## Yugoslav army to pull Out of rebel Slovenia

By Laura Silber in Belgrade, Judy Dempsey/in London and Quentin Peel in Bonn

YUGOSLAVIA'S collective presidency yesterday ordered all federal army troops to withdraw from the rebel republic of Slovenia within the next three months.

The decision appears to end a feud between Slovenia and Serbia, the country's biggest republic, and may be a step towards resolution of Yugoslavia's complicated political and ethnic conflicts.

Mr Borisav Jovic, Serbian epresentative on the eightan collective presidency, said ie pullout would start immeately. "This is in complete cordance with our political and that the Yugoslav army lould not be stationed in lose parts of the country hich see it as an occupier." a said.

About 70 people were killed clashes between federal my troops and Slovene milliafter Slovenia and Croatija clared independence from e crumbling Yugoslav federion on June 25.

A truce negotiated on July 8 th help of three European ommunity foreign ministers ad called on federal troops in ovenia - bolstered by fedal tanks moved in from Crosaa - to return to barracks.

Mr Jovic made no mention of the future of about 70,000 federal troops on Croatian territory.

In a Balkan twist, Yugoslav president Stipe Mesic, a Croat, voted against the army withdrawal from Slovenia, fearing independence-minded Croatia would become more isolated in the Yugoslav federation.

The agreement drives a wedge between Slovenia and Croatia. It is reminiscent of the pre-war coalition between Serbs and Slovenes in the Yugoslav kingdom. Slovenia and Serbia have been locked in conflict until recently when Serbia came out in favour of Slovenia's moves towards independence.

Croatia may now be forced to negotiate with its 600.000strong Serbian minority, which insists on remaining with Serbia if Croatia secedes from Yugoslavia. Rebel Serbs have killed at least 30 Croat policesince the republic men declared independence.

Yesterday it became clear that Mr Franjo Tudiman, president of Croatia, had created a war cabinet amid fears of an attack by the federal army and armed Serbs.

The nine-strong war cabinet

will be headed by Mr Josip Manolic, the outgoing prime minister. He will be replaced as premier by Mr Franjo Greguric, deputy prime minister.

The Croatian government is increasingly alarmed at repeated attacks by Serbian nationalists in the villages in Slavonia, eastern Croatia, Mr Djordan, Croatia's Sime defence minister, claimed earlier this week that the Serbianbacked army intended to bomb Catholic churches.

Mr Tudjman held talks in Bonn yesterday with German chancellor Helmut Kohl and Mr Hans-Dietrich Genscher. foreign minister. In a 90-minute meeting, Mr Kohl repeated Germany's desire to promote a peaceful political settlement in Yugoslavia.

Meanwhile a federal minister said Yugoslavia faced food shortages, more unemployment and a further fall in industrial production.

The bleak picture painted by Mr Veselin Vukotica, responsible for privatisation in the federal government, coincided with gloomy statistics for the first half of the year. Industrial production fell a further 17 per cent, compared with a fall of 23 per cent for the whole of 1990.