DECLASSIFIED

DEPARTMENT OF STATE

September 26, 1981

MEMORANDUM FOR:

THE PRESIDENT

FROM:

William P. Clark, Acting

1. Poland. Ambassador Meehan reports that despite recent high levels of rhetoric between the Polish regime and Solidarity, there are indications both sides want to continue the dialogue. The Ambassador believes Prime Minister Jaruzelski's announcement on Thursday that troops would be used to prevent anti-Soviet activities may have been largely window dressing--and that the regime's actions and tone fall short of radical measures sought by the Soviets. second half of the Solidarity National Congress, opening today, may be a stormy The authorities seem to hope that Solidarity moderates led by Walesa will prevail and that it will be possible to hammer out an acceptable economic reform program. A hopeful sign is Parliament's approval on Friday of a workers' selfmanagement provision close to what Solidarity wanted. Meehan thinks the Soviets will probably hold off for a while longer on both economic and military option, but he concludes the "long game" on Poland remains full of potential risks.

- Iraqi Resolution on Suspension of Israel from IAEA. A revised Iraqi resolution at the IAEA--asking next year's IAEA meeting to "consider" the suspension of Israel unless Israel complies with the Security Council resolution to sign the NPT and put its nuclear facilities under safeguards -- was passed today by a vote of 51 Yes, 8 No, and 27 Abstentions. The Europeans all decided to The only countries to join the U.S. and Israel in opposition were from Latin America (Bolivia, Uruguay, Paraguay, Guatemala, Colombia, and Chile).
- PLO Observer Status at the IMF/IBRD Annual Meetings. An Arabian agenda item raises again the PLO observer status at Fund/Bank meetings. In September 1980 the Board of Governors froze the list of observers and then excluded the Treasury's strategy is to challenge any proposal that might undermine the validity of the 1980 resolution with a floor resolution maintaining status The plan is to contain the issue with minimal scuffling.
- Visit of Crown Prince Hassan. Crown Prince Hassan, King Hussein's brother had an active day and a half in Washington. He met Thursday night with Chuck Percy and Larry Pressler. Friday morning he had a substantive discussion with the editorial board of the <u>Washington Post</u> and met on the Hill with Howard Baker and Senator Hatfield. Baker told Hassan that we look forward to the King's November visit. At lunch with the Vice President, the Crown Prince discussed his views on problems of the region and on the difficulties of "middle income countries" like Jordan and Tunisia. I saw the Crown Prince Friday afternoon. told him how much we valued our long-standing friendship with Jordan and how much you, the Secretary and I look forward to his brother's November state visit as an opportunity to discuss important regional and bilateral issues.

THE WHITE HOUSE

WASHINGTON

SECRET ATTACHMENT

September 28, 1981

MEMORANDUM FOR THE PRESIDENT

FROM:

RICHARD V. ALLEN

SUBJECT:

Acting Secretary Clark's Evening Report

Attached is Acting Secretary Clark's Evening Report for September 26, 1981.

cc: The Vice President
Ed Meese
James Baker
Michael Deaver

SECRET ATTACHMENT
Received September 26, 1981, 8:50 p.m.