GRS 260

SECRET

SECRET DEDIP

FM MOSCOW 151132Z NOV 82

TO IMMEDIATE FCO

TELEGRAM NUMBER 733 OF 15 NOV

INFO IMMEDIATE: WASHINGTON, PARIS, BONN, (PERSONAL FOR AMBASSADORS/ MINISTERS)

FOLLOWING FROM PRIVATE SECRETARY

SECRETARY OF STATE'S MEETING WITH SHULTZ: PIPELINE

- 1. SECRETARY OF STATE HAD A BRIEF WORD WITH SHULTZ TETE A TETE ON THE EVENTS OF SATURDAY. SHULTZ MADE IT CLEAR THAT PRESIDENT REAGAN HAD BEEN EXTREMELY ANCRY AT THE FRENCH PERFORMANCE. HE HAD WONDERED ABOUT HOW TO REACT AND HAD CONCLUDED THAT THE BEST ANSWER WAS TO LIFT THE SANCTIONS AND GET THE THING OVER WITH. MR PYM SAID THAT HE THOUGHT THIS HAD BEEN THE RIGHT DECISION: THE FRENCH HAD BEHAVED VERY BADLY, THE SANCTIONS HAD BEEN A RUNNING SORE AND HE WAS GLAD THAT THEY HAD BEEN LIFTED. HE THANKED SHULTZ FOR THE EFFORTS WHICH HE PERSONALLY HAD MADE TO GET THIS DONE.
- 2. SHULTZ WENT ON TO SAY THAT HE HOPED THAT EVERYONE WOULD NOW AGREE TO GO AHEAD WITH THE WORK WHICH HAD BEEN ENVISAGED. MR PYM AGREED AND SAID THAT WE WOULD PLAY OUR FULL PART IN THE SPIRIT OF THE AGREEMENT WHICH HAD BEEN REACHED.
- 3. SHULTZ MADE IT CLEAR THAT THIS EPISODE WITH THE FRENCH HAD CAUSED HIM TO DRAW CONCLUSIONS ABOUT THE RELIABILITY OF CHEYSSON AS AN INTERLOCUTOR.
- 4. SUBSEQUENT DEVELOPMENTS HERE ARE RECORDED IN MOSCOW TELS NO 718 AND 721.

SUTHERLAND

LIMITED

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PS

PS/ HR HURD

PS/ HR RIFKIND

PS/ PUS

. MR EVANS

MR THOMAS

COPIES TO: MR GOODALL CABINGT OFFICE

COPIES SENT TO No. 10 DOWNING STREET

SECRET