

[PLEASE RETURN COPY TO  
TYPISTS]

FALKLANDS SELECTIVE ADVANCES (37)42

PS (6)  
PS/MR HURD  
PS/MR ONSLOW  
PS/PUS  
PS/LORD BELSTEAD  
MR BULLARD  
SIR I SINCLAIR  
MR GIFFARD  
MR WRIGHT  
MR GILLMORE  
MR URE  
MR BARRETT  
HD/S AM D  
HD/DEF D  
HD/PLANNING STAFF  
HD/UND  
HD/NEWS D  
HD/ERD  
HD/PUSD  
MR REED, PUSD  
EMERGENCY ROOM  
RESIDENT CLERK

ADVANCE COPY

FLASH

PS/NO 10 DOWNING STREET (2 copies)  
PS/S OF S DEFENCE  
PS/HOME SECRETARY  
PS/HOME SECRETARY (c/o NO 10 DST)  
PS/ATTORNEY GENERAL  
PS/CHANCELLOR DUCHY OF LANCASTER  
PS/SIR R ARMSTRONG  
PS/SIR M PALLISER  
PS/SIR A DUFF  
MR WADE-GERY  
MR FULLER  
MR COLVIN  
MR O'NEILL HD ASSESS-  
MENTS STAFF  
DIO  
MR J M STEWART AUSD STAFF MOD  
ADMIRAL SIR ROY HALLIDAY DGI MOD  
DIRECTOR G.C.H.Q. (via Room 8)

CABINET  
OFFICE

*We are refreshing through  
the J.C. and cannot fol-  
low. worked  
wings.*

CONFIDENTIAL

FM LIMA 231530Z MAY 82

TO FLASH FCO

TELEGRAM NUMBER 207 OF 28 MAY

INFO IMMEDIATE WASHINGTON UKMIS NEW YORK BOGOTA BRASILIA

FALKLANDS: JOINT PROPOSALS: MY TELNO 206 (NOT TO ALL).

1. THE PRESIDENT HAS JUST TELEPHONED. HE BEGAN BY ASKING ME WHETHER I HAD ANY NEWS FROM LONDON. I GAVE HIM A BRIEF ACCOUNT OF THE POINTS MADE IN YOUR TELNO 109 TO BOGOTA AND EMPHASISED THE INSISTENCE ON THE FULL IMPLEMENTATION OF RESOLUTION 502. THE PRESIDENT WENT ON TO SAY THAT HE HAD SPOKEN YESTERDAY TO PRESIDENT TURBAY AND THAT THEY HAD ELABORATED A FORMULA WHICH HE THOUGHT WOULD MEET THE TERMS OF RESOLUTION 502. THE PRESIDENT EMPHASISED THAT THE DETAILS HE WAS ABOUT TO GIVE ME WERE CONFIDENTIAL (IN THAT THEY WERE NOT TO BE GIVEN TO THE PRESS) AND THAT TURBAY HAD TOLD HIM THAT THE DETAILED PROPOSALS HAD BEEN CONVEYED TO YOU BY THE COLUMBIAN REPRESENTATIVE IN LONDON.

2. THE FORMULA PROVIDES FOR THE WITHDRAWAL OF A FIRST CONTINGENT OF ARGENTINE FORCES WHICH WOULD THEN BE FOLLOWED BY AN EQUIVALENT CONTINGENT OF BRITISH FORCES. THE PRESIDENT SAID THAT PERU WAS PREPARED TO HELP IN ANY WAY POSSIBLE TO BRING SUCH AN AGREEMENT INTO OPERATION. HE THOUGHT THAT PERUVIAN AIR FORCE TRANSPORT AIRCRAFT COULD BE DESPATCHED TO COMODORO RIVADAVIA WHENCE THEY COULD TAKE PART IN THE EVACUATION OF ARGENTINE FORCES FROM THE FALKLANDS. THE PRESIDENT SAID THAT PERU WOULD ALSO BE DESPOSED, OF COURSE, TO TRANSPORT THE BRITISH CONTINGENT TO PUNTA ARENAS. (THE PRESIDENT REMINDED ME THAT THE CHILEAN AUTHORITIES WERE MAINTAINING A NEUTRAL POSTURE IN THE DISPUTE). THESE ARRANGEMENTS WOULD AT LEAST AVOID THE PROSPECT OF A BITTER AND BLOODY BATTLE WHICH WOULD LEAVE ALL THE FUNDAMENTAL PROBLEMS UNRESOLVED AND WHICH WOULD RESULT IN ANY CASE IN PROLONGED AND LENGTHY NEGOTIATION ABOUT THE MAIN ISSUES. IT WAS THEREFORE IMPORTANT TO DO EVERYTHING POSSIBLE TO AVOID THE WASTE OF UP TO 2,000 LIVES IN SUCH A MANNER.

3. THE PRESIDENT EMPHASISED THAT HE HAD BEEN TOLD BY GALTIERI THAT HE WAS QUOTE WELL DISPOSED UNQUOTE TOWARDS AN AGREEMENT ON THIS BASIS AND THAT GALTIERI WAS AWARE THAT AN ARGENTINE CONTINGENT WOULD HAVE TO BE THE FIRST TO LEAVE. IN REPLY TO MY QUESTION, THE PRESIDENT SAID THAT IF AGREEABLE TO BOTH SIDES THESE ARRANGEMENTS WOULD BE INCORPORATED WITHIN THE NEGOTIATIONS NOW BEING CONDUCTED BY THE UN SECRETARY GENERAL WHO WOULD THEN HAVE A BASIS FOR A CEASEFIRE AND A FRAMEWORK FOR THE ADMINISTRATIVE ARRANGEMENTS NECESSARY TO AVOID A BATTLE IN THE FALKLANDS. THE PRESIDENT THOUGHT THAT IN ORDER TO ENABLE THE SECRETARY GENERAL TO TAKE ADVANTAGE OF THESE PROPOSALS WITHIN THE TERMS OF HIS LATEST MANDATE, THE FORMULA WOULD HAVE TO BE AGREED BY SUNDAY AT THE LATEST.

4. THE PRESIDENT SAID THAT PERU WAS READY AND WILLING TO TAKE ANY PART ACCEPTABLE TO BOTH SIDES WHICH WOULD CONTRIBUTE TO A PROMPT AND PEACEFUL SOLUTION AND THAT TO THIS END HE HAD INSTRUCTED THE PERUVIAN AIR FORCE TO BE READY TO SEND HERCULES TRANSPORT AIRCRAFT TO COMODORO RIVADAVIA TO TAKE PART IN THE PROPOSED EVACUATION. PRESIDENT TURBAY HAD TOLD HIM THAT THE FOREIGN OFFICE WOULD BE COMMUNICATING WITH HM REPRESENTATIVES IN THE COUNTRIES CONCERNED AND WARNED ME TO EXPECT INSTRUCTIONS FROM YOU, POSSIBLE EVEN TODAY.

WALLACE

MINN