'22 Xmas
1984

10 DOWNING STREET

Prime Minister

Attached are your notes of the speech to the 1922.

Stephen
7/1

1922 Committee (1)

Mr. Onslow

Glad - address you briefly
before we adjourn
for Xmas recess

Or should I say
before we adjourn briefly
for Xmas.

Share your regret.
but 5 Bills - for
constitutional reasons -
Committee stage on floor
of house

Mr. Onslow - first time
under your Chairmanship
Congratulations on - most-
important - & influential
position.

And pay tribute to your
predecessor. - Both
trying to strengthen work
of back bench party
committee

1922 - whips

Chief Whip

How well his deputy has done

carried out his duties

1984. – difficult for reasons we did not expect.

Coal strike – violence + intimidation.

– Party's experience at Brighton.

Unemployment – human dimension + waste

– problem across Europe.

Can you spend your way in?

No. Higher interest rates destroy jobs.

4

Public Spending / Tax Cuts - on investment.

Not against

£55b investment
all time record
[24 ditto-].

High tax
no part
of
philosophy

"Hive of ~~Blank, not true~~" 1/6,

~~Tax cuts~~ T~~rans~~

High personal tax

destroys incentive, enterprise

destroys ambition to look

after families. One nation group

"Must not burden the

individual so that he

loses initiative – enterprise.

Equity & Justice to below average

~~Poverty Trap. Unemp~~

12m taxpayers earn £8.000

a year. →

6m with incomes below

£5,000.

—

Poverty trap.

Difference between

£60 — £120 earnings

(benefits + taxation). [With changes of benefits (operation – 1 Jan.)]

- less than £1 net.

What could be more

calculated to discourage effort

Unemployment trap.

A man / 2 children
wife

can be better off out of

work unless he is earning

over £130 a week.

Look to us.

—

Justice – jobs because of
spending power

Import content consumers 21%.

Investment 30%.

Condition – Enterprise culture. 8
Training – motivation. Small
business

Special Interest Groups

– Student Grants
Student parents

No interest groups more important than duty to taxpayers, consumers, industry & commerce as a whole. No way

—

Govt getting finance right

Incentives = motivation of [illegible] for

~~[illegible]~~ -

18 months - into first Parliament.

Then	Now
Inflation 18%	5%.
G.D.P. down 4%	up 2½%
I.R. 16%.	9½%.
Profits 4% on capital	Now 7%
N.I.S.	Abolished.
Investment down 8%.	Record high
Productivity low.	22% higher
Unemployment 3-mo- 90,000	10,000.

Had we cut & run to a spending philosophy — should never have had the base on which won last election.

Limitation of Govt. power
increasing independence &
ownership by people.
Responsible Society.

Achievements

1. Ownership. 63%.
1.7 million more home owners.

2. Share ownership.
Commercialisation
Privatisation. Management.
Earners to owners.

3. Trade Union attitudes.
Rebirth of mutual
responsibility. Leadership
Among moderates

4 Employment.

250 000 more jobs

Prop^n of pop. of Pop^n
of working age in work

66%.

European Average 60%.

West Germany & France 61%

Italy 55%.

~~Problem derives from fact~~
~~between 71-84 Pop^n~~

5 Real incomes are

highest ever.

6 And in the best

Conservative tradition

done more for those

least able to help

themselves.

Pensions best ever

Health service best ever

Help disabled - better

14

Problems – always

have problems.

Keep them in perspective,

~~Deal with them promptly~~

Challenges to democracy

– to rule of law.

Creation of responsible

independent society.

At the new year

Get on with the job

we were elected to do.

Happy Christmas,

United New Year