2) Lie CO NFIDENTI AL YOU R TEL NO. 823 TO 1 . THE FOREIGN MIN ISTER TELEPHONED ME THIS MORNING TO ASK FOR NEWS AND TO REMIND ME THAT HE WAS LE AVING FOR WASHING TON TONIGHT. I SPE TO HIM ON THE LINES OF RETR ACT $\emptyset\emptyset224$ AND AD DED ON A PERSONA L BASIS THAT WE WERE OBVIOUSLY K EEN TO AVOID CRO SSING ANY WIRES W ITH THE \P P ROPOSALS DISCUSSE DIIN WASHINGTON, AND EQUALLY DETERMINED TO ENSUR THAT SECURITY COUNCIL RESOLUTIO N 502 WAS IMPLEME NTED. 2. DR ARIAS THEN SAID THAT A FURTHER P OSSIBILITY WAS BE ING CONSIDE BY THE PERUVIANS. THE PERUVIAN GO VERNMENT WONDERED WHETHER ONE OF DIFFICULTIES ARRIVING AT A SOLUTION WAS THE A BSENCE OF DIRECT BETWEE N THE TWO PARTIES PRIMARILY CONCERNED. HE WONDERED IF IT WOD POSSIBLE FOR RE PRESENTATIVES OF BOTH SIDES QUOTE TO MEETINFORME THAT H IS PROPOSALS WOULD BE ACCEPTABLE TO ARGENTINA AND WONDERED F THOUGHT THERE WAS ANY POINT IN HIM PUTTING FORWARD THESE IDEAS IN WASHINGTON. (AS YOU KNOW, THERE HAVE BEEN PREVIOUS ANGLO/ARGENTINE TALKS ON THE FA LKLANDS IN LIMA) . 3. I SAID I WOULD REPORT HI S SUGGESTIONS TO YOU AND THAT WE W OULD ARRANGE TO CONVEY YOUR REA CTION OR COMMENTS TO HIM IN WASHIN GTON.