

•
•
•
UK OFFICE FOR NATIONAL STATISTICS: VOORBURG 2002

**MINI PRESENTATIONS ON
PRODUCER PRICE INDICES**

**DEVELOPING A PRICE INDEX FOR
BANKING SERVICES
IN THE UK**

•
•
•

UK OFFICE FOR NATIONAL STATISTICS: VOORBURG 2002
Banking services price index

Comparison with US approach:

- same basic index calculation method
- different data collection
- commercial loans and deposits only
- less detailed

•
•
•

UK OFFICE FOR NATIONAL STATISTICS: VOORBURG 2002
Banking services price index

Data collection

- **quarterly returns by banks to the Bank of England**
 - covering interest rates and banks' income and expenditure
- **aggregate data only**
 - not broken down into portfolios

•
•
•

UK OFFICE FOR NATIONAL STATISTICS: VOORBURG 2002
Banking services price index

Current considerations

- **choice of reference rate**
 - probably “repo rate”
- **effects of different types of bank**
 - retail vs investment banks
- **deflation: whether/how ?**
- **scope for increased level of detail collected by Bank of England**

•
•
•

UK OFFICE FOR NATIONAL STATISTICS: VOORBURG 2002
Banking services price index

Business account transaction fees

- published rates and fees available for small/medium-sized businesses
- large corporates tend to negotiate own deals - can vary widely
- possible increased detail on fees to be collected on Bank forms