

NOTE FOR RECORD

1. The Governor telephoned me at home on Sunday, 6th May to say that he had talked to Sir Geoffrey Howe the previous night. Howe was to see Wass on Monday, 7th May. The Governor told Howe about the Bank's monetary policy and exchange rate policy letters and papers and said he would submit papers on exchange control and the Budget when Howe was ready to receive them - perhaps next week.

2. Howe said that Ian Fraser had spoken to him, saying that the Governor was favourably disposed to the proposition under consideration. NOTE: remind the Governor of this.

saw Chancellor
9.15am
9th May

3. The Governor will wish to see Howe on Tuesday, p.m. 8th May or Wednesday, 9th May. NOTE: now fixed for 9.15 a.m. Wednesday, 9th May

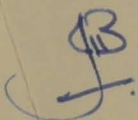
4. The Governor said that he had talked to JSF and would see him chez Fforde on Wednesday evening. *Personal*
Dinner with the Ffordes 7.30 pm 9th May

Mr & Mrs Healey
Mr & Mrs McMahon
dined
JSB

5. The Governor had talked to Denis Healey and had invited the Healeys to dine at St. Anselm's at 7.30 p.m. on Tuesday, 8th May. *Personal*
(Tony Battishill aware) Mrs. Richardson will be in touch if the Bank is to help with food/wine, etc. NOTE: let us check.

6. The Governor noted that the Prime Minister is due to see Chancellor Schmidt on Thursday, 10th May. NOTE: anything to be said to her re Basle discussions?

The Governor spoke to the Chancellor about this - he will speak to the PM



J.S. Beverly (4121),
Governors' Office.

8th May 1979.