ADVANCE COPIES] /7

[NAMIBIA

PS/PUS Sie J. Lealy

SIR L ALLIYSON

MR R WADE-GERY CABINET OFFICE NO 10 DOWNING STREET

IMMEDIATE

HS/S AF D HD/C AF D HD/UND HD/NEWS DEPT RESIDENT CLERK

ADVANCE COPY

UNCLASSIFIED FM CAPE TOWN EMBASSY 2216552 MAY 82 TO IMMEDIATE F C O TELEGRAH NUMBER 353 OF 22 MAY INFO IMMEDIATE WASHINGTON INFO ROUTINE UNHIS NEW YORK LUANDA GABORONE LUSAKA HARARE MAPUTO DAR ES SALAAM LAGOS MAIROBI PARIS BONN AND OTTAWA

WASHINGTON TELNO 1853 TO FCO: NAMIBIA

FOLLOWING IS TEXT OF ARGUS REPORT OF 21 MAY.

BEGINS

SOUTH AFRICA HAS SURPRISED - AND DELIGHTED - THE WESTERN FIVE NEGOTIATORS BY VIRTUALLY I MEDIATELY ACCEPTING PHASE TWO OF THE SWA/NAMIBIA SETTLEMENT PLAN WITHOUT ANY FUSS.

EVEN THE ISSUE OF UNITED NATIONS IMPARTIALITY, SOMETHING SOUTH AFRICA HAS SHOWN STRONG FEELINGS ABOUT, SEEMS TO HAVE BEEN SOLVED SATISFACTORILY.

THERE IS EVERY INDICATION THAT THE COUNTDOWN TOWARDS AN ELECTION COULD BEGIN AS EARLY AS JULY THIS YEAR. FFICIALLY, THE SECOND PHASE OF THE WESTERN PLAN HAS NOT YET BEEN PRESENTED TO SOUTH AFRICA AND WILL THEN AWAIT A REPLY, BUT MOST DIPLOMATS KNOW WHAT THE ANSWER IS GOING TO BE. MUCH OF THE CREDIT FOR THE EASY TRANSITION FOR PHASE TWO THROUGH THE SOUTH AFRICAN SIDE COULD BE GIVEN TO DR KENNETH KAUNDA OF ZAMBIA, WHO ASKED TO MEET MR P W BOTHA SO AS TO SORT OUT THE SHA/NAMIBIA ISSUE. IT IS BELIEVED THAT IMPLEMENTATION OF THE PLAN WILL GO HAND IN HAND WITH THE WITHDRAWAL OF CUBAN TROOPS FROM ANGOLA, AFTER WHICH AMERICA MIGHT GRANT DIPLOMATIC RECOGNITION TO LUANDA. WHILE SOUTH AFRICA HAS ACCEPTED VIRTUALLY ALL OF PHASE TWO, THERE MIGHT STILL BE SOME QUIBBLING ABOUT THE SIZE OF THE UNITED NATIONS PEACE-KEEPING FORCE. SOUTH AFRICA APPEARS READY TO ACCEPT A FORCE OF 6,000, WHILE THE MUMBER BEING SUGGESTED MAY BE 7,000. ONCE PHASE TWO, WHICH DEALS WITH THE SIZE OF THE UN FORCE, THE IMPARTIALITY OF THE UN AND THE COMPOSITION OF THE FORCE, HAS BEEN ACCEPTED BY BOTH SIDES. PHASE THREE - IMPLEMENTATION - CAN IN THEORY BEGIN. HOWEVER PHASE ONE HAS NOT BEEN AGREED UPON YET AS SWAPO HAS REJECTED BOTH ALTERNATE VOTING PROCEDURES PUT FORWARD BY THE FIVE. ENDS FERGUSSON 網別解