

OUTGOING TELEGRAM Department of State

INDICATE: ☐ COLLECT

☐ CHARGE TO

TX 387

~~CONFIDENTIAL~~

Brazil 5518
AUG 9 8 46 PM '62

55

Origin
TRSY
Info
SS
SR
G
SP
ARA
CAP
EUR
IO
E
AID
P
USIA
INR
CIA
NSA
CEA
XMB
FRB
WHB
RMR

SENT TO: Amembassy Paris 855
INFO: Amembassy Rio de Janeiro 427
REF: ^{Rio} ~~Exotel~~ 293, rptd info Paris 2

1. U.S. reps reviewed with de Lattre, during his recent visit here, Brazilian situation, including evident deterioration stabilization effort and conditions re IMF imposed in connection release European standby. Based on info then available, Leddy and May told de Lattre that U. S. prepared again press Brazil make new approach IMF.

2. U.S. has since had opportunity thoroughgoing review political-economic situation Brazil on occasion Washington consultations Ambassador Gordon. Have now concluded there is little expectation meaningful Brazil-IMF agreement possible before October elections. Furthermore, consider politically unwise at this time for U. S. take lead in pressing this course of action. U. S. would, of course, welcome any Brazilian initiative with IMF and would not object if Europeans wish to press either Brazil or IMF toward new understanding.

Drafted by:

TREAS:OIF:WJCostanzo 8/8/62

Telegraphic transmission and
classification approved by:

ARA - Mr. May

Clearances:

TREAS: J.M. Leddy
State /FN: Mr. ~~Norman~~ Palmer
State /ARA: Mr. Crane

~~CONFIDENTIAL~~

DECLASSIFIED

E.O. 11652, Sec. 3(E) and 5(D) or (E)

State Dept. NLK-76-72
By: SKF NARS, Date: 10-8-76

REPRODUCTION FROM THIS
COPY IS PROHIBITED
UNLESS "UNCLASSIFIED".

~~CONFIDENTIAL~~

3. In view earlier discussions with French, please convey info para 2 to de Lattre, on confidential basis, on behalf Leddy and May.

4. De Lattre noted here a "Paris Club" meeting would be held July 24 to discuss both Brazil and Argentina. Would appreciate any information de Lattre might provide on results this meeting.

RUSK

~~CONFIDENTIAL~~