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FM AMEMBASSY ISLAMABAD

TO SECSTATE WASHDC IMMEDIATE 0522

S E C R E T SECTION 01 OF 02 ISLAMABAD 16294

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DECAPTIONED

POLTO 30048

FOR THE SECRETARY FROM ARMACOST

E.O. 12356: DECL: OADR

TAGS: OVIP (ARMACOST, MICHAEL H.), PREL, MNUC, PK

SUBJECT: FIRST DAY IN ISLAMABAD -- AUGUST 2

- 1. SECRET ENTIRE TEXT.
- 2. I HAD A FULL DAY OF MEETINGS IN ISLAMABAD, BEGINNING WITH A ROUNDTABLE DISCUSSION AND WORKING LUNCH CHAIRED BY THE FOREIGN SECRETARY, FOLLOWED BY A LENGTHY SESSION WITH YAQUB KHAN AND HIS NUMBER TWO, ZAIN NOORANI, AND CAPPED BY A MEETING AND DINNER WITH PRIME MINISTER JUNEJO.
- THE SUBSTANTIVE EXCHANGES FOCUSSED ALMOST EXCLUSIVELY ON THE NUCLEAR ISSUE AND AFGHANISTAN. THE FORMER, I EMPHASIZED THE NEED FOR IMMEDIATE PRACTICAL STEPS TO DEMONSTRATE TO AN AROUSED CONGRESS AND A SKEPTICAL ADMINISTRATION THAT NO FURTHER ILLEGAL PROCUREMENT ACTIVITIES WOULD TAKE PLACE AND THAT WE HAD VERIFIABLE ASSURANCES THERE WOULD BE NO FURTHER ENRICHMENT OF WEAPONS-GRADE URANIUM.

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- ALL PAK OFFICIALS TOOK THE FOLLOWING LINE:
- -- IT WOULD BE INSANE FOR THE GOP LEADERSHIP TO HAVE

UNITED STATES DEPARTMENT OF STATE REVIEW AUTHORITY: ARCHIE M BOLSTER DATE/CASE ID: 19 JAN 2012 201100426

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ORDERED PROCUREMENT EFFORTS IN THE U.S. AT THIS CRITICAL TIME;

- -- IN MAY 1986, FIRM INSTRUCTIONS WERE ISSUED TO THE CONCERNED AGENCIES THAT NO NUCLEAR PROCUREMENT ACTIVITIES SHOULD VIOLATE THE SUPPLIER COUNTRY'S EXPORT REGULATIONS;
- -- THE USG HAS BROKEN FAITH WITH THE GOP IN MOUNTING A STING OPERATION TO TRAP PERVEZ, WHILE REPEATEDLY REFUSING TO SUPPLY INFORMATION ABOUT ALLEGED ILLEGAL PROCUREMENT;
- -- PAKISTAN HAS BEEN PREMATURELY AND UNFAIRLY DECLARED GUILTY OF ILLEGAL PROCUREMENT ACTIVITIES IN THE U.S., EVEN THOUGH THE JUDICIAL PROCESS HAS JUST BEGUN;
- -- PERHAPS THE PERVEZ CASE WAS A ROGUE OPERATION WITH CERTAIN INDIVIDUALS IN PAKISTAN INVOLVED;
- -- PAKISTAN IS WILLING TO PURSUE THIS CASE NO MATTER WHERE IT LEADS. HOWEVER, ON THE BASIS OF INFORMATION AVAILABLE TO IT SO FAR (INCLUDING FROM BRIG. INAM'S COMPANY), THE GOP DOES NOT HAVE GROUNDS FOR PROSECUTING ANYONE IN PAKISTAN.
- -- THEREFORE, IT NEEDS EVIDENCE FROM THE USG TO ENABLE IT TO PUNISH THOSE WHO ARE GUILTY. (YAQUB TOLD ME PRIVATELY THAT THE GOP HAS BRIGADIER INAM UNDER SURVEILLANCE. ONCE THEY ARREST HIM, HOWEVER, THEY CAN SECRET

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HOLD HIM ONLY FOR 14 DAYS BEFORE INDICTMENT.

THEREFORE, THERE IS A DEFINITE NEED FOR THE EVIDENCE
FROM THE U.S. BEFORE THE PAKS CAN PROCEED FURTHER,
SINCE THEY CURRENTLY HAVE NO BASIS FOR PROSECUTING HIM
UNDER THEIR LAW.

- -- THEY ARE WILLING TO COOPERATE FULLY, AND SAID SO REPEATEDLY, BUT THEY INSIST WE MUST BE WILLING TO RECIPROCATE AND GIVE THEM INFORMATION ON WHAT WE KNOW ABOUT THE PERVEZ OPERATION AND OTHER SUCH ILLEGAL PROCUREMENT ACTIVITIES.
- -- ON ENRICHMENT, YAQUB REPEATED ZIA'S LINE THAT WE HAVE TO FIND SOME MEANS THAT REASSURE THE U.S. ON ENRICHMENT LEVELS WITHOUT DEROGATING FROM PAKISTAN'S

SOVEREIGNTY. ALL PAK OFFICIALS CONTINUE TO INSIST THAT ON-SITE VERIFICATION IS NOT ACCEPTABLE. IN ANY CASE, THE U.S. HAS SAID IT WILL KNOW THROUGH ITS INTELLIGENCE IF PAKISTAN IS VIOLATING THE 5 LEVEL.

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5. WE AGREED TO TRY TO PUT TOGETHER A BASKET OF STEPS PAKISTAN CAN TAKE TO MEET HILL CONCERNS ABOUT THE NUCLEAR ISSUE. ON PROCUREMENT, THIS COULD INCLUDE OUR RECEIVING COPIES OF GOP INSTRUCTIONS TO ITS AGENCIES PROHIBITING ACQUISITION OF SENSITIVE NUCLEAR ITEMS IN THE U.S., PUBLIC REITERATION OF ZIA'S PROMISE TO PURSUE THE PERVEZ CASE NO MATTER WHERE IT LEADS, VIGOROUS LEGAL ACTION AGAINST INAM (AND ANYONE ELSE

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FM AMEMBASSY ISLAMABAD

TO SECSTATE WASHDC IMMEDIATE 0523

S E C R E T SECTION 02 OF 02 ISLAMABAD 16294

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## FOR THE SECRETARY FROM ARMACOST

E.O. 12356: DECL: OADR

TAGS: OVIP (ARMACOST, MICHAEL H.), PREL, MNUC, PK

SUBJECT: FIRST DAY IN ISLAMABAD -- AUGUST 2

1. SECRET - ENTIRE TEXT.

IMPLICATED AT THIS END), AND EVIDENCE THAT PAKISTAN IS TIGHTENING UP ITS OWN REGULATIONS TO ENSURE SIMILAR EFFORTS WILL NOT RECUR.

6. WE ALSO EMBARKED ON A DISCUSSION OF ESTABLISHING TWO U.S.-PAKISTAN WORKING GROUPS. ONE, ON PROCUREMENT, WOULD SHARE INFORMATION ON OUR VARIOUS LAWS AND REGULATIONS ON ILLEGAL NUCLEAR-RELATED EXPORTS. IT WOULD ALSO PROVIDE A CHANNEL FOR PROVIDING THE GOP ILLUSTRATIVE EXAMPLES OF OTHER ILLEGAL PROCUREMENT EFFORTS PAKISTAN IS CONTINUING IN THE US. THE SECOND GROUP -- COMPOSED OF A FEW PEOPLE ON EACH SIDE WHO ARE KNOWLEDGEABLE ABOUT THE NUCLEAR ISSUE AND POLITICALLY SENSITIVE -- WOULD DEFINE AND ESTABLISH A MUTUALLY ACCEPTABLE BASIS FOR FURNISHING RELIABLE ASSURANCES ON ENRICHMENT. IF WE CAN

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INFORMALLY WORK OUT TERMS OF REFERENCE, WE WILL REFER THEM TO THE DEPARTMENT BEFORE GOING AHEAD WITH THE IDEA.

7. ON AFGHANISTAN, WE SHARED SIMILAR ASSESSMENTS OF THE SUCCESS OF THE MILITARY EFFORT OF THE MUJAHIDIN AND THE WEAKNESS OF THEIR POLITICAL AND DIPLOMATIC ACTIVITIES IN THE FACE OF RECENT GORBACHEV INITIATIVES. YAQUB AGREED THAT WE SHOULD FORMULATE A SET OF GUIDELINES OR PRINCIPLES FOR A POLITICAL SETTLEMENT PROPOSAL WHICH THE RESISTANCE COULD PROPOSE PUBLICLY AS A WAY OF COUNTERING THE SOVIET PROPAGANDA EFFORT. ARNIE WILL PURSUE THIS WITH YAQUB. WE ALSO AGREED TO DEVELOP A GAME PLAN JOINTLY TO LIMIT EROSION IN THIS YEAR'S AFGHANISTAN VOTE AT THE UN. FINALLY, WE AGREED ON THE UTILITY OF PUSHING THE NEUTRALITY CONCEPT FURTHER IN ANY DISCUSSIONS EITHER OF US CARRIES ON WITH THE SOVIETS IN THE IMMEDIATE FUTURE.

8: 'I WILL SPEND TOMORROW WITH THE PAK DEFENSE TEAM, THE ALLIANCE, AND PRESIDENT ZIA. RAPHEL

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