

Index

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

(A) = article
(S) = speech
(N) = note

- Agriculture**
Consequences of world agricultural policies 324(N)
- Assessment**
evaluation of developments 3-8, 163-8, 317-21, 473-9
- Assets and liabilities**
return on external 540
The external balance sheet of the United Kingdom: recent developments 536-41(A)
- Australia**
commercial paper market 52
- Baker initiative** 175, 234, 341
see also International debt;
Sovereign debtors
- Balance of payments**
current account 19, 21, 163, 180-81, 331-3, 372-3, 489
developing countries 39-40, 204-5, 341-2, 358-9, 510-11
direct investment 20, 538
interest, profits and dividends 20(N), 539-40
invisibles 19, 20(N), 164, 181, 333, 489
portfolio investment 20, 537-8
UK position 19-23, 180, 331-2, 476, 489-90
see also External trade;
World economy
- Bank, banking**
base rate 195, 197, 352, 479, 485, 503-4
failures 383
high-interest retail accounts 215
interest-bearing current accounts 28, 191
net external liabilities 538
off-balance-sheet risk 235
overseas earnings from financial services 412(N)
ownership and control of UK banks 525-6(S)
recent developments in UK payment clearing systems 392-4(A)
securitisation of lending 348
spread earnings 539-40
see also International banking
- Bank deposits**
companies 29, 192, 346, 500
other financial institutions 29, 192, 347, 501
persons 29, 192, 346, 488, 500
- Bank lending**
to companies 8, 28, 346, 367, 501
to personal sector 8, 28, 178, 330, 346
to private sector 367
see also International bank lending;
Mortgage lending
- Bank of England**
Deputy Governor's speeches
Supervision and central banking 380-85
Governor's speeches
Building societies: a changing role 400-03
City and industry 220-22
Growth, debt and development 542-3
Ownership and control of UK banks 525-6
The instruments of monetary policy 365-70
- Banking supervision** 235
Agreed proposal of the United States Federal Banking Supervisory Authorities and the Bank of England on primary capital and capital adequacy assessment 87-93(N)
Bank of England's statutory powers 381-3, 525-6
convergence of capital adequacy in the UK and US 85-93(N), 235
corporate finance activity 384
- Banking supervision continued**
large exposures 86
off-balance-sheet transactions 86, 90-91, 93, 235
primary capital 85, 87-8, 91-3
risk-asset ratio 85, 88-9
supervision and central banking 380-85(S)
see also International banking: supervision
- Belgium**
exchange rate 13, 44, 211, 364, 516
- Budget measures** 185-6
tax revenue 7, 16, 25, 185, 495
- Building societies**
bank deposits 190, 216, 345-7, 501
bond issues 30
building societies: a changing role 400-03(S)
competition for deposits 338, 346, 401-2, 494, 500
competition in lending 193, 338, 500
competition with banks 30, 190, 193, 212-18, 229, 338, 347, 494, 500
credit standards 8, 401
deposits 229
diversification 402-3
interest rates 193, 197, 213, 215, 338, 492
margins 402
mortgage lending 27, 178, 190, 347, 400-01, 500
term shares 216
unsecured lending 8
wholesale funding 191, 193, 402, 500
see also Housing finance;
Mortgages
- Building Societies Act** 27, 30, 192, 212, 400
- Canada**
commercial paper market 50-51
- Capacity utilisation** 176-7, 333-4, 387, 477-8, 488, 490-91
- Capital**
rates of return 24, 179, 185
- Capital issues** 37, 201, 354, 507
see also International bonds and notes
- Capital markets**
capital market issues in sterling 356-7(N)
equity-related 40, 237, 359-60, 511-12
fixed-interest 37, 41-2, 202, 205-6, 354-5, 359, 511
international 40-42, 205-8, 237, 239, 359-61, 511-13
- Central Gilts Office** 80-82
- Central government borrowing requirement** 30-31, 193, 348, 501-2, 553
see also Public sector borrowing requirement
- Chowdhury, G and Miles, D K**
Companies' long-term financial decisions: dividends and debt 261-4(A)
- Commercial paper**
Commercial paper markets: an international survey 46-53(A)
- Commodity prices** 12, 166-7, 183, 318, 320, 324, 325, 482, 492-3
- Companies**
acquisition and merger activity 24, 339, 390, 479, 498
borrowing from banks 24, 185, 339, 367, 391, 478, 495, 498
capital issues 24, 339, 347, 391-2, 495
control of banks 526
dividends 185, 261, 263-4, 339, 389, 495
financial behaviour 261, 367, 390-91
financial position 24, 185, 339, 386-91(A), 494-5
fixed investment 24, 185, 339, 495
income and appropriations 24, 185, 388-90, 494
liquidity 389, 495
long-term financial decisions 261-4(A)
performance 556-8(A)
rate of return 24, 179, 185, 388, 557-8
see also Capital markets;
Profits, profitability
- Competitiveness** 21, 165, 181, 332, 476, 490
- Consumers**
credit 17, 330
expenditure 6, 15, 17, 177-8, 330, 337, 476, 487
- Costs see** Prices;
Unit labour costs
- Debt see** International debt;
National debt;
Sovereign debtors
- Denmark**
exchange rate 44, 211, 364, 516
- Dicks, M J**
The financial behaviour of the UK personal sector 223-33(A)
- Discount houses**
2.30 borrowing arrangements 195, 196, 370
- Earnings** 23, 182-3, 330, 335, 478, 490
- Easton, W W**
The terms of trade 371-9(A)
- Employment** 6, 181-2, 317, 334-5, 475, 491
- Equity market** 37, 201, 354, 507
international 207, 238(N)
management of UK equity portfolios 253-60(A)
new issues 37, 201, 354, 507
prices 228, 473, 477, 479, 480, 486, 507, 508(N)
turnover 256-7
volatility of UK share prices between Big Bang and end-September 1987 508(N)
- Eurocommercial paper** 41, 50, 207, 360, 512
rates 413(N)
- Euronote facilities** 41-2, 207-8, 239, 360-61, 512-13
Statistics on euronotes and eurocommercial paper 533-5(N)
- European Monetary System** 4-5, 13, 44, 211, 364, 490, 516-17
- Eurosterling** 37, 201-2, 354, 509
- Exchange rates see** European Monetary System;
Foreign exchange markets;
Sterling
- External trade**
balance 19-22, 180, 332, 372-3, 489-90
exports 21, 163, 180, 332, 489
imports 21, 163, 180, 332, 489
import penetration 21, 489
terms of trade 21, 22, 371-9(A), 489-90
UK markets 163, 170, 188, 332, 497
volumes 15, 21, 181, 331-2, 476, 489
see also Balance of payments;
Competitiveness;
Protectionism;
World economy
- Financial markets**
Change in The Stock Exchange and regulation of the City 54-65(A)
City and industry 220-22(S)
deregulation 225-6, 345
innovation 174, 225-6, 233
official operations 30-31, 193-4, 348-9, 501-2
regulation 61-5
wholesale markets regulation 63(N)
- Financial services**
Financial Services Act 60(N), 61-5
supervision and regulation 61-5
see also Financial markets;
Stock Exchange
- Financial supervision**
international co-operation 64-5
investor protection 72
overlapping regulatory structures 64
see also Stock Exchange
- Floating-rate notes** 41, 206, 237, 239, 360, 512, 523
- Foreign exchange markets** 32-4, 43-4, 195-8, 210-11, 320, 344, 349-50, 363-4, 516-17
intervention 165, 193, 211, 326, 344-5, 349-50, 369, 504
The future regulation of the wholesale markets in sterling, foreign exchange and bullion 63(N)
- France**
commercial paper market 51
exchange rate 4-5, 44, 211, 364, 516
- Fund managers** 253-60(A)
investment horizons 249-50, 253-4, 260
- Germany, Federal Republic**
budget 4, 15, 166, 173, 320, 328, 473, 485
current account 12, 172, 327, 484
exchange rate 4-5, 13, 44, 210-11, 326-7, 364, 516
interest rates 13, 195, 211, 485
- Gilt-edged market** 34-7, 198-201, 351-4, 504-7
auctions 198, 203, 352, 505-6
Gilt-edged settlement: Phase 2 of the CGO Service 80-82(A)
mini-tender procedure 35

- Gilt-edged stocks
 average life 551
 futures 36-7, 201, 354, 507
 gross official sales 31, 193-4, 348, 502
 index-linked 35-6, 200, 353, 507, 550-51
 low-coupon 505
 personal sector holdings 227
 time/yield curve 36, 200, 353, 506
 turnover 36, 201, 354, 507
- Gold
 price 45, 211, 364, 517
- Gold and foreign exchange reserves
 United Kingdom 31, 198, 348, 502
- Gross domestic product 6, 15, 163, 175, 317-8, 329, 475, 486
 deflator 184, 492
- Hammond, G M S
 Recent developments in the swap market 66-79(A) and 239 (erratum)
- Housing
 housebuilding 18, 179, 338, 494
 prices 18-19, 179, 229, 318, 338, 401, 493-4
see also Mortgages
- Income
 real national disposable income 373-4, 379
- Inflation 23, 164, 183-4, 318, 335, 337, 478, 492
 major economies 10-11, 166, 171, 325-6, 482
- Ingram, D H A
 Change in The Stock Exchange and regulation of the City 54-65(A)
- Interest, profits and dividends *see* Balance of payments
- Interest rates 32-4, 173, 195-7, 211, 319, 344, 349-51, 366-70, 473-4, 479, 498-9, 503-4
 international 13, 173, 195, 326, 480, 483
 real 164, 174, 230, 369
- International Bank for Reconstruction and Development 475, 486
- International bank lending 42-3, 167, 208-10, 234, 236, 239-44, 361-3, 513-16, 522-3
 securitisation 235-6
 syndicated credits 42, 206-7, 361, 513
- International banking 42-3, 208-10, 239-44, 361-3, 513-16
 analysis by bank nationality group 241-2
 analysis by borrower 242-4
 analysis by centre 241-2
 analysis by currency 242
 innovation 235
 interbank business 42-3, 208, 234, 513, 522
 international banking and capital markets in 1986 234-46(A)
 Japanese banks in London 518-24(A)
 London market 43, 209-10, 362-3, 514-16
 provisions 321, 328-9, 384
 statistical sources 245-6(N)
 supervision 235
see also International bank lending;
 International debt
- International bonds and notes 40-42, 237, 239, 359-61, 511-13
- International capital movements 39-40, 358, 510
- International debt
 problems 167, 234-5, 328, 343, 384, 474-5, 486, 542-3
 rescheduling 167, 173, 175, 235, 321, 329
see also Sovereign debtors
- International finance 39-45, 204-11, 358-64, 510-17
- International Monetary Fund 475, 486
- Investment
 fixed 6, 16, 19, 164, 179, 331, 334, 389, 477, 487-8
see also Capital;
 Capital markets
- Investor protection *see* Financial supervision
- Ireland
 exchange rate 44, 211
- Italy
 exchange rate 44, 211, 517
- Jackson, Mrs P D
 Management of UK equity portfolios 253-60(A)
- Japan
 current account 12, 172, 327, 484
 exchange rate 13, 44, 211, 326-7, 364, 517
 fiscal action 166, 173, 320, 328, 473, 474, 484
 interest rates 13, 32, 173, 326, 483
- Japan *continued*
 Japanese banks in London 518-24(A)
- Labour costs *see* Unit labour costs
- Life assurance and pension funds 228-31, 254-5, 258-9
- Leasing 331, 559-60(N)
- Louvre accord 165, 172, 173, 210, 327, 473, 484, 504
- Mais Lecture: The instruments of monetary policy 365-70(S)
- Major economies
 current account imbalances 3, 12, 166-7, 171-2, 320, 484, 497
 demand 10, 323, 473, 480
 fiscal policy 13, 14(N), 15, 166, 320
 gross national product 10, 166, 322, 481
 growth 9, 166, 170, 319, 322-3, 473, 480, 485-6
 inflation 10-11, 171, 319-20, 482
 monetary and fiscal policies 174(N), 473, 485-6
 output 10, 170, 323, 481
 policy co-ordination 320, 327, 474
- Medium-term financial strategy 164, 219
see also Monetary developments
- Monetary aggregates and credit 26-30, 190-93, 212-19, 319, 345-8, 499-501
 behaviour of broad money 218-19, 365, 367, 499
 definitions of broad money 212, 219
 funding policy 28, 34, 164-5, 191, 216, 347, 367-8, 505
 measures of broad money 212-19(A)
 M0 7, 26, 27, 165, 189, 190, 345, 499
 M4 212-19, 345-6, 499
 PSL2/M5 189, 212-19, 499
 relationships among monetary aggregates and their components 214(N)
 relationships between counterparts to growth of £M3, M4 and M5 217(N)
 £M3/M3 26, 164-5, 189-91, 212, 229-30, 345-7, 499
 structural change 219
 targets 219, 365-6, 368
 velocity 218-19
- Monetary developments 26-38, 164-5, 189-202, 318-19, 344-55, 478-9, 498-509
 The instruments of monetary policy 365-70(S)
- Monetary sector
 holdings of national debt 553
- Money market 32-4, 195-8, 349-51, 503-4
 assistance 31, 193, 348-9, 368, 502
 purchase and resale agreements 194, 195
- Mortgages
 cash withdrawal 226, 233
 competition between lenders 224-6
 interest rates 7, 23, 197, 347
 lending 8, 17, 29, 178, 213, 225, 232-3, 338, 367, 478, 488, 494
 withdrawal of mortgage lending guidance 30, 233
see also Building societies;
 Housing
- Multi-year rescheduling agreements (MYRAs) 235
- National debt
 Distribution of the national debt: end-March 1987 550-55(A)
- National savings 31, 194, 213, 215, 219, 227, 349, 550, 552-3
- Netherlands
 commercial paper market 52
 exchange rate 13, 211
- Non-bank private sector
 borrowing from banks 191, 216, 348
 foreign currency borrowing 191, 501
- Non-executive directors: the PRO NED code 252(N)
- Non-oil developing countries
 external position 39-40, 204-5, 341-2, 358-9, 510-11
 prospects 340-43(N)
see also Sovereign debtors
- Norway
 commercial paper market 52
 exchange rate 44
- Note issuance facilities *see* Euronote facilities
- North Sea oil
 The financing of North Sea and other UK oil and gas development 267(N)
- Official reserves *see* Gold and foreign exchange reserves
- Oil
 prices 5, 9, 11, 23, 166, 183-4, 195, 318, 320, 325, 482
see also North Sea oil
- Oil exporting countries
 funds 40, 205, 359, 511
- OPEC
 production sharing 5, 11, 171, 195, 196, 320, 325, 482
- Output 6-7, 15, 163, 329, 475, 486
 manufacturing 16, 175-6, 329, 333-4, 477, 486, 490
- Panel of Academic Consultants
 The management of developing country commodity risks 414(N)
 The regulation of financial services 84(N)
- Payment clearing systems 392-4(A)
- Personal sector
 assets 18, 178, 215, 223-33, 330, 488
 borrowing 18, 178, 226, 231-3, 330, 488
 capital gearing 224-5
 debt/income ratio 223-4, 232, 477
 liabilities 223-33, 330, 488
 real disposable income 17, 177, 224, 330, 476, 487-8
 the financial behaviour of the UK personal sector 223-33(A)
 wealth/income ratio 223
see also Housing;
 Mortgages
- Pre-emption rights 396-7, 545-9(A)
- Prices
 retail 7, 17, 23, 164, 183, 318, 335, 337, 492
see also Commodity prices;
 GDP deflator;
 Inflation;
 Oil prices
- Productivity 7, 8, 23, 184, 337, 478, 493
 The underlying growth of manufacturing productivity 336(N)
- Profits, profitability 6, 24, 184-5, 332, 339, 494, 556-8
 Company profitability and finance 386-91(A)
 margins 24, 184, 337, 375-6, 387-8, 493
- Protectionism 3-4, 167-8
- Public sector
 the net debt of the public sector 265-6(A)
- Public sector borrowing requirement 7, 25, 31, 164, 185-6, 189, 191, 196, 265, 319, 345, 339, 347, 351, 495, 501
see also Central government borrowing requirement
- Saving
 competition for personal savings 224
 ratio 17, 178, 225, 330, 476-7, 488
- Sector financing 404-11(A)
- Securities Association 56, 64
- Securities and Investments Board 62, 64
- Self Regulating Organisations 60
- Services 20
- Sovereign debtors 167, 173, 175, 234-5, 321, 474-5
see also Baker initiative
- Spain
 commercial paper market 52
- Sterling
 effective exchange rate 5, 27, 163, 165, 333, 344, 368-9, 478, 490, 498-9
 exchange rate developments 32-4, 195-7, 349-51, 503-4
see also Bank lending;
 International banking
- Sterling commercial paper 37-8, 51-2, 202, 355, 509
 The early development of the sterling commercial paper market 527-35(A)
- Stock Exchange
 Change in The Stock Exchange and regulation of the City 54-65(A)
 dealing costs 58-9, 61
 dual capacity trading 54-5
 market-making capacity 57-8
 new structure 54-6, 235
 Stock Exchange/ISRO merger 55-6
 third market 56-7
 turnover 61
- Stockbuilding 6, 19, 180, 331, 389, 488
- Support operations 383
- Swaps
 Asset swaps 67
 Currency swaps 67, 71-3

Swaps continued

Interest rate swaps 67, 70-71, 75-9
Recent developments in the swap markets 66-79(A) and
239 (erratum)
risks 68-70, 73

Sweden

commercial paper markets 52-3

Switzerland

exchange rate 44, 211

Syndicated credits *see* International bank lending

Takeover Code 395-6

Takeovers and mergers 222, 250, 258-60, 395-9

Terms of trade 371-9(A)

effect on current balance 372-3

effect on real national disposable income 373-4, 379

measurement 371, 378-9

trading-up 376-7

Topping, S L

Commercial paper markets: an international survey
46-53(A)

Trade *see* External trade

Unit labour costs 7, 21, 181, 337, 374, 478, 482, 493

United States

budget 4, 15, 166, 320, 328, 474, 484

commercial paper market 48-50

competitiveness 171, 326

current account 12, 171-2, 327, 474, 484

exchange rate 4, 5, 13, 44, 172, 210-11, 326, 364, 473-4,
483, 516

gross national product 10, 170, 319, 323, 481

interest rates 173, 326, 474, 483, 485

monetary policy 13, 173, 326, 483

trade 12, 171, 326, 484

Unlisted securities market 57

Wage settlements 7, 22, 23, 182-3, 318, 335, 478, 492

Walker, D A

Some perspectives for pension fund managers 247-51(S)

Takeovers and mergers: some major issues 395-9(S)

Walton, R J and Trimble, D

Japanese banks in London 518-24(A)

World Bank *see* International Bank for Reconstruction and
Development

World economy 10-11, 170, 319, 480-81

current accounts 3, 9, 39, 204, 358, 510

economic prospects 187-8(N), 496-7(N)

monetary and fiscal policies 166, 320

trade 12, 171-2, 323, 584

see also Balance of payments;

Major economies;

Sovereign debtors