

# Theory of the European Monetary System

*What Europe needs to secure world peace and development*

In the early hours of 1979, a U.S. naval task force, led by the aircraft carrier *Constellation*, was ordered halted in mid-deployment out of Subic Bay in the Philippines from which it was moving toward the Persian Gulf. Until it was halted, the convoy was under orders to do everything necessary to "protect U.S. interests" in Iran, including aiding in evacuating American citizens from that crisis-torn country.

As the Soviet press has made clear in stern commentary, a U.S. military intervention into Iran could have been this nation's most serious foreign policy mistake since the Cuban Missile Crisis. Unquestionably, the unauthorized intrusion of U.S. troops into Iran last week would have led directly to a showdown with the Soviet Union, with the threat of thermonuclear exchange and World War III looming in the background.

For America's European and Third World allies, who have lived through the Cold War with the recurring threat of superpower confrontation, the first week of the new year must have been frightening indeed. But with the successful moves by France's Giscard to cool Iran with firm support for the new government headed by Prime Minister-designate Baktiar, Europe breathed a sigh of relief and proceeded with the scheduled Jan. 2 implementation of the new European Monetary System.

The fund's leadership has designed this facility as a replacement for the world's decrepit monetary system, which continues to block not only the development of the Third World, but economic recovery in the advanced sector. The plan is modeled, in all its essential features, on the 1975 International Development Bank proposal

of U.S. Labor Party Chairman Lyndon H. LaRouche.

Yet while incorporating the practical features of the LaRouche plan into their program for rescuing the globe from the deprivations of the International Monetary Fund, Europe's leaders have largely ignored the theory behind the International Development Bank. This conceptual apparatus, LaRouche has stressed repeatedly in recent policy documents, is also the theory behind

the new European Monetary System. It is the theory that leading European and Third World architects of the new world economic order must understand and impose upon the most advanced layers in the Soviet Union and the United States, in open collaboration with LaRouche. Only this combination and outlook can ensure that the next world hot spot crisis does not lead to thermonuclear war and the extinction of all efforts for human advancement.

## The U.S. is lured back into the Indochina quagmire

The disco dancing by senior Chinese officials at Leonard Woodcock's Peking residence on New Year's Day was the least of the hustles China pulled on the U.S. last week. Peking accomplished what even the fiercest U.S. hawks from the Vietnam period haven't dared to dream of: they lured the U.S. back into the Indochina quagmire.

State Department spokesman Hodding Carter III announced on Jan. 3 that the U.S. was responding to a cry for help from Cambodia's genocidal Pol Pot regime, and taking the Indochina situation into the United Nations' Security Council. "The U.S. takes great exception to the human rights record of Cambodia," Carter intoned, but Vietnam is guilty of "armed intervention into the internal affairs of a sovereign nation." Carter held Vietnam responsible for the military successes of the Kampuchean National United Front for National Salvation

(KNUFNS), saying he was "uncertain as to the extent of participation by the liberation front."

### China: paper tiger?

High-ranking Defense Department officials let the cat out of the bag, telling the *New York Times* that a military humiliation of the Peking-backed Phnom Penh clique would demonstrate to Asia that China was a "paper tiger." On the battlefield of Cambodia rests the entire prestige of Brzezinski's "China card" option, the policy of allowing Chinese political hegemony in Asia in order to counter the USSR. With the destruction of China's only client regime, no other nation in the region would kowtow to the dictates of Peking. In addition, the internal prestige of the Teng Hsiao Ping-Hua Kuo-Feng regime would greatly suffer at a point when it can least afford to.

An aide to Assistant Secretary of State Richard Holbrooke has ad-

mitted the desperation of the U.S. move in support of Cambodia. "I know that Cambodia is following a Dark Ages policy," he said in an interview, "but we support Cambodia because we are against the Vietnamese coming in . . . I know this is ridiculous, but we are doing it."

The Chinese have no intention of being duped, like the U.S., into supporting the criminal Phnom Penh regime — the losing side in the Cambodian civil war. A UPI story of a recent speech by Hua Kuo-Feng to military and foreign ministry officials reports China's policy: "It is necessary to draw the U.S. onto our side in order to concentrate all of our forces on the main enemy (the USSR—ed.). It is necessary to cause a split between the two superpowers (the U.S. and USSR—ed.) in order to smash them."

As of now, it is Peking's client in Phnom Penh that is being smashed, along with U.S. prestige. The KNUFNS, with the support of Vietnam, is quickly cutting off key roads to Phnom Penh. According to military observers, their plan is to weaken the regime by cutting supplies to the capital while making the rate of capture of population centers correspond to their ability to organize indigenous support for the liberation forces. KNUFNS reports the population is rallying to its side. The fall of the Phnom Penh regime is seen as only a matter of time.

— Richard Katz

## Who has been protecting Mark Lane?

In an apparent dramatic reversal of its own findings of just two weeks ago, the House Assassination Panel issued its official report last weekend, opening up the probability that both John F. Kennedy and Martin Luther King were assassinated as the result of conspiracies.

Up until recently, panel statements had indicated the intention to rubber-stamp the "lone assassin" findings of the Warren Commission. The shift away from the Warren Commission's "lone assassin" findings mediated through an 11th hour appearance by acoustics experts rehashing 15-year-old evidence, should cause knowledgeable persons to react as if a skunk were dropped into the middle of a crowded room: it stinks.

The unburying of the facts of the House Assassination Panel's present coverup in published material by U.S. Labor Party Chairman LaRouche and in the recently published *Dope, Inc.* has created an immediate climate in which endorsement of the "lone assassin" theory represented just too outrageous a fraud to attempt. Hence

the House panel opted for a fallback coverup that has been in place since 1964. That coverup, and the recent findings of the panel were authored by the assassins of Kennedy and King — by their hired pen Mark Lane.

### Permindex, Kennedy and King

The Kennedy and King assassinations were ordered by the faction of the British oligarchy that is planning a New Dark Age to stop the march of human progress, and were executed by that faction's international assassination bureau, housed in the Montreal-based Permindex. Since the 1950s Permindex has functioned as the political control and money-laundering agency for a ring of assassins that intersected with the Nazi International, the Israeli Mossad, and organized crime.

The New Orleans headquarters of Permindex's subsidiary World Trade Mart was run by Col. Clay Shaw, a former British Office of Strategic Services operative who worked in conjunction with FBI Division Five and the Office of Naval Intelligence in deploying Lee Harvey Oswald. Clay

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