1. **ENTIRE TEXT**

2. **SUMMARY:** AT MEETING WITH GENERAL VESSEY JULY TWENTY-SIX, DOCTOR SUAZO WELCOMED U.S. NAVAL DEPLOYMENTS AND UPCOMING EXERCISES. HE EXPRESSED BELIEF THAT DEMOCRATIC FORCES INSIDE NICARAGUA NEED AND DESERVE ADDITIONAL SUPPORT. HE REITERATED APPEALS FOR ADDITIONAL ECONOMIC ASSISTANCE. SUAZO ALSO EXPRESSED CHARACTERISTIC SUSPICION OF CONTADORA PROCESS ASSERTING THAT "CONTADORA GROUP IS TRYING TO SAVE THE SANDINISTA REGIME." END SUMMARY.

3. **GENERAL VESSEY CALLED ON PRESIDENT SUAZO MORNING JULY TWENTY-SIX AS PART OF HIS ONE DAY VISIT TO HONDURAS. ALSO IN ATTENDANCE WERE HONDURAN ARMED FORCES COMMANDER GENERAL ALVAREZ, PRESIDENCY MINISTER CARLOS FLORES AND AMBASSADOR NEGROPONTE. FOLLOWING TOPICS WERE TOUCHED.

4. **NAVAL DEPLOYMENTS:** DOCTOR SUAZO EXPRESSED PROFOUND APPRECIATION FOR OUR RECENT NAVAL DEPLOYMENTS. HE SAID HE SLEPT BETTER KNOWING THE FLEET WAS OUT THERE. IN REPLY TO AN INVITATION FROM GENERAL VESSEY, DOCTOR SUAZO SAID HE WOULD BE PLEASED TO VISIT THE AIRCRAFT CARRIER.

5. **JOINT EXERCISES:** DOCTOR SUAZO WELCOMED UPCOMING EXERCISES AS PART OF CONTINUED U.S. MILITARY COOPERATION.

6. **SITUATION INSIDE NICARAGUA:** SUAZO BELIEVES NAVAL
DEPLOYMENTS AND IMPROVEMENT OF ARMED FORCES OF CENTRAL
AMERICAN DEMOCRACIES IS AN IMPORTANT DETERRENT TO AN
OVERT AND DIRECT SANDINISTA AGGRESSION. BUT THAT
DOESN'T SOLVE THE LONG-TERM PROBLEM WHICH IS BEHAVIOR
OF SANDINISTA REGIME IN OTHER RESPECTS, EXPORT OF
REVOLUTION AND SO FORTH. TO THIS END INTERNAL
PRESSURES ON NICARAGUA MUST BE INCREASED. DEPLOYING
THE FLEET IS NOT A SUBSTITUTE FOR INCREASING SUPPORT
IN ALL FORMS FOR DEMOCRATIC FORCES INSIDE NICARAGUA.
SUAZO WAS EMPEHATIC IN HIS VIEW THAT IT WOULD BE FATAL
FOR THE REGION TO ALLOW CONSOLIDATION OF MARXIST-
LENINIST REGIME IN NICARAGUA. HE BELIEVED FDN AND
OTHERS STRUGGLING AGAINST SANDINISTA REGIME NEEDED
SIGNIFICANTLY INCREASED SUPPORT. SUAZO WAS AFRAID
THAT IF SUPPORT FOR ANTI-SANDINISTAS IS CUT OFF, THE
NICARAGUAN PEOPLE WILL BE DEMORALIZED. SUAZO SAID HE
DIDN'T THINK CASTRO OR ANDROPOV WOULD "LIFT A FINGER"
TO SAVE SANDINISTA REGIME.

7. ECONOMIC SITUATION: SUAZO MENTIONED GRAVE HONDURAN
ECONOMIC CRISIS AND RECENT APPEALS TO PRESIDENT REAGAN
FOR ADDITIONAL, SPECIAL ECONOMIC ASSISTANCE TO HONDURAS.

8. ASKED ABOUT HIS REACTION TO THE LATEST FSLN PEACE
PROPOSAL, DOCTOR SUAZO SAID HE SAW NOTHING NEW IN IT.
HE CHARACTERIZED PROPOSAL FOR NON-AGGRESSION PACT AS
CLASSIC COMMUNIST MOVE. SUAZO SAID THE CONTADORA GROUP
IS TRYING TO SAVE THE SANDINISTA REGIME. "BETANCUR,
MONGE, DE LA ESPRIELLA AND HERRERA CAMPINS ARE NOT
GOING TO SAVE ME FROM THE 2000 BAD HONDURANS BEING
TRAINED IN CUBA AND NICARAGUA TO SUBVERT OUR COUNTRY",
SUAZO SAID. NEGROPONTE

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