

Germany

GPS 170

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FM BONN 170930Z NOV 81

TO ROUTINE FCO

TELEGRAM NUMBER 916 OF 17 NOVEMBER

INFO MOSCOW WASHINGTON

BONN TELNO 879 AND 880. BREZHNEV'S VISIT TO BONN

1. IN A RECENT CONVERSATION ABOUT GERMAN/SOVIET ECONOMIC ASPIRATIONS DURING THE BREZHNEV VISIT, GUENTER THE USSR DESK OFFICER AT THE ECONOMICS MINISTRY LISTED THE FOLLOWING AS POINTS ON WHICH BOTH SIDES EXPECTED AGREEMENT.

A) THE COMPLETION AND SIGNATURE OF ANCILLARY CONTRACTS CONNECTED WITH THE PIPELINE (CRANES, PIPELAYERS, ELECTRICAL EQUIPMENT).

B) A CONTRACT BETWEEN KLOECKNER AND ONE OF THE STOS TO PUT UP A SILICON PLANT. VALUE DM 600 MILLION.

C) A CONTRACT TO SCHLOEMANN-SIEMAG FOR A STEEL PLATING PLANT AT OSKOL. VALUE DM 500-600 MILLION.

D) FUTHER DISCUSSION ABOUT THE SOVIET ENERGY SECTOR. SALZGITTER, KRUPP AND RUHRKOHLE ARE EXPECTED TO PRESENT THEIR IDEAS ESPECIALLY THOSE CONNECTED WITH COAL LIQUIFACTION.

E) A DOUBLE TAXATION AGREEMENT.

F) OUTLINE PROPOSALS FOR A RORO FACILITY BETWEEN LUBECK OR KIEL AND KLAPAEDA (MEMEL).

2 GUENTER REMARKED THAT THE NEGOTIATORS WERE ONLY QUOTE PFENNIGS UNQUOTE AWAY FROM AGREEMENT ON GAS PRICING: THERE IS NOW EVERY INDICATION THAT AGREEMENT WILL BE REACHED BY 18 NOVEMBER (BONN TELNO 915 TO FCO).

THIS TELEGRAM
WAS NOT
ADVANCED

TAYLOR

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EE SD
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