WEAKE ! WHITE HOUSE SITUATION ROOM

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TO AMEMBASSY LONDON FLASH SECSTATE WASHDC FLASH 6725 THE WHITE HOUSE FLASH

S CRET USDEL SECRETARY IN BUENOS AIRES 6046

NODIS

E.O. 12065: RDS-3 4/19/12 TAGS: OVIP (HAIG ALEXANDER M.)

SUBJECT: MLETTER TO PYM

- 1. SECRET ENTIRE TEXT.
- 2. DEAR FRANCIS
- 3. HERE AS YOU SUGGEST IN YOUR LATEST MESSAGE IS THE CURRENT TEXT, ALONG WITH OUR GLOSS ON WHAT IT MEANS. COSTA MENDEZ HAS GEIVEN ME A LETTER SAYING THAT ARGENTINA COULD ACCEPT IT IF THE U.S. PROPOSES IT, AND BRITAIN ACCEPTS.
- 4. 4. MY OWN DISAPPOINT WITH THIS TEXT PREVENTS ME FROM FROM ATTEMPTING TO INFLUENCE YOU IN AVNY WAY. AS YOU WILL SEE, THERE ARE SIGNIFICANT STEPS BACK FROM THE TEXT YOU AND I DISCUSSED IN LONDON IN

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EACH OF THE AREAS OF GREATEST IMPORTANCE: THE LONGTERM NEGOTIATIONS, THE INTERIM ADMINISTRATION, AND WITHDRAWAL.

- 5. WHAT HAS BEEN SECURED IN EACH CASE IS BRITISH CONTROL.
 YOU WOULD UNDERTAKE TO NEGOTIATE AND CONCLUDE
 A LONG TERM AGREEMENT, BUT YOUR PRINCIPLES AS WELL
 A ARGENTINE PRINCIPLES ARE ASSERTED, AND THERE IS NOTHING
 IN THE AGREEMENT (AS THE ARGENTINES KEEP REMINDING US) THAT
 FORCES YOU TO ACCEPT A NEGOTIATED SETTLEMENT YOU DON'T WANT.
- 6. THE INTERIMN ADMINISTRATION IS LESS ADVANTAGEOUS THAN IT WAS, YET HERE AGAIN THE ESSENTIAL IS SAVED.
 THE LOCAL COUNCILS REMAIN SOVEREIGN. RECOMMENDATIONS TO YOU ON MORE INTERCOURSE WITH
 THE MAINLAND REQUIRES A QUICK RESPONSE, BUT CAN BE
 TURNED DOWN. IF THE TEMPORARY ADMINISTRATION LAST,
 IT WILL GIVE FULL PROTECTION TO THE ISLANDERS.
- 7. FINALLY, THE WITHDRAWAL DEAL LEAVES YOU
 PROTECTED. YOUR SUBMARINES WOULD BE OUTSIDE
 150 NAUTICAL MILE MAXIMUM -- BUT
 THEY ARE YOUR GUARANTEE, AND 150 NM IS ONLY FIVE HOURS RUNNING TIME.
 THE FLEET MUST STAND OFF TO 1750 NM BY SEVEN DAYS AFTER AGREEMENT, BUT IT COULD STEAM AT 12 KNOTS SOME 2100 NM AFTER
 AGREEMENT, AND THUS IN MOST CASES (DEPENDING ON WHEN
 AGREEMENT WERE TO TAKE PLACE) GO ON STEAMING TOWARDS THE
 FALKLANDS AFTER AGREEMENT.
- 8. FRANCIS, I DO NOT KNOW WHETHER MORE
 CAN BE WRUNG OUT OF THE AGRENTINES. IT IS NOT CLEAR WHO IS
 IN CHARGE HERE, AS MANY AS 50 PEOPLE, INCLUDING CORPS
 COMMANDERS, MAY BE EXERCISING VETOS. CERTIANLY,
 I CAN DO NO BETTER AT THIS POINT.
- 9. I WOULD NOT PRESUME TO SPECULATE IN THE EQUITIES SEEN FROM YOUR POINT OF VIEW. FROM MINE, THE

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AGREEMENT, IF ACCEPTED, WOULD INVOLVE THE ARGENTINES FAR MORE INTIMATELY IN THE AFFAIRS OF THE ISLANDS, YET LEAVE YOU IN CHARGE OF THE CURRENT SITUATION AND THE UTLIMATE DESTINY. ABOVE ALL, ARGENTINA, THE UNITED STATES AND UNITED KINGDOM WOULD BE BOUND TOGETHER IN THE SEARCH FOR AN EVOLUATIONARY SOLUTION TO THE PROBLEM, WITH OBVIOUS FUTURE COSTS TO EACH OF US IF IT CANNOT BE FOUND. ONLY YOU CAN JUDGE THAT OUTCOME AGAINST THE ADVANTAGES AND DISADVANTAGES OF ARMED ACTION.

- 10. MY BEST IMMEDIAE JUDGEMENT IN THIS SITUATION IS THAT I SHOULD RETURN TO WASHINGTON AND REPORT TO THE PRESIDENT. I AM AVAILABLE, OF COURSE, TT GO TN IMMEDIATELY FROM THERE TO LONDON, OR EVEN TO DIVERT FRM WASHINGTON TO LONDON, IF YOU WISH.
- 11. LEAVING HERE, I WILL REFUSE TO CHARACTERIZE
 THE TEXT, AND SAY ONLY THAT I HAVE FINISHED THIS PHASE OF
 MY EFFORT, AND AM RETURNING TO WASHINGTON TO REPORT TO THE
 PRESIDENT. I WILL SAY THAT I HAVE GIVEN YOU A FULL REPORT
 OF THE RESULTS OF MY STAY IN BUENOS AIRES.
- 12. I WOULD BE DEEPLY GRATEFUL IF YTU WOULD BE IN TOUCH WITH ME BEFORE TAKING ANY PUBLIC OR OTHER ACTION ON THIS RESULTS I AM TRANSMITTING.
- 13. TEXT BY SEPTEL. WARM REGARDS, ALL.

END MESSAGE. HAIG BT