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US Drap

FOLLOWING PERSONAL FOR HATFORD FROM JENKINS
MIPT: ECONOMIC SUMMIT: POSCIBLE EAST/WEST DECLARATION
1. FOLLOWING IS TEXT OF US PROPOSAL:

BEGINS: SINCE WE LAST MET, NEW OPPORTUNITIES HAVE OPENED FOR PROGRESS IN EAST-WEST RELATIONS. IN SOME IMPORTANT AREAS, THE SOVIET UNION AND ITS ALLIES ARE MOVING TO TAKE UP WESTERN IDEAS. WE ARE ENCOURAGED BY THESE DEVELOPMENTS. THEY CONFIRM THE SOUNDNESS OF THE PROPOSALS WE HAVE ADVANCED TO ACHIEVE A FREER, SAFER WORLD.

WE DISCUSSED RECENT DEVELOPMENTS IN SOVIET DOMESTIC AND FOREIGN POLICIES. STEPS HAVE BEEN TAKEN WHICH WE CAN WELCOME, YET THEIR SIGNIFICANCE MUST BE JUDGED AGAINST THE PROFOUND DIFFERENCES THAT REMAIN BETWEEN EAST AND WEST, AND BETWEEN SOVIET COMMITMENTS AND SOVIET PERFORMANCE. THE CENTRAL QUESTION ENDURES: IS THE SOVIET UNION PREPARED TO LIVE IN PEACE WITH THE WEST?

ONLY A SUSTAINED PATTERN OF SOVIET PEEDS WILL ARSWER THAT QUESTION. THUS, WE AGREED ON THE CONTINUED NEED FOR STRENGTH, REALISM AND VIGILANCE AS WE SEEK TO OVERCOME EAST-WEST DIFFERENCES THROUGH REGOTIATION.

WE SUPPORT U.S. EFFORTS TO MEGOTIATE BALANCE, SUBSTANTIAL AND VERIFIABLE REDUCTIONS IN THE LEVEL OF OFFENSIVE MUCLEAR WEAPONS SO AS TO STRENGTHEN STABILITY AND REDUCE THE RISK OF WAR. WE URSE THE SOVIET UNION TO DEGOTIATE CONSTRUCTIVELY. WE ALSO EMPHASISE OUR DETERMENATION TO ACHIEVE ENHANCED CONVENTIONAL STABILITY AT A LOWER LEVEL OF FORCES AND THE TOTAL ELIMINATICH OF CHEMICAL WEAPONS.

WE CALL FOR SIGNIFICANT, LASTING PROGRESS ON HUMAN RIGHTS
THE SOVIET UNION AND EASTERN EUROPE, WHICH IS ESSENTIAL TO
BUILDING TRUST BETWEEN OUP SOCIETIES. MUCH STILL REMAINS TO BE
DONE TO MEET THE INTERNATIONAL STANDARDS AGREED AT HELSIANT AND
CONFIRMED SINCE.

WE LOOK FOR A RAPID, COMPLETE AND IMPROVOCABLE WITHDRAWAL OF SOVIET FORCES FROM AFGHANISTAN SO THAT THE PEOPLE OF AFGHANISTAN MAY FREELY DETERMINE THEIR GWN FUTURE. CROCS EGRDER ATTACKS AGAINST PAKISTAN MUST CEASE.

WE ENGGURAGE GREATER CONTACTS' FREER INTERCHANGE OF IDEAS AND MORE EXTENSIVE DIALOGUE' RETWEEN OUR RECOLE AND THE RECOLE OF THE SOVIET UNION AND EASTERN SURGRE.

THAT IS OUR PROGRAM: TO STABLIFE MILITARY COMPETITION

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WE WILL BE PLEASED IF THE SOVIET UNION JOINS US 18: NEGOTIATING MEANINGFUL STEPS FORWARD SEME COLON WE ARE PLEASED AT STEPS IT HAS TAKEN IN THAT DIRECTION. WE ARE DETERMINED TO PROCEED.

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MR BRAITIMAITE

MR RATFORD

Terrorin: See Brief 10

#### REVISED BONN DECLARATION

The Heads of State or Government recall that in their Tokyo Statement on International Terrorism they agreed to make the 1978 Bonn Declaration more effective in dealing with all forms of terrorism affecting civil aviation. To this end, in cases where a country refuses extradition or prosection of those who have committed offences described in the Montreal Convention for the Suppression of Unlawful Acts against the Safety of Civil Aviation and/or does not return the aircraft involved, the Heads of State or Government are jointly resolved that their Governments shall take immediate action to cease all flights to that country.

At the same time, their Governments will initiate action to halt all incoming flights from that country or from any country by the airlines of the country concerned.

The Heads of State or Government intend also to extend the Bonn Declaration in due time to cover any

- will continue our efforts to improve the safety of travellers. We welcome improvements in airport and maritime security, and encourage the work of ICAO and IMO in this regard. <sup>2</sup>Each of us will continue to monitor closely the activities of airlines clearly implicated in supporting terrorism.

The Heads of State or Government have decided on measures, annexed to this statement, to make the 1978 Bonn Declaration more effective in dealing with all forms of terrorism affecting civil aviation;

Prance has placed a reserve on this phrase, claiming not to understand its full legal implications. UK believes this idea should be incorporated, but present drafting is unsatisfactory. Monitoring should be carried out in the case of airlines which belong to countries whose Governments sponsor terrorism. When an airline is clearly implicated in supporting terrorism, its services should be terminated as UK did with Libyan Arab Airlines. UK redraft: Our Governments will continue to monitor closely the activities of airlines operated by states sponsoring terrorism.

### DRAFT STATEMENT ON TERRORISM

We, the Heads of State or government of seven major democracies and the Representatives of the European Community assembled here in Venice, profoundly aware of our peoples' concern at the threat posed by terrorism,

- resolutely condemn all forms of terrorism, including aircraft hijackings and hostage-taking, and reiterate our belief that whatever its motives, terrorism has no justification;
- confirm the commitment of each of us to the principle of making no concessions to terrorists or their sponsors;
- remain resolved to apply, in respect of any state clearly involved in sponsoring or supporting international terrorism, effective measures within the framework of international law and in our jurisdictions;

- welcome the progress made in international cooperation against terrorism since we last met in Tokyo in May 1986;
- reaffirm our determination to combat terrorism both through national measures land through international cooperation among ourselves and with others, when appropriate, and therefore renew our appeal to all like-minded countries to consolidate and extend international cooperation in all appropriate fora;

- 1 Proposed UK redraft:
  - "through international cooperation amongst Summit Seven partners and with all other like minded countries."

MEETING OF THE MINISTERS RESPONSIBLE FOR COMBATING
TERRORISM

PARIS MAY 28, 1987

Considering the need to expand and improve cooperations against terrorism, the Ministers responsible for the fight against terrorism of the Federal Republic of Germany, Canada, the United States, France, Italy, Japan, the United States and the Ministers of Justice of Belgium and Denmark, representing the TREVI Group, have come together to emphasize their concern at the growing terrorist threat to their nations, and draw the attention of Heads of State to this situation and to the importance of expanded international cooperation.

Considering the very encouraging results already obtained as a result of cooperation between the twelve European Countries working together within the TREVI Group, and also the cooperation between these and the other nations represented at today's meeting.

The Ministers responsible for combating terrorism shall report to their respective Governments and Heads of State on operational initiatives and political cooperation likely to improve and reinforce the fight against terrorism.

With a view to the above, the Ministers in charge of combating terrorism have agreed to meet again whenever necessary after appropriate preparation.

The Ministers in charge of combating terrorism are hereby committed to promote and encourage the adoption and application of all measures including if necessary, international legal instruments, as well as laws and regulations, to enable better coordination of the fight against terrorism.

NICE ECONOMIC SUMMIT

UK TEXT

DRAFT LANGUAGE ON THE WORLD ECONOMY

- 2.1 Our medium term priority is to sustain non-inflationary growth while correcting external imbalances. This will help to reduce unemployment in our countries, improve the developing countries' situation and alleviate tensions in world trade. Correcting payments imbalances will be a long and difficult process. Exchange rate changes alone will not solve this problem while sustaining growth. In present circumstances further significant changes in exchange rates could indeed be counterproductive.
- 2.2 We shall take a number of complementary steps to sustain economic activity worldwide. Deficit countries, while following policies designed to encourage steady low inflation growth, will focus on reducing their domestic imbalances and external deficits. The United States, in particular, will take early and vigorous action to reduce its budgetary deficit by whatever means are most appropriate. Surplus countries will design their policies to strengthen domestic demand significantly, and to reduce their external surpluses while maintaining price stability. Japan will shortly implement a large supplementary budget to expand domestic demand; will take further steps to improve access to its domestic markets for foreign goods and services; and as part of its continuing efforts to reorient the Japanese economy will promote the channelling of savings into domestic investment. The Federal Republic of Germany will promote stronger growth in domestic demand to sustain its economic expansion, while reducing its external surplus. These actions, taken together, will reinforce the correction of imbalances that is already taking effect in volume terms, and will help reduce the protectionist pressures to which we are all firmly opposed. We call on other industrial countries to participate in this effort.
- 2.3 [May need some consequential amendment, and space should be found for the last sentence of 2.2 on NICs.]

## US Draft Statement on East-West Relations

The US draft statement attached is acceptable as a text. At our suggestion it incorporates in paragraph 4 a reaffirmation of the continuing importance of nuclear deterrence in preserving the peace.

The Italians feared that the draft would provoke so much argument that it would prove divisive, in which case it would be better to have no statement.

At official level the French appear relaxed about this text. The Japanese are keen to have a statement. The Germans may want insertions to spell out their position on INF/SNF.

If there is a consensus in favour of having a statement we could agree to use this draft as a basis.



## SECRET

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## DRAFT TEXT:

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WE DISCUSSED RECENT DEVELOPMENTS IN SOVIET DOMESTIC AND FOREIGN POLICIES. STEPS HAVE BEEN TAKEN WHICH WE CAN WELCOME, YET THEIR SIGNIFICANCE MUST BE JUDGED AGAINST THE PROFOUND DIFFERENCES THAT REMAIN BETWEEN EAST AND WEST, AND BETWEEN SOVIET STATEMENTS AND SOVIET PERFORMANCE. THE CENTRAL QUESTION ENDURES: IS THE SOVIET UNION PREPARED TO LIVE IN PEACE WITH THE WEST?

ONLY A SUSTAINED PATTERN OF SOVIET DEEDS WILL ANSWER THAT QUESTION. THUS, WE AGREED ON THE CONTINUED NEED FOR STRENGTH, REALISM AND VIGILANCE AS WE SEEK TO OVERCOME EAST-WEST DIFFERENCES THROUGH NEGOTIATION AND DIALOGUE.

WHILE REAFFIRMING THE CONTINUING IMPORTANCE OF NUCLEAR DETERRENCE IN PRESERVING THE PEACE, WE SUPPORT U.S. EFFORTS TO NEGOTIATE BALANCED, SUBSTANTIAL AND VERIFIABLE REDUCTIONS IN THE LEVEL OF OFFENSIVE NUCLEAR WEAPONS SO AS TO STRENGTHEN STABILITY AND REDUCE THE RISK OF WAR. WE URGE THE SOVIET UNION TO NEGOTIATE CONSTRUCTIVELY. WE ALSO EMPHASIZE OUR DETERMINATION TO ACHIEVE ENHANCED CONVENTIONAL STABILITY AT A LOWER LEVEL OF FORCES AND THE TOTAL ELIMINATION OF CHEMICAL WEAPONS.

WE CALL FOR SIGNIFICANT, LASTING PROGRESS ON HUMAN RIGHTS IN THE SOVIET UNION AND EASTERN EUROPE, WHICH IS ESSENTIAL TO BUILDING TRUST BETWEEN OUR SOCIETIES. MUCH STILL REMAINS TO BE DONE TO MEET THE INTERNATIONAL STANDARDS AGREED AT HELSINKI AND CONFIRMED SINCE.

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WE ENCOURAGE GREATER CONTACTS, FREER INTERCHANGE OF IDEAS AND MORE EXTENSIVE DIALOGUE BETWEEN OUR PEOPLE AND THE PEOPLE OF THE SOVIET UNION AND EASTERN EUROPE.

THAT IS OUR PROGRAM: TO STABILIZE MILITARY COMPETITION BETWEEN EAST AND WEST AT LOWER LEVELS OF ARMS; TO ASSIST THE PARTIES TO REGIONAL CONFLICTS TO FIND STABLE POLITICAL SOLUTIONS IN THEIR INTERESTS; AND TO BUILD CONTACTS, CONFIDENCE AND TRUST BETWEEN GOVERNMENTS AND PEOPLES IN A MORE HUMANE WORLD. PROGRESS ACROSS THE BOARD IS NECESSARY TO ESTABLISH A DURABLE FOUNDATION FOR IMPROVED RELATIONS.

WE WILL BE PLEASED IF THE SOVIET UNION JOINS US IN NEGOTIATING MEANINGFUL STEPS FORWARD; WE ARE PLEASED AT STEPS IT HAS TAKEN IN THAT DIRECTION. WE ARE DETERMINED TO MAKE FURTHER PROGRESS.

