Dear Mr. SMITH,

The Department of Justice (DOJ) Office of Information Policy's advised you by letter dated January 20, 2012, that your appeal was referred to the DOJ's Department Review Committee (DRC). The DRC reviewed the classified information withheld by the FBI from your Freedom of Information Act (FOIA) request to determine whether the information should remain properly classified pursuant to Executive Order 13526.

As a result of our review of the appealed classified information and/or a determination by the DRC:

☑️ All the previously withheld classified FBI information has been declassified.

☐ All the previously withheld classified FBI information may be disclosed.

☐ All the previously withheld classified FBI information is exempt from disclosure pursuant to subsection(s) of Title 5, United States Code, Section 552/552a.

☑️ Portions of the declassified information are exempt from disclosure pursuant to subsection(s) of Title 5, United States Code, Section 552/552a. Deletions have been made to protect information which is exempt from disclosure, with the appropriate exemptions noted on the page next to the excision. When appropriate, a deleted page information sheet was inserted in the file to indicate where pages were withheld entirely. The exemptions used to withhold information are marked below and explained on the enclosed Explanation of Exemptions.

<table>
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59 pages were reviewed and 53 pages are being released.

Sincerely,

[Signature]

David M. Hardy
Section Chief
Record/Information
Dissemination Section
Records Management Division

Enclosure
FEDERAL BUREAU OF INVESTIGATION
FOI/PA
DELETED PAGE INFORMATION SHEET
FOI/PA# 1165836-1

Total Deleted Page(s) = 6
Page 49 ~ b6; b7C;
Page 50 ~ b6; b7C;
Page 51 ~ b6; b7C;
Page 52 ~ b6; b7C;
Page 53 ~ b6; b7C;
Page 54 ~ b6; b7C;

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FEDERAL BUREAU OF INVESTIGATION
III A REPORT 06/05/96

=================================================================================================

*****INTELLIGENCE INFORMATION*****

REASON: FBIPD ASSET REPORTING / SUSPECTED
UNSPECIFIED CIVILIAN ORGANIZATION (CIV) / SUSPECTED
NO RELATIVES INFORMATION

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****ASSOCIATES****

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****EDUCATION/OCCUPATION/MEMBERSHIP INFORMATION****

SECRET
CLASSIFIED BY G-3
DECLASSIFIED BY X1
EVENT-NO: 1251976  FILE-NO:  ASSOC-NO:
EVENT TYPE: TRANSACTION
CATEGORY: TRANSACTION
FROM: APPROX
TO: APPROX

GIVER 756236

paisa
SECRET

SECTION ONE OF FOUR SECTIONS

CITE: //3670//

PASS: SSA LOS ANGELES.

SUBJECT: LOS ANGELES.

THIS COMMUNICATION IS CLASSIFIED "SECRET" IN ITS ENTIRETY.

RE TELCALL BETWEEN SSA AND SA PORTLAND, 7/15/92.
THE PURPOSE OF THE FOLLOWING INFORMATION IS TO PROVIDE LOS ANGELES WITH BACKGROUND INFORMATION AND THE EXTENT OF SUBJECT'S ACTIVITIES THAT WAS PREVIOUSLY UNKNOW. UPON PERUSING THIS INFORMATION, LOS ANGELES MAY TAKE ANY INVESTIGATIVE ACTION THAT IS DEEMED NECESSARY. THE THRUST OF THIS INFORMATION WILL PROBABLY APPEAR PROMINENTLY IN THE ELECTRONIC MEDIA WITHIN THE NEXT ONE OR TWO MONTHS, THEREBY NECESSITATING THIS INFORMATION BEING SENT TO LOS ANGELES VIA TELETEYPE.

A SOURCE OF INFORMATION, RELIABLE, PROVIDED THE FOLLOWING INFORMATION ON 6/26/92 AND 7/9/92:

ASSET STATED THAT

IS A

AND IS PRESENTLY AN EXTREMELY SUCCESSFUL MOVIE PRODUCER IN HOLLYWOOD.
LAST YEAR,

NEW REGENCY ENTERPRISES,

TIME-WARNER, THE FRENCH PAY TV

COMPANY "CANAL PLUS", AND THE GERMAN MOVIE COMPANY "SCRIBA AND

DEYHLE".

BROTHERS.

FRIENDS WITH OLIVER STONE, SIDNEY

POLLACK, BARBRA STREISAND, TOM CRUISE, RICHARD DREYFUSS AND

ROBERT DENIRO, AND HE CAN USUALLY BE FOUND AT ONE OF FOUR

LOCATIONS:

WEALTH IS CLOSE TO $1 BILLION AND HE

IS CLOSE TO LABOR PARTY OFFICIALS IN ISRAEL, PARTICULARLY
ALTHOUGH HE IS PRESENTLY KNOWN AS A MOVIE DIRECTOR, HE IS ALSO

HER HIGHLIGHTED A FEW YEARS AGO IN THE "JERUSALEM POST" AND THE "L.A. TIMES" DID A

HERE HIGHLIGHTED A FEW YEARS AGO IN THE "JERUSALEM POST" AND THE "L.A. TIMES" DID A

NOTING THE ABOVE.
IN VolVEMENT AS AN ARMS DEALER REVOLVES AROUND HIS IN VOLVEMENT WITH AN AMERICAN NAMED [REDACTED]

CORPORATE DOCUMENTS OF [REDACTED] COMPANY, MILCO INTERNATIONAL (MILCO), BUTTRESSED BY INTERVIEWS WITH FORMER MILCO DIRECTORS, PROVIDE STRONG EVIDENCE THAT [REDACTED] INCLUDING AN [REDACTED]
TEXT CONTINUES:
ON 8/9/85, TWO WEEKS FROM THE TRIAL DATE OF THE U.S. DEPARTMENT OF JUSTICE REQUESTED ISRAEL TO OBTAIN A SWORN STATEMENT FROM
SAME DATE, U.S. CUSTOMS SERVED A SUBPOENA ON SEEKING ALL RECORDS RELATING TO BUSINESS DEALINGS BETWEEN ON THIS SAME DATE, DISAPPEARED AND A FEW DAYS LATER HE FAILED TO APPEAR FOR A MOTION HEARING. AS A RESULT, HIS BAIL WAS REVOKED AND A WARRANT WAS ISSUED FOR HIS ARREST. HE IS STILL A FUGITIVE.

ASSET STATED THAT HE LEARNED FROM TWO FORMER ASSOCIATES

CHARGE OF THE ISRAELI ACCOUNTS.
Then founded MILCO in 1973 to handle this Israeli business.

During 1980, to the U.S. Air Force Scientific Advisory Board (SAB).
He was able to recruit two SAB Board members to join MILCO's Board of Directors. These men also invested some of their own money in MILCO.

Who is presently retired and is living at Salkum, Washington, had been...
LOS ALAMOS DURING THE BUILDING OF THE ATOMIC BOMB IN 1944-
1945, AND HAD SERVED AS A BOMB DESIGNER LAURENCE LIVERMORE. ALSO BEEN ON THE B-29 MISSIONS THAT DESTROYED HIROSHIMA AND NAGASAKI, JAPAN. NUCLEAR WEAPONS DESIGN CLEARANCES.
ULTIMATELY, a LARGE VOLUME OF
THE ISRAELI BUSINESS AT MILCO AND WHETHER SOME OF THE
EQUIPMENT BEING SOLD WAS SENSITIVE AND RELATED TO THE NUCLEAR
WEAPONS FIELD.

#0005

NNNN
The time of disappearance, the U.S. did not have any reliable information that the Israelis were enriching uranium via uranium hexafluoride. That information did not surface for another year until an individual named [redacted] detailed drawings and photographs of Dimona, Israel's nuclear research center, to the "London Sunday Times".
DURING JANUARY, 1983, MILCO'S HUNTINGTON BEACH OFFICES WERE BURGLARIZED AND FILED A REPORT WITH THE FBI. DURING A SUBSEQUENT INTERVIEW, HE REVEALED


DURING DECEMBER, 1984, AUSA BEGAN PLEA BARGAINING NEGOTIATIONS WITH REGARDING THE ILLEGAL SALES IN EFFORTS TO GET TO PROVIDE THE GOVERNMENT WITH INFORMATION REGARDING ILLEGAL ACTIVITIES. THESE NEGOTIATIONS FAILED, AND IN MAY, 1984, WAS INDICTED ON 30 COUNTS OF SMUGGLING AND MAKING FALSE STATEMENTS, BASED ON
15 SHIPMENTS OF KRYTRONS TO ISRAEL. ALTHOUGH THERE WAS CONCERN THAT OTHER RESTRICTED MATERIALS HAD BEEN ILLEGALLY SHIPPED TO ISRAEL, WAS ALSO IDENTIFIED IN A PUBLISHED REPORT FIVE SWISS BANK ACCOUNTS USED TO FUNNEL ARMS TO IRAN AND ANTI-COMMUNIST REBEL GROUPS AS PART OF THE IRAN-CONTRA INVESTIGATION.
On 4/6/79, the core of the Iraqi nuclear reactor and other reactor components were blow up in La Seyne-sur-Mer, near Toulon, France, by saboteurs. This reactor core was scheduled to be shipped to Iraq.

On 6/14/80, Yahia Al-Meshad, an Egyptian nuclear scientist who was working with the Iraqi Atomic Energy Agency, was assassinated in his Paris hotel. One theory of this assassination was that Al-Meshad had unexpectedly returned to his room, surprising Israeli agents who were rifling through his technical papers.

BT

#0006

NNNN
Memorandum

To: SAC, LOS ANGELES (P)  Date: 8/14/92

From: SA

Subject: 

00: LA

This communication is classified SECRET in its entirety.

Ref secure tel call of 8/14/92 between writer and SA FBI Portland, and PD TEL dtd 7/16/92 captioned as above.

The above is provided for information.

2) Los Angeles
JMB/jme
Memorandum

To: SAC, LOS ANGELES
From: TIS
Subject: 

CO: LOS ANGELES

This communication is classified "SECRET" in its entirety.

A routine search of the

and the

regarding this matter was conducted on 08/17/92 with the following results:

MAD/mad

(2)
0091 MRI 01765
PP RUCNFB FBILA
DE FBIPD #0005 0562233
ZNY SSSSS
P 252226Z FEB 93
FM FBI PORTLAND
TO DIRECTOR FBI/PRIORITY/
FBI LOS ANGELES/PRIORITY/
BT
SECRET
CITE: //3670//

SUBJECT: LOS ANGELES.

THIS ENTIRE COMMUNICATION IS CLASSIFIED "SECRET".

RE PORTLAND TELETYPING TO THE BUREAU, DATED 7/16/92.

ON 2/25/93, A SOURCE OF INFORMATION, RELIABLE, ADVISED AS

FOLLOWS:

SOURCE STATED THAT PROBABLY DURING THE LATER PART OF NEXT
WEEK, DURING AN NBC NIGHTLY NEWS BROADCAST, TOM BROKAW WOULD

TELETYPING
1-FILE COPY
1-AGENT COPY
SECRET
REVEAL THE BACKGROUND STORY OF

REFERENCED TELETYPED DETAILED HOW

AMERICAN NAMED

MILCO INTERNATIONAL

IN LOS ANGELES.

WHO PRESENTLY RESIDES

BETWEEN SAN JOSE AND MONTEREY, CALIFORNIA, WORKED AT LOS
ALOMOS DURING WORLD WAR II WHEN THE ATOMIC BOMB WAS BEING DEVELOPED
ADMINISTRATIVE: SOURCE OF INFORMATION IS [ ] WHO HAS PROVIDED INFORMATION TO THIS AGENT IN THE PAST THAT HAS BEEN REPORTED TO AND UTILIZED BY FBIHQ.

C BY G-3; DECL: OADR.

BT

#0005

NNNN
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**RE:**

For information Retention For appropriate Surep. by optional action

The enclosed is for your information. If used in a future report, conceal all sources paraphrase contents.

Enclosed are corrected pages from report of SA dated.

Remarks:

This entire communication is classified SECRET.
LA is requested to furnish a communication regarding the status of this pending matter to CI-2F Unit.

Enc. Bufile Urfile
TO: DIRECTOR, FBI
(ATT: INTD, CI-2F; SSA HOLSTAD)

FROM: SAC, PORTLAND

SUBJECT: CC: LOS ANGELES

This entire communication is classified "SECRET".

Re: Portland teletype to the Bureau, dated 7/16/93 and teletype call between SA Portland, and SA Los Angeles, 4/20/93.

The following is being provided by Portland for information purposes only.

Enclosed for Los Angeles is one videotaped copy of two installments of NBC Nightly News that highlights some of the information that was provided to the Bureau and Los Angeles in referenced teletype.
Inasmuch as Los Angeles has not initiated any investigative activity re subject, Portland will no longer query mentioned source re subject.
TO: SAC,  
SECRE®

TO: LEGAT,  
ALBANY  
INDIANAPOLIS  
OKLAHOMA CITY  
BANGKOK  
ALBUQUERQUE  
JACKSON  
OMAHA  
BERN  
ANCHORAGE  
JACKSONVILLE  
PHILADELPHIA  
BOGATA  
ATLANTA  
KANSAS CITY  
PHOENIX  
BONN  
BALTIMORE  
KNOXVILLE  
PITTSBURGH  
BRIDGETOWN  
BIRMINGHAM  
LAS VEGAS  
PORTLAND  
BRUSSELS  
BOSTON  
LITTLE ROCK  
RICHMOND  
CANBERRA  
BUFFALO  
LOS ANGELES  
SACRAMENTO  
HONG KONG  
CHARLOTTE  
LOUISVILLE  
ST. LOUIS  
LONDON  
CHICAGO  
MEMPHIS  
SALT LAKE CITY  
MADRID  
CINCINNATI  
MIAMI  
SAN ANTONIO  
MANILA  
CLEVELAND  
MILWAUKEE  
SAN DIEGO  
MEXICO CITY  
COLUMBIA  
MINNEAPOLIS  
SAN FRANCISCO  
MONTEVIDEO  
DALLAS  
MOBILE  
SAN JUAN  
OTTAWA  
DENVER  
NEWARK  
SEATTLE  
PANAMA CITY  
DETROIT  
NEW HAVEN  
SPRINGFIELD  
PARIS  
EL PASO  
NEW ORLEANS  
TAMPA  
ROME  
HONOLULU  
NEW YORK CITY  
WASHINGTON  
TOKYO  
HOUSTON  
NORFOLK  
METROPOLITAN  
QUANTICO  

Enclosed are corrected pages from report of SA dated.  
Remarks:  
This entire communication is classified SECRET.  
LA is advised to provide an appropriate UCFN for captioned matter.
CASE NO: INDEXED: 081792 NAME TYPE: A EVENT DATE: DOB:
MAIN-REF: R RACE: X SEX: X

F8- MILCO INTERNATIONAL
CASE NO: INDEXED: 081792 NAME TYPE: EVENT DATE: DOB:
MAIN-REF: R RACE: X SEX: X

<GO> - CONTINUE WITH TRANSACTION
F1 - REQUERY
SHIFT-F10 - RETURN TO POIMS MENU
4ÅY NUM
Precedence: ROUTINE
To: LOS ANGELES
From: LOS ANGELES
NSD-3
Contact: extension 3701
Approved By:
Drafted By: mad
Case ID #: 64A-LA-127602-D3 (Pending)
Title:
OO: LOS ANGELES

Synopsis: Open source information pertaining to and

Classification: This Document is classified SECRET in its entirety unless otherwise marked.

Details: Attached are open source computer database check results regarding news media stories about which were conducted for inclusion in this file. Additionally, entry in the Who's Who In America 1996 is included.

Open source information primarily concerns

Case Agent has requested that this matter be placed in a closed status at this time.

Classified by: 9933/NSD-3
Declassify on: X-1
THE NEW YORK TIMES, SATURDAY, MAY 18, 1985

Israelis Deny Knowing of Export Bar for Device Usable in A-Bomb

BY THOMAS L. FRIEDMAN

JERUSALEM, May 17 - Israel obtained the 800 electronic devices from the United States that can be used to set off nuclear bombs - without knowing there were any restrictions on their export, according to the Israeli Defense Ministry and the man who owned the Israeli company that imported them.

"Israel was not aware of any ban on purchasing these devices," a Defense Ministry spokesman, Nachman Shai, said of the components, which are known as krytrons. "It purchased the krytrons without knowledge of any restrictions."

"Israel is prepared to return all of the krytrons it has in stock to the United States," he said. "We are ready to provide the Americans with any information they need. We truly want to remove any suspicions concerning Israeli involvement in this matter."

Spokesman's Explanation

The Defense Ministry's explanation was supported by Arnon Milchan, the industrialist turned moviemaker who owned the private Israeli trading company that imported the krytrons for... defense... manufacturers working on certain contracts. Israeli military officials never discuss details regarding the design, manufacturer, components and end-use of imported weapons systems, and any discussion of these matters is subject to military censorship.

In a telephone interview from his home in the Tel Aviv suburb of Herzliya, Mr. Milchan offered an explanation of his companies' purchase with the krytrons and said neither he nor any of his companies had been involved in illegalities.

He said he owned a wide array of chemical, agricultural and electronics trading and manufacturing companies in Israel, all held under the umbrella of Milchan Brothers. Although this company carried his name, family name, and, in some cases, his personal name, he held no involvement in running Milchan Brothers, and that all of its subsidiary concerns, including Hell Trading, which was responsible for importing the krytrons, were run by his local Israeli managers.

Mr. Milchan has denied himself in the last decade to producing movies, such as "Absence of Malice," a film about journalistic libel. "I Have Never Heard This Name"

"I have never heard the word 'krytrons' was last. Thursday," Mr. Milchan said, referring to May 8. "I was in Paris and about to go to Israel because my aunt had died. A man from New York called me and asked what I could do about krytrons."

"I told him, 'I have never heard this name before.'"

"I asked him what do you mean? There is a grand jury in the United States investigating you about this." It told him that I had just arrived from Los Angeles and had been staying at the Beverly Hills Hotel, so how could I be under investigation?"

Mr. Milchan added, "I told him that may be one of the 36 companies I own around the world was buying or selling these things, but I have not been involved in these business for 12 years."

Mr. Milchan said that when he arrived in Israel on Sunday night, he turned on television only to hear his name mentioned on the news in connection with "Krytron," a weapon that he was "implicated in the case." He purported effort to smuggle krytrons from the United States to Israel.

"Started to Find Out"

At that point, Mr. Milchan said, he started to find out what was a krytron. "I realized that krytrons have on occasion mistakenly referred to the devices as 'Krytron' - the name of the planet on which the comic-book hero Superman was born, and from which green krytronite, a rock that could render him powerless, originated."

"I found out," Mr. Milchan said, "that krytrons were a small little gadget which anyone can go buy freely in the United States. You can use them for all kinds of things, including, incidentally - making chimon."

Cholent is a stew of beans, carrots, potatoes and beef that is a traditional Jewish dish prepared on Friday night for eating on the Sabbath. Mr. Milchan said that with a krytron timer a stove could be set to turn on automatically to heat the cholent on the Sabbath, thus allowing him to light the fire. Group of Small Companies

Mr. Milchan said that most of his companies - Israel were involved in agriculture-related businesses but that he had small companies that dealt in aerospace, textiles, pharmaceuticals and electronics. Many of the company's local agents for large international companies, he said. One of these small companies, Hell Trading, acted as an import broker for Israeli concerns seeking to acquire electronic components.

Hell Trading is managed for Mr. Milchan by Aryeh Amirav and Abraham Kanyon. Acting as a purchasing agent for several Israeli military contractors, Mr. Amirav wanted Richard Kelly Smyth's trading consulting business in California, to assist 15 orders of krytrons from 1979 to 1983. Mr. Smyth was indicted by a Federal grand jury in Brooklyn in October on charges of illegally exporting krytrons to Israel.

13 Letters Cited

Mr. Milchan said: "If someone wanted to smuggle something, would be write to a company in the States in a formal correspondence 15 times for an export license? You smugle once, you don't smugle 15 times with an official letter asking for a license. Milco exported it with the wrong license. They used a general export license, and they should have used a specific license to the defense." Mr. Milchan said that all the krytron orders were bought for the Defense Ministry and its contractors, that Mr. Milchan was involved in the actual purchases.

"The Government certainly was not involved in this," Mr. Milchan said. "Believe me, it was absolutely innocent."

Egyptians and Israelis Agree

On Terms for Improving Ties

BY JUDITH MILLER

Special to The New York Times

CAIRO, May 17 - Egyptian and Israeli negotiators concluded three days of talks today by agreeing to present a new framework and a series of guidelines intended to improve relations. Egyptian and Israeli officials failed to agree on the fate of Taba, a 700-yard strip of beachfront land in Sinai that both sides claim.

Israel negotiators argued that the Israeli proposal for negotiating the "international" status of Taba under the United Nations, whereas Egypt insisted that Taba's fate be decided by binding arbitration, whereas Egypt insisted that Taba's fate be decided by binding arbitration, whereas Egypt insistence on the status of Egyptians in onward camps in Lebanon by "Christian Philanthropy."
WASHINGTON—The United States has asked Israel to account for secret nuclear installations and verify that it obtained a number of devices, apparently obtained by surreptitious means, were not used in making atomic weapons or re-exported to other countries, U.S. and diplomatic sources said yesterday.

U.S. officials are demanding that Israel consent to a full-scale inspection of its nuclear installations by the United States, sources said. The United States wants Israeli officials to cooperate with its own alternative means of accounting for the estimated 500 to 600 devices.

Washington also has called on Israel to return all devices still in its possession because they were never licensed for export, the sources said.

The devices, tiny switches known as krytrons, provide the precise timing necessary for nuclear explosions. They also are used in oil exploration and medical equipment.

According to the sources, Israel has not replied yet to the formal request made by the State Department. They added that the situation has potentially very sensitive implications for U.S.-Israel relations.

Earlier this week, it became known that a federal grand jury in Los Angeles is investigating whether the devices were smuggled out of the country in violation of U.S. law. Under the Atomic Energy Act and the Export Administration Act, violators could receive a maximum 20-year prison term if it is proven that the devices were exported for any national-security advantage of a foreign country.

It has been widely assumed that Israel has been developing nuclear weapons for years that it does not have to use. However, U.S. officials have said that Israeli secrecy has prevented the United States from learning whether Israel has developed nuclear weapons.

Israel's refusal to submit to international controls and inspection also has meant that, despite its close ties to the United States, it is barred by the United States from testing nuclear devices in the United States.

On Sunday, the Israeli Defense Ministry, reacting to news of the grand jury investigation, acknowledged that it obtained a number of krytrons between 1979 and 1983 and still has a large stockpile. The ministry said the devices were used only in conventional research and development and in testing equipment and that none have been sent to other countries.

Sources familiar with the "Los Angeles" investigation said it centers on an Israeli businessman and Arnon Milchan, who allegedly handled exports from Israeli firms to obtain the krytrons from their American manufacturer and transferred them to Israel.

The sources stressed that they cannot tell whether the investigation will find that U.S. laws have been violated or that the Israeli government was involved.

"Nevertheless," one source said, "it's clear on the face of things that the Israeli government was involved in illegalities."

"What remains to be seen is whether the Israeli government will make a major issue out of this incident when it's dealing with the United States."

The Administration of President Jimmy Carter declared that it was receiving restricted goods without having followed the prescribed rules.

"It was clear on the face of things that these were restricted goods," one source said. "What remains to be seen is whether the Israeli government will make a major issue out of this incident when it's dealing with the United States."

Milchan, whose name is spelled Milchen by some sources, is well known in Israel for his involvement in a variety of enterprises, ranging from film production to international arms sales.

The sources said that in 1979, he established a connection with a Los Angeles firm called Miko International, which primarily does business in aviation consulting but also engages through subsidiaries in other activities, including acting as a broker for export sales.

In a telephone interview Tuesday, Gretel Siler, who identified herself as corporate treasurer of Miko, said Milchan was not among the owners of the company.

Siler confirmed that as part of this arrangement, Milchan began in 1979 to arrange purchases of krytrons from EG&G Inc., a high-technology company.
Aiming Toward Victory

Pact Will Allow Milken to Keep $125 Million

By VICTOR F. ZONANA

NEW YORK—Imprisoned financier Michael Milken will retain a personal fortune of at least $125 million under the proposed settlement of more than 150 securities and other civil lawsuits filed over the collapse of Drexel Burnham Lambert Inc. Drexel lawyers said Thursday.

The sum does not include an estimated $200 million to $400 million that Milken's wife, children and brother will be permitted to keep, ensuring that the Milken family maintains its status as one of the nation's wealthiest families.

The settlement, which was reached after three days of negotiations involving the largest American-European private financier, was expected to be announced Friday.

The agreement also specifies, to establish anti-drug efforts that the Administration had hoped.

In one of the few points of agreement, the nations decided to form a delegation to travel to Europe and Japan to seek more worldwide cooperation—and more important—economic support in the anti-drug efforts.

The leaders also agreed to step up efforts to restrict money-laundering in an accord that American officials said will require Colombia and other nations to pass new laws aimed at seizing drug profits.

And they agreed, without many specifics, to establish anti-drug training centers throughout the world.

Drug Summit Leads to Only a Vague Pact

By DOUGLAS J. EHRL

SAN ANTONIO—President Bush and the leaders of the Latin American nations proclaimed a "new spirit of cooperation" in the war on drugs Thursday, but they disagreed publicly over how to proceed in an effort that they concede is far from successful.

They also sought to reduce their reliance on Latin American armies to fight the war—a step that appeared to spark a three-year Bush Administration initiative.

The move came at the end of a two-day, seven-nation meeting marked by Blair exchanges and a reduction in tensions over the United States should do more to assist the anti-drug efforts.

The discord resulted in a watered-down pact, which Bush has already submitted to the San Antonio Declaration. It was far less specific in outlining continuing anti-drug efforts than the Administration had hoped.

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