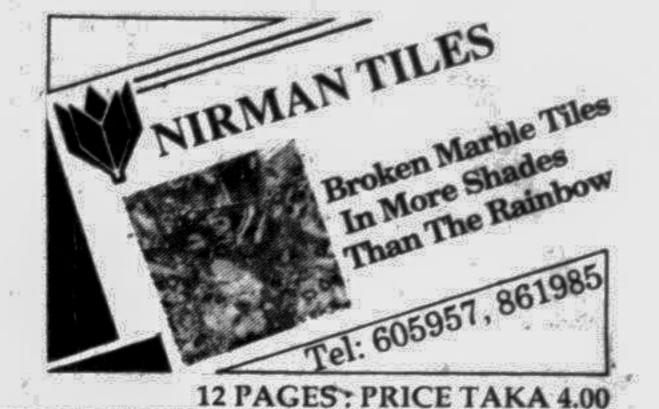
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DHAKA SATURDAY, JUNE 26, 1993 MUHARRAM 5, 1414 HIJRI



– Inside Today –

Article

Central Asia: A **New Zone to Boost** Our Exports

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## International

Senate okays Clinton's blueprint for slashing federal deficit



Gayoom calls for Muslim solidarity Page 5

## Business

Market access talks toward GATT deal fail

Slow economic reforms may prove costly -by Abu Ahmed Pages 6, 7

## **Rising Stars**

A Witch called Abigail II; Stars; New Dinotopia? Please, can I go to school? To kill or not to kill, that is the question; The long, long wait

Page 8

## Metropolitan

Dhaka Day by Day



Dens of Vices \* Page 3

## **NEWS BRIEFS**

victim.

TOKYO, June 25: The ruling

Liberal Democratic Party (LDP)

is widely expected to lose con-

trol of the Diet, which it effec-

tively monopolized for the last

38 years, in the upcoming

elections on July 18, according

As a consequence of recent

dissensions within the party

over political reforms, the LDP

last week suffered the most

serious setback since its estab-

formation of two new political

parties by breakaway factions

of the party favouring political

44 former LDP Diet members,

including 36 Lower House

members, led by former

Finance Minister Tsutomu

Hata set up a new party named

members of the Lower House

led by Masayoshi Takemura, a

former governor of the Shiga

Earlier, another 10 junior

Shinsetto or New Life Party.

On Wednesday, a group of

The previous week saw the

to political analysts here.

lishment in 1955.

## Tinbigha handing over day today

LALMONIRHAT, June 25: The first anniversary of hand ing over of Tinbigha Corridor to Bangladesh will be observed tomorrow at Dahagram and Angarpota. The Tinbigha Corridor was handed over on June 26 last year linking Dahagram and Angarpota en claves with mainland Bangladesh, reports BSS.

### Saifur's winding up budget speech today

Finance Minister M Saifur Rahman will deliver his budget winding up speech at 7.30 pm today (Saturday) at the Jatiya Sangsad, reports UNB.

### Scientists assoc seminar tomorrow

A seminar on "Remote sens ing technology for environment observation, development and survey of natural re sources" will be held at Bangladesh Agricultural Resea rch Council auditorium (BARC) at 9 am tomorrow. Organised by Bangladesh Association of Scientists and Scientific Profession, the inaugural function will be attended by Energy and Mineral Resources Minister Dr Khandakar Mosharraf Hossain as chief guest, reports UNB.

## Over hundred arrested in city

By Staff Correspondent

more than one hundred people including one dacoit, three rickshaw thieves and recovered 2 pipe guns, a gun, a pistol, 11 rounds of bullets and 12 cocktails from different parts of the city, according to police sources.

# Bid to avert emergency

ASHAR 12, 1400 BS,

# Joint session of Pak Parliament Tuesday

ISLAMABAD, June 25: A joint sitting of the Pakistani parliament has been summoned here for Tuesday amid a row between President Ghulam Ishaq Khan and Prime Minister Nawaz Sharif and fears of a declaration of emergency, reports AFP.

Official sources here said today that the President had conceded Sharif's request for calling the special session of both houses, but gave no agenda.

However, sources in the Prime Minister's camp said the meeting was to pre-empt any presidential move to clamp a state of emergency on the country which has remained plunged in bitter political crisis for the past months.

Sharif's federal government, reinstated on a court order 18 days after its dismissal by the 78-year-old President in April 18, has lost control over the four provinces.

The crisis had first erupted earlier this year when Sharif tried to clip the President's discretionary powers, which enable him to hire and fire the government.

Observers said that for Sharif the situation was worst in the largest and the richest province of Punjab, where a rival government had dissolved the provincial assembly. That dissolution came only four days after the May 26 Supreme Court ruling quashing the President's dissolution of the National Assembly.

The crisis was aggravated in Punjab, his home province, when the Speaker refused to comply with a recent interim order passed by the Lahore High Court on restoring the Punjab Assembly.

The House, in which Sharif claims to command a majority, failed to meet, causing a delay in presenting the provincial budget. The constitution demands that the provinces must announce their fiscal programmes ahead of the new financial year, which in Pakistan starts on July 1.

A court hearing is continuing into a petition by Sharif's ally Parvez Elahi, challenging the Punjab governor Chaudhry Altaf Hussain's order to dis-Sec Page 12 Col 7

# Delhi sacks State Bank chief

NEW DELHI, June 25: The head of the government-owned State Bank of India, India's largest commercial bank, was sacked today for his alleged role in a 1.28 billion dollar securities scandal, reports Reuter.

A Finance Ministry statement said Managing Director V Mahadevan had been dismissed with immediate effect.

No reasons were given in the statement but sources in the Finance Ministry said he was involved in the securities fraud, the country's biggest financial scandal.

State Bank officials were unavailable for comment.

At least three members of Parliament on a panel investigating the scandal-had written to Prime Minister PV Narasimha Rao demanding Mahadevan's dismissal, the sources said.

Related Story on Page 6

-Star photo by Enamul Haq

Imported pulp

would be

cheaper

The Karnaphuli Paper Mills

By Sohel Manzur

(KPM) Limited can be made

more profitable if it produces

paper from imported pulp

rather than the pulp manufac-

tured by the company itself,

The official, while talking to

The Daily Star during a visit to

the factory by this correspon-

dent on Wednesday last, said

such a move would help de-

velop the quality of the papers

produced as well as reduce the

cost of production since im-

ported pulp is cheaper and

help protect the environment

since local bamboo and wood

would not be required for the

in the KPM was estimated at

Tk 25,500 per metric tonne

while the international market

price ranges between 490 to

590 US dollar, (equivalent to

Tk 19,600 and Tk 23,600) per

metric tonne, the official, pre-

See Page 12 Col 1

The production cost of pulp

He said that it would also

better in quality.

according to a mills official.

# Labour bodies may go for separate action programmes

By Nazmul Ashraf

Workers in four industrial sectors — jute, textiles, yarn and sugar - may go for a 96hour shutdown all over the country from July 11, sources told The Daily Star last night.

The shutdown programme is likely to be announced this afternoon at a workers' rally in the capital, depending on the weather.

The Action Committee of trade union federations in these four sectors appears disillusioned with the Sramik Karmachari Oikya Parishad (SKOP), - an umbrella body of 18 trade union federations in sector corporations and other autonomous organisations and looks likely to go for its own agitational programme.

Both the SKOP and the Action Committee, that observed simultaneous programmes earlier on some

common demands, have started reactivating their antigovernment agitation recently after a lull of over a month. They enforced a 72-hour labour strike from May 11 after their talks with the authorities on the total implementation of government-labour bodies accords, signed December 21,

1991, failed. The alltance of the jute-textile-yarn-sugar mills trade union federations, in its June-18 convention in the city, decided the July 11-14 shutdown but planned to consult the SKOP prior to disclosure of the final plans to synchronise the agitation programmes of both bodies. But the SKOP's delay in chalking out its new programme has annoyed the alliance, and they have now preferred to go it alone,

See Page 12 Col 4

# New land management policy soon

By Masud Hasan Khan

The government will soon introduce an updated land management policy to remove existing legal loopholes and end malpractices in the khas(state-owned) land distribution system. In an interview with The

Daily Star, State Minister for Land Md. Kabir Hossain said the government was also going to amend and update the State Acquisition Act, the Transfer of Property Act, the Vested Property Ordinance and the Bengal Tenancy Act.

The minister identified wrong settlement policy, corruption by a section of revenue department officials and inconsistent land laws as major hindrances to proper distribution of khas land.

There are roughly one crore landless peasants in the country, he said, however adding that the total khas land, both arable and non-arable, was too inadequate to meet the

The total area of khas land in the country was about 14 lakh acres of which 8.19 lakh acres were cultivable, Hossain told The Daily Star.

There were widespread The quantity of undisputed

So far, the government has

distributed 2.77 lakh acres of khas land to the people, most of which were among landless peasants, Hossain informed. "I believe that the problem

of identifying the 'real landless' still exists and we won't go for any sudden land reform without developing the accompanying phenomena like amending laws and organising the landless people," he said.

problems.

malpractices relating to khas land management and distribution, the minister admitted, beginning from corruption by the jotedars (land owners) and government officials at the local government and district levels, forgery, illegal occupation and grabbing of stateowned land.

khas land is not what the official documents and records say," he commented.

Kabir Hossain hoped the

new policy would be able to successfully eliminate all these He said, as a first step to-

wards introducing the policy, See Page 12 Col 1

# Karnaphuli Paper Mills seeks govt help

The Karnaphuli Paper Mills raise prices of its products by 11 per cent unless the govcutting measures.

company A K M Ishaq told a group of newsmen who visited the factory on Wednesday that the production costs had increased by 14 per cent during the last three years because of enhanced gas, electricity, bamboo and wood prices, an increases in the tariff value on raw materials and implementation of a new pay scale.

It was estimated that the KPM, situated at Chandraghona in Rangamati, had to spend an additional Tk 7 crore 32 lakh in fiscal 1992-93 for the increased rates, of which an additional sum of Tk 1.7 crore was spent for gas, Tk 33 lakh for electricity. Tk 52 lakh for bamboo, Tk 80 lakh for wood, Tk 1.10 crore for increase in the tartff value and Tk 2.37 crore for implementing the

new pay scale. The Managing Director, however, said that the KPM

would make a profit of Tk 1.10 crore in the current fiscal year despite the increased cost of production. He said the factory had

of the outlawed Shantibahini.

The KPM collected about 15,000 tonnes to bamboo, about one sixth of its needs,

because of the obsolescence of its machinery also prevents the KPM, set up in 1953, from improving the quality of its products, Ishaq said, adding that the plant needed to be modernised immediately to keep pace with similar industries in other countries.

# By Staff Correspondent

(KPM) Limited would have to ernment takes immediate cost Managing Director of the

been facing a crisis in collecting bamboo from its own 240 square miles of land in the Chittagong Hill Tracts since 1986 because of the activities

from its own land in the current year, A K M Ishaq in-Technological limitations

See Page 12 Col 1

# Capital market neglected: DSE chief Star Report

A MOST UNLIKELY MARKET-PLACE: The Rampura level-crossing in the city doubles as a market for daily necessities

and should someone fall under the wheels of an approaching train, it is considered sheer misfortune for the

Japanese elections likely to

see end of LDP monopoly

From S Y Bakht

Prefecture for nine years and

who headed the LDP's political

reform think-tank, set up a

party called Shinto Sakigake or

New Party Harbinger.

Takemura was also a Vice

President of the Bangladesh-

lysts here believe that the re-

cent changes will have far-

reaching effects in shaping the

future political scenario in

LDP Diet members led by

Tsutomo Hata will play a key

role in politics after the July

-18 elections," writes The

Japan Times. Hata is consid-

cred a likely candidate for

prime minister, supported by a

coalition of opposition parties,

in the event the LDP fails to

achieve a majority at the polls.

Ichiro Ozawa, former LDP sec-

retary general and the co-

leader of the newly floated

party, and two former mem-

The Shinsetto also includes

"The new party of former

Political observers and ana-

Japan Parliamentary League.

Stock Exchange (DSE), Aminul Islam Khan, feels that the proposed budget for 1993-94 has neglected the capital market and left little room for augmenting its growth. In an exclusive interview with The Daily Star, the DSE

The chairman of Dhaka

chief said the budget should have proposed more tax relief for the companies listed with the DSE.

He said under the new definition of public traded company, non-manufacturing companies offering at least one third shares to the public and listed with the DSE are to pay corporate tax at the rate of 40

per cent compared to the previous rate of 45 per cent. The rate should have been

bers of the Cabinet of Prime

implement "drastic political

reform" and described itself,

in a statement, as a "new con-

servative" party for political re-

Hata, indicated that his party

will seek alliances with other

major opposition parties. "We

will overcome minor differ

ences for the common inter-

est," he told a news confer-

Advocating "sweeping re-

form" and vowing to end the

38-year grip on government by

the LDP. Shinseito has already

selected 53 candidates,

including 36 incumbents, for

the upcoming Lower House

elections with 511 seats on

offer and plans to field more

for a long time will be ended

and new forces will take over

See Page 12 Col 4

"Politics that had continued

ence earlier last week.

candidates.

The leader of the party,

The new party pledged to

Minister Kiichi Miyazawa.

reduced further with a view to ensuring a reasonably good difference between listed and non-listed companies. This would have acted as an incentive for development of the capital market," Khan said. At present, the difference

in corporate tax rates between listed and non-listed compa nies is only five per cent, not quite significant an incentive to attract companies to go public, he observed. Khan lauded the budget's

proposal for exempting in

come tax deduction at source

on individual dividend earnings upto Taka 5000.

"Along with this, raising the ceiling of individual tax exemption to Taka 50,000 as against Taka 40,000 would encourage savings of small investors," he felt. "This will help in pooling the savings of the limited income group, Khan added

The DSE chairman also welcomed the reduction of duty rate on cotton from 7.5 per cent to 3.75 per cent. This will help the spinning

mills boost their production and improve corporate pernot taking delivery of those formance. This is needed for books because the Benapole See Page 12 Col 8

## Book importers refuse to release consignments By Sharier Khan

and Chittagong port customs Foreign books worth about

Tk 50 lakh are awaiting release in the customs godowns of Benapole and Chittagong port following complications over the rate of import duties.

The Finance Minister, in his budget speech on June 10 last, proposed a 7.5 per cent import duty on books, previously exempt from such surcharge.

Book importers, deeply concerned at the imposition of fresh duties - which became effective from June 10 - told The Daily Star that they were

are fixing duties against the cover prices instead of their actual rates. They said books are im-

ported from England, the USA, Holland, Japan and India - all at discounts, ranging from ten to even fifty per cent. An official of the National

Board of Revenue (NBR), when asked, said that there were customs rules to fix duties against the maximum retail price of a product.

He said, "In case of books, the customs rules require fixing of duties against the prices See Page 12 Col 3

# Involve 'target groups' in FP plan: PM

Prime Minister Begum Khaleda Zia yesterday stressed the need for effectively involving the 'target group' among the rural people, which constitutes 80 per cent of the population, with the family planning programmes to contain the population boom, reports BSS. She also urged the country's

political parties to give priority to the population problem in this party agenda. The Prime Minister was

addressing the first meeting of the reconstituted National Population Council, the highest policy formulating body, at the International Conference Centre (ICC) last night. Begum Zia said the concept

of the planned family had not yet fully reached the target group, which really needs the family planning. The Prime Minister, who is

the chairperson of the National Population Council, said it is a matter of concern that the rate of population growth is 2.03 See Page 12 Col 7

#### Hasina demands uniform edn system Awami League President

and Leader of the Opposition in Parliament Sheikh Hasina yesterday called for uniform education system ensuring equal education facilities for all, reports UNB. "A new strategy will have to

be adopted in the light of Dr Qudrat-e-Khuda education commission to remove illiteracy", she said Hasina claimed the rate of

education had declined to 20 per cent from 26 per cent in 1973. The Awami League President was talking to a delegation of non-Government

Primary School Teachers Association at her 29 Minto Road residence. Led by association president Major (rtd) Asaduzzaman and secretary general Mansur Alt. the delegation submitted a memorandum containing their demands which included Tk 1,500 as interim allowance for

the non-government primary school teachers before nauonalisauon. The delegation members sought support from the leader

of the Opposition to the just

movement of the teachers.

#### Curfew as strike turns violent in Kathmandu KATHMANDU, June 25:

Authorities imposed an overnight curfew in the Nepali capital of Kathmandu after a strike called by the country's Communist Party turned violent today, state-run radio said, reports Reuter. Scores of people were in-

jured in clashes between police and communist workers, police officials said. The radio said the curfew

would remain in force until Saturday morning. Police in Kathmandu fired

tear gas and rubber bullets to stop activists of the Unified Marxist Leninist (UML) Party setting up roadblocks with burning tyres, witnesses said. The UML, the country's

the strike to protest at the death of its General Secretary. Madan Bhandari, in a road accident on May 16. It wants the government to set up an inquiry into

main opposition party, called

Bhandari's death, saying he may have been murdered. Police said some people hurled stones a government building and thwarted at-

tempts to operate state-owned transport in Kathmandu Day Against Drug Abuse today

The Day Against Drug Abuse and Trafficking declared by the United Nations will be observed today in the country as elsewhere in the world, reports BSS. Different socio-cultural or-

ganisations have chalked out elaborate programmes in observance of the day which include holding of discussion, rally, street drama, distribution and display of leaflets. posters and stickers. Narcotics Control Depart-

ment has organised a rally which will start at 6.30 am today from Children Park and disperse at the Osmani Memorial auditorium parading the city streets.

See Page 12 Col 4

# Police yesterday arrested

Aminul Islam Khan