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THE SECRETARY OF STATE
WASHINGTON

November 2, 1981

MEMORANDUM FOR: THE PRESIDENT

From : Alexander M. Haig, Jr. 

Jamaican Situation. Bill Clark and Tom Enders spent approximately three hours with Prime Minister Seaga in Antigua. Seaga seemed depressed but his mood improved in the course of the discussion. He responded favorably to the suggestions in your letter and was pleased by the proposal that former OMB Director Roy Ash advise him on setting up an OMB-type mechanism.

Seaga believes that he can manage, barely, to meet first year IMF targets in March. But he is extremely concerned about a foreign exchange gap in the next Jamaican fiscal year which is exacerbated by continuing cutbacks in bauxite and alumina production. Seaga is also worried about Jamaica's bad press and its effect on tourism. We discussed several possibilities: (1) a second stockpile purchase of bauxite for U.S. FY 1982/83, (2) changes in Jamaican tax law to permit tax credits rather than tax deductions on bauxite, (3) persuading high level Americans to visit Jamaica early in the season to encourage tourism and (4) bolstering Jamaica's capability to attract new foreign investments.

DECLASSIFIED

EXRR M453/2 #1557910

BY CW NARA DATE 2/3/16

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RDS 2/3 11/2/01 (HAIG, Alexander M., Jr.)

MEMORANDUM

The President has seen

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THE WHITE HOUSE
WASHINGTON

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November 3, 1981

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MEMORANDUM FOR THE PRESIDENT

FROM: RICHARD V. ALLEN

SUBJECT: Secretary Haig's Evening Report

Attached is Secretary Haig's Evening Report for Monday,
November 2, 1981.

CC: The Vice President
Ed Meese
Jim Baker
Mike Deaver

RW
3/14/83

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Received Tuesday, November 3, 1981 - 10:59 A.M.

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