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AM-ARREST''''''''URGENT

BY ARTHUR SPIEGELMAN

NEW YORK, FEB 25, REUTER -- INTERNATIONAL ARMS DEALER GEORGE KORKALA, ONE OF THE MOST WANTED MEN IN THE UNITED STATES, WAS ARRESTED TODAY IN MADRID, THE MANHATTAN DISTRICT ATTORNEY'S OFFICE SAID.

KORKALA, 41, FLED THE UNITED STATES LAST YEAR WITH HIS PARTNER, EX-CENTRAL INTELLIGENCE AGENCY AGENT FRANK TERPIL, TO AVOID TRIAL ON CHARGES OF ATTEMPTING TO SELL 10,000 MACHINE GUNS TO UNDERCOVER AGENTS POSING AS LATIN AMERICAN REVOLUTIONARIES.

SINCE THEN THE TWO MEN HAVE BEEN EXPOSED AS SELLERS OF ARMS TO LIBYA AND UGANDA WHEN IT WAS RULED BY PRESIDENT IDI AMIN.*

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