

INVESTMENT INTEREST EARNED TO 30 June 2011

Icelandic investments	No	Start	End	Rate %	Principal £	Carrying value	Cumulative Interest* £
Deposited 2007/08							
Landsbanki Islands	004	31-Mar-08	22-Apr-09	6.25	1,000,000	588,718	9,174
Glitnir	FI02/023	31-Mar-08	22-Apr-09	5.76	3,000,000	1,976,474	28,359
Deposited 2008/09							
Kaupthing, Singer & Friedlander	06/07-129	16-May-08	07-Oct-08	6.00	840,000	452,867	6,774
Sub total					4,840,000.00		44,307
Budgeted income (£100K pro rated)							24,932

Other Investments	opening	Min	Max	closing	Indicative rate	Cumulative Interest £
Call: Abbey National	6,000,000	3,900,000	6,000,000	4,850,000	0.75%	10,270
Call: Yorkshire bank	0	0	0	0	0.50%	134
Call: RBS	1,300,000	0	3,000,000	3,000,000	0.70%	3,699
Call: Lancashire County Council	0	0	0	0	0.70%	0
DMADF	0	0	0	0	0.25%	0
Government Liquidity MMF	100,000	0	5,600,000	3,000,000	0.39%	2,605
Liquidity First MMF.	6,000,000	6,000,000	6,000,000	6,000,000	0.65%	9,390
Sub-total	13,400,000			16,850,000		26,098
Budgeted income (£105K pro rated)						26,278

TOTAL Interest	70,405
Variance (+ive = favourable)	19,196

* Under 2009 accounting guidance, which is quite complex, interest continues to be accrued whilst Icelandic investments are on the Council's balance sheet. To counter this, however, the provisions made to cover any losses take account of such accrued interest, as well as the principal sums (i.e. the £6M) invested.

As at the end of Qtr 1 2011/12 £1,160K of principal had been repaid by KSF, representing 58% of the original deposit.