Jan'll have reen le Galanter (Agasbegyn pieces. The Schoolchelden nie is rue. And I think he theregarian vanifeste really important in our perspective. HOOVER INSTITUTION ON WAR, REVOLUTION AND PEACE Stanford, California 94305-6010 9 March 1988 Dear charles further to Ligachev. As I said, I feel that for the moment he and Gorbachev are both wanting a victory of perestroika-ites in June; ( and in a sense they are doing a good cop-bad cop routine, with Gorbachev frightening and Ligachev reassuring the apparatchiks). But of course they are rivals, as is the nature of the case. And the alliance could break up at any moment. So it's true that Ligachev could fall. So could Gorbachev. Meanwhile, Ligachev is no 2 in the country; and if the Prime Minister is receiving (eg) Agabegyan, it would be hard to refuse Ligachev. The only argument against seeing him is different: that to refuse would be to signal support for glasnost and maximum perestroika. That does not, to my mind , seem a useful way to do it As to the whole question of our support for perestroika, I enclose a note to the Prime Minister, which I think gets to somewhere near the heart of our long-term policy outlook on the matter. I'll be over for a week or so before, or a week or so after 25 May. Do let me know if I can be of any service at either of your en Bol Robert Conquest those times. \* Agabenyan was here a couple of days ago, but had to rush home. The rather hard-line Timofeev was quite interesting to talk to.

frie DASAKK 10 DOWNING STREET LONDON SW1A 2AA 1 April 1988 From the Private Secretary Many thanks for your letter of 9 March and for its enclosures which I have passed on to the Prime Minister. As always, they offer remarkable insights. I read Bill Safire's article about the conference on the Soviet economy. If there is a fuller account available, I would love to see it. I look forward to seeing you at the end of May. C D POWELL

Mr. Robert Conquest

DXS.



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10 DOWNING STREET LONDON SWIA 2AA

From the Private Secretary

14 April 1988

It was very good of you to send me the documents from the Hoover-Rand Conference on the defence sector in the Soviet economy and they will be most useful. I shall also show them to the Prime Minister who follows these matters very closely, and I know that she will be most grateful to you.

(CHARLES POWELL)

Professor Henry Rowen

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lile & SIR PERCY CRADOCK I attach the various papers on the Soviet statistics circulated at the recent Hoover-Rand Conference on the defence sector in the Soviet economy at Stanford University. They may be of some interest to the people in the Assessment staff and elsewhere. C. D. POWELL 15 April 1988 SLHAUV

STANFORD UNIVERSITY, STANFORD, CALIFORNIA 94305 HENRY S. ROWEN EDWARD B. RUST PROFESSOR OF PUBLIC POLICY AND MANAGEMENT 1005 HOOVER TOWER April 12, 1988 Charles Powell, Esq. 10 Downing Street London, SW1A 2AA ENGLAND Dear Mr. Powell: Bob Conquest has told me of your interest in some of the material that prompted the recent Safire article in the New York Times on the Soviet economy and its defense sector. I have enclosed the three most relevant papers from the conference Safire mentioned. Although the Aslund paper is long, it is quite good. The message of these papers is clear: 1) the Soviet economy has been performing much worse than the Western (American at least) experts have estimated; and 2) the burden of defense and empire, defined broadly, is distinctly higher than we have been led to believe. Sincerely, Henry S. Rowenful Henry S. Rowen HSR:ml Enclosures (3)