Mandela in threat to pull out of peace talks

By ROSS DUNN

Im Nelson Mandela attacked the President of South Africa, Mr VF, W. de Klerk, today over a secret funding scandal, and threatened to pull out of peace lnegotiations with the Government.

Inegotiations with the Government.

In "We have to decide whether to continue discussions with a Government which is negotiating with tus in bad faith," Mr Mandela, who spresident of the African National Congress, said in Mexico City.

He linked Mr De Klerk to a scandal over secret state funding of the Zulu-based Inkatha Freedom Party, which he said had fostered death-squad killings between rival black groups in South Africa's townships.

The scandal should strengthen international sanctions against South Africa, Mr Mandela said. Sanctions have steadily weakened after Mr De Klerk's reform of the apartheld system.

"When the international community says that they are raising sanctions in order to reward success, they are rewarding De Klerk's to religious processing the same second success, they are rewarding De Klerk's reform under the same second success, they are rewarding De Klerk's reform under the same second success, they are rewarding De Klerk's reform under the same second success they are rewarding De Klerk's reform under the same second success they are rewarding De Klerk's reform under the same second success they are rewarding De Klerk's reform under the same second success they are rewarding De Klerk's reform under the same second success they are rewarding De Klerk's reform under the same second success they are rewarding to the same second secon

cess, they are rewarding De Klerk for killing, for murdering inno-cent blacks in South Africa," he

sald.

After his dropping of two senior ministers from their Cabinet portfolios, Mr De Klerk prepared today to address the country on the funding scandal.

His options were considered to be a judicial inquiry into "dirty tricks" allegations against the Government and legislation to tighten control over secret funding.

funding.

The Law and Order Minister,
Mr Adriaan Vlok, and the Defence
Minister, General Magnus Malan,
were demoted to relatively minor
portfolios.



Mr Mandela: Government is "negotiating in bad faith".

The Minister for Foreign Affairs, Mr Pik Botha, who admitted channelling the secret funds to Inkatha through the police, emerged unscathed and kept his portfolio.

The reshuffle is believed to include the transfer of the Government's military manufacturer, Armscor, from the defence portfolio to the economic coordination and public enterprises portfolio.

General Malan was pushed into Water Affairs and Forestry to make way for Mr Roelf Meyer, the Deputy Constitutional Development Minister. Mr Meyer is highly regarded as a negotiator and progressive thinker in National Party circles.

His annointment should also al Party circles.

al Party circles.

His appointment should also boost the Government's plan to give the defence force a neutral image.

General Malan said he accept-

deheral maian said ne accepted his demotion in the belief that "the cause is always greater than the person". He pledged to support Mr Meyer and pursue his new job with devotion. He said jokingly: "I have beaten the reds (the communists), Now I join the greens."

Mr Vlok was replaced by the Minister for Planning, Mr Hernus Kriel.

The reshuffle was made poss-The reshuffle was made possible by the resignations of three ministers, the Education Minister, Mr Piet Clase, the Water Affairs Minister, Mr Gert Kotze, and the Education and Training Minister, Mr Stoffel van der Merwe, who is leaving the Cabinet to spearhead the National Party's preparations for constitutional negotiations. The departure of Mr Clase may

The departure of Mr Clase may signal a greater push to the integration of black and white edication systems under his replacement, Mr Sam de Beer.

The shake-up, which is effective from 30 August, is seen as proof of the seriousness with which the Government regards, the damage to its credibility over

which the Government regards the damage to its credibility over the secret funding revelations.

Mr De Klerk's reshuffle can be seen as a tactic to head off more criticism in future with the likelihood of increased evidence linknood of increased evidence link-ing the defence and police forces to Inkatha in township violence against the ANC.

• Inkatha spent \$A94,000 of the \$A112,500 of covert Government

funds on bus hire to carry supporters to rallies, according to expense accounts submitted to the Foreign Ministry. It also paid for banners, pamphlets and brooms.

INSIGHT/CABINET SHAKE-UP

in a stronger position Old PW Cabinet finally shaken off as two trusted lieutenants are moved into vital portfolios

USEFUL skill to have in politics is to be Aable to turn possible defeat into victory.

President F.W. de Klerk has, in recent days, been on the receiving end of a hiding over the Inkatha secret funding row and revived allegations of South African Police and Defence Force hit squads.

But he has emerged in a stronger position, having used the attacks to put two of his most trusted lieutenants, Mr Hernus Kriel and Mr Roelf Meyer, in charge of the vital portfolios of Law and Order and Defence.

President de Klerk has finally shaken off Mr P.W. Botha's Cabinet, which he always wanted to do - it was only a question of tim-

Critics of the National Party who think they have won a victory in having their calls for an end to Mr Adriaan Vlok and General Magnus Malan answered, are misleading themselves.

PRESIDENT F.W. de Klerk, in sacking two of the top men in the Cabinet and replacing them with two of his most trusted lieutenants, has finally shaken off former President P.W. Botha's men, emerging in a stronger position after what looked like possible defeat. But how long has he wanted to do this? The Daily News Political Correspondent MARTIN CHALLEN-OR reports.

President de Klerk is not the kind of man to give in to pressure from other people.

The commonly-held perception is that Mr Vlok lost Law and Order because of the row over Inkatha funding. However, Foreign Minister Mr Pik Botha and Finance Minister Mr Barend du Plessis played probably a big ger role in deciding to authorise the secret funding, yet they keep their jobs.

Mr Kriel and Mr Meyer are credited as being foremost reformers. But Mr Vlok and General Malan often stressed the necessity for reforms.

Indeed, with all the questioning of how committed the members of the SAP and SADF are to reform, placing such prominent reformers at

the helm may not be the wisest thing to do.

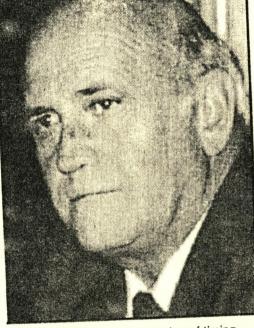
Mr Chris Hani, chief of staff of Umkhonto we Sizwe, has said that Mr Meyer was one of the few people in Government he could trust.

The reason for the sacking of Mr Vlok and General Malan thus boils down to the old-fashion desire of a new head of government to put his own men in place.

President de Klerk probably now feels he has more control over the police force and defence force.

President de Klerk felt he could not rush to remove them earlier while he was enacting his reforms as General Malan was superficially credited with enjoying the confidence of many whites.

President de Klerk



PRESIDENT de Klerk: a question of timing.

saw a need to keep them in their posts for the past 23 months to foster notions of stability and to pre-empt any backlash from SAP and SADF members against the reforms.

Being of suspicious nature, South Africans will in the weeks to

come start asking if the Press disclosures on secret funding and renewed allegations about SAP and SADF hit squads just fell out of the sky at this time, or if they were engineered by some intelligence organisation to create the atmosphere right

to allow President de Klerk to bring in his own men.

All the same, President de Klerk has given Mr Kriel and Mr Meyer almost impossible jobs: removing any doubts that the SAP and SADF want and will protect the new South Africa.

There is a feeling today that some members of the police force are out of control, or lack the will to do their jobs.

There is a feeling that some sections of the SADF are trying to derail negotiations.

The groundwork for SAP hit squads was laid back in the 1970s in the face of widespread student uprisings when police were given licence to act as they liked.

This continued as MK became more active.

Indeed, when Mr Vlok took over as Minister of Law and Order in December, 1986, inheriting a state of emergency, he was quite unpopular within the force as he ensured that erring policemen were prosecuted convicted for

crimes they committed.

If Mr Kriel acts to vigorously expose and remove hit squads and dirty tricks, there is a chance that police officers could gang up to protect themselves.

Out of the Botha Cabinet of August, 1989 have now gone: Mr Chris Heunis, Dr Willie van Niekerk, Mr Greyling Wentzel, Mr D.W. Steyn, Mr Stoffel Botha and Dr Stoffel van der Merwe.

Only Mr Pik Botha and Mr Kobie Coetsee have kept their jobs.

There have been portfolio changes for Dr Gerrit Viljoen, General Magnus Malan, Mr Adriaan Vlok, Mr Gert Kotze, Mr Eli Louw and Mr Barend du Plessis.

Dr Wim de Villiers has died.

President de Klerk has brought in Dr Dawie de Villiers, Mr Hernus Kriel, Dr Piet Welgemoed, Mr Sam de Beer, Dr Rina Venter, Mr Roelf Meyer, Mr Leon Wessels, Mr Piet Marais, Mr Eugene Louw, Dr Org Marais, Mr George Bartlett, Mr Jacob de Villiers and Mr Louis Pienaar.

HEADS ROLL IN FUND ROW

JOHANNESBURG — South African President F W de Klerk has demoted two senior ministers in a bid to smother a scandal which threatens negotiations for a nonracial South Africa.

Mr de Klerk, plunged into crisis by a row over secret state funding of the Zulu-based Inkatha Freedom Party, moved to appease Nelson Mandela's African National Congress by replacing Defence Minister Magnus Malan and Law and Order Minister Adriaan Vlok with two committed reformists.

Mr Malan, an outspoken critic of the ANC, was moved to forestry and water affairs, housing and works.

And Mr Vlok, whose

And Mr Vlok, whose police have been accused of bias by the ANC, was but in charge of prisons.







 Demoted by President de Klerk (right) are ministers Adriaan Vlok and Magnus Malan.

Resignation of Mr Malan and Mr Vlok was a key demand of the ANC, which alleges security forces are in collusion with its rival Inkatha in township wars that have killed 2000 blocks in a year.

blacks in a year.

Mr Mandela, now touring Latin America, demanded the resignations when the "Inkathagate" slush fund scandal broke 12

days ago.
Speaking from Mexico
City yesterday, he slammed Mr de Klerk again
and threatened to pull out
of the delicate peace

negotiations with the white-led government.

"We have to decide whether to continue discussions with a government which is negotiating with us in bad faith," Mr Mandela told a packed meeting.

Mr Mandela argued the scandal was a reason to strengthen international sanctions against South Africa, which have steadily weakened after Mr de Klerk's reforms to the apartheid system.

"When the international community says that they are raising sanctions in order to reward success, they are rewarding De Klerk for killing, for murdering innocent blacks in South Africa," he said.

Mr Malan is being replaced by Roelf Meyer, who as deputy minister of constitutional development has been involved in drafting proposals for a non-racial South Africa.

And Mr Vlok's replacement is Hernus Kriekhown as a rising star and reformist.

White business target of ANC protest over funding

By KATHLEEN BARNES in Johannesburg and AP

THE African National Congress called yesterday for a consumer boycott of whiteowned businesses to protest against the Government's covert funding of a rival black group, the Zulu-dominated Inkatha Freedom Party.

The ANC requested that the boycott begin last night in Johannesburg and surrounding areas.

"The clandestine funding ... has brought the Govern-ment's credibility to an alltime low and has obliged us to act," the ANC said.

The congress, which demanded the resignations of former defence minister General Magnus Malan and former law and order minister Mr Adriaan Vlok in April, said Cabinet changes announced yesterday by President De Klerk were "not enough".

The deputy president of the ANC, Mr Walter Sisulu, said: "The removal of guilty parties from the Cabinet is what we demanded ... that does not mean shifting them around from pillar to post.'

The ANC issued its demands after revelations that the Government gave money to Inkatha. The demands also included the freezing of money earmarked for secret government projects, and immunity from prosecution for government workers or security force members who wan-



General Malan

ted to "come clean" on secret projects.

The revelation on July 19 that the Government secretly donated 250,000 rand (\$112,000) to Inkatha in 1989 and last year supported the allegations, the ANC said. Inkatha's leader,

Mangosuthu Buthelezi, is also reported to have received money from businessmen, including Australian Mr Kerry Packer, but that has not been confirmed.

Although Mr Vlok and General Malan insisted they had done nothing wrong, Mr De Klerk apparently decided they were a liability to the image of the "new" South Africa.

General Malan, who has



Mr Vlok

held the defence portfolio for 11 years, has been considered a stumbling block to reforming attitudes within the South African Defence Force.

The South African Defence Force has been conditioned for more than four decades to enforce apartheid laws. With the end of legal apartheid, radical changes in attitude and in the thrust of SADF activities are considered neces-

There have been allegations that the SADF and the police (under the ministry of Mr Vlok) have worked at crosspurposes with Mr De Klerk's reform program, frequently standing aside when violence erupted and on occasion even promoting violence.

De Klerk demotes Malan,

From Page 1

Mandela said at a packed meeting in Mexico City.

He said the scandal was a reason to strengthen inter-national sanctions against South Africa.

The Australian Minister for Foreign Affairs and Trade, Senator Evans, yesterday welcomed Mr De Klerk's Cabinet reshuffle.

"It is an important recogni-tion by the South African Government that something has gone fundamentally wrong in terms of accountability and credibility, and that is a very useful concession to

be on the table," Senator Foreign Minister, Mr Pik Evans said at the South Pa- Botha, was not affected by cific Forum at Pohnpei in the the reshuffle. Federated States of Micronesia.

Roelf Meyer - the former deputy minister for constitu-tional development — Minis-

Mr Hernus Kriel, a relatively unknown former planning, provincial and national housing minister, has been made Minister for Law and Order.

Both newcomers have been described as reformists.

- 化水

Mr De Klerk has also moved Armscor, South Africa's large Mr De Klerk has made Mr weapons manufacturing and development arm, from under the Defence Ministry's supervision to that of the Ministry ter for Defence and Informa- of Economic Co-ordination and Public Enterprises.

The Cabinet reshuffle came with the announcements that three ministers were resigning, apparently to make room for the changes sought by Mr De Klerk.

Mr De Klerk was to make lescribed as reformists. his first public statement on A third Cabinet member, the the scandal early today.

CL ton

Andrew Kenny exhorts democrats to speak out against anything that threatens freedom

We are being silent cowards

OUTH Africa might now be enjoying a trief golden age of free speech between the dark oppression of see past nd the dark oppression of the fuire. Those whe love liberty hould consider or refully the lesan of the scandal over the Govrument's secret jayments to In-

The "Agenda" debate, in which arious newspaper editors cononted the then Law and Order linister Adriaan Plok and sentor ikatha members, was the most veting piece of television I have en, and must mirk a new high the SABJ's recent conversion to ee speech. Such open decate is known in the rest of Africa.

During the programme, a prenter asked an editor, "Wi om do u support?" This question was ite irrelevant to the uncovering

the scandal. The reason why a free market onomy works so well for the mmon good is that it does not ly on people having noble mogood service to his customers In order to make profits for himself. Similarly the market of frac speech does not rely on the goad nature or political leaning of oditors. It allows any editor, regardless of his bias or lack of it, -o publish what he wishes and thes freedom benefits the comman good.

The Weekly Mall is a commeted newspaper which supports the African National Congress and onposes Inkatha. That is its right. I_s editor, by exposing the scandat and then by drawing admissions of corrupt practice from Mr Vick in public debate, both furthered is own pro-ANC cause and performed an invaluable public service. The Weekly Mail has given South Africa a textbook example of the cleansing power of free speech.

During the debate, Chief Mango: . uthy Buthelezi complained ci media blas against Inkatha. He B quite right. The media in tho Western world, which constitute a es. A shopkeoper provisies a new international ruling class, ard

dominated by a small, wholly unrepresentative group of middleplass people drawn almost entirely from the liberal arts.

These are the people who run the BBC, the New York Times and the Guardian. These are the people who were loud with moral outrage in 1960 when 6: black people were killed at Shardeville but sient in 1972 when quarter of a millon black people were killed in systematic racial significar in Laurundl. These are the people who bowl at every atree by of Inkatha but look the other way from every atrocity by the ANC.

There is no conspiracy here. The media bias is net the fault of those who air their views but Eiose who fall to air their views. Liberals - by whiel I mean neople who hold liberty as the highest good, and believe in free speech, iree elections and free enterprise - have shamed themselves in recent times with their cowardice and laziness.

They can claim no credit for the collapse of Communism, which happened because of the fundamental idiocy of Marxist theory and the brave resistance of the people suffering under It.

As we gazed at the rained countries of eastern Europe, we see that the only people in the West who are wholly vindicated are the extreme conservatives at whom we all used to jeer for exaggerating the evils of Communism. They were the only ones who spoke the truth.

We liberals shuffled our hands and averted our eyes.

And now, given this precious hour of free speech in South Airica, we are being silent cowards agaln.

The ANC and the South African Communist Party are today so closely entwined that they constitute one single entity; and it is safe to assume that, If an ANC member refuses to say whether he is a communist or not, he is a communist. If the communists come to power in South Africa, they will extinguish liberty as surely as they have done in every country on earth they have ruled

Yet we seem more afraid #f being called McCarthyltes then we do of losing our liberty, and we are still averting our eyes beio e the torture camps of the ANC, ite crimes of Winnie Mandela, tle terror of the Comrades, the rule. ous economic theories of the Cors. munist Party and the militalt atheism of Markism (which is ti-e exact untithesis of Christianity).

An even greater danger than communism, itself, is that if citlised men do not oppose it with words there are uncivilised mun only too willing to oppose it with force, and then we shall be back m darkness, blacker than before.

Chief Buthelezl, whom I respect, must stop whining and lit gating. It is true that the deck s Istacked against hon. Inkatha, ui like the ANC, does not own hun dreds of millions of rands worth of lassets abroad, nor receive huge Isums of money from foreign goernments, nor hear the applaum of the international cocktail ch-

But Chief Buthelezi has a prom record of resistance to aparthon and a streng sause to champion He must seek out and sever every link with the South African securi ty forges who have abased him and Inkatha must use the weapon of a free press to make the mase and expose the crimes of its or in

In the newspapers I read en phoric headlines about South And co's glorious future but among the ordinary people I meet I hear nothing but the most profound forehodings.

In this time of unprecedented liberation, there has never beer greater peril.

Democrats must use this kou to speak up against every maand every idee; egy that threaten freedom. They must speak loudry and they must speak now, before It's too late. E

Andrew Kenny, a Sout! African engineer and writer has been a frequent contract; to Frontine magazine and ?... Spectator.

