

*cc*  
②



MINISTRY OF DEFENCE  
MAIN BUILDING WHITEHALL LONDON SW1  
Telephone 01-930 7022

MO 26/7E

*Mr P* October 1986  
*Prime Minister*  
*Mr CDP 9/X.*

*Dear Charles,*

ALARM

The Prime Minister expressed her concern over the problems encountered during the development of ALARM when she met with the Chiefs of Staff last month.

My Secretary of State shares this concern and intends to submit a full report to the Prime Minister when he has had an opportunity to consider proposals from the Prime Contractor, British Aerospace, for recovering the project. He hopes to be in a position to do so early in November.

I am sending a copy of this letter to Jill Rutter in the Chief Secretary's Office.

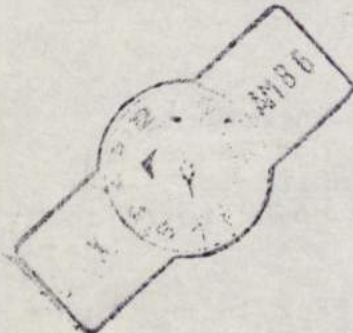
*You sincerely*  
*[Signature]*

(I C F ANDREWS)  
Private Secretary

Charles Powell Esq  
No 10 Downing Street

CONFIDENTIAL

MINISTRY OF DEFENCE  
MAIN BUILDING WHITEHALL LONDON SW1  
Telephone 07-533 4033



CONFIDENTIAL

SECRET