OHR BiH Media Round-up, 26/10/2004

RADIO HERCEG-	BH TV 1 (19,00	FED TV (19,30	RT RS (19,30)
BOSNA (18,00	hrs)	hrs)	
hrs)			
Employment	Police Reform	Pensioners' Day	Terrorism in BIH
conference	Comm mtg	marked	
Officials in	BiH soldiers	Dismissed	ICTY indictee
Mostar barracks	inIraq	soldiers issues	asset freeze
Cliff visited	Suspect for	HR supports ITA	McShane on ICTY
Mostar	explosion dead		
Cavic meets	Busek against DPA	7 exhumations in	Investigation in
Davidson	change	Sokolac	Bijeljina

Oslobodjenje	FBI investigates Al-Qaeda network in BiH ?!; Toby
	Robinson is a next witness against Jelavic; CoM will not
	accept IMF's blackmails
Dnevni Avaz	Ashdown: Unnecessary doubts in the work of foreign
	judges; NATO and EU Ambassadors meeting: Everything read
	to replace SFOR; Hays: There is no better solution for
	internal debt
Dnevni List	Party for BiH can break up agreements between HDZ and SDA
Vecernji List	FBI in Sarajevo
Slobodna	Army at verge of poverty but it prepares to go to Iraq
Dalmacija	

Nezavisne	Members of Venice Commission with members of
Novine	constitutional Commissions of BiH Parliament: No unified
	stance regarding change of Dayton ; "Makroprom" affair:
	Ljubomir Gladovic announced he would surrender to the
	Prosecutor's Office; Ashdown: I will not allow pressures
	against prosecutors
Glas Srpske	SOFT demands BAM 70 million
EuroBlic	Bush to abolish the Tribunal
Vecernje	Bush will (not) close Tribunal?
novosti	
Nacional	Geoffrey Kuchner from "The Washington Times": How I
	destroyed The Hague?

War c	rimes
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Cavic confirms Karadzic's property will be ceased FTV, Oslobodjenje pg 3 'karadzic's property will be frozen' by Fena, Dnevni Avaz pg 4 'Cavic: We will free all Karadzic's property' by Fena, Vecernji List, pg 3 'Cavic: Freezing of Karadzics' property', by <u>E</u>, Dnevni List, pg 5 'Karadzic's property will be frozen', not signed- RS President Dragan Cavic confirmed on Monday that the RS will have to implement the European Union's decision on freezing the assets of the indicted war crime suspect, Radovan Karadzic, just as it is requested from Serbia-Montenegro and Croatia in the case of Ratko Mladic and Ante Gotovina. Cavic

reiterated that the decision refers to BiH, Serbia – Montenegro and Croatia , which are under

jurisdiction of the Hague Tribunal. Cavic said that freezing of the assets will happen, but he didn't know in which form, since this is to be determined by the European Commission.

RTRS by Vesna Cibic – BiH authorities will also abide the decision but the issue is raised on the amount of

the assets in question in BIH. Goran Radivojac spokesman of RS Prime Minister states that in order to arrest war crime suspects it is necessary to establish cooperation in the region. The Chair of the Council of Minister Adnan Terzic agrees with Cavic also stating that the decision is obligatory and that it needs to be determined how many assets do the war crimes suspects have."I don't know how we will do it but I know that CoM ...will do everything to bring that matter to an end", says Terzic. Luka Karadzic, brother of Radovan Karadzic, claims that all assets are frozen and the only thing remaining is the house. He adds that authorities should freeze everything on the accounts if they find them. He also says that authorities never found anything to freeze although they are trying to since 1995. OHR welcomes the position of BIH, SCG And Croatian authorities. "OHR hopes that institutions of BIH authorities will consider a possibility of taking the lead role in the future in implementation of similar measures such as freezing of assets to all war crime suspects at large", says LJiljana Radetic OHR spokesman.

VL on	Vecernji List, pg 3 'Law watches over property of
freezing the	Radovan Karadzic', mentioned on front, by <u>Dejan Jazvic</u>
PIFWCs'	 Reminding that the BiH authorities have announced
property	that they would fulfill a request of the EC and freeze
	the property belonging to two most wanted ICTY
	fugitives, namely Radovan Karadzic and Ratko Mladic,
	VL reckons that it could represent a formal-legal
	problem. VL explains that unlike in some other
	countries, the current laws in BiH do not allow
	expropriation or temporary confiscation of property,
	unless there are evidence that the property is
	illegally acquired. Even when it comes to the latter
	situation, notes VL, the confiscation can only take
	place if there is a court verdict, which confirms that
	the property is indeed illegally acquired. In that
	context, VL argues that since Karadzic and Mladic have
	not been sentenced yet and since there are no evidence
	on illegal origin of the property, the authorities
	will be having difficult time in justifying a possible
	confiscation of their property. Finally, VL notes that
	the only person that could react in this situation is
	the High Representative Paddy Ashdown for BiH, "whose
	powers are above the BiH laws".

RS/Serbian dailies carry Washington Times report on 'conflict' btw Bush and Del Ponte

Glas Srpskepg 5 'Lady Macbeth of the Balakns'; EuroBlic cover and pg 2 'Bush to abolish the Tribunal' by <u>T.N.DJ.</u>; Vecerenje Novosti cover and pg 4 ''Bush will (not) close Tribunal?'; Nacional pgs2-3 'Bush: I will close Court in The Hague' by Geoffrey Kuchner -The articles guote The Washington Times by saying that Washington insists on either to process war crimes committed in the Balkans before local courts or to amnesty the crimes. According to The Washington Times, State Department officials (John Bolton, the State Vice Secretary for Weapon Control is quoted as a source) have realised what ICTY Chief Prosecutor Carla **Del Ponte** has refused to admit – the Hague Tribunal has degenerated into a politicised Tribunal, which has not managed to stay in frame of its mandate. 'Instead of serving as an independent institution that would punish those who had committed or ordered crimes, the Tribunal has become an instrument by which Del Ponte wishes to modify history of the Balkans wars. She has abused the Prosecutor's Office by bringing indictments that are very weak', an editorial of The Washington Times, signed by Geoffrey Kuchner (the Director of Communications of the Republican Research Centre), reads. According to WT, Bush's administration demands from the Chief Prosecutor to bring cases before the Tribunal to an end. 'Finally, USA has a right to believe the Hague Tribunal has become a non-democratic institution but also a direct threat to development of democracy in the area of former Yugoslavia', WT reads. According to WT, Del Ponte has succeeded in what nobody had succeeded before - she had temporarily united population of former Yugoslav countries, namely they are all united in opposing her. WT compares Del Ponte with lady Macbeth, saying she is unscrupulous political careerist.

Comments	Nezavisne Novine pg 2 'Del Ponte abused Prosecutor's
regarding	Office' by <u>D.Ra.</u> – Following the article from the
the WT	Washington Times, NN inset 'Tadic: Serbs might stand
article	trials in Zagreb and Belgrade' carries that Serbian
	President Boris Tadic has assessed that possible
	trials before local courts might lead to having Serbs
	stand trials before courts in Sarajevo and Zagreb,
	which might pose an additional problem for Serbia.
	Dnevni List pg 4 'US President harshly warned Carla
	del Ponte', mentioned on cover, <u>by N. Bise</u> – DL says
	that the Office of the Bosniak Liaison Officer Amir
	Ahmic refused to comment on the aforementioned
	article, while the Croat Liaison officer Goran
	Mihaljevic did not hear about it at all. According to
	DL, the US Embassy said that they will check all the
	claims from the article and have the White House
	official stand on the ICTY work today (on Tuesday).
	Nezavisne Novine pg 6 'USA would not demand closure of
	Tribunal without Karadzic and Mladic' by <u>SRNA –</u> Dennis
	McShane, UKDeputy Foreign Secretary, Monday expressed
	his view that the American President, Administration
	and the public would not allow that the Hague Tribunal
	is closed as long as SiCG provides informal protection
	to Radovan Karadzic and Ratko Mladic.

	Police and military issues
Police	BHT 1, RTRS, Dnevni Avaz pg 4 'Matijasevic and
Reform	Njegus departed for Brussels' by <u>Onasa</u> – The
Commission	highest officials of the entity Interior
meets in	Ministries, BiH Security Ministry and BiH
Brussels	Prosecutor's Office have met in Brussels to
	discuss the police restructuring in the country.
	Talks are held within the aim of the Police Reform
	Commission lead former Belgian Premier Wilfred
	Martens. This commission's task during next five
	days is to propose solutions that will make police
	forces in BiH more efficient.

Spiric on	RTSR by Zeljka Koljancic- Nikola Spiric Deputy
meeting of	Chairman of BIH House of Representatives claims
Police	that the meeting of Police Reform Commission in
Reform	Brussels is a path towards establishing a single
Commission	united police in BIH. Spiric stated that the Matijasevic should deal with MoI's finances and not arrest of war crime suspects. Spiric asks why
	should policemen arrest the suspects if they don't
	have stimulation."I wouldn't be surprised if some interim module is to be accepted which would give
	a platform for politicians to tell the citizens
	that there will be a coordinator left on RS level. But that person cannot be Minister… so he will not
	be able to make decisions within RS Government",
	says Spiric. Chief of the RS Interior Minister's
	Cabinet Zoran Glusac says that MoI has no right to comment the work of the Commission.
	Oslobodjenje pg 4 'Model is known, they should not
	have make the expense' <u>by Onasa</u> – Spiric
	criticised authorities going to Brussels for meet
	spending the money that way, claiming that the
	model to be accepted has already been known.
	Dnevni Avaz pg 4 'SNSD will not allow single BiH
	<pre>MoI' by M.V DA carries the statement by Spiric:</pre>
	unpack the BiH Constitution in order to create
	conditions for its changing. Political option I
	belong to will not accept the solution under which
	a single BiH MoI is to be established. The united
	BiH Interior Ministry is not condition for
	efficient arrests of war crimes suspects, fight
	against organized crime, terrorism and
	corruption."
	Nezavisne Novine pg 6 'Abolishment of RS police
	agreed on' by <u>V. Popovic;</u> Glas Srpske pg 5 'Reform — an illegal work' by <u>M.Mi</u> . — Spiric stated that
	Dragan Mikerevic and Dragan Cavic should have more
	strongly supported Darko Matijasevic in his
	opposition to creation of a single police force in BiH.

RSNA	Euro Blic RSpg 7 'Through discussions to a
Commission	compromise" – Velimir Sakan, the President of the
on defence	RS NA Committee in charge of defence and internal
and internal	affairs, Monday told the daily that this Committee
affairs on	is in absolute support to the participation of the
police	RS delegation in the work of the Commission in
reform	charge of the police reform with the firm position
	that nobody has the mandate to accept solutions
	that could be in contravention with the RS
	Constitution and the BiH Constitution. He added:
	"The initially offered concept that anticipates
	the abolition of MoI's at the Entity level is
	unacceptable for us, even though we are aware that
	this job needs to be done. Our position is that a
	compromise has to be worked out in the
	negotiations that will follow and that both
	entities will be satisfied with." Borislav Bojic,
	one of the Committee members (from the SDS), said
	that the RS has to have a clear starting concept
	with regard to the police reform so that it is
	able to offer concrete solutions and proposals in
	the field. Dzevad Gusic, a Committee member from
	the SDA, claims that the positions with regard to
	the matter differed and that there would be a lot
	of polemics in the future discussions. According
	to him, realistic assessments are that a
	compromise would be reached in Brussels that
	would be close to the concept of a single MoI.

Update to claims on terrorist activities in BiH

RTRS, Vecernji List cover pg splash 'FBI in Sarajevo' and pg 2 'Terrorists trained in Zenica are killing in Iraq' by Hina – Media report on the article published by Glas Srpske on Monday which featured Josef Bodanski, Chief Advisor in the US Congress Department for Terrorist Affairs and Non-Conventional war-waging, as saying that there is a terrorist network in BiH, composed of several groups directly or indirectly responsible to Al Qa'ead's leader, Osama bin Laden [see BiH Media Round-up Oct 25 for detailed report]. He referred to Zenica as the most recent discovery by the US investigative bodies with regard to the involvement of BiH in the world terrorist network, adding that both IC and domestic authorities were aware of this. Oslobodjenje cover splash, pg 7 'FBI questions Al'Qaeda network?!' by <u>A. Prlenda</u> – Oslobodjenje also carries Bodanski's claims, adding that FBiH Interior Ministry has no information to confirm them. Spokesperson for FBiH Police Administration, Robert Cvrtak, stated: "We have no information of training of any terrorist group [taking place here]." However, Cvrtak could neither deny nor confirm Bodanski's claims that FBI investigators are in the country to check terrorism suspicions. OHR spokesperson Oleg Milisic stated OHR was not competent to comment to this, and SFOR spokesperson Mark Hope said that SFOR would not comment to individual opinions. However, he added that the truth is that there were some individual incidents of IC freezing the accounts of some

organizations for indications that they are linked to terrorism activities. "But we do not have strong evidences that terrorist groups act or are being trained in BiH," said Hope.

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Covic, Pendes, Nikolic visited barracks in Mostar	RHB, Dnevni List pg 3 'Covic: BiH in PfP in next 6 months' by NINA, Vecernji List pg 2 'Financing main problem of FBiH Army' by M. Mikulic, Slobodna Dalmacija cover pg splash 'Army at verge of poverty but it prepares to go to Iraq', pg 13 'Army at verge of poverty' by Z. Zekic- Croat member of the BiH Presidency Dragan Covic, BIH Deputy Defense Minister Marina Pendes and FBiH Defense Minister Miroslav Nikolic visited barracks 'Stanislav Kraljevic' in Mostar on Monday. Commenting on the situation in the FBiH Army especially the Croat component Covic said that there were many problems in the past especially when it comes to financial issues. He stated that making the FBiH Army more professional is inevitable. He also expressed belief that BiH will join Partnership for Peace in the next 5 or 6 months. Pendes answered the question regarding sending BiH soldiers to Iraq. She stated that this issue will be discussed at the next session of the BiH Parliament. Nikolic also commented on the situation in FBIH Army underlining there are not enough financial resources provided for the Army. Nikolic added that all conditions will be created by the end of the year so new recruits could join the Army.
NATO, EU Ambassadors	Oslobodjenje pg 3 'US will keep its soldiers in BiH' by Eong (AEB, Dnovni Avaz pg 3 'Evorything is
Ambassadors discuss	BiH' <u>by Fena/AFP</u> , Dnevni Avaz pg 3 'Everything is ready to replace SFOR', mentioned on cover, <u>by</u>
EUFOR	<u>Fena, Dnevni List pg 4 'Scheffer: USA will keep</u>
mission	smaller unit in BiH' <u>not signed</u> – NATO Secretary
	General Jaap de Hoop Scheffer said on Monday that
	USA will keep a smaller contingent in BiH after
	NATO withdraws from the country and EU forces
	arrive in December. After the end of the session
	dedicated to BiH attended by NATO and EU
	ambassadors, Scheffer said that the size and
	mission of the US troops have not been
	specified. As for the EUFOR, Scheffer said that
	everything has been prepared to replace SFOR.

Judicial issues	
Ints with	Dnevni Avaz cover splash 'Unnecessary doubts in the work of
Ashdown: I will	foreign judges', pg 2 'Ashdown: I will not let interference
not allow	in the work of judiciary' by <u>S. Numanovic</u> — " <i>BiH is on the</i>
interference	cross roads in which it has the chance to start the process
with the	under which it will once for all finish with the corruption
judiciary	and organized crime at the highest level. That disease has
	suffocated the state and has been destroying the lives of
	the citizens in this country on daily basis," said the High
	Representative Paddy Ashdown in an interview to DA. He
	further stressed that this process of fighting corruption is
	under "potential threat caused by those believing that the
	best way to protect themselves is to create the debt into
	the foreign judges and prosecutors working in the BiH Court,
	and to doubt the Court itself." However, HR underlines that
	foreigners arrived to BiH Court upon the invitation of the
	BiH authorities in 2001. At the time, Zlatko Lagumdzija and
	Mladen Ivanic demanded from IC to appoint foreign judges in
	the local judiciary. "They explained the request by saying
	these judges and prosecutors will be at bigger ease to work
	on the cases of the high profile We have respected their
	demand," Ashdown says adding that he will not allow any
	interference with the work of the judiciary. "I do not
	interfere the work of judiciary, and I will not allow
	anybody also to do so either internally or externally,"
	emphasizes HR and also says that it is not correct to say that "everything has been done in order to put
	representatives of one ethnic group to the defendant
	bench."
	Nezavisne Novine cover and pg 2 'Ashdown: I will not allow
	pressures against prosecutors' by <u>M. Cubro</u> – In an interview
	to NN along the same lines, Ashdown stressed: "Now we have a
	chance of a life-time to purge the state of corruption and
	organised crime. There are people trying to jeopardise this
	process, but I will not allow that happen." He did not want
	to give any name of such persons, saying that "everybody
	following up on media reports would get to conclusions
	easily".
	Vecernji List pg 5'I will prevent any attempt of
	interfering in court processes', mentioned on cover,
	'Ashdown: To prevent exerting influence on courts' by D.
	<u>Jazvic – VL</u> also carries an interview with Ashdown who says
	that the time has come to clean up corrupt structures in BiH
	and he added: 'This is not only about Croats but about
	members of all 3 peoples.' He concluded: "The process of
	establishment of the independent judiciary will be completed
	successfully.'

Update on	BHT 1, Oslobodjenje pg 3 'Toby Robison is next witness
Hercegovacka	against Jelavic' by <u>A.N., Vecernji List</u> , pg 5 'Toby Robinson
bank trials	the next witness' by <u>ri</u> – The next witness in the
	Hercegovacka Bank case before the BiH Court should be the
	Provisional Administrator for HB, Toby Robinson. According
	to Prosecutor John McNair, Robinson should be explaining
	about documents that have been found in the bank, and
	documents received from the then payment bureau (ZPP). The
	trials are scheduled to continue on Wednesday.
	Dnevni List, pg 5 'Toby Robinson will testify about
	discovered documents', mentioned on front, by Erna Mackic -
	In continuation of the 'Hercegovacka bank' trials, witness
	Ivo Kulis from the (FBiH) Ministry of Defence was
	questioned.
	Slobodna Dalmacija, pg 12 'Defence: Bank's archives were
	illegally confiscated', by <u>Zlatko Tulic</u> – Regarding Kulis'
	written statement, SD notes that Prosecutor McNair noted
	that the statement did not have comprehensive information,
	so it would be of no use to further question Kulis. However
	Jelavic's defence had objections to the statement, asking
	Kulis to explain allegations regarding the handover of
	documents in the FBiH Ministry of Defence. Namely, accordin
	to Kulis, the handover of financial and technical
	documentation never took place. Kulis explained that his
	allegations are based on a report of the Chief Inspection o
	the FBiH MoD, which in April 2001 established that document
	regarding accounting were missing and that the documents
	were in fact in Mostar. Questioned by Jelavic's lawyer
	whether there was a connection between the documents and
	Jelavic, Kulis said he did not know whether there was a
	connection. SD also notes that the defence team will be
	objecting to the way documents regarding Hercegovacka bank
	have been confiscated, since the defence believes the
	documents were acquired contrary to the laws in the FBIH an
	BiH.
Update to	RTRS, Nezavisne Novine pg9 'Ljubomir Gladovic announces he
lakroprom case	would surrender to the prosecutor' by <u>D. Risojevic</u> – The
	owner of "Makroprom" firm, Ljubomir Gladovic, a runaway
	under investigation on a number of criminal acts, will
	surrender to the Prosecutor's Office in Banja Luka by
	Wednesday at the latest to give his statement on criminal
	acts he has been charged with, announced team of his legal
	represnetatives.

Former director	RTRS,Nezavisne Novine pg 9 'Former Director of Clinical
of BL Clinical	Centre indicted' by <u>P.K.;</u> Glas Srpske pg12 'Indictment
Centre charged	against Kozomara' – The Banja Luka District Prosecutor's
centre charged	Office has brought charges against Risto Kozomara, the
	former Director of the Banja Luka Clinical Centre, for
	office abuse by way of which he damaged this institution by
	BAM 60 thousand. This indictment has been brought on the
	basis of the reports produced by the RS Supreme Auditor's
	Office for the year of 2002.
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Update to RS	RTRS, Glas Srpske cover page story 'SOFT demands BAM 70
Elektroprivreda	million' — The company SB Soft from Belgrade has accused
	RS Elektroprivreda that Elektroprivreda has damaged this
	firm for BAM 70 million. For 5 years Elektroprivreda has
	been using software solution owned by SB Soft illegally.
	Elektroprivreda signed a contract with SB Soft in 1999
	whereby 4, 8 million dollars were to be paid to SB Soft for
	the usage of software. Belgrade firm claims that the money
	has never been paid. SB Soft started court proceedings
	against Elektroprivreda.
Update to trial	RTRS, Nezavisne Novine pg 8 'Defendant did not produce
on acetyl	vinegar'; Glas Srpske pg 12 'No trace of vinegar'— During
anhydride	Monday's resumption of the trial of Rajo Krsmanovic , the
import	owner of the RBS Company from Bijeljina, indicted for
	importing 20 tons of acetyl anhydride – substance that is
	used in the production of drugs, Abid Hodzic , a financial
	expert, said that Krsmanovic's company did not have a plant
	for the production of vinegar. According to him, business
	books showed that 11 tons of this substance was missing
	meaning that Krsmanovi c sold it to an unknown buyer.
	Krsmanovic's defence lawyer said that his client might have
	had given away of destroyed the anhydride. The resumption of
	the trial has been scheduled for November 4.

NN on Telekom Srpske	Nezavisne Novine cover and pg 5 'Stojancic made payment through false invoices' by <u>A. Sekulic</u> – NN reports that in 1996 and 1997, RS Interior Ministry has run an extensive investigation on illegal activities at "Telekom Srpske, and one of the suspects for payment on basis of false invoices was current Acting Director of "Telekom", Stevo Stojancic . However, Banja Luka Public Prosecutor's Office has failed to
	process this denunciation hitherto.
	Nezavisne Novine pg 5 'Sibincic suspected of having forged
	court verdict' by <u>P. Klincov</u> – NN also carries that the
	Banja Luka District Prosecutor's Office is engaged in
	investigation against Predrag Sibincic, Acting Deputy
	Director of "Telekom Srpske", on grounded suspicion he has
	forged the court verdict. Sibincic was a judge with Banja
	Luka Basic Court where his mandate expired in March this
	year.

Political issues

Cavic,	RHB, RTRS, Dnevni Avaz pg 8 'Education Law in interests
Mikerevic meet	of all peoples' <u>by Fena</u> , Nezavisne Novine pg 6'High
new OSCE Chief	education waiting for compromise' by <u>V.P</u> . – Following
of Mission	Monday's meeting in Banja Luka with the Head of OSCE
in BiH	Mission, Douglas Davidson, Dragan Cavic, RS President,
	expressed expectation that by 31 December, the RS would
	have completed its duties stipulated by the Law on
	return of abandoned property. Cavic and Davidson also
	spoke about enactment of the Law on high education,
	concluding it needs to be adopted as soon as possible
	through consensus. During the meeting with Davidson,
	Dragan Mikervic, RS Prime Minister, stressed that the
	during the implementation of education reform, it is
	necessary to fully comply with the complex
	constitutional structure of BiH.
	Glas Srpske pg 3 'Playing the tune of Bologna' by <u>G.</u>
	<u>Dakic</u> – According to GS, Dusan Stojicic , RS NA Speaker,
	Monday also met with Davidson. Stojicic informed
	Davidson with the Law on local self-governance,
	stressing that this Law is halted at the RS Council of
	Peoples, although it has respected all the positive
	solutions from European Charter. GS further adds that
	Davidson also had separate meetings with RS Vice
	Presidents, Ivan Tomljenovic and Adil Osmanovic.
	Dnevni List pg 2 'Big property problems of Serb refugees
	from Croatia' <u>by NINA,<mark>Oslobodjenje</mark> pg</u> 8 'Respect
	complicated constitutional BiH structure' <u>by Onasa</u> —
	covers the meeting between Mikerevic and Davidson.

Ian Cliff	RHB, Oslobodjenje pg 3 'Slowly, but moving' by Fena,
visits Mostar	Dnevni Avaz pg 9 'Cliff: Aluminij is important for final
	reconciliation in Mostar' by <u>F. Vele</u> , Dnevni List pg 12
	'Cliff judged implementation of Statute 'relatively
	successful' ' <u>by NINA</u> , Vecernji List pg 5 'Aluminij
	crucial for trust' <u>by Hina</u> and <mark>Slobodna Dalmacija</mark> pg 13
	'To employ workers of other nationalities and not only
	Croats in Aluminij company' <u>by M. Landeka</u> – British
	Ambassador to BiH Ian Cliff visited Mostar on Monday
	where he met with Mostar Mayor Hamdija Jahic and his
	Deputy Ljubo Beslic. Asked as to why the International
	Community has been focused on Mostar and as to why the
	IC does not turn at resolving of problems in Banja Luka
	where Croats and Bosniaks almost do not have any kind of
	support, Cliff said: 'The British Government and the EU
	have a specific role in Mostar, however, it does not
	mean that they do not have interest for Croats and
	Bosniaks in Banja Luka.' Asked about the implementation
	of a new Mostar Statute, Cliff said he believes it is
	relatively successful. On this occasion Jahic stated it
	is necessary to resolve the issue of Aluminij company
	and that the return of about 200 workers of Serb and
	Bosniak nationality to this company will represent real
	economic re-integration of Mostar. On the same issue
	Beslic said that Aluminij has been partly privatised and
	that all people who used to work in this company before
	the war will not return at their places of work in this
	company, however, a certain number of workers of other
	nationalities will return to work in Aluminij and this
	will bring back trust of Mostar citizens.

CoE's Venice Commission visits BiH FTV by Adisa Ruzdic, Dnevni List pg 7 'There is still no consensus on changes to BiH Constitution' by D. Polovina-Mandic - Representatives of the BiH Constitutional and Legal Commissions of both Houses of BiH Parliament and the CoE's Venice Commission (Monitoring Team members) met in Sarajevo on Monday and

discussed the functioning of the state institutions and the role of High Representative to BiH. Venice Commission report should be completed in the next two or three months and it will be a base for further stance of the Council of Europe on functioning of BiH institutions

and possible constitutional solutions.

Nezavisne Novine cover and pg 3 'No unified stance regarding change of Dayton' by <u>A. Sisic</u> – The head of the BiH HoR's constitutional and legal commission, Mirsad Ceman, said that guests from Strasbourg heard opposing stances regarding the need for change of BiH Constitution, noting: "The Venice Commission members are convinced there is no consensus, because the Commission members from RS said the BiH Constitution must not be change. Their stances are of extreme importance, since they are used during the process of creating legal issues of Council of Europe." Martin Raguz, member of BiH Commission, said: "There are two crucial issues: the role of the High Representative and efficiency of the existing Constitution. We must urgently provide responses to these two issues, because this sort of dimension of the international community is not compatible with our current membership at CoE." Tihomir **Gligoric**, also BiH Commission Member, said that he passed on stances of Serb people to CoE officials, saying that the Dayton Agreement should not be changed, adding: "BiH Constitution provides all the possibilities organising BiH as a modern and democratic state. Dayton Agreement is the only successful sample, which resolved the conflict ib BiH and ensured an efficient development in all the fields."

Glas Srpske pg 5 'Assault against Constitution' by <u>N.</u> <u>Zelenovic</u> – **Petar Kunic** said after the meeting that "we are of the view the existing Constitution represents a solid framework for BiH and is not an obstruction for its economic development and European integration."

Busek on	BHT 1, Oslobodjenje pg 5 'Admission of BiH to Europe
constitutional	depends on OHR' <u>by S. Rozajac</u> , Dnevni Avaz pg 5 'Dayton
changes	is the history, and for future the change to the
	constitutional system is needed' by <u>L.K.</u> , Glas Srpske pg
	2 'Against Dayton changes' by <u>FENA; Nezavisne Novine</u> pg
	4 'Governments responsible for bringing regional states
	closer to EU' by <u>M.R., Dnevni List</u> , pg 6 'Project
	Corridor Vc was never submitted to Brussels', by <u>Dajana</u>
	<u>Resic</u> — The Special Coordinator of the Stability pact in
	South-east Europe, Erhard Busek said on Monday in
	Sarajevo that development of the constitutional system
	in BiH is necessary, in order that BiH is admitted into
	European Union, noting he is not in favour of changing
	the Dayton Peace Agreement, because it is a part of
	history. He added that the development of the
	constitutional system is necessary for the country's
	future. On this, he stressed that the development of the
	constitutional system is necessary for the future of
	this state, noting that "regional ownership" needs to be
	established. On this he explained that from the historic
	point of view, all decisions of importance for the
	regions were passed abroad, hence it is now necessary
	that regional states' Governments take over
	responsibility for their states. Although he did not
	want to speculate as to when BiH might be admitted into
	EU, he said that it would depend on when OHR would
	complete its work.
L	

DL on new	Dnevni List cover pg splash and pg 15 'Party for BiH can
Mostar mayor	break up agreements between HDZ and SDA' <u>by S. Bjelica</u> –
	DL carries an article on possible, future Mostar Mayor
	and the article says that HDZ claims that they will
	propose their candidate for the position of a Mostar
	Mayor only after they receive final election results.
	According to the article, most likely, current Mostar
	Deputy Mayor Ljubo Beslic will be the HDZ candidate. DL
	also says that current President of the SDA Mostar City
	Council Suad Hasandedic will be an SDA candidate for the
	Mayor's position if SDA does not support the HDZ
	candidate. The article also carries that both, HDZ and
	SDA, deny that they have had any negotiations regarding
	this issue. Party for BiH (SBiH) will also have its
	candidate for the Mayor's position and that is Mili
	Huseinagic (Director of Public Company 'Vodovod'). DL
	says that many people believe that SDP, People's Party
	Working for Prosperity and a part of SDA Councillors
	will support Huseinagic, although Hasandedic denied that
	SDA Councillors will support Huseinagic's candidacy.
	President of the SBiH Herzegovina-Neretva Canton Board
	Safet Omerovic stated that they have not contacted any
	political party yet, however, according to him, SBiH is
	aware that the coalition HDZ-SDA and their agreements
	could be broken up finally.

NN: Patten	Nezavisne Novine pg 3 'Progress achieved in BiH' by <u>M.</u>
writes to	<u>Cubro – Chris Patten,</u> European Commissioner for Foreign
Terzic	Affairs, confirmed in a letter, which he last week
	addressed to Adnan Terzic, BiH CoM CHair that BiH has
	achieved a progress in fulfilment of requirements for
	admission into EU, noting: "The progress you have
	accomplished is evident. I believe we would be able to
	identify the fields, where all tasks were completed, at
	our next meeting. I am convinced that it will be
	possible in the near future to launch negotiations on
	stabilisation and association agreement, which is to be
	followed with the singing of the contract relations."
	Terzic said that BiH authorities regard this letter as a
	confirmation of good results and the recommendation to
	the new composition of the European Commission to launch
	negotiations with BiH as soon as possible. Frane
	Maroevic, EC Spokesperson, said there is no exact date
	established when negotiations on SAA may commence,
	noting "the meeting, which is to assess the fulfilment
	of requirements, is to follow in November, I think. If
	conclusions of that meeting were positive, European
	Commission would recommend to EU Council to launch
	negotiations."

NN editorial	Nezavisne Novine op-ed pg 7 'Lord Potemkin' by <u>Slavko</u>
highly	<u>Mitrovic – The introduction to the article refers to the</u>
critical of HR	statement Chris Patten gave some months ago ("We cannot
Ashdown	accept you pretend to implement reforms, and we pretend
	to believe you"), describing this sentence as definition
	of "reforms" in BiH. The author is critical of the
	ongoing reforms, referring to Paddy Ashdown as
	"Potemkin" [note: Russian statesman in 18 th century]
	after whom (in post-nationalistic and post-Ashdown era
	as author says) there will be a lot of work to be done.
	Mitrovic is extremely critical of Ashdown and his deeds,
	co-identifying him with Mladen Ivanic and his lies,
	stressing: "Ashdown may be a person, who was not so much
	under the spot-light of public hitherto, and BiH was a
	sort of gift at the end of his — not so good- political
	career." The author is also critical of a number of
	decisions imposed by HiRep saying that removals of 59
	officials of SDS and PDP represented a delayed reaction
	whose purpose was to save Ashdown's "unstable position".
	The author notes that "somebody would have to try for
	what is happening in BiH — either court with foreign
	judges and prosecutors or the generation of young
	people, from whom they stole the future". Mitrovic notes
	that "only OHR does not perceive what everybody else
	perceives — which is that criminals and corrupted
	authority cannot build BiH". He concludes the article by
	saying: "It is a time for the IC to so something.
	Otherwise, all the trouble and enormous resources — and
	what far the worst, expectations of citizens — would be
	ruined."

Economic and social issues

Unemployment	
conference	
held in	
Sarajevo	

RHB At the Conference on Employment in BiH, which is taking place in Sarajevo, the representatives of governmental and non-governmental organizations, the international community, firms, syndicates, employers' associations and commercial banks have been analyzing the activities aimed at reducing the extremely high unemployment rate. The Conference is taking place under patronage of the BiH Council of Ministers and the Entity governments. In his address to the participants, BiH Council of Ministers Chair Adnan Terzic underlined the intensive cooperation with the Entity governments on issuing and implementing the economic policy that will result in creating new jobs. BHT 1, FTV, Dnevni Avaz pg 2 'Authorities will create atmosphere for faster employment' by E. Plecic, **Oslobodjenje** pg 8 'Domestic money for new vacancies' by M.K.S., Slobodna Dalmacija pg 14 '30 000 KM of loans for new place of work' by D. Pasic, Vecernji List pg 2 'Government does not employ people' by eme and Dnevni List pg 9 'Prime Minister Terzic: We have to create job by ourselves' by D. Polovina-

Mandic – also covered the conference.

PDHR Hays on
FBiH internal
debt lawDnevni Avaz pg 4 'There is no better
solution for internal debt then the law
currently in the parliament', mentioned on
cover 'There is no better solution for
internal debt', by PDHR Donald Hays – The
DDUD Deceld Here writtee about the internal of

PDHR Donald Hays writes about the issue of the FBiH Internal Debt Law which is to be discussed by the members of the FBIH House of Peoples today. It took 5 months for FBiH House of Representatives to adopt the

law, considering it inappropriate. However, Hays says "that there are no different plans for the country with such high debts and whose economy is in this phase of the recovering. That is the fact, no matter how cruel it looks. Non-adoption of the law, will destroyed without any doubt all efforts taken with the aim to stabilize BiH's economy and establish macro-economic stability." Hays adds that there is no better solution for the internal debt issue then the law before the parliament. PDHR concludes that "it is time for all to leave their hopes into better solution aside, and to support the only realistic possibility and that is the possibility discussed by the FBiH Parliamentarians. The HoR showed courage despite the serious opposing and HoR voted in favor. It is up to HoP to now show the

similar courage."

Oslobodjenje pg 5 'Today, discussion about
 FBiH internal debt' by Fena - brings
 announcement of the FBiH HoP session.

Oslobodjenje: "CoM will not accept IMF's blackmails"

Oslobodjenje pgs 4-5 'Council of Ministers will no accept IMF's blackmails', mentioned on cover, by Azhar Kalamujic -Daily reads that the BIH Council of Minister "will not accept the blackmail coming form the International Monetary Fund [IMF] that conditions the 50 million US dollars loan for social programs in BiH with the cessation of the authorities' plans to finance the construction of Vc corridors from its own money." Chair CoM, Adnan Terzic, BiH Transport and Communications Minister Branko Dokic and his Deputy Haris Basic all confirmed in their statements to Oslobodjenje that authorities will not give up from decision to finance road projects through levies paid by three GSM operators. Terzic explains that instead of this, IMF demands to be paid to the ESCROW account to pay out internal debt. "In addition, CoM would not be able to use this money without IMF's approval," adds Terzic. Basic concludes that the aim of the aim is to take BiH's revenues at the time its needs finances to implements its plans, and instead to offer the country with credits. "What IMF offers is throwing the money in the air, and that confirms that its politics in BiH is not development oriented," said Basic.

HR supports	FTV — The High Representative, Paddy
ITA	Ashdown, last week enacted amendments to
ITA	Ashdown, last week enacted amendments to the Law on the Indirect Taxation System in BiH. The decision is a result of an inconsistency between certain BiH laws and the Law on Indirect Taxation System, where civil servants with appropriate expertise in the field of indirect taxation may be prevented from being appointed as members of the Board. Without these amendments advisors with executive functions and the relevant experience were barred from being members of the Board. HR also amended the BiH Law on Conflict of Interests and BiH and Entity Laws on Civil Service. The High Representative enacted these amendments following consultations with the ITA and its Governing Board, relevant institutions of BiH and the Entities. These laws will be in force on provisional base, until BiH
	parliamentary Assembly do not adopt it in the same form.
Undete un UT	
Update on HT Mostar/GSM services	<pre>Dnevni List, pg 5 'Meeting between Prlic, Knezevic and Brankovic today', by <u>J. P.</u> – The FBiH Minister of Traffic and Communications, Nedzad Brankovic, told DL that he was expecting to meet with presidents of HT Mostar and Eronet's steering boards, namely, Stipe Prlic and Bozo Knezevic, in Mostar today (Wednesday) in order to discuss issues pertaining to the 3rd GSM licence. Brankovic hopes that the two companies would find a solution.</pre>