PRIME MINISTER

CONSERVATIVE BACKBENCH EUROPEAN REFORM GROUP

- 1. The following Group of Conservative Backbenchers has been formed, for which the initiative has come (mainly) from Teddy Taylor and Tony Marlow.
- 2. The Group is not advocating the withdrawal of the United Kingdom from the E.E.C.; it is calling for fundamental reform.
- 3. The present Members are:-

Teddy Taylor
Tony Marlow
Ronnie Bell
David Bevan
John Blackburn
Richard Body
Nicholas Bonsor
Michael Brown
John Butcher
John Carlisle
Gerry Neale
James Pawsey
Harvey Proctor

Bob Taylor

Bill Walker

Tony Beaumont Dark
Den Dover
Jonathan Aitken
John Farr
Peter Fry
Peter Griffiths
Warren Hawksley
Michael Latham
Roger Moate
Albert McQuarrie
Matthew Parris
Barry Porter
Richard Shepherd
John Townend



LIST OF GUESTS ATTENDING THE MEETING AND DRINKS TO BE GIVEN BY THE PRIME MINISTER FOR THE CONSERVATIVE EUROPEAN REFORM GROUP ON MONDAY, 15 DECEMBER 1980, FROM 7.15 PM TO 8.15 PM

The Prime Minister

Mr. Ian Gow, MP

Mr. Jonathan, Aitken, MP

Mr. Anthony Baumont-Dark, MP

Sir Ronald Bell, MP

? Mr. David Bevan, MP

? Mr. John Blackburn, MP

? Mr. Richard Body, MP

? Sir Nicholas Bonsor, MP

Mr. Michael Brown, MP

Mr. John Browne, MP

? Mr. John Butcher, MP

? Mr. John Carlisle, MP

? Mr. Alan Clark, MP

? Mr. Geoffrey Dickens, MP

Mr. Den Dover, MP

? Mr. Robert Dunn, MP

Mr. John Farr, MP

Mr. Peter Fry, MP

Mr. Peter Griffiths, MP

Mr. Warren Hawksley, MP

Mr. Toby Jessel, MP

Mr. Peter Lloyd, MP

? Mr. Tony Marlowe, MP

Mr. Albert McQuarrie, MP

Mr. Roger Moate, MP

Mr. Gerry Neale, MP

Mr. Matthew Parris, MP

Mr. James Pawsey, MP

- ? Mr. Barry Porter, MP
- ? Mr. Richard Shepherd, MP

Mr. Tony Speller, MP

Mr. Teddy Taylor, MP

Mr. Neil Thorne, MP

Mr. John Townend, MP

Mr. Bill Walker, MP

Mr. Gary Waller, MP

36 Mr. Nicholas Winterton, MP

Secretary to the Group: Mr. John Shepherd

TATLOR, a. P.

From: Teddy Taylor, M.P.

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HOUSE OF COMMONS LONDON SWIA OAA

16th December, 1980.

R Pel

Thank you for your letter of the 11th December and for your comments.

Of course the Group's policy is to achieve substantial improvements in our relationship with the E.E.C. within the framework of continued membership. We have taken every possible opportunity to stress this and honestly cannot be responsible for the attacks made on it or the content of these attacks.

As regards our aims we do believe these are entirely consistent with continued membership of the E.E.C. and we have endeavoured to establish from those who express a contrary view what their detailed objectives are.

Ren

The Rt.Hon. The Lord Thorneycroft, C.H. Conservative & Unionist Central Office. 32, Smith Square, S.W. 1P.

25th November, 1980

Thank you for your letter of 24th November, with which you enclosed a letter of the same date addressed to the Prime Minister.

The Prime Minister would, of course, be very pleased to meet you and your colleagues.

Caroline Stephens will be in touch with you about a date.

The Prime Minister hopes that you or your colleagues may be able to come over and have a drink here.

Ian Gow

Teddy Taylor, Esq., M.P.

From: Teddy Taylor, M. P.



HOUSE OF COMMONS

24th November, 1980.

Ian Gow Esq., M.P.,
PPS to Prime Minister,
House of Commons.

Dear Ian,

I am enclosing a letter addressed to the Prime Minister inviting her to meet the Conservative European Reform Group for Dinner or, if this is not possible, for a discussion. Naturally we would prefer a meeting over a meal and would guarantee to arrange a suitable venue for this in the vicinity of Westminster within hours of an acceptance in principle. Of course I would consult you immediately about the venue before finalising the arrangements.

I think that it would be most helpful to those who have joined together because of our concern regarding the economic and political consequences of Britain's present and projected relationship with the EEC if such a discussion could be arranged.

We are of the opinion that the most helpful way of arranging such a discussion would be for our senior member to outline our fears and concern, for six other representative members to comment on particular aspects of the problem and thereafter for the Prime Minister to comment on what has been said.

Naturally we would take your advice on this.

The one thing which has disturbed us since launching the Group has been the suggestion in one newspaper that we are disloyal to the Prime Minister. I think you will know that the membership of the Group(now over 40 strong) consists of true loyalists and that our record on loyalty compares rather fawourably with the record in recent days of the so-called Euro-muts!

If you would like to have a chat on the whole business when you have time, please don't hesitate to contact me. Not having a "pair" I am always here!

Yours,

Teddy

17th November, 1980

Conservative European Reform Group

Thank you so much for having put on the Board a list of the 30 Members of this new Group.

I would be grateful if you could please keep in touch about this.

IAN GOW

Teddy Taylor, Esq. M.P. House of Commons, Westminster, London SW1

TATLOR, O.P.

FILE

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10 DOWNING STREET

THE PRIME MINISTER

1 December, 1980

New Tedds

Thank you for your letter of 27 November about our meeting on 15 December.

I am grateful to you for letting me have the background to the office bearers for the Conservative European Reform meeting and I take the point that Sir Nicholas Bonsor will be acting as Chairman when you all come.

Teddy Taylor, Esq., M.P.

PH.

From: Teddy Taylor, M.P.



HOUSE OF COMMONS

27th November, 1980.

Dear Prime Minister,

Thank you very much indeed for your kind letter of the 26th November and for so readily agreeing to meet the members of the Conservative European Reform Group.

I reported your kind suggestion to the meeting last night, which was attended by 32 of the 42 members, and they were unanimous in expressing their pleasure and gratitude. I shall, of course, advise Caroline Stephens of the list of members who will be attending as soon as possible.

I think I should also let you know that we considered the question of office bearers for the forthcoming session at the meeting. The members kindly suggested that I should continue to act as Chairman, but I made it clear that if the reforming nature of the group was to be emphasized, it would be best if the Chairman or Leader of the Group was not someone like myself who was labelled, rightly or wrongly, as an anti marketeer. After discussion it was eventually agreed that Sir Nicholas Bonsor should be appointed as interim Convener or Chairman of the Group, and that there should be a small executive committee to advise him consisting of myself, Richard Shepherd, Peter Fry, Peter Lloyd, Tony Marlow and Bill Walker.

These appointments are interim ones as it was felt that the continuing growth of the Group made it wise for us to postpone final appointments until the size of the group membership became clear. These appointments will be made early in January, but I am sure that Nicholas Bonsor will represent us well in the interim and probably thereafter.



HOUSE OF COMMONS

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In these circumstances the Group on 15th
December will led by Nicholas Bonsor and I thought
I should let you know this.

We will look forward to our chat on the 15th December and I am only sorry that life is so very hectic for you these days.

You Tells.

The Rt.Hon. Margaret Thatcher, M.P. The Prime Minister, 10 Downing Street, S.W. 1.

1055

[Sir I. Gilmour.]
Member for Stepney and Poplar (Mr. Shore) that he was on rather weak ground in complaining, bearing in mind the total lack of achievement of his party when in office. I agree most strongly with the first part of my hon. Friend's question. In an ever more dangerous world the unity of Europe is vital to us all.

Mr. Donald Stewart: In view of the breaking of the promise made by the Minister of Agriculture, Fisheries and Food on 24 April that there would be a veto on any increase in farm prices on items in structural surplus, what prospect is there now that the fishermen will not be betrayed in the forthcoming talks? Is he aware that if that occurs there will be the most serious developments?

Sir I. Gilmour: That is hardly worthy of the right hon. Gentleman. He knows full well that the Government have the interests of our fishermen fully in mind. We have safeguarded those interests until now and we shall continue to do so.

Mr. Moate: Does my right hon. Friend agree that by the standards set by the renegotiations entered into by the Labour Government and by the standards set in the original negotiations, the Government, and especially my right hon. Friend the Prime, Minister, have produced a remarkable achievement? However, judged by British interests, do not the very nature of the concessions that have been madethe move away from broad balance and the concessions on food prices-mean that Britain is still getting a very bad kargain? Will my right hon. Friend answer the question of my hon. Friend the Member for Harborough (Mr. Farr) on New Zealand? The agreement is vague about New Zealand. Will he give an absolute assurance that there will be no diminution of New Zealand lamb imports into

Sir. I. Gilmour: I cannot agree with my hon. Friend. I do not think that the agreement on New Zealand lamb is at all vague. It seems to be strikingly specific. My right hon. Friend the Minister of Agriculture, Fisheries and Food will be going into greater detail about that later. I cannot agree that we have achieved a bad bargaia. If we had been starting from scratch, no doubt different results would have been obtained but, we were not. We

have achieved a considerable amount. Of course, we have made concessions, In any negotiations that is bound to happen. However, as has been said from both sides of the House, our partners have made considerable concessions.

Mr. Jay: Has the right hon. Gendeman yet read the sentence in the communique that indicates that the proposed fundamental review must not call in question the principles of the common agricultural policy?

Sir I. Gilmour: I have. If the right hon. Gentleman will remind himself of what those principles are, in the Treaty, I think that he will be greatly reassured.

Mr. Myles: Does my right hon. Friend agree that there is no automatic mechanical link between the prices that were negotiated for agricultural produce in Europe and the prices in the shops in Britain?

Sir I. Gilmour: My hon. Friead is entirely right. It may be helpful if I say again that the average 5 per cent. increase in prices will add only 0.7 per cent. to the food price index—in other words, a very small amount.

Mr. Dalyell: Will the right hon. Gentleman clarify two matters in his original statement? First, in relation to the financial mechanism, he said that there was the possibility of advance payments taking into account that we would not be paid before the end of the financial year 1980-81 for the 1980 payments. Unless that is in black and white, what real possibility is there of advance fayments?

Secondly, will the right hon. Gendeman accept from one who was a member of the Budget Committee of the indirectly elected European Assembly that on endless occasions we have head about a major review of the budget. What will that major review achieve. There is no way of having a non-cosmetic major review without lusting various countries, which may refue to be hurt.

Sir I. Gilmour: I agree that there is no way of easuring that we get early repayment. However, we are bound in get repayment in our own financial is opposed to the calendar year. This will pelp some of our partners.

ASSETT TO VENEZIONE

Conservative European Reform Group

It has been agreed to form a group in Parliament which will consist of Conservative members who support the following statement:

"We believe in the urgent need for fundamental reform of the Common Market in the interest of securing genuine European co-operation based on the partnership of nation-states. It is our belief that the present structure of the EEC is damaging to the interests of the UK and that this situation will persist until substantial and fundamental changes are made either in the basic structure of the Common Market or else in the relationship that Britain has with the Community. With the Community reaching the limits of its financial resources and approaching its iminent enlargement this is clearly the right opportunity to secure the necessary change. In particular we believe that there is an urgent need to adopt policies directed to:

- A) The ending of the C.A.P. and the restoration to national governments of control over agriculture policy.
- B) The reform of the system of financing the Community budget to take account of the ending of the C.A.P. and to ensure that no member state has to carry an unfair share of expenditure as Britain has done since joining the EEC.
- C) The restoration to each member state of the right to take action on unfair trading practices, such as dumping, by third countries.
- D) The reassertion of the power of national Parliaments over the institutions of the Community.

507 For : Teddy Taylor HOUSE OF COMMONS LONDON SWIA OAA 17th Dec. Dear Primo Minister, A short rote to thank you for your hospitality and kindness when you met the manuber of the Reform group on Marday. I know that all those I spale to afterwards were delighted to have the opportunity of sequencery their reins to you and I have that the recting was a help in clarifying the objects of the group. Teddy