

1) DESKBY

06 1700Z

IMMEDIATE

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OO FCO (DESKBY 061700Z)

GRS 130

CONFIDENTIAL

DESKBY 061700Z

FROM ROME 061440Z JUL 82

TO IMMEDIATE FCO

TELNO 392 OF 06 JUL 82

Waff induction

INFO SAVING WASHINGTON, PARIS, BONY, UKREP BRUSSELS, UKDEL NATO

BY TELNO 353 : ANGLO-ITALIAN SUMMIT : INTERNAL POLITICS

1. ON HIS RETURN FROM SPAIN SPADOLINI FOUND THE GAP BETWEEN THE DC AND THE LAY PARTIES AS WIDE AS EVER. THE DC WANT THE GOVERNMENT TO TAKE ACTION ON THE SCALA MOBILE, WHILE THE LAY PARTIES CONTINUE TO ARGUE THAT INTERSIND SHOULD BE OBLIGED TO WITHDRAW THEIR RENUNCIATION OF IT.

2. SPADOLINI IS NOW ENGAGED IN A HECTIC ROUND OF CONSULTATIONS WITH COALITION PARTY SECRETARIES. MUCH DEPENDS ON HOW HARD A LINE THE DC AND PSI LEADERSHIPS DECIDE TO TAKE. NEITHER WANT TO BE HELD RESPONSIBLE FOR PROVOKING A CRISIS. SPADOLINI'S SPEECH TO THE SENATE ON 8 JULY ON ECONOMIC POLICY LOOKS LIKE BEING HIS MOST SEVER TEST SO FAR. SPADOLINI AND ANDREATA (WHOSE FUTURE

TO THE SENATE ON 8 JULY ON ECONOMIC POLICY LOOKS LIKE BEING HIS
MOST SEVER TEST SO FAR. SPADOLINI AND ANDREATTA (WHOSE FUTURE
ALSO HANGS IN THE BALANCE) WILL BOTH HAVE THESE DOMESTIC
PROBLEMS AT THE FOREFRONT OF THEIR MINDS TOMORROW.

3. FCO PLEASE PASS TO ALL SAVING ADDRESSEES

ARCULUS

NNNN