## Ronald Reagan Presidential Library Digital Library Collections

This is a PDF of a folder from our textual collections.

WHORM Subject File Code: FO006-12 (Economic Summit, Italy, Venice, 06/09/1988-06/10/1988)

Case File Number(s): 474450-474699

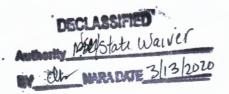
To see more digitized collections visit: <a href="https://www.reaganlibrary.gov/archives/digitized-textual-material">https://www.reaganlibrary.gov/archives/digitized-textual-material</a>

To see all Ronald Reagan Presidential Library inventories visit: <a href="https://www.reaganlibrary.gov/archives/white-house-inventories">https://www.reaganlibrary.gov/archives/white-house-inventories</a>

Contact a reference archivist at: reagan.library@nara.gov

Citation Guidelines: <a href="https://reaganlibrary.gov/archives/research-support/citation-guide">https://reaganlibrary.gov/archives/research-support/citation-guide</a>

National Archives Catalogue: <a href="https://catalog.archives.gov/">https://catalog.archives.gov/</a>



#### UNDER SECRETARY OF STATE FOR ECONOMIC AFFAIRS WASHINGTON

June 9, 1987

MEMORANDUM FOR THE PRESIDENT

FROM:

Allen Wallis

SUBJECT: Summit Political Statements

At this morning's drafting session following your dinner last night, we secured agreement to statements on East-West relations and terrorism which should be adopted without debate during the first plenary. We also worked up an excellent Persian Gulf statement that will require your intervention on one point.

- (a) <u>East-West Relations</u>: The text at Tab 1 is a strong statement which incorporates our ideas and fully meets our needs. The statement:
  - projects Western solidarity;
  - notes the new opportunities for progress, but emphasizes the continued need for vigilance;
  - reaffirms the importance of nuclear deterrence, and advances a comprehensive arms control agenda supportive of U.S. efforts:
  - challenges the Soviets to match words with deeds on human rights and Afghanistan.

The statement was agreed without any brackets, although the FRG may seek deletion of the reference to nuclear deterrence in paragraph 6. The UK and France will support you in seeking to retain this important reference. Given the attention to the "double zero" solution on INF, Summit leaders should reaffirm the importance of nuclear deterrence -- and thus, the presence of American nuclear weapons in Europe -- in preserving peace.

- (b) Terrorism: We agreed on an acceptable terrorism statement (Tab 2) which:
  - resolutely condemns all terrorism;
  - reconfirms the main principles of our counter terrorism policy;
  - welcomes progress in international cooperation, noting particularly the Franco-German called meeting of Interior/Justice Ministers two week ago;

NSC 870 4548



- o extends our commitments under the Bonn Declaration to include cut-off of air services to countries which shelter terrorists who sabotage aircraft;
- o emphasizes the key role of the rule of law is playing in combatting terrorism.
- (c) <u>Iran-Iraq/Persian Gulf</u>: The Italians advanced as a "personal contribution" a text which is essentially a slight variation of ours. They asked that this text -- described as a "political must" -- be presented to Heads of Delegation and Foreign Ministers so it could be adopted readily during the morning plenary.

The text (Tab 3) is excellent. It is strong on key issues:

- o it calls for new international efforts to end the war;
- o it supports effective UN Security Council measures;
- o it reaffirms the "paramount" importance of the principle of freedom of navigation in the Gulf which "must be upheld";
- o it states that the free flow of oil through the Strait of Hormuz "must continue unimpeded";
- o it pledges to continue consultations on ways to pursue these goals.

You should seek agreement to add "and enforceable" after "effective" UN Security Council measures in the sixth sentence. The Japanese, who opposed "enforceable" said that Nakasone would accept this formulation if we added "just" to the characterization of these measures. That is fine. The revised sentence would thus read: "We strongly support the mediation efforts of the United Nations Secretary General and urge the adoption of just, effective and enforceable measures by the U.N. Security Council."

Attached at Tab 4 are talking points for you to use on the East-West relations and Persian Gulf statements.



Venezia June 9, 1987
Revision 2 - time 04.00 am

#### STATEMENT ON EAST-WEST RELATIONS

- 1. We, the Heads of State or Government of seven major industrial nations and the Representatives of the European Community, have discussed East-West relations. We reaffirm our shared principles and objectives, and our common dedication to preserving and strengthening peace.
- We recognise with pride that our shared values of freedom, democracy and respect for human rights are the source of the dynamism and prosperity of our societies. We renew our commitment to the search for a freer, more democratic and more humane world.
- 3. Within existing alliances each of us is resolved to maintain a strong and credible defence which threatens the security of no-one, protects freedom, deters aggression and maintains peace. We shall continue to consult closely on all matters affecting our common interest. We will not be separated from the principles that guide us all.

- 4. Since we last met, new opportunities have opened for progress in East-West relations. We are encouraged by these developments. They confirm the soundness of the policies we have each pursued in our determination to achieve a freer and safer world.
- 5. We are following with close interest recent developments in the internal and external policies of the Soviet Union. It is our hope that they will prove to be of great significance for the improvement of political, economic and security relations between the countries of East and West. At the same time, profound differences persist; each of us must remain vigilantly alert in responding to all aspects of Soviet policy.
- b. We reaffirm our commitment to peace and increased security at lower levels of arms. We seek a comprehensive effort to lower tensions and to achieve verifiable arms reductions. While reaffirming the continuing importance of nuclear deterrence in preserving peace, we note with satisfaction that dialogue on arms control has intensified and that more favourable prospects have emerged for the reduction of nuclear forces. We appreciate US efforts to negotiate balanced, substantial and verifiable reductions in

nuclear weapons. We emphasise our determination to enhance conventional stability at a lower level of forces and achieve the total elimination of chemical weapons. We believe that these goals should be actively pursued and translated into concrete agreements. We urge the Soviet Union to negotiate in a positive and constructive manner. An effective resolution of these issues is an essential requirement for real and enduring stability in the world.

- 7. We will be paying close attention not only to Soviet statements but also to Soviet actions on issues of common concern to us. In particular:
  - We call for significant and lasting progress in human rights, which is essential to building trust between our societies. Much still remains to be done to meet the principles agreed and commitments undertaken in the Helsinki Final Act and confirmed since.
  - We look for an early and peaceful resolution of regional conflicts, and especially for a rapid and total withdrawal of Soviet forces from Afghanistan so that the people of Afghanistan may freely determine their own future.

- We encourage greater contacts, freer interchange of ideas and more extensive dialogue between our people and the people of the Soviet Union and Eastern Europe.
- 8. Thus, we each seek to stabilise military competition between East and West at lower levels of arms; to encourage stable political solutions to regional conflicts; to secure lasting improvements in human rights; and to build contacts, confidence and trust between governments and peoples in a more humane world. Progress across the board is necessary to establish a durable foundation for stable and constructive relationships between the countries of East and West.

Venezia June 9, 1987

Time 04.00 am

PERSONAL CONTRIBUTION OF THE PERSONAL REPRESENTATIVES FOR A

DRAFT ON IRAQ-IRAN WAR AND NAVIGATION ON THE GULF.

We agree—that new and concerted international efforts are urgently required to help bring the Iraq-Iran war to an end. We favour the earliest possible negotiated end to the war with the territorial integrity and independence of both Iraq and Iran intact. Both countries have suffered grievously from this long and tragic war. Neighbouring countries are threatened with the possible spread of the conflict. We call once more upon both parties to negotiate

an immediate end of the war. We strongly support the mediation efforts of the United Nations Secretary-General and urge the adoption of effective measures by the UN Security Council. With these objectives in mind, we reaffirm that the principle of freedom of navigation in the Golf is of paramount importance for us and for others and must be upheld. The free flow of oil and other traffic through the Strait of Hormuz must continue unimpeded.

We pledge to continue to consult on ways to pursue these important goals effectively.

#### STATEMENT ON TERRORISM

We, the Heads of State or Government of seven major democracies and the Representatives of the European Community assembled here in Venice, profoundly aware of our peoples' concern at the threat posed by terrorism;

- reaffirm our commitment to the statements on terrorism made at previous Summits, in Bonn, Venice, Ottawa, London and Tokyo;
- resolutely condemn all forms of terrorism, including aircraft hijackings and hostage-taking, and reiterate our belief that whatever its motives, terrorism has no justification;
- confirm the commitment of each of us to the principles of making no concessions to terrorists or their sponsors;
- remain resolved to apply, in respect of any State clearly involved in sponsoring or supporting international terrorism, effective measures within the framework of international law in our own jurisdictions;
- welcome the progress made in international cooperation against terrorism since we last met in Tokyo in May 1986, and in particular the initiative taken by France and Germany to convene in May in Paris a meeting of Ministers of nine countries, who are responsible for counter-terrorism;
- reaffirm our determination to combat terrorism both through national measures and through international cooperation among ourselves and with others, when appropriate, and therefore renew our appeal to all like-minded countries to consolidate and extend international cooperation in all appropriate fora;

- will continue our efforts to improve the safety of travellers. We welcome improvements in airport and maritime security, and encourage the work of ICAO and IMO in this regard. Each of us will continue to monitor closely the activities of airlines which raise security problems. The Heads of State or Government have decided on measures, annexed to this statement, to make the 1978 Bonn Declaration more effective in dealing with all forms of terrorism affecting civil aviation;
- commit ourselves to support the rule of law in bringing terrorists to justice. Each of us pledges increased cooperation in the relevant fora and within the framework of domestic and international law on the investigation, apprehension and prosecution of terrorists. In particular we reaffirm the principle established by relevant international conventions of trying and extraditing, according to national laws and those international conventions, those who have perpetrated acts of terrorism.

#### ANNEX

The Heads of State or Government recall that in their Tokyo Statement on international terrorism they agreed to make the 1978 Bonn Declaration more effective in dealing with all forms of terrorism affecting civil aviation. To this end, in cases where a country refuses extradition or prosecution of those who have committed offences described in the Montreal Convention for the Suppression of Unlawful Acts against the Safety of Civil Aviation and/or does not return the aircraft involved, the Heads of State or Government are jointly resolved that their Governments shall take immediate action to cease flights to that country as stated in the Bonn Declaration.

At the same time, their Governments will initiate actions to halt incoming flights from that country or from any country by the airlines of the country concerned as stated in the Bonn Declaration.

The Heads of State or Government intend also to extend the Bonn Declaration in due time to cover any future relevant amendment to the above Convention or any other aviation conventions relating to the extradition or prosecution of the offenders.

The Heads of State or Government urge other governments to join them in this commitment.

#### East-West Relations

- -- Pleased with strong East-West statement. Strikes good balance between optimism and vigilance as we discussed at dinner.
- -- Statement projects our solidarity behind comprehensive and forward-looking agenda, and challenges Soviets to match words with deeds.
- -- (If raised) Important to retain reference to nuclear deterrence. As we move toward INF reductions, need to remind our publics of continuing role of nuclear weapons in preserving peace.

#### Persian Gulf

- -- Draft on Iran-Iraq War/Persian Gulf is excellent.
- -- Strongly urge inclusion of "and enforceable" after "effective" in 6th sentence. (Nakasone will accept, but wants inclusion of "just," which is acceptable to us.)
- -- Hortatory UNSC resolution inadequate. Would be a big yawn like its 11 predecessors which Iran rejected. Need to give international efforts some punch.

Authority NSC/State Warver

MRADATE 3/3/2020

CONFIDENTIAL

#### National Security Council The White House

	,			-
			System #	
			Package i	4548 24
			DOCLOG	NO
	SI	EQUENCE TO	HAS SEEN	DISPOSITION
Bob Pearson	_			
Marybel Batjer	_			
Grant Green	_		-	
Colin Powell	_			
Paul Thompson	_			
Frank Carlucci	_			
Grant Green	_			
NSC Secretariat		1		_ R
NSC Secretariat				
Situation Room				
10				
			-	
I = Information	A = Action	R = Retain	D = Dispatch	N = No further Action

COMMENTS

VP

cc:

Baker

Other

Should be seen by:

(Date/Time)

TO PRESIDENT

FROM WALLIS, A

DOCDATE 09 JUN 87

RECEIVED 15 JUN 87 15

KEYWORDS: VENICE SUMMIT

USSR

TERRORISM

SUBJECT: SUMMIT POLITICAL STATEMENTS

DUE: STATUS C FILES WH

FOR ACTION

ACTION: NOTED BY CARLUCCI

FOR CONCURRENCE

FOR INFO

COMMENTS

NSCIFID ( IB IB ) REF# LOG ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO cma

DISPATCH W/ATTCH FILE (C)

19/31

THE WHITE HOUSE

WASHINGTON

As

47445955

June 7, 1987

1. R. pu Kulm

INFORMATION

ONFIDENTIAL

MEMORANDUM FOR THE PRESIDENT

FROM:

FRANK C. CARLUC

SUBJECT:

Letter from Oliver Tambo

You have received a fairly lengthy letter from ANC President Oliver Tambo (which I will not send to you). Briefly, he has asked that you take a strong anti-apartheid position at the Summit -- supporting a united democratic and nonracial South Africa and calling for release of all political prisoners. Other participants at the Summit have received similar letters. Prime Minister Mulroney may use it in pressing for a statement on apartheid.

cc: Howard H. Baker Kenneth Duberstein

Aus Asc/State Waivers
av dh 3/13/2020

CONFIDENTIAL Declassify on: OADR



THE WHITE HOUSE

WASHINGTON

June 7, 1987

#### INFORMATION

CONFIDENTIAL

MEMORANDUM FOR THE PRESIDENT

FROM:

FRANK C. CARLUC

SUBJECT:

Letter from Oliver Tambo

You have received a fairly lengthy letter from ANC President Oliver Tambo (which I will not send to you). Briefly, he has asked that you take a strong anti-apartheid position at the Summit -- supporting a united democratic and nonracial South Africa and calling for release of all political prisoners. Other participants at the Summit have received similar letters. Prime Minister Mulroney may use it in pressing for a statement on apartheid.

Howard H. Baker cc:

Kenneth Duberstein

WSC/State Warvers

CONFIDENTIAL

Declassify on: OADR

NSC#810434

	CONFIDENTIAL	
	CLASSIFICATION	-
CIRCLE ONE BELOW	MODE	PAGES 6
MMEDIATE	SECURE FAX # 29	ото \$51853 2
PRIORITY	ADMIN FAX #	RELEASER KONZ
AOUTINE	RECORD #	A)
FROM/LOCATION		-
. THE WHITE HOUSE S	TTHATTON ROOM	
TO/LOGATION/TIME OF RECEIPT	d-10 ha -	suth /
GRANT GREEN/OROLO	. ,	- Low & Market
2	- which would	15,40
1	a month of the many of	Company of the second
	W I I I I I I I I I I I I I I I I I I I	The property of the state of th
. Will Al	Note of the State	armit and
	1 my son of fin	The state of the s
	N/TIME OF RECEIPT	Mary Ly Salar
NFORMATION ADDEES/LOCATIO	, V - 9	har by in the or when
	Lay W	D. man V. ala
	to m	No Wall
	Le l'as	hie will is
PECIAL INSTRUCTIONS/REMARK	S: NOTE PARAGRAPH THREE	S. Her losen
Please place in	Managine 1 de	\ donc
- FIRE IN	MOTHING SOUL	· 6/1/

CONFIDENTIAL

CLASSIFICATION

DECLASSIFIED

dr

3/13/2021

## -CONFIDENTIAL

### WHITE HOUSE SITUATION ROOM

PAGE #1 OF #6

PRT: COHEN GREEN PEARSON SIT

<PREC? IMMEDIATE <CLAS? CONFIDENTIAL <DTG? 851828Z JUN 87</pre>

FM AMEMBASSY LUSAKA

TO SECSTATE WASHDG IMMEDIATE. 6242

CONFIDENTIAL SECTION 01 OF 03 LUSAKA 02536

EXDIS

E. O. 12356: DECL: OADR

TAGS: PREL. ANC. SF

SUBJECT: ANC LETTER TO PRESIDENT REAGAN

1. CONFIDENTIAL - ENTIRE TEXT.

DECLASSIFIED It ate Warrer

- 2. A LETTER FROM ANC PRESIDENT OLIVER TAMBO TO PRESIDENT REAGAN REGARDING UPCOMING VENICE SUMMIT WAS DELIVERED TO EMBASSY OFFICER EVENING OF JUNE 4. COMPLETE TEXT FOLLOWS.
- 3. SIMILAR LETTERS WITH MINOR VARIATIONS WERE DELIVERED TO THE BRITISH, GERMANS AND FRENCH. SIGNED ORIGINAL OF TAMBO LETTER (PRESENTED TO EMBOFF IN SEALED ENVELOPE WITH WAX SEAL) IS BEING POUCHED TO AF/S. DEPARTMENT MAY WISH TO REPEAT TEXT OF TAMBO LETTER TO NAMIBIA COLLECTIVE.
- 4. BEGIN TEXT:

H. E. THE PRESIDENT

MR. RONALD REAGAN

THE WHITE HOUSE

WASHINGTON, D.C.

DEAR MR. PRESIDENT.

I HAVE THE HONOUR TO PRESENT TO YOU THE COMPLIMENTS OF THE NATIONAL EXECUTIVE COMMITTEE OF OUR ORGANIZATION, THE AFRICAN NATIONAL CONGRESS, AS WELL AS MY OWN

GREETINGS.

PAGE 82 OF 86

SHORTLY, YOU WILL BE ATTENDING THE MEETING OF THE SEVEN WESTERN POWERS WHICH IS SCHEDULED TO TAKE PLACE IN VENICE, ITALY THIS IS AN IMPORTANT GATHERING WHICH, WE BELIEVE, CANNOT AVOID TOUCHING ON THE TROUBLED ISSUE OF SOUTH AFRICA, HOWEVER BRIEFLY. IT IS IN THIS CONNECTION THAT I THOUGHT IT APPROPRIATE THAT I SHOULD CONVEY TO YOU MY OWN REFLECTIONS ON THIS MATTER.

FIRST OF ALL, I WOULD LIKE TO ASSURE YOU OF MY SINCERE APPRECIATION OF THE FACT THAT YOU HAVE SPOKEN REPEATEDLY OF YOUR REPUGNANCE FOR THE APARTHEID SYSTEM AND YOUR HOPES TO SEE IT BROUGHT TO AN END.

I AM CERTAIN THAT WE SHARE A COMMON DESIRE TO SEE SOUTH AFRICA TRANSFORMED INTO A NON-RACIAL DEMOCRACY AS SOON AS POSSIBLE, AND WITH THE MINIMUM OF BLOODSHED AND DESTRUCTION. THE MATTER AT ISSUE IS HOW IS THIS TO BE ACHIEVED.

THROUGHOUT ITS CAMPAIGN DURING THE RECENT WHITES-DNLY ELECTIONS IN SOUTH AFRICA, AND SINCE, THE BOTHA

REGIME SOUGHT TO AFFIRM IN THE CLEAREST TERMS
POSSIBLE, ITS COMMITMENT TO THE PERPETUATION OF
THE APARTHEID SYSTEM. IT WON A LANDSLIDE VICTORY
ON THE BASIS OF THIS PLATFORM.
FRANKLY, I HAVE NOT BEEN SURPRISED BY THE KILLINGS
CARRIED OUT BY PRETORIA'S COMMANDOS AND AGENTS IN
BOTSWANA, ZAMBIA, ZIMBABWE, SWAZILAND AND MOZAMBIQUE
BEFORE AND SINCE THESE ELECTIONS. I EXPECT THAT MORE OF
THESE ATTACKS OUTSIDE THE BORDERS OF OUR COUNTRY WILL
TAKE PLACE, RESULTING IN FURTHER BRUTAL MURDERS OF
NATIONALS OF THESE COUNTRIES, AS HAS ALREADY
HAPPENED.

I AM EQUALLY CERTAIN THAT THE CAMPAIGN OF REPRESSION AGAINST THE TRADE UNIONS, CHURCHES, HUMAN RIGHTS ORGANIZATIONS AND OTHERS WITHIN SOUTH AFRICA WILL

CONFIDENTIAL

# CONFIDENTIAL WHITE HOUSE SITUATION ROOM

PAGE Ø3 OF Ø6

REACH NEW LEVELS OF INTENSITY, AS WILL THE ATTEMPTS TO ASSASSINATE AS MANY OF OUR MEMBERSHIP AND SOUTH AFRICAN REFUGEES AS POSSIBLE. WHEREVER THEY MAY BE. IT WAS FOR SUCH THAT BOTHA SOUGHT A RENEWED MANDATE FROM WHITE SOUTH AFRICA. WHICH HE DELIBERATELY FRIGHTENED WITH STORIES ABOUT IMAGINED AND PLANS TO DISRUPT THE WHITE ELECTIONS BY FORCE OF ARMS. AT THE SAME TIME, BOTHA IS TALKING ABOUT NEGOTIATING WITH THE AFRICAN MAJORITY THROUGH A COUNCIL WHICH WILL BE CREATED SOON. I THINK THE PRESIDENT SHOULD BE CLEAR THAT NO GENUINE LEADERS OR REPRESENTATIVES OF THIS AFRICAN MAJORITY WILL PARTICIPATE IN THESE "NEGOTIATIONS". THIS IS PRECISELY BECAUSE NONE OF THESE ARE WILLING TO APPEASE BOTHA BY ALLOWING THEMSELVES TO BE DRAWN INTO A FRUITLESS EXERCISE OF TINKERING WITH APARTHEID AND ACCEPTING TO BE COOPTED AS JOINT ADMINISTRATORS OF A SYSTEM BT \*2536 BT C-ONFIDENTIAL SECTION #2 OF #3 LUSAKA #2536

EXDIS

E.O. 12356: DECL: OADR
TAGS: PREL, ANC, SF
SUBJECT: ANC LETTER TO PRI

SUBJECT: AND LETTER TO PRESIDENT REAGAN

OF RACIAL DOMINATION.

NO NEGOTIATIONS CAN TAKE PLACE UNTIL THE PRETORIA REGIME ACCEPTS THAT THE PURPOSE OF SUCH NEGOTIATIONS IS TO TRANSFORM SOUTH AFRICA INTO A DEMOCRATIC COUNTRY. BOTHA'S ATTEMPTS TO DISCOVER "MODERATE" AFRICAN LEADERS, WHO WILL NEGOTIATE WITH HIM FOR LESS THAN THIS, WILL NOT PRODUCE ANYBODY WITH EVEN AN IOTA OF LEGITIMACY IN THE EYES OF THE MAJORITY OF OUR PEOPLE. HOWEVER MUCH HE TRIES TO SUPPRESS THE DEMOCRATIC MOVEMENT. ITS PLACE AMONG OUR PEOPLE WILL

PAGE 84 OF 86

NOT BE FILLED BY INDIVIDUALS WHOM BOTHA APPOINTS AS THE REPRESENTATIVES OF THESE MILLIONS.

I AM INTERESTED THAT THE WESTERN POWERS SHOULD JOIN FORCES WITH US, AFRICA, THE NON-ALIGNED MOVEMENT AND THE UNITED NATIONS TO END THE APARTHEID SYSTEM IN SOUTH AFRICA IN THE SHORTEST TIME POSSIBLE. IT WOULD BE VERY USEFUL IF, IN THIS REGARD, THE DISTINGUISHED LEADERS DUE TO MEET IN VENICE, COULD AGREE TO CERTAIN COMMON POSITIONS.

ONE OF THESE WOULD BE THAT THEY ARE AT ONE WITH US IN PURSUING THE OBJECTIVE OF A UNITED, DEMOCRATIC AND NON-RACIAL SOUTH AFRICA, WHOSE CONSTITUTION WOULD GUARANTEE THE RIGHTS OF ALL INDIVIDUALS, UPHOLD THE RULE OF LAW AND ENSURE THAT EACH PERSON HAS THE RIGHT TO VOTE, ON AN EQUAL BASIS. IT IS ONLY WHEN THIS IS ACHIEVED THAT VIOLENCE IN SOUTHERN AFRICA, ALL OF WHICH EMANATES FROM THE APARTHEID SYSTEM, WOULD CAUSE. THE SECOND WOULD BE THAT THEY BELIEVE THAT NEGOTIATIONS CAN ONLY BE MEANINGFUL IF THEY ARE SERIOUSLY INTENDED TO PRODUCE THIS RESULT. I FIRMLY BELIEVE THAT IT WOULD ADVANCE THE COMMON CAUSE OF THE WESTERN POWERS THUS UNEQUIVOCALLY DISTANCED THEMSELVES FROM ALL EFFORTS TO PERPETUATE THE APARTHEID SYSTEM IN ANY SHAPE OR FORM, AND UPHELD AS EQUALLY LEGITIMATE AND NECESSARY IN OUR OWN COUNTRY, THE DEMOCRATIC PRACTICES WHICH OBTAIN IN THEIR OWN COUNTRIES.

AS I INDICATED TO THE SECRETARY OF STATE, THE HONOURABLE GEORGE SCHULTZ, THE UNCONDITIONAL RELEASE OF ALL POLITICAL PRISONERS IN SOUTH AFRICA WOULD MAKE AN IMPORTANT CONTRIBUTION TO THE SPEEDY RESOLUTION OF THE SOUTH AFRICAN QUESTION. I WAS GREATLY ENCOURAGED BY THE SECRETARY'S ASSURANCE THAT THE U.S. ADMINISTRATION WAS ITSELF COMMITTED TO WORK FOR THE RELEASE OF THESE PRISONERS. YOU MAY, MR. PRESIDENT,

#### PAGE 85 OF 86

SEE FIT TO RAISE THIS MATTER WITH YOUR COLLEAGUES IN VENICE, TO GET THE MEETING TO MAKE THIS CALL AND TO CONSIDER WAYS IN WHICH THE LEADERS COULD ACT JOINTLY TO SECURE THE IMMEDIATE RELEASE OF THESE EMINENT REPRESENTATIVES OF OUR PEOPLE. MR. PRESIDENT, I MUST MAKE THE POINT THAT I REMAIN CONVINCED THAT CHANGE IN SOUTH AFRICA WILL NOT COME WITHOUT INTENSE AND SUSTAINED PRESSURE AGAINST THE APARTHEID REGIME. AS THE PRESIDENT KNOWS, THE AFRICAN NATIONAL CONGRESS HAS CONSISTENTLY ADVOCATED THE IMPOSITION OF COMPREHENSIVE SANCTIONS AGAINST APARTHEID SOUTH AFRICA. DESPITE OUR DISAGREEMENTS ON THIS SCORE, I WOULD LIKE TO BELIEVE THAT WE AGREE THAT NO TYRANNICAL SYSTEM HAS EVER BEEN BROUGHT TO AN END WITHOUT PRESSURE AND STRUGGLE. THE FOUNDING FATHERS OF THE UNITED STATES OF AMERICA SPOKE FOR US AS WELL WHEN THEY SAID THAT "WHEN A LONG TRAIN OF ABUSES AND USURPATIONS, PURSUING INVARIABLY THE SAME OBJECT EVINCES A DESIGN TO REDUCE THE PEOPLE UNDER ABSOLUTE DESPOTISM, IT IS THEIR RIGHT, IT IS THEIR DUTY, TO THROW OFF SUCH GOVERNMENT."

TRAIN OF ABUSES AND USURPATIONS, TO WHICH WE HAVE BEEN SUBJECTED WHICH INSPIRE US TO DO ALL IN OUR POWER TO OVERTHROW A TRULY DESPOTIC GOVERNMENT. IT IS MY HOPE THAT YOU WILL FIND IT WITHIN YOUR POSSIBILITIES TO HELP US IN THIS ENDEAVOUR SO THAT WE TOO MAY HAVE A GOVERNMENT WHICH DERIVES ITS POWERS FROM THE CONSENT OF THE GOVERNED.

PLEASE ACCEPT, MR PRESIDENT, THE ASSURANCES OF MY ESTEEM.

BT

#2536

BT

# WHITE HOUSE SITUATION ROOM

PAGE 86 OF 86

BT \*2536

CONFIDENTIAL SECTION 03 OF 03 LUSAKA 02536 EXDIS
E.O. 12356: DECL:OADR
TAGS: PREL, ANC. SF
SUBJECT: ANC LETTER TO PRESIDENT REAGAN
OLIVER R. TAMBO
PRESIDENT, ANC
END TEXT. HILL

CONFIDENTIAL

NSC/S PROFILE

CONFIDENTIAL CLASSFIED FICHER AND 3/13/2020

ID 8704343

RECEIVED 06 OCT 87 14

TO

DISPATCH

PRESIDENT

FROM CARLUCCI

DOCDATE 07 JUN 87

W/ATTCH

FILE

SUBJECT:	LTR FM TAMBO RE	UPCOMING	VENICE SUMMIT & S	OUTH AFRICAN	ISSUE	
ACTION:	FOR INFORMATION		DUE:	STATUS C	FILES WH	
	FOR ACTION PRESIDENT		FOR CONCURRENC	E	FOR INFO	
COMMENTS						
REF#		LOG		NSCIFID	( CF	CF )
REF#			ACTION REQUIRED		COPIES TO	-

G/g

UNDER SECRETARY OF STATE
FOR ECONOMIC AFFAIRS

WASHINGTON

May 19, 1987

474497<sub>3881</sub>
1130
F0006-12
F6006-12

CONFIDENTIAL

MEMORANDUM FOR HOWARD H. BAKER AND FRANK C. CARLUCCI THE WHITE HOUSE

SUBJECT: Substantive Preparations for Venice Economic Summit

The final preparatory meeting for the Venice Economic Summit was held in Venice May 15-17. I was joined by Ambassador Ridgway for the discussion of political issues and by David Mulford and Stephen Danzansky for the economic issues. At this meeting, as throughout the preparations for the Venice Economic Summit, the three have provided valuable advice and help in developing and arguing our positions.

On the political side, the President and George Shultz will have to convince their colleagues of the need for strong statements on East-West relations and terrorism. I have bracketed the entire draft statement on terrorism as French editing has removed its strength.

On economics, the challenge will be to:

- write a strong political statement in support of agricultural reform;

cement the economic policy coordination instituted by

Jim Baker at Tokyo; and

convince our Summit partners that lasting economic growth can only be encouraged by allowing market forces to operate freely in the domestic market.

Margaret Thatcher will not remain in Venice beyond lunch on June 9, and she may leave at the end of the morning session. As Francois Mitterand plans to leave after the communique reading June 10, the Italian President now plans to host a lunch on June 10, rather than a dinner.

The ceiling in the Cini Foundation under which the Sherpas will draft the Summit communique is inscribed "Ex glorioso labore, sincere voluptas."

allingfallin

Attachment: Report of Venice Preparatory Meeting

NGC#8703881

DECL: OADR

Authority State Warver 3/13/2020

#### CONFIDENTIAL

Report of Fourth Preparatory Meeting for Venice Eonomic Summit Venice, May 15-17, 1987

#### I. INTRODUCTION

The fourth preparatory meeting for the Venice Economic Summit was held in Venice May 15-17, 1987. U.S. participants were Allen Wallis, Personal Representative, David Mulford, Assistant Secretary of the Treasury for International Affairs, Stephen Danzansky, Senior Director for International Economic Affairs, NSC and Rozanne Ridgway, Assistant Secretary of State for European Affairs.

Political issues were discussed May 15, first among Political Directors and then among Sherpas and Political Directors. On May 16 the Sherpas, Finance and Foreign Ministry officials met in plenary session to discuss economic issues. On May 17, Sherpas met alone to conclude consideration of the thematic paper.

#### II . ECONOMIC ISSUES

#### (A) Macroeconomic Situation

There is a consensus among Summit countries on the need for continuing close coordination of economic policy with a view to achieving greater convergence of positive economic performance. The conclusions reached by Finance Ministers at the Louvre in February and during the April IMF/IBRD meetings in Washington were reaffirmed. All agreed that the key medium term priority is to sustain non-inflationary growth while correcting external imbalances.

Certain European countries prefer to talk about what other countries should do to promote growth rather than what they might do for themselves. At the Summit, the U.S. will have to reject this view forcefully. The U.S. has a solid record of undertaking structural reform; the results are visible in a dynamic, flexible economy which has created more than 12 million additional jobs in the last five years. None of our Summit partners has followed our example to any meaningful extent. They need to:

promote competition and deregulation to speed up industrial adjustment;

 improve functioning of labor markets through greater mobility and adaptability;

> CONFIDENTIAL DECL:OADR

Authority State Warver Dy de MARADATE 3/13/2020

- open internal markets;
- remove capital market restrictions;
- reduce the economic drag of social programs.

The objective of promoting growth should drive the economic discussion at Venice.

#### (B) Agriculture

To avoid a protracted debate on agriculture, one which risked re-opening the satisfactory consensus achieved with great difficulty at the May 12-13 OECD Ministerial, participants (at our suggestion) simply endorsed the OECD conclusions. Everyone recognized the key role agriculture will play in the Uruguay Round and a need for Heads of State and Government to review progress at their 1988 meeting.

However, the Venice Communique cannot just note the OECD language. We will have to try to go a step further by preparing a concise political statement in support of agricultural reform. The statement should identify governments' role in creating the problems and our resolve to carry out comprehensive reform along market principles.

#### (C) Trade

There is general consensus on the need to continue resisting vigorously the increasing protectionist pressures, to dismantle existing trade barriers and to avoid restricting international trade further. In addition, all agreed it was essential to improve the multilateral trading system based on GATT rules and principles and to improve the ability of the GATT to carry out its mandate effectively. Only the French are reluctant (for reasons of domestic politics) to support a mid-term ministerial meeting of the Uruguay Round Trade Negotiating Committee.

#### (D) Debt and LDC's

There is general consensus that while some developing countries have taken politically courageous steps to reform their economies, much remains to be done. The growth-oriented case-by-case strategy ('Baker Plan') remains the only viable approach. This entails:

- comprehensive macroeconomic and structural reforms;
- increased lending by IFI's, in particular the IBRD;
- adequate commercial lending in support of debtor structural reform.

All agreed to make a special effort, in the IMF, IBRD and Paris Club, to ease the debt service burden of the poorest countries, particularly in Sub-Saharan Africa.

Italy, France and the UK wish the Venice Communique to note positively the forthcoming UNCTAD VII meeting. Pending further consultations in Washington, the U.S. has bracketed any reference to UNCTAD.

#### (E) Other Issues

- Environment: Language concerning the World Commission on the Environment and Development (WCED) was dropped. A reference is made in this secton to progress on nuclear safety.
- Human Frontier: Japan plans to undertake a year-long feasibility study. They will invite Summit scientists to participate. Depending on the results, the proposal may be discussed at the 1988 Summit.
- AIDS and Narcotics: It is proposed to discuss increased international collaboration on AIDS and narcotics in an agreed Chairman's oral statement.

#### III. POLITICAL ISSUES

Together withh the Political Directors, we reached agreement on the major issues that will constitute the political agenda. We made less progress on political statements.

Political Agenda: The Political Directors developed a list of issues to be discussed by Foreign Ministers (attached), and specified which Minister would open the discussion. Of these, it was agreed that at their first dinner June 8, the Heads of Government would discuss East-West relations (including arms control), South Africa and, time permitting, terrorism. The leaders will also provide guidance for political statements. The second dinner on June 9 will probably be devoted to topical regional issues.

We expect Summit discussion of political issues to be organized as follows:

CONFIDENTIAL

#### CONFIDENTIAL

-4-

	Heads	Foreign Minister
6/8 dinners (separate)	East-West relations, South Africa, possibly terrorism, guidance on political statements	Regional issues
6/9 morning (separate)	Review possible political statements	East-West relations, terrorism
6/9 lunches (separate)	Not yet decided whether it will focus on political issues	Regional issues, narcotics
6/9 dinner (combined)	Regional issues	Regional issues

East-West Statement: There was no agreement to have a declaration on East-West relations, but no firm opposition either. A contingency draft (attached) was prepared with a decision deferred until the Summit. U.S. representatives, with support from Japan and Canada, and, to a lesser extent, Italy, pointed out the advantages of a Summit statement. France, the UK and the FRG were reserved. Mrs. Thatcher was reportedly concerned that Summit statements on East-West relations and terrorism would draw attention to the absence of one on South Africa -- which she opposed. Chancellor Kohl reportedly wanted to avoid a repeat of Williamsburg, where President Mitterrand was put under intense pressure to agree to a statement. outcome was a contingency draft statement, characterized as "personal contribution" of the Sherpas, that could provide a basis for possible drafting at the Summit in light of guidance from the Heads of Government. This draft reflects an amalgam of U.S. themes, the Japanese draft, a UK draft and an Italian presidency draft. If there is a decision at the Summit to issue a statement, it will require further work.

Terrorism: A crisp, concise terrorism statement that included a reference to continued consultations among the Summit-Seven governments was orginally drafted by a group of six of the seven counter-terrorism representatives. The French representative, however, was instructed not to participate in that exercise. When the statement was reviewed by the Personal Representatives, the French insisted on numerous changes which diluted the force of the statement. The French take the position that with the revision of the Bonn Declaration, the mandate of the counter-terrorism experts has been concluded -- a position we do not accept. Although the draft (attached) was accepted by the other six governments, the U.S. representative put a bracket on the entire text.

#### CONFIDENTIAL

-5-

South Africa: The Canadian representative stressed Prime Minister Mulroney's proposal for a Summit statement on South Africa that would establish a Foreign Ministers' group to monitor the issue. As host of this year's Francophone Summit, the Commonwealth Summit and next year's Economic Summit, Mulroney, the Canadian representative argued, will be one of the "international managers" of this issue over the next twelve months. Mulroney might propose a text, which the Canadians have given us bilaterally, either before or at the Summit. The UK representative asserted that Thatcher was firmly opposed. As instructed, U.S. representatives did not press the U.S. draft.

Other Issues: We also passed bilaterally to the Italians language on intenational narcotics control, the Iran-Iraq war and the spread of democracy for inclusion in the Summit Chairman's concluding press statement.

#### AGENDA

- East West
- a) Trends in Soviet policy and in East European Countries (Herr Genscher and Monsieur Raimond)
- b) Arms control (Secretary of State Shultz)
- c) <u>Regional issues</u>: Afghanistan, Cambodia (Secretary of State Shultz, Minister Kuranari)
- d) Soviet policy in Asia Pacific (Foreign Minister Kuranari)
- South Africa (Foreign Minister Clark)
- Middle East (Mr. Tindemans)
- Iran-Iraq (Minister Raimond or Foreign Secretary Howe)
- Central America (Herr Genscher)
- Latin America (Foreign Minister Andreotti)
- Terrorism (Foreign Secretary, J. Howe)
- China. Corea and the Philippines (Foreign Minister Kuranari\_
- United Nations (Foreign Minister Andreotti)
- Internationa Narcotics Control (Secretary of State Shultz)

TIME STAMP

### NATIONAL SECURITY COUNCIL EXECUTIVE SECRETARIAT STAFFING DOCUMENT

SYSTEM LOG NUMBER: 3881

87 MAY 20 PIZ: 16

UNCLASSIFIED UPON PERONE HAS 3 13 2020

ACTION OFFICER:DANZANSK	Y DU	E:22 MAY
☐ Prepare Memo For President		no Green to Peterson / Murr
Prepare Memo For Carlucci / Po	well Appropriate	Action
☐ Prepare Memo	to	
		. 3622
CONCURRENCES/COMMENTS*	PHONE* to action officer at e	
FYI  Batjer	FYI  Henhoeffer	FYI Rodman
☐ ☐ Bemis	☐ ☐ Howard	□ □ Rosenberg
□ □ Brooks	☐ X Kelly, B.	□ □ Ross
□ □ Burns	☐ ☐ Kelly, J.	□ □ Rostow
☐ ☐ Childress	☐ ☐ Kimberling	☐ ☐ Saunders
☐ ★ Cobb	☐ ☐ Kissell	☐ ☐ Scharfen
☐ ☐ Cockell	☐ ☐ Kraemer	□ □ Smith
☐ ☐ Cohen	☐ ☐ Linhard	□ 🔀 Sommer
☐ ☐ Collins	☐ ☐ Mahley	□ □ Sorzano
☐ ☐ Danzansky	☐ ☐ Major	☐ ☐ Steiner
☐ ☐ Dean, B.	☐ ☐ Mathews	☐ ☐ Stevens
☐ ☐ Donley	☐ ☐ McNamara	☐ ☐ Tahir-Kheli
☐ ☐ Douglass	☐ ☐ Oakley	☐ ☐ Thompson
<b>▼</b> □ Ermarth	☐ ☐ Paal	☐ ☐ Tice
☐ ☐ Farrar	☐ ☐ Platt	☐ ☐ Tillman
☐ ☐ Flower	☐ ☐ Porter	☐ ☐ Tobey
☐ ☐ Fortier	☐ Pugliaresi	- A Grooms
☐ ☐ Grimes	☐ ☐ Reger	0 0
INFORMATION Green  Carlucci (advan	Pearson ce) Powell (advance)	Secretariate Straff
COMMENTS		
6/4 NO ACTION	NECESSARY	

Logged By (H)

CONFIDENTIAL

OF CLASSIFIC Alb 3/13/1010 RECEIVED 20 MAY 87 14

TO

· CARLUCCI

FROM WALLIS, A

DOCDATE 19 MAY 87

KEYWORDS: VENICE SUMMIT

ECONOMICS

SUBJECT: SUBSTANTIVE PREPARATION FOR VENICE ECONOMIC SUMMIT /

15 - 17 MTG

ACTION: PREPARE MEMO FOR CARLUCCI DUE:

STATUS C FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

DANZANSKY

BATJER

ERMARTH

KELLY, B

COBB

SOMMER

GROOMS

GREEN

COMMENTS

REF#

LOG

NSCIFID ( DR TC )

ACTION REQUIRED DUE COPIES TO ACTION OFFICER (S) ASSIGNED

DISPATCH

W/ATTCH FILE (C)

THE WHITE HOUSE WASHINGTON June 22, 1987 MEMORANDUM FOR THE HONORABLE GEORGE P. SHULTZ The Secretary of State THE HONORABLE JAMES A. BAKER, III The Secretary of the Treasury THE HONORABLE M. PETER MCPHERSON Administrator, Agency for International

Development

SUBJECT:

Venice Follow-up on African Debt

As you know, the Venice Communique welcomed the proposals of some Summit leaders on resolving the problems of the poorest countries and the Camdessus proposal "for a significant increase in the resources of the Structural Adjustment Facility." It also called for discussions on these proposals to be completed within this

I believe the Administration should begin immediately evaluating these proposals and ways of implementing those worthy of support. I suggest that the DAS-level interagency group on African debt, created last February, be charged with examining the Camdessus proposal and preparing an options paper by the end of July. The paper will also support the work of the interagency Coordinating Committee for Sub-Saharan Africa, which will hold its initial meeting shortly under Peter McPherson's chairmanship.

Frank C. Carlucci

The Honorable James C. Miller Director, Office of Management and Budget

N5048104685

SIGNED

## NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

June 19, 1987

ACTION

FROM:

MEMORANDUM FOR FRANK C. CARLUCCI

STEPHEN I. DANZANSKY

HERMAN J. COHEN

SUBJECT: Venice Follow-up on African Debt

The Venice Summit communique includes an agreement that Summit countries should seek ways to help relieve the debt problems of the poorest countries, primarily in Sub-Saharan Africa. For countries undertaking adjustment efforts, Summit leaders agreed that their countries should:

- o Consider lowering interest rates on existing debt, and
- o Extend grace and repayment periods, especially in the Paris Club.

The communique also welcomes "the various proposals made in this area by some of us and also the proposal by the Managing Director of the IMF for a significant increase in the resources of the Structural Adjustment Facility over the three years from January 1, 1988. We urge a conclusion on discussions on these proposals within this year."

It is important that we press ahead for early and significant progress on African debt. There has been some slippage among good-performing countries in the last few weeks. Zambia has abandoned efforts to reach agreement with the IMF and World Bank, and has turned away from market-oriented policies. The Ivory Coast, a free-market model for Africa, which has not been an aid recipient, has announced that it will no longer meet its debt obligations. In spite of following the right policies, both countries were facing a net resource outflow after the bills were paid. There are several other countries which will soon be in the same position. If the good performers abandon the fight, what can we expect of the others?

Paris Club reforms agreed to at Venice are well underway and will provide some limited relief. The main issue for follow-up is the expansion of the IMF's Structural Adjustment Facility (SAF), which provides long-term concessional loans to poor countries that undertake economic reforms. About \$3-3.5 billion will be available through the SAF between now and 1991. Michael Camdessus wants to triple the SAF, primarily because the IMF has about \$8 billion in repayments coming due from Sub-Saharan Africa over that period. The repayments are a result of medium-term

loans made by the IMF on hard terms during the late 1970's and the early 1980's -- mostly at the insistence of the U.S. and other member countries.

There are three main ways that the SAF could be enlarged: 1) by pro rata subscriptions from IMF member countries, 2) by voluntary contributions, and 3) by sale of IMF-held gold. For all practical purposes, the U.S. cannot support Option 1 as long as so many existing international obligations (such as IDA replenishment) are unmet. Therefore, we must decide between telling Camdessus to pass the hat among surplus countries (Japan, Germany, Taiwan, Korea, etc.) and selling some IMF gold -- or possibly a combination of these two approaches. Both options have drawbacks. The target of concluding discussions on these proposals "within this year" means that a U.S. position will be needed at the annual meetings of the IMF and World Bank during the last week of September. Allowing for summer vacation slippage, it would be well to press for interagency consideration now.

Bob Dean concurs.

#### RECOMMENDATION:

That you sign the attached memorandum to Secretaries Shultz and Baker and AID Administrator McPherson (Tab I) recommending that the interagency group on African debt (created at the February international economic policy breakfast) be asked to provide an options paper by the end of July.

Approve \_\_\_\_\_ Disapprove \_\_\_\_

Attachment

Tab I M

Memo to Shultz/Baker/McPherson

Prepared by: Stephen Farrar Alison Rosenberg

DOCUMENT CLASSIFICATION: . TOP SE	CRET	SECRET	□ con	FIDENTIAL	NCLASSIFIED
EXTERNAL DISTRIBUTION:	#CYS	Date	Time	Receive	ed/Signed for By:
THE VICE PRESIDENT			-		
THE SECRETARY OF STATE Exec. sec/Room 7241	Origina	1			
THE SECRETARY OF THE TREASURY Main Bidg/Room 3422					
HE SECRETARY OF DEFENSE The Pentagon					
DIRECTOR, ACDA Room 5933/Dept. of State					
HAIRMAN US START DELEGATION % ACDA, 5933 State					
HAIRMAN US INF DELEGATION % ACDA, 5933 State					
DIRECTOR, CIA Langley, VA					
HAIRMAN, JCS The Pentagon					
DIRECTOR, OMB Room 252 OEOB	1				
J.S. REPRESENTATIVE TO UNITED NATIONS Room 6333, State Dept.					
HE SECRETARY OF COMMERCE 14th & Const. Ave. NW, Room 5851					
HE SECRETARY OF ENERGY GA257, Forrestal Bidg.					
PIRECTOR, AID Room 5942, Dept. of State		(d)2187	2408	Susan	C. Brunner
HE ATTORNEY GENERAL Dept. of Justice, Room 5119		77.	•		
DIRECTOR, OSTP Room 360, OEOB					
DIRECTOR, USIA 400 C Street, S.W., Room 800					
HE SECRETARY OF THE INTERIOR 18th & E. Street N.W., Room 6151					
HE SECRETARY OF AGRICULTURE Independence & 14th S.W., Room 200A					
INITED STATES TRADE REPRESENTATIVE Room 209 Winder Bldg. 17 & F St. NW					
HE DIRECTOR, FEMA 1500 C Street, Room 828					
DIRECTOR, DMSPA Room 3E813, Pentagon					
HE SECRETARY OF TRANSPORTATION 400 7th Street S.W.				·	
MANAGER, NATL COMMUNICATIONS YSTEM (NCS), Room 4125 8th & SO Courthouse Rd., Arlington, VA					
HE SECRETARY OF HHS 200 Independence Avenue, NW, Room 615F					
HE SECRETARY OF HUD 451 7th Street SW, Room 10000					
HE SECRETARY OF EDUCATION					

## WASHFAX RECEIPT

THE WHITE HOUSE

87-JUN 22 - P 2

57

	CLASSIFICATION	. <u> </u>	IPP999		PAGES	1
FROM GRANT S.	GREEN, JR.	456-222	24	EXECUT	IVE SECR	ETAF
(NAME	)	(EXTEN	SION)	( ROO	M NUMBER	.)
MESSAGE DESCRI	PTION Venice Follow-up	on Afri	can Debt			
					G: 4685	5
TO (AGENCY)	DELIVER TO:	. <u>D</u>	EPT/ROOM	NO.	EXTENSIO	N
STATE	MELVYN LEVITSKY	<u>E</u>	XEC SEC			
TREASURY	ROBERT B. ZOELLICK	Е	XEC SEC			
						_
REMARKS						

Log Number\_ June 22, 1987

DOCUMENT CLASSIFICATION: . TOP SE	CRET	SECRET	☐ CONF	FIDENTIAL	NCLASSIFIED
XTERNAL DISTRIBUTION:	#CYS	Date	Time	Receive	ed/Signed for By:
HE VICE PRESIDENT					
te Secretary OF STATE  Exec. sec/Room 7241	Original				
E SECRETARY OF THE TREASURY					
Main Bldg/Room 3422 IE SECRETARY OF DEFENSE The Pentagon					
RECTOR, ACDA Room 5933/Dept. of State					
AIRMAN US START DELEGATION % ACDA, 5933 State					
IAIRMAN US INF DELEGATION % ACDA, 5933 State					
RECTOR, CIA Langley, VA					
IAIRMAN, JCS The Pentagon					
RECTOR, OMB Room 252 OEOB	1				
REPRESENTATIVE TO UNITED NATIONS Room 6333, State Dept.					
E SECRETARY OF COMMERCE 14th & Const. Ave. NW, Room 5851					
E SECRETARY OF ENERGY GA257, Forrestal Bldg.					
ECTOR, AID Room 5942, Dept. of State	1				
E ATTORNEY GENERAL Dept. of Justice, Room 5119					
RECTOR, OSTP Room 360, OEO8					
RECTOR, USIA 400 C Street, S.W., Room 800					
E SECRETARY OF THE INTERIOR 18th & E. Street N.W., Room 6151					
E SECRETARY OF AGRICULTURE Independence & 14th S.W., Room 200A					
liteD STATES TRADE REPRESENTATIVE Room 209 Winder Bldg. 17 & F St. NW					
E DIRECTOR, FEMA 1500 C Street, Room 828					
RECTOR, DMSPA Room 3E813, Pentagon					
E SECRETARY OF TRANSPORTATION 400 7th Street S.W.				•	
ANAGER, NATL COMMUNICATIONS STEM (NCS), Room 4125 8th & SO Courthouse Rd., Arlington, VA					
E SECRETARY OF HHS 200 Independence Avenue, NW, Room 615F					
E SECRETARY OF HUD 451 7th Street SW, Room 10000					
E SECRETARY OF EDUCATION 400 Maryland Avenue, SW, Room 4181					

DOCUMENT CLASSIFICATION:	TOP SECRET	SECRET	CONF	IDENTIAL	NCLASSIFIED
EXTERNAL DISTRIBUTION:	#CYS	Date	Time	Receiv	ed/Signed for By:
THE VICE PRESIDENT				-	
THE SECRETARY OF STATE Exec. sec/Room 7241	Origin	nal 6/22/8	7 2:52 pm	Chau	la Mackso
THE SECRETARY OF THE TREASURY Main Bldg/Room 3422					
THE SECRETARY OF DEFENSE The Pentagon					
DIRECTOR, ACDA Room 5933/Dept. of State					
HAIRMAN US START DELEGATION % ACDA, 5933 State					
CHAIRMAN US INF DELEGATION % ACDA, 5933 State					
DIRECTOR, CIA Langley, VA		·			
CHAIRMAN, JCS The Pentagon					
DIRECTOR, OMB Room 252 OEOB	1				
J.S. REPRESENTATIVE TO UNITED NATIONS Room 6333, State Dept.					
"HE SECRETARY OF COMMERCE 14th & Const. Ave. NW, Room 5851					
HE SECRETARY OF ENERGY GA257, Forrestal Bidg.					
DIRECTOR, AID Room 5942, Dept. of State	1				
THE ATTORNEY GENERAL Dept. of Justice, Room 5119					
DIRECTOR, OSTP Room 360, OEOB					
DIRECTOR, USIA 400 C Street, S.W., Room 800		_			
THE SECRETARY OF THE INTERIOR 18th & E. Street N.W., Room 6151					
HE SECRETARY OF AGRICULTURE independence & 14th S.W., Room 200A					
JNITED STATES TRADE REPRESENTATIVE Room 209 Winder Bldg. 17 & F St. NW					
HE DIRECTOR, FEMA 1500 C Street, Room 828		1			
DIRECTOR, DMSPA Room 3E813, Pentagon					
THE SECRETARY OF TRANSPORTATION 400 7th Street S.W.					
MANAGER, NATL COMMUNICATIONS LYSTEM (NCS), Room 4125 8th & SO Courthouse Rd., Arlington, VA					
THE SECRETARY OF HHS 200 Independence Avenue, NW, Room 6	15F				
HE SECRETARY OF HUD 451 7th Street SW, Room 10000					
HE SECRETARY OF EDUCATION 400 Maryland Avenue, SW, Room 4181					

DOCUMENT CLASSIFICATION:	SECRET	SECRET		ONFIDENTIAL PUNCLASSIFIED
EXTERNAL DISTRIBUTION:	#CYS	Date	Time	Received/Signed for By:
THE VICE PRESIDENT				
THE SECRETARY OF STATE  Exec. sec/Room 7241	Origina	1		
HE SECRETARY OF THE TREASURY		-		
Main Bidg/Room 3422 'HE SECRETARY OF DEFENSE The Pentagon				
DIRECTOR, ACDA Room 5933/Dept. of State				
CHAIRMAN US START DELEGATION % ACDA, 5933 State				
CHAIRMAN US INF DELEGATION % ACDA, 5933 State				
DIRECTOR, CIA Langley, VA				
EHAIRMAN, JCS The Pentagon				
DIRECTOR, OMB Room 252 OEOB	( 1	6/22/87	1:15	martom. Black
J.S. REPRESENTATIVE TO UNITED NATIONS Room 6333, State Dept.		1-1-1-		
HE SECRETARY OF COMMERCE 14th & Const. Ave. NW, Room 5851				
HE SECRETARY OF ENERGY GA257, Forrestal Bldg.				
RECTOR, AID Room 5942, Dept. of State	1			
HE ATTORNEY GENERAL Dept. of Justice, Room 5119				
RECTOR, OSTP Room 360, OEOB				
DIRECTOR, USIA 400 C Street, S.W., Room 800				
HE SECRETARY OF THE INTERIOR  18th & E. Street N.W., Room 6151				
HE SECRETARY OF AGRICULTURE Independence & 14th S.W., Room 200A				
INITED STATES TRADE REPRESENTATIVE Room 209 Winder Bldg. 17 & F St. NW				
HE DIRECTOR, FEMA I500 C Street, Room 828				
RECTOR, DMSPA Room 3E813, Pentagon				
HE SECRETARY OF TRANSPORTATION 400 7th Street S.W.				
MANAGER, NATL COMMUNICATIONS YSTEM (NCS), Room 4125 8th & SO Courthouse Rd., Arlington, VA				
HE SECRETARY OF HHS 200 Independence Avenue, NW, Room 615F				
HE SECRETARY OF HUD 451 7th Street SW, Room 10000				
HE SECRETARY OF EDUCATION 400 Maryland Avenue, SW, Room 4181				

Log Number 4685

Date June 22, 1987

OCCUMENT CLASSIFICATION: TOP SECR	RET	SECRET	□ cor	NFIDENTIAL	INCLASSIFIED
KTERNAL DISTRIBUTION:	#CYS	Date	Time	Receive	ed/Signed for By:
E VICE PRESIDENT					
E SECRETARY OF STATE Exec. sec/Room 7241	Origina	1 2/2487	7 [4.3]	Muse	e Volas
E SECRETARY OF THE TREASURY Main Bldg/Room 3422					
SECRETARY OF DEFENSE The Pentagon				-	
ECTOR, ACDA Room 5933/Dept. of State					
AIRMAN US START DELEGATION % ACDA, 5933 State					
AIRMAN US INF DELEGATION % ACDA, 5933 State					
ECTOR, CIA Langley, VA					
AIRMAN, JCS The Pentagon					
ECTOR, OMB Room 252 OEOB	1	6/m/8	120	mare	to M. Bla
REPRESENTATIVE TO UNITED NATIONS Room 6333, State Dept.					
SECRETARY OF COMMERCE 14th & Const. Ave. NW, Room 5851					
SECRETARY OF ENERGY GA257, Forrestal Bldg.				+1	
ECTOR, AID Room 5942, Dept. of State	1)	6/22/87	245	Parky	Musa
ATTORNEY GENERAL Dept. of Justice, Room 5119	$\leq$			V	
CTOR, OSTP Room 360, OEOB					
CTOR, USIA 00 C Street, S.W., Room 800					
SECRETARY OF THE INTERIOR 8th & E. Street N.W., Room 6151					
SECRETARY OF AGRICULTURE ndependence & 14th S.W., Room 200A					
TED STATES TRADE REPRESENTATIVE coom 209 Winder Bldg. 17 & F St. NW					
DIRECTOR, FEMA 500 C Street, Room 828					
ECTOR, DMSPA Room 3E813, Pentagon					
SECRETARY OF TRANSPORTATION 100 7th Street S.W.				,	
NAGER, NATL COMMUNICATIONS TEM (NCS), Room 4125 Ith & SO Courthouse Rd., Arlington, VA					
SECRETARY OF HHS 200 Independence Avenue, NW, Room 615F					
SECRETARY OF HUD 51 7th Street SW, Room 10000					
SECRETARY OF EDUCATION 00 Maryland Avenue, SW, Room 4181					

918: 87 17612

REMARKS

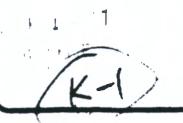
THE WHITE HOUSE

C

187 JUN 21 P1:15

MESSAGE NO. 2338 CLASSIFICATION\_ PAGES\_1 456-2224 EXECUTIVE SECRETARY FROM GRANT S. GREEN, JR. (ROOM NUMBER) (EXTENSION) (NAME) MESSAGE DESCRIPTION Venice Follow-up on African Debt 4685 LOG: DEPT/ROOM NO. KCI SKSTXS TO :AGENCY) DELIVER TO: EXEC SEC MELVYN LEVITSKY STATE EXEC SEC ROBERT B. ZOELLICK TREASURY

# THE WHITE HOUSE



MESSAGE NO. 2	338 CLASSIFICATION	watering; i	PAGES_1
FROM GRANT S.	GREEN, JR.	456-2224	(ROOM NUMBER)
MESSAGE DESCRIE	Venige Follow-up	on African Debt	LOG: 4685
TO (AGENCY)	DELIVER TO:	DEFT/ROOM N	"
STATE	MELVYN LEVITSKY	EXEC SEC	-
TREASURY	ROBERT B. ZOELLICK	EXEC SEC	
1		·	
	`		
			<del>-</del>
			-
REMARKS			

M

## National Security Council The White House

87.	JUN 19 P 5:	Package # DOCLOG <	4685 W NO
	SEQUENCE TO	HAS SEEN	DISPOSITION
Bill Courtney		0011	A
Marybel Batjer			
Grant Green	2	6	8
Colin Powell	3		
Paul Thompson			
Frank Carlucci	4		
Grant Green		11 00	
NSC Secretariat	_5_	6/22AC	- <u>D</u>
West Wing Desk			
Situation Room			
I = Information A = Action		•	No further Action
cc: VP Bak	er Othe	er	
COMMENTS	Should be seen	n by:	Pate/Time)

NSC/S PROFILE UNCLASSIFIED ID 8704685 RECEIVED 19 JUN 87 17 TO FROM DANZANSKY DOCDATE 19 JUN 87 CARLUCCI COHEN 19 JUN 87 22 JUN 87 CARLUCCI AFRICA KEYWORDS: VENICE SUMMIT IMF SUBJECT: VENICE FOLLOW-UP ON AFRICAN DEBT ACTION: FOR SIGNATURE DUE: 23 JUN 87 STATUS C FILES WH FOR CONCURRENCE FOR INFO FOR ACTION

COMMENTS

CARLUCCI

REF#	LOG	NSCIFID	( CF TC )
ACTION OFFICE	C 4hr Carly	etion required due	Chm HC
DISPATCH		W/ATTCH	FILE (C)

WASHINGTON

June 7, 1987 F6006-12

ACTION

MEMORANDUM FOR THE PRESIDENT

FROM:

HOWARD H. BAKER. JR. L. Of HIB FRANK C. CARLUCCI

SUBJECT:

Briefing Material for Venice Economic Summit:

Economic Growth

Issue

Whether to lead discussion during the first morning session of the Venice Economic Summit, Tuesday, June 9, on the topic of economic growth.

#### Background

As a result of the meetings you had with your economic advisors on May 26 and June 1 on Venice Summit issues, your Summit Sherpas have prepared talking points for your use on the first morning session in Venice. These talking points are in addition to the materials already in your briefing books, but relate to the discussions led by Secretaries Shultz and Baker in your briefing sessions. This issue will be discussed further at your working lunch with advisors in Venice on Monday, June 8.

#### Discussion

Maintaining worldwide economic growth is the key ingredient to resolving economic challenges facing the West, including external imbalances and debt problems. Focusing your remarks on the need to promote world growth through stimulation and "supply side" policies could be instrumental in obtaining U.S. objectives on the growth issue.

#### Recommendation

That you use the attached talking points (Tab A) on Economic Growth at the first session of the Venice Economic Summit on Tuesday, June 9.

Attachment

Tab A

Talking Points

Prepared by: Alexander H. Platt

NSC#8704852

#### Talking Points on Economic Growth

- Although the world economy has been doing well recently (inflation down, real growth resumed), several problems threaten this progress: growth flat in Japan and Europe, signs of inflation in U.S. Big trade imbalances fuel protectionist sentiments that could disrupt world trade.
- -- High unemployment rates in some of our countries must not creep even higher. Developing countries need trade expansion to help pay their debts and to grow faster.
- -- World prosperity and growth are at risk, though there are opportunities for faster growth and new technology. So we have to work together. We need to look at "supply-side" growth potential and at the demand side.
- -- Winding down our external and internal imbalances may take several years, and we all agree that reducing them is a major goal. Reductions are needed to resist protectionist pressures. Unless we take policy actions to stimulate growth, markets will impose their own solutions.
- -- Supply-side policies improve incentives, reduce government interference and barriers to growth, and thus create jobs.

  The OECD's work on reform of microeconomic policies is an excellent beginning. We should support and encourage it.

- Examples of supply-side problems: labor markets distorted by generous, costly unemployment insurance and restrictions on hiring and firing. These discourage firms from offering new jobs, reduce labor mobility and drag growth rates down.
- -- The most needed tax reforms are lower marginal rates and lower corporate taxes.
- -- Other good steps: eliminate subsidies to failing industries, deregulate, and divest public enterprises.
- -- Two other familiar examples: agricultural reform and the removal of barriers to international trade.
- -- All our countries have made beginnings in these directions.

  We must continue. The long-term payoff should be dramatic.
- I remember protectionist legislation of the thirties, and do not want a repeat. I will resist vigorously protectionist legislation.
- The best way to reduce imbalances is stronger world growth.

  It will also help LDC debtors. I commend Prime Minister

  Nakasone for the economic stimulus action he has recently announced.
- -- We need to make clear our political commitment to stronger growth. Our Finance Ministers set out the right goals in

meetings at the Louvre, at Washington, D.C., and at the OECD. We should reaffirm our commitment to advance these goals.

- -- In addition, we should state clearly and publicly that we stand ready to take additional policy actions to stimulate our economies if growth rates look inadequate.
- -- We need to look at "supply-side" growth potential as well as at the demand side.

- ALTHOUGH THE WORLD ECONOMY HAS BEEN DOING WELL RECENTLY (INFLATION DOWN, REAL GROWTH RESUMED), SEVERAL PROBLEMS THREATEN THIS PROGRESS: GROWTH FLAT IN JAPAN AND EUROPE, SIGNS OF INFLATION IN U.S. BIG TRADE IMBALANCES FUEL PROTECTIONIST SENTIMENTS THAT COULD DISRUPT WORLD TRADE.
- HIGH UNEMPLOYMENT RATES IN SOME OF OUR COUNTRIES MUST NOT CREEP EVEN HIGHER. DEVELOPING COUNTRIES NEED TRADE EXPANSION TO HELP PAY THEIR DEBTS AND TO GROW FASTER.
- WORLD PROSPERITY AND GROWTH ARE AT RISK, THOUGH THERE ARE OPPORTUNITIES FOR FASTER GROWTH AND NEW TECHNOLOGY. SO WE HAVE TO WORK TOGETHER. WE NEED TO LOOK AT "SUPPLY-SIDE" GROWTH POTENTIAL AND AT THE DEMAND SIDE.
- WINDING DOWN OUR EXTERNAL AND INTERNAL IMBALANCES MAY TAKE SEVERAL YEARS, AND WE ALL AGREE THAT REDUCING THEM IS A MAJOR GOAL. REDUCTIONS ARE NEEDED TO RESIST PROTECTIONIST PRESSURES. UNLESS WE TAKE POLICY ACTIONS TO STIMULATE GROWTH, MARKETS WILL IMPOSE THEIR OWN SOLUTIONS.

2 of 3

- -- SUPPLY-SIDE POLICIES IMPROVE INCENTIVES, REDUCE GOVERNMENT INTERFERENCE AND BARRIERS TO GROWTH, AND THUS CREATE JOBS. THE OECD'S WORK ON REFORM OF MICROECONOMIC POLICIES IS AN EXCELLENT BEGINNING. WE SHOULD SUPPORT AND ENCOURAGE IT.
- EXAMPLES OF SUPPLY-SIDE PROBLEMS: LABOR MARKETS DISTORTED BY GENEROUS, COSTLY UNEMPLOYMENT INSURANCE AND RESTRICTIONS ON HIRING AND FIRING. THESE DISCOURAGE FIRMS FROM OFFERING NEW JOBS, REDUCE LABOR MOBILITY, AND DRAG GROWTH RATES DOWN.
- -- THE MOST NEEDED TAX REFORMS ARE LOWER MARGINAL RATES AND LOWER CORPORATE TAXES.
- -- OTHER GOOD STEPS: ELIMINATE SUBSIDIES TO FAILING INDUSTRIES, DEREGULATE, AND DIVEST PUBLIC ENTERPRISES.
- TWO OTHER FAMILIAR EXAMPLES: AGRICULTURAL REFORM AND THE REMOVAL OF BARRIERS TO INTERNATIONAL TRADE.
- ALL OUR COUNTRIES HAVE MADE BEGINNINGS IN THESE DIRECTIONS. WE MUST CONTINUE. THE LONG-TERM PAYOFF SHOULD BE DRAMATIC.

3 of 3

- -- I REMBER PROTECTIONIST LEGISLATION OF THE THIRTIES, AND DO NOT WANT A REPEAT. I WILL RESIST VIGOROUSLY PROTECTIONIST LEGISLATION.
- -- THE BEST WAY TO REDUCE IMBALANCES IS STRONGER WORLD GROWTH.
  IT WILL ASO HELP LDC DEBTORS. I COMMEND PRIME MINISTER
  NAKASONE FOR THE ECONOMIC STIMULUS ACTION HE HAS RECENTLY
  ANNOUNCED.
- -- WE NEED TO MAKE CLEAR OUR POLITICAL COMMITMENT TO STRONGER GROWTH. OUR FINANCE MINISTERS SET OUT THE RIGHT GOALS IN MEETINGS AT THE LOUVRE, AT WASHINGTON, D.C., AND AT THE OECD. WE SHOULD REAFFIRM OUR COMMITMENT TO ADVANCE THESE GOALS.
- -- IN ADDITION, WE SHOULD STATE CLEARLY AND PUBLICLY THAT WE STAND READY TO TAKE ADDITIONAL POLICY ACTIONS TO STIMULATE OUR ECONOMIES IF GROWTH RATES LOOK INADEQUATE.
- -- WE NEED TO LOOK AT "SUPPLY-SIDE" GROWTH POTENTIAL AS WELL AS AT THE DEMAND SIDE.

June 6, 1987

ACTION

MEMORANDUM FOR HOWARD H. BAKER, JR.

FRANK C. CARLUCCI

FROM:

TETHEN I. DANZANSKY

SUBJECT:

Briefing Material for President: Economic

Growth Topic

Additional briefing material for the Venice Economic Summit has been prepared by the Sherpas to follow up on the meetings with the President on economic issues on May 26 and June 1. The new material addresses the topic of Economic Growth, on which it is recommended the President may wish to lead discussion during the first session of the Summit on Tuesday, June 9. Treasury and State have cleared.

Attached for your signatures is a memorandum to the President (Tab I) forwarding the Economic Growth topic talking points and 5 x 8 cards for use on Tuesday morning.

#### **RECOMMENDATION:**

That you sign the memorandum to the President at Tab I.

Approve		Disapprove	
The same of			
Attachments			
Tab I	Memo to	President	
	Tab A	Talking Points	
	Tab B	5 x 8 cards	

Prepared by: Alexander H. Platt

#### Talking Points on Economic Growth

- Although the world economy has been doing well recently (inflation down, real growth resumed), several problems threaten this progress: growth flat in Japan and Europe, signs of inflation in U.S. Big trade imbalances fuel protectionist sentiments that could disrupt world trade.
- -- High unemployment rates in some of our countries must not creep even higher. Developing countries need trade expansion to help pay their debts and to grow faster.
- -- World prosperity and growth are at risk, though there are opportunities for faster growth and new technology. So we have to work together. We need to look at "supply-side" growth potential and at the demand side.
- -- Winding down our external and internal imbalances may take several years, and we all agree that reducing them is a major goal. Reductions are needed to resist protectionist pressures. Unless we take policy actions to stimulate growth, markets will impose their own solutions.
- -- Supply-side policies improve incentives, reduce government interference and barriers to growth, and thus create jobs.

  The OECD's work on reform of microeconomic policies is an excellent beginning. We should support and encourage it.

- Examples of supply-side problems: labor markets distorted by generous, costly unemployment insurance and restrictions on hiring and firing. These discourage firms from offering new jobs, reduce labor mobility and drag growth rates down.
- -- The most needed tax reforms are lower marginal rates and lower corporate taxes.
- Other good steps: eliminate subsidies to failing industries, deregulate, and divest public enterprises.
- -- Two other familiar examples: agricultural reform and the removal of barriers to international trade.
- -- All our countries have made beginnings in these directions.

  We must continue. The long-term payoff should be dramatic.
- I remember protectionist legislation of the thirties, and do not want a repeat. I will resist vigorously protectionist legislation.
- -- The best way to reduce imbalances is stronger world growth.

  It will also help LDC debtors. I commend Prime Minister

  Nakasone for the economic stimulus action he has recently

  announced.
- -- We need to make clear our political commitment to stronger growth. Our Finance Ministers set out the right goals in

meetings at the Louvre, at Washington, D.C., and at the OECD. We should reaffirm our commitment to advance these goals.

- -- In addition, we should state clearly and publicly that we stand ready to take additional policy actions to stimulate our economies if growth rates look inadequate.
- -- We need to look at "supply-side" growth potential as well as at the demand side.

- -- ALTHOUGH THE WORLD ECONOMY HAS BEEN DOING WELL RECENTLY (INFLATION DOWN, REAL GROWTH RESUMED), SEVERAL PROBLEMS THREATEN THIS PROGRESS: GROWTH FLAT IN JAPAN AND EUROPE, SIGNS OF INFLATION IN U.S. BIG TRADE IMBALANCES FUEL PROTECTIONIST SENTIMENTS THAT COULD DISRUPT WORLD TRADE.
- -- HIGH UNEMPLOYMENT RATES IN SOME OF OUR COUNTRIES MUST NOT CREEP EVEN HIGHER. DEVELOPING COUNTRIES NEED TRADE EXPANSION TO HELP PAY THEIR DEBTS AND TO GROW FASTER.
- -- WORLD PROSPERITY AND GROWTH ARE AT RISK, THOUGH THERE ARE OPPORTUNITIES FOR FASTER GROWTH AND NEW TECHNOLOGY. SO WE HAVE TO WORK TOGETHER. WE NEED TO LOOK AT "SUPPLY-SIDE" GROWTH POTENTIAL AND AT THE DEMAND SIDE.
- -- WINDING DOWN OUR EXTERNAL AND INTERNAL IMBALANCES MAY TAKE SEVERAL YEARS, AND WE ALL AGREE THAT REDUCING THEM IS A MAJOR GOAL. REDUCTIONS ARE NEEDED TO RESIST PROTECTIONIST PRESSURES. UNLESS WE TAKE POLICY ACTIONS TO STIMULATE GROWTH, MARKETS WILL IMPOSE THEIR OWN SOLUTIONS.

2 of 3

- -- SUPPLY-SIDE POLICIES IMPROVE INCENTIVES, REDUCE GOVERNMENT INTERFERENCE AND BARRIERS TO GROWTH, AND THUS CREATE JOBS. THE OECD'S WORK ON REFORM OF MICROECONOMIC POLICIES IS AN EXCELLENT BEGINNING. WE SHOULD SUPPORT AND ENCOURAGE IT.
- -- EXAMPLES OF SUPPLY-SIDE PROBLEMS: LABOR MARKETS DISTORTED BY GENEROUS, COSTLY UNEMPLOYMENT INSURANCE AND RESTRICTIONS ON HIRING AND FIRING. THESE DISCOURAGE FIRMS FROM OFFERING NEW JOBS, REDUCE LABOR MOBILITY, AND DRAG GROWTH RATES DOWN.
- -- THE MOST NEEDED TAX REFORMS ARE LOWER MARGINAL RATES AND LOWER CORPORATE TAXES.
- -- OTHER GOOD STEPS: ELIMINATE SUBSIDIES TO FAILING INDUSTRIES, DEREGULATE, AND DIVEST PUBLIC ENTERPRISES.
- -- TWO OTHER FAMILIAR EXAMPLES: AGRICULTURAL REFORM AND THE REMOVAL OF BARRIERS TO INTERNATIONAL TRADE.
- -- ALL OUR COUNTRIES HAVE MADE BEGINNINGS IN THESE DIRECTIONS. WE MUST CONTINUE. THE LONG-TERM PAYOFF SHOULD BE DRAMATIC.

3 of 3

- -- I REMBER PROTECTIONIST LEGISLATION OF THE THIRTIES, AND DO NOT WANT A REPEAT. I WILL RESIST VIGOROUSLY PROTECTIONIST LEGISLATION.
- -- THE BEST WAY TO REDUCE IMBALANCES IS STRONGER WORLD GROWTH.
  IT WILL ASO HELP LDC DEBTORS. I COMMEND PRIME MINISTER
  NAKASONE FOR THE ECONOMIC STIMULUS ACTION HE HAS RECENTLY
  ANNOUNCED.
- -- WE NEED TO MAKE CLEAR OUR POLITICAL COMMITMENT TO STRONGER GROWTH. OUR FINANCE MINISTERS SET OUT THE RIGHT GOALS IN MEETINGS AT THE LOUVRE, AT WASHINGTON, D.C., AND AT THE OECD. WE SHOULD REAFFIRM OUR COMMITMENT TO ADVANCE THESE GOALS.
- -- IN ADDITION, WE SHOULD STATE CLEARLY AND PUBLICLY THAT WE STAND READY TO TAKE ADDITIONAL POLICY ACTIONS TO STIMULATE OUR ECONOMIES IF GROWTH RATES LOOK INADEQUATE.
- -- WE NEED TO LOOK AT "SUPPLY-SIDE" GROWTH POTENTIAL AS WELL AS AT THE DEMAND SIDE.

National Security Council The White House

	The White H	louse	
		System #	11252
		Package #	4252
		DOCLOG	A/O
	SEQUENCE TO	HAS SEEN	DISPOSITION
Bob Pearson		-	
Grant Green			
Colin Powell			
Paul Thompson	<u> </u>		
Frank Carlucci			
Grant Green			
Situation Room			
NSC Secretariat			
= Information A = Action	R = Retain	D = Dispatch N =	No further Action
COMMENTS	Should be s	*	/ (Date/Time)
Not	yet	in act	loclog.
No of	furthe	- act	tion
regili	red.		

NSC/S PROFILE UNCLASSIFIED

ID 8704252

RECEIVED 15 JUN 87 19

TO

PRESIDENT

FROM CARLUCCI

DOCDATE 07 JUN 87

BAKER, H

07 JUN 87

DANZANSKY

06 JUN 87

KEYWORDS: VENICE SUMMIT

SUBJECT: BRIEFING MATERIAL FOR VENICE ECONOMIC SUMMIT

ACTION: PRES APPROVED RECOM

DUE:

STATUS C FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

COMMENTS

REF#

LOG

NSCIFID (IB )

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO C/18 her approved serom CARON /SO/AIM

DISPATCH W/ATTCH FILE (C)



### U.S. National Archives & Records Administration

#### **Current Status Details** for SECL RECID: 475110SS **MAIN SUBCODE: FO006-12**

Current Status	Not in File
User Name	dbarrie
Status Date	2020-04-02
Case Number	F16-011
Notes	

Change Status	Close Window
---------------	--------------

#### **Review Status History**

<u>No.</u>	<u>Status</u>	<u>Date</u>	<u>User</u>	Case Number	<u>Notes</u>	
1	Not in File	2020-04-02	dharrie	F16-011		

THE WHITE HOUSE WASHINGTON

June 23, 1987

Dear Allen:

As in past years, the success of the United States at the 1987 Economic Summit was due in large measure to the hard work and care that was put into the Summit preparation process. As my Personal Representative for the Venice Summit, a role you have held with distinction since the 1983 Summit in Williamsburg, I congratulate you on your key contributions to our effort to achieve U.S. objectives at Venice. I consider this year's Economic Summit an important milestone in advancing this Administration's economic policy goals and believe that we should all reflect with pride upon our accomplishments

Thank you for your assistance.

Rose Cago

The Honorable Allen Wallis Under Secretary for Economic Affairs Department of State Washington, D.C. 20520

47522055 870624

REFERRAL

DATE: 23 JUN 87

MEMORANDUM FOR: WH STRIPPING DESK

DOCUMENT DESCRIPTION:

TO: WALLIS, A

· SOURCE: PRESIDENT

DATE: 23 JUN 87

KEYWORDS: VENICE SUMMIT

WALLIS, A

SUBJ:

REQUIRED ACTION: FOR DISPATCH

DUEDATE:

COMMENTS:

FOR GRANT S. GREEN, JR.

EXECUTIVE SECRETARY

THE WHITE HOUSE
WASHINGTON

June 26, 1987

Dear Ms. Grooms:

I would like to express my appreciation for your valuable contribution to our preparation for the 1987 Economic Summit in Venice. The job of making certain that the people of the world know and understand our objectives and accomplishments is one of the most important elements of a successful Summit. You and your public diplomacy team played a crucial role in getting our story out and should take particular pride in the part you played in making the United States' participation at the Summit a success.

Thank you for your assistance.

Sincerely,

Ms. Sally Grooms
Public Affairs Officer
American Embassy -- USIS
P.O. Box 3087
Laredo, Texas 78044

870629

47522755

REFERRAL

DATE: 26 JUN 87

MEMORANDUM FOR: WHITE HOUSE STRIPPING DESK

OCUMENT DESCRIPTION: TO: CARLUCCI

SOURCE: GROOMS

DATE: 15 JUN 87

KEYWORDS: PUBLIC DIPLOMACY VENICE SUMMIT

SUBJ: CLOSING OF PUBLIC DIPLOMACY OFFICES 15 JUN

REQUIRED ACTION: FOR DISPATCH

DUEDATE: 29 JUN 87

COMMENTS:

GRANT S. GREEN, JR.

EXECUTIVE SECRETARY

9/21



## THE WHITE HOUSE WASHINGTON

475821 475821 F0006-12 PR001 F0005-03

June 26, 1987

Dear Ms. Grooms:

I would like to express my appreciation for your valuable contribution to our preparation for the 1987 Economic Summit in Venice. The job of making certain that the people of the world know and understand our objectives and accomplishments is one of the most important elements of a successful Summit. You and your public diplomacy team played a crucial role in getting our story out and should take particular pride in the part you played in making the United States' participation at the Summit a success.

Thank you for your assistance.

Sincerely,

Ms. Sally Grooms
Public Affairs Officer
American Embassy -- USIS
P.O. Box 3087
Laredo, Texas 78044

475 22155

NSC#8104601

## THE WHITE HOUSE WASHINGTON

June 26, 1987

Dear Ken:

On behalf of the President, I would like to thank you for your valuable contribution to the President's preparation for the 1987 Venice Economic Summit. An important element of our success at a Summit is making certain that the full story of the President's objectives, and his achievements, is told to the world. As you know firsthand, this is painstaking work. Your assistance in getting the full story out was greatly appreciated, and you should take pride in the role you played in making the Venice Summit a success.

Sincerely,

Frank C. Carlucci

Mr. Kenneth Jarrett China Desk Officer EAP/C Department of State Washington, D.C. 20520

## THE WHITE HOUSE

June 26, 1987

Dear Jeremy:

On behalf of the President, I would like to thank you for your valuable contribution to the President's preparation for the 1987 Venice Economic Summit. An important element of our success at a Summit is making certain that the full story of the President's objectives, and his achievements, is told to the world. As you know firsthand, this is painstaking work. Your assistance in getting the full story out was greatly appreciated, and you should take pride in the role you played in making the Venice Summit a success.

Sincerely,

Frank C. Carlucci

Mr. Jeremy Curtin
Policy Guidance
Room 858
United States Information Agency
Washington, D.C. 20547

## THE WHITE HOUSE WASHINGTON

June 26, 1987

#### Dear Raz:

On behalf of the President, I would like to thank you for your valuable contribution to the President's preparation for the 1987 Venice Economic Summit. An important element of our success at a Summit is making certain that the full story of the President's objectives, and his achievements, is told to the world. As you know firsthand, this is painstaking work. Your assistance in getting the full story out was greatly appreciated, and you should take pride in the role you played in making the Venice Summit a success.

Sincerely,

Frank C. Carlucci

Mr. Razvigor Bazala
Policy Guidance
Room 858
United States Information Agency
Washington, D.C. 20547

#### THE WHITE HOUSE

WASHINGTON

June 26, 1987

#### Dear Kathrine:

On behalf of the President, I would like to thank you for your valuable contribution to the President's preparation for the 1987 Venice Economic Summit. An important element of our success at a Summit is making certain that the full story of the President's objectives, and his achievements, is told to the world. As you know firsthand, this is painstaking work. Your assistance in getting the full story out was greatly appreciated, and you should take pride in the role you played in making the Venice Summit a success.

Sincerely,

Frank C. Carlucci

Ms. Kathrine Papathanassiou German American Contacts Room 224 United States Information Agency Washington, D.C. 20547

## THE WHITE HOUSE WASHINGTON

June 26, 1987

Dear Gil:

On behalf of the President, I would like to thank you for your valuable contribution to the President's preparation for the 1987 Venice Economic Summit. An important element of our success at a Summit is making certain that the full story of the President's objectives, and his achievements, is told to the world. As you know firsthand, this is painstaking work. Your assistance in getting the full story out was greatly appreciated, and you should take pride in the role you played in making the Venice Summit a success.

Sincerely,

Frank C. Carlucci

Mr. Gilbert Callaway Chief, West Europe Branch Office of Research Room 368 United States Information Agency Washington, D.C. 20547

### THE WHITE HOUSE

WASHINGTON

but Jun 13

June 19, 1987

ACTION

MEMORANDUM FOR THE PRESIDENT

FROM:

FRANK C. CARLUCC

SUBJECT:

Letter of Appreciation to Sally Grooms

### Issue

Whether to sign the attached letter of appreciation (Tab A) to Ms. Sally Grooms, who served as the public diplomacy coordinator for the Venice Economic Summit.

### Facts

Sally Grooms, who is the public information officer at the U.S. Embassy in Mexico, came to the White House for several weeks to help prepare the public diplomacy program for the Venice Summit. Among her contributions to the Summit was the planning for the Worldnet speech on June 5, the preparation of the press book and overall coordination of our efforts to tell the Administration's story to the world audience. Sally also played a key role in the public diplomacy program for last year's Tokyo Summit.

The speechwriters have cleared the text of the letter.

### Recommendation

OK (

No

That you sign the attached letter to Sally Grooms (Tab A).

Attachment

Tab A

Letter to Sally Grooms

Prepared by: Alexander H. Platt

### NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

June 18, 1987

ACTION

MEMORANDUM FOR FRANK C. CARLUCCI

FROM:

STEPPEN 1. DANZANSKY

SUBJECT:

Letters of Appreciation to Sally Grooms

and Her Public Diplomacy Team

Attached for your signature is a memorandum to the President recommending that he sign a letter of appreciation to Sally Grooms for her work as public diplomacy coordinator for the Venice Economic Summit. Also attached are letters for your signature to Sally's public diplomacy team (detailed employees from USIA and State), who made an important contribution to the Summit effort.

### **RECOMMENDATION:**

That	you	sign	the	memorandum	to	the	President	at	Tab	I.
------	-----	------	-----	------------	----	-----	-----------	----	-----	----

Approve \_\_\_\_

That you sign the letters to the public diplomacy team at Tab II.

Attachments

Tab I

Memo to President

Tab A Letter to Sally Grooms

Tab II Letters to Public Diplomacy Team
Tab III Grooms Memo

Prepared by:

Alexander H. Platt

4607

#### NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

June 15, 1987

MEMORANDUM FOR FRANK C. CARLUCCI

FROM:

SALLY GROOMS

SUBJECT:

Closing of Public Diplomacy Offices

I am writing to let you know that as of close of business today, the offices of the Public Diplomacy Working Group, Room 460, OEOB, will cease. The members of the group return to their offices, Bazala, Callaway, Curtin and Papathanassiou to USIA and Jarrett to State. I will resume my duties at USIS Mexico City. The files (list attached) have been turned over to George van Eron for storage and possible use by the Public Diplomacy Working Group next year. All equipment, keys and materials have been returned to Mary Dix. EOB passes have been returned to the Office of Security.

I wish to take this opportunity to thank you and the staff of the National Security Council for the assistance offered. This close and harmonious working relationship made our input into the President's European Trip and the Venice Economic Summit an easier task.

Attachment List of Files

# PUBLIC DIPLOMACY WORKING GROUP FILES FOR THE TRIP OF PRESIDENT REAGAN FOR THE VENICE ECONOMIC SUMMIT, ROME, THE VATICAN, WEST BERLIN, AND BONN JUNE 3 - 12, 1987

CHRON - Incoming CHRON - Outgoing

**ABM** 

ADMINISTRATION - General

ADMINISTRATION Accreditation/Travel (Requests, Duties, etc.)

AGRICULTURE

AIDS

ALERT LIST (Daily)

ARMS CONTROL

BRIEFING BOOK - Italy/FRG

BRIEFING BOOK - Venice Economic Summit

(COPY OF COMPLETE BRIEFING BOOK)

BRIEFING PAPERS

CALENDAR

CHEMICAL WEAPONS (Conference on Disarmament - CD)

COMMERCE

CONCEPT PAPER & RESPONSES

CSCE

DECLARATION OF ECONOMIC SUMMIT, 6/10/87, Venice, Italy

DEFENSE, Dept. of

**DRUGS** 

ENVIRONMENTAL ISSUES

FIRST LADY - Calendar, Schedule, etc.

FOREIGN PRESS CENTER

GERMANY, FEDERAL REPUBLIC OF

**GUIDANCE** 

GUIDANCE & MISCELLANEOUS (For Future Summits)

TNF

INTERAGENCY PUBLIC DIPLOMACY MEETING, 4/27/87

ISSUES MATRIX

ITALY

JAPAN/NAKASONE

LYNG

MARSHALL PLAN EVENT - 6/1/87, White House, East Room

MARSHALL PLAN EVENT - 6/1/87, List of Invitees

MASTER CONTACT LIST

**MEDIA** 

MEDIA COVERAGE, REACTIONS

MEETINGS

MEMOS TO THE PRESIDENT

NATO

NEGATIVES LIST

NUCLEAR RISK REDUCTION CENTERS

OECD

POLITICAL ISSUES

### LIST OF FILES (Cont'd)

```
PRESIDENT'S MEETINGS
PRESS BOOK (Copy of press book used for trip)
PRESS CLIPPINGS
PRESS INTERVIEWS - ANSA
PRESS INTERVIEWS - Asahi Shimbun
PRESS INTERVIEWS - DPA
PRESS INTERVIEWS - Foreign Press
PRESS INTERVIEWS - Handelsblatt
PRESS - Journalists from Summit Countries & WH Travelling Press List
PREVIOUS SUMMITS
PRIVATE SECTOR INITIATIVE
PUBLIC AFFAIRS GUIDANCE
PUBLIC DIPLOMACY PLAN
PUBLIC DIPLOMACY WORKING GROUP - Initial Assignments
PUBLIC DIPLOMACY WORKING GROUP - Wrap-up Alert List
PUBLIC OPINION - USIA Research Reports
RADIO ADDRESSES - May 9
RADIO ADDRESSES - May 23
RADIO ADDRESSES - May 30
RADIO ADDRESSES - June 6
SCHEDULE
SDI
SHUTLZ, Secretary of State
SPEECHES - Status of
SPEECHES - Miscellaneous
SPEECHES - 4/27, SECDEF, San Francisco
SPEECHES - 4/27, PRESIDENT, U.S. Chamber of Commerce
SPEECHES - 5/25, SECDEF, Brussels, Belgium
SPEECHES - 6/1 , PRESIDENT, George C. Marhsall Month Declaration
                            White House, East Room
SPEECHES - 6/3 , PRESIDENT, Departure from White House
SPEECHES - 6/5 , PRESIDENT, Rome, Italy (not made)
SPEECHES - 6/5 , PRESIDENT, The Vatican
SPEECHES - 6/5 , PRESIDENT, Worldnet
SPEECHES - 6/12, PRESIDENT, Brandenburg Gate, West Berlin
SPEECHES - 6/12, PRESIDENT, Tempelhof Airport, West Berlin
SPEECHES - 6/12, PRESIDENT, Arrival in Bonn
SPEECHES - 6/12, PRESIDENT, Departure from Bonn
STATE DEPARTMENT
STATEMENTS, Economic Summit
TASKERS
TERRORISM
THEMES
TRADE
TREASURY (Secretary Baker)
USIA
USIA - VOA
USIA - Wireless File
USSR
VATICAN
WEINBERGER, Secretary of Defense
YEUTTER, USTR
```

TIME STAMP

## NATIONAL SECURITY COUNCIL EXECUTIVE SECRETARIAT STAFFING DOCUMENT

SYSTEM LOG NUMBER: 4607

87 JUN 17 P1: 15

	ACTION OFFICER: DANZANSKY DUE: 22 JUNE						
	☐ Prepare Memo For President		' [	Prepare Memo Green to Peterson / Murr			
	☐ Prepare Memo For Carlucci / Powe	ell	Appropriate Action				
	Prepare Memo		t	o			
-4	CONCURRENCES/COMMENTS*		PHONE* to ac	tion officer at ext. 3622			
	FYI	FY		FYI			
			Henhoeffer	☐ ☐ Rodman			
	☐ Bemis		Howard	☐ ☐ Rosenberg			
	☐ ☐ Brooks		Kelly, B.	Ross			
	□ □ Burns		Kelly, J.	□ □ Rostow			
	☐ ☐ Childress		Kimberling	☐ ☐ Saunders			
	□ □ Cobb		Kissell	□ □ Scharfen			
	□ □ Cockell		Kraemer	□ □ Smith			
	☐ ☐ Cohen		Linhard	□ □ Sommer			
	□ □ Collins	00	Mahley	□ □ Sorzano			
	□ □ Danzansky		Major	□ □ Steiner			
	☐ ☐ Dean, B.		Mathews	□ □ Stevens			
	□ □ Donley		McNamara	☐ ☐ Tahir-Kheli			
	☐ ☐ Douglass		Oakley	☐ ☐ Thompson			
	☐ ☐ Ermarth		Paal	☐ ☐ Tice			
	☐ ☐ Farrar		Platt	☐ ☐ Tillman			
	☐ ☐ Flower		Porter	☐ ☐ Tobey			
	☐ ☐ Fortier		Pugliaresi				
	☐ ☐ Grimes		Reger	00			
	INFORMATION Green		Pea	rson			
	☐ Carlucci (advance)		☐ Pow	vell (advance)			
- Contraction of the Contraction	COMMENTS	ales a					
, and							
1	Santa Control of the						

### NATIONAL SECURITY COUNCIL

ID 8704607

REFERRAL

DATE: 26 JUN 87

MEMORANDUM FOR: WHITE HOUSE STRIPPING DESK

DOCUMENT DESCRIPTION:

TO: CARLUCCI

SOURCE: GROOMS

DATE: 15 JUN 87

KEYWORDS: PUBLIC DIPLOMACY VENICE SUMMIT

SUBJ: CLOSING OF PUBLIC DIPLOMACY OFFICES 15 JUN

REQUIRED ACTION: FOR DISPATCH

DUEDATE: 29 JUN 87

COMMENTS:

FOR

GRANT S. GREEN, JR.

EXECUTIVE SECRETARY

## National Security Council The White House

87 JUN 26	PI2: 27	System # Package # DOCLOG	4607 M NO
	SEQUENCE TO	HAS SEEN	DISPOSITION
Bill Courtney		600	renew
Marybel Batjer		-	
Grant Green			
Colin Powell			-
Paul Thompson			
Frank Carlucci			
<b>Grant Green</b>			
NSC Secretariat	_2_	X 6 26	
West Wing Desk			
Situation Room			
I = Information A = Action	n R=Retain I	D = Dispatch N = 1	No further Action

COMMENTS

cc:

VP

Should be seen by:

Other

Baker

(Date/Time)

# National Security Council The White House

1 = Information	A = Action	R = Retain	D = Dispatch	N = No further Action
	_	-		
Situation Room	_			
Situation Room				
NSC Secretariat				
NSC Secretariat	_			
Grant Green	_			
Frank Carlucci	-			
Paul Thompson	_			
Colin Powell	_			
Grant Green	_			
Marybel Batjer	-			
Bob Pearson	_	7		
	s	EQUENCE TO		
			DOCLOG	A/O
87.	JUN 16 F	12: 03	Package #	4607

Other

Should be seen by:

(Date/Time)

Baker

cc:

COMMENTS

# National Security Council The White House

07,	un i d	System #				
0! 1	UN 18 P5: 3	O Package #	460 t			
	J	DOCLOG	AK NO			
	SEQUENCE TO	HAS SEEN	DISPOSITION			
Bob Pearson	1	Sette	A			
Marybel Batjer	2	aying				
Grant Green	3	(6	A			
Colin Powell	4	Lus	copy			
Paul Thompson	P		- 0			
Frank Carlucci	5	V	A			
Grant Green						
	10	TabI to	2			
NSC Secretariat	_6_	M 6/1				
NSC Secretariat		3.00	7 ——			
Situation Room						
			-			
1 = Information		D = Dispatch	N = No further Action			
cc: VP Baker	Other					
COMMENTS	Should be se	en by:	(Date/Time)			
			(Date/Time)			
1	h=119 00	14.0				
Tabil Red To be						
Still						
Sent						
100	>	0.1				

ID 8704607

RECEIVED 17 JUN 87 15

TO CARLUCCI

FROM GROOMS

DOCDATE 15 JUN 87

DANZANSKY

18 JUN 87

PRESIDENT

26 JUN 87

KEYWORDS: PUBLIC DIPLOMACY

VENICE SUMMIT

SUBJECT: CLOSING OF PUBLIC DIPLOMACY OFFICES 15 JUN

ACTION: APPROPRIATE ACTION

DUE: STATUS C FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

DANZANSKY

GREEN

PEARSON

COMMENTS

REF#

LOG

NSCIFID ( MC IB )

ACTION OFFICER (S) ASSIGNED

ACTION REQUIRED

DUE COPIES TO

DISPATCH

W/ATTCH FILE \_\_\_\_ (C)

Comment 47527655 Su 47528855