WZCZGLBOSC1 CO RUEBLD LE RUEBLA MESSA LUEWARE ZNT SSSSS ZZE ZZK D 1884362 AFR 82 2FF4 IM US DEL EGENCS LIRES

TO BUEBLD/APEPBASSY LCADON NEACT IMPECIATE INTO RUENC/SECSTATE WASHDO NIACT INVESTATE 6718

18 AFR EZ TON . 8542 CN 41849 CERCE: STA

S E C R E T USDEL EUENOS AIRES SECTO 6234

Actions DCM 5-20-178

MODIS

E.O. 12865: RDS-3 (4/17/12 -BAIG, ALEXANDER' TAGS: OFIP (HAIG, ALEXANDER) SUPJECT: FALKLAND ISLANDS CRISES

MR. McCouncil without 07106.

1. SECRET -ENTIRE TEXT.

Z. PLEASE PASS THE FOLLOWING PESSAGE FROM THE SECRETARY TO THE FOREIGN SECRETARY. BEGIN TEXT:

EEAR FRANCIS: FASEL ON THE UNACCEPTABLE LANGUAGE WHICH I RECIVED. AND SENT TO YOU LAST MIGHT (FRICAT', I THREATENED TO FREAK OFF THIS PROCESS. AS A RESULT, I WAS INVITED TO MEET WITH THE JUNTA, AND SPENT TWO BOURS WITH THEM THIS MORNING (SATURDAY). THE CHARACHTER OF THE GROUP IS ESSENTIALLY AS I IMAGINED: GALTIER IS THE LEAST PRIGHT AND GIVEN TO BLUSTER; THE ADMIRAL IS DUTRA BAND-LINE; THE AIR FORCE GENERAL IS BRIGHT. FOLITICAL REASONAPLE-BEALTIVELY SPEAKING-BUT CLEARLY THIRD IN INFLUENCE.

2. I IMPRESSED ON THESE MED IN THE STRONGEST TERMS THAT PRITISE RESOLVE WAS BEYOND DOUBT, AND THAT THEY WERE CN A COLLISION COURSE WITH MILITARY BUFILIATION AND ECONOMIC RUIN. WITH THE POSSIPLE EXCEPTION OF THE ADMINAL -- WHOSE DEFINITION OF CLORY HAS LITTLE TO DO WITH THE CONCEPT OF MILITARY SUCCESS---- I WOULD SAY THESE MEN ARE WORRIED. THEY ARE FEFLING THE PRESSURE OF YOUR PLEET, THOUGH IT WOULD BE A SERIOUS MISTARE FOR YOU TO ASSUME THEY ARE NOT PRE PAREL TO FIGHT.

4. THE JUNTA DROED ME TO STAY AND TRY TO "SOLVE THE PROPLEM" WITH THE FOREIGN MINISTER. IN ROFES THAT THEY WOULD IMPART PLEXIBILITY TO THEIR MEGCTIATORS I ACRESD TO DO SO. THE TEX-BOUR SESSION THAT ENSUED WAS EX-CRUTIATINGLY DIFFICULT. WE SPENT MOST OF THAT TIME ON THE LANGUAGE CEALING WITH THE TERMS OF REFERENCE FOR THE NEGOTIATICAS ON THE DEFINITIVE STATUS OF THE ISLANDS. YOUR LANGUAGE WAS REJECTED OUT OF HAND. I FRESSED UPON THEM LANGUAGE TEAT AVOIDS REJUDGING THE SOVEREIGHTY ISSUE WELLE PRESERVING WHAT YOU MUST HAVE WITH RECARD TO THE RIGHTS OF THE ISLANDERS. THE

USDBL FA 6834

Sicher. EGENTINES ARE NOW DEVELOPING A NEW FORMULATION BUT I EXPECT IT WILL BE PREGNANT WITH THE CONCEPT OF ASSURED ARCETINE SOVEREIGNTY. THE ISSUE OF TRAVEL, TRADE, ETC., IN THE INTERIM PERIOD WAS ALSO RCTLY CONTESTED. THERE WILL FR. NO ACREEMENT UNLESS IT INVOLVES A CLEAR PROSPECT OF GENEUINE PROMOTION OF VARIOUS FORMS OF INTER ACTION, WITH THE NECESSARY SAFEGUARDS TO PREVENT WHAT THE PRIME MINISTER FEARS COULD OCCUR. E. WE ARE ALSO ENCOUNTERING DIFFICULTY ON THE QUES-TION OF INTERIM ADVINISTRATION, THOUGH THE IN-TECRITY OF THE IDEA WE DISCUSSED IN LCHOCK HAS PEEN MAINTAINED. 7. FINALLY, THOUGH WE CID NOT DISCUSS IT AT LENGTH. THERE WAS A DEFINITE FCRESHADOWING OF SERIOUS PROPLEMS ON THE QUESTION OF MILITARY DISENGACEMENT -- 1. E. STOPPING THE FLEET AND REMOVING THE SUE-MARINES. I THINK THIS PATTER CAN BE SETTLED IN TERMS ACCEPTABLE TO THE UK. THOUGH NOT BITHCUT MORE FLEXIBILITY TRAN I ENCOUNTERED IN LONDON. ALL IN ALL, AS OF NOW THE SITUATION IS GRIM. I WILL RECEIVE A NEW ARGENTINE TEXT DURING THE MIGHT AND THEN DECIDE WHETHER OR NOT TO PREAK OFF. 2. I WILL ONLY CONSIDER COMING TO LONDON IF THE ARGEN TIMES CIVE ME A TEXT THAT GOES WELL BEYOND THEIR POSITION TOUTAL I DO NOT WANK TO SHIFT THE SPOT-LIGHT ONTO TOO IF IT IS CLEAR THAT THE ARGENTINE PROPOSAL IS UNACCEPTABLE. EVEN IF I DO NOT COME TO LONDON, I WILL OF COURSE SEND YOU THE ARGENTINE 9. IF I SUSPEND MY MISSION TOMORROW MORNING I WILL LEAVE NO DOUBT WHERE LIES RESPONSIBILITY FOR THE IMPASSE. WARM REGARES. AL END TEXT. BAIC USDEL BA 6034 SECRET/NODIS