

1/4 done after hours.

LSSV. Each rule

Tuesday, 30th June, 1981.

The Gilt Edged market opened the day very quietly in all sections, reflecting the slightly easier trend established in after hours dealings yesterday. On reflection of the newspaper reports of the possibility of a lower trend in U.S. interest rates, a modest demand was seen principally for the medium-dated issues. Little further demand was seen and prices continued throughout the morning and afternoon showing little change on balance.

The Industrial market opened steady. Most sectors improved during early business on hopes of lower interest rates. However, prices later drifted back on lack of support, closing around overnight levels in subdued trading conditions. Clearing Banks and Insurance shares made widespread gains on revived take-over speculation. Merchant Banks were in demand and Arbuthnot Latham continued to harden following yesterday's confirmation of a bid approach. Among unchanged Engineers, British Aerospace and Westland Aircraft were better on further consideration of recent Defence contracts news. Property issues tended higher on the renewed suggestion of a downturn in interest rates. In the Electrical sector, Thorn-EMI encountered buyers on hopes of a brighter trading outlook, while GEC remained steady prior to final results due later this week. Kaffirs were initially flat but recovered to close marginally easier in line with the fluctuating gold price.

Financial Times Index (3.00 p.m.) 544.4 (up 0.5)

<u>C.N.D.</u>	Sales	£	3,464,000
	Purchases	£	2,944,000
	Nett Sales on balance	£	520,000
<u>BANK</u>	Sales	£	10,601,000
	Purchases	£	648,000
	Nett Sales on balance	£	9,953,000