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## APPENDIX I

### A CHRONOLOGICAL STATEMENT OF THE RECENT CENTRALIZATION MOVEMENT AMONG BRITISH BANKS

This movement began in 1917, and the principal events are here listed in order:

The *London County and Westminster* acquired the bulk of the capital of the *Ulster Bank*.

The *London City and Midland* acquired the share capital of the *Belfast Banking Company, Ltd.*

The *Anglo-South American Bank* obtained 90% of the capital of the *Commercial Bank of South America*.

Provisional agreements were made and final arrangements completed for the following amalgamations:

The *London County and Westminster* united with *Parr's Bank*; the resulting institution is known as the *London County Westminster and Parr's Bank*,<sup>1</sup> and is one of the "Big Five."

The *National and Provincial Bank* united with the *Union of London and Smiths Bank*; the merger is called the *National Provincial and Union Bank*, and is one of the "Big Five."

The *London and Provincial Bank* and the *London and South Western Bank* united as the *London Provincial and South Western Bank, Ltd.* (This was itself absorbed a little later by *Barclays*.)

In 1918

Three great amalgamations occurred in this year:

*Lloyds Bank*, and the *Capital and County Bank* united under the name of *Lloyds Bank, Ltd.* This is one of the "Big Five."

The *London County and Midland* united with the *London Joint Stock Bank*. The merger took the name of the *London Joint City and Midland Bank*. This is one of the "Big Five", and the largest of all British banks.

*Barclays Bank* and the *London Provincial and South Western Bank* merged as *Barclays Bank, Ltd.* This is one of the "Big Five".

<sup>1</sup> Changed to "Westminster Bank" in 1923.

There were other developments only less important during the same year:

The *Bank of Liverpool* and *Martin's Bank* were united as the *Bank of Liverpool and Martin's, Ltd.*

The *National Provincial and Union Bank* absorbed the *Bradford District Bank* and the business of *Messrs. W. & J. Biggerstaff*.

*Lloyds Bank* took a controlling interest in the *London and River Plate Bank*, and the *National Bank of Scotland*. (It now holds 97% of the stock of the latter bank and 98% of the former.)

#### *In 1919*

Two other important Scottish institutions became affiliated with members of the "Big Five", viz:

The *British Linen Bank* with *Barclays*, and

The *Clydesdale Bank* with the *London Joint City and Midland Bank*.

Furthermore, in the same year:

*Barclays* absorbed *Gillett & Co.*, and the *Union Bank of Manchester*.

*Lloyds Bank* absorbed the *West Yorkshire Bank*.

The *London County Westminster and Parr's Bank* absorbed the *Nottingham and Nottinghamshire Banking Co.*

The *National Provincial and Union* absorbed the *Sheffield Banking Company* and the great private banking firm of *Coutts & Co.*

The *Bank of Liverpool and Martin's* took over the *Palatine*, the *Halifax Commercial*, and *Cocks, Biddulph & Co.*

#### *In 1920*

The amalgamation movement showed some slackening.

The *Anglo-South American Bank* purchased 99% of the share capital of the *British Bank for South America*, and 60% of the capital of *Banco de A. Edwards y Cia.*

*Messrs. C. J. Hambro & Son* amalgamated with the *British Bank of Northern Commerce*, the name being later changed to *Hambros Bank, Ltd.*

The *National Provincial and Union* took over the *Northamptonshire Union Bank*, and two other small institutions.

*London County Westminster and Parr's* absorbed *Becketts*.

*Barclays* took over *Messrs. Tubb & Co.*, and affiliated with the *Anglo-Egyptian Bank* (a Company incorporated under the English Acts).

The *English, Scottish and Australian Bank* acquired 90% of stock of the *London Bank of Australia*.

*In 1921*

*Lloyds* acquired *Fox, Fowler & Co.*, the last private bank in England or Wales having the right of note issue.

*In 1922*

*Cox and Company* acquired *Henry S. King & Co.*, and their Indian branches—Messrs. *King, King & Co.*, and Messrs. *King, Hamilton & Co.*

*In 1923*<sup>1</sup>

*Lloyds* took over *Cox & Company*, thus acquiring a number of Indian and Egyptian branches.

*Glyn, Mills, Currie & Co.* took over *Holt & Co.* (Bankers' Army, Navy & Air Force Agents.) (*Messrs. Holt & Co.* were one of the few remaining private banking institutions, and this fusion marks the virtual disappearance of the Army Agent as a separate entity in the banking world.)

This list makes no claim to completeness. It does not indicate all the extensive relations developed during this period in interlocking directorates, working arrangements, agencies and branches. No affiliations of Dominion banks with other Colonial or Dominion banks, or with foreign banks are indicated, and there have been many such. However, the list is complete for important amalgamations and affiliations among banks organized under the English Company Acts. Further details can be obtained from such annual publications as the *Bankers' Almanac* (Thomas Skimmer & Co.), the *Stock Exchange Year Book*, and the *Stock Exchange Official Intelligence*. Also see Appendix III.

<sup>1</sup> i. e., to the time of writing, Feb. 1923.

## APPENDIX II

### PRINCIPAL BRITISH BANKS AND FINANCIAL HOUSES, SHOWING TOTAL ASSETS ON REPRESENTATIVE DATES IN 1922

#### *Part A. Banks.*

	<i>Total Assets or Liabilities</i>
	<i>£</i>
<i>Bank of England</i> .....	267,473,000 <sup>1</sup>
<i>Joint Stock Banks of England &amp; Wales</i> <sup>2</sup>	
<i>Barclays</i> .....	350,757,000
<i>London Joint City &amp; Midland</i> .....	407,671,000
<i>Lloyds</i> .....	373,979,000
<i>National Provincial &amp; Union</i> .....	291,497,000
<i>Westminster</i> .....	328,044,000
<b>Total for "Big Five"</b> .....	<b>1,751,947,000</b>
<i>Total Assets or Liabilities</i>	
<i>£</i>	
Brought forward .....	1,751,947,000
<i>Baker, Duncombe &amp; Co.</i> <sup>3</sup> .....	9,335,000
<i>Bank of Liverpool &amp; Martins</i> .....	74,664,000
<i>Coutts &amp; Co.</i> <sup>4</sup> .....	19,184,000
<i>Glyn, Mills, Currie &amp; Co.</i> .....	25,876,000
<i>Manchester &amp; County</i> .....	26,392,000
<i>Manchester &amp; Liverpool District Bank- ing Co.</i> .....	63,774,000
<i>Union of Manchester</i> <sup>5 a</sup> .....	26,491,000
<i>Williams, Deacons</i> .....	42,582,000
<i>Yorkshire Penny</i> .....	30,618,000
<b>Grand total for joint stock banks</b> .....	<b>£2,070,863,000</b>

<sup>1</sup> Consolidated statement for Banking and Issue Departments, October 11, 1922.

<sup>2</sup> As of June 30, 1922.

<sup>3</sup> As of September 30, 1922; Union as of December 31, 1921.

<sup>4</sup> Affiliated with National Provincial & Union.

<sup>5</sup> Affiliated with Barclays.

	<i>Total Assets or Liabilities</i>	
<i>Irish Joint Stock Banks</i> <sup>1</sup>		
Bank of Ireland .....	54,485,000	
Belfast Banking Co. <sup>a</sup> .....	21,540,000	
Hibernian Bank .....	16,681,000	
Munster & Leinster .....	31,518,000	
National Bank .....	51,256,000	
Northern Banking Co. ....	18,812,000	
Provincial Bank of Ireland .....	20,527,000	
Royal Bank of Ireland .....	5,233,000	
Ulster Bank <sup>b</sup> .....	27,756,000	
Grand Total .....	<hr/>	£247,808,000
	£	
<i>Scottish Joint Stock Banks</i>		
Bank of Scotland .....	45,322,000	
British Linen Bank <sup>c</sup> .....	38,981,000	
Clydesdale Bank <sup>d</sup> .....	44,862,000	
Commercial Bank of Scotland .....	52,732,000	
National Bank of Scotland <sup>e</sup> .....	44,960,000	
North of Scotland, and Town and County .....	26,590,000	
Royal Bank of Scotland .....	48,737,000	
Union Bank of Scotland .....	40,801,000	
Grand Total .....	<hr/>	£342,985,000
<i>Private Banks</i>		
Charles Hoare & Co. ....	4,292,000	
Child & Co. ....	3,797,000	
Holt & Co. <sup>f</sup> .....	2,344,000	
Cox & Co. <sup>g</sup> .....	18,953,000	
Grindlay & Co. ....	2,004,000	
Grand Total .....	<hr/>	£31,390,000

<sup>1</sup> As of June 30, 1922; Ulster as of November 30, 1921; Royal, and Northern Banking Co., August 31, 1922; Belfast Banking Co., Dec. 31, 1921.

<sup>a</sup> Taken over by Glyn, Mills, Currie & Co., February, 1923.

<sup>b</sup> Affiliated with Lloyds.

<sup>c</sup> Affiliated with London Joint City & Midland.

<sup>d</sup> Affiliated with Westminster Bank.

<sup>e</sup> Affiliated with Barclays.

<sup>f</sup> Affiliated with London Joint City & Midland.

<sup>g</sup> Affiliated with Lloyds.

(FOR AFFILIATIONS OF FOLLOWING BANKS WITH BANKS OF  
GREAT BRITAIN SEE APPENDIX III)

<i>Principal Banks organized under the English Companies Acts, or Royal Charter (head office, London)— and operating primarily in the Dominions:</i>	<i>Total Assets or Liabilities</i>
<i>African Banks:</i>	£
Anglo-Egyptian .....	14,090,000
Bank of British West Africa .....	12,295,000
Standard Bank of South Africa .....	70,649,000
<i>Australian and New Zealand Banks:</i>	
Bank of Australasia .....	37,914,000
English Scottish & Australian Bank ..	30,785,000
National Bank of New Zealand, Ltd...	14,175,000
Union Bank of Australia, Ltd. ....	40,347,000
<i>Canadian Banks:</i>	
Colonial Bank .....	11,458,000
<i>Indian Banks:</i>	
Chartered Bank of India, Australia & China .....	61,768,000
Eastern Bank .....	9,712,000
Mercantile Bank of India .....	16,429,000
National Bank of India, Ltd. ....	42,418,000
Grand Total .....	£362,041,000
 <i>Important Dominion Banks organized under Dominion Acts, or Charters, and maintaining offices in London:</i>	 <i>Total Assets or Liabilities</i>
<i>African Banks:</i>	£
National Bank of Egypt .....	20,424,000
National Bank of South Africa .....	61,506,000
<i>Australian and New Zealand Banks:</i>	
Australian Bank of Commerce .....	13,270,000
Bank of Adelaide .....	8,232,000
Bank of New South Wales .....	71,662,000
Bank of Queensland .....	3,947,000
Bank of New Zealand .....	43,330,000
Bank of Victoria .....	14,055,000
Commonwealth Bank of Australia ....	86,609,000
Commercial Bank of Australia .....	20,571,000
Commercial Banking Co. of Sydney	38,903,000

National Bank of Australasia .....	33,195,000	
Queensland National Bank .....	11,551,000	
Royal Bank of Australia .....	6,585,000	
<i>Canadian Banks:</i>		
Bank of Montreal .....	130,774,000	
Bank of Nova Scotia .....	45,061,000	
Canadian Bank of Commerce .....	87,974,000	
Dominion Bank .....	26,267,000	
Royal Bank of Canada .....	94,180,000	
Union Bank of Canada .....	30,525,000	
<i>Indian Banks:</i>		
Alliance Bank of Simla .....	13,177,000 <sup>1</sup>	
Imperial Bank of India .....	60,502,000 <sup>1</sup>	
Tata Industrial Bank .....	8,899,000 <sup>1</sup>	
Grand Total .....		£931,198,000
<i>Principal Banks organised under the English Companies Acts, or Royal Charter (head office, London) — and operating primarily in certain Foreign Areas:</i>		
	<i>Total Assets</i>	
	<i>or</i>	
	<i>Liabilities</i>	
	£	
Anglo-South American Bank .....	73,435,000	
Bank of Roumania .....	1,764,000	
British Bank of South America .....	23,296,000	
Commercial Bank of Spanish America .....	4,324,000	
Imperial Bank of Persia <sup>2</sup> .....	7,172,000	
Ionian Bank .....	15,698,000	
London & Brazilian Bank .....	35,144,000	
London & River Plate Bank .....	46,854,000	
Grand Total .....		£207,686,000
<i>Principal Banks organised under the English Companies Acts, or Royal Charter (head office, London) — for purpose of promoting foreign trade generally:</i>		
British Italian Corporation .....	6,872,000	
British Overseas Bank .....	4,361,000	
British Trade Corporation .....	4,396,000	
Hambro's Bank .....	22,381,000	
P. & O. Banking Corporation .....	12,911,000	
Grand Total .....		£50,920,000

<sup>1</sup> Converted at 1s. 4d. to rupee.<sup>2</sup> Head office, Teheran.



Part B. *Financial Houses.*LEGAL STATUS OF ENGLISH BANKING FIRMS AND COMPANIES  
WITH CLASSIFIED LISTS OF IMPORTANT PRIVATE HOUSES

The outline below shows the several legal forms which a financial house in London may assume:

Partnership .....	{	"Limited" (Act of 1907).
		"Unlimited" (the common form).
Company .....	{	"Public" (always "Limited").
		"Private" ..... { "Limited" (Act of 1907).
		"Unlimited".

The legal distinction between the partnership and the corporation is practically the same for the United Kingdom as for the United States. Since 1907 it has been possible for partnerships to be organized granting limited liability to specified members of the firm. The term "limited partnership" is really a misnomer, however, as the purpose of the law of 1907 was to permit the association of certain partners without the concomitant liability which, however, would have to be shared by other partners. Little use has been made of the Act, *Goschen & Cundiffe* being one of the few English financial firms which has taken advantage of its provisions.

"Private" companies under English Companies Acts may have limited or unlimited liability. The distinguishing features of the "private company" were defined in Section 37 of the Companies Act, 1907, and the provisions are re-enacted by Section 121 of the Act of 1908. A "private company" must limit its membership to fifty, restrict the transfer of shares, and prohibit any invitation for public subscription either for shares or debentures. Companies meeting these limitations may possess the full legal status of corporations and have limited liability, while enjoying peculiar privileges and immunities (such as ease of formation, freedom from compulsory reports, etc. For detail see Palmer's "Company Law" [1921]; pages 381-382). Much advantage has been taken of this legal recognition of "private companies", especially by traders.

Among the English private banks, issue and acceptance houses which have registered as "limited private" companies are:

Company	Date of Registration	Issued Capital
Lazard Bros. & Co., Ltd.....	1919	£3,375,000 (£2,250,000 called up)
Matheson & Co., Ltd.....	1908	200,000
Murrieta & Co., Ltd.....	1915	25,566
B. Newgass & Co., Ltd.....	1911	300,000
M. Samuel & Co., Ltd.....	1920	1,200,000

The private banks cited in Part A are incorporated under earlier acts and are registered with unlimited liability.

Most of the merchant bankers, acceptance houses, discount or issuing companies, which are not pure partnerships, are also unlimited private companies. Among them are:

Arbuthnot, Latham & Co.  
Robert Benson & Co.  
B. W. Blydenstein & Co.  
Boulton Bros. & Co.  
Brown Shipley & Co.  
Child & Co.  
Dent, Palmer & Co.  
Dunn, Fisher & Co.  
Robert Fleming & Co.  
Higginson & Co.

Charles Hoare & Co.  
Frederick Huth & Co.  
A. Keyser & Co.  
Mildred, Goyeneche & Co.  
Samuel Montagu & Co.  
Morgan Grenfell & Co.  
Newmann, Luebeck & Co.  
Sale & Co.  
J. Henry Schroder & Co.  
Sperling & Co.

I. Thomson, T. Bonar & Co.

Mention might be made of a few partnership firms in London's discount, acceptance, or issue business:

Messrs. Drummond  
Erlangers  
Anthony Gibbs & Sons  
Goschen & Cunliffe (see above)  
Isaac & Samuel  
Knowles & Foster

Konig Bros.  
R. Raphael & Sons  
A. Ruffer & Sons  
N. M. Rothschild & Sons  
Seligman Bros.  
Speyer Bros.

Stern Brothers

The above companies being "private", figures of capitalization are not generally available.

The following are important merchant banks which are duly registered "public" companies:

Company	Date of Registration	Issued Capital
Baring Bros. & Co., Ltd.* .....	1890	£1,025,000
S. Japhet & Co., Ltd. ....	1920	750,000
Helbert Wagg & Co., Ltd. ....	1919	395,000

The leading discount firms are also limited "public" companies. The following is a consolidated statement of the December 31, 1922, position of Alexanders Discount Company, the Union Discount Company and the National Discount Company:

Capital and Reserve	Bills Discounted	Rediscounts	Investments
£5,100,000	£90,393,000	£25,398,000	£10,460,000

\* Organized to take over the banking business of the older firm after the débâcle of 1890.

## APPENDIX III

### FOREIGN AND DOMINION AFFILIATIONS<sup>1</sup> (THROUGH STOCK OWNERSHIP) OF JOINT STOCK BANKS ORGANIZED UNDER ENGLISH COMPANIES ACTS, OR ROYAL CHARTER<sup>2</sup>

*Bank of England*—Anglo-Austrian Bank (a) (see Chapter II) (Controls Anglo-Czech Bank)

#### *Principal English Joint Stock Banks—The "Big Five"*<sup>3</sup>

<i>Barclays</i>	Anglo-Egyptian (a) (94% of share capital)
	Barclays Bank (Overseas) (a)
	Banque du Commerce, Antwerp (c)
<i>Lloyds</i>	British Italian Corporation (c) (associated with Compagnia Italo Britannica)
	Bank of British West Africa (c) (approximately 12% capital)
	London & River Plate Bank (a) (99% of issued capital)
	Lloyds & National Provincial Foreign Bank (b) (50% capital)
	National Bank of New Zealand (c) (appx. 12% of issued stock)
	P. & O. Banking Corporation (helped to form)
	South Russian Banking Agency (b) (one-quarter interest)
	Cox & Company (a) (Latter controls Henry S. King & Co.)

(a) Is controlled by	(a <sup>1</sup> ) Controls
(b) Is jointly controlled by	(b <sup>1</sup> ) Controls jointly
(c) Is affiliated with, through slight ownership of its stock by	(c <sup>1</sup> ) Has a slight ownership of stock in

<sup>1</sup> Key as follows:

<sup>2</sup> Banks not having important affiliations are omitted; also Scotch and Irish Banks.

<sup>3</sup> See also chapter vii.

*London Joint City and Midland. None*

*National Provincial and Union* Bank of British West Africa (c) (approximately 11% issued capital) (allied with Standard Bank of South Africa)  
 Lloyds & National Provincial Foreign Bank (b) (50% of capital)  
 P. & O. Banking Corporation (helped to form)

*Westminster Bank* Bank of British West Africa (c) (approximately 11% issued capital) (affiliated with Standard Bank of South Africa)  
 British Italian Corporation (c) (associated with Compagnia Italo Britannica)  
 London County Westminster & Parr's Foreign Bank (a)  
 P. & O. Banking Corporation (helped to form)  
 Royal Bank of Canada (c) (approximately 5% capital)  
 South Russian Banking Agency (b) (one-quarter interest)

*Other English Joint Stock Banks*

*Glyn, Mills, Currie & Co.* British Overseas Bank (b)  
 Holt and Company (a)  
*Williams, Deacons Bank* British Overseas Bank (b)  
 London & Brazilian Bank (working arrangement)

*African Banks*

*Anglo-Egyptian Bank* Barclays (a<sup>1</sup>)  
*Bank of British West Africa* Lloyds (c<sup>1</sup>)  
 National Provincial & Union (c<sup>1</sup>)  
 Standard Bank of South Africa (c<sup>1</sup>)  
 Westminster (c<sup>1</sup>)  
*Standard Bank of South Africa* Bank of British West Africa (c)

**Key:**

(a) Is controlled by	(a <sup>1</sup> ) Controls
(b) Is jointly controlled by	(b <sup>1</sup> ) Controls jointly
(c) Is affiliated with, through slight ownership of its stock by	(c <sup>1</sup> ) Has a slight ownership of stock in

*Banks Operating in Certain Foreign Areas*

<i>Anglo-Austrian</i>	Bank of England (a <sup>1</sup> ) Anglo-Czech (a)
<i>Anglo-Polish</i>	British Overseas Bank (a <sup>1</sup> )
<i>Anglo-South American Bank</i>	Banco de A. Edwards y Cia (a) (60% of stock) Banque Generale Belge (c) British Bank of South America (a) (99% of capital) British Overseas Bank (b) Commercial Bank of Spanish America (a) (90% of capital)
<i>British Bank of South America</i>	Anglo-South American Bank (a <sup>1</sup> )
<i>British Italian Corporation</i>	Compagnia Italo Britannica (a) (identical in- terests) 23 leading British Banks among shareholders, including London County Westminster & Parrs, & Lloyds. (Originally backed by the British Government until Dec. 1921)
<i>Commercial Bank of Spanish America</i>	Anglo-South American Bank (a <sup>1</sup> )
<i>London and River Plate Bank</i>	Lloyds (a <sup>1</sup> ) National Bank of Scotland (close association with)
<i>P. and O. Banking Corporation</i>	Lloyds London County Westminster & Parrs National Provincial & Union P. & O. Steamship Navigation Co. (Formed under auspices of above) Allahabad Bank (a) (95% of ordinary capital)

**Key:**

- |  |   |
|--|---|
| (a) Is controlled by   | (a <sup>1</sup> ) Controls                              |
| (b) Is jointly controlled by   | (b <sup>1</sup> ) Controls jointly                      |
| (c) Is affiliated with, through<br>slight ownership of its<br>stock by | (c <sup>1</sup> ) Has a slight ownership of<br>stock in |

*Banks Organized to Promote Foreign Trade Generally*

<i>British Overseas Bank</i>	Anglo-South American Bank (b <sup>1</sup> )
	Dominion Bank (b <sup>1</sup> )
	Glyn, Mills & Currie (b <sup>1</sup> )
	Charles Hoare & Co. (b <sup>1</sup> )
	Imperial Ottoman Bank (b <sup>1</sup> )
	Northern Banking Company (b <sup>1</sup> )
	Union Bank of Scotland (b <sup>1</sup> )
	Williams Deacons Bank (b <sup>1</sup> )
	Anglo-Polish Bank (a)
	Banque de Bruxelles (exceptional arrangement with)
	Dorpater Bank, Esthonia (c)
	London & Liverpool Bank of Commerce (a)
<i>British Trade Corporation</i>	(Royal Charter, pursuant to recommendations of Board of Trade)
	Anglo-Brazilian Commercial & Agency Co. (b) (B. T. C. holds 50% of share capital)
	Inter-Allied Trade & Banking Corporation (b) (in liquidation)
	Levant Company (b) (B. T. C. holds one-third of capital)
	Merchant Trading Company (b)
	National Bank of Turkey (a) (B. T. C. holds 96% of stock)
	South Russian Banking Agency (b) (B. T. C. acquired one-quarter interest in 1919) (Opera- tions suspended)
	Trade Indemnity Company (a)
	Portuguese Trade Corporation (c)

**Key:**

(a) Is controlled by	(a <sup>1</sup> ) Controls
(b) Is jointly controlled by	(b <sup>1</sup> ) Controls jointly
(c) Is affiliated with, through slight ownership of its stock by	(c <sup>1</sup> ) Has a slight ownership of stock in

The above table is confined to joint-stock banks registered under English Companies Acts or Royal Charter, and having important foreign affiliations. The lists are therefore quite incomplete, as many banks do not have important enough

foreign connections through stock ownership to warrant their appearing here. Moreover, no reference is made above to the extensive working and agency arrangements overseas, and other measures taken to extend the influence of British banks. For details see the text. This study is not concerned with the very extensive affiliations of British banks organized under Dominion charters.



## APPENDIX IV

### SECTION A

#### PRINCIPAL BRITISH INVESTMENT TRUST COMPANIES ORGANIZED ACCORDING TO THEIR MAIN GROUPINGS

Figures for outstanding capital of various kinds are taken from Mathieson's "Stock Exchanges Ten Year Record" (1922).<sup>1</sup> Those starred are companies whose earnings are analysed in chapter XI.

Not all of the companies listed here are, strictly speaking, investment trusts. A few companies doing in part a financing or mortgage business are included in order to keep the groups intact. This exception applies at most to ten or a dozen companies scattered throughout the groups.

1. *The Companies in which Robert Fleming & Company have direct interest.*

	<i>Ordinary Stock or Shares out- standing in 1921 £</i>	<i>Preferred Stock out- standing in 1921 £</i>	<i>Debenture Stock out- standing in 1921 £</i>
* Alliance Trust Co., Ltd. ....	400,000	1,100,000	
* British Investment Trust Ltd. ....	800,000	1,200,000	1,635,550
* Caledonian Trust Co. ....	200,000	300,000	

<sup>1</sup> This publication is entitled, in full, "Stock Exchanges, London and Provincial Ten Year Record", and is compiled by Frederick C. Mathieson & Sons. It contains figures for the more active companies only, or for those whose issues are traded in on the exchanges. Many discrepancies appear when these figures are checked with company reports and in finding the outstanding capital of any trust it is advisable to consult the "Stock Exchange Official Intelligence" (1922), or the latest company reports. Because of the incompleteness of the figures for a number of companies, the separate totals are not given above.

The figures denote merely outstanding capital and should not be taken as identical with nominal, or even issued, capital.

First Scottish American Trust Co. . .	300,000		250,000
Second Do. . . . .	400,000		
Third Do. . . . .	400,000		
Clydesdale Investment Co. . . . .	200,000	300,000	
Investment Trust Corporation . . . . .	800,000	1,200,000	2,000,000
Metropolitan Trust Co. . . . .	400,000	400,000	800,000
Northern American Trust Co. . . . .			
Scottish Western Investment Co. . . . .	400,000	600,000	720,000
Sterling Trust . . . . .	1,250,000		
United States & General Trust Corpn.	200,120	299,880	200,000

### I. The Mercantile Group.

	Ordinary Stock or Shares out- standing in 1921 £	Preferred Stock out- standing in 1921 £	Debenture Stock out- standing in 1921 £
* The Guardian Investment Trust Co., Ltd.	310,000	310,000	500,000
* The Imperial Colonial Finance & Agency Corporation, Ltd. . . . .	179,850		
Law Debenture . . . . .	300,000	200,000	450,000
London & New York Investment Corporation . . . . .	100,000	435,500	150,000
* Mercantile Investment & General Trust Co. Ltd. . . . .	1,500,000	1,500,000	3,000,000
* New Investment Co., Ltd. . . . .	199,804		
* United States & South American In- vestment Trust Co. . . . .	500,000	500,000	806,807
* Rock Investment Co. . . . .	125,370	124,930	249,800

### III. The C. M. Rose Group.

* The Alliance Investment Co. Ltd. . . . .	200,000	600,000	302,695
* The American Investment & General Trust Company . . . . .	500,000	500,000	1,000,000
* The Foreign, American & General In- vestments Trust Co. . . . .	750,000	750,000	500,000
* The Foreign & Colonial Investment Trust Company, Ltd. . . . .	1,106,755	1,249,292	

IV. *The Lord St. David's Group.*

The Aberdeen Trust Co. ....			
* The Consolidated Trust Ltd. ....	126,000	490,000	616,000
The Equitable Trust of London, Ltd.		360,860	
The Gas Water & General Investment Co. Ltd. ....	224,000	336,000	500,000
* The Government & General Investment Co. Ltd. ....	75,300	124,500	100,000
* The Governments Stock and other Securities Investment Co. Ltd. ....	462,500	462,500	925,000
The International Finance Corporation	187,500		187,500
* The Municipal Trust Co. Ltd. ....	134,070	230,160	383,600
* The Omnium Investment Co. ....	414,740	414,740	771,956
* The Premier Investment Co., Ltd. ....	300,000	450,000	750,000
* The Union Commercial Investment Co. Ltd. ....	100,000	150,000	

V. *The Edinburgh Group.*<sup>1</sup>

	Ordinary Stock or Shares out- standing in 1921 £	Preferred Stock out- standing in 1921 £	Debenture Stock out- standing in 1921 £
* The American Trust Co. Ltd. ....	100,000	100,000	
The British Assets Trust .....	110,000	550,000	318,365
The British & Foreign Trust Ltd. ....			
Edinburgh, Dundee & Aberdeen Invest- ments .....	32,120	48,180	5,000
* The Edinburgh Investment Trust ....	201,600	252,000	400,000
The Second Do. ....	200,000	300,000	450,000
* The Third Do. ....	100,000	200,000	300,000
The Investor's Mortgage Security ....	400,000	600,000	406,215
The Realisation & Debenture Corpora- tion of Scotland .....	102,500	60,000	200,000
The Scottish Investment Trust Co. Ltd.	200,000	300,000	480,000
* The Second Do. ....	191,282	286,923	250,000
Scottish American Investment Co. ...	500,000	1,400,000	793,545
The Scottish & Canadian General In- vestment Co. ....	100,000	150,000	
Scottish American Mortgage Co. ....	300,000	971,776	315,270
Scottish Mortgage and Trust Co., Ltd.	273,184	61,930	115,000
United States Investment Corporation	100,000	150,000	135,886

<sup>1</sup> This list is not inclusive of all Edinburgh investment trusts. Several are in groups given above.

[ *Miscellaneous Companies.*

	<i>Ordinary Stock or Shares out- standing in 1921</i>	<i>Preferred Stock out- standing in 1921</i>	<i>Debenture Stock out- standing in 1921</i>
	£	£	£
<i>1) Robert Benson &amp; Co. Group.</i>			
* The Charter Trust & Agency Ltd. ....	500,000	500,000	
* The Merchants Trust Ltd. ....	687,500	687,500	1,330,000
<i>2) W. S. Poole &amp; Sir George Touche Group.</i>			
* The Industrial & General Trust Ltd.	100,000	1,100,000	1,686,235
* The Second Industrial Trust Ltd. ....	300,000	206,680	
* The Trust Union Ltd. ....	298,670	297,350	300,000
The Trustees Corporation .....	525,000	525,000	700,000
<i>3) Sir Vesey G. M. Holt Group.</i>			
* Anglo-American Debenture Corp. Ltd.,	350,000	474,331	632,799
* Railway Debenture & General Trust Co., Ltd. ....	500,100	500,100	1,048,464
* Railway Share Trust & Agency Co. Ltd.	400,000	377,040	254,462
<i>4) Paul &amp; Williamson Group.</i>			
The Scottish Northern Investment ..			1
The Second Do. Trust ..			
<i>5) Sir John R. Ellerman Group.</i>			
* Brewery & Commercial Trust Ltd. ....	137,440	82,460	
* Debenture Securities Investment Com- pany, Ltd. ....	303,000	202,000	
Loudon General Investment Trust Ltd.	174,700	174,700	
<i>6) Sir Henry Seymour King Group.</i>			
* Indian & General Investment Trust, Ltd.	100,600	140,400	250,000
* International Investment Trust, Ltd. .	400,000	600,000	750,000
<i>7) Nathaniel Spens Group.</i>			
The City Property Investment Trust ..	24,771	120,880	
* Railway Investment Co., Ltd. ....	1,700,000	1,700,000	
<i>8) James Anderson Group</i>			
* River Plate & General Investment Trust Co., Ltd. ....	275,000	275,000	250,000
River Plate Trust, Loan & Agency ....	800,000	2,821,500	

VI. *Miscellaneous Companies. (contd.)*

	Ordinary Stock or Shares out- standing in 1921 £	Preferred Stock out- standing in 1921 £	Debenture Stock out- standing in 1921 £
<i>(9) Miscellaneous Companies.</i>			
Beaver Trust, Ltd. ....			
British Steamship Investment Trust, Ltd. ....	1,800,000	300,000	200,000
Canadian & Foreign Investment Trust	150,000		
Egyptian & Foreign Trust, Ltd. ....	200,000		
*General & Commercial Investment Trust Co., Ltd. ....	300,000	300,000	300,000
*General Investors & Trustees, Ltd. ....	300,000	300,000	200,000
Glasgow American Trust <sup>a</sup> Co. ....	72,000	72,000	23,000
*London & South American Investment Trust, Ltd. ....	500,000		
*London & Colonial Investment Cor- poration, Ltd. ....	121,614	121,614	
*London Scottish American Trust, Ltd.	500,000	500,000	632,197
*London Trust Co., Ltd. ....	375,000	525,000	937,856
People's Trust Co., Ltd. ....			
Rio Claro Railway & Investment Co., Ltd. ....	1,971,871		600,000
Traction & Power Securities Co., Ltd.			
United Discount & Securities Co., Ltd.			
*United States Debenture Corpn. ....	300,000	375,000	1,050,000

## SECTION B

Approximate outstanding capital, debenture and share, of the principal British Investment Trusts. Figures are for the companies of Section A. Some fifteen of the latter do not enter the 1912 figures.

	1912 £	1921 £
1 Ordinary Stock and Shares .....	21,000,000	32,000,000
2 Preferred Stock and Shares .....	26,000,000	34,000,000
3. Debentures and Debenture Stock .	28,000,000	34,000,000
	<hr/>	<hr/>
4. Total outstanding capital .....	75,000,000	100,000,000
	<hr/>	<hr/>

5. Average Ordinary Stock .....	346,000	415,000
6. Average Preferred Stock .....	411,000	441,000
7. Average Debentures .....	443,000	444,000
	<hr/>	<hr/>
8. Average Total outstanding capital	1,200,000	1,300,000
	<hr/>	<hr/>

## SECTION C

A few Investment Trusts concentrating their interests in certain areas or industries. (For source of more detailed list, see concluding note to Section E.)

*Rubber and Tea.*

Anglo Straits Rubber and General Trust, Ltd.  
 British North Borneo Rubber Trust, Ltd.  
 Equatorial Rubber Trust, Ltd.  
 Hevea Rubber Trust, Ltd.  
 Operators' Trust, Ltd.  
 Rubber Plantations Investment Trust, Ltd.  
 Scottish Tea and Rubber Trust Co., Ltd.

*Rails, Electric Power and Tramway Companies.*

Callenders Share and Investment Trust, Ltd.  
 Central Bahia Railway Trust.  
 Northern American Trust Co., Ltd.  
 Railway Investment Co., Ltd.  
 Railway Share Trust and Agency Co., Ltd.  
 Rhodesia Railways Trust, Ltd.  
 South American Assets Co., Ltd.  
 Traction and Power Securities Co., Ltd.

*Mines.*

Barrier and General Trust, Ltd.  
 Mining and General Trust of Canada, Ltd.  
 Mining Investment Company of Glasgow, Ltd.

*Oil.*

Oil Development Trust, Ltd.  
 Oil Trust, Ltd.

By far the larger number of such companies is in the "Financial, Land, and Investment" Section of the Stock Exchange Intelligence.

## SECTION D

A FEW INVESTMENT TRUSTS ORGANIZED FOR THE PURPOSE OF  
EFFECTING CERTAIN FINANCIAL REARRANGEMENTS*(Detailed information from sources cited below)*

Callenders Share and Investment Trust, Ltd.  
 Electrical and Industrial Investment Company.  
 Lake View Investment Trust.  
 Mexican Central Railway Securities Company.  
 Sterling Trust.  
 Stock Conversion and Investment Trust.

## SECTION E

A FEW TYPICAL TRUST COMPANIES DOING IN PART OR WHOLE A  
FINANCING BUSINESS

African City Properties Trust, Ltd.  
 British Canadian Trust, Ltd.  
 British Foreign & Colonial Corporation. (No debentures)  
 Anglo-Scottish Trust. " "  
 Atlantic Trust. " "  
 British & General Debenture Trust. " "  
 British Empire Trust Co. " "  
 British Maritime Trust, Ltd.  
 Debenture Corporation.  
 Eastern International Rubber and Produce Co.

(No debentures)

(In 1920 the Articles were altered so as to enable proceeds from sale of investments to be apportioned between capital and revenue instead of crediting the whole sum to investment Reserve Account. The business is therefore, divided into two distinct parts—(1) investment and trust; (2) general.)

Law Debenture Corporation.  
 London Maritime Investment Company. (No debentures)  
 North of England Trustee Debenture & Assets Corporation, Ltd.

Orient Trust, Ltd. (No debentures)  
South African & General Investment & Trust Co. Ltd.  
South American Assets Co., Ltd.

(For further companies, see lists in Stock Exchange Official Intelligence, either under "Financial Trusts", or "Financial, Land, and Investment Companies". From the same source, details concerning date of organization and outstanding capital can be obtained.)

Most of the above companies are new and have not yet issued debentures. There are in all from 100 to 150 active companies, of the kind which are not strictly investment trusts.



## APPENDIX V

### CHRONOLOGICAL TABLE OF ORGANISATION OF LEADING BRITISH INVESTMENT TRUSTS

<i>Year of Registration</i>	<i>Company</i>	<i>Outstanding Capital</i>	
		<i>(Ordinary and Pre- ferred) *</i>	<i>Outstand- ing De- bentures</i>
		£	£
1863	International Financing Society .....	187,500	187,500
1871	Government Stock and other Securities Invest- ment Co., Ltd. ....	925,000	925,000
1873	Railway Debenture and General Trust Co., Ltd. The Scottish American Investment Co. ....	1,000,000 2,100,000	1,000,000 1,107,000
	Total for year .....	3,100,000	2,107,000
1874	The Scottish American Mortgage Co. ....	1,500,000	450,000
1879	American Investment & General Trust Co., Ltd. First Scottish American Trust Co., Ltd. .... Foreign & Colonial Investment Trust Co., Ltd. Municipal Trust Co., Ltd. .... Second Scottish American Trust Co., Ltd. .... Third Scottish American Trust Co., Ltd. ....	1,000,000 300,000 2,357,000 364,000 400,000 400,000	1,000,000 250,000 384,000 350,000 350,000
	Total for year .....	4,821,000	2,334,000
1881	Railway Investment Co., Ltd. .... The River Plate Trust, Loan & Agency .... Sterling Trust, Ltd. ....	3,400,000 2,800,000 1,250,000	818,000 1,608,000
	Total for year .....	7,450,000	2,426,000

\* Figures from Stock Exchange Official Intelligence 1922 given to nearest thousand.

1883	Foreign, American & General Investment Trust Company, Ltd. ....	1,500,000	500,000
1884	Mercantile Investment & General Trust Co., Ltd. ....	3,000,000	3,000,000
1886	United States & S. American Investment Trust Co. Ltd. ....	1,000,000	807,000
1887	Army & Navy Investment Trust Co., Ltd. ....	560,000	400,000
	British Steamship Investment Trust, Ltd. ....	2,100,000	200,000
	Omnium Investment Co., Ltd. ....	829,000	772,000
	Scottish Investment Trust Co., Ltd. ....	500,000	250,000
	The Trustees Corporation ....	1,050,000	800,000
	Total for year ....	5,039,000	2,422,000
1888	Alliance Trust Co., Ltd. ....	1,700,000	2,566,000
	Bankers' Investment Trust, Ltd. ....	1,800,000	900,000
	General & Commercial Investment Trust Ltd.	600,000	300,000
	Guardian Investment Trust Co., Ltd. ....	620,000	500,000
	Government & General Investment Co., Ltd. ..	200,000	137,000
	International Investment Trust, Ltd. ....	1,000,000	750,000
	Investment Trust Corporation, Ltd. ....	2,000,000	2,000,000
	Railway Share Trust & Agency Co., Ltd. ....	777,000	254,000
	Realisation & Debenture Corporation ....	402,500	379,000
	River Plate & General Investment Trust Co., Ltd. ....	550,000	250,000
	Total for year ....	9,649,500	8,036,000
1889	Alliance Investment Co., Ltd. ....	800,000	303,000
	British Investment Trust Co. ....	2,000,000	2,000,000
	Consolidated Trust, Ltd. ....	616,000	616,000
	Edinburgh Investment Trust, Ltd. ....	840,000	400,000
	Gas, Water & General Investment Trust, Ltd.	500,000	500,000
	Indian & General Investment Trust, Ltd. ....	250,000	250,000
	Industrial and General Trust, Ltd. ....	2,200,000	1,686,000
	The Law Debenture Corporation ....	952,000	450,000

	London & New York Investment Corpn., Ltd.	534,500	150,000
	London General Investment Trust, Ltd. ....	350,000	
	London Scottish American Trust, Ltd. ....	1,000,000	632,000
	London Trust Co., Ltd. ....	900,000	938,000
	Merchants Trust, Ltd. ....	1,375,000	1,330,000
	Second Scottish Investment Trust Co., Ltd. ..	478,000	272,000
	United States Debenture Corporation .....	1,575,000	1,050,000
	<b>Total for year .....</b>	<b>14,430,500</b>	<b>10,577,000</b>
		<hr/> <hr/>	<hr/> <hr/>
1890	Anglo-American Debenture Corpn., Ltd. ....	824,000	633,000
	Brewery & Continental Plantations Trust, Ltd.	220,000	11,000
	The City Property Investment Co. ....	155,000	
	Imperial Colonial Finance & Agency Corpn. Ltd.	181,000	
	United States & General Trust Corpn., Ltd. ..	500,000	200,000
	The United States Investment Corpn. ....	250,000	234,000
	<b>Total for year .....</b>	<b>2,130,000</b>	<b>1,078,000</b>
		<hr/> <hr/>	<hr/> <hr/>
1891	The Investors Mortgage Security .....	1,000,000	772,000
1892	Premier Investment Co. Ltd. ....	750,000	750,000
1893	New Investment Co., Ltd. ....	200,000	
1895	Debenture Securities Investment Co., Ltd. ....	505,000	
1898	The British Assets Trust .....	700,000	411,000
1899	Metropolitan Trust Co., Ltd. ....	800,000	800,000
1902	American Trust Co., Ltd. ....	200,000	178,000
	Second Edinburgh Investment Trust, Ltd. ....	500,000	450,000
	<b>Total for year .....</b>	<b>700,000</b>	<b>628,000</b>
		<hr/> <hr/>	<hr/> <hr/>

905	Egyptian & Foreign Trust, Ltd. ....	200,000	75,000
	Trust Union, Ltd. ....	600,000	300,000
	Total for the year .....	800,000	375,000
906	Equitable Trust of London, Ltd. ....	561,000	
907	Charter Trust & Agency, Ltd. ....	1,000,000	91,000
	General Investors & Trustees, Ltd. ....	600,000	200,000
	The Scottish Western Investment Co. ....	1,000,000	931,000
	Total for year .....	2,600,000	1,222,000
908	Scottish Northern Investment Trust, Ltd. ....	500,000	473,000
909	Canadian & Foreign Investment Trust, Ltd. ...	150,000	
	London Scottish Investment Trust, Ltd. ....	27,000	
	Total for year .....	177,000	
910	British & Foreign General Securities & Invest- ment Trust, Ltd. ....	300,000	
	Caledonian Trust Co., Ltd. ....	500,000	500,000
	London & Colonial Investment Corpn., Ltd. ..	243,000	
	Scottish & Canadian General Investment Co., Ltd. ....	250,000	85,000
	Second Scottish Northern Investment Trust Ltd.	300,000	281,000
	Total for year .....	1,593,000	866,000
911	Aberdeen Trust Co., Ltd. ....	206,000	2,000
	Second Industrial Trust, Ltd. ....	507,000	132,000
	Third Edinburgh Investment Trust, Ltd. ....	300,000	300,000
	Total for year .....	1,013,000	434,000

1912	Rio Claro Railway & Investment Co., Ltd. ....	1,972,000	600,000
	Rock Investment Co., Ltd. ....	250,000	250,000
	Total for year .....	2,222,000	850,000
1913	The Clydesdale Investment Co. ....	500,000	354,000
	London & S. American Investment Trust, Ltd.	500,000	
	Total for year .....	1,000,000	354,000
1914	Glasgow American Trust Co., Ltd. ....	144,000	
	Union Commercial Investment Co., Ltd. ....	250,000	
	Total for year .....	394,000	
1920	Lake View Investment Trust, Ltd. ....	413,000	

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## VITA

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THE author of this study was born in Athens, Pennsylvania, in 1893. After graduating from the High School of East Orange, New Jersey, in 1911, he pursued under-graduate work in Hillsdale College, Michigan, and later in Columbia College, from which he received the degree of A. B. in 1915. His post-graduate work in economics was completed under the Faculty of Political Science, Columbia University where he attended the seminars of Professors Seligman, Mitchell, and Seager.

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# FOREIGN CREDIT FACILITIES IN THE UNITED KINGDOM

A Sketch of Post-war Development and Present Status

BY

LELAND REX ROBINSON

*244 in the 'Studies in History, Economics,  
and Public Law' of Columbia University.*

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LELAND REX ROBINSON

## INTRODUCTORY

THE chapters which follow were written at a time when I was making financial studies for the Department of Commerce in London. The title is perhaps too ambitious, for within the narrow compass of its covers this book could not attempt a detailed description of the technique of overseas banking. However, such is not its purpose. It is less the technique which is changing than the nature and functions of the institutions making up the money market, and it was to analyze and evaluate these tendencies that reports now arranged in this form were originally prepared.

This is less true of the later chapters, because a description of the present status of investment trusts for the American reader cannot assume a basis of general information. When we consider that these remarkable companies have been the chief medium during more than thirty years for the export of capital from Great Britain, it seems strange indeed that no careful description has ever been attempted. In this field at least I hope that the essays may prove to be of timely interest in America, and if it seems to the reader that the space devoted to investment trusts is out of proportion to the earlier sections, I have only to plead that much repetition in parts I and II of facts generally known concerning the British credit system would have bored the student of banking for whom primarily the essays were written.

I must also take this occasion to express my gratitude for helpful criticism to my colleagues in the Department of Commerce, and the many friends in London who have had

an interest in these studies. Especially I wish to thank busy bank executives who have been at pains themselves to lighten the way, and who have always met the tiresome queries of an often too zealous seeker for facts with unfailing British good-humor. Finally I desire to express my appreciation of the assistance rendered by Professor W. C. Mitchell in making helpful suggestions and in reading the proof.

Much of the material contained in the following chapters has already been published by the Bureau of Foreign and Domestic Commerce in abridged form and its publication here is due to the courtesy of the Department of Commerce.

LELAND REX ROBINSON.

MARCH 1, 1923

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## PART III

LONG-TIME CREDIT—INVESTMENT TRUSTS AND KINDRED  
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