

Financial Services Industry - Quarterly Report Period Ended 31 March 2016

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.

Executive Summary

- The number of live companies on the register stood at 33,355 at the end of the first quarter of 2016.
- The net asset value of regulated funds under administration increased by £2.6bn from £225.8bn to £228.4bn during Q1 2016.
- The total value of banking deposits held in Jersey increased by £1.9bn from £126.5bn to £128.4bn during Q1 2016.
- The total number of regulated collective investment funds increased by 6 from 1,320 to 1,326 over the quarter whilst, as at end of Q1 2016, there were 127 active unregulated funds.
- The value of total funds under investment management stood at £21.1bn at the end of Q1 2016. These figures do not include the total assets under management within the qualifying segregated managed accounts (QSMA) which increased by 16.4% from £1.8bn to £2.1bn at the end of the quarter.



Location of Jersey,
Channel Islands.

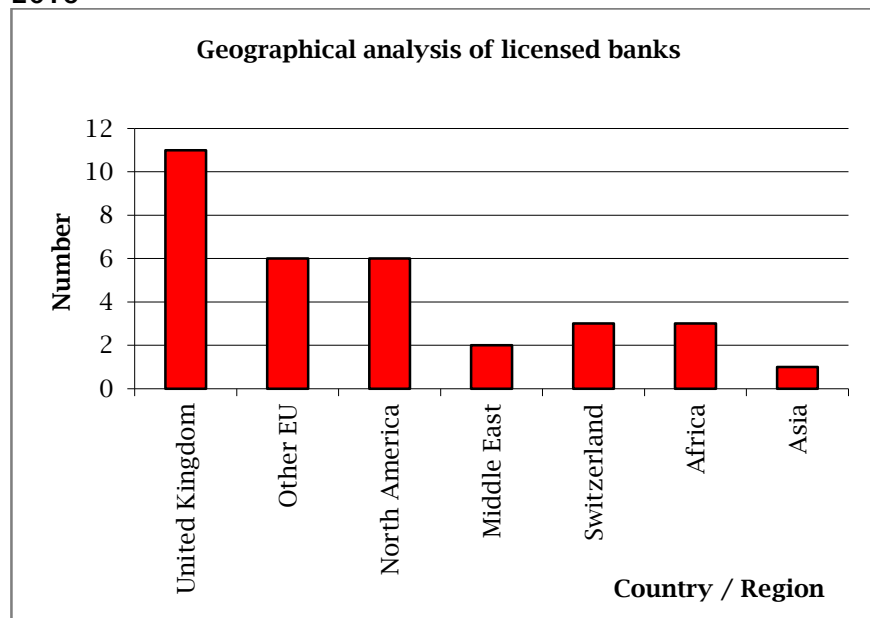
Statistical Information

1. Banking Sector

Registered banks

There were 32 banks registered in Jersey as at 31 March 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 March 2016



Location of Jersey,
Channel Islands.

Bank deposits

Total banking deposits held in Jersey increased by £1.9bn during Q1 2016 to £128.4bn. 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 March 2016¹

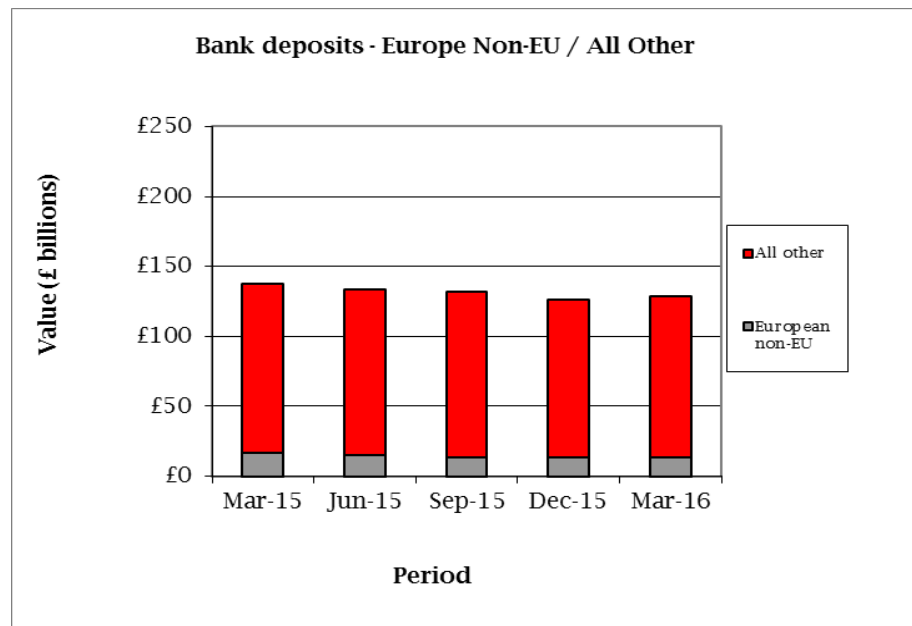
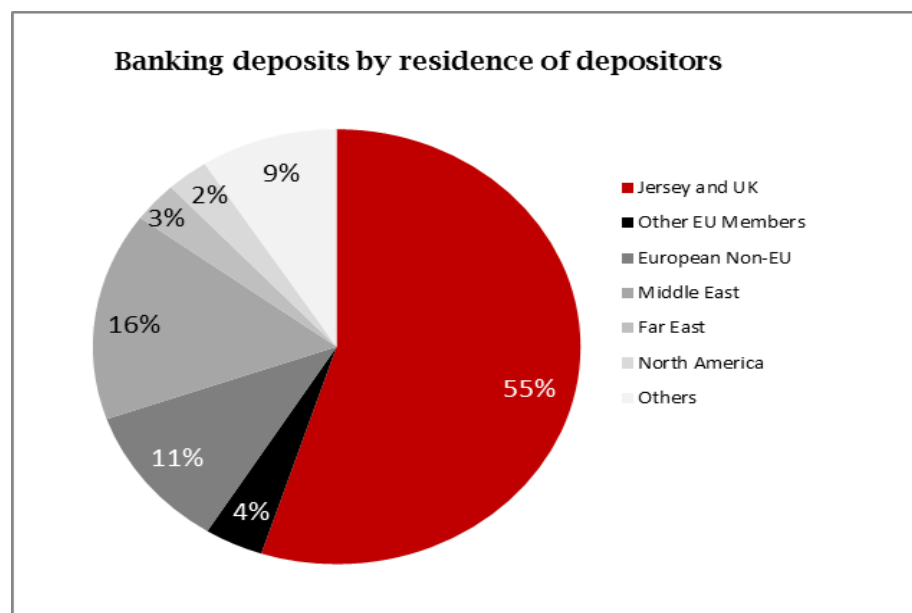


Figure 3 - Deposits by residence of depositors on 31 March 2016



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.



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2. Funds and Funds Management

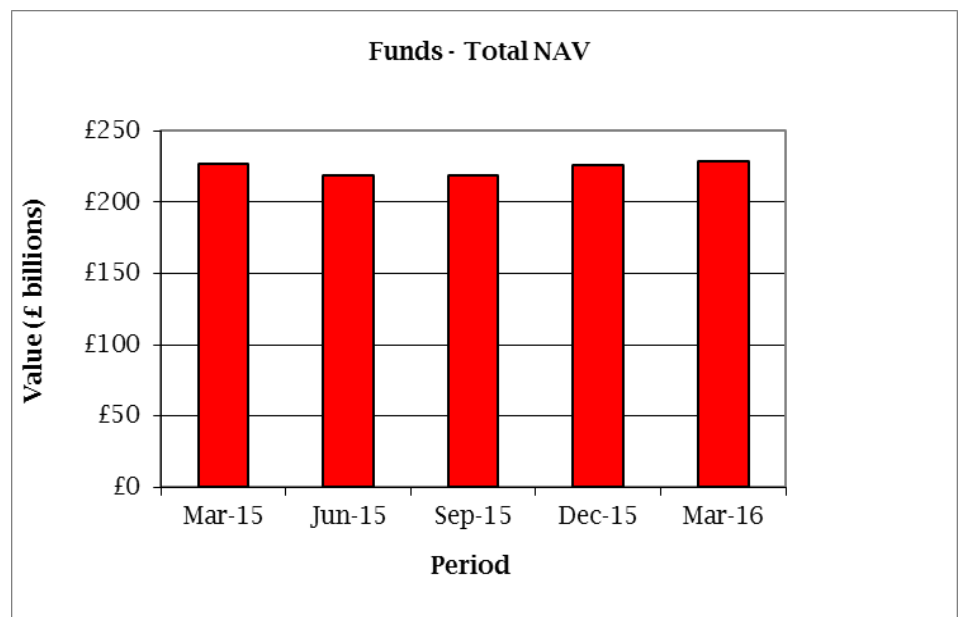
The following data includes both Jersey and non-Jersey domiciled funds administered in Jersey. However, excluded from the analyses are collective investment funds for which the only services provided in Jersey are distribution or similarly minor activities. These funds are regarded as non-Jersey funds 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 first quarter of 2016 the net asset value of funds increased by £2.6bn from £225.8 to £228.4bn. The total number of regulated collective investment funds increased by 6 from 1,320 to 1,326.

Figure 4 - Net asset value of all funds as at 31 March 2016



COBO Only Private Placement Funds

During the first quarter, consent was granted to 9 funds. There are currently 59 COBO Only Private Placement Funds in total with a reported collective NAV of £1.5bn.

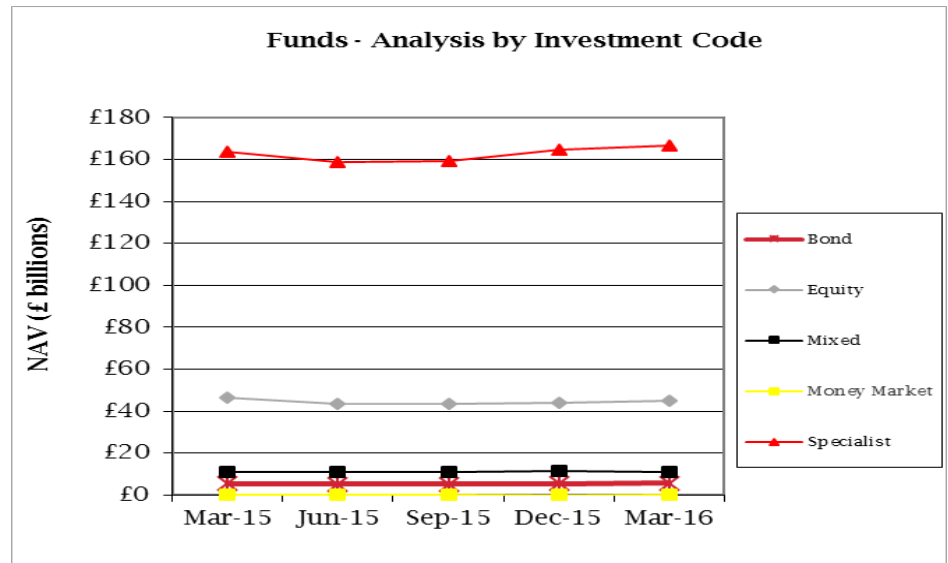


Location of Jersey, Channel Islands.

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.

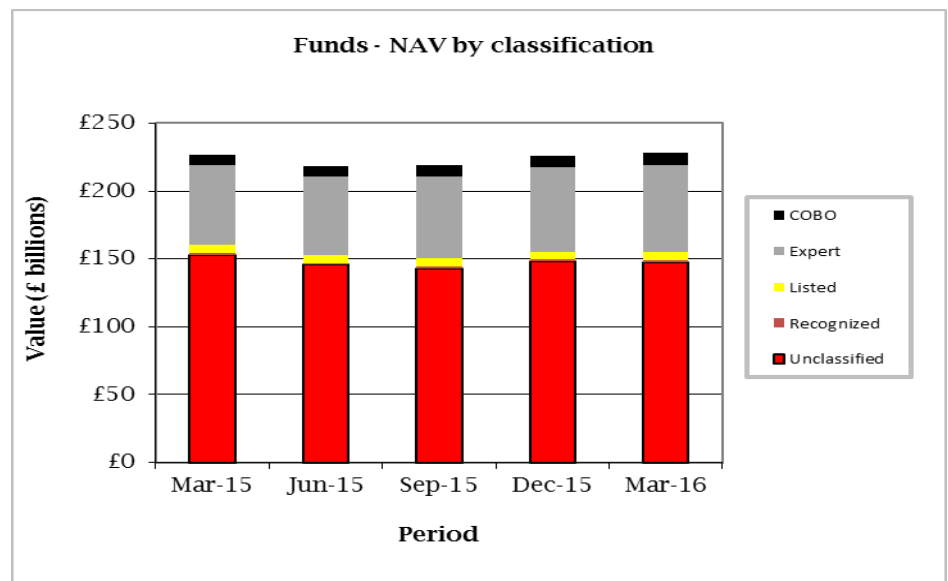
Figure 5 - Analysis of funds by investment code as at 31 March 2016



Analysis by funds classification

More analysis of funds by classification can be found in Appendix 2, as well as figure 6.

Figure 6 - Analysis of funds by classification as at 31 March 2016



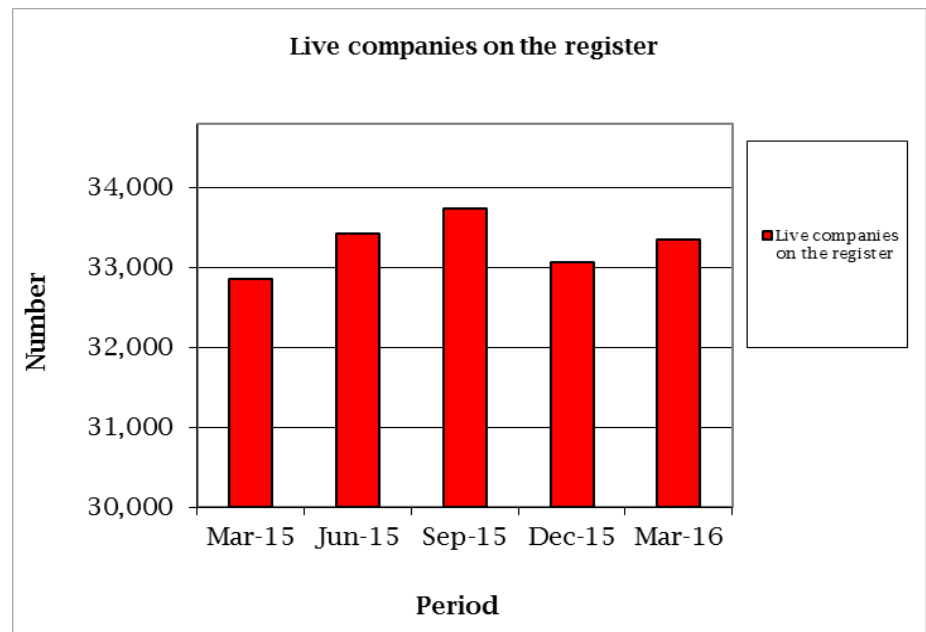
Location of Jersey, Channel Islands.

3. Company Administration

Company incorporations – Jersey companies

The total number of live companies on the register stood at 33,355 in March 2016, an increase from 33,063 in December 2015. More detail can be found in Appendix 3, as well as figure 7.

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



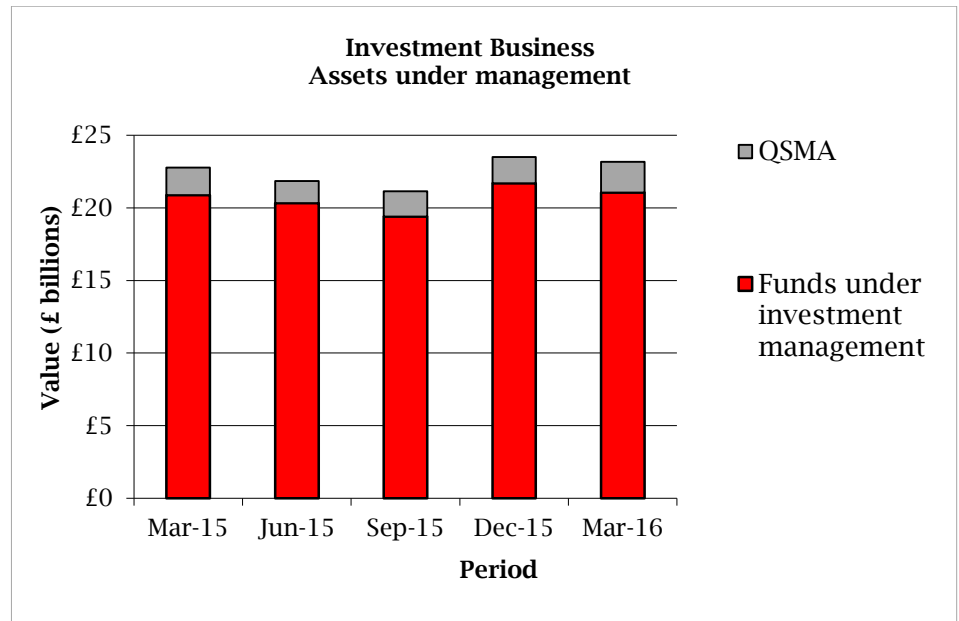
The figures only refer to Jersey companies and do not include foreign companies formed and/or administered from Jersey.



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4. Investment Business

Figure 8 – Investment business assets under management as at 31 March 2016



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Appendices – Detailed statistical information for quarter ended 31 March 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



Location of Jersey, Channel Islands.

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Appendix 1 – Banking Statistics (continued)

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

Residence of depositors	£thousand sterling	£thousand currency	£thousand total
Jersey-resident depositors	7,614,884	4,123,905	11,738,789
Jersey financial intermediaries etc.	6,824,415	8,839,161	15,663,576
UK, Guernsey & Isle of Man + unallocated Jersey, UK etc.	22,677,420	20,614,520	43,291,940
Subtotal	37,116,719	33,577,586	70,694,305
Other EU members	2,212,461	2,762,319	4,974,780
European non-EU members	3,283,931	10,443,274	13,727,205
Middle East	1,902,544	18,021,142	19,923,686
Far East	1,855,274	1,960,645	3,815,919
North America	1,342,380	2,235,599	3,577,979
Others, unallocated non-Jersey, UK etc.	4,245,704	7,431,370	11,677,074
Subtotal	14,842,294	42,854,349	57,696,643
Overall total of deposits	51,959,013	76,431,935	128,390,948

Percentage of total	Sterling	Currency	Total
Jersey-resident depositors	5.9%	3.2%	9.1%
Jersey financial intermediaries etc.	5.3%	6.9%	12.2%
UK, Guernsey & Isle of Man + unallocated Jersey, UK etc	17.7%	16.1%	33.7%
Subtotal	28.9%	26.2%	55%
Other EU members	1.7%	2.2%	3.9%
European non-EU members	2.6%	8.1%	10.7%
Middle East	1.5%	14%	15.5%
Far East	1.4%	1.5%	3%
North America	1%	1.7%	2.8%
Others, unallocated non-Jersey, UK etc	3.3%	5.8%	9.1%
Subtotal	11.6%	33.4%	44.9%
Overall total of deposits	40.5%	59.5%	100%



Location of Jersey, Channel Islands.

Appendix 2 – Funds 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 March 2016 (Source: Jersey Financial Services Commission)

Date	Total Value £ Millions	Number of Funds	Total No. of Separate Pools
31 Mar 2008	246,042	1,370	3,076
30 June 2008	244,215	1,407	3,074
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



Location of Jersey,
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Appendix 2 – Funds Statistics (continued)

Analysis of CIFs and COBO Funds

	Total net asset value £millions	Total no of funds	No of separate pools
CIFs Closed	114,959	554	767
CIFs Open	104,438	557	1,175
CIFS Subtotal	219,397	1,111	1,942
COBO Closed	8,757	195	195
COBO Open	259	20	20
COBO Subtotal	9,016	215	215
Quarter Total	228,413	1,326	2,157

Analysis by class

Fund type	No. of funds	No. of separate pools	Net asset value £millions
Unclassified CIFs	665	1,242	147,617
Recognized CIFs	8	24	1,210
Listed CIFs	28	28	6,055
Expert CIFs	411	649	64,518
CIFs Subtotal	1,112	1,943	219,400
COBO Funds	214	214	9,013
CIFs & COBO Funds Total	1,326	2,157	228,413

Jersey/Non-Jersey	Total no. of funds	No. of separate pools	Net asset value £millions
Jersey CIFs	673	1,356	106,541
Jersey COBOs	157	157	5,800
Jersey Subtotal	830	1,513	112,341
Non-Jersey CIFs with a major function	439	587	112,859
Non-Jersey COBOs with a major function	57	57	3,213
Non-Jersey Subtotal	496	644	116,072
TOTAL	1,326	2,157	228,413



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Appendix 2 - Funds 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 31/12/15	Net asset value £millions as at 31/03/16
B01 - Bond - Global	3	18	1,385	1,419
B02 - Bond - UK Debt	6	12	1,491	1,663
B03 - Bond - US Debt	4	3	835	844
B04 - Bond - Europe	3	5	892	878
B05 - Bond - Other	4	6	822	873
Subtotal Bond	20	44	5,425	5,677
E01 - Equity - UK	12	13	2,467	2,587
E02 - Equity - Europe (incl UK)	30	5	21,550	21,649
E03 - Equity - Europe (excl UK)	16	4	2,375	2,240
E04 - Equity - US (North America)	8	8	1,807	1,872
E06 - Equity - Far East (incl Japan)	7	5	674	688
E07 - Equity - Far East (excl Japan)	2	2	272	305
E08 - Equity - Global Emerging Markets	8	18	1,922	2,085
E09 - Equity - Global Equity	18	86	6,158	6,338
E10 - Equity - Other	52	21	6,879	7,067
Subtotal Equity	153	162	44,104	44,831



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Appendix 2 - Funds 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 31/12/15	Net asset value £millions as at 31/03/16
X01 - Mixed Equity Bond	17	193	11,234	10,836
Subtotal Mixed	17	193	11,234	10,836
M01 - Money Market - Sterling	2	12	171	187
M02 - Money Market - US Dollar	0	7	83	82
M03 - Money Market - Euro	2	6	8	9
M04 - Money Market - Swiss	0	0	0	0
M05 - Money Market - Other	0	4	0	0
Subtotal Money Market	4	29	262	278
S01 - Specialist - Venture Capital / Private Equity - Emerging Markets	44	0	5,496	5,009
S02 - Specialist - Venture Capital / Private Equity - Other	307	22	40,303	43,561
S03 - Specialist - Real Property	190	44	37,570	38,609
S04 - Specialist - Derivatives	4	136	283	257
S05 - Specialist - Traded Endowment Policies	9	18	1,177	1,189
S06 - Specialist - Hedge/Alternative Investment Funds	310	162	55,988	50,637
S07 - Specialist - Other	109	180	23,950	27,529
Subtotal Specialist	973	562	164,767	166,791
Total	1,167	990	225,792	228,413



Location of Jersey, Channel Islands.

Appendix 3 - Companies



Location of Jersey,
Channel Islands.

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			
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			

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Appendix 4 - Insurance Business

Licence	Q4 2015	Net movement	Q1 2016
Category A	166	-3	163
Category B	7	0	7
Total	173	-3	170

Appendix 5 - Jersey Listed Companies on Global Exchanges (as at 31 March 2016)

Territory	Exchange	Market	Number of Companies	Market Cap (£bn)
UK	LSE	UK Main Market	43	122.06
		AIM	46	3.63
		SFM	1	0.22
Europe	Euronext	Amsterdam	2	1.09
Asia	HKEx	HK Stock Exchange	3	22.80
North America	NASDAQ	NASDAQ	4	8.15
	NYSE	New York Stock Exchange	1	14.11
	TSX	Toronto Stock Exchange	3	0.03
		Total	104	172.09



Location of Jersey, Channel Islands.

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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