



Statistical Notice 2011/12

1. **Form PL definitions update**
 2. **Clarification on the reporting of covered bond LLPs'**
 3. **Form DQ: Reporting thresholds**
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1. **Form PL definitions update**

Form PL definitions have now been updated to include clarifications following discussions with our reporters at the Form PL workshop, and work done following-on from the dealing profits/net spread earnings review.

The dealing profits and net spread earnings review identified several inconsistencies in the reporting of products across the PL8 product split and in the calculation of net spread earnings (NES) across reporters. The updated definitions clarify where particular tradable products should be allocated across the PL8 product split and contains further guidance for methodologies to identify net spread earnings. We ask all reporters to provide figures for foreign exchange and securities NSEs, and derivatives NSEs where the activity is likely to generate more than £25m a quarter.

Additionally, there is a more detailed clarification on the reporting of provisions lines (PL20 items) as well as an added appendix on how we would expect you to report the sale of loans across the form. There is also clarification on the reporting of manufactured dividends (PL4), and the reporting of bonuses (PL12AA). Please note the majority of changes are clarifications and therefore should not result in significant changes in reporting; this has been done to provide more useful guidance where our definitions may previously have been insufficient.

Please see the updated Form PL definitions at the below link:

http://www.bankofengland.co.uk/statistics/reporters/defs/def_pl.pdf

If you have any queries regarding this, please contact Heeral Chhatralia (Tel. 0207 601 3153, heeral.chhatralia@bankofengland.co.uk).

2. **Clarification on the reporting of covered bond LLPs'**

In December 2008, statistical notice 2008/11 advised reporters that covered bond limited liability partnerships (LLPs) should be reported on a consolidated basis with their parent bank or building society. Therefore, if an institution lends to a covered bond LLP that is owned by another bank or building society, then this should be reported as a loan to that parent bank or building society for statistical purposes and not as lending to other financial corporations. Similarly, deposits received from a covered bond LLP owned by another bank or building society would be reported as deposits

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received from the parent. A full list of covered bond LLPs and their parents can be found here
<http://www.bankofengland.co.uk/statistics/Reporters/institutions/llp/index.htm>.

If you have any queries regarding this, please contact Amy Birdee (Tel. 020 7601 3236,
amy.birdee@bankofengland.co.uk) or Jenny Owladi (Tel. 020 7601 5465, jennifer.owladi@bankofengland.co.uk).

3. Form DQ: Reporting thresholds

The reporting criteria for the DQ form has been reviewed and changed from a discretionary limit of gross liability positions in derivatives (BT item 19BL) of £5bn to £10bn. Reporting institutions will be notified as and when they are required to start or stop reporting the DQ.

If you have any queries regarding this, please contact John Lowes (Tel. 0207 601 3067,
john.lowes@bankofengland.co.uk).

Bank of England
Monetary & Financial Statistics Division
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