Probers OK SFChronicle Firm's Saudi MAR 1 2 1975 Training Dea

Washington

Congressional investiga tors said yesterday that contract under which a private U.S. firm is to train th Saudi Arabian Nationa Guard does not threaten oth er countries and has advar tages for the United States.

An 18-member subcommittee of the House Arme Services Committee inclued this assessment of th \$103 million contract withe Vinnell Corp. of Alhar bra Calif. in its report on tour of the Middle East February.

The contract in which tU.S. government served effect as an intermedia between Saudi Arabia a the Vinnell firm has be controversial since its exience was disclosed by to Associated Press.

The subcommittee co cluded that the arrangemen is not inconsistent with pas practice in providing technical assistance and diplomatic relations with important oil-producing states.

The Saudi Arabian National Guard (SANG) "is separate from the regular Saudi Arabian army (and) has the distinctive mission of internal security such as guarding of pipelines against possible sabotage or terrorist attacks" the subcommittee said. It added "A review of the equipment the SANG is being trained to use shows that it will be limited to a defensive role."

The report also concluded that the danger of immediate war in the area is less than has been suggested in some published accounts but that there must be progress toward a peace settlement if war is to be averted.

It recommended that Israeli requests for additions U.S. military aid be studied carefully and judged item by item and that the United States consider providing economic and technical aid in rebuilding Egyptian cities along the Suez Canal.

The subcommittee which visited Israel, Egypt, Iran and Saudi Arabia concluded that Israel is now relatively stronger in military equipment with respect to its Arab neighbors than it was at the beginning of the 1973 war.

Associated Press