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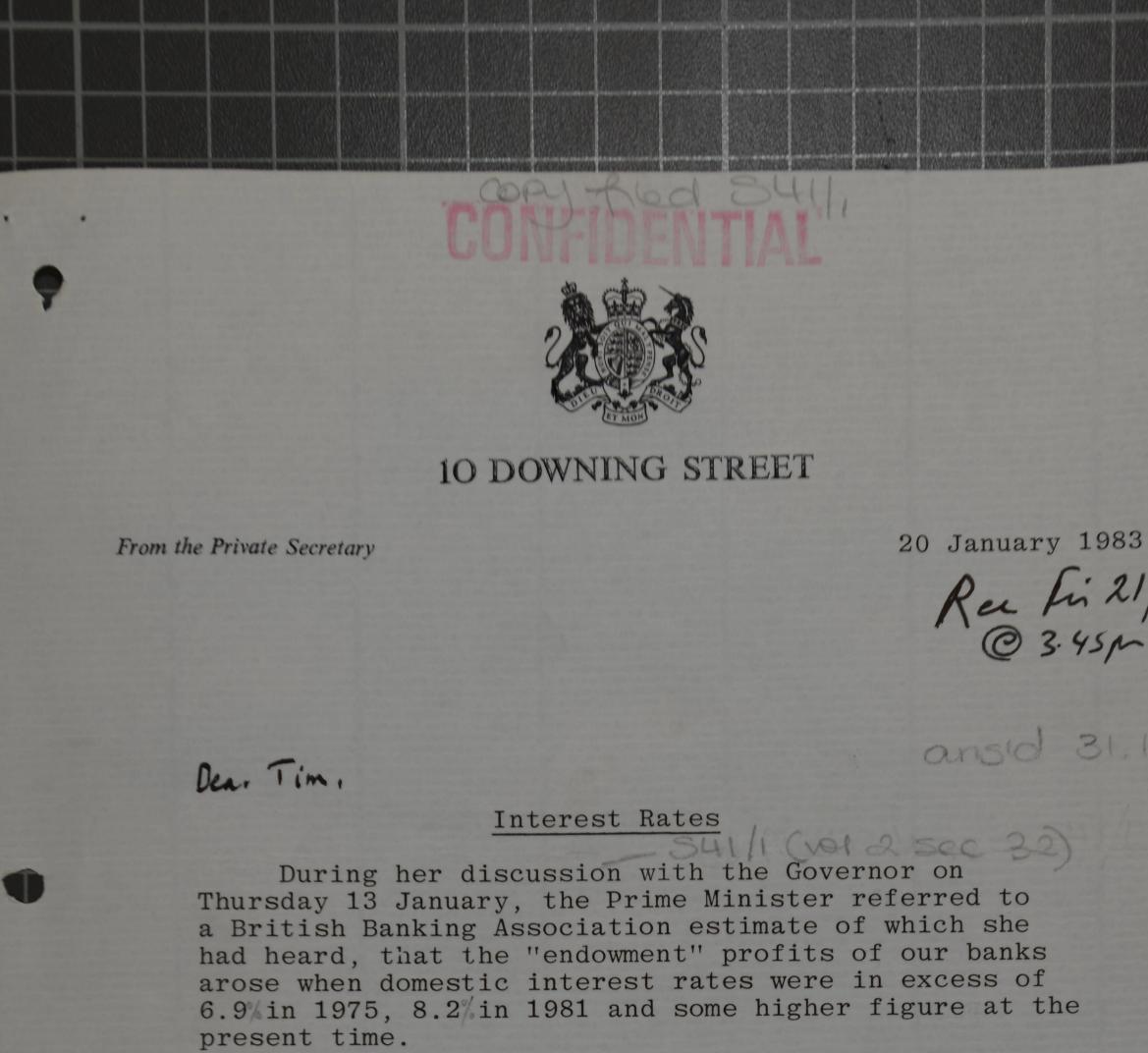
TOP with poson Endouvent Polits. beluine 10 DOWNING STREET 20 January 1983 From the Private Secretary Rec Fri 21/1 @ 3.45pm. ansid 31.1.83 (aps 2934) Dear Tim. Interest Rates During her discussion with the Governor on Thursday 13 January, the Prime Minister referred to a British Banking Association estimate of which she had heard, that the "endowment" profits of our banks arose when domestic interest rates were in excess of 6.9% in 1975, 8.2% in 1981 and some higher figure at the present time. The Prime Minister has several times reverted to this estimate since the meeting, and I wonder if you could let me have a short note on the matter for the Prime Minister. I am sending a copy of this letter to John Kerr (HM Treasury). Your sincerely, Michael Scholar Tim Allen, Esq., Bank of England.

Meeting between P.M. & others

Discussion on endowment profits.

(Ble paper produced for-)

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