

H. 13

No. 224

December 1, 1965.

**CAPITAL MARKET DEVELOPMENTS ABROAD**

- I. Nine Charts on Financial Markets Abroad
- II. Latest Figures Plotted in H.13 Chart Series, 1965

I. Nine Charts on Financial Markets Abroad

- Chart 1 - International Money Market Yields for  
U. S. Dollar Investors
- Chart 2 - Interest Arbitrage, United States/Canada
- Chart 3 - Interest Arbitrage, New York/London
- Chart 4 - Interest Arbitrage for German Commercial  
Banks
- Chart 5 - Short-term Interest Rates
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- Chart 7 - Industrial Stock Indices
- Chart 8 - Spot Exchange Rates - Major Currencies  
Against U. S. Dollar
- Chart 9 - 3-month Forward Exchange Rates

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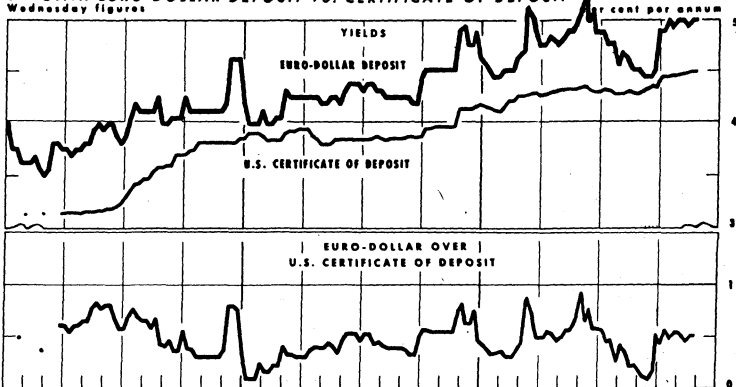
(Decontrolled after six months)

Chart 1

INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS

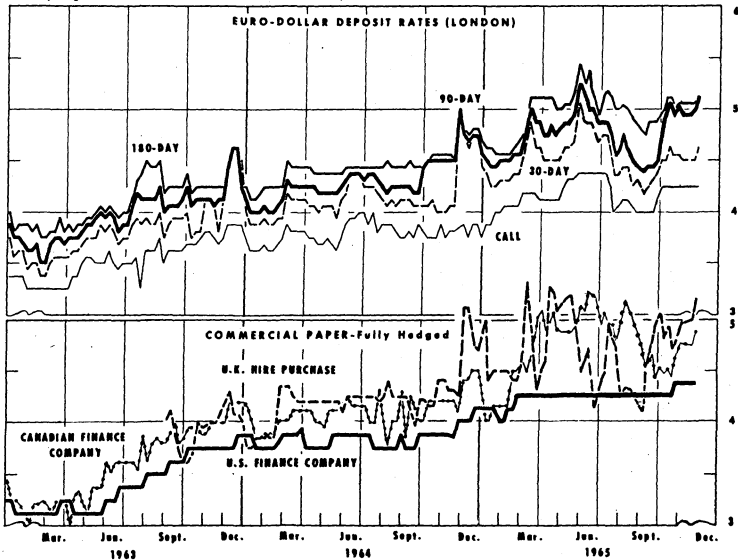
3-MONTH EURO-DOLLAR DEPOSIT VS. CERTIFICATE OF DEPOSIT

Wednesday figures



SELECTED INTERNATIONAL MONEY RATES

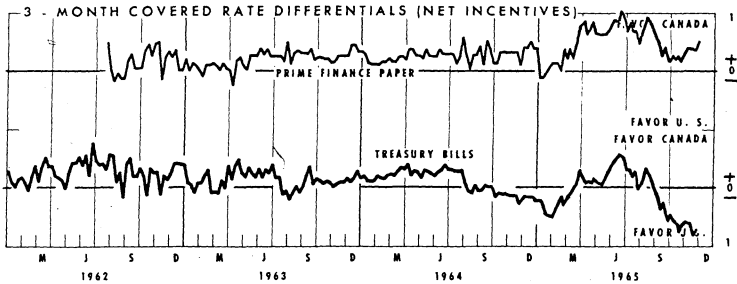
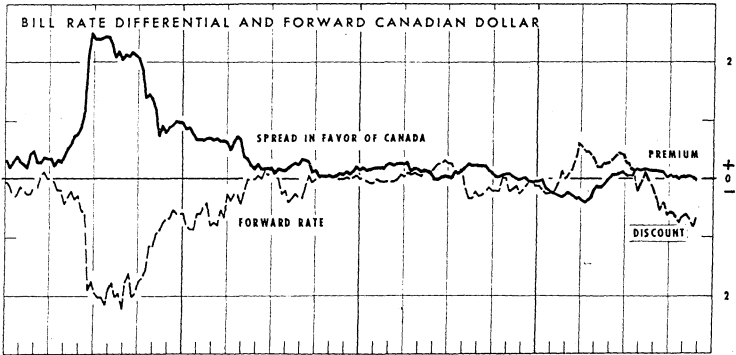
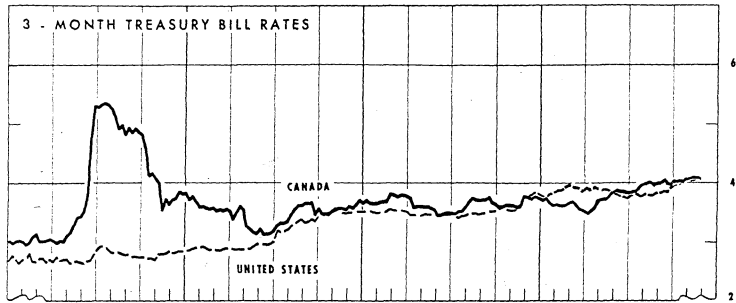
Friday figures



**INTEREST ARBITRAGE, UNITED STATES / CANADA**

Friday figures\*

Per cent per annum



\*Thursday figures 1962, Friday thereafter.

Chart 3  
**INTEREST ARBITRAGE, NEW YORK/LONDON**  
Friday figures

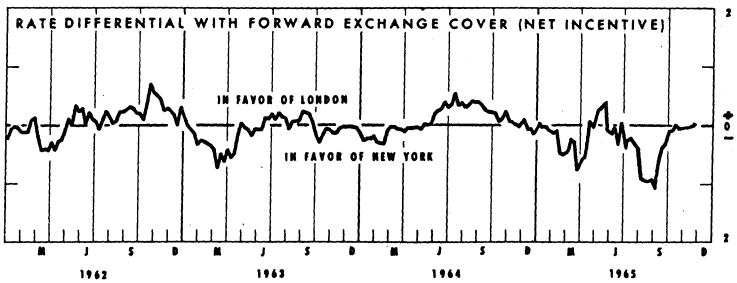
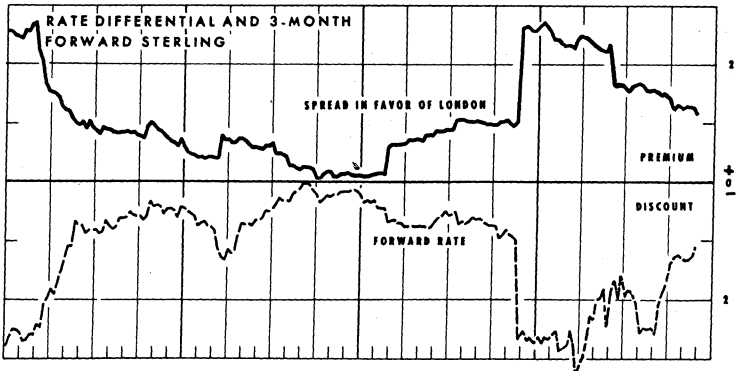
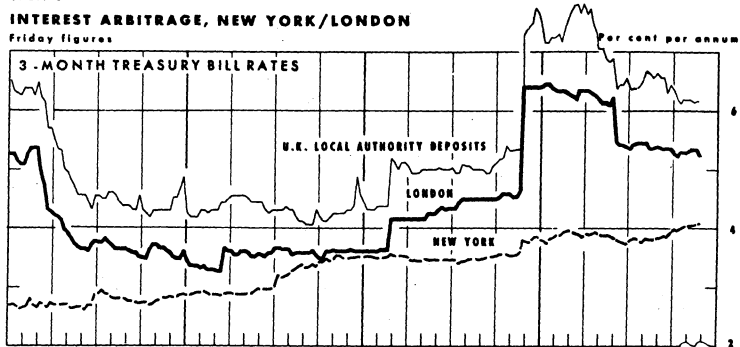
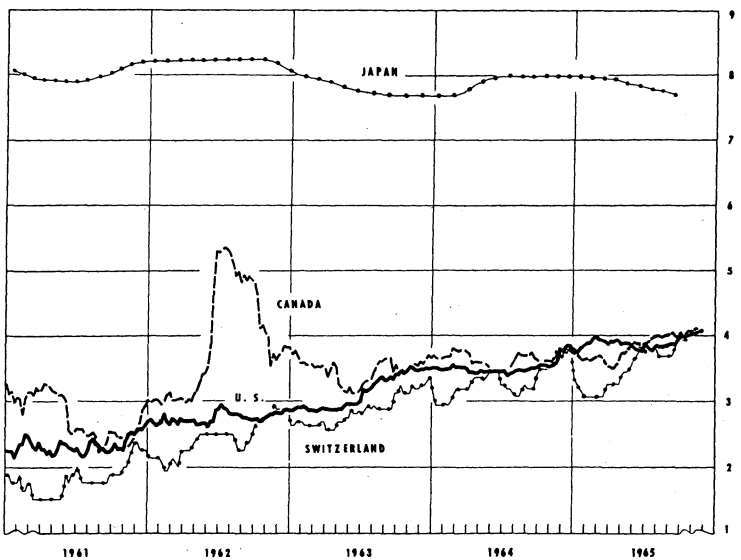
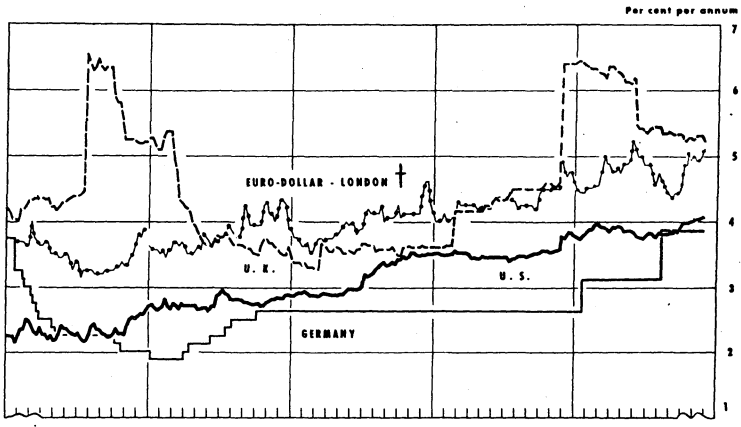


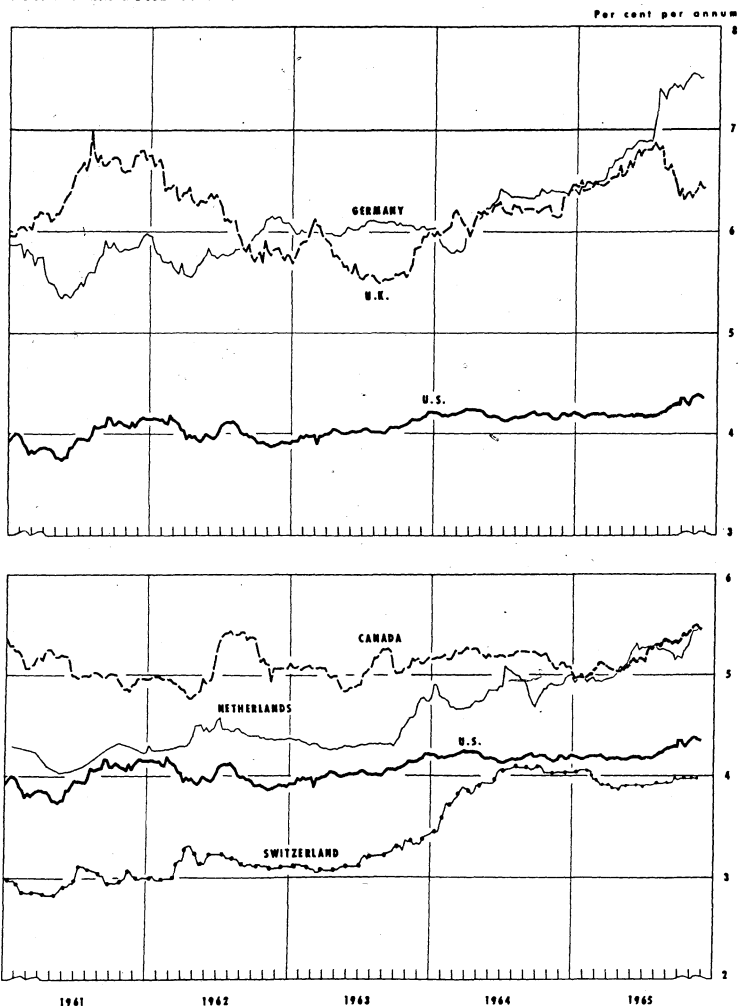
CHART 4 was not published in this issue.

Chart 5  
SHORT-TERM INTEREST RATES\*



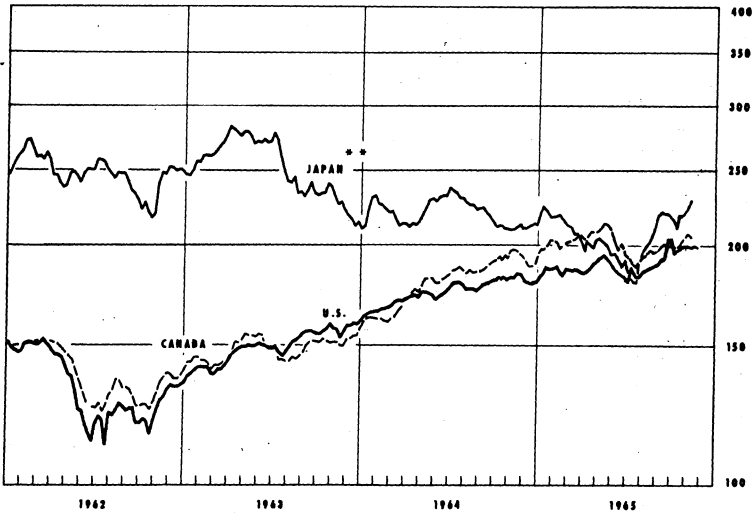
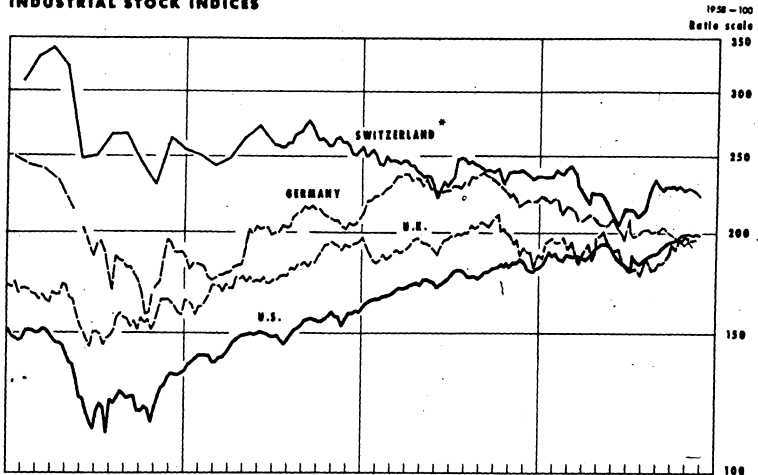
\* 3-month treasury bill rates for all countries except Japan. (Average rate on bank loans and discounts) and Switzerland (3-month deposit rate)  
 † 3-month rate for U.S. dollar deposits in London.

Chart 6  
**LONG-TERM BOND YIELDS**



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Chart 7  
INDUSTRIAL STOCK INDICES



\* Swiss Bank Corporation industrial stock.

\*\* Japan: index of 225 industrial and other stocks traded on the Tokyo exchange.



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Chart B

### SPOT EXCHANGE RATES - MAJOR CURRENCIES AGAINST U.S. DOLLAR

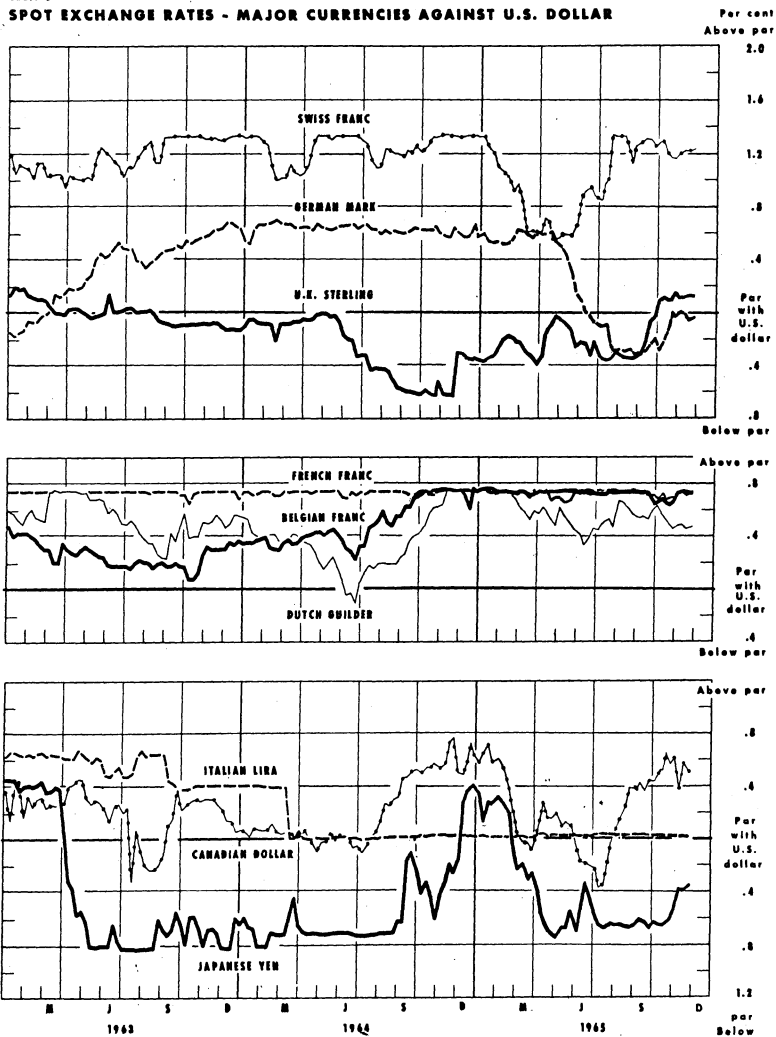
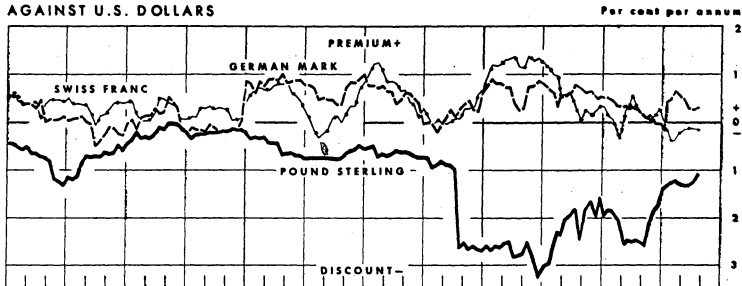
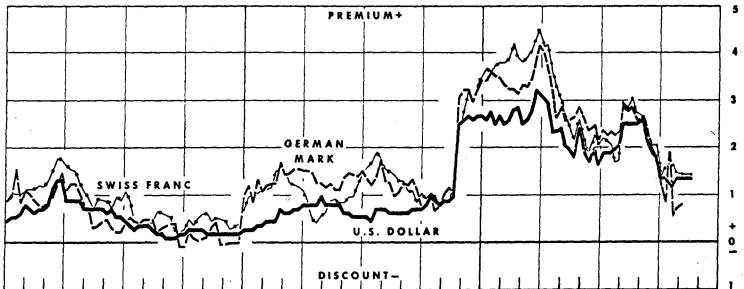


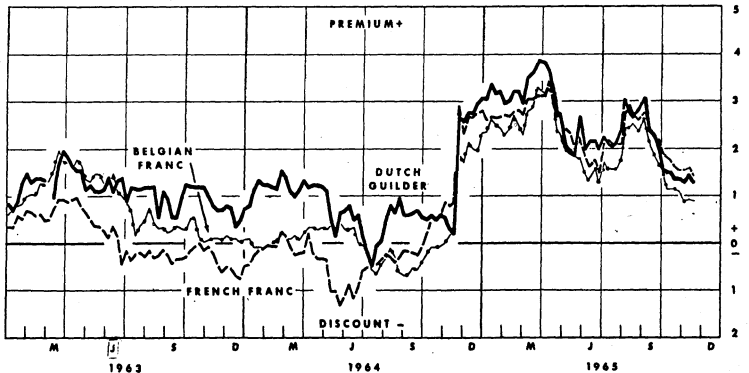
Chart 9  
**3-MONTH FORWARD EXCHANGE RATES**  
Friday figures  
AGAINST U.S. DOLLARS



AGAINST POUND STERLING - LONDON



AGAINST POUND STERLING - LONDON



II. Latest Figures Plotted In H.13 Chart Series, 1965

<u>Chart 1</u>	<u>Per cent per annum</u>	<u>Chart 5</u>	<u>Per cent per annum</u>
<u>Upper panel</u>		<u>(Friday, November 26, except as noted)</u>	
<u>(Wednesday, November 24)</u>		<u>Treasury bills:</u>	
Euro-\$ deposit	<u>5.00</u>	U.S.	<u>4.09</u>
U.S. certif. of deposit	<u>4.49</u>	U.K.	<u>5.24</u>
<u>Lower panels</u>		Germany	<u>3.88</u>
<u>(Friday, November 26)</u>		Canada	<u>4.06</u>
Euro-dollar deposits: Call	<u>4.25</u>	Swiss 3-month deposits	
7-day	<u>4.38</u>	(Date: <u>October 15</u> )	<u>3.94</u>
30-day	<u>4.62</u>	Euro-\$ deposit (London)	<u>5.12</u>
90-day	<u>5.12</u>	Japan: composite rate	
180-day	<u>5.12</u>	(Date: <u>September 30</u> )	<u>7.680</u>
Finance Co. paper: U.S.	<u>4.38</u>	<u>Chart 6</u>	
Canada	<u>4.89</u>	<u>Bonds:</u>	
Hire-purchase paper, U.K.	<u>5.21</u>	U.S. govt.	
<u>Chart 2</u>		( <u>Wed., November 24</u> )	<u>4.35</u>
<u>(Friday, November 26)</u>		U.K. war loan	
Treasury bills: Canada	<u>4.06</u>	( <u>Thurs., November 25</u> )	<u>6.44</u>
U.S.	<u>4.09</u>	German Fed. Railway	
Spread favor Canada	<u>-0.03</u>	( <u>Fri., November 19</u> )	<u>7.50</u>
Forward Canadian dollar	<u>-0.67</u>	Swiss Confederation	
Net incentive (Canada +)	<u>-0.70</u>	( <u>Fri., November 19</u> )	<u>3.97</u>
<u>Chart 3</u>		Canadian govt.	
<u>(Friday, November 26)</u>		( <u>Wed., November 24</u> )	<u>5.45</u>
Treasury bills: U.K.	<u>5.24</u>	Netherlands government	
U.S.	<u>4.09</u>	perpetual	
Spread favor U.K.	<u>+1.15</u>	( <u>Fri., November 19</u> )	<u>5.46</u>
Forward pound	<u>-1.10</u>		
Net incentive (U.K. +)	<u>+0.05</u>		