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#16  
Warren  
JDEPARTMENT OF STATE  
WASHINGTON

May 23, 1979

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MEMORANDUM FOR: THE PRESIDENT

FROM: Warren Christopher, Acting W.C.

1. Cyprus: This morning I called Kurt Waldheim, who has just returned to New York, to thank him for his successful efforts in Nicosia. He described the sessions in Nicosia as very rough, with agreement reached on the 10-point communique only after he had threatened public denunciation of the intransigence of both sides. Waldheim sees the intercommunal talks, which begin June 15, as exploring and defining the issues, but he does not believe full agreement can be achieved by the negotiators who will be named to conduct those talks. He thinks that another "summit" meeting between Kyprianou and Denktash will be ultimately necessary to resolve the difficult issues, and he is fully prepared to convene such a meeting at the right time.

In our conversation, Waldheim also touched some of the high spots of his visits to North and South Korea, the PRC, Indochina, and Moscow. He said that in Peking, he was concerned by Deng's aggressive statement on the possibility of launching a second strike against Vietnam.

I think it would be valuable if you could receive Waldheim next week for a brief meeting. Thanking him for his Cyprus efforts could encourage him to show leadership elsewhere, and would be well received in the Greek community here. A first-hand report on his conversations in Asia (especially on North and South Korea) would be useful background for your Asian trip.

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RDS-2/3 5/23/99 (Christopher, Warren)

may be  
able to  
work it in

2. Turkey: Schmidt's special representative Walter Kiep called me from Bonn today to say that Schmidt has agreed to match our \$200 million soft loan contribution to the multilateral assistance effort for Turkey. Kiep said Schmidt will personally ask Mrs. Thatcher to increase the British contribution and will emphasize to Ecevit the importance of Turkish cooperation on SALT verification. In the week before the formal pledging session next Wednesday, Kiep will be urging other donors to follow the US and German lead in substantially increasing their contributions to the multilateral effort. The Turks and the IMF have agreed to resume negotiations the day after the pledging session.

*After??  
Thought our loans  
were predicated  
on Trade/IMF  
agreement.  
Explain*

3. Caribbean. Carrington told Cy that he would cooperate with us and the Canadians in the Caribbean and Central America, thus confirming the working-level agreement reached in the US-UK-Canada talks on the East Caribbean situation a month ago. We were particularly pleased at Carrington's commitment to look into expediting security assistance and training for the former British colonies.

4. Kreisky. The Austrian Chancellor arrived in Boston yesterday for treatment of a detached retina at the Massachusetts Eye and Ear Infirmary. The visit is not being made public. If an operation is called for, Kreisky will probably be in Boston 7 to 10 days.

5. World Health Assembly: The WHA today took a further step towards disposal of the Arab effort to expel Israel. It replaced the Arab resolution with a compromise motion calling for a WHO Committee of Experts to visit the occupied territories and report back next year. The decision will be confirmed in plenary tomorrow.

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