ADVANCE COPIES: FALKLAND ISLANDS

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

MR GILLMORE

HD/S AM D (FCO DIST + A/D F/I)
HD/DEF D
HD/NEWS D
HD/UND
HD/PLANNING STAFF
MR ANTHONY WILLIAMS W60
RESIDENT CLERK

(Copy passed to Emergency Staff)

CONFIDENTIAL

DESKBY Ø1Ø9ØØZ

FM WASHINGTON 3Ø2356Z APR 82

TO IMMEDIATE FCO

TELEGRAM NUMBER 1555 OF 3Ø APRIL 1982

INFO PRIORITY MODUK

PS NO 10 DOWNING ST PS/S OF S FOR DEFENCE PS/CHANCELLOR SIR K COUZENS MR LITTLER MR HAWTIN TREASURY MR PERETZ MR ILETT MR MCINTYRE MISS DICKSON (EIP DIV) D/EN DIO CABINET OFFICE MR WADE-GERY CABINET OFFICE MR FULLER SAPU/DIO " SIR M PALLISER CABINET OFFICE SIR R ARMSTRONG



TELNOS 1553 AND 1554 US MILITARY EXPORTS TO ARGENTINA

1. MINISTER HAS DRAWN THESE POTENTIAL LOOPHOLES TO THE ATTENTION OF EAGLEBURGER. THOMAS SAID THAT HE UNDERSTOOD FROM THE MUNITIONS CONTROL PEOPLE IN THE STATE DEPARTMENT THAT THEY HAD ISSUED INSTRUCTIONS TO THE DEPARTMENT OF COMMERCE THAT ALL APPLICATIONS FOR LICENCES FOR EXPORT TO MILITARY END-USERS IN ARGENTINA MUST BE PASSED TO STATE DEPARTMENT BEFORE APPROVAL. HE ALSO UNDERSTOOD THAT THE STATE DEPARTMENTS INTENTION WAS TO HOLD UP ALL DUAL USE EQUIPMENT THAT HAD A SERIOUS MILITARY APPLICATION, SUCH AS AERO-ENGINES. BUT THE POSITION SEEMED LESS CLEAR ABOUT APPARENTLY MORE INNOCENT-LOOKING ITEMS, SUCH AS GENERAL PURPOSE ELECTRONIC EQUIPMENT.

2. THOMAS TOLD EAGLEBURGER THAT IF ANYTHING WAS ALLOWED TO GO TO MILITARY END-USERS IN ARGENTINA IN PRESENT CIRCUMSTANCES, THIS

2. THOMAS TOLD EAGLEBURGER THAT IF ANYTHING WAS ALLOWED TO GO TO MILITARY END-USERS IN ARGENTINA IN PRESENT CIRCUMSTANCES, THIS WOULD BE REGARDED BY US AS A STAB IN THE BACK. EAGLEBURGER FULL UNDERSTOOD. EAGLEBURGER HAS NOW GIVEN INSTRUCTIONS THAT ALL SUCH CASES SHOULD BE SUBMITTED TO HIM PERSONALLY.

3. WE WILL CONTINUE TO URGE ON THE AMERICANS THAT THEY SHOULD FIND A MORE SATISFACTORY WAY OF DEALING WITH SUCH EXPORTS. AS SUGGESTED IN MY TELEGRAM NO 1538 THIS IS SOMETHING YOU MAY LIKE TO RAISE WITH HAIG WHEN YOU ARE HERE.

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