SFExaminer SEP 15 1972 Laird Backs Aid Cut Peace Plan

WASHINGTON - (AP) -The Nixon Administration would be willing to end all economic and military aid to South Vietnam as part of a negotiated settlement of the Vietnam war, says Defense Secretary Melvin R. Laird.

His comment yesterday seemed to enlarge upon the most recent conditions President Nixon outlined for negotiated agreement, but a Pentagon spokesman said Laird had pronounced nothing new

North Vietnam has insisted upon an end to economic and military aid to the south as a condition of settlement.

In an interview with Westinghouse Broadcasting Co., aird said that South Vietshould receive eco-nic aid for some time if Administration's Vietpamization program is to succeed.

However, he went on, if negotiations bring about

as a negotiating point. were to insist on a cessation of all American involvement including aid, we would consider it to be a negotiable point?"
"Of course," the secretary

replied.

Laird cited Nixon's proposal Jan. 25, as "the most far-reaching proposal" ever offered, but the President made no mention at that time of an end to economic aid to the south.

d to the south. Laird said Nixen has made it clear on a number of occasions that such aid would be open to negotiation if insisted upon by the North Vietnamese as a condition for ending hostilities.

Pentagon spokesman Jerry W. Friedheim said later that everything but the issue of U.S. prisoners of war has always been open to negotia-

If the North Vietnamese "are willing to accept limitations" on aid they receive from other nations, particularly military supplies from other nations, particul