

CCB/UP.

PRIME MINISTER

BILATERAL WITH THE CHANCELLOR

You will want to congratulate the Chancellor on his Autumn Statement.

Items for discussion include:

- (i) the markets;
- (ii) evidence to the TSRB: the Chancellor fears that Sir Robin Ibbs is looking for higher salaries in order to make headroom for paying the senior managements of his agencies;
- (iii) the Chancellor wishes to propose that Peter Lilley should be made a Minister of State;
- (iv) senior appointments in the Treasury.

DRS

DAVID NORGROVE

3 November 1987

VC3ATA