US freezes Zimbabwe farm assets

From correspondents in Washington

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THE US today froze the US assets of 26 Zimbabweanentities it said are controlled by key members of President Robert Mugabe'sgovernment, accusing them of undercutting democracy in Zimbabwe.

Under an executive order issued by US President George W. Bush, the Treasury Department" designated" 24 commercial farms and two businesses controlled by Mugabe administration officials who the US government says are underminingdemocratic processes in Zimbabwe.

The movefreezes their access to the US financial system and prohibits US citizens from business with them.

"TheMugabe regime rules through politically motivated violence and intimidation andhas triggered the collapse of the rule of law in Zimbabwe," said RobertWerner, director of the Treasury's Office of Foreign Assets Control.

"Bydenying the Mugabe regime access to the US financial system and US persons,we're cutting off the flow of support they could use to further destabiliseZimbabwe," he said.

Zimbabwe isreeling from its worst economic crisis since independence from Britain 25 yearsago, triggered by government seizures of white-owned farms for resettlement oflandless blacks and allegations of vote rigging.

The TreasuryDepartment said the commercial farms were among those handed to favouredmembers of Mr Mugabe's government following his chaotic land redistributionscheme.

The twobusinesses include Cold Comfort Farm Trust Co-operative, an agricultural cooperativecontrolled by National Security Minister Didymus Noel Mutasa, and NdlovuMotorways, controlled by Sikhanyiso Ndlovu, an official with Mugabe's rulingZANU-PF party.

Treasury hasdesignated Mr Mugabe and 76 other Zimbabwean government officials and "persons of influence" for economic sanctions.

Reuters