CONFIDENTIAL PRIME MINISTER INNER CITIES lat plup I have seen copies of Malcolm Rifkind's minute of 26 January to you and of your Private Secretary's response of 2 February. There are of course certain similarities between the problems of the South Wales Valleys and those of the English inner cities as I sought to bring out in the memorandum I circulated to colleagues last year (E(UP) (87/4). But the problems and the opportunities are by no means precisely the same. And our handling of the issues is very different - which is why, I imagine, that work on the White Paper has hitherto been undertaken on an England-only basis with virtually no involvement on my part or that of my Department. I am now working up a Programme of Action for the South Wales Valleys. I am also reviewing the workings of the Urban Programme in Wales with the aim of targetting available resources still more accurately on the most deprived communities (not all in the Valleys) and on projects which will help mobilise private sector funds. I need however to consult a number of bodies and individuals on these issues and will not be in a position to announce any of my conclusions in early March. To include in an almost wholly 'English' White Paper a section noting that there are urban problems in Wales without at that stage being able to present properly worked-up proposals is to risk going off at half-cock. It is my clear view that the urban scene in Wales should not feature in the White Paper. I am sending a copy of this minute to members of E(UP) and to Sir Robin Butler. 5 February 1988

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