

because of the adverse effect it is having not just on the United States economy but on the economies of the Third World, on the economies of the emerging democracies in Eastern Europe, on the economies of our friends in South America. This is universal.

And on my recent trip to South America I heard it over and over again. Vaclav Havel told me of a cost to his country of \$1.5 billion. I've heard indirectly from President Diouf of Senegal, and those that are concerned about the hardships that are being endured by the countries in Africa ought to hear what he has to say about what Saddam Hussein has done to his country by this adventure.

And so, this economic effect is worldwide, and yes, it does adversely affect the economy of the United States. I think it makes this decline, economic slowdown, the recession that exists in some parts of this country much more serious. And so, that would argue for a rapid conclusion to the deal.

And I see my wife telling me to get going, so thank you all very much. We'll see you all.

Note: The President spoke at 3:39 p.m. on the South Lawn at the White House, prior to his departure for Camp David, MD. In his remarks, he referred to Secretary of State James A. Baker III; Foreign Minister Tariq 'Aziz and President Saddam Hussein of Iraq; President Francois Mitterrand of France; United Nations Secretary-General Javier Perez de Cuellar de la Guerra; Secretary of Agriculture Clayton K. Yeutter; Lawrence Lindsay, Special Assistant to the President for Policy Development; Foreign Minister Jacques Poos of Luxembourg, President of the European Community; Prime Minister Giulio Andreotti and Foreign Minister Gianni De Michelis of Italy; Michael J. Boskin, Chairman of the Council of Economic Advisers; President Vaclav Havel of Czechoslovakia; and President Abdou Diouf of Senegal.

Radio Address to the Nation on the Persian Gulf Crisis

January 5, 1991

As the new year begins, new challenges unfold—challenges to America and the future of our world. Simply put: 1990 saw Iraq invade and occupy Kuwait. Nineteen ninety-one will see Iraq withdraw—preferably by choice; by force, if need be. It is my most sincere hope 1991 is a year of peace. I've seen the hideous face of war and counted the costs of conflict in friends lost. I remember this all too well, and have no greater concern than the well-being of our men and women stationed in the Persian Gulf. True, their morale is sky-high. True, if they are called upon to fight the aggressors, they will do their job courageously, professionally and, in the end, decisively. There will be no more Vietnams.

But we should go the extra mile before asking our service men and women to stand in harm's way. We should, and we have. The United Nations, with the full support of the United States, has already tried to

peacefully pressure Iraq out of Kuwait, implementing economic sanctions and securing the condemnation of the world in the form of no less than 12 resolutions of the U.N. Security Council.

This week, we've taken one more step. I have offered to have Secretary of State James Baker meet with Iraqi Foreign Minister Tariq 'Aziz in Switzerland. Yesterday, we received word that Iraq has accepted our offer to meet in Geneva. This will not be secret diplomacy at work. Secretary Baker will restate, in person, a message for Saddam Hussein: Withdraw from Kuwait unconditionally and immediately, or face the terrible consequences.

Eleven days from today, Saddam Hussein will either have met the United Nations deadline for a full and unconditional withdrawal, or he will have once again defied the civilized world. This is a deadline for Saddam Hussein to comply with the United

Nations resolution, not a deadline for our own Armed Forces. Still, time is running out. It's running out because each day that passes brings real costs.

Saddam already poses a strategic threat to the capital cities of Egypt, Saudi Arabia, Turkey, Israel, and Syria, as well as our own men and women in the Gulf region. In fact, Saddam has used chemical weapons of mass destruction against innocent villagers, his own people. Each day that passes brings Saddam Hussein further on the path to developing biological and nuclear weapons and the missiles to deliver them. If Saddam corners the world energy market, he can then finance further aggression, terror, and blackmail. Each day that passes increases Saddam's worldwide threat to democracy.

The struggling newborn democracies of Eastern Europe and Latin America already face a staggering challenge in making the transition to a free market. But the added weight of higher oil prices is a crushing burden they cannot afford. And our own economy is suffering, suffering the effects of higher oil prices and lower growth stemming from Saddam's aggression.

Each day that passes, Saddam's forces also fortify and dig in deeper into Kuwait. We risk paying a higher price in the most precious currency of all—human life—if we give Saddam more time to prepare for war. And each day that passes is another day of fear, suffering, and terror for the people of Kuwait, many who risked their lives to shelter and hide Americans from Iraqi soldiers. As the Amir of Kuwait said to our Vice President just last week, those who advocate waiting longer for sanctions to work do not have to live under such brutal

occupation.

As I have discussed with Members of Congress just 2 days ago and in our many other consultations, economic sanctions are taking a toll, but they are still not forcing Saddam out of Kuwait. Nor do we know when or even if they will be successful. As a result, America and her partners in this unprecedented coalition are sharing the burden of this important mission, and we are ready to use force to defend a new order emerging among the nations of the world—a world of sovereign nations living in peace.

We have seen too often in this century how quickly any threat to one becomes a threat to all. At this critical moment in history, at a time the cold war is fading into the past, we cannot fail. At stake is not simply some distant country called Kuwait. At stake is the kind of world we will inhabit.

Last Thanksgiving, I broke bread with some of our men and women on the front lines. They understand why we are in Saudi Arabia, and what we may have to do. I witnessed courage unfazed by the closeness of danger and determination undiminished by the harsh desert sun. These men and women are America's finest. We owe each of them our gratitude and full support. That is why we must all stand together, not as Republicans or Democrats, conservatives or liberals, but as Americans.

Note: This address was recorded January 4 in the Oval Office at the White House and was broadcast at 12:06 p.m. on January 5. In his address, President Bush referred to President Saddam Hussein of Iraq and Amir Jabir al-Ahmad al-Jabir Al Sabah of Kuwait.

Nomination of George H. Pfau, Jr., To Be a Director of the Securities Investor Protection Corporation

January 7, 1991

The President today announced his intention to nominate George H. Pfau, Jr., of California, to be a Director of the Securities Investor Protection Corporation for a term

expiring December 31, 1993. He would succeed Frederick N. Khedouri.

Since 1979 Mr. Pfau has served as senior vice president for Paine Webber in San