

BAFO 21/23

1) Copy to Mr. Me

2) Mr. Brixton

Mr. Chase, R.R. 24/2

M.W. Smith

PA

24/2/32

(65)

Reassuring to some extent

The question now is whether the MFA or the military will call the tune. While sovereignty remains "central", the prospect of progress remain very slim. How Buenos Aires' optimism on a "civilized solution" keeps the question of this has perhaps been taken a copy is shown the time in New York.

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DESK OFFICER	REGISTRY	
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TO		:

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GRS : 283

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FILE/REF : 340/1 DATE : 23 FEBRUARY 1932

FOLLOWING FOR : ROBERT CHASE, SOUTH AMERICAN DEPT, FCC

COPY TO (BY BAG) : THE GOVERNOR, PORT STANLEY

FROM : DAVID JOY, BUENOS AIRES

FALKLAND ISLANDS

1. YOU MAY CARE TO HAVE LORD BUXTON'S IMPRESSIONS OF HIS 25-MINUTE DISCUSSION WITH COSTA MENDEZ, YESTERDAY EVENING, SO RECOUNTED TO ME IMMEDIATELY AFTERWARDS AT HIS HOTEL. THE MEETING HAD BEEN ARRANGED PERSONALLY BY ORTIZ DE POZAS BY TELEPHONE FROM LIMA TO TAKE ADVANTAGE OF LORD BUXTON'S BRIEF STAY EN ROUTE TO THE FALKLANDS. IT WAS THE FIRST TIME THE TWO MEN HAD MET.

2. LORD BUXTON FOUND COSTA MENDEZ AN EMINENTLY UPRIGHT AND CULTURED PERSON AND MORE PERTINENTLY, QUITE REASONABLE AND CLEARLY ANISCHOPHILE. BUXTON GAVE AWAY CONVINCED THAT NO VIOLENT ACTIONS WERE LIKELY TO BE TAKEN BY THE ARGENTINES WHILST THE PRESENT GOVERNMENT WAS IN CHARGE. COSTA MENDEZ SAID IT WAS ESSENTIAL TO FIND SOME ALTERNATIVE SOLUTION TO THE NOW DISCREDITED LEASEBACK PROPOSAL WHICH HE CONSIDERED HAD BEEN BADLY HANDLED. FOR THE ARGENTINES

SOVEREIGNTY WAS CRUCIAL BUT THE REST WAS NEGOTIABLE. HE MADE SEVERAL REFERENCES TO THE DEMANDS OF QUOTE PUBLIC OPINION UNQUOTE BUT DID NOT REGARD THE LENGTH OF THE INTERIM TERM AS VERY IMPORTANT. HE DID NOT MENTION THE MILITARY NOR ANY PRESSURES FROM THAT SOURCE. HE DISCOUNTED THE POSSIBILITY OF INVASION WITH DISPARAGING REFERENCES TO THE AIRLINER HIJACKING OF SOME YEARS AGO. HE ALSO MENTIONED GROWING AMERICAN CONCERN OVER SOUTH ATLANTIC SECURITY AS AN INCREASINGLY USEFUL ALLY FOR ARGENTINA.

3. LORD BUXTON WHO STRESSED THAT HIS DISCUSSION, BY MUTUAL AGREEMENT, HAD BEEN ENTIRELY OFF THE RECORD, SEEMED GENERALLY OPTIMISTIC THAT SOME CIVILISED SOLUTION TO THE PROBLEM COULD BE FOUND. HE IS CONVINCED THAT IT WOULD BE USEFUL TO ENCOURAGE MORE INFORMAL AND PERSONAL CONTACTS OF THIS KIND.

SIGNED : DAVID JOY

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SENT AT 23/1435Z JDG