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FM THE SITUATION ROOM
TO LORD FOR DR. KISSINGER
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TO BE DELIVERED UPON ARRIVAL AT THE PLANE

AUGUST 1. 1972

MEMORANDUM FOR MR. KISSINGER

FROM:

THE SITUATION ROOM

SUBJECT

MORNING NEVS SUMMARY

SENATOR EAGLETON'S WITHDRAWAL AS THE DEMOCRATIC VICE PRESIDENTIAL NOMINEE HEADLINES ALL THREE NEWSPAPERS.

THE VASHINGTON POST

A \$25,800 CASHIFR'S CHECK APPARENTLY EAR-MARKED FOR PRESIDENT NIXON'S RE-ELECTION CAMPAIGN WAS DEPOSITED IN THE ACCOUNT OF BERNARD L. BARKER, ONE OF THE SUSPECTS IN THE BREAK-IN OF THE DEMOCRATIC NATIONAL HEADGUARTERS. THE CHECK WAS MADE OUT BY KENNETH H. DAHLBERG. THE PRESIDENT'S CAMPAIGN FINANCE CHAIRMAN FOR THE MIDWEST. DAHLBERG NOR CLARK MAC GREGOR COULD OFFER AN EXPLANATION OF HOW THE MONEY GOT INTO THE ACCOUNT OF THE REAL ESTATE FIRM OWNED BY BARKER. (A-1)

THERE WAS LITTLE HOPE FOR AN EARLY END TO THE BRITISH DOCK STRIKE TODAY AS THE PORT EMPLOYERS AND UNION LEADERS DECIDED AGAINST ANY IMMEDIATE CONCESSIONS TO THE STRIKING LONGSHOREMEN. THE STRIKE HAS STRANDED 500 TO 600 SHIPS AT BRITISH PORTS. PRIME MINISTER HEATH IS SCHEDULED TO DISCUSS THE CRISIS TODAY WITH THE LEADERS OF THE TRADE UNION CONGRESS. (A-12)

IN AN FDITORIAL MARKING THE 45TH ANNIVERSARY OF THE ARMY OF THE PFOPLE'S PEPUBLIC OF CHINA HAS FAILED TO MENTION ANY REFERENCE TO THE INDOCHINA WAR AND LITTLE ON THE UNITED STATES AND THE SOVIET UNION. THIS YEAR'S EDITORIAL WAS DEVOTED TO THE ARMY'S RELATIONSHIP TO THE CHINESE COMMUNIST PARTY AND THE CHINESE PROPLE. CHINA DELCARED THAT NO CONSPIRATOR CAN EVER SUCCEED IN UNDERWINING THE ARMY'S LOYALTY TO THE CHINESE COMMUNIST PARTY. NO SPECIFIC REFERENCE WAS MADE TO FORMER VICE CHAIRMAN LIN PIAG. (A-12)

THE BALTIMORE SUN

THE BRITISH ARMY. MOVING IN OVERWHELMING STRENGTH. CONVERTED THE LONG TROUBLED CITY OF LONDONDERRY INTO A FULLY BRITISH-OCCUPIED

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TERPITORY TODAY. THE BRITISH ARMY SEIZED CONTROL OF VIRTUALLY ALL THE CENTERS OF RESISTANCE IN NORTHERN IRELAND. (A-1)

FROM BONN. GERHARD SCHROEDER. A MEMBER OF THE OPPOSITION CHRISTIAN DEMOCRATIC PARTY. REPORTED YESTERDAY THAT PEKING WAS READY TO ESTABLISH DIPLOMATIC RELATIONS WITH VEST GERMANY. (A-4)

RICHARD VILSON'S EDITORIAL CITES THE POSSIBILITY OF A BREAKTHROUGH IN VIETNAM NEGOTIATIONS BY SEPTEMBER. (A-11)

THE NEW YORK TIMES

FROM MOSCOW, HEDRICK SMITH REPORTS THAT DIFFERENCES OVER SOVIET REPAYMENT OF A WORLD WAR II LEND-LEASE DEBT HAVE PREVENTED SECRETARY PETERSON AND TOP-LEVEL SOVIET OFFICIALS FROM REACHING AN OVERALL SOVIET-U.S. TRADE AGREEMENT. (A-1)

THE RE-SHUFFLE OF THE GREEK CABINET SEEMS TO HAVE A STRONG MILITARY FLAVOR TO IT. PREMIER PAPADOPOULOS ASSIGNED TEN POSTS TO NEW MEN. ALL FORMERLY IN THE MILITARY. (A-3)

FROM SECUL. SOUTH KORFAN OFFICIALS ARE OPTIMISTIC ABOUT THE RECENT AGREEMENT BETWEEN SECUL AND PYONGYANG. BUT EMPHASIZED THAT PROGRESS BETWEEN THE TWO COUNTRIES BE MADE WITH CAREFUL STAGES AND TO STAY PREPARED FOR THE WORST. A SOUTH KOREAN OF-FICIAL WAS QUOTED AS SAYING "MUTUAL TRUST IS NOT YET ESTABLISHED." (A-4)

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