

GRS 359

CONFIDENTIAL

FM FCO 241736Z SEP 82

TO IMMEDIATE PEKING

TELEGRAM NUMBER 452 OF 24 SEPTEMBER

FOR PRIVATE SECRETARY TO PRIME MINISTER

IMMEDIATE



FOLLOWING TELEGRAM NOW REPEATED TO YOU AT REQUEST OF PLANNING STAFF  
WAS RECEIVED FROM WASHINGTON TELEGRAM NUMBER 3131 OF 23 SEPTEMBER.

INFO PRIORITY PARIS, BONN, MODUK, UKMIS NEW YORK, UKREP BRUSSELS.

MY TELEGRAM NO 3073 (NOT TO ALL) : AFTERMATH OF FALKLANDS

1. ENDERS TOLD MINISTER YESTERDAY EVENING THAT SHULTZ WOULD BE  
MEETING THE ARGENTINE FOREIGN MINISTER IN NEW YORK ON 27 OR  
28 SEPTEMBER. AS HE HAD SAID BEFORE, AGUIRRE LANARI WAS  
MONOMANICAL ABOUT HIS UNGA RESOLUTION AND IT SEEMED UNLIKELY  
THAT THE CONVERSATION WOULD RANGE MUCH BEYOND THAT. ENDERS  
CONFIRMED THE IMPRESSION WE HAD HAD FROM THE FRENCH (PARIS  
TELEGRAM NUMBER 907 TO THE FCO) THAT THE LATIN AMERICANS HAD  
NOT BEEN ABLE TO AGREE ON A DILUTION OF THE EXISTING ARGENTINE  
DRAFT. HE ALSO CONFIRMED THAT THE AMERICANS WERE NOT AT PRESENT  
SUGGESTING ANY AMENDMENTS TO THE DRAFT, THOUGH HE CLEARLY DID  
NOT EXCLUDE THAT AT A LATER STAGE THEY MIGHT WISH TO DO SO.

2. ON THE LIFTING OF FINANCIAL RESTRICTIONS, ENDERS SAID THAT THE U S EMBASSY IN BUENOS AIRES HAD REPORTED THAT THE ARGENTINES HAD NOT WITHDRAWN THE ARGENTINIAN REPRESENTATIVES (''INTERVENORS'') WHICH HAD BEEN INSTALLED IN BRITISH ENTERPRISES IN ARGENTINA DURING THE FALKLAND ISLANDS CRISIS. THEY HAD UNDERTAKEN TO DO SO AS PART OF THE LIFTING FINANCIAL RESTRICTIONS. BUT THE MINISTRY OF FINANCE IN BUENOS AIRES WAS NOW CLAIMING THAT IT DID NOT HAVE THE AUTHORITY TO REMOVE THEM. AS FAR AS THE U S WAS CONCERNED, THIS WAS VERY MUCH PART OF THE DEAL WHICH MCNAMAR HAD HELPED TO NEGOTIATE AND THE U S EMBASSY IN BUENOS AIRES WAS CONTINUING TO PRESS THE ARGENTINIANS TO LIVE UP TO THEIR OBLIGATIONS.

3. THOMAS TOLD ENDERS THAT WE WERE NOW CONSIDERING HOW BEST TO FOLLOW UP THE LIFTING OF FINANCIAL RESTRICTIONS BY MOVING ON TO REMOVAL OF COMMERCIAL RESTRICTIONS. HE SAID WE WERE DISCUSSING THIS WITH OUR COMMUNITY PARTNERS AND IT SEEMED POSSIBLE THAT WE MIGHT BE ABLE TO TACKLE THIS WITH THE ARGENTINIANS ON A COMMUNITY BASIS, PERHAPS THROUGH AN APPROACH BY THE PRESIDENCY OR THE COMMISSION. ENDERS WAS ENCOURAGED TO HEAR THIS.

ENDS

PYM

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