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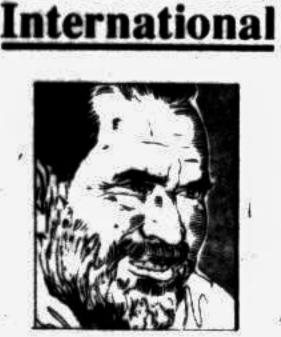
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DHAKA MONDAY JUNE 3,1991

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-Inside today -



Prime Minister Chandra Shekhar has ruled out any immediate possibility of a major realignment of potitical forces in India Page 5

Article

Our Economic Editor Moazzem Hossain discusses the complex issue of bank credit and defaulters Page 4

Metropolitan



Orașa Ali finds Dhaka a better place for raising a family. "In Bangkok children are adults by the time they are teenagers," she says Page 3

> **Feature** Health

The pharmaceutical industry has gone more for profit and less for health Page 6

Sport

League Champion Abahani KC defeated Calcutta Mohammedans to move into BTC Club Cup semi-finals Page 7

NEWS BRIEFS

Mustafiz arrested

By Staff Correspondent Mustafizur Rahman, the

brother-in-law of former President H. M. Ershad was arrested Saturday night from his cantonment residence. He was detained under Special Power Act and sent to Dhaka Central Jail, according to police

Hasina leaves for Singapore today By Staff Correspondent

The chairperson of Awami League and Leader of the Opposition at the Jatiya Sangsad, Sheikh Hasina leaves for Singapore today (Monday) for medical treatment, according to a press release. Sheikh Hasina has been suffering from ulcerative colitis and low blood pressure for the last few days.

Judgement on WB award stayed

The Appellate Division of the Supreme Court Sunday stayed for stx-week the judgement of the High Court Division given on May 30 on implementation of the Wage Board award for the Journalists and employees of the newspapers and news agencies, reports BSS.

Kuwait's polls next year

KUWAIT CITY, June 2: Kuwait's Emir announced Sunday that parliamentary elections would be held in October 1992, but the opposition said 16 months was too long to wait and demanded an earlier vote, reports AP.

Quake rocks western Nepal

KATMANDU, June 2: An earthquake of moderate intensity rocked western Nepal Sunday, officials said.

Barisal, Bhola, Patuakhali, Noakhali, Feni, Ctg affected

Extensive damage to crops, dwellings as cyclone hits

By Staff Correspondent

The cyclone which crossed the Meghna estuary early Sunday caused extensive damage to standing crops and thatched houses. But there was no immediate report of casual-

The maximum wind speed of the cyclone ranged from 75 kilometres per hour (KPH) in Patuakhali to 110 KPH in inittagong.

It lashed the coastal areas of Barisal, Bhola, Patuakhali, Noakhali, Feni and Chittagong districts and was coupled with a three-to-six-foot high tidal

According to reports reaching Dhaka the tidal surge caused further damage to coastal embankments already damaged by the April 29 cyclone. Low-lying areas of the coastal districts, their offshore islands and chars were

The cyclone which ushered in the monsoon caused extensive rainfall all over Bangladesh. Rajshahi recorded the highest (213 millimetres) followed by 97 mm in Sylhet, 48 mm in Srimangal and 47

inundated.

mm in Feni, Met office said. Meanwhile, the cyclone weakened into a land depression after crossing the Meghna estuary Sunday morning and moved in a north-easternly direction. By the evening it moved on to Asam weakening into a low. Under its influence rainfall was continuing all

evening. When contacted over telephone Sunday afternoon, administration sources of the coastal districts told the Daily Star that they did not receive

over Bangladesh till last

reports of any casualties and that the people living in the coastal belt and off-shore islands had been shifted earlier to safer places.

In many areas, devastated by April 29 cyclone, residents voluntarily moved to shelters or places considered safe from the surge.

However, district administrations and other sources said that the surge caused extensive damage to standing crops while the storm destroyed a large number of kutcha See Page 10 Col. 1

BCL students go on

rampage, set fire to 8 vehicles

By DU Correspondent

Panic gripped the Dhaka University campus Sunday afternoon when agitated Chhatra League (S-A) activists went on rampage protesting arrest of two of their fellow party members

The unruly students set ablaze at least eight vehicles including one belonging to the Dhaka University and damaged several others in and around the campus.

Shisir and Guddu, two leaders of Chhatra League (S-A). were arrested by plain clothes policemen from the Armanitola area of the city in the small hours of Sunday. When contacted, police said they were in Ramna police custody but did not disclose the reason for the arrest. No case was however filed against them, police said.

Witnesses said, the Chhatra League workers from Jahurul Huq Hall brought out a militant procession at 3.30 pm to protest the arrest of their fellow workers. The processionists became violent when they reached Plassy crossing. They started pelting stones at vehicles and setting them ablaze on the roads from Plassy to the Rokeya Hall via the Central Shaheed Minar. They burnt two vehicles at Plassy, one private car near Jagannath Hall, two scooters in front of the Shaheed Minar, one private car each near the British Council and Jahurul Huq Hall and a Dhaka University pick-up

See Page 10 Col. 2

Aid may rise to \$2.5 b Star Economic Report Finance and Planning Minister M Saifur Rahman said in Dhaka on Sunday that the Paris Aid Consortium demonstrated

"a greater trust and confidence" in the democratic government for promotion 'sustainable' development by pledging 2.3 billion dollars external assistance for 1991-

The pledged amount is 28 per cent higher than the last year's and may finally touch 2.5 billion dollar mark when Japan makes its pledge on completion of its budgetary formalities, he added. Annual aid commitments by Japan aver aged 300 million dollars, he pointed out.

The Finance Minister assessed the outcome of the just-concluded meeting of the

High-powered Saudi team arrives Thursday

A six-member high-powered Saudi delegation arrives here Thursday to identify areas of cooperation in combatting recurrence of natural calamities in Bangladesh, reports

The visit comes as a follow up of discussions between King Fahd Bin Abdul Aziz and Prime Minister Begum Khaleda Zia during her recent three-nation trip to the Gulf.

The Saudi monarch assured Begum Zia of his country's all possible help to long and short term rehabilitation and recon struction programmes to fight natural hazards including cyclone and flood.

Govt firm to uproot terrorism from campus: Khaleda

By Staff Correspondent

Govt enjoys trust of donors: Saifur

Prime Minister Begum Khaleda Zia said on Sunday the Government was determined to uproot terrorism and maintain peace in educational insti-

Inaugurating the central programme of the Education Week 1991 at the Shilpakala Academy auditorium she said that from now on the government or the law enforcing agencies would not be silent spectators during clashes or terrorist activities on the cam-

Education Minister Dr Badruddoza Chowdhury, State Minister for Education Principal Md Yunus Khan, Education Secretary A N M Yusuf and

joint secretary Nuruddin Mahmud Kamal, also spoke on the occasion.

Begum Zia called for open exchange of views to check copying in examinations, terrorism and other problems of the campus.

She said that the government wanted to ensure the right to education to all and make it universal instead of keeping it a monopoly of a handful of people. Late president Ziaur Rahman had introduced mass education keeping this in view, she recalled. Only an educated nation could safeguard independence and consolidate democracy, she ob-See Page 10 Col. 6

Aid Consortium with a very en-

couraging note a press confer-

ence held at the auditorium of

National Economic Council

(NEC) Bhaban at Sher-e-Bangla

nity "has strongly commended

the efforts of the representa-

tive Government to enforce

budgetary discipline, restrain

growth of unproductive ex-

penditure, increase develop-

ment spending and improve

overall economic management.

The credit and monetary sit-

uation is also under control,

the donors noted. Besides, the

post cyclone disaster manage-

ment was appreciated by the

pledged 2.3 billion dollar, Sai-

fur Rahman said it included

1366 million dollar project

aid, 543 million dollar com-

modity aid, 208 million dollar

food aid and 108 million dollar

technical assistance. Besides,

75 million dollar aid has been

pledged for development activ-

ities by non-governmental or

ganisations (NGOs) and others.

members took a strong note of

additional funding require-

ments for Bangladesh for the

post-cyclone reconstruction

and rehabilitation needs. Some

additional funds will be coming

for this after the mid-July UN-

sponsored meeting in Geneva

which will consider the report

of a joint task force, compris-

ing officials of the United Na-

tions, the World Bank and the

Government of Bangladesh, he

that the Paris Aid Club meeting

this year was held in a very

congenial environment with a

strong mutual trust between

See Page 10 Col. 1

The Finance Minister stated

added.

He noted that the Aid Club

Giving a breakup of the

Aid Club, the minister added.

He said, the donor commu-

LONELY, WET AND COLD: This fledgling perched on a bamboo stalk weathered the rains and gusts of wind yesterday without budging on inch. Perhaps it just had no other choice. - Star photo

Rains paralyse city life

By Staff Correspondent

by cyclone that hit the coastal districts paralysed life in Dhaka city on Sunday. It started raining from Saturday afternoon and continued till 2 pm on Sunday.

hours ending at 6 pm on Sunday.

The sky became clear by

Some low-lying areas like Nimtali, Bashabo, Goran and Shantinagar experienced se-

Appellate Division rejects

The Appellate Division of the Supreme Court yesterday (Sunday) dismissed Ershad's petition against the judgement of the High Court Division

May 22 discharged the Rule on the Deputy Commissioner, which was issued asking him Special Tribunal.

in the Appellate Division.

fence and the State lawyers yesterday morning the four-Judge Appellate Division unan-

See Page 10 Col. 7

CU classrooms

CHITTAGONG, June 2: Stuversity could not attend their

The strike was earlier called by Shibir dominated "Sammilita Chhatra Oikkya Parishad" demanding resignation of Vice-Chancellor Prof. Alamgir Mohammad Strajud-

Again today, they called for

Rama Rao arrested

Rama Rao to hospital on the advice of doctors, his followers, insisted that he be arrested, the Director General of Police, Prabhakar Rao said.

Following this police arrested him and removed him to the Nizam Institute of Med-

Official industrial statistics misleading, says MCCI

Vehicles set on fire by students of Chhatra League (S-A) who went on rampage on the DU

campus yesterday in protest against arrest of two of their leaders. -Star photo

Star Economic Report

The share of manufacturing sector in the country's Gross Domestic Product(GDP) is 16 per cent, almost double of what the official estimates

This is revealed by the justcompleted Bangladesh Manufacturing Industries Survey (BMIS) by Metropolitan Chamber of Commerce and Industry (MCCI).

The GDP is the aggregate value of goods and services

produced in the economy The MCCI survey report reveals "very starkly serious weaknesses of industrial statistics" as generated by **Bangladesh Bureau of Statistics** (BBS), a government agency.

closed ranks after weathering

The weaknesses are in areas of under-coverage, delays in reporting (time lag), inaccuracy and unreliability, the report

The chamber entrusted the task of conducting the survey team of leading economists and statisticians who worked for more than a years to prepare the report.

A comprehensive report on the MCCI survey was handed over to Minister of Industries Shamsul Islam Khan on Sunday by the functionaries of the chamber. The survey was sponsored by the MCCI at the instance of the government to bridge the data-gap relating to industrial sector. The chamber

tle in an episode that embar-

carried out a nation-wide survey of the manufacturing sector to prepare the report.

According to the MCCI survey, the private sector accounts for more than 85 per cent of the total manufacturing sector. The growth rates in the private manufacturing sector were more than 9 per cent in 1985-86, nearly 8 per cent in 1986-87, more than 12 per cent in 1988-89 and only around 5 per cent in 1989-90. Such rates were substantially higher than those of the public sector, the report

The 300-page report revealed that the official esti-See Page 10 Col. 3

Attack was an act of fascist forces, says Suranjit

By Staff Correspondent Ganotantri Party leader and

MP Suranjit Sengupta has parliament.

Sunday at the National Press Club the Ganotantri Party leader, who returned from India on Saturday said, the recent attack on his residence was designed by fascist forces and the incident was of communal nature. He said the attackers

and "Sheikh Hasina agiye cholo" (Sheikh Hasina go that the attackers belonged to See Page 10 Col. 7

said, no code of conduct has so far been determined for the components of the Eight-party Alliance inside and outside the

In a press conference on

chanted slogans 'Joi Bangla ahead), but it did not mean

India wants better ties with Dhaka: Shekhar cluding Farakka and Tin Bigha

NEW DELHI, June 2 Indian Prime Minister Chandra Shekhar today stressed the need for closer economic and trade cooperation between India and Bangladesh and resolving their outstanding problems through "negotiations".

"We are ready to have meaningful talks and closer cooperation" with Bangladesh for betterment of peoples of both the countries, the Prime Minister said in an interview with two Bangladesh journalists includ-BSS Special Correspondent, Habibullah, at the official residence of the premier.

The 65-year-old Prime Minister, in his interview touched on Indian political situation, regional cooperation and expressed his reaction to the outstanding problems in-

issues and trade imbalance between Bangladesh and India. Mr Chandra Shekhar who is now heading a caretaker gov-

ernment since last November believed that there were not many problems existing between India and Bangladesh. Sometime earlier, he said

talks were initiated with former Bangladesh President (Ershad) in Male during SAARC summit in November "We had some discussions, he said and added that situa-

tion had changed and a new government has come there in Bangladesh. Describing river water issue

and handing over 'Tin Bigha corridor' to Bangladesh as the main problems the Prime See Page 10 Col. 3

Congress presents facade of unity, but doubt NEW DELHI, June 2: Rajiv grieving Sonia Gandhi to take over of emerging Schisms," it the relaunch of the Congress Congress-I would meet with and asked his countrymen to Gandhi's orphaned party has over her slain husband's man-

a storm over who succeed rassed the party, India's him, presenting a picture of largest and oldest party unity ahead of a ballot it hopes elected veteran P. V. to win on a wave of sympathy Narasimha Rao as Gandhi's for its slain leader, reports successor. agencies. The respected daily, the But doubts persist over how Hindu, said the election

long the Congress (I) can Wednesday "by no means" maintain the facade of unity. meant the struggle for power and most observers are predicting a renewed power The urgency of having to struggle after the elections are move into the battle of the completed on June 15. ballot as a "united house" had After failing to persuade a led to a "temporary papering-

For the first time, the 106year-old party is going to the electorate without a definite prime ministerial candidate.

leaving the post up for grabs in an uncertain post-election phase which looks like a free-But for now, the party is

united like a "closed fist", says

Congress (I) General Secretary Ghulam Nabi Azad. The unity theme was stressed at a public meeting here Saturday which marked

(I)'s election campaign for the 303 seats which will be decided in the remaining two phases of voting June 12 and Rao, who recently under-

went heart bypass surgery. asserted that the Congress (I) had disproved "prophets of doom" predicting the party would break up in an internecine struggle after Gandhi's assassination.

Meanwhile, former prime minister and National Front leader V. P. Singh has said the

its political death soon because of its double standards on reservations for backward

The Janata Dal President described as "meaningless" the 'hue and cry' raised over the withdrawal of the Special Protection Group (SPG) guarding former prime minister Rajiv Gandhi, when the National Front was in power at the centre.

Rao said Sunday he was a "full fledged" chief of the party

stop talking about dynastic "What do they think," Rao said when asked to comment

on reports that the 106-yearold Congress Party will not survive after Gandhi's assassination and without the political leadership from the Gandhi family. Where is the talk? Where

is the dynasty?," Rao shot back at a news conference, his first since he was chosen by the Congress Party as the presi-

ical Research.

'Intermittent rainfall caused.

Met office recorded 83 millimetres (three and a half inches) rainfall in the metropolis during the 36

Movement of pedestrians and vehicular traffic on city streets was very thin in the morning. Attendance in offices was thin and transactions in business establishments lim-

Most schools, and colleges in the city did not function in the morning due to poor attendance of students.

about 3 pm but it started raining again from 5-30 pm.

vere water logging.

Ershad's plea

By Staff Correspondent

The High Court Division on why Ershad's arms case should not be transferred from the

Ershad's lawyers then appealed against the judgement

After hearing both the De-

Shibir locks

dents of the Chittagong Uniclasses today as the Islami Chhatra Shibir activists locked the classrooms to enforce a strike, reports UNB.

See Page 10 Col. 4

HYDERABAD, June 2: The National Front Chairman and Telugu Desam leader, N T Rama Rao, was arrested and taken to a local hospital early Sunday, reports PTI. When police arrived to take