

# **Bank of England Quarterly Bulletin**

**Index**

**Volume 20 1980**

# Index

The index below covers the contents of each issue apart from the statistical annex. The following conventions have been adopted:

- (A) = article
- (L) = lecture
- (S) = speech
- (TN) = technical note

Academic consultants  
members and papers list 63, 209, 331, 461

Accounting  
inflation and management 160-5(A)

Agricultural products  
prices 4-5

Algeria  
oil; prices 4

Ashridge lecture, Café Royal  
The North Sea and the United Kingdom economy  
20 November 1980 449-54(L)

Assessment  
prospects and problems 16-18, 136-40, 279-82,  
406-10

Assets and liabilities  
UK external; inventory, end-1979 166-72(A)

BIS see Bank for International Settlements

Balance of payments  
capital flows 13-14, 123, 127, 128, 275, 403  
current account 12, 127, 264, 273, 391, 401-3;  
overseas countries 6, 133, 277-8, 405-6  
invisible earnings 13, 274-5, 402  
oil and gas; exporting countries 154-9(A)  
terms of trade 6, 13, 274, 295-303(A), 402

Bank for International Settlements  
international banking activity 28, 148, 278, 291, 420  
maturity analysis 30, 150, 292, 422

Bank of England  
credit control notice 26 March 1980 153  
Governor's lecture  
The North Sea and the United Kingdom economy.  
Café Royal 20 November 1980 449-54

Governor's speeches  
Overseas Bankers Club 4 February 1980 59-61  
Bristol Chamber of Commerce, Industry and  
Shipping 13 February 1980 61-2  
Industrial Society Conference 23 April 1980 203-5  
Financial Times luncheon for representatives of  
the foreign banking community 20 May 1980  
205-8  
Lord Mayor's dinner to the bankers and merchants  
of the City of London 16 October 1980 457-9  
minimum lending rate; changes 14, 15, 19, 120,  
123, 141-2, 283-4, 286, 389, 390, 411-13  
operations and supervision; foreign exchange market  
442-3(A)  
Panel of academic consultants; members and papers list  
63, 209, 331, 461  
special deposits 20, 124, 141, 283  
supplementary special deposits 16, 123, 153, 263,  
264-5, 275, 281, 389

Banking Act 1979  
supervision 205-8(S), 324-30(TN)

Banks  
acceptances 123  
base and deposit rates 20, 122, 142, 284, 413  
eligible liabilities 20, 141, 283, 411, 412  
flow of funds 177(A)  
foreign currency position; maturity structure 29,  
149-50, 292, 422  
investment; inward/outward 167(A)  
lending 14, 15, 17-18, 122-4, 264, 265, 281,  
321-2(A), 390; house purchase 267; international 28,  
148, 265, 291-3, 311-18(A), 460(TN); North Sea oil  
424  
liabilities, claims and assets 29, 149, 167(A), 292,  
421-2  
liquidity 391-2, 411-12  
reserve assets 15, 392, 411, 412-13  
supervision 205-8(S), 324-30(TN)

Base rates  
banks 20, 122, 142, 284, 413

Belgian franc  
foreign exchange market 26, 147, 290, 418

'Bill leak' 264

Bond, I D  
Recent developments in the terms of trade 295-303(A)

Bond markets  
foreign/international 30-1, 150-1, 293, 423

Brown, R N  
Recent developments in the terms of trade 295-303(A)

Budget measures  
effects 8, 121-2, 124-5, 267-8, 271

Building societies  
funds 15, 267, 392

CBI see Confederation of British Industry

CCA see Current cost accounting

CGBR see Central government borrowing requirement

CTDs see Certificates of tax deposit

Canadian dollar  
foreign exchange market 147, 290, 419

Capital adequacy  
deposit-taking institutions; assessment 324-30(TN)

Capital flows 13-14, 123, 127, 128, 275, 403

Capital markets 20-3, 142-5, 284-8, 413-16, 426-7(TN)

Cash limits  
public sector 393, 398

Central government borrowing requirement 14, 123, 124,  
280

Certificates of tax deposit  
monetary developments 15

Clegg Commission see Standing Commission on Pay  
Comparability

Commodities  
markets 31-2, 152, 294, 425  
prices 4-5, 18, 120

Companies  
dividend payments 10, 33-41(A)  
finance 10, 130, 195(TN), 266, 273, 281, 319-23(A),  
391, 455-6(TN); gearing 10, 130, 193-5(TN), 273,  
320-1(A), 400, 455(TN)  
flow of funds 174-6(A)  
insolvency 430-6(A)  
investment 10, 130, 270, 394-5, 396; inward/outward  
166(A)  
liquidations 268, 273  
liquidity 10, 129-30, 266, 273, 391, 399-400  
profits 9-10, 129-30, 138, 191-5(TN), 263, 272,  
319-20(A), 399-400, 455-6(TN)  
stocks 10, 18, 130-1

Competitiveness  
exports 12, 13, 127, 128, 274  
imports 12, 127, 128, 274  
industry 6-7, 9-10, 127, 128, 401-2

Confederation of British Industry  
survey 131, 269, 270, 271, 273, 396, 399, 400

Construction industry  
output 7

Consumers  
expenditure deflator 122  
prices; overseas 6  
spending 9, 131, 269, 395, 396

Corset see Supplementary special deposits

Costs  
overseas 277, 404

Country exposure  
bank lending 460(TN)

Credit control notice  
26 March 1980 153

Current account  
balance of payments 12, 127, 264, 273, 391, 401-3;  
overseas countries 6, 133, 277-8, 405-6

Current cost accounting 160-5(A)

DCE see Domestic credit expansion

Dof see Department of Industry

Danish krone  
foreign exchange market 26, 147, 290, 419

Debenture market 23, 144, 287, 415

Denmark  
sterling bond issue 288

Department of Industry  
investment intentions survey 10, 130, 270, 395  
liquidity survey 10, 129, 273

Deposit rates  
banks 20, 284, 413

Deposit-taking institutions  
capital adequacy assessment 324-30(TN)  
see also Banks

Deutschemark  
foreign exchange market 26, 147, 289-90, 418-19

Developing countries  
balance of payments 406  
terms of trade 6

Differentials  
earnings 8  
interest rates 26-7, 128, 147-8, 290, 419-20

Distribution and services industries  
earnings 129, 270  
investment 10, 130, 270  
stocks 270, 394, 396

Dividends  
companies 10, 33-41(A)

Domestic credit expansion 15, 122, 264, 390

ECU see European currency unit

ELA see Equipment Leasing Association

EMCF see European Monetary Co-operation Fund

EMS see European Monetary System

ERI see Effective rate index

Earnings 8, 120, 121, 128-9, 137-9, 270-1, 395, 398  
manufacturing industry 9-10, 129, 270-1, 398;  
overseas 135, 277

Economic commentary 3-18, 119-40, 263-82, 389-410

Economist dollar indices of all commodities 4

Economy  
UK assessment 18, 61-2(S), 128, 137-9, 203-5(S), 263,  
279, 395-6, 406-10  
world 5-6, 59-61(S), 133-5, 136, 276, 403-6

Effective rate index  
sterling 24, 145-6, 289, 417

Eligible liabilities  
banks 20, 141, 283, 411, 412

Employment 7, 131, 268-9, 389, 397-8

Equipment leasing 10, 130, 266, 304-10(A)

Equipment Leasing Association 304, 305

Equity market 23, 144, 287, 415-16

Eurocredit market see Eurocurrency markets

Eurocurrency markets 29-30, 148-51, 167(A), 292-3,  
311-18(A), 422

Eurosterling market 421

European currency unit 25, 127, 146

European Monetary Co-operation Fund 25, 146, 289,  
418

European Monetary System 26, 127, 147, 289-90,  
418-19

Exchange controls  
removal; effect 13-14, 29, 123, 127, 128, 421

Exchange rate see Foreign exchange

Exports 5, 273, 274, 395, 396, 401, 404-5  
competitiveness 12, 13, 127, 128, 274, 402  
credits—new facilities 284  
see also Foreign trade

External assets and liabilities  
inventory, end-1979 166-72(A)

External debt  
repayments 25, 146, 168(A), 289, 403, 417-18

FT—Actuaries industrial (500) share price index 23, 144,  
287, 416

FT gold mines index 23

Finance (No 2) Act 1979  
leasing provision 10

Financial institutions  
flow of funds 177(A)



- Financial review 19-32, 141-52, 283-94, 411-25
- Financial statement and budget report, 1980/81*  
monetary target 267
- Fiscal policy 124-6
- Fleming, A E  
Conditions in the syndicated medium-term eurocredit market 311-18(A)
- Flow of funds  
sector financing 173-90(A)
- Foods  
imports; prices 4-5
- Foreign currencies  
liabilities and assets; external 167(A)
- Foreign currency finance 14, 275, 403
- Foreign currency position  
banks; maturity structure 29, 149-50, 292, 422
- Foreign currency securities  
public sector 168(A)
- Foreign exchange  
market 24-7, 145-8, 288-90, 416-20, 437-44(A)  
rate 18, 24, 127, 139, 145, 288, 396, 417, 444(TN)
- Foreign trade 273  
manufacturing industry 42-55(A)  
*see also* Exports; Imports
- French franc  
foreign exchange market 26, 147, 290, 418-19
- GDP *see* Gross domestic product
- GNP *see* Gross national product
- Gearing  
company finance 10, 130, 193-5(TN), 273, 320-1(A), 400, 455(TN)
- Gilt-edged market 20-3, 142-4, 284-7, 413-15, 426-7(TN)
- Gilt-edged stock *see* Government stock
- Gold  
reserves 25, 146
- Gold market 27-8, 148, 290-1, 420
- Government stock  
monetary developments 14, 15, 20, 123-4, 141, 265, 283, 284, 411  
overseas holdings 167-8(A)  
time/yield curves 21, 142, 285, 414
- Governor's speeches *see* Bank of England
- Gross domestic product  
growth 6-7, 120, 131, 263, 267-8, 389, 393, 395
- Gross national product  
growth; overseas 403-4
- Guilder  
foreign exchange market 26, 290, 418, 419
- Houses  
building; investment 7, 131-2, 394  
prices 15, 280, 392  
purchasing finance 267, 392
- Howson, S K  
Conditions in the syndicated medium-term eurocredit market 311-18(A)
- IBELs *see* Interest-bearing eligible liabilities
- IMF *see* International Monetary Fund
- IPD *see* Interest, profits and dividends
- Imports 274, 395, 396, 401  
competitiveness 12, 127, 128, 274, 402  
costs; OECD countries 5  
food prices 4-5  
manufactured goods; penetration 13, 128, 131, 274  
*see also* Foreign trade
- Income tax  
rebates 9
- Incomes policy *see* Pay policy
- Industrial concentration  
manufacturing industry; trade performance 42-55(A)
- Industrial countries  
prices; increases 5-6
- Industrial disputes 131, 145, 268
- Industrial materials *see* Materials
- Industrial materials *see* Materials
- Industrial output *see* Output
- Inflation 18, 120-2, 125-6, 137-9, 271-2, 279-80  
accounting 160-5(A)  
overseas 6, 132, 135, 277, 404  
rate 8, 271, 389; measures 122
- Inland revenue  
stock relief 400-1
- Insolvency  
companies 430-6(A)  
*see also* Liquidations
- Insurance companies  
purchasing finance; houses 267
- Interest-bearing eligible liabilities 15
- Interest, profits and dividends  
invisibles 13, 275
- Interest rates 14, 15, 17, 19, 26-7, 123, 124, 126, 127, 139-40, 141-2, 147-8, 283-4, 290, 411-13, 419-20  
foreign exchange market 444(TN)  
leasing 306-10(A)  
National Savings Bank 23  
overseas 134
- International banking 16-17, 28-31, 59-61(S), 148-51, 278, 291-3, 311-18(A), 420-3  
supervision 17
- International financial system  
recycling 16-17, 133, 277-8, 311-18(A), 405-6
- International Monetary Fund  
gold auction 27, 148, 291  
repayments 25, 146, 168(A), 289, 418  
role 17  
special drawing rights 25
- Inventories *see* Stocks
- Investment  
companies 10, 130, 270, 394-5, 396  
house building 7, 131-2, 394  
inward/outward 166-7(A)  
North Sea oil 167(A), 424
- Invisibles 13, 274-5, 402
- Iran  
assets freeze; effects 29, 30, 31  
oil; prices 4
- Irish pound  
foreign exchange market 26, 147, 290, 419
- Italian lira  
foreign exchange market 26, 147, 290, 419
- Japanese yen  
foreign exchange market 26, 147, 290, 419
- Job Release Scheme 398
- Joyce, P L  
UK manufacturing industry: international integration and trade performance 42-55(A)
- Kuwait  
oil; output 4
- LME *see* London Metal Exchange
- Labour market 7, 18, 132, 268-9, 397-8
- Leased assets 10, 130, 266, 304-10(A)
- Libya  
oil; prices 4
- Liquidations  
companies 268, 273, 432-3(A)
- Liquidity  
banks 391-2, 411-12  
companies 10, 129-30, 266, 273, 391, 399-400  
private sector; growth 17
- Local authorities  
borrowing; overseas 168(A)  
purchasing finance; houses 267  
stock issues 23, 144, 287, 415
- London eurocurrency market 29-30, 149, 292, 421-2
- London Metal Exchange  
trading 152
- M<sub>1</sub>  
growth 14, 15, 17, 123, 264, 265, 281, 389, 390
- M<sub>2</sub>  
growth 264, 265
- MLR *see* Minimum lending rate
- MTFS *see* Medium-term financial strategy
- Management accounting 160-5(A)
- Manufactures  
exports 13
- Manufacturing industry  
costs 8, 127  
earnings 9-10, 129, 270-1, 398; overseas 135, 277  
international integration/trade performance 42-55(A)  
investment 10, 130, 270  
output and productivity 6-7, 9-10, 131, 263, 268-9, 389, 394-6  
prices 271, 399  
stocks 10, 18, 130-1, 270, 394, 396
- Materials  
prices 4-5, 399
- Medium-term financial strategy 120, 125, 393
- Metals  
prices 4-5
- Minimum lending rate  
changes 14, 15, 19, 120, 123, 141-2, 283-4, 286, 389, 390, 411-13
- Monetary control 122-4, 264-6, 409-10, 428-9(TN)
- Monetary developments 14-16, 120-4, 264-6, 281-2, 457-9(S)
- Monetary policy 17-18, 120-2, 139-40, 406-7
- Monetary target 11, 14-15, 17, 120, 122-4, 264-6, 267-8, 389-91, 408-9
- Money markets 15, 19-20, 141-2, 283-4, 411-13
- Money supply 15, 122-4, 264-6, 281, 390-1
- Mortgage rate  
changes; effect 15, 121
- Multinational companies  
manufacturing industry; trade performance 42-55(A)
- National debt  
distribution 445-8(A)
- National saving  
sectoral composition 196-202 (TN)
- National savings 14, 23, 144, 281, 287, 415
- Nationalised industries  
prices 399  
*see also* Public corporations
- New issues  
capital market 426-7(TN)
- Nigeria  
oil; prices 4
- North Sea oil *see* Oil and gas
- Norwegian krone  
147, 419  
foreign exchange market
- OECD *see* Organisation for Economic Co-operation and Development
- OPEC *see* Organization of the Petroleum Exporting Countries
- Official financing 13, 168(A), 275, 403
- Oil and gas  
exporting countries; financial flows 6, 28, 127;  
revenues/surpluses; deployment 16, 28, 30, 31, 127, 151, 154-9(A), 293-4, 405, 423-4  
market structure 4  
North Sea; benefits 139, 276; Governor's lecture 20 November 1980 449-54; investment 167(A), 424;  
output 127, 276; profits 275  
output 4, 133; reduction 133, 277  
prices; overseas 4, 120, 125, 126, 132-3, 136-7, 404
- Organisation for Economic Co-operation and Development  
Members' economies 132-3, 277-8, 403-6  
Members' terms of trade 5-6
- Organization of the Petroleum Exporting Countries  
prices 4, 132-3, 404  
revenues/surpluses; deployment 16, 31, 133, 151, 154-9(A), 277, 293-4, 311-12(A), 405, 423
- Output  
manufacturing industry 6-7, 9-10, 131, 263, 268-9, 389, 394-5; world 4-5, 276, 403-4
- Overseas trade *see* Foreign trade
- PSBR *see* Public sector borrowing requirement
- PSL *see* Private sector liquidity
- Panel of academic consultants  
members and papers list 63, 209, 331, 461
- Panic, M  
UK manufacturing industry: international integration and trade performance 42-55(A)



- Pay policy  
1979/80 wage round 129, 398
- Pay settlements 8, 18, 120, 128-9, 263, 270, 280, 389, 398-9
- Personal sector  
flow of funds 176(A)  
liquid assets and borrowing 9  
savings 281
- Portfolio investment  
inward/outward 167(A)
- Preference shares 23, 144, 287, 415
- Prices  
commodities 4-5, 18, 120  
houses 15, 280, 392  
manufacturing industry 271, 399  
materials 4-5, 399  
nationalised industries 399  
oil 4, 120, 125, 126, 132-3, 136-7, 404  
overseas 5-6, 132-3, 263, 404  
terms of trade 295-303(A)  
United Kingdom 8, 121-2, 137-9, 263, 271-2, 280, 389, 399
- Private sector  
external assets and liabilities 166-7(A)  
liquidity; growth 17, 264, 390
- Production see Output
- Productivity  
manufacturing industry 9-10, 131, 269, 389, 396  
pay deals 8
- Profitability  
rate of return 9-10, 129-30, 191-5(TN), 263, 272, 319-20(A), 399-400, 455-6(TN)
- Profits  
companies 9-10, 129-30, 138, 191-5(TN), 263, 272, 319-20(A), 399-400, 455-6(TN)
- Public corporations  
borrowing; overseas 168(A)  
see also Nationalised industries
- Public expenditure 11
- Public sector  
borrowing requirement 11, 17, 124-6, 263, 265, 267-8, 280-1, 289, 389, 392-4, 408, 418  
cash limits 393, 398  
external assets and liabilities 167-8(A)  
flow of funds 173-4(A)  
foreign borrowing 25, 146, 167-8(A)  
pay 129, 270-1, 398
- RPDI see Real personal disposable income
- RPI see Retail price index
- Rate of return  
profitability 9-10, 129-30, 191-5(TN), 263, 272, 319-20(A), 399-400, 455(TN)
- Raw materials see Materials
- Real personal disposable income 9, 131, 269, 270, 395-6
- Receivership  
companies 432-5(A)
- Recession  
overseas 6, 132, 136, 276, 403-6  
UK economy 6-7, 18, 128, 139, 263, 280-1, 389, 395-6, 407-8
- Recycling funds  
international finance 16-17, 133, 277-8
- Repayments  
external debt 25, 146, 168(A), 289, 403, 417-18
- Reserve assets  
banks 15, 392, 411, 412-13
- Reserves 25, 146, 168(A), 275, 289, 403, 417-18
- Retail price index 120, 121, 270, 279
- Retail prices 8, 121-2, 137, 271, 280
- Risk transfers  
bank lending; international 460(TN)
- SDR see Special drawing rights
- Saudi Arabia  
oil; prices 4
- Saving ratio 9, 131, 269, 395, 397
- Sector financing  
flow of funds 173-90(A)
- Securities  
yields 23, 144, 286, 415
- Services industry see Distribution and services industries
- Shipbuilding credits  
new facilities 284  
sterling financing 56-8(TN)
- Special deposits  
banks 20, 124, 141, 283
- Special drawing rights 25
- Spending  
consumers; growth 9, 131, 269, 395, 396
- Standing Commission on Pay Comparability (the 'Clegg' Commission)  
awards; effects 129, 270
- Steel strike  
effect 131, 145
- Sterling  
foreign exchange market 24-5, 145-6, 288-9, 417-18  
shipbuilding credits; finance 56-8(TN)  
strength; effects 8, 9, 120, 127-8, 263, 275, 402, 403
- Sterling M<sub>3</sub>  
growth 14, 15, 17, 120, 122, 123, 263, 264-6, 281, 389-90, 408-9
- Sterling/US dollar  
interest rate differential 128
- Stocks  
distribution and services industries 270, 394, 396  
manufacturers 10, 18, 130-1, 270, 394, 396
- Strikes see Industrial disputes
- Supervision  
banks 205-8(S), 324-30(TN)  
foreign exchange market 442-3(A)  
international banking 17
- Supplementary special deposits 16, 123, 153, 263, 264-5, 275, 281, 389
- Swedish krona  
foreign exchange market 26, 147, 290, 419
- Swiss franc  
foreign exchange market 26, 147, 290, 419
- Syndicated credits  
eurocurrency market 311-18(A)
- Tax and prices index 122, 271
- Taxation  
dividends 34-5(A)
- Temporary Short-Time Working Compensation Scheme 398
- Terms of trade 6, 13, 274, 295-303(A), 402
- Time/yield curves  
government stocks 21, 142, 285, 414
- Timing consent  
capital market 426(TN)
- Transfer payments  
invisibles 13
- Treasury bills  
money market 19-20, 141, 283-4, 411  
overseas holdings 168(A)
- UK see United Kingdom
- US see United States
- Unemployment see Employment
- Unit trust units  
sales 24, 145, 287-8, 416
- United Kingdom economy  
assessment 18, 61-2(S), 128, 137-9, 203-5(S), 263, 279, 395-6, 406-10  
North Sea oil; Governor's lecture 20 November 1980 449-54
- United States  
dollar; foreign exchange market 25-6, 146, 289, 418  
Treasury; gold auction 27, 148
- Value added tax  
increase; effect 121-2
- Wage settlements see Pay settlements
- World economy 5-6, 59(S), 133-5, 136, 276, 403-6  
current account 6, 133
- World trade 5-6, 132-4, 273, 404-5
- Youth opportunities programme 398