

EARLY NEWS ROUNDUP

WEDNESDAY, JUNE 4, 1975

1600 HOURS EDT

I. FINANCIAL

ROCKEFELLER-KISSINGER GEAR FOR NEW OIL HOAX

JUNE 4 (IPS)--UNDERSECRETARY OF STATE FOR ENERGY THOMAS O. ENDERS TOLD THIS NEWS AGENCY YESTERDAY THAT A NEW OIL CRISIS WAS "INEVITABLE." "THERE'S NO QUESTION THAT LEADING OPEC MEMBERS ARE TRYING TO SOFTEN EVERYBODY UP FOR A PRICE INCREASE," ENDERS SAID, "THEY HAVE THE MARKET POWER AND HAVE EVERY INTENTION OF USING IT."

TO BOLSTER THESE PROVOCATIVE ASSERTIONS ENDERS LIED OUTRIGHT, CLAIMING THAT ALL OPEC COUNTRIES HAD OFFICIALLY AGREED TO PRICE INCREASES. IN FACT, ONLY THE CIA'S SHAH OF IRAN HAS FIRMLY PUSHED FOR PRICE INCREASES. WHEN IPS CORRESPONDENTS INTERVIEWED OFFICIAL REPRESENTATIVES OF OPEC MEMBER ALGERIA, FOR EXAMPLE, THEY FLATLY DENIED THAT AN OIL PRICE HIKE WAS OFFICIAL POLICY.

STUNG BY ALGERIA'S REBUKE AT LAST WEEK'S INTERNATIONAL ENERGY AGENCY MEETING, SECRETARY OF STATE KISSINGER AND THE STATE DEPARTMENT ARE DELIBERATELY MISREPRESENTING OPEC POLICY AND INTERESTS IN ORDER TO MAKE "CREDIBLE" WHAT CIA COLUMNIST C.L. SULTZBERGER HAS TERMED "A COLD WAR BETWEEN NORTH AND SOUTH." LACKING ANY POLICY TO DEAL WITH THE WORLDWIDE ECONOMIC BREAKDOWN, KISSINGER ET AL. ARE DESPARATELY HOPING TO GET SOME MORE MILEAGE FROM THE OLD OIL HOAX SCENARIO, PITTING OIL PRODUCERS AGAINST OIL CONSUMERS AND THROWING A MONKEY WRENCH INTO DEVELOPING ALLIANCES OF ADVANCED SECTOR BUSINESSMEN AND THIRD WORLD GOVERNMENTS FOR EXPANDED TRADE AND DEVELOPMENT.

ROCKEFELLER MOOTS DUMPING THE DOLLAR IN FAVOR OF THE SDR

JUNE 4 (IPS)--DAVID ROCKEFELLER IS CONSIDERING LAUNCHING A NEW ECONOMIC ORDER WITH CURRENCIES PEGGED TO THE INTERNATIONAL MONETARY FUND'S SDR (SPECIAL DRAWING RIGHTS), ACCORDING TO A REPORT IN THE ITALIAN DAILY IL SOLE, JUNE 2.

THE REPORT, SUBSEQUENTLY CONFIRMED BY STATE DEPARTMENT UNDERSECRETARY THOMAS ENDERS, TRILATERAL ECONOMIST ROBERT TRIFFIN, AND INTERNATIONAL MONETARY OFFICIALS IN WASHINGTON, UNDERLINES THE PSYCHOTIC STATE OF MIND OF THE ROCKEFELLER BROTHERS. IMMEDIATELY, SUCH A MOVE WOULD RESULT IN AN ALL-OUT DUMPING OF THE SINKING DOLLAR AND POUND STERLING AS THESE CURRENCIES WOULD NO LONGER BE NECESSARY FOR EITHER INTERNATIONAL RESERVES OR TRADE TRANSACTIONS. THIS, IN TURN, WOULD COMPLETELY DESTROY TRADE, AS FOREIGN EXCHANGE HEDGING BECOMES INCREASINGLY COMPLEX AND EXHORBITANTLY EXPENSIVE.

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IT IS PRECISELY FOR THIS REASON THAT THE COUNTRIES PUSHING FOR THE SWITCH TO SDR-INDEXATION ARE BRITAIN AND THE U.S., WHILE BOTH WEST GERMANY AND JAPAN, HEAVILY DEPENDENT ON INTERNATIONAL TRADE, ARE OPPOSING IT.

THREE SDR PROPOSALS ARE CURRENTLY CIRCULATING AMONG FINANCIAL CIRCLES. WHILE THE STATE DEPARTMENT AND ROBERT TRIFFIN WOULD FAVOR A STRAIGHT INDEXATION ARRANGEMENT, BROWN BROTHERS HARRIMAN, NEW YORK INVESTMENT BANKING CONSULTANTS TO THE ROCKEFELLER FAMILY, ARE ADVOCATING THE CONVERTIBILITY OF THE DOLLAR OVERHANG -- THE NEARLY \$300 BILLION IN THE EURO-CURRENCY NETWORK -- INTO IMF'S SPECIAL DRAWING RIGHTS (SDR'S). THE ROCKEFELLER CLAN BELIEVES THAT FRANCE UNDER AGENT GISCARD WOULD BE ABLE TO PERSUADE ITS COMMON MARKET PARTNERS INTO GOING ALONG WITH THE SCHEME IF THE U.S. WERE TO BACK DOWN ON THE DEMONETIZATION OF GOLD.

WEST GERMANY'S REACTION TO THE PROPOSAL, HOWEVER, SHOULD DISPEL ANY SUCH HOPES. IN A SPEECH JUNE 2 IN CHICAGO -- BLACKED OUT BY THE PRESS -- WEST GERMAN CENTRAL BANK CHIEF OTMAR EMMINGER MADE IT CLEAR THAT THERE WAS NO CHANCE OF ANY SUCH REFORM OF THE INTERNATIONAL MONETARY SYSTEM IN "THE NEAR OR EVEN THE FORESEEABLE FUTURE."

II. THE GREAT DEBATE

SCOOP JACKSON REPORTEDLY WILL ATTACK DETENTE IN SENATE DEBATE TODAY

JUNE 4 (IPS)--CONGRESSIONAL SOURCES REPORTED THAT SENATOR HENRY JACKSON PLANS TO DELIVER AN ATTACK ON SALT NEGOTIATIONS TODAY, IN THE CONTINUING, CLOSED-SESSION DEBATE ON FOREIGN POLICY. THE SALT NEGOTIATIONS HAVE BEEN EXPLICITLY RECOGNIZED AS THE OFFICIAL GOVERNMENTAL BASIS FOR DETENTE BY BOTH THE U.S. AND THE SOVIET UNION, AND ANY SUCH ROCKEFELLER-INSPIRED ATTACK ON SALT CONSTITUTES A DIRECT VIOLATION OF DETENTE.

THERE ARE INDICATIONS THAT JACKSON IS PUBLICIZING FABRICATED SOVIET VIOLATIONS AS A DELIBERATE PROVOCATION. LEADING UP TO HIS SPEECH, JACKSON HAD LEAKED INFORMATION RECEIVED FROM CIA DIRECTOR WILLIAM COLBY AND DEFENSE SECRETARY SCHLESINGER IN SECRET SESSION BEFORE JACKSON'S ARMS CONTROL SUBCOMMITTEE EARLIER THIS YEAR. THE LEAKED MATERIAL, APPEARING THIS WEEK (JUNE 7) IN A NEW REPUBLIC ARTICLE BY TAD SZULZ, CHARGES THE SOVIETS WITH VIOLATIONS OF THE SALT AGREEMENT ON FIVE BASES. THE CHARGES ARE ADMITTEDLY UNSUBSTANTIATED: BOTH COLBY AND SCHLESINGER REFUSED TO LABEL THE BASES AS CONSTITUTING ACTUAL VIOLATIONS. FURTHER, THE CHARGES COME UNDER THE AREA OF THE SALT AGREEMENT WHICH WAS THE SELF-DESCRIBED UNILATERAL STATEMENT OF THE UNITED STATES APPENDED TO THE AGREEMENT DEFINING MATTERS NOT AGREED ON BY BOTH PARTIES.

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JACKSON'S EXPECTED ASSAULT ON DETENTE IS CONSONANT WITH HIS ROLE AS U.S. SPOKESMAN FOR MAOIST POLICY. JACKSON ADMITTEDLY BASES HIS FOREIGN POLICY POSITION ON ASSURANCES HE HAS RECEIVED FROM THE EMBASSY OF THE PEOPLES REPUBLIC OF CHINA IN WASHINGTON. YESTERDAY; THE OFFICIAL CHINESE NEWSPAPER THE PEOPLE'S DAILY ATTACKED DISARMAMENT ACCORDS BETWEEN THE U.S. AND THE SOVIET UNION BECAUSE "ONLY THE TWO SUPERPOWERS STAND TO GAIN FROM SUCH ACCORDS."

SOME POLITICAL OBSERVERS HAVE QUESTIONED WHETHER JACKSON, WHO NOW INTRODUCES HIMSELF AS SCOOP TSE DUNG AFTER A WEEK OF LABOR PARTY INTERVENTIONS INTO HIS PRESIDENTIAL CAMPAIGN, IS CAPABLE OF CARRY OUT A SPEECH IN THE SENATE.

GOLDWATER PRAISES "DISCIPLINED MAOIST PEASANTRY"

JUNE 4 (IPS)--SEN. BARRY GOLDWATER (R-ARIZ) EXPLICITLY HAILED THE PEOPLES REPUBLIC OF CHINA'S "FAMILY-BASED, DISCIPLINED MASS" OF PEASANTS YESTERDAY DURING THE SENATE DEBATE OVER U.S. FOREIGN POLICY AND THE NEW DEFENSE BUDGET, INDICATING THAT HE IS JOINING THE MAOIST CLIQUE IN CONGRESS LED BY SEN. SCOOP JACKSON AND SEN. HUBERT HUMPHREY. CONGRATULATING MAO FOR "TURNING COMMUNISM ON ITS HEAD", GOLDWATER CHARGED THAT "EUROPE IS A MILLSTONE AROUND OUR NECK," ADDING THAT IT WAS "POSSIBLE TO PERCEIVE OF WESTERN EUROPE AS A HOSTAGE TO BE HELD AGAINST US BY THE SOVIET UNION BECAUSE, RELATIVELY SPEAKING, WESTERN EUROPE IS GROWING MILITARILY AND POLITICALLY WEAKER AND THEREFORE MORE MILITARILY DEPENDENT ON THE U.S."

THE SENATOR POINTED TO THE PRC AS THE NEW FOCUS FOR U.S. STRATEGIC POLICY, REFERRING TO THE ADVANTAGES AND OPPORTUNITIES THE U.S. HAS IN ASIA, AN OBVIOUS REFERENCE TO THE ROCKEFELLER POLICY OF ALLYING WITH THE INSCRUTABLE CHINESE ON THE FALSE HOPE THAT THEY WOULD OPEN A SECOND FRONT AGAINST THE SOVIET UNION IN THE EVENT OF A NUCLEAR CONFRONTATION FORCED BY THE U.S. ACCORDING TO TODAY'S BALTIMORE SUN, GOLDWATER SAID THAT ASIA IS MADE UP OF MILLIONS OF DISCIPLINED, DEDICATED PEOPLE -- A "PEASANT MASS" WHOSE POTENTIAL IMPORTANCE OVER THE NEXT 20 YEARS IS PROBABLY MORE "THAN EUROPE IS LIKELY TO BE."

GOLDWATER, LONG KNOWN AS A LEADING ANTI-ROCKEFELLER FIGURE, HAS MADE A NUMBER OF STATEMENTS REPEATING ROCKEFELLER POLICY ON FOREIGN AFFAIRS SINCE HE ACCOMPANIED THE VICE-PRESIDENT TO CHIANG KAI SHEK'S FUNERAL IN TAIWAN IN APRIL. COLLEAGUES OF GOLDWATER REPORTEDLY HAVE SAID THAT THEY NOTICED DEFINITE BEHAVIOR CHANGES IN THE SENATOR SINCE THAT TRIP.

(THE NEXT IPS EDITION WILL CARRY FULL EXCERPTS OF THE GOLDWATER SPEECH.)

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LEBER NEGOTIATING MOVES OF FRENCH PLUTON MISSILES TO BRD

WIESBADEN, BRD, JUNE 4 (IPS)--IN A MAJOR PROVOCATION AGAINST THE SOVIET BLOC, WEST GERMAN DEFENSE MINISTER GEORG LEBER IS NOW NEGOTIATING WITH FRENCH DEFENSE MINISTER BOURGES TO HAVE FRENCH NUCLEAR ARMED "PLUTON" MISSILE INSTALLATIONS MOVED TO WEST GERMAN TERRITORY, ACCORDING TO TODAY'S SUEDETSCHER ZEITUNG. IN THEIR PRESENT POSITIONS ALONG THE FRENCH/WEST GERMAN BORDER, THE 70 MILE RANGED "PLUTONS" COULD REACH ONLY TARGETS IN WEST GERMANY ITSELF. THE MOVE WILL GIVE THEM THE CAPABILITY TO STRIKE BOTH EAST GERMANY AND CZECHOSLAVAKIA.

BOTH THE FRENCH AND GERMAN COMMUNIST PARTIES HAVE VEHEMENTLY DENOUNCED PLANS FOR MOVING THE MISSILE INSTALLATIONS. FRENCH COMMUNIST PARTY POLITBURO MEMBER JEAN KANAPA LAST WEEK WARNED BEFORE THE FRENCH PARLIAMENT THAT THIS CLEARLY OFFENSIVE NUCLEAR-MILITARY POSTURE TOWARD THE EAST BLOC WOULD CONSTITUTE "A MORTAL BLOW TO DETENTE."

IN THE POLITICALLY EXPLOSIVE ATMOSPHERE FOLLOWING THE BOURGEOIS PRESS PUBLICATION OF U.S. DEFENSE SECRETARY SCHLESINGER'S TACTICAL NUCLEAR WAR PLANS FOR EUROPE, IT IS NOT SURPRISING THAT THE FRENCH GOVERNMENT HAS NOT YET ISSUED AN OFFICIAL STATEMENT ON THE NEGOTIATIONS.

III. INTERNATIONAL

CUNHAL SALUTES SOLIDARITY BETWEEN THE PCP AND THE PCF

JUNE 4 (IPS)--TODAY'S L'HUMANITE, DAILY PAPER OF THE FRENCH COMMUNIST PARTY (PCF), PROMINENTLY FEATURES A LETTER FROM ALVARO CUNHAL, LEADER OF THE PORTUGUESE COMMUNIST PARTY (PCP). CUNHAL ACKNOWLEDGES THE PCF'S LEADING ROLE, ALONG WITH THE SOVIET UNION, IN SUPPORTING THE PORTUGUESE COMMUNISTS AND IN ATTACKING THE SOCIAL DEMOCRACIES. EXCERPTS FROM THE LETTER FOLLOW:

"OUR PARTY PROFOUNDLY APPRECIATES THE PCF'S POSITIONS OF FRATERNAL SOLIDARITY REGARDING THE DIFFICULT STRUGGLE WAGED BY THE DEMOCRATIC AND REVOLUTIONARY PORTUGUESE FORCES FOR THE CONSTRUCTION OF A REGIME WHICH LINKS THE BROADEST FREEDOMS WITH PROFOUND ECONOMIC AND SOCIAL TRANSFORMATIONS ORIENTED TOWARDS SOCIALISM.... IN THE DIFFICULT STRUGGLE FOR THE CONSTRUCTION OF A DEMOCRATIC REGIME, MOVING TOWARD SOCIALISM, WE KNOW THAT WE CAN COUNT, AS WE HAVE ALWAYS DONE DURING THE BLACK YEARS OF FASCISM, ON THE FRATERNAL SOLIDARITY OF THE PCF...A SOLIDARITY INSPIRED BY THE IDEAL OF PROLETARIAN INTERNATIONALISM...."

SCHMIDT FORCES CHANGES IN SPD EXECUTIVE COMMITTEE

WIESBADEN, BRD, JUNE 4 (IPS)--WEST GERMAN SOCIAL DEMOCRATIC

(MORE)

CHANCELLOR HELMUT SCHMIDT HAS BEGUN TO FORCE CHANGES IN THE SPD PARTY EXECUTIVE COMMITTEE IN PREPARATION FOR EXPECTED FACTIONAL SPLITS IN THE PARTY. ACCORDING TO TODAY'S DIE WELT, THE PRESENT DEPUTY CHAIRMAN OF THE PARTY, SCHOLLENBERG, WILL BE REPLACED BY FOUR RIGHT-WING SPD'ERS, INCLUDING ADOLF SCHMIDT OF THE MINERS UNION, I.G. BERGBAU, AND HORST SEEFELD, SPD MEMBER OF THE FEDERAL PARLIAMENTARY DEFENSE COMMITTEE. ALTHOUGH WELT REPORTS THAT THE CHANGES ARE BEING MADE UPON THE RECOMMENDATION OF THE SPD PARLIAMENTARY DELEGATES' LEADERSHIP, LEFT-WING FEDERAL PARLIAMENT MEMBERS OF THE SPD WILL SUBMIT A COUNTER-SLATE TO SCHMIDT'S.

NORTH VIETNAM CALLS FOR U.S. TIES, RECONSTRUCTION AID

JUNE 4 (IPS)--NORTH VIETNAM PREMIER PHAM VAN DONG YESTERDAY CALLED FOR COOPERATION BY THE UNITED STATES WITH THE 1973 PARIS AGREEMENT STIPULATING THE U.S. OBLIGATION TO CONTRIBUTE TO THE RECONSTRUCTION OF NORTH VIETNAM, AND LINKED THIS COOPERATION TO AN OFFER OF NORMALIZATION OF RELATIONS, ACCORDING TO VARIOUS PRESS REPORTS TODAY. IN HIS SPEECH TO THE NATIONAL ASSEMBLY IN HANOI, DONG ADDED THAT HIS COUNTRY WELCOMED ASSISTANCE FROM ALL COUNTRIES AND INTERNATIONAL ORGANIZATIONS TO HELP IN RECONSTRUCTION.

IN A RELATED DEVELOPMENT, HUONG TUNG, EDITOR OF THE COMMUNIST PARTY NEWSPAPER NHAN DAN, EMPHASIZED THAT DIPLOMATIC RELATIONS WERE A PREREQUISITE TO ECONOMIC RELATIONS. DEVELOPMENT PROJECTS LIKE THE NOW-CLOSED OFF-SHORE DRILLING OPERATIONS OF AMERICAN OIL COMPANIES TUNG ADDED, "WOULD BE BENEFICIAL NOT ONLY FOR OUR PEOPLE BUT FOR THE AMERICANS....IF THEY WANT TO COME BACK, WE MUST HAVE RELATIONS. WE ARE NOT FOR A CLOSED-DOOR POLICY."

TRAN PHUONG, DIRECTOR OF THE HANOI INSTITUTE FOR ECONOMICS, ALSO EMPHASIZED IN A RECENT INTERVIEW THAT HANOI IS RESOLVED TO UPGRADE THE COUNTRY'S TECHNICAL LEVEL WITH A CONCERTED EFFORT TO PROMOTE INTERNATIONAL EXCHANGE OF TECHNOLOGIES, CITING JAPAN, FRANCE, SWEDEN AND OTHER COUNTRIES AS HANOI'S FIRST PARTNERS IN SUCH COOPERATION.

IV. CONTINENTAL

LEAA ACCUSES FBI OF CREATING GESTAPO

JUNE 4 (IPS)--THE LAW ENFORCEMENT ASSISTANCE ADMINISTRATION YESTERDAY ISSUED A 19-PAGE REPORT DENOUNCING THE FBI'S PLAN TO INSTITUTE A COMPUTERIZED MESSAGE-SWITCHING CAPACITY THAT WILL ENABLE THE FBI TO MONITOR AND CONTROL ALL COMMUNICATIONS AND DATA FROM STATE AND LOCAL POLICE AGENCIES AND DEPARTMENTS.

DESPITE THE PHONY DEBATE NOW RAGING BETWEEN THE TWO ROCKEFELLER-CONTROLLED AGENCIES, THE CAPACITIES WARNED OF IN THE LEAA REPORT ALREADY EXIST UNDER THE LEAA CONTROLLED "NLETS" SYSTEM AND HAVE BEEN EXTENSIVELY USED ILLEGALLY TO DETAIN U.S. LABOR PARTY MEMBERS.

END EARLY NEWS ROUNDUP FOR WEDNESDAY, JUNE 4, 1975.