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# Inside Today



Benazir Bhutto denounces swoop on Al-Zulfigar activists in Karachi Page 5

### Metropolitan

Dhaka Day by Day

You have to have time for sentimentality, says Gulrez Nahar who specialises in Kheyal and Thumri Page 3

### Business

Trade and industry in Chittagong reel under the Value Added Tax (VAT). A report by our staffer in Chittagong

Sport

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Martina Navratilova's hope for a record tenth Wimbledon crown has been dashed by 15year-old American sensation Jennifer Capriati Page 7

### Supplement

Special supplement on Fourth of July (US Independence Day) Page 8 & 9

### Tomorrow



What kind of reforms can help the banking sector in Bangladesh? How can we tackle the problem of bad debts? Can Bangladesh avoid inflation? These are only a few of many topi cal questions discussed by The Daily Star in a 'Conversation' with A K N Ahmed, a former Governor of Bangladesh Bank

IT IS ALL IN TO-MORROW'S STAR. DON'T MISS IT

### **NEWS BRIEFS**

#### Opposition MPs meet

A meeting of the opposition members of Parliament will be held today (July 4) at 10 am at the conference room of the Leader of the Opposition in the Jatiya Sangsad. Mohammad Nastm, Chief Whip of the Opposition, has requested all opposition members to attend the meeting on time, reports

#### Hartal in Pabna

From Our Correspondent PABNA, July 3: Hartal was observed in Pabna today at the call of Bangladesh Chhatra League (S-A) to protest the arrest of three leaders over June 29 Edward College cam-

DHAKA THURSDAY JULY 4, 1991

The Baily Star

ZILHAJ 20, 1411 HIJRI

## Certain issues need consensus to be resolved, JS told

# Call to work together for sustaining democracy

By Staff Correspondent

Traffic on a city street came to a halt Wednesday in the cross-firing from two rival student groups of Jagannath College,

Deputy Leader of Parliament differences of opinion and said Wednesday both the gove- criticisms; but all would be rnment and the opposition aimed at securing the interests should work responsibly for the sustenance of democracy.

Winding up a discussion that followed the introduction of the Constitution 11th and 12th Amendment Bills on Tuesday, he reminded all that not only the democracy-loving by the Leader of the people but also the enemies of Opposition during her one democracy were watching the activities of Parliament and its Tuesday, he said those were

the need for consensus on Minister had only stated that

The Special Judge Court

was stunned as the Attorney

General Aminul Haque lashed

out at the accused former

President Ershad yesterday to

stop his making a distorted

statement against the Pro-

the accused for amassing

wealth beyond his known

sources of income resumed at

a quarter past eleven yesterday

morning with the producing of

the Chief Metropolitan Mag-

istrate (CMM) Azizul Haque

Court was delayed because of

the absence of the chief

Defence Counsel Advocate

Barrister Kazi Shahadat

The Value Added Tax (VAT)

will essentially replace sales

tax at the import stage and

excise duty on domestically

produced goods and services,

the officials of National Board

of Revenue (NBR) told news-

men at a briefing on

Wednesday at the NBR confer-

The chairman of NBR and

secretary, internal resources

division (IRD) of Ministry of

Finance Nurul Hossain Khan

said that the prices should, by

no reason, go up by more than

sales tax and excise duty by

VAT at a uniform rate of 15

per cent with its built-in

mechanism for avoidance of

The resumption of the

Bhuiyan for deposition.

Strajul Haque.

ence room.

forcement of VAT.

The Special Court trying the case for the accused.

General

Defence lawyers.

secution.

Dr Badruddoza Chowdhury, certain issues. There could be of the people and the country. Similarly it is good if the opposition doubts the sincerity of the government, but seeds of false doubt should not be

hour speech in the House on not provoked by the Prime Dr Chowdhury emphasised Ministers speech. The Prime

sown in the country, he said.

Referring to remarks made

in 1974 one-party presidential system was introduce by policy. "We do not feel shy to ending a multi-party bow down to the people," he parliamentary system.

Acknowledging that most opposition members were vocal for restoration of parliamentary democracy, he committee, parliamentary posed a question as to why they had remained silent when presidential system was established in the country.

Bangladesh Nationalist Party (BNP) had brought the constitution amendment bills submitting to the public opinion, he said his party had

acted according to its own said adding the ruling party for two months gave a patient hearing to all, discussed the thing at its own executive party and finally the party standing committee. He said BNP had said repeatedly that the parliament would take a About the claim that decision in this regard. It took time to introduce the bill because the party consulted all before taking the decision.

Referring to Sheikh See Page 10 Col. 1

- Star photo

Shahabuddin,

Khaleda greet

Bush on US

Independence Day

Prime Minister Begum Khaleda

Zia have felicitated President

George Bush on the occasion of

the Independence Day of the

United States of America, re-

message said, "I take this op-

portunity to express my con-

viction that the bonds of

friendship, mutual respect and

all-round cooperation that so

happily characterise the rela-

tions between your great coun-

try and Bangladesh will be

further developed and deep-

ened in the years ahead to the

mutual benefit of our two peo-

See Page 10 Col. 6

The Acting President in his

Shahabuddin Ahmed

port agencies.

Acting President Justice

### A STAR SPECIAL

### Private sector offers no panacea for development, says Conable

From M Syeduzzaman, The Daily Star Guest Columnist

WASHINGTON DC: President of the World Bank Barber B Conable has warned the developing world against thinking that the growth of the private sector could serve either as a "panacea or a goal which they must pursue", but he stressed that relying on market forces was an "efficient economic technique."

During a recent exclusive interview to The Daily Star, the first of its kind given to a Bangladeshi newspaper, the head of the world's largest aid agency described the expansion of the private sector in a developing country only as a "modality of economic management" and argued that re- for.



Conable: Priority and efficiency are what the donors look

Of the injured, seven were

admitted to Sir Salimullah

(DMCH) with bullet injuries.

Attending physicians at the

DMCH stated the condition of

serious. Besides, automobile

technician Haroon-or-Rashid

(18), wood trader Hiru Mia

(20) rickshawpuller Bolai (30)

and street urchin Moti Mia

(13) were admitted to the

admitted to the SSMCH are:

Suman (15), Iman Ali (25) of

Baliapur of Faridpur, Sujan Das

Keraniganj, Shekhar Sen (25)

Shakhari Bazar and

Others were treated at differ-

local people the clash began

the JCD armed activists

stormed into the hall com-

pound breaking a portion of

the boundary wall to oust their

BCL rivals. Exchange of fire be-

tween the groups continued

without intermission till BCL

activis's were flushed out

See Page 10 Col. 3

According to witnesses and

Rajeshwar (30)

(25) of Kolampura

Mohammad Yousuf (20)

The seven injured persons

DMCH with bullet wounds.

Medical College Hospital

sources could be saved "if government withdraws from what can be done better by the private sector."

In this connection, he differed with some critics that the growth of the private sector invariably leads to greater corruption.

"Corruption and rent seeking activities emanate from discretionary authority of government functionaries and agencies at the interface between public and private sectors," he added.

Referring to Bangladesh, Conable who is due to retire from the Bank on September 1, expressed his satisfaction See Page 10 Col. 7

Over 30 people injured

# Students fight hours-long gunbattle

By Staff Correspondent

Fresh gunbattle between fought a night-long gunbattle two rival student groups at leaving two students dead and Jagannath College in the city over 100 injured on June 15. Wednesday left over 30 persons injured, most of them with bullets.

Activists of BNP-backed (SSMCH) and six to Dhaka Jatiyatabadi Chhatra Dal (JCD) Medical College Hospital and the pro-Awami League Bangladesh Chhatra League (S- Besides, 15 more were given A) fought over occupation of first aid at the SSMCH. Dr. Milon Hall of the college for hours together.

The college was closed sine Arif (21), a degree final year die and students were asked to student, and two pedestrians vacate the hall earlier when the rival student groups had

#### BCL (A-A), BCL (N-S) talk campus situation with DU VC

By DU Correspondent

Leaders of Awami League Alak (28) of 29 Shakhari Bazar, backed Chhatra League (A-A) and JSD (Inu) backed Chhatra League (N-S) met jointly with Prof Maniruzzaman Miah, Vice-Chancellor of Dhaka University Wednesday evening and discussed ways to keep congenial academic atmosphere when Kabiraj Lane of Patuatuli the DU reopens on July 6.

The Vice-Chancellor asked ent city clinics. them to control their followers and to show restrain.

The leaders assured him of around 3 AM Wednesday when their cooperation in any attempt to maintain peaceful atmosphere on the campus.

Ashim Kumar Ukil and Quamruzzaman Ansari General secretaries of BCL's (A-A) Central Committee and Dhaka

He also conveyed his greet-See Page 10 Col. 5

#### University unit respectively attended the meeting while around noon. Govt urged to help

By Staff Correspondent Fifteen teachers of the Dhaka University urged the government to help keep the Chittagong University campus free from the clutch of armed

In a press release on at Fatikchari recently."

cupy the campus again after reopening the university on July 16, they said urging the government to ensure a violence-free campus.

### **Keep National** Flag flying high, PM tells Air Force men

From Staff Correspondent

JESSORE, July 3: Prime Minister Begum Khaleda Zia today called upon the newly commissioned officers of Bangladesh Air Force (BAF) to discharge their duty to the nation by protecting country's independence and sovereignty.

Addressing the cadets at the passing-out parade marking the commissioning of the cadets of the 22nd general duties pilot, and the 26th ground branch courses of BAF, Begum Zia said, "the nation expects your firm commitment to keep flying high the flag of independence achieved through supreme sacrifice and blood.

She expressed confidence that the young officers would - Anwar (13) and Liton (12) as, be able to fulfil people's aspira-See Page 10 Col. 6

### AL amendment bill may be tabled today

Opposition Awami League's constitutional amendment bill seeking switchover to parliamentary democracy is expected to be tabled in parliament today (Thursday), re-

The private members' bill titled, the Constitution (Eleventh Amendment) Bill, 1991, has already received clearance from the Acting President for its introduction.

Deputy Leader of the Opposition Abdus Samad Azad submitted the bill April 14 on behalf of the opposition in Parliament.

When contacted, Abdus Samad Azad told UNB that the bill would be placed before the House today which is a Private Members' Day. If the bill is tabled today,

See Page 10 Col. 1

## VAT will not raise prices: NBR

locked in a hours-long armed battle in which about 30 persons were injured.

Prosecution-Defence row in Special Judge Court

Ershad's statement distorted:AG

By Staff Correspondent

Hossain was also absent yes-

edly sick while Barrister Kazi

Shahadat Hossain was busy as

was disclosed by their juniors.

Hossain Humayun conducted

that the accused was being

provided the bare minimum

facilities in the Court and his

living place was a mere 'mini-

concentration camp' and not

at all a 'mini-circuit house' as

claimed by the Attorney

vestigation into the affairs by

both the Prosecution and the

He said that the accused

He also proposed a joint-in-

Strajul Haque was report-

Defence Counsel Yousuf

He pleaded to the Court

Star Economic Report

"tax on taxes" and refund at source, should, in fact, lead to lowering of prices in many

Present at the press briefing were Shah Abdul Hannan, Chairman, VAT cell and a member of NBR, Md Akram Hossain, Member, NBR, Dr Zahid Hossain, its first secretary, and Dr Ahsan Mansur, an official of International Monetary Fund (IMF).

that the 'target group' under the VAT in its operational form one per cent following the enin 1991-92 comprised of 12,000 to 14,000 units -Citing specific examples, he business firms, organisations, stated that the replacement of concerns or importers who were already within the network of earlier sales tax and excise duty in one way or the other. There will be no VAT at

the retailers level, he said while adding that 88 developed and developing countries had already introduced VAT.

Ershad had written to the

times to allow him to meet his

wife and children but the

Home Ministry remained

should be provided with rea-

sonable facilities to pass his

was replying to the allegations

made by the accused saying

that the house allotted to

Ershad was a 'mini circuit

house' with full facilities in-

cluding a garden in front of it,

Ershad suddenly stood up in

the dock and said, "There is

no garden or flowers except

grass and you are saying every-

See Page 10 Col. 2

He said that the accused

When the Attorney General

oblivious to his prayer.

days inside prison.

thing by guessing."

Home Secretary more than six

The VAT cell Chairman told the newsmen that registration of units under VAT had already exceeded 10,000 in number. In Dhaka alone, 5000 units have registered themselves under the VAT. The VAT rules be completed. require such registration.

The NBR Chairman said Hossain Khan said, genuine enterprises or business firms will reap the benefits of VAT because of its "modern character and self-policing nature". Records will be properly kept by all to take the advantages of the Meghna Bridge - comrefund under VAT at source for pleted a year ago. The proavoidance of "tax on taxes" which were earlier the case See Page 10 Col. 1

### Meghna-Gumti bridge: Accord with Japan soon

Star Economic Report Bangladesh and Japan will soon sign an agreement for

construction of the Meghna-Gumti bridge at Daudkandi on the Dhaka-Chittagong highway. The bridge will cost 60 million dollars and take five years to

Talking to journalists over NBR Chairman Nurul luncheon at a local hotel on Wednesday, minister of the embassy of Japan Tetsuo Ito said the detailed design of the bridge had already been completed and its configuration would be identical to that of posed bridge will be 1.5 kilometre in length. See Page 10 Col. 1

### keep CU free from Shibir's grip

Shibir workers.

Wednesday they said "we welcome the ousting of armed Shibir activists from CU halls before Eid-ul-Azha as a positive step of the government to make the campus violence-free but we are worried at the news of gunbattle between the Shibir workers and the police That armed group may oc-

### US supports Slovenian secessionists LJUBLJANA, July 3: northwards towards Earlier US statements had

Powerful Yugoslav armoured columns thrust north into Croatia today heading for Slovenia after the army vowed to smash the rebel republic's independence drive with a massive military strike, report agencies.

Fresh fighting crupted inside Slovenia with tanks and troops battling independence fighters, as at least six arpus incident. Rickshawpullers | moured columns rumbled

Slovenian border.

In a policy shift, the United States said on Tuesday it would support independence for secessionist-minded Yugoslav republics if it was achieved peacefully.

"We support whatever the Yugoslavian people decide the Yugoslavian people want for themselves," said State Department spokesman Margaret Tutwiler.

tion official, expressed a new

means," she said.

A Yugoslav general said placed stress on the need to troops had been ordered to preserve Yugoslav unity, but fire only in self-defense. Gen Tutwiler's statement, echoing Andrija Raseta, deputy comearlier comments to Reuters mander of federal forces in by a senior Bush administra- Slovenia, did not make clear in his cease-fire comment whether the army had fully "The United States sup- accepted a truce offered late ports the territorial integrity Tuesday by Slovenian leaders.

of Yugoslavia as the Yugoslavian Raseta did say the army people themselves determine command 'only carried out lewhat that is through peaceful gal decisions," denying speculation of a military coup.

"The army has no reason not to recognise Mesic and the presidency, who have been elected legally," Raseta said. Related story on Page 5

He said that under the Constitution, Mesic Commander-in-Chief of the Armed Forces

Late Tuesday, the army had rejected Slovenia's offer of a truce and appeared to be acting. without the approval of federal government leaders.

### WE MOURN

We deeply mourn the demise of Mrs. Saleha Khatun, mother of Chairman lonab Mohammed A. Awwal & our Director Jonab M.A. Malek. We offer our heartfelt condolences to the members of the bereaved family. May her soul rest in peace (Ameen).



Management, Officers & Staff of **Pragati General Insurance Company**