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THNFO PRINORISTY EC POTSTS, WASHINGTON, MOSCOW, UKDEL NATO

TINFO SAVENG CONSULS GENERAL MARSEMLES, BORDEAUX, LINLLE, LYONS

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THE NEW FRENCH COUNCIL OF MINNISTERS : MIPS

COMMENT

- 1. THE SENS A GOVERNMENT ON WHICH THE PRESIDENT'S MEN HAVE VERTUALLY ALL THE IMPORTANT POSTS (PRIME MUNICIPALITY FOR AND DEFENCE). NEVERTHELESS METTERRAND HAS KEPT PLACES FOR THE OTHER MAIN TENDENCIES ON THE SOCIALIST PARTY. THE RETURN OF CHEVENEMENT AND THE PROMOTION OF MME BOUCHARDEAU RESTORE THE DIMENSIFIED CERES AND LEFT—WING REPRESENTATION.
- 2. CHEYSON MAY BE SURPRISED AND RELIEVED TO FIND HIS TENURE AT THE QUAR D'ORSAY EXTENDED. HT WAS WINDLY PREDICTED THAT DUMAS WOULD TAKE OVER THE FOREIGN AFFAIRS PORTFOLING. BUT HT MAY BE THAT THE HIMPRESSINVE JOB DUMAS DUM AS MINNISTER FOR EUROPE DURING THE FRENCH PRESIDENCY AND HIS EFFECTIVE PERFORMANCE AS GOVERNMENT SPOKESMAN (ALTHOUGH HE HAS HELD THE JOB LESS THAN A MONTH) LED MINTERRAND TO HINSUST THAT HE SHOULD STAY PUT FOR THE TIME BEING.
- 3. ROCARD WILL ALMOST CERTAINLY BE DISAPPOINTED TO CONTINUE AT AGRICULTURE. HE HAD MADE NO SECRET OF HIS WISH TO MOVE AND WAS WIDELY RUMOURED TO HAVE SET HIS SUGHTS ON SUCCEEDING DELORS AS MINISTER OF FUNANCE. MITTERRAND WOULD PROBABLY HAVE REJECTED ANY SUCH MOVE IN ORDER TO KEEP AN OLD RIVAL AWAY FROM SUCH A KEY POSHTINON. HOWEVER, THE APPOINTMENT OF BEREGOVOY TO TAKE DELORS' PLACE IS SOMETHING OF A SURPRISE. HE HAS HAD SOME SUCCESS IN BRITISHING THE SOCHAL SECURITY ACCOUNT INTO ORDER, BUT DURING THE INTERNAL GOVERNMENT DEBATES ON ECONOMIC POLICY IN 1982 AND EARLY 1983 HE MADE LITTLE SECRET OF HIS OPPOSITION TO DELORS AND HIS CERTAINTY THAT THE POLICY OF RINGOUR WOULD FAIL. HE HAS PRESUMABLY REVISED HIS OPPOSITIONS SHINCE THEN.
- 4. FABILIS HAS SPLINT HIS FORMER RESPONSIBILITITIES FOR INDUSTRY AND RESEARCH BETWEEN MME CRESSON AND CURIEN (A TECHNICHAN), ALTHOUGH MME CRESSON HAS BEEN MADE RESPONSIBLE FOR 'INDUSTRIAL REDEPLOYMENT' RATHER THAN SHMPLY 'INDUSTRY'. IT IS TOO SOON TO KNOW WHAT DIFFERENCE, IF ANY, THE CHANGE OF THITLE IMPLIES. BUT AS FAR AS MME CRESSON IS CONCERNED, THE COMBINATION OF THE EXTERNAL TRADE AND INDUSTRY PORTFOLIES REPRESENTS A PROMOTION, DESPINE A SOMEWHAT UNEVEN RECORD DURING THE LAST ADMINISTRATION.

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5. A SURPRISHING SURVINOR OF DEFFERE. BUT HE LOSES HAS HOLD ON THE REMANS OF POWER AS MANNISTER OF THE MINTERMOR AND DECENTRAL ASSEMBLY, AND ALTHOUGH GIVEN FORMAL PROMOTION TO THE RANK OF ''MINISTRE D'ETAT''. HE NOW HAS MUCH REDUCED RESPONSIBILITIES. HAS FORMER POST HAS BEEN ASSUMED BY PRERRE JOXE, THE LEADER OF THE SOCHALMST PARTY GROUP AND THE NATHONAL ASSEMBLY, ANOTHER ANTHMATE OF MINTERRAND, WHO RETURNS TO THE GOVERNMENT HAVING BRINEFLY BEEN MINNISTER OF MINDUSTRY AND 1981.

6. THE APPOINTMENT OF CHEVENEMENT (LEADER OF THE LEFT WING CERES FACTION OF THE SOCHALIST PARTY), MINNESTER FROM 1981 - 1983, AND CONSTANT CRITICO OF DELORS' AUSTERNITY PROGRAMME) AS MINNESTER OF EDUCATION HIS ATTRIBUTABLE TO MITTERRAND'S NEED TO ENSURE THAT THE LEFT WING OF THE SOCHALIST PARTY HIS ON BOARD, ESPECHALLY NOW THAT THE COMMUNIST PARTY HAS ALL BUT LEFT THE SHIP. BUT CHEVENEMENT HAS BEEN GINVEN A DIDFFICULT PORTFOLING. HIT WILL FALL TO HIM TO HANDLE THE CONTROVERSHAL HISSUE OF EDUCATIONAL REFORM.

7. AS FAR AS THE UK WES CONCERNED, THE FACT THAT CHEYSSON, DUMAS, HERNU AND ROCARD REMARKS WIN PLACE WHILL REDUCE THE HAPACT OF THE CHANGES ON OUR BULLATERAL RELATIONS.

8. *** RECOMMEND THAT BRINTINSH MINNISTERS SHOULD SEND BRINEF MESSAGES TO THEIR OPPOSITE NUMBER WHERE THESE ARE NEW IN THEIR FUNCTIONS OR WHERE A MINNISTER HAS ASSUMED A MAJOR NEW RESPONSIBILITY (EG QUILLES FOR TRANSPORT). *** AM SURE **** TO WOULD ALSO BE APPRECIATED **** THE CHANCELLOR WERE TO SEND DELORS A FAREWELL MESSAGE.

FRETWELL

FCO WHITEHALL (PALACE)