

SECRET

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(13)

JAG ADR



10 DOWNING STREET

From the Private Secretary

1 September 1986

FOREIGN CURRENCY BORROWING

The Chancellor this afternoon described to the Prime Minister the present plans for mounting a foreign currency borrowing through a floating rate note. The amount would be \$3 billion, over 10 years, and the terms might well be finer than the issue mounted last year. The intention would be to syndicate the issue on Wednesday this week, market conditions permitting.

The Prime Minister was content with this proposal. She was however concerned that the greatest possible care should be taken with the presentation. The issue might attract headlines in view of the dearth of other news at present.

(DAVID NORGROVE)

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