

Memo to an incoming Prime Minister **Defending our country from harm is the** **first duty of government**

The Russian invasion of Ukraine has alerted us to the need for stronger defences. The Ukrainian army has shown us how quickly they get through munitions and smart weapons in a real conflict, and have needed substantial parts of our stocks as we and other allies have supplied them. We will need to replace those as quickly as possible and increase our own stocks should another need arise.

The problems of getting things out of Ukraine by sea given the mines and other threats to shipping in the Black Sea should also remind us as an island nation that we need to have sufficient home capacity to produce weaponry at home should war create dangerous conditions for shipping in imports. Twice in the last century Germany sought to starve and blockade us out of supplies of many kinds by a submarine and aerial campaign against supply shipping. In the more recent NATO era we have come to a mutual dependence with allies in Europe and the USA which might be a vulnerability should war break out. The UK needs to secure the intellectual property to the weapons and munitions we use, and ensure we have some capacity in the UK to make and assemble. We need to be ready to scale up these activities in the event of serious war.

It is not good that the MOD is still considering reducing our troop numbers by more when we have additional NATO commitments to fulfil in Eastern Europe in this atmosphere of more tension with Russia. We need to get better at procurement. Too many programmes overrun in time and budget and produce too few weapons, ships or vehicles at too great a cost. We need to see the best can be the enemy of the good, and frequent changes of design and capability after the contract has been entered are costly and breed delays.

Defence is a prime area for spending money better. Instead of debating what percentage of our GDP we should spend we need to ask what force capability we need and then go about finding the most efficient and effective way of supplying it.

Memo to an incoming Prime Minister **Global Britain and free trade**

Brexit has restored our position on important world bodies like the World Trade Organisation, giving us our voice back in helping guide global policies where a world answer is needed. In world trade we need to work with the WTO

to promote freer trade with fewer subsidies, barriers and bans. The UK has been able to negotiate roll over trade agreements with the places the EU had agreements, despite Remain protestations to the contrary. We have also been able to go on and sign deals with Australia and New Zealand and are well placed to enter a major agreement with the Trans Pacific Partnership grouping, which would be a major free trade extension.

The UK has developed closer links with the 5 Eyes security and intelligence group, and has entered a special defence relationship with export contracts with Australia and the USA. We should take our free trade links with Australia, New Zealand, Canada and other Commonwealth countries further, pursuing mutual recognition of qualifications in English speaking like minded countries. We have a lot to offer and to gain from closer links in the English speaking world, and in the Commonwealth as a whole.

In what will be the Pacific century the UK has to look across the oceans as well as across the Channel. The EU trade deal is being distorted by the disgraceful mis interpretation of the NI Protocol by the EU and by their heavy handed and asymmetric enforcement on some Channel crossings.

Memo to an incoming Prime Minister **Levelling up can bring together faster** **growth with protecting our environment**

Levelling up is about the people already settled here, and about the villages, towns and cities that have fallen behind in providing good jobs and sustaining decent incomes. Levelling up Conservative style is about helping people on their personal journeys, so it is possible for more people from modest backgrounds to set up their own business, get a well paid job, succeed in education and training, buy a good home and save for their old age.

It is also about place. Too much of our new housing is built in communities that already have plenty of good modern housing and have attracted people with above average qualifications on above average pay. Planning law should be changed to allow communities to decide how much additional housing they can accept, with a view to less of this colossal investment going to already better off places and more to the places that need more money to circulate. If more executive homes are built in poorer communities they will attract more people with cash to spend and skills to share, people who can set up businesses or provide more better paid jobs.

Continuing educational reform is crucial to success. People who can read and write to good standards have much more chance of preparing themselves for better paid employment and more chance of gaining worthwhile qualifications.

Getting housing right is also crucial to people's journeys. Owning your own home gives you what is usually an appreciating asset, a pool of capital to fall back on, a financial stake in the community.

Grown ups in office

I read the spin that Rishi Sunak is a grown up. The Establishment use that phrase to write off anyone they disagree with as not part of their grown up club. Their idea of a grown up is one who just does and says what they want them to.

So it was Grown ups who pushed the U.K. into the Exchange Rate mechanism . Those of us who warned it would lead to a boom/bust were told we were not grown ups. We were, however, right.

It was more Grown ups who told us between 2005 and 2007 that the huge multiples of debt and derivatives produced by the global banking system were fine as they had found new ways of managing risk. The many of us who warned it would be inflationary were dismissed.

Once the grown ups accepted they had triggered a debt laden inflation they switched to blaming the banks, draining markets of cash and forcing some banks into bankruptcy. Again we few who said make the adjustment slower and manageable were dismissed.

In recent years the grown ups told us money did not matter. They said they could create billions of it and keep interest rates at zero with no inflation. Anyone who said the opposite was dismissed.

Now they recognise they do have an inflationary problem in the U.K. the so called grown ups want to create a needless recession to tackle the inflation. They do not see the big monetary tightening belatedly undertaken will bring inflation down next year.

How much more damage do these grown ups want to do? Why are they addicted to boom/ bust policies. Why are they so bad at reading the cycle?

Memo to an incoming Prime Minister Take control of our borders

One of the defining characteristics of an independent country is it has its

own policy on who can come and live and work in its territory. Offering citizenship is a privilege. Agreeing to someone coming here to live is a big commitment by the state, as every legal migrant becomes eligible for benefits, full free NHS care, help with housing and much else. Some estimates suggest around £250,000 of capital stock is needed to support each new arrival when you take into account housing and public service provision needed.

When we were in the EU we were linked closely to the continent by a policy of freedom of movement. In other words our own borders were not under our control, as anyone admitted to any country in the EU gained an entitlement to come to the UK as a result. It encouraged a policy for some businesses of recruiting larger workforces on lower pay by bringing many lower paid people into the UK to carry out the jobs. More of us wanted the companies to aim for higher productivity allowing higher wages by putting more into automation and into training so each staff member added more value and had better machine and computer support.

Today we have introduced a policy of allocating permits to come to live and work here based on skill levels and pay levels in areas of scarcity. These may need tweaking to get the full effects from encouraging more local employees with higher productivity and pay levels. There remains important outstanding business. There are too many people traffickers plying an evil trade in small boats across the Channel to bring in illegal migrants which needs stemming. There are too many difficulties in removing foreign criminals who have come here. The new Prime Minister needs to give full support to the Home Secretary to legislate and administer a solution to these obvious areas of weakness.