

## Statistical annex

The tables should be used in conjunction with the additional notes which start on page 423. Some figures may be revised in future issues, as more complete information becomes available.

Page	Table	
		<b>Central government</b>
373	1	Borrowing requirement
374	2	Current and capital accounts
375	3	Analysis of government debt: (1) Marketable debt (2) Non-marketable debt 1 National savings 2 Tax reserve certificates
		<b>Banking</b>
377	4	Currency circulation
378	5	Bank of England
378	6	Bank of England intervention in the money market
379	7	Discount market: 1 Discount houses 2 Public sector lending ratios
380	8	Banks in the United Kingdom: (1) Summary (2) London clearing banks (3) Scottish clearing banks (4) Northern Ireland banks (5) Other deposit banks (6) Accepting houses (7) British overseas and Commonwealth banks (8) American banks (9) Foreign banks and affiliates (10) Other overseas banks (11) Other banks in the United Kingdom
391	9	Eligible liabilities, reserve assets and reserve ratios: 1 Banks 2 Finance houses
392	10	Analysis of advances by banks in the United Kingdom
394	11	U.K. banking sector: (1) Liabilities and assets (2) Analysis of current and deposit accounts (3) Analysis of advances (4) Monthly changes in assets and liabilities
399	12	Money stock
		<b>Capital markets</b>
400	13	Stock exchange transactions
401	14	Transactions in British government stocks on the London stock exchange
402	15	Capital issues on the U.K. market: 1 Gross issues (including international issues) 2 Net issues (excluding international issues) 3 Net domestic issues by quoted U.K. public companies

Page	Table	
404	<b>16</b>	Acquisitions and mergers by financial companies within the United Kingdom: 1 Type of transaction 2 Expenditure 3 Acquiring companies
405	<b>17</b>	Investment trust companies
406	<b>18</b>	Unit trusts
407	<b>19</b>	Property unit trusts
		<b>External finance</b>
408	<b>20</b>	Balance of payments
409	<b>21</b>	Reserves and related items
409	<b>22</b>	Official short and medium-term borrowing from abroad
410	<b>23</b>	External liabilities and claims of banks in the United Kingdom in overseas currencies: 1 Summary 2 Geographical details: all currencies 3 Geographical details: U.S. dollars
414	<b>24</b>	Exchange reserves in sterling; and banking and money market liabilities in sterling to holders other than central monetary institutions
416	<b>25</b>	External banking and money market liabilities in sterling: geographical details by class of holder
416	<b>26</b>	External advances and overdrafts in sterling
		<b>Yields, rates and prices</b>
418	<b>27</b>	Exchange rates and comparative interest rates
420	<b>28</b>	London gold price
421	<b>29</b>	Short-term money rates
422	<b>30</b>	Security yields
423		<b>Additional notes to the tables</b>

#### **Symbols and conventions**

. . . not available.

— nil or less than half the final digit shown.

-- figures above and below are not strictly comparable.

Owing to rounding of figures, the sum of the separate items will sometimes differ from the total shown.

"British government stocks" includes government-guaranteed stocks (now only those of the gas and electricity industries).

#### **Changes in this issue**

##### **Table 27 Exchange rates and comparative interest rates**

Three months' finance house deposit rates and the interest rate differential with covered euro-dollars have been replaced by the rate for three months' inter-bank sterling deposits, which is now a more representative market rate.

Table 1

## Central government: borrowing requirement

Net sterling receipt or surplus + /expenditure or deficit -

£ millions

	Year 1969/70	Year 1970/71	Year 1971/72	Quarter ended				1972/73 June
				1971/72				
				June	Sept.	Dec.	Mar.	
<b>Central government</b>								
Consolidated Fund (net)	+ 2,444	+ 1,756	+ 1,383	+ 309	+ 83	- 106	+ 1,097	- 46
of which import deposits (net)	+ 186	- 419	- 112	- 111	- 1	-	-	-
National Loans Fund loans (net)	- 1,439	- 1,560	- 1,919	- 361	- 520	- 722	- 316	- 204
Redemption of nationalised industries' stocks <sup>(a)</sup>	+ 215	+ 8	+ 72	-	+ 72	-	-	-
Other central government funds and accounts <sup>(b)</sup>	- 102	- 211	- 53	+ 26	- 66	- 60	+ 47	- 162
Northern Ireland government borrowing requirement	-	- 6	+ 2	+ 1	- 4	- 1	+ 6	- 9
<b>Borrowing requirement (net balance)<sup>(b)</sup></b>	<b>+ 1,118</b>	<b>- 13</b>	<b>- 515</b>	<b>- 25</b>	<b>- 435</b>	<b>- 889</b>	<b>+ 834</b>	<b>- 421</b>
<b>External transactions</b>								
Total external currency flow <sup>(c)</sup>	- 1,386	- 1,345	- 2,312	- 634	- 668	- 953	- 57	+ 1,045
Other overseas holdings of government debt:								
Marketable debt:								
Stocks	+ 190	+ 144	+ 146	+ 40	- 38	+ 17	+ 127	-
Treasury bills	- 149	+ 42 <sup>(d)</sup>	+ 249	+ 142	+ 57	+ 83	- 33	- 4
Other debt	- 10	- 95	- 141	- 34	- 6	- 83	- 18	- 108
<b>Total external transactions</b>	<b>- 1,355</b>	<b>- 1,254</b>	<b>- 2,058</b>	<b>- 486</b>	<b>- 655</b>	<b>- 936</b>	<b>+ 19</b>	<b>+ 933</b>
<b>Domestic borrowing</b>								
Banking sector:								
Net government indebtedness to Bank of England, Banking Department <sup>(e)</sup>	- 184	+ 249 <sup>(d)</sup>	- 284	+ 51	- 471	+ 118	+ 18	- 81
Notes and coin	+ 88	+ 52	- 263	- 23	- 138	+ 106	- 208	+ 30
Tax reserve certificates	- 26	- 13	- 4	- 5	-	+ 18	- 17	-
Marketable debt:								
Stocks	- 93	+ 61	+ 819	+ 48	+ 934	- 8	- 155	- 911
Treasury bills	- 317	+ 124	+ 125	+ 100	+ 50	+ 790	- 815	+ 201
Northern Ireland government borrowing	-	+ 2	+ 1	+ 4	- 2	+ 5	- 6	+ 1
<b>Total banking sector</b>	<b>- 532</b>	<b>+ 475</b>	<b>+ 394</b>	<b>+ 175</b>	<b>+ 373</b>	<b>+ 1,029</b>	<b>- 1,183</b>	<b>- 760</b>
Other holders:								
Notes and coin	+ 129	+ 288	+ 433	+ 50	+ 83	+ 134	+ 166	+ 109
National savings	- 232	+ 56	+ 436	+ 59	+ 55	+ 133	+ 189	+ 156
Tax reserve certificates	- 22	+ 48	+ 49	+ 17	+ 67	+ 66	- 101	+ 7
Marketable debt:								
Stocks	+ 901	+ 462	+ 1,235	+ 197	+ 513	+ 410	+ 115	+ 111
Treasury bills	- 7	- 5	- 4	- 9	+ 4	+ 15	- 14	- 12
Northern Ireland government borrowing	-	+ 4	- 3	- 5	+ 6	- 4	-	+ 8
<b>Other transactions<sup>(f)</sup></b>	<b>+ 769</b>	<b>+ 853</b>	<b>+ 2,146</b>	<b>+ 309</b>	<b>+ 728</b>	<b>+ 754</b>	<b>+ 355</b>	<b>+ 379</b>
	-	- 61	+ 33	+ 27	- 11	+ 42	- 25	- 131
<b>Total other holders</b>	<b>+ 769</b>	<b>+ 792</b>	<b>+ 2,179</b>	<b>+ 336</b>	<b>+ 717</b>	<b>+ 796</b>	<b>+ 330</b>	<b>+ 248</b>
<b>Total domestic borrowing</b>	<b>+ 237</b>	<b>+ 1,267</b>	<b>+ 2,573</b>	<b>+ 511</b>	<b>+ 1,090</b>	<b>+ 1,825</b>	<b>- 853</b>	<b>- 512</b>

(a) This item offsets amounts borrowed by the nationalised industries from the National Loans Fund to repay maturing government-guaranteed stocks, the redemption of which has no effect on the central government's net balance.

(b) Revised: see footnote (f).

(c) Changes in the official reserves and other items financing the "total currency flow" in the balance of payments accounts; see Table 20.

(d) These items are affected by a change in the method of accounting; see additional notes to Table 5.

(e) The Banking Department's holdings of government debt and of notes and coin, less its deposit liabilities to the National Loans Fund and the Paymaster General.

(f) Transactions by the Issue Department in local authority and commercial bills, hitherto included in "Other central government funds and accounts," and now recorded as financing, rather than contributing to, the central government borrowing requirement.

Table 2

Central government: current and capital accounts<sup>(a)</sup>

Net receipt or surplus + /expenditure or deficit —

£ millions

	Year 1969/70	Year 1970/71	Year 1971/72	Quarter ended			
				1971/72			
				June	Sept.	Dec.	Mar.
<b>Current account</b>							
Receipts:							
Taxes on income	6,734	7,423	8,209	1,786	1,697	1,542	3,184
Taxes on expenditure	6,262	6,685	6,595	1,716	1,556	1,749	1,574
National insurance, health and redundancy contributions	2,325	2,662	2,984	712	706	775	791
Rent, dividends and interest <sup>(b)</sup>	1,149	1,329	1,532	346	371	371	444
<b>Total receipts</b>	<b>16,470</b>	<b>18,099</b>	<b>19,320</b>	<b>4,560</b>	<b>4,330</b>	<b>4,437</b>	<b>5,993</b>
Expenditure:							
Goods and services:							
Defence	2,263	2,506	2,809	653	704	719	733
Other	2,650	3,088	3,556	841	868	895	952
Subsidies	741	750	918	198	185	226	309
Grants:							
Local authorities	2,222	2,587	2,951	723	687	704	837
Persons <sup>(c)</sup>	3,889	4,196	4,913	1,110	1,138	1,313	1,352
Overseas	169	177	211	44	45	40	82
Debt interest	1,269	1,294	1,452	277	404	334	437
<b>Total expenditure</b>	<b>13,203</b>	<b>14,598</b>	<b>16,810</b>	<b>3,846</b>	<b>4,031</b>	<b>4,231</b>	<b>4,702</b>
<b>Current account surplus</b>	<b>+ 3,267</b>	<b>+ 3,501</b>	<b>+ 2,510</b>	<b>+ 714</b>	<b>+ 299</b>	<b>+ 206</b>	<b>+ 1,291</b>
<b>Capital account</b>							
Current account surplus	+ 3,267	+ 3,501	+ 2,510	+ 714	+ 299	+ 206	+ 1,291
Taxes on capital	+ 632	+ 633	+ 715	+ 159	+ 145	+ 155	+ 256
Gross domestic capital formation	— 534	— 634	— 671	— 152	— 158	— 177	— 184
Grants:							
Local authorities	— 141	— 173	— 194	— 36	— 45	— 46	— 67
Other	— 821	— 837	— 786	— 208	— 203	— 175	— 200
<b>Financial surplus</b>	<b>+ 2,403</b>	<b>+ 2,490</b>	<b>+ 1,574</b>	<b>+ 477</b>	<b>+ 38</b>	<b>— 37</b>	<b>+ 1,096</b>
Import deposits (net)	+ 186	— 419	— 112	— 111	— 1	—	—
Other capital receipts	— 87	— 318	+ 174	— 17	+ 99	— 113	+ 205
Net lending:							
Local authorities	— 564	— 712	— 862	— 118	— 159	— 358	— 227
Public corporations	— 697	— 912	— 1,182	— 225	— 368	— 350	— 239
Private sector	— 33	— 57	— 20	— 19	— 12	— 11	+ 22
Overseas	— 90	— 85	— 87	— 12	— 32	— 20	— 23
<b>Borrowing requirement (net balance)</b>	<b>+ 1,118</b>	<b>— 13</b>	<b>— 515</b>	<b>— 25</b>	<b>— 435</b>	<b>— 889</b>	<b>+ 834</b>

(a) Further details are given in *Financial Statistics* in the central government current and capital account tables.

(b) Including gross trading surplus before allowing for depreciation and stock appreciation.

(c) Including national insurance benefits and redundancy payments.

Table 3 (1)

## Analysis of government debt: marketable debt

Net purchases by the public + / sales -

£ millions

	Year 1969/70	Year 1970/71	Year 1971/72	Quarter ended				1972/73 June
				1971/72				
				June	Sept.	Dec.	Mar.	
<b>Stocks (a)</b>								
Overseas holders:								
Central monetary institutions	+ 172	+ 80	+ 44	+ 28	- 50	+ 2	+ 64	- 4
Other <sup>(b)</sup>	+ 18	+ 64	+ 102	+ 12	+ 12	+ 15	+ 63	+ 4
<b>Total overseas holders</b>	<b>+ 190</b>	<b>+ 144</b>	<b>+ 146</b>	<b>+ 40</b>	<b>- 38</b>	<b>+ 17</b>	<b>+ 127</b>	<b>-</b>
Banking sector: <sup>(c)</sup>								
Deposit banks	- 206	+ 31	+ 664	+ 55	+ 764	+ 58	- 213	- 686
National Giro	+ 2	+ 5	+ 14	+ 4	+ 4	+ 7	- 1	- 2
Accepting houses, overseas banks and other banks	+ 35	- 24	+ 63	- 14	+ 82	+ 2	- 7	- 53
Discount market	+ 76	+ 49	+ 78	+ 3	+ 84	- 75	+ 66	- 170
<b>Total banking sector</b>	<b>- 93</b>	<b>+ 61</b>	<b>+ 819</b>	<b>+ 48</b>	<b>+ 934</b>	<b>- 8</b>	<b>- 155</b>	<b>- 911</b>
Other holders:								
National Savings Bank, investment account	+ 29	+ 36	+ 64	+ 15	+ 11	+ 12	+ 26	+ 34
Trustee savings banks, special investment departments	+ 4	+ 47	+ 132	+ 29	+ 31	+ 40	+ 32	+ 55
Investment and unit trusts	+ 67	+ 5	- 3	- 19	+ 18	+ 14	- 16	- 1
Building societies	+ 181	+ 227	+ 324	+ 96	+ 77	+ 83	+ 68	- 87
Insurance companies	+ 157	+ 225	+ 434	+ 67	+ 141	+ 99	+ 127	+ 110
Superannuation funds	+ 52	+ 98	+ 158	+ 38	+ 60	+ 38	+ 22	+ 110
Other	+ 411	- 176	+ 126	- 29	+ 175	+ 124	- 144	+ 110
<b>Total other holders</b>	<b>+ 901</b>	<b>+ 462</b>	<b>+ 1,235</b>	<b>+ 197</b>	<b>+ 513</b>	<b>+ 410</b>	<b>+ 115</b>	<b>+ 111</b>
<b>Total stocks</b>	<b>+ 998</b>	<b>+ 667</b>	<b>+ 2,200</b>	<b>+ 285</b>	<b>+ 1,409</b>	<b>+ 419</b>	<b>+ 87</b>	<b>- 800</b>
<i>Classification by maturity:</i>								
Redemptions/conversions	- 446 <sup>(d)</sup>	- 417	- 294	- 3	- 247	- 2	- 42	- 3
Up to 1 year	- 586	- 1,132	- 1,113	- 223	- 364	- 244	- 282	- 432
Over 1 and up to 5 years	+ 751	+ 409	+ 1,503	+ 220	+ 995	+ 239	+ 49	- 375
Over 5 and up to 15 years	+ 681 <sup>(d)</sup>	+ 934	+ 319	- 3	+ 253	+ 105	- 36	- 40
Over 15 years and undated	+ 598	+ 873	+ 1,785	+ 294	+ 772	+ 321	+ 398	+ 50
<b>Total stocks</b>	<b>+ 998</b>	<b>+ 667</b>	<b>+ 2,200</b>	<b>+ 285</b>	<b>+ 1,409</b>	<b>+ 419</b>	<b>+ 87</b>	<b>- 800</b>
<b>Treasury bills</b>								
Overseas holders:								
Central monetary institutions	- 1,405	- 590 <sup>(e)</sup>	+ 260	+ 151	+ 56	+ 87	- 34	+ 989
Other <sup>(b)</sup>	- 45	- 22	- 11	- 9	+ 1	- 4	+ 1	+ 8
<b>Total overseas holders</b>	<b>- 1,450</b>	<b>- 612</b>	<b>+ 249</b>	<b>+ 142</b>	<b>+ 57</b>	<b>+ 83</b>	<b>- 33</b>	<b>+ 997</b>
Banking sector: <sup>(c)</sup>								
Deposit banks	- 234	+ 120	- 108	+ 35	- 22	+ 145	- 266	+ 151
National Giro	- 1	-	+ 1	-	-	+ 2	- 1	-
Accepting houses, overseas banks and other banks	- 19	+ 4	-	- 21	+ 49	+ 79	- 107	+ 4
Discount market	- 63	-	+ 232	+ 86	+ 23	+ 564	- 441	+ 46
<b>Total banking sector</b>	<b>- 317</b>	<b>+ 124</b>	<b>+ 125</b>	<b>+ 100</b>	<b>+ 50</b>	<b>+ 790</b>	<b>- 815</b>	<b>+ 201</b>
Other holders	- 7	- 5	- 4	- 9	+ 4	+ 15	- 14	- 12
<b>Total Treasury bills</b>	<b>- 1,774</b>	<b>- 493</b>	<b>+ 370</b>	<b>+ 233</b>	<b>+ 111</b>	<b>+ 888</b>	<b>- 862</b>	<b>+ 1,186</b>
<b>Total marketable debt       held by the public</b>	<b>- 776</b>	<b>+ 174</b>	<b>+ 2,570</b>	<b>+ 518</b>	<b>+ 1,520</b>	<b>+ 1,307</b>	<b>- 775</b>	<b>+ 386</b>

(a) Mainly at cash value, but see additional notes.

(b) Estimated; there may be some unidentified overseas holdings under "other holders".

(c) Other than Bank of England, Banking Department.

(d) Including conversion on 1 March 1970 of 144 of 3% Savings Bonds 1960/70 into 144 of 8½% Treasury Loan 1980/82.

(e) This item is affected by a change in the method of accounting; see additional notes to Table 5.

**Table 3 (2)**

**Analysis of government debt: non-marketable debt**

**1 National savings**

Changes in totals outstanding

£ millions

	Year 1969/70	Year 1970/71	Year 1971/72	Quarter ended				1972/73 June
				1971/72				
				June	Sept.	Dec.	Mar.	
National savings certificates <sup>(a)</sup>	- 104	+ 24	+ 146	+ 24	+ 20	+ 56	+ 46	+ 27
Defence bonds, national development bonds and British savings bonds	- 86	- 68	+ 80	- 6	+ 4	+ 43	+ 39	+ 58
Premium savings bonds	+ 50	+ 45	+ 102	+ 35	+ 23	+ 21	+ 23	+ 15
Contractual savings scheme	+ 6	+ 24	+ 34	+ 7	+ 8	+ 9	+ 10	+ 11
Deposits with the National Savings Bank, ordinary accounts <sup>(a)</sup>	- 90	- 26	- 1	- 16	- 4	- 2	+ 21	+ 9
Deposits with the trustee savings banks, ordinary departments <sup>(a)</sup>	- 8	+ 57	+ 75	+ 15	+ 4	+ 6	+ 50	+ 36
<b>Total</b>	<b>- 232</b>	<b>+ 56</b>	<b>+ 436</b>	<b>+ 59</b>	<b>+ 55</b>	<b>+ 133</b>	<b>+ 189</b>	<b>+ 156</b>

**2 Tax reserve certificates**

Analysis of issues and surrenders

£ millions

	Year 1969/70	Year 1970/71	Year 1971/72	Quarter ended				1972/73 June
				1971/72				
				June	Sept.	Dec.	Mar.	
Issues:								
Personal	96	108	138	29	35	35	39	25
Company	141	132	144	25	56	63	—	—
<b>Total</b>	<b>237</b>	<b>240</b>	<b>282</b>	<b>54</b>	<b>91</b>	<b>98</b>	<b>39</b>	<b>25</b>
Surrenders: <sup>(b)</sup>								
Personal	110	94	123	25	18	9	71	13
Company	179	111	114	17	6	5	86	5
<b>Total</b>	<b>289</b>	<b>205</b>	<b>237</b>	<b>42</b>	<b>24</b>	<b>14</b>	<b>157</b>	<b>18</b>
Changes in amounts outstanding:								
Personal	- 14	+ 14	+ 15	+ 4	+ 17	+ 26	- 32	+ 12
Company	- 38	+ 21	+ 30	+ 8	+ 50	+ 58	- 86	- 5
<b>Total</b>	<b>- 52</b>	<b>+ 35</b>	<b>+ 45</b>	<b>+ 12</b>	<b>+ 67</b>	<b>+ 84</b>	<b>- 118</b>	<b>+ 7</b>

(a) Including estimated accrued interest to date.

(b) Including figures for certificates issued before the introduction of separate personal and company certificates in June 1966.

**Table 4**  
**Currency circulation**

£ millions

	Notes and coin outstanding					Held by banks					Estimated circulation with the public
	Total	Bank of England	Scottish clearing banks	Northern Ireland banks	Estimated coin (a)	Total	Bank of England, Banking Department	Scottish clearing banks	Northern Ireland banks	London clearing banks	
(b)											
1967 Dec.	3,589	3,213	141	10	225	783	47	153	14	569	2,806
1968 "	3,735	3,338	146	13	238	787	31	157	16	583	2,947
1969 "	3,950	3,450	153	13	334	904	49	166	17	673	3,046
1970 Oct.	4,019	3,500	155	19	346	859	28	167	21	642	3,161
Nov.	4,048	3,525	156	20	347	866	40	168	22	636	3,182
Dec.	4,199	3,670	160	20	349	903	42	172	23	665	3,296
1971 Jan.	4,080	3,550	158	20	352	889	36	172	23	657	3,191
Feb.	4,247	3,675	162	20	390	891	51	175	24	642	3,356
Mar.	4,264	3,700	165	21	378	917	44	181	24	669	3,346
Apr.	4,262	3,712	162	21	367	922	43	176	24	680	3,340
May	4,194	3,650	162	21	361	876	34	175	24	643	3,318
June	4,262	3,720	164	21	358	904	40	173	24	666	3,359
July	4,322	3,781	165	22	354	897	21	177	24	675	3,426
Aug.	4,320	3,787	159	22	352	922	41	173	25	683	3,399
Sept.	4,244	3,710	162	23	349	868	33	174	25	636	3,376
Oct.	4,229	3,694	166	24	346	852	33	176	25	618	3,377
Nov.	4,257	3,719	168	24	345	849	25	178	26	621	3,408
Dec.	4,408	3,865	173	25	345	882	26	182	27	648	3,526
1972 Jan.	4,292	3,750	171	25	345	885	37	184	28	636	3,406
Feb.	4,227	3,688	169	26	344	789	29	179	27	554	3,437
Mar.	4,314	3,770	174	27	344	796	35	182	28	551	3,517
Apr.	4,426	3,875	178	27	345	867	39	189	29	611	3,559
May	4,440	3,888	179	28	346	823	18	189	29	587	3,618
June	4,528	3,975	179	28	346	860	27	191	29	613	3,668
July	4,627	4,075	177	28	347	865	19	195	29	622	3,762

(a) Excluding coin in the Bank of England, Issue Department.

(b) The dates to which the figures relate are described in the additional notes.

**Table 5**  
**Bank of England**

£ millions

	Issue Department					Banking Department								
	Liabilities			Assets		Liabilities					Assets			
	Notes in circulation	Notes in Banking Department	Government securities(a)	Other(b)	Total(c)	Public deposits	Special deposits	Bankers deposits	Other accounts and rest(d)	Government securities(d)	Discounts and advances	Other securities(d)	Notes and coin	
1969 Dec.	10	3,370	30	3,375	25	613	13	224	221	142	461	70	51	32
1970 Dec.	9	3,592	58	3,477	173	744	11	388	167	163	605	42	38	60
1971 Apr.	21	3,674	51	3,418	307	919	15	408	236	245	679	78	110	52
May	19	3,608	42	3,342	308	923	17	404	233	254	717	78	85	43
June	16	3,683	42	3,386	339	913	11	404	211	272	724	66	80	43
July	21	3,787	13	3,436	364	939	15	402	223	284	739	100	85	14
Aug.	18	3,732	43	3,409	366	884	15	413	171	270	754	24	62	44
Sept.	15	3,672	28	3,299	401	548	13	—	204	316	371	53	95	29
Oct.	20	3,662	38	3,260	440	581	16	—	220	330	370	43	129	39
Nov.	17	3,696	29	3,288	437	599	18	—	231	335	411	29	129	30
Dec.	8	3,785	40	3,380	445	540	11	—	182	333	368	23	108	40
1972 Jan.	19	3,670	30	3,270	430	539	15	—	169	340	413	24	72	30
Feb.	16	3,663	37	3,207	493	542	16	—	178	334	403	24	77	38
Mar.	15	3,717	33	3,245	505	590	14	—	191	369	409	25	123	33
Apr.	19	3,826	49	3,363	512	600	23	—	210	352	437	26	89	50
May	17	3,885	15	3,377	523	650	20	—	217	399	473	27	134	15
June	21	3,924	26	3,430	520	657	20	—	256	367	422	27	181	27
July	19	4,088	12	3,593	507	594	18	—	199	362	273	28	280	12
Aug.	16	4,052	23	3,534	541	523	19	—	204	284	337	32	130	23

(a) Including "government debt" 11.0.

(b) Other securities, coin and, until 6 August 1970, gold coin and bullion.

(c) Including "capital" 14.6.

(d) These items are affected by changes in the method of accounting with effect from 28 February 1971; see additional notes.

**Table 6**  
**Bank of England intervention in the money market**

Month ending	Frequency of Intervention (a)				Amount of intervention (£ millions)				
	No Intervention	Assistance given		Surpluses absorbed by sales of Treasury bills	Last resort lending (b)	Assistance given		Surpluses absorbed by sales of Treasury bills	
		Last resort lending	Other			Purchases of Treasury bills	Other		
1971 Apr.	21	4	—	16	3	—	353.0	51.1	102.0
May	19	5	—	12	3	—	428.2	24.4	147.0
June	16	1	1	14	4	66.8	274.4	17.9	93.5
July	21	4	5	13	4	258.0	361.2	19.7	27.0
Aug.	18	3	1	10	7	20.5	186.8	—	331.5
Sept.	15	1	3	15	3	140.3	706.1	51.6	218.5
Oct.	20	7	—	16	2	—	531.6	84.7	41.5
Nov.	17	4	—	8	8	—	240.1	57.0	218.0
Dec.	8	3	—	3	9	—	58.5	4.5	449.5
1972 Jan.	19	5	1	14	9	75.5	707.5	2.3	307.6
Feb.	16	3	—	14	3	—	644.3	53.3	92.0
Mar.	15	5	—	14	1	—	521.1	55.8	19.5
Apr.	19	6	2	9	7	118.5	285.9	12.1	124.3
May	17	3	3	13	2	152.5	454.3	113.4	41.0
June	21	3	3	11	7	56.5	402.8	61.8	301.0

(a) The number of working days on which the Bank intervened in the market.

(b) Advances are shown gross, before taking account of repayments.

Table 7

## Discount market

## 1 Discount houses

£ millions

		Assets							
		Total	British government stocks (a)	British government Treasury bills	Other sterling bills (b)	Local authority securities	Negotiable certificates of deposit		Other (c)
						Sterling	U.S. dollars		
1970 Dec.	31	2,352	160	876	697	224	268	39	88
1971 „	31	3,066	391	871	586	478	457	108	174
						Local authority bonds			
1971 Oct.	20	2,182	432	292	477	341	368	53	220
1972 Jan.	19	2,983	400	790	626	383	421	101	261
Feb.	16	2,660	387	481	623	408	368	86	307
Mar.	15	2,755	404	399	594	449	473	101	335
Apr.	19	2,691	453	399	468	464	488	113	306
May	17	2,440	447	205	415	498	455	104	315
June	21	2,461	307	357	374	511	469	111	332
July	19	2,730	274	372	490	506	511	139	438

## Borrowed funds (d)

		Total	Bank of England, Banking Department	London clearing banks	Scottish clearing banks	Other deposit banks	Accepting houses, overseas banks and other banks (e)	Other sources
1970 Dec.	31	2,259	—	1,407	108	29	510	204
1971 „	31	2,961	76	1,241	88	43	1,116	398
1971 Oct.	20	2,070	—	1,040	70	31	654	275
1972 Jan.	19	2,872	—	1,058	69	71	1,247	427
Feb.	16	2,546	—	803	55	80	1,144	463
Mar.	15	2,644	—	944	75	72	1,011	542
Apr.	19	2,578	—	848	86	68	1,128	449
May	17	2,329	—	691	96	70	1,074	397
June	21	2,361	1	702	78	58	999	522
July	19	2,632	—	1,078	102	44	870	538

(a) At nominal value.

(b) Including local authority bills and Treasury bills of the Northern Ireland Government.

(c) From 15 September 1971, mid-month figures include local authority securities other than bonds.

(d) Excluding capital and reserves.

(e) From 15 March 1972, includes several new contributors previously included under other sources.

## 2 Public sector lending ratios

	1971				1972			
	20 October	19 January	16 February	15 March	19 April	17 May	21 June	19 July
<b>Borrowed funds</b>								
Discount houses	1,987	2,767	2,438	2,511	2,443	2,209	2,205	2,456
Discount brokers	62	72	67	73	77	80	57	49
Money trading banks	80	89	71	87	74	80	94	90
	<b>2,129</b>	<b>2,928</b>	<b>2,575</b>	<b>2,670</b>	<b>2,595</b>	<b>2,369</b>	<b>2,356</b>	<b>2,595</b>
<b>Public sector debt</b>								
Discount houses	1,168	1,772	1,449	1,390	1,470	1,306	1,296	1,296
Discount brokers	38	44	39	42	44	48	32	26
Money trading banks	69	76	59	61	50	50	70	52
	<b>1,276</b>	<b>1,893</b>	<b>1,547</b>	<b>1,493</b>	<b>1,563</b>	<b>1,404</b>	<b>1,398</b>	<b>1,373</b>
<b>Ratio (%)</b>								
Discount houses	58.8	64.1	59.4	55.4	60.2	59.1	58.8	52.8
Discount brokers	61.1	61.8	57.7	58.1	56.4	59.6	55.7	52.1
Money trading banks	86.9	86.4	84.2	70.1	66.5	63.1	74.2	57.9
	<b>59.9</b>	<b>64.7</b>	<b>60.1</b>	<b>55.9</b>	<b>60.2</b>	<b>59.3</b>	<b>59.3</b>	<b>52.9</b>

Table 8 (1)

## Banks in the United Kingdom: summary

£ millions

		Current and deposit accounts										
		All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit	
		Total	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	U.S. dollars
1971	Oct. 20	44,956	20,686	24,270	2,004	5,988	14,662	501	2,157	16,000	1,863	1,781
	Nov. 17	45,262	21,045	24,217	2,093	5,885	14,769	513	2,122	15,967	2,062	1,852
	Dec. 8	46,856	22,047	24,809	2,200	5,996	15,063	470	2,542	16,418	2,242	1,924
1972	Jan. 19	46,893	22,409	24,485	2,092	5,966	15,413	468	2,372	16,102	2,531	1,949
	Feb. 16	47,221	22,326	24,895	2,213	6,123	14,997	483	2,429	16,218	2,687	2,071
	Mar. 15(b)	48,916	22,980	25,935	2,444	6,646	15,346	522	2,444	16,630	2,746	2,137
		49,962	24,026	25,935	2,814	6,646	15,871	522	2,573	16,630	2,768	2,137
	Apr. 19	51,242	24,953	26,288	2,813	6,516	16,535	532	2,629	17,076	2,976	2,165
	May 17	51,985	25,406	26,579	2,994	6,548	16,624	540	2,661	17,264	3,127	2,226
	June 21	53,849	26,652	27,197	3,295	6,754	17,137	546	2,625	17,625	3,595	2,272
	July 19	57,558	27,999	29,558	3,959	7,419	17,587	628	2,420	19,088	4,033	2,424

  

		Coin, notes and balances with Bank of England	Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted				British government stocks			
			Sterling	Other currencies (a)	To discount market	To other borrowers	Total	British government Treasury bills	Other U.K. bills	Other	Special Deposits with Bank of England	Total	Up to 5 years to maturity	Over 5 years and undated
1971	Oct. 20	1,059	1,851	6,212	1,720	391	1,563	229	1,147	186	—	2,756	1,802	953
	Nov. 17	1,079	1,937	6,075	1,793	347	1,587	244	1,151	192	—	2,756	1,840	917
	Dec. 8	1,030	2,103	6,300	2,210	367	1,677	329	1,151	196	—	2,797	1,876	921
1972	Jan. 19	997	2,093	6,176	2,315	375	1,748	488	1,069	192	—	2,779	1,856	923
	Feb. 16	951	2,225	6,374	1,911	336	1,556	300	1,073	183	—	2,709	1,823	886
	Mar. 15(b)	974	2,759	6,822	1,965	392	1,377	138	1,048	191	—	2,551	1,955	595
		974	2,801	6,822	2,026	407	1,380	140	1,048	191	—	2,570	1,974	595
	Apr. 19	1,063	2,834	6,849	2,027	378	1,533	154	1,175	204	—	2,491	1,922	569
	May 17(c)	1,059	2,898	6,978	1,860	398	862	138	595	130	—	2,399	1,858	541
	June 21	1,087	3,267	6,990	1,755	331	1,025	265	637	122	—	2,258	1,812	447
	July 19	1,091	3,723	7,804	2,022	343	862	134	594	134	—	2,127	1,694	433

  

		Loans to U.K. local authorities	Advances					Negotiable sterling certificates of deposit	Other assets		Acceptances
			Total	U.K. residents		Overseas residents			Sterling	Other currencies (a)	
			Sterling	Other currencies (a)	Sterling	Other currencies (a)					
1971	Oct. 20	2,321	25,238	8,074	1,369	753	16,042	968	789	869	864
	Nov. 17	2,257	26,541	8,333	1,373	715	16,121	1,044	800	886	894
	Dec. 8	2,224	27,117	8,526	1,415	749	16,425	1,160	787	910	891
1972	Jan. 19	2,150	27,167	8,932	1,421	801	16,013	1,355	781	897	904
	Feb. 16	2,042	27,858	9,409	1,422	762	16,265	1,552	780	953	844
	Mar. 15(b)	2,071	28,598	9,594	1,515	797	16,691	1,594	738	1,020	898
		2,080	29,636	10,605	1,515	818	16,697	1,618	769	1,028	902
	Apr. 19	2,248	30,322	10,974	1,616	831	16,900	1,775	788	1,099	932
	May 17(c)	2,230	31,633	11,906	1,629	1,125	16,973	1,825	822	1,166	958
	June 21	2,322	32,876	12,414	1,726	1,185	17,551	2,116	831	1,215	971
	July 19	2,180	35,183	13,189	1,863	1,182	18,949	2,327	879	1,346	1,286

(a) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

(b) Before and after the inclusion of new contributors; see additional notes.

(c) After the transfer of certain fixed rate export and shipbuilding credits and short-term export finance out of sterling bills discounted into advances; see additional notes.

Table 8 (2)

Deposit banks: London clearing banks<sup>(a)</sup>

£ millions

			Current and deposit accounts											Other accounts
			All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit		
			Total	Sterling	Other currencies <sup>(b)</sup>	Sterling	Other currencies <sup>(b)</sup>	Sterling	Other currencies <sup>(b)</sup>	Sterling	Other currencies <sup>(b)</sup>	Sterling	U.S. dollars	
1971	Oct.	20	11,482	11,191	291	183	79	10,575	56	351	155	83	—	392
	Nov.	17	11,690	11,358	332	279	99	10,576	63	347	170	156	—	350
	Dec.	8	12,194	11,735	460	309	147	10,779	61	445	251	203	—	351
1972	Jan.	19	12,479	11,971	508	236	159	10,976	68	438	280	321	—	320
	Feb.	16	12,354	11,773	581	270	192	10,656	70	485	315	362	4	355
	Mar.	15	12,651	12,036	615	337	196	10,812	69	481	345	406	4	353
	Apr.	19	13,139	12,451	689	365	216	11,171	72	484	391	431	10	439
	May	17	13,359	12,595	763	457	215	11,200	85	500	451	437	12	437
	June	21	13,807	12,952	854	498	252	11,386	81	504	505	564	16	434
	July	19	14,681	13,681	1,000	707	322	11,604	110	503	545	867	23	459

			Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted				British government stocks				
			Coin, notes and balances with Bank of England	Sterling	Other currencies <sup>(b)</sup>	To discount market	To other borrowers	Total	British government Treasury bills	Other U.K. bills	Other	Special Deposits with Bank of England	Total	Up to 5 years to maturity	Over 5 years and undated
1971	Oct.	20													
	Nov.	17	860	139	179	1,000	211	1,235	139	995	101	—	1,794	1,217	577
	Dec.	8	806	213	244	1,125	221	1,283	199	986	98	—	1,823	1,250	573
1972	Jan.	19	776	242	250	1,064	228	1,337	328	916	94	—	1,841	1,249	592
	Feb.	16	735	283	306	783	187	1,230	201	938	91	—	1,793	1,236	557
	Mar.	15	749	334	318	934	245	1,100	82	921	96	—	1,664	1,367	296
	Apr.	19	832	324	368	852	211	1,226	120	1,010	96	—	1,621	1,334	287
	May	17 <sup>(c)</sup>	825	355	421	682	233	585	105	457	23	—	1,555	1,285	270
	June	21	859	333	448	705	182	693	169	501	22	—	1,435	1,254	181
	July	19	848	412	479	1,071	187	541	78	441	22	—	1,348	1,166	182

			Advances					Other assets		Acceptances		
			Loans to U.K. local authorities	U.K. residents		Overseas residents		Negotiable sterling certificates of deposit	Sterling		Other currencies <sup>(b)</sup>	
				Total	Sterling	Other currencies <sup>(b)</sup>	Sterling			Other currencies <sup>(b)</sup>		
1971	Oct.	20	100	6,027	5,369	9	501	148	77	217	10	47
	Nov.	17	113	6,122	5,499	11	449	163	145	217	11	46
	Dec.	8	126	6,213	5,526	25	461	201	205	197	10	44
1972	Jan.	19	140	6,507	5,796	35	428	247	253	197	12	43
	Feb.	16	144	6,835	6,128	42	402	263	295	198	9	35
	Mar.	15	138	7,078	6,356	49	400	273	263	137	9	44
	Apr.	19	221	7,270	6,522	53	401	294	326	139	11	54
	May	17 <sup>(c)</sup>	249	8,237	7,198	67	682	291	317	167	10	57
	June	21	317	8,643	7,493	86	701	363	355	167	10	45
	July	19	341	9,332	8,037	132	746	416	304	187	16	56

(a) Statistics for dates before October 1971 were given in the additional notes to the March *Bulletin*.

(b) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

(c) See footnote (c) to Table 8(1).

Table 8 (3)

Deposit banks: Scottish clearing banks<sup>(a)</sup>

£ millions

		Current and deposit accounts												
		All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit		Other accounts	
		Notes outstanding	Total	Sterling	Other currencies(b)	Sterling	Other currencies(b)	Sterling	Other currencies(b)	Sterling	Other currencies(b)	Sterling	U.S. dollars	
1971	Oct. 20	163	1,092	1,077	15	7	4	1,051	7	18	5	1	—	91
	Nov. 17	165	1,085	1,072	13	13	2	1,039	7	18	3	2	—	96
	Dec. 8	171	1,126	1,105	21	10	7	1,073	8	17	5	5	—	85
1972	Jan. 19	163	1,135	1,112	23	6	9	1,068	8	18	6	20	—	100
	Feb. 16	171	1,132	1,101	31	8	14	1,049	11	19	7	26	—	92
	Mar. 15	172	1,124	1,082	42	5	23	1,032	11	18	9	27	—	108
	Apr. 19	173	1,158	1,114	43	4	18	1,052	10	25	10	34	5	143
	May 17	176	1,210	1,162	48	2	22	1,100	9	19	11	41	5	135
	June 21	174	1,271	1,212	59	1	25	1,122	11	19	12	70	11	115
	July 19	178	1,284	1,224	61	2	26	1,111	11	19	13	92	11	156

  

		Coin, notes and balances with Bank of England	Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted				Special Deposits with Bank of England	British government stocks		
			Sterling	Other currencies(b)	To discount market	To other borrowers	Total	British government Treasury bills	Other U.K. bills	Other		Total	Up to 5 years to maturity	Over 5 years and undated
1971	Oct. 20	193	22	8	70	20	65	7	50	8	—	252	190	62
	Nov. 17	195	24	7	88	7	58	2	48	8	—	251	190	62
	Dec. 8	199	27	8	85	7	59	3	48	7	—	251	190	60
1972	Jan. 19	197	41	10	69	6	68	13	47	7	—	241	184	57
	Feb. 16	193	16	12	55	9	62	12	43	7	—	229	173	56
	Mar. 15	202	20	14	74	13	47	—	38	9	—	209	174	36
	Apr. 19	206	15	14	84	21	66	—	59	7	—	198	164	35
	May 17 <sup>(c)</sup>	211	25	12	95	28	31	—	26	5	—	190	159	31
	June 21	203	30	13	75	21	30	5	20	5	—	198	160	39
	July 19	213	38	15	99	21	26	—	21	5	—	167	134	34

  

		Loans to U.K. local authorities	Advances					Negotiable sterling certificates of deposit	Other assets		Acceptances
			Total	U.K. residents		Overseas residents			Sterling	Other currencies(b)	
			Sterling	Other currencies(b)	Sterling	Other currencies(b)					
1971	Oct. 20	17	630	613	4	8	7	22	46	—	8
	Nov. 17	16	632	617	4	8	5	27	43	—	9
	Dec. 8	13	644	625	5	7	10	36	44	—	9
1972	Jan. 19	15	661	640	8	7	9	42	49	—	8
	Feb. 16	14	704	676	10	6	12	51	55	—	7
	Mar. 15	12	721	682	18	9	11	50	59	—	8
	Apr. 19	18	734	691	23	8	11	59	66	—	9
	May 17 <sup>(c)</sup>	21	784	739	22	7	16	55	65	—	16
	June 21	25	839	784	30	7	18	58	64	—	16
	July 19	40	891	837	33	7	14	36	65	—	16

(a) Statistics for dates before October 1971 were given in the additional notes to the March *Bulletin*.

(b) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

(c) See footnote (c) to Table 8(1).

**Table 8 (4)**
**Deposit banks: Northern Ireland banks<sup>(a)</sup>**

£ millions

			Current and deposit accounts										Other accounts	
			All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit		
Notes outstanding			Total	Sterling	Other currencies <sup>(b)</sup>	Sterling	Other currencies <sup>(b)</sup>	Sterling	Other currencies <sup>(b)</sup>	Sterling	Other currencies <sup>(b)</sup>	Sterling	U.S. dollars	
1971 Oct.	19	23	299	299	—	3	—	245	—	51	—	—	—	31
Nov.	16	24	303	303	—	4	—	252	—	47	—	—	—	36
Dec.	31	25	331	328	3	6	2	275	—	46	1	—	—	48
1972 Jan.	18	25	327	309	18	6	16	265	—	38	2	—	—	41
Feb.	15	26	344	328	16	14	12	254	—	60	4	—	—	40
Mar.	31	28	408	375	33	27	27	285	—	63	6	—	—	82
Apr.	18	27	394	355	40	27	30	263	—	65	9	—	—	39
May	16	27	401	359	42	35	32	257	—	67	9	—	—	41
June	30	28	411	378	33	43	21	268	—	67	13	—	—	61
July	18	28	422	378	44	36	30	259	—	82	15	—	—	40

			Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted				British government stocks			
Coln, notes and balances with Bank of England			Sterling	Other currencies <sup>(b)</sup>	To discount market	To other borrowers	Total	British government Treasury bills	Other U.K. bills	Other	Special Deposits with Bank of England	Total	Up to 5 years to maturity	Over 5 years and undated
1971 Oct.	19	12	27	—	4	—	8	—	—	8	—	64	39	25
Nov.	16	11	33	—	5	—	8	—	—	8	—	64	39	25
Dec.	31	33	20	3	2	1	8	—	—	8	—	67	40	27
1972 Jan.	18	12	22	4	17	1	8	—	—	8	—	67	40	27
Feb.	15	10	35	9	12	1	9	—	—	8	—	69	42	27
Mar.	31	20	26	25	8	—	9	—	—	9	—	69	41	28
Apr.	18	11	62	16	14	—	9	—	1	9	—	66	42	23
May	16	10	51	27	14	—	9	—	1	9	—	59	39	21
June	30	23	17	16	4	—	10	—	1	9	—	60	41	18
July	18	16	45	15	6	—	10	—	1	9	—	63	45	18

			Advances					Other assets		Acceptances	
Loans to U.K. local authorities			Total	U.K. residents		Overseas residents		Negotiable sterling certificates of deposit	Sterling	Other currencies <sup>(b)</sup>	
				Sterling	Other currencies <sup>(b)</sup>	Sterling	Other currencies <sup>(b)</sup>				
1971 Oct.	19	5	182	152	—	30	1	—	19	—	1
Nov.	16	5	185	150	—	34	—	—	19	—	1
Dec.	31	16	197	138	—	57	1	—	19	—	1
1972 Jan.	18	5	215	150	—	64	1	—	19	—	1
Feb.	15	5	202	153	—	46	2	7	20	—	1
Mar.	31	11	228	156	—	64	7	11	20	—	1
Apr.	18	11	200	151	—	38	11	17	21	—	1
May	16	11	206	155	—	38	12	20	21	2	1
June	30	11	225	153	—	59	13	28	20	5	1
July	18	11	228	168	—	38	22	35	20	5	1

(a) Statistics for dates before October 1971 were given in the additional notes to the March *Bulletin*.

(b) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

Table 8 (5)

## Deposit banks: other

£ millions

		Current and deposit accounts										
		All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit	
		Total	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	U.S. dollars
1971	Oct. 20	358	358	—	26	—	327	—	5	—	—	—
	Nov. 17	363	363	—	27	—	332	—	4	—	—	—
	Dec. 8	375	375	—	35	—	336	—	4	—	—	—
1972	Jan. 19	396	396	—	36	—	355	—	5	—	—	—
	Feb. 16	391	391	—	37	—	348	—	5	—	1	—
	Mar. 15	405	405	—	37	—	360	—	5	—	4	—
	Apr. 19	433	433	—	45	—	379	—	2	—	6	—
	May 17	432	432	—	52	—	372	—	2	—	6	—
	June 21	443	443	—	54	—	380	—	2	—	7	—
	July 19	447	446	1	55	1	381	—	3	—	7	—

		Coin, notes and balances with Bank of England	Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted				British government stocks			
			Sterling	Other currencies (a)	To discount market	To other borrowers	Total	British government Treasury bills	Other U.K. bills	Other	Special Deposits with Bank of England	Total	Up to 5 years to maturity	Over 5 years and undated
1971	Oct. 20	7	57	—	20	—	5	3	1	—	—	115	60	55
	Nov. 17	7	54	—	22	—	5	3	1	—	—	116	60	56
	Dec. 8	7	53	—	30	—	5	3	1	—	—	117	60	57
1972	Jan. 19	7	49	—	37	—	4	3	1	—	—	119	71	49
	Feb. 16	7	51	—	29	—	4	3	1	—	—	120	67	52
	Mar. 15	7	56	—	31	—	3	1	1	—	—	122	75	47
	Apr. 19	7	55	—	42	—	1	—	1	—	—	118	76	41
	May 17	7	64	—	32	—	1	—	1	—	—	117	77	40
	June 21	8	69	—	34	—	1	1	—	—	—	112	75	37
	July 19	8	71	—	29	—	1	1	—	—	—	108	71	36

		Loans to U.K. local authorities	Advances					Negotiable sterling certificates of deposit	Other assets		Acceptances
			Total	U.K. residents		Overseas residents			Sterling	Other currencies (a)	
			Sterling	Other currencies (a)	Sterling	Other currencies (a)					
1971	Oct. 20	14	109	109	—	—	21	52	—	—	
	Nov. 17	12	111	111	—	—	27	51	—	—	
	Dec. 8	8	115	115	—	—	36	51	—	—	
1972	Jan. 19	8	120	120	—	—	38	50	1	—	
	Feb. 16	9	124	124	—	—	34	50	1	—	
	Mar. 15	11	125	125	—	—	40	50	—	—	
	Apr. 19	11	127	127	—	—	57	50	—	—	
	May 17	9	134	134	—	—	62	49	—	—	
	June 21	12	138	138	—	—	68	49	1	—	
	July 19	16	144	144	—	—	69	48	—	—	

(a) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

**Table 8 (6)**  
**Accepting houses**

£ millions

Current and deposit accounts													
			All holders		U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit		
Total			Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	U.S. dollars	
1971	Oct.	20	3,337	1,487	1,850	297	558	789	91	154	1,140	247	61
	Nov.	17	3,304	1,491	1,814	256	527	812	83	148	1,141	274	62
	Dec.	8	3,382	1,556	1,825	258	548	815	87	188	1,130	296	60
1972	Jan.	19	3,438	1,621	1,816	274	545	850	82	180	1,116	317	73
	Feb.	16	3,419	1,615	1,804	285	565	825	72	189	1,087	316	80
	Mar.	15	3,383	1,595	1,787	288	549	826	79	184	1,075	297	84
	Apr.	19	3,487	1,697	1,791	261	562	957	89	185	1,047	293	92
	May	17	3,598	1,720	1,877	239	545	968	109	178	1,130	335	93
	June	21	3,790	1,873	1,916	260	576	1,040	117	185	1,130	388	93
	July	19	4,024	1,923	2,102	257	647	1,104	127	162	1,225	399	102

		Coln, notes and balances with Bank of England	Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted			Special Deposits with Bank of England	British government stocks			
			Sterling	Other currencies(a)	To discount market	To other borrowers	Total	British government Treasury bills	Other		Total	Up to 5 years to maturity	Over 5 years and undated	
1971	Oct.	20	1	167	333	137	43	34	18	17	—	110	62	48
	Nov.	17	1	179	320	145	45	39	17	22	—	94	66	28
	Dec.	8	1	198	316	174	43	46	18	29	—	99	66	33
1972	Jan.	19	2	185	268	210	49	42	18	24	—	97	53	44
	Feb.	16	1	225	281	196	53	24	11	14	—	74	46	28
	Mar.	15	1	247	317	162	47	19	5	14	—	58	38	20
	Apr.	19	2	273	313	170	49	27	3	24	—	53	35	19
	May	17	1	293	328	172	44	22	6	16	—	53	34	19
	June	21	1	374	331	159	39	28	16	12	—	35	23	12
	July	19	1	419	325	128	43	17	6	11	—	29	19	10

		Loans to U.K. local authorities	Advances				Negotiable sterling certificates of deposit	Other assets		Acceptances				
			Total	U.K. residents		Overseas residents		Sterling	Other currencies(a)	Total	U.K. residents	Overseas residents		
1971	Oct.	20	430	1,762	371	194	30	1,167	195	147	190	334	..	..
	Nov.	17	428	1,759	376	200	28	1,156	198	158	173	349	..	..
	Dec.	8	425	1,796	398	201	28	1,169	208	161	177	349	..	..
1972	Jan.	19	411	1,853	429	202	30	1,191	244	148	179	345	..	..
	Feb.	16	402	1,800	414	208	29	1,150	277	144	195	286	..	..
	Mar.	15	428	1,719	396	201	35	1,088	279	151	211	343	..	..
	Apr.	19	441	1,738	436	221	33	1,047	288	163	245	352	..	..
	May	17	438	1,792	449	230	35	1,078	301	165	263	353	..	..
	June	21	440	1,879	473	242	45	1,119	361	164	257	352	..	..
	July	19	371	2,061	509	250	43	1,259	436	168	303	402	..	..

(a) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

Table 8 (7)

## Overseas banks: British overseas and Commonwealth

£ millions

			Current and deposit accounts										
			All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit	
			Total	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	U.S. dollars
1971	Oct. 20		6,367	1,972	4,396	356	1,062	402	82	860	2,899	353	353
	Nov. 17		6,510	2,027	4,483	340	1,015	437	73	868	3,019	382	376
	Dec. 8		6,672	2,156	4,516	382	1,017	448	60	906	3,062	420	377
1972	Jan. 19		6,543	2,171	4,372	354	968	439	77	926	2,939	452	388
	Feb. 16		6,618	2,209	4,409	376	982	457	74	889	2,953	487	400
	Mar. 15		6,889	2,337	4,552	416	1,018	464	80	950	3,018	507	436
	Apr. 19		7,124	2,405	4,719	411	1,011	509	71	956	3,195	529	442
	May 17		7,146	2,439	4,707	425	1,038	511	69	952	3,139	550	460
	June 21		7,394	2,559	4,835	491	1,046	529	75	953	3,237	586	478
	July 19		8,195	2,716	5,478	569	1,234	589	80	928	3,641	630	523

  

		Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted			British government stocks				
		Sterling	Other currencies(a)	To discount market	To other borrowers	Total	British government Treasury bills		Special Deposits with Bank of England	Total	Up to 5 years to maturity	Over 5 years and undated	
								Other					
1971	Oct. 20	3	554	1,377	147	33	92	14	78	—	337	193	144
	Nov. 17	3	579	1,351	172	36	99	18	82	—	340	199	141
	Dec. 8	3	603	1,296	224	34	99	18	81	—	343	199	144
1972	Jan. 19	2	588	1,161	240	34	98	17	82	—	330	200	130
	Feb. 16	3	576	1,149	228	35	96	12	85	—	341	197	144
	Mar. 15	3	676	1,163	217	31	95	10	85	—	342	198	144
	Apr. 19	3	682	1,182	220	30	100	10	90	—	330	194	137
	May 17	3	677	1,161	212	28	102	8	94	—	330	195	135
	June 21	3	742	1,194	194	28	106	11	95	—	326	195	130
	July 19	3	875	1,428	152	27	128	10	118	—	328	204	124

  

		Advances					Other assets			Acceptances			
		Total	U.K. residents		Overseas residents		Negotiable sterling certificates of deposit	Sterling	Other currencies(a)	Total	U.K. residents	Overseas residents	
			Sterling	Other currencies(a)	Sterling	Other currencies(a)							
1971	Oct. 20	561	3,354	367	497	118	2,372	162	104	250	110	..	..
	Nov. 17	542	3,476	388	488	124	2,475	160	104	270	110	..	..
	Dec. 8	536	3,607	397	486	139	2,585	185	104	278	111	..	..
1972	Jan. 19	509	3,636	434	462	169	2,571	214	103	286	120	..	..
	Feb. 16	456	3,713	466	459	174	2,614	259	100	325	122	..	..
	Mar. 15	465	3,829	471	470	204	2,683	275	98	358	131	..	..
	Apr. 19	491	3,995	472	513	219	2,790	306	96	367	138	..	..
	May 17	494	3,996	515	470	222	2,788	333	95	377	142	..	..
	June 21	492	4,160	549	519	228	2,864	354	93	389	145	..	..
	July 19	455	4,549	561	543	168	3,278	401	100	432	154	..	..

(a) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

Table 8 (8)

## Overseas banks: American

£ millions

		Current and deposit accounts										
		All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit	
		Total	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	Other currencies (a)	Sterling	U.S. dollars
1971	Oct. 20	13,134	1,318	11,816	309	2,600	315	217	350	8,183	345	816
	Nov. 17	13,084	1,360	11,724	318	2,598	328	237	330	8,046	385	843
	Dec. 8	13,427	1,519	11,907	289	2,542	367	209	443	8,229	420	927
1972	Jan. 19	12,948	1,462	11,486	276	2,475	393	192	342	7,894	452	925
	Feb. 16	13,069	1,533	11,535	328	2,464	364	212	377	7,840	464	1,019
	Mar. 15	13,579	1,523	12,056	368	2,783	379	229	351	8,006	425	1,038
	Apr. 19	13,431	1,644	11,786	375	2,571	416	218	341	7,950	512	1,048
	May 17	13,696	1,800	11,896	406	2,526	403	220	412	8,060	578	1,089
	June 21	13,852	1,962	11,890	472	2,499	434	215	392	8,085	665	1,091
	July 19	14,998	2,139	12,859	662	2,670	485	237	311	8,794	681	1,158

		Coin, notes and balances with Bank of England	Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted			Special Deposits with Bank of England	British government stocks		
			Sterling	Other currencies (a)	To discount market	To other borrowers	Total	British government Treasury bills	Other		Total	Up to 5 years to maturity	Over 5 years and undated
1971	Oct. 20	1	281	2,731	88	12	49	13	36	—	22	15	6
	Nov. 17	1	249	2,655	113	15	70	25	45	—	27	18	9
	Dec. 8	2	278	2,904	194	15	86	37	49	—	21	14	7
1972	Jan. 19	1	268	2,939	230	16	79	36	42	—	19	19	1
	Feb. 16	1	312	3,071	192	14	55	19	36	—	20	19	2
	Mar. 15	1	314	3,400	164	13	34	3	32	—	18	14	4
	Apr. 19	1	321	3,148	185	15	31	—	31	—	16	11	5
	May 17	1	365	3,225	191	14	44	—	44	—	16	11	5
	June 21	1	408	3,188	174	18	48	4	45	—	16	12	4
	July 19	1	457	3,538	160	16	47	2	45	—	17	12	4

		Loans to U.K. local authorities	Advances					Negotiable sterling certificates of deposit	Other assets		Acceptances		
			Total	U.K. residents		Overseas residents			Sterling	Other currencies (a)	Total	U.K. residents	Overseas residents
1971	Oct. 20	260	9,470	466	344	14	8,646	122	1	103	116	..	..
	Nov. 17	263	9,503	486	345	19	8,652	119	2	89	118	..	..
	Dec. 8	263	9,466	533	374	21	8,538	119	2	99	123	..	..
1972	Jan. 19	263	8,918	551	392	29	7,946	138	—	91	115	..	..
	Feb. 16	260	8,903	583	373	39	7,908	171	—	84	115	..	..
	Mar. 15	271	9,100	593	414	35	8,058	185	—	106	111	..	..
	Apr. 19	285	9,149	633	453	42	8,021	187	—	106	110	..	..
	May 17	281	9,258	691	483	43	8,041	199	—	121	112	..	..
	June 21	281	9,359	725	487	54	8,093	251	—	125	112	..	..
	July 19	270	10,063	784	526	71	8,683	322	—	132	326	..	..

(a) Including currencies of overseas sterling countries: the figures may be affected by changes in exchange rates.

**Table 8 (9)**

**Overseas banks: foreign banks and affiliates**

£ millions

		Current and deposit accounts										
		All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit	
		Total	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	U.S. dollars
1971	Oct. 20	2,720	484	2,236	187	429	107	16	143	1,502	47	289
	Nov. 17	2,751	492	2,259	176	418	114	14	150	1,529	52	298
	Dec. 8	3,006	624	2,382	182	453	117	13	268	1,617	57	299
1972	Jan. 19	3,107	597	2,511	172	451	144	11	225	1,739	56	310
	Feb. 16(b)	3,069	593	2,477	186	411	131	12	204	1,749	72	305
	Mar. 15	3,199	631	2,568	193	440	142	11	212	1,817	84	300
	Apr. 19	3,294	668	2,625	182	457	165	15	235	1,863	86	290
	May 17	3,347	648	2,699	206	499	151	11	201	1,900	90	289
	June 21	3,466	669	2,798	211	520	167	17	191	1,962	99	298
	July 19(b)	3,610	669	2,941	269	592	176	28	129	2,011	95	311

		Coin, notes and balances with Bank of England	Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted			Special Deposits with Bank of England	British government stocks		
			Sterling	Other currencies(a)	To discount market	To other borrowers	Total	British government Treasury bills	Other		Total	Up to 5 years to maturity	Over 5 years and undated
1971	Oct. 20	—	107	808	57	11	22	15	7	—	20	11	9
	Nov. 17	—	115	808	51	11	19	13	6	—	21	14	7
	Dec. 8	—	157	793	129	14	21	14	7	—	27	18	9
1972	Jan. 19	—	138	834	130	16	29	21	8	—	19	9	10
	Feb. 16(b)	1	143	818	86	12	29	20	10	—	19	11	8
	Mar. 15	1	179	843	82	16	25	16	8	—	24	14	10
	Apr. 19	1	204	925	77	13	21	12	9	—	26	15	10
	May 17	—	174	893	62	12	19	10	9	—	24	16	8
	June 21	1	195	902	57	11	24	15	9	—	23	14	9
	July 19(b)	1	189	1,023	43	8	21	13	9	—	27	18	9

		Loans to U.K. local authorities	Advances					Negotiable sterling certificates of deposit	Other assets		Acceptances		
			Total	U.K. residents		Overseas residents			Sterling	Other currencies(a)	Total	U.K. residents	Overseas residents
1971	Oct. 20	71	1,556	179	64	13	1,299	32	11	67	52	..	..
	Nov. 17	65	1,573	191	59	13	1,310	37	12	83	53	..	..
	Dec. 8	66	1,715	197	60	15	1,444	41	12	78	48	..	..
1972	Jan. 19	55	1,786	187	63	25	1,511	60	12	73	54	..	..
	Feb. 16(b)	51	1,806	211	76	18	1,500	73	11	70	59	..	..
	Mar. 15	52	1,871	209	78	19	1,565	73	13	69	59	..	..
	Apr. 19	62	1,860	221	74	19	1,546	71	10	75	57	..	..
	May 17	59	1,975	233	78	24	1,640	72	10	88	62	..	..
	June 21	61	2,057	230	76	27	1,724	71	11	96	62	..	..
	July 19(b)	50	2,084	231	85	27	1,741	78	16	102	64	..	..

(a) Including currencies of overseas sterling countries; the figures may be affected by changes in exchange rates.

(b) Figures for one contributor were transferred from Table 8 (10).

Table 8 (10)

## Other overseas banks

£ millions

Current and deposit accounts													
			All holders		U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit		
			Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	U.S. dollars	
1971	Oct.	20	1,694	184	1,509	66	509	32	3	86	982	—	15
	Nov.	17	1,661	179	1,482	68	507	33	2	79	958	—	15
	Dec.	8	1,741	186	1,556	68	547	35	3	82	992	1	14
1972	Jan.	19	1,852	199	1,653	78	591	36	3	82	1,048	3	11
	Feb.	16 <sup>(b)</sup>	2,048	186	1,862	62	707	35	2	86	1,143	3	9
	Mar.	15	2,215	205	2,010	79	789	38	3	82	1,211	6	7
	Apr.	19	2,513	236	2,278	80	814	41	9	109	1,445	6	10
	May	17	2,489	264	2,224	111	819	40	9	105	1,383	8	14
	June	21	2,653	276	2,377	129	936	44	9	92	1,415	10	16
	July	19 <sup>(b)</sup>	2,726	337	2,389	188	926	52	13	86	1,427	11	22

  

Balances with other U.K. banks														
			Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted			British government stocks				
			Sterling	Other currencies(a)	To discount market	To other borrowers	Total	British government Treasury bills	Other	Special Deposits with Bank of England	Total	Up to 5 years to maturity	Over 5 years and undated	
1971	Oct.	20	—	51	248	18	1	9	—	8	—	7	2	5
	Nov.	17	—	38	236	26	2	11	1	10	—	9	4	5
	Dec.	8	—	36	251	30	2	12	1	11	—	13	4	8
1972	Jan.	19	—	45	257	41	2	12	1	11	—	13	4	8
	Feb.	16 <sup>(b)</sup>	—	39	218	36	4	10	1	10	—	12	5	8
	Mar.	15	—	60	222	33	4	12	—	11	—	12	5	8
	Apr.	19	—	62	344	52	4	11	—	11	—	12	5	8
	May	17	—	75	373	30	2	12	—	12	—	13	5	8
	June	21	—	59	326	25	2	16	1	15	—	14	5	10
	July	19 <sup>(b)</sup>	—	70	318	31	2	19	1	18	—	14	4	9

  

Advances														
			Advances		Overseas residents		Negotiable sterling certificates of deposit	Other assets		Acceptances				
			Total	U.K. residents	Sterling	Other currencies(a)		Sterling	Other currencies(a)	Total	U.K. residents	Overseas residents		
1971	Oct.	20	13	1,192	54	40	18	1,080	26	2	161	176	..	..
	Nov.	17	11	1,168	54	42	17	1,056	25	2	168	191	..	..
	Dec.	8	11	1,233	59	53	18	1,104	25	3	170	186	..	..
1972	Jan.	19	9	1,332	60	49	17	1,205	25	3	160	197	..	..
	Feb.	16 <sup>(b)</sup>	8	1,570	59	48	18	1,445	28	3	170	202	..	..
	Mar.	15	10	1,723	65	64	19	1,575	28	4	151	182	..	..
	Apr.	19	8	1,871	74	63	18	1,716	20	4	168	189	..	..
	May	17	10	1,801	90	68	21	1,622	27	4	184	194	..	..
	June	21	10	2,006	100	76	23	1,807	34	4	202	216	..	..
	July	19 <sup>(b)</sup>	7	2,051	129	72	26	1,824	43	4	213	241	..	..

(a) Including currencies of overseas sterling countries; the figures may be affected by changes in exchange rates.

(b) Figures for one contributor were transferred to Table 8 (9).

**Table 8 (11)**  
**Other banks in the United Kingdom**

£ millions

		Current and deposit accounts										
		All holders			U.K. banks		Other U.K. residents		Overseas residents		Negotiable certificates of deposit	
		Total	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	Other currencies(a)	Sterling	U.S. dollars
1971	Oct. 20	4,472	2,315	2,157	570	747	819	28	139	1,134	787	248
	Nov. 17	4,510	2,401	2,110	613	719	845	32	131	1,101	812	258
	Dec. 8	4,630	2,487	2,142	663	734	841	28	142	1,132	841	248
1972	Jan. 19	4,669	2,571	2,099	655	752	886	26	119	1,077	911	243
	Feb. 16	4,777	2,596	2,181	647	776	878	31	115	1,120	956	254
	Mar. 15(b)	5,126	2,837	2,288	708	836	1,039	41	100	1,145	990	266
		6,172	3,883	2,288	1,078	836	1,563	41	229	1,145	1,013	266
	Apr. 19	6,268	3,950	2,319	1,063	836	1,581	48	227	1,166	1,079	269
	May 17	6,307	3,985	2,322	1,060	851	1,621	27	224	1,180	1,079	264
	June 21	6,771	4,347	2,425	1,143	867	1,778	20	219	1,269	1,207	268
	July 19	7,172	4,488	2,684	1,214	972	1,826	21	198	1,418	1,250	274

		Coin, notes and balances with Bank of England	Balances with other U.K. banks		Money at call and short notice		Sterling bills discounted			British government stocks			
			Sterling	Other currencies(a)	To discount market	To other borrowers	Total	British government Treasury bills	Other	Special Deposits with Bank of England	Total	Up to 5 years to maturity	Over 5 years and undated
1971	Oct. 20	1	478	563	142	14	40	24	16	—	39	31	8
	Nov. 17	—	529	520	171	19	45	27	18	—	40	33	7
	Dec. 8	—	506	488	213	31	59	37	22	—	41	35	6
1972	Jan. 19	—	514	455	276	25	70	50	20	—	33	26	6
	Feb. 16	—	548	510	293	22	36	23	14	—	32	27	5
	Mar. 15(b)	—	838	537	257	22	34	20	15	—	34	29	5
		—	880	537	318	37	37	22	15	—	53	48	5
	Apr. 19	—	835	541	331	34	40	9	31	—	51	47	4
	May 17	—	820	538	369	38	38	9	28	—	43	37	6
	June 21	1	1,007	561	319	29	70	43	26	—	40	35	5
	July 19	1	1,148	663	303	39	52	24	28	—	26	20	7

		Loans to U.K. local authorities	Advances					Other assets			Acceptances		
			Total	U.K. residents		Overseas residents		Negotiable sterling certificates of deposit	Sterling	Other currencies(a)	Total	U.K. residents	Overseas residents
1971	Oct. 20	850	1,951	395	217	17	1,322	310	190	84	19	..	..
	Nov. 17	802	2,007	461	223	20	1,303	306	191	92	17	..	..
	Dec. 8	772	2,137	527	211	25	1,373	306	195	98	19	..	..
1972	Jan. 19	734	2,137	566	210	30	1,331	340	199	97	20	..	..
	Feb. 16	693	2,200	596	206	27	1,371	358	200	101	18	..	..
	Mar. 15(b)	679	2,230	543	221	30	1,436	394	206	114	20	..	..
		688	3,268	1,554	221	51	1,442	418	238	122	24	..	..
	Apr. 19	701	3,379	1,647	215	53	1,464	444	239	127	22	..	..
	May 17	657	3,449	1,703	211	53	1,482	439	246	122	21	..	..
	June 21	672	3,587	1,766	210	60	1,551	545	259	134	23	..	..
	July 19	618	3,778	1,789	222	55	1,713	604	271	143	25	..	..

(a) Including currencies of overseas sterling countries; the figures may be affected by changes in exchange rates.

(b) Before and after the inclusion of new contributors; see additional notes.

Table 9

## Eligible liabilities, reserve assets and reserve ratios

## 1 Banks

£ millions

	1971			1972			
	20 October	16 February	15 March (a)	19 April	17 May	21 June	19 July
<b>Eligible liabilities</b>							
London clearing banks	10,752	10,865	11,135	11,564	11,760	12,129	12,847
Scottish clearing banks	1,021	1,038	1,041	1,091	1,113	1,165	1,195
Other deposit banks	257	271	283	286	281	291	293
Accepting houses	1,085	1,054	1,071	1,129	1,122	1,119	1,064
British overseas and Commonwealth banks	1,297	1,346	1,371	1,419	1,458	1,494	1,498
American banks	886	1,132	1,084	1,167	1,238	1,282	1,319
Foreign banks and affiliates	329	356	372	386	387	393	379
Other overseas banks	101	112	139	151	158	176	217
Other banks	1,418	1,460	2,454	2,557	2,606	2,696	2,633
<b>Total</b>	<b>17,147</b>	<b>17,633</b>	<b>18,951</b>	<b>19,752</b>	<b>20,123</b>	<b>20,744</b>	<b>21,445</b>
<b>Reserve assets</b>							
London clearing banks	1,777	1,557	1,652	1,721	1,619	1,692	1,886
Scottish clearing banks	149	150	145	162	169	153	155
Other deposit banks	34	42	45	48	47	48	42
Accepting houses	171	223	186	207	203	183	154
British overseas and Commonwealth banks	236	270	249	275	257	246	238
American banks	115	229	178	201	205	193	181
Foreign banks and affiliates	79	105	103	96	79	77	67
Other overseas banks	21	29	36	50	30	29	35
Other banks	140	247	321	349	380	386	364
<b>Total</b>	<b>2,721</b>	<b>2,852</b>	<b>2,916</b>	<b>3,110</b>	<b>2,990</b>	<b>3,007</b>	<b>3,122</b>
<b>Ratios (%)</b>							
London clearing banks	16.5	14.3	14.8	14.9	13.8	13.9	14.7
Scottish clearing banks	14.6	14.4	13.9	14.8	15.2	13.2	13.0
Other deposit banks	13.1	15.6	16.0	16.9	16.6	16.5	14.3
Accepting houses	15.7	21.1	17.4	18.3	18.1	16.4	14.5
British overseas and Commonwealth banks	18.2	20.1	18.2	19.4	17.7	16.5	15.9
American banks	12.9	20.2	16.4	17.2	16.6	15.0	13.7
Foreign banks and affiliates	24.0	29.5	27.6	24.9	20.5	19.7	17.6
Other overseas banks	20.4	26.1	25.9	32.9	19.0	16.7	16.0
Other banks	9.9	16.9	13.1	13.7	14.6	14.3	13.8
<b>Combined ratio</b>	<b>15.9</b>	<b>16.1</b>	<b>15.4</b>	<b>15.7</b>	<b>14.9</b>	<b>14.5</b>	<b>14.6</b>
<b>Constitution of total reserve assets</b>							
Balances with Bank of England (other than Special Deposits)	219	177	190	209	215	253	199
U.K. and Northern Ireland Treasury bills	206	284	123	144	131	245	126
Company tax reserve certificates	53	53	57	57	57	57	57
Money at call	1,727	1,718	1,951	1,970	1,906	1,811	2,219
British government stocks, and stocks of nationalised industries guaranteed by H.M. Government, with one year or less to final maturity†	309	453	446	463	409	360	273
Local authority bills	42	44	45	70	65	73	52
Commercial bills	165	124	104	197	208	207	198
<b>Total reserve assets</b>	<b>2,721</b>	<b>2,852</b>	<b>2,916</b>	<b>3,110</b>	<b>2,990</b>	<b>3,007</b>	<b>3,122</b>
† Holdings with more than one year but less than eighteen months to final maturity amounted to:	181	24	33	—	—	333	333

## 2 Finance houses

	1971			1972			
	20 October	16 February	15 March (b)	19 April	17 May	21 June	19 July
Eligible liabilities	756	727	259	238	236	247	236
Reserve assets	12.6	36.8	10.9	15.6	15.5	19.0	19.8
Ratio (%)	1.7	5.1	4.2	6.6	6.6	7.7	8.4

(a) From 15 March, the statistics include (in "other banks"), figures for five finance houses recognised or confirmed as banks in January 1972. At 15 March these institutions had 950 of eligible liabilities and 81 of reserve assets: some were granted a short transitional period in which to achieve the 12½% minimum reserve ratio.

(b) From 15 March, the figures are affected by some of the banking recognitions mentioned in footnote (a) above.

**Table 10**  
**Analysis of advances by banks in the United Kingdom**

£ millions

	Banks in Great Britain											
	London clearing banks(a)				Scottish clearing banks(a)				Other banks in Great Britain			
	1971		1972		1971		1972		1971		1972	
	Feb.	May	Feb.	May	Feb.	May	Feb.	May	Feb.	May	Feb.	May(b)
<b>To U.K. residents</b>												
<b>Manufacturing:</b>												
Food, drink and tobacco	270	243	208	196	46	61	41	40	129	128	178	194
Chemicals and allied industries	133	120	138	137	9	7	11	8	180	175	188	194
Metal manufacture	175	120	112	105	14	10	8	9	30	25	53	58
Electrical engineering	313	278	235	227	11	9	9	10	130	142	123	113
Other engineering and metal goods	608	613	629	628	65	67	67	64	227	226	211	231
Shipbuilding	237	257	303	318	39	30	34	26	30	33	32	38
Vehicles	374	324	286	251	8	8	8	4	123	122	169	207
Textiles, leather and clothing	230	216	208	215	22	21	18	20	67	69	67	80
Other manufacturing	327	319	288	318	33	33	29	31	147	162	154	159
<b>Total manufacturing</b>	<b>2,667</b>	<b>2,490</b>	<b>2,405</b>	<b>2,395</b>	<b>247</b>	<b>246</b>	<b>224</b>	<b>212</b>	<b>1,062</b>	<b>1,081</b>	<b>1,175</b>	<b>1,274</b>
<b>Other production:</b>												
Agriculture, forestry and fishing	435	444	470	499	82	81	92	95	11	12	13	14
Mining and quarrying	40	38	24	36	2	1	2	2	80	86	124	163
Construction	372	381	500	559	35	34	32	33	64	84	76	80
<b>Total other production</b>	<b>846</b>	<b>863</b>	<b>995</b>	<b>1,093</b>	<b>119</b>	<b>117</b>	<b>126</b>	<b>130</b>	<b>155</b>	<b>182</b>	<b>212</b>	<b>257</b>
<b>Financial:</b>												
Hire purchase finance companies <sup>(d)</sup>	61	57	62	72	8	10	27	29	56	62	103	127
Property companies	189	203	340	444	19	19	25	37	153	190	260	296
U.K. banks <sup>(d)</sup>	21	16	32	88	4	2	12	16	46	84	71	116
Other financial	143	153	229	290	23	21	33	46	403	469	637	867
<b>Total financial</b>	<b>414</b>	<b>429</b>	<b>662</b>	<b>894</b>	<b>54</b>	<b>52</b>	<b>96</b>	<b>127</b>	<b>658</b>	<b>805</b>	<b>1,071</b>	<b>1,406</b>
<b>Services:</b>												
Transport and communication	127	136	140	156	27	28	24	25	150	117	137	157
Public utilities (gas, electricity and water) and national government	112	97	138	140	16	12	22	21	10	12	41	79
Local government services <sup>(d)</sup>	30	23	25	26	11	13	5	10	40	39	15	26
Retail distribution	236	308	332	384	20	25	28	32	44	49	60	60
Other distribution	270	276	311	322	28	32	38	36	218	241	263	296
Professional, scientific and miscellaneous services	454	469	570	646	52	52	64	66	151	152	192	197
<b>Total services</b>	<b>1,230</b>	<b>1,309</b>	<b>1,515</b>	<b>1,675</b>	<b>153</b>	<b>162</b>	<b>180</b>	<b>190</b>	<b>612</b>	<b>610</b>	<b>709</b>	<b>815</b>
<b>Personal:</b>												
House purchase	330	333	420	478	16	17	20	23	77	79	94	101
Other personal	487	529	900	1,126	42	45	71	82	96	98	137	169
<b>Total personal</b>	<b>817</b>	<b>863</b>	<b>1,320</b>	<b>1,604</b>	<b>58</b>	<b>62</b>	<b>91</b>	<b>105</b>	<b>173</b>	<b>178</b>	<b>230</b>	<b>270</b>
<b>Total to U.K. residents</b>	<b>5,974</b>	<b>5,954</b>	<b>6,897</b>	<b>7,661</b>	<b>630</b>	<b>639</b>	<b>717</b>	<b>764</b>	<b>2,660</b>	<b>2,854</b>	<b>3,400</b>	<b>4,022</b>
<b>To Overseas residents<sup>(f)</sup></b>	<b>32</b>	<b>30</b>	<b>136</b>	<b>175</b>	<b>2</b>	<b>3</b>	<b>7</b>	<b>11</b>	<b>5,834</b>	<b>6,391</b>	<b>6,342</b>	<b>6,600</b>
<b>Total advances</b>	<b>6,006</b>	<b>5,983</b>	<b>7,033</b>	<b>7,836</b>	<b>632</b>	<b>641</b>	<b>723</b>	<b>776</b>	<b>8,494</b>	<b>9,245</b>	<b>9,742</b>	<b>10,621</b>

(a) The figures include all fixed rate credits for exports and domestic shipbuilding (other than those included in bills discounted and irrespective of amounts refinanced) except for 734 (London clearing banks 697, Scottish clearing banks 37) transferred out of bills discounted into advances at mid-May 1972.

(b) Because of difficulties of classification it is not possible to include advances made by the five finance houses recognised or confirmed as banks in January 1972. At mid-May 1972 these totalled 1,070.

(c) Included in "other manufacturing".

(d) Excluding funds placed through the specialised financial markets.

(e) In the Northern Ireland banks' figures, advances to overseas residents are included indistinguishably with U.K. residents under the appropriate categories.

(f) Largely advances in foreign currencies, including to banks overseas, but excluding funds placed with these banks through the specialised financial markets.

All banks in Great Britain				Change Feb./May 1972				Northern Ireland banks				
1971		1972		Unadjusted	Seasonally adjusted	1971		1972				
Feb.	May	Feb.	May (b)			Feb.	May	Feb.	May			
445	431	427	430	+	3	-	22	6	4		4	4
322	302	337	338	+	1	+	15	(c)	(c)	(c)	(c)	
219	156	173	172	-	1	-	1	6	5	4	5	
453	429	367	350	-	17	-	17					
900	907	907	923	+	16	+	12					
306	320	368	383	+	15	+	15	12	10	4	7	
504	454	463	463	+	—	—	—					
320	305	292	314	+	22	+	12	6	5	6	5	
507	513	470	508	+	38	+	20	30	24	19	20	
3,976	3,816	3,804	3,881	+	77	+	34	22	21	24	25	
528	537	575	608	+	33	+	30	1	1	1	1	
121	125	150	201	+	51	+	52	9	8	8	9	
471	500	608	672	+	64	+	55	32	30	33	35	
1,120	1,161	1,333	1,481	+	148	+	137	1	1	1	1	
128	129	193	228	+	35	+	32	2	2	2	2	
362	412	624	776	+	152	+	152	3	1	2	3	
71	102	114	220	+	106	+	106					
569	643	898	1,203	+	305	+	295					
1,129	1,286	1,828	2,427	+	599	+	585	7	5	5	6	
304	281	301	338	+	37	+	50	2	3	3	3	
138	122	201	241	+	40	+	40					
81	74	45	62	+	17	+	17	18	11	12	11	
300	382	420	477	+	57	+	27	18	16	16	17	
516	549	611	653	+	42	+	45	11	8	8	7	
656	673	826	909	+	83	+	85	31	26	32	26	
1,995	2,080	2,404	2,679	+	275	+	264	80	65	71	64	
423	430	533	602	+	69	+	77	26	28	26	30	
624	673	1,108	1,378	+	270	+	277					
1,048	1,103	1,641	1,979	+	338	+	354	26	28	26	30	
9,268	9,446	11,010	12,447	+	1,437	+	1,374	(e)	(e)	(e)	(e)	
5,868	6,423	6,486	6,786	+	300	+	300	(e)	(e)	(e)	(e)	
15,136 <sup>(g)</sup>	15,869 <sup>(g)</sup>	17,496 <sup>(g)</sup>	19,233 <sup>(g)</sup>	+	1,737	+	1,674	174	152	154	155	

(g) These totals include advances in foreign currencies amounting to:

1,095	1,252	1,343	1,568	to U.K. residents
5,693	6,253	6,154	6,347	to overseas residents
6,788	7,505	7,497	7,914	Total

Table 11 (1)

U.K. banking sector: liabilities and assets<sup>(a)</sup>

£ millions

	End of	Current and deposit accounts <sup>(b)</sup>	Notes in circulation	Net deposits <sup>(c)</sup>	Notes and coin	Money at call and short notice	Bills discounted		
							British government Treasury bills	Other U.K. bills <sup>(d)</sup>	Other
Deposit banks <sup>(g)</sup>	1970 Sept.	12,159 <sup>(h)</sup>	172	..	819	283	230	693	101
	Dec.	12,768	179	..	842	320	444	706	111
	1971 Mar.	12,889	182	..	866	363	183	820	119
	June	12,925	187	..	851	342	218	884	125
	Sept.	13,445	189	..	714	415	196	1,101	120
	Dec.	14,552	200	..	832	475	341	1,027	114
	1972 Mar. <sup>(i)</sup>	{ 14,808	212	..	637	375	75	1,063	116
		{ 14,790	212	..	637	375	75	1,031	116
	June <sup>(k)</sup>	15,683	212	..	665	346	226	550	38
	National Giro	1970 Sept.	49	—	..	1	1	1	1
Dec.		58	—	..	1	6	—	1	—
1971 Mar.		57	—	..	4	3	—	1	—
June		65	—	..	1	6	—	—	—
Sept.		59	—	..	2	2	—	—	—
Dec.		75	—	..	1	7	2	—	—
1972 Mar.		68	—	..	1	4	1	2	—
June		79	—	..	3	5	1	2	—
Accepting houses, overseas banks and other banks	1970 Sept.	17,887	—	..	3	104	36	67	323
	Dec.	19,220	—	..	3	112	50	71	346
	1971 Mar.	19,584	—	..	4	96	54	72	370
	June	20,912	—	..	4	89	33	90	432
	Sept.	21,995	—	..	4	112	82	78	352
	Dec.	22,859	—	..	4	132	161	108	298
	1972 Mar. <sup>(i)</sup>	{ 23,709	—	..	3	133	54	87	312
		{ 24,333	—	..	3	147	55	81	312
	June	27,116	—	..	3	126	59	97	389
	Discount houses	1970 Sept.	165	—	..	—	1	514	672
Dec.		204	—	..	—	1	876	700	7
1971 Mar.		156	—	..	—	5	198	568	11
June		188	—	..	—	3	284	575	17
Sept.		212	—	..	—	9	307	496	18
Dec.		399	—	..	—	13	871	570	23
1972 Mar. <sup>(i)</sup>		{ 550	—	..	—	7	430	545	26
		{ 483	—	..	—	7	430	507	26
June		558	—	..	—	37	476	365	27
Total banking sector		1970 Sept.	30,260 <sup>(h)</sup>	172	29,674	823	389	781	1,433
	Dec.	32,250	179	31,650	846	439	1,370	1,478	464
	1971 Mar.	32,686	182	32,002	874	467	435	1,461	500
	June	34,090	187	33,552	856	440	535	1,549	574
	Sept.	35,711	189	35,039	720	538	585	1,675	490
	Dec.	37,885	200	37,247	837	627	1,375	1,705	435
	1972 Mar. <sup>(i)</sup>	{ 39,135	212	38,261	641	519	560	1,697	454
		{ 39,674	212	38,803	641	533	561	1,621	454
	June <sup>(k)</sup>	43,436	212	42,694	671	514	762	1,014	454

(a) Transactions confined within the U.K. banking sector are excluded.

(b) Including, from their respective dates of issue, negotiable dollar and sterling certificates of deposit.

(c) Current and deposit accounts and issues of dollar and sterling certificates of deposit, other than those held for or by U.K. banks and the discount houses, less 60% of the excess of debit over credit transit items - see additional notes.

(d) Drawn on U.K. residents, including refinancable credits to end-March 1972 and Treasury bills of the Northern Ireland Government.

British government stocks			Other securities	Advances (e)		Net government indebtedness to the Bank of England, Banking Department	Acceptances			End of		
Total	Up to 5 years to maturity	Over 5 years and undated		Reported advances	Advances adjusted for transit items (f)		Total	U.K. residents	Overseas residents			
1,241	736	505	313	6,873	..	620 (h)	82	24	58	1970	Sept. Dec.	Deposit banks (g)
1,247	744	503	320	6,773	..	840	73	29	44			
1,358	701	657	327	7,077	..	683	74	31	43	1971	Mar. June	
1,413	728	685	353	7,222	..	734	68	28	40			
2,177	1,443	734	350	7,111	..	263	57	27	30		Sept. Dec.	
2,235	1,530	705	332	7,626	..	381	52	27	25			
2,022	1,624	398	359	8,526	..	399	51	23	28	1972	Mar. (i)	
2,022	1,624	398	293	8,518	..	399	51	23	28			
1,336	1,062	274	344	10,893	..	318	73	36	37		June (k)	
5	2	3	22	14	..	—	—	—	—	1970	Sept. Dec.	National Giro
6	2	4	20	14	..	—	—	—	—			
8	4	4	18	20	..	—	—	—	—	1971	Mar. June	
12	5	7	19	17	..	—	—	—	—			
16	9	7	19	13	..	—	—	—	—		Sept. Dec.	
23	13	10	17	11	..	—	—	—	—			
22	14	8	16	8	..	—	—	—	—	1972	Mar. June	
20	10	10	16	15	..	—	—	—	—			
355	196	159	432	17,206	..	—	843	516	327	1970	Sept. Dec.	Accepting houses, overseas banks and other banks
354	199	155	505	18,378	..	—	890	552	338			
426	189	237	650	18,860	..	—	844	542	302	1971	Mar. June	
412	170	242	849	19,914	..	—	843	532	311			
494	292	202	637	21,215	..	—	842	538	304		Sept. Dec.	
496	308	188	637	21,666	..	—	862	543	319			
489	303	186	650	22,893	..	—	876	517	359	1972	Mar. (i)	
512	326	186	673	23,674	..	—	876	517	359			
459	290	169	770	26,375	..	—	947	549	398		June	
197	167	30	242	29	..	—	—	—	—	1970	Sept. Dec.	Discount houses
160	151	9	259	27	..	—	—	—	—			
379	253	126	276	43	..	—	—	—	—	1971	Mar. June	
382	326	56	347	44	..	—	—	—	—			
466	419	47	441	51	..	—	—	—	—		Sept. Dec.	
391	354	37	518	85	..	—	—	—	—			
457	410	47	648	58	..	—	—	—	—	1972	Mar. (i)	
457	410	47	640	58	..	—	—	—	—			
287	267	20	679	62	..	—	—	—	—		June	
1,798	1,101	697	1,009	24,122	24,513	620 (h)	925	540	385	1970	Sept. Dec.	Total banking sector
1,767	1,096	671	1,104	25,192	25,592	840	963	581	382			
2,171	1,147	1,024	1,271	26,000	26,456	683	918	573	345	1971	Mar. June	
2,219	1,229	990	1,568	27,197	27,555	734	911	560	351			
3,153	2,163	990	1,447	28,390	28,838	263	899	565	334		Sept. Dec.	
3,145	2,205	940	1,504	29,388	29,814	381	914	570	344			
2,990	2,351	639	1,673	31,485	32,067	399	927	540	387	1972	Mar. (i)	
3,013	2,374	639	1,622	32,258	32,838	399	927	540	387			
2,102	1,629	473	1,809	37,345	37,842	318	1,020	585	435		June (k)	

(e) Includes funds placed through the specialised financial markets.

(f) See additional notes.

(g) Including the Bank of England, Banking Department.

(h) Affected by a change in the method of accounting; see additional notes to Table 5.

(i) Before and after the inclusion of new contributors; see additional notes.

(k) After the transfer of refinancable credits out of bills discounted into advances; see additional notes.

Table 11 (2)

## U.K. banking sector: analysis of current and deposit accounts

£ millions

	End of	Total	U.K. residents						Negotiable sterling certificates of deposit (a)	Overseas residents (b)		
			Total	Government	Local authorities	Public corporations	Financial institutions	Companies			Other	
Deposit banks(c)	1970 Sept.	12,159 <sup>(d)</sup>	11,582	200	102	64	358	1,821	9,037	—	577 <sup>(d)</sup>	
	Dec.	12,768	12,200	210	133	76	402	2,057	9,322	—	568	
	1971 Mar.	12,889	12,356	239	115	123	369	2,036	9,474	—	533	
	June	12,925	12,346	206	148	76	376	1,910	9,630	—	579	
	Sept.	13,445	12,796	215	122	71	402	2,046	9,940	9	640	
	Dec.	14,552	13,543	203	164	72	485	2,384	10,235	81	928	
	1972 Mar. (e)	14,808	13,568	250	133	93	397	2,263	10,432	102	1,138	
	June	14,790	13,554	250	133	93	389	2,257	10,432	98	1,138	
	June	15,683	14,120	187	153	78	513	2,288	10,901	190	1,373	
	National Giro	1970 Sept.	49	49	10	2	16	2	3	16	—	—
Dec.		58	58	15	9	13	1	4	16	—	—	
1971 Mar.		57	57	16	2	14	3	4	18	—	—	
June		65	65	10	12	16	2	5	20	—	—	
Sept.		59	59	12	2	17	2	5	21	—	—	
Dec.		75	75	14	10	17	2	6	26	—	—	
1972 Mar.		68	68	15	2	18	2	5	26	—	—	
June		79	79	12	13	19	2	6	27	—	—	
Accepting houses, overseas banks and other banks		1970 Sept.	17,887	2,749	3	11	32	677	1,395	631	227	14,911
		Dec.	19,220	2,822	3	18	24	694	1,419	664	228	16,170
	1971 Mar.	19,584	2,762	3	15	15	606	1,452	671	280	16,542	
	June	20,912	2,884	4	13	20	635	1,533	679	423	17,605	
	Sept.	21,995	2,863	6	11	25	568	1,596	657	471	18,661	
	Dec.	22,859	3,005	5	11	33	622	1,633	701	625	19,229	
	1972 Mar. (e)	23,709	3,539	11	10	24	856	1,801	837	534	19,636	
	June	24,333	4,042	11	11	24	993	2,038	965	524	19,767	
	June	27,116	4,506	9	19	35	1,251	2,266	926	864	21,746	
	Discount houses	1970 Sept.	165	142	—	—	—	72	32	38	—	23
Dec.		204	181	—	—	—	65	56	60	—	23	
1971 Mar.		156	140	—	—	—	89	28	23	—	16	
June		188	166	—	—	—	79	46	41	—	22	
Sept.		212	189	—	—	—	104	52	33	—	23	
Dec.		399	320	—	15	—	162	90	53	—	79	
1972 Mar. (e)		550	380	—	1	—	158	149	72	—	170	
June		483	313	—	1	—	131	109	72	—	170	
June		558	298	—	—	—	151	68	79	—	260	
Total banking sector		1970 Sept.	30,260 <sup>(d)</sup>	14,522	213	115	112	1,109	3,251	9,722	227	15,511 <sup>(d)</sup>
	Dec.	32,250	15,261	228	160	113	1,162	3,536	10,062	228	16,761	
	1971 Mar.	32,686	15,315	258	132	152	1,067	3,520	10,186	280	17,091	
	June	34,090	15,461	220	173	112	1,092	3,494	10,370	423	18,206	
	Sept.	35,711	15,907	233	135	113	1,076	3,699	10,651	480	19,324	
	Dec.	37,885	16,943	222	200	122	1,271	4,113	11,015	706	20,236	
	1972 Mar. (e)	39,135	17,555	276	146	135	1,413	4,218	11,367	636	20,944	
	June	39,674	17,977	276	147	135	1,515	4,409	11,495	622	21,075	
	June	43,436	19,003	208	185	132	1,917	4,628	11,933	1,054	23,379	

(a) The division between the different groups of banks is an estimate related to total issues of negotiable sterling certificates of deposit. It is not possible, however, to provide any satisfactory breakdown of the total between the various types of holder. Identified holdings of overseas residents are given in the additional notes to Table 24; other non-bank holdings are probably largely confined to financial institutions and companies.

(b) Including net liabilities to offices abroad, and deposits and advances from banks abroad, and issues of negotiable dollar certificates of deposit.

(c) Including the Bank of England, Banking Department.

(d) Affected by a change in the method of accounting; see additional notes to Table 5.

(e) Before and after the inclusion of new contributors; see additional notes.

Table 11 (3)

U.K. banking sector: analysis of advances<sup>(a)</sup>

£ millions

	End of	Total	U.K. residents							Overseas residents <sup>(c)</sup>		
			Total	Government	Local authorities <sup>(b)</sup>	Public corporations	Financial institutions <sup>(b)</sup>	Companies	Other			
Deposit banks <sup>(d)</sup>	1970	Sept.	6,873	6,417	4	82	148	216	4,075	1,892	456	
		Dec.	6,773	6,282	5	83	220	209	3,918	1,847	491	
	1971	Mar.	7,077	6,573	5	161	247	234	4,122	1,804	504	
		June	7,222	6,657	8	80	199	245	4,154	1,971	565	
		Sept.	7,111	6,506	6	121	202	270	3,802	2,105	605	
		Dec.	7,626	6,885	6	171	240	315	3,828	2,325	741	
	1972	Mar. <sup>(e)</sup>	{ 8,526	7,810	10	195	134	378	4,299	2,794	716	
			{ 8,518	7,802	10	195	134	375	4,294	2,794	716	
		June <sup>(f)</sup>	10,893	9,758	9	363	221	494	5,009	3,662	1,135	
	National Giro	1970	Sept.	14	14	—	14	—	—	—	—	—
Dec.			14	14	—	14	—	—	—	—	—	
1971		Mar.	20	20	—	20	—	—	—	—	—	
		June	17	17	—	17	—	—	—	—	—	
		Sept.	13	13	—	13	—	—	—	—	—	
		Dec.	11	11	—	11	—	—	—	—	—	
1972		Mar.	8	8	—	8	—	—	—	—	—	
		June	15	15	—	15	—	—	—	—	—	
Accepting houses, overseas banks and other banks		1970	Sept.	17,206	3,969	—	1,704	23	361	1,721	160	13,237
			Dec.	18,378	4,277	—	1,727	28	376	1,982	164	14,101
	1971	Mar.	18,860	4,655	—	1,967	36	384	2,084	184	14,205	
		June	19,914	4,952	—	2,142	34	411	2,193	172	14,962	
		Sept.	21,215	5,259	—	2,161	36	511	2,353	198	15,956	
		Dec.	21,666	5,575	—	2,035	57	682	2,574	227	16,091	
	1972	Mar. <sup>(e)</sup>	{ 22,893	6,082	—	1,962	67	910	2,910	233	16,811	
			{ 23,674	6,839	—	1,974	68	876	3,286	635	16,835	
		June	26,375	7,484	—	1,859	119	1,101	3,652	753	18,891	
	Discount houses	1970	Sept.	29	29	—	3	—	20	5	1	—
Dec.			27	27	—	5	—	15	6	1	—	
1971		Mar.	43	43	—	4	—	31	6	2	—	
		June	44	43	—	4	—	29	8	2	1	
		Sept.	51	51	—	4	—	32	12	3	—	
		Dec.	85	85	—	34	—	19	29	3	—	
1972		Mar. <sup>(e)</sup>	{ 58	56	—	1	—	23	26	6	2	
			{ 58	56	—	1	—	23	26	6	2	
		June	62	62	—	3	—	28	27	4	—	
Total banking sector		1970	Sept.	24,122	10,429	4	1,803	171	597	5,801	2,053	13,693
	Dec.		25,192	10,600	5	1,829	248	600	5,906	2,012	14,592	
	1971	Mar.	26,000	11,291	5	2,152	283	649	6,212	1,990	14,709	
		June	27,197	11,669	8	2,243	233	685	6,355	2,145	15,528	
		Sept.	28,390	11,829	6	2,299	238	813	6,167	2,306	16,561	
		Dec.	29,388	12,556	6	2,251	297	1,016	6,431	2,555	16,832	
	1972	Mar. <sup>(e)</sup>	{ 31,485	13,956	10	2,166	201	1,311	7,235	3,033	17,529	
			{ 32,258	14,705	10	2,178	202	1,274	7,606	3,435	17,553	
		June <sup>(f)</sup>	37,345	17,319	9	2,240	340	1,623	8,688	4,419	20,026	

(a) See the footnotes to this item in Table 11 (1).

(b) Including funds placed through the specialised financial markets.

(c) Including net claims on offices abroad.

(d) Including the Bank of England, Banking Department.

(e) Before and after the inclusion of new contributors; see additional notes.

(f) After the transfer of refinancable credits out of bills discounted into advances; see additional notes.

Table 11 (4)

## U.K. banking sector: monthly changes in assets and liabilities

£ millions

Month ending	Assets									
	Total assets	Lending to public sector				Lending to private sector			Lending to overseas	
		Unadjusted	Seasonally adjusted	Central government	Other	Sterling(a)			Sterling	Other currencies(b)
						Unadjusted	Seasonally adjusted	Other currencies(b)		
1	2	3	4	5	6	7	8			
1971 Oct. 20	+ 834	+205	- 41	+ 87	+118	+401	+471	- 13	+ 4	+ 237
Nov. 17	+ 337	+ 66	+ 20	+ 78	- 12	+199	+280	+ 4	-29	+ 97
Dec. 8	+1,026	+427	+398	+453	- 26	+186	+188	+ 43	+37	+ 333
1972 Jan. 19	+ 284	+221	+ 83	+254	- 33	+449	+525	+ 8	+38	- 432
Feb. 16	+ 13	-703	-177	-653	- 50	+437	+225	+ 1	-35	+ 313
Mar. 15(c)	+ 852	-332	-104	-382	+ 50	+556	+455	+ 94	+43	+ 491
Apr. 19	+1,020	+273	- 31	+ 98	+175	+352	+447	+101	+20	+ 274
May 17	+ 460	-268	-102	-319	+ 51	+631	+579	+ 13	-24	+ 108
June 21	+1,317	+ 81	- 23	- 44	+125	+477	+498	+ 88	+51	+ 620
July 19	+2,048	-447	-447	-381	- 66	+913	+795	+144	+ 8	+1,430

Month ending	Liabilities									
	Total liabilities	Domestic deposits					Overseas deposits			Non-deposit liabilities (net)
		Unadjusted	Seasonally adjusted	Public sector deposits	Resident private sector deposits		Other currencies(b)	Sterling	Other currencies(b)	
					Sterling current accounts(a)	Sterling deposit accounts				
9	10	11	12	13	14	15	16	17		
1971 Oct. 20	+ 834	+385	+220	+103	+332		-50	+175	+ 281	- 7
Nov. 17	+ 337	+254	+260	- 56	+123	+175	+12	- 23	+ 48	+ 58
Dec. 8	+1,026	+253	+200	- 52	+258	+ 89	-42	+423	+ 403	- 53
1972 Jan. 19	+ 284	+484	+400	+147	-104	+444	- 3	- 89	- 221	+110
Feb. 16	+ 13	-390	- 70	- 63	-216	-127	+16	+ 85	+ 215	+103
Mar. 15(c)	+ 852	+371	+500	- 40	+257	+115	+39	+127	+ 544	-190
Apr. 19	+1,020	+722	+510	+ 33	+345	+335	+ 9	- 68	+ 311	+ 55
May 17	+ 460	+162	+260	+ 26	- 5	+133	+ 8	+ 74	+ 128	+ 96
June 21	+1,317	+854	+800	- 12	+283	+575	+ 8	- 59	+ 581	- 59
July 19	+2,048	+548	+450	+ 24	- 25	+467	+82	- 40	+1,351	+189

Month ending	Money stock					
	Notes and coin in circulation with public		M <sub>1</sub> (d)		M <sub>3</sub> (e)	
	Unadjusted	Seasonally adjusted	Unadjusted	Seasonally adjusted	Unadjusted	Seasonally adjusted
1971 Oct. 20	+ 9	+40	.	.	+394	+260
Nov. 17	+ 25	+20	+148	+ 70	+279	+280
Dec. 8	+ 90	-	+348	+160	+343	+200
1972 Jan. 19	- 99	+60	-203	-	+385	+460
Feb. 16	+ 57	+40	-159	-	-333	- 30
Mar. 15(c)	+ 48	+20	+305	+340	+419	+520
Apr. 19	+ 39	+20	+384	+160	+761	+530
May 17	+ 73	+60	+ 68	+160	+235	+320
June 21	+ 49	+20	+332	+280	+903	+820
July 19	+109	+30	+ 84	- 60	+657	+480

(a) Includes an adjustment for transit items; see additional notes.

(b) Including currencies of overseas sterling countries; the figures may be affected by changes in exchange rates.

(c) For the treatment of new contributors see additional notes.

(d) M<sub>1</sub> equals columns 12+18.(e) M<sub>3</sub> equals columns 10+18.

**Table 12**  
**Money stock**

£ millions

	Money stock				Banking sector sterling liabilities (c)	Notes and coin in circulation with public (d)	Resident private sector deposits with: (e)					Public sector deposits with banks	60% of transit items (h)	Over-seas sector sterling deposits with banking sector
	M <sub>1</sub> (a)		M <sub>3</sub> (b)				Banks (f)							
	Un-adjusted	Seasonally adjusted	Un-adjusted	Seasonally adjusted			Sterling current accounts	Sterling deposit accounts	Other currency accounts (g)	Dis-count houses				
	1	2	3	4	5	6	7	8	9	10	11			
<b>Quarterly series</b>														
1968 Mar. 31	8,210	8,190	14,748	14,900	13,553	2,851	5,726	5,834	238	83	383	367	1,527	
June 30	8,356	8,350	15,270	15,370	13,950	2,910	5,820	6,164	263	109	378	374	1,479	
Sept. 30	8,461	8,550	15,444	15,540	14,385	2,804	6,146	6,222	294	86	381	489	1,550	
Dec. 31	8,784	8,580	16,092	15,800	14,799	2,859	6,364	6,481	335	102	390	439	1,462	
1969 Mar. 31	8,339	8,480	15,790	16,010	14,531	2,914	5,993	6,553	349	111	438	568	1,436	
June 30	8,188	8,330	15,737	15,890	14,390	2,909	5,795	6,613	419	92	425	516	1,465	
Sept. 30	8,312	8,370	15,934	16,010	14,450	2,857	5,904	6,636	465	85	436	449	1,389	
Dec. 31	8,812	8,590	16,596	16,270	15,131	3,006	6,319	6,770	464	93	457	513	1,492	
1970 Mar. 31	8,507	8,620	16,161	16,350	14,954	3,040	6,174	6,614	450	85	505	707	1,576	
June 30	8,852	8,950	16,893	17,010	15,510	3,081	6,294	6,907	514	137	483	523	1,689	
Sept. 30	9,032	9,100	17,281	17,360	15,987	3,154	6,464	7,147	520	142	440	586	1,794	
Dec. 31	9,635	9,400	18,175	17,850	16,764	3,320	6,915	7,349	509	181	501	600	1,818	
1971 Mar. 31	9,691	9,810	18,192	18,370	16,942	3,324	7,051	7,330	489	140	542	684	1,879	
June 30	9,831	9,920	18,662	18,770	17,276	3,373	6,996	7,653	507	166	505	538	1,956	
Sept. 30 (l)	10,210	10,290	19,112	19,210	18,124	3,454	7,428	7,720	512	189	481	672	2,306	
Dec. 31	11,107	10,840	20,541	20,230	19,948	3,589	8,156	8,155	430	305	544	638	2,788	
1972 Mar. 31 (k)	11,184	11,260	21,001	21,140	20,429	3,755	8,303	8,352	529	379	557	874	2,838	
June 30	11,241	11,310	21,411	21,550	20,968	3,755	8,357	8,771	529	312	558	871	2,970	
	11,753	11,810	23,105	23,210	22,328	3,860	8,635	9,917	612	298	525	742	2,953	
<b>Monthly series</b>														
1971 June 16	..	..	18,287	18,350	16,882	3,322	14,311		491	188	430	455	1,953	
July 21	..	..	18,605	18,480	17,276	3,416	14,535		496	147	506	495	2,088	
Aug. 18	..	..	18,663	18,640	17,412	3,355	14,625		521	146	459	443	2,182	
Sept. 15	..	..	18,753	18,820	17,609	3,345	14,762		542	200	421	517	2,226	
Oct. 20	10,108	10,160	19,148	19,080	18,216	3,354	7,262	7,765	500	251	524	508	2,414	
Nov. 17	10,256	10,230	19,427	19,360	18,410	3,379	7,360	7,922	512	269	468	483	2,391	
Dec. 8	10,604	10,390	19,770	19,560	19,154	3,469	7,644	7,985	470	295	416	509	2,814	
1972 Jan. 19	10,401	10,390	20,155	20,020	19,553	3,370	7,541	8,408	467	316	563	510	2,725	
Feb. 16	10,242	10,390	19,822	19,990	19,192	3,427	7,285	8,278	483	319	500	470	2,810	
Mar. 15 (k)	10,547	10,730	20,241	20,510	19,666	3,475	7,557	8,333	522	379	460	485	2,937	
	10,620	10,810	20,679	20,950	20,235	3,474	7,630	8,758	522	319	460	484	3,068	
Apr. 19	11,004	10,970	21,440	21,480	20,939	3,513	8,034	9,086	531	326	493	543	3,000	
May 17	11,072	11,130	21,675	21,800	21,188	3,586	8,050	9,254	539	291	519	564	3,074	
June 21	11,404	11,410	22,578	22,620	21,937	3,635	8,295	9,724	547	396	507	526	3,015	
July 19	11,488	11,350	23,235	23,100	22,372	3,744	8,279	10,313	629	274	531	535	2,975	

(a) M<sub>1</sub> equals columns 4+5-10.

(b) M<sub>3</sub> equals M<sub>1</sub>+ columns 6+7+8+9.

(c) Column 3 equals columns 5+6+8+9+11.

(d) The amount of coin within these figures includes an allowance for wastage, hoarding, etc.

(e) Gross deposits before deducting transit items; private sector excludes banks.

(f) Includes the National Giro from October 1968.

(g) The sterling value of deposits in other currencies, which include currencies of overseas sterling countries, may be affected by changes in exchange rates.

(h) See additional notes.

(i) There is a break in the series in columns 1, 5 and 6 after this date; see additional notes.

(k) Before and after the inclusion of new contributors; see additional notes.

Table 13

Stock exchange transactions<sup>(a)</sup>

	Number of business days	London stock exchange							Scottish stock exchange				
		Total	British government stocks			U.K. local authority securities	Overseas government, provincial and municipal securities	Company securities		Total	British government stocks	Other fixed interest securities	Ordinary shares
			Total	Up to 5 years to maturity	Over 5 years and undated			Debentures, preference shares, etc.	Ordinary shares				
Value of turnover: £ millions													
1971 1st qtr.	63	<b>15,402</b>	12,662	4,868	7,793	276	36	300	2,128	<b>145</b>	27	29	89
2nd "	62	<b>13,830</b>	9,485	4,574	4,911	429	53	395	3,468	<b>174</b>	22	15	137
3rd "	65	<b>17,688</b>	12,880	6,301	6,579	372	60	470	3,906	<b>167</b>	16	11	140
4th "	65	<b>17,331</b>	12,431	6,319	6,112	443	69	514	3,875	<b>157</b>	17	16	124
1972 1st qtr.	64	<b>18,015</b>	11,481	4,909	6,572	384	75	589	5,486	<b>198</b>	21	13	164
2nd "	63	<b>16,044</b>	9,495	5,142	4,353	358	54	492	5,644	<b>211</b>	23	11	177
1971 Apr.	20	<b>4,718</b>	3,259	1,425	1,834	160	16	115	1,168	<b>63</b>	10	9	45
May	20	<b>4,742</b>	3,186	1,456	1,730	125	21	161	1,250	<b>61</b>	5	4	53
June	22	<b>4,370</b>	3,040	1,694	1,346	144	16	119	1,051	<b>50</b>	7	3	40
July	22	<b>6,018</b>	4,235	2,285	1,950	89	17	142	1,534	<b>60</b>	4	4	52
Aug.	21	<b>4,526</b>	3,122	1,604	1,518	107	16	137	1,145	<b>52</b>	5	3	44
Sept.	22	<b>7,145</b>	5,523	2,412	3,110	176	27	192	1,227	<b>54</b>	6	4	44
Oct.	21	<b>5,621</b>	4,144	2,015	2,128	135	27	162	1,153	<b>43</b>	3	3	36
Nov.	22	<b>6,376</b>	4,725	2,235	2,490	200	25	168	1,258	<b>56</b>	8	8	41
Dec.	22	<b>5,335</b>	3,562	2,069	1,493	108	17	184	1,463	<b>58</b>	6	5	48
1972 Jan.	21	<b>8,064</b>	5,833	2,240	3,593	149	25	191	1,867	<b>62</b>	7	4	52
Feb.	21	<b>4,862</b>	2,779	1,195	1,584	120	27	200	1,736	<b>66</b>	8	5	54
Mar.	22	<b>5,088</b>	2,870	1,475	1,395	115	22	198	1,883	<b>69</b>	6	4	58
Apr.	19	<b>4,163</b>	1,960	934	1,027	120	15	163	1,904	<b>69</b>	4	3	62
May	22	<b>5,433</b>	3,020	1,483	1,537	109	27	189	2,088	<b>74</b>	6	4	64
June	22	<b>6,448</b>	4,515	2,725	1,790	129	12	140	1,652	<b>67</b>	12	3	52
July	21	<b>4,135</b>	2,386	1,159	1,228	100	10	134	1,505	<b>56</b>	8	3	46
Number of transactions: thousands													
1971 1st qtr.	63	<b>1,166</b>	115	31	84	21	7	130	893	<b>61</b>	4	9	48
2nd "	62	<b>1,685</b>	128	35	92	22	9	186	1,340	<b>87</b>	5	11	70
3rd "	65	<b>1,853</b>	144	39	104	23	10	200	1,477	<b>88</b>	5	12	71
4th "	65	<b>1,919</b>	144	38	106	28	11	188	1,548	<b>90</b>	5	12	73
1972 1st qtr.	64	<b>2,496</b>	139	36	103	28	12	231	2,087	<b>106</b>	4	13	89
2nd "	63	<b>2,314</b>	125	32	93	22	10	184	1,972	<b>100</b>	4	11	85
1971 Apr.	20	<b>542</b>	43	12	31	7	3	61	428	<b>28</b>	2	4	23
May	20	<b>605</b>	42	12	31	8	3	61	491	<b>32</b>	2	4	26
June	22	<b>538</b>	42	12	30	7	3	64	422	<b>27</b>	2	4	22
July	22	<b>685</b>	49	14	35	7	3	71	554	<b>31</b>	2	4	26
Aug.	21	<b>552</b>	41	12	29	7	3	62	440	<b>27</b>	1	4	21
Sept.	22	<b>617</b>	54	14	40	9	4	68	483	<b>31</b>	2	5	24
Oct.	21	<b>616</b>	49	12	37	10	3	61	492	<b>30</b>	2	4	24
Nov.	22	<b>635</b>	52	14	38	10	4	67	502	<b>30</b>	2	5	23
Dec.	22	<b>668</b>	43	12	31	8	4	60	553	<b>31</b>	1	4	25
1972 Jan.	21	<b>841</b>	52	14	38	10	4	66	709	<b>34</b>	1	4	29
Feb.	21	<b>782</b>	43	11	32	9	3	71	656	<b>33</b>	1	4	28
Mar.	22	<b>873</b>	44	11	33	9	4	94	722	<b>38</b>	1	4	33
Apr.	19	<b>811</b>	35	9	26	7	3	61	706	<b>36</b>	1	3	32
May	22	<b>855</b>	43	10	33	8	4	69	732	<b>36</b>	1	4	30
June	22	<b>647</b>	48	13	34	7	3	55	534	<b>28</b>	2	3	23
July	21	<b>537</b>	34	9	24	5	2	45	451	<b>24</b>	1	2	21

(a) Figures for the two stock exchanges are not strictly comparable; see additional notes.

Table 14

## Transactions in British government stocks on the London stock exchange

£ millions: percentages of total in italics

	Holdings at 31.3.1971 (a)		Turnover											
			1970		1971				1972					
			Year	2nd quarter	3rd quarter	4th quarter	Year	1st quarter						
<b>Up to 5-year stocks</b>														
Official holders <sup>(b)</sup>	1,640	26	3,039	23	1,242	27	1,233	20	760	12	4,432	20	437	9
Banks <sup>(c)</sup>	894	14	930	7	385	8	515	8	445	7	1,830	8	325	7
Discount market <sup>(d)</sup>	253	4	5,170	40	2,227	49	2,454	39	2,712	43	..	..	2,121	43
<b>Other financial institutions</b>														
Insurance companies	68	1	401	3	127	3	115	2	133	2	617	3	104	2
Pension funds	79	1	246	2	113	2	101	2	96	2	546	2	124	3
Building societies	673	11	568	4	154	3	304	5	274	4	865	4	112	2
National Savings Bank, investment account; and trustee savings banks, special investment departments	101	2	128	1	35	1	19	—	24	—	97	—	20	—
Investment and unit trusts	21	—	84	1	11	—	25	—	13	—	63	—	22	—
<b>Total other financial institutions</b>	<b>942</b>	<b>15</b>	<b>1,427</b>	<b>11</b>	<b>440</b>	<b>10</b>	<b>564</b>	<b>9</b>	<b>540</b>	<b>9</b>	<b>2,188</b>	<b>10</b>	<b>382</b>	<b>8</b>
<b>Other holders (residual)</b>	<b>2,545</b>	<b>41</b>	<b>2,375</b>	<b>18</b>	<b>280</b>	<b>6</b>	<b>1,535</b>	<b>24</b>	<b>1,862</b>	<b>29</b>	<b>..</b>	<b>..</b>	<b>1,644</b>	<b>33</b>
<b>Total</b>	<b>6,274</b>	<b>100</b>	<b>12,941</b>	<b>100</b>	<b>4,574</b>	<b>100</b>	<b>6,301</b>	<b>100</b>	<b>6,319</b>	<b>100</b>	<b>22,062</b>	<b>100</b>	<b>4,909</b>	<b>100</b>
<b>Over 5-year stocks</b>														
Official holders <sup>(b)</sup>	4,278	25	3,600	25	1,133	23	1,397	21	986	16	5,454	21	784	12
Banks <sup>(c)</sup>	898	5	715	5	180	4	225	3	230	4	880	3	285	4
Discount market <sup>(d)</sup>	126	1	..	..	457	9	462	7	650	11	..	..	427	6
<b>Other financial institutions</b>														
Insurance companies	3,391	20	2,528	18	691	14	946	14	846	14	3,662	14	1,243	19
Pension funds	1,316	8	1,788	12	642	13	790	12	676	11	3,048	12	729	11
Building societies	356	2	178	1	104	2	207	3	203	3	626	2	149	2
National Savings Bank, investment account; and trustee savings banks, special investment departments	481	3	125	1	69	1	58	1	93	2	280	1	82	1
Investment and unit trusts	98	1	236	2	87	2	56	1	99	2	355	1	102	2
<b>Total other financial institutions</b>	<b>5,642</b>	<b>34</b>	<b>4,855</b>	<b>34</b>	<b>1,593</b>	<b>32</b>	<b>2,057</b>	<b>31</b>	<b>1,917</b>	<b>31</b>	<b>7,971</b>	<b>31</b>	<b>2,305</b>	<b>35</b>
<b>Other holders (residual)</b>	<b>5,849</b>	<b>35</b>	<b>5,240</b>	<b>36</b>	<b>1,548</b>	<b>32</b>	<b>2,438</b>	<b>37</b>	<b>2,329</b>	<b>38</b>	<b>..</b>	<b>..</b>	<b>2,771</b>	<b>42</b>
<b>Total</b>	<b>16,793</b>	<b>100</b>	<b>14,410</b>	<b>100</b>	<b>4,911</b>	<b>100</b>	<b>6,579</b>	<b>100</b>	<b>6,112</b>	<b>100</b>	<b>25,395</b>	<b>100</b>	<b>6,572</b>	<b>100</b>

(a) Mostly nominal values, as in the article "Distribution of the national debt: March 1971" in the March *Bulletin*, page 64.

(b) Includes the Issue and Banking Departments of the Bank of England, the National Debt Commissioners and government departments.

(c) Figures of turnover are estimates and therefore rounded to the nearest £5 million.

(d) Before the second quarter of 1971, figures for discount market turnover in over 5-year stocks are included indistinguishably in the figures for turnover in up to 5-year stocks.

**Table 15**
**Capital issues on the U.K. market<sup>(a)</sup>**
**1 Gross issues (including international issues)<sup>(b)</sup>**

£ millions

	Total gross issues	U.K. borrowers									Overseas borrowers				
		Total U.K.	Local authorities		Quoted public companies					Public authorities		Companies			
			Stocks (c)	Bonds (all placings)	Total	Public issues and offers for sale			Issues to shareholders		Total overseas	Public issues	Placings	Public issues	Placings
						Tenders	Placings	Ordinary shares	Preference and loan capital						
1969	<b>1,248.3</b>	1,008.7	64.3	310.3	634.1	112.4	10.0	139.2	175.5	196.9	239.6	2.7	29.1	23.1	184.7
1970	<b>981.6</b>	820.4	120.0	339.0	361.4	28.6	37.2	140.2	62.7	92.6	161.1	14.0	50.1	26.5	70.4
1971	<b>1,514.7</b>	1,248.1	101.7	520.4	626.0	102.3	34.3	253.4	169.9	66.1	266.6	14.4	65.4	5.3	181.5
1972 1st qtr.	<b>507.9</b>	394.3	62.0	101.3	231.0	64.2	12.2	77.0	46.0	31.6	113.6	9.0	19.5	2.2	83.0
2nd "	<b>691.0</b>	595.0	18.6	143.9	432.4	158.2	2.3	69.6	188.0	14.3	96.0	—	11.6	—	84.4
1972 Jan.	<b>211.7</b>	145.5	36.3	27.0	82.2	20.4	6.7	52.0	2.0	1.1	66.2	3.5	14.2	—	48.5
Feb.	<b>117.5</b>	87.9	7.8	36.0	44.1	13.5	—	8.9	5.4	16.5	29.6	5.5	5.2	—	18.9
Mar.	<b>178.7</b>	160.9	18.0	38.3	104.6	30.3	5.6	16.3	38.6	13.9	17.8	—	—	2.2	15.6
Apr.	<b>193.6</b>	178.8	4.2	42.7	131.9	36.0	—	25.8	66.0	4.0	14.8	—	6.7	—	8.1
May	<b>258.4</b>	223.3	8.0	64.0	151.3	46.3	1.3	19.9	80.3	3.5	35.1	—	1.3	—	33.7
June	<b>239.1</b>	192.9	6.4	37.2	149.3	75.8	1.0	23.9	41.7	6.8	46.2	—	3.5	—	42.6
July	<b>140.6</b>	121.4	5.0	30.6	85.9	15.9	3.1	21.5	42.9	2.4	19.2	—	—	—	19.2
Aug.	<b>155.0</b>	138.4	2.0	52.7	83.8	22.8	4.8	24.8	9.6	21.8	16.6	—	0.9	—	15.7

**2 Net issues (excluding international issues)**

£ millions

	Issues and redemptions			Analysis of net issues													
	Gross issues	Re-demptions	Net issues	By class of capital						By U.K. borrowers				By overseas borrowers			
				Ordinary shares	Preference shares	Loan capital	Total U.K.	Local authorities	Quoted public companies		Total overseas	Commonwealth		Other overseas			
									Quoted securities	Un-quoted securities		Public authorities	Companies	Public authorities	Companies		
1969	1,039.6	355.3	<b>684.3</b>	210.5	— 0.6	474.4	692.3	73.2	603.8	15.3	— 8.0	— 31.7	2.8	— 6.6	27.5		
1970	810.7	447.2	<b>363.6</b>	83.2	12.4	268.0	376.0	100.2	275.8	—	— 12.4	— 13.6	4.3	— 5.9	2.8		
1971	1,263.3	490.3	<b>773.0</b>	253.6	11.4	508.0	783.2	246.6	536.6	—	— 10.2	— 48.5	—	20.4	17.9		
1972 1st qtr.	415.3	87.8	<b>327.5</b>	123.9	6.4	197.2	326.7	98.5	227.2	1.0	0.8	— 9.8	2.2	8.4	—		
2nd "	584.8	193.5	<b>391.3</b>	346.7	6.5	38.1	392.3	— 23.8	416.1	—	— 1.0	— 4.6	3.8	0.2	—		
1972 Jan.	158.8	15.8	<b>143.0</b>	35.6	0.1	107.3	130.8	49.2	81.6	—	12.2	3.0	—	9.2	—		
Feb.	93.5	22.9	<b>70.6</b>	19.4	0.8	50.4	65.4	21.7	42.7	1.0	5.2	5.2	—	—	—		
Mar.	163.0	49.1	<b>113.9</b>	68.9	5.5	39.5	130.5	27.6	102.9	—	— 16.6	— 18.0	2.2	0.8	—		
Apr.	178.7	25.1	<b>153.6</b>	101.5	—	52.1	153.6	22.6	131.0	—	—	—	—	—	—		
May	216.8	86.8	<b>130.0</b>	125.4	3.9	0.7	129.4	— 13.6	143.0	—	0.6	—	0.8	0.2	—		
June	189.3	81.6	<b>107.7</b>	119.8	2.6	— 14.7	109.3	— 32.8	142.1	—	— 1.6	— 4.6	3.0	—	—		
July	118.7	31.2	<b>87.5</b>	61.3	3.1	23.1	88.4	5.4	82.4	0.6	— 0.9	— 0.9	—	—	—		
Aug.	136.4	52.7	<b>83.7</b>	41.6	4.1	38.0	83.7	2.7	77.5	3.5	—	—	—	—	—		

(a) Excluding securities of the British Government and nationalised industries, net acquisitions of which by the public are recorded in Table 3 (1).

(b) See additional notes.

(c) All public issues except for issues by tender raising 8.8 in 1969, 40.7 in 1970, 48.8 in 1971 and 24.5 in January to August 1972.

### 3 Net domestic issues by quoted U.K. public companies

£ millions

	All companies				Financial						Industrial and commercial			
	By class of capital				By type of institution						By class of capital			
	Total	Ordinary shares	Preference shares	Loan capital(a)	Total	Banks and discount houses	Investment trust companies	Insurance companies	Hire purchase finance houses	Special finance agencies	Total	Ordinary shares	Preference shares	Loan capital
1969	<b>619.1</b>	209.0	— 0.6	410.7	<b>107.4</b>	11.8	50.2	2.8	1.7	40.9	<b>511.7</b>	176.6	— 1.1	336.2
1970	<b>275.8</b>	76.0	12.4	187.4	<b>82.1</b>	27.0	19.1	1.5	0.4	34.1	<b>193.7</b>	39.1	12.4	142.2
1971	<b>536.6</b>	252.1	11.4	273.1	<b>173.4</b>	4.4	116.1	—	20.2	32.7	<b>363.2</b>	149.0	11.4	202.8
1972 1st qtr.	<b>228.2</b>	121.7	6.4	100.1	<b>113.9</b>	14.9	86.8	—	—	12.2	<b>114.3</b>	42.8	6.1	65.4
2nd „	<b>416.1</b>	342.9	6.5	66.7	<b>239.0</b>	9.4	193.4	35.7	—	0.5	<b>177.1</b>	123.1	3.1	50.9
1972 Jan.	<b>81.6</b>	35.6	0.1	45.9	<b>44.5</b>	2.5	33.5	—	—	8.5	<b>37.1</b>	2.1	0.1	34.9
Feb.	<b>43.7</b>	19.4	0.8	23.5	<b>34.1</b>	1.8	29.4	—	—	2.9	<b>9.6</b>	5.5	0.5	3.6
Mar.	<b>102.9</b>	66.7	5.5	30.7	<b>35.3</b>	10.6	23.9	—	—	0.8	<b>67.6</b>	35.2	5.5	26.9
Apr.	<b>131.0</b>	101.5	—	29.5	<b>33.8</b>	0.7	32.6	—	—	0.5	<b>97.2</b>	69.0	—	28.2
May	<b>143.0</b>	124.6	3.9	14.5	<b>98.0</b>	— 0.1	64.4	33.7	—	—	<b>45.0</b>	31.0	1.3	12.7
June	<b>142.1</b>	116.8	2.6	22.7	<b>107.2</b>	8.8	96.4	2.0	—	—	<b>34.9</b>	23.1	1.8	10.0
July	<b>83.0</b>	61.3	3.1	18.6	<b>19.0</b>	7.5	11.2	—	0.3	—	<b>64.0</b>	50.3	3.1	10.6
Aug.	<b>81.0</b>	41.6	4.1	35.3	<b>43.6</b>	3.5	28.5	—	—	11.6	<b>37.4</b>	10.3	4.1	23.0

#### Industrial and commercial continued

	Industrial and commercial														
	By industry														
	Total	Manufacturing industries									Public utilities, transport and communication	Distributive trades	Property companies	Rest	
	Total manufacturing	Food, drink and tobacco	Chemicals and allied industries	Metal manufacture	Engineering, ship-building and electrical goods	Vehicles	Textiles	Clothing and footwear	Paper, printing and publishing	Other					
1969	<b>511.7</b>	276.5	11.3	19.9	32.1	69.6	7.0	26.0	3.1	47.8	59.7	13.8	80.4	62.9	78.1
1970	<b>193.7</b>	121.7	— 2.1	14.5	26.7	40.8	3.7	2.1	3.4	3.4	29.2	16.3	2.7	22.1	30.9
1971	<b>363.2</b>	149.5	34.5	53.8	16.2	18.5	— 14.5	8.9	0.7	3.1	28.3	33.8	2.3	46.5	131.1
1972 1st qtr.	<b>114.3</b>	73.3	25.3	1.4	0.8	9.5	33.0	0.2	1.0	— 0.1	2.2	5.8	1.6	5.0	28.6
2nd „	<b>177.1</b>	47.3	0.3	— 0.5	— 0.1	36.8	—	1.4	1.7	— 0.4	8.1	8.4	1.6	33.4	86.4
1972 Jan.	<b>37.1</b>	27.6	25.9	— 0.1	0.4	0.5	0.6	—	—	—	0.3	0.1	—	—	9.4
Feb.	<b>9.6</b>	5.9	—	—	0.4	4.2	—	—	1.0	—	0.3	0.2	—	1.9	1.6
Mar.	<b>67.6</b>	39.8	— 0.6	1.5	—	4.8	32.4	0.2	—	— 0.1	1.6	5.5	1.6	3.1	17.6
Apr.	<b>97.2</b>	38.8	—	— 0.5	—	36.0	—	0.8	0.6	—	1.9	1.1	—	14.8	42.5
May	<b>45.0</b>	5.3	— 0.3	—	0.1	—	—	0.6	—	—	5.1	5.5	1.5	9.4	23.3
June	<b>34.9</b>	3.2	0.6	—	—	0.8	—	—	1.1	— 0.4	1.1	1.8	0.1	9.2	20.6
July	<b>64.0</b>	22.2	1.0	1.4	0.5	2.6	0.9	12.6	0.8	—	2.4	3.5	6.2	3.4	28.7
Aug.	<b>37.4</b>	23.1	—	— 0.6	0.7	—	21.4	—	—	0.7	0.9	4.1	2.3	4.3	3.6

(a) Figures for issues of convertible debentures and loan stock are shown separately in the additional notes.

Table 16

## Acquisitions and mergers by financial companies within the United Kingdom

## 1 Type of transaction

	Total all acquisitions and mergers			Acquisitions of independent companies			Mergers			Total			Sales of subsidiaries between company groups		
	Number acquiring	Number acquired	Value £ millions	Number acquiring	Number acquired	Value £ millions	Number acquiring	Number acquired	Value £ millions	Number acquiring	Number acquired	Value £ millions	Number acquiring	Number acquired	Value £ millions
1967	31	38	68	24	31	52	—	—	—	24	31	52	7	7	16
1968	62	73	590	47	58	292	3	3	290	50	61	582	12	12	8
1969	80	98	327	67	85	279	1	1	27	68	86	306	12	12	21
1970	86	100	284	77	91	239	1	1	37	78	92	276	8	8	8
1971	63	77	254	53	67	158	4	4	81	57	71	239	6	6	15
1970 4th qtr.	17	21	88	16	20	87	—	—	—	16	20	87	1	1	1
1971 1st qtr.	12	17	13	10	15	12	—	—	—	10	15	12	2	2	1
2nd "	12	14	60	10	12	19	1	1	36	11	13	55	1	1	5
3rd "	19	21	127	18	20	97	1	1	30	19	21	127	—	—	—
4th "	20	25	54	15	20	30	2	2	15	17	22	45	3	3	9
1972 1st qtr.	32	33	101	22	23	33	4	4	63	26	27	96	6	6	5
2nd "	19	21	110	14	16	88	2	2	16	16	18	104	3	3	5

## 2 Expenditure

£ millions: percentage of total in italics

	Total	Cash		Ordinary shares		Fixed interest securities	
1967	68	26	38	35	51	7	11
1968	590	31	5	473	80	85	15
1969	327	30	9	253	77	44	14
1970	284	25	9	188	66	71	25
1971	254	31	12	193	76	30	12
1970 4th qtr.	88	8	9	62	70	18	21
1971 1st qtr.	13	2	15	9	70	2	15
2nd "	60	7	11	52	87	1	2
3rd "	127	10	8	104	82	13	10
4th "	54	12	22	28	52	14	26
1972 1st qtr.	101	8	8	39	39	54	53
2nd "	110	13	12	94	85	3	3

## 3 Acquiring companies

£ millions (numbers of companies acquired in brackets)

	Total	Banks (a)	Hire purchase finance houses	Insurance companies	Investment trust companies	Unit trust management companies	Other financial companies (b)
1967	68 (38)	6 (8)	3 (3)	52 (8)	4 (13)	— (2)	3 (4)
1968	590 (73)	345 (9)	2 (4)	104 (12)	121 (33)	1 (1)	17 (14)
1969	327 (98)	81 (14)	6 (9)	46 (5)	156 (44)	6 (3)	32 (23)
1970	284 (100)	99 (16)	16 (2)	21 (8)	110 (43)	— (—)	38 (31)
1971	254 (77)	36 (3)	— (—)	84 (5)	70 (28)	— (—)	64 (41)
1970 4th qtr.	88 (21)	13 (6)	15 (2)	11 (1)	45 (5)	— (—)	4 (7)
1971 1st qtr.	13 (17)	— (—)	— (—)	— (1)	11 (9)	— (—)	2 (7)
2nd "	60 (14)	36 (1)	— (—)	— (—)	4 (4)	— (—)	20 (9)
3rd "	127 (21)	— (1)	— (—)	84 (4)	29 (9)	— (—)	14 (7)
4th "	54 (25)	— (1)	— (—)	— (—)	26 (6)	— (—)	28 (18)
1972 1st qtr.	101 (33)	2 (3)	1 (2)	1 (2)	71 (5)	— (—)	26 (21)
2nd "	110 (21)	70 (2)	— (—)	4 (2)	16 (3)	— (—)	20 (14)

(a) Including discount houses.

(b) Excludes property companies which are covered by the Department of Trade and Industry's statistics.

**Table 17**  
**Investment trust companies**

£ millions

**Net investment transactions (a)**  
(positive figures indicate a net rise in assets or  
a fall in liabilities)

**Assets (b)**  
(liabilities -)

	1971				1972		1970	1971
	2nd quarter	3rd quarter	4th quarter	Year	1st quarter	2nd quarter	End-year	
<b>Current assets</b>								
Cash and balances with U.K. banks	- 1.0	13.6	- 9.2	- 6.3	27.5	85.7	71.2	62.2
Short-term assets in other U.K. financial institutions	- 7.2	- 8.8	- 1.4	- 12.1	- 3.3	9.1	35.0	22.8
U.K. Treasury bills	—	—	—	—	—	—	0.3	0.3
U.K. local authority bills and temporary money	- 10.3	1.7	- 2.5	- 19.7	12.5	- 0.2	40.3	20.6
Other short-term assets in the United Kingdom	4.3	- 4.7	7.5	4.3	- 4.6	7.8	24.4	30.2
Short-term assets overseas	- 10.7	- 7.1	5.4	- 17.6	31.1	- 10.5	39.7	21.5
<b>Current liabilities</b>								
U.K. bank overdrafts and advances	- 2.3	- 1.2	- 3.8	- 10.9	- 21.7	- 7.2	- 3.6	- 13.4
Other short-term borrowing in the United Kingdom	- 6.1	0.9	- 7.9	- 19.0	- 15.3	- 1.5	- 19.8	- 38.4
Short-term borrowing overseas	- 2.1	- 1.0	- 0.5	- 3.7	- 4.9	1.0	- 2.6	- 6.2
<b>Net current assets</b>	<b>- 35.4</b>	<b>- 6.6</b>	<b>- 12.4</b>	<b>- 85.0</b>	<b>21.3</b>	<b>84.2</b>	<b>184.9</b>	<b>99.6</b>
<b>Investments in the United Kingdom</b>								
Government stocks	- 4.9	14.9	6.8	36.9	- 7.8	- 2.0	56.2	105.0
Local authority quoted securities	—	—	0.2	0.4	- 0.3	- 0.2	0.9	1.3
Company securities, quoted:								
Loan capital	1.7	6.6	2.3	8.9	9.6	2.2	72.5	113.1
Preference	0.1	5.6	- 3.1	1.8	- 3.3	—	70.6	80.2
Ordinary and deferred	35.2	26.4	29.8	100.6	64.8	48.5	2,461.5	3,547.0
Company securities, unquoted:								
Loan capital	- 2.4	—	- 0.1	- 1.8	13.4	0.4	16.8	19.7
Preference	- 0.2	0.7	0.8	1.3	—	0.1	6.6	10.2
Ordinary and deferred	1.0	0.5	—	3.7	0.8	0.9	79.4	96.7
Other (c)	9.0	- 0.3	—	17.8	- 0.2	7.2	16.7	42.1
<b>Total investments in the United Kingdom†</b>	<b>39.5</b>	<b>54.4</b>	<b>36.7</b>	<b>169.6</b>	<b>77.0</b>	<b>57.3</b>	<b>2,781.2</b>	<b>4,015.3</b>
<b>Investments overseas</b>								
Government, provincial and municipal loans	—	—	—	0.5	0.1	1.0	1.1	0.9
Company securities:								
Loan capital	0.3	2.3	0.4	3.5	2.8	- 0.2	34.7	44.9
Preference	0.6	0.3	—	0.7	0.4	0.3	21.1	23.7
Ordinary and deferred	18.3	- 1.4	7.0	22.1	53.9	85.2	1,423.3	1,544.9
Other	—	0.7	- 0.6	0.1	3.2	0.1	22.9	29.2
<b>Total investments overseas‡</b>	<b>19.2</b>	<b>1.9</b>	<b>6.8</b>	<b>25.8</b>	<b>60.5</b>	<b>86.3</b>	<b>1,503.1 (d)</b>	<b>1,643.5 (e)</b>
<b>Total assets</b>	<b>23.3</b>	<b>49.7</b>	<b>31.1</b>	<b>110.4</b>	<b>158.8</b>	<b>227.8</b>	<b>4,469.2</b>	<b>5,758.4</b>
<b>Maturity classification of U.K. government stocks and local authority quoted securities</b>								
Up to 5 years	0.6	5.4	- 0.1	10.9	- 0.1	7.8	8.1	19.5
Over 5 and up to 10 years	- 6.1	—	- 1.4	- 5.6	- 1.3	6.3	18.2	12.5
Over 10 and up to 15 years	3.1	1.2	- 6.6	- 6.6	- 0.9	- 4.1	8.4	2.0
Over 15 years	- 2.1	8.9	12.9	37.2	1.5	- 6.4	27.2	64.5
Undated	- 0.4	- 0.6	2.2	1.4	- 7.3	- 5.8	5.8	7.0
<b>Total</b>	<b>- 4.9</b>	<b>14.9</b>	<b>7.0</b>	<b>37.3</b>	<b>- 8.1</b>	<b>- 2.1</b>	<b>67.8</b>	<b>105.5</b>
<b>Gross investment transactions</b>								
† Investments in the United Kingdom: (f)								
Purchases	173.7	177.5	201.9	691.7	263.8	286.2		
Sales	134.2	123.1	165.2	522.1	186.8	228.9		
‡ Investments overseas:								
Purchases	95.1	73.6	84.6	321.6	144.2	195.1		
Sales	75.9	71.7	77.8	295.7	83.7	108.8		

(a) Investments are recorded when the contract is agreed. Figures for 2nd quarter 1972 are partly estimated.

(b) Quoted securities are all valued at market prices except in the maturity classification, where values are nominal; unquoted securities are at current values and bills and mortgages at maturity values.

(c) Includes 10.0 invested in unit trust units in 2nd quarter 1971 and 8.0 in 2nd quarter 1972.

(d) Of which, in the United States, 992.1; Canada, 148.1; the sterling area, 210.4; other countries, 152.5.

(e) Of which, in the United States, 1,106.6; Canada, 122.6; the sterling area, 224.2; other countries, 190.1.

(f) Gross transactions in quoted ordinary and deferred securities of U.K. companies, included in these figures, are shown separately in the additional notes.

**Table 18**  
**Unit trusts<sup>(a)</sup>**

£ millions

	Net investment transactions <sup>(b)</sup> (positive figures indicate a net rise in assets or a fall in liabilities)							Assets <sup>(c)</sup> (liabilities —)	
	1971				1972			1970	1971
	2nd quarter	3rd quarter	4th quarter	Year	1st quarter	2nd quarter	End-year		
<b>Current assets</b>									
Cash and balances with U.K. banks	3.6	-11.9	2.6	- 6.6	10.1	24.4	59.2	53.1	
Short-term assets in other U.K. financial institutions	- 0.6	0.1	0.2	- 0.3	0.9	- 0.3	1.1	0.9	
U.K. Treasury bills	—	—	—	—	—	—	—	—	
U.K. local authority bills and temporary money	—	- 1.9	0.9	- 1.1	4.8	10.4	11.2	10.0	
Other short-term assets in the United Kingdom	- 2.2	1.1	6.2	5.3	- 3.0	2.6	13.0	18.3	
Short-term assets overseas	- 0.1	2.2	1.7	3.9	- 2.0	6.7	9.0	12.8	
<b>Current liabilities</b>									
U.K. bank overdrafts and advances	- 0.1	- 0.2	0.3	0.7	- 0.5	0.3	- 1.3	- 0.6	
Other short-term borrowing in the United Kingdom	- 0.6	- 1.3	- 2.2	- 9.7	7.5	- 7.7	- 13.9	- 23.9	
Short-term borrowing overseas	- 4.6	- 2.1	- 0.8	- 7.5	- 7.3	- 0.7	- 7.9	- 15.4	
<b>Net current assets</b>	<b>- 4.6</b>	<b>- 14.0</b>	<b>8.9</b>	<b>- 15.3</b>	<b>10.6</b>	<b>35.6</b>	<b>70.4</b>	<b>55.2</b>	
<b>Investments in the United Kingdom</b>									
Government stocks	- 14.2	2.9	7.0	2.1	- 7.6	0.8	25.7	32.0	
Local authority securities	- 0.2	—	—	0.2	0.2	—	0.1	0.3	
Company securities:									
Loan capital	0.1	0.3	0.3	1.8	0.6	0.1	32.4	28.6	
Preference	0.5	0.8	0.7	1.7	0.9	1.1	17.5	23.6	
Ordinary and deferred	36.8	14.3	5.3	73.1	16.1	29.6	1,033.9	1,596.7	
<b>Total investments in the United Kingdom†</b>	<b>23.0</b>	<b>18.3</b>	<b>13.4</b>	<b>78.9</b>	<b>10.2</b>	<b>31.7</b>	<b>1,109.6</b>	<b>1,681.2</b>	
<b>Investments overseas</b>									
Government, provincial and municipal loans	—	—	—	—	—	—	—	—	
Company securities:									
Loan capital	2.4	2.6	- 0.1	4.9	0.1	- 0.8	2.3	9.5	
Preference	0.1	0.1	—	0.5	—	—	2.8	0.4	
Ordinary and deferred	4.6	- 0.5	- 2.4	6.6	5.0	10.0	130.4	163.5	
<b>Total investments overseas‡</b>	<b>7.1</b>	<b>2.2</b>	<b>- 2.5</b>	<b>12.0</b>	<b>5.1</b>	<b>9.2</b>	<b>135.5<sup>(d)</sup></b>	<b>173.4<sup>(e)</sup></b>	
<b>Total assets</b>	<b>25.5</b>	<b>6.4</b>	<b>19.8</b>	<b>75.6</b>	<b>25.9</b>	<b>76.5</b>	<b>1,315.5</b>	<b>1,909.8</b>	
<b>Maturity classification of U.K. government stocks and local authority securities</b>									
Up to 5 years	0.3	- 0.9	- 0.9	- 2.1	0.7	1.2	9.4	8.0	
Over 5 and up to 10 years	- 2.3	0.2	—	- 0.7	- 0.8	1.4	6.0	5.9	
Over 10 and up to 15 years	- 3.4	0.3	2.2	- 0.2	- 1.6	1.0	4.8	5.1	
Over 15 years	- 8.3	2.8	6.4	5.0	- 5.5	- 2.7	4.3	9.7	
Undated	- 0.7	0.5	- 0.7	0.3	- 0.2	- 0.1	1.3	1.9	
<b>Total</b>	<b>- 14.4</b>	<b>2.9</b>	<b>7.0</b>	<b>2.3</b>	<b>- 7.4</b>	<b>0.8</b>	<b>25.8</b>	<b>30.5</b>	
<b>Net sales of units</b>	<b>24.1</b>	<b>7.4</b>	<b>23.6</b>	<b>76.7</b>	<b>31.6</b>	<b>74.4</b>			
<b>Gross investment transactions</b>									
†Investments in the United Kingdom: <sup>(f)</sup>									
Purchases	170.9	152.5	151.6	634.7	162.8	205.0			
Sales	147.9	134.2	138.2	555.8	152.6	173.3			
‡Investments overseas:									
Purchases	21.4	18.2	12.4	72.1	21.2	32.9			
Sales	14.3	16.0	14.9	60.1	16.1	23.6			

(a) The number of trusts making returns varies from quarter to quarter; see additional notes.

(b) Investments are recorded when the contract is agreed.

(c) Quoted securities are all valued at market prices except in the maturity classification, where values are nominal; unquoted securities are at current values and bills and mortgages at maturity values.

(d) Of which, in the United States, 58.5; Canada, 8.5; the sterling area, 39.4; other countries, 29.1.

(e) Of which, in the United States, 73.7; Canada, 8.5; the sterling area, 40.1; other countries, 51.1.

(f) Gross transactions in ordinary and deferred securities of U.K. companies, included in these figures, are shown separately in the additional notes.

**Table 19**  
**Property unit trusts**

£ millions

	1970		1971				1972		Mar. 1966 to June 1972	
	4th quarter	Year	1st quarter	2nd quarter	3rd quarter	4th quarter	Year	1st quarter		2nd quarter
<b>Net sales of units</b>										
To pension funds	7.1	31.1	8.9	8.0	13.5	10.1	40.5	17.6	8.9	211.1
To charities	0.1	2.9	0.4	1.1	2.9	0.5	4.9	0.4	0.4	13.6
<b>Total</b>	<b>7.2</b>	<b>34.0</b>	<b>9.3</b>	<b>9.1</b>	<b>16.4</b>	<b>10.6</b>	<b>45.4</b>	<b>18.0</b>	<b>9.3</b>	<b>224.7</b>
<b>Net transactions<sup>(a)</sup></b>										
Cash and balances with U.K. banks	0.8	6.6	0.2	5.5	11.6	2.4	19.6	10.5	1.1	56.2
Other current assets	0.9	4.1	0.7	— 2.0	1.4	3.4	3.5	— 0.4	— 0.1	9.3
Current liabilities	— 0.1	1.4	— 0.2	0.2	0.1	—	—	— 0.1	— 0.4	— 0.6
Property	5.8	24.8	8.3	4.9	3.6	5.9	22.7	8.6	2.6	158.7
Other assets	—	—	—	—	—	— 1.1	— 1.1	—	4.7	5.0
<b>Total</b>	<b>7.5</b>	<b>36.9</b>	<b>9.0</b>	<b>8.6</b>	<b>16.6</b>	<b>10.6</b>	<b>44.8</b>	<b>18.7</b>	<b>7.8</b>	<b>228.5</b>

(a) Positive figures indicate a net rise in assets or a fall in liabilities. Some transactions are financed by longer-term borrowing, and not by sales of units. Investment in property is shown at cost.

**Table 20**  
**Balance of payments<sup>(a)</sup>**

£ millions

	1969	1970	1971	1971				1972	
				1st quarter	2nd quarter	3rd quarter	4th quarter	1st quarter	2nd quarter
	Year	Year	Year						
<i>Seasonally adjusted</i>									
<b>Current account</b>									
Exports (f.o.b.)	7,063	7,893	8,790	1,990	2,264	2,287	2,249	2,185	2,281
Imports (f.o.b.)	7,206	7,881	8,491	2,057	2,151	2,110	2,173	2,310	2,365
Visible balance	-143	+ 12	+ 299	- 67	+113	+177	+ 76	-125	- 84
Interest, profits and dividends (net)	+497	+ 494	+ 470	+ 131	+127	+113	+ 99	+129	+ 114
Services and transfers (net):									
Government	-467	- 486	- 527	- 120	-126	-141	-140	-143	- 150
Private	+557	+ 661	+ 798	+ 180	+181	+215	+222	+197	+ 197
Total invisibles (net)	+587	+ 669	+ 741 <sup>(b)</sup>	+ 191	+182	+187	+181	+183	+ 161
<b>Current balance</b>	<b>+444</b>	<b>+ 681</b>	<b>+1,040</b>	<b>+ 124</b>	<b>+295</b>	<b>+364</b>	<b>+257</b>	<b>+ 58</b>	<b>+ 77</b>
<i>Not seasonally adjusted</i>									
<b>Currency flow</b>									
Current balance	+444	+ 681	+1,040	+ 71	+347	+357	+265	- 17	+ 173
Investment and other capital flows:									
Official long-term capital	- 99	- 204	- 273	- 45	- 44	- 35	-149	- 42	- 39
Overseas investment in the United Kingdom <sup>(c)</sup>	+673	+ 730	+1,102	+ 413	+286	+198	+205	+215	+ 123
U.K. private investment overseas	-679	- 754	- 725	- 221	-208	-156	-140	-370	- 357
Foreign currency borrowing (net) by U.K. banks to finance U.K. investment overseas	+ 72	+ 189	+ 255	+ 35	+120	+ 50	+ 50	+185	+ 180
Other foreign currency borrowing or lending (net) by U.K. banks	-108	+ 290	+ 240	+ 55	+ 35	- 11	+161	- 72	- 312
Exchange reserves in sterling: <sup>(d)</sup>									
British government stocks	+237	+ 63	+ 55	+ 57	+ 36	- 40	+ 2	+ 64	- 1
Banking and money market liabilities	+ 77	+ 126	+ 640	+ 159	+234	+145	+102	+141	+ 32
Other external banking and money market liabilities in sterling	- 53	+ 270	+ 725	+ 69	+ 5	+233	+418	- 1	- 159
Import credit <sup>(e)</sup>	+156	+ 31	+ 76	+ 29	- 5	+ 29	+ 23	+ 53	+ 41
Export credit <sup>(e)</sup>	-317	- 235	- 337	- 79	-120	+ 14	-152	- 45	- 95
Other capital flows	- 65	+ 41	+ 81	+ 116	- 18	+ 62	- 79	-130	- 274
Total investment and other capital flows	-106	+ 547	+1,839	+ 588	+321	+489	+441	- 2	- 861
Balancing item	+405	+ 59	+ 349	+ 314	- 34	-178	+247	+ 76	- 357
<b>Total currency flow</b>	<b>+743</b>	<b>+1,287</b>	<b>+3,228</b>	<b>+ 973</b>	<b>+634</b>	<b>+668</b>	<b>+953</b>	<b>+ 57</b>	<b>-1,045</b>
Allocation of Special Drawing Rights	—	+ 171	+ 125	+ 125	—	—	—	+124	—
Gold subscription to I.M.F.	—	— 38	—	—	—	—	—	—	—
<b>Total affecting official financing</b>	<b>+743</b>	<b>+1,420</b>	<b>+3,353</b>	<b>+1,098</b>	<b>+634</b>	<b>+668</b>	<b>+953</b>	<b>+181</b>	<b>-1,045</b>
<b>Official financing</b>									
Net transactions with:									
I.M.F.	- 30	- 134	- 554	- 287	- 8	-259	—	- 10	- 405
Other monetary authorities <sup>(f)</sup>	-669	-1,161	-1,263	- 607	-500	+167	-323	+ 20	+1,404
Official reserves (drawings on + / additions to -) <sup>(g)</sup>	- 44	- 125	-1,536	- 204	-126	-576	-630	-191	+ 46
<b>Total official financing</b>	<b>-743</b>	<b>-1,420</b>	<b>-3,353</b>	<b>-1,098</b>	<b>-634</b>	<b>-668</b>	<b>-953</b>	<b>-181</b>	<b>+1,045</b>

(a) Figures as published in H.M. Treasury's recent Press Release. The items are defined in *United Kingdom Balance of Payments 1972* (H.M.S.O., September 1972).

(b) Credits totalled 5,430 and debits totalled 4,689.

(c) Excluding investment in British government stocks by central monetary institutions and international organisations.

(d) As in Table 24 except that changes in British government stocks are shown at transaction values.

(e) After deducting advance and progress payments to suppliers. Excludes trade credit between related firms, which is included in "private investment".

(f) Net borrowing from other monetary authorities in the form of foreign currency deposits and assistance with a sterling counterpart, and other official swaps.

(g) Valued at parity until 20 August 1971 and at transactions rates of exchange thereafter.

**Table 21****Reserves and related items<sup>(a)</sup>**

£ millions

End of	Total	Official reserves				Reserve position in the I.M.F. (b)	Official swaps with overseas monetary authorities
		Gold	Special Drawing Rights	Reserve position in the I.M.F. (b)	Convertible currencies		
1969	1,053	613			440		
1970	1,178	562	111		505		
1971 June	1,508	335	203		970		708
July	1,613	335	215		1,063		..
Aug.	2,003	324	220		1,459		..
Sept.	2,089	324	230		1,535		541
Oct.	2,171	324	245		1,602		..
Nov.	2,322	324	246		1,752		..
Dec.	2,526	323	246		1,957		864
1972 Jan.	2,679	324	383		1,972		..
Feb.	2,683	313	383		1,987		..
Mar.	2,715	313	384		2,018		844
Apr.	2,737	313	220		2,204	292	..
May	2,744	313	216		2,215	292	..
June	2,673	313	233		2,127	292	441
July	2,334	..	233	49	..	..	—
Aug.	2,338	..	..	..	..	..	..

(a) From December 1971, convertible currencies are valued at the new middle or central rates. Gold continues to be valued at £14.5833 per fine ounce and Special Drawing Rights at SDR 2.40=£1.

(b) Represents an automatic drawing right on the Fund and equals the amount by which the U.K. quota exceeds holdings of sterling by the I.M.F.; apart from U.K. drawings/repurchases, it will rise or fall as other countries draw sterling from, or repay sterling to, the I.M.F. It was included in the reserves after June 1972.

**Table 22****Official short and medium-term borrowing from abroad<sup>(a)</sup>**

£ millions

	Total	Borrowing with a sterling counterpart					Foreign currency deposits
		Total	I.M.F. (b)	Swiss loan (c)	F.R.B. swap arrangement	Other	
1968 Mar.	2,597	2,277	628	17	458	1,174	320
June	3,102	2,700	1,211	17	—	1,472	402
Sept.	3,140	2,859	1,176	14	167	1,502	281
Dec.	3,363	3,152	1,134	11	480	1,527	211
1969 Mar.	3,111	2,955	1,000	4	458	1,493	156
June	3,018	2,774	1,125	—	427	1,222	244
Sept.	3,061	2,776	1,115	—	458	1,203	285
Dec.	2,664	2,514	1,104	—	271	1,139	150
1970 Mar.	1,654	1,654	1,000	—	—	654	—
June	1,461	1,461	992	—	—	469	—
Sept.	1,611	1,611	985	—	167	459	—
Dec.	1,369	1,369	970	—	—	399	—
1971 Mar.	683	683	683	—	—	—	—
June	675	675	675	—	—	—	—
Sept.	415	415	415	—	—	—	—
Dec.	415	415	415	—	—	—	—
1972 Mar.	405	405	405	—	—	—	—
Apr.	—	—	—	—	—	—	—
May	—	—	—	—	—	—	—
June	1,001	1,001	—	—	—	1,001	—
July	—	—	—	—	—	—	—

(a) Drawings outstanding at end of period. The sterling value has been calculated at a rate of \$2.40=£1 to end-September 1971 and \$2.6057=£1 from end-December 1971.

(b) Drawings from the I.M.F., net of repayments by the United Kingdom and drawings of sterling from the I.M.F. by other countries; excludes accumulated charges in sterling (less I.M.F. expenditure in sterling) amounting to £83 million at the end of March 1972, which were repaid by the end of April 1972.

(c) Borrowing from Switzerland in parallel with drawings from the I.M.F. under the General Arrangements to Borrow.

Table 23

External liabilities and claims of banks in the United Kingdom in overseas currencies<sup>(a)</sup>

## 1 Summary

£ millions

End of period	Total	U.K. liabilities				Total	U.K. claims			
		U.S. dollars	Other currencies	of which			U.S. dollars	Other currencies	of which	
				Deutsche-mark	Swiss francs				Deutsche-mark	Swiss francs
1969	11,994	10,728	1,266	615	454	12,006	10,514	1,492	795	496
1970	15,153	13,086	2,067	1,154	676	14,691	12,189	2,502	1,363	868
1971 Aug.	17,230	14,045	3,185	..	..	16,504	13,074	3,430	..	..
Sept.	17,169	13,926	3,243	1,924	990	16,463	12,944	3,519	1,948	1,156
Oct.	17,334	13,990	3,344	2,003	984	16,579	13,085	3,494	1,918	1,219
Nov.	17,663	14,389	3,274	1,981	956	16,884	13,350	3,534	1,878	1,331
Dec.	17,610	14,172	3,438	1,995	1,046	16,720	13,104	3,616	1,955	1,341
1972 Jan. <sup>(b)</sup>	17,375	14,024	3,351	1,950	1,015	16,473	12,817	3,656	1,887	1,371
Feb.	17,709	14,266	3,443	1,983	1,081	16,742	12,945	3,797	1,945	1,467
Mar.	18,333	14,810	3,523	1,824	1,166	17,309	13,554	3,755	1,919	1,442
Apr.	18,710	14,981	3,729	1,994	1,305	17,679	13,799	3,880	1,973	1,539
May	18,865	14,954	3,911	2,063	1,372	17,794	13,856	3,938	1,997	1,582
June	20,569	16,296	4,273	2,167	1,435	19,642	15,280	4,362	2,257	1,677

2 Geographical details: all currencies<sup>(c)</sup>

£ millions

End of period	Total	Overseas sterling countries	United States	Canada	Latin America	Western Europe	Middle East	Japan	Other <sup>(d)</sup>
<b>U.K. liabilities</b>									
1969	11,994	1,049	1,270	1,087	575	6,709	286	127	891
1970	15,153	1,280	1,280	1,277	735	9,045	457	169	910
1971 Aug.	17,230	1,455	1,303	1,540	985	9,720	655	459	1,113
Sept.	17,169	1,400	1,240	1,442	964	10,043	657	369	1,054
Oct.	17,334	1,347	1,203	1,342	937	10,493	704	251	1,057
Nov.	17,663	1,391	1,266	1,350	966	10,624	703	243	1,120
Dec.	17,610	1,365	1,297	1,386	980	10,457	707	297	1,121
1972 Jan. <sup>(b)</sup>	17,375	1,319	1,295	1,300	977	10,498	708	225	1,053
Feb.	17,709	1,348	1,251	1,336	971	10,669	776	234	1,124
Mar.	18,333	1,364	1,323	1,386	1,043	10,891	793	326	1,207
Apr.	18,710	1,417	1,366	1,408	1,113	11,090	854	260	1,202
May	18,865	1,457	1,168	1,302	1,111	11,487	895	274	1,171
June	20,569	1,764	1,208	1,434	1,221	12,183	1,056	339	1,364
<b>U.K. claims</b>									
1969	12,006	554	5,617	267	616	3,570	130	675	577
1970	14,691	940	4,151	377	899	6,270	212	1,021	821
1971 Aug.	16,504	1,504	2,840	477	1,227	7,978	195	1,320	963
Sept.	16,463	1,659	2,803	479	1,220	7,972	187	1,205	938
Oct.	16,579	1,767	2,752	465	1,299	7,811	218	1,248	1,019
Nov.	16,884	1,921	2,613	455	1,278	8,018	224	1,310	1,065
Dec.	16,720	2,005	2,032	475	1,309	8,167	201	1,305	1,226
1972 Jan. <sup>(b)</sup>	16,473	2,146	2,057	457	1,313	7,836	187	1,378	1,099
Feb.	16,742	2,192	1,876	410	1,327	8,140	209	1,513	1,075
Mar.	17,309	2,256	1,980	490	1,375	8,323	210	1,646	1,029
Apr.	17,679	2,268	2,208	605	1,434	8,342	194	1,599	1,029
May	17,794	2,431	2,091	731	1,426	8,201	197	1,615	1,102
June	19,642	2,690	2,114	810	1,516	9,241	253	1,655	1,363

(a) Before January 1972 the series excluded liabilities and claims in overseas sterling currencies.

(b) From January 1972 the series excludes commercial bills held by banks on behalf of customers and includes items in overseas sterling currencies. The figures for December 1971, comparable with those for later months, are total U.K. liabilities in all currencies 17,605 (of which in U.S. dollars 14,146); total U.K. claims in all currencies 16,680 (of which in U.S. dollars 13,023).

(c) The geographical regions are defined in the additional notes to Table 25.

(d) Includes unallocated items: under liabilities these are mainly unallocated dollar certificates of deposit which are thought to be held by residents of overseas countries.

Net position  
(net liabilities -)

Total	U.S. dollars	Other currencies	of which		End of period
			Deutsche- mark	Swiss francs	
12	- 214	226	180	42	1969
- 462	- 897	435	209	192	1970
- 726	- 971	245	..	..	1971 Aug.
- 706	- 982	276	24	166	Sept.
- 755	- 905	150	- 85	235	Oct.
- 779	- 1,039	260	- 103	375	Nov.
- 890	- 1,068	178	- 40	295	Dec.
- 902	- 1,207	305	- 63	356	1972 Jan. (b)
- 967	- 1,321	354	- 38	386	Feb.
- 1,024	- 1,256	232	95	276	Mar.
- 1,031	- 1,182	151	- 21	234	Apr.
- 1,071	- 1,098	27	- 66	210	May
- 927	- 1,016	89	90	242	June

Western Europe

Austria	Belgium	Denmark	France	Western Germany	Italy	Nether- lands	Norway	Spain	Sweden	Switzer- land	Other	End of period
142	582	102	737	406	988	515	229	144	90	2,621	153	<b>U.K. liabilities</b>
240	598	142	799	687	1,331	737	240	430	108	3,508	225	1969
236	744	110	962	649	1,227	783	184	716	116	3,690	303	1970
221	764	106	1,161	718	1,274	782	169	745	134	3,641	328	1971 Aug.
206	815	127	1,236	688	1,441	819	183	796	125	3,747	310	Sept.
193	741	152	1,250	659	1,496	801	168	819	136	3,886	323	Oct.
198	704	156	1,156	743	1,557	812	181	745	128	3,751	326	Nov.
171	689	176	1,122	695	1,446	782	175	834	141	3,921	346	Dec.
169	716	196	1,216	693	1,603	781	191	819	140	3,811	334	1972 Jan. (b)
178	730	212	1,406	698	1,574	780	171	878	133	3,732	399	Feb.
185	759	179	1,494	646	1,625	827	190	931	151	3,715	388	Mar.
211	839	195	1,642	664	1,634	847	209	955	168	3,725	398	Apr.
259	812	205	1,701	684	1,755	952	214	1,020	196	3,970	415	May
77	424	68	561	647	615	204	129	113	96	452	184	June
111	638	126	765	1,613	1,214	421	170	139	197	563	313	<b>U.K. claims</b>
151	904	166	1,160	1,963	1,394	420	208	156	195	790	471	1969
127	925	162	1,157	2,005	1,338	442	224	175	202	736	479	1970
128	943	161	1,013	1,804	1,486	455	234	165	201	737	484	1971 Aug.
163	912	199	1,156	1,733	1,443	473	236	176	214	834	479	Sept.
156	954	212	1,116	1,795	1,443	492	246	179	197	896	481	Oct.
142	970	228	1,043	1,690	1,268	484	248	169	206	911	477	Nov.
148	987	223	1,188	1,773	1,215	494	241	196	206	975	494	Dec.
155	1,040	222	1,276	1,709	1,280	510	219	211	235	958	508	1972 Jan. (b)
157	1,039	239	1,258	1,685	1,272	529	232	187	250	943	551	Feb.
158	979	231	1,259	1,729	1,229	550	231	192	244	825	574	Mar.
169	1,191	247	1,374	1,848	1,443	642	250	219	262	977	619	Apr.
												May
												June

Table 23 continued

## External liabilities and claims of banks in the United Kingdom in overseas currencies

3 Geographical details: U.S. dollars<sup>(a)</sup>

£ millions

End of period	Total	Overseas sterling countries	United States	Canada	Latin America	Western Europe	Middle East	Japan	Other <sup>(b)</sup>
<b>U.K. liabilities</b>									
1969	10,728	993	1,206	1,049	547	5,735	277	121	800
1970	13,086	1,179	1,220	1,244	690	7,330	445	161	817
1971 Aug.	14,045	1,281	1,233	1,390	877	7,227	617	450	970
Sept.	13,926	1,212	1,147	1,344	851	7,487	622	357	906
Oct.	13,990	1,160	1,115	1,249	826	7,847	660	241	892
Nov.	14,389	1,204	1,191	1,252	861	8,041	659	234	947
Dec.	14,172	1,146	1,235	1,256	877	7,773	650	288	947
1972 Jan. <sup>(c)</sup>	14,024	1,074	1,226	1,188	874	7,871	674	220	897
Feb.	14,266	1,102	1,174	1,230	868	7,989	716	226	961
Mar.	14,810	1,093	1,243	1,321	951	8,129	735	317	1,021
Apr.	14,981	1,119	1,284	1,341	1,015	8,152	788	254	1,028
May	14,954	1,157	1,090	1,219	1,018	8,403	824	269	974
June	16,296	1,408	1,117	1,333	1,119	8,925	936	323	1,135
<b>U.K. claims</b>									
1969	10,514	510	5,542	231	407	2,635	113	593	483
1970	12,189	844	4,066	330	686	4,388	190	933	752
1971 Aug.	13,074	1,353	2,770	407	1,043	5,324	166	1,150	861
Sept.	12,944	1,469	2,730	415	1,036	5,254	162	1,051	827
Oct.	13,085	1,518	2,671	399	1,117	5,207	184	1,092	897
Nov.	13,350	1,672	2,524	398	1,099	5,367	189	1,161	940
Dec.	13,104	1,773	1,957	384	1,137	5,430	171	1,156	1,096
1972 Jan. <sup>(c)</sup>	12,817	1,807	1,983	376	1,144	5,114	165	1,245	983
Feb.	12,945	1,847	1,796	324	1,155	5,297	184	1,395	947
Mar.	13,554	1,907	1,904	419	1,208	5,491	179	1,550	896
Apr.	13,799	1,928	2,135	533	1,267	5,375	170	1,502	889
May	13,856	2,049	2,018	653	1,268	5,217	173	1,522	956
June	15,280	2,252	2,035	736	1,350	5,920	204	1,580	1,203

(a) The geographical regions are defined in the additional notes to Table 25.

(b) Includes unallocated items; under liabilities these are mainly unallocated dollar certificates of deposit which are thought to be held by residents of overseas countries.

(c) From January 1972 the series excludes commercial bills held by the banks on behalf of customers. The figures for December 1971, excluding commercial bills held on behalf of customers, are total U.K. liabilities 14,146; total U.K. claims 13,023.

Western Europe												End of period
Austria	Belgium	Denmark	France	Western Germany	Italy	Netherlands	Norway	Spain	Sweden	Switzerland	Other	
117	505	94	649	207	881	453	213	139	75	2,265	137	<b>U.K. liabilities</b>
225	436	134	651	331	1,095	608	221	427	92	2,904	206	1969
181	455	96	807	248	984	630	158	516	100	2,789	263	1970
164	462	95	1,018	267	1,012	605	141	539	121	2,782	281	1971 Aug.
144	484	115	1,086	242	1,146	604	159	599	106	2,901	261	Sept.
134	438	143	1,100	251	1,164	574	146	611	118	3,094	268	Oct.
131	400	147	1,024	301	1,194	573	157	532	97	2,940	277	Nov.
110	393	170	973	261	1,113	574	157	552	110	3,164	294	Dec.
108	427	186	1,071	264	1,246	567	173	522	114	3,032	279	1972 Jan. <sup>(c)</sup>
89	460	199	1,230	309	1,200	578	154	530	114	2,944	322	Feb.
91	482	168	1,293	261	1,200	611	171	561	132	2,858	324	Mar.
98	504	178	1,409	253	1,222	626	177	587	140	2,883	326	Apr.
121	469	194	1,458	292	1,314	709	192	630	162	3,045	339	May
57	308	54	509	280	554	158	107	102	58	340	108	June
78	454	93	681	658	1,072	346	145	113	149	389	210	<b>U.K. claims</b>
114	613	119	1,005	682	1,159	335	187	117	138	528	327	1969
88	614	120	996	677	1,129	363	189	131	131	479	337	1970
90	601	113	873	596	1,261	375	206	128	123	501	340	1971 Aug.
117	568	147	1,006	560	1,196	385	205	141	124	593	325	Sept.
98	631	160	973	573	1,197	408	219	140	111	591	329	Oct.
80	619	172	910	565	1,004	401	216	134	115	574	324	Nov.
84	650	162	1,043	582	938	385	210	151	112	645	335	Dec.
92	663	164	1,093	603	1,000	399	189	171	133	636	348	1972 Jan. <sup>(c)</sup>
90	656	172	1,081	543	956	403	199	140	138	629	368	Feb.
98	597	156	1,092	529	940	415	194	151	132	505	408	Mar.
103	735	169	1,161	557	1,118	473	208	162	145	656	433	Apr.
												May
												June

Table 24

**Exchange reserves in sterling; and banking and money market liabilities in sterling to holders other than central monetary institutions<sup>(a)</sup>**

£ millions

	End of period	Exchange reserves in sterling held by central monetary institutions						
		Total <sup>(b)</sup>	British government stocks <sup>(c)</sup>	Total	Banking and money market liabilities			
					Banks <sup>(d)</sup>	Local authorities	Hire purchase finance companies <sup>(d)</sup>	Treasury bills <sup>(e)</sup>
<b>All overseas holders</b>	1969	2,319	1,283	1,036				
	1970	2,543	1,381	1,162	620	52	36	455
	1971 June	3,030	1,475	1,555	759	107	47	642
	Sept.	3,128	1,428	1,700	873	98	36	693
	Dec.	3,218	1,416	1,802	840	96	48	818
	1972 Mar.	3,416	1,473	1,943	995	144	24	780
	Apr.	3,689	1,469	2,220	1,173	135	24	888
	May	3,653	1,462	2,191	1,056	174	21	940
	June	3,444	1,469	1,975	1,075	129	5	766
<b>Overseas sterling countries<sup>(b)</sup></b>	1969	2,039	1,197	842	423	87	25	307
	1970	2,250	1,286	964	538	52	36	339
	1971 June	2,667	1,367	1,300	602	106	47	545
	Sept.	2,745	1,310	1,435	687	97	36	615
	Dec.	2,718	1,298	1,420	584	96	48	692
	1972 Mar.	2,859	1,355	1,504	698	144	24	638
	Apr.	3,066	1,351	1,715	804	135	24	752
	May	3,061	1,347	1,714	727	173	21	793
	June	2,898	1,351	1,547	784	129	5	629
<b>Non-sterling countries</b>	1969	107	7	100	36	—	—	64
	1970	111	9	102	69	—	—	34
	1971 June	191	9	182	143	—	—	39
	Sept.	204	9	195	170	—	—	25
	Dec.	290	9	281	246	—	—	35
	1972 Mar.	347	9	338	283	—	—	55
	Apr.	404	9	395	348	—	—	47
	May	368	6	362	312	—	—	50
	June	322	6	316	264	—	—	52
<b>International organisations other than the International Monetary Fund</b>	1969	173	79	94	18	—	—	76 <sup>(e)</sup>
	1970	182	86	96	14	—	—	82
	1971 June	172	99	73	14	1	—	58
	Sept.	179	109	70	16	1	—	53
	Dec.	210	109	101	10	—	—	91
	1972 Mar.	210	109	101	14	—	—	87
	Apr.	219	109	110	21	—	—	89
	May	224	109	115	17	1	—	97
	June	224	112	112	27	—	—	85

(a) The various types of liabilities are described in the additional notes.

(b) Excludes the following official funds, totalling about 670 in March 1972: trust, pension and other earmarked funds, holdings of equities, and funds held locally with commercial banks. In addition about 140 of Commonwealth sterling securities are known to be held as part of overseas countries' sterling reserves.

(c) At nominal values.

(d) There is a break in the series after February 1972; see additional notes.

(e) Includes non-interest-bearing notes held by international organisations other than I.M.F.; the amounts of such holdings are shown in the additional notes.

Banking and money market liabilities to other holders

Total	External deposits with			Treasury bills	End of period	
	Banks(d)	Local authorities	Hire purchase finance companies(d)			
1,402	1,357	10	32	5	1969	<b>All overseas holders</b>
1,672	1,582	4	83	3	1970	
1,746	1,629	10	103	4	1971 June	
1,979	1,872	11	93	3	Sept.	
2,396	2,285	20	88	3	Dec.	
2,396	2,353	21	19	3	1972 Mar.	
2,433	2,389	20	19	5	Apr.	
2,441	2,395	22	20	4	May	
2,237	2,192	22	20	3	June	
931	893	9	28	2	1969	<b>Overseas sterling countries<sup>(b)</sup></b>
1,110	1,031	4	72	3	1970	
1,190	1,094	10	83	3	1971 June	
1,285	1,190	11	82	2	Sept.	
1,494	1,395	20	77	2	Dec.	
1,485	1,446	21	16	2	1972 Mar.	
1,487	1,447	20	16	4	Apr.	
1,512	1,470	22	17	3	May	
1,435	1,393	22	17	3	June	
470	464	1	4	2	1969	<b>Non-sterling countries</b>
562	550	—	11	1	1970	
556	535	—	20	1	1971 June	
694	682	—	11	1	Sept.	
902	890	—	11	1	Dec.	
911	907	—	3	1	1972 Mar.	
946	942	—	3	1	Apr.	
929	925	—	3	1	May	
802	799	—	3	—	June	
—	—	—	—	—	1969	<b>International organisations other than the International Monetary Fund</b>
—	—	—	—	—	1970	
—	—	—	—	—	1971 June	
—	—	—	—	—	Sept.	
—	—	—	—	—	Dec.	
—	—	—	—	—	1972 Mar.	
—	—	—	—	—	Apr.	
—	—	—	—	—	May	
—	—	—	—	—	June	

Table 25

External banking and money market liabilities in sterling: geographical details by class of holder<sup>(a)</sup>

£ millions

End of period	Total	Inter-national organ-isations (b)	All countries	Total	Overseas sterling countries						Other
					Australia, New Zealand and South Africa	India, Pakistan, Sri Lanka and Bangladesh	Caribbean area	East, Central and West Africa	Middle East	Far East	
<b>Total</b>											
1969	2,438	94	2,344	1,773	205	131	184	258	369	355	271
1970	2,834	96	2,738	2,074	202	93	217	300	445	457	360
1971 June	3,301	73	3,228	2,490	383	108	219	347	532	542	359
Sept.	3,679	70	3,609	2,720	490	119	221	344	573	600	373
Dec.	4,198	101	4,098	2,914	564	105	239	382	534	701	389
1972 Mar.	4,339	101	4,238	2,989	654	108	269	357	528	653	420
Apr.	4,653	110	4,543	3,202	724	125	268	363	662	671	389
May	4,632	115	4,517	3,226	800	143	266	350	579	712	376
June	4,212	112	4,100	2,982	787	164	262	321	383	672	393
<b>Central monetary institutions</b>											
1969	1,036	94	942	842	77	94	40	118	257	148	108
1970	1,162	96	1,066	964	91	53	47	137	320	180	136
1971 June	1,555	73	1,482	1,300	268	64	50	178	388	196	156
Sept.	1,700	70	1,630	1,435	376	75	45	171	405	197	166
Dec.	1,802	101	1,701	1,420	426	58	51	195	306	225	159
1972 Mar.	1,943	101	1,842	1,504	519	60	55	168	329	176	197
Apr.	2,220	110	2,110	1,715	586	72	52	170	469	181	185
May	2,191	115	2,076	1,714	655	89	51	159	407	193	160
June	1,975	112	1,863	1,547	645	108	50	135	281	147	181
<b>Other holders</b>											
1969	1,402	—	1,402	931	128	37	144	140	112	207	163
1970	1,672	—	1,672	1,110	111	40	170	163	125	277	224
1971 June	1,746	—	1,746	1,190	115	44	169	169	144	346	203
Sept.	1,979	—	1,979	1,285	114	44	176	173	168	403	207
Dec.	2,396	—	2,397	1,494	138	47	188	187	228	476	230
1972 Mar.	2,396	—	2,396	1,485	135	48	214	189	199	477	223
Apr.	2,433	—	2,433	1,487	138	53	216	193	193	490	204
May	2,441	—	2,441	1,512	145	54	215	191	172	519	216
June	2,237	—	2,237	1,435	142	56	212	186	102	525	212

(a) The geographical regions are defined in the additional notes.

(b) Excluding the International Monetary Fund.

Table 26

## External advances and overdrafts in sterling

£ millions

End of period	All countries			Total	Overseas sterling countries (a)						Other
	Total	Central monetary institutions	Other		Australia, New Zealand and South Africa	India, Pakistan, Sri Lanka and Bangladesh	Caribbean area	East, Central and West Africa	Middle East	Far East	
1969	414	18	396	301	50	28	27	25	72	36	63
1970	423	14	409	304	49	27	23	25	84	30	66
1971 June	448	14	434	340	52	27	27	24	118	32	60
Sept.	364	21	343	272	39	26	32	32	40	32	71
Dec.	415	32	383	326	49	24	44	47	20	41	101
1972 Mar.	484	37	447	390	82	28	57	50	21	48	104
Apr.	509	31	478	397	90	27	59	46	24	55	96
May	514	25	489	400	93	28	56	41	22	60	100
June	607	26	581	478	96	27	56	41	49	90	119

(a) The geographical regions are defined in the additional notes to Table 25.

Non-sterling countries

Total	North America	Latin America	Western Europe	Other non-sterling	End of period
570	78	29	272	191	<b>Total</b>
664	92	33	304	235	1969
738	93	33	322	290	1970
889	116	38	403	332	1971 June
1,183	141	51	552	439	Sept.
1,249	138	57	557	497	Dec.
1,341	201	67	582	491	1972 Mar.
1,291	204	65	557	465	Apr.
1,118	195	73	490	360	May
					June
					<b>Central monetary</b>
					<b>Institutions</b>
100	5	7	34	54	1969
102	3	4	32	63	1970
182	3	3	43	133	1971 June
195	3	5	58	129	Sept.
281	4	10	64	203	Dec.
338	4	11	77	246	1972 Mar.
395	87	17	73	218	Apr.
362	87	16	75	184	May
316	97	15	76	128	June
					<b>Other holders</b>
470	73	22	238	137	1969
562	89	29	272	172	1970
556	90	30	279	157	1971 June
694	113	33	345	203	Sept.
902	137	41	488	236	Dec.
911	134	46	480	251	1972 Mar.
946	114	50	509	273	Apr.
929	117	49	482	281	May
802	98	58	414	232	June

Non-sterling countries(a)

Total	North America	Latin America	Western Europe	Other non-sterling	End of period
113	26	9	46	32	1969
119	24	8	59	28	1970
108	12	10	53	33	1971 June
92	19	3	46	24	Sept.
89	21	4	43	21	Dec.
94	17	3	53	21	1972 Mar.
112	20	5	62	25	Apr.
114	26	4	59	25	May
129	28	7	75	19	June

**Table 27**  
**Exchange rates and comparative interest rates**

	U.S. dollars in London (a)			Investment dollars (a) (b)	London gold price (c)	U.S. Treasury bills (3 months) (d)	Euro-sterling deposits in Paris (3 months) (a)
	Spot	Forward premium/discount (-) (3 months)					
		U.S. \$	Cents				
Last working days				U.S. \$	U.S. \$ per fine ounce	Per cent per annum	
1970 Sept.	2-3879	0-70	1-17	1-8251	36-40	5-91	9-69
Dec.	2-3937	0-56	0-94	1-9162	37-375	4-96	7-50
1971 Mar.	2-4170	1-58	2-61	2-0126	38-875	3-61	8-00
June	2-4197	0-58	0-96	1-9258	40-10	5-24	7-50
July	2-4186	0-38	0-63	1-9632	42-40	5-38	7-38
Aug. (g)	2-4540	-0-95	-1-55	1-9335	40-65	4-45	7-63
Sept.	2-4855	-1-20	-1-93	1-9651	42-60	4-79	5-75
Oct.	2-4917	0-38	0-60	2-0339	42-34	4-41	6-69
Nov.	2-4939	-0-93	-1-48	1-9571	43-60	4-36	5-00
Dec. (h)	2-5522	-0-35	-0-55	2-0140	43-625	3-71	5-25
1972 Jan.	2-5938	0-14	0-22	1-9592	47-15	3-33	5-31
Feb.	2-6060	0-13	0-20	1-9683	48-20	3-36	5-19
Mar.	2-6158	0-09	0-14	2-0659	48-38	3-80	5-66
Apr.	2-6111	0-03	0-05	2-1490	49-60	3-54	5-06
May	2-6129	0-54	0-83	2-0824	59-45	3-81	5-44
June	2-4440	2-20	3-60	2-1667	64-65	3-97	8-94
July	2-4501	2-01	3-28	2-0926	68-30	3-86	8-91
Aug.	2-4498	1-81	2-96	1-9942	66-85	4-59	8-44
Fridays							
1972 Apr. 7	2-6095	-0-14	-0-21	2-1056	48-35	3-81	5-38
" 14	2-6090	-0-11	-0-17	2-1691	49-35	3-87	5-25
" 21	2-6085	0-01	0-02	2-1379	49-35	3-58	5-19
" 28	2-6111	0-03	0-05	2-1490	49-60	3-54	5-06
May 5	2-6107	0-12	0-18	2-1446	51-05	3-54	5-19
" 12	2-6132	0-13	0-20	2-1467	52-90	3-63	5-13
" 19	2-6134	0-25	0-38	2-0992	57-05	3-81	5-19
" 26	2-6125	0-34	0-52	2-0846	57-95	3-76	5-31
June 2	2-6119	0-32	0-49	2-0598	59-40	3-84	5-25
" 9	2-6111	0-26	0-40	2-0618	62-50	3-87	5-25
" 16	2-5935	0-88	1-34	2-0513	61-50	3-91	6-22
" 22 (i)	2-5765	5-25	8-15	1-9752	61-75	3-99	13-00
" 30	2-4440	2-20	3-60	2-1667	64-65	3-97	8-94
July 7	2-4400	1-65	2-70	2-1224	65-30	4-06	8-19
" 14	2-4478	2-00	3-27	2-0926	65-00	4-06	8-88
" 21	2-4508	2-20	3-59	2-0946	65-00	3-93	9-31
" 28	2-4498	2-10	3-43	2-0988	68-20	3-93	9-19
Aug. 4	2-4510	2-23	3-64	2-1053	68-50	3-81	9-06
" 11	2-4524	1-73	2-82	2-0614	65-70	3-88	8-31
" 18	2-4509	1-30	2-12	2-0273	66-60	3-90	7-63
" 25	2-4469	1-53	2-50	2-0096	67-10	4-17	8-03

(a) Middle closing.

(b) Foreign currency (expressed in terms of U.S. dollars) held by U.K. residents and available for the purchase of quoted foreign currency securities and for approved direct investment in non-sterling countries.

(c) The 15-00 hours fixing, negotiated in U.S. dollar terms.

(d) Market selling rate in New York for 3-month Treasury bills, expressed as a yield (per cent per annum of 365 days).

Treasury bills (e)	U.K. rates (3 months)			Interest rate differentials (f) between			Last working days
	Local authority temporary loans (e)	Inter-bank sterling deposits (e)	Euro-dollar deposits in London (a)	U.K. and U.S. Treasury bills	Local authority temporary loans	Inter-bank sterling deposits	
					and		
					(against the U.K. -)		
					Per cent per annum		
6.87	7.25	7.31	8.50	-0.20	-2.40	-2.35	1970 Sept.
6.87	7.19	7.25	6.56	+0.95	-0.30	-0.25	Dec.
6.67	7.50	7.43	5.38	+0.45	-0.50	-0.55	1971 Mar.
5.64	6.28	6.31	6.50	-0.55	-1.20	-1.15	June
5.58	6.13	6.12	6.72	-0.45	-1.20	-1.25	July
5.83	6.00	6.19	9.25	+2.95	-1.70	-1.50	Aug.(g)
4.77	5.34	5.25	7.63	+1.90	-0.35	-0.45	Sept.
4.58	5.06	5.09	6.06	-0.45	-1.60	-1.55	Oct.
4.36	4.63	4.56	6.50	+1.50	-0.40	-0.45	Nov.
4.43	4.56	4.69	5.75	+1.30	-0.65	-0.50	Dec.(h)
4.39	4.75	5.06	5.06	+0.85	-0.55	-0.20	1972 Jan.
4.39	5.13	5.12	4.97	+0.85	-0.05	-0.05	Feb.
4.33	4.94	4.87	5.53	+0.40	-0.75	-0.80	Mar.
4.25	4.56	4.53	5.00	+0.65	-0.50	-0.50	Apr.
4.34	5.13	5.06	4.63	-0.30	-0.35	-0.40	May
5.67	7.56	7.75	5.31	-1.90	-1.35	-1.15	June
5.79	8.38	8.40	5.66	-1.35	-0.55	-0.55	July
5.86	7.44	7.63	5.50	-1.70	-1.00	-0.85	Aug.
4.30	4.63	4.69	5.56	+0.70	-0.70	-0.65	Fridays
4.30	4.50	4.50	5.44	+0.60	-0.75	-0.75	1972 Apr. 7
4.30	4.56	4.56	5.19	+0.70	-0.65	-0.65	" 14
4.25	4.56	4.53	5.00	+0.65	-0.50	-0.50	" 21
							" 28
4.30	4.69	4.69	5.00	+0.60	-0.50	-0.50	May 5
4.30	4.72	4.75	4.94	+0.45	-0.40	-0.40	" 12
4.30	4.88	4.81	4.81	+0.10	-0.30	-0.40	" 19
4.34	4.94	4.94	4.81	+0.05	-0.40	-0.40	" 26
4.39	4.94	4.94	4.72	+0.05	-0.25	-0.25	June 2
4.87	4.94	5.30	4.88	+0.60	-0.35	-	" 9
5.58	5.13	5.69	4.88	+0.35	-1.10	-0.55	" 16
5.58	7.00	7.50	5.69	-6.55	-6.85	-6.35	" 22(i)
5.67	7.56	7.75	5.31	-1.90	-1.35	-1.15	" 30
5.54	7.38	7.75	5.50	-1.20	-0.80	-0.45	July 7
5.44	7.63	8.00	5.63	-1.90	-1.25	-0.90	" 14
5.79	8.00	8.50	5.75	-1.75	-1.35	-0.85	" 21
5.79	8.38	8.56	5.75	-1.55	-0.80	-0.60	" 28
5.83	8.19	8.19	5.47	-1.60	-0.90	-0.90	Aug. 4
5.79	7.63	7.50	5.50	-0.90	-0.70	-0.80	" 11
5.83	7.25	7.34	5.50	-0.20	-0.35	-0.30	" 18
5.86	7.31	7.44	5.53	-0.80	-0.70	-0.60	" 25

(e) For Treasury bills, the yield per cent per annum of 365 days derived from a representative London discount market selling rate for 91-day bills after the weekly tender. For local authority temporary loans, the mean of the range of rates shown in Table 29 (see footnote (h) to that table), and for inter-bank sterling deposits, a mean closing rate has been taken.

(f) These columns provide only broad comparisons, rounded to the nearest .05%. The differences are obtained after deducting the forward premium (per cent per annum) on U.S. dollars from the appropriate U.K. rates, or adding the forward discount.

(g) The London foreign exchange market was closed from 16 to 20 August. The market reopened on 23 August. The official parity remained unchanged at £1=\$2.40 but the Bank of England withdrew the former official buying rate of \$2.42 to £1; the official selling rate of \$2.38 remained.

(h) A new middle rate for sterling of £1=\$2.6057, was announced after the Washington Meeting held on 17 to 18 December.

(i) Thursday. The London foreign exchange market was closed from 23 to 26 June. The market reopened on 27 June, with the Bank of England no longer maintaining official dealing limits.

**Table 28****London gold price**

At daily fixings: U.S. dollars per fine ounce

	Highest	Lowest	Average
1969 Dec.	35-55	35-00	35-18
1970 Jan.	35-175	34-75	34-95
Feb.	35-025	34-95	34-99
Mar.	35-31	34-95	35-09
Apr.	35-975	35-28	35-62
May	36-24	35-45	35-96
June	35-70	35-125	35-43
July	35-50	35-275	35-33
Aug.	35-87	35-225	35-38
Sept.	36-40	35-85	36-19
Oct.	39-19	36-275	37-54
Nov.	37-90	36-75	37-45
Dec.	37-675	36-975	37-46
1971 Jan.	38-275	37-325	37-87
Feb.	39-05	38-10	38-73
Mar.	39-04	38-69	38-87
Apr.	39-70	38-815	39-01
May	41-20	39-42	40-50
June	40-85	39-49	40-10
July	42-475	40-10	40-94
Aug.	43-94	40-65	42-72
Sept.	42-725	40-70	42-04
Oct.	42-70	42-175	42-49
Nov.	43-66	42-125	42-85
Dec.	43-975	42-40	43-47
1972 Jan.	47-00	43-725	45-70
Feb.	49-25	47-00	48-25
Mar.	48-47	47-80	48-31
Apr.	49-60	48-29	49-03
May	59-45	50-20	54-56
June	66-75	58-80	61-99
July	68-90	64-25	65-62
Aug.	70-00	64-75	66-98

**Table 29**  
**Short-term money rates**

Per cent per annum

	Bank rate	Treasury bills		Commercial bills: discount market's buying rates		London clearing banks		Inter-bank market: overnight lending (g)	Local authorities: temporary loans (3 months) (h)	Finance houses: deposits (3 months) (i)
		Average allotment rate (a)	Highest allotment rate (b)	Prime bank bills (3 months) (c)	Trade bills (3 months) (d)	Deposit accounts (7 days' notice) (e)	Call money (f)			
Fridays										
Discount rates										
Interest rates										
1970 Oct. 30	7	£6-8130	6 $\frac{1}{8}$	8	8 $\frac{1}{2}$ —9	5	5 $\frac{3}{8}$ —6 $\frac{3}{4}$	6 — 6 $\frac{1}{2}$	7 $\frac{3}{8}$ —7 $\frac{1}{4}$	7 $\frac{1}{2}$
Nov. 27	"	£6-8154	"	"	"	"	5 $\frac{3}{8}$ —6 $\frac{3}{8}$	6 $\frac{1}{2}$ —6 $\frac{3}{4}$	7 $\frac{1}{2}$	7 $\frac{1}{2}$ —7 $\frac{3}{4}$
Dec. 24 (k)	"	£6-8167	"	"	"	"	"	5 $\frac{7}{8}$ —6	7 $\frac{1}{4}$	7 $\frac{3}{4}$ —7 $\frac{7}{8}$
1971 Jan. 29	"	£6-7725	6 $\frac{3}{8}$	"	"	"	5 $\frac{3}{8}$ —6 $\frac{7}{8}$	7 $\frac{3}{8}$ —7 $\frac{3}{4}$	7 $\frac{3}{8}$	7 $\frac{1}{4}$ —7 $\frac{3}{4}$
Feb. 26	"	£6-7157	6 $\frac{3}{4}$	"	"	"	5 $\frac{3}{8}$ —6 $\frac{3}{4}$	4 — 8	7 $\frac{1}{8}$ —7 $\frac{7}{8}$	8 — 8 $\frac{1}{4}$
Mar. 26	"	£6-6242	6 $\frac{1}{8}$	"	"	"	5 $\frac{3}{8}$ —6 $\frac{7}{8}$	7 $\frac{1}{4}$ —8	7 $\frac{1}{4}$ —7 $\frac{3}{8}$	7 $\frac{1}{2}$ —8
Apr. 30	6	£5-6844	5 $\frac{1}{8}$	7	7 $\frac{1}{2}$ —8	4	4 $\frac{3}{8}$ —5 $\frac{7}{8}$	2 $\frac{1}{2}$ —6 $\frac{1}{2}$	6 $\frac{3}{8}$ —6 $\frac{1}{2}$	6 $\frac{1}{2}$
May 28	"	£5-6318	5 $\frac{3}{8}$	6 $\frac{3}{4}$	7 $\frac{1}{4}$ —8	"	"	7 — 7 $\frac{7}{8}$	6 $\frac{3}{8}$ —6 $\frac{5}{8}$	6 $\frac{7}{8}$ —7
June 25	"	£5-5917	5 $\frac{5}{8}$	6 $\frac{3}{8}$	7 $\frac{1}{8}$ —8	"	"	3 $\frac{1}{2}$ —6 $\frac{1}{8}$	6 $\frac{1}{8}$	6 $\frac{3}{8}$
July 30	"	£5-5642	5 $\frac{9}{16}$	6 $\frac{5}{8}$	"	"	"	4 $\frac{1}{2}$ —6 $\frac{1}{8}$	6 $\frac{1}{8}$	6 $\frac{1}{4}$ —6 $\frac{3}{8}$
Aug. 27	"	£5-8052	5 $\frac{3}{8}$	5 $\frac{7}{8}$ —6	"	"	"	5 $\frac{1}{4}$ —6 $\frac{1}{4}$	5 $\frac{1}{2}$ —6	6 — 6 $\frac{3}{8}$
Sept. 24	5	£4-7531	4 $\frac{3}{8}$	4 $\frac{1}{8}$ —4 $\frac{3}{8}$	6 $\frac{1}{8}$ —7	3	3 $\frac{3}{8}$ —5 $\frac{1}{8}$	4 $\frac{7}{8}$ —5 $\frac{1}{8}$	5 $\frac{1}{8}$	5 $\frac{1}{4}$
Oct. 29	"	£4-5610	4 $\frac{1}{2}$	4 $\frac{3}{8}$ —4 $\frac{5}{8}$	5 $\frac{7}{8}$	2 $\frac{1}{2}$ —3	2 — 5	4 — 4 $\frac{7}{8}$	5 — 5 $\frac{1}{8}$	5 $\frac{1}{8}$
Nov. 26	"	£4-2805	4 $\frac{1}{8}$	4 $\frac{7}{8}$ —4 $\frac{1}{2}$	"	2 $\frac{1}{2}$	1—4 $\frac{3}{4}$	4 $\frac{1}{4}$ —4 $\frac{3}{4}$	4 $\frac{3}{4}$	4 $\frac{7}{8}$
Dec. 31	"	£4-4087	4 $\frac{3}{8}$	4 $\frac{1}{2}$	5 $\frac{1}{2}$	"	1 $\frac{1}{2}$ —5	1 — 5 $\frac{1}{4}$	4 $\frac{1}{2}$ —4 $\frac{5}{8}$	4 $\frac{3}{8}$ —4 $\frac{1}{2}$
1972 Jan. 28	"	£4-3519	4 $\frac{3}{8}$	4 $\frac{5}{8}$	"	"	3 $\frac{1}{4}$ —4 $\frac{3}{4}$	3 — 5 $\frac{1}{8}$	4 $\frac{5}{8}$ —4 $\frac{3}{4}$	5
Feb. 25	"	£4-3600	"	5	5 $\frac{5}{8}$	"	3 — 5 $\frac{1}{4}$	3 $\frac{3}{4}$ —5 $\frac{1}{2}$	5 $\frac{1}{4}$	5 $\frac{1}{4}$ —5 $\frac{3}{8}$
Mar. 30 (k)	"	£4-3142	"	4 $\frac{3}{4}$	5 $\frac{1}{8}$	"	1 — 5	2 — 5	4 $\frac{7}{8}$ —5	4 $\frac{1}{2}$
Apr. 7	"	£4-3305	4 $\frac{5}{8}$	4 $\frac{1}{8}$	"	"	2 $\frac{1}{2}$ —4 $\frac{7}{8}$	3 — 4 $\frac{3}{8}$	4 $\frac{5}{8}$	4 $\frac{5}{8}$
" 14	"	£4-3038	"	4 $\frac{9}{16}$	"	"	2 — 4 $\frac{1}{4}$	3 $\frac{1}{2}$ —4 $\frac{3}{4}$	4 $\frac{1}{2}$	4 $\frac{9}{16}$
" 21	"	£4-2890	"	4 $\frac{1}{2}$	"	"	3 — 4 $\frac{3}{8}$	3 $\frac{5}{8}$ —4 $\frac{1}{2}$	4 $\frac{1}{2}$ —4 $\frac{5}{8}$	5 — 5 $\frac{1}{4}$
" 28	"	£4-2686	4 $\frac{1}{4}$	4 $\frac{7}{16}$ —4 $\frac{1}{2}$	"	"	3 — 6	4 — 4 $\frac{5}{8}$	4 $\frac{9}{16}$	4 $\frac{3}{4}$
May 5	"	£4-2516	"	4 $\frac{1}{2}$	"	"	3 $\frac{7}{8}$ —4 $\frac{7}{8}$	4 $\frac{1}{2}$ —5	4 $\frac{5}{8}$ —4 $\frac{3}{4}$	4 $\frac{1}{2}$
" 12	"	£4-2581	"	4 $\frac{9}{16}$	"	"	3 — 4 $\frac{3}{8}$	4 $\frac{1}{2}$ —5 $\frac{1}{4}$	4 $\frac{1}{2}$ —4 $\frac{3}{4}$	4 $\frac{5}{8}$ —4 $\frac{7}{8}$
" 19	"	£4-2708	"	4 $\frac{3}{4}$	"	"	3 $\frac{7}{8}$ —5	4 $\frac{3}{8}$ —5	4 $\frac{7}{8}$	4 $\frac{1}{2}$
" 26	"	£4-3026	4 $\frac{5}{8}$	4 $\frac{3}{4}$ —4 $\frac{1}{2}$	"	"	4 $\frac{1}{2}$ —4 $\frac{3}{4}$	4 $\frac{1}{2}$ —5	4 $\frac{7}{8}$ —5	4 $\frac{7}{8}$ —5
June 2	"	£4-4943	4 $\frac{1}{2}$	4 $\frac{1}{8}$ —4 $\frac{7}{8}$	5 $\frac{1}{4}$	"	1 $\frac{1}{2}$ —4 $\frac{7}{8}$	2 $\frac{1}{2}$ —4 $\frac{1}{4}$	"	5 $\frac{1}{16}$
" 9	"	£4-8487	5	5 $\frac{1}{2}$	5 $\frac{5}{8}$	2 $\frac{1}{2}$ —3	1 $\frac{1}{2}$ —4 $\frac{1}{4}$	2 — 3 $\frac{3}{4}$	4 $\frac{7}{8}$	5 $\frac{1}{8}$ —5 $\frac{1}{4}$
" 16	"	£5-5333	5 $\frac{5}{8}$	5 $\frac{3}{8}$ —6	6 $\frac{1}{4}$	3	2 — 5	4 $\frac{1}{2}$ —5 $\frac{1}{4}$	5 $\frac{1}{8}$	5 $\frac{1}{8}$
" 23	6	£5-6154	"	6 $\frac{1}{4}$ —7 $\frac{1}{2}$	7 $\frac{1}{2}$	"	1 — 6 $\frac{1}{2}$	1 — 1 $\frac{1}{2}$	7 $\frac{1}{4}$	7 $\frac{1}{16}$
" 30	"	£5-6372	5 $\frac{3}{4}$	6 $\frac{3}{4}$	8	4	2 — 5 $\frac{7}{8}$	5 — 12	7 $\frac{1}{2}$ —7 $\frac{5}{8}$	7 — 7 $\frac{1}{2}$
July 7	"	£5-4850	5 $\frac{1}{2}$	6 $\frac{3}{8}$	7 $\frac{1}{2}$	"	2 — 5 $\frac{1}{2}$	2 — 6 $\frac{7}{8}$	7 $\frac{3}{8}$	7 $\frac{9}{16}$
" 14	"	£5-4184	5 $\frac{1}{2}$	6 $\frac{5}{8}$ —6 $\frac{3}{4}$	"	"	3 — 5 $\frac{3}{4}$	6 $\frac{1}{4}$ —8	7 $\frac{5}{8}$	7 $\frac{3}{8}$ —7 $\frac{1}{2}$
" 21	"	£5-7457	5 $\frac{3}{8}$	7 $\frac{3}{8}$	8 $\frac{1}{2}$	4 — 5 $\frac{1}{2}$	3 — 5 $\frac{5}{8}$	5 $\frac{1}{2}$ —7 $\frac{3}{4}$	8	8 $\frac{7}{16}$
" 28	"	£5-7644	"	7 $\frac{5}{8}$ —7 $\frac{3}{4}$	"	5 $\frac{1}{4}$ —5 $\frac{1}{2}$	5 — 5 $\frac{3}{4}$	5 — 7 $\frac{5}{8}$	8 $\frac{3}{8}$	8 $\frac{1}{2}$ —8 $\frac{5}{8}$
Aug. 4	"	£5-7848	5 $\frac{3}{8}$	7 $\frac{1}{4}$ —7 $\frac{3}{8}$	"	"	5 — 6	4 — 7 $\frac{3}{4}$	8 $\frac{1}{8}$ —8 $\frac{1}{4}$	8 $\frac{1}{8}$ —8 $\frac{1}{2}$
" 11	"	£5-7687	5 $\frac{1}{8}$	7 — 7 $\frac{1}{8}$	"	"	4 — 5 $\frac{3}{4}$	5 $\frac{1}{2}$ —6 $\frac{1}{2}$	7 $\frac{5}{8}$	7 $\frac{3}{4}$ —7 $\frac{5}{8}$
" 18	"	£5-7709	5 $\frac{3}{8}$	6 $\frac{3}{4}$	7 $\frac{1}{2}$	"	2 — 5 $\frac{5}{8}$	1 $\frac{1}{2}$ —5 $\frac{3}{4}$	7 $\frac{1}{4}$	7 $\frac{9}{16}$
" 25	"	£5-8260	5 $\frac{3}{8}$	6 $\frac{3}{4}$ —6 $\frac{1}{2}$	"	"	4 — 5 $\frac{7}{8}$	5 $\frac{1}{2}$ —6 $\frac{3}{8}$	7 $\frac{3}{8}$	7 $\frac{1}{2}$

- (a) Average rate of discount on allotment for 91-day bills at the weekly tender.  
 (b) Before 17 September 1971 the discount market's joint tender rate; occasionally no bills were allotted at this rate. From 17 September, the highest rate (calculated to nearest  $\frac{1}{8}$ %) at which tenders were accepted.  
 (c) Before 6 August 1971, the minimum buying rate agreed by the members of the discount market; from 6 August, the spread of the market's buying rates.  
 (d) The rate at which trade bills are discounted depends upon their quality. The figures shown are market rates for bills of good average quality. Some trade bills are discounted at lower rates.  
 (e) Range of rates paid on ordinary 7-day deposit accounts. Different rates may be paid on large amounts.  
 (f) Range of rates charged for loans to the discount market. Before 1 October 1971, the lower rate was the clearing banks' basic (or minimum) rate for such loans, normally a fixed margin above their deposit rate. From 1 October, the range shown is that charged for overnight secured loans.  
 (g) Range of rates over the day in the inter-bank sterling market.  
 (h) For a minimum term of three months and thereafter at seven days' notice.  
 (i) Range of rates quoted for new deposits of a fixed term of three months by some of the main hire purchase finance houses. Rates are to some extent subject to negotiation and different rates may be paid on large amounts.  
 (k) Thursday.

**Table 30**  
**Security yields**

Per cent per annum, except for index number in right-hand column

Last working days	British government stocks				Company securities (F.T.-Actuaries Indices)			
	Short-dated (5 years)	Medium-dated (10 years)	Long-dated (20 years)	3½% War Loan	20-year debenture and loan stocks	Industrial ordinary shares		
	Calculated redemption yields(a)				Flat yield	Redemption yield	Dividend yield	Earnings yield(b)
1970 June	7.58	8.61	9.42	9.48	10.92	4.84	7.32	132.9
Sept.	7.54	8.45	9.16	9.35	10.40	4.46	6.76	145.0
Dec.	8.04	9.04	9.70	9.82	10.84	4.58	7.04	141.7
1971 Jan.	7.63	8.79	9.55	9.58	10.55	4.54	6.97	141.8
Feb.	7.64	8.43	9.17	9.24	10.59	4.72	7.08	137.0
Mar.	7.31	8.20	8.90	8.96	10.49	4.46	7.00	145.1
Apr.	7.08	8.11	8.98	9.18	10.34	3.96	6.13	164.1
May	7.12	8.25	9.19	9.53	10.26	3.86	5.98	169.5
June	6.88	7.96	8.95	9.25	10.38	3.83	5.92	172.2
July	6.87	7.88	8.99	9.36	10.26	3.60	5.59	183.8
Aug.	6.61	7.55	8.73	9.12	9.99	3.59	5.59	183.8
Sept.	6.53	7.45	8.33	8.58	9.36	3.61	5.61	184.7
Oct.	6.28	7.30	8.32	8.69	9.22	3.66	5.62	181.1
Nov.	5.84	6.96	8.00	8.51	9.09	3.58	5.53	185.4
Dec.	6.20	7.14	7.93	8.45	9.19	3.43	5.27	196.3
1972 Jan.	5.88	6.69	7.65	8.14	8.84	3.34	5.18	204.7
Feb.	5.85	6.82	7.78	8.31	8.56	3.19	4.95	215.0
Mar.	6.30	7.29	8.23	8.81	9.16	3.21	5.10	214.7
Apr.	6.15	7.11	8.09	8.63	9.11	3.12	5.02	223.4
May	6.99	7.96	8.91	9.53	9.69	3.26	5.34	217.4
June	7.97	8.25	9.03	9.48	10.23	3.46	5.67	206.1
July	8.26	8.44	9.08	9.45	10.00	3.27	5.48	217.9
Aug.	8.44	8.67	9.30	9.63	10.11	3.20	5.32	224.4
Wednesdays								
1972 Apr. 5	6.23	7.21	8.19	8.80	9.21	3.17	5.04	217.5
" 12	6.21	7.18	8.15	8.76	9.18	3.17	5.06	218.1
" 19	6.23	7.17	8.14	8.72	9.19	3.15	5.03	221.5
" 26	6.11	7.07	8.02	8.57	9.13	3.13	5.04	222.4
May 3	6.20	7.17	8.14	8.69	9.18	3.09	4.98	225.3
" 10	6.22	7.22	8.21	8.79	9.22	3.22	5.19	217.8
" 17	6.27	7.33	8.31	8.92	9.20	3.13	5.09	224.8
" 24	6.64	7.75	8.62	9.29	9.39	3.16	5.16	223.2
" 31	6.99	7.96	8.91	9.53	9.69	3.26	5.34	217.4
June 7	7.37	8.08	9.00	9.54	10.05	3.35	5.50	211.6
" 14	7.64	8.13	8.92	9.50	10.04	3.35	5.50	211.9
" 21	8.52	8.59	9.25	9.75	10.27	3.36	5.53	211.2
" 28	8.01	8.34	9.09	9.53	10.31	3.42	5.60	208.5
July 5	7.91	8.18	8.96	9.36	10.17	3.38	5.54	211.3
" 12	7.98	8.23	8.92	9.31	10.10	3.34	5.55	212.7
" 19	7.96	8.23	8.94	9.39	9.99	3.23	5.37	220.2
" 26	8.29	8.47	9.13	9.50	10.11	3.28	5.50	217.2
Aug. 2	8.14	8.37	9.02	9.39	9.99	3.19	5.33	223.6
" 9	8.23	8.51	9.13	9.47	10.05	3.23	5.39	221.2
" 16	8.15	8.50	9.15	9.49	10.13	3.15	5.22	228.0
" 23	8.20	8.51	9.16	9.51	10.10	3.18	5.28	225.5
" 30	8.41	8.62	9.26	9.59	10.11	3.18	5.29	225.8

(a) See additional notes.

(b) Earnings are taken as gross profit less corporation tax (at 45% to 27 November 1970, at 42½% from 30 November 1970, and at 40% from 30 March 1971), other charges and gross preference dividends.

## Additional notes to the tables

### Sources

Statistics taken from publications of H.M. Government are reproduced by permission of the Controller of H.M. Stationery Office. Particular acknowledgement is made to H.M. Treasury for the use of the figures of central government financing in Table 1.

Acknowledgement is also made to the banks and other institutions which have made material available to the Bank, and to the following bodies which have allowed the Bank to reprint statistics compiled by them or have assisted the Bank in the collection of statistics from their members:

- The Accepting Houses Committee
- The American banks in London
- The Association of Investment Trust Companies
- The Association of Unit Trust Managers
- The British Bankers' Association
- The British Overseas and Commonwealth Banks Association
- The Committee of London Clearing Bankers
- The Committee of Scottish Clearing Bankers
- The Council of The Scottish Stock Exchange
- The Council of The Stock Exchange, London
- The Eastern Exchange Banks' Association
- The Faculty of Actuaries in Edinburgh
- The Financial Times
- The Foreign Banks and Affiliates Association
- The Institute of Actuaries in London
- The Japanese banks in London
- The London Discount Market Association
- The Northern Ireland Bankers' Association
- The Royal Mint

### Table 1: Central government: borrowing requirement

This table provides a summary, for calendar quarters and financial years, of all transactions affecting the central government, and analyses government borrowing according to the source of the funds borrowed. It classifies transactions in three main categories. The first category comprises:

(a) The net amount paid out, or received, by the Consolidated Fund: this is mainly on account of current revenue and expenditure, but also covers certain domestic loans – including any at subsidised rates of interest – and all overseas lending.

(b) The amount lent from the National Loans Fund (all at market rates) to local authorities, nationalised industries and other domestic bodies, less the repayments of principal on such loans. Interest on these loans, together with the profits of the Issue Department of the Bank of England, is set off in the National Loans Fund against the cost of interest, management and expenses of the national debt. Any shortfall is made good by a transfer from the Consolidated Fund, so that receipts and payments relating to debt servicing are self-balancing in the National Loans Fund by the end of a financial year.

(c) The net change in other central government funds and accounts, the largest components of which are the balances of the National Insurance Funds and departmental balances held with the Paymaster General. This category also includes various statistical adjustments.

(d) The net change in the borrowing requirement of the Northern Ireland Government.

The aggregate of these items, called the central government's borrowing requirement (net balance), is a measure of the net expenditure (including lending) of the central government resulting broadly from decisions of a budgetary nature.

Second, the table brings together under the heading "external transactions" any net cost or gain in sterling resulting from: (a) changes in the official reserves and other items financing the total currency flow in the balance of payments accounts. These comprise changes resulting from the Exchange Equalisation Account's transactions in gold, foreign exchange and Special Drawing Rights (other than allocations) and changes in net transactions with the International Monetary Fund (except for the payment of subscriptions) and with other monetary authorities; and (b) any other increase or decrease in overseas holdings of government stocks and Treasury bills, and any change in other forms of central government debt to overseas.

Together these items represent the impact on the central government's domestic financing of the overseas transactions of the country as a whole.

Finally, the table analyses government domestic borrowing to show changes in both the banks' and other domestic holdings of notes, coin and government debt. Financing of the Northern Ireland government borrowing requirement takes the form of bank advances and changes in holdings of stocks, Treasury bills and other securities issued by the Northern Ireland Government. The domestic borrowing is equal to the sum of the central government's borrowing requirement (net balance) and the external transactions.

The division between domestic and overseas holdings of government stocks and Treasury bills is not exact. Some unidentified changes in overseas holdings may be included among the residual figures for domestic holdings, but the amounts involved are thought not to be very large.

More details of the components of central government financing were given in an article in the March 1966 *Bulletin*, page 29, and the changes resulting from the National Loans Act 1968 were explained in the September 1968 *Bulletin*, page 280.

### Table 2: Central government: current and capital accounts

This table gives a national income accounts classification of transactions which make up the central government's borrowing requirement (net balance) in Table 1. It is a summary of the current and capital accounts of the central government, published by the Central Statistical Office in *Financial Statistics*.

### Table 3: Analysis of government debt

(1) *Marketable debt* This section gives a further analysis by type of holder of the changes, included in Table 1, in the amount of government stocks and Treasury bills held by overseas holders, the banking sector and other domestic holders. Changes in holdings of stocks are

shown at cash value except for those of the banking sector, where the figures relate mainly to changes in book value – any difference between the book and cash value being reflected in the residual figures for “other holders”.

The figures for overseas holders, as in Table 1, are based partly on the statistics of U.K. external liabilities in sterling (Table 24) and partly on information extracted from the registers of government stocks; they should not be regarded as more than estimates – any error being reflected in the figures for “other holders”. “Central monetary institutions” covers the holdings of central banks, currency boards, the General and Note Security Funds of the Crown Agents, the Bank for International Settlements and a few other accounts known to be used for central monetary purposes.

The table includes a maturity analysis of official transactions in government stocks. In this analysis, stocks with optional redemption dates are classified according to the final date.

Figures for overseas holdings of Treasury bills include changes in Treasury bills held as the counterpart of official financing transactions with overseas monetary authorities. These are not identifiable in Table 1 as they are one component only of the item “total external currency flow”.

(2) 1 *National savings* This table, derived from Department for National Savings statistics, analyses the figures for national savings in Table 1. Changes in deposits with the special investment departments of the trustee savings banks and in the investment account of the National Savings Bank are excluded because they do not directly affect the central government: that part of their funds which is invested in government debt is included in Table 1 under “other holders: marketable debt”.

(2) 2 *Tax reserve certificates* Company certificates are intended for bodies liable to corporation tax, while personal certificates are for individuals, partnerships, trustees and others not liable to corporation tax. The current issue of company certificates was withdrawn on 31st December 1971 but a final personal issue was made available from 3rd January 1972 until 29th June 1973.

An article describing the history of tax reserve certificates appeared in the December 1968 *Bulletin*, page 391.

#### Table 4: Currency circulation

Figures for the Bank of England and the London clearing banks relate to the average of Wednesdays in each month; those for the Scottish clearing banks and the Northern Ireland banks relate to the average in periods of four consecutive weeks, as published in the *London Gazette* and the *Belfast Gazette* respectively, with as close a correspondence as possible to the calendar month.

The figures for the amount of coin in circulation are provided by the Royal Mint, and make allowance for coin which has been lost, destroyed, or otherwise wasted.

#### Table 5: Bank of England

As from 1st September 1970 certain sterling holdings of official institutions overseas, which had hitherto been employed on behalf of those

institutions by the Bank of England under their guarantee – primarily in Treasury bills but occasionally in other liquid assets – are accounted as direct, rather than contingent, liabilities of the Bank of England; and the assets in which the funds are invested are included among the assets of the Banking Department.

From 28th February 1971, the figures reflect certain changes in the treatment of reserves in the books of the Banking Department, in connection with the publication by the Bank of England of a full balance sheet and profit and loss account. The main effects of these changes are to increase the figures on the assets side for government securities and for other securities, and on the liabilities side for other accounts, as reserves hitherto earmarked against specific assets are brought together on the liabilities side of the account.

Following the publication on 28th July 1971 of the annual *Report and accounts* of the Bank for the year ended 28th February 1971, some other minor changes were made to the figures of the Banking Department published in the weekly *Bank Return*. The changes were as follows: on the liabilities side, unallocated profit of the Bank formerly described as “rest” was included in “reserves and other accounts”, which replaced the item “other accounts”; on the assets side, Treasury bills discounted for customers were included in “government securities” instead of in “discounts and advances”, the title of which was changed to “advances and other accounts”; and the title of “other securities” was changed to “premises, equipment and other securities”.

From 16th September 1971 calls for Special Deposits apply to the whole banking system; the new arrangements were described in a supplement entitled *Reserve ratios and Special Deposits* issued with the September 1971 *Bulletin*.

#### Table 7: Discount market

(1) *Discount houses* This group comprises the members of the London Discount Market Association.

Following the introduction on 16th September 1971 of new arrangements for the control of credit, the table includes figures for mid-month reporting dates, beginning with mid-September 1971.

(2) *Discount market: public sector lending ratios* The discount market is here defined as the discount houses, together with certain other firms carrying on an essentially similar type of business. These are the three discount brokers (Gerald Quin, Cope and Co., Norman and Bennet Ltd. and Page and Gwyther) and the money trading departments of six banks traditionally maintaining such business (Algemene Bank Nederland N.V., Banque Belge Ltd., Ionian Bank Ltd., Keyser Ullmann Ltd., Leopold Joseph and Sons Ltd., and Samuel Montagu & Co. Ltd.).

In the calculation of the public sector lending ratios, borrowed funds comprise:

- (a) total sterling borrowing (other than capital) from all sources, less any sterling lending to other discount houses, discount brokers, money brokers, or the six banks' money trading departments, as already defined; plus

- (b) the excess, if any, of liabilities denominated in currencies other than sterling over the total of assets in such currencies. No deduction is allowed from the total of borrowed funds if other currency assets exceed other currency liabilities.

The categories of public sector debt included in the ratio are:

- (a) U.K. and Northern Ireland Treasury bills;
- (b) local authority bills eligible for rediscount at the Bank of England and negotiable bonds;
- (c) public sector bills guaranteed by H.M. Government;
- (d) company tax reserve certificates;
- (e) British government stocks and stocks of nationalised industries guaranteed by H.M. Government, with not more than five years to final maturity; and
- (f) local authority stocks with not more than five years to final maturity.

A general description of the new arrangements for credit control as they affect the discount market appeared in the September 1971 *Bulletin*, page 314.

**Table 8: Banks in the United Kingdom**

This table includes all banks observing the common 12½% reserve ratio introduced on 16th September 1971, together with the Northern Ireland banks (who have accepted the application of a ratio in principle). Banking institutions observing a public sector lending ratio are therefore not included, nor are the National Giro and the Banking Department of the Bank of England. Table 8(1), which summarises the figures of the contributors to Tables 8(2) to 8(11), is thus not comparable with Table 11 which covers the whole banking sector. Also, the adjustments made in Table 11 to eliminate inter-bank transactions and transit items (see the notes to Table 11), have not been made in this table. The figures cover the business of all the banks' offices within the United Kingdom.

The figures for non-sterling currencies are not comparable with those shown in Table 23. Apart from minor differences of definition, the coverage of banks is less comprehensive in this table; and until December 1971 Table 23 excluded currencies of overseas sterling countries.

Overseas residents are defined here, and elsewhere in the *Bulletin*, as overseas governments (including their diplomatic representatives in the United Kingdom) and public authorities, U.K. branches or agencies of international institutions, and persons, companies and other bodies whose permanent or registered address is outside the United Kingdom. This includes overseas branches of U.K.-registered companies and agents or agencies located in the United Kingdom acting on behalf of, or for the account of, overseas residents.

U.K. residents are defined as U.K. public authorities, persons, companies and other bodies whose permanent or registered address is within the United Kingdom. This includes branches located within the United Kingdom of overseas-registered companies and U.K. diplomatic and military representatives overseas.

Current and deposit accounts include, in addition to the banks' deposit liabilities, their liabilities on loans and advances (including money at call and short notice) received from other U.K. banks, and, where appropriate, their net sterling liabilities to their offices or to their head offices overseas.

Balances with other U.K. banks include money at call or short notice, and loans and advances to the U.K. offices of the banks contributing to these tables and to the National Giro. Cheques in course of collection on other banks in the United Kingdom are, however, excluded. For the London and Scottish clearing banks and the Northern Ireland banks the item also includes indistinguishably certain internal or impersonal accounts together with provision for bad and doubtful debts.

Money at call and short notice to the discount market comprises all sterling funds lent to the members of the London Discount Market Association. Money at call and short notice to other borrowers comprises sterling funds lent for periods not exceeding one month to:

- (i) money brokers on the stock exchange;
- (ii) discount brokers;
- (iii) jobbers and stockbrokers; and
- (iv) bullion brokers, excluding those listed as U.K. banks,

together with reporting banks' own holdings of tax reserve certificates.

Special Deposits may be called by the Bank of England from all banks under the new arrangements for credit control which came into operation on 16th September 1971. These arrangements were described in the consultative document *Competition and credit control*, reprinted in the June 1971 *Bulletin*, page 189; in *Reserve ratios and Special Deposits*, a supplement to the September 1971 *Bulletin*; and in "Reserve ratios: further definitions", in the December 1971 *Bulletin*, page 482.

British government stocks are given at book value or cost.

Loans to U.K. local authorities comprise funds placed with, and loans and advances made to, U.K. local authorities. Any money placed by the banks with local authorities where the banks are acting solely as agents and have no corresponding deposit liabilities is excluded.

Advances comprise amounts outstanding on loan and overdrawn accounts, the banks' foreign currency balances with banks and financial institutions overseas, and net sterling claims on their offices or on their head office overseas. Loans to U.K. local authorities are excluded. The figures are shown without deduction of provisions for bad and doubtful debts and exclude advances to other U.K. banks.

Other assets include banks' own holdings of U.S. dollar certificates of deposit, sterling securities (other than sterling bills discounted and British government stocks), trade investments, and foreign currency assets not included elsewhere (such as investments and discounted bills denominated in currencies other than sterling).

Since the introduction of the new credit control arrangements on 16th September 1971, Tables 8(6) to 8(11) include figures for mid-month reporting dates: previously these figures were reported only at end-quarter dates.

From mid-March the statistics include figures for the five finance houses recognised or confirmed as banks in January 1972. These institutions have been included in the "other banks" group [Table 8(11)]; both here and in the summary Table 8(1) two sets of figures are shown for mid-March giving the various categories of liabilities and assets before and after their inclusion. In the first set, however, the figures are shown with the finance houses treated by existing banks as "U.K. banks", whereas in mid-February they are treated as "other U.K. residents". In order to make the first set of mid-March figures in the summary table comparable with mid-February's, £8 million should be switched out of sterling deposits from U.K. banks into deposits from other U.K. residents, and £216 million out of sterling balances with other U.K. banks into advances to U.K. residents.

The figures for mid-May 1972 for the London and Scottish clearing banks are shown after the transfer from "sterling bills discounted" to "advances" of £707 million fixed rate credit for exports and shipbuilding and short-term export finance. Of this, £634 million (London clearing banks £597 million, Scottish clearing banks £37 million) was transferred from "other U.K. bills" and £73 million (all London clearing banks) from "other bills": £386 million (London clearing banks £349 million, Scottish clearing banks £37 million) has been placed in "advances to U.K. residents" and £321 million (all London clearing banks) in "advances to overseas residents".

Some further notes on individual tables are given below:

(2) *London clearing banks* This group comprises the members of the Committee of London Clearing Bankers. The figures are available in this form only since mid-October 1971 and are partly estimated. Figures for mid-September 1971 and before are arranged differently and were included in the additional notes in the March *Bulletin*, page 149, made up to mid-December 1971; additional notes on this earlier series last appeared in the December 1971 *Bulletin*, beginning on page 566. The considerations leading to the change in the form of the table and the main differences between the two series were described in the March *Bulletin*, page 76.

Other accounts cover such items as credits in course of transmission, and various other internal funds and accounts.

Until April 1972, both advances and bills discounted included certain refinanceable export and shipbuilding credits (the refinance facilities are described in the issues of the *Bulletin* for September 1969, page 292, December 1970, page 395, December 1971, page 445 and June 1972, page 205). As explained above, from May 1972 all such credits are included in advances.

(3) *Scottish clearing banks* This group comprises the members of the Committee of Scottish Clearing Bankers. As for the London clearing banks, the figures are available in this form only since mid-October 1971 and are partly estimated; figures in the previous format, made up to mid-December 1971, were included in the March *Bulletin*, page 150.

Notes outstanding include the 'authorised' circulation, which was approximately £2.7 million at all dates shown; the remaining notes are

covered by holdings of Bank of England notes and by coin. These form part of "coin, notes and balances with Bank of England", which also includes the banks' holdings of each other's notes.

Other accounts cover such items as credits in course of transmission and various other internal funds and accounts.

Until April 1972, both advances and bills discounted included certain refinanceable export and shipbuilding credits (see London clearing banks above).

(4) *Northern Ireland banks* This group comprises the members of the Northern Ireland Bankers' Association. The figures relate to the liabilities and assets of their banking offices situated within the United Kingdom. As for the London and Scottish clearing banks they are available in this form only since mid-October 1971 and are partly estimated. Figures in the previous format made up to end-December 1971 were included in the March *Bulletin*, page 151.

For operational reasons, the Northern Ireland banks' figures are reported on dates different from those of other banks in the United Kingdom. For the first two months of each calendar quarter they are usually made up a day earlier than the other banks, while for the third month they are made up on the last working day. When compiling aggregates for all the banks at mid-March, June, etc. in the summary Table 8(1), the Northern Ireland banks' mid-February, May, etc. figures are used in preference to the end-quarter figures.

Notes outstanding include the 'authorised' circulation which was approximately £2 million at all dates shown.

(5) *Other deposit banks* are the Co-operative Bank Ltd., C. Hoare & Co., Isle of Man Bank Ltd., Lewis's Bank Ltd., Scottish Co-operative Wholesale Society Ltd., Bankers, Yorkshire Bank Ltd. and, until 31st March 1972, Royal Bank of Ireland Ltd. (English office). Separate figures for these banks are not available before mid-October 1971.

(6) *Accepting houses* are the members of the Accepting Houses Committee together with their Channel Islands banking subsidiaries.

(7) *British overseas and Commonwealth banks* are the members of the British Overseas and Commonwealth Banks Association together with certain of their banking subsidiaries.

(9) *Foreign banks and affiliates* are the members of the Foreign Banks and Affiliates Association.

#### Table 9: Eligible liabilities, reserve assets and reserve ratios

(1) *Banks* In the calculation of banks' reserve ratios, eligible liabilities comprise, in broad terms, sterling deposit liabilities, excluding deposits having an original maturity of over two years, plus any sterling resources obtained by switching foreign currencies into sterling. Inter-bank transactions and sterling certificates of deposit (both held and issued) are taken into the calculation of individual banks' liabilities on a net basis, irrespective of term. Adjustments are also made in respect of transit items.

Reserve assets comprise balances with the Bank of England (other than Special Deposits),

British government and Northern Ireland government Treasury bills, company tax reserve certificates, money at call with the London money market, British government stocks and stocks of nationalised industries guaranteed by H.M. Government with one year or less to final maturity, local authority bills eligible for rediscount at the Bank of England and (up to a maximum of 2% of eligible liabilities) commercial bills eligible for rediscount at the Bank of England.

(2) *Finance houses* In the calculation of the finance houses' reserve ratios, eligible liabilities comprise deposits with an original maturity of two years or less received from U.K. residents, other than banks, or from overseas. The definition of reserve assets is the same as for banks.

Full definitions of all the items in this table are contained in the article "Reserve ratios: further definitions", in the December 1971 *Bulletin*, page 482.

**Table 10: Analysis of advances by banks in the United Kingdom**

This analysis is based as far as possible on the Standard Industrial Classification: there are twenty-five categories grouped under the broad headings of manufacturing, other production, financial, services, personal and overseas. Advances are classified by industry, irrespective of owner (*i.e.* private, local authority or government); and if an advance cannot be attributed to any particular activity, it is classed according to the main activity of the borrower – if necessary within the residual groups provided under the broad divisions. Advances to merchants, brokers, importers and exporters are included in retail distribution or other distribution as appropriate.

The analysis, which mainly relates to the third Wednesday in February, May, August and November, covers all banks in the United Kingdom which contribute to the banking sector statistics (Table 11). It includes advances, both in sterling and foreign currencies, provided by banks to their customers; but does not include funds placed through the specialised financial markets with other banks (both in the United Kingdom and overseas) or with local authorities or finance houses.

Figures for the Northern Ireland banks, relate to the third Tuesday in each quarter and are broadly comparable with those provided by the other contributors to the table, but are in less detail.

An article introducing the analysis and describing how it differs from an earlier series appeared in the March 1967 *Bulletin*, page 48.

Seasonally adjusted figures for changes in advances by banks in Great Britain between February 1967 and February 1972 were given in an article in the June *Bulletin*, page 220.

**Table 11: U.K. banking sector**

The U.K. banking sector comprises all banks included in Table 8 together with the Banking Department of the Bank of England, the National Giro and the members of the London Discount Market Association. The figures are designed to show transactions between banks and third parties; they exclude therefore the banks' own

internal funds, and all inter-bank items, including transactions between the banks and the discount houses; advances are shown without deduction of provisions for bad and doubtful debts.

Adjustments are also made to banks' gross figures to allow for transit items between institutions within the banking sector as well as between offices of the same bank. Transit items appear in an individual bank's balance sheet both as credit items (*e.g.* standing orders) and debit items (*e.g.* cheques in course of collection). When banks' figures are aggregated these items may give rise to double counting of deposits received from customers outside the banking system or, where overdrawn or loan accounts are concerned, to the undervaluing of total advances made to such customers. In accordance with the treatment adopted for the calculation of reserve ratios (see "Reserve ratios: further definitions", in the December 1971 *Bulletin*, page 482), it is assumed that 60% of the total value of debit items, less credit items, affects deposits. This proportion is therefore deducted from gross deposits in the calculation of net deposits; the remaining 40% is added to advances.

At 30th June 1972 the National Giro had £17 million at call with the discount houses, as well as the assets shown in Table 11(1) – which do not reflect transactions within the banking sector.

Net government indebtedness to the Banking Department is defined in footnote (e) to Table 1.

Table 11(4) shows monthly changes in the banking sector's assets and liabilities, grouped by sector, and links them up with changes in the money stock. Some of the figures are partly estimated. The two versions of the money stock are defined, and their method of compilation described, in the additional notes to Table 12. Non-deposit liabilities (net) comprise the banking sector's capital and reserves and other non-deposit liabilities less investment in premises and other non-financial assets; this item is also in effect a balancing item between banks' reported assets and liabilities and can therefore reflect errors and omissions in other items in the banking sector balance sheet.

Changes in bank assets and liabilities arising directly from alterations in the composition of the banking sector, or from the use of new sources of information, are excluded from this table. As a result, the changes in money stock shown here may differ from those which can be calculated by reference to the levels of money stock in Table 12.

Two lines of figures appear at various points in Tables 11 (1) to (3) for end-March 1972. These show the assets and liabilities of the banking sector and its constituent groups of banks before and after the inclusion of five new contributors (see the additional notes to Table 8). In the first line of figures, these institutions are regarded for all purposes as being outside the banking sector and other banks' advances to them, for example, are included among advances to U.K. residents (other than banks) in Table 11 (3). In the second line, they are regarded for all purposes as part of the banking sector: their assets and liabilities are included with those of the accepting houses, overseas and other banks, but other banks' advances to them are treated as inter-bank transactions and excluded.

The changes in March 1972 in Table 11 (4) have been calculated with the new contributors treated for all purposes as part of the private sector. From April onwards the changes are derived with the new contributors as part of the banking sector.

In Tables 11(1) and 11(3) the figures for end-June for the deposit banks are shown after the transfer from bills discounted to advances of £707 million of refinaceable credits at mid-May (see the additional notes to Table 8). Within the analysis of bank advances to U.K. residents in Table 11(3), advances to financial institutions have been increased by £7 million, to companies by £204 million and to other by £175 million; the remaining £321 million has been added to advances to overseas residents.

**Table 12: Money stock**

In this table various categories of bank deposits with institutions in the U.K. banking sector are grouped with notes and coin in circulation to produce two alternative definitions for the stock of money. The first definition ( $M_1$ ) is a narrow one, consisting of notes and coin in circulation with the public plus sterling current accounts held by the private sector only. The other definition ( $M_3$ ) comprises notes and coin in circulation with the public together with all deposits, whether denominated in sterling or other currencies, held by U.K. residents in both the public and private sectors. In both definitions 60% of the net value of transit items within the banking sector is deducted from deposits – see the additional notes to Table 11.

Earlier issues of the *Bulletin* included another definition ( $M_2$ ) which distinguished between deposits with the deposit banks and with other banks; this has now been discontinued.

The statistical returns provided by banking institutions at end calendar quarters give sufficient information about deposits for the calculation of the wider definition of the stock of money,  $M_3$ . They do not, in all cases, however, include a full enough breakdown of deposits to allow a precise calculation of  $M_1$  and various assumptions have to be made. The movements of  $M_1$  should therefore be treated with some reserve, though the degree of approximation involved is not thought to produce a misleading picture of long-term trends.

The various assumptions used to isolate sterling current accounts held by the private sector before October 1971 were described in an article in the September 1970 *Bulletin*, page 324.

Since 20th October 1971 the London and Scottish clearing banks have provided additional statistical information which has eliminated the need, so far as their figures are concerned, to use the rules described in the above article – apart from the assumption that public sector deposits are all sterling current accounts. (Two of the banks are not yet able to provide the extra information in the full detail required and a small amount of estimation remains necessary for the time being.) This extra information has, however, shown that some of the assumptions used in the calculation of the earlier figures may not have been correct. As a result the level of  $M_1$  at end-September 1971 may have been some £200–250

million too low. It is not possible to calculate the extent of any underestimation in earlier figures and there is a break in the series between September and December 1971.

The assumptions governing the treatment of deposits with the rest of the deposit banks have also been modified so that, from October 1971, banking sector deposits with these banks are allocated mainly to deposit accounts. The rules previously used to derive private sector sterling current accounts with the accepting houses, overseas and other banks remain in force.

To compile monthly figures for both  $M_1$  and  $M_3$  it is necessary to make a few further assumptions relating mainly to coin in circulation, which is not available at mid-months, and to public sector deposits with banks other than the London and Scottish clearing banks. Some comments on the method of the seasonal adjustment were given in the March *Bulletin*, page 78.

The full monthly analysis cannot be provided for months before June 1971. For comparison, however, some estimates of the broadest definition of money stock ( $M_3$ ) back to April 1970, giving a breakdown between notes and coin in circulation and bank deposits are given below.

		£ millions		$M_3$		
		Notes and coin in circulation with public	Residents' deposits (net) with banking sector	Unadjusted	Seasonally adjusted	
1970	Apr.	15	2,998	13,079	16,077	16,160
	May	20	3,032	13,231	16,263	16,410
	June	17	3,049	13,464	16,513	16,590
	July	15	3,151	13,604	16,755	16,660
	Aug.	19	3,135	13,778	16,913	16,900
	Sept.	16	3,133	13,925	17,058	17,120
	Oct.	21	3,131	14,091	17,222	17,160
	Nov.	18	3,155	14,230	17,385	17,310
	Dec.	9	3,237	14,344	17,581	17,360
	1971	Jan.	20	3,174	14,605	17,779
Feb.		17	3,267	14,470	17,737	17,910
Mar.		17	3,339	14,682	18,021	18,320
Apr.		21	3,289	14,774	18,063	18,170
May		19	3,287	14,855	18,142	18,290
June		16	3,322	14,965	18,287	18,350

The figures have been obtained by applying approximate changes in the money stock, compiled from statistical returns which are rather less complete than those used to compile the new series, to the level of the money stock at mid-June 1971. The fuller information needed to compile figures for  $M_1$  before October 1971 is not available.

The two lines of figures in Table 12 for mid- and end-March show the money stock and its components before and after the inclusion of five new contributors (see additional notes to Tables 8 and 11). In the first line of figures the new contributors are treated for all purposes as part of the private sector and in the second line as part of the banking sector.

**Table 13: Stock exchange transactions**

**Table 14: Transactions in British government stocks on the London stock exchange**

In both tables, transactions are recorded at dealing (contract) dates, rather than at settlement dates.

In Table 13 the figures for the London stock exchange represent the sum of brokers' purchases on behalf of clients plus the sum of their

sales on behalf of clients; that is, the transfer of a security from one holder to another counts as two deals. The Scottish figures are not comparable because any such transfer negotiated between two Scottish brokers is regarded as one deal. There is also an unknown element of duplication between the two series. No statistics are available for the other stock exchanges.

There are certain transactions, mainly cash subscriptions to new issues and redemption payments on maturing stocks, which are reported by some sections of the market but which do not pass through stockbrokers and are not therefore included in stock exchange turnover (Table 13). Such transactions have been eliminated as far as possible from Table 14.

**Table 15: Capital issues on the U.K. market**

The estimates relate to new money raised by issues of ordinary, preference and loan capital (public issues, offers for sale, issues by tender, placings, and issues to shareholders and employees) by local authorities and quoted public companies in the United Kingdom; and by overseas public authorities (including local authorities and international organisations) and companies. The estimates include U.K. local authority negotiable bonds (of not less than one year) issued to, or through the agency of, banks, discount houses, issuing houses or brokers. Mortgages, and bank advances and any other loans redeemable in less than twelve months, are excluded; so also are loans from U.K. government funds (including the Industrial Reorganisation Corporation) – but not government subscriptions to company issues made *pari passu* with the market. Issues to shareholders are included only if the sole or principal share register is maintained in the United Kingdom. Estimates of the amounts raised are based on the prices at which securities are offered to the market. Subscriptions are recorded under the periods in which they are due to be paid. Redemptions relate to fixed interest securities of the kinds included as issues; conversion issues in lieu of cash repayment are included in the gross figures of both issues and redemptions. No allowance is made for company liquidations or other repayments of share capital.

The estimates for loan capital include issues of debentures and loan stock carrying the right of conversion into, or subscription to, equity capital. The amounts included in parts 2 and 3 of the table for such issues by U.K. companies are as follows:

£ millions	
1969	267.7
1970	105.0
1971	63.5
1972 1st quarter	31.0
2nd "	9.8
Jan.	0.5
Feb.	17.5
Mar.	13.0
Apr.	3.1
May	0.9
June	5.8
July	4.9
Aug.	21.8

As the series relates only to new money raised, bonus issues, share exchanges and issues for other forms of consideration are excluded, as are

issues in which the cash raised accrues not to the borrowing company but to its existing shareholders. It is not possible to segregate funds destined, in turn, for the purchase of existing securities or for subscription to other new issues, but the separate analysis of issues by financial institutions goes some way towards doing so.

The division between U.K. and overseas company borrowers is determined by the location of the registered office. U.K. "local authorities" include, in addition to local governments, such public bodies as water, dock and harbour boards. "Financial companies" in part 3 of the table are quoted U.K. public companies within the definitions of the banking sector and other financial institutions for flow of funds statistics (see the notes on sources, definitions and seasonal adjustments relating to the analysis of financial statistics). The industrial classification is according to the primary occupation of the borrowing company or group and is based on the Standard Industrial Classification.

International issues (usually issues made on more than one market and through an international syndicate) are included in part 1 of the table if U.K. institutions took a leading part in arranging them. The amounts included, which are rough estimates of the proportions for which U.K. sponsors arranged subscriptions, are as follows:

	£ millions		
	Total	U.K. borrowers	Overseas borrowers
1969	208.5	0.9	207.6
1970	172.6	20.2	152.4
1971	252.9	28.4	224.5
1972 1st quarter	92.7	—	92.7
2nd "	106.5	14.2	92.3
Jan.	53.0	—	53.0
Feb.	24.1	—	24.1
Mar.	15.6	—	15.6
Apr.	14.8	—	14.8
May	41.7	7.4	34.3
June	50.0	6.8	43.2
July	22.0	2.8	19.2
Aug.	18.9	2.3	16.6

An article in the June 1966 *Bulletin*, page 151, presented annual figures in broadly the present form back to 1954 together with an earlier series going back to 1927, and described the differences between the series.

**Table 16: Acquisitions and mergers by financial companies within the United Kingdom**

These figures cover company acquisitions and mergers initiated by financial companies and include, besides amalgamations between financial companies, the acquisition by financial companies of non-financial companies. They complement the Department of Trade and Industry's statistics for industrial and commercial companies (which include acquisitions by non-financial companies of financial companies).

"Financial companies" are defined as those falling within Minimum List Headings 860-2 of the Standard Industrial Classification 1968 (Insurance; Banking and bill discounting; Other financial institutions – which include investment, hire purchase, export finance, leasing and factoring companies). Deals involving unincorporated

businesses, and financial institutions such as building societies which are not incorporated under the Companies Act, are not covered. Companies with diverse activities are classified according to what appears to be the main one. In some cases, the classification is necessarily arbitrary.

Acquisitions are defined as purchases which result in the buyer holding more than 50% of the equity capital of the company whose securities are acquired. Purchases of minority interests in existing subsidiaries and mergers of subsidiaries within the same company group are excluded. Where a company, in the course of acquiring a subsidiary, purchases preference or loan capital as well as equity, the whole amount of the transactions is included. Mergers are amalgamations effected by arrangement between companies.

The values shown relate to the consideration paid in respect of acquisitions and mergers, whether in cash or by the issue of securities. So far as possible, securities are included at market value. The amounts shown are those of expenditure during the current period and therefore do not include any previous investment in the company acquired. Purchases of shares on the stock exchange made directly in connection with successful bids are included. Mergers are valued as if the larger (or largest) company concerned had acquired the smaller. In general, amounts are included at the date when a bid is declared unconditional or a contract to purchase is signed. An article introducing this series appeared in the September 1971 *Bulletin*, page 349.

**Table 17: Investment trust companies**

The investment trust companies which contribute returns are either members of the Association of Investment Trust Companies or are listed as investment trust companies by the London stock exchange; 232 are covered by the most recent statistics. Returns are not sought from about sixty small trusts.

Net current assets do not take account of contingent assets and liabilities such as claims on, or sums due to, the Inland Revenue, or the liability for accrued loan interest and for dividends proposed but not yet paid. They include, however (in "other short-term assets in the United Kingdom" or "other short-term borrowing in the United Kingdom"), sums due from, or to, stockbrokers on account of securities sold or purchased and still awaiting settlement. The figures include the investment currency premium where appropriate.

The end-year figures of assets may be reconciled approximately as follows:

£ millions	
Assets at end-1970	4,469.2
Transactions in trusts' own capital	137.2
Adjustment due to changes in trusts making returns	-2.4
Undistributed income, changes in market valuation, capital gains tax, etc. (residual)	1,154.4
Assets at end-1971	5,758.4

Transactions in trusts' own capital include net issues of share and debenture capital for cash

(excluding estimated costs of issue), other identified long-term borrowing at home and abroad, and issues of capital against the acquisition of trusts not previously included in the statistics.

Gross transactions in quoted ordinary and deferred securities of U.K. companies were:

£ millions		Purchases	Sales
1971 1st quarter		80.4	71.1
2nd "		128.1	92.9
3rd "		117.0	90.6
4th "		137.6	107.8
Year		463.1	362.4
1972 1st quarter		183.7	118.9
2nd "		223.3	174.8

The present series was introduced in an article in the September 1961 *Bulletin*, page 29.

**Table 18: Unit trusts**

The returns cover virtually all unit trusts authorised by the Department of Trade and Industry under the Prevention of Fraud (Investments) Act 1958. They are collected in the main through the Association of Unit Trust Managers, but also include returns of trusts whose managers are not members of the Association. The numbers of trusts covered by the returns were: 1971, June, 258; September, 262; December, 269; 1972, March, 270; June, 286.

Gross transactions in quoted ordinary and deferred securities of U.K. companies were:

£ millions		Purchases	Sales
1971 1st quarter		113.0	96.4
2nd "		149.6	112.7
3rd "		127.9	113.6
4th "		126.5	121.1
Year		517.0	443.8
1972 1st quarter		143.3	127.2
2nd "		186.4	156.8

The present series was introduced in an article in the September 1961 *Bulletin*, page 29.

**Table 19: Property unit trusts**

The statistics cover all seventeen U.K. property unit trusts for pension funds and charities. An article describing the origin and nature of these institutions appeared in the September 1969 *Bulletin*, page 294.

**Table 23: External liabilities and claims of banks in the United Kingdom in overseas currencies**

The figures are gross, as shown in the reporting banks' books at the close of business on the last working day of the period, currency amounts being calculated in sterling terms mainly at the middle closing exchange rate on that day. Forward commitments and unsettled spot deals are not included. Before 1972 the figures excluded liabilities and claims of banks in overseas sterling currencies, for which amounts at end-years were shown in the June *Bulletin*, pages 214-15. Contributing institutions differ somewhat from those in Table 11. The figures comprise:

**1 U.K. liabilities**

Deposits and advances received from overseas residents; and negotiable dollar certificates of

deposit issued in London. The series does not include official liabilities in foreign currencies arising from short-term loans to the U.K. Government and drawings on central bank facilities. Until December 1971 it also included commercial bills drawn on U.K. residents and held by the banks on behalf of their overseas customers.

## 2 U.K. claims

Deposits with, and advances to, overseas residents; notes and coin; Treasury bills and similar short-term paper; commercial bills drawn on overseas residents and claims on overseas customers arising from acceptances. Until December 1971 the series also included commercial bills drawn on overseas residents and held by the banks on behalf of their U.K. customers.

**Table 24: Exchange reserves in sterling; and banking and money market liabilities in sterling to holders other than central monetary institutions**

This table brings together those figures which bear on the reserve role of sterling and also figures of cash or near-cash funds held in the United Kingdom by other overseas holders (e.g. commercial banks, companies and individuals).

Exchange reserves in sterling are funds held by central monetary institutions and international organisations. The detailed breakdown illustrates the extent to which countries choose to hold banking and money market assets as distinct from readily marketable investments in the form of British government stocks. Some countries hold other sterling reserve assets, such as U.K. equities, which are not embodied in the table itself, but the approximate amount of such assets at the latest date available is given in a footnote to the table.

Official sterling holdings guaranteed under the September 1968 Sterling Agreements amounted to £2,920 million at end-June 1972. These guaranteed balances represent a proportion of official sterling reserves as defined under the agreements, and cover a wider range of assets but fewer countries than are included in exchange reserves in sterling held by overseas sterling countries' central monetary institutions.

Banking and money market liabilities to other overseas holders, like those held as part of sterling reserves, are the most liquid and normally the most variable of all the different types of sterling investments. Those held by non-sterling countries are particularly sensitive to interest rate differentials and to changes in confidence in sterling. The holdings of the overseas sterling countries may also be affected by the same influences, but fluctuations in these holdings more usually reflect movements between cash balances and marketable investments not included in this table and changes in the working balances of overseas banks and commercial concerns.

Banking and money market liabilities comprise:

- (a) Deposits and Treasury bills [see (c) below] held for banks overseas (including overseas offices of U.K. banks) and other account holders abroad, by banks and their nominee companies in the United Kingdom and by certain other financial

institutions. Similar funds held with the Crown Agents for Oversea Governments and Administrations are also included.

The following amounts of sterling certificates of deposit are included under external deposits with banks:

End of	£ millions
1969	32
1970	34
1971 Sept.	57
Dec.	59
1972 Mar.	72
Apr.	68
May	72
June	70

- (b) Temporary loans to and bills drawn on local authorities, and deposits with hire purchase finance companies, whether made direct by overseas residents or by U.K. banks and other U.K. agents for account of overseas residents.
- (c) The following amounts of non-interest-bearing notes held by international organisations, which are included under Treasury bills:

End of	£ millions
1969	43
1970	58
1971 Sept.	44
Dec.	86
1972 Mar.	81
Apr.	81
May	80
June	71

Liabilities to the International Monetary Fund are excluded; the United Kingdom's outstanding drawings on the Fund from 1968 are shown in Table 22, and the amount of accumulated charges paid in sterling (less I.M.F. expenditure in sterling) as at end-March 1972 is shown in a footnote to that table.

The break in the series for deposits with banks and hire purchase finance companies after February 1972 arises from the reclassification of several hire purchase companies as banks after that date.

**Table 25: External banking and money market liabilities: geographical details by class of holder**

The geographical groupings where applicable are as follows:

### 1 Overseas sterling countries

- (a) The Caribbean area includes Bahamas, Bermuda, British Honduras and Guyana.
- (b) East, Central and West Africa comprises Gambia, Ghana, Kenya, Malawi, Nigeria, Sierra Leone, Tanzania, Uganda and Zambia.
- (c) The Middle East comprises Jordan, Kuwait, other Persian Gulf territories, and South Yemen, and until December 1971, Libya.
- (d) The Far East comprises Brunei, Hong Kong, Malaysia and Singapore.

- (e) Other countries include Cyprus, Iceland, the Republic of Ireland, Malta and U.K. dependent territories not elsewhere included.

## 2 Non-sterling countries

- (a) North America comprises the United States and dependencies and Canada.
- (b) Latin America comprises other independent non-sterling countries of the American continent.
- (c) Western Europe comprises:
- (i) the continental members of E.F.T.A. and their dependent territories; the Bank for International Settlements is included with Switzerland;
  - (ii) the members of E.E.C. and their dependent territories; and
  - (iii) Andorra, Finland, Greece, Spain, Turkey and Yugoslavia.
- (d) The middle East (Table 23 only) comprises Egypt, Iran, Iraq, Israel, Lebanon, Saudi Arabia, Sudan, Syria, Yemen, and from 1972, Libya.

**Table 26: External advances and overdrafts in sterling**

This table shows the extent to which U.K. banks provide financial accommodation in the form of cash to overseas residents. The greater part is believed to represent advances and overdrafts given by U.K. banks to their own branches and correspondents overseas.

The geographical groupings shown are the same as those used in Table 25.

**Table 30: Security yields**

The flat yield on a security is the annual amount receivable in interest, expressed as a percentage of the purchase price. The gross (*i.e.* before tax) redemption yield comprises the gross flat yield together with an apportionment of the capital gain or loss on dated securities held to redemption: more precisely it is the rate of interest which, if used to discount future dividends and the sum due at redemption, will make their present value equal to the present price of the stock.

For British government stocks other than 3½% War Loan the table shows gross redemption yields for selected maturities derived from yield-maturity curves fitted by computer. In calculating yields on stocks with alternative redemption dates, redemption is assumed at the later date when the price was below par, that is when the flat yield was above the nominal rate; and at the earlier date when the price was above par. The main omissions from the calculation are where (a) the coupon is below 5%; (b) the total market issue is less than £150 million; (c) there is provision for a sinking fund or for redemption by drawings; (d) the stock has less than six months' life; or (e) a tap stock is obviously out of line with the market. An outline of the method used was given in the March 1967 *Bulletin*, page 52.

3½% War Loan is shown as the representative undated stock because it is the most widely held stock. The monthly average yield on 2½% Consols is published in *Financial Statistics*.