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IPS DAILY REPORTS FOR JULY 14 through JULY 20

POLITICAL ECONOMY

Debt Threatens World Trade

July 16 (IPS) — French President Giscard's proposal for an international monetary conference next September and West German Christian Democrat Todenhoefer's call for a development conference in the same month contain a deadly blunder: by September there will be no monetary system or world economy left to discuss. Not, that is, unless underdeveloped countries join the trading nations of the industrial world in immediate debt moratoria against the dollar debt of Rockefeller banks and their enforcers, the World Bank and International Monetary Fund.

Within the next three months, the international trade of Third World countries — almost a quarter of a trillion dollars in goods per year — will be cut in half by the debt crisis exploding throughout this sector. The leading industrial nations of Western Europe and Japan will watch their exports drop by roughly a quarter from their present depressed levels, already down by a quarter of their previous year's value.

The International Caucus of Labor Committees will present a set of measures for debt moratoria and convening of an International Development Bank to key Third World and advanced sector governments, in preparation for next month's meeting of 104 Third World countries in Lima, Peru. Among those countries whose lives are at stake, there are no illusions left about their ability to survive the next quarter of this year under Rockefeller rule. In every case there is one question: "What do we do to stop this?"

Refinancing Comes First

Behind the trade collapse is about \$30 billion in short-term "trade" credits extended to Third World countries and certain advanced sector basket-cases like Great Britain and Italy. This credit, issued by U.S. banks and their subsidiaries in the Eurodollar market, has nothing whatsoever to do with

trade. Every penny went towards short-term refinancing of the Third World's \$140 billion debt burden, using the exports of these countries as mere collateral. Without the formation of the IDB, Third World demand for imports from the advanced sector will dry up completely. The economies of Western Europe, heavily dependent on export trade, cannot long survive without Third World markets.

Previously, the central bank of an underdeveloped country provided the dollars needed to purchase food, fertilizer, or technology abroad. But at the beginning of 1974, foreign banks stepped in to finance trade — graciously permitting the central bank to exhaust its last penny on debt service.

Between Feb. 1974 and Feb. 1975, U.S. banks tripled their payments to this refinancing pool to a total of \$15 billion, mostly in 90-day paper. The following examples (see table below) show the magnitude of this operation.

All of the wave of credit default which began around the June 30 international payments bottleneck is concentrated on this area of trade financing. Bluntly, this means that every dollar of unpaid debt comes directly out of trade. Unpayable debt of this category includes \$6 billion for Mexico; \$800 million for South Korea; \$1.3 billion for Argentina; \$2 billion for Indonesia; \$900 million for India; \$500 million for Egypt; and \$1 billion for Zaire.

Great Britain's short-term debt on trade account amounts to \$3 billion, which cannot be re-fi-

nanced, authoritative financial sources state.

Model: Chile and Brazil

In sum, the \$30 billion in short-term trade credits now in jeopardy, which account for \$120 billion of Third World trade on an annual basis, will obliterate half of this sector's imports within the next three months. By staking all short-term refinancing to trade flows, the Rockefeller banks are in position to punish a defaulting country with an immediate cutoff of essential imports. The model for this brand of mass murder is Chile, which failed to pay its debts at the beginning of this year. Since then, the shutdown of import credits has cut food imports into the country by more than half, reducing the population's diet to a per capita daily average of 1500 calories, less than required to maintain biological functions.

Brazil's plagues, bred by starvation, will begin to breed throughout the entire underdeveloped sector starting now, as long as the Rockefeller banking apparatus keeps its stranglehold on Third World imports.

Since New York banks wrote off Argentina's \$3.5 billion in debt service as a dead loss last week (see p. 16), prices of food staples in that country tripled.

Chain-Reaction

Aggravating the crisis, non-payment of debt by bankrupt countries is having a chain-reaction effect on the international banking network. "We're in real trouble," complained the top economist for a large international bank, who asked not to be identified.

U.S. Bank's Short-Term Trade Credits

	Feb. 1974	Feb. 1975
Brazil	\$ 900 million	\$ 1.5 billion
Mexico	\$ 1.373 billion	\$ 2.1 billion
Korea	\$ 403 million	\$ 1.6 billion
Africa	\$ 388 million	\$ 875 million

"There's no solution." Already, the 25 per cent attrition in international trade since last year has wrecked the shipping market, putting \$30 to \$40 billion in short-term shipping finance loans into the "bad debt" category. One New York bank is now reviewing every maritime loan in its portfolio, a procedure normally reserved for floods, earthquakes,

and revolutions.

The combined effect of these loan defaults will blow the unstable Eurodollar market out of the water, forcing banks to pull in short-term loans rather than rolling them over.

There are two alternatives open to the Third World: stop debt payments to the Rockefeller stranglers or die. Debt moratoria

must be made on a simple political condition: stop payment to Rockefeller institutions and immediately make the necessary arrangements to continue trade with the Soviets, their allies in the non-aligned group, and those sections of advanced-sector industry willing to collaborate. There is no more time to muddle over which direction to choose.

World Dollar Debt Moratorium Now... Or Fascist Economic Reorganization

June 16 (IPS)—Bankrupted countries throughout the Third World, unable to meet payment schedules on their dollar denominated debt, are now declaring de facto debt moratoria. The accelerated rate of economic collapse into catastrophic levels since the June 30 deadline for world-debt payment, has made increasingly clear that the bankrupt dollar system can no longer support the mass of its accumulated debt. Now the question facing Third World countries and municipalities in the advanced sector is: debt moratoria, chaotic or orderly? Who will pay? Rockefeller or the working class?

Third World countries such as Zaire, Chile, South Korea, and Argentina are currently without any means of paying their debt on any account. The redoubled collapse of world trade will effectively sever the underdeveloped sector from the sphere of dollar credit thereby reducing the entire Third World to present levels of economic drought as exist in Zaire or Chile.

What is required if world economic activity is not to grind to a total halt is immediate emergency moratoria on all major categories of especially dollar-denominated debt from such reliquaries of the 1944 Bretton Woods System as the International Monetary Fund, the World Bank, and their replacement with the International Development Bank.

Catch 22

The alternative is the type of debt moratoria offered by the proponents of cannibalism from the notorious Club of Rome. Dutch economist Tinbergen, writing on contract for Aurelio Peccei recommends a one-year suspension of debt payments for the world's poorest countries. Such a reprieve would be accomplished by a process of capital infusions to the tune of \$30 billion—precisely the amount of presently outstanding Third World debt which cannot be rolled over by existing credit arrangements.

Such suspension measures are a worldwide effort by the Rockefeller financier faction to enforce

renewed levels of genocidal Schachtian looting against the world's population as a whole. Through their control of trade financing, Rockefeller-faction controlled banks now have effective first lien on Third World revenues. The direct conditions of the Club of Rome's recommendations are that the receiving countries use capital infusions for population control—i.e. genocide.

More broadly, fresh dollar credit would only be issued on the basis of even tighter import controls and commitments to export everything that can be moved—the looting process that Nazi Germany inflicted upon the occupied countries of Eastern Europe. Recent measures taken by the governments of Mexico, Zambia, and mooted by the government of Britain demonstrate this point.

Deadly Results

It is indicative that capitalists cheerfully point to Brazil as the pilot project in such efforts. That country's plague infested depleted population is in no political shape to resist increased levels of fascist looting which accompany the suspension of debts.

The case of Naples indicates the medieval condition in which advanced sector cities will soon fall under such arrangements. The bourgeois daily La Stampta admitted this week the "city is reduced to a dung pit." Sanitation men have been on a three-day strike since the city has no money to pay them. In this city where three out of four men are out of work, the municipal government does not have the money to pay its workforce for the month of July. Hospitals are now sending home the sick for lack of supplies or personnel, and pharmacists are refusing to sell medicine because they have not been paid by the city.

Under conditions where continued debt payments can only result in suicide, arguments to the effect that debt moratoria will endanger the declaring country or authority's trading or credit rating are nothing but the

worst kind of scholasticism. The international banking institutions under the control of the Rockefeller financier faction have already embargoed world trade and credit for trade in practice.

What Third World governments hysterically fear will occur if they declare debt moratoria is in fact happening now because they refuse to call emergency debt moratoria. The bankrupt dollar sector, bloated with its past debt cannot extend credit for anything except refinancing its own debt repayments, as long as the book values of the investments on which the interest payment are maintained. The result throughout the Third World has been the catastrophic decrease in trade and production (see article page 1), which now threatens to bring down the advanced sector economies with it.

Political Reality

But the declaration of de facto debt moratoria without a concomitant commitment to establishing three way trade deals with Comecon and the advanced sector along the lines of the IDB, are only a one-way ticket to hell. In the past month, political resistance from the Argentine working class combined with the hatred expressed in even that country's military for the idiotic policies of the contemporary Latin successor of the ill-fated Rasputin, Lopez Rega, have made government payment on its outstanding \$3.6 billion worth of debt impossible. Workers will not tolerate the levels of austerity required to pay it. Capitalist political factions, terrified by the example of Brazilian hell-hole to the north, will not support the bloodbath policies required to subdue the working class.

This however, has not solved anything, as Argentina's economy continues to collapse. The Argentine mass political upheavals are but a foretaste of the chaos that will ensue throughout the Third World if the Rockefeller faction attempts to ram through the levels of looting it demands.

This is precisely why the ICLC insists that the imposition of debt moratoria be an orderly process.

There is no alternative. Otherwise it is a full descent into the depths of the deepest depression in 400 years coupled with the severest social dislocation and chaos that humanity has ever experienced.

To avoid that, Third World and advanced sector debt moratoria must be organized in coordination with the Comecon sec-

tor's massive plans for economic aid and trade with the depression-ravaged sector. Such three-way collaboration is necessary to effect the most rapid possible recovery out of the depression. The advanced world's idled industrial capacity is required to overcome short-term bottlenecks in parts and supplies etc., in addition to the manufacturing

capacity which the Comecon sector, for example, lacks.

Such measures must be on their way to implementation by this fall. Present levels of collapse leave no choice in that regard. The stranglehold of Rockefeller's dollar must be broken, and alternate credit and trading relations put in its place.

Bank Liquidity Crisis

To Shut Down U.S. Economy

July 19 (IPS) — Devastating evidence has crept out from under the public relations lid to show that the "top ten" U.S. banks are already virtually bankrupt — except for their capacity to strip down the rest of the American economy. The Rockefeller financier gang, the U.S. Treasury, and the Federal Reserve's Board of Governors are conspiring to delay the coming bank bust through the devastation of economic activity in the U.S. sector.

Between the Oct. 1974 industrial downturn and the end of this year's second quarter, banks swallowed the following doses of bad loans:

- * \$12 billion in loans to bankrupted Real Estate Investment Trusts, speculative outfits which borrowed short-term money and re-lent it to the failing construction industry.

- * Over \$12 billion in "construction and development loans," that is, direct lending to the same bankrupt sector.

- * \$6 billion to \$8 billion in short-term loans to the shipping industry, bankrupted by the collapse of international trade.

- * Over \$20 billion in short-term re-financing, in the form of "trade credits," to underdeveloped countries who are defaulting in the worst bankruptcy since the 16th century.

- * An undetermined number of tens of billions of uncollectable loans to failing economic sectors, principally municipalities, the retail trade, textiles, aerospace, and auto, to cite only the worst-off industrial categories.

- * A similar number of tens of billions in consumer loans made uncollectable by the second wave of industrial layoffs, spreading out from steel, chemical and rubber, which gained momentum during the past two weeks.

What, Me Worry?

This situation, which puts more than 20 per cent of bank loans in the "non-earning" category, does not by itself worry bankers. During the past six months, banks have quadrupled their rate of return on lending, which is measured by the "spread" between the rate banks pay to depositors and other sources of money, and the rate at which they lend out to their victims.

During the speculative spree of 1974, when corporations loaded up \$40 billion of inventories on short-term bank loans, banks skimmed a measly 0.4 per cent "spread" off their loans to "top corporate borrowers" — which is to say that they skimmed a good deal more off loans to the overwhelming majority of corporations who did not qualify for "prime" rates. At present, the "spread" on prime loans is four times that of a year ago, or 1.60 per cent.

This stranglehold on the productive sector of the economy has permitted commercial banks to raise their profits enormously during the first half of 1975, despite a cutback in their volume of business to the productive sector by over \$20 billion during the same period. According to banking sources, Federal Reserve chairman Arthur Burns has not only encouraged but enforced this

practice, in the name of "banking prudence."

The accompanying table gives the "before and after" pictures for the looting process described above. Banks known to be in the worst position among the Rockefellers panoply, including Chemical New York, First National City Bank, Girard Trust, and Chase Manhattan, had profits respectively 31 per cent, 18 per cent, 67 per cent, and 35 per cent above their 1974 levels. But a group of banks, predominantly Southern, showed massive profit declines, including the Trust Company of Georgia, Union Bancorp, North Carolina National Bank, and others. Following a five-year "boom" period of speculative looting, these banks are going down with the collapse of the Southern real estate industry.

How The Top Banks Are Surviving

	Net operating income		Net income	
	2nd qtr. 1975 Millions of dollars	Percent change vs. 1974	2nd qtr. 1975 Millions of dollars	Percent change vs. 1974
Bank of New York	\$8.2	+ 6%	\$8.1	+ 5%
Chemical New York	28.4	+31	28.0	+29
Citicorp	95.2	+18	94.8	+18
CleveTrust	10.2	+ 6	10.3	+10
Crocker National	10.2	+42	10.2	+42
First Banc Group of Ohio	4.4	+ 3	4.4	+ 6
First National Boston	11.5	-21	11.4	-13
First Union	4.8	+24	4.7	+23
Girard	4.4	+67	4.4	+65
Harris Bancorp	6.8	+10	6.8	+10
Manufacturers National	4.8	+ 6	4.8	+ 6
Marine Midland	10.2	+ 2	10.0	0
Mercantile Bancorp	5.9	+14	5.6	+ 9
Morgan (J. P.)	45.0	+ 4	43.6	+11
NCNB	5.2	-14	5.1	-22
National City	7.8	+28	7.2	+34
National Detroit	12.8	+21	12.8	+24
Nortrust	6.4	+ 7	6.1	+21
Philadelphia National	6.6	+ 2	6.2	0
Pittsburgh National	7.5	+ 9	7.1	+17
Republic of Texas	9.9	+ 7	9.9	+ 7
Riggs National	3.6	-18	3.6	-20
Security Pacific	17.2	- 5	17.4	- 4
Southwest Bancshares	4.4	+ 2	4.4	+ 3
Sun Banks of Florida	0.2	-96	0.2	-95
Trust Co. of Georgia	1.1	-70	1.1	-69
Union Bancorp	3.7	-40	3.7	-31
Valley National Bank of Arizona	4.4	- 2	4.4	- 1

Within the next three months, the high-riding Rockefeller banks will go through the same trap-door that has already opened under their country cousins. Within six months, the U.S. banking system will blow to pieces — for the simple reason that there will be nothing left in the U.S. sector to loot! Indeed, this projection of a six-month life span for Chase Manhattan Bank and its fellow pirates rests entirely on the passive acceptance of mass unemployment, mass destruction of city services, tax increases and wage New York's man-eating Big MAC is the best example of this: Big MAC's long-term bonds, whose saleability is the ostensible motive for the RAND Corporation's murderous cutback proposals this week, is over 9 per cent tax-free, or the effective equivalent of 25 per cent interest compared to taxable bank assets. As a spokesman for First Boston, one of the key banks behind the Brazilian model, put it, "liquidity is a question of the political environment that exists to guarantee these loans."

This process confused the hell out of the editors of Forbes Magazine ("The Capitalist Tool"), who complained that the following two statements are "both correct": "1) Banks are making record profits. The spread between the cost of money to them and what they can earn in interest has never been greater. 2) Banks are loaded up with tens of billions in doubtful loans."

quadruple their rate of return on loans, then three-quarters of their loans can go bad, while earnings can remain at the same level as previously — at least theoretically.

In practice, the devil takes his due over the normal quarterly payments period. Look at Big MAC again: the \$650 million in MAC bonds which New York banks swallowed during the first note issue earlier this month are frozen, unsaleable assets, untraded on the open market, since they depend entirely on the day-to-day capacity of the bankers' thugs in the City government to enforce their collection. This is no accident. To the extent that the banks slap state controls on the economy to enforce debt payment, bank assets become the spoils of war, frozen and illiquid (cannot be turned into cash). Nazi Finance Minister Hjalmar Schacht issued a financial instrument identical to MAC bonds to finance the Nazi war machine, "blocked bills" which banks were forced to absorb but could not cash in.

Panic

David Rockefeller's short-term plans for pulling through the depression only ensure that illiquidity will rush in on the banking system from all sides, forcing the cancellation of outstanding loans to businesses, further bankruptcies, further emergency pulling-in of cash to the banks, and so on, in a whirlpool that will destroy the U.S. economy.

This situation has panicked the Federal authorities to the point that full-scale factional war has broken out between the Securities and Exchange Commission and Sen. William Proxmire's (D-Wisc.) banking committee on one hand, and the Federal Reserve, the Treasury, and the banks on the other. By demanding disclosure of bad loans, the SEC two months ago forced two of the "top ten" banks, Chemical and Manufacturers Hanover, to cancel bond issues. "A bad loan does not itself offer a liquidity problem," one expert says, referring to the looting capacity of the banking system. "But if it is publicized," he adds, "then you have real problems." The Treasury's Controller of the Currency, responsible for inspecting banks' loan portfolios, and the Fed claim that unless the real situation is covered up, there will be an immediate panic. According to sources in the Controller's office, the loans on the books of U.S. banks to only three Third World countries are rated "substandard," although at least 20 countries are completely bankrupt!

After IPS reporters made enquiries about the health of Manufacturers Hanover, a bank spokesman immediately contacted the agency and begged it not to publish what it knew. "We're really in good shape," the banker pleaded. "If you're looking for loan losses, try First National City — their losses are five times as bad as ours!"

SPECIAL REPORT

FBI Orders 'Open Season' on USLP

READING, Pa., July 15 (IPS) —In an effort to block the continuing U.S. Labor Party investigation of CIA-LEAA gun- and dope-running operations centered here, the FBI has ordered the National Revolutionary Army (NRA), an amalgam of agents, American Nazis, and Ku Klux Klaners to declare "open season" on the USLP.

According to reliable sources, FBI agent David Allen Raley met recently with NRA head Phil Meier to order him to mobilize his organization for attacks against the Labor Party. Meier was given assurances that NRA members would not be prosecuted for attacks on USLP members or supporters—especially members of the USLP investigative team.

On Saturday, Meier, accompanied by several NRA members armed with Mausers, shotguns, and Browning .45 automatics threatened the lives of IPS investigators Scott Thompson and Steven Douglas. Meier called Douglas "an FBI agent" and Thompson a "KGB agent sent from Moscow." Similar slanders of the Labor Party as "KGB" or "FBI" have been traced to the

CIA, FBI and related police agencies.

According to the same sources, the FBI has instructed LEAA operative Lt. Goldberg of the Reading police department to coordinate the attacks. Goldberg, together with Mario Carcello, a U.S. Treasury Agent from the Alcohol, Tobacco, and Firearms Division has been on a continuous deployment to stop the Labor Party investigation. Carcello's wife told USLP investigators late last week that her husband was "out all night—again (looking for the Labor Party)." Goldberg is known to have been with him.

According to reports, the NRA emerged from the previous FBI—rightwing amalgam, the American Revolutionary Army, shortly after the latter group successfully kidnapped Atlanta Constitution editor, Reg Murphy last year. It is alleged to have "secret" phone booth-size affiliates in the corridor extending south from Reading.

The NRA is also linked to the Secret Army Organization on the West Coast, an operation set up explicitly to attack leftists. The Secret Army Organization was

exposed recently by major West Coast new sources as being run by Army Intelligence and the FBI.

The NRA attacks are being coordinated through the FBI and LEAA with continuing escalated attacks in the Reading area by the FBI—Maoist operatives.

On July 10 in Reading, Labor Party organizer Nancy Dorfman narrowly missed being run over by a speeding yellow Volkswagen. IPS has traced that car to Bertram Jones, an FBI operative who was indicted in 1971 for stealing the explosives used in the KKK—FBI school bus bombings in Pontiac, Michigan. Jones currently heads the

Reading branch of the Revolutionary Union (RU), a Maoist-fascist group involved in transporting explosives and weapons to the FALN, the Weathermen and other FBI terrorist operations.

Several NRA members are known to be members of the RU as well.

The forthcoming issue of this newspaper will contain a detailed exposure of CIA—LEAA Reading operation.

LEAA Gestapo Operations in Reading, Pa.

July 1975

U.S. Labor Party

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In 1968, with the establishment of the Law Enforcement Assistance Administration (LEAA) by the Omnibus Crime Control and Safe Streets Act, the Rockefeller cabal began in earnest to consolidate a national police state apparatus in the U.S. Through this "legal" funding conduit, massive criminal activities were generated, including large-scale behavior modification brainwashing; the undercutting of parliamentary democracy through "reforms" in police, criminal justice and prison systems towards computerization, militarization and self-policing methods of small-group control; and the creation of terrorist countergangs.

To carry out this domestic Central Intelligence Agency operation, large numbers of "retired" CIA agents were brought directly into the LEAA and its state and local components. Nowhere is this more glaringly the case than in Pennsylvania. Until March 1974, the state LEAA apparatus was headed by Drexel Godfrey, executive director of the Governor's Justice Commission (GJC). Before coming to Harrisburg as a special Shapp appointee, Godfrey was the Office Director for the CIA. As late as 1972, while officially holding only one job—that of GJC head—Godfrey listed his address in *Who's Who in America* as: "CIA headquarters, Langley, Va."

In 1971, through monies provided by Model Cities and the LEAA, Gerard Fulcher was brought to Reading, Pa. and installed as director of the areawide Criminal Justice Coordinating Council (CJCC).^{*} Prior to Reading, Fulcher claimed to have spent five years as a foot patrolman in New York City. Persistent attempts by NCLC intelligence investigators to confirm Fulcher's employ with the NYPD have met with denials by the personnel department that anyone by that name has ever been listed in their employ. As recently as one week ago, the NYPD further insisted that there was no possibility that there was an error in their records.

Reliable sources in New York City have explained this "mystery" by reporting that Fulcher's job with the NYPD was as an undercover agent for the CIA-trained and controlled Bureau of Special Services (BOSS). One of his assignments was to infiltrate the Columbia University student strike as an inside man in the Ford Foundation's wrecking operation.

As early as 1968, with the LEAA first getting off the ground nationally, the ground was being laid locally for the complete LEAA takeover of local government and police operations in Reading. Based on a study by a Philadelphia-based consulting firm, McCann Associates, Paul Goldberg was appointed to a special post as a Lieutenant in the Reading Police Department, responsible for monitoring subversive activities, corruption within the city government, and other areas equally vague in definition. In fact, coverage in the Reading newspapers at the time indicated that no one in city government could explain exactly what Goldberg's responsibilities would be. Only McCann Associates seemed to understand the nature of the new position.

NCLC investigators, however, have been unable to turn up any records of a "McCann Associates" being registered with the state of Pennsylvania during that period. In the same way that the CIA set up New Goals Incorporated as a cover operation for British agent "John Rees" in Newark during the same period, McCann Associates was merely a convenient cover for direct CIA intervention into the Reading city government at a time when the LEAA was not yet off the ground.

^{*}In 1973, Fulcher quit the CJCC and set up a private LEAA funded "think-tank"—the Institute for the Study of Criminal Justice Systems—at Alvernia College, a nearby girl's catholic institution. It has been reported to the NCLC that a large weapons cache is hidden on the campus.

From within the Burks County (Reading) area, other necessary steps were taken to pave the way for LEAA rule. Through a "Watergate" operation funded by the Russel Sage Foundation and directed by Charles Raith, a political science professor at nearby Albright College, the old-line Democratic machine was shaken up by corruption charges. Through his political science seat, Raith was funneled Model Cities and LEAA monies to conduct a series of studies on police and local government reorganization. As City Charter Commission consultant, member of the Police Advisory Board of Model Cities and representative of Reading to the Governors Crime Commission, Raith was directly responsible for the appointments of Goldberg and Fulcher.

With Godfrey, who made frequent trips to Reading to meet with Fulcher, coordinating the statewide LEAA operation, and with Raith, Goldberg and Fulcher set up in Reading, the command and control had been set up through which the LEAA could move with a free hand in central Pennsylvania in the early 1970s.

The Pontiac Bus Bombing

In August, 1971 in Pontiac, Mich., 14 school buses were blown up by the Ku Klux Klan. Several months later, a secret (sealed) indictment was handed down by a Federal Grand Jury in Philadelphia against four Reading area residents, charging them with having provided the explosives used in the Pontiac explosions. These men were Bertram Jones, Thomas Kanger, James Colbert and Roy Frankhouser.

All four of these men, as well as Charles Simms, who actually planted the bombs, were working for Federal agencies at the time. The Pontiac KKK and the National Action Group (NAG) run by Irene McCabe were FBI and LEAA created countergangs whose actions were intended to trigger a nationwide wave of violence around the bogus issue of school busing. In this "Operation Chaos," LEAA-run Reading, Pa. was slated to be a key depot point for the guns and explosives used by left and right-wing terrorist groups throughout the country.

Over the past four years, six to nine tons of explosives have been conduited through Reading to the KKK, the Weather-underground, Puerto Rican nationalist groups (believed to include the FALN—Armed Forces for the Liberation of Puerto Rico), black terrorist groups and other right-wing formations in the Midwest. The Revolutionary Union (RU) Maoist gang, of which Jones, Kanger and Colbert are members, has worked in coordination with Reading-based Special Agents of the Alcohol, Tobacco, and Firearms division of the Treasury Department, with LEAA-controlled local police including Goldberg, and with area underworld figures in carrying out this gun-explosives running operation.

How It Operates

Jones, Colbert, Kanger—along with two other RU agents Norman DeBooth and Leymond DeBooth—made frequent trips to the Anthracite Coal Company, DuPont Chemical plant, and the Herculese and Trojan plants; where they would fill out dummy invoices and remove cases of explosives including Superprimer No. 50, electric regulator caps and dynamite. Leymond DeBooth, who was the driver on these pick-up trips, had access to government trucks, which were used on occasion.

Sources in Reading have reported that this operation is funded by the LEAA through a special "drop fund." The money is actually passed on via ATF agents Mario Carcello and Edward Sleman, who in turn work closely with Goldberg.

Some of the guns and explosives are conduited through local "Mafia" figures. In 1973, part of a shipment of 15 cases of M-16 rifles stolen from a Pittsburg area armory were funneled into Reading through Arlen Shadler. Identified as a key employee of Reading bail bondsman Joe Biancone (whose

other activities include running cigarettes, clothing and guns on the black market), Shadler is also employed by the ATF, FBI and CIA on a special-assignment basis.

Among Biancone's other business associates are Goldberg's two brothers—Michael and Melvin. Michael is a Federally licensed gun retailer, and a major source of guns for Mafia operations. Melvin is the major bookie in the Burks County area. He has been arrested twice in the last 15 years.

Through their "official" positions as the local and Federal police agents charged with investigating all cases of gun-explosive running, Goldberg—who now heads a special ten-man unit of the Reading police department called the "72 Squad"—Carcello and Sleman have up until now kept a lid on any serious investigation into the Reading operation. On at least one occasion, local police had obtained information that Bertram Jones' house was being used as a storage point for guns, explosives, etc. and were prepared to make a bust. Through Carcello and Sleman, word came down "from above" to call off the investigation.

The Current Coverup

Since March, 1975, a number of individuals directly involved in the gun-explosives conduiting, and therefore potentially key witnesses in any open inquiry, have been silenced.

Charles Simms, the Pontiac FBI operative who planted the August 30, 1971 bombs and who also made two trips to Reading to purchase the necessary explosives from Jones, was arrested last year by Detroit police, when a stolen truck that he was driving was found to contain explosives and machine guns. Simms was placed in Springfield, Missouri Federal prison—notorious as a behaviour modification brainwashing center run by the LEAA. He was briefly sent to Terre Haute prison where he was severely beaten while allegedly trying to enter a Black Muslims meeting. As the result of injuries sustained in that incident, Simms was secretly returned to Springfield where two brain operations were performed on him. Simms has been officially judged to be psychologically unfit to serve as a witness in the case by prison physicians.

On March 13, 1975, Norman DeBooth was murdered at 537 Franklin Street in Reading. Charles Clarence Williams, who shared that address with Leymond DeBooth, was charged with the murder and placed on trial on June 18. Two days later, the proceedings mysteriously ended in a mistrial. Based on new information received by District Attorney Robert Van Hoove after both attorneys had finished their closing statements, Judge James V. Bertolet dismissed the jury, remarking, "I know you have been inconvenienced, but by the end of this year, the panel will remember this week more than any other."

Immediately following the Judge's ruling, Van Hoove impounded all of the Court records, banned any statements by any participants in the case and began interviewing witnesses. One of the first witnesses was Lt. Paul Goldberg.

On June 9, 1975 an obituary for Thomas Kanger was printed in the Reading Times, reporting that he had been murdered in Palo Alto, Pa. According to the Schuylkill County coroner's office, Kanger died of a shotgun bullet in the throat.

A further NCLC inquiry through the Reading District Attorney's office revealed that Kanger had been killed by Zabe Besco in an argument over Besco's wife. Besco has been identified as a collaborator of Arlen Shadler in the M-16 theft. He was subsequently released from jail, his actions classified as justifiable homicide. However, James Colbert, who witnessed the murder of his brother-in-law, was placed in Dallas County, Pa. prison on the basis that his presence at the scene of the murder was a parole violation. Colbert is still in jail.

Roy Frankhouser, who was arrested by Carcello in February, 1974 and charged with possession of 931 lbs. of explosives (although Carcello actually confiscated 4.5 tons in

the raid), was targeted on July 15, 1975 for potential assassination by CIA journalist Hilferty of the *Philadelphia Inquirer*. In an article entitled "How a Nazi-Klan'er Became A U.S. Agent," Hilferty identified Frankhouser as a key government witness in not only the Pontiac case but a second sealed grand jury investigation into Arab terrorist Black September activities.

Hilferty's article cited a triple sealed Grand Jury transcript on Frankhouser's infiltration of the Black September operation. Orders for that seal came directly from the National Security Council, headed by Henry Kissinger. No one below top NSC level, therefore, could have authorized the leak to Hilferty. This desperate move, which enables the NCLC to make direct connections between Kissinger and the Black September CIA operation, was aimed at diffusing the NCLC's disclosure of information received on exactly that connection. Hilferty's weak coverup merely forces the Labor Committees to somewhat prematurely release its full documentation of direct National Security Council-RAND Corporation planning and coordination of all major international terrorist operations; including the slaughters at the Munich Olympics, the Hague bombings and the recent murders of two French DST agents.

A secondary but significant feature of the Hilferty piece was the setting up of Frankhouser for CIA assassination, which would be passed off as the act of an angry right-winger, incensed that Frankhouser had been turned by the CIA.

NCLC sources have identified Frankhouser's role in the CIA as that of a high level security checker. Assigned by the CIA, FBI, ATF to infiltrate "enemy" organizations to gather information for criminal charges, Frankhouser's reports were used to determine whether there were any potential leak points through which activities could be traced directly back to one of the intelligence agencies.

It is likely that Frankhouser only became aware of the actual nature of his assignments after several years and that his February, 1974 arrest was actually a frame-up aimed at placing pressure on him to keep his mouth shut. It is a common practice within the "intelligence community" to use Mafioso blackmail and terror tactics as a method of control over agents whose activities put them in possession of too much "classified information." Frankhouser, whose involvement in the explosives raid was probably that of an unwitting "fall-guy" setting up a "buy-bust," was locked up on \$150,000 bail; Kanger and Colbert who were arrested with him were let out on \$500 each.

The Hilferty Connection

Hilferty was a perfect source for the CIA black propaganda "leak" that appeared in the June 13 *Inquirer*. A close collaborator of Charles Raith, Hilferty wrote a series of articles at his request that "exposed" the corruption within the Reading Mayor's office and Police Department at precisely the point that Raith was moving in for the kill on the old line Democratic machine in Berks County.

At that time, Raith was working for E.J. Charter Corporation of Philadelphia. Charter, housed in the office of the Philadelphia National Bank, specializes in "Watergating" operations against intransigent political organizations. It is funded by the Russell Sage Foundation, notorious as a funding conduit for "studies" in counterinsurgency.

In the case of the Reading "study," the preconditions were set through the corruption exposures for the dumping of the old Democratic machine and its replacement by the Berks County Independent Democrats (BID)—run by Raith, leading Reading banker Sidney Kilne and Mark L. Brown, a labor relations "expert" and personal collaborator of Leonard Woodcock and CIA agent Ed Schwartz.

Reading RU

The NCLC full exposure of the Reading-based LEAA gun-running operation was precipitated by an error of overreaction by the police agencies there in June, 1975. At that time, the Reading branch of the U.S. Labor Party reactivated a campaign that was initiated in Fall, 1974 to drive drug-pusher, brainwasher Dr. Steven Levin out of the area. Levin is an LEAA operative who runs the RU "cell" in Reading. He was deployed there in approximately 1972 from Lincoln Hospital in Bronx, New York, where he was involved in setting up the brainwashed terrorist Black Liberation Army.

Through a private medical practice in Pottstown, Pa. and a part-time staff position with Chit-Chat, a behavior modification center for Pennsylvania and New Jersey steel and auto workers funded by the LEAA, Levin has been a conduit for drugs to area youth. This was confirmed in Fall, 1974 when on two separate occasions, Labor Party organizers were attacked by gangs of white lumpenized youth who identified themselves as supporters of Levin and who accused the USLP of attempting to "dry up their source of drugs."

In mid-June, 1975, one day after Reading Labor Party organizers began circulating a poster-leaflet identifying Levin as a murderer, six members were arrested by Goldberg on blatantly phony charges of "using a bullhorn to express political ideas." The organizers were held in jail for several days when bail bondsman Joe Biancone refused to place bond.

On June 24, Labor Party mayoral candidate Mike Brennan was kidnaped by two carloads of federal agents. He had a sack placed over his head and was interrogated at gunpoint before being released.

Although as early as November, 1973, the NCLC had identified the Revolutionary Union as a fascist organization heavily infiltrated by the FBI, and as early as Summer, 1974 had established that the RU was originally created by the FBI and LEAA as a police countergang, the extreme measures taken by the LEAA in defense of the Reading RU operation were the first "hard evidence" leading to the full exposure presented here.

The core membership of the Reading RU are all agents: Jones, Levin, Kanger (deceased), Colbert, DeBooth (deceased). Jones' home at 321 South Sixth Street, Reading has a concealed room in which guns, explosives, drugs are stored; a printing press is also kept there.

Jones is currently Vice-President of the United Rubber Workers (URW) local at the Firestone Rubber plant. He was elected as a member of the Interested Member caucus, made up of RU'ers and members of the Reading area KKK. An ex-Marine, Jones was described by one Reading area source as a "gangster and a virulent racist who justifies his membership in the Maoist RU by claiming 'workers must be revolutionized!'" Jones' election to union office was made necessary when the previous union leadership endorsed the U.S. Labor Party's Emergency Agricultural Production Act of 1975 (EAPA). Although no hard evidence has been produced to date, it is likely that the election of the Jones slate was a fraud.

From a number of sources in Reading, cross-checked with previous NCLC investigations, William Hinton has been identified as the "controller" of the Reading RU operation. Hinton is a close personal friend of Raith. The Awareness Seminar at Albright College, set up by Raith—whose activities as an LEAA operative and a back-room political boss have not prevented him from establishing a cover as a leader of the area peace movement—has been the primary vehicle through which Maoism has been fostered among Albright College students and faculty.

Hinton's activities are not by any means restricted to Reading. He is a key figure in the international Maoist movement, whose involvement in the State Department-CIA "China Lobby" pre-dates Mao Tse-tung's seizure of power.

During the Second World War, Hinton was part of the Of-

fice of War Information (OWI) white-propaganda unit in China. From 1947-52, he remained in China as part of the United Nations' UNNRA contingent, training the Chinese in tractor technology. During this period, Hinton was also reported to be in the employ of the CIA's Agency for International Development (AID).

Hinton's famous book, *Fanshen*, a manual of labor-intensive agriculture and Chinese forms of "soft" brainwashing techniques, was released in the United States during the early 1960s following a much publicized court battle with the U.S. Immigration Service (which had confiscated the original manuscript). The publication of *Fanshen*, coming on the heels of the open Sino-Soviet split, marked the initial implementation of the Allen Dulles-RAND Corporation program for creating a Maoist movement internationally as a "left flanking" maneuver against the Soviet Union.

Along with Heide Bollinger, identified by several Burks County residents as a former East German Citizen, Hinton set up a GI coffeehouse in West Reading in 1967. It is through the coffeehouse—called *The Source*—that Hinton and Bollinger's Reading activities intersect with those of RAND operative Noam Chomsky. Through his position on the executive board of Resist, Chomsky was a major funding conduit for the GI (soon to be Maoist) movement.

Through Raith's Awareness Seminars, Hinton and Bollinger have been known to hold weekend sessions with area college students at which Maoist posters are hung, film slides of China are shown and "self and mutual criticism"—Chinese forms of Lewinite small group brainwashing—are conducted through which prospective recruits into the RU are screened. While most RU locals are composed of, on the average, 50 per cent dupes—usually drawn from anarchist petit-bourgeoisie student layers—the Reading RU is maintained as a totally agent operation. Student recruits from the Reading area are reportedly channelled into Philadelphia.

The Hartford-Brooklyn Connections

In late 1973, the Labor Committees received information that the LEAA was responsible for running guns and explosives through Hartford, Conn. and the Bedford-Suyvesant section of Brooklyn. Both of those operations were traced back to agents trained at the Chicago Saul Alinsky Institute. Before his death, Alinsky had done an extensive study of the structure of organized crime in the U.S. That study was used by the CIA both in that agency's takeover of the Mafia and in the creation of a parallel structure of ghetto street gangs, to be used as LEAA shock-troops, drug-pushers and gun-runners in the inner city.

The Chicago-based Black P. Stone Nation, one of the first and largest of the CIA street gangs, spawned both the Hartford and Brooklyn operations identified earlier. In Hartford, Leonard Sengali set up a Black P. Stone Nation. In Brooklyn, Chief Simeon formed a Black Israelite Temple affiliated with the Chicago B'nai Zakeem, itself an Alinsky spinoff.

The material uncovered by the NCLC in Reading has not only provided further corroboration of the LEAA-Mafia-Maoist nexus of gun and drug conduiting initially picked up on in Hartford and Brooklyn in 1973; but has provided the concrete leads through which similar investigations are now being conducted in those areas.

Vernon Higgins

On June 19, 1974, Vernon Higgins, then a U.S. Labor Party Congressional candidate in Pontiac, Mich. confessed to NCLC Detroit regional executive members that he was an FBI infiltrator. In the lengthy debriefing that followed, Higgins admitted to having previously infiltrated the Pontiac Ku Klux Klan during the period in which they were carrying out the bus bombings. In a signed affidavit dated June 20, 1974 Higgins stated that he had been directly involved in planting

the bombs under the buses. Hard confirmation that Higgins was working for the FBI was provided the following day when a Detroit Police-FBI raid on the Detroit Labor Party office was carried out on the basis of a warrant that identified Higgins as an FBI "informer."

In fact, Higgins' activities with the FBI went far beyond those of an informant. An NCLC investigation into the Pontiac bus bombings established it as a joint FBI-LEAA operation. Higgins' personal training in demolition, photography and electronics traced back to Naval Intelligence and CIA Bay of Pigs experience.

The Pontiac indictments against Jones, Kanger, Colbert and Frankhouser—taken in the context of the 1974 Higgins revelations—establish a hard chain of evidence of LEAA-FBI gun-explosives running between Pennsylvania and Michigan.

This connection was further substantiated on Thursday, July 3, 1975 when NCLC investigators David Hilty and James Khatami visited the home of Vernon Higgins to photograph him as evidence in both a Federal suit against the FBI and as part of the ongoing Reading investigation. Upon being photographed, Higgins screamed out, "You're from the Labor Party!" and then walked to his car, took out a revolver and fired six shots into the Labor Committee members' car as they drove away. Although Hilty and Khatami filed attempted murder charges against Higgins within hours of the incident, and although Higgins admitted that he fired the shots to both the Pontiac Police and the Oakland County,

Mich. newspaper (which ran a story citing Higgins' confession), it took nearly two weeks of pressure to get the Oakland Police to make an arrest. Higgins was immediately released on his own recognizance.

Addendum

Since the NCLC broke the Reading story in the June 30 edition of *New Solidarity*, further evidence has been gathered on the LEAA gun and drug running operation. A notebook was given to NCLC investigators containing the names of Mafia figures including "Gibraltar" Joe Biancone, Mario Carcello, members of both the left and right wings of the LEAA-FBI terrorist network, and local politicians. The names, addresses and phone numbers were compiled by Donna Natelle, a Reading prostitute and drug-pusher who is also suspected of being an FBI informer. Once before, in Fall, 1973 the NCLC came into possession of a journal compiled by an FBI informer. Gwen Decker had been sent into the Detroit RU by local FBI Special Agents who had instructed her to use any methods necessary to gather damaging personal information on the leadership.

On July 16, a story was run in the *Reading Eagle* leaking the fact that Paul Goldberg was directly responsible for the coverup of the murder of Norman DeBooth. The exposure of Goldberg's role represents the first public response to the NCLC disclosures and portends a far more serious fissure in the LEAA's control over Reading.

Portuguese CP Defeats Fascist 'March on Lisbon'

July 20 (IPS) — A Portuguese Communist Party (PCP)-initiated mobilization of the working class and its armed forces allies has defeated a right-wing coup attempt in Portugal this weekend. Mobilization leaflets issued by the PCP described the coup attempt as deliberately modeled after the 1926 fascist "March on Lisbon" which installed the detested Salazar-Caetano dictatorship.

The coup drive was to have culminated on Saturday night in a march on the government palace in Lisbon by a fascist mob led by the Portuguese Socialist Party (PSP). The rally drew a poor 50,000, despite the fact that this was a national mobilization of reactionary forces.

The PCP, the single Portuguese trade union confederation, Intersindical, and pro-working class military units had established barricades and checkpoints at all the entrance roads to the city to prevent fascist weapons and propaganda materials from being brought into the city. Saturday, the PCP issued a communiqué which stated starkly: "The reaction will not pass."

Also in Lisbon over the weekend to help coordinate the coup were a host of social democratic CIA agents, including Gian Carlo Pajetta of the Italian Communist Party (PCI) and Santiago Carrillo of the Spanish Communist Party (PCE), both longtime supporters of the PSP. The agents arrived for the intended coup under the cover of attending a PSP conference, "The Problems of Socialism," funded in part by the Swedish Social Democracy of agent Olof Palme.

Surrounded by armed worker and soldier detachments, and with military helicopters swooping low overhead, the fascists had to confine themselves to a small Lisbon park where they gave themselves over to three hours of howling which even drove away a number of their own, according to East German radio reports.

Within hours, it was learned that the PSP had not even won its "minimum demand": the ouster of Portugal's pro-

PCP Prime Minister General Vasco Gonçalves from the government. Instead, the Armed Forces Movement (MFA) — the pro-socialist officers and non-commissioned officer delegates who are Portugal's nominal government — issued a sharply worded communiqué denouncing the PSP attack on Gonçalves. The communiqué described Gonçalves as a "symbol of national unity" and a "guarantor of the continued progress of the revolution." The MFA communiqué was issued following an all day session of the MFA's executive organ, the Revolutionary Council of 30.

It is widely believed that the MFA's strong defense of Gonçalves is also an implicit MFA endorsement for a document written by the Prime Minister for the MFA and made public earlier in the day. The Gonçalves document proposes the next step for the 15-month old Portuguese democratic revolution, stating that "Only the seizure of power by the workers will permit the establishment of a socialist society." This is the way out of Portugal's present economic and political difficulties, Gonçalves insists. The document is also noteworthy for its denunciation of "ultra-leftism" — a clear reference to the Maoist General Otelo Saraiva de Carvalho, leader of the remaining pro-NATO faction within the Revolutionary Council — and suggests that Carvalho's political life will be drawing to a close.

Over the weekend Carvalho was forced to reveal himself openly as a CIA agent in alliance with Mário Soares' Socialists. To aid Soares's coup mobilization, Carvalho on his own initiative released the imprisoned kidnappers and torturers of the Maoist MRPP, the "left" branch of Soares's fascist movement. At the same time, Carvalho denounced the PCP's Lisbon barricades, belittling the PSP's intentions to launch a fascist coup, and contradictorily, promising that his own COPCON (internal security police) would man the barricades if any such were necessary.

Carvalho's released Maoists were immediately shipped out to beef up the

PSP's attempt to provoke the PCP into a showdown battle in the less-favorable terrain of Portugal's backward north. The PSP deliberately scheduled provocative demonstrations in pro-PCP working class districts in northern cities where PCP locals are small and surrounded by rural towns. The PSP led fascist landlords, businessmen, and Catholic peasants into mob attacks on PCP and trade union offices, resulting in a number being destroyed and several workers injured. One soldier in the northern town of Aveiro was shot during a PSP attack on Friday. Now, both COPCON and the heavily pro-PCP 5th Division of the army have issued communiqués warning that further attacks on persons or property will lead to military retaliation — a sharp warning to the PSP and reactionary allies to stop the attacks in the north. Meanwhile, the PCP-organized Committees for the Defense of the Revolution (CDRs) are engaged in joint military training with MFA units. East German television yesterday ran coverage on one such joint CDR-MFA grouping based on a CDR of some 240 workers in a machine tool factory near Lisbon.

Only Carvalho's partial sabotage of the PCP Lisbon mobilization prevented ultimate settling of accounts with the "social democrats" on Saturday evening.

There is ample ammunition to remove the Maoist Carvalho from any responsible position before he tries more sabotage. The most recent was inadvertently provided by "Struve" in today's Swedish daily, Aftonbladet. "Struve" (a pen name) reveals that Olof Palme, Sweden's Prime Minister and himself a notorious Second International agent, returned a number of months ago from an assignment in Portugal and spoke "with enthusiasm about the good Social Democrat Otelo Carvalho." True, Maoist-Social Democrat Carvalho then went and spoiled it all with talk of lining counter-revolutionaries up against the wall, "Struve" continues, but "Carvalho changed his mind recently, saying he was drunk."



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Daily News and Press Summaries

EARLY NEWS ROUND UP
MONDAY JULY 14, 1975
1300 HOURS

I. INTERNATIONAL

CSCE TO CONVENE JULY 30

JULY 14 (IPS)-- THE THIRD "SUMMIT " PHASE OF THE CONFERENCE ON SECURITY AND COOPERATION IN EUROPE (CSCE) WILL DEFINITELY CONVENE IN HELSINKI JULY 30, REPORTS EAST GERMAN RADIO THIS MORNING. THE SOVIET UNION AND ITS ALLIES OVERCAME LAST DITCH RESISTANCE FROM PRO U.S. AND MAOIST CONNECTED WESTERN EUROPEAN DELEGATIONS, TO PUSH THE SUMMIT DECISION THROUGH THE GENEVA MEETING OF THE CSCE COORDINATING COMMITTEE AND GAIN THE NECESSARY CONSENSUS. THE CSCE SUMMIT WILL REPORTEDLY BE A MAJOR FORUM FOR SOVIET TRADE AND DEVELOPMENT AS WELL AS SECURITY PROPOSALS.

ISRAELI PLANES BOMBARD SOUTHERN LEBANON AGAIN

JULY 14 (IPS)-- ISRAELI PHANTOM JETS RAIDED PALESTINIAN REFUGEE CAMPS IN LEBANON YESTERDAY IN WHAT ARMED FORCES NETWORK RADIO HAS DESCRIBED AS "ONE OF THE BIGGEST" RAIDS IN RECENT MONTHS. OBSERVERS SAW "NO APPARENT REASON" FOR THE ATTACKS, ACCORDING TO AFN, BUT THE RAIDS COINCIDED WITH A MEETING OF THE ISRAELI CABINET WHICH HAD BEEN SCHEDULED TO DISCUSS ISRAEL'S STAND ON PEACE SETTLEMENTS IN THE MIDEAST.

THE FIRST ISRAELI BOMBING RAID WAS FOLLOWED BY A "GUERRILLA BOMBING" OF NORTHERN ISRAELI KIBDUTZES, WHICH IN TURN WAS FOLLOWED BY THE ISRAELI SHELLING OF A LEBANESE VILLAGE.

ISRAELI CABINET STALLS DECISION ON MIDEAST SETTLEMENT

JULY 14 (IPS)-- THE ISRAELI CABINET SESSION OSTENSIBLY CALLED TO MAKE SOME DEFINITIVE ISRAELI MOVE TOWARD PEACE ENDED UP BY DOING NOTHING YESTERDAY. AN OFFICIAL COMMUNIQUE ISSUED BY THE CABINET STATED THAT ISRAEL WOULD CONTINUE "THE PROCESS OF CLARIFICATION AND NEGOCIATION WITH THE PURPOSE OF REACHING A POSITIVE CONCLUSION"-- THAT IS, STALL.

EARLIER IN THE DAY, ISRAELI PREMIER YITZHAK RABIN TOLD NEWSMEN IN TEL AVIV, "WE HAVE TO WORK CAREFULLY AND METHODICALLY WITHOUT BEING RUSHED." A PEACE SETTLEMENT, HE INSISTED, "IS NOT A MATTER OF ONE WEEK, OR TWO WEEKS AND PERHAPS NOT EVEN TWO MONTHS."

WEST GERMAN BANKERS, CORPORATE PRESIDENTS RECIEVE
INTRODUCTION TO U.S. LABOR PARTY

WIESBADEN, BRD, JULY 14 (IPS)-- THE FRANKFURTER ALLGEMEINE ZEITUNG (FAZ) WEST GEMANY'S MOST REPUTABLE AND WIDELY READ CAPITALIST DAILY, PUBLISHED A 900 WORD ARTICLE BY U.S. BASED JOURNALIST HANS JUERGENSEN ON THE NATIONAL CAUCUS OF LABOR COMMITTEES AND THE U.S. LABOR PARTY TODAY. THE ARTICLE, BASED ON A TWO HOUR INTERVIEW WITH MEMBERS OF THE NCLC NATIONAL EXECUTIVE COMMITTEE IN NEW YORK APPEARS UNDER THE HEADLINE "WHAT AMERICA'S LEFT DREAMS ABOUT; A POLITICAL DWARF SEES THE COLLAPSE OF CAPITALISM." SIGNIFICANTLY IT APPEARS IN THE FAZ' ECONOMICS SECTION.

AS JUERGENSEN REPORTS, THE INTERVIEW WAS SCHEDULED AFTER HE HAD PRINTED AN EARLIER PIECE ON THE U.S. LEFT, CLAIMING THAT NO WORKING CLASS MOVEMENT EXISTED IN THE UNITED STATES.

THE BODY OF THE ARTICLE OBJECTIVELY DESCRIBES THE NCLC'S INT'L ECONOMIC CONJUNCTURAL ANALYSIS WHICH JUERGENSEN DOES ENDORSE, BUT TAKES CARE TO IDENTIFY AS BEING IN THE TRADITION OF KARL MARX: "WITH ALL OF THEIR APPARENT INTELLECTUAL SHARPNESS, AMERICA'S NEW LEFT IDEOLOGUES HAVE APPARENTLY NOT AVOIDED THE SAME MISTAKE WHICH BROUGHT THEIR INTELLECTUAL FOREFATHERS, INCLUDING KARL MARX, INTO DIFFICULTY." SIGNIFICANTLY, JUERGENSEN THEN QUOTES AT LENGTH FROM THE CAMPAIGNER ON THEORETICAL AND POLITICAL POINTS RELATED TO THE ESTABLISHMENT OF WORKERS GOVERNMENT IN A PERIOD ON CONJUNCTURAL CRISES. HE NOTES IN DETAIL NCLC AND U.S. LABOR PARTY EXPOSES ON THE EXISTENCE OF A ROCKEFELLER CONTROLLED INTERNATIONAL POLITICAL CABAL, WHICH INCLUDES "HENRY KISSINGER,...LEONARD WOODCOCK,... FRENCH PRESIDENT GISCARD D'ESTAING, SWEDEN'S OLOF PALME.. AS WELL AS FEDERAL CHANCELLOR SCHMIDT AND SPD CHAIRMAN WILLY BRANDT."

DIE WELT BLAMES THIRD WORLD "MOUNTIAN OF DEBT" FOR CRISIS

WEISBADEN, JULY 14 (IPS)-- HEINZ PENTZLIN, ECONOMIC EDITOR FOR THE ULTRA CONSERVATIVE WEST GERMAN DAILY, DIE WELT TODAY BLAMED THE PRESENT ECONOMIC CRISIS OF THIRD WORLD COUNTRIES ON "THE MOUNTAIN OF DEBT (WHICH) HAS BEEN SHIFTED ON TO THEM." ACCORDING TO PENTZLIN, EVEN IF PROPAGANDA PROMISES OF ECONOMIC IMPROVEMENT IN THE WEST WERE FULFILLED AND EVEN WITH RISING WORLD BANK CREDITA "THIS WOULD HARDLY SUFFICE, THE MOUNTAIN OF DEBT IS GROWING TOO RAPIDLY."

THE FEATURED PENTZLIN EDITORIAL GIVES FURTHER IMPETUS TO WEST GERMAN INDUSTRIALISTS WHO ARE MOVING AWAY FROM ROCKEFELLER POLICY TOWARD THREE WAY EAST/WEST/THIRD WORLD TRADE AS PROPOSED BY THE ICLC AND THE SOVIET UNION.

MORE

JULY 14 (IPS)-- THE PRO-SOCIALIST POPULAR MOVEMENT FOR THE LIBERATION OF ANGOLA (MPLA) HAS DESTROYED THE LUANDA HEADQUARTERS OF THE CIA'S MAIN COUNTERGANG IN ANGOLA, THE NATIONAL FRONT FOR THE LIBERATION OF ANGOLA (FNLA), AND THE FNLA'S LEADERS HAVE FLED TOWARD ZAIRE, ACCORDING TO UPI AND SWEDISH RADIO, DAGENS EKO THIS MORNING. THE SOURCES ADDED THAT MPLA HAS ALSO OCCUPIED THE ZAIRE EMBASSY, THE FNLA'S IMMEDIATE CIA CONTROL CENTER AND

MPLA'S FIGHT TO COMPLETELY ELIMINATE THE NATIONAL FRONT FROM LUANDA'S PERIMETER IS ALMOST OVER.

SOVIETS WARN ASIAN NATIONS ON U.S. BASES

JULY 14 (IPS)-- THE SOVIET UNION'S DEFENSE MINISTRY WARNED ASIAN NATIONS THAT THEY COULD BE DRAWN INTO MILITARY CONFLICTS BY PERMITTING U.S. BASES ON THEIR SOIL. THE SOVIET DEFENSE MINISTRY NEWSPAPER, KRASNAYA ZVEZDA, IN A COMMENTARY COLUMN POINTED TO THE INDOCHINA WAR AS AN EXAMPLE OF THE DANGER OF US BASES AND WENT ON TO SAY "COUNTRIES THAT PERMIT BASES ON THEIR SOIL MAY BE PULLED INTO A MILITARY ADVENTURE, AS THE WAR SHOWED, EVEN AGAINST THEIR WISHES."

INDIAN LABOR MINISTER ACCUSES CHINA OF DAMAGING WORLD PEACE

JULY 14(IPS)-- AT A MAJOR RALLY IN NEW DELHI TODAY, INDIAN LABOR MINISTER RAGUNNATHA REDDY ACCUSED "CHINA OF ACTIONS IN CONCERT WITH THE CAMP OF WORLD REACTION" THAT ENDANGER WORLD PEACE, ACCORDING TO A BROADCAST OF STIMME DER DDR, OFFICIAL EAST GERMAN RADIO TODAY. REDDY STATED THAT CHINA'S PRESENT FOREIGN POLICY "DAMAGES WORLD STABILITY AND THE FORCES OF IMPERIALISM AIM TO MISLEAD THE COUNTRIES IN ASIA, AFRICA, AND LATIN AMERICA FROM THE WAY THEY HAVE CHOSEN," REDDY THEN THANKED THE SOVIET UNION, EASTERN EUROPE AND OTHER NONALIGNED

PRO-DEVELOPMENT FORCES FOR THEIR SUPPORT IN FIGHTING AGAINST "THIS CONSPIRACY," SAID THE EAST GERMAN RADIO.

II. CONTINENTAL

OTTINGER HITS WASHINGTON POST,
EDITORS RESPOND WITH LIES

JULY 14 (IPS)--REPRESENTATIVE RICHARD OTTINGER (D-N.Y.)

IN A LETTER TO THE EDITORS OF THE WASHINGTON POST CALLS THEM TO TASK FOR LABELING THE ISSUE OF THE SCHLESINGER DOCTRINE ON NUCLEAR WEAPONS A "FIRST USE HUBBUB" AND "POLITICAL HULLABALOO." OTTINGER REITERATES HIS CONGRESSIONAL RESOLUTION SIGNED BY 90 COLLEAGUES TO RENOUNCE THE FIRST USE MADNESS. THE POST'S REPLY TO THIS MEASURED

CRITICISM OF ITS POSITION IS A COVER UP OF ALL THE SUBSTANTIVE ISSUES INVOLVED. IGNORING THE DEFENSE POLICY SHIFTS STATED AND DEFENDED BY PRESIDENT FORD AND DEFENSE SECRETARY SCHLESINGER, THE POST EDITORS

MORE

IPS 7.14.1300/4

REITERATE THEIR POSITION THAT "THE FIRST USE HUBBUB IS IN FACT JUST THAT: A SUDDEN POLITICAL SQUALL OVER A POLICY POSITION THAT HAS

GONE UNCHALLENGED FOR SOMETHING LIKE 25 YEARS."

THE POST FURTHER LIES THAT ANY STATED POSITION OR "PLEDGE" AGAINST FIRST USE WOULD BE OF NO CONSEQUENCE ANYWAY SINCE IN A "DESPERATE WARTIME SITUATION" SUCH AGREEMENTS "DEPOSITED IN AN ARCHIVE" WOULD BE WORRITLESS SCRAPS OF PAPER.

FORMER CIA DIRECTOR HELMS ATTACKED FOR CIA COVERUP

JULY 14 (IPS)-- WITH CHARGES OF ILLEGAL CIA ACTIVITIES FLYING THROUGH WASHINGTON, NEW YORK TIMES COLUMNIST ANTHONY LEWIS TODAY ATTACKS FORMER CIA DIRECTOR RICHARD HELMS FOR BLATANTLY LYING ABOUT CIA ACTIVITIES IN CHILE, THE WATERGATE OPERATION AND THE ANTI-WAR MOVEMENTS. LEWIS ARGUES THAT CONGRESS, FORD AND THE ROCKEFELLER COMMISSION REPORT SHOULD HAVE CENSURED HELMS FOR PERJURY

AND REMOVED HIM FROM HIS CURRENT POST AS US AMBASSADOR TO IRAN. LEWIS TERMS THE ROCKEFELLER CIA REPORT "COMPREHENSIVE" MAKES NO MENTION

OF ONCE CIA DIRECTOR SCHLESINGER'S COVER-UP ACTIVITIES, AND POINTS THE FINGER AT HELMS, WHO IS REGARDED BY INFORMED SOURCES

AS A LIKELY SCAPEGOAT.

CIA-FBI SPREAD SWAT UNITS

JULY 14 (IPS)--THE CIA-INSPIRED SPECIAL WEAPONS AND TACTICS (SWAT) SQUADS ARE SPREADING NATIONWIDE TO BOTH SMALL AND BIG-CITY POLICE DEPARTMENTS, ACCORDING TO TODAY'S NEW YORK TIMES. THE TIMES CITES SEVERAL POLICE CHIEFS WHO SEE THE SWAT UNITS AS A "DANGEROUS EXTENSION OF A MACHO SYNDROME" ALREADY PREVALENT AMONG THE POLICE.

ACCORDING TO AN FBI SPOKESMAN, THE PROGRAM WAS ESTABLISHED NEARLY FOUR YEARS AGO "IN RESPONSE TO A NATIONAL RISE IN CIVILIAN DISTURBANCES" BUT ONE PLAIN-TALKING POLICE OBSERVER SAID THAT SWAT IS AIMED AT "COUNTER-INSURGENCY ACTIONS AGAINST REVOLUTIONARIES OR MILITANT MINORITIES."

THE TIMES REPORTS THAT SWAT UNITS RECEIVE THEIR TRAINING WHICH INCLUDES PSYCHOLOGICAL TECHNIQUES, AND "WEAPONS AND MILITARY ASSAULT TACTICS," AT THE FBI ACADEMY IN QUANTICO, VA. ON THE MARINE CORPS BASE THERE. 467 POLICE AGENCIES HAVE ALREADY RECEIVED SWAT TRAINING AND 200 MORE POLICE TEAMS ARE NOW AWAITING TRAINING, ALMOST EXCLUSIVELY MADE POSSIBLE BY LEAA FUNDING. IN ADDITION THE FBI IS "ASSISTING CANADIAN OFFICIALS IN THE DEVELOPMENT OF A SWAT-LIKE CAPABILITY."

(MORE)

IPS 7.14.1330/5

SUPREME COURT DENIES RECOURSE TO FEDERAL COURT

JULY 14 (IPS)--THE UNITED STATES SUPREME COURT HAS "CLOSED THE DOORS OF THE FEDERAL COURTS TO THOUSANDS OF PEOPLE SEEKING REDRESS" FOR GRIEVANCES, REPORTS TODAY'S WASHINGTON POST. THE SUPREME COURT'S RULING ELIMINATES RECOURSE TO THE FEDERAL COURTS FOR PERSONS SUBJECT TO STATE PROSECUTION IF THE STATE OR LOCAL PROSECUTOR FILES A CRIMINAL CHARGE BEFORE THE FEDERAL COURT HAS TAKEN ANY SIGNIFICANT ACTION TO BLOCK THE CRIMINAL CASE. JUSTICE POTTER STEWART, A DISSENER, SAID THAT THE RULING "OUSTS THE FEDERAL COURTS FROM THEIR HISTORIC ROLE AS THE PRIMARY RELIANCES FOR VINDICATING CONSTITUTIONAL FREEDOMS," ACCORDING TO THE POST.

THE SUPREME COURT ALSO RULED THAT FEDERAL JUDGES SHOULD STAY OUT OF MILITARY COURTMARTIAL MATTERS WHILE SUCH TRIALS ARE GOING ON, EVEN WHEN IT SEEMS THE PROCEEDING IS UNCONSTITUTIONAL.

THESE RULINGS ARE STRICTLY IN LINE WITH THE ROCKEFELLER ADMINISTRATION'S EFFORTS TO UNDERMINE THE LEGAL FRAMEWORK OF AMERICAN CONSTITUTIONAL DEMOCRACY THROUGH SUCH LEGISLATIVE ACTS AS SENATE BILL 1.

END OF IPS EARLY EVENING NEWS JULY 14, 1975 1330 HOURS EDT.



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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS)
EVENING NEWS ROUND-UP
MONDAY, JULY 14, 1975 1800 HOURS EDT

I. INTERNATIONAL

BRAZIL TO DEFAULT ON INTERNATIONAL DEBTS?

JULY 14 (IPS)--BRAZIL, THE COUNTRY BILLED AS THE PARADIGM FOR THIRD WORLD "DEVELOPMENT" PROJECTS, IS PLANNING TO DEFAULT ON HER INTERNATIONAL DEBTS. SOURCES CLOSE TO THE BRAZILIAN INDUSTRIAL AND BANKING LAYERS TOLD IPS THIS WEEK THAT MOVES TOWARD AN ORDERLY DEFAULT HAVE ALREADY BEEN INITIATED FOR WHEN THE NEXT ROUND OF PAYMENTS COME DUE. BRAZIL'S ANNUAL DEBT SERVICE IS APPROXIMATELY \$1.6 BILLION.

THEY HAVE TOLD THE WORLD BANK THEY DON'T HAVE THE MONEY," ONE SOURCE STATED, "THEY CAN'T AND WON'T PAY."

THE WORLD BANK HAS REPORTEDLY INDICATED THAT IT WILL NOT TAKE PUNITIVE ACTIONS. "THE AGREEMENT IS OF THE SORT: 'I WON'T SAY ANYTHING ABOUT IT IF YOU WON'T,'" THE SOURCE STATED, "THE WHOLE THING WILL BE HUSHED UP...UNLESS THINGS CHANGE RADICALLY AND FAST --AND I DON'T THINK THEY WILL--BRAZIL WILL BE DEFAULTING."

BRAZIL IS REFERRED TO IN WORLD BANK PUBLICITY AS ITS "ECONOMIC MIRACLE."

PORTUGUESE COMMUNIST PARTY MOVES TO EXPOSE THE CONSTITUENT ASSEMBLY

JULY 14 (IPS) -- THE PORTUGUESE COMMUNIST PARTY (PCP) WILL PRESENT A RESOLUTION TO THE PORTUGUESE CONSTITUENT ASSEMBLY TOMORROW TO LIMIT THE POWER OF THAT BODY. PRESS SOURCES INDICATE THAT THE BODY, DOMINATED BY CIA-SOCIALISTS WHO HAVE TURNED IT INTO A FORUM FOR RED-BAITING, WILL UNDOUBTABLY REJECT THE RESOLUTION. IF THAT OCCURS THE PCP HAS PROMISED TO WALK OUT OF THE ASSEMBLY.

THE PORTUGUESE SOCIALIST PARTY, (PSP) WILL REPORTEDLY ATTEMPT A MAJOR PROVOCATION AT THE ASSEMBLY MEETING; IT HAS CALLED A MASS DEMONSTRATION IN ORDER TO BLOCK THE PCP DELEGATES FROM LEAVING. ACCORDING TO ONE "SOCIALIST", THE "SOCIALISTS ARE OUT FOR THEIR (PCP) BLOOD", SAYS A UPI DISPATCH. PREVIOUSLY, THE PSP HAS ISSUED THREATS OF "MASS DEMONSTRATIONS TO PARALYZE THE COUNTRY." THE DEMONSTRATIONS DID NOT MATERIALIZE.

THE REVOLUTIONARY COUNCIL OF THE RULING ARMED FORCES MOVEMENT (MFA) IS REPORTEDLY CONSIDERING DISBANDING THE ASSEMBLY TO PREVENT A CIA-INSPIRED PROVOCATION FROM TAKING PLACE.

EAST GERMANS WARN OF WAR IN EUROPE IF CSCE IGNORED

JULY 14 (IPS) — MR. BOCK, EAST GERMAN REPRESENTATIVE TO THE CONFERENCE ON SECURITY AND COOPERATION IN EUROPE, WARNED TONIGHT IN A TELEVISED INTERVIEW THAT THE INTEGRITY OF POST-WORLD WAR II BORDERS IS ESSENTIAL TO PREVENTING A WAR IN EUROPE. BOCK'S REMARK COMES ON THE HEELS OF A PROMISE BY WEST GERMAN FOREIGN MINISTER HANS-DIETRICH GENSCHER TO IGNORE THIS FUNDAMENTAL PROVISION OF THE CSCE DOCUMENTS, DUE TO BE SIGNED IN HELINSKI AFTER A SUMMIT MEETING BEGINNING JULY 30.

"THE INVIOABILITY OF BORDERS," SAID BOCK, "IS THE FOUNDATION FOR SECURITY AND COOPERATION IN EUROPE. THE ORIENTATION TO DEVELOPMENT MAKES FRUITFUL COOPERATION POSSIBLE. THE CONFERENCE IS A FIRM CONTRIBUTION TO ENSURING THAT NO WAR, ESPECIALLY IN GERMANY, WILL BEGIN."

ACCORDING TO THE WEST GERMAN COMMUNIST PARTY (DKP) DAILY UNSER ZEIT TODAY, GENSCHER SAID IN THE UPPER HOUSE OF PARLIAMENT THAT THE CSCE WILL LEAVE THE "GERMAN QUESTION" OPEN. UNSERE ZEIT LAMBASTED GENSCHER'S WAR-MONGERING IN AN EDITORIAL BY DKP POLITBURO MEMBER GEORG POLIKEIT, SAYING THAT HIS REMARKS WERE AN AFFRONT TO THE SOVEREIGNTY OF EAST GERMANY, A "POLITICAL FICTION, AND WORTHY OF NEO-FASCIST FRANZ JOSEF STRAUSS."

CDU INVOLVED IN FALL DEVELOPMENT CONFERENCE

WIESBADEN, BRD, JULY 14 (IPS) — IN AN INTERVIEW IN THE MAY ISSUE OF DEVELOPMENT AND COOPERATION, A WEST GERMAN ECONOMIC JOURNAL, GERHARD TODENHOEFER, THE CHRISTIAN DEMOCRATIC UNION'S DEVELOPMENT SPOKESMAN, REVEALED THAT THERE WILL BE A MAJOR INTERNATIONAL DEVELOPMENT CONFERENCE IN BREMEN, WEST GERMANY THIS SEPTEMBER. TODENHOEFER, WHO HAS BEEN LEADING THE CDU-"SCHLOTBARONE" ATTACK AGAINST THE PRESENT DEVELOPMENT MINISTER, SOCIAL DEMOCRATIC PARTY MEMBER EGON BAHR, GAVE NO DETAILS ON THE CONFERENCE AGENDA.

IN THE INTERVIEW, TODENHOEFER ACKNOWLEDGED THE NECESSITY FOR A FORM OF DEBT MORATORIUM, STATING, "THE PRESSURE FOR REPAYMENT OR EVEN FOR VERY LOW INTEREST IS THE REASON THAT OFTEN PREVENTS THE CONSTRUCTION OF AN INFRASTRUCTURE" IN DEVELOPING COUNTRIES. INSTEAD OF DEBT PAYMENT, TODENHOEFER ADVOCATES NON-REPAYABLE SUBSIDIES TO DEVELOPING COUNTRIES FOR CAPITAL DEVELOPMENT.

GAULLIST DEBRE CALLS FOR POPULATION EXPANSION

PARIS, JULY 14 (IPS) — IN A MAJOR FRONT-PAGE ARTICLE IN TODAY'S LE MONDE, MICHEL DEBRE, LEADING GAULLIST AND STAUNCH OPPONENT OF "ZERO GROWTH" CHARLANTIANRY, STRESSED THE NECESSITY OF MAINTAINING A HIGH BIRTH RATE AND HIGH IMMIGRATION LEVEL IN ORDER TO PRESERVE THE FUNCTIONING OF BASIC INDUSTRIES.

MORE

CALLING FOR INCREASED FAMILY ALLOCATIONS, AID TO PARENTS AND MORE SOCIAL AND INDUSTRIAL INFRASTRUCTURE, DEBRE CONCLUDES: "LET THE INTELLECTUALS KNOW THAT THERE IS NO DURABLE INTELLIGENCE WITHOUT POPULAR VITALITY. LET THE TRADE-UNIONISTS KNOW THAT THERE IS NO SOCIAL SECURITY WITHOUT THE GROWTH OF THE POPULATION. LET THE FRENCH LOOK AT THEIR DESTINY BY READING THE DEMOGRAPHIC CURVES OF EASTERN EUROPE AND NORTH AFRICA. TO SUCCEED, POLICY MUST BE GLOBAL."

PRO-ROCKEFELLER FRENCH REVEAL HYSTERIA OVER PORTUGAL

JULY 14 (IPS) -- TODAY'S EDITION OF LE MONDE, THE FRENCH DAILY, QUOTES FRENCH JUSTICE MINISTER LECANUET, A PRO-ROCKEFELLER "CENTRIST", TO HAVE SAID JULY 12: "THE (PORTUGUESE) UNITY OF THE LEFT DID NOT RESIST THE TEST OF POWER. WHO IS GOING TO CONVINCE US THAT THE SAME THING WOULD NOT HAPPEN IN PARIS? THE VICTORY OF THE UNITED LEFT WOULD LEAD STRAIGHT TO THE DICTATORSHIP OF THE COMMUNISTS RESTING ON THE TECHNIQUES OF DIRECT DEMOCRACY. MR. MARCHAIS (THE PCF'S SECRETARY-GENERAL) IS NO DIFFERENT FROM MR. CUNHAL...."

ALSO HYSTERICAL, RAYMOND ARON, A GUEST MEMBER OF THE HARVARD-BASED ROCKEFELLER "COUNCIL ON FOREIGN RELATIONS," WROTE IN TODAY'S LE FIGARO THAT PORTUGUESE DEVELOPMENTS ARE PARTLY DUE TO "THE ERRORS OF (PORTUGUESE SOCIALIST LEADER) SOARES," AND THAT "ONLY A BATTLE THAT WOULD NOT BE WAGED IN WORDS COULD STOP THE REVOLUTIONARY PROCESS."

BRITISH GOVT CENTRALIZES CRISIS CONTROL MANAGEMENT

JULY 14 (IPS) -- THE BRITISH GOVERNMENT HAS CENTRALIZED CONTROL OF BOTH ANTI-TERRORIST AND DOMESTIC COUNTER-INSURGENCY OPERATIONS IN A SINGLE JOINT INTELLIGENCE COMMITTEE, (JIC) CREATING "CLEARER LINES OF ACTION" BETWEEN DOMESTIC POLICE AND THE MILITARY, ACCORDING TO A REPORT PUBLISHED IN THE LONDON SUNDAY TIMES YESTERDAY. CENTRAL TO THE OPERATION OF THE NEW COMMITTEE IS THE SPECIAL AIR SERVICES,, (SAS) A SPECIALLY TRAINED, HIGHLY MOBILE FORCE NOTORIOUS FOR FORMENTING TENSION IN NORTHERN IRELAND. THE SAS MORE RECENTLY HAS BEEN REDEPLOYED TO BRITAIN FOR SPECIAL "ANTI-TERRORIST" OPERATIONS.

INDIA COURT POSTPONES GANDHI HEARING

JULY 14 (IPS) -- THE INDIAN SUPREME COURT TODAY TURNED DOWN REQUESTS BY ATTORNEYS OF INDIA'S PRIME MINISTER INDIRA GANDHI FOR IMMEDIATE COURT HEART HEARING OF HER APPEAL OF AN ELECTION-FRAUD CONVICTION. CHIEF JUSTICE A.N. RAY ANNOUNCED THAT THE CASE WILL BE REOPENED ON AUGUST 11. AS PART OF THE SAME DECISION, RAY SAID HIS COURT WOULD "STUDY CAREFULLY" A PLEA BY LAWYERS OF IMPRISONED CIA "SOCIALIST" RAJ NARAIN FOR HIS RELEASE. LAWYERS FOR NARAIN, ARRESTED JUNE 26, HAD ARGUED FOR THE DELAY IN THE GANDHI CASE.

MORE

NORTH VIET ARMY PAPER REPORTS SCHLESINGER'S DEMENTIA

JULY 14 (IPS) — THE NORTH VIETNAMESE ARMY NEWSPAPER, QUON NOI NHAN DAN, HAS INFORMED ITS READERS THAT U.S. DEFENSE SECRETARY JAMES SCHLESINGER SUFFERS FROM "NUCLEAR DETERRENT MANIA." THE PAPER REPORTS THAT THIS MALADY IS CAUSED BY "OVERALL PHYSICAL DEBILITY."

HOLOCAUST IN NAPLES

JULY 14 (IPS) — THE DEPTHS OF THE CRISIS OF NAPLES, ITALY WAS GRAPHICALLY DESCRIBED IN YESTERDAY'S EDITION OF THE BOURGEOIS DAILY, LA STAMPA: "THE CITY IS REDUCED TO A DUNG PIT." SANITATION MEN HAVE BEEN ON A 3-DAY STRIKE SINCE THE CITY HAS NO MONEY TO PAY THEM. THE PRESS FURTHER REPORTS THAT IN THIS CITY WHERE 3 OUT OF 4 MEN ARE OUT OF WORK, THE MUNICIPAL GOVERNMENT DOES NOT HAVE THE MONEY TAYO AY ITS MUNICIPAL WORKERS FOR THE MONTH OF JULY. AT THE SAME TIME HOSPITALS ARE SENDING HOME THE SICK FOR LACK OF SUPPLIES OR PERSONNEL, WHILE THE PHARMACISTS ARE REFUSING TO SELL ANY MEDICINE BECAUSE THEY HAVE NOT BEEN PAID BY THE CITY.

II. CONTINENTAL

ECHVERRIA PROMOTES AN INTERNATIONAL DEVELOPMENT BANK

JULY 14 (IPS) — MEXICAN PRESIDENT LUIS ECHEVERRIA MOVED A STEP CLOSER TO ENDORSING AN INTERNATIONAL DEVELOPMENT BANK IN STATEMENTS HE MADE YESTERDAY AT A PRESS CONFERENCE IN THE AFRICAN NATION OF SENEGAL. THE MEXICAN PRESIDENT ASSERTED, "THE RESOURCES OF THE PETROLEUM EXPORTING COUNTRIES SHOULD CONTRIBUTE TO THE DEVELOPMENT OF THE THIRD WORLD COUNTRIES, INSTEAD OF THESE HAVING TO RESORT TO FINANCIAL INSTITUTIONS CONTROLLED BY THE INDUSTRIALIZED NATIONS."

THE AGREEMENT SIGNED BY ECHEVERRIA AND SENGALESE PRESIDENT SENGHOR CALLS FOR CREATING "A NEW ECONOMIC AND MONETARY ORDER" AS THE ONLY LASTING SOLUTION TO THE "GRAVE WORLD ECONOMIC PROBLEMS." ECHEVERRIA PREVIOUSLY HAS NOT FOUGHT OPENLY AGAINST IMPERIALIST MONETARY INSTITUTIONS.

ALSO CALLS FOR THAILAND, CAMBODIA
TO BECOME CHINESE "CLIENT STATES"

JULY 14, (IPS) — COLUMNIST JOSEPH ALSOP, WRITING FROM BANGKOK SAID TODAY IN A COLUMN IN THE WASHINGTON POST THAT IT IS IN THE "NATIONAL INTEREST" OF THE UNITED STATES, "TO PRAY THAT COMMUNIST CHINA WILL MAKE BOTH CAMBODIA AND THAILAND INTO FULL-FLEDGED CLIENT STATES." ALSOP, TO BACK UP HIS MAOIST DECLARATIONS, ATTACKED THE VIETNAMESE, CLAIMING THAT THEY HAVE EMBARKED ON A "CAMPAIGN OF CONQUEST AND SUBJUGATION IN NON-VIETNAMESE LANDS." ALSOP ALSO CLAIMED THAT THE INDIAN GOVERNMENT, IN COLLABORATION WITH AFGHANISTAN "WERE ACTIVELY PLANNING THE DISMEMBERMENT OF WHAT REMAINS OF PAKISTAN" — A CHARGE THAT HAS BEEN MADE AS WELL BY THE MAOISTS.

MORE

ARGENTINE WORKING CLASS STILL FIGHTING

JULY 14 (IPS) — NEW OUTBREAKS OF STRIKES AND WORKER PROTESTS IN ARGENTINA GREETED THE CONFIRMATION OF ISABELITA PERON'S NEW CABINET THERE YESTERDAY. THE MAJORITY OF THE CABINET, DESPITE ITS RECOMPOSITION, REMAINS COMMITTED TO THE VICIOUS AUSTERITY PROGRAM OF ECONOMIC MINISTER CELESTINO RODRIGO. PUBLIC RATE HIKE IN TELEPHONE, POSTAL AND OTHER SERVICES DECLARED TWO DAYS AGO RANGING FROM 100 TO 200 PER CENT AND REPORTS ISSUED THIS WEEK BY THE ECONOMIC MINISTRY NOTING THAT CONSUMER PRICES HAVE GONE UP 300 PER CENT SINCE THE PESO DEVALUATION ONE MONTH AGO HAVE REKINDLED THE ANGER OF THE ARGENTINE WORKING CLASS.

SIGNIFICANTLY, THE PROTESTS ALSO APPEAR TO BE AIMED AT THE CGT UNION LEADERSHIP'S SUSPECTED DUPLICITY WITH THE GOVERNMENT'S WAGE-GOUGING. EXEMPLARY IS THE DEMAND OF 5,000 STRIKING AUTO WORKERS IN BUENOS AIRES WHO WANT THEIR RIGHT-WING LEADERSHIP TO

- 1) EXPLAIN THE TERMS OF THEIR NEWLY-CONFIRMED WAGE CONTRACTS AND
- 2) CALL ELECTIONS FOR NEW UNION DELEGATIONS.

COLUMNIST CALLS FOR PUBLIC HEARINGS ON CIA INFILTRATION OF GOVT

JULY 14 (IPS) — SYNDICATED COLUMNIST MARY MCGRORY TODAY CALLED FOR PUBLIC HEARINGS TO INVESTIGATE CIA INFILTRATION OF THE GOVERNMENT. RECAPITULATING CHARGES MADE BY L. FLETCHER PROUTY THAT CONFIRM THAT THE CIA SENT ALEXANDER BUTTERFIELD INTO THE WHITE HOUSE TO HELP SET UP FORMER PRESIDENT NIXON'S WATERGATE DOWNFALL, MCGRORY CALLS FOR FULL DISCLOSURE OF CIA ACTIVITY BEFORE A NATIONAL TELEVISION AUDIENCE.

MCGRORY POINTS OUT THAT MANY PEOPLE HAVE ALREADY GROWN SUSPECT THAT THE CIA IS "A CANCER GROWING ON THE GOVERNMENT," AND WANT THEIR SUSPICION ANSWERED NOW.

CIA: KISSINGER BEHIND BLACK SEPTEMBER

JULY 14 (IPS) — SOURCES IN THE CENTRAL INTELLIGENCE AGENCY TODAY STRONGLY IMPLIED THAT U.S. SECRETARY OF STATE HENRY KISSINGER WAS DIRECTLY RESPONSIBLE FOR OVERSEEING CIA CONTROL OF THE BLACK SEPTEMBER ARAB TERRORIST ORGANIZATION. AN ARTICLE BY JOHN HILFERTY IN THE SUNDAY PHILADELPHIA ENQUIRER PINPOINTED WHITE HOUSE AND NATIONAL SECURITY COUNCIL INVOLVEMENT IN THE CIA INFILTRATION AND CONTROL OF BLACK SEPTEMBER.

ONE CIA OFFICIAL ACKNOWLEDGED THAT INFORMATION IN THE HILFERTY ARTICLE WAS UNDER NATIONAL SECURITY SEAL AND COULD ONLY HAVE BEEN LEAKED "FROM THE HIGHEST LEVELS" OF THE NATIONAL SECURITY COUNCIL. HENRY KISSINGER IS NATIONAL SECURITY ADVISOR AND HEADS THAT COUNCIL.

MORE

CIA OFFICIALS REFUSED COMMENT ON THE BLACK SEPTEMBER OPERATION, WHICH INVOLVED GUN RUNNING AND THE ATTEMPT AT A COORDINATED TERROR CAMPAIGN IN NORTH AMERICA. INSTEAD THEY TOLD REPORTERS THAT THEIR INVESTIGATION COULD BETTER BE SERVED BY "CALLING THE WHITE HOUSE AND STATE DEPARTMENT DIRECTLY ...TO OBTAIN DETAILS."

BUTTERFIELD EXPOSURE REOPENS WATERGATE PROBE

JULY 14 (IPS) — MIKE WALLACE OF CBS NEWS YESTERDAY INTERVIEWED ALEXANDER BUTTERFIELD ON THE ROLE OF THE CIA IN SETTING UP FORMER PRESIDENT NIXON FOR WATERGATE. BUTTERFIELD, WHO HAS BEEN NAMED AS A KEY CIA CONTACT-MAN IN THE WHITEHOUSE DURING THE NIXON ADMINISTRATION, WAS THE WHITE HOUSE STAFF MEMBER WHO FIRST MADE KNOWN THE EXISTENCE OF THE TAPE SYSTEM USED TO CONVICT NIXON.

ACCOMPANIED BY HIS WIFE, BUTTERFIELD AT FIRST DENIED TO WALLACE THAT HE EVER WORKED FOR THE CIA. HE THEN DISCREDITED HIMSELF BY ATTEMPTING TO COVER UP THE FACT THAT JAMES MCCORD, WHEN STILL IN THE EMPLOY OF THE CIA, HAD INSTALLED THE TAPES SYSTEM. WALLACE'S RELENTLESS LINE OF QUESTIONING IMPLIED THAT THE CIA HAD INSTALLED THE TAPE SYSTEM WHICH FED DIRECTLY INTO A CIA DUPLICATE RECORD OF THE NIXON CONVERSATIONS, MAKING NIXON'S DESTRUCTION OF THE TAPES IMPOSSIBLE.

WATERGATERS MUM ON NEW REVELATIONS

JULY 14 (IPS) — BRIEFINGS TO MEMBERS OF THE OLD SENATE SELECT COMMITTEE ON PRESIDENTIAL CAMPAIGN ACTIVITY (THE WATERGATE COMMITTEE) BROUGHT A RESPONSE OF "HEAR NO EVIL, SEE NO EVIL, SPEAK NO EVIL," IN THE FACE OF THE UNFOLDING CONFIRMATION OF CIA INVOLVEMENT IN WATERGATE. AIDES TO SENATORS HOWARD BAKER (R-TENN), HERMAN TALMADGE (D-GA), AND LOWELL WEICKER (R-CONN) EMPHASIZED THAT THEIR INVOLVEMENT IN THE DIRTY BUSINESS OF GOVERNMENTAL CRIMINAL ACTIVITY WAS IN THE PAST, AND WOULD MAKE NO COMMENT ON THE EMERGING STORY OF A WATERGATE COMMITTEE COVERUP FOR THE CIA.

RAND EXPOSE COMING

NEW YORK CITY, JULY 14 (IPS) — INTELLIGENCE ANALYSTS FOR THE NATIONAL CAUCUS OF LABOR COMMITTEES RELEASED NEW INFORMATION ON THE RAND CORPORATION TAKE-OVER OF NEW YORK CITY GOVERNMENT HERE TODAY. A "CONTINUING PARTNERSHIP" WITH THE RAND INSTITUTE OF NEW YORK IN JULY, '69 WAS ESTABLISHED BY UNNAMED "CITY OFFICIALS," ACCORDING TO A BROCHURE OF THAT INSTITUTE. THE "CITY OFFICIALS," SAYS RAND, "IMPOSED INSTITUTE ANALYSTS ON CITY AGENCIES...TO BUY ENOUGH TIME FOR THE INSTITUTE TO ACHIEVE RESULTS."

TYPIFYING RAND CONTROL OVER THE CITY GOVERNMENT:
--IN 1970, A SECRET RAND REPORT -- NOT ALLOWED TO BE SEEN BY CITY COUNCILMEN -- BECAME THE BASIS FOR THEN-MAYOR LINDSAY'S DECONTROL OF RENTAL APARTMENT UNITS.

MORE

—IN 1971, AS THE HEALTH SERVICES ADMINISTRATION CONSIDERED NEW HOSPITAL CONSTRUCTION, RAND INSTITUTE ORDERED NO NEW HOSPITAL CONSTRUCTION, AND TOLD THE AGENCY THAT THE CITY'S OVER-CROWDED HOSPITAL SYSTEM ALREADY HAD "TOO MANY BEDS." SUBSEQUENTLY, 1200 HOSPITAL BEDS WERE ELIMINATED.

THE NCLC WILL SHORTLY RELEASE A FULL LIST OF RAND CORPORATION CONTRAL-AGENTS IN NEW YORK CITY GOVERNMENT AGENCIES.

GRAIN COMPANIES USE SOVIET GRAIN DEAL RUMORS TO PREPARE SPECULATIVE KILLING

JULY 14 (IPS) — RUMORS OF A LARGE U.S.-SOVIET GRAIN DEAL CONTINUE TO FLOOD THE U.S. FINANCIAL PRESS TODAY, STIRRING UP ANATHEMA TOWARD SOVIET TRADE AND DEVELOPMENT INITIATIVES. THE UNCONFIRMED RUMORS, IPS LEARNED YESTERDAY, ARE BEING USED BY THE GIANT ROCKEFELLER FAMILY GRAIN COMPANIES, CONTINENTAL AND CARGILL, TO CREATE A TEMPORARY AND PROFITABLE RALLY IN THE DEPRESSED COMMODITY FUTURES MARKET.

"THIS WOULD BE A GOOD TIME TO TAKE A SHORT POSITION ON THE MARKET," A SPOKESMAN FOR THE CONTINENTAL GRAIN SUBSIDIARY, CONTICOMMODITIES, TOLD IPS IN AN INTERVIEW. THE CONTICOMMODITY STRATEGY IS TO LURE GULLIBLE, SMALL-TIME INVESTORS INTO THE MARKET ON THE GRAIN DEAL RUMOR BASIS; WITH PRICES BID UP, THE GRAIN COMPANIES CAN CONTRACT TO "SELL HIGH," WHILE PUTTING OFF PURCHASES UNTIL THE POST-HARVEST "BUY LOW" SEASON.

BOSTON POLICE PUBLISH LABOR PARTY EXPOSE OF MAOISTS

JULY 14 (IPS) — THE BOSTON PATROLMAN'S BENEVOLENT ASSOCIATION (PBA) HAS PUBLISHED THE FULL TEXT OF A 600 WORD LETTER FROM U.S. LABOR PARTY MAYORAL CANDIDATE BOB GIBBONS DETAILING CIA-FBI CONTROL OF MAOIST GANGS, DRUG-TRAFFIC, GUN RUNNING OPERATIONS, AND CITY GOVERNMENT AGENCIES AND POLICE FORCES. THE PBA'S PAX CENTURION PUBLISHED THE LETTER WITHOUT COMMENT IN ITS JULY 9 EDITION.

THE LETTER DOCUMENTS THAT THE REVOLUTIONARY UNION (RU) IS "AN OUTRIGHT FBI/CIA OPERATION, FROM ITS INCEPTION." IT DESCRIBES RU CONTROL OF BRAINWASHING CENTERS WHICH PRODUCE TERRORISTS AND COP-KILLERS, RU INVOLVEMENT IN GUN RUNNING OPERATIONS FROM HARTFORD, CONN. AND READING, PA.; AND MORE THAN 1300 CIA AGENTS INFILTRATED INTO CITY GOVERNMENT AND RELATED AGENCIES THROUGH LEAA PROGRAMS NATIONALLY. THE LETTER ALSO DETAILS THE ROLE OF THE FBI'S MAOIST PROGRESSIVE LABOR PARTY IN LEAA RACE-RIOT PROVOCATIONS IN BOSTON.

END OF LATE EVENING IPS, JULY 14, 1975 2100 HOURS.

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS)
EARLY EVENING NEWS
TUESDAY, JULY 15, 1975 1530 HOURS EST

I. INTERNATIONAL.

KISSINGER THREATENS DEVELOPING NATIONS

JULY 15 (IPS) -- SECRETARY OF STATE HENRY KISSINGER WARNED THE NATIONS OF THE WORLD THAT THE UNITED STATES IS PREPARED TO ENGAGE IN FULL-SCALE ECONOMIC WARFARE SHOULD DEVELOPING COUNTRIES CONTINUE THEIR CURRENT PURSUIT OF ECONOMIC-DEVELOPMENT RELATIONS INDEPENDENT OF DOLLAR-DENOMINATED AUSTERITY.

IN A SPEECH LAST NIGHT IN MILWAUKEE, WISCONSIN, KISSINGER USED A REVIEW OF UNITED NATIONS ACTIVITIES AS THE VEHICLE FOR HIS BLATANT ATTACK ON THE PRO-DEVELOPMENT COALITION NOW EMERGING AMONG THE SOCIALIST COUNTRIES AND THE SO-CALLED NON-ALIGNED BLOC OF DEVELOPING NATIONS. WHILE ATTEMPTING TO CLOAK HIS VICIOUS WARNINGS IN A RHETORICAL GARB OF "PEACE AND PROGRESS", KISSINGER SAID THAT BECAUSE CAPITAL IS IN "SHORT SUPPLY", NATIONS WISHING "INVESTMENT FROM ABROAD" MUST CREATE THE INTERNAL FASCIST STRUCTURAL REALIGNMENTS AND SEVERE AUSTERITY CONDITIONS NECESSARY TO "ATTRACT" THAT INVESTMENT. NO ECONOMIC ASSISTANCE WILL BE FORTHCOMING, KISSINGER SAID, TO THOSE COUNTRIES WHO DO NOT FALL IN LINE BENEATH THE BEST OF SCHACHTIAN LOOTING.

ARGENTINA CONSIDERING DEBT MORATORIUM

JULY 15 (IPS) -- THE HEAD OF THE CENTRAL BANK OF ARGENTINA, RICARDO CAIROLI, ISSUED A STATEMENT YESTERDAY ADMITTING THAT THE COUNTRY'S LIQUIDITY CRISIS IS MUCH MORE GRAVE THAN ARGENTINE OFFICIALS HAVE BEEN WILLING TO PREVIOUSLY ADMIT.

CAIROLI INDICATED THAT THE TOTAL FOREIGN DEBT COMING DUE THIS YEAR IS \$3.359 BILLION -- MORE THAN \$1 BILLION GREATER THAN PREVIOUSLY ESTIMATED -- WHILE CURRENCY RESERVES HAVE DROPPED TO ONLY \$753 MILLION, OF WHICH ONLY \$250 MILLION ARE PRESENTLY LIQUID -- I.E., AVAILABLE FOR DEBT SERVICE PAYMENTS. HIS STATEMENTS WERE RELEASED IN A RECENT EDITION OF THE MEXICAN NEWSPAPER EL SOL.

A SPOKESMAN FOR MANUFACTURERS HANOVER BANK IN NEW YORK TOLD IPS YESTERDAY THAT THERE ARE "RUMORS FROM ARGENTINA" THAT A DEBT MORATORIUM WILL BE IMPOSED. IN ADDITION, REPORTS THAT BRAZIL WILL NOT MEET ITS DEBTS WITH THE WORLD BANK -- A DEVELOPMENT WHICH THE WORLD BANK IS DESPERATELY TRYING TO KEEP A SECRET -- MAY HAVE ALSO INFLUENCED THE ARGENTINES TO CONSIDER A MORATORIUM AS THE ONLY MEANS OF ESCAPING BRAZIL'S GENOCIDAL CONDITIONS.

(MORE)

THE MANUFACTURERS HANOVER OFFICIAL SAID THE PROSPECTS OF ARGENTINA PAYING ITS FOREIGN DEBT THIS YEAR LOOKED "VERY BAD" AND "WE ARE WORKING FROM DAY TO DAY."

GREAT DEBATE INTRODUCED IN WEST GERMAN PARLIAMENT

WIESBADEN, BRD, JULY 15 (IPS) -- MANFRED WOERNER, DEFENSE POLICY SPOKESMAN FOR THE WEST GERMAN CHRISTIAN DEMOCRATIC UNION, YESTERDAY ANNOUNCED A "GREAT DEBATE" IN THE FEDERAL PARLIAMENT ON NUCLEAR DEFENSE POLICY. WOERNER DEMANDED THAT THE SOCIAL DEMOCRATIC/FREE DEMOCRATIC COALITION GOVERNMENT CLARIFY "HOW IT UNDERSTANDS THE RELATIVE SIGNIFICANCE OF THE STRATEGIC-NUCLEAR, TACTICAL-NUCLEAR AND CONVENTIONAL WEAPONS," IN THE COURSE OF AN INTERVIEW TODAY WITH DIE WELT. DIE WELT ALSO REPORTS THAT WOERNER AGREES WITH U.S. DEFENSE SECRETARY SCHLESINGER AND WEST GERMANY'S SOCIAL DEMOCRATIC DEFENSE MINISTER GEORG LEBER THAT "THE WEST MUST USE NUCLEAR WEAPONS FIRST IF THERE REMAIN NO OTHER MEANS TO COUNTER AN ATTACK ON A NATO COUNTRY FROM THE EAST."

ALSO TODAY, THE CONSERVATIVE FRANKFURTER ALLEGEMEINE ZEITUNG PUBLISHES STATEMENTS MADE BY WOERNER WHICH CONTRADICT THE PRO-SCHLESINGER POSITION. THEY QUOTE WOERNER: "THE MEANING OF SOVIET MILITARY EFFORTS IS NOT THAT MOSCOW WANTS TO WAGE WAR, BUT RATHER THAT THEY WANT TO ACHIEVE PEACE." ACCORDING TO FAZ, WOERNER SEES THE DANGER TO THE WEST IN THE WEST'S OWN WEAKNESS, "THE DEVELOPMENTS IN THE MEDITERRANEAN, ECONOMIC AND SOCIAL PROBLEMS AND THE INABILITY OF THE WEST TO OVERCOME THE STRATEGY OF COMMUNISM IN WESTERN EUROPE."

VORWAERTS SUPPORTS CSCE; ATTACKS CDU "SABOTEURS" OF PEACE SUMMIT

WIESBADEN, BRD, JULY 15 (IPS) -- ACCORDING TO THE LATEST ISSUE OF THE SOCIAL DEMOCRATIC PARTY'S WEEKLY VORWAERTS, SPD CHAIRMAN WILLY BRANDT'S RECENT TRIP TO THE SOVIET UNION WAS A "TRUMP CARD OF WEST GERMAN GOVERNMENT POLICY" TO ACHIEVE SUCCESSFUL CONCLUSION OF THE CONFERENCE ON SECURITY AND COOPERATION IN EUROPE (CSCE). REFLECTING THE PRO-DETENTE POLICY SPD PARLIAMENTARY LEADER HERBERT WEHNER IS USING TO CONSOLIDATE THE SOCIAL DEMOCRATIC PARTY MACHINE, VORWAERTS PRAISED THE CSCE AS "MAKING THE UNDERSTANDING BETWEEN EAST AND WEST A LASTING AFFAIR ON THE BASIS OF PREVIOUSLY CREATED FOUNDATIONS."

VORWAERTS FURTHER REPRESENTED WEHNER'S POLICY IN OTHER ARTICLES ATTACKING CHRISTIAN DEMOCRATIC AGENTS' ATTEMPTED SABOTAGE OF THE CSCE. IN LANGUAGE USED BY WEST EUROPEAN COMMUNIST PARTIES, VORWAERTS CLAIMED THAT THE CDU SABOTEURS ARE "ISOLATED EVEN FROM CONSERVATIVE AND OTHER CHRISTIAN DEMOCRATIC RULED GOVERNMENTS OF EUROPE, AS WELL AS FROM CITIZENS OF WEST GERMANY." THE SPD PAPER ALSO PRAISES THE RELATIONSHIP BETWEEN EAST AND WEST BERLIN, "CONTRARY TO THE ATTITUDE OF CERTAIN CIRCLES IN THE WEST GERMAN MEDIA."

NUCLEAR WAR NONE OF LEBER'S BUSINESS SAYS FRANKFURTER RUNDSCHAU

JULY 15 (IPS) -- THE LIBERAL FRANKFURTER RUNDSCHAU TODAY ATTACKED WEST GERMAN SOCIAL DEMOCRATIC DEFENSE MINISTER, GEORG LEBER, FOR RE-

(MORE)



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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS)
LATE NEWS ROUND-UP
JULY 15, 1975 2100 HOURS EST

I. INTERNATIONAL.

BOMB THREAT AT PORTUGUESE CONSTITUENT ASSEMBLY MEETING:
PSP CALLS OFF MEETING

JULY 15 (IPS) -- A BOMB THREAT CAUSED THE BUILDING TO BE EVACUATED JUST PRIOR TO THE START OF TODAY'S SESSION OF PORTUGAL'S SOCIAL DEMOCRATIC DOMINATED CONSTITUENT ASSEMBLY.

THE SOCIALIST PARTY DELEGATES, FEARING THAT NO ONE WOULD RETURN, DECLARED THAT THE EVACUATION "DID NOT MEAN THAT THE ASSEMBLY WAS SUSPENDING ITS FUNCTIONS." ACCORDING TO ONE SOCIALIST SPOKESMAN QUOTED BY UPI, "WE AGREED TO ABANDON THE BUILDING DUE TO RESPECT FOR THE POLICE, BUT THIS DOES NOT MEAN THAT THE SOCIALIST PARTY IS CAPITULATING."

AFTER RECONVENING, THE SOCIALIST AND POPULAR DEMOCRATIC PARTIES REJECTED A PORTUGUESE COMMUNIST PARTY (PCP) MOTION FOR LIMITING THE POWERS OF THAT BOURGEOIS BODY. THE PCP HAS STATED THAT IT WOULD WALK OUT OF THE ASSEMBLY IF THE MOTION FAILED, AN ACTION WHICH COULD PROBABLY LEAD TO THE COLLAPSE OF THE ASSEMBLY. THERE IS NO REPORT ON THE PCP RESPONSE TO THE ASSEMBLY'S VOTE.

SECOND INTERNATIONAL DESPERATE TO FUND PSP

JULY 15 (IPS) -- "OFFERS OF FINANCIAL SUPPORT HAVE COME FROM ALL OVER THE WORLD," TO FUND A REPLACEMENT FOR THE PORTUGUESE SOCIALIST PARTY (PSP) NEWSPAPER, REPUBLICA, ACCORDING TO TODAY'S WASHINGTON POST.

THE DUBLIN BRANCH OF THE SECOND INTERNATIONAL IS CALLING ON ALL ITS MEMBERS TO CONTRIBUTE MONEY TO HELP THE PSP, ACCORDING TO DEUTSCHLANDFUNK, WEST GERMAN RADIO LAST SUNDAY.

THE GERMAN SOCIAL DEMOCRACY (SPD)'S FRIEDRICH EBERT FOUNDATION ALREADY CONTRIBUTED SEVERAL MILLIONS OF DEUTSCHMARKS TO THE ORIGINAL REPUBLICA, WHICH UNDER PSP EDITORSHIP WAS GOING BANKRUPT FOR LACK OF READERS.

IRONICALLY, THIS SECOND INTERNATIONAL FUNDING EFFORT IS IN DIRECT VIOLATION OF "A LAW ENACTED LAST YEAR BANNING FOREIGN AID TO ANY PORTUGUESE POLITICAL PARTY," ACCORDING TO THE NEW YORK TIMES.

SECOND INTERNATIONAL AGENTS
PLAN STRATEGY SESSION TO DISCUSS PORTUGAL

JULY 15 (IPS) -- UNDER THE NOMINAL COVER OF THE PORTUGUESE CULTURAL ORGANIZATION "ANTONIO SERGIO" THE SECOND INTERNATIONAL WILL SPONSOR A JULY 18-20 EMERGENCY STRATEGY SESSION ON PORTUGAL IN LISBON. TOP SECOND INTERNATIONAL EUROPEAN OPERATIVES ARE SLATED TO ATTEND, INCLUDING THE SWEDISH-MAOIST GUNNAR MYRDAL, GREEK STATE-DEPARTMENT SOCIALIST ANDREO PAPANDEO, ZERO-GROWTH HATCHETMAN, SICCO MANSCHOLT, AND SECRETARY OF THE DANISH SOCIAL DEMOCRACY HOVGAARD CHRISTIANSEN.

(MORE)

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AS YET THERE IS NO REPORT ON THE PLANNED AGENDA BUT YESTERDAY'S DANISH DAILY AKTEULT QUOTES CHRISTIANSEN AS SAYING THAT IT IS A "BIG DISAPPOINTMENT FOR US TO SEE THE LATEST DEVELOPMENTS IN PORTUGAL."

ALVARO CUNHAL HAS ADVICE
FOR THOSE WHO SUFFER FROM PERIODIC CYCLES

JULY 15 (IPS)--COMMENTING ON THE CRITICISMS COMING FROM EUROPEAN SECOND INTERNATIONAL AGENT CIRCLES, ALVARO CUNHAL, LEADER OF THE PORTUGUESE COMMUNIST PARTY (PCP) SAID: "SINCE SEPTEMBER 28 I HAVE BEEN SAYING THAT EUROPE HAS BAD MOOD PERIODS AND OTHER PERIODS THAT SHOW A LITTLE PATIENCE. I THINK THAT EUROPE HAS TO GET USED TO THE IDEA THAT THERE IS A REVOLUTION IN PORTUGAL, AND THAT THE PORTUGUESE HAVE THE CAPACITY TO DIRECT THEIR DESTINY." CUNHAL'S REMARKS WERE REPORTED YESTERDAY IN THE LISBON DAILY, O SEculo.

CLUB OF ROME ACKNOWLEDGES
REALITY OF THIRD WORLD DEBT MORATORIUM

JULY 15 (IPS)--THE CLUB OF ROME HAS CALLED FOR AN "IMMEDIATE MORATORIUM OF ONE YEAR FOR THE POORER COUNTRIES ON THEIR FOREIGN DEBTS," ACCORDING TO AN AFP RELEASE CARRIED IN YESTERDAY'S VENEZUELAN DAILY, EL UNIVERSAL. THE CLUB OF ROME SPOKESMAN MADE IT CLEAR THAT THESE DEBTS WERE TO BE RENEGOTIATED.

THE CALL, MADE PUBLIC IN A REPORT BY THIS ROCKEFELLER PLANNING BODY TWO DAYS AGO IN PARIS, IS EXPLICIT RECOGNITION OF THE INEVITABILITY OF THIRD WORLD DEFAULT, AND AN ATTEMPT TO CO-OPT THOSE COUNTRIES AWAY FROM POLITICAL ALTERNATIVES TO WORLD BANK POLICIES.

ANNOUNCED AS A PRELIMINARY REPORT TO BE DISCUSSED AT NEXT SEPTEMBER'S GENERAL ASSEMBLY AT THE UNITED NATIONS, THE PAPER ALSO ADVOCATES A "CONSIDERABLE" REDUCTION IN THE GROWTH RATE OF THE ADVANCED SECTOR --"WHICH IMPLIES REDUCING CONSIDERABLY THE RATE OF DEMOGRAPHIC GROWTH"-- FOR THE NEXT FORTY YEARS. IT ALSO CALLS FOR \$30 BILLION IN CAPITAL TRANSFERS TO THE THIRD WORLD, AND THE "PROGRESSIVE CONVERSION OF THE WORLD MONETARY SYSTEM TO SPECIAL DRAWING RIGHTS (SDR'S), THE SO-CALLED FUNNY MONEY OF THE INTERNATIONAL MONETARY FUND.

SPANISH GENERAL LINKED TO CIA:

JULY 15 (IPS)--THE EX-HEAD OF THE CHIEFS OF STAFF OF THE SPANISH ARMED FORCES, GENERAL DIEZ ALEGRIA, IS AN "OLD FRIEND" OF THE DEPUTY DIRECTOR OF THE CIA, GEN. VERNON WALTERS, UPI REPORTS TODAY. THE TWO REPORTEDLY MET DURING THE TIME THAT BOTH WERE MILITARY ATTACHES TO BRAZIL.

THEIR BRAZILIAN TOURS OF DUTY COINCIDED WITH THE 1964 CIA-ENGINEERED COUP WHICH OVERTHREW THE DEMOCRATIC GOVERNMENT THERE.

WALTERS AND DIEZ ALEGRIA RECENTLY MET AGAIN IN MADRID. UPI ALSO REPORTS THAT DIEZ ALEGRIA, WHO WAS OUSTED BY FRANCO LAST YEAR, MET WITH FRANCO TODAY FOR UNSPECIFIED REASONS.

THE CIA INVADERS DENMARK

COPENHAGEN, JULY 15 (IPS)--THE DANISH GOVERNMENT FOREIGN MINISTER PURPORTS THAT DENMARK IS "WORRIED" OVER A RECENT INFUX OF CIA AGENTS INTO THE COUNTRY.

THE SWEDISH PAPER AFTONBLADET REPORTS ON JULY 13 THAT ALONG WITH THE NEW U.S. AMBASSADOR, NO LESS THAN 11 CIA AGENTS HAVE BEEN ASSIGNED AS "ATTACHES WITHOUT PORTFOLIO" TO THE COPENHAGEN EMBASSY. AFTONBLADET STATES THAT THE REASON OFFICIALLY BEHIND THE SUDDEN BEEF-UP IS "AMERICAN WORRY OVER SOCIALIST AND STILL MORE LEFT-TWISTED MOVEMENTS THAT AT THE MOMENT ARE RATHER SUCCESSFUL."

INDIAN CONGRESS PARTY MEETS

JULY 15 (IPS)--THE FULL EXECUTIVE COMMITTEE OF THE RULING CONGRESS PARTY MET SUNDAY FOR THE FIRST TIME SINCE THE DECLARATION OF THE STATE OF EMERGENCY IN INDIA. THE PARTY PLEDGED FULL SUPPORT FOR PRIME MINISTER INDIRA GANDHI.

ACCORDING TO TODAY'S BALTIMORE SUN, THE CONGRESS PARTY RESOLVED TO MOBILIZE ALL PARTY FIELD ORGANIZERS. THE PARTY WILL CARRY OUT ECONOMIC REFORMS IN CONCERT WITH "LIKE MINDED PARTIES" CHIEFLY, SAID THE SUN, THE COMMUNIST PARTY OF INDIA (CPI)

THE EXECUTIVE COMMITTEE DENOUNCED THE ANTI-GANDHI OPPOSITION FORCES FOR THE UNCONSTITUTIONAL AND UNDEMOCRATIC METHODS USED IN ATTEMPTING TO BRING DOWN THE GANDHI GOVERNMENT.

SOVIETS TO USE JOINT SPACE MISSION LAUNCH TO REITERATE CALL FOR PEACE

JULY 15 (IPS)--SOVIET AMBASSADOR TO THE UNITED STATES A. DOBRYNIN TODAY CHOSE THE OCCASION OF THE LAUNCHING OF THE JOINT U.S.-U.S.S.R. "SOYUZ-APOLLO" SPACE FLIGHT TO REITERATE THE SOVIET COMMITMENT TO ITS PEACE OFFENSIVE.

QUOTING A STATEMENT BY SOVIET GENERAL SECRETARY LEONID BREZHNEV, DOBRYNIN SAID THAT OUR PLANET IS "VERY BEAUTIFUL"... IT IS BIG ENOUGH FOR US TO LIVE PEACEFULLY, BUT TOO SMALL FOR A

(MORE)

NUCLEAR WAR."

MAJOR U.S. PRESS COVERAGE OF THE EVENT HAS TRIED TO MAKE IT SEEM AS INNOCUOUS AS POSSIBLE, WHILE AT THE SAME TIME HINTING THAT THE SOVIETS WILL SOMEHOW USE THE VENTURE "TO STEAL" U.S. TECHNICAL KNOWLEDGE.

II. CONTINENTAL

PRESS PICKS UP NAT'L SEC. COUNCIL
BLACK SEPTEMBER COVERUP STORY

JULY 15 (IPS)--THE FRONT PAGE PHILADELPHIA ENQUIRER STORY OF JULY 13 ENTITLED "HOW A NAZI-KLANSMAN BECAME A U.S. AGENT" HAS APPEARED IN MEDIA ALL ACROSS THE COUNTRY OVER THE LAST TWO DAYS. THE ARTICLE PURPORTS TO DESCRIBE HOW ROY FRANKHAUSER WAS EMPLOYED BY THE CIA TO INFILTRATE THE ARAB BLACK SEPTEMBER ORGANIZATION IN CANADA. BOTH AP AND UPI PICKED UP THE STORY AND CIRCULATED IT NATIONALLY TO ENSURE MAXIMUM COVERAGE FOR THE HOKED UP AND WATERED DOWN ACCOUNT OF THE OPERATION. ALL COVERAGE HAS CONCEALED THE FACT THAT THE BLACK SEPTEMBER OPERATION IS RUN BY BRITISH INTELLIGENCE AND THE CIA AND TO DATE ONLY IPS HAS REVEALED THAT ITS AUTHOR JOHN HILFERTY, TO WHOM THE STORY WAS HANDED BY THE CIA AND HENRY KISSINGER, IS PERSONALLY INVOLVED IN THE READING LEAA OPERATION RECENTLY EXPOSED BY THE U.S. LABOR PARTY.

THE INQUIRER ACCOUNT HAS APPEARED IN THE WASHINGTON POST, THE READING TIMES, THE CHICAGO SUN-TIMES, SEVERAL KNIGHT NEWSPAPER CHAIN OUTLETS ON THE CBS RADIO NETWORK AND WSOC (COX BROADCASTING) RADIO IN CHARLOTTE. IN THE FIRST DERIVATION FROM THE UPI STORY TO DATE NEWSMEN AT WSOC, ADDED HIS OWN COMMENTS TO THE WIRE SERVICE ACCOUNT: THAT THIS KIND OF LEAK HAD TO COME FROM KISSINGER HIMSELF AND IS HIGHLY UNUSUAL.

FBI DIRECTOR CONFIRMS ILLEGAL ACTIVITIES OF THE BUREAU
CHURCH COMMITTEE TO REVIEW EVIDENCE OF ABUSES

JULY 15 (IPS)-- CLARENCE KELLY, FBI DIRECTOR TODAY CONFIRMED THAT THE AGENCY HAS CARRIED OUT SCORES OF ILLEGAL BREAK-INS AND BURGLARIES OVER THE LAST 30 YEARS FOR "REASONS OF NATIONAL SECURITY."

ACCORDING TO TODAY'S NEW YORK TIMES, SOME OF THESE BREAK-INS WERE AT FOREIGN EMBASSIES. KELLY HOWEVER DECLINED TO NAME THE COUNTRIES INVOLVED.

KELLY ALSO CONFIRMED INSTANCES OF FBI BURGLARIES SINCE 1966. THE BUREAU HAD PREVIOUSLY MAINTAINED THAT AFTER 1966, SUCH ACTIVITIES WERE TERMINATED.

"I DO NOT NOTE IN THESE ACTIVITIES ANY GROSS ABUSE OF AUTHORITY," THE FBI DIRECTOR STATED, "I DO NOT FEEL THAT IT WAS A CORRUPTION OF THE TRUST THAT WAS PLACED IN US."

KELLY FURTHER MAINTAINED THAT THE BUREAU WOULD CONTINUE TO COLLECT AND MAINTAIN INTIMATE DATA ON THE LIVES OF PROMINENT PERSONS, INCLUDING CONGRESSMEN, CLAIMING THAT THE ALLEGED ABUSE OF SUCH INFORMATION IS NOT IN COLLECTING IT BUT IN ITS PUBLICATION. HE MAINTAINED THAT SUCH INFORMATION WOULD BE KEPT SECURE WITHIN THE BUREAU.

ARMS CONTROL AGENCY HEAD PLUGS S-1;
DEFENDS CIA COVERT OPERATIONS

JULY 15 (IPS)--DR. FRED IKLE DIRECTOR OF THE ARMS CONTROL AND DISARMAMENT AGENCY (ACDA) IS PRESSING CONGRESS TO MAKE IT A CRIME TO DIVULGE OR PUBLISH SECRET INFORMATION ON HOW THIS COUNTRY MONITORS SOVIET MILITARY DEVELOPMENTS. IN TESTIMONY BEFORE THE HOUSE INTERNATIONAL RELATIONS COMMITTEE YESTERDAY IKLE CLAIMED THAT DISCLOSURES OF CIA ACTIVITIES IMPERIL THE U.S.'S ABILITY TO MONITOR ARMS CONTROL AGREEMENTS, ACCORDING TO TODAY'S NEW YORK TIMES. ALTHOUGH IKLE CLAIMED TO HAVE NO SPECIFIC SUGGESTIONS TIMES COLUMNIST BERNARD GERTZMAN MAKES IT CLEAR THAT SENATE BILL S-1 IS LEGISLATION DESIGNED TO ALLAY IKLE'S FEARS.

USLP TESTIFIES AT PENNSYLVANIA GOVERNOR'S COMMISSION
HEARINGS ON LEAA

HARRISBURG, PA. JULY 15 (IPS)--USLP SPOKESMAN HENRY MOSS GAVE THE ONLY PUBLIC TESTIMONY AT HEARINGS CALLED BY THE PENNSYLVANIA GOVERNOR'S JUSTICE COMMISSION TO CONSIDER FUNDING OF SOME 50 STATE LEAA PROGRAMS. MOSS BRIEFED THE ENTIRE BODY ON RU/LEAA/FBI OPERATIONS INVOLVING GUN AND DOPE RUNNING OUT OF READING, PENNSYLVANIA AND IDENTIFIED COMMISSION DIRECTOR JOHN T. SNAVELY AS A CIA OPERATIVE.

AFTER 10 MINUTES, PENNSYLVANIA ATTORNEY GENERAL ROBERT KANE INTERRUPTED MOSS TO SAY "THESE ARE VERY SERIOUS ALLEGATIONS. HAVE YOU FILED A REPORT WITH MY OFFICE?" MOSS REPLIED IT WAS ON THE WAY.

KANE ANSWERED FEEBLY "YOU'RE TALKING TO THE RIGHT MAN IN THE WRONG ROOM. WHAT DO YOU WANT THE GOVERNOR'S COMMISSION TO DO?" MOSS REPLIED THAT IT SHOULD INVESTIGATE ITS OWN EXECUTIVE BOARD AND INVESTIGATE THE READING LEAA OPERATION. THE GOVERNOR'S JUSTICE COMMISSION DISPENSES LEAA FUNDS FOR THE STATE.

NEW YORK TIMES PEDDLES INVENTORY REDUCTION HOAX

JULY 15 (IPS)--IN A LEAD FEATURE IN TODAY'S NEW YORK TIMES BUSINESS SECTION, COLUMNIST EDWIN DALE HYSTERICALLY CELEBRATED THE RECORD 3 BILLION DOLLAR MAY INVENTORY REDUCTION AS A "PRELUDE TO RECOVERY OF PRODUCTION AND EMPLOYMENT." DALE NOTED, HOWEVER, THAT THIS INVENTORY REDUCTION WOULD SHOW UP IN THE FURTHER CONTRACTION OF REAL PRODUCTION OUT-PUT, IMPLYING A CONTINUED RISE IN UNEMPLOYMENT.

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IN REALITY THE CLEARING OF INVENTORIES FROM THE WAREHOUSES AND SHELVES HAS HARDLY BEGUN. DESPITE SO-CALLED RECORD INVENTORY LIQUIDATION, UNSOLD STOCK IS STILL ABOVE THE DANGEROUSLY HIGH LEVELS OF LAST OCTOBER--THE KEY TRIGGER TO THE FOLLOWING 25 PER CENT DEPRESSSION COLLAPSE OF PRODUCTION LAST WINTER. EVEN DALE, AFTER A SECOND LOOK AT THE RELATION OF THE PRESENT INVENTORY LEVELS TO STAGNATING SALES CONCEDES "THAT CONSIDERABLE FURTHER INVENTORY REDUCTION LIES AHEAD," A SHORT HAND PHRASE FOR A NEW ROUND OF PRODUCTION CUTBACKS AND LAYOFFS.

LABOR PARTY TO ANNOUNCE FOR PRESIDENCY
OF USWA LOCAL 2600 IN BETHLEHEM

BETHLEHEM, JULY 15 (IPS)--DAVE VAN BUSKIRK, LABOR PARTY MEMBER AND A MEMBER OF THE UNITED STEELWORKERS OF AMERICA (USWA) WILL ANNOUNCE HIS CANDIDACY FOR PRESIDENT OF USWA LOCAL 2600 (BETHLEHEM STEEL) TOMORROW AT AN 11 AM PRESS CONFERENCE AT USWA LOCAL 2600 UNION HALL.

BUSKIRK, A STEELWORKER AT BETHLEHEM STEEL FOR OVER 20 YEARS, HAS BEEN AN ACTIVE LP ORGANIZER FOR THE LAST YEAR. LOCAL 2600 ELECTIONS WILL TAKE PLACE IN EARLY 1976.

END OF LATE EVENING IPS NEWS JULY 15, 1975 2100 HOURS EDT.

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NEWS BULLETIN NO. 462

FBI ORDERS RIGHT-WING ATTACKS
ON LABOR PARTY MEMBERS IN READING

READING, PA. JULY 15 (IPS) -- IN AN EFFORT TO BLOCK THE CONTINUING LABOR PARTY INVESTIGATION OF CIA-LEAA GUN- AND DOPE-RUNNING OPERATIONS CENTERED HERE IN READING, THE FBI HAS ORDERED THE NATIONAL REVOLUTIONARY (NRA), AN AMALGAM OF AGENTS AND PSYCHOTIC NAZIS, TO DECLARE "OPEN SEASON" ON THE USLP.

ACCORDING TO RELIABLE SOURCES, FBI AGENT DAVID ALLEN RALEY MET RECENTLY WITH NRA HEAD PHIL MEIER TO MOBILIZE HIS ORGANIZATION FOR ATTACKS AGAINST THE LABOR PARTY. MEIER WAS GIVEN ASSURANCES THAT NRA MEMBERS WOULD NOT BE PROSECUTED FOR ATTACKS ON USLP MEMBERS OR SUPPORTERS--ESPECIALLY MEMBERS OF THE USLP INVESTIGATIVE TEAM.

THE FBI HAS INSTRUCTED LEAA OPERATIVE LT. GOLDBERG OF THE READING POLICE DEPARTMENT TO COORDINATE THE ATTACKS.

ON SATURDAY, MEIER, ACCOMPANIED BY SEVERAL NRA MEMBERS ARMED WITH MAUSERS, SHOTGUNS AND BROWNING 45 AUTOMATICS THREATENED TH LIVES OF IPS INVESTIGATORS SCOTT THOMPSON AND STEVEN DOUGLAS. MEIER CALLED DOUGLAS "AN FBI AGENT" AND THOMPSON A "KGB AGENT SENT FROM MOSCOW." SIMILAR SLANDERS OF THE LABOR PARTY AS "KGB OR FBI" HAVE BEEN TRACED TO THE CIA, FBI AND RELATED POLICE AGENCIES.

THE NRA ATTACKS ARE BEING COORDINATED THROUGH THE FBI AND LEAA WITHEscalated ATTACKS IN THE READING AREA BY THE FBI-MAOIST OPERATIVES.

ON JULY 10 IN READING, LABOR PARTY ORGANIZER NANCY DORFMAN NARROWLY MISSED BEING RUN OVER BY A SPEEDING YELLOW VOLKSWAGEN. IPS HAS TRACED THAT CAR TO BERTRAM JONES, AN FBI OPERATIVE WHO WAS INDICTED IN 1971 FOR STEALING THE EXPLOSIVES USED IN THE KKK-FBI SCHOOL BUS BOMBINGS IN PONTIAC, MICHIGAN. JONES CURRENTLY HEADS THE READING BRANCH OF THE REVOLUTIONARY UNION (RU), A MAOIST-FASCIST GROUP INVOLVED IN TRANSPORTING EXPLOSIVES AND WEAPONS TO THE FALN, THE WEATHERMEN AND OTHER FBI TERRORIST OPERATIONS.

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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE
EARLY EVENING NEWS
JULY 16, 1975

I. INTERNATIONAL

EGYPT WILL NOT RENEW U.N. PEACE KEEPING MANDATE

JULY 16 (IPS)—EGYPTIAN FOREIGN MINISTER FAHMI ANNOUNCED LAST NIGHT THAT EGYPT WILL NOT RENEW THE MANDATE WHICH EXPIRES ON JULY 24 ALLOWING U.N. PEACE KEEPING FORCES IN THE SINAI. FAHMI CHARGED THAT ISRAELI STALLING TACTICS ARE AN "OBSTACLE" TO PEACE, STATING THAT THE MANDATE ONLY SERVES TO ENHANCE ISRAELI "FOOTDRAGGING."

MEANWHILE THE ISRAELI NEWSPAPER MAARIV REPORTS THAT KISSINGER HAD LIED TO RABIN IN BONN, TELLING HIM THAT SADAT HAD AGREED TO A "SLOWER PACE" OF DIPLOMATIC EXCHANGES, WHICH WAS STRONGLY DENIED BY THE EGYPTIANS ACCORDING TO THE NEW YORK TIMES. JIM HOAGLUND REPORTS FROM LEBANON THAT "EGYPT AND SYRIA CAN BOTH BE EXPECTED TO RAISE TENSION LEVELS OVER THE NEXT TWO WEEKS," ACCORDING TO THE WASHINGTON POST. HENRY TANNER OF THE NEW YORK TIMES EMPHASIZES EGYPTIAN IMPATIENCE WITH NEGOTIATIONS FOR A SECOND STAGE SINAI DISENGAGEMENT.

AN EGYPTIAN DIPLOMAT TOLD IPS TODAY, THAT THIS TIME "EGYPT IS NOT BLUFFING...WE HAVE COME TO AN IMMEDIATE DECISION NOW," STRESSING THE NEED FOR AN IMMEDIATE ISRAELI PULLBACK FOLLOWED BY A GENEVA CONFERENCE. AN INFORMED ARAB SOURCE TODAY OMINOUSLY REPORTED THAT EGYPT'S STRATEGY NOW IS TO GO TO "GENEVA AND PREPARE FOR WAR."

PERES WARNS OF ISRAELI PRE-EMPTIVE STRIKE CAPABILITY

JULY 16 (IPS)—WNEW-TV REPORTED LAST NIGHT THAT ISRAELI DEFENSE MINISTER SHIMON PERES RE-STATED ISRAEL'S RIGHT, WILLINGNESS, AND CAPABILITY FOR AN AERIAL PRE-EMPTIVE STRIKE IF THE TENSIONS IN THE MIDDLE EAST SHOULD INCREASE. AT THIS POINT, IT IS NOT KNOWN IF PERES' STATEMENT WAS MADE IN RESPONSE TO THE EGYPTIAN DECISION REGARDING U.N. SINAI TROOPS; WNEW CLAIMS IT RECEIVED THE STATEMENT FROM UPI, WHICH IN TURN DENIED ANY KNOWLEDGE OF IT, AND TODAY NO MEDIA MONITORED BY IPS HAS REPORTED IT. A LEBANESE DIPLOMATIC SOURCE, HOWEVER, INFORMED IPS TODAY THAT THE "WORDS OF PERES YESTERDAY HAVE SERIOUSLY CONTRIBUTED TO THE SUDDEN ESCALATION OF MIDDLE EAST TENSIONS."

MOVE TO EXPEL ISRAEL FROM U.N.

JULY 16 (IPS)—THE CONFERENCE OF 40 ISLAMIC COUNTRIES BEING HELD IN JIDDA, SAUDI ARABIA, TODAY CALLED FOR THE EXPULSION OF ISRAEL FROM THE UNITED NATIONS AND ALL OTHER INTERNATIONAL BODIES ACCORDING TO THE NEW YORK TIMES.

A PALESTINE LIBERATION ORGANIZATION SPOKESMAN AT THE CONFERENCE SAID THAT A CAMPAIGN IS BEING WAGED TO EXPEL ISRAEL FROM THE U.N., AND EXPRESSED THE HOPE THAT A SIMILAR RESOLUTION WOULD BE ADOPTED AT THE UP-COMING ORGANIZATION OF AFRICAN UNITY MEETING, AND THE MEETING OF NON-ALIGNED COUNTRIES IN LIMA, PERU.

EGYPTIAN EDITOR FAVORS CHINA OVER SOVIETS;
NEW YORK TIMES REPORTS SOVIET COUNTER-ATTACK

JULY 16 (IPS)—IHSAN ABDUL KUDDUS, EDITOR OF THE INFLUENTIAL CAIRO NEWSPAPER AL AHRAM, STATED IN A JULY 11 EDITORIAL THAT HE FAVORS THE CHINESE SIDE IN THE SO-CALLED SINO-SOVIET DISPUTE SINCE THE CHINESE ALLEGEDLY HAVE NO BIG POWER INTERESTS, WHILE THE SOVIETS ACT IN TERMS OF NATIONAL INTERESTS AND NOT ALTRUISTIC AIMS. KUDDUS TITLES HIS PARANOID ANTI-SOVIET ATTACK, "INTERESTS... AND NOT ACCUSATIONS."

TODAY'S NEW YORK TIMES REPORTS THAT THE SOVIET COMMUNIST PARTY NEWSPAPER PRAVDA HAS ATTACKED VARIOUS EGYPTIAN NEWSPAPERS FOR THEIR ANTI-SOVIET TIRADES. THE ATTACKS, WIDELY CIRCULATED BY THE SOVIET NEWS AGENCY TASS, ACCUSE THE ANTI-SOVIET CAMPAIGNERS AS PLAYING "INTO THE HANDS OF CERTAIN EXTERNAL AND INTERNAL FORCES" AND OF HAVING A "VICIOUS INTENTION TO MISLEAD MILLIONS OF EGYPTIANS AND CITIZENS OF OTHER ARAB COUNTRIES."

* IPS EXCLUSIVE *

WEST GERMAN DEVELOPMENT AGENCY
CONFIRMS WORLD TRADE AND CREDIT COLLAPSE

WEISBADEN, BRD JULY 16 (IPS)—IN A TELEPHONE INTERVIEW THIS MORNING, HERR HARMSSEN, CHIEF OF THE IRAQ SECTION OF THE WEST GERMAN OVERSEAS DEVELOPMENT AGENCY (KFW) CONFIRMED THE IPS ANALYSIS OF THE IMPENDING COLLAPSE OF WORLD TRADE AND THE SNOWBALLING TENDENCY TOWARD THIRD WORLD BANKRUPTCIES. HOWEVER, AS THE CONVERSATION UNFOLDED HARMSSEN HESITATED TO ENDORSE DEBT MORATORIA AS THE NECESSARY FIRST STEP TOWARD EXPANDED PRODUCTION AND THIRD WORLD DEVELOPMENT VIA A THREE WAY LINK UP BETWEEN THE COMECON, THE THIRD WORLD AND WESTERN EUROPE:

IPS:—"THIRD WORLD COUNTRIES ARE BANKRUPT, TRADE FINANCING HAS DRIED UP, AND THIRD WORLD FOREIGN EXCHANGE RESERVES HAVE DISAPPEARED."

H:—"YES THATS RIGHT. THEY'RE BANKRUPT."

IPS:—"ARGENTINA IS DE FACTO BANKRUPT."

H:—"YES. ARGENTINA'S JUST BANKRUPT."

IPS:—"BRAZIL, COLOMBIA, CHILE, MOST OF CENTRAL AFRICA, ZAMBIA,

ZAIRE..."

H:—"YES THEM IN PARTICULAR."

IPS:—"MADAGASCAR, GUINEA, INDONESIA..."

H:—"YES THAT'S ALL RIGHT. THEY'RE BANKRUPT."

IPS:—"NOW, YOU KNOW WHAT THAT MEANS FOR BRD'S EXPORTS?"

H:—"YES...STOP."

IPS:—"THAT'S WHAT YOU NEED A DEBT MORATORIUM AGAINST THE DOLLAR AND DOLLAR-BASED INSTITUTIONS."

H:—"YES. IN THIS CASE...LET'S WAIT AND SEE WHAT HAPPENS AT THE CONFERENCE (THE SPECIAL SESSION ON DEVELOPMENT AT THE U.N. IN SEPTEMBER)."

YUGOSLAV DEFAULT LIKELY, SAYS BANKERS

JULY 16 (IPS)—NEW YORK BANKERS TOLD IPS YESTERDAY THAT YUGOSLAVIA IS LIKELY TO DEFAULT ON ITS OUTSTANDING DEBT UNLESS THAT COUNTRY DE-DEVELOPS - OR DECLARES A DEBT MORATORIUM. "I'D SAY THERE IS FEAR OF DEFAULTS," COMMENTED ONE NEW YORK BANKER. "THEY'RE RAISING MONEY AT A FAST CLIP. THEY'RE NOT ALLOWED (BY YUGOSLAV LAW -ED.) TO RAISE SHORT-TERM MONEY LESS THAN FIVE YEARS, BUT IF THEY DON'T, THEY WON'T BE ABLE TO PAY THEIR DEBT-SERVICE." THE SAME BANKER COMMENTED: "THEY MAY BE ASKING FOR MONEY FOR A SMELTER...FOR RAILROAD EQUIPMENT...BUT IT'S TO ROLL OVER THE NATIONAL DEBT." SEVERAL SUCH "SMELTER" LOANS HAVE ALREADY BEEN MADE TO YUGOSLAVIA, HE SAID.

AN ECONOMIST FOR THE WORLD BANK, THE ARCHITECTS OF THIRD WORLD GENOCIDE WHO HOLD OVER \$900 MILLION IN YUGOSLAV DEBT, ATTRIBUTED THE NATION'S PROBLEMS TO "OVER-RAPID GROWTH," AND CALLED FOR "DE-DEVELOPMENT." "WE HOPE THEY SUCCEED IN SLOWING DOWN THEIR GROWTH."

THE YUGOSLAVS THEMSELVES ARE REPORTEDLY WEIGHING CLOSER INTEGRATION INTO COMECON.

SOVIETS MOVE TOWARD LASER FUSION BREAKTHROUGH

JULY 16 (IPS)—IPS HAS LEARNED THAT SOVIET PHYSICISTS LED BY DR. BASOV AT THE LEBEDEV INSTITUTE IN MOSCOW HAVE COMPLETED THE INITIAL CONSTRUCTION OF A LARGE LASER SYSTEM NEEDED FOR LASER-FUSION RESEARCH. DURING AN INTERVIEW WITH A LEADING U.S. SCIENTIST WHO HAS JUST RETURNED FROM THE U.S.S.R., IPS LEARNED THAT THE SYSTEM IS SCHEDULED TO BECOME OPERATIONAL EARLY NEXT YEAR. THIS LASER SYSTEM WILL DELIVER A TOTAL OF 10,000 JOULES OF ENERGY IN LESS THAN A BILLIONTHS OF A SECOND ON A MINUTE PELLET OF FUSION FUEL USING 12 MAIN BEAMS. A SIMILAR TYPE SYSTEM BEING DEVELOPED AT THE LAWRENCE LIVERMORE LABORATORY IN THE UNITED STATES WILL NOT BE COMPLETED UNTIL LATE 1977 ACCORDING TO THE EXISTING ERDA SCHEDULE. AS EVEN ROCKEFELLER SCIENTIST, EDWARD TELLER, WAS FORCED TO ADMIT AT A RECENT SCIENTIFIC CONFERENCE IN WASHINGTON D.C., SOVIET SCIENTISTS WILL BE ABLE TO REACH FUSION BREAK-EVEN WITH THIS SYSTEM.

MORE IMPORTANTLY, AS THIS U.S. SCIENTIST INFORMED IPS, A SECOND GROUP LED BY DR. PROKHOROV AT LEBEDEV ARE RAPIDLY COMPLETING CONSTRUCTION OF A TOTALLY NEW TYPE OF LASER SYSTEM BASED ON SLAB

AMPLIFIERS. "32 SLABS 2CM BY 8CM ARE ALREADY LAID OUT." "THIS ONE BEAM, ALONE, WILL DEVELOP 10,000 JOULES IN A BILLIONTH OF A SECOND BURSTS." "WHILE SOVIET SCIENTISTS ARE NOT ADMITTING IT, IT LOOKS LIKE THEY PLAN TO STACK 12 OF THESE SYSTEMS TO PRODUCE MORE THAN 100,000 JOULE BURSTS - A HUNDRED TIMES LARGER THAN ANY EXISTING LASER SYSTEM IN THE WORLD." ANOTHER 10,000 JOULE LASER IS PLANNED FOR THE KURCHATOV INSTITUTE.

GERMAN TRADE UNION LEADER REVIVES NAZI AUTARKY

WIESBADEN, BRD, JULY 16 (IPS)—HEINZ OSKAR VETTER, SOCIAL FASCIST CHAIRMAN OF THE WEST GERMAN TRADE UNION CONFEDERATION (DGB), TODAY URGED SOCIAL DEMOCRATIC CHANCELLOR HELMUT SCHMIDT TO "OVERCOME THE ECONOMIC DOWN TURN BY INCREASING DOMESTIC DEMAND, SO THAT THE ECONOMY CAN BECOME INDEPENDENT OF FOREIGN EXPORT ORDERS." VETTER ANNOUNCED HIS NAZI-STYLE AUTARKY POLICY IN THE LATEST ISSUE OF THE DGB PAPER, WELT DER ARBEIT (WORLD OF WORK).

VETTER LAST WEEK MET WITH THE PRESIDENT OF THE WEST GERMAN EMPLOYERS' ASSOCIATION, MARTIN SCHLESYER, WHO SUBSEQUENTLY ANNOUNCED PROPOSALS FOR A NUMBER OF SLAVE LABOR WORK CREATION SCHEMES DOMESTICALLY. VETTER ENDORSED THESE PROPOSALS IN HIS WELT DER ARBEIT ARTICLE.

CONSERVATIVE ESTIMATES INDICATE THAT AT LEAST 25 PER CENT OF THE WEST GERMAN WORK FORCE ARE IN INDUSTRIES DIRECTLY DEPENDENT UPON EXPORTS FOR THEIR EXISTENCE.

EAST GERMAN, SOVIET PRESS SUPPORT PCP, TARGET PSP AS COUNTER REVOLUTIONARY

JULY 16 (IPS)—EAST GERMAN AND SOVIET NEWSPAPERS TODAY EDITORIALY SUPPORT THE PORTUGUESE REVOLUTION AND EXPOSE SOCIAL DEMOCRATIC EFFORTS TO FOIL IT. THE EAST BERLIN DAILY NEUES DEUTSCHLAND FINGERS THE INTERNATIONAL SOCIAL DEMOCRACY OF MARIO SOARES AND WILLY BRANDT SAYING: "THESE PEOPLE'S CONCERN FOR PORTUGUESE FREEDOM IS PURE HYPOCRISY. IS DEMOCRACY THREATENED IN PORTUGAL? YES, IT IS THREATENED BY THOSE WHO WANT TO STOP THE PROCESS OF REVOLUTIONARY DEMOCRATIC DEVELOPMENT."

THE PORTUGUESE SOCIALIST PARTY IS IN THE FORE OF SUCH EFFORTS, WROTE MOSCOW'S IZVESTIYA YESTERDAY, ACTING AS "TRUE FIGHTERS FOR THE OLIGARCHY AND EXTREME REACTIONARIES."

II. CONTINENTAL

KISSINGER HAVING "SEVERE DIFFICULTY" DOING ROCKY'S DIRTY WORK

JULY 16 (IPS)—USING MUTED PHRASES AND CAREFULLY CLOAKED LANGUAGE, SECRETARY OF STATE KISSINGER SPOKE YESTERDAY ON THE SEVERE "DIFFICULTY HE IS HAVING IN "STEP-BY-STEP" EFFORTS TO SECURE ROCKEFELLER A STRATEGIC VICTORY OVER THE SOVIET UNION. SPEAKING TO THE UPPER MIDWEST COUNCIL IN MINNEAPLOIS, KISSINGER ATTEMPTED TO DIS-

(MORE)

TANCE HIMSELF FROM THE RECENT "CLARIFICATIONS" THAT THE ADMINISTRATION IS ACTUALLY COMMITTED TO A STRATEGIC SHOWDOWN WITH THE SOVIETS. AT THE SAME TIME, KISSINGER SOUGHT TO EXPLAIN THE INTERNATIONAL AND DOMESTIC POLITICAL DANGERS HE IS FACING: "CAN WE ASK OUR PEOPLE TO SUPPORT CONFRONTATION UNLESS THEY KNOW THAT EVERY REASONABLE ALTERNATIVE HAS BEEN EXPLORED?", KISSINGER ASKED ACCORDING TO AN ACCOUNT IN TODAY'S NEW YORK TIMES. "IN A WORLD OF NUCLEAR WEAPONS CAPABLE OF DESTROYING MANKIND," KISSINGER SAID, "...THE PROBLEM OF PEACE TAKES ON...A PRACTICAL DIFFICULTY."

NEW YORK TIMES SUPPORTS KISSINGER THREAT TO 3RD WORLD

JULY 16 (IPS)--WARNING THAT THE UNITED NATIONS WOULD BE REDUCED TO AN "EMPTY SHELL" IF DEVELOPING NATIONS DON'T BUCKLE UNDER TO U.S. THREATS OF AUSTERITY OR NO INVESTMENT, THE NEW YORK TIMES EDITORIALY SUPPORTS KISSINGER'S MILWAUKEE SPEECH TODAY. MOROVER THE EDITOR STATES THAT THEY PREFER THE HARSHER LINE RELEASED IN THE WRITTEN VERSION OF THE SPEECH, WHICH WAS WATERED DOWN IN KISSINGER'S ACTUAL PRESENTATION. KISSINGER'S WARNING TO THE THIRD WORLD "SHOULD NOT BE REGARDED LIGHTLY BY OTHER GOVERNMENTS," SAYS THE TIMES.

HIGGINS FREE

JULY 16 (IPS)--VERNON HIGGINS, AN FBI FIREARMS, EXPLOSIVES, AND COVERT OPERATIONS SPECIALIST WHO ATTEMPTED TO MURDER TWO U.S. LABOR PARTY ORGANIZERS TWO WEEKS AGO, WAS ARRESTED THIS WEEK AND IMMEDIATELY RELEASED ON HIS OWN RECOGNIZANCE. IPS LEARNED YESTERDAY. THE ONLY CHARGES NOW FACED BY HIGGINS, WHO EMPTIED HIS HAND-GUN AT A CAR CONTAINING THE TWO ORGANIZERS, IS "FIRING A WEAPON WITHOUT MALICE," CARRYING A MAXIMUM \$500 DOLLAR FINE.

SHOULD HIGGINS FAIL TO SHOW UP FOR TRIAL, HE WILL PAY A \$2,000 FINE - MONIES HIS FBI EMPLOYER WILL PROVIDE. HE HAS THEREFORE BEEN FREED TO RESUME HIS ATTACKS ON WORKING CLASS ORGANIZERS.

END OF EARLY IPS FOR JULY 16, 1975

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS)
EVENING NEWS ROUND-UP
WEDNESDAY JULY 16, 1975 1800 HOURS EDT

I. INTERNATIONAL

PORTUGUESE COMMUNIST PARTY "CONTROLS SITUATION": BLASTS SOCIAL DEMOCRATS

JULY 16 (IPS)—THE POLITBURO OF THE PORTUGUESE COMMUNIST PARTY (PCP) HAS DECLARED THAT IT HAS THE SITUATION IN PORTUGAL FIRMLY UNDER CONTROL AND BLASTED THE SOCIAL DEMOCRACIES, PARTICULARLY THE PORTUGUESE SOCIALIST PARTY, AS ITS MAIN COUNTERREVOLUTIONARY OPPONENT, IN A RECENTLY RELEASED COMMUNIQUE.

"THE REACTIONARY CONSPIRACY THAT HAS UNFOLDED IN THE LAST FEW DAYS IS SHATTERED...THE PERSPECTIVES AND DEVELOPMENTS OF THE REVOLUTIONARY PROCESS HAVE BECOME CLEARER," SAYS THE COMMUNIQUE. "THE GENERAL SECRETARY OF THE PORTUGUESE SOCIALIST PARTY (PSP) HAS LOST THE BATTLE...WHICH IS SIMPLY THE RESULT OF NOT UNDERSTANDING REVOLUTIONARY DYNAMICS AND THE PROCESS OF BROAD POPULAR PARTICIPATION," THE COMMUNIQUE CONTINUES. "THE FRANTIC AGITATION, ANTI-COMMUNIST SLANDERS AND INTRIGUES, ATTACKS ON THE PCP AND PSP HEADQUARTERS...ARE INSTRUMENTS OF COUNTERREVOLUTION."

THE COMMUNIQUE WAS PRINTED IN BOTH L'HUMANITE, THE NEWSPAPER OF THE FRENCH COMMUNIST PARTY, AND IN NEUES DEUTSCHLAND, THE NEWSPAPER OF THE EAST GERMAN COMMUNIST PARTY.

JULY 16 (IPS)—SPEAKING AT YESTERDAY'S INAUGURAL SESSION OF THE PEOPLE'S ASSEMBLY IN THE TOWN OF PONTINA, CAPTAIN CABRAL E SILVA LAID OUT THE TASKS NOW FACING THE PORTUGUESE WORKING CLASS.

SILVA DECLARED: "IT HAS BEEN PERFECTLY CLEAR TO US FROM THE BEGINNING THAT SOCIALISM CAN ONLY BE ATTAINED BY MEANS OF THE SEIZURE OF POWER BY THE WORKING CLASS...ALL OTHER POLITICAL CONCEPTIONS, LIKE THAT OF SOCIAL DEMOCRACY, ARE SIMPLY METHODS FOR THE CONTINUATION OF THAT VERY EXPLOITATION OF THE WORKING CLASS, AGAINST WHICH WE HAVE UNITED."

A PARTICIPANT IN THE ASSEMBLY, WHICH INCLUDES 15 FACTORY COMMISSIONS, 24 NEIGHBORHOOD COMMITTEES AND REPRESENTATIVES OF PIONEER REGIMENTS, THEN CALLED ON WORKERS TO EXPAND THE FORMATIONS OF COMMITTEES FOR DEFENSE OF THE REVOLUTION (CDRS): "ALL MILITARILY TRAINED WORKERS," HE SAID, "OR THOSE WORKERS CAPABLE OF EXPANDING THEIR KNOWLEDGE THROUGH REVOLUTIONARY WORK, SHOULD IMMEDIATELY JOIN THE VOLUNTEER ROLES OF THE CDRS."

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THE REPORT WAS CARRIED BY NEUES DEUTSCHLAND, THE PAPER OF THE EAST GERMAN COMMUNIST PARTY.

CIA-FRONT IN ANGOLA DECLARES OPEN WAR ON PRO-COMMUNIST MPLA, PORTUGUESE MFA OFFICERS NINT THEY WILL DEFEND PRO-COMMUNISTS

JULY 16 (IPS)---JOHNNY EDUARDO, TOP REPRESENTATIVE OF THE PEKING-TRAINED, CIA-RUN ANGOLAN NATIONAL FRONT (FNLA), SAID FROM ZAIRE YESTERDAY THAT HE WOULD RETURN TO ANGOLA VERY SOON, ACCORDING TO THE FRENCH COMMUNIST DAILY HUMANITE THIS MORNING. EDUARDO DOES NOT PLAN TO RESUME PARTICIPATION IN THE COALITION GOVERNMENT, BUT TO DIRECT THE OPERATIONS OF THE NATIONAL FRONT'S TROOPS AGAINST THE PRO-COMMUNIST POPULAR MOVEMENT (MPLA), SAYS HUMANITE. EDUARDO MADE OFFICIAL THE STANDING NATIONAL FRONT POLICY OF WAR AGAINST THE MPLA WITH THIS STATEMENT AND CONFIRMED THE NATIONAL FRONT IS GOING FOR BROKE.

OFFICERS OF THE PORTUGUESE RULING ARMED FORCES MOVEMENT (MFA) MEANWHILE PREDICT THAT NATIONAL FRONT ATTACKS ON MPLA BASES WILL FORCE MFA AIRBORNE SUPPORT FOR THE MPLA, ACCORDING TO STOCKHOLM LIBERAL DAILY DAGENS BYETER JULY 14. MOST NEWSPAPERS, REFLECTING CIA HOPES, HAVE SAID FACTIONAL STRIFE WITHIN THE MFA WOULD PERMIT ITS INTERVENTION IN ANGOLA ONLY AT THE COST OF TREMENDOUS POLITICAL DAMAGE TO THE MFA IN PORTUGAL.

MORE UNITA LIES ON PORTUGAL

NEW YORK, JULY 16 (IPS)---THE ITALIAN COMMUNIST PARTY NEWSPAPER UNITA PUBLISHED TODAY A FEAR-INSPIRED LIE NOT TO BE FOUND EVEN IN THE BOURGEOIS PRESS. COMMENTING ON A DEMONSTRATION CALLED BY PORTUGUESE CIA AGENT "SOCIALIST" MARIO SOARES, UNITA SAID: "... THE PORTUGUESE SOCIALIST PARTY HAS BROUGHT TO LIFE THE BIGGEST OPPOSITION PUBLIC DEMONSTRATION EVER TO BE HELD IN LISBON." ACCORDING TO BOURGEOIS SOURCES, GENERALLY KNOWN FOR THEIR EXAGGERATION ON THESE MATTERS, ONLY 10,000 PEOPLE ATTENDED THE DEMONSTRATION.

FRENCH COMMUNIST ORGANIZING TAKES OFF!

JULY 16 (IPS)---THE FRENCH COMMUNIST PARTY'S (PCF) INITIATIVES TO SPUR SUMMER ORGANIZING AND RECRUITMENT MET WITH RESOUNDING SUCCESS OVER THE PAST WEEK.

TODAY'S PCF DAILY, L'HUMANITE, CARRIED A POLITBURO DECLARATION WITH NEW MARCHING ORDERS FOR THE ORGANIZING DRIVE. ELECTED PCF OFFICIALS WILL BE DEPLOYED ACROSS THE COUNTRY THROUGHOUT THE SUMMER MONTHS TO SPEAK AT THE HUNDREDS OF PLANTS WHERE STRIKES ARE NOW TAKING PLACE. THE POLITBURO OF THE PCF WILL BE HOLDING A MEETING ON JULY 29 OF FEDERAL SECRETARIES FROM ACROSS THE COUNTRY TO REVIEW THE ORGANIZING DRIVE.

(MORE)

TWO DAYS AGO, THE PCF SENT OUT AN EARLY MORNING SQUAD TO DO DOOR-TO-DOOR ORGANIZING IN THE NEIGHBORHOOD AROUND THE RENAULT-BILLANCOURT AUTO PLANT. BY THE END OF THE DAY, 131 WORKERS HAD BEEN RECRUITED INTO THE PARTY; A MAJORITY OF THE RECRUITS WERE UNSKILLED AND PREVIOUSLY UNORGANIZED IMMIGRANT WORKERS. SIMILAR RECRUITMENT RATES REPORTEDLY PREVAIL THROUGHOUT THE COUNTRY.

NATO MANEUVERS TO PRACTICE ESCALATION TO NUCLEAR WAR

JULY 16 (IPS)---SWEEPING NATO MANEUVERS FOR A TACTICAL NUCLEAR WAR ESCALATING INTO A STRATEGIC HOLOCAUST WILL BE CARRIED OUT IN WESTERN EUROPE FOR FOUR WEEKS IN DECEMBER.

THE EXERCISES, CALLED HILEX 75, HAVE BEEN DESIGNED ON THE BASIS OF PROJECTED ECONOMIC DEVASTATION AND POPULAR UPRISINGS, ACCORDING TO A FEATURE IN THE LATEST ISSUE OF DER SPEIGEL, THE WEST GERMAN VERSION OF TIME MAGAZINE.

THE MANEUVERS ARE DESCRIBED AS FOLLOWS: UNDER THE SCHLESINGER COMMAND AND CONTROL SYSTEM, THERE BEGINS "EXAMINATION OF WHERE NATO TROOPS CAN CROSS A BORDER WITHOUT THE WARSAW PACT RESPONDING WITH AN IMMEDIATE NUCLEAR STRIKE." NEXT, "OUT OF THE COMPUTER PUNCH CARDS, DIVISIONS MARCH, TANKS ROLL, JETS ATTACK. THEN ATOMIC CANNONS FIRE TACTICAL NUCLEAR SHOTS. FINALLY, NOTHING ELSE WORKS: NATO AND THE WARSAW PACT EXCHANGE STRATEGIC NUCLEAR STRIKES."

EXPRESSING THE TERROR OF NATO RULING CIRCLES AT THE PROSPECT OF REVOLUTION IN THE WEST, SPEIGEL DESCRIBES THE POLITICAL SCENARIO WHICH GOVERNS THE EXERCISES: THE INABILITY OF GOVERNMENTS TO ARREST UNEMPLOYMENT AND A SOVIET DRIVE TO "DESTROY CIVILIZATION IN THE FORM OF EAST GERMAN MILITARY SUPPORT FOR A WORKERS UPRISING IN THE FEDERAL REPUBLIC."

EAST BLOC MEDIA STRESSES IMPORTANCE OF CSCE

JULY 16 (IPS)---SOVIET BLOC NEWS MEDIA THIS WEEK HAVE FEATURED PRAISE FOR THE SCHEDULED SUMMIT MEETING OF THE CONFERENCE ON SECURITY AND COOPERATION IN EUROPE (CSCE), TODAY:

---THE POLISH PRESS PRAISED THE CONFERENCE AS EXEMPLARY FOR "OTHER COUNTRIES AND CONTINENTS." THE EAST GERMAN RADIO STATION VOICE OF THE DDR REPORTED THIS AND OTHER EASTERN EUROPEAN VIEWS ON THE CSCE SUMMIT, INCLUDING AN ARTICLE FROM THE BULGARIAN PRESS EMPHASIZING THAT "NO RATIONAL WESTERN POLITICIANS CAN DENY THAT ...IT IS IMPOSSIBLE TO LIVE WITHOUT THE SOCIALIST COUNTRIES."

---YESTERDAY'S EDITION OF THE SOVIET DAILY PRAVDA STRESSED THAT THE TEST OF THE CSCE WILL BE THE EFFORTS OF PARTICIPANTS TO ABIDE BY THE AGREEMENTS ADOPTED THERE.

PRAVDA'S ASSERTION FOLLOWS REMARKS FROM WEST GERMAN FOREIGN MINISTER GENSCHER AND U.S. SECRETARY OF STATE KISSINGER THAT THE CSCE AGREEMENTS WILL NOT BE SIGNIFICANT.

(MORE)

BREZHNEV CALLS FOR END TO ARMS RACE AT INT'L. SCIENTISTS
CONFERENCE IN MOSCOW

JULY 16 (IPS) — SOVIET COMMUNIST PARTY LEADER L. BREZHNEV HAS SENT A SPECIAL ADDRESS TO THE INTERNATIONAL CONFERENCE OF THE WORLD FEDERATION OF SCIENTIFIC WORKERS WHICH BEGAN EARLIER THIS WEEK IN MOSCOW. BREZHNEV'S THEME WAS: "THE ROLE OF SCIENTISTS AND THEIR ORGANIZATIONS IN THE STRUGGLE FOR DISARMAMENT."

DR. MORRIS LEVITT FROM THE LABOR COMMITTEE-INITIATED FUSION ENERGY FOUNDATION (FEF) IS ATTENDING THE CONFERENCE ON SOVIET INVITATION. THE MESSAGE STATED THAT THE USSR WILL CONTINUE ITS "EFFORTS TO BRING ABOUT CONCRETE MEASURES WHICH WILL NOT ONLY PERMIT A HALT TO THE ARMS RACE, BUT ALSO BEGIN A RADICAL REDUCTION IN WEAPONS AND ARMED FORCES IN CONFORMITY WITH THE INTERESTS OF THE PEOPLES."

NEW ARGENTINE GENERAL STRIKE IN OFFING?

JULY 16 (IPS) -- A NEW AND MASSIVE STRIKE WAVE HAS BROKEN OUT IN ARGENTINA THIS WEEK ABRUPTLY SHATTERING PRESIDENT ISABELITA PERON'S SO-CALLED AGREEMENT WITH TRADE UNION BUREAUCRATS TO REINSTATE THE NATION'S ANNULLED WAGE CONTRACTS. ENTIRE SECTIONS OF THE KEY AUTO INDUSTRY ARE AGAIN PARALYZED FOLLOWING LAST WEEK'S GENERAL STRIKE, WHILE TEACHERS, DOCTORS, STATE AND MUNICIPAL, TRANSPORT, TELEPHONE, STEEL AND TEXTILE WORKERS ARE EITHER STRIKING OR PLANNING ACTIONS OF PROTEST AGAINST THE PRESIDENT'S AUSTERITY REGIMEN.

ISABELITA'S OUSTING OF SOCIAL WELFARE MINISTER LOPEZ REGA WHILE RETAINING 5 OUT OF 8 CABINET MINISTERS VIRTUALLY OWNED BY THE HATED GOVERNMENT STRONGMAN WAS NOT ACCEPTED BY ANY OF THE WORKING CLASS SECTORS WHO ARE NOW RAPIDLY ORGANIZING A GROWING OPPOSITION TO NEW AUSTERITY MEASURES. THE RECENT ANNOUNCEMENT THAT CONSUMER PRICES ROSE 300% IN ONE MONTH, PLUS A 100-200% RISE IN PUBLIC SERVICE RATES, HAS IMMEDIATELY EXPOSED ISABEL'S CONCESSIONS TO THE TRADE UNIONS.

ARGENTINE DEVALUATIONS, RESIGNATIONS

JULY 16 (IPS) -- ARGENTINA'S GOVERNMENT TODAY ANNOUNCED A THIRD DEVALUATION OF THE ARGENTINE PESO IN THE LAST FOUR AND A HALF MONTHS. THE ARGENTINA "DEBT PESO" IS DEVALUATED BY 18%, AND THE "IMPORT-EXPORT PESO" BY 7.7 PER CENT. IT WAS ANNOUNCED AMID RUMORS THAT CAIROLI, HEAD OF THE CENTRAL BANK, IS RESIGNING IN DISAGREEMENT WITH THE MOVE.

EGYPTIAN MINISTER CALLS FOR HOLY WAR

JULY 16 (IPS) -- AT A WEEKEND CONFERENCE OF FOREIGN MINISTERS OF ISLAMIC STATES MEETING IN SAUDI ARABIA, THE EGYPTIAN MINISTER OF STATE FOR FOREIGN AFFAIRS, MAHMOUD RIAD, WARNED THAT THE OCTOBER YOM KIPPUR WAR IN 1973 WAS "ONLY THE BEGINNING OF THE BATTLE FOR THE LIBERATION OF OCCUPIED ARAB LAND, PRIMARILY JERUSALEM," RE-

(MORE)

POTTS THE JULY 14 JERUSALEM POST.

II. CONTINENTAL

LEAA RAPISTS COMING TO JUSTICE

CHICAGO, JULY 16 (IPS) — YESTERDAY LEAA-CONTROLLED ZOMBIE RAPIST WESLEY WARD WAS CONVICTED HERE ON CHARGES OF BATTERY, SENTENCED TO 30 DAYS IN JAIL, AND GIVEN 2 YEARS PROBATION AND A COURT ORDER TO STAY AWAY FROM LABOR PARTY ORGANIZERS. THE CONVICTION STEMS FROM AN UNSUCCESSFUL RAPE ATTEMPT BY WARD ON TWO LABOR PARTY WOMEN IN EARLY JUNE.

DIRECTLY FOLLOWING THE ATTACK, CHICAGO POLICE REFUSED TO FILE CHARGES OF ATTEMPTED RAPE AGAINST WARD AND BOTH THE POLICE AND THE DISTRICT ATTORNEY HAVE TRIED TO HAVE ASSAULT AND BATTERY CHARGES AGAINST WARD DROPPED FOR REASONS OF INSANITY. THE CONVICTION CAME AFTER CHICAGO REED HOSPITAL DECLARED WARD TO BE SANE.

IN RELATED DEVELOPMENTS, POLICE HAVE ARRESTED JAMES GRANT, THE SUSPECTED ASSAULTANT OF SUSAN WARD, A USLP ORGANIZER IN PHILADELPHIA. GRANT IS BEING HELD ON CHARGES OF RAPE AGAINST MISS WARD ON JUNE 17 AND NINE OTHER RAPES AND RAPE ATTEMPTS SINCE THAT DATE.

MAC DELIVERS NEW ULTIMATUM TO NEW YORK CITY

NEW YORK, JULY 16 (IPS) — THE DIRECTORS OF "BIG MAC" — THE ROCKEFELLER BANKERS' DICTATORSHIP OVER NEW YORK CITY — HAVE DEMANDED THAT MAYOR BEAME PRODUCE "VERY PROMPTLY" A "FISCAL PLAN" CAPABLE OF WINNING THE CONFIDENCE OF THE BANKS AND OTHER BOND HOLDERS.

THIS LATEST MOVE IN THE PRE-PROGRAMMED RAND CORPORATION SCENARIO FOR THE CITY WILL HELP PRECIPITATE A CRISIS DURING WHICH THE ROCKEFELLERS WILL ATTEMPT TO IMPOSE A FULL-FLEDGED FASCIST AUSTERITY REGIMEN.

ACCORDING TO THE WALL STREET JOURNAL, \$50 MILLION IN MAC BONDS WHICH DEALERS BOUGHT FOR RESALE HAVE NOT YET BEEN RESOLD, DESPITE A MASSIVE ARMTWISTING OPERATION CONDUCTED BY THE ROCKEFELLER BANKS AGAINST THEIR FELLOW CAPITALISTS. ONLY SUCH ARMTWISTING MADE THE INITIAL BOND-SALE A "SUCCESS." ONE BOND TRADER TOLD IPS THAT PROSPECTS FOR MAC MARKETING ANOTHER \$2 BILLION IN BONDS ARE "PRACTICALLY INSURMOUNTABLE" BUT HE IS COUNTING ON THEIR "DOING SOMETHING DRAMATIC" TO MAKE IT POSSIBLE. MAC'S PRESS OFFICER DECLINED TO DETAIL THEIR "FISCAL PLAN" BUT TROUGHT THAT THE NEW

(MORE)

YORK TIMES' PREDICTION OF A BEAME-IMPOSED WAGE-FREEZE PROVOKING STRIKES, CHAOS, AND THE FINAL CRUSHING OF CITY UNIONS WAS A PROBABLE SCENARIO.

CHICAGO TRIBUNE: DETENTE OR SCHLESINGER'S HOLOCAUST

JULY 16 (IPS) -- IN THE MIDDLE OF A FRONT PAGE FILLED WITH ARTICLES ON U.S.-SOVIET COOPERATION, THE CHICAGO TRIBUNE TODAY CARRIES A STORY ON "CRISIS EVACUATION" OF U.S. CITIES IN THE EVENT OF A NUCLEAR CONFRONTATION, CITING SECRETARY OF DEFENSE SCHLESINGER AS RESPONSIBLE FOR SUCH A HORRIFYING PLAN.

AFTER EVACUATING THE CITIES IN THE FACE OF A LIMITED NUCLEAR WAR TO "MINESHAFTS AND CAVES", "THE EVACUEES SETTLE DOWN TO WAIT FOR THE POSSIBLE NUCLEAR ATTACK, OR FOR INTERNATIONAL NEGOTIATIONS TO RESOLVE THE CRISIS AND AVERT THE MISSILES", RUNS THE SCENARIO. THE TRIBUNE ASKS, "SOMETHING FROM THE MOVIE DR. STRANGE-LOVE?...NO INDEED," AND IDENTIFIES JOHN DAVIS, THE DIRECTOR OF THE DEFENSE CIVIL PREPAREDNESS AGENCY, AND SCHLESINGER AS "BELIEVING" THAT THIS "THINKING THE UNTHINKABLE" IS "CRITICAL TO THE U.S.'S NUCLEAR DETERRENCE STRATEGY."

CHURCH CLARIFIES "INVESTIGATION"

JULY 16 (IPS) -- SENATOR FRANK CHURCH YESTERDAY ANNOUNCED THAT HE IS IGNORANT OF EVIDENCE SUPPORTING ALLEGATIONS OF CIA INFILTRATION OF THE EXECUTIVE BRANCH, REPORTED THE BALTIMORE SUN. CHURCH'S REMARKS COME ON THE HEELS OF AN ANNOUNCEMENT MONDAY THAT HIS SENATE COMMITTEE PROBE WILL BE LIMITED TO ONLY A FEW AREAS.

CHURCH STATED THAT HIS COMMITTEE WOULD BE ISSUING A REPORT ON POLITICAL ASSASSINATIONS OF FOREIGN LEADERS WHICH WOULD REFLECT ON FORMER PRESIDENTS AND INDICATED THAT A PRINCIPAL TARGET OF HIS INVESTIGATION WOULD BE EX-CIA DIRECTOR RICHARD HELMS. HE ALSO SAID THAT THE COMMITTEE WILL SEND A DELEGATION OF SENATORS TO TAKE A DEPOSITION FROM RICHARD NIXON ON HIS CONTRIBUTION TO ILLEGAL SURVEILLANCE ACTIVITIES.

CHURCH MADE NO MENTION OF HIS SPECIAL SENATE COMMITTEE INVESTIGATIONS OF ANY CIA ACTIVITIES THAT WOULD EXPOSE THE ROLES OF NELSON ROCKEFELLER AND SCHLESINGER IN AGENCY OPERATIONS.

MEXICO SPECIALIST CHARGES U.S. WEATHER MODIFICATION DEVASTATING CENTRAL AMERICA

JULY 16 (IPS) -- A MEXICAN SCIENTIST HAS ACCUSED THE U.S. OF BEING DIRECTLY RESPONSIBLE FOR THE DEATH OF NEARLY 10,000 PEOPLE AND MATERIAL DAMAGES WORTH MILLIONS OF DOLLARS AS A RESULT OF THE "ARTIFICIAL DEFLECTION" LATE LAST SEPTEMBER OF HURRICANE FIFI OFF THE FLORIDA COAST TOWARDS HONDURAS BY THE U.S. METEOROLOGICAL OFFICE.

IN RECENT STATEMENTS TO MEXICAN NEWSPAPER EL SOL, JOSE A. VIVO, DIRECTOR OF THE CENTER FOR GEOGRAPHICAL STUDIES OF THE UNIVERSITY OF MEXICO, CHARGED THAT HURRICANE FIFI "WAS ARTIFICIALLY DEFLECTED TO HONDURAS," THROUGH THE USE OF SILVER IODIDE AS "A SYSTEMATIC ACTION BY THE UNITED STATES METEOROLOGICAL OFFICE." VIVO ALSO

(MORE)



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Daily News and Press Summaries

EARLY EVENING NEWS ROUNDUP
JULY 17, 1975

I. INTERNATIONAL

ROCKEFELLER'S PRESS URGES U.S. THREATEN SOVIET ON PORTUGAL

JULY 17 (IPS)—GONE BERSERK OVER THE VICTORIES OF THE PORTUGUESE WORKING CLASS, THE NEW YORK TIMES TODAY URGES THE U.S. AND NATO TO "MAKE IT PLAIN TO MOSCOW THAT THE SOVIET UNION WILL BE HELD RESPONSIBLE IF PORTUGAL'S COMMUNISTS CONTINUE ON THEIR PRESENT PATH AND THAT THE WEST'S DEMOCRACIES CANNOT ACCEPT IMPOSITION OF COMMUNISM THERE BY FORCE OR SUBVERSION." WHILE NOTING THAT THE PORTUGUESE COMMUNIST PARTY, UNDER THE DIRECTION OF THE REVOLUTIONARY ALVARO CUNHAL, MAINTAINS "SUPERB ORGANIZATION, TIGHT DISCIPLINE, BRILLIANT LEADERSHIP...", THE TIMES EDITORIAL CRIES OUT FOR "THE DEMOCRATS OF WEST EUROPE AND THE U.S." TO GIVE "MORE SUPPORT" TO THE DEFEATED SOCIALISTS UNDER THE AGENT MARIO SOARES."

IN A RELATED ARTICLE ON TODAY'S TIMES OP ED PAGE, STANFORD UNIVERSITY FOREIGN AFFAIRS SPECIALIST RONALD HILTON URGES THE U.S. TO DROP ITS DETENTE APPROACH TO THE SOVIET UNION IN FAVOR OF DIRECT THREATS AND CONFRONTATION POLICIES.

WEST GERMAN STATE SECRETARY FOR DEVELOPMENT ENDORSES DEBT MORATORIUM

WIESBADEN, BRD, JULY 17 (IPS)—DR. OPPELT, STATE SECRETARY FOR INTERNATIONAL DEVELOPMENT FOR THE WEST GERMAN DEVELOPMENT MINISTRY TODAY AGREED THAT ORDERLY DEBT MORATORIA ON DOLLAR-DENOMINATED DEBT IS THE ONLY WAY OUT FOR THIRD WORLD COUNTRIES.

"MORATORIA," DR. OPPELT TOLD IPS, "WILL EASE THE DEBT BURDEN OF ALL THESE THIRD WORLD COUNTRIES NOW ON THE VERGE OF COLLAPSE. IT (DEBT MORATORIUM) WILL BE THE FIRST ITEM (ON THE AGENDA) AT THE SEVENTH SESSION OF THE U.N. GENERAL ASSEMBLY."

WHEN INFORMED THAT DEBT MORATORIA COULD NOT BE POSTPONED UNTIL NEXT YEAR AS HE STIPULATED, DR. OPPELT ANSWERED, "YES THAT'S RIGHT. THEY'RE IMMINENT."

SADAT COMING UNDER PRESSURE FROM PRO-SOVIET MILITARY SAYS STATE DEPT.

JULY 17 (IPS)—AN EXASPERATED U.S. STATE DEPARTMENT MIDEAST ADVISOR TOLD IPS THIS MORNING THAT EGYPT "HASN'T GOTTEN ANY BENEFITS IN A YEAR FROM ISRAEL" AND THAT EGYPTIAN PRESIDENT SADAT "IS DISGUSTED" WITH U.S. ATTEMPTS TO SECURE AN ISRAELI PEACE COMPROMISE. THE OFFICIAL STATED THAT AN ISRAELI TERRITORIAL WITHDRAWAL "WOULD STRENGTHEN SADAT'S POSITION" ESPECIALLY AMONG RESTLESS

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ELEMENTS IN THE MILITARY AND ESSENTIALLY WRAP UP EGYPT AS A PRO-AMERICAN BASTION.

RECENTLY RETURNED FROM EGYPT, HE INSISTED THAT THE EGYPTIAN GOVERNMENT WISHES TO MAINTAIN EGYPT'S TIES TO THE U.S., BUT THAT STAGNATION IN THE SINAI NEGOTIATIONS WITH ISRAEL IS FEEDING DISCONTENT IN THE MILITARY AT SADAT'S PRO-AMERICAN AND ANTI-SOVIET STANCE. "SADAT NEEDS SUPPORT SO HE CAN TEAR DOWN THE SIDE OF HIS HOUSE THAT'S SNIPING AT HIM," BUT THE ISRAELIS ARE SABOTAGING THIS PROCESS SAID THE ADVISOR.

PCF WARNS SADAT

JULY 17 (IPS)—TODAY'S FRENCH COMMUNIST PARTY DAILY L'HUMANITE NOTED THAT "THE SHORTEST ROAD FOR AVOIDING A NEW WAR REMAINS THAT OF GENEVA," WARNING EGYPTIAN PRESIDENT SADAT THAT A CALL FOR RECONVENING THE GENEVA CONFERENCE IS THE ONLY POSSIBLE WAY TO RESOLVE THE MIDEAST CRISIS.

L'HUMANITE REMINDS SADAT THAT THE RIGHT TURN HE IMPOSED ON EGYPTIAN POLITICS BY REMOVING SOVIET MILITARY ADVISERS IN 1970 IN AN ATTEMPT TO GAIN U.S. AID AND SUPPORT IS PROVOKING UNREST IN THE ARMY.

"IN THE ARMY NUMBERS OF OFFICERS ARE WONDERING ABOUT THE FUTURE OF THESE (SADAT'S) POLITICS," OBSERVES L'HUMANITE, ADDING THAT THE ARMY GENERALLY DISAPPROVES OF THE CORRUPTION AND PROFITEERING THAT IS BEING REINTRODUCED INTO EGYPTIAN SOCIETY.

ROCKEFELLER COUNTERMOVES AGAINST SOVIETS WITH \$1 BILLION CREDIT TO EGYPT

JULY 17 (IPS)—HENRY KISSINGER HAS PUT TOGETHER A PLAN TO EXTEND DEBT-STRAPPED EGYPT A \$1 BILLION LOAN. IT WOULD INCLUDE \$250 MILLION CREDITS FROM IRAN, SAUDI ARABIA, AND THE U.S., WITH THE REMAINING \$750 MILLION COMING FROM THE EEC COUNTRIES AND JAPAN, ACCORDING TO TODAY'S NEW YORK TIMES.

DURING KISSINGER'S TRIP TO EUROPE LAST WEEK, HE FIRMED UP COMMITMENTS FROM WEST GERMANY TO CONTRIBUTE A \$100 MILLION CREDIT. THE WASHINGTON POST REPORTS THAT THE NINE EEC COUNTRIES ARE PRESENTLY DEBATING THE LOAN AT A TWO DAY SUMMIT MEETING.

SUCH AN OPERATION IS A BLATANT MOVE ON THE PART OF ROCKEFELLER TO COUNTER AN EGYPTIAN LINK-UP WITH THE SOVIET BACKED EURASIAN TRADE BLOC, SPEARHEADED BY ALGERIA AND IRAQ. THE EGYPTIAN FINANCE MINISTER IS PRESENTLY IN THE SOVIET UNION IN AN EFFORT TO RESCHEDULE EGYPT'S MULTI-BILLION DOLLAR DEBT TO THE USSR, ACCORDING TO U.S. RADIO REPORTS TODAY.

CPGB CALLS FOR UNITED FRONT AROUND
ECONOMIC EXPANSION, EAST-WEST TRADE

JULY 17 (IPS)—THE COMMUNIST PARTY OF GREAT BRITAIN HAS ISSUED A CALL FOR A UNITED FRONT OF TRADE UNIONISTS, LEFT LABOUR PARTY MEMBERS, COMMUNISTS AND OTHERS AROUND THE CPGB PROGRAM FOR ECONOMIC EXPANSION ON THE BASIS OF EAST-WEST TRADE. THE CALL WAS ISSUED FROM A MEETING OF THE CPGB'S NATIONAL EXECUTIVE COMMITTEE THIS WEEKEND AND PRINTED IN THE COMMUNISTS' MORNING STAR NEWSPAPER.

CPGB WELSH DISTRICT SECRETARY BERT PEARCE WAS QUOTED AS SAYING THAT THE CURRENT LABOUR GOVERNMENT POLICY IS "A SAVAGE ATTACK ON THE LIVING STANDARDS OF THE BRITISH PEOPLE..." CALLING FOR BRITISH TRADE WITH THE EAST BLOC, AND THE THIRD WORLD TOGETHER WITH NATO ARMS REDUCTION. THE MORNING STAR DECLARED THAT UNITED FRONT AROUND SUCH A PROGRAM "IS PRACTICABLE AND POSSIBLE NOW."

KANAPA SAYS CSCE WILL UNITE EUROPEAN CONTINENT

JULY 17 (IPS)—POLITICAL BUREAU MEMBER JEAN KANAPA IDENTIFIES THE JULY 30 SUMMIT CONFERENCE ON EUROPEAN COOPERATION AND SECURITY (CSCE) AS A "CAPITAL STEP" WHICH WILL LAY THE "FOUNDATIONS OF A PEACEFUL EUROPE."

WRITING IN A FORCEFUL EDITORIAL IN TODAY'S FRENCH COMMUNIST PARTY DAILY, L'HUMANITE, KANAPA ASKS HOW IT WILL BE POSSIBLE, ONCE THE SUMMIT IS CONCLUDED, "TO JUSTIFY THE DIVISION OF THE CONTINENT INTO ANTAGONISTIC MILITARY AND ECONOMIC BLOCS?" HE CONCLUDES THAT AS IT HAS BEEN IN THE PAST, IT IS THE SOCIALIST COUNTRIES AND EUROPEAN COMMUNIST PARTIES WHOSE INITIATIVES WILL ENSURE THAT THE CSCE CONFERENCE BECOMES THE LAUNCHING PAD FOR EVEN BROADER COOPERATION.

NAZI LABOR PROCEDURES REVIVED IN WEST GERMANY

WIESBADEN, BRD, JULY 17 (IPS)—THE WEST GERMAN EMPLOYMENT ADMINISTRATION ANNOUNCED YESTERDAY THAT RECIPIENTS OF UNEMPLOYMENT BENEFITS PLANNING TO TAKE A VACATION DURING THE SUMMER MUST FIRST ASK FOR APPROVAL FROM THEIR LOCAL UNEMPLOYMENT OFFICE. THE UNEMPLOYMENT OFFICE HAS THE RIGHT TO CUT OFF ALL BENEFITS IF A WORKER LEAVES AGAINST THE OFFICE'S ORDERS.

ACCORDING TO AN ARTICLE IN THE WIESBADEN KURIER, 18,024 WORKERS IN WEST GERMANY WERE REFUSED UNEMPLOYMENT BENEFITS, 2,835 OF THESE SPECIFICALLY BECAUSE THEY REFUSED JOBS OFFERED THEM.

THE EUROPEAN LABOR PARTY HAS RECEIVED SCATTERED REPORTS AS TO WHAT KINDS OF JOBS ARE BEING OFFERED: A WORKER IN THE RUHR SAID THAT HE WAS FORCED TO TAKE A JOB AS A CEMETERY GARDENER FOR THE

(MORE)

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EQUIVALENT OF 40 CENTS PER HOUR. WORKERS IN THE STATE OF HESSEN REPORT THAT THEY ARE BEING FORCED TO TAKE LABOR-INTENSIVE DIKE-BUILDING JOBS.

SPD MAYOR PROCLAIMS FASCIST OUTLOOK

JULY 17 (IPS)--THE SOCIAL DEMOCRATIC MAYOR OF HAMBURG, WEST GERMANY CALLED FOR A VIRTUAL RETURN TO NAZISM ACCORDING TO A REPORT IN YESTERDAY'S SUEDEDEUTSCHE ZEITUNG.

MAYOR HANS-ULRICH KLOSE, IN A SPEECH AT AN EVANGELICAL ACADEMY CONFERENCE ASSERTED THAT UNEMPLOYMENT CAN ONLY BE REVERSED BY CUTTING WORK TIME AND INCOMES. ALTHOUGH THE TRADE UNIONS WILL INITIALLY PROTEST HE SAID, "WE HAVE TO BREAK THROUGH PEOPLE'S CONSUMER MENTALITY AND DEVELOP THEIR SELF INITIATIVE...THIS REQUIRES FESTIVALS, BLOCK ORGANIZATIONS CLUBS FOR PEOPLE TO MEET IN, IDENTIFY THEMSELVES IN SOCIETY, FEEL GOOD, DO SOMETHING."

REPORTEDLY, KLOSE AVOIDED USE OF THE FORMER NAZI SLOGAN "STRENGTH THROUGH JOY."

II. CONTINENTAL

IPS EXCLUSIVE

NEW MAYOR'S TASK FORCE PLANS CRISIS MANAGEMENT FOR NYC

NEW YORK, JULY 17 (IPS)--IPS LEARNED THAT A MAYOR'S TASK FORCE FOR EMERGENCY PREPAREDNESS WAS CREATED EARLY THIS WEEK TO IMPLEMENT PLANS FOR SO-CALLED CRISIS MANAGEMENT OF NEW YORK CITY. THE NEW AGENCY IS FUNDED DIRECTLY BY THE DEPARTMENT OF DEFENSE CIVIL PREPAREDNESS AGENCY (DCPA) AND THE LAW ENFORCEMENT ASSISTANCE ADMINISTRATION (LEAA) AND IS DIRECTED BY LOUIS WEIN, ALSO THE MAYOR'S LIASON TO THE DOMESTIC COUNCIL WHICH REPORTEDLY IS "CLOSELY MONITORING" THE NEW YORK CITY SITUATION. FIRST NATIONAL CITY BANK AND IBM ARE REPORTED TO BE WORKING WITH THE NEW TASK FORCE.

WEIN WAS THE AMERICAN ADVISOR WHO HELPED ELECT THE NOTORIOUS CARLOS PEREZ PRESIDENT OF VENEZUELA IN 1973. IN AN INTERVIEW ON TUESDAY HE REVEALED THAT THE TASK FORCE IS CONSIDERING ACTION IN SUCH EMERGENCIES AS "NUCLEAR ATTACK, NUCLEAR BLACKMAIL OR STRIKES THAT CRIPPLE THE EAST COAST."

HE ADDED THAT THE TASK FORCE WILL BE RELYING HEAVILY ON RAND CORPORATION REPORTS TO DRAW UP THEIR EMERGENCY PLANS AND NOTED THAT THE APPARATUS THAT IS DESIGNED FOR NEW YORK CITY WILL SERVE AS A MODEL FOR OTHER MAJOR CITIES NATIONALLY.

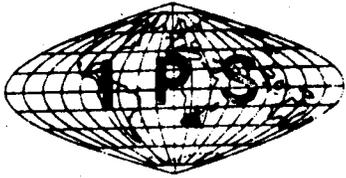
THE PRESENT EMERGENCY CIVIL DEFENSE STRUCTURE IN NEW YORK CITY, HEADED BY A CAREER CIVIL SERVANT, WILL BE BYPASSED IN THE NEW PLANS.

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U.S. ARMY TESTED LSD ON CIVILIANS, SOLDIERS

JULY 17 (IPS)--THE UNIVERSITY OF MARYLAND MEDICAL SCHOOL AND THE U.S. ARMY TESTED THE HALLUCINOGENIC DRUG LSD ON HUNDREDS OF CIVILIANS AND SOLDIERS WITHOUT THEIR KNOWLEDGE IN EXPERIMENTS CONDUCTED UNDER CONTRACTS BETWEEN THE ARMY'S CHEMICAL CENTER, THE EDGEWOOD ARSENAL, AND THE U. OF MARYLAND'S PSYCHIATRIC INSTITUTE IN BALTIMORE, ACCORDING TO THIS MORNING'S WASHINGTON POST. MAJ. GENERAL (RET.) LLOYD FELLEZ, COMMANDER AT EDGEWOOD FROM 1956 TO 1969, CONFIRMED THAT LSD TESTING HAD TAKEN PLACE AT THE ARSENAL AND AT MILITARY BASES, SPECIFICALLY FT. BRAGG, NORTH CAROLINA. "WE DIDN'T KNOW WHEN WE WERE SUPPOSED TO GET IT BUT WE WERE TOLD IT WOULD BE DONE. I WAS BRIEFING A GROUP OF OTHER OFFICERS WHEN I REALIZED IT WAS TAKING EFFECT," SAID THE GENERAL OF HIS EXPERIENCE AS AN UNWITTING GUINEA PIG FOR THE ARMY.

END OF EARLY IPS FOR JULY 17.



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LATE EVENING NEWS
JULY 17, 1975 2000 HOURS EDT

I. INTERNATIONAL

4TH PORTUGUESE COALITION DISSOLVED AFTER PPD RESIGNS; NEW GOVERNMENT IN THE OFFING

JULY 17 (IPS)--THE PORTUGUESE REVOLUTIONARY COUNCIL TODAY DISSOLVED THE COALITION GOVERNMENT AFTER THE CENTER-RIGHT POPULAR DEMOCRATIC PARTY (PPSD) RESIGNED FOLLOWING THE COUNCIL'S REJECTION OF ITS SO-CALLED DEMOCRATIC ULTIMATUM, REPORTS EAST GERMAN RADIO.

THE REVOLUTIONARY COUNCIL DESIGNATED THE TASK OF FORMING A NEW GOVERNMENT TO THE PRO-COMMUNIST PRIME MINISTER, GEN. VASCO GONCALVES, WHO IS EXPECTED TO NAME BOTH PROGRESSIVE MILITARY MEN AND CIVILIAN TECHNOCRATS.

ACCORDING TO UPI, BOTH THE PPD AND THE SOCIALIST PARTY (PSP) WHICH WAS OUSTED FROM THE GOVERNMENT EARLIER, ARE NOW PLANNING TO HOLD ANTI-MILITARY DEMONSTRATIONS IN NORTHERN PORTUGAL, A TRADITIONAL RIGHTWING STRONGHOLD.

PORTUGUESE ECONOMIC BATTLES CALLED DECISIVE

JULY 17 (IPS)--THE EAST GERMAN PRESS TODAY FOCUSED ITS PROPAGANDA ASUPPORT FOR THE PORTUGUESE REVOLUTION ON THE CRUCIAL ECONOMIC BATTLEFRONT. "THE DECISIVE CONFRONTATION BETWEEN REVOLUTION AND REACTION," SAID THE PARTY PAPER NEUES DEUTSCHLAND, "WILL WITHOUT A DOUBT BE CARRIED OUT IN THE ECONOMIC SPHERE." THE ARTICLE SPECIFICALLY ACCUSED PORTUGAL'S SOCIAL DEMOCRATS AND MAOISTS OF WORKING AS PROVOCATEURS FOR THE CAPITALISTS: "THE SABOTAGE OF PRODUCTION ORGANIZED BY THE EXPLOITER CLASS, WHICH IS POLITICALLY ROUTED AND ECONOMICALLY CURTAILED, INCLUDES THE AGGRAVATION OF SOCIAL CONFLICTS, STRIKES AND DISTURBANCES. ULTRALEFT GROUPS ARE COMMONLY USED TO THIS END."

CP AGENTS TO ATTEND SECOND INTERNATIONAL CONFERENCE

JULY 17 (IPS)--REPRESENTATIVES FROM THE SPANISH COMMUNIST PARTY (PCE) OF SANTIAGO CARILLO, THE ANTI-MOSCOW GREEK COMMUNIST PARTY (KKE-INTERIOR) AND THE CIA-CONTROLLED ITALIAN COMMUNIST PARTY WILL ATTEND THIS WEEKEND'S SECOND INTERNATIONAL STRATEGY SESSION ON PORTUGAL IN LISBON. THE CONFERENCE IS BEING ORGANIZED UNDER THE FLIMSY COVER OF A LISBON BASED CULTURAL FOUNDATION. KEY SECOND INTERNATIONAL AGENTS SUCH AS GUNNAER MYRDAL AND ZERO GROWTH SISCO MANSOLT WILL BE AT THE CONFERENCE.

(MORE)

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ZIAIRE THREATENS TO INVADE ANGOLA IN WAKE
WAKE OF MPLA VICTORIES

JULY 17 (IPS)--THE CIA PUPPET PRESIDENT OF ZAIRE, MOBUTU SESE SEKO, TODAY INFORMED LISBON THAT HE MAY BE FORCED TO REVIDSE HIS "NEUTRAL" POLICY TOWARD THE CONFLICT IN ANGOLA IF PORTUGAL DOES NOT END ITS PROCOMMUNIST AID TO THE PRO-COMMUNIST POPULAR MOVEMENT (MPLA) ACCORDING TO THE JULY 13 EDITION OF LE MONDE.

MOBUTU HAS ALREADY DONE EVERYTHING IN HIS POWER TO AID THE MAOI MAOIST NATIONAL FRONT (FNLA) SHORT OF FULL-SCALE INVASION. LE MONDE ADDS THAT PORTUGUESE FOREIGN MINISTER MELO ANTUNES IN LISBON RESPONDED TO THE WAR THREAT BY SENDING UN SECRETARY-GENERAL WALHDHEIM A MESSAGE WARNING THAT PORTUGAL "MAY HAVE TO TAKE URGENT MEASURES" IF ZAIRE SHOULD INVADE ANGOLA.

JU FNLA FOSTERS CANNIBALISM AMONG TROOPS

JULY 17 (IPS)--AS PRO-COMMUNIST POPULAR MOVEMENT TROOPS HAVE TAKEN NATIONAL FRONT (FNLA) STRONGHOLDS IN THE LUANDA REGION, THEY HAVE FOUND "REFRIGERATORS CONTAINING HEARTS, LIVERS AND OTHER OTHER HUMAN REMAINS, BOTTLES OF BLOOD AND DITCHES FULL OF MUTILATED CORPSES, INDICATING THERE ARE CANNIBALS AMONG THE NATIONAL FRONT" ACCORDING TO A LUANDA CORRESPONDENT QUOTED BY THE WASHINGTON POST YESTERDAY.

THE FNLA HAS DRAWN ITS BASE SUPPORT FROM AMONG THE MOST BACKWARD OF THE ANGOLAN POPULATION, THE TRIABAL BAKONGO. THE MAOIST LEADERS OF THESE CANNIBAL TERRORIST WERE CORDIALLY RECEIVED TODAY BY TENG-HSIAO PING, IN PEKING ACCORDING TO THE JULY 18 LE MONDE.

EYPT'S AL-AHRAM NEWSPAPER TRIES TO UNDERCUT IRAQ-SOVIET TIES

JULY 17 (IPS)--IN AN ARTICLE SUPPORTING CHINA IN THE SO-CALLED SINO-SOVIET DISPUTE, IHSAN ABDUL KUDDUS, EDITOR OF THE SEMI-OFFICIAL EGYPTIAN NEWSPAPER AL AHRAM EXCLAIMS THAT THE "MOST DANGEROUS THING THAT IS FACING US, WHILE WE ARE EVALUATING AND DETERMINING OUR POSITIONS, IS THE VICTORY OF PERSONAL INDIVIDUAL INTERESTS OF SOME ARAB LEADERSHIPS OVER THE NATIONAL INTEREST OF THEIR COUNTRY."

AL-AHRAM ON ITS FRONT PAGE IN THE JULY 11 EDITION DISPLAYS PROMINENTLY A JULY 10 BOSTON GLOBE ARTICLE THAT CLAIMS, INCREDIBLY THAT THE SOVIETS HAVE SUSPENDED ARMS SHIPMENTS TO IRAQ AS A MEANS OF UNDERSCORING ALLEGED SOVIET DISPLEASURE WITH IRAQ FOR SIGNING DETENTE TREATIES WITH OTHER PERSIAN GULF STATES AND FOR BUYING ARMS FROM WESTERN COUNTRIES AND YUGOSLAVIA.

THE GLOBE ARTICLE BASED ON AN ASSOCIATED PRESS DISPATCH THAT LEANS HEAVILY ON "DIPLOMATIC SOURCES" AND "WESTERN ANALYSTS," HAS FOUND ITS WAY INTO PRINT IN THE CIA-CONTROLLED LEBANESE AL-NAHAR

(MORE)

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NEWSPAPER AND THE JERUSALEM POST, WAS WELL AS A SMATTERING OF EUROPEAN BOURGEOIS PRESS OUTLETS.

EYGPT IMPATIENT AS U.S., ISRAELIS STALL

JULY NEW YORK, JULY 17 (IPS)--AN EYPTIAN OFFICIAL SAID IN AN INTERVIEW TODAY THAT THERE IS "AT LEAST A THE SUSPICIAON" IN EYPT THAT THE MUCH-PUBLICIZED U.S. -MIDDLE EAST POLICY REASS-ESSMENT IS A HOAX.

"THERE IS GROWING IMPATIENCE," SAID THE SOURCE, "THAT THE U.S. , WITH ALL ITS MIGHT, IS NOT FORCING ISRAEL TO WITHDRAW." HE RECALLED THAT IN 19656 THE U.S. FORCED THE COMBINED ARMIES OF FRANCE , , BRITAIN, AND THE ISRAELIS TO WITHDRAW FROM THE SINAI PENNINSULA PAFTER THE SUEZ WAR.

"NOW," HE SAID, "THER IS ONLY MILD TRALK, "X'WE'RE GOING TO DO THIS, WE'RE GOING TO DO THAT." "

EYPTIAN IMPATIENCE WITH U.S.-ISPAELI STALLING ON A COMPREHENSIVE-PREHENSIVE MIDDLE EAST SETTLEMENT WAS BEHIND THE DECSIDSION TUESDAY BY EYPT NOT TO RENEW THE MANDATE FOR THE U.N. PEACE-KEEPING FORCES IN SINAI.

ISLAMIC BRAINWASHING SESSION DESIGNED TO ISOLATE LISRAEL

JULY 17 (IPS)--THE FORTY NATIONAL CONFERENCE HELD LAST WEEKEND IN JIDDA, SAUDI ARABIA HAS CALLED ON ALL ISLAMIC COUNTRIES IN ASIA SOUAFRICA, AND AND ASIA TO UNIFY AROUND THE EXPULSION OF LISRAEL FROM THE U.N. AND FREE ISRAELI OCCUPIED TERRITORIES. THE REPORT CONTAINED IN A NEW YORK TIMES ARTICLE TODAY QUOTES SAUDI ARABIAN KING KHALID SPEAKING SUPPORT OF THE EXPULSION "IN DEDICATION TO ALLAH AND THE FAITH."

IRAQ BA'ATH ANNIVERSARY CELEBRATIONS A SIGNAL FOR MAJOR NEW DEVELOPMENT MOVES

JULY 17 (IPS)--ITAQ WILL USE THIS WEEK'S 4-DAYFOUR DAY DCELEGBRATIONS OF T OF THE 1958 AND 1968 COUPS D'ETAT "TO LAUNCH A NUMBER OF OIL-INDUSTIRRIAL, AGRICULTURAL, HEALTH AND EDUCATIONAL PROJECTS WORTH HUNDREDS OF MILLIONS OF DOLLARS," REPORTED S THE JULY 14 JERUSALEM POST.

PROMINENT AMONG THE PROJECTS WILL BE THE THIRD AND FINAL STAGE OF THE EXPOLOITATION OF IRAQ'S EXTENSIVE NORTHERN RUMANIA OIL FIELDS AT BRARASRAH, SOUTHERN IRAQ. THIS PROJECT HAS BEEN CARRIED OUT WITH SOVIET TECHNO-EXPORT ORGANIZATION IN COLLABORATION WITH THE GERNERAL COMAPNY FOR OIL PLANNING AND INSTA INSTALATIONS RUN BY IRAQI EXPERTS.

THE JERUSALEM POST NOTSES THAT ARAB OIL MINISTERS , OFFICIALS OF OPEC, AND HIGH-RANKING SOVIET DELEGATIONS ATIONATIONS ARE ALL ATTENDING THE CELEBRATIONS.

(MORE)

CHINESE ARMY DEPLOYED TO SUPPRESS WORKER UNREST IN HANGCHOW

JULY 17 (IPS)--CHINESE LEADER TENG HSIAO PENG TOLD VISITING POLITICIANS THAT THERE HAS BEEN WORKER UNREST OVER DEMANDS FOR HIGHER WAGES IN SEVERAL CHINESE CITIES AND THAT IN A FEW CASES THE ARMY HAS BEEN USED TO SUPPRESS AGITATION. ACCORDING TO AN ARTICLE IN YESTERDAY'S LONDON DAILY TELEGRAPH, THE MAIN PROBLEM TENG REPORTED REGARDING THE DISTURBANCES IS THAT THE URBAN MILITIA CREATED TO MAINTAIN ORDER HAS IN MANY CASES SPLIT AND JOINED THE WORKERS. IN WHERE THE MOST SERIOUS DISTURBANCES HAVE BEEN REPORTED TENG ACCOMPANIED THE INFANTRY BRIGADE USED TO SUPPRESS THE WORKERS.

ARGENTINA'S "FEDERAL INTERVENTORS" RESIGN
NEW GENERAL STRIKE ANTICIPATED

JULY 17 (IPS)--ALL OF ARGENTINA'S FEDERALLY -APPOINTED "INTERVENTORS" TO THE PROVINCES HAVE TENDERED THEIR RESIGNATIONS TO PRESIDENT ISABEL PERON. TODAY. THE RESIGNATIONS OF THE INTERVENTORS, WHO HAVE TRADITIONALLY PLAYED THE ROLE OF MAINTAINING-TAIN THE STATUS QUO IN THE LOCAL PROVINCES AGAINST LEFTIST CHALLENGES TO ORTHODOX PERONIST RULE, SIGNALS THE ADVANCED STATE OF COLLAPSE OF PERON'S REGIME.

THE RESIGNATIONS FOLLOW PERSISTENT RUMORS THAT THE NATIONAL TRADE-UNION FEDERATION, THE CGT, IS PLANNING A NEW 72-HOUR GENERAL STRIKE TO DEMAND THE RESIGNATION OF ECONOMIC MINISTER RODRIGO, THE CHIEF ARCHITECT OF ARGENTINA'S "SHOCK TREATMENT" AUSTERITY PLAN.

II. CONTINENTAL

RU HEAD BEING REWIRED AT NAPLES NAVAL BRAINWASHING CENTER?

JULY 17 (IPS)--EX-AIR FORCE INTELLIGENCE OFFICER AND FOUNDER OF MAOIST PA-FASCIST COUNTERGANG THE REVOLUTIONARY UNION, H. BRUCE FRANKLIN, IS REPORTED TO BE STAYING AT THE NATO BASE IN NAPLES, ITALY.

THE ITALIAN WEEKLY IL MONDO, QUOTES "A SMALL GROUP WHICH HELPS RADICALS KNOWN AS SOCCORSE ROSSO (RED AID)" AS SAYING THAT FRANKLIN HAS BEEN AT THE BASE FOR THE PAST TEN DAYS. IPS RECEIVED ADVANCE NOTICE OF THE STORY WHICH WILL BE CARRIED IN THE JULY 24 ISSUE OF IL MONDO.

AN OFFICIAL AT THE BASE TODAY DENIED THAT FRANKLIN IS OR HAS BEEN AT THE BASE.

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THE NAVAL HOSPITAL AT THE BASE WAS EXPOSED LAST WEEK BY THE LONDON SUNDAY TIMES AS A CENTER FOR THE CLOCKWORK ORGAANGE -STYLE BRAINWASHING OPERATIONS WHICH HAS "MORE THAN OCNONCE" BEEN USED TO TRAIN ZOMBIE ASSASSINS WHO ARE THEN DEPLOYED AS NEEDED THROUGH U.S. MILITARY INTELLIGENCE.

AN OFFICIAL AT THE BASE HOSPITAL TODAY DENIED THAT FRANKIN IS OR HAS BEEN AT THE BASE..

IPS EXCLUSIVE

WOODCOCK PREPARING TO SEPT-UP LORDSTOWN OWN STRIKE

JULY 17 (IPS)--IPS HAS UNCOVERED THE A POSSIBLE PLAN FOR A STRIKE PROVOCATION SEPT-UP BY LEONARD WOODCOCK DESIGNED TO UAW PRESIDENT LEONARD SD DESIGNED TO BRING THE INCREASINGLY TROUBLESOME AND MILITANT UAW LOCAL THERE AT AT LORDSTOWN UNDER THE CONTROL OF THE INTERNATIONAL.

SINCE THE NOTIFICATION TWO DAYS AGO THAT THE TWO LABOR PARTY ORGANIZERS INSIDE OF LORDSTOWN GMAD WOULD BE FIRED, IPS LABOR INTELLIGENCE HAS BEEN MONITORING THE SITUATION IN THE PLANT. ON FRIDAY. THE FISCHER BODY COMPLEX OF LORDSTOWN IS SCHEDULED FOR A STRIKE ON GRIEVANCE PILE-UPS WHILE THE WHOLE PLANT IS REPORTED REPORTEDLY SET TO FOLLOW SUIT IF FISCHER BODY GOES OUT.

ACCORDING TO THE HIGHLY IRREGULAR UAW INTERNATIONAL STRIKE AUTHORIZATION GIVEN TO THE FISCHER BODY LOCAL SEVERAL DAYS AGO, IF THE LOCAL GOES ON STRIKE THE INTERNATIONAL WOULD BE "AUTHORIZED" TO SET UP IN AND TAKE OVER NEGOTIATIONS. THIS WOULD BE TANTAMOUNT TO PLACING THE LOCAL IN RECEIVERSHIP.

ONE DETROIT AREA UAW PRESIDENT COMMENTED YESTERDAY, "THIS WHOLE THING IS HIGHLY IRREGULAR. IT'S DEFINITELY NOT AN APACHE."

BOSTON GLOBE PRAISES IRAQ'S DEVELOPMENT

JULY 17 (IPS)--IN UNCHARACTERISTICALLY HONEST COVERAGE FOR THE U.S. BOURGEOIS PRESS, THE BALTIMORE SUN YESTERDAY PRINTED AN ARTU ARTICLE PRAISING THE PRO-SOCIALIST AND PRO-DEVELOPMENT IRAQI POLICIES OF THE IRAQI BATH GOVERNMENT BY OTTAWA CITIZEN CORRESPONDENT MOHAMMED AZHAR ALI KHAN.

ENTITLED "IRAQ ON THE UPSWING," KHAN'S ACCOUNT EMPHASIZES THAT THE "ARAB BATH SOCIALIST PARTY IS BASKING IN THE GLORY OF THE PUBLIC SUPPORT..." "THIS GOVERNMENT HAS TO ITS CREDIT ACHIEVEMENTS WHICH GIVE BAGHDAD AN AIR OF PRIDE AND CONFIDENCE,.. BAGHDAD IS BEING TORN DOWN IN FRONT OF EVERYONE'S EYES AND BEING BUILT ANEW. DEVELOPMENT IS CHANGING THE FACE OF THE COUNTRY-SIDE.

"

(MORE)

IPS 07.157.2000/PAGE SIX

FURTHER, KHAN, NOTES, THE IRAQIS ARE "PLOUGHING THEIR DEVELOPMENT FUNDS IN THE COUNTRY... THROUGH A SOCIALIST ECONOMY," WHICH HAS LED TO A LOW LEVEL OF CORRUPTION AND MUCH LESS OF HOARDING OF WEALTH THAN IN OTHER OIL-PRODUCING COUNTRIES. "MEANWHILE, RELATIONS WITH THE SOCIALIST COUNTRIES ARE CLOSE TO AND EXPECTED TO REMAIN QUITE CLOSE."

BOSTON TO CUT SERVICES; O'NEILL TO ASK FOR EXPLANATION FROM CITY OFFICIALS

JULY 17 (IPS)--CITY COUNCILMAN ALBERT "DAPPER" O'NEILL WILL PROPOSE TO TODAY'S MEETING OF THE COUNCIL'S WAY S AND MEANS COMMITTEE THAT IT CALL AS WITNESSES BOTH CITY TREASURER AND BUDGET DIRECTOR AND DEMAND THAT THEY ACCOUNT FOR THEIR PREVIOUS REPORTS THAT THE

CITY'S FIC

FISCAL DEMANDS CONDITIONS IN WAAS "EXCELLENT."

O'NEILL ANNOUNCED HIS PLANS FOLLOWING YESTERDAY'S DEMAND BY MAYOR KEVIN WHITE THAT THE COUNCIL GRANT HIM THE AUTHORITY TO ISSUE \$80 MILLION IN TAX ANTICIPATION. NOTES TO COVER FOR WHAT SOURCES INDICATE IS PROBABLE A PROBABLY SHORTFALL IN CITY REVENUES. EARLIER IN THE WEEK, WHITE ANNOUNCED A \$30 MILLION CUT FROM THE SCHOOL BUDGET, FORCING SCHOOL CLOSINGS AND THE LAYOFFS OF 1200 TEACHERS.

IPS LEARNED TODAY THAT BOSTON'S MUNICIPAL RESEARCH BUREAU WHICH PREPARED THE WHITE'S SCHOOL CUT PACKAGE, HAS ALREADY PREPARED A NEW PACKAGE OF RECOMMENDED CUTS IN POLICE, FIRE, HOSPITALS, PARKS AND PUBLIC WORKS. WHITE HOPES TO POSTPONE SUCH CUTS UNTIL AFTER THE NOVEMBER MAYORAL ELECTIONS.

HOUSE INTELLIGENCE COMMITTEE STILL IN LIMBO;
MURPHY COMMISSION PUSH DEFEATED

JULY 17 (IPS)--THE HOUSE INTELLIGENCE COMMITTEE WAS LEFT IN LIMBO FOLLOWING THE HOUSE OF REPRESENTATIVES' VOTE YESTERDAY TO NEITHER ABANDON OR REVIVE IT, THE U.S. PRESS REPORTS TODAY. FOLLOWING THREE HOURS OF DEBATE, THE HOUSE REJECTED 293 TO 122 AN AMENDMENT TO DISBAND THE COMMITTEE, AND VOTED DOWN AS WELL A RESOLUTION TO MERGE THE COMMITTEE WITH A LARGER PERMANENT JOINT COMMITTEE TO OVERSEE THE FEDERAL INTELLIGENCE AND NATIONAL SECURITY FUNCTIONS, A MOVE WHICH WOULD HAVE BLUNTED ANY HOUSE INVESTIGATION OF ILLEGAL CIA ACTIVITIES. THIS MEASURE WAS SUGGESTED IN THE RECENTLY RELEASED FINAL REPORT OF THE ROCKEFELLER-CREATED MURPHY COMMISSION.

BIG MAC DEMANDS BEAME TEAR UP CONTRACTS

JULY 17 (IPS)--FELIX ROHATYN, ROCKEFELLER BANKING OPERATIVE, AND A DIRECTOR OF NEW YORK CITY'S BIG MAC, HAS DEMANDED THAT MAJOR BEAME ENACT A WAGE FREEZE ON THE CITY'S MUNICIPAL WORKERS, ACCORDING
(MORE)

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EVEN

ACCORDING TO THE NEW YORK TIMES.

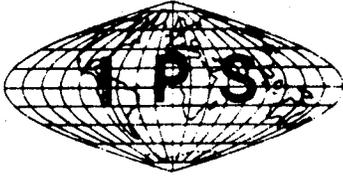
BEAME HAS AGREED TO MEET TODAY WITH THE MAC'S DIRECTORS TO DISCUSS THE IMPLEMENTATION OF THEIR DIRECTIVE, THREE REEREE LEADING NEW YORK BANKERS, INCLUDING DAVID ROCKEFELLER, WILL SIT IN ON THE MEETING.

RAIL STRIKE THREAT POSTPONED WHILE USERY PREPARES
TO NAIL POSTAL UNION

JULY 17 (IPS)--NEGOTIATIONS FOR THE BROTHERHOOD OF RAILWAY AND AIRLINE CLERKS UNION TODAY CONCEEDED TO FEDERAL MEDIATION AND CONCILIATION SERVICES HEAD WILLIAM USERY'S REQUEST FOR ANOTHER STRIKE DEADLINE POSTPONEMENT UNTIL JULY 28, A BRAC SPOKESMAN SAID TODAY.

USERY, HAS NOW TURNED HIS SIGHTS ON NEGOTIATIONS BETWEEN THE U.S. POSTAL SERVICE AND FOUR MAJOR POSTAL UNIONS REPRESENTING ABOUT 600,000 WORKERS WITH A STRIKE DEADLINE OF MONDAY MORNING. USERY STATED THAT THE REMAINING ISSUES IN POSTAL TALKS ARE TOUGHER THAN I THOUGHT THEY WOULD BE" REPORTS TODAY'S NEW YORK TIMES, THE CENTRAL DEMANDS OF THE POSTAL WORKERS . OF THE POSTAL IS THE RETENTION OF THE NO LAY-OFF OFF OFF CLAUSE IN ALL CONTRACTS.

END NEW SOLIDARITY INTERNATIONAL PRESS SERVICE LATE EVENING NEWS
NG NEWS
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EARLY EVENING NEWS ROUND-UP
FRIDAY, JULY 18, 1975 1600 HOURS EST

I. INTERNATIONAL.

EGYPT GROWING RESTLESS AT U.S.-ISRAELI DIPLOMACY

JULY 18 (IPS) -- PROTRACTED AND FREQUENT ISRAEL-U.S. MEETINGS "HAVE CAUSED GROWING CONCERN IN CAIRO" THAT THE U.S. HAS SOFTENED ITS DEMANDS ON ISRAEL TO WITHDRAW FROM SINAI TERRITORIES, REPORTS YESTERDAY'S LONDON TIMES.

THE EGYPTIAN MOVE NOT TO RENEW THE MANDATE OF UNITED NATIONS TROOPS WAS MOTIVATED BY A "REAL FEAR ON THE PART OF THE EGYPTIANS THAT THE CURRENT AMERICAN PEACE OFFENSIVE WOULD COME TO GRIEF," SAYS THE TIMES.

WEST GERMAN SOURCE REPORTS INCREASE IN STRENGTH OF ISRAELI PEACE FORCES

WIESBADEN, FRD, JULY 18 (IPS) -- A HIGHLY-PLACED WEST GERMAN SOCIAL DEMOCRATIC PARTY (SPD) SOURCE TOLD IPS YESTERDAY THAT "THE CAMP OF THE PEACE FORCES IN ISRAEL HAS DECISIVELY INCREASED. EVEN PRIME MINISTER RABIN WAS CHANGED IN THAT RESPECT" DURING HIS RECENT VISIT TO WEST GERMANY, THE SOURCE AFFIRMED.

PLO SEEKS WEAPONS FROM RED CHINA

JULY 18 (IPS) -- A HIGH-LEVEL DELEGATION FROM FATAH, THE MAIN GUERRILLA GROUP OF THE PALESTINIAN LIBERATION ORGANIZATION (PLO), LEFT FOR PEKING WEDNESDAY TO NEGOTIATE WITH THE CHINESE FOR ARMS SUPPLIES, ACCORDING TO TODAY'S BALTIMORE SUN.

THE LIBYAN NEWSPAPER AS SAFIR REPORTS THAT THE DELEGATION IS HEADED BY ABU JIHAD, ALLEGEDLY A POWERFUL AIDE TO CIA-AGENT YASSER ARAFAT, PLO CHIEF. THE SUN CITES INFORMANTS WHO SEE A NEW LEVEL OF RELATIONS BETWEEN PEKING AND THE PLO, AND DETECT "DISCONTENT" BETWEEN THE PLO AND MOSCOW.

KISSINGER PROVOKED ISLAMIC CONFERENCE DECISION

JULY 18 (IPS) -- THE RECENT ISLAM CONFERENCE THAT CALLED FOR ISRAEL'S EXPULSION FROM THE UNITED NATIONS HAD ORIGINALLY ONLY PLANNED TO CALL FOR GENERAL ANTI-ISRAEL SANCTIONS, BUT SECRETARY OF STATE KISSINGER'S WARNINGS AGAINST AN ISRAEL EXPULSION "APPEARED TO PRODUCE A BACKLASH AND HARDEN THEIR RESOLVE," ACCORDING TO (S)

BEIRUT SOURCES REPORTED BY YESTERDAY'S CHRISTIAN SCIENCE MONITOR.

THE ANTI-ISRAEL MOVE WAS PUSHED BY SYRIA AND THE PALESTINE LIBERATION ORGANIZATION.

SPD PRAESIDIUM RESOLVES IN SUPPORT OF CSCE

JULY 18 (IPS) -- THE PRAESIDIUM OF THE WEST GERMAN SOCIAL DEMOCRATIC PARTY ISSUED A STATEMENT AFFIRMING DETENTE AND SUPPORTING THE CONFERENCE ON SECURITY AND COOPERATION IN EUROPE (CSCE) ON THE RETURN OF SPD CHAIRMAN WILLY BRANDT FROM MOSCOW. "DETENTE POLICY," THE PRAESIDIUM STATED, "MUST BE REALIZED THROUGH PRACTICAL MEASURES, THE RENUNCIATION OF VIOLENCE MUST BECOME THE DOMINATING PRINCIPLE OF INTERNATIONAL POLICY." THE STATEMENT WAS PRINTED IN WEDNESDAY'S UNSERE ZEIT, NEWSPAPER OF THE WEST GERMAN COMMUNIST PARTY.

MEANWHILE, WOLFGANG MISCHNIK, PARLIAMENTARY FACTION LEADER OF THE WEST GERMAN FREE DEMOCRATIC PARTY, WRITES IN TODAY'S AUGSBURGER ALLGEMEINEN ON THE CSCE THAT "THESE AGREEMENTS HAVE TO DO WITH CONCRETE DECLARATIONS OF INTENT OF THE PARTICIPATING STATES, TO SOLVE EXISTING PROBLEMS PEACEFULLY, AND TO CREATE THE PRECONDITION FOR MORE ECONOMIC AND POLITICAL COOPERATION." MISCHNIK ALSO WRITES THAT AFTER THE CSCE, THE WEST WILL ALSO HANDLE THE STRATEGIC ARMS LIMITATIONS TALKS, SALT, SO THAT "HERE TOO, THERE WILL NOT BE ANY ONE-SIDED DEMANDS BY US." THIS SALT CONCESSION IS ENTIRELY CONTRADICTORY TO THE UNILATERAL CONCESSIONS THAT THE U.S. IS DEMANDING OF THE WARSAW PACT IN THESE DISCUSSIONS.

MAOIST PROVACATEURS ATTACK ELC

WIESBADEN, BRD, JULY 18 (IPS) -- IN THREE SEPARATE INCIDENTS THIS WEEK, MAOIST POLICE PROVACATEURS PHYSICALLY ATTACKED ORGANIZERS FOR THE EUROPEAN LABOR PARTY AT THE UNEMPLOYMENT OFFICE IN COL-OCNE, WEST GERMANY. ON WEDNESDAY, THE MAOISTS FIRST ASSAULTED A WOMAN ELP MEMBER, THEN PUSHED DOWN ANOTHER ELP ORGANIZER WHO WAS PHOTOGRAPHING THE INCIDENT AND STOLE HIS CAMERA. IN ADDITION, THE BREMEN GROUP OF THE ELP WAS ALSO SET UPON BY MAOISTS OUTSIDE AN UNEMPLOYMENT OFFICE YESTERDAY. IN EACH OF THESE CASES, ELP ORGANIZERS WERE SAVED FROM SERIOUS INJURY BY THE UNANIMOUS SUPPORT OF UNEMPLOYED WORKERS WHO IDENTIFIED THE MAOISTS AS "FASCISTS".

IN A RELATED POLICE ACTION AGAINST THE ELP, THE BREMEN AND STUTTGART POLICE DEPARTMENTS HAVE SET EXORBITANT FEES FOR "SELLING PERMITS" TO PREVENT THE ELP FROM SELLING ITS PRESS IN THOSE CITIES. YESTERDAY THE POLICE OF BOTH CITIES DRUMMED UP PRONY CHARGES THAT THE ELP ORGANIZERS ARE "FORCING" WORKERS TO BUY NEUE SOLIDARITAET.

(MORE)

EEC MINISTERS MEET IN TOP SECRECY;
HEAR W. GERMAN LABOR AGENT

JULY 18 (IPS) -- THE WEST GERMAN PAPER FRANKFURTER ALLGEMEINE ZEITUNG REPORTS TODAY THAT UNDER HIGHLY UNUSUAL CIRCUMSTANCES, WEST GERMAN TRADE UNION FEDERATION HEAD HEINZ OSCAR VETTER ADDRESSED THE COMMON MARKET COUNCIL OF MINISTERS' MEETING YESTERDAY, CALLING ON THE ASSEMBLY TO HOLD AN EXTRAORDINARY CONFERENCE ON EUROPEAN SOCIAL AND ECONOMIC PROBLEMS THIS FALL.

THE FRENCH PRESS, LED BY LE MONDE AND LE FIGARO, HAVE FAILED TO PICK UP THE VETTER STORY AND ARE SIMPLY SAYING THAT THE MEETING TOOK PLACE IN "TOP SECRECY" WITH ONLY "FRAGMENTED" REPORTS BEING LEAKED TO THE PRESS.

LE MONDE REPORTS PSP DEMO A BRAWL

JULY 18 (IPS) -- A PORTUGUESE SOCIALIST PARTY DEMONSTRATION IN LISBON TWO DAYS AGO WHICH GATHERED A RIGHTIST MOB OF 15,000, "REVEALED THE REAL IMAGE OF THE (SOCIALIST) PARTY." "THE DAMS BROKE, THE MASKS FELL," REPORTS THE INFLUENTIAL FRENCH DAILY LE MONDE JULY 17. ACCORDING TO LE MONDE'S LISBON CORRESPONDENTS A CLOSE COLLABORATOR OF PREMIER VASCO GONCALVES DENOUNCED THE PSP AS "THE TROJAN HORSE OF REACTION." LE MONDE ALSO IMPLIES THE PSP WAS INVOLVED IN SETTING UP THE RIO-MAIOR INCIDENT THREE DAYS AGO DURING WHICH PORTUGUESE COMMUNIST PARTY HEADQUARTERS WERE BURNT DOWN.

LOVE IN THE LOCKER ROOM

JULY 18 (IPS) -- "THE KEY TO THE POLITICAL SITUATION IN SPAIN, AS IN PORTUGAL, IS HELD BY THE ARMY. BUT THERE IS NO REASON TO DOUBT ITS LOYALTY TO (PRINCE) JUAN CARLOS ONCE HE SUCCEEDS" TO THE POST OF SPAIN'S AGING DICTATOR, GEN. FRANCO. THUS WRITES WINSTON S. CHURCHILL, A MEMBER OF BRITISH PARLIAMENT AND GRANDSON OF THE BRITISH WORLD WAR II LEADER, ON THE EDITORIAL PAGE OF YESTERDAY'S LONDON DAILY TELEGRAPH. AS EVIDENCE FOR HIS CLAIM THAT PRINCE JUAN CARLOS HAS THE INTENSE SUPPORT OF FRANCO'S BASE, THE SPANISH MILITARY, CHURCHILL QUOTES THE FOLLOWING COMMENT THAT JUAN CARLOS MADE TO HIM IN AN EXCLUSIVE INTERVIEW. "WHEN YOU HAVE SPENT TWO YEARS NAKED UNDER THE SHOWER WITH SOME 350 OF YOUR CONTEMPORARIES IN MILITARY ACADEMY, THERE ARE FEW BARRIERS BETWEEN YOU AND THEM."

II. CONTINENTAL.

MAC TREASURER: "IT HAS TO LOOK EQUITABLE",
BUT "THE PENTAGON HAS A BACKUP"

NEW YORK, JULY 18 (IPS) -- DONNA SHALALA, THE TREASURER OF THE MUNICIPAL ASSISTANCE CORPORATION (BIG MAC) SAID TODAY THAT A WAGE FREEZE AND CITY LAYOFFS COULD BE IMPOSED "IF YOU MAKE IT LOOK EQUITABLE."

(MORE)

"I THINK THAT THE UNIONS WILL GO ALONG WITH IT," THE COLUMBIA UNIVERSITY URBAN SPECIALIST SIAD, "IF IT LOOKS AS IF SOMEONE IS TAKING A LAYOFF WHILE SOMEONE ELSE HAS TO TAKE A TAX INCREASE, OR IF THE CITY IMPOSES A WAGE FREEZE BUT EXEMPTS INCOMES UNDER \$9,000 A YEAR."

PROF. SHALALA WAS ASKED WHETHER, IN CASE THE UNIONS DID NOT GO ALONG, THE MAC HAD ANY ALTERNATE PLANS. "OH, YOU BETTER ASK THE PENTAGON ABOUT THAT," SHE SAID. "I UNDERSTAND THAT THEY HAVE A SPECIAL BACKUP UNIT ASSIGNED TO EVERY CITY FOR EMERGENCIES."

CHICAGO PRESS SLANDERS USLP

JULY 18 (IPS) — YESTERDAY'S EDITION OF THE CHICAGO DAILY CALUMET NEWSPAPER, WITH A READERSHIP IN THE MAIN COMPRISED OF STEELWORKERS, FEATURED TWO ARTICLES SLANDERING THE U.S. LABOR PARTY. THE OUTSTANDING FEATURE OF THE LIBELS — TIMED TO PRECEED USLP PRESIDENTIAL CANDIDATE LYNDON LAROCHE'S MIDWEST TOUR — WAS THE ALLEGATION THAT THE LABOR PARTY STAGED A RIOT AT A STEELWORKERS UNION HALL LAST MONDAY, WIDELY KNOWN TO HAVE BEEN PROVOKED BY THE FBI'S MAOIST "REVOLUTIONARY UNION."

NEW JERSEY POLICE "ADVERTISE" FOR THE USLP

TRENTON, NEW JERSEY, JULY 18 (IPS) — YESTERDAY, DURING A U.S. LABOR PARTY NEIGHBORHOOD WALKING TOUR LED BY ELIOT GREENSPAN, USLP CANDIDATE FOR NEW JERSEY STATE REPRESENTATIVE, POLICE SOUND CARS CIRCULATED THROUGH THE WORKING-CLASS AREA TELLING RESIDENTS NOT TO GO NEAR THE LABOR PARTY AND NOT TO BUY NEW SOLIDARITY BECAUSE "THESE PEOPLE ARE COMMUNISTS."

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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE
LATE EVENING NEWS ROUND-UP
FRIDAY, JULY 18, 1975 1900 HOURS EDT

I. INTERNATIONAL

PCP MOBILIZES TO THWART REACTIONARY OFFENSIVE

JULY 18 (IPS) — AS THE PORTUGUESE SOCIALIST PARTY PREPARES TO HOLD ANTI-COMMUNIST DEMONSTRATIONS IN THE NORTHERN CITY OF PORTO TONIGHT AND TOMORROW IN LISBON, THE PORTUGUESE COMMUNIST PARTY (PCP) HAS MOBILIZED TO THWART THIS "REACTIONARY ESCALATION". YESTERDAY'S LISBON DAILY "DIARIO DE NOTICIAS" REPORTS THAT THE REGIONAL ORGANIZATION OF THE NORTH (DORN) OF THE PCP HAS CALLED ON THE WORKERS AND PROGRESSIVE FORCES OF THE NORTH TO CARRY OUT "THE UPROOTING OF THE NEW REACTIONARY OFFENSIVE," WHICH IT COMPARED TO EX-PRESIDENT SPINOLA'S SEPTEMBER 28 "SILENT MAJORITY" DEMONSTRATIONS.

EAST GERMAN RADIO REPORTS THAT IN LISBON THE COMMUNIST DOMINATED TRADE UNION CONFEDERATION "INTERSINDICAL" ALERTED THE WORKERS TO MOBILIZE AGAINST THE "REACTIONARY DEMONSTRATIONS", POINTING OUT THE NEED TO ERECT BARRICADES IF NECESSARY.

PCI DEMANDS MOBILIZATION AROUND FASCIST PROGRAM

JULY 18 (IPS) — IN A CONFERENCE SPONSORED BY THE ITALIAN COMMUNIST PARTY'S (PCI) ECONOMIC STUDY INSTITUTE, CESPE, PARTY LEADER GIORGIO AMENDOLA CALLED FOR A STATE OF EMERGENCY IN ITALY, ACCOMPANIED BY A FULL MOBILIZATION OF THE POPULATION. THE MOBILIZATION, AS AMENDOLA EXPLAINED, IS AIMED AT MOTIVATING WORKERS TO ACCEPT SACRIFICES, PRODUCTIVITY (SPEEDUP), AND DEMOCRATIC CONTROL OF INDUSTRY (CORPORATISM). CESPE DIRECTOR AND TOP PCI ECONOMIST PEGGIO THEN OUTLINED THE PARTY'S PROGRAMMATIC PROPOSALS: THE CONVERSION OF ALL PRIVATE DEBT INTO PUBLIC DEBT. PEGGIO'S PROPOSALS ARE EXPLICITLY MODELED AFTER THE PROGRAMS OF BENITO MUSSOLINI AND HJALMAR SCHACHT. TODAY'S UNITA, ORGAN OF THE PCI, BEGINS ITS ATTEMPT AT CARRYING OUT THE MOBILIZATION WITH AN EDITORIAL AND AN ARTICLE BY THE PCI METALWORKERS' GENERAL SECRETARY, BRUNO TRENTIN, WHICH ECHOES AMENDOLA'S WORDS.

ITALIAN CP PAPER COMPLAINS OF IMPENDING PORTUGUESE GOVERNMENT

JULY 18 (IPS) — TODAY'S ITALIAN COMMUNIST PARTY NEWSPAPER L'UNITA COMPLAINS THAT THE NEW GOVERNMENT CABINET PROPOSED BY THE PRO-PORTUGUESE COMMUNIST PARTY GENERAL VASCO GONCALVES "RESTRICTS IN AN ALARMING MANNER THE POLITICAL BASE OF THE GOVERNMENT," A REFERENCE TO THE EXCLUSION OF THE PORTUGUESE SOCIALIST PARTY (PSP) AND POPULAR DEMOCRATIC PARTY (PPD).

MORE

PSP LEADER MARIO SOARES IS THEN QUOTED AS SAYING HOW UNREPRESENTATIVE THE NEW CABINET WILL BE. L'UNITA EXPLAINS THAT SOARES HAS BECOME PORTUGAL'S LEADING DEFENDER OF DEMOCRATIC LIBERTY.

PUBLIC DEBT CRISIS HITS JAPAN

JULY 18 (IPS) -- MAJOR JAPANESE CITIES AND PREFECTURES (STATES), LIKE THEIR AMERICAN COUNTERPARTS, ARE FACING LARGE-SCALE BUDGET CRISES. ACCORDING TO THE JAPANESE DAILY MAINICHI SHIMBUN, THE TOKYO GOVERNMENT REPORTEDLY MAY NOT BE ABLE TO BUILD MANY OF THE 16 NEW PUBLIC HIGH SCHOOLS PLANNED TO BE CONSTRUCTED IN THE NEXT TWO YEARS WHILE THE "MAOIST" MAYOR OF YOKOHAMA, ICHIO ASUKATA, HAS CALLED FOR A "REASSESSMENT OF PUBLIC WELFARE POLICIES" BY THE LOCAL GOVERNMENTS.

THE MAYOR OF OSAKA HAS ANNOUNCED THAT THE GOVERNMENT, FACING A 100 BILLION YEN (APPROXIMATELY 333 MILLION DOLLARS) LOSS IN REVENUE BY THE END OF THIS FISCAL YEAR, WILL IMPOSE CUTS IN FUNDS FOR CLERICAL WORK AND PUBLIC ENTERPRISES, AND RAISE CORPORATE TAXES. OSAKA GOVERNOR KURODA CALLED THE SITUATION "THE WORST IN THE PREFECTURE'S FINANCIAL HISTORY." THE GOVERNOR OF THE INDUSTRIAL PREFECTURE OF KANAGAWA (WHICH INCLUDED YOKOHAMA) PROCLAIMED A "STATE OF EMERGENCY" IN THE PREFECTURE'S FINANCIAL CONDITION.

DEBT MORATORIUM IMPLEMENTED IN TWO STATES IN INDIA

JULY 18 (IPS) -- FOLLOWING THE MEETING OF THE CHIEF MINISTERS OF THE INDIAN STATE GOVERNMENTS IN NEW DELHI ON JULY 15, THE STATE ASSEMBLIES OF THE STATES OF WEST BENGAL AND MAHARASTRA APPROVED THE IMPLEMENTATION OF A MORATORIUM ON PEASANT DEBT. ACCORDING TO THE INDIAN DAILY, THE PATRIOT, THE MORATORIUM IS TO LAST FOR TWO YEARS. WEST BENGAL IS THE STATE WHICH HAS THE STRONGEST PRESENCE OF BOTH THE COMMUNIST PARTY OF INDIA (CPI) AND LEFT LAYERS OF THE RULING CONGRESS PARTY. THE CHIEF MINISTER OF MAHARASTRA, A WEST INDIAN STATE WHOSE CAPITAL IS BOMBAY, IS S.B. CHAVAN, WHO WAS RECENTLY APPOINTED AND IS KNOWN TO HAVE WORKED CLOSELY WITH THE CPI IN THE PAST.

ARGENTINA'S ECONOMICS MINISTER FORCED TO RESIGN

JULY 18 (IPS) -- IN THE FACE OF THREATS FROM THE COUNTRY'S PERONIST LABOR MOVEMENT TO CALL A THREE-DAY GENERAL STRIKE IF HE DID NOT STEP DOWN, CELESTINO RODRIGUEZ ARGENTINA'S ECONOMICS MINISTER TODAY RESIGNED. RODRIGUEZ IS THE ARCHITECT OF THE "SHOCK TREATMENT" AUSTERITY PROGRAM LEVELLED AGAINST THE ARGENTINE WORKING CLASS. ACCORDING TO WINS RADIO PARLIAMENTARY LEADERS ARE SUGGESTING THAT PRESIDENT PERON WAIT "60 DAYS OR LONGER" BEFORE SHE CONSIDERS A NEW ROUND OF AUSTERITY MEASURES FOR ARGENTINA.

MORE

JUSOS EXPELLED IN DUESSELDORF

JULY 18 (IPS) — TODAY'S EDITION OF THE EAST GERMAN DAILY NEUES DEUTSCHLAND REPORTED TODAY THAT THE ENTIRE LOCAL OF THE SOCIAL DEMOCRATIC PARTY (SPD) YOUTH ORGANIZATION (JUSOS) IN DUESSELDORF, A WORKING CLASS CITY IN THE HEART OF THE INDUSTRIALIZED RUHR REGION, HAS BEEN EXPELLED FROM THE PARTY. THE CHAPTER HAD ATTACKED PARTY CHAIRMAN WILLY BRANDT'S ANTI-COMMUNIST INTERVENTIONS INTO PORTUGAL ON BEHALF OF PORTUGUESE SOCIALIST PARTY LEADER MARIO SOARES WHOSE POLITICAL ORGANIZATION WAS FINANCED AND FOUNDED IN WEST GERMANY BY THE SPD.

FRENCH EMPLOYERS DEMAND EMERGENCY ECONOMIC MEASURES

JULY 18 (IPS) — REPRESENTATIVES OF THE LARGEST FRENCH INDUSTRIAL ASSOCIATION, THE CNPF, MET TODAY WITH FRENCH PRIME MINISTER CHIRAC AND HIS LABOR AND FINANCE MINISTERS TO DISCUSS THE DETERIORATING NATIONAL ECONOMIC SITUATION. TODAY'S LE FIGARO REPORTS THAT THE CNPF DELEGATION DEMANDED THAT THE FRENCH GOVERNMENT TAKE IMMEDIATE MEASURES TO REVERSE THE ECONOMIC COLLAPSE.

A CNPF DELEGATE STATED: "NATIONAL PRODUCTION AND CONSUMPTION ARE SINKING DANGEROUSLY. THE ECONOMIC SITUATION OF THE COUNTRY IS VERY BAD, THE SOCIAL SITUATION REMAINS UNCERTAIN. IT IS NECESSARY, AND THIS IS VERY URGENT, TO RELAUNCH THE ECONOMY. IT IS NOT PERMISSIBLE TO WAIT."

II. CONTINENTAL.

BEAME CARRIES OUT BIG MAC ORDERS: PAY CUTS, LAYOFFS, WAGE FREEZE

NEW YORK, JULY 18 (IPS) -- MAYOR BEAME RELEASED TODAY CONCRETE PROPOSALS FOR AN ACROSS-THE-BOARD WAGE CUT OF UP TO 10 PER CENT FOR ALL CITY WORKERS, ADDITIONAL LAYOFFS OF UP TO 27,000, AND A FREEZE ON ALL WAGE INCREASES. THE NEW YORK POST ALSO REPORTS PROPOSALS TO INCREASE TRANSIT FARES BY 5 CENTS, AND TO IMPOSE TUITION FEES AT THE CITY UNIVERSITY. BEAME MET LAST NIGHT WITH DIRECTORS OF THE MUNICIPAL ASSISTANCE CORPORATION AND DAVID ROCKEFELLER TO DISCUSS THE UPCOMING SALE OF 2 BILLION DOLLARS IN BIG MAC CITY BONDS. ONE MAC DIRECTOR TOLD THE NEW YORK TIMES AFTER THE MEETING, "HE (BEAME) WILL EMBRACE PRACTICALLY ANY PROGRAM THAT WE TELL HIM WILL ENABLE US TO SELL THE BONDS."

THE TIMES TODAY EDITORIALIZED THAT "BIG MAC TAKES CHARGE," WARNING THAT IF MAYOR BEAME PROCRASTINATES, MAC "MUST NOT HESITATE TO USE THE MUSCLE THAT THE LEGISLATURE HAS GIVEN IT TO IMPOSE FISCAL DISCIPLINE." ACCORDING TO ROCKEFELLER CITY COUNCIL-HATCHETMAN MATTHEW TROY, ALSO CHAIRMAN OF THE FINANCE COMMITTEE, THE BOARD OF ESTIMATE AND CITY COUNCIL BOTH SUPPORT THE NEW AUSTERITY MEASURES. A SPECIAL SESSION OF THE STATE LEGISLATURE WILL REPORTEDLY BE CONVENED TO PASS WAGE-CUT IMPOSITION LEGISLATION.

MORE

PHILADELPHIA RAPIST CHARGED - LINKED TO DRUG CLINIC

JULY 18 (IPS) -- JAMES GRANT WAS ARRAIGNED LAST NIGHT ON SIX COUNTS OF ARMED ASSAULT FOLLOWING A LINE-UP AT A PHILADELPHIA PRECINCT STATION. GRANT CARRIED OUT AN ATTEMPTED RAPE ASSAULT AGAINST PHILADELPHIA LABOR COMMITTEE ORGANIZER SUSAN WARD ON JUNE 17. HE WAS IDENTIFIED BY WARD AND SEVERAL OF THE NINE WOMEN ASSAULTED BY GRANT BETWEEN JUNE 17 AND JULY 11.

ONE OF THE WOMEN TOLD WARD THAT GRANT WAS INVOLVED IN NEW DIRECTION HOUSE. LOCATED FOUR BLOCKS FROM THE LABOR PARTY OFFICE, NEW DIRECTION IS A BEHAVIOR MODIFICATION, DRUG ABUSE PROGRAM AFFILIATED WITH THE PHILADELPHIA PSYCHIATRIC INSTITUTE. THE USLP IS INVESTIGATING THIS CLINIC AS POSSIBLE DEPLOYMENT POINT FOR GRANT AND OTHER BRAINWASHED RAPISTS.

DEMAND FOR CIA INVESTIGATION GROWS

TRENTON, N.J., JULY 18 (IPS) -- TODAY THE U.S. LABOR PARTY WILL HOLD A PRESS CONFERENCE TO CALL FOR A STATEWIDE AND CONGRESSIONAL INVESTIGATION OF INTERNATIONAL GUN- AND DOPE-RUNNING OPERATIONS BEING COORDINATED BY THE CIA AND ITS DOMESTIC AGENCY, THE LEAA.

OVER FIVE INDIVIDUAL POLITICAL ACTIVISTS, TRADE UNION OFFICIALS AND DEMOCRATIC PARTY OFFICERS HAVE RELEASED STATEMENTS OF SUPPORT TO BE READ AT TODAY'S PRESS CONFERENCE.

THE SUPPORT STATEMENT OF DON PIERRO, PRESIDENT OF BERGEN COUNTY, N.J. DEMOCRATS AND FORMER RESEARCH DIRECTOR OF THE BERGEN COUNTY IUE, READS: "I AM AGAINST ANY POLICE KEEPING RECORDS OR CHECKING ON ANY CITIZEN WHETHER THEY ARE IN LABOR UNIONS OR IN ANY OTHER POLITICAL GROUP WITHOUT SPECIFIC CONSENT OF THOSE INVOLVED. I AM AGAINST ANY POLICE STATE. THERE SHOULD BE AN INVESTIGATION OF THE ALLEGED KEEPING OF FILES TO BRING OUT THE WHOLE TRUTH OF THE MATTER."

LABOR PARTY DOCUMENTS R.U. ATTACK IN DENVER

DENVER, JULY 18 (IPS) -- THE U.S. LABOR PARTY YESTERDAY PLACED IN THE HANDS OF DENVER POLICE OFFICIALS COMPLETE DOCUMENTATION OF AN ATTACK ON USLP MEMBERS BY SIX MAOISTS FROM THE COLORADO UNITY ORGANIZATION AT A DENVER UNEMPLOYMENT CENTER JULY 16. IT WAS THE MOST COMPLETE EVIDENCIARY PACKET YET OF AN FBI DEPLOYED ATTACK AGAINST THE LABOR PARTY ORGANIZATION.

THE COLORADO UNITY ORGANIZATION IS A FRONT GROUP FOR THE OCTOBER LEAGUE AND THE REVOLUTIONARY UNION IN THIS CITY. THE ATTACK OCCURRED AS LABOR PARTY ORGANIZERS SNAPPED PICTURES OF THE GROUP AND WARNED UNEMPLOYED WORKERS THAT AN FBI DEPLOYED COUNTERGANG WAS PRESENT.

MORE

THE ATTACKERS, FOUR MALES FROM THE GROUP LED BY A BLACK MALE WHO PUT ON A HEAVY LEATHER GLOVE PRIOR TO THE INCIDENT, USED FOOT LONG PIECES OF HARDWOOD IN GOING AFTER THE LABOR PARTY ORGANIZERS. ONE LABOR PARTY MEMBER REQUIRED TREATMENT AT A HOSPITAL FOR INJURIES TO HIS ELBOW.

U.S. TECHNOLOGICAL DOMINANCE WANING

JULY 18 (IPS) -- SPOKESMEN FOR THE U.S. MILITARY AND PRIVATE INDUSTRY HAVE INDEPENDENTLY WARNED THAT THE U.S. IS SLOWLY RELINQUISHING ITS POSITION AS WORLD LEADER IN TECHNOLOGY.

DR. GEORGE H. HEILMEIER, DIRECTOR OF THE DEFENSE ADVANCED RESEARCH PROJECTS AGENCY, THE PENTAGON THINK-TANK, WARNED IN NEW BRUNSWICK RECENTLY THAT SCIENCE AND ENGINEERING IN THE MILITARY HAS SLUMPED TO ONE OF THE LOWEST GROWTH RATES IN THE INDUSTRIALIZED WORLD.

COUPLED WITH AN INCREASINGLY AGGRESSIVE SOVIET RESEARCH EFFORT, SAID HEILMEIER, THE TREND MAY LEAD TO MORE "SPUTNIK-STYLE" TECHNOLOGY COUPS BY THE USSR.

A SIMILAR WARNING FOR U.S. TECHNOLOGY AS A WHOLE CAME FROM RCA CHAIRMAN ROBERT W. SARNOFF IN A COMMENCEMENT ADDRESS AT THE UNIVERSITY OF SOUTHERN CALIFORNIA. SARNOFF SAID THAT U.S. BASIC SCIENTIFIC RESEARCH COMMITMENTS ARE DECLINING IN COMPARISON WITH RESEARCH BY OTHER NATIONS, AND IN PARTICULAR THE SOVIET UNION. AS SARNOFF POINTED OUT, WHILE THE USSR EXPANDED ITS TECHNICAL MANPOWER POOL BY 9.5 PER CENT PER YEAR DURING THE 1960S, THE U.S. ONLY ADDED TO ITS POOL AT A RATE OF 3.9 PER CENT. FURTHERMORE, THE SOVIET UNION IS GRADUATING TWICE THE NUMBER OF SCIENTISTS AND ENGINEERS LEAVING U.S. INSTITUTIONS, AND SOVIET TOTALS FOR PROFESSIONALS IN THESE FIELDS NOW EXCEED THOSE OF THE U.S.

THE COMMENTS OF SARNOFF AND HEILMEIER WERE REPORTED IN THE JULY ISSUE OF INDUSTRIAL RESEARCH MAGAZINE.

ROCKEFELLER REGIME NIXED ARMS LIMITATION IN INDIAN OCEAN

JULY 18 (IPS) -- THE STATE DEPARTMENT HAS INFORMED CONGRESS THAT THE ADMINISTRATION DELIBERATELY CHOSE NOT TO APPROACH THE SOVIET UNION ON POSSIBLE NAVAL-ARMS LIMITATIONS IN THE INDIAN OCEAN BEFORE DECIDING TO CONSTRUCT THE NAVAL BASE ON THE ISLAND OF DIEGO GARCIA, ACCORDING TO TODAY'S NEW YORK TIMES. A LETTER WRITTEN BY ASSISTANT SECRETARY OF STATE ROBERT J. MCCLOSKEY SAID THAT BEFORE PRESIDENT FORD CERTIFIED THE DIEGO GARCIA BASE AS ESSENTIAL IN MAY, THE ADMINISTRATION HAD "DECIDED NOT TO APPROACH THE SOVIETS AT THE PRESENT TIME" ON ARMS LIMITATION. THE LETTER WAS MADE PUBLIC YESTERDAY BY SENATOR JOHN CULVER (D-IOWA) AND OPPONENT OF THE INDIAN OCEAN BUILDUP.

MORE

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MCCLOSKEY CONFIRMED THAT THE SOVIET UNION HAD URGED IN 1971 THAT "WE (THE U.S. AND THE SOVIET UNION) EXPLORE THE POSSIBILITIES OF ARMS LIMITATIONS IN THE INDIAN OCEAN AREA." SENATOR CULVER COMMENTED THAT HE HAD "REASON TO BELIEVE THAT THE SOVIET UNION WOULD RESPOND FAVORABLY TO A U.S. INITIATIVE TO REDUCE TENSIONS IN THE INDIAN OCEAN THROUGH DISCUSSIONS ON MUTUAL NAVAL RESTRAINTS."

NIXON STAFFER IMPLICATES CIA IN WATERGATE

JULY 18 (IPS) — RABBI BARUCH KORFF PREDICTS THAT FUTURE REVELATIONS ABOUT THE CIA "MAY MAKE CLEAR THAT RICHARD NIXON WAS THE VICTIM OF ENTRAPMENT BY THE NATION'S INTELLIGENCE AGENCIES," ACCORDING TO THE NEW YORK POST TODAY. KORFF, A LONG-TIME ASSOCIATE OF NIXON, HAS RESUMED HIS POST AS CHIEF LEGAL FUND-RAISER FOR THE FORMER PRESIDENT.

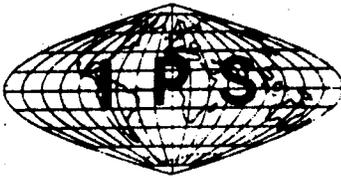
ROCKY'S DOMESTIC COUNCIL ATTACKS LABOR PARTY STEEL STRONGHOLD

JULY 18 (IPS) — THE ROCKEFELLER HEADED DOMESTIC COUNCIL THROUGH ITS UNION BUSTING ATTACK "AFFIRMATIVE ACTION" PROGRAM IS COORDINATING A MASSIVE ATTACK ON THE LABOR PARTY STRONGHOLD IN STEEL - DISTRICT 31. THIS ATTACK COMES ON THE HEELS OF THE RECENT DISTRICT 31 REGIONAL CONVENTION AT WHICH THE USLP'S ECONOMIC PROGRAM AND ANTI-MAOIST RESOLUTION WERE FIERCELY DEBATED.

THE DOMESTIC COUNCIL LAST WEEK BEGAN ORDERING ITS AFFIRMATIVE ACTION AGENTS INTO THE DISTRICTS PLANTS TO SUPERVISE A MASSIVE POLICING OPERATION WHICH INVOLVES THE ENFORCEMENT OF A SWEEPING LAYOFF AND REHIRING CAMPAIGN TO MEET GOVERNMENT REQUIREMENTS FOR MINORITY HIRING.

THROUGHOUT THE REGION, ESPECIALLY AT THE REPUBLIC AND YOUNGSTOWN PLANTS, OLDER PRINCIPALLY WHITE SENORITY WORKERS ARE NOW BEING LAID OFF WHILE WOMEN AND YOUNG BLACK WORKERS ARE HIRED TO TAKE THEIR PLACE.

END OF IPS JULY 18, 1975 1900 HOURS EDT.



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NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS)
EARLY EVENING NEWS ROUND-UP
SATURDAY, JULY 19, 1975 COMBINED ISSUE

I. INTERNATIONAL

THE BATTLE FOR LISBON

JULY 19 (IPS)—A PORTUGUESE SOCIALIST PARTY (PSP) DEMONSTRATION TOOK PLACE IN LISBON TODAY, ACCORDING TO THE 10 P.M. DEUTSCHLAND-FUNK RADIO NEWS BROADCAST FROM WEST GERMANY. THREE HOURS EARLIER, EAST GERMAN (DDR) TELEVISION REPORTED THAT ARMED FORCES MOVEMENT (MFA) SOLDIERS AND WORKERS WERE CONTROLLING THE ROADS LEADING TO LISBON AND WERE CHECKING EVERYONE FOR WEAPONS AND FOR COUNTER-REVOLUTIONARY PROPAGANDA.

THE LEADER OF THE PORTUGUESE COMMUNIST PARTY (PCP) ALVARO CUNHAL DECLARED THAT "THE PSP IS GOING FOR THE HIGH POINT OF THE REACTIONARY OFFENSIVE" AGAINST THE REVOLUTIONARY FORCES AND THE PCP, SAID DDR TELEVISION.

REPORT OF RIGHT-WING ATTACKS IN PORTUGAL

JULY 19 (IPS)—RIGHT-WING FORCES, LED BY THE PORTUGUESE SOCIALIST PARTY (PSP), HAVE STORMED THE OFFICES OF THE PORTUGUESE COMMUNIST PARTY (PCP) AND THE PORTUGUESE SOCIALIST FRONT (FSP) IN MORE THAN TEN CITIES, EAST GERMAN TELEVISION REPORTS TODAY. ALREADY ONE PERSON HAS BEEN KILLED AND THE FAMOUS COMMUNIST FOLK SINGER AFONSO WAS OPENLY ATTACKED ON THE STREETS WITH KNIVES AND SERIOUSLY WOUNDED.

CARVALHO RELEASES MAOISTS, DISRUPTS PCP BARRICADES

JULY 19 (IPS)—BRIGADIER GENERAL OTELO DE CARVALHO OF PORTUGAL'S REVOLUTIONARY COUNCIL HAS CONDEMNED THE ACTION OF THE PORTUGUESE COMMUNIST PARTY COMMITTEES WHICH SET UP BARRICADES IN THE STREETS TO PREVENT THE PORTUGUESE SOCIALIST PARTY'S (PSP) MARCHES ON LISBON AND ON OPORTO. THE GENERAL ORDERED SECURITY FORCES (COPCON) TO DISMANTLE THE WORKERS' BARRICADES AND SAID THAT IF ROADBLOCKS BECAME NECESSARY, THE MILITARY WOULD SEE THAT THEY WERE PUT UP, ACCORDING TO TODAY'S NEW YORK TIMES. SIMULTANEOUSLY, CARVALHO "TOOK THE UNUSUAL STEP OF RELEASING FROM PRISON SEVERAL HUNDRED EXTREME LEFTISTS WHO BELONG TO THE MAOIST MRPP," CONTINUES THE TIMES. AN OFFICIAL STATEMENT SAID THAT THE MAOISTS WERE NEEDED "TO MEET THE COUNTER-REVOLUTIONARY THREATS." IN ADDITION, CARVALHO HAS LED THE FACTION WITHIN THE COUNCIL TO OUST PRO-PCP PRIME MINISTER VASCO GONCALVES, SAYS THE SAME TIMES ARTICLE.

(MORE)

PCP COMPARES PSP'S "MARCH ON LISBON"
TO SIMILAR SALAZAR MANEUVER

JULY 19 (IPS)—THE PORTUGUESE COMMUNIST PARTY COMPARED THE SOCIALISTS' "MARCH ON LISBON" PLANNED FOR TODAY TO THE MANNER IN WHICH "THE FIRST PORTUGUESE REPUBLIC WAS KILLED OFF IN 1926 BY RIGHT-WING MILITARY FORCES THAT CAME DOWN TO THE CAPITAL FROM THE NORTH," REPORTS TODAY'S NEW YORK TIMES. THE 1926 LISBON MARCH ESTABLISHED THE DICTATORSHIP OF ANTONIO SALAZAR.

HEAD OF PORTUGUESE PPD ATTACKS PSP

JULY 19 (IPS)—EMILIO GUERREIRO, SECRETARY GENERAL OF THE CENTRIST PORTUGUESE DEMOCRATIC PARTY (PPD), SAID IN AN INTERVIEW PUBLISHED IN TODAY'S LE MONDE THAT MANY MEMBERS OF THE PORTUGUESE SOCIALIST PARTY (PSP) "ARE NOT LEFTISTS." HE REFERRED TO RECENT ANTI-MFA DEMONSTRATIONS ORGANIZED BY THE PSP IN NORTHERN PORTUGAL. TO GIVE ADDED WEIGHT TO GUERREIRO'S OPINION OF THE PSP, LE MONDE'S CORRESPONDENT IN PORTUGAL, DOMINIQUE POUCHIN, MENTIONS IN A FOOTNOTE THAT GUERREIRO FOUGHT IN THE RANKS OF THE SPANISH REPUBLICAN ARMY AGAINST FRANCO AND PARTICIPATED IN THE FRENCH RESISTANCE MOVEMENT.

PORTUGUESE SITUATION MAY END MITTERRAND'S POLITICAL CAREER

JULY 19 (IP)—FRENCH SOCIALIST PARTY HEAD FRANCOIS MITTERRAND "APPEARS TO HAVE RESIGNED HIMSELF TO A PREMATURE ENDING OF HIS CAREER," ACCORDING TO THE WEST GERMAN DAILY DIE WELT.

AN ARTICLE TODAY BY DIE WELT'S PARIS CORRESPONDENT CITES "AN EXTREMELY WELL-INFORMED PARIS NEWSPAPER" AS HAVING REPORTED IN RECENT DAYS THAT MITTERRAND EXACTED A PROMISE FROM HIS CLOSEST COLLEAGUES TO CARRY ON PARTY WORK IN HIS MANNER SHOULD A "SUDDEN ALTERATION OF HIS POSITION" OCCUR. DIE WELT ADDS THAT THE FRENCH SOCIALIST PARTY HAS NOT DENIED THE REPORT. THE ARTICLE IDENTIFIES THE PORTUGUESE SITUATION AS THE CAUSE OF MITTERRAND'S EXPECTED RESIGNATION.

ABBA EBAN CALLS FOR ISRAELI ENDORSEMENT
OF GENEVA CONFERENCE

JULY 19 (IPS)—ISRAELI DOVE ABBA EBAN TOLD AN INTERVIEWER FOR ISRAEL'S DAVAR NEWSPAPER ON JULY 4 THAT "I DO NOT UNDERSTAND WHY WE HAVE SO TRAUMATIC AN ATTITUDE TOWARD GENEVA."

EBAN WENT ON TO SAY, "I CAN UNDERSTAND WHY KISSINGER DOES NOT WANT IT (A GENEVA CONFERENCE). HE ENVISAGES PROSPECTS FOR AN EXCLUSIVE AMERICAN GAIN THROUGH CONTACT WITH THE ARABS WITHOUT SOVIET COOPERATION. HE DISCOVERED IN (EGYPTIAN PRESIDENT) SADAT AN ANTI-SOVIET POTENTIAL WHICH HE WANTS TO EXPLOIT FULLY. GENEVA IS NOT THE PROPER ARENA FOR THAT. HOWEVER, FROM THE ISRAELI VIEWPOINT I COULD NEVER SEE EYE-TO-EYE WITH THE OBJECTIONS TO GENEVA. MORE THAN ANY OTHER FRAMEWORK, THIS ONE OFFERS US PROTECTION."

(MORE)

IRAQ CALLS FOR JOINT FRONT WITH SYRIA

JULY 19 (IPS)—IRAQI PRESIDENT AHMAD HASSAN AL-BAKR CALLED FOR THE "IMMEDIATE ESTABLISHMENT OF A NORTHERN MILITARY FRONT BETWEEN US (IRAQ) AND...SYRIA AND FOR THE PRESENCE OF IRAQI TROOPS IN SYRIAN TERRITORY" AS PROTECTION AGAINST AN ISRAELI WARHAWK-LAUNCHED WAR. HIS REMARKS WERE RELEASED BY THE IRAQI NEWS AGENCY YESTERDAY.

BAKR USED THE JULY 17 ANNIVERSARY OF THE 1968 BA'ATH COUP TO MAKE DEMANDS THAT WILL PUT RENEWED PRESSURE ON THE SHAKY CIA-CONTROLLED ASSAD REGIME IN SYRIA.

CPI CALLS FOR IMPLEMENTATION OF ECONOMIC REFORMS

JULY 19 (IPS)—THE CHAIRMAN OF THE PRO-SOVIET COMMUNIST PARTY OF INDIA (CPI) RAJASHWARA RAO CALLED TODAY FOR THE FORMATION OF PEOPLES' COMMITTEES FOR THE IMPLEMENTATION OF PRIME MINISTER INDIRA GANDHI'S 21-POINT ECONOMIC PROGRAM, ACCORDING TO REPORTS ON DDR RADIO. RAO WARNED THAT "THE DANGERS OF THE REACTION HAVE NOT YET PASSED" AND GAVE FURTHER CPI SUPPORT TO GANDHI'S DRIVE TO IMPLEMENT ECONOMIC REFORMS AT A PACE THAT WOULD IMMOBILIZE CIA OPPOSITION FORCES' ATTEMPTS TO SABOTAGE THE INDIAN ECONOMY.

WEST GERMAN LABOR MINISTER PLANS TO SEND GASTARBEITER HOME

JULY 19 (IPS)—WEST GERMAN LABOR MINISTER WALTER ARENDT MET WITH GREEK LABOR MINISTER LASKARIS IN BONN YESTERDAY TO DISCUSS THE TRANSFER OF GREEK WORKERS, PRESENTLY IN WEST GERMANY, BACK INTO GREECE. BECAUSE OF THE INCREASING UNEMPLOYMENT IN WEST GERMANY, ARENDT IS ATTEMPTING TO FIRST ARRANGE FOR THE EVACUATION OF NON-COMMON MARKET WORKERS FROM WEST GERMANY, THE WEST GERMAN PRESS REPORTS TODAY. TWO MILLION OF 24 MILLION WORKERS IN WEST GERMANY WERE FOREIGN WORKERS BEFORE UNEMPLOYMENT BEGAN TO SKYROCKET A YEAR AGO.

WEST GERMAN STEELWORKERS REVEAL PLANTS ARE HELLHOLES

WIESBADEN, BRD, JULY 19 (IPS)—WORKERS IN THE SALZGITTER STEEL PLANT NEAR HANNOVER, WEST GERMANY, REPORT THAT BOTH THE RATE AND SEVERITY OF JOB ACCIDENTS IS NOW UNPARALLELED. IN ONE CASE, WORKERS WERE MADE TO POUR MOLTEN IRON BEFORE IT WAS PROPERLY COOKED, AND WHEN THE IRON BEGAN TO FLOW, THE SPILLAGE KILLED SEVERAL WORKERS, BURNING THE LOWER LIMBS OF OTHERS. OLD MACHINES HAVE NOT BEEN REMOVED UNTIL THEY HAD TORN OFF MANY FINGERS AND ARMS. WORKERS SAY THEY SAW NO COMPARABLE HORRORS DURING WORLD WAR II. A SALZGITTER ENGINE DRIVE SAID, "THE SITUATION IS RIPE TO GO ON THE BARRICADES."

JAPANESE REARMAMENT UNDER DISCUSSION

JULY 19 (IPS)—A "REASSESSMENT" OF JAPANESE DEFENSE POLICY AND NUCLEAR WEAPONS POLICY IS REPORTEDLY UNDERWAY IN TOKYO. ACCORDING TO THE JULY 1 JAPAN LETTER, A PRIVATE BUSINESS-ORIENTED NEWS-LETTER, JAPANESE GOVERNMENT LEADERS, LED BY JAPANESE DEFENSE AGENCY HEAD MICHITA SAKATA, ARE GRADUALLY BUT FIRMLY TRYING TO

(MORE)

RID JAPAN OF ITS "NUCLEAR ALLERGY," A REFERENCE TO THE OPPOSITION OF THE JAPANESE POPULATION TO THE USE OF NUCLEAR WEAPONS. THE NEWSLETTER ADDED THAT U.S. DIPLOMATS IN TOKYO ARE "GLAD TO SEE" A DIALOGUE TAKING PLACE ON ATOMIC WEAPONS.

SCHLESINGER TO VISIT JAPAN

JULY 19 (IPS)—THE PENTAGON ANNOUNCED THURSDAY THE PLANS OF SECRETARY OF DEFENSE SCHLESINGER TO VISIT JAPAN AND SOUTH KOREA IN AUGUST. DISCUSSIONS WITH MR. SAKATA AND SOUTH KOREAN DEFENSE OFFICIALS ON JOINT CONTINGENCY PLANNING FOR THE AREA ARE SCHEDULED.

II. CONTINENTAL

GOTBAUM ANNOUNCES AFSCME'S PLAN FOR CITY COST CUTTING

JULY 19 (IPS)—YESTERDAY AT CITY HALL, RAND BOARD OF TRUSTEES MEMBER DEPUTY MAYOR JAMES CAVANAUGH AND VICTOR GOTBAUM, APPOINTED DIRECTOR OF NEW YORK'S 100,000 MEMBER AFSCME DISTRICT COUNCIL 37, ANNOUNCED TO THE PRESS A FOUR-POINT PROGRAM TO CUT THE NEW YORK CITY BUDGET. GOTBAUM DETAILED THE PROGRAM: 1) LAY OFF PROVISIONAL WORKERS, 2) DIVERT COMPREHENSIVE EMPLOYMENT AND TRAINING ACT (CETA) FUNDS TO PAY CIVIL SERVICE WORKERS, 3) SEND CITY WORK CONTRACTS TO PRIVATE CONCERNS AND LET CITY EMPLOYEES DO THE WORK, AND 4) DISMISS UPPER ECHELON POLITICAL APPOINTEES. KEN MCFEELEY, PRESIDENT OF THE PATROLMEN'S BENEVOLENT ASSOCIATION, PARTICIPATED IN THE DISCUSSIONS LEADING TO THE PROPOSALS, WHICH WERE OUTLINED IN TODAY'S NEW YORK TIMES.

NEW YORK TIMES CALLS FOR NEXT RUNG IN RAND SCENARIO ESCALATION

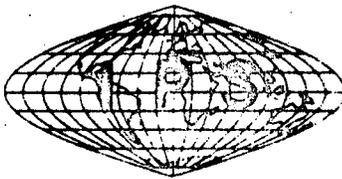
NEW YORK, JULY 19 (IPS)—THE NEW YORK TIMES TODAY CALLED FOR BOTH LOCAL AND FEDERAL HELP TO BAIL OUT THE MUNICIPAL ASSISTANCE CORPORATION, BIG MAC, TO ENSURE THE SALE OF THE NEXT \$2 BILLION BOND ISSUE. CITING THE MUNICIPAL UNIONS AS THE "BIGGEST REMAINING OBSTACLE TO A CREDIBLE SELF-HELP EFFORT," THE TIMES DEMANDS A "VOLUNTARY AGREEMENT BETWEEN THE MAYOR AND THE UNIONS TO FREEZE PAY, CUT COSTS AND RENEGOTIATE FUTURE PENSION PAYMENTS....INDEED WHY NOT ADD A REPRESENTATIVE OF LABOR TO THE CORPORATION'S (BIG MAC) BOARD?"

FROM THE FEDERAL GOVERNMENT, THE TIMES DEMANDS THAT MAC DIRECTOR FELIX ROHATYN'S PLAN FOR FEDERAL INSURANCE OF MUNICIPAL BONDS IN RETURN FOR NEW YORK CITY-STYLE AUSTERITY BE ACCEPTED AND PASSED INTO LAW BY THE CONGRESS.

NATIONAL SECURITY COUNCIL PLANNING BICENTENNIAL TERRORIST OFFENSIVE

JULY 19 (IPS)—THE NATIONAL SECURITY COUNCIL HAS ANNOUNCED ITS PLANS TO UNLEASH A MAJOR TERRORIST OFFENSIVE DURING 1976 IN AN UNSIGNED ARTICLE IN THE JULY 21 U.S. NEWS AND WORLD REPORT.

(MORE)



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NEW SOLIDARITY INTERNATIONAL NEWS SERVICE
EVENING NEWS ROUND-UP
JULY 20, 1975 1900 EDT

I INTERNATIONAL

MFA DECLARES FULL SUPPORT FOR GONCALVES; DENOUNCES SOARES

JULY 20 (IPS)— THE PORTUGUESE ARMED FORCES MOVEMENT (MFA) TODAY RE-LEASED A DECLARATION EXPRESSING ITS FULL SUPPORT FOR THE PRO-COMMUNIST PRIME MINISTER, GENERAL VASCO GONCALVES, SAYING HE IS A "SYMBOL FOR NATIONAL UNITY" AND A "GUARANTY FOR THE CONTINUATION OF THE REVOLUTIONARY PROCESS," REPORTS EAST GERMAN RADIO.

THE DECLARATION ALSO SHARPLY DENOUNCED SOCIALIST PARTY HEAD MARIO SOARES, WHO CALLED FOR GONCALVES' REMOVAL AND A GOVERNMENT OF NATIONAL UNITY DURING A RALLY IN LISBON YESTERDAY.

MFO AND COPCON PLEDGE ORDER IN PORTUGAL

JULY 20 (IPS)— PORTUGAL'S ARMED FORCES MOVEMENT (MFA) LEADERSHIP AND THE OPERATION COMMAND OF THE NATIONAL SECURITY APPARATUS (COPCON) HAVE ANNOUNCED NATIONALLY THAT ANY ATTEMPT TO DISTURB PUBLIC ORDER WILL BE DESTROYED. EAST GERMAN RADIO REPORTS THIS MORNING THAT THE JOINT WARNING TO WOULD BE BROVACATEURS CALLED FOR A HALT IN ATTACKS AGAINST PERSONS AND BUILDINGS.

THE MFA DECLARED THAT IT WOULD NOT TOLERATE SOCIAL UNREST WHICH COULD CREATE FAVORABLE CONDITIONS FOR THE RETURN OF FASCISM, STIMME DER DDR REPORTS.

PCP-MILITARY PROPREARE FOR FINAL VICTORY

JULY 20 (IPS)— YESTERDAY'S EAST GERMAN TELEVISION REPORTED THAT THE PORTUGUESE COMMUNIST PARTY'S "COMMITTEES IN THE DEFENSE OF THE REVOLUTION" (CDRS) ARE JOINTLY ORGANIZING AND TRAINING WITH ARMED FORCES MOVEMENT MILITARY (MFA) UNITS.

THE TELEVISION COVERAGE INCLUDED AN INTERVIEW WITH A PORTUGUESE WORKER WHO REPORTED THAT 240 WORKERS IN A MACHINE FACTORY NEAR LISBON, WHO FORM PART OF A CDT, HAVE UNDERGONE MILITARY TRAINING TOGETHER WITH A LOCAL MFA UNIT.

TODAY'S AFTONBLADET, SWEDEN'S SOCIAL DEMOCRATIC DAILY, STATES THAT POWER IN PORTUGAL IS NOW IN THE HANDS OF "THE REVOLUTIONARY SOLDIER, WHO HAS THE DOMINATING POSITION. IT IS THEY WHO IN REALITY DOMINATE THE MFA'S ASSEMBLY, THE COUNTRY'S PRIMARY RULING INSTITUTION."

IPS/7.20./2

ITALIAN CP BACKS PORTUGUESE SOCIALISTS

JULY 20 (IPS)— REPORTING ON YESTERDAY'S PORTUGUESE SOCIALIST PARTY RALLY IN LISBON, TODAY'S UNITA, THE ORGAN OF THE ITALIAN COMMUNIST PARTY, STATES THAT PARTY HEAD SOARES "SPOKE TO AN ENORMOUS CROWD OF 120,000 MILITANTS AND SYMPATHIZERS."

THE HIGHEST BOURGEOIS PRESS ESTIMATE FOR RALLY ATTENDANCE WAS 50,000. UNITA GOES ON TO QUOTE ARMED FORCES MOVEMENT MODERATE, CAPTAIN VASCO LOURENCO AS SAYING THAT "WE HAVE NO DOUBT THAT THE PSP IS NOT THE REACTION IN PORTUGAL."

PORTUGUESE SECURITY HEAD CARVALHO LIVES WITH MAOIST HAREM?

JULY 20 (IPS)— BRIG. GENERAL SARAIVA DE CARVALHO, THE ANTI-COMMUNIST HEAD OF PORTUGAL'S MILITARY SECURITY APPARATUS, IS ALLEGED TO HAVE A RELATIONSHIP WITH THE FEMALE LEADER OF THE MAOIST REVOLUTIONARY PARTY OF THE PROLETARIAT (PRP) AND IS ALSO RUMORED TO BE LIVING WITH AN ENTIRE HAREM, ACCORDING TO TODAY'S SWEDISH DAILY AFTONBLADET.

THE ARTICLE GOES ON TO STATE THAT "OLFE PALME CAME HOME FROM PORTUGAL RECENTLY AND ENTHUSIASTICALLY REPORTED ON THE GOOD SOCIAL DEMOCRAT, THE CHIEF OF SECURITY FORCES." CARVALHO IS KNOWN TO HAVE BEEN TRAINED IN PSYCHOLOGICAL WARFARE UNDER EX PORTUGUESE PRESIDENT GENERAL ANTONIA D. SPINOLA IN THE EARLY 1970'S IN GUINE-BISSAU.

BRANDT CALLS FOR ECONOMIC PRESSURE ON PORTUGAL

JULY 20 (IPS)— WEST GERMAN SOCIAL DEMOCRATIC PARTY LEADER WILLY BRANDT CALLED TODAY IN A RADIO INTERVIEW FOR WEST EUROPEAN INTERVENTION TO INFLUENCE THE FUTURE DEVELOPMENT OF PORTUGAL. ACCORDING TO AN EAST GERMAN RADIO BROADCAST TODAY, BRANDT RECOMMENDED ECONOMIC PRESSURE AS A MEANS TO ACCOMPLISH THIS GOAL.

MPLA TAKES OVER ANGOLA

JULY 20 (IPS)— THE POPULAR MOVEMENT FOR THE LIBERATION OF ANGOLA (MPLA) NOW CONTROLS MOST OF THE ANGOLAN TERRITORY, ACCORDING TO WEST GERMAN RADIO REPORTS TODAY ON DEUTSCHLANDFUNK.

A GROUP OF THE OPOSING NATIONAL FRONT FORCES HAVE BARRICADED THEMSELVES IN AN OLD FORTRESS AROUND WHICH THE FIGHTING IS NOW CONCENTRATED. THE MPLA ADVISED THE NATIONAL FRONT TO LEAVE, BUT THEY REFUSED, SAYING THEY WOULD FIGHT TO THE LAST MAN.

CHURCHILL III CALLS PORTUGAL WORLD WAR III

JULY 20 (IPS)— WINSTON CHURCHILL, GRANDSON OF THE LATE FOUNDER OF THE ANGLO-AMERICAN SS, YESTERDAY CONCLUDED A SERIES OF ARTICLES IN THE WEST GERMAN DAILY DIE WILT UNDER THE HEADLINE, "WORLD

WAR III HAS BEGUN IN PORTUGAL."

"FOR A LONG TIME," CHURCHIL WRITES, "WE ALL BELIEVED THAT IF A THIRD WORLD WAR SHOULD BREAK OUT IT WOULD BE A NUCLEAR WAR. BUT NOW, THERE IT IS, AND IT IS NOT EVEN CONVENTIONAL, MUCH LESS NUCLEAR. THE STRUGGLE FOR FREEDOM AND DEMOCRACY IS NOW OCCURRING BEFORE OUR VERY EYES IN THE FACTORIES, AND ON THE STREETS OF OUR NATO PARTNER PORTUGAL INSTEAD...THE STRUGGLE BETWEEN DEMOCRACY AND TOTALITARIANISM...WILL BE DECIDED IN THE NEXT WEEKS OR MONTHS."

AMENDOLA EULOGIZES MUSSOLINI'S YOUTH

JULY 20 (IPS)—IN AN EDITORIAL WRITTEN FOR THE COMMUNIST PARTY OF ITALY (PCI) ORGAN UNITA, GEORGIO AMENDOLA, PARTY LEADER, EQUATES THE PCI'S DEMOCRATIC ANTI-FASCIST MOVEMENT WITH SO CALLED LEFT WING FASCISM OF MUSSOLINI'S YOUTH. IN THE JULY 19 STATEMENT AMENDOLA DISCUSSES THE FASCIST YOUTH MOVEMENT AROUND MUSSOLINI SAYING THAT THEIR BELIEF IN THE "REVOLUTIONARY FUNCTION OF FASCISM," BROUGHT A "VITAL SAP" INTO THE ANTI-FASCIST STRUGGLE IN ITALY. AMENDOLA FURTHER PLAYS THE ROLE OF APOLOGIST FOR MUSSOLINI FASCISM BY ATTEMPTING TO SHARPLY DIFFERENTIATE IT FROM NAZIISM, "JUST NOTE HOW DIFFERENT ITS FOALS WERE," SAYS AMENDOLA.

PRAVDA ATTACKS LEBER'S ENDORSEMENT OF SCHLESINGER DOCTRINE

JULY 20 (IPS)—THE SOVIT NEWSPAPER PRAVDA TODAY ATTACKED WEST GERMAN DEFENSE MINISTER GEORG LEBER FOR HIS ENDORSEMENT OF THE "FIRST NUCLEAR STRIKE" DOCTRINE OF U.S. DEFENSE SECRETARY SCHLESINGER. PRAVDA STATED THAT CERTAIN NATO CIRCLES OBVIOUSLY NEED AN "ATMOSPHERE OF DISTRUST AND TENSION" IN ORDER TO JUSTIFY THEIR DEMANDS FOR INCREASING MILITARY EXPENDITURES. LEBER HAS ALSO COME UNDER STRONG ATTACK FROM THE WEST GERMAN PRESS.

EGYPTIAN MARXISTS PUBLISH PEACE AND DEVELOPMENT PLAN FOR MIDEAST

JULY 20 (IPS)—A PLAN CALLING FOR USE OF ARAB MONEY AND RAW MATERIAL RESOURCES TOGETHER WITH ISRAEL'S TECHNOLOGY AND SKILLED MANPOWER FOR THE DEVELOPMENT OF THE MIDEAST HAS BEEN ADVOCATED IN A BOOK BY EGYPTIAN MARXIST MOHAMMED SID AHMED, ACCORDING TO THE JULY 15 ISSUE OF THE JERUSALEM POST.

SID AHMED PROPOSES AN INTERIM PEACE AGREEMENT RECOGNIZING THE RIGHT OF ALL PARTIES TO LIVE WITHIN SECURE AND RECOGNIZED BORDERS. SUCH AN AGREEMENT WOULD CREATE THE CONDITIONS FOR COOPERATION BETWEEN EGYPT AND ISRAEL.

THE BOOK, ENTITLED "WHEN THE GUNS FALL SILENT," WAS BANNED IN EGYPT WHEN IT FIRST CAME OUT IN JUNE, BUT EGYPTIAN PRESIDENT

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SADAT HAS NOW ALLOWED IT TO INTO EGYPT. REPORTEDLY, THE BOOK SOLD OUT IN TWO DAYS.

SECOND INTERNATIONAL AGENT CALLS FOR SABATAGE IN INDIA

JULY 20 (IPS)— A LEADER OF THE MINISCULE, SECOND INTERNATIONAL ALLIED SOCIALIST PARTY OF INDIA HAS ISSUED A PAMPHLET IN BOMBAY AND NEW DELHI CALLING FOR NATIONWIDE SABATAGE OF THE GOVERNMENT OF INDIRA GANDHI REPORTS THE JULY 19 EDITION OF THE LONDON TIMES AND TODAY'S NEW YORK TIMES. GEORGE FERNANDES, REFERRING TO THE "INDIAN FASCIST-RUSSIAN AXIS," CALLS FOR AN END TO ALL "IDEOLOGICAL QUIBBLING" AMONG INDIA'S MANY RIGHT WING PARTIES AND RELIGIOUS SECTS AND FOR A JOINT OPPOSITION EFFORT AGAINST THE PRO SOVIET GANDHI GOVERNMENT. THE SOCIALIST PARTY CALL WAS MADE IN THE NAME OF DEMOCRATIC PLURALISM.

ACCORDING TO THE LONDON TIMES, THE PAMPHLET CARRIED A "WELL PLANNED SEVEN POINT PROGRAM" FOR SABATAGE, INCLUDING DISTRIBUTION OF UNDERGROUND LITERATURE, POSTERING, WHISPER CAMPAIGNS, ORGANIZATION OF STRIKES AND USE OF UNDERGROUND RADIO.

FORD TO ATTEND CSCE SUMMIT

JULY 20 (IPS)— PRESIDENT FORD WILL BE IN HELSINKI TO ATTEND THE CONFERENCE ON SECURITY AND COOPERATION IN EUROPE (CSCE) JULY 30 TO AUGUST 1, ACCORDING TO TODAY'S NEW YORK TIMES. FORD, WHO EXPECTS TO LEAVE WASHINGTON BY SATURDAY FOR A 10 DAY TOUR, WILL ALSO TRAVEL TO BONN, WARSAW, BUCHAREST AND BELGRADE.

DESPERATE U.S. CAPITALISTS LINING UP TO LOOT SOCIALIST BLOC

JULY 20 (IPS)— LOUIS E. SAUBOLLE, VICE PRESIDENT AND ASIA REPRESENTATIVE OF THE BANK OF AMERICA, HAS SPENT THE PAST WEEK IN HANOI IN EXTENSIVE TRADE TALKS, ACCORDING TO YESTERDAY'S NEW YORK TIMES. THE NORTH VIETNAMESE CHAMBER OF COMMERCE, BANK OF FOREIGN TRADE, AND OFFICIALS MADE IT CLEAR TO SAUBOLLE THAT "THEY ARE WILLING TO DEVELOP MUTUALLY BENEFICIAL TRADE WITH AMERICAN CORPORATIONS..."

RECOGNIZING THIS, MOBIL, SHELL AND EXXON ARE REPORTED PRESSURING WASHINGTON, WHICH IS MAINTAINING A COMPLETE TRADE BOYCOTT AGAINST VIETNAM, FOR COOPERATION IN APPROACHING SAIGON AUTHORITIES

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ON THE RESUMPTION OF OIL SALES AND EXPLORATION IN VIETNAM.

MEXICAN INDUSTRIALISTS PURPOSE DEBT MORATORIUM FOR FEDERAL
ELECTRICITY COMMISSION

JULY 20 (IPS)-- MEXICAN INDUSTRIALISTS HAVE PROPOSED A DEBT MORATORIUM ON THE \$2.4 BILLION DEBT OF THE MEXICAN FEDERAL ELECTRICITY COMMISSION (CFE) REPORTS TODAY'S EXCELSIOR. RECENT MEASURES BY THE CFE TO INSURE ITS DEBT HAVE LED TO A SEVERE HIKE IN THE ELECTRICITY RATES FOR MEXICAN INDUSTRY.

ACCORDING TO THE EXCELSIOR COVERAGE JAVIER SANCHEZ VARGAS, PRESIDENT OF THE JALISCO LOCAL BRANCH OF THE MEXICAN INDUSTRIALIST CHAMBER, CALLED FOR GOVERNMENT ASSISTANCE TO THE CFE INCLUDING "A FIVE YEAR GRACE PERIOD (ON ITS DEBT) WITH NO INTEREST CHARGE.."

SANCHEZ ALSO PROPOSED A TIGHTENING UP OF THE PERSONNEL BUDGET OF THE CFE.

SCHLESINGER IS NUTS

JULY 20 (IPS)-- U.S. DEFENSE SECRETARY JAMES SCHLESINGER BELIEVES THAT HIS MISSION IS TO BE GULLIVER TO A WORLD OF LILLIPUTANS. SCHLESINGER EXPRESSED HIS CONVICTION TO A REPORTER OF THE WEST GERMAN SEMI-PORNOGRAPHIC MAGAZINE, STERN, PUBLISHED JULY 17. THE STERN REPORT DETAILS SCHLESINGER'S CARRER AT RAND CORPORTAION, DIRECTOR OF THE CIA, AND HIS DOCTRINE OF LIMITED NUCLEAR WARFARE.

STERN CONCLUDES THAT SCHLESINGER "LOVES HIS DEFENSE DEPARTMENT JOB. ONE CAN FIND HIM AT HIS DESK EARLY IN THE MORNING...READING PEANUTS COMICS."

II. CONTINENTAL

WASHINGTON POST ATTACKS SCHLESINGER'S "NEW NUCLEAR STRATEGY"

JULY 20 (IPS)-- IN THE MOST FORTHRIGHT POLITICAL ATTACK IN THE BOURGEOIS PRESS TO DATE, TODAY'S WASHINGTON POST ATTACKS FORD, KISSINGER, AND SCHLESINGER AS THE ARCHITECTS FO THE "NEW U.S. NUCLEAR STRATEGY" THAT ASSUMES THE UNTHINKABLE. GEORGE WILSON, THE POST'S MILITARY AFFAIRS WRITER, TRACES THE BACKGROUND OF THE THREE MEN WHO ARE NOW "THE NATION'S CIVILIAN TRIAD FOR MAKING MILITARY POLICY" TO THEIR BEGINNINGS AS COLD WARRIORS IN THE FIFTIES.

WILSON STRESSES SCHLESINGER'S NS INPARTICULAR AS THE BASIS FOR A DEVASTATING PSYCHOLOGICAL ATTACK ON SCHLESINGER, THE THEORIZER WHO NEVER HAD"THE CHANCE TO SEE WHAT HAPPENS TO MANY THEORIES IN ACTUAL COMBAT."

CONTRASTING "BATTLE HARDENED OFFICERS WHO KNOW THAT ACTUAL COMBAT IS OFTEN MASS CONFUSION," HE PARODIES GRIMLY THE NEW "THEORETICIANS" HOLDING MEETINGS IN THE PENTAGON "TO SING THE PRAISES OF THE NEW NUKES THAT DESTROY ONLY THE TARGET- NOTHING ELSE."

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SPARROWS PT. STEEL POLICE NETWORK

BALTIMORE, JULY 19 (IPS)— ACCORDING TO HIGHLY PLACED UNION SOURCES, BETHLEHEM STEEL IS SETTING UP AN IN-PLANT POLICE COMMAND AND CONTROL STRUCTURE IN ITS MASSIVE SPARROWS PT. COMPLEX HERE. THE PLANT SECURITY FORCE HAS BEEN GIVEN SPECIAL TRAINING EQUIVALENT TO THAT OF A STATE PATROL TROOPER AND IS NOW ASSUMING MORE OF THE ON-SITE OPERATIONS COMMAND. IN AT LEAST ONE INCIDENT, A SECURITY GUARD TRIED TO ISSUE ORDERS TO WORKERS WHICH NORMALLY COME ONLY FROM THE PLANT FOREMAN.

THE UNION SOURCES REPORTED TO IPS THAT FBI AGENTS HAVE BEEN BROUGHT INTO SPARROWS PT. RECENTLY UNDER COVER.

NEW DIRECTOR FOR BIG MAC

JULY 20 (IPS)— WILLIAM ELLINGHAUS, PRESIDENT OF NEW YORK TELEPHONE COMPANY, WILL REPLACE THOMAS FLYN AS CHAIRMAN OF THE MUNICIPAL ASSISTANCE CORPORATION (MAC), ACCORDING TO TODAY'S NEW YORK TIMES.

ELLINGHAUS, IDENTIFIED BY THE TIMES AS A "HAWK"...WHO ADVOCATES A GET-TOUGH POLICY, RECENTLY ADVISED MAYOR BEAME'S LIASON TO THE DOMESTIC COUNCIL AND THE DEFENSE CIVIL PREPAREDNESS AGENCY, ~~LOUIS~~ WEIN ON THE MAKE UP OF THE NEWLY FORMED MAYOR'S EMERGENCY TASK FORCE.

END IPS, JULY 20, 1975