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TO IMMEDIATE MOSCOW

TELEGRM NUMBER 270 OF 13 MARCH
FOLLOWING TELEGRAM NOW REPEATED TO YOU AT REQUEST OF DEPT.
WAS RECEIVED FROM CAIRO TELEGRAM NUMBER 149 OF 13 MARCH.

FOLLOWING FOR PS AND PS/MO 10 (DUTY CLERK)

RFI IMMEDIATE: AMMAN, WASHINGTON, PRIORITY: ALGIERS, BAGHDAD, DAMASCUS, JEDDA, ROME, TEL AVIV, TUNIS, UKMIS NEW YORK. SAVING TO: ADEN, ABU DHABI, BAHRAIN, BEIRUT, DOHA, DUBAI, KHARTOUM, KUWAIT, MUSCAT, RABAT, SANA'A, CG JERUSALEM.

AMMAN TELNO 90 AND WASHINGTON TELNO 868 (NOT TO ALL): JORDAN/PLO AND THE PEACE PROCESS

## SUMMARY

1. THE VIEW FROM CAIRO IS VERY SIMILAR TO THAT FROM AMMAN.
THE EGYPTIANS WANT TO SEE THE JOINT JORDANIAM/PALESTINIAN.
DELEGATION FORMED AS QUICKLY AS POSSIBLE, THOUGHT HELY ACCEPT
THAT PERES IS NOT YET READY TO NEGOTIATE. APPARENT DISAPPOINTMENT
IN WASHINGTON MAY LEAD TO GREATER EGYPTIAN PRESSURE ON BRITAIN
TO MOVE THE AMERICANS.

## DETAIL

2. SEEN FROM HERE, THE ESSENTIAL ELEMENT OF THE IDEAS WHICH MUBARAK FLOATED IN HIS NEW YORK TIMES INTERVIEW WAS THE SUGGESTION THAT THE NEXT STEP SHOULD BE FOR THE AMERICANS TO RECEIVE A JOINT JORDANIAN/PALESTINIAN DELEGATION. IF THIS IS WHAT THE JORDANIANS WANTED TOO, IT SEEMS THAT KING HUSSEIN'S MAIN COMPLAINT ABOUT MUBARAK'S INITIATIVE WAS NOT SO MUCH THE SUBSTANCE AS THE FACT THAT IT HAD BEEN LAUNCHED WITHOUT PRIOR CONSULTATION. SEVERAL SENIOR MFA OFFICIALS HERE HAVE TOOLD US THAT THEY CONSIDER SUCH A COMPLAINT FULLY JUSTIFIED.

3. ACCORDING TO THE HEAD OF THE PALESTINE DEPARTMENT IN THE MFA, IF MUBARAK HAD RECEIVED ANY ENCOURAGEMENT FROM PRESIDENT REAGAN, HE INTENDED TO PRESS HUSSEIN AND ARAFAT TO AGREE ON THE FORMATION OF A JOINT DELEGATION AS SOON AS POSSIBLE. FANAWANY CLAIMED THAT SOME PROGRESS HAD ALREADY BEEN MADE: HUSSEIN HAD ACCEPTED THAT THE LEADER OF THE DELEGATION SHOULD BE A PALESTINIAN AND ARAFAT HAD AGREED THAT MUBARAK AND HUSSEIN SHOULD CHOOSE THE PALESTINIAN MEMBERS OF THE DELEGATION AS LONG AS HE HIMSELF WAS ALLOWED TO VETO TROSE UNAHCEPTABLE TO HIM. HE SAID THAT A NUMBER OF NAMES (HE MENTIONED SPECIFICALLY THOSE OF THE FORMER WEST BANK MAYORS) HAD ALREADY BEEN CONSIDERED.

4. LIKE HM AMBASSADOR AMMAN, THE EGYPTIAN BELIEVE THAT IT IS UNREALISTIC TO EXPECT THE PLO TO MOVE FURTHER WITHOUT THE ASSURANCE OF SOME GUESTURE BY THE AMERICANS IN RETURN. FROM WHAT FARNAWANY AND OTHERS IN THE MFA HAVE TOLD US, I WOULD JUDGE THAT THE EGYPTIANS HAVE IN WIND A COMBINATION OF THE FORMULAE SUGGESTED IN A AND B OF PARAGRAPH 9 OF AMMAN TUR. FORMULAE SUGGESTED IN A AND B OF PARAGRAPH 9 OF AMMAN TUR. THEY DO, HOWEVER, RECOGNISE THAT THIMING IS A PROBLEM. ON THE ONE HAND, THEY WANT TO MOVE FAST SO THAT THE PLO HAVE LESS CHANCE TO RUN OUT ON THE AGREEMENT WITH HUSSEIN AND OTHERS, SUCH CHANCE TO RUN OUT ON THE AGREEMENT WITH HUSSEIN AND THERS, SUCH AS THE SYRIAMS, HAVE LESS OPPORTUNITY TO EMPLOY WRECKING TACTICS. ON THE OTHER HAND, THEY ACCEPT THAT PERES IS NOT YET IN A POSITION TO ENTER INTO SERIOUS NEGOTIATIONS. MOHAMMED ABDELLAH, THE TOLD ME ON 12 MARCH THAT THE MAIN MESSAGE HE BROUGHT BACK FROM HIS MEETING WITH PERES IN MUCHAREST LAST MONTH WAS THAT HE WOULD NOT BE READY TO NEGOTIATE SERIOUSLY UNTIL HE HAD SORTED OUT THE FORONOMY AND STRENGTHENDED HIS OWN POLITICAL POSITION.

WOULD NOT BE READY TO NEGOTIATE SERT JUSTS ON THE HAD SORTED OUT THE ECONOMY AND STRENGTHENED HIS OWN POLITICAL POSTION. HE HAD TOLD ABDELLAH THAT THIS WOULD TAKE 6 OR 7 NONTHS.

5. IF THE PRESS REPORTS WE HAVE SEEN ARE ACCURATE (MIPT), THEN MUBARAK WILL BE LEAVING WASHINGTON A DISAPPOINTED MAN. IN THE ABSENCE OF THE CLEAR AMERICAN ACCEPTANCE OF HIS PROPOSALS, FOR WHICH HE HAD HOPED (HOWEVER NAIVELY), HE WILL BE ANXIOUS NOT TO RETURN TO CAIRO EMPTY HANDED. HE SEEMS LIKELY THEREFORE NOT ONLY TO URGE THE PRIME MINISTER TO WORK ON PRESIDENT REAGAN BUT ALSO TO PRESS FOR PUBLIC UK AND EC SUPPORT FOR THE 11 FEBGUARY AGREEMENT AND HIS OWN IDEAS FOR CARRYING THE PEACE PROCESS FORWARD (THE LOCAL PRESS CONTINUE TO REPORT THAT HE WILL BE STOPPING BRIEFLY, ON HIS WAY HOME FROM LONDON, TO BRIEF CRAXI IN VENICE).

FCO PSE PASS SAVING ADDRESSEES.

MECTO