International

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June 14, 1985

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The Honorable Charlie Rose Chairman Subcommittee on Office Systems 722 H.O.B. Annex 1 Washington, DC 20515

Dear Congressman Rose:

Robert E. Sageman

Presigent and Chief Executive Officer

This is in response to your May 28, 1985, letter re: AT&T's business activity in South Africa.

- AT&T has no facilities, investments, or employees in South Africa.
- Distributors in South Africa sell terminal equipment manufactured by AT&T's subsidiary, The Teletype Corporation.
- Olivetti, of which AT&T is a 25 percent owner, has a subsidiary in South Africa. Olivetti is authorized to sell AT&T telecommunications and computer equipment in South Africa. As part of our distribution agreement, Olivetti has subscribed to The Sullivan Principles.
- AT&T Technologies, Inc., purchases palladium and platinum from South Africa for use in the manufacture of telecommunications equipment.
- I trust that this will satisfy your requirements.

Yours truly,

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Robert D. Dalziel for R. E. Sageman

DEBRA L. FAIELLO Notary Public of New Jersey My Commission Expires July 50, 1956