ce D/Industry 10 DOWNING STREET 22 December 1981 THE PRIME MINISTER Hear Th. Kantmar. When we discussed the closure of ICL's Plymouth Grove Factory on 23 November I asked Kenneth Baker to look into the points which you had made. As agreed at our meeting, Kenneth Baker asked the NEB to consider your suggestion that they might take over Plymouth Grove as a separate concern doing contract work on printed circuit boards. I understand that the NEB had in fact looked into this possibility a couple of months earlier but concluded that there was no commercially viable business in prospect. However, the NEB agreed to pay a further visit to the factory in order to make a full assessment of your proposal and you then had a full discussion on 7 December with the Board's Regional Director and the Head of their Information Technology Division. I understand that the NEB confirmed that it remained their view that an investment along the lines you suggested would not be commercially viable and in the circumstances you agreed that the only alternative seemed to be to try to identify a manufacturer or group of manufacturers who might be interested in continuing the production of printed circuit boards at Plymouth Grove. Kenneth Baker is writing to you separately about your suggestion that the Department of Industry's Invest in Britain Bureau might have a role to play in this. Lows sievely The Rt. Hon. Gerald Kaufman, M.P.



FROM THE MINISTER OF STATE FOR INDUSTRY AND INFORMATION TECHNOLOGY

KENNETH BAKER'S OFFICE

Mike Pattison Esq Private Secretary to the Prime Minister 10 Downing Street LONDON SW1 DEPARTMENT OF INDUSTRY
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8 December 1981

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Den Mile,

ICL PLYMOUTH GROVE

Thank you for your letter of 10 December. I attach a draft letter for the Prime Minister to send to Mr Kaufman.

Since his meeting with the NEB on 7 December, Mr Kaufman has also written to Mr Baker with the new suggestion mentioned in the draft that the Department's Invest in Britain Bureau could help to identify foreign manufacturers interested in continuing the production of printed circuit boards at Plymouth Grove.

Mr Baker is writing to tell Mr Kaufman that the IBB have already conducted a full assessment of the possibilities without identifying any potential overseas buyers, but that a UK company, Unitech has expressed an interest and which it will be discussing with ICL.

your micrely, Junth Huch

JONATHAN HUDSON PRIVATE SECRETARY DRAFT LETTER FOR THE PRIME MINISTER

The Rt Hon Gerald Kaufman MP
House of Commons
LONDON SWIA OAA

When we discussed the closure of ICL's Plymouth Grove Factory on 23 November I asked Kenneth Baker to look into the points which you had made.

As agreed at our meeting, Kenneth Baker asked the NEB to consider your suggestion that they might take over Plymouth Grove as a separate concern doing contract work on printed circuit boards. I understand that the NEB had in fact looked into this possibility a couple of months earlier but concluded that there was no commercially viable business in prospect. However, the NEB agreed to pay a further visit to the factory in order to make a full assessment of your proposal and you then had a full discussion on 7 December with the Board's Regional Director and the Head of their Information Technology Division.

I understand that the NEB confirmed that it remained their view that an investment along the lines you suggested would not be commmercially viable and in the circumstances you agreed that the only alternative seemed to be to try to identify a manufacturer or group of manufacturers who might be interested in continuing the production of printed circuit boards at Plymouth Grove. Kenneth Baker is writing to you separately about your suggestion that the Department of Industry's Invest in Britain Bureau might have a role to play in this.

10 December, 1981 Thank youffor your letter of 4 December, following the meeting here with Mr. Gerald Kaufman, M.P. about ICL Plymouth Grove. The Prime Minister would like to send a brief letter to Mr. Kaufman, essentially recording the points made in your letter. Perhaps you could let me have a suitable draft. M. A. PATTISON

> Jonathan Hudson, Esq., Department of Industry

CE AD DEPARTMENT OF INDUSTRY ASHDOWN HOUSE 123 VICTORIA STREET LONDON SW1E 6RB 6401 TELEPHONE DIRECT LINE 01-212 FROM THE MINISTER OF STATE FOR INDUSTRY AND INFORMATION TECHNOLOGY SWITCHBOARD 01-212 7676 Prime Minister KENNETH BAKER'S OFFICE Agree that you need not write to Mr Kanfman? Mike Pattison Esq Private Secretary to the Prime Minister 10 Downing Street LONDON SW1 I there 4 December 4 D December 1981 Dear Mile. ICL PLYMOUTH GROVE Thank you for your letter of 23 November recording the outcome of the Prime Minister's meeting with Mr Kaufman, which Mr Baker attended. As agreed at the meeting, Mr Baker invited the NEB to consider Mr Kaufman's suggestion that it might take over Plymouth Grove as a separate concern, doing contract work on printed circuit boards. Following discussions which the Department had had with Mr Wilmot, the NEB had looked into this possibility a couple of months ago but concluded then that there was not a commercially viable business in prospect. The NEB have now taken the opportunity of paying a further visit to the factory in order to be able to respond specifically to Mr Kaufman's proposal. They have invited him to a meeting to discuss the matter on Monday, 7 December with the NEB's Regional Director and the Head of their Information Technology Division. Mr Kaufman will be fully aware therefore that his suggestion has been acted upon. He will have an opportunity to discuss the NEB's reaction to his proposal at first hand. Mr Baker is due to meet Sir Freddie Wood, Chairman of the NEB, for lunch on Friday, 11 December and can take up with him any further action that would seem appropriate. In these circumstances Mr Baker does not think the Prime Minister need write to Mr Kaufman. Jours missely, JONATHAN HUDSON PRIVATE SECRETARY M20/M20AAT

