

PRIME MINISTER

BILATERAL WITH THE CHANCELLOR

You are seeing the Chancellor tomorrow afternoon after the meeting with Mr Brittan on BL. Your next meeting starts at 1600.

Luxembourg

The Chancellor will be interested to hear a report on the European Council.

Personal Pensions and the Public Services

See your comment on the Chancellor's minute to you of 27 November. The Chancellor wants to discuss this with you.

Green Paper on Personal Taxation

See:

- Chancellor's further minute of today;
- Policy Unit minute.

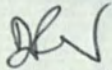
The folder also includes the draft Green Paper.

The Chancellor sees the meeting tomorrow as an opportunity to explain to you the broader political advantages he finds in the proposal for transferable allowances. These are summarised in his minute.

The proposal should not go for discussion to a wider group of colleagues unless you are prepared in the end to accept a recommendation from them that transferable allowances are the right way to go.

Banking White Paper

The Chancellor may describe to you, if there is time, how the proposals have come out, following your meeting.



David Norgrove

3 December 1985