

23 January 1981
Policy Unit

PRIME MINISTER

INDEX-LINKED PENSIONS

I was talking to David Young yesterday, and he mentioned to me that he had discovered by chance that Crown Agents run a fully funded index-linked pension scheme for its employees. The contributions total 35% of pay roll - he is not sure how much of this is paid by the employee and how much by Crown Agents themselves.

He understands that Crown Agents do not extend this scheme to new recruits!

Crown Agents did apparently report particulars of their scheme to the Scott Enquiry.

I am copying this minute to Geoffrey Howe.

JOHN HOSKYNS

May I have
details please
especially about the
power which is
allowed.

no