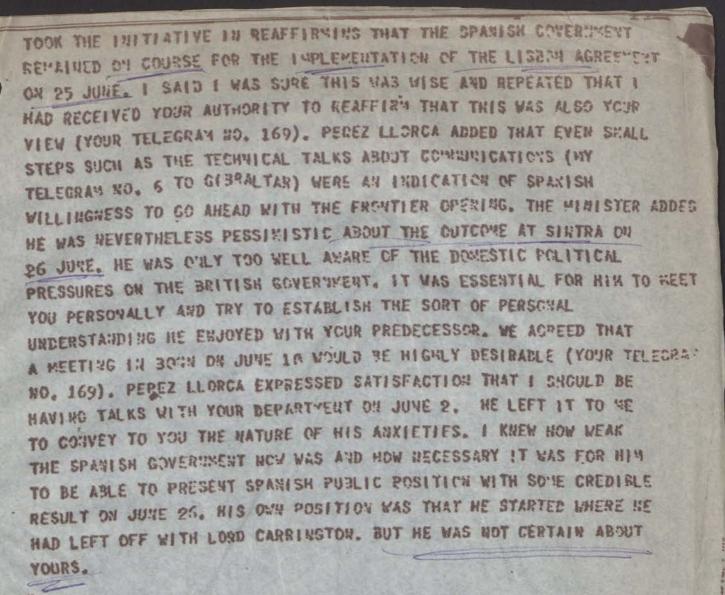
WARDE COPIES: FALKLAND ISLANDS GENERAL (39) (46 PS/NO 10 DODWING ST (2) (6 PS/LR PURD PS/S OF S FOR DEFENCE PS/KE GUSLOW UR J STEERET AUSD STAFF HOD PS/FIJS . IR BULLARD . PS/CHANCELLOP ) SIR I SINCLAIR ER HETT TREASURY LR GIFFAFD ER LITTLER ir which SIR R APASTRONS IR-ADAMS LORD R G LERROY SIR IS PALLISER CASTRET LORD BRIDGES BR WADE-GERY . OFFICE MR FULLER SAPU/DIO ER URE KR GILLLORS . DIO HD/FUSD (Q) RK 8 FOR MODOR CIN C PLEET HD/S AM D HI/DEF DEFT MUST DICKSON, D/ENER HD/NEES DEPT 10/570 ED/ECD(E) HD/UD HD/FLANNING STAFF [Passed to E.R.] ISR ARTHONY WILLIAMS T60 ENERGENCY ROOM : L Typits a.a. RESIDERT CLERK Hd SED Mr. Goodison PS & d Solstead RR UKDEL HATO RR GOVERNOR GIBRALTAR (PERSONAL) RR MOD GRS 1656 CONFIDENTIAL FM MADRID 2816262 MAY 82 TO PRIORITY FCO TELESRAM NUMBER 365 OF 28 MAY IMFO UKDEL NATO, GOVERNOR GIBRALTAR (PERSONAL), MOD

MY 1.P.T. 'S , TALK WITH SPATISH FOREIGN MINISTER : GIBRALTAR

TOOK THE INITIATIVE IN REAFFIRMING THAT THE SPANISH COVERNMENT



3. I EXPLAINED FRANKLY THAT I DID NOT THINK THAT YOU HAD BEEN GIVE'S TIME YET TO CONCENTRATE ON THE GIBRALTAR QUESTION, EXCEPT TO AGREE THAT IMPLEMENTATION SHOULD TAKE PLACE ON 25 JUNE. SPEAKING PERSONALLY (THOUGH IN FACT DRAWING ON THE HELPFUL TELELETTER OF 19 MAY FROM THE HEAD OF SED) I EXPRESSED THE VIEW THAT PEREZ LLORCA WAS RIGHT IN BELIEVING THAT HE SHOULD NOT EXPECT TOO MUCH FROM YOU IN ANY STATEMENT WHICH MIGHT COME OUT OF SINTRA, I THOUGH IT WOULD BE VERY HARD FOR YOU TO ACCEPT EXPLICITLY THAT WE WERE BOW WORKING TOWARDS SOME FORM OF NEW LEGAL INSTRUMENT WHICH WOULD CHANGE THE FUTURE STATUS OF GIBRALTAR, THIS VOULD BE A VERY ENOTIONAL CONCEPT FOR THE HOUSE OF COMMONS WHEN LIVES HAD BEEN LOST TO DEFEND THE PRINCIPLE THAT EVEN SMALL NUMBERS OF PEOPLE SHOULD HAVE A GENUINE SAY IN THEIR OWN FUTURE, IT SEEMED TO HE PERSONALLY THAT WE SHOULD NOT BE TOO AMBITIOUS AT STUTRA. THE SPANISH GOVERNMENT SHOULD PUT FORWARD THEIR IDEAS AND BRITAIN SHOULD EXPRESS A WILLINGHESS TO STUDY THEM, AS A MATTER OF SHEER COMMON SERSE, IT WOULD BE RECOGNISED THAT THESE IDEAS IERE BASICALLY RELATED TO OUR FUTURE POLITICAL RELATIONS OVER GIRALTAR, BUT THE LANGUAGE USED WOULD HAVE TO BE VERY CAREFULLY CHOSEN. HE SHOULD ALSO PROBLELY ESTABLISH SOME KIND OF CONTINUING MECHANISM FOR PURTHER STUDY AND THIS SHOULD BE SEEN BY PUBLIC OPINION AS A FORM OF PROGRESS. HOR DID I PULE OUT THE POSSIBLITY, PREVIOUSLY DISCUSSED, THAT THIS

NOR DID I ROLE OUT THE POSSIBILITY, PREVIOUSLY DISCUSSED, THAT THIS MACHINARY NIGHT TAKE THE FORM OF NORKING GROUPS TO INCLUDE, INTER ALIA, POLITICAL ISSUES AND DEFENCE COOPERATION. I STRESSED THE LATTER AS A POTENTIALLY CREATIVE AREA FOLLOWING SPANISH ENTRY 18TO NATO, BUT I KEPT OF EMPHASISING THE PROBLEM OF FINDING THE RIGHT WORDS WITH WHICH TO CLOTHE THESE IDEAS. IT MIGHT BE BEST TO ABANDON THE IDEA OF A FULL STATEMENT AND SETTLE FOR SOMETHING PRETTY SIMPLE, THIS MOULD NOT PREVENT BOTH MINISTERS FROM PAKING CLEAR PUBLICLY WHAT HAD BEEN ACHIEVED, AS IN A PREVIOUS CONVERSATION (MY TELMO 275) PEREZ-LLORGA DID NOT REJECT THIS SUGGESTION, AND AT NO POINT DID HE EXPLICITLY ENDORSE THE IDEAS PREVIOUSLY ADVANCED BY HIS OFFICIALS (MY TELMOS 160 AND 163).

3. IN MY ROLE, OF CAMDID FRIEND, I TOOK THE OPPORTUNITY TO REMIND THE FOREIGN MINISTER OF THE UMPLEASENT CONSEQUENCES, MORE FOR SPAIN THAN FOR BRITAIN, WHICH WOULD FOLLOW FROM ANY FAILURE TO STICK TO THE PRESENT POLICY OF IMPLEMENTING THE LISBON AGREEMENT ON JUNE 25 (SEE PARAGRAPH 7 OF MY TELELETTER OF 25 MAY TO HEAD OF SED). PEREZ-LLORGA SAID HE WAS ONLY TOO WELL AWARE OF THIS, BUT HE NEEDED AMBUNITION TO USE WITH HIS MINISTERIAL AND OFFICIAL GOLLEAGUES. IN PARTICULAR, HE WOULD HAVE TO BRIEF HIS PRIME MINISTER WHO WOULD BE BOUND TO MEET HAS THATCHER IN BOWN ON JUNE 10. COULD I FIRD SOME WAY OF INFORMING HIM PERSCHALLY ABOUT MY TALKS IN LONDON ON JUNE27 PERHAPS I COULD DO THIS THROUGH THE SPANISH AMBASSADOR IN LONDON (THIS DOES NOT (MOT) SEEN A GOOD IDEA. IT WOULD BE BETTER FOR YOU TO SEND A PERSONAL MESSAGE TO PEREZ-LLORGA IN ADVANCE OF JUNE 19.)

4. COMMENT. PEREZ-LLCRCA HAS EXPOSED HIS PREDICAMENT TO ME. IN A FRAUK IF ONE SIDED WAY, IT IS NO BAD THING THAT HE IS PESSIMISTIC ABOUT WHAT HE CAN HOPE TO ACHIEVE AT SINTRA. THIS HAS MADE HIM GENUINELY RERVOUS ABOUT THE IMPACT FOR THIS WEAK SPARISH GOVERNMENT, THE DANGER IS THAT, IF HIS PESSIMISM IS HEIGHTENED AT BONY (CALVO SOTELO IS ALREADY TENDING TO WOBSLE - MY TELHO 276) HE WILL BE UNABLE TO CARRY THE CABIRET WITH HIR IN PROCEEDING WITH THE JUST 25 OPERATION, MY HUNCH IS THAT HE IS NO LOYGER CONCENTRATING ON THE EXACT WORDING TO BE COTAINED AT STATEA, HE IS MUCH MORE INTERESTED IN ESTABLISHING SOME FORK OF PERSONAL UNDERSTANDING WITH YOU. THIS WOULD GIVE HIM THE COURAGE TO PRESS HIS COLLEAGUES TO GO AFEAD WITH BOTH NEGOTIATIONS AND THE HISTORICAL LANDWARK OF RE-OPENING THE FRONTIER, HE HAS CONSTANTLY ASKED ME ABOUT YOUR PERSONALITY AND POLITICAL VIEWS, WHICH INDICATES THE BACKGROUND TO HIS THINKING. THAT IS WHY I WOULD HOPE TO BISCUSS THITH THE DEPARTMENT OF JUNE 9 THE BRAFT OF A POSSIBLE PERSONAL LET .

WITH THE DEPARTMENT ON JUNE O THE DRAFT OF A POSSIBLE PERSONAL WESTAGE FROM YOU TO HIM. YOU WOULD SURELY BE ON SAFE GROUND IN
INDICATIONS, WITHOUT DETAILS, A WILLIAMSES TO EMBARK OF A
GENUINE DEGOTIATION AS ERVISAGED AT LISTONY GIVEN THAT BOTH
GOVERNMENTS ARE COMMITTED TO SOLVING FOREIGN POLICY QUESTIONS
BY PEACEFUL REGOTIATION, AND THAT CALVO SOTELD HAS TACITLY ACCEPTED
THE PRIME MINISTER'S ADVICE THAT THE KEY TO THE SOLUTION OF THE
GIBRALTAR QUESTION LIES IN SPARISH WILLINGNESS TO TRY AT LAST
TO MAKE THEMSELVES ATTRACTIVE TO GIBRALTAR OPINION.

PARSONS

MEXIN

CON FIRST PARA 3 SHOULD SE PARA 2 K

SENT AT 28/1757Z RSP