COME TO PINT LAT

Mr Duggan (SAmD)

ALW 020/325/1

Falkland Islands

The Secretary of State has seen Mr Ure's submission of 17 August and the draft OD paper attached.

Lord Carrington would like to have an office meeting to discuss the leaseback option and other options.

The Secretary of State would be grateful for more detail about how the leaseback scheme would work, particularly such matters as length of duration, who would control economic resources, how we would bring the Islanders along with us. The Secretary of State is not convinced that leaseback is the only or the right solution. He — and he thinks OD colleagues will feel the same — would like to consider other options before reaching a conclusion on leaseback.

30 August 1979

ccs:-

PS/LPS
PS/Mr Ridley
PS/PUS
Mr Hall
PS

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