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Conspirators Delivered a Blow

Pressure Mounts on Rockefeller and Kissinger After Ford's Michigan Victory

WASHINGTON, D.C. May 23 (IPS) — In the aftermath of President Ford's landslide 2 to 1 victory over Ronald Reagan in last week's Michigan primary, the Rockefeller-inspired insurrectionary drive against the President has been delivered a critical blow. Speaking in Portland, Oregon yesterday, Ford enunciated a foreign policy in total opposition to the war policies being promoted by his Vice President and Secretary of State and linking his foreign policy approach to the tradition of Presidents Eisenhower and Kennedy.

The Michigan victory shattered Rockefeller's attempt to use the rigged-primary process to force the President into a "war-mongering" tirade. This Rockefeller game plan further collapsed as Ronald Reagan broke ranks with his Rockefeller controllers and publicly refuted the Schlesinger Doctrine regional war while renouncing nuclear war as "the height of stupidity."

Rockefeller has attempted to recapture insurrectionary momentum lost in the May 18 primaries, and moved to both discredit Ford's victories and use 120 of 154 New York State uncommitted Republican delegates as leverage to coopt the President into supporting his war policies. Equally as frenzied, a haggard Henry Kissinger reiterated Nelson Rockefeller's Frankfurt war provocations during last week's NATO Foreign Ministers meeting in Oslo. Rockefeller-Kissinger forces even resorted to promoting a last minute move by Attorney General Edward Levi to divert attention away from foreign policy issues by launching a "spectacular" campaign against court-ordered busing while pinning the blame on Ford for the move.

While all the Rockefeller-Kissinger gambits were back-firing, an anti-Rockefeller eruption developed in both the Republican and Democratic parties aimed at defusing the Vice President's push for regional war. On May 19 Democratic Senators James Abourezk (D-SD), Stevenson (D-Ill), and Floyd Haskell (D-Col) urged a two step Geneva Conference, in line with the stated policies of both Ford and the Soviet Union, at a Senate Foreign Relations Committee hearing on the Mideast. In a direct slap at Kissinger, Ford and Defense Secretary Donald Rumsfeld followed the Senate moves by pushing UN Ambassador William Scranton to the fore as the Administration's 'new' Middle East spokesman.

The effectiveness of the bipartisan moves to box Rockefeller-Kissinger forces in has elevated Rockefeller's final options of nuclear terrorism and Presidential assassination to the near operational phase.

The Michigan primary also marked the point of no return

for the Democratic Party. After polling 1 million fewer votes than their 1972 Michigan primary totals, Democratic Party policy makers are beginning to recognize the hegemony of the U.S. Labor Party over the working class. These layers resorted to leaking the candidacy of Sen. Edward Kennedy as a replacement for the faltering Jimmy Carter.

Ford Launches Foreign Policy in Total Opposition To Rockefeller-Kissinger

In a "non partisan" speech at the World Affairs Council in Portland, Oregon, yesterday, Ford stipulated foreign policy points and demonstrated the decisiveness necessary to implement such policies over the total opposition of Rockefeller and Kissinger. Ford spoke directly to the population as a whole and to anti-Rockefeller factions in both the Democratic and Republican parties in particular when he identified his foreign policy as "following the path of former Presidents Dwight D. Eisenhower and John F. Kennedy." In a veiled attack on Rockefeller's provocative Frankfurt speech of last week and Henry Kissinger's insane provocations against the Soviet Union at the NATO Ministers meeting, Ford further stated, "Threats are not only risky but rather old fashioned in today's world...Whenever I can get an agreement (SALT II) for a safer world, you can be sure I won't pass it up for any political advantage or disadvantage.

Ford's freedom to move openly against Rockefeller-Kissinger were the result of his Michigan primary victory — a victory made possible by the U.S. Labor Party's inoculation of the Michigan electorate against Rockefeller insurrection. The Michigan results overwhelmingly buried the myth that the American population had shifted to the right behind the war policies of Rockefeller and the Rockefeller-orchestrated and manipulated Reagan campaign. Ford swept every county in the state compiling a 65 per cent to 34 per cent winning margin.

Picking up on this anti-war mandate, sections of the bourgeois press opened fire on Rockefeller the following day. Syndicated columnist Peter Lisagor, writing in the Chicago Daily News asked the question of whether Rockefeller wasn't acting for his own political reasons in his resurrection of Cold War policies — policies at a total variance with the President.

The collapse of the Rockefeller-created myth of popular support for confrontation with the Soviet Union forced Reagan to openly temper his own previous Cold War rhetoric or face rejection at the polls. Speaking May 20 in Nevada, Reagan urged "easing of tensions" with the Soviets. In later campaign appearances Reagan broke more decisively with

Rockefeller attacking the "Schlesinger Doctrine," while decrying the claim that he is "the candidate of war."

The overall shift of the Republican Party to the anti-war policy established by the President in Michigan freed Ford to take further initiatives to defuse the Middle East flashpoint and isolate his mad-dog Kissinger. Acting in concert with Defense Secretary Rumsfeld and Midwest leaders of the Republican Party, Ford moved behind-the-scenes to direct a May 21 meeting at the Pentagon between Rumsfeld and 20 Jewish leaders. The following day, the New York Times reported that UN Ambassador William Scranton had been elevated recently to the Administration's central representative in dealing with the Middle East — a job previously held exclusively by Kissinger or his special envoy.

Rockefeller-Kissinger Counterattack Backfires

In a move to discredit the Ford victories in Michigan and Maryland, Rockefeller ordered New York State Republican Party Chairman Richard Rosenbaum to push 120 of the state's 154 uncommitted delegates into the Ford column. The Washington Post quickly jumped the gun on the move to issue the programmed lie that the action demonstrated "the weakness of the Ford campaign" and would certainly give Rockefeller a greater voice in the White House. The move backfired when the Pennsylvania Republican group under the control of Rockefeller breakaway Sen. Hugh Scott released 88 delegates to give Ford a significant margin over Reagan while further encouraging Reagan to drop his war-mongering posture.

While Rockefeller was blundering in the U.S. trying to gain leverage, Kissinger was carrying on the insurrection at the NATO Foreign Ministers meeting in Oslo, Norway. Reiterating Nelson Rockefeller's provocative statements in Frankfurt, Kissinger bellowed a series of NATO war threats stretching from the militarization of Norway to the extension of NATO activities to the African sector. The clear departure of Kissinger's rantings from stated White House policy caused the press to fire a series of questions aimed at clarifying the daring split. Kissinger, visibly destabilized, fired back that any "apparent differences" between Ford and himself was the result of "mumblings in the corridors of the White House" coming from unnamed persons "who have nothing to do with foreign policy." In fact, the question of whether Kissinger actually represented the President was the central point of discussion at the NATO meetings. Kissinger then flew off for consultations in Bonn and Stockholm with his Atlanticist conspirators, while the press reported that the NATO allies were uneasy over Kissinger's lameduck status.

Bipartisan Support for Geneva Conference, Kissinger's Replacement Grows

At the instigation of the USLP, representatives of the Ford for President Committee and the staff of Sen. Adlai Stevenson III (D-Ill) will meet this week in Chicago to map out strategy for ousting Kissinger and moving all parties in

the Middle East crisis to the conference table at Geneva. The Chicago developments are indicative of broad bipartisan opposition to Rockefeller war policies now beginning to coalesce into activity.

On May 19, Senators Abourezk, Stevenson and Haskell testified that the only appropriate course of action in the Middle East would be a two stage Geneva Conference. Warning that the situation in that region is at "the nuclear threshold," the Senators stated that the approach they are urging is in essential agreement with that of the Soviet Union and the President. The Senators also expressed their opinion that the mood in the region is in favor of "development" policies.

The Senate activity paralleled the escalating activity of Midwest industrial interests and their representatives in both parties. Allen Stults, President of American National Bank in Chicago and former President of the American Banker's Association (ABA), issued a bipartisan call May 21. "I wish to inform President Ford, Senator Stevenson and others that I firmly support their current efforts for the convening of a Geneva Peace Conference and the replacement of Kissinger. I will be happy to be of any assistance they might require." The Stults statement is reflective of anti-Rockefeller activity taking place throughout the Chicago business directorate two days ago as the Chicago press took direct aim on Kissinger and the Middle East. This activity began to have "public" manifestations late in the week. After breaking the blackout on Soviet initiatives to encourage a Geneva Conference through diplomatic meetings with the Israelis, the Chicago Daily News ran headlines "Kissinger Eyes Column with New York Times." While the News laid the basis for Kissinger's resignation, the May 22 Chicago Sun-Times lead editorial urged a rapid move to the conference table at Geneva. The late bipartisan moves in Chicago were reflected in San Francisco, St. Louis and the Pacific Northwest.

Democratic Party Paralyzed After Michigan

Joseph Kraft writing in today's Washington Post reveals the open hysteria in the leading echelons in the wake of the Michigan primary. Kraft warns that "the most striking feature of the 1976 Presidential campaign is that no one in either party is really moving the electorate." In the Michigan primary, where the Democratic Party polled 1 million fewer votes than in 1972, Kraft focuses on the inability of the United Auto Workers to turn out the working class vote for its candidate, Jimmy Carter. He further warns that if present trends continue less than half the electorate will turn out for the Presidential contest November leaving over half the voting population unmobilized. Kraft's identification of this situation as "extremely dangerous" is a clear reference to the strength of the Labor Party.

Scampering about for a solution, Democratic Party policy makers leaked that their "great hope," their absolute last hope to stave off the Labor Party, Senator Teddy Kennedy, might run for the presidency.



Hitler's "New Spring"

May 22 (IPS) — Playing on West German capitalists' old fantasies of a "German Empire," the Rockefeller cabal is offering its junior partners a little "Lebensraum" in exchange for their continued loyalty to the Dollar Empire.

"The trouble with the West German economy is that it is too export-oriented" is the line emerging from this week's West Berlin gathering of the "Atlantic Bridge" — a select group of Rockefeller financiers and their German counterparts — according to New York Times economic scribbler Leonard Silk. Since West German export orders are plummeting as a necessary consequence of the harsh austerity measures which Rockefeller, the International Monetary Fund, and the West German central bank are imposing on the rest of Western Europe, BRD bankers and industrialists are now being invited instead to participate in an "overseas investment" looting spree in the Third World and the U.S. South.

The massive drain of West German, Swiss, and other European capital into the U.S., which has already begun with Federal Reserve chairman Arthur Burns' hiking of U.S. interest rates, is a necessary prop for the bankrupt dollar sector, which is expected to run a payments deficit of at least \$3-4 billion this year. The export of German industry to U.S. "cheap labor" zones, in effect the Marshall Plan "in reverse," will leave behind a drastically reduced and "restructured" West German economy and millions of jobless workers. Meanwhile, 3 million gastarbeiter now in the BRD will be shipped "home" to slave labor agricultural projects run by the International Labor Organization, World Bank, and multinational corporations.

"A Place in the Sun. . . belt"

Characterizing the expected, massive inflow of German funds to the U.S., one Citibank desk officer said, "This is merely a new spring for the big German companies like Bayer and Hoechst" — who were reconstituted out of the remains of the old Nazi-backing I.G. Farben chemical empire following World War II. "Why, they had huge overseas subsidiaries well before the war." Although Volkswagen's purchase of a U.S. auto plant is the biggest deal announced so far, the German chemical and pharmaceutical giants are reportedly next in line.

The bulk of the planned investment is in the so-called "Sunbelt" of the Southeastern and Southwestern regions of the U.S., known for its "docile," non-unionized labor force, ample energy and raw materials supplies, and, last but not least, the handsome subsidies and tax-breaks being offered by many local governments to anyone who will build a factory. In recent months, Citibank and the U.S. Chamber of Commerce have arranged trips to the BRD for scores of delegations representing Southern localities and regional planning agencies begging for West German investment.

BRD Economy Decimated

Fueling this exodus of German capital is the realization that the long sought-for "upswing" is dead. Volkswagen's productivity expert, Toni Schmuecker, in an interview with the Deutsche Zeitung this week admitted that the West

German auto industry's orders had fallen sharply in April and called for rationalization as the only solution. Schmuecker's move came within days of the Lehman Brothers-controlled research firm Eurofinance's proposal for European-wide "restructuring" of the auto industry to deal with "overcapacity" at a conference of the agent-run International Metalworkers Federation in Munich. According to the London Economist, Italian and French union delegates to the IMF meeting openly embraced this restructuring scheme, calling for the auto industry's "integration into an overall industrial strategy that might actually diminish its size."

As for the German chemical industry, the Financial Times has reported that one leading company will expand its capital investment overseas only; in West Germany itself, not a penny will be spent on capital investment — except for "rationalization."

Asked what would happen to German workers who lost their jobs to the capital flight, Citibank said, "The German worker can go on unemployment or get a new job producing materials for the plants in the U.S."

As for the "excess" gastarbeiter population, the ILO's proposed "final solution" has already received the hearty endorsement of leading German capitalists. Asked whether the ILO recycling programs do not resemble those of Adolph Hitler, the head of the Social Policy Department of the German Employers Federation responded, "Well, yes, these work programs are like the Nazis. . . but they also look like those in Maoist China, the same model. Our labor unions collaborate with us (Heinz Oscar) Vetter, Eugen Loderer (head of the German Metalworkers Union and associate of Leonard Woodcock). The Third World can just produce foodstuffs, and get paid in food. . . they concentrate too much on industry."

But the Nazis are having a great deal of trouble convincing German workers to take a second trip into Hell. A prominent official in the 2.2 million member I.G. Metall told a reporter at the Cologne I.G. Metall conference that, "If we did not have the experience with the Nazis, everyone would love the labor Service. But that is not the case, so we have to get a new name for it." The official added: "People should do something useful, they shouldn't just dig holes, but they should work intensively because of the financial situation."

The I.G. Metall conference, which is centered on the theme of job creation, has turned into a sounding board for corporativist slave labor projects for the entire world. The official quoted above noted that since the "bad experience in the Third Reich is hindering the introduction of job creation now," a Professor Scharpf will address this problem in his speech specifically. He admitted that the speech, if published in full, will cause a lot of "rage" among workers.

In support of his ideas for job creation, the union official claimed that there are proposals in the West German Ministry of Economic Cooperation for spending unemployment funds in a way that would create consumer demand in the Third World. This demand would then be realized in orders for West German industry, he maintained.



Money Supply Out Of Control In U.S.

NEW YORK, May 22 (IPS) — The U.S. money supply continued to flow out of control, increasing \$2.0 billion for the week ending May 12, an annual rate of 25 per cent. Threatened with potential runaway inflation, leading hatchmen for the Rockefeller dollar empire stepped up their attacks on U.S. living standards.

Senator William Proxmire (D-Wis), at a Senate Banking Committee hearing May 21 on the Humphrey-Hawkins bill, proposed that the slave labor jobs to be created under the bill should pay only 10 to 20 per cent more than unemployment benefits rather than the prevailing wage.

Earlier in the week on May 17, Sen. Proxmire gave a press conference on the Senate Banking Committee's report on the \$1.3 billion loan to New York City. Proxmire demanded that as a precondition for continued Federal loans there must be an unconditional three-year freeze on city employees' wages, huge cuts in city pensions and other union fringe benefits, iron-clad productivity agreements and an end to rent-controlled housing. The next day, after Treasury Secretary William Simon issued an endorsement of the measures in Proxmire's report and threatened to cut off loan money unless the city could guarantee a wage freeze, the New York State Emergency Financial Control Board voided the contract negotiated March 31 between the New York City Transit Workers Union and the Metropolitan Transit Authority and ordered that any cost-of-living increase paid to city workers must come from "savings" from increased productivity. The EFCB then stated that this would be its final guidelines for all future labor negotiations.

Paul Volcker, president of the New York Federal Reserve Bank and a former officer of Chase Manhattan, underlined the reasons why the Rockefeller faction must go for all out austerity in a May 19 speech before the prestigious Conference Board. Volcker admitted that the present target rates for money supply growth announced by Federal Reserve Board Chairman Arthur Burns earlier in the month — which in fact are now being greatly exceeded — are inflationary. But, he said, the inflationary momentum cannot be squeezed out of the economy abruptly without drastic consequences. Volcker warned that in this situation, whether gradual reduction of the growth of the money supply can be accomplished without a pronounced rise in interest rates will

depend on the strength of cutting wages and other costs and progress in reducing huge government deficits.

The dilemma forcing the Rockefeller faction to go for severe austerity measures highlighted this week's financial developments. In a combination of events which is impossible from the standpoint of capitalist banking theory, interest rates are rising by more than one-quarter per cent per week, even though the money supply is skyrocketing and the Federal Reserve is adding money to the system. The Federal funds rate continued to rise faster than expected, going from 4 and three-quarter per cent late last month to a range of 5 and three-eighths to 5 and one-half per cent by the end of the week. At the same time, the Fed supplied banks with over \$1 billion of reserves for the week ending May 19, indicating that Burns, far from "tightening credit" as publicly advertised, is essentially helpless to control the situation, since any failure to continue to supply reserves to the system would likely bring about a collapse.

Interest rates are rising even in the face of continued contraction of commercial and industrial loans, which dropped another \$242 million last week. Three month Treasury bills were yielding 5.42 per cent at the end of the week, of three-quarters from their 1976 low in January. \$2.25 billion of two-year Treasury notes which were auctioned Wednesday at an average of 7.16 per cent were trading at a yield of 7.24 per cent late the next afternoon. This compares to 6.61 per cent average return on a similar two-year note when it was issued May 4.

As a result of rising interest rates, the credit markets were extremely uneasy. The Treasury sale Wednesday to refinance \$1.5 billion in notes maturing May 31 and raise \$750 million in new cash drew a much smaller response, especially from commercial banks, than had been anticipated, even though the return was well above the rate expected in advance. The Treasury will be selling another \$2.9 billion in debt this week, and \$2 billion the week after.

Confronted with this manifest chaos, the Commerce Department this week issued a formal declaration of bankruptcy for the dollar empire. The "concept of a balance of payments deficit is no longer relevant," the Commerce Department declared, and announced that it would no longer print statistics on the flow of funds in and out of the United States.



Kissinger Prepares Israeli Pre-emptive Strike

May 22 (IPS) — Israel is preparing a pre-emptive military strike against Syria and Lebanon, Arab diplomatic sources reported this week.

Defense Minister Shimon Peres, an ally of U.S. Secretary of State Henry Kissinger and the leader of Israeli hawks, has launched a cold coup against the government of Prime Minister Yitzhak Rabin. Peres' coup, backed by the National Security Council, is aimed at blocking a growing movement in leading Israeli political circles in support of an Israeli peace initiative.

The threat of an Israeli attack against Syria and Lebanon is a direct response to the imminent collapse of shaky rightist governments in both countries. Under pressure from Iraq, Libya, Algeria and the Palestine Liberation Organization, the Syrian regime of President Hafez Assad is on the verge of being overthrown by a coalition of pro-Iraqi and Communist forces, nationalist army officers, and Palestinians. In addition, the powerful Lebanese left, now backed openly by the entire Arab progressive movement, is close to establishing itself as the government of a united Lebanon.

The planned Israeli attack is meant to crush both the Syrian army and the left in Lebanon in a devastating aerial strike. Henry Kissinger, the mastermind of the policy of deliberate U.S.-Soviet confrontation in the Middle East, is supporting the Israeli hawks to achieve what the Rockefeller forces consider necessary to regain NATO hegemony over the collapsing dollar empire: a "credible show of force" against the USSR as a demonstration of ruthlessness. Rockefeller and Co. intend to use a Middle East war, which could rapidly escalate to nuclear weapons, to convince the Soviet Union that the discredited Schlesinger doctrine of "limited" or regional nuclear war is a viable U.S. military stance.

According to military observers, an Israeli strike against Syria — even if ostensibly a response to provoked Syrian threats — would almost definitely invite a military countermove from Iraq and the Soviet Union. This, under conditions of an Israeli "breakaway" ally, would set up a potential use of the Israeli nuclear arsenal against Baghdad, the Iraqi Kirkuk oil fields, and Soviet forces. The result would be the annihilation of most of the world in a thermonuclear holocaust.

The "breakaway ally" mode is a Rand Corporation scenario under which Israel, supposedly abandoned by the U.S., could launch a military attack seemingly unconnected to its real sponsors, Kissinger and the National Security Council.

A possible deadline for the outbreak of war is May 30, the date on which the mandate for United Nations peace-keeping forces on the Golan Heights between Israel and Syria expires. The besieged Assad regime in Syria, under pressure from pro-socialist domestic opposition, may opt for a belligerent anti-Israeli position before May 30 in a suicidal attempt to quiet internal unrest by a mobilization against Israel. Such a course would invite an Israeli military strike, especially if the UN forces are ousted by Syria.

A desperate diversionary maneuver was announced today by French President Giscard d'Estaing, presently visiting the U.S. Giscard declared that France was prepared to send "a couple of regiments" of the French army to Lebanon "on 48-hours notice" to join Syrian troops in fighting the left. Though phrased softly, the Giscard initiative was denounced by the Lebanese left, Iraq, and Algeria, and the shredded Lebanese government declared that it had no wish for French troops on Lebanese soil."

Revolution in Lebanon, Syria

Led by Iraq, Algeria, and Libya, the entire Arab left moved this week to show its support for the Lebanese National Front of Kamal Jumblatt. The Lebanese leftists, which include pro-Iraqi Baathists and the Lebanese Communist party, have been fighting a bloody civil war in alliance with the PLO against the Lebanese right, which has been heavily supported by the Syrian army. The wave of support for the left in Lebanon came in the aftermath of a massacre of Baathists in Tripoli, Lebanon's second city, by Syrian army forces last week.

Yesterday, a meeting in Beirut, Lebanon's capital, brought together representatives of the Lebanese left, the PLO, Iraq, Libya, and Algeria. At the meeting, the Iraqi delegate proposed the formation of an Arab front to support the left. "The Lebanese revolution cannot be stopped halfway," he declared. Algerian President Houari Boumediene sent a special emissary to Lebanon to express Algeria's solidarity with the left. Earlier in the week, Libyan Prime Minister Jalloud visited Lebanon, Syria, and Iraq to communicate the full support of Libya for the revolution in Lebanon.

The spreading support of the Arab working class for the Lebanese battle against the Syrians and the Lebanese Falangists has pulled the rug out from under the already shaky Syrian regime. According to Die Welt, a West German daily, rumors flooded Beirut that a coup d'etat was imminent in Damascus that would bring about a "drastic change in the Syrian position toward the left in Lebanon."

In fact, a coup may already be underway. Israeli radio reported today that the Lebanese Communist party newspaper stated that three Syrian Air Force bases had been placed on a state of alert because of opposition within Syria to Assad's support of the Lebanese right. Earlier this week, several waves of arrests of Syrian leftists and Palestinians by Syrian security forces were reported, and as many as 5000 military officers and civilian party members have been arrested in Syria since April.

The Syrian Communist Party, which left the National Front in Damascus this week, charged in Berlin that NATO was plotting against Syria. "The imperialist plot against Syria has intensified," Syrian CP delegate Yakoub Garro told the East German Communist Party congress. "The aim is to isolate our country in the Arab sphere... wreck its alliance with the Palestine resistance movement, embolden domestic reaction, and reverse progressive accomplishments."

In Lebanon, meanwhile, the leftist forces have made major gains in fighting since the election of the Syrian-backed President Elias Sarkis in early May. The heartland of the Falangist-controlled area is under heavy attack, and key mountain villages have fallen to the left in areas around the fringe of the shrinking Christian-held territory. According to Israeli reports, the Falange arms supplies have been depleted. The Arab political pressure on Syria has hampered Syrian efforts to back up the Christian right, further weakening their position in Lebanon.

Kissinger Readies Israeli Hawks

The possibility that both Syria and Lebanon might fall to the revolutionary left — an event that would ensure the collapse of the entire NATO strategic position in the Middle East and the eastern Mediterranean — underscore the frantic preparations by Kissinger and his Israeli allies to unleash a Middle East war.

An open split has emerged in the Israeli government. Shimon Peres, along with ex-Defense Minister Moshe Dayan and the former "Rafi" faction of the Labour Party, has openly threatened to bolt the government and form an alliance with the rightist Likud opposition. The threat from Peres — who controls much of the Israeli military and intelligence establishment — to wreck the government forced impotent Prime Minister Rabin to capitulate to the hawks' demands, according to the Jerusalem Post. In effect, the Peres move serves as a quiet coup against Rabin and Israeli centrists.

Two open signs of factional division emerged this week. First, a provocative "peace plan" floated by the Israeli embassy in London and circulated by AP, which did not

mention either the Palestinians or an Israeli territorial withdrawal, was flatly denied by the Israeli foreign ministry! At the same time, the Chicago Daily News had a report on May 21 that Israel and the USSR had undertaken discrete diplomatic contacts on reconvening the Geneva Conference with the participation of the PLO. The News also reported a Soviet offer to reestablish relations with Israel, broken off in 1967.

Then, while Israeli hawks around Peres were demanding a stepped-up policy of repression in the occupied West Bank, where three Arabs were gunned down by Israeli soldiers and hundreds arrested this week, an official Defense Ministry spokesman stated that Israel did not consider the PLO responsible for the rebellion, removing a possible cause for war. The spokesman added that Israel would take steps to soften its repressive policy toward the occupied area.

Publicly, the Israeli Cabinet hushed up its sharp factional battles, with Peres and Rabin supposedly reaching an accord on policy, but the Israeli press was skeptical of the sudden rapprochement between the two political enemies. The consensus in the Israeli press is that the government must fall. "Pro-Peres sources" in the Jerusalem Post were quoted as saying that Peres is being "intolerably -and in Peres' view deliberately — undermined by Rabin, and that the situation cannot continue even on an interim basis." The Chicago Daily News speculated May 19 that two governments could emerge from the crisis; the first, a war government, headed by Peres, with Yigal Allon as Defense Minister, and the second, a peace government led by Rabin, with dove leader Abba Eban as foreign minister and Haim Zadok, an ally of Eban, as defense minister.

Text Of Remarks By Sen. Adlai Stevenson III (D.-Ill.) At Hearings Of The Neareast Sub-Committee

For many years American policy in the Middle East has consisted of little more than a series of efforts to buy time. The passage of time without movement toward peace — has moved the situation toward war.

The lines harden, the tensions mount, the most immoderate elements on all sides gain authority.

Now the survival of a moderate Sadat government in Egypt may depend on its immoderation, as well as sufficient weaponry from the West to keep the officer corps from turning restless — and sufficient capital for the distressed Egyptian economy to keep the people from turning restless.

Much of the authority lost by the Sadat government in the Arab world was recovered by the government of President Assad in Syria.

The Palestinians are the central problem. And the PLO, while suffering from serious internal disunity and some distrust in Arab capitals, now stands without significant rival as the representative of the Palestinians.

Now the Arab side has limitless financial resources. The Israeli economy is depressed by the burdens of war—and the Israeli people are divided.

The passage of time has advantaged no one really, except perhaps the Soviet Union. Arab states are dependent on the Soviet Union. Even Jordan is turning to the Soviet Union for weapons.

Whatever else may be said about American policy in the Middle East, the impasse has resumed. Step-by-step diplomacy has run its course. The U.S.-Israeli "end of war" formula never was realistic. American efforts appear to be confined to keeping the Israelis and Syrians from warring over Lebanon.

The deadly impasse has resumed. The movement is toward war. And the levels of violence for the next battle in the long war are raised, as happens in every such interlude. The nuclear threshold has now been reached in the Middle East.

Now for the good news.

As we all find on our trips to the Middle East, communication proceeds on two separate planes, one public and one private. Arab public utterances, in particular, are distorted by the exaggeration and hyperbole which mark Arab culture. It strengthens the hard liners in Israel who say "they want to destroy us."

And the hardliners, sometimes with religious overtones, influence Israeli policy and create events, most conspicuously in the occupied territories, which cause Arabs to say, "You see they seek **lebensraum** (the German term for "living space" used by the Nazis), not peace."

This circular process has created gulfs of fear and hate which can only be bridged by outside powers.

The task, as I see it, is to put communications on the more moderate, realistic plane and seek an overall settlement on the basis of simultaneity. The trade offs are basically, occupied territory for recognition and security guarantees.

All sides recognize that another war is a war no one can win — except possibly the Soviet Union. And the Arabs relish dependence on the Soviet Union no more than Israelis welcome dependence on the U.S. They are all nationalists. They all seek independence. And now the Arabs have a chance to build stability and nationhood not on war, but with their new found oil wealth. They all seek development — and development is not consistent with a continued state of belligerency. All the warring parties have a common interest in peace.

With some exceptions, Arab leaders are prepared to accept the right of an Israeli state to exist — and for good reason. It is a reality. And the American commitment is, and must remain, unequivocal. But now America is not being tested; Israel is. A long-term occupation of Arab territory is not consistent with American interests, nor with UN Security Council Resolution 242 — nor the Fourth Geneva Convention. It is not consistent with Israel's security — which will only be assured by demilitarized zones and unequivocal guarantees. Boundaries are all indefensible in the nuclear age — and boundaries which trap the aggrieved adversary within are imprudent in the extreme as recent events in the West Bank make evident to many Israelis and American Jews.

Continued stalemate can only lead to another outbreak of the war. Its consequences would be serious — not alone for the direct participants — not alone for the victims of another

oil embargo in the non-Communist world — but for the nuclear superpowers confronting each other.

The Soviet Union is not paralyzed by an election. It is moving to establish a new relationship with Jordan, even to repair its relationship with Egypt. Syria is moving to expand its authority in Lebanon and to form a common front with Jordan.

The U.S. dare not wait. Next year will be an Israeli election year. It is past time we faced the obvious — and put aside the wishful thinking and the myths which have obscured reality in the U.S. and Israel. Judging from my own experience, Americans are ready for the truth, more so than their representatives in Congress and the executive branch.

The most charitable thing that can be said about step-by-step diplomacy is that it has run its course. Now is the moment, perhaps the last, to seek an overall settlement without war.

The principles for an overall settlement should be established and with some specificity by the U.S. and, if possible, the Soviet Union. The Soviet Union must be made to understand that if it seeks to enjoy the economic benefits of detente it must accept the responsibilities of detente. Those principles, including the territorial concessions by Israel, Arab recognition, guarantees and demilitarized zones should be made the basis for negotiation in a process involving all the parties prepared to accept the existence of all the others. These principles could be accepted by all the parties simultaneously through the good offices of outside powers. Other questions, including the status of Jerusalem and Palestinian rights could be resolved in negotiations once the momentum was reversed. The Palestinian question is after all as thorny an issue for the Arabs as for the Israelis. Its resolution is no one's pre-condition for serious negotiations.

It did not take another trip to the Middle East to bring me to these conclusions. This trip gave me a sense of greater urgency and a belief that it is still not too late. That is a view which is not shared by all authorities. It is, however, not too late to try.

Excerpts From Hearings Of Senate Foreign Relations Subcommittee On Neareast Affairs

May 22 (IPS) — The Neareast Subcommittee of the Senate Foreign Relations Committee held the first of a series of scheduled hearings on the Mideast situation on May 29. The Subcommittee, chaired by Senator George McGovern (D-SD), took testimony from four senators who recently visited

Opening Remarks by Senator Abourezk

I want to comment on how the United States is acting in the Middle East — something I have never been able to understand. The U.S. continues to act as if it is presuming that it is our interest to maintain the status quo of constant turmoil, with the Palestinians having no homeland. ...But more and more the Administration and congressmen and especially senators see that to maintain that status quo is not in U.S. interest.

Because of the special U.S. relation to Israel, if we wanted to we could bring Israel to negotiations.

We have not done that because we have not adopted a U.S.

the area. James Abourezk (D-SD), Adlai Stevenson (D-Ill), Floyd Haskell (D-Colo) and Jacob Javits (R-NY). The four were questioned by Senators McGovern, Charles Percy (R-Ill), and Clifford Case (R-NJ). Following are excerpts from the testimony.

Mideast policy, but an Israeli Mideast policy.

This is what we can accomplish: (1) Guarantee of Israel's security would help matters and is in reach. (2) A return of occupied territories. (3) The establishment of Palestinian national identity and (4) A demilitarization of the area.

Regarding the new (Israeli West Bank) settlements, there have been some mild rebukes from the press and Congress, but these were not strong enough. The settlements will create many problems in a year or two — guerrilla war and terrorism, if you want to call it that. We will regret very much that we were so mild in rebuking Israel in allowing them.

Opening Remarks by Senator Haskell

Every Arab government recognizes that Israel is here to stay. This is very encouraging, also because the solution to the Palestinian problem is crucial and the Arabs say they will accept the establishment of a Palestinian state outside of Israel. The Arabs are very anxious for a permanent solution.

In Israel I found a less flexible attitude....

There should be negotiations, leading to establishment of a Palestinian state, recognition of Israel, Israeli withdrawal (from occupied territories).

At this conference (Geneva) the PLO obviously should be called. When you get to that table, maybe nothing will happen. If so, we'd not be any worse off. But not to ask people to come to that table would be a bad mistake.

Excerpts From the Question and Answer Period

Sen. Stevenson: Privately the Arab leaders are willing to accept Israel. Their precondition for this is Israeli acceptance of 242 (United Nations resolution 242, passed in November 1967, which calls for Israeli withdrawal from occupied territories — ed)...As Senator Haskell says, it's important to get them all to the table, but it is necessary to prepare very carefully....

Sen. Abourezk: It would not be good to simply return the West Bank to Jordan because this would upset delicate Arab politics. I want to ask if this committee would be willing to report out a denunciation of (Israeli West Bank) settlements and calling on Israel to withdraw? I think the senators wouldn't pass such a resolution, but I think they should.

Sen. McGovern: Israeli settlements on the West Bank is a crucial problem, partly responsible for these hearings. I want to refer to Terence Smith's New York Times article last week which says that '68 settlements form a border that Israel wants as final. Do you agree?

Sen. Haskell: As a practical matter, if you want things to blow up, just continue those settlements.

Sen. Abourezk: The installation of paramilitary people in those settlements shows that the government intends to make them borders — and the so-called "terrorist" attacks like in Kiryat Shomo have all been against the paramilitary in those settlements, albeit some were very young soldiers.

Sen. Percy: ...But Arafat (head of the Palestine Liberation Organization - ed.) doesn't accept 242...

Sen. Haskell: Arafat couldn't stick by that. I hope such a statement wouldn't deter us...

Sen. McGovern: I spoke with Arafat last year. When he's asked directly if it would be satisfactory to have the West Bank and Gaza as the Palestinian state, he gives an un-

qualified yes. When I reported this in my Jerusalem press conference, which was widely covered, I was asked if I thought Arafat would accept this, and I said yes, that's his position. U.S. embassy personnel then told me he'd repudiate it, but he didn't. Isn't that significant?

Sen. Javits: No — unless the West Bank Palestinian state would be final, and not just a staging ground for terrorism, and I don't think the PLO under the present set-up could accept this ...

Sen. Stevenson: These people are at war, so public rhetoric is different from private statements. The PLO represents the Palestinians. Who else is there? What alternative do we have? I did not say publicly — but only to the State Department — what Arafat told me, because I knew it would be repudiated. But a report on what I told State was leaked to the Washington Post which indicated a much more flexible position on the part of the present PLO leadership (Arafat was asking for a few inches. He had to have something for the Palestinian people) but he's not asking for total implementation of 242. It is time to face reality No one is suggesting anything unilateral (concessions from the Israelis) and I don't find any Arabs asking for such. And I believe them because it is in their interest. We must recognize reality and speak to common interests of all in the area, and appeal to outside powers to help ...

Sen. McGovern: Last year when I got back from the Middle East I wrote an article on the emerging consensus, but no one would publish it because all the editors said everyone already knows all this. What I wrote was that there is a new consensus that: Israel must return to 242 boundaries, the Arabs must guarantee Israel existence, Israel must recognize Palestinian rights. Is this a practical basis for settlement?

Sen. Abourezk: Yes. And on (the question) if the Arabs will recognize Israel, Hussein last year in the U.S. said this, Assad said this in the Newsweek interview, Sadat said this in the U.S. They all said they are prepared to recognize Israel provided there are some adjustments by Israel. So demanding that the Arabs and the PLO recognize Israel prior to the conference is unrealistic. So let's sit down and begin to talk.

Sen. Stevenson: Defensible boundaries are not the Trojan horse West Bank settlements for Israel, but internationally guaranteed borders.

Sen. Javits: The key is the guarantee of borders by the U.S. and others: maybe we should make Israel some kind of member of NATO.

Sen. McGovern: (Disagreeing with Javits) Since we are approaching the nuclear threshold in the Middle East, we must work for this solution (proposed by Abourezk and Stevenson).

U.S. Media Exaggerate Coverage Of West Bank, Ignore Other Mideast News

WASHINGTON — American media coverage of the Middle East lately has caused concern among Israel officials here and their American supporters. Especially disconcerting to them is the reporting from Israel.

The impressions being given in the U.S. is that most of the foreign press corps in Israel have abandoned Tel Aviv and Jerusalem in favour of the Arab towns on the West Bank, which have been the scene of rioting. Other important developments in Israel, which would normally be covered, seem to be neglected these days.

Thus, as of Wednesday, there was not a word in any major American daily newspaper about the current dispute between Prime Minister Rabin and Defense Minister Peres. Yet there have been lengthy dispatches describing in considerable detail the West Bank rioting.

What appears to have irritated supporters of Israel here even more is the fact that American newspapers have given front-page prominence to reports of West Bank developments, often accompanied with four and five-column pictures.

A photo late last month in the "Washington Post," for example, showing an Israel soldier pulling the hair of a young Arab woman, was splashed across the top of page one — for five columns. "If the Arabs had paid the 'Washington Post' for an advertisement, they could not have won better propaganda points," an American official recently said. That same picture was featured in several other American dailies.

While the press has highlighted the West Bank demonstrations, the escalating fighting in Lebanon where hundreds of men, women and children have been killed during the past two weeks, has received secondary coverage.

There are some explanations:

One of the problems, ironically, for Israel is that foreign reporters have easier access to the West Bank than their colleagues have to stories in Lebanon. There is certainly no comparison covering the two stories.

As a result, some Israel officials here have approved of proposals to make it more difficult to gain access to the West Bank, despite the damage these restrictions have done to Israel's freedom-of-the-press reputation.

Israel is also paying the price of having a sophisticated communications system which has facilitated television and radio coverage of rioting. "It's easier to get a story out of Israel," one veteran journalist here commented.

A good example was a nationally-televised news programme last Sunday evening. The anchorman merely

read news brief items about the fighting in Lebanon — where 150 had been killed that day — and the terrorist explosions in Northern Ireland — where eight were killed — but there was an actual film of the West Bank demonstrations.

An American editor justified the coverage saying that it was in fact more "news" because of the many years of relative quiet that prevailed on the West Bank. "Fighting in Lebanon is more common," he said.

"The New York Times," the most important American newspaper, is causing the Israel diplomatic community in Washington and New York the most aggravation. On Monday, the newspaper gave top-of-page-one coverage to the death of the Arab girl — the killings in Lebanon were placed at the bottom of the page.

It has traditionally been a truism of American journalism that the American media usually follow the lead of the "Times."

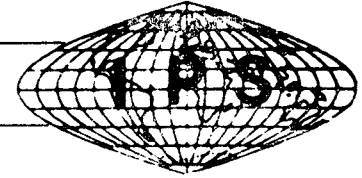
"Times" Jerusalem bureau chief Terence Smith, generally respected by Israel supporters here for many years because of what they considered his fair reporting, is now coming under increasing criticism. "He's not writing about anything other than the developments on the West Bank," an Israel official said. Arab delegates at the UN are using the Smith reports on a regular basis in their propaganda battle against Israel.

But the foreign press corps in Israel is not the only group of reporters coming under criticism by Israel's friends here. Israel officials reacted with disbelief the other day to the coverage of and interpretation given to President Ford's address before the American Jewish Committee — an address they considered to have been his most pro-Israel statement since entering the White House.

Yet the wire service reporters initially tended to give it a "negative" tone, stressing Ford's brief reference to the fact that "Israel is asked to relinquish territory — a concrete and essentially irreversible step — in return for basically intangible political measures."

And as is so typical of the White House press corps, "pack journalism" ensured — that is to say, the rest of the reporters, for the most part, followed the leads of the wire services. This is usually a "safe bet" because White House correspondents are generally not well versed in the nuances of foreign affairs.

Later, Israel officials here, concerned that the President was not getting the "positive" press he had expected, tried to reverse the interpretation of the speech. But the initial damage had already been done.



The Latin American Model

Everything necessary for Rockefeller's drive to turn the Third World into a giant labor-intensive death camp has already been implemented in Latin America. The enabling proposals and structures for this transformation were precisely laid out over the past two weeks. U.S. Treasury Secretary William Simon personally oversaw the founding of a new International Group for Agricultural Development-Latin America (IGAD) fully committed to slave-labor at the Mexican resort of Cancun; the Labor Ministers of the Andean region met in Cartagena to discuss slave-labor proposals for the June International Labor Organization (ILO) conference in Geneva; and agent currents in the Third World launched a "horizontal cooperation" drive in a Lima UN Development Plan (UNDP) meeting to sabotage technological cooperation for real development between the advanced and developing sectors.

These public discussions of genocide took place in the context of a continuing full-scale drive for fascist dictatorships in Latin America, the only political form which can be trusted to carry out the discussed genocide. Simon specifically held up the continent's two most hideous Schachtian operations, Brazil and Chile, as "the models" for the rest of Latin America.

The political signal for such plans was publicly transmitted by Ernest Halperin of the Georgetown University think-tank, the Center for Strategic and International Studies, in a paper released at the beginning of the month. With the dismantling of Latin America's bureaucracies and other middle class bulwarks through depression measures, Halperin argued, the middle classes will turn toward terrorism. The only way to keep such terrorism from installing new Castros, he suggested, was to install new dictatorships, Pinochet-style.

IGAD-LA

The International Group for Agricultural Development-Latin America (IGAD) was formed by Simon and the Interamerican Development Bank (IADB) over the weekend of May 15 in Cancun, Mexico, in conjunction with the IADB's annual meeting of Board of Governors. Described by one official of the Ford Foundation as "a unique body, something we've never put together before," this group includes the World

Bank, the Rockefeller and Ford Foundations, the Organization of American States, the UN's Food and Agricultural Organization (FAO), and others. It is designed as a central coordinating body for the development of labor-intensive agricultural and resource projects.

A Rockefeller foundation spokesman made no attempt to claim these schemes were an indigenous Latin American idea: "It was actually first proposed at the Rome Food Conference in 1974." He continued: "Henry Kissinger then proposed in a 1975 Houston speech that we pull together the finance ministers of the Western Hemisphere to get it going."

The IGAD was given explicit instructions by IADB head, Antonio Ortiz Mena, at its opening session: the IADB had made the "error" of promoting rapid industrialization. Now industrialization would be abandoned and the "agricultural sector would get the highest priority."

This was very much a "back-door" operation. Mexican press accounts indicate that there was total confusion about the agenda of the meeting and several speakers had to change their speeches at the last minute because of Ortiz Mena's maneuverings.

Simon's Role

Simon personally ran the event with Ortiz Mena. While stating that the U.S. "rejected the new world economic order," promoted internationally by the host country, Mexico, Simon echoed Ortiz' call for "reorientation" to labor-intensive agricultural production.

The models which he touted were Chile and Brazil, the two countries he had just visited in a one-week tour which began May 7. In Chile, Simon praised the "firm economic measures" implemented by the fascist Chilean military junta as "clearly contributing to the establishing of viable economic development. By removing the majority of controls on prices, foreign commerce and other items, this government has shown its desire for greater economic freedom...thus Chile has been able to double exports of copper, increase its agricultural production and **reassume payments on its foreign debt.**" On Brazil, Simon was no less direct: Brazil "offers one of the most outstanding examples of what a country is able to carry out in the short run..."

The Fourth World: The Honduras Case

To illustrate what Simon and Ortiz Mena were talking about at Cancun, as the meetings began, the IADB released information on a \$400 million forestry project it will supervise and partially finance in Honduras, together with the Venezuelan Investment Fund and private investors from throughout the continent. The project is designed to "double the present exchange income" of the destitute banana republic. An IADB spokesman admitted that this is exactly "the implementation of the International Resources Bank proposed by Henry Kissinger at Nairobi."

This resources looting investment scheme in Honduras was praised by Ortiz Mena during the IADB meetings and played up in a major New York Times article, as the model for the so-called Fourth World, those without industrial infrastructure and with totally dispensable populations.

Colombian Model

In those areas which have an industrial infrastructure, such as Mexico, Colombia and Argentina, the policy is to "decentralize" the industry and recycle "excess labor" from the cities back into the slave-labor projects of the countryside. The role of "regional development banks" like the IADB is crucial in this, as a way to sidestep traditional bureaucracies and directly administer local credit.

An agricultural specialist at the Ford Foundation has identified the scheme being used in Colombia as the model which will increasingly be used throughout the continent in conjunction with private sector investment groups. USAID funds are being provided to government-formed cooperatives of small-capital holders. This eliminates the "expensive" bureaucracy, in the words of the Ford official; "what is phenomenal about this structure is the incredible rate of return" on agricultural projects which were traditionally considered "soft."

At the same time, small scale industry is being promoted with IADB funds with the explicit stricture that no money is to go to any of the industrial centers of the country, Cali, Medellin or Bogota. The program is thus an integral part of the "national plan" of Colombian President Lopez Michelsen, which emphasizes "decentralization" of industry.

Target: Mexico

In Mexico, where the forces around President Luis

Echeverria are battling destabilization efforts aimed at wrecking their efforts to organize a new world economic order, the IADB-Simon-Kissinger drive has been moving through its "invisible government" apparatus in the country. One of the key figures in this apparatus is Finance Minister Mario Ramon Beteta, who was closeted with Simon through much of the latter's stay in Mexico. Coincidental with the IADB meeting, the "invisible government" groups have begun to gear up the moribund Gulf-Southeast slave labor programs for the Mexican states of Veracruz, Tabasco and Campeche.

Andean ILO Meeting

The proposals agreed upon at the ILO "pre-meeting" of Labor Ministers of the Andean region the second week of May in Colombia discussed both the "labor policy" elements of the Kissinger IRB proposals and the "agricultural development" focus of the Cancun IADB meeting.

The Labor Ministers agreed that the Andean nations should orient investment to rural sectors, particularly those requiring labor-intensive technology. The private sector should orient itself to production for export, particularly those items which can be produced by labor-intensive means. Public expenditures and investment will be oriented toward "marginal sectors" of the countryside and urban centers in order to "reduce unemployment." To cope with the "greatest periods of unemployment," the ministers agreed on implementing short term work gang tactics: labor intensive governmental programs such as reforestation, secondary irrigation canals, road construction and street repair.

International Labor Gangs

Wage policies outlined for the region will "tend to diminish the differences between traditional and modern sectors...and between rural and urban sectors." That is, all wages will be reduced, with skilled workers taking the largest cut. "Training" of workers will be carried out through special programs, involving jobs requiring minimal skills which can be rapidly acquired in order to place personnel in "mobile" slave labor programs.

To facilitate relocation, the Labor Ministers stressed the "importance of migrations" from within and outside the region, particularly of "non skilled workers." The Intergovernmental Commission on European Migration (ICEM) works closely with the ILO in transferring labor from countries with "excess

populations" to "underpopulated regions" and is in the process of setting up such a program for Venezuela.

Argentina: ILO at Work

Argentina represents the archetype of ILO strategic planning for the Third World. With its extensive industrial infrastructure collapsed under a massive debt burden, hundreds of thousands of highly-skilled laborers are being tossed into an unemployed reserve pool without even unemployment compensation to sustain them. At the same time Economic Minister Martinez de Hoz has programmed sweeping purges of 70 per cent of all public employees hired over the past three years.

A national press campaign has simultaneously been launched this month to promote the frozen wastelands of Patagonia in southern Argentina as the ideal relocation site for this "surplus" labor force.

The Ministry of Labor has the mechanism for this relocation process already in place: the National Directorate of Employment Service. The Directorate, until now charged with the placement of political and foreign refugees, ex-prisoners, etc., will now be expanded to handle "labor supply and demand" in "specialty areas in the interior of the country," such as barren Patagonia.

Paralleling the Directorate's work is the notorious Bariloche Project, a Club of Rome-sponsored enterprise set up to computer-profile potential labor-intensive projects continentally. To further sop up unemployed urban labor, the Transandean Railroad, originally begun in 1888 and abandoned for most of this century, is now being renewed as a massive slave labor enterprise to link the Atlantic with the Pacific Ocean.

Simultaneous with the propaganda thrust for "A Future In Patagonia", the Argentine government is sponsoring a National Wheat Campaign. Cloaked with hysterical appeals to Argentine patriotism, the campaign projects the transfer of huge amounts of unemployed industrial labor into the interior of the country to conjure up a "miracle wheat crop" with which to pay off Argentina's staggering \$12 billion foreign debt.

"Horizontal Cooperation"

To complement the ILO, IADB and World Bank drives to get slave labor camps underway, Third World agent layers have been activated to sabotage technological cooperation between the advanced and developing sectors, using the "anti-imperialist" demand for "horizontal cooperation" among Third World nations — the monstrous notion of "sharing" their joint lack of modern technology!

This agent line, in explicit opposition to the pro-technology focus of the Nairobi UNCTAD meetings, surfaced with particular virulence at a meeting May 10-14 in Lima of the UN Development Plan (UNDP). Key Mexican delegates and Peruvian Foreign Minister de la Flor denounced this Maoist scheme for enforced backwardness. The seriousness of the threat, however, is indicated by the fact that Marciano Morales Bermudez, Peruvian vice-minister of Agriculture and brother of the Peruvian president, expounded at length on the need for "horizontal technologies" at the Cancun IGAD meeting.

The New York Times Latin America correspondent, Juan de Onis, acted as propagandist for the "horizontal cooperation" line in his promotion of the IADB's Honduras forestry project this week. Onis wrote that "the project illustrates the new Latin American capitalism, which is opposed to control of basic resources of the countries of this region by large foreign companies." In short, local fronts for the New York banks will have a majority share in the slave labor schemes.

The attack on advanced technology at the Lima UNDP meeting reflects the parallel destruction of the Andean Pact orchestrated by the U.S. State Department over the past several months. At the same time that Chilean proposals to open up the region to multinational looting were approved through the revision of the Pact's Article 24, which limited foreign investment, conferences to forge industrial coordination have been sabotaged and the potential for the Andean Pact to serve as a vehicle for capital-intensive development of the region thus destroyed.



Special Reports

'Nuclear Terrorism' Exposed As Scientific Hoax

by the International Caucus of Labor Committees Research and Development Staff

May 21 (IPS) — On technical considerations alone the current official outcry that any "radical terrorist group" could build its own atomic bomb is sheer nonsense.

Various "experts" have come forward with detailed scenarios which, they assert, prove that a small group, or even a single individual, could steal nuclear fuel from a fission reactor and construct a nuclear weapon. Typical of the genre is Denis Hayes' "Nuclear Power: the Fifth Horseman," published by top Rockefeller agent Lester Brown's Worldwatch Institute. Says Hayes, "With careful planning and tight discipline, armed groups could interrupt the fuel cycle at any vulnerable point and escape with fissile material. Perhaps more frightening, however, is the inside thief... Quiet diversion of bomb-grade material may have taken place already." Once the terrorists have the material in hand, Hayes claims, it is "incorrect" to believe that a "small Manhattan project" would be needed to build a bomb. As evidence he notes, "In 1970 a 14-year old schoolboy prepared a crude (but credible) design for a hydrogen bomb..."

A terrifying possibility — but easily exposed as an intentional hoax.

As is well known, several countries have developed their own nuclear bomb capabilities, including small nations such as Israel. But in every case this development came only after several years of a full-blown national commitment to these projects. These national efforts in each case necessarily included the construction of nuclear fission reactors in order to produce plutonium, but even if plutonium were already available a huge commitment of money and special equipment would be required to turn the plutonium into a workable nuclear bomb.

As the lying propagandists for a coming wave of "nuclear terror" well know, the technological problems involved in such an operation are such that a terrorist group could first obtain and second detonate such a device only if the U.S. Defense Department or some comparable government agency were to provide both the bomb and the detailed decoding instructions necessary to set it off. The fact that these cynical warnings of "nuclear terrorism" are pouring out of direct U.S. intelligence network conduits pinpoints who the "nuclear terrorists" really are.

The Plutonium Problem

Two fissionable materials have been used in the past manufacture of atomic bombs — Uranium-235 and Plutonium-239. Uranium-235 is currently used as the fuel in all operating water- and gas-cooled thermal reactors, while Plutonium-239 is the proposed fuel for the "fast-breeder reactor" and advanced thermal reactor designs. Plutonium is not now used as a fuel for any nuclear reactor, but has been tested in several experimental reactors in various locations around the world.

However, plutonium is produced in small quantities within the fuel pins in all thermal reactors; in fact, this is how the U.S. Defense Department gets its bomb material at its

Savanna River complex in Georgia. The tremendously complicated and expensive process required to "enrich" U-235 levels in uranium — high enough for use in atomic bombs has virtually eliminated it as a material for this purpose, even for the U.S. government. Therefore plutonium is essentially the only material used today in the construction of atomic bombs.

Since U-235 is the fuel used in all operating nuclear reactors, it is this fuel which the promoters of the "nuclear terrorism" propaganda campaign "predict" terrorist groups will steal. The uranium in this material is enriched to only 3 per cent, and in this form is to all intents and purposes worthless for bomb-making. At least 50 per cent enrichment is required for even a poor-quality atomic bomb, and much higher enrichments (in the range of 80 to 90 per cent) for good-quality bombs.

Three different isotope separation processes have been used for enriching uranium: gaseous diffusion, gas centrifuge, and electromagnetic separation. All three require that the uranium be in the form of a gas, uranium hexafluoride, just to begin the process. Obtaining uranium hexafluoride from stolen nuclear reactor fuel pins would require an elaborate and dangerous chemical processing operation involving nitric acid dissolution and using the extremely toxic gas, hydrogen fluoride. Once uranium hexafluoride is available, the even more complicated, expensive, and energy-intensive process of isotope separation begins. This involved a multi-stage process of separating the U-235 from natural uranium (U-238) and continually concentrating it to higher and higher enrichments within the U-238 — U-235 gaseous mixture. (The U-235 content in natural uranium ore is less than 0.7 per cent.) The necessary separation facilities demand gigantic amounts of money and resources to build and operate, and only a few exist in the world today. Thus the only "terrorists" capable of carrying through such an operation would have to operate at a **government level!**

All this assumes that we are dealing with fresh, unirradiated nuclear fuel which is therefore not radioactive. But what about theft of this fuel after it comes out of the reactor in three or so years, with small amounts (approximately 4 per cent) of plutonium present?

First, such fuel is highly radioactive at that point and for a long period afterward, and can only be handled by remote operations in sealed and shielded cells and containers. It should also be noted that the fuel in a nuclear reactor is contained in large, 12 to 15-foot-long bundles of small-diameter pins weighing about one ton apiece — not the easiest thing for a terrorist to "quietly divert" in any case, and virtually impossible given its radioactivity.

Then, of course, getting at the plutonium in this already burned fuel requires an even more difficult chemical process than that described above for clean uranium fuel. Specifically, the entire chemical processing operation, i.e., the acid dissolution, solvent extraction, nitrate precipitation

of uranium, plutonium, and fission products, etc., must be done remotely by mechanical "slave" manipulators in a shielded chemical facility. Only a very few such chemical facilities exist in the world; only one is currently operating in the United States, at the Savanna River Plutonium Production Plant run by the U.S. Defense Department.

It is therefore obvious that "warnings" of terrorists palming nuclear fuel and turning it into bombs in a basement workshop are without even the pretense of scientific validity.

Government "Cooperation"

This leaves only one other avenue open to the prospective "nuclear terrorist" — the theft of plutonium compounds either directly from the Defense Department's Savanna River complex or a similar facility, or during shipment of the material to the site where bombs are constructed or where plutonium-bearing nuclear reactor test fuel is fabricated.

However, such operations are under the direct control of the U.S. or other defense department, and thus subject to the most stringent security regulations. As has been said, "Fort Knox would be a pushover compared to this." An even in a government facility, it would take weeks or even months to construct a bomb from this material once it had been obtained, leaving plenty of time to catch the thieves following such a spectacular hijack.

Even in the more than improbable likelihood of such a robbery, the perpetrators would still face an even greater problem: how do you turn this stuff into a bomb? Obtaining a workable design is only the beginning.

The plutonium in such shipments is usually in the form of an oxide or nitrate compound. Since bombs must be made of plutonium metal, a high-temperature chemical process is required to convert the compound into this form. As has been well advertised by the opponents of fast-breeder reactors,

plutonium is an extremely dangerous material, very poisonous as well as rapidly cancer-inducing. Even for the kami-kaze terrorist, handling or processing of this material must therefore be done remotely and in an inert gas atmosphere, requiring special facilities and chemical processing which again require huge outlays of funds and resources. Furthermore, once plutonium metal is obtained from this process, the machining and handling of it in this form, since it is also now pyrophoric (i.e. burns on contact with air), must also go in remotely and in an inert atmosphere, demanding still more special facilities and machine tools. Then constructing a bomb from this plutonium metal once it has been machined requires yet another influx of special technologies, i.e., explosives, controls, etc., and more special equipment and facilities, making the entire operation far, far out of reach for any non-governmental group.

Thus the construction of an atomic bomb absolutely demands a commitment of funds, resources, and technology available only at the highest levels of a government operation. On this basis alone it should be obvious that a terrorist group could obtain access to such a nuclear weapon only through a cooperative effort with the government, most likely involving the direct handing over a bomb to such a group rather than the transfer of a range of elaborate processing and construction facilities. The places to look for "nuclear terrorists," therefore, is not among the zombies who staff street-level terrorist activities, but the highest-level government officials who would politically benefit from such a disaster.

IPS is releasing a full brief on the National Security Council's nuclear terrorist live capability and scenario this week.

Rockefeller's Club Of Rome Launches World Genocide

West German Chancellor Helmut Schmidt's horrifying May 12 call for a return to the monetary policies of Nazi Finance Minister Hjalmar Schacht and Adolf Hitler was not meant just for Germany but for the world. All of the individual and institutional agent-forces at the command of Schmidt's masters, the Rockefeller cabal, are at this moment in worldwide deployment to impose genocidal Schachtian policies that will, if carried to their conclusion, grind up or radioactively disintegrate the flesh and bones of even the slave-parliamentarians who received Schmidt's paean to Schacht and Hitler without protest.

It is the stated intention of the Rockefeller apparatus to turn the world into one huge, growing desert — a "final solution" looting ground into which the populations of the Fourth and Third worlds, already wracked with near-pandemic diseases, and the advanced sector working class are to be successively funneled. This is in no sense an exaggeration, nor is there a moment to be lost in eliminating the Rockefeller-Kissinger plotters and in implementing the sole program which represents the interests of all sane capitalist and working class forces: debt moratoria and the International Development Bank.

To insure that debt is repaid, the Rockefeller cabal has begun construction of a global death machine — an international bureaucracy and labor recycling apparatus which intends, **in its first phase of operations** to murder nearly one billion people in slave labor camps. Under the scheme, "transfer of resources" — the long-planned but long-stalled World Bank-John D. Rockefeller III plan to de-industrialize the advanced sector and turn the Third World into a plantation — is to be immediately implemented on a global scale. The genocidal Club of Rome's "1984" computer program — Assessment of Policies Tools (APT) — is to analyze the forms of psychological manipulation and technical inputs necessary to loot various regions of the world under the transparent cover of achieving a new world "self-equilibrium" to accommodate many diverse cultural values. Latin America, where the Rockefeller family's control is the tightest and where the infrastructure for genocide has been developed for years, is to immediately become an Auschwitz from top to bottom. The Latin American death camps are to hold the fort for debt until resistance — particularly among pro-growth industrialists

and the working class — in North America and Western Europe is broken and those areas consolidated. The schedule of planning meetings of this genocidal conspiracy confirms that the advanced sector is planned to be consolidated within three months.

The conspirators include the Rockefeller family's best known agencies: the World Bank and International Monetary Fund and their regional banking satrapies (On May 18, in a speech before the International Council, former Undersecretary of State George Ball called for a vigorous campaign to keep populations out of cities and to disperse industry throughout the countryside); the International Labor Organization (ILO); Several United Nations agencies; the U.S. Agency for International Development (AID) and the Central Intelligence Agency (CIA); think tanks such as the Ford and Rockefeller Foundations, the Rand Corporation and Brookings Institution; and nests of agents in the U.S. Congress and Kissinger's State Department. The overall "brains" behind the operation is the Fiat-funded Club of Rome, for years the most psychotic section of John D. Rockefeller III's "Zero Growth" Movement. After a Labor Committees propaganda campaign made the Club's Zero Growth policies synonymous with genocide, the group shed its earlier "Limits to Growth" posture. Its new "growth" line, developed by fascist "systems" theorist, now U.N. consultant Errin Laszlo, is for gullible Third World governments only; the Club's old policy of the forced reduction of the world's population by one-third remains the same!

In short, what the Club of Rome and fellow conspirators are proposing and already have operational in part is a global inventory-taking and looting process comparable to Adolf Eichmann administering the stripping of the entire earth's crust while Joseph Goebbels "explains" that this is necessary to help the needy and to prevent the social collapse otherwise caused by scarce resources.

The Latin American Example

The Club's "project" is **already underway** in Latin America, which is to serve as a paradigm for their intended global butchery. In Brazil, the AID has funded Brazilian Army-organized "super labor fronts" of 100,000 to 150,000 people from the drought-

stricken, plague and flu-ridden northeast to strip jungle for planting. In Argentine, part of what was once Latin America's most highly skilled working class, along with peasants, are being deployed to plant every unutilized patch of soil with wheat **for export**, while the country's beef herds, too costly to maintain, are being slaughtered to free pasture land for government-subsidized wheat planting programs. Other work gangs under military control are constructing a Trans-Andean rail link to Chile just north of Bariloche — site of a virulent diphtheria outbreak and the Club of Rome's Bariloche Project for modeling the labor-intensive "Chinese Way."

The jungles of Honduras are filled with thousands of slave-laborers repaying a \$400 million loan to a consortium led by the World Bank-controlled Inter-American Development Bank (IADB). On May 19, an IADB official characterized the Honduras Project and a recently launched counterpart in Guatemala as "the same as Kissinger's International Resources Bank." Kissinger's International Resources Bank."

The systematization of this genocide was approved last week at a meeting of Andean Pact labor ministers which called for gutting industrial development plans in favor of labor-intensive agricultural projects and the pooling of forced migrant labor in the region. On May 17, InterAmerican Development Bank head Ortiz Mena, announced that the IADB will shift its emphasis from financing of industrial production to the agricultural sector. The same proposals will be taken up May 21-22 at a meeting of the UN's Economic Commission for Latin America (ECLA) to be attended by three Second International co-thinkers of Schmidt: West German Social Democrat Willy Brandt, Swedish Premier Olof Palme and Portuguese agent Mario Soares. No wonder the Andean Pact and ECLA have drawn praise from Club of Rome spokesmen as "exemplary" institutions.

The Master Plan

The Latin American agony is paradise compared to what the Rockefeller-Kissinger-Club of Rome axis plans for the world. The sugar-coated version was presented in mid-April at the Club of Rome conference in Philadelphia, attended by Nelson Rockefeller, co-sponsored by First Pennsylvania Bank and the Franklin Institute, and bankrolled with an emergency grant of \$35,000 from the National Science Foundation. There the Club unveiled the "Assessment of Policy Tools" (APT) computer program for slave labor and genocide, concluding "there should be no misunderstanding: some short-term losses would most certainly have to be accepted for the sake of long-term

gains: some sacrifices will be required from everybody for the sake of future generations and orderly world development, and the political decision-makers as well as the public will have to be persuaded..."

This is also the program being mapped by Ervin Laszlo, (colaborator of the Club of Rome and brain-washer Rev. Gun Myuonng Moon's International Cultural Foundation) and Philip de Seynes (former head of the U.N. Economic and Social Council and collaborator with fascist Initiatives Committee for National Economic Planning member Wassily Leontieff) of the U.N. Institute for Research and Training (UNITAR). The UNITAR "Project on the Future" has several conceptual components or "axis." First, under Laszlo's direction, 13 geographical regions have been asked to state their goals for the future as a sub-routine of APT to get them "to take (Club of Rome) scenarios seriously." One of the modelling groups is already "running" its program for Latin America at Simon Bolivar University in Caracas, and another is operational in Iran. Incredibly, the Soviet Union is participating through the editor of Pravda, Afanas'ev.

The Laszlo "goals and values" operation complements the project on "Reform of the International Order" (RIO) which was a major Club of Rome focus at its Philadelphia meeting, which brought together such "reformers" as Robert Triffin of Yale University and James Grant, head of the Overseas Development Corporation and former top AID official. Triffin is the inventor of "Special Drawing Rights," designed to destroy national central banks and put all liquidity at the disposal of the International Monetary Fund. Grant would then have such liquidity channeled through a special fund of either the World Bank or the U.N. Development program in order to meet the "basic needs" of the "poorest billion" people — through investments limited strictly to rural areas and shifted from "physical to human capital." According to an assistant to Grant, World Bank president Robert McNamara's September, 1975 "world de-industrialization" speech was the major inspiration to Grant's "thinking."

The final UNITAR axis is mapping the new loot required when the agricultural projects have been depleted. UNITAR is co-sponsoring with the International Institutes for Applied System Analysis (which was set up jointly by the U.S. and the Soviet Union!) a closed conference in July in Vienna to grid the world's shale and tar sands oil for massive projects in "classified" areas. This will lead to a major conference on developing the world's deserts "whose riches are still unknown." In any area where it is found that recovery costs are too high — compared

to other bone-grinding projects — the population will be “resettled.”

Once the full implications of this program are understood, leading Soviet circles would do well to examine more closely the political motivations of soviet collaborators of the Club of Rome.

The ILO-World Bank Connection

The main institutional foci of this Schachtian nightmare are the International Labor Organization (ILO) and the World Bank, backed up by the IMF and the AID, and a host of ancillary think-tanks and planning agencies. The World Bank, chief financier and architect of the regionally coordinated (over the heads of national governments) agricultural schemes, is receiving an \$8.3 billion cash injection from member governments, enabling it to sharply increase its lending volume to \$5 billion a year. The Bank's subsidiary, the IADB, did a record \$1.5 billion in financing this year and has announced that it will sell “participation” in its development loans to private investors.

The crucial aspect of this investment program, its **labor** policy is being fronted for by the ILO, a U.N. affiliated corporatist organization characterized by equal representation by governments, industries, and Atlanticist controlled unions. The jump-off point will be the ILO's “Tripartite World Economic Conference” at its Geneva headquarters on June 4 to 17. The ILO report prepared for the conference, “Employment, Growth, and Basic Needs: A One World Problem,” lays out the essentials of the program to be implemented.

The Third World will be permanently reduced to cottage industry and slave labor plantations with all production exported to pay debt service. While one billion jobs are created — via advanced sector industry relocation — in Third World death-camps, the resulting unemployment in the advanced sector will be dealt with by “Swedish-style” retraining and recycling of the work force into newly created slave labor jobs. All will be run by tri-partite boards — as in Mussolini's Corporations — composed of Wall Street multinationals, NATO governments and controlled union leaderships.

When moved into the implementation stage at the conference, investment and labor deployment will be coordinated by the following institutions:

- * A Consultative Group and an International Appropriate Technology Unit to supervise Third World programs;

- * An International Reconversion Fund to supervise the turnover of advanced sector workers comparable to initial proposals by the International Metal Workers

Federation to cut European auto production and recycle auto workers into unskilled jobs, and

- * Manpower Clearing House to monitor all job openings internationally and to re-deploy workers from country to country.

The interlocking roles of the ILO, World Bank, and IMF in providing suitable investment outlets and as an operations base for Wall Street bankers and multinational corporations was sketched this week by S. Dekolias of the IMF Secretariat to a New York based economist: the IMF, World Bank, and ILO work “closely, on a country by country and on a regional basis.” The IMF sets the ceiling on what a country may spend on the basis of its debt service. The World Bank and associated regional banks then establish pilot projects and general investment flows into large-scale agricultural projects. The ILO team rounds out the programs by setting up the labor policy.

Rockefeller's Death Machine Mobilized

Amidst the flurry of recent Rockefeller deployments in this genocidal conspiracy, several are most politically significant. As an index of clinical insanity, none is surpassed by the CIA report on Climate Modification and Intelligence, released May 5 by the office of Congressman Fred Richmond (D-NY). The report argues — on the basis of the wholly discredited theories of University of Wisconsin climatologist Reid Bryson — that a new ice age is coming. Bryson theorized that the near-term effects will wipe out substantial agricultural production from Canada to the Soviet Union; hungry hordes will then spill over national borders (as in the tragic CIA-directed Ethiopian situation) and trigger world war, unless a new mode of labor-intensive agriculture is adopted and world population growth is halted. An aid to Congressman Richmond pointed to “Chinese-style” agriculture and food hoarding as the only solution. Congressmen Brown (D-Cal.), Wynn (R-Kan.), and Hayes (D-Ind.) began hearings on May 13 on their bill, HR 10013, to set up a national climate program to prepare for the CIA scenario.

This parallels the cumulative plans of the Congressional Budget Office (via its Rand corporation controllers), the Joint Economic Committee of Congress. Senator Proxmire of the Senate Banking Committee and congressman Harrington of Massachusetts, and the New York Emergency Financial Control Board to de-industrialize the United States, dismantle its cities, and feed the urban working class into the U.S. version of labor-intensive agriculture and production.

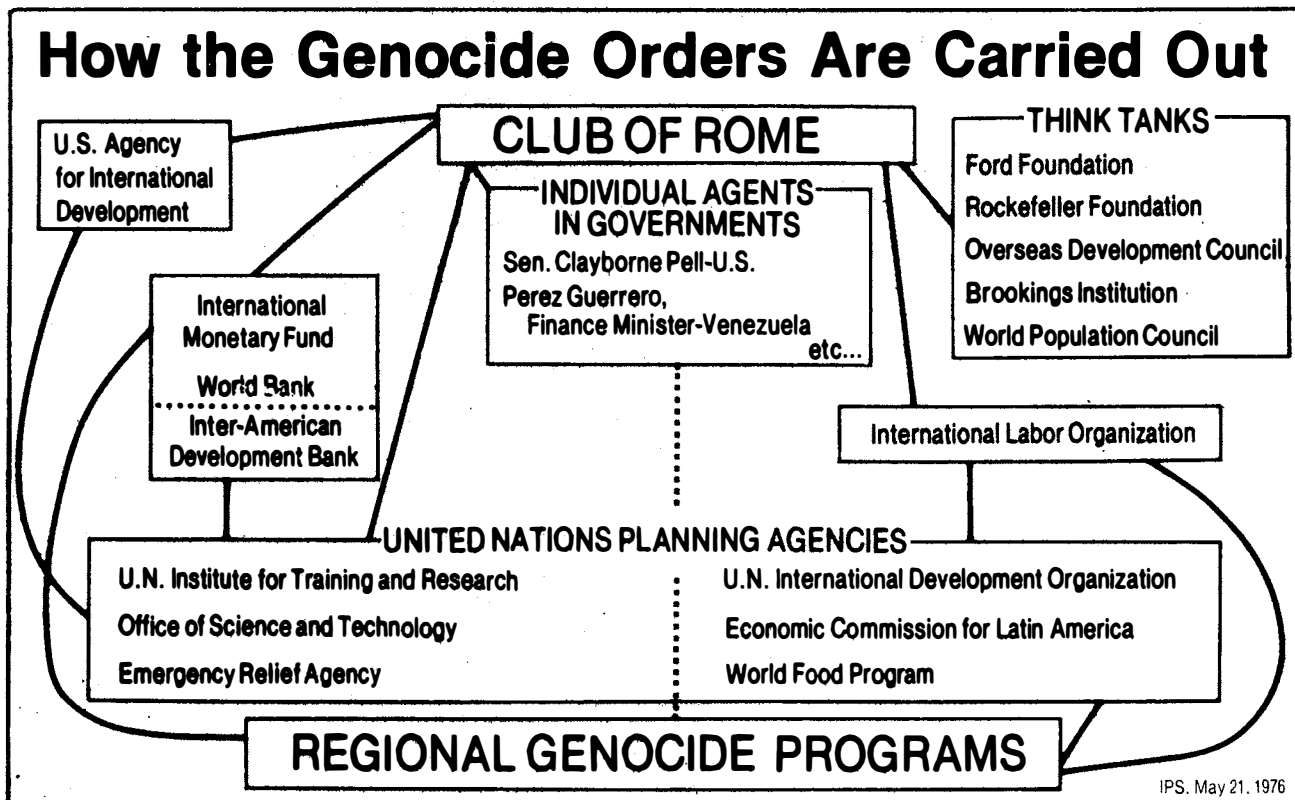
Agents in Congress, such as Congressman Frazier

(D—Minn.) and Zablocki (D—Wis.) have added riders to the foreign aid bill — vetoed by President Ford — to (in Frazier's version) prohibit aid to countries that do not respect "human rights," or (in Zablocki's version) prohibit aid to countries that do not use the aid for "lean and mean" projects. These were exactly the conditions placed on investment in Latin America by Secretary of the Treasury Simon during his early May tour of the Southern Cone. After making a big play about political prisoners in Chile, Simon hit the Brazilian junta with the real objective of the Brazilian holocaust: "the great inflows of capital that we have been sending (to Brazil) are more urgently needed in poorer countries..." Further investments will flow

only where there is no "hostile environment dominated by taxation, national and excessive cartelization," that is, no centralized, state-controlled development sector.

To close off the last avenue of escape, Henry Kissinger intervened in the framing of the Government Accounting Office report on disaster relief released last week, making sure that it came down on the side of U.S. rather than U.N. control of relief funds. The carnage of Guatemala and Italy, where the U.S. administered disaster relief, attest to what he has in mind.

There will be no relief from total genocide unless he and mad Rockefeller are removed from power now!



Exclusive IPS Interview:

UN Program Has Millions Working For Food Instead Of Wages

UNITED NATIONS, N.Y., May 22 (IPS) — The following interview was conducted earlier this week with a spokesman for the World Food Program, an agency of the United Nations.

IPS: What is the World Food Program?

World Food Program Spokesman: The World Food Program is an agency of the United Nations; it was set up by the FAO (Food and Agricultural Organization of the United Nations) in 1963. The bulk of the program's activity is to provide food as wages for work projects around the world in the underdeveloped countries. So far, since 1963, the WFP has supplied more than \$2.2 billion in food, and currently has more than 2000 active or approved projects, employing millions of workers.

IPS: What kind of projects does the program fund with its food?

WFP: Almost all the projects are strictly agricultural or agriculturally-related. That is, we don't build any hospitals or anything like that. We either pay for strictly agricultural labor, or for projects such as digging irrigation wells, clearing forests, and so forth. Our emphasis is on using the existing labor, rather than buying machines. You see, the countries we are dealing with, such as India, have a tremendous problem of unemployment, so we make use of this vast resource. It's simple economics. We keep adding labor until the next worker consumes more than he produces. This depends on the project, of course.

IPS: It seems, from reviewing some of the programs projects, that they don't do well unless there is a large oversupply of labor available, much more than is needed for the project. Could this be because the workers are given an insufficient amount of food for them to continue working, so therefore they must be periodically replaced or recycled?

WFP: Look. We're only a service agency. We don't determine our total budget. We don't determine where the projects are. We have a limited budget and we're trying to help starving countries. Their problem is (leaning across table) hunger — hunger! And they couldn't buy any food, even if more was produced in the advanced countries, because (again leaning forward across the table) they have no money. Do you understand? It's a question of transferring resources from the rich countries to the poor countries, and that is always a battle.

IPS: Who makes policy for the program? Is the Club of Rome involved?

WFP: Club of Rome? Why bring them up? They're not part of the United Nations. They're just a private organization, a bunch of businessmen who put together policies, and then try to implement these policies, just like any other organization. Of course, when you think of who is actually in the Club of Rome, who are the experts employed by the FAO, and who are the big names in the universities, they frequently turn out to be the same people. But that's because they are the ex-

perts, and everyone calls on their services. Look at Jean Mayer (a fascist nutrition expert — ed.). He works for FAO heading up nutrition panels, runs the Nutrition Department at Harvard, and writes columns for the Daily News. Tinbergen, the Dutch economist, is now masterminding a huge revision of economic policy for the Club of Rome. He calls it "organic growth" — something between stagnation and real growth. Of course, this will have a strong impact on FAO's thinking, though for a hungry third world country, I'm sure it makes no sense at all.

IPS: Do you see any change taking place in the World Food Program's policies now?

WFP: First of all, as I said before, we don't make policies, we just follow out the policies. But as far as agricultural development in Third World areas, you have to understand that things have changed recently. In the Third World, at this point, almost all of the easily cultivated land — land where you don't need irrigation or fertilizer to get some kind of a crop — is under cultivation. Labor is cheap, so if you want to increase output you add more workers to the land, or you can expand into marginal areas, but unfortunately without tractors or fertilizer. This is where we are now. Along this line, there is a large fund being put together right now for food production, called the International Fund for Agricultural Development. The OPEC countries have already pledged \$400 million, and the advanced countries have brought that up to \$1 billion. This would dwarf our operations at the World Food Program.

IPS: Who is administering this fund? How will it work?

WFP: Well, John Hannah (a fascist nutrition expert, a favorite of the Club of Rome — ed.) who heads up the World Food Council, is in charge of arrangements to set up the fund. It should be completed at a meeting in Rome some time next month.

IPS: Where did the idea come from?

WFP: Well you know, the 1974 World Food Conference was held after (Secretary of State) Kissinger's proposal in the UN General Assembly, and that Conference proposed the setting up of the IFAD. Now the Conference's proposal specifically suggested that the fund use existing institutions to funnel its resources. I imagine this could include the World Food Program, the World Bank, and other such institutions.

IPS: You mean the IFAD could make loans available besides grants?

WFP: That's right.

IPS: Is this related to balance of payments problems?

WFP: Well, of course even if the loans were for food production, this would decrease food imports and help build up foreign reserves to pay back the loans.

IPS: Then, in other words, the countries would have more resources to pay off their international debt.

WFP: Sure, that's the idea, but that's not my area. I'm not responsible for that part of the deal.

What The Socialist Sector Is Really Saying

Accurate Translations Of Statements That Have Been Distorted By The Western Press

May 22 (IPS) — This week's IPS Weekly inaugurates a new regular feature — the publication of accurate translations of important articles and speeches from the press of the Socialist sector. At this moment, the Atlanticist-controlled media outlets in both the United States and Western Europe are engaged in a deliberate black propaganda distortion of almost every significant statement coming from the spokesmen for the socialist sector. This campaign of deliberate misinformation is aimed at confusing the people of the West about Soviet strategic military doctrine.

As should be clear to anyone reading the translations printed here, the Soviet Union stands committed to a policy of political detente. However, if provoked past a clear discernible point by Lower Manhattan-directed forces, the

Soviet Union is prepared and willing to launch a thermonuclear first strike against U.S. and NATO population centers to defend its strategic interests.

We print such information to give our readers the opportunity to face those facts — an opportunity which is impossible from even an intelligent reading of the Western press on such matters. At this point, therefore, IPS represents the only accurate source of information about the socialist sector outside that sector itself, a source that you can ill afford to do without.

In future editions, we will present accompanying press grids of the Western press, as we did last week on the Ustinov appointment, to show how the stories we are reporting are being deliberately distorted and for what purpose.

Excerpts From GDR Defense Minister's Speech

May 22 (IPS) — The following are excerpts from German Democratic Republic Defense Minister Heinz Hoffmann's speech May 19 to the Ninth Congress of the Socialist Unity Party (SED) in East Berlin. Minister Hoffmann's remarks are translated from the German excerpts printed in the May 20 Neues Deutschland, the official SED daily.

It is worth living and working for socialism, devoting (the army's) sweat and if need be their blood. (The army) does not only talk this way. They also act this way....Based on the lessons of the century-long struggle of the German workers' movement against imperialism and militarism, our party has made it a guiding rule that the forces of peace must be stronger than the war-bent imperialists....This holds for every country on the globe in which the working class, allied with the peasants and other laboring elements, holds power; it also holds for the developing countries, and even for the capitalist states, since in that sector it is above all the cold warriors who fear a warming of the international climate caused by the growing influence of socialism. It is the extreme reactionary forces of imperialism who are interested in tension and war, who gain from the arms race. If these forces were reined in and pressed back, it would serve peace and progress.

In constant contact with the brother parties — especially with the central committee of the Communist Party of the Soviet Union, with the Soviet Army leadership and with the unified armed forces command — our party and state leadership has contributed its share to make the armed securing of socialism and peace in the heart of Europe proportional to the current military-political situation and the concrete imperialist threat.

We educate conscious fighters who fulfill the commands of

their class comrades out of conviction... (so that) the unity of a communist world-view with high military qualification is transmitted and made into the standard of political work in the armed forces.

Because our party has viewed and implemented work with human beings, their political education and physical training, as the alpha and omega of the fighting capacity of the troops, therefore and only therefore were we able to keep step with the modern military standards applied by Soviet military science and the armed forces of the USSR, and able to fulfill our obligations in the socialist defense coalition....

These constant and reliable executions of service by the members of the National People's Army and the border troops are a thorn in the eye of the class enemy. And if in the past weeks and months we have experienced a whole series of deliberate attacks by imperialist circles against detente, the socialist community of states and their unyielding policy of defending social progress and securing peace, it was in no way accidental that our republic (the GDR) and the military policy of the SED represented one of the most important targets of the psychological warfare attacks by NATO and the imperialist mass media.

These centers of mass manipulation are constantly cooking up new distortions and falsifications to slander our justified defense alliance and vilify the National People's Army as well as other Warsaw Pact armies as a species of Red steamroller which will sweep tomorrow morning over West Germany and all of Western Europe unless the taxpayers and governments immediately increase NATO's armaments expenditures. The cold warriors sow hatred in the hearts and minds of citizens of the NATO states, hatred against all those fighting for peace and progress, especially against socialists and Communists in their own country and in the socialist

states. We in no way underestimate the degree of anti-Communist and nationalistic incitement to which, in particular the officers, sub-officers and soldiers of the West German Bundeswehr are exposed — following the example of the Greater German Wehrmacht (the Nazi Army — ed.).

...This modernized and strengthened imperialist military potential is intended to be activated. Foreign and military experts announce with total openness today that the strategic balance offers greater possibilities for the exercise of regional pressure. It is a matter of confining the power of the Soviet Union and its allied states around the world through a combination of political, military and economic means, while drawing China into parallel measures in the Far East.

The Bundeswehr leadership is rashly developing the corresponding European concept for this new variant of anti-socialist U.S. global strategy. With reference to the growing American presence in Europe, the West German defense minister emphasized the necessity of strengthening the muscle of the Bundeswehr divisions through injections of quality. According to Herr Leber, not only the number of divisions will affect the balance of forces in the next five

years, but also technical performance and ability to transform technical advances into military defensive strength.

The Bundeswehr leadership is of course walking in the footprints of their historical predecessors from the fascist Wehrmacht leadership when they overlook the most vital factor and seriously believe they can attain a military-technological superiority over the Soviet army and the other armed forces of the Warsaw Pact. The wars in Korea, Vietnam and the Middle East have reinforced the great experience of World War II; that the imperialists cannot crush any population which rallies around its governing party and resolutely defends its freedom; and that progress commands the better weapons.

....We have the most important things we need to fulfill our task: distinguished people — in education, conduct, and qualities of will, superior weapons, faithful allies, and a wise political leadership proven in decades of class struggle. Our greatest strength, however, is the consciousness of the masses. Our workers and soldiers today know precisely what they have to defend and how to defend it. And they have even more to defend than before: an abundant present and an auspicious future, whose contours can be clearly discerned.

Pravda Attacks Rockefeller's War Mongering

May 22 (IPS) — The following article appeared under the headline "Nonsensical and Dangerous" in the Soviet Communist Party newspaper Pravda May 19. The article appeared on page 8 and was signed by senior Pravda editor Tomas Kolesnichenko. The full text is reprinted here.

"The relaxation of international tensions has recently become the target of intense attacks from the international bloc of enemies of peace. Most zealous in this are representatives of the USA military-industrial complex and imperialist reaction, who do not want to be reconciled to the changed configuration of forces in the world and the failure of the adventurist foreign policy of playing 'world policeman,' which in the not too distant past non-unknown foreign circles were trying to conduct.

"One after another come campaigns of lies and slander against the Soviet Union and its peace policy. There are frequent statements which recall the times of the 'Cold War.' Reactionary politicians such as Reagan, Wallace and Jackson, and also the U.S. mass media, make a sort of 'contribution' to the American domestic discussion of what American foreign policy should be and what kind of relations the United States should have with the Soviet Union now and in the future. For them, detente is a 'one way street' to the advantage of the USSR. Unwilling to reject the militarist dogmas of the past, these forces call for 'increasing the might' of the United States, and conducting a 'hard line' in Soviet-American relations, which in their opinion will make it possible to instill a 'military spirit' in the NATO allies.

"Unfortunately it is necessary to state that U.S. Vice-President N. Rockefeller has also found it possible in the present situation to play up to the war-mongering forces. This is the only possible evaluation of his recent statements in West Berlin and Frankfurt-am-Main. In the former, the stress was on 'the resolution of the USA to maintain its forces,' and that 'there can be no compromises' in the area of military and political detente. In Frankfurt-am-Main, the Vice-President went further and tried to convince his listeners that, supposedly, the Soviet Union intends 'to create a new empire over the globe, on which the Soviet sun will never set.' Especially piquant on the lips of a representative of the Rockefeller family (oil magnates, who have struck their fingers into countries in Latin America, the Mideast and elsewhere) was the statement that this is 'a new form of imperialism.'

"This sort of propoganda will hardly yield any dividends. It is well known that attempts to bring about a rebirth of the cold war cause serious alarm on the part of the American public, the majority of which is for detente and the improvement of Soviet-American relations.

"In the nuclear age there is no rational alternative to peaceful coexistence. Therefore any attempt to return to the past, to cause mistrust among peoples and create a situation of tension in relations among states is nonsensical and dangerous — dangerous for everyone, including the USA itself."

Arbatov: "We Need A Cuban Missile Crisis To Strengthen Detente"

CAMBRIDGE, Mass., May 19 (IPS) — "Personally, I feel what we really need to strengthen detente is a good international crisis — a Cuban missile crisis."

This statement exemplifies the speech given this week at the Harvard Center for International Affairs by Georgii A. Arbatov, head of the U.S.A.-Canada Institute of the Soviet Academy of Sciences in Moscow, and leader of the USSR delegation to the yearly Dartmouth Conference held several weeks ago in Arizona with David Rockefeller as a featured participant. Arbatov has been touring university "international affairs" institutes and other CIA think-tanks in the U.S. making such speeches ever since the Dartmouth Conference. In this case, however, he was rudely and directly confronted with the convergence of his statements and anti-Soviet Rockefeller policies, especially the Schlesinger Doctrine tactical nuclear madness, by U.S. Labor Party candidate for U.S. Senate from Massachusetts Graham Lowry.

Arbatov was introduced to the Arms Control Seminar of the Harvard Center for International Affairs by a moderator who described him as "an architect of detente" and the "single-handed" founder of the 300-man USA-Canada Institute in 1968. "His institute," the moderator reminded the assembled CIA strategists, "is an obligatory stop for those of us engaged in international affairs whenever we are in Moscow."

Arbatov began his talk by emphasizing the alleged "relaxation of tensions" now underway in the world. He discounted the significance of Henry Kissinger's provocative actions in the Middle East and Europe, his antagonism to Communist participation in European governments such as Italy, and the whole array of current NATO war posturing. Calling detente and "healthy competition" the only practical policy, Arbatov put down his text, removed his glasses, and called for a new Cuban missile crisis.

Returning to his text, Arbatov then said "I don't believe in the cold war of (Secretary of State) Kissinger and Kline (former CIA Deputy Director Ray Kline who was recently attacked in the Soviet party newspaper, Pravda), slipbacks may occur, and cost a lot, perhaps a further intensification of the arms race. . . and who can guarantee that there would not be some form of international crisis we would not be able to control. . . . Let me say I am in complete disagreement with the President of the United States, who has recently quoted George Washington that 'to prepare for war is the most effective means of preserving peace.' No, we need more arms control. One problem is that the progress of military technology grows much quicker than the process of negotiations. We must agree not to deploy new weapons systems, new instruments of mass destruction. Who runs after what in the arms race? We (the Soviet Union). . . after

the hard facts of life. The United States, it seems, after what Soviet military might would look like 10 to 15 years from now."

Arbatov made repeated statements aside, of the "I personally. . ." variety, to distinctly locate his views well away from actual Soviet policy — "I wouldn't care if the United States went ahead and built the B-1 bomber. . . but the official Soviet response, I'm afraid. . . ."

"Maybe we're in such a strategic deadlock that it makes no difference, if we don't deploy a new weapon for two years — this would speed up SALT II talks and then we could think about SALT III. . . ." Arbatov went through a broad cataloging of potential and actual weapons systems, most of them militarily coherent only with a Rand Corporation-Schlesinger developed "limited tactical nuclear war" orientation. At no point did he make any references to the actual political situation in the world. The first several questions from the floor were almost designed to permit him to maintain this semblance of ignorance. The moderator then called on U.S. Labor Party spokesman Graham Lowry.

"Mr. Arbatov," Lowry began, "the most striking thing about what you've said here today is that it bears no relationship to the current official policy of the Soviet Union, and it eliminates any of the considerations which would determine Soviet use of its warfighting capacity." A nervous shuffling and then quiet swept over the room. Lowry continued: "You'll be interested to know, I'm sure, that the headline in today's Pravda reads 'Nelson Rockefeller, The Warmonger. . . ."

"We of the U.S. Labor Party have consistently exposed and mobilized our political forces against the Rockefeller-Kissinger drive for nuclear war. The question further raised by your presentation, Mr. Arbatov, since your position is much more than of former U.S. Secretary of Defense James Schlesinger than anything originating in actual Soviet policy circles, is whom you are speaking for, and what your actual loyalties are." Lowry took his seat.

Arbatov was visibly upset, fumbled with the microphone, and attempted a reply in, at first, barely audible tones. "Well, uh, as for Pravda. . . I haven't seen that. . . I did see Mr. Rockefeller's Berlin speech and. . . yes. . . I think that's very dangerous, bad for detente, and it's also an insult to the people of West Germany and their government. . . . The Middle East. . . I don't know quite what to say. . . . The Soviet Union has proposed a settlement in a larger context. . . there are some bad situations there, and some hopeful ones. . . . Step-by-step negotiations are fine. . . but. . . the U.S. has now adopted a policy of exclusively step-by-step. . . without any larger context for settlement. So that's not so good. . . . As for my loyalties, I have to leave that up to the KGB."

The Battle At Nairobi:

World Maintains Demands For Debt Moratorium Despite Kissinger Wrecking Operation

May 22 (IPS) — The United Nations Conference on Trade and Development (UNCTAD) now meeting in Nairobi, Kenya, ground to a virtual halt over the past week as the Atlanticist-dominated delegations from the major capitalist countries have refused to accept the demands for generalization of debt moratorium of the developing nations. Almost all press and diplomatic sources report that the debt issue continues to be the main area of confrontation — as it has since the conference started three weeks ago. An Associated Press dispatch reported late last week that the likelihood of the “stalemate between rich and poor nations” continuing until the end of the conference on May 28, “appeared unavoidable.”

Commenting on the deadlock in a press conference today, Shridath Ramphal, Secretary-General of the British Commonwealth, warned that “the world will be reduced to economic chaos if the problem of external indebtedness is not resolved...” Ramphal, who is from Guyana, a leading Third World spokesman for moratorium, and along with Guyana Foreign Minister Fred Wills, said that “humanity will be torn to shreds” without radical changes in the present world. “The failure of the UNCTAD conference would pose enormous dangers to the entire world. “The failure of the UNCTAD conference would pose enormous dangers to the entire world,” he is quoted in an Agence France Presse release.

The State Department and its allies have been stonewalling against the Third World's demands. A tough “macho” stand, the Atlanticists hope, will eventually wear down the Third World and force them to trade off pursuit of debt moratoria and the new world economic order. This was confirmed by UNCTAD official G. Arsenis who as reported by the Mexican daily *El Sol*, told journalists this week that “there has been virtually no reply on the part of the industrialized countries to the Third World demand for debt moratorium. The United States, Japan, and the principal European countries, according to Arsenis, are totally refusing to consider the Third World debt proposals — including the proposed convening of a “Debtor-Creditor conference,” whose purpose would be to take decisive action on the debt problem.

The key Third World rallying point remains the proposal laid on the conference table by Guyana's Foreign Minister Fred Wills calling for the liquidation of the bankrupt IMF and discussion and planning leading to the establishment of a new international central bank. Modelled on the International Caucus of Labor Committee's International Development Bank, the Wills proposal provides the Third World with a powerful political weapon against the Atlanticists and the genocidal debt collectors.

Such a move would be backed by significant political, industrial and working class layers in the U.S. and other ad-

vanced sector countries, a fact which was reemphasized last week when the industrialist oriented West German economic daily *Handelsblatt* endorsed the Third World debt moratorium demand.

The State Department-led stonewalling resulted last week in the postponement of future meetings of three of the five conference commissions, including that of finance where the debt issue is discussed, because deadlocks have been reached, according to reports carried in the Mexican daily *Excelsior*.

There have emerged strong indications, however, that the Atlanticists are losing confidence in their own stonewalling tactic. Statements by the delegation of Algeria, as reported in the *New York Times*, that all negotiations should cease between the developed and developing countries if the Nairobi meeting ends deadlocked, and a continued strong stand on the debt moratorium demands by the developing countries, indicate that a collapse of the conference could result in a unilateral declaration of debt moratorium by the leading developing countries including Algeria. U.S. Secretary of State Kissinger will be meeting with top officials from West Germany this weekend to discuss this problem. There is talk of dispatching a high level delegation possibly led by BRD Development Minister Egon Bahr or Foreign Minister Hans-Dietrich Genscher.

The Europeans are however split on what to do about the debt question. Sweden and Britain are said to be leaning towards accepting a moratorium. Kissinger and his allies will attempt to armtwist the European Economic Community into presenting a “united stance” to the Third World but as an article in the *Baltimore Sun* this week indicated, it is not at this point clear whether he will succeed.

It is possible that Kissinger will attempt to take off the pressure and diffuse the motion for debt moratorium this week by having his emissaries present a “compromise” on the phoney indexing commodities issue. The so-called commodity plans are nothing more than Wall Street instigated schemes to raise raw materials prices and enable Third World countries to pay their debts. They have taken a back seat to the debt issue in the conference debates, despite the fact that Kissinger has duped a number of nations into pushing for their adoption. Since the beginning of the conference the French delegation, led by pro-Atlanticist Finance Minister Fourcade, has taken a “soft-cop,” conciliatory stand toward the Third World call for a “common fund” to finance buffer stocks of a number of commodities. The West German and U.S. delegations have up until this point refused to accept any part of the Third World commodity program. An article in the *Economic Times of India* last week said that “the possibility” of the U.S. accepting the French position

has "not been ruled out" by conference participants. This sudden U.S. acceptance of the French position would be presented as the "major compromise" that Kissinger is looking for.

No Way To Avoid Debt Issue

There is almost no chance that such a tactic would work. The Third World has consistently and repeatedly made clear its commitment to debt moratorium. And this is not likely to change no matter what bone the U.S. throws the Third World. Members of the West German delegation were denounced as "fascists" by journalists when the delegation attacked the Third World debt demands, the West German economic daily Handelsblatt reported giving lie to State Department rumors that the Third World resistance was waning. Similarly, UNCTAD official Arsenis told journalists that the Third World considers debt moratorium "indispensable" for the establishment of a new world order.

Further, last week the Economic Times of India said, in an article entitled "Battles Lines Drawn At Nairobi" that "it is on the debt issue that respective viewpoints appear to be unrelenting." The Times was joined by the Peruvian government paper La Crenica which demanded generalized debt moratorium with a banner headline "Debt Moratorium At Nairobi."

This determination of the developing nations not to be blackmailed was reemphasised last week when two influential Third World press sources hit at Kissinger's use of food blackmail and other terror tactics. The May 30 Afrique Asie, a pro-Algerian African weekly, said that "the American Secretary of State can't resist the pleasure

of ... politically always using ... blackmail. In order to saturate the developing countries with his views, Kissinger judged it useful to emphasise that the 'U.S. is better able to survive measures for a prolonged economic war with other nations.' The use of 'food power' is not too far in the distant."

The Economic Times of India echoed these statements when it attacked the recent CIA report on weather modification. The Times said "An assertion of actual and potential U.S. food power is clearly related to the ongoing UNCTAD IV conference...."

In Nairobi, the Indian delegation attacked the many reports appearing in the Western press that India supports the Kissinger fascist International Resource Bank "proposal," "India has not supported the IRB; a Voice of America (CIA front) correspondent picked this rumor up..." the Indian spokesman said.

Despite this overwhelming commitment to debt moratorium and world development on the part of the Third World, the Soviet Union and other socialist countries continued to balk at putting their political muscle behind the developing countries. Not wanting to "provoke" the imperialists, the socialist countries have consistently opposed a generalized debt moratorium. Western press sources reported this week the socialist countries circulated a position paper on the commodity issue which attacked the plans as incompetent, stressing that the only real way to stabilize commodity prices was through long-term trade and development agreements. Statements such as this are next to worthless however without backing for debt moratorium and institutional alternatives to the dollar-based International Monetary Fund.

"Why Ignorant Bankers Believe Schacht Succeeded"

by USLP Presidential Candidate Lyndon H. LaRouche Jr.

PARIS, May 15 (IPS) — Every morally sane and informed person in the world today agrees that the Rockefeller family's favorite Nazi, Dr. Hjalmar Horace Greeley Schacht, was an enormously evil man. Every competent political analyst knows also that it was Schacht's monetary policies which directly and inevitably caused the emergence of Nazi criminal practices in the occupied territories and the slave-labor death camp system. In effect, anyone who condones the monetary policies of Hitler and Schacht today is directly endorsing the Nazi holocaust against six million European Jews in particular.

Unfortunately, too few people know that Schacht was not only a terribly wicked man, but also a total charlatan in his profession of monetary-economic expertise. In monetary policy and in economics, Schacht was not only absolutely no "wizard," but was downright incompetent. Schacht's skills were not those of the economist, but entirely those of the wholly immoral swindler. Every competent economist knows that Schacht's policies did not work, and could not possibly have succeeded — any effort to say the contrary is either outright fraud or the ignorant chattering of credulous fools.

Even so, quite apart from outrightly evil Atlanticist financiers and their friends, Kissinger, Schlesinger, George Ball, et al., there are numerous, otherwise intelligent and competent bankers, who ignorantly believe that Schacht might have saved the German economy if he had been continued in power after 1937. This criminal ignorance among such bankers and others is not accidental, as we shall see in the course of this analytical report on that problem.

The Real Hjalmar Schacht

To sum up the case of Schacht in a single sentence, he is **best described as the Ugo LaMalfa of the Weimar Republic.** Among the most influential German figures of his time, Schacht most closely duplicates the position of Admiral Canaris, the Anglo-American agent who headed German Intelligence under Hitler. Like OSS chieftan Allen Dulles' tame Ugo LaMalfa, both Canaris and Schacht were thorough Atlanticists, and leading protégés of both the Anglo-American financiers and of such agents of the "Occupying Powers" of the Allied Armistice Commission as the National Civic Federation's Hamilton Fish Armstrong (today's Brookings Institution and the continuing Russell Sage Foundation organization are among the most directly relevant organizations of today for Armstrong's role during the interwar period in Europe.)

Like the modern LaMalfa — whose career is directly modelled on that of Schacht's Weimar role — Schacht headed up a tiny party of his own sponsorship, the German Democratic Party. Although never a significant party in its own right, Schacht's Democratic Party — a tiny splinter — played a significant, keystone role in repeatedly (to use plain

Americanese) "screwing up" the honest efforts of the legitimate major parties. Schacht, for example, played a major role with the aid of his Democratic Party pawns in initiating the downfall of the Weimar Republic from 1928-1929 onwards, and was the direct sponsor of the post-1933 career of Adolf Hitler — just as Ugo LaMalfa plays a similar role for his Atlanticist masters in Italy today.

To fully understand Schacht's Weimar and later roles, one must know a few ABC's concerning Anglo-American financiers' control of broad strata of agents within Germany from the pre-war Kaiser's regime onwards.

During the pre-1914 period, the principal penetration of Germany was British-controlled, although the Rockefeller family had its own direct connections through I.G. Farben (vis a vis Chile, etc) and I.G. Farben's own key man in German Intelligence, Colonel Nikolaev. Thus, for short-hand purposes, it is sufficient for most cases to identify the direct British connections and let it be understood that the U.S. Atlanticists were junior partners on the way to becoming dominant partners in this Atlanticist arrangement. However, in using such an approximation it is essential to emphasize that both Schacht and Canaris had major direct links to U.S. patrons, most notably the Rockefeller family.

Broadly speaking, there were two principal lines of British intelligence services' penetration into the Kaiser's Germany. One of these, mainly focussed upon certain leaders of the Social-Democracy and trade-union organizations, was coordinated through the British Foreign Office's major project, the Fabian Society. A recently-published West German book, producing letters exposing August Bebel as a British agent, is exemplary. The cases of Eduard Bernstein, of the Bavarian SPD leadership, and of the German General Trade-Union Commission are also exemplary. The fabulous Alexander (Parvus) Helphand's career as first a British agent, and then as Anglo-German double-agent (1893-1919) was a direct by-product of this side of British operations.

The second principal channel of British intelligence penetration was through direct British financial and other links to opposite numbers among aristocratic and financial interests in the Kaiser's realm — a comprehensible complication of the way in which Bismarck forced through the consolidation of Germany under Prussia.

The case of Admiral Canaris is noteworthy in documenting the kind of arrangements under which the similar Schacht functioned, a connection of the second type.

Canaris comes to light of historical accounts after his 1915 interment in Chile, following the bottling up of a German cruiser to which he had been assigned in a Chilean port. Through the joint Rockefeller-Farben network established by Colonel Nikolaev in Chile, Canaris was aided in escaping from his Chilean interment camp to Buenos Aires, where,

with the aid of the Von Buelow family and the British embassy, he was given a new forged passport and passage on a Dutch ship back to the continent, with blockade-inspection holdover in Plymouth, England. Back in Germany, Canaris was assigned to German intelligence (thus coming into association with Karl Korsch, Friedrich Ebert, Scheidemann, and the German military intelligence's Parvus operations).

Canaris rose rapidly and was at the end of the war associated with the staff of General Von Hoffmann, and had direct supervisory roles for the Freikorps operations around Berlin. In the midst of this post-war development, a most instructive further event shaped the later career of Canaris.

During and immediately following World War I, U.S. Intelligence was placed under the direction of a social-work organization, the Russell Sage Foundation, a foundation which was adjunct to the principal U.S. Atlanticist organization, the National Civic Federation. Hamilton Fish Armstrong was the best known responsible figure coordinating the European post-war activities of this private control of U.S. Intelligence operations. Curiously, in the course of the armistice arrangements, the Russell Sage Foundation contributed the draft of an adopted proposal under which the German Naval Intelligence's famous "Marine Transport Unit" became the only unit of the German military not to be substantially reduced under direction of the Allied Occupying Powers.

This same "Marine Transport Unit" had been key in the German Intelligence operations around Parvus' Eastern European project to engineer a bourgeois-democratic revolution in Russia, place reduced great Russia under British suzerainty and place an "independent Ukraine" under shared German and British control. Canaris, coordinator of the Freikorps operations for German Intelligence, and later direct coordinator of the frame-up against Soviet Marshal Tukachevsky, was placed in command of that unit. Many of the purported "mysteries" of the 1930s and 1940s of the Nazi period — including the holding back of German Gen. Guderian's tanks from wiping out the Allied Forces at Dunkirk in 1940 — are linked to the career of Canaris.

From the end of the First World War, Hjalmar Schacht's political operations were complementary to and often interfaced operations in which Canaris was key. (There is strong evidence to the effect that both Schacht and Canaris were linked to the 1940s British Intelligence-coordinated German Resistance, to the von Stauffenberg plot against Hitler, and that this British network interfaced and secretly controlled much of the "Rote Kapelle" operations.)

Just as the British Intelligence end of the Atlanticists was chiefly responsible (with U.S. support and French, later-Vichyite, complicity) in putting Mussolini into power in Italy (both Winston Churchill and the U.S. Deweyites — from which Sidney Hook springs — were enthusiasts for Mussolini during the 1920s), the appointment of Hitler to the German Chancellorship was a Schacht proposal which was cleared with certain British Atlanticists and the Rockefellers and others in New York City before pushing the project through with German industrialists. Incidentally, it was a Rockefeller-allied bank, the Schroeder Bank, which processed the funds collected for Hitler's backing in this project.

It was not accidental that Hjalmar Schacht escaped the noose at Nuremberg. Nor was it accidental that Schacht and his son-in-law, SS Colonel Otto Skorzeny, emerged into the post-war period as protégés of the Rockefeller family's Dulles brothers, with both Schacht and Skorzeny involved in Dulles-directed operations in Egypt, and Skorzeny, later a neighbor and acquaintance of F. Reid Buckley of the Latin American CIA operations Buckley family, should have heavily interfaced the Nazi Latin American network which the modern CIA took over from the Rockefeller-directed wartime CIAA (Office of the Coordinator of Inter-American Affairs.)

It was not accidental that the West German-based end of Atlanticist political intelligence networks should be directly linked to the leadership of the Communist Party of Italy (PCI) — despite a recent opposition to the PCI in government from German echoers of U.S. Atlanticist policies on that issue. The fathers of Enrico Berlinguer and Giorgio Amendola were British agents associated with such famous figures as Luigi Einaudi, Sr., and were collectively directly linked to the British effort to push Mussolini into power. The father of Sergio Segre, according to a recent statement by Ugo LaMalfa, was also in this circle. (Thus, the links through LaMalfa, to the fascist family of the Fiat's Agnelli is not so peculiar, after all). Berlinguer and Amendola, who entered the Communist Party of Italy as British planted agents, were later transferred to the OSS control of Switzerland-based Allen Dulles, along with Riccardo Lombardi (now of the Socialist Party of Italy), Ugo LaMalfa and others. Since that time, LaMalfa, Amendola, Berlinguer, Segre, Lombardi, and others have been U.S. agents directly linked to the Rockefeller branch of the CIA and related operations. These Italian operations of the CIA were directly linked to the Germany-based network at many points, including the cooperation between Leo Bauer (of the SPD) and Sergio Segre in creating the legalized present German Communist Party — as a preemptive effort of the CIA and NATO Intelligence to prevent the reconstitution of an actually communist-controlled communist party.

In short, to use modern images, Hjalmar Schacht was for his time essentially a high-placed "CIA operative" of the Allied Occupying Powers of Germany, whose influence was principally the result of that backing, and whose competence was by no means that of a banker or economist, but the special skills of a gifted swindler. Schacht's economic theories represent no more, in fact, than an elaboration of the "basic economic theory" of an extraordinarily crooked used-car salesman.

This judgement of Schacht's alleged professional competence is absolutely no exaggeration as we shall shortly see.

World War: Myth and Reality

The creation of Nazi Germany by the initial backing of the Rockefeller family and others is a fact which begs the question: How was it, then, that Adolf Hitler, an Atlanticist puppet, became the principal enemy of the U.S. and Great Britain during World War II? An understanding of Hjalmar Schacht's and Adolf Hitler's monetary policies is absolutely key to that problem.

Atlanticist backing for Schacht's protegee, Adolf Hitler, had two principal objectives. More immediately, the entire

structure of pre-World War II imperialist debt rested upon the foundation of the reparations debt imposed upon Weimar Germany by the victorious World War I Allied Powers. From 1923 through 1928, through combined debt-payments rescheduling and U.S. credits, Weimar enjoyed a modest recovery. As a result of the 1928-1929 speculative crises and inevitable crash, the capacity of the U.S. economy to issue further credit for support of world trade was curtailed, and the world economy began a chain reaction collapse leading directly and inevitably into the consequences of 1931 and of the 1932-1934 period.

All of Schacht's alleged "wizardry" of the 1923-1928 period, including the notorious Rentenmark caper, were nothing but a pawn's moves at the behest of the controlling chess-player, the Atlanticist financiers. The Rentenmark, for example, is a direct model for the "Resources Bank" swindle which Rockefeller protege Henry Kissinger has lately proposed to the developing sector. The essence of the Rentenmark was a ruse for hypothecating German real assets as security for (principally) U.S. bankers' loans to Germany: without that U.S. credit, the Rentenmark would have been nothing but the most ignorant schoolboy's attempt to introduce the principles of masturbation into monetary practices.

During 1928-1929, since the Weimar Germany economy remained above the breakeven point only through a massive proportion of industrial exports, the collapse of U.S. credit-expansion for support of world trade meant a sudden collapse of the German economy below that breakeven point. Since Germany, after 1928-1929, was not producing a national absolute profit, Germany had absolutely no margin of national income which would be allocable to maintain its foreign debt obligations — without drastic slashes in real incomes and social services at the expense of the German population.

Schacht's 1928 "wizardry" amounted to no more than a proposal to drastically cut wages and social services as a trick for maintaining payments to foreign debtors, the same sort of ignorant landlord's "Big MAC"-type proposal. Thus, Chancellor Schmidt immediately emphasized: "We must concede with the greatest pain that, albeit with the most terrifying goals and with the worst instruments, in the final analysis, it was first Schacht and Hitler who drew the correct consequences from the monetary standpoint." In fact, the modified version of Schacht's 1928 austerity which was implemented under Adolf Hitler was just that, a slightly modified version of the crude ("Big MAC") swindle proposed in 1928.

The specific problem of Schacht's 1928 proposal was solely that it resulted in massive unemployment. It was not this unemployment which concerned Schacht's Atlanticist backers (although it did concern various strata in Germany for varying reasons): it was the fact that collapsing employment meant that the thus-dwindling amount of total looting of both industrial capacity and of the population was insufficient to meet foreign debt-payments! Therefore, by restoring to forced-draft employment, including the slave-labor Nazi primitive *Bauarbeit* projects, the rate of per capita looting of German bodies and industrial capacities was increased. Again, not an economic solution to the insufficient production of wealth, but a simple mercantilist's swindle.

However, over relatively short periods, such a modified version of "Big MAC" fascist swindles fails even more miserably than the Bruening and Von Papen versions, as even the most low-browed Nazi Labor Front officials began to discover and to point out to Hitler from 1936 onwards, **bringing about the dismissal of the incompetent Schacht.**

The problem was this: the apparent short-lived success of Schacht's 1933-1936 "solution" was based on the mere fact that the rate of economic looting of stored-up wealth of German bodies and industrial capacity was increased per capita by forced-drafting uneconomical usage of German labor and industry. The result, a kind of cannibalistic turning-inward of inflation against the body of the affected economy, was that combined speed-up, fixed wage rates, decreasing quality of products per deutschemark of purchasing power, failure to replenish worn-out physical productive capacity, and pyramiding of long-term illiquidity brought the Nazi German economy to the point of internal crisis in 1936 such that two divisions of French troops walking easily over the French border into the Rhineland (in response to Hitler's desperate violation of the armistice agreements), would have brought about the immediate total collapse of the Hitler regime.

Without German military conquests, Schacht's policy would have brought about immediate collapse of the German economy sometime shortly after 1936.

Thus, the first, immediate objective of Hitler's New York City and London backers was to stabilize Germany's external debt-payments, using the vicious Nazi machine of Adolf Hitler as the only existing instrument capable of delivering that result.

The second objective, openly mooted in leading U.S. circles from the 1936 Roosevelt election campaign, was the Atlanticist military objectives for their puppet, Adolf Hitler. (I, then a fourteen-year-old youth, vividly recall lead articles from my subscription copies of the *Pathfinder* of that year to this point.)

The key to Atlanticist military policies for their Hitler puppet is the Anglo-German Parvus project of 1915-1917. Certain forces among British Atlanticists had reached the conclusion that only the colonization of Eastern Europe, especially Russia, could provide a viable material basis for reviving the already-waning British Empire. Lacking the direct military means to accomplish this, the relevant British circles — with increasing concurrence from certain New York-based circles — adopted the policy of utilizing German military potential to accomplish British objectives. Thus, Parvus was successfully insinuated into the confidences of German intelligence beginning in mid-1915 — after unsuccessful earlier efforts to the same end.

It was for this reason that the French Army did not go into the Rhineland in 1936. It was for this reason that the Munich agreement — inexplicable from a military-strategic correlation of forces at hand at that time — was enacted; that Admiral Canaris was ordered not to proceed with his army project for overthrowing Hitler, and that the initial phase of the Western Front War of 1939-1940 was described as a "phony war." It was because of Stalin's real, if foggy perceptions of this pattern that the Hitler-Stalin pact as adopted: Stalin, rightly fearing a joint Allied-Nazi War against the Soviet Union, attempted to place in Nazi hands the means for

Hitler's turning first against France and Britain. This is not to imply that Stalin was anything resembling a genius in this matter: he was enormously credulous as the Tukachevsky affair illustrates. The fact is that the outlines of the plot were **that obvious**. Stalin's efforts to divide his opponents were also obviously a delayed reaction to the British and French allies rejecting the Tukachevsky plan and rushing into the clear signals of policy in the Munich agreement.

Weimar Germany and its fascist movements, originally created by Atlanticist intelligence agencies working through the Occupying Powers in Berlin, did not come to such a posture accidentally. From the beginning of 1919, at the latest, as today, Atlanticist policy for Germany was to use that nation as a gambit-pawn of "forward defense" for containment and invasion of the Soviet Republic. This project proved unfeasible during the immediate post-war period, and thus was deferred without being abandoned. The basic British policy as embodied in the essential points of the Parvus plan, has never been abandoned since by the hard-core of Atlanticists.

This is not to imply that the immediate current objective of Rockefeller and his allies is an actual invasion of the Soviet Union. As the Schlesinger Doctrine appropriately emphasizes, Rockefeller's immediate military objectives are a crushing of all political opposition to his fascist economic schemes within both the advanced-capitalist sector and the developing sector. The danger of general thermonuclear war during either the immediate weeks ahead or no later than the summer of 1977 arises, first, because Rockefeller envisages a 1962-style capitulation of the Soviet leadership to a thermonuclear showdown as the most efficient means for terrorizing Western Europe and the developing sector into total submission; and, second, because Rockefeller and other circles foresee that 1977 is the last possible opportunity for a successful thermonuclear showdown with the Warsaw Pact. Because those Rockefeller forces are maddened by their current financial desperation, they are acting as blinded lunatics to the fact that any such confrontation as they propose inevitably means immediate general thermonuclear war.

Thus, from 1936 onwards Atlanticist Nazi policy shifted to a posture of using Hitler as a "breakaway" or "outlaw" ally — just as the Rand Corporation has proposed to employ Israel's Dayan-Peres and South Africa's Vorster of today. Hitler, militarily contained in the West, was to solve his internal economic problems by looting in the Balkans and to the East, and, after the attrition of fighting a war against the Red Army, both the Nazis and the conquered Soviet Union were to be subjected by the waiting Atlanticist military forces and their credulous French allies. (The Maginot Line was not merely a piece of military-strategic stupidity among relevant French military and related circles: it was the replacement of policy of preventing German military revanchism — the policy of Clemenceau, et al. — by a policy of permitting Hitler to re-arm within a Western-fixed containment.)

As we have emphasized in other treatments of this general problem of Nazi World War II policies, the Atlanticist creation of the Nazi Frankenstein as a military power in Germany produced a monster which could no longer be

controlled as a mere puppet of the sponsoring New York City-based and London-based Atlanticist forces. Hitler, from mid-1940 onwards, became visibly a greater danger to Atlanticist power than the conquest of Russia represented an urgent material necessity for those same Atlanticists. Hence, the abrupt mid-1940 change in Atlanticist policies leading into the later developments of that war.

Once Schacht and his Atlanticist backers had created the Hitler-pest on the basis of Schachtian monetary policies, the sequelae, including the slave-labor death-camp systems, followed as inevitable, rigorously determined consequences of Schacht's monetary policy. To support Schacht's monetary policy, which requires then as now a certain type of political regime, is to commit oneself to the same and worse crimes which the Nazis accomplished during the period following Schacht's formal degradation — for reasons of incompetence — from power.

Why Bankers Become Fools

In such exemplary cases as Nelson A. Rockefeller, we are encountering men who are flagrant liars, and whose stupidity is matched only by their lack of human moral criteria and impulses. Nelson Rockefeller and his sort are moral lunatics, to whom no monstrous crime against humanity is forbidden by conscience. Among many West German bankers, industrialists and other relevant present sympathizers of the Hitler-Schacht policy revival, we encounter a somewhat different sort of moral-intellectual problem. These frightened men and women, caught between their cultivated horror of Soviet tanks and their greater fear of New York City, are hysterically evading their consciences' voices because: (a) they believe that a Hitler-Schacht monetary policy is the only choice available to them; and (b) they desperately and probably devoutly wish that somehow there might not be a rigorously necessary connection between such monetary policies and the "terrifying goals and worst instruments." They, like some other former liberals in New York banking circles, and certain Jewish circles around the American Jewish Congress, are acting today like so many Germans of 1933-1945 because — in part — they cannot understand the actual nature of and available solutions for the current global capitalist monetary collapse.

Like most capitalists and pro-capitalists, these unfortunate people are supporting fascist global policies and adventures because they do not understand the ABC's of capitalist economics. Thus, they fall into the wake of fascist Milton Friedman and Atlanticist ex-liberal Abba Lerner as admirers of the swindler Schacht.

I must temper my judgement of today's leading West Germans in light of what I know to be the foreign pressures acting upon them, including certain manipulations of the neurotic hysteria on the "Russian question" radiating into that population from among both about 20 million post-war immigrants from the East and from the families of those who believe that their fathers probably committed some mysterious horrors on the Eastern Front during the last war. It is typical, for example, to hear a German of today closing out the facts of Dresden, Hamburg, Bremen and so forth with the hysterical observation: "But, that time, we were on the wrong side." The Atlanticists' approved doctrine for West Germans is a focus on the terror of the enraged Red Army

troops who moved into Hitler Germany at the end of the war — after having passed through the Eastern European areas recently occupied by the Nazi machine. The West Germans — according to approved Atlanticist Doctrines — are supposed to forget that it was Schacht and Hitler who brought these horrors upon them, and that it was the Occupying Powers who created such postwar horrors as the "Turnip Winter" of starvation. I, for one, will not fall into the obscenity of national chauvinism on this issue. The source of this horror is not Helmut Schmidt, and so forth, but Nelson Rockefeller, David Rockefeller, John D. Rockefeller III, George Ball, John Connally, Ray Cline, Jacob Javits, Marcus Raskin, Ronald Reagan, Henry Kissinger, James Schlesinger, and so on.

If we of the United States eliminate the power of the Atlanticist fascist monsters at home, and free West Germany from that pressure, then I am confident of positive developments from within West Germany — the same developments which were predominant prior to the Rambouillet conference of last November.

If the Paper Evaporated..?

Any intelligent working man or woman can quickly understand the basic proof of the widespread stupidity now prevailing among bankers and most politicians. The following illustrations make the essential points.

First, let us imagine — **only imagine** — that all paper representing financial debt were to be repudiated across the board, leaving only equity titles to factories and so forth with legal authority. With the real economy remaining in legal force, would there be a comprehensive solution to the current depression? Absolutely, no real problem would be in the way, of not only total recovery, but of the greatest economic boom in world history!

Economics is fundamentally based on the matching of productive capacities (farms, mines, factories) and channels of distribution with productive labor. To put an existing economy into continued motion it is merely necessary to match total personal income payments with personal consumption commodities production, and to expand total production beyond that amount for the purpose of producing capital-investment commodities. Given existing capacities and also the immediately realizable means for modernizing and expanding capacities in agriculture, mining, other extraction and industrial production, even with the obsolescence and related rickety-ness of much of our productive capacity, we have the physical capacities necessary to launch the greatest production expansion in world history.

If, then, all existing debt paper were invalidated, it would be no principled difficulty to establish a new monetary system on the basis of credit issued for discounting and rediscounting the relevant production orders involved in getting production under way again.

That solution to the current world depression is entirely practicable, and, moreover, is the only type of solution for the present crisis. Why, then, is it not under way? Why must production continue to collapse in the face of growing material want? Why are so many sections of basic industries collapsing under obsolescence and lack of proper basic maintenance? Why are real incomes collapsing? Why are basic

medical and hygienic services being cut, even at a time which a global biological catastrophe has begun to emerge? Given the fact that a direct and practicable solution to all these problems immediately exists, is not the current policy of the U.S. and other culpable governments not essentially insane and even criminal in implications?

In part, the source of the difficulty is the wilful wickedness of the leading Atlanticists. In part, it is also a fruit of the mere ignorance of the ABC's of economics among most leading circles.

To state the same point in other words: The delusion prevails among professed economists and others that the system of paper values directly corresponds to some essential reality of capitalist economy. This delusion persists, even to the point of hysterical obsessiveness, and even in the face of the sort of illustration we have given above. What these foolish, miseducated officials and academics refuse to understand is that, defining a capitalist economy as capitalist ownership of the institutionalized means of production and distribution, it is quite feasible to wipe out entire masses of debt-holdings and other secondary and tertiary papers, and to create quickly entire new credit and monetary super-structures — monetary systems — essentially by a wilful act of governments.

Keynes and Schacht

It is relevant to this point to note that numerous governmental and other officials lately emphasize the fact that the principal source of increase in the number of professed devotees of the fascist Schacht is from the ranks of formerly liberal admirers of the British monetarist John Maynard Keynes. The pro-fascist Milton Friedman of Chicago, the advocate of current Brazilian and Chilean fascist economic policies, could scarcely be termed a former liberal, and was rightly held in contempt for his lack of mental powers by such leading Keynesians as Mrs. Joan Robinson. However, Rockefeller protegee Abba Lerner, despite his close association with the wretched Sidney Hook, does have credentials as an official Keynesian and former liberal, preceding his present admiration of the fascist Schacht and his notorious admiration for the Brazilian model. Recently, the number of Keynesians who have gone over to open support of Schachtian fascist monetarist doctrines has significantly expanded.

This susceptibility to fascist monetarist doctrines among Keynesians is not accidental. Despite secondary differences in derived aspects of their doctrines, Schacht and Keynes proceed from the same axiomatic assumptions, and reflect the same utter ignorance of the existence of a real economy underneath the chain-letter nonsense of a monetary system without a controlling gold-reserve-ratio. Whenever the point is reached at which a Keynesian monetary system becomes bankrupt in fact, Keynesians tend to become Schachtians and to reject their former liberalism for fanatically fascist views.

It was not irrelevant to the popularity of Keynesian views among former academic circles that these delusions were most readily accepted among paper-shuffling bureaucrats and among overaged college students who have never performed a productive day's labor in their life.

The industrial worker, the farmer, knows that his labor

transforms certain raw materials and so forth into a finished material product, a part of the total spectrum of produced tangible wealth on which the material existence of the economy and its population depends. The service worker, the truck driver, the railway worker, the airconditioning installer, and so forth, also has a sense of getting things done and making things work. Consequently, even though such strata of the population may become infected with popularized monetarist nonsense through school and ignorant press reports or through the speeches of political windbags and bankers, underneath these induced illusions, people who perform productive labor and useful services as a way of life have a basis in personal experience for understanding a real economy.

In contrast, consider the case of the college student who goes directly to college from a pampered suburbanite household, and who then becomes a professor or some sort of paper-shuffling bureaucrat. These, not astonishingly, are the layer who talk most freely of the "lazy workers" in today's steel and auto factories, like the drunken, overpaid tourists, who after rolling in the fleshpots of Italy's "La Dolce Vita" circuit, return to the U.S. and various European cocktail circuits to confide that the "problem with Italy is..." What do such people, sipping their cocktails and nibbling hors d'oeuvres at business luncheons, suburbanite cocktail parties, faculty meetings, and Rockefeller sponsored foundation or commission meetings know of real economy? To such people, reality, what seems to measure success or failure in their petty lives, is the shuffling of paper, the ritual repetition of approved verbal formulae, the shaping of ignorant prejudices. Like the wretched Rand Corporation "linguist," Noam Chomsky, the "science" symbol, of paper, is the only reality which exists for them.

The first principle of real economy is the increased production of tangible forms of useful wealth. If the total of this wealth produced permits an improvement in the existing prevailing standards of personal consumption and leisure opportunities for the entire population, and suffices to maintain and improve agricultural and industrial productive capacities, then society is on a stable basis. Any increase in usable forms of tangible output above such requirements represents an absolute profit to the society, the margin of increased profit which makes the capitalist system function when it is properly functioning. If the rate of output of wealth falls below such requirements, then society is not producing any profit, and is headed for disaster.

This increase, as any skilled worker or farmer knows, is based on advances in technology, which, in turn, are subsumed by advances in scientific knowledge. Furthermore, the object of sane economy is to increase the margin of absolute profit of the whole society while at the same time advancing the standard of average personal consumption and leisure. This is done by introducing relatively advanced forms of productive technology in such a way as to increase

the average productivity of production as a whole. This same approach enables society to supersede its dependence upon depleted natural and other resources by shifting to new kinds of resources.

Any economic or monetary policy which furthers such objectives is more or less sound; any monetary policy which does not satisfy such criteria is incompetent, and ultimately downright insane. If the existing monetary system does not permit the indicated sort of policies, then that monetary system must be scrapped and a new appropriate monetary system established to replace it.

However, to the Keynesian or the degenerated Keynesian, the Schachtian, the existing monetary system, as represented by the existing mass of financial debt-obligations is what is primary. To the Schachtian, the economy is merely a means to serve the monetary system. Whereas to the point of view of industrial capitalism, the sane view shared by workers and farmers, the monetary system exists merely to serve the economy.

The Rockefeller faction among Atlanticists has two distinguishing features which make it particularly insane by disposition, and particularly, intrinsically fascist in its outlook. The distinction of the Rockefellers is that their orientation to production emphasizes raw materials, e.g. the simple looting of nature, while otherwise their approach and self-interests are purely monetarist in form: the transformation of paper assets into more paper assets. It is a historical fact that any aspect of capitalist power oriented to the notion that raw materials represent the basis of wealth has a characteristic tendency to be ignorant of the realities of production and monetary policy generally. (This problem infects OPEC nations, to whom the magical transformation of a few dimes' worth of petroleum at the well-head into ten dollars or more of commodity, through actually insane monopolistic practices, has made those OPEC nations in part so susceptible to manipulations by the Rockefellers and related interests.) Added to this distinguishing incompetence of the Rockefeller group generally, there is the past decade's emphasis on the purely monetarist swindle as the conception of wealth-production.

This ignorant, actually anti-human conception of wealth finds a ready audience among the flatulent, chair-bound paper-shufflers and windbags of the bureaucracy and academic faculties.

Thus, in order to attempt to save a bankrupt monetary system, the Rockefellers and their wretched camp-followers and other stooges are prepared to slash world production levels, unleash international waves of blind terrorism, use weather control and manufactured earthquakes as tools of political warfare against friendly nations, launch regional nuclear wars as a mere matter of political deployments, and to wipe out a major segment of the present world's population through diseases and wars, merely so that Rockefeller et al. will not have to suffer a loss of their bookkeeping wealth. Now, they demand Hitler and Schacht.

Modern Day Nazis Agree: 'Hitler And Schacht Were Right'

May 21 (IPS) — Immediately after West German Chancellor Helmut Schmidt announced May 21 that "Hitler and Schacht drew the correct consequences from the monetary crisis," the U.S. and European Labor Parties contacted thousands of government and banking officials, labor bureaucrats, politicians and journalists, demanding they take a stand on this open declaration that Nazism is now at the top of the agenda for the Rockefeller-led financiers who ordered Schmidt's speech.

While some individuals were horrified and ready to take action, many asserted they would not only do nothing to stop the rebirth of fascism signaled by Schmidt, but that they were in wholehearted agreement with the West German Chancellor's statement.

As the Labor Party knows better than anyone, the U.S. working class in particular has no sympathy with fascism, nor has it historically. The statements of support for Schmidt's Nazi declaration from especially U.S. government and trade-union officials reflect only an obedient "following of orders" — orders handed down by the fascist organizers of the international Rockefeller cabal.

IPS provides here a grid of selected responses to the Schmidt statement, part of a first installment of a roll call for the next Nuremberg Trials.

Not included in this summary survey are those Nuremberg criminals who, like top Atlanticist investment banker George Ball and New York City Big MAC dictator Felix Rohatyn of Lazard Freres refused to make any public statement.

U.S. Government Officials and Politicians

Mr. Kurze, International Economics Division, U.S. State Department: "Whether we like it or not, Hitler and Schacht figured out how to solve the crisis...Schmidt is thinking about the first phase of the Hitler program, public works and stuff like that...In this particular situation Hitler and his boys got us out of the doldrums. It's not so bad."

Mr. Edmund G. "Jerry" Brown, Governor of California and U.S. Presidential candidate (through a campaign staffer in Maryland): "Well, on the surface that sounds pretty horrible, but it is what has to be done...Actually, our policies are neo-fascist."

Mr. Frank Church, U.S. Senator from Idaho, Presidential candidate (through Mrs. Macy, at his office in Boise, Idaho): "Labor Party? We've been expecting you...A lot of Hitler's policies weren't necessarily bad..."

Mr. George McGovern, U.S. Senator from South Dakota (through his press aide, Mr. Baron): "Thank you, but I don't have time to talk to you."

Mr. Coleman Young, Mayor, Detroit: "I don't know anything."

Mr. Charles Diggs, Representative, U.S. Congress, Detroit District 13: "I don't care to comment."

Banking and Business Leaders

Mr. Walter Wriston, Chairman Citibank (through a spokesman in the bank's Public Relations department): "You can put us on the list. We won't denounce Schmidt."

Mr. Ernst Wolf Mommsen, Former chairman of Krupp and a close associate of Nazi Minister for War Production Albert Speer: "He's absolutely right. Mr. Hitler gave a lot of work to

people. He got people off the streets...One year later the world depression was finished...You see, my position is very clear."

Mr. Karl Kaysen, European Director, Trilateral Commission: "There was a tremendous coherence between the economic policies of Schacht and of Roosevelt and the New Deal. It's just Keynesian economics."

Mr. Ernest Sturc, Director for Trade and Exchange Relations, International Monetary Fund: "What Schmidt is saying is what (IMF Director) Witteveen has said over and over again. Today our deputy managing director is saying the same thing in Nairobi. The State Department has said it too, many times. All it really means is the expansion of German money supply to help out neighboring countries."

Mr. John McCloy, Sr., Former High Commissioner of the Allied Occupation of Germany, former World Bank President, former Chase Manhattan Bank Chairman: "Schmidt and Brandt and I have very long and very, very close relations."

Mr. Robert Mundell, Professor of Economics, Columbia University: head of the Siena Group of international financiers: "Schmidt is only arguing that Schacht's policy of high government spending was a successful form of Keynesianism. But that's not new...Of course, I'm not defending all of Schacht's policies. I would not defend, for instance, his trade and foreign exchange policies."

Mr. Fleischer, Assistant to Ludwig Poullain, chairman of the Westdeutsche Landesbank: "I don't know why Hitler (sic) used those names, Schacht and Hitler...Schmidt really means that the policy was correct in 1933-34 alone, without the rest of Hitler's policy. Schmidt is concerned with increasing state expenditure to boost the economy. Hitler used that policy at the right moment."

Trade Union Officials

Mr. Horace Sheffield, Administrative Assistant to Leonard Woodcock, President of the United Auto Workers: "That's not my province...If it's okay with the international (union), it's okay."

Mr. Joseph Gillelmand, President, UAW Local at Fisher Body, Pontiac, Michigan: "No comment until I hear from Woodcock."

Mr. Sidney Casey, Business Agent, Amalgamated Meatcutters Local 81, Seattle: "Hjalmar Schacht has been proven correct over the years...An economic policy can be quite effective as such quite apart from Hitler...After all, dollar bills aren't political."

Mr. Buddy Battle, International Executive Board Member, UAW: (On the relationship between the Schmidt speech and the Humphrey-Hawkins Bill:) "If it's fascist, so be it. It's the policy of the U.S. labor movement."

Mr. David Benjamin, President, United Auto Workers local at Flint Chevrolet: "I have no reservations about the Humphrey-Hawkins bill...or the Schmidt statement."

Mr. Sam Fishman, Director of Michigan UAW CAP and Democratic National Committee member: "Get out of here before I have to shoot you down." (Fishman then assaulted the Labor Party representative.)

Press

Mr. Chris Hovey, Editorial Board, New York Times: "I am a

personal friend of Schmidt's, and he wouldn't say that...Oh in that context. Why are you calling me?

Mr. Leo Coughlin, Foreign Editor, the Baltimore Evening Sun: "I don't give a shit. I don't give a good goddamn. I could give a fuck."

Mr. John Oppedahl, City Editor, Detroit Free Press: "I don't care about Germany or whether nuclear bombs fall on the U.S."

Mr. Edwin Dale, Economics writer, The New York Times: "Schacht's policies had to do with the Central Bank printing up money (sic)....New York City can't do that!"

Mr. Clayton Fritchey, syndicated columnist and promoter of Democratic Presidential hopeful Jimmy Carter: "I don't

think there is any neo-Nazism in (Schmidt's) Social Democratic Party. Schmidt probably made a slip of the tongue, like Jimmy Carter's 'ethnic purity' slip...Schmidt shouldn't have said it — but it wouldn't go further than a one-day wonder in the press..."

Paul Banker, Managing Editor, "Sunpapers" (Baltimore): "This doesn't sound like news; maybe if I was in Germany I'd print it. I don't think Schmidt was endorsing Hitler with the statement. If you say Mussolini made the trains run on time, you're not endorsing fascism."

AP and UPI foreign and national desks in New York: "The story is insignificant."

U.S. Workers Say No To Fascism

May 21 (IPS) — While Rockefeller's allies in banking, government, labor, and the press proclaimed their adherence to West German Chancellor Schmidt's proclamation that "Hitler and Schacht were right," others around the world reacted with outrage when informed of Schmidt's statement by U.S. and European Labor Party organizers.

Workers across the U.S. resoundingly confirmed U.S. Labor Party Presidential candidate Lyndon LaRouche's statement: "I know the U.S. working people. They will act to stop fascism with debt moratoria and other measures." Responding to the U.S. Labor Party's mass mobilization, a U.S. Representative and a New Jersey State Senator issued sharp criticisms of the Schmidt speech (see accompanying box). In Europe business leaders condemned Schmidt's public call for a new Third Reich.

The Labor Party immediately responded to Schmidt's statement with a 500,000-run leaflet titled "No Nazism Again! We Are Looking Into Hell," with 425,000 distributed so far. Among the most readily mobilized strata were those on whom the Rockefellers would otherwise depend to support a U.S. war effort: war veteran organizations, Jewish organizations, and members of the armed forces.

Again and again organizers were told, "I fought fascism once before, in Germany, France...we won't let it happen again." Along with leaflet distribution, sales of the Labor Party newspaper New Solidarity reached a record high of 42,500 last week, with many workers literally giving "the last dollar in my pocket to fight fascism."

Veterans groups in 20 states and 50 cities were hit with Labor Party leaflets, and officials of over 200 posts of the Veterans of Foreign Wars, American Legion, Jewish War Veterans, and Disabled American Veterans were contacted. In not one case did these organizations and officials respond with anything less than complete seriousness to Labor Party briefings on the Rockefeller attempt to impose fascism again. Five thousand leaflets have gone out through organization channels in these veterans' groups. Said one American Legion post commander: "The last time I talked to you, you said Ford would get assassinated. Then I went to a Minnesota Legion meeting and it almost happened. Ford should impeach Rockefeller and Kissinger now — this country could be leveled at any minute. Give us those leaflets."

Jewish residents nationwide have responded dramatically to the threat of another Dachau. In the Oak Park section of Detroit, Labor Party organizers polarized the entire neighborhood and sold 134 copies of New Solidarity, 49 Cam-

paginers, and collected \$18 in contributions. Ninety angry phone calls to local Nuremberg criminals were generated in this one neighborhood.

Industrial workers in the Labor Party's "high penetration" areas were quick to identify the link between Schmidt's statement and the concentration camp conditions in their own plants. At the Chevrolet plant in Flint, Mich., for example, workers took batches of leaflets after hearing that UAW local 659 president Dave Benjamin had declared he had "no reservations" about the Schmidt declaration.

Swiss Banker: "He's Crazy!"

Some European bankers were sane enough to recognize that the Schmidt statement would only trigger mass opposition from the working class. Said one top analyst at the Swiss Bank Corporation, "Schmidt's crazy, absolutely crazy. We know what this leads to...But the current international situation isn't at all what Hitler and Schacht faced. There is built-in opposition to fascism. This time they won't be able to gas people in the concentration camps. We can be happy about Soviet strength," he added. "I hope you create hell with this. Spread it all over. Schmidt acts like an idiot sometimes, but for this he really should be, sort of, hung."

NEWARK, May 18 (IPS) — New Jersey State Senator John Fay called on the U.S. Congress and President Ford to denounce the speech of West German Chancellor Helmut Schmidt supporting the economic policies of Adolf Hitler, in a statement released here today.

Fay is the second elected official to publicly criticize the Schmidt endorsement of Hitler. Yesterday on Capitol Hill Texas Democrat Rep. Henry B. Gonzalez stated: "Schmidt is a neo-fascist. I think he was once a Nazi. I've always been suspicious of the man."

The partial text of the Fay statement is as follows: "We the undersigned denounce and call upon the U.S. Congress and the president to denounce the May 11 statement of West German Chancellor Helmut Schmidt in praise of the 'monetary' policies is well known. There must be an end to the U.S. press blackout of Schmidt's full speech."

"Furthermore, we call on Congress to demonstrate support for an immediate peace conference of responsible Israeli and Arab leaders — a commitment to cooperation for joint regional economic development. We deplore the step-by-step diplomacy toward nuclear war of Secretary of State Henry Kissinger and call on President Ford to take the necessary steps for his immediate removal from office."

Levi And Assassin Team Cornered!

USLP Legal Offensive Forces Investigation

NEW YORK, May 23 (IPS) — For the first time ever, the U.S. government has been forced to launch an official full investigation into a major ongoing "Cointelpro" assassination and terror operation. On May 21, the head of the Federal Bureau of Investigation's Civil Division in Cleveland, Ohio informed Alan Friedman, the U.S. Labor Party's northern Ohio campaign coordinator, that the Justice Department had ordered the FBI to launch a full investigation into the assassination threats against campaign workers and candidates on the ticket of Lyndon H. LaRouche's presidential campaign. The Ohio FBI has assigned at least three units to the emergency investigation of "all possible criminal charges in the case including criminal and civil extortion."

From Washington, D.C., Assistant Attorney General Robert Keuch, after 10 days of evasion and stonewalling of all USLP appeals for investigation, was forced to confirm by telephone the extraordinary Justice Department order in response to a full-scale Labor Party legal offensive and broad non-partisan mobilization against Rockefeller's domestic assassination and terrorist networks controlled by the Nazi head of the Justice Department Edward Levi and FBI Director Clarence Kelly. The now official government investigation along with the full arsenal of U.S. Labor Party law suits — stretching from emergency evidentiary actions in Cleveland and Pittsburgh against Levi's ATF (Alcohol, Tomacco and Firearm) right-wing assassination networks to over 30 anti-police state legal action headed by **LaRouche vs. Levi, LaRouche vs. Rockefeller, the Detroit FBI case, and the Reading Suit** — boxes in domestic arch-fascist Levi and other principal conspirators in Rockefeller's police-state and blind terror capability. With the notorious Church committee coverup made an official mockery, the population, led by the broad anti-fascist working-class mobilization, now has the clear task of forcing Congress to initiate an urgent open investigation leading to emergency legislative action along the lines of the USLP-proposed **Law Enforcement Reform Act**.

Levi, Rockefeller's personal Nazi legal expert for three and a half decades, stands exposed at precisely the moment he is engineering Rockefeller's political destabilization and assassination operation against President Gerald Ford through the very same networks employed in the terror operation against the U.S. Labor Party. For the past 10 days, Levi himself has been the high-profile protagonist in a Rockefeller ploy to force Ford publicly into the controlled environment of "taking a position" on the phony busing issue. Levi's out-of-the-blue offer last week to file a "friend of the court" brief to the U.S. Supreme Court advising on how his henchman, Chief Justice Warren Burger should rule "against busing" has been manipulated all week through the national media to force Ford into choosing one of the two controlled "choices" offered by Levi: should the case be filed in respect to Boston or another city. An all-out "black propaganda" psychological warfare press campaign throughout the week has attempted to portray a Ford "cabinet rift" on the issue of busing.

After a personal meeting with Levi on Friday, Ford himself informed the nation that the decision to "intervene" on the busing issue was "entirely up to Levi." The President

affirmed his position as defined by already established Congressional, Executive and Supreme Court policy, thereby placing himself above the manufactured "issue." That evening Transportation Secretary Coleman, the only black member of the cabinet, launched into a public critique of his good friend Levi in an official "chiding" against any Levi intervention into the Supreme Court on the issue. With the phony busing "hot potato" tossed right back into Levi's lap, one highly placed Washington official and national civil rights leader underscored that the busing issue revival was a straight-out "Rockefeller tactic to divert the American people from any kind of coherent foreign policy debate" at precisely the moment of Kissinger's thermonuclear war danger in the Mideast and the Levi-led national police-state conspiracy.

The U.S. electorate, widely innoculated against the Rockefeller "busing" controlled environment through Labor Party presidential candidate Lyndon LaRouche's "What Happened to Integration?" article and broad Labor Party agitation and exposure of the phony "racism" issue, has already demonstrated its complete rejection of the relevance of the issue to this year's presidential campaign in the overwhelming defeat of the Wallace primary bids in Massachusetts, Michigan, Maryland and elsewhere.

Levi Exposed and Vulnerable

The Labor Party's forcing of a full investigation into the assassination threats against the LaRouche-Evans electoral campaign, an investigation which officially began hours before the Ford-Levi meeting on Friday, completely corners the lawless Attorney General. Levi, whose longstanding service to Rockefeller began with his defense of Standard Oil in the early 1940s against charges that the Rockefellers had collaborated with the notorious I.G. Farben firm in setting up the German Nazi regime, is in the most vulnerable situation. The networks which Levi employed in his assassination and Cointelpro operations against the U.S. Labor Party — from Reading, through Pittsburgh, Cleveland, Youngstown and Michigan via upstate New York — intersects exactly with the "right-wing" gun-and-drug running assassination teams which are being activated for presidential assassination capability. Forces close to the President have launched the official investigation through Levi and Kelly's own agencies, as the Labor Party has recommended and forced through the population's pressure, as the best "surgical tactic" of dismantling the Rockefeller-Levi domestic terror apparatus through attacking its "Achilles' Heel" Cointelpro operations against the LaRouche-Evans campaign.

In FBI regional headquarters in Cleveland, extortion experts have already begun analysis of the written death threats and other investigators have begun filing preliminary reports. In Reading, Pennsylvania, federal officials have begun interviews and investigations of the terrorists and assassins in the gun and drug running networks. Two defendants in the USLP Pittsburgh and Cleveland cases have already been visited; psychotic William Sickles, Northeast Coordinator of the American Revolutionary Army and Imperial Wizard of the Aryan Knights of the Klu Klux Klan, and his criminal sidekick Phil

Meier have been questioned on the case. Reliable sources indicate that the entire network is panicked; key terrorists are "going underground."

Any successful dismantling of the Rockefeller-Levi domestic terror apparatus must be guided by the long-standing expertise and knowledge of the U.S. Labor Party. The police-state dirty-thug network operates on three levels. The top level is composed of a vast cover network of "left and right wing" countergangs such as the National Revolutionary Army, Revolutionary Union, Klu Klux Klan, Progressive Labor, Communist Party USA, anti-busing groups, and so forth. The second tier is an immense network of brainwashed "interchangeable parts," psychotics who are spawned and then unleashed from prisons, mental hospitals and drug institutions like the notorious Vaccaville Medical Facility in California or the Lincoln Detox operation in New York. Behind the cover of the second tier, the actual assassins — demolitions experts and the like — are deployed.

The task in destroying the assassination capability rests in successfully, politically destabilizing the cover networks and their real controllers. The key is not behind-the-scenes investigations but open full-press exposures of the CIA-FBI-Justice Department-ATF networks. Names must be openly

named in the press. The controllers of the left and right-wing cover network countergangs — Marcus Raskin of the Institute for Policy Studies and the Ford Foundation's McGeorge Bundy — must be exposed. The public documentation of International Association of Chiefs of Police-IBM control over the same international "countergang" network discredits and weakens the entire network infrastructure. The necessary effect is a "rippling inoculation" throwing more and more sunlight on the operations in ever wider circles of the national press so that the working class and others concerned can place their full support behind the dismantling operation and isolate the key conspirators.

The broad-based forces of the U.S. Labor Party, in the civil rights and labor movement, the World War II veterans organizations and ethnic communities, now must escalate their pressure to force full Congressional review of the investigation, and the immediate impeachment of fiends Lévi, Kissinger and Rockefeller. We caution, in no uncertain terms that once the dismantling of the terror and assassin teams has begun it must be swiftly completed; a half-realized effort will only drive the fascist beast to greater desperation.

"Elections, Earthquake, State Of Seige, Stop Everyone! The Amerikan Has Arrived!"

May 22 (IPS) — The following are excerpts from a series of articles appearing in this week's major Italian weekly, *Il Tempo* on the Friuli earthquake disaster and related political developments. The lead article for *Tempo's* exposé on NATO and U.S. involvement in the "disaster" was written by Lino Jannuzzi, for more than a decade Italy's most highly respected investigative journalist. In the late 1960s, Jannuzzi created a national scandal with his exposure of Italian military intelligence spying on Italian citizens.

by Lino Jannuzzi

Rome — In the evening of Saturday, May 1, the President of the Republic signed the decree that dissolved Parliament, and set June 20, 1976 as the date for elections. Next Saturday, May 8, in the middle of the night and 24 hours after the Friuli earthquake, the Prime Minister Aldo Moro signed the "Natural Disaster" Decree, triggering the so-called law of "Civil Protection" that confers extraordinary powers to the Interior Minister, giving him the power to use "organic units of the armed forces." Simultaneously that same day the body called "Save Europe" got into action at NATO Headquarters in Brussels, setting in motion the mobilization of not only the front line troops but also the emergency troops reserves, the cancellation of all leaves, etc.

Meanwhile, along the Mediterranean, three different NATO maneuvers were taking place: the one called "Dawn Patrol," started on May 3 and ending May 16 and "passing through the port of Naples on May 6; the one called "Dynasty Form" for the front line naval forces, from May 5 to May 16; and finally, "Dashing Impact," land and air maneuvers from May 10 to May 14.

On Monday, May 10 the political commission of the European Defense Community (of which the 'Nine' are members, except Denmark and Ireland) met in Brussels to discuss a report of the British representative F. Bennet on "Detente and Security in Europe." The report affirms that a discrete seizure of power by the Communist Party is underway in Italy. The Commission voted (13 to 1) up a motion that says in part: "Taking account of the uneasiness created in some countries of the Atlantic Alliance as being the product of an internal subversion, inspired and supported abroad, it is recommended that to this eventuality be extended automatic assistance, as per the UDC Treaty in case of aggression to one of its members."

On Thursday, May 13, after a week in which the military personnel of the Aviano American base, with the collaboration of the (West) German Bundeswehr and the Canadians of the Baaden-Baaden base were moving around the atomic "nests" in the Friuli region, from the skies of the earthquake dropped the Vice President of the U.S. Nelson Rockefeller bringing from America two presents: the promise of help in the amount of \$25 million and Mr. Daniel Parker, Director of AID. AID is the U.S. agency that depends on the State Department and oversees the "Assistance" to foreign countries hit by disasters, and also has the task of "promoting the political stability and the internal and external security" of the assisted nations. Rockefeller departed

after few hours towards West Berlin and Frankfurt, but left behind Mr. Parker. Mr. Parker was opened an office immediately inside the Aviano military base; he calls it, "The Command Post for Disaster Relief." Simultaneously, the U.S. Ambassador has put one of the Embassy's wings to host the offices of the "Conference for Disaster Relief." This office to be headed by Mr. Walter Silva, has the task of coordinating the assistance and is the link between the command of the NATO Air Forces in the Mediterranean and Mr. Parker's "Command Post" in Aviano.

It is not necessary to recall here the scientific documentation around the discoveries of meteorological warfare, geophysical warfare, etc. — documentation that we include, however *Tempo* published an article on this which is not translated here. It is also necessary to recall here the rich literature in existence of the role played in Vietnam or in Latin America of agencies such as AID — even though, we are in the position to confirm that Mr. Parker and his offices both in Aviano and Rome, are organically linked to the U.S. Intelligence Services. It is only necessary to point to the facts of these last two weeks. And the facts are that the June 20 electoral campaign is developing in the shadows of a state of siege and the mobilization of all NATO forces....

Meanwhile, nobody speaks about these laws (the law of vil Protection, etc.), in action since May 8, that give those extraordinary powers to the Interior Minister.... This resort to extraordinary laws wasn't only decided in order to exploit the earthquake for the electoral purposes of the Christian Democracy, but also to tranquilize the commanders of the Atlantic Alliance about the full control that the Italian authorities have of the military complex installed during these last years in Friuli. It is a well known fact that NATO has long range missile installations and cave "nests" for nuclear weapons — one of the most sophisticated systems of NATO defense — in Friuli. Confidential military information referred to *Tempo* by accredited American diplomats in Brussels, shows that the calling of the emergency legislation was a demand of NATO to the Italian authorities....

As far as the NATO deployments are concerned, (in conjunction with the expected visit of Rockefeller and the happy arrival in Italy of Mr. Parker) it seems that the so-called "revolutionary vigilance" couldn't even cope with it. The truth is that in the middle of all this is NATO, and when NATO is involved, our left, the historical and traditional components of the Italian left, socialist and communists, but above all the Communist Party, looks like it is being hamstrung by embarrassment and impotence...

...Is there a NATO? Italy is in the Atlantic Alliance. How can one rationalize the presence of Italy in NATO, and the inclusion of the left in the government? The answer of the Communists, Berlinguer, Amendola, or Napolitano is apodictic: it can be reconciled. The Communists could go into the government tomorrow morning, even May 21, and NATO can stay as it is now. Let's not talk about it: whoever does it is a provocateur — don't touch NATO...

Friuli isn't a region with limited sovereignty? Isn't a piece of Italy, a piece of the national territory and the people,

martyrs of 30 years of military slavery?... But Friuli is a frontier, a border region of NATO. And if NATO cannot be discussed, cannot be touched, one cannot really discuss the conditions in Friuli.... This type of argument has its corollary of aberrant consequences, yet rigorously coherent. If an accident — a damned accident — a "natural" disaster hits Friuli one cannot talk only of 'civil protection', as euphemistically the emergency laws say. One cannot only think in terms of assistance to the dead, and the wounded, of the dangers of epidemics, of the people buried under the rubble. One has to think, first of all, on the military problems, the barracks, the subterranean atomic "nests," and why not, the cache of weapons prepared by the parallel SID (the Italian Internal Security Forces — an oblique reference to a coup threat — ed.)... The youth that come to help are rejected and hunted... It is tolerated and silenced, this beginning of the emergency, of the state of siege, of the mobilization of the Alliance in Italy.

And if Rockefeller arrives, and if Mr. Parker is installed to oversee and guarantee the "political stability" and "security" not only of the region but the whole country, then there is no sense in protesting and denouncing it. And what about if at that moment, in that region, in that country, the people are asked to vote, to choose? Well, would you be surprised, would you protest if Rockefeller, Mr. Parker, NATO, the CIA, the SID will do everything in their power to

avoid that people with their vote would endanger that frontier?

Parker: A Man of Proven Experience

NEWYORK — Daniel Parker served in the Marines from 1942 to 1946, deployed in Italy. From 1950 to 1973 he was a member of the Board of Directors of Parker Pen Corporation, of which he was also president from 1966-73. In that same period, he also served in some very important posts: he was a member of the Council for Economic Development Abroad, and senior member of the Council of Directors, the very influential association of leaders of big industry that include as members the IBM managers, Bank of America, Gulf Oil, Allied Chemical and Dupont — the biggest manufacturer of chemical and bacteriological weapons in the world. From 1973 on he has headed AID. In March of 1975, he was the coordinator for the Assistance to Disaster Areas and in this capacity he directed AID operations in Guatemala and Uruguay. He was the inspiration for movie director Costas Garvas' famous film "The Amerikan." The Committee for Assistance to Italy that sent Parker to Italy was created by the same individuals that created the Citizens Alliance for Mediterranean Freedom (CAMF) of which members were Henry Tasca, ex-Ambassador to Athens, John Connally, (Sen.) John Pastore in addition to the Italian builder Federici and Roberto Memmo....