The Nixon administration has partially
lifted the strict ban on trade with Communist China a ban imposed Nineteen years ago shortly after Haole Communist take-over on the mainland. This is an effort to open the door to improve relations with Peking. Under the new policy - announced by the State Departee; direct trade between $U S$ and China is still prohibited, restrictions on private industry are eased in two ways:- First, foreign subsidiaries of American firms can trade nonstrategic goods with China. This means, for example, Red China can buy American trucks manors manufactured abroad. And second, American firms - particularly those with branches overseas are now allowed to trade with Red China in third country markets,- Hong long for instance.

## Leaders from fourteen Arablnations and

 the Palestine Liberation organization are ready for a summit conference tomorrow at Rabat, Morocco. Among other things, they plan to discuss the best ways to marshal their resources for what they consider an inevitable showdown with Israel. American policyin the mideast also discuss at the three day conference at Rabat's Hilton Hotel.

General Moshed Dayan says Israel's latest
commando raid into Egyptian territory was in retaliation for increased military action by Egyptian forces along the Suez Canal. The Is raeli commandos crossed the canal and penetrated eighteen miles - launching a rocket attack against an Egyptian camp West of El Galah.

Five U S warships of the Sixth Fleet dropped anchor in the harbor at Izmir, Turkey today -- and within hours there was trouble. The first party of sailors to come ashore was attacked by a hundred or more anti-American demonstrators -- driving the sailors back to their ships under a shower of stones. For the next fifteen minutes police battled sax several hundred demonstrators on the Quay - right in front of Izmir's Nato headquarters. None of the American sailors were reported seriously injured. Bax Police rounded up
alk at least one hundred demonstrators.

A Vet Cong radio broadcast claims that

Communist troops have made "deals" with the elements
of three South Vietnamese army divisions -- the deal
being to avoid combat with each other. However, the

Saigon military command dismissed the broadcast
report as"completely false". "A very beautiful imaginary"
story said one spokesman. $\mathbb{T}_{\text {American sources in Saigon }}$
say the heavy Communist casualties and progress in the

Vietnamizing program are forcing Hanoi to "rethink"
its war strategy. A power struggle over this
is reported in the North Vietnamese capital. word of this
$\wedge^{c} a m e$ as American and South Vietnamese forces braced
for possible attacks by enemy troops over the weekend;this allying with
twat two important anniversaries on the communist
calendar.
A tax bill, carefully waked ont
of avoiding a presidential veto - was approved today
by House and Senate negotiators. By stages, it would
raise the income tax personal exemption from six hundred dollars to seven-hundred-fifty by Nineteen-Seventy-Three.

The measure also incorporates many other changes and revisions in the tax structure, Including Social

Security increases, tax reductions and reforms affecting millions of Americans. The compromise bill is expected to go before both House and Senate on Monday - and sent to President Nixon before Christmas.

It looks as though

> for

His name Wall Street has found a Santa claus. Arthur Burns, new
the Federal Reserve chairman. report he
made yesterday before a Senate Committee on possible tight money relaxation, sparked an improsouv rallystock market, and, the upsurge continued today with the Dow Jones average gaining more than six points.

AIR RACE

A fleet of light racing planes are competing in
another
Quatralia,
London-to-Sydney, air race - and one - an
down in
Australian plane is reported the Rhone Valley,
in France. A search for the missing craft and its
today was
two pilots, hampered by fog and snowstorm. The

Rhone Valley region is known for treacherous
currents- there alongside. air the Alps.
in the race
Forty-two of the planes have checked through to Athens

- the first of seven compulsory stops on the twelve
- $1 / 2$ way round the world -
thousand mile route. Bad weather and some mechanical
problems are delaying of the planer. F One hundred twenty thousand dollars in prize money will be distributed among the planes clocking the fastest times in the race

5 which commemorate ${ }^{5}$ the fiftieth anniversary of the first
flight from England to Australia, the race won by Capt. Sir Rosa 5 mitt and 3 companions,

## HI JACKS

> For the sixty-first time this year - an airliner was hi-jacked -- this time a Chilean jet with eighty-four persons aboard. A young manarmed with a pistol and a knife - and wearing a stick of dynamite in his belt -forced the pilot to fly the plane to Havana where it landed safely after three refueling stops on a flight from Santiago, Chile.

KISS IN

The San Francisco financial district has seen all kinds of demonstrations in recent weeks - and now it has the "Xis s-In". A local avant garda art group, sponsored the Kiss In, hoping it would create as they putt, "a ripple of public osculation and generally good vibrations." At one minute past noon, ten young couples were seen embracing in long, lingering kisses on ten different street corners. One couple, paused long enough to wish a passerby -. "Merry kissmas., Yarreaction to that, Warren? Your vibrations?

> Perhaps Saint Boniface - in Germany back
in the Eighth Century didn't fully grasp the long range commercial possibilities of his action when he dedicated
the fur tree to the Christ Child. Not only did Boniface establish the $\underset{\sim}{\sim}$ as the standard christmas for for Christian nations around the world, he also set the stage for what has become a multi-million dollar business with a sales year that lasts only a couple of weeks. Even though artificial trees - which can be stored and used again - have made some inroads into the business, the sale of real trees is booming this Christmas. Fortyare
five million expected to be sold in Yule Sixty-Nine at retail profit of one hundred sixty million dollars.

