

energy report

Rockefeller Rigs Second Oil Hoax

Sept. 9 (IPS) — The vast international administrative and diplomatic machine of Rockefeller's world oil cartel has again been activated and is now in full swing organizing a second international Oil Hoax whose full impact — by all indications worse than last winter's — will be felt in about six to eight weeks.

The oil-producing countries will be meeting in Vienna this Saturday officially to ratify a decision to reduce world production of crude oil by another 10 to 20 per cent worldwide — as proposed by Kuwait, a Rockefeller-owned oil field in the Arab Gulf whose only claim to nationhood is a separate bank account at Chase Manhattan Bank.

These oil production cutbacks already have begun in every oil-producing country. Venezuela already cut daily production by 14 per cent; CIA-controlled Iran announced a 10 per cent cut. Shipments out of Saudi Arabia have been curtailed drastically as Aramco (Rocky's Arabian American Company) cut trans-Lebanon pipeline shipments by 60 per cent according to the *Wall Street Journal* and carrier shipments by another 10 per cent according to the company itself. According to industry estimates, Saudi Arabia already has cut daily production of crude by 138,000 barrels; Iran by 121,000; and Abu Dhabi by 50,000.

The immediate result of these already effected cutbacks is the drastic reduction of stockpiles in North America and Western Europe that are accumulated each summer to cover the increased consumption for the winter months. The production cuts to be formally ratified this coming Saturday in Vienna will result in completely wiping out the remainder of the winter supplies and, on top of this, reducing world consumption by another 7 to 10 per cent, according to IPS estimates.

The motivation for this decision by Rockefeller is obvious: last winter's Oil Hoax directly produced 500,000 unemployed in the first three months of the year. Many of these workers are now recycled into slave-labor jobs as, for example, is the case with the unemployed auto workers in Michigan. The new Oil Hoax immediately will cause another 600,000 to 700,000 unemployed in the United States alone, in a matter of a few weeks.

The other major related objectives are the gutting of the Italian and French economies this winter, with special emphasis on Italy which is now being given the

Chilean treatment — deliberate cutting of financial resources and raw materials designed to create an absolutely chaotic situation that will destroy the last shreds of political order and the Communist Party as well.

Yesterday's meeting in Paris of the U.S., German, French, British and Japanese Finance Ministers to discuss "ideas for much more massive recycling of oil money," indicates where the new Oil Hoax is headed: Throughout Western Europe and the U.S., extensive machinery for labor-intensive investments to absorb the new masses of unemployed workers and realize the necessary profits on the Rockefeller billions by working these masses to death in the North Sea, the Rocky Mountains, and the Rio de la Plata in Brazil. While in Western Europe this machinery is not yet quite consolidated, here in the U.S. it is represented by the "Project Independence," energy development schemes for which Secretary of Treasury Simon is demanding a \$100 billion-a-year investment fund.

Arabs Cut Their Profits

Rockefeller is the fact that the **production cutbacks immediately hurt the revenue of every oil-producing country involved in the cutbacks.** If they do not couple the production cut with a new price increase, an unlikely assumption, their revenue loss will be about 10 per cent. Ironically they will lose even more money if they do push a further price increase — since the world market is so pressured by last year's 400 per cent price increase that it cannot take any more. According to experts, given the present insane price structure of the petroleum markets, a 0.9 per cent increase in the price of crude oil will automatically result in a 5 per cent decrease in consumption — thus absolutely reducing total oil revenues.

This should make it obvious that no Arab government is in control of this situation. Only the Rockefeller financiers — fully determined to scrap part of their oil billions in favor of slave-labor energy developments — could have made this decision.

So long as Venezuela has not been placed on a blind trust pending Nelson Rockefeller's confirmation in Congress, that country's cutbacks in production are Rockefeller's responsibility. The same goes for Iran which is run by a State Department-CIA team of 6,000

agents under the command of ex-CIA director Richard Helms.

Saudi Arabia, the other major Middle East oil producer, was forced into a production cutback in the past two months because, according to reports published in the *Wall Street Journal* August 27, Aramco's parent companies (Exxon, Standard Oil, Texaco, and Gulf) refused to ship more oil in a deliberate attempt to reduce the world crude oil supplies. In addition, Aramco first drastically cut pipeline shipments arguing that reduced oil-carrier cargo rates make sea transport more profitable. After thus cutting pipeline transport by 60 per cent, Aramco announced a cut in sea shipments because of "bad weather" — a condition in the Persian Gulf that has not bothered seagoing vessels since the days of Sinbad the Sailor.

In short, in every oil-producing country except Iraq, the present production cuts are carried out on orders by the Rockefeller tribe. Iraq itself was forced first to curtail its pipeline shipments by 60 per cent because of sabotage and military operations by the CIA force of Kurdish guerrillas under General Barzani that threaten to burn the Kirkuk oilfields as well as the pipelines. Only as a result of these transportation difficulties did the Iraqi government curtail its production.

Project Independence

This new Oil Hoax is the strongest piece of evidence — and a conclusive one — that the capitalist leadership around the Rockefeller faction has made a risky decision to "damn all torpedoes" and try to put the working class here and in Europe through the wringer in the next three months.

Oil Hoax to be Followed by Massive Power Cuts, Gas Shortages

Sept. 15 (IPS) — The Rockefeller brothers are backing up their new Oil Hoax with massive cutbacks of electrical power and natural gas production in the U.S. Even before the full effects of Rockefeller-ordered Arab and Venezuelan oil production cuts hit on the North American continent, the working class will find its factories and homes without heat and electricity on a broader scale this winter than last year, and tens of thousands of workers will hear their layoffs attributed to the phony "energy shortage."

In recent months U.S. electrical utilities have scrapped approximately \$12 billion in new plant construction and reduced normal maintenance budgets to near zero, bringing the nation's electric power network to the brink of widespread mechanical breakdown in an effort to refinance Rockefeller-manipulated skyrocketing company debt. Utility rates have increased by 25-100 per cent in many areas.

Following last winter's 10-15 per cent cuts in natural gas production, the Federal Power Commission has announced that "tight supplies" of natural gas will force gas companies to curtail deliveries by more than 25 per cent this winter, while Rockefeller spokesmen are demanding the elimination of all pricing restrictions on natural gas, a move that would immediately double prices.

Ford Foundation Work Camps

IPS intelligence personnel have discovered an unpublished Ford Foundation report, scheduled for release at the height of "energy crisis" hysteria in October, which blueprints the fascist labor-intensive, deindustrialized society Rockefeller aims to create if he can crush working-class resistance with his total energy cutoff. It is this vast human recycling mill on the Brazilian model, not the grabbing of a few paltry millions, which is the purpose of the 1974-model Oil Hoax and related Rockefeller-enforced energy destruction.

Directed by fascist planner David Freeman, head of McGeorge Bundy's Ford Foundation Energy Policy Project, the report calls for the resettlement of more than one million people into 20 rural concentration camps, to be established in "underdeveloped areas" of the U.S. In these so-called communities, workers and their families will live exclusively in **barracks**; private single-family housing will be banned. Privately owned automobiles will be forbidden. All production will be organized on a labor-intensive basis "to provide job opportunities for the unemployed." A modified version of the plan is proposed as the basis for reorganizing U.S. cities.

To manage energy non-production toward this goal, Rockefeller man William Simon, Secretary of the