

37a

hwe
DA

PRIME MINISTER

BILATERAL WITH THE CHANCELLOR: 6 DECEMBER

I have agreed with the Chancellor's office three main items for tomorrow's agenda:

i) Local Authority SWAPS You did not have a chance over the weekend to see the papers at Flag A. I assume you will want to support the Chancellor in his continuing resistance to the Governor's proposal that the authorities should play a role in bringing about a financial settlement of the Hammersmith and Fulham and related cases.

ii)

CLOSED UNDER THE
FREEDOM OF INFORMATION
ACT 2000

iii) Markets You will want to have the usual round-up discussion with the Chancellor. Next week we move into the busy period of the month for new economic figures with for example:

- retail sales and producer prices, both for November, on Monday;
- unemployment/earnings and the quarterly balance of payments figures on Thursday;
- the RPI on Friday.

(PAUL GRAY)

5 December 1989