIHAN PROCEEDED TO GIVE A LONG STATEMENT OBVIOUSLY BASED PRIMARILY ON A STATE DEPARTMENT PRINT-OUT AND HAVING LITTLE TO DO WITH REALITY, SAYING THAT THERE WERE LARGE "DIVISIONS" WITHIN THE GROUP OF 77 BETWEEN THE "MODERATE MATIONS" AND THE MORE "RADICAL" ELEMENTS. "IT IS NOT FOR US TO COMMENT ON WHICH SIDE," NATIONS STOOD WITHIN THE GROUP OF 77, THE AMBASSADOR STATED. HE WENT ON, THERE WER SEVERAL NATIONS WHICH "THOUGHT THERE WAS NOT ENOUGH TO BE GAINED THROUGH NEGOTIATIONS", THEY THEREFORE ATTEMPTED TO CONVINCE OTHER NATIOMS MOT TO ENGAGE IN SERIOUS DIALOGUE.

HOWEVER, THE "STRONGER VOICES" OF THE MODERATE NATIONS DOMINATED AND A "CONSTRUCTIVE" RESOLUTION WAS ADOPTED BY THE SESSION'S DELEGATES, MOYNIHAN FANTASIZED.

IPS ECONOMIC ANALYSIS

ECONOMY HADED FOR BUST - EVEN BY GOVT'S FIGURES

SEPT. 16 (IPS)—BUSINESS INVENTORY AND INDUSTRIAL PRODUCTION FIGURES RELEASED YESTERDAY BY TCOMMERCE DEPARTMENT AND THE FEDERAL RESERVE BOARD, RESPECTIVELY, CONFIRM THA THE U.S. ECONOMY IS IN THE MIDST OF A SHORT-TERM BOOM-BUST CYCLE THAT WILL END IN DEPRESSION COLLAPSE.

THE RELEASE OF JULY INVENTORY FIGURES SHOW THAT DESPITE

A .6 PER CENT DECLINE AT THE MANUFACTURING LEVEL AND A
.5 PER CENT DECLINE AT THE WHOLESALE LEVEL, STOCKS INCREASED A
SHARP .9 PER CENT AT THE RETAIL LEVEL. THIS MARKS THE SECOND MONTH
IN A ROW THAT INVENTORY STOCKS HAVE "BACKED-UP" AT THE RETAIL
LEVEL. THE COMMERCE DEPARTMENT ANNOUNCEMENT OF LAST WEEK
THAT AUGUST RETAIL SALES DROPPED A STEEP .8 PER CENT MORE THAN
GUARANTEES THAT THERE WILL BE A BACK-UP OF RETAIL INVENTORIES
FOR A THIRD MONTH.

IN RESPONSE TO THIS RETAIL INVENTORY ACCUMULATION ONE YEAR AGO, RETAILERS SLASHED ORDERS FROM WHOLESALERS WHO IN TURN SLASHED ORDERS FROM MANUFACTURERS, WHO IN RESPONSE COLLAPSED PRODUCTION. AUGUST'S 1.3 PER CENT INCREASE IN INDUSTRIAL PRODUCTION WILL BE AN EXTREMELY SHORT-LIVED PHENOMENOM.

AGNELLI-PCI CONSPIRACY PUBLICLY DENOUNCED

SEPT. 16 (IPS)--VITO SCLAIA, THE RIGHT-WING LEADER OF THE CATHOLIC ITALIAN TRADE UNION FEDERATION (CISL) HAS PUBLICLY CHARGED TODAY THAT THE ITALIAN COMMUNIST PARTY (PCI) AND ITS TRADE UNION WING ARE INVOLVED IN AN UNHOLY ALLIANCE WITH LARGE INDUSTRIALISTS LED BY GIANNI AGNELLI.

ACCORDING TO THE ITALIAN FINANCIAL DAILY IL FIORINO SCALIA DISCLOSES THAT THIS BLOC THAT THIS CONSPIRACY IS TAKING PLACE WITH "THE REALIZATION OF A NEW SOCIAL BLOC THAT INVOLVES LARGE CAPITAL AND THE TRADE UNION ELEMENTS CLOSEST TO THE PCI." SCALIA SPECIFIED THAT IN ORDER TO ACHIEVE THEIR ENDS, "THE PCI AND ITS ALLIES MUST ABOVE ALL GAG THE PUBLIC EMPLOYEES, REDUCING THEIR CAPACITY TO FIGHT" AND THEREFORE WILLINGLY DESERTING THEM TO THE FASCIST-LED AUTONOMIST TRADE UNIONS. SCALIA FURTHER DISCLOSED THAT "WITHIN CONFINDUSTRIA (INDUSTRIALISTS' CONFEDERATION) ALL THE DECISIONS OF AGNELLI HAVE MET WITH THE MANIFEST OPPOSITION OF THE (MIDDLE-LAYER) ENTREPRENEURS" WHO ALSO SEE THEMSELVES AS BEING SQUEEZED OUT.

WEST GERMANS UNIONS SAY NO TO WAGE FREEZE, WORKING CLASS SACRIFICES

SEPT. 16 (IPS)—A COMBINED MASS MEETING OF THE WEST GERMAN POSTAL, RAILWAY, AND PUBLIC SERVICE UNIONS AT THE PEOPLES EDUCATIONAL BUILDING IN FRANKFURT, WEST GERMANY, TOTALLY BACKED THE DEMAND BY THE WAGE COMMISSION OF THE PUBLIC SERVICE UNION THAT THERE CAN BE NO WAGE FREEZE, OR SACRIFICE FOR ANY WORKER. AT THE SAME MEETINGS, OVER FOUR HUNDRED SHOP STEWARDS STATES, THAT AS FAR AS THEY WERE CONCERNED, THEIR CONTRACTS WERE NO LONGER BINDING.

THE WEST GERMAN RAILWAY WORKERS UNION HAS ALREADY PUBLICLY CALLED FOR A DEBT MORATORIUM ON RAILROAD DEBT.

STRAUSS DISCUSSES WEST-GERMAN-CHINESE TRADE

SEPT. 16 (IPS)—IN HIS FIRST STATEMENT OF HIS PEKING TOUR, FASCIST FRANZ JOSEF STRAUSS, THE CHAIRMAN OF THE BAVARIAN CHRISTIAN SOCIAL UNION PARTY, SAID THAT THE WEST GERMAN OPPOSITION PARTIES FAVOR THE EXPANSION OF CHINESE-WEST GERMAN TRADE RELATIONS, AND THAT THE OPPOSITION COULD "GO MUCH FARTHER" IN THIS QUESTION THAN THE PRESENT FEDERAL GOVERNMENT. STRAUSS WAS GREETED IN PEKING BY THE VICE-PRESIDENT OF THE CHINESE COUNCIL FOR THE PROMOTION OF FOREIGN TRADE, WHICH IS HOSTING HIS TRIP.

SPIEGEL, VOERWARTS CALL FOR INCREASED ARMS TRADE

SEPT. 16 (IPS)—THIS WEEK'S ISSUE OF DER SPIEGEL, THE WEST GERMAN NEWS MAGAZINE, AND VOERWARTS, THE WEEKLY PAPER OF THE WEST GERMAN SOCIAL DEMOCRATIC PARTY, BOTH CLAIM THAT JOBS CAN BE CREATED BY INCREASING WEST GERMAN ARMS MANUFACTURE AND EXPORT.

DER SPIEGEL ALSO CLAIMS THAT CHRISTIAN DEMOCRATIC UNION LEADER FRANZ JOSEF STRAUSS HAS BEEN TRAVELLING TO FOREIGN COUNTRIES TO GET ARMS ORDERS, BUT HAS BEEN HINDERED BY THE WEST GERMAN GOVERNMENT. STRAUSS IS CURRENTLY IN PEKING.

KISSINGER SAYS CHINA LACKS CREDIBILITY IN THIRD WORLD

SEPT. 16 (IPS)—U.S. SECRETARY OF STATE, HENRY KISSINGER RECENTLY ASSERTED THAT THE PEOPLE'S RUPUBLIC OF CHINA HAS NO INFLUENCE EITHER IN EUROPE OR IN THE MIDDLE EAST.

KISSINGER ADDED, MOREOVER, THAT CHINA HAS EQUALLY FAILED TOTALLY IN HER ATTEMPT TO BECOME UNDISPUTED LEADER OF THE THIRD WORLD, AND HE CITED THE FACT THAT AT THE UNITED NATIONS AND AT RECENT CONFERENCES OF UNDERDEVELOPED COUNTRIES (LIMA-ED.), CHINA HAS NOT BEEN ABLE TO INFLUENCE EITHER THE COURSE OF THE DISCUSSIONS OR THE DECISIONS TAKEN, DESPITE THE HOPES AND EXPECTATIONS OF THE PEKING LEADERS. KISSINGER ALSO DISMISSED THE CHINESE ARMED FORCES AS GOOD ONLY FOR DEFENSE, BUT WORTHLESS IN TERMS OF OFFENSIVE CAPABILITY. ACCORDING TO THE LONDON DAILY TELEGRAPH, CHINA'S RESPONSE HAS BEEN TO GIVE KISSINGER AN INCREASINGLY COLD SHOULDER.

KISSINGER MADE HIS REMARKS IN A LONDON DAILY TELEGRAPH REPORT OF AN OFF-THE-RECORD BRIEFING HE GAVE ON THE TOPIC "WHAT HAS CHINA GOT TO GIVE THE UNITED STATES?"

IRONICALLY, FOR ONCE, KISSINGER IS COMPLETELY CORRECT IN HIS ASSESSMENT. IT CAN BE EXPECTED THAT CHINA WILL PLAY A DECREASINGLY IMPORTANT ROLE IN U.S. POLICY DECISIONS AS THE CREDIBILITY OF CHINA AS AN ANTI-SOVIET BEACON FOR THE THIRD WORLD IS HOPELESSLY WRECKED.

SOCIAL FASCISTS, MADISTS IN UNITED FRONT AGAINST PORTUGUESE REVOLUTION

FRANKFURT, BRD, SEPT. 16 (IPS)—NEW EVIDENCE THAT THE AMERICAN AGENTS IN THE WEST GERMAN SOCIAL DEMOCRACY (SPD) ARE NOW DISBANDING THE SPD YOUTH ORGANIZATION, THE JUSOS, AND REPLACING IT WITH MAOIST POLICE GANGS, CAME FORWARD LAST NIGHT AT THE JOINT RALLY OF SPD HEAD WILLY BRNADT AND HIS POORTUGUESE "SOCIALIST" COUNTERPART, MARIO SOARES. ATTENDANCE AT THE RALLY, ORIGINALLY PLANNED AS A JUSO ORGANIZING EVENT, WAS LIMITED TO FEWER THAN A THOUSAND TRUSTED SPD UNION BUREAUCRATS AND HOODLUMS FROM THE MAOIST KPD—ML WHO CIRCULATED FREELY INSIDE THE RALLY DISTRIBUTING PRO—SOARES LEAFLETS. OUTSIDE, SOME 500 MAOISTS SHOUTING ANTI—SOVIET SLOGANS WERE EGGED ON TO CONFLICTS WITH RIOT POLICE BY DANIEL COHN BENDIT, THE WELL—KNOWN EUROPEAN AMARCHIST.

THE KPD-ML LEAFLET ATTACKED BOTH THE PORTUGUESE AND WEST GERMAN COMMUNIST PARTY AS THE "FIFTH COLUMNISTS OF SOCIAL IMPERIALISM," AND CALLED FOR THE STRENGTHENING OF NATO. BOTH BRANDT AND SOARES STRESSED THAT THE MAIN FUNCTION OF THE PORTUGUESE "SOCIALISTS" IS TO PREVENT THE COMMUNISTS FROM COMING TO POWER.

SOARES HAD HIS SPEECH INTERRUPTED BY TWO PORTUGUESE WORKERS WHO UNROLLED A BANNER IN FRONT OF HIM SAYING, "SOCIALISM YES, SOARES NO". THE TWO WERE IMMEDIATELY OVERWHELMED BY MADIST GOONS LED BY KARSTEN VOIGT, A FORMER CHAIRMAN OF THE JUSOS.

VIRTUALLY NO JUSOS ATTENDED THE EVENT.

MAOIST KPD IN FASCIST ASSAULTS ON EUROPEAN LABOR PARTY

WIESBADEN, BRD, SEPT. 16 (IPS)--TEN TO TWELVE MADIST THUGS FROM THE KPD-ML LAUNCHED A VICIOUS PHYSICAL ASSAULT AGAINST TWO WOMEN ORGANIZERS FROM THE EUROPEAN LABOR PARTY (EAP) AT THE UNEMPLOY-MENT OFFICE IN BREMEN THIS MORNING, BEATING THEM AND BREAKING ONE OF WOMAN'S FRONT TEETH. AFTER BEING CALLED BY THE EAP, THE POLICE ARRIVED LATE AND REFUSED TO ARREST THE FASCIST THUGS.

THIS FURTHER ATTACK COMES AS A PART OF A NATIONWIDE CAMPAIGN BY THE MADISTS AGAINST THE EAP'S GROWING INFLUENCE AND DISCLOSURE OF LINKS BETWEEN THE MADISTS AND THE AMERICAN AGENT WING OF THE GERMAN SOCIAL DEMOCRACY.

THE EAP, WHICH IS CURRENTLY CONDUCTING AN ELECTORAL CAMPAIGN THE BREMEN STATE ELECTIONS, HAS PRESSED CRIMINAL CHARGES AGAINST THE MADISTS AND WILL LODGE OFFICIAL COMPLAINTS AGAINST THIS DISRUPTION OF THE DEMOCRATIC PROCESS BOTH NATIONALLY AND WITH THE BREMEN SENATE.

LEBANON BAATH LEADER CHARGES: VIOLENCE IN LEBANON PROTECTS FEUDAL INTERESTS

SEPT. 16 (IPS9--IF THE LEBANESE AUTHORITIES REALLY WANTED TO STOP THE FIGHTING IN LEBANON, IT WOULD PUT AN END TO SNIPING BY CHRISTIAN FASCIST FORCES, "THE OBJECT OF WHICH IS TO MAINTAIN THE CLIMATE OF TERROR," LEBANESE BAATH PARTY LEADER DR. ABDEL MAGID EL-RAFII HAS CHARGED.

RAFII EMPHASIZED THAT "VIOLENCE CANONLY PREJUDICE THE INTERESTS OF THE LEFT AND PROFIT THE FEUDAL INTERESTS WHO ARE USING IT TO EXCITE RELIGIOUS PASSIONS AND THUS CONTINUE TO MONOPOLIZE POWER." THE BAATHIST LEADER'S REMARKS WERE REPORTED IN YESTERDAY'S LE MONDE.

USLP CANDIDATE BLASTS WSC/LEVI CONTROL OF CHICAGO DRUG RUNNING

SEPT. 15 (IPS9--U.S. LABOR PARTY CANDIDATE FOR GOVERNOR OF ILLINOIS IN 1976, ED WAFFLE, TODAY PRESENTED THE CHICAGO TRIBUNE AND SEVERAL RADIO STATIONS WITH A USLP "FACT SHEET" FULLY DOCUMENTING THE KISSINGER-LED NATIONAL SECURITY COUNCIL (NSC) AND U.S. ATTORNEY EDWARD LEVI'S OPERATIONAL CONTROL OF CHICAGO DRUG RUNNING CONDUCTED THROUGH COMMUNITY METHADONE CENTERS. WAFFLE POINTED TO ILLINOIS GOVERNOR DAN WALKER, THE U.S. ATTORNEY'S OFFICE AND THE COOK COUNTY PROSECUTOR AS THE LEVI'KISSINGER MEN ON THE SCENE, WHO HAVE RESPECTIVELY MULTIPLIED METHADONE CENTERS AND SQUASHED ANY ATTEMPTS TO INVESTIGATE THEM.

WAFFLE DETAILED WALKER'S USE OF STATE NATIONAL INSTITUTE OF MENTAL HEALTH AND LEAR FUNDS TO SET UP AN ASTRONOMICAL NUMBER OF METHADONE THERAPY CENTERS SUCH AS THE DRUG ADDICTION REHABI-LITATION CENTER (DARC) RUN OUT OF THE ILLINOIS DEPT. OF MENTAL WHICH IS NOT UNDER EXTREMELY RELUCTANT INVESTIGATION BY THE U.S. ATTORNEY'S OFFICE IN CHICAGO ON DRUG CHARGES. EARLIER THIS YEAR, THE U.S. ATTORNEY'S CHICAGO OFFICE WAS DIRECTED FROM WASHINGTON TO SQUASH AN INVESTIGATION OF A THAILAND DRUG RING IN THE INTERESTS OF "NATIONAL SECURITY," ACCORDING TO THE CHICAGO DAILY NEWS. IN THE MOST RECENT DOCUMENTATION OF DRUG RUNNING AT THE WEST SIDE DARC, THE COOK COUNTY PROSECUTOR REFUSED TO INVESTIGATE FIRST HAND EVIDENCE COLLECTED BY THE INDEPENDENT INVESTIGATORY METROPOLITAN ENFORCEMENT GROUP, BECAUSE THERE WAS "NO EVIDENCE."

JUST PRIOR TO THE PRESS CONFERENCE HELD AT THE ILLINOIS STATE BUILDING, WAFFLE PRESENTED GOVERNOR WALKER WITH THE NEWLY ISSUED FACT SHEET. WALKER CREATED A STIR AMONG REPORTERS PRESENT SHOUT-ING "THIS IS THE MOST PREPOSTEROUS THING I'VE EVER HEARD," AND THEN JUMPED INTO AN ELEVATOR WHILE HIS SECURITY GUARD SHOVED WAFFLE.

SEMI-OFFICIAL EGYPTIAN PRESS WORRIES CAN ASSAD CONTROL BAATHISTS

SEPT. 16 (IPS9-IN AN "OPPOSITE EDITORIAL" IN THE SEPT. 17 AL-AHRAM, THE SEMI-OFFICIAL EGYPTIAN DAILY, ADMINISTRATIVE DIRECTOR IHSAN ABDEL KUDDAS EXPRESSES EGYPTIAN PRESIDENT ANWAR SADAT'S FEARS ABOUT THE ABILITY OF THE SYRIAN PRESIDENT ASSAD IN CONTINUING TO CONTAIN THE SYRIAN BAATH PARTY. KUDDAS SAYS THAT UNTIL NOW, "PRESIDENT SADAT CAME TO RELY COMPLETELY ON HIS FRIENDSHIP TO ASSAD IN FACING THE ATTITUDES AND MOVES OF THE PARTY...", BUT GROWING RESISTANCE INSIDE THE PARTY IS WRECKING "THE JOINT LEADERSHIP BETWEEN SADAT AND ASSAD." THE PARTY'S MOVES ARE REPORTED BY KUDDAS TO BE EXPLOITED BY THE SOVIET UNION, IN ITS OWN INTERESTS. SIGNS OF OPPOSITION TO ASSAD INSIDE THE SYRIAN BAATH PARTY APPEARED IN A MUTINY OF THE ARMY AGAINST ASSAD'S ORDERS TO STOP THE FIGHT ON THE GOLAN HEIGHTS, DURING OCTOBER 1973 WAR.

END OF LATE IPS PRIORITIES SEPTEMBER 16, 1975



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NEW SOLIDARITY INTERNATIONAL PRISS SERVICE LATE EVENING NEWS ROUND-UP, NON-PRIORITY ITEMS TUESDAY, SEPTEMBER 16, 1975 2000 HOURS EDT

FDP FACTION LEADER: EAST-WEST TRADE THE WAY OUT OF DEPRESSION

SEPT. 16 (IPS)--WEST GERMAN FREE DEMOCRATIC PARTY PARLIAMENTARY FRACTION LEADER, HANS MISCHNIK, SAID TODAY THAT "EFFORTS TO STIMULATE OUR ECONOMY MUST COME FROM (WITHIN) WEST GERMANY, FROM THE WEST AND THE EASTERN (BLOC) COUNTRIES." MISCHNIK MADE HIS REMARKS FOLLOWING A MEETING OF THE PARLIAMENTARY FRACTION TODAY IN BONN. IN ADDITION TO HIS SUPPORT FOR EAST-WEST TRADE, MISCHNIK REITERATED HIS SUPPORT FOR THE PRESENT FDP AND SOCIAL DEMOCRATIC COALITION GOVERNMENT IN WEST GERMANY, ACCORDING TO WEST GERMAN RADIO REPORTS.

ITALIAN INDUSTRIALIST DELEGATION GOES TO MOSCOW

SEPT. 16 (IPS)—THE PRESIDENT OF FINMECCANICA, CAMILLO CROCIANI, WILL LEAD A DELEGATION OF PRIVATE AND PUBLIC INDUSTRIALISTS TO MOSCOW IN A MISSION THAT WILL BE EXTENDED UNTIL SEPT. 19. THE TRIP, WHICH WAS ORGANIZED AFTER THE INVITATION OF THE SOVIET STATE COMMITTEE FOR SCIENCE AND TECHNOLOGY'S PRESIDENT PATOLICEV, ALSO MINISTER OF FOREIGN TRADE, WILL BE COMPLETED WITH EXTENSIVE INTERVIEWS AND DISCUSSIONS WITH A NUMBER OF INDUSTRIAL AND TECHNICAL SOVIET EXPERTS FROM THE FIELDS OF CHEMISTRY, ELECTROMECHANICS, ENERGY AND OTHERS.

THE NEWS, WHICH IS REPORTED IN TODAY'S FINANCIAL NEWSPAPER IL GIORINO, COMES IN THE CONTEXT OF INCREASING EXCHANGES BETWEEN ITALY AND THE SOVIET UNION LEADING TO AN INCREASE OF TRADE AND ECONOMIC COOPERATION.

BRAZIL AGAINST DEBT MORATORIUM AT UN

SEPT. 16 (IPS)—THE FOREIGN MINISTER OF BRAZIL, MR. AZEVEDO DA SILVEIRA, DECLARED THAT HIS GOVERNMENT IS UNEQUIVOCALLY AGAINST THE GROUP OF 77 NATIONS! DEMAND FOR A JOINT MORATORIUM ON THE UNDERDEVELOPED SECTOR'S FOREIGN DEBT. BRAZIL IS NOW PAYING CLOSE TO \$10 MILLION A DAY TO MEET AMORTIZATION PAYMENTS ON ITS FOREIGN DEBT. ACCORDING TO THE INFLUENTIAL DAILY, O ESTADO DE SAO PAULO, THE FOREIGN MINISTRY HAS MADE IT CLEAR THROUGH ITS DIPLOMATIC CIRCUIT THAT A DEBT MORATORIUM "WOULD NOT GO TO THE CORE OF THE PROBLEM."

MR. SILVEIRA'S CLOSE ASSOCIATE IN THE FINANCE MINISTRY, HEN-RIQUE SIMONSEN, HAS REPEATEDLY EMPHASIZED, HOWEVER, THAT THE CORE OF BRAZIL'S PROBLEMS IS CENTERED IN THE DETERIORATING BALANCE OF PAYMENTS SITUATION, IN WHICH THIS YEAR'S DEBT SERVICE OF NEARLY \$3.6 BILLION FIGURES PROMINENTLY.

BRAZIL'S CHIEF AGRICULTURAL STATE THREATENED WITH DROUGHT

SEPT. 16 (IPS) -- THE MOST SEVERE DROUGHT IN THE PAST FIVE YEARS IS THREATENING THE RURAL POPULATION IN THE PRINCIPAL BRAZILIAN AGRICULTURAL STATE, SAO PAULO, WITH VIRTUAL STARVATION IF IT CONTINUES.

ACCORDING TO BRAZIL'S LEADING NEWSPAPER, O ESTADO DE SAO PAULO, THE CATTLE HERD IS DYING SINCE THE PASTURES HAVE DRIED UP. THE SEVERE DROUGHT HAS ALREADY DELAYED THE NEXT PLANTING, DRASTICALLY INCREASING THE ALREADY HIGH RURAL UNEMPLOYMENT OF THE STATE DUE TO THE WINTER DESTRUCTION OF THE COFFEE CROP.

WITH NO SOLUTION IN SIGHT, "WOMEN AND CHILDREN ARE DESPERATELY ORGANIZING PROCESSIONS EVERY DAY AND FORCING THEMSELVES TO WALK BAREFOOT FOR SEVERAL KILOMETERS UNDER A SCORCHING SUN, BELIEVING THAT ONLY BY SUCH ACTS OF PENANCE CAN THE SITUATION BE CHANGED." O ESTADO ADDED.

SOVIETS ATTACK MADIST FACTION OF JAPANESE SOCIALIST PARTY

SEPT. 16 (IPS)—THE SOVIET NEWSPAPER IZVESTIA HAS SHARPLY ATTACKED THE PRO-PEKING FACTION OF THE JAPANESE SOCIALIST PARTY (JSP) FOR TRYING TO FORCE THE JSP TO TAKE AN ANTI-SOVIET POLICY LINE, CONTRADICTING THE PARTY'S OFFICIAL POSITIONS WHICH HAVE BEEN MANDATED BY THE MEMBERSHIP AT PARTY CONGRESSES.

WRITING ON SEPT. 13, IZVESTIA'S TOKYO CORRESPONDENT REPORTS
THAT "THE COMING 30TH ANNIVERSARY OF THE SOCIALIST PARTY IS APPROACHING UNDER COMPLEX CIRCUMSTANCES, DUE TO THE ATTEMPTS OF SOME
JSP FIGURES TO REVISE THE FOREIGN POLICY SECTION OF THE PARTY PROGRAM, TO DRAW JAPANESE SOCIALISTS TOWARD A DOCTRINE AND THESES DEVELOPED IN PEKING--AND ESSENTIALLY TO TURN THE PARTY INTO A JAPANESE AFFILIATE OF MAOISM."

NATO TRIES SOME PSYWAR ON SOVIETS

SEPT. 16 (IPS) -- THE WEST GERMAN DEFENSE MINISTRY IS INVITING ALL MELSINKI CONFERENCE PARTICIPANTS, INCLUDING WARSAW PACT NATIONS, TO OBSERVE NATO "CERTAIN TREK" MILITARY MANEUVERS IN MID-OCTOBER, PART OF THE "REFORGER" ("REDEPLOYMENT OF FORCES TO GERMANY") EXERCISES. THE INVITATION OF SOVIET BLOC OBSERVERS IS A HISTORIC FIRST, ACCORDING TO THE SEPT. 11 CHRISTIAN SCIENCE MONITOR, AND WAS DECIDED UPON OVER SOME OPPOSITION WITHIN THE NATO ALLIANCE.

NATO IS CURRENTLY CONDUCTING EXTENSIVE MILITARY MANEUVERS, PART OF THE "REFORGER" EXERCISES, UNDER THE NAME OF AUTUMN FORGE TO DEMONSTRATE WESTERN SOLIDARITY IN THE WAKE OF THE RECENTLY CON-CLUDED EUROPEAN SUMMIT AT HELSINKI. SUPREME ALLIED COMMANDER OF EUROPEAN FORCES, GENERAL ALEXANDER HAIG, IS PERSONALLY SUPERVISING THE EXERCISES, REPORTED SATURDAY'S NEW YORK TIMES.

THE U.S. ROLE IN THESE MANEUVERS IS BEING STRESSED. IN VIEW OF THE HYPOTHETICAL "DANGEROUS POLITICAL AND MILITARY DEVELOPMENTS IN EUROPE," THE TIMES REPORTS, OVER 10,000 ADDITIONAL TROOPS WILL

BE AIRLIFTED FROM FT. RILEY, KANSAS, AND CAMP LEJEUNE, N.C. THE "REFORGER" EXERCISES ARE LONG-STANDING MANEUVERS DESIGNED TO IMPRESS THE SOVIETS WITH NATO ABILITY TO REINFORCE ITS CENTRAL EUROPEAN FRONT.

PROVOKED STRIKE THREATENS INDUSTRIAL SHUT-DOWN

SEPT. 16 (IPS)—THE STRIKE OF 200 BRITISH STEEL CORPORATION BLAST-FURNACEMEN THREATENS TO SHUT DOWN 80 PER CENT OF BRITISH INDUSTRY WITHIN A WEEK, REPORTS THE LONDON FINANCIAL TIMES. BSC, THE NATIONALIZED STEEL INDUSTRY, REFUSED WAGE INCREASES TO THE BLASTFURNACEMEN DESPITE UNION AGREEMENT TO ACCEPT A 50 PER CENT REDUCTION IN MANNING LEVELS AND A LOWER WAGE INCREASE WHILE CONTINUING NECOTIATIONS. THE STRIKE, WHICH COULD SPREAD TO AUTO AS WELL AS THE REST OF THE STEEL INDUSTRY, HAS BEEN CALLED "CONVENIENT" BY THE BRITISH PRESS WITH CURRENT 1930—DEPRESSION LEVELS DEMAND FOR STEEL.

PONIA: A PACHYDERM WITH A TENUOUS THREAD OF A VOICE

SEPT. 16 (IPS)—LE POINT, MAGAZINE OF THE FRENCH GAULLISTS, THIS WEEK RALLIED TO SUPPORT THE FRENCH COMMUNIST PARTY'S CAMPAIGN TO PROVE THAT INTERIOR MINISTER MICHEL PONIATOWSKI IS UNFIT FOR OFFICE. FOLLOWING A CLOSE PSYCHOLOGICAL STUDY OF THE MINISTER, LE POINT DESCRIBES THE POLSIH PRINCE AS "200 POUNDS OF FLESH, CORNFLOWER EYES, THE BLUSHINGS OF A YOUNG GIRL, INFANTILE FATNESS.... HIS RAGE IS DELIBERATE, COLD AND PREMEDITATED LIKE THOSE HE WOULD DECIDE TO HAVE WHEN HE CORRECTED HIS FOUR CHILDREN BY HITTING THEM ON THE FINGERS WITH A RULER." HOWEVER, PONIA IS AN EXTREMELY "SENSITIVE" MAN, SAYS LE POINT. IN PUBLIC HE "POURS" HIS SENSITIVITY ON HIS CAMPAIGN OF 20 YEARS, FRENCH PRESIDENT GISCARD D'ESTAING, AND IN PRIVATE RESORTS TO OBSESSIVE PETTING OF HIS DOG AND FLOWERS.

IN FACT, AFTER 20 YEARS OF SUCH CLOSE FRIENDSHIP, PONIA HAS BE-COME "MORE THAN A COUNSELLOR (TO THE PRESIDENT), BUT A PRESENCE, A LOOK AND A REASSURING WITNESS...WHOSE FAILURE WOULD NOT ONLY BE THAT OF THE GOVERNMENT OR THE GISCARDIAN PARTY, IT WOULD BE THE FAILURE OF THE PRESIDENT HIMSELF."

CHINA SUPPORTS ZAMBIA-SOUTH AFRICA "DETENTE"

SEPT. 16 (IPS)—CHINESE VICE-PREMIER LI HSIEN NIEN ANNOUNCED CHINA'S SUPPORT FOR THE CURRENT "DETENTE AND DIALOGUE" BETWEEN THE BLACK AFRICAN COUNTRY OF ZAMBIA AND THE WHITE SUPREMACIST REGIME OF SOUTH AFRICA, ACCORDING TO THE WASHINGTON POST. SPEAKING AT A BANQUET IN HONOR OF A VISITING ZAMBIAN LEADER, LI CHARACTERIZED SUCH "DETENTE" AS A WEAPON TO ATTAIN THE "COMPLETE LIBERATION OF THE ENTIRE AFRICAN CONTINENT."

THE LATEST ITEM IN THE "DETENTE" IS ZAMBIA'S SUPPORT OF THE SOUTH AFRICA-CONTROLLED UNITA GROUP, WHICH IS TRYING TO DISMEMBER ANGOLA IN ORDER TO LEAVE SOUTH AFRICA IN CONTROL OF SOUTHERN ANGOLA.

INDIAN COURT ORDERS RELEASE OF EDITOR, DISREGARDS CONSTITUTIONAL AMENDMENT

SEPT. 16 (IPS)—ORDERING THE RELEASE OF KULDIP NAYAR, A SENIOR MANAGING EDITOR OF THE INDIAN EXPRESS WHO HAD BEEN ARRESTED UNDER THE EMERGENCY INTERNAL SECURITY ACT, AN INDIAN HIGH COURT RULED THAT HIS ARREST WAS INVALID BECAUSE HE HAD NOT BEEN INFORMED OF SPECIFIC CHARGES, ACCORDING TO AN AP DISPATCH. THE COURT, WHICH IS JUST BELOW THE SUPREME COURT, DISREGARDED A CONSTITUTIONAL AMENDMENT PASSED BY PARLIAMENT IN JULY, WHICH HAD REMOVED FROM COURT REVIEW ANY ARRESTS MADE UNDER THE INTERNAL SECURITY ACT. "NO ORDER UNDER THE SECURITY ACT IS BEYOND CHALLENGE," RULED THE JUDGE.

UFT DELEGATE ASSEMBLY VOTES TO END STRIKE

SEPT. 16 (IPS)—THE 1,300 MEMBER DELEGATE ASSEMBLY OF THE UNITED FEDERATION OF TEACHERS VOTED BY A 2-TO-1 MARGIN THIS AFTERNOON TO RECOMMEND TO THE UNION'S MEMBERSHIP VOTING TONIGHT THAT THEY END THEIR FOUR-DAY STRIKE BY ACCEPTING A NEW BOARD OF EDUCATION CONTRACT OFFER.

ALBERT SHANKER, UFT PRESIDENT, IN RECOMMENDING APPROVAL OF THE CONTRACT STATED, "WE ARE TRYING TO DO THE BEST WE CAN AND IT WILL LEAVE US NO WORSE OFF THAN ANY OTHER CITY UNIONS...THE CITY'S FISCAL CRISIS IS VERY REAL...THERE SIMPLY IS NO MONEY FOR ANY—THING ELSE." SHANKER HAD BEEN BRIEFED ON A DEBT MORATORIUM AS THE ONLY SOLUTION TO THE FISCAL CRISIS.

THE NEW CONTRACT ELIMINATES TWO OUT OF THREE WEEKLY TEACHER PREPARATION PERIODS AND REDUCES THE SCHOOL WEEK FOR STUDENTS BY ONE-AND-ONE-HALF HOURS. IT ALLOWS THE UNION TO PAY \$25 MILLION IN FINES UNDER THE ANTI-LABOR TAYLOR LAW, WHICH BANS PUBLIC EMPLOYEE STRIKES, WITH WHICH THE UFT HOPES THE BOARD OF EDUCATION WILL REHIRE 2,000 OF THE MORE THAN 14,000 LAID-OFF TEACHERS.

TEACHERS REACTED TO THE PROPOSED CONTRACT WITH ANGER AND SHOCKED CONFUSION.

THE UFT'S 80,000 MEMBERS ARE EXPECTED TO APPROVE THE CONTRACT 1N A VOTE THIS EVENING.

VICE PRESIDENT'S OFFICE ADMITS SOLE PURPOSE OF CIA IS FOR DIRTY TRICKS

SEPT. 16 (IPS) -- A SPOKESMAN FOR VICE PRESIDENT ROCKEFELLER, CONTACTED BY IPS TODAY, ADMITTED THAT THE CIA WOULD NOT EXIST WITHOUT FOREIGN COVERT OPERATIONS.

WHEN ASKED IF THE ROCKEFELLER COMMISSION REPORT ON THE CIA RE-COMMENDED THE ELIMINATION OF FOREIGN COVERT OPERATIONS, THE SPOKESMAN FROM ROCKEFELLER'S OFFICE REPLIED EMPHATICALLY "NO." HE ADDED, WHILE CHUCKLING, "IF YOU CUT OUT COVERT OPERATIONS, YOU CUT OUT THE CIA, DON'T YOU?"

WILLIAM HORBY ON THE POWER OF IDEAS

GREENSBORO, N.C., SEPT. 16 (IPS)—STATE PRESIDENT OF THE AFL-CIO, WILBUR HOBBY, TESTIFIED IN DISTRICT COURT HERE YESTERDAY IN DEFENSE OF AN AFL-CIO MEMBER WHO ASSAULTED U.S. LABOR PARTY ORGANIZERS IN A GREENSBORO HOTEL LOBBY LAST WEEK. THE USLP HAD FILED CRIMINAL CHARGES AGAINST THE GOON.

ON THE WITNESS STAND FOR CROSS-EXAMINATION, HOBBY REPLIED TO THE PROSECUTOR'S QUESTION ABOUT WHY THE GOON WAS DEPLOYED, "THE LABOR PARTY WAS DISRUPTING OUR MEETING."

"HOW DID THEY DISRUPT THE MEETING?" THE PROSECUTOR ASKED. "DID THEY HIT ANY OF YOUR MEMBERS?"

"NO," HOBBY REPLIED.

"DID THEY TOUCH ANY OF YOUR MEMBERS?" THE PROSECUTOR CONTINUED.

"NO." HOBBY SAID.

"WERE THEY ACTING BOISTEROUSLY?" THE PROSECUTOR ASKED.

"NO." HOBBY SAID. FOR THE THIRD TIME.

"WELL, THEN," THE PROSECUTOR SAID, "WHAT WAS THE LABOR PARTY DOING?"

HOBBY BURST OUT BITTERLY, "THEY WERE DISTRIBUTING THEIR COM-MUNIST IDEAS AND THAT'S ENOUGH TO DISRUPT THE AFL-CIO."

HOBBY DREW MORE LAUGHS EARLIER IN THE TRIAL WHEN HE COMPLAINED THAT IN A PRESS CONFERENCE THE LABOR PARTY HAD CALLED HIM A "WIND-BAG."

THE CASE WAS ADJOURNED UNTIL THIS AFTERNOON.

CHASE TO BAIL OUT NAMESAKE

TEPT. 16 (IPS) -- CHASE MANHATTAN BANK WILL BUY \$150 MILLION OF THE TROUBLED CHASE MANHATTAN MORTGAGE AND REALTY TRUST'S ASSETS. MANY OF THESE ARE SHORT-TERM MORTGAGES WHICH REQUIRE \$30 MILLION MORE FINANCING, TO BE SUPPLIED BY THE BANK.

THE DEAL IS CONTINGENT ON THE CONCLUSION OF A NEW CREDIT AGREE-MENT WHICH BECOMES EFFECTIVE SEPT. 30 BETWEEN THE CHASE REIT AND ITS 41 LENDING BANKS, INCLUDING/CHASE MANHATTAN BANK, THE TRUST'S "ADVISER." ON MAY 31 MORE THAN 50 PER CENT OF THE TRUST'S LOAN PORTFOLIO WAS NOT ACCRUING INTEREST OR WAS IN VARIOUS STAGES OF FORECLOSURE.

SIMON REPEATS ATTACK ON CALAMITY JANES

SEPT. 16 (IPS)--U.S. TREASURY SECRETARY WILLIAM LASHED OUT AT ECO-NOMIC OBSERVERS WHO ANTICIPATE THE COLLAPSE OF THE AMERICAN ECO-NOMIC SYSTEM AS "CALAMITY JANES AND PREACHERS OF GLOOM." SIMON SAID SUCH INDIVIDUALS WERE SPREADING A "FEAR PSYCHOLOGY" THROUGHOUT THE AMERICAN PUBLIC.

ONE SUCH PREACHER OF GLOOM, A CORRESPONDENT FROM THIS NEWS SER-VICE, ASKED SIMON AT THE RECENT INTERNATIONAL MONETARY CONFERENCE IN WASHINGTON HIS ESTIMATES OF THE EFFECTS OF A THIRD WORLD DEBT MORATORIUM ON THE U.S. COMMERCIAL BANKING SYSTEM. SIMON REPLIED, "IT SEEMS WE SUCCUMB SO OFTEN, AS WE HAVE IN THE PAST TWO YEARS, TO THE CALAMITY JANES IN THIS WORLD ALMOST ON ANY SUBJECT WITHOUT TAKING ANY BALANCED MEASURED JUDGMENT OF WHAT SOME OF THE ALTERNATIVES ARE."

END OF LATE IPS NON-PRIORITIES FOR TUESDAY, SEPTEMBER 16, 1975



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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE EARLY NEWS ROUND-UP WEDNESDAY, SEPTEMBER 17, 1975

WORLD PRESS ROUND-UP

INTERNATIONAL NEWS

PCF HAILS UN SPECIAL SESSION

SEPT. 17 (IPS) — TODAY'S L'HUMANITE, NEWSPAPER OF THE FRENCH COMMUNIST PARTY (PCF) CHARACTERIZED THE UNANIMOUS RATIFICATION OF A RESOLUTION WHICH ENCOMPASSES ALMOST ALL OF THE PROPOSALS OF THE GROUP OF 77 AT THE UN SEVENTH SPECIAL SESSION AS FOLLOWS: "THIS UNANIMITY, EVEN IF IT IS A FACADE, EVEN IF IT IS NOT WITHOUT SECOND THOUGHTS, NONETHELESS BEARS WITNESS TO PROFOUND CHANGES WHICH HAVE TAKEN PLACE IN THE RELATION OF FORCES AT AN INTERNATIONAL LEVEL." BY COMPARISON, "THE UNITED STATES WAS FORCED TO CONTENT ITSELF WITH THE FORMATION OF *COMMENTARIES* BEFORE THE SPECIAL COMMISSION."

PCP DEMANDING PARITY WITH PPD IN NEW GOVERNMENT IN PORTUGAL

SEPT. 17 (IPS) -- ONE OF THE "STUMBLING BLOCKS" PREVENTING FORMATION OF A NEW GOVERNMENT IN PORTUGAL IS THAT THE PORTUGUESE COMMUNIST PARTY (PCP) IS DEMANDING "THE SAME NUMBER OF SEATS AS THE PPD," ACCORDING TO THE WASHINGTON POST AND OTHER AMERICAN PAPERS TODAY. THE NEW YORK TIMES TODAY REPORTS THAT "THE SOCIALIST DELEGATION (WHICH RECENTLY ARRIVED FROM WEST GERMANY) HAD SUDDENLY AGREED WITH THE COMMUNISTS THAT THEY SHOULD BE ON PAR WITH THE POPULAR DEMOCRATS IN THE CABINET;" NO OTHER PRESS MENTION THIS AGREEMENT.

DEVELOPMENT FOR GHANA

SEPT. 17 (IPS) — THE SOVIET UNION IS PREPARED TO PROVIDE THE NECESSARY MACHINERY FOR EFFECTIVE MECHANIZATION OF AGRICULTURE IN NORTHERN GHANA, ACCORDING TO MR. YURIY BERNOV, SOVIET AMBASSADOR IN GHANA, AS QUOTED BY THE GHANA NEWS AGENCY AND MONITORED BY THE U.S. FOREIGN BROADCAST INFORMATION SERVICE (FBIS) LAST MONTH. "NOW THAT GHANA IS PREPARED TO COOPERATE WITH THE SOVIET UNION, MY GOVERNMENT IS ALSO DESIROUS OF SEEING GHANA BECOME THE MOST PROSPEROUS COUNTRY IN AFRICA," THE AMBASSADOR ADDED.

THE GHANA DELEGATION WAS THE ONLY SUB-SAHARAN AFRICAN DELEGATION TO CALL FOR A DEBT MORATORIUM BEFORE THE SPECIAL SESSION OF THE GENERAL ASSEMBLY JUST ENDED.

(MORE)

COUP IN GHANA?

SEPT. 17 (IPS) -- WARNING THAT PERIODS OF AUSTERITY HAVE ALWAYS SEEN COUP ATTEMPTS IN GHANA, THE NEW YORK POST THINKS THAT NOW IS JUST SUCH A PERIOD AND THAT GHANA'S MILITARY GOVERNMENT IS "AT ITS LOWEST EBB IN POPULARITY SINCE COMING TO POWER IN A COUP NEARLY FOUR YEARS AGO."

"INVARIABLY IT HAS BEEN DURING HARD TIMES THAT GOVERNMENTS HERE HAVE BEEN REPLACED," WRITES THE POST, LISTING GHANA'S PRESENT ECONO-MIC WOES BUT FAILING TO NOTE PRESIDENT ACHEAMPONG'S PRO-DEVELOPMENT MEASURES.

VENEZUELAN INDUSTRIALIST CLAN CALLS FOR INCREASED EDUCATION

SEPT. 17 (IPS) — A SPOKEMAN FOR THE VENEZUELAN INDUSTRIAL CONGLOMERATE EMPRESAS MENDOZA HAS CALLED FOR "AUDACIOUS" MEASURES IN EDUCATION TO MEET THE MANPOWER NEEDS OF THE NATION'S DEVELOPMENT. "THE GREAT PROBLEM OF VENEZUELA, IF NOT THE GREAT TRAGEDY," SAID LOPE MENDOZA, "IS THE EXCESS OF FINANCIAL RESOURCES AND THE ALARMING LACK OF PROPERLY PREPARED HUMAN RESOURCES. THE ONLY SOLUTION...IS NONE OTHER THAN EDUCATION."

THE STATEMENT FROM THE CONSERVATIVE MENDOZA FAMILY COINCIDES WITH SIMILAR PRO-PRODUCTION TENDENCIES AMONG OTHER INDUSTRIAL INTERESTS CENTERED IN THE OPPOSITION CHRISTIAN DEMOCRATIC PARTY (COPEI).

THE MENDOZA STATMENT APPEARED IN THE SEPT. 15 EDITION OF THE CARACAS DAILY. EL NACIONAL.

CONTINENTAL NEWS

CHURCH COMMITTEE PREPARING ROCKEFELLER-SPONSORED CIA SHAKE-UP

SEPT. 17 (IPS) -- WAVING A "NONDISCERNABLE MICROBIOINOCULATOR, CAPABLE OF BEING USED AS A NOISE-FREE DISSEMINATOR" SENATOR FRANK CHURCH YESTERDAY CONDUCTED SIX HOURS OF "HEARINGS" ON THE CIA'S HARBORING OF EXOTIC WEAPONS, POISON PELLETS, SHELLFISH TOXIN AND COBRA VENOM, REPORTS YESTERDAY'S WASHINGTON POST. LUDICROUS ON THE SURFACE, THE CHURCH COMMITTEE SHOW IS NOW EXPLORING THE PROBLEM OF LAX "COMMAND AND CONTROL" OF THE CIA BY THE EXECUTIVE BRANCH. THE INTENT OF THE SHOW IS TO UP THE NECESSARY PRECONDITIONS FOR IMPLEMENTATION OF THE ROCKEFELLER COMMISSION RECOMMENDATIONS TO STRENGTHEN THE CIA AND TO MOVE IT DIRECTLY UNDER THE EXECUTIVE BRANCH.

BALTIMORE SUN PUSHES RACE THEORY OF DRUG ADDICTION. DEMANDS DOLPHINE

SEPT. 17 (IPS) — WILLIAM SALISBURY, CANDIDATE FOR MAYOR OF BALTI-MORE RELEASED A CALL FOR PUBLIC INVESTIGATION TODAY OF THE FUNDING OF BOTH THE BALTIMORE SUN AND THE STATE'S METHADONE DRUG ADDICTION SYSTEM,

FOLLOWING AN EDITORIAL IN THE SUN ON SEPTEMBER 13 PROPOSING MANDATORY USE OF KILLER DRUG METHADONE, ORIGINALLY NAMED "DOLPHINE" HONORING ALDOLPH HITLER, IN STATE HOSPITAL'S. THE EDITORIAL MAINTAINS THAT HEROIN ADDICTION IS GENETICALLY CAUSED. SALISBURY SAID "THIS FRANTIC POLICY DEMAND OF THE SUN FOLLOWS THE DEFEAT OF METHADONE PUSHER GRENVILLE WHITMAN AND OTHER PRO-DRUG CANDIDATES AT THE HANDS OF THE U.S. LABOR PARTY IN THE SEPTEMBER 9 PRIMARY ELECTIONS. IT FOLLOWS THE MOBILIZATION OF A MAJORITY OF WORKERS AGAINST BOTH METHADONE AND NON-LEGALIZED DRUG TRAFFIC."

ICLC INTELLIGENCE AND ORGANIZING REPORT

ATF PLANNING COVER-UP OF PORTUGUESE FASCIST GUN-RUNNING

EAST ORANGE, N.J., SEPT. 17 (IPS) -- FOLLOWING THE WIDE USLP EXPOSURE OF GUN-RUNNING FROM HARTFORD COLT THROUGH PORTUGUESE FAS-CISTS IN NEWARK'S EAST WARD TO FASCISTS IN PORTUGAL, ALCOHOL, TO-BACCO AND FIREARMS AGENT MR. DOUGLASS VISITED THE LABOR PARTY OFFICE YESTERDAY TO ASCERTAIN JUST HOW MUCH THE LABOR PARTY KNEW OF THESE OPERATIONS.

DOUGLASS SUGGESTED THAT THE LABOR PARTY SHOULD NOT DISCUSS THE MATTER WITH THE PROSECUTOR'S OFFICE AND OTHER AGENCIES BECAUSE, "THERE ARE PROBABLY PEOPLE IN THESE AGENCIES WHO MIGHT GET WORD BACK TO THE PEOPLE INVOLVED IN THE GUN-RUNNING." THIS HE HELPFULLY POINTED OUT "MIGHT MAKE INFILTRATION DIFFICULT OR IMPOSSIBLE." LATER DURING THE VISIT DOUGLASS SLIPPED, ACKNOWLEDGING THAT HE "USED TO HANG AROUND THE EAST WARD."

IN RELATED DEVELOPMENTS, THE USLP BRIEFED EAST WARD COUNCILMAN MARTINEZ AND ESSEX COUNTY PROSECUTOR LORDIX ON THE GUN-RUNNING ACTIVITIES WITHIN THEIR JURISDICTIONS. BOTH HYSTERICALLY REFUSED TO INVESTIGATE AND THEN ADMITTED TO KNOWING THE PERSONS INVOLVED IN THE GUN-RUNNING. MARTINEZ HIMSELF WAS ACCUSED OF FUNNELING GUNS TO "RADICAL" GROUPS A FEW YEARS AGO.

CIA AGENTS GAVE LIES TO DAILY NEWS

SEPT. 16 (IPS) -- IPS OBTAINED INFORMATION FORM JOURNALISTIC SOURCES TODAY THAT KNOWN CIA AGENTS WERE THE SOURCE OF LIES CONTAINED IN NEW YORK DAILY NEWS "REPORTER" JOHN COTTER'S LIBEL OF THE NATIONAL CAUCUS OF LABOR COMMITTEES (NCLC). COTTER'S LIES ABOUT THE NCLC APPEARED IN THE SEPT. 10 NEW YORK DAILY NEWS. THE LIBEL ALSO APPEARED IN THE SAN FRANCISCO EXAMINER, SYNDICATED BY THE KNIGHT NEWSPAPERS WIRE SERVICE, SEPT. 11, UNDER COTTER'S BYLINE BUT A DIFFERENT TITLE.

COTTER HAS ADMITTED TO JOURNALISTIC SOURCES THAT HE HAS A "BIG FILE" ON THE NCLC, FROM CIA PRESS CONDUITS "BO BURLINGHAM (FORMERLY OF THE CIA'S SCHWARTZE KAPELLE AND WEATHERMAN COUNTERGANGS, ED.), ANDREW KOPKIND (ALSO OF THE SCHWARTZE KAPELLE NETWORK) WHO EDITS THE REAL PAPER, AND RON DORFMAN OF THE CHICAGO JOURNALISM REVIEW." COTTER ALSO REFERRED TO THE NEW YORK TIMES' PAUL MONTGOMERY LIBEL ON THE NCLC OF JANUARY 1974 AND A SIMILAR LIBEL WHICH APPEARED IN THE NEW YORK POST IN 1974, AS MATERIAL IN HIS "NCLC FILE."

IPS NEWS ANALYSIS

FORD DEFIES HOUSE COMMITTEE SUBPEONA

SEPT. 17 (IPS) — PRESIDENT FORD YESTERDAY ANNOUNCED HIS INTENTION TO DEFY A SUBPEONA ORDERING HIM TO TURN OVER CLASSIFIED DOCUMENTS ON THE VIETNAM WAR TO THE HOUSE SELECT COMMITTEE ON INTELLIGENCE, ACCORDING TO TODAY'S NEW YORK TIMES. FORD'S REFUSAL TO COMPLY WITH THE SUBPEONA BY 10 A.M. TODAY IS PREDICATED ON THE COMMITTEE'S REFUSAL TO CHANGE ITS OPERATING PROCEDURES.

*COMMITTEE CHAIRMAN OTIS PIKE (D-NY) SAID YESTERDAY AFTER THE PRESIDENT'S REMARKS AT A NEWS CONFERENCE THAT HE WOULD OPPOSE A COMPROMISE ON EITHER THE RIGHT OF CONGRESS TO DECLASSIFY MATER—IAL CLASSIFIED BY THE EXECUTIVE BRANCH OR THE RIGHT OF CONGRESS TO SUBPEONA AND OBTAIN PRESIDENTIAL DOCUMENTS. IF FORD FAILS TO TURN OVER THE REQUESTED DOCUMENTS TODAY, PIKE TOLD A REPORTER, "THE ONLY THING WE CAN DO IS TO GO INTO COURT, AND IT WILL BE MY RECOMMENDATION THAT WE DO." PIKE HAS ALSO REFUSED TO RELINQUISH CLASSIFIED DOCUMENTS IN THE COMMITTEE'S POSSESSION AS PER FORD'S ORDER LAST WEEK.

THE MOST SERIOUS CONSTITUTIONAL CONFRONTATION BETWEEN THE LEGISLATIVE AND EXECUTIVE BRANCHES SINCE THE WATERGATE SCANDAL, WHEN PRESIDENT NIXON REFUSED TO TURN OVER DOCUMENTS AND TAPES SUBPEONAED BY THE SENATE WATERGATE COMMITTEE AND THE HOUSE JUDICIARY COMMITTEE, IS BEING USED BY THE ROCKEFELLER ADMINISTRATION TO REVIVE THE LEGISLATION OF A POLICE STATE VIA PASSAGE OF THE NOTORIUS SENATE BILL I (S.1). AT HIS PRESS CONFERENCE YESTERDAY, FORD UNVEILED THE ROCKEFELLER STRATEGY WHEN HE SAID, "I THINK IT IS FAIR TO POINT OUT...THAT SOME OF THE (CLASSIFIED) MATERIAL (RELEASED BY THE COMMITTEE) IS SPECIFICALLY PROTECTED BY LAW, AND IF A PRIVATE CITIZEN WERE TO RELEASE THAT INFORMATION INVOLVING COMMUNICATIONS INTELLIGENCE, IT WOULD BE CRIMINAL — A SERIOUS CRIMINAL OFFENSE." S.1 SPECIFICALLY PROVIDES FOR STRICT PENALTIES TO CITIZENS, PUBLIC OFFICIALS, AND PRESS PERSONNEL WHO MAKE PUBLIC INFORMATION OR CRIMES RELATED TO NATIONAL SECURITY.

WHILE FORD STOPPED SHORT OF ACTUALLY ACCUSING CONGRESS OF A CRIMINAL ACTION IN ITS RELEASE OF FOUR UNAUTHORZIZED WORDS FROM A CLASSIFIED DOCUMENT LAST WEEK, THE IMPORT OF HIS REMARKS WAS MADE CLEAR BY THE RECENT FLURRY OF ACTIVITY BY ROCKEFELLER AGENTS IN CONGRESS. IPS LEARNED TODAY THAT S.1 WILL BE REPORTED OUT OF A SENATE SUBCOMMITTEE TO THE JUDICIARY COMMITTEE IN THE NEXT TWO WEEKS. ROCKEFELLER ENFORCER HUGH SCOTT (R-PA), AN ARDENT SUPPORTER OF THE BILL, YESTERDAY AGREED TO GREASE THE LEGISLATIVE MACHINERY FOR PASSAGE OF THE MEASURE BY ENDORSING A SET OF "LIBERALIZING" AMENDMENTS ATTACHED BY BIRCH BAYH (D-IND). THESE AMENDMENTS ARE DESIGNED TO MAKE THE BILL MORE PALATABLE TO CONGRESS, WHICH HAS TO DATE REFUSED TO MOVE ON THE LEGISLATION.

END OF EARLY IPS FOR SEPTEMBER 17, 1975.



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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE LATE EVENING NEWS PRIORITIES WEDNESDAY, SEPT.17, 1975

I. INTERNATIONAL

EEC IMPOSES MORE ECONOMIC BLACKMAIL OF PORTUGUESE:
LEVIES DUTIES ON FABRICS

SEPT. 17 (IPS)—THE COUNTRIES IN THE EUROPEAN COMMON MARKET (EEC) AND THE EUROPEAN FREE TRADE ASSOCIATION (EFTA) ARE IMPOSING ADDITIONAL DUTIES ON PORTUGUESE TEXTILES, ON TOP OF THE ONES LEVIED IN JULY. TE DUTIES WILL TAKE EFFECT "WHERE EXPORTS OF CERTAIN PRODUCTS EXCEED PRESCRIBED LEVELS," ACCORDING TO YES—TERDAY'S LONDON FINANCIAL TIMES.

ACCORDING TO RELIABLE SOURCES, NATO SECRETARY-GENERAL LUNS HAS WARNED PORTUGUESE LEADERS THAT IF A COMMUNIST IS INCLUDED IN THE SIXTH PROVISIONAL GOVERNMENT THEN THE "EEC COUNTRIES WOULD ECONOMICALLY BLOCKADE PORTUGAL."

PCP LEADER ALVARO CUNHAL ADDRESSES CROWD OF 70.000

SEPT. 17 (IPS)—ALVARO CUNHAL, LEADER OF THE PORTUGUESE COMMUNIST PARTY (PCP) ADDRESSED A 70,000 MAN DEMONSTRATION TO EXPRESS CONFIDENCE IN THE CONTINUED DEVELOPMENT OF A DEMOCRATIC PORTUGAL AND THE DEFENSE OF THE REVOLUTIONARY ACHIEVEMENTS, ACCORDING TO THE EAST GERMAN NEWS AGENCY ADN. CUNHAL SAID, "THE PROBLEMS OF OUR COUNTRY CAN ONLY BE SOLVED WITH THE PCP, AND NOT AGAINST THE PCP...THE PCP SHOULD MAINTAIN STRONG ALLEGIANCE TO THE ARMED FORCES MOVEMENT." (MFA). CUNHAL SINGLED OUT THE MFA AS THE REVOLUTIONARY VANGUARD, AND THAT IF IT SHOULD DISAPPEAR, THIS WOULD IMMEDIATELY ENDANGER THE REVOLUTIONARY PROCESS, ADDED ADN.

II. CONTINENTAL

WASHINGTON POST WARNS
THAT U.S. DELIVERY OF PERSHING MISSILES TO ISRAEL
WOULD RISK NUCLEAR WAR

SEPT. 17 (IPS)—TODAY'S WASHINGTON POST REPORTS WIDESPREAD FEARS THAT THE MOOTED DELIVERY OF PERSHING MISSILES CAPABLE OF CARRYING NUCLEAR WARHEADS TO ISRAEL WOULD PUT ARAB COUNTRIES "UNDER THE GUN" AND LEAD TO CONSEQUENCES RANGING FROM "SOVIET INTERVENTION TO NUCLEAR WAR." THE DELIVERY OF THE MISSILES IS ONE OFFSHOOT OF SECRET MEMORANDA SIGNED BY ISRAEL AND THE U.S. AND MADE PUBLIC YESTERDAY IN THE POST.

POST REPORTER GEORGE WILSON IDENTIFIES THE PERSHING AS FITTING "INTO THE CHANGES IN NUCLEAR STRATEGY SECRETARY OF DEFENSE JAMES R. SCHLESINGER HAS ORDERED TO GIVE THE U.S. THE CAPABILITY OF FIGHTING LIMITED WAR WITH NUCLEAR WEAPONS."

IN RELATED COVERAGE. THE BALTIMORE SUN TODAY NOTES THAT "THE DISCLOSURE THAT PERSHINGS MAY BE SUPPLIED TO ISRAEL CAUGHT MANY HIGH OFFICIALS IN THE DEFENSE DEPARTMENT BY SURPRISE."

DUNLOP. KENNEDY PRESS FASCIST LABOR NEGOTIATION BILL

SEPT. 17 (IPS) -- SECRETARY OF LABOR JOHN DUNLOP, TESTIFIED BEFORE THE SENATE LABOR COMMITTEE YESTERDAY, IN AN ATTEMPT TO GAIN SUPPORT FOR BILL S.2305. THE CONSTRUCTION INDUSTRY COLLECTIVE BARGAINING ACT, AS IT IS KNOWN, WOULD ESTABLISH A CORPORATIVIST LABOR-MANAGEMENT PANEL FOR THE CONSTRUCTION INDUSTRY, CHAIRED BY DUNLOP HIMSELF, WITH POWER FOR TH% PANE PNE ANY STRIKE FOR THIRTY DAYS AND IMPOSE WAGE SETTLEMENS, OVERRIDING LOCAL UNION REJECTIONS. SENATOS JAVITS, TUNNEY, RIBACOFF AND KENNEDY, ARE SPONSORING THE BILL. ALSO SPEAKING ON BEHALF OF THE BILL AS ROBERT GEORGINE, PRESIDENT OF THE AFL-CIO BUILDING TRADES COUNCIL.

III. INTELLIGENCE AND ORGANIZING

SOVIET LEADER - FUSION POWER BY 1980

PARIS, SPET. 17 (IPS)—ASKED TODAY ABOUT PROSPECTS FOR FUSION POWER BY 1985, GREGORI ROMANOV, CANDIDATE MEMBER OF THE POLITBURO OF THE COMMUNIST PARTY OF THE SOVIET UNION, TOLD EUROPEAN LABOR COMMITTEE ORGANIZERS: "1985? YOU MUST BE KIDDING. AT THE RATE WE ARE MOVING, WE WILL GET FUSION POWER BY 1980!"

THE CHANCE MEETING BETWEEN ROMANOV AND THE ELC MEMBERS OCCURRED AT THE FESTIVAL OF L'HUMANITE, PAPER OF THE FRENCH COMMUNIST PARTY. ROMANOV IS HEADING THE SOVIET DELEGATION TO THE FETE.

CAROL RUCKERT ON BALLOT FOR SEATTLE TREASURER IN NOVEMBER RACE

SEATTLE, SEPT. 17 (IPS) -- IN TWO CITY-WIDE RACES LP CANDIDATES WON ONE OUT OF FIVE VOTES YESTERDAY. CAROL RUCKERT POLLED 18% IN THE RUN-OFFS FOR SEATTLE TREASURER AND WILL FACE JOHN KELLY IN THE ELECTIONS IN NOVEMBER; KELLY POLLED 82% YESTERDAY. BRIAN LANTZ WON 21% IN THE RACE FOR COMPTROLLER.

THE U.S. LABOR PARTY'S OTHER CANDIDATES' VOTE WAS HIDDEN BY A CLEAR VOTE-FRAUD PATTERN PROGRAMMED INTO THE CITY'S LEAA COMPUTERIZED TALLY SYSTEM WHICH ATTRIBUTED THE SECOND PLACE POSITION THAT THE LP WON TO A SHIFTING ARRAY OF UNKNOWNS, AND COUNTERINSURGENT ODD-BALLS. ELECTION TURN OUT WAS REPORTED AT 20%.

LP CANDIDATE FOR CITY COUNCIL POSITION 2, MARIANNA STAPEL WAS ATTRIBUTED 1.7% AGAINST 70.3% FOR THE INCUMBENT AND SECOND PLACE WAS AWARDED TO A "FORMER" WEATHERMAN AGENT CHIP MARSHALL. AT THE SAME TIME STAPEL RECEIVED 14.3% SECOND POSITION, IN A

(MORE)

SIMULTANEOUS RACE FOR THE UNEXPIRED "POSITION TWO" COUNCIL SEAT. USLP CANDIDATE FOR SCHOOL BOARD STEVE KANE WAS ANNOUNCED RUNNING NECK-IN-NECK FOR SECOND POSITION AGAINST A COUNTERINSURGENT EDDIE RYE AT 11 P.M. LAST NIGHT BY A VISIBLY WORRIED "TV COMMEN-TATOR" WHO THEN REVEALED AT 11:30 P.M. THAT RYE HAD "PULLED AHEAD" TO 23% AGAINST KANE'S 15% AS A SPECIAL LEAA CONTINGENCY "PROGRAM BRANCH" WENT INTO EFFECT.

THE LABOR PARTY IS NOW COLLECTING AFFIDAVITS FROM VOTERS IN PREPARATION FOR LEGAL ACTION ONCE PRECINCT-BY-PRECINCT RETURNS COME IN.

DETROIT CITY COUNCIL GRILLS POLICE COMMISSIONER TANNIAN ON SURVEILLANCE

SEPT. 17 (IPS)—DETROIT CITY COUNCIL PRESIDENT CARL LEVIN CALLED FOR A REVIEW OF THE DETROIT POLICE SURVEILLANCE UNIT'S POLICIES IN ORDER TO PREVENT ILLEGAL SURVEILLANCE OF POLITICAL GROUPS FOLLOWING AN INTERROGATION OF DETROIT POLICE COMMISSIONER PHILIP TANNIAN BY THE CITY COUNCIL YESTERDAY.

TANNIAN APPEARED BEFORE THE COUNCIL TO ANSWER CHARGES THAT HE HAD ORDERED ILLEGAL SURVEILLANCE OF POLITICAL GROUPS AND MEMBERS OF THE CITY COUNCIL. AFTER HEARING TANNIAN DENY THAT ANY FILES ON POLITICAL GROUPS HAD BEEN KEPT FOR TWO YEARS, LEVIN ALSO ASKED THE CITY'S CORPORATION COUNSEL TO ADVISE COUNCILMEN ON HOW THEY COULD USE THE FREEDOM OF INFORMATION ACT TO FORCE DISCLOSURE OF SURVEILLANCE. LEVIN SAID THAT TANNIAN'S "ANSWERS MAKE IT MORE NECESSARY TO INSTITUTE SAFEGUARDS."

END OF IPS PRIORITIES FOR SEPTEMBER 17, 1975



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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE WORLD NEWS ROUND-UP THURSDAY, SEPTEMBER 18, 1975 1200 HOURS

PCP POLICY IN NEW PORTUGUESE GOVERNMENT: SAME AS "IN THE STREETS"

SEPTEMBER 18 (IPS)- COMMENTING ON THE SOON TO BE ANNOUNCED FORMATION OF PORTUGAL'S 6TH PROVISIONAL GOVERNMENT, EAST GERMAN RADIO TODAY STATES THAT THE GOVERNMENT WOULD REPRESENT A "TURN TO THE RIGHT" SINCE THE MAJORITY SOCIAL DEMOCRATIC MINISTERS "WILL TRY TO QUESTION THE ACHIEVEMENTS OF THE REVOLUTION AND PUT IT IN A SOCIAL DEMOCRATIC FRAMEWORK." CONCERNING THE PLANNED PARTICIPATION OF THEPORTUGUESE COMMUNIST PARTY (PCP) IN SUCH A GOVERNMENT, IT IS STRESSED THAT "THE POLICY OF THE COMMUNISTS WOULD BE THE SAME IN THE GOVERNMENT AS IN THE STREETS", NAMELY TO DEFEND THE ACHIEVEMENTS OF THE REVOLUTION. FURTHERMORE. IF THE PCP'S PARTICIPATION IN THE GOVERNMENT PROVES TO BE TOO DIFFICULT, "THE DECISION TO BE PART OF THE GOVERNMENT COULD BE TAKEN BACK AT ANY MOMENT." CITING THE PCP'S ANTICIPATION OF "TREMENDOUS DIFFICULTIES IN THE PRESENT CABINET COMPOSITION." EAST GERMAN RADIO ADDS THAT "IF THE EXISTING PROBLEMS ARE NOT SOLVED, THE CRISIS WILL BE AGGRAVATED AGAINS IN ONLY A FEW DAYS."

YF15'S. MESSERSCHMIDTS FOR MAO?

SEPT.18 (IPS)—THE UNITED STATES WILL CONSIDER CHINESE REQUESTS FOR THE AMERICAN YF15 COMBAT PLANES, BEFORE THOSE REQUESTS HAVE BEEN MADE (SIC), ACCORDING TO AN AGENCE FRANCE PRESS DISPATCH IN JAPANESE DAILY MAINICHI, SEPT.14. A STATEMENT ON THE SUBJECT HAS BEEN MADE BY JOHN HOLDRIDGE, ASSISTANT HEAD OF THE U.S. LIASON OFFICE IN PEKING. HOLDRIDGE STRESSED THAT THE REQUEST WAS STILL HYPOTHETICAL, BUT THE US WOULD CONSIDER IT THOROUGHLY IF IT WERE TO BE MADE.

EAST GERMAN RADIO STIMME DER DDR LAST NIGHT REPORTED THAT A SPECIALIST FROM THE WEST GERMAN MESSERSCHMIDT AIRCRAFT FIRM IS ACCOMPANYING FRANZ JOSEF STRAUSS IN HIS CURRENT VISIT TO CHINA. WEST GERMAN MAGAZINE DER SPIEGEL, IN ITS LATEST ISSUE HAS STRONGLY IMPLIED THAT IN STRAUSS' CAPACITY AS HEAD OF THE AIRBUS INDUSTRIES, AND CHAIRMAN OF A MAJOR BAVARIAN BANK, BAVARIAN HYPOTHEKEN, ARMS DISCUSSIONS WITH CHINA MAY WELL BE PART OF THE TRIP.

MANKIND SHOULD GO BACK TO CAVES, SAYS ZERO GROWTH SPOKESMAN

SEPT.18 (IPS)—LIFE ON EARTH PROSPERED FOR BILLIONS OF YEARS
"UNTIL MAN ARRIVED," ACCORDING TO VENEZUELAN ZERO GROWTH
ADVOCATE ARISTIDES BASTIDAS. SPEAKING AT THE COURSE IN ADMINISTRATION
PROBLEMS OF ENVIRONMENTAL CONTAMINATION IN CARACAS LAST
MONDAY, BASTIDAS SAID, "WHILE MAN LIVED IN THE CAVES...HE WAS
A COLLABORATOR WITH NATURE, LIKE OTHER CREATURES."
HUMANITY'S FIRST CRIME, ACCORDING TO THE VENEZUELAN SCIENCE
COLUMNIST, WAS "WHEN MAN LEARNED TO CONSTRUCT HIS OWN HOUSING;
HE CUT DOWN TREES TO USE THE WOOD." HE COMPARED THE HUMAN RACE TO
"THE WITCH'S APPRENTICE (WHO) CAST A SPELL AND THEN DID NOT
KNOW HOW TO UNDO IT."

THE COURSE ON CONTAMINATION IS BEING GIVEN BY VENEZUELAN "EXPERTS" AND PROFESSORS FROM INDIANA UNIVERSITY. THE SPEECH WAS COVERED IN MONDAY'S CARACAS DAILY, EL NACIONAL.

FORD FOUNDATION DIRECTS EDUCATION CUTS IN VENEZUELA

SEPT.18 (IPS)—THE FORD FOUNDATION IS RESPONSIBLE FOR THE GOVERNMENT PROPOSED EDUCATION BUDGET CUTBACKS IN VENEZUELA, IT WAS REVEALED THIS WEEK. ACCORDING TO A STATEMENT RELEASED FOUR DAYS AGO BY PROFESSOR SIMON SAEZ MERIDA OF THE UNIVERSIDAD DE CARABOBO, AN AGREEMENT BETWEEN THE FORD FOUNDATION AND THE VENEZUELAN GOVERNMENT SIGNED IN JUNE OF 1967 GAVE THE FOUNDATION AUTHORITY TO CONDUCT "COST STUDIES AND PLANS FOR COST REDUCTIONS."

THE AGREEMENT HAS GIVEN THE FORD FOUNDATION, IN CONJUNCTION WITH THE INTER-AMERICAN DEVELOPMENT BANK, THE UNIVERSITY OF

WISCONSIN, AND OTHER U.S. UNIVERSITIES, VIRTUALLY TOTAL CONTROL OVER EVERY ASPECT OF THE VENEZUELAN EDUCATIONAL SYSTEM, SAID SAEZ MERIDA. THIS INCLUDES "THE ORIENTATION OF THOSE WHO CONDUCT EDUCATIONAL POLICY, THE DESIGNING OF RESEARCH, CONSTRUCTION OF TESTS, EVALUATIONS, CURRICULUM, PUBLIC ADMINISTRATION, NATURAL AND SOCIAL SCIENCES, AND SO ON, "HE ADDED, ACCORDING TO THE CARACAS DAILY, EL NACIONAL, OF SEPT. 15.

THE PROPOSED FEDERAL BUDGET FOR 1976 INCLUDES A CUT IN EDUCATION ALLOTMENTS OF \$64 MILLION.

WORLD PRESS SUMMARY CONTINENTAL NEWS

FORD-PIKE CONFRONTATION CONTINUES

SEPT.18 (IPS)—REP. OTIS PIKE (D-NY), CHAIRMAN OF THE HOUSE SELECT COMMITTEE ON INTELLIGENCE, YESTERDAY REFUSED TO ACCEPT A LAST-MINUTE OFFER OF CLASSIFIED MATERIALS FROM THE WHITE HOUSE BECAUSE THEY HAD BEEN CENSORED IN ADVANCE AND DELIVERED ON THE CONDITION THAT THEY NOT BE MADE PUBLIC. HOWEVER, PIKE RENOUNCED HIS INTENTION TO TAKE THE PRESIDENT TO COURT TO FORCE HIS COMPLIANCE WITH A COMMITTEE SUBPOENA, ACCORDING TO A REPORT IN TODAY'S NEW YORK TIMES. INSTEAD, PIKE DEMURRED, "IF WE FIND IT NECESSARY TO INSTITUTE LEGAL PROCEEDINGS AT A LATER DATE, I THINK WE WOULD NOT SHRINK FROM DOING SO."

IN THE MEANTIME, THE PIKE COMMITTEE ADOPTED A NEW PROCEDURE WHICH WOULD GIVE THE WHITE HOUSE A DAY'S NOTICE BEFORE MAKING PUBLIC ANY SENSITIVE CLASSIFIED INFORMATION. WHILE RESERVING THE COMMITTEE'S RIGHT TO MAKE PUBLIC MATERIAL WITHOUT EXECUTIVE APPROVAL, PIKE SAID, "I HOPE THIS WILL SATISFY THEM, BUT I'M NOT AT ALL SURE."

NY TIMES DEFENDS CONGRESS

SEPT. 18 (IPS) -- "IN THE DEEPEST SENSE THE SAFETY OF LIBERTY IN THIS COUNTRY RESTS ON RESPECT FOR THE SEPERATION OF POWERS - ON CONGRESS AS A BALANCE TO THE GROWTH OF PRESIDENTIAL POWER, "NEW YORK TIMES COLUMNIST ANTHONY LEWIS INTONES TODAY. FAULTING SENATOR FRANK CHURCH'S INTELLIGENCE COMMITTE FOR SUCCUMBING TO WHITE HOUSE "CHARM" AND "WHISPERING IN THE EAR" COVER-UPS OF INTELLIGENCE ACTIVITIES, LEWIS PRAISES REP. OTIS PIKE'S PRALLEL HOUSE COMMITTEE FOR ITS STUBBORN INSISTENCE ON CONDUCTING INVESTIGATIONS ON ITS OWN TERMS.

"THE LARGER POINT UNDERLYING THRIUS INTELLGENCE INQUI-RIES," LEWIS CONTINUES, "IS THE NEED FOR ACCOUNTABILITY. INTELLI-GENCE AGENCIES DO NEED PRIVAGY, BUT OUR SYSTEM REQUIRES THAT THEY BE ULTIMATELY ACCOUNTABLE TO A DETACHED SCRUTINEER, WHICH IS CON-GRESS."

A COMPANION TIMES EDITORIAL ENTITLED "SON OF WATERGATE" ECHOES LEWIS REMARKS AND SUGGESTS THAT THE EXECUTIVE-PROVOKED CONSTITUTIONAL CONFRONTATION BETWEEN WHITE HOUSE AND CONGRESS IS DESIGNED TO PREVENT THE PIKE COMMITTEE "FROM DELVING AS DEEPLY AS IT SHOULD INTO THE SHADOWLAND OF INTELLIGENCE ACTIVITIES."

BALTIMORE SUN SETS STAGE FOR MURPHY COMMISSION-STYLE CIA REORGANIZATION

SEPT. 18 (IPS)—SETTING THE STAGE FOR A MURPHY/ROCKEFELLER COM-MISSION-STYLE REORGANIZATION OF THE CIA, THE BALTIMORE SUN EDI-TORIALLY WARNS TODAY: "IN A WORLD OF INTERNATIONAL DANGER, THE NEED FOR INTELLIGENCE GATHERING, AND HENCE FOR COVERT OPERATIONS AND STRICT SECURITY, IS REAL. WHAT THE PRESIDENT AND THE CONGRESS MUST CREATE — AND WHAT THE CONGRESS MUST CREATE IF THE PRESIDENT WILL NOT — IS THE MEANS TO PUT THE GOVVERNMENT AMERICANS ELECT IN DIRECT AND DETAILED CHARGE OF THAT WORK." THE SUN EDITORIAL FAILS TO MENTION THAT NO ONE CURRENTLY IN THE EXECUTIVE BRANCH HAS BEEN "ELECTED."

NYC SUBWAYS ARE CIA TARGET

SEPT. 18 (IPS)—A DOCUMENT RECENTLY RELEASED BY THE SENATE SELECT COMMITTEE ON INTELLIGENCE REVEALS THAT THE CIA FLOODED THE NYC SUBWAY SYSTEM WITH SIMULATED POISON GAS AS A "TEST-RUN" IN THE 1960'S. A TRANSIT AUTHORITY SPOKESMAN SAID YESTERDAY, "AS FAR AS WE CAN DETERMINE AT THIS TIME, NO ONE HERE KNEW OF THE TEST," THE NEW YORK TIMES REPORTS. SINCE THE NEW YORK UNDERGROUND TRANSIT COMPLEX IS UNLIKE ANY OTHER IN THE WORLD, THE TARGET OF THE CIA "TEST" WAS THE DOMESTIC U.S. POPULATION.

STATE DEPT. WATERGATES A.I.D.

SEPT. 18 (IPS) -- STATE DEPARTMENT OFFICIAL WEBSTER TODD HAS CHARGED THAT THE AGENCY FOR INTERNATIONAL DEVELOPMENT (AID) "AS PRESENTLY CONSTITUTED, CANNOT SUCCEED IN ITS MISSION" OF ADMINISTERING U.S. AID ABROAD ACCORDING TO TODAY'S NEW YORK TIMES. TODD IN A CONFIDENTIAL MEMORANDUM TO SECRETARY OF STATE KISSINGER REPORTED, "I HAVE FOUND THEM (AMERICAN AID PROGRAMS) UNIVERSALLY STRANGLED IN BUREAUCRATIC RED TAPE. AID...IS TOO FAT, ...TO INFLEXIBLE...AND DROWNED IN RATIONALIZATIONS THAT PREVENT ACCURATE ASSESSMENT OF ITS EFFECTIVENESS."

ICLC INTELLIGENCE AND ORGANIZING REPORT

THINK TANKER CONFIDES: ECONOMIC SABOTAGE TO SUPPLANT NATIONAL SECURITY "THUGGERY"

SEPT. 18 (IPS)—ROBERT BOORASAGE, SPEAKING AS A STAFF MEMBER OF THE WASHINGTON-BASED THINK TANK CENTER FOR NATIONAL SECURITY STUDIES, TOLD IPS THAT THE NATIONAL SECURITY COUNCIL WILL BE SUPERCEDED "IN FIVE YEARS OR LESS" BY AN ECONOMICALLY ORIENTED COUNCIL THAT WILL USE "FOREIGN AID, CREDIT, TRADE, THE WORLD BANK, ETC. AS CONTROL MECHANISMS." MY GOAL IS TO GET RID OF THUGGERY," HE SAID REFERRING TO COVERT OPERATIONS. HE INDICATED THAT "INTERNATIONAL ECONOMICS" WILL REPLACE THIS THUGGERY.

THIS TYPE OF ECONOMIC SABOTAGE POLICY -- ALREADY EXPOSED IN CHILE AND ON-GOING IN PORTUGAL -- HAS BEEN OUTLINED IN THE MURPHY COMMISSION REPORT, BOORASAGE MENTIONED.

SEATTLE LABOR PARTY VICTORS PLAN FRAUD EXPOSE

SEPT. 18 (IPS) -- SEATTLE'S NINE LABOR PARTY CANDIDATES IN TUESDAY'S RUN-OFF ELECTIONS SCHEDULED A PRESS CONFERENCE TOMORROW TO CALL FOR ELECTION BOARD INVESTIGATION OF THE SELECTIVE FRAUD AGAINST LABOR PARTY CANDIDATES PAT RUCKERT IN CITY COUNCIL POSITION FOUR RACE, NICK BRAUN IN CITY COUNCIL POSITION FIVE RACE AND STEVEN KANE IN SCHOOL BOARD RACE.

(MORE)

THE 18 PER CENT CITYWIDE VOTE AWARDED TO TREASURER CANDIDATE CAROL RUCKERT AND 14 PER CENT VOTE AWARDED CITY COUNCIL CANDIDATE MARIANNA STAPEL PROVIDE THE BASIS FOR PRECINCT LEVEL COMPARISONS WITH THE FRAUDULENT RETURNS AWARDED THE THREE LP CANDIDATES IN STAPEL AND RUCKERT WILL BE ON THE BALLOT IN THE NOVEM-N. HYSTERICAL RICK ANDERSON OF THE POST INTELLIGENCER QUESTION. BER ELECTION. OF SEATTLE COMMENTED: "CAROL RUCKERT, 29, THE UNEMPLOYED LABOR PARTY CANDIDATE FOR TREASURER WON A SPOT ON THE NOVEMBER BALLOT. SHE, LIKE ALL LP CANDIDATES HARPS ON THE CIA. SHE DESERVES TO LOSE." CAROL RUCKERT'S OPPONENT, INCUMBENT TREASURER JOHN KELLY REVEALED ELSEWHERE IN THE INTELLIGENCER HE MAY BE FORCED TO RESIGN LEAVING HER UNOPPOSED. DUE TO HIS VIOLATIONS OF FINANCIAL DISCLO-THE POST INTELLIGENCER PROVIDED DOCUMENTATION OF THE SURE LAWS. FRAUD PRACTICED AGAINST LP SCHOOL BOARD CANDIDATE STEVE KANE WHEN IT PUBLISHED NEXT TO THE ACTUAL VOTE RETURNS, SHOWING KANE WITHIN 11 VOTES OF CANDIDATE EDDIE RYE, "IT LOOKS LIKE THE 2 QUALIFIED CANDI-DATES ARE OUTDISTANCING THE LABOR PARTY CANDIDATE." THIS "OUT-DISTANCING" REFERRED TO SUBSEQUENT DOCTORED RETURNS SHOWING RYE WITH 1376 AND KANE 903.

END OF EARLY IPS FOR SEPT. 18, 1975



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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE LATE EVENING NEWS ROUND-UP THURSDAY, SEPTEMBER 18, 1975

SOVIETS EXPOSE PEKING-DIRECTED DRUG-RUNNING IN THE U.S.

SEPT. 18 (IPS) -- THE SOVIET UNION HAS CHARGED MADIST CHINESE DIPLOMATS ARE SENDIG HEROIN TO THE UNITED STATES IN RETURN FOR SOPHISTICATED MILITARY ELECTRONICS EQUIPMENT. THE CHARGES ARE CONTAINED IN THE LITERATURNAYA GAZETA OF SEPT. 15 AND WERE REPRINTED IN THE EAST GERMAN DAILY, DIE WAHRHEIT, AND THE LATEST ISSUE OF HORIZONT, THE MONTHLY JOURNAL OF THE EAST GERMAN SOCIALIST UNITY PARTY (SED).

THE INFORMATION ON THE PEKING-LED DRUG-RUNNING IN THE U.S. IS BASED ON THREE TRIALS WHICH TOOK PLACE IN NEW YORK CITY LAST MARCH, APRIL AND MAY AGAINST CHINESE DRUG SMUGGLERS, WHERE IT WAS REVEALED THAT IN LITTLE MORE THAN 18 MONTHS, HEROIN AND OPIUM WORTH MORE THAN A QUARTER OF A MILLION DOLLARS WAS SMUGGLED FROM SOUTH CHINA TO NEW YORK, SAN FRANCISCO, LOS ANGELES, CHICAGO AND PHILADELPHIA. AT THE TRIAL, FIVE OF THE DEFENDANTS CONFESSED IMMEDIATELY AND ENTERED GUILTY PLEAS. DISTRICT ATTORNEY CHARLES KLEIMAN SUMMED UP THE TESTIMONY TO THE SOVIET CORRESPONDENT IN THE FOLLOWING WAY: "WE ARE NOW IN POSSESSION OF INDISPUTABLE EVIDENCE THAT HEROIN IS BEING SMUGGLED HERE FROM MADIST CHINA."

PORTUGAL, CYPRUS BARED AS REAL REASON FOR ADMINISTRATION SABOTAGE OF PIKE HEARINGS

SEPT. 18 (IPS)—A CONGRESSIONAL SOURCE CLOSE TO THE HOUSE COMMITTEE ON INTELLIGENCE ACTIVITIES REVEALED TODAY THAT THE PIKE COMMITTEE'S INTENTION TO INVESTIGATE CIA ACTIVITIES AROUND PORTUGAL AND CYPRUS WAS THE REAL REASON FOR THE FORD ADMINISTRATION'S VIOLENT ATTACKS ON THE COMMITTEE AND FOR FORD'S DECISION TO INVOKE THE DISCREDITED "EXECUTIVE PRIVILEGE" DOCTRINE TO BACK UP ITS DENIAL OF EVIDENCE ON CIA ACTIVITIES TO THE COMMITTEE.

THE SOURCE EXPRESSED CONFIDENCE THAT THE COMMITTEE'S DEMAND FOR CLASSIFIED DOCUMENTS WOULD EVENTUALLY PREVAIL OVER THE WHITE HOUSE ATTEMPT TO SABOTAGE THE HEARINGS, BUT QUALIFIED THAT STATE-MENT, SAYING "BUT I'LL TELL YOU, THEY (THE ADMINISTRATION) REALLY DON'T WANT US TO GET INTO PORTUGAL AND CYPRUS."

RONAN CONFIRMS ROCKY PLAN TO SINK BRITAIN

SEPT. 18 (IPS) -- IN A TELEPHONE INTERVIEW WITH IPS YESTERDAY, WILLIAM RONAN, LONG-TIME ROCKEFELLER FLUNKEY NOW SERVING AS HEAD OF THE PORT AUTHORITY OF NEW YORK AND NEW JERSEY, CONFIRMED THAT THE ROCKEFELLERS ARE ATTEMPTING TO GUT BRITISH INDUSTRY TO PRO-

VOKE A FLIGHT OF CAPITAL FROM LONDON INTO THEIR CASH-STARVED NEW YORK BANKS.

THE INTERVIEW FOLLOWED MEETINGS THIS WEEK BETWEEN RONAN AND OTHER ROCKEFELLER AGENTS AND MRS. MARGARET THATCHER, LEADER OF BRITAIN'S CONSERVATIVE PARTY. REPORTEDLY, THE AGENTS GROOMED MRS. THATCHER TO REPLACE BRITISH PRIME MINISTER WILSON, WHO, RONAN SAID, "OBVIOUSLY COULDN'T HANDLE THE SITUATION."

ALTHOUGH RONAN REFUSED TO DIVULGE THE CONTENTS OF HIS "PRIVI-LEGED CONVERSATION" WITH MRS. THATCHER, HE AGREED THAT THE BRIT-ISH STEEL CORPORATION'S LOCK-OUT OF BLAST FURNACE WORKERS WAS IN-DEED A PROVOCATION TO SHUT DOWN 80 PER CENT OF BRITISH STEEL PRO-DUCTION BY NEXT WEEK AND NEARLY 70 PER CENT OF ALL BRITISH INDUS-TRY WITHIN THREE TO FOUR WEEKS.

"OF COURSE THERE WILL BE A FLIGHT OF CAPITAL FROM ERITAIN,"
RONAN ADDED. "IT HAS NOWHERE TO GO EXCEPT NEW YORK." RONAN ALSO
AGREED THAT THE POUND WOULD COLLAPSE UNDER THE CIRCUMSTANCES.

KISSINGER, CALLAGHAN, SAUVAGNARGUES AND GENSCHER MAP RESUMPTION OF COLD WAR

SEPT. 18 (IPS)—IMMEDIATELY UPON HIS RETURN FROM THE MIDDLE EAST ON SEPT. 5, HENRY KISSINGER MET PRIVATELY IN NEW YORK WITH BRITISH FOREIGN MINISTER JAMES CALLAGHAN, FRENCH FOREIGN MINISTER JEAN SAUVAGNARGUES AND WEST GERMAN FOREIGN MINISTER HANS-DIETRICH GENSCHER TO DISCUSS THE RESUMPTION OF THE COLD WAR WITH THE WARSAW PACT STATES, ACCORDING TO TODAY'S MONTREAL STAR. THE MINISTERS REPORTEDLY AGREED THAT THE SOVIET UNION WAS SUBVERTING PORTUGAL AND AT LEAST THREE OTHER PARTS OF WESTERN EUROPE. THEY REVIEWED THE FOLLOWING CONTINGENCIES:

- * A SOVIET INTERVENTION IN YUGOSLAVIA, FOLLOWING THE DEATH OF PRESIDENT JOSIP TITO.
 - * THE ELECTION OF COMMUNISTS TO POSITIONS OF POWER IN ITALY.
- * CIVIL DISORDER OR WORSE IN SPAIN, FOLLOWING THE DEATH OF PRESIDENT FRANCISCO FRANCO.
- * A COMMUNIST-DOMINATED GOVERNMENT IN PORTUGAL OR ONE TOO WEAK TO RESIST A COMMUNIST-LED TRADE UNION MOVEMENT.
- * SOVIET INTERVENTION OR SUBVERSION IN FINLAND, FOLLOWING THE DEATH OF PRESIDENT URHO KEKKONEN.
 - * RENEWED SOVIET INTERVENTION IN BERLIN.

EXCLUSIVE IPS INTERVIEW

UAW REGIONAL DIRECTOR:
EAST-WEST TRADE WOULD PUT UNEMPLOYED BACK TO WORK

CHICAGO, SEPT. 18 (IPS)—ROBERT JOHNSON, DIRECTOR OF UNITED AUTO WORKERS REGION 4 HERE, SAID YESTERDAY THAT HE WAS FOR "VERY MUCH MORE TRADE WITH THE SOVIET UNION."

"YOU KNOW, WE COULD BE HIRING ALL THE UNEMPLOYED WORKERS IN THIS COUNTRY TO PRODUCTIVE JOBS, PRODUCING FOR TRADE WITH THE SO-VIETS AND OTHER INTERNATIONAL TRADE," JOHNSON TOLD IPS.

"I KNOW MANY INDUSTRIALISTS," MR. JOHNSON SAID, "WHO FEEL THE SAME WAY I DO ABOUT EXPANDED TRADE WITH THE SOVIET UNION."

MR. JOHNSON PLACED BLAME FOR WHAT HE TERMED "AN IMMEDIATE THREATENED SHUTDOWN OF INDUSTRIAL CAPACITY" ON "THE ROCKEFELLER BANKS AND THE FORD-ROCKEFELLER ADMINISTRATION."

JOHNSON, A SELF-PROCLAIMED "KENNEDY MAN," ANNOUNCED THAT HE WOULD SUPPORT SARGENT SHRIVER FOR THE PRESIDENCY IF SEN. EDWARD KENNEDY (D-MASS) DOESN'T RUN HIMSELF. WHEN ASKED TO COMMENT ON THE MUDDLE THAT THE KENNEDY-SHRIVER GROUP CALLS ITS POLICY, JOHN-SON REPLIED, "I HAVE NO IDEA WHAT SHRIVER HAS TO SAY, DO YOU?"

UAW PRESIDENT LEONARD WOODCOCK IS KNOWN TO REGARD SEN. HENRY JACKSON (D-WASH) AS HIS FAVORITE SON.

PCF LEADER BLASTS GISCARD/SCHMIDT REARMAMENT PLANS

SEPT. 18 (IPS)—FRENCH COMMUNIST PARTY CENTRAL COMMITTEE MEMBER JACQUES DENIS TODAY BLASTED THE JOINT EFFORTS OF FRENCH PRESIDENT GISCARD D'ESTAING AND WEST GERMAN CHANCELLOR HELMUT SCHMIDT TO REARM WEST GERMANY. DENIS ACCUSED SCHMIDT AND HIS FELLOW WEST GERMAN LEADERS OF "TURNING THEIR BACKS" ON THE HELSINKI ACCORDS. HE CHARGED THAT "IT IS PRECISELY FRANCE WHICH HAS PUSHED THE GERMANS TO DO AWAY WITH THEIR GUILT COMPLEX AND JOIN WITH THE FRENCH IN LUCRATIVE AFFAIRS," SUCH AS JOINT ARMS DEVELOPMENT AND PRODUCTION PROJECTS.

BRANDT AND LEBER BOMB IN BREMEN

BREMEN, BRD, SEPT. 18 (IPS)—SOCIAL DEMOCRATIC PARTY CHAIRMAN WILLY BRANDT AND DEFENSE MINISTER GEORG LEBER, THE TWO MOST HATED AGENTS INSIDE THE SOCIAL DEMOCRATIC PARTY, BOMBED AT SEPARATE WORKING-CLASS RALLIES IN NORTHERN WEST GERMANY YESTERDAY.

YESTERDAY NOON IN BREMERHAVEN, BRANDT, WHO HAD BEEN JEERED AT BY WORKERS IN THE SEEBECK DOCK AT NOON, ONLY DREW 500 PEOPLE AT A RALLY IN THE CENTER OF TOWN. ELC ORGANIZERS, WHO WERE ALLOWED TO FREELY DISTRIBUTE LITERATURE, WERE ASKED BY ANGRY WORKERS FOR COPIES OF THE ELC NEWSPAPER, NEUE SOLIDARITAET, OR FOR TOMATOES TO PELT BRANDT.

AFTER HIS SPEECH HAD BEEN INTERRUPTED BY A CRITIC, BRANDT, CONSCIOUS OF THE ELC ORGANIZERS PRESENT, BLURTED, "DEBTS, DEBTS, YES, I KNOW, BUT THAT IS AN INTERNATIONAL PROBLEM."

YESTERDAY EVENING IN BREMEN, DEFENSE MINISTER LEBER DREW ONLY 200 NERVOUS SPD STALWARTS TO A CLOSELY GUARDED SPD RALLY. AFTER A SPEECH FULL OF ANTI-COMMUNIST AND ANTI-GASTARBEITER REMARKS, LEBER EXPLODED WHEN HE SAW HIS AUDIENCE SUPPORT A STRING OF ELC QUESTIONS. "IT'S NOT THAT I QUOTED SOME WORDS FROM MAO. DON'T

YOU KNOW THE LITTLE RED BOOK? IF NOT, I'LL BE GLAD TO SEND IT TO YOU," LEBER BLURTED. A TRADE UNION LEADER THEN REMARKED TO ELC ORGANIZERS THAT "LEBER NO LONGER HAS ANY BASE IN THE SPD AFTER THIS."

BANKERS TRUST CAN'T RAISE MONEY

SEPT. 18 (IPS)—THE NEW YORK-BASED BANKERS TRUST, THE NATION'S SEVENTH LARGEST COMMERCIAL BANK AND KNOWN TO BE THE MOST BURDENED WITH: "SOFT" (BAD) LOANS, WAS ONLY ABLE TO RETAIL ITS \$3 MILLION IN NEW PREFERRED SHARES AT AN ASTRONOMICAL DIVIDEND RATE OF 10 PER CENT. FINANCING THROUGH PREFERRED STOCK IS EXTREMEMLY COSTLY IN THE FIRST PLACE SINCE UNLIKE BONDS, DIVIDENDS PAID ON THEM ARE NOT TAX DEDUCTIBLE. "IF THE BANKS CAN'T RAISE MONEY LESS EXPENSIVELY THEN THEY WILL SURELY BE HARD PRESSED TO HELP FINANCE THE NATION'S BUSINESS RECOVERY," THE WALL STREET JOURNAL SAID IN ANALYZING THE STOCK SALE. THE MORE OBVIOUS IMPLICATION THAT THE NEW YORK BANKS ARE OUTRIGHT BANKRUPT WAS NOT MENTIONED BY THE JOURNAL, THE NATION'S MOST WIDELY READ FINANCIAL NEWSPAPER.

FASCIST LABOR BILL GOES TO FLOOR OF U.S. HOUSE OF REPRESENTATIVES

SEPT. 18 (IPS)—ONLY EIGHT DAYS AFTER ITS INTRODUCTION, THE HOUSE EDUCATION AND LABOR COMMITTEE FAVORABLY REPORTED ONTO THE FLOOR OF THE HOUSE TODAY A BILL WHICH WOULD SET UP MODEL FASCIST LABOR-MANAGEMENT RELATIONS IN THE CONSTRUCTION INDUSTRY. THE BILL WAS INTRODUCED INTO THE HOUSE BY TRILATERAL COMMISSION MEMBER JOHN ANDERSON (R-IL). A SIMILAR BILL ON THE SENATE SIDE HAS THE FULL BACKING OF SECRETARY OF LABOR JOHN DUNLOP, A LONG TIME ENFORCER FOR NELSON ROCKEFELLER'S POLICIES.

PORTUGUESE UNIONS SUPPORT FARM WORKERS IN STRUGGLE AGAINST LANDLORDS

SEPT. 18 (IPS)--PEASANTS AND FARM WORKERS HAVE BEEN JOINED BY WORKERS FROM INDUSTRIAL TRADE UNIONS IN THE STRUGGLE AGAINST THE LARGE LANDOWNERS IN THE ALENTEJO REGION IN SOUTHERN PORTUGAL, ACCORDING TO NEUES DEUTSCHLAND, THE PAPER OF THE EAST GERMAN COMMUNIST PARTY. THE LANDLORDS HAVE PROVOKED THE FARM WORKERS BY STEALING 5,000 HEAD OF CATTLE, THE EAST GERMAN NEWS AGENCY REPORTS. YESTERDAY PEASANTS AND FARM WORKERS FROM THE ALENTEJO REGION STAGED A ONE DAY GENERAL STRIKE TO DEFEND THE ACHIEVEMENTS OF AGRARIAN REFORM. THE LANDLORDS HAVE DEMANDED THAT THEIR LAND BE RETURNED TO THEM AND THAT THE ARMED FORCES MOVEMENT BE DISSOLVED.

THERE ARE MANY SCHMIDTS IN GERMANY, BUT ONLY ONE CHANCELLOR SCHMIDT

SEPT. 18 (IPS)—HERBERT WEHNER, CHAIRMAN OF THE SOCIAL DEMOCRATIC (SPD) FACTION IN THE WEST GERMAN PARLIAMENT, USED IRONIC THUMBNAIL SKETCHES TO RIDICULE LEADING U.S. AGENTS IN WEST GERMANY DURING TODAY'S BUNDESTAG DEBATE ON THE GOVERNMENT'S AUSTERITY PROGRAM. FOR A START, WEHNER PRAISED CHANCELLOR SCHMIDT FOR HIS LACKLUSTER NAME: "THERE ARE MANY SCHMIDTS IN GERMANY, BUT ONLY ONE CHANCELLOR SCHMIDT."

MOVING ON TO HELMUT KOHL, CHAIRMAN OF THE OPPOSITION CHRISTIAN DEMOCRATS, WEHNER POINTED TO THE INHERENT DIFFICULTY IN TRYING TO MAKE SENSE OF KOHL'S ECONOMIC IDEAS, "ACCORDING TO EINSTEIN'S THEORY OF RELATIVITY, ALL THINGS ARE RELATIVE, EVEN STATEMENTS BY KOHL." WEHNER LABELLED THE RECENT CONFERENCE BY FRANZ JOSEF STRAUSS' CHRISTIAN SOCIAL UNION PARTY IN MUNICH A "BAROQUE RALLY." STRAUSS, WHO ALSO HEADS THE AIRBUS COMPANY AND IS PRESENTLY IN PEKING, WAS RIDICULED AS "ONE WHO FLEW HIS AIRBUS TO PEKING."

BETWEEN THE JOKES, WEHNER DEMANDED THAT ALL PARTIES IN WEST GER-MANY MAKE CERTAIN THAT BONN DOES NOT BECOME WEIMAR. "I TOLD MY PEOPLE IN BREMEN TO DO THEIR PART, AND I EXPECT THE OPPOSITION TO DO ITS PART," HE SAID.

EVEN THOUGH CHANCELLOR HELMUT SCHMIDT HAD A FAINT SMILE THROUGH-OUT THE WHOLE SPEECH, SPD CHAIRMAN WILLY BRANDT MADE CERTAIN HE WAS ABSENT.

SCALIA SUSPENDED FROM CSIL

SEPT. 18 (IPS)—VITO SCALIA, THE RIGHT-WING LEADER OF THE ITALIAN CATHOLIC TRADE UNION CONFEDERATION, CSIL, HAS BEEN SUSPENDED FOR SIX MONTHS AND RELIEVED OF EVERY TRADE UNION POST. THE NEWS WAS REPORTED TODAY BY UNITA. THE ITALIAN COMMUNIST PARTY (PCI) DAILY.

TWO DAYS AGO, SCALIA HAD PUBLICALLY EXPOSED THE AGNELLI-PCI CON-SPIRACY AGAINST THE WORKING CLASS IN THE FINANCIAL NEWSPAPER IL FIORINO.

TIMES COVERS FRANKHAUSER STORY

SEPT. 18 (IPS)—EARLY EDITIONS OF TODAY'S NEW YORK TIMES CARRY AN ASSOCIATED PRESS DISPATCH ON THE GUILTY PLEA SUBMITTED TWO DAYS AGO IN PHILADELPHIA BY FORMER ALCOHOL, TOBACCO AND FIREARMS (ATF) AGENT ROY FRANKHAUSER. THE STORY APPEARED ON THE OBITUARY PAGE.

THE TIMES HAS REPEATEDLY FORCED SEVERAL OF ITS OWN REPORTERS TO DROP INVESTIGATIONS INTO FRANKHAUSER'S CHARGES THAT THE CIA AND OTHER U.S. INTELLIGENCE AENCIES CONSCIOUSLY CONTROL AND RUN MOST TERRORIST ACTIVITIES IN THIS COUNTRY. BY KILLING POTENTIAL PRESS COVERAGE, THE TIMES IS THUS RESPONSIBLE FOR COVERING UP EVIDENCE OF FEDERAL INTELLIGENCE CRIMES AND FOR ANY ATTEMPTS TO ASSASSINATE OR FRAME-UP ROY FRANKHAUSER.

END OF LATE IPS FOR SEPTEMBER 18, 1975.



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International Press Service

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) EARLY NEWS ROUND-UP FRIDAY. SEPT. 19.1975 1200 HOURS

> WORLD PRESS SUMMARY INTERNATIONAL NEWS

MARCHAIS BLASTS SECOND INTERNATIONAL, DRAWS CLASS LINES ON PORTUGAL

SEPT.19 (IPS) -- IN A FIERY POLICY SPEECH AT THE FRENCH COMMUNIST PARTY (PCF) CENTRAL COMMITTEE PLENUM, PCF GENERAL SECRETARY GEORGES MARCHAIS DREW CLASS LINES ON THE SECOND INTERNATIONAL'S ACTIVITIES IN W.EUROPE, NOTABLY THEIR TREACHEROUS INTERVENTIONS AGAINST PORTUGAL. MARCHAIS ATTACKED THE FRENCH SOCIALIST PARTY "FOR REFUSING TO DEVELOP WITH US A JOINT ACTION OF SOLIDARITY" WITH THE PORTUGUESE COMMUNIST PARTY, ACCORDING TO A REPORT IN TODAY'S L'HUMANITE MARCHAIS REITERATED OFFICIAL PCF POLICY OF "NON-INTERFERENCE" IN OTHER COUNTRIES, THEN ADDED: "IT APPEARS THAT THIS CONCEPTION WHICH IS OURS, IS NOT THAT OF THE SOCIAL DEMOCRATIC PARTIES OF W. EUROPE, AS (WEST GERMAN) CHANCELLOR SCHMIDT OPENLY PROCLAIMS. ALL THE ACTIVITIES OF THESE PARTIES AIM AT PLACING PORTUGAL UNDER THE THUMB OF THE INTERNATIONAL CAPITALIST MONOPOLIES. THIS ENTERPRISE, WHICH IS DEVELOPED WITH POWERFUL MEANS-OF WHICH WE KNOW, THE COUNTRY OF THYSSEN AND KRUPP IS NOT DEPRIVED-UNDER THE COVER OF THE SOCIALIST INTERNATIONAL. MUST BE RAPPROCHED WITH THE BEHAVIOUR OF THE PORTUGUESE SOCIALIST PARTY."

MARCHAIS ALSO MADE AN EXPLICIT REFERENCE TO THE CORPORATIVIST PROGRAM OF THE AGENT LEADERSHIP OF THE ITALIAN CP WHEN HE DECLARED THAT: "IT IS CLEAR THAT INTERNATIONAL PRESSURES ARE BEING EXERTED AGAINST THE UNION OF THE LEFT WITH GREATER FORCE TO THE EXTENT THAT FRANCE IS THE ONLY COUNTRY OF WESTERN EUROPE WHERE SUCH A UNION (BETWEEN COMMUNISTS AND SOCIALISTS - ED) FOUNDED ON A PROGRAM OF ADVANCED CONTENT EXISTS." MARCHAIS CONCLUDED THAT THE PCF WILL NO LONGER TOLERATE SP ACCUSATIONS THAT THE PCF IS "ANTI-DEMOCRATIC": "THE COMMUNISTS WILL NO LONGER BE ABLE TO ACCEPT THAT THIS CONTINUE, WITHOUT REACTING WITH THE GREATEST VIGOR. THIS SAID, IF OUR SOCIALIST COMRADES HAVE SERIOUS QUESTIONS TO ASK US, WE TOO HAVE SOME, CONCERNING WHAT WOULD BE THE POLICY OF A DEMOCRATIC GOVERNMENT ON QUESTIONS OF DEFENSE OF LIBERTIES."

PCF CENTRAL COMMITTEE CALLS ON FRENCH WORKERS TO MOBILIZE AGAINST FRANCO

SEPT.19 (IPS) -- THE JUST-CONCLUDED PLENUM OF THE FRENCH COMMUNIST PARTY (PCF) CENTRAL COMMITTEE ADOPTED A CALL, SUBMITTED BY POLITBURO MEMBER JEAN KANAPA, TO THE FRENCH WORKING CLASS TO MOBILIZE AGAINST THE FRANCO REGIME IN SPAIN. THE CALL READS IN PART: "THE CENTRAL COMMITTEE OF THE PCF EXPRESSES ITS DEEP-FELT REVOLT AT THE WAVE OF TERROR WHICH HAS BEEN UNLEASHED AGAINST THE SPAINISH PEOPLE. WE DEMOUNCE THE SILENCE AND PASSIVITY OF THE (FRENCH) GISCARD GOVERNMENT, ONE OF THE ONLY ONES TO NOT INTERVENE IN FAVOR OF THE VICTIMS. THIS COMPLICIT SILENCE MUST BE ENDED. THE CENTRAL COMMITTEE CALLS ON COMMUNISTS, WORKERS AND FRENCH DEMOCRATS TO URGENTLY MANIFEST THEIR WILL TO SEE AN END TO FALANGIST REPRESSION. THE CC MAS DECIDED TO TAKE ALL THE NECESSARY STEPS TOWARD A GREAT MASS INITIATIVE AIMED AT RAPIDLY AND FORCEFULLY MAKING THIS DEMAND OF THE POPULAR MASSES OF OUR COUNTRY HEARD."

BOUTEFLIKA SPEECH TO GENERAL ASSEMBLY ATTACKS IMPERIALIST INTER-FERENCE IN ANGOLA, SOUTHERN AFRICA

UNITED MATIONS, NEW YORK, SEPT.19 (IPS) -- IN HIS OPENING SPEECH TO THE UNITED NATIONS GENERAL ASSEMBLY, ITS OUTGOING PRESIDENT, ABDELAZIZ BOUTEFLIKA OF ALGERIA, DENOUNCED IMPERIALIST INTER-FERENCE IN THE DECOLONIZATION OF SOUTHERN AFRICA.

"THE CASE OF ANGOLA," SAID BOUTEFLIKA, "IS, MOREOVER, SYMPTOMATIC OF A NEW IMPERIALIST OFFENSIVE IN THIS PART OF AFRICA, WHERE THE LIBERATION OF THE PEOPLES OF SOUTH AFRICA, ZIMBABWE, AND NAMIBIA IS BEING IMPEDED BY ACTS OF POLITICAL AND ECONOMIC INTERFERENCE DESIGNED TO FRUSTRATE THEIR ASPIRATIONS FOR FREEDOM AND INDEPENDENCE."

"U.S. ONLY PARTLY SUCCEEDED AT U.N.," SAYS FINANCIAL TIMES

SEPT. 19 (IPS) -- IN TRYING TO RE-ESTABLISH ITS CLAIM TO WORLD LEADERSHIP AT THE UNITED NATIONS SPECIAL SESSION, "THE UNITED STATES ONLY PARTLY SUCCEEDED," SAYS COLUMNIST MALCOLM RUTHERFORD IN THE SEPT. 17 LONDON FINANCIAL TIMES.

THE U.S. PRESENTATION WAS "CALAMITOUS," HE SAYS, AND THE AMERICANS "WERE REDUCED TO ARGUING AGAINST THE POSITIONS IN THEIR OWN DOCUMENT....THERE IS AN INCONSISTENCY IN THE CONDUCT OF AMERICAN POLICY WHICH SEEMS DIRECTLY ATTRIBUTABLE TO DR. HENRY KISSINGER."

DEMAND SCHMIDT RESIGNATION

BONN, WEST GERMANY, SEPT.19 (IPS) -- CARL CARSTENS, THE FACTION

LEADER OF THE OPPOSITION PARTIES, DEMANDED CHANCELLOR SCHMIDT'S RESIGNATION 2 DAYS AGO BECAUSE OF HIS CONTINUED LIES ABOUT AN ECONOMIC UPSWING. DURING THE WEST GERMAN PARLIAMENTARY DEBATE ON THE GOVERNMENT'S AUSTERITY PROGRAM. AFTERWARDS, GERHARD STOLTENBERG, THE ECONOMICS SPOKESMAN FOR THE OPPOSITION CHRISTIAN DEMOCRATIC PARTY LASHED INTO CHANCELLOR SCHMIDT BY STATING, "HOW MANY MORE UNEMPLOYED MUST THERE BE UNTIL POLICIES ARE CHANGED?...SCHMIDT'S SOCIAL POLICIES ARE INFLUENCED BY THOSE OF MR. PALME..." AND ADDED THAT "HERE IN THE BRD, WE WILL ALWAYS HAVE HIGH WAGES. THAT IS WHY WE NEED MORE TECHNOLOGY, AND THAT IS WHY IT IS IRRESPONSIBLE TO CUT THE SCIENCE BUDGET."

WEST GERMAN ECONOMICS MINISTER JOINS ANTI-AMERICANS

BONN, W. GERMANY, SEPT.19 (IPS) ——IN A BLAST AT TALK OF A WEST GERMAN ECONOMIC UPSWING BY THE COTERIE OF AMERICAN AGENTS AROUND CHANCELLOR HELMUT SCHMIDT, FREE DEMOCRATIC PARTY (FDP) FEDERAL ECONOMICS MINISTER HANS FRIDERICHS YESTERDAY STATED THAT THE WEST GERMAN EXPORTS TO MIDEAST AND EAST BLOC COUNTRIES HIDE A COLLAPSE OF WEST GERMAN INDUSTRIES, WHICH MUST BE REVERSED. FRIDERICHS MADE HIS REMARKS HERE DURING A PARLIAMENTARY ECONOMICS DEBATE.

THE POLICY OF THE PRO-DEVELOPMENT BLOC EMBRACING SECTIONS OF ALL THREE MAJOR PARTIES HERE HAS BEEN TO SUPPORT SCHMIDT'S SOCIAL DEMOCRATIC COALITION GOVERNMENT IN ORDER TO BUILD POWER FOR THEIR POLICIES DESPITE SCHMIDT'S WILL. FRIDERICHS IS CONSIDERED BY POLITICAL OBSERVERS INTERNATIONALLY TO BE A KEY PERSONALITY FOR THE CONSOLIDATION OF THE PRO-TRADE AND DEVELOPMENT BLOC.

BRD EXPORTS TO OPEC. USSR RISE STEEPLY

SEPT. 19 (IPS) -- JULY EXPORT STATISTICS FOR WEST GERMANY SHOW A 54 PERCENT INCREASE IN SALES TO THE SOVIET UNION COMPARED WITH THE FOUR-MONTH MARCH-JUNE AVERAGE. OPEC COUNTRIES! PURCHASES FROM THE BRD ROSE 44 PER CENT. EXPORTS TO THE COMMON MARKET AND THE U.S. BY WEST GERMANY, HALF OF WHOSE INDUSTRIAL OUTPUT DEPENDS ON FOREIGN SALES, STAGNATED DURING THIS PERIOD.

FALL IN BRITISH INDUSTRIAL PRODUCTION 'WORST SINCE WWII'

SEPT.19 (IPS) -- INDUSTRIAL PRODUCTION IN BRITAIN FELL BY THREE AND ONE HALF PER CENT BETWEEN APRIL AND JULY. MANUFACTURING PRODUCTION ALONE FELL BY FOUR PER CENT.

THE GOVERNMENT'S CENTRAL STATISTICAL OFFICE SAID THAT THESE FIGURES SHOWED THE WORST RATE OF INDUSTRIAL COLLAPSE SINCE WORLD WAR TWO. ACCORDING TO THE LONDON FINANCIAL TIMES.

ROCKY'S LONDON VISIT "A LAST MINUTE THING"

SEPT.19 (IPS) —NELSON ROCKEFELLER CANCELLED A SCHEDULED ADDRESS BEFORE THE INTERNATIONAL ASSOCIATION OF CHIEFS OF POLICE IN COLORADO, "AT THE LAST MINUTE" TO FLY TO LONDON THIS MONDAY WHERE HE MET PRIVATELY WITH PRIME MINISTER HAROLD WILSON, FOREIGN SECRETARY JAMES CALLAGHAN, LEN MURRAY OF THE TRADES UNION CONGRESS AND CAMPBELL ADAMSON OF THE CONFEDERATION OF BRITISH INDUSTRY.

THE BRITISH DESK OF THE U.S. STATE DEPARTMENT LABELED "PREPOSTEROUS" A STATEMENT BY IPS THAT ROCKEFELLER'S VISIT WAS RELATED IN ANY WAY TO THE CURRENT STRIKE AT THE BRITISH STEEL CORPORATION. OR TO THE POSSIBLE FLIGHT OF DOLLARS FROM BRITAIN.

THE STATE DEPARTMENT REPRESENTATIVE SAID, "MR. ROCKEFELLER WAS IN LONDON ONLY TO OPEN A BICENTENNIAL EXHIBITION OF THE BIRTHPLACES OF THOMAS JEFFERSON AND BENJAMIN FRANKLIN."

WHO'S KISSING 'ER NOW? MRS. THATCHER MEETS WITH ROCKEFELLER & FRIENDS

NEW YORK, SEPT.19 (IPS) -- MRS. MARGARET THATCHER, THE LEADER OF GREAT BRITAIN'S CONSERVATIVE PARTY, HAS MET WITH U.S. BUSINESS AND FINANCIAL LEADERS HERE OVER THE LAST SEVERAL DAYS, INCLUDING DAVID ROCKEFELLER, PRESIDENT OF CHASE MANHATTAN BANK; WILLIAM RONAN, A ROCKEFELLER FAMILY EMPLOYEE NOW THE CHAIRMAN OF THE NEW YORK PORT AUTHORITY; WILLIAM ELLINGHAUS, PRESIDENT OF THE NEW YORK TELEPHONE COMPANY AND A MEMBER OF THE SUPER MAC BOARD OF DIRECTORS; RICHARD SHINN, PRESIDENT OF METROPOLITAN LIFE INSURANCE AND A DESIGNER OF BIG MAC; JAMES NEEDHAM, PRESIDENT OF THE NEW YORK STOCK EXCHANGE; SENATOR JACOB JAVITS OF NEW YORK; AND OTHERS. REPORTEDLY MRS. THATCHER WILL SLIP A MEETING WITH SEC. OF STATE KISSINGER INTO HER ALREADY CROWDED SCHEDULE. SHE SPOKE YESTERDAY BEFORE THE COUNCIL ON FOREIGN RELATIONS HERE. THE NATURE OF THE DISCUSSIONS WAS "CONFIDENTIAL," ACCORDING TO SOURCES REACHED HERE.

UK CREDIT TO COMECON REPORTED INCREASED

SEPT.19 (IPS) --IT IS LIKELY THAT A CREDIT FOR \$250 MILLION EXTENDED TO THE COMECON COUNTRIES BY BRITAIN LAST FEBRUARY WILL NOW BE INCREASED TO A \$400 MILLION CREDIT, THE ITALIAN FINANCIAL NEWSPAPER IL FIORINO REPORTED YESTERDAY.

THE FIORINO COLUMNIST FOLLOWS THIS REPORT WITH PRAISE FOR THE COMECON PRICING SYSTEM, WHICH HE NOTES HELPS TO BUFFER EASTERN EUROPEAN IMPORTERS FROM THE FLUCTUATIONS OF INTERNATIONAL RAW MATERIALS PRICES. WEST EUROPEAN INDUSTRIALISTS. SUCH AS THOSE

WHO READ FIORING, HAVE OFTEN CITED RECONCILIATION OF SOCIALIST AND CAPITALIST PRICING SYSTEMS AS AN OBSTACLE TO INCREASED EAST-WEST TRADE.

CHINESE TRY TO SWINDLE THAI GOVERNMENT

SEPT. 19 (IPS) —THE MUCH TOUTED RECENT TRADE DEAL BETWEEN THAILAND AND CHINA INVOLVING EXCHANGE OF CHINESE OIL FOR THAI RICE HAS BEEN CANCELLED DUE TO PRODUCTION PROBLEMS WITH REFINING THE CHINESE CRUDE. IT WAS REPORTED IN TODAYS NY TIMES THAT THE CHINESE AUTHORITIES FAILED TO INFORM THE THAI GOV'T THAT THE HIGH WAX CONTENT OF THE OIL WOULD MAKE IT IMPOSSIBLE TO REFINE IN THAILAND OIL REFINERIES, IN FACT IT COMPLETELY CLOGGED THEM UP. ONE AMERICAN OFFICIAL DESCRIBED THE DEAL AS BEING "NO BARGAIN ALL AROUND. THAT OIL, IF YOU FIGURE THE PRICE OF RICE, IS STILL COSTING THEM MORE THAN \$12 PER BARREL AND WILL PROBABLY WORK OUT CLOSER TO \$14 PER BARREL."

WORLD PRESS SUMMARY CONTINENTAL NEWS

PIKE HOLDS VIETNAM HEARINGS TO EMBARRASS FORD

SEPT.19 (IPS) --A CIA OFFICIAL YESTERDAY TOLD THE HOUSE SELECT COMMITTEE ON INTELLIGENCE THAT THE COMMUNISTS 1968 TET OFFENSIVE IN SOUTH VIETNAM CAUGHT THE U.S. GOVERNMENT BY SURPRISE BECAUSE ENEMY STRENGTH HAD BEEN "DELIBERATELY DOWNGRADED" TO MISLEAD THE AMERICAN PUBLIC TODAY'S WASHINGTON POST REPORTS. THE COMMITTEE'S HEARINGS ON VIETNAM WERE HELD YESTERDAY, DESPITE THE COMMITTEE'S FAILURE TO RESOLVE ITS DISPUTE WITH THE WHITE HOUSE OVER CLASSIFIED DOCUMENTS, IN AN EFFORT TO MAKE THE IMPASSE AS PAINFUL AS POSSIBLE FOR THE ADMINISTRATION.

"THEY'RE GOING TO BE AWFULLY SORRY BEFORE WE'RE DONE," A COMMITTEE SOURCE PREDICTED. "DEBATING AN EMPTY CHAIR CAN BE VERY EFFECTIVE," SAID ANOTHER. "THAT'S WHAT WE'RE DOING." ALTHOUGH COMMITTEE CHAIRMAN OTIS PIKE HAS MOOTED THE POSSIBILITY OF TAKING PRESIDENT FORD TO COURT TO OBTAIN CLASSIFIED INFORMATION, HE IS CURRENTLY RELYING ON PUBLIC HEARINGS TO PUT PRESSURE ON FORD.

CYRUS VANCE TO ROCKEFELLER FOUNDATION, CHINA

SEPT.19 (IPS)—CYRUS VANCE, THE FORMER SECRETARY OF DEFENSE IN THE JOHNSON ADMINISTRATION, HAS BEEN NAMED NEW BOARD CHAIRMAN OF THE ROCKEFELLER FOUNDATION, REPLACING AN OUTGOING DOUGLAS DILLON. ACCORDING TO TODAY'S NEW YORK TIMES, ONE OF VANCE'S FIRST MISSIONS FOR THE ROCKEFELLER FAMILY'S THINK TANK WILL BE TO LEAD A GROUP OF "PROMINENT NEW YORKERS" TO MAO'S CHINA IN OCTOBER.

IPS INTELLIGENCE

SISCO ELUCIDATES SINAI PACT

SEPT. 19 (IPS) --IN TESTIMONY BEFORE THE HOUSE INTERNATIONAL RELATIONS COMMITTEE ON THE KISSINGER MIDEAST "PEACE" PLAN, UNDERSECRETARY OF STATE FOR POLITICAL AFFAIRS, JOSEPH SISCO, YESTERDAY OFFERED TO ELUCIDATE STATE DEPARTMENT POLICY FOR THE AREA. "OUR POLICY TOWARD THE MIDEAST," SISCO SAID, "IS ONE OF CONSTRUCTIVE AMBIGUITY." COMMITTEE MEMBERS DID NOT ASK SISCO TO CLARIFY HIS REMARKS.

SIMON: "IT COULD KNOCK THE WHOLE THING OUT"

SEPT.19 (IPS) --U.S. TREASURY SECRETARY WILLIAM SIMON OBSERVED YESTERDAY THAT THE CURRENT STRIKE AT THE BRITISH STEEL CORPORATION "COULD KNOCK THE WHOLE THING OUT, COULDN'T IT?" REFERRING TO THE BRITISH ECONOMY.

WHEN AN IPS REPORTER CHARGED THAT THE STRIKE WAS PROVOKED FOR THIS REASON BY U.S. "LOYALISTS" IN THE BRITISH GOVERNMENT. SIMON REDDENED AND SAID, "WELL, ER NO, ER, I DON'T HAVE ANY INFORMATION ON THAT."

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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE LATE EVENING NEWS ROUND-UP SEPTEMBER 19, 1975 2100 EDT

PRIORITIES

BRITISH STEEL STRIKE ENDS; CAUSED HO PANIC

SEPT. 19 (IPS) -- FOUR THOUSAND CRITISH BLAST FURNACE WORKERS WHO HAD WALKED OUT OM STRIKE FIVE DAYS AGO ARE RETURNING TO WORK PENDING A PUBLIC INQUIRY INTO THE UNION'S GRIEVANCES, THE BRITISH BROADCASTING SYSTEM REPORTS TOWIGHT.

AN IPS SURVEY OF ARAB FIMANCIAL SPOKESMEN AND MEW YORK BANKS YESTERDAY SHOWED THAT NO PARICKY FLIGHT OF DOLLARS FROM LONDON TO NEW YORK HAD OR WAS LIKELY TO OCCUR. THIS WAS THE INTENDED PURPOSE OF THE STRIKE PROVOCATION BY THE "ATLANTICIST" AGENTS IN THE GOVERNMENT OF BRITAIN.

CDU ECONOMIC COUNCIL CONSIDERS TRANSFER RUBLE AND DEBT MORATORIUM

SEPT. 19 (IPS) -- HIGHLY PLACED SOURCES INSIDE THE MEST GERMAN OP-POSITION PARTY, THE CHRISTIAN DEMOCRATIC UNION, REVEALED TO IPS TODAY THAT THE CDU'S ECONOMIC COUNCIL MET YESFERDAY TO CONSIDER A NEW CRE-DIT SYSTEM INCLUDING DEST MORATORIA AND THE EURO-RUBLE.

OTHER SOURCES REVEALED THAT THE CDU IS ALSO SENDING A DELEGATION TO THE UNITED STATES TO GAUGE THE STRENGTH OF OPPOSITION TO ROCKE-FELLER, REGARDED BY WEST GERMAN PRO-DEVELOPMENT FORCES AS VACILLATING. ANOTHER MEMBER OF THE ECONOMIC COUNCIL, WHO IS ALSO A FORMER HEAD OF THE GERMAN GENERAL EGLECTRIC CO., JAN EILERS, HAS JUST RETURNED FROM A TRIP TO THE SOVIET UNION. THERE, ACCORDING TO TODAY'S DIE WELT, EILERS FOUND "A STRONG INTEREST IN LONG TERM BUSINESS" BY SOVIET OFFICIALS.

BLACK DEATH SPREADS IN BRAZIL

SEPT. 19 (IPS) -- OHE HUNDRED AND THIRTY-FIVE NEW CASES OF BUBONIC PLAGUE HAVE BROKEN OUT IN NORTHEAST BRAZIL SINCE THE BEGINNING OF THIS MONTH. THE NEW SURGE OF THE DISEASE THREATENS 7 MILLION PEOPLE AND LIVE IN THE AREA. THE PLAGUE IS CAPRIED BY A RAT POPULATION THREE TIME LARGER THAN THE MUMAN POPULATION, ACCORDING TO THE INFLUENTIAL DAILY, O ESTADO DE SAO PAULO. THE BLACK DEATH HAS SPREAD MORTH OUTSIDE ITS ORIGINAL ENDEMIC AREA IN THE STATES OF PERNAMBUCO AND CEARA TO THE STATE OF PIAUL WHERE IT HAS ALREADY KILLED TWENTY PEOPLE. IN A DESPERATE EFFORT TO CONTAIN THE RAPIDLY GROWING PLAGUE EPIDEMIC, BRAZILIAN HEALTH AUTHORITIES ARE TRYING TO SEND VACCINE AND OTHER REDICIBE INTO THE AREA.

RIGHT-WING PORTUGUESE GOVERNMENT WILL FACE HEAVY WORKING-CLASS PRESSURE

SEPT: 19 (IPS) — THE COMPOSITION OF THE NEW PORTUGUESE CABINET OF PREMIER-DESIGNATE AZEVEDO WILL BE PROPORTIONAL TO THE PARTY RESULTS ATTAINED IN LAST APRIL'S CONSTITUENT ASSEMBLY ELECTIONS, STIMME DER DDR, THE EAST GERMAN RADIO, REPORTS. THE SOCIALIST PARTY WILL RECEIVE FOUR MINISTERIAL POSTS IN THE SOON TO BE ANNOUNCED CABINET, WHILE THE POPULAR DEMOCRATS WILL RECEIVE TWO AND THE COMMUNISTS ONE. RIGHT-WING MILITARY OFFICER, MAJOR MELO ANTUNES, IS SLATED TO BECOME THE NEW FOREIGN MINISTER.

"BUT A RIGHTWING POLICY WILL NOT BE EASY TO CARRY OUT AGAINST THE RESISTANCE OF THE WORKERS." STIMME DER DDR SAYS.

CARVALHO AND COUTINHO IN SWEDEN NEXT MONDAY TO TALK WITH PALME

SEPT. 19 (IPS) -- PORTUGUESE MADIST GENERAL OTELO SARAIVA DE CAR-VALHO AND REAR-ADMIRAL ROSA COUTINHO, CHARACTERIZED AS "RED ROSA" BY THE WESTERN CIA PRESS, WILL GO TO SWEDEN NEXT MONDAY AT THE INVITATION OF THE GOVERNMENT OF THAT COUNTRY. THEY WILL BE RE-CEIVED BY SWEDISH PRIME MINISTER OLOF PALME AND BY INTERNATIONAL AS-SISTANCE MINSTER GERTRUD SIGURDSEN. THE VISIT ITIMERARY INCLUDES MEETINGS WITH WORKERS SINDICAL CENTRAL LEADERS AND VISITS TO IN-DUSTRIAL PLANTS IN THE STOCKHOLM AREA. THE INFORMATION WAS CARRIED BY YESTERDAY'S LISBON DAILY DIARIO DE NOTICIAS.

USLP TO TESTIFY BEFORE GRAND JURY ON TRENTON WATER SABOTAGE

TRENTON, SEPT. 18 (IPS) -- USLP RESEARCH AND DEVELOPMENT EXPERT ERIC LERNER TESTIFIED BEFORE THE TRENTON CITY COUNCIL LAST NIGHT, EXPOSING THE SABOTAGE OF THE CITY WATER SUPPLY BY THE LEAA AND RELATED AGENCIES. FOLLOWING THE USLP TESTIMONY, COUNCILMAN JAMES MITCHELL REQUESTED THAT LERNER REPEAT HIS TESTIMONY BEFORE THE GRAND JURY EMPANELLED BY MAYOR HOLLAND TO INVESTIGATE THE HIGHLY SUSPICIOUS INCIDENT. THE TRENTON TIMES CONDUCTED AN INTERVIEW WITH LERNER TO BE PUBLISHED TOMORROW.

TODAY'S EDITION OF THE TIMES CONTAINS PROMINENT COVERAGE OF THE ILLEGAL ARREST OF USLP CANDIDATE FOR MAYOR ELLIOT GREENSPAN AND THREE OTHER ORGANIZERS WHO WERE HELD ON \$250 BAIL FOR "OBSTRUCT-ING TRAFFIC." THE TIMES SAYS THE ARRESTS WERE INTENDED TO PREVENT GREENSPAN FROM TESTIFYING BEFORE THE CITY COUNCIL.

DEM LIBERALS COALESCE AROUND MURPHY COMMISSION CIA "REFORMS"

SEPT. 19 (IPS) -- SEVERAL WELL-PLACED SOURCES CONFIRMED TODAY THAT LIBERAL DEMOCRATIC PARTY LAYERS ARE COALESCING AROUND NELSON ROCKE-FELLER'S MURPHY COMMISSION "REFORMS" OF THE CIA, WHICH ARE PRIMARILY AIMED AT USING ECONOMIC WARFARE MEASURES MORE EFFECTIVELY AS A TOOL OF THE ROCKEFELLER BROTHERS' POLITICAL AMBITIONS.

A SPOKESMAN FOR PRESIDENTIAL HOPEFUL SARGENT SHRIVER SALD TO-DAY THAT HE EXPECTED THE CHURCH COMMITTEE INVESTIGATING THE CIA TO DEVELOP A SET OF PROPOSALS ALONG THESE LINES WHICH "MR. SHRIVER AND OTHER DEMOCRATIC PRESIDENTIAL CADIDATES COULD ACT ON." AN AIDE TO SENATOR STUART SYMINGTON (D-MO) VOLUNTEERED TO A LONG ISLAND JOURNALIST THAT THE SENATOR MAD JUST THE OTHER DAY INTRO-DUCED A BILL WHICH WOULD MAKE THE TREASURY SECRETARY A MEMBER OF THE NATIONAL SECURITY COUNCIL. AFTER CLAIMING THAT THE IDEA HAD "SPONTANEOUSLY" OCCUPRED TO THE SENATOR. THE EMBARRASSED AIDE ADMITTED THAT SYMINGTON HAD STUMBLED OVER THE RECOMMENDATION IN THE MURPHY COMMISSION REPORT A FEW HEEKS AGO. THE AIDE ENTHUSIASTI-CALLY AGREED THAT THE STATE DEPARTMENT DEPLOYMENT OF UNDERSECRETARY OF STATE CHARLES ROBINSON TO THE SOVIET UMION LAST WEEK TO NEGOTI-ATE A LONG-TERM GRAIN DEAL--AN UNPRECEDENTED CIRCUMVENTION OF CON-GRESS AND THE DEPARTMENT OF AGRICULTURE -- WAS EXACTLY THE KIND OF THING SYMINGTON HAD IN MIND IN INTRODUCING HIS BILL.

UNPRECEDENTED DROP IN BUSINESS LOAMS PRESAGES NEW GOV'T FISCAL CRUNCH

SEPT. 19 (IPS) -- DUSINESS LOAMS AT MAJOR NEW YORK BANKS FOR THE WEEK ENDING SEPTEMBER 17 FELL BY \$45 MILLION, ACCORDING TO FEDERAL RESERVE STATISTICS RELEASED YESTERDAY, A VIRTUALLY UNPRECEDENTED OCCURRENCE FOR MID-SETEMBER INCOME TAX PAYMENT PERIOD. CORPORATIONS NORMALLY BORROW HEAVILY DURING THIS PERIOD TO MEET TAX PAYMENTS -- IN FACT THIS IS THE FIRST TIME "IN AT LEAST 15 YEARS...AND PERHAPS IN YEARS PRIOR," ACCORDING TO THE MEW YORK TIMES, THAT SUCH A DROP HAS BEEN RECORDED. THE UNPRECEDENTED DEADLINE REFLECTS DRASTICALLY REDUCED CORPORATE INCOME. THE COMPLEMENTARY DROP IN CORPORATE TAX PAYMENTS TO CASH-STRAPPED STATE AND FEDERAL COFFERS WILL PRECIPITATE ANOTHER DRASTIC UPWARD REVISION IN TREASURY BORROWING NEEDS.

SOCIAL DEMOCRATIC PAPER CALLS FOR TURKEY TO LEAVE NATO

SEPT. 19 (IPS) -- IN A POWERFUL EDITORIAL WRITTEN IN THE SEPT. 12
TURKISH SOCIAL DEMOCRATIC DAILY CUMMURIYET, ALI SIRMEN CALLS EXPLICITLY FOR TURKEY TO STRENGTHEN RELATIONS WITH THE SOVIET UNION
AND TO SEVER ITS TIES MITH NATO. "SUCH A MOVE," MOTES SIRMEN, "NOT
ONLY WOULD RAPIDLY GET TURKEY OUT OF ITS ISOLATION (THE RESULT
OF THE U.S. ARMS EMBARGO) BUT ALSO MILL PROVIDE IT MITH NEW ECONOMIC RESOURCES." REPORTING THAT "MANY CIRCLES" INSIDE TURKEY ARE
SERIOUSLY CONSIDERING, THE "NEW ALTERNATIVES FOR TURKISH FOREIGN
POLICY" OFFERED BY THE SOVIETS, SIMMEN DEMANDS A REVIEW OF TURKISH-SOVIET RELATIONS AND CITES THE MEED FOR "MORE OPEN, FRIENDLY
AND CLOSER COLLABORATION. SIRMEN ATTACKS THE CIA-CONTROLLED
TURKISH GOVERNMENT FOR MOT MORKING MORE CLOSELY MITH THE SOVIET
UNION, ESPECIALLY IN THE LIGHT OF THE "MORSENING OF TURKISH-AMERICAN RELATIONS."

PAKISTANI MILITARY REVIVES DANGLADESH ISSUE TO DESTABILIZE BHUTTO

SEPT. 19 (IPS) -- IN A MOVE TO BRING DOWN THE GOVERNMENT OF PRIME MINISTER ZULFIKAR ALL BHUTTO OF PAKISTAN, A GROUP OF HIGH-LEVEL MILITARY OFFICERS HAD MADE SOME PREPARATIONS CALLING FOR MAN OPEN TRIAL" FOR ALL THOSE RESPONSIBLE IN THE 1971 BANGLADESH DEBACLE

IPS/09-19/4

INCLUDING BHUTTO, ACCORDING TO LEFT-WING DAILY PATRIOT SEPT. 12. MAJOR GENERAL NIAZI AND OTHER MILITARY OFFICERS WERE SUBSEQUENT-LY OUSTED FROM THEIR POSITIONS IN A MAJOR MILITARY RESHUFFLE SEPT. 1.

THE MOVES BY THE FACTIONS IN THE MILITARY, KNOWN TO BE TRAINED BY THE U.S., CAME AS BHUTTO WAS ATTEMPTING TO REESTABLISH RELATIONS WITH BANGLADESH AND NORMALIZE RELATIONS WITH INDIA. THE NIAZI GROUP HAS CHARGED THAT, AS FOREIGN MINISTER DURING THE BANGLADESH WAR, BHUTTO WAS RESPONSIBLE FOR MISCUIDED POLICY ASSURANCES THAT THE UNITED STATES AND CHIMA WOULD MILITARILY AND/OR POLITICALLY GUARANTEE THAT THE INDIAN ARMY DID NOT LIBERATE THE THEN EAST PAKISTAN. SUBSEQUENTLY, THE OFFICERS CHARGED, THE MILITARY WAS MADE SOLELY RESPONSIBLE FOR THE MILITARY DEFEAT AND THE ATROCITIES THAT OCCURRED.

THESE MOVES BY THE RIGHT-WING ISLAMIC MILITARY FACTION REPRESENT STRONG PRESSURES BEING BROUGHT ON BHUTTO TO RETREAT FROM AN OPEN ENDORSEMENT OF THE PRO-DEVELOPMENT EURASIAN BLOC POLICIES IT PRE-SENTED AT THE UNITED NATIONS SPECIAL SESSION.

HOUSING LEADS "RECOVERY" TAILSPIN

SEPT. 19 (IPS) -- THE COMMERCE DEPARTMENT ANNOUNCED YESTERDAY THAT HOUSING STARTS FOR THE MONTH OF AUGUST EDGED UP A PALTRY 2 PER CENT FROM DOLDRUM JULY LEVELS, AND PERMITS -- THE KEY INDICATOR OF FUTURE ACTIVITY -- DROPPED FULLY 5 PER CENT IN THE SAME PERIOD. "PERMITS REALLY SHOULD HAVE INCREASED," THE CHIEF ECONOMIST FOR THE NATION-AL ASSOCIATION OF HOME BUILDERS WAILED TO THE WALL STREET JOURNAL.

IPS ALSO CONFIRMED YESTERDAY THAT THE MORTGAGE MARKET IS IN A STATE OF COLLAPSE. LENDERS HAVE SHARPLY CURTAILED MORTGAGE LOANS IN ANTICIPATION OF AN OUTFLOW OF MONEY FROM SAVINGS AND LOANS AND OTHER KEY CONSTRUCTION LENDING INSTITUTIONS AS A RESULT OF THE SOARING INTEREST RATES ON TREASURY DERT.

PCF BEATS UP DRUG ADDICTS

SEPT. 19 (IPS) -- FRENCH COMMUNIST PARTY (PCF) SECURITY FORCES ADMINISTERED A BEATING TO A HIPPIE ZOMBIE WHO ATTEMPTED TO SMOKE A "JOINT" AT THE PCF'S NATIONAL FESTIVAL THIS WEEKEND, REPORTS THE FRENCH MAOIST DAILY LIBERATION. THE SEPT. 17 ISSUE OF LIBERATION BRANDS THE PCF AS "FASCIST" FOR TAKING THE HIPPIE TO A TENT, WORKING HIM OVER AFTER HE REFUSED TO GIVE UP HIS DOPE, ACCORDING TO A REPORT IN THE SEPT. 18 LE MONDE.

"VIVA EL TERCER MUNDO"

MEXICO CITY, SEPT. 19 (IPS) -- MEXICAN PRESIDENT LUIS ECHEVERRIA ADDED A NEW SLOGAN TO THE USUAL "VIVA'S" SHOUTED YEARLY ON SEPT. 16 AT THE LARGE AND FESTIVE CELEBRATIONS OF MEXICO'S INDEPENDENCE. IN ADDITION TO THE USUAL "VIVA MEXICO!", ECHEVERRIA ON THIS OCCASION ALSO YELLED, "VIVA EL TERCER MUNDO! (LONG LIVE THE THIRD WORLD!)...VIVA!"

ECHEVERRIA'S NEW VIVA WAS REPORTED IN ALL THE PRESS, RADIO AND TELEVISION OF MEXICO.

IPS/09.19/5

FORD SHUTS DOWN SMALL CAR PLANT TO RELIEVE INVENTORIES

SEPT. 19 (IPS)—THE FORD MOTOR COMPANY HAS ANNOUNCED THAT IT WILL TEMPORARILY CLOSE DOWN OPERATIONS AT ONE OF ITS SMALL CAR ASSEMBLY PLANTS IN KANSAS CITY, MO. "TO RELIEVE A GROWING SURPLUS OF CERTAIN UNSOLD SMALL CARS," ACCORDING TO TODAY'S WALL STREET JOURNAL. THIS NEWS, COMING WHEN THE AUTO INDUSTRY IS ENTHUSIAS—TICALLY GEARING UP FOR A "RECOVERY," IS THE HARBINGER OF THE RENEWED COLLAPSE IN AUTO WHICH WILL TAKE HOLD OVER THE NEXT COUPLE OF MONTHS. AS NEW SOLIDARITY HAS REPORTED, AUTO INVENTORIES ARE PRESENTLY BACKED UP TO EVEN HIGHER LEVELS THAN THOSE PRECEDING LAST OCTOBER'S SHUTDOWN.

END OF LATE EVENING IPS FOR SEPTEMBER 19, 1975



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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) WORLD NEWS ROUND-UP, EARLY EDITION SATURDAY, SEPTEMBER 20, 1975

I. INTERNATIONAL

LISBON WORKERS PROTEST RIGHTWING COMPOSITION OF NEW GOVERNMENT

SEPT. 20 (IPS)—IN ITS SECOND MASS RALLY IN AS MANY DAYS, THE PORTUGUESE COMMUNIST PARTY, TOGETHER WITH THE INTERSINDICAL NATIONAL TRADE UNION CONFEDERATION, ASSEMBLED 70,000 INDUSTRIAL WORKERS ON THURSDAY NIGHT IN LISBON TO PROTEST THE FORMATION OF A RIGHTWING CABINET. THE RALLY INCLUDED WORKERS FROM ALL OF LISBON'S MAJOR INDUSTRIES, INCLUDING DOCK, CONSTRUCTION AND TRANSPORT WORKERS, ACCORDING TO TODAY'S DAILY WORLD.

POLISH-PORTUGUESE CP DISCUSS UNITY IN COMMUNIST MOVEMENT

SEPT. 20 (IPS) -- THE HEAD OF THE FOREIGN DEPARTMENT OF THE CENTRAL COMMITTEE OF THE POLISH COMMUNIST PARTY HAS MET IN LISBON WITH PORTUGUESE COMMUNIST PARTY (PCP) HEAD ALVARO CUNHAL AND OTHER LEADING PCP ERS. TALKS CONCENTRATED ON "COOPERATION AND THE ULTIMATE CONSOLIDATION OF UNITY WITHIN THE INTERNATIONAL COMMUNIST MOVEMENT" REPORTS THE LISBON DAILY O SECULO OF SEPT. 18.

WEST GERMAN BUSINESSMEN CONSIDER ENDING ECONOMIC BLOCKADE

SEPT. 20 (IPS)—ARTICLES APPEARING YESTERDAY IN TWO PRESTIGIOUS WEST GERMAN NEWSPAPERS SUGGEST THE POSSIBILITY THAT INDUSTRIAL FACTIONS IN THAT COUNTRY ARE BREAKING AWAY FROM THE KISSINGER—CARLUCCI ECONOMIC BLOCKADE AGAINST PORTUGAL.

HANDELSBLATT, THE DUESSELDORF NEWSPAPER OF RUHR INDUSTRIAL CARONS, FEATURED AN INTERVIEW WITH THE HEAD OF THE LISBON OFFICE OF
THE GERMAN-PORTUGUESE CHAMBER OF COMMERCE FRITZ HASER. HASER
INSISTED THAT PORTUGAL'S NATIONALIZATION OF THE IMPORT-EXPORT
TRADE DID NOT THREATEN FOREIGN CAPITAL, AND THAT PORTUGUESE EXPORTS TO WEST GERMANY HAD JUMPED TO 31 PERCENT IN THE FIRST HALF
OF 1975, INDICATING THAT WEST GERMANY HAD NOT BEEN AS ACTIVE IN
SABOTAGING THE PORTUGUESE ECONOMY AS CERTAIN OTHER CAPITALIST
COUNTRIES. THE ARTICLE URGED THE PORTUGUESE GOVERNMENT TO CARRY
THROUGH AN ECONOMIC PROGRAM FEATURING INTENSIFIED INVESTMENT IN
NATIONALIZED INDUSTRY (FROM WHICH WEST GERMANY WOULD BE THE FIRST
TO PROFIT).

FRANKFURTER ALLGEMEINE ZEITUNG, NEWSPAPER OF WEST GERMAN BAN-KERS, NOTED THE SHORTAGE OF FOREIGN EXCHANGE HOLDINGS IN PORTUGAL BUT IF PORTUGAL SOLD ITS CENTRAL BANK GOLD HOLDINGS AT FREE MAR- KET PRICES. THE ALLGEMEINE ZEITUNG NOTES, THIS WOULD PROVIDE EIGHT TO NINE MILLION DEUTSCHMARKS. ALTERNATIVELY THE GOLD COULD BE USED AS COLLATERAL FOR AN "ITALIAN" LOAN SIMILAR TO THE WEST GERMAN \$2 BILLION LOAN TO ITALY A YEAR AGO, USING ITALIAN CENTRAL BANK GOLD AS COLLATERAL, THE PAPER SAYS.

PORTUGUESE FARMERS BATTLE FOR AGRARIAN REFORM

SEPT. 20 (IPS)—THE GENERAL SIRIKE OF PORTUGUESE AGRICULTURAL AND INDUSTRIAL WORKERS IN EVORA AND THROUGHOUT THE ALENTEJO AREA LAST WEDNESDAY IN SUPPORT OF PORTOALEGRE FARMWORKERS, HAS CALLED FOR AGRARIAN REFROM WITH THE "IMMEDIATE CONCESSION OF CREDIT IN THE FORM OF MONEY, MACHINERY, SEEDS AND FERTILIZERS TO COLLECTIVE SMALL AND MEDIUM FARMS;" THE CUTTING OFF OF CREDIT TO LARGE LANDOWNERS; THE IMPRISONMENT OF ALL COUNTERREVOLUTIONARIES; AND THAT THE NEW SIXTH GOVERNMENT GUARANTEE THE ADVANCES OF THE REVOLUTION.

AT AN ASSEMBLY IN EVORA, PCP'ER ANTONIO MURTEIRA WARNED THAT "FOR EVERY ASSAULT THE REACTIONARIES CARRY OUT AGAINST AGRO-CO-OPERATIVES OR THE HEADQUARTERS OF PROGRESSIVE UNIONS, FIVE OR SIX FASCIST HOUSES WILL BE DESTROYED." AFTER THE ASSEMBLY, STRIKERS MARCHED TO THE EVORA INFANTRY HEADQUARTERS SHOUTING, "VASCO WILL RETURN!" IN BEJA, RURAL MORKERS HAVE ELECTED TO CONTINUE THEIR STRIKE UNTIL THE GOVERNMENT ANSWERS THEIR DEMANDS FOR AGRARIAN REFORM.

MEANWHILE, THE MILITARY HAS RETURNED THE CATTLE THAT WERE STO-LEN BY LARGE LANDOWNERS TO THE PORTOALEGRE WORKERS. AS A FURTHER RESULT OF THIS MOBILIZATION, THE GOVERNMENT HAS EXPROPRIATED 203 RURAL PROPERTIES, MOST OF THEM IN EVORA AND PORTOALEGRE REGIONS. THIS INFORMATION WAS REPORTED IN YESTERDAY'S LISBON DAILY O SECULO.

INDIAN MINISTERS PREPARE DIALOGUE WITH KISSINGER

SEPT. 20 (IPS)—PREPARATIONS ARE CURRENTLY UNDERWAY FOR THE CONVENING OF THE INDO-U.S. JOINT COMMISSION FOR BILATERAL PARLEYS ON TRADE, COMMERCE, SCIENCE AND EDUCATION BETWEEN THE GOVERNMENTS OF INDIA AND THE U.S. THE INDO-U.S. JOINT COMMISSION, FIRST CREATED DURING THE FAMINE PERIOD OF 1974 BY U.S. SECRETARY OF STATE HENRY KISSINGER, IS NOW THE FUNNEL FOR U.S. FOOD AID, AND HAS NEVER BEEN CONVENED BECAUSE OF STRONG OPPOSITION TO ITS FORMATION BY THE PRO-SOVIET COMMUNIST PARTY OF INDIA AND A STRONG PRO-DEVELOPMENT POLICY ADOPTED BY THE INDIAN GOVERNMENT.

INDIAN FOREIGN MINISTER Y. CHAVAN, IN LINE WITH A "MODERATE" CONCILIATORY STANCE ON SEPT. 12, INDICATED THAT HE WAS LOOKING FORWARD TO A "DIALOGUE" WITH KISSINGER AT THE COMMISSION MEETINGS.

LEFTWING DAILY BLASTS INDIAN FOREIGN MINISIER. FINANCE MINISIER FOR MODERATE STAND

SEPT. 20 (IPS) -- IN AN EDITORIAL STATEMENT ON INDIAN FINANCE MINISTER C. SUBRAMANIAM AND FOREIGN MINISTER CHAVAN'S MODERATE AND CONCILIATORY STATEMENTS TOWARD HENRY KISSINGER, THE PATRIOT, A

LEFTWING INDIAN DAILY, STRONGLY ATTACKED THE GANDHI CABINET. WARNING AGAINST THE ANNOUNCED INDIAN STANCE AT THE UPCOMING INDO-U.S. JOINT COMMISSION MEETINGS, THE PATRIOT CHARGED: "IT IS AL-MOST EXCLUSIVELY TO BE AN INDIAN EXERCISE IN BOOTLICKING FOR FOR-EIGN AID AND CHAVAN IS BEING ADVISED ON HOW TO GO ABOUT IT AND GET THE MAXIMUM FOREIGN INVESTMENT IN PRTE INUSTRY (AS OP-POSED TO SOVIET FUNDED PUBLIC SECTOR) ... AID BOOTLICKERS BOTH IN PRESS AND ELSEWHERE HAVE BEGUN INTERPRETING SUBRAMANIAM TO MEAN THAT HE HAS RETURNED FROM THE U.S. LIKE JASON WITH THE DESPITE REPEATED WHIP-CRACKING BY U.S. SPOKESMEN GOLDEN FLEECE. AT THE SPECIAL SESSION AND FUND/BANK PARLEYS OUR EXPERT BEGGARS ARE MANFULLY HOPING THAT FORD AND KISSINGER'S HEARTS WILL MELT THESE AID PRO-AND START TILTING TOWARD GREATER AID TOWARD INDIA. PONENTS AND THOSE WHO FURTIVELY ENCOURAGE THEM FROM SECRETIVE CIRCLES IN THE GOVERNMENT HOLES ARE QUITE AWARE BUT WILL NOT AD-MIT THAT AMERICAN AID WILL ULTIMATELY MEAN BOWING TO U.S. DEMANDS.

BREZHNEV PRAISES ZARODOV

SEPT. 20 (IPS)—FOLLOWING BREZHNEY'S RECENT MEETING WITH KONSTANTIN ZARODOV, CHIEF EDITOR OF THE INTERNATIONAL COMMUNIST REVIEW. "PROBLEMS OF PEACE AND SOCIALISM," PRAVDA SEPT. 18 WRITES THAT BREZHNEV HAD "LAUDATORY WORDS FOR THE IMPORTANCE OF THE REVIEW AND UNDERLINED THAT IT WAS ACTIVELY CONTRIBUTING TO A CREATIVE STUDY OF THE PRESENT PROBLEMS OF MARXIST—LENINIST THEORY, TO THE DIFFUSION OF THE IDEAS OF SOVIET COMMUNISM, AND TO THE KNOWLEDGE ABOUT THE BROTHER PARTIES."

IN EARLY AUGUST. ZARODOV WROTE A MAJOR ARTICLE IN PRAVDA BLAST-ING THE CENTRIST TENDENCIES WITHIN THE COMMUNIST MOVEMENT AND SUPPORTING THE LENINIST STRATEGY OF THE PORTUGUESE COMMUNIST PARTY.

TURKISH EDITOR PREDICTS MOUNTING OPPOSITION TO KISSINGER, SADAT

SEPT. 20 (IPS)—WHILE U.S. INFLUENCE IN THE MIDDLE EAST HAS INCREASED AS A RESULT OF THE RECENT EGYPT-ISRAEL INTERIM ACCORD, WRITES ALI SIRMEN IN A SEPT. 11 EDITORIAL IN THE INFLUENTIAL TURK-ISH DAILY CUMHURIYET, "THE PROGRESSIVE ARAB REGIMES ARE MOVING TOWARD A MORE CLASS-BASED POINT OF VIEW." NOTING THE VIRTUAL COLLAPSE OF THE EGYPTIAN ECONOMY, SIRMEN REPORTS THAT LIBERATION ORGANIZATIONS "WILL MOVE AWAY FROM UNSTABLE LEADERS LIKE SADAT AND ESTABLISH CLOSER COLLABORATION WITH PROGRESSIVE ORGANIZATIONS AND REGIMES. NATURALLY, THE SOVIETS' SUPPORT WILL GO IN A SIMILAR DIRECTION ALSO."

ALLUDING TO THE CIA'S ATTEMPTS TO DESTROY THE LEFT IN LEBANON SIRMEN WRITES, "KISSINGER INTENDED TO WIPE OUT GROWING CONSCIOUS-NESS AGAINST U.S. IMPERIALISM BY USING THE DISPUTE BETWEEN PROGRESSIVE AND CONSERVATIVE FORCES. BUT IT SEEMS THAT HE IS NOT GOING TO BE FULLY SUCCESSFUL IN THIS."

PCF BARES SPD ORGANIZING OF INTERNATIONAL SWAMP

SEPT. 20 (IPS)—BLASTING THE DECISION OF FRENCH LEFT RADICAL LEADER FABRE TO MEET WITH FRENCH PRESIDENT GISCARD D'ESTANG, L'HUMANITE EDITORIALIST RENE ANDRIEU WRITES TODAY THAT, "THE ENTERPRISE IS CONCERTED - TO SAY THE LEAST - AND IS RELAYED ON AN INTERNATIONAL LEVEL BY THE WEST GERMAN SOCIAL DEMOCRATIC GOVERNMENT, WHOSE PRESSURE AGAINST THE UNION OF THE LEFT IS AN OPEN SECRET."

HOLDING GISCARD HIMSELF EQUALLY RESPONSIBLE. ANDRIEU STATED THAT THE "STRATEGY IS CLEAR. TO PULL THE NON-COMMUNIST LEFT INTO THE SWAMP OF CLASS.COLLABORATION..."

UNITED STATES AIMS ECONOMIC SABOTAGE AT LACTIAN REVOLUTION

SEPT. 20 (IPS)—THE UNITED STATES HAS ANNOUNCED THAT IT WILL WITHDRAW ITS \$5 MILLION COMMITMENT TO THE ASIAN DEVELOPMENT BANK-FINANCED NAM NGUM DAM IN LAOS, ACCORDING TO THE SEPT. 17 LE MONDE. THE DAM, ON THE MEKONG DELTA, WAS SCHEDULED TO BE EXPANDED UNDER A BILATERAL U.S.-LAOS ACCORD SIGNED LAST YEAR. THE U.S. ANNOUNCED ITS DECISION TO WITHDRAW FOLLOWING THE EXPULSION LAST JUNE OF U.S. AID OFFICIALS CHARGED WITH BEING CIA AGENTS.

II. CONTINENTAL NEWS

SCOOP OIL COMPANY BAIL-OUT PLAN BLASTED IN CONGRESS

SEPT. 20 (IPS)—A SENATE-PASSED MEASURE TO PROVIDE \$6 BILLION IN FEDERAL LOAN GUARANTEES TO ENERGY AND PIPELINE CORPORATIONS WITH PLANS TO BUILD THE FIRST COAL CONVERSION PLANTS, CAME UNDER SCATHING ATTACK THURSDAY IN THE HOUSE COMMITTEE ON SCIENCE AND TECHNOLOGY, ACCORDING TO REPORTS IN THE NEW YORK TIMES. THE MEASURE WAS TACKED ONTO THE OTHERWISE NON-CONTROVERSIAL BILL AUTHORIZING RESEARCH AND DEVELOPMENT FUNDS FOR THE NEW ENERGY RESEARCH AND DEVELOPMENT ADMINISTRATION BY SENATORS HENRY (SCOOP) JACKSON (D-WASH) AND JENNINGS RANDOLPH (D-W.VA.)

THE HOUSE COMMITTEE WAS FORCED TO MEET WHEN SEVERAL OF ITS MEMBERS DISCOVERED THE AMMENDMENT, WHICH HAD BEEN SNUCK PAST THEM. AN OUTRAGED REPRESENTATIVE RICHARD L. OTTINGER (D-NY) COMMENTED, "TO ME THE IDEA OF A \$6 BILLION PROGRAM TO SUBSIDIZE THE OIL INDUSTRY IS JUST MIND-BLOWING...WE KNOW THE FORD ADMINISTRATION LIKES THE OIL COMPANIES, BUT THIS IS INCREDIBLE."

NY TIMES CITES N.H. ELECTION AS WARNING TO FORD ON ECONOMY

SEPT. 20 (IPS)—CITING THE DEMOCRATIC VICTORY IN NEW HAMPSHIRE'S RECENT SENATORIAL ELECTION. NEW YORK TIMES COLUMNISTS JAMES RESTON AND TOM WICKER YESTERDAY WARNED PRESIDENT FORD THAT UNLESS HE COMES UP WITH A CREDIBLE PROGRAM TO DEAL WITH THE DESPARATE ECONOMIC SITUATION, HE CAN FORGET ABOUT THE 1976 ELECTION.

IPS/EARLY/9.20/P.5

RESTON ALSO INADVERTENTLY BETRAYED THE IIMES' REAL FEAR WHEN HE ATTRIBUTED THE DEMOCRATS NEW HAMPSHIRE VICTORY TO "A WELL-OR-GANIZED LABOR MOVEMENT WORKING THE CITY PRECINCTS AND HOWLING ABOUT BIG BUSINESS PROFITS AND THE SOARING COST OF LIVING."

BANKERS TO MEET IN RADIO CITY MUSIC HALL

SEPT. 20 (IPS)—FACED WITH THE IMMINENT COLLAPSE OF THE DOLLAR AND THE DOLLAR-BASED CREDIT SYSTEM, 10,000 MEMBERS OF THE AMERICAN BANKERS ASSOCIATION WILL MEET NEXT MONTH IN RADIO CITY MUSIC HALL AT ROCKEFELLER IN NEW YORK CITY, ACCORDING TO AN ABA PRESS RELEASE.

AMONG THE FEATURES SCHEDULED FOR THE ABA CONFERENCE IS A RADIO CITY MUSIC HALL "SALUTE TO AMERICA" ENTITLED "STAR-SPANGLED RHYTHM." THE RELEASE ADDS. IN ADDITION, ONE GENERAL SESSION WILL BE CHAIRED BY TELEVISION COMMENTATOR DAVID BRINKLEY.

IT IS NOT KNOWN WHETHER THE ROCKETTES WILL PERFORM.

FBI BRONFMAN KIDNAPPING HOAX BLOWN

SEPT. 20 (IPS)—THE LAWYER FOR ACCUSED KIDNAPPER MEL PATRICK LYNCH CHARGED YESTERDAY THAT YOUNG BRONFMAN HELPED "MASTERMIND HIS OWN KIDNAPPING" AND ACCUSED THE FBI OF FABRICATING A STATEMENT LYNCH ALLEGEDLY GAVE TO THEM. ACCORDING TO SEPT. 18 NY TIMES, THE LAWYER, WILLIAM K. MADDEN, TOLD THE WESTCHESTER COUNTY COURT THAT SAMUEL BRONFMAN II MET WITH LYNCH "MORE THAN TWENTY TIMES" IN PLANNING THE KIDNAPPING AFTER YOUNG BRONFMAN "BECAME SYMPATHETIC WITH MR. LYNCH'S DESIRE TO HELP SUPPORT UNITED IRELAND."

MADDEN ALSO REVEALED THAT THE STATEMENT ATTRIBUTED BY THE FBI TO LYNCH AFTER HIS ARREST "WAS DRAWN UP BY THE FBI WITHOUT MR. LYNCH!"

IPS HAS PREVIOUSLY STATED THAT THE BRONFMAN KIDNAPPING WAS A HOAX PERPETRATED BY THE NATIONAL SECURITY COUNCIL AND THE FBI TO GENERATE CHAOS, CONFUSION, AND POLICE-STATE TERROR--IN AN OPERATION PARALLEL TO THE NSC/FBI PATTY HEARST/SLA HOAX.

III. ORGANIZING AND INTELLIGENCE

NEWARK POLICE PROTECT RIOT AGAINST USLP RALLY

SEPT. 20 (IPS)—YESTERDAY AFTERNOON NEWARK POLICE FAILED TO STOP AN ATTACK BY 15-20 CUBAN AND PUERTO RICAN FASCISTS ON A RALLY FOR U.S. LABOR PARTY CANDIDATE FOR ESSEX CO. SUPERVISOR, CHARLES MACK. THE POLICE ALLEGED THAT THEY COULD NOT ARREST THE ATTACKERS WITHOUT PERMISSION FROM THEIR SUPERIORS. SOME OF THE ATTACKERS WERE IDENTIFIED AS INVOLVED IN PREVIOUS ASSAULTS AGAINST THE USLP. AFTER POLICE HAD WITNESSED ROCK THROWING AND DIRECT ASSAULTS, THEY FINALLY INTERVENED TO FORCE THE LABOR PARTY TO LEAVE.

IPS/EARLY/9.20/P.6

THE USLP IS HOLDING THE HEAD OF POLICE INTELLIGENCE, CORCORAN, AND PRECINCT CAPTAIN TENPENNY, BOTH INSTRUMENTAL IN ARRANGING POLICE "PROTECTION" FOR THE RALLY, RESPONSIBLE FOR THE CONTINUING ATTACKS. EARLIER, THE TWO HAD SUPPRESSED INVESTIGATIONS INTO PREVIOUS ATTACKS FOR "LACK OF FUNDS."

END EARLY IPS FOR SATURDAY, SEPTEMBER 20, 1975.



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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE LATE EVENING NEWS ROUND-UP SATURDAY, SEPTEMBER 20, 1975 2000 HOURS EDT

PCP BLASTS SECOND INTERNATIONAL MISINFORMATION CAMPAIGN

SEPT. 20 (IPS)—IN RESPONSE TO WESTERN BOURGEOIS PRESS REPORTS THAT THE PORTUGUESE COMMUNIST PARTY (PCP) HAD MADE A "CONCILIATION OFFER" TO WEST GERMAN SOCIAL DEMOCRATIC LEADER WILLY BRANDT, THE PCP INFORMATION BUREAU HAS RELEASED A COMMUNIQUE STATING THAT THE PARTY HAD OFFERED TO SEND A DELEGATION ON AN INFORMATION MISSION TO MEET WITH THE WEST GERMAN SPD BECAUSE "EUROPEAN SOCIALIST AND SOCIAL-DEMOCRATIC LEADERS WERE MAKING DECLARATIONS ON THE PORTUGUESE SITUATION THAT HAD NOTHING TO DO WITH REALITY." THE SPD REJECTED THIS OFFER, THE PCP SAYS.

THIS ANSWER. THE COMMUNIQUE ADDS, SHOWS THAT THE SPD'S OPINIONS ON PORTUGAL "CONTINUE TO BE VOLUNTARILY TENDENCIOUS." THE COMMUNIQUE ALSO BLASTS THE PORTUGUESE SOCIALIST PARTY FOR USING THE PRIVATE CONTACT BETWEEN THE PCP AND THE SPD FOR "PARTY PROPAGANDA." THE PCP COMMUNIQUE WAS PUBLISHED IN THURSDAY'S LISBON DAILY, DIARIO DE NOTICIAS.

CPUSA JOINS SECOND INTERNATIONAL CAMPAIGN TO IMPEDE PORTUGAL/ANGOLA MOBILIZATION

SEPT. 20 (IPS)—IN AN EFFORT TO IMPEDE THE GROWING MOBILIZATION OF THE COMMITTEE TO DEFEND THE REVOLUTION IN PORTUGAL AND ANGOLA. A UNITED FRONT FORMATION INITIATED BY THE NATIONAL CAUCUS OF LABOR COMMITTEES AND U.S. LABOR PARTY, THE AGENT-RIDDEN COMMUNIST PARTY USA HAS JUST FORMED ITS OWN "COMMITTEE TO STOP U.S. INTER-VENTION IN PORTUGAL AND ANGOLA." ACCORDING TO TODAY'S DAILY WORLD.

AS PART OF THIS CO-ORDINATED SABOTAGE OPERATION, THE DAILY WORLD HAS EMPHASIZED NEWS REPORTS THAT WOULD IMPLY A RECONCILIATION BETWEEN PORTUGAL'S COMMUNISTS AND THE AGENT PORTUGUESE SOCIALIST PARTY. TODAY, THE WORLD QUOTES PCP LISBON LEADER JAIME SERRA AS SAYING: "AT THE PRESENT MOMENT, OUR NUMBER ONE ENEMY IS NOT SOCIAL-DEMOCRACY: IT IS FASCISM AND REACTION." BUT, ACCORDING TO THE EAST GERMAN PAPER NEUES DEUTSCHLAND OF SEPT. 18, SERRA IN FACT BLASTED THE PSP AND THE MAOIST MRPP FOR JOINTLY IMPEDING THE UNITY OF REVOLUTIONARY FORCES.

SHRIVER LAUNCHES PRESIDENTIAL BID AS STALKING HORSE FOR ROCKEFELLER

SEPT. 20 (IPS) -- SARGENT SHRIVER, FORMER DEMOCRATIC VICE PRESIDENTIAL CANDIDATE, ANNOUNCED HIS PRESIDENTIAL CANDIDACY AS A STALK-

(MORE)

ING HORSE FOR HIS BROTHER-IN-LAW, SENATOR EDWARD KENNEDY, AT A WASHINGTON PRESS CONFERENCE TODAY UNDER CIRCUMSTANCES WHICH LEFT OBSERVERS WONDERING IF HE WERE NOT REALLY A STAND-IN FOR VICE PRESIDENT NELSON ROCKEFELLER. AMONG THE LEADERS OF THE "COMMITTEE FOR SHRIVER," THE CANDIDATE SAID, ARE CYRUS VANCE, NEWLY NAMED HEAD OF THE ROCKEFELLER FOUNDATION, THOMAS WAISON, CHAIRMAN OF ROCKEFELLER-ALLIED IBM, AND RICHARDSON DILLWORTH, JR., THE ROCKEFELLERS' PERSONAL FINANCIAL ADVISER.

SHRIVER STATED THAT HE FULLY AGREED WITH SECRETARY OF STATE HENRY KISSINGER'S SCANDALOUS SPEECH TO THE UNITED NATIONS SPECIAL SESSION. TERMING IT "THE BEGINNING OF U.S. POLICY ON THE THIRD WORLD."

SHRIVER ENDORSED ROCKEFELLER'S PUSH TO EXPAND THE NATIONAL SE-CURITY COUNCIL INTO A FASCIST POLICY-MAKING BODY WITH POWERS TO WAGE WORLDWIDE ECONOMIC WARFARE, STATING THAT THE NSC "WOULD NOT HAVE ADVERSE EFFECTS ON EAST-WEST TRADE, ESPECIALLY UNDER A SHRI-VER ADMINISTRATION."

SHRIVER ALSO SAID THAT HE WOULD OPPOSE DEBT MORALORIA FOR FI-NANCIALLY BLED CITIES.

FINALLY, SHRIVER SALD, HE WAS PREPARED TO DROP OUT AT ANY MO-MENT IN FAVOR OF KENNEDY, "THE BEST AND MOST QUALIFIED PERSON" TO BE THE DEMOCRATIC CANDIDATE.

SHRIVER'S BIZARRE PERFORMANCE HAS STIRRED RUMORS THAT HE MAY ALSO BE PREPARED TO HELP VICE PRESIDENT ROCKEFELLER SECURE A PLACE ON THE DEMOCRATIC TICKET, SHOULD THE DIPSOMANIAC VICE PRESIDENT BE EXCLUDED FROM A SPOT ON THE REPUBLICAN TICKET BY ANGRY CONSERVATIVES.

ALGERIA GIVES FRENCH GOV'T OBJECT LESSON IN DEVELOPMENT

SEPT. 20 (IPS)—SONATRACH, THE ALGERIAN STATE-OWNED GAS AND OIL COMPANY, YESTERDAY SPONSORED A FULL-PAGE AD IN THE FRENCH DAILY LE FIGARO, FULLY DOCUMENTING THE FRENCH GOVERNMENT'S REFUSAL TO PARTICIPATE IN REAL ECONOMIC "COOPERATION." CALLING THE INTERNATIONALLY TOUTED FRENCH COMMITMENT TO A "NEW WORLD ECONOMIC ORDER" A "FRAUD." THE AD STATES THAT THE SPECIAL TRADING RELATIONSHIP BETWEEN THE TWO COUNTRIES (ALGERIA IS FRANCE'S BIGGEST CUSTOMER) WILL ONLY CONTINUE IF THE FRENCH TRULY COMMIT THEMSELVES TO "RECIPROCAL COOPERATION."

THE ALGERIANS CALLED FOR THE FRENCH GOVERNMENT TO ASSIST THEM IN THE FINANCING OF THEIR BALANCE OF PAYMENTS DEFICIT TO FRANCE—A STEP WHICH FRANCE HAS REFUSED TO TAKE, SAYS SONATRACH, BECAUSE SHE IS PRESENTLY USING ALGERIAN DEBT PAYMENTS TO PAY OFF HER OWN DEBTS TO THE UNITED STATES AND WEST GERMANY.

BURNS CALLS FOR ENDING UNEMPLOYMENT COMPENSATION, SLAVE LABOR

SEPT. 20 (IPS) --- ARTHUR BURNS, CHAIRMAN OF THE U.S. FEDERAL RESERVE, YESTERDAY CALLED FOR THE ELIMINATION OF UNEMPLOYMENT COM-

PENSATION AND ITS REPLACEMENT WITH A PROGRAM OF GOVERNMENT JOBS "TO ANYONE WHO WAS WILLING TO WORK AT A RATE OF PAY SOMEWHAT BELOW THE FEDERAL MINIMUM WAGE" OF \$2.10 AN HOUR AS THE SOLUTION TO THE DEPRESSION CRISIS. BURNS PROPOSED THESE MEASURES AS AN ALTERNATIVE TO FURTHER "PUMPING" OF THE ECONOMY THROUGH GOVERNMENT DEFICIT SPENDING AND A RAPID INCREASE IN THE MONEY AND CREDIT SUPPLY YESTERDAY IN A SPEECH AT THE UNIVERSITY OF GEORGIA. BURNS ADDED THAT AN AMENDMENT TO THE CONSTITUTION MIGHT BE REQUIRED TO GUARANTEE THAT PAY FOR "THESE SPECIAL PUBLIC JOBS" NOT BE ALLOWED TO RISE AND THUS "REDUCE INCENTIVES TO SEEK PRIVATE EMPLOYMENT," ACCORDING TO TODAY'S NEW YORK TIMES.

IN ADDITION, BURNS CALLED FOR A REVIEW OF ALL CURRENT LABOR LEGISLATION, NOTABLY THE MINIMUM WAGE LAW, THE DAVIS-BACON ACT, WHICH REQUIRES CONTRACTORS FOR FEDERAL CONSTRUCTION PROJECTS TO PAY PREVAILING AREA WAGES, AND THE LEVEL OF BENEFITS IN THE UNEMPLOYMENT COMPENSATION SYSTEM, WHICH HE SAID "MAY BE BLUNTING INCENTIVES TO WORK."

U.S. LABOR PARTY STATEMENT ON THE PATRICIA HEARST CAPTURE

NEW YORK, SEPT. 19 (IPS)—TIMING AND CIRCUMSTANCES SUPROUNDING THE CAPTURE YESTERDAY AFTERNOON IN SAN FRANCISCO OF KIDNAPPED HEIRESS PATRICIA HEARST STRONGLY CORROBORATE STATEMENTS MADE EARLIER THIS MONTH BY FBI INFORMER WAYNE LEWIS TO THE EFFECT THAT THE FBI HAS HAD DIRECT CONTACT WITH MISS HEARST THROUGHOUT HER 19-MONTH "DISAPPEARANCE" WITH THE SYMBIONESE LIBERATION ARMY.

THIS LATEST CASE OF DIRECT FEDERAL POLICE AGENCY INVOLVEMENT IN CRIMINAL ACTIVITIES ENDED APPROPRIATELY ON THE EVE OF THE ANTICIPATED PASSAGE OF THE SENATE S. I LEGISLATIVE PACKAGE THAT DRASTICALLY REORGANIZES FEDERAL CRIMINAL CODES GIVING NEARLY CARTE BLANCHE POLICE STATE POWERS TO THE FBI. IN THIS CONTEXT, THE REASONING BEHIND THE FBI'S "CHOICE" OF WHEN TO CAPTURE MISS HEARST BECOMES OBVIOUS. THE FBI'S CREDIBILITY—SEVERELY TARNISHED OVER THE COURSE OF THE HEARST SEARCH—WOULD NOW BE GREATLY ENHANCED, PROVIDED THE ACTUAL FACTS OF THEIR INVOLVEMENT IN THE CASE REMAIN CLOUDED.

THE U.S. LABOR PARTY HAS ALREADY PLACED SUFFICIENT INFORMATION IN THE HANDS OF THE CONGRESSIONAL SELECT COMMITTEES ON INTELLIGENCE REGARDING CRIMINAL ACTIVITIES CARRIED OUT BY THE FBI TO JUSTIFY THE DISMANTLING OF THAT AGENCY. SUCH ACTION—AS OPPOSED TO RUBBER STAMPING OF THE ROCKEFELLER—ENGINEERED DISMANTLING OF THE CONSTITUTION THROUGH S. 1—IS THE ONLY SANE COURSE FOR CONGRESS TO TAKE.

EVELLE YOUNGER "PREDICTS" TERRORISM AS OUTCOME OF HEARST ARREST

SEPT. 20 (IPS) -- CALIFORNIA ATTORNEY GENERAL AND FOMER CONTROLLER OF SYMBIONESE LIBERATION ARMY LEADER "CINQUE," EVELLE YOUNGER.

(MORE)

"PREDICTED" IN A PRESS CONFERENCE THAT THE ARREST OF PATTY HEARST WOULD LEAD TO TERRORIST ACTIVITY IN THE AREA. YOUNGER'S PREDICTION WAS SEVERAL DAYS LATE. ALREADY THE LEAA/FBI NETWORK HAS ACTIVATED BOMBINGS IN SEATILE AND HIJACKINGS AND ZOMBIE MURDERS IN THE SAN FRANCISCO AREA.

SYRIA PREPARES A MASS SLAUGHTER OF THE LEBANESE LEFT

SEPT. 20 (IPS)—THE FOREIGN MINISTER OF SYRIA, ABDEL HALIM KHAD-DAM, AND THE SYRIAN CHIEF OF STAFF, MAJOR GENERAL HIKMAT AL-SHEHABI, HAVE ARRIVED IN BEIRUT IN AN EFFORT TO "MEDIATE" AN END TO THE FIGHTING BETWEEN LEBANON'S MOSLEMS AND RIGHT-WING CHRISTIAN FALANGISTS. THIS MOVE BY THE CIA-CONTROLLED GOVERNMENT OF SYRIA IS DIRECTED AGAINST THE ORGANIZING IN LEBANON BY THE COMMUNISTS AND LEFT-WING BAATHISTS ALLIED WITH IRAQ.

AT THE SAME TIME, ACCORDING TO THE NEW YORK TIMES, REPORTS FROM BEIRUT INDICATE THAT THE PRO-SYRIAN FACTION IN THE PALESTINIAN MOVEMENT "SAIQA," IN ALLIANGE NITH THE LEBANESE ARMY, IS PATROLLING THE NORTHERN CITY OF BEIRUT, TRIPOLI, IN AN EFFORT TO STOP THE ADVANCE OF LEFTIST FORCES IN THE CITY.

FUSION RESEARCH NEEDED, SAYS BRITISH SCIENTIST

SEPT. 20 (IPS)--NUCLEAR FUSION RESEARCH MUST BE GIVEN TOP PRIOR-ITY IN ENERGY RESEARCH, OR SOCIETY WILL NOT BE ABLE TO MEET ITS FUTURE ENERGY NEEDS, SIR ALAN COTTRELL, A FORMER SCIENTIFIC ADVI-SER TO THE BRITISH GOVERNMENT, TOLD A BIRMINGHAM (ENGLAND) UNI-VERISTY AUDIENCE THIS WEEK.

ACCORDING TO YESTERDAY'S LONDON FINANCIAL TIMES, COTTRELL WARNED THAT ALTHOUGH FUSION POWER RAISED SCIENTIFIC AND TECHNICAL PROBLEMS OF "EXTRAORDINARY SEVERITY," HE WAS CONFIDENT THAT THEY COULD BE SOLVED. DEEMING PRESENT ENERGY PROBLEMS AS "LARGELY OF A POLITICAL AND ECONOMIC" RATHER THAN SCIENTIFIC NATURE, COTTRELL SAID THAT AT CURRENT DEVELOPMENT RATES IT WOULD TAKE 30 YEARS TO SOLVE ENERGY PROBLEMS.

AT A BONN PRESS CONFERENCE YESTERDAY, CURRENT BRITISH ENERGY SECRETARY ANTHONY WEDGEWOOD BENN, IN RESPONSE TO AN IPS QUESTION ON RECENT SOVIET ADVANCES IN THE FUSION FIELD, APOLOGIZED FOR HIS EARLIER NEGATIVE ANSWER ON FUSION PROSPECTS BECAUSE IT WAS BASED ON "NEWS FROM 1968." NOTING THAT IPS INFORMATION OBVIOUSLY WAS MORE UP-TO-DATE, BENN SAID FUSION WARRANTED FURTHER INVESTIGATION.

DAILY WORLD PRAISES CIA'S GULBENKIAN FOUNDATION IN PORTUGAL

SEPT. 20 (IPS)—IN AN ARTICLE ON "CULTURAL CURRENTS IN PORTUGAL," TODAY'S DAILY MORLD, NEWSPAPER OF THE AMERICAN COMMUNIST PARTY, PRAISES THE ROLE OF THE "CULTURAL MONOPOLY BEARING THE NAME CALOUSTE GULBENKIAN," WHICH WAS FOUNDED BY A "LEGENDARY OIL MAGNATE" DURING THE SALAZAR DICTATORSHIP PERIOD. NOT MENTIONED IN THE DAILY WORLD ARTICLE IS THE GULBENKIAN FOUNDATION'S ROLE IN FINANCING A "RESETTLEMENT CAMP" COUNTERINSURGENCY PROJECT IN THE

FORMER PORTUGUESE COLONY OF GUINE-BISSAU IN THE EARLY 1970S, NOR THE REPORTED RIGGING OF VOTES BY ITS COMPUTERIZED ELECTION TALLY-ING SYSTEM IN LAST APRIL'S ELECTIONS IN PORTUGAL.

BRITISH UNIONISTS DEFEND PCP

SEPT. 20 (IPS)—FOUR THOUSAND BRITISH TRADE UNIONISTS AND BRITISH COMMUNIST PARTY SUPPORTERS MARCHED TO HYDE PARK TODAY TO RALLY IN SUPPORT OF THE PORTUGUESE COMMUNIST PARTY (PCP). AS THE DEMON-STRATORS MARCHED THROUGH LONDON STREETS, THEY CARRIED BANNERS SAYING, "THROW OUT NATO! THROW OUT THE CIA! THROW OUT SOARES!", ACCORDING TO UPI REPORTS. AMONG THE SPEAKERS WERE JUDITH HART, LABOUR MEMBER OF PARLIAMENT WHO RECENTLY PROVOKED AN UPROAR IN THE LABOUR PARTY BY DEFENDING THE PORTUGUESE REVOLUTION AT THE MOMENT THAT PRIME MINISTER WILSON WAS PLOTTING A NATO BLOODBATH WITH OTHER SECOND INTERNATIONAL LEADERS, AND A REPRESENTATIVE OF PORTUGUESE RADIO.

KISSINGER'S STATE DEPARTMENT TRADING POST

SEPT. 20 (IPS)—GEORGE BALL, A BANKER AND LEADING ADVOCATE OF THE "AMERICAN CENTURY" BRAND OF U.S. IMPERIALISM, RECENTLY CRITICIZED SECRETARY OF STATE HENRY KISSINGER'S AGREEMENT TO DELIVER MISSILES CAPABLE OF CARRYTNG NUCLEAR WARHEADS TO ISRAEL. ""GIVING THESE MISSILES TO ISRAEL IS LIKE GIVING WHISKEY TO THE INDIANS." BALL SAID. HIS REMARKS WERE REPORTED TODAY IN THE WEST GERMAN DAILY DIE WELT.

FORD CALLS CONGRESS "CHICKEN" ON ENERGY

SEPT. 20 (IPS)—IN A SPEECH IN OKLAHOMA CITY YESTERDAY, PRESIDENT FORD ACCUSED CONGRESS OF BEING "JUST PLAIN CHICKEN" ON THE ENERGY ISSUE AND WARNED OF "AN EXPLOSION IN OUR ECONOMY" RESULTING FROM "THE RECKLESS RISK" CONGRESS IS TAKING IN NOT PASSING HIS PLAN TO SUBSIDIZE OIL COMPANIES DOMESTIC ENERGY PRODUCTION.

ACCORDING TO TODAY'S WASHINGTON POST, FORD ALSO IGNITED THE QUESTION OF WHEAT SALES TO THE SOVIET UNION. OKLAHOMA FARMERS ARE ENRAGED OVER THE ADMINISTRATION'S SABOTAGE OF THE WHEAT SALES, AND SEN. HENRY BELLMON (R-OKLA), WHO SHARED THE PLATFORM YESTERDAY BEFORE A FAIRGROUND AUDIENCE, HAS ACCUSED THE ADMINISTRATION OF A "COWARDLY, KOW-TOWING" DECISION IN CALLING A MORATORIUM ON THE SALES WHICH HAD BEEN DEMANDED BY GEORGE MEANY.

PCF CALLS FOR IDEOLOGICAL DEBATE WITH BERLINGUER

SEPT. 20 (IPS)—GEORGES GIRARD, FRENCH COMMUNIST PARTY CENTRAL COMMITTEE MEMBER, THIS WEEK ANSWERED A QUESTION FROM A PCF CADRE ON THE PARTY'S "NON-INTERFERENCE" POLICY VIS-A-VIS ITS BROTHER PARTIES, BY DECLARING THAT OPEN IDEOLOGICAL DEBATE IS NECESSARY. SPECIFICALLY ADDRESSING THE POLYCENTRIST RANTINGS OF ITALIAN COMMUNIST LEADER BERLINGUER, GIRARD STATED THAT "IDEOLOGICAL CONFRONTATIONS ARE NECESSARY WITHIN THE COMMUNIST MOVEMENT: IT IS THE WAY TO OVERCOME CONTRADICTIONS....GENERAL PRINCIPLES ARE COMMON TO ALL COMMUNIST LEADERS...AND THESE PRINCIPLES BEING DEFINED, THE BEST WAY TO ELIMINATE INCOMPREHENSION AND DEVELOP SOL-

IDARITY IS FREQUENT CONTACTS, FRANK DISCUSSIONS AND THE PERMANENT QUEST FOR COORDINATED ACTION." REPORTS FRANCE NOUVELLE, THE PCF. WEEKLY.

PRESS REPORTS KISSINGER-SCHLESINGER SPLIT OVER PERSHING MISSILE CONTROVERSY

SEPT. 20 (IPS)—SECRETARY OF STATE HENRY KISSINGER'S COMMITMENT TO CONSIDER PROVIDING ISRAEL WITH PERSHING MISSILES DESIGNED TO CARRY NUCLEAR WARHEADS WAS TAKEN "WITHOUT CONSULTING" THE DEPARTMENT OF DEFENSE EITHER ABOUT AVAILABLE WEAPONS SUPPLIES OR THE IMPLICATIONS OF SUCH A DELIVERY, A DEFENSE DEPARTMENT SPOKESMAN, JOSEPH LAITIN, SAID YESTERDAY.

HOWEVER, ACCORDING TO TODAY'S BALTIMORE SUN, SECRETARY OF DE-FENSE SCHLESINGER'S CRITICISM HAS SO FAR BEEN RESTRICTED TO FEARS OF THE SUPPLY CAPABILITIES OF AMERICAN INVENTORIES AND NOT TO THE PERSHING DEPLOYMENT ITSELF.

THERE ARE INDICATIONS THAT KISSINGER MAY BE WILLING TO "TRADE OFF" THE CONTROVERSIAL PERSHING MISSILE CLAUSE IN RETURN FOR CONGRESSIONAL APPROVAL OF THE REMAINDER OF HIS CONTROVERSIAL PACT.

KISSINGER TAKES COMMAND OF ALCOHOL PROGRAMS

SEPT. 20 (IPS)—SECRETARY OF STATE HENRY KISSINGER AND HIS "MANAGEMENT EXPERT." DEPUTY ASSISTANT SECRETARY OF STATE LAWRENCE EAGLEBURGER, HAVE IN RECENT WEEKS ASSUMED DIRECT CONTROL OF THE STATE DEPARTMENT'S OWN ALCOHOL ABUSE BRAINWASHING PROGRAMS. ORIGINALLY ESTABLISHED IN 1972, THE WASHINGTON STAR REPORTED YESTERDAY. KISSINGER REPORTEDLY STEPPED INTO THE PROGRAM BECAUSE OF THE RELUCTANCE OF MOST STATE DEPARTMENT OFFICIALS TO IMPLEMENT IT THEMSELVES. STRESSING THAT NEARLY 10 PER CENT OF THE STATE DEPARTMENT'S STAFF MAY REQUIRE "TREATMENT," EAGLEBURGER SAID. "WE WANT THE WORD TO GET OUT THAT IF SOMEONE IS SUFFERING FROM ALCOHOLISM AND MAKES USE OF OUR PROGRAM. IT IS NOT GOING TO GO INTO THE RECORDS. AND THAT IT WON'T BE DISCLOSED TO THE PROMOTION BOARDS."

EPIDEMICS THREATEN PUERTO RICO

SEPT. 20 (IPS)—THE CITY OF GUANILLA, PUERTO RICO, IMMEDIATELY FACES THE THREAT OF EPIDEMICS, ACCORDING TO THE PUERTO RICAN DAILY, EL NUEVO DIA, FOLLOWING THE DESTRUCTION OF HURRICANE ELOISA. THE MAYOR OF THE TOWN HAS CALLED FOR AN EMERGENCY SHIPMENT OF MEDICINES AND VACCINES, URGENTLY NEEDED BY THE POPULATION IN AN EFFORT TO WARD OFF THE OUTBREAK OF EPIDEMICS DUE TO THE TOTAL BREAKDOWN OF SANITATION CONDITIONS IN SEVERAL SECTIONS OF THE CITY. BUSINESS AND SCHOOLS AS YET ARE NOT FUNCTIONING DUE TO THE EFFECTS OF THE HURRICANE, WHICH HAS FORCED 600 PERSONS TO TAKE REFUGE IN THIS CITY ALONE.

END OF LATE IPS FOR SEPTEMBER 20, 1975



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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS) COMBINED ISSUE SUNDAY, SEPTEMBER 21, 1975

I. WORLD PRESS SUMMARY -- INTERNATIONAL NEWS.

AGENT GOVERNMENT INSTALLED IN PORTUGAL

SEPT. 21 (IPS)—ALTHOUGH PRESS COVERAGE OF PORTUGAL'S NEW SIXTH GOVERNMENT UNDER PRIME MINISTER PINHEIRO DE AZEVEDO HAS DESCRIBED IT AS CONSISTING OF FOUR INDIVIDUALS FROM THE PORTUGUESE SOCIALIST PARTY (PSP). TWO FROM THE POPULAR DEMOCRATIC PARTY (PPD). AND ONE FROM THE PORTUGUESE COMMUNIST PARTY (PCP). WITH THE BALANCE OF MINISTRIES GOING TO MILITARY MEN OR INDEPENDENTS. IN ACTUALITY ALL OF THE NEW MINISTERS EXCEPT THE ONE COMMUNIST ARE U.S. STATE DEPARTMENT AGENTS.

LEADING THE AGENTS IS THE FOREIGN AFFAIRS MINISTER, MAJ. ERNESTO DE MELO ANTUNES, AUTHOR OF A NOTORIOUS NATO-BACKED AUSTERITY PLAN LAST WINTER AND ORGANIZER OF THE CIA BLOODBATH AGAINST THE PRO-WORKING CLASS MPLA OF ANGOLA. THE OTHER AMERICAN AGENTS IN THE CABINET ARE:

- * SOCIAL AFFAIRS (WELFARE) MINISTER BORGES, A PPD LEADER
- * EXTERNAL TRADE MINISTER CAMPINOS, A FOUNDER OF THE PSP
- * AGRICULTURE MINISTER CARDOSO, A PSP LEADER
- * INTERIOR MINISTER LT. COMMANDER ALMEIDA COSTA, WHO ORGANIZED THE FRADULENT APRIL 25, 1975 ELECTIONS ON BEHALF OF THE PSP AND PSP
- * JUSTICE MINISTER FARINHA, ALSO CLOSE TO BOTH THE PPD AND PSP
- * INTERNAL TRADE MINISTER MOTA, A PPD LEADER AND WELL-KNOWN ANTI-COMMUNIST
- * LABOR MINISTER CAPT. TOMAS ROSA, BOOTED OUT OF A DEPUTY POST IN ITHE SAME MINISTRY BY THE PREVIOUS GOVERNMENT BECAUSE OF HIS ORGANIZING AGAINST THE PRO-COMMUNIST PRIME MINISTER, GENERAL GONCALVES
- * TRANSPORT AND COMMUNICATIONS MINISTER WALTER ROSA, CLOSE TO THE PSP
- * INFORMATION MINISTER ALMEIDA SANTOS, ALSO CLOSE TO THE PSP AND THE COORDINATOR OF THE RECENT INDONESIAN INVASION OF WORKING-CLASS-CONTROLLED TIMOR
- * FINANCE MINISTER ZENHA. NUMBER TWO MAN IN THE PSP

PORTUGUESE SOCIAL DEMOCRATS MOVE TO TURN NEWSPAPERS INTO RAGS

SEPT. 21 (IPS)—PORTUGAL'S NEW PSP/PPD DOMINATED GOVERNMENT WILL SEEK TO CHANGE THE EDITORIAL POLICY OF LISBON'S PRO-WORKING-CLASS NEWSPAPERS, DIARIO DE NOTICIAS AND O SECULO, AS WELL AS COVERAGE ON THE WORKING-CLASS-DOMINATED NATIONAL RADIO AND TELEVISION STATIONS, THE NEW YORK TIMES REVEALED TODAY. PORTUGAL'S NEW INFORMATION MINISTER, RESPONSIBLE FOR PRESS AND MEDIA, IS CLOSE TO THE PSP.

PCP MAINTAINS PRESSURE ON NEW GOVERNMENT

SEPT. 21 (IPS)—PORTUGUESE COMMUNIST PARTY)PCP)—BACKED METAL MORKERS IN THE LISSON INDUSTRIAL BELT HAVE SCHEDULED A UNE-HOUR WARN-ING STRIKE, THE ITALIAN NEWSPAPER L'UNITA REPORTS TODAY. THE STRIKE IS AGAINST EMPLOYERS REFUSING TO RECOGNIZE COLLECTIVE CONTRACTS PREVIOUSLY WON BY METAL MORKERS. UNDER THE PREVIOUS PRO-WORKING—CLASS GOVERNMENT LED BY GEN. VASCO GONCALVES THE PCP HAD OPPOSED STRIKES AS DETRIMENTAL TO MATIONAL ECONOMIC PRODUCTION. YESTER—DAY, PCP LEADER ALVARO CUNHAL MAS CONSPICUOUSLY ABSENT FROM SMEARING—IN CEREMONIES FOR PORTUGAL'S NEW SOCIAL-DEMOCRATIC-DOMINATED SIXTH GOVERNMENT.

EUROPEAN CP'S MOBILIZE AGAINST JUDICIAL MURDER IN SPAIN

SEPT. 21 (IPS)—THE WESTERN EUROPEAN COMMUNIST MOVEMENT IS MOBILIZING AGAINST THE SPANISH DICTATORSHIP'S THREATENED JUDICIAL MURDER DV GARROTING OF NUMEROUS ALLEGED TERRORISTS HAVE ALREADY BEEN CONDEMNED TO DEATH FOLLOWING KANGAROO COURT TRIALS RUN BY THE SPANISH ARMED FORCES. DEMONSTRATIONS ATTEMPED BY THOUSANDS OPPOSING THE THREATENED DEATH PENALTIES HAVE JUST BEEN HELD IN PARIS AND DUESSILDORF, TODAY'S EAST GERMAN MADIO EEPORCS. BOTH CITIES ARE THE HEADQUARTER-TOWNS OF THE COMMUNIST PARTIES OF FRANCE AND GERMANY ASPECTIVELY.

THE ITALIAN GOVERNMENT, THE VATICAN HIERARCHY, AND VARIOUS SPAN-ISH CLEARICAL NOTABLES ARE ALSO REPORTED TO BE CALLING FOR "CLEM-ENCY" FOR THE ACCUSED TERRORISTS.

THE EUROPEAN COMMUNIST MOVEMENT HAS YET TO EXPOSE THE FACT THAT BOTH THE WAVE OF TERRORIST VIOLENCE IN SPAIN AND THE COUNTER-WAVE OF ANTI-WORKING-CLASS TERROR LAUNCHED BY THE FRANCO DICTATORSHIP ARE BEING COORDINATED FROM OUTSIDE SPAIN BY ROCKEFELLER'S CIA.

GANDHI ATTACKS FOREIGN INTERFERENCE IN INDIA

SEPT. 21 (IPS)—PRIME MINISTER INDIRA GANDHI ATTACKED THE UNITED STATES AND OTHER COUNTRIES FOR INTERFERING IN THE INTERNAL AFFAIRS OF OTHER COUNTRIES, IN A SPEECH TWO DAYS AGO, ACCORDING TO THE SEPT. 20 LONDON TIMES. IN THE SPEECH GANDHI SAID THAT IT WAS OPENLY BEING STATED IN THOSE COUNTRIES, AND NOT BY THE PRESS ALONE, THAT THEY HAVE THE RIGHT TOINTERFERE MILITARILY AND POLITICALLY IN OTHER COUNTRIES. WHILE MRS. GANDHI DID NOT MENTION THE UNITED STATES BY NAME, IT WAS WIDELY UNDERSTOOD THAT HER STATEMENTS WERE DIRECTED AT THAT COUNTRY.

A SHORT WHILE AGO, U.S. PRESIDENT FORD COMMENTED THAT THE RECENT DEVELOPMENTS IN INDIA WERE "SAD". MRS. GANDHI TO SAY THAT "OUTSIDE FORCES" WERE AIDING THE "SO-CALLED UNDERGROUND GROUPS" IN INDIA WORKING AGAINST THE "BASIC FEATURES OF DEMOCRACY," AND ALSO ATTACKED AMNESTY INTERNATIONAL AND THE SOCIALIST INTERNATIONAL FOR NOT INVESTIGATING AND WORKING AGAINST REAL AUTHORITARIAN REGIMES. BOTH GROUPS HAVE ATTEMPTED TO DISRUPT THE INDIAN GOVERNMENT IN THE RECENT PERIOD.

SINAI "PEACEKEEPERS" TO BE CIA AGENTS

SEPT. 21 (IPS)—SYNDICATED COLUMNIST JACK ANDERSON, WRITING IN
TODAY'S WASHINGTON POST, SAID THAT MANY OF THE AMERICAN "TECRNICIANS" — PLACED IN THE SINAI BUFFER ZONE — WILL HAVE VERY CLOSE
TIES TO THE CIA. ANDERSON SAID THAT HE HAD BEEN INFORMED BY "TOPLEVEL INTELLIGENCE SOURCES" THAT MANY OF THE SINAI "PEACEKEEPERS"
WHILL "PROBABLY BE REGULAR CIA EMPLOYEES WHO WILL BE 'RETIRED' SHORTLY, BEFORE THEY REPORT FOR THEIR DESERT DUTY."

FRENCH PRESIDENT'S ECONOMIC ADVISER TOURS CHINA: ADMITS THAT GISCARD AND MAD ARE FASCISTS

SEPT. 21 (IPS)—LIONEL STOLERU, PRESIDENT GISCARD D'ESTAING'S CLOSEST ECONOMIC ADVISER AND THE MAN IN CHARGE OF "PROMOTING MAN-UAL LABOR" IN FRANCE, IS JUST BACK FROM CHINA WHERE HE WENT TO SEE "HOW THE MAO REGIME MAKES THE WHITE COLLARS WORK WITH THEIR HANDS." IN AN ARTICLE WRITTEN IN THE TRILATERAL COMMISSION'S ECONOMIC MONTHLY, L'EXPANSION, STOLERU ACKNOWLEDGES THAT "THE APOLOGY FOR MAN-UAL LABOR WAS, IN THE PAST, THE DOCTRINE OF SPARIA, VICHY (FASCISI) FRANCE, MUSSOLINI'S YOUTH CAMPS AND PART OF THE NAZI CULT FOR THE BODY AND PHYSICAL STRENGTH." TODAY, HE STRESSES, SIMILAR POLICIES HAVE BEEN ENDORSED BY MAOIST CHINA AND GISCARD'S FRANCE: "BY RELENTLESSLY INSISTING, THE CHINESE LEADERS HAVE SUCCEEDED IN INSINUATING THE PRIORITY OF MANUAL LABOR INTO A GREAT PART OF THE CHINESE OPINION."

PCI SCREAMS UNDER PCF EXPOSURE

SEPT. 21 (IPS)—THE PRESS-BUREAU OF THE ITALIAN COMMUNIST PARTY (PCI) HAS RELEASED A COMMUNIQUE DENYING THE VERSION OF A MEETING BETWEEN PCI GENERAL SECRETARY BERLINGUER AND FRENCH SOCIALIST PARTY NATIONAL SECRETARY CLAUDE ESTIER, PUBLISHED IN THE FRENCH WEEK-LY LE NOUVEL OBSERVATEUR. LE NOUVEL OBSERVATEUR, A FRENCH COMMUNIST PARTY PUBLICATION, STATED THAT BERLINGUER AND ESTIER CRITICIZED THE POLICIES OF THE PCF AND ACKNOWLEDGED THAT "THE PCI AND THE FRENCH SOCIALIST PARTY (PSF) HAVE AN ALMOST SIMILAR GENERAL ANALYSIS." THE PCI NOW DENIES THAT BERLINGUER AND ESTIER TALKED ABOUT THE PCF, WHICH CONTRADICTS A REPORT MADE BY ESTIER HIMSELF IN THE PSF WEEKLY L'UNITE. THE SEPT. 20 ISSUE OF L'HUMANITE, THE PAPER OF THE PCF, PRINTES THE WHOLE STORY.

II. WORLD PRESS SUMMARY -- CONTINENTAL NEWS.

NEW YORK TIMES ECHOES BURNS'CALL FOR FASCIST ECONOMIC CONTROLS

SEPT. 21 (IPS)--UNDER A RITUAL LIBERAL COVER OF ATTACKS ON THE CON-SERVATIVE "FREE MARKET" FORD ADMINISTRATION. THE NEW YORK TIMES TODAY CALLED FOR "AN INCOMES POLICY AIMED AT CHECKING UNWARRANTED INCREASES IN WAGES AND PRICES -- AND AT THE SAME TIME OPENING UP FAIR PROFIT MARGINS FOR BUSINESS: A SOCIAL POLICY AIMED AT SOLVING THE NATION'S WELFARE PROBLEM, UNEMPLOYMENT AND OTHER CRUCIAL URBAN TROUBLES." THE LENGTHY LEAD EDITORIAL ALSO ADMITTED THE FAILURE OF THE MUCH-TOUTED ECONOMIC "RECOVERY." THE TIMES CALL FOR FASCIST STATE CONTROLS OVER THE ECONOMY PROCEEDS FROM THEIR ADMISSION THAT THE RECOVERY IS A PURELY "SURFACE" PHENOMENON. CITING THE STOCK MARKET COLLAPSE, THE STAGNATION IN CONSUMER SPENDING AND THE BUSTED HOUSING INDUSTRY, THE TIMES DECRIES "COLLECTIVE BUDGET DEFICITS OF OVER \$200 BILLION IN EIGHT YEARS." ALLEGEDLY A RESULT OF ADMINISTRATION "MISMANAGEMENT."

TWO DAYS AGO: IN A SPEECH AT THE UNIVERSITY OF GEORGIA, FEDERAL RESERVE CHAIRMAN ARTHUR BURNS CALLED FOR AN INCOMES POLICY. COUPLED WITH A PUBLIC WORKS PROGRAM OF GOVERNMENT JOBS AT LESS THAN MINIMUM WAGE TO REPLACE UNEMPLOYMENT BENEFITS.

MCGOVERN SPEARHEADS DRIVE TO AID PORTUGUESE ANTI-COMMUNISTS

SEPT. 21 (IPS)—SEN. GEORGE MCGOVERN (D-SD) PRESENTLY ON A FIVE-DAY INSPECTION TOUR OF LISBON, WILL LAUNCH A CAMPAIGN IN CONGRESS FOR A QUICK, MULTIMILLION DOLLAR AID PROGRAM TO BOLSTER PORTUGAL'S NEW ANTI-COMMUNIST REGIME, TODAY'S WASHINGTON POST REPORTS. MC-GOVERN, WHO ADVOCATES THAT U.S. AID AT LEAST EQUAL THE \$80 MILLION PACKAGE OFFERED BY THE COMMON MARKET NATINS, STRESSED THE IMPORTANCE OF "MOVING QUICKLY." "I FEEL VERY STRONGLY THAT WE HAVE TO BE RESPONSIVE AND MUST NOT SIT ON THE SIDELINES," MCGOVERN STATED.

MCGOVERN, WHO THINKS THAT FOOD — PARTICULARLY GRAIN AND DAIRY PRODUCTS — SHOULD BE THE BULK OF U.S. AID, OPENLY ENDORSED THE VIEW OF MANY EUROPEAN SOCIAL DEMOCRATS WHO HAVE BEEN LEADING MAJOR CAMPAIGNS OF ECONOMIC SABOTAGE AIMED AGAINST THE PORTUGUESE COMMUNIST PARTY.

CARLUCCI MASIERMINDS PRO-FASCIST PORTUGUESE AID SCHEME

SEPT. 21 (IPS)—FRANK CARLUCCI, U.S. AMBASSADOR TO PORTUGAL, HAS RETURNED TO THAT COUNTRY FROM TALKS IN WASHINGTON. HE IS ASKING THE NEW ANTI-PCP REGIME TO DRAW UP A LIST OF AID PRIORITIES, ACCORDING TO TODAY'S WASHINGTON POST. THE POST COMMENTS "THERE ARE INDICATIONS THAT THE FORD ADMINISTRATION IS SYMPATHETIC TO THE IDEA OF ASSISTING AZEVEDO'S NEW GOVERNMENT."

MAJOR U.S. BANK OFFERS STOCK AT CUTRATE PRICE

SEPT. 21 (IPS)—THE CROCKER NATIONAL CORPORATION OF SAN FRANCISCO, HOLDING COMPANY FOR THE CROCKER NATIONAL BANKS, SOLD 1.5 MILLION SHARES OF ITS COMMON STOCK AT A FULL 1/4 BELOW ITS BOOK VALUE IN A DESPERATE ATTEMPT TO SHORE UP ITS CAPITAL BASE, ACCORDINGS TO TODAY'S NEW YORK TIMES. IT WAS THE FIRST TIME IN HISTORY THAT A MAJOR BANKING INSTITUTION ANYWHERE — AND CROCKER HAS ASSETS OF \$10 BILLION, MAKING IT ONE OF THE MAJOR U.S. BANKS — HAD OFFERED SHARES AT SUCH A DISCOUNT. CROCKER HAD NO CHOICE IF IT WANTED TO STAY IN BUSINESS.

MAJOR U.S. BANKS ARE CHOKED UP WITH AS MUCH AS 50% "BAD" LOANS ON THEIR BOOKS, LOANS TO THE BANKRUPT REAL ESTATE INVESTMENT TRUSTS, TO THE COLLAPSED NORTH SEA AND OTHER OIL INDUSTRY BOONDOGGLES, AS WELL AS TO BANKRUPT THIRD WORLD COUNTRIES.

FORD/ROCKEFELLER TIGHTEN GRIP ON LEAA

SEPT. 21 (IPS)—THE LAW ENFORCEMENT ASSISTANCE ADMINISTRATION (LEAA) A KEY ELEMENT IN THE CIA'S ILLEGAL DOMESTIC ACTIVITIES, IS HEADED FOR A SHAKEUP AND REORGANIZATION BY THE WHITE HOUSE, ACCORDING TO TODAY'S WASHINGTON POST. THE PRIME TARGET FOR THE SHAKEUP IS DIRECTOR RICHARD W. VELDE, AN 11TH HOUR NIXON APPOINTEE, WHO HAS CONCENTRATED TOO MUCH ON "JAMES BOND GADGETRY" RESULTING IN DECENTRAL-IZATION OF LEAA POLICY MAKING, ACCORDING TO SOURCES IN THE AGENCY. LOCAL UNITS OF THE LEAA IN DETROIT, BOSTON, AND DENVER HAVE COME UNDER SEVERE ATTACK FOR OPERATIONS THAT HAVE SUPERSEDED CONTROL BY ELECTED GOVERNMENT BODIES.

IN A RECENT SPEECH TO CONGRESS REQUESTING A FIVE-YEAR EXTENSION OF THE LEAA, FORD ANNOUNCED THAT THE LEAA WOULD SPEARHEAD WASHINGTON'S NEW CAMPAIGN AGAINST RISING CRIME, MAKING ITS REORGANIZATION A KEY PART OF THE PLANNED NATIONAL SECURITY COUNCIL CONTROL OF ALL INTELLIGENCE AGENCIES NAD LAW ENFORCEMENT BODIES AS OUTLINED IN THE ROCKEFELLER COMMISSION'S RECOMMENDATIONS ON THE CIA.

GALLUP POLL SHOCKS BOURGEOISIE: 35% OF POPULATION CALLED "INDEPENDENTS"

SEPT. 21 (IPS)—IN A NATIONAL PUBLIC OPINION SURVEY CONDUCTED OVER THE SUMMER MONTHS,21% OF THE ADULT POPULATION DESCRIBED THEM—SELVES AS REPUBLICANS, 44% AS DEMOCRATS, AND 35% AS INDEPENDENTS. THE SIGNIFICANT PERCENTAGE OF "INDEPENDENTS," REVEALED IN TODAY'S NEW YORK TIMES, CORRELATES WITH RESULTS OBTAINED IN AN AFSCME POLL IN BOSTON SHOWING THAT 38% OF THE MUNICIPAL WORKFORCE WOULD VOTE FOR U.S. LABOR PARTY MAYORAL CANDIDATE BOB GIBBONS.

BRAINWASHING PILLS BLASTED IN POST

SEPT. 21 (IPS)—A LUCID PICTURE OF THE DESTRUCTIVENESS OF AMPHET-AMINE DRUGS, NOW USED ROUTINELY ON SCHOOL CHILDREN DIAGNOSED AS "HYPERACTIVE," WAS DETAILED IN TODAY'S WASHINGTON POST. BESIDES THE COMMON PHYSICAL SIDE EFFECTS—INCLUDING WEIGHT LOSS, INSOMNIA, DEPRESSION, HEADACHES, BED WETTING, IRRITABILITY—ACTUAL CASES OF SEVERE PSYCHOLOGICAL EFFECTS, INCLUDING OVERT PSYCHOSIS, WERE NOTED. ONE 6-YEAR-OLD ON RITALIN, FOR EXAMPLE, STARTED TO SHOW "GROSSLY BIZARRE" BEHAVIOR INCLUDING HIDING IN A CLOSET AND COWERING IN A CORNER, BECOME APATHETIC AND MUTE, "ALMOST LIKE A VEGETABLE."

CONGRESSMAN PLANS CONGRESSIONAL HEARING ON HEW YOUTH BRAINWASHING

SEPT. 21 (IOPS)—REP. GEORGE MILLER (D-CALIF) PLANS TO LAUNCH A CONGRESSIONAL INQUIRY ON MISUSE OF HEW FUNDS FOR "SHIPPING CHILD-REN INTERSTATE" INTO WHAT CRITICS ON CAPITOL HILL CALL "LITTLE MORE THAN COMMERCIAL JAILS." AN ARTICLE IN TODAY'S WASHINGTON POST DETAILS THE EXTREME ABUSE INFLICTED UPON CHILDREN DUMPED ACROSS STATE LINES INTO GENERALLY SMALL, OBSCURE "PSYCHIATRIC TREATMENT" FACILITIES. ONE PROGRAM CITED, LAZY HILLS RESIDENTIAL TREATMENT CENTER IN SOUTH CENTRAL TEXAS, FUNDED FEDERALLY THROUGH THE DEFENSE DEPARTMENT'S CIVILIAN HEALTH AND MEDICAL PROGRAM FOR THE

UNIFORMED SERVICES, USES A PAIR OF POT-SMOKING RELIGIOUS ZEALOTS TO BRAINWASH CHILDREN INTO BELIEVING THAT THE WORLD'S END IS AT HAND AND THAT THE TIME HAS COME FOR THEM TO MEND THEIR WAYS AND SEEK REPENTANCE. IN MAINE, AN EMOTIONALLY DISTURBED TEENAGE GIRL, SIX MONTHS PREGNANT, WAS FORCED INTO A BOXING RING TO FIGHT ANTOHER ANGRY TEENAGER AS PART OF HER "TREATMENT" AT ONE SUCH CHILD-CARE CENTER.

METHADONE CENTER SPANNING CRIMINALS

SEPT. 21 (IPS)—PATIENTS IN THE METHADOME MAINTENANCE PROGRAM AT THE SHEPARD AND ENOCH PRATI HOSPITAL IN BALTIMOREHAVE ALLEGED THAT THEY ARE BEING ILLEGALLY CHARGED FOR THEIR DOSES, ACCORDING TO TODAY'S BALTIMORE SUN. OFFICIALS AT THE HOSPITAL DENIED THAT SUCH PRACTICE IS GOING ON, THOUGH EIGHT PATIENTS TOLD REPORTERS THAT A CONSELOR IN THE PROGRAM TOLD THEM: "YOU KNOW WHERE TO GET THE MONEY — YOU GOT IT WHEN YOU WERE OUT THERE SHOOTING HEROIN."

U.S. LABOR PARTY ORGANIZERS HAVE TARGETTED THE METHADONE MAIN-TENANCE PROGRAMS IN BALTIMORE FOR INVESTIGATION BY HONEST LAW EN-FORCEMENT OFFICIALS AS A SOURCE OF ILLICIT DRUG TRAFFIC AND BRAIN-WASHING THAT PRODUCE PSYCHOTIC KILLERS AND OTHER ZOMBIES.

III. U.S. LABOR PARTY INTELLIGENCE & ORGANIZING.

SOVIET SCIENTISTS PROJECT FEASIBILITY OF NEW FUSION SYSTEM TO BE DEMONSTRATED WITHIN ONE YEAR

SEPT. 21 (IPS)—LEADING U.S. SCIENTISTS HAVE INFORMED IPS THAT SOVIET SCIENTISTS ATTENDING THE CULHAM HIGH BETA AND THE LAUSANNE EUROPEAN CONFERENCE ON CONTROLLED THERMONDCLEAR REACTIONS (CTR) HAVE ANNOUNCED THAT THEY EXPECT TO DEMONSTRATE THE SCIENTIFIC FEASIBILITY OF A NEW APPROACH TO CONTROLLED FUSION WITHIN THE NEXT YEAR. THE NEW SYSTEM, CALLED "LINUS", IS BASED ON THE PULSED GENERATION OF INTENSE MAGNETIC FIELDS, HUNDREDS OF TIMES STRONGER THAN THOSE USUALLY FOUND IN CTR CONFINEMENT SYSTEMS. THE PULSED MEGA—GAUSS FIELD IS PRODUCED BY PASSING A HIGH VOLTAGE ELECTRICAL CURRENT THROUGH A HOLLOW CONDUCTING CYLINDER WHICH IS COLLAPSED BY THE MAGNETIC FIELD GENERATED. THE COLLAPSING CYLINDER TRAPS AND COMPRESSES THE MAGNETIC FIELD WITHIN IT AND THUS PRODUCES THE MEGA—GAUSS FIELD.

A GROUP UNDER THE DIRECTION OF E.P. VELIKHOV AT THE KURCHATOV INSTITUTE IN MOSCOW IS BUILDING A SYSTEM CONSISTING OF TWO MARSHALL GUNS TO GENERATE PLASMA, A BASEBALL MAGNETIC MIRROR, AND TWO CONICAL SHAPED LINUS CYLINDERS FOR THREE-DIMENSIONAL COMPRESSION OF THE PLASMA. THIS COMPLICATED COMPLEX WILL BE COMPLETED WITHIN THE NEXT YEAR AND IS PROJECTED TO REACH THE LAWSON BREAKEVEN POINT. THE SOVIET LINUS PROGRAM IS APPROXIMATELY EQUAL IN TERMS OF SCALE TO THE U.S. TOKAMAK RESEARCH EFFORT, THE MAIN SYSTEM CURRENTLY BEING RESEARCHED IN THE U.S.

THE ONLY U.S. RESEARCH ON THIS APPROACH IS BEING CARRIED OUT BY A SMALL GROUP AT THE NAVAL RESEARCH LAB IN WASHINGTON, D.C., UNDER THE DIRECTION OF DR. ROBSON, AND IS NOT BEING FUNDED BY THE ENERGY RESOURCES DEVELOPMENT AGENCY (ERDA).

"DOLPHINE DIANE" FEINSTEIN MAY ADOPT CAMPAIGN STRATEGY SUGGESTED BY ALIOTO

SEPT. 21 (IPS) -- FOLLOWING THE U.S. LABOR PARTY'S CAMPAIGN EXPOSURE OF SUPPOSED MAYORAL FRONTRUNNER "DOLPHINE DIANE" FEINSTEIN AS THE BECHTEL-FINANCED CANDIDATE OF THE BAY AREA COUNCIL, FEINSTEIN INDICATED YESTERDAY THAT SHE MAY ADOPT THE CAMPAIGN STRAFEGY MAYOR ALIOFO URGED ON HER DURING THE SAN FRANCSICO POLICE STRIKE: KEEP HER MOUTH SHUT!

WHEN USLP MAYORAL CANDIDATE NICK BENTON APPROACHED FEINSTEIN YESTERDAY AT THE ENDORSEMENT CONVENTION OF THE CITYWIDE DEMOCRATIC CLUBS ASKING WHETHER SHE SUPPORTED FEDERAL RESERVE CHAIRMAN ARTHUR BURNS'PROPOSAL TO REPLACE WELFARE WITH SLAVE LABOR JOBS, FEINSTEIN, FRECH FROM PUTTING THREE UNION-BUSTING AMENDMENTS ON THE BALLOT, REPLIED: "I DON'T HAVE TO ANSWER YOJ, "WHILE FEINSTEIN'S HUSBAND, A SURGEON, THREATENED TO SLUG BENTON.

BENTON'S EXPOSURE OF "MIRIJUANA GEORGE" MOSCONE AND "DOLPHINE DIANE" FEINSTEIN HAS DESTROYED THE CREDIBILITY OF THE TWO FORMER LEADING BOURGEOIS CONTENDERS, LEAVING A WIDE-OPEN RACE FOR THE USLP IN NOVEMBER WITH THE VOTE DIVIDED AMONG 11 UNIFORMLY ANTI-LABOR CANDIDATES.

END IPS COMBINED ISSUE FOR SEPT. 21. 1975.



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Daily News and Press Summaries

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE SEPTEMBER 22, 1975, COMBINED EDITION. PRIORITY SHORTS

KISSINGER SOFTENS FOREIGN POLICY LINE AS SOP TO LIBERAL DEMOCRATS

UNITED NATIONS, N.Y., SEPT. 22 (IPS) — IN A SPEECH SUBSTANCELESS IN CONTENT BUT CONCILIATORY IN TONE, SECRETARY OF STATE HENRY KISSINGER STATED HERE TODAY, "SO WE (THE U.S.) SAY TO ALL PEOPLES AND GOVERNMENTS: LET US FASHION TOGETHER NEW WORLD ORDER. LET ITS ARRANGEMENTS BE JUST. LET THE NEW NATIONS HELP SHAPE IT AND FEEL IT IS THEIRS...LET US ALL WORK TOGETHER TO ENRICH THE SPIRIT AND TO ENNOBLE MANKIND."

BESIDES THIS SOFT STANCE TOWARDS THE THIRD WORLD, KISSINGER THREW A SOP TO SUCH CRITICS AS GEORGE BALL BY MODIFYING HIS STAND ON THE MIDEAST, CALLING BOTH FOR THE EVENTUAL REOPENING OF THE GENEVA CONFERENCE AND INFORMAL MULTILATERAL MEETINGS ON THE MIDEAST.

KISSINGER'S CONCILIATORY SPEECH FOLLOWS STATEMENTS BY SENATOR EDWARD KENNEDY (D-MASS.) AND OTHER LIBERAL SENATORS WHICH PRAISED KISSINGER'S NEW "SOFT LINE" TOWARDS THE THIRD WORLD AND THE MID-EAST.

THERE ARE STRONG INDICATIONS THAT KISSINGER'S "SOFT TONE" ON FOREIGN POLICY IS PART OF A TRADE-OFF WITH THE LIBERAL DEMOCRATS — A TRADEOFF WHICH WILL INVOLVE A MORE CONCILIATORY, COUNTERINSURGENT-ORIENTED POLICY FROM THE ADMINISTRATION IN RETURN FOR SUPPORT FOR A "HARDLINE" FASCIST DOMESTIC ECONOMIC PROPOSAL AND CRIMINAL CODE REFORM LEGISLATION BY THE DEMOCRATS.

HUMPHREY SUPPORTS BURNS' FASCIST PROPOSALS

SEPT. 22 (IPS) -- AN AIDE TO CAPITOL HILL'S CHEAPEST WHORE, SEN. HUBERT HUMPHREY (D-MINN.), TOLD A CALLER TODAY THAT FEDERAL RESERVE CHAIRMAN ARTHUR BURNS' RECENT PROPOSAL FOR DOING AWAY WITH UNEMPLOY-MENT BENEFITS AND WELFARE PROGRAMS AND REPLACING THEM WITH BELOW MINIMUM WAGE SLAVE-LABOR JOBS WAS "DELIGHTFUL" AND "ABSOLUTELY TRE-MENDOUS." THE AIDE, TIM BARNACLE, SAID THAT HE WAS CERTAIN THAT "FRIEND OF LABOR" HUMPHREY "FEELS EXACTLY THE SAME WAY." REITERAT-ING SEVERAL TIMES THAT HUMPHREY FIRMLY OPPOSED WELFARE AND UNEMPLOYMENT COMPENSATION, BARNACLE COMMENTED THAT, "IF I WAS A GOOD REPUBLICAN, I WOULD BE DOING EXACTLY WHAT BURNS IS DOING NOW...IF FORD WAS GOING IN THE CORRECT DIRECTION, HE WOULD TAKE THE BURNS' PROPOSAL AND RJN FAST WITH IT." HUMPHREY HIMSELF IS PREPARING A

NATIONWIDE FALL TOUR TO BOOST HIS OWN VERSION OF BURNS' FASCIST PROPOSAL. THE NOTORIOUS HUMPHREY-HAWKINS PUBLIC WORKS BILL.

FORD ENDORSES ROCKEFELLER ENERGY PLAN

SEPT. 22 (IPS) -- PRESIDENT FORD ENTHUSIASTICALLY ENDORSED ROCKE-FELLER'S PLAN TO FUND A \$100 BILLION GOVERNMENT CORPORATION TO BAIL OUT SAGGING ROCKEFELLER ENERGY INVESTMENTS TODAY IN A SPEECH TO AFL-CIO OFFICIALS IN SAN FRANCISCO. FORD HAD PREVIOUSLY BEEN REPORTED TO BE AGAINST THE PROPOSAL.

FORD, NOTING THAT HIS ENDORSEMENT OF THE ROCKEFELLER PLAN COMES TWO DAYS BEFORE THE MEETING OF OPEC COUNTRIES IN VIENNA SAID, "WE DON'T HAVE TO TAKE THESE PRICE RISES LYING DOWN AND WE WON'T." FORD SAID HE WAS MOVING ON THE ROCKEFELLER BAILOUT PLAN, WHICH HAS BEEN CLOAKED AS A MOVE TO DEVELOP NEW ENERGY SOURCES, BECAUSE SOMETHING HAD TO BE DONE IN THE FACE OF "CONGRESSIONAL INACTION ON ENERGY." HE ALSO DECLARED THAT SO-CALLED "ENERGY INDEPENDENCE" WOULD ULTIMATELY TAKE AN INVESTMENT OF \$600 BILLION.

TONIGHT'S WASHINGTON STAR REPORTS THAT WITHIN THE ADMINISTRATION ADVOCATES OF THE PLAN ARE VICE PRESIDENT ROCKEFELLER, SECRETARY OF COMMERCE MORTON, AND SECRETARY OF LABOR DUNLOP, AND OPPONENTS ARE TREASURY SECRETARY SIMON, THE DIRECTOR OF THE OFFICE OF MANAGEMENT AND BUDGET, JAMES LYNN, AND THE CHAIRMAN OF THE COUNCIL OF ECONOMIC ADVISORS, WILLIAM GREENSPAN.

KENNEDY, HUMPHREY URGE SUPPORT FOR NEW ANTI-COMMUNIST PORTUGUESE GOVERNMENT

WASHINGTON, D.C., SEPT. 22 (IPS) -- SENATORS KENNEDY (D-MASS.), HUMPHREY (D-MINN.) AND BROOKE (R-MASS.) ARE SPONSORING A RESOLUTION CALLING ON THE U.S. GOVERNMENT TO DEVELOP A "GAME PLAN" FOR FURNISHING FINANCIAL AND OTHER FORMS OF AID TO THE NEW RIGHT WING PORTUGUESE CABINET. KENNEDY, ALREADY A FIRM BACKER OF THE U.S. ECONOMIC BOYCOTT AGAINST PORTUGAL, INTRODUCING THE RESOLUTION INTO THE SENATE ON FRIDAY, CONDEMNED THE PORTUGUESE COMMUNIST PARTY FOR INTERFERENCE WITH AND ACTIVITIES AGAINST THE CATHOLIC CHURCH. KENNEDY ALSO OFFERED PRAISE FOR NATO AGENT MARIO SOARES, HEAD OF THE PORTUGUESE SOCIALIST PARTY.

NEW BOSTON POLLS DISCREDIT CIA/GLOBE VOTE-STEALING PLAN

SEPT. 22 (IPS) — THE BOSTON GLOBE'S PROGRAMMED "PREDICTION" OF A ONE PER CENT VOTE FOR USLP MAYORAL CANDIDATE ROBERT GIBBONS WAS FURTHER DISCREDITED TODAY BY A WBZ RADIO POLL OF 121 RANDOMLY SELECTED CITIZENS GIVING GIBBONS 15 PER CENT, 34 PER CENT FOR CIA-BACKED INCUMBENT MAYOR KEVIN WHITE AND 47 PER CENT FOR THE THIRD CANDIDATE, A NONENTITY NAMED TIMILTY. IN A WBZ TALK SHOW DEVOTED TO THE POLL RESULTS ON TOMORROW'S MAYORAL PRIMARY, NINE CALLERS IDENTIFIED THEMSELVES AS USLP SUPPORTERS, SOME COMPARING THE WBZ RESULTS WITH A POLL OF 25,000 AFSCME WORKERS GIVING GIBBONS 38 PER CENT, 10 PER CENT TO MAYOR WHITE AND 52 PER CENT TO TIMILTY.

MEANWHILE, THE LABOR PARTY'S OWN STRAW POLLS IN BOSTON'S WHITE WORKING CLASS NEIGHBORHOODS ARE GIVING GIBBONS A SOLID 20 PER CENT, WITH MANY VOTERS STILL UNDECIDED.

TODAY GIBBONS CAMPAIGNED ON PICKET LINES OF BOSTON'S 5,000 STRIKING TEACHERS, AND GIBBONS' SUPPORTERS DISTRIBUTED OVER 1000 SPECIAL STRIKE BULLETINS CALLING FOR A CITY DEBT MORATORIUM. GROUPS OF STUDENTS SUPPORTING GIBBONS DEBT MORATORIUM CALL WERE REPORTED TO HAVE JOINED TEACHERS PICKET LINES AT AT LEAST ONE SCHOOL.

DETROIT FREE PRESS CALLS FOR LEGALIZATION OF HEROIN

SEPT. 22 (IPS)—IN AN EDITORIAL YESTERDAY, DETROIT FREE PRESS EDITOR JOE STROUD CALLED FOR THE LEGALIZATION OF HEROIN AS A "SOLUTION TO THE DRUG PROBLEM." STROUD MENDACIOUSLY ATTACKED THE ONGOING STRUGGLE TO CRACKDOWN ON LEAA DRUG PUSHING BY MEMBERS OF THE STATE LEGISLATURE AS EVIDENCE OF THE FAILURE OF PREVIOUS DRUG LEGISLATION.

STROUD'S RECOMMENDATIONS COME AS DRUG RELATED GANG-WARS HAVE ERUPTED IN MAJOR DETROIT AUTO PLANTS, RESULTING IN THREE MURDERS IN ONE WEEK. STROUD HOPES TO DEFLECT A WAYNE COUNTY COMMISSIONER'S INVESTIGATION INTO THE MAJOR ROLE PLAYED IN THE ILLICIT DRUG TRADE BY THE AREA'S LEAA-FUNDED METHADONE PROGRAMS.

IN AN ALLUSION TO THE ROLES OF BOTH HEROIN AND METHADONE IN IN-PLANT BRAINWASHING AND SLAVE LABOR PROGRAMS, STROUD POINTS OUT THAT THE DRUGS HAVE "POSSIBILITIES THAT OUGHT TO BE FURTHER UTILIZED AND CONSIDERED." LAST WEEK, THE BALTIMORE SUN, ANOTHER CIA-LINKED NEWS-PAPER, CALLED FOR A SIMILAR EXTENSION OF METHADONE DRUG ADDICTION.

NEXT PRESIDENT OF MEXICO "UNCOVERED"

MEXICO CITY, SEPT. 22 (IPS)—FINANCE MINISTER JOSE LOPEZ PORTILLO, A LONGTIME FRIEND OF PRESIDENT LUIS ECHEVERRIA WAS "UNCOVERED" TODAY AS THE CANDIDATE OF THE RULING PRI PARTY, WHICH VIRTUALLY ASSURES HIM OF BECOMING THE NEXT PRESIDENT OF MEXICO, ACCORDING TO REPORTS IN THE EVENING EDITION OF EXCELSIOR, ULTIMAS NOTICIAS. THE RADIO ALSO REPORTED RUMORS THAT RIGHT—WING INTERIOR MINISTER MARIO MOYA PALENCIA HAS RESIGNED.

IN THE TRADITIONAL STYLE OF THE NOMINATION OF PRI CANDIDATES EVERY SIX YEARS, THE SELECTION OCCURRED AFTER THE HEAD OF THE WORKER SECTION OF THE PRD, THE MEXICO WORKERS' CONGRESS (CTM), FIDEL VELAZQUEZ MARCHED INTO THE FINANCE MINISTRY TODAY AND DECLARED THAT LOPEZ PORTILLO WAS THE BEST MAN TO SUCCEED PRESIDENT ECHEVERRIA. LOPEZ PORTILLO, ONE OF THE LEAST CONTROVERSIAL OF THE SEVEN PRE-CANDIDATES, AND AN OLD SCHOOLMATE OF ECHEVERRIA, HAS BEEN FINANCE MINISTER FOR TWO YEARS.

ACCORDING TO ULTIMAS NOTICIAS, THE NEWSPAPER WHICH FIRST BROKE THE STORY, "LEADERS OF THE NATIONAL TRADE UNIONS, OF WORKER ORGANI-ZATIONS AND WORKERS IN GENERAL DECIDED THIS AFTERNOON THAT THEY WOULD SUPPORT THE CANDIDACY OF JOSE LOPEZ PORTILLO FOR THE PRESIDENCY." THERE IS STILL NO REPORT ON WHETHER THE "POPULAR" SECTOR OF THE PRI, THE CNOP, HAS SUPPORTED THE SELECTION. THE PEASANT THIRD SECTOR OF THE PRI, THE CNC, THUS FAR HAS ALSO MADE NO OFFICIAL STATEMENT.

IN ADDITION TO THE RUMORED RESIGNATION OF MOYA PALENCIA, UNCON-FIRMED REPORTS STATE THAT THE POWERFUL HEAD OF THE PRI, JESUS REYES HEROLES, HAS ALSO RESIGNED, AND THAT HE WILL BE REPLACED BY LABOR MINISTER PORFIRIO MUNOZ LEDO.

WHEN INTERVIEWED BRIEFLY ON THE UNCOVERING BY THE PRESS THIS EVENING, PRESIDENT LUIS ECHEVERRIA SAID: "THANKS FOR LETTING ME KNOW."

SYRIA HELPS ESCALATE CRISIS IN LEBANON

SEPT. 22 (IPS) -- SOURCES RECENTLY IN BEIRUT REPORT THAT SYRIAN SECURITY FORCES ARE COOPERATING IN THE ESCALATING OF THE CRISIS CURRENTLY ENGULFING LEBANON, ACCORDING TO THE OFFICIAL IRAQI NEWSPAPER ATH THAWRA. THE SOURCES ADDED THAT MANY SHOPS AND INSTITUTIONS HAD BEEN DESTROYED BY THE SYRIAN SECURITY FORCES WITH THE INTENTION OF MAINTAINING THE SITUATION AT CRISIS LEVEL.

THE NEW YORK TIMES REPORTS TODAY THAT SYRIAN FOREIGN MINISTER ABDEL HALIM KHADDAM, WHO HAS INVITED HIMSELF TO LEBANON TO CONDUCT "MEDIATION" EFFORTS, SAID YESTERDAY THAT THE SYRIAN HOOD-LUMS "WILL NOT LEAVE LEBANON UNITL THE CRISIS IS SOLVED, EVEN IF WE HAVE TO STAY A MONTH." IN AN ACT OF UNBRIDLED FALSIFICATION, THE TIMES JAMES MARKHAM SAID THE "HIGH-RANKING SYRIAN MEDIATION MISSION APPEARED DETERMINED TODAY TO PATCH TOGETHER A DURABLE TRUCE AMONG LEBANON'S WARRING FACTIONS."

PORTUGUESE LIBERATION ARMY TAKES CREDIT FOR BOMBING

SEPT. 22 (IPS) -- THE PORTUGUESE LIBERATION ARMY (ELP), A RIGHTWING TERRORIST ORGANIZATION LINKED TO EX-PRESIDENT SPINOLA AND THE CIA, TODAY CLAIMED CREDIT FOR YESTERDAY MORNING'S BOMB EXPLOSION OUTSIDE OF THE RESIDENCE OF PORTUGAL'S PRIME MINISTER, ADMIRAL PINHEIRO DE AZEVEDO. AN ELP COMMUNIQUE STATED THAT THE OBJECTIVE OF THE ATTACK WAS TO "DEMONSTRATE OUR OPPOSITION TO THE MARXIST MILITARY POWER IN PORTUGAL AND TO DECLARE THAT WE ARE NOW IN A POSITION TO LIQUIDATE ANY FIGURE OF THE MARXIST GOVERNMENT," REPORTS UPI. TODAY'S U.S. CIA PRESS ATTEMPTED TO USE THE BOMBING AS A PRETEXT FOR CALLING ON THE PORTUGUESE GOVERNMENT TO MOVE AGAINST ARMED COMMUNIST AND ULTRA-LEFT GROUPS.

LABOR PARTY GOES FOR RESTRAINING ORDER IN CHARLOTTE

SEPT. 22 (IPS)—LAWYERS FOR THE US LABOR PARTY WILL FILE AN EMERGENCY APPEAL IN NORTH CAROLINA STATE COURT TONIGHT OF LAST FRIDAY'S CHARLOTTE BOARD OF ELECTIONS RULING ALLOWING A SELF-CONFESSED AGENT, MARK ENGLANDER, TO RUN AS A "LABOR PARTY" OPPONENT OF USLP MAYORAL CANDIDATE STAN EZROL IN TOMORROW'S PRIMARY ELECTION. THE USLP EXPECTS THE APPEAL TO PROVIDE THE IMMEDIATE BASIS FOR A TEMPORARY RESTRAINING ORDER CANCELLING TOMORROW'S VOTE, ALLOWING TIME FOR A FULL SUIT IN STATE SUPREME COURT. IF THE RELIEF IS NOT GRANTED IN THE STATE COURT, THE LABOR PARTY WILL TAKE ITS REQUEST FOR A TEMPORARY INJUNCTION TO FEDERAL COURT TONIGHT.

BOARD OF ELECTIONS HEAD CULP, WHO HANGS OUT ON THE FRINGES OF ENGLANDER'S "RED HORNET" DRUG CULT, AND IS THE AGENT RESPONSIBLE FOR FRIDAY'S DECISION, COMPLAINED TODAY THAT HE WAS RECEIVING A BARRAGE OF CALLS FROM WORKERS TELLING HIM WHAT HE COULD DO TO HIMSELF. "YOU BETTER QUIT THAT." CULP SAID.

ALSO TODAY, A WORKER HAS REPORTED FINDING A PACKET OF SPECIAL SLANDER ALTERIAL PROVIDED TO THE "RED HORNET" ZOMBIES INSIDE A VOTING MACHINE NOW BEING READIED FOR THE ELECTION. MANY OF CULP'S MECHANICS ARE SPECIALLY PLANTED HORNET AGENTS.

MEXICAN PRESIDENT ECHEVERRIA ATTACKS NUCLEAR BRINKSMANSHIP

MEXICO CITY, SEPT. 22 (IPS) -- IN A PRESS CONFERENCE TWO DAYS AGO WITH VISITING PARAGUAYAN CHIEF OF STATE, GENERAL ALFREDO STROESSNER, MEXICAN PRESIDENT LUIS ECHEVERRIA WARNED THAT "IF A NEW INTERNATIONAL ECONOMIC ORDER IS NOT URGENTLY INSTALLED, THERE WILL BE A NEW WORLD WAR." "THE MULTIPLICATION OF ATOMIC BOMBS, OF SECRET ARMAMENTS," ECHEVERRIA SAID, "WILL NECESSARILY LEAD TO THEIR USE IN SITUATIONS OF TENSION."

ECHEVERRIA LAID OUT A DEVELOPMENT STRATEGY AS THE WAY TO BEAT THIS NUCLEAR BRINKMANSHIP: "THE IMMEDIATE (NEED) IS THAT THE THIRD WORLD UNITE TO CONSOLIDATE THE PURCHASE OF INDUSTRIAL PRODUCTS, INDUSTRIAL PLANTS AND CAPITAL GOODS, AND TO DEFEND THE PRICES OF RAW MATERIALS. CULTURAL AND EDUCATIVE PROCESSES MUST BE DEEPENED, IN ORDER TO TURN TOWARD INSTRUMENTS OF DEVELOPMENT...."

ECHEVERRIA'S STATEMENTS WERE WIDELY QUOTED BY THE MEXICAN PRESS YESTERDAY.

CHAIRMAN ON NAACP NATIONAL BOARD OF DIRECTORSDECLARES
NAACP S POLICY IS EXPANDED REPRODUCTION

SEPT. 22 (IPS) -- SPEAKING LAST NIGHT AT THE FREEDOM FUND DYNNER OF THE FLINT, MICHIGAN CHAPTER OF THE NATIONAL ASSOCIATION FOR THE ADVANCEMENT OF COLORED PEOPLE, MARGARET BUSH WILSON, CHARMAN OF THE NAACP NATIONAL BOARD OF DIRECTORS OUTLINED A POLICY OF EXPANDED WORLD DEVELOPMENT BASED ON INCREASED PRODUCTION. THE INNER HONORED ATTORNEY MAX DEAN, EXECUTIVE BOARD MEMBER OF THE LABOR ORGANIZERS DEFENSE FUND, WITH THE FLINT CHAPTER'S ANNUAL FREEDOM AWARD.

SPEAKING TO THE AUDIENCE OF 700, MRS. WILSON DECLARED:
"AS A RESULT OF A MOST STIMULATING DISCUSSION WITH MAX DEAN
JUST NOW, I HAVE DECIDED NOT TO GIVE MY PREPARED SPEECH. ...
THE TRADITIONAL NAACP VIEW OF CIVIL RIGHTS IS OUT DATED. ...
I WANT TO TELL YOU THAT THE NAACP HAS CREATED A SPECIAL ECONOMIC
DEVELOPMENT COMMITTEE. IT IS OUR BELIEF THAT IT IS NO LONGER
ENOUGH TO FIGHT FOR A BETTER SHARE OF A SHRINKING PIECE OF PIE;
THE PIE ITSELF MUST BE INCREASED. ...THE PRODUCTIVE CAPACITY OF THE
AMERICAN WORKING CLASS MUST BE INCREASED AND THE TREMENDOUS
SCIENTIFIC AND TECHNOLOGICAL RESOURCES IN THIS COUNTRY MUST BE PUT
TO PRODUCTIVE USE. OUR GNP MUST BE UTILIZED TO HELP THE THIRD
WORLD. THERE MUST BE A WAY TO PROVIDE THE GOODS AND SERVICES THESE
COUNTRIES SO DESPERATELY NEED...

"THERE IS A DIFFICULTY IN OUR PAST APPROACH TO PROBLEMS...
IN A SHRINKING ECONOMY, THERE IS A COLLISION COURSE SET FOR
AFFIRMATIVE ACTION, WHICH WE HAVE SUPPORTED IN THE PAST, AND THE
SENIORITY SYSTEM, WHICH MUST BE MAINTAINED.

"WE MUST MAKE PLANS FOR THE FUTURE WE MUST RECONSIDER OUR PAST POLICY OF COALITIONS, AND WE MUST BE PREPARED TO MAKE NEW COALITIONS."

IN HIS ACCEPTANCE SPEECH, MAX DEAN STATED THAT THE MAACP'S INTEGRATIONIST WORLDVIEW HAD POSTHRED A TENDENCY COMMITTED TO BETTERING THE DEVELOPMENT OF HUMANKIND, AND THAT THE NAACP COULD SET AN EXAMPLE TO THE AMERICAN PEOPLE BY MOVING FROM NATIONALISM.

AFLCIO CALLS FOR GENERAL STRIKE IN SUPPORT OF WILMINGTON TEACHERS

REHOBOTH BEACH, DEL., SEPT. 22 (IPS)—THE DELAWARE STATE AFL-CIO HAS CALLED A GENERAL STRIKE FOR WEDNESDAY, IN SUPPORT OF STRIKING WILMINGTON TEACHERS, IF THE TEACHERS DO NOT HAVE A SATIFACTORY CONTRACT. AT THE MEETING OF 105 AFL-CIO AFFILIATES MERE, AFL-CIO CHIEF CAMPANELLA TERMED WILMINGTON MAYOR MALONEY THE MAIN ENEMY OF WORKERS IN GENERAL, AND OF THE TEACHERS IN PARTICULAR.

THE UNIONS' MOVE IS BELIEVED TO HAVE BEEN PROMPTED BY FRIDAY'S MARCH BY 400 TEACHERS TO A U.S. LABOR PARTY KRESGE PICKET LINE, WHERE THE TEACHERS CHASED ALL SCABS FROM THE STORE.

END COMBINED IPS 9:22.75

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS)
NON-PRIORITIES
MONDAY. SEPT. 22. 1975

I. WORLD PRESS ROUND-UP INTERNATIONAL NEWS

INDIAN COMMUNIST PARTY CALLS FOR CANCELLATION OF INDO-U.S. JOINT COMMISSION

SEPT. 22 (IPS)—THE PRO-SOVIET COMMUNIST PARTY OF INDIA (CPI) HAS CALLED FOR THE CANCELLATION OF THE OCT. 7 MEETING OF THE INDO-U.S. JOINT COMMISSION. ACCORDING TO TODAY'S FRANKFURTER ALLGEMEINE ZEITUNG, THE CPI HAS BLAMED WASHINGTON FOR "CALCULATED PROVOCATIONS AND MOBILIZING FASCIST FORCES AGAINST PRIME MINISTER INDIRA GANDHI" AND HAS DEMANDED THAT IN RESPONSE TO THE STORM OF PROTEST IN INDIA AGAINST U.S. POLICIES, NO IMPROVEMENT IS WARRANTED IN INDO-U.S. RELATIONS.

U.S. PRESS MOVES TO CREATE JACKBOOT ATMOSPHERE IN PORTUGAL

SEPT. 22 (IPS)—IN COORDINATED MOVES TO CREATE A 'REICHSTAG FIRE' ATMOSPHERE SUITABLE FOR A NATO BLOODBATH IN PORTUGAL, THE U.S. REPTILE PRESS HAS ATTEMPTED TO PIN RESPONSIBILITY FOR A BOMB EXPLOSION AT THE HOME OF PORTUGUESE PRIME MINISTER AZEVEDO YESTERDAY ON THE PORTUGUESE COMMUNIST PARTY (PCP). "THERE WAS ALSO SPECULATION THAT THE EXPLOSION MIGHT HAVE BEEN SET OFF BY COMMUNIST GROUPS..." SAYS TODAY'S NEW YORK TIMES. THE WASHINGTON POST, EXERCIZING GREATER SUBTLETY IN ITS HANDLING OF THE SLANDER, REPORTS THE BOMBING WITH THE NOTE THAT THE PCP HAS THE LARGEST 'PRIVATE ARMY' IN THE COUNTRY.

II. CONTINENTAL NEWS

BOSTON TEACHERS STRIKE AGAINST DESCHOOLING

SEPT. 22 (IPS)—NEARLY 5,000 BOSTON TEACHERS UNION (BTU) MEMBERS STRUCK THIS MORNING AFTER OVERWHELMINGLY REJECTING THE SCHOOL BOARD'S FINAL OFFER YESTERDAY. THE MAJOR STRIKE ISSUES ARE TEACHER OPPOSITION TO CUTS IN SUPPLEMENTARY EDUCATION PROGRAMS AND THE BTU'S DEMANDS FOR JOB SECURITY IN THE MIDST OF AN LEAA-INSPIRED BUSING PLAN WHICH CUT SCHOOL ATTENDANCE BY 25% LAST YEAR AND WHICH HAS CAUSED ANOTHER 25-30% OF THE STUDENT POPULATION TO DROP OUT TO DATE THIS YEAR. THE TEACHERS ARE ALSO DEMANDING

A 9% WAGE INCREASE WHILE THE SCHOOL BOARD IS OFFERING 6% AND DEMANDING ONE ADDITIONAL TEACHING HOUR PER WEEK.

SEN. CHURCH SUPPORTS MURPHY COMMISSION CIA "REFORMS"

SEPT. 22 (IPS)—SEN. FRANK CHURCH (D-IDAHO) CHAIRMAN OF THE SENATE SELECT COMMITTEE INVESTIGATING THE CIA, WAS QUOTED BY THE SEPT. 21 ISSUE OF PARADE MAGAZINE AS SUPPORTING THE CREATION OF A JOINT CONGRESSIONAL OVERSIGHT COMMITTEE AS A MEANS OF CLEANING UP THE CIA.

SUCH A JOINT COMMITTEE IS A CENTRAL FEATURE OF ROCKEFELLER'S' MURPHY COMMISSION RECOMMENDATIONS FOR "REFORMING" THE COUNTRY'S INTELLIGENCE APPARATUS INTO A NATIONAL SECURITY COUNCIL-CONTROLLED DOMESTIC DICTATORSHIP. CHURCH'S COMMENTS ARE EXPECTED TO BOLSTER CHARGES THAT THE CHURCH COMMITTEE'S INVESTIGATION IS A COVER-UP OF CIA CRIMES, MANIPULATED BY ROCKEFELLER-AFFILIATED FORCES.

SENATOR CHURCH: "A HIPPOPOTAMUS ROLLING A PEA"...

SEPT. 22 (IPS) -- SEN. FRANK CHURCH, (D-IDAHO) CHAIRMAN OF THE SENATE SELECT COMMITTEE ON INTELLIGENCE, ACKNOWLEDGED AT THE CLOSE OF THE THREE-DAY ROUND OF HEARINGS ON A SECRET CIA CACHE OF SHELLFISH TOXIN AND OTHER DEADLY POISONS THAT THE COMMITTEE'S PERFORMANCE MAY HAVE REMINDED SOME ONLOOKERS OF A "HIPPOPOTAMUS ROLLING A PEA."

IN TODAY'S WASHINGTON POST, STAFF WRITER GEORGE LARDNER DESCRIBED THE RECENT HEARINGS AS "GOOD THEATER" WHICH SEEMED "A BIT THIN AFTER SO MANY MONTHS OF INVESTIGATION." THE POST ARTICLE ALSO POINTS OUT THAT WHILE THE SENATE COMMITTEE HAS GOTTEN MORE CLASSIFIED DOCUMENTS THAN ANY OTHER COMMITTEE, THE COMMITTEE HAS BEEN WILLING TO SETTLE FOR "SANITIZED DOCUMENTS, DELETIONS AND PARAPHRASES."

...BUT HAS HIPPOPOTAMUS-CHURCH LOST HIS NUTS?

SEPT. 22 (IPS)—IN A RELATED DEVELOPMENT, IPS HAS LEARNED THAT HIPPOPOTAMUS—CHURCH MAY HAVE LOST HIS BALLS. AN ARTICLE IN THE WASHINGTON POST SUNDAY MAGAZINE YESTERDAY DESCRIBED HOW SEN. CHURCH, IN THE 1940'S, WAS GIVEN SIX—MONTHS TO LIVE AFTER AN ADVANCED CASE OF CANCER OF THE TESTICLES WAS DIAGNOSED. THOUGH, AFTER X—RAY TREATMENT, CHURCH WAS SAID TO HAVE UNDERGONE A "MIRACULOUS" RECOVERY, IPS WILL BE CHECKING THE EXTENT OF DAMAGE. THIS INFORMATION MAY EXPLAIN THE SENATOR'S EXTRAORDINARY IMPOTENCE.

WASHINGTON POST MOVES AGAINST ILLEGAL IMMIGRANTS

SEPT. 22 (IPS) -- IN A MOVE RELATED TO THE ROCKEFELLER PUSH FOR THE S-1 "REFORM" OF THE FEDERAL CRIMINAL CODE AND FASCIST FULL EMPLOYMENT SCHEMES, THE LEAD EDITORIAL IN TODAY'S WASHINGTON POST DECLARES THAT ILLEGAL IMMIGRATION INTO THE U.S. IS "TOTALLY OUT OF CONTROL," AND GIVES "CRITICAL SUPPORT" TO A HOUSE

JUDICIARY COMMITTEE BILL WHICH WOULD IMPOSE PENALTIES ON EM-PLOYERS WHO REPEATEDLY EMPLOY ILLEGAL ALIENS. THE POST CRITICIZES THE BILL FOR NOT BEING STRONG ENOUGH AND FOR ATTACKING THE EM-PLOYER RATHER THAN THE ALIEN.

A RELATED ARTICLE—A YELLOW OP-ED ALSO IN THE POST—TERMED THE MASSIVE WAVES OF IMMIGRATION TO NEW YORK CITY FROM THE SOUTH AND PUERTO RICO THE CAUSE OF THE "NEW YORK DISEASE," AND WARNED THAT IT MIGHT SPREAD TO OTHER CITIES.

III. INTELLIGENCE AND ORGANIZING

KISSINGER AVOIDS IPS

UNITED NATIONS, N.Y. SEPT. 22 (IPS)--U.S. SECRETARY OF STATE HENRY KISSINGER REFUSED TO ANSWER QUESTIONS FROM INTERNATIONAL PRESS SERVICE REPORTER HERE TODAY, AFTER A HIGH LEVEL OFFICIAL IN THE UNITED STATES MISSION INFORMED THE SECRETARY THAT THE REPORTER WAS FROM IPS. PRIOR TO THE INTERVENTION BY THE U.S. OFFICIAL, KISSINGER HAD BEGUN TO ANSWER THE REPORTERS QUESTIONS.

CYPRUS OFFICIAL FEARS CIA INTERVENTION

SEPT. 22 (IPS)—A HIGH LEVEL CYPRIOT OFFICIAL TOLD IPS TODAY THAT HE FEARED THE UNITED STATES CENTRAL INTELLIGENCE AGENCY WOULD FOMENT TENSION ON THE ISLAND OF CYPRUS "FOR ITS OWN PURPOSES."

THIS STATEMENT FOLLOWS NUMEROUS REPORTS FROM EASTERN EURO-PEAN SOURCES, INCLUDING EAST GERMAN SOCIALIST UNITY PARTY POLITBURO MEMBER HERMAN AXEN, THAT CYPRUS COULD BE THE SITE OF A NEW IMPERIALIST PROVOCATION.

ONE TURKISH SOURCE TOLD IPS SUCH PROVOCATIONS ARE BEING PLANNED TO DISRUPT ATTEMPTS BY TURKEY AND GREECE TO MOVE AWAY FROM THE UNITED STATES TOWARDS A POLICY OF NON-ALIGNMENT.

JAPANESE ECONOMIC CZAR CHANGES LINE AFTER SECRET MEETING WITH DAVID ROCKEFELLER

NEW YORK, SEPT. 22 (IPS) -- HIGHLY INFORMED SOURCES REVEALED TODAY THAT JAPANESE VICE PREMIER AND ECONOMIC PLANNING AGENCY HEAD TAKED FUKUDA SECRETLY MET WITH DAVID ROCKEFELLER AT ONE CHASE MANHATTAN PLAZA DURING AN UNSCHEDULED STOPOVER IN NEW YORK DURING FUKUDA'S RECENT "OFFICIAL" VISIT TO SOUTH AMERICA.

ALTHOUGH THE EXACT NATURE OF THE DISCUSSIONS BETWEEN ROCKE-FELLER AND FUKUDA IS NOT YET KNOWN, THE SOURCES POINT OUT THAT AFTER FUKUDA RETURNED FROM HIS TOUR HE REVERSED HIS PREVIOUS LONG-STANDING COMMITMENT TO A STRONG ANTI-INFLATIONARY POLICY IN SUPPORT OF A MASSIVE ECONOMIC REFLATION POLICY, FINANCED LARGELY THROUGH THE ISSUANCE OF GOVERNMENT BONDS.

NEW YORK FINANCIAL COMMUNITY PRO-MAO

SEPT. 22 (IPS) -- SPEAKING FOR THE NEW YORK FINANCIAL COMMUNITY, AN AUTHORITATIVE BANK ECONOMIST SAID TODAY, "WE HAVE FELT A PUBLIC EMPLOYMENT PROGRAM LIKE THE ONE BURNS OUTLINED ON FRIDAY WOULD BE A GOOD THING AT THIS TIME. MANY OF THE PEOPLE NOW OUT OF WORK HAVE NEITHER. THE SKILLS NOR WORK EXPERIENCE TO FIND WORK WHEN THERE IS A RECOVERY. PUBLIC SERVICE EMPLOYMENT WOULD TAKE CARE OF THAT."

BURNS PROPOSAL MADE IN A SPEECH LAST FRIDAY CALLED FOR THE PROVISION OF PUBLIC WORKS JOBS AT BELOW THE FEDERAL MINIMUM WAGE WHILE ELEMINATING BOTH WELFARE AND UNEMPLOYMENT COMPENSATION.

"THE NEW YORK FINANCIAL COMMUNITY WOULDN'T LIKE TO SEE THE FEDERAL DEFICIT INCREASED," THE SOURCE, WHO REQUEST ANONYMITY, STATED, "BUT THE BURNS PROPOSAL COMES IN A MOST EFFICIENT FORM. YOU SEE THE RESULTS OF YOUR SPENDING IMMEDIATELY."

A SHIFT TO LABOR-INTENSIVE METHODS IS THE ANSWER TO THE DEPRESSION, IN THE VIEW OF THIS ECONOMIST. HE SAID THE INCREASED COST OF ENERGY HAS ACTUALLY HAD FAVORABLE EFFECTS. WITH LABOR CHEAPER THAN ENERGY AND MACHINERY, EMPLOYERS HAVE SHIFTED TO LABOR-INTENSIVE METHODS ALREADY. THIS HAS KEPT UNEMPLOYMENT DOWN.

IV. IPS ANALYSIS

BRAZIL: NEW ECONOMIC MEASURE REDUCES WAGES AND RESTRICTS CREDIT

SEPT. 22 (IPS)—THE BRAZILIAN FINANCE MINISTRY ANNOUNCED THIS WEEK THAT CERTAIN "ACCIDENTAL FACTORS," SUCH AS THE PERIODIC DROUGHT AND THE DEVASTATING FROSTS WHICH DESTROYED UP TO 30% OF THE COUNTRY'S AGRICULTURAL PRODUCTION FOR THIS YEAR, WILL NO LONGER BE CALCULATED INTO THE COUNTRY'S INFLATION FIGURES. THE NEW ECONOMIC MEASURE WHICH MAS REPORTED BY THE RIO DAILY, JORNAL DO BRASIL, WILL MEAN THAT THE COUNTRY'S INFLATION FIGURES WILL BE ANYWHERE FROM 5 TO 10% LOWER THAN THE ACTUAL INFLATION RATE. WORKERS' WAGES, INTEREST RATES ON LOANS AND BONDS, AND THE NOW-MONTHLY DEVALUATIONS OF THE MATIONAL CURRENCY WHICH ARE INDEXED ACCORDING TO THE INFLATION RATE WILL NOW BE CALCULATED ON THE BASIS OF NEW GOVERNMENT FICURES.

THE IMMEDIATE EFFECT OF THE MEVIS ON WILL BE A REDUCTION IN OVERALL SALARIES AND A SIGNFICANT RESIRICTION OF ALL TYPES OF DOMESTIC CREDIT INSTRUMENTS, SUCH A MOVE VILL HASTEN THE COLLAPSE OF THE NATION'S INDUSTRY.

END OF IPS NON-PRIORITIES FOR SEPT. 22, 1975