PRIME MINISTER Can I ask you to reconsider your decision about Mr. Hayhoe's links with Birkbeck College? The issue is not simply one of decisions affecting his Government role, but issues affecting his part in the collective responsibility of the Government. This is an exceptionally sensitive time in relations between educational institutions and the Government. I understand that the DES would very much prefer him to stand down from the Governing Body. Whilst it is theoretically possible for him to distance himself from matters affecting the Government, it would be much cleaner to ask him to step down now, and not run the risk of his being faced with a much more difficult choice later. "his issue your our?

Tildede sutured" ess. 27 November 1979 PRIME MINISTER The Government's relationship with the universities is essentially that of paymaster. At a time of pruning in spending plans, this is a sensitive relationship, and therefore one from which no member of a college's governing body could easily dissociate himself. This is the essence of the case for suggesting that Mr. Hayhoe would be well advised to step down now. But there are no binding rules: it is entirely within your down row. Ordere the expense vision row. judgement. 28 November 1979



Ministers DS Blindapy Co

10 DOWNING STREET

From the Private Secretary

3 December 1979

I apologise for the delay in replying to your letter of 12 November.

As I have previously told you on the telephone, the Prime Minister has no objection to Mr. Hayhoe increasing his premium limits at Lloyds.

The Prime Minister has considered whether it is appropriate for Mr. Hayhoe to remain on the Governing Body of Birkbeck College. In view of the current sensitivities between the Government and universities, the Prime Minister has concluded with regret that it would be better for Mr. Hayhoe to stand down at this stage, and not run the risk of placing himself in an embarrassing situation later.

M. A. PATTISON

Major L.R.J. Tilson, Royal Signals, Ministry of Defence.

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PRIME MINISTER Mr. Barney Hayhoe seeks your permission to increase his premium limits at Lloyds, and asks advice as to whether it is appropriate for him to remain on the Governing Body of Birkbeck College. I am advised that there is no problem over his premium limits, and I have therefore told his office that he may go ahead - there was some time pressure for his decision. There are no/parallels for his request to remain on the Birkbeck Governing Body. In the past the Cabinet Office have always advised that membership of such bodies could give rise to a conflict of interest on the part of the Minister: such governing bodies are quite likely to be involved in representations to the Government. At present, there are a number of live issues in relations between the Government and the university. Cabinet Office advice is therefore that Mr. Hayhoe should resign from the Governing Body. Agree that he should be asked to do so? Obviously he can believe to any decision of he can believe he part in any decision sol. 26 November 1979

CONFIDENTIAL Ref. A0756 MR. PATTISON I am sorry not to have replied earlier to your minute of 13th November requesting advice on the request that Mr. Hayhoe increase his premium limits for Lloyds and remain on the Governing Body of Birkbeck College. I have already told you that Mr. Hayhoe's wish to increase his premium limits raises no problems - his position as a "name" raised no problems of conflict of interest. As regards Birkbeck College, our advice is that Mr. Hayhoe resigns from the Governing Body. Such governing bodies are quite likely to be involved in representations to Government and there are plenty of live issues in relations between Government and the universities on which a college like Birkbeck may well wish to make its views known to Government. Although we have not had a recent case, we have always previously advised that membership of such bodies could well give rise to a conflict of interest on the part of the Minister. (M.J. Vile) 26th November, 1979

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IN CONFIDENCE 10 DOWNING STREET From the Private Secretary MR VILE I would be grateful for your advice on the attached request from Mr. Hayhoe to increase his premium limits at Lloyds and to remain on the Governing Body of Birkbeck College: PAP 13 November 1979

From: Major L R J TILSON Royal Signals



PARLIAMENTARY UNDER-SECRETARY OF STATE FOR DEFENCE FOR THE ARMY

US of S(A)/BJH/3/1/1

Private Secretary to The Prime Minister 10 Downing Street London MINISTRY OF DEFENCE

MAIN BUILDING WHITEHALL LONDON SW1A 2HB

Telephone 01-218 7.1.16... (Direct Dialling) 01-218 9000 (Switchboard)

12 November 1979

Den Private Secretary,

MINISTERS PRIVATE INTERESTS

I wrote to you in June requesting permission from The Prime Minister for Mr Barney Hayhoe to remain a Name at Lloyds whilst holding Ministerial Office, which was granted.

Mr Hayhoe now wishes to increase his premium limits by $16\frac{2}{3}\%$, in order to keep pace with inflation, and I would be grateful to know that such a proposal is in order.

May I also request advice as to whether it is appropriate for Mr Hayhoe to remain on the Governing Body of Birkbeck College.

Military Assistant

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