

*Scowcroft file*

MEMORANDUM

THE WHITE HOUSE  
WASHINGTON

SECRET/NODIS/XGDS

MEMORANDUM OF CONVERSATION

PARTICIPANTS: President Ford  
Dr. Henry A. Kissinger, Secretary of State and  
Assistant to the President for National  
Security Affairs  
Lt. General Brent Scowcroft, Deputy Assistant  
to the President for National Security Affairs

DATE AND TIME: Thursday, December 19, 1974

PLACE: Oval Office

Kissinger: Laird has been holding press conferences again. He said I absolutely won't be around in '76. I don't need reassurance.

President: It was in the Post or Times this morning. He talks about the Cabinet, about you, etc.

Kissinger: On Egypt, everything that has been done is too late. Now Sadat says there has to be some withdrawal on all fronts. We probably should have moved before the [scheduled] Brezhnev visit [to Cairo]. I think we have to elicit something from Sadat and then tell Israel they have to give oil and the passes. Then we could move on the authorization with the argument that they need to buy more oil.

We have a serious problem on Ex-Im with the Soviets. It's not just that Brezhnev looks like a fool on energy -- with Peterson and Nixon, they were talking billions. We have lost our leverage. What do they lose if we kick over detente? They won't do anything for \$300 million. The basic trade bill is so appalling.

President: I object to the procedure on the energy projects. The \$300 million I don't like. I would have no compunction about a veto.



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DECLASSIFIED  
E.O. 12958, SEC. 1.5  
NSC MEMO, 11/24/98, STATE DEPT. GUIDELINES *State Review 2/10/04*  
BY llq, NARA, DATE 5/10/04

Kissinger: I doubt they will accept MFN under these conditions. Even if they do, it isn't worth it. Dobrynin said they are faced with a position where there is shift of Executive power to the Congress.

President: If we veto the Ex-Im bill, maybe the businessmen will put some pressure on the Congress.

Kissinger: One theory with the Soviet Union was that we would create vested interests so that their bureaucracy would protest upsetting it. Also, we can stand these vested interested connections, but if they are made with Europe, I don't know if Europe is strong enough to handle it.

My nightmare is that so far we have bluffed them out of every crisis; what if they take the next one further down to the wire? If they put three divisions in, we couldn't meet them.

President: Let's take a look at the bill and give me your recommendation.

Kissinger: I will talk to Dobrynin again today.

President: We will have to mobilize Don Kendall and the others.

I'm putting John Dunlop in for Brennan. How about putting Brennan into Ireland?

Kissinger: It will cause a little ruckus, but we do very little business with Ireland. A little more in the next six months, because they will be President of the Nine.

President: Moore has been there five years, hasn't he?



~~Jim Davis~~ ~~Keating~~ ~~Murphy~~ ~~Walker~~ / ~~Stein~~ ~~May~~ ~~Personnel~~ ~~Problems~~ 2  
Call K-M - Assume he is using to discuss what  
agreed w/ Samson

✓ P-K 19 Dec

K. Would have holding press conf again. Said I absolutely  
won't be around in 76. I don't need reassurance.

P. It is a poster time this morning. Talks about Cabinet,  
you, etc.

K. On E, every thing has been done is too late. Don Sabat  
keep some w/ channel on all fronts. We prob should have  
moved before they could. I think we have to direct security  
from Sabat & then tell I they have to give oil & gas.  
Then we could move on a card to w/ argument that  
they need it to buy more oil.

We have serious prob on X-M. Not just that  
they have been a part in energy - w/ Peterson & K, they  
were taking billions. We have lost our leverage -  
what do they lose if they we break our detente?  
They would be getting for 300 mil. The brain will  
is so appalling.

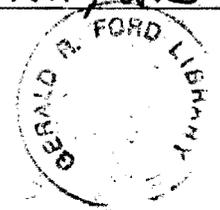
P. I expect object to a procedure on a energy. The  
300 mil I don't like I would have no compensation  
about a veto.

K. I don't they will accept MFR under these conditions.  
Even if they do, it isn't worth it. They said they faced  
w/ a position where shift of power over private corp.

P. If we vote X-M bill, maybe businessmen will put  
some pressure on a Cong.

K. One theory of SD was we would create vested interests  
so that their bureaucracy would protect supporting it.  
Also, we can stand these vested interested connections  
but if they are made w/ E we, I don't know if E we  
is strong enough to handle it.

My nightmare is - so far we have bypassed them out  
of every crisis - what if they take a next one further  
down to a wire. If they want 3 divisions in, are



Couldn't meet them.

P Let's take a look at a bill & give me your views.

K I will talk to Daly again today.

P We will have to motivate Kendall & others.

(Developing for Breemore) How about putting Breemore into Ireland.

K It will cause a little rubbers but we do very little business w/ Ireland. A little more in next 6 mos. Correctly presid. of C.I.

P Inver has been there 5 yrs hasn't he?

