

This was passed unanimously

The Report was as follows:-

12th April 1934

The Worshipful Company of Musicians
London

I beg to report to the Court as requested by the Finance Committee on the various Investments of the Company.

The original selections appear to have been well considered.

General Property

The holdings there that call for consideration are

(a.) £6825. 11. 2 Consols 2½%

the original cost of which was £4023. 0. 11 and at the current price of today are valued at £5460. 11. 4 and the holding brings in a return of £170. 12. 10. If this stock was sold and reinvested in the purchase of £5740. 8. 5 Conversion 2½% redeemable at par 1944/49 @ 95 the gain on the original holding of Consols 2½% £1437. 10. 5 would be capitalised and a further gain on redemption of Conversion 2½% would amount to £279. 17. 1 but there would be a loss of Income of £27. 2. 8 and a reduction in the Capital value of approximately £1100

Therefore if conditions remain favourable for a prolonged period and Consols 2½% and Conversion 2½% were to go to par the exchange is obviously one that would not be recommended.

On the other hand if, during the next few years there should be an unfavourable political or financial development either here or on the Continent, then the par value of Conversion 2½% would be protected.