

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE



Box 1972, GPO New York, N.Y. 10001

Telephone:(212)563-8600

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE
JUNE 9, 1976
EARLY EDITION

FORD PUSHING FOR MIDDLE EAST SETTLEMENT

June 9 (NSIPS) — President Ford is insistent on doing everything possible to promote a Middle East peace settlement, U.S. delegate to the United Nations, William Scranton, reported in the UN. The New York Times, which reported Scranton's statement in a one and one-half inch box at the bottom of page 14, under the heading, "Ford's View Reported," also quoted Scranton as saying "I believe him, I believe him deeply."

WHITE HOUSE SOURCE: NO "PUBLIC" DISAGREEMENT BETWEEN FORD AND KISSINGER ON MIDEAST POLICY

WASHINGTON, D.C., June 9 (NSIPS) — A White House source said today that "there is no public disagreement between President Ford and his Mideast policies and the way his Secretary of State, Henry Kissinger, is carrying them out." However, he continued, "the President does not have control over everyone all the time." The source had been asked for comment on remarks made yesterday by United Nations Ambassador William Scranton which reiterated the President's position in favor of "doing everything possible " to secure "a comprehensive Middle East settlement."

LE MONDE REPORT FORD-KISSINGER DIVERGENCES OVER MID EAST GENEVA CONF.

June 9 (NSIPS) — Le Monde Washington correspondent Louis Wiznitzer reported yesterday that after a meeting with U.N. Secretary Waldheim on Saturday, Secretary of State Henry Kissinger held a press conference in which "he tried to scatter the rumors" according to which "the State Department, spurred by President Ford, is trying to convene the Geneva conference in the near future." On June 4th, according to Le Monde, Ford spokesman (Press Secretary Ron) Nessen stated that if the Geneva Mideast Peace conference were convened "the President would personally go there." Kissinger, however, is insisting that no "new initiative" is being taken by the Administration on the Middle East, Le Monde reported.

ISRAELI-LINKED COMMENTATOR PREDICT SYRIAN COUP .

June 9, (NSIPS) — Syrian President Hafez Assad must be careful of Syrian reactions to his invasion of Lebanon, warned anti-Communist WEVD radio (New York) Jewish News announcer Dr. Judah Shapiro last night. He then related a story of a Syrian family's protest when their son was killed in Lebanon, and that they were, along with other mourning families, beginning to get very angry "with those people who had ordered the invasion." Further hints

that the Israeli's are expecting a military coup against Assad, came when Dr. Shapiro reported together that there had already been an attempted putsch against Assad and there was significant unrest within the military.

DEFLECTIONS AGAINST SYRIAN REGIME INCREASE

June 9 (NSIPS) — The Vice General-Secretary of the Lebanese branch of the Syrian Baath Party, Raif Sufar, has defected from the Syrian camp and joined the Lebanese-Palestinian left, the French newspaper Le Monde reports today. Le Monde further notes that the 2000-man Hatim Division of the Palestine Liberation Army has joined the Lebanese-Palestinian forces and that the previously pro-Syrian "Nasserite" faction has dissolved itself to join the united left forces. The paper claims that these are only a few reported examples of a more extensive and general process underway.

ITALIAN AGNELLI PAPER WARNS: GENERAL WAR IF SYRIAN INVASION FAILS

June 9 (NSIPS) — "Almost everybody," today's Corriere Della Sera, mouthpiece of Italian Rockefeller-connected industrialist Gianni Agnelli writes today, "has an interest that Damascus be successful" in its invasion of Lebanon. "If the Syrian army doesn't succeed, Corriere continues, "there will certainly be a large conflict with other countries (Israel)."...."we have to hope that the Syrian army will be successful."

SOVIET SUPPORT OF LEBANESE LEFT DEPENDS ON EXTENT OF SYRIAN INVASION

NEW YORK, June 9 (NSIPS) — A strong Soviet position in favor of the Lebanese left and its Palestinian allies is "unlikely unless they see themselves pushed into it by the Syrians really moving into Lebanon and beginning to take over massively," a leading Mideast analyst for the Council of Foreign Relations claimed here today. "If there is a tremendous outcry in the Arab world against Syria from the Iraqis, Libyans, Palestinians, and others of the Soviet allies," he stressed, "the Soviets might not find it easy to stay out. Until that point, they will intensively engage in diplomacy to prevent the necessity of making such a decision."

CZECHS SAY IMPERIALISM WANTS PERPETUAL CRISIS IN MIDEAST, SAYS SYRIA TAKING "GREAT RISK"

June 9 (NSIPS) — The June 7 Czechoslovak daily Rude Pravo came close to an open condemnation of the Syrian invasion of Lebanon. "Syria is taking on a great responsibility and risk", the paper wrote, "It is clear that Syria's action will provoke opposition in Lebanon and the Arab world." Rude Pravo said that imperialist circles intend to rely on NATO "gun-boat diplomacy" against Lebanon, and charged that "imperialism is interested in maintaining a 'perpetual motion' crisis in the whole Mideast region."

BREZHNEV WARNS OF AGGRESSION, SAYS DETENTE ENEMIES DESPERATE

June 9 (NSIPS) — Soviet leader Leonid Brezhnev, speaking at a welcoming dinner in Moscow for Indian Prime Minister Indira Gandhi,

(More)

warned yesterday that the enemies of peace having reached the point where "their game is up", are desperately threatening peace. According to a summary broadcast by Radio Moscow, Brezhnev said that the enemies of peace "are resorting to false accusations, aggressive designs and propoganda about hegemony." It is clear who is pushing the arms race and poisoning the international atmosphere, the Soviet leader said and that the Soviet Union is "fully aware of these things and fully determined to oppose them."

Discussing the Asian area in particular, Brezhnev noted the Western military buildup in the Indian Ocean, which "the countries around the Indian Ocean justly consider a threat to their security." The Soviet Union "cannot remain indifferent" to this military buildup, said Brezhnev. He called for the establishment of a system of collective security in Asia.

"CUBA WAS NOT INVOLVED IN KENNEDY'S MURDER" - FIDEL

June 8 (NSIPS) --Cuban Prime Minister, Fidel Castro said that Cuba has never used terrorism to reply to terrorism, in a speech given on June 6 in Havana's Karl Marx Theatre.

Noting recent efforts to incriminate the Cuban leadership in the assassination of former U.S. president John F. Kennedy, Castro stated that, "The Cuban Revolution can categorically affirm that it never had even the slightest involvement with the death of Kennedy because it has never pursued that type of policy." According to the Cuban news agency, Prensa Latina, Castro indicated that recent U.S. investigations "have refused to reveal what role was played by the CIA and the FBI in the Kennedy Assassinations."

Referring to the recent bombing of the Cuban United Nations Mission offices in New York, Castro declared "that such an act damages the U.S. because of its incapacity to guarantee respect for the lives of foreign diplomatic representatives."

SIMON, BURNS FEUD OVER TAB ON 5 BILLION DOLLAR BRITAIN BAILOUT

WASHINGTON, D.C., June 9 (NSIPS) -- A knowledgeable financial source here revealed yesterday that Federal Reserve Chairman Authur Burns and Treasury Secretary William Simon had a major fight over whose agency would contribute the U.S.'s two billion dollar share of the just-announced five billion international bailout for Britain. This is the reason, the source said, why the U.S. contribution is evenly divided, one billion from the Fed and one billion for the Treasury.

EUROPEAN CAPITALISTS SAY - BRITISH LOAN IS HYPERINFLATIONARY

WIESBADEN, W. Germany, June 9 (NSIPS) -- European banking sources admitted yesterday that the 5 billion dollar bailout of Great Britain announced yesterday is a hyperinflation attempt to prevent a

(More)

collapse of the bankrupt Eurodollar market. Yves Lulan, formerly NATO head economist and now at the French Societe Generale's economics department said, "Rambouillet II is 'show business' for cynics...The international monetary system will be in brinkmanship for many years to come. Either we walk the tightrope, and let drop the countries which can't manage, or else, we'll have worldwide inflation. Either it's bankruptcy and let them go, or we extend credit and we're back at double-digit inflation as in 1973 -- and this time we won't be so lucky. Gold? It's a good idea -- there is not much else left, is there?"

The chief economist at a leading West German bank said, "This loan to Britain, we've got to do it, but think of the results. It only adds to international liquidity...We have no solution. We work on a day-to-day basis." The source went on to advocate Bundesbank (West German central bank) purchases of gold, strongly hinting that he supported a return to a gold-backed monetary system.

TETHER PUSHES FOR END TO LONDON AS INTERNATIONAL FINANCIAL CENTER

June 9 (NSIPS)-- Gloating over a "certain poetic justice" that the Bank of England, which for so long has been pushing a "hands off hot money traffic" policy has itself been ravaged by short-term flight from the pound in the last few weeks, C. Gordon Tether, columnist for the Financial Times has again called for the end of the City of London as a major international financial center.

Tether dismisses the so-called benefit which Britain receives from the Eurodollar market and other international dealings in terms of "invisible earnings" from British banks. The kinds of economic distortions created by linking the pound to such short-term flows of money, the columnist wrote on June 7, has in fact greatly exacerbated the country's economic crisis, and will eventually lead to an international currency war.

IMF TELLS INDONESIA TO DISMANTLE CAPITAL-INTENSIVE INDUSTRIES

NEW YORK, June 9 (NSIPS) -- The International Monetary Fund has called for the dismantling of Indonesia's capital intensive industries to be replaced by labor intensive industries to insure that the country meets its debt service payments. A "confidential" IMF - sponsored Annual Report on Indonesia 'recommends' that "the level and timing of public sector investments should be reconsidered and the use of central bank credit for financing public sector expenditures should be limited....priority should be given to implementation of appropriated foreign debt management and policies." The report also suggests that the way the country should make good on its over ten billion dollars in foreign debts to improve the employment creating capacity of non oil export (labor intensive) industries."

WE'LL MAKE STEEL FROM OUR GARBAGE: NY MAYOR

June 9 (NSIPS) -- Hailing the beginning of "a new era for New York

(More)

and the nation," Mayor Abe Beame announced June 7 that New York City will be the site of a new steel plant that will produce "high grade steel" out of municipal refuse. The Mayor and Paul Liu, president of the New York based Ashmont Metal Company, signed the contracts yesterday to start construction on a 12 million dollar plant adjacent to the Southwest - Brooklyn Incinerator. Liu, a Chinese - American with close ties to Twaiwan, said the plant will hopefully "introduce a new generation of technology." As Liu described it, the revolutionary technology will involve two steps -- separating the metal scrap from the other garbage and then processing the recovered metal into "very high grade steel." Liu did not indicate how many people will be employed to sort the garbage.

Beame, enthusiastically claimed that the plant will be a major boon to the city and the nation: not only will the company employ up to 100 people and pay the city up to 2 dollars a ton for all metal extracted from the residue, but if the Ashmont technique were utilized nationally, "we would be able to extract nearly 12 million tons of iron and steel and more than one million tons of nonferrous metals from our municipal waste streams" and halve U.S. dependence on imported ores.

SHAKE-UP IN THE CIA: BUSH OUSTS CHURCH CTTE COLLABORATORS

WASHINGTON, June 9 (NSIPS) -- A major personnel shake-up at the Central Intelligence Agency involving changes in six of the top eight positions was accomplished "to remove those who didn't stand up to the Church Committee (Senate Select Committee on Intelligence Activities) assault", according to a former high intelligence community official reached yesterday. The former official termed the appointment of veteran CIA administrator for intelligence "estimates", Henry Knocho, to the number two position an "excellent choice."

The former official attacked Senator Frank Church (D-Idaho) an "ex" CIA agent who was chairman of the National Security Council controlled Senate Select Committee for Intelligence, and said that present CIA Director George Bush had "a lot going for him."

End of Early IPS 06.09.1976