MEMORANDUM OF CONVERSATION

PARTICIPANTS: President Ford
              Ambassador Marcel Cadieux of Canada
              Lt. General Brent Scowcroft, Deputy Assistant
              to the President for National Security Affairs

DATE AND TIME: Tuesday, October 15, 1974
               12:05 - 12:30 p.m.

PLACE: The Oval Office
       The White House

[There was small talk before the press during the presentation of the medals.]

President: How is the Prime Minister?

Cadieux: He is very well. Between elections he was in a very difficult
position.

President: Yes. Like Wilson.

Cadieux: It is much more comfortable now.

Your moves on inflation are being watched with interest.

President: We tried to tailor them so they wouldn't be solely oriented to the
US but to the world. There has been a good reception -- but also some
criticism.

Cadieux: When you benefit, we do automatically. We are pleased that you
have taken these non-inflationary moves.

President: We had double-digit inflation and interest rates were exceptionally
high. We didn't want a recession so we didn't want to make it too deflationary,
and yet it couldn't be too stimulating. So we think we hit it about right.

Cadieux: The opposition will ask us why we haven't taken action on some of
your programs. But we think it was very helpful.
President: Give the Prime Minister my regards. Aren't we planning a meeting sometime in December?


President: I am looking forward to my discussions with the Prime Minister.

Cadieux: He will be leaving on a trip to Europe shortly.

President: We are seeing Giscard December 14-15.

Thank you again. It is a very beautiful gift. I would like to get up to see the Olympics in '76 if I can.
P/Salinger
15 Oct 74

(Summary title includes doing quantifying modules)

I. Yes, Lita. It was

2. The main point

3. We tried to take time so it wouldn't be really

4. But the general formula good

5. Some recent

6. When you begin your automation, we

7. We didn't decide final result, we already

8. We didn't want a Russian so we didn't

9. So we think we had a right insight

10. Opposites will ask: are we why we don't automate

11. Some problems: but within five years

12.error. Don't see any place a


14. Your looking forward to future discussion by the PM

15. He planning trip to Europe shortly.

16. We talk around 14-15 Dec.

17. Thank you again. Very beautiful gift. I would

18. I hope I can see you after Christmas and if

19. Thank you.


21. See you in 10 days.

22. Love