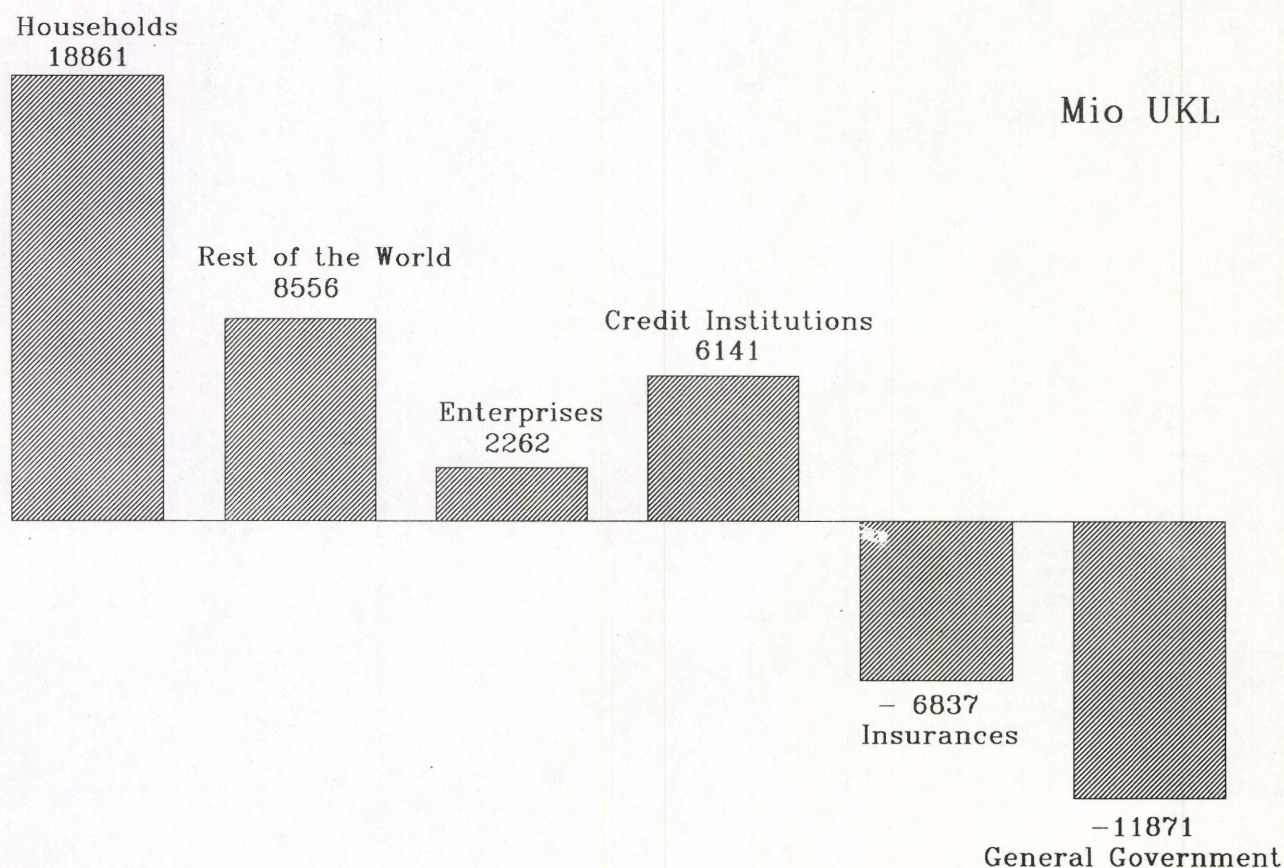


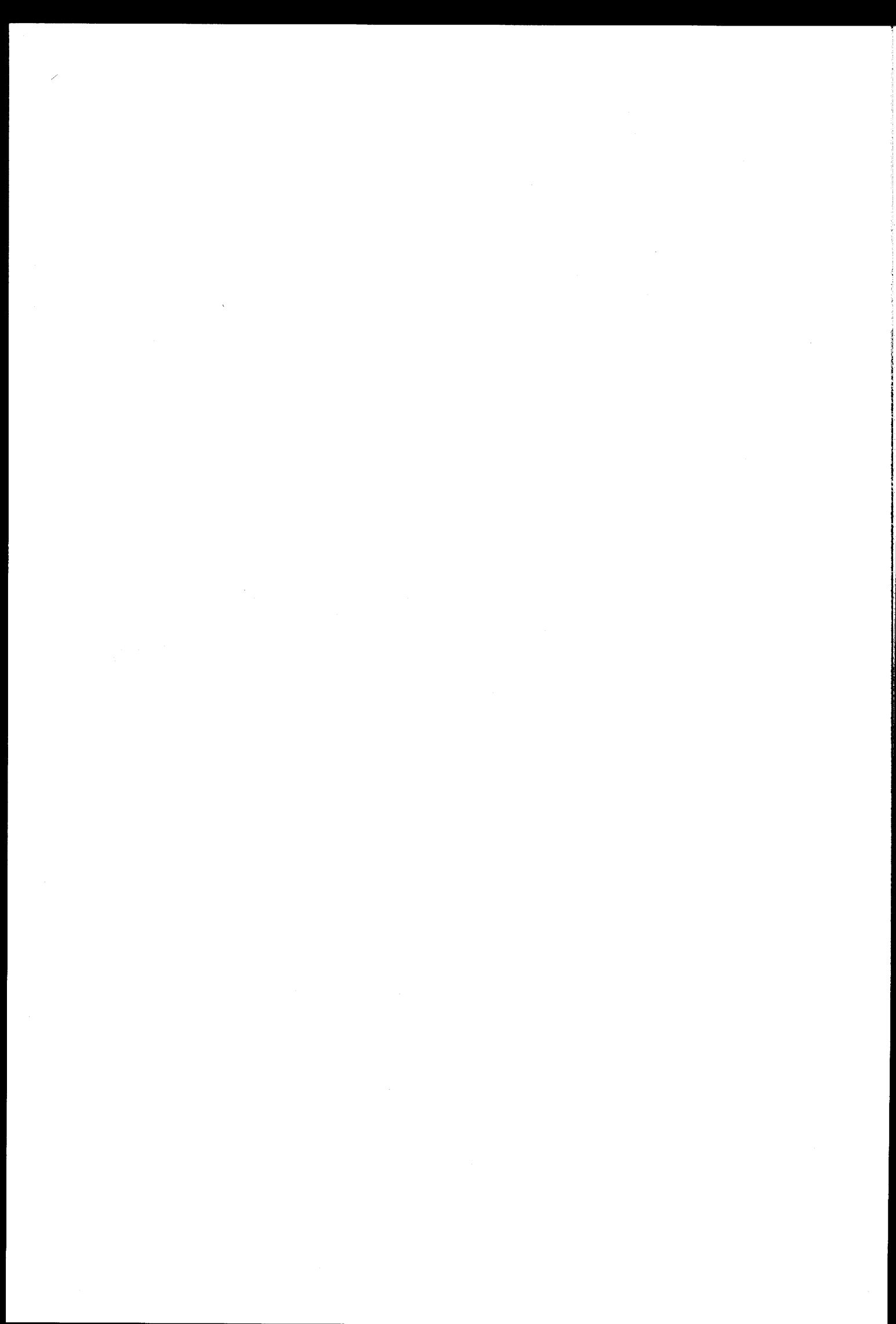
1988 □ 8

Financial Accounts

UNITED KINGDOM — 1986

FINANCIAL BALANCE OF SECTORS — (annual flows)





COMMENTARY ON THE TABLES

The main developments in the borrowing and lending behaviour of the sectors of the British economy, as well as the change in the economy's financial position vis-à-vis the rest of the world were as follows in the year under review:

- the accumulation of financial assets vis-à-vis the rest of the world continued also this year at a rate of 8.6 Mrd.
- the deficit of the General government sector at 3.2% of the GDP, appears slightly higher than that of the previous year.
- the balance sheet of the Credit institutions grew substantially, indicating an increased activity of the UK banks in the international recycling of funds.
- the financial saving of the Households sector reached 18.9 Mrd and was principally channelled to deposits as well as to pension funds and life assurance.

The accounts of the National economy vis-à-vis **the rest of the world**, gives a summary view of the financial transactions of the sectors of the economy vis-à-vis the non-resident sectors. A noteworthy development in the accounts of the said sector refers to the substantial increase of the funds found under the item "other deposits" -mostly in foreign currency- on both the assets and the liabilities side of the accounts. This development seems to reflect an increased activity of the UK banks in the recycling of funds between foreign investors and borrowers. Other noticeable developments concern the almost doubling of the funds placed by resident investors in "shares and other equities" abroad, as well as the substantial amounts (16.7 Mrd) channelled to long-term bonds issued abroad. Foreign investors' placements in domestically issued securities were principally channelled to "bills and short-term bonds" issued mainly by banks (an inflow of 13.3 Mrd, after a net disinvestment in the previous year) and less in long-term bonds and companies shares.

The major developments in the accounts of the **Credit institutions** sector concern the, already mentioned, substantial growth in their balance sheets, as well as changes in their lending and borrowing practices. The balance sheet growth of the subsector "Other monetary institutions", is owed to an increased orientation of the British banks to the foreign markets in order to attract available funds. An explanation of this movement may be sought in the active presence -and increased share- of the building societies in the domestic pool of savings. Regarding the specific financial vehicles, note-

worthy is the important amount (15.2 Mrd) raised through the issue of short-term bills addressed, to a great extent, to foreign investors. On the sector's assets side the biggest changes concern the important rise in the amounts of short-term loans granted and, to a lesser extent, the funds placed in shares. Substantially lower were, on the other hand, the funds placed in long-term bonds. The increase of the assets and liabilities of the subsector "Other credit institutions" was less important in absolute amounts (though high in growth rates), and also more balanced as regards the financial instruments concerned: on the assets side, the amount of long-term loans granted was substantially higher than that of the previous year (22.8 Mrd up from 15.7 Mrd) whereas increased amounts were also placed in long-term bonds and companies' shares. Regarding the sources of funds, the most noteworthy change concerns the amounts raised through "short-term loans": at 17.2 Mrd they were three times as high compared to those of the previous year (6 Mrd). This sharp rise reflects an increased activity of the non-bank credit institutions in mobilizing available savings and is indicative of a new approach of these institutions to the liabilities management.

There were no major changes in the financial behaviour of the **Households** sector in this year: 84% of their assets' increase was channelled to deposits (45%) and to pension funds and insurance schemes (39%), a situation which is in line with a long established trend. On the sector's liabilities side, the item "medium and long-term loans" covered the 82% of the liabilities' total and consists, mainly, of house purchase loans granted by building societies.

FINANCIAL TRANSACTIONS

		1981	1982	1983
NATIONAL ECONOMY VIS-A-VIS THE REST OF THE WORLD				
			MIO UKL	
CHANGE IN ASSETS				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	-2419	-1421	-607
OTHER DEPOSITS	F30	24806	9125	13642
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	1412	1056	548
LONG TERM BONDS	F50	1605	3523	4217
SHARES AND OTHER EQUITIES	F60	4888	3687	3281
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	12127	7628	2287
MEDIUM AND LONG TERM LOANS	F80	4913	4192	5933
TOTAL		47332	27790	29301
CHANGE IN LIABILITIES				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	3459	2685	3010
OTHER DEPOSITS	F30	22717	14393	14469
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	13677	7310	3798
LONG TERM BONDS	F50	493	437	963
SHARES AND OTHER EQUITIES	F60	1110	353	1510
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	158	0	0
SHORT TERM LOANS	F70	75	-222	-3
MEDIUM AND LONG TERM LOANS	F80	-36	1441	2426
TOTAL		41653	26397	26173
NET CHANGE IN ASSETS AND LIABILITIES		5679	1393	3128

FINANCIAL TRANSACTIONS

		1981	1982	1983
S60 GENERAL GOVERNMENT				
			MIO UKL	
CHANGE IN ASSETS				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	-2515	-1428	-581
OTHER DEPOSITS	F30	43	452	43
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	2559	4714	-725
LONG TERM BONDS	F50	0	0	0
SHARES AND OTHER EQUITIES	F60	1649	-60	-505
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	2727	-1954	521
MEDIUM AND LONG TERM LOANS	F80	-1981	2151	1576
TOTAL		2482	3875	329
CHANGE IN LIABILITIES				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	527	300	786
OTHER DEPOSITS	F30	4305	3731	3334
INSURANCE TECHNICAL RESERVES	F90	646	621	791
BILLS AND SHORT TERM BONDS	F40	-986	-758	241
LONG TERM BONDS	F50	7950	6530	9120
SHARES AND OTHER EQUITIES	F60	0	0	0
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	158	0	0
SHORT TERM LOANS	F70	2173	1397	-431
MEDIUM AND LONG TERM LOANS	F80	-1470	-479	-2156
TOTAL		13303	11342	11685
NET CHANGE IN ASSETS AND LIABILITIES		-10821	-7467	-11356

			FINANCIAL TRANSACTIONS	
1984	1985	1986	NATIONAL ECONOMY VIS-A-VIS THE REST OF THE WORLD	
MIO UKL			CHANGE IN ASSETS	
-908	1758	2891	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
13433	24478	53380	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
652	105	1239	F40	BILLS AND SHORT TERM BONDS
10009	14002	16688	F50	LONG TERM BONDS
2440	6986	11327	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
-1024	-3654	-367	F70	SHORT TERM LOANS
2935	1093	-1141	F80	MEDIUM AND LONG TERM LOANS
27537	44768	84017		TOTAL
			CHANGE IN LIABILITIES	
3815	9094	-9022	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
17937	27984	60383	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
3284	-7625	13259	F40	BILLS AND SHORT TERM BONDS
1367	5440	4819	F50	LONG TERM BONDS
1466	2029	3823	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
-343	0	1	F70	SHORT TERM LOANS
-4126	1660	2198	F80	MEDIUM AND LONG TERM LOANS
23400	38582	75461		TOTAL
4137	6186	8556	NET CHANGE IN ASSETS AND LIABILITIES	

			FINANCIAL TRANSACTIONS	
1984	1985	1986	S60 GENERAL GOVERNMENT	
MIO UKL			CHANGE IN ASSETS	
-828	1743	3370	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
84	490	995	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
3062	1129	522	F40	BILLS AND SHORT TERM BONDS
0	0	0	F50	LONG TERM BONDS
-2431	-2344	-3809	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
735	1109	-1550	F70	SHORT TERM LOANS
501	533	-1620	F80	MEDIUM AND LONG TERM LOANS
1123	2660	-2092		TOTAL
			CHANGE IN LIABILITIES	
617	429	674	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
4438	2927	1330	F30	OTHER DEPOSITS
760	719	908	F90	INSURANCE TECHNICAL RESERVES
94	212	-112	F40	BILLS AND SHORT TERM BONDS
8229	8953	6586	F50	LONG TERM BONDS
0	0	0	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
461	-645	-1111	F70	SHORT TERM LOANS
-870	712	1504	F80	MEDIUM AND LONG TERM LOANS
13729	13307	9779		TOTAL
-12606	-10647	-11871	NET CHANGE IN ASSETS AND LIABILITIES	

FINANCIAL TRANSACTIONS

		1981	1982	1983
S61 CENTRAL GOVERNMENT				
			MIO UKL	
CHANGE IN ASSETS				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	-2565	-1509	-625
OTHER DEPOSITS	F30	-189	300	-52
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	2559	4714	-725
LONG TERM BONDS	F50	-6	-242	116
SHARES AND OTHER EQUITIES	F60	1649	-60	-505
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	3221	-928	61
MEDIUM AND LONG TERM LOANS	F80	-2922	2970	5603
TOTAL		1747	5245	3873
CHANGE IN LIABILITIES				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	527	300	786
OTHER DEPOSITS	F30	4375	4995	3257
INSURANCE TECHNICAL RESERVES	F90	646	621	791
BILLS AND SHORT TERM BONDS	F40	-1160	-323	142
LONG TERM BONDS	F50	8135	6457	9490
SHARES AND OTHER EQUITIES	F60	0	0	0
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	158	0	0
SHORT TERM LOANS	F70	584	797	630
MEDIUM AND LONG TERM LOANS	F80	-1228	29	-844
TOTAL		12037	12876	14252
NET CHANGE IN ASSETS AND LIABILITIES		-10290	-7631	-10379

FINANCIAL TRANSACTIONS

		1981	1982	1983
S62 LOCAL GOVERNMENT				
			MIO UKL	
CHANGE IN ASSETS				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	50	81	44
OTHER DEPOSITS	F30	65	414	7
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	0	0	0
LONG TERM BONDS	F50	14	2	18
SHARES AND OTHER EQUITIES	F60	0	0	0
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	-100	-436	102
MEDIUM AND LONG TERM LOANS	F80	233	482	-351
TOTAL		262	543	-180
CHANGE IN LIABILITIES				
CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	0	0	0
OTHER DEPOSITS	F30	-237	-1002	-11
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	174	-435	99
LONG TERM BONDS	F50	-177	-167	-236
SHARES AND OTHER EQUITIES	F60	0	0	0
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	1834	333	-801
MEDIUM AND LONG TERM LOANS	F80	-950	793	2364
TOTAL		644	-478	1415
NET CHANGE IN ASSETS AND LIABILITIES		-382	1021	-1595

			FINANCIAL TRANSACTIONS	
1984	1985	1986	S61 CENTRAL GOVERNMENT	
MIO UKL			CHANGE IN ASSETS	
-762	1592	3184	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
-92	-155	-149	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
3062	1129	522	F40	BILLS AND SHORT TERM BONDS
-22	-28	75	F50	LONG TERM BONDS
-2431	-2344	-3809	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
671	796	-1529	F70	SHORT TERM LOANS
3461	5972	4730	F80	MEDIUM AND LONG TERM LOANS
3887	6962	3024		TOTAL
			CHANGE IN LIABILITIES	
617	429	674	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
3723	3173	2196	F30	OTHER DEPOSITS
760	719	908	F90	INSURANCE TECHNICAL RESERVES
-12	96	3	F40	BILLS AND SHORT TERM BONDS
8558	9555	6870	F50	LONG TERM BONDS
0	0	0	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
1194	1325	337	F70	SHORT TERM LOANS
-400	1034	2418	F80	MEDIUM AND LONG TERM LOANS
14440	16331	13406		TOTAL
-10553	-9369	-10382	NET CHANGE IN ASSETS AND LIABILITIES	

			FINANCIAL TRANSACTIONS	
1984	1985	1986	S62 LOCAL GOVERNMENT	
MIO UKL			CHANGE IN ASSETS	
-66	151	186	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
124	523	995	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
0	15	-14	F40	BILLS AND SHORT TERM BONDS
13	1	7	F50	LONG TERM BONDS
0	0	0	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
42	124	-60	F70	SHORT TERM LOANS
-189	-492	-495	F80	MEDIUM AND LONG TERM LOANS
-76	322	619		TOTAL
			CHANGE IN LIABILITIES	
0	0	0	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
663	-368	-1015	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
106	131	-129	F40	BILLS AND SHORT TERM BONDS
-338	-629	-202	F50	LONG TERM BONDS
0	0	0	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
-136	-1282	-1166	F70	SHORT TERM LOANS
2301	4625	4941	F80	MEDIUM AND LONG TERM LOANS
2596	2477	2429		TOTAL
-2672	-2155	-1810	NET CHANGE IN ASSETS AND LIABILITIES	

FINANCIAL TRANSACTIONS

S10 NON-FINANCIAL CORPORATE AND QUASI-CORPORATE ENTERPRISES

1981 1982 1983

MIO UKL

CHANGE IN ASSETS

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	1561	326	2085
OTHER DEPOSITS	F30	3974	2506	3472
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	69	59	330
LONG TERM BONDS	F50	-99	638	556
SHARES AND OTHER EQUITIES	F60	926	1680	1792
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	3499	81	2053
MEDIUM AND LONG TERM LOANS	F80	2943	3394	3718
TOTAL		12873	8684	14006

CHANGE IN LIABILITIES

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	0	0	0
OTHER DEPOSITS	F30	-31	-3	-1
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	1498	2479	-618
LONG TERM BONDS	F50	607	75	-405
SHARES AND OTHER EQUITIES	F60	1806	858	2769
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	9510	2525	4201
MEDIUM AND LONG TERM LOANS	F80	-2216	2300	3341
TOTAL		11174	8234	9287

NET CHANGE IN ASSETS AND LIABILITIES

1699 450 4719

FINANCIAL TRANSACTIONS

S70+S80 PRIVATE NON-PROFIT INSTITUTIONS AND HOUSEHOLDS

1981 1982 1983

MIO UKL

CHANGE IN ASSETS

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	1620	3039	2578
OTHER DEPOSITS	F30	14298	14894	14404
INSURANCE TECHNICAL RESERVES	F90	13270	13996	15244
BILLS AND SHORT TERM BONDS	F40	0	0	0
LONG TERM BONDS	F50	1529	1554	664
SHARES AND OTHER EQUITIES	F60	-1478	-2244	-650
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	114	362	390
MEDIUM AND LONG TERM LOANS	F80	114	-646	-346
TOTAL		29467	30955	32284

CHANGE IN LIABILITIES

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	0	0	0
OTHER DEPOSITS	F30	0	0	0
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	17	-30	-4
LONG TERM BONDS	F50	0	0	0
SHARES AND OTHER EQUITIES	F60	0	0	0
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	4553	4780	5143
MEDIUM AND LONG TERM LOANS	F80	10045	14452	15001
TOTAL		14615	19202	20140

NET CHANGE IN ASSETS AND LIABILITIES

14852 11753 12144

1984	1985	1986	FINANCIAL TRANSACTIONS	
MIO UKL			S10 NON-FINANCIAL CORPORATE AND QUASI-CORPORATE ENTERPRISES	
			CHANGE IN ASSETS	
1898	1721	3893	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
836	3735	7245	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
-162	433	1038	F40	BILLS AND SHORT TERM BONDS
416	-3285	-2073	F50	LONG TERM BONDS
4468	7562	6340	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
1483	493	769	F70	SHORT TERM LOANS
1355	680	-1039	F80	MEDIUM AND LONG TERM LOANS
10294	11339	16173		TOTAL
			CHANGE IN LIABILITIES	
0	0	0	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
0	0	91	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
1509	614	1145	F40	BILLS AND SHORT TERM BONDS
-230	842	769	F50	LONG TERM BONDS
1917	4194	6783	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
7172	6430	4941	F70	SHORT TERM LOANS
-2198	289	182	F80	MEDIUM AND LONG TERM LOANS
8170	12369	13911		TOTAL
2124	-1030	2262		NET CHANGE IN ASSETS AND LIABILITIES

1984	1985	1986	FINANCIAL TRANSACTIONS	
MIO UKL			S70+S80 PRIVATE NON-PROFIT INSTITUTIONS AND HOUSEHOLDS	
			CHANGE IN ASSETS	
3415	7046	7204	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
16735	14527	15769	F30	OTHER DEPOSITS
17239	19282	20110	F90	INSURANCE TECHNICAL RESERVES
0	0	0	F40	BILLS AND SHORT TERM BONDS
1379	7185	6319	F50	LONG TERM BONDS
-2130	-4494	1404	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
1046	1311	993	F70	SHORT TERM LOANS
-192	-497	-767	F80	MEDIUM AND LONG TERM LOANS
37492	44360	51032		TOTAL
			CHANGE IN LIABILITIES	
0	0	0	F20	CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
0	0	0	F30	OTHER DEPOSITS
0	0	0	F90	INSURANCE TECHNICAL RESERVES
-1	4	75	F40	BILLS AND SHORT TERM BONDS
0	0	0	F50	LONG TERM BONDS
0	0	0	F60	SHARES AND OTHER EQUITIES
0	0	0	F00	FINANCIAL GOLD
0	0	0	F10	SPECIAL DRAWING RIGHTS(SDRS)
4365	6906	5703	F70	SHORT TERM LOANS
17641	20543	26393	F80	MEDIUM AND LONG TERM LOANS
22005	27453	32171		TOTAL
15487	16907	18861		NET CHANGE IN ASSETS AND LIABILITIES

FINANCIAL TRANSACTIONS

S50 INSURANCE ENTERPRISES

1981 1982 1983

MIO UKL

CHANGE IN ASSETS

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	0	0	0
OTHER DEPOSITS	F30	-4	158	337
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	0	0	49
LONG TERM BONDS	F50	4759	4429	5845
SHARES AND OTHER EQUITIES	F60	5198	5974	4739
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	0	0	0
MEDIUM AND LONG TERM LOANS	F80	1093	483	590
TOTAL		11046	11044	11560

CHANGE IN LIABILITIES

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	0	0	0
OTHER DEPOSITS	F30	0	0	0
INSURANCE TECHNICAL RESERVES	F90	12624	13375	14474
BILLS AND SHORT TERM BONDS	F40	0	0	0
LONG TERM BONDS	F50	0	0	0
SHARES AND OTHER EQUITIES	F60	0	0	0
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	17	97	169
MEDIUM AND LONG TERM LOANS	F80	104	73	121
TOTAL		12745	13545	14764

NET CHANGE IN ASSETS AND LIABILITIES

-1699 -2501 -3204

FINANCIAL TRANSACTIONS

S40 CREDIT INSTITUTIONS

1981 1982 1983

MIO UKL

CHANGE IN ASSETS

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	70	-9	127
OTHER DEPOSITS	F30	24657	8359	13656
INSURANCE TECHNICAL RESERVES	F90	0	0	0
BILLS AND SHORT TERM BONDS	F40	-579	-2205	727
LONG TERM BONDS	F50	3737	3473	5134
SHARES AND OTHER EQUITIES	F60	1009	199	1620
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	21810	17866	8192
MEDIUM AND LONG TERM LOANS	F80	9426	14399	15498
TOTAL		60130	42082	44954

CHANGE IN LIABILITIES

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS	F20	6087	5734	7040
OTHER DEPOSITS	F30	36605	27909	29406
INSURANCE TECHNICAL RESERVES	F90	0	0	-21
BILLS AND SHORT TERM BONDS	F40	13785	7131	4012
LONG TERM BONDS	F50	257	403	230
SHARES AND OTHER EQUITIES	F60	1720	1357	2456
FINANCIAL GOLD	F00	0	0	0
SPECIAL DRAWING RIGHTS(SDRS)	F10	0	0	0
SHORT TERM LOANS	F70	-155	-294	-216
MEDIUM AND LONG TERM LOANS	F80	183	684	1222
TOTAL		58482	42924	44129

NET CHANGE IN ASSETS AND LIABILITIES

1648 -842 825

1984 1985 1986

MIO UKL

0 0 0
361 -50 273
0 0 0
-20 -25 -8
5598 5951 3221
4633 8793 8957
0 0 0
0 0 0
0 -21 -78
700 559 247
11272 15207 12612

F20
F30
F90
F40
F50
F60
F00
F10
F70
F80

FINANCIAL TRANSACTIONS

S50 INSURANCE ENTERPRISES

CHANGE IN ASSETS

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
OTHER DEPOSITS
INSURANCE TECHNICAL RESERVES
BILLS AND SHORT TERM BONDS
LONG TERM BONDS
SHARES AND OTHER EQUITIES
FINANCIAL GOLD
SPECIAL DRAWING RIGHTS(SDRS)
SHORT TERM LOANS
MEDIUM AND LONG TERM LOANS
TOTAL

CHANGE IN LIABILITIES

0 0 0
0 0 0
16479 18563 19202
0 0 0
0 0 0
0 0 0
0 0 0
0 0 0
641 -8 376
-44 -268 -129
17076 18287 19449

F20
F30
F90
F40
F50
F60
F00
F10
F70
F80

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
OTHER DEPOSITS
INSURANCE TECHNICAL RESERVES
BILLS AND SHORT TERM BONDS
LONG TERM BONDS
SHARES AND OTHER EQUITIES
FINANCIAL GOLD
SPECIAL DRAWING RIGHTS(SDRS)
SHORT TERM LOANS
MEDIUM AND LONG TERM LOANS
TOTAL

-5804 -3080 -6837

NET CHANGE IN ASSETS AND LIABILITIES

1984 1985 1986

MIO UKL

295 -164 -18
14139 24309 53475
0 0 0
-785 -151 1829
9298 15863 16672
1438 2422 9175
0 0 0
0 0 0
9280 7836 8749
18110 21984 27399
51775 72099 117281

F20
F30
F90
F40
F50
F60
F00
F10
F70
F80

FINANCIAL TRANSACTIONS

S40 CREDIT INSTITUTIONS

CHANGE IN ASSETS

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
OTHER DEPOSITS
INSURANCE TECHNICAL RESERVES
BILLS AND SHORT TERM BONDS
LONG TERM BONDS
SHARES AND OTHER EQUITIES
FINANCIAL GOLD
SPECIAL DRAWING RIGHTS(SDRS)
SHORT TERM LOANS
MEDIUM AND LONG TERM LOANS
TOTAL

CHANGE IN LIABILITIES

8886 17253 1862
32221 43590 83339
0 0 0
3125 -7174 14293
50 7357 4915
3087 2788 7780
0 0 0
0 0 0
586 1699 -658
-1116 2550 -391
46839 68063 111140

F20
F30
F90
F40
F50
F60
F00
F10
F70
F80

CURRENCY AND TRANSFERABLE SIGHT DEPOSITS
OTHER DEPOSITS
INSURANCE TECHNICAL RESERVES
BILLS AND SHORT TERM BONDS
LONG TERM BONDS
SHARES AND OTHER EQUITIES
FINANCIAL GOLD
SPECIAL DRAWING RIGHTS(SDRS)
SHORT TERM LOANS
MEDIUM AND LONG TERM LOANS
TOTAL

4936 4036 6141

NET CHANGE IN ASSETS AND LIABILITIES

Explanatory notes

The definitions of sectors, subsectors and transactions used in this bulletin correspond to those of the European System of integrated economic Accounts (ESA), 2nd edition 1979.

However, in the financial accounts of the United Kingdom, the Bank of England is not treated as one institutional unit.

The issue department and banking department are recorded separately. The transactions of the banking department are classified with the subsector (S42) other monetary institutions, whereas the issue department is included in the subsector (S61) Central Government.

Also, it is not possible to isolate, on the basis of the existing statistics, the financial transactions of the sectors (S80) Households and (S70) Private non-profit institutions.

All financial transactions are shown on a consolidated basis, which means that assets and liabilities of units belonging to the same sector or the same subsector are cancelled out.

However, according to the ESA, transactions in securities are never consolidated. Deviating from this principle, transactions in (F40) Bills and short term bonds are presented in their consolidated form for the sector (S40) Credit institutions and transactions in (F50) Long term bonds are consolidated for the sector (S60) General Government.

Due to lack of statistical information, the data concerning transactions in (F00) Financial gold will always be confined to monetary gold held by the central banking authorities.

(F81) Medium and long term trade credit granted by the sector (S10) Non-financial corporate and quasi-corporate enterprises is only trade credit granted to the rest of the world.

The reader who is interested in more comprehensive details of the financial accounts may either consult the data file FINA in the EUROSTAT-databank CRONOS or may consult the forthcoming publication NATIONAL ACCOUNTS ESA detailed tables by sector. A short overview of the main financial transactions is also published in the quarterly bulletin MONEY AND FINANCE.

