



International Press Service

Daily News and Press Summaries

P.O. Box 1972, G.P.O.
New York, New York 10001
Editorial (212) 279-5950 TWX 581-5679
Customer Service (212) 564-8529

LATE EVENING NEWS ROUND-UP
WEDNESDAY, OCTOBER 1, 1975

2200 HRS EDT

PRESS RELEASES

HIGHLY PLACED U.S. GOVERNMENT OFFICIAL
CALLS KISSINGER/SCHLESINGER CONFRONTATION WITH THE USSR A BLUFF —
HAVING NOTHING TO DO WITH ADMINISTRATION POLICY

WASHINGTON, D.C., OCT. 1 (IPS)--A HIGHLY PLACED U.S. GOVERNMENT SPOKESMAN CONFIDED TO A U.S. LABOR PARTY SPOKESMAN TODAY THAT THE CURRENT KISSINGER/SCHLESINGER "THINK-TANK" CONFRONTATION OF THE SOVIET UNION IS "PSYWAR" WHICH IS CONTRARY TO U.S. GOVERNMENT POLICY. THE SOURCE REPORTED THAT HE AND OTHER HIGHLY PLACED GOVERNMENT OFFICIALS, WERE PARTICULARLY PUZZLED BY "ALL THAT TALK OF LIMITING U.S.-SOVIET TRADE" EMANATING FROM NATO SOURCES, AT A TIME WHEN VARIOUS U.S. GOVERNMENT AGENCIES ARE MAPPING OUT PLANS TO EXPAND SUCH TRADE.

THE SOURCE EMPHASIZED THAT THE OPERATION WAS A PRIVATE "PSYWAR" DIRECTED BY AGENCIES OUTSIDE OF THE GOVERNMENT, IN CONJUNCTION WITH SECRETARY OF STATE HENRY KISSINGER AND SECRETARY OF DEFENSE JAMES SCHLESINGER. THESE AGENCIES ARE ATTEMPTING TO "CHANGE THE POLITICAL AND ECONOMIC PRIORITIES OF THE RUSSIANS," THE SOURCE ADDED. "THERE IS TOO MUCH PRESSURE FROM INDUSTRIALISTS ON THE OTHER END TO LIBERALIZE, (EAST-WEST RELATIONS)", HE CONTINUED.

UNDERSCORING KISSINGER'S BLUFF, THE SOURCE ADDED: "AS SOON AS KISSINGER GETS WHAT HE WANTS -- AND THE GRAIN FOR OIL DEAL IS TESTING THE WATERS -- HE WILL HAVE A LEGISLATIVE PACKAGE READY THAT HE HAS ARRANGED TO BE INTRODUCED IN CONGRESS...THAT WILL MAKE THE NECESSARY CREDITS AVAILABLE."

INTERNATIONAL

PORTUGAL'S COSTA GOMES' MOSCOW TRIP PROCLAIMED AS HISTORIC

OCT. 1 (IPS)--PRAVDA, DAILY OF THE SOVIET COMMUNIST PARTY HAS PROCLAIMED THAT PORTUGAL'S PRESIDENT GOMES' VISIT TO THE SOVIET UNION IS AN "HISTORIC" OCCASION, THE TASS NEWS AGENCY REPORTED TODAY. IN ADDITION, TASS REPORTS, IT IS VERY LIKELY THAT GOMES AND SOVIET OFFICIALS WILL SIGN AGREEMENTS FOR COOPERATION IN THE AREAS OF ECONOMICS, SCIENCE, TECHNICAL AID AND CULTURE.

(MORE)

PSP SPREADING RUMORS THAT THE PCP IS MOBILIZING FOR A COUP

OCT. 1 (IPS)--THE PORTUGUESE SOCIALIST PARTY (PSP) IS CALLING ON ALL OF ITS MEMBERS FOR A MASS MOBILIZATION TO WARD OFF THE THREAT OF A COUP BY THE PORTUGUESE COMMUNIST PARTY (PCP), ACCORDING TO SWEDISH RADIO AND UPI REPORTS RECEIVED THIS EVENING. THE SWEDISH

BROADCAST SAYS THAT TRACTORS LOADED WITH WEAPONS ARE DRIVING INTO LISBON AND THAT COMMUNIST WORKERS ARE ARMING THEMSELVES. INTERSINDICAL, THE PORTUGUESE TRADE UNION FEDERATION WHICH IS LEAD BY THE PORTUGUESE COMMUNIST PARTY, IS HOLDING A LISBON MEETING WITH ARMED SOLDIERS. THE RIGHT-WING PPD IS ALSO REPORTED MOBILIZING ITS MEMBERS.

PORTUGUESE SOCIALIST PARTY PUSHING IMF PLAN TO LOOT PORTUGAL

OCT. 1 (IPS)--PORTUGUESE SOCIALIST PARTY NATIONAL COMMITTEE MEMBER ANTONIO GUTIERES REVEALED THAT PORTUGAL HAS JUST RECEIVED A \$500 MILLION LOAN FROM THE INTERNATIONAL MONETARY FUND AT A RECENT PARTY CONGRESS. HALF THE LOAN WILL BE COVERED BY PORTUGAL'S GOLD RESERVES AS COLLATERAL, GUTIERES SAID; THE OTHER HALF WAS SECURED BY "AUSTERITY" PLEDGES, INCLUDING FREEZING WAGES WHILE INCREASING PRICES, AND THE ESTABLISHMENT OF LABOR-INTENSIVE INVESTMENT PROJECTS. GUTIERES SPEECH WAS REPORTED BY THE CANADIAN PAPER LE JOUR OF SEPT. 29.

KOHL RETURNS FROM MOSCOW BACKS INCREASED ECONOMIC COOPERATION

BONN, W. GERMANY, OCT. 1 (IPS)--HELMUT KOHL, CHAIRMAN OF THE WEST GERMAN OPPOSITION PARTY, THE CHRISTIAN DEMOCRATIC UNION (CDU), TOLD PRESS HERE YESTERDAY THAT "ECONOMIC COOPERATION WAS A VERY IMPORTANT THEME OF THE DISCUSSION" OF HIS JUST CONCLUDED TRIP TO THE SOVIET UNION.

"I ASKED THEM ABOUT WHAT ARE THE EXACT MAIN POINTS IN (THEIR) UPCOMING FIVE YEAR PLAN AND THE ANSWERS SHOW THAT (A) LONG-TERM ORIENTATION (TOWARDS THE SOVIETS) BY THE GERMAN ECONOMY IS NECESSARY HERE," THE CDU CHAIRMAN SAID. KOHL ALSO REPORTED THAT HE HAD AN EXTRAORDINARY TWO HOUR-LONG CONVERSATION WITH MR. NOVIKOW, THE SOVIET HEAD OF THE BRD-USSR ECONOMIC COMMISSION.

TIMES ENDORSES METHADONE

OCT. 1 (IPS)--"NO PROGRAM OTHER THAN METHADONE MAINTENANCE HAS DEMONSTRATED ITS ABILITY TO REHABILITATE MORE THAN A MINUTE PROPORTION OF ADDICTS," DECLARES AN EDITORIAL IN TODAY'S NEW YORK TIMES. THE EDITORIAL, TITLED "COMPARED TO WHAT?", WARNS OF THE "DANGER" THAT "PUBLIC DISAPPOINTMENT" WITH METHADONE "THREATENS TO DROWN THE METHADONE PROGRAM'S VERY SUBSTANTIAL ACCOMPLISHMENTS."

(MORE)

COMPLAINING THAT "OPENING NEW CLINICS IN NEW YORK CITY IS VIRTUALLY IMPOSSIBLE NOW," THE TIMES ASKS "COMMUNITY GROUPS FIGHTING THE ESTABLISHMENT OF NEW CLINICS AND PUBLIC OFFICIALS LOOKING SKEPTICALLY AT BUDGET REQUESTS...TO COMPARE THE RESULTS (OF METHADONE) WITH WHAT ELSE IS AVAILABLE RATHER THAN WITH GENERALLY UNREALISTIC EXPECTATIONS" OF TOTAL DETOXIFICATION OF THE ADDICT POPULATION.

THE TIMES ALSO IDENTIFIES THE CONSUMERS UNION -- THROUGH A SPECIAL REPORT ENTITLED "LICIT AND ILLICIT DRUGS" -- AND THE COMMUNITY SERVICE SOCIETY AS PUSHERS OF METHADONE.

PRESS RELEASE

JUSTICE DEPARTMENT PROMISES DECISION
ON LABELLING NCLC "SUBVERSIVE UNDER MCCARRAN ACT

TORONTO, OCT. 1 (IPS)--THE U.S. DEPARTMENT OF JUSTICE WAS FORCED YESTERDAY TO PROMISE A PUBLIC DECLARATION WITHIN 14 DAYS ON WHETHER SECTION 28 OF THE U.S. IMMIGRATION CODE (THE MCCARRAN OR COMMUNIST CONTROL ACT OF 1950) IS APPLICABLE TO THE NATIONAL CAUCUS OF LABOR COMMITTEES (NCLC). THE PLEDGE WAS WRUNG FROM IMMIGRATION OFFICIALS BY ATTORNEYS FOR MRS. POLLY SKINNER JOHNSON -- A CANADIAN NATIONAL WHO IS A MEMBER OF THE NCLC AND IS MARRIED TO A U.S. CITIZEN RESIDING IN THE UNITED STATES -- AT A HEARING ON HER APPLICATION FOR A PERMANENT RESIDENT VISA TO THE U.S.

THE U.S. ISSUED THE PLEDGE AFTER REPRESENTATIVES FROM THE U.S. CONSULATE IN TORONTO AND THE IMMIGRATION SERVICE DISAGREED ON WHETHER THE MCCARRAN ACT SHOULD BE INVOKED AS GROUNDS FOR REJECTING MRS. JOHNSON'S APPLICATION. AT ONE POINT IMMIGRATION OFFICER MASON ATTEMPTED TO JUSTIFY MRS. JOHNSON'S EXCLUSION FROM THE U.S. BY A LETTER FROM THE FBI DESCRIBING THE "NCLC AS A VIOLENCE-PRONE MARXIST GROUP UNDER INVESTIGATION BY THE FBI."

BUT THE U.S. CONSUL GENERAL IN TORONTO NERVOUSLY OBJECTED THAT "ONE MAN'S OPINION" COULD NOT SERVE AS THE BASIS FOR A DECISION ON A MATTER OF FUNDAMENTAL CIVIL LIBERTIES.

JOHNSON'S ATTORNEYS WERE THEN NOTIFIED THAT THE U.S. STATE DEPARTMENT HAD INFORMED THE CONSUL THAT THEY HAD NO FORMAL POLICY ON THE NCLC AND WERE REFERRING THE APPLICATION TO THE DEPARTMENT OF JUSTICE.

IF THE JUSTICE DEPARTMENT DOES ATTEMPT TO APPLY THE MCCARRAN ACT TO THE NCLC, NCLC ATTORNEYS HAVE PROMISED TO SUE TO HAVE THE DECISION OVERTURNED.

(MORE)

USTASHI-LINKED MAYOR DEFEATED IN CLEVELAND ELECTION

CLEVELAND, OCT. 1 (IPS)--CLEVELAND'S REPUBLICAN MAYOR RALPH PERK -- UNABLE TO SHED HIS REPUTATION AS A REPRESENTATIVE OF CLEVELAND'S NETWORK OF NAZI "USTASHIS" -- RAN A POOR SECOND IN YESTERDAY'S

MAYORAL PRIMARY. PERK POLLED 45,000 VOTES TO 49,000 VOTES FOR DEMOCRATIC CHALLENGER ARNOLD PINKNEY. ALTHOUGH THE RETURNS WERE TAINTED BY THE VOTE THEFT COMMITTED AGAINST USLP CANDIDATE TONY CURRY, PINKNEY IS EXPECTED TO EASILY DEFEAT PERK IN THE NOVEMBER GENERAL ELECTION.

OBSERVERS HERE ATTRIBUTE PERK'S DEFEAT TO CURRY'S CAMPAIGN EXPOSING PERK'S HEAVY INVOLVEMENT IN CLEVELAND'S "USTASHI" NETWORK OF EAST EUROPEAN EX-NAZIS. THE USTASHI COMMUNITY NOW PLAYS A CENTRAL ROLE IN A NETWORK OF IN-PLANT DRUG-RUNNING AND TERROR AIMED AT WORKERS IN CLEVELAND'S NUMEROUS FACTORIES. LAST NIGHT, CURRY, WHO FINISHED BEHIND PERK AND PINKNEY IN THE PRIMARY, APPEARED ON MORE THAN TEN AREA RADIO BROADCASTS ANNOUNCING A WRITE-IN CAMPAIGN FOR NOVEMBER, AND PLEDGING TO CONTINUE HIS PUSH AGAINST THE USTASHI.

THE DAY BEFORE THE ELECTION, THE LABOR PARTY RECEIVED NUMEROUS DEATH THREATS FROM TERRIFIED USTASHI. ONE CALLER WHO IDENTIFIED HIMSELF AS JEROME BRENTAR, HEAD OF THE AREA USTASHI MACHINE AND OWNER OF THE EUROPA TRAVEL AGENCY -- A COMPANY WHICH SMUGGLES EX-NAZIS INTO THE MIDWEST, NERVOUSLY ASKED CURRY IF THE USLP PLANNED TO CONTINUE ITS DRIVE AGAINST THE NAZIS FOLLOWING THE PRIMARIES.

IN INTERVIEWS YESTERDAY, CURRY BLASTED THE MASSIVE THEFT OF HIS VOTES IN THE PRIMARY, CLEVELAND'S FIRST COMPUTERIZED ELECTION. CURRY'S VOTE TOTAL DROPPED FROM 3.5 PER CENT IN THE EARLY RETURNS TO AN ABSURD TOTAL OF 320 IN THE FINAL RETURNS LAST NIGHT.

"COMPUTER FLUNK," AN ARTICLE IN A CLEVELAND NEWSPAPER TODAY, REPORTS THAT THE COMPUTER GAVE ZERO VOTES TO COUNCILMAN TUNNEL, WHO WON RE-ELECTION ACCORDING TO TALLIES COMPILED BY TRADITIONAL VOTE COUNTING METHODS.

SECURITIES MARKETS FOLD

OCT. 1 (IPS)--THE GROWING PANIC OVER THE LIKELY NEW YORK CITY DEFAULT, TOGETHER WITH TREASURY SECRETARY WILLIAM SIMON'S UPPING OF THE ESTIMATE FEDERAL DEFICIT ON MONDAY, NEARLY HALTED TRADING ON THE NEW YORK GOVERNMENT, CORPORATE, AND MUNICIPAL SECURITIES MARKETS TODAY.

FOR THE SECOND STRAIGHT DAY, BOND TRADERS COULD FIND NO BIDS FOR NEW YORK STATE NOTES. TRADERS REPORTED LITTLE MOTION IN ANYTHING ELSE. SAID ONE TRADER FOR A LEADING DEALER IN U.S. TREASURY SECURITIES: "THIS WOULD BE A GOOD DAY TO GO TO THE BEACH AND NOT TO PLAY THE BOND MARKET."

(MORE)

BOSTON ELECTION BOARD TAMPERS
WITH VOTE FRAUD EVIDENCE

BOSTON, OCT. 1 (IPS)--THE BOSTON BOARD OF ELECTIONS HAS REMOVED 100 VOTES FROM THE TOTAL RECEIVED IN LAST WEEK'S MAYORAL PRIMARY BY LABOR PARTY CANDIDATE ROBERT GIBBONS IN ONE WEALTHY BACK BAY PRECINCT. THE DECISION, ANNOUNCED SEPT. 29, WAS MADE AS GIBBONS' ATTORNEYS WERE PREPARING A LAWSUIT WHICH WILL CITE THE PRECINCT, WHERE GIBBONS OFFICIALLY RECEIVED 25 PER CENT OF THE VOTE, AS ONE IN WHICH THE LAW ENFORCEMENT ASSISTANCE ADMINISTRATION HAD FORGOTTEN TO PROGRAM VOTING MACHINES TO STEAL USLP COTES.

PRE-ELECTION POLLS BY THE USLP AND OTHERS HAD GENERALLY GIVEN THE USLP BETWEEN 20 AND 40 PER CENT OF THE VOTE. BUT, OFFICIAL TOTALS - WHICH, IT IS WIDELY BELIEVED HERE, WERE DOCTORED BY THE LEAA, WHICH CONTROLS THE ADMINISTRATION OF UNPOPULAR INCUMBENT MAYOR KEVIN WHITE--GAVE GIBBONS LESS THAN 1 PER CENT, AND NO MORE THEN TEN VOTES IN ANY PRECINCT IN THE CITY. IN ONE DORCHESTER PRECINCT IN WHICH THE USLP WAS OFFICIALLY CREDITED WITH NO VOTES, 6 OF THE FIRST 12 VOTERS SIGNED AFFIDAVITS SAYING THAT THEY HAD VOTED FOR GIBBONS BEFORE LEAA POLICE ARRESTED THE USLPS WHO WERE COLLECTING THE AFFIDAVITS.

TETHER SEES NEW YORK CITY DEBT MORATORIUM,

U.S. BANKING COLLAPSE

OCT. 1 (IPS)--LONDON FINANCIAL TIMES COLUMNIST GORDON TETHER WRITES TODAY THAT A NEW YORK CITY DEBT MORATORIUM IS INCREASINGLY LIKELY AND COULD SHATTER THE ENTIRE U.S. BANKING SYSTEM. ACCORDING TO TETHER, THERE ARE TWO "CLOUDS ON THE HORIZON" FOR AMERICAN BANKERS: "THE FIRST...CONSISTS IN THE DANGER OF AMERICAN BANKING HOUSES BEING GRAVELY EMBARRASSED BY THE NEED FOR THE CITY OF NEW YORK TO DECLARE A MORATORIUM ON ITS DEBTS -- A POSSIBILITY THAT NO LONGER CAN BE DISMISSED AS UNTHINKABLE." THE SECOND, TETHER WRITES, ARISIS "FROM THE POSSIBILITY THAT SOME OF THE LESS-DEVELOPED COUNTRIES WILL BE FORCED TO DEFAULT ON THEIR LOAN REPAYMENTS BY THE NEW DETERIORATION IN THEIR EXTERNAL PAYMENT CIRCUMSTANCES." THIS, THE NOTED COLUMNIST SAYS MAY BE THE "LAST STRAW" FOR THE U.S. BANKING SYSTEM.

HEALEY REMOVED FROM BRITISH LABOUR PARTY EXECUTIVE

OCT. 1 (IPS)--DENIS HEALEY, BRITAIN'S PRO-ROCKEFELLER CHANCELLOR OF THE EXCHEQUER, WAS REMOVED FROM MEMBERSHIP ON THE LABOUR PARTY NATIONAL EXECUTIVE COMMITTEE AND REPLACED BY LEFT-WINGER ERIC HEFFER DURING TH LABOR PARTY CONFERENCE, REPORTS THE NEW YORK TIMES. HEALEY'S DEFEAT WAS ATTRIBUTED TO EFFORTS WITHIN LOCAL LABOUR CONSTITUENCIES TO PRESSURE THE GOVERNMENT INTO CARRYING OUT THE MORE LEFT-WING POLICIES IN THE PARTY'S MANIFESTO.

(MORE)

SPANISH MILITARY TO REPLACE FRANCO WITH JUAN CARLOS?

OCT. 1 (IPS)--SPANISH DICTATOR FRANCISCO FRANCO MAY SOON BE REPLACED BY PRINCE JUAN CARLOS, HIS DESIGNATED SUCCESSOR, WITH PRODDING FROM THE SPANISH MILITARY, ACCORDING TO THE YESTERDAY'S WASHINGTON POST AND BALTIMORE SUN.

THE SUN EDITORIAL TODAY POINTS TO SIGNS OF LIFE AMONG SECTIONS OF THE SPANISH MILITARY WHO HAVE GROWN DISENCHANTED WITH THE FRANCO REGIME.

THE POST STATES THAT NEW PRESSURES ON SPAIN CREATE "THE POSSIBILITY THAT THE MILITARY MAY FORCE FRANCO TO CEDE POWER TO ... CARLOS OR MAY FORCE HIM FROM OFFICE..."

THE FRANCO REGIME HAS COME UNDER INCREASING INTERNATIONAL ATTACK FOLLOWING THE EXECUTION OF FIVE ALLEGED TERRORISTS LAST WEEK. JUAN CARLOS, THE SUCCESSOR TO THE SPANISH THRONE, IS REPORTED TO BE THE DARLING OF THE MILITARY, ESPECIALLY MEMBERS OF THE OFFICER CORPS.

FOUR POLICEMEN KILLED IN MADRID; PRO-FASCISTS DEMONSTRATE

OCT. 1 (IPS)--FOUR SPANISH POLICEMEN WERE SHOT AND KILLED ON THE OUTSKIRTS OF MADRID YESTERDAY, ACCORDING TO A SPANISH GOVERNMENT OFFICIAL IN NEW YORK. IN ONE INCIDENT, TERRORISTS ENTERED A MADRID BANK, SHOT A GUARD, AND FLED INTO A WAITING CAR.

THE SHOOTINGS OCCURRED WHILE A RALLY OF 300,000 SUPPORTERS OF THE SPANISH FASCIST REGIME WAS UNDERWAY IN DOWNTOWN MADRID, ACCORDING TO THE ITALIAN DAILY LA STAMPA.

THE CIA, WHICH CONTROLS THE SPANISH URBAN TERRORISTS, IS BELIEVED TO BE RESPONSIBLE FOR MUCH OF THE TURMOIL ENGULFING SPAIN.

CHICAGO TRIBUNE: "GOD SAVE US FROM ROCKY"

OCT. 1 (IPS)--IN A FRONT PAGE ARTICLE IN TODAY'S CHICAGO TRIBUNE, ENTITLED "GOD SAVE US FROM ROCKY", COLUMNIST JACK MABLEY CALLS FOR EXCEPTIONAL PROTECTION OF PRESIDENT GERALD FORD -- WHO WILL VISIT CHICAGO TODAY -- BECAUSE OF "THE NEED TO PROTECT THE OFFICE FROM THE ASCENSION OF NELSON ROCKEFELLER" SHOULD FORD BE ASSASSINATED. NOTING THAT ROCKEFELLER HAS "NEVER COME CLOSE TO REACHING HIS GOAL OF THE PRESIDENCY THROUGH THE ELECTORAL PROCESSES," MABLEY CHARGES THAT ROCKEFELLER "COMES ACROSS AS A MAN WHO WILL USE MONEY TO GET ANYTHING HE WANTS." "ROCKEFELLER IS JUST BAD NEWS," MABLEY CONTINUES, "HE NEARLY BANKRUPTED NEW YORK STATE... HIS LATEST MISCHIEF IS THE ENERGY INDEPENDENCE AUTHORITY...A \$100 BILLION HANDOUT TO SOME OF THE MOST POWERFUL CORPORATIONS IN AMERICA."

(MORE)

MOREOVER, MABLEY SAYS, "THE VULGARITY OF THAT BED IN HIS NEW WASHINGTON MANSION IS SOMETHING YOU'D EXPECT FROM WOMEN'S WEAR DAILY'S BEAUTIFUL PEOPLE, NOT FROM A MAN WHO ASPIRES TO LEAD THE NATION."

TIMES HELPS TRIGGER NEW CITY CRISIS

OCT. 1 (IPS)--A FRONT-PAGE ARTICLE IN TODAY'S NEW YORK TIMES, "BANKS RESISTING NEW STATE ISSUE OF NOTES FOR CITY," IS A DELIBERATE DISTORTION, INTENDED TO HELP DETONATE ANOTHER "MANAGED" CRISIS

IN WHICH STILL GREATER LEVELS OF AUSTERITY ARE DEMANDED FROM THE CITY POPULATION. IN ACTUALITY, THE \$500 MILLION STATE NOTE ISSUE WAS TO BE SOLD TO THE GENERAL PUBLIC NOT JUST THE BANKS.

THE PSYCHOLOGICAL IMPACT OF THE FINANCIAL COMMUNITY OF SUCH TIMES COVERAGE IS TO ENSURE THAT A BOND MARKET COLLAPSE OCCURS. THE IMPENDING CITY DEFAULT CAN THUS BE USED TO FORCE ADDITIONAL LAYOFFS OF CITY WORKERS AND SLASHES IN SERVICES.

GOV. CAREY ANNOUNCED YESTERDAY THAT THE NEWLY NEGOTIATED CITY TEACHER'S CONTRACT WOULD HAVE TO BE VOIDED BECAUSE IT DID NOT MEET THE REQUIREMENTS OF THE NEW BANK-RUN EMERGENCY FINANCIAL CONTROL BOARD, THAT EFFECTIVELY CONTROLS NEW YORK CITY.

END OF IPS LATE FOR OCTOBER 1, 1975