CONFIDENTIAL COMMERCIAL IN CONFIDENCE



MINISTRY OF DEFENCE WHITEHALL LONDON SWIA 2HB

TELEPHONE 01-218 9000
DIRECT DIALLING 01-218 2111/3

MO 26/16/1V

28th January 1986

301; GDS DDV 216

Dear Tolm,

WESTLAND

Thank you for your letter of 13th January about the

importance of competitive tendering in defence procurement.

I entirely agree with what you say about the need for value for money. As you say, competition is very important in this and has been given much greater priority by the Ministry in recent years. There are, of course, other factors that may have to be taken into account, including defence industrial base questions and the possible operational and financial benefits from international collaboration. But these are issues which can sensibly be addressed and weighed only in the context of a particular case. I note your views on the implications of the European offer in the case of the reconstruction of Westland plc.



I am copying this letter to the Prime Minister, the Lord Privy Seal, the Secretary of State for Trade and Industry, the Attorney General, the Chief Whip and the Secretary of the Cabinet.

Yours wes,

George Younger

AGROSPACE PT3F

