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N.C.'s Semi-Weekly

DEDICATED TO THE SPIRIT OF JESUS CHRIST

SINGLE COPY 25¢ **ELSEWHERE 30¢**  **SPARC Program To Aid Students** On Academic, Athletic Skills See Page 9

**Booze & Sports: A Losing** Combination See Page 17

**Pyramid Scheme Alleged** 

## Dream Of Wealth Lure To Minority Investors

Melvin J. Ford, a former encyclopedia salesman from North Carolina on tours across the country has promised mainly blacks, Asians and other minorities that their dreams of riches can come true if . they would invest their money with him and recruit their friends to do the

In less than three years, his international Loan Network (ILN) of Lanham has recruited about 45,000 members and taken in more than \$40 million, according to a report in the Washington Post.

At pep-rally like investmet seminars, Ford, a dynamic speaker, is often joined by other motivational speakers, such as the Rev. Jesse L. Jackson, to enhance the organization's credibility.

This credibility is now under question by federal authorities and the State of North Carolina Justice Department who have temporarily shut down what they say was a pyramid scheme.

In an attempt to keep out of legal trouble, ILN recently entered into agreements with several states

whether his sales tactics violated laws governing investment activities. "It is ILN's policy to fully cooperate with any regulatory inquiries," Andrew J. Sherman, an attorney for the firm said.

At least seven states have investigated ILN and the firm has agreed to give back more than \$1 million to Wisconsin and North Carolina investors, state officials

A federal judge in Washington, D.C. recently granted the request for

16-Year-Old Girl

where regulators have investigated a temporary restraining order to freeze all of ILN's assets, to prohibit it from accepting funds from new investors, and to require it to return all monies it has deposited abroad.

The judge also ordered profits to be returned to investors.

The Securities Exchange Commission took the action against ILN of Lanham, Md., which claims offer its Property Acquisition 40,000 who were enticed by extravagant but allegedly fraudulent promises of financial gain.

The complaint named ILN

Stabbed By Boyfriend

President Ford and ILN Vice President Odell Mundey as the chief architects of the alleged fraud.

The Office of the Attorney General Consumer Protection Section in North Carolina received calls and letters of inquiry concerning ILN as early as October 1, 1990.

Attorney General Lacy H. Thornburg replied that ILN cannot Certificate (PAC) membership program in North Carolina until ILN is registered to sell securities in this

"Of the other services and benefits supposedly offered through the ILN Benefit Plan, its discount buying service has not as of this date met the statutory requirements to do business in North Carolina, and ILN is not bonded and registered to offer loan or mortgage services here," the office stated.

"North Carolina has a statue making it a criminal offense to offer, promote, or participate in pyramid or chain distribution schemes. The

(See PYRAMID, P. 2)



The North Carolina Legislative Black Caucus has announced plans for the sixth annual North Carolina Legislative Black Caucus Weekend focusing on the theme, "New Horizons—Challenges for the '90s."

Special guests at the conference will be Rep. Daniel T. Blue, Jr., first black speaker of the N.C. House of Representatives, and Gov. Lawrence Douglas Wilder, first black governor of Virginia.

This year's conference will examine the issues affecting the African-American community and set guidelines for community leaders and the legislative delegations representing those communities to follow in addressing the issues.

Speaker Blue has served in the North Carolina House of Representatives since 1980, when he was elected as one of four legislators served five terms, and has chaired several committees, as well as Elections; chairman of the chairing the Legislative Black Democratic Steering Committee. Caucus. Among the many awards he has received are the Outstanding Legislator Award from the N.C. Academy of Trial Lawyers and from the N.C. Black Lawyers Association.

Wilder made history in the state of Virginia in 1989 when he was elected political career wherein it is understood that he earned the recognition he now has. Wilder is also being considered as a possible Democratic candidate for president

Gov. Wilder's career spans 20 years of public service to Virginians, and as well, he is an established attorney, having been a founder in the firm of Wilder, Gregory and Martin.

NEWS BRIEFS

**BLACK CAUCUS** 

N.C. House Speaker Daniel T. Blue, Jr. and Gov. L. Douglas

Wilder of Virginia will be the

main speakers at this year's sixth

annual weekend conference of

the North Carolina Legislative

Black Caucus from June 14-15 at

the Raleigh Hilton, 3415 Wake Forest Road. The theme is "New

Horizons-Challenges for the

**M&F REPORTS INCOME** 

Mechanics and Farmers Bank

has reported its net income after

taxes of \$704,404; earnings per

share of \$1.24 and total assets of

\$97,898,080. The bank has con-

tinued its growth in total assets

as well as shareholders equity.

Total assets increased 6.29 per-

cent and shareholders equity,

which represents 10.19 percent of

total assets, increased 4.21 per-

cent for the year as of Dec. 31,

**NEW PRINCIPALS** 

has named principals for two

Wake County elementary schools. Mary Ferguson, who has

been acting principal at Combs Elementary School since January, has been named the

school's principal, and Peggy W. Holliday, who was once principal

at Combs, has been named principal of Kingswood Elementary.

(See NEWS BRIEFS, P. 2)

The Wake County School Board



Among the offices he held leading to his present position are: lieutenant governor of Virginia; chairman of the National Democratic Lieutenant Governors' Association; member of the Virginia Senate; chairman of the Committee Transportation; chairman of the Senate Committee on Rehabilitation for Wake County. He has thus far and Social Services; chairman of the Senate Committee on Privil

> Both of these history-makers will highlight the conference. Community leaders are especially encouraged to

As the problems in the black the first black governor by the voters. community appear to be worsening in The election was the zenity of a long the nation, the caucus has the potential to focus local attention on the urgency of the matter to develop and plan action strategies and policy initiatives among public and private organizations. The caucus involves policy makers on public health, politics and social policies.

> Location of the conference will be the North Raleigh Hilton at 3415 Wake Forest Road, Raleigh.

#### Victim In **Critical** Condition

A broughton High School student was listed in critical condition Wednesday at the Raleigh Community Hospital following a stabbing incident.

A 21-year-old male has been charged with the attack.

Johnny Antonio Stewart is being held in the Wake County Jail on a \$50,000 secured bond.

According to officials at the jail Stewart is being held on the following charges; breaking and entering, assault with a deadly weapon with the intent to kill and inflicting serious

The arresting officer, D.K. Keith was not available for comment concerning the motive for the attack. Jail officers said that the court date is set for June 3, at 9:00 a.m.

In other related news: Raleigh police have arrested two men in connectin with separate bank robberies in Raleigh last week, Police Lt. W. L. Baker said.

Anthony Jeffries, 31, of 416 N. Allen Drive, Wake Forest, was arrested armed robbery in connection with the May 14 robbery of a Central Carolina Bank branch on Calumet Drive.

In that robbery, three men entered the bank and one demanded money. Police later received three baseball caps, a pair of rubber gloves and a

(See VICTIM, P. 2)



TOP TEEN WINNERS—Members of Top Teens of America Troublefield, Stephanic Guy, Tammy Watkins, Tosha Tyler were first-place winners in a lip sync talent show recently and Jay, better known as ALPHA-BET performed ABC's at Enloe High School. Teele Lynette Guy, Trina Playground (remix). (Apple 1-Hour Photo)

#### Coalition Blasts Fed's Budget Go Toward Needs At Home

Leaders of Raleigh SANE/ FREEZE charged that President Bush's proposed federal budget neglects domestic problems, and mistakes high levels of military

Many Americans are seeking

answers to ending the crisis of hunger

in Ethiopia where war, not crop

failure is the primary cuase of the

famine. Military conflict makes it

In the past two months, thousands

of people have been writing members

of Congress in support of a new

approach to end the famine. The bill

calls on the United States to promote

peace and development in the Horn of

Africa region in three ways: by

providing effective emergency aid to

civilians in government, and opposition, held areas; by giving

more development assistance

difficult to raise and distribute food.

spending for national security.

"While there is talk of a 'new world order' based on U.S. military might, it is increasingly clear that we need to invest more resources in putting our own house in order," said Roger Manus on behalf of Raleigh SANE/ FREEZE, a peace group whose major concerns are to stop the nuclear arms race and to reorder federal budget priorities from the military to community and human

A Wake County Board of Commissioners meeting Monday and the Raleigh City Council meeting Tuesday saw the group requesting the commissioners and the council to pass a resolution urging Congress and the president to work and vote for new national budget priorities by redirecting federal tax dollars from military spending toward critical

domestic programs such as education, housing, health care and other human needs.

SANE/FREEZE Raleigh presented a detailed local analysis of federal taxes paid to finance accelerated military spending over the past decade, along with projections of tax dollars that would flow back to Wake County if federal budget priorities were shifted.

Some of the major findings of the study were:

•The average household in Wake County paid \$4,030 in federal income taxes in 1989. Of this amount, \$1,730. nearly half, went for the military and military-related expenses.

•In 1989 Wake County's taxpayers paid more than half a billion dollars in federal income taxes to the

(See COALITION, P. 2)

#### Famine, Suffering In North Africa **Increases As Warfare Continues**

Famine is affecting more than 21 million people in the Horn of Africa this year and unless relief efforts are immediately launched, the picture for the Sudan, Somalia and Ethiopia is one of tragic suffering from starvation and warfare, accroding to Bread for the World president Arthur

Simon said this year's famine could be worse than the one in 1984-85, and the governments of Sudan, Somalia and Ethiopia have never been in greater disarray.

The Laodicea United Church of

Christ will install its new pastor, the

Rev. G. Wesley Raney, on Sunday,

May 26, during a special installation

service at 4 p.m. The Rev. Isaac

McDonald, pastor of the Wesley Grove United Church of Christ,

Newport News, Va., will be the guest

speaker, along with his choir, the United Voices of Christ, providing the

Other participants in the service

include the Rev. Yvonne Beasley,

Eastern North Carolina associate

conference minister; the Rev.

Raymond Hargrove, associate conference minister for black church

development; the Rev. George

Hawkins, secretary for local church

finance advisory services; Rev. James Morrison, retired UCC

minister; Rev. Charles Brooks,

War and famine are affecting more than 21 million people reports the U.S. Committee for Refugees; Africa Watch and UN World Food Program. Far from being fatigued by the

crisis, hundreds of local churches of all dominations are holding offerings of letteres services, which is not money, but letters to members of Congress to address the structural causes of this crisis by passing the Horn of Africa Recovery and Food Security Act, said Bread for the World director of organizing, Kathy



REV. G. WESLEY HANEY

pastor, Poplar Springs United Church of Christ; the Rev. David Dolby, president, Raleigh Interdenominational Ministerial Alliance: Vernon

(See LAODICEA, Page 2)

#### directly to grass roots organizations the military by-passing governments; and by mobilizing international pressure for peace in the region. While the Horn countries are among the poorest in the world, their governments spent over \$6 billion on military expenditures between 1977 and 1987. In Africa, the cost of one modern tank could provide 1,000 classrooms for 30,000 children; the cost of a helicopter, the salary of 12,000 school teachers. Recurrent famine and war killed an

estimated 2 million in Ethiopia and Sudan since 1985 and 50,000 to 60,000 people were killed by the Somalian government from 1988 to 1990. Ethiopia is Africa's second most

populous nation with a population of 47.4 million, nearly 6 million of whom are affected by war and famine; 4 million of them are in northern Ethiopia and Eritrea and 1.3 million are refugees in Sudan, Somalia, Djibouti and Kenya.

### **Durham City Councilman** Brown Stabbing Victim

A Durham city councilman was stabbed with a wood-handled steak knife on the steps of his home early Tuesday and police are still looking for an assailant and motive beyond robbery.

Clarence Brown, 42, was in stable but serious condition Wednesday at Duke Medical Center, where he had undergone surgery on his liver.

No motive has been established for the assault, which occured shortly after midnight as Brown arrived home from a Monday council meeting. Although his wallet was missing, police have ruled out robbery as a motive.

'We don't think that was it," said Durham Police Captain Eddie Sarvis. "The person was obviously waiting at his house for some other

Brown, an assistant professor of public administration at N.C. Central University in Durham, is cochairman of the council's finance committee and has been a vocal



CLARENCE BROWN

advocate of affirmative action. Police spent Tuesday and Wednesday searching for clues in the puzzling stabbing which happened on Brown's 42nd birthday, and exploring

(See STABBING, P. 2)