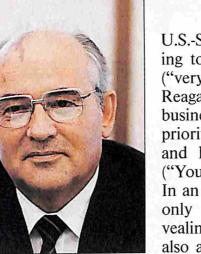


16 SPECIAL REPORT: An exclusive interview with the leader of the Soviet Union

In his first meeting with Western journalists, an extraordinary, far-ranging two hours with TIME's editors, Mikhail Gorba-

chev shows himself well informed, urbane, witty, in total command and, above all, a man who knows his own mind. In what amounts to a major public statement, he offers his thoughts on



U.S.-Soviet relations ("continuing to deteriorate"), Star Wars ("very dangerous"), President Reagan ("We are prepared to do business with him"), domestic priorities ("make life better"), and his glad-handing manner ("You cannot work otherwise"). In an 18-page report, TIME not only presents Gorbachev's revealing, direct comments but also assesses the style and sub-

stance of his first six months in office, analyzes the significance of what he had to say, and reports on the war of words between the two superpowers as the Geneva summit approaches.

NATION: A time of testing awaits as Reagan returns to Washington's wars

A make-or-break period looms for the President's second term as the Administration faces a flurry of difficult decisions.
► The Pentagon scraps a trouble-plagued weapons system. ► Ed Meese becomes a conservative crusader at the Justice Department. ► A suspect is arrested in the Night Stalker killings that have terrified California.



46 World

Unrest and financial woes in South Africa.
A coup in Nigeria.
France's innocent agents. ► More spies in West Germany.

62

Show Business

Bugs, Daffy, Sylvester and the whole Warner's cartoon gang celebrate their first 50 years with videocassettes and a museum tribute.

54 Economy & Business Reagan rejects demands for a quota on shoe im-

for a quota on shoe imports. ► Union Carbide will eliminate 4,000 jobs. ► Pointing the finger at E.F. Hutton.

66 Art

In New York City, a retrospective of German Collagist Kurt Schwitters, whose icons of junk expressed a lyrical genius.

60

Boston G

Boston *Globe* Editor Michael Janeway has found his first months on the job a lesson in the frustrations of running a big-city daily.

73 Medicine

As the number of cavities plummets, U.S. dentists fill the gaps in their practices with a range of new toothsaving techniques.

61 Education

Children with AIDS pose problems for the nation's schools. ► The Secretary of Education debuts as a substitute teacher.

76 Living

Pickpockets, purse snatchers and other artful dodgers are stinging American tourists in Europe with scams old and new. 9 Letters 63 People 65 Video 67 Books 69 Cinema 69 Milestones 70 Science

Cover:

Photograph taken during TIME's interview by Rudi Frey

TIME (ISSN 0040-781X) is published weekly for \$58.24 per year, by Time Inc., 10880 Wilshire Blvd., Los Angeles, CA 90024-4193. Time Inc., principal office: Time & Life Building, Rockefeller Center, New York, N.Y. 10020-1393. J. Richard Munro, President; U.L. Uebelhoer, Treasurer, William M. Guttman, Secretary. Second-class postage paid at Los Angeles, CA, and at additional mailing offices. @ 1985 Time Inc. All rights reserved. Reproduction in whole or in part without written permission is prohibited. TIME and the Red Border Design are protected through trademark registration in the United States and in the foreign countries where TIME magazine circulates. POSTMASTER: Send address changes to TIME, Time & Life Building, 541 N. Fairbanks Court, Chicago, III. 60611-3333. 🗆

