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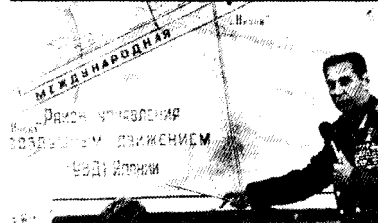
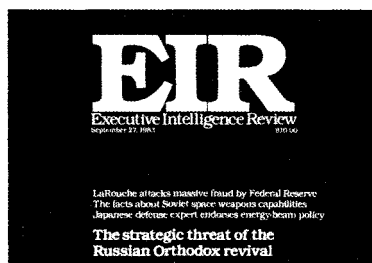
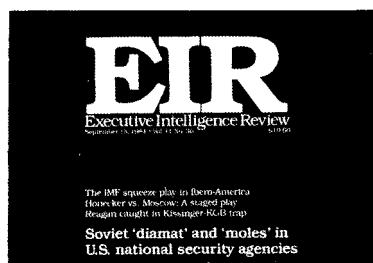
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Green Party leader glorifies his Nazi roots
LaRouche: economic science in projecting pandemics
Soviets gloat over collapse of U.S. economy

**American labor federation says:
IMF destruction must cease now!**



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EIR

From the Editor

The Anti-Defamation League (ADL), and a left-wing coalition headed by Rev. Jesse Jackson, are on a rampage against President Ronald Reagan, with open backing for their efforts from the highest levels of the Soviet government. We do not presume to know all of the ADL's links to the Soviet government, but as much as we do know for a fact, brings the ADL right up to the edge of outright treason," writes Lyndon H. LaRouche, Jr., in a featured news analysis in this week's *National* report (page 54). The article addresses the outrageous campaign to portray President Reagan's scheduled visit to lay a wreath at the Bitburg military cemetery in West Germany—where in fact such American wreath-laying ceremonies have been going on for a quarter of a century—as somehow being a symptom of "softness" on Nazism.

Let's not mince words. The same crowd that is attempting to organize Reagan's political lynching (and gravely threatening his personal security) around the Bitburg affair, is *supporting* the implementation of Nazi economic policies exactly like those of Adolf Hitler, but on a scale of mass murder far, far worse than what Nazi Germany perpetrated.

A second contribution by LaRouche, in this week's *Special Report*, points to the economic science that enabled EIR's parent news service, NSIPS, to project the present-day Ecological Holocaust, over a decade ago.

The point is that the Holocaust wasn't inevitable in the 1930s and isn't today. We have to stop it, by breaking the power of the financial institutions that impose such insanity. The news story featured on our cover this week, leading the *Economics* report, shows that mass labor forces in the Western hemisphere are being organized to oppose the International Monetary Fund's destructive policies. Note also that in Denmark, IMF-dictated austerity has been called by its right name in the press—Nazi policies (see article on page 16).

Next week, we'll have another exposé by Lyndon LaRouche, titled "The continuing hoax of 'artificial intelligence': the multi-billion-dollar boondoggle."

Research Corporation,

Nora Hammerman
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Economics



NSIPS/Diana Cortez

In Lima 4,000 people responded on April 8 to the Schiller Institute's call for worldwide demonstrations against the IMF. The banner here reads, "War on Drugs and on the IMF—The Nation Comes First!" Ten days later, a trade union federation representing 32 million North and South American workers issued a similar call to battle against the international bankers.

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30 Green Party leader glorifies his Nazi roots

Rainer Langhans, leading member of West Germany's "environmentalist" Green Party, told the party membership at a conference in Hamburg: "We can still learn something from our brother Hitler." We publish here in full, Langhans's glorification of the Gnostic cult ideology of the Austrian hippie, Adolf Hitler: "The Brown-Green Ring of Force—A Homeland Movie."

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Correction: The *Middle East Report* column on page 17 of *EIR*'s April 23 issue incorrectly reported an April 1 announcement of a \$3 billion trade deal between Israel and Iraq. The announcement was an April Fool's joke by cabinet ministers and parliamentarians.

American labor federation: End destruction by IMF!

by Carlos Cota in Mexico City

Trade unions representing 32 million workers united against the International Monetary Fund here at the Eleventh Continental Convention of the Regional Inter-American Organization of Labor (ORIT). "Generalized debt moratorium could be the only way out for our countries," if the choice is between "saving the creditor banks or rescuing the population of Latin America," concluded the declaration passed by the Convention.

From the moment proceedings opened on April 17, the stage was set for the forces of economic sanity to take control, and, a poetic revenge, against the functionaries of the U.S. State Department, who, masquerading as trade unionists, and encrusted in the American Institute for Free Labor Development (AIFLD), and the U.S. AFL-CIO, had sabotaged the annual convention last year by inviting International Monetary Fund personnel to attend. That last ORIT meeting, in Cuernavaca, Mexico, was originally set to analyze the "economic crisis and the problem of the foreign debt," but was instead turned over to IMF bureaucrats, who, in their capacity of "specially invited guests," destroyed the deliberation and caused a furor among most of the trade union leadership of Ibero-America.

This year, the Ibero-Americans made a direct appeal to U.S. workers to understand real political economy: IMF dictates destroy the advanced sector as well as the Third World. Ismario González, Venezuelan trade unionist and current president of ORIT, not only pointed out the dangerous situation which Ibero-America is experiencing, but extended a

hand to the U.S. labor movement to unite in the struggle against "irresponsible creditors." Said the leader of ORIT, "Forced to take on debt by the necessities produced by a crisis they did not create, and stimulated by an offer of capital by those who benefited from [the economic crisis], the Latin American peoples, confront today, without coordination among themselves and each one with a difficult negotiating position, the compulsive pressure to pay this debt. . . . The creditors backed by the International Monetary Fund, not only seek to condemn to poverty vast Latin American majorities, but also act irresponsibly against the workers of their own countries."

The union leader charged, "As a consequence of the fact that between 1980 and 1983 Latin America found itself forced to reduce its imports by more than \$30 billion, in the industrialized countries hundreds of thousands of jobs have been lost and approximately 2 million workers have been left jobless."

With these words the fate of the AIFLD and AFL-CIO State Department "delegates" was sealed. Their lobbying in the corridors of the convention was as useless as their invitations to "working breakfasts" or their pleas to "go have a drink" in the bars of the hotels hosting the delegates.

Four years of fighting triumph

The "natural" consensus of the labor delegates against IMF policies sparked an unusual climate of camaraderie and warmth.

Jorge Carrillo Rojas, president of Colombia's Union of Workers of Bogota and Cundinamarca (Utraboc), and member of the Trade Union Commission of the Schiller Institute, made an informal intervention before the plenum of the delegates to argue that "ORIT must fight head-on against the International Monetary Fund, because if we don't do it, the communists will take over the leadership of the social movement and the masses will follow them, because they have become desperate due to the poverty in which they live. Fidel Castro already issued a call for a debt moratorium and rejection of the International Monetary Fund. I say one thing: Fidel Castro forgot to say that this has been a demand of the free and democratic movement for more than four years."

Carrillo Rojas's intervention, made in the spirit of globally locating the problem of the debt and the role of the ORIT in Latin America and the Caribbean, presented an international X-ray image, country by country, of the pillaging which the present international financial system is carrying out through rising interest rates, currency devaluations, capital flight, budget cuts, and the low prices of exported raw materials.

"The devaluations of our currencies means," Carrillo said, "that to get the same amount of dollars, we have to export more of our products; if we need more, we have to import. . . ."

"The rise in the interest rates means that each time the payments we have to make go up, we have to pay a bill that never comes to an end. . . . This gives the incentive for capital flight. . . ."

"Cutbacks in public spending mean fewer hospitals and schools for our children. They mean less public investment and hence more unemployment. . . ."

"If we add capital flight, and how much the debt increases because of rising interest rates, what we cease to collect because of the drop in the prices of our exports, we find that of the more than \$300 billion we owe, only \$100 billion is actual debt. . . ."

"The governments are mistaken if they think that they will save themselves by individually negotiating with the International Monetary Fund. They forget we are all in the same boat. Either we shall all be saved, or we shall all drown. . . . The Monetary Fund does not negotiate, the Monetary Fund imposes. What is happening is that our countries' finance ministers are not running our economies. They are being run by technocrats and bureaucrats of the IMF and the World Bank. . . ." At this point in his emotional speech, Carrillo Rojas was interrupted the applause of the labor delegates, including cheers.

Carrillo Rojas ended by calling out "to the conscience which brought us, comrades, to a trade union career, but I also call to the patriotic consciousness of all to defend the sovereignty of all and each of the Latin American countries. This is what is really at stake." He was enthusiastically applauded.

Operation Juárez today

In August 1982, the American politician Lyndon H. LaRouche wrote his celebrated book, *Operation Juárez*, presenting a plan for reorganizing the international financial system. This proposal is known to numerous heads of state and innumerable labor leaders in Ibero-America. The project was present in at every major Ibero-American summit meeting called to discuss the economic crisis and the problem of the foreign debt.

Operation Juárez was also present in the ORIT resolution on the "Problem of the Debt and the Role of ORIT." This labor document establishes that:

- 1) The debts contracted must be rigorously distinguished from each other.
- 2) Joint coordination strategies must be worked out, as for example a collective political and economic dialogue with the creditors on the conditions of payment, and with the governments of the developed countries.
- 3) A battle must be waged to freeze interest rates so that there will not be new increases and the latest increases are not retroactive.
- 4) There should be an automatic period of debt postponement which leaves a reasonable grace period for economic recovery and later repayment.
- 5) A limited percentage of export income should be given to debt repayment, in order not to strangle the possibilities of development. . . .
- 6) Reform the inequitable international monetary system. . . .
- 7) Impose in the different countries progressive fiscal reforms which penalize uncultivated land, and usurious financial monopolies. . . .
- 8) Nationalize the banks.

Schiller Institute's catalyzing role

The Schiller Institute's initiatives against the International Monetary Fund gave encouragement to those labor delegates arriving at the Eleventh Continental Convention of ORIT. The Schiller Institute had proposed that for the 13th and 14th of April, all citizens' groups should carry out protest marches on a world scale against the IMF Interim Committee meeting, scheduled for April 16 in Washington.

The Panamanian delegates arrived with news of the April 15 mobilization which the Conato labor federation and the Schiller Institute, led by Eduardo Rios Molinar, conducted in front of the U.S. embassy in Panama City, where they sent a message to President Reagan telling him that Panamanians would not accept the conditions of the International Monetary Fund and World Bank.

The Dominican labor representatives had held their demonstration on April 13, with more than 7,000 participants in

the capital of Santo Domingo alone, where it was established that the accords signed by the government with the IMF will not be implemented, under penalty of greater social disturbances.

Also on April 13, the Colombians had held their march against the IMF, with a contingent of more than 4,000 demonstrators. The main organizer of the event was Utraboc, whose president, Jorge Carrillo, then attended as the delegate to the ORIT convention.

The Argentinian delegates came from their April 2 demonstration that commemorated the 1982 retaking of the Malvinas Islands. In Argentina, the fight to reclaim the Malvinas Islands from the British Empire is seen as the same thing as the fight against the International Monetary Fund and the usury destroying its national economy.

Most of the delegates, who met in Mexico City by April 14, had the opportunity to witness the march organized there by the Schiller Institute against the IMF and drug trafficking.

With these April 13-14 demonstrations, the Schiller Institute sparked what had been impossible for decades: the unification of the Ibero-American labor movement. That unification was to be ratified by the convention itself, when it established that the celebration of Labor Day on May 1 was be a continent-wide act of repudiation of the International Monetary Fund, and in favor of a new world economic order.

To Mexico for a debtor-creditor summit

Mexico's Confederation of Mexican Workers (CTM), through its secretary general Fidel Velázquez, contributed to hemispheric unity against usury by proposing that the Mexican government should promote a meeting of debtor and creditor nations. At the same time Velázquez circulated a directive to all the CTM affiliates throughout Mexico that May Day rallies "be against the International Monetary Fund."

As the ORIT convention ended, it was Fidel Velázquez himself who ratified the call by declaring that "we need a meeting of debtor nations which will allow us to counteract the influences which creditors and international economic entities have over them."

With the holding of the Eleventh ORIT Convention, a new hemispheric milestone has been reached, from which the struggle for survival of the Ibero-American republics will proceed. The governments of Spanish- and Portuguese-speaking America have now heard the two existing alternatives for this time of crisis: either increasing genocide, ecological holocaust and social instability emanating from the dictates of the Interim Committee of the International Monetary Fund on April 16-19, or the fight for economic recovery, the rescue of national sovereignty and the establishment of a new international economic order.

While the dictates of the International Monetary Fund only speak for, at most, some 500 banking firms, ORIT's proposals represent the demands of 32 million Ibero-American workers. Which side are you on, dear reader?

Documentation

'IMF austerity will lead to an explosion'

Excerpts from the resolution approved April 19 by trade unions throughout Ibero-America, at the 11th Continental Congress of the Inter-American Regional Labor Organization (ORIT) held in Mexico City. Printed here is the text published in advance of final approval by the delegates, as it appeared in Mexico City newspapers.

I. Background

1) Although our continent is rich in natural resources, it is now undergoing an economic crisis without precedent in its history, a crisis which has lowered production to the levels of a decade ago and has caused the unemployment of one-fourth of the population and a radical drop in real wages.

2) The cumulative debt of Latin America has reached \$400 billion, which is more than half its internal gross product and triple the amount of its yearly exports. Over the last eight years, interest payments alone on this debt rose to \$200 billion, and with this our nations, paradoxically and unjustly—in addition to the looting of their natural resources which they have suffered for a long time—have gone from being recipients of capital, to capital exporters to the developed countries.

3) In contrast with traditional indebtedness, which used to be contracted by central governments with multilateral credit agencies such as the Inter-American Development Bank (IADB) and the World Bank (IBRD), a grave tendency has developed in the last decade toward the *privatization* of international credit. . . . It is private businessmen, more than governments, who do the borrowing, and . . . it is private banks, more than the agencies of international cooperation, which do the lending. So we have fewer controls, higher interest rates, shorter terms and tougher conditions of payment, besides which there is less of a guarantee for the productive use which should be made of the loans.

4) . . . In the new credits the interest rate is variable, and with each readjustment all previous debt becomes more expensive. In 1984 alone these interest rates went up several

times, reaching an aberrant situation, in which those interest rate increases alone equaled the entire region's exports for one month. The rise of a single percentage point of such interest rates means an additional outflow of reserves in the order of \$2.5 billion a year.

5) . . . In guaranteeing the debt is to allow countries to maintain an adequate level of development and exports. This is becoming impossible because of the pressures to pay the debt . . . countries are investing ever greater proportions of export earnings which should be designated for investment and government spending.

6) The debtor governments have allowed themselves to be pressured by the creditors, deepening the crises of their own economies, and have each gone to the extreme of renegotiating their debts separately. . . . While the creditor countries are unified in the Club of Paris, the International Monetary Fund, and other coordinating agencies, our governments have insisted on negotiating separately, seeking discounts and individual privileges for their disunified behaviour. . . .

7) . . . In debt were military dictatorships not monitored by agencies representing public power. . . . As is well proven, Latin American private accounts in banks in the Northern Hemisphere have grown in the same period and proportion as their countries have become indebted. This leads to the conclusion that we have ended with responsibility for debts used by corrupt governments and whose final destination in no way benefited development projects. . . .

8) The multinational banks have demanded of the debtors, as a condition for restructuring their debt, that they reach agreements expressed in the signing of *letters of intent* with the International Monetary Fund, whereby this entity—which was created to help stabilize its members' balances of payments—has become the watchdog and guardian of the capital of the central banks of the countries, above any other consideration.

9) The formulas imposed by the IMF on debtor governments are highly recessive and unpopular, since they demand that governments suppress spending on social programs and cut workers' wages. There is a belief that such a depression of popular consumption will liberate production, which, once exported, will help them acquire reserves to pay the debt. The truth is that the metropolitan markets continue to be closed due to exaggerated protectionism; quotas and tariffs are still imposed; President Reagan's financial policy of overvaluing the dollar continues to hurt our exports and makes the costly dollar ever more difficult to acquire.

The implementation of these IMF formulas has led, everywhere they've been applied, to serious explosions of discontent and then their aftermath of repression, with many dead, wounded, and imprisoned. Popular desperation is reaching the limits of irrepressible explosion.

10) Added to this somber panorama was the adoption in recent years by most of the countries in the region, of neo-liberal policies inspired by the international money centers. These policies, while recommending the liberation of international trade by a radical drop of tariffs, in fact caused an invasion of goods from abroad and the consequent effect of bankrupting national industries, unemployment, etc. In order to implement these easy-importation policies, they kept the price of the dollar frozen, thereby stimulating massive capital flight to the money centers. Remedial actions taken by the central banks, like going to the markets to sell dollars from the national reserves to appease market demands, led instead to an increase of the capital flight they were supposed to curb.

One element of this model instrument was the de-regulation of interest rates, which stimulated international speculative capital that only sought usury and eventual flight, without any interest in productive investment.

II. Considering. . .

1) That the burden of payment of these debts is being discharged upon the workers in all forms of reduction of real wages, unemployment, elimination of social services and government subsidies.

2) That those responsible for the present situation are the governments who irresponsibly compromised the future of their countries without consultation; the businessmen who assumed risks they are incapable of answering for; and the bankers themselves, who, spurred by their interest in usurious gains induced governments and business to take the loans.

3) That thanks to all the mechanisms of corruption common to our governments, many such credits were fictitious, since the money often didn't even enter our countries, and if it did, there was no regular recording of it, or it was appropriated by private individuals who re-exported it.

4) That present negotiation processes, undertaken separately by our countries, have led us to the sad and paradoxical situation in which, at the same time our governments deliberate rhetorically and formulate pompous declarations, the creditors act in concert to force payments and interest rate hikes.

5) That were we to pay these obligations in the way they are being required of us, we'd have no resources left to finance development, with which they are imposing on us an alternative of ominous historical consequences—either we pay or we develop—and against this dilemma we are left without a margin of choice.

6) That in many countries of the region economies are being left in precarious conditions by inadequate policies, on top of the foreign debt, which make the effort to pay even more asphyxiating.

7) . . . That the recessive measures which are being imposed on these countries threaten to abort this process of incipient return of democracy.

III. Proposals

1) We reject:

i. The impositions of the International Monetary Fund and its meddling in internal policies of countries through unpopular economic formulas which, aside from undermining the sovereignty of countries, discharge all the weight of the crisis upon the workers, without managing . . . to solve the problem at hand.

ii. The attitude of docility and submission of many governments which have preferred to seek the approval of the multinational entities than to convoke business and labor forces in each country to design the strategies which in each case could lead out of the crisis.

iii. The disunified attitude of the large debtors of the region, which by seeking minimal discounts or particular considerations in reward for their individualism have blocked the possibility of joint debt renegotiation in a confrontation with the creditors, who act among themselves as a club, pool or cartel.

iv. The procedure adopted by some governments of the region, to assume responsibility for foreign debts incurred by private interests. . . .

v. The proposal of substituting debts for partnership with the creditors by way of expediting the flow of foreign capital into our countries, and particularly the proposal . . . of handing them shares of property of government enterprises as an instrument of payment. The nationalization of the strategic resources of our countries and public services was the fruit of long and heroic struggles which we must preserve.

2) We invite our members:

i. To monitor the behavior of our governments in their attitude during renegotiation processes, in order to prevent a weak and conciliatory attitude worsening the already untenable situation of the workers.

ii. To fight for access to the negotiations that the governments hold with the International Monetary Fund and the creditor banks, through direct participation in the conversations, parliamentary debates, public forums, etc.

iii. To fight for the maintenance, where they exist, of labor union liberties and political rights and for their re-establishment where they do not exist or are debased. A framework of rights and liberties is the necessary condition in this whole process.

iv. To carry out an intense consciousness-raising effort among the workers about the causes and effects which the foreign debt problem is having on the internal situation of our countries, in order to guarantee their mobilization whenever it is necessary.

v. To strengthen ties among the National Confederations and Centrals of the region, with a broad spirit of unified Latin American action to offer the support of solidarity in each national case and to guarantee a homogeneous response to the impositions of transnational banks.

3) We demand:

i. That in each country the governments undertake a con-

scientious study that differentiates, in detail, between the debts which were contracted with all due legal requirements and hence should be honored, from those which, violating relevant regulations, were channeled into arms purchases, capital flight and private appropriations by corrupt government officials.

ii. That the governments put aside the individualist attitude of exclusive national benefit and that joint renegotiation strategies be coordinated, as for instance a collective political and economic dialogue with the creditors about conditions of payment, and also with the governments of the developed countries in order for them to lower the barriers which exist against our products, as an indispensable requirement to pay the debt.

iii. That there be a fight to freeze interest rates, so that there are no new increases and the latest increases are not retroactive.

iv. That an automatic period of debt postponement be demanded, that leaves a reasonable grace period in which countries designate their fundamental resources for the recovery of their economies with the necessary internal investment, in order to be able to pay later on.

v. That a fixed percentage of import earnings be established, which will be the share of its income that each country uses for debt repayment, in order not to strangle its possibilities for development.

vi. That a fight for the reform of the inequitable international monetary system be promoted at the regional level, because in its present structure it is a watchdog of the transnational banks, an imperialist extension of the dominant centers, and a defender of the overvalued dollar based on the usurious speculation in the financial markets the United States stimulates as a means of attracting capital with which it expects to finance its fiscal deficit.

vii. That in the various countries progressive fiscal reforms be promoted, that tax uncultivated lands, usurious financial monopolies, great industry and the multinationals, throwing aside the prevalent tendency in the region, that the greater weight of the national revenue falls on the income of labor, and hence on the workers. Through this channel we shall seek that businessmen and employers pay their share of responsibility in the crisis, and that it not be unloaded on the workers' shoulders.

viii. That the banks be nationalized, since they have not only been the vehicle traditionally used by private interests with speculative ends . . . but also in the recent period they have been the channel for capital flight and speculative and destabilizing maneuvers of harmful effect on society.

Conclusion

In a concluding section of the document not fully available at press time, the ORIT unionists stated that "generalized debt moratorium could be the only way out for our countries" if their only choice is between "saving the creditor banks or rescuing the population of Latin-America."

AIDS phase-shift heralds general breakdown in resistance to disease

by John Grauerholz, M.D.

AIDS (Acquired Immune Deficiency Syndrome) is now beginning to break out of its initially restricted distribution in certain "high-risk" population groups to become a generalized threat throughout the world. The significance of this extends far beyond a simple increase in the number of AIDS cases. It is now evident that AIDS is a sensitive indicator of the general level of disease resistance of a population, and is capable of non-linear expansion under conditions of collapsing nutrition and sanitation.

Over 2,000 scientists from around the world presented papers at an International Conference on AIDS, sponsored by the U.S. Dept. of Health and Human Services and the World Health Organization, held in Atlanta, Georgia from April 14-17, 1985. One of the most striking conclusions was that AIDS is spreading beyond the homosexual community.

Approximately 30% of new AIDS cases are occurring among non-homosexuals. This is the conclusion of a study of military personnel by Dr. Robert Redfield of the Walter Reed Army Institute of Research. Over 30% of cases of disease associated with HTLV-III (AIDS virus) occurred among non-homosexual, non-intravenous-drug-using, heterosexual males who engaged in promiscuous heterosexual sex, with frequent utilization of prostitutes. Another study of 36 male AIDS patients, without known risk factors, in New York City indicated that 2 of them had sexual contact with female IV drug-users, who would be high risk AIDS carriers, that 11 of them had contact with prostitutes, and that 3 of them reported having more than 175 sexual partners. The last 14 cases indicate heterosexual transmission of AIDS to males by females not presently considered to be AIDS risk-groups.

Another study from the University of Miami reported on 17 families with adult AIDS patients. Of 39 children in these families, 12 had AIDS or AIDS-like conditions and were born to mothers with AIDS. There was no evidence of transmission to older children. However, of the 17 AIDS-free spouses, four of eight men and two of nine women, developed AIDS symptoms within a year. This indicates spread of AIDS from the infected to the non-infected spouse.

A more ominous situation was reported from a study in Belle Glade, Florida, an isolated, and economically depressed, agricultural area in western Palm Beach county. Thirty cases of AIDS were confirmed in the resident population of 25,000, a rate greater than 1 per 1,000 population. Most significantly, six of these cases, four males and two females, had no identifiable risk factors. Five of the six worked out of doors in this area, characterized by "substandard housing, crowded living conditions, open waste, rat signs, and active mosquito breeding (*Aedes aegypti* and *Culex* spp.)."

AIDS is spreading in epidemic fashion in sub-Saharan Africa, especially Zaire, entirely outside of homosexual transmission. In many cases, the only identifiable factor is medical injections. The HTLV virus, identified as the cause of AIDS, is endemic to Africa and thought to have originated there. However, the present epidemic represents a new phenomenon in Africa. This is the consequence of the accelerating famine and collapse of sanitation in these areas. AIDS in Africa is associated with chronic infectious diseases, such as malaria, sleeping sickness and other parasitic diseases, along with malnutrition.

In the United States also, AIDS is associated with other diseases, such as chronic Cytomegalovirus and Epstein-Barr virus infections, which are also common in Africa. In addition, an increasing incidence of both regular and atypical tuberculosis is showing up in AIDS patients.

A blood-test to detect antibodies to HTLV-III virus is now being used for screening studies. These studies indicate that 500,000 to 1 million Americans have been exposed to the AIDS virus and current estimates are that 10 to 30% of them will come down with active disease.

The present evidence is that healthy people can fight off exposure to small amounts of virus. However, large exposures, such as contaminated-blood transfusions, can infect otherwise healthy people, who are also weakened by the condition requiring transfusion.

Those people whose immune systems are depressed by malnutrition, antigen overload from anal sex, or fecal-oral

contamination from poor sanitation or certain sexual practices, are highly susceptible to even small amounts of virus.

One particularly glaring example of this is the asymptomatic mother, who shows no evidence of disease, but passes the virus on to her children in the uterus, who subsequently die of AIDS while she remains clinically well.

Non-sexual transmission

Reports of non-sexual transmission between family members are just beginning to appear, mostly in Africa, where immunological collapse in the population is most marked. As nutrition, medical care, and sanitation continues to decline in other areas, this can be expected to become more common.

The association of AIDS with these conditions makes the disease a useful barometer of the general health of a society, and one would expect a sudden increase in the disease, or its extension to previously uninvolved population groups, to indicate a non-linear breakdown in general health conditions. This is exactly what is now occurring in economically depressed areas in the United States.

An interesting negative proof of the relationship of unsanitary living conditions and poor nutrition to AIDS is the case of the Haitian refugees. Originally one of the four risk-groups, along with homosexuals, intravenous-drug-users, and hemophiliacs, they have come to represent a smaller percentage of the total cases since no longer being confined to concentration camps.

More deaths than Vietnam

Present projections are that over 47,000 persons in the United States will have died of AIDS by 1987-88, more than died in the Vietnam War. This is based on extrapolation of present trends, and does not adequately consider the effect of major dissemination under conditions of accelerating nutritional and hygienic collapse. It is estimated by researchers studying the African cases that the incidence of AIDS is 20 to 30 times higher in Zaire than in the United States, where already over 10,000 cases have been diagnosed, half of whom have already died. Along with the screening studies cited above, this indicates a large reservoir of virus capable of rapidly disseminating under favorable conditions.

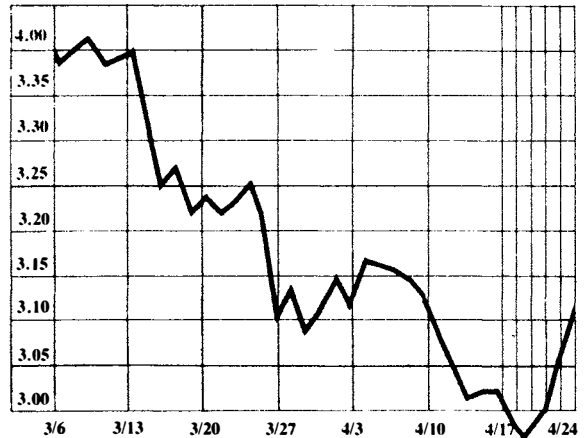
The Center for Disease Control estimates that the first 9,000 cases of AIDS resulted in total costs of nearly \$10 billion, consisting of \$4.2 billion in lost earnings and \$5.6 billion in medical costs.

This problem is not confined to the United States and Africa. Active cases, and presence of the virus, have been documented in Europe, Japan, South America, and even the Soviet Union. As more active surveillance takes place, the incidence in these areas can be expected to increase. This illustrates again the propensity for infectious diseases to find their way to susceptible hosts around the world, and the extreme difficulty of containing such pestilences.

Currency Rates

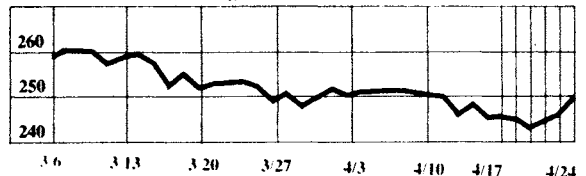
The dollar in deutschemarks

New York late afternoon fixing



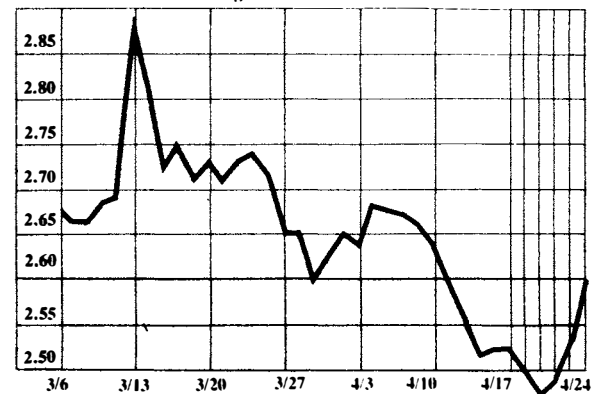
The dollar in yen

New York late afternoon fixing



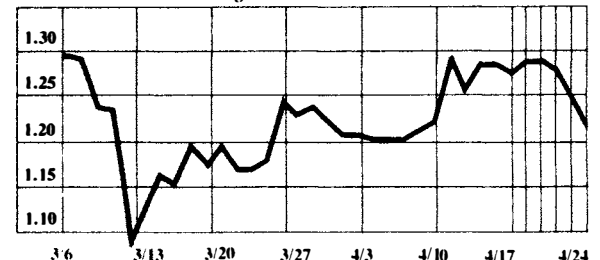
The dollar in Swiss francs

New York late afternoon fixing



The British pound in dollars

New York late afternoon fixing



American slavishness to the IMF: The Kremlin finds it delightful

by Rachel Douglas

Perhaps no one better appreciates the ravages of International Monetary Fund in the underdeveloped countries and now in the formerly industrial powerhouses of the West, than Soviet strategists. A major article, published last month in the communist party journal *Kommunist*, said that, as a result of IMF policies and those of Paul Volcker's Federal Reserve, a crash of the dollar and then of the whole Western financial system is very possible, and that American industry is rotting away already.

N. Shmelev, the author of "The Capitalist World Under the Burden of Debts," eagerly anticipated the results of the April 18-20 IMF Interim Committee meeting in Washington, D.C.; he wrote: "It would be interesting to see what happened, if the IMF's recipes, already imposed upon more than 40 countries, were applied to the U.S., which, is essentially in a similar [indebted] position today."

How the Soviets are counting their gains, while Reagan administration officials fantasize about the phantom "recovery," may be seen from Shmelev's profile of the U.S. economy's weakness.

Debt erodes industry

Shmelev welcomes the erosion of industry, crushed by the mass of debt, which makes the United States a less formidable strategic adversary by the day.

"The pyramid of debts in the capitalist world today has assumed fantastic size, exceeding the magnitude of the combined gross national product of all capitalist countries. . . . In the 1970s and 1980s, the 'world debt,' i.e., the internal and external indebtedness of the capitalist countries, grew an average of 15 percent per year, increasing several times more quickly, than the gross national product of the capitalist world.

"Of course, in strict economic terms, this pyramid of debts is a fiction. The productive use of credit is only the last link in a long chain of financial connections, encompassing a multitude of creditors and debtors, who often have no relation to production, and only receive income from the same, repeatedly loaned, sum of money. . . . The turnover of the New York stock exchange alone, for example, amount-

ed in 1983 to the astronomical sum of 50 trillion dollars. For purposes of comparison, we may recall that the entire GNP of the U.S. that year was about 3 trillion dollars, and the entire real turnover of international trade amounted to a little less than 2 trillion.

"This absurd, illusory world of gigantic speculations dramatically reflects the accumulation of parasitical tendencies in modern capitalism. This money, in large part, represents air and only air, yet it and its movement exert a very strong, at times decisive, influence upon the entire economic life of the leading bourgeois countries and on the world capitalist economy as a whole. . . .

"The debt burden exerts a sharply negative influence on the possibilities for normal economic growth in the leading capitalist countries. In the U.S., for example . . . the markedly increased 'normal' indebtedness of industrial companies has led to a situation, where they are spending on the amortization and servicing of their short- and long-term debts, not 10 percent, as in the 1950s, but 50 percent of their profits and amortization deductions, which, naturally, reduces their ability to invest. . . .

"It is no accident, that domestic industrial investment in the United States has shrunk in recent years. The volume of capital investment in the construction of industrial enterprises fell 24 percent in 1983. . . .

"The question, naturally, arises: How could the Reagan government embark upon such deliberate blood-letting of its own country's economy? . . . The essence of the question is that, in manipulating interest rates, the Washington administration found a very convenient, at least for the short term, way to transfer onto somebody else's shoulders, i.e., the shoulders of other states, part of its own military expenditures, and by the same means, to cover a substantial part of the U.S.A.'s requirements for new capital investment."

The dollar's perils

Shmelev then turned his attention to the bloated U.S. dollar. The Russians, of course, bought dollars heavily during 1984, as they accumulated a capability to launch attacks

on the American currency later on. In the meantime, in trade talks with French, German, and other West European firms, the Soviets have been pushing for new deals to be denominated in the ECU, the West European unit of account, instead of the dollar.

Shmelev: "The mechanism of this gigantic transfer of the resources of other countries into the U.S. is based almost entirely on the artificially high interest rates and, their consequence, the artificially high rate of the dollar. . . . At the beginning of the 1980s, the annual inflow of capital to the U.S. comprised 40 to 50 billion dollars, but by 1984, it had reached 100 billion dollars. . . . The chairman of the U.S. Federal Reserve System . . . P. Volcker, speaking before congress, had to make the following typical admission: 'The biggest and richest economy in the world is now on the brink of becoming an international debtor, or even the biggest debtor'. . . .

"The moment will inevitably arrive, when neither the domestic credit resources of the U.S., nor even the austerity measures of the entire capitalist world, will suffice to finance the American national debt."

In April, the Soviet party Central Committee's weekly, *Ekonomicheskaya Gazeta*, highlighted the onset of debtor status for the United States. B. Rachkov wrote, "In February 1985 . . . the U.S. began to turn into a 'net debtor.' However attractive investment in the U.S. . . . seemed to foreign depositors earlier on . . . the growing indebtedness of this country will lead to a reverse flight of capital. The dollar is, according to estimates in the West, 30 to 40% higher than it ought to be. The sharper its fall, the experts predict, the more ruinous it will be for the monetary system not only of the U.S., but of the entire capitalist world."

The debt bomb

Turning to the debt crisis on a world scale, Shmelev wrote, "Credit is a very powerful means of economic progress, but . . . it is the weakest, most fragile link in the entire economic mechanism. It is precisely with credit, that the collapse of the entire economy customarily begins (as in the mountains, when the falling of one stone touches off a gigantic avalanche).

"Under conditions of a developed credit system, the failure to pay of one government, or bank, or company, or individual borrower . . . means not only his individual ruin, but an abrupt deterioration of his liquidity position, if not also the collapse of his creditor, and his creditor's creditor, and the creditor of the previous two creditors, etc. Today, when the economic interdependence of all capitalist countries has grown so greatly, the potential explosion of the financial chain is becoming not just a national, but a serious international danger. . . .

"Beginning in the fall of 1982, the governments of leading Western countries, the transnational commercial banks,

the Bank for International Settlements in Basel, the International Monetary Fund, and the International Bank for Reconstruction and Development, undertook feverish efforts to somehow relax the situation which had come to pass, to keep their basic debtors 'afloat' and to save the financial-monetary system of capitalism from unbearable strain. . . . The main inspiration of this 'rescue' activity was a sort of 'balance of terror.' 'The foremost task today,' stressed former FRG Chancellor Helmut Schmidt, 'is not to permit a break in the international credit chain.' Formal bankruptcy can become not only a catastrophe for one debtor country or another, but will inevitably touch the interests of the creditor countries. The foreign assets, for example, of each of the largest seven American banks, including Chase Manhattan and Citicorp, exceed their capital by 1.5-2 times. . . . The basic 'rescue' technology in the majority of cases has been new credit from the IMF or IBRD, plus credit from private banks, organized in parallel, of at least four times greater size, for which these international financial institutions act as a sort of ultimate guarantor."

When the International Monetary Fund bails out a debtor, Shmelev observed, "The 'structural reform' required by the IMF of the national economies of debtor countries means the decline of production, the reduction of capital and consumer goods imports, cutting back the state sector and freezing important projects, new privileges for transnational corporations, a sharp reduction of the population's consumption and of state expenditures on social needs. . . . It is not surprising, that in many developing countries, the IMF's recommendations are greeted by stormy protests and a sharp growth of social tension, as happened recently in Brazil, Venezuela, the Dominican Republic, and Tunisia."

In Radio Moscow foreign-language broadcasts and other propaganda, the Soviets play the debtor's friend, with denunciations of these IMF ravages as the handiwork of "U.S. imperialism." But Shmelev, writing for the party elite, concluded with a cynical put-down of ideas for a solution:

"Would a full, radical exit from the current debt crisis of the capitalist world be possible, even in principle? There are no few plans for this, but as a rule, they are all of a utopian nature. For example, there is lively discussion in the developing countries of the idea of a collective debt moratorium. But they frequently forget, that the debts of the developing countries account for less than 10 percent of the assets of the Western commercial banks. In the event of collective bankruptcy, the banks (with the help of governments, of course) would ultimately survive this loss. But would the developing countries gain from this? Hardly, since the real consequence of such bankruptcy would be the curtailment of the main part of their export and import . . . deprivation of financial means from abroad, etc."

Obviously, the Soviets really don't want the practices of their friends at the IMF to be disrupted in the least!

Why bankers want Japan's debt to grow

EIR's study of the composition of foreign and domestic debt of all industrial nations for its *Quarterly Economic Report*, provides the key to why the coterie of international bankers, led by Shearson/American Express and the Trilateral Commission, are concentrating so much of their energies on Japan. In their view, Japan just doesn't have enough foreign debt!

This means that Japan, unlike the United States, for example, is not dependent upon the international bankers in Switzerland and London for putting together financing for capital investment, or the funding of the government itself. In the eyes of the international bankers who run the IMF and World Bank, it is Japan's sovereign control over its own capital markets, not its share of the international auto or steel markets, which is its biggest sin.

Japan's foreign debt, at just over \$100 billion, is about the size of Mexico's. That is a tiny foreign debt, especially when compared with the United States' whopping \$850 billion foreign debt. This is because Japan has kept its capital markets closed to foreigners, and has not allowed the international bankers to make loans to Japan or Japanese companies, and thus foul up their economy with debt tied to a foreign currency and foreign policy centers in London and New York.

Yet, Japan's internal debt has skyrocketed, from \$613 billion to \$3.3 trillion during the 1972-to-1984 period. This is an even sharper rate of rise than that experienced by the United States over the same period.

Thus, there is obviously a large market for bank loans in Japan. But at present, all of it is in Japanese yen, and being loaned happily to Japanese industry by Japanese bankers.

In contrast to the situation in the United States, where usurious interest rates, and a deliberate policy for a "post-industrial society," have led to a phenomenal increase in domestic debt at the same time that production has collapsed, Japanese production did not collapse. Japanese production of steel, autos, tractors, and machine-tools rose during the

entire period, even if per-capita productivities began to decline. Japan may not have been growing fast enough, but it was growing.

Thus, the Trilateral Commission and the international bankers want into Japan for two reasons. First, and simply, Amex and the New York bankers look at the \$3.3 trillion (U.S. dollars) Japanese domestic loan market, and they see a great deal of business on which they are missing out. Not only that, but Japanese bankers are making these loans at 6-7% interest rates. "What a killing we could make in there at 12-13%," think the idiots in New York.

Second, they want to stop Japan from being allowed to loan credit in sovereign fashion, in the amount they see fit, to so much industry. These friends of Henry Kissinger simply want to force Japan to become dependent on foreign usury, to link the country more closely to the overall defense and budgetary policies of London and New York.

The demands on Japan to open its capital markets have come from several sources. At the end of January 1985, a delegation from Shearson/Amex visited Japan, led by Henry Kissinger. Their fundamental aim? "We want to see large-scale liberalization of the yen market in Tokyo. That goes with liberalization in London and the United States, which combined with new banking technologies, will mean a worldwide financial market"—which, incidentally, will be under the control of the supranational financial institutions.

The name for this market is the "Euroyen" market—the equivalent of the offshore "Eurodollar" market, which has multiplied claims on the U.S. Treasury for dollars many hundredfold since the liberalization of the U.S. markets in the early 1970s.

Issuing parallel demands on Japan are the international regulatory agencies, such as GATT, as well as the Trilateral Commission, and the treasuries of Western European nations controlled by Trilateral members or sympathizers. The Trilateraloids just completed a meeting in Tokyo on April 23, following which the three chairmen met with Japanese Prime Minister Yasuhiro Nakasone to press the reduction of Japanese barriers to foreign imports, including capital.

Not to be left out of the assault are the British, the centuries-old experts at invading and destroying sovereign capital markets. British Trade and Industry Secretary Norman Tebbit arrived in Tokyo on April 15 to try to pick up the pieces after the U.S. trade-war fiasco. Tebbit carried the message that the Trilateral financiers want Japan's sound domestic financial markets opened up to the speculator bankers of London and New York. He told the Japanese government that, in return for Britain allowing the Industrial Bank of Japan to continue its full-service operations in London, the Japanese government would have to approve the opening of two British banks in Japan.

This follows the opening last year on a pilot basis of the Anglo-Venetian S. G. Warburg merchant bank in Tokyo.

Steel crisis: America marching backwards

by Robert Gallagher

The potential relative population density of the United States of America has suffered a collapse, on the order of at least 10%, in the course of the Reagan administration's "economic recovery." The horrifying destruction of the U.S. steel industry in this period, argues that this judgment is conservative.

The most recent data show that U.S. capacity to produce new raw steel, through the most energy-dense technologies, collapsed a huge 12.5% in 1984, from 92 million tons in 1983 to 80 million tons last year, while capacity in the backward electric-furnace "mini-mills," developed in the horse-and-buggy days, continued its anomalous rise. This means that 12 million tons of capacity, in relatively advanced furnace technology, was destroyed, and to the extent it was replaced at all, it was replaced by relatively backward technologies.

If the average energy-density of technology employed in a basic industry in a nation declines, its labor force becomes less productive, and, as a whole, cannot support the number of persons it previously potentially could. Resources must be deployed from elsewhere in the economy, away from other critical areas, to maintain the supply of products formerly produced by the regressing sector.

The effects of this decline may be postponed, but they eventually assert themselves. For example, because of this collapse in the average energy-density of U.S. steel-making technologies, the United States now imports over one-fourth of its total consumption of finished steel, at bargain basement prices. Another quarter of finished steel consumption is of low-quality production from recycling steel scrap. Thus, it appears, to those with blinders on, that the collapse has not occurred.

This collapse is not only due to the economic policies of the President's advisers; the Carter administration did much to set in motion, the processes that are ripping the guts out of America's basic industries.

New raw steel capacity is defined, as the maximum potential annual output of the principal advanced steel furnace technologies that refine molten iron, produced in blast furnaces, through the reduction of iron ore and ore products, into new steel ingots. The most advanced such process is the

basic oxygen process (BOP), patented in Germany in the 1930s and developed in Austria after the war, based on the work of Ludwig Prandl's school of hydrodynamics and aerodynamics at the University of Göttingen. All other steel-making processes extant today, are obsolete by comparison. But in the "recovery" of 1982-84, U.S. production shifted dramatically into the obsolete electric and open hearth furnaces (Fig. 1), because, although their iron-refining capabilities are meagre, they are able to remelt (and recycle) steel scrap.

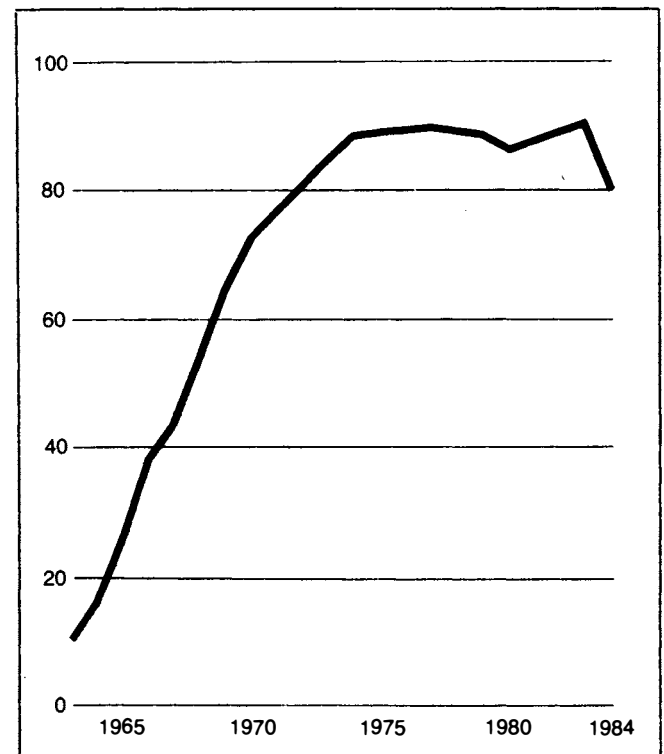
How to compare technologies

There are two simple measures of "level of technology" in steel furnaces: the energy flux through the furnace (the relative level of energy throughput it can apply to transform nature), and the steel operative's power to accomplish work (roughly measured by tonnage output per unit of energy consumption in the furnace). *The energy flux density of the BOP is 4 times higher than that of the electric furnace and 10 times higher than that of the open hearth (Fig. 2).* It refines 7 times more steel per unit of energy than the electric furnace and 15 times more than the open hearth.

FIGURE 1.

Capacity of raw steel production in basic oxygen furnace is now dropping

Millions net tons

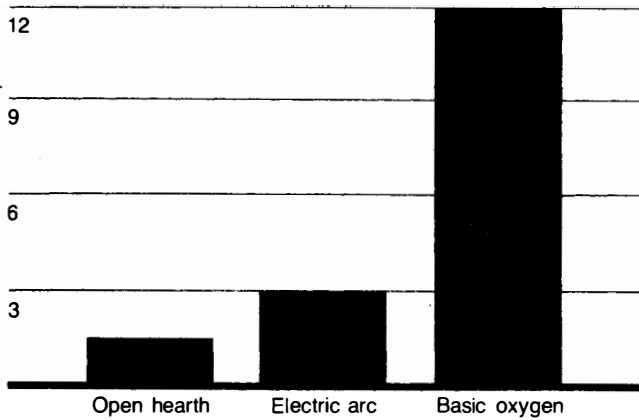


Source: Association of Iron and Steel Engineers

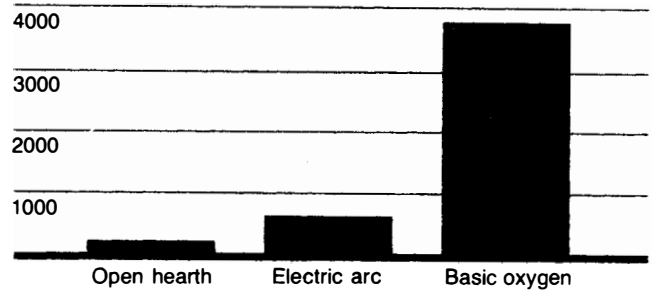
FIGURE 2

Basic oxygen—being cut back— is most productive steel process

Energy flux density
(Millions BTUs per meter²-hour)



Tons output per billion BTUs



Source: *EIR Spring 1985 Quarterly Economic Report*. Based on data from the American Iron & Steel Institute and other sources.

Capacity to make new raw steel is equivalent to the total capacity of BOP furnaces; one-eighth of this capacity disappeared in 1983-84, according to figures released by the American Association of Iron and Steel Engineers. The full extent of the regressive changes under way in the steel industry are not yet felt. However, *between 1983 and 1984 alone, the power of the steel furnace operative to accomplish work, fell 9.4%.*

The power of the operative to accomplish work with a modern blast furnace, is 20 times greater than the operative of an 18th-century blast furnace. That is, the tonnage output of iron for the same amount of fuel, valued by its heat-content, is 20 times greater today. This increase in power, is the result of application of higher and higher energy flux densities as the industry progressed from charcoal-fueled blast furnaces with a blast provided from a bellows, to anthracite-coal fueled furnaces with a blast driven by a steam engine, to bituminous-coke fueled furnaces, which themselves went through a series of technological transformations. As Lyndon H. LaRouche, Jr. wrote in *So, You Wish to Learn All About Economics?*:

Imagine the hypothetical case, that two heat-powered machines consume the same amount of coal-generated power per hour, but that the operative using one of the two types of heat-powered machines has a higher-rate of output than the same kind of operative using the other type. The difference between the two types of machines is a difference in the internal organization of the machines. This difference is Leibniz's definition of the subject matter of technology (in French: *polytechnique*).

U.S. steel technology is marching backwards. The "in-

ternal organization" of its equipment is regressing. From the 1950s until the early 1970s, U.S. steel companies shifted their investment in steel-making equipment, however slowly, into technologies with higher and higher energy flux densities. The average energy flux density of new steel furnaces built in 1969 was four times greater than that of furnaces built in 1953. By 1978, this trend had reversed direction. The industry focused investment in the "mini-mill" built around the obsolete electric furnace, with the result that the average energy flux density of new furnaces was half what it had been nine years earlier. As a result, steel making became unprofitable, and steel companies began to leave the steel business altogether.

The case of Armco, Inc. (formerly Armco Steel Corp.) is illustrative. In the mid-1970s, Armco diversified into insurance. Reportedly, as interest rates rose, these insurance ventures ran into trouble. Overall, Armco suffered a \$1.3 billion loss over the past three years. Earlier this year, insurance regulators in New York, Wisconsin, and elsewhere, demanded that Armco's insurance companies maintain an additional cash reserve of \$130 million. Armco tried to divest itself of the insurance companies with no success. Now the company is trying to raise the cash, by selling its advanced aerospace divisions, to other insurance companies(!), and is offering parts of its steel assets, for sale to employees.

Early in April, it announced layoffs for one-quarter of its white-collar employees, at its world headquarters in Middletown, Ohio. As Armco teeters on the edge of bankruptcy, it has, according to a congressional source, plenty of company. Reportedly, Jones and Laughlin/Republic steel is about to file for bankruptcy, and other companies will soon follow.

IMF is handing Denmark to the KGB

by Poul Rasmussen

On April 24, many Danes choked on their lunch sandwiches when their eyes caught the front page of *B.T.*, the second largest afternoon paper in Denmark. It carried a picture of the Conservative Prime Minister Poul Schlüter and a banner headline reading: "He is using Nazi methods." According to the accompanying article, the technical staff at the Royal Theater of Copenhagen had asked the prime minister to stay away from the gala show on May 4, commemorating the liberation of Denmark in 1945. The reason: The austerity policies of the Schlüter government are replicating the fascist policies in Germany in the 1930s and 1940s.

This statement is only the tip of the iceberg. Thanks to the recent austerity measures, dictated by the International Monetary Fund and implemented by the Conservative government, left-wing organizations including many Social Democratic ones are now running wild in their attacks on the Schlüter government. Parts of the labor movement have put together a 160 million crown (\$16 million) fund to carry out an anti-government campaign, and the whole thing is set to peak around May 4, when Denmark will celebrate the 40th anniversary of the liberation from the Nazi Occupation.

By pressuring the Schlüter government to enforce stupid and wrong austerity policies, the IMF has given the KGB-controlled left wing a golden opportunity. Instead of commemorating the Danish patriots who participated in the resistance against the Nazi Occupation, the 40th anniversary celebrations are likely to become a nauseating mixture of KGB-controlled "peace" and anti-government demonstrations.

How it started

Earlier in April, the entire country was paralyzed when 290,000 workers went on strike in the biggest labor conflict in Denmark's postwar history. The general negotiations between the Labor Union Organization (LO) and the Employers Association (DA) had broken down over the combined question of wage increases and reduced work time. The unions demanded a general wage increase of about 8%, which would give a real wage increase of 2% above last year's inflation. In addition, they demanded a gradual decrease of the working hours ending with a 35-hour work week. The DA offered a wage increase between 4.2 and 5% and a reduction of the work week to 38 hours.

The strikes began on April 1, paralyzing transportation, airports, post offices, and most of the industrial sector. But by also shutting down the power production in two of the major cities, the unions had ensured that the government would intervene very rapidly. And so it did. On April 8, parliament passed a severe austerity package, which put a 2% ceiling on wage hikes and provided for a work week of 38½ hours by 1987. The reaction was massive: Hundreds of thousands of workers hit the streets in the largest demonstrations in Danish history.

The IMF's invisible hand

But where did the austerity policies come from? Not even the Danish Employers Association found them necessary. Only two weeks after the general conflict, most of the industrial corporations were finding ways of granting their workers more than the 2% in wage hikes. The cat got half way out of the bag only a few days before the strikes broke out. The U.S. financial analysis company Standard & Poor, which does the credit ratings used by the IMF, issued a report warning the Danish government that the AA+ rating of the Danish "credit worthiness" would only hold, if the severe austerity policies of the Schlüter government were kept in place.

This is the second time the international financial institutions have intervened so openly in the economic affairs of Denmark. In 1982, a similar report from Standard & Poor set off shock waves in Danish political life by removing the traditional AAA rating of the Danish economy. Shortly thereafter, an IMF delegation paid a short visit to Copenhagen. Its recommendations to the Danish government were never made public, but two months later the Social Democratic government resigned, leaving it to a conservative government to enforce new harsh austerity measures.

The IMF is setting the Schlüter government up for serious domestic problems which could oust the government. But the major effect of a change of government now would be a strategic collapse on the already shaky northern flank of NATO. The Danish Social Democracy has distanced itself from the Western Alliance to such a point, that Denmark could become a "new Greece"—exiting from NATO in the style of the Socialist Papandreu regime of Greece—were the Social Democrats to take power. Social Democratic chairman Anker Jørgensen has taken a viciously anti-American stand and is leading a broad campaign against the Strategic Defense Initiative.

Moreover, the Social Democrats are determined to implement Swedish Premier Olof Palme's proposal for "nuclear-free zones in Scandinavia." This would be a major victory for the Soviets, and there can be no doubt, that the Soviets are doing their part to bring down the Danish government as a first step in that direction. And by setting the Schlüter government up for trouble, the IMF is certainly doing what it can to help them.

The plan to ruin European coal

The secret study will do to coal mining what the same EC mechanisms have done to steel and shipbuilding—destroy it.

A top-secret staff document is circulating in the 10-member European Community (EC) in Brussels which would, if adopted, collapse Europe's coal-production infrastructure. In its extreme version, according to sources who have obtained an advance copy of the report, the plan would mean the loss of something on the order of 300,000 jobs in mining and allied industries over the next several years.

This week, EC Director General for Energy Christopher Audland (U.K.), is to make the first formal presentation of the plan to EC members. Knowledgeable Brussels sources report that the draft contains a detailed strategy under which the system of EC subsidies to domestic European coal production would be phased out in several stages. By the end of 1986, all EC subsidies to coking coal, used for the production of steel, would be eliminated. At the same time, EC subsidies which have maintained a Strategic Coal Reserve would also be eliminated. And interest-free loans from the European Coal and Steel Community (ECSC) for development of new coal faces, would be ended.

Between 1974 and 1982, Britain received £758 million from the ECSC through the National Coal Board to subsidize coal production, grants for research in miners' diseases, and social aid for housing for retired miners. Under the proposal now being advanced in Brussels, all of this would go.

A second, equally important part of the strategy will be to remove stringent protectionist tariffs and other bar-

riers which presently protect European coal from cheaper U.S., Australian, Polish, or even Russian coal. This would be done over a 6-to-10 year period in order to dull its explosive political impact on European industry. The plan directly parallels the way in which the European Community group mechanism has gutted European steel and shipbuilding capacity.

In 1982, in Britain, the investment bank Lazard Frères advanced what became infamous as the "Lazard Scheme." Under this plan, British steel producers were given tax and other incentives to pull their mills down and make a nice "one-shot" profit in the process. The coal scheme would similarly "entomb vast coal fields and close them permanently from future production," according to Malcolm Wright at the Darlington College of Technology in the Durham coal region.

A British member of the European Parliament from the coal region of Durham, Stephen Hughes, denounced the proposed free-market plans being advanced in Brussels. "They throw fresh light on the determination of Mrs. Thatcher and Mr. MacGregor to precipitate a coal strike last year. It's clear they wanted to crush resistance before these proposals were unveiled." Ian MacGregor is chairman of the nationalized National Coal Board of Britain which, since 1946, has owned all coal mines in Britain. The government's conduct of negotiations during the bloody 1984 miners' strike, the longest labor dispute in postwar Britain, left a demoralized National Union of Miners without a contract, and paved

the way for massive rationalization and closings in the coal industry under a master plan developed by MacGregor's NCB.

The office responsible for coal policy in Brussels nervously told this reporter that it is "hesitant to confirm" the details of the secret staff study. Sources from the U.K. coal region claim that British Thatcherite Conservative Audland is the prime mover behind the strategy. In an interview, a leading planner with the NCB revealed that it had just completed a major study of the future of the European coal industry. He revealed that NCB long-range strategy projects that a vastly restructured and smaller U.K. coal industry will soon be in a position to protect its own markets from foreign competition while the other major European producers—West Germany, France, and Belgium—would be forced to undertake actions similar in effect to the brutal union-smashing miners' strike. Independent of any Brussels action, the British coal board planner said, the Coal Board is proceeding to eliminate all its subsidies to coal mining by 1990. He emphasized that the strategy, which has not been made public inside Britain because of its explosive political aspect, will rely on forced labor reductions and mine shutdowns. "This will allow us to keep exports out."

The West German government of Helmut Kohl is reportedly adamant in its opposition to the British Audland Plan to rationalize EC coal. It is extremely sensitive to any increased unemployment and wants to keep its rationalized steel and coal industries afloat. In three weeks, regional elections in the heart of the coal and steel region, North Rhine-Westphalia, will give an important indication of whether Kohl can retain his fragile majority coalition.

Secret plan to give S&Ls to Citibank

Savings and loans are going under by the dozens, while Jim Baker and Paul Volcker applaud.

A secret report proposing wholesale cartelization of the U.S. banking system is being circulated by Treasury Secretary James Baker III, who supports selling thousands of failing S&Ls and regional banks to the New York money-center giants. His accomplice, Fed Chairman Paul Volcker, testified twice in Congress during April that major cartelization laws should be passed.

Baker and Volcker are taking deliberate advantage of the collapse of U.S. S&Ls and regional banks, engineered by Citibank and the Swiss, since the Swiss-linked ESM brokerage in Florida went under in March, bringing down dozens of S&Ls.

As the London *Economist* bragged March 23, thousands of these institutions will be going under, and the opportunity should be used to have Citibank take them over. In an editorial, "More Bank Failures to Come," they write: "Since America will have to dispense through failure or merger with several thousand banks and S&Ls in the next decade, financial markets will be jolted regularly by local panics and crashes [emphasis added]."

The Brits noted that the Fed will be able to bail out Citibank et al.; the local, productive banks are the ones to be shut down.

Indeed, the \$3 billion Beverly Hills Savings & Loan was closed April 20 by the government and taken over, as was the \$2 billion Bell Savings & Loan April 25, both in California. Both will be sold off to major banks.

The secret Baker report was recently leaked to the press by Washington columnist Jack Anderson, who said it was circulated to the top 100 admin-

istration policymakers. It predicts:

- Shutdown of smaller institutions. "Those institutions that are not well managed may be pressured into excessive risk. . . . The gap between good and bad banks will widen, while the number of problem banks and bank failures will remain above recent historical levels."

- Massive cartelization takeovers. "The trend toward industry consolidation will increase . . . the number of banks will decline."

- Wholesale interstate banking. "An increasing number of states will reduce restrictions on branching and bank holding company expansion. Interstate banking will become a reality."

- Major expansion of powers for the largest banks into insurance, real estate, and stock brokering. "Banking deregulation and market forces will continue to erode the traditional separations of banking and other financial service."

- A collapse of profits for other banks and higher capital to loan ratios enforced by the Fed, forcing cutbacks in loans to the economy. "Overall bank profitability will decline, and capital will rise."

House Banking Committee Chairman Fernand St Germain (D-R.I.) and his Senate counterpart, Jake Garn (R-Utah), convened a set of hearings April 17-25 to make the Baker plan into a new Omnibus Bank Bill.

St Germain told the hearings that the Ohio and nationwide S&L crisis "shows" that time has come for a top-down rewrite of U.S. bank legislation. "Confidence will only be further eroded if we allow a crazy-quilt financial system of half-baked institutions

to spread across the nation lacking essential regulation and control," he said. "The Congress should get on with the business of considering change on its merits rather than through loopholes."

Fed Chairman Volcker, in testimony at St Germain's hearings, called upon Congress to pass laws for wholesale interstate banking and bank-powers expansion. "The time has come for Congress to authorize some interstate banking," he stated. "I hope the Congress will also deal in this session with . . . powers of banking holding companies."

Volcker came out in support of Citibank's current challenge to regional banking zones, by saying that states could only set up protective local zones for three years. After that, he said, Citibank and friends should be allowed into any state in the union.

Baker's pal, Comptroller of the Currency C. Todd Conover, judging the EMS scandal to Citibank's advantage, told the House Commerce Committee March 29, "National banks were warned in 1977 against making the types of transactions being offered by EMS." Conover is seeking expanded power against S&Ls to soften them up for Citibank.

In the Senate, Jake Garn is holding hearings on FDIC's new bill (S.760), cracking down on S&Ls and regionals and expanding FDIC's powers to jail bankers and take over banks.

Meanwhile the shutdown of S&Ls continues apace. The \$3 billion Beverly Hills S&L April 20 announced a 1984 loss of \$100 million due to bad real estate loans, and was taken over by the Federal Savings & Loan Insurance Corp. (FSLIC). This is the largest such S&L failure in months.

FSLIC, however, is almost out of funds and cannot bail them out, and so announced that the government may have to sell off some of the S&Ls' assets.

Los Alamos laser reaches record

by Charles B. Stevens

In his April 19 presentation to the University of Rochester, "Lasers and Particle Beams for Fusion and Strategic Defense Technical Symposium," Dr. Damon Giovanielli announced that the Los Alamos National Laboratory Krypton-Fluoride (KrF) Aurora laser had achieved a record output of 10,500 joules at a power level of about 20 billion watts.

Giovanielli, who is Deputy Associate Director for Fusion Research and Applications at Los Alamos, detailed how this advance in efficient, low cost, short-wavelength lasers can immediately lead to high-power systems needed for harnessing nuclear fusion energy and providing a reliable defense against nuclear-tipped missiles. Besides providing the technology for these major applications, the Aurora KrF excimer, "the largest ultraviolet laser of its kind in the world," will also provide the essential tool for research on the scientific frontiers of laser chemistry, x-ray laser development and non-linear spectroscopy.

How Aurora works

The Aurora is an electron-beam-driven excimer laser. Krypton (Kr) and fluoride (F) gas held at high pressures are irradiated with a high-power electron beam. The incident electrons cause the Kr₂ and F₂ molecules to ionize and reform as excited KrF molecules—"excimers." Because of the high energy density of the KrF excimer, it lases at a high frequency, short wavelength—.248 millionths of a meter—which is virtually at the limits of what ordinary optics (mirrors and lenses) can reflect and transmit. And the shorter the wavelength of a laser, the longer distance over which it can be tightly focused and the more intensely it will interact with matter.

As a direct result of these properties and the fact that it can reach 10% operating efficiencies with extremely high rep rates (hundreds to thousands of shots per second), the KrF excimer laser is one of the best candidates for both laser fusion power plants and missile defense.

The Los Alamos Aurora put out 10,500 joules of .248 micron "blue" ultraviolet laser light within 500 billionths of a second—about a power of 20 billion watts.

As detailed in an April 19 press release, Los Alamos scientists plan to soon upgrade the laser's power 48-fold. This will be accomplished by multiplexing. The idea is that the single 500-billionths-of-a-second laser pulse will be broken up into 48 ten-billionths-of-a-second pulses which can be optically directed to arrive simultaneously at a target. Thus the laser pulse is "compressed" in time 48-fold and its power density increased 48 times.

Missile defense

As reviewed at Rochester by Dr. Robert Hunter of Western Research Corporation, the chief contractor on Aurora, optical multiplexing will primarily be utilized in laser fusion applications. Dr. Giovanielli outlined another approach to pulse compression which is slightly less efficient, but has major applications to missile defense. By utilizing the non-linear interaction of an incident laser pulse with a gas, the gas can be transformed into an optically reflecting medium in which the "mirror" moves at the speed of light. This results in both laser pulse compression to higher powers and improvement in beam's optical quality. Furthermore, this process, also known as phase conjugation, can also result in a shifting of the laser light wavelength so that the best wavelength for propagation through the earth's atmosphere can be attained.

Phase conjugation can be self-initiated. For example, the KrF is operated in a low-power mode with a diffuse pulse output spread over hundreds of square miles. When a missile comes within this diffuse beam, some of the laser light is reflected back through the laser. This reflected light sets off the phase conjugation and the laser output is compressed and focused onto the missile. This integration of detection, pointing and tracking within the laser weapon itself has numerous operational advantages.

Dr. Giovanielli also revealed for the first time that short, high-intensity laser pulses provide new, more efficient means of killing missiles and other offensive nuclear systems. The intense laser pulses produce intense bursts of microwaves, x-rays and high energy electrons on the surface of the target. These energy forms readily penetrate the interior of the missile and destroy delicate electronic controls.

For both fusion and strategic defense, about 200 to 400 times more laser energy will be needed—that is, pulse outputs of 2 to 4 million joules. Dr. Reed Jensen, Los Alamos advanced laser program manager, is quoted in the April 19 press release: "We know how to do it."

As detailed in Dr. Hunter's presentation, KrF lasers are quite economical. Multimillion-joule KrFs can now be built at costs on the order of a \$100 per joule. If the full power KrF attains the sort of rep rates now being demonstrated in small scale models—hundreds of shots per second—ground-based systems with both orbiting and pop-up mirrors could be built before the end of this decade to provide an economic and robust defense against nuclear armed missiles and planes.

Business Briefs

Genocide

Columnist: 'Disease is nature's way'

Houston Post columnist Donald Morris told an April 22 caller that "disease is nature's way of dealing with overpopulation. That is what is going on in the Sahel right now," he said. "The Sahel could only support 5 million people, and it had 8 million, so 3 million will die. Disease will play a role. In the refugee camps in Ethiopia, it is not starvation people are dying of, but disease."

"The biosphere will only support a certain number of people. There are only so many bananas, and if the amount of mouths exceed the number of bananas, the mouths will die. Disease is indeed one of the elements that nature has traditionally used to keep population down. It's not the best means any more, but disease does do it."

Prior to becoming a regular columnist for the Post, Morris was with the CIA (1956-72), division of Soviet counterespionage, having served in the 1950s in U.S. Naval Intelligence. Now he is an occasional lecturer in African History at the University of Houston, Clear Lakes Campus—a hotbed of "futurist" and other Malthusian cults.

The Debt Bomb

Times' Silk: Wreck Ibero-American armies

The New York Times economic writer Leonard Silk yesterday urged Panamanian President Nicolas Ardito Barletta to break the power of the country's National Defense Force.

"Mr. Barletta is trying to find a way out of this country's economic bind," Silk said, "but many in the banking and business community believe he cannot do so unless he shows greater political independence and will in overcoming the dictation of the military."

Panama is exemplary of the growing potential for military and labor alliances

throughout Ibero-America, aimed at compelling governments to resist the International Monetary Fund's austerity "conditionalities." Naturally, the interests for whom Times' writers write, want to crush this potential.

Barletta was recently forced to rescind an IMF-dictated austerity program in the face of working masses in the street, and a military unwilling to engage in repression on behalf of foreign creditors.

East-West Trade

New Western loans to Soviet Union

There is a new European bank loan to the Soviet Union in the making, Deutsche Bank President Wilhelm Christians told journalists in Moscow on April 22, after a meeting with Soviet leader Mikhail Gorbachov.

The meeting, which took place April 18, was also attended by the president of the Soviet State Bank, Alkhimov. According to Christians, the meeting produced optimism as to "good options for big German contracts in the new Soviet five-year plan."

West Germany is already dependent, to the tune of tens of thousands of jobs, on Soviet and East-bloc contracts. Part of Soviet strategy to break the country from the United States, particularly from the U.S. Strategic Defense Initiative, is to couple the stick of military threats with the carrot of large trade and production contracts.

Labor

Trade unions make big concessions

The effects of the Reagan administration's economic "recovery" are being felt by trade unionists across the United States:

- Two woodworkers unions are pro-

posing wage freezes and other contract changes to "save" the industry \$750 million annually, in response to management demands for wage cuts. The real power in the industry is Weyerhaeuser, linked to the super-rich family of Johannes, Prince von Thurn und Taxis, of Bavaria.

- Kaiser Aluminum workers have accepted wage and benefit concessions totaling \$4.50 an hour.

- Alaska Airlines, following a pattern common in the airline industry, is hiring permanent replacements for employees striking the company.

- 11,500 Du Pont workers, nearly twice the number originally estimated, will retire early under a program that chairman Edward Jefferson said will make Du Pont a "leaner, stronger organization."

Banking

Chase eyes savings bank acquisition

Chase Manhattan is looking at and may take over Beverly Hills Savings and Loan, which folded up on April 20, and was taken over by the Federal Savings and Loan Insurance Corporation (FSLIC). Depositors were running the S&L at about \$44 million a day, after it lost \$100 million for 1984 in bad real estate deals, bringing its net worth (capital) to negative \$65 billion.

This is the largest takeover by the government since Continental Illinois.

Recent Treasury, Federal Reserve, and Comptroller's Office regulations—or lifting thereof—are designed to permit the New York megabanks to gobble up failing S&Ls and regional banks on the way to cartelizing the American banking system British-style (see *anking*, page 18).

Fifteen more S&Ls have taken big hits from the collapse of New Jersey's Bevil Bressler house (BBS), because the Broker's Capital Co. of Chicago, which went under in connection with BBS, itself had loans from 15 S&Ls, including Sharon of Baltimore, Edgar County of Paris, Illinois, and

others in Illinois and Missouri. Losses from the BBS collapse itself have mounted to \$200 million, and more than 72 S&Ls stand to take big hits.

Elsewhere, the Texas State Savings & Loan Department took over operation of the Bell Savings Bank because of losses from more than \$100 million in condominium loans April 11. Losses could cause the thrift, total assets \$284 million, to lose enough assets that they would fall below liabilities. Bell Savings is the fourth Texas S&L put under state control due to the 1982-83 speculative condo boom in Dallas.

Oklahoma's two largest banks have been reclassified with a debt rating of non-investment grade. The banks are First Oklahoma Bank Corp. with assets of \$2.7 billion and MidAmerica with assets of \$3.6 billion. The banks have too much bad energy debt, and the oil price outlook won't help.

Systems Analysis

New Forrester-Meadows hoax for Soviet KGB?

Limits to Growth authors Dennis and Donella Meadows and Jay Forrester are carrying out new "computer simulation studies" on the relation of food and population and "global carrying capacity," a Club of Rome source has reported.

Their original 1973 study was characterized by the Club of Rome's founder, the late Aurelio Peccei, as a justified "hoax" designed to give "shock treatment" to governments.

"Current world population trends are in fact converging on original *Limits to Growth* projections," said the Club of Rome spokesman April 24. "Expected population by the year 2000 will be lower because of China's draconian measures, which have been short of forced sterilization, but have been very successful because of the density of neighborhood and community pressure groups. . . . Population limitation is spreading rapidly around the world; 35% of the world's population lives in countries

where the death rate is now higher than the replacement rate."

The Meadows couple spent most of 1984 at the International Institute for Applied Systems Analysis in Austria. The key figure in founding both the IIASA (1967) and the Club of Rome (1968) was Soviet KGB official Dzhermen Gvishiani, son-in-law of the late Premier Alexei Kosygin, and head of the KGB's Soviet State Committee on Science and Technology.

Deindustrialization

Bonn refuses bail-out to Saarland steel firm

There will be no money made available to the Arbed Steel works in the depressed state of Saarland, West Germany, Bonn Economics Minister Martin Bangemann of the Free Democratic Party told the parliamentary caucus of Chancellor Helmut Kohl's Christian Democrats in Bonn on April 23. He announced that he will stick to the European Commission plan to phase out "steel capacities which are not yet readjusted" after December 31, 1985.

The EC plan, named after its 1970s architect, Count Etienne Davignon, mandated the phased destruction of Western European steel-producing capacities on the pretext of over-production in a projected "post-industrial" age.

Bangemann's policy means that Arbed Steel, with DM2 billion in outstanding corporate debt, will shut down, throwing 14,000 steelworkers out of a job.

This collapse of its central industrial complex will leave Saarland in a state of economic emergency:

- The collapse of the state's revenue base has already put local government in debt to the tune of DM8 billion.

- Unemployment now stands at 14%—50,000 workers, becoming 64,000 after Arbed's shut-down.

- There are at least 45,000 social welfare recipients in the state not included in the unemployment figures.

- **THE ISLE OF JERSEY** in Great Britain is a center for drug-trafficking and money laundering. British customs officials just seized 14 kilos of cocaine, worth 2.5 million pounds, from suitcases belonging to two Brazilians who came to the island from Switzerland. The *Daily Telegraph* reported April 23 that the island's chief of police confirmed that U.S. investigators had found involvement of Jersey banks in money laundering.

- **JAPANESE LABOR** leaders, attending the April 24 meeting of trade-union representatives of the seven nations which will attend the Bonn economic summit in early May, called for new technologies as a means of creating new industrial jobs. The German labor leaders, however, opposed the proposal. AFL-CIO chief Lane Kirkland stated that he saw "little hope" for economic recovery.

- **BUDGET CUTS** by the Illinois Department of Public Health seriously hampered the state's ability to respond to the current outbreak of salmonella poisoning, the Better Government Authority of Illinois has charged. "The responsibility for this disaster rests with Governor [Jim] Thompson. His key staff people ignored repeated warnings . . . concerning the potential for disaster in cutting laboratory and program resources."

- **MANUFACTURERS HANOVER** said on April 17 that it is splitting the bank's holding company up into five autonomous units, competing with each other as profit centers. Manny Hanny's stock is trading at a multiple of only 5.3 of its earnings, compared to New York banks' average of 6.8, Citibank's 7.2, and Morgan's 8.1. Manny Hanny President Harry Taylor will take early retirement, unprofitable activities will be shut down, and staff reduced.

The role of economic science in projecting pandemics

as a feature of advanced stages
of economic breakdown

by Lyndon H. LaRouche, Jr.

. . . and God said unto them, Be fruitful, and multiply, and replenish the earth, and subdue it: and have dominion over the fish of the sea, and over the fowl of the air, and over every living thing that moveth upon the earth.

—*Genesis*, Chapter 1, Verse 28

The eruption of potentially pandemic cholera epidemics, under conditions of worsening famine in black Africa, conforms to a general forecast presented by a research team, during a Dec. 28-29, 1974 conference of the National Caucus of Labor Committees (NCLC), held in New York City. (See charts published in *New Solidarity*, Vol. 6, No. 1, Jan. 23, 1975; reprinted in *EIR* of April 30, 1985.) This forecast was based on calculations which assumed that the International Monetary Fund (IMF) and World Bank policies then in force, might be extrapolated into the middle to late 1980s.

There is no coincidence in the fact, that the present eruption of pandemics has occurred in the place, during the time-period, and under the conditions forecast, as projected more than 10 years ago. The published details of that 1974 study, reviewed today, include an elaborated analytical argument, which eliminate any possibility of mere coincidence.

There is no coincidence in the choice of methods of analysis adopted by the task-force which produced that 1974 study.

That task-force, was among the outgrowths of a broader project designed by this reporter, as specified in an internal NCLC memorandum of March 1973. In that 1973 memorandum, this reporter summarized points of congruity and interaction of economic and biological processes.

The method presented is what is otherwise known today as "The LaRouche-Riemann Method." That "LaRouche-Riemann Method," treats economic processes as implicitly a special form of living organism, employing conceptions for defining living processes, conceptions developed through the nineteenth cen-



UNHCR/Leslie Jenkins

A biological holocaust is occurring now in Africa, as famine and pandemics strike a population weakened by the International Monetary Fund's austerity conditionalities. The LaRouche-Riemann Method of economic science forecast this catastrophe 11 years ago, and provides the means to reverse it. Here, Eritrean refugees in Sudan—where one million people will die by year's end if emergency measures are not taken.

ture on the basis of initial discoveries by Luca Pacioli and Leonardo da Vinci, at the close of the fifteenth century. The economist employing that method, if given a bare handful of the most crucial parameters on per-capita energy-throughput requirements, immunological requirements, and evidence from historical epidemiology, can readily elaborate reasonable estimates of the relevant effects of economic devolution.

This report summarizes the most relevant features of that indicated correlation.

Mathematically speaking, what is life?

The first known mathematical discovery, respecting the essential difference between living and non-living processes, was accomplished toward the close of the fifteenth century, by the collaborators Luca Pacioli and Leonardo da Vinci. They demonstrated, by extensive and careful observation, that the harmonic patterns of growth and morphology of function, of living processes, were congruent with harmonic series determined by the Golden Section, whereas non-living processes are not so characterized. If we exclude processes on the scale of astrophysics, and smaller than approximately one Angstrom Unit on the microphysical scale, this discovery by Pacioli and Leonardo remains valid to the present day.

There is nothing intrinsically mystical about the Golden Section. It appears in elementary geometry, as the central feature of constructing what are known as the Five Platonic Solids. These are the only five kinds of regular polyhedra which can be constructed within the limits of "Euclidean

space." Of these five, four are simply constructed from the starting-point of the fifth. That fifth, the dodecahedron whose sides are each regular pentagons, is constructed by constructing first the so-called Golden Section of the circle. The Golden Section is nothing more mysterious, than being the limiting condition for commensurable constructability in "Euclidean space."

Since the work of the great nineteenth-century scientist, Carl Gauss, and his immediate collaborators, we recognize that the harmonic relations determined by the Golden Section, are the infallible projection of conic self-similar-spiral action in what is properly termed "the Gaussian manifold." Physical processes (lying between the astrophysical and microphysical extremes) which are congruent with Golden Section harmonics, are either living processes themselves, or of a special class of non-living processes, such as skeletons of dead animals, organized by a living process.

These definitions just listed, supply the proper definition for the term "negentropy," as opposed to a different definition of that term in statistical mechanics.

Any society whose economy approximates an ideal model of economic growth, is negentropic in the same sense as a living organism. The ideal model, is a society undergoing an approximately constant rate of technological progress under conditions of relative increase of energy-intensity and capital-intensity.

Sustainable economic (and population) growth, is measured as an (ideally) constant rate of increase of the potential relative population-density of that society. This is the mea-

sure of the average potential for growth of the society as a whole, and is also the absolute measure of per-capita productivity of labor in that society. Recognizing that “energy-intensity” and “capital-intensity,” include even the simplest kinds of useful improvement of land and maintenance of such improvements, and that increase of the productivity of average labor requires technological progress in some sense, we have the general picture. The most general facts from the history of mankind, are, first, that the upper limit of primitive mankind’s potential population is approximately 10 million individuals, second, that the population today is approaching 5 billion, and, third, that most of this increase has occurred since modern science was set into motion in Italy, during the fifteenth century. The rough “model” of increase of potential relative population-density, accounts for that process of increase of population, through technological progress.

“Ideal” economies, like healthy living organisms, are negentropic processes. The healthy economy has the same

congruence with the Golden Section, which Pacioli and Leonardo discovered to be the case for living organisms. The difference between living organisms and societies, is that the scientific and technological progress, which causes the increase of potential relative population-density, is itself a product of the developed creative-scientific potentials of the individual human mind; in this respect, the negentropy of the economic process is supplied in a different form than biological processes generally. Yet, at the same time, this negentropic mental activity, which is the proper name for “human intelligence,” is the activity of living organisms, persons, whose capacity to generate and employ the fruits of human intelligence is biologically delimited.

For reasons elaborated in published locations, the varieties of negentropic processes so indicated, can be comprehended mathematically, only along the lines of further, if uncompleted, development of Gaussian physics accomplished by Bernhard Riemann.

The geometry of life

Pictured are anatomical studies by Leonardo da Vinci (1452-1519), dating from the 1480s-90s, the time of his collaboration with the mathematician Luca Pacioli in creating a new scientific academy in the city of Milan. This collaboration produced the book *Divina Proportione*, which elaborated the conception that the harmonic patterns of growth and morphology of function of living processes are congruent with the Golden Section (called by Pacioli “divine proportion,” or proportion of self-similar growth). It is noteworthy that during this same period, Leonardo was designing new cities which would be “plague proof” because of advanced sanitation and fresh water-supply systems.

Leonardo da Vinci’s attitude toward his studies of anatomy is expressed in the statement inscribed on this drawing: “And you, O Man, who will discern in this work of mine the wonderful works of Nature, if you think it would be a criminal thing to destroy it, reflect how much more criminal it is to take the life of a man; and if this, his external form, appears to thee marvelously constructed, remember that is nothing as compared with the soul that dwells in that structure; for that indeed, be it way it may, is a thing divine. Leave it then to dwell in His work at His good will and pleasure, and let not your rage or malice destroy a life—for indeed, he who does not value it, does not himself deserve it.”

The model of the dodecahedron (inset), made up of 12 faces, each of which is a pentagon, was drawn by Leonardo da Vinci for Pacioli’s book. The pentagons can only be constructed by use of the “golden” self-similar ratio.



Economy and health

In both economies and living processes, analysis proceeds, by analyzing the total energy-throughput (or equivalent) of the process, between two broadly defined categories of consumption of that energy-throughput. The first of these two categories is roughly described as "the energy of the system": the portion of the energy-throughput which must be consumed or wasted by the process, merely to maintain the process at its existing level of state. If any portion of the energy-throughput remains, after deducting the "energy of the system" requirement, this remainder is roughly described as the "free energy" of the process.

On the condition, that the required consumption of "energy of the system" is satisfied, an increase of the ratio of "free energy" to "energy of the system" represents, potentially, negentropy. Whereas, a constant or decreasing value of this ratio, represents "entropy."

That is merely a crude, if broadly accurate, beginning.

It is the thermodynamic characteristic, of negentropic processes, that in a continuous negentropic function, the energy-flux-density increases with time. ("Energy-flux-density" signifies a measurement consistent with kilowatts per square meter, of throughput.) So, the "energy of the system" per square meter, increases. So, the margin of "free energy" required to maintain a constant ratio of "free energy" to "energy of the system," must increase accordingly.

In economic processes, the "energy of the system" is represented by the interdependency among three "market-baskets" of consumption. Each of these "market-baskets," corresponds to a minimum value, required to maintain the economic process at a constant level of negentropic potential. These three are:

- 1) The "market-basket" of households' consumption, per-capita;
- 2) The "market-basket" of producers' goods;
- 3) The "market-basket" of "basic economic infrastructure: energy production and distribution, water management, transportation, etc.: improvements in the quality of inhabited area, necessary to maintain at least a constant level of potential relative population-density.

The latter two, combined, represent the basis for measuring the increase of the per-capita "capital-intensity":

$(2 + 3)/1$ reflects "capital-intensity."

In general, increases in capital-intensity do not increase productivity, unless the amount of usable energy per-capita is increased sufficiently.

The increases in the indicated "energy of the system" "market-baskets," must be supplied by increases in per-capita output of the components of these "market-baskets." It is, broadly speaking, in this fashion, that "free energy" margins of output are converted into increase of "energy of the system."

If the level of technology were constant, then, the per-

capita output of society would proceed to the point that no further increase in output per-capita would result from increases in capital-intensity. At that point, further increases in capital-intensity, would merely increase the per-capita "energy of the system," without increasing the total energy-equivalent throughput: the ratio of "free energy" to "energy of the system" would fall; the economy would become "entropic." Only technological progress can sustain negentropy, can permit the durable survival of an economy, a society.

Such "entropy," signifies a fall in the potential relative population-density. The "ideal" case, at which economies are to be examined for economically-determined eruption of pandemics, is the case for which the potential relative population-density falls below the level of the existing population.

The conditions for economically-determined pandemics, may be either the instance in which the average consumption is determined by a fall of potential relative population-density, below the level of requirements for the existing population, and the special case, that the differential rates of distribution of the households' goods "market-basket" falls below the level of "energy of the system" for a large part of the population. We are most concerned with the effects on health, as the nutritional throughput per-capita falls below some relative biological minimum, and also the effect of collapse of sanitation and other relevant aspects of basic economic infrastructure upon the conditions of an undernourished population.

The first assumption, that the death-rates would be increased by malnutrition, requires no special inquiry in the language of economic science as such. It is the second alternative, that the undernourished population might become a breeding-culture for eruption of epidemic and pandemic disease, which requires special attention.

Descent to lower forms of life

The notion, that a collapse of potential relative population-density, should transform populations into breeding cultures for eruption of pandemics, is a possibility implicit in the proper choice of mathematics for living processes.

Geometry provides an elementary basis for examining the latter alternative.

The unique axiom of a proper form of elementary synthetic geometry, is that the only form of action which exists self-evidently in physical space-time, is the discovery, first by Cardinal Nicolaus of Cusa, that only circular action is self-evidently existent as a form in physical space-time: the so-called isoperimetric principle. For reasons elaborated in other locations, this can not be merely simply circular action. It must be triply-self-reflexive circular action, as symbolized by three moments of concurrent circular action, each at right angles to the other two in Euclidean space: that is the indivisible, unique axiom of elementary, indivisible action in physical space-time.

In elementary synthetic geometry, of the constructability of forms in Euclidean space, such triply-self-reflexive circular action, produces what are called "singularities": points, lines, surfaces, and solids. However, this, while correct as far as it goes, is not adequate for the construction of a physics.

Human perception is such, that we can not experience the perception of an instantaneous object. Perception is possible only as the experiencing of some change (transformation) during a finite displacement of physical space-time; a finite amount of time has elapsed between the beginning and conclusion of the smallest possible act of perception. Therefore, if circular action is uniquely axiomatic, we can never perceive circular action in physical space-time, except as spiral action.

If this spiral action is generated at a constant rate, what we perceive is a cylindrical helix. If the action is generated at either a constantly increasing, or constantly decreasing rate, we perceive a conical self-similar-spiral action. The latter, conical self-similar-spiral action, is the correct choice for a generalized physics; this defines the rudimentary form of a Gaussian (constructive) geometry, a Gaussian manifold, or Gaussian continuum.

However, in extending circular action in time, as a spiral action, we must not forget that our circular action, so extended, is triply-self-reflexive circular action. Even a doubly-self-reflexive conic-spiral action, generates a special kind of singularities, ultimately somewhat analogous to, but qualitatively different than, such elementary singularities as points, lines, surfaces, and solids.

In the simplest "ideal" case for a growing economy, the notion of merely doubly-self-reflexive conic-spiral action, presents us with this classic problem.

Given, a growing economy, developing at a constant rate of technological progress, in an energy-intensive, capital-intensive mode. In such an "ideal" case, the growth of the economy is not described merely by an ordinary sort of conic self-similar-spiral action. Conic-spiral action upon conic-spiral action, is typified in effect, by the case in which the ratio of arithmetic to geometric mean-values of spiral-action is increased harmonically over successive cycles. Instead of a simple cone, the locus of the action is a horn with a bell-shaped mouth. In one such case, a side-view of the horn describes an hyperbolic curve, seeming to shoot off into "infinity" in a Cartesian plotting. This apparent "shooting off

Fact Sheet

What experts say on the current breakdown

The following fact sheet was prepared by EIR for use at press conferences in Washington and other cities throughout the United States on April 24, announcing the release of the Special Report on the ecological holocaust (EIR, Vol. 12, No. 17, April 30, 1985).

The Pasteur Institute, Paris

Dr. André Dodin, a leading epidemiologist, stated: "Cholera is all over Africa, malaria too; yellow fever is in a belt going from Senegal to the Central African Republic. Africa has been invaded by these diseases. Diarrhea kills enormous numbers in Africa, especially in the cities, where there is not enough clean water. . . ." He stated that cholera had been spreading since 1971-72 in almost all of Africa, and especially Ivory Coast, Senegal, Mali, Somalia, and Zaire. It is spreading fast because people travel so much today. The other major disease killer in Africa,

he said, is malaria. He commented, "Unfortunately, health is following the economy. If the economy flourishes, health improves. If it deteriorates, so does health."

World Health Organization, Geneva

An official said on April 15, 1985: "One-third of all children's deaths in Africa are due to or associated with diarrhea. The highest diarrheal mortality rates are being recorded in Africa, even higher than Asia. . . . Out of 100 African children born, at least 10 will die before the age of one. One-quarter will die before the age of five. These rates are ten times the rates of Germany or Switzerland. One-third of those children—or 8% of all children in Africa—die of diarrhea."

Center for Disease Control, Atlanta

An infectious disease monitoring expert said on April 16, 1985 that the CDC estimates that there are 200 million cases of malaria worldwide. The subsaharan total population of 350 million people has 74 million official cases of malaria. Furthermore, the majority of people with the disease never get counted in the statistics because they live in remote areas. His colleague at CDC commented further: "We've felt for a while that areas like South America are wide open for cholera, *all* of South America. For example, some parts of Brazil are ripe for outbreaks. It's hard to believe it hasn't been introduced yet, that's the only ele-

into infinity," is a singularity, or, in other words, a mathematical "discontinuity" in the continuous development of the economic process.

However, the economic process does not come to a stop, while the hyperbolic arc seems to "shoot off into infinity." Let the central axis of the horn represent the time-scale. The economy as a physical process continues quite efficiently through the interval at which the mouth of the horn appears to zoom off "in search of Cartesian infinity." What happens, as Riemann supplies preliminary indication of this, in his 1854 "On the Hypotheses Which Underlie Geometry," is that as a physical process generates a singularity of this kind, the metrical characteristics of action in the affected region of physical space-time are altered. As the horn appears to zoom off in search of infinity, the process continues, operating now on a modified metrical basis.

A new hyperbolic, or kindred, curve, is described, with the same general result; and, after that, a third; and, so on. On the time-scale (for the indicated "ideal" case), the intervals between the singularities become shorter, and these successively shorter intervals describe a harmonic series.

This indicates, that another way of measuring negentro-

py, is to measure it in terms of the increasing density of Gaussian-topological discontinuities (singularities) per arbitrarily small interval of time. The point to be stressed now, is that a decreasing density of singularities, is a measure of the relative entropy of a process.

This is a useful vantage-point from which to ask, "What happens, when a biological system, such as a society, falls entropically, to a lower level of existence?"

The negentropic ranking of relative higher and relatively lower orders of living species, may be estimated in terms of the relative density of singularities of the living processes examined. From this vantage-point, it is not necessarily the case, that the human population simply dies of effects of malnutrition.

Society is an integral part of the biosphere, both the biosphere as a whole, and regionally. Rather than measuring the level of relative negentropy of society as such, let us consider the effect of society's development upon the average level of the biosphere which contains that society. This was the crucial feature of the March 1973 memorandum referenced. Rather than viewing a deep fall of the potential relative population-density, as merely a fall in the relative value for

ment lacking. We all thought that after 1975-76, and the revolution in Angola, there would be large cholera moves into Brazil, because cholera was widespread in Angola. Why it hasn't happened yet in Brazil and other parts of South America, I just don't know."

The privately expressed opinion of another CDC expert was: "Cholera is not even being monitored in China and Southeast Asia. In Africa only 20% of the Africans who have cholera are symptomatic, so that the reported figures for cholera should actually be minimally multiplied fivefold."

World cholera expert

"Somebody may be consciously deciding not to treat cholera victims in Somalia. I can't figure out why *anybody* need die of cholera. It makes no sense. The oral rehydration treatment is incredibly cheap, costing the equivalent of 10 cents to at most one dollar per person treated, and it is universally known. There's no way possible anybody could not have heard of it."

Fusion Energy Foundation, Washington

Dr. John Grauerholz declared: "Cholera is now endemic in 96 countries worldwide, and has the potential to rapidly expand, under collapse conditions, into Europe and the United States. Approximately 75 regional subdivisions of African countries have serious cholera prob-

lems, according to recent data from the Center for Disease Control in Atlanta and the regional World Health Organization office in Washington, D.C. The affected countries include: Benin, Burundi, Cameroon, Equatorial Guinea, Ghana, Ivory Coast, Kenya, Liberia, Mali, Mauritania, Niger, Nigeria, Rwanda, Senegal, Somalia, South Africa, Swaziland, Tanzania, Upper Volta, and Zaire. Two other countries known to have endemic cholera problems, but which have not made official reports to the World Health Organization, are Ethiopia and Sudan.

"The African crisis is a direct result of the International Monetary Fund's austerity conditionalities, designed to effect the depopulation policies of the Carter administration's *Global 2000* report. Under these policies, African agriculture, which once produced exportable food surpluses, has been ravaged and the populations herded into refugee camps, which serve to concentrate large numbers of sick and starving people in an environment suitable to the rapid spread of disease and lacking any means of prevention or treatment. These camps serve as giant cultures for growing viruses, bacteria, and parasites, and propagating them in a susceptible population. The IMF response to this breakdown has been to demand even greater austerity and to place increasing pressure on these countries to pay their debt. The only possible result of this policy is to ensure the most rapid possible extermination of the population of black Africa."



Children in New York's South Bronx. Conditions are now ripe for the spread of epidemics, even in the United States.

the society as such; let us examine this as a fall in the relative level of the biosphere including that society.

For convenience, let us say that a collapse of society obviously requires the affected portion of the biosphere to function at a reduced level of relative negentropy. In other words, this must tend to be adjusted, by increasing the role of relatively lower forms of life. That was the proposition subsumed by the cited March 1973 memorandum. Lower forms of life "consume" human and other higher-level forms of life as "fuel" for their own proliferation. The attempted thermodynamic analysis of cancerous development, by Chicago's Dr. Nicholas Rashevsky, was referenced as a model for such a transformation within the biosphere.

Instead of simply assuming, that man collapses within a constant level of the surrounding biosphere, assume that it is the biosphere which is directly affected by a collapse of the human population-potential, and that it is the biosphere which must adjust to the impact of the drop in its own potential caused by the collapse of the included human potential. In that variant, human and animal pandemics, and sylvatics, must tend to resurge, and evolve, under certain kinds of "shock" to the biosphere caused by extreme concentration of fall of population-potential. Instead of simply dying of effects of malnutrition, the population generates a pandemic which becomes the biosphere's adaptation to its own reduced state, and this pandemic then attacks the concentration of fall

of potential which has caused the lowering of the potential for the biosphere generally.

During 1974, this was the hypothesis examined against the available array of evidence respecting historic eruptions of pandemics. The evidence correlated significantly with the hypothesis. On the basis of this correlation, the published estimates were projected.

The levels at which falls in the essential components of the "market-basket" of nutrition correspond to preconditions for eruptions of pandemics in widespread concentrations of population, are broadly supplied by medical specialists. It was merely necessary to estimate the rate of fall of population potential toward such threshold-levels, and to take into account the duration of such conditions historically indicated as consistent with brewing of a new upsurge of pandemics, to foresee when, how, and where a continuation of 1974 trends in monetary and economic policy would probably generate such eruptions.

Supplementary observations

One of the hideous, classic cases considered broadly, in conducting these forecast-studies, was the manner in which the Nazis caused the mass-deaths in the war-time concentration-camps. Contrary to popularized legend, the core of the method of mass-murder, was not the gas chambers. If I supply slave-labor with, for example, 1,000 calories of nourishment a day, and exact 2,000 to 3,000 calories of output, within an estimable number of weeks of hard labor under these constraints, a healthy slave is transformed into a near-corpse. The cheapest method for "cost-reduction," in the camps to which the worn-out slaves are returned, is to place these worn-out slaves in a crowded, filthy barracks, with assorted other "unusables," and to allow the spread of disease among the sickened starvelings to decimate their ranks, and then, to use other "useless" slaves to assist in disposing of the dead. This was the essence of the Nazi death-camp system; contrary versions are, to a very large degree, merely legends, at least insofar as the majority of deaths is concerned.

The legend, that is was the Nazis' gas chambers, rather than the logic of slave-labor economy, which decimated the Nazis' concentration-camp captives, serves today as a convenient way of overlooking the fact, that the same methods actually used to cause the deaths of the majority among those victims, are the methods imposed upon entire, increasingly numerous regions of the world today, by the Schachtian policies of the International Monetary Fund's "surveillance."

As for those who console themselves, that the death of as many as 300 million black Africans, through chain-reaction effects of IMF "conditionalities," over the coming period, is a far-away catastrophe, not to intrude upon an evening's escapism into TV soap-opera, we have inside the United States already, no fewer than 30 million Americans in a ripe

condition for assimilation and spread of pandemic infection, should such infection leak across our borders; otherwise, the fall in animal-protein consumption within spreading portions of the general population, represents a population increasingly weakened in its potential resistance to pandemics.

Unless IMF "surveillance" is nullified and reversed, the entire world, including Western Europe and North America, is becoming increasingly ripe for effects like those which decimated the population of Europe during the middle decades of the fourteenth century. When we continue to tolerate IMF policies already unleashing genocide against black Africa, and other "third world" regions, we exhibit in ourselves a lack of the moral fitness to survive. If we do not reverse this toleration we have exhibited to date, the unleashing of pandemics from Africa and elsewhere, will sweep into the depression-weakened portions of our own population, and our lack of moral fitness to survive may become indeed the cause of our own destruction.

By continuing to tolerate IMF "conditionalities," we are close to unleashing upon this planet such a combination of revived and new pandemics, that general thermonuclear war would be preferable to the biological holocaust, which IMF policies will have unleashed upon this planet.

If the indicated economic causes for pandemics are as our

hypothesis suggests new pandemics to be generated, it must be the case, that diseases are created not by chance mutation of pathogenic organisms, but are rather created within weakened cell-tissue of the infected bodies. The disease, penetrating and interacting otherwise with cell-tissue's processes, becomes a part of that cell's functioning, such that more than the pathogen's feeding upon the cell's material must be considered to define the true character of the disease. If that is so, as much suggests this to be the case, then the collapse of the reproductive function of the cell, to a lowered state of relative negentropy, must directly affect the reproduction of the pathogen, such that the pathogen's reproduction adapts to the pathological condition of the cell's own reproductive processes. In other words, something much more than a mere lowering of the victim's resistance to the pathogen, must be taken into account.

If this is the case, as the indicated line of mathematical argument strongly implies might be true, then, the effect of a rapid collapse of levels of global population, as proposed by the Club of Rome and President Jimmy Carter's "Global 2000," and as implemented by worsening IMF "conditionalities," is breeding a new dimension of biological holocaust of such horror that we would welcome general thermonuclear warfare as a more merciful alternative.

The Recovery That Never Was

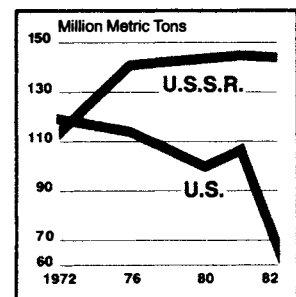
Find out what the White House should know . . . but doesn't

The EIR Quarterly Economic Report, prepared under the personal direction of Lyndon H. LaRouche, Jr., presents a devastating picture of the current economic crisis—a crisis with profound implications for the national security, as Moscow is only too well aware. The study demonstrates:

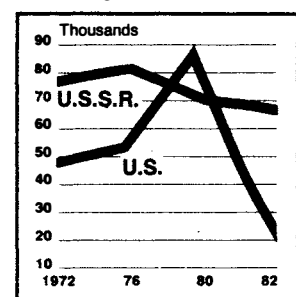
- Unless President Reagan replaces his present, foreign and domestic, monetary and economic policies, the U.S. economy will continue to describe an accelerating downward trend in output of goods and in balance of trade.
- The potential for a 1931-32-style deflationary blow-out or new skyrocketing of dollar exchange-rates, is approaching certainty. Either alternative would be associated with an acceleration of the rate of collapse of goods-output in both the world market and the U.S. economy; under either alternative, the federal budget deficit would soar.

For information about the Quarterly Report and a new feature, EIR's 1985 statistical yearbook, please contact your local EIR representative or Richard Freeman, EIR News Service, P.O. Box 17390, Washington, D.C. 20041-0390.

Raw Steel



Freight Cars



Green Party leader glorifies his Nazi roots

Rainer Langhans, a leading member of the Green Party in the Federal Republic of Germany (F.R.G.), told the assembled national delegates of his party, at a conference in Hamburg in December 1984: "All of us want total war against the system. In this respect, we can still learn something from our brother Hitler."

Since then, Langhans, writing in the pages of the pro-terrorist Berlin newspaper tageszeitung (taz), has emerged as the Alfred Rosenberg of the entire Green movement, which, as the European Labor Party and the Israeli government have repeatedly warned, is a Nazi party in every particular, save its formal name. Since March 1983, the European Labor Party has been placing in the public domain, information documenting its demand that, on grounds of the Basic Law of the Federal Republic of Germany, the Greens should be outlawed.

In October 1984, Helga Zepp-LaRouche, the chairman of the ELP and founder of the Schiller Institute, issued a call for a worldwide mobilization to ban the Greens, thwarting Moscow's plan for domination of Germany through a "Red-Green Coalition" in Bonn.

One million leaflets were distributed in a European-wide "Day of Resistance," provoking fury—and lawsuits—from the Greens. More and more German politicians began to warn of the Green threat.

We publish here in full, Langhans's glorification of just what it is that his Green Party has learned from the Gnostic

cult ideology which gripped the former Viennese hippie, Hitler.

The article is titled, "The Brown-Green Ring of Force—A Homeland Movie." For comparison purposes, EIR has also provided relevant extracts from the Nazi movement's own ideological effluvia. We hope that all those who have eyes to see, and ears to hear, will be moved by Langhans's document, which appeared in taz, March 27, 1985, to immediately demand the legal and practical disbanding of the Greens, and to condemn the utter immorality of a U.S. State Department, and of a Jesse Jackson, for endorsing this Nazi threat.

Rudolf Bahro at the National Congress of the Gréens in Hamburg, Dec. 7-9, 1984: "When viewed formally, structurally, we see that the relation between state and society, is quite similar to what it was in the Weimar Republic, and that, formally, the Greens' ascendance is following a pattern identical to that of the Nazis."

From a position paper on May 8, 1945 [the day of Hitler's capitulation—ed.] by the National Labor Council of the Greens, entitled "Rightward Trends and Neofascism," Jan. 16, 1985:

"In the meantime, we should not let ourselves be guided by the interpretation of history currently prevalent in the F.R.G., and the political consequences it warns about. Rather, proceeding from a social-emancipatory self-understanding, we should place ourselves in the political tradition of

Document: The Nazis and the Greens Document: The Nazis an



Behind the Greens' fanatical opposition to industry, science, and technology—pictured here is a Green Party-led demonstration against construction of a new airport runway in Frankfurt—is the same Mother Earth cult that Adolf Hitler worshipped, as the Green leader who won notoriety for hailing "Brother Hitler" confesses in the document published here.

those whose political power was not great enough to defeat fascism on their own, and whose political aims were not able to achieve effective influence in post-war history: i.e., the historical tradition of the anti-fascist resistance."

The Great Mother

First of all, my thesis: From the standpoint of its content, the Greens today are developing along the same lines as the Nazis.

Scarcely comprehensible at first glance—what can this flabby, easygoing Greenie in his blue jumpsuit—and nonviolent—what does he have to do with a jackbooted, bellowing, fast-shooting SS man? But these are merely differences in form.

By content, I do not mean consciousness on the level of comparisons; but rather, I emphatically mean the highly active, preconscious regions. An example: Following the war, the Germans have been, and still are up to this day, consciously and formally democrats. And yet, doubts about their preconscious or unconscious strivings, and thus about the contents of this democracy, linger on. And justifiably so.

But what, then, is this content, which can produce such divergent forms as the Greens and the Nazis?

It is the "Great Mother."

Be patient; let me explain: The development of human consciousness occurs roughly as follows. It begins with identification with the "Great Mother"—born of her and protected

by her. Gradually, it grows from the stage of infancy into childhood, and finally into the stage of youth. As it moves through these stages, it increasingly detaches itself from the Great Mother, and expands to that degree. This same development is clearly visible within each child, which begins to separate itself from its mother, and then in puberty, from its family. It continues into adulthood and, in the best of cases, extends to the wisdom of the divine child, of Enlightenment, and Oneness with the Unnameable. Where do we stand today?

At the end of the era of youth. The period of infancy was characterized by matriarchy, and that of youth, by the father. We have therefore reached the end of patriarchy. Now begins the crisis, whose end result could be the final separation from the Great Mother and her reintegration as Great Goddess or God. The spiritual man, who can transcend all matter (i.e., the "Great Mother"), will and must become.

Transcendence over matter re-emerges in the tendency toward its utter destruction, which today is the predominant model: Ultimate victory of patriarchal despair.

A countervailing tendency to this destruction, lapses back into the search for salvation in the opposite, developmentally earlier, pole: direct identification with the Great Mother.

But neither pole finds the necessary solution. In the course of physical destruction, the mind's material vessel becomes annulled; but if, on the other hand, the mind merges with the Great Mother, the same fate will befall its contents, which consist in the recognition of distinctions. Either way, we

“Nature herself . . . diminishes, not the power of procreation as such, but the conservation of the procreated, by exposing them to hard trials and deprivations with the result that all those who are less strong and less healthy are forced back into the womb of the Eternal Unknown.

“[Man] is not carved of the same wood, he is ‘humane.’ He knows better than the cruel queen of wisdom. . . .

“We encounter the objection of the modern pacifist, as truly Jewish in its effrontery as it is stupid! ‘Man’s role is to overcome Nature!’

“But . . . man has never yet conquered Nature in anything, but at most has caught hold of and tried to lift one or another corner of her immense gigantic veil of eternal riddles and secrets.”

—Adolf Hitler, *Mein Kampf*

would be returning to unconsciousness. Negative liberation.

But we all desire a better, a more conscious world. The old world seems to have outlived its purpose. The feeling that an epocal change is underway, is widespread; the call back to our true nature, unmistakable.

What is our true nature?

Mind. Mind residing within body, but not the body which is material, which is Mother. Father and Mother must learn to renounce all claim to undivided sovereignty, so that, through their conjoined effort—their “marriage”—the mind can be set free. This will not come about without conflict. But its liberation is the precondition for a better world.

Relapse into patriarchal “solutions” to the crisis seems largely ruled out, since its insanity has been demonstrated. This, of course, is less true for more extensive and profound relapses, such as those into matriarchy.

Let’s look at two images of the Great Mother: first, an Indian one, the goddess Kali, creator and destroyer of the world. Like the actual mother, one side of her is that of giving birth, of caring and protection, of succour, of guardianship over her brood, and she is proverbial in her loving. As such, she is the creatress of all material existence.

However—and this is the aspect that confronts the child, and the youth even more so—the other part of her nature is

the blood-drinking witch, who dances upon the skulls of her murdered children; who wears a chain of severed human heads around her neck; who holds in one hand a blood-filled skull, and in the other, a sword. She is cruel, just as nature is cruel. Merciless. She devours the fruits of her own womb. She is the goddess who nullifies material existence.

All this might seem to conjure up primordial, heathen fear and its magical representations. But in the imagery of the Middle Ages, we find the same motif, with a slight variation. The figure of St. George, mounted and armed with a lance, which he runs through a fierce dragon, can be seen in virtually every church. And many paintings provide details about why he did so:

Beside the dragon there stands, in complete calm, a marvelously beautiful, delicate virgin. In some paintings, you can see her holding, with her fingertips, a cord which is attached to a collar around the dragon’s neck.

The internal life of every individual, of the “knight,” has these two faces: shadow and light. In times of struggle, of ignorance and of repression, the awful face of the fire-breathing, bloodthirsty dragon. If the “knight” has defeated it through struggle and suffering, it then becomes transformed into its true mode of existence: the succouring virgin, who in Christian iconography, became the Virgin Mary. The spell of illusion, once broken, reveals the dragon-princess—or the frog-king, who obliged the “princess” to struggle against her sense of revulsion, so that he could become transfigured—a feminine variant.

All this is the Great Mother, even though, to us, her dragonlike side was cordoned off by means of the Christian image of Mary, which portrayed men as active—doers, historical, and evil; and women as inactive—victims, ahistorical, and good. The witchhunts in the Middle Ages lent considerable weight to this.

Above and beyond these cultural distinctions, therefore, the development of consciousness always requires separation from the material world, the mother-image, Mother Earth, the *maja*, the deception or illusion, which sustains us and—by virtue of the inertia of our bodies—renders it difficult, if not impossible, to arrive at our true spiritual homeland. Triumph and deliverance from the body is part of man’s legacy. But he must succeed in doing so. This deliverance from the body makes possible his salvation. And only he is truly a human being, who is no longer a slave, nor in bondage to his own body or to hard matter, to the world, to Mother. Nor also, of course, a slave to the masculine “spirit,” as can be seen in technology and destruction of matter.

Note: All this has a bearing upon a particular actual man or woman, only to the degree they themselves have identified with their own masculine or feminine natures.

The division and the struggle are within ourselves, and their outward projection in the body and in history, are only likenesses and illustrations.

"A fire was rekindled from whose flame one day the sword must come which would regain freedom for the Germanic Siegfried and life for the German nation.

"And side by side with the coming resurrection, I sensed that the goddess of inexorable vengeance for the perjured deed of November 9, 1919, was striding forth."

—Adolf Hitler, *Mein Kampf*

What does all this have to do with Nazis and Greens?

Both are engaged in the struggle to separate, from the Great Mother, her two sides—the two sides of the coin: the "forbidding" male and the "accepting" female. The masculine Nazis succumbed to the blood-drinking aspect; the feminine Greenies, to that of the protected and nurtured child.

Let us see how this works. I would first like to recall several Nazi images, and then later, connect these with Green images. These are admittedly impressionistic sketches, in need of filling-out.

The Nazi images

They are our parents, and our parents are inside of us. We have inherited their history, and of course we want to do everything differently this time. Anti, anti. . . .

They were a group of older youths with a correspondingly authoritative structure—final stage of patriarchy. They acted within the historical context of German, romantic introverted mentalities, who had always been wanting in the social role-models which had developed within other European nations as a result of the bourgeois revolutions.

For centuries, the Germans had had visions. They were a nation without space to live, always shortchanged, fumed for their inwardness, for their idealism, their dreams, their yearning for death, their premonitions of once again having their body entire. And as their justification for outward peace and order, which also fulfilled a definite purpose: Introversion requires undisturbed devotion, in peace and order, which is provided by an authority established for that purpose. The Germans were the nation of mystics, poets, and philosophers. Germany had its own special pathway into history. Their historians wrote that each epoch was immediately with God. To neighboring nations, they therefore always seemed eerie. They have no love for public life. Wotan sat hidden within Kyffhäuser, and his beard grew right through the table. The Treaty of Versailles was the first thing that really

shook them up! That was too much! We'll show you! We'll bring the yearned-for, promised inner Reich here onto Earth! We won't let you get away with it! We've waited a long time! Let's establish God's empire, right now!

The artist, driven by his sense of mission, became the medium and shaman, which the German had always felt himself to be anyway. The artist becomes the prophet. His hysterical blindness following a gas attack turns into ecstasy and visions. It permeates him. The filter, by the way, is typical for the times.

The potential had always been there, waiting. He stirs it up. No one needed to read his book *Mein Kampf*, because it was written from everyone's gut. The Gnostic schema showed through clearly. The Hero of Light will defeat the *Untermensch*, with the *Führer* and prophet leading the way. They "forgot" their own weaknesses and projected them onto the Jews, who themselves had long been race-conscious.

They wanted to defeat the Great Mother once and for all—but succumbed to her. And with the same ferocity with which they had previously sought to defeat her. Now, they submitted to her compulsion, and could not escape her fanaticism. A fanatic cannot help himself. He must be helped—as did indeed occur. May 8, 1945.

Mother Nature appeared to them in the image of the relentless struggle for survival, in the image of the chosen people, the race, the necessity to purify, of perfect and deviant racial types, of the merciless victory of strong over weak, of the extermination of worthless, weaker life. These images of the Great Mother's deadly aspect, were features of the spiritual necessity to wage battle against the imperium of evil. The mercilessness of the hierarchies and of the strongest, who were the *Führer*, demonstrates this. Elements of

"All great movements are popular movements, volcanic eruptions of human passions and emotional sentiment, stirred either by the cruel Goddess of Distress or by the firebrand of the word hurled among the masses. . . . Only a storm of hot passion can turn the destinies of peoples, and he alone can rouse passion who bears it within himself.

"It alone gives its Chosen One the words which like hammer blows can open the gates to the heart of a people."

—Adolf Hitler, *Mein Kampf*

this can be found in the longing for death, the torches, the magical thinking, the hatred of analytic thinking. Everything had been set into motion—the movement. Collectivity, *Volk*—no individuals. Everything was political, even private life. Depoliticized areas were not tolerated. No withdrawal, no intimate knowledge was possible. My *Reich* shall finally be of this world! Faster, and faster still. . . . Playing upon bodily fear, as a transition to attaining all-merging, total and unassailable group ecstasy. Black masses.

Brown as their color; black, too: nature dies—fall and winter—earth.

Other images: regionalization, appreciation of, and support for, racial peculiarities. We find a highly developed emotional attachment to recycling of resources—and this by no means confined to war-related motives alone. The inclination to autarchy, to decentralized systems not requiring continuous impulses from the outside. Self-help, protective and more natural dealings with Nature's gifts. They turned against capitalism and its alienation. "Blood and soil" really meant making the flat, materialistic use and consumption of nature, once again into something magical, something enchanted.

In the beginning, the Nazis had the support of almost every religious and esoteric grouping, the most divergent array of reform movements and psychologists, Tibetan Lamas, theosophists, lifestyle reformers, vegetarians, bio-farmers, Lutheran and Catholic churches, world ice-age and hollow-world theory, astrologists and populists, atheists, mystics, believers in reincarnation, etc. They all hoped for the flourishing of their own sectarian existence. And they took them all in—and out.

They paid special attention to the youth. They gave them what they had been seeking in the blue blossom. Struggle and horror, self-governed structures, nature vs. asphalt, enthusiasm and high aims. . . . An end to this miserable state of conflict. Unification of opposites within man, which at the time were called:

National
Socialist
German
Workers' Party.

"Come to me, all ye who. . . ."

The party as insatiable vessel; the greatest emptiness. . . .

What actually happened?

They tried to storm heaven. They wanted eternity, release from imprisonment within the body. Anyone attempting to follow this mental impulse, this need for the spiritual in man, but with material, maternal means—as the Nazis did increasingly—and not with spiritual means, will end up in Hell. My kingdom is not of this world!

Whoever tries to force it with strength, succumbs to the

blood-drinking side of the Great Mother, who dances on the skulls of her own children. War becomes inevitable, and is a desperate attempt to counteract this increasing submission to the Mother's domination; the more the hope of liberation from her vanishes, the more it becomes totalized: "Do you want total war?"

Total destruction as one last attempt in the struggle against her. Total self-nullification, and therewith the hope for entry into the imperium of the spirit, for which one must give up one's body. Scorched earth, charred bodies. Ultimate vocabulary and ultimate instrumentarium.

Moreover: The Eastern tribes have held us in high regard for a long time now—and they have especially high regard

"One man must step forth who with apodictic force will form granite principles from the wavering idea-world of the broad masses and take up the struggle for their sole correctness, until from the shifting waves of a free thought-world there will arise a brazen cliff of solid unity in faith and will."

—Adolf Hitler, *Mein Kampf*

for us because of Hitler, because in no other Western people do they see this aspect of the Great Mother reflected so clearly. And they know him!

The Green images

The repressed contents, long-dormant and passed from parent to child, will necessarily return, so long as they are not resolved. Accounts have not been settled: "What do I have to do with my parents' idiocy?"

The Greens are clearly a group of children, mostly of the same age: blue jumpsuits, colorful, spoiled, pleasure-seeking, unpredictable, against achievement, oriented to body language, hostile to theory. They already know it all. They are passionate—in triumph and in complaint. The world is black-and-white, and "you are guilty blacks—and we the white victims." "Mama, gimme dat!" Feelings and ecology (in earlier times, blood and soil).

An egalitarian structure prevails in all children's groups. This protects them from the parents' authority. In most matters, they turn against their parents—anti-authoritarian, anti-fascist, anti-capitalist, anti-party, etc. They are peaceful—peaceful to the point of weakness. What agitated their parents, leaves them cold. Their beginnings emerged from the death-rattle of the Horseman of the Apocalypse. In 1968 it was the Americans' Vietnam War; before that, the American

The Greens Document: The Nazis and the Greens Document: The Na

and Russian A-bombs; and today it is the missile armament of Ronald Reagan. He, in a certain sense, was the progenitor of their outburst—their projective counterpart. His strengths and weaknesses. Where he is warlike, they are peaceful. Where he applies force, they are non-violent. For, all violence is with him and his armaments, and all peace and all love is with them and their well-meaning weaknesses. They “forget” their own aggression and attach it to the well-suited figure of Reagan.

They live within the birth-giving and protecting aspect of the Great Mother. They are her children and they feel good there. Nice and warm: “Don’t quarrel!” Mama’s little darling. They are still innocent, and adulthood, “responsibility,” still seems rather distant.

There are indications that they have not yet comprehended, what violence is. At their party congresses, there are not merely a few isolated ones playing the role of catalyst of raw, unrestricted forces and aggressions; but rather, an unbroken chain of aborted efforts at becoming, to at least some extent, politically aggressive. Collective consciousness, “democracy of the base,” obligatory in all forms of interaction. The self is determined by the failures, the “guilt” of the parents—not from independent content.

Also evident with them, is a repression and defense against physical death and suffering. “Immortal youth.” Their first priority is physical survival, without questioning its contents. They are a party of youth, having not yet experienced mortality. Death—no, thanks! They have been untouched by the mid-life crisis. Their regressive nature, their attachment to the pre-mental and pre-verbal stage, is likewise evident. The trance-like innocence preceding separation, preceding adulthood.

Their “peace” seems lifeless—paralyzing and delusionary, like the peace of some terrified sacrificial victim. Only don’t disturb it!—Mama can be fierce if she perceives any hint of separation, of independence.

Well, then, sooner war, than that. I’m being suffocated!

Only the strong, seasoned fighter can be strong enough to sustain physical inactivity and maintain peaceful reserve, while still being truly active and successful. Spiritual strength is the only possible alternative to fearful, victimized, regressive withdrawal. The weakling’s goodness lies not in his inaction, and the active person is evil not merely because he becomes involved, shoulders guilt.

This “weak” attitude also characterizes their image of Nature. Not only her merciless side, of eat-or-be-eaten, is featured, but also her amiable, her romantic, her caring, her fecund side. It is daytime; the sun is shining upon the just and unjust alike. She is the good house—Oikos, the nurturing mother, the base-democracy which treats all as equals with equal respect, the fullness, the oceanic feeling, the power of woman.

The color green: the springtime aspect of Mother Nature,

the blossoming into the fullness of vegetation. Fruitfulness, hope, new beginning.

But also: leveling of differences, compulsion, fear of authority and hierarchy, of struggle and standards, of the polar vital forces, which for us are in shadow and in darkness: death and profound transformation. This necessarily brings to the fore, a susceptibility to repressed material: In practice, privileges and social status are still prized, and hidden hierarchies and profiling develop. In privateness, there are again weaknesses, women, therapy, magic, religion, and sects. The lone individual is missing from this image of man, which must be prepared by the older ones, who are prepared for the relinquishment of physical creation. Mind remains alien. . . .

“As National Socialists we see our program in our flag. In red we see the social idea of the movement; in white the nationalistic idea; in the swastika the mission of the struggle for the victory of Aryan man and, by the same token, the victory of the idea of creative work.”

—Adolf Hitler, *Mein Kampf*

What is going on here?

The Greens are seeking the true life, the better world. An independent experience of profound depths. They are doing so, contrary to their parents, with a vague openness, so as not to unleash those powerful forces to which others have succumbed in the past. They prefer to be “leftists.” In their secret minds, from which they, in reality, live, they, too, are subject to these same forces. The religious character, the Gnostic pattern is clearly recognizable. But they prefer to deny it. . . .

Have they already won their fight with the Great Mother? Are they children of God? Are they enlightened? Do they possess a strength which no longer needs to struggle, which is no longer tied to patriarchy or to matriarchy? Can they truly see, and play? Is spirituality their true homeland and the basis of their actions, their politics? Do they have internal clarity of vision, which is the prerequisite for any measured action in this world? Are they changing themselves—not others? Are they working enough with the experiences of suffering and death? Are they the new Man—not man, not woman? Have they overcome the history of their parents, and helped them understand? Maturity?

“Be as the children”—and not, “return to being children.” All nonsense? Scream all you want—it will have to go a lot further than this. And it does not hurt our love. On the contrary: more life!

Gorbachov era begins with biggest purge in decades

by Konstantin George

Western media fantasies about a "warming trend" from Moscow were hit with a cold blast on April 23-24, when the Central Committee of the Soviet Communist Party met for the first plenum of the Gorbachov era, and brought three new members onto the ruling Politburo. All three are "hardline" and military figures, reinforcing a leadership determined to put the economy on a war footing and to achieve world domination by 1988, the 1,000th anniversary of the Christianization of Russia.

The new additions to the Politburo formalize the consolidation of power by the "Andropov Dynasty," party and KGB careerists who advanced to power under the tutelage of General Secretary Yuri Andropov, KGB head from 1967-82. They represent a younger generation, handpicked by old Stalinist "godfather" and decades' long ideological priesthood figure, the late Mikhail Suslov. They symbolize a police-state tightening of the Soviet Union, in which the purges are the means of effecting the transition to a full-scale war economy.

Promoted to the Politburo were: KGB Chief Viktor Chebrikov, 62; Central Committee Secretariat member in charge of party cadres (Mr. Hatchet-Man, for short), Yegor Ligachov, 64; CC Secretary in charge of military industrial production; and Nikolai Ryzhkov, 55. In addition, Defense Minister Sergei Sokolov, 73, was promoted to candidate Politburo member, bringing a professional military figure into such a post for the first time since the death of Defense Minister Marshal Andrei Grechko in 1976.

Moreover, the shifts in the Kremlin are part of a thoroughgoing leadership purge throughout the length and breadth of the U.S.S.R., which has been all but overlooked by the Western "establishment" media.

Gorbachov announced at the plenum that the 27th Party Congress would take place on Feb. 25, 1986, and would

feature a strategic keynote by himself, and a presentation on long-range Soviet "socio-economic" policy "through the Year 2000," now being worked out by the leadership. A new party program will also be drafted for the Congress—the present program dates from the 22nd Party Congress of 1961, under Khrushchev. The Party Congress will mark the highpoint of the current purge by Gorbachov of party and government officials. By conservative estimate, 60-100 of the 319 Central Committee members elected in February 1981 will not be on the CC after February 1986.

Only one group on the Central Committee has not been touched by the purges—the more than 20 CC members who form the Soviet military leadership.

Sabre-rattling toward Washington

Gorbachov delivered the keynote address to the plenum on April 23, a tough speech, with sharp attacks on the United States. Gorbachov said that the conclusion of the first round of the Geneva arms control talks that same day showed "that Washington seeks no agreement with the Soviet Union . . . that the United States is refusing to link the question of preventing an extension of the arms race to outer space, with a parallel limitation and reduction of nuclear weapons."

Gorbachov raised the specter of a Soviet rupture of the Geneva talks: "The United States is violating the agreement reached in January between Foreign Minister Gromyko and Secretary of State George Shultz, concerning the linkage of the three objects of negotiations"—space-based strategic defense, strategic offensive weapons, and intermediate-range nuclear weapons.

This provocative posture was emphasized in the Soviet rude denial of a State Department claim some days earlier, that the Russians had agreed to apologize for murdering Major Arthur Nicholson of the U.S. Military Mission in Pots-

dam, East Germany, and pay compensation to his widow. The Soviet foreign ministry contradicted the State Department announcement that the Russians had pledged never again to use force against U.S. Military Mission personnel.

The same Soviet aggressive posture is evident in events surrounding Gorbachov's April 7 propaganda offer to "freeze" intermediate-range missile deployments. Given the enormous Soviet superiority in intermediate-range nuclear weapons, this "freeze" was a bad joke, even if not one further SS-20 were ever deployed. Western intelligence services have since confirmed that 99 additional SS-20 launchers, located at 11 sites, are now under construction. When Gorbachov's erstwhile "freeze" expires in November, the number of SS-20 launchers stationed will jump from the current 414 to at least 513.

The Andropov Dynasty rules

The biographies of the three new Politburo members underscore that mass purges and pre-war militarization of society are the order of the day:

Viktor Chebrikov became deputy KGB chief in charge of personnel in April 1967, when Andropov was appointed to head the KGB. In early 1982, he was named first deputy KGB director, and then with Andropov's assumption of power he became KGB chief. At Andropov's last CC plenum, in December 1983, he was promoted to candidate member of the Politburo.

Yegor Ligachov, a protégé of Suslov, was named First Secretary of the Tomsk region in Siberia in 1965, and at the April 1983 CC plenum under Andropov was appointed to run the CC Department of Cadres, which executes the purges. At the December 1983 plenum, he was elected to the CC Secretariat with the responsibility to oversee purges. Soon thereafter, a purge of regional party heads was begun, eliminating over 20% of the regional bosses.

Nikolai Ryzhkov is one of the key enforcers of the transition to a war economy. Before becoming in 1975, first deputy minister of heavy machinery building and transportation equipment in 1975, he ran one of the Soviet Union's key heavy machinery complexes in the Urals industrial city of Sverdlovsk. Since 1978, he has been first deputy head of the State Planning Commission (Gosplan), in charge of heavy industry, including production for the military.

The next phase of the purges began in March, when Gorbachov came to power. Now, the biggest purge of Soviet party functionaries and government officials in decades is under way. The opening phase of the purge hit the regional party organizations, but, as the results of the CC plenum show, the personnel changes will not be confined to the regional level.

Across the Soviet Union, the holdovers of the Brezhnev era, the remnants of the "Brezhnev mafia" and allied regional power blocs, are being removed. In the first wave of regional party conferences (165 regions and 15 republics are holding conferences prior to the Soviet Party Congress), the first

secretaries of two regional parties have been dumped: On March 22, Ivan Bespalov, first secretary of the Kirov *oblast* (province), was removed; soon thereafter, Vladimir Mikulich, first secretary of the Minsk *oblast*, was also dumped.

Highlights of the purges sweeping the non-Slavic republics include:

- A purge of "Brezhnev mafia" holdovers in the Georgian Republic. One focus has been on the police and judicial apparatus in the town of Gori, Stalin's birthplace, where the heads of both the criminal police and the patrol police were fired. The state prosecutor was also fired and faces criminal charges.

- In the Turkish-speaking Muslim republics of Azerbaijan in the Caucasus and Kirghizia in Central Asia on the Chinese border, mass purges are under way.

- In Uzbekistan in Central Asia, thousands of Brezhnevite party functionaries, who acquired their positions under the late candidate member of the Politburo Sharaf Rashidov, have been removed or transferred, while 9,000 personnel have been added to the KGB and police agencies.

What began in March, escalated rapidly in April. The CC Secretariat, with Gorbachov presiding, met in Moscow on April 8. Present were Grigorii Romanov (Politburo member, responsible for war industry), Vladimir Dolgikh (candidate Politburo member and CC secretary, responsible for heavy industry), Yegor Ligachov, Ivan Kapitonov (Ligachov's predecessor at the Party Organization Department, another purge hatchet-man), Mikhail Zimyanin (former top lieutenant to Stalin's dreaded secret police chief, Lavrentii Beria), and Nikolai Ryzhkov. The Secretariat presided over a meeting of leaders of industrial and agricultural enterprises and scientific research facilities and complexes.

Gorbachov sounded the keynote, declaring that the Soviet Union "is going through an important phase" where "big deeds and important decisions" have to be taken. He called the 27th Party Congress and the 1986-90 Five Year Plan "the turning point" in the development of the Soviet Union and the Soviet economy. He echoed the themes of Stalin's speeches of the 1930s—massive economic transformations, purges, and war preparations. "It is a time of hard work," and now more than ever it is necessary to "improve organization and constructive powers and resources to boost economic progress. . . . Creative forces and reserves have to be mobilized to improve productivity. . . . Less money will go for new plants. . . . The bulk will go for technological reorganization and reconstruction of existing plants."

Gorbachov stressed that "important measures" would be taken to "improve management" and deal with "subjective problems," such as the "incapacities" and "shortcomings" of people running the enterprises and ministries. He warned that the Soviet Union must stop producing "outmoded machinery and consumer goods that meet no demand." Reviewing first-quarter economic performance, he declared that it had been hurt by complacency, poor organization, and irresponsibility. He repeatedly cited the need for "more discipline."

Sudan leader warns: 'millions of deaths'

by Mary Lalevee

In an interview with the German weekly *Der Spiegel*, Sudanese head of state Gen. Siwar ad Dahab made an urgent appeal for Western aid "to help our country in its great economic difficulties." He said:

"Sudan is going through a catastrophic drought, with six million people suffering, one-quarter of our whole population. If nothing is done, *millions of people* will die of hunger and thirst. The scale of misery is already greater than in Ethiopia and other African countries hit by drought [emphasis added]."

General Dahab called for the "cancellation of our un-supportable foreign debt, so that we can make a new start without this oppressive burden. . . . I call on the world, on the Federal Republic [of Germany], on the Western democracies, to do something decisive, so that our young democratic bud will flower, and not wither and die."

In an earlier plea for aid, General Dahab had told envoys from 40 countries that one million of the country's six million face starvation. "Many children aged 6 to 12 years are also experiencing malnutrition. These children, unless attended to by intensive feeding programs, will undergo irreversible physiological damage."

The director of the U.N. World Food Council, Eugene Whelan, had warned on April 21, "One million people could die in the next two months" in Sudan unless emergency relief aid reached the country. Speaking in Nairobi, Kenya, he said, "They need medicine, they need vaccine and inoculants, things we take for granted in many countries of the world." They needed more than "just straight grain," he said. If no action is taken, he warned, "there's going to be a catastrophe that will be as bad or worse than the one taking place in Ethiopia."

There is no reason for anyone to die, or for any catastrophe to occur. Indeed, a crash military-style mobilization begun today could stop deaths from starvation tomorrow. All it takes is a decision by the heads of government of the Western world to start such a mobilization and end support for the policies of the International Monetary Fund and other financial institutions which have created this horrific situation.

The U.N. Food and Agriculture Organization described the scale of the crisis in the April issue of its *Food Outlook*, saying that it is "becoming more serious," with the worst affected countries being Chad, Ethiopia, Mali, Mozambique, Niger, and Sudan.

"In Chad, widespread food shortages, severe malnutri-

tion, and deaths from starvation continue to be reported. Despite the construction of a temporary causeway and permanent bridge over the Logone River, the present cereal distribution capacity is still seriously below minimum consumption needs. In Ethiopia, the food situation remains critical. . . . In Mali, 1 million people have been affected by drought. The food situation is deteriorating and is aggravated by distribution difficulties. In Mozambique, 2.5 million people are affected by food shortages; for 1.7 million of them the situation is critical. . . . In Niger, the food supply situation is extremely serious and is likely to deteriorate further. An estimated 400,000 persons have been displaced and livestock herds have been decimated in many areas. In Sudan, food shortages are increasingly serious and it is now clear that a concerted international relief effort is required *in the weeks ahead* if a major disaster is to be averted [emphasis added]."

Not only starvation is killing people, but epidemics are taking a devastating toll of human life, particularly infants. At a conference on epidemic control now taking place in

General Dahab called for the "cancellation of our un-supportable foreign debt, so that we can make a new start without this oppressive burden."

Yaounde, Cameroon, the secretary general of the Organization for the Control of Epidemics in Central Africa, Dr. Kembo, reported that in a survey of the region taken in March, the number-one killer of children under five was found to be diarrheal diseases, and the number-two: measles.

Several experts have confirmed that many diseases were brought under control in the 1960s, but starting in the 1970s, erupted uncontrollably. This was due to the increased destruction of the African economies at the hands of the IMF, leaving African governments totally lacking in means to invest in health infrastructure or simple sanitation facilities. The clean water supplies and sewer systems we take for granted in the West simply do not exist in Africa. Less than 20% of the population has access to clean water, and this percentage is going down.

The same pattern occurs in the animal world: An expert at a Paris Veterinary Medicine Institute described how the animal disease of rinderpest was brought under control by a massive inter-African campaign in 1962, but then, "In 1980, it recurred on a large scale." He stressed:

"The resurgence of these diseases is linked to the economic situation of Africa. African countries have no means to make veterinary services available on the necessary scale."

The debt won't be paid with hunger

by Sylvia Palacios

During the funeral ceremonies for Brazilian President-elect Tancredo Neves, more than six million Brazilians in the cities of Sao Paulo, Brasilia and Bello Horizonte filled the streets to bid farewell to the President who never took office. These spontaneous demonstrations, the largest and most impressive in the history of Brazil, reflect the great hopes for change that the election of Tancredo Neves—the first civilian ruler in 21 years—promised.

Tancredo Neves only succeeded in defeating the official candidate Paulo Maluf in the Brazilian electoral college by putting together a very mixed coalition of political forces, ranging from nationalists seeking to further Brazil's economic development through great projects, to anarchist leftists seeking a liberal parliamentary system, as well as to a variety of monetarist elements. The coalition took the name of Democratic Alliance, a cross between the Party for a Democratic Brazilian Movement (PMDB) and the Liberal Front Party.

With Tancredo's death, his Vice-President and successor José Sarney inherited on April 21 both a government and an enigma. Sarney knows only the plans of government that Tancredo announced in the public squares. He is largely unfamiliar, however, with the range of deals the late President-elect struck with the diverse political forces that carried him into the presidency.

As a result, the stability of the new Sarney government is threatened and risks running aground amid internecine political battles.

On April 21, the same day that the final medical bulletin announcing Tancredo's death was released, the first incident of the Democratic Alliance occurred. PMDB leader and Chamber of Deputies President Ulises Guimarães released a political statement on Tancredo's passing to the Chamber, going over the head of the new President Sarney. The institutional response was not long in coming. Senate President José Fragelli opened an extraordinary session of the Brazilian Congress with the announcement that the presidency had become vacant and ratifying José Sarney in the post—all done without the presence of Congressman Ulises Guimarães.

These conflicts were simmering throughout the hospitalization of Tancredo Neves. On March 28, the daily *Folha de São Paulo* charged that a faction of the PMDB sought "a coup maneuver" to impose a parliamentary system headed by a prime minister—presumably Ulises Guimarães—who would displace in the succession process Vice-President José Sarney.

The stability of the new republic's government cannot be

sustained by byzantine deals of give and take. Stability can only follow by drawing on the very real ferment of the Brazilian people for drastic economic reforms, that will put an end to the dictatorship of the International

The mere possibility of patriotic actions against the IMF has already startled awake the financial creditors of Brazil. The monetarist daily *O Estado de São Paulo* warned against possible "populist actions" by Sarney in search of popular support. At the same time, the pressure is on to replace Finance Minister Francisco Dornelles with the current foreign relations minister and arch-monetarist, Olavo Setubal.

If

to pay the foreign debt, as occurred last year, there will be no force on earth that will sustain the government of a country where a large portion of the population is threatened with starvation and epidemic.

This was one of the slogans of Tancredo Neves' electoral campaign and is what brought millions of Brazilians out into

The stability of the new republic's government cannot be sustained by byzantine deals of give and take. Stability can only follow by drawing on the ferment of the Brazilian people for drastic economic reforms.

the streets during the funeral marches of April 22 and 24. This fact was clearly recognized by the secretary general of the Brazilian Council of Bishops, Don Luciano Méndez de Almeida, during his requiem mass at the Planalto presidential palace:

"Here we have an example of dignity . . . because Tancredo Neves awakened in the hearts of the people the consciousness of their own dignity, and thus our inheritance—for ruler and ruled alike—is the concern to fulfill those ideals which he read in the heart of the people and of which he made himself the standardbearer. . . . This inheritance makes us think especially of those who have more need for everyone's collaboration to fully regain their dignity: workers of field and city, the jobless. Those who need dignified living, working, salary, education, habitation, and health conditions, and must find that in the men of the government, in all the collaboration of our nation. This is our program, which we see engraved in the heart of our President, and thus, we remember his great words—that development must not be at the price of greater sacrifices by our people. Debts are paid with money. Not with the sacrifices of our people. With the use of land, with the opening of new sources of employment. That is what the people expect from the New Republic."

Mrs. Gandhi's killers take aim at Rajiv

by Allen Douglas

According to reliable intelligence sources, the same international network responsible for the assassination of Indian Prime Minister Indira Gandhi is now mobilizing against her son, Prime Minister Rajiv Gandhi. The targeting of Mr. Gandhi—one possible date mentioned for an attempt is May 9—comes in the midst of escalating violence in Punjab and the shootings of several prominent Congress Party-I politicians. Central to the threat is the World Sikh Organization of the London-based Jagjit Singh Chauhan and an Anglo-Soviet intelligence network centered around Lord Nicholas Bethell of Britain and Jon Speller of the New York City publishing house, Robert Speller and Sons.

On April 19, in the midst of escalating demands by radical Sikhs against the Indian government, Sikh terrorists opened fire on Congress Party-I leaders in two separate incidents. One of the Congress-I's seven general secretaries, Raghunandan Bhatia, was wounded when Sikh terrorists opened fire on his house, wounding two of his associates and killing a third. In another incident, two people, including a local Congress-I party leader in Punjab, were wounded by Sikh gunmen. The shootings took place only hours after the central government released a top leader of last year's violence at the Golden Temple.

Though the central government has made concessions on all points of the Sikh demands, this means nothing to the radical Sikhs demanding a Sikh "nation" of Khalistan out of a broken India. "Khalistan head of state in exile" Jagjit Singh Chauhan, concluded an April 12-15 meeting of separatist-terrorists from all over the subcontinent at his Khalistan House in London with the announcement, "Rajiv Gandhi is on the hit list!" Two of his associates in the last murder plot, Gen. Bhullar Singh, general secretary of the World Sikh Organization, and Talwinder Singh Parmar, who had been in extradition process from Germany to India before "escaping," are said by intelligence circles to be an active part of the current threat.

The case of Jon Speller

Though Bhullar's WSO is an important level of the operation, the masterminds of assassinations rarely advertise their intentions through the mass media as is Chauhan's prac-

tice. A much more crucial part of the command structure centers on Jon Speller and his collaborator, Lord Nicholas Bethell. While the Bethell case has been described at length earlier (*EIR* Feb. 22, 1984), the activities of the Speller network in the United States, including the Anti-Defamation League of B'nai B'rith and a dirty faction of the United States intelligence community linked to former CIA counterintelligence chief James Jesus Angleton, put a "Made in U.S.A." label on Anglo-Soviet destabilizations directed at India. Speller was key to preparing trips of Chauhan to the U.S. to meet State Department and congressional figures over the years.

His involvement shows how the Anglo-Soviet sponsorship of assassinations and upheaval in India works. Speller was trained by Commander Sergius N. Riis, a top intelligence figure deployed by leading Anglo-American families, centered in the British Round Table, in their Bolshevik Revolution project of November 1917. Riis, a U.S. Naval Intelligence operative, was the case officer who first oversaw Trotsky's "escape" from New York City via Canada to Moscow in time for the November Revolution, and then joined Trotsky to become a ranking commissar of the Cheka, the predecessor of the KGB. His job, from 1917 through 1919, was to serve as a liaison from "the families" of the West to certain reluctant "White Russian" church and military circles to convince them to come over to the Bolshevik side. Riis maintained the contacts established then, later transferring a significant portion of his international intelligence network to publisher Robert Speller and his son Jon. Jon served as the personal aide to Riis for a period of two years, during a time Riis was frequently meeting Soviet officials at the U.N.

Not surprisingly, Occidental Petroleum's Armand Hammer, with a history of dealings with the Soviets going back to the early 1920s, has reportedly funded the Speller publishing concern over the years. Hammer is notorious as a Soviet operative, running at one point the Harju Bank in Reval, U.S.S.R., as a conduit for Comintern funds into the West.

The Comintern's Ghadar Party

As the Speller case indicates, the barrage of Soviet propaganda in *Izvestia*, *Pravda*, and elsewhere about a U.S. destabilization of India and CIA support for Singh Chauhan and his friends, is a fraud. Though there is a dirty U.S.-based component involved, this component all has Soviet ties. More importantly, the figure who signaled that Mrs. Gandhi should be eliminated, was Rostislav Ulyanovskii, Deputy Chief of the International Department of the Communist Party, in a Sept. 30, 1984 article in the *Times of India* declaiming against Mrs. Gandhi for her "centralization of power." The same Ulyanovskii wrote a recent crocodile-tear one-page appreciation of her in the KGB publication, *Literaturnaya Gazeta*. The continued Soviet drumbeat about alleged U.S. involvement in destabilizing India through Chauhan and friends covers up the very deep control they themselves maintain over

Chauhan's World Sikh Organization, control which goes back over 60 years.

At the turn of the century, the Anglo-American families who helped sponsor the Bolsheviks were running another operation to ensnare the growing demands for Indian independence. Called the Ghadar party, this pseudo-independence movement was formed out of radical Sikh networks in San Francisco and Vancouver, British Columbia. The Ghadar party had Bolshevik instructors at their cadre schools in the West Coast from soon after the turn of the century. Following the Bolshevik revolution, the Comintern took over control of these networks directly and many Sikhs were sent from the Punjab and the West Coast of the United States to Comintern training centers in Moscow and Tashkent, a fact reflected later in Chauhan's own frequent trips in and out of Tashkent in the early 1970s. Besides the Soviet-centered activities, Comintern funds poured into the San Francisco area, setting up organizations like the Sikh Educational Society in Stockton, California. The Ghadar members who came out of this apparatus were cadre for the founding of both the Communist Party of India (CPI) and its splitoff, the Communist Party-Marxist (CPM). To this day the CPM has three pictures on the walls of its headquarters in Jullundur—Marx, Lenin, and the bell-tower of the University of Berkeley, where many of the Sikhs were on scholarship as a cover for terrorist training in the area.

Former Ghadarites are not only in the leadership of the CPM today, but in the project to refound the Ghadar as the World Sikh Organization, under way since 1972, CPM figure Sohan Singh Josh, has traveled back and forth between Moscow and the Ghadar archives at Berkeley. The current chairman of the WSO, Didar Singh Bains, a former student of Chauhan's, sponsored a memorial to the Ghadar in 1960 and states that many current WSO leaders are second-generation Ghadar trainees.

Why target India?

India is under attack to eliminate its potential international role in shaping the new monetary system, for which mass forces are organizing around the world. This potential was indicated in the pointed coverage by India's Press Trust of the proposal by Schiller Institute leaders Lyndon and Helga LaRouche for the "Indira Gandhi Memorial Summit" of heads of state to reorganize the world's monetary system before it collapses.

The British side of the conspiracy against India wants genocide in the former colonial sector, in the name of conserving "scarce resources" for the Anglo-Saxon race. The Soviets, for their part, are protecting the International Monetary Fund because it's their best strategic partner in handing countries over to the hegemony of the U.S.S.R. As is clear from the "Soviet Lobby" wars in India, the Soviets want total isolation of India, especially from any new, more productive relations with the United States.

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Secret letters reveal new terror command

by Thierry Lalevée

The first units of a new kind of Iranian terrorist brigade have arrived in Europe, just in time for the May economic summit of Western heads of state, intelligence sources report. The commandos are trained to launch, in Europe and the United States, the same kamikaze operations which have so far been used predominantly in the Middle East.

Information about the new terror squads emerged in January, when secret letters came to light from the Iranian Ministry of Islamic Guidance, which is headed by Hojatessalam Sayyed Mohammed Khatemi. The letters, 15-20 in number, covering the period from May to November 1984, give a new glimpse into the structure and aims of Iranian terrorism. The London *Times* published the first excerpts from the letters in January, and several intelligence agencies have confirmed their authenticity. The letters announce preparations for kamikaze operations in Europe this summer. And the plan which they outline may indeed be operational at the present time.

The terror onslaught was planned during a series of meetings in Teheran in May 1984. In a letter dated May 19, 1984, marked "*Strictly Secret*," Mohammed Khatemi announced that "upon instructions of His Excellency Ayatollah Imam Khomeini," a conference was to be convened at the ministry on May 24 to discuss the creation of "an independent brigade for war against hostile circles." The same day, a certain "Brother Mir-Hashem" of the same ministry, an assistant to Khatemi whose full name has never been ascertained, extended invitations to several Iranian organizations: the leaders of the various branches of the armed forces, under the leadership of the Chief of Staff; the Second Intelligence Bureau; the official responsible for the Bureau of Ideology and Politics within the armed forces; the head of the Revolutionary Committees, Hojatessalam Mohsen; Mousavi Khoeinia, a representative of the Ministry of Foreign Affairs; and a representative of the Supreme Assembly of the Islamic Revolution in Iraq, led then by Mohammed Bakr Hakim, replaced in July 1984 by Soyyed Mohammed Hashemi.

On May 26, "Brother Mir-Hashem" wrote a four-page protocol of the meeting, which quoted the proposals of "His Excellency, the Imam," as transmitted by Minister Khatemi. Mir-Hashem, who had so far been presented merely as an

official of the ministry, signed the letter as, "Director of the World Islamic Liberation Organization."

The meeting stressed that Iran is "committed to free all Islamic lands from oppression," and that such a fight should involve all military means—"by air, sea, and land." It then detailed the first operational plans, including "the creation of brigades . . . of between 10 and 20 persons, like in Lebanon." Their members "should have fought already in the four-year war against Iraq, and should not be more than 30-years-old." Three areas were defined as targets for these commandos: 1) the Gulf: Saudi Arabia, Kuwait, the United Arab Emirates, and Bahrein; 2) the Hashemite Kingdom of Jordan; and 3) France and other Western countries noted for their hostility to the "Islamic Revolution."

Operations to be directed by Mohsen Moussavi Khoeinia, were discussed for the summer of 1984, for intervention into the Gulf era, especially during the yearly pilgrimage to Mecca. It was later decided to create specific commando squads for Europe and the United States, to be operational by early summer of 1985. Special emphasis was placed, in Mir-Hashem's protocol, on the role to be played by the "Imams of the Friday Prayers," who were instructed to ideologically support the actions of the brigades. This was a reference to the creation in May 1984 of a worldwide organization of the Imams of the Friday Prayers, under the leadership of Khomeini's heir-apparent, Ayatollah Montazeri.

Subsequent letters developed further the outlines of this terrorist reorganization. On Sept. 6, Hojatessalam Hajebi of the Ministry for Islamic Guidance, wrote to Ayatollah Khoeinia, that his proposals for operations during the pilgrimage, presented to the Imam by "Brother Mir-Hashem," had not been accepted by the Imam. They were apparently too soft: "The Imam said . . . that all Islamic actions . . . are part of the Holy War. We are in a war against atheists. . . . Any Holy War alway has its martyrs. To save Islam, one must be able to spill one's blood. To be a martyr is the duty of all Muslims."

Hajebi concluded, that the first job to be done was to attack Iraqi President Saddam Hussein's "Zionist Baathist mercenaries"; second was "to broaden the operations without fear of martyrdom." Three tactics were defined: "1) Provoke fights [during the pilgrimage to Mecca], and there will be greater publicity, since the Saudis will come to the help of the Baathists; 2) unveil the inability of the Saudis to keep peace at the holy sites, especially during the pilgrimage; 3) if some of our brothers have the honor of becoming martyrs, then use this to denounce oppression and to demonstrate the legitimacy of the Revolution and to . . . ensure that journalists and photographers report on the events."

Another letter, dated Aug. 26, from Hajebi to Khoeinia, provides background to the December 1984 hijacking of a Kuwaiti passenger plane. It complained that the "reactionary leaders of Kuwait" had expelled the "responsible official of the financial department of the Islamic movement of Kuwait."

Campaign for breakup of Pakistan

The Great Game in the Indian subcontinent takes a new and ominous turn.

The April 18 formation of a Sindhi-Baluch-Pushtoon front to fight for the "liberation" of these ethnic minorities from the "Punjabi domination" of the central government of Pakistan, announced in London, ought to have given a jolt to policymakers here interested in stabilizing the region.

The architects of the new front, prominent members of the Pakistan People's Party (PPP), the leading opposition party, argue that since President Zia ul-Haq has in effect nullified the 1973 constitution, they are in their rights to stand on the constitutional legal position of the 1940 Muslim League resolution. That resolution prescribed that the four provinces of Pakistan were to be fully autonomous units with only defense, foreign affairs, currency, and communications handled centrally.

Leaders of the front include Dr. Khalid Laghari, president of the front; Hafeez Pirzada, former cabinet minister in the government of PPP founder Z. A. Bhutto; and Mumtaz Ali Bhutto, cousin of Z.A. Bhutto, and former cabinet minister and governor of Sind. The front also includes Afzal Bangesh, a Pushtoon who is president of the old leftist Worker-Peasant Party of Pakistan, as well as Sardar Ataullah Mengal, former chief minister of Baluchistan and an avowed fighter for total independence for that province.

The move is a frontal attack on Benazir Bhutto, the head of the notoriously faction-ridden PPP, and apparently took place while she was on a visit to the United States. Ms. Bhutto has yet to respond to the new devel-

opment publicly, but reports from London, headquarters of the Pakistani exile community, indicate that she opposes the idea that the PPP represents anything less than the entire nation of Pakistan.

In view of Benazir's silence, another PPP figure has jumped to take the stage. Ghulam Mustafa Khar, a member of the central executive and a former governor of Punjab, called a press conference in London on April 24 to denounce the new front as "the first step towards secession and the breakup of Pakistan." Khar demanded that Ms. Bhutto expel all members having anything to do with the front.

The launch of the front in London was coordinated with a move in the same direction by the erstwhile PPP leadership inside Pakistan. Ghulam Mustafa Jatoi, just released from detention, issued a 14-point demand to the new National Assembly to lift martial law, restore the 1973 constitution, abolish the military courts, release political prisoners, restore freedom of the press, and so on. Unless the demands are fulfilled in 2-3 months, Jatoi stated, he would begin campaigning for fresh elections to form a new assembly that will implement the 1940 Muslim League resolution.

Jatoi will become head of the multiparty opposition coalition, the Movement for Restoration of Democracy (MRD), in July. Jatoi had resisted pressures, since the 1983 rebellion in Sind, his home province, to take the balkanization route. But while in prison in January 1984, Jatoi apparently drafted a manifesto in which he stated

that there was no other way to end "Punjabi domination" but to go for confederation, with the proviso for outright secession should any agency seek to interfere with the sovereignty of the provinces.

Elsewhere on the ground, the secessionist drive is well advanced. Jatoi's move has wide support in the MRD coalition, including from Nawabzada Nasrullah Khan's Pakistan Democratic Party and the Soviet mouthpiece, Khan Abdul Wali Khan, of the Northwest Frontier Province.

In Sind, where the cry for separation first surfaced during the 1983 agitation, in the context of severe reprisals against opposition activists, the "Sind Liberation Army" operates underground. The Sindhi liberation movement has the blessing of G.M. Syed, a proponent of provincial autonomy in the 1940s and more recently author of a book banned in Pakistan, *A Case for the Nation of Sind*.

The recent developments make even more urgent India's efforts to find a rapprochement with Pakistan to stabilize the subcontinent. The surfacing of the secessionist front comes just weeks after Soviet chief Mikhail Gorbachov put the stick to General Zia over Afghanistan, and there is no doubt that the Soviets have been quietly nurturing this move for some time.

Benazir Bhutto's exile from Pakistan in 1983, left the party apparatus predominantly in the hands of old Comintern-linked networks. Her leadership was promptly challenged around the demands for recognition of the Babrak Karmal regime in Afghanistan, among other points, in a series of left factional moves.

Front leaders have stated their impatience with her attempt to find backing for a new PPP-led civilian government in Pakistan from the American Eastern Establishment.

'Above suspicion'—caught trading dope

Arcadio Valenzuela, a prominent ex-banker, has been fingered by the captured mobster Caro Quintero.

The detention of two important bosses of the drug traffic in Mexico, Rafael Caro Quintero and Ernesto Fonseca Carrillo, has set more than one public and private functionary trembling. In effect, as *EIR* has consistently charged, those entangled in the web of illegal-drug trafficking include not only corrupt policemen and politicians, but some powerful "ex" bankers, speculators, and financiers, who are the money-laundering apparatus for dope money, and the real mafia chieftains.

Just as U.S. investigations have started to identify dirty money-laundering operations in such "respectable" institutions as the Bank of Boston and the stock brokerage firm Shearson Lehman Brothers, in Philadelphia, a branch of American Express, on whose board of directors Henry Kissinger appears, in Mexico the recent investigations are disclosing similar interests. Up to now, one of the most important revelations made by Caro Quintero, arrested in a spectacular police action on April 4 for the murder of U.S. Drug Enforcement Administration agent Enrique Camarena, is his criminal association with "former" Sonora banker Arcadio Valenzuela, ex-president of Banpacífico.

Valenzuela is a well known businessman who rose to become president of the Association of Bankers of Mexico and the Latin American Federation of Banks in 1976, with the support of then Finance Secretary David Ibarra Muñoz.

Valenzuela's dizzying career started with the Banco Ganadero y Agrícola of Sonora, and with the baseball team Naranjeros of Hermosillo, some of whose directors were caught in dope trafficking. In 1976, the Valenzuela group teamed up with capital of the group of the Sinaloan Juan Manuel Ley, and the Cordero Stauffer brothers of Jalisco (now jailed for having laundered narcobucks) to found the bank, Banpacífico. In that same year, profiting from the peso devaluation and the economic crisis, the Valenzuela group grew as if by magic: In Puerto Vallarta it bought up the Los Tules tourist complex for almost a billion pesos (at the old valuation) and made major investments in Guadalajara, such as Plaza del Sol, a construction project of nearly 20,000 square meters.

In 1976, under the aegis of the aforementioned ex-Finance Secretary David Ibarra, a "merger" was carried out between Banpacífico and Banco del Atlántico, which allowed Banpacífico to paper over the origin of its dismal financial situation. In 1983, Arcadio Valenzuela was involved in money-laundering operations between Banpacífico of Guadalajara and its branches in Tijuana, better known as money-exchange houses through which money was laundered and also slipped out of the country illegally. The investigations obviously led back to Valenzuela, after which he resigned from the vice directorship of Banpacífico, which was meanwhile nation-

alized. But "Rock" Valenzuela, as he is known in Sonora, went right on investing. He became a partner of Gastón Azcarraga in the hotel chain, Fiesta Americana, which runs the Holiday Inn. This Azcarraga is a major investor in the powerful TV network Televisa, the rendezvous of the big mafia under the protective wing of the late Mexican ex-President Miguel Alemán.

Valenzuela's investments are many. Some of them are being scrutinized by the Mexican attorney general and have been put into receivership by the Finance Secretariat. Up to this writing, nothing has been said publicly about the results of the inquiries, but it has been leaked to the press, that Arcadio Valenzuela can no longer be found in his house in Hermosillo, and was last seen in Tijuana.

Before his apparent disappearance became a subject of comment, Valenzuela granted a brief interview to a Mexican newspaper in which he admitted his business deals with the Cordero Stauffer brothers, denied knowing Caro Quintero, and also said that his friend Gastón Azcarraga was involved in deals with the Corderos. And, although it has not been made public, it is known that he patronized the political campaigns of the National Action Party so beloved of the *Wall Street Journal*, *New York Times*, and Henry Kissinger crowd.

Obviously, Valenzuela would be disposed to flee forthwith if justice decided to go for his head, something which we will soon know. The unleashing of the real fight against drug trafficking lies in showing that it is possible to "touch" the citizens "above suspicion" who, apparently enjoying a great reputation, are really up to their necks in the dirty business.

We could name a long list of bankers, "businessmen," and politicians of Valenzuela's ilk, both in the ruling PRI party and the PAN, and beyond.

With friends like Maggie Thatcher. . .

. . . President Reagan needs all the help he can get to salvage U.S. influence in Asia.

British Prime Minister Margaret Thatcher embarked on a whirlwind, 11-day tour of the "Asian Commonwealth plus" during the second week of April, including the countries of Malaysia, Singapore, Brunei, Sri Lanka, and India. Indonesia was the plus, the only non-Commonwealth country on her list.

The Thatcher tour was designed to accelerate the rout of U.S. strategic presence, which began with Kissinger's China Card and continues in the perceived absence of clear U.S. policy toward the Philippines, the collapse of the ANZUS alliance in the South Pacific, and the latest spate of suicidal "Jap-bashing" by the U.S. Congress.

Mrs. Thatcher's aim was to bring her host countries into line with the imperial aspirations of the rising strategic gamemasters in Asia, the Soviet Union and China. True to the Churchillian tradition, the shrewd "Iron Lady" intended to carve out a piece of Asian real estate for Britain, using, as her starting point, the remnants of the last British Empire.

The giveaway to the deal was the constant refrain in Mrs. Thatcher's discussions of her favorable, personal, first impressions of the "new leadership" of Mikhail Gorbachov in Moscow, and London's successful negotiations with Peking over the future of Hong Kong.

Mrs. Thatcher's immediate objectives were to drum up support for a regional defense pact of the Singapore-Malaysia area, and to drum up

business for Britain's ailing industry under the guise of giving Commonwealth cooperation a shot in the arm. The main cash item on the table was arms sales.

In Malaysia, Mrs. Thatcher discussed with Prime Minister Mahathir Mohamad a five-nation defense pact, under which Britain, Malaysia, Singapore, New Zealand, and Australia would defend the Singapore-Malaysia region, formerly British Malaya. The idea is rather arcane, and decidedly reminiscent of British colonial interests during the Second World War, when the British Crown's primary concern was safeguarding Singapore, located at the strategic chokepoint of the Malacca Straits.

The British idea of a defense pact has always been rather odd. During the Second World War, the British were quite irate, to put it mildly, that Thailand refused to trust the "reliability" of British forces in Malaya. Thailand refused to act as a military shield for British possessions, and, instead, allowed Japan to march through and seize Singapore.

The British never forgave Thailand for that! Perhaps, for that reason, Thatcher excluded Thailand from her trip.

Mrs. Thatcher chose the wrong audience for her Commonwealth sales pitch. At the state dinner given in her honor, Malaysian Prime Minister Mahathir cut short the Iron Lady's laughable "Commonwealth sentimentality." Mahathir said bluntly that "almost 25 years of independence have

taught Malaysians . . . that the world really cares very little for sentiment."

Unfazed, Mrs. Thatcher moved on to Sri Lanka and India. On the subcontinent, the lead agenda item was the seeming blind eye authorities have shown toward British-based support networks of Tamil terrorists in Sri Lanka, and its hands-off approach to the Sikh separatists associated with Jagjit Singh Chauhan, who publicly claimed responsibility for the murder of Mrs. Indira Gandhi.

With many promises, and no prospects for actual change in British policy toward the exile Sikh and Tamil communities, the Iron Lady returned to London. In her wake were a series of real or promised arms deals, including confirmation of a £100 million sale of Rapier anti-aircraft missiles to Indonesia, and indications that the freeze on an outstanding £1 billion arms deal with India will be lifted, the first phase of which will include sales of Harrier jets and Westland helicopters.

The apparent success of Thatcher's tour dimmed only slightly when India found out that neighboring Sri Lanka had asked her to deploy British troops to the troubled island country. Mrs. Thatcher wisely refused.

Indonesia was the economic "plum" on Mrs. Thatcher's itinerary. The most populous country of the ASEAN alliance, oil-rich Indonesia was seen by Maggie as a new "sheep" she hoped to enfold in the Commonwealth with offers of British expertise in agriculture and technology, especially storage and distribution of Indonesia's rice crop.

What most delighted Maggie was the "good use" Jakarta has made of City of London financial services. Once hooked by the City's merchant bankers, Mrs. Thatcher was confident the "sheep" could be led more easily to the slaughter.

Mitterrand shifts on beam defense

No matter how much whining Paris has done about "militarization of space," France wants in on the new technologies.

Three weeks after U.S. Defense Secretary Caspar Weinberger offered Western European nations a partnership in developing the technologies of the Strategic Defense Initiative, French President François Mitterrand announced his own plan for a large European research program along the same lines as the SDI.

Concretizing a proposal floated early last year at The Hague, Mitterrand announced the creation of the European Research Coordination Agency, or Eureca for short, on April 17, following a full meeting of the French cabinet. This agency should have juridical and financial autonomy, and would be mandated to coordinate national R&D work. The French foreign minister, Roland Dumas, will discuss the proposal with all the European Community heads of state in his upcoming round of visits to all the European capitals.

According to the Italian newspaper *La Repubblica*, Mitterrand proposed an initial funding of \$4 billion over a five-year period, half from governments and half from industries. *La Repubblica* also cited a statement by French Defense Minister Charles Hernu, who referred to "Star Peace," countering the nickname "Star Wars" given by hostile media to the SDI.

The Mitterrand proposal calls for European Community-wide (and interested non-EC) cooperation in developing six areas of SDI-related technology work:

"Optronics," systems combining

electronic and optical components, extending from lasers to sensors, from lenses and prisms to mirrors, from optical fibers to computers;

New materials, including composite materials and carbon fibers, ceramics, and new alloys, with emphasis on light and strong materials capable of substituting for steel and aluminum in aerospace;

Large computers, especially fifth-generation computers, where Europe is far behind Japan and the United States;

Power lasers and particle beams, probably for both military and civilian use;

Artificial intelligence, that is, improved computer software;

Ultra-rapid and ultra-miniaturized electronics, capable of performing thousands of operations per second.

Although this initiative is officially labelled "civilian," it is obvious that Mitterrand has military applications in mind. It is widely believed that this French initiative was taken with the tacit consent of the West German government, whose chancellor, Helmut Kohl, endorsed President Reagan's SDI the day after the Mitterrand initiative was announced.

Other European nations, Britain for example, may resist the initiative, which may once more assign a leading position to a Paris-Bonn axis.

The French position on beam weapons has clearly changed in the recent period, away from Mitterrand's

December 1984 diatribe against "militarization of space," repeated this spring by Defense Minister Hernu at the meeting of the Wehrkunde Societ for Strategic Studies in Munich. It is a wise shift, because France's independent nuclear deterrent, the *force de frappe*, is already obsolescent, in view of Soviet missile strength targeted on Western Europe. And the French government certainly got a little scared when it saw U.S. experts making direct contact with French labs and scientists and French high-tech companies trying to be involved into the SDI. This already led the defense minister, at the beginning of April, to commission the Aerospatiale company the study the effects of particle beams against ballistic missile nuclear warheads.

Shortly, after a popular TV show featuring the famous actor Yves Montand on the Soviet danger and the SDI response, Hernu made some confused comments which pointed up the government's lack of a coherent strategic perspective. But he did stress that Europe, including France, had a very important role to play in the SDI. Hernu specifically cited the role of mirror technologies where, he said, France is number one in the world.

But Mitterrand's policy does not amount to a pledge that France will participate directly in the Reagan initiative. Rather, the French government is trying to promote its own "independent" bargaining position, to avoid becoming a junior partner in an essentially American enterprise. Thus, Mitterrand gives a lot of importance to the idea of a common European posture vis-à-vis the American offers, in order to be able to bargain with the U.S. administration. Mitterrand's initiative is certainly not directed against the United States, but is aimed at trading some advantages in exchange for a European or French participation.

Will the Communists be number one?

The PCI is hoping to ride to power on the coattails of the new Italian Green Party.

On May 12, 44.5 million Italians will go to the polls to elect local administrations in 15 regions, 6,567 municipalities, and 86 provinces. Despite their local character, the May 12 elections are being watched not only in Italy, but also abroad, as a test to see whether Italy will remain in the Atlantic Alliance or fall into Soviet hands.

The big fear expressed during the election campaign, by all five parties forming the present government coalition—the Christian Democracy (DC), Socialist Party (PSI), Social Democratic Party (PSDI), Republican Party (PRI), and Liberal Party (PLI)—is the *sorpasso*, the fear that the Italian Communist Party, the second-largest party in Italy and the principal opposition to the government, might surpass the voting strength of the Christian Democracy to become Italy's number-one party, repeating the results of the vote for the European Parliament last year, when the Communists outpolled the DC on the strength of an outpouring of sentimental feeling evoked by the death of longtime PCI General Secretary Enrico Berlinguer.

The new head of the PCI, Alessandro Natta, a former member of the fascist youth organization GUF during the Mussolini era, has already announced in an election speech that if the PCI does overtake the Christian Democracy on May 12, "it will demand the premiership. . . . We do not have to wait until the year 2,000," said

Natta to Communist crowds opening the election campaign in Milan. "We have all the political and moral qualifications to govern Italy."

The DC is finally counterattacking, after a period in which the Christian Democrats had sought to stabilize Italy by building a cooperative relationship with the Communists, particularly after the national solidarity government in 1976 led by current Foreign Minister Giulio Andreotti.

Some months ago, Pope John Paul II launched a campaign to "re-Christianize Rome," for many years run by Communist Mayor Vetere. Several weeks ago, the Pope spoke at a bishops' conference in Loreto, inviting all Christians to act in according to their religious conscience, an invitation which was interpreted as the beginning of a new "1948" fight between Catholics and Communists. During that year, in Italy's first big election campaign after World War II, the Christian Democratic leader De Gasperi, with decisive assistance from the United States, defeated Communist Party boss Togliatti. After the Pope's recent call, DC General Secretary Ciriaco De Mita, while no De Gasperi by any means, did announce a DC campaign against the "culture of death" expressed by free abortion and the bill to legalize euthanasia introduced in parliament by the Socialist deputy Loris Fortuna.

The new feature of this election campaign, which is also the main hope for the Communist Party, is the pres-

ence for the first time of an Italian Green Party in most municipalities and regions. The Italian Green Party (PVI), which cooperates with the German Green Party, as well as with the Italian Radical Party, is supported and financed by the Italian Communist Party, which sees in it a potential coalition partner, at least at the local level, and often evokes the local coalitions between the German Social Democrats and the German Greenies, such as the one in the German state of Hesse, as an example of what might happen in Italy after May 12.

In order to gain the Italian Greenies as potential partners, the PCI is focusing its election campaign on Green themes, such as the need to develop a "post-industrial" triangle in Lombardy, Liguria, and Piedmont, which used to be the most developed industrial area in Italy. Or substituting "species consciousness" for "class consciousness" in its portfolio of slogans, accusing the European left of having accepted for too many years the ideas of progress and development.

As for the Green Party itself, it has different symbols in each city, and a very localist profile, featuring proposals to close the inner city to cars, or defending birds. The Greens are refusing to distribute leaflets, claiming "they pollute the atmosphere."

Why are the Communists' chances so good in spite of this absurdity? In a word, the policies of the present government. In Venice, the the Republican Party's candidate for mayor is the current finance minister, Bruno Visentini, the head of the Cini Foundation, the Venetian oligarchical think tank. The Republican Party will rent a train and Visentini and the defense minister, Spadolini, will be welcomed by musical bands and majorettes, probably to drown out the angry unemployed who attribute their misery to Visentini's austerity policy.

Reviving the Third Rome doctrine

Third of a series on the 1988 celebrations of the 1,000th anniversary of the Christianization of Russia.

The Soviet Union's justification of the 1983 Korean Airlines slaughter and the more recent murder of U.S. Major Arthur Nicholson—supported by the Russian Orthodox Church—can only be understood in the context of the “Holy Mother Russia-Third Rome” cultural matrix which has kept the Soviet people in a Dostoevskyan irrationalist, chauvinistic, “blood and soil” state of mind, before and after the communist revolution.

The “Third Rome” theory was concocted in the aftermath of the Council of Ferrara-Florence (1438-41), to which the Russian Church responded with a denunciation of the *Filioque* clause—the foundation of Western civilization and Christianity—refusing unification on that basis.

The “Third Rome” doctrine was developed under the guidance of the main center of the world oligarchy at the time of the Council of Florence, Venice. It was based on the tradition that the historical prerogatives of the Roman Empire as a world empire were transferred by God to the Byzantine Empire of Constantinople. After the latter fell in 1453, these prerogatives were handed over to the Emperor of Muscovy and to Moscow itself as the Third Rome.

The term “Third Rome” first found its expression in the “epistles” of the *staretz* (elder) Philotheos, a Hesychast monk belonging to the Eleazar monastery in Pskov. Philotheos based his theocratic ideas on the ideology

and experience of the first “Slavic” Empire, the Bulgarian Empire(s) of the 13th and 14th centuries.

The Rasputin-like Philotheos, in an address to the Russian czar in 1511, laid out the Third Rome thesis as follows: “It is through the supreme all powerful and all supporting right hand of God that Emperors reign . . . and it has raised thee, most Serene and Supreme Sovereign and Grand Prince, Orthodox Christian and Czar and Lord of all, who art the holder of the dominions of the holy thrones of God, of the sacred, universal and apostolic Churches of the most holy Mother of God . . . instead of Rome and Constantinople. . . . Now there shines through the universe, like the sun in heaven, the Third Rome, of thy sovereign Empire and of the holy synodical apostolic Church, which is the Orthodox Church faith. . . . Observe and see to it, most pious czar, that all the Christian Empires unite with thine own. For two Romes have fallen, but the third stands, and a fourth there will not be; for thy Christian czardom will not pass to any other, according to the mighty word of God.”

Philotheos added that Russia was the kingdom mentioned by the prophet Daniel, “which shall never be destroyed.”

The transformation of this idea into a political principle of the Muscovite Church was effected under the regime of Ivan the Terrible (1533-84), by the Metropolitan Makary (1542-63).

Makary, a monk trained at the Mount Athos monastery in Greece, cooked up the hagiographical, genealogical, and historical data for the rising Muscovite Empire to support the Third Rome thesis.

The importance of the 1988 millennium celebrations of the Christianization of Rus for the Russians, is that Kievan Rus provides the chief “blood” link for the Russian Orthodox Church in the theory of Moscow's succession to the power of Rome.

In his genealogical study, *Steppannaya Kniga*, Makary created the still-popular legend that the family of the Muscovite czars was directly descended from Prus, a legendary brother of the Roman Emperor Augustus. Augustus supposedly assigned Prus dominion over the region of the Vistula, and “from Prus the 14th generation was Rurik”—hence the Rurik Dynasty, the founders of Russia. Volodimir Vsevolodykh—Grand Prince of Kiev and ancestor of the later Suzdal dynasty, who brought Christianity to Kievan Rus—was said to be the blood link between the Moscow rulers and the Byzantine Empire.

In June 1983 Archbishop Pitirim, head of the Moscow Patriarchate's publishing department, while visiting West Germany, reaffirmed Russia's commitment to this oligarchist doctrine: “The history of the Russian Orthodox Church is an unbroken one. . . . The ROC has a 1,000-year history. In 988, the Russians in Kiev, which was the principal city of the Great Russian principality, accepted the Christian belief that decided many pages of further history of the state and its culture. In 1988 we will celebrate the 1,000th-year Jubilee of this memorable event. . . . The Russian Orthodox Church sees its destiny clearly. We want to attain our goal of seeing the results of our spiritual activity.”

New threats to the Pope's life

As the May 13 anniversary of two attempts nears, Cardinal Willebrands lends himself to an anti-papal scenario.

With the approach of May 13, the anniversary of two attempts on the Pope's life, new threats have reached the person of John Paul II. This time, they center on his upcoming visit to Belgium and Holland, to begin on May 11. Posters went up on April 17 on Amsterdam walls, promising a reward of 15,000 guilders (\$4,350) to anyone who would kill the Pope. The posters called him "Duce II" and depicted him with a swastika on his arm.

The posters stated that the Pope must be "liquidated" because he is a member of "a fascistoid and criminal organization which is guilty of centuries of torture, blackmail, and thievery against the most wretched sectors of society and persecutions against the Jews."

The posters are signed by four organizations: MAF, the Nordic Terror Front, Autonomy 80, and Worker Autonomy of the Netherlands.

"Nordic Front" is already known for having organized various dynamitings in Groningen, while the other three groups seem to be as yet unknown in Holland. Four youth, who were arrested for pasting up the posters and then released, turned out to be close to the Kraakers group, which is linked to the notorious French "Direct Action."

In Belgium, anonymous telephone calls came in to the main daily papers, among them one announcing that the Pope will be assassinated in Brussels on May 15. Previously, unknown persons broke the hands of a statue of the Virgin in Beauraing, a suburb of the capital.

Meanwhile, a wave of vandalism

has hit Rome. A molotov cocktail was thrown at the Church of Sant'Agostino, and another against the Church of San Carlo.

This climate of threats and violence is being fed by groups of laymen or Catholics rebelling against the Church of Rome. In Belgium, the Center of Lay Action is putting out letters and mimeographed documents protesting the Pope's visit. One of these says that "when the papal message presents materialists and atheists as incomplete human beings, responsible for war, the nuclear peril, hunger, and injustice in the world, there is no doubt that the pluralist character of our civil society is directly threatened." They go so far as to accuse the Pope of creating a "total confusion between the temporal and the spiritual."

But the nastiest threat came out in Holland, where the "alternative" publishing house Tabula published a satirical and pornographic version of *Osservatore Romano*, the Holy See's press outlet, with an article talking about the amorous "adventures" of the Pope and stuffed with pornographic photographs. On page 1 of the paper appeared a photo of the late John Paul I, entitled, "Welcome to Holland": a clear death threat, since John Paul I died after barely a month in office!

In the same countries, anti-Pope festivals have been held, organized with the aid of the Tabula publishing house. Catholic circles linked to the dissident Dutch theologian Schillebeekx, who is very active in contesting the future trip of the Pope, and the Jewish community have made it known that they don't intend to meet

with the Pope. Their pretext is an interview released by Cardinal Willebrands to the magazine *Free Netherlands*, where he allegedly said that the Pope does not intend to dwell in his speeches on the holocaust of the Jews and the Nazis' crimes.

That Cardinal Willebrands, the highest authority of the Catholic Church in that country, is lending himself to such a scenario is no surprise. He was the guiding spirit behind the recent meeting called "Nostra Aetate: Retrospective Twenty Years Later," on relations between the Catholic Church and Judaism, held in Rome at St. Thomas Aquinas Pontifical University.

To the amazement of participants, the Jews were represented by the shady Anti-Defamation League of B'nai B'rith, the which also aroused a certain resentment in the Jewish community of Rome, which is one of the oldest in the world.

On that occasion, journalists had the opportunity to ask Cardinal Willebrands in person the reason for this choice. Somewhat annoyed, the Cardinal replied: "I chose the ADL because they are everywhere, in Italy, in Sweden, in the U.S.A.; they are the most powerful Jewish organization and they are my friends."

Well-informed Vatican circles are wondering what relation there is between the meeting in Rome with the ADL, organized by the Dutch cardinal, and the posters in Holland accusing the Pope of anti-Semitism. The coincidence of the two events is striking.

Undoubtedly the ADL, as its secretary Nathan Perlmutter said in an interview granted during the meeting, put tremendous pressure on President Reagan around his upcoming trip to West Germany. Were similar pressures put on the Pope?

International Intelligence

Indian satellite set for September launch

The launch of the first Indian 150-kg satellite atop the indigenously designed and built Augmented Satellite Launch Vehicle (ASLV) has been set for September, according to the Department of Space.

The Department's performance budget for 1985-86, released in New Delhi recently, stated that the three-month delay in the ASLV's launch—it was originally scheduled for June—was due to the heavy damage inflicted on the launch center at Sriharikota by the cyclone which ripped the coast of Andhra Pradesh last year.

With the launch of the Stretch Rohini series of launch-test satellites atop the ASLV, the space program takes the next step toward the first really large rocket, the Polar Satellite Launch Vehicle (PSLV).

ASLV marks a departure from India's first launch vehicle, the SLV, in that it has strapped-on boosters in the first stage, each of which has as much power as the SLV, and a liquid-propellant second stage. The PSLV will be able to place one-ton satellites into precise polar orbit.

Bishops say TFP 'not Catholic'

The National Council of Brazilian Bishops warned Catholics to stay away from the fanatic Tradition, Family, and Property (TFP) cult, in a statement released April 19, denying any connection of that sect to the Catholic Church.

The Brazilian Bishops' statement hits at the cult in its home headquarters, where it was first established as the personal army for the House of Orleans and Bragança, pretenders to the throne of Brazil and Portugal. An all-male, paramilitary cult implicated in two assassination attempts against Pope John Paul II, the TFP cloaks its activities as a "Catholic traditionalist association" based on the prophecies of the Virgin of Fatima. In November 1984, the government of Venezuela banned the TFP in that country, shortly before a visit by the Pope, on charges of fanaticism and brainwashing.

"There is no communion between Tradition, Family, and Property (TFP) and the Brazilian Church, its hierarchy, and the Holy Father," the Bishops' statement reads. "The TFP has an esoteric character, religious fanaticism, and a personality cult for its chief and founder. It uses the name of Holy Mary in an abusive way. According to news about TFP, it can in no way merit the Church's approval. It is a civil society which portrays itself as a Catholic religious society, but which has no relation with legitimate pastors . . . the Brazilian Bishops exhort Catholics not to sign up with the TFP, nor collaborate with it."

The TFP in Brazil could only respond that, until charges were "proven" by the Bishops, it will not "obey the ban."

Swedish children forced to fête Lenin

Children in the kindergartens of "neutral" Sweden, between three and six years of age, are being forced to celebrate Lenin's birthday, Hungary's national day, and teachers' day in Czechoslovakia, to name but a few. The children are taught "how good" conditions are in these Warsaw Pact countries.

This brainwashing is called, in the double-speak of Social Democratic Prime Minister Olof Palme's mafia, "understanding the world, and bringing it closer to us."

The children are taught that it is not important to celebrate Christmas, Easter or any other religious holiday, because they are not holidays of the "people."

Further, the Palme propaganda goes, it is only the national holidays of totalitarian countries that should be celebrated. It is not permitted, for example, to celebrate any U.S. national holiday, like the Fourth of July, because "it is a country with wrong ideas"—as one Swedish teacher put it. He was unshaved, long-haired, and bedecked with buttons saying "No Nuclear Power" and "U.S.A. out of Nicaragua."

Another "innovation" in Sweden is the sex-ed classes. Children are now taught that homosexuality is normal, and is something everyone is doing, or thinking about. Schools have special rooms with pillows, called "in-

timacy rooms" (the Swedish word is "mysrum").

Even the small children call it something much more explicit. The rooms are equipped with books on how to have sexual activity, complete with pornographic pictures. Teachers tell their young charges to play "mama and papa."

Russia, China attempt disruption of ASEAN

Soviet efforts to disrupt the ASEAN group of allied Asian countries got a major boost the week of April 15, after a meeting between Vietnam's defense minister and Indonesian Chief of Armed Forces Benny Murdani. Thailand is "extremely irritated" by remarks Murdani made in praise of a newly signed bilateral military agreement between Vietnam and Indonesia. Murdani seemed to backtrack on ASEAN's strict opposition to Vietnam's mop-up of Khmer resistance forces in Kampuchea.

Chinese overtures to Indonesia are also under way. After a 20-year breach in formal relations, China has asked Indonesia for a meeting to discuss reestablishing diplomatic ties. Indonesia has assumed a new importance in Southeast Asia in recent years, because of its role as spokesman for ASEAN in negotiations with Vietnam over the Kampuchea conflict.

KGB directs Bitburg affair

One of the key organizations being used to coordinate the "Bitburg affair" destabilization of the Reagan administration, is the Verein der Verfolgten des Nazis (VVN—Association of Those Persecuted by the Nazis), U.S. intelligence sources report. These sources emphasize that, the VVN, while run out of East Germany, was created by the Soviet Union, and is run by the Soviets. The VVN is the key interface between the East bloc and the Anti-Defamation League, "Nazi hunters" like Charles Allen, and the U.S.

Justice Department Office of Special Investigations, aka, the Orifice of Soviet Intentions (OSI).

The April 26 *Philadelphia Inquirer*, in an article reporting how much the Soviets are enjoying the unfolding of the Bitburg affair, quotes Ilya Ehrenburg, the premier commentator for the Red Army newspaper during World War Two: "German towns are burning. I am happy. . . . It is blasphemy to include the children of murderers among the family of nations."

Says *Inquirer* writer Donald Kimelman from Moscow: "The Soviet government is taking no small satisfaction in the problems the Reagan administration has found by deciding to pay respects to Nazi soldiers in Germany's Bitburg cemetery."

Additionally, Edgar Bronfman, head of the World Jewish Congress and godfather of the Dope Lobby, has called for demonstrations and other actions around the world, to protest against President Reagan's decision, to visit the Bitburg military cemetery in West Germany.

Soviet SS-20 freeze offer declared phony

Soviet leader Mikhail Gorbachov's offer for a freeze on SS-20s is a big bluff, said Jürgen Todenhöfer, arms control expert of the West German Christian Democrats, in Bonn on April 25. While the offer has had a regrettable impact upon Western public opinion, said Todenhöfer, the Soviets continue construction of launchers for their SS-20 missiles with undiminished speed in western parts of the U.S.S.R. Todenhöfer warned Western politicians "not to fall for Gorbachov's propaganda trap."

Todenhöfer also wrote, in a n o p - e d published by *Bunte Illustrierte* magazine April 25, that there is a moral duty to build the Strategic Defense Initiative. If the SDI research program serves to find a new war-prevention strategy, he wrote, the Western Europeans and Germans have the moral duty to participate.

The Soviet Union is currently constructing launching ramps for 99 SS-20 launchers—11 sites of 9 launchers each—according to the April 22 West German paper *Die*

Welt, which cites "U.S. intelligence sources in Washington." These sources say that "most, if not all, of the 11 new SS-20 bases, are located west of the Urals." The "pre-freeze" SS-20 count was 414 deployed launchers.

Support for the SDI in principle was vowed in a resolution passed April 24 by the Foreign Affairs Committee of the West German parliament. The resolution, which stated that German participation in the SDI program was "desirable," passed with the majority of Christian Democratic and Liberal votes against the opposing Social Democrats and the Green Party.

Sharon, Mossad in deal with Moscow?

A deal appears to be shaping up between the anti-Semitic Soviet regime and Israel: If Israel accepts a global *Pax Sovietica*, the Soviets will agree to release more Soviet Jews. Indications include:

1) Former Austrian Chancellor Bruno Kreisky is suggesting that the Soviets would be willing to release Jews to go to Israel, if Israel agreed to bring the U.S.S.R. into an international conference on the Middle East, according to the *Jüdische Allgemeine Wochenzeitung*, the main paper of German Jews;

2) The Russian Orthodox Church has sent one of the largest delegations in years to Orthodox Church Easter celebrations in Jerusalem, which is being treated in Israel as a "signal" from the U.S.S.R.;

3) The *Philadelphia Inquirer* reported front-page April 22 that Soviet Jewish dissidents in the U.S.S.R. have received "hopeful" signs from the Gorbachov regime that it will ease up restrictions for Jews to leave the Soviet Union.

Israeli "hardliner" Ariel Sharon recently stated that he considers "Transjordan" to be part of "Greater Israel." It appears that the Mossad-Sharon-Bronfman deal means accepting Soviet hegemony in the Middle East and Europe, driving Arabs and Palestinians out of soon to be annexed territory—including Jordan—in return for which the Russians would purify their race by letting Russian Jews emigrate to Israel, so the new Israeli territories can be resettled.

Briefly

● **HANS-DIETRICH GENSCHER**, foreign minister of West Germany, and his French counterpart, Roland Dumas, were said to be "a bit upset" when Defense Minister Hernu stated that France's "Eureka" beam-research program was purely a civilian affair. This meant it could not be used against European participation in the U.S. Strategic Defense Initiative.

● **NARCO-TOLERANT** Venezuelan judge Antonio Felipe Guevara was fired April 17 by the Judicial Council. In February 1984, Guevara turned loose three Venezuelan and Colombian politicians caught with cocaine, an event described in *Narcotráfico, SA*, the Spanish-language version of the best-selling book *Dope, Inc.* Guevara's assistant judge, Ana Maria Gandica, issued the warrant for the police search and looting of the Caracas office of *Executive Intelligence Review* in February 1985. That led to the expulsion of five correspondents for the weekly magazine and the banning of the book *Narcotráfico, SA*.

● **NORWAY** has announced that it will not participate in the U.S. Strategic Defense Initiative, the Pentagon acknowledged on April 19 in a report to Congress. The Norwegian government appears jealous of Finland's independence from U.S. influence.

● **"AMERICAN GENIUS** enabled man to conquer nature," said Algerian President Chadli Benjedid at the White House on April 19. There are similarities, he said, "in the fight of our people against colonialism." Major agricultural deals for the use of Imperial Valley-type technologies to develop Algeria's Sahara are expected to be signed.

Reagan swallows IMF dictates in budget 'compromise'

by Kathleen Klenetsky

On April 24, just two days after meeting at the White House with a group of austerity-mongers that included free-enterprise cult leader Milton Friedman, Citibank President Walter Wriston, former Nixon economic adviser Herbert Stein, and ex-Treasury Secretary William Simon, to discuss the U.S. and world economic situations, President Reagan went on national television to appeal to the American public to support the deficit-reduction proposal that is now being debated on Capitol Hill.

Charging that the federal government is doing things "never before felt possible or desirable," Reagan called on Americans to mobilize pressure on Congress to enact deep cuts in the federal budget. "My fellow citizens," said the President, "the time has come for Government to make the same hard choices your families and businesses do. The time has come for your public servants to bring spending down into line with tax revenues."

With this, Reagan put his personal prestige behind an economic package that has nothing to do with "balancing the budget" or "reducing the deficit," as the President no doubt has been led to believe. Instead, it represents the first tangible consequences of America's submission to International Monetary Fund surveillance, which was formally announced—with the open approval of U.S. Treasury Secretary James Baker III—at the Fund's Interim Committee meeting on April 17-19.

For the last year, the IMF has been demanding that the United States make budget-cutting its top priority, warning that disaster lies just around the corner if Americans refuse to tighten their belts.

Through James Baker, White House Chief of Staff Don

Regan, Secretary of State George Shultz, and other Eastern Establishment types, who have assiduously worked on the President's "free-enterprise" ideology and consequent susceptibility to viewing government spending cuts as sure guarantors of economic health, Reagan has been manipulated into the position of advocating what in effect are IMF "conditionalities" for the United States.

In contrast to his second inaugural speech, in which the President forcefully rebutted the neo-Malthusian, zero-growth ideology fostered by the IMF and its affiliates by asserting, "There are no limits to growth and human progress," Reagan's April 24 address reflects the stranglehold which the Baker-Regan-Shultz cabal now has over the administration.

The budget proposal Reagan went to bat for is, by the Fund's own recent public admissions, just what the IMF ordered. Worked out last month between the administration and Republican senators led by Majority Leader Robert Dole (R-Kan.), the \$52 billion worth of cuts would eliminate 17 federal programs and would freeze the level of financing in about 20 others.

Some of its major and more controversial provisions include slashing Medicare, a program where previous cost-control efforts have already adversely affected recipients; sharply reducing federal farm programs, at a time when farm bankruptcies are reaching crisis proportions; and eliminating federal subsidies to Amtrak, the Export-Import Bank, and the Small Business Administration.

On Social Security, Reagan has agreed to limit the cost-of-living increase in Social Security to 2% per year, even if inflation stands at 4%. Despite the President's attempts to soften the impact of this decision by maintaining that inflation

is likely to decrease because of the "recovery," the cuts represent the first major step toward gutting the so-called middle-class entitlement programs which are keeping millions of Americans slightly above the poverty level.

Already, the proposal has created a political storm; the only reason the Democrats haven't been able to exploit it as fully as they would like to is that Democratic National Committee chairman Paul Kirk let slip in early April that he believed—as do nearly all Democratic Party policymakers in *private*—that entitlement programs must go under the axe.

It is in the area of military spending, however, that Reagan's compromise is most disappointing—and potentially most perilous. For months following the November election, the President resisted the loud demands being raised from all sides—including Dole and other members of his own party—that the Pentagon do its "fair share" in cutting the deficit.

Reagan teamed up with his Secretary of Defense Caspar Weinberger to reject such specious "equality of sacrifice" arguments, warning repeatedly that reductions in military spending would imperil U.S. national security.

In the initial round of congressional hearings on the defense budget this past February, Weinberger had responded to suggestions from certain members of Congress that the administration's proposed 5.9% after-inflation Pentagon increase for FY1986 be reduced to 3%, by terming that figure "half the bare minimum" necessary to sustain U.S. national security.

Nevertheless, 3% is exactly what the President is now pushing—and there are plenty of signs that through its assets on Capitol Hill and in the Wall Street community, the IMF will succeed in slashing that pathetic increase even further.

SDI in peril

As *EIR* has warned, the Strategic Defense Initiative (SDI)—a program which Reagan accurately called "the most hopeful possibility of the nuclear age"—is most likely to be threatened as a result of the administration's "compromise" on the defense budget.

Earlier in April, congressional foes of the program unleashed an offensive against the SDI, centered on a so-called "Alternate Strategic Defense Initiative Authorization Act for Fiscal Year 1986." Initially co-sponsored by Senators William Proxmire (D-Wisc.), Charles Mathias (R-Md.), John Chafee (R-R.I.), and Dale Bumpers (D-Ark.), the bill calls for slashing funds for the program by 50%—reducing the administration's \$3.7 billion request to \$1.87 billion—and placing crippling restrictions on the program.

Specifically, S.879 would reorient the SDI away from advanced technologies capable of affording a comprehensive population defense, and toward the weak High Frontier project advocated by Gen. Danny Graham. Under the terms of the legislation, most funds for the program would be allocated to conventional point-defense technologies, and not the most promising systems, such as particle beams, lasers, and other directed-energy capabilities. The bill would create a

panel, appointed by Congress, to oversee day-to-day implementation of the SDI—an intolerable intervention, and probably a violation of constitutional strictures on the separation of powers.

The measure, which has already garnered 19 backers, came under tough criticism from Lt.-Gen. James Abrahamson, head of the SDI program, and Fred Iklé, Undersecretary of Defense for Policy, during April 23 hearings in the Senate Defense Appropriations Subcommittee.

The legislation is a "mutilation" of the President's original proposal, said Iklé. Abrahamson charged that the bill would so "fundamentally change the structure of the program that it would be a totally different concept," emphasizing "only terminal defense," and even there failing to supply the money necessary to achieve even that limited goal.

Abrahamson pointed to the ban the bill would impose on all demonstration testing, as of particular concern. This provision alone would "cripple the program," he stated. "Experiments must be conducted demonstrating technological adequacy to comprehensively validate technologies that would support a thoroughly reliable and effective multi-layered defense," Abrahamson told the panel. Without them, "the necessary foundation cannot be provided for you [Congress] and a future President to make an informed decision with respect to possible development."

The SDI Office chief attacked "those who would unnecessarily limit and inappropriately focus the thrust of the SDI. To specifically address a hard point defense of strategic military targets, for example, would be incomplete and program-matically redundant. . . . If technologies supporting a multi-layered defense do prove viable, then people as well as military assets would be protected" by the SDI.

Although S.879 pays lip-service to the need for the U.S.A. to conduct a strategic defense research program, the real goal of the bill's backers is to sabotage the program. "We'd like to have zeroed the SDI altogether," Cindy Levine, a Chafee aide who helped draft the legislation, admitted in an interview. "But that wasn't politically realistic, so we came up with this approach instead." Levine bragged that Abrahamson's charge that the bill would completely alter the SDI's direction was "absolutely correct."

The bill's supporters contend that it has an excellent chance of passing. "Maybe we won't get down to \$1.87 billion," said one source involved in pushing the measure, "but I think we have a good shot at cutting the funds [for the SDI] down to \$2.1 billion." The same source noted that since Sen. John Kerry (D-Mass.), scion of the oligarchical Forbes family, has just introduced a measure to slash SDI funding to \$1.4 billion, S.879 "looks like the model of moderation and reason. That's why we're getting such prominent Republicans like [Nancy] Kassebaum [Kan.], [John] Heinz [Pa.] and [John] Danforth [Mo.] behind us."

Despite Abrahamson's and Iklé's spirited defense of the SDI, there is no way the program will be protected if the IMF is allowed to continue to run the U.S. economy.

Soviets give full backing to ADL attacks against President Reagan

by Lyndon H. LaRouche, Jr.

The Anti-Defamation League (ADL), and a left-wing coalition headed by Rev. Jesse Jackson, are on a rampage against President Ronald Reagan, with open backing for their efforts from the highest levels of the Soviet government. We do not presume to know all of the ADL's links to the Soviet government, but as much as we do know for a fact, brings the ADL right up to the edge of outright treason.

The most obvious ADL link to the Soviet KGB, is through ADL Chairman Kenneth Bialkin. Bialkin has long been the attorney for fugitive Robert Vesco, and Bialkin's law-firm, Willkie, Farr, and Gallagher, and Bialkin's bank, Sterling National, have already been caught with their hands in Vesco's dirty financial dealings. Vesco, based in Fidel Castro's Havana, Cuba, is at the center of the Soviet KGB's Bulgarian drug-trafficking operations into the United States. Since 1978, the ADL has exposed itself massively as a leading part of the pro-drug-lobby in the United States.

Another Soviet link of the ADL, runs from Moscow, into New York City, and, from there, into the offices of the U.S. Department of Justice, in Washington, D.C. Moscow has been caught red-handed, smuggling forged dossiers against U.S. citizens, into the offices of the Justice Department's Office of Special Investigations (OSI). One of the known Soviet officials operating this channel, from Moscow into the ADL and the OSI, is Mr. Valery G. Kubanov, of the Soviet embassy in Washington, D.C. Soviet use of the U.S. Justice Department, as a channel for forged documents, falsely alleging U.S. residents to have been hard-core Nazis, has been proven conclusively in the past.

One of the most important international networks used by the Soviet KGB for these operations, is Simon Wiesenthal, the so-called "Nazi Hunter." Wiesenthal's survival under the Nazis, is notorious. It is known that Wiesenthal was detained repeatedly, among groups scheduled for execution, but was always allowed to escape the fate of his fellow-prisoners in the known cases. In some cases, it has been proven that Wiesenthal's charges of "Nazism" and "neo-Nazism," have been forged; in each known instance of this, the falsely accused person has been a prominent target of Soviet hate-campaigns. Wiesenthal is currently complicit with

Bialkin's ADL, at the center of the attacks upon President Reagan.

A similar case, is that of self-styled "Nazi Hunters," Mr. Serge and Mrs. Beate Klarsfeld, active in France. The Klarsfelds' proven connections to Soviet intelligence, are through East Germany.

In the ADL's case, the ADL admits to its collaboration with Soviet-backed neo-Nazis, in the ADL's and Jesse Jackson's joint-campaign against President Reagan. The ADL and Jackson, are collaborating openly with the recently-unveiled U.S. branch of West Germany's neo-Nazi Green Party, a Party which has been repeatedly, and accurately denounced as "neo-Nazi" by prominent Israeli spokesmen, as well as numerous public figures in West Germany. The laundering of large sums of East German funds to the Green Party, through the Communist Party of West Germany, has been publicly documented.

The West German branch of the Green Party, has joined with the political-support organization of that country's famous terrorists, the "Baader-Meinhof Gang," supporting the ADL's campaign, with open threats of violence against U.S. interests in West Germany, and menacing gestures against the President himself, during Mr. Reagan's scheduled appearance at the Bitburg cemetery.

The ADL aids Soviet war-plans

The current Soviet Gorbachov government, is committed to establishing Soviet domination of Europe, Asia, and Africa, by approximately 1988. Although Moscow intends to be able to launch a full-scale thermonuclear *Blitzkrieg* attack against the United States mainland and Western Europe, and win that war hands down, according to the currently adopted "Ogarkov Plan," Moscow naturally prefers to win without a fight. The key to Soviet hopes for defeating the U.S.A. without a war, is Soviet hopes that Willy Brandt's Social-Democrats will come back to power in West Germany during either 1985, or early 1986.

If Brandt's Social-Democrats, and their Green Party allies, come to power in Germany, Brandt's coalition is openly committed, at present, to throwing the U.S. out of West

Germany, and pushing West Germany into the Soviet sphere of influence. If that occurs, all of Western continental Europe will fall into the Soviet sphere of influence almost immediately.

In other parts of Europe, NATO's position is already crumbling.

- Greece, under the Socialist International's Andreas Papandreu, is presently a Soviet client-state; together with Cyprus, Syria, and Libya's Qaddafi, Greece is key to a rapid Soviet takeover of the entire Balkans and Eastern Mediterranean region.

- Scandinavia (Finland, Sweden, Denmark, and Norway), are on the verge of falling as deeply under Soviet control as Greece. There is some courageous, rear-guard resistance in Sweden, and somewhat stronger resistance from circles in tiny Norway, but Denmark is practically out of NATO already, and Sweden under Prime Minister Olof Palme is about two-thirds gone. About 14% of the Swedish population has already fled the country, in anticipation of this result.

In Asia, Moscow controls Burma as well as North Korea, and Vietnamese fears of China keep Hanoi strategically in Soviet reins at the present time. Thanks to the same circles of former U.S. Attorney-General Ramsey Clark, who gave Iran its present Soviet-puppet dictatorship, and the follies of Mr. Shultz's State Department, the Philippines is on the edge of falling into Soviet-directed chaos. The likes of Senators John Glenn and Howard Metzenbaum, in backing the cause of the Khalistan terrorists, are helping the Indian assets of Soviet Politburo figure Geidar Aliyev, in their present efforts to drive a wedge between Prime Minister Rajiv Gandhi and President Reagan.

Africa is dying of famine and surging pandemics, caused by U.S. strategic foolishness in supporting the International Monetary Fund's genocidal policies, and the State Department's backing for former President Jimmy Carter's genocidal *Global 2000*. Soviet strategic interests are advancing rapidly in Africa, over the millions of dead and dying.

In Oceania, Australia and New Zealand are already out of the ANZUS-pact alliance, as part of the treachery of the British Royal Family and its agent, present NATO Secretary-General Lord Carrington. Carrington, a key figure behind Henry A. Kissinger's Kissinger Associates, was the author of Kissinger's Africa policy, during the period Kissinger was Nixon's and Ford's Secretary of State. Carrington represents those circles in Britain which are operating against the United States, under a special understanding with Soviet General Secretary Gorbachov, and is a key figure behind Prime Minister Margaret Thatcher's lying treachery toward her nominal

U.S. ally.

In South America, the overlapping networks of the late Haya de la Torre's "Caribbean Legion," the old associates of former Soviet intelligence agent Jacques Soustelle, the Synarchist International generally, the Gnostics, and the Lausanne-Madrid Nazi networks, are up to their ears in partnership with the Bulgarian section of the Soviet KGB, in running terrorism and the drug-traffic. The administration is presently bogged down in the relatively minor issue of Nicaragua, while the Soviets exploit the impact of IMF conditionalities, to threaten to plunge the entire continent below U.S. borders, into bloody chaos.

There are only three things which the Gorbachov regime fears might spoil its imperial plans: President Reagan's launching of his SDI; the fear that Western Europe, including West Germany, might rally behind the SDI; and, the fear that the President might suddenly dump present U.S. monetary and economic policies, in the same way he dumped "Mutual and Assured Destruction," back on March 23, 1983.

The Soviets are counting on the liberals inside both the administration and the Congress, to join with the IMF, in killing the budget for the SDI. They are counting on forces including the ADL, to drive a political wedge between the United States and West Germany. They are hoping that Donald Regan and James Baker III, will be successful in Baker's present campaign, to put the United States under colonial administration by the International Money Fund. If Moscow's hopes are achieved, on these three points, Soviet imperial domination of the world by 1988, is virtually guaranteed.

The 'Bitburg' crisis

According to high-level sources in Germany, the President's plan to speak at the Bitburg cemetery in West Germany, was prearranged about four months ago, during negotiations involving former White House staffer Michael Deaver, and the Bonn Embassy (and U.S. State Department). (According to reports, this was arranged well before Pat Buchanan entered the White House staff, as those attacking Buchanan over Bitburg know very well.)

It is the estimate of the best-informed circles in Western Europe, that if, for any reason, President Reagan were to cancel the Bitburg appearance, as scheduled, this would lead to the fall of the present government of Chancellor Helmut Kohl, and virtually ensure that a Social-Democratic and Green Party coalition-government, would come to power. It is admitted, that the threat of assassination against the President is currently very, very high, and the ADL and its Green Party allies are doing everything they might, to ensure that the

greatest possible security-risk exists for the President. Nonetheless, these sources insist, if the President does not appear at Bitburg, the Kohl government can not last.

For this strategic reason, the Soviets are energetically backing the common efforts of the ADL, Simon Wiesenthal's crowd, and the Green Party's coalitions. The Soviet press is orchestrating much of the ADL-backed campaign against the President, and we have received eyewitness reports of direct Soviet collaboration with Wiesenthal's and the ADL's circles.

The liberal press has made it clear to everyone who has not been asleep these past weeks, that the ADL's cronies and the Soviet press, are insisting that the President is cozying up to the Nazis. The Soviets, helped by the ADL, have been attempting to break up every aerospace research capability in the United States, beginning with the OSI's hounding of former Peenemunde scientist Artur Rudolf. The Soviet press has stated clearly enough (East German edition of the Soviet *NewTimes*, No. 49, December 1984), that it considers the former Peenemunde group brought to the U.S. under Operation Paper-Clip, to be part of the hard-core of the U.S.'s SDI capability. The Soviets and the ADL's cronies are insisting that, unless the President calls off the appearance at the Bitburg cemetery, the President will be giving aid and comfort to those responsible for the "Holocaust." If these scoundrels succeed in their lying campaign, West Germany will be in the Soviet orbit perhaps before the end of 1985!

'Holocaust'

It is usually estimated, these days, that six million Europeans of Jewish extraction, died under the Nazi dictatorship. Maybe, it was actually more; the enormity of the Nazis' crimes would not be less, if "merely" one or two million Jews had been killed so. There were also approximately 500,000 Gypsies killed, and at least five million non-Jewish Eastern European non-battle dead as part of the same process in which those of Jewish extraction died.

Helped by the fraudulent "Holocaust" movie, a very wicked myth has been circulated. The myth includes two very important lies. Lie Number One: that Hitler's Jewish victims were mostly killed in gas chambers, or by similar methods of direct homicide. Most of those of Jewish origin who died, died not in gas chambers, but died of famine, exhaustion, and diseases suffered under slave-labor conditions. Millions of non-Jews died in the slave-labor system, in the same way. Lie Number Two: that "Holocaust" was directed against only the Jews. This lying version of "Holocaust," is the center of the present attacks upon the President.

These lies have provoked published letters of protest to newspapers, from survivors of the concentration camps, Jews as well as others. The "Holocaust memorial" associations provoked justly enraged public protests, by rejecting an appeal by Gypsies to join in the memorial festivities. Organizations representing millions of Eastern Europeans killed

side-by-side with Jewish victims, have been viciously insulted in the same way as the Gypsies.

There is a much uglier side to the ADL's treasonous attacks on the President.

The way in which the Nazis' slaves were driven to death, was, most frequently, simply to limit the slaves to a diet of approximately 1,000 or so calories a day, while taking 2,000 to 3,000 calories out of their bodies, in slave-labor, each day.

After less than three months of slave-labor, reasonably healthy men, were transformed into stumbling skeletons, and were then returned to the concentration camp barracks, to die of exhaustion and disease.

Today, the same policies, are killing many more victims than Hitler's Nazis did. We don't call it "Nazism," today; today, we call it "IMF conditionalities," and "Population Control," or "Global 2000." Already, much of black Africa is being murdered by the same economic methods used by the Nazis, to kill Jewish and other slaves during World War II.

What do we hear about this, from those of the ADL and other groups, who shrilly cry "Never again," against our President?

Not only do the ADL and its cronies not attack a genocide far greater than Hitler's today; Jackson's and the ADL's coalition defends these genocidal policies of the IMF!

Look at this anti-Reagan coalition! It is led by the drug-lobbying ADL, and most of the groups rallied for the Washington, D.C. demonstrations were organizations which are notorious supporters of the same drug-lobby. The ADL and Jackson have no objections to crawling into bed with real, live neo-Nazis, including the Green Party, and no objections to the same methods of genocide today, as were used to kill millions of Jews and others, under Hitler.

"Miserable, immoral hypocrites," is too mild a term, to describe the ADL and Jesse Jackson. Even "treasonous," is too mild a word for such criminality.

The German war-dead

It mysteriously escapes some people's comprehension, that Nazi Germany, like Soviet Russia today, was a totalitarian dictatorship. In the Bitburg cemetery, there is a significant sampling of German youth conscripted into the Waffen SS about 1944, at the age of 18 years or less, typical of the Waffen SS forces which Rundstedt deployed into "the Battle of the Bulge," and which General Patton's Third Army crushed along the route to save the Allied flank from Marshal Montgomery's habitual follies of "set-piece warfare." Whatever those young conscripts thought of their fate, they had no choice but to serve, under wartime conditions in such a totalitarian state.

Kenneth Bialkin's immoral cronies, insist that Nazism was a product of German culture. That is not only a lie; it is a lie which Bialkin's cronies have copied directly out of the

mouth of Adolf Hitler himself. Contrary to Hitler's lies, German culture was produced by German-speaking people, who were a mixture of various German, Slavic, French, and Jewish ancestries. Even the Nazis admitted, that the German culture which Hitler was determined to wipe from the face of the earth, was the German culture of not only Leibniz, Schiller, Humboldt, Beethoven, and Carl Gauss, but also Moses Mendelssohn, his descendant Felix Mendelssohn, and Heinrich Heine. The German Jew is so deeply embedded in German culture, that one can not remove that Jew's place in Germany's history, without leaving a large hole in German culture itself.

Hitler was not a German creation. He was manufactured by the same circles which backed the composer Richard Wagner, such as Britain's Houston Chamberlain. He, and his Nazi Party, were a creation of a Gnostic cult, the Thule Society, under whose influence Hitler came to believe that he was a reincarnation of the Roman Emperor Tiberius! Hitler was a complete pagan, who, like the official Nazi theosophists, was determined to wipe out the Jews first, and the Christians, next, to bring back the cult of Tiberius, to rule the world in a new, fascist version of a world-wide Roman Empire.

Nazism was made possible, by the widespread destruction of German culture during the 1920s, during which the Nazi Party was built up out of the same kinds of "environmentalist back to nature" cults, which have been resurrected with the assistance of the League for Industrial here in the United States and in Western Europe, over the recent 30 years. As leading Green Party figures have openly stated, repeatedly, during the past several months, today's Green Party is a rebirth of the same cult which produced Hitler's Nazis.

It was not only some crazy German aristocrats, such as members of the Thurn und Taxis family, which created the Thule Society and the Nazis. Some "very respectable," and "very, very aristocratic" families in Britain, reaching high into the British royal family, backed Hitler until as late as 1938. The Harriman family, and some of the Morgan family, openly backed Hitler and Mussolini, into about 1938, including "liberal" eugenicist Averell Harriman personally. There was also a big Swiss financier backing, and backing from the same circles in Venice which backed Richard Wagner and Benito Mussolini. These, are very hard facts; whoever attempts to deny these facts, has not looked into old issues of the *New York Times*, or is simply a liar.

What happened to Germany during the period 1919-1945, could happen to any nation, as something like that dominates the Soviet empire today. True, Hitler turned Germany into a menace to civilization, but Nazism had to crush Germany, and German culture especially, in order to accomplish this. It could happen to the United States, if we continue to drift in the direction our cultural and moral decay has been drifting

over the past twenty years. The warning should be clear: By approximately the end of 1986, or during 1987, more Americans will have died of the AINAM. If targeted 300 millions black Africans for genocide through famine and epidemic, would we not be more monstrous than the Nazis? If you don't think so, you are already as bad as any Nazi!

Hitler is dead. The old Nazis today, who operate the Nazi International out of François Genoud's Lausanne, are a relative handful, in their seventies or late sixties, converting to Sufism, which they call "Islam," or are running cocaine and marijuana in South America, in a partnership with the Soviet KGB. The only sizable continuation of the Nazi Party in West Germany, is Petra Kelly's Green Party. If we believe the racist lies of Bialkin's treasonous, drug-lobby cronies, West Germany will fall into the Soviet sphere of influence, and all Western Europe soon afterwards.

There are three issues involved in U.S. relations to West Germany. First, without a strengthened alliance with West Germany, the United States will cease to be a major power by 1988, and the Soviet empire will dominate most of the world. Second, the U.S. economy's basic industrial potential is almost destroyed, to the point that we can not keep our economy afloat without large imports from Japan, and dependency upon West Germany's machine-tool industry. Third, it is the vital moral, as well as strategic interest, of the United States, that Germany be encouraged to develop to the fullest degree possible that German cultural tradition which Hitler's Nazis nearly eradicated.

West Germany is the front line of the continued survival of the United States. Whoever attempts to destroy Germany, or to push it into the Soviet sphere of influence, is committing treason in fact against the United States.

Let West Germany, at last, bind up the wounds of a war ended 40 years ago. Let West Germany continue to be, the solid ally it has been to the United States and NATO for more than 30 years. Let us mourn the dead, who need not have died, on either side, but for the wicked complicity of many people, including our own "liberal," W. Averell Harriman.

Let our President read, at Bitburg cemetery, the last public address of President Abraham Lincoln, in which that great President set forth forever, the terms on which the victor must treat the vanquished at the close of war. Forty years later, is time overdue, that our front-line ally against our gravest peril, West Germany, should be fully restored in every respect to the dignity that nation has earned over these four decades since the war ended.

If one needs witches and devils to denounce, whenever we exhaust the abundance of such among the Soviet leaders, we have enough such devils in our own midst, to keep us presently occupied, without searching the graves of the dead from war long past.

A well-deserved 'pound of flesh'

April 23, is the day traditionally celebrated as the birth-date of William Shakespeare. The great bard, whose *Merchant of Venice* is perhaps the most poignant comment on usury in the English language, would undoubtedly regard his birthday as having been appropriately recognized during a certain incident in New York this year, involving one of the more insidious representatives of the "Shylock Syndrome" alive today: Dr. Henry A. Kissinger.

In the first days of April, an apparently disloyal member of the Kissinger Associates inner circle had leaked the information, that Kissinger Associates would be having its private biannual international board of directors meeting, in New York City, on April 23.

The meeting therefore drew unaccustomed—and from Henry Kissinger's standpoint, unexpected and unwanted—interest and attention.

Chroniclers will one day detail the full array of events on that day, at the River Club on New York's East Side. Suffice it to say, that we have learned, that the following episode occurred during the late morning of April 23:

Henry Kissinger and approximately a dozen intimates were engrossed in discussion. It was all hush-hush; the public would only learn one day later, in a "Page Six" gossip item in the April 24 *New York Post*, that Kissinger Associates had been awarded a \$100,000 "consulting" contract with Shearson AmEx, on top of the \$200,000 the firm was already receiving from Shearson AmEx's Shearson

Lehman subsidiary. Perhaps discussions were centering around how Henry could shield himself from Shearson AmEx/Shearson Lehman's recent woes in Philadelphia, where the investment house's office was raided by federal authorities on the track of drug-related dirty money.

In any case, the gathering was shocked when two individuals representing Helga Zepp-LaRouche's Schiller Institute marched into the room.

Total silence prevailed in the room for 30 seconds. At that point, a nervous Fat Henry shot out, "What are you doing here?" "What are *you* doing here?" a Schiller rep shot back. She then displayed a pound of very red meat to the dismayed group, informing Dr. K that this "pound of flesh" was his deserved gift, in recognition of his role in bleeding debt-ridden countries to death.

She itemized Dr. K's crimes, in having created conditions for plague and mass death in Africa, and generalized economic collapse around the world. The Kissinger circle reacted slowly, before the Schiller rep was escorted out of the room.

Target: Bellagio

Charges that the Kissinger Mafia is involved in genocide in Africa are amply proven by the recent creation of a so-called "Committee on African Development Strategies," co-chaired by KissAss President Lawrence Eagleburger and former U.S. Ambassador to the United Nations Donald McHenry; funded by the Rockefeller Foundation, and directed out of the offices of the New York Council on Foreign Relations, and the Washington, D.C. Overseas Development Council. All of these organizations have been involved in projects for genocide in Africa before, such as the

"Africa Group" of the CFR's "Project 1980s" under the direction of Cyrus Vance.

One example of the genocidal views of the prospective Bellagio participants is that of Carol Lancaster, director of the African Studies Program at the Georgetown University School of Foreign Service and former trainee at the London School of Economics. Speaking before the Congressional Banking Committee on April 18, Lancaster said, "Painful economic adjustments have to be made in Africa, and if the IMF does it, we will have to bear the burden of blame. . . . To put it bluntly, let them take the rap."

This "Committee" will be having its first international gathering at the private Rockefeller family estate in Bellagio, Italy, from May 10 to 12. Other scheduled pro-IMF participants include:

Winston Lord, former Kissinger aide, National Security Council, expected next U.S. Ambassador to China; Nicholas deB Katzenbach, IBM Corporation, former U.S. Attorney-General; Katharine Graham, the madam of the *Washington Post*; Robert S. Browne, African Studies Professor, Howard University; U.S. Association for the Club of Rome member; former U.S. State Department representative to the African Development Bank; Congressman Mickey Leland, Texas; Mayor Thomas Bradley, Los Angeles; Randall Robinson, director, TransAfrica Corporation; Chester Crocker, State Department Undersecretary for African Affairs; Peter McPherson, director of the U.S. Agency for International Development; Paul Fribourg, Continental Grain; William Raspberry, pro-drug-legalization columnist, *Washington Post*; Senator John Danforth, Missouri; Bruce Llewellyn, Philadelphia office, Coca-Cola Corporation; Jesse Hill, Jr., Atlanta Life Insurance Co.

The Department of Defense's new boss

Somebody had better get the word to the Defense Department about its new boss, the International Monetary Fund. Treasury Secretary James Baker III confirmed to this reporter that he officially handed over the affairs of the U.S. economy to the IMF during the IMF Interim Committee meeting in mid-April.

On separate occasions, both Defense Secretary Caspar Weinberger and Assistant Defense Secretary Richard Perle told me that they had no inkling that anything like this was going on. Weinberger even went so far as to insist, before the entire Pentagon press corps and an international television hook-up, that he was absolutely confident that U.S. representatives to the IMF would "never let something like this happen" because, in his words, "it would be a serious infringement on U.S. national sovereignty."

Well, check again, Cap! Not only has your defense budget been butchered by the leadership of your own party, but JBIII has now given the final say on such matters to a bunch of international financiers who are more interested in depopulating Africa than defending the Free World.

Perle was also unaware that Baker had done this when he commented to a U.S. Chamber of Commerce audience late in the month that from a national-security standpoint, IMF "conditionalities" toward Africa are "damaging to the U.S. where their austerity demands cause a weak government to fall and be replaced by one hostile to the U.S." The IMF "ought to be polit-

ically sensitive to this," he added.

The national security implications of U.S. capitulation to the IMF were interjected repeatedly by *EIR* at the time. While Reagan went on national television to push his IMF-sanctioned austerity budget on the American people, and Democratic opposition yelped about the effects of the overvalued dollar, no one—but no one—correlated the effects of these economic policies with Gorbachov's economic mobilization plans for the Soviet Union, except *EIR*.

Ravings about the country's \$123 billion foreign-trade imbalance abounded on Capitol Hill in the wake of Reagan's economic speech. Sen. Lloyd Bentsen (D-Texas) held a press conference to lament the effects of the trade imbalance on the basic industrial sectors of the U.S. economy, but said the solution—and that of his Senate Democratic Working Group on Trade Policy—must be to bash the Japanese into falling in line with the pattern of collapse of the U.S. economy!

And, while a spokesman for the AFL-CIO later the same day bewailed the net loss of 1.5 million jobs in basic industry since 1979, he also called for nailing the Japanese, despite what another commentator remarked was the liability of having an important political ally become an economic enemy.

However, throughout lengthy treatments of the subject by spokesmen from Commerce, Treasury, OMB, the Democratic Working Group, and the AFL-CIO in the space of a week, no one noticed that the growing weakness of the U.S. industrial economy is accompanied by Soviet gains in the same areas.

More Balderdash

Perle's correct remarks about the damaging effect of IMF policy for national security were offset by the fact

that he didn't even know his own government had officially handed oversight of its economy to that very agency. This just underscores the pervasive failure in Washington to view economic policy from a national-security standpoint, something we can be sure the Soviets hope continues to be the case.

Commerce head Malcolm Baldrige's foolish remarks exemplified the problem in the extreme. When asked by *EIR* to comment on the collapse in basic steel and machine-tool production relative to Soviet gains, he blurted out that the United States should not want to become like the Soviet economy—as if to imply that reviving basic industry equals Communism! It was in the same press conference that Baldrige said that any attempt to analyze an economy by distinguishing between productive and non-productive activity was "balderdash."

Sen. Bill Bradley (D-N.J.), who fumed when *EIR* publicly remarked to him that the only growth industries in his home state are in Atlantic City, based his whole "solution" to the economic mess on tax reforms that would remove an alleged \$370 billion in loopholes that subsidize industries, thus leaving the U.S. economy adrift at the mercy of "free-market" forces—i.e., the IMF.

"Who do you want to determine our economic fate, a bunch of congressmen in some finance subcommittee, or the free market?" Bradley raved to 200 Coloradans who came to the Capitol for a three-day forum. In reality, the choices he offered were the correct ones—the interests of a sovereign republican nation-state, against the interests of foreign usury. What he didn't say is that if we go the latter route, as the IMF oversight has already partially established, we will lose not only our national sovereignty, but the world to the Soviets.

Experts testify on biological holocaust

The grim reality that the world now faces an outbreak of deadly diseases like the Black Death which devastated Europe in the 14th century, was brought before a key congressional panel on April 24 by representatives of the Schiller Institute and the Fusion Energy Foundation.

"I am coming before you today to sound the alarm about the disease consequences of the worsening world food shortages," FEF spokesman John Grauerholz, M.D., told the House Appropriations Committee on Agriculture, Rural Development, and Related Matters.

The cholera epidemic sweeping Africa, and the escalation of the AIDS epidemic, are not passing disasters, he warned, but "mark the onset of nothing less than biological holocaust, unless we take emergency measures now to mobilize the food, medical, and infrastructure supplies to reverse the collapse."

A forensic pathologist, Grauerholz has been conducting an investigation on behalf of FEF into the connection between economic collapse and the spread of cholera, AIDS, and other deadly diseases now devastating Africa (see page 9).

Grauerholz testified that 20-30 million Americans are subsisting on diets "approximately equivalent to those of the World War II Nazi concentration camps." Many of them are living in "crowded, filthy conditions in our decaying inner cities, with collapsing sanitation and medical care," and now, "cases of marasmus and kwashiorkor, calorie- and protein-deficiency diseases classically associated with the extreme starvation in famine-ridden Africa, are appearing in hospitals and pediatric clinics from Al-

buquerque to Chicago."

In order to avert a biological holocaust, said Grauerholz, Congress "should initiate the kind of mobilization of credit and resources necessary to vastly expand high-nutrition meat, cereals, and dairy output in the nation, and end the deadly policies of food reduction programs."

Speaking for the Schiller Institute, Nick Benton drew the connection between IMF conditionalities and the outbreak of disease, and called on Congress to follow the lead of the Alabama state legislature, which unanimously voted a resolution against the IMF and in favor of mobilizing for massive emergency food output.

Stevens hails IMF surveillance of economy

Sen. Ted Stevens (R-Alaska), the Senate majority whip, endorsed IMF surveillance of the U.S. economy, in an April 24 interview with *EIR*.

Stevens was asked whether he thought the IMF Interim Committee's recent declaration, approved by U.S. Treasury Secretary James Baker III, that it will extend its surveillance to the American economy, represented a threat to U.S. national sovereignty.

Stevens replied: "The IMF has the right to have surveillance of our economy. The only question is whether we would have the same kinds of conditions imposed on us as on other countries. . . . That would mean more stringent cutbacks than the deficit reduction package" now being debated by Congress. "I doubt we would reach that point, because if our economic situation ever became that bad, the President would take action."

Stevens said that IMF surveillance

would spur efforts to cut the U.S. deficit, stating that the threat of IMF conditionalities "warrants the kind of action we are starting to take on the budget."

Stevens made his comments at a press conference at which Business Roundtable head Robert Beck and *Readers Digest* representative Lynn Mapes unveiled a campaign to mobilize popular pressure on Congress to slash the federal budget—one of the prime demands the IMF is now making on the United States.

Soviet assets mount assault on SDI, ASATs

A gang of liberal Democrats associated with the Space Policy Working Group, an informal Capitol Hill caucus known to be directly influenced by the Soviet embassy, has introduced a resolution to hamstring U.S. space-defense efforts.

Reps. George E. Brown, Jr. (Calif.), Joe Moakley (Mass.), and Norm Dicks (Wash.) teamed up April 24 to co-sponsor a bill that, in Brown's words, "calls on the President to negotiate a treaty providing for strict limitations on space weapons . . . to reaffirm the commitment of the United States to the ABM Treaty, including restraint on programs which could undermine the treaty [Brown wrongly implies the Strategic Defense Initiative—ed.], and to seek an agreement with the Soviet Union for a mutual anti-satellite (ASAT) moratorium on tests against objects in space."

Dicks and Brown testified in favor of the legislation at hearings on "Arms Control in Space," held by the House Foreign Affairs Subcommittee on Arms Control, International Security,

and Science. Dicks laid out a set of recommendations for the Strategic Defense Initiative, including: restructuring it to deemphasize near-term testing; limiting this year's funding increase to 35% (the administration is requesting a three-fold increase), and much less in future years; and setting up an "independent oversight board" to ensure that the strategic defense program would be carried out "in strict compliance with the ABM Treaty."

Dicks announced that while attending the recent conference at the Carter Center at Emory University (see *EIR*, April 30), he had been personally informed by Soviet Ambassador Anatolii Dobrynin just how the Soviets would respond were the United States to pursue the Strategic Defense Initiative.

The only note of reality came from Rep. Duncan Hunter (R-Calif.), who pointed out that given the massive Soviet strategic defense program, the SDI "would be better called the SDR—Strategic Defense Response. . . . We must proceed with a sense of urgency. We would do a great disservice to the American people if we refused to even consider researching the prospects to defend them against nuclear attack."

Proxmire demands slave labor in America

Senator William Proxmire, the self-styled Democrat from Wisconsin who garnered headlines a few years back when he underwent a series of hair transplants, has come out demanding that welfare recipients be required to work for their benefits.

Proxmire introduced a bill into the Senate April 17 mandating that all heads of households in two-parent

families be put to work as a condition for their welfare grant from the Aid to Families with Dependent Children (AFDC) program.

"I have long believed that a mandatory work requirement—often referred to as 'workfare'—should exist across the board in our welfare programs," Proxmire declared in a statement announcing the bill, noting that he had introduced similar legislation in 1981 and again in 1983.

Built into Proxmire's Mandatory Workfare Requirement measure (S. 924) is an enforcement provision, under which a welfare family's grant would be cut if its head of household refused to participate. "This creates a real financial incentive to participate" in the program, Proxmire says.

Proponents of workfare claim that it doesn't take jobs away from already-employed workers, and that it provides job experience for the chronically unemployed. But these claims are simply not true. In New York, where this slave-labor scheme was pioneered, workfare has been deliberately used to depress wage rates by "recycling" the work force.

Through this process, workers who lose their jobs because of budget cuts, are replaced by welfare recipients, whose benefits are tiny in comparison to what the position had previously paid. In an increasing number of cases, laid-off workers forced onto welfare because of the collapse of U.S. industry and agriculture, find themselves taking the same job they had previously held—but at sharply reduced wage levels and with no prospects of advancement.

Until 1981, states were generally prohibited from requiring workfare as a condition of receiving an AFDC grant. But the Omnibus Reconciliation Act of 1981 eliminated that pro-

hibition, and it is now estimated that half of the states have adopted some form of workfare requirement.

Gary Hart: The same old 'new ideas'

Senator Gary Hart (D-Colo.) is running for the 1988 presidential nomination on the same "post-industrial" platform which flopped in 1984. Maybe he's hoping that the destruction of the U.S. industrial base will be so total by that time, that he will emerge by default as the undisputed choice of a deindustrialized America.

In his latest publicity grab, Hart went before the National Press Club April 23 to talk about a "Foundation for an American Renewal." His basic message: "America needs a national strategy to inspire . . . our transition into the post-industrial age."

For starters, Gary suggests that labor should cut its own wages to assist the national move from steel-production to burger-making.

What happens to national security if the U.S. doesn't have an industrial base? "We are currently the victims of technology," and rather than focus on developing the most technologically advanced military equipment, the U.S. should instead build a lot of "less sophisticated weapons."

Just in case these weapons don't do the trick, Hart has another suggestion: The U.S. should pursue moratoria on "deployment of destabilizing land-based missiles, on anti-satellite weapons, and on offensive weapons in space." Why? "Only by breaking the technology-driven cycle of testing, production, deployment—then negotiation—will we ever achieve true stability and security."

National News

'Holocaust Survivors' mimic Nazi thuggery

An April 20 youth poetry workshop in Philadelphia, held under the auspices of the Schiller Institute, was disrupted by fanatics attending the American Gathering of Jewish Holocaust Survivors at a nearby civic center. Two disruptors entered the lobby of the Hilton Hotel, where the workshop was proceeding, and demanded that a poster at the entrance to the workshop, which showed the flag of the Federal Republic of Germany alongside the American flag, be removed. "Don't you know what an affront, what an insult, this flag is to the people at the holocaust conference?" they screamed.

The Schiller Institute was founded in 1984, invoking the spirit of the great German classical poet Friedrich Schiller (1759-1805), to defend the Western Alliance and launch a cultural renaissance worldwide.

Members of the Schiller Institute tried to calm the deranged protesters, explaining to them that Schiller was a great republican and friend of the American Revolution, that his works were banned by Hitler, and that the Institute was campaigning to stop the International Monetary Fund's *current* holocaust in Africa.

To no avail! "We don't care about Schiller or anything German," the two retorted. "All Germans are Nazis. We are going to see to it that your event is closed down."

The management of the Hilton Hotel acceded to the demand of the modern-day stormtroopers, and demanded that the German flag on the posters be covered up.

Senator Hollings gets aboard SDI bandwagon

Senator Ernest (Fritz) Hollings (D-S.C.), stunned a gathering of 200 liberal Democrats on Capitol Hill April 26 with a wholehearted endorsement of full funding for the Strategic Defense Initiative. He said that he had heard SDI Office chief Lt. Gen. James Abrahamson speak before his sub-committee on April 25, and found out that the So-

viets were out-investing the United States 10-to-1 in this technology. "We are playing catch-up," he said.

Hollings reported that the Soviets have already tested 18 killer satellites, and that that he supports the appropriation of the full \$3.4 billion requested by the administration for the "10-fold multi-faceted approach necessary for us."

The gathering was organized by liberal Colorado Rep. Tim Wirth, who was left speechless by the unexpected endorsement.

Milton Friedman gets his pound of flesh

Economist Milton Friedman was unexpectedly awarded the International Shylock Award for crimes against humanity, during a speaking engagement at the University of California at Berkeley April 25. Friedman was lecturing on the subject of the U.S. Conference of Catholic Bishops' pastoral letter on economics.

Two representatives of a group calling itself "Students for Free Enterprise" welcomed the mastermind of the Chilean depression economy, with the following announcement, delivered from the podium, which was punctuated by enthusiastic applause from the audience: "Good evening. On behalf of the Students for Free Enterprise, we welcome Dr. Milton Friedman here tonight. The Students for Free Enterprise wish to present Dr. Friedman with an impromptu award for his outstanding performance on behalf of the international financial community. We present to you, Dr. Friedman, the International Shylock Award."

As the audience and the other, smiling panelists applauded, the guest of honor was presented a pound of bloody beef spleen, while Friedman's crimes against humanity were enumerated. Even after Friedman and his cohorts at the International Monetary Fund were indicted under the Nuremberg code, polite applause continued.

But then, while the audience looked on in horror, Friedman rose, gritting his teeth, picked up the platter of flesh, and proceeded to tear up the bloody platter, flinging flesh upon the dais. Tossing the plate out onto the

stage, Friedmaniatic proceeded to pick up the pound of flesh, and tore into it with his bare hands, attempting to rip it apart. Finally, he tossed the raw meat 10 feet across the stage at the podium.

Friedman, trying to regain composure, sat down, folding his hands, which were now covered with blood. The student who had patiently held the platter during the presentation gathered up the bloody flesh, and placed it before Friedman, on the table.

While the two students were escorted off the stage, Milton sat patiently, bloody hands folded, the pound of flesh before him.

Prudential Insurance hails Governor Lamm

"Governor Lamm is raising the right issues. What we need is a national debate over the appropriate and legitimate level of health care which the American public should have access to." That's how Robert Beck, head of the Prudential Insurance Co., replied to a question from *EIR*'s Kathy Klenetsky April 24, on whether the medical-care cutbacks advocated by Colorado Governor Richard Lamm are necessary to reduce the federal deficit. Lamm has gained national notoriety for his demand that medical technology be denied to the elderly, on the grounds that it is not cost-effective.

Beck, chairman of the Business Roundtable, had just conducted a Capitol Hill press conference on a multimillion-dollar joint Business Roundtable-*Readers Digest* project to pressure Congress into making sharp cuts in defense and entitlement programs. Beck disclosed that Prudential has launched an "aggressive campaign" to get such a national debate over euthanasia off the ground, and is working closely with certain congressmen and others on it.

Ecology lobby launches campaign in Congress

The Global Tomorrow Coalition, a principal lobbying and policy-forming group for the environmentalist-depopulation lobby, is

launching an organizing drive that will include "a comprehensive legislative agenda for the 99th Congress." This was decided at the Coalition's GlobeScope conference in Portland, Ore. at the end of April.

The goal of this agenda will be "strengthening U.S. leadership in the solution of problems related to long-term global trends in environment, resources, population, development, wildlife, toxics and hazardous exports, oceans, acid deposition, energy, and biological diversity, as well as improvement of national foresight and review of arms control policy in light of the 'nuclear winter' research findings."

Defense 'hawks'— or cold turkeys?

"The Reagan defense budget is lower than what Walter Mondale promised during his presidential campaign," Wisconsin liberal Congressman Les Aspin told a symposium on Democratic Party politics organized by Colorado Rep. Timothy Wirth on April 26. Mondale had promised "4% real growth in defense spending," while the "Reagan-Dole budget agreement will mean 3% real growth in defense spending," according to Aspin.

The Democrats in the House will demand a budget freeze, he said, a "cold turkey" policy based on *no allowance for inflation*, whereas the Republican "hawks" will fight for a freeze "taking inflation into account."

Aspin declared that, in his view, defense spending will have to be decreased, because of the constraints of the budget deficit. Budget-cutting is a cyclical affair, he said, and now we are in the part of the cycle where more people will demand cutbacks in defense spending. "James Schlesinger was right, in saying that supply-side tax cuts would eventually redound against defense."

First Ladies call for 'crusade against drugs'

"Drugs rip right through the moral fiber of our countries. They twist values and prevent

others from developing. They distort economies, and they destroy that sense of belonging called patriotism or nationalism. Because young people on drugs care about nothing—not country, not family, not even themselves," stated Nancy Reagan on April 24, as she opened The First Ladies' Conference on Drug Abuse in Washington, D.C. First Ladies attended from 17 nations of Europe, Ibero-America, and Asia, to join the "international crusade" against drugs.

Ecuador's First Lady described drugs as "the greatest social problem of our time." If efforts are not concerted on a global scale, "we might even be facing the prospect in which not even a single child will be saved," as Mrs. Nakasone from Japan put it.

"Drug use is one of the greatest epidemics of the world," warned Mrs. Betancur from Colombia, as she described her husband's struggle against the drug evil, "despite personal risk."

Investigation set into Toledo dirty money

A special investigation into the city of Toledo, Ohio's financial deals with Florida's ESM Securities, was mandated in a bill approved April 23 by the Ohio state senate. The investigation was requested by Toledo Mayor Donna Owens, to determine the motives behind Toledo financial managers' investment in the scams of Marvin Warner's Home State Savings and Loan Bank, whose bankruptcy triggered a run on Ohio S&Ls in March.

The Ft. Lauderdale-based ESM Securities collapsed on March 4, causing runs on S&Ls all over the country, which had placed funds with ESM. ESM has since been exposed as a drug-money laundry, the brainchild of Crédit Suisse-White Weld, the Swiss banking group. Marvin Warner invested over \$600 million with ESM Securities. An Alabama-born financier and owner of the Birmingham Stallions pro football team, Warner was chief fundraiser for Jimmy Carter's 1976 presidential campaign, and later became Carter's ambassador to Switzerland.

Former Toledo city manager David Boston, who resigned recently, is close to both Warner and to James Ruvolo, state chairman of the Democratic Party.

● **THE STATE DEPARTMENT** "Country Reports on Human Rights Practices for 1984" describes Mexico as an "enemy" country, equivalent to Nicaragua or Cuba, Mexican diplomatic sources complained.

● **LLOYD BENTSEN**, Democratic senator from Texas, warned in a Capitol Hill press conference that "continued erosion of our manufacturing base in the U.S. could have serious consequences for our national defense." He said that unlimited growth in the service sector, feeding off the collapse of smoke-stack industries, will create serious problems for the country, and that under current conditions, less-developed nations are looking to Japan rather than the United States as a role model for their own economies.

● **U.S. APOLLO** Mission astronaut Edgar Mitchell joined Soviet cosmonaut Oleg Makarov in Rome on April 23 in a declaration against the U.S. SDI program and against the "militarization of space." Mitchell is a member of Carol Rosin's Congressional Space Policy Working Group, a KGB-backed, anti-SDI club on Capitol Hill.

● **ARCHBISHOP WEAKLAND**, the former world head of the Benedictine order and author of the U.S. Catholic Bishops' Pastoral Letter on the U.S. economy, reports that the next version of the letter will call for defense budget cuts. "We are seeking solutions in the realm of diplomacy and statesmanship, not the military sphere," he told a reporter.

Editorial

Stopping the Carter comeback

EIR can claim some credit for the demise of the Carter administration back in the elections of 1980. From the moment the abomination known as Jimmy Carter's presidency was installed in 1977, we exposed it as the tool of the international oligarchy, operating through the Trilateral Commission, to destroy every nation-state in pursuit of the goal of massively cutting the world's population.

These hideously immoral policies were summed up in the administration's final policy-document, the *Global 2000 Report*, which recommended measures to reduce world population by 1 billion before the year 2000.

But, even though President Reagan personally abhors the neo-Malthusian philosophy of *Global 2000*, George Shultz's State Department and the Donald Reagan-James Baker III Treasury have gone right ahead to implement the economic and monetary policies that are making *Global 2000's* recommendations come true.

Now, taking advantage of the crumbling of the economy under the mythical Reagan "recovery," the old Carter crowd is trying to steer minorities and students into a mass fascist movement which will actually *back* International Monetary Fund genocide in Africa, disguised as "humanitarian aid."

Nor is it surprising to find the United Nations in this dirty business, since the U.N. bureaucracy, together with the Swiss-based Red Cross/Red Crescent, currently controls all "relief" programs into the drought, famine and disease stricken areas, and is using this power to herd Africans into concentration camps, where they will all die faster.

Carter's former U.N. ambassador, Andrew Young, now mayor of Atlanta, Georgia, is taking a point position in organizing for African genocide. Young happens to be a board member of the U.N. Office of Emergency Aid for Africa, of which the executive director is Maurice Strong, one of the world's top advocates of population reduction in the Third World.

On March 27, Young's office intervened, helped by the Coca-Cola Corporation and followers of Hitler-admirer Louis Farrakhan, to try to shut down a forum being given at Morris Brown College in Atlanta, by

former Guyana Foreign Minister Frederick Wills. Wills's speech was then given under virtual siege conditions. He detailed how IMF loan "conditions" are deliberately being used to kill millions in Africa.

The Young apparatus busied itself spreading wild slanders on campuses, accusing the Schiller Institute, on whose behalf Dr. Wills was speaking, of being a "Nazi" institution.

Why Andy Young and the Carter backers at Coca-Cola kicked up such a ruckus to block the Schiller Institute message from reaching students became very clear on April 17, when Young sponsored a conference at Atlanta University under the title, "World Hunger: Local Responses." Under the pretext of discussing "food relief in Africa," Young's office joined with the United Nations-linked Society for International Development, the University of Georgia, the Southern Center for International Studies, and Atlanta University to persuade students to accept the systematic murder of millions of Africans.

Speaker after speaker, mostly from the academic world, unfolded the theme that genocide should surely be carried out—but Carter-style, under some more acceptable name, such as, "profound social transformations," borrowed from Maoist China. One professor had the gall to suggest that Africa should have to "go through the same process" as did Western Europe three centuries ago, in the Thirty Years' War.

Only the most vile racist could put forward the idea that today, when advances in science and technology hold out the hope of conquering disease and hunger, and colonizing outer space, some part of mankind should be forced to "go through the same process" as one of history's greatest calamities.

Here are two short steps to exorcise the Carter comeback. First, fire George Shultz and sweep all sympathizers of *Global 2000* neo-Malthusian genocide out of the State Department and Treasury. Next, convene the "Indira Gandhi Memorial Summit" of industrialized and developing-nation leaders, to replace the IMF with a new world monetary system. Developing Africa with the most advanced technologies must be the highest agenda item for that summit.

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