



MQ5: Investment by Insurance Companies, Pension Funds and Trusts, Quarter 2 (Apr to Jun) 2015

Coverage: **UK**

Date: **17 September 2015**

Geographical Area: **UK**

Theme: **Economy**

Main points

- Total net investment by insurance companies, pension funds and trusts is estimated at £20 billion in the second quarter (April to June) of 2015. The five-year quarterly average for this series is net investment of £13 billion.
- Net investment of £17 billion in 'other assets' (primarily mutual funds) in Q2 2015 was the largest since records began in 1987. This was driven by long-term insurance companies.
- The Q2 2015 estimate of net investment by self-administered pension funds in UK government sterling securities (£13 billion) was the largest level of net investment since records began in 1963.
- In Q2 2015, the net disinvestment of £9 billion in UK corporate securities was the eleventh consecutive quarter of net disinvestment in these assets. In contrast, businesses reported net investment in overseas securities for the ninth consecutive quarter (£6 billion).

Overview

Information about the investment choices of insurance companies, self-administered pension funds, investment trusts, unit trusts and property unit trusts. This release contains quarterly net investment data arising from financial transactions (investments and disinvestments) made by these institutional groups. Also included are quarterly balance sheet data for short-term assets and liabilities, along with quarterly income and expenditure data for insurance companies and self-administered pension funds. All data are reported at current prices (effects of price changes included).

Every Quarter 3 (July to Sept) release contains annual balance sheet data for all the institutional groups; providing information on the market value of assets and liabilities. Annual income and expenditure data for insurance companies are also reported at this time.

A question often asked of the MQ5 release is "why does it only cover certain institutional groups?" The answer is that these institutions control a substantial level of assets (over £3 trillion) and engage in considerable volumes of investment activity to fund their operations. An understanding of their investments and assets is important in order to monitor the stability of the financial sector and is a main contribution to the compilation of the UK National Accounts.

We make every effort to provide informative commentary on the data in this release. As part of the quality assurance process, individual businesses are contacted in an attempt to capture reasons for extreme period-on-period data movements. It can prove difficult to elicit detailed reasons from some businesses to help inform the commentary. Frequently, reasons given for data movements refer to a "change in investment strategy" or a "fund manager's decision". Consequently, it is not possible for all data movements to be fully explained.

We are aware that a number of users make use of these data for modelling or forecasting purposes. In doing so, careful attention should be paid to the [revisions policy \(113.1 Kb Pdf\)](#) for this release. Comparing the first published estimates of total net investment with the equivalent estimates published 3 years later, the average quarterly revision (without regard to sign) is £8 billion. The estimate of total net investment for Q1 2015 (last quarter) has been revised upwards by £4 billion (see background note 7 for further information).

A [glossary](#) is available to assist users with their understanding of the terms used in this release.

Your views matter - future changes to MQ5

Over the next few years, changes to [surveys covering the financial sector](#) will be necessary to ensure we become compliant with the [European System of Accounts 2010 \(ESA10\)](#). ESA10 introduces changes in the measurement and classification of financial instruments and the structure of the financial sector. This will result in wide-ranging changes to the surveys used to collect the data presented in MQ5.

In order to ensure these statistics continue to meet user needs as far as possible, we carried out a consultation during March 2015 to establish [how users make use of MQ5 data and their preferences for the future publication of these statistics](#). The consultation has now closed, however we are constantly aiming to improve this release and associated commentary and would welcome any feedback you might have. We would be particularly interested in knowing how you make use of these data to inform your work.

Please contact us via email: financial.inquiries@ons.gsi.gov.uk or telephone Fred Norris on +44 (0)1633 456109.

Net investment by asset type

The total assets of the businesses covered by this release (insurance companies, pension funds and trusts) were valued at £3,473 billion at the end of 2013, the latest period for which annual results are available. During 2013, these businesses acquired £1,666 billion and disposed of £1,638 billion longer-term financial instruments. Net investment is the difference between these substantial levels of acquisitions and disposals, as well as changes in holdings of short-term assets, and can therefore be volatile. Table 1 (at the end of this section) displays net investment data by asset type.

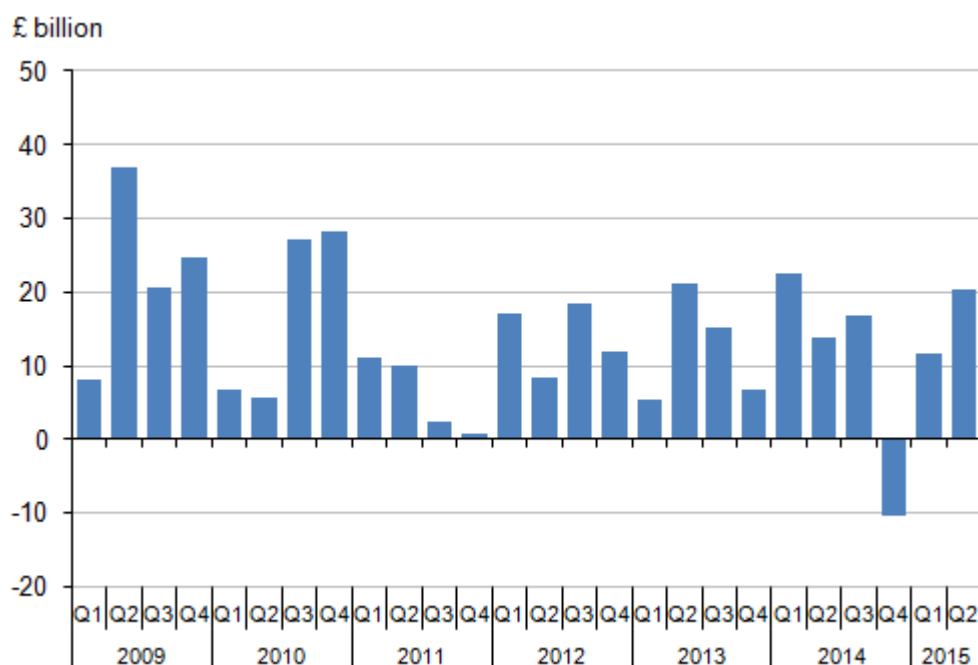
In Q2 (April to June) 2015 there was net investment of £20 billion (Figure 1).

Total net investment varies across the quarters of a calendar year and so an increase or decrease in investment from one quarter to the next is not necessarily an indicator of improved or worsening economic activity – these estimates are more likely to reflect varying investment strategies. In terms of context, the five-year quarterly average for this series is net investment of £13 billion. The highest quarterly estimate of net investment since records began (in 1987) was £43 billion in Q3 2007.

For 2014 as a whole, net investment reported by the institutions covered by this release is provisionally estimated at £43 billion, compared with £56 billion and £48 billion in 2012 and 2013 respectively.

Figure 1: Total net investment

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)
(25.5 Kb)

Short-term assets

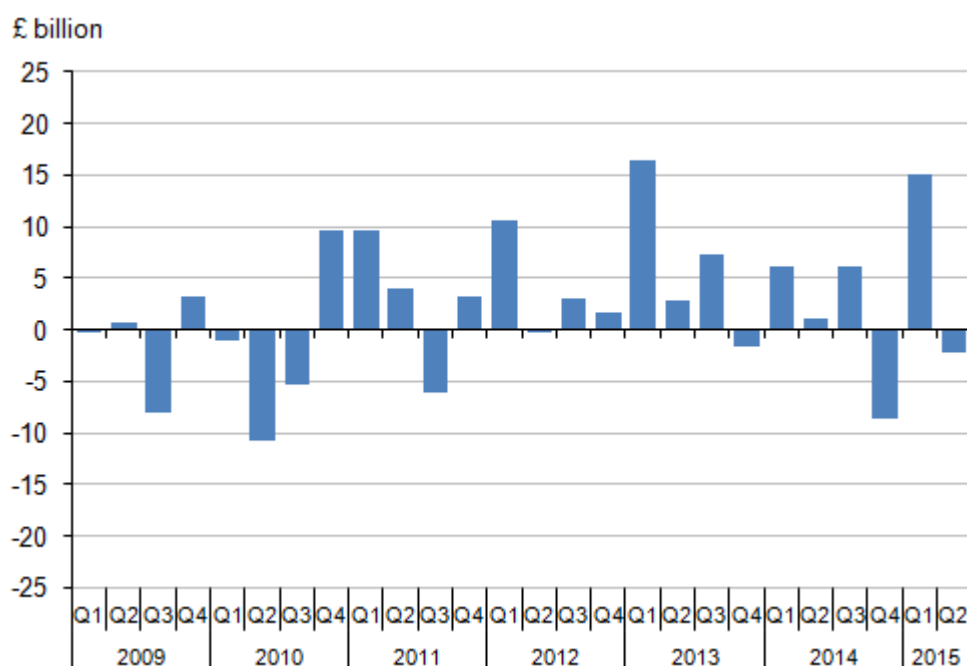
Investment in short-term assets (those maturing within one year of their originating date) can be affected by the level of the net inflows of funds into the businesses concerned (premiums or contributions, for example) and by the relative attractiveness of other investments, both in terms of their potential returns and in their perceived risk.

In Q2 2015 there was net disinvestment of £2 billion in short-term assets. The five-year quarterly average for this series is net investment of £4 billion.

There was net disinvestment in short-term assets in each of the years 2008, 2009 and 2010 (see download for Figure 2). This is in contrast with all subsequent years, where a net investment has been reported. This longer-term comparison highlights how institutions, taking account of the prevailing economic climate, have chosen to restructure their investment portfolios.

Figure 2: Net investment in short-term assets

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)
(32 Kb)

UK government sterling securities (Gilts)

Gilts are fixed income or index-linked bonds issued by the UK government. On the primary gilt market, the purchaser of a gilt lends the government money in return for regular interest payments and the promise that the nominal value of the gilt will be repaid (redeemed) on a specified future

date. These assets may then be bought and sold by investors in the secondary market. Gilts are very liquid assets which offer virtually risk-free returns.

The institutions covered by this release reported net investment in gilts in Q2 2015 of £8 billion (Figure 3), following net disinvestment in gilts in the previous two quarters. This may indicate a shift towards the relative security and liquidity of gilts. On 6 July 2015 the Financial Times, reflecting on recent investment trends, reported “increased appetite for gilts reflecting concerns over Greece and improving government finances”.

Net investment in gilts is provisionally estimated to be £17 billion in 2014, following net investment of £13 billion in 2013. This was preceded by net disinvestment in 2011 and 2012. Looking at this annual picture, it would seem to suggest that some market participants (particularly pension funds) have been switching back to gilts in recent years, possibly in an attempt to avoid the relative volatility of equity markets.

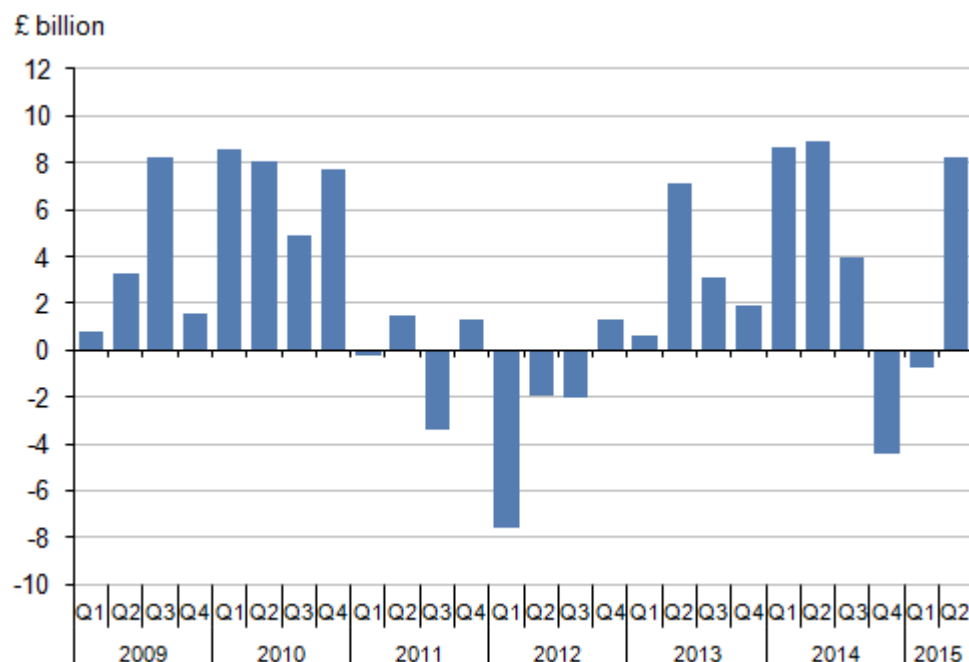
In recent times, the market for gilts has been notably influenced by the [Bank of England's Quantitative Easing \(QE\) programme](#). Approximately £375 billion of gilts have been bought by the Bank under QE since the start of the programme in 2009.

Investment trends in gilts can best be explained by reviewing the role they play in financial markets. Gilts are attractive investments when interest rates are high and are likely to fall. If interest rates fall the price of the gilt rises and may therefore be sold at a profit. Conversely, if interest rates are low (as they have been since early 2009) the price of gilts is high and a loss might be anticipated if the stock is held to redemption. These characteristics, coupled with the QE programme, helps to explain the longer-term profile of net investment in gilts.

Investment in gilts is discussed in more detail in the article – ["Trends in gilt investment from 2007–2013"](#).

Figure 3: Net investment in UK government sterling securities (gilts)

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)

(18 Kb)

UK corporate securities and overseas securities

These asset categories comprise ordinary shares, corporate bonds and preference shares. In addition, non-UK government securities are included as part of overseas securities.

Balance sheet estimates for the end of 2013, showed that for only the fourth time, the value of overseas ordinary shares held by these institutions exceeded the value of UK ordinary shares. This is a recent trend which was seen for the first time in 2010. It would further appear that this trend has continued into 2014 (annual balance sheet survey data are required to confirm this assertion).

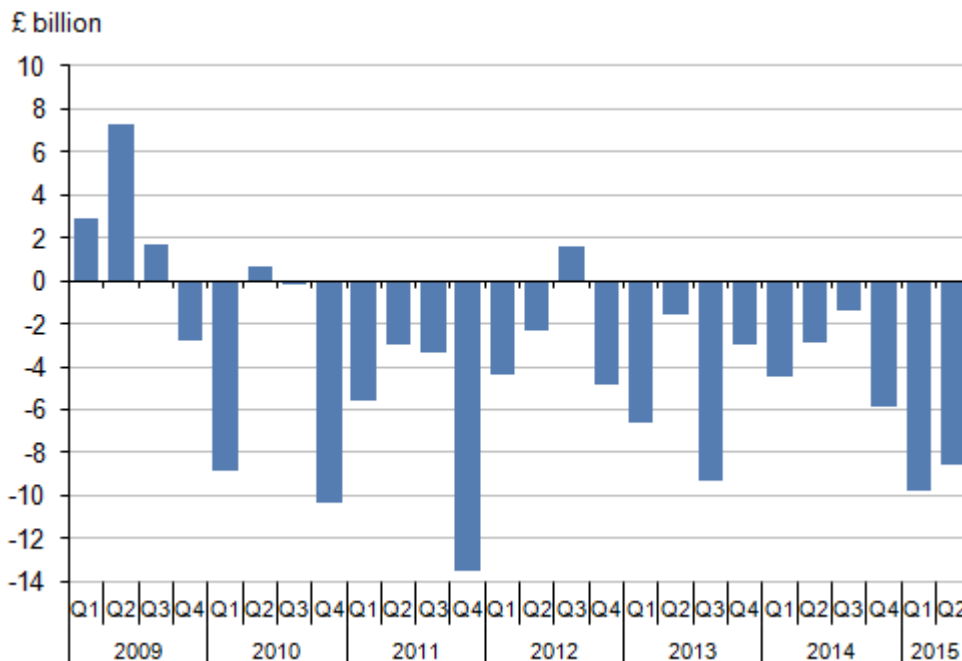
This change in strategy, over the past four years, marks an important shift and would seem to indicate that the institutions covered by this release have sought higher returns relative to risk on their investments in overseas markets in preference to investing in UK securities. This shift in behaviour is supported by external analysis. In May 2014, the Telegraph commented on research undertaken by Capita, suggesting that dividend payments for British shares will fall during 2014 and observed “with these clouds on the horizon some experts argue income investors should instead shop for divi-paying shares overseas. As well as there being much greater choice – there are seven times more income paying shares overseas than are listed on London’s stock exchange.”

UK corporate securities

In Q2 2015 there was net disinvestment (£9 billion) in UK corporate securities (Figure 4). This follows net disinvestment of £10 billion in Q1 2015 and continues a period of disinvestment that now extends over eleven quarters. In terms of context, the five-year quarterly average for this series is net disinvestment of £5 billion.

Figure 4: Net investment in UK corporate securities

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)
(31.5 Kb)

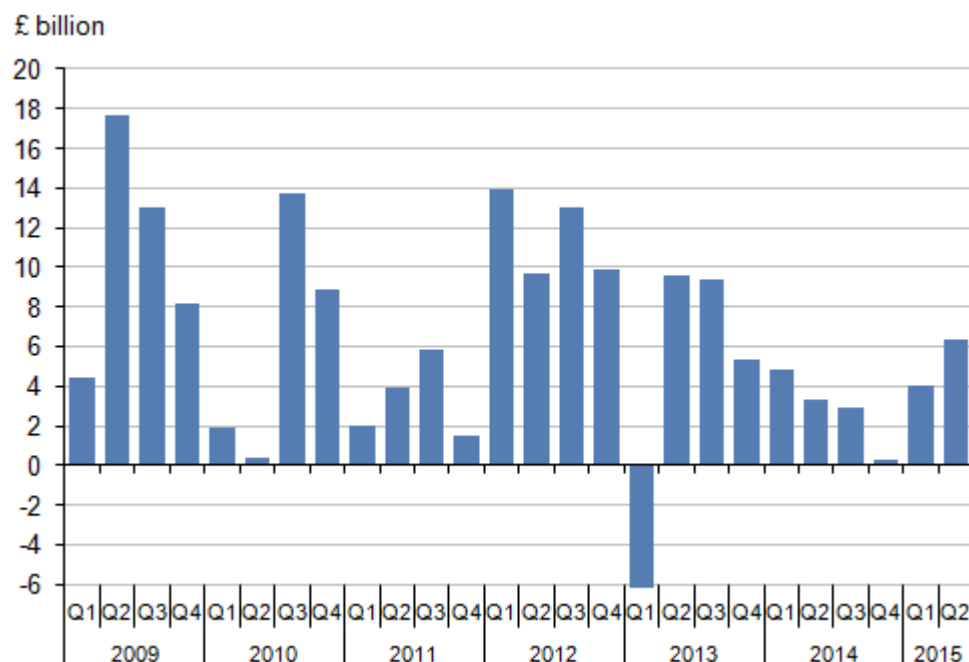
Overseas securities

In contrast to the trend of net disinvestment in UK corporate securities, Q2 2015 was the ninth consecutive quarter of net investment in overseas securities. This may continue to indicate that businesses have more confidence in their ability to make money from overseas securities than they do from UK corporate securities.

In Q2 2015 the institutions covered by this release reported net investment in overseas securities of £6 billion, the largest net investment in this asset type since Q3 2013 (Figure 5). The five-year quarterly average for this series is net investment of £6 billion. The net investment in overseas ordinary shares (£2 billion) was the first quarter of net investment in these assets since Q4 2013.

Figure 5: Net investment in overseas securities

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)

(18 Kb)

Other assets

The category 'other assets' covers UK and overseas investment, and includes:

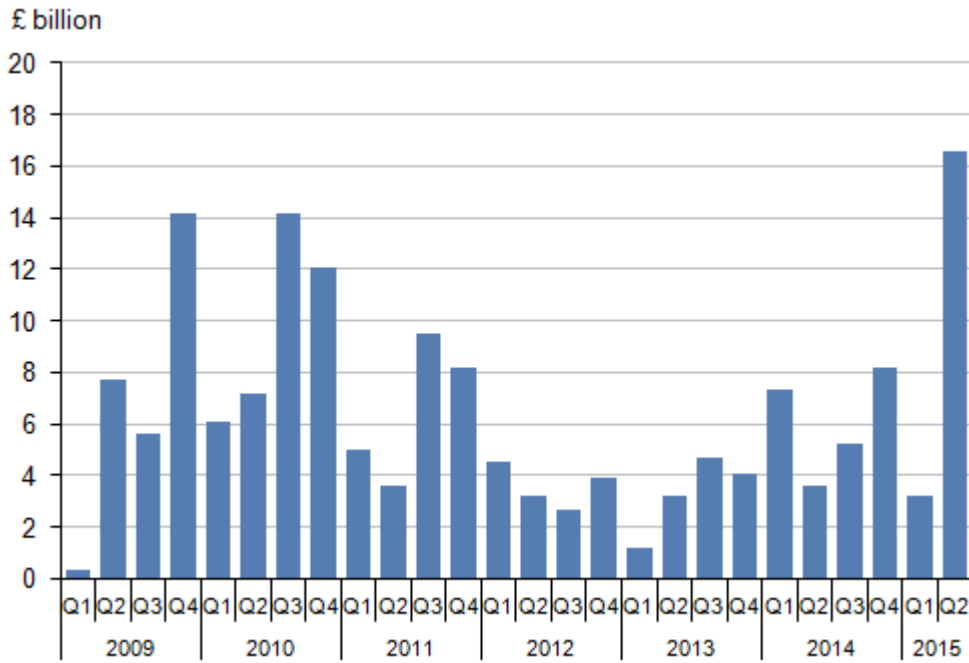
- mutual fund investments
- investment in insurance managed funds
- UK government securities denominated in foreign currency
- local authority and public corporation securities
- loans, fixed assets
- insurance policies and annuities
- direct investment
- other assets not elsewhere classified.

Investment in other assets has been positive since Q3 2003. Net investment of £17 billion in Q2 2015 (Figure 6), was the largest net investment in this asset type since records began in 1987. This was driven by net investment in mutual funds by long-term insurance companies. It will be interesting to see if this is a one-off period of significant investment or the commencement of a long-term trend.

In terms of context, the five-year quarterly average for other assets is net investment of £6 billion.

Figure 6: Net investment in other assets

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)

(32 Kb)

Table 1: Net investment by asset type

UK, quarter 1 (Jan to Mar) 2009 to quarter 2 (Apr to Jun) 2015

		£ billion					
		Total	Short-term assets	UK government sterling securities	UK corporate securities	Overseas securities	Other assets
2009		90.0	-4.2	13.9	9.1	43.3	27.8
2010		67.5	-7.6	29.2	-18.5	24.8	39.6
2011		24.3	10.9	-0.8	-25.5	13.3	26.3
2012		55.6	15.0	-10.2	-10.0	46.5	14.3
2013		48.4	24.9	12.6	-20.4	18.1	13.3
2014		42.7	4.7	17.3	-14.9	11.3	24.3
2009	Q1	8.0	-0.3	0.8	2.9	4.4	0.3
	Q2	36.9	0.8	3.3	7.3	17.7	7.7
	Q3	20.5	-8.0	8.2	1.7	13.0	5.6
	Q4	24.6	3.3	1.6	-2.8	8.2	14.2
2010	Q1	6.6	-1.1	8.6	-8.8	1.9	6.1
	Q2	5.6	-10.8	8.1	0.7	0.4	7.2
	Q3	27.2	-5.4	4.9	-0.2	13.7	14.2
	Q4	28.1	9.7	7.7	-10.3	8.9	12.1
2011	Q1	11.0	9.7	-0.2	-5.6	2.0	5.0
	Q2	10.1	4.1	1.5	-3.0	3.9	3.6
	Q3	2.5	-6.1	-3.4	-3.3	5.9	9.5
	Q4	0.7	3.2	1.3	-13.5	1.5	8.2
2012	Q1	17.1	10.7	-7.6	-4.4	13.9	4.5
	Q2	8.4	-0.3	-1.9	-2.3	9.7	3.2
	Q3	18.3	3.0	-2.0	1.6	13.0	2.7
	Q4	11.8	1.6	1.3	-4.8	9.9	3.9

		Total	Short-term assets	UK government sterling securities	UK corporate securities	Overseas securities	Other assets
2013	Q1	5.4	16.5	0.6	-6.6	-6.3	1.2
	Q2	21.1	2.8	7.1	-1.6	9.6	3.2
	Q3	15.2	7.3	3.1	-9.3	9.4	4.7
	Q4	6.7	-1.7	1.9	-3.0	5.3	4.1
2014	Q1	22.4	6.1	8.7	-4.5	4.8	7.3
	Q2	13.8	1.0	8.9	-2.9	3.3	3.6
	Q3	16.9	6.2	4.0	-1.4	2.9	5.2
	Q4	-10.4	-8.6	-4.4	-5.9	0.3	8.2
2015	Q1	11.7	15.0	-0.7	-9.8	4.0	3.2
	Q2	20.4	-2.2	8.2	-8.6	6.4	16.6

Table source: Office for National Statistics

Table notes:

1. Components may not sum to totals due to rounding.
2. Data for all quarters of 2014 remain provisional and subject to revision until the incorporation of the 2014 annual survey results in December 2015.

Download table

[XLS](#) [XLS format](#)

(31 Kb)

Net investment by institutional group

Net investment data for each of the institutional groups covered by this release are displayed in Table 2 (at the end of this section).

Long-term insurance companies

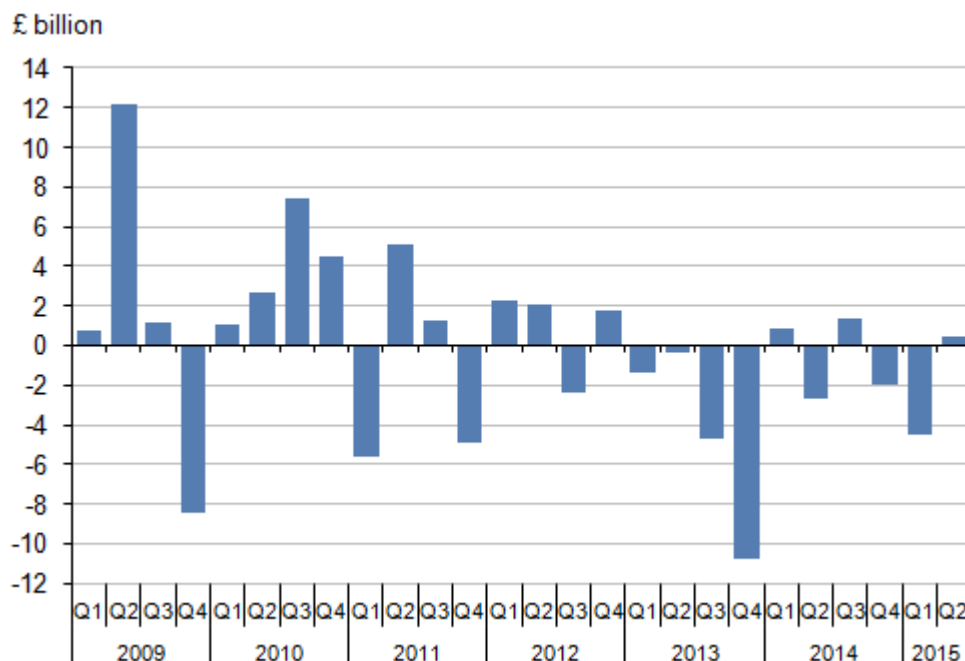
These are companies which provide either protection in the form of life assurance or critical illness policies, or investment in the form of pension provision.

Long-term insurance companies showed net investment of £1 billion in the second quarter of 2015 (Figure 7). The five-year quarterly average for this series is net disinvestment of £1 billion.

In Q2 (April to June) 2015 long-term insurance companies showed net investment of £18 billion in other assets, the largest net investment in this asset type since the start of this time series in 1983, driven by net investment of £17 billion in mutual fund investments. This may indicate a change in investment strategy, as in Q2 2015 these businesses disinvested in both UK corporate securities (£10 billion) and UK government sterling securities (£6 billion).

Figure 7: Net investment by long-term insurance companies

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)
(31 Kb)

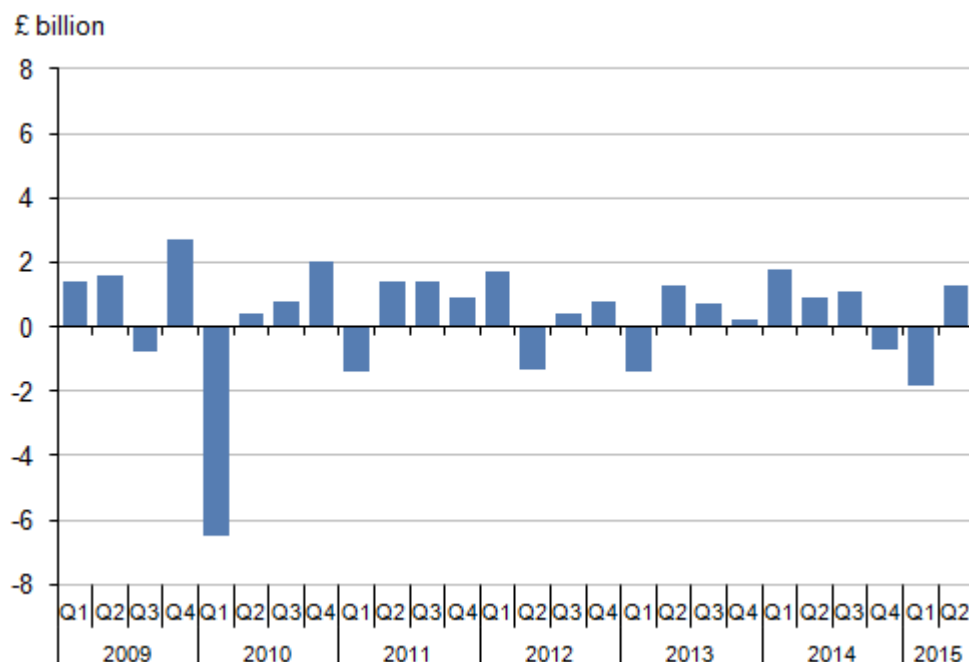
General insurance companies

These are companies which undertake other types of insurance such as motor, home and travel. This type of insurance is usually over a shorter period, most commonly 12 months.

General insurance companies showed net investment in Q2 2015 of £1 billion (Figure 8), in line with the five-year quarterly average for this series.

Figure 8: Net investment by general insurance companies

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)
(17.5 Kb)

Self-administered pension funds

These are funds established by pension scheme trustees to facilitate and organise the investment of employees’ retirement funds.

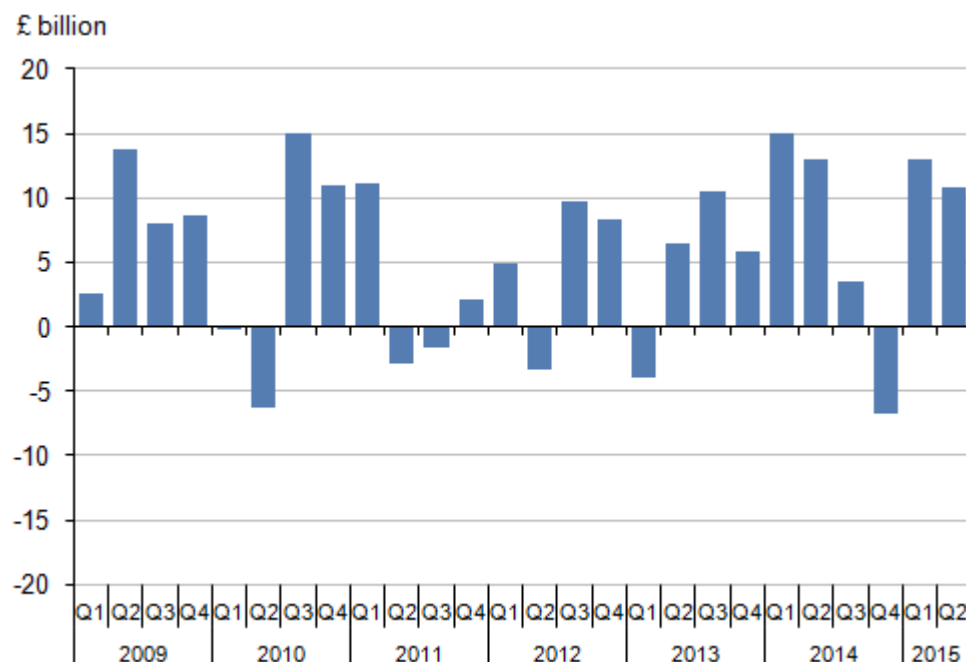
Self-administered pension funds reported net investment in Q2 2015 of £11 billion (Figure 9), following net investment of £13 billion in the previous quarter. The five-year quarterly average for this series is net investment of £6 billion.

In Q2 2015 self-administered pension funds reported net investment in UK government sterling securities (gilts) of £13 billion. This was the largest net investment in gilts by these businesses since the time series began in 1963.

Net investment in gilts by self-administered pension funds is provisionally estimated to be £19 billion in 2014, following net investment of £17 billion in 2013. These are the highest levels of net investment in gilts by these businesses since the time series began.

Figure 9: Net investment by self-administered pension funds

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)

(31 Kb)

Investment trusts

Investment trusts acquire financial assets with money subscribed by shareholders or borrowed in the form of loan capital. Investment trusts are not trusts in the legal sense, but are limited companies with two special characteristics: their assets consist of securities (mainly ordinary shares) and they are debarred by their articles of association from distributing capital gains as dividends. Shares of investment trusts are traded on the Stock Exchange and increasingly can be bought direct from the company.

In the second quarter of 2015, investment trusts reported net investment of £1 billion. The five-year quarterly average for this series is net investment of £0.1 billion.

Unit trusts and property unit trusts

Unit trusts include open-ended investment companies (OEICs) but do not cover other unitised collective investment schemes or those based offshore. They are set up under trust deeds; the trustee usually being a bank or insurance company. The funds in the trusts are managed not by the trustees, but by independent management companies. Units representing a share in the trusts' assets can be bought from the managers or resold to them at any time.

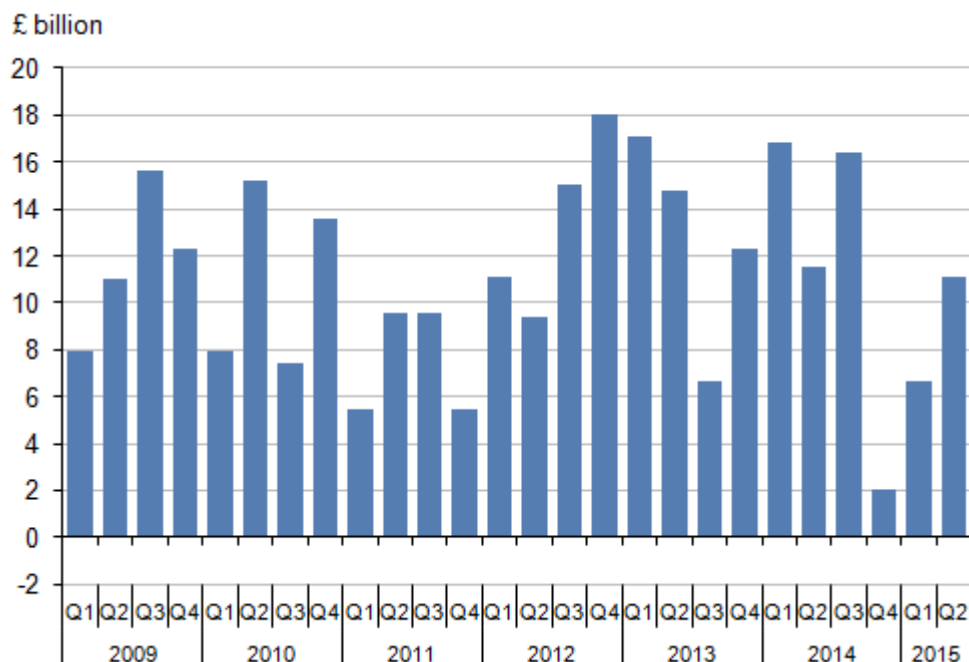
Property unit trusts invest predominantly in freehold or leasehold commercial property yet may hold a small proportion of their investments in the securities of property companies.

Unit trusts and property unit trusts have reported net investment in each quarter since Q4 2007 (see download for Figure 10). The level of net investment by unit trusts and property unit trusts in Q2 2015 (£11 billion), matches the five-year quarterly average for this institutional group.

The provisional full-year estimate of net investment by unit trusts and property unit trusts for 2014 (£47 billion) follows net investment of £53 billion in 2012 and £51 billion in 2013. The annual estimate for 2012 was the highest for any institutional group ever recorded, surpassing the previous high estimate of £53 billion recorded for long-term insurance companies in 1999.

Figure 10: Net investment by unit trusts and property unit trusts

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)
(26.5 Kb)

Table 2: Net Investment by institutional group

UK, quarter 1 (Jan to Mar) 2009 to quarter 2 (Apr to Jun) 2015

£ billion

		Total	Long-term insurance companies	General insurance companies	Self-administered pension funds	Investment trusts	Unit trusts and property unit trusts	Consolidation adjustment¹
2009		90.0	5.9	4.9	32.9	-0.6	46.8	0.1
2010		67.5	15.6	-3.2	19.7	0.5	44.0	-9.1
2011		24.3	-4.2	2.3	8.6	0.4	30.3	-13.0
2012		55.6	3.7	1.6	19.7	-0.2	53.5	-22.6
2013		48.4	-17.3	0.8	18.8	0.6	50.9	-5.4
2014		42.7	-2.4	3.1	24.7	0.9	46.7	-30.3
2009	Q1	8.0	0.8	1.4	2.6	-0.3	7.9	-4.4
	Q2	36.9	12.2	1.6	13.8	-0.2	11.0	-1.5
	Q3	20.5	1.2	-0.8	8.0	0.1	15.6	-3.6
	Q4	24.6	-8.4	2.7	8.6	-0.2	12.3	9.7
2010	Q1	6.6	1.1	-6.5	-0.1	-0.7	7.9	4.9
	Q2	5.6	2.7	0.4	-6.3	0.7	15.2	-7.0
	Q3	27.2	7.4	0.8	15.1	0.0	7.4	-3.4
	Q4	28.1	4.5	2.0	11.0	0.5	13.6	-3.6
2011	Q1	11.0	-5.6	-1.4	11.1	0.6	5.5	0.7
	Q2	10.1	5.1	1.4	-2.9	0.3	9.6	-3.4
	Q3	2.5	1.3	1.4	-1.6	-0.1	9.6	-8.1
	Q4	0.7	-4.9	0.9	2.1	-0.5	5.5	-2.3
2012	Q1	17.1	2.3	1.7	4.9	0.1	11.1	-3.0
	Q2	8.4	2.1	-1.3	-3.4	0.1	9.4	1.6
	Q3	18.3	-2.4	0.4	9.8	-0.4	15.0	-4.0

		Total insurance companies	Long- term insurance companies	General insurance companies	Self-administered pension funds	Investment trusts	Consolidation adjustment ¹ trusts and property unit trusts	
	Q4	11.8	1.8	0.8	8.4	0.1	18.0	-17.2
2013	Q1	5.4	-1.4	-1.4	-4.0	0.5	17.1	-5.5
	Q2	21.1	-0.4	1.3	6.5	-0.2	14.8	-1.0
	Q3	15.2	-4.7	0.7	10.5	0.1	6.7	1.9
	Q4	6.7	-10.8	0.2	5.8	0.1	12.3	-0.8
2014	Q1	22.4	0.9	1.8	15.0	0.1	16.8	-12.3
	Q2	13.8	-2.7	0.9	13.0	0.4	11.5	-9.2
	Q3	16.9	1.4	1.1	3.5	0.4	16.4	-5.9
	Q4	-10.4	-2.0	-0.7	-6.8	0.0	2.0	-3.0
2015	Q1	11.7	-4.5	-1.8	13.0	-0.9	6.7	-0.8
	Q2	20.4	0.5	1.3	10.8	0.5	11.1	-3.9

Table source: Office for National Statistics

Table notes:

1. The consolidation adjustment is an adjustment to remove inter-sectoral flows between the different types of institution covered. The adjustment includes (i) investment in authorised unit trust units, open-ended investment companies and investment trust securities by insurance companies, pension funds and trusts and (ii) investment by pension funds in insurance managed funds and property unit trust units.
2. Components may not sum to totals due to rounding.
3. Data for all quarters of 2014 remain provisional and subject to revision until the incorporation of the 2014 annual survey results in December 2015.

Download table

 [XLS format](#)

(30.5 Kb)

Income and expenditure by institutional group

Rather than provide commentary on total income and expenditure for the institutional groups, it is considered more beneficial to users, based on their feedback, if commentary concentrates on the main components. For insurance companies, premiums and claims are the focus, while

contributions (net of refunds) and payments are the focus for self-administered pension funds (see Table 3, at the end of this section). It should be noted that income and expenditure data are not currently collected for the trusts institutional group.

Long-term insurance companies

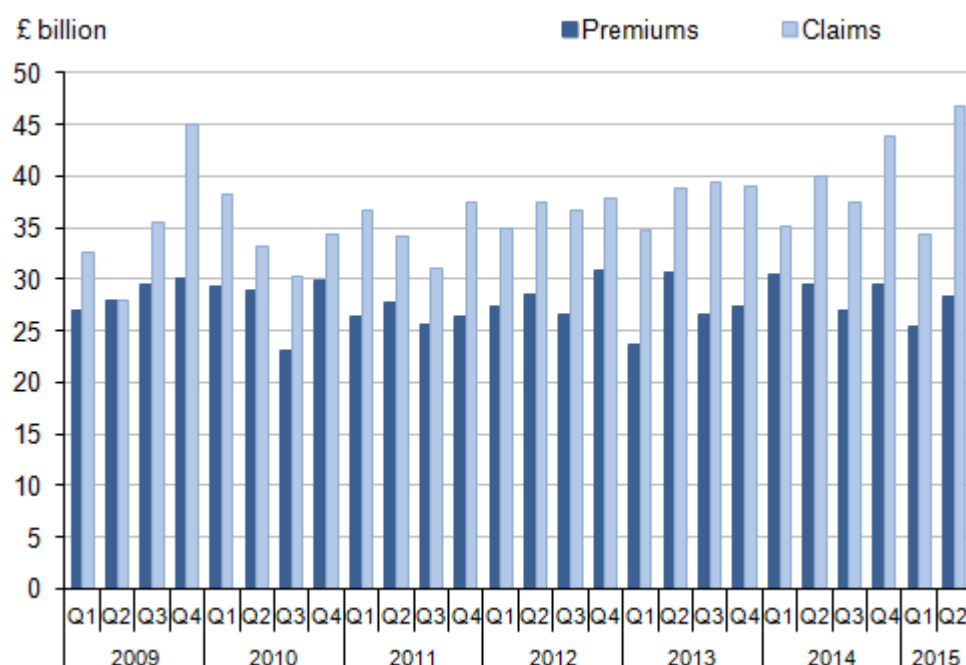
In the second quarter of 2015 (April to June), the value of long-term insurance premiums was £28 billion (Figure 11), in line with the five-year quarterly average for this time series.

The value of premiums exceeded the value of claims between 2003 (when records for this series began) and 2007. However, this trend reversed and has continued in each of the years 2008 to 2013. Provisional estimates for 2014 show the value of claims to be around 35% greater than the value of premiums.

In Q2 2015, claims (£47 billion) were approximately 65% greater than the value of premiums (£28 billion). This was the largest difference between the levels of claims and premiums since the fourth quarter of 2008. It is important to note that long-term insurance business includes a significant element of pensions activity (please see background note 1). The recent trend may indicate that pension changes which became effective in April 2015 enabling individuals to access defined contribution pension savings ([Taxation of Pensions Act 2014](#)), are resulting in increased drawdown on pension funds.

Figure 11: Long-term insurance companies’ premiums and claims

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)

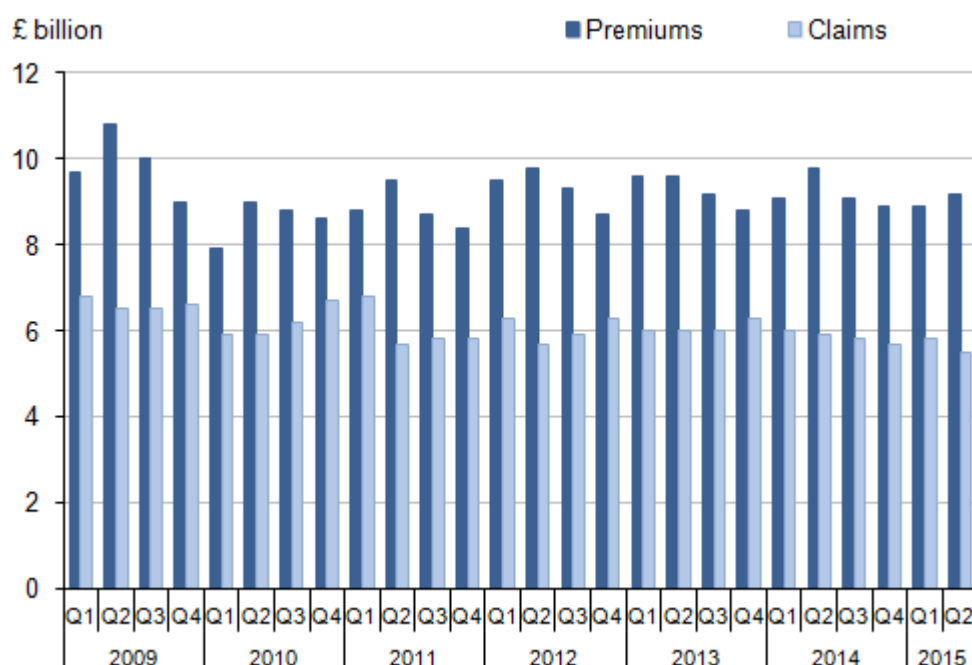
(32 Kb)

General insurance companies

For general insurance, premiums (£9 billion) were around 68% greater than the value of claims (£5 billion) in Q2 2015 (Figure 12).

Figure 12: General insurance companies' premiums and claims

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)

(32 Kb)

Self-administered pension funds

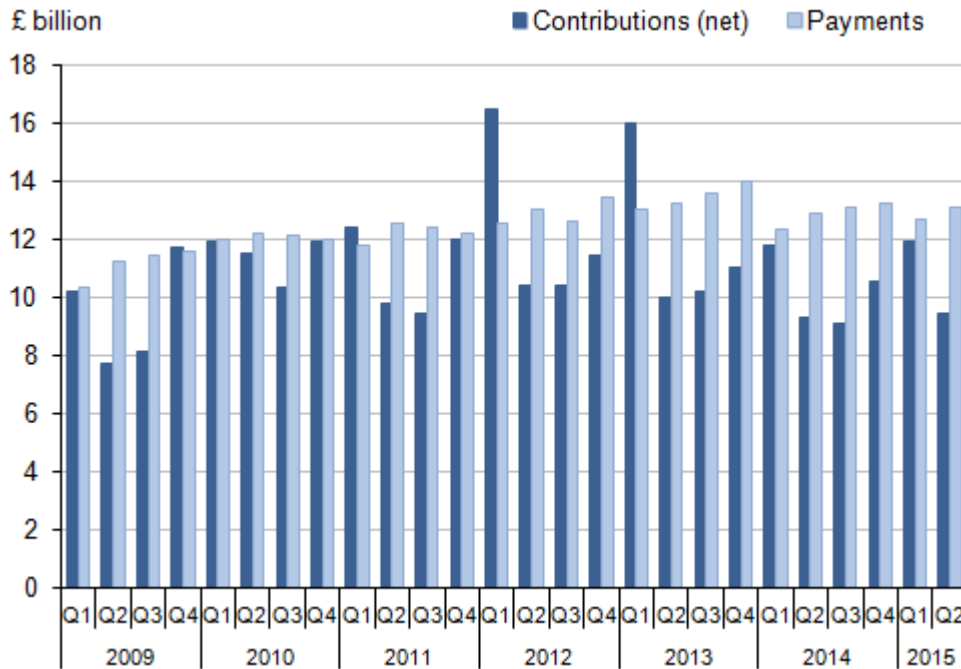
Contributions to self-administered pension funds (net of refunds) in Q2 2015 (£9 billion) were lower than the five-year quarterly average for this series of £11 billion.

In recent years there seems to be a pattern for pension funds to make one-off payments in Quarter 1 (Jan to Mar) of a given year, in order to reduce the deficits in their funds. This would lead to generally higher net contributions in these quarters compared with other quarters of the year (Figure 13). A possible explanation for this pattern is that companies with defined benefit schemes, while compiling their end of year accounts, are better placed to determine the level of contributions needed to fund any deficit. Deficits can be addressed in the form of employers' special contributions.

Estimates of these one-off payments were relatively high in the first quarters 2012 (£8 billion), 2013 (£8 billion), 2014 (£5 billion) and 2015 (provisionally estimated at £4 billion).

Figure 13: Self-administered pension funds' contributions (net of refunds) and payments

UK, Quarter 1 (Jan to Mar) 2009 to Quarter 2 (Apr to Jun) 2015



Source: Office for National Statistics

Download chart

[XLS](#) [XLS format](#)

(20 Kb)

Table 3: Income and expenditure by institutional group

UK, quarter 1 (Jan to Mar) 2009 to quarter 2 (Apr to Jun) 2015

£ billion

		Long-term insurance		General insurance		Self-administered pension funds	
		Premiums	Claims	Premiums	Claims	Contributions (net)	Payments
2009		114.6	141.1	39.5	26.4	37.7	44.5
2010		111.2	136.1	34.3	24.8	45.6	48.3
2011		106.1	139.5	35.4	24.1	43.6	48.8
2012		113.6	146.8	37.4	24.1	48.6	51.4
2013		108.2	152.0	37.3	24.2	47.3	53.9
2014		116.3	156.6	36.8	23.5	40.8	51.5
2009	Q1	27.0	32.6	9.7	6.8	10.2	10.3
	Q2	28.0	27.9	10.8	6.5	7.7	11.2
	Q3	29.5	35.4	10.0	6.5	8.1	11.4
	Q4	30.1	45.1	9.0	6.6	11.7	11.6
2010	Q1	29.3	38.3	7.9	5.9	11.9	12.0
	Q2	29.0	33.2	9.0	5.9	11.5	12.2
	Q3	23.1	30.3	8.8	6.2	10.3	12.1
	Q4	29.8	34.3	8.6	6.7	11.9	12.0
2011	Q1	26.3	36.6	8.8	6.8	12.4	11.8
	Q2	27.8	34.2	9.5	5.7	9.8	12.4
	Q3	25.6	31.1	8.7	5.8	9.4	12.3
	Q4	26.3	37.5	8.4	5.8	12.0	12.1
2012	Q1	27.4	35.0	9.5	6.3	16.5	12.4
	Q2	28.6	37.4	9.8	5.7	10.4	13.0
	Q3	26.6	36.6	9.3	5.9	10.4	12.6
	Q4	30.9	37.8	8.7	6.3	11.4	13.4

		Long-term insurance		General insurance		Self-administered pension funds	
		Premiums	Claims	Premiums	Claims	Contributions (net)	Payments
2013	Q1	23.7	34.7	9.6	6.0	16.0	13.0
	Q2	30.6	38.8	9.6	6.0	10.0	13.2
	Q3	26.6	39.4	9.2	6.0	10.2	13.6
	Q4	27.3	39.1	8.8	6.3	11.0	14.0
2014	Q1	30.5	35.2	9.1	6.0	11.8	12.3
	Q2	29.4	40.0	9.8	5.9	9.3	12.9
	Q3	27.0	37.5	9.1	5.8	9.1	13.1
	Q4	29.5	43.9	8.9	5.7	10.5	13.2
2015	Q1	25.5	34.3	8.9	5.8	11.9	12.7
	Q2	28.3	46.8	9.2	5.5	9.4	13.1

Table source: Office for National Statistics

Table notes:

1. Components may not sum to totals due to rounding.
2. Data for all quarters of 2014 remain provisional and subject to revision until the incorporation of the 2014 annual survey results in December 2015.

Download table

[XLS](#) [XLS format](#)
(35.5 Kb)

Background notes

1. Institutional groups

Insurance companies

Active in both life insurance and non-life insurance, they also conduct pension business on behalf of companies and individuals.

Long-term business (mainly life insurance and pensions) has an emphasis on the spreading of risks over time, whereas general business (mainly home, motor and travel insurance) is largely concerned with the spreading of risks between persons and organisations.

Long-term insurance companies typically hold premium income for a long time, therefore investment income is an important component of their overall income.

Besides consisting of life insurance, long-term business also includes workplace and individual personal pension business. Pension business includes both insured funds and insurance-managed funds. Fully insured funds belong to pension schemes where the schemes' trustees hold, as a sole asset, an insurance policy contract or an annuity contract. All the schemes' assets are held in one insurance company. Insurance-managed business is where investment of the pension funds for a group of employees is managed by an insurance company. This is in the form of an investment contract in which the insurance company offers participation in one or more pooled funds. Insurance-managed funds are reported both by insurance companies and self-administered pension funds, so caution should be exercised if combining estimates from the two sources.

The figures for long-term funds include items relating to shareholders' funds in respect of pure life companies. For other companies these items are consolidated into the figures for general funds.

Self-administered pension funds

A self-administered pension is defined as an occupational pension scheme with units invested in one or more managed schemes or unit trusts. The trustees of these types of schemes can employ either an in-house fund manager to make the day-to-day investment decisions or they can opt to use an external manager to oversee the investment. Insurance managed funds are reported both by insurance companies and self-administered pension funds (see 'Insurance Companies').

Fully insured funds are excluded but their activity is included in figures for insurance companies' long-term business.

The data in this release relates to the self-administered pension and superannuation funds of the private sector and to the funded, self-administered schemes of local authorities and employees previously employed in the nationalised industries. The main superannuation arrangements in central government are unfunded and these are excluded from the statistics.

Investment trusts

The figures cover investment trusts recognised as such by HM Revenue & Customs for tax purposes and some unrecognised trusts. Investment trusts acquire financial assets with money subscribed by shareholders or borrowed in the form of loan capital. They are not trusts in the legal sense, but are limited companies with two special characteristics: their assets consist of securities (mainly ordinary shares) and they are debarred by their articles of association from distributing capital gains as dividends. Shares of investment trusts are traded on the Stock Exchange and increasingly can be bought direct from the company.

Unit trusts

The data covers unit trusts authorised by the Financial Conduct Authority under the terms of the Financial Services and Markets Act 2000. The statistics include open-ended investment companies (OEICs) but they do not cover other unitised collective investment schemes (for example unauthorised funds run on unit trust lines by securities firms and merchant banks, designed primarily for the use of institutional investors) or those based offshore (Channel Islands, Bermuda etc.) or in other EU member states.

Unit trusts are set up under trust deeds, the trustee usually being a bank or insurance company. The funds in the trusts are managed not by the trustees, but by independent management companies. Units representing a share in the trusts' assets can be bought from the managers or resold to them at any time.

Property unit trusts

The statistics aim to cover all UK property unit trusts authorised under the terms of the Financial Services and Markets Act 2000. Property unit trusts invest predominantly in freehold or leasehold commercial property yet may hold a small proportion of their investments in the securities of property companies. Their assets are held in the name of a trustee and are managed on a co-operative basis by a separate committee (elected by the unit holders) or company.

2. Basic quality information

A [Quality and Methodology Information \(QMI\) \(268.3 Kb Pdf\)](#) report can be found on our website. The QMI report aims to provide users with a greater understanding of our statistics, their quality and the methods that are used to create them.

3. Administrative data

The surveys that underpin this release use administrative data sources as their target populations. Further information can be found in the QMI report linked in background note 2.

4. Uses of data

The primary use of data from the insurance companies, pension funds and trusts surveys is in the Financial and Sector Accounts and the compilation of Gross Domestic Product (GDP) estimates within the UK National Accounts and the UK Balance of Payments. There are numerous other users within and outside government who use these data to produce various financial analyses and to inform policy decisions. Such users include:

[Bank of England](#): Data are used for monetary policy and financial stability monitoring.

[Department for Work & Pensions](#): Specifically interested in the investment activity of pension funds, and any pension business undertaken by insurance companies.

[HM Revenue and Customs](#): Data are used to aid taxation analysis of financial institutions.

[Association of British Insurers](#): Compare its own data with ONS data to ensure both datasets display similar trends.

[Department for Business, Innovation and Skills](#): Use data to analyse investment activity across various financial instruments.

[Debt Management Office](#): Data are used to monitor the investment activity in British government securities (gilts).

The [Investment Association](#): Compare its own data with ONS data to ensure both display similar trends. They also use these data to provide an overall view of the UK savings and pensions markets and the components that make it up.

[European Union's Statistical Office \(Eurostat\)](#): Use data to compile statistics at a European level to enable comparisons between countries and to support the development of European fiscal policy.

[Organisation for Economic Co-operation & Development \(OECD\)](#): Analyse investment activity to help formulate economic growth and financial stability recommendations for member countries.

Trade associations, city analysts, institutional investors and fund managers use these data for modelling or forecasting purposes and also to track asset allocation trends. Academics and journalists also use the data for research purposes.

5. Your views matter

We are constantly aiming to improve this release and associated commentary. We would welcome any feedback you might have, and would be particularly interested in knowing how you make use of these data to inform your work. Please contact us via email: financial.inquiries@ons.gsi.gov.uk or telephone Fred Norris on +44 (0)1633 456109.

There is a [Business and Trade Statistics community](#) on the [StatsUserNet website](#). For more information, see background note 15.

6. International comparisons

It is difficult to meaningfully compare the 'Investment by Insurance Companies, Pension Funds and Trusts' release with that of other countries. This is largely due to different rules and regulations surrounding insurance and pension provision, and also because other countries do not combine data for these specific institutional groups into a single detailed publication.

The focus for other countries is frequently on collecting data for National Accounts purposes, not on producing a separate publication for these institutional groups. Many countries around the world use different sources to collect these data. In some cases the data collection is split between the national statistical office and the central bank (Belgium) or the industry regulator (Finland). The periodicity of data collection also varies between countries; some collect data quarterly (Sweden), others on an annual basis (New Zealand). In addition, some countries

use a transactions approach (UK) to data collection, while others prefer a balance sheet style (Ireland).

International bodies such as the ([OECD](#)) compare institutional investment data across countries to help formulate economic growth and financial stability recommendations.

7. Revisions

Data for all quarters of 2014 remain provisional and subject to revision until the incorporation of the 2014 annual survey results in December 2015.

Data for Q1 2015 have been revised, partly as a result of late questionnaires being received and partly as a result of disaggregate data revisions. Net investment has been revised upwards from £7.3 billion to £11.7 billion. No revisions were made to the quarters of 2014.

Revisions to data provide one indication of the reliability of main indicators. A spreadsheet is available giving a [revisions triangle \(491 Kb Excel sheet\)](#) of estimates of net investment from 1996 to date and tables reflecting average revisions to estimates contained in this publication.

A [revisions policy \(113.1 Kb Pdf\)](#) is available to assist users with their understanding of the cycle and frequency of data revisions. The revisions policy also explains an annual alignment process which is conducted at Quarter 3. Users of this release are strongly advised to read this policy before using these data for research or policy related purposes.

8. Response rates

The figures in this release are based on a system of quarterly and annual surveys collecting data on income and expenditure, transactions in financial assets and the balance sheet in separate surveys.

Table 4: Overall response rate by survey

UK

Quarter 2 (Apr to June) 2015	%
Transactions	
Long-term insurance companies	98
General insurance companies	91
Self-administered pension funds	86
Unit trusts	93
Investment trusts	89
Property unit trusts	80
Income and expenditure	
Long-term insurance companies	98
General insurance companies	91
Self-administered pension funds	86
2013 Annual	
Balance sheet	
Long-term insurance companies	98
General insurance companies	98
Self-administered pension funds	93
Income and expenditure	
Long-term insurance companies	97
General insurance companies	98
Assets and liabilities	
Unit trusts	96
Investment trusts	89
Property unit trusts	93

Table source: Office for National Statistics

Download table

 [XLS format](#)

(31.5 Kb)

9. General Information

These points should be noted when examining reference tables:

- total pension contributions made to funded schemes cannot be derived by summing pension premiums from Table 2.4 and contributions from Table 4.3. To do so would result in double counting since pension business premiums in Table 2.4 include any premiums (including transfers) received from self-administered pension funds and any transfers within the long-term insurance sector. More information on this and on other work undertaken to improve pension statistics as part of the 2002 pension contributions statistics review can be found on our website. These pages include a discussion note on [how insurance companies have been recording pension transactions \(25.5 Kb Pdf\)](#) in the surveys used as a source for this release and on improvements made to the survey questionnaires from the first quarter of 2004 to prevent mis-reporting
- certificates of deposits issued by overseas banks are included in short-term assets overseas
- an increase in borrowing is indicated by a positive figure, a decrease by a negative figure
- total net investment for long-term insurance companies includes investment by self-administered pension funds in insured funds
- loans to a parent authority by local authority funds are included with UK local authority securities
- the consolidation adjustment is an adjustment to remove inter-sectoral flows between the different types of financial institution covered by this release. It has been produced by identifying and calculating totals for net investment in mutual funds such as authorised unit trust units, investment trust securities and insurance managed funds by the institutions
- components in tables denominated in £ billion may not sum to totals due to rounding

10. Definitions and symbols used

c suppressed to avoid the disclosure of confidential data.

- nil or less than £0.5 million.

: not available.

Throughout this release Q1 refers to Quarter 1 (January to March), Q2 refers to Quarter 2 (April to June), Q3 refers to Quarter 3 (July to September) and Q4 refers to Quarter 4 (October to December).

A [glossary of the terms](#) used in this release is available to assist users.

11. Disclosure

It is sometimes necessary to suppress figures for certain items in order to avoid disclosing investment activity by individual institutions. In these cases the figures are usually combined with those for another item and this will be indicated in the tables by means of a footnote.

12. National Statistics

The United Kingdom Statistics Authority has designated these statistics as National Statistics, in accordance with the Statistics and Registration Service Act 2007 and signifying compliance with the [Code of Practice for Official Statistics](#).

Designation can be broadly interpreted to mean that the statistics:

- meet identified user needs
- are well explained and readily accessible
- are produced according to sound methods and
- are managed impartially and objectively in the public interest.

Once statistics have been designated as National Statistics it is a statutory requirement that the Code of Practice shall continue to be observed.

13. Social media

Follow ONS on [Twitter](#) and receive up to date information about our statistics.

Like ONS on [Facebook](#) to receive our updates in your newsfeed and to post comments on our page.

14. Government Statistical Service (GSS) business statistics

To find out about other official business statistics, and choose the right data for your needs, use the [GSS Business Statistics Interactive User Guide](#). By selecting your topics of interest, the tool will pinpoint publications that should be of interest to you, and provide you with links to more detailed information and the relevant statistical releases. It also offers guidance on which statistics are appropriate for different uses.

15. Discussing business statistics online

There is a [Business and Trade Statistics](#) community on the [StatsUserNet](#) website. StatsUserNet is the Royal Statistical Society's interactive site for users of official statistics. The community objectives are to promote dialogue and share information between users and producers of official business and trade statistics about the structure, content and performance of businesses within the UK. Anyone can join the discussions by registering via either of the links.

16. Special events

We have published commentary, analysis and policy on 'Special Events' which may affect statistical outputs. For full details visit the [Special Events page](#) on our website.

17. Release policy

All data in this release can be downloaded free of charge from our website. Here are the instructions to obtain a full time series of data from the statistical bulletin or release pages:

- select 'Data in this release'
- select 'View datasets associated with this release'
- select the latest release
- select 'Select series from this dataset'
- select the reference table of interest
- select 'View series'
- select the series of interest (Hint: for a custom download you can use SHIFT to select a range of series or CTRL to select multiple individual series)
- select 'View selection'
- select 'download'

18. Details of the policy governing the release of new data are available by visiting www.statisticsauthority.gov.uk/assessment/code-of-practice/index.html or from the Media Relations Office email: media.relations@ons.gsi.gov.uk

These National Statistics are produced to high professional standards and released according to the arrangements approved by the UK Statistics Authority.

Copyright

© Crown copyright 2015

You may use or re-use this information (not including logos) free of charge in any format or medium, under the terms of the Open Government Licence. To view this licence, visit www.nationalarchives.gov.uk/doc/open-government-licence/ or write to the Information Policy Team, The National Archives, Kew, London TW9 4DU, or email: psi@nationalarchives.gsi.gov.uk.

This document is also available on our website at www.ons.gov.uk.

Statistical contacts

Name	Phone	Department	Email
Fred Norris	+44 (0)1633 456109	Financial Inquiries / Office for National Statistics	Financial.Inquiries@ons.gsi.gov.uk

Next Publication Date:

17 December 2015

Issuing Body:

Office for National Statistics

Media Contact Details:

Telephone: 0845 604 1858

(8.30am-5.30pm Weekdays)

Emergency out of hours (limited service): 07867 906553

Email:

media.relations@ons.gsi.gov.uk

A COMBINED INSTITUTIONAL GROUPS¹: TOTAL NET INVESTMENT AND SUMMARY BALANCE SHEET BY ASSET TYPE

£ million

	Total assets											
	Total assets	Short-term assets ²	UK corporate securities				Overseas securities			Other assets		
			UK government sterling securities	Ordinary shares	Other ³	Corporate securities		Government securities	UK loans	Mutual funds and other assets ⁴	UK land, buildings and new construction	
						Ordinary shares	Other ³					
Holdings at market values												
	KI2V	RLJQ	RLJR	RLJT	RLJU	RLJX	RLJY	RLJZ	RLKA	KI2W	RLKD	
2012	3 283 884	446 571	435 209	489 255	319 703	588 087	276 594	79 906	34 005	526 715	87 839	
2013	3 472 513	483 382	449 095	525 762	305 670	664 126	274 473	82 875	35 108	563 389	88 633	
Net investment												
	RLKE	RLKF	RLKG	RLKH	RLKI	RLKJ	RLKK	RLKL	RLKM	RLKO	RLKP	
2010	67 538	-7 628	29 246	-21 453	2 965	5 905	13 384	5 511	720	35 136	3 752	
2011	24 302	10 883	-754	-31 504	6 043	592	9 802	2 912	8 149	16 465	1 714	
2012	55 641	15 043	-10 183	-22 138	12 130	16 789	21 213	8 492	3 007	10 011	1 277	
2013	48 375	24 882	12 625	-25 188	4 739	955	13 049	4 060	1 103	10 745	1 405	
2014	42 681	4 660	17 280	-13 700	-1 159	-9 631	14 666	6 297	1 497	17 097	5 674	
2013 Q1	5 350	16 532	556	-6 237	-402	-8 944	1 539	1 088	32	997	189	
Q2	21 147	2 755	7 073	-3 371	1 809	7 431	1 354	863	385	4 008	-1 160	
Q3	15 202	7 291	3 112	-10 135	863	1 732	6 157	1 505	458	3 651	568	
Q4	6 676	-1 696	1 884	-5 445	2 469	736	3 999	604	228	2 089	1 808	
2014 Q1	22 397	6 086	8 738	-5 526	995	-751	4 168	1 399	805	5 167	1 316	
Q2	13 844	1 003	8 890	-2 762	-185	-2 102	4 716	715	458	2 398	713	
Q3	16 871	6 182	4 002	-2 241	804	-3 243	4 223	1 909	350	3 083	1 802	
Q4	-10 431	-8 611	-4 350	-3 171	-2 773	-3 535	1 559	2 274	-116	6 449	1 843	
2015 Q1	11 703 [†]	14 996 [†]	-742 [†]	-7 226 [†]	-2 569 [†]	-5 427 [†]	7 885 [†]	1 562 [†]	-408 [†]	3 528 [†]	104 [†]	
Q2	20 424	-2 188	8 230	-7 512	-1 052	1 823	4 200	357	889	14 491	1 186	

	Total identified liabilities						Residual		
	Total identified liabilities	Total monetary borrowing ⁵	Liability attributable to unit and share holders		Overseas liabilities ⁷	Share capital issues ⁸	Net inflow to life insurance and pension funds	Net inflow to general insurance and trusts	Consolidation adjustment ⁹
			Other UK liabilities ⁶						
	RLLR	RLKQ	RLKR	RLKT	RLKU	RLKS	KI2X	KI2Y	-AMRL
2012	762 264	15 428	716 856	21 623	4 012	4 345	2 992 440	232 720	-703 540
2013	885 102	23 903	835 226	18 941	3 291	3 741	3 130 046	232 113	-774 748

Amounts outstanding at market values

	RLLR	RLKQ	RLKR	RLKT	RLKU	RLKS	KI2X	KI2Y	-AMRL
2012	762 264	15 428	716 856	21 623	4 012	4 345	2 992 440	232 720	-703 540
2013	885 102	23 903	835 226	18 941	3 291	3 741	3 130 046	232 113	-774 748

Net transactions

	RLLS	RLKX	RLKY	RLLA	RLLB	RLKZ	RLLQ	RLLD	-AMRU
2010	64 452	-2 394	64 225	2 322	-803	1 102	34 633	-22 476	-9 071
2011	19 171	3 406	19 050	-1 757	-180	-1 348	4 839	13 339	-13 047
2012	32 988	4 936	27 638	2 363	-2 241	292	17 603	27 671	-22 621
2013	36 893	8 475	31 650	-2 682	-721	171	-3 612	20 494	-5 400
2014	46 348	-2 258	38 769	7 880	-31	1 988	10 528	16 133	-30 328
2013 Q1	9 313	987	7 066	1 255	43	-38	-7 852	9 343	-5 454
Q2	8 021	1 035	8 915	-2 413	168	316	7 129	7 007	-1 010
Q3	9 219	2 983	6 406	57	-278	51	2 395	1 732	1 856
Q4	10 340	3 470	9 263	-1 581	-654	-158	-5 284	2 412	-792
2014 Q1	15 483	-1 475	12 873	4 538	-449	-4	7 604	11 564	-12 254
Q2	15 426	2 232	10 697	1 949	102	446	5 854	1 719	-9 155
Q3	9 007	-1 106	7 809	1 310	49	945	4 812	8 995	-5 943
Q4	6 432	-1 909	7 390	83	267	601	-7 742	-6 145	-2 976
2015 Q1	1 140 [†]	763 [†]	-3 304 [†]	1 296 [†]	724 [†]	1 661 [†]	4 814 [†]	6 552 [†]	-803 [†]
Q2	10 903	2 850	4 675	200	1 031	2 147	8 580	4 813	-3 872

1 The sum of self-administered pension funds, long-term and general insurance companies, investment trusts, unit trusts and property unit trusts. Data from the pension funds surveys are of lower quality than equivalent data from other institutional groups because of the difficulties in constructing a suitable sampling frame of pension funds.

2 UK and overseas. Includes cash in hand; balances with banks and building societies; other liquid deposits; certificates of deposit issued by banks and building societies; money market instruments; local authority debt; commercial paper; balances due from stockbrokers and securities dealers; net transactions in derivative contracts and other short-term assets not elsewhere classified.

3 Includes corporate bonds and preference shares.

4 UK and overseas. Includes authorised and unauthorised unit trust units; property unit trusts; investment trust securities; open-ended investment companies; hedge funds; other mutual fund investments not elsewhere classified; UK government securities denominated in foreign currency; local authority and public corporation securities; overseas loans; other UK fixed assets; overseas fixed assets; investment in insurance managed funds, insurance policies and annuities; direct investment and other assets not elsewhere classified.

5 Borrowing from UK banks.

6 Includes sterling and foreign currency borrowing from building societies; borrowing arising from the issue of UK securities (other than ordinary shares); borrowing arising from the issue of sterling commercial paper; foreign currency liabilities on back-to-back loans; overdrafts and other borrowing not elsewhere classified.

7 Includes borrowing from banks; related companies and other borrowing not elsewhere classified.

8 Relates to investment trusts only.

9 An adjustment to remove inter-sectoral flows between the different types of institution covered. The adjustment includes (i) investment in authorised unit trust units, open-ended investment companies and investment trust securities by insurance companies, pension funds and trusts and (ii) investment by pension funds in insurance managed funds and property unit trust units.

Source: Office for National Statistics

B TOTAL NET INVESTMENT AND ASSET HOLDINGS BY INSTITUTIONAL GROUP

£ million

	Institutions						
	Total assets ¹	Long-term insurance companies	General insurance companies	Self-administered pension funds ¹	Investment trusts	Unit trusts and property unit trusts ²	Consolidation adjustment ³
Holdings at market values							
	KI2V	RKBI	RKBY	RYIR	CBGW	CBHR	-AMRL
2012	3 283 884	1 410 411	161 227	1 603 292	63 833	748 661	-703 540
2013	3 472 513	1 449 526	160 903	1 706 682	63 741	866 409	-774 748
Net investment							
	RLKE	RCAA	RFUC	RZNI	CBGB	CBHY	-AMRU
2010	67 538	15 645	-3 231	19 700	457	44 038	-9 071
2011	24 302	-4 211	2 310	8 600	391	30 259	-13 047
2012	55 641	3 714	1 561	19 738	-201	53 450	-22 621
2013	48 375	-17 280	768	18 788	557	50 942	-5 400
2014	42 681	-2 382	3 070	24 660	937	46 724	-30 328
2013 Q1	5 350	-1 387	-1 441	-4 044	547	17 129	-5 454
Q2	21 147	-363	1 343	6 534	-192	14 835	-1 010
Q3	15 202	-4 695	693	10 546	143	6 659	1 856
Q4	6 676	-10 835	173	5 752	59	12 319	-792
2014 Q1	22 397	941	1 814	14 993	97	16 806	-12 254
Q2	13 844	-2 699	868	13 000	353	11 477	-9 155
Q3	16 871	1 394	1 081	3 459	446	16 434	-5 943
Q4	-10 431	-2 018	-693	-6 792	41	2 007	-2 976
2015 Q1	11 703 [†]	-4 536 [†]	-1 792 [†]	13 046 [†]	-937 [†]	6 725 [†]	-803 [†]
Q2	20 424	539	1 306	10 808	538	11 105	-3 872

1 Data from the pension funds surveys are of lower quality than equivalent data from other institutional groups because of the difficulties in constructing a suitable sampling frame of pension funds.

2 Includes open-ended investment companies (OEICs).

3 An adjustment to remove inter-sectoral flows between the different types of institution covered. The adjustment includes (i) investment in authorised unit trust units, open-ended investment companies and investment trust securities by insurance companies, pension funds and trusts and (ii) investment by pension funds in insurance managed funds and property unit trust units.

Source: Office for National Statistics

C TOTAL NET INVESTMENT BY ASSET TYPE AND INSTITUTIONAL GROUP

£ million

	Institutions						Consolidation adjustment ³
	Total assets ¹	Long-term insurance companies	General insurance companies	Self-administered pension funds ¹	Investment trusts	Unit trusts and property unit trusts ²	
SHORT-TERM ASSETS⁴							
2014	RLKF 4 660	RYFT -275	RYLQ 1 498	RYKP -997	CBGC 609	RLHL 3 825	
2014 Q1	6 086	1 007	1 509	1 930	59	1 581	
Q2	1 003	-843	-628	1 274	-50	1 250	
Q3	6 182	1 208	435	1 120	267	3 152	
Q4	-8 611	-1 647	182	-5 321	333	-2 158	
2015 Q1	14 996 [†]	4 658 [†]	-1 241 [†]	2 965 [†]	-1 [†]	8 615 [†]	
Q2	-2 188	-1 875	-1 346	-3 198	-106	4 337	
UK GOVERNMENT STERLING SECURITIES							
2014	RLKG 17 280	AHPJ -10 572	AHOJ 392	AHQX 18 575	RLLU -201	RLHM 9 086	
2014 Q1	8 738	-6 389	-750	8 928	-51	7 000	
Q2	8 890	-2 007	747	8 760	-71	1 461	
Q3	4 002	-15	279	2 179	-77	1 636	
Q4	-4 350	-2 161	116	-1 292	-2	-1 011	
2015 Q1	-742 [†]	-4 838 [†]	-904 [†]	6 453 [†]	11	-1 464 [†]	
Q2	8 230	-5 631	2	12 688	-29	1 200	
UK CORPORATE SECURITIES⁵							
2014	AMQS -14 859	HLTM -17 427	HLTS 422	GATO -7 295	AMQX 78	AMRA 10 387	-AMRK -1 024
2014 Q1	-4 531	-4 264	131	-1 853	-144	2 124	-525
Q2	-2 947	-5 115	250	-938	108	3 327	-579
Q3	-1 437	-4 127	-294	-1 229	33	4 120	60
Q4	-5 944	-3 921	335	-3 275	81	816	20
2015 Q1	-9 795 [†]	-4 721 [†]	230 [†]	272 [†]	-290 [†]	-4 461 [†]	-825 [†]
Q2	-8 564	-9 976	-180	-1 497	86	3 215	-212
OVERSEAS SECURITIES⁶							
2014	AMQU 11 332	HLTN -11 729	HLTT 1 522	GAMV 916	AMQY 340	AMRH 20 283	
2014 Q1	4 816	-1 791	632	2 107	142	3 726	
Q2	3 329	-5 252	836	717	228	6 800	
Q3	2 889	-3 334	291	-1 205	151	6 986	
Q4	298	-1 352	-237	-703	-181	2 771	
2015 Q1	4 020 [†]	-139 [†]	1 004 [†]	40 [†]	-393 [†]	3 508 [†]	
Q2	6 380	-256	2 143	1 879	783	1 831	
OTHER ASSETS⁷							
2014	AMQW 24 268	HLTO 37 621	HLTU -764	GALN 13 461	AMQZ 111	AMRI 3 143	-AMTO -29 304
2014 Q1	7 288	12 378	292	3 881	91	2 375	-11 729
Q2	3 569	10 518	-337	3 187	138	-1 361	-8 576
Q3	5 235	7 662	370	2 594	72	540	-6 003
Q4	8 176	7 063	-1 089	3 799	-190	1 589	-2 996
2015 Q1	3 224 [†]	504 [†]	-881 [†]	3 316 [†]	-264 [†]	527 [†]	22 [†]
Q2	16 566	18 277	687	936	-196	522	-3 660
TOTAL ASSETS¹							
2014	RLKE 42 681	RCAA -2 382	RFUC 3 070	RZNI 24 660	CBGB 937	CBHY 46 724	-AMRU -30 328
2014 Q1	22 397	941	1 814	14 993	97	16 806	-12 254
Q2	13 844	-2 699	868	13 000	353	11 477	-9 155
Q3	16 871	1 394	1 081	3 459	446	16 434	-5 943
Q4	-10 431	-2 018	-693	-6 792	41	2 007	-2 976
2015 Q1	11 703 [†]	-4 536 [†]	-1 792 [†]	13 046 [†]	-937 [†]	6 725 [†]	-803 [†]
Q2	20 424	539	1 306	10 808	538	11 105	-3 872

1 Data from the pension funds surveys are of lower quality than equivalent data from other institutional groups because of the difficulties in constructing a suitable sampling frame of pension funds for the surveys.

2 Includes open-ended investment companies (OEICs).

3 An adjustment to remove inter-sectoral flows between the different types of institution covered. The adjustment includes (i) investment in authorised unit trust units, open-ended investment companies and investment trust securities by insurance companies, pension funds and trusts and (ii) investment by pension funds in insurance managed funds and property unit trust units.

4 UK and overseas. Includes cash in hand; balances with banks and building societies; other liquid deposits; certificates of deposit issued by banks and building societies; money market instruments; local authority debt; commercial paper; balances due from stockbrokers and securities dealers; net transactions in derivative contracts and other short-term assets not elsewhere classified.

5 Includes corporate bonds; ordinary shares and preference shares.

6 Includes government, provincial and municipal securities; corporate bonds; ordinary shares and preference shares.

7 UK and overseas. Includes UK government securities denominated in foreign currency; local authority and public corporation securities; loans; mutual fund investments; fixed assets; investment in insurance managed funds, insurance policies and annuities; direct investment and other assets not elsewhere classified.

Source: Office for National Statistics

D INVESTMENT IN UK EXISTING BUILDINGS, PROPERTY, LAND AND NEW CONSTRUCTION WORK BY INSTITUTIONAL GROUP

£ million

	Institutions					Total ¹
	Long-term insurance companies	General insurance companies	Self-administered pension funds ¹	Investment trusts	Unit trusts and property unit trusts ²	
Holdings at market values						
	AHNX	AHMW	AHWA	CBHB	RLIE	RLKD
2010	44 207	2 195	28 990	197	9 484	85 073
2011	44 512	2 180	32 177	1 522	13 220	93 611
2012	40 286	2 221	30 296	1 538	13 498	87 839
2013	39 220	2 699	32 980	158	13 576	88 633
Net investment						
	AHPX	AHOW	AHRN	CBGH	RLIK	RLKP
2010	991	255	1 161	-6	1 351	3 752
2011	-366	65	1 267	108	640	1 714
2012	-790	346	1 374	64	283	1 277
2013	-613	252	558	-	1 208	1 405
2014	2 332	267	1 121	2	1 952	5 674
2013 Q1	-50	19	56	-	164	189
Q2	-1 546	120	38	-	228	-1 160
Q3	-108	78	197	-	401	568
Q4	1 091	35	267	-	415	1 808
2014 Q1	529	57	180	2	548	1 316
Q2	507	77	309	-	-180	713
Q3	349	119	416	-	918	1 802
Q4	947	14	216	-	666	1 843
2015 Q1	132	-6	-17 [†]	10	-15 [†]	104 [†]
Q2	137	97	198	-	754	1 186
Acquisitions						
	ARHX	ARGW	ARJN	CBGS	RLIV	
2010	4 166	381	1 877	6	1 613	
2011	2 199	103	2 092	c	1 216	
2012	2 493	430	2 440	c	556	
2013	5 041	289	2 003	-	1 692	
2014	4 018	308	2 697	c	3 812	
2013 Q1	821	20	250	-	300	
Q2	1 028	120	288	-	254	
Q3	1 161	91	690	-	625	
Q4	2 031	58	775	-	513	
2014 Q1	753	57	587	3	780	
Q2	865	77	725	-	919	
Q3	802	119	790	-	1 307	
Q4	1 598	55	595	c	806	
2015 Q1	551	17	880 [†]	c	213 [†]	
Q2	684	100	671	1	908	
Disposals						
	ASHX	ASGW	ASJN	CBGT	RLJJ	
2010	3 175	126	716	12	262	
2011	2 565	38	825	c	576	
2012	3 283	84	1 066	c	273	
2013	5 654	37	1 445	-	484	
2014	1 686	41	1 576	c	1 860	
2013 Q1	871	1	194	-	136	
Q2	2 574	-	250	-	26	
Q3	1 269	13	493	-	224	
Q4	940	23	508	-	98	
2014 Q1	224	-	407	1	232	
Q2	358	-	416	-	1 099	
Q3	453	-	374	-	389	
Q4	651	41	379	c	140	
2015 Q1	419	23	897 [†]	c	228 [†]	
Q2	547	3	473	1	154	

1 Data from the pension funds surveys are of lower quality than equivalent data from other institutional groups because of the difficulties in constructing a suitable sampling frame of pension funds.

2 Includes open-ended investment companies (OEICs).

Source: Office for National Statistics

1.1 INSURANCE COMPANIES' INVESTMENT: COMBINED BUSINESS¹

£ million

		Net investment		Net investment						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
UK government securities denominated in sterling	RAWZ	-8 791	-10 180	-1 128	-7 139	-1 260	264	-2 045	-5 742 [†]	-5 629
Index-linked	RAWT	1 024	-2 199	-709	-121	7	287	-2 372	-334 [†]	-4 733
Other ²	JF8L	-9 815	-7 981	-419	-7 018	-1 267	-23	327	-5 408 [†]	-896
UK government securities denominated in foreign currency	RAWW	13	-	4	-	-	-	-	- [†]	-
UK local authority investments ³	RARQ	1 251	1 274	706	183	310	12	769	133	360
Other UK public sector investments ⁴	RADC	22	599	24	265	-6	270	70	9 [†]	75
UK PUBLIC SECTOR SECURITIES	RAVM	-7 505	-8 307	-394	-6 691	-956	546	-1 206	-5 600[†]	-5 194
UK corporate bonds ⁵	JX4G	1 089	-6 251	146	-195	-2 145	-1 276	-2 635	-1 164 [†]	-1 628
Sterling	JF92	574	-5 900	10	-207	-2 067	-1 088	-2 538	-951 [†]	-1 350
Foreign currency	JF95	515	-351	136	12	-78	-188	-97	-213 [†]	-278
UK ordinary shares ⁶	JF98	-19 745	-10 734	-4 972	-3 936	-2 714	-3 138	-946	-3 320 [†]	-8 531
UK preference shares ⁶	JF9B	-143	-20	-15	-2	-6	-7	-5	-7	3
Overseas corporate securities	JF9K	-7 983	-9 060	-3 948	-1 482	-3 480	-2 764	-1 334	1 580 [†]	906
Bonds	JF9N	2 600	-3 432	-479	-713	-1 918	-891	90	1 152 [†]	2 290
Ordinary shares	RAVV	-10 580	-5 468	-3 383	-669	-1 553	-1 847	-1 399	459 [†]	-1 406
Preference shares	JF9Q	-3	-160	-86	-100	-9	-26	-25	-31	22
Mutual fund investments	JF9T	3 457	31 923	-23	10 558	9 132	7 983	4 250	-1 506 [†]	17 081
UK	JX4J	2 538	29 470	-371	9 778	7 961	7 306	4 425	-815 [†]	16 050
Unit trust units ⁷	JX4M	-1 951	12 835	-1 464	3 830	3 110	2 828	3 067	2 459 [†]	1 507
Other ⁸	JX4P	4 489	16 635	1 093	5 948	4 851	4 478	1 358	-3 274 [†]	14 543
Overseas	JFB2	919	2 453	348	780	1 171	677	-175	-691 [†]	1 031
CORPORATE SECURITIES	RAWQ	-23 325	5 858	-8 812	4 943	787	798	-670	-4 417[†]	7 831
Overseas government, provincial and municipal securities	RAXC	633	-1 147	155	323	-936	-279	-255	-715 [†]	981
Loans	JFB5	38	1 519	-43	860	526	327	-194	-253 [†]	894
UK ⁹	JX4S	1 264	1 483	270	805	445	349	-116	-408 [†]	889
Overseas ¹⁰	RAXS	-1 226	36	-313	55	81	-22	-78	155	5
Fixed assets ¹¹	JFB8	-269	2 740	1 187	601	614	507	1 018	192	314
UK	JX4V	-271	2 741	1 187	601	614	507	1 019	192	314
Overseas	JFE5	2	-1	-	-	-	-	-1	-	-
Other longer-term assets not elsewhere classified ¹²	JFE8	-377	1 436	-145	156	265	153	862	1 053 [†]	907
OTHER LONGER-TERM ASSETS	RAYS	25	4 548	1 154	1 940	469	708	1 431	277[†]	3 096
LONGER-TERM ASSETS	RAYV	-30 805	2 099	-8 052	192	300	2 052	-445	-9 740[†]	5 733

Source: Office for National Statistics

1.1 INSURANCE COMPANIES' INVESTMENT: COMBINED BUSINESS¹

continued

£ million

		Acquisitions		Acquisitions						2015 Q1	2015 Q2
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4			
UK government securities denominated in sterling	RAXA	262 259	137 779	43 948	41 506	32 359	31 459	32 455	37 096 [†]	31 296	
Index-linked	RAWU	22 024	28 912	3 886	7 282	7 978	6 617	7 035	7 864 [†]	6 919	
Other ²	JF8J	240 235	108 867	40 062	34 224	24 381	24 842	25 420	29 232 [†]	24 377	
UK government securities denominated in foreign currency	RAWX	18	–	6	–	–	–	–	– [†]	–	
UK local authority investments ³	RABT	1 972	1 975	759	443	551	86	895	304	535	
Other UK public sector investments ⁴	RAVI	279	843	44	355	–	351	137	19 [†]	76	
UK PUBLIC SECTOR SECURITIES	RAVN	264 528	140 597	44 757	42 304	32 910	31 896	33 487	37 419[†]	31 907	
UK corporate bonds ⁵	JX4E	41 064	43 792	9 655	11 074	8 998	9 826	13 894	14 661 [†]	11 350	
Sterling	JF8Y	38 822	42 273	9 131	10 672	8 637	9 480	13 484	14 402 [†]	10 948	
Foreign currency	JF93	2 242	1 519	524	402	361	346	410	259 [†]	402	
UK ordinary shares ⁶	JF96	60 197	43 350	13 536	12 661	10 007	8 755	11 927	14 681 [†]	9 707	
UK preference shares ⁶	JF99	21	18	1	3	5	1	9	5	5	
Overseas corporate securities	JF9I	121 168	105 196	24 862	29 255	27 697	21 111	27 133	36 407 [†]	29 913	
Bonds	JF9L	41 221	49 011	9 414	13 664	11 270	10 574	13 503	15 177 [†]	12 798	
Ordinary shares	RAWV	79 462	55 985	15 362	15 514	16 356	10 508	13 607	21 116 [†]	17 061	
Preference shares	JF9O	485	200	86	77	71	29	23	114	54	
Mutual fund investments	JF9R	96 319	128 636	26 771	38 289	37 053	26 794	26 500	24 518 [†]	49 152	
UK	JX4H	90 613	117 015	25 491	36 566	33 362	23 056	24 031	21 433 [†]	45 505	
Unit trust units ⁷	JX4K	50 987	47 085	10 949	12 234	12 870	10 612	11 369	10 851 [†]	14 143	
Other ⁸	JX4N	39 626	69 930	14 542	24 332	20 492	12 444	12 662	10 582 [†]	31 362	
Overseas	JFA8	5 706	11 621	1 280	1 723	3 691	3 738	2 469	3 085 [†]	3 647	
CORPORATE SECURITIES	RAWR	318 769	320 992	74 825	91 282	83 760	66 487	79 463	90 272[†]	100 127	
Overseas government, provincial and municipal securities	RAXD	30 455	37 778	7 902	11 271	9 189	9 210	8 108	11 621 [†]	8 986	
Loans	JFB3	6 424	3 806	1 700	1 318	968	639	881	1 551 [†]	1 492	
UK ⁹	JX4Q	6 104	3 016	1 648	1 134	816	524	542	1 341 [†]	1 408	
Overseas ¹⁰	RAXT	320	790	52	184	152	115	339	210	84	
Fixed assets ¹¹	JFB6	5 433	4 482	2 159	825	973	960	1 724	634	864	
UK	JX4T	5 431	4 482	2 159	825	973	960	1 724	634	864	
Overseas	JFE3	2	–	–	–	–	–	–	–	–	
Other longer-term assets not elsewhere classified ¹²	JFE6	1 110	3 603	175	525	475	990	1 613	1 775 [†]	1 478	
OTHER LONGER-TERM ASSETS	RAYT	43 422	49 669	11 936	13 939	11 605	11 799	12 326	15 581[†]	12 820	
LONGER-TERM ASSETS	RAYW	626 719	511 258	131 518	147 525	128 275	110 182	125 276	143 272[†]	144 854	

Source: Office for National Statistics

1.1 INSURANCE COMPANIES' INVESTMENT: COMBINED BUSINESS¹

continued

£ million

		Disposals		Disposals						2015 Q1	2015 Q2
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4			
UK government securities denominated in sterling	RAXB	271 050	147 959	45 076	48 645	33 619	31 195	34 500	42 838 [†]	36 925	
Index-linked	RAWV	21 000	31 111	4 595	7 403	7 971	6 330	9 407	8 198 [†]	11 652	
Other ²	JF8K	250 050	116 848	40 481	41 242	25 648	24 865	25 093	34 640 [†]	25 273	
UK government securities denominated in foreign currency	RAWY	5	–	2	–	–	–	–	–	–	
UK local authority investments ³	RABZ	721	701	53	260	241	74	126	171	175	
Other UK public sector investments ⁴	RAVL	257	244	20	90	6	81	67	10	1	
UK PUBLIC SECTOR SECURITIES	RAVO	272 033	148 904	45 151	48 995	33 866	31 350	34 693	43 019[†]	37 101	
UK corporate bonds ⁵	JX4F	39 975	50 043	9 509	11 269	11 143	11 102	16 529	15 825 [†]	12 978	
Sterling	JF8Z	38 248	48 173	9 121	10 879	10 704	10 568	16 022	15 353 [†]	12 298	
Foreign currency	JF94	1 727	1 870	388	390	439	534	507	472 [†]	680	
UK ordinary shares ⁶	JF97	79 942	54 084	18 508	16 597	12 721	11 893	12 873	18 001 [†]	18 238	
UK preference shares ⁶	JF9A	164	38	16	5	11	8	14	12	2	
Overseas corporate securities	JF9J	129 151	114 256	28 810	30 737	31 177	23 875	28 467	34 827 [†]	29 007	
Bonds	JF9M	38 621	52 443	9 893	14 377	13 188	11 465	13 413	14 025 [†]	10 508	
Ordinary shares	RAVX	90 042	61 453	18 745	16 183	17 909	12 355	15 006	20 657 [†]	18 467	
Preference shares	JF9P	488	360	172	177	80	55	48	145	32	
Mutual fund investments	JF9S	92 862	96 713	26 794	27 731	27 921	18 811	22 250	26 024 [†]	32 071	
UK	JX4I	88 075	87 545	25 862	26 788	25 401	15 750	19 606	22 248 [†]	29 455	
Unit trust units ⁷	JX4L	52 938	34 250	12 413	8 404	9 760	7 784	8 302	8 392 [†]	12 636	
Other ⁸	JX4O	35 137	53 295	13 449	18 384	15 641	7 966	11 304	13 856 [†]	16 819	
Overseas	JFA9	4 787	9 168	932	943	2 520	3 061	2 644	3 776 [†]	2 616	
CORPORATE SECURITIES	RAWS	342 094	315 134	83 637	86 339	82 973	65 689	80 133	94 689[†]	92 296	
Overseas government, provincial and municipal securities	RAXE	29 822	38 925	7 747	10 948	10 125	9 489	8 363	12 336 [†]	8 005	
Loans	JFB4	6 386	2 287	1 743	458	442	312	1 075	1 804 [†]	598	
UK ⁹	JX4R	4 840	1 533	1 378	329	371	175	658	1 749 [†]	519	
Overseas ¹⁰	RAXU	1 546	754	365	129	71	137	417	55	79	
Fixed assets ¹¹	JFB7	5 702	1 742	972	224	359	453	706	442	550	
UK	JX4U	5 702	1 741	972	224	359	453	705	442	550	
Overseas	JFE4	–	1	–	–	–	–	1	–	–	
Other longer-term assets not elsewhere classified ¹²	JFE7	1 487	2 167	320	369	210	837	751	722 [†]	571	
OTHER LONGER-TERM ASSETS	RAYU	43 397	45 121	10 782	11 999	11 136	11 091	10 895	15 304[†]	9 724	
LONGER-TERM ASSETS	RAYX	657 524	509 159	139 570	147 333	127 975	108 130	125 721	153 012[†]	139 121	

Source: Office for National Statistics

1.1 INSURANCE COMPANIES' INVESTMENT: COMBINED BUSINESS¹

continued

£ million

		Net investment		Net investment						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
Cash	JFF8	-	-	-	-	-	-	-	-	-
Balances with banks and building societies in the UK	JX4X	-8 701	-3 606	-3 709	-1 728	-1 820	1 232	-1 290	3 430 [†]	-2 675
Sterling	JX4Z	-9 594	-3 721	-3 380	-1 706	-1 557	1 249	-1 707	2 585 [†]	-2 696
Foreign currency	JX53	893	115	-329	-22	-263	-17	417	845 [†]	21
Balances with overseas banks	JFG8	1 290	-603	-911	-231	-153	-220	1	-122 [†]	-1 774
Other liquid deposits ¹³	JFH8	20 854	1 688	2 505	775	1 537	-218	-406	665 [†]	-902
Certificates of deposit issued by banks and building societies in the UK ¹⁴	JFI2	-271	1 750	-687	1 244	901	240	-635	713 [†]	20
Money market instruments issued by HM Treasury ¹⁵	RAZA	1 146	969	1 250	591	-15	85	308	-199 [†]	-564
UK local authority debt	RAZC	1	-1	1	-1	-	-	-	-	-
Commercial paper issued by UK companies ¹⁶	JFJ4	104	766	80	785	198	-58	-159	-1 132 [†]	13
Other UK money market instruments ¹⁷	JFJ6	-1 398	-32	-205	114	-378	546	-314	354	93
Money market instruments issued by non-resident businesses	JFJ8	-490	-414	-143	-46	-730	397	-35	184 [†]	288
Other short-term assets not elsewhere classified ¹⁸	JX55	-709	-730	358	1 560	-1 685	-126	-479	-311 [†]	-1 418
Balances due from stockbrokers and securities dealers ¹⁹	RAZT	-45	-129	-1 220	173	-232	-71	1	-488 [†]	1 082
Net transactions in derivative contracts with UK and overseas counterparties ²⁰	JFK6	1 229	1 565	-225	-720	906	-164	1 543	323 [†]	2 616
SHORT-TERM ASSETS	RAZR	13 010	1 223	-2 906	2 516	-1 471	1 643	-1 465	3 417[†]	-3 221
Longer-term assets	RAYV	-30 805	2 099	-8 052	192	300	2 052	-445	-9 740 [†]	5 733
Direct investment ²¹	JFK9	1 283	-2 634	296	47	-660	-1 220	-801	-5 [†]	-667
TOTAL ASSETS	RWEF	-16 512	688	-10 662	2 755	-1 831	2 475	-2 711	-6 328[†]	1 845
		Net transactions		Net transactions						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
Borrowing from banks and building societies in the UK ¹⁴	JX57	25	-714	-103	318	-879	426	-579	-252 [†]	-270
Other UK borrowing ²²	JX59	-316	-4 356	-1 542	-4 420	-661	453	272	646 [†]	-363
Overseas borrowing ²³	RBLP	-584	-121	-438	-447	67	-12	271	721 [†]	826
BORROWING	RBNL	-875	-5 191	-2 083	-4 549	-1 473	867	-36	1 115[†]	193

Source: Office for National Statistics

1.1 INSURANCE COMPANIES' INVESTMENT: COMBINED BUSINESS¹

continued

£ million

		Holdings		Holdings						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
Cash	JFF7	-	-	-	-	-	-	-	-	-
Balances with banks and building societies in the UK	JX4W	33 755	30 149	33 755	32 027	30 207	31 439	30 149	33 579 [†]	30 904
Sterling	JX4Y	30 199	26 478	30 199	28 493	26 936	28 185	26 478	29 063 [†]	26 367
Foreign currency	JX52	3 556	3 671	3 556	3 534	3 271	3 254	3 671	4 516 [†]	4 537
Balances with overseas banks	JFG7	4 512	3 909	4 512	c	c	3 908	3 909	3 787 [†]	2 013
Other liquid deposits ¹³	JFH7	41 864	43 552	41 864	42 639	44 176	43 958	43 552	44 217 [†]	43 315
Certificates of deposit issued by banks and building societies in the UK ¹⁴	JFH9	6 721	8 471	6 721	7 965	8 866	9 106	8 471	9 184 [†]	9 204
Money market instruments issued by HM Treasury ¹⁵	RAZB	3 902	4 871	3 902	4 493	4 478	4 563	4 871	4 672 [†]	4 108
UK local authority debt	RAZD	1	-	1	-	-	-	-	-	-
Commercial paper issued by UK companies ¹⁶	JFJ3	1 109	1 875	1 109	1 894	2 092	2 034	1 875	743 [†]	756
Other UK money market instruments ¹⁷	JFJ5	2 395	2 363	2 395	c	c	2 677	2 363	2 717	2 810
Money market instruments issued by non-resident businesses	JFJ7	2 027	1 613	2 027	1 981	1 251	1 648	1 613	1 797 [†]	2 085
Other short-term assets not elsewhere classified ¹⁸	JX54	6 363	5 633	6 363	7 923	6 238	6 112	5 633	5 322 [†]	3 904
Balances due from stockbrokers and securities dealers ¹⁹	RBAI	-1 191	-1 320	-1 191	-1 018	-1 250	-1 321	-1 320	-1 808 [†]	-726
SHORT-TERM ASSETS (excluding derivatives)	RAZS	101 458	101 116	101 458	104 694	102 317	104 124	101 116	104 210[†]	98 373
		Amounts outstanding		Amounts outstanding						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
Borrowing from banks and building societies in the UK ¹⁴	JX56	1 805	1 091	1 805	2 123	1 244	1 670	1 091	839 [†]	569
Other UK borrowing ²²	JX58	17 160	12 804	17 160	12 740	12 079	12 532	12 804	13 450 [†]	13 087
Overseas borrowing ²³	RBML	3 280	3 159	3 280	2 833	2 900	2 888	3 159	3 880 [†]	4 706
BORROWING	RBNZ	22 245	17 054	22 245	17 696	16 223	17 090	17 054	18 169[†]	18 362

1 Long-term and general insurance business.

2 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

3 Includes local authority securities; negotiable bonds; loans and mortgages.

4 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.

5 Issued by: banks; building societies and other corporates.

6 Quoted and unquoted.

7 Authorised and unauthorised.

8 Includes investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.

9 Includes sterling asset backed loans; loans to individuals secured on dwellings; other loans to individuals (including policy loans); loans to businesses and other loans not elsewhere classified. Excludes loans to UK associate companies; bank term deposits and building society investments.

10 Includes loans to parent companies; subsidiaries; associates and other loans not elsewhere classified. Excludes loans categorised as direct investment; loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees.

11 Includes existing buildings; property; land; new construction work; vehicles; machinery and equipment; valuables and intangibles. Includes the capital value of assets bought on hire purchase or acquired (as lessee) under a finance leasing arrangement and assets acquired for hiring, renting and operating leasing purposes. Excludes the capital value of assets acquired but leased out to others under finance leasing arrangements.

12 UK and overseas. Includes certificates of tax deposit; insurance policies; annuities and loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees. Excludes pre-payments and debtors.

13 Includes money market funds; liquidity funds and cash liquidity funds.

14 Sterling and foreign currency.

15 Includes treasury bills. Excludes UK government securities.

16 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.

17 Includes floating rate notes maturing within one year of issue.

18 UK and overseas. Excludes derivative contracts.

19 Net of balances owed. Includes amounts due on securities bought and sold for future settlement.

20 Cash basis (cash paid less cash received). Includes only the cash flows that have occurred between derivative counterparties; cash payments/receipts in respect of variations for derivatives traded on a margined basis, but excludes initial deposit margins and the return of these. Excludes the values of any securities/commodities underlying the derivatives.

21 UK and overseas. Loans made less loans settled. Includes non-insurance subsidiary and associate companies in the UK; UK insurance subsidiary companies; UK associate companies; UK holding companies and overseas subsidiaries, associates, branches and agencies.

22 Includes issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified.

23 Includes borrowing from banks; related companies and other borrowing not elsewhere classified.

Source: Office for National Statistics

1.2 INSURANCE COMPANIES' BALANCE SHEET: COMBINED BUSINESS¹ ASSETS AND LIABILITIES AT MARKET VALUES

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
UK government securities denominated in sterling	RCKD	174 720	185 320	184 216	196 137	218 607	198 919	183 805
Index-linked	RCJG	46 199	56 009	59 148	67 846	80 078	74 649	73 589
Other ²	JWC5	128 521	129 311	125 068	128 291	138 529	124 270	110 216
UK government securities denominated in foreign currency	RCKE	69	3	–	–	c	13	18
UK local authority investments ³	RCKH	1 001	776	655	768	c	770	3 168
Other UK public sector investments ⁴	RCKI	644	872	1 526	2 438	c	2 449	3 893
UK PUBLIC SECTOR SECURITIES	RCKJ	176 434	186 971	186 397	199 343	222 150	202 151	190 884
UK corporate bonds ⁵	JX7W	172 670	171 849	174 082	169 474	174 165	190 754	179 376
Sterling	JWD3	166 341	165 534	167 472	166 021	171 059	185 946	177 063
Foreign currency	JWD6	6 329	6 315	6 610	3 453	3 106	4 808	2 313
UK ordinary shares ⁶	JWD9	302 661	198 931	219 955	217 496	185 915	171 681	178 687
UK preference shares ⁶	JWE3	1 027	753	650	674	561	396	361
Overseas corporate securities	JWE6	249 161	240 215	289 282	296 524	281 459	327 945	340 091
Bonds	JWE7	82 568	103 158	132 883	128 185	132 683	149 501	141 465
Ordinary shares	RCKM	165 150	136 386	155 476	166 957	147 624	176 483	c
Preference shares	JWE8	1 443	671	923	1 382	1 152	1 961	c
Mutual fund investments	JWE9	223 861	188 861	233 745	264 335	271 552	332 893	365 188
UK	JX7X	204 246	172 729	209 361	229 444	241 596	302 789	340 435
Unit trust units ⁷	JX7Y	109 473	106 525	132 173	141 718	153 454	178 711	178 121
Other ⁸	JX7Z	94 773	66 204	77 188	87 726	88 142	124 078	162 314
Overseas	JWF7	19 615	16 132	24 384	34 891	29 956	30 104	24 753
CORPORATE SECURITIES	RCKV	949 380	800 609	917 714	948 503	913 652	1 023 669	1 063 703
Overseas government, provincial and municipal securities	RCKW	30 656	37 558	31 805	30 489	29 251	36 283	39 597
Loans	JWF8	17 339	25 897	23 913	26 113	34 598	36 635	36 673
UK ⁹	JX82	16 469	23 822	22 013	22 768	30 921	33 835	35 099
Overseas ¹⁰	RCLC	870	2 075	1 900	3 345	3 677	2 800	1 574
Fixed assets ¹¹	JWF9	69 994	50 410	44 039	48 091	48 259	44 020	43 348
UK	JX83	69 865	50 313	44 032	47 847	48 230	43 984	43 343
Overseas	JWG9	129	97	7	244	29	36	5
Other longer-term assets not elsewhere classified ¹²	JWH2	19 042	8 101	6 917	9 854	8 997	10 532	4 322
OTHER LONGER-TERM ASSETS	RCLD	137 031	121 966	106 674	114 547	121 105	127 470	123 940
LONGER-TERM ASSETS	RCLP	1 262 845	1 109 546	1 210 785	1 262 393	1 256 907	1 353 290	1 378 527

Source: Office for National Statistics

1.2 INSURANCE COMPANIES' BALANCE SHEET: COMBINED BUSINESS¹ ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
Cash	JFF7	-	-	-	-	-	-	-
Balances with banks and building societies in the UK	JX4W	57 568	61 010	54 710	41 987	42 617	42 456	33 755
Sterling	JX4Y	52 855	55 626	50 860	39 117	39 230	39 793	30 199
Foreign currency	JX52	4 713	5 384	3 850	2 870	3 387	2 663	3 556
Balances with overseas banks	JFG7	2 499	4 066	4 896	3 747	2 876	3 222	4 512
Other liquid deposits ¹³	JFH7	1 053	2 507	14 861	17 402	18 807	21 010	41 864
Certificates of deposit issued by banks and building societies in the UK ¹⁴	JFH9	23 441	19 176	10 179	9 180	7 001	6 992	6 721
Money market instruments issued HM Treasury ¹⁵	RAZB	1 127	887	2 323	836	1 629	2 756	3 902
UK local authority debt	RAZD	-	-	-	-	-	-	1
Commercial paper issued by UK companies ¹⁶	JFJ3	5 405	3 908	3 436	921	1 172	1 005	1 109
Other UK money market instruments ¹⁷	JFJ5	3 161	3 437	3 305	3 567	5 861	3 793	2 395
Money market instruments issued by non-resident businesses	JFJ7	4 120	2 966	4 076	3 501	2 275	2 517	2 027
Other short-term assets not elsewhere classified ¹⁸	JX54	21 577	21 131	10 794	5 957	7 092	7 072	6 363
Balances due from stockbrokers and securities dealers ¹⁹	RBAI	165	492	-1 107	-744	-1 219	-1 146	-1 191
SHORT-TERM ASSETS (excluding derivatives)	RAZS	120 116	119 580	107 473	86 354	88 111	89 677	101 458
Derivative contracts with UK and overseas counterparties which have a positive (asset) value ²⁰	JX84	5 413	18 577	10 772	13 305	24 689	23 837	22 243
Agents' balances and outstanding premiums in respect of direct insurance and facultative reinsurance contracts ²¹								
UK	RCNG	8 954	9 557	8 638	8 985	8 776	10 204	9 858
Overseas	RCNH	398	55	74	-12	-197	711	868
Reinsurance, coinsurance and treaty balances ²²								
UK	RCOI	751	92	5 547	-1 003	-1 405	-1 960	1 876
Overseas	RCVF	813	-6 818	-7 741	-5 645	-5 114	-6 429	-5 373
Outstanding interest, dividends and rents ²³	RCVG	9 945	10 364	10 116	9 356	9 237	9 440	8 643
Other debtors and assets not elsewhere classified ²⁴	RCMW	70 469	54 531	43 947	41 430	39 489	41 998	41 500
Direct investment for non-insurance subsidiary and associate companies in the UK ²⁵	RKAR	31 140	32 743	31 310	23 303	25 876	28 756	28 635
Direct investment for UK insurance subsidiary, associate and holding companies ²⁵	RKAS	14 514	15 559	14 393	12 972	13 947	10 640	10 751
Direct investment for overseas subsidiaries, associates, branches and agencies ²⁵	RKAT	13 277	15 826	16 265	13 999	12 413	11 474	11 443
TOTAL ASSETS	RKAU	1 538 635	1 379 612	1 451 579	1 465 437	1 472 729	1 571 638	1 610 429

Source: Office for National Statistics

1.2 INSURANCE COMPANIES' BALANCE SHEET: COMBINED BUSINESS¹ ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
LIABILITIES								
Borrowing	RBNZ	31 023	32 681	26 468	26 973	26 365	23 120	22 245
Banks and building societies in the UK ¹⁴	JX56	4 476	5 432	4 049	2 720	2 586	1 780	1 805
Other UK ²⁶	JX58	17 584	18 011	15 425	17 947	17 721	17 476	17 160
Overseas ²⁷	RBML	8 963	9 238	6 994	6 306	6 058	3 864	3 280
General business technical reserves ²⁸	RKCT	71 146	76 980	70 947	58 484	57 539	61 771	59 738
Long-term business insurance and investment contract liabilities ²⁸	RKDC	1 205 183	1 069 993	1 153 944	1 178 823	1 171 844	1 241 671	1 277 415
Claims admitted but not paid ²⁸	RKBM	3 848	3 426	4 637	2 946	3 072	3 387	3 608
Provisions for taxation in respect of UK authorities ²⁹	RKAX	9 716	863	2 123	3 005	1 872	2 525	3 234
Provisions for taxation in respect of overseas authorities ²⁹	RKAY	10	-2	2	4	-20	21	7
Provisions for dividends payable ³⁰	RKAZ	249	57	1	4	148	94	102
Other creditors, provisions and liabilities not elsewhere classified ³¹	RKBA	61 596	73 998	67 779	72 193	85 828	95 728	93 278
Excess of total assets over liabilities in respect of:								
Long-term business ³²	RKBR	72 992	28 526	38 644	45 883	40 644	44 075	48 998
Minority interests in UK subsidiary companies	RKTJ	791	1 902	315	-	-	531	461
Shareholders' capital and reserves	RKBC	74 014	75 924	82 172	73 861	82 011	92 297	93 954
Other reserves ³³	RKBD	8 067	15 264	4 547	3 261	3 426	6 418	7 389
TOTAL LIABILITIES	RKAU	1 538 635	1 379 612	1 451 579	1 465 437	1 472 729	1 571 638	1 610 429

1 Long-term and general insurance business.

2 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

3 Includes local authority securities; negotiable bonds; loans and mortgages.

4 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.

5 Issued by: banks; building societies and other corporates.

6 Quoted and unquoted.

7 Authorised and unauthorised.

8 Includes investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.

9 Includes sterling asset backed loans; loans to individuals secured on dwellings; other loans to individuals (including policy loans); loans to businesses and other loans not elsewhere classified. Excludes loans to UK associate companies; bank term deposits and building society investments.

10 Includes loans to parent companies; subsidiaries; associates and other loans not elsewhere classified. Excludes loans categorised as direct investment; loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees.

11 Includes existing buildings; property; land; new construction work; vehicles; machinery and equipment; valuables and intangibles. Includes the capital value of assets bought on hire purchase or acquired (as lessee) under a finance leasing arrangement and assets acquired for hiring, renting and operating leasing purposes. Excludes the capital value of assets acquired but leased out to others under finance leasing arrangements.

12 UK and overseas. Includes certificates of tax deposit; insurance policies; annuities and loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees. Excludes pre-payments and debtors.

13 Includes money market funds; liquidity funds and cash liquidity funds.

14 Sterling and foreign currency.

15 Includes treasury bills. Excludes UK government securities.

16 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.

17 Includes floating rate notes maturing within one year of issue.

18 UK and overseas. Excludes derivative contracts.

19 Net of balances owed. Includes amounts due on securities bought and sold for future settlement.

20 Includes credit default products; employee stock options; other options; other swaps; futures; forwards and other derivative contracts not elsewhere classified.

21 Net of insurance liabilities.

22 Net of reinsurance bought and sold.

23 Net value.

24 Includes deferred acquisition costs.

25 Net asset value of attributable companies.

26 Includes issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified.

27 Includes borrowing from banks; related companies and other borrowing not elsewhere classified.

28 Net of reinsurers share.

29 Includes deferred tax net of amounts receivable.

30 UK and overseas.

31 UK and overseas. Includes derivative contracts which have a negative (liability) value.

32 Includes unallocated divisible surplus.

33 Includes the 'net worth' of UK branches of overseas companies, including profit and loss account balances.

Source: Office for National Statistics

2.1 INSURANCE COMPANIES' INVESTMENT: LONG-TERM BUSINESS

£ million

		Net investment		Net investment						
		2013	2014	2013	2014	2014	2014	2014	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2
UK government securities denominated in sterling	AHPJ	-9 008	-10 572	-2 311	-6 389	-2 007	-15	-2 161	-4 838 [†]	-5 631
Index-linked	AHQJ	790	-2 266	-755	-82	-44	235	-2 375	-189 [†]	-4 793
Other ¹	IQ8U	-9 798	-8 306	-1 556	-6 307	-1 963	-250	214	-4 649 [†]	-838
UK government securities denominated in foreign currency	RGCV	13	-	4	-	-	-	-	-	-
UK local authority investments ²	AHPN	1 251	1 274	706	183	310	12	769	133	360
Other UK public sector investments ³	RGAI	30	634	27	300	-6	270	70	9 [†]	74
UK PUBLIC SECTOR SECURITIES	RYFD	-7 714	-8 664	-1 574	-5 906	-1 703	267	-1 322	-4 696[†]	-5 197
UK corporate bonds ⁴	JX2B	452	-6 520	7	-291	-2 432	-1 198	-2 599	-1 317 [†]	-1 622
Sterling	ICTA	-90	-6 203	-164	-286	-2 319	-1 088	-2 510	-1 149 [†]	-1 241
Foreign currency	ICTG	542	-317	171	-5	-113	-110	-89	-168	-381
UK ordinary shares ⁵	AHPO	-18 949	-10 886	-4 395	-3 971	-2 676	-2 922	-1 317	-3 397 [†]	-8 358
UK preference shares ⁵	ICTO	-140	-21	-14	-2	-7	-7	-5	-7	4
Overseas corporate securities	ICTT	-9 696	-11 231	-4 114	-1 812	-4 898	-3 237	-1 284	783 [†]	-728
Bonds	HLJK	726	-5 488	-802	-1 037	-3 315	-1 284	148	200 [†]	698
Ordinary shares	AHPQ	-10 418	-5 579	-3 226	-674	-1 574	-1 926	-1 405	625 [†]	-1 452
Preference shares	HLJW	-4	-164	-86	-101	-9	-27	-27	-42	26
Mutual fund investments ⁶	ICWF	3 101	31 527	24	10 436	8 999	7 720	4 372	-1 569 [†]	17 015
CORPORATE SECURITIES	RYFJ	-25 232	2 869	-8 492	4 360	-1 014	356	-833	-5 507[†]	6 311
Overseas government, provincial and municipal securities	AHPS	983	-498	572	21	-354	-97	-68	-922 [†]	472
Other longer-term assets not elsewhere classified ⁷	JX89	139	5 139	1 197	1 422	1 182	821	1 714	1 901 [†]	1 471
OTHER LONGER-TERM ASSETS	RYFP	1 122	4 641	1 769	1 443	828	724	1 646	979[†]	1 943
LONGER-TERM ASSETS	RYFS	-31 824	-1 154	-8 297	-103	-1 889	1 347	-509	-9 224[†]	3 057
		Acquisitions		Acquisitions						
		2013	2014	2013	2014	2014	2014	2014	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2
UK public sector securities	RYFB	248 435	134 458	38 983	40 470	31 287	30 225	32 476	34 719 [†]	30 539
Corporate securities	RYFH	302 194	299 943	70 546	85 449	78 250	61 955	74 289	83 469 [†]	94 089
Other longer-term assets	RYFN	31 726	42 487	8 570	11 532	10 001	10 361	10 593	13 681 [†]	10 380
LONGER-TERM ASSETS	RYFQ	582 355	476 888	118 099	137 451	119 538	102 541	117 358	131 869[†]	135 008
		Disposals		Disposals						
		2013	2014	2013	2014	2014	2014	2014	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2
UK public sector securities	RYFC	256 149	143 122	40 557	46 376	32 990	29 958	33 798	39 415 [†]	35 736
Corporate securities	RYFI	327 426	297 074	79 038	81 089	79 264	61 599	75 122	88 976 [†]	87 778
Other longer-term assets	RYFO	30 604	37 846	6 801	10 089	9 173	9 637	8 947	12 702 [†]	8 437
LONGER-TERM ASSETS	RYFR	614 179	478 042	126 396	137 554	121 427	101 194	117 867	141 093[†]	131 951

Note: To avoid having to suppress confidential data, this page contains a less detailed breakdown of 'Acquisitions' and 'Disposals' than that displayed for the corresponding data on 'Net investment'.

Source: Office for National Statistics

2.1 INSURANCE COMPANIES' INVESTMENT: LONG-TERM BUSINESS

continued

£ million

		Net investment		Net investment							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
Cash	ICNY	-	-	-	-	-	-	-	-	-	
Balances with banks and building societies in the UK	JX2D	-8 639	-991	-3 990	-362	-92	801	-1 338	3 459 [†]	-2 540	
Sterling	JX3S	-9 189	-1 455	-3 452	-360	-207	851	-1 739	2 878 [†]	-2 586	
Foreign currency	JX3U	550	464	-538	-2	115	-50	401	581 [†]	46	
Balances with overseas banks	ICOG	1 762	228	-467	473	-104	-192	51	-184 [†]	-1 805	
Other liquid deposits ⁸	ICOH	21 586	1 215	2 591	327	1 116	-13	-215	185 [†]	-162	
Certificates of deposit issued by banks and building societies in the UK ⁹	AHPD	-451	926	-346	1 090	574	78	-816	404 [†]	328	
Money market instruments issued by HM Treasury ¹⁰	RGDI	1 607	-1 569	871	-1 317	-460	-17	225	-91 [†]	-556	
UK local authority debt	AHPF	1	-1	1	-1	-	-	-	-	-	
Commercial paper issued by UK companies ¹¹	JF78	152	-240	-17	-152	76	-94	-70	-20 [†]	-3	
Other UK money market instruments ¹²	ICPB	-1 485	-383	-241	-439	-171	498	-271	716	76	
Money market instruments issued by non-resident businesses	ICPC	-1 161	202	-86	591	-752	448	-85	148 [†]	362	
Other short-term assets not elsewhere classified ¹³	JX2F	-426	-1 024	279	1 345	-1 716	-15	-638	124 [†]	-1 356	
Balances due from stockbrokers and securities dealers ¹⁴	RGAP	-83	-73	-1 171	273	-228	-72	-46	-417 [†]	1 182	
Net transactions in derivative contracts with UK and overseas counterparties ¹⁵	ICPH	1 055	1 435	-285	-821	914	-214	1 556	334 [†]	2 599	
SHORT-TERM ASSETS	RYFT	13 918	-275	-2 861	1 007	-843	1 208	-1 647	4 658[†]	-1 875	
Longer-term assets	RYFS	-31 824	-1 154	-8 297	-103	-1 889	1 347	-509	-9 224 [†]	3 057	
Direct investment ¹⁶	ICXG	626	-953	323	37	33	-1 161	138	30	-643	
TOTAL ASSETS	RCAA	-17 280	-2 382	-10 835	941	-2 699	1 394	-2 018	-4 536[†]	539	
		Net transactions		Net transactions							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
Borrowing from banks and building societies in the UK ⁹	JX2H	50	-622	-32	-82	-456	477	-561	193 [†]	-139	
Other UK borrowing ¹⁷	ICXV	-707	469	-1 859	438	-595	251	375	682 [†]	-495	
Overseas borrowing ¹⁸	RGBC	109	189	-74	226	-40	-33	36	348 [†]	-292	
BORROWING	AHPI	-548	36	-1 965	582	-1 091	695	-150	1 223[†]	-926	

Source: Office for National Statistics

2.1 INSURANCE COMPANIES' INVESTMENT: LONG-TERM BUSINESS

continued

£ million

		Holdings		Holdings							
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2	
Cash	HLGW	-	-	-	-	-	-	-	-	-	-
Balances with banks and building societies in the UK											
Sterling	JX2C	26 785	25 794	26 785	26 423	26 331	27 132	25 794	29 253 [†]	26 713	
Foreign currency	JX3R	24 616	23 161	24 616	24 256	24 049	24 900	23 161	26 039 [†]	23 453	
	JX3T	2 169	2 633	2 169	2 167	2 282	2 232	2 633	3 214 [†]	3 260	
Balances with overseas banks	HLHB	3 143	3 371	3 143	c	c	3 320	3 371	3 187 [†]	1 382	
Other liquid deposits ⁸	HLHC	38 843	40 058	38 843	39 170	40 286	40 273	40 058	40 243 [†]	40 081	
Certificates of deposit issued by banks and building societies in the UK ⁹	AHND	5 318	6 244	5 318	6 408	6 982	7 060	6 244	6 648 [†]	6 976	
Money market instruments issued by HM Treasury ¹⁰	RGBM	2 688	1 119	2 688	1 371	911	894	1 119	1 028 [†]	472	
UK local authority debt	AHNF	1	-	1	-	-	-	-	-	-	
Commercial paper issued by UK companies ¹¹	JF77	648	408	648	496	572	478	408	388 [†]	385	
Other UK money market instruments ¹²	HLHL	2 055	1 672	2 055	c	c	1 943	1 672	2 388	2 464	
Money market instruments issued by non-resident businesses	HLHM	907	1 109	907	1 498	746	1 194	1 109	1 257 [†]	1 619	
Other short-term assets not elsewhere classified ¹³	JX2E	5 582	4 558	5 582	6 927	5 211	5 196	4 558	4 682 [†]	3 326	
Balances due from stockbrokers and securities dealers ¹⁴	RGBU	-1 228	-1 301	-1 228	-955	-1 183	-1 255	-1 301	-1 718 [†]	-536	
SHORT-TERM ASSETS (excluding derivatives)	RYEW	84 742	83 032	84 742	86 570	84 813	86 235	83 032	87 356[†]	82 882	
		Amounts outstanding		Amounts outstanding							
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2	
Borrowing from banks and building societies in the UK ⁹	JX2G	1 011	389	1 011	929	473	950	389	582 [†]	443	
Other UK borrowing ¹⁷	ICXU	8 368	8 837	8 368	8 806	8 211	8 462	8 837	9 519 [†]	9 024	
Overseas borrowing ¹⁸	RGDD	733	922	733	959	919	886	922	1 270 [†]	978	
BORROWING	AHNI	10 112	10 148	10 112	10 694	9 603	10 298	10 148	11 371[†]	10 445	

1 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

2 Includes local authority securities; negotiable bonds; loans and mortgages.

3 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.

4 Issued by: banks; building societies and other corporates.

5 Quoted and unquoted.

6 UK and overseas. Includes authorised and unauthorised unit trust units; investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.

7 UK and overseas. Includes loans; fixed assets and other longer-term assets not elsewhere classified.

8 Includes money market funds; liquidity funds and cash liquidity funds.

9 Sterling and foreign currency.

10 Includes treasury bills. Excludes UK government securities.

11 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.

12 Includes floating rate notes maturing within one year of issue.

13 UK and overseas. Excludes derivative contracts.

14 Net of balances owed. Includes amounts due on securities bought and sold for future settlement.

15 Cash basis (cash paid less cash received). Includes only the cash flows that have occurred between derivative counterparties; cash payments/receipts in respect of variations for derivatives traded on a margined basis, but excludes initial deposit margins and the return of these. Excludes the values of any securities/commodities underlying the derivatives.

16 UK and overseas. Loans made less loans settled. Includes non-insurance subsidiary and associate companies in the UK; UK insurance subsidiary companies; UK associate companies; UK holding companies and overseas subsidiaries, associates, branches and agencies.

17 Includes issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified.

18 Includes borrowing from banks; related companies and other borrowing not elsewhere classified.

Source: Office for National Statistics

2.2 INSURANCE COMPANIES' BALANCE SHEET: LONG-TERM BUSINESS ASSETS AND LIABILITIES AT MARKET VALUES

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
UK government securities denominated in sterling	AHNJ	158 694	166 879	167 247	182 506	205 223	187 145	170 950
Index-linked	AHQI	45 902	54 387	57 157	66 115	78 354	72 499	71 234
Other ¹	J5HZ	112 792	112 492	110 090	116 391	126 869	114 646	99 716
UK government securities denominated in foreign currency	RGBV	–	–	–	–	–	–	–
UK local authority investments ²	AHNN	998	776	655	768	813	770	3 168
Other UK public sector investments ³	RGCS	634	872	1 461	2 189	2 207	2 197	3 684
UK PUBLIC SECTOR SECURITIES	RYEK	160 326	168 527	169 363	185 463	208 243	190 112	177 802
UK corporate bonds ⁴								
Sterling	IPLF	159 273	159 789	160 532	158 987	163 348	178 627	167 021
Foreign currency	IPLG	153 694	154 525	155 184	156 477	160 842	174 682	165 453
	IPLH	5 579	5 264	5 348	2 510	2 506	3 945	1 568
UK ordinary shares ⁵	IPLI	293 655	188 430	209 992	207 971	177 480	162 949	170 841
UK preference shares ⁵	RLOL	983	724	624	648	536	375	340
Overseas corporate securities								
Bonds	IPLJ	234 388	219 957	266 280	278 930	262 823	303 565	315 453
Ordinary shares	RLOP	69 696	85 077	111 866	112 338	115 744	127 629	119 631
Preference shares	AHNQ	163 249	134 211	153 500	165 216	145 932	173 982	194 250
	RLOM	1 443	669	914	1 376	1 147	1 954	1 572
Mutual fund investments ⁶	IPLK	222 081	186 950	230 247	259 457	265 750	328 657	360 502
CORPORATE SECURITIES	RYEO	910 380	755 850	867 675	905 993	869 937	974 173	1 014 157
Overseas government, provincial and municipal securities	AHNS	25 787	29 053	24 601	25 363	23 727	26 928	30 013
Other longer-term assets not elsewhere classified ⁷	JX8D	99 316	76 139	67 531	74 900	81 916	81 039	74 737
OTHER LONGER-TERM ASSETS	RYER	125 103	105 192	92 132	100 263	105 643	107 967	104 750
LONGER-TERM ASSETS	RYES	1 195 809	1 029 569	1 129 170	1 191 719	1 183 823	1 272 252	1 296 709

Source: Office for National Statistics

2.2 INSURANCE COMPANIES' BALANCE SHEET: LONG-TERM BUSINESS ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
Cash	HLGW	-	-	-	-	-	-	-
Balances with banks and building societies in the UK	JX2C	48 619	51 139	44 483	34 026	34 998	35 424	26 785
Sterling	JX3R	45 948	47 456	42 097	32 387	32 698	33 805	24 616
Foreign currency	JX3T	2 671	3 683	2 386	1 639	2 300	1 619	2 169
Balances with overseas banks	HLHB	1 484	2 816	3 758	2 766	1 726	1 381	3 143
Other liquid deposits ⁸	HLHC	678	1 638	12 385	14 076	15 891	17 257	38 843
Certificates of deposit issued by banks and building societies in the UK ⁹	AHND	15 177	11 401	8 177	8 622	6 158	5 769	5 318
Money market instruments issued HM Treasury ¹⁰	RGBM	785	179	1 344	509	1 392	1 081	2 688
UK local authority debt	AHNF	-	-	-	-	-	-	1
Commercial paper issued by UK companies ¹¹	JF77	2 723	2 268	1 806	646	891	496	648
Other UK money market instruments ¹²	HLHL	3 071	3 159	2 959	3 208	5 501	3 540	2 055
Money market instruments issued by non-resident businesses	HLHM	859	689	1 755	2 956	1 530	2 068	907
Other short-term assets not elsewhere classified ¹³	JX2E	20 965	19 555	10 076	5 232	6 159	6 008	5 582
Balances due from stockbrokers and securities dealers ¹⁴	RGBU	140	-399	-1 159	-834	-1 245	-1 145	-1 228
SHORT-TERM ASSETS (excluding derivatives)	RYEW	94 501	92 445	85 584	71 207	73 001	71 879	84 742
Derivative contracts with UK and overseas counterparties which have a positive (asset) value ¹⁵	IFKX	5 205	17 892	10 317	12 399	24 060	20 805	18 144
Agents' balances and outstanding premiums in respect of direct insurance and facultative reinsurance contracts ¹⁶								
UK	RYP A	738	535	467	515	554	620	769
Overseas	RYP B	-177	-	1	3	3	-	-
Reinsurance, coinsurance and treaty balances ¹⁷								
UK	RYP C	-413	-1 000	3 817	-838	-1 147	-1 778	2 109
Overseas	RYP D	836	-7 355	-8 232	-6 020	-6 035	-6 425	-5 590
Outstanding interest, dividends and rents ¹⁸	RYP H	8 690	9 256	9 158	8 591	8 511	8 716	7 762
Other debtors and assets not elsewhere classified ¹⁹	RYP F	51 373	37 342	33 162	30 366	28 806	27 717	28 595
Direct investment for non-insurance subsidiary and associate companies in the UK ²⁰	RYET	9 186	11 484	10 129	5 097	7 249	8 880	8 125
Direct investment for UK insurance subsidiary, associate and holding companies ²⁰	RYEU	7 578	7 890	7 234	6 720	7 152	4 275	3 865
Direct investment for overseas subsidiaries, associates, branches and agencies ²⁰	RYEV	3 832	5 011	4 141	4 131	3 340	3 470	4 296
TOTAL ASSETS	RKBI	1 377 158	1 203 069	1 284 948	1 323 890	1 329 317	1 410 411	1 449 526

Source: Office for National Statistics

2.2 INSURANCE COMPANIES' BALANCE SHEET: LONG-TERM BUSINESS ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
LIABILITIES								
Borrowing	AHNI	12 426	12 467	10 866	12 542	12 084	10 660	10 112
Banks and building societies in the UK ⁹	JX2G	3 801	5 089	3 305	2 099	1 980	961	1 011
Other UK ²¹	ICXU	6 699	4 832	5 460	8 112	8 730	9 075	8 368
Overseas ²²	RGDD	1 926	2 546	2 101	2 331	1 374	624	733
Long-term business insurance and investment contract liabilities ²³	RKDC	1 205 183	1 069 993	1 153 944	1 178 823	1 171 844	1 241 671	1 277 415
Claims admitted but not paid ²³	RKBM	3 848	3 426	4 637	2 946	3 072	3 387	3 608
Provisions for taxation and dividends payable ²⁴	KVE9	7 489	60	1 781	2 973	1 993	2 400	2 919
Other creditors, provisions and liabilities not elsewhere classified ²⁵	RYPL	39 527	52 849	47 803	53 826	66 466	69 971	68 289
Excess of total assets over liabilities in respect of: long-term business; minority interests in UK subsidiary companies; shareholders' capital and reserves and any other reserves ²⁶	A4YP	108 685	64 274	65 917	72 780	73 858	82 322	87 183
TOTAL LIABILITIES	RKBI	1 377 158	1 203 069	1 284 948	1 323 890	1 329 317	1 410 411	1 449 526

- 1 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.
- 2 Includes local authority securities; negotiable bonds; loans and mortgages.
- 3 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.
- 4 Issued by: banks; building societies and other corporates.
- 5 Quoted and unquoted.
- 6 UK and overseas. Includes authorised and unauthorised unit trust units; investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.
- 7 UK and overseas. Includes loans; fixed assets and other longer-term assets not elsewhere classified.
- 8 Includes money market funds; liquidity funds and cash liquidity funds.
- 9 Sterling and foreign currency.
- 10 Includes treasury bills. Excludes UK government securities.
- 11 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.
- 12 Includes floating rate notes maturing within one year of issue.
- 13 UK and overseas. Excludes derivative contracts.
- 14 Net of balances owed. Includes amounts due on securities bought and sold for future settlement.

- 15 Includes credit default products; employee stock options; other options; other swaps; futures; forwards and other derivative contracts not elsewhere classified.
- 16 Net of insurance liabilities.
- 17 Net of reinsurance bought and sold.
- 18 Net value.
- 19 Includes deferred acquisition costs.
- 20 Net asset value of attributable companies.
- 21 Includes issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified.
- 22 Includes borrowing from banks; related companies and other borrowing not elsewhere classified.
- 23 Net of reinsurers share.
- 24 UK and overseas. Includes deferred tax net of amounts receivable.
- 25 UK and overseas. Includes derivative contracts which have a negative (liability) value.
- 26 Includes unallocated divisible surplus and the 'net worth' of UK branches of overseas companies, including profit and loss account balances.

Source: Office for National Statistics

2.3 INSURANCE COMPANIES' INCOME AND EXPENDITURE: LONG-TERM BUSINESS

£ million

		2013	2014	2013	2014	2014	2014	2014	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2
INCOME										
Premiums earned ¹	A3YH	108 183	116 343	27 298	30 476	29 374	27 004	29 489	25 492 [†]	28 310
Life assurance ²	A2FE	12 848	13 191	3 410	3 180	3 225	3 182	3 604	2 751 [†]	3 046
Single premiums	A2FG	6 197	8 178	1 754	1 801	1 849	1 911	2 617	1 487 [†]	1 785
Regular premiums	A2FI	6 651	5 013	1 656	1 379	1 376	1 271	987	1 264 [†]	1 261
General annuity contracts	A2FK	854	841	341	206	223	218	194	163 [†]	199
Single premiums	A2FM	832	832	336	193	211	242	186	154 [†]	113
Regular premiums	A2FO	22	9	5	13	12	-24	8	9	86
Pension business	A2FQ	88 448	96 258	21 724	25 829	23 481	22 495	24 453	21 900 [†]	22 813
Single premiums	A2FS	73 805	81 087	18 160	21 784	19 571	18 739	20 993	18 440 [†]	19 768
Personal and stakeholder ³	A2FU	23 774	18 532	4 238	4 242	4 319	5 182	4 789	5 181 [†]	5 243
Occupational ⁴	A2FW	50 031	62 555	13 922	17 542	15 252	13 557	16 204	13 259 [†]	14 525
Regular premiums	A2FY	14 643	15 171	3 564	4 045	3 910	3 756	3 460	3 460 [†]	3 045
Personal and stakeholder ³	A2G2	9 630	10 682	2 295	2 701	2 712	2 644	2 625	2 616 [†]	2 290
Occupational ⁴	A2G4	5 013	4 489	1 269	1 344	1 198	1 112	835	844 [†]	755
Income protection ⁵	A2G6	945	814	168	213	236	192	173	210 [†]	221
Bulk buy-outs	SFQR	4 790	c	1 585	998	2 163	c	1 013	418	1 976
Other premiums ⁶	SFRC	298	c	70	50	46	c	52	50 [†]	55
Rents, dividends and interest received	RKCX	43 980	41 437	9 930	10 306	11 597	10 123	9 411	10 399 [†]	12 050
Realised and unrealised investment gains and losses	RKED	60 911	97 299	21 814	15 446	12 075	20 227	49 551	48 920 [†]	-37 971
Other income ⁷	RKCY	2 280	1 727	900	204	632	492	399	303 [†]	517
TOTAL INCOME	RKEG	215 354	256 806	59 942	56 432	53 678	57 846	88 850	85 114[†]	2 906
EXPENDITURE										
Claims incurred ⁸	A3YJ	151 969	156 636	39 137	35 220	40 002	37 517	43 897	34 278 [†]	46 751
Life assurance ²	A2G8	32 924	26 384	7 304	6 936	6 629	6 608	6 211	6 404 [†]	6 261
General annuity contracts	A2GA	1 689	1 818	676	428	433	496	461	443 [†]	572
Pension business	A2GC	116 055	127 054	30 770	27 531	32 630	30 061	36 832	27 092 [†]	39 606
Personal and stakeholder ³	A2GE	47 936	46 242	11 604	12 252	11 629	11 589	10 772	12 109 [†]	12 806
Occupational ⁴	A2GG	68 119	80 812	19 166	15 279	21 001	18 472	26 060	14 983 [†]	26 800
Income protection ⁵	A2GI	613	716	171	170	153	176	217	152 [†]	120
Other claims ⁶	SFUR	688	664	216	155	157	176	176	187 [†]	192
Taxation, commissions, fees, administrative and other expenses ⁹	RKDA	14 773	12 206	4 162	2 568	3 304	2 536	3 798	3 303 [†]	2 334
Dividends paid and gross interest incurred ¹⁰	RKSZ	4 443	4 406	1 876	774	2 365	418	849	750 [†]	646
Other expenditure ¹¹	J9BK	36 604	73 362	7 696	15 908	7 053	14 957	35 444	45 553 [†]	-48 598
TOTAL EXPENDITURE	RKFF	207 789	246 610	52 871	54 470	52 724	55 428	83 988	83 884[†]	1 133
SURPLUS OF INCOME OVER EXPENDITURE	RKZL	7 565	10 196	7 071	1 962	954	2 418	4 862	1 230[†]	1 773

Source: Office for National Statistics

2.3 INSURANCE COMPANIES' INCOME AND EXPENDITURE: LONG-TERM BUSINESS

continued

£ million

		2007	2008	2009	2010	2011	2012	2013
INCOME								
Premiums earned¹								
Life assurance ²	A2FE	49 445	35 044	20 142	18 983	16 649	17 493	12 848
Single premiums	A2FG	39 609	25 916	11 459	11 773	9 989	10 158	6 197
Regular premiums	A2FI	9 836	9 128	8 683	7 210	6 660	7 335	6 651
General annuity contracts	A2FK	646	1 354	1 386	1 345	900	680	854
Single premiums	A2FM	272	1 246	1 353	1 253	867	626	832
Regular premiums	A2FO	374	108	33	92	33	54	22
Pension business	A2FQ	113 848	93 921	90 820	86 569	83 832	91 539	88 448
Single premiums	A2FS	95 500	76 492	74 549	71 732	68 773	75 111	73 805
Personal and stakeholder ³	A2FU	27 581	26 330	25 515	27 341	27 425	29 807	23 774
Occupational ⁴	A2FW	67 919	50 162	49 034	44 391	41 348	45 304	50 031
Regular premiums	A2FY	18 348	17 429	16 271	14 837	15 059	16 428	14 643
Personal and stakeholder ³	A2G2	13 538	13 193	12 801	11 602	11 463	12 775	9 630
Occupational ⁴	A2G4	4 810	4 236	3 470	3 235	3 596	3 653	5 013
Income protection ⁵	A2G6	1 489	1 261	1 033	909	884	1 046	945
Bulk buy-outs	SFQR	229	3 425	1 006	3 180	3 634	2 580	4 790
Other premiums ⁶	SFRC	563	118	217	185	156	224	298
Total premiums earned	A3YH	166 220	135 123	114 604	111 171	106 055	113 562	108 183
of which overseas	RKDR	1 954	1 118	834	541	955	885	2 978
Rents earned¹²								
UK and overseas properties	RKZX	3 394	3 469	2 985	2 964	2 778	2 863	2 572
Dividends received and interest earned¹³								
UK investments	RKZY	42 307	43 776	34 915	31 186	32 326	32 582	29 853
Overseas investments	RKDZ	5 429	7 138	8 514	8 570	9 214	10 360	11 555
Other income								
Realised and unrealised investment gains and losses	RKED	41 102	-174 421	92 088	84 786	3 688	69 501	60 911
Other income not elsewhere classified ⁷	RKCY	3 830	4 685	2 419	1 636	1 789	3 692	2 280
TOTAL INCOME	RKEG	262 282	19 770	255 525	240 313	155 850	232 560	215 354

1 Premiums earned on contracts with UK and overseas policyholders. Net of reinsurance ceded (reinsurance accepted in the UK and overseas, less rebates and refunds in the UK and overseas).

2 Includes any rider benefits.

3 Includes group personal and employer-sponsored stakeholder pensions and other personal pensions not elsewhere classified.

4 Excludes group personal pensions (GPPs); bulk buy-outs; group critical illness and group income protection.

5 Includes group income protection and permanent health insurance.

6 Includes long-term care; stand alone and group critical illness.

7 UK and overseas. Includes underwriting commission; income from fund management activity (including fees and commission earned from investment contract business); income earned on stock lending; any explicit commissions and fees earned from brokers and others for arranging derivative contracts with a counterparty; transfers from general insurance business; profits remitted to the UK from overseas branches and agencies and transfers of funds received by UK branches from overseas parent companies if the branches undertake only long-term business.

12 Net of associated ongoing expenses such as property management expenses.

13 Gross of tax. Includes dividends on shareholders' assets for businesses undertaking only long-term business; dividends received and interest earned from overseas subsidiaries and associate companies; special dividends received as part of the consideration for shares sold during mergers and acquisitions; income from securities issued by related and unrelated companies registered outside the UK (including securities of overseas registered companies that are listed on the UK stock exchange); income from deposits made at UK and overseas offices of related and unrelated UK and overseas banks and financial institutions; interest earned from overseas branches and agencies that act as subsidiaries and other dividend and interest income not elsewhere classified. Excludes any interest flows (including settlement) related to interest rate swaps and forward rate agreements.

Source: Office for National Statistics

2.3 INSURANCE COMPANIES' INCOME AND EXPENDITURE: LONG-TERM BUSINESS

continued

£ million

		2007	2008	2009	2010	2011	2012	2013
EXPENDITURE								
Claims incurred⁸								
Life assurance ²	A2G8	52 850	62 485	40 928	36 147	35 686	37 161	32 924
General annuity contracts	A2GA	1 398	1 601	1 317	1 295	1 203	2 148	1 689
Pension business	A2GC	101 468	101 708	97 498	97 583	101 736	106 131	116 055
Personal and stakeholder ³	A2GE	49 380	43 191	38 035	42 226	42 711	47 548	47 936
Occupational ⁴	A2GG	52 088	58 517	59 463	55 357	59 025	58 583	68 119
Income protection ⁵	A2GI	917	777	702	681	638	736	613
Other claims ⁶	SFUR	275	281	611	356	195	592	688
Total claims incurred	A3YJ	156 908	166 852	141 056	136 062	139 458	146 768	151 969
of which overseas	RKEN	2 146	1 596	1 567	920	934	1 241	1 453
Expenses incurred								
Commission and fees incurred ¹⁴	RKEO	5 630	5 379	4 064	4 320	4 578	4 881	3 483
Administrative expenses	RKEP	7 076	7 610	7 652	6 416	7 243	8 560	9 404
Compensation of employees ¹⁵	RKIC	1 433	809	852	795	689	987	965
Other administrative expenses ¹⁶	RKID	5 643	6 801	6 800	5 621	6 554	7 573	8 439
Total expenses incurred	RKEQ	12 706	12 989	11 716	10 736	11 821	13 441	12 887
of which overseas	RKER	346	236	215	69	115	185	414
Taxation¹⁷								
Tax expense in respect of UK authorities	RKES	1 030	-4 501	2 389	2 230	1 100	1 743	1 668
Tax expense in respect of overseas authorities	IFYP	190	227	166	194	181	222	218
Dividends paid and gross interest incurred¹⁰								
	RKSZ	4 674	2 798	1 338	2 170	3 791	2 813	4 443
Other expenditure								
Transfers to general business and other expenditure not elsewhere classified ¹⁸	IFYG	5 826	3 496	1 078	1 057	1 476	1 394	898
Movement in the unallocated divisible surplus	RKFE	1 237	-25 142	6 973	-1 108	-570	1 348	-1 227
Movement in the profit and loss account in respect of changes in long-term insurance and investment contract liabilities ¹⁹	J8U8	:	:	89 081	84 290	-1 551	64 882	36 933
Excess/shortfall of income over expenditure in the profit and loss account ²⁰	RKFD	612	1 079	:	:	:	:	:
TOTAL EXPENDITURE	RKFF	183 183	157 798	253 797	235 631	155 706	232 611	207 789

2 Includes any rider benefits.

3 Includes group personal and employer-sponsored stakeholder pensions and other personal pensions not elsewhere classified.

4 Excludes group personal pensions (GPPs); bulk buy-outs; group critical illness and group income protection.

5 Includes group income protection and permanent health insurance.

6 Includes long-term care; stand alone and group critical illness.

8 Claims incurred on contracts with UK and overseas policyholders. Net of amounts covered by reinsurers.

9 UK and overseas. Includes any deferred tax, adjustments for group relief provisions and/or tax rebates; commissions (net of reinsurance commission); compensation of employees (including wages and salaries, national insurance contributions, pension contributions and benefits in kind); acquisition costs and changes in deferred acquisition costs; levies and components of management recharges.

10 UK and overseas. Excludes any interest flows (including settlement) related to interest rate swaps and forward rate agreements.

11 UK and overseas. Includes movement in the profit and loss account in respect of changes in long-term insurance and investment contract liabilities; movement in the unallocated divisible surplus; transfers to general business and other expenditure not elsewhere classified.

14 UK and overseas. Net of reinsurance commission.

15 Includes wages and salaries; national insurance contributions; pension contributions; benefits in kind and employee expense component of management recharges.

16 Includes acquisition costs and changes in deferred acquisition costs; levies and other components of management recharges.

17 Includes any deferred tax, adjustments for group relief provisions and/or tax rebates; operations of overseas branches and agencies which form an integral part of the UK company and any other UK and overseas tax.

18 UK and overseas. Includes explicit commissions and fees incurred for arranging options, futures or swaps contracts with a counterparty; expenditure resulting from stock borrowing and transfers of funds from UK branches to overseas parent companies. Excludes transfers to shareholders' funds. Figures prior to 2009 included transfers into shareholders' funds.

19 New series from 2009. Estimates not available for earlier periods.

20 Series discontinued after 2008.

Source: Office for National Statistics

2.4 INSURANCE COMPANIES' INCOME: LONG-TERM BUSINESS BREAKDOWN OF PENSION BUSINESS PREMIUMS

£ million

		2007	2008	2009	2010	2011	2012	2013
PREMIUMS EARNED¹								
Personal and stakeholder pension business	A4E8	41 119	39 523	38 316	38 943	38 888	42 582	33 404
Single premiums	A2FU	27 581	26 330	25 515	27 341	27 425	29 807	23 774
Regular premiums	A2G2	13 538	13 193	12 801	11 602	11 463	12 775	9 630
Individual personal pensions ²	SFRI	16 964	16 381	15 539	13 068	15 000	16 213	11 668
Single premiums	SFRD	9 783	11 276	10 065	8 564	11 178	11 739	8 150
Regular premiums	SFRE	7 181	5 105	5 474	4 504	3 822	4 474	3 518
Individual stakeholder pensions ³	SFRV	3 913	5 387	4 300	6 709	4 453	6 626	5 216
Single premiums	SFRK	1 523	1 951	1 061	3 499	920	2 602	2 324
Regular premiums	SFRM	2 390	3 436	3 239	3 210	3 533	4 024	2 892
Group personal and employer-sponsored stakeholder pensions ⁴	SFSB	2 505	6 793	5 298	5 580	6 383	7 482	6 451
Single premiums	SFRY	567	3 512	2 489	2 744	3 482	3 979	3 647
Regular premiums	SFRZ	1 938	3 281	2 809	2 836	2 901	3 503	2 804
Other pensions ⁵	SFSP	17 737	10 962	13 179	13 586	13 052	12 261	10 069
Single premiums	SFSC	15 708	9 591	11 900	12 534	11 845	11 487	9 653
Regular premiums	SFSL	2 029	1 371	1 279	1 052	1 207	774	416
Occupational pension business	A4EA	72 729	54 398	52 504	47 626	44 944	48 957	55 044
Single premiums	A2FW	67 919	50 162	49 034	44 391	41 348	45 304	50 031
Regular premiums	A2G4	4 810	4 236	3 470	3 235	3 596	3 653	5 013
Defined benefit schemes ⁶	SFTG	13 673	15 906	16 269	14 762	12 931	17 310	15 724
Single premiums	SFTC	13 186	15 239	16 053	14 633	12 777	17 098	15 616
Regular premiums	SFTF	487	667	216	129	154	212	108
Defined contribution schemes ⁷	SFTU	56 624	38 430	36 200	32 833	31 989	31 624	39 287
Single premiums	SFTI	52 339	34 901	32 971	29 745	28 561	28 188	34 387
Regular premiums	SFTJ	4 285	3 529	3 229	3 088	3 428	3 436	4 900
Hybrid schemes ⁸	SFUA	2 432	62	35	31	24	23	33
Single premiums	SFTV	2 394	22	10	13	10	18	28
Regular premiums	SFTW	38	40	25	18	14	5	5

1 Premiums earned on contracts with UK and overseas policyholders. Net of reinsurance ceded (reinsurance accepted in the UK and overseas, less rebates and refunds in the UK and overseas).

2 A personal pension scheme is a scheme approved by HM Revenue and Customs that is not an occupational pension scheme.

3 A stakeholder pension is a form of personal pension where certain conditions, laid down by the Government, must apply. These conditions relate to the maximum amount that the pension company may charge for the product, the minimum level of contribution they must accept and the abolition of a fixed frequency for contributions. Stakeholder pension schemes must be registered with The Pensions Regulator (TPR).

4 A group personal or employer-sponsored stakeholder pension is an arrangement made for employees of a particular employer, or a group of self-employed individuals, to participate in a personal or stakeholder pension scheme on a grouped basis. This is a collecting arrangement only: the contract is between the individual and the insurance company.

5 Other pensions include self-invested personal pensions (SIPPs), free standing additional voluntary contributions (FSAVCs), premium waiver benefits, unsecured pension funds, pension annuities and section 32 buy-outs.

6 Defined benefit schemes are those pension schemes in which the rules specify the benefits to be paid, some based on final salary and some based on average salary. They are also known as salary related schemes.

7 Defined contribution schemes are those pension schemes in which the benefits are determined by the contributions paid into the scheme and the investment return on those contributions. They are also known as money purchase schemes.

8 Hybrid schemes are those pension schemes with elements of both defined contribution and defined benefit schemes. For example, pensions set as the better of a final salary and a money purchase.

Source: Office for National Statistics

3.1 INSURANCE COMPANIES' INVESTMENT: GENERAL BUSINESS

£ million

		Net investment		Net investment							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
UK government securities denominated in sterling	AHOJ	217	392	1 183	-750	747	279	116	-904 [†]	2	
Index-linked	AHQH	234	67	46	-39	51	52	3	-145 [†]	60	
Other ¹	IX8U	-17	325	1 137	-711	696	227	113	-759 [†]	-58	
UK government securities denominated in foreign currency	RFMK	-	-	-	-	-	-	-	- [†]	-	
UK local authority investments ²	AHON	-	-	-	-	-	-	-	-	-	
Other UK public sector investments ³	RPKY	-8	-35	-3	-35	-	-	-	-	1	
UK PUBLIC SECTOR SECURITIES	RYKX	209	357	1 180	-785	747	279	116	-904[†]	3	
UK corporate bonds ⁴	JX3G	637	269	139	96	287	-78	-36	153 [†]	-6	
Sterling	IFGJ	664	303	174	79	252	-	-28	198 [†]	-109	
Foreign currency	IFGM	-27	-34	-35	17	35	-78	-8	-45 [†]	103	
UK ordinary shares ⁵	AKCN	-796	152	-577	35	-38	-216	371	77 [†]	-173	
UK preference shares ⁵	IFGP	-3	1	-1	-	1	-	-	-	-1	
Overseas corporate securities	IFGS	1 713	2 171	166	330	1 418	473	-50	797 [†]	1 634	
Bonds	HLPB	1 874	2 056	323	324	1 397	393	-58	952 [†]	1 592	
Ordinary shares	AHOQ	-162	111	-157	5	21	79	6	-166	46	
Preference shares	HLFN	1	4	-	1	-	1	2	11	-4	
Mutual fund investments ⁶	IFGV	356	396	-47	122	133	263	-122	63	66	
CORPORATE SECURITIES	RYLG	1 907	2 989	-320	583	1 801	442	163	1 090[†]	1 520	
Overseas government, provincial and municipal securities	AHOS	-350	-649	-417	302	-582	-182	-187	207 [†]	509	
Other longer-term assets not elsewhere classified ⁷	JX8C	-747	556	-198	195	223	166	-28	-909 [†]	644	
OTHER LONGER-TERM ASSETS	RYLM	-1 097	-93	-615	497	-359	-16	-215	-702[†]	1 153	
LONGER-TERM ASSETS	RYLP	1 019	3 253	245	295	2 189	705	64	-516[†]	2 676	
		Acquisitions		Acquisitions							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
UK public sector securities	RYKV	16 093	6 139	5 774	1 834	1 623	1 671	1 011	2 700 [†]	1 368	
Corporate securities	RYLE	16 575	21 049	4 279	5 833	5 510	4 532	5 174	6 803 [†]	6 038	
Other longer-term assets	RYLK	11 696	7 182	3 366	2 407	1 604	1 438	1 733	1 900 [†]	2 440	
LONGER-TERM ASSETS	RYLN	44 364	34 370	13 419	10 074	8 737	7 641	7 918	11 403[†]	9 846	
		Disposals		Disposals							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
UK public sector securities	RYKW	15 884	5 782	4 594	2 619	876	1 392	895	3 604 [†]	1 365	
Corporate securities	RYLF	14 668	18 060	4 599	5 250	3 709	4 090	5 011	5 713 [†]	4 518	
Other longer-term assets	RYLL	12 793	7 275	3 981	1 910	1 963	1 454	1 948	2 602 [†]	1 287	
LONGER-TERM ASSETS	RYLO	43 345	31 117	13 174	9 779	6 548	6 936	7 854	11 919[†]	7 170	

Note: To avoid having to suppress confidential data, this page contains a less detailed breakdown of 'Acquisitions' and 'Disposals' than that displayed for the corresponding data on 'Net investment'.

Source: Office for National Statistics

3.1 INSURANCE COMPANIES' INVESTMENT: GENERAL BUSINESS

continued

£ million

		Net investment		Net investment							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
Cash	ICTB	-	-	-	-	-	-	-	-	-	
Balances with banks and building societies in the UK											
Sterling	JX3I	-62	-2 615	281	-1 366	-1 728	431	48	-29 [†]	-135	
Foreign currency	JX44	-405	-2 266	72	-1 346	-1 350	398	32	-293 [†]	-110	
	JX46	343	-349	209	-20	-378	33	16	264 [†]	-25	
Balances with overseas banks	ICTV	-472	-831	-444	-704	-49	-28	-50	62 [†]	31	
Other liquid deposits ⁸	ICTW	-732	473	-86	448	421	-205	-191	480 [†]	-740	
Certificates of deposit issued by banks and building societies in the UK ⁹	IX8N	180	824	-341	154	327	162	181	309 [†]	-308	
Money market instruments issued by HM Treasury ¹⁰	ICWJ	-461	2 538	379	1 908	445	102	83	-108 [†]	-8	
UK local authority debt	AHOF	-	-	-	-	-	-	-	-	-	
Commercial paper issued by UK companies ¹¹	JF76	-48	1 006	97	937	122	36	-89	-1 112 [†]	16	
Other UK money market instruments ¹²	ICWY	87	351	36	553	-207	48	-43	-362	17	
Money market instruments issued by non-resident businesses	ICWZ	671	-616	-57	-637	22	-51	50	36 [†]	-74	
Other short-term assets not elsewhere classified ¹³	JX2J	-283	294	79	215	31	-111	159	-435 [†]	-62	
Balances due from stockbrokers and securities dealers ¹⁴	RFLF	38	-56	-49	-100	-4	1	47	-71	-100	
Net transactions in derivative contracts with UK and overseas counterparties ¹⁵	ICXJ	174	130	60	101	-8	50	-13	-11	17	
SHORT-TERM ASSETS	RYLQ	-908	1 498	-45	1 509	-628	435	182	-1 241[†]	-1 346	
Longer-term assets	RYLP	1 019	3 253	245	295	2 189	705	64	-516 [†]	2 676	
Direct investment ¹⁶	IFHH	657	-1 681	-27	10	-693	-59	-939	-35 [†]	-24	
TOTAL ASSETS	RFUC	768	3 070	173	1 814	868	1 081	-693	-1 792[†]	1 306	
		Net transactions		Net transactions							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
Borrowing from banks and building societies in the UK ⁹	JX3K	-25	-92	-71	400	-423	-51	-18	-445 [†]	-131	
Other UK borrowing ¹⁷	IFHY	391	-4 825	317	-4 858	-66	202	-103	-36 [†]	132	
Overseas borrowing ¹⁸	RFLY	-693	-310	-364	-673	107	21	235	373 [†]	1 118	
BORROWING	AHOI	-327	-5 227	-118	-5 131	-382	172	114	-108[†]	1 119	

Source: Office for National Statistics

3.1 INSURANCE COMPANIES' INVESTMENT: GENERAL BUSINESS

continued

£ million

		Holdings		Holdings						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
Cash	HLMN	-	-	-	-	-	-	-	-	-
Balances with banks and building societies in the UK										
Sterling	JX3H	6 970	4 355	6 970	5 604	3 876	4 307	4 355	4 326 [†]	4 191
Foreign currency	JX43	5 583	3 317	5 583	4 237	2 887	3 285	3 317	3 024 [†]	2 914
	JX45	1 387	1 038	1 387	1 367	989	1 022	1 038	1 302 [†]	1 277
Balances with overseas banks	HLMS	1 369	538	1 369	665	616	588	538	600 [†]	631
Other liquid deposits ⁸	HLMT	3 021	3 494	3 021	3 469	3 890	3 685	3 494	3 974 [†]	3 234
Certificates of deposit issued by banks and building societies in UK ⁹	IX8K	1 403	2 227	1 403	1 557	1 884	2 046	2 227	2 536 [†]	2 228
Money market instruments issued by HM Treasury ¹⁰	ICWI	1 214	3 752	1 214	3 122	3 567	3 669	3 752	3 644 [†]	3 636
UK local authority debt	AHMF	-	-	-	-	-	-	-	-	-
Commercial paper issued by UK companies ¹¹	JF75	461	1 467	461	1 398	1 520	1 556	1 467	355 [†]	371
Other UK money market instruments ¹²	HLNC	340	691	340	893	686	734	691	329	346
Money market instruments issued by non-resident businesses	HLND	1 120	504	1 120	483	505	454	504	540 [†]	466
Other short-term assets not elsewhere classified ¹³	JX2I	781	1 075	781	996	1 027	916	1 075	640 [†]	578
Balances due from stockbrokers and securities dealers ¹⁴	RYMA	37	-19	37	-63	-67	-66	-19	-90	-190
SHORT-TERM ASSETS (excluding derivatives)	RYME	16 716	18 084	16 716	18 124	17 504	17 889	18 084	16 854[†]	15 491
		Amounts outstanding		Amounts outstanding						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
Borrowing from banks and building societies in the UK ⁹	JX3J	794	702	794	1 194	771	720	702	257 [†]	126
Other UK borrowing ¹⁷	IFHX	8 792	3 967	8 792	3 934	3 868	4 070	3 967	3 931 [†]	4 063
Overseas borrowing ¹⁸	RYMD	2 547	2 237	2 547	1 874	1 981	2 002	2 237	2 610 [†]	3 728
BORROWING	AHMI	12 133	6 906	12 133	7 002	6 620	6 792	6 906	6 798[†]	7 917

1 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

2 Includes local authority securities; negotiable bonds; loans and mortgages.

3 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.

4 Issued by: banks; building societies and other corporates.

5 Quoted and unquoted.

6 UK and overseas. Includes authorised and unauthorised unit trust units; investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.

7 UK and overseas. Includes loans; fixed assets and other longer-term assets not elsewhere classified.

8 Includes money market funds; liquidity funds and cash liquidity funds.

9 Sterling and foreign currency.

10 Includes treasury bills. Excludes UK government securities.

11 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.

12 Includes floating rate notes maturing within one year of issue.

13 UK and overseas. Excludes derivative contracts.

14 Net of balances owed. Includes amounts due on securities bought and sold for future settlement.

15 Cash basis (cash paid less cash received). Includes only the cash flows that have occurred between derivative counterparties; cash payments/receipts in respect of variations for derivatives traded on a margined basis, but excludes initial deposit margins and the return of these. Excludes the values of any securities/commodities underlying the derivatives.

16 UK and overseas. Loans made less loans settled. Includes non-insurance subsidiary and associate companies in the UK; UK insurance subsidiary companies; UK associate companies; UK holding companies and overseas subsidiaries, associates, branches and agencies.

17 Includes issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified.

18 Includes borrowing from banks; related companies and other borrowing not elsewhere classified.

Source: Office for National Statistics

3.2 INSURANCE COMPANIES' BALANCE SHEET: GENERAL BUSINESS ASSETS AND LIABILITIES AT MARKET VALUES

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
UK government securities denominated in sterling	AHMJ	16 026	18 441	16 969	13 631	13 384	11 774	12 855
Index-linked	AHMZ	297	1 622	1 991	1 731	1 724	2 150	2 355
Other ¹	J8EX	15 729	16 819	14 978	11 900	11 660	9 624	10 500
UK government securities denominated in foreign currency	RYMQ	69	3	–	–	c	13	18
UK local authority investments ²	AHMN	3	–	–	–	c	–	–
Other UK public sector investments ³	RYMU	10	–	65	249	c	252	209
UK PUBLIC SECTOR SECURITIES	RYMV	16 108	18 444	17 034	13 880	13 907	12 039	13 082
UK corporate bonds ⁴	IFVV	13 397	12 060	13 550	10 487	10 817	12 127	12 355
Sterling	IFVW	12 647	11 009	12 288	9 544	10 217	11 264	11 610
Foreign currency	IFVX	750	1 051	1 262	943	600	863	745
UK ordinary shares ⁵	IFVY	9 006	10 501	9 963	9 525	8 435	8 732	7 846
UK preference shares ⁵	RLOT	44	29	26	26	25	21	21
Overseas corporate securities	IFVZ	14 773	20 258	23 002	17 594	18 636	24 380	24 638
Bonds	RLOX	12 872	18 081	21 017	15 847	16 939	21 872	21 834
Ordinary shares	AHMQ	1 901	2 175	1 976	1 741	1 692	2 501	c
Preference shares	RLOU	–	2	9	6	5	7	c
Mutual fund investments ⁶	IFWA	1 780	1 911	3 498	4 878	5 802	4 236	4 686
CORPORATE SECURITIES	RYNF	39 000	44 759	50 039	42 510	43 715	49 496	49 546
Overseas government, provincial and municipal securities	AHMS	4 869	8 505	7 204	5 126	5 524	9 355	9 584
Other longer-term assets not elsewhere classified ⁷	JX8E	7 059	8 269	7 338	9 158	9 938	10 148	9 606
OTHER LONGER-TERM ASSETS	RYNO	11 928	16 774	14 542	14 284	15 462	19 503	19 190
LONGER-TERM ASSETS	RYNP	67 036	79 977	81 615	70 674	73 084	81 038	81 818

Source: Office for National Statistics

3.2 INSURANCE COMPANIES' BALANCE SHEET: GENERAL BUSINESS ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
Cash	HLMN	-	-	-	-	-	-	-
Balances with banks and building societies in the UK	JX3H	8 949	9 871	10 227	7 961	7 619	7 032	6 970
Sterling	JX43	6 907	8 170	8 763	6 730	6 532	5 988	5 583
Foreign currency	JX45	2 042	1 701	1 464	1 231	1 087	1 044	1 387
Balances with overseas banks	HLMS	1 015	1 250	1 138	981	1 150	1 841	1 369
Other liquid deposits ⁸	HLMT	375	869	2 476	3 326	2 916	3 753	3 021
Certificates of deposit issued by banks and building societies in the UK ⁹	IX8K	8 264	7 775	2 002	558	843	1 223	1 403
Money market instruments issued HM Treasury ¹⁰	ICWI	342	708	979	327	237	1 675	1 214
UK local authority debt	AHMF	-	-	-	-	-	-	-
Commercial paper issued by UK companies ¹¹	JF75	2 682	1 640	1 630	275	281	509	461
Other UK money market instruments ¹²	HLNC	90	278	346	359	360	253	340
Money market instruments issued by non-resident businesses	HLND	3 261	2 277	2 321	545	745	449	1 120
Other short-term assets not elsewhere classified ¹³	JX2I	612	1 576	718	725	933	1 064	781
Balances due from stockbrokers and securities dealers ¹⁴	RYMA	25	891	52	90	26	-1	37
SHORT-TERM ASSETS (excluding derivatives)	RYME	25 615	27 135	21 889	15 147	15 110	17 798	16 716
Derivative contracts with UK and overseas counterparties which have a positive (asset) value ¹⁵	IFVJ	208	685	455	906	629	3 032	4 099
Agents' balances and outstanding premiums in respect of direct insurance and facultative reinsurance contracts ¹⁶								
UK	RYMF	8 216	9 022	8 171	8 470	8 222	9 584	9 089
Overseas	RYMG	575	55	73	-15	-200	711	868
Reinsurance, coinsurance and treaty balances ¹⁷								
UK	RYMH	1 164	1 092	1 730	-165	-258	-182	-233
Overseas	RYMI	-23	537	491	375	921	-4	217
Outstanding interest, dividends and rents ¹⁸	RYPN	1 255	1 108	958	765	726	724	881
Other debtors and assets not elsewhere classified ¹⁹	RKAC	19 096	17 189	10 785	11 064	10 683	14 281	12 905
Direct investment for non-insurance subsidiary and associate companies in the UK ²⁰	RYNR	21 954	21 259	21 181	18 206	18 627	19 876	20 510
Direct investment for UK insurance subsidiary, associate and holding companies ²⁰	RYNS	6 936	7 669	7 159	6 252	6 795	6 365	6 886
Direct investment for overseas subsidiaries, associates, branches and agencies ²⁰	RYNT	9 445	10 815	12 124	9 868	9 073	8 004	7 147
TOTAL ASSETS	RKBY	161 477	176 543	166 631	141 547	143 412	161 227	160 903

Source: Office for National Statistics

3.2 INSURANCE COMPANIES' BALANCE SHEET: GENERAL BUSINESS ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
LIABILITIES								
Borrowing	AHMI	18 597	20 214	15 602	14 431	14 281	12 460	12 133
Banks and building societies in the UK ⁹	JX3J	675	343	744	621	606	819	794
Other UK ²¹	IFHX	10 885	13 179	9 965	9 835	8 991	8 401	8 792
Overseas ²²	RYMD	7 037	6 692	4 893	3 975	4 684	3 240	2 547
General business technical reserves ²³	RKCT	71 146	76 980	70 947	58 484	57 539	61 771	59 738
Provisions for taxation and dividends payable ²⁴	KVF2	2 486	858	345	40	7	240	424
Other creditors, provisions and liabilities not elsewhere classified ²⁵	RYPR	22 069	21 149	19 976	18 367	19 362	25 757	24 989
Excess of total assets over liabilities in respect of: minority interests in UK subsidiary companies; shareholders' capital and reserves and any other reserves ²⁶	A8SI	47 179	57 342	59 761	50 225	52 223	60 999	63 619
TOTAL LIABILITIES	RKBY	161 477	176 543	166 631	141 547	143 412	161 227	160 903

- 1 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.
- 2 Includes local authority securities; negotiable bonds; loans and mortgages.
- 3 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.
- 4 Issued by: banks; building societies and other corporates.
- 5 Quoted and unquoted.
- 6 UK and overseas. Includes authorised and unauthorised unit trust units; investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.
- 7 UK and overseas. Includes loans; fixed assets and other longer-term assets not elsewhere classified.
- 8 Includes money market funds; liquidity funds and cash liquidity funds.
- 9 Sterling and foreign currency.
- 10 Includes treasury bills. Excludes UK government securities.
- 11 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.
- 12 Includes floating rate notes maturing within one year of issue.
- 13 UK and overseas. Excludes derivative contracts.
- 14 Net of balances owed. Includes amounts due on securities bought and sold for future settlement.

- 15 Includes credit default products; employee stock options; other options; other swaps; futures; forwards and other derivative contracts not elsewhere classified.
- 16 Net of insurance liabilities.
- 17 Net of reinsurance bought and sold.
- 18 Net value.
- 19 Includes deferred acquisition costs.
- 20 Net asset value of attributable companies.
- 21 Includes issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified.
- 22 Includes borrowing from banks; related companies and other borrowing not elsewhere classified.
- 23 Net of reinsurers share.
- 24 UK and overseas. Includes deferred tax net of amounts receivable.
- 25 UK and overseas. Includes derivative contracts which have a negative (liability) value.
- 26 Includes the 'net worth' of UK branches of overseas companies, including profit and loss account balances.

Source: Office for National Statistics

3.3 INSURANCE COMPANIES' INCOME AND EXPENDITURE: GENERAL BUSINESS

£ million

		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
INCOME										
Premiums earned ¹	RKCN	37 269	36 825	8 796	9 115	9 766	9 062	8 882	8 940 [†]	9 216
Rents, dividends and interest received	RKCO	4 341	4 098	818	664	1 016	774	1 644	667 [†]	631
Realised and unrealised investment gains and losses	RKFY	-643	183	-59	44	149	176	-186	544 [†]	-637
Other income ²	RKCP	1 861	1 721	621	462	523	313	423	671 [†]	606
TOTAL INCOME	RKGB	42 828	42 827	10 176	10 285	11 454	10 325	10 763	10 822[†]	9 816
EXPENDITURE										
Claims incurred ³	RKCQ	24 229	23 483	6 255	5 954	5 943	5 837	5 749	5 755 [†]	5 489
Taxation, commissions, fees, administrative and other expenses ⁴	RKCR	14 743	14 171	3 727	3 343	3 641	3 648	3 539	3 577 [†]	3 428
Dividends paid and gross interest incurred ⁵	RKTA	3 206	2 250	1 184	115	812	362	961	125 [†]	936
Other expenditure ⁶	J9C3	-348	-269	-650	124	268	-647	-14	-673 [†]	377
TOTAL EXPENDITURE	RKHE	41 830	39 635	10 516	9 536	10 664	9 200	10 235	8 784[†]	10 230
SURPLUS OF INCOME OVER EXPENDITURE	RLEE	998	3 192	-340	749	790	1 125	528	2 038[†]	-414

Source: Office for National Statistics

3.3 INSURANCE COMPANIES' INCOME AND EXPENDITURE: GENERAL BUSINESS

continued

£ million

		2007	2008	2009	2010	2011	2012	2013
INCOME								
Premiums earned¹								
Direct insurance and facultative reinsurance business premiums (non marine, aviation, transport and treaty business) ⁷								
Contracts written on the UK home market	RKFG	35 890	37 308	35 648	34 133	34 252	34 235	33 621
Contracts written on the UK home-foreign market ⁸	RKFH	3 169	3 990	4 232	3 577	3 217	4 043	4 646
Contracts written on overseas markets	RKFI	1 455	1 541	1 701	1 091	1 230	2 309	2 720
LESS outward reinsurance premiums incurred (non marine, aviation, transport and treaty business) ⁷								
UK reinsurers	RKFJ	3 565	3 042	2 432	2 571	2 628	2 554	2 580
Overseas reinsurers	RKFK	2 873	3 609	3 762	4 439	3 481	3 616	4 356
Direct insurance, facultative reinsurance and treaty reinsurance premiums on marine, aviation and transport business ⁹								
Contracts written on the UK market	IUZV	1 338	1 275	1 300	1 039	1 164	1 223	1 227
Contracts written on overseas markets	RKFN	271	354	530	455	474	924	852
Treaty reinsurance premiums earned less reinsurance premiums incurred (non marine, aviation and transport business) in respect of business ceded ¹⁰								
Overseas insurers net of business ceded to overseas insurers	RKFP	144	2 512	829	430	439	144	332
Others	RKFO	1 027	1 346	1 457	621	757	659	807
Rents earned¹¹								
UK and overseas properties	RRUE	31	48	60	42	43	47	63
Dividends received and interest earned¹²								
UK investments	RRUG	6 390	6 411	3 718	3 466	2 674	2 955	2 916
Overseas investments	RKFU	1 613	1 620	2 514	1 196	1 518	1 305	1 362
Other income								
Realised and unrealised investment gains and losses	RKPY	-7 271	-3 351	1 563	2 099	-252	1 458	-643
Other income not elsewhere classified ²	RKCP	4 327	3 344	608	1 065	1 477	857	1 861
TOTAL INCOME	RKGB	41 946	49 747	47 966	42 204	40 884	43 989	42 828

1 UK and overseas. Net of rebates, refunds and outward reinsurance premiums incurred on business ceded to reinsurers. Includes direct insurance, facultative reinsurance and treaty reinsurance.

2 UK and overseas. Includes underwriting commission; income from fund management activity; stock lending; commissions and fees for arranging derivative contracts with a counterparty; transfers from long-term insurance business; profits remitted to the UK from overseas branches and agencies and transfers of funds to UK branches from overseas parent companies. Figures pre-2009 included transfers into shareholders' funds.

7 Gross of commission and reinsurance payable, but net of rebates and refunds.

8 Contracts written on the UK market covering overseas risks.

9 Net of commission, outward premiums incurred on business ceded to reinsurers, rebates and refunds. Includes net amounts receivable in respect of outstanding premium and claim portfolios as reported under the current UK Companies Act, as they apply to insurance companies.

10 Gross of commission incurred. Includes proportional and non-proportional business; net amounts receivable in respect of outstanding premium and claim portfolios as reported under the current UK Companies Act, as they apply to insurance companies and premiums earned less premiums incurred in respect of reinsurance business ceded to/from retrocessionaires.

11 Net of associated ongoing expenses such as property management expenses.

12 Gross of tax. Includes dividends on shareholders' and policyholders' assets; dividends received and interest earned from overseas subsidiaries and associates; special dividends received as part of the consideration for shares sold during mergers and acquisitions; income from securities issued by related and unrelated companies registered outside the UK (including securities of overseas registered companies listed on the UK stock exchange); income from deposits made at UK and overseas offices of related and unrelated UK and overseas banks and financial institutions; interest earned from overseas branches and agencies acting as subsidiaries and other dividend and interest income not elsewhere classified. Excludes interest flows (including settlement) related to interest rate swaps and forward rate agreements.

Source: Office for National Statistics

3.3 INSURANCE COMPANIES' INCOME AND EXPENDITURE: GENERAL BUSINESS

continued

£ million

		2007	2008	2009	2010	2011	2012	2013
EXPENDITURE								
Claims incurred³								
Direct insurance and facultative reinsurance business claims (non marine, aviation, transport and treaty business) ¹³								
Contracts written on the UK home market	RKGC	23 331	22 910	23 768	22 620	21 935	21 208	21 162
Contracts written on the UK home-foreign market ⁸	RKGD	1 452	2 133	2 117	2 698	2 129	2 457	1 903
Contracts written on overseas markets	RKGE	706	739	1 085	207	740	1 304	1 908
LESS amounts recoverable from reinsurers (non marine, aviation, transport and treaty business)¹³								
UK reinsurers	RKIN	2 668	1 369	1 086	1 348	986	926	914
Overseas reinsurers	RKIO	1 414	1 252	1 783	1 112	916	1 341	1 872
Direct insurance and facultative reinsurance claims incurred on marine, aviation and transport business ¹³								
Contracts written on the UK home market	J9BY	872	558	2 085	1 557	1 429	1 824	2 250
Contracts written on overseas markets	RKGI	217	357	368	306	341	343	571
Treaty reinsurance claims incurred on marine, aviation and transport business ¹⁴								
	RKGT	897	542	593	251	164	302	435
LESS amounts recoverable from reinsurers and retrocessionaires on marine, aviation, transport and treaty business								
	RK GK	848	711	1 803	1 002	1 111	1 551	1 666
Treaty reinsurance claims incurred less amounts recoverable (non marine, aviation and transport business)								
Overseas reinsurers	RKIP	918	1 464	457	369	95	154	154
Other	RKIQ	829	721	551	232	248	344	298
Expenses incurred								
Commission and fees incurred (non marine, aviation and transport business) ¹⁵								
	RKGM	5 928	6 370	6 575	4 529	4 358	5 018	5 474
Administrative expenses								
Compensation of employees ¹⁶	J9BO	7 451	7 317	7 267	7 025	7 092	8 475	8 637
Other administrative expenses ¹⁷	RKIU	2 805	3 139	3 177	3 131	2 469	2 920	3 428
	RKIV	4 646	4 178	4 090	3 894	4 623	5 555	5 209
Total expenses incurred								
of which overseas	RRUS	13 379	13 687	13 842	11 554	11 450	13 493	14 111
	RRUT	486	718	653	327	251	838	1 456
Taxation¹⁸								
Tax expense in respect of UK authorities								
	RKGR	658	-529	406	-63	325	916	533
Tax expense in respect of overseas authorities								
	IZMV	33	465	45	13	23	25	99
Dividends paid and gross interest incurred⁵								
	RKTA	4 337	3 529	2 376	2 635	2 551	3 406	3 206
Other expenditure								
Transfers to long-term business and other expenditure not elsewhere classified ¹⁹								
	J9CV	960	1 659	1 394	1 609	68	327	208
Movement in the profit and loss account in respect of changes in general insurance liabilities ²⁰								
	J9BQ	:	:	-527	746	410	132	-556
Excess/shortfall of income over expenditure in the profit and loss account ²¹								
	RKHC	4 018	1 254	:	:	:	:	:
Addition to other reserves ²¹								
	RKHD	30	-146	:	:	:	:	:
TOTAL EXPENDITURE								
	RKHE	47 707	46 011	43 888	41 272	38 895	42 417	41 830

3 UK and overseas. Net of amounts recoverable from reinsurers and retrocessionaires. Includes direct insurance, facultative reinsurance and treaty reinsurance.

4 UK and overseas. Includes any deferred tax, adjustments for group relief provisions and/or tax rebates; commissions (net of reinsurance commission); compensation of employees (including wages and salaries, national insurance contributions, pension contributions and benefits in kind); acquisition costs and changes in deferred acquisition costs; levies and components of management recharges.

5 UK and overseas. Excludes any interest flows (including settlement) related to interest rate swaps and forward rate agreements.

6 UK and overseas. Includes movement in the profit and loss account in respect of changes in general insurance liabilities; transfers to long-term business and other expenditure not elsewhere classified.

8 Contracts written on the UK market covering overseas risks.

13 Gross value.

14 Gross value. Includes proportional and non-proportional business.

15 UK and overseas. Net of reinsurance commission.

16 Includes wages and salaries; national insurance contributions; pension contributions; benefits in kind and employee expense component of management recharges.

17 Includes acquisition costs and changes in deferred acquisition costs; levies and other components of management recharges.

18 Includes any deferred tax, adjustments for group relief provisions and/or tax rebates; operations of overseas branches and agencies which form an integral part of the UK company and any other UK and overseas tax.

19 UK and overseas. Includes explicit commissions and fees incurred for arranging options, futures or swaps contracts with a counterparty; expenditure resulting from stock borrowing and transfers of funds from UK branches to overseas parent companies. Excludes transfers to shareholders' funds. Figures prior to 2009 included transfers into shareholders' funds.

20 New series from 2009. Estimates not available for earlier periods.

21 Series discontinued after 2008.

4.1 SELF-ADMINISTERED PENSION FUNDS¹ INVESTMENT

£ million

		Net investment		Net investment						2015 Q1	2015 Q2
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4			
UK government securities denominated in sterling	AHQX	17 232	18 575	2 815	8 928	8 760	2 179	-1 292	6 453 [†]	12 688	
Index-linked	AHRP	7 643	12 707	1 225	5 895	2 935	2 717	1 160	1 603 [†]	3 988	
Other ²	IQ5J	9 589	5 868	1 590	3 033	5 825	-538	-2 452	4 850 [†]	8 700	
UK government securities denominated in foreign currency	RZIO	-4	92	-24	12	-29	84	25	-34	9	
UK local authority investments ³	AHRB	1	96	-	29	35	-	32	19	31	
Other UK public sector investments ⁴	JE5I	8	44	37	21	-7	32	-2	3 [†]	2	
UK PUBLIC SECTOR SECURITIES	RYJE	17 237	18 807	2 828	8 990	8 759	2 295	-1 237	6 441[†]	12 730	
UK corporate bonds ⁵	JX5J	2 549	768	744	456	771	244	-703	439 [†]	809	
Sterling	GQFJ	2 442	610	681	395	631	151	-567	391 [†]	640	
Foreign currency	GQFK	107	158	63	61	140	93	-136	48 [†]	169	
UK ordinary shares ⁶	AHRC	-9 581	-8 070	-2 606	-2 309	-1 715	-1 474	-2 572	-163 [†]	-2 304	
UK preference shares ⁶	IX7V	-11	7	-17	-	6	1	-	-4 [†]	-2	
Overseas corporate securities	IX85	-2 622	-427	2 678	1 768	398	-1 074	-1 519	352 [†]	1 548	
Bonds	GNQR	2 228	4 156	2 109	1 760	2 301	2 090	-1 995	1 086 [†]	927	
Ordinary shares	AHRE	-4 539	-4 611	590	61	-1 883	-3 235	446	-700 [†]	632	
Preference shares	GNRD	-311	28	-21	-53	-20	71	30	-34 [†]	-11	
Mutual fund investments	IX86	3 476	7 541	35	3 267	1 379	-390	3 285	1 616 [†]	1 255	
UK	J8Y6	-4 048	-213	-1 080	1 372	899	-1 773	-711	-129 [†]	1 692	
Unit trust units ⁷	JX5M	-3 775	-2 224	-960	643	67	-2 264	-670	-1 533 [†]	270	
Other ⁸	JX5P	-273	2 011	-120	729	832	491	-41	1 404 [†]	1 422	
Overseas	JE4V	7 524	7 754	1 115	1 895	480	1 383	3 996	1 745 [†]	-437	
CORPORATE SECURITIES	RYKI	-6 189	-181	834	3 182	839	-2 693	-1 509	2 240[†]	1 306	
Overseas government, provincial and municipal securities	AHRG	993	1 343	483	339	319	-131	816	-312 [†]	331	
Loans	IX87	-989	73	-247	1	12	4	56	21 [†]	53	
UK ⁹	IX9Q	-161	14	-42	-	13	1	-	-	-	
Overseas ¹⁰	AHRM	-828	59	-205	1	-1	3	56	21 [†]	53	
Fixed assets ¹¹	IX88	536	1 152	241	228	297	414	213	-11 [†]	207	
UK	IX9T	555	1 117	267	179	305	416	217	-16 [†]	198	
Overseas	GNSO	-19	35	-26	49	-8	-2	-4	5	9	
Investment in insurance managed funds, insurance policies and annuities	RZOA	2 172	2 838	523	215	1 329	947	347	2 317 [†]	1 436	
Other longer-term assets not elsewhere classified ¹²	IX89	4 016	1 625	1 395	108	171	1 503	-157	-615 [†]	-2 057	
OTHER LONGER-TERM ASSETS	RYKL	6 728	7 031	2 395	891	2 128	2 737	1 275	1 400[†]	-30	
LONGER-TERM ASSETS	RYKO	17 776	25 657	6 057	13 063	11 726	2 339	-1 471	10 081[†]	14 006	

Source: Office for National Statistics

4.1 SELF-ADMINISTERED PENSION FUNDS'¹ INVESTMENT

continued

£ million

		Acquisitions		Acquisitions						2015 Q1	2015 Q2
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4			
UK government securities denominated in sterling	ARIX	127 317	129 317	25 504	39 536	31 836	30 389	27 556	34 659 [†]	39 371	
Index-linked	ARIW	47 793	64 313	7 970	20 344	12 822	18 138	13 009	16 241 [†]	17 138	
Other ²	IQ4X	79 524	65 004	17 534	19 192	19 014	12 251	14 547	18 418 [†]	22 233	
UK government securities denominated in foreign currency	RZIM	205	325	5	c	c	108	c	64	c	
UK local authority investments ³	ARJB	1	98	–	c	c	–	c	48	39	
Other UK public sector investments ⁴	JE5G	1 571	628	158	537	45	38	8	220	c	
UK PUBLIC SECTOR SECURITIES	RYJC	129 094	130 368	25 667	40 203	31 945	30 535	27 685	34 991[†]	39 496	
UK corporate bonds ⁵	JX5H	17 428	15 337	4 095	3 837	3 973	3 776	3 751	4 508 [†]	4 996	
Sterling	GQFL	15 362	13 719	3 806	3 387	3 458	3 361	3 513	4 079 [†]	4 509	
Foreign currency	GQFM	2 066	1 618	289	450	515	415	238	429 [†]	487	
UK ordinary shares ⁶	ARJC	45 892	25 850	11 396	7 570	6 552	5 360	6 368	6 843 [†]	5 913	
UK preference shares ⁶	IX8B	95	14	74	2	8	3	1	2	2	
Overseas corporate securities	IX8C	140 767	122 221	33 167	30 888	31 731	29 672	29 930	36 013 [†]	32 410	
Bonds	GNQN	32 711	43 327	7 744	10 847	11 787	11 604	9 089	11 694 [†]	11 687	
Ordinary shares	ARJE	107 508	78 389	25 252	19 987	19 775	17 891	20 736	24 194 [†]	20 609	
Preference shares	GNQZ	548	505	171	54	169	177	105	125 [†]	114	
Mutual fund investments	IX8D	114 663	115 587	27 791	29 976	22 729	29 772	33 110	32 965 [†]	32 025	
UK	J8YD	62 677	50 546	15 616	11 669	10 847	12 915	15 115	13 406 [†]	13 096	
Unit trust units ⁷	JX5K	45 527	31 719	10 432	7 443	6 470	8 313	9 493	8 374 [†]	7 972	
Other ⁸	JX5N	17 150	18 827	5 184	4 226	4 377	4 602	5 622	5 032 [†]	5 124	
Overseas	JE4T	51 986	65 041	12 175	18 307	11 882	16 857	17 995	19 559 [†]	18 929	
CORPORATE SECURITIES	RYKG	318 845	279 009	76 523	72 273	64 993	68 583	73 160	80 331[†]	75 346	
Overseas government, provincial and municipal securities	ARJG	56 855	76 351	12 241	17 780	20 692	19 426	18 453	17 621 [†]	15 522	
Loans	IX8E	52	542	7	2	14	467	59	27 [†]	68	
UK ⁹	IX9O	c	474	c	–	c	c	–	–	–	
Overseas ¹⁰	ARJM	c	68	c	2	c	c	59	27 [†]	68	
Fixed assets ¹¹	IX8F	2 521	2 806	818	684	725	798	599	894 [†]	695	
UK	IX9R	2 003	c	775	587	725	790	c	881	671	
Overseas	GNSM	518	c	43	97	–	8	c	13	24	
Investment in insurance managed funds, insurance policies and annuities	RZNY	11 250	14 090	3 428	3 211	2 328	3 027	5 524	4 677 [†]	5 188	
Other longer-term assets not elsewhere classified ¹²	IX8G	19 002	19 117	6 216	4 299	4 841	5 451	4 526	5 900 [†]	9 154	
OTHER LONGER-TERM ASSETS	RYKJ	89 680	112 906	22 710	25 976	28 600	29 169	29 161	29 119[†]	30 627	
LONGER-TERM ASSETS	RYKM	537 619	522 283	124 900	138 452	125 538	128 287	130 006	144 441[†]	145 469	

Source: Office for National Statistics

4.1 SELF-ADMINISTERED PENSION FUNDS¹ INVESTMENT

continued

£ million

		Disposals		Disposals						2015 Q1	2015 Q2
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4			
UK government securities denominated in sterling	ASIX	110 085	110 742	22 689	30 608	23 076	28 210	28 848	28 206 [†]	26 683	
Index-linked	ASIW	40 150	51 606	6 745	14 449	9 887	15 421	11 849	14 638 [†]	13 150	
Other ²	IQ4Y	69 935	59 136	15 944	16 159	13 189	12 789	16 999	13 568 [†]	13 533	
UK government securities denominated in foreign currency	RZIN	209	233	29	c	c	24	c	98	c	
UK local authority investments ³	ASJB	–	2	–	c	c	–	c	29	8	
Other UK public sector investments ⁴	JE5H	1 563	584	121	516	52	6	10	217	c	
UK PUBLIC SECTOR SECURITIES	RYJD	111 857	111 561	22 839	31 213	23 186	28 240	28 922	28 550[†]	26 766	
UK corporate bonds ⁵	JX5I	14 879	14 569	3 351	3 381	3 202	3 532	4 454	4 069 [†]	4 187	
Sterling	GQFN	12 920	13 109	3 125	2 992	2 827	3 210	4 080	3 688 [†]	3 869	
Foreign currency	GQFO	1 959	1 460	226	389	375	322	374	381 [†]	318	
UK ordinary shares ⁶	ASJC	55 473	33 920	14 002	9 879	8 267	6 834	8 940	7 006 [†]	8 217	
UK preference shares ⁶	IX8I	106	7	91	2	2	2	1	6 [†]	4	
Overseas corporate securities	IX8J	143 389	122 648	30 489	29 120	31 333	30 746	31 449	35 661 [†]	30 862	
Bonds	GNQP	30 483	39 171	5 635	9 087	9 486	9 514	11 084	10 608 [†]	10 760	
Ordinary shares	ASJE	112 047	83 000	24 662	19 926	21 658	21 126	20 290	24 894 [†]	19 977	
Preference shares	GNRB	859	477	192	107	189	106	75	159 [†]	125	
Mutual fund investments	IX93	111 187	108 046	27 756	26 709	21 350	30 162	29 825	31 349 [†]	30 770	
UK	J8YE	66 725	50 759	16 696	10 297	9 948	14 688	15 826	13 535 [†]	11 404	
Unit trust units ⁷	JX5L	49 302	33 943	11 392	6 800	6 403	10 577	10 163	9 907 [†]	7 702	
Other ⁸	JX5O	17 423	16 816	5 304	3 497	3 545	4 111	5 663	3 628 [†]	3 702	
Overseas	JE4U	44 462	57 287	11 060	16 412	11 402	15 474	13 999	17 814 [†]	19 366	
CORPORATE SECURITIES	RYKH	325 034	279 190	75 689	69 091	64 154	71 276	74 669	78 091[†]	74 040	
Overseas government, provincial and municipal securities	ASJG	55 862	75 008	11 758	17 441	20 373	19 557	17 637	17 933 [†]	15 191	
Loans	IX94	1 041	469	254	1	2	463	3	6 [†]	15	
UK ⁹	IX9P	c	460	c	–	c	c	–	–	–	
Overseas ¹⁰	ASJM	c	9	c	1	c	c	3	6 [†]	15	
Fixed assets ¹¹	IX95	1 985	1 654	577	456	428	384	386	905 [†]	488	
UK	IX9S	1 448	c	508	408	420	374	c	897	473	
Overseas	GNSN	537	c	69	48	8	10	c	8	15	
Investment in insurance managed funds, insurance policies and annuities	RZNZ	9 078	11 252	2 905	2 996	999	2 080	5 177	2 360 [†]	3 752	
Other longer-term assets not elsewhere classified ¹²	IX96	14 986	17 492	4 821	4 191	4 670	3 948	4 683	6 515 [†]	11 211	
OTHER LONGER-TERM ASSETS	RYKK	82 952	105 875	20 315	25 085	26 472	26 432	27 886	27 719[†]	30 657	
LONGER-TERM ASSETS	RYKN	519 843	496 626	118 843	125 389	113 812	125 948	131 477	134 360[†]	131 463	

Source: Office for National Statistics

4.1 SELF-ADMINISTERED PENSION FUNDS'¹ INVESTMENT

continued

£ million

		Net investment		Net investment						
		2013	2014	2013	2014	2014	2014	2014	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2
Cash	IQ5B	-	-	-	-	-	-	-	-	-
Balances with banks and building societies in the UK										
Sterling	JX5R	-228	1 428	-605	11	2 172	-285	-470	5 912 [†]	-4 094
Foreign currency	JX5T	-708	1 444	-324	289	1 582	-74	-353	5 566 [†]	-4 469
	JX5V	480	-16	-281	-278	590	-211	-117	346 [†]	375
Balances with overseas banks	GKYV	192	-81	-20	-64	142	49	-208	-123	21
Other liquid deposits ¹³	GKYW	5 240	-7 548	-324	-1 981	-486	-1 392	-3 689	-1 413 [†]	-72
Certificates of deposit issued by banks and building societies in the UK ¹⁴	AHQP	-781	-817	56	182	-486	-175	-338	34 [†]	334
Money market instruments issued by HM Treasury ¹⁵	IX9A	-2 949	-153	82	-361	-66	123	151	-147 [†]	69
UK local authority debt	AHQS	-102	c	59	74	-68	c	25	-134	-
Commercial paper issued by UK companies ¹⁶	GQFP	-920	c	-214	113	-133	c	225	-105 [†]	117
Other UK money market instruments ¹⁷	GKZF	1 939	-150	-45	747	-95	-36	-766	-921 [†]	329
Money market instruments issued by non-resident businesses	GKZG	-	1 944	6	-911	354	215	2 286	1 020 [†]	-1 761
Other short-term assets not elsewhere classified ¹⁸	JX5X	-116	-82	130	-682	323	355	-78	46 [†]	293
Balances due from stockbrokers and securities dealers ¹⁹	RZHM	-675	-318	822	1 514	-2 281	1 520	-1 071	-1 241 [†]	2 723
Net transactions in derivative contracts with UK and overseas counterparties ²⁰	IX9K	-588	4 437	-252	3 288	1 898	639	-1 388	37 [†]	-1 157
SHORT-TERM ASSETS	RYKP	1 012	-997	-305	1 930	1 274	1 120	-5 321	2 965[†]	-3 198
Longer-term assets	RYKO	17 776	25 657	6 057	13 063	11 726	2 339	-1 471	10 081 [†]	14 006
TOTAL ASSETS	RZNI	18 788	24 660	5 752	14 993	13 000	3 459	-6 792	13 046[†]	10 808
		Net transactions		Net transactions						
		2013	2014	2013	2014	2014	2014	2014	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2
BORROWING²¹	GQEC	5 447	11 318	2 179	7 821	5 361	-684	-1 180	1 365[†]	2 699

Source: Office for National Statistics

4.1 SELF-ADMINISTERED PENSION FUNDS'¹ INVESTMENT

continued

£ million

		Holdings		Holdings		Holdings		Holdings		Holdings	
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2	
Cash	GNOR	-	-	-	-	-	-	-	-	-	-
Balances with banks and building societies in the UK											
Sterling	JX5Q	22 701	24 129	22 701	22 712	24 884	24 599	24 129	30 041 [†]	25 947	
Foreign currency	JX5S	18 193	19 637	18 193	18 482	20 064	19 990	19 637	25 203 [†]	20 734	
	JX5U	4 508	4 492	4 508	4 230	4 820	4 609	4 492	4 838 [†]	5 213	
Balances with overseas banks	GNOW	349	268	349	285	427	476	268	145	166	
Other liquid deposits ¹³	GNOX	20 505	12 957	20 505	18 524	18 038	16 646	12 957	11 544 [†]	11 472	
Certificates of deposit issued by banks and building societies in the UK ¹⁴	IX8H	1 288	471	1 288	1 470	984	809	471	505 [†]	839	
Money market instruments issued by HM Treasury ¹⁵	IX9J	1 167	1 014	1 167	806	740	863	1 014	867 [†]	936	
UK local authority debt	AHVF	130	240	130	204	136	c	240	106	106	
Commercial paper issued by UK companies ¹⁶	GQFR	334	567	334	447	314	c	567	462 [†]	579	
Other UK money market instruments ¹⁷	GOZR	4 655	4 505	4 655	5 402	5 307	5 271	4 505	3 584 [†]	3 913	
Money market instruments issued by non-resident businesses	GOZS	2 752	4 696	2 752	1 841	2 195	2 410	4 696	5 716 [†]	3 955	
Other short-term assets not elsewhere classified ¹⁸	JX5W	1 788	1 706	1 788	1 106	1 429	1 784	1 706	1 752 [†]	2 045	
Balances due from stockbrokers and securities dealers ¹⁹	RYIC	-2 278	-2 596	-2 278	-764	-3 045	-1 525	-2 596	-3 837 [†]	-1 114	
SHORT-TERM ASSETS (excluding derivatives)	RYIB	53 391	47 957	53 391	52 033	51 409	51 890	47 957	50 885[†]	48 844	
		Amounts outstanding		Amounts outstanding		Amounts outstanding		Amounts outstanding		Amounts outstanding	
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2	
BORROWING²¹	GQED	16 050	27 368	16 050	23 871	29 232	28 548	27 368	28 733[†]	31 432	

1 Combined public and private sector. Data from the pension funds surveys are of lower quality than equivalent data from other institutional groups because of the difficulties in constructing a suitable sampling frame of pension funds.

2 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

3 Includes local authority securities; negotiable bonds; loans and mortgages.

4 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.

5 Issued by: banks; building societies and other corporates.

6 Quoted and unquoted.

7 Authorised and unauthorised.

8 Includes property unit trusts; investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.

9 Includes sterling asset backed loans; loans to individuals secured on dwellings; other loans to individuals (including policy loans); loans to businesses and other loans not elsewhere classified. Excludes loans to UK associate companies; bank term deposits and building society investments.

10 Includes loans to parent companies; subsidiaries; associates and other loans not elsewhere classified. Excludes loans categorised as direct investment; loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees.

11 Includes existing buildings; property; land; new construction work; vehicles; machinery and equipment; valuables and intangibles. Includes the capital value of assets bought on hire purchase or acquired (as lessee) under a finance leasing arrangement and assets acquired for hiring, renting and operating leasing purposes. Excludes the capital value of assets acquired but leased out to others under finance leasing arrangements.

12 UK and overseas. Includes certificates of tax deposit; insurance policies; annuities and loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees. Excludes pre-payments and debtors.

13 Includes money market funds; liquidity funds and cash liquidity funds.

14 Sterling and foreign currency.

15 Includes treasury bills. Excludes UK government securities.

16 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.

17 Includes floating rate notes maturing within one year of issue.

18 UK and overseas. Excludes derivative contracts.

19 Net of balances owed. Includes amounts due on securities bought and sold for future settlement.

20 Cash basis (cash paid less cash received). Includes only the cash flows that have occurred between derivative counterparties; cash payments/receipts in respect of variations for derivatives traded on a margined basis, but excludes initial deposit margins and the return of these. Excludes the values of any securities/commodities underlying the derivatives.

21 UK and overseas. Includes from a UK perspective: sterling and foreign currency borrowing from UK banks and building societies; borrowing arising from the issue of floating rate notes and preference shares; foreign currency liabilities on back-to-back loans; overdrafts and other borrowing not elsewhere classified. Includes from an overseas perspective: borrowing from banks and other borrowing not elsewhere classified.

Source: Office for National Statistics

4.2 SELF-ADMINISTERED PENSION FUNDS¹ BALANCE SHEET ASSETS AND LIABILITIES AT MARKET VALUES

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
UK government securities denominated in sterling	AHVK	113 617	98 577	108 871	122 007	167 372	199 400	227 528
Index-linked	AHWC	64 797	58 564	70 317	83 016	110 808	142 565	159 843
Other ²	J8Y5	48 820	40 013	38 554	38 991	56 564	56 835	67 685
UK government securities denominated in foreign currency	RYEX	42	4	126	89	1 287	5 695	275
UK local authority investments ³	AHVO	5	–	2	274	113	263	291
Other UK public sector investments ⁴	JE5J	1 351	1 259	2 347	2 911	1 703	1 611	3 862
UK PUBLIC SECTOR SECURITIES	RYHC	115 015	99 840	111 346	125 281	170 475	206 969	231 956
UK corporate bonds ⁵	JX62	57 306	55 741	64 351	59 469	61 586	64 508	64 581
Sterling	GQFT	55 550	53 765	62 073	57 086	59 322	61 896	61 938
Foreign currency	GQFU	1 756	1 976	2 278	2 383	2 264	2 612	2 643
UK ordinary shares ⁶	AHVP	152 048	110 571	116 710	121 882	108 631	111 913	109 777
UK preference shares ⁶	J8YF	235	775	833	16	11	29	51
Overseas corporate securities	JRS8	215 068	175 747	214 230	222 751	211 562	226 274	232 277
Bonds	RLPF	44 387	47 612	57 920	60 826	61 129	60 424	61 655
Ordinary shares	AHVR	169 598	127 525	155 577	161 043	149 638	165 141	170 007
Preference shares	RLPC	1 083	610	733	882	795	709	615
Mutual fund investments	JRS9	254 936	211 724	286 493	369 955	385 337	448 583	476 623
UK	J8Y7	194 833	148 798	203 523	266 058	264 652	293 071	302 024
Unit trust units ⁷	JX63	147 536	110 558	148 642	178 027	172 120	208 155	212 566
Other ⁸	JX64	47 297	38 240	54 881	88 031	92 532	84 916	89 458
Overseas	JE4P	60 103	62 926	82 970	103 897	120 685	155 512	174 599
CORPORATE SECURITIES	RYHN	679 593	554 558	682 617	774 073	767 127	851 307	883 309
Overseas government, provincial and municipal securities	AHVT	22 434	21 527	16 900	17 335	21 424	23 768	23 462
Loans	JRT4	417	518	1 768	2 343	1 656	1 313	324
UK ⁹	JE5E	12	–	116	81	77	170	c
Overseas ¹⁰	AHVZ	405	518	1 652	2 262	1 579	1 143	c
Fixed assets ¹¹	JRT5	30 466	22 892	24 957	30 159	32 991	30 705	33 695
UK	JE5F	30 306	22 818	24 718	28 991	32 178	30 372	33 064
Overseas	GOLB	160	74	239	1 168	813	333	631
Investment in insurance managed funds, insurance policies and annuities	RYHS	103 610	86 541	70 318	80 613	93 823	99 896	110 723
Other longer-term assets not elsewhere classified ¹²	J8YA	41 455	45 301	51 100	69 419	81 562	90 893	109 368
OTHER LONGER-TERM ASSETS	RYHW	198 382	176 779	165 043	199 869	231 456	246 575	277 572
LONGER-TERM ASSETS	RYHX	992 990	831 177	959 006	1 099 223	1 169 058	1 304 851	1 392 837

Source: Office for National Statistics

4.2 SELF-ADMINISTERED PENSION FUNDS¹ BALANCE SHEET ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
Cash	GNOR	-	-	-	-	-	-	-
Balances with banks and building societies in the UK	JX5Q	25 974	20 133	23 054	23 736	23 854	22 929	22 701
Sterling	JX5S	22 615	16 802	19 099	20 043	20 159	18 901	18 193
Foreign currency	JX5U	3 359	3 331	3 955	3 693	3 695	4 028	4 508
Balances with overseas banks	GNOW	807	351	134	197	72	157	349
Other liquid deposits ¹³	GNOX	5 392	4 300	12 431	9 631	11 956	15 265	20 505
Certificates of deposit issued by banks and building societies in the UK ¹⁴	IX8H	8 156	6 480	2 269	2 472	6 498	2 069	1 288
Money market instruments issued HM Treasury ¹⁵	IX9J	304	548	1 709	1 109	1 734	4 116	1 167
UK local authority debt	AHVF	205	323	210	116	157	232	130
Commercial paper issued by UK companies ¹⁶	GQFR	857	367	664	1 135	993	1 254	334
Other UK money market instruments ¹⁷	GOZR	1 893	1 959	2 822	3 416	3 936	2 716	4 655
Money market instruments issued by non-resident businesses	GOZS	1 279	911	963	2 067	3 709	2 752	2 752
Other short-term assets not elsewhere classified ¹⁸	JX5W	1 304	3 474	3 113	3 644	2 311	1 904	1 788
Balances outstanding from stockbrokers and securities dealers ¹⁹	RYIL	28 297	30 536	11 281	7 145	8 241	6 213	5 989
Income accrued on investments and rents	RYIM	2 744	2 576	2 714	2 761	2 930	2 872	3 169
Amounts outstanding from HM Revenue and Customs ¹⁹	RYIN	15	23	32	37	53	67	54
Other debtors and assets not elsewhere classified	RYIO	22 454	24 565	21 464	13 159	8 902	11 387	7 543
Derivative contracts with UK counterparties which have a positive (asset) value ²⁰	JRO3	29 789	35 194	61 862	99 420	170 170	186 184	191 511
Derivative contracts with overseas counterparties which have a positive (asset) value ²⁰	GOJU	8 652	5 835	20 534	19 803	29 445	38 324	49 910
TOTAL ASSETS	RYIR	1 131 112	968 752	1 124 262	1 289 071	1 444 019	1 603 292	1 706 682

Source: Office for National Statistics

4.2 SELF-ADMINISTERED PENSION FUNDS¹ BALANCE SHEET ASSETS AND LIABILITIES AT MARKET VALUES

continued

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
LIABILITIES								
Borrowing ²¹	GQED	16 180	4 461	3 859	2 830	3 361	10 603	16 050
Balances owed to stockbrokers and securities dealers ¹⁹	RYIS	33 965	37 912	13 707	7 312	9 688	7 816	8 267
Pensions due but not paid ²²	RYIT	220	167	280	271	300	5 152	2 672
Derivative contracts with UK counterparties which have a negative (liability) value ²⁰	JRP9	26 187	27 533	37 689	78 322	147 217	149 493	161 962
Derivative contracts with overseas counterparties which have a negative (liability) value ²⁰	GKGR	11 275	6 335	41 110	37 345	42 712	60 725	73 848
Other creditors, provisions and liabilities not elsewhere classified	RYIU	18 327	20 577	21 603	18 889	9 905	9 011	13 236
Market value of pension funds ²³	AHVA	1 024 958	871 767	1 006 014	1 144 102	1 230 836	1 360 492	1 430 647
TOTAL LIABILITIES	RYIR	1 131 112	968 752	1 124 262	1 289 071	1 444 019	1 603 292	1 706 682

1 Combined public and private sector. Data from the pension funds surveys are of lower quality than equivalent data from other institutional groups because of the difficulties in constructing a suitable sampling frame of pension funds.

2 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

3 Includes local authority securities; negotiable bonds; loans and mortgages.

4 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.

5 Issued by: banks; building societies and other corporates.

6 Quoted and unquoted.

7 Authorised and unauthorised.

8 Includes property unit trusts; investment trust securities; open-ended investment companies; hedge funds and other mutual fund investments not elsewhere classified.

9 Includes sterling asset backed loans; loans to individuals secured on dwellings; other loans to individuals (including policy loans); loans to businesses and other loans not elsewhere classified. Excludes loans to UK associate companies; bank term deposits and building society investments.

10 Includes loans to parent companies; subsidiaries; associates and other loans not elsewhere classified. Excludes loans categorised as direct investment; loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees.

11 Includes existing buildings; property; land; new construction work; vehicles; machinery and equipment; valuables and intangibles. Includes the capital value of assets bought on hire purchase or acquired (as lessee) under a finance leasing arrangement and assets acquired for hiring, renting and operating leasing purposes. Excludes the capital value of assets acquired but leased out to others under finance leasing arrangements.

12 UK and overseas. Includes certificates of tax deposit; insurance policies; annuities and loans covered by Export Credit Guarantee Department (ECGD), specific bank guarantees or ECGD buyer credit guarantees. Excludes pre-payments and debtors.

13 Includes money market funds; liquidity funds and cash liquidity funds.

14 Sterling and foreign currency.

15 Includes treasury bills. Excludes UK government securities.

16 Sterling and foreign currency commercial paper issued by: banks; building societies; other financial institutions and other issuing companies.

17 Includes floating rate notes maturing within one year of issue.

18 UK and overseas. Excludes derivative contracts.

19 Gross value.

20 Includes credit default products; employee stock options; other options; other swaps; futures; forwards and other derivative contracts not elsewhere classified.

21 UK and overseas. Includes from a UK perspective: sterling and foreign currency borrowing from UK banks and building societies; borrowing arising from the issue of floating rate notes and preference shares; foreign currency liabilities on back-to-back loans; overdrafts and other borrowing not elsewhere classified. Includes from an overseas perspective: borrowing from banks and other borrowing not elsewhere classified.

22 Excludes any estimated future liabilities.

23 Net value as found in statement of net assets.

Source: Office for National Statistics

4.3 SELF-ADMINISTERED PENSION FUNDS¹ INCOME AND EXPENDITURE

£ million

		2013	2014	2013	2014	2014	2014	2014	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2
INCOME										
Employees contributions	RKQI	4 673	4 607	1 199	1 244	1 020	1 186	1 157	1 285 [†]	1 155
Normal contributions	GQFY	4 134	4 061	1 060	1 095	897	1 049	1 020	1 114 [†]	1 001
Defined benefit schemes ²	SFWS	3 604	3 570	895	964	796	911	899	977 [†]	867
Defined contribution schemes ³	SFWU	497	450	156	121	91	128	110	127 [†]	124
Hybrid schemes ⁴	SFWW	33	41	9	10	10	10	11	10 [†]	10
Additional voluntary contributions ⁵	GQGA	539	546	139	149	123	137	137	171 [†]	154
Defined benefit schemes ²	IQ4D	346	343	93	90	78	88	87	100 [†]	97
Defined contribution schemes ³	IQ4E	183	196	44	57	44	47	48	62 [†]	56
Hybrid schemes ⁴	IQ4F	10	7	2	2	1	2	2	9	1
Employers contributions	RKST	42 659	36 192	9 858	10 603	8 272	7 940	9 377	10 633 [†]	8 237
Normal contributions	GAJJ	25 944	23 598	6 759	6 061	5 468	5 564	6 505	6 563 [†]	5 988
Defined benefit schemes ²	SFXF	21 719	20 261	5 715	5 252	4 662	4 723	5 624	5 684 [†]	5 091
Defined contribution schemes ³	SFXI	3 786	2 950	949	720	699	753	778	798 [†]	814
Hybrid schemes ⁴	SFXJ	439	387	95	89	107	88	103	81	83
Special contributions	GAJK	16 715	12 594	3 099	4 542	2 804	2 376	2 872	4 070 [†]	2 249
Defined benefit schemes ²	IQ4G	15 652	12 038	2 900	4 255	2 679	2 321	2 783	3 690 [†]	2 135
Defined contribution schemes ³	IQ4H	189	151	35	55	33	31	32	34	24
Hybrid schemes ⁴	IQ4I	874	405	164	232	92	24	57	346 [†]	90
LESS refunds of contributions ⁶	RKQQ	60	33	17	9	4	6	14	14 [†]	13
Total contributions net of refunds	RKAF	47 272	40 766	11 040	11 838	9 288	9 120	10 520	11 904 [†]	9 379
Transfers from other pension schemes ⁷	RKQK	1 126	878	229	293	193	185	207	1 345 [†]	1 321
Defined benefit schemes ²	IQ4J	1 013	714	198	256	160	137	161	c [†]	1 284
Defined contribution schemes ³	IQ4K	107	141	29	27	29	42	43	32 [†]	34
Hybrid schemes ⁴	IQ4L	6	23	2	10	4	6	3	c	3
Rents receivable from properties	RKQA	1 708	1 667	419	407	381	441	438	432 [†]	412
Dividends received from investments	GLZL	8 964	9 070	1 951	2 110	2 698	2 133	2 129	2 705 [†]	2 875
Interest earned on investments	GLZN	10 968	11 630	2 925	2 861	2 837	3 179	2 753	2 596 [†]	3 538
Other income not elsewhere classified ⁸	RKQL	2 764	2 352	751	690	620	459	583	1 073 [†]	1 071
TOTAL INCOME⁹	RKQM	72 802	66 363	17 315	18 199	16 017	15 517	16 630	20 055[†]	18 596
EXPENDITURE										
Pensions payable gross of income tax	RKQN	45 324	43 287	11 870	10 462	10 813	10 929	11 083	10 803 [†]	10 977
Lump sums payable on retirement	RKQO	7 843	7 477	1 924	1 675	1 988	1 966	1 848	1 701 [†]	1 939
Death benefits	RKQP	702	779	172	188	133	214	244	192 [†]	154
Transfers to other pension schemes ¹⁰	RKQR	6 084	5 173	1 763	865	861	1 689	1 758	3 651 [†]	3 186
Gross interest and rent incurred ¹¹	RKQS	107	21	36	1	1	6	13	18 [†]	3
Administration costs met by the fund ¹²	GPHK	3 731	3 747	1 010	974	808	986	979	1 007 [†]	899
Tax payable in the UK on dividend and interest receipts	GLZP	62	39	11	12	3	14	10	12 [†]	153
Other expenditure not elsewhere classified	GPHP	892	1 215	175	268	279	143	525	377 [†]	664
TOTAL EXPENDITURE	RKQU	64 745	61 738	16 961	14 445	14 886	15 947	16 460	17 761[†]	17 975
SURPLUS OF INCOME OVER EXPENDITURE	RKQV	8 057	4 625	354	3 754	1 131	-430	170	2 294[†]	621
NET TRANSFERS	RSYG	-4 958	-4 295	-1 534	-572	-668	-1 504	-1 551	-2 306[†]	-1 865

1 Combined public and private sector. Data from the pension funds surveys are of lower quality than equivalent data from other institutional groups because of the difficulties in constructing a suitable sampling frame of pension funds.

2 Defined benefit pension schemes are those in which the rules specify the benefits to be paid, some based on final salary and some based on average salary. They are also known as salary related schemes.

3 Defined contribution pension schemes are those in which the benefits are determined by the contributions paid into the scheme and the investment return on those contributions. They are also known as money purchase schemes.

4 Hybrid pension schemes are those with elements of both defined benefit and defined contribution schemes. For example, pensions set as the better of a final salary and a money purchase scheme.

5 Includes in-house additional voluntary contributions only. Excludes contributions into free-standing additional voluntary contribution schemes.

6 Gross of income tax.

7 Includes insurance invested schemes; the state scheme; individual smaller schemes taken over en bloc and miscellaneous transfers.

8 Includes underwriting commissions earned.

9 Excludes profit less losses realised on sales of investments.

10 Includes the state scheme; transfers to personal pension schemes and any miscellaneous transfers.

11 Excludes any administrative cost of running the fund.

12 Includes wages and salaries; employers national insurance contributions; energy and materials for business use; services for business use and investment management fees.

Source: Office for National Statistics

5.1 INVESTMENT TRUSTS' INVESTMENT

continued

£ million

		Acquisitions		Acquisitions		Acquisitions		Acquisitions		Acquisitions	
		2013	2014	2013	2014	2014	2014	2014	2015	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q2
UK government securities denominated in sterling	RLLV	739	283	120	177	44	37	25	c	c	
Index-linked	RAPL	c	c	–	c	c	c	c	–	c	
Other ¹	K5HG	c	c	120	c	c	c	c	c	19	
UK government securities denominated in foreign currency	AFLN	–	–	–	–	–	–	–	–	–	
UK local authority investments ²	AREO	–	–	–	–	–	–	–	–	–	
Other UK public sector investments ³	AREP	–	–	–	–	–	–	–	–	–	
Ordinary shares ⁴											
UK	CBGM	6 361	6 642	1 350	2 283	1 511	1 351	1 497	1 402 [†]	1 471	
Overseas	RAQF	13 688	14 350	3 182	3 906	3 565	3 502	3 377	3 904 [†]	4 813	
Other corporate securities ⁵											
UK	CBGO	241	c	50	35	14	23	c	c	47	
Overseas	CBGQ	432	396	101	148	96	61	91	18	c	
UK authorised unit trust units	AREQ	20	c	8	c	–	9	–	c	c	
Overseas government, provincial and municipal securities	AREV	763	c	95	c	51	c	c	259	157	
UK existing buildings, property, land and new construction work	CBGS	–	c	–	3	–	–	c	c	1	
Other longer-term assets not elsewhere classified ⁶											
UK	ARER	207	504	67	28	60	93	323	113	63	
Overseas	ARFA	1 754	1 890	429	444	534	524	388	613 [†]	372	
LONGER-TERM ASSETS	AREA	24 205	24 538	5 402	7 162	5 875	5 716	5 785	6 351[†]	6 963	
		Disposals		Disposals		Disposals		Disposals		Disposals	
		2013	2014	2013	2014	2014	2014	2014	2015	2015	2015
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q2
UK government securities denominated in sterling	RLLW	923	484	195	228	115	114	27	c	c	
Index-linked	RAPM	c	c	–	c	c	c	c	–	c	
Other ¹	K5HH	c	c	195	c	c	c	c	c	30	
UK government securities denominated in foreign currency	AFLP	–	–	–	–	–	–	–	–	–	
UK local authority investments ²	ASEO	–	–	–	–	–	–	–	–	–	
Other UK public sector investments ³	ASEP	–	–	–	–	–	–	–	–	–	
Ordinary shares ⁴											
UK	CBGN	6 162	6 563	1 285	2 452	1 402	1 325	1 384	1 684 [†]	1 412	
Overseas	RAQG	12 929	14 010	2 928	3 771	3 331	3 357	3 551	4 382 [†]	4 005	
Other corporate securities ⁵											
UK	CBGP	194	c	35	10	15	16	c	c	20	
Overseas	CBGR	511	380	47	97	101	74	108	32	c	
UK authorised unit trust units	ASEQ	17	c	5	c	–	4	–	c	c	
Overseas government, provincial and municipal securities	ASEV	772	c	217	c	52	c	c	160	164	
UK existing buildings, property, land and new construction work	CBGT	–	c	–	1	–	–	c	c	1	
Other longer-term assets not elsewhere classified ⁶											
UK	ASER	181	547	51	28	91	58	370	103	44	
Overseas	ASFA	2 043	1 775	633	387	365	492	531	903 [†]	586	
LONGER-TERM ASSETS	ASEA	23 732	24 210	5 396	7 124	5 472	5 537	6 077	7 287[†]	6 319	

Source: Office for National Statistics

5.1 INVESTMENT TRUSTS' INVESTMENT

continued

£ million

		Holdings		Holdings						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
UK local authority debt	AHAK	-	-	-	-	-	-	-	-	-
Certificates of deposit issued by banks and building societies in the UK ⁷	AHAH	22	c	22	c	-	c	c	c	11
Other UK short-term assets ⁸	JX67	2 311	:	:	:	:	:	:	:	:
Overseas short-term assets ⁹	AHAS	515	:	:	:	:	:	:	:	:
SHORT-TERM ASSETS	CBGX	2 848	:	:	:	:	:	:	:	:

		Amounts outstanding		Amounts outstanding						
		2013	2014	2013 Q4	2014 Q1	2014 Q2	2014 Q3	2014 Q4	2015 Q1	2015 Q2
Borrowing from UK and overseas banks ¹⁰	CBHD	3 652	3 170	3 652	3 137	2 889	2 977	3 170	3 110 [†]	3 040
Other UK borrowing ¹¹	CBHG	989	1 164	989	1 027	1 183	1 173	1 164	1 135 [†]	1 284
Other overseas borrowing ¹²	CBHI	11	c	11	c	-1	c	c	c	194
Issued share and loan capital ¹³	CBHK	3 741	:	:	:	:	:	:	:	:
TOTAL LIABILITIES	CBHO	8 393	:	:	:	:	:	:	:	:

1 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

2 Includes local authority securities; negotiable bonds; loans and mortgages.

3 Includes public corporation loans and mortgages and other public sector investments not elsewhere classified.

4 Quoted and unquoted. Includes investment trust securities.

5 Includes corporate bonds and preference shares.

6 Includes mutual funds investments (except UK authorised unit trust units); other UK fixed assets; overseas fixed assets and other longer-term assets not elsewhere classified.

7 Sterling and foreign currency.

8 Includes cash in hand; balances with banks and building societies, other liquid deposits; money market instruments; commercial paper; balances due from stockbrokers and securities dealers; net transactions in derivative contracts and other short-term assets not elsewhere classified.

9 Includes balances with banks; money market instruments; net transactions in derivative contracts and other short-term assets not elsewhere classified.

10 Sterling and foreign currency. Includes foreign currency liabilities on back-to-back loans and overdrafts.

11 Includes sterling and foreign currency borrowing from building societies; issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified (such as borrowing from parent, subsidiary and associate companies, and other related concerns).

12 Includes borrowing from related companies and other borrowing not elsewhere classified.

13 Quoted and unquoted. Includes ordinary shares; preference shares; deferred stocks; bonds; debentures and loan stocks.

Source: Office for National Statistics

5.2 INVESTMENT TRUSTS' ASSETS AND LIABILITIES AT MARKET VALUES

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
UK government securities denominated in sterling	RLLT	715	628	585	466	681	857	487
Index-linked	AFIS	–	–	–	8	95	c	45
Other ¹	K5HJ	715	628	585	458	586	c	442
UK government securities denominated in foreign currency	CBPP	–	–	–	–	–	–	–
UK local authority investments ²	AHBR	–	–	–	–	–	–	–
Other UK public sector investments ³	AHBS	–	–	–	–	–	–	–
UK ordinary shares								
Quoted ⁴	AHBM	21 848	13 428	16 297	17 547	17 329	18 655	18 907
Unquoted	AHBQ	1 186	938	1 349	1 336	1 437	1 363	1 323
Overseas ordinary shares	AHCC	25 795	18 385	23 865	29 341	29 083	30 758	31 859
Other corporate securities ⁵								
UK	CBGZ	1 259	813	665	560	529	470	498
Overseas	CBHA	1 038	623	939	1 304	1 344	1 129	1 217
UK authorised unit trust units	AHBT	–	28	33	42	76	53	86
Overseas government, provincial and municipal securities	AHBY	151	410	256	410	254	251	118
UK existing buildings, property, land and new construction work	CBHB	154	142	141	197	1 522	1 538	158
Other longer-term assets not elsewhere classified ⁶	AMSE	3 462	3 684	3 824	4 618	5 439	5 744	6 240
LONGER-TERM ASSETS	AHBD	55 608	39 079	47 954	55 821	57 694	60 818	60 893
Short-term assets	CBGX	3 303	3 397	2 522	2 174	2 893	3 015	2 848
TOTAL ASSETS	CBGW	58 911	42 476	50 476	57 995	60 587	63 833	63 741
LIABILITIES								
Borrowing from UK and overseas banks ⁷	CBHD	2 708	2 553	2 216	2 359	2 897	2 845	3 652
Other UK borrowing ⁸	CBHG	988	1 012	1 062	1 123	914	865	989
Other overseas borrowing ⁹	CBHI	–	225	185	186	126	117	11
Issued share and loan capital ¹⁰	CBHK	5 659	3 834	3 627	3 361	4 395	4 345	3 741
TOTAL LIABILITIES	CBHO	9 355	7 624	7 090	7 029	8 332	8 172	8 393
NET ASSETS	CBHM	49 556	34 852	43 386	50 966	52 255	55 661	55 348

1 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

2 Includes local authority securities; negotiable bonds; loans and mortgages.

3 Includes public corporation loans and mortgages and other public sector not elsewhere classified

4 Includes investment trust securities.

5 Includes corporate bonds and preference shares.

6 Includes UK unauthorised unit trust units; UK open-ended investment companies; overseas mutual fund investments; other UK fixed assets; overseas fixed assets; overseas direct investment and other UK and overseas assets not elsewhere classified.

7 Sterling and foreign currency. Includes foreign currency liabilities on back-to-back loans and overdrafts.

8 Includes sterling and foreign currency borrowing from building societies; issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified (such as borrowing from parent, subsidiary and associate companies, and other related concerns).

9 Includes borrowing from related companies and other borrowing not elsewhere classified.

10 Quoted and unquoted. Includes ordinary shares; preference shares; deferred stocks; bonds; debentures and loan stocks.

Source: Office for National Statistics

6.1 UNIT TRUSTS AND PROPERTY UNIT TRUSTS' INVESTMENT

continued

£ million

		Acquisitions		Acquisitions							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
UK government securities denominated in sterling	RLHS	51 274	63 727	10 662	20 865	14 745	14 873	13 244	15 558 [†]	11 839	
Index-linked	RBNN	8 354	9 045	1 365	2 845	2 298	1 668	2 234	2 795 [†]	1 337	
Other ¹	K5HR	42 920	54 682	9 297	18 020	12 447	13 205	11 010	12 763 [†]	10 502	
Ordinary shares ²											
UK	RLIM	85 262	93 317	24 035	24 755	26 720	21 207	20 635	19 618 [†]	23 595	
Overseas	RLIN	173 559	153 567	40 397	41 498	38 935	36 593	36 541	40 512 [†]	40 985	
Other corporate securities ³											
UK	RLHT	25 159	28 363	6 463	6 016	8 246	8 416	5 685	6 202 [†]	5 064	
Overseas	RLHU	56 107	64 155	15 291	15 243	18 990	13 944	15 978	19 629 [†]	15 350	
Overseas government, provincial and municipal securities	RLIO	33 787	35 380	7 033	8 997	9 796	7 631	8 956	12 109 [†]	7 362	
UK existing buildings, property, land and new construction work	RLIV	1 692	3 812	513	780	919	1 307	806	213 [†]	908	
Other longer-term assets not elsewhere classified ⁴	K966	50 439	55 666	15 310	12 829	15 366	12 632	14 839	13 347 [†]	16 271	
LONGER-TERM ASSETS	GNIN	477 279	497 987	119 704	130 983	133 717	116 603	116 684	127 188[†]	121 374	
		Disposals		Disposals							
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
UK government securities denominated in sterling	RLHY	46 906	54 641	10 390	13 865	13 284	13 237	14 255	17 022 [†]	10 639	
Index-linked	RBNO	10 167	7 265	1 891	1 988	1 784	1 432	2 061	2 667 [†]	1 385	
Other ¹	K5HS	36 739	47 376	8 499	11 877	11 500	11 805	12 194	14 355 [†]	9 254	
Ordinary shares ²											
UK	RLIY	81 100	87 268	21 675	23 342	24 583	18 922	20 421	22 254 [†]	20 119	
Overseas	RLIZ	158 244	153 459	37 122	41 776	37 835	34 899	38 949	45 220 [†]	39 196	
Other corporate securities ³											
UK	RLHZ	23 951	24 025	4 867	5 305	7 056	6 581	5 083	8 027 [†]	5 325	
Overseas	RLJA	47 493	50 097	12 869	12 020	14 623	10 952	12 502	13 903 [†]	14 360	
Overseas government, provincial and municipal securities	RLJB	31 344	29 263	6 945	8 216	8 463	5 331	7 253	9 619 [†]	8 310	
UK existing buildings, property, land and new construction work	RLJJ	484	1 860	98	232	1 099	389	140	228 [†]	154	
Other longer-term assets not elsewhere classified ⁴	K967	47 591	54 475	14 881	11 002	16 547	13 010	13 916	12 805 [†]	16 503	
LONGER-TERM ASSETS	GNIO	437 113	455 088	108 847	115 758	123 490	103 321	112 519	129 078[†]	114 606	

Source: Office for National Statistics

6.1 UNIT TRUSTS AND PROPERTY UNIT TRUSTS' INVESTMENT

continued

£ million

		Holdings				Holdings					
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
Cash in hand and balances with banks in the UK ⁵	GNIU	24 573	23 627	24 573	24 675	24 527	25 893	23 627	29 450 [†]	31 061	
Other UK short-term assets ⁶	GNIW	33 361	:	:	:	:	:	:	:	:	
Overseas short-term assets ⁷	GNIW	4 087	2 793	4 087	4 140	4 376	4 366	2 793	9 399 [†]	10 483	
SHORT-TERM ASSETS	CBHS	62 021	:	:	:	:	:	:	:	:	
		Amounts outstanding				Amounts outstanding					
		2013	2014	2013	2014	2014	2014	2014	2015	2015	
				Q4	Q1	Q2	Q3	Q4	Q1	Q2	
Borrowing from UK and overseas banks ⁸	RLLF	3 154	2 760	3 154	2 962	3 467	3 342	2 760	3 231 [†]	4 129	
Other UK borrowing ⁹	RLLH	34	109	34	48	39	c	109	c	c	
Other overseas borrowing ¹⁰	RLLI	–	–	–	–	–	–	–	–	c	
Derivative contracts with UK and overseas counterparties which have a negative (liability) value ¹²	KUU6	26 255	:	:	:	:	:	:	:	:	
Other creditors, provisions and liabilities not elsewhere classified	KUU7	1 740	:	:	:	:	:	:	:	:	
Liability attributable to unit and share holders	RLLG	835 226	:	:	:	:	:	:	:	:	
TOTAL LIABILITIES	RLLI	866 409	:	:	:	:	:	:	:	:	

1 Includes securities of: up to 15 years maturity; over 15 years maturity and undated maturity. Excludes treasury bills and index-linked securities.

2 Quoted and unquoted. Includes investment trust securities.

3 Includes corporate bonds and preference shares.

4 UK and overseas. Includes UK government securities denominated in foreign currency; local authority and public corporation securities; mutual fund investments; other UK fixed assets; overseas fixed assets; direct investment and other assets not elsewhere classified.

5 Sterling and foreign currency.

6 Includes balances with building societies; other liquid deposits; certificates of deposit; money market instruments; commercial paper; local authority debt; balances due from stockbrokers and securities dealers; net transactions in derivative contracts and other short-term assets not elsewhere classified.

7 Includes balances with banks; money market instruments; net transactions in derivative contracts and other short-term assets not elsewhere classified.

8 Sterling and foreign currency. Includes foreign currency liabilities on back-to-back loans and overdrafts.

9 Includes sterling and foreign currency borrowing from building societies; issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified (such as borrowing from parent, subsidiary and associate companies, and other related concerns).

10 Includes borrowing from related companies and other borrowing not elsewhere classified.

11 Reflects data collected on a quarterly basis. Data are not comparable with the annual total liabilities estimate in table 6.2. This is due to the exclusion of figures for derivative contracts, other creditors, provisions and liabilities not elsewhere classified, which are only collected annually.

12 Includes credit default products; employee stock options; other options; other swaps; futures; forwards and other derivative contracts not elsewhere classified.

Source: Office for National Statistics

6.2 UNIT TRUSTS AND PROPERTY UNIT TRUSTS' BALANCE SHEET ASSETS AND LIABILITIES AT MARKET VALUES

£ million at end of year

		2007	2008	2009	2010	2011	2012	2013
ASSETS								
UK government securities denominated in sterling ¹	CBHT	32 120	33 466	29 331	33 306	37 116	36 033	37 275
Ordinary shares ²								
UK	RLIB	195 009	143 550	167 401	204 616	179 940	201 822	234 866
Overseas	RLIC	142 211	113 667	150 863	200 028	187 714	215 705	265 209
Other corporate securities ³								
UK	CBHU	30 626	30 174	36 646	52 786	52 735	63 546	60 803
Overseas	CBHV	30 029	30 442	43 301	49 098	48 388	62 870	67 946
Overseas government, provincial and municipal securities	CBHW	3 880	5 754	5 810	9 251	14 797	19 604	19 698
UK existing buildings, property, land and new construction work	RLIE	12 480	8 518	7 248	9 484	13 220	13 498	13 576
Other longer-term assets not elsewhere classified ⁴	CBHX	38 707	42 670	49 417	60 029	66 640	81 849	105 015
Short-term assets	CBHS	27 969	35 224	37 263	48 382	45 001	53 734	62 021
of which:								
Derivative contracts with UK and overseas counterparties which have a positive (asset) value ⁵	KUU5	7 271	13 151	17 132	25 944	18 168	25 644	27 923
TOTAL ASSETS	CBHR	513 031	443 465	527 280	666 980	645 551	748 661	866 409
LIABILITIES								
Borrowing from UK and overseas banks ⁶	RLLF	2 603	3 486	1 541	991	1 992	3 430	3 154
Other UK borrowing ⁷	RLLH	36	80	26	74	350	83	34
Other overseas borrowing ⁸	RLLI	–	–	54	–	–	–	–
Derivative contracts with UK and overseas counterparties which have a negative (liability) value ⁵	KUU6	6 382	11 890	15 294	23 676	17 464	22 832	26 255
Other creditors, provisions and liabilities not elsewhere classified	KUU7	2 562	3 442	5 524	7 228	14 087	5 460	1 740
Liability attributable to unit and share holders	RLLG	501 448	424 567	504 841	635 011	611 658	716 856	835 226
TOTAL LIABILITIES	RLL E	513 031	443 465	527 280	666 980	645 551	748 661	866 409

1 Includes securities of: up to 15 years maturity; over 15 years maturity; undated maturity and index-linked. Excludes treasury bills.

2 Quoted and unquoted. Includes investment trust securities.

3 Includes corporate bonds and preference shares.

4 UK and overseas. Includes UK government securities denominated in foreign currency; local authority and public corporation securities; mutual fund investments; other UK fixed assets; overseas fixed assets; direct investment and other assets not elsewhere classified.

5 Includes credit default products; employee stock options; other options; other swaps; futures; forwards and other derivative contracts not elsewhere classified.

6 Sterling and foreign currency. Includes foreign currency liabilities on back-to-back loans and overdrafts.

7 Includes sterling and foreign currency borrowing from building societies; issue of securities (other than ordinary shares); issue of sterling commercial paper and other borrowing not elsewhere classified (such as borrowing from parent, subsidiary and associate companies, and other related concerns).

8 Includes borrowing from related companies and other borrowing not elsewhere classified.

Source: Office for National Statistics