PERSONAL AND CONFIDENTIAL CCMASTER 10 DOWNING STREET LONDON SWIA 2AA 17 September 1987 From the Private Secretary PUBLIC EXPENDITURE SURVEY:

Dan 10ny

SUBJECT

CONDITIONS OF SERVICE OF THE DIPLOMATIC SERVICE

When the Prime Minister and the Foreign Secretary met this afternoon, the Prime Minister mentioned that she had told the Chancellor that she entirely agreed with the Foreign Secretary's minute of 9 September about conditions of service in the Diplomatic Service. She had also said that she thought it right that the Foreign Office itself should meet some of the additional cost of implementing the proposals.

I am copying this letter on the same personal basis to Alex Allan (HM Treasury) and Jill Rutter (Chief Secretary's Office).

(C.D. POWELL)

A.C. Galsworthy, Esq., C.M.G., Foreign and Commonwealth Office.

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