## AE 11-2 BRAZ INCOMING TELEGRAM Department of State

UNCLASSIFIED 46 Action RR RUEHC AEC DE RUESUA 813 29/2125Z Info R 292034Z FM AMEMBASSY RIODE JANE IRO ARA 1965 APR 30 AM 6 25 TO RUEHC/SECSTATE WASHDC 2273 IO INFO RUESBA/AMEMBASSY BUENOSAIRES 132 SCI STATE GRNC BT RMR UNCLAS APRIL 29 -AE 11-2-BRAZ

BUENOS AIRES FOR ROGERS

REFERENCE: DEPTEL 1550.

1. CNEN PLANS RECEIVE PALFREY PARTY AS THEIR GUESTS AND HAS RESERVATIONS CONFIRMED' FOR ENTIRE PARTY AT HOTEL EXCELSIOR WHERE OTHER FOREIGN .INVITEES STAYING. LATTER INCLUDE ADMIRAL QUILLAUT OF ARGENTINA AND IAEA DG REPRESENTATIVE AT UN, PISKAREV. EMBASSY ASSUMES NO OBJECTION TO ACCEPTANCE THIS HOSPITALITY. PLEASE CONFIRM.

2. BITTENCOURT ARRANGING TRAVEL TO SAO PAULO ON SUNDAY. MAY 9. AS REQUESTED. GORDON BT CFN 29 1550 1 2 9

Edward OF RAID

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## CONFIDENTIAL

-2- 2045, APRIL 30, FROM MANILA

ITEM 7. DELETED IN ITS ENTIRETY.

REQUEST WASHINGTON APPROVAL OF FOREGOING AMENDED DRAFT CONVEYANCE. IN ADDITION ADVISE SOONEST WHICH EMBASSY OFFICIAL SHOULD SIGN CONVEYANCE ON BEHALF OF USG ALSO WIRE AUTHORIZATION FOR HIM TO ACT IN THAT CAPACITY STATING THE SOURCE FROM WHICH AUTHORITY FLOWS.

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IMPORTANT THAT FOREGOING MATTERS BE CONSIDERED AND DETERMINED IN LIGHT OF 1963 AGREEMENT AND USG OBLIGATION THEREUNDER TO PAY COST OF LAND ACQUISITION. MONTGOMERY VIEWS USG PARTICIPATION AS SIGNATORY AND WARRANTOR OF CONVEYANCE AS BEING NECESSARY IMPLEMENTATION OF 1963 AGREEMENT HAVING SIMILAR EFFECT AS AND SUPPLEMENTARY TO EXCHANGE OF NOTES FOR SUCH PURPOSE. HE DOES NOT CONSIDER USG AS BEING A GRANTOR UNDER CONVEYANCE FOR REASON THAT LEGAL TITLE TO LAND IS NOT VESTED IN IT.

TENTATIVE AGREEMENT TO NAME USG AS WARRANTOR BASED ON FOLLOWING CONSIDERATIONS:

- 1. IN ANY EVENT REGARDLESS OF ACQUISITION METHODS USED USG BOUND TO PAY ANY AMOUNT REQUIRED TO BE EXPENDED IN LAND PURCHASE PROCESS INCLUDING LIQUIDATION OF CLAIMS AND EXPENSES OF LAW SUITS SHOULD SUCH ARISE. THEREFORE. USG AS WARRANTOR IN INSTRUMENT OF CONVEYANCE IMPOSES NO ADDITIONAL OBLIGATION.
- 2. EVEN IF USG NOT NAMED AS WARRANTOR IT WOULD STILL BE LIABLE UNDER WARRANTY AS TARLICO PRINCIPAL. HENCE OBLIGATION IN THAT RESPECT NO GREATER THAN THAT ASSUMED

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