



NEW SOLIDARITY International Press Service

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

NEW SOLIDARITY INTERNATIONAL PRESS SERVICE (IPS)
DECEMBER 8, 1975 2100 HRS. EST
LATE EVENING NEWS EDITION

I. PRIORITIES

PARIS ECONOMIC INSTITUTE CONVENES SYMPOSIUM IN BUCHAREST

DEC. 8 (IPS) — "PARIS INSTITUTE FOR PROBLEMS OF A NEW INTERNATIONAL ECONOMIC ORDER" IS HOLDING A SYMPOSIUM IN BUCHAREST, ACCORDING TO THE ROMANIAN COMMUNIST PARTY PAPER, SEIATEIA, OF DEC. 6.

THE INSTITUTE WAS SET UP RECENTLY BY ROCKEFELLER AGENT AND FORMER PRESIDENT OF ARGENTINA ARIURO FRONDIZI, AFTER EXTENSIVE CONSULTATIONS WITH LEADING ROCKEFELLER OPERATIVES THROUGHOUT EUROPE, TO PROMOTE THE "BILATERAL" FORMS OF ECONOMIC COOPERATION, AND TO DISCOURAGE TRIANGULAR TRADE.

AMONG THOSE IN ATTENDANCE AT THE SYMPOSIUM IN BUCHAREST ARE HENRY TASCA, THE U.S. AMBASSADOR TO GREECE AT THE TIME OF THE 1967 FASCIST COUP, AND FRONDIZI HIMSELF. SANTIAGO CARRILLO, THE AGENT HEAD OF THE SPANISH COMMUNIST PARTY ALSO ARRIVED IN BUCHAREST ON THE DAY OF THE SYMPOSIUM.

FORD MEMO OPPOSES SCHLESINGER DOCTRINE AND ORDERS DEFENSE CUTS

DEC. 8 (IPS) — AN ARTICLE IN TODAY'S CHICAGO TRIBUNE DISCLOSES THAT PRESIDENT FORD AND BUDGET DIRECTOR JAMES LYNN HAVE CIRCULATED A MEMO OFFICIALLY REJECTING THE DOCTRINE OF LIMITED NUCLEAR WARFARE SUPPORTED BY FORMER DEFENSE SECRETARY JAMES SCHLESINGER. THE MEMO ALSO CALLS FOR A \$6.6 BILLION DEFENSE BUDGET CUT.

TRIBUNE REPORTER JIM COATES CITES "INFORMED SOURCES" AS SAYING THAT THE PENTAGON, THE WHITE HOUSE, AND NATIONAL SECURITY PLANNERS ARE DEBATING SWEEPING PROPOSALS BY FORD TO CUT DEFENSE MANPOWER BY 85,000 AND DROP NUMEROUS WEAPONS PLANS, INCLUDING THE CRUISE MISSILE. THE MEMO ALSO REJECTS OUTRIGHT SCHLESINGER'S THINKING THAT LIMITED NUCLEAR WARFARE IS POSSIBLE.

THE ARTICLE, WHICH PORTRAYS DEFENSE SECRETARY DONALD RUMSFELD AS "CAUGHT BETWIXT THE BUDGET-CUTTERS AND THE MILITARY," REPORTS THAT RUMSFELD SPENT LAST WEEK MEETING WITH HEADS OF THE VARIOUS MILITARY BRANCHES TO DISCUSS THE IMPLEMENTATION OF THE PLANNED CUTS AND CHANGES.

ST. LOUIS POST-DISPATCH HITS NUCLEAR SCENARIO INSURRECTION

DEC. 8 (IPS) — THE ST. LOUIS POST-DISPATCH, IN A MAJOR EDITORIAL LAST WEEK, CALLED ON THE FORD ADMINISTRATION AND CONGRESS TO ISSUE A DEFINITIVE POLICY STATEMENT OUTLAWING THE "FIRST USE" OF

12.8 LATE IPS/2

NUCLEAR WEAPONS BY THE UNITED STATES. THE EDITORIAL, TITLED "FIRST USE...WHOSE DECISION?", URGED CONGRESS TO TAKE IMMEDIATE STEPS TO PASS LEGISLATION MAKING IT ILLEGAL FOR THE U.S. TO CONSIDER FIRST USE OF NUCLEAR ARMS WITHOUT THE PRIOR CONSENT OF THE CONGRESS. THE POST-DISPATCH INDICATED ITS CONCERN OVER WHETHER THE ELECTED GOVERNMENT REPRESENTATIVES HAD ANY OPERATIONAL POLICY CONTROL.

JAPAN DEFENSE HEAD CALLS FOR JAPANESE INTEGRATION INTO "HILEX '75"

DEC. 8 (IPS) — THE DIRECTOR-GENERAL OF THE JAPANESE DEFENSE AGENCY, MICHITA SAKATA, CALLED FOR THE REVITALIZATION OF THE DEFUNCT NATIONAL DEFENSE COUNCIL, IN AN UNUSUALLY STRONG SPEECH IN TOKYO LAST TUESDAY. "EVERY JAPANESE MUST HAVE A STRONG WILL TO RESIST AGGRESSION AND AN UNBENDING SPIRIT TO DEFEND THIS COUNTRY," SAKATA SAID ACCORDING TO THE DEC. 3 JAPANESE DAILY, MAINICHI. "THE AMERICAN-JAPANESE SECURITY TREATY IS ABSOLUTELY INDISPENSABLE IN ENSURING JAPAN'S INDEPENDENCE AND SAFETY, BECAUSE IT IS CERTAINLY DIFFICULT TO PROTECT JAPAN SINGLE-HANDEDLY AGAINST A LARGE-SCALE ATTACK OR NUCLEAR THREAT..." THE DEFENSE COUNCIL WILL COMPRISE PRIME MINISTER MIKI, FOREIGN MINISTER MIYAZAWA, FINANCE MINISTER OHIRA, ECONOMIC PLANNING AGENCY HEAD FUKUDA, AND SAKATA HIMSELF, AND WILL BE THE CENTRAL DECISION-MAKING BODY FOR JAPAN'S DEFENSE FORCES.

THE TIMING OF SAKATA'S SPEECH, AND THE MEMBERS OF THE PROPOSED DEFENSE COUNCIL — ALL OF WHICH, EXCLUDING MIKI, ARE FIRM ALLIES OF U.S. SECRETARY OF STATE HENRY KISSINGER — INDICATE THAT THE COUNCIL IS DESIGNED TO COORDINATE THE INTEGRATION OF JAPAN INTO NATO'S "HILEX '75" SCENARIO FOR NUCLEAR WAR.

LARGE NUMBER OF DEBTORS TO JAPANESE BANKS CAN'T MAKE PAYMENTS, BANK PROCEEDS FALL

DEC. 8 (IPS) — THE TOTAL DEBT SERVICE PAYMENTS TO THE 13 LARGEST JAPANESE BANKS FELL BY FOUR PER CENT DURING THE MONTHS MARCH TO SEPTEMBER. OUTSTANDING LENDING BY THESE BANKS INCREASED BY APPROXIMATELY 5 PER CENT DURING THE SAME PERIOD, ACCORDING TO THE DEC. 3 JAPANESE DAILY, YOMIURI.

FINANCIAL ANALYSTS INDICATED THAT THE FALL IN BANK PROCEEDS WAS CAUSED BY LARGE NUMBERS OF EXTREMELY ILLIQUID JAPANESE CORPORATIONS WHO WERE SIMPLY UNABLE TO MAKE DEBT SERVICE PAYMENTS, A SITUATION WHICH IS ALSO REFLECTED IN THE RECORD NUMBER OF BANKRUPTCIES IN NOVEMBER AND THE SHARP DECLINE IN JAPANESE INDUSTRIAL PRODUCTION.

BANKS TURN SCREWS ON PERU

NEW YORK, DEC. 8 (IPS) — AN INTERNATIONAL MONETARY FUND (IMF) TEAM IS NOW IN PERU WITH THE SPECIFIC OBJECT OF ENFORCING "FISCAL RESPONSIBILITY" ON THAT NATION, ACCORDING TO NEW YORK BANKING SOURCES. THE SOURCES SAID THAT PERU IS SEEKING IMF FINANCING FOR SOME \$500 MILLION IN DEBT SERVICE DUE IN 1976. WITHOUT REFINANCING, PERU WILL DEFAULT ON THE DEBT.

THE SOURCES SAID THAT PERUVIAN CENTRAL BANK OFFICIALS WERE IN NEW

12.8 LATE IPS/3

YORK LAST WEEK SEEKING FINANCING FROM NEW YORK BANKS, BUT WERE TURNED DOWN.

"FOR EXAMPLE, THE MARCONA COPPER EXPROPRIATION: PERU HASN'T SHOWN A REASONABLE ATTITUDE ON THAT YET. AND THE GOVERNMENT COPPER COMPANY IS OPERATING A \$135 MILLION DEFICIT," SAID ONE BANKER. BUT, HE ADDED, THE BANKS WILL CONSIDER REFINANCING IF PERU WOULD "SHOW GOOD FAITH, RATIONALIZE YOUR DEFICITS, AND SATISFY THE IMF."

RAIL SABOTAGE IN THE WORKS?

NEW YORK, DEC. 8 (IPS) — A MAJOR, ROCKEFELLER-ASSOCIATED WALL STREET INVESTMENT HOUSE IS CURRENTLY REVIEWING THE ECONOMIC IMPACT OF A SHUTDOWN OF THE NORTH EAST RAIL NETWORK, BASED ON THE BANKRUPT PENN CENTRAL, IPS LEARNED TODAY FROM ONE OF ITS CHIEF ECONOMISTS. THIS REVELATION COMES AGAINST THE BACKGROUND OF A WEEK-LONG CHICKEN GAME BETWEEN THE TRUSTEES OF PENN CENTRAL AND THE FORD ADMINISTRATION. THE FORD ADMINISTRATION HAS STATED PUBLICLY THAT IT WILL VETO THE SENATE COMMERCE BILL WHICH BAILS OUT THE CREDITORS AND ESTABLISHES A FEDERAL TAKEOVER OF THE NORTHEASTERN SYSTEM UNDER THE AUSPICES OF CONRAIL. ACCORDING TO SOURCES CLOSE TO THE TRUSTEES, A FORD VETO WILL TOUCH OFF COURT ACTION BY THE TRUSTEES TO LIQUIDATE AND SHUTDOWN THE LINES.

THE INVESTMENT BANKING HOUSE SOURCE INDICATED THAT THE SHUTDOWN WILL HAVE AN "IMMENSE ECONOMIC IMPACT" ON THE NATION'S ECONOMY. "THE RAIL NETWORK LINKS UP WITH THE MOST DENSE POPULATION AND MANUFACTURING CENTERS IN THE COUNTRY" AND "THERE ARE NO ALTERNATIVE MEANS OF TRANSPORTATION FOR THE SHIPMENT OF SUCH INPUTS AS COAL AND FOOD-STUFF."

REP. NEAL BIDS CONGRESS INVESTIGATE FBI-DIRECTED KLAN HARASSMENT OF LABOR PARTY

GREENSBORO, N.C., DEC. 8 (IPS) — REP. STEPHEN NEAL (D-N.C.) WROTE TO REP. OTIS PIKE (D-NY) REQUESTING THAT PIKE'S SELECT COMMITTEE ON INTELLIGENCE INVESTIGATE U.S. LABOR PARTY CHARGES THAT THE KU KLUX KLAN HAS BEEN ORDERED BY THE FBI TO HARASS THE LABOR PARTY.

FORMER LABOR PARTY GREENSBORO MAYORAL CANDIDATE, MARION PORTER, TODAY RECEIVED A COPY OF REP. NEAL'S LETTER URGING THE INVESTIGATION, BASED ON LABOR PARTY CHARGES THAT KLANSMEN DALE REUSCH AND JOE BRADY ARE FBI AGENTS.

NORTH CAROLINA STATE SEN. ROBERT MORGAN CHARGED LAST WEEK THAT THE FBI CREATED 41 CHAPTERS OF THE KKK IN NORTH CAROLINA. "WE'VE ALREADY ESTABLISHED THAT SOME OF THEIR (THE FBI'S) INFORMANTS WERE MORE THAN INFORMERS," MORGAN STATED, "THEY WERE ALSO INSTIGATORS."