ECONOMY

Fri, aug. 20-71.

The State of the nation's economy - still topic A.today. With the White House etarting to get tongh: ordering a ban on all government purchases from firmer firms that raised their prices in violation of the President's economic freeze. Administration officials adding that such purchases - amount to bar about one hundred Million a year; if it ever that could be a bif comes to a test of strength - to muscle.

AUSTIN FOLLOW ECONOMY

Reverse side = Governor Smith of Texas wewf ahead carrying through today with his threat to defy the wage price freeze; ordering the payment of long scheduled pay raises -- to more than a hundred and thirty thousand Texas teachers and other state employees. This - said he - is accordance with his oath to uphold State law.

Smith adding: "I am in sympathy with the President's effort to curb inflation. But I don't believe he has the authority - to just void a law AUSTIN

All of which **kars now** raises the threat of **faded** federal legal **as** action- "to insure compliance" with the President's directives."

WASHINGTON FOLLOW AUSTIN

Meanwhile, Administration officials were suggesting a possible speedy end - to the new ten percent surtax on foreign goods; but not before a satisfactory revaluation axaa kinaana xaa xaa tif xa xaa tifax xoo of all free world currency; motion which could take - a little time. fail Indeed, the European Common market to agree today on a common exchange rate. It's six members deciding that each will go it alone when the continent's major money markets again open on Monday.

Washongton again - another parole hearing for ex-teamster President Jimmy Hoffa - but again -- the verdict was no -- the parole board further ruling that Hoffa's case cannot be heard again -- at least until June of next year. SAIGON

Half - world away In South Vietnam theres a state of political confusion tonight; caused by "Big Min," "Big Min" the withdrawal of retired general Duong Van Minh -- from that country's forthcoming Presidential election. The famea "Big Man" - charging the race had been rigged. Leaving incumbent President Thieu -- the sole candidate. As for US reaction -- a statement from the US Embassy in Saigon - saying: "We regret that General Minh - has withdrawn as a candidate for the Presidency." But adding: "Beyond that -

we have no further comment."

FIGHTING FOLLOW SAIGON

In the meantime - a continuation of the WO'Ve resurgent fighting the near the D M Z; with enemy gunners - the shelling five South Vietnamese border outposts; also, shooting down - three U S helicopters. This in spite of a series of saturation raids - by big U S B-52s.

FORT MCPHERSON

Here at home - at Fort McPherson, Georgia the life sentence of Army Lieutenant William Calley - was reducted today to a term of twenty years in prison. This by order of Lieutenant General Albert Connor -- commander of the third Army; who said he based his action - on a "consideration" of all the evidence" - the recommendation of his legal staff" - also, defense rebuttal.

> Lieutenant Lieutenant Lieutente, Calley - who was convicted - as you

know in that the My Lai incident - would thus be eligible for parole in six years. Observers noting however, that Calley's case is still subject to further review. by higher bodtes. Indeed, President Nixon has already said - it will be he who renders the final statement. So what's to come

we'll just have to wait and see.

DAMASCUS

In the Middle **test** East - Damascus - the leaders of Egypt, Syria and Lybia **next** signed a joint constitution today; thereby forming - on paper at least - a new federation of Arab Republics. In the words of its chief spokesman - Syrian Vice This is President Mahmoud Ayyoubi: "Our answer to Israeli aggression."

At the same time, Arab sources in Cairo WEAR reacting strongly to a statement yesterday by Israeli Defense Minister Moshe Dayan. The latter you may recall - urging Israel to annex for all time, captured Arab territories - if there is no peace; The word from Cairo is that any but the Arabs saying - such a move would lead to an immediate renewal of hostilities.

In any count, Israeli Premier Golda Meir

the Dayan statement. In effect, observing that Moshe Dayan was speaking solely for Moshe Dayan.

CRANWELL

At Britain's Cranwell flying base -- the golden eagle gets his wings. Golden Eaglethe British code name for Prince Charles - heir apparent to the British Throne, who was graduated today -- from the Cranwell trainingprogram. Prince Charles receiving the wings - of a qualified royal Air Force pilot - showing becoming automatically the R A F's foremost airman; succeeding in that role - his father, Prince Philips who was looking on proudly. Invidentally it was Prince Philip - who flew the royal plane down to Cranwell today; but flying back - yep; Prince Charles.

PORTLAND

Portland, Oregon - a case of alleged inter-state transportion of stolen goods. Defendants Kenneth White and immunic Jamie Alexander found guilty as charged. The stolen goods they seventeen transported across state lines - Lemmany, thousand eight hundred and fifty sets of false teeth. Which many netted them each - a sentence of four years in prison. That for a truck load of false teeth Now if we could just get the could load of

Warren, som then we'd really be in shape.

SISTINE CHAPEL

comes From the Vatican in Rome a story of young love. Pretty Erna Bergan and handsome Urbano Escelmans - a pair of visiting Belgians -but touring the Sistine chapel in separate groups; in love they spotted each other - and fell instantly. Main That was last year. This year after a courtship back home - Erna and Urbano returning to the Sistine Chapel; where they x**consecr**ated their love -- and then in a nearyby were married, **neax**, parish church. The couple vowing - they'll be coming back again; maybe next time - to look at the chapel. Infol - Monday.