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**WHORM Subject File Code:** FO006-01  
(Foreign Affairs: Economic Summit, Ottawa,  
Canada, 07/19/1981-07/20/1981)  
**Case file Number(s):** 018699 (1 of 4)  
**Box:** 13

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# WITHDRAWAL SHEET

## Ronald Reagan Library

**Collection Name** WHITE HOUSE OFFICE OF RECORDS MANAGEMENT  
(WHORM): SUBJECT FILE

**Withdrawer**

DLB 11/5/2019

**File Folder** FO006-01 (018699 (1 OF 4))

**FOIA**

F16-011

**Box Number**

BIERGANNIS

40

ID	Doc Type	Document Description	No of Pages	Doc Date	Restrictions
243454	MEMO	ALEXANDER HAIG TO THE PRESIDENT, RE: YOUR MEETING WITH FRENCH PRESIDENT FRANCOIS MITTERAND AT THE OTTAWA SUMMIT	8	ND	B1
243455	MEMO	ALEXANDER HAIG TO THE PRESIDENT, RE: MEETING WITH UK PRIME MINISTER THATCHER AT THE OTTAWA SUMMIT	5	ND	B1

The above documents were not referred for declassification review at time of processing

Freedom of Information Act - [5 U.S.C. 552(b)]

- B-1 National security classified information [(b)(1) of the FOIA]
- B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]
- B-3 Release would violate a Federal statute [(b)(3) of the FOIA]
- B-4 Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]
- B-5 Release would constitute a clearly unwarranted invasion of personal privacy [(b)(5) of the FOIA]
- B-6 Release would disclose information compiled for law enforcement purposes [(b)(6) of the FOIA]
- B-7 Release would disclose information concerning the regulation of financial institutions [(b)(7) of the FOIA]
- B-8 Release would disclose geological or geophysical information concerning wells [(b)(8) of the FOIA]
- B-9 Release would disclose information concerning the regulation of financial institutions [(b)(9) of the FOIA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

018699 of  
F0006-01

**CABINET ADMINISTRATION STAFFING MEMORANDUM**

DATE: July 16, 1981 NUMBER: 018703CA DUE BY: --

SUBJECT: Ottawa Economic Summit (Final Version of President's Briefing Book)

	ACTION	FYI		ACTION	FYI
ALL CABINET MEMBERS	<input type="checkbox"/>	<input type="checkbox"/>	Baker	<input type="checkbox"/>	<input type="checkbox"/>
Vice President	<input type="checkbox"/>	<input type="checkbox"/>	Deaver	<input type="checkbox"/>	<input type="checkbox"/>
State	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Allen	<input type="checkbox"/>	<input type="checkbox"/>
Treasury	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Anderson	<input type="checkbox"/>	<input type="checkbox"/>
Defense	<input type="checkbox"/>	<input type="checkbox"/>	Garrick	<input type="checkbox"/>	<input type="checkbox"/>
Attorney General	<input type="checkbox"/>	<input type="checkbox"/>	Darman ( <i>For WH Staffing</i> )	<input type="checkbox"/>	<input type="checkbox"/>
Interior	<input type="checkbox"/>	<input type="checkbox"/>	Gray	<input type="checkbox"/>	<input type="checkbox"/>
Agriculture	<input type="checkbox"/>	<input type="checkbox"/>	Beal	<input type="checkbox"/>	<input type="checkbox"/>
Commerce	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
Labor	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
HHS	<input type="checkbox"/>	<input type="checkbox"/>	_____	<input type="checkbox"/>	<input type="checkbox"/>
HUD	<input type="checkbox"/>	<input type="checkbox"/>			
Transportation	<input type="checkbox"/>	<input type="checkbox"/>			
Energy	<input type="checkbox"/>	<input type="checkbox"/>			
Education	<input type="checkbox"/>	<input type="checkbox"/>			
Counsellor	<input type="checkbox"/>	<input type="checkbox"/>			
OMB	<input type="checkbox"/>	<input type="checkbox"/>			
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Remarks: Attached is the final version of the President's Briefing Book. Some additional material will be added.

RETURN TO: Craig L. Fuller  
Deputy Assistant to the President  
Director,  
Office of Cabinet Administration  
456-2823

CF  
1981 " *ok*  
11/1/81  
~~SECRET~~  
ATTACHMENT

THE WHITE HOUSE  
WASHINGTON

**CABINET ADMINISTRATION STAFFING MEMORANDUM**

DATE: July 17, 1981 NUMBER: 018711CA DUE BY: --

SUBJECT: Supplementary Briefing Book Developed by Dept of State

	ACTION	FYI		ACTION	FYI
ALL CABINET MEMBERS	<input type="checkbox"/>	<input type="checkbox"/>	Baker	<input type="checkbox"/>	<input type="checkbox"/>
Vice President	<input type="checkbox"/>	<input type="checkbox"/>	Deaver	<input type="checkbox"/>	<input type="checkbox"/>
State	<input type="checkbox"/>	<input type="checkbox"/>	Allen	<input type="checkbox"/>	<input type="checkbox"/>
* Treasury	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Anderson	<input type="checkbox"/>	<input type="checkbox"/>
Defense	<input type="checkbox"/>	<input type="checkbox"/>	Garrick	<input type="checkbox"/>	<input type="checkbox"/>
Attorney General	<input type="checkbox"/>	<input type="checkbox"/>	Darman ( <i>For WH Staffing</i> )	<input type="checkbox"/>	<input type="checkbox"/>
Interior	<input type="checkbox"/>	<input type="checkbox"/>	Gray	<input type="checkbox"/>	<input type="checkbox"/>
Agriculture	<input type="checkbox"/>	<input type="checkbox"/>	Beal	<input type="checkbox"/>	<input type="checkbox"/>
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HUD	<input type="checkbox"/>	<input type="checkbox"/>			
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Remarks: Attached are additional materials for the Ottawa Summit.

\*Secretary Regan  
Beryl Sprinkel  
Marc Leland

RETURN TO: Craig L. Fuller  
Deputy Assistant to the President  
Director,  
Office of Cabinet Administration  
456-2823



DEPARTMENT OF STATE

Washington, D.C. 20520

July 17, 1981

MEMORANDUM FOR MR. CRAIG FULLER  
THE WHITE HOUSE

SUBJECT: Briefing Book for the Ottawa Summit

Attached, as requested, is the second part of  
the President's Briefing Book for the Ottawa Summit.

*L. Paul Bremer, III*  
L. Paul Bremer, III  
Executive Secretary

Attachment:

As stated

REC'D. CA JUL <sup>17</sup>~~18~~ 1981

*[Faint, illegible handwritten text]*



DEPARTMENT OF STATE

8121286


Washington, D.C. 20520

July 15, 1981

MEMORANDUM FOR MR. CRAIG FULLER  
THE WHITE HOUSE

Subject: President's Briefing Book for Ottawa Summit

Attached, as requested, are 20 copies of the first part of the President's briefing book for the Ottawa Summit.

  
L. Paul Bremer, III  
Executive Secretary

Attachments:

As Stated.

REC'D. CA JUL 16 1981

*Handwritten scribbles*



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DEPARTMENT OF STATE

Washington, D.C. 20520

*File*

UNCLASSIFIED WITH SECRET ATTACHMENTS

*10/31/2017*

July 13, 1981

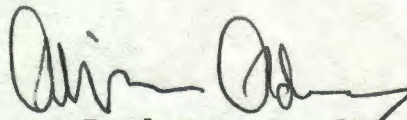
MEMORANDUM FOR MR. CRAIG L. FULLER  
THE WHITE HOUSE

Subject: Briefing Books for the Ottawa Summit

Attached, at your request, are 20 copies of the President's briefing book for the Ottawa Summit to be distributed for comment, we understand, to the appropriate agencies.

Attachments:

As stated.

  
L. Paul Bremer, III  
Executive Secretary

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REC'D BY THE...

REC'D. CA JUL 14 1981

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**MEMORANDUM  
OF CALL**

TO: \_\_\_\_\_

YOU WERE CALLED BY—

YOU WERE VISITED BY—

OF (Organization) \_\_\_\_\_

PLEASE CALL → PHONE NO.  
CODE/EXT. \_\_\_\_\_

FTS

WILL CALL AGAIN

IS WAITING TO SEE YOU

RETURNED YOUR CALL

WISHES AN APPOINTMENT

MESSAGE

RECEIVED BY

DATE

TIME

63-109

☆ U.S. G.P.O. 1980-341-529/21

STANDARD FORM 63 (Rev. 8-76)  
Prescribed by GSA  
FPMR (41 CFR) 101-11.6

beg<sup>u</sup>

THE WHITE HOUSE  
WASHINGTON

CABINET ADMINISTRATION STAFFING MEMORANDUM

DATE: July 14, 1981 NUMBER: 018699CA DUE BY: 5:00 P.M. TODAY - July 14, 1981  
SUBJECT: Ottawa Summit Breifing Book

	ACTION	FYI		ACTION	FYI
ALL CABINET MEMBERS	<input type="checkbox"/>	<input type="checkbox"/>	Baker	<input type="checkbox"/>	<input type="checkbox"/>
Vice President	<input type="checkbox"/>	<input type="checkbox"/>	Deaver	<input type="checkbox"/>	<input type="checkbox"/>
State (w/out attachment)	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Allen	<input type="checkbox"/>	<input type="checkbox"/>
Treasury	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Anderson	<input type="checkbox"/>	<input type="checkbox"/>
Defense	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Garrick	<input type="checkbox"/>	<input type="checkbox"/>
Attorney General	<input type="checkbox"/>	<input type="checkbox"/>	Darman (For WH Staffing) (w/out attachment)	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Interior	<input type="checkbox"/>	<input type="checkbox"/>	Gray	<input type="checkbox"/>	<input type="checkbox"/>
Agriculture	<input type="checkbox"/>	<input type="checkbox"/>	Beal	<input type="checkbox"/>	<input type="checkbox"/>
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HUD	<input type="checkbox"/>	<input type="checkbox"/>			
Transportation	<input type="checkbox"/>	<input type="checkbox"/>			
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CIA <i>attached</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>			
UN	<input type="checkbox"/>	<input type="checkbox"/>			
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Remarks:

Attached is the Breifing Book for the Ottawa Summit.  
Revisions will be made TONIGHT.  
Please provide any comments you may have by 5:00 PM TODAY,  
Tuesday, July 14, 1981.

RETURN TO: Craig L. Fuller  
Deputy Assistant to the President  
Director,  
Office of Cabinet Administration  
456-2823

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THE WHITE HOUSE  
WASHINGTON

CABINET ADMINISTRATION STAFFING MEMORANDUM

DATE: July 14, 1981 NUMBER: 018699CA DUE BY: 5:00 P.M. TODAY - July 14, 1981  
SUBJECT: Ottawa Summit Briefing Book

	ACTION	FYI		ACTION	FYI
ALL CABINET MEMBERS	<input type="checkbox"/>	<input type="checkbox"/>	Baker	<input type="checkbox"/>	<input type="checkbox"/>
Vice President	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Deaver	<input type="checkbox"/>	<input type="checkbox"/>
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Remarks:

Attached is the Breifing Book for the Ottawa Summit.  
Revisions will be made TONIGHT.  
Please provide any comments you may have by 5:00 PM TODAY,  
Tuesday, July 14, 1981.

RETURN TO: Craig L. Fuller  
Deputy Assistant to the President  
Director,  
Office of Cabinet Administration  
456-2823

III. (B)--1

FRG



~~CONFIDENTIAL~~

THE SECRETARY OF STATE  
WASHINGTON

DECLASSIFIED

Authority: State Waiver  
By: db DATE: 10/31/2019

MEMORANDUM FOR: THE PRESIDENT  
FROM: Alexander M. Haig, Jr. *AMH*  
SUBJECT: Meeting with Helmut Schmidt, Chancellor,  
Federal Republic of Germany, July 19, at 5:00  
p.m.

I. THE SETTING

The Ottawa Economic Summit is the seventh in which Chancellor Schmidt has participated. Schmidt's key political goal is to obtain strong evidence that the U.S. is moving forward on LRTNF negotiations with the Soviet Union. He recently wrote in Foreign Affairs that an approximate balance of forces is and remains a necessary element in maintaining peace.

This veteran of economic summitry feels he must return to Germany with demonstrable progress on economic issues. Schmidt has often complained that high U.S. interest rates are dragging the German economy to a halt, a development which is straining the German domestic political fabric. However, he told Ambassador Burns, July 3, that he would not press you on interest rates at Ottawa.

In the 1982 FRG budget round (which begins in September), social programs, the political basis of the Social Democratic Party, will necessarily have to be cut. Leading members of Schmidt's FDP coalition partners have already called for some cuts in social programs. The severity of the cuts would be ameliorated through improvements in the FRG economy--a precondition of which in Schmidt's view is a decrease in interest rates. Consequently, Schmidt will hope to develop a summit-seven policy which will contribute to economic recovery in the West, especially by coordinating their economic policy.

II. OBJECTIVES

Summit-Related

- Seek his agreement to make Summit meeting positive and upbeat, with stress on our common longer-term goals on economic and political matters rather than our short-term disagreements.
- Ask him to help put conflict over interest rates into perspective; note we expect rates to recede in near future

~~CONFIDENTIAL~~

GDS 7/15/87

~~CONFIDENTIAL~~

- 2 -

if we persevere; can't curb inflationary expectations by a stop-go policy, as Germans know well. Sustainable economic recovery will be good for us, good for the world economy.

-- Explain U.S. commitment to fighting inflation through the implementation of your economic program.

-- Note basic agreement among the principals on importance of promoting economic and social progress in developing world; ask his support to focus Summit discussion on most effective substantive means to do so; note North/South dialogue has been sterile in the past; let's see whether Cancun talks open up prospects for a more fruitful and realistic dialogue.

-- Stress importance of cooperation to develop a major energy cooperation package which will be as attractive to Europeans as the Soviet gas pipeline from a security and economic point of view. Ask that the FRG hold up completion of pipeline negotiations while this cooperative effort is underway.

-- Obtain Schmidt's agreement to resist Community proposals to isolate Japan on the trade issue or to put forward a new protectionist proposal.

-- Seek his support for a high-level COCOM meeting as a follow-up to the Summit discussion on East-West economic relations that is planned for Monday afternoon.

-- Seek agreement on goals in dealing with the Soviet Union and Cooperation on implementing Allied approaches to the USSR.

-- Reiterate U.S. commitment to an internationally-acceptable settlement in Namibia based on UNSCR435.

-- Ensure that U.S. and FRG actions in the Middle East are compatible and provide our assessment of the current situation in the Middle East.

#### Bilateral

-- To reinforce the firm U.S. intention to begin TNF negotiations by the end of the year; demonstrate awareness of Schmidt's political difficulties on TNF as well as appreciation for his firm public support of the December 1979 decision.

-- To agree to meet with the new Governing Mayor of Berlin, if your schedule permits.

~~CONFIDENTIAL~~

~~CONFIDENTIAL~~

-3-

### III. PARTICIPANTS

#### U.S.

The President  
The Secretary  
Counselor to the  
President Meese  
(Name to be provided)

#### FRG

Chancellor Helmut Schmidt  
Foreign Minister Hans-  
Dietrich Genscher

### IV. BACKGROUND ON ISSUES

The following provides material on either bilateral issues or Summit items where there is a particular FRG view of which you should be aware.

#### 1. TNF Modernization and Arms Control

Although Schmidt has staked his political future on continued FRG support for the December 1979 decision, increasing public opposition to TNF deployments and scepticism regarding the sincerity of U.S. intentions on TNF arms control have placed the government increasingly on the defensive.

While an early start to negotiations would ease the political pressures on Schmidt, he has not pressed us to move up our end-of-the-year target though he has expressed concern to other European leaders that the U.S. does not appreciate the urgency of the TNF problem in Europe. He will want to come away from Ottawa with firm reassurances that he can use publicly that negotiations will be underway by the end of the year. He may also stress the need for a more rigorous public affairs effort, in particular for U.S. data and unclassified photographs.

#### 2. Relations with the USSR

The Germans are very much concerned about actions which might tip the scale in favor of military intervention in Poland. They are worried, in this connection, over the appearance of the U.S. and China "ganging up" on the USSR, and Schmidt may well raise the Secretary's recent trip in this vein.

Schmidt will also argue that limiting trade with the Soviet Union for political ends is fruitless and that efforts should be made to ensure a Soviet stake in the continued stability of Central Europe. He will argue that Europeans are more energy dependent than the U.S. and consequently must achieve maximum diversification to obtain energy necessary for their survival (e.g., the Soviet/West European natural gas pipeline project).

~~CONFIDENTIAL~~

At the same time he recognizes the importance of developing a safety net to reduce vulnerability and avoid dependence upon soviet energy supplies and will probably welcome continued discussions with the United States and the other Western European participants. On July 13, Chancellor Schmidt and President Mitterrand released a press statement (later retracted) saying the project was as good as complete. Although the statement was withdrawn, the episode suggests a political decision by both leaders to support the project. For our part, we are deeply concerned with the security implications of the pipeline project.

3. Southern Africa

We believe that UN Security Council Resolution 435 must be strengthened with additional elements such as prior consideration of constitutional issues to increase the confidence of all parties, in particular the South Africans.

The Germans are anxious to attain an internationally-acceptable settlement in Namibia as soon as possible based as closely as possible on UN Security Council Resolution 435. Genscher has made clear that Bonn has no interest in embarking on new and protracted negotiations with the South Africans as if nothing had previously been negotiated or decided.

I will meet with the German Foreign Minister at Montebello to discuss Namibia, and have a Contact Group Meeting on Tuesday evening following the Summit there. I hope that we will have an agreement on next steps on Namibia.

4. The Middle East

The Lebanon crisis and the Israeli strike against the Iraqi reactor have added to European concerns that our efforts to move the peace process forward have been insufficient. In obtaining our assessment, they will pressure us to be more forceful with the Israeli government. We will want to stress the importance of strengthening the Camp David peace process and assuring that any European initiative does not undermine U.S. efforts in the Middle East.

5. Interest Rates

Chancellor Schmidt is faced with a budgetary crisis in Germany this year, along with a recession and a falling Deutsche Mark. The latter two developments limit the ability of the German Federal government to deal with its economic problems. Schmidt will be looking for U.S. agreement to pursue policies which ultimately will result in lower interest rates,

~~CONFIDENTIAL~~

-5-

thereby permitting stimulation of the German economy, increased tax revenues, less unemployment compensation, etc. This would ease Federal government efforts to cut social programs and ameliorate the domestic political budget debate. It would also make it easier for the Germans to avoid a showdown on the guns vs. butter aspect of the budget debate.

However, Schmidt assured Ambassador Burns that he would not press you on interest rates, but he added that Mitterrand would do so. You may wish to stress that the economic problems in Germany stem primarily from factors from within the German economy. Germany's fiscal condition was worsened and the deficit is expected to amount to 4 1/2 per cent of GNP this year; inflation has mounted, and as a result of this inflation the Mark as depreciated. Also, despite a very tight monetary policy in the FRG due, in part, to U.S. policy, their money supply growth is in the middle of their target growth range.

6. Possible Visit by Berlin Governing Mayor

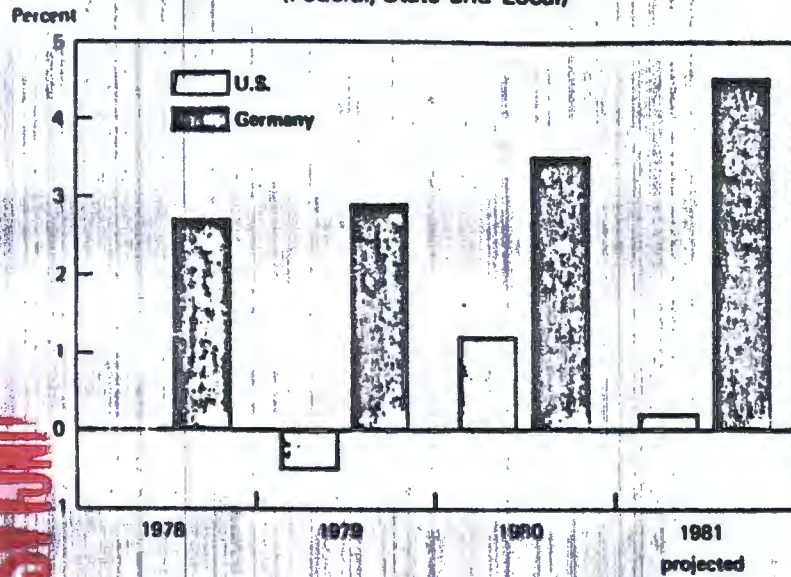
Chancellor Schmidt has indicated that he may raise with you his hope that you will agree to meet briefly with the new Governing Mayor of Berlin, Richard von Weizsaecker, when he visits the United States September 14-18. Berlin Governing Mayors traditionally are received by the President as a symbol of the U.S. commitment to the City. You may wish to advise Schmidt of your willingness to meet with von Weizsaecker, if your schedule permits.

~~CONFIDENTIAL~~

# Germany: Selected Economic Indicators

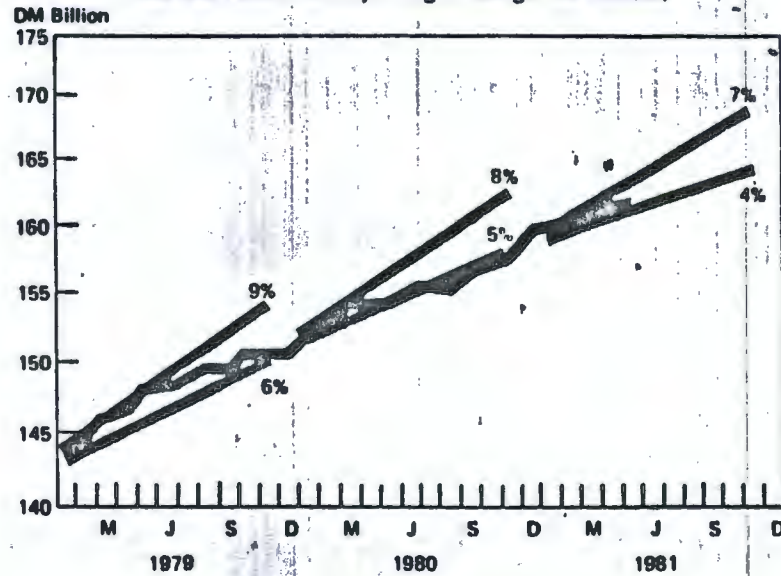
## Fiscal Policy

(Government Deficit as Share of GNP)  
(Federal, State and Local)



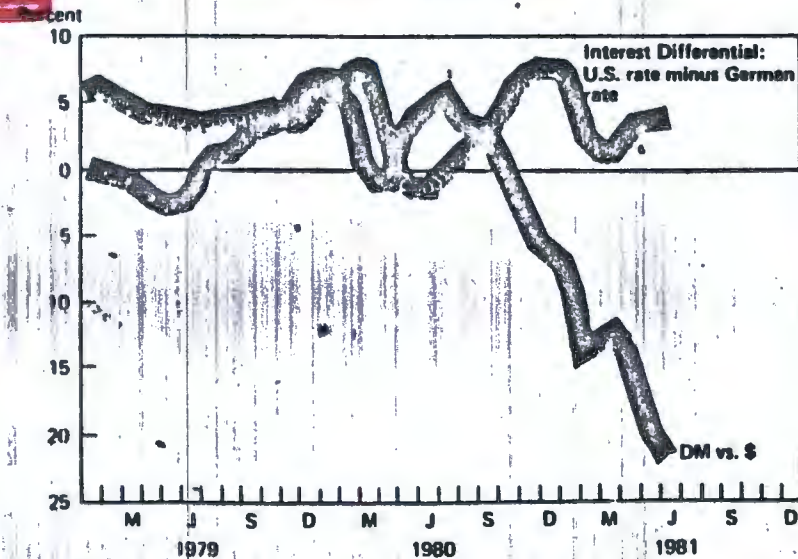
## Germany: Money Growth

(Central Bank Money: Target Range vs. Actual)



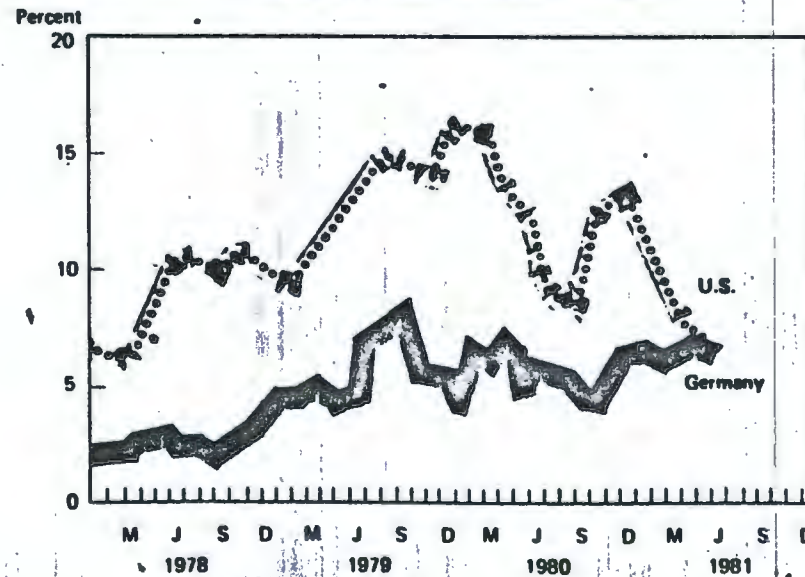
## Interest Rate Differentials and Exchange Rates

(3-Month Interest Rates)



## Inflation Rates

(Consumer Prices: 3-Month Averages)



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-7-

Point to make about the FRG economy, as per the foregoing chart:

-- Stress that the economic problems in Germany stem primarily from factors within the Germany economy.

- Germany's fiscal position has worsened steadily and the deficit is expected to amount to 4.5 percent of GNP this year;

- Inflation has mounted as ours has come down, and as a result the Mark has depreciated;

- Despite tight monetary policy in the FRG due in part to U.S. policy, money supply growth in Germany is in the middle of their target growth range.

~~CONFIDENTIAL~~

III. (B)--2)  
FRANCE



# WITHDRAWAL SHEET

Ronald Reagan Library

*Collection Name*

WHITE HOUSE OFFICE OF RECORDS MANAGEMENT  
(WHORM): SUBJECT FILE

*Withdrawer*

DLB 11/5/2019

*File Folder*

FO006-01 (018699 (1 OF 4))

*FOIA*

F16-011  
BIERGANNNS

*Box Number*

40

<i>ID</i>	<i>Document Type</i> <i>Document Description</i>	<i>No of</i> <i>pages</i>	<i>Doc Date</i>	<i>Restric-</i> <i>tions</i>
243454	MEMO  ALEXANDER HAIG TO THE PRESIDENT, RE: YOUR MEETING WITH FRENCH PRESIDENT FRANCOIS MITTERAND AT THE OTTAWA SUMMIT	8	ND	B1

The above documents were not referred for declassification review at time of processing  
Freedom of Information Act - [5 U.S.C. 552(b)]

- B-1 National security classified information [(b)(1) of the FOIA]
- B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]
- B-3 Release would violate a Federal statute [(b)(3) of the FOIA]
- B-4 Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]
- B-6 Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]
- B-7 Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]
- B-8 Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]
- B-9 Release would disclose geological or geophysical information concerning wells [(b)(9) of the FOIA]

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III. (B)--3)

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B1

ALEXANDER HAIG TO THE PRESIDENT, RE:  
MEETING WITH UK PRIME MINISTER THATCHER  
AT THE OTTAWA SUMMIT

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The above documents were not referred for declassification review at time of processing  
Freedom of Information Act - [5 U.S.C. 552(b)]

- B-1 National security classified information [(b)(1) of the FOIA]
- B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]
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