

Example
Public Sector
Party

RESTRICTED



MS
cc JL

10 June 1982

PRIME MINISTER

PAY RESTRAINT AND ADDITIONAL CAPITAL INVESTMENT

I am grateful to the Chancellor for his willingness to look at the ideas in my minute of 27 May. ^{TPM}

I agree that we need something more precise in the way of proposals than was included in my letter. I would therefore be happy for my officials to collaborate with those from the Treasury and other Departments.

Unless therefore you see any objection, I shall instruct my officials accordingly.

I am sending a copy of this minute to the other members of E Committee and to Sir Robert Armstrong.

Prime Minister

This crosses with a letter from me recording your view that, rather than have officials working up these ideas, they would best be dealt with in a general pay discussion based on the Chancellor's paper.

Mush

MH

MCS 11/6

Note

Told David Edwards that this had crossed with my letter that officials should work up the MH ideas.

MCS 14/6

P.A.



11 JUL 1982

COMMUNICATIONS
SECTION

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