010 Ref: A08667 CONFIDENTIAL PRIME MINISTER Falkland Islands: The Future We discussed arrangements for handling Ministerial consideration of the various problems which will have to be addressed once we have repossessed the Falklands. You agreed that a new Sub-Committee of OD should be set up under your chairmanship, with the following composition:-Prime Minister Home Secretary Foreign and Commonwealth Secretary Chancellor of the Exchequer Secretary of State for Defence Secretary of State for Trade Attorney General I suggest that the new Sub-Committee should be given the title of OD(FAF) (Future Arrangements for the Falklands) and should have the following terms of reference:-"To consider future constitutional, administrative and security arrangements for the Falkland Islands and their Dependencies, the measures of restoration required, and the possibilities for economic and social development; and to report as necessary to the Defence and Oversea Policy Committee." If you agree, I will make arrangements to establish the Sub-Committee 3. at once.

Robert Armstrong

14th June 1982