

Summit -- Sunday, A.M.

Mitterand

Paper by Ministers -- Foreign and Finance -- just completed. We will discuss the Communique after the coffee break. But we should now discuss North-South relations, and ask Delors to tell him of the status.

Delors

We need to help developing countries. Have to help regional banks, need more in IDA -- special fund, or improve IDA VII. We should begin Global Negotiations under appropriate conditions.

McEachen

Large imbalances in LDCs require us to help. Need a second fund in IDA. Also spoke of plight of these nations.

Howe

Answered Schmidt's question by saying an energy affiliate is an idea whose time has passed.

Suzuki

Asian countries are upset at inflation and high rates of interest. Want a stable world order to help them such as in North-South or Global Negotiations discussions. Also need more aid.

Want a common fund for commodities to avoid price distortions. Also talked of Prime Minister Fraser's proposals.

Thorn

Agreed with all of the above.

President Reagan

Gave his remarks (see cue cards) -- emphasized private sector and independence of established institutions.

Howe

We must safeguard independent agencies in Global Negotiations.

Want progress on IMF and additional World Bank contributions in Toronto.

Energy affiliate is not appropriate now.

Private investment has to be stressed

MacGuigan

(We should) have a general comment in communique on Global Negotiations.

Have an agreement at Sherpa level on our amendment to G-77 resolution. We should look at this. It is binding. After these changes, any others to be unanimous.

Spadolini

We need a plan of action -- a strategy -- for the LDCs. Italy is particularly interested in this. Hopes a conference can begin this year. Must keep independence of recognized institutions. Private banking is limited in what it can do. Cannot rely too much on it.

Mitterand

Now brought up the Communique. A lot of time was spent.

The meeting lasted until 2:00 p.m. dealing solely with the Communique which was read line by line by Mitterand. Comments

were made by Heads of State, and by Foreign and Finance Ministers.

For an indication of what the troublesome words and paragraphs were see "final draft" with additions and changes in DTR's handwriting.

Afternoon Session

Participants reassembled -- not at 3:30 as was suggested, but at 3:55. Went over final text of statement -- line by line -- few changes -- French text occasionally differed from English.

Press conference, attended by Heads, only Mitterand to speak. Later each to hold his own conference.

President Reagan read excerpts from a participants letter from Begin on Lebanon during AM session (toward close); had to do with his going 40 into Lebanon. Mitterand had announced at noon of Israeli's going into Lebanon. Apparently at late lunch among Heads much discussion of Israel and need for a statement.

At Plenary, Thatcher, Reagan, et al urged quick release of Lebanon statement or timeliness would evaporate. President Reagan not to brief press -- held up with Haig and Habib. DTR to brief followed later by Haig.

President Reagan thanked Mitterand publically for arrangements, and for substance of meeting. Invited all to U.S. next year.

Adjourned.

6/6/82

Summit - Sun A. 41

Mitterand

9:50

Paper by ministers - For. + Fin - just completed. We will discuss the communique after the coffee break. But we should now discuss N-S relations, and ask Mellors to tell him of the status.

Mellors -

9:55

We need to help developing countries. Have to help regional banks, need more in IDA - special fund, or improve IDA VII. We should begin S-R under appropriate conditions.

McEachern -

10:00

Large imbalances in LDCs require us to help. Need a second fund in IDA. Also spoke of plight of these nations. Howe - answered Schmidt's questions by saying an energy application an idea whose time ^{has passed}.

Suzuki

Asia countries are upset at
inflation & high rates of interest. Want
a ^{stable} world order to help them ^{such} in N-S & GN
discussions also need more aid. ^{to avoid price distortions}
Want a common fund for commodities
also talked of Palmer Inst. Prager's proposals.

Thorn-

agreed with all of the above.

Pres. Reagan:

Gave his remarks ^(see cue cards) - emphasized
private sector & independence of ^{established} ~~new~~
institutions.

Howe:

We must safeguard independent
agencies in GN negotiations. ^{contributing} ^{additional} ^{part}

Want progress on IMF & World Bank,
in Toronto.

Energy affiliate is not appropriate
now.

Private investment ~~has~~ to be stressed.

Mr. Furgg
(We should) Have a General comment in
communiqué on G.N.

Have an agreement at Sherpa
level on our amendment to B-77 resolution
We should look at this. It is binding.
After these changes, any others to be unanimous.

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10:45

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his own conf.

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Pres Reagan not to ^{brief} press - tied up
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Pres Reagan thank Mitt publicly
for arrangements, and for substance
of meeting. Invited all to U.S next
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Adjourned.