

Simon, in turn, can afford open sabotage of Kissinger's efforts because the Schultz trip to France and West Germany is strictly a private operation outside of White House supervision.

The word at high levels of New York banks is that Kissinger will attempt to re-group and offer concessions on raw

materials prices stabilization to Third World countries, in order to circumvent the issue of debt moratoria. Even if Kissinger could convince the Treasury and Congress to back such an effort, which Assistant Secretary Enders hinted at late in the Paris meeting, the effect of a U.S. concession would only

consolidate Third World demands for debt relief, high UN sources maintain. UNCTAD, the UN agency close to the Algerians, Iraqis, and other leading Third World countries, regards the commodity issue as an appetizer to the more critical questions of debt and international credit for development.

### Special Report:

## Rockefeller, Agnelli Attack Cefis, Pave Way for PCI to Enter Gov't.

Oct. 12 (IPS) — Vultures gathered in Turin, Northern Italy this weekend under the personal leadership of David Rockefeller to discuss how to pick any remaining morsels of decaying flesh from the bones of the dying Italian and European economies. The immediate focus of their deliberations is the disruption of the political activities of Europeanist factions of industrialists represented by the Italian Cefis-dominated state-holding companies, in particular the petrochemical giant Montedison — and their working-class support.

The implementation of such fascist wrecking tactics in turn brings to the fore the question of the entry of the Italian Communist Party (PCI) into the Italian government. The PCI's agent leadership would be assigned the task of speeding the destruction of existing so-called mafioso political machines within Italy, represented by the old-line Democrazia Christiana (DC), which now stand in the way of the fascist restoration. The PCI's ascendancy will also carve the way for Rockefeller's European-wide Atlanticist policies of integration of armaments production, loudly retailed for public consumption by such spokesmen for Rockefeller financial interests as Leo Tindemanns of Belgium, Willy Brandt from the BRD, Giscard in France and Edward Heath of the British Conservative Party.

### Planning "Financial Reordering"

David Rockefeller is, according to public accounts, attending a meeting of the world's top ten bankers at the notorious Agnelli Foundation. Further inquiry, however, reveals that this meeting is, in fact, a fraction meeting of European and American represen-

tatives of the Trilateral Commission. Attending representatives from Volkswagen and British Leyland auto-manufacturing companies demonstrate the European-wide implications of the meeting, and highlight the planned assault on Europeanist political factions.

Concurrently, Turin is the location for a second series of equally significant meetings, under the cover of a so-called conference to discuss the economy of the Piedmont region (the region whose capital is the city of Turin). The Agnelli-controlled Piedmont region has long been the pilot model for the implementation of Rockefeller's fascist austerity schemes in Italy as a whole. This weekend's conference marks a further escalation in that process for it regroups national figures from as "diverse groups" as the DC, PCI, and Communist trade union federation, who are discussing primarily national issues.

Public accounts of their deliberations constitute a clear outline for the implementation of national policy through changes in the present government. They address two principal problems: extending the decentralized, local control model of the Piedmont region — controlled since this summer's election by a so-called open giunta which includes the PCI — at the national level, and breaking up the Montedison group through changes in Banca D'Italia and central government finance policy for the benefit of the Agnelli family. As Libertini, PCI mayor of Turin, put it in his opening remarks to the conference, "It is necessary to implement a financial reordering of the large group, with control by democratic powers over the areas and plants in which rivers of public funds have been invested up to now."

With these conferences the Rockefeller brothers throw down the gauntlet to anti-Atlanticists throughout Europe. They make plain for all to see that they are willing to use their control of the agent layers of the PCI against opposition to their policies throughout Western Europe in the same way that they have used that party's leadership as a club against the Soviet bloc and Leninist currents within Western

Europe's CPs. They aim to destroy the Cefis-controlled companies, and to use the loot pillaged in that process to finance the reconversion of equally bankrupt Agnelli-controlled industrial capacity to bus and armaments production. This in turn is but the leading edge in a planned reorganization of European steel, auto and aerospace industries along the lines previously demanded by Belgian Rexist Leo Tindemanns and his Italian collaborator on the Commission of the European Economic Community, Altiero Spinelli, CIA agent and European Federalist.

### Provocations Against Cefis

To achieve the implementation of these programs, Italy is presently being thrown into the gravest political crisis it has yet seen. The word is out, among informed circles in Rome, that the present government may not last until the end of the month. The Agnelli press, namely the Turin daily *La Stampa*, and the weekly *Panorama* are openly mooting the entry of the PCI into the government.

Agnelli himself is doing his utmost to exacerbate the situation. On Thursday this past week the management of his FIAT concern broke off contract negotiations with the Metalworkers Federation. The workers' demands were described, ironically, as "too radical." Agnelli himself first formulated the relocation demands that the unions were pushing. On Friday, FIAT announced that selected factories would be locked out for the rest of the month. On Friday, too, representatives of the national government followed Agnelli's lead and broke off negotiations with national union federations.

The purpose of such provocations is only fully revealed by examining who is being set up as their target. Over the past two-week period there have been a series of meetings at the highest levels of Italian government, involving every major economics-related government agency. The official agenda for the meetings was the problem of state indebtedness. Unofficially, however, Montedison has been the subject of the discussions. Montedison is the largest recipient of credit from the above in-

stitutions, and controlled by Cefis.

It is the fate of the public holding companies which effectively determines the "debate" on austerity that has been provoked as a consequence of Agnelli's attacks on the labor movement. Andreotti announced in the Senate on Oct. 9 that oil imports would be drastically cut back over the next year in line with his policy of decreasing consumption. Peggio from the PCI replied in a front-page editorial in *Unità* specifically targeting Cefis, "We need to face with decisiveness the struggle against waste which takes place at the level of the public agencies.

But one cannot keep silent on the fact that what determines the indebtedness and deficit of the local public agencies is the interest on loans which they contract with the banks."

These Italian developments are of concern to every anti-Atlanticist force in Europe. Rockefeller escalation follows the earlier visit to Italy of Belgian fascist Tindemans to meet with all layers of Italian political life, including the Pope and Enrico Berlinguer. Tindemans and Berlinguer published a joint communiqué pushing the Spinelli line for European rearmament based on protectionist

control of steel, auto and aerospace sectors.

#### Unreality

There is no basis in reality for the implementation of such grandiose designs, except as a redoubled political attack on those political factions which are mobilizing against Rockefeller throughout Europe, and the working class. They are the product of a desperation which is forcing the Rockefellers to pull all the component parts of the European section of their political machine into defense of the same policy line, against motion away from the dollar and towards East-West trade.

### Special Report:

## Brandt Lies: Denies He Is U.S. Agent

FRANKFURT, BRD, Oct. 9 (IPS) — Former West German Chancellor and current chairman of the West German Social Democratic Party (SPD) Willy Brandt today stridently denied numerous published reports that he has acted as a U.S. intelligence operative since the Second World War and that his role has included conduiting CIA money to anti-communist forces in Portugal and Finland.

In making the denial, Brandt directly contradicted statements by an influential member of his own party, Eugen Loderer, the head of the West German

Metalworkers Union, who was quoted in Swedish radio and newspapers yesterday as saying that Mr. Brandt had personally donated funds to be transferred to Sweden where they could be smuggled to anti-communist trade unionists in Finland. On Oct. 7 the treasurer of the Finnish Social Democratic Party was arrested at the Swedish border while attempting to smuggle \$58,000 into his country.

Speaking at a press conference at the 1975 Frankfurt Book Fair, Brandt was backed in his denial of Social Democratic complicity in CIA-organized anti-communism by Swedish Premier Olof Palme and Austrian Chancellor Bruno Kreisky, both Social Democrats. The three were brought together by the West German publishing house *Euro-paeische Verlagsanstalt (EVA)*, which plans to publish a book based on the

correspondence of the three Social Democrats.

Mr. Palme in fact helped clarify the Social Democrats' role: "We have only been the mediators," the Swedish Premier said.

Although the press conference's moderator had expressed the hope that the questions would be of a non-political nature, the meeting of over one hundred journalists was dominated by a discussion of agency posed by the lead-off question of a New Solidarity International Press Service representative:

"Mr. Brandt, I want to ask you about some recent articles which appeared in the *Chicago Sun-Times*, in *New Solidarity*, and on the second channel of West German Television. These described you variously as a long-time 'money-launderer' for the CIA for its operations in Portugal. Now there are

also these revelations of your involvement in smuggling money into Finland via Sweden. Mr. Loderer of the Metalworkers said that you had given donations to this support for the Finnish metalworkers union.

"President Nixon used to say that the press was always lying. Would you say the same? And if you would, then why is it that you are only suing the editor of *Neue Solidaritaet* (The West German socialist weekly associated with IPS)?"

#### "SPD Not Involved"

Brandt: "I think you misunderstood. The first period is only for questions concerning the book. You can ask later."

Palme: "And you do not have to repeat it!"

Brandt: "Are there any more questions on the book?"

There were none.



IPS Wire Photo

Second International's Palme, Kreisky, and Brandt lie to press at Frankfurt Book Fair.