ECONOMIC SUMMIT

+34

PS
PS/MR HURD
PS/MR RIFKIND
PS/LD BELSTEAD
PS/MR RAISON
PS/PUS
MR EVANS
MR HANNAY

HD/ERD HD/ECD HD/ES & SD

MR THOMAS

HD/NAD HD/WED HD/FED HD/NEWS D HD/ESID

RESIDENT CLERK

PS/NO 10 DOWNING STREET

PS/CHANCELLOR OF THE)
EXCHEQUER)
MR LITTLER)
MR BOTTRILL)

TREASURY

SIR R ARMSTRONG CABINET OFFICE

MR J CAINES .) DOT.

MR MCMAHON BANK OF ENGLAND

MR BUIST ODA

MS BOYS DEPT OF ENERGY MISS DICKSON DEPT OF ENERGY

CONFIDENTIAL

FM PARIS 111530Z MAY 83

TO IMMEDIATE FCO

TELEGRAM NUMBER 382 OF 11 MAY

AND TO PRIORITY WASHINGTON, BONN, OTTAWA, UKREP BRUSSELS, TOKYO, ROME.

POLITICAL PREPARATIONS FOR WILLIAMSBURG.

(2:)

MAY 1983

FOLLOWING FROM BULLARD.

- 1. FOLLOWING A MEETING OF THE SEVEN POLITICAL DIRECTORS OVER LUNCH IN PARIS TODAY, BURT (US) WILL REPORT TO PERSONAL REPRESENTATIVES (SHERPAS) THIS EVENING AS FOLLOWS:
- (1) THERE IS A GENERAL DESIRE THAT DISCUSSION OF POLITICAL ITEMS BY HEADS OF STATE AND GOVERNMENT AT WILLIAMSBURG SHOULD BE 'TRULY INFORMAL'.
- PARTICIPANTS MAY WISH TO CONSIDER ISSUING A STATEMENT,
 PERHAPS OR PERHAPS NOT IN THE FORM OF AN OPEN LETTER TO
 ANDROPOV, ON ARMS CONTROL, OR POSSIBLY ON INF ALONE.
 THE US WILL CIRCULATE A DRAFT. MEANWHILE ALL PARTICIPANTS
 WILL CONSULT THEIR HEADS OF GOVERNMENT ON THIS SUGGESTION
 AND REPORT REACTIONS. TO ENSURE A PUBLIC IMPACT SEPARATE
 FROM THE ECONOMIC CONCLUSIONS OF THE MEETING. A STATEMENT

.

- ON ARMS CONTROL/INF COULD BEST BE ISSUED ON THE SUNDAY.

 (111) PRESIDENT REAGAN PROPOSES THAT THE POLITICAL DISCUSSIONS SHOULD TAKE PLACE AT THE FOUR MEALS (DINNER ON SATURDAY 28 MAY, LUNCH AND DINNER ON SUNDAY 29 MAY AND LUNCH ON MONDAY 30 MAY). HIS INTENTION IS TO ORGANIZE THE DISCUSSION IN SUCH A WAY THAT THE FIRST THREE MEALS SHOULD BE DEVOTED RESPECTIVELY TO ARMS CONTROL: EAST/WEST POLITICAL RELATIONS: AND THE MIDDLE EAST, AND POSSIBLY OTHER REGIONAL QUESTIONS. THE FOURTH MEAL WOULD BE A 'WRAP UP' SESSION.
- THE PRESIDENT PLANS TO INVITE A DIFFERENT HEAD OF GOVERNMENT TO INTRODUCE THE DISCUSSIONS AT EACH OF THE FIRST THREE MEALS. HE HIMSELF WILL LEAD THE ''WRAP UP'' SESSION. SINCE THERE WILL BE NO NOTE-TAKERS PRESENT AT THE MEALS, THE HEAD OF GOVERNMENT WHO INTRODUCES EACH DISCUSSION MIGHT SUMMARISE IT BRIEFLY AT THE BEGINNING OF THE FOLLOWING PLENARY.
- (V) THE FOREIGN MINISTERS MIGHT DISCUSS THE SAME 3 BROAD THEMES,
 BUT IN GREATER DETAIL. THE US WILL CIRCULATE A SUGGESTED
 LIST OF SUB-HEADINGS UNDER EACH THEME AND INVITE COMMENTS
 AND ADDITIONS.
- (VI) THE US PROPOSES THAT FOREIGN MINISTERS SHOULD ALSO DISCUSS
 THE FOLLOWING ITEMS:
 - PRESIDENT REAGAN'S PROPOSALS ON YOUTH EXCHANGES:
 - HIS INITIATIVE ON PROMOTING DEMOCRACY:
 - TERRORISM:
 - NON-PROLIFERATION.

THE AMERICANS WILL CIRCULATE A NOTE EXPLAINING HOW THEY
INTEND TO RAISE THESE POINTS AND WHAT CONCLUSIONS THEY WOULD
HOPE TO REACH. (THE FRENCH POLITICAL DIRECTOR AND I EXPRESSED
SOME DOUBTS ABOUT THE VALUE OF DISCUSSION OF THE LAST TWO
ESPECIALLY).

- (VII) THE JAPANESE HAVE SPECIFICALLY PROPOSED THAT SOUTH EAST ASIA SHOULD BE AMONG THE REGIONAL THEMES DISCUSSED.
- (VIII) SHULTZ WILL GIVE THE PRESS PERIODIC BRIEFINGS ABOUT THE POLITICAL DISCUSSIONS, IN PARTICULAR A HALF-TIME BRIEFING AT MIDDAY ON SUNDAY. THESE WILL BE VERY GENERAL, LISTING THE TOPICS DISCUSSED AND THE SPIRIT IN WHICH THEY WERE APPROACHED, BUT NOT THE CONTENT OF THE DISCUSSION.
- (IX) ASSUMING THAT THE FINAL STATEMENT ON ECONOMIC ISSUES WILL

 BE INTRODUCED BY THE PRESIDENT ON MONDAY 30 MAY, SHULTZ

 WILL FOLLOW THIS WITH A SUMMARY OF THE POLITICAL DISCUSSION

 IN TERMS WHICH HE WILL HAVE CONCERTED WITH HIS COLLEAGUES.