## THURSDAY, MAY 3

## Cyrus Vance Breakfast

Low centered pot belly. Sit with slouch, low tie looping over paunch.

Warren Christopher. Slight. Wiry. Precise. Short. Handed Vance two sentence hand-written note during discussion -- surmise about tricky political waters stemming from Murhphy's sensitivities.

Murphy: when asked how can be legislatively helpful in passing bill, reponded that Hodding Carter's paper "popping off" about bill be halted. Referred to Star STAR editorial maxkindxthat as a State Department leak (implied)...saying "I don't know if Sol Linowitz is still writing their editorials or not but..."

Vance: ruddy, eyes in slits. Looked like they were stinging from lack of sleep. But voice full of forms emphasis and maybe one degree more m boisterous than I'd have thought.

Before going in to breakfast, I asked him about the morning POST's **strey** story about China retrenchment on modernization program.

M Led to good 5-minute conversation with these points brought MG up?

- Felt retrenchment was realistic. Previous
  grand designs were overreaching and would lead to failure.
- When I said that would have significant political fallout, he quickly made this point about the man I had in mind, Teng Chow ping: His influence has & apparently been circumscribed by lastest "expanded **Rokk** Politiburo meeting" than produced retrenchment policy. Said overambitiousness of his industrial modernization ideas one reason, given limited money. Others: **propix** important people questioning what China gained from "punishing" Vietnam -loss of some 20,000 men, Vietnam still in Cambodia and **Viet** negotiating **f** toughly on terroritial disputes.

Over melon before discussion began, a question about British elections. Vance xax had already read a cable from Ambassador Kingman Brewster predicting narrow Tory win. "But YENXEANX given the way old Callahan Exempsi can campaign, you can't count him out."

Sheekxhandxinxkeaxin Suggested to aide that Legion, in town, be given equal treatment in lobbying campaign...to get public support.

Shook hands with Vance when leaving. Got central casting, and good-old-chap farewell: % Heels together. Pump of hand. & Cheery smile. "Bye, Bye. So graded good of you to come."