



PRIME MINISTER 10 DOWNING STREET

1. THIS IS NOT HELPFUL

mf

2. ENOCH REALLY HAS GOT IT WRONG THIS TIME. THE PURPOSE OF THE 6% IS NOT TO DEFEAT INFLATION, BUT TO CURTAIL THE GROWTH OF PUBLIC EXPENDITURE AND REDUCE THE P.S.B.R.

3. I TRIED TO EXPLAIN THIS TO ENOCH TONIGHT.

12/11/1980