U.S. Department of Justice
Washington, DC 20530

Supplemental Statement
Pursuant to Section 2 of the Foreign Agents Registration Act of 1938, as amended.

OMB No. 1105-0002

For Six Month Period Ending 31 AUG 1994
(Insert date)

Name of Registrant The Phoenix Group Registration No. 04906

Business Address of Registrant
805 North Wayne St.
Suite 204
Arlington, VA 22201

I—REGISTRANT

1. Has there been a change in the information previously furnished in connection with the following:

(a) If an individual:

(1) Residence address	Yes ☐	No ☒
(2) Citizenship	Yes ☐	No ☒
(3) Occupation	Yes ☐	No ☒

(b) If an organization:

(1) Name	Yes ☐	No ☒
(2) Ownership or control	Yes ☐	No ☒
(3) Branch offices	Yes ☐	No ☒

2. Explain fully all changes, if any, indicated in item 1.

IF THE REGISTRANT IS AN INDIVIDUAL, OMIT RESPONSE TO ITEMS 3, 4, and 5.

3. Have any persons ceased acting as partners, officers, directors or similar officials of the registrant during this 6 month reporting period? Yes ☐ No ☒

If yes, furnish the following information:

Name	*Position*	*Date Connection Ended*

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REGISTRATION UNIT
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4. Have any persons become partners, officers, directors or similar officials during this 6 month reporting period? Yes ☐ No ☒

If yes, furnish the following information:

Name	*Residence Address*	*Citizenship*	*Position*	*Date Assumed*

5. Has any person named in Item 4 rendered services directly in furtherance of the interests of any foreign principal? Yes ☐ No ☒

If yes, identify each such person and describe his services.

6. Have any employees or individuals other than officials, who have filed a short form registration statement, terminated their employment or connection with the registrant during this 6 month reporting period? Yes ☐ No ☒

If yes, furnish the following information:

Name	*Position or connection*	*Date terminated*

7. During this 6 month reporting period, have any persons been hired as employees or in any other capacity by the registrant who rendered services to the registrant directly in furtherance of the interests of any foreign principal in other than a clerical or secretarial, or in a related or similar capacity? Yes ☐ No ☒

If yes, furnish the following information:

Name	*Residence Address*	*Position or connection*	*Date connection began*

II—FOREIGN PRINCIPAL

8. Has your connection with any foreign prinicpal ended during this 6 month reporting period? Yes No ☐

If yes, furnish the following information:

Name of foreign principal — *Date of Termination*

Armando Calderon Sol — ARENA — May, 1994

9. Have you acquired any new foreign principal[1] during this 6 month reporting period? Yes ☐ No ☒

If yes, furnish following information:

Name and address of foreign principal — *Date acquired*

10. In addition to those named in Items 8 and 9, if any, list the foreign principals[1] whom you continued to represent during the 6 month reporting period.

III—ACTIVITIES

11. During this 6 month reporting period, have you engaged in any activities for or rendered any services to any foreign principal named in Items 8, 9, and 10 of this statement? Yes ☒ No ☐

If yes, identify each such foreign principal and describe in full detail your activities and services:

Armando Calderon Sol — ARENA

Made arrangements for a visit to Washington, DC. of Mr. Calderon To meet w/ Members of Congress and Administration officials.

[1]The term "foreign principal" includes, in addition to those defined in section 1(b) of the Act, an individual or organization any of whose activities are directly or indirectly supervised, directed, controlled, financed, or subsidized in whole or in major part by a foreign government, foreign political party, foreign organization or foreign individual. (See Rule 100(a)(9)).

A registrant who represents more than one foreign principal is required to list in the statements he files under the Act only those foreign principals for whom he is not entitled to claim exemption under Section 3 of the Act. (See Rule 208.)

12. During this 6 month reporting period, have you on behalf of any foreign principal engaged in political activity[2] as defined below?
Yes ☐ No ☐

If yes, identify each such foreign principal and describe in full detail all such political activity, indicating, among other things, the relations, interests and policies sought to be influenced and the means employed to achieve this purpose. If the registrant arranged, sponsored or delivered speeches, lectures or radio and TV broadcasts, give details as to dates, places of delivery, names of speakers and subject matter.

Diseminated information, mainly biographical, about Mr. calderon to members of the Press, congress, and other persons interested in the 1994 El Salvador presidential election.

13. In addition to the above described activities, if any, have you engaged in activity on your own behalf which benefits any or all of your foreign principals? Yes ☐ No ☒

If yes, describe fully.

[2]The term "political activities" means the dissemination of political propaganda and any other activity which the person engaging therein believes will, or which he intends to, prevail upon, indoctrinate, convert, induce, persuade, or in any other way influence any agency or official of the Government of the United States or any section of the public within the United States with reference to formulating, adopting, or changing the domestic or foreign policies of the United States or with reference to the political or public interests, policies, or relations of a government of a foreign country or a foreign political party.

IV—FINANCIAL INFORMATION

14. (a) **RECEIPTS—MONIES**

During this 6 month reporting period, have you received from any foreign principal named in Items 8, 9 and 10 of this statement, or from any other source, for or in the interests of any such foreign principal, any contributions, income or money either as compensation or otherwise? Yes ☒ No ☐

If yes, set forth below in the required detail and separately for each foreign principal an account of such monies.[3]

Date	*From Whom*	*Purpose*	*Amount*
Feb 1994 to May 1994	Armando calderon sol -ARENA	Representation	$12,000

$12.000.00
Total

(b) **RECEIPTS—THINGS OF VALUE**

During this 6 month reporting period, have you received any thing of value[4] other than money from any foreign principal named in Items 8, 9 and 10 of this statement, or from any other source, for or in the interests of any such foreign principal? Yes ☐ No ☒

If yes, furnish the following information:

Name of foreign principal	*Date received*	*Description of thing of value*	*Purpose*

[3]A registrant is required to file an Exhibit D if he collects or receives contributions, loans, money, or other things of value for a foreign principal, as part of a fund raising campaign. See Rule 201(e).
[4]Things of value include but are not limited to gifts, interest free loans, expense free travel, favored stock purchases, exclusive rights, favored treatment over competitors, "kickbacks," and the like.

15. (a) **DISBURSEMENTS–MONIES**

During this 6 month reporting period, have you

(1) disbursed or expended monies in connection with activity on behalf of any foreign principal named in Items 8, 9 and 10 of this statement? Yes ☐ No ☒

(2) transmitted monies to any such foreign principal? Yes ☐ No ☒

If yes, set forth below in the required detail and separately for each foreign principal an account of such monies, including monies transmitted, if any, to each foreign principal.

Date	*To Whom*	*Purpose*	*Amount*

Total

15. (b) **DISBURSEMENTS—THINGS OF VALUE**

During this 6 month reporting period, have you disposed of anything of value[5] other than money in furtherance of or in connection with activities on behalf of any foreign principal named in items 8, 9 and 10 of this statement?
Yes ☐ No ☒

If yes, furnish the following information:

Date disposed	*Name of person to whom given*	*On behalf of what foreign principal*	*Description of thing of value*	*Purpose*

(c) **DISBURSEMENTS—POLITICAL CONTRIBUTIONS**

During this 6 month reporting period, have you from your own funds and on your own behalf either directly or through any other person, made any contributions of money or other things of value[5] in connection with an election to any political office, or in connection with any primary election, convention, or caucus held to select candidates for political office?
Yes ☐ No ☒

If yes, furnish the following information:

Date	*Amount or thing of value*	*Name of political organization*	*Name of candidate*

V—POLITICAL PROPAGANDA

(Section 1(j) of the Act defines "political propaganda" as including any oral, visual, graphic, written, pictorial, or other communication or expression by any person (1) which is reasonably adapted to, or which the person disseminating the same believes will, or which he intends to, prevail upon, indoctrinate, convert, induce, or in any other way influence a recipient or any section of the public within the United States with reference to the political or public interests, policies, or relations of a government of a foreign country or a foreign political party or with reference to the foreign policies of the United States or promote in the United States racial, religious, or social dissensions, or (2) which advocates, advises, instigates, or promotes any racial, social, political, or religious disorder, civil riot, or other conflict involving the use of force or violence in any other American republic or the overthrow of any government or political subdivision of any other American republic by any means involving the use of force or violence.)

16. During this 6 month reporting period, did you prepare, disseminate or cause to be disseminated any political propaganda as defined above? Yes ☒ No ☐

IF YES, RESPOND TO THE REMAINING ITEMS IN THIS SECTION V.

17. Identify each such foreign principal.

ARMANDO Calderon SOl — ARENA

[5]Things of value include but are not limited to gifts, interest free loans, expense free travel, favored stock purchases, exclusive rights, favored treatment over competitors, "kickbacks," and the like.

18. During this 6 month reporting period, has any foreign principal established a budget or allocated a specified sum of money to finance your activities in preparing or disseminating political propaganda? Yes ☐ No ☒

If yes, identify each such foreign principal, specify amount, and indicate for what period of time.

19. During this 6 month reporting period, did your activities in preparing, disseminating or causing the dissemination of political propaganda include the use of any of the following:

☐ Radio or TV broadcasts ☐ Magazine or newspaper articles ☐ Motion picture films ☐ Letters or telegrams

☐ Advertising campaigns ☐ Press releases ☒ Pamphlets or other publications ☐ Lectures or speeches

☐ Other *(specify)* Mr. calderon's Biography and related information about the 199 Electoral campaign in El Salvador.

20. During this 6 month reporting period, did you disseminate or cause to be disseminated political propaganda among any of the following groups:

☒ Public Officials ☒ Newspapers ☐ Libraries

☒ Legislators ☐ Editors ☐ Educational institutions

☐ Government agencies ☐ Civic groups or associations ☐ Nationality groups

☐ Other *(specify)* _____

21. What language was used in this political propaganda:

☒ English ☐ Other *(specify)* _____

22. Did you file with the Registration Section, U.S. Department of Justice, two copies of each item of political propaganda material disseminated or caused to be disseminated during this 6 month reporting period? Yes ☐ No ☒ included as part of this package

23. Did you label each item of such political propaganda material with the statement required by Section 4(b) of the Act? Yes ☒ No ☐

24. Did you file with the Registration Section, U.S. Department of Justice, a Dissemination Report for each item of such political propaganda material as required by Rule 401 under the Act? Yes ☐ No ☒ All items are included in this packet.

VI—EXHIBITS AND ATTACHMENTS

25. **EXHIBITS A AND B**

(a) Have you filed for each of the newly acquired foreign principals in Item 9 the following:

Exhibit A[6] Yes ☐ No ☐

Exhibit B[7] Yes ☐ No ☐

If no, please attach the required exhibit.

(b) Have there been any changes in the Exhibits A and B previously filed for any foreign principal whom you represented during this six month period? Yes ☐ No ☐

If yes, have you filed an amendment to these exhibits? Yes ☐ No ☐

If no, please attach the required amendment.

[6]The Exhibit A, which is filed on Form CRM-157 (Formerly OBD-67) sets forth the information required to be disclosed concerning each foreign principal.

[7]The Exhibit B, which is filed on Form CRM-155 (Formerly OBD-65) sets forth the information concerning the agreement or understanding between the registrant and the foreign principal.

26. **EXHIBIT C**

If you have previously filed an Exhibit C[8], state whether any changes therein have occurred during this 6 month reporting period. Yes ☐ No ☐

If yes, have you filed an amendment to the Exhibit C? Yes ☐ No ☐

If no, please attach the required amendment.

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27. **SHORT FORM REGISTRATION STATEMENT**

Have short form registration statements been filed by all of the persons named in Items 5 and / of the supplemental statement? Yes ☐ No ☐

If no, list names of persons who have not filed the required statement.

The undersigned swear(s) or affirm(s) that he has (they have) read the information set forth in this registration statement and the attached exhibits and that he is (they are) familiar with the contents thereof and that such contents are in their entirety true and accurate to the best of his (their) knowledge and belief, except that the undersigned make(s) no representation as to the truth or accuracy of the information contained in attached Short Form Registration Statement, if any, insofar as such information is not within his (their) personal knowledge.

(Both copies of this statement shall be signed and sworn to before a notary public or other person authorized to administer oaths by the agent, if the registrant is an individual, or by a majority of those partners, officers, directors or persons performing similar functions who are in the United States, if the registrant is an organization.)

(Type or print name under each signature)

I declare under penalty of purjury that the foregoins is true and correct.

Executed 9/30/94.

Roxana Chahin

Subscribed and sworn to before me at _____

this _____ day of _____, 19 _____

_____

(Signature of notary or other officer)

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[8]The Exhibit C, for which no printed form is provided, consists of a true copy of the charter, articles of incorporation, association, constitution, and bylaws of a registrant that is an organization. (A waiver of the requirement to file an Exhibit C may be obtained for good cause upon written application to the Assistant Attorney General, Criminal Division, Internal Security Section, U.S. Department of Justice, Washington, D.C. 20530.)

UNITED STATES DEPARTMENT OF JUSTICE
REGISTRATION UNIT
CRIMINAL DIVISION
WASHINGTON, D.C. 20530

NOTICE

Please answer the following questions and return this sheet in triplicate with your supplemental statement:

1. Is your answer to Item 16 of Section V (Political Propaganda - page 7 of Form CRM-154, formerly Form OBD-64--Supplemental Statement):

   Yes ✓ or No _____

(If your answer to question 1 is "yes" do not answer question 2 of this form.)

2. Do you disseminate any material in connection with your registration:

   Yes _____ or No _____

(If your answer to question 2 is "yes" please forward for our review copies of all such material including: films, film catalogs, posters, brochures, press releases, etc. which you have disseminated during the past six months.)

Roxana Chahin
Signature

9/30/94
Date

Roxana Chahin
Please type or print name of signatory on the line above

President
Title



GOVERNMENT ACHIEVEMENTS

UNDER ARENA

FROM 1989 TO 1993 IN ALL DOMAINS

Politics

Economics

Social Area

Public Security

REPUBLICAN NATIONALIST ALLIANCE

PREFACE

(From the Speech given by Dr. Armando Calderon Sol in the General Assembly of March 28, 1993)

For us, the greatest goal is to continue building and preparing our beloved El Salvador to face the challenges of the 21st century. To achieve this, we must consolidate the most profound democratic change that El Salvador has ever experienced; we must consolidate peace; continue to stimulate economic progress and strengthen and broaden all social activities in favor of the most needy. Therefore, as good men and women that struggle from day to day for the progress of our people, we are sure that with the support of all Salvadorans, if today we have done well, tomorrow we will do better.

What does it mean for us to prepare ourselves for the 21st Century?

It means a change in attitude, a change of mentality, and a change in perspective to achieve our country's human, social, economic and political development. It means changing from a culture of violence to one of openness and respect, from an attitude of hatred and jealousy to one of reconciliation and solidarity; from a polarized and divided society to one united by firm moral and civic values. We have begun this change with the ARENA Government, we will consolidate it in our next government for the good of El Salvador and the good of our children.

The populists continue to adhere to the concept of the land, with the same mentality as their predecessors at the end of the 19th Century. We, on the other hand, propose an broadened perspective that will prepare us for the year 2000.

First, we will consolidate the productive agricultural revolution, incorporating new systems and technologies to make our land much more productive and more profitable.

Second, we will work the sea, to extract from it a wealth we have in front of us and which we have not exploited to its maximum. We will convert it into a great partner, to conquer new productive frontiers.

Third, we will build our country upwards; because there is unlimited room in that direction, just as Salvadoran creativity is unlimited. This means stimulating the creation of new industries, new forms of services, internal trade, and specially new exports. We must be daring, sure of our capability and our creative ingenuity, and we must say, "because we are Salvadoran, we are sure we can do it."

This way, the land, the sea and a creative effort to grow upwards, will together present us with an option that breaks with the past, converting El Salvador into a country of opportunities, with new frontiers to generate wealth.

A. POLITICS

1. The achievement of peace, as one of the nation's primary objectives. Presently, the peace process is in its final stage, after an impeccable trajectory.

2. Consolidating an excellent image for the Government of El Salvador before the international community, through President Alfredo Cristiani.

3. El Salvador is one of the protagonists in the process of regional integration, in which the Central American group of nations is implementing mechanisms of tariff liberalization and the opening of our borders.

4. Implementing institutional changes to foster the state's activities towards a modern state, as shown by through the following:

    - The creation of democratic institutions within the Peace Accords: The National Academy for Public Security, The Civilian National Police, The Office of Ombudsman for Human Rights, The National Judicial Council.

    - Institutions that guarantee the social and economic reinsertion of former combatants and other people affected by the conflict.

    - The passage of laws that strengthen the multi-party system, giving Congress collegiate power, and making it the genuine branch of the state.

B. ECONOMICS

1. The economic policy of the Government of El Salvador has established macroeconomic stabilization policies, among which figure the following:

   - the modernization of fiscal policy, through the implementation of a VAT (Value Added Tax), considerably increasing the tax revenues of the state.

   - the privatization of the banking system, which has improved the financial system, and has broadened of access to participation within it.

   - the promotion of exports, multiplying non-traditional sectors. Facilities for foreign investment, through the use of duty-free zones.

   In synthesis, the Government has achieved enviable economic growth, which for this year is estimated at 5% of the GNP. This is the strongest recorded growth since 1968. The grain crop has been the greatest in our history, resulting in improvements in the level of employment and the level of income earned by the rural population.

2. Progress in both the Infrastructure Investment Program and the implementation of the National Reconstruction Plan (PRN) has been significant, assisting industrial re-conversion, etc.

3. The implementation of land transfer programs oriented towards changing the structure of land ownership.

4. Considering that the bases for a solid economy are established, the Government of El Salvador is ready to carry out the second phase of the structural adjustment program; which includes:

   - Privatizing state-owned agencies which are very costly and ineffective in their supply of services. This situation, will allow us to be in tune with the global economic system.

   - Concluding the modernization of the tax system, the privatization of the banking system and the promotion of productive and export-oriented enterprises.

C. SOCIAL AREA

1. The social program has been greatly strengthened through the creation of ad-hoc institutions to favor the major sectors of society. Among the most important institutions are:

- The Social Investment Fund (FIS)
- The National Secretariat for the Family (SNF)
- Institute of Liberty and Progress, responsible for legalizing property titles of the inhabitants of marginal areas.
- National Fund for Popular Housing (FONAVIPO)
- The Land Bank (BT), an entity which finances the acquisition of agricultural properties.

2. In the Education Sector, programs have been developed to reduce illiteracy and increase the quality of teaching. In this respect, we can mention:

- The Community Involvement Education Program (EDUCO). To break the vicious cycle of poverty, the Government has developed the EDUCO Program, which will permit some 52,000 more children to attend school. Over 200 schools closed during the armed conflict have reopened their doors. In addition, a program to build a school a day is developing successfully. All of this has been possible because the Government doubled the education budget during the last three years.
- The SABE Project, geared towards instructing teachers about the changes in the education curriculum.
- A school nutrition program was implemented. The children's basic nutrition program has allowed 410,000 pregnant women and children to benefit equally from this food program.
- At present a bill is under discussion concerning Private Universities, so that they may upgrade their technical and academic requirements.

3. The implementation of programs to re-insert former combatants of the Armed Forces and the FMLN into civilian life.

4. The Social Security System has extended its services to small children of its beneficiaries.

5. Large budgetary efforts have been made to solve the problems being faced by the public health system. At the end of 1992, 80% of children under age 5 were vaccinated. The government's efforts in social matters represent 41% of the general budget for 1994. New projects have contributed to modernizing the distribution of drinking water and electricity, and have made possible the access of an increasing number of Salvadorans to a private telephone line. The Lempa River Project, conceived to solve the capital's drinking water problems, was concluded at a cost of $110 million. The old problem of electric power restrictions has been solved thanks to the installation of three new electric turbines, at a cost of $93 million. In order to establish an electric distribution network in rural areas, the Government has build 1,364 km. of new power lines and has reestablished service on more than 770 km. of power lines damaged during the conflict. An investment plan of more than $300 million, designed to broaden destined for telecommunication services in rural and urban areas, has been launched. This program will quadruple the number of existing phone lines. Additionally, a large number of roads and bridges have been repaired in rural areas. To continue with the efforts to create community centers and shelters for needy mothers and children, the National Secretariat of the Family has created the Salvadoran Institute for Child Assistance. The creation of this institute is part of a campaign to increase the protection given to children. The Law of the Family, the Penal Code, and the Code for Legal Procedures are currently being reviewed to better meet the needs of a new society. A new Law to Promote and Protect Intellectual Property (15/93)has been passed and Revisions to the Current Labor Code have been presented to Congress (12/14/93).

D. PUBLIC SECURITY

1. The process to reduce and purge the Armed Forces of El Salvador has been carried out, and democratization and modernization are being conducted in a prompt manner.

2. Civilian National Police (PNC) contingents will take responsibility for the public security in large areas of the country, including the capital. The PNC will cover the whole territory by October 1994.

3. The fight against drugs has produced increasingly positive results compared to previous years. The Anti-Narcotics Unit has seized major drug shipments coming through El Salvador.

4. The Government of El Salvador, with the support of the international community, uncovered weapon caches throughout Central America, and has thus managed to obtain the surrender of most of the FMLN weapons.

5. President Cristiani has called upon the United States, Spain and the United Kingdom to form an Inter-Agency Commission of experts to assist the Government in criminal investigations.

6. The President has also created a Joint Group comprising the Ombudsman for Human Rights, the ONUSAL Human Rights Director, and two representatives of the government, in order to investigate the existence of politically motivated, illegal, armed groups.

ACHIEVEMENTS OF THE MUNICIPAL GOVERNMENT OF DR. ARMANDO CALDERON SOL: 1988-1993

Dr. Armando Calderón Sol's Administration is about to conclude its second term at San Salvador's City Hall. Dr. Calderón Sol recently left his position as mayor to dedicate himself to his presidential campaign.

Among the principal achievements of Dr. Calderon Sol are:

- The construction of over 4,000 low-income housing units, with the financial support of the Inter-American Development Bank (IDB).

- The successful conclusion of the Municipal Markets Reconstruction Program, which rebuilt the seven markets of the capital city. This program included the construction of a market to shelter the downtown street vendors, who up to now have been creating problems with traffic, security, health and general appearance. This program received support from USAID and our own resources.

- The design, execution and completion of the Illumination Program of San Salvador's main avenues, streets, and thoroughfares. The program was characterized by its impact on low-income areas, since the replacement of the lighting of the principal roads allowed the old lamps to be utilized in communities that did not previously have public lighting. This project benefited from financing by the Central American Bank for Economic Integration (BCIE) and our own resources.

- The program to equip, organize, and perform refuse collection in the capital city. It used to be characterized by heaps of garbage and the lack of an adequate collection system, creating dangerous centers for environmental contamination. This task received assistance from the Government of Japan and our own resources.

- The Program to Modernize the Internal Workings of City Hall, including updating and organizing its registries, the introduction of a modern system for collecting municipal taxes, and the improvement of the Municipality's financial situation, thanks to the increase in revenue. Improvements to the registries and the system for attending to the general public allowed us to reduce the time it takes to issue documents or certificates from several weeks to a couple of hours.

- Organizing low-income communities in order to provide them with basic services of drinking water and sewage systems, communal housing, nursing homes, and

day-care centers. Over 120,000 people benefited from these programs, with the active participation of communities involved in Town House Meetings.

- The formation and implementation of the Committee for the Social Projection of the City Hall of San Salvador, awoke sentiments of solidarity to aid those most in need, and mobilized large numbers of volunteers. The committee finances social works, Christmas parties for thousands of children, children's games, school repairs, the construction of shelters for children in high-risk situations, clinics, day-care centers, and programs to clean up the city. Featured among these projects is the construction of the "Plaza del Trovador", where local artists come together to entertain and earn a living. This plaza has become a tourist attraction and a center of popular art in one of the capital's traditional quarters.

As a consequence of these programs and the positive results of his administration, Dr. Calderón Sol, who was elected Mayor in 1988 with about 50% of the vote, was re-elected in March of 1991, with about 60% of the vote.