FROM: London
TO: Secretary of State
NO: 584, July 30, 2 a.m.

PRIORITY.
SENT TEHRAN 36, (EYES ONLY AMB GRADY) RPTD INFO PRIORITY DEPT 584.
EYES ONLY SECRETARY.

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FROM HARRIMAN.

Pls inform Iran Govt soonest that I do not (rpt not) feel I can pass on to Brit Govt message transmitted to me in UNTEL 93 (which I have just read), as it is not (rpt not) responsive to the cordial reply proposed by Brit Govt which you showed Iran Govt Sunday. I will return Monday evening due Tehran Tuesday to discuss matter with them on arrival.

In meantime Brit proposed reply (MTEL 33) can not (rpt not) be considered as having been made as it depended upon favorable response from Iran Govt.

If, however, Iran Govt will rephrase their reply in accordance suggestion MTEL 33, I am confident arrangements for immed dispatch of mission can be made before I leave.

Of course, Brit will make their recognition of principle of nationalization public when exchange of message has been agreed upon.

RSP: APH

GIFFORD