GRS 640 CONFIDENTIAL CONFIDENTIAL

FM BONN 221345Z DEC 83 TO PRHORATY FCO

TELEGRAM NUMBER 1160 OF 22 DECEMBER

Pa Dus MAFO PRIORATY BUDAPEST, MOSCOW, ROME, UKDEL NATO, WASH-MOGTON INFO SAVING ANKARA, ATHENS, COPENHAGEN, BRUSSELS, LASBON, LUXEMBOURG MADRID, OSLO, OTTAWA, PARIS, REYKJAVIK, THE HAGUE, UKDEL VIENNA, EAST BERLIN, PRAGUE, WARSAW, BUCHAREST, BELGRADE, SOFIIA UKREP BRUSSELS

HUNGARHAN FOREIGN MINNISTER'S VIISHT TO BONN: 20-21 DECEMBER

1. THE SHGNIFICANT POINTS FROM VARKONYHI'S MEETINGS WHITH KOHL AND GENSCHER WERE THAT:

- (A) HE ASKED THAT KOHL'S VISHT TO BUDAPEST, FORESEEN FOR MARCH 1984. BE POSTPONED BECAUSE OF THE BRITISH AND HITALHAN PRIME MINISTERS! VISUTS, KOHL AGREED AND SUGGESTED JUNE, WHILE VARKONY DED NOT SAY THAT THIS CHANGE WOULD HAVE POLITICAL AS WELL AS THMETABLE ADVANTAGES. THE GERMANS ASSUME THIS TO BE THE CASE.
- (B) VARKONYI'S REMARKS ABOUT INF STATIONING WERE PREEMPTORY AND APPARENTLY FOR THE RECORD.
- (C) HE TOLD GENSCHER THAT THE HUNGARDANS DID NOT LINKE HIT WHEN POLITHONANS AND THE MEDIA IN THE WEST DESCRIBED THEM AS MORE FLEXIBLE THAN OTHERS IN THE WARSAW PACT.
- (D) VARKONY MADE PRETTY CLEAR THAT HE WOULD ATTEND THE OPENING OF CDE. AND THE GERMANS DEDUCE FROM THIS THAT GROMYKO HIS VERY LINKELY TO DO THE SAME.
- (E) VARKONYH HANDHICATED THAT THE PROPOSALS HAN THE PRAGUE DECLARATHON WOULD BE PUT FORWARD BY THE WARSAW PACT AT CDE.

## DETAIL

- 2. PEEFFER, POLITICAL DIRECTOR IN THE AUSWAERTINGES AMT, BRIEFED EMBASSIES OF THE TEN TODAY.
- 3. THE GERMANS ARE PLEASED THAT THIS ONE-DAY VIISHT, WHICH PASSED IN A WARM ATMOSPHERE, SEEMED TO DEMONSTRATE THAT FRUITFUL CONTACT CAN IN PRESENT CHRCUMSTANCES BE PURSUED WITH AT LEAST SOME WARSAW PACT COUNTRIES.
- 4. THE MEETING WITH GENSCHER LASTED 1 3/4 HOURS. GENSCHER BEGAN BY SAYING THAT THE VISHT WAS PART OF A CONTINUING PATTERN OF EAST/ WEST CONTACTS AND A DEMONSTRATION THAT EAST/WEST RELATIONS WERE NOT CONCERNED ONLY WITH NUCLEAR WEAPONS. HE NOTED THAT THE SCOPE FOR TRADE. THE ABSENCE OF BILATERAL PROBLEMS AND THE HATEREST WHITH WHICH. HUNGARHAN ECONOMIC POLICY WAS FOLLOWED IN THE FRG. VARKONYI REPLIED THAT THE GERMAN AND HUNGARIAN FOREIGN MINNISTERS SHOULD MEET EACH YEAR AND INVITED GENSCHER TO VISIT BUDAPEST (THE GERMANS INTERPRET THIS REMARK AS INDICATING THAT IN HUNGARIAN EYES THE

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PRESENT VISIT WAS ONE OF A REGULAR SERIES, RATHER THAN A SPECIAL OCCASION). VARKONYL CONTIMUED THAT BILATERAL RELATIONS HAD NOT DETER-LORATED IN THE PAST TWO YEARS AND THAT THIS WAS A POSITIVE FACTOR. ADOPTING A SERIOUS LOOK, HE SAID THAT HUNGARY DISAPPROVED OF MMF STATIONING, WHICH HAD MADE THE EUROPEAN AND WORLD SMITUATION WORSE. EVERYONE SHOULD DO EVERYTHING POSSIBLE TO GET BACK TO DETERMINED FOR THE SHILLTERAL RELATIONS AND ALSO CERTAIN SPECIFIC EUROPEAN INTERESTS MUST BE MAINTAINED DESPITE THE COOLINESS OF EAST/WEST RELATIONS. THIS COULD BE DONE WITHOUT PARTICULAR PUBLICATIVE OF FANFARE.

5. GENSCHER REPLIED THAT HE EXPECTED THE SOMET UNKNOWN DUE COURSE TO RETURN TO ARMS CONTROL NEGOTIMATIONS, AND TO DISCUSS INF IN THE EXISTING FORUM OR ANOTHER. THE CONTINUING PROCESS OF CSCE SHOULD BE DEVELOPED IN ALL INTS ASPECTS. THE RECENT NATO DECLARATION HAD STRESSED READINESS FOR ALL TYPES OF EASTWEST COOPERATION. GENSCHER SAID THAT HE REALISED THAT THE SOMET UNKN MUST HAVE MANY THINKS TO CONSIDER IN THE EAST/WEST FIELD AT PRESENT: SHE SHOULD NOT UNDERESTIMATE THE KERNESS OF THE WEST TO NEGOTIMATE. HE DESCRIBED THE FIRG'S EFFORTS TO IMPROVE INNER-GERMAN RELATIONS AS BEING IN THE INTEREST OF EVERYONE WHO WANTED TO OVERCOME THE DIMINISHON OF EUROPE.

G. PRESSED TO SAY WHETHER WARSAW PACT FOREIGN MINNISTERS WOULD ATTEND THE OPENING OF CDE, VARKORYH REPLIED THAT HIS PERSONAL VINEW WAS THAT THEY SHOULD, AND THAT HE HAD ALREADY TOLD HIS WHIFE TO DO THE PACKING. HE RECALLED THE PRAGUE DECLARATION AND REHEARSED THE PROPOSALS HAW HIT, STRESSING RENUNCHATION OF THE USE OF FORCE.

7. VARKONY# ENGAGED HAN LENGTHY CRUTHICHISM OF ALLEGED AMERICAN UNRELHABHLHTY. HE SAHD THAT WHEN SHULTZ HAD TOLD HIM THAT THE AMERICANS
WERE FRUSTRATED BY THE LACK OF SOVIET RESPONSE TO US PROPOSALS HAN
ARMS CONTROL, HE HAD REPLIED THAT THE RUSSHANS WERE FRUSTRATED BY
THE LACK OF US RESPONSE TO THEMP PROPOSALS.

S. VARKONYH DHD NOT RAHSE HUNGARY/EC. THIS SURPRHSED THE GERMANS.
BUT THEY THINK THAT THE HUNGARHANS MAY HAVE WANTED TO REST ON WHAT
DEPUTY PRIME MINNISTER MARJAH SAHD WHEN HE VISHTED THE FRG HAN OCTOBER
(MBS. LESLHE'S LETTER OF 28 OCTOBER).

FCO PLEASE PASS TO ALL SAVING ADDRESSEES

(REPEATED AS REQUESTED)

TAYLOR STANDARD DEFENCE.D. CABINET OFFICE

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No. 10 DOWNING STREET
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THIS TELEGRAM WAS NOT ADVANCED