and amendants passed to Foreign and Commonwealth Office London SW1A 2AH 1 May 1982 Overlate 4 Jour odu US Measures against Argentina Nicko Henderson has recommended from Washington that the best way to persuade the Americans to impose an import ban would be for the Secretary of State to take to Washington a personal request from the Prime Minister to the President on this matter. The Foreign and Commonwealth Secretary agrees. I attach the draft for such a message. Mr Pym hopes that the Prime Minister will be able to consider this before he leaves for Washington at 6.00 pm today. (B J P Fall) Private Secretary A J Coles Esq 10 Downing St

DSR 11 (Revised) TYPE: Draft/Final 1+ minute/letter/teleletter/despatch/note DRAFT: Reference FROM: Prime Minister DEPARTMENT: TEL. NO: SECURITY CLASSIFICATION TO: Your Reference President Reagan Top Secret Secret Copies to: Confidential Restricted Unclassified PRIVACY MARKING SUBJECT:In Confidence I am tremendously heartened by the way you and Al Haig have come out in our support over the Falkland CAVEAT..... Islands. This will make it unmistakeably clear to the Argentines that they cannot profit from aggression. The measures you have announced, suspending supplies of military equipment and denying new export credit guarantees, will show the Argentines that you are in earnest. I hope that the measures on military supplies will enable your people to prevent the export of any equipment which might be used for military purposes, such as engines for the Sky-hawk aircraft. 9 wonder of a could ask Can I however ask you to consider going even further and to impose a complete ban on imports to the United States

Enclosures—flag(s).....

It would encourage the Community to maintain their own ban, imposed initially for one month, should this prove necessary. It would induce other countries, like Japan, to do the same. The political impact on the /Argentine

a solution by peaceful means. It would match the action which our European and Commonwealth partners have taken.

from Argentine? I believe this would be the most effective single measure which you could take to bring this crisis to

Argentine junta would be extremely powerful from the outset. They would face the prospect of 40% of their overseas markets being closed to them. The economic impact would be slower to take effect. But if it brings the Argentine junta to their senses quickly, it could be reversed without lasting damage.

I know that this will affect your economic interests, which are greater in the area than ours are. But the same is true of several of our European partners, especially Italy and Germany. They have been ready to take these radical measures, despite political and legal problems, because they see the very dangerous threat to the security of us all if Argentine aggression is not reversed. I hope most sincerely that you can do the same.

So many young " was one at sick - British of
Dregentianian - that I feel we make make a supreme
ellow to present a major mill tray dash.
Reason, humanty! common sense has so far failed.
with all my hant, I have the nearner #90/11

Werm Regards