

State Department continues to include Syria on its list of countries accused of sponsoring terrorism. Israel is asking the United States to focus on Syria's connection to the terrorist attacks. Yesterday, Israel's Prime Minister Shimon Peres asked the United States to make clear to Syria that Israel has had enough of guerrilla attacks.

While Syria has expressed the desire to enter into peaceful negotiations with Israel, terrorist groups such as Hamas, continue to keep their headquarters in Damascus. Syria continues to allow weapons and funds from Iran to be used against Israel. If Syria expects to establish a working relationship with the United States, it must cease involvement with terrorist groups and condemn the Israeli bombings.

Syria is not the only external State whose role in the terrorist attacks we should question. Iran, Iraq, and Libya all play a part in the process of working toward peace and their actions should also be closely examined. The peace process cannot progress with countries throughout the Middle East sponsoring terrorism.

Through the Middle East Peace Facilitation Act [MEPPFA], the United States is providing \$500 million over 5 years in assistance to the Palestinians. Americans have the right know what the PLO and Chairman Arafat are doing or not doing to discourage these terrorist activities. We need to know that he is truly committed to peace. He shook hands on the White House lawn 2 years ago pledging his commitment, but now he must prove he is a man of his word. He must root up the terrorism that threatens not only the Israeli people, but innocent victims around the world.

I rise today, Mr. Speaker, not only to condemn the horrific acts of terrorism against Israel, but to urge the administration to send a clear, decisive message to those countries that continue to sponsor terrorism. Their permissive behavior on behalf of the terrorist groups Hamas, Jihad, and others, will not be tolerated.

I'm pleased that chairman GILMAN has scheduled hearings on this issue in the International Relations Committee. Now, more than ever, it is crucial for the United States to stand shoulder to shoulder with Israel as we demonstrate our shared commitment to peace.

TRIBUTE TO ARELIS FIGUEROA

HON. EDOLPHUS TOWNS

OF NEW YORK

IN THE HOUSE OF REPRESENTATIVES

Thursday, March 7, 1996

Mr. TOWNS. Mr. Speaker, I am truly honored to recognize the perseverance of Arelis Figueroa. She has overcome tremendous odds to pursue self-improvement, and in turn has assisted her family members to realize their innate potential.

Arelis migrated to the United States from Puerto Rico at a very early age, along with her five older sisters. Life was not easy for her family, but despite difficulties, she began her odyssey of self-improvement. Her three children, Arelis, Eric, and Nicole have been tremendous sources of inspiration and pride for her. Arelis, the eldest, is the first to receive a 4 year college degree; Eric is a member of the New York City Police Department, and Nicole,

although afflicted with Downs's Syndrome, has distinguished herself in Special Olympic gymnastic events.

Nicole's condition prompted Arelis to learn everything she could about the disease. She decided that learning about the disease and helping others similarly affected would be her calling. As a result, Arelis secured a position with the New York City Board of Education, working with students with special needs at P.S. 72 in Brooklyn.

Through vision, tenacity and a sense of love, Arelis Figueroa has made her world, and the World around her a better place. I am profoundly inspired by her actions and accomplishments, and wish her much success in the future.

INTERNATIONAL TRADE AND PATENT AND ROYALTY ENFORCEMENT

HON. ROBERT MENENDEZ

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

Thursday, March 7, 1996

Mr. MENENDEZ. Mr. Speaker, in the din of the battle over balancing the budget, reality can be lost in the shouting. If one accepts as an article of faith that it is of utmost importance that the Federal budget must be balanced, then it must follow that the monumental trade deficits must per force of the exact same logic have the same priority.

Upholding the standard of free markets and free trade is not license to do nothing. The price of freedom is not without cost for either personal liberties or economic freedom. It is a constitutional right under the first amendment that our citizens may petition the Government for redress of grievances. It is also a constitutional prerogative under article 1, section 8, clause 8 "To promote the progress of science and useful arts, by securing for limited times to authors and inventors, the exclusive right of their respective writings and discoveries." With this as a backdrop, I would like to explore a problem that a constituent of mine, Salvatore Monte has raised. Mr. Monte's problems involve fundamental questions about the role of our Federal Government in protecting the constitutional rights of our citizens in the context of international trade.

Sal Monte is the president of Kenrich Petrochemical Inc., a family owned business founded after World War II and operating in Bayonne, NJ, since 1961. Sal Monte is an inventor in the proud New Jersey tradition of Thomas Edison and holds numerous patents. Mr. Monte's firm makes organo-metallic compounds. Organo-metallic compounds act as the molecular glue between organic and inorganic materials in the fabrication of complex substances. These chemical compounds are used in everything from rocket fuels, to ammunition, to tires, to cars, to multilayered printed circuit boards, to photocopiers. Mr. Monte's invention is responsible for the durability of videotape and audio tape used in our homes. Some of these chemicals make products biodegradable, others increase electrical conductivity, still others make steel more anticorrosive, plastics stronger, and tires safer. Toy manufacturers use them because they make thermoplastic processing significantly more energy efficient. There is even a national

security concern, since Mr. Monte's chemicals are used to increase the effectiveness and safe handling by our Armed Forces personnel of new generation insensitive ammunition designed to prevent unplanned detonation in Army tanks and aboard Navy ships.

Shortly after his products were introduced in the United States market in 1974, Mr. Monte was approached by officials of Ajinomoto Co. [Ajico] through a trading company named Nitto Shoji, LTD., about licensing his products in Japan. They signed a distributorship agreement on July 30, 1976 to import 46 different patented organometallics manufactured by Kenrich in the United States of America. Nitto Shoji claimed that it was imperative that the products be approved as environmentally safe, and had started the process for the environmental approval of the first Kenrich product to be sold in Japan, Ken-React KR TTS, on July 1, 1976. The KR TTS approval cost Kenrich \$125,000. In accordance with the usual Japanese trade position, Ajinomoto officials impressed upon Mr. Monte the need to have a Japanese manufacturing partner to facilitate the environmental approvals, comply with extraordinarily difficult Japanese quality standards, and gain acceptance by Japanese keiretsu, industrial consumers of the product. Ajinomoto is a \$20 plus billion food processing and fine chemical firm most noted in southeast Asia as the No. 1 producer of MSG—monosodium glutamate. As a result, on January 28, 1980, 15 Kenrich chemicals were licensed for manufacture by the Ajinomoto Co. for exclusive sale in Japan, Taiwan, and South Korea.

For the next 8 years, the Montes were given polite and respectful treatment. By 1984, they had transferred all of Kenrich's technology to Japanese licensing interests. Mr. Monte began to suspect that Ajinomoto was selling vast quantities of the Kenrich licensed product and underreporting sales to avoid paying royalties. Mr. Monte repeatedly requested sales reports, but only received a carefully contrived semi-annual report which diminished in detail with each passing year. There are now over 900 patent applications issued to Japanese companies using the Kenrich products—almost 40 to Canon alone for copier toner, yet the sales are supposedly still under \$1,000,000—even though the yen has doubled in value against the dollar during the contract period. After two decades of doing business in Japan, Kenrich is still receiving only a contract minimum of \$50,000 a year in royalties.

The coordinated assault on Kenrich would sound like paranoid Japan bashing were there not for the painstaking documentation filling dozens of file boxes, indicating the systematic, elaborate, and devious methods employed to deprive Mr. Monte of his intellectual property rights. Among the many efforts against Kenrich include:

The development of knock-off titanate technology based on Kenrich technology by Ajinomoto, Nippon Soda Inc., Tokuyama Soda Ltd., Mitsui Mining and Smelting Ltd., and Kawaken Fine Chemical Co., Ltd. The Japanese have used patent flooding as a technique to obfuscate original patented technology, thus making it difficult for the non-Japanese investor to defend his/her patent rights. Nippon Soda even copied Kenrich's detailed technical literature to explain their Titecoat knock-off product.

An elaborate international exchange of bank securities resulted in the commercial paper of