PRIME MINISTER

MEETING WITH THE CHANCELLOR: 15 SEPTEMBER

Three topics:

(i) recent volatile markets and soft bond markets in many countries; fears of re-emerging inflation;

(ii) the prospects for the G10, Interim Committee, IMF annual meetings;

(iii) the Chancellor's wish that the Governor should be made a Privy Counsellor.

DAVID NORGROVE

12 September 1986

BM2AUL