

# The Bank's accounts

The Banking Department accounts for the year ended 29 February 1980 show an operating profit of £25.6 million, compared with £28.1 million in 1978/79. This profit is after setting aside provisions totalling £25.4 million (compared with £8.0 million) in respect of:

- adjustments of £11.4 million to provisions for losses in respect of:
  - an increase in the provision in respect of British government and other securities; and
  - a reduction in the provision against advances under the Bank's involvement in support operations;
- a further payment to the Pension Fund to maintain a fully-funded position;

- the compensation payable to staff who accepted the voluntary severance offer (see page 22).

After a payment in lieu of dividend of £6.5 million (against £7.5 million) and a tax charge of £7.9 million, the profit transferred to reserves amounts to £11.2 million compared with £15.9 million last year.

The current cost accounts, shown on page 37, show a profit before tax of £6.3 million, some £12.8 million less than in the historical cost accounts.

The Issue Department accounts are shown on page 39. The profits of the note issue payable to the Treasury amounted to £1,328.5 million compared with £727.5 million in 1978/79.

## Report of the Auditors

*To the Governor and Company of the Bank of England*

We have examined the accounts of the Banking Department set out on pages 27 to 36, which have been prepared on the basis of the accounting policies set out on pages 30 and 31, and the statements of account of the Issue Department set out on page 39.

In our opinion

- 1 The accounts of the Banking Department, read in conjunction with the notes and in particular with note 3, give a true and fair view of the state of affairs of the Banking Department at 29 February 1980 and of the profit and source and application of funds for the year ended on that date.

- 2 The statements of account of the Issue Department present fairly the outcome of the transactions of the Department for the year ended 29 February 1980 and its balances at that date.

We have also examined the Banking Department's current cost accounts set out on pages 37 and 38. In our opinion, these accounts have been properly prepared on the basis set out in the notes thereto.

DELOITTE HASKINS & SELLS  
*Chartered Accountants*

*London*  
*14 July 1980*

# Banking Department

## Profit and loss account For the year ended 29 February 1980

1979			1980	
£000	£000		£000	£000
	28,063	Operating profit	(Note 2)	25,568
		after charging:		
8,058		Provision for losses	(Note 3)	11,357
		Additional provision for retirement benefits and compensation payable under voluntary severance scheme	(Note 4)	14,050
—				
	7,500	Payment to the Treasury under Section 1(4) of the Bank of England Act 1946	(Note 5)	6,500
	20,563	Profit before taxation		19,068
	4,693	Taxation	(Note 6)	7,861
	15,870	Profit transferred to reserves	(Note 8)	11,207

Following the change in the Bank's accounting policy for deferred taxation indicated in *note 1*, reserves at 1 March 1979 (*note 8*) have been increased by a prior year adjustment of £6,951,000.

The notes on pages 30 to 35 form part of these accounts.

# Banking Department

## Balance sheet: 29 February 1980

1979		1980
£000		£000
14,553	<b>Capital</b>	14,553
204,614	<b>Reserves</b>	(Note 8) 215,821
<u>219,167</u>		<u>230,374</u>
	<b>Current liabilities</b>	
101,192	Public deposits	(Note 9) 130,913
254,930	Special deposits	103,870
432,230	Bankers' deposits	478,747
410,927	Other accounts	442,289
7,500	Payable to the Treasury	(Note 5) 6,500
<u>1,206,779</u>		<u>1,162,319</u>
<u>1,425,946</u>		<u>1,392,693</u>

The notes on pages 30 to 35 form part of these accounts.

# Banking Department

## Balance sheet: 29 February 1980

1979 £000		1980 £000	1980 £000
	<b>Liquid assets</b>		
24,945	Notes and coin	12,965	
88,662	Cheques in course of collection	(Note 10) 122,512	
566,714	Treasury and other bills	(Note 11) 416,925	
680,321			552,402
	<b>Investments</b>		
		(Note 12)	
127,437	Securities of, or guaranteed by, the British Government	182,994	
47,218	Other securities	36,054	
174,655			219,048
443,651	<b>Advances and other accounts, less provisions</b>	(Note 7)	496,113
	<b>Subsidiary companies</b>		
		(Note 13)	
16,983	Investments	16,983	
11,139	Amounts owing	8,269	
28,122			25,252
99,197	<b>Premises and equipment</b>	(Note 14)	99,878
1,425,946			1,392,693

GORDON RICHARDSON *Governor*

C. W. McMAHON *Deputy Governor*

NELSON OF STAFFORD *Director*

R. D. GALPIN *Chief of Corporate Services*

## Notes on the Banking Department accounts

### 1 Accounting policies

#### a Form of presentation of accounts

Although the Bank's constitution is not governed by the Companies Acts 1948 and 1967, the accounts have been prepared so as to comply with the requirements of those Acts and the Statements of Standard Accounting Practice issued by the accountancy bodies in so far as they are appropriate.

The accounts have been prepared on the historical cost basis of accounting, modified to include the revaluation of certain fixed assets.

#### b Treasury and other bills

Treasury and other bills are stated at cost plus interest accrued.

#### c Investments

Securities of, or guaranteed by, the British Government, and Other securities are stated in the balance sheet at cost less provision for losses; listed securities are valued at mid-market prices, unlisted at Directors' valuation.

Profits and losses on realisation are taken to profit and loss account in the year in which they arise.

#### d Premises and equipment

Freehold and leasehold land and buildings are stated at a professional valuation on an open-market value for existing use basis as at 28 February 1977 plus the cost of subsequent additions and less accumulated depreciation. No account is taken of the liability to taxation which could arise if the properties were disposed of at their revalued amounts.

Equipment is stated at cost less accumulated depreciation. Fully depreciated items at 29 February 1980 have been written out of the accounts.

Depreciation, on a straight line basis, is charged as follows:

Freehold properties	over estimated future life
Leasehold properties	over the period of lease or estimated future life
Computers	over five years
Other equipment	over periods ranging from four to twenty years

#### e Bad and doubtful debts

Appropriate provision is made for bad and doubtful debts.

#### f Commitments on behalf of the Treasury

Commitments in foreign currencies and gold, or on a gold basis, undertaken in the name of the Bank for account of the Treasury, principally in the course of operating the Exchange Equalisation Account, are not included in these accounts as the Bank is concerned in such transactions only as agent.

#### g Deferred tax

In accordance with the provisions of Statement of Standard Accounting Practice No. 15, which became applicable to the Bank's accounts from 1 March 1979, deferred tax is computed at current rates of tax in respect of all material timing differences except where it is expected that the relevant timing difference will not reverse in the foreseeable future. The relevant comparative figures for 1979 have been restated to reflect this change of accounting policy.

#### h Retirement benefits

The profit of the year bears the cost of providing pensions to staff in respect of current service. There is no unfunded liability in respect of past service. (See also note 4.)

## 2 Operating profit

The operating profit is arrived at after taking account of the following:

1979 £ thousands		1980 £ thousands
	<b>Income</b>	
	Interest:	
	Treasury and other bills	71,207
48,110	Securities of, or guaranteed by, the British Government	23,956
18,618	Other securities:	
	Listed	1,422
2,150	Unlisted	2,131
1,789	Advances	25,208
15,263	Charges for services to the Government	36,620
34,556	Rents	995
940		
	<b>Charges</b>	
31,567	Interest paid to depositors	43,849
272	Directors' emoluments (Note 15)	327
36	Auditors' remuneration	41
421	Hire of computers and other equipment	231
	Depreciation of premises and equipment (Note 1d)	3,053
3,124		

## 3 Provision for losses

A net amount of £11,357,000 has been transferred to provisions for losses made up of:

(a) an increase in the provision in respect of British Government and Other securities; and

(b) a reduction in the provision against advances made and guarantees entered into, in connection with the Bank's involvement in support operations, either solely or in association with the clearing banks. In some cases, the security supporting the advances or guarantees will only be realisable over a period of years. The evaluation of the appropriate provisions has been made on the basis of the best information presently available.

## 4 Retirement benefits and voluntary severance scheme

Salary and pension awards in excess of previous actuarial assumptions have created a liability in respect of past service, and a payment was made to the Bank of England Pension Fund during the year in order to maintain a fully funded position. Part of this payment was charged against the balance on the provision for retirement benefits of £1,184,000 (net of deferred tax of £1,324,000).

Following the relaxation in October 1979 of the provisions of the Exchange Control Act 1947, the Exchange Control Department of the Bank was closed necessitating a substantial reduction in staff numbers. A voluntary severance offer was made to staff, and full provision has been made in these accounts for the compensation payable to staff who accepted the terms of the offer.

## 5 Payment to the Treasury

1979		1980
£ thousands		£ thousands
2,500	Payable 3 April 1980	2,500
5,000	Payable 3 October 1980	4,000
<u>7,500</u>		<u>6,500</u>

## 6 Taxation

The charge for taxation, which is based on the profits of the year, comprises:

1979		1980
£ thousands		£ thousands
—	UK corporation tax at 52%	17,008
4,693	Deferred tax	(9,373)
—	Income tax on franked investment income	226
<u>4,693</u>		<u>7,861</u>

The charge is low in relation to the profit before taxation because of the incidence of tax losses brought forward from previous years and accelerated capital allowances amounting to £1,121,000 in respect of which, in accordance with the provisions of SSAP 15, deferred taxation has not been provided.

## 7 Deferred taxation

Included under Advances and other accounts is a deferred tax balance, relating to short-term timing differences, of £24,109,000 (1979 £13,412,000).

The potential liability for deferred taxation not provided in the accounts is:

1979		1980
£ thousands		£ thousands
6,951	Accelerated depreciation allowances	7,534
6,700	Capital gains tax on unrealised revaluation surpluses	6,700
<u>13,651</u>		<u>14,234</u>

## 8 Reserves

	£ thousands		
	General reserve	Revaluation surplus	Total
Balance at 1 March 1979:			
As published	145,805	51,858	197,663
Prior year's adjustment on adoption of SSAP 15 (note 1g)	6,951	—	6,951
As restated	152,756	51,858	204,614
Profit of the year retained	11,207	—	11,207
Realised revaluation surplus on property	19	(19)	—
Balance at 29 February 1980	<u>163,982</u>	<u>51,839</u>	<u>215,821</u>

## 9 Public deposits

Public deposits are the balances on government accounts, including Exchequer, National Loans Fund, National Debt Commissioners and dividend accounts.

## 10 Cheques in course of collection

These uncleared effects are mostly in respect of Public deposits.

## 11 Treasury and other bills

1979			1980	
£ thousands			£ thousands	
562,299		British government Treasury bills	397,628	
4,415		Other bills	19,297	
<u>566,714</u>			<u>416,925</u>	

## 12 Investments

1979			1980	
£ thousands			£ thousands	
Book value	Market value		Book value	Market value
127,437	136,023	Securities of, or guaranteed by, the British Government	182,994	192,625
17,039	24,704	Other securities:	7,884	16,330
	Directors' valuation	Listed		Directors' valuation
30,179	38,960	Unlisted	28,170	38,651
<u>174,655</u>	<u>199,687</u>		<u>219,048</u>	<u>247,606</u>

The principal holdings of equity share capital included in Other securities are as follows:

1979 Percentage held		1980 Percentage held	Country of incorporation
	<i>Over 20%:</i>		
27	Agricultural Mortgage Corporation Ltd shares of £1	27	Great Britain
	Commonwealth Development Finance Company Ltd:		
1	'A' ordinary shares of £1 (10p paid)	1	Great Britain
93	'B' ordinary shares of £1 (50p paid)	93	
42	Percentage of total nominal equity held	42	
29	Portals Holdings Ltd ordinary stock	29	Great Britain
	<i>Under 20%:</i>		
15	Finance for Industry Ltd shares of £1	15	Great Britain
	Bank for International Settlements shares of 2,500 Swiss gold francs (25% paid)	10	Switzerland

As a matter of policy, the Bank does not seek to influence the above companies' commercial or financial decisions.

## 13 Investments in subsidiaries

Investments in subsidiary companies, all of which are wholly owned and registered in England, are stated in the Bank's balance sheet at cost (which is not in excess of the net tangible assets of the subsidiaries) and include:

- B. E. Services Ltd  
5,000 shares of £1
- EBS Investments Ltd  
100 shares of £1
- Securities Management Trust Ltd  
1,000 ordinary shares of £1
- Slater, Walker Ltd  
100,000 ordinary shares of £1  
10,000,000 deferred shares of £1

The accounts of EBS Investments Ltd and Slater, Walker Ltd have not been consolidated with those of the Bank because, in the opinion of the Directors, it would be misleading to consolidate their net assets with those of the Banking

Department in view of the circumstances of the acquisition of these companies by the Bank through involvement in the support operations. The accounts of B. E. Services Ltd and Securities Management Trust Ltd have not been consolidated with those of the Bank as the amounts are considered to be not material.

The net aggregate profits of the subsidiary companies attributable to the Bank, which are not dealt with in the accounts of the Banking Department, are as follows:

1979		1980
£ thousands		£ thousands
707	For the year ended 29 February 1980	2,350
<u>1,987</u>	Since acquisition	<u>4,337</u>

Included within Current liabilities is a total of £1,453,000 (1979 £1,588,000) due, in the normal course of business, to subsidiary companies.

#### 14 Premises and equipment

	£ thousands			
	Freehold premises	Leasehold premises (all over 50 years)	Equipment	Total
Cost or valuation at 1 March 1979	57,275	34,170	15,202	106,647
Acquisitions	2,285	68	1,469	3,822
Disposals	(29)	—	(751)	(780)
	<u>59,531</u>	<u>34,238</u>	<u>15,920</u>	<u>109,689</u>
Cost or valuation at 29 February 1980	59,531	34,238	15,920	109,689
Accumulated depreciation	(2,824)	(1,467)	(5,520)	(9,811)
Net book value	<u>56,707</u>	<u>32,771</u>	<u>10,400</u>	<u>99,878</u>
Net book value 1979	<u>55,407</u>	<u>33,196</u>	<u>10,594</u>	<u>99,197</u>
Cost or valuation at 29 February 1980 comprised:				
At valuation 1977	53,302	33,775	—	87,077
At cost	6,229	463	15,920	22,612
	<u>59,531</u>	<u>34,238</u>	<u>15,920</u>	<u>109,689</u>

Contracts for capital expenditure authorised by the Directors and outstanding at 29 February 1980 totalled £2,226,000 (1979 £2,384,000). Further capital expenditure authorised at that date, but not contracted for, is estimated at £4,781,000 (1979 £1,552,000).

#### 15 Directors' and employees' emoluments

The aggregate emoluments of the Governors and Directors for the year ended 29 February were:

1979		1980
£11,500	Fees	£11,500
£260,697	Other emoluments, including remuneration of Governors and Executive Directors and contributions to Directors' Pension Scheme	£315,121
£33,362	The emoluments of the Governor were	£51,980

Remuneration amounting to £6,000 (1979 £6,000) was waived by the Governor; one other member of the Court of Directors waived remuneration amounting to £3,573 (1979 £5,360).

The following table shows, for the year ended 29 February, the number of Directors, other than the Governor, and of employees of the Bank receiving remuneration in excess of £20,000, within the bands stated.

	1979		£500	1980	
	Directors	Employees		Directors	Employees
	12			12	
	1	18	£20,001-£25,000	—	50
	4	—	£25,001-£30,000	—	23
	—	1	£30,001-£35,000	1	1
	—	—	£35,001-£40,000	3	1
	—	—	£40,001-£45,000	1	—

## 16 Charitable donations

Charitable donations during the year amounted to £75,800 (1979 £61,400); no political contributions were made.

## 17 Contingent liabilities

Outstanding exchange contracts for customers, together with irrevocable credits, amount to £42 million (1979 £28 million). These are covered by compensating contracts for corresponding amounts.

There are further contingent liabilities, including uncalled capital on UK investments, of £49 million (1979 £36 million).

Since 1930 there has also been a contingent liability, denominated in Swiss gold francs, in respect of uncalled capital on the Bank's investment in the Bank for International Settlements. The sterling equivalent of this liability based on the gold market price on 29 February 1980 was £234 million (1979 £104 million).

## Banking Department

### Statement of source and application of funds For the year ended 29 February 1980

1979 £000		1980 £000
	<b>Source of funds</b>	
28,063	Operating profit	25,568
	Adjustment for items not involving the movement of funds:	
3,445	Provision for losses in respect of other securities	2,123
3,124	Depreciation	3,053
<hr/> 34,632	Funds generated by operations	<hr/> 30,744
	Funds from other sources:	
—	Repayment of taxation	6,250
503	Disposal of other securities	9,041
964	Disposal of premises and equipment	87
<hr/> 36,099		<hr/> 46,122
	<b>Application of funds</b>	
—	Payment of taxation	7,994
5,500	Payment to the Treasury	7,500
4,826	Purchase of premises and equipment	3,822
25,773	Increase in working capital (see below)	26,806
<hr/> 36,099		<hr/> 46,122
	<b>Analysis of increase/(decrease) in working capital</b>	
(1,239,409)	Current assets	(72,363)
214,979	Advances and other accounts	49,339
(31,189)	Advances to subsidiary companies	(2,870)
<hr/> (1,055,619)		<hr/> (25,894)
1,081,392	Current liabilities, excluding taxation and payment to the Treasury	52,700
<hr/> 25,773		<hr/> 26,806

## Banking Department

### Current cost profit and loss account For the year ended 29 February 1980

1979			1980
£ millions			£ millions
28.1	Profit before tax as in historical cost accounts		25.6
	Current cost adjustments:		
1.0	Additional depreciation charge	(Note 2)	1.6
4.3	Monetary working capital	(Note 3)	11.2
22.8	Current cost operating profit		12.8
7.5	Payment to the Treasury under Section 1 (4) of the Bank of England Act 1946		6.5
15.3	Current cost profit before taxation		6.3
4.7	Taxation		7.9
10.6	Current cost profit/(loss) transferred to reserves		(1.6)

### Current cost balance sheet: 29 February 1980

1979			1980
£ millions			£ millions
	<b>Liabilities</b>		
14.5	Capital		14.5
199.4	Revenue reserve	197.8	
34.9	Current cost reserve	(Note 4) 66.7	264.5
248.8			279.0
1,206.8	Current liabilities		1,162.3
1,455.6			1,441.3
	<b>Assets</b>		
680.3	Liquid assets		552.4
174.7	Investments		219.0
443.7	Advances		496.1
28.1	Subsidiary companies		25.3
128.8	Premises and equipment	(Note 5)	148.5
1,455.6			1,441.3

The notes on page 38 form part of these accounts.

## Notes on the current cost accounts

### 1 Basis

The current cost profit and loss account and balance sheet have been prepared on the basis of Statement of Standard Accounting Practice No. 16 issued by the accountancy bodies.

### 2 Accounting policies

(a) Except as indicated below, the accounting policies adopted have been the same as those described in *note 1* on pages 30 and 31.

(b) Assets and liabilities are included in the current cost balance sheet on the following bases:

*Premises*—the figures relating to property interests reflect a professional valuation of Bank freehold and leasehold premises by St Quintin Son and Stanley, Chartered Surveyors, as at 28 February 1977, on an open-market value for existing use basis, in accordance with the R.I.C.S. draft guidance notes on valuations for current cost accounting purposes, updated as at 29 February 1980 by means of the Central Statistical Office's indices for the cost of construction.

*Equipment*—some 60% of the value of equipment (mainly computer assets and printing machines) was calculated from suppliers' current price lists. The figures for the remainder of the equipment were calculated by using *Price index numbers for Current Cost Accounting* produced by the Central Statistical Office. The indices used were:

- (i) Capital expenditure on plant and machinery in paper, printing and publishing; and
- (ii) Price indices for specific types of office equipment.

*Investments*—British government stocks at cost less provision; Other securities at market or Directors' valuation.

*Other assets and liabilities*—at the amounts shown in the historical cost accounts.

(c) Additional depreciation has been charged on premises and equipment in respect of the difference between the depreciation based on the current replacement cost and the depreciation charge in the historical cost accounts.

### 3 Monetary working capital adjustment

The adjustment has been calculated by applying the change in the UK retail price index during the year to the average of the opening and closing totals of net monetary assets. At 1 March 1979 the index stood at 208.9 and on 29 February 1980 at 248.8. British government stocks have been treated as monetary items and included at book value in this calculation.

### 4 Current cost reserve

1979		1980	
£ millions		£ millions	
Nil	Balance at 1 March 1979		34.9
	Surplus on revaluation:		
18.5	Premises	19.5	
12.1	Equipment	1.1	20.6
		<hr/>	
4.3	Monetary working capital adjustment		11.2
		<hr/>	
34.9	Balance at 29 February 1980		66.7
		<hr/>	

### 5 Premises and equipment

1979		1980		
£ millions		£ millions		
Net		Gross	Depreciation	Net
107.0	Land and buildings	132.9	5.8	127.1
21.8	Furniture and equipment	46.2	24.8	21.4
		<hr/>	<hr/>	<hr/>
128.8		179.1	30.6	148.5
		<hr/>	<hr/>	<hr/>

## Issue Department

Annex

### Account for the year ended 29 February 1980

1979 £000		1980 £000	1980 £000
	Income and profits:		
575,485	Securities of, or guaranteed by, the British Government	811,823	
175,789	Other securities	545,770	
486	Other receipts	410	1,358,003
	Expenses:		
16,470	Cost of production of Bank notes	19,785	
7,547	Cost of issue, custody and payment of Bank notes	8,822	
235	Other expenses	943	29,550
727,508	Payable to the Treasury		1,328,453

### Statement of balances: 29 February 1980

1979 £000		1980 £000	1979 £000		1980 £000
	Notes issued:		11,015	Government debt	11,015
8,900,262	In circulation	9,762,281		Other securities of, or guaranteed by, the British Government	7,388,180
24,738	In Banking Department	12,719	7,542,219	Other securities	2,375,805
			1,371,766		
8,925,000		9,775,000	8,925,000		9,775,000

Notes:

- The income and profits and value of securities include the effects of the quarterly revaluation of marketable securities, in accordance with the requirements of the National Loans Act 1968. The last such valuation was made at 28 February 1980.
- In October 1976, the Burmah Oil Company Ltd served a writ on the Bank claiming, *inter alia*, the restitution of the 77,817,507 British Petroleum Company Ltd ordinary stock units of £1 (now represented by 311,270,028 ordinary shares of 25p) which had been purchased from Burmah in 1975 for a consideration of some £179 million. A defence has been entered to this claim.

GORDON RICHARDSON *Governor*  
 C. W. McMAHON *Deputy Governor*  
 NELSON OF STAFFORD *Director*  
 R. D. GALPIN *Chief of Corporate Services*

# Banking Act 1979

Annual report by the Bank of England

## Annual report by the Bank of England 1979/80

*Presented to Parliament pursuant to Section 4 of the Banking Act 1979*

This report on the activities of the Bank of England in pursuance of the Banking Act 1979 is made in pursuance of section 4 (4) of that Act. The provisions require the report to cover the financial year of the Bank ending on 31 February 1980 but, in certain respects, the report covers subsequent developments.

### Implementation of the Act

The Banking Act 1979 received the Royal Assent on 4 April 1979. In accordance with section 1(1) of the Act, the Secretary of State was required to make, on 1 July 1979, appointed 1 October 1979 as the day for the coming into operation of Part I and for the commencement of Part IV of the Act.

Thus, from 1 October 1979, the provisions dealing with deposit-taking business to which the Act would apply could legally be considered. However, prior arrangements from the Bank of England, Deposit-taking business among individuals and others were given six months from that date in order to apply for authorisation from the Bank to continue taking deposits. To help applicants, the Bank prepared a handbook of banking supervision containing a summary of the Banking Act and relevant material on its implementation, and specifying the information which applicants would be required to submit to the Bank. This handbook was sent in September 1979 to all those deposit-taking businesses already supervised by the Bank and to others which seemed likely to fall within the scope of the Act.

Shortly before 1 October, the Bank advertised nationally the coming into force of the Banking Act and the need to comply with it. Further advertising

concerning it is being carried out since 31 March 1980. In addition, an advertisement under the Banking Act would be placed in the *Financial Times* on 1 October 1979 and a similar notice of that date before 1 April 1980. The Act requires the Bank to reach a decision on each application, normally within six weeks and at least within two months of its receipt. The number of the applications has been decided by the end of June 1980.

The Bank has also been providing a number of seminars which were designed to assist those who appeared to be minded to apply for the Act.

### Applications received

Thus far, 1,000 applications have been received under the Act. The majority of these are applications for deposits to be taken by existing banks. It was expected that, in the absence of any other information, an application for deposits to be taken by an applicant for a licence to take deposits for companies listed.

Some of the applications also are for deposits for companies and other information. In an attempt to help applicants who are concerned, the business concerned was informed that the Bank was willing to advise it and was asked to make representations. After consideration of these representations, the business concerned was advised that

# Banking Act 1979

## Annual report by the Bank of England

This report on the activities of the Bank in the exercise of the functions conferred on it by the Banking Act 1979 is made in pursuance of Section 4 (1) of that Act. This provision requires the report to cover the financial year of the Bank ended on 29 February 1980 but, in certain respects, the report covers subsequent developments.

### Implementation of the Act

The Banking Act 1979 received the Royal Assent on 4 April 1979. In accordance with Section 52 (3), HM Treasury, by Statutory Instrument made on 27 July 1979, appointed 1 October 1979 as the day for the coming into operation of Parts I and III and much of Part IV of the Act.

Thus, from 1 October 1979—the appointed day—no new deposit-taking business to which the Act would apply could legally be established without prior authorisation from the Bank of England. Deposit-taking businesses already established on that date were given six months from then in which to apply for authorisation from the Bank to continue taking deposits. To help applicants, the Bank prepared a handbook of banking supervision containing a summary of the Banking Act and relevant material on its implementation, and specifying the information which applicants would be required to submit to the Bank. This handbook was sent in September 1979 to all those deposit-taking businesses already supervised by the Bank and to others which seemed likely to fall within the scope of the Act.

Shortly before 1 October, the Bank advertised nationally the coming into force of the Banking Act and the need to comply with it. Further advertising

was undertaken in February 1980, pointing out that continuation of a deposit-taking business after 31 March without authorisation or application under the Banking Act would be illegal. Applications were received throughout the six months following 1 October 1979—a substantial number of them just before 1 April 1980. The Act requires the Bank to reach a decision on each application normally within six months and at latest within twelve months of its receipt. But most of the applications had been decided by the end of June 1980.

The Bank helped to clarify the position for a number of institutions which were uncertain whether or not their activities were subject to the provisions of the Act.

### Application procedure

Each deposit-taking institution falling within the scope of the Act was required to complete an application and submit it to the Bank. For simplicity a common form was devised for all applications, whether for recognition as a bank or for a licence to carry on a deposit-taking business. It was indicated that, in the absence of any contrary statement, an application for recognition would be taken as an application for a licence if the application for recognition failed.

Scrutiny of applications often gave rise to requests for clarification and further information. If, on completion of full scrutiny, including extra information, an application was not approved, the institution concerned was informed that the Bank was minded to refuse it and was invited to make representations. After consideration of these representations, the Bank made its final determination.

At the end of the Bank's financial year on 29 February 1980, however, no final determinations had been made.

### **Published lists of authorised institutions**

The first list of authorised institutions, published in the *London Gazette* on 3 April 1980, contained 208 recognised banks, 39 licensed institutions and 365 institutions whose applications were under consideration and which were able under Section 2 (4) of the Act to continue carrying on a deposit-taking business pending determination of their applications. Later lists were published on 28 April, 23 May, 23 June and 23 July. The latest list, which contains 277 recognised banks, 186 licensed institutions and 132 institutions whose applications have yet to be determined, is annexed to this report. This list and further lists which will be published monthly are available from the Bank on request.

Credit institutions falling within the scope of the EEC First Co-ordination Directive on Credit Institutions and which have been authorised under the Banking Act will be included in a list of credit institutions to be published later this year in the *Official Journal of the European Communities*.

### **The interpretation and application of the statutory criteria for authorisation to carry on a deposit-taking business**

The grant of either recognition or a licence requires an applicant institution to meet criteria set out in Schedule 2 of the Act, relating to the quality of management and to the prudent conduct and financial soundness of the business. To assist it in reaching a judgment on whether these criteria are satisfied, the Bank asks in every case for information about those responsible for running the business and requires the provision of detailed statistics relating to the business. In addition, in respect of applicant institutions with a principal place of business outside the United Kingdom and carrying on a deposit-taking business through a branch in this country, the Bank, as empowered by Section 3 (5) of the Act, seeks assurances from the appropriate overseas supervisory authorities that they are satisfied with respect to the management of the institution and its overall financial soundness.

Applicants for recognition as a bank are required to satisfy further criteria relating to high reputation and standing in the financial community and the provision of either a wide range of specified banking services or a highly specialised banking service. In forming its judgment about the reputation and standing of an institution, the Bank obtains market opinion and makes other appropriate enquiries. In forming its judgment about the provision of a wide range of banking services, the Bank asks for information about the volume and range of business undertaken, its quality and contribution to earnings and the staff and other resources devoted to it, so as to assess the nature and scope of each particular service. The Bank is empowered to waive the provision of one or two of the three services specified in paragraph 2 (2) (c) to (e) of Schedule 2. In the exercise of this power, the Bank has due regard for the concept of a wide range of banking services referred to in the Schedule.

The Bank regards the criterion of a highly specialised banking service as relating to institutions whose role within the banking system would make it inappropriate for their activities to be judged against the criterion of a wide range of banking services. Thus the Bank would not regard an institution which simply concentrated on the provision of a particular service commonly available from banks—such as one of the constituents of a wide range of banking services—as providing a highly specialised banking service.

Recognition as a bank requires that the criteria relating to high reputation and standing and to banking services must both be fulfilled. Thus it cannot be assumed from the fact that an institution is licensed rather than recognised that the Bank has reservations as to the high reputation and standing of the institution in the financial community. The transitional licence procedure [Section 3 (8) and Schedule 3] is used for applicants carrying on a deposit-taking business on 1 October 1979 and which do not fully meet the Bank's requirements in respect of balance-sheet relationships appropriate to their business but which satisfy the Bank that they will soon do so.

The occasion has not arisen for the Bank to consider the revocation of recognition or a licence.

### Continuing supervision

The Bank has recently circulated within the banking community for consultation three papers about

important aspects of the operations of banks and other deposit-takers; they are:

- Measurement of Capital
- Foreign Currency Exposure
- The Measurement of Liquidity.

## Banking Act 1979

*Lists issued 23 July 1980*

### 1 Recognised banks

Alexanders Discount Company Ltd  
Algemene Bank Nederland N.V.  
Allen, Harvey & Ross Ltd  
Allied Arab Bank Ltd  
Allied Bank International  
Allied Bank of Pakistan Ltd  
Allied Irish Banks Ltd  
Allied Irish Investment Bank Ltd  
American Express International Banking Corporation  
American National Bank and Trust Company of Chicago  
Amex Bank Ltd  
Amsterdam-Rotterdam Bank N.V.  
Anglo-Romanian Bank Ltd  
Henry Ansbacher & Co. Ltd  
AP Bank Ltd  
Arab Bank Ltd  
Arbuthnot Latham & Co. Ltd  
Atlantic International Bank Ltd  
Australia & New Zealand Banking Group Ltd

Banca Commerciale Italiana  
Banca Nazionale del Lavoro  
Banco Central, S.A.  
Banco de Bilbao  
Banco de la Nación Argentina  
Banco de Santander, S.A.  
Banco de Vizcaya S.A.  
Banco di Roma S.p.A.  
Banco do Brasil S.A.  
Banco do Estado de São Paulo S.A.  
Banco Español en Londres S.A.  
Banco Mercantil de São Paulo S.A.  
Banco Real S.A.  
Banco Totta & Açores  
Banco Urquijo Hispano Americano Ltd  
Bangkok Bank Ltd  
Bank Brussels Lambert (U.K.) Ltd  
Bank Julius Baer International Ltd  
Bank Bumiputra Malaysia Berhad  
Bank für Gemeinwirtschaft A.G.  
Bank Hapoalim B.M.  
Bank Leumi (U.K.) Ltd  
Bank Mellat  
Bank Melli Iran  
The Bank of Adelaide  
Bank of America International Ltd  
Bank of America N.T. & S.A.  
Bank of Baroda  
The Bank of California N.A.  
Bank of Ceylon  
Bank of China  
Bank of Cyprus (London) Ltd  
Bank of India  
The Bank of Ireland  
Bank of London & South America Ltd  
Bank of Montreal  
Bank of New South Wales

The Bank of New York  
Bank of New Zealand  
The Bank of Nova Scotia  
Bank of Scotland  
The Bank of Tokyo, Ltd  
The Bank of Tokyo Trust Company  
The Bank of Yokohama Ltd  
Bank Saderat Iran  
Bank Sepah  
Bankers Trust Company  
Banque Belge Ltd  
Banque Belgo-Zairoise S.A.  
Banque de L'Indochine et de Suez S.A.  
Banque de Paris et des Pays-Bas S.A.  
Banque Francaise de Credit International Ltd  
Banque Nationale de Paris Ltd  
Banque Occidentale pour l'industrie et le commerce  
Barclays Bank Ltd  
Barclays Bank International Ltd  
Barclays Merchant Bank Ltd  
Baring Brothers & Co. Ltd  
Bayerische Landesbank Girozentrale  
Bayerische Vereinsbank  
The British Bank of the Middle East  
The British Linen Bank Ltd  
Brown, Shipley & Co. Ltd

Canadian Imperial Bank of Commerce  
Cater Ryder & Company Ltd  
Central Bank of India  
Central Trustee Savings Bank Ltd  
The Chartered Bank  
Charterhouse Japhet Ltd  
Chase Bank (Ireland) Ltd  
The Chase Manhattan Bank, N.A.  
Chase Manhattan Ltd  
Chemical Bank  
Chemical Bank International Ltd  
Citibank N.A.  
Citicorp International Bank Ltd  
Clive Discount Company Ltd  
Clydesdale Bank Ltd  
The Commercial Bank of Australia Ltd  
Commercial Bank of Korea Ltd  
The Commercial Bank of the Near East Ltd  
The Commercial Banking Company of Sydney, Ltd  
Commerzbank A.G.  
Commonwealth Trading Bank of Australia  
Continental Illinois Ltd  
Continental Illinois National Bank and Trust Company of Chicago  
Co-operative Bank Ltd  
County Bank Ltd  
Coutts & Co.  
Crédit Industriel et Commercial  
Crédit Lyonnais  
Crédit Suisse  
Credit Suisse First Boston Ltd  
Credito Italiano  
Crocker National Bank

The Dai-ichi Kangyo Bank, Ltd  
The Daiwa Bank, Ltd  
Deutsche Bank A.G.  
Discount Bank (Overseas) Ltd  
Dresdner Bank A.G.

Euro-Latinamerican Bank Ltd  
European Arab Bank Ltd  
European Banking Company Ltd  
European Brazilian Bank Ltd

The Fidelity Bank  
First City National Bank of Houston  
First Dallas Ltd  
First National Bank in Dallas  
First National Bank in St. Louis  
The First National Bank of Boston  
The First National Bank of Chicago  
First Pennsylvania Bank N.A.  
First Wisconsin National Bank of Milwaukee  
Robert Fleming & Co. Ltd  
French Bank of Southern Africa Ltd  
The Fuji Bank, Ltd

Gerrard & National Discount Company Ltd  
Antony Gibbs Holdings Ltd  
Gillett Brothers Discount Company Ltd  
Girard Bank  
Gray Dawes Bank Ltd  
Grindlay Brandts Ltd  
Grindlays Bank Ltd  
Guinness Mahon & Co. Ltd  
Gulf International Bank B.S.C.

Habib Bank Ltd  
Hambros Bank Ltd  
Harris Trust and Savings Bank  
Havana International Bank Ltd  
Hessische Landesbank - Girozentrale -  
Hill Samuel & Co. Ltd  
C. Hoare & Co.  
The Hokkaido Takushoku Bank, Ltd  
The Hongkong and Shanghai Banking Corporation  
Hungarian International Bank Ltd

The Industrial Bank of Japan, Ltd  
International Commercial Bank Ltd  
International Energy Bank Ltd  
International Mexican Bank Ltd  
International Westminster Bank Ltd  
Investitions - und Handels - Bank A.G.  
Irving Trust Company  
Italian International Bank Ltd

Jessel, Toynbee & Co. Ltd  
Johnson Matthey Bankers Ltd  
Leopold Joseph & Sons Ltd

Keyser Ullmann Ltd  
King & Shaxson Ltd  
Kleinwort, Benson Ltd  
Korea Exchange Bank  
The Kyowa Bank, Ltd

Lazard Brothers & Co. Ltd  
Libra Bank Ltd  
Lloyds Bank Ltd  
Lloyds Bank International Ltd  
Lloyds Bank International (France) Ltd  
London & Continental Bankers Ltd  
London Interstate Bank Ltd  
The Long-Term Credit Bank of Japan, Ltd

Malayan Banking Berhad  
Manufacturers Hanover Ltd  
Manufacturers Hanover Trust Company  
Marine Midland Bank N.A.  
Mellon Bank, N.A.  
Mercantile Bank Ltd  
Merrill Lynch International Bank Ltd  
Midland Bank Ltd  
Midland and International Banks Ltd  
The Mitsubishi Bank Ltd  
The Mitsubishi Trust and Banking Corporation

The Mitsui Bank Ltd  
The Mitsui Trust & Banking Company Ltd  
Samuel Montagu & Co. Ltd  
Morgan Grenfell & Co. Ltd  
Morgan Guaranty Trust Company of New York  
Moscow Narodny Bank Ltd  
Muslim Commercial Bank Ltd

National Bank of Abu Dhabi  
The National Bank of Australasia Ltd  
National Bank of Canada  
National Bank of Detroit  
National Bank of Greece S.A.  
The National Bank of New Zealand Ltd  
National Bank of Pakistan  
National Westminster Bank Ltd  
Nedbank Ltd  
The Nippon Credit Bank, Ltd  
Noble Grossart Ltd  
Nordic Bank Ltd  
North Carolina National Bank  
Northern Bank Ltd  
The Northern Trust Company

Orion Bank Ltd  
Oversea-Chinese Banking Corporation Ltd  
Overseas Union Bank Ltd

Page & Gwyther Ltd  
Philippine National Bank  
Punjab National Bank

Qatar National Bank S.A.Q.  
Gerald Quin, Cope & Co. Ltd

Rafidain Bank  
Rainier National Bank  
Rea Brothers Ltd  
Republic National Bank of Dallas  
Reserve Bank of Australia  
N. M. Rothschild & Sons Ltd  
The Royal Bank of Canada  
The Royal Bank of Canada (London) Ltd  
The Royal Bank of Scotland Ltd  
The Royal Trust Company of Canada

The Saitama Bank, Ltd  
The Sanwa Bank, Ltd  
Saudi International Bank  
(Al-Bank Al-Saudi Al-Alami Ltd)  
Scandinavian Bank Ltd  
J. Henry Schroder Wagg & Co. Ltd  
Seattle - First National Bank  
Secombe Marshall & Campion Ltd  
Security Pacific National Bank  
Singer & Friedlander Ltd  
Smith St. Aubyn & Co. Ltd  
Société Générale Bank Ltd  
Société Générale pour favoriser le développement du commerce et de  
l'industrie en France  
Sonal Bank  
The Standard Bank Ltd  
Standard Chartered Bank Ltd  
Standard Chartered Merchant Bank Ltd  
State Bank of India  
The Sumitomo Bank, Ltd  
The Sumitomo Trust and Banking Company Ltd  
Swiss Bank Corporation  
Syndicate Bank

The Taiyo Kobe Bank Ltd  
Texas Commerce Bank N.A.  
The Thai Farmers Bank Ltd  
The Tokai Bank, Ltd  
The Toronto-Dominion Bank  
Toronto Dominion International Bank Ltd  
The Toyo Trust & Banking Company Ltd  
Trade Development Bank

UBAF Bank Ltd  
Ulster Bank Ltd  
Union Bank of Switzerland  
The Union Discount Company of London Ltd

United Bank Ltd  
The United Bank of Kuwait Ltd  
United California Bank  
United Commercial Bank  
United International Bank Ltd  
United Overseas Bank Ltd

S. G. Warburg & Co. Ltd  
Wells Fargo Bank N.A.  
Westdeutsche Landesbank Girozentrale  
Williams & Glyn's Bank Ltd  
Württembergische Kommunale Landesbank Girozentrale

The Yasuda Trust and Banking Co. Ltd  
Yorkshire Bank Ltd

Zambia National Commercial Bank Ltd  
Zivnostenská Banka National Corporation

## 2 Licensed deposit-taking institutions

Abbey Finance Co. Ltd  
The Afghan National Bank Ltd  
The Alliance Trust Co. Ltd  
Allied Irish Finance Co. Ltd  
Altajir Ltd  
Arab Bank Investment Co. Ltd  
Armada Investments Ltd  
Associated Credits Ltd  
Associated Japanese Bank (International) Ltd  
Associates Capital Corporation Ltd  
Auban Finance Ltd

Banco Espirito Santo e Comercial de Lisboa  
Bancomer, S.A.  
Banco Nacional de Mexico S.A.  
Banco Português do Atlântico  
Bank Handlowy w Warszawie S.A.  
Bank of Credit and Commerce International S.A.  
Bank of Europe Ltd  
Bank of Tokyo International Ltd  
Bank Tejarat  
Bankers Trust International Ltd  
Banque Française du Commerce Extérieur  
Barbados National Bank  
Barclays Bank Trust Company Ltd  
Barclays Bank U.K. Ltd  
Thomas Barlow & Bro. Ltd  
Bayerische Hypotheken- und Wechsel-Bank A.G.  
Boston Trust & Savings Ltd  
Bowmaker Ltd  
Bridgeover Ltd  
Brook Securities & Co. Ltd  
Bucks Land & Building Co. Ltd  
Bunge & Co. Ltd  
Business Mortgages Ltd

Canada Permanent Trust Co. (U.K.) Ltd  
Carolina Bank Ltd  
Cayzer Ltd  
Cedar Holdings Ltd  
Chartered Trust Ltd  
Charterhouse Japhet Credit Ltd  
The Cho-Heung Bank, Ltd  
CP Choularton, Sons & Partners Ltd  
Close Brothers Ltd  
Clydesdale Bank Finance Corporation Ltd  
Commercial Bank of Malawi Ltd  
Commercial Credit Services Ltd  
Commonwealth Savings Bank of Australia  
Corinthian Securities Ltd  
Coutts Finance Co.  
Craneheath Securities Ltd  
Creditanstalt - Bankverein  
Cyprus Finance Corporation (London) Ltd  
The Cyprus Popular Bank

Dalbeattie Finance Co. Ltd  
Darlington Merchant Credits Ltd  
Darlington & Co. Ltd  
Dawnay, Day & Co. Ltd  
Dunbar & Co. Ltd  
Duncan Lawrie Ltd

East Anglian Securities Trust Ltd  
East Midlands Finance Co. Ltd  
Eastcheap Investments Ltd  
EBS Investments Ltd  
Eccles & District Finance Co. Ltd  
The English Association Investment Trading Co. Ltd  
E. T. Trust Ltd  
Everett Chettle Associates  
Exeter Trust Ltd

F. C. Finance Ltd  
Federated Trust Corporation Ltd  
M. & F. Feuchtwanger  
FFI (UK Finance) Ltd  
Finance for Industry Ltd  
Finova Finance Ltd  
First National Bank of Maryland  
First National Securities Ltd  
Ford Financial Trust Ltd  
Ford Motor Credit Co. Ltd  
Forward Trust Ltd  
Robert Fraser & Partners Ltd

Gillespie Bros. & Company Ltd  
Goode Durrant Trust Ltd  
H. T. Greenwood Ltd  
Greetwell Finance Ltd  
Gresham Trust Ltd  
Greyhound Guaranty Ltd  
Grindlays Bank (Scotland) Ltd  
Grindlays Humberclyde Ltd

The Hanil Bank Ltd  
Harrods (Knightsbridge) Ltd  
Harwal Finance Ltd  
The Heritable & General Investment Bank Ltd  
H.F.C. Trust Ltd  
Hume Corporation Ltd

IBJ International Ltd  
Industrial Bank of Scotland Ltd  
Industrial Funding Trust Ltd  
The Investment Bank of Ireland Ltd  
Investment Trustees Ltd  
Iran Overseas Investment Bank Ltd

Japan International Bank Ltd

Kintyre Securities Ltd  
Korea First Bank

Langris Trust Ltd  
Lewis's Bank Ltd  
Lloyds Associated Banking Company Ltd  
Lombard & Ulster Banking Ltd  
Lombard North Central Ltd  
London & Harrogate Securities Ltd  
London Scottish Finance Corporation Ltd

McNeill Pearson Ltd  
Manchester Exchange & Investment Bank Ltd  
Edward Manson & Co. Ltd  
Manufacturers Hanover Export Finance Ltd  
Manufacturers Hanover Industrial Finance Ltd  
Marine Midland Ltd  
Medens Trust Ltd  
Mercantile Credit Company Ltd  
Mercury Provident Society Ltd  
The Methodist Chapel Aid Association Ltd  
M. H. Credit Corporation Ltd  
MMH Investments Ltd  
Midland Bank Industrial Equity Holdings Ltd  
Milford Mutual Facilities Ltd  
Minster Trust Ltd  
Mortgage Management & Investments Ltd  
Multibanco Comermex S.A.

National Commercial & Glyns Ltd  
National Guardian Securities Ltd  
North West Securities Ltd  
The North of Scotland Finance Co. Ltd  
Northern Bank Development Corporation Ltd  
Northern Bank Executor & Trustee Company Ltd

Northern Ireland Industrial Bank Ltd  
Norwich General Trust Ltd

Oriental Credit Ltd  
Overseas Trust Bank Ltd

Park Street Securities Ltd  
Personal Loans (Investments) Ltd  
Punjab & Sind Bank

R. Raphael & Sons Ltd  
Rathbone Bros. & Co.  
Red Dragon Securities Ltd  
Reliance Bank Ltd  
The Riggs National Bank of Washington, D.C.

St. Margaret's Trust Ltd  
Saturn Investment Management Co. Ltd  
Savings Bank of South Australia  
Schroder Leasing Ltd  
E. S. Schwab & Co. Ltd  
Security Trust Co. Ltd  
Service Finance Corporation Ltd  
Shanghai Commercial Bank Ltd  
Shawlands Securities Ltd  
Smith & Williamson Securities  
S. P. Finance Ltd  
Spry Finance Ltd  
Standard Credit Services Ltd  
Standard Property Investment Co. Ltd  
State Savings Bank of Victoria  
Sterling Credit Ltd  
Swiss Bank Corporation International Ltd

The Teachers & General Investment Co. Ltd  
Texas Commerce International Bank Ltd  
Thorncliffe Finance Ltd  
Treesford Securities Ltd  
Treloan Ltd  
Tricity Acceptances Ltd  
Trinity Trust & Savings Ltd  
Trucanda Trusts Ltd  
Turkish Bank Ltd  
Twentieth Century Banking Corporation Ltd  
Tyndall & Co.

Ulster Investment Bank Ltd  
United Dominions Trust Ltd

Barrie Vanger & Co. Ltd  
Venture Finance Ltd  
Vernons Trust Corporation

Wallace, Smith Trust Co. Ltd  
Wells Fargo Ltd  
Western Trust & Savings Ltd  
Whiteaway Laidlaw & Co. Ltd  
N. H. Woolley & Co. Ltd

Yorkshire Bank Finance Ltd  
Yorkshire Bank Leasing Ltd  
H. F. Young & Co. Ltd

**3 Applications under consideration received from institutions which were conducting a deposit-taking business on 1 October 1979**

A1 (Investment) Ltd  
African Continental Bank Ltd  
Assemblies of God Property Trust  
Aston Rothbury & Co. Ltd

Banco de Jerez S.A.  
BankAmerica Finance Ltd  
Bank of Ireland Finance Ltd  
Bank of Ireland Finance (N.I.) Ltd  
Bank of New South Wales Savings Bank Ltd  
The Bank of Nova Scotia Trust Company  
(United Kingdom) Ltd  
Bank of Oman Ltd  
Banque du Rhone et de la Tamise S.A.  
The Baptist Union Corporation Ltd  
B.C.F. Finance Co. Ltd  
Beverly Acceptances Ltd

Boul' Mich' Ltd  
Bradford Investments  
Bremar Holdings Ltd  
Bridgeway Finance Ltd  
Bristol & West Investments Ltd  
British Credit Trust Ltd  
Brutton Mortgage Investments (Hampshire) Ltd  
Buchanan Securities Ltd  
Bunzl Finance Ltd  
Burlington Investments Ltd

Calculus Finance Ltd  
Castle Phillips Finance Co. Ltd  
Cattles Holdings Finance Ltd  
CDB Investments Ltd  
Century Factors Ltd  
Century Industrial Services Ltd  
Chancellor Finance Ltd  
Chancery Securities Ltd  
Charter Consolidated Finance Ltd  
Chesterfield Street Trust Ltd  
Citibank Trust Ltd  
Cleveland Guaranty Ltd  
CE Coates & Co. Ltd  
Cobnar Finance Co. Ltd  
Commercial Bank of Wales Ltd  
Consolidated Credits & Discounts Ltd  
Co-operative Commercial Bank Ltd  
Copleys Bank Ltd  
Crown Brewery Co. Ltd  
Cue & Co.  
C. Czarnikow Ltd

The Detroit Bank & Trust Company  
Dow Banking Corporation  
Dunsterville Estates Ltd

Eagil Trust Co. Ltd  
Ensign Discount Co. Ltd

Family Finance Ltd  
Finance Facilities (London) Ltd  
Financial and General Securities Ltd  
James Finlay Corporation Ltd  
First Guarantee Trust Co. Ltd  
First Indemnity Credit Ltd  
First Knightsbridge Guarantee Ltd

Gallic Credit International Ltd  
Ghana Commercial Bank  
Goodwin Squires Securities Ltd  
Grindlay Brandts Executor & Trustee Company Ltd  
G. T. Management Ltd

Habib Bank A. G. Zurich  
H. Halford & Co. Ltd  
The Hardware Federation Finance Co. Ltd  
Harton Securities Ltd  
Headstar Finance (Bradford) Ltd  
Hinde Street Finance Co. Ltd  
H. & J. Finance Co. (Midlands) Ltd  
Holdenhurst Securities Ltd

International Resources & Finance Bank S.A.

Jabac Finances Ltd  
Jammal Trust Bank S.A.L.  
Jolimian Finance Ltd

Keesler Federal Credit Union  
King's Lynn Finance Ltd  
Knowsley & Co. Ltd  
K. Shoemakers Ltd

Lloyds & Scottish Ltd  
Lloyds & Scottish Trust Ltd  
Lyn Property Co. Ltd  
Lombard Street Investment Trust Co. Ltd  
London Capital Securities Ltd  
London & Colonial Banking Corporation Ltd  
London Law Finance Ltd  
London Law Securities Ltd  
Lordsvale Finance Ltd  
Lucas Employees Savings Bank  
Lucas Employees Share Bank

W. M. Mann & Co. (Investments) Ltd  
The Mardun Investment Co. Ltd  
Martec Industrial Finance Ltd  
Matheson & Co. Ltd  
Merchant Banking (N.I.) Ltd  
Merseyside Finance Ltd  
Moneycare Ltd  
Motor Investments (West Midlands) Ltd  
Musket Finance Ltd

National Bank of Nigeria Ltd  
The National Children's Charities Fund Ltd  
New Nigeria Bank Ltd  
M. J. H. Nightingale & Co. Ltd  
Northern Ireland Industrial Bank (I.O.M.) Ltd

Oldham Church Schools Building Co. Ltd

The Peoples Bank Ltd  
Pointon York Ltd  
Prestwick Investment Trust Ltd  
Provincial Bank of Ireland Ltd

Quayside Finance Ltd

Ravendale Securities Ltd  
P. S. Refson & Co. Ltd  
Rossminster Ltd

S & B Employees Share Bank  
St. Martin-le-Grand Securities  
St. Tydfil Finance Ltd  
David Sassoon & Co. Ltd  
Schlesinger Ltd  
Scott Wilson Investments Ltd  
Sherwood St. John Ltd  
South Birmingham Savings Society Ltd  
South Notts Finance Ltd  
Southsea Mortgage & Investment Co. Ltd

Unico Finance Ltd  
Utobond Ltd

Wellgate Old Hall Ltd  
West Cumberland Farmers Ltd  
West Riding Securities Ltd  
Wholesale Vehicle Finance Ltd  
Wimbledon & South West Finance Co. Ltd  
Wintrust Securities Ltd  
The Worcestershire Housing & Savings Society