PRIME MINISTER

BILATERAL WITH THE FOREIGN SECRETARY



You have a bilateral tomorrow afternoon with the Foreign Secretary. The main subjects he wants to discuss are:

- <u>Eastern Europe</u>. He will want to report on his visit to <u>Hungary</u>, and any conclusions he has drawn for our assistance to Eastern Europe;
- German unification. You will want to talk about your two conversations with President Bush (I have sent the Foreign Secretary notes of them); and how we can take some of the edge out of our relations with the Germans now that we have established the various mechanisms for consultations about the consequences to unification. Should you send a message to Chancellor Kohl? Or should we invite Teltschik over here, to prepare for the Anglo/German Summit at the end of the month?
- Meeting with President Bush. I have suggested to the White House that you might go over in the week before Easter. We will need to work out very carefully some proposals for you to put to the President;
- CSCE. He may want to expand on the ideas he put to you last week for building on CSCE to create new institutions in Europe for discussions on defence and security issues. He promised to let you have some material for a speech on this at the Konigswinter Conference;
- Hong Kong. You will want to tell him about your meeting with Mr. Tebbit and others, and their attempts to imply that they have the Government running scared. The Foreign Secretary and the Home Secretary are going to have to get down to some serious work on convincing some of the opponents to the Bill.

CHARLES POWELL

28 FEBRUARY 1990

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