

**NOTES ON THE *FINANCIAL TIMES*-ACTUARIES EQUITY
SHARE INDICES IN 1985**

BY J. C. H. BRUMWELL, M.A., F.I.A.

1. *Classification of Stock Exchange Securities by Industry*

The original classifications were set out in the 1970 note in this series (*J.I.A.* **97**, 111-2). Subsequent amendments were set out in the notes for 1971-74, 1977, 1979-80 and 1983-84 (*J.I.A.* **97**, 403; **99**, 89; **100**, 109; **101**, 199; **105**, 85; **107**, 81; **108**, 85; **111**, 203 and **112**, 87).

During 1985 it was agreed to discontinue category 71 (Shipping)—the majority of the 18 companies so classified joined category 72 (Transport & Freight).

Changes were made to the titles of five categories—which became:

14	Building Materials
38	Furniture & Furnishings
64	Leather
66	Plastic & Rubber
70	Oil & Gas

Minor amendments were also made to eight category definitions during 1985.

As a result of the quarterly meetings of the Classification Sub-Committee of the Joint Investment and Index Committee, the classifications of 74 companies were altered, following changes in their business, or otherwise corrected. These changes were only made after notification to the company concerned and usually after discussion. 32 of the 1985 changes, implemented at the end of the year reflected a tightening of our interpretation of the definition of category 73 (Industrial Conglomerate) with companies reclassified by their predominant activity. A further 46 companies, in addition to those with whom discussions had begun in earlier years, were first approached in 1985.

The Stock Exchange continued to classify the new companies either granted a full quotation, or quoted on the Unlisted Securities Market.

2. *Group & Subsection Changes in the Equity Indices*

For the first time since 1982, no material changes in index subsections or groupings occurred at the end of 1985, but there were a number of cosmetic changes:

- (a) Subsection 32: 'Newspapers & Publishing' was renamed 'Publishing & Printing'. Group 51: 'Oils' was renamed 'Oil & Gas'.
- (b) In order to arrange the 'Miscellaneous' group at the bottom of 'Other Groups' in the index display it was renumbered from 46 to 48, with Telephone Networks, formerly 48, becoming 47.

- (c) Following the attainment of clearing status by the only constituent concerned, it was agreed to reclassify Stock Exchange category 78 (Foreign Banks) into Index subsection 62 (Banks) from 70 (Other Financial).

3. *Constituent Changes in the Equity Indices*

During 1985 fifty-five constituents were removed from the indices—four more than in 1984. As shown in Table A, 39 of these constituents were acquired by other companies, 1 went into liquidation, 1 was reconstructed, 2 investment trusts were unitized, 8 were removed under the casualty rule due to their persisting small capitalization, and at the end of the year another three were dropped on the implementation of a new rule disqualifying any constituent where—after a bid—a single holder or ‘concert party’ held over 75% of the equity capital. In the more normal circumstance of takeover by another constituent—i.e. a UK company—then being a subsidiary of a constituent disqualifies the victim, but where a foreign company—or a U.K. pension fund—is the predator and maintains the quotation a rule for eliminating the rump of shares was felt desirable.

It had been agreed in 1983 that it might not necessarily be appropriate to replace a constituent removed outside the 500 share index—with the result that the number of constituents in the All Share Index would fall below 750. This again proved to be the case in 1985, and the number of constituents, which at the end of 1984 had been 741, fell further to 739 a year later.

The fifty-three new constituents are set out in Table B.

Apart from the reclassification mentioned in section 2(c) (above), thirty-one of the companies reclassified during the year—as described in section 1—were constituents, and consequently their index classifications were changed, sixteen of them out of ‘Miscellaneous’ at the end of the year. Full details of all thirty-two changes are set out in Table C.

The thirty constituents which changed their names are shown in Table D.

In 1985 the total number of capital changes (not just those involving changes of constituent) recorded rose to 717—another new record.

4. *F.T.–S.E. 100 Index*

1985 was the second year of operation of the F.T.–S.E. 100 Index—based at 1000.0 at close of business on the last day of trading in 1983—which is calculated on a real-time basis and updated every minute from 9.35 a.m. until about 5.30 p.m. on each trading day. A description of its mechanics was given in the 1984 note in this series.

Details of the changes made during 1985 are given in Table G and an ordered list of the initial 1986 constituents (i.e. after the 31 December 1985 changes) in Table H.

5. *Miscellaneous*

The equity share index values, yields and ratios at the end of 1985 (prior to the changes) are set out in Table E.

In respect of those groups or subsections affected by the year-end constituent changes, and FT-SE 100, the new capitalizations and percentages of the All Share Index (after the changes) for the end of 1985 appear in Table F.

For some time the Fixed Interest Indices have included an 'xd adjustment' allowing users to calculate the overall rate of return appropriate to the taxation status of the Fund concerned. On the display for 9 April 1985 the equity indices began to display such a column, showing for each group or subsection the cumulative actual (or net) dividends, declared xd to date in the calendar year by its constituent stocks. Thus for equities the adjustment changes on an xd day—at the beginning of each Stock Exchange account—usually once a fortnight. To analyse the performance of a pension fund, it would be appropriate to 'gross up' the adjustment, since it is on a net basis.

Table A—Constituents removed: 1985

<i>Date of Removal</i>	<i>Constituent Removed</i>	<i>Index Classification</i>	<i>Control acquired by, or reason for removal</i>
4 January	B.P.M. Holdings	Newspapers & Publishing	Yattendon Investments
15 January	Comfort Hotels International	Leisure	Ladbroke Group
22 January	Churchbury Estates	Property	Greycoat City Offices
31 January	Bath & Portland Group	Other Industrial Materials	Consolidated Gold Fields
1 February	Hambro Life Assurance	Insurance (Life)	BAT Industries
11 February	William Leech	Contracting & Construction	C. H. Beazer (Holdings)
18 February	Espley Trust	Property	Receiver appointed
25 February	Trident Television	Leisure	Pleasurama
26 February	Lyle Shipping	Shipping & Transport	Reconstruction
28 February	Sterling Guarantee Trust	Property	Peninsular & Oriental Steam Navigation
28 March	Dunlop Holdings	Motors	B.T.R.
29 March	Vibroplant	Contracting & Construction	Under casualty rule
	Victor Products	Electricals	Under casualty rule
	Henry Wigfall & Son	Stores	Under casualty rule
4 April	Pauls	Food Manufacturing	Harrisons & Crosfield
15 April	House of Fraser	Stores	Alfayed Investment & Trust (U.K.)
16 April	Foster Brothers Clothing	Stores	Sears Holdings
19 April	R. P. Martin	Other Financial	Quadrex Holdings
22 April	Initial	Miscellaneous	British Electric Traction
2 May	J. & H. B. Jackson	Metals & Metal Forming	Williams Holdings
3 May	Waring & Gillow (Holdings)	Stores	Hopecastle
9 May	U.B.M. Group	Building Materials	Nororos
15 May	M.F.I. Furniture Group	Stores	Associated Dairies Group
28 May	Barlow Holdings	Overseas Traders	Majedie Investments
1 June	Muirhead	Electricals	R.H.P. Group
	British American & General Trust	Investment Trusts	Shires Investment
2 July	John Carr (Doncaster)	Building Materials	Rugby Portland Cement
	Haden	Mechanical Engineering	Manugood
10 July	Selincourt	Textiles	Stormgard
11 July	Gill & Duffus Group	Overseas Traders	Dalgety
6 August	Aberdeen Trust	Investment Trusts	Unitized
	Debenhams	Stores	Burton Group
	Nottingham Manufacturing	Textiles	Vantona Viyella
27 August	Arthur Bell & Sons	Brewers & Distillers	Guinness
26 September	Murray Growth Trust	Investment Trusts	Merchant Navy Officers Pension Fund
30 September	Bett Brothers	Contracting & Construction	Under casualty rule
	Brunton's (Musselburgh)	Mechanical Engineering	Under casualty rule
	Rockware Group	Packaging & Paper	Under casualty rule
	Walter Runciman	Shipping & Transport	Under casualty rule
	Yorkshire Chemicals	Chemicals	Under casualty rule
2 October	Security Centres Holdings	Miscellaneous	Automated Security (Holdings)
9 October	Friedland Doggart Group	Miscellaneous	M K Electric Group
28 October	Baltic	Other Financial	Nevi Baltic
4 November	Fleet Holdings	Newspapers & Publishing	United Newspapers
	Stewart Plastics	Chemicals	Bunzl
11 November	Scottish Northern Investment Trust	Investment Trusts	Unitized
19 November	Telefusion	Stores	Electronic Rentals Group
27 November	Owen Owen	Stores	Ward White Group
2 December	United Parcels	Shipping & Transport	Bunzl
6 December	Investors Capital Trust	Investment Trusts	British Assets Trust
10 December	C. H. Pearce & Sons	Contracting & Construction	Crest Nicholson
27 December	Richard Clay	Newspapers & Publishing	St. Ives Group
Year-End	J. Bibby & Sons	Miscellaneous	Under new 75% rule
	British Investment Trust	Investment Trusts	Under new 75% rule
	Capital & Counties	Property	Under new 75% rule

Table B—New constituents replacing those removed in Table A

<i>Date of Introduction</i>	<i>New Constituent</i>	<i>Index Classification</i>	<i>Capitalization (£m)</i>
4 January	Watsham's	Electrical	34.8
15 January	Kennedy Brookes	Leisure	35.1
31 January	Norton Opax	Newspapers & Publishing	37.3
11 February	C. H. Pearce & Sons	Contracting & Construction	23.6
18 February	New Tokyo Investment Trust	Investment Trusts	51.5
25 February	Hillsdown Holdings	Food Manufacturing	331.0
26 February	Albert Fisher Group	Food Retailing	41.4
28 March	Myson Group	Mechanical Engineering	37.4
29 March	F.K.I. Electricals	Electricals	47.4
	Microgen Holdings	Miscellaneous	55.0
	P.W.S. International	Insurance Brokers	39.1
	F. H. Tomkins	Mechanical Engineering	48.6
4 April	Spring Ram Corporation	Building Materials	44.3
15 April	Mann	Miscellaneous	34.0
16 April	Samuelson Group	Leisure	31.7
22 April	Tace	Mechanical Engineering	30.0
2 May	Williams Holdings	Other Industrial Materials	42.0
3 May	Domino Printing Sciences	Electronics	35.7
9 May	Coloroll Group	Miscellaneous	36.8
15 May	Church	Stores	34.7
1 June	Glass Glover Group	Food Retailing	39.4
20 June	Abbey Life Group	Insurance (Life)	504.0
	Sturge Holdings	Other Financial	95.7
1 July	British Empire Securities & General Trust	Investment Trusts	30.0
	Shires Investment	Investment Trusts	35.0
2 July	I.B.L.	Electronics	91.8
	Christian Salvesen	Food Manufacturing	321.8
10 July	Mansfield Brewery	Brewers & Distillers	54.7
6 August	David S. Smith (Holdings)	Packaging & Paper	43.4
	Suter	Other Industrial Materials	56.1
27 August	Liberty	Stores	50.3
26 September	Pacific Investment Trust	Investment Trusts	37.5
30 September	Amari	Metals & Metal Forming	38.3
	British Tar Products	Chemicals	35.2
	CAP Group	Electronics	38.2
	Mountleigh Group	Property	37.2
	Our Price	Stores	39.8
	Television South	Leisure	36.5
2 October	Petranol	Oils	37.5
9 October	Attwoods	Miscellaneous	39.4
4 November	Garfunkels Restaurants	Leisure	42.3
	Hartwells Group	Motors	39.1
11 November	Steel Burrill Jones Group	Insurance Brokers	42.7
12 November	International City Holdings	Other Financial	87.4
19 November	Underwoods	Stores	53.0
27 November	Heywood Williams Group	Building Materials	35.5
2 December	Sale Tilney	Miscellaneous	35.9
10 December	Laura Ashley Holdings	Stores	383.2
27 December	St. Ives Group	Newspapers & Publishing	49.9
Year-End	James Neill Holdings	Mechanical Engineering	44.8
	Newman Industries	Other Industrial Materials	40.4
	Photo-Mc International	Leisure	48.5
	Regalian Properties	Property	40.0

Table C—Constituents reclassified

<i>Date</i>	<i>Constituent</i>	<i>Former Classification</i>	<i>New Classification</i>
29 March:	J. Rothschild Holdings	Merchant Banks	Other Financial
28 June:	Charter Consolidated	Mining Finance	Other Industrial Materials
	Foseco Minsep	Other Industrial Materials	Chemicals
	Holt Lloyd International	Motors	Chemicals
	Polly Peck International	Packaging & Paper	Overseas Traders
	Strong & Fisher (Holdings)	Textiles	Miscellaneous
	Telefusion	Leisure	Stores
30 September:	Barker & Dobson Group	Stores	Food Manufacturing
	Brown & Tawse	Metals & Metal Forming	Other Industrial Materials
	Majedie Investments	Other Financial	Investment Trusts
	Watsham's	Electricals	Other Industrial Materials
31 December:	Camellia Investments	Miscellaneous	Other Financial
	Crest Nicholson	Miscellaneous	Contracting & Construction
	De La Rue	Miscellaneous	Publishing & Printing
	Duport	Miscellaneous	Chemicals
	Eastern Produce (Holdings)	Miscellaneous	Overseas Traders
	Ferguson Industrial Holdings	Miscellaneous	Packaging & Paper
	Hargreaves Group	Miscellaneous	Shipping & Transport
	Hunting Associated Industries	Miscellaneous	Mechanical Engineering
	L C P Holdings	Miscellaneous	Stores
	London & Midland Industrials	Miscellaneous	Other Industrial Materials
	Low & Bonar	Miscellaneous	Packaging & Paper
	MacFarlane Group (Clansman)	Miscellaneous	Packaging & Paper
	Pentland Industries	Miscellaneous	Other Financial
	Portals Holdings	Miscellaneous	Mechanical Engineering
	Powell Duffryn	Miscellaneous	Shipping & Transport
	Reed International	Packaging & Paper	Publishing & Printing
	Sidlaw Group	Miscellaneous	Oil & Gas
	Standard Chartered	Other Financial	Banks
	Steeley	Other Industrial Materials	Building Materials
	F. H. Tomkins	Mechanical Engineering	Other Industrial Materials
	Tozer Kemsley & Millbourn (Holdings)	Overseas Traders	Motors

Note: Peninsular & Oriental Steam Navigation was also temporarily reclassified 'Miscellaneous' from 29 March to 17 April.

Table D—Changes of name

<i>Former Name</i>	<i>New Name</i>
Applied Computer Techniques (Holdings)	Apricot Computers
Associated Dairies Group	ASDA-MFI Group
Baker Perkins Holdings	Baker Perkins
Barclays Bank	Barclays
British Electric Traction	B.E.T.
British Tar Products	B.T.P.
Carpets International	Debron Investments
Charterhouse J. Rothschild	J. Rothschild Holdings
Computer & Systems Engineering	CASE Group
East Midland Allied Press	E.M.A.P.
English Association Group	English Trust Group
Fairview Estates	Frogmore Estates
John Folkes Hefo	Folkes Group
Forshaws Burtonwood Brewery	Burtonwood Brewery
Greycoat City Offices	Greycoat Group
Arthur Guinness & Sons	Guinness
Intasan Leisure Group	International Leisure Group
Liverpool Daily Post & Echo	Trinity International Holdings
LRC International	London International Group
Management Agency & Music	Chrysalis Group
Marchwiell	Alfred McAlpine
Mills & Allen International	M.A.I.
Harold Perry Motors	Perry Group
Polly Peck (Holdings)	Polly Peck International
Sears Holdings	Sears
Standard Chartered Bank	Standard Chartered
Standard Telephone & Cables	S.T.C.
Stock Conversion & Investment Trust	Stock Conversion
Systems Designers International	Systems Designers
Vaux Breweries	Vaux Group

Table E—Equity Index Levels etc. on 31 December 1985

Group/Subsection	Number of Constituents	Index Number	Est. Earnings Yield %	Gross Dividend Yield % (ACT @ 30%)	Est. Price/Earnings Ratio (Net)	XD adj. 1985	Capitalization as at 31 Dec. 1985 (\$bn)	% of All Share Index	1985 High	1985 Low	1985 (31 Dec. 1984)	% Change during 1985
1 CAPITAL GOODS*	207	573-88	10.04	4.01	12.48	15.66	38222.3	16.56	587.25	483.30	558.46	+2.76
2 Building Materials*	23	632-18	10.54	4.29	11.84	18.51	6306.5	2.73	651.74	472.11	511.31	+23.64
3 Contracting & Construction*	27	923-35	10.41	4.69	12.37	28.55	3020.5	1.31	963.49	684.17	740.59	+24.68
4 Electricals	13	1530-81	9.55	4.96	13.66	52.34	1253.0	.54	1701.64	1289.36	1591.12	-3.79
5 Electronics	39	1407-33	10.60	3.24	12.38	32.14	10321.9	4.47	1977.60	1229.01	1948.02	-27.76
6 Mechanical Engineering*	31	327.64	10.57	4.40	11.49	9.89	6910.8	2.99	336.97	263.85	278.70	+17.56
7 Metals & Metal Forming	7	241.87	9.11	6.76	13.40	7.98	891.9	1.21	249.75	165.08	167.84	+44.50
8 Motors*	17	209.16	11.47	4.24	10.52	5.95	2784.1	1.21	209.16	142.57	144.66	+44.10
10 Other Industrial Materials*	20	1020-11	7.61	3.56	15.74	25.55	6773.6	2.92	1059.62	828.60	841.89	+21.17
11 CONSUMER*	177	770.66	8.54	3.57	14.68	19.20	79328.2	34.36	790.71	604.96	620.66	+24.09
22 Brewers & Distillers	23	790.05	9.56	3.91	13.42	20.75	12513.1	5.42	816.65	550.86	570.26	+38.54
25 Food Manufacturing	22	581.06	10.34	4.34	12.45	18.15	9984.0	4.32	590.26	471.62	481.14	+20.77
26 Food Retailing	14	1760.19	6.23	2.56	21.59	29.84	8529.9	3.70	1852.45	1400.36	1461.86	+20.41
27 Health & Household Products	9	1228.72	6.23	2.67	18.83	23.08	1238.4	5.04	1238.92	980.65	1018.99	+20.58
29 Leisure*	24	751.47	7.45	4.48	17.12	23.83	4911.4	2.11	778.92	590.69	694.08	+8.27
31 Newspapers, Publishing*	11	1865.18	7.18	5.16	17.63	60.91	1649.5	.72	1924.08	1445.15	1464.58	+27.35
33 Packaging & Paper*	13	366.88	9.50	4.22	12.63	10.30	2441.1	1.06	380.46	286.36	291.10	+26.03
34 Stores*	42	765.51	6.97	2.84	19.40	15.85	18362.9	7.95	834.96	529.47	552.82	+38.47
35 Textiles	16	385.59	11.52	4.45	9.85	11.43	2455.5	1.06	397.45	293.07	300.42	+28.35
36 Tobacco	3	891.13	14.79	5.04	7.71	31.43	6837.3	2.96	1010.69	714.72	900.16	-1.00
41 OTHER GROUPS*	98	718.36	9.56	4.04	13.69	20.53	40597.9	17.58	742.63	605.99	611.33	+17.51
42 Chemicals*	18	745.94	13.45	5.20	9.83	26.71	8068.2	3.49	832.26	645.96	723.33	+3.13
44 Office Equipment	4	211.86	7.52	4.13	15.87	6.20	1100.3	.48	230.66	154.76	157.07	+34.88
45 Shipping & Transport*	10	1370.44	7.24	4.00	16.88	40.16	2777.1	1.20	1382.17	958.08	962.71	+42.35
46 Miscellaneous*	64	893.34	8.01	3.73	15.32	23.06	11710.9	5.07	917.43	787.88	809.71	+10.33
48 Telephone Networks	2	887.43	9.29	3.70	14.77	23.81	16941.4	7.34	942.07	701.92	702.40	+26.34
49 INDUSTRIAL GROUP*	482	713.15	9.16	3.80	13.83	18.85	158148.4	68.50	731.27	599.75	612.00	+16.53
51 OILS*	18	1134.37	18.29	7.71	6.49	61.16	21085.0	9.13	1239.75	1042.21	1069.38	+6.08
59 500 SHARE INDEX*	500	749.37	10.24	4.26	12.21	22.26	179233.4	77.63	771.36	636.98	650.47	+15.20
61 FINANCIAL*	116	520.94	—	4.68	—	17.23	36291.6	15.72	536.82	430.10	435.23	+19.69
62 Banks*	6	542.20	16.92	5.50	8.45	21.12	9764.5	4.23	554.06	420.58	438.49	+23.65
65 Insurance (Life)	9	790.27	—	4.30	—	23.53	5738.4	2.49	832.57	580.95	583.15	+35.52
66 Insurance (Composite)	7	403.56	—	4.88	—	13.79	6271.4	2.72	418.76	303.16	311.51	+29.55
67 Insurance (Brokers)	8	1169.23	7.29	3.72	18.32	30.86	2438.2	1.06	1248.70	1009.26	1030.62	+13.45
68 Merchant Banks	11	283.60	—	3.67	—	7.27	1710.3	.74	290.23	220.65	222.22	+27.62
69 Property*	51	669.21	5.94	3.70	22.47	18.01	6981.2	3.02	699.58	585.78	640.46	+44.89
70 Other Financial*	24	296.98	10.10	5.87	12.21	12.34	3367.6	1.46	312.36	261.32	274.77	+8.08
71 INVESTMENT TRUSTS*	105	649.08	—	3.38	—	15.53	10900.3	4.72	656.81	570.78	571.33	+13.61
81 MINING FINANCE	3	240.83	13.89	6.45	8.38	10.50	2480.9	1.08	311.08	240.20	273.85	-12.06
91 OVERSEAS TRADERS*	14	597.55	13.29	6.86	8.93	29.33	1969.1	.85	687.15	562.27	625.38	-4.45
99 ALL SHARE INDEX*	738	682.94	—	4.33	—	20.65	230875.3	100.00	702.06	581.88	592.94	+15.18
100 F.T.-S.E. 100 INDEX*	100	1412.6	—	—	—	—	104661.2	71.32	1460.7	1199.6	1232.2	+14.64

* For new number of Constituents, Market Capitalization and % of All Share Index after the Year-End Changes—see Table F.

Table F—After the year-end changes

Some of the details as at 31 December 1985 shown in Table E were affected by the Year-End reclassifications and other changes. For the groups and subsections concerned, the new figures, allowing for them, are shown below:

<i>Group Subsection</i>	<i>Number of Constituents</i>	<i>Market Capitalization (£m)</i>	<i>% of All Share Index</i>
1 CAPITAL GOODS	214	38649.3	16.78
2 Building Materials	24	6540.6	2.84
3 Contracting & Construction	28	3098.8	1.35
6 Mechanical Engineering	63	7012.3	3.04
9 Motors	18	2854.9	1.24
10 Other Industrial Materials	22	6675.9	2.90
21 CONSUMER	183	79911.6	34.69
29 Leisure	25	4959.9	2.15
32 Publishing & Printing	13	2757.3	1.20
33 Packaging & Paper	15	982.9	0.43
34 Stores	43	18456.6	8.01
41 OTHER GROUPS	84	39260.9	17.04
42 Chemicals	19	8095.0	3.51
45 Shipping & Transport	12	2986.0	1.30
47 Telephone Networks	2	16941.4	7.35
48 Miscellaneous	47	10138.2	4.40
49 INDUSTRIAL GROUP	481	157810.9	68.51
51 OIL & GAS	19	21114.9	9.17
59 500 SHARE INDEX	500	178925.8	77.86
61 FINANCIAL GROUP	118	36238.8	15.73
62 Banks	7	10422.6	4.52
69 Property	51	6850.8	2.97
70 Other Financial	25	2892.8	1.26
71 INVESTMENT TRUSTS	104	10670.0	4.63
91 OVERSEAS TRADERS	14	1927.4	.84
99 ALL SHARE INDEX	739	230348.6	100.00
100 F.T.-S.E. 100 INDEX	100	164781.7	71.54

Table G—1985 changes in F.T.–S.E. 100 constituents

These changes were made after the close of business on the date indicated:

<i>Date</i>	<i>Deleted</i>	<i>Capitalization (£m)</i>	<i>Added</i>	<i>Capitalization (£m)</i>
1 February	Hambro Life Assurance	651	Jaguar	547
31 March	Enterprise Oil	420	Arthur Guinness & Sons	511
12 April	House of Fraser	610	Smiths Industries	432
14 May	M.F.I. Furniture Group	564	Ranks Hovis McDougall	427
30 June	Ranks Hovis McDougall	422	Abbey Life Group	636
	Imperial Continental Gas	426	Debenhams	500
5 August	Debenhams	559	Bank of Scotland	498
30 September	Lonrho	406	Habitat Mothercare	545
31 December	J. Rothschild Holdings	402	Scottish & Newcastle Breweries	497

Table H—Constituents of the F.T.–S.E. Index immediately after the 31 December 1985 changes—with Equity Market Capitalizations on that day

<i>Position</i>	<i>Company</i>	<i>Capitalization (£m)</i>	<i>Position</i>	<i>Company</i>	<i>Capitalization (£m)</i>
1	British Telecommunications	13920.0	51	Sun Alliance & London Insurance	1025.5
2	British Petroleum	10211.9	52	B.E.T.	992.9
3	"Shell" Transport & Trading	7325.1	53	Whitbread	977.8
4	Glaxo Holdings	5690.1	54	United Biscuits (Holdings)	966.9
5	Imperial Chemical Industries	4929.6	55	Reckitt & Colman	963.7
6	Marks and Spencer	4655.8	56	Commercial Union Assurance	949.4
7	BAT Industries	4616.6	57	Racal Electronics	913.2
8	General Electric	4373.5	58	Hawker Siddeley Group	910.4
9	B.T.R.	4165.3	59	Rank Organisation	882.7
10	Cable and Wireless	3631.3	60	Thorn E.M.I.	859.3
11	Barclays	3271.2	61	Woolworth Holdings	859.0
12	Grand Metropolitan	3075.9	62	Pearson	858.6
13	Hanson Trust	2817.2	63	Consolidated Gold Fields	844.3
14	Beecham Group	2711.5	64	Dixons Group	827.9
15	J. Sainsbury	2606.5	65	Cadbury Schweppes	823.7
16	National Westminster Bank	2497.3	66	Reed International	819.4
17	Prudential Corporation	2339.4	67	Smith & Nephew Associated	815.8
18	Unilever	2209.9	68	Royal Bank of Scotland Group	754.3
19	Bass	2144.8	69	Hammerson Property Inv & Dev	739.9
20	Great Universal Stores 'A'	2046.5	70	Blue Circle Industries	737.4
21	Imperial Group	1928.3	71	Redland	730.2
22	Boots	1912.7	72	Courtaulds	728.3
23	Royal Insurance	1888.3	73	M.E.P.C.	703.3
24	Allied-Lyons	1834.6	74	British Home Stores	695.0
25	Distillers	1797.7	75	Rowntree Mackintosh	695.0
26	Lloyds Bank	1727.9	76	Pilkington Brothers	691.9
27	ASDA-MFI Group	1626.1	77	Argyll Group	690.6
28	Rio Tinto-Zinc Corporation	1602.9	78	B.P.B. Industries	682.6
29	Sears	1600.6	79	Willis Faber	672.5
30	Burton Group	1539.9	80	British & Commonwealth Shipping	671.8
31	Land Securities	1510.2	81	Standard Chartered	664.3
32	Dee Corporation	1259.6	82	Iadbroke Group	656.7
33	Plessey	1248.5	83	Guest Keen & Nettlefolds	622.2
34	B.O.C. Group	1243.9	84	Ferranti	620.4
35	Trusthouse Forte	1216.9	85	Northern Foods	606.2
36	General Accident Fire & Life Assurance	1210.8	86	Jaguar	606.0
37	Trafalgar House	1190.4	87	English China Clays	567.8
38	Tesco	1180.2	88	Abbey Life Group	560.0
39	British Aerospace	1175.1	89	S.T.C.	546.0
40	Tarmac	1169.7	90	Ultramar	545.6
41	Guardian Royal Exchange	1144.1	91	Habitat Mothercare	542.7
42	Reuters Holdings 'B'	1136.7	92	Granada Group	520.6
43	Legal and General Group	1126.1	93	Globe Investment Trust	514.0
44	Peninsular & Oriental Steam Navigation	1117.2	94	Harrisons & Crosfield	502.0
45	Fisons	1062.7	95	Scottish & Newcastle Breweries	497.2
46	Sedgwick Group	1061.9	96	Exco International	491.7
47	Britoil	1045.1	97	Smiths Industries	490.0
48	Midland Bank	1038.3	98	Bank of Scotland	486.7
49	Associated British Foods	1036.5	99	Sun Life Assurance Society	462.6
50	Guinness	1030.9	100	B.I.C.C.	462.0