

B_N_I
NIXON Incoming 68-80

THE WHITE HOUSE
WASHINGTON

Nixon claims inflation is
the biggest economic problem.

January 5, 1973

Dear Arthur:

Your thoughtful December 28 letter enclosing the excellent address have been the objects of several evenings' repeated reading!

* Note disconnected with p. 2 of Nov. 4, 1971 letter where he says that inflation is not a concern for the election.

You are quite correct in identifying inflation as the most critical economic problem we now face, and I was indeed pleased to see, on pages 10 and 11 of your address, your strong appeal that we resist any tendency to adjust to inflation. As you point out, the only responsible course is to fight inflation hard, and this is precisely what I intend to do. We are in the same corner in this ongoing battle, and I look forward to having your wise council and help over the next four years in meeting the challenge.

With warm personal regards,

Sincerely,



Honorable Arthur F. Burns
Chairman of the Board of Governors
Federal Reserve System
Washington, D.C. 20551