preparation for a yen link to the European Monetary System. Saudi and other Arab gold purchases are preparatory to a direct link between the European system and an expanded Arab Monetary Fund.

At deadline, the pound sterling had already begun to weaken — from over \$1.93 to \$1.92 flat — and New York foreign exchange traders reported that sterling had been singled out for special pressure. "It's already started!" said the chief foreign exchange dealer of one of the large New York banks, commenting on predictions of a major attack on sterling.

In a related development, West German banks began an attack against the Dutch guilder and Belgian franc Aug. 2 which may force a major devaluation of those currencies within the European snake, according to circulating reports.

The Belgian and Dutch governments have been aligned with the British on major European Community policy matters. According to the consensus view among foreign exchange dealers, frantic intervention operations by the Belgian and Dutch central banks to keep their currencies within the snake late this week produced temporary pressure against the dollar, since the central banks — contrary to the proposed rules of the European Monetary System — were using dollars for intervention purposes.

A total commitment of European and Arab monetary resources to a linked fund would not only wipe the International Monetary Fund and World Bank out of the running, but would create an international development fund in the range of a quarter of a trillion dollars.

- David Goldman

## Trial Testimony Proves Murder Plot Set-Up On LaRouche

Assailant of USLP's Gallagher convicted in New York

David Newsome, a brainwashed ex-convict, was found guilty of both robbery and assault on Thursday, Aug. 3, by a New York City jury. Before the conviction, this week's testimony had confirmed in court the U.S. Labor Party's revelations concerning the "Black International" assassination operation against the party's national chairman which surrounded the trial.

Newsome had been charged with a January attempt to rob the New York regional headquarters of the U.S. Labor Party and with using a lead pipe to fracture the skull of the U.S. Labor Party regional director, Paul Gallagher.

The trial, ostensibly a straightforward criminal matter, became the cover for a well-deployed assassination attempt against U.S. Labor Party chairman Lyndon H. LaRouche. Newsome's defense attorney, Frederick Block—apparently guided in his trial strategy by British-connected, Zionist lobby lawyer Nahum Bernstein—twisted the focus of the trial away from making any plausible defense of Newsome, and towards forcing the personal court appearance of LaRouche

The Manhattan District Attorney's office, under the direction of Anti-Defamation League-connected Robert Morgenthau, then insisted upon LaRouche's testimony and balked at providing any adequate security precautions. This would have established a fixed time and place appointment for LaRouche, around which an assassination could be prepared.

## Setup Demonstrated

A major international mobilization of concern ensured that proper security for LaRouche was provided. However, once his testimony was completed—a conditional examination with the jury outside the

courtroom—the set-up nature of the entire trial was very clearly demonstrated. Block insistently made the peculiar claim that he would defend his client by placing him on the stand to testify that he had been authorized by LaRouche personally to take money from the Labor Party regional office. Lawyer Block put forward this claim despite the fact that LaRouche had resided in Wiesbaden, West Germany, for months before, during and after the commission of the crime.

Once LaRouche was actually in the courtroom and established that he did not know Newsome and had never "authorized" him to commit robbery and assault, Block lost interest in his defense theory. On cross examination he concentrated on a fishing expedition into USLP organizational structure, decision making, financial control, salaries, etc.

He then announced that he would not place Newsome on the witness stand to testify on his own behalf. Thereupon the judge ruled LaRouche's testimony inadmissible as evidence.

Further confirming the complete set-up, U.S. Labor Party communications were disrupted just prior to and during LaRouche's testimony, returning to normal later in the day.

Investigation also revealed that operatives of the Black International's Jerusalem Foundation, a branch of the Order of St. John of Jerusalem and the Knigl Malta, had been besieging the Assistant District Attorney with telephone complaints of U.S. Labor Party security activity. As well, they charged (ironically) that Labor Party exposure of their assassination setup

The jury's verdict confirms exactly that understanding of the case. The jury took minutes' deliberation to reach their verdict. Newsome's conviction carries a probable six- to 12-year prison sentence.

constituted interference in a criminal trial!