GRS 1150

SECRET
FM UKMIS NEW YORK 192004Z MAY 82
TO FLASH FCO
TELEGRAM NUMBER 786 OF 19 MAY.
INFC FLASH WASHINGTON.

MY TEL NO'S 783 AND 784: FALKLANDS.

OF THE WHOLE COUNCIL AT 2100Z.

- 1. AS WAS TO BE EXPECTED, EVENTS HERE ARE MOVING WITH BEWILDERING SPEED. I AND MY STAFF HAVE REPORTED SOME OF THEM TO THE PUS BY TELEPHONE. THIS TELEGRAM DESCRIBES THE POSITION UP TO 19882 ON 19 MAY.
- 2. PEREZ DE CUELLAR IS EXTREMELY RELUCTANT TO ADMIT DEFEAT, BOTH BECAUSE HE DREADS FURTHER CASUALTIES AND BECAUSE HE DOES NOT WANT TO CHALK UP A FAILURE FOR THE UN IN HIS FIRST MAJOR CRISIS. HE IS SUPPORTED IN THIS BY ALL HIS STAFF, INCLUDING URQUHART, THOUGH THE LATTER FULLY UNDERSTANDS OUR POSITION TOO.
- 3. EARLY THIS MORNING I LEARNED THAT PEREZ DE CUELLAR WAS PROPOSING TO PRODUCE A PAPER CONTAINING 'MEDIAN' LANGUAGE COVERING TWO OF THE OUTSTANDING ISSUES THE NATURE OF THE INTERIM ADMINISTRATION AND THE TERMS OF REFERENCE FOR DIPLOMATIC NEGOTIMATIONS. HIS LANGUAGE WAS NOT AT ALL BAD FROM OUR POINT OF VIEW. BUT II IMMEDIATELY INTERVENED TO SQUASH THIS IDEA, POINTING OUT THAT LIMITED PROPOSALS COVERING ONLY PART OF THE PROBLEM WOULD SIMPLY REOPEN AN ENDLESS PROCESS OF NEGOTIATION AND WOULD THEREFORE BE UNACCEPTABLE TO YOU.
- 4. I NEXT LEARNED THAT PEREZ DE CUELLAR HAD TELEPHONED ROS AND THEN COSTA MENDEZ IN BUENOS AIRES. BOTH HAD INSISTED THAT THERE WA CONSIDERABLE FLEXIBILITY ON THE ARGENTINE SHIDE AND THAT THEIR PAPER OF LAST NIGHT WAS NOT THEIR LAST WORD. AS A RESULT, HE WAS THINKING OF SENDING ENVOYS TO LONDON (URQUHARRY, SUTTERLIN) AND BUENOS AIRES (CORDOVEZ, DE SOTO). THEIR TICKETS HAD ALREADY BEEN BOOKED. AT A PRIVATE MEETING BEFORE THE WORKENG LUNCH DESCRIBED BELCW, I PERSUADED PEREZ DE CUELLAR TO ABANDOW THIS IDEA TOO.

  5. AT THE END OF THE MORNING PEREZ DE CUELLAR BRIEFED THE PRESIDENT OF THE SECURITY COUNCIL. THIS LED LING QING, POSSIBLY AT PEREZ DE CUELLAR'S PROMPTING, TO DECIDE TO RTEVWUYPFOCCUEVENE INFORMAL CONSULT

- 5. AT THE END OF THE MORNING PEREZ DE CUELLAR BRIEFED THE PRESIDENT OF THE SECURITY COUNCIL. THIS LED LING QING, POSSIBLY AT PEREZ CUELLAR'S PROMPTING, TO DECIDE TO RTEVWUYPFQCCUEVENE INFORMAL CONSULT OF THE WHOLE COUNCIL AT 2100Z.
- 6. ALL THIS ACTIVITY PROMPTED ME TO ACCELERATE MY PROGRAMME FOR GIVING PEREZ DE CUELLAR OUR FORMAL RESPONSE TO LAST NIGHT'S ARGENTINE PAPER (I HAD SPOKEN TO HIM EARLIER IN THE MORNING IN A PRELIMINARY WAY AS INSTRUCTED IN YOUR TEL NO 431). PEREZ DE CUELLAR PROPOSED A WORKING LUNCH, AT WHICH HE WAS ACCOMPANIED BY AN EXPANDED GROUP OF ADVISERS, INCLUDING URQUHART, CORDOVEZ AND SUTTERLIN.
- 7. AT MY PRIVATE MEETING WITH PEREZ DE CUELLAR BEFORE THE LUNCH I ASKED HIM FORMALLY TO CONVEY TO ROS THAT H.M. GOVERNMENT FOUND THE ARGENTINE RESPONSE TOTALLY UNACCEPTABLE. THE ARGENTINE POSITION HAD NOT CHANGED IN SUBSTANCE SINCE THE BEGINNING OF NEGOTIATIONS. IT WAS CLEAR THAT THERE WAS NO HOPE OF REACHING AGREEMENT, ESPECIALLY IN A SINGLE DAY. WE HAD THEREFORE DRAWN A LINE, FOLLOWING THE FAILURE OF THE ARGENTINES TO ACCEPT OUR DRAFT INTERIM AGREEMENT BY THE DEADLINE OF 12 NOON TODAY. I TOLD PEREZ DE CUELLAR THAT WE RECOGNISED THAT THIS WOULD ENABLE ROS TO WRONG-FOOT US BY BLAMING US FOR THE BREAKDOWN OF NEGOTIATIONS BUT THIS WAS SOMETHING THAT WE WOULD HAVE TO ACCEPT. AT THE END OF THE PLENARY MEETING DESCRIBED BELOW, PEREZ DE CUELLAR TOLD ME THAT HE HAD SPOKEN ACCORDINGLY TO ROS WHO HAD PASSED BACK A MESSAGE THAT HE FULLY UNDERSTOOD OUR POSITION AND WOULD CONVEY IT TO HIS GOVERNMENT. B. AFTER LUNCH, WE SAT DOWN TO A PLENARY MEETING. I SPOKE FIRST. I SAID THAT LAST HIGHT'S PAPER FROM BUENOS AIRES WAS TOTALLY UNACCEPTABLE TO YOU. IT CONFIRMED THAT THE ARGENTINE POSITION HAD NOT CHANGED IN ANY IMPORTANT REGARD. I LISTED THE UNACCEPTABLE ELEMENTS IN THE PAPER: THE REFERENCE TO GENERAL ASSEMBLY RESOLUTIONS, THE INCLUSION OF THE DEPENDENCIES, THE PROVISION FOR WITHDRAWAL TO NORMAL AREAS OF OPERATION, THE EXCLUSION OF THE COUNCILS FROM THE INTER IM ADMINISTRATION (THIS WAS A CENTRAL ISSUE WHERE THE GAP WAS TOTALLY UNBRIDGEABLE), THE PROVISION FOR EQUALITY OF ACCESS ETC. THE FORMULATION ON THE TARGET DATE, THE INVOLVEMENT OF THE GENERAL ASSEMBLY IF AGREEMENT WAS NOT REACHED BY 38 JUNE 1983 (ANOTHER KEY ISSUE), AND THE ABSENCE OF THE AGREED LANGUAGE ON NON-PREJUDGE-MENT (DITTO). H.M. GOVERNMENT HAD COME TO THE CONCLUSION THAT WHEREAS WE HAD BEEN EXTREMELY FLEXIBLE IN THE WAY I HAD OUTLINED ON 17 MAY (MY TEL NO 765) ARGENTINA HAD MADE NO CONCESSIONS AT ALL. THE ARGENTINE PAPER WAS NOT A SERIOUS RESPONSE TO OUR PROPOSALS. I HAD MADE CLEAR THAT MAJOR AMENDMENTS TO CUR PROPOSALS OR PROCRASTIN-ATION WOULD IN YOUR VIEW BE TANTAMOUNT TO REJECTION. H.M. GOVERN-MENT'S CONSIDERED VIEW WAS THAT AS FROM 1200 NEW YORK TIME TODAY A

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10. I SAID THAT NO-ONE WAS MORE CONSCIOUS THAN I OF THE DANGER OF HORE LOSS OF LIFE. BUT EVERY ROUND OF NEGOTIATION WE HAD CONDUCTED WITH THE ARGENTINES HAD ENDED UP WITH A LAST MINUTE INTERVENTION BY GALTIER! CLAIMING TO BE REASONABLE. ON EVERY OCCASION THAT HAD LED NOWHERE. H.M. GOVERNMENT WERE INEVITABLY DOUBTFUL AND SUSPICIOUS OF ARGENTINE INTENTIONS. YOU WOULD BE BOUND TO INTERPRET WHAT GALTIER! SAID AS NOTHING BUT A MEANS OF BUYING MORE TIME.

PARSONS

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