(30) + 7 CAB

PS PS/MR HURD PS/MR ONSLOW PS/PUS LR GIFFARD MR WRIGHT MR ADAMS MR URE

MR GILLMORE

RESIDENT CLERK

HD/S AM D (FCO DIST + A/D F/I) HD/DEF D HD/NEWS D HD/UND FD/PLANNING STAFF

MR ANTHONY WILLIAMS W60

(Copy passed to Emergency Staff)

PS NO 10 DOWNING ST

PS/S OF S FOR DEFENCE

PS/CHANCELLOR) SIR K COUZENS MR LITTLER MR HAWTIN

MR PERETZ

MR ILETT

MR MCINTYRE

DIO CABINET OFFICE MR WADE-GERY CABINET OFFICE MR FULLER SAPU/DIO " "

MISS DICKSON (EIP DIV) D/EN

TREASURY

SIR M PALLISER CABINET OFFICE SIR R ARMSTRONG

CONFIDENTIAL FM UKMIS NEW YORK 301610Z APR 82 TO FLASH F C O TELEGRAM NUMBER 612 OF 30 APRIL 1982 INFO FLASH WASHINGTON.

FALKLAND ISLANDS

1. COSTA MENDEZ SAW THE PRESIDENT OF THE SECURITY COUNCIL AT 1430Z TODAY (30 APRIL). KAMANDA SUBSEQUENTLY TELEPHONED TO TELL ME THAT COSTA MENDEZ HAD NOT ASKED FOR A MEETING OF THE COUNCIL BUT HAD MADE SIX POINTS TO HIM, AS FOLLOWS:

- (A) HE REAFFIRMED ARGENTINA'S WISH TO NEGOTIATE A SETTLEMENT:
- (B) ARGENTINA WAS READY FOR THE IMPLEMENTATION OF SCR 502 'AS A PACKAGE':
- (C) ARGENTINA HOPED THAT THERE WOULD BE NO CONFRONTATION. THE UK WAS USING DISPROPORTIONATE FORCE AND AN ARMED ENCOUNTER COULD HAVE UNFORESEEABLE CONSEUENCES:
- (D) ARGENTINA WAS READY TO ACCEPT A TRANSITIONAL PERIOD IN WHICH ALL ASPECTS OF THE DISPUTE COULD BE RESOLVED:
- (E) THE QUESTION OF SOVEREIGNTY WAS OF THE GREATEST IMPORTANCE TO ARGENTINA: ARGENTINA WAS DISPOSED TO ACCEPT A MUTUALLY AGREEABLE FORMULA ON SOVEREIGNTY DURING THE TRANSITIONAL DEDIAD.

ADVANCE COPY

AGREEABLE FORMULA ON SOVEREIGNTY DURING THE TRANSITIONAL PERIOD: (F) SO FAR AS ARGENTINA WAS CONCERNED, HAIG WAS STILL IN ACTION BUT HIS LATEST PROPOSALS ON SOVEREIGNTY HAD NOT BEEN ACCEPTABLE TO ARGENTINA. KAMANDA SUBSEQUENTLY TELEPHONED TO SAY THAT COSTA MENDEZ HAD TELEPHONED HIM TO ADD A SEVENTH POINT, WHICH HE HAD FORGOTTEN TO MENTION, VIZ (G) ARGENTINA WOULD ACCEPT THE PRESENCE OF A UN FORCE IN THE ISLANDS IN ORDER TO ENABLE ARGENTINA TO WITHDRAW AND TO BEGIN THE TRANSITIONAL PERIOD. PARSONS NNNN