

TELEGRAM

SUBJECT

Foreign Service of the
United States of America

MAR 6 8 15 AM '67

AMEMBASSY RIODEJANEIRO

POL 3 045 - MFM

ACTION
POL-2
INFO:
AIB
DCM
MINECON
ECON
POL/R
USIS
ERAS-2
RDG
FILE

AMERICAN EMBASSY
0 8 15 AM '67
MAR 67 CONFIDENTIAL
FM AMEMBASSY SANTIAGO *Classification*
TO RUEHC/SECSTATE WASHDC IMMEDIATE 2120
INFO RUESBA/AMEMBASSY BUENOSAIRES 220
RUESUA/AMEMBASSY RIODEJANEIRO 136
RUESLM/AMEMBASSY LIMA 203
RUESLZ/AMEMBASSY LAPAZ 73
STATE GRNC
BT
CONFIDENTIAL SANTIAGO 3009

Control: 104
Recd: 2250
March 2, 1967

SUBJECT: GOC REACTION BUENOS AIRES MEETING

EMBOFFICE
Bresilia

P.O.
Pol/Fcon
Adm.
PER
GSO
Cons
Usts
PSO
IRI
MSG
CF

ACTION

1. FOLLOWING IS BRIEF NON-DEFINITIVE ESTIMATE OF BUENOS AIRES MEETING GIVEN TO AMBASSADOR BY FONMIN VALDES AT SOCIAL FUNCTION MARCH 1. GENERAL: VALDES WAS EXTREMELY PLEASE WITH B.A. MEETING AND CONSIDERS THAT TO SUBSTANTIAL EXTNT CHILEAN VIEW REFLECTED IN FINAL OUTCOME. OBVIOUSLY PLEASED WITH HIS OWN PERFORMANCE, VALDES CONSIDERS MEETING DOMINATED BY BRAZIL, COLOMBIA, VENEZUELA MEXICO, CHILE, AND UNITED STATES. HE ESPECIALLY FEELS VINDICATED THAT HIS RECOMMENDATIONS RECENT LAFTA MEETING WERE ADOPTED. ALTHOUGH GOC NOT CONCERNED ABOUT RESLUT OF AIDB ISSUE, NEVERTHELESS GRATIFIED BY DEFEAT ARGENTINA AND LEADERSHIP U.S. HE WAS EXTREMELY HIGH IN HIS PRAISE FOR SECRTRYRS RUSK AND GORDON AND APPRECIATED GREATLY CLOSE WORKING RELATIONS BETWEEN U.S. AND CHILEAN DELEGATIONS.

2. ARGENTINA: MUCH IMPRESSED BY NEW ARGENTINE FINMIN AND CALIBRE PERSONS WORKING ON ECONOMIC MATTERS. HIS GENERAL GOOD FEELING ABOUT MEETING OVERCAME IRRITATION AT HIS PERSONAL TREATMENT BY ARGENTINIANS. HE HAD UP UNTIL MEETING CONSIDERED COSTA MENDES A CLOSE FRIEND --- I THINK HE IS MORE SKEPTICAL NOW. HE REMARKED SPECIFICALLY ON LACK OF WISDOM DISPLAYED BY ARGENTINE DELEGATION IN PROMOTING IADB RESOLUTION AND LATTER'S CONSTERNATION AT U.S. POSITION. SH FELT ARGENTINE DELEGATION COMPLETELY CONTROLLED BY MILITARY ON THIS ISSUE.

3. BRAZIL: VALDES REMARKED THAT BRAZILIANS "HAD TAKEN COMPLETE TURNAROUND". APPRAENTLY BRAZIL- CHILE DELEGATIONS WORKED VERY WELL TOGETHER, AND VALDES AT LEAST, THINKS THE TWO COUNTRIES SEE EYE TO EYE ON CENTRAL ISSUES. SIGNIFICANT THAT HE REMARKED SEVERAL TIMES DURING CONVERSATION GREAT CHANGE WHICH HE OBSERVED IN BRAZILIAN LINE.

4. PERU-BELAUNDE: VALDES DID NOT THINK PERU HAD CONTRIBUTED MUCH TO THE METING AND SAID HE BELIEVED BELAUNDE WOULD NOT ATTEND SUMMIT-- NOT BECAUSE OF FISHING PROBLMS, BUT BECAUSE OF "DEEPER AND MORE OBSCURE PROBLEMS". HE SAID THAT HIS INFORMATION

KKC/02/2200

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ON BELAUNDE'S NON-ATTENDANCE CAME FROM SEVERAL SOURCES (FAO DIRECTOR SANTA CRUZ TOLD DCM LAST NIGHT THAT IN HIS OPINION AFTER CONVERSING RECENTLY WITH BELAUNDE, LATTER WOULD DEFINITELY NOT ATTEND SUMMIT. THIS MAY BE SOURC OF VALDES INFO). I ASKED WHAZHE THOUGHT ABOUT THE POSSIBILITIES OF PRESIDENT BARR-IENTOS ATTENDING AND HE SMILED KNOWINGLY, SAYING THAT HE WAS A YOUNG AND VOLATILE MAN AND HE THOUGHT PROBABLY A WAY WOULD BE FOUND FOR HIM TO ATTEND.

5. HE EXPRESSED CONCERN ABOUT SUMMIT PREPARATORY MEETING AND EXPRESSED CONCERN THAT IN ALL CASES PRESIDENTIAL REPRESENTATIVES MIGHT NOT BE OF THE SAME QUWLITY AS THOSE PERSONS ATTENDING B.A. MEETING. HE IS VERY AWARE OF NECESSITY TO DO FURTHER WORK ON SPECIFICS OF AGENDA. DUNGAN

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