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MEMORANDUM FOR THE RECORD:

10 March 1965.

A confidential informant of known reliability has advised as follows regarding the relationship between the Director of the FBI and the Rev. Martin Luther King:

In the Fall of 1964 following the remarks made to the press by the Director FBI regarding King and after King's counter statement, an Assistant Director of the FBI visited [REDACTED] and one of the more responsible Negro leaders in this country and advised him that the Director FBI was prepared to make specific charges against King based on factual data in his possession to the effect that King had misused funds contributed to the Civil Rights movement for his personal benefit; that he knowingly employed on his personal staff two members of the CPUSA although he had promised other Negro leaders he would terminate the two [REDACTED]

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(AB) summoned King to New York City and advised him of these charges, and at first met with denials of them but subsequently King admitted that it looked as though he were in trouble. He asked for time to think the matter over and said he would see [REDACTED] the following day. He did not appear as promised and later [REDACTED] ascertained that King had gone to Washington and made his peace with the Director FBI.

The foregoing information has been confirmed from another source with direct access to the Director FBI.



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Of course, the West German ruling circles at present still have to rely on U.S. support in many respects, particularly in the political and military spheres. Therefore, they have misgivings about the stepped-up collision and contention between U.S. imperialism and Soviet revisionism in an attempt to redivide the world. They fear that U.S. imperialism will make counter-revolutionary deals with Soviet revisionism at the expense of West Germany. That is why amidst the intense preparations by U.S. imperialism and Soviet revisionism for "strategic arms limitation talks," ~~the~~ <sup>on</sup> West German Chancellor Kiesinger made a hurried trip to Washington and held talks ~~prob~~ with U.S. imperialist chieftain Richard Nixon for two days. After mutual glorification and professions of "kinsmanship," Nixon once again assured Kiesinger ~~giving~~ that as regards the U.S.-Soviet talks, the United States would have "full consultation" with and "take full account of the interests of" West Germany. To placate West Germany, Nixon reached agreement with Kiesinger on the establishment of a "hot line" between the White House and the chancellor's office so as to "try in close communication with each other." But with the growth of West Germany's strength, its tendency to fall away from U.S. imperialism will inevitably increase.

Our great leader Chairman Mao has pointed out long ago: "The epoch we are living in is an epoch in which the imperialist system is heading for total collapse. The imperialist have fallen inexorably into crisis." The manœuvres and struggles among the imperialist countries to realize their own ambitions are aggravating the division of the imperialist bloc, thus accelerating the doom of the imperialist system.

#### GANGSTERISM IN U.S. SHIELDED BY OFFICIALS

Taking NCPA International Service in English 1833 GMT 11 Aug 69 B

[Text] Peking, August eleventh (NCPA) - - notorious American criminal gangs are working hand in glove with the U.S. officialdom and big monopoly capitalists to let the people. The trinity of government officials, businessmen and gangsters has become one of the characteristics of the decadent capitalist society of the United States today.

With accelerated corruption of the U.S. society, gangsterism has been increasingly rampant there. To cover up the government support and shielding of gangsterism, U.S. imperialist chieftain Richard Nixon remarked recently that gangsterism "has deeply penetrated broad segments of American life." He admitted that in U.S. cities gangsters have unscrupulously carried out such criminal activities as "illegal gambling," "racket," "narcotics traffic" and "loan sharking." He also admitted that from "illegal gambling" alone, organized gangsters have an annual take from 20,000 million to 50,000 million dollars.

These criminal gangs have every connection with the U.S. official circles. Their activities are virtually carried out under the shielding and connivance and with the participation of the U.S. official circles. The narcotics traffic goes on with close collaboration from the police and the operation of secret gambling dens relies fully on police shielding. It was revealed that the bribes to the police from "Mafia" for its secret gambling operations amount to some 4,500 million dollars annually, exceeding the total annual pay for police in the country. Racketeering can by no means be divorced from U.S. official protection and cooperation. A recent scandal involved the seemingly honest U.S. Supreme Court Justice Abe Fortas who agreed to a lifetime fee of 20,000 dollars a year from a convicted "financier" of stock manipulation.

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Furthermore, the criminals often resort to "secret contributions" to buy over and bribe politicians. Once being "elected" congressman, "governor" or "mayor," these politicians will use official authority to shield their crime.

In fact, the ruling monopoly capitalist group is itself the biggest gang of criminals in the United States. The political power it holds does a "legal" cloak over its plunder, deception and oppression of the broad masses of the American people. Taking "gambling" as an example, there are both "illegal gambling" and "legal gambling." Gamblers have only to pay the government a "tax" to make their operations legal. Nixon himself recently proposed the annual Federal operators tax on gamblers be increased from \$0 to 1,000 dollars to boost government revenue. Las Vegas, Nevada, is one of the cities known for its gambling dens. The municipal government of the city collects over 1,600 million dollars from its "tax on gamblers" which becomes its main revenue. It was reported that another U.S. Supreme Court Justice William Douglas was once president of the "Albert Farrow Foundation" founded by a company which owns three casinos in Las Vegas.<sup>1</sup> Gambling in the United States maintains close relations with the Federal Bureau of Investigation, an espionage set-up.

An ever increasing number of murder cases is also inseparable from the connivance of the reactionary U.S. ruling circles, which are themselves the ring-leaders in this respect. They instruct police and judicial guardians to conduct bloody suppression of the revolutionary American people. The U.S. monopoly capitalist class planned the sinister brutal murder of the Afro-American fighter Malcolm X, and did not show any tolerance even towards the Afro-American clergyman Martin Luther King, an exponent of non-violence.<sup>2</sup> In addition, to compete for power and wealth, various monopoly groups repeatedly conducted political murders. The monopoly capitalist class also sets its propaganda machines in motion to advocate murder. In Los Angeles alone, scenes of murder appear on more than 1,200 occasions in television each week. No wonder gangsterism is running wild. According to U.S. official data, over than 10,000 people are murdered in the United States a year (not including those killed by the U.S. reactionary government).

Year after year chieftains of the gangs of criminals invest in enterprises the tens of thousands of millions of dollars they have plundered. They buy up banks and industrial and commercial enterprises, thus suddenly changing into "respected social figures." It was disclosed that organized gangsters have been in control of a number of enterprises, big or small, in Chicago in such important sectors as food processing, restaurants, real estate, auto sales, brokerage houses, travel agencies, shopping centers and radio and T.V. manufacturing. A U.S. bourgeois news agency said that many U.S. corporations took like business headquarters, but private conversations inside their well-protected offices concern murder, corruption and rackets.

It is not surprising to see collection among gangsters, government officials and politicians, and wealthy merchants. Karl Marx long ago pointed out that "capital grows dripping from head to foot, from every pore, with blood and dirt." He also quoted T. J. Dunning as saying that "with adequate profit, capital is very bold....100 percent will make at home in triumph on all human law; 300 percent and there is not a crime at which it will not venture, nor a risk it will not run, even to the danger of its owner being hanged."

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The situation of organized labor in the United States is precisely the same. Criminals and monopoly capitalists are virtually jailors of the trade lair.

The capitalist U.S. society is sinking and rotten to the core. But the American workers and the broad masses of American people are fast awakening. A revolutionary storm to sweep away all the pests will sooner or later rise in the United States. The days are numbered for the U.S. monopoly capitalist class and all sorts of its henchmen when they can ride roughshod over the American people.

#### NEW ZEALANDERS DEMONSTRATE AGAINST ROGERS

Taking: UNCA International Service in English C003 GMF 11 Aug 69 B

[Text] Wellington, August tenth (REJOMA)--New Zealand's progressive people angrily demonstrated today and yesterday to protest against the arrival of U.S. Secretary of State William Rogers in New Zealand to carry out conspiratorial activities.

Rogers arrived in Auckland yesterday from Canberra by plane after he participated in an ANZUS pact meeting.

When Rogers, accompanied by New Zealand Prime Minister Holyoake, arrived at the International Hotel where he stays during his visit, he was loudly booted by more than 200 demonstrators at the street opposite the hotel.

Waving placards reading "Get back to the U.S., Rogers," the demonstrators hurled eggs and rocks at the car of Rogers and Holyoake and shouted, "Fools, no home!"

The frightened Rogers hurriedly entered the hotel under the protection of a large number of secret servicemen. Twelve demonstrators were unjustifiably arrested by the police.

In Christ Church, about 500 people held a meeting today in protest against Rogers' visit to New Zealand. Later, some 150 men and youths marched in the streets in protest against the arrest of the 12 demonstrators in Auckland.

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SUBJECT: Notes Made During Conversations with  
[REDACTED] in New York City 26 February 1968

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6. (CB) according to (A) has bankrolled "CHICK" as well  
as Martin Luther King - possibly and probably with

(CB) (B) (A)

(CB) (B) (A)

8. "Source states Martin Luther King is (-B)