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Foreign Pol: Strategy  
A2.  
File 116  
adviser Casook

*From the Private Secretary*

13 July 1984

EXCHANGE RATE FLUCTUATION AND OVERSEAS INFLATION

BF // The Prime Minister has considered the exchange of minutes between the Foreign and Commonwealth Secretary and the Chief Secretary on this subject. She wishes to discuss it further with both of them. We shall be contacting you about a time for a meeting. The Prime Minister thinks it would be useful if the same meeting were to consider the continuing differences of view between the Foreign and Commonwealth Office and the Treasury over asset re-cycling and end-year flexibility in the management of the overseas estate and the linked problem of Embassy sites in London and Moscow.

I am copying this letter to John Gieve (Chief Secretary's Office, H.M. Treasury).

CHARLES POWELL

Len Appleyard, Esq.,  
Foreign and Commonwealth Office.

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