Ronald Reagan Presidential Library Digital Library Collections

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

Collection: Bailey, Norman A.: Files

Folder Title: Eastern European Policy

(12/23/1981-12/24/1981)

Box: RAC Box 1

To see more digitized collections visit: https://www.reaganlibrary.gov/archives/digitized-textual-material

To see all Ronald Reagan Presidential Library inventories visit: https://www.reaganlibrary.gov/archives/white-house-inventories

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

Citation Guidelines: https://reaganlibrary.gov/archives/research-support/citation-guide

National Archives Catalogue: https://catalog.archives.gov/

WITHDRAWAL SHEET

Ronald Reagan Library

Collection Name BAILEY, NORMAN: FILES

Withdrawer

RBW

1/14/2013

File Folder

EASTERN EUROPEAN POLICY 12/23/1981-12/24/1981

FOIA M452

Box Number

SHIFRINSON

| | | | 11 | |
|--------------|---|----------------|------------|--------------|
| ID Doc Type | Document Description | No of Pages | | Restrictions |
| 150667 CABLE | RE. PRESIDENTIAL LETTERS | 14 | 12/23/1981 | B1 |
| | R 12/7/2016 M452/1 | | | |
| 150670 MEMO | ALLAN MYER TO JAMES NANCE RE. POTENTIAL MILITARY MEASURES | 1 | 12/23/1981 | B1 |
| | R 12/7/2016 M452/1 | | | |
| 150671 MEMO | RE. U.S. OBJECTIVES | 2 | ND | B1 |
| | R 12/7/2016 M452/1 | | | |
| 150673 CHART | RE. SUPPORTING OBJECTIVES [ATTACHED TO DOC. 150671] | 6 | ND | B1 |
| | D 3/5/2018 M452/1 | | | |
| 150675 PAPER | RE. U.S./ALLIED RESPONSES | 6 | 12/20/1981 | B1 . |

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]

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

REVIEW & OUTLOOK

Communism in Default

Top U.S. officials are engaged in a debate-both within the administration and with our allies-over what steps to take in reaction to the Sovietinspired reimposition of totalitarian rule in Poland. The reaction, when it does come, should meet certain tests: that it punish the Soviets rather than the Polish people, that it serve longer-term Western interests and that it give the West more, rather than less, leverage over the Soviet bloc in the future.

What we most fear is that the current debate will lead to nothing more than a repetition of the Carter administration reaction against the invasion of Afghanistan. That is, that searching frantically about for something to do, the administration will reimpose the grain embargo it only recently lifted. When the Carter people declared a grain embargo, we branded it as a futile substitute for real action. And as we predicted, in practice it was easily evaded, becoming a nuisance for the Soviets and an embarrassment for the U.S.

Unlike the Carter administration, the Reagan administration has embarked on a serious rearmament effort. This gives its anti-Soviet stance some standing, and we could support a new grain embargo provided it were part of a package symbolizing a new page in Soviet-American relations, and carrying real costs for the Soviet bloc. We have in mind something like this:

All negotiations with the Soviets would be suspended indefinitely; our representatives would return neither to the Madrid human-rights talks nor the Geneva arms talks. Further and truly concerted efforts would be made to stop the Soviet gas pipeline deal. And to hit the Soviets where it really hurts—in their credit standing—the U.S. government should declare in default the government credits extended to Poland, and proceed to attach assets accordingly.

We think it is no coincidence that the long-prepared crackdown in Poland came only a few weeks after resumption of the Geneva arms negotiations. These negotiations are a symbol of Soviet good standing in the international community, help freeze into position the Soviet military superiority in Europe and offer a handy forum for playing on divisive tendencies within NATO. There is of course reason to hold open some prospect of arms reductions when the Soviets are ready, but their actions in Poland manifestly suggest that time is not now. (As do their violations of existing arms control treaties by supplying chemical and biological weapons for use in Asia.) The Madrid talks, intended to follow up the Helsinki human-rights agreements, are simply a travesty in the wake of Poland.

Nor is it a coincidence that the Polish crackdown was held off until the Soviets could wrap up their gas pipeline deal with Western Europe. The deal not only will give the Soviets billions in much-needed foreign exchange, it will help them develop vital resources that the Communist economic system is incapable of developing itself. The more we learn of this transaction, the more we recognize that its collapse would be one of the most damaging single blows to the Soviet economy and military-industrial TO THE complex."

The administration should refuse export licenses to the American companies supplying machines and materials for the gas pipeline project, and study the withdrawal of U.S. government contracts for key foreign suppliers if they sell to the project. It should stress to the West German government the now-budding U.S. feeling that the European allies are not a help but a liability. And it should stress to both governments and banks the risky nature of the subsidized loans that are the heart of the pipeline agreement.

The pipeline loans, like the Polish loans now at dire risk, are far from strictly economic deals subject to the normal credit processes of Western banks. The German banks, in particular, were dragged into them by a Bonn government intent on "detente" at all costs. The banks' implicit calculation is that if such loans cannot work economically they will be bailed out by governments-by the Soviet government, and failing that, by the Western governments. The perceived risklessness of these loans has assured the Soviet bloc of a ready supply of cheap credit; nothing would hurt those countries as much as cutting off this free ride Declaring a default on Polish credit from the U.S. government would trigger a general default on the \$27 billion of loans accumulated by Western governments and banks in the last decade. American banks hold about \$1.7 billion of this debt, could absorb the loss and have already made handsome profits on the loans. West German banks, with upwards of \$4 billion in debt, would be in more serious trouble, but surely the Bundesbank and Fed could shore up the severely threatened, though it might be good to allow an exemplary hanging or two.

In any event, declaring a default would simply acknowledge what everybody knows to be a fact—that there is no realistic prospect of Poland paying its debt. From the standpoint of the Polish people, the burden of the debts would be off their back. This default would raise the price of capital to the faltering Soviet bloc; indeed, we doubt you would see much Western capital flowing to finance the development of the Soviet Union. This would be a punishing price. Its creaky economy can no longer feed the country's people and must depend on Western technology for what little productivity it can muster.

Short of the repression in Poland itself, nothing has been more reprehensible these last few weeks than the sight of Western bankers cheering on the Communists in their "austerity" program in the hopes that slave labor will bail out their ill-advised loans. Ironically, the most important single thing we can do to punish the Soviet Union is to get our bankers to behave like bankers. If they charged a price commensurate with the real risk we now see in Poland, Western capital would no longer be siphoned into the Eastern bloc, and the Communist economy would creak into bankruptcy not only in Poland and Romania but in the Soviet Union itself.

REVIEW & OUTLOOK

Communism in Default

Top U.S. officials are engaged in a debate—both within the administration and with our allies—over what steps to take in reaction to the Soviet-inspired reimposition of totalitarian rule in Poland. The reaction, when it does come, should meet certain tests: that it punish the Soviets rather than the Polish people, that it serve longer-term Western interests and that it give the West more, rather than less, leverage over the Soviet bloc in the future.

What we most fear is that the current debate will lead to nothing more than a repetition of the Carter administration reaction against the invasion of Afghanistan. That is, that searching frantically about for something to do, the administration will reimpose the grain embargo it only recently lifted. When the Carter people declared a grain embargo, we branded it as a futile substitute for real action. And as we predicted, in practice it was easily evaded, becoming a nuisance for the Soviets and an embarrassment for the U.S.

Unlike the Carter administration, the Reagan administration has embarked on a serious rearmament effort. This gives its anti-Soviet stance some standing, and we could support a new grain embargo provided it were part of a package symbolizing a new page in Soviet-American relations, and carrying real costs for the Soviet bloc. We have in mind something like this:

All negotiations with the Soviets would be suspended indefinitely; our representatives would return neither to the Madrid human-rights talks nor the Geneva arms talks. Further and truly concerted efforts would be made to stop the Soviet gas pipeline deal. And to hit the Soviets where it really hurts—in their credit standing—the U.S. government should declare in default the government credits extended to Poland, and proceed to attach assets accordingly.

We think it is no coincidence that the long-prepared crackdown in Poland came only a few weeks after resumption of the Geneva arms negotiations. These negotiations are a symbol of Soviet good standing in the international community, help freeze into position the Soviet military superiority in Europe and offer a handy forum for playing on the sive teachers. Within NATO. There is of course reason to hold open some prospect of arms reductions when the Soviets are ready, but their actions in Poland manifestly suggest that time is not now. (As do their violations of existing arms control treaties by supplying chemical and biological weapons for use in Asia.) The Madrid talks, intended to follow up the Helsinki human-rights agreements, are simply a travesty in the wake of Poland.

Nor is it a coincidence that the Polish crackdown was held off until the Soviets could wrap up their gas pipeline deal with Western Europe. The deal not only will give the Soviets billions in much-needed foreign exchange, it will help them develop vital resources that the Communist economic system is incapable of developing itself. The more we learn of this transaction, the more we recognize that its collapse would be one of the most damaging single blows to the Soviet economic and military-industrial complex.

The administration should refuse export licenses to the American contamines supplying machines and materials for the gas pipeline project, and study the withdrawal of U.S. government contracts for key foreign suppliers if they sell to the project. It should stress to the West German government the now-budding U.S. feeling that the European allies are not a help but a liability. And it should stress to both governments and banks the risky nature of the subsidized loans that are the heart of the pipeline agreement.

The pipeline loans, like the Polish loans now at dire risk, are far from strictly economic deals subject to the normal credit processes of Western banks. The German banks, in particular, were dragged into them by a Bonn evernment intent on "detente" at all costs. The banks' implicit calculation is that if such loans cannot work economically they will be bailed out by governments-by the Soviet government, and failing that, by the Western governments. The perceived risklessness of these loans has assured the soviet bloc of a ready supply of cheap credit; nothing would hurt those countries as much as cutting off this free ritle.

Declaring a default on Polish credit from the U.S. government would trigger a general default on the \$27 billion of loans accumulated by Western governments and banks in the last decade. American banks hold about \$1.7 billion of this debt, could absorb the loss and have already made handsorpe profits on the loans. West German banks, with upwards of \$4 billion in debt, would be in more serious trouble, but surely the Bundesbank and Fed could shore up the severely threatened, though it might be good to allow an exemplary hanging or two.

In any event, declaring a default would simply acknowledge what everybody knows to be a fact-that there is no realistic prospect of Poland paying its debt. From the standpoint of the Polish people, the burden of the debts would be off their back. This default would raise the price of capital to the faltering Soviet bloc; indeed, we doubt you would see much Western capital flowing to finance the development of the Soviet Union. This would he a punishing price. Its creaky econcon tan no longer feed the country's people and must depend on Western technology for what little productivity it can muster.

Short of the repression in Poland itself, nothing has been more reprehensible these last few weeks than the sight of Western bankers cheering on the Communists in their "austerity" program in the hopes that slave labor will bail out their ill-advised loans. Ironically, the most important single thing we can do to punish the Soviet Union is to get our bankers to behave like bankers. If they charged a price commensurate with the real risk we now see in Poland, Western capital would no longer be siphoned into the Eastern bloc, and the Communist economy would creak into bankruptcy not only in Poland and Romania but in the Soviet Union itself.

PRESERVATION COPY

| WHSR ROUTE SL | 1P | Time Stamp |
|---|-----|--------------|
| STAFF | C/0 | |
| Allen | - | , , , , , _ |
| Nance | C | |
| Colson Poindexter | C | . NA |
| Politicaxion | | Al Y 12/ |
| *************************************** | | 424342 |
| | | LEXICOL 12 |
| | | |
| | 1 | |
| NSO SIG | 1 | |
| NSC S/S | C | |
| C : Copy | / | O = Original |

| W . | DEPARTMENT OF STATE | | | |
|-------------------------------|---------------------|--|-------------------|--|
| | s/s # | UNCLASSIFIED UPON REND VA OF CLASSIFIED ENCLOSULE | EC 23 P6: 12 | |
| MESSAGE NO. 001021 | CLASSIFICATION | SECRET S | No. Pages 14 | |
| FROM: AL ADAMS (Officer name) | (Office symbol) ' | 28448 (Extension) | (Room number) | |
| MESSAGE DESCRIPTION | CABLE TO ANATO | RE POLAND: PRE | SIDENTIAL LETTERS | |
| TO: fAgency) DELI | VER TO: | Extension | Room No. | |
| DZN DZN | MIRAL NANCE | 456-2 | 255 | |
| NZC A | LLAN LENZ | 395-3 | <u> </u> | |
| | | | | |
| | | | | |
| FOR: CLEARANCE XX | INFORMATION | PER REQUEST | COMMENT [| |
| REMARKS: WE ARE | ZUBMITTING THE ATT | DEZ BHT OT DEHOA | RETARY AT | |
| mit Ziht | E {5:55PM} | | | |
| | | | | |

crosshatch

RETURN TIME-STAMPED COVERSHEET TO S/S.

SECRET

EUR/RPM: VLEHOVICH
12#23/81 EXT - 21627 2777M

EUR:HAHOLMES NSC: 2/50:

EUR: JSCANLAN S/S: LPBREMER

IMMEDIATE ANATO, CANBERRA IMMEDIATE, MADRID IMMEDIATE, TOKYO IMMEDIATE, WELLINGTON IMMEDIATE
IMMEDIATE MOSCOW, WARSAW IMMEDIATE

NODIS USEEC (INFO) ALSO FOR EMBASSY

RDS-1 12/23/01 (HAIG: ALEXANDER M.)

AMH

PL - UR - PINT - NATO

HAH

POLAND: PRESIDENTIAL LETTERS

1. SECRET - ENTIRE TEXT.

2. FOLLOWING IS TEXT OF LETTER FROM PRESIDENT REAGAN

FOR IMMEDIATE DELIVERY BY ACTION ADDRESSEES TO HOST

COUNTRY HEADS OF GOVERNMENT. POSTS PLEASE SUPPLY

PROPER SALUTATIONS AND ADJUST CONCLUDING SENTENCE

NOTING OTHER RECIPIENTS. USNATO SHOULD SHARE MESSAGE

WITH SYG LUNS.

NLRRMI452 1 7150 467
BY LW NARA DATE 12 NI

BEGIN TEXT:

DEAR

- CRITICAL POINT WHERE POLAND'S FUTURE ABILITY TO ATTAIN
 THE DIVERSITY, LIBERALIZATION AND RENEWAL WHICH WE SO
 STRONGLY WISH ARE IN THE BALANCE. I BELIEVE THAT IT IS
 NECESSARY TO MAKE UNMISTAKABLY CLEAR TO BOTH THE POLISH
 AUTHORITIES AND THE USSR -- WHICH IS DEEPLY COMPLICIT
 IN RECENT TRAGIC DEVELOPMENTS IN POLAND -- THAT THE
 REPRESSIONS MUST CEASE AND THAT LEGITIMATE POLISH
 ELEMENTS, INCLUDING THE CHURCH AND, SOLIDARITY, MUST BE
 PART OF A GENUINE PROCESS OF RECONCILIATION. I ALSO
 BELIEVE THAT IT IS NECESSARY TO PUT BOTH WARSAW AND
 MOSCOW ON NOTICE THAT OTHERWISE, THERE WILL BE SEVERE
 COSTS.
- . I AM THEREFORE SENDING LETTERS TO BOTH GENERAL

 JARUZELSKI AND TO PRESIDENT BREZHNEV WHICH WILL LEAVE

 NO DOUBT ABOUT THE BROADER STAKES AT ISSUE IN POLAND

 TODAY. I WANT YOU TO BE AWARE OF THE CONTENT OF THESE

 LETTERS, WHICH ARE SUMMARIZED BELOW.

- AS YOU CAN SEE FROM THESE MESSAGES, I BELIEVE WE ARE AT THE POINT WHERE A FIRM STANCE AND STRONG ACTION ARE NECESSARY. YOU SHOULD BE AWARE THAT, AT PRESENT, I DO NOT ENVISAGE PUTTING ARMS CONTROL PROCESSES AT HAZARD AMONG THE STEPS WITH WHICH THE USSR MUST RECKON. OTHERWISE, HOWEVER, WE ARE -- AS I AM INFORMING PRESIDENT BREZHNEV -- CONSIDERING THE FULL RANGE OF ISSUES AFFECTING OUR RELATIONSHIP.
- AND PARTNERS TO ACT IN HARMONY TO MAXIMIZE THE CHANCES FOR PEACEFUL EVOLUTION IN POLAND, AND I HOPE THAT YOU WILL AGREE ON THE IMPORTANCE OF CONCERTING OUR ACTIONS AND THE SIGNALS WE SENT TO BOTH WARSAW AND MOSCOW. I HOPE, THUS, THAT WE WILL BE IN A POSITION TO ACT TOGETHER IF THE SUPPRESSION OF CIVIL LIBERTIES IN POLAND DOES NOT SOON CEASE.
- . I AM SENDING PARALLEL LETTERS TO ALL OF OUR COLLEAGUES IN NATO, SPAIN, AUSTRALIA, JAPAN AND NEW ZEALAND.
 - SINCERELY.
- . RONALD REAGAN.

- LETTER TO GENERAL JARUZELSKI
- -- EXPRESSION OF DEEP CONCERN OVER RECENT

 DEVELOPMENTS IN POLAND, INCLUDING IMPOSITION OF MARTIAL

 LAW, ARRESTS OF THOUSANDS OF WORKERS AND INTELLECTUALS,

 AND REPORTS OF BEATINGS AND EVEN KILLINGS. THE

 IMPOSSIBILITY OF RECONCILING THESE VIOLATIONS WITH

 OBLIGATIONS UNDER THE HELSINKI FINAL ACT AND THE UN

 CHARTER.
- . -- RECOGNITION THAT POLAND HAS BEEN UNDER

 CONSIDERABLE EXTERNAL PRESSURE TO ROLL BACK REFORMS OF

 THE PAST 16 MONTHS, AND TTATEMENT THAT THE U.S. CANNOT

 IDLY IGNORE THE VIOLATIONS TO MUMAN RIGHTS IN POLAND,

 SINCE TO DO SO WOULD MAKE US A PARTY TO THE REPRESSION.
- -- A STATEMENT OF U.S. DECISIONS WITH REGARD TO

 POLAND, INCLUDING SUSPENDING CONSIDERATION OF

 AGRICULTURAL ASSISTANCE: WITHHOLDING OF UNDELIVERED

 SALES OF COMMODITIES: SUSPENSION OF RENEWAL OF EXPORT

 INSURANCE BY THE EXPORT-IMPORT BANK; NOT EXTENDING

 FXISTING BILATERAL AIR TRANSPORT SERVICES BEYOND

EXPIRATION OF MARCH 31, 1963; NO ALLOCATION TO POLAND

IN 1982 OF U.S. FISHERIES STOCKS; AND CONSIDERATION OF

FURTHER STEPS WHICH COULD HAVE A SEVERE IMPACT ON

MUTUAL RELATIONS, PARTICULARLY IN THE ECONOMIC SPHERE.

- -- HOPE THAT THE U.S. WILL NOT BE FORCED TO TAKE
 SUCH DECISIONS, BUT THE NEED FOR A FULL REVIEW OF U.S.
 POLICY TOWARD POLAND IF REPPETSION CONTINUES.
- -- U.S. READINESS TO RECONSIDER THESE ACTIONS ONCE
 THE POLISH GOVERNMENT HAS TAKEN CONCRETE STEPS TO END
 REPRESSION, FREED THOSE DETAINED, AND BEGUN A SEARCH
 FOR RECONCILIATION AND NEGOTIATED ACCOMMODATION WITH
 THE TRUE REPRESENTATIVES OF ALL OF THE SOCIAL,
 SPIRITUAL, AND POLITICAL ELEMENTS OF POLISH SOCIETY.
- TO GENUINE COMPROMISE AND NEGOTIATION.
 - END SUMMARY OF LETTER TO GENERAL JARUZELSKI

SERRET

- LETTER TO PRESIDENT BREZHNEV

- -- RECENT EVENTS IN POLAND HAVE FILLED THE PEOPLE

 OF THE UNITED STATES WITH DISMAY. SINCE THE IMPOSITION

 OF MARTIAL LAW, THE ELEMENTARY RIGHTS OF POLISH PEOPLE

 HAVE BEEN VIOLATED DAILY, WITH MASSIVE ARRESTS.

 INCARCERATIONS IN OVERCHOUDED JAILS, SUSPENSION OF

 RIGHTS OF ASSEMBLY AND BRUTAL ASSAULTS BY SECURITY

 FORCES ON POLISH CITIZENS.
- "INTERNAL" MATTER. THE SOVIET UNION HAS REPEATEDLY
 INTERNAL" MATTER. THE SOVIET UNION HAS REPEATEDLY
 INTERVENED IN POLISH AFFAIRS IN RECENT MONTHS. THE
 JUNE 5 CPSU LETTER TO THE POLISH LEADERSHIP WARNED THAT
 INTERNAL POLISH DEVELOPMENTS WERE INTOLERABLE TO THE
 USSR. THIS AND NUMEROUS OTHER SUCH COMMUNICATIONS
 PLACED PRESSURE ON THE POLISH GOVERNMENT. THEY WERE
 ACCOMPANIED BY A STEADY BAPRAGE OF MEDIA ASSAULTS,
 MILITARY EXERCISES ON POLAND'S BORDERS AND WARNINGS OF
 INTERVENTION UNLESS POLISH CIVIL LIBERTIES WERE
 RESTRICTED.

. .

- -- THE'SE ACTIONS ARE A FREE VIOLATION OF MANY
 INTERNATIONAL AGREEMENTS, INCLUDING THE HELSINKI FINAL
 ACT.
- -- SINCE AFGHANISTAN, NOTHING HAS SO OUTRAGED U.S.

 PUBLIC OPINION AS THE PRESSURE AND THREATS EXERTED BY

 THE SOVIET GOVERNMENT ON POLAND TO STIFLE ITS FREEDOM.
- -- ATTEMPTS TO SUPPRESS THE POLISH PEOPLE, EITHER
 BY POLISH FORCES UNDER SOVIET PRESSURE, OR THROUGH MORE
 DIRECT USE OF SOVIET FORCE, WILL NOT BRING ABOUT
 STABILITY AND COULD UNLEASH A PROCESS WHICH CANNOT BE
 CONTROLLED.
- -- THE ONLY SOLUTION IS TO ALLOW THE POLISH

 GOVERNMENT AND PEOPLE NOW TO BEGIN A PROCESS OF

 RECONCILIATION. THIS CANNOT BE DONE IN THE PRESENT

 ATMOSPHERE OF TERROR, APPESTS, AND BLOODSHED.

 SPIRITUAL, POLITICAL AND SOCIAL FORCES IN POLAND MUST

 BE PART OF A NEW NATIONAL DIALOGUE. THIS IS AS

 ESSENTIAL TO SOLVE POLAND'S MAJOR ECONOMIC PROBLEMS AS

 IT IS TO HEAL THE POLITICAL WOUNDS.

- -- THE SOVIET UNION CAS LITHER ACKNOWLEDGE THE NEED FOR THIS PROCESS OR CONTINUE TO PREVENT IT. THE CONSEQUENCES OF EACH OF THESE COURSES FOR OUR RELATIONSHIP ARE CLEAR.
- -- OVER THE COURSE OF 1981. WE HAD BEGUN TO DEVELOP

 A FRAMEWORK TO GUIDE OUR RELATIONS IN THE YEARS TO

 COME. WE HAD SET FORTH A CONCRETE AGENDA FOR

 NEGOTIATIONS ON CRITICAL REGIONAL AND ARMS CONTROL

 ISSUES. WE HAVE BEEN EXPECTING TO BUILD A BETTER

 RELATIONSHIP AND INCREASED COOPERATION.
- AHEAD WITH THIS AGENDA OR NOT. THE PESPONSIBILITY OF
 THE USSR FOR REPRESSION IN POLAND UNDERMINES THE BASIS
 FOR AN IMPROVEMENT IN OUR RELATIONSHIP. WE HAVE NO
 INTENTION OF DICTATING A CHANGE IN THE RELATIONSHIP OF
 POLITICAL FORCES IN EUROPE. WE RECOGNIZE THE INTEREST
 OF THE SOVIET UNION IN A STABLE POLAND. BUT
 RECONCILIATION AND MODEPATE REFORM IN POLAND ARE NO
 THREAT TO THE USSR.

- THE UNITED STATES CANNOT ACQUIESCE IN

 SUPPRESSION OF THE POLICH PEOPLE'S LEGITIMATE DESIRE

 FOR A PROCESS OF RENEWAL. SHOULD THE SOVIET UNION

 PURSUE THIS COURSE. THE UNITED STATES WILL TAKE PROMPT

 STEPS AFFECTING OUR RELATIONS. IN BOTH FOLITICAL AND

 ECONOMIC TERMS.
- --- WE BEAR A MUTUAL OBLIGATION TO DEMONSTRATE
 WISDOM, MODERATION AND RESTRAINT. THE U.S. IS PREPARED
 TO JOIN IN HELPING HEAL POLAND'S WOUNDS AND TO MEET ITS
 REAL NEEDS IF THE USSR RECIPROCATES.
- -- A CALL ON THE USSR IN THE NEXT FEW DAYS TO MAKE
 CLEAR ITS UNDERSTANDING OF THE MEED FOR RECONCILIATION
 IN POLAND.
 - END SUMMARY OF LETTER TO PRESIDENT BREZHNEY
 - . LETTER TO PRESIDENT BREZHNEY (SECOND VERSION).
 - -- RECENT EVENTS IN POLAND HAVE DISMAYED THE

 AMERICAN PEOPLE: THE MOST FLEMENTARY RIGHTS OF THE

 POLISH PEOPLE ARE BEING VIOLATED BY MASSIVE ARRESTS

WITHOUT LEGAL PROCEDURES, INCARCERATION OF UNION
LEADERS AND INTELLECTUALS IN OVERCROWDED AND FREEZING
CONDITIONS, SUSPENSION OF THE RIGHTS OF ASSEMBLY AND
ASSOCIATION, AND BRUTAL ASSAULTS BY SECURITY FORCES ON
CITIZENS.

- PARTIES ACROSS THE SPECTRUM. INCLUDING MOST OF THE COMMUNIST PARTIES OF EUROPE.
- THE LETTER OF JUNE 5. 1901. FROM THE CENTRAL COMMITTEE

 OF THE CPZU TO THE POLICY HEADERZHIP, WARNING THAT THE

 SOVIET UNION COULD NOT TOLEPATE DEVELOPMENTS IN

 POLAND. THERE WERE NUMEROUS OTHER COMMUNICATIONS WHICH

 PLACED PRESSURE ON THE POLICY GOVERNMENT AND DEPICTED

 THE REFORMS THERE AS A THREAT TO THE VITAL INTERESTS OF

 SOCIALIST COUNTRIES. THEY WERE ACCOMPANIED BY MEDIA

 BARRAGES AND MILITARY EXERCISES ALONG POLAND'S BORDERS,

 AND COUPLED WITH WARNINGS OF INTERUNTIONS UNLESS THE

 POLICY GOVERNMENT RESTRICTED THE RIGHTS OF ITS CITIZENS.

- -- ALL THESE ACTIONS WERE VIOLATIONS OF MANY SOVIET INTERNATIONAL TREATY OBLIGATIONS --- TO NAME ONLY ONE.

 THE PROVISION OF THE HELSINKI FINAL ACT, IN WHICH THE USSR AGREED TO REFRAIN "FROM ANY INTERVENTION, DIRECT OR INDIRECT, INDIVIDUAL OR COLLECTIVE IN THE INTERNAL OR EXTERNAL AFFAIRS FALLING WITHIN THE DOMESTIC JURISDICTION OF ANOTHER PARTICIPATING STATE, REGARDLESS OF THEIR MUTUAL RELATIONS."
- -- IT IS UNACCEPTABLE TO ARGUE THAT SOLIDARITY, THE OBJECT OF THESE REPRESSIVE MEASURES, IS

 "COUNTER-REVOLUTIONARY." SOLIDARITY'S 10 MILLION

 MEMBERS AND THEIR DEPENDENTS MUST MAKE UP AN :

 OVERWHELMING MAJORITY OF THE POLISH NATION. IF THE

 WORD "COUNTERREVOLUTIONARY" HAS ANY APPLICABILITY, IT

 IS TO THOSE WHO ARE NOW TRYING BY PRUTE FORCE TO SUBDUE

 THE MAJORITY AND REVERSE THE MUSTLE OF HISTORY.
 - -- SINCE AFGHANISTAN, NOTHING HAS SO OUTRAGED

 PUBLIC OPINION IN THE U.S. AS THE PRESSURES AND THREATS

 OF THE SOVIET GOVERNMENT AGAINST POLAND.

- -- ATTEMPTS TO SUPPRESS THE POLISH PEOPLE, EITHER
 BY POLISH FORCES UNDER SOVIET PRESSURE, OR BY MORE
 DIRECT USE OF SOVIET FORCE, WILL NOT BRING ABOUT
 STABILITY AND COULD UNLEASH A PROCESS WHICH CANNOT BE
 CONTROLLED.
- THE ONLY SENSIBLE SCHUTION IS TO ALLOW A PROCESS

 OF RECONCILIATION NOW BETWEEN THE POLISH GOVERNMENT AND

 PEOPLE. THIS CANNOT BE DONE IN THE PRESENT ATMOSPHERE

 OF TERROR, ARRESTS, AND BLOODSHED. SPIRITUAL,

 POLITICAL AND SOCIAL FORCES MUST INITIATE A NEW

 NATIONAL DIALOGUE. THIS IS AS ESSENTIAL FOR SOLVING

 POLAND'S ECONOMIC PROBLEMS AS FOR HEALING ITS POLITICAL

 WOUNDS. IT IS THE ONLY PATH TO LONG-TERM STABILITY IN

 POLAND, AND THEREFORE IN EUROPE.
- -- THE SOVIET UNION CAN EITHER ACKNOWLEDGE THE NEED FOR THIS PROCESS, OR CONTINUE TO PREVENT IT. THE CONSEQUENCES OF EACH OF THESE COURSES FOR OUR RELATIONSHIP SHOULD BE CLEAR.
- -- WE HAD BEGUNG IN 1941, TO TOTAL OF A FRAMEWORK
 FOR OUR RELATIONS IN YEARS TO COME. WE HAD SET FORTH A

SECRET

CONCRETE AGENDA FOR NEGOTIATIONS ON CRITICAL REGIONAL AND ARMS CONTROL ISSUES. IT HAS BEEN OUR HOPE AND INTENTION TO TRY IN 1988 FOR PROGRESS ON THAT AGENDA.

- THE SOVIET UNION MUST DECIDE WHETHER WE CAN DO
 THIS OR NOT. THE HEAVY RESPONSIFICITY OF THE SOVIET
 UNION FOR REPRESSION IN POLAND THREATENS TO UNDERMINE
 THE BASIS FOR IMPROVEMENT IN OUR RELATIONSHIP. WE
 RECOGNIZE SOVIET INTEREST IN A STABLE POLAND. BUT
 RECONCILIATION AND MODERATE REFORM IN POLAND IS NO
 THREAT TO THE SOVIET UNION. THE UNITED STATES CANNOT
 ACCEPT SUPPRESSION OF THE POLISH PEOPLE'S LEGITIMATE
 DESIRE FOR A PROCESS OF RENEWAL. PARTICULARLY UNDER
 EXTERNAL PRESSURE. SHOULD THE SOVIET UNION PERSIST IN
 CONTINUED SUPPRESSION. THE U.S. WILL HAVE NO CHOICE BUT
 TO TAKE CONCRETE MEASURES AFFECTING THE FULL RANGE OF
 OUR RELATIONSHIP.
- -- SOVIET ACTIONS WILL DETERMINE OUR DECISIONS. WE BEAR A MUTUAL OBLIGATION FOR WISDOM, MODERATION, AND RESTRAINT. THE U.S. IS CREPARED TO JOIN IN HELPING HEAL POLAND'S WOUNDS AND TO MEET-ITS REAL NEEDS IF THE USSR RECIPROCATES.

--- A CALL ON THE USSPITO MAKE CLEAR IN COMING DAYS
AND WEEKS THAT IT UNDERSTANDS THE NEED FOR
RECONCILIATION IN POLAND. THE ALTERNATIVE IS IN NO
ONE'S INTEREST.

END SUMMARY OF LETTER TO PRESIDENT BREZHNEV.

END TEXT.

MINIMIZE CONSIDERED

γY

190610

NATIONAL SECURITY COUNCIL

CONFIDENTIAL WITH TOP SECRET ATTACHMENTS

December 23, 1981

INFORMATION

MEMORANDUM FOR JAMES W. NANCE

FROM:

ALLAN A. MYER QUILL

SUBJECT:

US Objectives and Potential Military Measures

in Response to Polish Situation

The attached information paper and matrix are intended to provide a basis for analyzing potential military measures in the event of Soviet military intervention in Poland. That military intervention could take the form of direct introduction of Soviet forces or could be the result of confirmed Soviet military command and control of Polish martial law forces.

The selection of military actions needs to be judged against desired outcomes. The attachments provide an integrated perspective of the broad range of military options that could be made available to the US and NATO leadership.

In coordination with Dennis Blair, will pursue similar effort to link non-military measures to objectives, to include risk assessment.

Pipes and Shoemaker concur.

Attachments

Information Paper TAB I TAB A Matrix

cc: Pipes Blair BAILEY

CONFIDENTIAL WITH TOP SECRET ATTACHMENTS Review 12/23/1987

DECLASSIFIED



.

TOP SECRET

SUBJECT: US Objectives in Response to Polish Situation

Overarching Objective of Military Response in the event of Soviet military intervention in Poland:

TOP SECR

- In conjunction with political, economic, and diplomatic initiatives, to promote positive change in Eastern Europe. In turn, to accelerate internal pressures within the Soviet Union for positive change.
- In order to achieve the overarching objective, military measures are designed to support the following SUPPORTING **OBJECTIVES:**
 - Develop a stronger, more cohesive US-led Atlantic Alliance.
 - Soviet actions serve as catalyst to:
 - Improve capability to defend against/deter further Soviet aggression in Europe.
 - Promote US leadership role in NATO.
 - Reach agreement on unresolved Alliance issues.
 - Bolster Western European morale (which could be shaken by Soviet military intervention).
 - NATO actions serve to preclude Soviet miscalculation of NATO resolve during period of increased tensions.
 - Eliminate specific NATO military deficiencies. actions serve as catalyst to:
 - achieve improvements in specific short-term areas.
 - set in motion the process necessary to achieve long-term improvements.
 - Secure closer cooperation of selected Third World governments with the United States.
 - Prevent Soviet intimidation.
 - Promote Western orientation and regional cooperation.
 - Discourage continued Soviet reliance on military force as an instrument of foreign policy.
 - Raise costs through punitive actions.
 - Raise costs to Soviet allies/clients.
 - Prevent instabilities outside Europe, instigated by other anti-Western governments.
 - Preclude opportunistic actions by North Korea/ Libya/Cuba/others, initiated in hopes of catching



TOP SECRET

- Promote reliability of US as security partner.
- Improve United States military capabilities.
 - Soviet actions serve as catalyst to:
 - Improve ability to respond to worldwide threats to security.
 - Improve ability to mobilize US-based assets and infrastructure.
 - Enhance public support of increased defense budget.
- 3. The matrix at Tab A keys specific military measures to supporting objectives.

Attachment

TAB A Matrix

TOP SECRET

TOP SECRET

WITHDRAWAL SHEET

Ronald Reagan Library

Collection Name

BAILEY, NORMAN: FILES

Withdrawer

RB 1/14/2013

W

File Folder FOIA

EASTERN EUROPEAN POLICY 12/23/1981-12/24/1981 M452

SHIFRINSON

Box Number

1

| ID | Document Type Document Description | No of Doc Date pages | Restric- tions |
|------|-------------------------------------|----------------------|-------------------|
| 1506 | 573 CHART | 6 ND | B1 |

RE. SUPPORTING OBJECTIVES [ATTACHED TO DOC. 150671]

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

Time Stamp WHSR ROUTE SLIP 81 15 21 A9: 34 STAFF C/0 SITUATION ROOM Allen Nance C lenz Coison Poindexter C NSC S/S

O = Original

C = Copy

Like the second

| DEPAY .::MENT OF STATE 1991 CEC 21 AM 9 | 21 | OF STATE | NECENTO 1 PEF 21 A 9: 23 SITUATION ASOM |
|---|-------------------------|----------------------|---|
| MESSAGE NO | 01047 CLASSIFICATION_ | PW 114113 | No. Pages6 7224 (Room number) |
| | ON Bremer-Nance: Di | | • |
| TO: (Acency) NSC | DELIVER TO: Adm. Nance | Extension 456-2255 | Room No. |
| JCS | Gen. Granger | 697-8388 697-8591 | |
| CIA | Bob Gates - for the | Director 351-4085 | |
| FOR: CLEARAN | ICE INFORMATION X | PER REQUEST | COMMENT |
| REMARKS: | | | |
| | | | |
| | S/S Officer: | 87 In 6 | XIBIMIX |

17)



DEPARTMENT OF STATE

Washington, D.C. 20520

December 21, 1981

SECRET/SENSITIVE

MEMORANDUM FOR MR. JAMES W. NANCE THE WHITE HOUSE

Subject: Discussion Paper for NSC Meeting

Attached is a paper for discussion at this morning's MSC meeting.

L. Paul Bremer, III Executive Secretary

Attachment:

Discussion Paper

RDS-1,3 12/21/01

WITHDRAWAL SHEET

Ronald Reagan Library

Collection Name
BAILEY, NORMAN: FILES

Withdrawer

RB 1/14/2013

W

File Folder

FOIA

EASTERN EUROPEAN POLICY 12/23/1981-12/24/1981

M452

SHIFRINSON

Box Number

1

11

| ID | Document Type | No of | Doc Date | Restric- |
|----|----------------------|-------|----------|----------|
| | Document Description | pages | | tions |
| | | | | |

150675 PAPER

6 12/20/1981

B1

RE. U.S./ALLIED RESPONSES

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