VOI - V. NO. 10.

TUESDAY, DECEMBER 13, 1938.

REICH SEEKS TO SPUR JEWISH EXODUS THROUGH BI-LATERAL TRADE PACTS

BERLIN, Dec. 12. (JTA) -- A PROPOSAL TO CREATE CAPITAL TRANSFER POSSIBILITIES FOR EMIGRATING JEWS BY FOISTING EXPORTS ON RECEIVING COUNTRIES HAS BEEN TENTATIVELY PLACED BEFORE SEVERAL FOREIGN GOVERNMENTS, NAZI SOURCES REVEALED TODAY.

IN SOME RESPECTS SIMILAR TO THE PALESTINE TRANSFER PLAN, THE NEW PROPOSAL IS DESIGNED TO OVERCOME OBJECTIONS OF FOREIGN NATIONS TO ADMITTING PAUPERS AND AT THE SAME TIME TO CONSERVE REICH FOREIGN EXCHANGE AND TO STIMULATE TRADE. THE SCHEME ENVISAGES A SERIES OF TRADE AGREEMENTS, PROBABLY OF A BI-LATERAL NATURE, UNDER WHICH FOREIGN NATIONS DESIRING TO "HELP JEWS" AGREE TO IMPORT FROM GERMANY A DEFINITE AMOUNT OF GOODS OVER AND ABOVE EXISTING COMMITMENTS. IMPORTING COUNTRIES WILL PAY FOR THE GOODS BY HANDING OVER MONEY TO JEWISH INMIGRANTS BEARING "GOODS COUPONS" GRANTED BY THE REICH. THE REICH WILL BE PAID FOR THE EXPORTS THROUGH EXPROPRIATION OF FORTUMES LEFT BY THE JEWS.

No details are yet available with regard to the face value of the "Goods coupons." However, it is presumed they will enable the Jews to realize a greater part of their fortunes than the approximately five per cent under the present system of spermarks. Under the scheme, Jews without fortunes would be allotted coupons on the basis of excess funds left by wealthier emigrants.

NEWS OF EASING ANTI-JEWISH CURBS NOT PUBLISHED IN REICH

BERLIN, Dec. 12. (Havas) -- A semi-official communique issued this morning and announcing to the world easing of the stringent anti-jewish measures of the past few weeks remained unpublished in Germany Late Today. A check-up revealed that so far the communique, which announced that after Jan. I certain streets, hotels and restaurants will again be open to Jews, and indignantly repudiated any suggestion that the Reich intends to establish a ghetto, has been released only for foreign consumption.

AS THINGS STAND AT PRESENT THE REICH JEWS KNOW ONLY THAT THEY MAY EXPECT THE ANTI-JEWISH MEASURES TO BE EVEN FURTHER EXTENDED, A WARNING TO THAT EFFECT HAVING BEEN ISSUED RE-CENTLY BY THE BERLIN POLICE PREFECT. THEY TAKE NO CHANGES AND ARE NOT TO BE SEEN IN THE FORBIDDEN ZONES, OR ANY OF THE RESTAURANTS, CINEMAS, THEATRES AND CAFES BARRED TO THEM.

THE COMMUNIQUE, WHICH WAS ISSUED BY THE SEMI-OFFICIAL GERMAN NEWS AGENCY (D.N.B.), ADMITTED THAT IT WAS GERMANY'S AIM ULTIMATELY TO DRIVE ALL JEWS FROM THE REICH, BUT AT THE SAME TIME IT CRITICIZES SHARPLY POLICE OFFICIALS IN SOME GERMAN CITIES WHO HAVE TAKEN STEPS TO REESTABLISH THE GRETTOS OF THE MIDDLE AGES.

THE FIRST INSTALMENT OF THE BILLION-MARK FINE IMPOSED ON GERMAN JEWRY AFTER THE ASSASSINATION IN PARIS OF ERNST VOM RATH, REICH DIPLOMAT, BY A JEWISH YOUTHS, FALLS DUE THIS WEEK.

IT MUST BE PAID BEFORE THURSDAY, DEC. 15. AND CASH MUST BE FURNISHED. STOCKS AND BONDS MUST
NOT BE SOLD ON THE MARKET BY THE JEWS TO REALIZE CASH, SINCE A SUDDEN UNLOADING WOULD CAUSE
SHARP FLUCTUATIONS ON THE STOCK EXCHANGE. JEWS MAY, HOWEVER; TURN THEM IN TO THE STATE BANK
OF PRUSSIA WHERE CASH WILL BE FURNISHED FOR THEM.

THE SCHWARZE KORPS, ORGAN OF THE HITLERITE BLACKSHIRT GUARDS, TODAY PROPOSED THAT GER-MAN WOMEN WHO "SOIL" THEIR RACE BY HAVING RELATIONS WITH JEWS SHOULD BE ACCORDED THE TREATMENT METED OUT IN THE MIDDLE AGES FOR LIKE OFFENSES. THEY SHOULD HAVE THEIR HAIR CUT OFF AND THEIR HEADS SHAVED, IN ORDER THAT THEIR SHAME MIGHT BE PUBLICLY MADE KNOWN, THE JOURNAL ASSENTED.

SEPARATION, NOT SEGREGATION SOUGHT

NOT SEGREGATION BUT "SEPARATION" OF THE SEMITIC FROM THE "ARYAN" STRAINS IS THE AIM AND THIS IS TO BE ACHIEVED BY THE DEPARTURE OF ALL JEWS FROM THE REICH, THE D.N.B. STATEMENT SAID. "THE PURPOSES OF MEASURES ALREADY TAKEN OR CONTEMPLATED IS THE EMIGRATION OF ALL JEWS FROM THE REICH. NOT ONLY IN THE INTERESTS OF THE GERMAN PEOPLE BUT OF THE JEWS THEMSELVES." THE AGENCY STATEMENT SAID. "NOW THAT GERMANY HAS DETERMINED ITS UNITARY RACIAL CONCEPTIONS. THERE WOULD ALWAYS BE DIFFICULTIES DESPITE ALL MEASURES TAKEN PRECISELY FOR THE PURPOSE OF AVOIDING FRICTION. IT IS IMPOSSIBLE TO BRING JEWS INTO ACCORD WITH GERMANS CONSCIOUS OF THEIR RACE, AS HISTORY HAS SUFFICIENTLY PROVED. THAT IS WHY SEPARATION OF THE GERMAN PEOPLE FROM JUDAISM IS DESIRABLE. THE SEPARATION REALIZED UP UNTIL NOW IN THE DOMAIN OF LAW MUST BECOME EFFECTIVE. IT IS WRONG TO SPEAK OF PLACING A BAN ON THE JEWS. ONE CANNOT SPEAK OF QUARTERS RESERVED FOR JEWS OR A GHETTO. JEWS WILL BE ADMITTED ONLY INTO HOUSES BELONGING TO JEWS. NAT-URALLY THE STRICTLY LEGAL EXCLUSION OF JEWS FROM ECONOMY IS PURSUED. BUT OF THIS TOO THERE IS AN ENTIRELY FALSE IDEA ABROAD. THE ORDINANCE OF DEC. I PRESCRIBED THAT FROM JAN. 1, 1939 JEWS SHALL NO LONGER OWN RETAIL OR WHOLESALE STORES OR EXERCISE TRADES AS ARTISANS. BUT AFTER JAN. 1, 1939 JEWS WILL BE ABLE TO BUY IN ALL STORES AND WILL HAVE FREE ACCESS TO ALL CAFES AND RESTAURANTS EXCEPT CERTAIN STATED RETAIL SHOPS AND RESTAURANTS. IT IS INCONCEIVABLE THAT JEWS WOULD GREATLY DESIRE, FOR EXAMPLE, TO GO INTO THE KAISERHOF IN BERLIN OR THE DEUTSCHERHOF IN NURBERG. HOWEVER, IN GENERAL, ALL SHOPS AND RESTAURANTS WILL BE OPEN TO THEM.

"IT IS UNDERSTOOD THAT ALL THESE HAVE AS THEIR PURPOSE THE EMIGRATION OF THE JEWS AND
THE FACILITATION OF THIS EMIGRATION TO THE GREATEST DECREE POSSIBLE. THE DISFICULTY LIES SOLELY
IN TRANSFER. PERHAPS FOREIGN JEWS COULD PUT CURRENCY AT THEIR DISPOSAL, AS THEY DID FOR THE
AUSTRIAN JEWS. EVERY RICH JEW WHO EMIGRATED FACILITATED THE EMIGRATION OF SOME POOR JEWS. A
SOLUTION WAS SEEN IN THIS AND IT HAS ALREADY BEEN ATTEMPTED TO REALIZE THIS IN THE REICH."

D.N.B. VIEW ON EMIGRATION HELD NOT CONSTRUCTIVE

BERLIN, Dec. 12. (JTA) -- Informed opinion here fails to see anything constructive in today's officially-inspired announcement by the German News Agency (D.N.B.) regarding future Jewish emigration. The best that can be said for it is that it does not conflict with plans the Reich Government is reportedly considering for the harnessing of the emigration problem to the German trade drive.

COMMENTING ON THE RICH-HELP-THE-POOR POLICY OF JEWISH EMIGRATION IN AUSTRIA, WHICH THE ANNOUNCEMENT MENTIONS, INFORMED SOURCES POINT OUT THAT THIS HAS NOTHING TO DO WITH THE TRANSFER QUESTION. RICH JEWS ARE TAXED TWO TO FIVE PER CENT OF THEIR FORTUNES BEFORE THEY ARE GRANTED PASSPORTS. THIS MONEY IS NOT PERMITTED TO LEAVE THE COUNTRY AND IS USED, ACCORDING TO THE GESTAPO, TO PAY FOR TRANSPORTATION AND SOMETIMES OTHER NECESSITIES FOR POOR EMIGRANTS, BUT ONLY IN EXCEPTIONAL CASES ARE THE EMIGRANTS GRANTED LANDING MONEY OR OTHER FOREIGN EXCHANGE FROM THE FUND.

IF THE NAZIS, IN REFERRING TO AID BY FOREIGN JEWS IN SOLVING THE TRANSFER PROBLEM, MEAN THAT WORLD JEWRY IS ASKED TO PUT FUNDS AT THE DISPOSAL OF THE EMIGRATING JEWS, THERE IS NOTHING NEW IN THIS IDEA SINCE FOREIGN JEWS FOR YEARS HAVE SPENT MILLIONS IN AIDING PENNILESS EMIGRANTS. IF, HOWEVER, THE GERMAN GOVERNMENT PROPOSES TO USE THE FUNDS MADE AVAILABLE BY FOREIGN JEWS IN PURSUIT OF ITS OWN EXPORT DRIVE, A POSSIBLE SOLUTION CAN BE FOUND ONLY IF SUPPORTED BY OTHER NATIONS.

VERSE POSTED IN BERLIN PHONE BOOTHS REFLECTS DISGUST AT POGROMS

BERLIN, DEC. 12. (JTA) -- DISGUST FELT BY MANY GERMANS AT THE RECENT ANTI-JEWISH EX-CESSES FOUND EXPRESSION TODAY IN CRUDELY-PRINTED VERSE POSTED ON MANY PHONE BOOTHS THROUGHOUT BERLIN. THE VERSE READ:

"ON THE NINTH OF NOVEMBER, IN A SPONTANEOUS WAY, MANY JEWISH WINDOWS WERE SMASHED BY UN-UNIFORMED S.A."

RUSEN URGES COMMISSION OF EXPERTS BE SENT TO STUDY BRITISH GUIANA PROJECT

NEW YORK, Dec. 12. (JTA) -- Because the British Guiana offer by Great Britain appears ""closest to our requirements," Dr. Joseph A. Rosen, noted colonization expert, suggested today that the Intergovernmental Refugee Committee and Leading agencies concerned with the refugee problem send a commission of experts to the South American colony to determine its ability to absorb a large number of settlers from Europe. Dr. Rosen, who is head of the American Jenish Joint Agricultural Corporation (Agro-Joint), made the suggestion in the current issue of Notes and News, monthly publication of the Council of Jewish Federations and Welfare Funds.

IN AN ARTICLE ENTITLED "A REALIST LOOKS AT COLONIZATION," DR. ROSEN ASSERTED THAT AMONG ALL THE TERRITORIES IN VARIOUS PARTS OF THE WORLD MENTIONED AS POSSIBLE HAVENS FOR VICTIMS OF OPPRESSION IN EUROPE, THE BRITISH GUIANA OFFER "SEEMS TO COME CLOSEST TO OUR REQUIREMENTS." THERE ARE PROBABLY MUCH BETTER STRETCHES OF LAND IN AUSTRALIA, NEW ZEALAND AND THE UNITED STATES, HE POINTED OUT, BUT THEY ARE NOT OBTAINABLE, WHEREAS BRITISH GUIANA "APPEARS TO BE A GENUINE OFFER FROM THE BRITISH GOVERNMENT."

"THE TIME IS NOW RIPE," DR. ROSEN DECLARED, "FOR A VIGOROUS EFFORT TO REVITALIZE THE TERRITORIALIST MOVEMENT AS A POTENT FACTOR IN FINDING A WAY OUT. THE SITUATION CREATED BY THE SPREAD OF FASCIST POWERS IS QUALITATIVELY SO TRADIC AND QUANTITATIVELY SO STUPENDOUS THAT NO ACCUMULATION OF SCATTERED INFILTRATION PROJECTS INTO VARIOUS COUNTRIES OFFERS A TANGISLE SOLUTION."

NEWS SEES BIGGER IMMIGRATION CREATING NEW WEALTH IN U.S.

NEW YORK, Dec. 12. (JTA) -- THE New YORK DAILY News, IN THE THIRD EDITORIAL OF A CAMPAIGN FOR INCREASED IMMIGRATION, DECLARED TODAY THAT INCREASING THE POPULATION BY 13,000,000 WOULD FORCE THE CREATION OF NEW WEALTH AND AID THE RESTORATION OF PROSPERITY. "THIS COUNTRY SN'T BUILT UP YET," THE EDITORIAL SAID. "THERE IS PLENTY MORE WORK TO BE DONE IN IT; PLENTY OF IMPROVEMENTS TO BE MADE."

DISCUSSING THE CONTENTION THAT IMMIGRANTS TAKE AMERICAN JOBS, THE NEWS SAID ELIMINATING FROM THE COUNTRY THE 10,000,000 UNEMPLOYED AND THEIR FAMILIES WOULD NOT HAVE THE EFFECT OF RESTORING PROSPERITY, BUT MOULD DECREASE THE NATION'S CONSUMPTION POWER TO THE POINT WHERE THE POPULATION "WOULD BE SMOTHERED ECONOMICALLY AND FINANCIALLY." CONVERSELY, IT SUGGESTED, INCREASING THE POPULATION WOULD ELIMINATE COMMODITY SURPLUSES.

COUGHLIN RETORTS SHARPLY TO CARDINAL MUNDELEIN'S REBUKE ON RADIO TALKS

DETROIT, DEC. 12. (JTA) -- FATHER CHARLES E. COUGHLIN REPLIED SHARPLY AND BRIEFLY TODAY TO A STATEMENT BY CARDINAL MUNDELEIN WHICH DECLARED THAT THE PRIEST WAS NOT AUTHORIZED TO SPEAK FOR THE CATHOLIC CHURCH. 'HE STATEC: "FATHER COUGHLIN IS IN AGREEMENT WITH THE CARDINAL WHEN HE SAYS THAT FATHER COUGHLIN DOES NOT SPEAK FOR THE CATHOLIC CHURCH. NO PRIEST SPEAKS FOR THE WHOLE CHURCH, NO BISHOP SPEAKS FOR THE WHOLE CHURCH, AND NO CARDINAL SPEAKS FOR THE WHOLE CHURCH. ONLY THE POPE SPEAKS FOR THE CHURCH."

THE STATEMENT OF CARDINAL MUNDELEIN, WHO RETURNED FROM ROME RECENTLY, WAS READ OVER THE STATIONS OF THE NATIONAL BROADCASTING COMPANY YESTERDAY BY BISHOP BARNARD J. SHELL, VICAR GENERAL AND SENIOR AUXILIARY BISHOP OF CHICAGO, AFTER FATHER COUGHLIN'S ADDRESS. BISHOP SHELL SAID TO THE RADIO AUDIENCE: "HIS EMINENCE, GEORGE CARDINAL MUNDELEIN OF CHICAGO HAVING BEEN IMPORTUNED BY NEWS COMMENTATORS AND CORRESPONDENTS FROM EVERY SECTION OF THE COUNTRY IN REFERENCE TO THE BROADCASTS OF FATHER COUGHLIN OF DETROIT, MAKES THE FOLLOWING STATEMENT: "AS AN AMERICAN CITIZEN, FATHER COUGHLIN HAS THE RIGHT TO EXPRESS HIS PERSONAL VIEWS ON CURRENT EVENTS, BUT HE IS NOT AUTHORIZED TO SPEAK FOR THE CATHOLIC CHURCH, NOR DOES HE REPRESENT THE DOCTRINE OR SENTIMENTS OF THE CHURCH."

CATHOLIC GROUPS DEFEND COUGHLIN; BOYCOTT OF WMCA THREATENED

NEW YORK, Dec. 12. (JTA) -- Several Catholic groups organized today in support of Father Coughlin. The executive committee of the Brooklyn Holy Name Society, claiming 200,000 members, threatened Station WMCA with a poycott of its advertisers unless the priest was returned to the air over that station. The Committee for Defense of Americans' Constitutional Rights announced a mass meeting in protest against "Radio purges" of Father Coughlin and others. The Jersey City Council of the Knights of Columbus, of which Mayor Frank Hague is a member, also went on record in support of the Detroit priest.

WASHINGTON, Dec. 12. (JTA) -- Erection of "An insurmountable barrier against the invasion of our shores of this hydra-headed monster of religious persecution" was urged yesterday by Chairman Frank R. McNinch of the Federation Communications Commission in an ABC Broadcast on the occasion of Universal Bible Sunday. He warned that it was not the Jews alone who were menaced by persecution, but all religion.

GRYNSZPAN SPARED RE-ENACTMENT OF CRIME IN NAZI EMBASSY; PUBLIC TRIAL SET FOR JULY

PARIS, Dec. 12. (JTA) -- AN INVESTIGATING MAGISTRATE TODAY SPARED HERSCHEL GRYNSZPAN THE NECESSITY OF ENTERING THE GERMAN EMBASSY TO RECONSTRUCT THE FATAL WOUNDING OF ERNST VOM RATH, EMBASSY SECRETARY, WHICH TOUCHED OFF THE RENEVED WAVE OF ANTI-JEWISH PERSECUTION IN THE REICH. THE 17-VEAR-OLD POLISH JEW APPEALED TO THE COURT AUTHORITIES, "SPARE ME FROM ENTERING THE GERMAN EMBASSY AGAIN," WHEN NOTIFIED THAT HE HAD TO FACE THE REICH OFFICIALS ON DEC. 19 FOR THE RE-ENACTMENT OF THE ENTIRE SCENE. ACCORDINGLY, THE JUDGE DECIDED TO SUMMON THE EMBASSY WITHESSES TO THE COURT FOR THE RECONSTRUCTION.

GRYNSZPAN'S LAWYERS STATED THAT HIS TRIAL WOULD DEFINITELY BE PUBLIC AND MIGHT TAKE PLACE IN JULY. GERMANY HAS BEEN PRESSING FOR SECRET PROCEEDINGS. THE JOURNALISTS' DEFENSE COMMITTEE FOR GRYNSZPAN, FORMED IN THE UNITED STATES ON DOROTHY THOMPSON'S INITIATIVE, WHICH ENGAGED GRYNSZPAN'S COUNSEL, HAS DEMANDED TRIAL IN OPEN COURT.

PRISON AUTHORITIES, IT WAS LEARNED, CONSIDER THE YOUTHFUL ASSASSIN A MODEL PRISONER, AND HAVE PLACED HIM IN A CELL FOR MINORS. LETTERS OF SYMPATHY FROM ALL PARTS OF THE WORLD INCLUDING THE UNITED STATES, CONTINUE TO POUR IN ON HIM, BUT HE REJECTS FINANCIAL ASSISTANCE FROM HIS FOREIGN SYMPATHIZERS AND IS MAINTAINED EXCLUSIVELY BY HIS RELATIVES.

VATICAN PAPER BACKS SYMPATHY FOR JEWS, HITS RACE HATRED

'VATICAN CITY, Dec. 12. (JTA) -- THE VATICAN NEWSPAPER OSSERVATORE ROMAND CAME TO THE DEFENSE TONIGHT BOTH OF ITALY'S JEWS AND THOSE "ARYANS" WHO HAVE SHOWN THEM PITY. AN ARTICLE DECLARED THAT RACIAL HATRED COULD NOT BE JUSTIFIED, EITHER ON SCIENTIFIC GROUNDS OR BY ETHNICAL, POLITICAL OR SOCIAL ARGUMENTS.

CONDEMNING THOSE WHO HAVE BEEN BITTER IN THEIR CRITICISM OF PITY FOR THE JEWS, OSSERVATORE DECLARED THIS SENTIMENT WAS IN LINE WITH THE CHARITY AND HUMANE CONCEPTIONS TAUGHT BY CHRIST. THE NEWSPAPER TOOK SEVERE EXCEPTION TO THOSE THEATERS WHICH HAVE ANNOUNCED PLANS TO REFUND THE SEASONAL SUBSCRIPTIONS OF JEWISH PATRONS, DECLARING THAT THE EXPULSION OF JEWS FROM ALL PERFORMANCES WAS PRACTICALLY IMPOSSIBLE.

MILAN, DEC. 12. (JTA) -- IN LINE WITH ITALY'S NEW RACIAL POLICY, THE FAMOUS LA SCALA OPERA HOUSE HAS DECIDED TO CANCEL SUBSCRIPTIONS OF ALL JEWS FOR THE SEASON ABOUT TO OPEN AND RETURN THE MONEY PAID.

PALESTINE JEWS SCORE ENTRY CURBS; BEN ZVI ASKS BOYCOTT OF LONDON PARLEYS

TEL AVIV, Dec. 12. (JTA) -- THE PALESTINE JEWISH NATIONAL COUNCIL, IN EXECUTIVE SESSION, TODAY ADDRED A RESOLUTION EXPRESSING INDIGNATION AT THE CLOSING OF PALESTINE'S GATES TO BEFUGES. THE ACTION WAS TAKEN AFTER PRESIDENT ISAAC BEN ZVI SUGGESTED THAT THE JEWISH AGENCY RECONSIDER ITS DECISION TO PARTICIPATE IN THE LONDON CONFERENCES ON PALESTINE. HE ATTACKED LORD SAMUEL WITH THE ASSERTION THAT PALESTINE JEWRY WOULD NEVER PARTICIPATE IN NEGOTIATIONS ON THE BASIS OF HIS JEWISH MINORITY PLAN. HE ADDED THAT THE JEWS WERE ALWAYS READY TO NEGOTIATE WITH THE PALESTINE ARABS, BUT NOT WITH REPRESENTATIVES OF NEIGHBORING ARAB COUNTRIES, WHOM BRITAIN HAS INVITED TO THE PARLIES.

PINCHAS RUTTENBERG, ELECTRIC POWER MAGNATE, DEMANDED THE CALLING OF A WORLD JEWISH CONFERENCE IN AMERICA FOR THE OPENING OF PALESTINE'S GATES. DAVID BEN GURION, CHIEF RABBI ISAAC HERZOG AND MENACHEM M. USSISHKIN, WERE OTHER SPEAKERS. MEANWHILE, TOUCHING SCENES OCCURRED AT THE TEL AVIV PORT WHEN A SECOND GROUP OF 100 REFUGEES, AGED BETWEEN 80 AND 90, LANDED.

JEWISH STATE AS BUFFER URGED

LONDON, DEC. 12. (JTA) -- CREATION OF A "BUFFER STATE" OF JEWS IN THE TRANSJORDAN TO SAVE THE SUEZ CANAL "FOR CIVILIZATION" IN THE EVENT THE "NORDIC MONSTER" SHOULD TRY TO SEIZE IT WAS URGED UPON THE BRITISH GOVERNMENT LAST NIGHT BY COMMANDER OLIVER LOCKER-LAMPSON, CONSERVATIVE M.P., IN AN ADDRESS AT MANCHESTER. COMMANDERS LOCKER-LAMPSON COUNSELLED THE GOVERNMENT NOT TO SEND THE REFUGEES FROM GERMANY TO "INACCESSIBLE ENDS OF THE EARTH," BUT TO CONCENTRATE THEM IN PALESTINE AND OPEN THE TRANSJORDAN, WHICH HE SAID WAS CAPABLE OF ACCOMMODATING 100,000 FAMILES.

LATE BERLIN NEWS

BERLIN, Dec. 12. (JTA) -- IT WAS RELIABLY REPORTED TONIGHT THAT THE FUTURE COURSE OF JEWISH EMIGRATION FROM THE REICH MAY HINGE ON THE RESULT OF THE VISIT OF DR. HJALMAR SCHACHT, PRESIDENT OF THE REICHSBANK, TO BASEL FOR THE MEETING OF THE BANK FOR INTERNATIONAL SETTLEMENTS AND HIS SUBSEQUENT VISIT TO LONGON.

IT IS GENERALLY BELIEVED HERE THAT THE REICH IS DETERMINED TO USE THE 600,000 REICH JEWS AS A LEVER TO PRY OPEN NEW WORLD MARKETS. INFORMED CIRCLES LINK DR. SCHACHT'S VISIT WITH PLANS KNOWN TO BE UNDER CONSIDERATION BY REICH OFFICIALS UNDER WHICH THE TRANSFER PROBLEM WOULD BE SETTLED BY FOISTING GERMAN EXPORTS ON COUNTRIES RECEIVING EMIGRANTS. IT IS RELIABLY RE-PORTED THAT DR. SCHACHT IS ALREADY IN TOUCH WITH COLLEAGUES OF HIS REGARDING THESE PROPOSALS AND INTENDS TO DISCUSS THEM FURTHER IN BASEL AND LONDON.