

CONFIDENTIAL

PRIME MINISTER

BILATERAL WITH THE CHANCELLOR: 15 JUNE

The Chancellor has in mind the following items to raise:

(1) a report on the outcome of yesterday's ECOFIN Council, and in particular the successful completion of the capital movements directive. The Chancellor apparently feels the form of words he accepted on a study of tax differences is pretty meaningless.

(2) NHS Review. ^{He}~~You~~ may want to mention the first of the meetings between DHSS and the Treasury Ministers, agreed at the last meeting of your group, which took place last Friday.

(3) The markets - I am not aware the Chancellor wants to put any operational points to you.

(4) Economic Summit - probably no need to discuss in the bilateral as you will be having a full briefing meeting tomorrow morning.

PRCG.

(PAUL GRAY)

14 June 1988

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