SUBJ: PRAVDA REPORTS SADAT'S CLOSING REMARKS AT ASU CONGRESS

1. PRAVDA July 28 published verbatim extract from Sadat's closing speech before ASU congress stating that while 1971 would be "decisive" year, "completion of long road to total victory" not expected during this year, that "the crisis should not be frozen", and that "therefore we (UAR) must take appropriate measures to move matters off dead center".

2. While article also quotes Sadat's refusal to "give up one inch of territory" or "compromise" on rights of Palestinians, Pravda apparently welcomed this latest opportunity to underscore Sadat flexibility.

3. Meanwhile, Soviet readers also informed that CPSU secretary Ponomarev and ASU secretary general Sidki have begun talks in Alexandria on inter-party relations.

BEAM