

# Schmidt deploys EMS for peace

*U.S. forced into alignment with new monetary system*

In highly coordinated political moves over the past week, the European-Japanese-Soviet bloc which has been organizing rapid implementation of the European Monetary System took major steps to force the U.S. into alignment with this new economic order and to defuse major global tension spots.

Primary in this was West German and Japanese extension of a combined \$30 billion currency support package to bolster the sliding U.S. dollar. This practical demonstration of the pro-dollar nature of the EMS has had the effect of shifting control of U.S. economic policy making away from the "austerity planners" and has provoked leading industrial layers to demand a followup on these financial actions through expansion of U.S. high-technology exports.

Italy, another until now weak link in the EMS ranks, has been strengthened over the past two weeks by visits of both French President Giscard and West German Chancellor Helmut Schmidt. After meeting with Schmidt, Italian Prime Minister Andreotti on Nov. 1 announced Italy's intention to join the EMS at its inception in January.

Meetings last week between Soviet officials and the two leading representatives of the French government resulted in comprehensive agreement on an international policy for arms and disarmament, a program for peace in the Middle East, and a plan for the stabilization through development of the volatile southern African region. This package, representing

a degree of collaboration matching that which produced the groundbreaking Schmidt-Brezhnev accords of May, is a major advance in the war-avoidance strategy of the pro-EMS forces.

At the same time, European initiatives toward West Africa opened up a new front in the war for development under an EMS umbrella. This week, ahead of an upcoming conference between EMS leaders and West African governments, an agreement emerged in Bonn to build a billion dollar irrigation project in the Sahel "starvation belt." Chief financing will come from the EC

and Saudi Arabia. The project, formalized in a meeting among the heads of state of Mali, Senegal, Mauritania and West German Foreign Minister Genscher, reflects ongoing planning between the now established Arab Monetary Fund and the EMS.

On the basis of these policy successes, Chancellor Schmidt was fully justified when he told the West German Bankers Association on Oct. 23 that the European Monetary Fund is to be made "the basis for a new *world* monetary system."

—Norman Solowey

## What will happen at the polls

*The real issues of the 1978 elections*

As this issue of the *Executive Intelligence Review* goes to press, campaign activity in local, state and congressional contests across the country is entering high gear. The Nov. 7 balloting is expected to deal reeling blows to the Republican Party, which has been sabotaged and discredited from within since the late-summer consolidation of former Secretary of State Henry Kissinger's control over its national leadership. A second result of the elections can be reliably predicted. This is the emergence of a new U.S. political geometry which will be dominated by the consistent spokesman for the policies of U.S. economic recovery now being forced upon the Carter Administration, the U.S. Labor Party.

With the July 1978 release by USLP National Chairman Lyndon H. LaRouche of the party's "100 Days" legislative program for a nuclear-energy and high-technology exports-based U.S. economic recovery, over 50 leading Labor Party spokesmen entered the field as challengers in state and federal election contests. The Labor Party electoral drive has been active in New York, Virginia, Pennsylvania, Connecticut, Illinois, Michigan, New Jersey, blanketing these, and other of the nation's most heavily industrialized states, with a three-point program for pulling the U.S. back from the brink of national suicide.

With one voice across the U.S., Labor Party candidates have

called on voters, constituency leaders, and elected officials to endorse an American link-up with the new world monetary system consolidating around the core of the European Monetary Fund, to join in the war on drugs by dismantling the British Crown-controlled international drug-banking apparatus, and to speak out for a U.S. crash program of thermonuclear fusion power development in collaboration with the USSR and Japan.

The August announcement by researchers at the Princeton University Plasma Physics Laboratory of a breakthrough in confined plasma temperature in the PLT Tokamak device rallied the U.S. scientific community around the promise of fusion power development, and proved a benchmark in USLP campaigns. This week, President Carter announced that West Germany's Helmut Schmidt, the European leader of the European Monetary Fund, will commit his nation's central bank, in coordination with Japan, to a multi-billion dollar support operation for the collapsing U.S. currency. This Administration policy turn has opened the eyes of many informed observers to the urgency of USLP proposals for full national collaboration with the EMF.

On the constituency level, the Labor Party's exposure of Britain's opium war against the U.S. has most dramatically augmented the party's political currency. Parents, teachers, clergymen, medical professionals, law enforcement officials, local and state chapters of the World Community of al-Islam in the West, Republicans and others have coalesced into a broad antidrug coalition mobilized to make their views against the proliferation of marijuana and other drugs heard at the polls on election day.

This is the base of support for U.S. economic growth in a drug-free new world economic order that the U.S. Labor Party will be arming with the full details of how the Hong Kong and Shanghai Bank

and other British-Crown financial institutions run the \$200 billion annual drug trade. In December, a comprehensive report by USLP researchers will be released as a book titled *Dope, Inc. the World's Biggest Business*.

The British Crown is so alarmed by this front-line aspect of the USLP national electoral drive that its premier press outlet in the U.S., *the Washington Post*, slandered the party candidates in a shoddily constructed feature on Oct. 30. The destabilizing effect of the USLP's campaign thrust against HongShang and its associates has gone much further. Prominent

liberal labor lawyer Joe Rauh, encountering USLP District of Columbia mayoral candidate Susan Pennington on a city street Nov. 1, shouted before witnesses "We are going to kill LaRouche. We are going to shoot him!" Rauh's threatening outburst against the USLP chairman was prompted by a reference to a recent Hong Kong meeting of the Mt. Pelerin Society, an economic warfare think-tank of the British Crown, which reportedly was dominated by discussion of the U.S. Labor Party's anti-drug campaign.

—Christina Nelson

## Expand the conspiracy

### *An open letter to our readers*

The editors of *Executive Intelligence Review* would like to share with readers a recent incident which we think pinpoints the current state of public information in the United States, and its remedy.

An executive from one of the country's top corporations told us that he had been sent to Western Europe by his president, to investigate the discrepancy between our statements that the European Monetary System and European Monetary Fund would soon replace the IMF-World Bank system with a new, gold-backed world economic order — and contrary reports from other media and private sources that the EMS was "unimportant."

His conclusion: everything this *Review* had claimed about the scale, aims, and timetable of the West European "grand design" was correct; everything our opponents were dispensing on that subject, including British-originated claims that the EMS is antidollar, was disinformation.

Even more importantly, the executive acknowledged the preciseness of our overall method:

"You're right that the world is run by two opposing conspiracies," he said. "Helmut Schmidt is heading the conspiracy to bring about the new monetary system, and Denis Healey runs the conspiracy to stop it."

To be more on target, British Chancellor of the Exchequer Healey is fronting for the conspiracy centered in the British crown and its related financial oligarchy, to maintain their global financial power; and Chancellor Schmidt is the most active Western head of state promoting a conspiracy of reason whose foremost U.S. exponents are the institutions and publications associated with Lyndon H. LaRouche, Jr. — notably, this *Review*.

This admission from a member of the American business elite, coinciding with brief, trembling flickers of reality in such outlets as the *Journal of Commerce*, the *Christian Science Monitor*, the *Baltimore Sun* and so forth, prompted us, and should prompt you, to look back six months and review our coverage of the Schmidt-linked "grand design"