

CONFIDENTIAL



file pts
bc = BG

10 DOWNING STREET
LONDON SW1A 2AA

From the Private Secretary

25 November 1988

INTEREST RATES

It may be helpful to record that, when the Chancellor came to see the Prime Minister yesterday evening, they agreed that the Bank of England should take action at noon today to raise interest rates by 1 per cent following publication of the October trade figures at 1130.

PAUL GRAY

Alex Allan, Esq.
H.M. Treasury

CONFIDENTIAL

Sp