

CONFIDENTIAL

SUGGESTIONS YAZDI MIGHT HAVE ON STEPS THAT MIGHT BE TAKEN IN THIS DIRECTION, AND URGED DEPUTY PM TO BRING TO HIS ATTENTION ANY PROBLEMS OR CHARGES AGAINST U.S. CHARGE EMPHASIZED IT IS BETTER TO DISCUSS FRANKLY THAN TO LET PROBLEMS FESTER.

- , 5. YAZDI RESPONDED THAT ONE GREAT OBSTACLE TO NORMALIZING IRANO-US TIES WAS INDEED QUOTE YOUR DEEP INVOLVEMENT WITH PREVIOUS REGIME UNQUOTE. HE MOVED SWIFTLY TO MORE POSITIVE TACK, NOTING THAT GOVERNMENT IS READY TO NORMALIZE WHEN U.S. QUOTE DEGREE OF RESPONSIVENESS TO CORRECT PROBLEMS OF PAST UNQUOTE (UNSPECIFIED) WAS CLEAR. PAST IS PAST, HE SAID, AND IRANIANS ARE PRAGMATIC. . THERE ARE MANY AREAS FOR COOPERATION. IRAN WILL IN DUE COURSE NEED U.S. TECHNOLOGY AND AGRICULTURAL PRODUCTS. NORMAL RELATIONS WOULD BE BASED ON MUTUAL RESPECT. IN THIS CONNECTION, YAZDI SAID. APPOINTMENT OF NEW AMBASSADOR WAS A VERY POSITIVE STEP, ES.'ECIALLY IF HE IS QUOTE SOMEONE WHO UNDERSTANDS THE NEW GOVERNMENT AND THE IRANIAN REVOLUTION.UNQUOTE CHARGE ASSURED HIM NEW APPOINTEE WOULD BE THAT KIND OF PERSON. (COMMENT: IF YAZDI HAS BEEN INFORMED OF APRIL 11 REQUEST FOR AGREMENT, HE GAVE NO HINT OF IT.) YAZDI THEN ADDED THAT NEW APPOINTEE SHOULD HAVE HAD QUOTE MINIMUM ANTI-REVOLUTIONARY INVOLVEMENT IN OTHER COUNTRIES. UNQUOTE CABINET AND RELIGIOUS LEADERS, INCLUDING KHOMEINI, ARE READY FOR NORMALIZATION AS BASIC STEPS ARE TAKEN:
 - 6. DISCUSSION THEN TURNED TO QUESTION OF REVOLUTIONARY COURTS AND OTHER SPECIFIC ITEMS (BEING REPORTED SEPTELS). NAAS##