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FOIA MARKER

**This is not a textual record. This is used as an
administrative marker by the George Bush Presidential
Library Staff.**

Record Group/Collection: George H.W. Bush Presidential Records
Collection/Office of Origin: Office of the President
Series: Daily Files
Subseries:

OA/ID Number: 90519
Folder ID Number: 90519-008

Folder Title:
Thursday, August 10, 1989

Stack:	Row:	Section:	Shelf:	Position:
V	12	11	3	6

Withdrawal/Redaction Sheet

(George Bush Library)

Doc. No. / Type	Subject/Title	Date	Restriction	Classification
01. Schedule	Schedule of the President [redaction] (1 pp.)	08/10/89	(b)(3)	
02. Log	White House Telephone Log [E.D.T.] [redaction of personal information] (1 pp.)	08/10/89	(b)(6)	
03a. Note	From President Bush to Brent [Scowcroft] Re: Paper by Gordy Zachs (1 pp.)	08/10/89	(b)(1)	
03b. Paper	[From Gordy Zachs (Zacks)to Vice President Quayle] Re: Trip to Israel July 31 to August 5, 1989 (3 pp.)	n.d.	(b)(1)	
04a. Note	From President Bush to Brent [Scowcroft] Re: Message to Chadli Benjedid (1 pp.)	08/10/[89]	(b)(1)	
04b. Letter	From George Bush to President Chadli Benjedid (2 pp.)	08/10/89	(b)(1)	
05a. Report	Investigative Report on John Spenser Daughetee (1 pp.)	n.d.	(b)(6), (b)(7)(a), (b)(7)(c), (b)(7)(e)	
05b. Photo Backer	John Spencer Daughetee (1 pp.)	1989	(b)(6)	
06. Envelope	From R.E. Jenkins to President Bush [redaction of personal information] (1 pp.)	08/11/89	C	

Page 1 of 2

Collection:

Record Group: Bush Presidential Records

Office: Office of the President

Series: Daily Files

Subseries:

WHORM Cat.:

File Location: Thursday, August 10, 1989

Pinksheet Number: dw1411

OA/ID Number: 90519-008

Date Closed: 7/28/2009

FOIA/Sys Case #: 2009-0166-S

Re-review Case #:

P-2/P-5 Review Case #:

Withdrawal/Redaction Sheet

(George Bush Library)

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07a. Letter	From George Bush to Chadle Benjedid, President of Algeria (1 pp.)	08/10/89	(b)(1)	
07b. Note	From President Bush to Brent [Scowcroft] Re: Chadli Benjedid (1 pp.)	08/10/[89]	(b)(1)	

Page 2 of 2

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Re-review Case #:	Appeal Disposition:
P-2/P-5 Review Case #:	Disposition Date:
AR Case #:	MR Case #:
AR Disposition:	MR Disposition:
AR Disposition Date:	MR Disposition Date:

RESTRICTION CODES

Presidential Records Act - [44 U.S.C. 2204(a)]

P-1 National Security Classified Information [(a)(1) of the PRA]
P-2 Relating to the appointment to Federal office [(a)(2) of the PRA]
P-3 Release would violate a Federal statute [(a)(3) of the PRA]
P-4 Release would disclose trade secrets or confidential commercial or financial information [(a)(4) of the PRA]
P-5 Release would disclose confidential advice between the President and his advisors, or between such advisors [(a)(5) of the PRA]
P-6 Release would constitute a clearly unwarranted invasion of personal privacy [(a)(6) of the PRA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

PRM. Removed as a personal record misfile.

Freedom of Information Act - [5 U.S.C. 552(b)]

(b)(1) National security classified information [(b)(1) of the FOIA]
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(b)(7) Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information



SCHEDULE OF THE PRESIDENT
Thursday, August 10, 1989

8:00 am (15 min)	<u>Intelligence Briefing</u> (Scowcroft/Sununu)	Oval Office
8:15 am (30 min)	<u>National Security Briefing</u> (Scowcroft/Sununu)	Oval Office
8:45 am (30 min)	<u>Meeting with Governor Sununu</u>	Oval Office
9:15 am (45 min)	<u>Administrative Time</u>	Oval Office
10:00 am (60 min)	<u>Personal Staff Time</u>	Oval Office
11:00 am (30 min)	<u>Meeting with James Burke</u> (Card)	Oval Office
	(TAB A)	
11:30 am (30 min)	<u>Personal Staff Time</u>	Oval Office
12:00 pm (60 min)	<u>Lunch with the Vice President</u>	Oval Office
1:00 pm (90 min)	<u>Personal Staff Time</u>	Oval Office
1:30 - Trade Feldman Interview (15 min)		
2:30 pm (30 min)	<u>Staff Time</u> - opwp - announcement of (Sununu) Gen. Colin Powell	Oval Office
3:00 pm (60 min)	<u>NSC Meeting</u> (Scowcroft)	Cabinet Room
	(Distributed Separately)	
4:00 pm (30 min)	<u>Meeting with Secretary Baker</u>	Oval Office
4:30 pm (30 min)	<u>Meeting with Governor Sununu</u>	Oval Office
7:40 pm	The President departs for the Kennedy Center to attend <u>Performance of "Gypsy"</u> (Studdert)	South Lawn
	(TAB B)	

UNP 08/09/89
5:00 pm



11:05 pm

Arrives White House

South Lawn

7:03 Potes an Oval
 7:17 add Baylen Gray 7:28 B. Gray out 7:30 add Rose Zamaria
 7:33 Rose Z. out 7:44 Fitzwater in 7:58 Fitzwater out
 8:01 add DCI, Gates (b)(3) + Scowcroft 8:03 add Sumner
 8:19 DCI + Briefing out 8:20 add V.P. 9:05 Gates + Scowcroft out
 9:35 VP out 9:38 Sumner out 9:40 Sumner in 9:44 Sumner out
 11:00 add Fitzwater, Firestone out 11:02 add Jim Burke, Director Bennett
 11:25 all out 11:36 add Gates Sumner + Card
 11:46 Gates 11:50 add Governor S + Gordie Zacks
 12:02 add V.P. 12:05 Gordie Zacks + Sumner out 1:03(?) V.P. depart
 1:31 add Fitzwater 1:32 add Andy Card + Trude Feldman 1:34 Fitzwater out
 1:52 add Sumner, Newman, Zamaria, Terry Semway (+ daughter + Brother), Ron Kaufman
 Roger Clements (+ wife; of Boston Red Sox), 2 Sumner kids, + 2 other couples
 to Oval
 1:53 T. Feldman + Card out 1:55 add Card 2:00 Card out 2:04 all out except Sumner
 2:17 Sumner out 2:24 add Cheney, Crowe, Ben. Powell, + son Mike Powell, Gates, Scowcroft
 2:28 add V.P. 2:31 add Sumner 2:32 Cheney + Crowe out to Rose Garden
 2:33 Potes, VP + Powell to Rose Garden; Potes remarks. 2:36 Potes conclude remarks
 Ben. Powell remarks
 2:37 Powell concludes remarks; all to Oval 2:37 all depart Oval except Gates + Scowcroft
 2:56 add Sumner 4:10 Potes to Oval join Baker; add Sumner + ~~Scowcroft~~
 3:00? Potes Sumner to Cabinet Room
 4:12 Sumner out 4:16 add Scowcroft + Sumner 4:20 add Fitzwater
 4:51 Baker + Scowcroft out 5:05 Sumner out 5: ? Potes to Horseshoe pit

7:46 Potes + guests to Motorcade

1. Amb. Joe Reed
2. Bruce Gelb
3. Dick Gelb
4. Dan Burke
5. Jim Burke
6. Tom Deiner
7. Mark Hampton

7:49 dpt WH 7:52 arr WH

7:55 arr Suite

UNP 08/09/89

5:00 pm

Photocopy from George Bush Presidential Library

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THE WHITE HOUSE

WASHINGTON

TELEPHONE MEMORANDUM

E. D. T. PRESIDENT BUSH

AUGUST 10th, 1989

	TIME		DISC	NAME	ACTION
	PLACED				
OUT		AM		KEVIN BARRY (SR. DUTY OFCER.) OFC: WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 659	TLKD-OK
INC OUT	6:00	PM AM	6:01		
INC OUT		PM AM			
OUT		AM		MRS. BARBARA BUSH (b)(6)	TLKD-OK
INC OUT	7:06	PM AM	7:16		
INC OUT		PM AM			
OUT		AM		MR. JIM CICONI OFC: WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 693	TLKD-OK
INC OUT	10:09	PM AM	10:16		
INC OUT		PM AM			
OUT	10:55	AM		MR. THOMAS MOSELEY (b)(6)	OUT OF RES. TOLD MS. PRESOCK, LW 4:26 PM. READY PRESUS
INC OUT		PM AM	5:13		WCE 5:11 P. TLKD-OK
INC OUT		PM AM			
OUT	5:34	AM	5:36	SECRETARY JAMES BAKER OFC: WASHINGTON, D.C. WHITE HOUSE ADMIN..EXT. 420	TLKD-OK
INC OUT		PM AM			
INC OUT		PM AM			
OUT	6:18	AM	6:22	PATTY PRESOCK OFC: WASHINGTON, D.C. WHITE HOUSE ADMIN. EXT. 620	WAITING, TLKD-OK 6:21 PM.
INC		PM			

WASHINGTON

AUGUST 10th

89

, 19_

GPO : 1983 O - 405-660 : QL 2

WASHINGTON

SIGNAL SWITCHBOARD

August 10 , **19**89

[illegible]

PRESIDENTIAL MOVEMENTS

LOCATION Washington, D.C.

DATE 10 August 1989

TIME

MOVEMENTS

[illegible]

Thursday, August 10

6:00 Breakfast for the President
7:03 The President to the Oval Office
The President to the Rose Garden
The President to the Oval Office
4:14 Richard and Bruce Gelb, Thomas Devine arrive South Grounds,
to the Second and Third Floor
4:35 Richard Gelb to the Doctor's Office
5:00 Bruce Gelb and Thomas Devine to the South Grounds
5:10 Dan and Jim Burke arrive South Grounds, to the Second Floor
5:17 Dan and Jim Burke to the South Grounds
5:30 The President to the South Grounds
5:20 Mark Hamton arrives South Grounds, to the Second Floor
5:39 Richard Gelb to the South Grounds
5:41 Mark Hamton to the South Grounds
6:09 The President and Guests to the Second Floor
6:40 Secretary Baker, Ambassador Reed to the Second Floor
7:03 Secretary Baker down
7:05 Dinner for the President, Richard and Bruce Gelb, Thomas
Devine, Dan and Jim Burke, Mark Hamton, Ambassador Reed
7:45 The President and guests depart South Grounds for the
Kennedy Center for Performance of "Gypsy"
11:08 The President and guests arrive North Grounds,
to the Second and Third Floors
11:25 Retired

Houseguests:

Richard Gelb - Lincoln Bedroom
Bruce Gelb - Room 327
Thomas Devine - Room 303
Jim Burke - Queen's Bedroom
Dan Burke - 214
Mark Hampton - 213



News Summary

OFFICE OF THE PRESS SECRETARY

THURSDAY, AUGUST 10, 1989 -- 6 a.m. EDT EDITION

TODAY'S HEADLINES

INTERNATIONAL NEWS

U.S.-Iran Indirect Talks To Begin In Days -- Tehran Paper -- A Tehran newspaper close to the Foreign Ministry said Thursday that Iran and the U.S. were expected to begin indirect talks within a few days on the Lebanon hostage crisis. (Reuter)

Bush Prepared To Consider New 'Signals' From Mideast -- President Bush said Wednesday that he was ready to consider new "signals" from the Middle East for a solution to the hostage standoff, but he denied that he was changing the U.S. policy of refusing to negotiate with terrorists. (Boston Globe, New York Times, Washington Post, Washington Times)

NATIONAL NEWS

Bush Signs Thrift Bailout; New Agency Is Established -- With the stroke of a pen Wednesday, President Bush heralded a new era for the nation's banking system with a law designed to end the S&L crisis, guarantee the safety of deposits and punish those who "loot the savings of their fellow citizens." (Dallas Morning News, Washington Post, Newhouse)

NETWORK NEWS (Wednesday evening)

S&L BILL -- President Bush signed the heavily lobbied S&L bailout bill into law.

HOSTAGES -- President Bush said flatly he has not changed U.S. policy of not negotiating with terrorists.

POWELL -- Gen. Colin Powell will take over Adm. Crowe's post as Chairman of the Joint Chiefs of Staff.

INTERNATIONAL...A-1

NATIONAL NEWS...A-7

NETWORK NEWS....B-1

EDITORIALS.....C-1

FOREIGN MEDIA...C-2

INTERNATIONAL NEWS

U.S.-IRAN INDIRECT TALKS TO BEGIN IN DAYS -- TEHRAN PAPER

NICOSIA -- A Tehran newspaper close to the Foreign Ministry said Thursday that Iran and the U.S. were expected to begin indirect talks within a few days on the Lebanon hostage crisis.

The Tehran Times newspaper said talks would be conducted through a third country, probably Pakistan.

"Political observers...believe that in the next few days we should expect certain moves towards mediation, of course unofficially," it said in an editorial.

"These observers give the best chance to Mr. Sahabzada Yaqub Khan, foreign minister of Pakistan," it added. The newspaper did not indicate where the talks would take place. (Reuter)

BUSH OFFERS 'GOODWILL' IF HOSTAGES ARE FREED Inaugural Pledge Called To Iran's Attention

President Bush, underscoring a gesture made in his inaugural address seven months ago, promised Iran anew Wednesday that "goodwill begets goodwill" for release of the Americans held hostage in Lebanon and said he could send no "clearer signal" of U.S. intentions.

Bush vowed to continue to "exercise every diplomatic channel I can to free these Americans." He told reporters that some nations that had been "silent or ambivalent" about the hostages are now working for their release because they were "so infuriated or angered or repulsed" by the killing of Lt. Col. Higgins.

Responding to overtures from Tehran that a hostage deal could be worked out in exchange for release of Iranian assets frozen by the U.S. 10 years ago, Bush said he will "do nothing that will be seen as a quid pro quo for the hostages." Bush, in an Oval Office picture-taking session with Roman Catholic Cardinal Bernard Law of Boston, said he would not comment on the details of the assets question because of conflicting statements from Iran.

Later, in an interview with Hearst Newspapers' reporters, Bush said the U.S. has "a very active diplomacy right now" toward winning the hostages' freedom.

Administration officials said the U.S. and Iran are continuing to send diplomatic messages through intermediaries.

(David Hoffman, Washington Post, A1)

Bush Prepared To Consider New 'Signals' From Mideast

President Bush said Wednesday that he was ready to consider new "signals" from the Middle East for a solution to the hostage standoff, but he denied that he was changing the U.S. policy of refusing to negotiate with terrorists.

"If there are changes taking place, and signals that are shifting, I don't want to miss a signal," Bush told reporters summoned to the Oval Office, where he was meeting with Boston's Cardinal Bernard Law.

"I hope I'm open-minded enough to talk to and to exercise every diplomatic channel I can to free these Americans," the President said. "And I'm not going to ... no American is going to be content until these people are free." ...

"I don't think there's any subtle change," the President said about the policy. "I'm not going to do anything that would put some other American, perhaps in some other place, at some other time, at risk, and that means trading off for hostages."

However, the nuances and tone of comments from the White House and the State Department in recent days seemed to convey at least a willingness to open more direct lines of communication for a release.

Bush hinted again at a new openness Wednesday, saying, "The life of every single one of these people is too precious for me to be sticking my head in the sand and miss some subtlety in this highly complicated corner of the world."

(John Mashek & Adam Pertman, Boston Globe)

Bush Open To Talking To All Sides In Hostage Crisis

President Bush, while saying he was willing to talk with all sides in the Lebanon hostage crisis, has ruled out any deal with the captors because it could turn other Americans into potential targets.

"I'm not going to do anything that would put some other American, perhaps in some other place at some other time, at risk," Bush told reporters Wednesday, "and that means trading off or negotiating for hostages."

Israeli Prime Minister Shamir called Bush on the telephone Wednesday to discuss the hostage crisis, a White House official said, adding that no "breakthroughs" were discussed by the two leaders during the 10-minute conversation.

Bush, who has been directing a major U.S. diplomatic effort to free eight Americans held captive in Lebanon, sought to clarify what appears to be a more flexible U.S. policy toward discussions with those holding captives.

"My view is to do nothing that will be seen as a quid pro quo for hostages," Bush said during a question and answer session with reporters in the Oval Office.

"I hope I am open minded enough to talk...and to exercise every diplomatic channel I can to free these Americans," said Bush, adding: "I would not be doing my job if I didn't approach it in that manner. The life of every single one of these people is too precious for me to be sticking my head in the sand and miss some subtlety in this highly complicated corner of the world," he said. "So we are in touch with as many people as possible."

(Laurence McQuillan, Reuter)

Bush On Hostages: Talk, Yes; Deal, No

President Bush signaled Wednesday he is willing to negotiate for the release of Americans held hostage in the Middle East but not in any "quid pro quo" deal.

Pledging to pursue every diplomatic route, he said the lives of the hostages are "too precious for me to be sticking my head in the sand and miss some subtlety in this highly complicated corner of the world."

"No American is going to be content until these people are free, and I would not be doing my job if I didn't approach it in that manner," Bush told reporters in an Oval Office session.

Administration officials sought to redefine U.S. policy on talks to free the hostages following an interview published Wednesday in which the President said: "If I can talk to somebody and get the release of an American hostage and do it without, in my view or the view of the experts, putting others risk, I'd be glad to do that."

Bush's comments in the Boston Globe indicated a new flexibility in U.S. policy. Previously, the Administration has refused to negotiate for hostages under any circumstances....

"I hope I'm open-minded enough to talk and to exercise every diplomatic channel I can to free these Americans," Bush said Wednesday.

But he added: "I'm not going to do anything that would put some other American, perhaps in some other place, at some other time, at risk, and that means trading off or negotiating for hostages."

(Paul Bedard, Washington Times, A1)

President Affirms A Broad Approach To Hostage Crisis

President Bush said Wednesday that he was determined to make his approach on the hostage issue flexible enough that he does not "stick his head in the sand" and "miss a signal" that could lead to the release of the eight Americans held in Lebanon.

While he emphasized that he was not willing to engage in any "quid pro quos," Bush said he wanted to operate on a larger canvas, exploring every diplomatic channel and talking to anyone who can help him bring the hostages home.

"The life of every single one of those hostages is too precious for me to be sticking my head in the sand and miss some subtlety in this highly complicated corner of the world," the President said, speaking to reporters at the opening of a meeting in the Oval Office with Cardinal Bernard Law of Boston.

Although Bush insisted that he was not altering the American policy, which dictates never negotiating with terrorists over hostages, his remarks in the Oval Office and in two newspaper interviews over the last two days constituted a refinement of that policy.

(Maureen Dowd, New York Times, A1)

Majority Of People Polled Think Bush Is Not Forceful Enough With Iran

BOSTON -- The public thinks President Bush has not been forceful enough in dealing with Iran on the hostage issue, according to a national Boston Globe-WBZ-TV poll conducted this week.

Of the 1,000 registered voters surveyed by KRC Communications Inc. between Sunday and Tuesday, 57 percent said Bush had not been forceful enough and 27 percent said he had been. Two percent said he had been too forceful.

A majority of Republicans said they thought Bush had not been forceful enough.

The poll, conducted with the American Political Network, has a margin of error of plus or minus three percentage points.

The Administration is drawing generally negative grades on combating terrorism, a task force that also frustrated Bush's two immediate predecessors. While 47 percent of the voters gave him below average or poor marks for fighting terrorism, only 25 percent gave him positive marks. Republicans were evenly divided in their opinion of the Administration's efforts to fight terrorism. (Chris Black, Boston Globe)

No Progress Reported To U.N. On Middle East Hostages

UNITED NATIONS -- Secretary-General Javier Perez de Cuellar, appearing grave and disheartened, announced Wednesday a special envoy to the Middle East had made no progress in resolving the hostage crisis.

U.N. Undersecretary General Marrack Goulding returned to the U.S. Wednesday after a week of meetings with religious and political leaders in Lebanon, Syria and Israel aimed at learning the fate of Lt. Col. Higgins.

"In spite of extensive conversations with various parties who might be in a position to know the facts, Goulding could not obtain definite proof of Col. Higgins' fate," de Cuellar said. "Having heard his report, however, I have regretfully come to the conclusion that it is almost certain that Col. Higgins is dead...."

Perez de Cuellar said he spoke with President Bush and Marine Maj. Robin Higgins...and vowed to "continue to try to establish with certainty what happened to him and, if my fears are confirmed, to recover his body. Meanwhile, I can only repeat my profound sorrow and outrage at the tragic fate of a courageous and dedicated officer who was serving the cause of peace in Lebanon under the flag of the United Nations," he said.

(Seena Gressin, UPI)

ISRAEL VOWS TO RETALIATE AGAINST SHIITE SUICIDE ATTACK

JERUSALEM -- Israel has vowed to retaliate against a suicide attack by Moslem militants in southern Lebanon seeking to avenge Israel's abduction of one of their leaders....

Israel's coordinator for Lebanon, Uri Lubrani, said in an interview on Middle East television: "This is a violent and hostile act and we shall find a way to deal with this act. We shall not relent until these people understand that violence has two edges and that their violence shall be answered by violent means."

(Sharon Waxman, Reuter)

GEN. POWELL DUE TO LEAD JOINT CHIEFS

President Bush is expected to name Army Gen. Colin Powell as the new chairman of the Joint Chiefs of Staff, succeeding Adm. Crowe Oct. 1, informed Administration sources said Wednesday night.

Powell, if confirmed by the Senate as seems assured, would be the first black to hold the nation's top military job. The White House is expected to announce Powell's selection Thursday.

A four-star general, Powell, 52, is commander of the Army Forces Command in Atlanta, overseeing the combat readiness of 1 million troops on active, reserve or National Guard duty....

Defense Secretary Cheney informed the Joint Chiefs Wednesday that he would recommend Powell to the President for a two-year term as chairman.

(George Wilson, Washington Post, A1)

U.S. PLANES TO HELP LOOK FOR LELAND

NAIROBI -- The government of Ethiopia, accepting an offer of assistance from the U.S., will allow two U.S. Air Force C-130 transport planes to participate in the continuing search for a small airplane carrying Rep. Leland and 13 others that disappeared Monday during a flight to a refugee camp.

The huge planes, designed to carry cargo and troops, are due to arrive in Ethiopia Thursday morning after flying in from a U.S. air base in West Germany, the U.S. Embassy said Wednesday.

(The Ethiopian government also agreed to allow an American U-2 photo reconnaissance plane to fly over the search area, a State Department spokeswoman said in Washington Wednesday. In addition, an Air Force C-141 Starlifter medical evacuation plane was sent from West Germany, she said.

(Neil Henry, Washington Post, A32)

BUSH NOT LIKELY TO SEEK MORE MILITARY AID FOR CONTRAS

Barring "dramatic" evidence of fraud, the Bush Administration will probably not seek military aid for the Nicaraguan resistance following the country's February election, a U.S. official said Wednesday.

The official, speaking on background, said liberals opposed to aiding the resistance are wrong if they assume the Administration has a "hidden agenda" to resume military aid after the vote.

"Unless something very dramatic happens in Nicaragua," he said, the White House will not return to a strategy of pressuring the Marxist Sandinista regime militarily. He added that Honduran officials have already notified American diplomats that they will not allow their territory to be used again as a base for forces fighting against the Sandinistas.

(Peter LaBarbera, Washington Times, A7)

NINE TOP CONTRA MILITARY OFFICERS SEEK ASYLUM IN U.S.

MIAMI -- Nine high-ranking Contra military officers, including the Nicaraguan rebel chief of staff, have applied for political asylum in the U.S., and three of them received quick approval, U.S. and Contra officials said.

The rebels, who are mostly top commanders and advisers, requested asylum Wednesday at an Immigration and Naturalization Service office in Miami two days after the five Central American presidents agreed on a plan to disarm and demobilize the U.S.-backed Contra army, officials said.

(Reuters)

U.S., PANAMA DETAIN EACH OTHER'S SOLDIERS AS TENSION RISES

PANAMA CITY -- U.S. and Panamanian forces detained members of each other's armies Wednesday in an escalation of the war of nerves between Washington and Panamanian strongman Gen. Noriega.

The U.S. Army sealed off a military base it operates jointly with Panama and arrested two Panamanian soldiers after accusing Panamanian forces of detaining two U.S. military policemen.

U.S. troops backed by armored cars blocked the entrance to Fort Amador in Panama City and stopped and searched vehicles entering.

The U.S. forces lifted their blockade after two hours when both sides agreed to release their prisoners.

The U.S. Southern Command said officials had "determined it a prudent measure to provide for Fort Amador's internal security, in accordance with President Bush's May 11 directive to provide for the protection of U.S. lives and installations in Panama."

(Adrian Croft, Reuter)

EDITOR'S NOTES: "Excerpts From Bush's Meeting With Reporters," appears in the New York Times, A10.

"The Contras: Lost Cause?," by Mark Uhlig, appears in the New York Times, A1.

###

NATIONAL NEWS

WITH SIGNS AND CEREMONY, S&L BAILOUT BEGINS

Using cardboard signs and choreographed Cabinet members, President Bush Wednesday created three new federal agencies to bail out the S&L industry, implementing what one Administration official described as the most significant piece of financial legislation since the creation of the Federal Reserve Board before World War I.

Within hours after the signing ceremony, there was a new plastic sign at 801 17th St. NW, identifying the headquarters of the Resolution Trust Corp., the principal new S&L cleanup agency, born with 600 staff members and \$100 billion in assets.

Cardboard posters went up two blocks down 17th street proclaiming that the Federal Home Loan Bank Board, which used to charter and regulate thrifts, is now the Office of Thrift Supervision of the Department of Treasury, a symbol that the S&L industry is no longer in the hands of an independent agency subject to political and industry pressure.

In the back offices of the Federal Deposit Insurance Corp., printing presses churned out the posters to identify all the new agencies, and turned to printing the 50,000 new decals that will go on the doors of S&Ls, reassuring nervous savers: "Depositors Insured to \$100,000 Backed by the Full Faith and Credit of the U.S. Government."

(Sharon Walsh & Jerry Knight, Washington Post, A1)

Bush Signs Thrift Bailout; New Agency Is Established

With the stroke of a pen Wednesday, President Bush heralded a new era for the nation's banking system with a law designed to end the S&L crisis, guarantee the safety of deposits and punish those who "loot the savings of their fellow citizens."

"With this bill's substantial funding, we will begin here and now to eliminate the ongoing losses of the insolvent firms and to ensure that not one dollar of insured funds will be lost by any depositor," Bush said at a ceremony in the White House Rose Garden attended by about 250 members of Congress, staffers and industry representatives....

The bailout is expected to cost about \$275 billion over 30 years in the largest banking overhaul since the Great Depression. It would toughen criminal penalties "from yesterday's slap on the wrist to the clang of the prison door," Bush said. "Those who try to loot the savings of their fellow citizens deserve and will receive swift and severe punishment," he vowed.

(Robert Dodge, Dallas Morning News)

First Step Taken To Bail Out Thrifts

The S&L cleanup bill signed by President Bush is the most expensive bailout in the nation's history, a sweeping overhaul of the federal regulatory system designed to protect depositors and restore public confidence in an industry mired in scandal and beset by huge financial losses.

But scarcely moments after Bush signed what he called "this monster," authors of the law and industry experts were pointing to the flaws, uncertainties and potential difficulties contained in the \$164 billion measure.

The President himself underscored those sentiments during the bill-signing ceremony Wednesday in the White House Rose Garden. "These reforms will help our system right itself," he said. "For while the S&L crisis isn't behind us, we have met and passed our first critical test."

Many in Congress believe the Administration within a year or two will be forced to ask for even more money to clean up the industry. Even now, legislators are blanching at the staggering sums already involved.

"I feel like the fellow who has to go to the dentist," said Sen. Gramm after the ceremony. "I hate to go there, but I'm eager to get it over with."

(Tom Baden & Bob Rast, Newhouse)

8 STATES ADOPT STRICT RULES ON AUTO FUMES Move Raises Pressure For Federal Action

NEW YORK -- In a move certain to put pressure on the Bush Administration and Congress, New York and seven other northeastern states have agreed to adopt automobile emission standards as stringent as those in California and far tougher than the current federal standards.

In an agreement to be announced Thursday, the governors of N.J., Mass., Me., Vt., Conn., R.I. and N.H. will join N.Y. Gov. Cuomo in announcing the tougher standards.

The move could force automobile manufacturers to make one car for California and the northeastern states and another for the rest of the country, beginning with their 1993 models. For that reason, it is certain to boost efforts in Washington for a single stringent standard nationwide, an approach that President Bush opposed in his recent Clean Air Act proposal.

(Howard Kurtz, Washington Post, A1)

IMMIGRANTS ALLEGE ILLEGAL U.S. WIRETAPPING

LOS ANGELES -- Civil rights attorneys Wednesday sued Attorney General Thornburgh and other officials, alleging that the federal government illegally wiretapped the telephones of eight immigrants and their attorneys involved in a deportation dispute.

The suit, filed in Washington and announced at American Civil Liberties Union headquarters here, seeks to force the government to reveal and cease surveillance of seven Palestinians, a Kenyan and their attorneys, who have been waging the deportation battle for more than 2½ years.

During immigration hearings in March, according to the suit, the government admitted electronically monitoring conversations of the defendants.

(Patrick Whalen, Washington Post, A9)

Thursday, August 10, 1989 -- A-9

OPIC CHIEF'S REMARKS ANGER FOREIGN GUESTS
Soviet, Chinese Representatives Reportedly
Offended By Joke Involving Mao, Khrushchev

The new chief of the Overseas Private Investment Corp., a campaign contributor to and long-time friend of President Bush, made a series of remarks that angered officials from a host of foreign nations who attended a meeting in Seattle last weekend to boost trade across the Pacific, participants said Wednesday.

According to the participants, Fred Zeder, appointed by Bush as president and chief executive officer of OPIC, told a joke that angered Soviet and Chinese representatives and made remarks that were "insensitive" to representatives of 21 foreign nations, many of them less developed countries, in the audience....

The joke went like this: The late Chinese leader Mao is asked what would happen if Lee Harvey Oswald had assassinated Nikita Khrushchev instead of John F. Kennedy. Mao replied that Aristotle Onassis would not have married Mrs. Khrushchev. (Stuart Auerbach, Washington Post, A10)

EDITOR'S NOTES: "Bailing Out Of Reality," by Mary McGrory, appears in the Washington Post, A2.

"HUD Ends Role In Houston Project; Agency Had Promised Rent Subsidies Sought By Mosbacher's Son," by Gwen Ifill, appears in the Washington Post, A15.

"Darman's Soft-Shoe," by Dale Russakoff, appears in the Washington Post, A23.

"The Rhetoric Is Right, But It's Time For Action," a Q&A with National Urban League CEO John Jacob, appears in USA Today, A13.

"Mosbacher Scores High In Capital Power Game," by AP, appears in the Washington Times, B5.

"Urban League Calls On Bush To Back Up Words With Action," by Jennifer Spevacek, appears in the Washington Times, A7.

"Top Military Man: A Model General," by Andrew Rosenthal, appears in the New York Times, B6.

"Justice Probes Antitrust Angle In Tuition And Student Aid Rates," AP, appears in the Washington Times, A4.

-end of A-section-

NETWORK NEWS SUMMARY

(Wednesday Evening, August 9)

S&L LEGISLATION

ABC's Carole Simpson: President Bush today took what he called a first step and a crucial step toward restoring public confidence in America's S&L industry. It was an incredibly expensive step. By signing legislation designed to rescue the S&L industry, Mr. Bush authorized what is expected to become the largest bailout in U.S. history, ultimately almost \$300 billion.

(TV coverage of the Rose Garden signing ceremony)

The legislation itself is huge. That stack of papers next to the President is the bailout bill, nearly a foot tall. Mr. Bush said he was proud to sign this monster. He said the tens of millions of people who've deposited their money in S&Ls will no longer be victims of other people's mistakes. Many of those mistakes can be traced back to 1982 when Congress, with the approval of the Reagan Administration, deregulated the S&L industry but failed to provide increased supervision of its operations. Many inept or dishonest S&L executives began making questionable loans. As a result, more than 1,000 S&Ls collapsed, are failing or have been taken over by federal regulators. The bill the President signed today authorizes the government to spend \$50 billion over the next 26 months, although it is widely believed that the total cost of the bailout will be at least \$285 billion over the next 30 years. Here are some comparisons to help understand the enormity of the bailout: \$285 billion is more than eight times the total cost of fighting World War I; almost 80% of the total cost of World War II; it's almost a dozen times what America spent to put a man on the moon. Two hundred eighty-five billion dollars could pay to house all of America's homeless for the next 12 years or meet the payroll of the entire New York City Police Department for the next two centuries. Perhaps the best way to understand just how much money we're talking about is to consider this: \$285 billion represents \$1,000 for every man, woman and child in the country, that's what the S&L bailout will cost you. There's a tremendous sense of urgency to all of this. The bailout legislation took effect immediately upon the President's signature and government officials wasted no time in putting the plan into action.

ABC's Stephen Aug reports that top directors of the new Resolution Trust Corp. held their first meeting less than an hour after President Bush signed the S&L bill into law. The company is responsible for shutting down insolvent S&L associations and paying off depositors. Secretary Brady is the chairman.

(Secretary Brady: "We think it's a package that will return the S&L industry to a sound path. And that path as you know in the past has been the principal provider of funds for the home business.")

The new corporation starts work tomorrow by shutting down at least three of the worst S&Ls. There are already more than 260 S&Ls that will have to be sold, merged or shut down and their depositors paid off.

Aug continues: Consumers may notice the first change -- in their savings accounts.

(Rep. Schumer: "Number one, interest rates will fall a little bit because these bad S&Ls that were saying 'we'll give you 11%, 12%, 13%' and pushing interest rates up will be closed down rather quickly.")

Eventually, consumers will see a new logo on the doors of all S&Ls promising that deposits are now backed by the full faith and credit of the U.S. government. Consumers may also notice a lot of new names as new owners take over.

(Bert Ely, S&L consultant: "I would say within five years most of the S&Ls in this country will have been acquired by banks and merged into those banks.")

Reporter: "So what's going to be left?"

Ely: "Very little.")

The government not only has to sell off the S&Ls but it also has to sell off a lot of real estate the S&Ls acquired in bad deals. The government won't get full value, in part because all that property on the market may further depress real estate prices in some areas like Texas. To finance the bailout, the government begins borrowing money tomorrow by auctioning off Treasury bills to investors. They'll start with \$5 billion which in the scheme of things is barely even a down payment.

Simpson reports that in 1985 the Federal Home Loan Bank Board proposed hiring an additional 750 bank examiners to oversee S&L operations. It would have cost only about \$15 million. The Reagan Administration said no, there wasn't enough money in the federal budget to pay for it. (ABC-Lead)

CBS's Dan Rather reports that President Bush signed the heavily-lobbied S&L bailout bill into law today.

(TV coverage of the Rose Garden signing ceremony.)

It's the most expensive taxpayer-financed bailout in U.S. history. Among other things, this bill will spend billions of dollars on trying to rescue S&Ls ruined in the wake of deregulation, mismanagement and in some case outright corruption. The bailout is expected to cost each American taxpayer more than \$1,000 over the next decade.

(CBS-4)

NBC's Irving R. Levine reports on the President's signing of the S&L bill.

(President Bush: "Thank you all very much and now I'm proud to sign this monster.")

The S&L bailout bill has a monster pricetag of over \$300 billion, that's almost \$3,000 from each American taxpayer over the next 30 years.

(Sen. Gramm: "There's very little to be happy about in this bill except [that] it is an alternative to continuing to limp along where we're losing billions of dollars a month.")

Although bankrupt S&Ls have been losing billions, they have been kept open only because the insurance fund -- the FSLIC -- lacked the money to close them and pay off insured depositors. Now a new insurance fund will start shutting-down failed S&Ls this week with money provided under the bailout bill. One result will be lower interest rates for depositors because the worst off S&Ls, the risk-takers, were paying the highest rates. As competition from the risk-takers disappears, healthy S&Ls will be able to lower their rates.

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Levine continues: Another result of the closings will be a rise in mortgage rates. Today also marked the first meeting of the high-powered board that will oversee the sale of billions of dollars of property taken from the failed S&Ls. The chairman of the Fed and Secretary Brady will try to keep an eye on a staff of thousands who will make the sales, fearing that there might be some self-dealing as people attempt to benefit themselves and their friends in the process. Another danger is that the bill requires the Administration to spend \$20 billion in just the next seven weeks to close-down bankrupt S&Ls. Critics say this haste could result in new and expensive mistakes.

(NBC-3)

HOSTAGES

Rather: President Bush sent more veiled signals to Iran today and the question arose has he changed U.S. policy of never negotiating with terrorists? The President said flatly he has not changed it. He said he would not trade or negotiate for the release of hostages. At the same time he left the door open for unfreezing Iranian assets in the U.S. if the hostages are set free. And he left the door open for talks with the hostage-takers.

CBS's Lesley Stahl: President Bush has been refining his policy regarding the hostages. He now says he will talk to anyone to get an American hostage released as long as it does not jeopardize the lives of the other hostages.

(President Bush: "I hope I am open-minded enough to talk and to exercise every diplomatic channel I can to free these Americans.")

The President insisted this is not a change in the never-negotiate policy. Ever mindful of the failure and embarrassment of the Iran-arms-for-hostages deal, Mr. Bush drew a distinction between talking and trading-off for hostages which he again pledged not to do.

(President: "And if there are changes taking place, and signals that are shifting, I don't want to miss a signal. The life of every single one of these people is too precious for me to be sticking my head in the sand and miss some subtlety in this highly complicated corner of the world.")

The President has kept up his diplomacy by phone, accepting a call from Israeli Prime Minister Shamir in which, sources say, [Shamir] pledged to include the American hostages in any trade for prisoners. Mr. Bush telephoned Egyptian President Mubarak and called President Reagan to brief him. The White House says there have been a series of conflicting messages from Iran. The President sent some of his own today on whether he would release the frozen Iranian assets. First, he said:

(President: "My view is to do nothing that will be seen as a quid pro quo for hostages.")

But then he added "goodwill will beget goodwill" leaving some analysts convinced that he is suggesting that if Iran helps free the hostages he might then free-up Iran's assets. The President says he's not expecting a resolution of the hostage situation any time soon, as he put it, on this side of the horizon. Officials here say Mr. Bush wants Iran to know that he understands Rafsanjani's internal problems and he's willing to be patient, to carry on as long as it takes.

(CBS-Lead)

ABC's Brit Hume: After a picture session with Cardinal Bernard Law of Boston, the President responded to news reports suggesting he might change policy and swap frozen Iranian assets in this country for American hostages. Mr. Bush denied any change and tried to strike the tricky balance between firmness and flexibility.

(President Bush: "I'm not going to do anything that would put some other American, perhaps in some other place, at some other time, at risk, and that means trading off or negotiating for hostages.")

At the same time, he said he would talk using every diplomatic channel he could.

(President: "And if there are changes taking place, and signals that are shifting, I don't want to miss a signal. The life of every single one of these people is too precious for me to be sticking my head in the sand and miss some subtlety in this highly complicated corner of the world.")

One apparent signal came today in a phone conversation between the President and Israeli Prime Minister Shamir. Israeli sources said the call was intended to assure the President that any deal for Israeli prisoners would include U.S. hostages. The White House could not confirm this, but said the call was "friendly." The Administration is trying to avoid appearing to be party to any hostage swaps or deals but it wouldn't mind if Israel made one. And if Iran helps gain the release of U.S. hostages it is unlikely the Administration would mind if Iran later found it was able to get back its frozen assets. (ABC-2)

NBC's Tom Brokaw reports that Prime Minister Shamir assured President Bush by telephone today that Israel would not go along with a prisoner swap unless it includes American hostages. With one American dead and another threatened, Bush said that he was hopeful that other countries would get involved in the effort to help free the hostages.

(President Bush: "[Other nations have been] so offended by [Higgins' death] that, regardless of their view on the politics of the Middle East or any other area, we are finding more and more of a willingness to help. It's just a hunch, but perhaps that will lead us to some solution here.") (NBC-6)

Rather discusses the hostage situation with CBS News consultant Prof. Fouad Ajami:

Rather: What is going on behind the scenes?

Ajami: President Bush is laying the groundwork for dealing with Iran. We must do business over hostages. The French did it, the Israelis have done it, we have done it and I think President Bush has entered the Middle Eastern bazaar and he has now begun to haggle. And the hope is that the Iranians are ready for a deal because we now know that we must go all the way to Tehran to deal with this one. (CBS-3)

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LEBANON

CBS's Bob Simon reports from Israel that a pick-up truck loaded with 450 pounds of TNT was driven into an Israeli military convoy just a few miles north of Israel's border with Lebanon. Five soldiers were injured, one seriously. A local pro-Israeli militiaman was also hurt. The attackers were blown to bits. It could have been a lot worse, say the Israelis, but the Israeli vehicles in the convoy were far apart because they'd been expecting this kind of attack. Car-bombing is second only to kidnapping on Hezbollah's list of preferred weapons. In Beirut the Party of God announced that the motive was revenge and a leading cleric warned that more attacks will follow in retaliation for Israel's abduction of Sheik Obeid. He said the suicide bomber, a man with a wife and a child, was a good friend of the Sheik's. The Israelis had a message too:

(Col. Gissin, Israeli Army spokesman: "The message that we would like to send to Hezbollah is that by these kinds of operations they're not going to get the release of the Sheik or [sic] they're not going to get any of the things they really want.")

Israeli officials promised retaliation. Israeli experts in prisoner exchanges said a punitive raid would not be a bad thing for the negotiations. Prime Minister Shamir's call to President Bush tonight was their first conversation since the kidnapping of Obeid. Officials in Jerusalem say Shamir emphasized that Israel is seeking the release of all the prisoners and hostages in Lebanon and suggested that Washington and Jerusalem coordinate their positions more effectively than they've done since the crisis began. (CBS-2, ABC-3, NBC-5)

COLIN POWELL

Brokaw: The most powerful military job in America belongs to the Chairman of the Joint Chiefs of Staff. He's at the top of the chain of command for all the military forces and he's the President's top military adviser. And tonight...for the first time that job will go to a black man: Colin Powell.

NBC's Fred Francis reports from the Pentagon that there is no one quite like Colin Powell in the American military yesterday or today. The 52-year-old army general is just as comfortable in green fatigues talking to mud-soldiers as he is in a pinstripe suit in the company of Gorbachev. Powell is the man who cleaned-up the wreckage of the NSC after the Iran-Contra affair. President Reagan ordered him back from a field command in Europe to do that job. Powell was given his fourth star earlier this year for what one insider described as returning legitimacy to the NSC. Another senior official said the fact that Powell is black was never a factor in any decision to give him the toughest and dirtiest jobs.

(Colin Powell: "I am the second black officer to make general in the United States Army and one of four officers in the armed forces of the United States who have been privileged to wear the stars of General, two in the Air Force and two in the Army. In time that will not be something one should take note of at all.")

Powell is currently in charge of all U.S. Army troops in the U.S. By elevating him to the nation's top military spot, the President has passed over at least a dozen more senior men.

Thursday, August 10, 1989 -- B-6

Francis continues: A lot of admirals and generals, including the retiring Chairman of the Joint Chiefs William Crowe, are not happy about that. But one official said the President thinks Colin Powell is special and that's all that counts. (NBC-Lead, ABC-9, CBS-10)

BLOCH

NBC's Jamie Gangel reports on Felix Bloch.

(Felix Bloch: "I won't deny it or confirm it because I'm not commenting on the story.")

FBI and State Department sources tell NBC that the Bloch investigation is dead in the water because they have not been able to turn-up enough evidence that he committed espionage. And, sources say, if he did they may never know what damage was done unless Bloch confesses. The damage could be extensive. According to security experts, Bloch was cleared for some of the highest levels of special intelligence known by the code words umbra and gamma which gave him access to arms control intelligence, technology transfer talks, embassy security problems and strategic foreign policy decisions. Investigators say what they are missing is direct evidence because French intelligence failed to seize a travel case Bloch allegedly handed off to a Soviet agent in Paris. But some sources say that's because the FBI neglected to ask the French to do it. In Washington today Bloch broke his usual silence and actually seemed to be enjoying all the attention. For more than an hour he sat on a park bench chatting with reporters.

(Bloch: "I'm amazed at how many people have nothing better to do. But I worked for the government for a long time.")

When asked if the investigation left him twisting in the wind, Bloch answered with what friends say is his typical dry sense of humor.

(Bloch: "Well I think I'm sitting pretty firmly on the bench here.")

The next step is whether the government is willing to give Bloch immunity. But sources say that's still premature, so at least for a while the Bloch watch will continue. (NBC-2)

LELAND

ABC's David Ensor reports from the State Department that in Houston and around the country Mickey Leland's friends are praying he's still alive. Today the U.S government joined the search effort in a big way. A C-141 medivac plane arrived in Addis Ababa and two C-130 transport planes are on their way to Ethiopia carrying a paramedic rescue team and satellite communications equipment. The Pentagon is also sending a C-5 cargo plane full of search helicopters. And the Marxist government of Ethiopia has even agreed to allow an American U-2 spy plane to photograph the search area tomorrow. Leland's staff and friends are hoping his plane landed safely on some remote airstrip.

(Rep. Ackerman: "He is sitting somewhere on the ground in some godforsaken spot telling jokes and signing.")

U.S. officials say Leland's plane left with enough food and water to last the 14 people aboard through the weekend.

(ABC-5, CBS-7, NBC-4)

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PANAMA

Brokaw reports that there was a nasty stand-off in Panama between the U.S. and Gen. Noriega's military. Panamanian soldiers detained two U.S. military policemen at Fort Amador, a joint military base. Then the Americans arrested two Panamanians and blockaded the fort. After more than three hours all were released. The incident may have been sparked by the brief detention of 29 Panamanians yesterday including Noriega's brother-in-law. (NBC-7, ABC-4)

JAPAN

CBS's Bill Whitaker reports from Tokyo on the election of Toshiki Kaifu as Prime Minister. Already he is being called a caretaker Prime Minister in charge of a ruling Liberal Democratic Party that is losing its grip. And a weak central government in Japan is likely to be bad news for the U.S. The weakened ruling party could be forced to go along with the opposition Socialist party in promising more protection for Japanese agriculture and industry. All this comes at a time when a growing number of Japanese say they are fed up with continued U.S. trade demands. Without Japanese microchips, one prominent Liberal Democrat said, America's hi-tech military machine couldn't get off the ground. Kaifu promises to maintain a liberal trade policy with the U.S. The question is does he have the political strength to deliver on his promises? (CBS-8)

CHINA

Rather reports that the State Department officially reassessed the situation in China and said it is now safe enough for dependents of U.S. government personnel to return. Other Americans are still advised to put off non-essential travel to China until further notice. (CBS-7)

FED

Rather reports that the Fed today said the nation's economy continues to grow slowly with sluggish consumer spending, weak automobile sales and some manufacturing declines. Analysts noted that part of that slowdown occurred when the Fed pushed interest rates higher to ease inflationary pressure. Since June the Fed has eased-up on interest rates and analysts said today's report indicates the central bank is ready to lower rates further if the economy deteriorates. (CBS-11)

COLLEGE TUITION/ANTI-TRUST INVESTIGATION

Rather reports that some of the nation's most expensive and prestigious colleges and universities are the object of a Justice Department anti-trust investigation. About 20 top schools are being asked by the Justice Department to submit data about their tuition, fees, faculty salaries and student financial aid policies. The schools deny any collusion but said they do consult with each other on student aid packages. They insist this is in the public interest because it provides consistency in assessing a family's ability to pay for college and avoids bidding wars for good students. (CBS-7, ABC-6, NBC-10)

Thursday, August 10, 1989 -- B-8

ABORTION

CBS's Bruce Morton reports from Tulsa, Okl. on a meeting of state legislators from around the country who are faced with increasing pressure to decide between a pro-choice and an anti-abortion stance. Many have moderated their views as a result of the Supreme Court's decision. (CBS-5)

CHANCELLOR COMMENTARY

NBC's John Chancellor says that this week's Urban League report on the state of black America is a sobering document. Many black Americans are in deep trouble and that means trouble for all Americans. America pays a high price for their troubles in welfare costs, crime and the cost of punishment but also in lost productivity. The U.S. is the only big industrial country facing a problem of this magnitude. The U.S. is at a competitive disadvantage as long as large numbers of its people aren't able to work as productively as the rest of its workforce. The President told the League yesterday, "Your problems are my problems." In truth, they're everybody's problems. (NBC-11)

-end of B-section-

EDITORIALS/COLUMNISTS

SAVINGS AND LOANS BILL

An Imperfect S&L Bill -- "...Americans might feel a lot better about the bailout if they could be assured that the government won't come back for even more money to save the industry, and that all unscrupulous savings-and-loan executives will be prosecuted for the criminal risks they took with depositors' money. But neither is guaranteed.... Mr. Bush deserves credit for starting action on the bailout. It was his first major initiative, and he created a sense of urgency.... Congress also has responded in reasonable time.... [However, Bush was wrong in not wanting the bailout reflected in the budget and Congress was wrong in not wanting it counted under Gramm-Rudman.] All S&L bailout costs should be part of the budget and not exempted from Gramm-Rudman.... Another compromise not in the taxpayers' interest was the earlier agreement between Senate and House conferees to let top federal S&L regulator M. Danny Wall keep his job without being reconfirmed by the Senate.... But on balance, the Bush plan, altered and toughened by Congress, is a good approach to cleaning up a financial mess caused in no small part by the anti-deregulation mania." (Hartford Courant, 8/7)

Savings Bail-Out -- "...One probable result [of the bailout bill] is that the thrift industry will shrink. It may even disappear.... Thrifts that remain after the grim regulators finish reaping the walking dead will have the option of becoming banks. All this is good. Given the increasing role of other financial institutions that are providing mortgage money, it increasingly appears that the nation doesn't need a thrift industry as previously constituted.... This bill makes the best of a horrendous situation. It does not address the problem of government guarantees of deposits (it even extends them on pension fund deposits to \$100,000 per individual), but it does strengthen capital requirements.... And it keeps most of the money off budget, where it belongs. No, the proposed remedy is not a happy prospect. But it should get a long-overdue cleanup under way." (Dallas Morning News, 8/8)

Slick Numbers Game In S&L Bailout -- "...The deal reveals a certain lack of conviction about the truth-in-budgeting principles supposedly involved in the dispute. It also is a classic example of the cute fiscal games Congress and the Administration play to avoid tough decisions.... Someday soon the President and Congress are going to have to do something about their oceans of red ink.... They [Bush and Congress] are not proposing...significant new taxes or spending cuts, both of which will be needed if anything serious is to be done about the deficit. Judgment day may be coming. The confluence of next year's budget targets with a weakening economy that could depress tax revenues finally may force action.... Members of Congress, who seem to have become more dedicated to winning reelection than solving the country's problems, might have to take a risk and anger a special interest or two by limiting spending. The President might have to -- gasp -- go along with a tax increase. But all that would take political courage, something that is running its own deficit in Washington these days." (Chicago Tribune, 8/8)

FOREIGN MEDIA REACTION

CENTRAL AMERICAN PEACE PLAN

"Literally bled dry by the civilian war, Central America achieved another small step toward peace...at Tela.... Secretary Baker reacted rather positively.... In the era of perestroika, Moscow, Managua's main arms supplier, should ask Mr. Ortega to adopt a 'reasonable attitude.' But there is reason to wonder about the USSR's actual influence in this part of this world when we see the negative reaction in Cuba to Gorbachev's initiatives."
(Les Echos, France)

"For a long time now, the United States has regarded Central America as its own backyard.... Now, the tenants have made clear that they want to be masters of their own house and decide on their own future.... The United States must understand that former President Reagan's experiment has failed to push the Sandinistas out of power.... This is a sour apple offered to President Bush."
(Rheinische Post, West Germany)

"The Tela Declaration (represents) a success for the Sandinistas...and rather a failure for the U.S. Administration.... That does not mean, however, that the U.S. has been totally defeated. A renovated regime which will not be able to back out of all steps taken toward the establishment of pluralism and political freedom...will come out of the 1990 elections, even if the Sandinistas win, as many believe they will. The United States has always said that this was the goal of its policy on Central America; therefore, a President like Bush...should find in this process a motive for satisfaction."
(El Pais, Spain)

"To arrive at this agreement, it was necessary...that the Central American presidents act independently and in the best interests of Central America, in place of continuing in the tarnished role they had played as advocates for foreign interests. If this accord is put into practice along the lines it establishes, peace is nearer than ever; and everyone wins...including those countries outside the region that believe it is better to do business with a Central America that is at peace rather than at war."
(Prensa Libre, Guatemala)

"We believe that the democratic road to peace is now placed on a more solid base.... The Tela presidential summit has also turned our country into a good host within the vortex of international dynamics. To a great extent President Azcona's balanced actions have restored Honduras' pride, its self-determination and its credibility among the nations of the world."
(La Tribuna, Honduras)

"The Central American presidents arrived at a definitive accord to demobilize the counter-revolutionaries that unequivocally responded to the will of the peoples of the region. It demands of the U.S. Government the responsibility of respecting and complying with it.... In this summit, the demise of the contras by Central American diplomacy...has been ratified, defined and institutionalized.... What Tela establishes as obligatory is demobilization within three months and this leaves no room for any capricious interpretations."
(Barricada, Nicaragua)

-End of News Summary-

THE WHITE HOUSE
WASHINGTON

DATE:

8-10-89

FROM THE PRESIDENT

TO:

~~P~~ B

need name of Crown Prince of Kuwait

then have this sent to Kuwait desk
for our ambassador, now on
leave, to take back with him to Kuwait.

Your Royal Highness,
I just wanted to
avoid myself of this direct
channel to send my personal
best wishes and my respects.
Ambassador Howell, our able

THE PRESIDENT



[redacted]
[redacted]
Ambassador brought me up
to date on the very satisfactory
state of our bi-lateral relations.
I still recall your very
successful visit to our
Country.
My warmest but wisho
and my respects - Ag/Bink

Presidential Phone Calls



DATE:

~~10-11~~ 8-10-89

TIME:

5:15

~~incoming~~ outgoing

WITH:

Nick Brady

SUBJECT:

Hollis to DAIB close
somewhere Customs

Rich Smith on Sovs.

FOLLOW UP:

Bush Library Photocopy
George Bush Handwriting

Thursday
August 10, 1989
Kennedy Center
Opera House
8:00 p.m. Performance

6:30 p.m. Drinks

7:00 p.m. Dinner

7:45 p.m. Departure for the Kennedy Center

GUESTS:

Ambassador Joseph Reed

Mr. Mark Hampton (212-753-4110)

ARRIVAL:

3:23 p.m. UNITED PRESIDENTIAL AIRWAY #2314
DULLES AIRPORT
(will be met by a White House car)

DEPARTURE:

Mark will depart the White House
early a.m.; however, he has
business in D.C. all day (does not
need a White House car)
(will arrange his own transportation
To Baltimore Airport late afternoon)

Mr. Bruce Gelb, Mr. Richard Gelb, and Mrs. Thomas DeVine

ARRIVAL:

3:50 p.m. Butler Terminal
NATIONAL AIRPORT
Private Plane
Tail #N300 G A
(will be met by White House van)

DEPARTURE:

They will depart after breakfast
approximately 8:30 or 9 a.m.
(enroute National Airport)
(White House Van)

Mr. Dan Burke and Mr. Jim Burke (212-456-7676)

(Jim Burke will already be here in Washington, D.C.)

ARRIVAL (Dan Burke)

4:00 p.m. Butler Terminal
NATIONAL AIRPORT
Private Plane
Tail # 420 C C

(will be met by White House car)---after picking
up Mr. Dan Burke, please go by the MADISON HOTEL
and pick up Mr. Jim Burke. Take both Burkes to
the White House.

Departure same as above
guests - approximately 8:30 a.m.
(both Burkes will depart at
the same time from National)
(White House Van)

THE PRESIDENT HAS SEEN

G B
Bush
8-13/

Debt Statistics for Selected Debtor Countries

Country	Secondary Market Price (current)	GDP Growth Rate (1989)	1988			
			Ratio: Debt/GDP	Ratio: Scheduled Interest Service to Exports	Magnitude of Bank Debt (\$ billions)	
					All Banks	U.S. Banks
<i>Chile</i>	\$0.64	9.0%	89.5%	21.9%	11.0	5.0
<i>Colombia</i>	\$0.62	4.3%	70.0%	20.3%	6.9	2.1
<i>Uruguay</i>	\$0.55	4.0%	66.2%	22.9%	2.0	0.9
<i>Philippines</i>	\$0.52	6.0%	72.2%	20.5%	12.3	4.0
<i>Morocco</i>	\$0.46	3.5%	96.1%	19.3%	5.1	0.7
<i>Mexico</i>	\$0.43	1.5%	54.2%	27.9%	69.3	17.9
* <i>Venezuela</i>	\$0.39	-2.7%	58.2%	28.0%	25.5	8.0
* <i>Brazil</i>	\$0.34	0.0%	32.0%	28.8%	75.9	19.4
<i>Nigeria</i>	\$0.25	1.5%	128.5%	25.6%	8.9	0.8
* <i>Argentina</i>	\$0.16	-5.0%	70.9%	43.0%	35.1	7.9
* <i>Costa Rica</i>	\$0.16	4.3%	88.1%	18.6%	0.9	0.3
* <i>Ecuador</i>	\$0.16	1.5%	107.0%	31.2%	4.9	1.5
* <i>Bolivia</i>	\$0.11	3.5%	135.0%	42.0%	0.4	0.0
* <i>Ivory Coast</i>	\$0.06	-3.0%	92.3%	30.3%	3.2	0.3
* <i>Peru</i>	\$0.04	-15.0%	79.5%	37.2%	4.6	0.5

* In arrears to the commercial banks.

Treasury/ID
August 10, 1989

Bush Library Photocopy
George Bush Handwriting

Photocopy from George Bush Presidential Library

fyi

POOL REPORT

As

BUSH MEETS ANTI-DRUG CRUSADER

AUGUST 10, 1989

THERE WAS NO NEWS.

THE PRESIDENT WAS CHATTING WITH JIM BURKE, WHO HAS ENJOYED SUCCESS IN PUSHING PUBLIC SERVICE ANNOUNCEMENTS WITH AN ANTI-NARCOTICS THEME. PRESENT WERE DRUG COORDINATOR BENNETT AND ANDREW CARD ON ONE OF THE COUCHES, AND SUNUNU ON THE OTHER. BURKE WAS TELLING BUSH ABOUT THE EFFECTIVENESS OF A TELEVISION PROGRAM ON THE NARCOTICS PROBLEM; MR. ZANCA LATER SAID HE THOUGHT BURKE WAS REFERRING TO A MACNEIL-LEHRER REPORT. A STATEMENT BY THE PRESIDENT ON BURKE'S MEDIA ADVERTISING PARTNERSHIP HAS BEEN ISSUED BY THE PRESS OFFICE.

BUSH WAS ASKED IF HE WOULD NAME COLIN POWELL AS CHAIRMAN OF THE JOINT CHIEFS OF STAFF TODAY; HE REPLIED, "PHOTO OP, PHOTO OP." HE WAS ASKED IF INDIRECT TALKS WITH IRAN ON HOSTAGE RELEASE WERE UNDER WAY AND REPLIED, "PHOTO OP." AS YOUR POOL WAS URGED TO LEAVE, THE PRESIDENT ADDED, "NICE TRY, HELEN."

SULLIVAN
USIA

From the desk of
George Bush

B s e n s i t i v e P
Mail it
Richard Nixon

Document Originally
Attached to
Following Page

Bush Library Photocopy
George Bush Handwriting

Sent / federal express
actn: Kathy O'Connor

THE WHITE HOUSE
WASHINGTON

August 10, 1989

personal
of course

Dear Dick,

I have digested your great letter (memo)
on the Mid East. There was so much food
for thought in there.

I will discuss the paper with Jim and Brent.

I am sure that you saw where Shamir
called yesterday. Then I read in the paper
about a call quite different from the
one I received. The Jewish Community is
very concerned right now ~~and~~ they are
furious at Bob Dole, who is and always has
been a true friend of Israel.

My Sincere Thanks,



You write on a yellow
pad. I type badly as

THE WHITE HOUSE
WASHINGTON

August 10, 1989

*personal
of course*

Dear Dick,

I have digested your great letter (memo)
on the Mid East. There was so much food
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very concerned right now ~~and~~ they are
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been a true friend of Israel.

My Sincere Thanks,

*You write on a yellow
pad. I type badly as*

Cy

s e n s i t i v e
"eyes only"

THE WHITE HOUSE
WASHINGTON

DATE 10-89

FROM THE PRESIDENT

To

Brent cc John Sununu

The attached paper was given the V.P.
by Gordy Zachs. His 'impressions'
were gleaned from several conversations
with Israelis officials. Quite a list
of complaints and differences.

I found it very interesting as I try
to fathom the existing problems.

The "CARMON VISIT" was a mid level guy]
who came here and among other things lobbied
the hill to keep us from talking to PLO.

Please advise if there was any connection
between his visit and HELms initiative..(dates?)

CW

~~CONFIDENTIAL~~

RE: TRIP TO ISRAEL JULY 31 TO AUGUST 5, 1989

IMPRESSIONS:

1. Shamir and his key people are concerned about tension in the relationship between the Administration and the Israeli government - they are eager to address, repair, and improve communications, etc.
 - Baker speech
 - PLO - meeting with Abu Iyad
 - Bush letter to Shamir - reaffirm Baker speech
 - Initial reaction to Sheikh Obeid equating capture of vicious terrorists with kidnapping of innocent civilians.
 - Settlements
 - Carmon visit
 3. Frustration with failure of Egypt to normalize relations
 - Trade
 - Tourism
 - Vicious anti-Semitic articles/cartoons
 - Alignment with PLO
 4. Anger - that the West mildly condemns brutal repression of students in China - brutal repression of Georgians in Soviet Union - Jordan brutal repression of Intifada and West fails to appreciate the compassion and restraint of Israel's handling of Intifada.
 5. Strong feeling that you must not yield to terrorism.
 6. Sense that the Intifada is fading - not going away but less intense.
 7. Frustration at unwillingness of U.S. to hold Arafat to the terms of U.S. agreement for dialogue.
 8. Economic cost of Intifada plus defense
 - Inflation up
 - Weapons cost up
 - Standard of living flat to declining
 - Tourism is off
- Consequence: Heavy burden contributes to desire to make a deal but not at risk to security/survival.
9. No evidence that Soviet policy has changed in Middle East
 - Arms sales to Libya
 - Possible arms sales to Iran
 - Arms sales to Syria
 - Arms sales to Iraq
 - No diplomatic relations with Israel

Determined NOT to be
National Security Classified Marking
By SS on 10/3/24

10. Sense that Shamir is stronger today than before last election and that Sharon is weaker.
11. Genuine desire to make peace with Palestinian/Arab states - ready to enter negotiations without pre-conditions.
12. Shamir - explicit - "as Prime Minister I am bound by decisions of the government not the Likud Party - the government has reaffirmed (Cabinet and Knesset) the election plan as presented to President Bush without any change."
13. "Abandonment of or renegeing on the 8 settlements agreed to in the coalition agreement would bring down the government and kill the elections initiative." Arens/Shamir
14. Ambassador Brown is a first-class professional - well respected by Israeli leadership from both parties. We are fortunate to have him there.

RECOMMENDATIONS:

- (1) Reassure our commitment
 - (A) to fight terrorism
 - (B) clarify/differentiate release vs. exchange/capture of criminal terrorists vs. kidnapping of innocent civilians
- (2) Send Secretary Baker to Middle East, not for breakthrough, but for fact finding.
- (3) Agree to disagree on settlements
 - (A) This is a political issue that is make/break for Shamir
 - (B) In return, push Shamir to agree to disagree on PLO dialogue - stop trying to torpedo it by actively lobbying the congress.
- (4) Push Mubarak to fulfill pre-Taba commitments to normalize - also to use his office to condemn anti-Semitic articles and cartoons.
- (5) Stay the course - don't give up - keep up the effort - put pressure on the PLO for Amber Light for elections and to live up to U.S. conditions for dialogue.

Addendum:

Met with - Prime Minister Shamir
Foreign Minister Arens
Finance Minister Peres
Defense Minister Rabin
Justice Minister Dan Meridor
Trade & Industry Minister Sharon
Communications Minister Weitzmann
Deputy Foreign Minister Natanyahu
Minister without Portfolio Olmert
Deputy to Prime Minister Yossi Ben-Aharon
Secretary to Cabinet Eli Rubinstein
Executive Director UJA Israel Naphtalie Lavie
President of the Soviet Jewry Forum Natan Sharansky
Advisor to P.M. on Counter Terrorism Yigal Carmon
Army/Air Force
Colonels/Majors/Officers
Pollsters for Labor/Likud
Mayor of Jerusalem Teddy Koleh
Philosopher/scholar David Hartman
US Ambassador Israel Bill Brown
Assistant Secretary for N.E.A. John Kelley

THE WHITE HOUSE
WASHINGTON

DATE:

FROM THE PRESIDENT

TO:

Brent 8-10

Please see that this message gets to
Chadli Benjedid asap. He still might
be able to help. He has tried.
Perhaps it should go to Algerian
Embassy here, copies of course to
our Ambassador etc etc.

gb

Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
04b. Letter	From George Bush to President Chadli Benjedid (2 pp.)	08/10/89	(b)(1)	

Collection:

Record Group: Bush Presidential Records

Office: Office of the President

Series: Daily Files

Subseries:

WHORM Cat.:

File Location: Thursday, August 10, 1989

Date Closed: 7/28/2009	OA/ID Number: 90519-008
FOIA/SYS Case #: 2009-0166-S	Appeal Case #:
Re-review Case #:	Appeal Disposition:
P-2/P-5 Review Case #:	Disposition Date:
AR Case #:	MR Case #:
AR Disposition:	MR Disposition:
AR Disposition Date:	MR Disposition Date:

RESTRICTION CODES

Presidential Records Act - [44 U.S.C. 2204(a)]

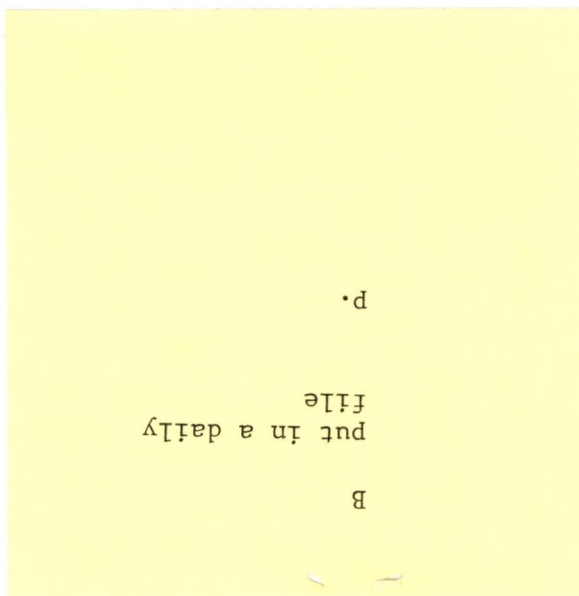
P-1 National Security Classified Information [(a)(1) of the PRA]
P-2 Relating to the appointment to Federal office [(a)(2) of the PRA]
P-3 Release would violate a Federal statute [(a)(3) of the PRA]
P-4 Release would disclose trade secrets or confidential commercial or financial information [(a)(4) of the PRA]
P-5 Release would disclose confidential advice between the President and his advisors, or between such advisors [(a)(5) of the PRA]
P-6 Release would constitute a clearly unwarranted invasion of personal privacy [(a)(6) of the PRA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

PRM. Removed as a personal record misfile.

Freedom of Information Act - [5 U.S.C. 552(b)]

(b)(1) National security classified information [(b)(1) of the FOIA]
(b)(2) Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]
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(b)(7) Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information



Document Originally
Attached to
Following Page

Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
05a. Report	Investigative Report on John Spenser Daughetee (1 pp.)	n.d.	(b)(6), (b)(7)(a), (b)(7)(c), (b)(7)(e)	

Collection:

Record Group: Bush Presidential Records

Office: Office of the President

Series: Daily Files

Subseries:

WHORM Cat.:

File Location: Thursday, August 10, 1989

Date Closed: 7/28/2009	OA/ID Number: 90519-008
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Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
05b. Photo Backer	John Spencer Daughetee (1 pp.)	1989	(b)(6)	

Collection:

Record Group: Bush Presidential Records

Office: Office of the President

Series: Daily Files

Subseries:

WHORM Cat.:

File Location: Thursday, August 10, 1989

Date Closed: 7/28/2009 **OA/ID Number:** 90519-008

FOIA/SYS Case #: 2009-0166-S

Re-review Case #: **Appeal Case #:**

P-2/P-5 Review Case #: **Appeal Disposition:**

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AR Disposition: **MR Case #:**

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RESTRICTION CODES

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COPY
from ORM

066693
FL 001-01

RICHARD E. JENKINS

THE PRESIDENT HAS SEEN

8/10/89
Santa Rosa, CA

Dear George,

Great memories of my June 29-30 visit with you and Barbara were rekindled again with the suberb pictures I received today. We had just returned from 2 1/2 fine weeks at L. Tahoe with all of the family there for (1) "busy" week. I really will treasure the (3) pictures.

You continue to do a great job under the "hostage" crisis. All of our hearts are with your cool, strong leadership and we know your plan will get results!

Hope you can get some great vacation at Kennebunkport soon! Our very best to you both!

As Ever,
R. Jenkins

P.S. Did you hear that during my humiliating defeat by you at Horseshoes June 29, I tore a muscle in my right fore arm? It has now recovered - not an excuse - just showing I was not in shape!

Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
06. Envelope	From R.E. Jenkins to President Bush [redaction of personal information] (1 pp.)	08/11/89	C	

Collection:

Record Group: Bush Presidential Records

Office: Office of the President

Series: Daily Files

Subseries:

WHORM Cat.:

File Location: Thursday, August 10, 1989

Date Closed: 7/28/2009	OA/ID Number: 90519-008
FOIA/SYS Case #: 2009-0166-S	Appeal Case #:
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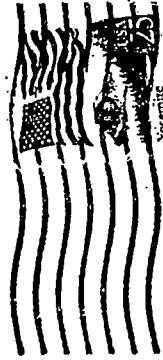
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Rebutino



President George H.W. Bush
The White House
Washington D.C. 20501

"Walker"

8-
J. Burmeister
HOWARD H. BAKER, JR.

63753
C O P Y
THE PRESIDENT HAS SEEN
from ORM
CS
//

August 10, 1989

Dear Mr. President:

Congratulations on the choice of Colin Powell as Chairman of the Joint Chiefs. I think it is a superb appointment. I talked to Colin on the phone a few minutes ago, and he is positively elated.

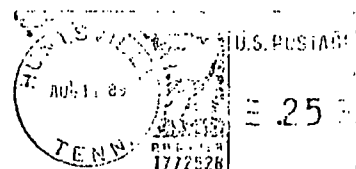
Good wishes.

Sincerely,



The President
The White House
Washington, D. C. 20500

Post Office Box 8
HUNTSVILLE, TENNESSEE 37756



The President
The White House
Washington, D. C. 20500



HOWARD M. METZENBAUM, OHIO, CHAIRMAN

SPARK M. MATSUNAGA, HAWAII

TOM HARKIN, IOWA

BARBARA A. MIKULSKI, MARYLAND

JAMES M. JEFFORDS, VERMONT

THAD COCHRAN, MISSISSIPPI

STROM THURMOND, SOUTH CAROLINA

JAMES J. BRUDNEY, CHIEF COUNSEL AND STAFF DIRECTOR
REGINALD E. JONES, MINORITY COUNSEL

United States Senate

SUBCOMMITTEE ON LABOR

COMMITTEE ON LABOR AND
HUMAN RESOURCES

WASHINGTON, DC 20510-6300
(202) 224-5546

August 10, 1989

The Honorable George Bush
The White House
1600 Pennsylvania Avenue
Washington, D.C. 20500

THE PRESIDENT HAS SEEN

Dear Mr. President:

I have watched with growing concern the events at Eastern Air Lines. We are witnessing the demise of what once was one of America's greatest airlines. I believe it is imperative that you take action to help resolve this troubling situation before it is too late.

Eastern and its employees have been locked in a bitter labor dispute for over two years. Earlier this year, you declined to authorize the creation of a Presidential Emergency Board to avoid a work stoppage and help mediate a resolution to the dispute. I strongly believed then, as I do now, that a Presidential Emergency Board would have been the correct response to the situation.

Within days after Eastern stopped flying, the airline filed for bankruptcy. Since that time, Eastern's lucrative shuttle service has been sold, and other portions of the airline may be sold off on a piecemeal basis. These developments are in addition to the sale of many valuable assets prior to the commencement of the work stoppage. I fear that many industry observers are correct in saying that Eastern is heading toward complete liquidation. The elimination of one of America's major airlines has profound implications for competition in the industry, for the employees of the airline, and for the travelling public.

Significantly, many concerns have been raised about public safety now that Eastern has begun to hire and train new pilots for its aircraft. I am concerned that safety may be compromised as Eastern increasingly schedules flights operated by inexperienced crews.

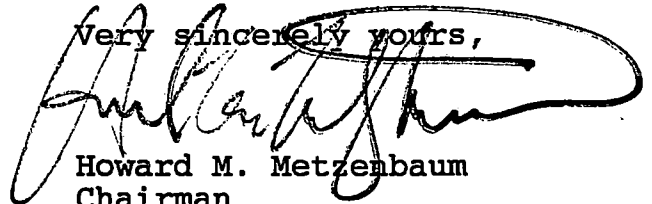
I believe it is incumbent upon your Administration to show leadership in resolving this longstanding dispute. I strongly urge you to reconsider your initial opposition to an emergency board and to order the immediate formation of such a board. It is not too late to save Eastern, but time is running out. If you

The Honorable George Bush
August 10, 1989
Page Two

are not willing to reconsider your position on the emergency board, at the very least I urge you to form a cabinet-level task force to review the situation at Eastern, particularly with regard to public safety, the financial soundness of the proposed reorganization plans, the implications to competition in the industry, and the effects on Eastern's employees. The American public deserves to know that its safety and interests are being protected. I urge you to act promptly.

I hope to hear from you concerning this matter at your earliest convenience.

Very sincerely yours,

A handwritten signature in dark ink, appearing to read "Howard M. Metzenbaum", written over the typed name and title.

Howard M. Metzenbaum
Chairman
Subcommittee on Labor

HMM:lr

cc: The Honorable Richard L. Thornburgh
The Honorable Samuel K. Skinner
The Honorable Elizabeth H. Dole

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

cc Sununu
Fitzwater

Mr. Stephen A. Kurkjian
Bureau Chief
The Boston Globe
Washington Bureau
2000 Pennsylvania Avenue, NW
Washington, D.C. 20006



8-10-89

Dear Steve

Thanks for your
note. The coverage was
fine out of the interview
As to the home-and-home
deal, maybe next year.

I'll try to exercise
whoever is in Maine
from the Globe -

GB /

THE WHITE HOUSE

WASHINGTON

August 10, 1989

Dear Jennifer:

Thank you for your good letter regarding the Heritage of Odessa Foundation. Barbara and I were pleased to learn of plans for a historical marker in the Presidential Museum, and I am happy to provide the information you needed about the time we spent in Odessa.

Here are the exact addresses where we lived:

- 1319 East Seventh Street
(July, 1948 through September, 1948)
- 1523 East Seventh Avenue
(October 1, 1948 to December 3, 1948)
- 916 East 17th Street
(December 3, 1948 to April 21, 1949)

Barbara and I decided that when the war was over we would strike out on our own in a new and different part of the country. After graduating from Yale in June, 1948, I heeded Horace Greeley's advice and went West to Odessa, Texas. When I was told of my assignment to Odessa, I had never heard of the town and didn't know what part of Texas it was in.

In Odessa, I worked for Ideco -- the International Derrick and Equipment Company. My job was selling oil field supplies, along with taking care of inventory and doing the handyman jobs a company trainee was called on to do. My boss was William S. "Bill" Nelson, Ideco's district manager. I spent most of my time on sales trips to the oil fields at Pecos, Lubbock, Big Spring, Rankin, Muleshoe, and the Odessa area.

Besides raising our infant son, we were determined to learn the customs and ways of our new home and become part of the community. We learned to adjust to football fever, which overtakes West Texas from September to November. Observing a game between Odessa and Midland is a total experience in

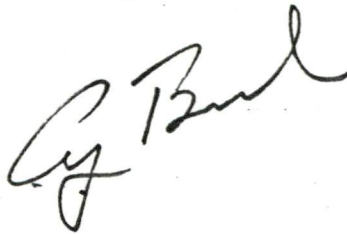
✓ Midland

itself. It was that hot summer and autumn of 1948, living in that shotgun house on 1319 East Seventh Street, that we went through the rites of passage from being newcomers to becoming part of the community. At Odessa, we became Texans -- and proud of it.

We were sorry to hear that your Foundation Chairman is ill and will be keeping him in our thoughts and prayers.

Again, thanks so much for thinking of us, and best wishes to all who are involved in this project.

Sincerely,



Ms. Jennifer L. Platen
2014 Gila Road
Odessa, Texas 79763

bcc: Patty Presock
Don Rhodes
Jan Burmeister

063214

1005-15

CO
FROM
ARMY

THE WHITE HOUSE
WASHINGTON

August 10, 1989

Dear Roger:

Thank you for your letter regarding the Eastern Airlines situation. I appreciate your concern and the concerns of your friends at Eastern.

As you are aware, the issues involved in this complex matter are currently under the jurisdiction of the courts. I have been advised by my staff and Secretary Skinner that it would be inappropriate to attempt to intervene at this time.

We are, however, fully aware of the seriousness of the matter and are monitoring the situation closely.

Sincerely,

Geo Bush

Mr. Roger Staubach
The Staubach Company
Suite 1100
6750 LBJ Freeway
Dallas, Texas 75240

*Warmest Best
wishes to all
your family
CS*

890811



August 1, 1989

THE PRESIDENT HAS SEEN

The Honorable George Bush
The White House
1600 Pennsylvania Avenue, N.W.
Washington, D.C. 20500

Dear Mr. President,

I am writing to you to express my concern about the events which are occurring at Eastern Airlines and my perception that Bankruptcy Court proceedings and the continued sale of Eastern assets may lead to Eastern's eventual demise.

My interest in the Eastern situation results from my personal relationship with many of the Eastern pilots who have been honoring the Machinists' picket line since March 3. This group includes my best man, football teammates and classmates at the U.S. Naval Academy. All are military veterans, fought for our country during the Vietnam War, are very principled and dedicated individuals, and have all worked for Eastern for more than 17 years.

From my conversations with them and from all other accounts, it is obvious that the Eastern situation is far more than a traditional labor-management dispute. It goes to the very root of the free enterprise system within our country. The Eastern employees sincerely believe that Frank Lorenzo and Texas Air Corporation have subverted the free enterprise system through inter-corporate transfers of assets to the detriment of Eastern Airlines. They also believe that Eastern's reorganization plan may in fact be a disguised liquidation.

It is my understanding that efforts are underway to arrange a meeting between representatives of the Eastern pilots on sympathy strike and Mr. Roger Porter, your Domestic Policy Advisor. This pilot group would include Naval Academy acquaintances of mine. With the future of a great airline hanging in the balance, I would request that such a meeting be scheduled as soon as possible in order that no stone be unturned and no possible solution to this very troubling dispute may go unexplored.

With warm personal regards,

Roger Staubach

/clw

STAUBACH

From B-1

the Bush administration.

On Thursday, the master executive council of Eastern's pilots union passed a resolution calling for pilots at carriers nationwide to undertake a temporary work stoppage to pressure Congress to investigate Lorenzo's fitness to run Eastern and its sister carrier, Continental Airlines.

From the desk of
George Bush

*Jim
Ratty*

*Where is his
letter?*

*GB
8-9*

Staubach writes Bush, backs Eastern strikers

DALLAS TIMES HERALD/Aug. 5
Pg. B-1 (Business)

NEW YORK — Roger Staubach has joined the lineup of those backing Eastern Airlines strikers, writing a letter to President Bush saying that continued sales of Eastern assets could bring the airline's eventual demise.

In a letter to Bush dated Aug. 1, the real estate executive and former Cowboys quarterback asked that a meeting be set up as soon as possible between representatives of the Eastern pilots union and Roger Porter, Bush's domestic policy adviser.

Staubach wrote that his interest in the airline stemmed from personal relationships with many striking Eastern pilots. He said that group includes the best man at his wedding, football teammates and classmates at the U.S. Naval Academy, where Staubach played quarterback.

From his conversations with those friends and from "all other accounts," Staubach wrote, "it is obvious that the Eastern situation is far more than a traditional labor-management dispute. It goes to the very root of the free enterprise sys-

tem within our country."

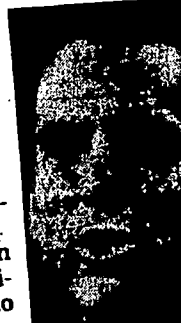
Eastern spokesman Robin Matell in Miami said he had no comment on Staubach's letter.

Staubach, who now runs the Staubach Co., a commercial real estate company in Dallas, didn't return a call seeking comment Friday.

Eastern pilots, Machinists union members and flight attendants are in the month of a strike against the Miami company, which has been under Chapter 11 bankruptcy protection from creditors since March 9.

The company is reorganizing as a new carrier, selling \$1.8 billion in landing slots and other assets, and new pilots to replace the strikers.

Eastern's unions support an alternate buyout proposal by Joseph Ritchie, a Chicago businessman who has met with the White House with high-level mem-



Staubach

Please see STAUBACH

Withdrawal/Redaction Sheet

(George Bush Library)

Document No. and Type	Subject/Title of Document	Date	Restriction	Class.
07a. Letter	From George Bush to Chadle Benjedid, President of Algeria (1 pp.)	08/10/89	(b)(1)	

Collection:

Record Group: Bush Presidential Records

Office: Office of the President

Series: Daily Files

Subseries:

WHORM Cat.:

File Location: Thursday, August 10, 1989

Date Closed: 7/28/2009	OA/ID Number: 90519-008
FOIA/SYS Case #: 2009-0166-S	Appeal Case #:
Re-review Case #:	Appeal Disposition:
P-2/P-5 Review Case #:	Disposition Date:
AR Case #:	MR Case #:
AR Disposition:	MR Disposition:
AR Disposition Date:	MR Disposition Date:

RESTRICTION CODES

Presidential Records Act - [44 U.S.C. 2204(a)]

P-1 National Security Classified Information [(a)(1) of the PRA]
P-2 Relating to the appointment to Federal office [(a)(2) of the PRA]
P-3 Release would violate a Federal statute [(a)(3) of the PRA]
P-4 Release would disclose trade secrets or confidential commercial or financial information [(a)(4) of the PRA]
P-5 Release would disclose confidential advice between the President and his advisors, or between such advisors [(a)(5) of the PRA]
P-6 Release would constitute a clearly unwarranted invasion of personal privacy [(a)(6) of the PRA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

PRM. Removed as a personal record misfile.

Freedom of Information Act - [5 U.S.C. 552(b)]

(b)(1) National security classified information [(b)(1) of the FOIA]
(b)(2) Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]
(b)(3) Release would violate a Federal statute [(b)(3) of the FOIA]
(b)(4) Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]
(b)(6) Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]
(b)(7) Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
(b)(8) Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
(b)(9) Release would disclose geological or geophysical information

Envelope
is not
sealed.

THE WHITE HOUSE
WASHINGTON

DATE:

FROM THE PRESIDENT

TO:

Brent 8-10

Please see that this message gets to

Chadli Benjedid asap. He still might

be able to help. He has tried.

Perhaps it should go to Algerian ,

Embassy here, copies of course to

our Ambassador etc etc.

gb

NATIONAL SECURITY COUNCIL
DISTRIBUTION RECORD

LOG 8906304
DATE 10 AUG 89

SUBJECT: LTR OF THANKS FM PRES TO ALGERIAN PRES FOR DIPLOMATIC ACTIVITIES
DOCUMENT CLASSIFICATION: UNCLASSIFIED

EXTERNAL DISTRIBUTION:

ROY, J
DEPARTMENT OF STATE
ROOM 7224, MAIN STATE
2201 C STREET, NW
WASHINGTON, DC 20590

DATE

TIME

SIGNATURE

10 Aug 89

2:41

Charley Newman

COPY: ORIGINAL

DATE, TIME, SIGN THE RECEIPT AND RETURN TO: NSC SECRETARIAT, OEOB, RM 379

PAGE 01 OF 01 PAGES

NATIONAL SECURITY COUNCIL
DISTRIBUTION RECORD

LOG 8906304
DATE 10 AUG 89

SUBJECT: LTR OF THANKS FM PRES TO ALGERIAN PRES FOR DIPLOMATIC ACTIVITIES
DOCUMENT CLASSIFICATION: UNCLASSIFIED

EXTERNAL DISTRIBUTION:

ROY, J
DEPARTMENT OF STATE
ROOM 7224, MAIN STATE
2201 C STREET, NW
WASHINGTON, DC 20590

DATE

8/14/89

TIME

3:37pm

SIGNATURE

Charles E. Jackson Jr.

COPY: ORIGINAL

DATE, TIME, SIGN THE RECEIPT AND RETURN TO: NSC SECRETARIAT, OEOB, RM 379.

PAGE 01 OF 01 PAGES

UNCLASSIFIED
ACTION DATA SUMMARY REPORT

RECORD ID: 8906304

DOC ACTION OFFICER

001
001 STATE

CAO ASSIGNED ACTION REQUIRED

X 89081014 PRES SGD LTR
X 89081014 FOR DISPATCH

UNCLASSIFIED

NATIONAL SECURITY COUNCIL

ID 8906304

REFERRAL

DATE: 10 AUG 89

MEMORANDUM FOR: STATE SECRETARIAT

DEPT OF STATE

DOCUMENT DESCRIPTION: TO: BENDJEDID, CHADLI

SOURCE: PRESIDENT

DATE: 10 AUG 89

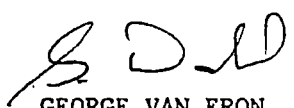
SUBJ: LTR OF THANKS FM PRES TO ALGERIAN PRES FOR DIPLOMATIC ACTIVITIES

REQUIRED ACTION: FOR DISPATCH

DUE DATE:

COMMENT: **SEND TO CHADLI BENJEDID ASAP**

FOR


GEORGE VAN ERON

DIRECTOR NSC SECRETARIAT

UNCLASSIFIED
NSC/S PROFILE

RECORD ID: 8906304
RECEIVED: 10 AUG 89 14

TO: BENDJEDID, CHADLI

FROM: PRESIDENT

DOC DATE: 10 AUG 89
SOURCE REF:

KEYWORDS: ALGERIA
HOSTAGES

LEBANON
HS

PERSONS:

SUBJECT: LTR OF THANKS FM PRES TO ALGERIAN PRES FOR DIPLOMATIC ACTIVITIES

ACTION: FOR DISPATCH

DUE DATE: 14 AUG 89

STATUS: C

STAFF OFFICER: STATE

LOGREF:

FILES: WH

NSCIF:

CODES:

D O C U M E N T D I S T R I B U T I O N

FOR ACTION

FOR CONCURRENCE

FOR INFO
SCOWCROFT

COMMENTS: _____

DISPATCHED BY GAD DATE 10 AUG 89 BY HAND W/ATTCH

OPENED BY: NSGAD

CLOSED BY: NSGAD

DOC 1 OF 1

UNCLASSIFIED

(personal)



THE PRESIDENT

August 10, 1989

Dear Jim,

I just got your letter ~~with~~ pictures of that discerning Mayor of Shenyang. Thanks. I think of you often over there and am glad you are there. When you get back here come by for sure. I want to do anything I can to preserve the relationship, but I also want to see China move forward in terms of reform. Love to Sally,

A handwritten signature in dark ink, appearing to be "G. B." followed by a long horizontal stroke.

THE WHITE HOUSE

The Honorable James R. Lilley

60553

J. Burneister
cc NSC



EMBASSY OF THE
UNITED STATES OF AMERICA

Beijing, China

July 31, 1989

THE AMBASSADOR

The President
The White House
Washington, D.C.

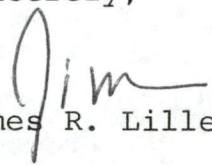
Dear Mr. President:

In all the negative palaver that swirls around China these days, a few good men emerge -- one is the Mayor of Shenyang Wu Disheng, whose picture I enclose. He is the one with the "Bush 1988" campaign hat on his head. The other Chinese is the Vice Governor of Liaoning in Manchuria, and the bearded American is our capable Consul General in Shenyang, Gene Dorris. Both Chinese have your biography in hand.

I was in Shenyang last week and received royal treatment. I particularly wanted to share this one photo remembrance with you because I know you will appreciate it.

Thanks for all your kind words about me, and we will do everything to make this relationship work.

Sincerely,


James R. Lilley

Enclosure - as stated



return
photo
to : Patty Presock

Document Originally
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Following Page



Bush Library Photocopy
Preservation

CONSUL GENERAL GENE DORRIS
VICE GOVERNOR JIA
AMBASSADOR JAMES LILLEY
SHENYANG MAYOR WU DISHENG with hat

(personal)



THE PRESIDENT

August 10, 1989

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Handwritten signature: Liz B.

Handwritten signature: Lil

EMBASSY OF THE
UNITED STATES OF AMERICA

Beijing, China

July 31, 1989

THE AMBASSADOR

The President
The White House
Washington, D.C.

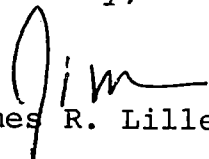
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James R. Lilley

Enclosure - as stated

Driley

Document Originally
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Following Page

11:00 A.M. NEWS UPDATE

HOSTAGES/SHAMIR/PRESIDENT (Jerusalem/AP) -- Prime Minister Shamir and President Bush agreed to coordinate efforts to release foreign hostages and Israeli prisoners held in Lebanon, a Shamir aide said Thursday. The decision came in a 10-minute telephone call by Shamir to Bush on Wednesday night. Avi Pazner, a top aide to Shamir, described the talk as "warm and friendly." ... Shamir assured Bush that Israel would include the eight American hostages in any deal to trade Sheik Obeid and other Shiite prisoners in Israel's hands for three Israeli soldiers...Pazner said.

ISRAEL/BOMB REPRISAL (Jerusalem/Reuter) -- Israel Thursday debated retaliating for a truck-bomb that wounded five Israeli soldiers, aware a new strike could end hopes of freeing hostages in Lebanon. "Negotiations are just beginning and Israel will be accused by the United States of exploding or torpedoing them," said Ron Ben-Ishai, military commentator for the newspaper Yedioth Ahronoth. "At least such a danger exists and that is why this time the dilemma is more difficult," Ben-Ishai told Army Radio.... Security sources said Israel would probably refrain from hitting Hizbollah targets unless it became clear that the truck-bomb was only the first of a series of attacks.

IRAN/U.S. MILITARY (Reuter) -- A U.S. naval task force has arrived in the Arabian Sea near Iran nearly two weeks after Lebanon's hostage crisis began, but a navy spokesman Thursday said the presence was routine. The carrier America...was lying with escorts off the coast of Oman, military sources outside the Persian Gulf said. The move...sparked speculation that President Bush might order an attack on Iran in retaliation. But a U.S. navy spokesman in the Gulf said: "The U.S. Navy for years has had a carrier task group operating in the Indian Ocean and Arabian Sea area. It is not in relation to anything going on right now."

INDONESIA/U.S. BASES (Jakarta/Reuter) -- Senior Indonesian officials Thursday gave cautious support to Singapore's offer to allow a U.S. military presence on its soil, as long as it is for maintenance facilities only. Malaysia, Singapore's other neighbor, has criticized the offer.... "There will be no base in Singapore. The plan is for maintenance only," Try Sutrisno, commander of Indonesia's powerful armed forces, told reporters. Foreign Minister Ali Alatas was more guarded. "We will wait and see. Everything is still very preliminary," he said.

CONTRAS (AP) -- A Contra rebel spokesman says fear of revenge by Sandinista supporters will keep most of the approximately 10,000 combatants from going back to their divided homeland in Nicaragua. "They don't trust the Sandinistas," spokesman Bosco Matamoros said in an interview Wednesday. "These people have seen farmers, relatives, neighbors destroyed, killed by the state security." ... Matamoros said [that despite the Central America agreement], "We are not going to lay down our arms after 10 years of promises based on lies."

KAIFU-BUSH MEETING (Tokyo/UPI) -- New Prime Minister Toshiki Kaifu, seeking to shore up diplomatic relations hurt by a succession of revolving-door leaders, plans to meet President Bush in Washington next month to reaffirm strong U.S.-Japan ties, government sources said Thursday.... The two countries are scheduled to open talks early next month in Tokyo in a bid to break down economic barriers.... Analysts said Kaifu is likely to move slowly on any efforts to drastically open up its markets, fearing an angry public reaction at home.

TRADE/JAPAN (Tokyo/Reuter) -- International Trade and Industry Minister Hikaru Matsunaga said Thursday that Japan will not discuss any trade problems under the threat of U.S. trade retaliation. Matsunaga told his first news conference as minister that Japan would deal positively with its structural trade problems in planned talks with the U.S. He said some structural problems cannot be solved overnight and wants the U.S. to understand this.

CHINA TRAVEL/STATE DEPARTMENT (Reuter) -- The State Department relaxed its advisory against U.S. travel to China Wednesday and said U.S. embassy families would return there, but it continued to advise against non-essential travel. "While security conditions in China have improved, the situation remains more unsettled than before the imposition of martial law in May," the new advisory said. "Therefore, the Department of State continues to recommend that non-essential travel to China be deferred until further notice."

ENVIRONMENTAL STANDARDS/GM (Traverse City, Mich./UPI) -- Meeting new environmental standards proposed by the Bush administration is a challenge that will take all the skills and technology available in the auto industry, a General Motors Corp. executive said Thursday. "The President's bill includes provisions that could be very tough for the auto industry to meet," said Gary Dickinson, GM vice president.... "But, on balance, it is more realistic than any of the alternatives pending in Congress."

EASTERN STRIKE/METZENBAUM/PRESIDENT (Cleveland/UPI) -- Sen. Metzenbaum Thursday urged President Bush to become involved in the 5-month-old Eastern Airlines strike, despite an earlier decision not to form a presidential emergency board to help solve a labor dispute. "I believe it is incumbent upon your administration to show leadership in resolving this longstanding dispute," the senator said in a letter to the White House. "If you are not willing to reconsider your position on the emergency board, at the very least I urge you to form a cabinet-level task force to review the situation at Eastern.... I believe it is imperative that you take action to help resolve this troubling situation before it is too late."

RNC, DNC CHAIRMEN (Tulsa/UPI) -- Addressing the nation's legislators, [DNC Chairman Brown] criticized Republicans for a "cynical attitude" about scandals arising from the Reagan administration, while his Republican counterpart said voting districts "are rigged in favor of Democrats." Brown and RNC Chairman Atwater each spoke Wednesday to their respective legislative groups at the National Conference of State Legislatures.... "The more we turn over the record at HUD, the more slime oozes into the light," Brown said.... "If we can start getting 20 percent of the minority vote in elections, it's going to be no time at all before we close the gap and are truly the majority party," Atwater said.

Daily

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PM-HOSTAGE-IRAN 1STLD (WRITETHROUGH)

U.S.-IRANIAN INDIRECT TALKS TO BEGIN IN DAYS - TEHRAN PAPER

(Eds: combines takes.)

NICOSIA, Cyprus, Reuter - A Tehran newspaper close to the Foreign Ministry said Thursday that Iran and the United States were expected to begin indirect talks within a few days on the Lebanon hostage crisis.

The Tehran Times newspaper said talks would be conducted through a third country, probably Pakistan.

Political observers...believe that in the next few days we should expect certain moves towards mediation, of course unofficially," it said in an editorial.

These observers give the best chance to Mr. Sahabzada Yaqub Khan, foreign minister of Pakistan," it added. The newspaper did not indicate where the talks would take place.

The article, carried by the Iranian news agency IRNA, received in Nicosia, said similar missions in the past had failed for lack of concrete proposals by Washington.

"In the past whenever the U.S. sent an envoy to Tehran, the mission came to nothing because of lack of substantive proposals by the U.S.," IRNA said.

The Tehran Times, which IRNA said had closely followed the hostage issue, said mediation would come through countries that had good relations both with Tehran and Washington.

An aide to newly elected President Ali Akbar Hashemi Rafsanjani was quoted as expressing surprise over the official U.S. rejection of the suggestion that Washington release frozen Iranian assets in return for Tehran's help in freeing American hostages in Lebanon.

The newspaper quoted an observer close to Rafsanjani as saying that Iran had reacted to a report that said President Bush had offered to return to Iran its assets if Tehran helped release the hostages.

"It's really strange. First the U.S. offers an assets-for-hostages deal and then the spokesman of the White House says that his country is not ready to pay ransom.

"Now the question arises as to who is paying ransom and who wants the ransom?" the Tehran Times said.

White House spokesman Marlin Fitzwater said Monday the United States was not willing to link Iranian assets worth billions of dollars in arms and cash, to the hostage issue.

"What Iran meant was that the move to unfreeze the Iranian assets would have been taken in Iran as a goodwill gesture on behalf of the U.S.," the Rafsanjani aide was quoted as telling the Tehran Times.

"It's a clear policy of the Islamic Republic of Iran, i.e. not to pay ransom and not to receive ransom ... what Iran has said more than once is that Tehran is ready to cooperate ... on humanitarian grounds."

IRNA reported the English-language daily as saying: "No one takes very seriously the U.S. rejection of a money-for-hostages deal because it was an American tradition to carry out certain strategic policies in secret."

It said Washington was aware that by releasing Iranian assets, which the editorial said had been frozen illegally for almost 10 years, Washington could recover to some extent from the damage to American prestige in the world legal community.

"This will also, no doubt, be interpreted as a step toward reduction of American enmity towards Iran (which would be) a major step towards the normalization of relations."

"The U.S. is well aware that fulfilling the Iranian demand could be a very easy step, and very practical too," the Tehran Times concluded.

The Tehran Times article contrasted with one by Iran's largest-selling newspaper Wednesday that rejected rapprochement with Washington and said revolutionary principles were more important than money.

The pro-government evening newspaper Kayhan said the United States could expect only more frustration in its relations with Iran.

Kayhan was quoted by IRNA as saying renewing diplomatic ties with a government that promoted "crime, treason, mischief and bullying will only defile the immaculate and uncompromising profile of the Islamic revolution in the eyes of the oppressed people of the world."

It said Iran would prefer to forego the assets rather than renounce its ideological principles to come to terms with Washington.

REUTER

Reut05:35 08-10

PM-HOSTAGE-IRAN 1STLD (WRITETHROUGH)

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REUTER

Daily File

THE WHITE HOUSE

Office of the Press Secretary

For Immediate Release

August 10, 1989

STATEMENT BY THE PRESIDENT

This Sunday millions of Americans of every faith will attend worship services. We have much to give thanks for in this country. But I ask that each of you say a special prayer this Sunday for the American hostages being held in Lebanon.

In the last several days, we have all struggled with the reality of Americans being held in a foreign land, tortured and sometimes killed by their captors. Even as we search for political solutions to this problem, I believe that prayer is the most important way to deal with the human response to this tragic situation. I believe in prayer. It gives us strength in times of need. It gives us hope in times of despair. It gives us optimism in times of opportunity. So I ask again that each of you join me this Sunday in saying a special prayer for the American hostages, their families and their friends.

#

George Bush Presidential Library Transfer Sheet

COLLECTION:

Bush Presidential Records
Office of the President

ACCESSION NUMBER:

1993.0001

FOIA/SYSTEMATIC
PROCESSING CASE
NUMBER (if app.):

☐ Transferred During Accessioning

☒ Transferred During Processing

2009-0166-S

The following material was transferred to:

☒ **Audiovisual Collection** ☐ **Book Collection** ☐ **Museum Collection** ☐ **Other**

Other (Specify):

DESCRIPTION:

White House Photograph: P05590-25 [Announcement of Colin Powell]

When transferring
material to the
museum
collection,
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Thursday, August 10, 1989

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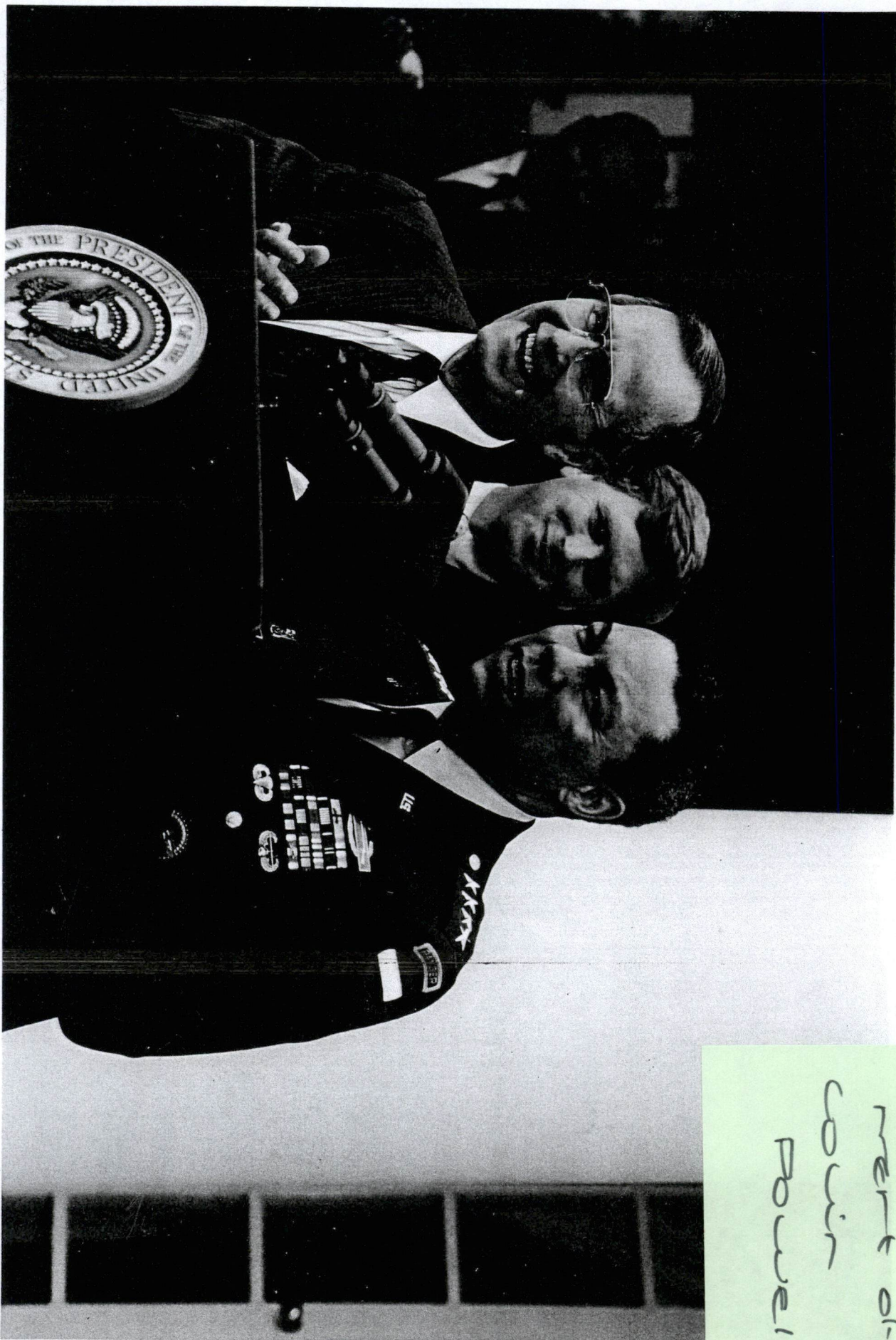
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Announce -
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Powell

OFFICIAL WHITE HOUSE PHOTOGRAPH 10 AUG 89 P05590-25 CP

August 10, 1989

Dear Mr. Taff:

Thank you for your invitation for the President to address the Connecticut Broadcasters Association's Annual Meeting on October 11 in Washington, D.C.

We appreciate your extending this opportunity to the President. Although we are unable to make a commitment at this time, we are making a special note of this date. Your invitation will be carefully reviewed as the President's schedule develops, and we will be back in touch with you closer to the time about the possibility of his acceptance.

With best wishes,

Sincerely,

JOSEPH W. HAGIN II
Deputy Assistant to the President
for Appointments and Scheduling

Mr. Paul K. Taff
Executive Director
Connecticut Broadcasters Association
101 Tall Timbers Lane
Glastonbury, CT 06033

cc and incoming to Dawn DeVoe - #182.

JWH:JAJ:dsf13
JWH-13

cc: Kristin Taylor
Jan Burmeister

FROM
THE WHITE HOUSE
WASHINGTON, D.C.

Mr. Eugene Weiss
President
E.W. Development
Latham Circle Mall
800 New Loudon Road
Post Office Box 639
Latham, New York 12110



THE PRESIDENT

August 10, 1989

Dear Eugene:

Many thanks for the special wine. That was most thoughtful of you and I appreciate it.

We were all looking forward to our visit to Oklahoma City and our stay at your hotel. Our advance team gave us nothing but good reports about the hotel and your efficient staff there. Hopefully, our paths will cross in the not too distant future. In the meantime, warmest best wishes,

A handwritten signature in black ink, appearing to read "George Bush".

bcc:

Gift Unit

1 bottle bordeaux
red wine

(disposed of)

to be a gift in POTUS
hotel room -- trip
cancelled due to Higgins
trace

JB