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PRIME MINISTER 2

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HAMMERSMITH AND FULHAM

You will remember the rumpus earlier in the year over the swap transactions entered into by Hammersmith and Fulham and a number of other local authorities. Since then, the question of possible legal action by the banks has been hanging fire, even though the authorities involved started to default on the transactions some time back. But you may wish to be aware that Hywel Harris Hughes has now learned that legal proceedings may be initiated next week by Deloittes.

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PAUL GRAY

25 May 1989

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