

Contacts: Robert F. McCullough
Chief Financial Officer
404-724-4251

Angus Maitland
The Maitland Consultancy
44-171-379-5151

AMVESCAP PLC REPORTS RECORD RESULTS

London, October 27, 1999 – AMVESCAP reported that profit before tax and goodwill amortisation for the three months ended 30 September 1999 amounted to £85.9 million (\$141.7 million) compared to £57.3 million (\$97.4 million) for the third quarter of 1998, an increase of 49.9%. Revenues increased to £276.6 million (\$456.4 million) from £226.3 million (\$384.7 million) in 1998. Diluted earnings per share before goodwill amortisation amounted to 8.7p for the 1999 period (1998: 5.8p), an increase of 50.0% for the period. **(NYSE: AVZ)**

	Results for three months ended			
	30 Sept 1999†	30 Sept 1998†	30 Sept 1999	30 Sept 1998
Revenues	\$456.4m	\$384.7m	£276.6m	£226.3m
Profit before tax and goodwill amortisation	\$141.7m	\$97.4m	£85.9m	£57.3m
Earnings per ordinary share before goodwill amortisation:				
--basic	\$.75*	\$.53*	9.1p	6.2p
--diluted	\$.72*	\$.49*	8.7p	5.8p
Earnings per ordinary share:				
--basic	\$.63*	\$.41*	7.6p	4.8p
--diluted	\$.60*	\$.38*	7.3p	4.5p

* Per American Depositary Share, equivalent to 5 ordinary shares.

† For the convenience of the reader, pounds sterling for the period ended 30 September 1999 have been translated to US dollars using \$1.65 per £1.00 (1998: \$1.70 per £1.00).

Revenues for the nine months ended 30 September 1999 amounted to £776.7 million (\$1,281.6 million) compared to £580.2 million (\$986.3 million) for the corresponding period of 1998. Profit before tax, goodwill amortisation and exceptional item increased by 32.5% during the nine month period of 1999 to £231.8 million (\$382.5 million) (1998: £174.9 million). Diluted earnings per share before goodwill amortisation and exceptional item amounted to 23.5p (1998: 18.2p) for the nine months ended 30 September 1999, an increase of 29.1%.

The 1998 nine month period includes the results of the GT Global businesses from 1 June 1998 and includes an exceptional charge of £48.6 million relating to the integration of the GT Global business activities.

Funds under management totaled \$291.6 billion (£176.7 billion) at 30 September 1999, a decline of 1.4%, for the third quarter of 1999. Average funds under management during the third quarter were \$291.8 billion compared to \$286.7 billion for the preceding quarter. Average funds under management for the nine months ended 30 September 1999 were \$285.4 billion, an increase of \$61.0 billion over the average funds in the nine months of 1998. Net new business amounted to \$1.5 billion and \$5.2 billion for the third quarter and the nine months ended 30 September 1999.

Earnings before interest, taxes, amortisation and depreciation reached £113.6 million (\$187.4 million) and £313.1 million (\$516.6 million) for the third quarter and nine months ended 30 September 1999. Net debt at 30 September 1999 amounted to £502.8 million (\$829.6 million), a decrease of £127.6 million since the end of 1998 (excluding amounts held for deposit in the Company's unit trusts).

"We are very pleased with the operating results for the third quarter and the year," noted Mr. Charles W. Brady, Chairman and Chief Executive Officer. "Our growth in new business is a result of our dedication to excellence in investment performance and client service. We continue to be focused on the fundamentals of our business and we are optimistic about the future, even though the global capital markets remain volatile due to the uncertainty surrounding interest rate levels," said Mr. Brady.

AMVESCAP is one of the world's largest independent investment managers, operating under the AIM and INVESCO brand names. AMVESCAP is a holding company offering a broad array of investment products and services to institutions and individuals across all distribution channels. The Company is listed on the London, New York, and Paris Stock Exchanges with the symbol "AVZ."

AMVESCAP PLC
Group Profit and Loss Account
(in thousands)

	Three Months Ended	
	30 Sept 1999	30 Sept 1998
Revenues	£276,571	£226,344
Operating expenses	(182,200)	(157,817)
	94,371	68,527
Goodwill amortisation	(9,332)	(8,553)
Operating profit	85,039	59,974
Investment income	2,281	1,082
Interest payable	(10,719)	(12,263)
Profit before taxation	76,601	48,793
Taxation	(27,933)	(19,148)
Profit after taxation	£48,668	£29,645
Earnings per ordinary share:		
---basic	7.6p	4.8p
---diluted	7.3p	4.5p
Earnings per ordinary share before goodwill amortisation:		
---basic	9.1p	6.2p
---diluted	8.7p	5.8p

AMVESCAP PLC
Group Profit and Loss Account
(in thousands)

	<u>Nine Months Ended 30 Sept</u>		Year
	1999	1998	1998
Revenues	£776,651	£580,197	£802,172
Operating expenses	(518,303)	(388,142)	(544,856)
	258,348	192,055	257,316
Exceptional item – integration	--	(48,600)	(48,600)
Goodwill amortisation	(27,483)	(11,409)	(21,221)
Operating profit	230,865	132,046	187,495
Investment income	7,428	8,542	12,183
Interest payable	(34,002)	(25,673)	(38,200)
Profit before taxation	204,291	114,915	161,478
Taxation	(75,332)	(51,325)	(67,373)
Profit after taxation	128,959	63,590	94,105
Dividends	(22,700)	(18,947)	(50,594)
Retained profit for the period	£106,259	£44,643	£43,511
Earnings per ordinary share:			
---basic	20.2p	10.7p	15.7p
---diluted	19.3p	10.0p	14.7p
Earnings per ordinary share before goodwill amortisation and exceptional item:			
---basic	24.5p	19.5p	26.0p
---diluted	23.5p	18.2p	24.3p

AMVESCAP PLC
Group Balance Sheet
(in thousands)

	30 Sept 1999	31 Dec 1998
Fixed Assets		
Tangible assets	£99,396	£88,781
Investments	137,544	131,738
Goodwill	673,490	711,795
	<u>910,430</u>	<u>932,314</u>
Current Assets		
Debtors	614,034	479,381
Investments	62,208	79,469
Cash at bank and in hand	162,193	119,651
	<u>838,435</u>	<u>678,501</u>
Creditors: amounts falling due within one year	<u>(666,905)</u>	<u>(544,461)</u>
Net current assets	<u>171,530</u>	<u>134,040</u>
Total assets less current liabilities	<u>1,081,960</u>	<u>1,066,354</u>
Creditors: amounts falling due after one year		
Long-term debt	(621,534)	(686,010)
Other creditors	(5,524)	(5,936)
	<u>(627,058)</u>	<u>(691,946)</u>
Provisions for liabilities and charges	<u>(24,936)</u>	<u>(43,438)</u>
Net assets	<u>£429,966</u>	<u>£330,970</u>
Capital and reserves		
Called up share capital	£168,481	£167,506
Share premium account	477,695	469,382
Other reserves	(580,398)	(563,847)
Profit and loss account	364,188	257,929
Shareholders' funds, equity interests	<u>£429,966</u>	<u>£330,970</u>

AMVESCAP PLC
Group Cash Flow Statement
(in thousands)

	Nine Months Ended	
	30 Sept 1999	30 Sept 1998
Operating profit	£230,865	£132,046
Amortisation and depreciation	74,856	38,812
Change in debtors, creditors and other	(39,537)	66,955
Net cash inflow from operating activities	266,184	237,813
Interest paid, net of investment income	(16,577)	(7,414)
Taxation	(52,760)	(40,214)
Capital expenditures, net of sales	(37,590)	(32,269)
Purchases of fixed asset investments, net of sales	(7,351)	(18,984)
Acquisitions	-	(126,957)
Dividends paid	(31,694)	(25,862)
Net (repayment) incurrence of debt	(78,744)	115,781
Foreign exchange on cash at bank and in hand	1,074	(5,547)
Increase in cash at bank and in hand	£42,542	£96,347

AMVESCAP PLC
Segmental Information
(in thousands)

	Nine Months Ended 30 Sept 1999		
	Revenues	Expenses	Oper. Profit
Managed Products	£464,362	£(251,680)	£212,682
US Institutional	128,257	(82,175)	46,082
INVESCO Global	162,034	(125,379)	36,655
Retirement and Benefit Services	21,998	(21,998)	--
	<u>776,651</u>	<u>(481,232)</u>	<u>295,419</u>
Corporate	--	(37,071)	(37,071)
	<u>776,651</u>	<u>(518,303)</u>	<u>258,348</u>
Goodwill amortisation	--	(27,483)	(27,483)
	<u>£776,651</u>	<u>£(545,786)</u>	<u>£230,865</u>

	Nine Months Ended 30 Sept 1998		
	Revenues	Expenses	Oper. Profit
Managed Products	£360,499	£(215,082)	£145,417
US Institutional	103,216	(60,536)	42,680
INVESCO Global	100,594	(78,982)	21,612
Retirement and Benefit Services	15,888	(17,014)	(1,126)
	<u>580,197</u>	<u>(371,614)</u>	<u>208,583</u>
Corporate	--	(16,528)	(16,528)
	<u>580,197</u>	<u>(388,142)</u>	<u>192,055</u>
Goodwill amortisation	--	(11,409)	(11,409)
	<u>£580,197</u>	<u>£(399,551)</u>	<u>£180,646</u>

Notes

1. The taxation charge for the nine months ended 30 September 1999 is estimated based on the total expected tax charge for the year. A significant proportion of the charge is expected to arise from US operations.
2. The Directors consider that profit before goodwill amortisation and exceptional item is a more appropriate basis for the calculation of earnings per ordinary share since this represents a more consistent measure of operating performance.

	1999		
	Profit before Goodwill Amortisation '000	Number of Shares '000	Per Share Amount
Basic earnings per share	£156,442	638,818	24.5p
Issuance of options	--	27,876	
Diluted earnings per share	£156,442	666,694	23.5p

	1998		
	Profit before Goodwill Amortisation and Exceptional Item '000	Number of Shares '000	Per Share Amount
Basic earnings per share	£115,799	593,001	19.5p
Issuance of options	--	34,929	
Conversion of loan note	472	10,886	
Diluted earnings per share	£116,271	638,816	18.2p

AMVESCAP PLC
Funds Under Management
(in billions)

	<u>Total</u>	<u>Managed Products</u>		<u>US Inst</u>	<u>Global</u>	<u>RBS</u>
		<u>AIM</u>	<u>INVESCO</u>			
31 Dec 1998	\$275.4	\$111.6	\$22.9	\$93.9	\$40.8	\$6.2
Market gains	11.8	5.9	1.8	1.0	2.9	0.2
Net new (lost) business	5.2	5.4	1.5	(4.7)	2.4	0.6
Change in US Money						
Market Funds	1.6	1.6	--	--	--	--
Transfers	--	(1.0)	0.2	(1.8)	2.5	0.1
Foreign Currency	(0.4)	0.2	--	--	(0.6)	--
Other*	(2.0)	--	--	--	(2.0)	--
30 Sept 1999	\$291.6	\$123.7	\$26.4	\$88.4	\$46.0	\$7.1
30 Sept 1999 †	£176.7	£74.9	£16.0	£53.6	£27.9	£4.3

† Translated @ \$1.65 per £1.00.

* Adjusted for assets held in custody without fee and assets replaced by service fees.

Reconciliation to US Accounting Principles
(in thousands)

	<u>Nine Months Ended 30 Sept</u>	
	<u>1999</u>	<u>1998</u>
Net profit under UK GAAP	£128,959	£63,590
US GAAP Adjustments:		
Acquisition accounting	(57,847)	(4,949)
Taxation	(18,765)	1,481
Other	(3,609)	812
Net income under US GAAP	£48,738	£60,934
	<u>30 Sept 1999</u>	<u>31 Dec 1998</u>
Shareholders' funds under UK GAAP	£429,966	£330,970
US GAAP Adjustments:		
Acquisition accounting	985,048	1,022,254
Deferred taxation	(455)	(1,027)
Treasury stock	(130,671)	(131,857)
Dividends	--	31,694
Other	1,539	3,072
Shareholders' equity under US GAAP	£1,285,427	£1,255,106