Index of subjects

The following conventions have been adopted:

(A) = article

(B) = box

(S) = speech

Assets and liabilities

net external assets 368, 370, 376 revaluations 368, 369–70, 371, 374, 375 External balance sheet of the United Kingdom: recent developments (A) 368–76

Balance of payments

current account 7, 104, 370, 371, 376, 380 direct investment 211, 368, 390 portfolio investment 369, 371, 418 see also External trade;

World economy

Bank, banking

base rates 205
provisions and write-offs 370
Are banks still special? (S) 113–18
A geographic analysis of UK banks' direct investments (B) 372

see also International banking

Bank and building society deposits by companies 175, 177 by other financial institutions 177, 193 by persons 115, 177, 278

Bank and building society lending to companies 115 to other financial institutions 154 to persons 154, 178 see also Mortgage lending

Bank of England

Governors' speeches

Are banks still special? (S) 113–18 Bond yields and macroeconomic behaviour (S) 222–24

Britain's regional economies (S) 79–87 European central banking—East and West: where next? (S) 228–35

Evolution of the monetary framework (S) 98-103

Financial regulation: why, how and by whom? (S) 107–112

International regulatory structure (S) 214–21 Monetary policy in Britain and Europe (S) 318–22

Prospects for monetary stability and the economics of EMU (S) 104–06

Prospects for the City—in or out of EMU (S) 430-33

Reforms to the UK monetary policy framework and financial services regulation (S) 315–17

The euro area from the perspective of an EU central bank (S) 311–14

Changes at the Bank of England (A) 241–47 New arrangements for issuing banknotes (A) 75–76

The Bank of England's operations in the sterling money markets (B) 12

The Bank's CCBS—an update (A) 428-29

The Bank's regional Agencies (A) 424–27 The Government's financing requirement and remit to the Bank of England for 1997/98 (B) 138

Banking supervision 107, 110, 111, 114, 214, 215, 216, 228, 229, 230, 234, 241, 246, 316, 428, 429

Belgium 25, 31, 81, 82, 146, 149, 229, 233, 234, 251, 271, 273, 352, 353, 357, 359, 360, 381, 406 interest rates 31, 149, 273, 354 prices 31, 150, 269, 271, 273, 352

Budget 8, 13, 14, 15, 16, 17, 63, 66, 67, 68, 90, 101, 134, 138, 139, 241, 243, 244, 255, 258, 259, 261, 279, 280, 332, 334, 338, 340, 342, 345, 356, 363, 434, 440, 441

Building societies 12, 18, 72, 111, 132, 169, 194, 206, 215, 257, 337, 356, 364, 365 interest rates 205 see also Bank and building society deposit/ lending;

Mortgages

Capital 77, 78, 177, 211, 212, 213, 272, 275, 285, 391, 392, 393, 394, 396, 398, 399, 400, 402, 403 rates of return 277

Capital markets 41, 77, 109, 113, 117, 129–31, 178, 211, 386 equity-related 37, 77 international 34, 115, 301, 302, 305, 308, 309,

Commodity prices 89, 251, 269, 302, 438

acquisition and merger activity 35, 371

Companies

capital gearing 345 dividends 36 The financing of technology-based small firms (A) 77–78 The financing of technology-based small firms —an update (A) 210–13 see also Investment

Competitiveness 77, 246

Corporate governance 426

Debt 12, 13, 29, 30, 32, 61, 66, 67, 115, 131, 133, 136, 138, 150, 153, 154, 194, 197, 198, 202, 205, 228, 229, 230, 234, 241, 242, 245, 257, 258, 272, 274, 277, 278, 279, 281–82, 337, 345, 353, 371, 428, 429

Public sector debt: end March 1997 (A) 355–65 The Government's financing requirement and remit to the Bank of England for 1997/98 (B) 138

Derivatives 10, 32, 39–42, 51, 70, 73, 115, 220, 371, 431

LIFFE 10, 11, 32, 39, 40, 41, 63, 70, 73, 127, 141, 189, 196, 262, 263, 331, 406, 407, 408, 409, 410

turnover 39–41, 73, 220, 406, 408, 409 Features of a successful contract: financial futures on LIFFE (A) 181–86

Rationalisation of European equity and derivatives exchanges (A) 406–12

see also Interest rate swaps

Discount houses 12, 18, 72, 131, 132, 134, 154, 160, 161, 194, 206, 256, 257, 321, 336, 377

Domestic demand 99, 104, 223, 225

Earnings and earnings growth 83, 84, 90, 297, 375, 379

Economic and Monetary Union 5, 6, 7, 8, 27, 32, 35, 39, 41, 46, 47, 63, 65, 67, 99, 125, 126, 141, 149, 150, 151, 152, 153, 157, 159, 185, 207, 209, 222, 223, 224, 228, 230, 234, 235, 248, 249, 265, 270, 271, 309, 314, 329, 331, 332, 334, 335, 345, 358, 365, 406, 407, 409, 411

convergence criteria 28, 29, 36, 67, 99, 105, 124, 125, 126, 149, 151, 223, 249, 271, 311, 318, 321, 332, 335, 352, 353, 355, 357, 358 euro / ecu (unit of european currency) 6, 7, 8, 33, 41, 57, 58, 59, 60, 61, 62, 70, 105, 106, 146, 151, 185, 202, 208, 209, 234, 235, 249, 250, 255, 318, 321, 322, 344, 345, 354, 359, 407, 408, 410, 418, 420, 421, 422, 426, 430, 431, 432, 433

clearing and settlement 230, 314, 432 government bonds 20, 343 Treasury bills 20, 142, 263–64, 343, 360, 364,

366

The euro area from the perspective of an EU central bank (S) 311–14

Exchange rate mechanism 6, 8, 9, 25, 27, 32, 45, 98, 99–100, 102, 126, 156, 208, 249, 250, 251, 252, 302, 334, 335, 368, 384, 385, 416, 418, 426, 434, 436

Maastricht Treaty 99, 105, 149, 228, 229, 230, 234, 249, 271, 311, 318, 319, 321, 355, 422

Decisions on Maastricht debt and deficit

accounting rules (B) 358 Performance relative to Maastricht convergence criteria in 1997 (B) 272

Recent performance relative to Maastricht convergence criteria (B) 30

Stage 3 of EMU 28, 57, 235

Executive summary of the single monetary policy in Stage 3 (A) 208

The single monetary policy in Stage 3 of

EMU (B) 344
Implied exchange rate correlations and market perceptions of European Monetary Union (A)

413–23 Monetary policy implementation in EMU (A) 57–62

Monetary policy in Britain and Europe (S) 318–22

Monetary policy in transition—the case of Central Europe (B) 22

Prospects for monetary stability and the economics of EMU (S) 104–06 Prospects for the City—in or out of EMU (S)

(B) 70

430-33 Working group on the gilt market after EMU

Equity markets 32, 33, 35–39, 41, 69, 70, 129, 130, 131, 132, 151, 177, 211, 255, 256, 261, 268, 278, 279, 281, 336, 340, 345, 371, 374, 414, 415 new issues 32, 37–39, 115

new issues 32, 37–39, 115 prices 32, 35–36, 147, 151, 177, 255, 346 turnover 36–37

Foreign equity turnover in London (B) 38 Rationalisation of European equity and derivatives exchanges (A) 406–12 European Union (EU) economies 13, 21, 24, 25, 26, 81, 82, 94, 123, 125, 143, 144, 146, 147, 148, 149, 150, 265, 267, 270, 271, 318, 321, 346, 347, 349, 350, 352, 356, 357, 360

Trends in European producer price inflation (B) 269

Exchange rates see European monetary system; Foreign exchange markets; Sterling

External trade 104, 105, 106, 154, 160, 319, 371 balance 7, 105, 377, 378 exports 7, 36, 50, 146, 154, 160, 161, 226, 293, 295, 298, 377, 378, 390, 394, 395, 397, 398, 400, 401, 425, 426, 427 imports 50, 154, 160, 161, 226, 298, 377, 378, 394, 395, 397, 398, 400, 401, 402, 426, 427 UK markets 105, 143

The relationship between openness and growth in the United Kingdom: a summary of the Bank of England Openness and Growth Project (A) 390–405

see also Balance of payments;

Competitiveness; Major economies World economy

Financial markets 5, 6, 7, 28, 57, 59, 61, 62, 70, 101, 102, 106, 118, 123, 124, 126, 137, 150, 202, 208, 214, 216, 228, 235, 246, 248, 249, 252, 265, 270, 316, 319, 329, 330, 332, 372, 377, 378, 386, 413, 418, 432, 434

financial market developments 32-42

Fiscal policy 104, 123, 163, 167, 223, 332, 357, 418

Floating-rate notes 33, 35, 67, 71, 131, 138, 198, 199, 202, 256, 345, 361, 362

Foreign exchange markets 5, 6–8, 117, 124–26, 217, 222, 242, 244, 322, 329, 333–36, 433

Decomposing exchange rate movements according to the uncovered interest rate parity condition (A) 377–89

Derived implied correlations (B) 414

Forward implied correlations (B) 420

Implied exchange rate correlations and market perceptions of European Monetary Union (A) 413–23

Uncovered interest parity in practice (B) 380 see also European Monetary System; Sterling

Former Soviet Union 22, 89, 428

France 24, 25, 28, 29, 30, 33, 36, 38, 39, 41, 54, 77, 81, 82, 126, 131, 144, 146, 150, 166, 214, 229, 233, 234, 249, 252, 255, 256, 266, 267, 268, 271, 272, 335, 346, 347, 348, 349, 350, 352, 353, 356, 357, 359, 360, 369, 373, 376, 396, 397, 406, 409, 410, 411, 417

bond yields 13, 43, 46–47, 65, 67, 127, 223, 224, 249

exchange rates 126, 129, 143, 249, 250, 268, 334, 335, 349, 369, 381, 416, 417, 418 GDP 21, 22, 24, 81, 143, 144, 145, 265, 266, 267, 346, 348, 349

interest rates 5, 7, 26, 27, 41, 125, 149, 150, 270, 271, 353

prices 26, 89, 148, 149, 249, 269, 270, 271, 351

Comparing the monetary transmission mechanism in France, Germany and the United Kingdom: some issues and results (A) 152–62 German and French industrial surveys (B) 145

Germany 5, 8, 24, 25, 28, 29, 30, 33, 35, 36, 37, 38, 40, 50, 54, 65, 67, 77, 82, 92, 124, 126, 131, 144, 146, 147, 150, 151, 166, 225, 229, 233, 234, 249, 252, 255, 256, 266, 267, 271, 272, 312, 319, 332, 335, 336, 346, 348, 349, 350, 352, 353, 357, 360, 369, 373, 374, 376, 385, 396, 397, 406, 407, 409, 410, 411, 413, 417, 419

bond yields 5, 10, 27, 32, 33, 34, 43, 45–46, 47, 66, 67, 124, 127, 129, 223, 224, 249, 260, 332, 417, 421

249, 252, 330, 334, 346, 350, 353 exchange rates 6, 7, 8, 9, 25, 99, 124, 125, 126, 143, 145, 225, 248, 249, 252, 256, 329, 332, 333, 334, 335, 336, 351, 364, 369, 381, 382, 385, 415, 416, 418

Bundesbank 8, 28, 45, 67, 86, 174, 229, 230,

interest rates 26, 27, 124, 143, 149, 270, 271, 334, 352, 354, 413

repo rate 330, 346, 353

output 5, 21, 22, 24, 26, 81, 124, 143, 144, 145, 265, 266, 267, 269, 334, 346, 347, 348, 349 prices 26, 89, 99, 124, 148, 149, 225, 231, 249, 268, 269, 270, 271, 351, 352, 353, 420, 436 unification 45, 80, 100, 144, 145, 348, 374 Comparing the monetary transmission mechanism in France, Germany and the United Kingdom: some issues and results (A) 152–62 German and French industrial surveys (B) 145

Gilt-edged market

capitalisation 12, 63, 65, 74, 140, 198, 263 derivatives 73

funding 67, 138, 139, 245, 338–42, 361 gilt futures/options 63, 73, 189, 199, 260, 333 inter-dealer brokers 141

issuing techniques 139

market makers (GEMMs) 12, 63, 64, 65, 68, 69, 70, 73–74, 135, 136, 140, 141, 187, 192, 196, 258, 259, 263, 333, 340

repos 9, 12, 16, 63, 64, 65, 69, 71, 115, 131, 132, 133, 134, 199, 200, 256, 257–58, 263, 331, 361, 365

Recent developments in the gilt repo market (B) 18

The first year of the gilt repo market (A) 187–97

The impact of the gilt repo market on the monetary statistics (B) 193

strips 63, 64, 68, 71, 134, 136, 138, 141, 199, 200, 259, 262, 342–43, 361, 363 structure 362

Working Group on the gilt market after EMU (B) 70

The gilt-edged market: developments in 1996 (A) 63–74

The gilt-edged market: the Bank of England's relationship with the gilt-edged market makers and inter-dealer brokers (A) 198–203

Gilt-edged stocks

conversions 64, 139

gross official sales/purchases 14–20, 67–68, 134–42, 258, 260, 261, 329, 337, 338–42, 363 index-linked 17, 46, 67, 69, 70, 71, 125, 129, 136, 137, 138, 139, 185, 198, 199, 202, 255, 260–61, 340–41, 359, 361, 362, 363, 364 new issues 15, 67–68, 123, 137, 139, 199, 338, 342, 345, 361, 363

official operations 9–12, 68–71, 131–34, 242, 245, 258–61, 338–42 time/yield curve 5, 6, 13–14, 63, 65–67, 123, 124, 127–29, 189, 192, 195, 248, 249, 254, 255, 330, 332, 333, 339, 342, 362 turnover 72–73, 191, 257

Gold and foreign exchange reserves 138, 234, 242, 244, 356, 357, 361, 368
Official reserves 15, 134, 258, 338, 375

Government expenditure see Public sector

Gross domestic product 7, 21, 50–52, 54, 55, 79, 80, 81, 83, 84, 90, 99, 168, 175, 176, 177, 178, 241, 244, 274, 275, 285, 292, 315, 356, 368, 377, 378, 380, 425, 436, 438

The relationship between openness and growth in the United Kingdom: a summary of the Bank of England Openness and Growth Project (A) 390–405 see also Output

Group of Seven (G7) 13, 27, 28, 77, 89, 125, 130, 143, 146, 147, 156, 220, 223, 251, 304, 347, 350, 381, 382, 384, 385, 386, 396, 436

Hedge funds 39, 69, 73, 74, 181, 182, 183, 184, 187, 189, 194, 197, 257, 285, 371

Houses and housing 84, 85, 94, 153–54, 178, 277, 279, 280–81, 282, 292 housebuilding 292 prices 84, 85, 93 see also Mortgages

Inflation 7, 9, 13, 30, 45, 51, 66, 71, 85, 86, 88, 89, 90, 91, 92, 93, 94, 95, 96, 98, 100, 101, 102, 104, 105, 128, 137, 149, 152, 153, 154, 155, 157, 158, 160, 163, 164, 165, 166, 167–68, 169, 170, 174, 175, 176, 178, 179, 222, 223, 225, 226, 227, 247, 249, 250, 254, 271, 272, 315, 319, 320, 329, 340, 352, 355, 356, 361, 377, 378, 383, 384, 385, 387, 388

costs of 88, 90, 92, 95

expectations 5, 6, 13–14, 46, 66, 67, 89, 90, 92, 93, 95, 96, 100, 127–29, 130, 139, 152, 153, 160, 165, 222, 230, 248, 254, 255, 261, 329, 332, 333, 382, 384, 386, 387, 388 headline 8

major economies 21, 26, 89, 93, 99, 143, 148–49, 223, 350, 352 targets 86, 90, 94, 95, 96, 98, 100–02, 104, 105, 165, 171, 226, 241, 242, 243, 244, 245, 247, 248, 252, 253, 311, 315, 319, 320, 377, 378,

The inflation target five years on (S) 434–38 underlying measures (RPIX, RPIY) 100, 102, 104, 149, 169, 170, 175, 176, 177, 178 Inflation and inflation uncertainty (A) 285–91 Quantifying some benefits of price stability (A) 274–84

Interest rates 6, 7, 9, 30, 35, 39, 62, 85, 86, 90, 94, 105, 124, 126, 127, 130, 131, 152, 153, 154, 156, 157, 158, 160, 161, 166, 168, 169, 176, 183, 184, 188, 189, 190, 195, 196, 197, 205, 220, 223, 225, 226, 227, 249, 254, 255, 259, 273, 278, 280, 281, 313, 329, 330, 331, 337, 374, 410, 413, 416, 427, 437, 439, 440, 441

expectations 7, 36, 46, 72, 123, 126, 127, 168, 329, 330, 332, 343

Estimating market expectations of short-term interest rates (B) 10 implied forward 14, 125, 129, 249, 255, 331, 333, 334, 413, 416, 440 international 21, 26-27, 66, 125, 127, 151-52, 160, 250, 265, 270, 302, 329, 346, 353 long-term 93, 149, 246, 271, 329, 331 official 5, 7, 8, 9, 13, 36, 65, 66, 84, 99, 100, 104, 123, 126, 127, 152, 154, 158, 167, 168, 204, 205, 229, 230, 234, 241, 243, 244, 245, 248, 252, 253, 254, 255, 311, 320, 329, 330, 331, 332, 335, 340, 426, 434, 435, 438, 439, 440, 442 short-term 5, 9, 13, 14, 46, 79, 126, 129, 132, 168, 204, 222, 223, 255, 270, 329, 330, 331, 332, 343, 440 Decomposing exchange rate movements

according to the uncovered interest rate parity condition (A) 377-89 Sterling interbank weighted average overnight

interest rate (B) 253

Interest rate swaps 131, 202, 253

International banking 72 lending 302, 374 syndicated credits 33, 34

International bonds and notes bond market 13, 34, 150, 262, 302, 370 currency sectors 33, 268 equities 33, 147, 151, 302, 329, 336, 346, 349, 369, 370 Foreign equity turnover (B) 38 floating-rate notes 33 new bond issues 32-33

International capital markets 34, 115, 301, 302, 305, 308, 309, 332

International debt 302, 303, 304, 305, 309

International derivatives markets Cross-listings on derivative markets (B) 408 Rationalisation of European equity and derivative exchanges (A) 406-12

International finance 301 International environment 21-31, 143-51, 265-74, 346-54

International Monetary Fund (International Bank for Reconstruction and Development) 26, 231, 232, 271, 349, 352, 353, 428, 435

The evolving role of the IMF in the light of the 1994/95 Mexican crisis (A) 301-10

Investment 17, 82, 84, 88, 92, 93, 94, 98, 113, 115, 116, 117, 130, 140, 153, 154, 175, 177, 179, 188, 189, 195, 202, 211, 212, 213, 215, 223, 246, 261-62, 276, 277, 280-81, 282, 285, 341-42, 365, 368, 371-74, 374-75, 376, 378, 391, 392, 397, 425, 426, 427, 439 company 78, 210 direct 211, 368, 369, 370-71, 390, 394, 398 A geographic analysis of UK banks' direct investments (B) 372 fixed 176, 177, 178, 179

Italy 5, 13, 24, 25, 27, 29, 31, 32, 33, 34, 36, 37, 38, 40, 41, 43, 47, 65, 67, 81, 82, 125, 129, 144, 146, 149, 150, 224, 233, 249, 267, 271, 273, 296, 332, 350, 352, 353, 357, 359, 360, 381, 406, 417

exchange rates 6, 8, 9, 27, 32, 47, 125, 143, 268, 335, 349, 352, 417, 418, 419 growth 21, 22, 24, 47, 81, 143, 144, 265, 266, 267, 269, 346, 347, 349, 436 interest rates 5, 26, 27, 31, 47, 55, 125, 149, 150, 249, 250, 270, 271, 273, 351, 352, 417 prices 26, 28, 31, 32, 89, 148, 149, 249, 268, 269, 270, 271, 273, 346, 351, 352, 353

43, 44–45, 50, 54, 65, 77, 94, 117, 123, 125, 130, 131, 143, 144, 146, 147, 148, 179, 215, 222, 223, 224, 229, 230, 233, 250, 266, 267, 346, 347, 349, 350, 365, 369, 373, 374, 376, 384, 381, 396, 397 current account 250 exchange rate 7, 8, 25, 26, 45, 124, 125, 143, 148, 222, 248, 250, 251, 266, 329, 333, 334, 350, 369, 415, 416, 419, 420 growth 21, 25, 26, 44, 143, 223, 265, 266, 267, 346, 347, 349, 436 interest rates 8, 27, 44, 94, 143, 150, 223, 230, 250, 265, 270, 271, 329, 346, 353 prices 21, 26, 44, 89, 94, 148, 223, 268, 351,

Japan 6, 7, 17, 21, 28, 32, 33, 34, 35, 36, 37, 38,

Labour costs 319 see also Productivity;

436

Labour market 8, 83, 84, 85, 94, 123, 126, 127, 129, 154, 155, 166, 167, 168, 316, 335, 373, 379, 391, 392, 393, 394, 398, 402, 425, 427

Maastricht Agreement/Treaty see Economic and Monetary Union

Major economies

bond yields 123, 143, 224, 249, 333 Recent yield curve behaviour (A) 43-48 current account imbalances growth 22, 143, 146, 265, 267, 346 inflation 21, 26, 89, 93, 99, 143, 148-49, 222, 265, 346, 350, 352 monetary and fiscal policies 21, 22 see also World Economy

Manufacturing 50, 52, 54, 55, 83, 167, 177, 179, 381, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 402, 403, 425, 427 output 292, 294, 295, 296, 297, 298, 392, 393,

397

The relationship between openness and growth in the United Kingdom: a summary of the Bank of England Openness and Growth Project (A) 390-405

Margins 426, 427

Monetary aggregates and credit 92, 98, 99, 152, 153-54, 155, 157, 160, 161, 164, 165, 166, 167, 189, 254, 255, 274, 275, 276, 277, 279, 281, 282, 338, 383, 435, 436, 437, 438, 439, 440, 441 credit see Bank and building society lending Divisia 175, 178-79 M0 175, 176 M4 175, 176, 177, 178, 179, 193, 257, 338 The information in money (A) 174-80 The impact of the gilt repo on the monetary statistics (B) 193

Monetary policy 5, 10, 12, 45, 55, 88, 90. 93, 94, 95, 96, 104, 146, 174, 176, 204, 205, 217, 223, 228, 229, 230, 275, 311, 332, 363, 377, 378, 379, 381, 382–84, 385, 386, 418, 424, 425, 426–27, 428, 429, 431, 434, 435, 437, 438, 440, 441

operation of monetary policy 5-20, 123-42, 239-64, 327-45

Britain's regional economies: how different are they, and how should those differences affect monetary policy? (S) 79-87

Comparing the monetary transmission mechanism in France, Germany and the United Kingdom: some issues and results (A) 152-62 Evolution of the monetary framework (S) 98-103

Economic models and policy-making (A) 163-73

Monetary policy and the exchange rate (S) 225-27

Monetary policy in Britain and Europe (S) 318-22

Monetary stability: rhyme or reason? (S) 88-98 Reforms to the UK monetary policy framework and financial services regulation (S) 315-17

Money market 9, 18, 57, 58, 59, 60, 61, 62, 70, 74, 126-27, 129, 140, 187, 189, 190-91, 196, 197, 228, 252-54, 313, 329, 330, 344, 356, 363 dealing relationships 134, 140 operations 5, 9-12, 17, 18, 63, 65, 72, 102, 114, 123, 131-34, 135, 138, 140, 187, 193, 195, 198, 249, 256-57, 258, 321, 336-37, 363 The Bank of England's operations in the sterling money markets (B) 12 treasury bills 9, 11, 12, 20, 131, 132, 133, 138, 142, 191, 204, 205, 206, 257, 258, 263, 337, 343, 355, 356, 361, 363, 364, 365, 366 The Bank of England's operations in the sterling money markets (A) 204-07 See also Discount houses

Mortgages 88, 93, 154, 178, 256, 280, 281, 345 interest rates 205 see also Building societies

Negative equity 85

Note issuance facilities see Euronote facilities

Official reserves see Gold and foreign exchange reserves

Oil 7, 163, 371 prices 7, 26, 82, 90, 149, 268, 351, 418

Other financial institutions 99, 110, 113, 114, 116-17, 118, 175, 177, 178, 190, 193, 364, 374

Output 89, 90, 92, 93, 94, 95, 96, 100, 152, 154, 155, 156, 157, 158, 160, 161, 164, 165, 166, 167, 175, 225, 226, 247, 275, 282, 283, 286, 292, 293, 294, 295, 296, 297, 298, 299, 315, 378, 390, 391, 392, 393, 394, 395, 398, 399, 397, 401, 411, 426, 434, 435, 436-38, 439, 440, 441 manufacturing 292, 294, 295, 296, 297, 298, 299, 392, 393, 397

Payments and settlements 32, 39, 57, 64, 72, 110, 114, 115, 118, 132, 187, 190, 192, 200-01, 205, 206, 217, 218, 228, 229, 230, 234, 235, 309, 311,

Increasingly weightless economies (A) 49-56

312, 313, 321, 432–33 CREST 17, 32, 39, 64, 230 TARGET 59, 61, 230, 234, 312, 313, 314, 432

Personal sector 99, 115, 175, 177, 178, 179, 193, 278, 365, 371

assets 115
borrowing 178
financial behaviour 85, 177, 178, 179
real disposable income 80
saving 116, 279
see also Housing;
Mortgages

Phillips curve 90, 91, 95, 157, 160, 161, 163

Price stability 79, 85, 88, 89, 90–95, 96, 100, 104, 223, 241, 244, 261, 315, 316, 318, 319, 321, 322, 439, 440, 434, 435

Quantifying some benefits of price stability (A) 274–84

Prices see Commodity prices;

House prices; Inflation; Oil prices; Producer prices; Retail prices

see also Equity market

Productivity 84, 85, 93, 94, 390-94, 396-403, 437

Profits, profitability 8, 73, 74, 90, 130, 140, 157, 182, 188, 189, 196, 199, 203, 219, 234, 255, 262, 277, 278, 342, 370, 371, 380, 394, 431 see also Capital: rates of return

Public sector 67, 75, 108, 163, 210, 211, 230, 255, 369, 371, 375, 434

borrowing 6, 7, 136, 259, 331, 342 debt repayment 13, 66 official holdings of national debt 360, 361, 364, 366

Government financing (B) 138 Public sector debt: end March 1997 (A) 355–67

Recession 83, 84, 93, 315

Regulation 105, 115, 116, 117, 118, 199, 202, 210, 241, 246, 412

Financial regulation: why, how and by whom? (S) 107–12

International regulatory structure: a UK perspective (S) 214–21

Reforms to the UK monetary framework and financial services regulation (S) 315–17

Retail prices 5, 7, 9, 70, 89, 100, 104, 126, 243, 319

Saving 90, 93, 276, 277, 278, 279, 282

Single Market 58, 61, 82, 105, 313, 321

Spain 5, 25, 27, 28, 31, 36, 41, 67, 82, 100, 146, 150, 224, 233, 249, 271, 273, 332, 352, 354, 357, 359, 360, 381, 406, 429 exchange rate 354, 417, 419 growth 81, 267, 269, 349

inflation 26, 31, 148, 149, 249, 269, 270, 271, 273, 352, 353, 436 interest rates 5, 31, 125, 143, 149, 150, 249, 273, 353

Sterling 5, 6, 8, 13, 34, 36, 63, 66, 94, 123, 125, 126, 127, 129, 140, 143, 248, 249, 250, 251–52, 255, 262, 329, 333, 334–35, 336, 343, 357, 361, 364, 365, 368, 369, 370, 374, 375, 376, 431

Decomposing exchange rate movements according to the uncovered interest rate parity condition (A) 377–89

Implied exchange rate correlations and market perceptions of European Monetary Union (A) 413–23

Monetary policy and the exchange rate (S) 225–27

Sterling commercial paper 33, 35, 191

Stock Exchange see Equity market; Financial markets

Stockbuilding 176, 177, 178, 179

Syndicated credits see International bank lending

Trade see External trade

Treasury bills see Money market

Unemployment 25, 66, 79, 80, 82, 83, 84, 85, 90, 91, 94, 102, 104, 105, 144, 155, 168, 222, 254, 285, 286, 315, 321, 379

United States 5, 7, 13, 23, 26, 27, 28, 32, 34, 35, 36, 37, 38, 40, 41, 43, 44, 45, 46, 50, 52, 53, 54, 55, 65, 66, 69, 114, 115, 116, 126, 143, 220, 221, 222, 224, 248, 249, 250, 255, 261, 262, 265, 266, 267, 330, 331, 336, 340, 341, 369, 371, 372, 373, 374, 376, 390, 392, 396, 403, 420, 421, 129, 130, 131, 136, 381, 400, 402, 274, 275, 117, 109, 110, 223, 398, 399, 332, 144, 147, 139, 301, 303, 304, 308, 277, 278, 280, 281, 289, 366, 187, 148, 150, 151, 346, 347, 348, 349, 350, 351, 353, 229, 233, 234, 235, 282, 214, 215, 216, 194, 195, 77, 78, 92, 210, 212, 213, 179, 312, 86, 156

current account 376 exchange rates 6, 7, 8, 33, 45, 124, 125, 126,

143, 148, 150, 222, 248, 249, 250, 251, 252, 268, 269, 329, 332, 333, 334, 335, 336, 346, 351, 369, 380, 381, 415, 416, 417, 418, 419, 420, 422

growth 5, 21, 23, 24, 32, 53, 54, 65, 124, 143, 144, 223, 248, 265, 267, 346, 347, 348, 349, 436

interest rates 5, 6, 13, 26, 27, 32, 36, 66, 123, 124, 126, 129, 130, 143, 150, 151, 248, 253, 265, 270, 271, 303, 329, 330, 331, 332, 341, 346, 353, 421, 422

federal funds rate 123, 143, 150, 248, 253, 270

monetary policy 6, 44, 123, 129, 130, 137, 249, 332, 385

prices 21, 26, 44, 89, 90, 92, 94, 95, 124, 128, 131, 137, 143, 148, 231, 248, 249, 250, 265, 268, 270, 274, 286, 330, 331, 332, 333, 341, 350, 436

trade 250, 265

Auctions of US Treasury Inflation Indexed Notes (B) 128

Wage settlements 426

World Bank see International Monetary Fund

World economy 21, 82, 88, 102, 155, 161, 160, 222, 223, 224, 308, 309, 349, 391, 393, 394, 420, 437, 439

see also Balance of payments Major economies

Index by author

Allen, B

Recent yield curve behaviour—an analysis 43–48

Astley, A and Haldane, A G The information in money 174–80

Bakhshi, H, Haldane, A G and Hatch, N Quantifying some benefits of price stability 274–84

Brigden, A, Martin, B and Salmon, C
Decomposing exchange rate movements
according to the uncovered interest rate parity
condition 377–89

Britton, E and Whitley, J

Comparing the monetary transmission mechanism in France, Germany and the United Kingdom: some issues and results 152–62

Butler, C and Cooper, N

Implied exchange rate correlations and market perceptions of European Monetary Union 413–23

Cunningham, A

Quantifying survey data 292-300

Holland, A and Fremault Vila, A Features of a successful contract: financial futures on LIFFE 181–86

Joyce, M

Inflation and inflation uncertainty 285-91

Proudman, J and Redding, S

The relationship between openness and growth in the United Kingdom: a summary of the Bank of England Openness and Growth Project 390–405

Quah, D

Increasingly weightless economies 49-56

Rodgers, P

Changes at the Bank of England 241-47

Whitley, J

Economic models and policy-making 163-73

Williamson, C

Rationalisation of European equity and derivative exchanges 406–13