

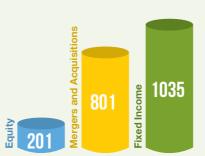
How Europe's capital markets interconnect

The UK is an integral part of Europe's capital markets, delivering much-needed investment to the real economy. The UK's decision to stay in or leave the EU in the upcoming June referendum could have a profound effect on this relationship.

The UK is home to 27% of EU listed companies by market value.



UK companies issued 26% of the total value of EU corporate bonds in 2015.



In 2015 European capital markets raised €1.2 trillion in the form of equity and bond financing and helped companies in completing mergers and acquisitions worth €801 billion.



37% of European assets under management are managed in the UK.



45% of Euro FX trades and **41%** of FX trades worldwide are executed in the UK.



49% of global OTC interest rate derivatives trading is executed in the UK (vs. 17% in the rest of the EU).

Trading and Risk Management

EU companies hedge and manage their financial risks in the UK

46% of the EU's equity capital is raised through UK capital markets.



Capital Markets Financing

Growth aspirations of EU companies are financed in the UK

SMEs and Growth

The UK invests in the ideas of EU's entrepreneurs

Economy

The UK is the financing centre of the interconnected European economy

Almost 2.2 million out of 11.9 million people employed in financial and related professional services in the EU work in the UK.

The UK is the EU's largest financial centre generating **24%** of financial services income in the EU.

EU nationals hold 40% of overseas holdings of UK shares and bonds.

operating in the UK are headquartered in other EU countries.

22% of banks

48% of the UK's foreign direct investment stock comes from other EU countries.





40% of the EU's listed SME's are listed on UK exchanges.





76% of the EU's flow of alternative finance goes through UK financial markets.

There are 5.4 million SMEs in the UK representing 24% of all EU SMEs.



