

APPENDIX I  
ANNEX.....(A)

WAR-TIME LEGISLATION AND REGULATIONS AFFECTING THE ACCOUNTANT'S DEPARTMENT

1. Defence (Finance) Regulations 1939, and subsequent amendments and additions. (Made under Emergency Powers (Defence) Acts 1939 and 1940.) 3rd September 1939.

These Regulations, inter alia, made necessary various declarations in respect of the transfer of Stock, payment of dividends and redemption money, and disallowed, except with permission, dealings in certain cases of residence outside the Sterling Area.

2. Trading with the Enemy Act 1939. 5th September 1939.

Disallowed the transfer of Stock and the payment of dividends and redemption money in which an "Enemy", as defined in the Act, is interested, except with the sanction of the Board of Trade.

3. Government and Other Stocks (Emergency Provisions) Act 1939. 7th September 1939.

Transfer of Inscribed Stock by instrument in writing instead of by entry in books, during the present emergency.

4. Registration of 1% Treasury Bonds 1939/41 by Treasury Minute.

5. S.R. & O. 1939 No. 1681. (Defence) General Regulations 1939.

Regulations 20 (2) required change of name to be published in London Gazette.

6. Execution of Trusts (Emergency Provisions) Act 1939. 12th Oct. 1939.

To facilitate the execution of Trusts during the emergency.

7. Finance Act 1939. 28th July 1939.

(1) Amended the Finance Act 1917 to enable Regulations to be made as regards Stock held subject to the Law of Scotland. (See No. 8).

(2) A cash bonus warrant deemed to be a cheque within the meaning of the Bills of Exchange Act 1882 and to be exempt from Stamp Duty.

8. Government Stock Regulations 1939 (S.R. & O. 1940 No. 207) made under Finance Act 1939. 31st October 1939.

Allows action by a quorum of stockholders (three or more) where Stock forms part of a Trust subject to the Law of Scotland, and the recognition of Deeds of Assumption and Minutes of Resignation. Specifies the form of Statutory Declaration to be furnished to the Bank. (These Regulations were later superseded by the Government Stock Regulations 1943 made under the Finance Act 194<sup>2</sup> - see No. ).

9. Conversion Loan (Exchange or Repayment) Rules 1940 (S.R. & O. 1940 No. 49) made under the National Loans Act 1939. 17th January 1940.

Special provisions covering the exchange or repayment of 4½% Conversion Stock 1940/44.

10. The Airways Stock Regulations 1940 (S.R. & O. 1940 No. 450) made under the Airways Act 1939. 26th March 1940.

Provides for creation of Guaranteed Airways 3% Stock.

11. National Loans Acts 1939, 1940, 1940 (No. 2), 1941.

Provide for rules as to Exchange of Securities, Conversion. 1940 (No. 2) releases Treasury from contractual obligation to issue Bearer Bonds or Bond Certificates. 1941 - provisions as to Transfer of Stock and Bonds (see S.R. & O. 1941 No. 1558 No. 19 below).

12. S.R. & O. 1940 No. 708 (Amending Defence (Finance) Regulations 1939). 13th May 1940.

Restriction of issue of Bearer Security.

13. Evidence and Powers of Attorney Act 1940. 13th June 1940.

Provision with respect to Powers of Attorney by members of H.M. Forces.

14. S.R. & O. 1940 <sup>1983</sup> L. 36. Made under the Administration of Justice (Emergency Provisions) Act 1939.

Amended rule 10 of Order 46 of the Supreme Court as regards a distringas by substituting 12 for 8 days.

15. Public Works Loans Act 1941.

Power to facilitate conversion of local Government Securities (Section 5) (Limited by the Emergency Powers (Defence) Act 1939).

16. S.R.& O. 1941 No.127 (Amending Defence (Finance) Regulations 1939)  
29th January 1941.

Special provisions regarding Isle of Man Probates.

17. Securities (Restrictions and Returns) (No.1) Order. S.R.& O. 1941  
No.141. 7th February 1941

Dealings in holdings of certain Indian Government Securities restricted: owners required to register holding with Bank of England.

18. Acquisition of Securities (No.2) Order 1941.

Acquisition by H.M.Treasury of certain Indian Government Securities.

19. Government Stock (Transfer) Regulations 1941 (S.R.& O. 1941 No.1558)  
made under National Loans Act 1941. 8th October 1941.

General regulations covering Stock Register, transfer of Stock and the issue of certificates in respect of new Loans.

20. Securities (Restrictions and Returns) (No.4) Order 1941.  
23rd December 1941.

Dealings in further Indian Government Securities restricted.

21. Acquisition of Securities (No.6) Order 1941. 23rd December 1941.

Acquisition of further Indian Government Securities.

22. Finance Act 1942. 24th June 1942.

Power to make regulations covering transfer of Stock. Amend and repeal certain sections of earlier Acts dealing with the National Debt.

23. London Transport Stock (Amendment) Regulations 1942 (S.R.& O. No.1717)  
made under London Passenger Transport Act 1933. 28th August 1942.

Abolition of Inscribed Stock, including provision for immediate removal to Registered Stock and for the issue of certificates to holders of Inscribed Stock.

24. Central Electricity Board (Civil Defence) Borrowing Regulations 1940  
and 1942 (made under Civil Defence Act 1939). 2nd September 1942.

Creation of Electricity (Civil Defence) 3% Redeemable Stock 1955/60.

25. The Coal Commission Borrowing & Stock Regulations 1942 (S.R.& O. 1942  
No.2083) made under the Coal Act 1938. 1st October 1942.

Provides for creation of 3% Coal Commission Guaranteed Stock, and regulations concerning transfer, etc.

26. Government Stock Regulations 1943 (S.R.& O. 1943 No.1) made under Finance Act 1942. 1st January 1943.

Provides for:-

- (i) Abolition of Inscribed Stock for British Government Securities, issue of certificates, keeping of Registers.
- (ii) General regulations covering transfer of Stock.
- (iii) Regulations covering persons holding offices.
- (iv) As to Scotland.
- (v) Transfer to and from N.Ireland Register.
- (vi) Certain registered Bonds.
- (vii) Miscellaneous and transitional rules.

27. Securities (Restrictions and Returns) (No.1) Order 1943.

Dealings in holdings of Indian Railway Securities restricted.

28. Acquisition of Securities No.1 Order 1943

Acquisition by H.M.Treasury of Indian Railway Securities.

29. Evidence and Powers of Attorney Act 1943. 22nd April 1943.

Section 2 provides that rules of Court may make provision for the filing of photographic copies of Powers of Attorney instead of the originals. Rules were accordingly made under S.R.& O. No.  $\frac{1082}{L 21}$  on the 23rd July 1943.

30. London County Council (Money) Act 1943. 1st September 1943.

Provides as from the 1st September 1943 for the abolition of Inscribed Stock for London County and Metropolitan Stocks and for the issue of certificates.

31. Metropolitan Water Stock (Transfer) Order 1944. 15th April 1944.

Provides for Metropolitan Water Stocks to be transferable by deed only, and not in books, with the effect that Inscribed Stock was abolished.

32. Newfoundland Guaranteed Stock Regulations 1944. 1st May 1944.

General Transfer Regulations. Abolition of Inscribed Stock and issue of certificates.

33. Nyasaland Loan Regulations 1944. 1st July 1944.

General Transfer Regulations. Abolition of Inscribed Stock and issue of certificates.

34. The Tanganyika Loan Regulations 1944. 1st August 1944.

General Transfer Regulations. Abolition of Inscribed  
Stock and issue of certificates.

35. Corporation of London (Stock) Regulations 1944 (made under City of  
London (Various Powers) Act 1944.) 1st September 1944.

General Transfer Regulations. Abolition of Inscribed  
Stock and issue of certificates.

36. Hurricane Loan Regulations 1944. 1st October 1944.

General Transfer Regulations. Abolition of Inscribed  
Stock (Mauritius Government 5% Guaranteed Stock 1951/71) and issue  
of certificates.

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STOCK BOOK

REDEMPTION AND CONVERSION OPERATIONS, INCLUDING ACQUISITION OF SECURITIES  
BY H.M.TREASURY (UP TO AND INCLUDING 1ST AUGUST 1945)

The following tables give particulars of the redemption, conversion and acquisition operations that took place during the war. In most cases, as will be seen, there was offer of exchange or conversion into a new Security yielding interest at a lower rate; unless a different date is given in the column headed "Conversion", the redemption date was the effective date of conversion. Holdings in respect of which the offer of conversion had not been accepted by the specified closing date were repaid as on the date given in the last column.

In addition to these operations there were the usual drawings in various Securities. New Zealand 3½% Conversion Stock 1939/45 is of interest since a periodic conversion offer was made at each half-yearly drawing; the offer covered drawn or undrawn Stock. Annual drawings of Chinese 4½% Gold Loan 1898 were held and complete and up to date records kept in order that repayment may be made when funds are forthcoming; the drawn Stock is transferable.

Table 1 <u>Title of Security</u>	Approx.No.of <u>Accounts affected</u>		<u>Conversion or Exchange into</u>	<u>Redemption date</u>
	<u>Redemption</u>	<u>Conversion</u>		
Sudan Government 5½% Guaranteed Bonds	720			1 Nov.1939
New Zealand 3½% Consolidated Stock 1940	8,700	3,780	New Zealand 3½% Conversion Stock 1939/45 (5.8.1939)	1 Jan.1940
4½% Conversion Stock 1940/44	51,300	15,640	2% Conversion Stock 1943/45	1 July 1940
Blue Star Line 5% Guaranteed Debenture Stock 1946	300		Special Regulations S.R.& O. 1940 No.49 Special Offer of Repayment	15 Jan.1941
Metropolitan 3% Consolidated Stock 1941	570	1,740	3½% London County Consolidated Stock 1956/68	1 Feb.1941
1% Treasury Bonds 1939/41	220			1 Feb.1941
Blue Star Line 5% Guaranteed Debenture Stock 1946.	450		Final redemption of Stock where holder had not accepted the special offer	15 Mar.1941
5% London County Consolidated Stock 1940/60	8,080			30 Apr.1941
Hull Corporation 5% Redeemable Stock 1941/61	1,020	2,160	Hull Corporation 3½% Redeemable Stock 1960/70	1 Aug.1941
Liverpool Corporation 5% Stock 1941/61	1,710	2,020	Liverpool Corporation 3½% Redeemable Stock 1960/70	1 Aug.1941

1509

Title of Security	Approx. No. of Accounts affected		Conversion or Exchange into	Redemption Date
	Redemption	Conversion		
Corporation of London 4½% Debenture Stock 1940/85	370	1,340	Corporation of London 3½% Stock 1960/70	1 Aug.1941
Swansea Corporation 6% Redeemable Stock 1940/50	380	640	Swansea Corporation 3½% Redeemable Stock 1960/70	1 Aug.1941
Queensland 5% Stock 1940/60	6,320	15,850	Commonwealth of Australia 3½% Registered Stock 1961/66*	1 Sept.1941
Liverpool Corporation 5½% Redeemable Stock 1941/61	780	1,910	Liverpool Corporation 3½% Redeemable Stock 1968/78	1 Oct.1941
Pearson & Dorman Long Ltd. 5% Guaranteed Debenture Stock 1956	540	290	Pearson & Dorman Long Ltd. 3% Guaranteed Debenture Stock 1947/56	15 Mar.1942
India 5% Stock 1942/47	76			15 June 1942
Palestine Government 5% Guaranteed Stock 1942/67	840	860	Palestine Government 3% Guaranteed Stock 1942/67	1 Nov.1942
Silver Line Ltd. 5% Guaranteed Debenture Stock 1930/45	464			Purchase for cancellation by the Company 2 Dec.1942
London Transport 4½% T.F.A. Stock 1942/72	2,230	4,370	London Transport 3% Guaranteed Stock 1967/72	1 Jan.1943
Newfoundland Power & Paper Co.Ltd. 5½% "B" Mortgage Debenture Stock	904	920	Bowaters Newfoundland Pulp & Paper Mills Ltd. 3½% "B" Mortgage Debenture Stock 1960/70	15 Jan.1943
India 3½% Stock 1931	42,650			5 Jan.1943
Silver Line 5% Guaranteed Debenture Stock 1930/45	44			Final drawing extinguished outstanding Stock 15 Nov.1943
Egyptian 3½% Preference Stock	1,150	120	Egyptian 3½% National Loan 1963/73 (1.11.1943)*	15 Jan.1944
Bank Line Ltd. 2½% Guaranteed Debenture Stock 1944	100			Final payment of outstanding Stock 1 Feb.1944
Great Indian Peninsula Railway 3½% Debenture Stock	2,315			4 Feb.1944
Bombay Baroda & Central India Railway 3½% Debenture Stock	640			4 Feb.1944

FOR NOTES - SEE OVER.

1510

Title of Security	Approx. No. of Accounts affected		Conversion or Exchange into	Redemption date
	Redemption	Conversion		
New Zealand 4½% Inscribed Stock 1944	1,590	3,460	New Zealand Government 3½% Stock 1960/64	1 Mar.1944
5% Conversion Stock 1944/64	88,520			1 May 1944
Queensland 3½% Stock 1945	3,660			1 Jan.1945
New Zealand 3½% Conversion Stock 1939/45	370			Final payment of outstanding Stock 1 Jan.1945
Stanton Ironworks Co.Ltd. 4½% Guaranteed Debenture Stock 1931/45	98			Final payment of outstanding Stock 1 Feb.1945
Sudan Construction & Equipment Co.Ltd. 4½% Guaranteed Debenture Stock 1931/45	83			Final payment of outstanding Stock 1 Feb.1945
Hull Corporation 4½% Redeemable Stock 1945/60	650	620	Hull Corporation 3% Redeemable Stock 1964/69	1 Feb.1945
Swansea Corporation 5% Redeemable Stock 1945/55	750	810	Swansea Corporation 3% Redeemable Stock 1963/66 "A" Stock	31 Mar.1945
Managed by the Swansea Corporation: Swansea 5% Stock 1945/52		630	do. "B" Stock (15.4.1945)	-
New Zealand 4½% Inscribed Stock 1945	1,500	3,430	) New Zealand 3½% Stock 1962/65	1 Mar.1945
New Zealand 3% Inscribed Stock 1945	1,210	3,990		1 Apr.1945
London County 4½% Consolidated Stock 1945/85	6,200	7,040	London County 3% Stock 1962/67	5 Apr.1945
2% Conversion Stock 1943/45	13,660			1 July 1945
South Indian Railway Perpetual 4½% Debenture Stock	45			1 July 1945
Corporation of London 5% Stock 1945/65	2,180			1 Aug.1945

For Notes - See over



NOTES

- \* The new Securities are managed by the Commonwealth Bank of Australia and by the National Bank of Egypt, Cairo, respectively.
- ∅ This Stock was largely extinguished in 1942 following an offer by the Company to purchase for cancellation. The operation was carried out by the Company who issued their own form of acceptance and notices, although the forms were subsequently passed to the Bank to be recorded in the Stock Register.
- ∕ The management of these Securities was taken over by the Bank from the Companies concerned: Bombay Baroda Railway 3% on 31st December 1941 and Bengal & N. Western 5% on 2nd November 1942.

An estimate of the time spent on redemption and conversion operations can be obtained by allowing  $1\frac{1}{2}$  hours per account for redemption only; and at least  $1\frac{1}{2}$  hours per account where redemption and conversion operations were combined, depending on the terms and conditions of the exchange.

Table 2

<u>Title of Security</u>	<u>Acquisition Order</u>	<u>Payment Date</u>
India 5% Stock 1942/47 )	Acquisition of Securities (No.2) Order 1941	24 Mar.1941
India 4½% Stock 1950/55 )		
India 4½% Stock 1958/68 )		
India 4% Stock 1948/53 )		
India 3½% Stock 1954/59 )		
India 3% Stock 1949/52 )	Acquisition of Securities (No.6) Order 1941	2 Mar.1942
India 3% Stock 1948 )		
India 2½% Stock )		
Bengal & N. Western Railway Co. 5% Special Debenture Stock ∕ )	Acquisition of Securities (No.1) Order 1943	12 Mar.1943
Burma Railways 3% Debenture Stock )		
East Indian Railway 4½% Irredeemable Debenture Stock )		
Eastern Bengal 4% Irredeemable Debenture Stock )		
Great Indian Peninsula Railway 4% Irredeemable Debenture Stock )		
South Indian Railway Perpetual 4½% Debenture Stock )		

1512