

June 18, 1984

Copy to

RR/NR

(sent 7/11/84)

Dear Ms. Rhoden:

Thank you for your recent letter telling us about your involvement in the Speakers Bureau at Stanford University and inviting the President to be a guest speaker through that program.

You are to be commended for the active role you are taking in learning about our political process. I know that your father must be very proud of you for the interest you have shown.

In regard to your invitation, we appreciate your offering this forum to the President. Although he enjoys having the opportunity to talk with young people as often as possible, unfortunately, we do not foresee a time in the near future when he could visit Stanford. I regret that he is unable to accept your kind invitation.

However, please accept our best wishes for your continued good work and success in achieving your goals for the future.

With best regards,

Sincerely,

FREDERICK J. RYAN, JR.
Director, Presidential
Appointments and Scheduling

Ms. Caroline Rhoden
Post Office Box 10465
Stanford, California 94305

FJR:jaj
bcc: Michael K. Deaver

237304

May 29, 1984

Dear Mr. President:

I am a junior at Stanford University majoring in political science and a member of our Speakers Bureau. I believe our student body needs a better understanding of you and the future you represent for us. My father, Ambassador Charles Price, has often spoken to me of what you want to accomplish, but so many students haven't had the opportunity I have to know what you hope for the people of my generation. The present lack of understanding is partly due to the fact that the majority of political leaders who have spoken here in the last year are liberal. For example, Walter Mondale, Senators Hart and Cranston have all addressed us.

Last fall, Stanford was ranked the number one undergraduate university in the nation and each year it graduates some of the most able and elite thinkers in the country. My peers will be making history very soon. In fact, I know several who want to be in your shoes one day. There is a great need for your presence here, Mr. President. I believe that if you would speak to us, you could propel your hopes and visions for these future leaders. I am grateful for your considering our invitation. We are eager to hear your reply.

Sincerely and loyally,

Caroline Rhoden

Caroline Rhoden

Caroline Rhoden
P. O. Box 10465
Stanford, California 94305

237304

ID #

WHITE HOUSE CORRESPONDENCE TRACKING WORKSHEET

RECEIVED

JUN 18 1984

SCHEDULING
OFFICE

COPY

- ☐ O - OUTGOING
☐ H - INTERNAL
☒ I - INCOMING
 Date Correspondence received (YY/MM/DD) 84/06/18

NAME OF CORRESPONDENT:

Caroline R. Roden☒ DC Mail Report

User Codes: (A) _____ (B) _____ (C) _____

SUBJECT: President to speak at Stanford University

ROUTE TO:

ACTION

DISPOSITION

Office/Agency (Staff Name)	Action Code	Tracking Date YY/MM/DD	Type of Response	Code	Completion Date YY/MM/DD
<u>Desitt</u>	ORIGINATOR	<u>84/06/18</u> WS		<u>d</u>	<u>84/06/18</u>
<u>DC Ryan</u>	Referral Note:	<u>A</u> <u>84/06/18</u> WS		<u>WS</u>	<u>84/06/19</u>
	Referral Note:	<u>Fuel, gas mtd, please</u>			
	Referral Note:	<u>Request. Thanks!</u>			
	Referral Note:	<u>Regret letter sent</u>			
	Referral Note:	<u>7/18</u>			

ACTION CODES:		DISPOSITION CODES:		FOR OUTGOING CORRESPONDENCE:	
A - Appropriate Action	I - Info Copy Only/No Action Necessary	A - Answered		Type of Response = Initials of Signer	
C - Comment/Recommendation	R - Direct Reply w/Copy	B - Non-Special Referral		Code = "A"	
D - Draft Response	S - For Signature	C - Completed		Completion Date = Date of Outgoing	
F - Furnish Fact Sheet to be	X - Interim Reply	S - Suspended			

COMMENTS:

7-11-84

Mr. Michael Deaver,
Deputy Assistant
The President
The White House
Washington, D.C.

Dear Mr. Deaver:

It might be interesting to see if other peace activists who visited the Soviet Union also wrote similar pieces for their local papers. This one touches a multitude of bases, answers questions not easily answered by yes or no and these questions are almost totally unrelated. Took me eight pages to respond. When I finished, it occurred to me that Mr. Brader might have been prompted. Then I developed still a third impression. You might find it of interest to ask your subconscious to check it out.

In order not to influence you, I will post my final impression at a later date.

Our resources and funds are not unlimited so I agree with shutting on Nicaragua if there are strings attached to aid; civil rights and sane economic plans.

Sincerely,

Rosamond Rice

7-15-84

I ASSUME THAT BUSH WILL NOT GIVE FERRARO THE COVERAGE SHE SEEKS THROUGH DEBATES.

MONDALES POLSTER STATED THAT IT WAS FERRARO'S "VALUES" WHICH WOULD WIN, MONDALES ASSUMES THAT SHE WILL APPEAL TO BLUE COLLAR VOTERS, SHE'S GOING TO BE PRESIDENT?



Washington, D.C. 20520

5350

July 11, 1984

*sent to
Claire
Chapman*

4:53

MEMORANDUM FOR MR. ROBERT C. MCFARLANE
THE WHITE HOUSE

Subject: Japanese Women's Group Meeting with Mrs. Reagan

The Department would strongly encourage a meeting between the First Lady and Japanese House of Councillors member Akiko Santo and her group. We especially hope Mrs. Reagan will find time to meet with the group in light of the fact that Mrs. Nakasone has requested the meeting.

Covey

Charles Hill
Executive Secretary

7/12/84

Bill SITTMANN

NSC concurs. Let us know what papers or other assistance the First Lady needs.

Bob Kinnitt

OFFICE OF THE PRIME MINISTER
TOKYO

June 22, 1984

Dear Nancy,

It was a pleasure for me to see you and your husband again in London on the occasion of the Queen's Dinner. Both you and your husband looked vigorous as ever and I continue to admire both of you for it.

Today, I am writing this short note to introduce to you Ms. Akiko Santo, a member of the House of Councillors and Director of the Women's Division of the National Organization Committee of the Liberal Democratic Party. Ms. Santo and other prominent members of the Women's Division will visit the United States in the latter part of August to deepen their understanding of the United States. During their stay, the group plans to meet many women who are in influential positions in the present U.S. society. Among others, they wish to meet members of the Equal Employment Opportunity Commission, women astronauts at NASA, and Mayor Feinstein of San Francisco. But to crown their visit, they would very much like to have an opportunity to pay you a courtesy call at the White House. I am sure they would feel very honored to see you and would cherish such a meeting. Ms. Santo is a very charming person, and I do hope you will be able to meet her and her group when they come to Washington.

My husband joins me in sending our best regards to you and your husband.

With best personal regards,

Sincerely,

Tsutako Nakasone
Tsutako Nakasone

Mrs. Reagan
The White House
Washington, D.C. 20500

Aug. 20 1984

THE WHITE HOUSE

WASHINGTON

July 11, 1984

MEMORANDUM FOR JIM BAKER
MIKE DEAVER

FROM: M. B. OGLESBY, JR. *MB*

Bud
go ahead
4/5 check

The meeting outlined in the attached schedule proposal is needed to help keep young turks on the reservation for the remainder of the year - especially during and immediately following the convention. I've discussed this with Rollins and he concurs that it is worth trying to keep this group happy. Trent Lott concurs.

To. Fred Ryan

per schedule
per mld

cc: Fred Ryan

THE WHITE HOUSE

WASHINGTON

July 16, 1984

MEMORANDUM FOR FRED RYAN

FROM: Bill Sittmann

SUBJ: Attached re Grenada Anniversary

MKD would like you to do analysis of the proposal attached. He does not, however, want the POTUS to go to Grenada.

Thanks.



Washington, D.C. 20520

JUL 11 1984

UNOFFICIAL-INFORMAL
MEMORANDUM

TO: The Honorable Michael Deaver
FROM: S/LPD - Otto J. Reich *OJR*
SUBJECT: Anniversary of Grenada Rescue Mission

*Bill
ask FR to
do analysis
dealing in mind
I don't want FR
to go to
Grenada*

On October 25 we will celebrate the first anniversary of the successful and very popular military action by U.S. and Eastern Caribbean forces which resulted in the liberation of Grenada, and the rescue of U.S. students and other U.S. citizens on the island. This anniversary may be an occasion worth highlighting by the President or the Vice President. Among the possible actions are:

1. A quick visit by President Reagan to Grenada.
2. A similar visit by Vice President Bush.
3. The dedication by either of them of the Grenada airport.
4. A reenactment of the U.S. Army ranger parachute drop onto Point Salines airfield which began the operation (this time we can skip the hostile fire demonstration.)
5. A reunion of the medical students and their liberators similar to the one which took place in the White House South lawn last year after the operation.
6. An unveiling of a plaque by the students in honor of the eighteen U.S. servicemen who died in the action (the down side of this, of course, is the reference to the human cost of the operation, but if combined with other more upbeat actions it would be very appropriate).

USL

UNITED STATES LEAGUE of SAVINGS INSTITUTIONS WASHINGTON OFFICE
1709 NEW YORK AVENUE, N.W. / WASHINGTON, D.C. 20006 / TEL. (202) 637-8900

RICHARD F. HOHLT
Vice President
Government Affairs

Bill
person
to
gahl

Craig

Maybe the Attached

Suggestion can be useful.

Best

Rich.

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ce: FRye

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Fred Rye

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Cordero
chis out.
I'll send a
copy

7

New York League
of Savings Institutions
700 White Plains Road
Scarsdale, New York 10583

Paul A. Schosberg
President

May 31, 1984

PERSONAL & CONFIDENTIAL

Mr. Richard F. Hohlt
Vice President for Government Affairs
U.S. League
1709 New York Avenue, N.W.
Washington, D.C. 20006

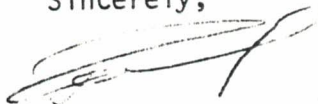
Dear Rick

Sports fan that you are, you know that Angel Cordero Jr. is one of -- if not the -- top jockeys in the world today. I happened to notice in a media guide for thoroughbred racing that when he first started gaining recognition as a jockey he had two goals: to meet Muhammed Ali and to meet the President in the White House. He now knows Ali pretty well but has never been invited to the White House.

Cordero, a native of Santurce, Puerto Rico, is not only a major sports figure but a folk hero of gigantic proportions to Latin Americans. Inviting him to the White House for some appropriate occasion would be smart politics in this election year, in my judgement. I believe the folks in the campaign would know how to capitalize on such a move and perhaps you can get someone's attention to the suggestion.

Best regards,

Sincerely,



Paul A. Schosberg

PAS:dw

2/11/84
Mike Deaver:
This sounds like
a good photo
op if Cordero
checks out.
I'll send a
copy

to
Fred Ryan
OK

cc: FRyan

DETERMINED TO BE AN
ADMINISTRATIVE MARKING
E.O. 12958, Sec. 1.3(a)

4/25/11

Date

By NARA

THE WHITE HOUSE

WASHINGTON

10
Fred
Rosen

Bill
T.D.

July 11, 1984

MEMORANDUM FOR: MICHAEL DEEVER

FROM: ^{Ba} BOB SIMS

SUBJECT: Ambassador Austad's Interview Suggestion

I handled the original proposal for a TV interview with the President by Scandinavian journalists, to include taped questions from citizens of several Scandinavian countries. State, USIA and NSC supported the proposal. It was on the list of European interviews Larry Speakes and I proposed in a session with you and Jim Baker early this year. ~~It was not scheduled~~, principally because other foreign interviews associated with the President's trips were given priority.

No foreign media interviews are currently scheduled between now and the election.

The Austed proposal still has merit for the northern European audience. It would offer an opportunity for the President to reconfirm his interest in arms control and in solving problems with the Soviet Union. Its potential value domestically is more questionable: U.S. networks would use only brief excerpts, if they used anything at all.

THE WHITE HOUSE
WASHINGTON

Bill
Rem post Lee.

Dear Mike,

You know better than me about this but while I was in Florida I thought about how RR could get something out of the Michael

Jackson visit to D.C. One thing that might be nice is for RR to call Jackson and thank him for bringing his tour to D.C. as the President requested when Jackson visited the White House.

If there was some way for RR to get some more good press out of the Jackson visit I just think it would be neat since Jackson is the hottest thing going on in the country right now.

Just a thought at had.

Cheers,

MDT

Maryann T.

Bill
Good
Idea
Lee



GRAY AND COMPANY

ROBERT KEITH GRAY
CHAIRMAN

JUL 3 1984

June 29, 1984

*TD after
convention*

The Honorable Edward Rollins
Campaign Director
Reagan-Bush '84
440 First Street, N.W.
Washington, D.C. 20001

Dear Ed:

The other evening in New York I sat next to Happy Rockefeller at dinner. She earlier had asked me to see if the Reagans would let her give a dinner for them in Washington sometime. The Reagans said they would be willing to have her do that. Now she has decided the time that would perhaps do the Reagans the most good would be during the campaign and she suggests doing it in New York City.

If you think this signal from the liberal wing of the party will be helpful let me know and I will do what I can to push it forward. On the other hand, if you think it is without merit let me know and I will do my best to put the soft peddles on it.

Best,

THE WHITE HOUSE
WASHINGTON

7.16.84

THE WHITE HOUSE
WASHINGTON

July 11, 1984

Re: To Fred Ryan.

TD - 500000

TO:

F. Ryan

FROM:

BILL SITTMANN
Special Assistant to the President
and Special Assistant to the
Deputy Chief of Staff

TD

EAVER

HITTLESEY

ospital at Richland Memorial
Columbia, South Carolina

☐ Information

☒ Action

etter directed to the President
mpleton asking for a short photo
he President travels to South

ivate sector initiative recognizing
of volunteers in a worthy cause.

TD. 7/16 - notified Mr. Reed.

Attachment

MEMORANDUM

THE WHITE HOUSE

WASHINGTON

July 11, 1984

Bill
TD

TO: MICHAEL K. DEEVER

FROM: FAITH RYAN WHITTLESEY *FRW*

SUBJECT: Children's Hospital at Richland Memorial
Hospital in Columbia, South Carolina

I am attaching copy of a letter directed to the President on July 5th by Sally M. Templeton asking for a short photo opportunity in the event the President travels to South Carolina.

This would be a perfect private sector initiative recognizing the work of large numbers of volunteers in a worthy cause.

TD. 7/11 - notified Mr. Reed.

Attachment

Tim
Cayne

CARL E. ANDERSON, M.D., F.A.C.S.
Orthopaedic Consultation and Rehabilitation Medicine

983 SONOMA AVENUE
SANTA ROSA, CA 95404

July 5, 1984

TELEPHONE
(707) 578-8355

DETERMINED TO BE AN
ADMINISTRATIVE MARKING
E.O. 12958, Sec. 1.3(c)

By NARA 608 Date 4/25/11

PERSONAL AND CONFIDENTIAL

Mr. Mike Deaver
The White House
1600 Pennsylvania Avenue
Washington, D.C. 20500

Dear Mike:

The President's Private Sector Survey on Cost Control seems to be the best kept secret in this country. I would greatly appreciate receiving a copy of the survey report or, at least, a summary thereof.

I have written to Senators Alan Cranston and Pete Wilson and Congressman Doug Bosco from this district urging them to pay attention to this survey and to do something about implementing its recommendations.

It would seem to me very important that greater publicity be given to this survey, its recommendations and its potential for reducing the federal deficit.

Thanks very much for the tremendous job that you are doing in Washington. Bergie and Carol were doing fine at last report a few days ago.

With best personal regards.

Yours sincerely,


Carl E. Anderson, M.D.

CEA/t

pls. ask at
ack at
send
copy of
report

THE WHITE HOUSE

WASHINGTON

July 9, 1984

NOTE TO BILL SITTMAN

FROM: LINDA BENNETT

Bill, the bottom-line question on the attached is whether or not Senator Helms can serve as the President's official representative. I know there are very strict procedures we follow regarding such requests and will respond to the Senator in whatever fashion is deemed appropriate.

Thanks for your assistance.

Reel Tag To Linda Bennett

*MILO has no
problem if you
want to Helms. He*

him up.

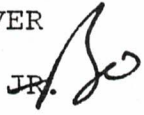
THE WHITE HOUSE
WASHINGTON

July 9, 1984

MEMORANDUM FOR:

MICHAEL K. DEEVER

FROM:

M. B. OGLESBY, JR. 

SUBJECT:

Invitation to President to
Participate in North Carolina's
Celebration of America's 400th
Anniversary

Senator Jesse Helms invited the President to attend this event on July 13. When we declined on behalf of the President the Senator asked if the White House could send a representative.

In conversation with Senator Helms' office this morning, a staff member related that Governor Hunt is circulating the information that the President is going to attend. Helms' staff suggested that perhaps the Senator could be designated as the President's representative as he is planning on attending anyway.

Copies of the original documents granting a coat of arms to Sir Walter Raleigh will be presented by Mr. John Brooke-Little, the Norroy and Ulster King of Arms of the Royal College of Arms in England. The event is this Friday and Saturday.

Guidance please.

United States Senate

WASHINGTON, D.C. 20510

July 2, 1984

The President
The White House
Washington, D.C. 20500

Dear President Reagan:

I am enclosing an invitation from Mr. John P. Kennedy, Jr. Chairman of the Roanoke Island Historical Association.

I realized that other commitments have not enabled you to visit Dare County, North Carolina for America's 400th Anniversary Celebration; however, I think you will agree that this opportunity speaks for itself and is one I hope you will favorably re-consider.

If your schedule does not allow you to accept this invitation, I understand that Mr. Kennedy and his committee would appreciate your sending a representative.

Many thanks for your continued cooperation.

With kindest regards.

Sincerely,



JESSE HELMS:ybw

Enclosure

cc: Mr. John P. Kennedy, Jr.



Produced by ROANOKE ISLAND
HISTORICAL ASSOCIATION

P. O. Drawer 40, Manteo, N.C. 27954
Telephone (919) 473-2127

June 26, 1984

Directors, Ex-Officio

The Hon. James B. Hunt, Jr.
Governor of North Carolina

Rufus L. Edmisten
Atty. Gen. of North Carolina

Sara W. Hodgkins
Secretary, Dept. of Cultural Resources

Board of Directors

John P. Kennedy, Jr.
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Mrs. J. Emmett Winslow
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Senator Melvin R. Daniels, Jr.

M.L. Daniels, Jr.

Mrs. Burwell Evans

Representative Charles D. Evans

Mrs. Upshur Evans

M.K. Fearing, Jr.

Mrs. Foster Fitz-Simons

Edward L. Greene

Mrs. David Ross Inglis

Mrs. Donald McQueen

Louis Midgett, Sr.

Mrs. Fred W. Morrison

Keith Saunders

Mrs. Harry H. Thomas

Thomas L. White, Jr.

Chairman Emeritus

Mrs. Fred W. Morrison

Treasurer Emeritus

Chauncey S. Meekins

Honorary Vice-Chairmen

Sam J. Ervin, Jr.

Andy Griffith

General Membership Chairman

J. Randolph Coupland III

Producer, The Lost Colony

Mrs. Fred W. Morrison

Director and Choreographer

Joe Layton

General Manager/Associate Producer

Robert Knowles

President Ronald Reagan
The White House
Washington, DC

Dear Mr. President:

You are aware that on July 13 of this year we begin the celebration of the quadricentennial of the first English colonists in America. You have been invited by the Governor of North Carolina and by America's 400th Anniversary Committee to participate in activities during the day of July 13th, but, as I understand it, you have indicated that it will not be possible for you to do so.

It now appears that there will be a very special event on the evening of July 13th for which it would be most appropriate to have you on Roanoke Island. On that evening the Norroy and Ulster King of Arms of the Royal College of Arms, Mr. John Brooke-Little, will present to the people of the United States beautiful copies of the original documents granting a coat of arms to Sir Walter Raleigh for his new city of Raleigh on Roanoke Island. These are the first granting of any coat of arms in English North America.

Mr. Brooke-Little will bring with him from England the original documents from the Royal College of Arms, and they are to remain on public view in North Carolina and at the Metropolitan Museum of Art in New York for a number of months. One set of the copies will remain permanently on display in the Visitors' Reception Center at the Fort Raleigh National Historic Site on Roanoke Island. The other set of the copies will be available for display at a place of your choosing.

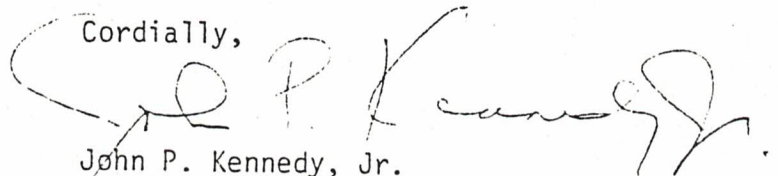
The presentation will take place prior to the production of the great outdoor drama, *The Lost Colony*. That drama, telling the story of the first brave settlers, was commissioned to celebrate the 350th anniversary of the Roanoke voyages. Paul Green, in writing that play, created a new and distinctively American art form, the symphonic outdoor drama. This form has now swept across the country from Roanoke Island to Kodiak, Alaska, retelling local history all over the nation. During the

first summer that *The Lost Colony* was presented, 1937, President Franklin D. Roosevelt attended a performance, greatly heightening public interest in the drama and in the history it portrays. You would be the second president to attend the play and the third to visit Roanoke Island; in 1819, President James Monroe visited the island to inspect the remains of the fort which the early settlers built.

If you could be present on July 13th to make remarks about the heritage that has come to America from the English-speaking world, the effect would be felt nationwide, particularly among young people who are beginning to study our nation's history. If you cannot come on the 13th, we could easily schedule the presentation for the next evening, July 14th. If you find it impossible to come on either night, perhaps you could designate a representative, but of course we hope you yourself will be able to come.

Officials at the Royal College of Arms know we are extending this invitation, and they have expressed the hope that you will find it possible to be present. Local officials of the United State Park Service are also most enthusiastic. Joining with us in the invitation is the non-profit educational organization based on Roanoke Island, Elizabethan Rendezvous Productions.

Cordially,



John P. Kennedy, Jr.
Chairman, Roanoke Island Historical
Association

Memo

To: Bill Sittmann
From: JOHN F. W. ROGERS
Date: July 13, 1984

I recommend against this for the following reasons:

1. To date, we are 120 percent over in membership.
2. We have made exceptions already for the First Lady's office--most recently Elaine Crispen.
3. Presidential speechwriters received the privileges in lieu of being commissioned. There is a difference between Presidential speechwriters and the First Lady's.

THE WHITE HOUSE
WASHINGTON

July 2, 1984

MEMORANDUM FOR MICHAEL K. DEEVER

FROM: JAMES S. ROSEBUSH

SUBJECT: MONA CHAREN *Jim*

Mona Charen, Mrs. Reagan's speechwriter, has asked
for Mess privileges like Presidential Speechwriters.

Is this possible? Thank you.

APPROVE

DISAPPROVE



ZDF

Zweites Deutsches Fernsehen
Anstalt des öffentlichen Rechts

THE WHITE HOUSE
WASHINGTON

Studio Washington

July 12, 1984

1077 31st Street N.W.
Washington D.C. 20007
Telephone (202)333-3909
Telex 440164

FOR: BILL SITTMANN

10, 1984

FROM: BOB SIMS *RS*

Should we submit a schedule
proposal on the attached?

~~Bob~~

L

THE WHITE HOUSE
WASHINGTON

7.16.84

TO:

Larry Speake

FROM:

BILL SITTMANN
Special Assistant to the President
and Special Assistant to the
Deputy Chief of Staff

your thoughts - please

☐ Information

☒ Action

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THE WHITE HOUSE

WASHINGTON

July 17, 1984

MEMORANDUM FOR LEE ATWATER

From: Bill Sittmann

Subj: Points Needed

1. Need copy of Doug Watts' new paper on future campaign ad program.
2. Need letter for RR to Ted Stevens so he will shut up.
3. Need a copy of delegate activities for convention (social and other outside events).
4. Check out Bishop Davis Paterson (Dallas Episcopalian) - possible person for invocation at convention.

THE WHITE HOUSE

WASHINGTON

July 16, 1984

jill

MEMORANDUM FOR MICHAEL K. DEEVER

FROM:

JOHN A. SVAHN *JAS*

SUBJECT:

Decline in Gold Prices

In response to your note asking whether the Wall Street Journal article on gold prices was good news or bad news....Like most things that economists deal with there is no pat answer. On the one hand, gold has, in the past, been a protection against inflation and as people get more and more concerned about inflation the price of gold rises. On the other hand, there are those who view the declining price of gold as a symbol of the strength of the dollar against other currencies. The stronger the dollar the less U.S. goods are purchased abroad and the more gold it buys.

I have attached a memo (from an economist) which tries to explain the phenomena. The other day I sat through three hours of meeting with the nation's foremost economists and I can safely say that none of them agreed on the impact of the decline in gold prices.

Attachment

THE WHITE HOUSE

WASHINGTON

July 11, 1984

MEMORANDUM FOR JOHN A. SVAHN

FROM: ROGER B. PORTER *RBP*

SUBJECT: Analysis of Decline in Gold Prices

This memorandum responds to your request for an analysis of the attached Wall Street Journal article on the decline in gold prices. As the article notes, the price of gold has fluctuated along a declining trend over the last 18 months. Much of the decline in the price of gold is the result of demand factors. First and most important, the demand for the U.S. dollar has remained strong due to strong U.S. economic growth, low inflation, high interest rates, and the "safe haven" effect. The strong demand for U.S. dollars reduces the demand for gold in several ways:

- o High U.S. interest rates raise the opportunity cost for holding non-interest bearing gold;
- o High U.S. interest rates make it more expensive to borrow funds to buy gold; and
- o The potential for gains from U.S. dollar appreciation also raises the opportunity cost for holding gold.

Second, the demand for currencies other than the U.S. dollar has increased relative to the demand for gold because of the favorable inflation outlook in most developed countries. The OECD has projected consistently lower inflation rates for most member countries than the rates experienced in the late 1970's and early 1980's.

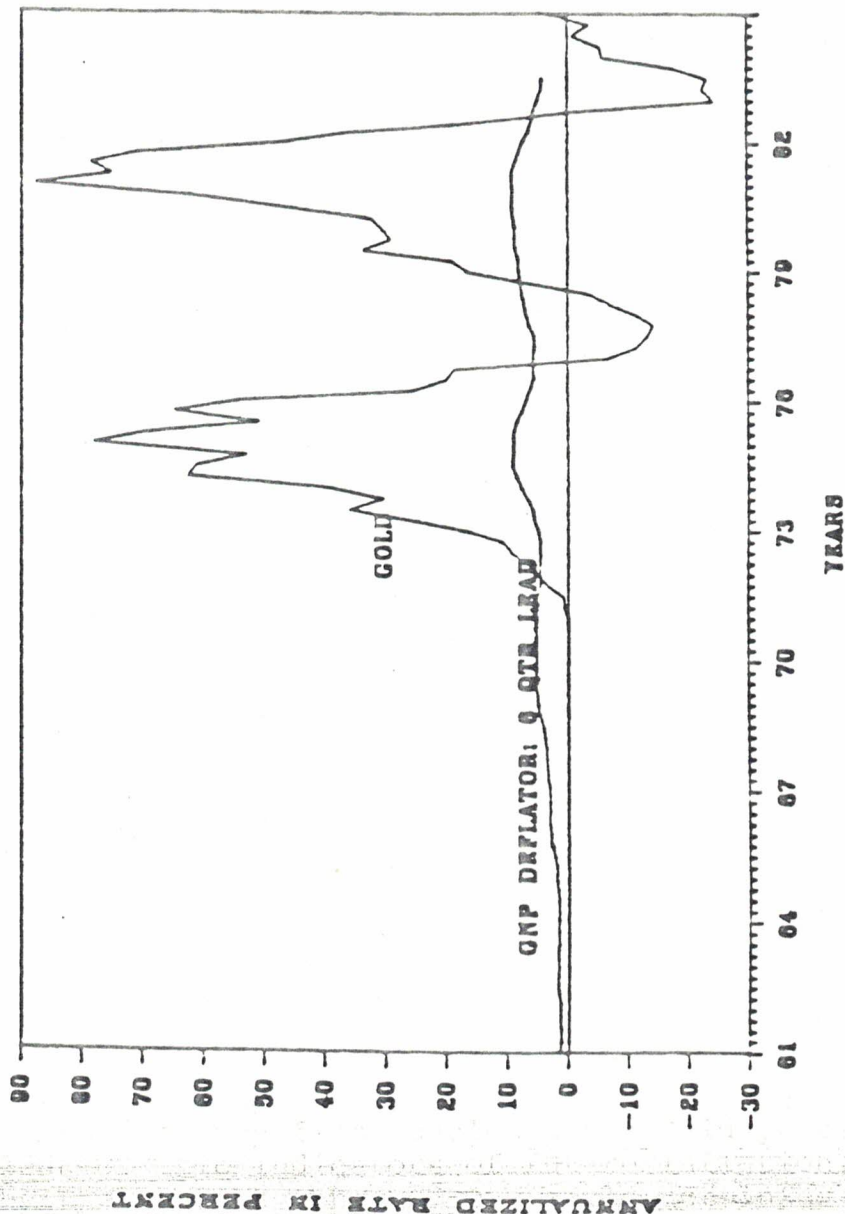
Of less importance are supply factors. There is some evidence that LDCs are selling gold for debt repayment reasons. Columbia may be producing more gold to generate greater foreign exchange earnings. Apparently, some Middle Eastern investors have been selling gold to cut their losses.

With respect to the implications of a decline in gold prices, it is difficult to draw any firm conclusions. Gold prices have historically been erratic indicators of future inflation, as demonstrated by the attached chart. One could not infer with great confidence that the decline in gold prices foreshadows either continuing low inflation or a rise in inflation. As this morning's PEPAB meeting suggests, there are a number of factors that can better explain future inflation, including most importantly, prior money growth.

Attachment

Commodity prices and gold prices are erratic indicators of future inflation. They are not now giving a clear signal of rising inflation.

INFLATION VS GOLD



OFFICE OF POLICY DEVELOPMENT

MEMORANDUM

DATE: 7/9/84 ACTION/CONCURRENCE/COMMENT DUE BY: 7/11/84 cob

SUBJECT: DROP IN GOLD PRICES ARTICLE FROM NEW YORK TIMES

ACTION FYI

ACTION

FYI

✓ SVAHN

☐☐

UHLMANN

☐☐

✓ PORTER

☐☐

WALTERS

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RESPONSE TO:

Roger, Can you analyze? What does this mean? JAS

☐ John A. Svahn
 Assistant to the President
 for Policy Development
 (x6515)

☐ Roger B. Porter
 Director
 Office of Policy Development
 (x6515)

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Some Analysts See Drop in Gold Prices Continuing; Public View of Slide Differs

By KATHLEEN A. HUGHES
And ALLANNA SULLIVAN

Staff Reporters of THE WALL STREET JOURNAL

Metals traders and analysts are braced for another possible slide in the price of gold this week, after watching gold drag most other metal prices down last week.

Market professionals and the public appear to have sharply different interpretations of last week's decline, when gold tumbled nearly \$28 an ounce. The slide was capped by a \$14.40 drop Friday when the metal hit a two-year low on the Commodity Exchange in New York of \$345.10 an ounce.

In early trading in Hong Kong Monday, gold was quoted at \$345.50 an ounce.

"If gold doesn't stabilize on Monday or Tuesday, it could go to \$325 or \$300," said Dan Schultz an analyst at Drexel Burnham Lambert Inc.

At least some members of the public, however, think the big price drop offered a great opportunity to buy. George Parola, manager of the precious metals division of Deak-Perera, a unit of Deak & Co., said its Fifth Avenue office in New York sold more than 1,000 ounces of South African Krugerrands and Canadian Maple Leafs on Friday. On typical recent days, Deak sales were 150 ounces, he said. More than 70% of Deak's sales were to individual investors, who bought as few as two coins, Mr. Parola said.

Other coin dealers also were swamped. The number of transactions tripled Friday

at Manfra Tordella & Brookes Inc., a large U.S. coin dealer in New York. However, such retail buying wasn't nearly enough to offset the wave of selling by big players in the gold market, said Luis Vigdor, vice president of the company's bullion operation.

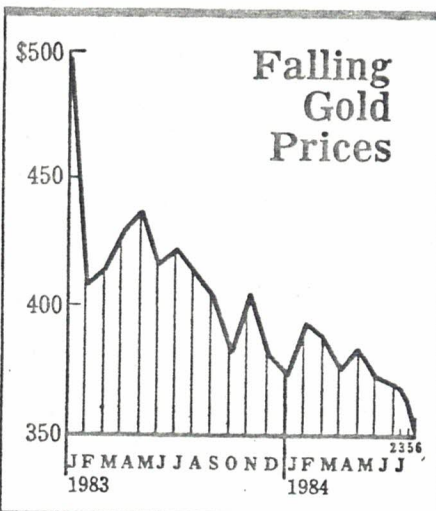
Analysts said the main factors pulling down gold have been the surging dollar and high U.S. interest rates. The strong dollar damps demand for gold by making it more expensive for foreigners. High interest rates hurt in two ways: they make interest-bearing investments more attractive than gold and make borrowing to buy the metal more expensive.

The strong dollar has been hurting gold for months but the metal's price was propped up somewhat by the belief that the dollar would weaken soon, traders and analysts said. The dollar's surge last week undermined that belief, they said.

"The entire world is running to the dollar," said Bette Raptopoulos, an analyst at Prudential-Bache Securities Inc. "There's a feeling that interest rates will remain high and the dollar strong."

Traders said there is evidence that the recent rise in interest rates is pushing some debt-ridden Latin American countries to sell some of their gold stores to raise cash. Mr. Vigdor of Manfra Tordella said he has seen large sell orders coming from Latin American countries. The orders have been coming from both government and private sectors, he said.

Heavy selling this week also came from



the Middle East, where speculators are believed to hold large positions in precious metals, traders said. There were rumors the Soviet Union was selling as well.

Friday's volume on the Comex was 6.8 million ounces, one of the heaviest trading days of the year.

Most of the selling action came late in the morning in "wave after wave," said Anthony George Gero, who manages floor activity at Comex for Prudential-Bache Securities. After each onslaught of selling, "there would be calm for about 20 minutes" before another outbreak of sell orders.

Trading ended in a brief rally, which analysts attributed to traders trying to cover some of the short, or selling, positions they had taken. During the final few minutes of trading, the price climbed by about \$2 an ounce.

Despite the heavy selling, the market was relatively orderly, traders said.

ADVANTAGE

STREET OF SUCCESS

OFFICE OF POLICY DEVELOPMENT

MEMORANDUM

DATE: 7/17/84 ACTION/CONCURRENCE/COMMENT DUE BY: fyi
SUBJECT: DECLINE IN GOLD PRICES

	ACTION	FYI		ACTION	FYI
SVAHN	☐	☐	UHLMANN	☐	☐
PORTER	☐	☐	WALTERS	☐	☐
ANDERSON	☐	☐	ADMINISTRATION/	☐	☐
BLED SOE	☐	☐	JOHNSTON		
BRADLEY	☐	☐	DRUG POLICY	☐	☐
CHAO	☐	☐	TURNER	☐	☐
COY	☐	☐	OFFICE OF POLICY INFORMATION		☐
DAVIS	☐	☐			
GALEBACH	☐	☐	PROPERTY REVIEW BOARD	☐	☐
GUNN	☐	☐	OTHER		
HAYS	☐	☐	MIKE DEAVER	☐	☐
HOBBS	☐	☐		☐	☐
B. LEONARD	☐	☐		☐	☐
LI	☐	☐		☐	☐
McALLISTER	☐	☐		☐	☐
McCAFFREY	☐	☐		☐	☐
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SIMMONS	☐	☐		☐	☐
SMITH	☐	☐		☐	☐
SWEET	☐	☐		☐	☐

RESPONSE TO:

☐ John A. Svahn
Assistant to the President
for Policy Development

☐ Roger B. Porter
Director
Office of Policy Development

THE WHITE HOUSE
WASHINGTON

Mr. Deaver:

It was the lunch with the President
for Editors and Broadcasters from
Mid-Atlantic and Mid-Western States.





Box 526, Lenox Road • Geneva, New York 14456 • Phone (315)781-1240

July 11, 1984

What lunch?

Mr. Michael Deever
Assistant to the President
The White House
Washington, D.C. 20520

Dear Mr. Deever:

I wish to take this opportunity to thank you for taking the time to spend a most enjoyable hour with us at the luncheon on July 9, 1984.

Your interesting and sometimes humorous remarks were greatly appreciated and made this luncheon with President Reagan a most enjoyable and memorable one.

Looking forward to the opportunity of meeting with you again in the near future, I remain,

Sincerely yours,

Louis O. Schwartz
Louis O. Schwartz
President

LOS/de

CITIZENS FOR AMERICA

Lew Lehrman
Chairman

Jaquelin H. Hume
Founder

Richard M. DeVos
Co-Chairman
Chairman, Finance Committee

Marc L. Holtzman
Executive Director

July 16, 1984

file

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Robert W. Wilson
T. A. Wilson
Emily Woodruff

The Honorable Michael K. Deaver
Deputy Chief of Staff and
Assistant to the President
The White House
Washington, D. C. 20500

Dear Mike:

Just a note to say it was a pleasure to see you on Wednesday. I greatly appreciate your taking time to brief our Congressional District Chairmen. Your talk was most interesting, and everyone enjoyed your presentation.

On another note, I wanted to bring to your attention the outstanding job that Tammy Kriner did in advancing the President's appearance. Details were handled meticulously, and she was a pleasure to work with.

Once again, thank you.

Sincerely,

Marc

MARC L. HOLTZMAN
Executive Director

MLH: ljb