



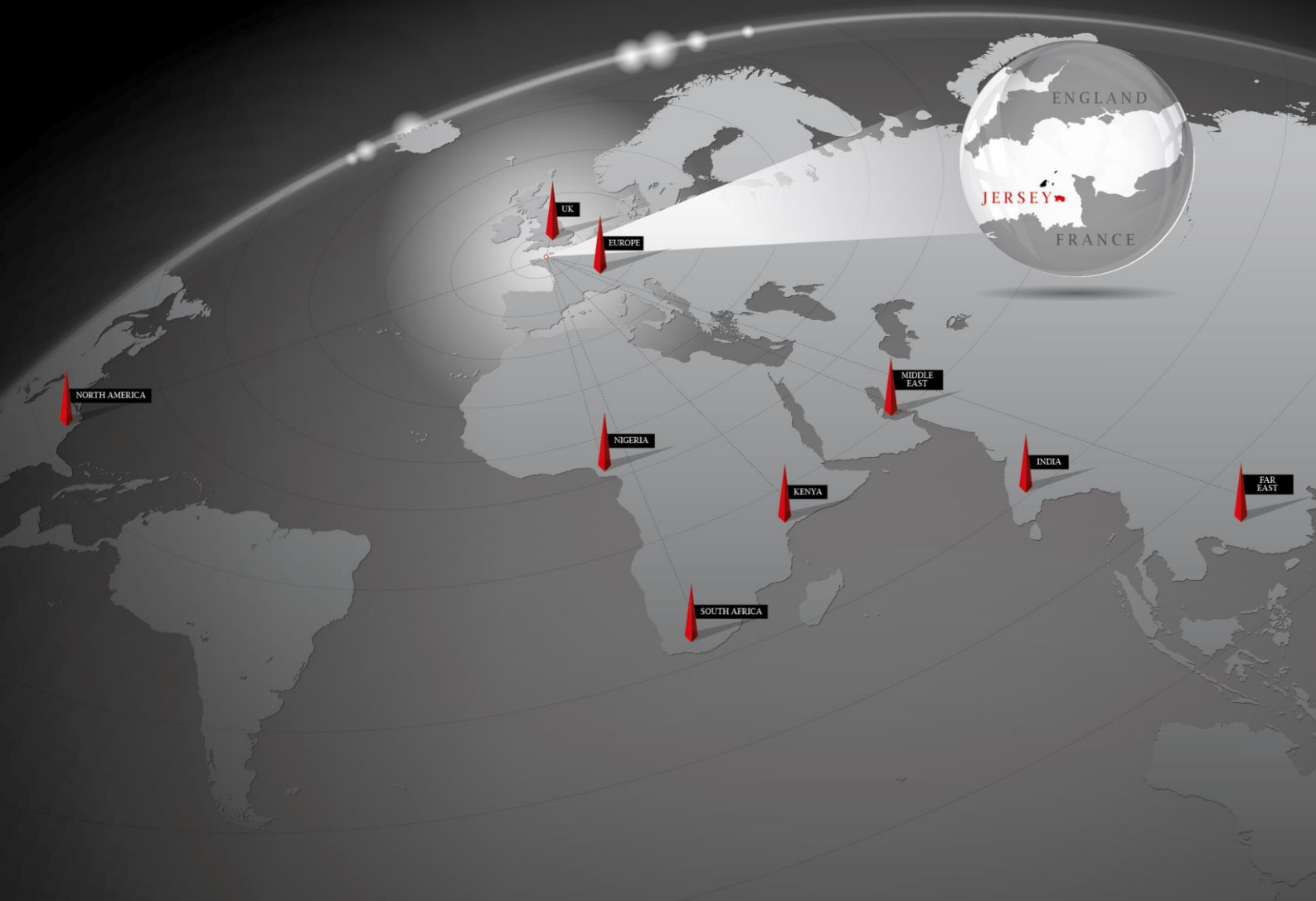
Jersey Finance

Delivering Insight • Driving Innovation

Jersey

Financial Services Industry Quarterly Report

Period Ended 31 December 2016



Executive Summary

- The number of live companies on the register stood at 32,249 at the end of the fourth quarter of 2016.
- The net asset value of regulated funds under administration increased by £22.3bn from £237.3bn to £259.6bn during Q4 2016.
- The total value of banking deposits held in Jersey increased by £2.4bn from £111.5bn to £113.9bn during Q4 2016. The number of licences decreased to 29 at the end of Q4 2016.
- The total number of regulated collective investment funds increased by 70 from 1,125 to 1,195 over the quarter whilst, as at end of Q4 2016, there were 120 active unregulated funds.
- The value of total funds under investment management stood at £20.6bn at the end of Q4 2016. These figures do not include the total assets under management within the qualifying segregated managed accounts (QSMA) which decreased by 0.056bn from £1.981bn to £1.924bn at the end of the quarter.

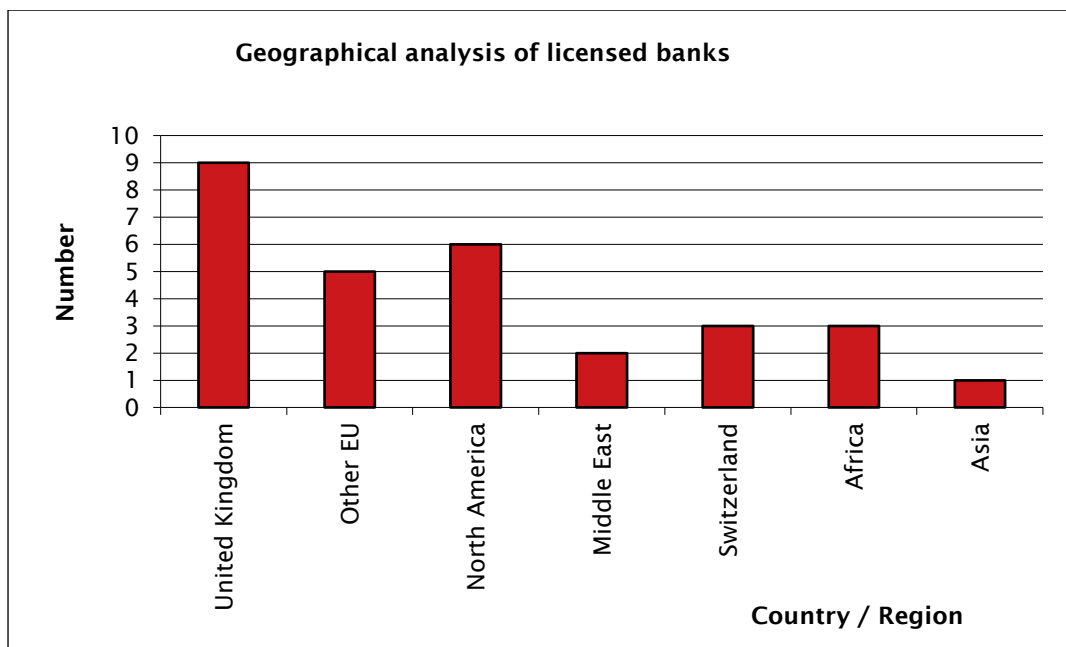
This quarterly report is produced by Jersey Finance, the representative body for the finance industry in Jersey. The first part is based upon statistical information collated and prepared by the Jersey Financial Services Commission, supplemented by comments from Jersey Finance. More detailed statistical information is attached in the appendices.

Banks

Registered banks

There were 29 banks registered in Jersey as at 31 December 2016. The geographical analysis of registered banks (based on the jurisdiction of the ultimate parent company) is set out in figure 1.

Figure 1 - Geographical analysis of registered banks as at 31 December 2016



Bank deposits

Total banking deposits held in Jersey increased by £2.4bn during Q4 2016 to £113.9bn. An analysis of the residence of depositors can be found in figures 2 and 3, and in greater detail in Appendix 1.

Figure 2 – Analysis of bank deposits as at 31 December 2016¹

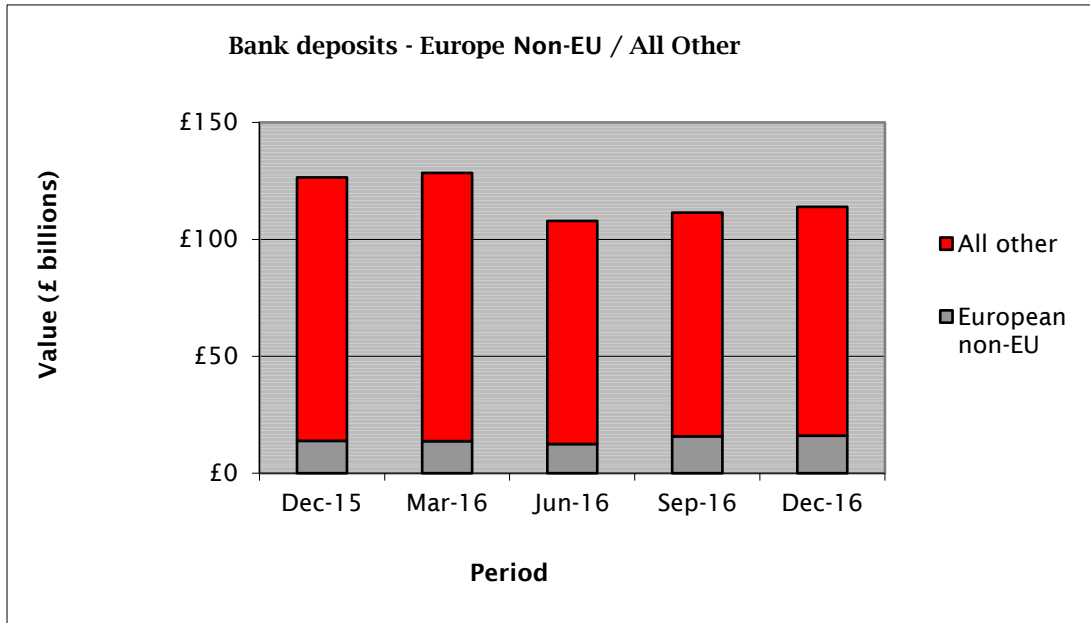
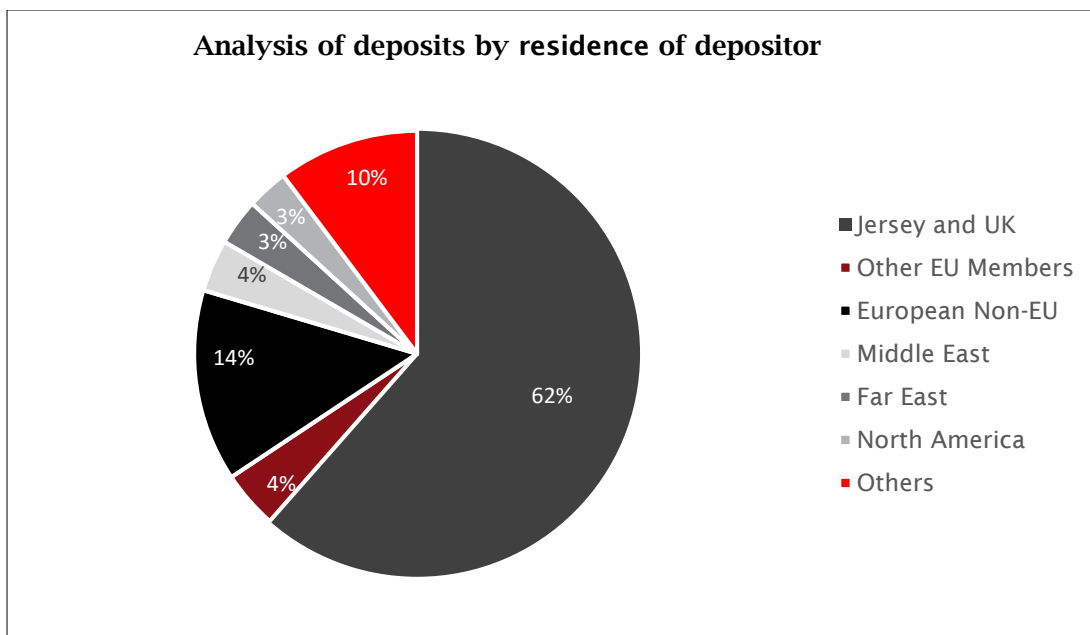


Figure 3 – Deposits by residence of depositors on 31 December 2016



¹ Deposits are analysed between deposits from 'European non-EU Members' and other deposits. The reason for this split is that 'European non-EU Members' includes a significant element of wholesale fiduciary deposits on which margins are much lower than on other types of deposits.

Funds

and Fund Management

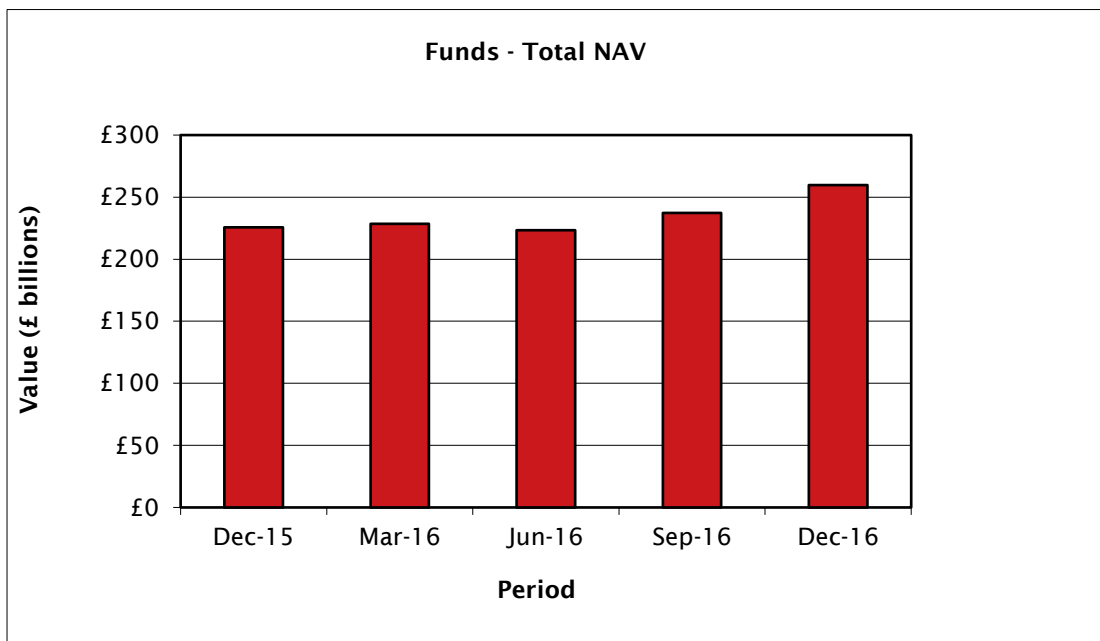
The following data includes both Jersey and non-Jersey domiciled funds administered in Jersey. However, excluded from the analyses are collective investment funds for which the only services provided in Jersey are distribution or similarly minor activities. These funds are regarded as non-Jersey funds for current statistical purposes.

The data also includes funds established under the Control of Borrowing (Jersey) Order 1958 (COBO). COBO funds are private schemes with fewer than 51 offers which do not require a permit under CIF Law, but which do require an initial regulatory consent in the form of a consent granted under COBO.

Key statistics

During the fourth quarter of 2016 the net asset value of funds increased by £22.3bn from £237.3bn to £259.6bn. The total number of regulated collective investment funds increased by 70 from 1,125 to 1,195.

Figure 4 – Net asset value of all funds as at 31 December 2016



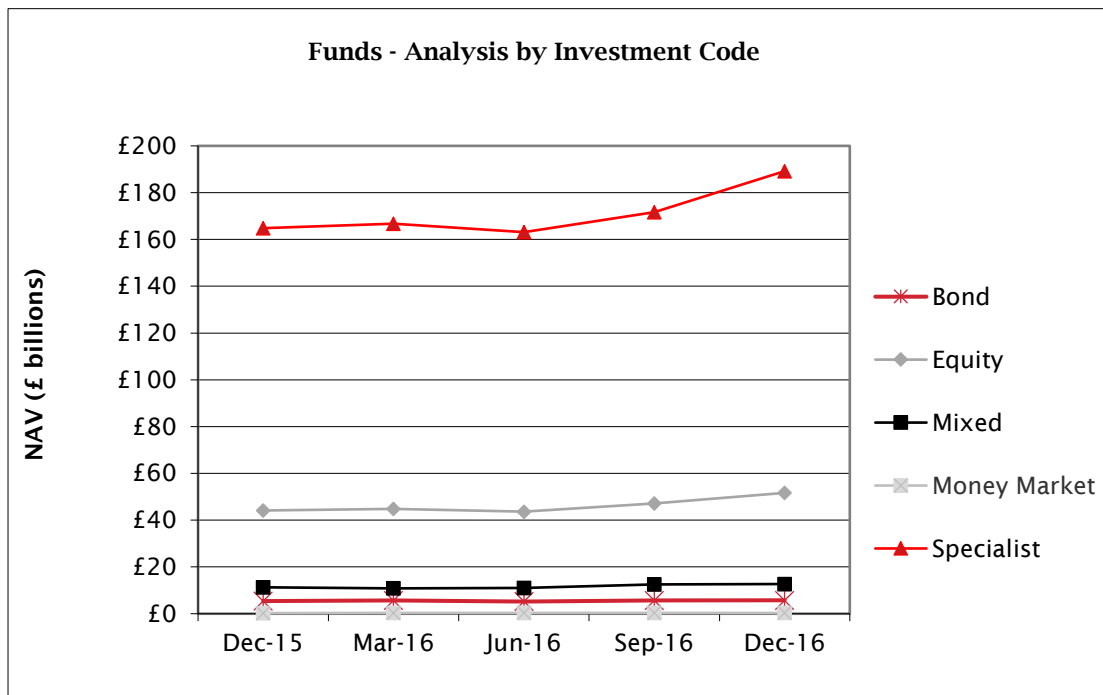
COBO Only Private Placement Funds

There are currently 60 COBO Only Private Placement Funds in total with a reported collective NAV of £4.7bn.

Analysis by investment policy code (asset class)

More analysis of funds by investment code can be found in Appendix 2, as well as figure 5.

Figure 5 - Analysis of funds by investment code as at 31 December 2016

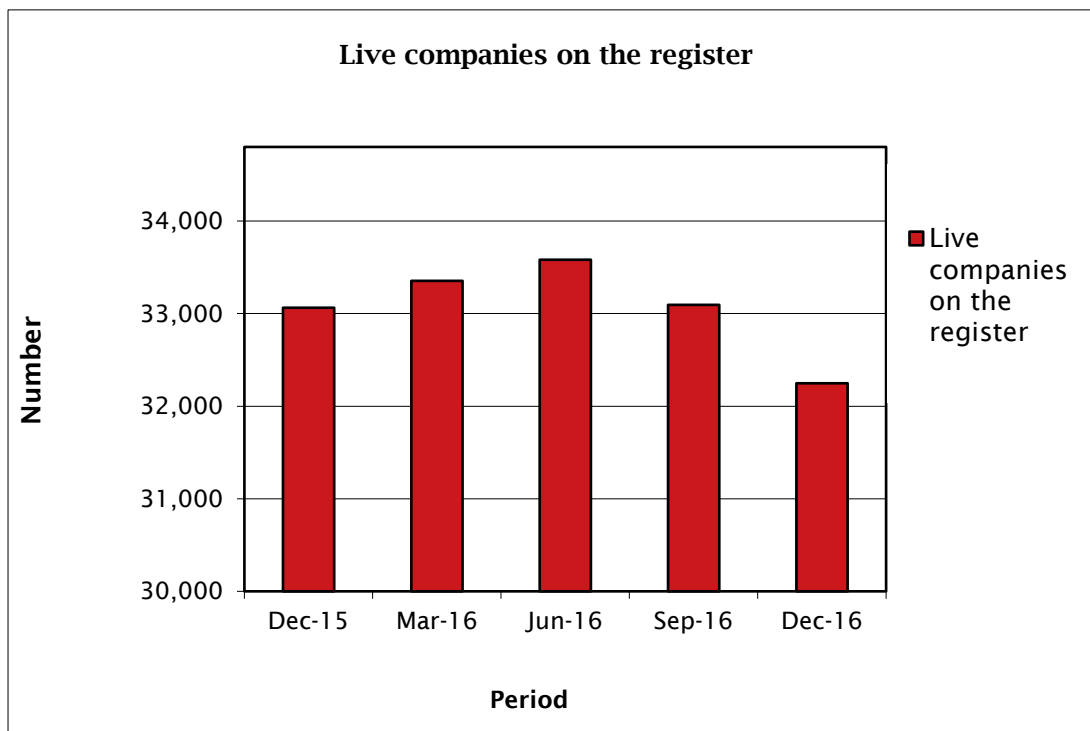


Company Administration

Company incorporations – Jersey companies

The total number of live companies on the register stood at 32,249 in December 2016. More detail can be found in Appendix 3, as well as figure 7.

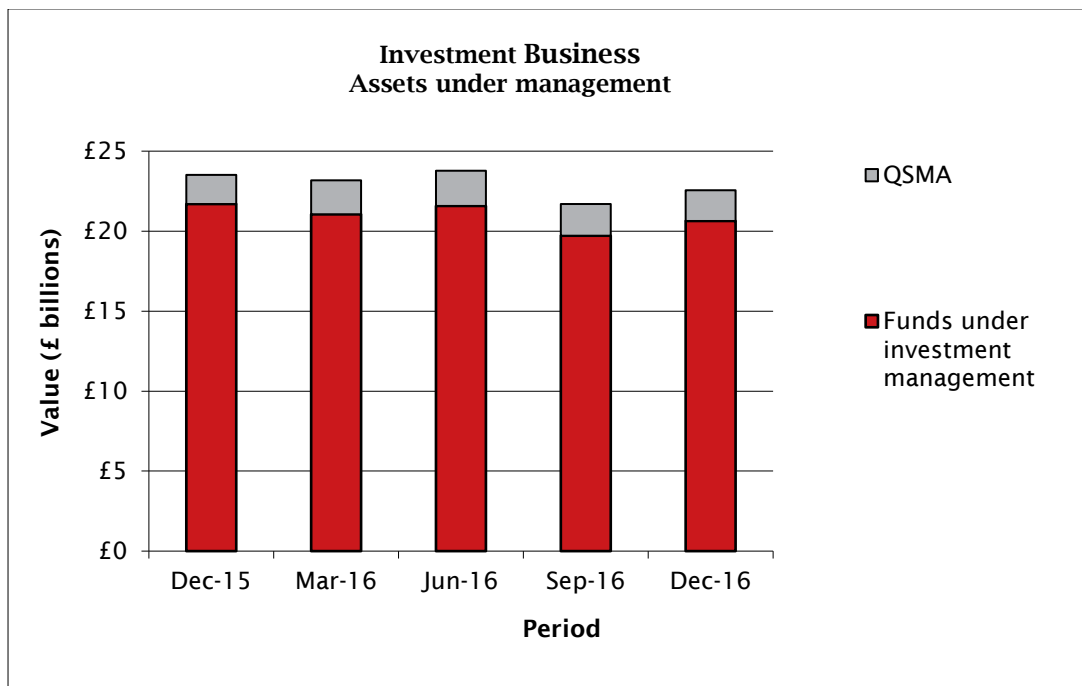
Figure 7 – Live companies on the register as at 31 December 2016



The figures only refer to Jersey companies and do not include foreign companies formed and/or administered from Jersey.

Investment Business

Figure 8 - Investment business assets under management as at 31 December 2016



Appendix 1

Banking Statistics

Banks and bank deposits to date. (Source: Jersey Financial Services Commission)

Date	No. of banks	£billion sterling	£billion currency	£billion total
31 Mar 2009	46	63.025	132.885	195.910
30 Jun 2009	45	59.520	114.692	174.212
30 Sep 2009	47	57.379	113.219	170.599
31 Dec 2009	47	57.471	107.749	165.220
31 Mar 2010	46	58.955	118.648	177.603
30 Jun 2010	46	57.474	109.411	166.885
30 Sep 2010	45	57.089	110.066	167.155
31 Dec 2010	45	56.376	105.217	161.593
31 Mar 2011	39	55.979	110.511	166.490
30 Jun 2011	39	54.468	110.551	165.019
30 Sep 2011	39	55.909	111.386	167.295
31 Dec 2011	40	54.276	103.811	158.087
31 Mar 2012	40	54.860	100.031	154.891
30 Jun 2012	41	56.397	94.014	150.411
30 Sep 2012	42	56.109	92.573	148.682
31 Dec 2012	42	56.126	96.018	152.145
31 Mar 2013	42	56.341	98.740	155.081
30 Jun 2013	42	53.775	97.055	150.830
30 Sep 2013	42	52.956	92.251	145.207
31 Dec 2013	42	52.422	87.472	139.894
31 Mar 2014	34	53.101	86.065	139.166
30 Jun 2014	34	52.831	86.073	138.905
30 Sep 2014	33	52.172	84.407	136.579
31 Dec 2014	33	51.544	80.869	132.413
31 Mar 2015	33	53.780	83.541	137.321
30 Jun 2015	33	53.113	80.366	133.479
30 Sep 2015	33	51.481	80.353	131.834
31 Dec 2015	32	51.707	74.810	126.517
31 Mar 2016	32	51.959	76.432	128.391
30 Jun 2016	30	52.107	55.717	107.824
30 Sep 2016	30	51.977	59.496	111.473
31 Dec 2016	29	53.634	60.232	113.866

Appendices: Detailed statistical information for quarter ended 31 December 2016

Appendix 1

Banking Statistics (continued)

Analysis of deposits – December 2016 (Source: Jersey Financial Services Commission)

Residence of depositors	£thousand sterling	£thousand currency	£thousand total
Jersey-resident depositors	7,846,542	3,919,079	11,765,621
Jersey financial intermediaries etc.	7,335,510	8,168,696	15,504,206
UK, Guernsey & Isle of Man + unallocated Jersey, UK etc.	23,628,709	19,535,165	43,163,874
Subtotal	38,307,671	31,622,940	70,433,701
Other EU members	2,071,362	2,316,550	4,387,912
European non-EU members	3,564,927	12,461,592	16,026,519
Middle East	1,704,963	2,789,106	4,494,069
Far East	1,884,104	1,498,148	3,382,252
North America	1,279,493	1,806,991	3,086,484
Others, unallocated non-Jersey, UK etc.	4,318,828	7,736,701	12,055,529
Subtotal	14,823,677	28,609,088	43,432,765
Overall total of deposits	53,634,438	60,232,028	113,866,466
Percentage of total	Sterling	Currency	Total
Jersey-resident depositors	6.9%	3.4%	10.3%
Jersey financial intermediaries etc.	6.4%	7.2%	13.6%
UK, Guernsey & Isle of Man + unallocated Jersey, UK etc	20.8%	17.2%	37.9%
Subtotal	34.1%	27.8%	61.8%
Other EU members	1.8%	2%	3.9%
European non-EU members	3.1%	10.9%	14.1%
Middle East	1.5%	2.4%	3.9%
Far East	1.7%	1.3%	3%
North America	1.1%	1.6%	2.7%
Others, unallocated non-Jersey, UK	3.8%	6.8%	10.6%
Subtotal	13%	25.1%	38.1%
Overall total of deposits	47.1%	52.9%	100%

Appendix 2

Fund Statistics

Collective Investment Funds (Jersey) Law 1988 (CIF Law) Control of Borrowing (Jersey) Order 1958 (COBO).

Summary of Statistical Survey of Funds Serviced in Jersey as at 31 December 2016 (Source: Jersey Financial Services Commission)

Date	Total Value £ Millions	Number of Funds	Total No. of Separate Pools
30 Sep 2008	239,870	1,452	3,080
31 Dec 2008	241,172	1,472	3,129
31 Mar 2009	215,100	1,413	3,123
30 June 2009	198,063	1,322	2,842
30 Sep 2009	163,029	1,287	2,822
31 Dec 2009	166,156	1,294	2,725
31 Mar 2010	180,514	1,320	2,745
30 June 2010	175,942	1,287	2,603
30 Sep 2010	178,941	1,327	2,625
30 Dec 2010	184,703	1,324	2,522
31 Mar 2011	194,576	1,364	2,530
30 June 2011	196,635	1,323	2,451
30 Sep 2011	193,723	1,365	2,457
31 Dec 2011	189,424	1,392	2,454
31 Mar 2012	196,185	1,412	2,469
30 June 2012	189,375	1,380	2,410
30 Sep 2012	189,537	1,392	2,362
31 Dec 2012	192,761	1,388	2,322
31 Mar 2013	205,262	1,395	2,307
30 Jun 2013	201,347	1,337	2,219
30 Sep 2013	194,839	1,348	2,205
31 Dec 2013	192,152	1,334	2,149
31 Mar 2014	195,288	1,337	2,159
30 Jun 2014	200,395	1,283	2,078
30 Sep 2014	205,403	1,304	2,137
31 Dec 2014	228,880	1,323	2,176
31 Mar 2015	226,982	1,322	2,144
30 June 2015	218,705	1,298	2,121
30 Sep 2015	218,791	1,311	2,153
31 Dec 2015	225,792	1,320	2,163
31 Mar 2016	228,413	1,326	2,157
30 June 2016	223,228	1,259	2,076
30 Sep 2016	237,255	1,125	1,863
31 Dec 2016	259,593	1,195	1,996

Appendix 2

Fund Statistics (continued)

Analysis of CIFs and COBO Funds

	Total net asset value £millions	Total no of funds	No of separate pools
CIFs Closed	146,498	574	887
CIFs Open	103,069	403	891
CIFS Subtotal	249,567	977	1,778
COBO Closed	9,791	201	201
COBO Open	235	17	17
COBO Subtotal	10,026	218	218
Quarter Total	259,593	1,195	1,996

Jersey/Non-Jersey	Total no. of funds	No. of separate pools	Net asset value £millions
Jersey CIFs	578	1,244	119,344
Jersey COBOs	118	118	4,852
Jersey Subtotal	696	1,362	124,196
Non-Jersey CIFs with a major function	399	534	130,223
Non-Jersey COBOs with a major function	100	100	5,174
Non-Jersey Subtotal	499	634	135,397
TOTAL	1,195	1,996	259,593

Appendices: Detailed statistical information for quarter ended 31 December 2016

Appendix 2

Fund Statistics (continued)

CIFs and COBOs by policy code. For information in relation to sales and repurchases please contact Jersey Finance.

Investment policy	No. of single class funds	No. of umbrella sub-funds	Net asset value £millions as at 30/09/16	Net asset value £millions as at 31/12/16
B01 - Bond - Global	12	20	1,556	1,590
B02 - Bond - UK Debt	14	17	1,855	1,867
B03 - Bond - US Debt	7	7	321	336
B04 - Bond - Europe	6	7	853	830
B05 - Bond - Other	8	9	1,114	1,120
Subtotal Bond	47	60	5,699	5,743
E01 - Equity - UK	15	20	2,480	2,566
E02 - Equity - Europe (incl UK)	36	36	24,585	27,336
E03 - Equity - Europe (excl UK)	23	23	2,413	2,295
E04 - Equity - US (North America)	13	15	1,880	1,995
E06 - Equity - Far East (incl Japan)	11	12	651	647
E07 - Equity - Far East (excl Japan)	3	3	348	365
E08 - Equity - Global Emerging Markets	24	32	2,183	2,191
E09 - Equity - Global Equity	38	101	5,649	7,177
E10 - Equity - Other	47	53	6,958	7,080
Subtotal Equity	210	295	47,147	51,652

Appendices: Detailed statistical information for quarter ended 31 December 2016

Appendix 2

Fund Statistics (continued)

CIFs and COBOs by policy code

Investment policy	No. of single class funds	No. of umbrella sub-funds	Net asset value £millions as at 30/09/16	Net asset value £millions as at 31/12/16
X01 - Mixed Equity Bond	42	206	12,484	12,688
Subtotal Mixed	42	206	12,484	12,688
M01 - Money Market - Sterling	10	13	215	225
M02 - Money Market - US Dollar	5	5	66	73
M03 - Money Market - Euro	7	7	5	7
M04 - Money Market - Swiss	0	0	0	0
M05 - Money Market - Other	3	3	0	1
Subtotal Money Market	25	28	286	306
S01 - Specialist -Venture Capital / Private Equity - Emerging Markets	44	44	5,500	6,434
S02 - Specialist -Venture Capital / Private Equity -Other	326	347	46,844	53,248
S03 - Specialist - Real Property	198	210	38,716	40,080
S04 - Specialist - Derivatives	8	133	305	336
S05 - Specialist -Traded Endowment Policies	11	21	407	1,368
S06 - Specialist - Hedge/Alternative Investment Funds	255	378	47,020	52,374
S07 - Specialist -Other	142	273	32,847	35,364
Subtotal Specialist	984	1,406	171,639	189,204
Total	1,308	1,995	237,255	259,593

Appendices: Detailed statistical information for quarter ended 31 December 2016

Appendix 3

Companies

Quarterly company incorporations				
	31 March	30 June	30 September	31 December
2008	761	799	661	537
2009	577	533	628	591
2010	709	586	605	584
2011	629	576	640	675
2012	646	558	526	643
2013	557	658	667	635
2014	668	717	664	722
2015	714	722	717	786
2016	587	657	565	710
Live companies on the register				
	31 March	30 June	30 September	31 December
2008	33,784	34,372	34,622	33,395
2009	33,579	33,811	33,187	33,074
2010	33,379	33,570	33,634	32,722
2011	32,998	33,116	33,194	32,508
2012	32,816	32,938	32,628	32,503
2013	32,790	33,037	33,272	32,479
2014	32,701	33,207	33,414	32,717
2015	32,861	33,425	33,739	33,063
2016	33,355	33,582	33,094	32,249

Appendices: Detailed statistical information for quarter ended 31 December 2016

Appendix 4

Insurance Business

Licence	Q3 2016	Net movement	Q4 2016
Category A	163	+1	164
Category B	5	0	5
Total	168	+1	169

Appendices: Detailed statistical information for quarter ended 31 December 2016

Appendix 5

Jersey Listed Companies on Global Exchanges

(as at 31 December 2016)

Territory	Exchange	Market	Number of Companies	Market Cap (£bn)
UK	LSE	UK Main Market	42	164.63
		AIM	40	4.26
		SFM	1	0.28
Europe	Euronext	Amsterdam	2	1.37
Asia	HKEx	HK Stock Exchange	3	46.61
North America	NASDAQ	NASDAQ	4	7.75
	NYSE	New York Stock Exchange	1	15.59
	TSX	Toronto Stock Exchange	3	0.20
		Total	96	241.05

Appendices: Detailed statistical information for quarter ended 30 September 2016

Please note that the Jersey Listed Companies on Global Exchanges information was not supplied by the Jersey Financial Services Commission. The data is based on research done by Jersey Finance and is taken from our fact sheet Jersey Holding Companies as Listing Vehicles.

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