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iunuer interest rate cut 1 this year retreated with
news that growth in M0. the narrow measure
of the money supply, hr" Visen to itshighest
level for "'1'lt a V' 7" 6; Lex, Page 18
asses at Lloyd's
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106
Sir Gordon Borrie,
0 Office of Fair
. Commission:
. 's showpiece inquiry
' 0.1 sayswm. Pages '
, ' M1011 Power. ch reported a 16 per cent
' rise in half-year pr '3 orotits to i95m, expects
. real annual increa - - a dividends of 5 per cent
. forIthe next two ye .1 -. lage 20; Lex, Page 18
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0 THE FINANCIAL TIMES LIMITED 1992 No 31.928 Week No 49
By David Owen
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discussion are:
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International New...
American News ..
Wand Trude News
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..w. 00.0.0.5....) 1.1 June 100). due iii 1995. it re ents a seri- '7 0K0ng goverhmeht wou

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e statement by the Hong ous escalation in row which invalid after June 30 1997 unless
Government _ .
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f ' . ' Page 8 .2 , . tices prohibition, "deserves seri-
BRI'i'ISH COMPANIES could tace . . - ,
tines of up to 10 per cent of tum-
over for engaging in anticompet-
itive behaviour under proposals .
outlined by the government we 1'? Page 16"
The power to impose pehaltiee ' IEdltoI-lal Comment _' 3. :retary told MP8 that excessive
of this magnitude is 0 feature of "
two of the three legislative ' once of Fair Trading' 0 investiga- given by some suppliers
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f they
possible changes to the law on ' fair trading to lgccept bini'lingg; were improperly appl
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abuse of market 11011101 by indi- undertakings. . Regulated utilities such as Brit-
vidual companies.
Practices that couldxm0ke oomv bition on abuse of market power -ity- utilities should be
"as fully
panies liable to -such fines -
include deliberately pricing goods lation on the subject. This com- ' .:-"tion as was cons
istent with their
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The government is already 1980 Compe tlti0n Act. ,3-3" que'eti0ned on the shaping of
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ing and other cartels by stepping repealing the Competition Act. ?Heeeltine said one of t
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prohibiting anti- competitive , practices, while keeping the rele- gthe prohibition optio
ns was that
The three options ori which the iris Act. 1 1', .- :1- -- - 51.1;- -
government yesterday invited Although careful not: to press; - UK legislation differs fro
m EC
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' I I I I paperan s . pre erence was
on competltlon 0' . 101-011 for a prohibition system.
' At Westminster, Mr Michael
?Heseltine. trade and industry sec-
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0 To introduo0 0 general pi-ohi 10h .Gas and the regional electric-
while repealing existing UK legis- 0 subject to competition legisla-
the 1973 Fair Trading Act and the . fram-ework.
11K policy in the context of the
%European Community, Mr
- vent provisions of: the Fair Trad- it "brings practice for domestic
" purposes" closer to Europe:
judge the 00110111111110an0.1010- in that abuses 01' market
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a prohibition on abuse of power. .:
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