

NYC 52 11 JULY 62  
FISCHER COPY WELLS SCHUCKMAN  
FM SMITH

1110A

REF MUN 28, I AGREE THAT PROPOSED ANNOUNCEMENT IS FAULTY IN NOT PROVIDING SAFEGUARD AGAINST POSSIBILITY OF RFE BECOMING LIABLE UNNECESSARILY FOR EXTRA FINANCIAL BURDEN OF PAYING GERMAN BACK TAXES IF GERMAN AUTHORITIES SHOULD RULE THAT WINDFALL TAX REBATES MEAN ADDITIONAL TAXABLE INCOME. HOWEVER, OMISSION IN PROPOSED ANNOUNCEMENT IS AS MUCH THE FAULT OF MUNICH AS NEW YORK. MY LETTER OF 20 JUNE TO RICHARDSON, COPY FISCHER WELLS SCHUCKMANN, FORWARDED PROPOSED ANNOUNCEMENT WHICH HAD BEEN FURNISHED BY YOU, PREPARED BY MOELLER AFTER TAKING MORE THAN A MONTH TO PREPARE. NEITHER OUR RECOMMENDED ANNOUNCEMENT NOT MY COVERING LETTER INCLUDED ANY REFERENCE TO THE GERMAN TAX PROBLEM WISELY RAISED EARLIER BY SCHUCKMANN BUT OVERLOOKED BY ME WHEN I SENT FORWARD MY RECOMMENDATIONS, AND FOR WHATEVER REASONS OMITTED BY MOELLER AND GREENLEE.

I AM RECOMMENDING AMENDMENT OF THE ANNOUNCEMENT ALONG THE LINES OF THE PARAGRAPH PROPOSED IN YOUR MESSAGE. THANKS FOR PICKING UP THIS IMPORTANT POINT BEFORE POSTING THE ANNOUNCEMENT.

END MSG.

END SP