CONFIDENTIAL - - -See also me attached, which tents to compine mis report. P 281600 Z DEC 81 FM BELMOPAN TO FCO LONDON BT CONFIDENTIAL UK COMMS CNLY SIC TELNO 161 TO PRIORITY FCO TELEGRAM NUMBER 161 OF 28 DECEMBER 1981 INFO PRIORITY WASHINGTON BELIZE/GUATEMALA SHORTLY AFTER PAYNE'S VISIT I MET WITH DEPUTY PRIME MINISTER HE TOLD ME THAT HE WAS LESS SANGUINE THAN PRICE ABOUT THE ROGERS. PROSPECTS FOR A TREATY BASED ON THE AMERICAN TEXTS. HE SAID THAT HE HAD BEEN INTO NEGOTIATIONS TOO OFTEN BEFORE. AND KNEW HOW EASY IT WAS FOR INITIAL OPTIMISM TO BE DISAPPOINTED. ON TO SAY THAT HE COULD NOT SEE HOW PRESIDENT LUCAS COULD AFFORD TO SHOW FLEXIBILITY OVER BELIZE, WHEN HIS CANDIDATE (GENERAL GUEVARA) WAS SHOWING SO POORLY IN THE ELECTION CAMPAIGN. 2. FITCH, THE ACTING CHARGE AT THE US EMBASSY , SAID TO ME ON 21 DECEMBER THAT, IN HIS VIEW, ONLY A HEAVY COMMITMENT BY THE US TO SUPPLY ARMS TO THE GUATEMALANS WOULD BE SUFFICIENT TO PERSUADE PRESIDENT LUCAS TO SIGN A TREATY. FCO PASS WASHINGTON [PASSED AS REQUESTED] NASH [COPIES SENT TO NO 10 DOWNING STREET] ADDITIONAL DISTRIBUTION LIMITED BELIZE/GUATEMALA MCAD DEFENCE D PS/LPS PS/MR LUCE S AM D PS/PUS NAD UND SIR E YOUDE PUSD MR DAY [NOT ADVANCED] PLANNING STAFF SIR A ACLAND LEGAL ADVISERS MR GILLMORE CCD MR URE NEWS D LORD N G LENNOX INFORMATION D CABINET OFFICE CONFIDENTIAL