CONFIDENTIAL



Treasury Chambers, Parliament Street, SWIP 3AG 01-233 3000

PRIME MINISTER

PRIME MINISTER
To see. You will
be seeing the Chacelor
and Mi Howell next
Monday.

M5

ENERGY PRICES

I have seen a copy of David Howell's minute to you of 31 December in which he sets out his preliminary views of the possibilities of helping industry on energy prices in the recession.

- 2. I agree with David's general approach. It seems to me to be both positive and sensible and I welcome his proposal for a full discussion of his final recommendations in E Committee when he returns from the Gulf.
- 3. I am sending a copy of this minute to David Howell, Sir Keith Joseph and Sir Robert Armstrong.

M

(G.H.) 6 January 1981