NEA

FROM: London

TO: Secretary of State

RE: 583, July 29, 5 p.m.

SENT TEHRAN 35 EYES ONLY AMB GRADY; RPTD INFO PRIORITY DEPT 583.

EYES ONLY SECRETARY; DISTRIBUTION ONLY AS DIRECTED BY SECRETARY'S OFFICE. FROM HARRIDAN:

I fully agree Rountree's preceding tel and request you take matter up with Mosadegh, Busheir and others urgently. Brit fully understand position of Iranian Govt as expressed in minute and are prepared to negotiate, but as I stated are not (rpt not) bound until agreement has been reached in negotiations. Busheir and others have informed me Cabinet accepted my reservations in (b) and (c) of above tel. I can not (rpt not) agree to any change from understanding between Iranian Govt and myself as outlined this and Rountree's tel.

Gifford

MEM: AS

Note: Read by Mr. Dorris (GTI) 1:30 p.m. 7/29/51, KN.