

541/1

10.5.84

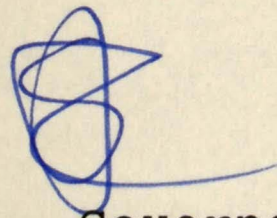
NOTE FOR RECORD

Copies to The Governor
The Deputy Governor
Mr Loehnis
Mr George
Mr Walker
Mr Galpin
Mr Cooke
Mr Flemming
The Doorkeeper
The Security Officer

Red
17/5

He called

An appointment has been made for Sir Peter Middleton to call on the Governor at 12.00 noon on Friday 18 May.



Governor's Office HO-P
10 May 1984

Miss S.J.Coppins (4421)

SECRET

18. 5.84

NOTE FOR RECORD

Copies to

~~The Deputy Governor~~
 Mr Loehnis
 Mr George
 Mr Walker
 Mr Galpin
 Mr Cooke

R - LP
 21.5.84

MEETING WITH SIR PETER MIDDLETON

1 Civil Service Pay

He said that they would shortly offer 4.5% or 4.6% as a definitely final offer. If this was not accepted they would impose the increase. The top pay awards are at 6 or 7%, and in respect of these categories and such people as nurses it seemed that the Prime Minister might be ready to implement at these levels at the end of the next Parliamentary session - ie in early June. Politically it might be difficult, but it seemed likely that this would be the course of action.

2 The Summit

Human values and terrorism will be two topics, as will also the economic situation. We could expect to see a draft of the Government's paper on the last topic early next week for our comments. He went on to say that he also felt that agreement must be reached on the community budget at the next European Summit in June ("must" I gathered is to be taken to mean "will" out of sheer necessity).

3 Lloyds/Royal Bank of Scotland

He took our point absolutely here and would be doing his best quietly to influence not only Rawlinson but also Borrie without going to the extent of indiscreet disclosures to the latter.

4 International debt and the attitude of ministers

Once again the point is well taken and he absolutely agrees with our interpretation of the new developments here.

5 Non-Executive Directors remuneration

Very happy to support.

The last three points he recommended me to mention to the Chancellor over the weekend or at luncheon on Monday.

We touched on Continental Illinois, dividend, regulation in the City, and Prince Michael. Nothing special to report on any of these points except a perfectly happy common state of mind.

Dictated by the Governor
and circulated in his absence