PRIME MINISTER MEETING WITH HUNGARIAN FOREIGN MINISTER, 7 MARCH Mr. Varkonyi is coming for half-an-hour accompanied by his Ambassador here (a new one). You met Mr. Varkonyi in Budapest. Subjects you will want to cover are: - Mr. Kadar's visit. - Outlook for arms control negotiations in Geneva. You will want to give him an account of your views on SDI. - Prospects in Hungary. There is to be a Party Congress beginning on 12 March. - The scope for increased trade. He may raise the lack of progress in EC/Hungary negotiations. Hungarian demands are unreasonable: but the EC response - particularly from Italy - is unhelpful. Record of your meeting with Mr. Szuros is in the folder. 6 March, 1985