GR 420

## CONFIDENTIAL MENDED DISTRIBUTION

CONFIDENTIAL

FM WASHINGTON 150028Z-NOV 84

TO HMMEDHATE F C 0

TELEGRAM NUMBER 3387 OF 14 NOVEMBER

HNFO HMMEDHATE MODUK,
HAFO PRIORITY MOSCOW, UKDEL NATO, SAN JOSE, TEGUCHGALPA, HAVANA,
MEXICO CHTY.

MY TELNO 3376: U.S. POLICY ON NICARAGUA

## SUMMARY

1. ADMINISTRATION SPOKESMEN DENY ANY U.S. UNTENTION TO HAVADE NICARAGUA, BUT STRESS BUILD-UP OF SANDINISTA WEAPONRY. MUCH TALK OF THREAT TO NICARAGUA'S NEIGHBOURS: AND PUBLICRTY FOR U.S. EXERCISES ON HONDURAS AND EL SALVADOR. D.O.D. CONFORM LINKELSHOOD THAT MIGS, OF DELINVERED, WOULD BE ATTACKED.

## DETAIL

- 2. PENTAGON, STATE AND WHITE HOUSE SPOKESMEN CONTINUE TO DENY THAT THERE IS ANY U.S. HINTENTION TO HINVADE NECARAGUA, AND TO CRITICIASE THE NICARAGUAN GOVERNMENT FOR QUOTE NEEDLESSLY STHERMING UP THEME OWN POPULATION UNQUOTE. SPOKESMEN HOWEVER ALSO FOLLOW WEIGHBERGER IN DRAWING ATTENTION TO HINCREASES IN NICARAGUAN MILLITARY STRENGTH:

  AND THE PENTAGON SPOKESMAN HAS SPOKEN OF NICARAGUAN QUOTE DESIGNS UNQUOTE ON HONDURAS AND EL SALVADOR, AND HAS STATED THAT THE U.S. WOULD QUOTE RESPOND WITH WHATEVER ASSISTANCE WAS NECESSARY HE NICARAGUA ATTACKED HTS NEEDHBOURS UNQUOTE.
- 3. MY DEFENCE ATTACHE'S PENTAGON CONTACTS CONFIRMED THAT THEY SEE NO RUSK OF AN EARLY LAND WAR AGAINST NICARAGUA. THE PENTAGON WOULD NOT OF COURSE RELIESH SUCH A WAR. THEY ALSO CONFIRM OUR ASSUMPTION THAT PLANS FOR ALE STRIKES AGAINST MIGS, IN AND WHEN ANY ARRIVE, WOULD PROBABLY BE IMPLEMENTED. BUT THEY POINT OUT AS WE HAVE IN EARLIER REPORTING THAT MIGS WOULD IN FACT BE LESS USEFUL IN COUNTER-INTERSURGENCY OPERATIONS AGAINST THE CONTRAS THAN THE SOVIET MI 24 (HIND) HELICOPTERS WHICH ARE BEING DELIVERED. OUR UNDERSTANDING IS THAT THE CHIEFS OF STAFF HAVE YET TO MAKE A RECOMMENDATION ON WHETHER, AND IF SO HOW, THE U.S. SHOULD RESPOND TO SUCH DELIVERIES.
  - 4. OUR STATE DEPARTMENT CONTACTS DENY THAT SHULTZ'S REMARKS ON BRASILIA (PARA 5 OF TELEGRAM UNDER REFERENCE) ARE UNCONSISTENT WITH THE MAINTENANCE OF A POLICY OF CONTAINING MICARAGUA. THEY SEE THEM AS NO MORE THAN A WARNING TO THE SANDINISTAS NOT TO MEDDLE UN THEIR NEIGHBOUR'S AFFAURS. CONFIDENTIAL

5.

## CONFIDENTIAL

5. THE U.S. PRESS TODAY CARRIES DETAILS OF U.S. EXERCISES HA HONDURAS AND EL SALVADOR, FOUR OF WHICH BEGAN LAST WEEK. THE PENTAGON HAVE CONFIRMED THAT THERE ARE NOW ABOUT 1,000 U.S. MILHTARY PERSONNEL IN HONDURAS. THERE EXERCHISES ARE DUE TO RUN UNTIL ABOUT 20 NOVEMBER. THE PENTAGON CONFIRMED THAT THE SCALE OF THE PRESENT EXERCISE EFFORT IS THE LARGEST SINCE MAY: AND THAT HT IS DESIGNED IN PART TO WARN NICARAGUA NOT TO HAVE DESIGNS ON HER NEIGHBOURS.

WRIGHT

[COPIES SENT TO NO 10 DOWNING ST.]

CENTRAL AMERICA

STANDARD (PALACE)

MCAD

NAD

S AM D

FID

WIAD

SOVIET D

EED

UND

SEC D

ECD(E)

MAED

COPIES TO:-

ASSESSMENTS STAFF CABINET OFFICE

MOD D14

MR ARBUTHNOTT ODA

CONFIDENTIAL