



International Press Service

Daily News and Press Summaries

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SEPTEMBER 5, 1975

I. INTERNATIONAL NEWS

SPINOLA'S OFFICERS ADVISE FNLA

SEPT. 5 (IPS)—OFFICERS CLOSE TO FORMER PORTUGUESE PRESIDENT SPINOLA, WHO FLED TO BRAZIL AFTER AN ABORTIVE CIA-BACKED FASCIST COUP ATTEMPT LAST MARCH, ARE NOW FUNCTIONING AS "COUNSELORS" TO THE NATIONAL FRONT FOR THE LIBERATION OF ANGOLA (FNLA), ACCORDING TO TODAY'S FRENCH DAILY LE MONDE.

LE MONDE REPORTS THAT SOME OF THESE OFFICERS ARE OPERATING OUT OF THE CIA-CONTROLLED FNLA'S MILITARY TRAINING CAMP IN AMBROZ, NORTH OF LUANDA. SPINOLA IS ATTEMPTING TO RALLY OFFICERS STILL STATIONED IN AFRICA TO HIS CAUSE, LE MONDE SAYS.

FRENCH COUNTER-ESPIONAGE AGENCY PROTECTS SPINOLA

SEPT. 5 (IPS)—THE FRENCH GOVERNMENT'S COUNTER-ESPIONAGE AGENCY IS IN CHARGE OF ENSURING FORMER PORTUGUESE PRESIDENT SPINOLA'S SAFETY WHILE HE IS IN PARIS, REPORTS TODAY'S FRENCH DAILY LE MONDE. SPINOLA IS PRESENTLY ON A TOUR OF EUROPE ORGANIZING FOR A BLOODY INTERVENTION AGAINST THE GOVERNMENT OF PORTUGAL.

THE REPORT FURTHER CONFIRMS THAT FRENCH PRESIDENT CISCARD D'ESTAING IS PLAYING AN ACTIVE ROLE IN THIS OPERATION ALSO ALONG WITH THE CIA, THE NATIONAL SECURITY COUNCIL AND THE SECOND INTERNATIONAL.

SPINOLA AT PARIS ITT HOTEL

SEPT. 5 (IPS)—THE EXILED PRO-FASCIST FORMER PORTUGUESE PRESIDENT AND GENERAL, ANTONIO DE SPINOLA, HAS ARRIVED IN PARIS, FRANCE, AND IS STAYING AT THE SHERATON HOTEL THERE, THE DAILY WORLD REPORTS. THE SHERATON HOTEL CHAIN IS A SUBSIDIARY OF THE INTERNATIONAL TELEPHONE AND TELEGRAPH COMPANY (ITT) WHICH WAS HEAVILY INVOLVED IN CHILEAN COUP PREPARATIONS.

SECOND INTERNATIONAL MEETS IN LONDON TO PLAN PORTUGAL BLOODBATH

SEPT. 5 (IPS)—THE LEADING FIGURES OF THE SECOND INTERNATIONAL, INCLUDING BRANDT OF WEST GERMANY, MITTERRAND OF FRANCE, OLOF PALME OF SWEDEN, AS WELL AS PORTUGUESE SOCIALIST PARTY HEAD MARIO SOARES, MET IN LONDON TODAY TO DISCUSS THE PORTUGUESE SITUATION. AT THE MEETING, BRANDT WAS ELECTED CHAIRMAN OF THE "SOLIDARITY COMMITTEE FOR PORTUGAL," WHICH WILL OFFER "FINANCIAL, TECHNICAL AND POLITICAL HELP" TO THE PORTUGUESE SOCIALISTS, REPORTS WEST GERMAN RADIO TODAY. BEFORE LEAVING FOR THE LONDON MEETING, SOARES DELIVERED AN ULTIMATUM TO PORTUGUESE PRESIDENT COSTA GOMES DEMANDING THAT "BOURGEOIS DEMOCRACY" BE ESTABLISHED IN PORTUGAL, ACCORDING TO AN EAST GERMAN RADIO REPORT YESTERDAY.

(MORE)

CPUSA HEDGES SUPPORT FOR MPLA

SEPT. 5 (IPS)—TODAY FOR THE FIRST TIME THE UNITED STATES COMMUNIST PARTY NEWSPAPER, THE DAILY WORLD, HAS GIVEN SIGNIFICANT COVERAGE TO CIA-COORDINATED PROVOCATION OF CIVIL WAR IN ANGOLA. THE ARTICLE HOLDS BACK FROM EXPLICITLY DENOUNCING THE FNLA AND UNITA AS CIA-CONTROLLED COUNTERGANGS, A CONCESSION TO THE ANGELA DAVIS CIA AGENT FACTION WITHIN THE PARTY.

FRENCH DAILY PRAISES FRANCO-IRAQI RELATIONS

PARIS, SEPT. 5 (IPS)—ON THE OCCASION OF IRAQI VICE-PRESIDENT SADDAM HUSSEIN'S ARRIVAL ON A VISIT TO FRANCE, LE FIGARO TODAY CARRIES AN ARTICLE PRAISING IRAQ'S "FRENETIC RACE FOR DEVELOPMENT" AND THE "GIGANTIC PERSPECTIVES" IT OFFERS, FURTHER DESCRIBING FRANCO-IRAQI RELATIONS AS "PRIVILEGED" AND BASED ON RECIPROCAL ECONOMIC INTERESTS AND A COMMON CONCERN FOR POLITICAL INDEPENDENCE. LE FIGARO DETAILS AREAS IN WHICH BILATERAL COOPERATION FOR DEVELOPMENT HAS EXTREMELY HIGH POTENTIAL, INCLUDING NUCLEAR ENERGY, PETRO-CHEMICALS, COMMUNICATIONS, NAVAL CONSTRUCTIONS AND AGRICULTURE, AND TRACES THIS "ORIENTAL FAIRY TALE FOR BUSINESSMEN" BACK TO DE GAULLE'S POLICY.

A FURTHER ARTICLE FAVORABLY PORTRAYS HUSSEIN'S POLITICAL CAREER AND ADDS THAT HE HAS "SOLID PERSONAL CONTACTS" WITH FRENCH GOVERNMENT OFFICIALS, NOTABLY WITH PRIME MINISTER CHIRAC WHOM HE CALLS "MY FRIEND CHIRAC."

FRENCH IMPORTS OF ALGERIAN OIL TO INCREASE

PARIS, SEPT. 5 (IPS)—LE FIGARO ANNOUNCED TODAY THAT FRANCE IS LIKELY TO INCREASE HER IMPORTS OF ALGERIAN OIL STARTING IN OCTOBER WHEN OIL PRICES ARE READJUSTED. FRENCH TRADE MINISTER SEGARD RECENTLY MET IN ALGIERS WITH ALGERIAN PRESIDENT BOUMEDIENNE TO DISCUSS THE PROBLEM OF ALGERIA'S GROWING TRADE DEFICIT WITH FRANCE.

EXPANDING ARAB-EAST BLOC TRADE

SEPT. 5 (IPS)—"THE RECENTLY PROLIFERATING SERIES OF AGREEMENTS BETWEEN COMMUNIST AND ARAB GOVERNMENTS POINTS TO A CERTAIN STEADY AND SUBSTANTIAL DEVELOPMENT OF ECONOMIC RELATIONS BETWEEN THE TWO AREAS," TODAY'S CHRISTIAN SCIENCE MONITOR COMMENTS.

DESCRIBING THIS AS A "STRIKING ARAB SHIFT FROM IDEOLOGY AND POLITICS TO HARDHEADED ECONOMICS," THE MONITOR HIGHLIGHTS "A WIDE-RANGING ACCORD ON ECONOMIC AND TECHNICAL COOPERATION" BETWEEN LIBYA AND THE SOVIET UNION, MAJOR IRAQI TRADE AND COOPERATION DEALS WITH COMECON, ALGERIAN COOPERATION AGREEMENTS WITH EAST GERMANY AND CZECHOSLOVAKIA, AND THE RECENTLY EXPRESSED WILLINGNESS OF ANTI-COMMUNIST SAUDI ARABIA TO DEAL WITH BOTH WESTERN INDUSTRIALIZED COUNTRIES AND THE EAST BLOC. ALSO DETAILED ARE A BROAD-RANGING SCOPE OF OTHER ARAB-EAST BLOC COMMERCIAL RELATIONS.

PCP SPLITTING POLYCENTRIST PCE

SEPT. 5 (IPS)—IN AN INDICATION OF FURTHER MOVES AGAINST AGENTS IN THE COMMUNIST MOVEMENT WHO SUPPORT A FASCIST RESTORATION IN PORTUGAL, TODAY'S LE MONDE WRITES THAT DISTRAUGHT EXECUTIVE MEMBERS OF THE FRENCH SOCIALIST PARTY RECENTLY STATED: "THE PORTU-

(MORE)

GUESE COMMUNIST PARTY'S ATTITUDE CONSIDERABLY HARMS THE SPANISH COMMUNIST PARTY TO THE EXTENT THAT WITHIN THE PARTY A STRUGGLE OF TENDENCIES HAS BEGUN" WHICH IS "ENDANGERING THE HUMANISTIC TRENDS OF THE SPANISH COMMUNIST PARTY (PCE) IN FAVOR OF A HARDER PORTUGUESE STYLE TENDENCY, IN THE SPIRIT OF THE RECENT EDITORIAL OF PRAVDA BY ZARODOV, WITH ALL THE RISKS THIS WOULD MEAN AT THE TIME OF THE TRANSITION TOWARD DEMOCRACY," ACCORDING TO TODAY'S LE MONDE. IN RESPONSE, LE MONDE SAYS, THE FRENCH COMMUNIST PARTY ASKED WHETHER THE SUBORDINATION OF THE SPANISH COMMUNIST PARTY IN FAVOR OF SOCIALIST AND CHRISTIAN DEMOCRATIC TENDENCIES IS NOT "THE SO-CALLED EUROPEAN 'SOUTH FLANK' STRATEGY."

PCE LEADER SANTIAGO CARILLO IS A LEADING SUPPORTER OF PORTUGUESE AGENT MARIO SOARES.

BRITISH PRESS SKEPTICAL OF TUC VOTE ON WAGE LIMIT

SEPT. 4 (IPS)--MOST BRITISH NEWSPAPERS RUEFULLY ADMIT TODAY THAT THE MUCH-HEARLDED VOTE BY THE TRADES UNION CONGRESS TO ACCEPT THE GOVERNMENT'S PAY FREEZE MAY NOT STAND UP WHEN THE INDIVIDUAL MAJOR UNION CONTRACTS EXPIRE THIS FALL. THE VOTE IS NOT BINDING.

"SO THE TRADES UNION CONGRESS HAS ENDORSED THE SIX-POUND A WEEK PAY POLICY," A DAILY TELEGRAPH EDITORIAL SAID YESTERDAY. "THIS FACT WILL NOT SURPRISE ANYBODY. BUT NO ONE SHOULD EXPECT THAT THIS EVENT IS OF CRUCIAL SIGNIFICANCE TO BRITAIN'S ECONOMIC SURVIVAL. IT IS NOT."

THE LONDON TIMES SAID, "IN NINE OR TEN MONTHS THE WORKER WILL REALIZE HOW MUCH THE PAY LIMIT HURTS. THAT IS WHEN THE TEST WILL COME."

CALLAGHAN SAYS KISSINGER POLICY 'A MISTAKE,' FT REPORTS

SEPT. 5 (IPS)--JAMES CALLAGHAN, THE FOREIGN SECRETARY OF GREAT BRITAIN, "IS KNOWN TO FEEL, ALONG WITH OTHER EUROPEAN MINISTERS, THAT THE AMERICAN WARNINGS ABOUT OIL PRICES--DELIVERED BY HENRY KISSINGER AT THE UNITED NATIONS AND BY U.S. TREASURY SECRETARY WILLIAM SIMON AT THE INTERNATIONAL MONETARY FUND CONFERENCE IN WASHINGTON--ARE A TACTICAL MISTAKE," THE LONDON FINANCIAL TIMES REPORTS TODAY.

THE FINANCIAL TIMES REPORTS THAT MR. CALLAGHAN, IN HIS SPEECH TO THE SPECIAL SESSION AT THE UNITED NATIONS, EMPHASIZED THAT THE DEVELOPED COUNTRIES SHOULD DEAL WITH THE THIRD WORLD ON ITS COMMODITY PRICE PROBLEMS AND NOT CONFRONT THEM ON THE ENERGY QUESTION.

AUTO SALES DROP 12 PERCENT FROM LAST YEAR

SEPT 5 (IPS)--AUGUST SALES OF U.S. AUTOMOBILES PLUMMETED 12 PERCENT BELOW LAST YEAR, ACCORDING TO THE WALL STREET JOURNAL, GIVING THE LIE TO WIDELY TOUTED REPORTS OF AN AUTO "UPSWING" IN THE 1976 MODEL YEAR. "PRESUMING NOTHING LIKE LAST YEAR," THE JOURNAL REPORTS.

(MORE)

DEVELOPMENT A LA THE WORLD BANK

SEPT. 5 (IPS)—A WORLD BANK REPORT ON URBAN TRANSPORT EXTOLS WALKING, ACCORDING TO TODAY'S WALL STREET JOURNAL. A FOOTPATH, THE WORLD BANKS STUDY PROCLAIMS, CAN CARRY 1100 PERSONS PER FOOT-WIDTH PER HOUR. "PEDESTRIANS CAN WALK VERY CLOSE TO EACH OTHER, EVEN IN OPPOSITE DIRECTIONS." SAYS THE WORLD BANK. WHAT'S MORE, COSTS ARE MINIMAL—"EXCEPT A SMALL EXPENSE FOR SHOES." AMONG THE DISADVANTAGES OF SUCH REVOLUTIONARY MODES: "SPEEDS ARE LOW... COMFORT IN HOT WEATHER OR RAIN IS AT BEST POOR."

II. FINANCIAL PRESS DIGEST

BUSINESS CONTINUES TO HATCHET PLANS FOR EXPANSION OUTLAYS

SEPT. 5 (IPS)—IN ITS LATEST QUARTERLY SURVEY OF CAPITAL SPENDING PLANS, THE COMMERCE DEPARTMENT REPORTS THAT BETWEEN JUNE AND AUGUST, U.S. COMPANIES ROLLED BACK THEIR ESTIMATED 1976 OUTLAYS FOR PLANT EQUIPMENT AND EXPANSION BY \$730 MILLION, ACCORDING TO TODAY'S WALL STREET JOURNAL. BUSINESSES PLAN TO SPEND ONLY 1 PER CENT MORE THIS YEAR ON CAPITAL OUTLAYS THEN IN 1974-- IN ACTUALITY A 12 PER CENT DECLINE IN SUCH EXPENDITURES, AND THE WORST SHOWING SINCE 1961 WHEN CAPITAL SPENDING DECLINED BY AN OFFICIAL 2.3 PER CENT.

A. GERMAN OUTPUT ORDERS DOWN FURTHER

SEPT. 5 (IPS)—WEST GERMAN INDUSTRIAL ORDERS DROPPED 14.5 PER CENT IN JULY FROM THE PREVIOUS MONTH, ACCORDING TO REPORTS FROM THE ECONOMICS MINISTRY IN TODAY'S JOURNAL OF COMMERCE. JUNE FIGURES WERE INFLATED, IT WAS POINTED OUT, DUE TO A PUSH BY BUSINESSMEN TO GET ORDERS ON CAPITAL GOODS IN BEFORE A 7.5 PER CENT INVESTMENT INCENTIVE EXPIRED AT THE END OF THAT MONTH. INTERNAL DEMAND DROPPED 19.5 PER CENT IN JULY. COMPARED TO A YEAR AGO, FOREIGN ORDERS DROPPED 17 PER CENT.

IN A RELATED DEVELOPMENT, ACCORDING TO THE WEST GERMAN FEDERAL STATISTICS OFFICE, WEST GERMAN CRUDE STEEL PRODUCTION DECLINE BY 4.6 PER CENT IN AUGUST COMPARED TO JULY AND 32 PER CENT COMPARED TO AUGUST, 1974. DURING THE FIRST EIGHT MONTHS OF THE YEAR, CRUDE STEEL PRODUCTION DECLINED 21 PER CENT FROM THE PREVIOUS YEAR.

FEDERAL RESERVE REPORTS ANOTHER PAPER TRANSFUSION

SEPT. 5 (IPS)—IN THE LARGEST ONE-WEEK GAIN SINCE MID-MARCH, THE NATION'S MONEY SUPPLY JUMPED BY 2.6 BILLION IN THE WEEK ENDING AUGUST 27, ACCORDING TO THE LATEST FEDERAL RESERVE STATISTICS. REPORT OF THE BIG INCREASE CAUSED "JITTERS" IN THE MONEY MARKETS, WHERE MANY ANTICIPATE THE RISE WILL INSPIRE THE FED TO TIGHTEN CREDIT IN A CORRECTING MOVE. TREASURY RATES ROSE FURTHER AND PRICES DECLINED AS A RESULT, ACCORDING TO THE WALL STREET JOURNAL.

(MORE)

FRENCH CHOP DISCOUNT RATE

SEPT. 5 (IPS)—THE BANK OF FRANCE ANNOUNCED THURSDAY THAT THE COUNTRY'S BANK RATE WAS BEING CUT FROM 8 1/2 PER CENT TO 8 PER CENT AT THE SAME TIME THAT GISCARD'S CABINET PUT THE SEAL OF APPROVAL ON A 5.6 BILLION PLAN OF EMERGENCY MEASURES TO COMBAT THE COUNTRY'S WORST POST-WAR SLUMP, THE JOURNAL OF COMMERCE REPORTS. THE ENORMOUS CUT IN THE BANK RATE WILL ENCOURAGE CAPITAL FLOWS OUT OF THE COUNTRY DESPITE THE FACT THAT IT IS INTENDED TO BOOST DOMESTIC BUSINESS ACTIVITY.

III. CONTINENTAL PRESS

INDICT CHICAGO LEAA OPERATIVES FOR DRUG PUSHING

SEPT. 5 (IPS)—DONALD CROFTON, DIRECTOR OF THE DRUG ABUSE AND REHABILITATION PROJECT WEST SIDE ORGANIZATION OF THE ILLINOIS DEPT. OF MENTAL HEALTH PSYCHIATRIC INSTITUTE, AND THREE FELLOW EMPLOYEES HAVE BEEN INDICTED FOR DISTRIBUTING HEROIN BY COOK COUNTY ILLINOIS PROSECUTORS ACCORDING TO YESTERDAY'S CHICAGO TRIBUNE.

THE WEST SIDE ORGANIZATION, WHICH HAS RECEIVED OVER \$1 MILLION IN FUNDS FROM THE ELI LILLY CORP., W. CLEMENT STONDE FOUNDATION, NATIONAL INSTITUTE OF MENTAL HEALTH, AND HEW, IS A FRONT OPERATION FOR THE BENI ZAKEEM CULT OF BRAINWASH VICTIMS. MOST OF THE WSO EMPLOYEES ARRESTED WERE REPORTED TO HAVE PRIOR NARCOTICS CONVICTIONS. THE COOK COUNTY METROPOLITAN ENFORCEMENT GROUP, A POLITICAL ORGANIZATION INFLUENCED BY CHICAGO MAYOR DALEY, IS ENCOURAGING THE INVESTIGATION AND IS REPORTEDLY BRINGING PRESSURE TO BEAR FOR A FEDERAL GRAND JURY INVESTIGATION INTO DRUG TRAFFICKING.

SYMBIONESE LIBERATION ARMY "THOROUGHLY INFILTRATED" BY FBI

SEPT. 5 (IPS)—THE FBI HAD "THOROUGHLY INFILTRATED" THE SYMBIONESE LIBERATION ARMY AND HAD NO INTENTION OF APPREHENDING PARTICIA HEARST DESPITE HAVING FULL KNOWLEDGE OF HER WHEREABOUTS ACCORDING TO WAYNE LEWIS WHO IS ACKNOWLEDGED TO BE AN "INFORMANT" BY THE FBI. ACCORDING TO TODAY'S NEW YORK POST, LEWIS, WHO IS SUING THE FBI FOR \$53,800 IN UNPAID WAGES AND EXPENSES, SAID THAT IN NOV. 1974 HE MADE CONTACT WITH THE SLA AND ARRANGED A MEETING WITH "TANIA" WHO SOUNDED LIKE THE TAPED RECORDINGS OF MS. HEARST. WITHIN TWO DAYS OF THE MEETING WITH MS HEARST, LEWIS SAID, HIS "COVER WAS BLOWN" WITH THE COOPERATION OF THE FBI AND HE WAS FORCED TO FLEE. "THERE WERE SEVERAL OCCASIONS," LEWIS SAID, "WHEN THEY (THE FBI) KNEW EXACTLY WHERE SHE (MS HEARST) WAS."

IV. ORGANIZING AND INTELLIGENCE

SWAPO CONFIRMS SOUTH AFRICAN SUBVERSION IN ANGOLA

SEPT. 5 (IPS)—THE SOUTHWEST AFRICAN PEOPLES' ORGANIZATION (SWAPO) CONFIRMED YESTERDAY THAT SOUTH AFRICAN MILITARY FORCES HAVE INTENSIFIED THEIR ATTACKS ON ANGOLA. IN A PRESS CONFERENCE IN STOCKHOLM, SWAPO FURTHER CHARGED THAT REPRESSION AGAINST SWAPO CADRE IN SOUTH AFRICAN-CONTROLLED SOUTHWEST AFRICA (NAMIBIA) HAS ESCALATED SHARPLY.

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SWAPO DEFINED ITS OWN STRUGGLE IN TERMS OF THE LIBERATION OF THE REGION OF SOUTHERN AFRICA AS A WHOLE AND TARGETTED BOTH SECRETARY OF STATE HENRY KISSINGER AND THE CIA-CONTROLLED NATIONAL FRONT FOR THE LIBERATION OF ANGOLA (FNLA) COUNTERGANG AS THE KEY SABOTEURS OF THIS STRUGGLE.

CHARGE CIA-ANARCHIST CONSPIRACY TO SMASH U.S. LABOR PARTY

CHARLOTTE, N.C., SEPT. 5 (IPS)--FRAUD CHARGES AGAINST MARK ENGLANDER, LEADER OF A GROUP CALLING ITSELF THE "RED HORNETS" WERE FILED WITH THE CHARLOTTE BOARD OF ELECTIONS YESTERDAY BY NORTH CAROLINA U.S. LABOR PARTY STATE CHAIRMAN GEOFF HOOKS.

THE ENGLANDER GROUP HAS ATTEMPTED TO FRAUDULANTLY REGISTER AS USLP MEMBERS TO FORCE A "PRIMARY BATTLE" TO UNSEAT USLP CANDIDATES. ENGLANDER HAS INDICATED THAT HE IS PART OF AN INTERNATIONAL ANARCHIST OPERATION TO DESTROY THE USLP IN SAN FRANCISCO, DENVER, NEW YORK AND WASHINGTON STATE.

THE USLP IS CHARGING THAT ENGLANDER IS NOT A USLP MEMBER IN GOOD STANDING, AND THAT GIVEN ALSO HIS PUBLIC STATEMENTS OF INTENT TO SMASH THE USLP, HIS "VOTER REGISTRATION SCHEMES CONSTITUTE GROUNDS FOR PROSECUTION ON FRAUD CHARGES.

NORTH CAROLINA AFL-CIO PAY-OFFS FROM KREESGES SCAB OUTFIT

SEPT. 5 (IPS)--A PART-TIME FEMALE EMPLOYEE OF THE STRUCK K-MART STORE IN GREENSBORO, NORTH CAROLINA WAS OBSERVED MOONLIGHTING AS A PAID PROSTITUTE FOR PARTICIPANTS IN THE AFL-CIO CONVENTION IN THAT CITY, YESTERDAY. IT IS NOT YET KNOWN IF THE BELEAGUED AFL-CIO STATE CHAIRMAN WILBUR HOBBY IS PARTAKING OF THE KREESGES FREE-LUNCH OFFER. SO FAR THE AFL-CIO HAS REFUSED TO TAKE A PUBLIC POSITION ON THE K-MART STRIKE.

THE STORE WAS COMPLETELY EMPTY YESTERDAY WHEN U.S. LABOR PARTY PICKET LINES WENT UP.

END OF LATE EVENING NON-PRIORITIES FOR SEPT. 5, 1975

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