

The President of the Supreme Soviet of  
the USSR.

Mr. Deputy Prime Minister

Ladies and gentlemen

I should like to express on behalf  
of all the members of my delegation  
our thanks for your very warm welcome,  
and for the assistance you have provided  
during this brief stop in Moscow.

*11-10-68*  
I am sorry that my first visit to the  
Soviet Union has been such a fleeting  
affair. But I am deeply grateful to our  
Soviet hosts for their generosity in  
entertaining us so hospitably at this  
late hour: and I am particularly  
grateful to you [Mr. Prime Minister] or  
[Mr. Kosygin] for your great kindness  
in coming to the Airport, which has given  
us a chance to meet for the first time  
and to have valuable discussions.

/The

No other times than in energy

- have to lecture immediately.
- last long haul too. Year 4/11
- Year 4/11 - effort to reduce
- also price mechanism to work to full
- fuel - nuclear power on large scale

More energy inflation

Lesson Jan. 1974

- don't accommodate inflation for
- moderately <sup>or</sup> price without
- fight it.

∴ convince people - it is necessary - loss  
of income.

Growth

It is not mean giving up prospect of growth  
- only foundation to resume.

It is all we can do increase efficiency  
working with int. of consumers - speed  
with which they adapt to change.

Relevant also - if we are to achieve a

DPSC

balance of supply & demand in oil  
must reach some understanding with  
oil producing countries.

All people's applicable to U.K.

Production - identify with consumer  
- determined efforts to save  
energy.

know - perhaps - matter to  
rebuild industry

By this inflation - policies even more  
favorable to us.

There to just exceed - it is the task of industry & private - described

The British Government is in favour of developing good relations between our two countries and we shall work with you to improve mutual understanding and to identify areas where we can co-operate fruitfully in both our interests.

We may not always agree in our approach to major international issues of the day.

But I am sure; that we can agree on the need to work for a secure and lasting peace and greater stability in international relations.

You have gone beyond protocol this evening, and I, for my part, have no wish to stand on protocol about who goes where first. I should like to repeat, as I did to the Soviet Minister of Foreign Trade, Mr. Patolichev, when he was kind enough to call on me recently in London that both Mr. Brezhnev and you



Must  $\therefore$  make position on  
energy - would crossing clear  
in simplest language.

Say what can be done - don't be  
afraid to say whether can't do.

Inspire more confidence by

combining action with candor  
then by bringing the truth in  
necessary phrases.

Mr. Prime Minister            Mr. Kosygin  
are very welcome to visit the United  
Kingdom at a mutually convenient time.

I should like to propose a toast  
to you Mr. Deputy Prime Minister, and  
to the development of a good, constructive  
relationship between the United Kingdom and  
the Soviet Union.

За ваше зде роуіе  
сделови .

Only half way through 1979

but prospects for economy <sup>deteriorating</sup>

By a year with a better balance of growth

- less unexpected <sup>inflation</sup>  $\frac{1}{2}$  of  $\frac{1}{2}$
- greater currency stability.

Because of oil - prospects worse especially on inflation.

For 2<sup>nd</sup> time in 1979

- vulnerability of world economy to developments on oil. demonstrated growth - formerly taken for granted now fragile.

- bad for us  
work for underdeveloped countries who suffer - high prices - less world activity - we less able to help.

IMU then means more instability.

Believe can turnaround - room for manoeuvre reduced.

In meeting here - heavy responsibility implied to our countries others that we can offer leadership of guidance if fail to last tests  
in other words in piggy bank situation - work when when we came