SUB DECT PRIME MINISTER'S CC MASTER OPS PERSONAL MESSAGE Trime Minister SERIAL No. T1908/88. Infara, December 10,1988 Dear Prime Minister. Thank you for your letter of 5 December. I was glad to learn that you appreciate the significance of the new proposals presented by President Denktas in New York. I understand President Denktas had the opportunity to further elaborate his views on these issues during his recent contacts in London. I would expect that the clarifications he has made on his proposals would meet the concerns expressed in your letter. My Government, as I am sure you recognize, supports the aim of a bicommunal, bizonal federation based on the political equality of the two sides. This has been the agreed objective of all previous efforts under the mission of good offices of the UN Secretary-General since the Denktas-Makarios agreement of 1977. During the present negotiating process, President Denktas has been asking Mr. Vassiliou whether they are ready to share power, and to enter into a new partnership with the Turkish Cypriots on the basis of equality. The two sides, it may be recalled, started out as politically equal partners 28 years ago, and equality is the basic feature of the federal concept. So far Mr. Vassiliou has been evading a clear answer on these central questions which will determine whether a federation can be established in Cyprus. Once this fundamental issue is satisfactorily resolved, all other ancillary matters, including the so-called "three freedoms". can be addressed with common sense and vision. President Denktas has already illustrated how this can be done. What matters at this stage Rt. Hon. Mrs. Margaret Thatcher Prime Minister of the United Kingdom of Great Britain and Northern Ireland London

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As I see it, the difficulty stems from the Greek Cypriot position which calls for an immediate and unconditional implementation of these freedoms. The Greek Cypriot side also presents them as the single decisive issue for a federal solution. This is clearly an exaggeration. I do not believe that such a position can be upheld either in the light of past experiences or of the criteria contained in the Denktaş-Makarios agreement under guideline 3. The Greek Cypriot side should respond in a spirit of accomodation to the Turkish Cypriot proposals.

I do not think that it would be appropriate for me to go into the intricacies of the various matters to be addressed in order to reach a comprehensive settlement in Cyprus. This is up to the two peoples there and their representatives. We shall continue to play a constructive role to promote a settlement under which the two peoples in Cyprus can peacefully coexist. I would hope that the Greek Cypriot leadership might be induced to respond positively to the legitimate concerns of the Turkish Cypriot side.

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