

SECRET AND PERSONAL

NEW ISSUES QUEUE: MAIN DEVELOPMENTS 15 SEPTEMBER-21 SEPTEMBER 1982

1 There were further requests for places in the fixed interest queue during the week. In total there are now about 10 domestic corporate borrowers who have booked fairly firm dates over the next three months, planning to raise about £500mn in aggregate. Two issues were allocated dates in October in the past week: a £10mn placing of debenture stock by Vaux Breweries and a £20mn, 40-year issue by an investment trust, The Scottish Mortgage & Trust plc. The latter is a "rising coupon" issue ie it will be issued at par with an initial coupon below current levels which will increase for the first several years. Since the relatively low coupon payments in the early years should produce a rising capital value during that period (if yields remain constant), the issue will initially be akin to a deep discount stock.

2 Four issues were added to the unallotted queue (waiting list) during the week - a domestic investment trust, a local authority and two bulldogs. These include the EEC, which wants to bring a £50mn 15-year issue in December, but may have to wait until the New Year.

3 In the equity queue, two issues of £10mn or more were added. The main feature was the return of Ultramar's £100mn rights issue which dropped out some weeks ago. However, this was partly offset by the cancellation of Guinness Peat's £15mn rights issue and United International Pictures' £60mn offer for sale.

4 The total queue now amounts to £1,594mn (£865mn equity, £729mn fixed interest) against £1,538mn last week.

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NEW ISSUES

	Equities	Convertible loan stock	Other loan stock*	
			Domestic borrowers	Foreign borrowers
TOTAL QUEUE⁶	<u>865</u>		<u>629</u>	<u>100</u>
Of which issues of 10 or more:				
Current week (20/9-24/9)	INSICO (offer for sale) (23/9) 30 Paternoster Stores PLC (placing) (9/9-24/9) 83		Standard & Chartered Bank (22/9) 100 Paternoster Stores PLC (placing) (9/9-24/9) 83	
Week 2 (27/9-1/10)	Standard Telephones and Cables Ltd (offer for sale) (28/9) 200		City of Leeds (offer for sale) (27/9) 50 Wave plc (placing) (30/9) 10	
Week 3 (4/10-8/10)	Bowthorpe Holdings plc (rights) (5/10) 20 Consolidated Gold Fields plc (placing) (6/10) 27		Seagram Distillers Ltd (placing) (5/10) 50 The Scottish Mortgage & Trust plc (7/10) 20	
Week 4 (11/10-15/10)			Vaux Breweries plc (placing) (14/10) 10	EIB (offer for sale) (11/10) 100
Week 5 (18/10-22/10)			City of Newcastle (18/10) 12 Barclays Bank plc (placing) (20/10) 150	
Week 6 (25/10-29/10)	Burnett & Hallamshire Holdings Ltd (rights) (26/10) 30		City of Birmingham (offer for sale) (25/10) 100 Rosehaugh Greycoat Estates Ltd (placing) (26/10) 34	
Week 7 (1/11-5/11)	Barratt Developments PLC (rights) (2/11) 40 M K Electric Group plc (rights) (4/11) 15		The South Staffordshire Waterworks Co (offer for sale) (3/11) 10	

SECRET

Forthcoming

ICL plc (rights) (8/12)	100
Servotomic Ltd (offer for sale) (13/1)	14
AGB Research (rights) (19/1)	16
British Transport Docks Board (offer for sale) (24/1-4/2)	40
Ultramar plc (rights) (9/2)	100
Superdrug Stores Ltd (offer for sale) (11/2)	30
Lloyds Bank plc (rights) (18/2)	100
Octopus Publishing Group Ltd (offer for sale) (14/4)	10

Memorandum

		<u>Equities</u>	<u>Loan Stock*</u>
Issues announced: †	1979	946	162
	1980	1,066	364
	1981	1,835	626
	1982 to date	753	663
Issues completed: † (ie gross amounts of cash raised)	1979	979	150
	1980	945	358
	1981	1,720	561
	1982 to date	688	459

*Includes preference shares

†Includes issues of 3 or more

‡Includes issues of less than 3

**Foreign borrower

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