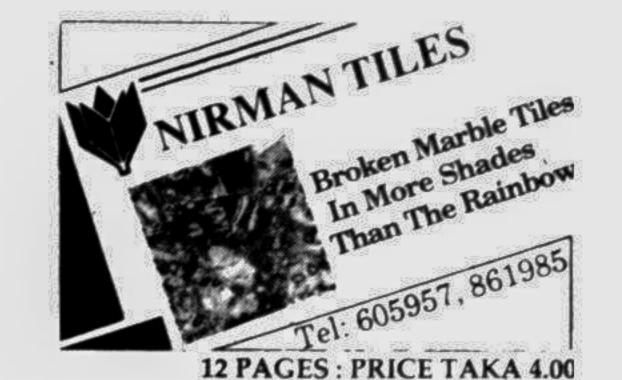
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The Baily Star



Air strikes threat

against Serbs

a bluff: Owen

LONDON, Aug 15: Inter-

national mediator Lord Owen said in an interview published

today that the threat to launch

air strikes against Bosnian Serb

positions was to some extent 'A

mediator - who works along-

side UN mediator Thorvald

Stoltenberg - also said the

United Nations often used bluffs

relying on people's reluctance to

matter of bluff, but in order to

be effective you've got to be pre-

pared to do it, he told The

Independent Today, referring to

the recent threat of air strikes

Flood situation

worsens

riorated in some areas in the

Ganges, Meghna and Brah-

maputra basins as the major

rivers swelled with water from

upstreams again crossed

danger marks according to reports reaching here yesterday.

reports that the Jamuna continued swelling with rain and

water from upstream and

crossed danger level at

Nagarbari by 2 centimetre, fur-

ther aggravating overall flood

situation of the district during

marooned and standing crops

on 1,000 acres of land in 26

more villages of six thanas were

damaged by flooding during the

period. The affected thanas are

Bera, Sujanagar, Sadar, Van-

gura, Faridpur and Chatmohor.

On the other hand, at least

100 families were rendered

homeless and 100 kutcha

houses damaged as the turbu-

lent river Jamuna eroded a vast

area in Nakalia village in Bera

About 8,000 people were

the last 24 hours.

UNB Pabna correspondent

Flood situation further dete-

against Bosnian Serbs.

To some extent, this is a

The European Community

bluff, reports AFP.

shoot at UN forces.

Inside Today

Special Conversation

Today's Issue of The Baily Star Contains a 2-page Special Conversation with BRAC Chief F H Abed

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Currency volatility Poses Problems Column: Along My Way by S B Chaudhuri Page 4

International

Georgian troops begin to withdraw from Sukhumi



Rao's plea to save India's secular values Page 5

Business

Pindi to announce economic reform package soon

Farming of local varieties of paddy declining in Barguna

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Metropolitan

Dhaka Day by Day



Diversity and Depth Page 3

NEWS BRIEFS

Indian goods seized

RAJSHAHI, Aug 15: Mem bers of the 20 rifle battalion in separate raids have seized huge quantity of Indian goods worth over Taka 15 lakh from Rajshahi and Natore districts, according to an official handout today, reports BSS.

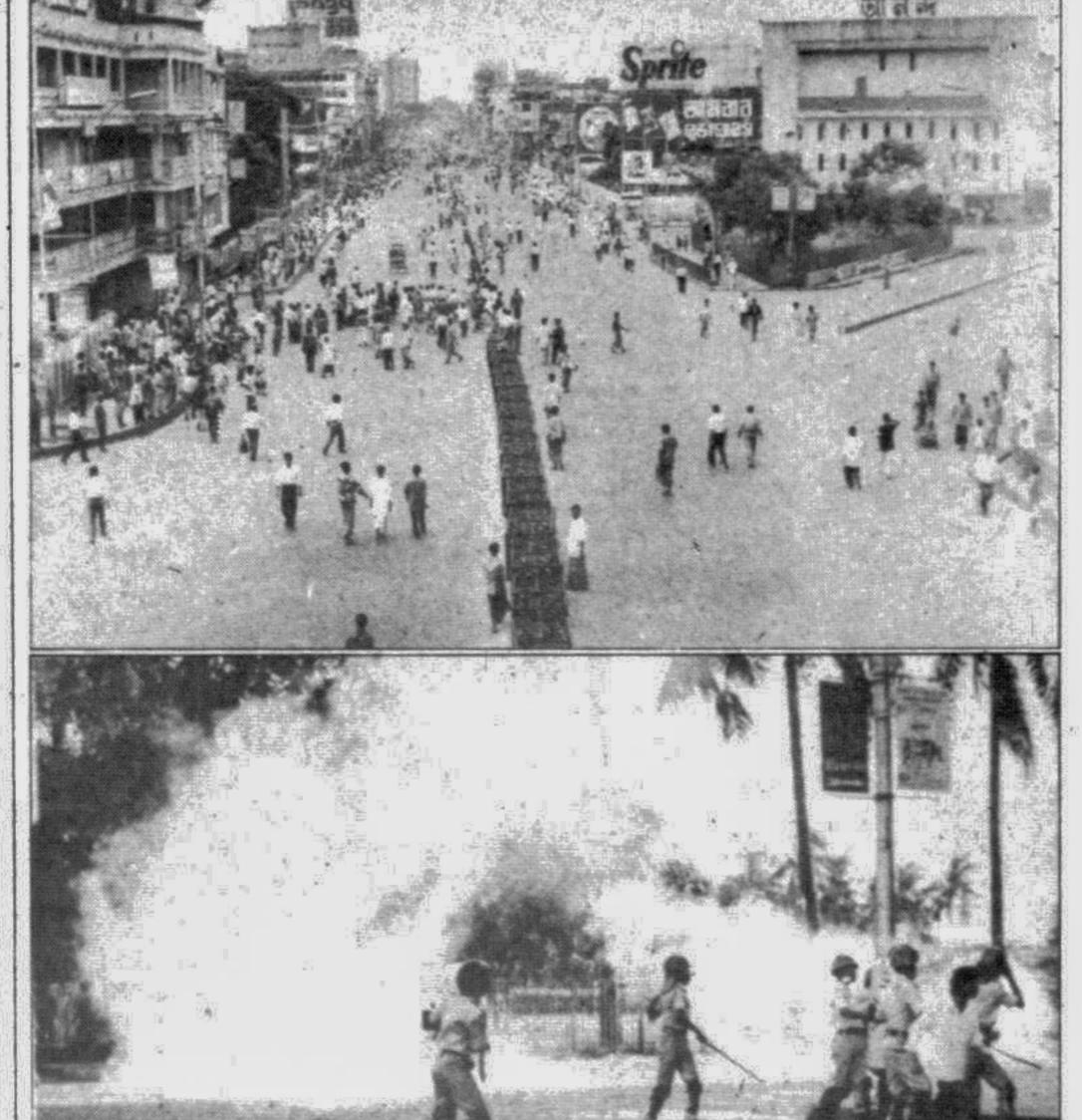
Two killed in road mishap

SIRAJGANJ, Aug 15: Two people were killed and 20 others intured when a truck fell into a road side ditch in Ullapahara thana on Bogra-Nagarbari highway today. Witnesses said the Sirajganj-bound truck with about 30 passengers tumbled into the ditch at Boalia as the driver lost control over the steering killing the two people on the spot. They could not be identified immediately. Of the injured, eight were rushed to Sadar Hospital. They are Mizanur Rahman (30), Jamal (18), Sohrab (45), Harun-ur-Rashid (40), Nur Hossain (30) Hafiz (20), Abul Hasem (17) and one of them age about 20 could not be named, reports UNB.

Phensidyl syrup

recovered FENI, Aug 15: Bangladesh Rifles recovered a huge quantity of banned Phensidyl syrup and current nets from three night coaches on Comilla- Chittagong highway early today. Acting on a tip, 7 Rifle Battalion led by Major Jamal Mahmood halted three coaches at Mohammad Ali Bazar in Sadar thana of Fent district at about 4:30 am and recovered 1,800 bottles of India made Phenaidyl worth more than Tk 1.5 lakh and 7 kg of fishing nets, reports UNB.

Sporadic post-hartal clashes Nationalised banks leave 100 hurt in city



The city's Farmgate area during yesterday's hartal hours (Top) and a smokescreen caused by teargas shells near the Dhaka Stadium as police tried to quell agitated processionists in the afternoon.

Insurance cos face difficulty

in floating shares by Oct

by S Y Bakht

Ministry source, the 14 insur-

ance companies have so far

failed to comply with the provi-

sions of the Insurance Act

which requires companies to

offer shares within a stipulated

time-frame. The law lays down

that 50 per cent of the paid-up

capital of an insurance com-

pany has to be allotted for sub-

scription of public shares and

offered within three years of its

14 companies receiving the let-

ter have long passed the regula-

tory deadline to issue public

shares — all of them were regis-

tered before 1988 - while some

riodic extension of time, earlier

granted by the erstwhile

Controller of Capital Issues

(CCI) to these companies, ex-

pired in July last. The letter

went on to caution the insur-

ance companies of 'appropriate'

action, under the insurance Act

and insurance rules, for failure

to meet the deadline for floating

The letter noted that the pe-

were set up as early as 1985.

The source added that the

inception.

The government has ordered

14 insurance companies to is-

sue long-overdue public sub-

scriptions, as required under

the Insurance Act, by October

issued a letter last month to the

14 companies asking them to

conform with the regulations

and float public shares by the

tives point out it is almost im-

possible to meet the deadline

ment regulations and a lack of

because other existing govern-

adequate guidelines are hinder-

ing the process of shares float-

should be staggered over a pe-

Exchange source also agreed

that the process should be im-

plemented in phases to allow

both the stock market and the

exchange to absorb the large

According to a Commerce

They suggested the process

Moreover, a Dhaka Stock

However, insurance execu-

The Controller of Insurance

31 this year

end of October.

riod of time.

volume of shares.

By Staff Correspondent

Sporadic clashes between police and Awami League activists turned downtown Dhaka into a battle ground yesterday afternoon as gunshots, tear gas and bomb blasts left more than 100 people injured.

A UNB report, quoting Awami League sources, said that one Sekandar was killed in a clash near the Golap Shah Mazar area in the capital.

The death could not be officially confirmed, the report added.

Five press photographers including Imran Khan of The Daily Star, were injured in police beating near the Outer Stadium gymnasium opposite

The violence, which continued for nearly four hours, erupted when police broke up a See Page 12 Col 4

Hartal observed

By Staff Correspondent Normal life in the capital and most other places in the country became paralysed as a sixhour hartal called by the main opposition Awami League passed off yesterday.

About 60 people were injured in sporadic clashes between the pickets and police, and antihartal activists, at different places of the country during the hartal hours.

However, post-hartal clashes in Dhaka left scores of people wounded by police beating, tear gas and bullets.

Reports received in the capital said that the hartal was observed peacefully in different districts.

The Awami League and its front organisations called the country-wide hartal from 6 am to press for repealing the See Page 12 Col 4

Anti-liberation forces killed Mujib: Hasina

By Staff Correspondent Awami League (AL) President and Leader of the Opposition in Parliament Sheikh Hasina yesterday said that the anti-Liberation forces and their ac-

complices killed Bangabandhu Sheikh Mujibur Rahman and governments, ever since, had been protecting the killers. She was speaking as chief guest at a discussion meeting

on "The Killing of Bangabandhu and Bangladesh Today" in front of Mulib's residence in Dhanmondi last evening. Addressing the meeting or-

ganised by the women's wing of the AL, Hasina said, "Zia had rewarded the killers and allowed the entry of Golam Azam in this country, Ershad established Mujib's self-proclaimed killers - Col Faruk and Col Both Zia and Ershad Rashid. had to leave in unnatural manner.

She added, "by setting up killers like Faruk-Rashid-Mushtaque and their Jubo Command against the freedom fighters or establishing killers See Page 12 Col 2

not following new hours

By Staff Correspondent

Public transactions in most city branches of the nationalised commercial banks (NCBs) are practically being closed at 1 pm despite a new government directive to extend the banking hours by two hours.

The Collective Bargaining Agents (CBAs) of some of the banks are opposing the new timings and are even planning to demonstrate against the de-

The private banks, however, are operating as per the government directive.

According to some bank officials and staff working in various branches, the new transaction hours provide very little time for reconciliation of the accounts. They said the banks of the country, specially the NCBs, are not well equipped to operate

for such long hours since they lack modern banking technology and adequate manpower. Overworked bank staff, working in a weak system, might commit serious mistakes, they observed.

They also complained that no time had been given for lunch and prayers under the new timings.

A high official of one of the NCBs, however, said that all the branches of his bank were fol-

lowing the government directive. Speaking on condition of anonymity, he said the government should have taken more time to implement the new

He said three branches of his bank were now fully computerised and the bank manage-See Page 12 Col 6

900 plots for land acquisition victims

By Nurul Kabir

The government will distribute shortly more than nine hundred residential plots among the victims of the statesponsored acquisition of lands at Mirpur and Mohammadpur areas of the city during late the Fifties and early Seventies. According to Public Works

Ministry sources, the documents of the "rehabilitation plots"- 2.5 and 2 katha in size - will be handed over to the affected persons on the spot. "The distribution will begin

any time next month," Public Works Minister Barrister Rafigul Islam Miah told this correspondent Saturday.

About five thousand acres of land in the areas were separately acquired by the erstwhile government of Pakistan turing 1958-59 and by the Government of Bangladesh during 1972-73. The then East-Pakistan

government acquired the lands to set up the Mohammadpur and the Mirpur housing estates with a view to rehabilitating the Urdu-speaking people who had migrated from India following Partition in 1947.

On the other hand, the Bangladesh government acguired the lands to construct the Geneva Camp with a view to providing temporary shelters to the Biharies who had opted for Pakistan after the independence of Bangladesh in 1971.

Although both the govern-See Page 12 Col 7

Palestinian deportees to return in two phases

MARJ AL-ZOHOUR, (Lebanon), Aug 15: The nearly 400 Palestinians deported by Israel almost eight months ago announced Sunday they had accepted the Jewish state's offer to let them return in two stages, reports AP

The return of the deportees to the occupied territories would remove what had become a major stumbling block in peace talks between the Arabs and Israel, although the deportations failed to derail the peace process.

"We have decided to accept the new offer and wish to stress our firm belief in the right of all of us to go back home," said the deportees' spokesman Abdul-Aziz Rantisi

Prime Minister Yitzhak Rabin's government offered Thursday to allow the return of 192 of the 396 deportees to the occupied West Bank and Gaza Strip at an unspecified date in September. The extles had turned down several offers for a piecemeal return since Israel deported them December 17. The deportees said they would accept nothing short of a collective repatriation. The men were deported after the slayings of six Israeli troop-

ers in the occupied territories. The killings were blamed on the Muslim fundamentalist Hamas

and Islamic Jihad movements. to which most of the deportees are linked. The fundamentalist groups oppose the Middle East peace talks. Lebanon refused to admit

the exiles to government-controlled territory, saying it would not become a dumping ground for Israel's outcasts. The deportees ended up living in a makeshift tent city in no man's land in southern Lebanon between Israeli and Lebanese

Rantisi said there were several reasons behind the deportees, change of mind. He cited the resumption of the Middle East peace talks despite the deportations, and the failure of the UN Security Council to implement its December 18 resolution calling for the immediate and unconditional repatriation of all the deportees.

MMC classes exams suspended until Aug 19

MYMENSINOH, Aug 15, All classes and examinations of the Mymensingh Medical College were suspended today (Sunday) till August 19 to avert any untoward incident on the college

campus, reports UNB. The College Academic Council, in an emergency meeting, also decided to cancel the college students union election, scheduled for August 18, fearing deterioration of law and

Campus sources said Awami League-backed Chhatra League on Saturday forced a female student, reportedly an activist of the Jatiyatabadi Chhatra Dal, to submit nomination paper on behalf of the Chhatra League Later, in a petition to the Election Commissioner, she withdrew her candidature.

The incident caused tension among the two student organisations who chased each other at their Bagmara medical hostel Saturday night. About seven hand-bombs were exploded during the melee.

Dutch plane hijacked DUESSELDORF, Aug 15: An

Egyptian claiming to have a bomb hijacked a Dutch jetliner on Sunday and forced it to land in Germany. Police said he was demanding freedom for the Sheik jailed in the World Trade Centre bombing, reports AP. The htjacker also demanded

to be flown to New York, where Muslim fundamentalist Sheikh Omar Abdel Rahman is being All 131 passengers and four

of the seven crew members were released as the KLM jet, which had been on route to Amsterdam from Tunis, Tunisia, sat on the tarmac at Rhein-Ruhr Airport, said airport spokesman Hellmueth Woelkel

Municipal bodies dissolved in Punjab

LAHORE (Pakistan), Aug 15: Municipal bodies were dissolved in the key province of Punjab today as part of the Pakistani caretaker government's preparations for fair and impartial national elections, reports AFP.

Punjab's Local Government and Rural Development Minister Raja Saroop Khan announced the dissolution, meeting a demand from the Pakistan People's Party (PPP) of former premier Benazir Bhutto and some other groups.

Forget Kashmir, Rao tells Pakistan

public shares.

later this month.

The newly-formed Securities

and Exchange Commission

(SEC), which replaced the CCI,

last week gave permission to

panies to float shares. Shares of

the company are likely to be

traded at the Stock Exchange

source also noted that another

four companies, which have al-

ready floated shares and are

listed with the Stock Exchange,

have failed to meet a separate

regulation requiring them to

appoint a specified number of

directors in the board from

amongst the public sharehold-

The regulation makes it

mandatory for the insurance

scriptions to appoint a third of

the board members from the

shareholders. A Ministry source

acknowledged that absence of

adequate procedural guidelines

is preventing the companies

Sec Page 12 Col 1

companies with public sub-

The Commerce Ministry

one of the 14 insurance com-



Indian Prime Minister PV Narasimha Rao addresses the nation from behind a bullet-proof glass cage atop the ramparts of the Red Fort in New Delhi on August 15 for India's 47th Independence Day. - AFP photo

NEW DELHI, Aug 15: Prime Minister PV Narashimha Rao declared today that India would never allow Kashmir's secession, accusing Pakistan of fuelling Muslim militancy in the strife-torn state, report AFP, AP "Kashmir is an integral and

inalienable part of India, the 72-year-old premier said in an Independence Day speech from the ramparts of the historic red fort here after unfurling the national flag.

Related story on Page 5 "Let Pakistan do whatever it

wants, try as hard as it can India will always be here and Kashmir will always be a part of India," said Rao, shielded by a bullet-proof glass cage. He charged Pakistan with

training and arming Muslim militants fighting for Kashmir's secession. Pakistan had come close to being declared a terrorist state by the United States for its role

Islamabad would gain nothing See Page 12 Col 8

in fuelling the guerilla cam-

paign, Rao said, adding that

ROK for peaceful use of N-energy with DPRK

SEOUL, Aug 15: President Kim Young-Sam said Sunday South Korea would help rival North Korea peacefully use nuclear energy if the North resolves suspicions that it is developing nuclear weapons, reports AP

But South Korea's foreign minister, wielding the other half of Seoul's carrot-and-stick policy, warned that the Communist North would risk international sanctions if it fails to clear up the issue by the end of September

"I would like to make it very clear that if and when North Korea guarantees its nuclear transparency... we will positively cooperate with them for the peaceful use of nuclear energy," Kim told a ceremony marking South Korea's independence from Japan on August 15, 1945.

"It should be pointed out that it will never be possible to achieve unification through nuclear arms, missiles or acts In two rounds of talks with

of instigation and subversion,

the United States, North Korea

has agreed to rejoin an interna-

tional nuclear controls treaty it

once threatened to guit. But the North continues to reject demands from Washington and Seoul that it allow the UN's International Atomic Energy Agency to inspect two suspect facilities at North Korea's main nuclear complex

The North maintains that the two facilities are non-nuclear and not subject to inspections. South Korea's Foreign

Minister, Han Seung-joo, said the third round of US-North Korea talks, scheduled for mid-September, may not be held unless the North opens up its secret facilities to UN inspectors.

of Yongbyon.

Han said South Korea and the United States agree that they have used up all possible diplomatic initiatives