CONFIDENTIAL





PM/85/56

## PRIME MINISTER

with CAP?

## Defence Sales to Jordan

- 1. I have seen a copy of the Defence Secretary's minute to you on 3 June about the negotiations now underway on the major defence equipment package for Jordan.
- 2. I agree that there is probably an element of negotiating tactics in the Jordanian attitude. The Jordanian misinterpretation of the original credit package is unfortunate. But I agree with the proposals in paragraph 6 of the Defence Secretary's minute. We should avoid any interruption in the negotiations with the Jordanians, which are now well under way. I am also conscious of the need to develop our commercial links with Jordan as a means of demonstrating support for King Hussein and the stability of Jordan, especially at this delicate stage in the King's efforts to get peace negotiations on the Arab/Israel dispute started.
- 3. I am sending copies of this minute to other members of OD and to Sir Robert Armstrong.

GEOFFREY HOWE

Foreign and Commonwealth Office 5 June, 1985

