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10 DOWNING STREET

From the Private Secretary

6 November 1981

Dear John,

National Health Service Pay

The Prime Minister has noted the Chancellor's minute of 30 October on pay and cash planning in the National Health Service.

She has commented that the question whether the special treatment proposed for certain staff groups in the NHS should be given and whether extra provision should be found for this purpose must depend on the progress of the public expenditure exercise. This, as the Chancellor's minute makes clear, will be for Cabinet to decide when they consider the report of MISC 62.

I am copying this letter to the Private Secretaries to the other Members of the Cabinet, to David Wright (Cabinet Office) and to Gerry Spence (CPRS).

Yours sincerely,

Michael Scholas

John Kerr, Esq.,
HM Treasury.

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