Zimbabwean bid to curb vlolence may be successful

Dissidents eome

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in from th

. Karl Maier . Nkayt Zimbabwe

HYLY at first, a Zims:

babwean soldier ap-

proached a group of

rugged men and began shaking hands. The 43 men he was greeting had been bitter enemies of the army and Robert Mugabeâ\200\231s government for the past six years.

The scene, witnessed by a hundred local residents, ended the armed rebellion by this group of former anti-government â\200\234dissidentsâ\200\235 in the province of Matabeleland. Like about 60 other gunmen through-

out central and southern Zim-

babwe, these dissidents had just accepted President Mugabeâ\200\231s amnesty offer of April 19, which ran out at midnight on Monday. Dressed in a colourful assortment of leather vests, jackets | and military trench-coats, they looked more like a motorcycle; gang than a well-orgamsed rebel | unit.

As they chatted and joked with police and government officials, there was no sense of capitulation, just a feeling that there was no reason to fight anymore. They had deposited $a\200\230$ their AK-47 assault rifles and

' rocket launchers in the police

armoury of this small dusty town, 300 kilometres south of Harare. Now they wanted to return home.

 $\hat{a}\200\234$ We were not defeated in battle, but now we salute the unity process, $\hat{a}\200\235\hat{a}\200\231$ said the group $\hat{a}\200\231$ spokesman, John Lantern Mhkwananzi. $\hat{a}\200\234$ Now everyone must forgive everybody else. $\hat{a}\200\235$

While some dissidents have remained in the bush $\hat{a}\200\224$ white

OLl ©6 R

Gayigusu: mass killer who was freed under the amnesty

farmers claim up to 200 â\200\224 the sudden influx of gunmen accepting the amnesty has boosted President Mugabeâ\200\231s drive to snuff out ethnic and political violence in Matabeleland. The drive began in earnest on December 22 when Mr Mugabe signed a unity accord to merge his ruling Zanu-PF party with Joshua Nkomoâ\200\231s opposition Zapu party.

In January three Zapu officials, including Mr Nkomo, were appointed Ministers in a reshuffled Cabinet. Then the government began withdrawing the army from Matabeleland to prove its commitment to national reconciliation between the majority Shona people and the countryâ\200\231s minority Ndebele.

Then, one day after Zim-babweâ\200\231s celebrations to mark the eighth anniversary of independence from Britain on April 18, Mr Mugabe overrode opposition in ruling party ranks and

e bushâ\200\235

decreed the amnesty. At the same time, Mr Nkomo and his lieutenants launched a

- . campaign in the south to per-
- suade the dissidents to halt their

violence and 3000 refugees in

~ neighbouring Botswana to re-

turn home. The amnesty opened

- the door to freedom for some of

Zimbabweâ\200\231s most notorious killers, such as Gayigusu the dissident commander believed responsible for the grisly axe murders of 16 evangelists last November.

Yet the 43 who surrendered at Nkayi insisted that all along their fight had been for the cause of socialism and Zim-babweâ\200\231s rural poor, and against capitalism and the economic power of the white minority. -

Mhkwananzi, the spokesman, presented Matabelelandâ\200\231s governor, Joseph Mudenda, with a list of demands calling for a Marxist-Leninist state, resettlement for the landless, the release of all political prisoners, and the creation of a â\200\230â\200\234socialist army, not a British military systemâ\200\235.

The dissidents at Nkayi, like

 $a\200\230$ most others in Matabeleland,

were former members of Mr Nkomoâ\200\231s guerilla Zipra army, which fought the independence war alongside Mr Mugabeâ\200\231s Zanla force. All but a handful are Ndebele. They said they returned to the bush in 1981-83, as rising tension between Zanu and Zapu erupted into a full-scale confrontation and the governmentâ\200\231s Fifth Brigade launched a harsh crackdown in the region.

 $\hat{a}\200\234$ We hope the lesson has been learned that disunity does not pay, $\hat{a}\200\235$ said Mhkwananzi. $\hat{a}\200\234$ We have gone on operations twice, first against the white colonisers and then against the party

~ | (Zanu). We have liberated everybody and now we must forge ahead with our lives.â\200\235 â\200\224Independent news service.

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Natal MECs return empty-handed
Heunis
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no
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aid for
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Sobantu
Presidentâ\200\231s
ultimatum:
-alliance
â\200\230divided
by STRINI MOODLEY + 7/
VISIONS appeared within the
?Izmse of Delegates opposition alliance
last night over how to respond to the
State Presidentâ\200\231s ultimatum to t:esolve
the erisis involving Mr Amichand
jbansi. iy 2 CAH
R?}tn;nmeeting held late last night the
â\200\230breakaway Peopleâ\200\231s Party of South
Africa (PPSA) refused to dgsclose how
it would vote today in a motion of confi-
dence in the Ministerâ\200\231s Council. !
Mr Somaroo Pachai, the national
chairman of the PPSA, said that }hg
PPSA\hat{a}\200\231s attitude would be reveale
today when the vote on the confidence
! is taken. :
| de = \frac{201}{200}  | de = \frac{200}{230}  | de = \frac{200}{2300}  | de = \frac{200}{2000}  | de = \frac{200}{
until today to resolve the matter, other-
wise he would take decisive action
which could include the cal}mg of an
elï¬\201â\200\230chtcla opposition alliance of the PPSA
and Solidarity has, thus far, failed to
* unseat Mr Rajbansi whom they accuse
of bringing the House of Delegates mt(;
disrepute becau_set _of allegations o
ibery and corruption. °
bl-llvlr; yat Poovalingam, the PFP MP for
Reservoir Hills, said that the alhanca\200\231e
had been frightened by Mr Bothaâ\200\231s
threat that he would dissolve the Minis-
ter's Council and constitute a new
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council which wou!d exclude those ministerswho had joined the PPSA. {3

Another parliamentary source sal that even the alliance between the PPSA and Solidarity stood on shaky grounds as they could not agree on how to deal with Mr Bothaâ\200\231s ultimatum.

© RAJBANS

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Potslt}: n%:)f\}ï¬\201gâ\200\235 the parliamentary ister ; :

source said.

by WYNDHAM HARTLEY
- ATOP-LEVEL delegation from the pro-

from Cape Town empty-handed after a meeting with Mr Chris Heunis to raise R2,5 million for the upgrading of Sobantu. S e The hoped-for R2,5 million had been placed on the villageâ $\200\231s$ budget 18 . months ago, according to the adminis-trator of Sobantu, Mr Mark Cornell, who pointed out that it should have been spent in the last financial year. MEC for community services Peter Miller, who, with senior MEC Val Volker had a meeting with Constitutional Development and Planning Minister Chris Heunis last week, confirmed yesterday that the mission had failed.

Mr Heunis recommended to the delegation that alternative sources of finance, such as the Development Bank, the Housing Trust and the Local Authorities Loans Fund should be investigated. S

 $\hat{a}\200\234Mr$ Heunis urged us to use these alternatives. and pledged his assis-

tance if there were legal difficulties in securing funds. 4 \mid $\hat{a}\200\234We$ are disappointed, not only for the sake of Sobantu, but also for other equally worthy projects.

 $\hat{a}\200\234$ We had to understand the position the minister is in and the fact that extra money means extra taxes, $\hat{a}\200\235$ Mr Miller said, adding that investigations into alternative channels of finance would begin immediately.

Mr Cornell said yesterday that he was very disappointed at the failure of the mission.

 $\hat{a}\200\234But$ thank goodness for the R350 000 grant to Sobantu from the provincial administration, for without that we would have been high and dry. $\hat{a}\200\235$

 $\hat{a}\200\234$ We had a meeting with- Minister Heunis and explained to him at considerable length and in detail about the problems of financing development in the black areas in Natal. Sobantu was one ofthe main issues. $\hat{a}\200\235$

He said that Mr Heunis, in turn, explained the financial constraints under which he operated and that this year there was no funds coming direct from the treasury.

Mr Miller announced on May 10 that the grant was to be made to enable urgent upgrading to begin.

 $\hat{a}\200\234I$ must question the priorities established by the government if we are goingto have peace in our country.

 $\hat{a}\200\234$ It is absolutely essential to upgrade, and surely there are other things that could be put on the back burner?

 $a\200\234$ With these sort of cutbacks it is diffi-

prospect of further cult to expect the people to have confidence in the authorities, \hat{a} 200\235 he said.

AN

DEAR SIR â\200\224; response to a letter written- by Mr David Cohen, addressed to Mr Coetsee (Minister of Justice) which was published in Sowetan on April 14, 1988, I would like to make the following observations.

Firstly, all members of the South 'African Government are deeply concerned about the

- protection of human rights in South Africa.

It was only with great reluctance that the

~ Government recently imposed a state of emergency.

Over the past few years

a number of radical leftwing organisations and individuals have been responsible for widespread acts of violence and brutality in South Africa. People have been burnt alive by crazed mobs and property has been destroyed.

The South African Government has done everything possible to

In

t.he

er view on $\hat{a}\200\230$ the $\hat{a}\200\231$

and thereby protect the innocent.

The introduction of the 1987 Amnesty International Report clearly states that the purpose of the organisation is to $a\200\234\exposea\200\235$ the imprisonment of men and women who dissent non-violently from official views.â\200\235

The report also indicates that Amnesty International is concerned with $\hat{a} \geq 00 \geq 30 \hat{a} \geq 00 \geq 30$ the detention of persons who are held without being given the chance to defend themselves in a fair and open trial. $\hat{a} \geq 00 \geq 35$

Thus Amnesty International should not be concerned with the individuals mentioned in your letter to Mr Coetsee â\200\224 the so-called â\200\234Sharpeville Six.â\200\235 All of these individuals were directly involved in a violent crowd murder of a city councillor.

The $\hat{a}\200\234$ Sharpewlle Slx"

 \hat{a} 200\230are not non- v101ent

political dissidents who deserve the attention and concern of Amnesty

International.

Amnesty International should not involve themselves in cases of this kind. To do so merely discredits the organisation.

* Amnesty International can make a positive contribution to the resolution of South Africaâ\200\231s problems by indicating their support for moderate political leaders who are fighting to protect human rights.

Attacking the Government for enforcing the law and thereby protect-

- ing the innocent is totally

counter-productive.

I sincerely hope that the views expressed by you in the letter to Mr Coetsee are. your own

 \hat{a} 200\234and do not reflect those

of Amnesty International

as a whole. DONALD REID

â\200\224aifwiy Rlouses ANCâ\200\231s gun-fodderlng machine. **JAMES** Pretoria. \hat{A} ® The ANC has denied 2. He was rescued %by any power struggle within Robert McBride and his girlfriend and, as a result, - $a\200\224$ -"! some shots were fired | S and lives were lost; and e .Webster was first sent . by the ANC to fulfil ! certain missions in South Africa; Appalledâ $\200\231$ by the reports on ANC mg», saylng he{\ lied in evidence Fin Now, to prove my point of the power struggle within the ANC, he was sent back to South Africa on a suicide mission in order to destroy himself as he was now threatening to - | become a hero within the -ANC. : There is no hero who is alive within the ANC. .® He was further * appeared in various newspapers of the fact that a convicted African National Congress man had admit-

 $\hat{a}\200\230$ SIR $\hat{a}\200\224$ I have been appalled by reports which

tgd that he lied while giving evidence on commission " in London i nthe trial of Robert McBride.

Webster is another victim of the internal power

£ struggle within the ANC because of the following _reasons:

. Apersonis only ahero

when he/she is dead, for l political propaganda of the communists.

.I This now exposes the

Joubert, Graham, Scott & Partners 1580588

ROTEST

â\200\224 2 JUNE

In a joint statement " â\200\231 j; released after yesterdayâ\200\231s historic meeting, the federations also agreed in principle that the possibility of future meetings to discuss matters of common concern and of taking joint action would be explored.

Delegations of the two federations were led by their respective presidents, Mr James Mndaweni of Nactu and Mr

' The protest is against the Labour Relations Elijah Barayi of Cosatu. . /A BY LEN MASEKO and r Amendment Bill, aimed at curbing many of the Yesterdayâ\200\231s meetin g MR James Mndaweni, MR 5"1:â\200\2312' goas':z" 5; presiden el

THEMBA MOLEFE \mid rights enjoyed by unions under present law. oT resident of Nactu. o page 4 P \hat{a} 200\224 The decision by Nactu and Cosatu to embark on . ey

SOUTH Africaâ\200\231s largest labour | joint protest action is the first of its kind betwe en the federations, the National Council of P \hat{a} \200\224 \hat{a} \200\224 \hat{a} \200\224] twO rival federations. Trade Unions and the Congress of South African Trade Unions yesterday agreed at a meeting that the \hat{a} \200\234peaceful protest \hat{a} \200\235 planned for next week will take three days \hat{a} \200\224 from June 6 to June 8.

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rsday, June 2, 1988
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AKHALWAYA: Parliament is now a little more mixed with å\200\234Indiansâ\200\235 and â\200\230â\200\230colouredsâ\200\235 being part of joint sittings. Most of us donâ\200\231t regard it as much - of an advancement, but in comparison; the Johannesburg City Council is still totally white with no direct representation for any black groups. What do you make of that? MR OBERHOLZER: I think that communities want to govern themsel- ves, especially if they are geographically so situated and are economically viable.

The Government policy of separate $\hat{a}\geq00\geq34$ development through the years has created a situation where for instance Lenasia is ripe for $\hat{a}\geq00\geq30$ self-government. If Lenasia were a white community they would have demanded local authority status long ago

Power

With the advent of the regional services councils (RSCs), we experience sharing of power, of joint decision-making, because the RSCs are multiracial councils.

They have a formula with the weighted vote. But it really doesnâ\200\231t mean a thing. Its consensus decision making and I'm sure that if anyone tried to abuse the vote â\200\224 say

from the white council which has almost 50 percent of the votes $\hat{a} \geq 00 \geq 24$ for its own benefit with regard to the expanding of money we would immediately get a polarisation of that committee.

" But because the Act states $\hat{a}\200\224$ it $\hat{a}\200\231s$ just as well, and here one has to give credit to Minister (of Constitutional Development and Planning) Chris Heunis $\hat{a}\200\224$ that the

money collected by the -

Why

hlacks

 $can \hat{a} \ 200 \ 231t$ vote in the city -

When countrywide municipal elections are held in October, one famous name will be missing from the list of candidates $a\geq00\geq24$ Francois Oberholzer. $a\geq00\geq34$ Mr Joburg $a\geq00\geq35$, or $a\geq00\geq34$ Mr Obie $a\geq00\geq35$ as he is known, will be retiring after 16 years as chairman of the Johannesburg City Council $a\geq00\geq31$ s Management Committee.

The controversial Mr Oberholzer is a supreme political survivor, having lived through the split in and subsequently demise of his United Party, the New Republic Party, and. $\frac{200}{234}hung \frac{200}{235}$ city councils. He is a former member of the now scrapped Transvaal Provincial Council.

Mr Oberholzer is not afraid of criticism. In fact, he thrives on controversy. He speaks his mind and does what he feels is necessary to survive politically. He caused a storm among whites in 1974 when he opened public libraries and parks to all races. But he stands firm in his opposition to matters such as integrated public swimming pools, residential areas and local authorities.

In this frank interview with AMEEN AKHAL-WAYA, the editor of The Indicator, he spells out his views. This is the first of a two-part series.

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where the need is the . : the townships which

greatest.

 $Natin \ge 201 rally the need is direct control$

happen to be under his | inside |

the greatest in the lesser-

developed local authority areas such as the black local authority areas and the areas with management committees of the $a\geq 0\leq 34$ coloured $200\leq 35$ and $200\leq 34$ people. This is throughout the country.

Itâ\200\231s a great pity that Dr Mangosuthu Buthelezi (of Inkatha) is not participating in the RSC system because it would be so advantageous for his own people, billions

R}Cs shall be applied

KwaZulu.

It would create employment for his people, there would be an upgrading of their facilities, which is happening now everywhere else in the country.

I mention the local government experience because in all probability the joint sittings might develop into the same situation where you have joint decision-making in a single House instead of

having separate decision-

making.
Reform

It could be that the State President is moving in that direction.

| Ultimately further steps

would be taken on the road of improvement.

 $\hat{\mathsf{A}} \ensuremath{\,^{\circ}}\xspace$ MR FRANCOIS OBERHOLZER 1 think that the word .

â\200\234reformâ\200\235 is not a real descriptive direction because I believe that what we are doing is lmprovmg our way of life, improving the political system and extending and improving the democratic system, and ultimately weâ\200\23111 see an improvement where we reach a stage where

there-will be satisfaction amongst all the communities. i
How many years t a
willtake il beâ\200\231 9
guesstimate. 1 donâ\200\231t
think that one can say
reform surely will take

five,
whatever the case may

be.

i

10 or 20 years,:

 $\hat{A}Y$ Why canâ\200\231t so- called

coloureds, Indians and Africans be represented directly in the city council? For example you have Mayfair which is an integral part of Johannesburg where people of all colours live, you've got thousands of blacks living in what is described as $a\200\234a\200\230$ white $a\200\235a\200\235$ Johannesburg as domestic workers and so forth. THAT is of course not a decision of the council. We donâ\200\231t legislate. We are under the control of the executive of the Province, and the central _government has to | legislate with regard to any constitutional $a\200\230$ changes within the local government structure.

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would be political suicide
- for any political party to -
a\200\230asivocate now that the
5 vernment should
,.9.} \hat{a}\200\230legislate to have
: { â\200\230integrated councils.
§.. One would find that in
' Soweto there would bein
© anyeventno person from
any Gther race group who
would qualify for a vote
_if all councils were tobe
 Decide
. Soyou would have an
\tilde{a} = 100
\tilde{\ } that is for the higher
authorities to decide and
for the politicians to
\tilde{a} consider who are now \hat{a} 200\230
ng elections.
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| elections within si
months, even coloâ\200\235
Indian and blackâ\200\231
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AT LEAST 44 people, whose civil claims against Lebowaâ\200\231s Minister of Law and Order were frozen last year after the Indemnity Act was passed, are now going ahead with the claims for damages amounting to R384 000,

The claims, arising from allegations that they had been unlawfully arrested by the Lebowa police, were revived this week following the decision by the Appellate Division of the Supreme Court in Bloemfontein last Friday declaring the Indemnity Act null and void.

A spokesman for By MONK NKOMO

Seriti, Mavundla and Partners, a firm of Lebowa government was

SHOENERE 10 Pretoria, . oganid by the court last yesterday confirmed that week to pay RI1200 $\,$

Summonses had already damages to Miss Thembi been issued against the Makhasa who was Lebowa minister. He $\hat{a}200\234$ wrongly and -intentionalso confirmed that 44 of ally $\hat{a}200\231$ assaulted and

his clients were claiming belittled by the police. a total of R384000 In his judgment. Mr damages. Justice Grosskopf said $\frac{200}{234}$ These claims were the Indemnity Act was held in abeyance pending $\frac{200}{234}$ inimical 10 the protecthe decision of the tion of lives, persons and Appellate Division. $\frac{200}{235}$ the property in that iy spokesman said. deprived persons of He said that no redress for unlawful agieement or settlement killing, assaults or

had been reached on the damage to property.â\200\235 amount to be paid on all A spokesman for the claims against the home- lawyers representing the land government. The 44 plaintiffs said four of o =7 their clients are claiming R21000 damages cach for. w rongful and unlawful arrest, assault and malicious prosecy-

tion.

RELIGIOU

CLATVRIE I

SPLIT OV

THE South African
Governmentâ\200\231s crackdown on opposition to
its race and security
policies is driving
a wedge into the coun-

>s church communi-

, reports Sapa-Reut-

xthe split was highlighted this week when 200 Christian, Muslim, Hindu and Jewish leaders hit deadlock in a two-day emergency debate on active opposition to racial discrimination.

The ambitious convocation, the broadest ever held in South Africa, rejected a passionate plea by South African Council of Churches leader Rev Frank Chikane for agreement on a programme of

| «â\200\234effective non-violent ac-

CALL

tion to resist apartheidâ\200\235.

Mr Chikane, an outspoken and frequently detained critic of the government, called for a programme of active civil disobedience and urged religious leaders to accept it was their duty to defy the authorities.

 $\hat{a}\200\234$ The question now is not whether we can act, it is a question of what kind of action we can engage in, $\hat{a}\200\235$ he said.

Delegates spurned his plea, however, and agreed only to set up a committee to plan a new opposition campaign and voted by a majority to support an unspecified labour protest next week against a proposed law to restrict trade union rights.

The Rev Ed Cain, leader of the conservative } FROM PAGE 1
Umad Christian Action
movement, which declined an invitation to attend the ing in Soweto, applauded the failure of the meeting, but
expressed surprise at the
outcome.

 $\hat{a}\200\2341$ am surprised that therewasnotgreaternna $\hat{a}\200\224$ nmnty, $\hat{a}\200\235$ he said. $Rps\hat{a}\204$; ?i¬\201% who $\hat{a}\200\230$ are pmmotim a con--ernment willsee this as no

Dr Beyers Naude, who broke away from the pro-Dutch Re-

government
formed Church to fight |

racism, said he believed a majority of church leaders believed they had no option but to take up the a:dgelsonbehalfofi¬\202lose who had been silenced..

. The churches, he said, $200\234$ should $200\234$ become the voice

Zeligious.

tHE Gty of the voxceless, the arms and legs of those who cannot act. $\hat{a}\200\235$

Dr Max Coleman, former leader of the churchbacked Detainecs Purentsâ\200\231 Support Committec. which was banned in February along with 16 other

opposition groups, said

the convocation sought 2 43

~ommitment many

. Wiites were not w; lhng to

make.

â\200\234Acmnpmgnlikethcy

volved the non-violent of laws on the basnsthatthoselawsare least it is potentially strong. It will depend on what the churches do with ta^200^235

Dr Allan Boesak, Cape
Town-based leader of the
World Alliance of Reformed Churches, acknowledged he was â\200\234very
disappointedâ\200\235 and vowed
topr&ssonalone,nshng
arrest or detention by
marching and protesting

at every opportunity.

 $\hat{a}\200\2341$ am no longer impressed by words, no matter whose words they are. I will only be impressed now by action, $\hat{a}\200\235$ he said.

Anglican Archbishop

heads split-

Top police sources, however, pointed out that the government had issued a number of warnmgs that nobody, incluging clerics, were abo\e

Desmond Tutu, the mos* - Mdaï¬\202w

 $modcrateomein\201a\200\234A_f$,, caa $\200\231s$

clerical -

 \hat{a} 200\230ence involved braking the

The People SpeakR 1« £ £F

Supports AN .

Dear Edltor

- ~ As millions of voices around the world continue to cry out against racist apartheid
- " in South Africa, there appears to be a

crucial turning point on the horizon. With the exception of the United States and Israel, most of the nations of the world have sought to cut all substantial ties with Pretoria. In addition, it has become clear—which liberation movement has won the popular support of the people of South Africa. No longer is it a question of whom we stand against, but, rather, whom we stand with.

After my recent tour of southern Africa as part of leadership delegation from the . United Church of Christ, I have come to one firm conclusion: the most effective means of supporting the people of South Africa-in

the struggle to dismantle apartheid is to

give all possible, direct support to the African National Congress (ANC).:

On April 16, 1988 in Lusake, Zambia, I had the pleasure of taking part in an historic meeting between the leadership of the ANC and national leaders of my church.

The ANC delegation was composed of members of their National Executive Committee, including Pallo Jordan, Thabo $a\200\230$ Mbeki, Ruth Mompati and Jacob Zuma. The ANC $a\200\231$ s Religious Affairs Department was also there, including Chaplain Ggiba. The atmosphere was permeated by a sense of mutual respect and solidarity. What

 \hat{a} 200\230became clear to out delegation was the -

profound love which the ANC continues to have for the people of South Africa.

We met for an entire day in candid and mdepth discussions concerning the present

crisis in South Africa and South Africaâ\200\231s attempts to destabilizeâ\200\231 all of southern

Africa. We also discussed the history and program of the ANC and its vision for the future of South Africa.

Dr. Avery Post, president of the United

Church of Christ, stated at the meeting:

 $a\200\234$ The racist apartheid regime in South

Africa is perpetrating one of the greatest crimes against humanity that has been witnessed in history. These crimes are not dissimilar or unrelated to the holocaust during World War II, and both of these crimes against humanity were borne out of similar racist/Fascist ideologies ... We are

. called by God to promote $Goda\200\231s$ justice. $a\200\235$

In response, ANCâ\200\231s Pallo Jordan stated, $\hat{a}\200\230\hat{a}\200\234\hat{a}\200\230$ We have had reason, especially since 1980, to be extremely disappointed with the sorts of responses we have been able to get from the administration in the United States on issues related to southern Africa. And we are pleased to have this opportunity to meet with people like yourselves who have been with us in the trenches, $\ddot{u}\200\235$

Thabo Mbeki focused on the long history – and eeep affection of the South African people for the African National Congress, reminding us that, $\hat{a}\200\234$ The ANC was founded in 1912 as an organization committed to the

- democratic, non-racial transformation of

DEFENDER PLATFORM SINCE 1905

- 1. American race prejudice must be destroyed. :
- Z Racually unrestricted membershlp in all unions.
- ~3. Equal employment opportunities on all jobs public and private.
- 4. True representation in all United States police forces.
- ${\hspace{0.25cm}\hbox{-}\hspace{0.25cm}}$ 5. Complete cessation of all school segregahon
- 6. Establishment of open occupancy inall American housing.
- 7 Federal intervention to protect civil -

rights in all instances where civil - rights compliance at the state | evel breaks down. -

_ the hands of the South African government.

i z a i — z , 3 F 3

Η

South Africa. Naturally, we have deep roots the ANC is that it is preparing future within our communities. Generations of. leaders while still respecting the wisdom of . - Black South Africans have grown up in the thesenior leaders of the struggle.

ANC. So even if they arrested all the . 5 leaders and the activists, the community Thepresxdent of the ANC, Oliver Tambeo,

â\200\234prisoner in SouthAfncaforzsyears Those at the meeting reminded us that on July 28 of this year there will be an international celebrahonofNelsonMandeh s 70th birthday.

J- \$SIANTEL,
Rev. Benjamin F. Chavis Jr.
ivil Rights Journal

Mbeki also reported on the latest murderous acts of terrorism committed by the government of South Africa against the ANC: the assassination of Dulcie September, the ANCâ\200\231s Paris repre-_sentative; the car-bomb:ng of Albie Sachs, an ANC lawyer in Mozambique: the at- e tempted bombmg of ANCâ\200\231s chief repre-sentative in Brussels; and the scores lhâ\200\234pâ\200\235â\200\231"â\200\230"""â\200\231f â\200\231 ¢

other persons who have been murdered by

South Africaâ\200\231s *â\200\234Z-death squadsâ\200\235 in raids on Ch lcag o the neighboring front-line nations. While I ;

was in Botswana I saw the terrible D ef ender devastation at the site of a recent raid Founded May 5, 1905

where South Africaâ\200\231s death squad had by Robert S. Abbott, LL.B.

murderd and burned the bodies of four 1868-1940 gk b i Bt ' g vic! was a mem! e ; ' U.C.C. of southern Afri Also atm meeting 1?ath Momati spoke of SE NGSTACKE the millions of children who are. being NEWSPAPER

physically and psychologically tortured at Unsolicited manuscripts, photographs and/or negatives will remain the property of Sengstacke Newspapers and will not be returned to the sender All rights reserved.

She talked about the ANC youth program that established schools to care for and prepare the youth who escape from South Africa for future leadership. The beauty of

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Musicians smg for Mandela s freedom

NEW YORKâ\200\2240n June 11, popular musicians from around the world will band together in a benefit concert with the most overï¬\202y politlcal theme since the

- 1960s.

Billed as Freedomfest, the con-

~cert will take place at Londonâ\200\231sâ\200\231 - Wembley Stadium, the site of the

Live Aid concert, but that $\hat{a} \geq 00 \geq 31s$ where the sxmxlant yeads

Unlike most of the benefit con-_ certs that have proliferated in the - 1980s, Freedomfest is not a charity fund-raiser. Itâ\200\231s a confrontational

political event aimed at the gov--ernment of South Africa and its

practice of apartheid.

The concertâ $\200\231s$ immediate goal is

to bring worldwide attention to the plight of imprisoned dissident

Nelson Mandela, whoâ\200\231s langmshed "

in South African jails since 1962.

Mandela turns 70 on July 18, and the concert organizers want him to

celebrate that birthday in freedom. $a\200\234$ a lot of people'who dona $200\231$ a lot of people'who dona $200\231$

even know who Nelson Mandela.

is, $\hat{a}\200\235$ said Jim Kerr of Simple Minds, ,_thei¬\201rstgrouptosngnupforthe event. $\hat{a}\200\234$ Ismael Ayof, Mandela $\hat{a}\200\231$ s

lawyer, is one of the few people

whoâ $\200\231$ ve seen him in the last six

 \hat{a} \200\230 s \hat{A} ¥ S -

years, andthroughmmtheresa

lot of hope that $heâ\200\23111$ be set free. $a\200\235$

- . Unlike some of the more ag-
- .gresswe benefit organizers in the

past, Kerr has a reserved attttude towards the concert.

 $a\200\234I$ think Mandela wi¬\2021besetfl'ee whether the concert takes placeor

not, \hat{a} 200\235 he said. \hat{a} 200\234The whole thing is

about awareness. Anything after that is completely a bonus. The

government in South Africa cen-

sors the press, so this whole thing is

bringing pressure against them by dragging theu- behavior into the

open.

 $\hat{a}\200\234I$ think thms a lot of people who know what $\hat{a}\200\231s$ going on down there is wrong. It always was

 $a\200\230$ wrong. By saying or doulg nothing,

the conspiracy of sxlence is foed to theenemy. -

 $\hat{a}\200\234$ Youre not even allowed to mention his name in South Africa.

There was a man there who was

arrested for drinking out of a cup that had his name oniit. $\hat{a}\200\235$

The six-hour show, which will be telecast in the United States on the Fox network, features Dire Straits,

Simple Mmds Ashford and Slmp-

son, theFatBoys, UBm Sting, Phil

-Collins, Sly and Robble, Roberta

М о -

 $\hat{a}\200\2341$ feel great about this show, $\hat{a}\200\235$ said Fat Boys member

 $200\230\$ mon $200\234\$ Wimbley. $200\234\$ Wimbley. $200\234\$ Wimbley. aking us to help

fight apartheid, to help fm Mandela. Heâ\200\231s a symbol, hero like Martin Luther Klng, heâ\200\231s been over thore fighting for his rights.

 $\tilde{a}\200\2341$ think what overybodys dolng, coming together like this, George Michael, Phil Collins, that unity, it $\tilde{a}\200\231s$ like Woodstock. $\tilde{a}\200\235$

Flack, Joe Cocker, Belafonte, Natalie Cole, Gregory

Hines, Hugh Masakela, Little

Steven, Rolling Stone bassist Bill Wyman, Miriam Makeba -and comedians Whoopi Goldberg and Billy Connolly among others.

 $\hat{a}\200\234I$ see a big difference between this and Live Aid, $\hat{a}\200\235$ said Kerr. $\hat{a}\200\234\hat{a}\200\234This$ is not so much about raising

Harry:

Kerrâ\200\231s view. The usually comic

money as that was. At the back of the Live Aid thing there was a war going on in Ethiopia, but that wasnâ\200\231t mentioned so much. _

 $a\200\234$ The money made from this

wonâ $\200\231t$ be a big sum. The extra money raised will be for educa-

tional purposes. But if itâ\200\231s a telethon you think â\200\230Whereâ\200\231s the money going?â\200\231

 $\hat{a}\200\234$ Being British- we have an addltlonal reason to do it because our government is the biggest ally

South Africa has, so ita^200^231s very much

more a protest than a plea for
charity.â\200\235 :
Other musicians appearing share

rapsters the Fat Boys are taking Freedomfest seriously. j $\hat{a}\200\234I$ feel great about this show, $\hat{a}\200\235$

said Fat Boy Damon â\200\234Kool Rock:

Wimbley. $\hat{a}200\234$ They $\hat{a}200\231$ re asking us to help fight apartheid, to help free Mandela. He $\hat{a}200\231$ s a symbol, a hero like Martin Luther King, he $\hat{a}200\231$ s been

over there flghtmg for his rlghts $^{\sim}$ $^{\sim}200\234I$ think what everybody $^{\sim}200\231s$ doing, coming together like this, George Michael, Phil Collins, that unity, $^{\sim}1t^{\sim}200\231s$ like Woodstock. $^{\sim}200\235$

The Fat Boys have even come up with a special rap for the occasion: $- \hat{a}200234We\hat{a}200231re$ on our way to Wembley

to break on your policies;

Apartheid is chains, mJustlceand fallacies!

The world is watchinâ\200\231, \hat{a} \200\230Botha! Youâ\200\231reanillinâ\200\231 fella!:

But you better know what time it is! Free Mandela!â\200\235â\200\231

 ${\hat a}\200\234$ It ${\hat a}\200\231$ s definitely a political concert said Kerr. ${\hat a}\200\234$ Eighty thousand

peoplesaying noto apartheid. $a\200\234$ The last thing I wanna see there

 $\hat{a}\200\230$ is some kind of bloodbath, $\hat{a}\200\235$ Kerr

added. $\hat{a}\200\234I'm$ very much a pacifist. It $\hat{a}\200\231s$ such a kind of Rubik $\hat{a}\200\231s$

Cube, this situation there. But I also feel that until thereâ\200\231s freedom for Mandela thereâ\200\231s no chance for

peace.â\200\235

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 $^\prime$ MOSCOWâ\200\224The United States and the Soviet Union favour a target date of September 29 this year for settling the problem of Angola and South West Africa, a senior U S official said yesterday.

The official said this emerged from lengthy talks between US Assistant Secretary of State Chester Crocker and Soviet Deputy Foreign Minister Anatoly Adamishin during the Moscow summit.

â\200\230The two sides here were able to indicate their support for establishing September 29, 1988 ... as a target for resolving outstanding differences, said the official who did not wish to be identified.

The date is the 10th anniversary of United Nations Security Council Resolution 435, which called for independence for South West Africa.

The official said there had

been significant new momentum in tackling the Angola-South West Africa problem in recent months. Early last month, Dr Crocker chaired a meeting in Lon-. don of Angolan, South

African; Cuban and U S officials, the first time the four parties had sat down together since the civil war broke out.

1t was followed later in May by Angolan-South African talks in the Congo capital of Brazzaville.

The projected deal would also involve the withdrawal from Angola of South African troops fighting alongside the rebel Unita movement.

The official said the superpowers were agreed that there should be an early follow-up meeting.

 $\hat{a}\200\230 \ \hat{A}\$ i i i $\hat{a}\200\230$ Facilitator $\hat{a}\200\231$ Although the Soviet Union does not take part in the talks, it supplies the weapons used by the Angolans and Cubans, and Dr Crocker has met Mr Adamishin several times in recent months to discuss

" the southern Africa situation.

Officials say the main outstanding problem is a timetable for Cuban withdrawal.

Simon Barber reports from Washington that the Reagan

Administration is prepared to consider new economic pressure on South Africa if it concludes Pretoria is stalling on an Angola settlement, according to Commonwealth eminent person Gen Olusegun Obasanjo.

The former Nigerian leader, who says he has been acting as a â\200\230facilitatorâ\200\231 in the negotiations, is also convinced that unless a deal is struck by July, â\200\230then we will have to forget it for now ... and look to the next Administrationâ\200\231.

In an interview with Africa Report, a publication of the

African-American Institute, Gen Obasanjo said the Cubans had agreed to pull out definitely within a specific period providing Resolution

435 was implemented and the | withdrawal of S A troops from

Angola took place.

. However, he was $\hat{a}\200\230$ very pes-' simistic $\hat{a}\200\231$ about the prospects

of a settlement $a\200\230$ because we are dealing with a group ot', people (S A) who can only be moved by superior power or

" real danger to their exist-

ence

laâ\200\231

Zambian President Kenneth Kaunda told a news conference in Lusaka that South |
Africa had been forced to the
negotiating table by military |

defeat in Angola and pressure from the superpower leaders for peace in southern Africa. C

He said South Afnca 's parfour-way peace

tlclpatlon uâ\200\231i

lks in early May involving Angola, Cuba and the U'S indicated that the situation in southern Africa was changing for the better. â\200\224 (Sapa-

¢ Reuter)

COMMENT .

BUBNESR DAY

; '" Angolan cbessq\

ORE than a decade has Passed since the Soviet

Union, using Brazzaville as

a staging post for long-range Projection of its power, intervened to install the communist MPLA as government of Angola. The United States, enfeebled by defeat in Vietnam, made an inept and unsuccessful attempt to install its own client,

 $\hat{a}\200\230a$ playboy revolutionary called Holden Roberto, and then switched $\hat{a}\200\230to$ half-hearted support of Unita. The use of Cubans and South Africans as surrogate forces merely emphasises that both contestants were willing to employ any means

 $a\200\230$ to-achieve their aims; the Russians

. Were simply more determined, and clearer in their oObjectives.

From that sequence of events $a\200\224$ g clash of Great Power interests won by the Soviet Union $a\200\224$ the entire

Angolan tragedy has Sprung. Probably Angolaâ\200\231s fortunes, like Mozam-

bique \hat{a} 200\231s, are now irretrievable. The

~ destruction of raj] routes, industrial

plant, infrastructure, small towns,

and educational facilities js more

easily achieved than the recon-

 $\tilde{\ }$ struction of those facilities. The cir- | cumstances of Angolaâ\200\231s birth have condemned that nation to Third World darkness-for as far ahead as

anybody can see, It therefore be-

hoves the Great Powers, if only for pity \hat{a} 200\231s sake, to try as they are now doing to bring to an en the conflict.

More will be required than good intentions, however, to close that particular Pandoraâ\200\231s box. Unita,

Supported from the south by South Africa, is now supported from Zaire (as was Holden Roberto) by the

oot [ey

United States, and today it is the Soviet Union which is enfeebled by its neo-colonial experience in Af-

istan, as the Americans were

in Vietnam. It is difficult to see any

 $a\200\230$ solution that does not depend cru-

cially on an agreement between Unita and MPLA. s Besides, the surrogates of 1975 have got out of hand. Cuban forces are said to be driving southward in great strength, though we have yet to see evidence of it, and South Africa has indicated that it will not pull its own forces back SO long as the Cubans remain a threat. Hence, a second layer of agreement involying Cuba and Soyth Africa is now necessary to achidve peace in Angola, and this in raises the question of Namibia. -According to reports Ondon, Neil van Heerden, directorgeneral of Foreign Affairs, told the two-day Angola conference there

- that South Africa stood by every

word of UN resolution 435 which Provides for a ceasefire in Angola and for UN-supervised elections in Namibia. If so, there exists a power-

ful inqentive for the Soviets and the

try to overcome South Africaâ\200\231s legitimate concern that Swapo will pre-empt the outcome of those elections by force or by intimidation through the threat of force. :

If Namibia is not to become a re-

_Tun of Angola 13 years ago, the

Great Powers must quash the idea that a well-armed, foreign-supportâ\200\224 : ed force of irregulars can seize control of any African country at the moment of its birth,

" Dear Sir,

Tutu for his stance on sanctions. Business Day self-righteously questions the lifestyle and income of the Archbishop of Cape Town and asks what mandate he has to call for sanctions and expresses concern for the unemployed.

We find the hypocrisy utterly disgusting. Where does Business Dayâ\200\231s sudden concern for the unemployed come from? They have never been concerned about the $e\tilde{A}\odot$; light of the millions of unemployed before. It is to hide their craven capitulation to apartheid that they now attack Tutu and not from any real humanitarian concern.:

Why do they not criticise the super-rich who fail to invest their profits in SA but rather salt their wealth away abroad to hedge their $\hat{A} \ll \text{ bets on the future of SA? It is their failure to invest in new production, factories and shops that is the real cause of the economic crisis in SA. As for disinvestment <math>\hat{a} \geq 00 \geq 24$ it is well established that most companies disinvesting from SA do so on the basis of their judgment of the political and economic future of SA.

They lack faith in the ability of the apartheid government to provide security for their investment. SA is a bad risk as far as they are concerned. This is not the fault of Tutu but of the agâ\200\230artheid system which, bg_ justifiably provoking resistance from the mass of oppressed, has rendered SA chronically unstable. -

While we might not agree with every statement made bi¬\201ru'gutu, the attacks now made upon him are utterly reprehensible. Tutuâ\200\231s undoubted moral courage is an inspiration

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to millions of South Africans in this difficult period. We welcome him as Chancellor of the University of the Western Cape and wish him well in his endeavours.

- 119 MEMBERS OF UWC STAFF Bellville

[This letter does not accurately reflect Business Dayâ\200\231s editorial position. $\hat{a}\200\224$ EDITOR.

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IT IS accepted that, to the extent
that sanctions are or become suc-
cessful, they hurt the black workers
in the first place â\200\224 people solidly
anti-qo
rnment. .
They hurt in the second place the
private-sector whites, 75% of whom
are anti-government. Many of these,
as a reaction to the Tutus and the
Kennedys, will in fact consider sup-
porting instead of opposing our gov-
ernment. \hat{a}\200\231
The group least affected by sanc-
ions is the public sector, and these
folk are solidly pro-government and
the real target of the sanctioneers.
This aspect of sanctions appears to
\hat{a}200\230have been neglected. What an irony.
CL KIDSON
5 Edenvale
RN
Dear Sir,
IT IS understandable that the Public
Servantsâ\200\231 Association should feel
obliged to endeavour to counter the
- mounting criticism of the Govern-
ment Pension Fund, in a editorial in
their PSA official journal (Business
\hat{a}200\230Day, May 10). In doing so, however,
SECTIONS of the media have onc : g
again attacked Archbishop Desmoanâ\200\230 utu S CGQu
hk
Γ
rage â\200\230an
LE
the writer reveals an astonishing na-
ivety on the basic principles of pen-
sion funding.
To claim that the \hat{a}200\234fund is solvent
and because the benefit payments
```

" are less than the current income,

Dear Sir, ::

there is nothing to worry about, \hat{a} 200\235 would send shivers down the spine of any pension actuary. Such reasoning can only be valid if one is operating a pay as you go scheme, on the assumption that government cannot go into liquidation: -=T

The fallacy of this policy is high-lighted in Dr Wassernaarâ\200\231s revealing book â\200\234En Route to Fairyland,â\200\235 where he cites the classic example of New York City where, in 1975, they were close to bankruptcy due to an accumulation of bloated pay rolls, unrealistic perks and pensions.

The major criticism directed at governmentâ\200\231s pension scheme is that the alarming amendments â\200\224 such as the buy-back provision, final salary definitions, gratuities and dispensin with the actuaries â\200\224 were dev and put into effect without public scrutiny or apg:oval by people having a definite beneficiary interest in the scheme. In the private sector this would be tantamount to allowing an

employee to write his own remu-

neration package. 4 ;
The present system needs to be revised to ensure that the public who foot the bill are ensured a measure of vigilance and control and that the

Insp

determination of terms or conditions of service of public or political office be totally removed from those that happen to have pecuniary interests in any way.

The present ludicrous proposal to rovide pensions for local councilors is a case in point. Small wonder

the frequent jibes that are directed at governmentâ\200\231s well-oiled gravy

train whose carrying capacity seems

to be unlimited.

Such situations have no place in a democratic society and can only exist due to public indifference and apathy.

ILK

Dear Sir,

I WAS not really surprised to read of the pathetic case of John Choeu, one

of the many black men who loyally

served SA during the Second World War. When the National Party government some 40 years ago took over they were by no means sympathetic, putting it mildy, to the principles on which the war was fougï¬\202t. Today the NP is more accommodating, but is still learning too slowly.

However the Choeu case rekindled a memory that has troubled me for many years. Just after the Second World War I was a junior clerk in the Rhodesian Department of Defence. My job was to sort out some thousands of war gratuity certificates, unclaimed by black soldiers whoâ\200\231d

fought for Rhodesia in theatres of

war, such as Burma.
I tentatively put the question to

irationâ\200\235

"~ Gillites

my seniors: $\hat{a}200\234$ Couldn $\hat{a}200\231$ t we try to trace the benefactors of the outstanding gratuities? $\hat{a}200\235$ No, I was told. Too difficult to trace them; burn the certificates. It wasn $\hat{a}200\231$ t true. An effort could have been made.

I think of a black sergeant-major, a man of fine stature with a couple of

- rows of $a\200\234$ gongs $a\200\235$ across his proud . chest having fought and won battle

honours in both First and Second World Wars. I canâ $200\231$ t remember his name now, but I wonder if he ever got a war gratuity.

It all makes me think of the late

 $\hat{a}\200\230$ Alan Paton $\hat{a}\200\231$ s book $\hat{a}\200\234$ Cry the Beloved

Countryâ\200\235.
: LP SMITH
Muizenberg
bt Mear Sir, .-~ 4
HOW much I appreciated T S Craw-

ford-Browneâ\200\231s letter (Business Day,

May 23). For too long now many

peOi¬ $\201$ le in our country have used

Archbishop Desmond Tutu as the . rest of the world uses SA $\hat{a}\200\224$ a salve

for their own consciences.

It is long past the time for the legislated evil of apartheid to be removed. Then, and only then, will the threat of sanctions be a thing of the

ast and we in SA can get on with the Job of making a better country for our children.

Incredibly, there is still a lot of food will among the people of our and, so let us build a new SA together for all, irrespective of colour, class or creed. Then the world will see that people of all races can live together in harmony and we will then be an example to all.

M L HARRIS (Mrs) â\200\230 Benmore IHE PROCESS of a\200\234creeping

foreign disengagement

from ownership of South

African mining shares has been underway for a sufficient number of years to suggest that a rapid reversal in this trend is unlikely.:

The appreciation of the rand over the past year or more, and the restoration of greater political stability and social calm in SA, have not helped to stem the disinvestment tide, although they might have slowed the pace of such foreign detachment.

It seems clear that not only the prospects for gold and the mining industry, but also foreign perspectives of the political, labour, social unrest and economic situation in SA will play a major role in formulating non-resident investor attitudes to South African mining shares.

: These $\hat{a}\200\234$ risk $\hat{a}\200\235$ factors that have be-

come attached to the normal investment criteria applicable to equity holdings have to be weighed up by individual investors or fund manag-

ers when assessing the merits of

South African mining shares.

Such opinions are likely to vary widely, but the fact that foreign investors still held some 24% of the total issued share capital of South African mining shares (and 26% of gold shares) at the end of 1987 indicates that many foreign investors remain optimistic about the prospects for SA and its mining industry.

The rising pressure for compulsory disinvestment from SA \hat{a} 200\224 par-

' ticularly in the US â\200\224 does, however,

raise the prospect that many foreign investors might be forced to disenga%e from SA.

he compounding efforts to promote legislation in the US to enforce sanctions (including disinvestment) on SA culminated during October 1986 in the passing of the Compreâ\200\230hensive Anti-Apartheid Act. The Act

did not force disinvestment, but did preclude any new investment by US citizens in SA. $\hat{a}\200\230$

total US s

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SA could absorb ell-ou of mining shar

Foreign holdings of South African mining shares are dropping steadily.

What would happen if Americans in particular were forced to sell all

their SA shares? MIKE BROWN and HELEN COOPER examine the issue in this extract from a Davis Borkum Hare study

Any new mining shares issued after October 2, 1986, could not be held by US citizens, but shares in mining companies issued before this

date could be freely held and traded.

Currently bein; brought before Congress are the $a\200\234$ Dellums $a\200\235$ Bill (in the House of Representatives) and the $a\200\234$ Cranston $a\200\235$ Bill (before the Senate). The Bills are largely identical and seek to prohibit US investments in SA. The Dellums Bill provides as follows:

 $\hat{a}\200\234A$ US person may not, directly or through a foreign affiliate of that US person, make or hold any investment in SA. $\hat{a}\200\235$ The definitions make it clear that South African equities are incorporated in the orbit of the Bill.

There is no certainty that the Bills would be passed by Congress in this or future sessions, or that the provisions could not be substantially altered in their passage through the US legislature. -

However, the issue of $a\200\234$ compulso

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disengagementâ\200\235 from South African
il Total foreign ownership
of South African
9 gold mining shares
£ s Percentage of
3g | 37.7 [ 384
36+
34+
32
30+
28+
26+
24
shares in issue
78 79 80 81 82 83
40,0
318
В4
30,2
ï¬\201 2&.0
84 85 86
R S O O AT RS
Graphic: FIONA KRISCH Source: DAVIS BORKUM HARE
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equity investment by all \hat{a}\200\234US resi-
dents, nationals, partnerships, corpo-
rations, or other entities organised
under the laws of the US, plus foreign
affiliates controlled b{ a US person, \hat{a}\200\235
according to the Dellums Bill ter-
minology, does seem to be on the roll.
The possibility of further enforced
reductions in foreign holdings of SA
mining shares cannot therefore be
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precluded. Threats of such compul-

sion could also lead to the erosion of US and other American Deposito: Rtgccil;pt (ADR) holdings in suc s i

US and/or ADR holders retain 14,2% of the total market capitalisation of South African mining shares, worth some R14,27bn or US\$4,6bn (at the end of 1987 financial rand rate). The major portion of US holdings are concentrated in gold shares, worth R10,0bn or US\$3,2bn.

Expressed in different terms, an enforced â\200\234fire saleâ\200\235 of US holdings in South African mining shares would only involve a sizeable but nonetheless a minority stake in the market. Also, the present capital of US\$4,6bn involved would very likely be realisable at a lower figure because of the pr;)ib;ble fa}il in th:d fifnancial rand â\200\224 which was desi, or the of absorbing sugcllln shocks. i

The probable effects of total US disinvestment could include:

0 A one-off disruption of the price of \hat{A}° South African mining shares as the

US $a\200\234$ minority stake $a\200\235$ in the industry is absorbed at bargain prices;

O The shares involved are already issued capital, so there would be no direct impact on the South African mining industry. The Comprehensive Anti-Apartheid Act of 1986 already prohibits fresh US investment in SA, so there would be no change in the status quo relating to the mining industryâ\200\231s capacity to raise net foreign capital;

The financial rand mechanism enables non-residents to disinvest publicl}â\200\230_'l without any net foreign capital outflow. Accordingly, there would be no shocks to the South African capital account or foreign currency reserves. On the other hand, the financial rand â\200\234poolâ\200\235 would expand by the extent of US sales of South African mining shares, which could enhance the tradeability and liquidity of the currency; and

O Any negative employment effects which might arise from US disinvestment might be expected to impact predominantly on the black population group, which accounts for about

90% of the labour force on South African gold and platinum mines. At stake here are some 500 000 jobs, of which 20%, or 100 000, are migratory workers from neighbouring territories in Southern Africa.

The enforced disinvestment by US citizens of holdings in South African mining shares is by no means certain and, to date, little threat of compulsive disinvestment seems apparent in the UK and Europe.

Cautious investors wishing to avoid the disruptive influence of potential further foreign disengagement from South African mining equities might, however, be attracted to mining shares with minimal foreign ownership.

Two categories of shares \hat{a} 200\224 new mines and mining houses \hat{a} 200\224 tend to fall under this description and these companies could provide some degree of \hat{a} 200\234sanction-hedge \hat{a} 200\235 for cautious investors. :