MEMORANDUM FOR DR. KISSINGER

FROM: Harold H. Saunders

SUBJECT: Your Meeting with Ambassador Hilaly

I am attaching two documents:

At Tab A is a memorandum for you to send to the President briefly reporting your conversation.

At Tab B is a memorandum of the conversation recording it in full.

I am submitting to you all of the copies of this memorandum.

SECRET/NODIS
MEMORANDUM FOR THE PRESIDENT

FROM: Henry A. Kissinger

SUBJECT: Word from China through Pakistan

The Pakistani Ambassador came in with a report on a recent exchange between President Yahya and the Chinese Communist Ambassador in Pakistan.

President Yahya early in November had called in the Chinese Ambassador to tell him the impressions he had gained in his talk with you in August and also to report our intentions to withdraw two destroyers from the Taiwan Straits. Basically, his message was that the U.S. is interested in normalizing relations with Communist China.

Early this month, the Chinese Ambassador returned to President Yahya after having heard from Peking. He told President Yahya that the Chinese appreciate the Pakistani role and efforts. He added that, as a result, the Chinese had released two Americans a few days before. [This apparently refers to the two yachtsmen released by the Chinese.]

Ambassador Hilaly asked whether there was anything of more precise substance that I could give him to be discussed when Chou En Lai visits Pakistan. He said that no date for this visit had been set yet.

I made these two points:

1. When a date is settled for the visit, I would pass on to him something more specific which President Yahya might say.

2. The Pakistanis could, however, pass along the following word to the Chinese: We appreciate this communication which Ambassador Hilaly had brought. We are serious in our desire to have conversations with the Chinese. If
they want to have these conversations in a more secure manner than Warsaw makes possible or in channels less widely disseminated within the bureaucracy, you would be prepared to do this.

Ambassador Hilaly indicated that he would send this message back to President Yahya.

I will consult with you in greater detail when we learn that a date has been set for Chou En Lai's visit to Pakistan.

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No copies to Secretariat
H&K files only
SECRET/NODIS

MEMORANDUM OF CONVERSATION

PARTICIPANTS: Agha Hilaly, Ambassador of Pakistan
Henry A. Kissinger
Harold H. Saunders

DATE AND PLACE: Friday, December 19, 1969, in
Dr. Kissinger's Office

Ambassador Hilaly began by recalling his last call on Dr.
Kissinger with the Pakistani Minister of Information and
National Affairs, Sher Ali, on October 10. He recalled that,
at that time, Dr. Kissinger had indicated that the Pakistanis
might inform the Communist Chinese informally of U.S.
intentions to pull out two destroyers from the Taiwan Straits.

Ambassador Hilaly explained the passage of time before that
message was conveyed. Sher Ali did not leave the U.S. for
Pakistan until October 25th. President Yahya did not return
to Pakistan from his State visit to Iran until November 5th.

Shortly after November 5, President Yahya called in the Chinese
Communist ambassador in Rawalpindi and explained his feeling
that the U.S. is interested in normalizing relations with Commu-
nist China and as a gesture was withdrawing two destroyers from
the Taiwan Straits. President Yahya based what he said on his
conversation with President Nixon on August 1.

In a letter of November 28 to Ambassador Hilaly, Minister Sher
Ali reported that the ambassador's immediate reaction had been
that the U.S. always "double-talked." The ambassador cited
China's shooting down of a U.S. intelligence plane. President
Yahya asked the ambassador to convey President Yahya's views
to Chou En Lai.

Ambassador Hilaly then said that on December 13 he had received
another letter from Minister Sher Ali reporting the Chinese
ambassador's reply after hearing from Peking. The Minister's
letter reported that reply in these words: "They appreciate
our [the Pakistani] role and efforts. As a result, they [the
Chinese] had let off the two Americans the other day." Dr.
Kissinger surmised that the two Americans referred to were two yachtsmen who had been recently released.

Ambassador Hilaly asked whether there is anything further of a substantive nature that could be discussed between President Yahya and Chou En Lai. Pakistan does not have a firm date yet for Chou's visit. The Chinese had been trying to persuade President Yahya to visit China first, but President Yahya has told them it is their turn to visit Pakistan. Ambassador Hilaly surmised that there might be some issue for U.S. China in the fact that this would be Chou's first foreign trip following the cultural revolution and it might have to be related to other visits.

Ambassador Hilaly suggested that perhaps the prompt Chinese response in resuming the Warsaw talks had resulted from the message the Pakistanis had passed to them.

In response to Ambassador Hilaly's question, Dr. Kissinger said that we could now do the following:

1. When a date for Chou En Lai's visit to Pakistan is settled, he would give to Ambassador Hilaly something that the Pakistanis could say to the Chinese.

2. The Pakistanis could tell the Chinese now that the U.S. appreciates this communication and that we are serious in our desire to have conversations with them. If they want to have these conversations in a more secure manner than Warsaw or in channels that are less widely disseminated within the bureaucracy, the President would be prepared to do this.

Ambassador Hilaly noted that President Yahya might pass these thoughts to the Chinese so that when Chou En Lai comes to Pakistan he can have thought about this suggestion. When he asked whether Dr. Kissinger, in referring to other channels, intended to continue using the Pakistani channel, Dr. Kissinger said we have no problem doing this through Pakistan but would be open to any other suggestions the Chinese might have.

Ambassador Hilaly noted the possibility that should it be desirable
for this channel to be active at a high level sooner than Chou En Lai's visit to Pakistan, President Yahya is probably now in a position to send Sher Ali himself to Peking. Delegations are going back and forth now in the normal course of events.

Ambassador Hilaly and Dr. Kissinger agreed that they would keep the channel between them active.

A brief exchange of views on the Warsaw talks followed. Ambassador Hilaly said he assumed they were in the nature of a preliminary exchange of views, and Dr. Kissinger said that this was consistent with our impression.

Ambassador Hilaly turned to the subject of the forthcoming U.S. decision on military supply policy. He said that he had been working for three years with members of the Congress urging them to understand Pakistan's difficulties. Now the House Foreign Affairs Committee has submitted a report which favors the resumption of military sales to South Asia. He thought the State Department favored resumption of some sort of arms sales and therefore he assumed that the question was up to the White House. He noted that President Yahya would be going in the early spring to the Soviet Union and then perhaps to China on visits and hoped that Pakistan would have a decision on U.S. arms supply policy before then. He also noted the important political steps that President Yahya has taken recently and said that the U.S. military supply decision would be important support for him.

Dr. Kissinger interjected that we are not in the business of changing Pakistan's domestic structure, but he acknowledged the fact that a U.S. decision might be helpful. He explained that the decision should be made in the near future. The White House has not been holding up this decision, but must hold a meeting on it, probably in January. Dr. Kissinger noted that he could not say what the answer would be, and Ambassador Hilaly said that it was important to have an answer, whatever it might be, although he assumed that there were good chances it would be favorable.

Harold H. Saunders
MEMORANDUM FOR THE PRESIDENT

FROM: Henry A. Kissinger

SUBJECT: President Yahya and Communist China

I was visited at the end of the week by Ambassador Hilaly and by Sher Ali Khan, President Yahya's Minister of Information and National Affairs who was here at the head of Pakistan's UN delegation. Although Sher Ali may not quite be Yahya's number two as he claims, he is apparently close.

Sher Ali came to report follow-up on your suggestion that President Yahya tell Chou En-Lai that the US would welcome accommodation with Communist China.

Sher Ali reported that Pakistan's delegate to the Peking 20th Anniversary celebrations had been instructed to let the Chinese know that Yahya was prepared to discuss the subject of American intentions in Asia when Gou En-Lai visits Pakistan, presumably early next year. Now Sher Ali felt that it would help President Yahya to have something specific to say to the Chinese, perhaps on US intentions on Vietnam. They could make a general pitch for the improvement of relations but that would be unlikely to provoke a specific response. President Yahya hoped that we might give him something to say.

I told him that I would have to consult with you so that we could pass on a more precise formulation than I was prepared to do at that moment. I did tell him however that, if President Yahya were communicating with the Communist Chinese Ambassador, he might say confidentially that the United States is removing two of its destroyers from the Formosa Straits. I told him that he should not allow any misunderstanding of this move -- it did not affect our basic position on Taiwan but it was an effort to remove an irritant. I told Sher Ali that we would be in touch with Ambassador Hilaly when we had something more precise to say.