

H. 13

No. 326

November 22, 1967.

CAPITAL MARKET DEVELOPMENTS ABROAD

- I. Ten Charts on Financial Markets Abroad
II. Latest Figures Plotted in H.13 Chart Series, 1967

*Capital
market*I. Ten Charts on Financial Markets Abroad

- Chart 1 - New York, London, Montreal: Yields for
U.S. Dollar Investors on 3-month Funds
Chart 2 - London: Yields for U.S. Dollar Investors
on 3-month Funds
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Zurich/London
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Chart 8 - Spot Exchange Rates--Major Currencies
Against U.S. Dollar
Chart 9 - 3-month Forward Exchange Rates
Chart 10 - Industrial Stock Indices

Europe and British Commonwealth Section.

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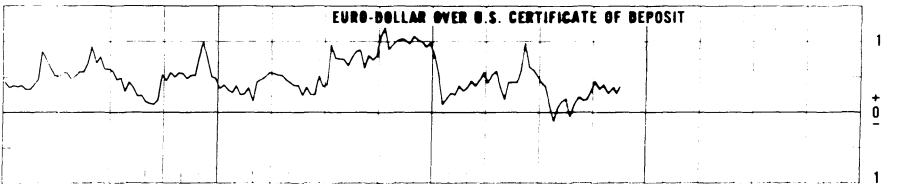
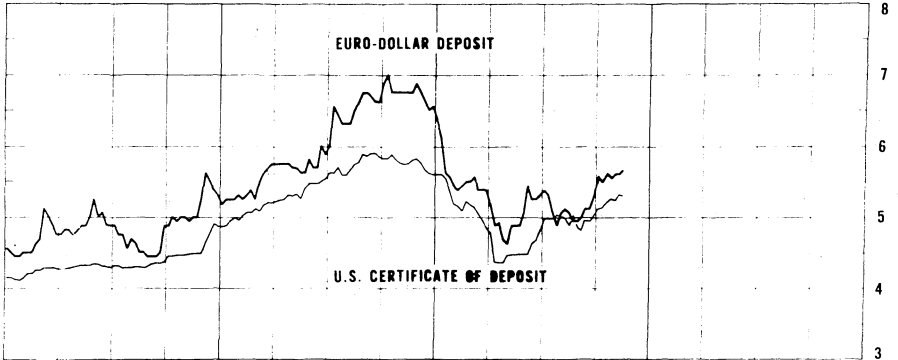
(Decontrolled after six months)

Chart 1

**NEW YORK, LONDON, MONTREAL:
YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS
DOLLAR DEPOSIT RATES: NEW YORK-LONDON**

Wednesday figures

Per cent per annum



FINANCE CO. PAPER RATES (covered): QUOTED IN NEW YORK

Friday figures

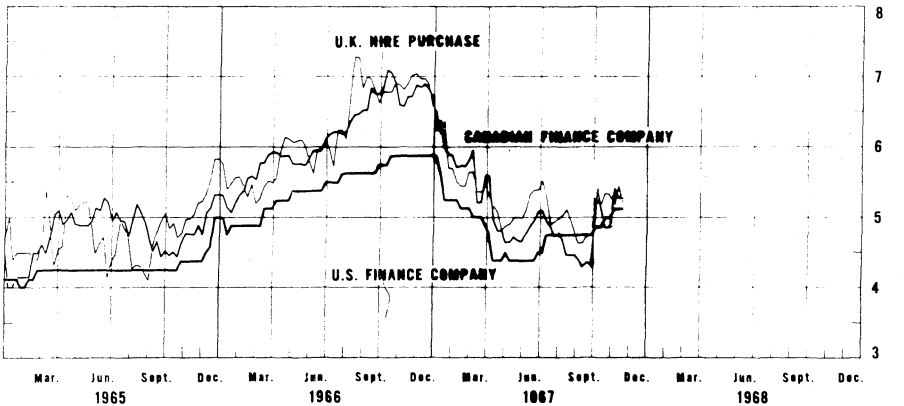


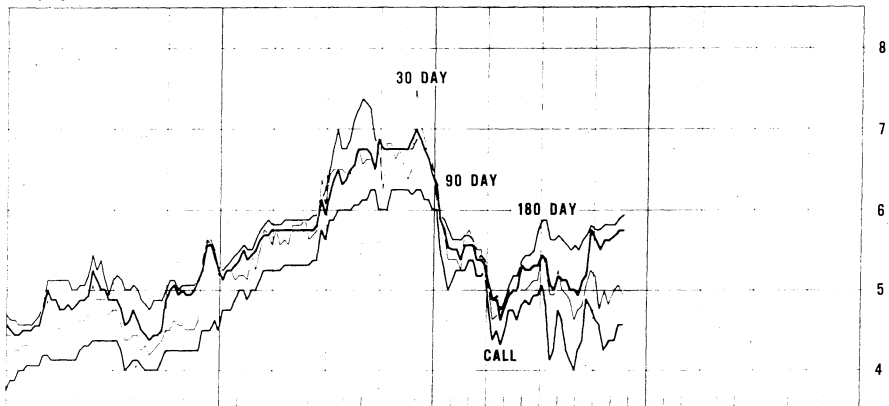
Chart 2

LONDON: YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS

EURO-DOLLAR DEPOSIT RATES

Friday figures

Per cent per annum



HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)

Friday figures

Per cent per annum

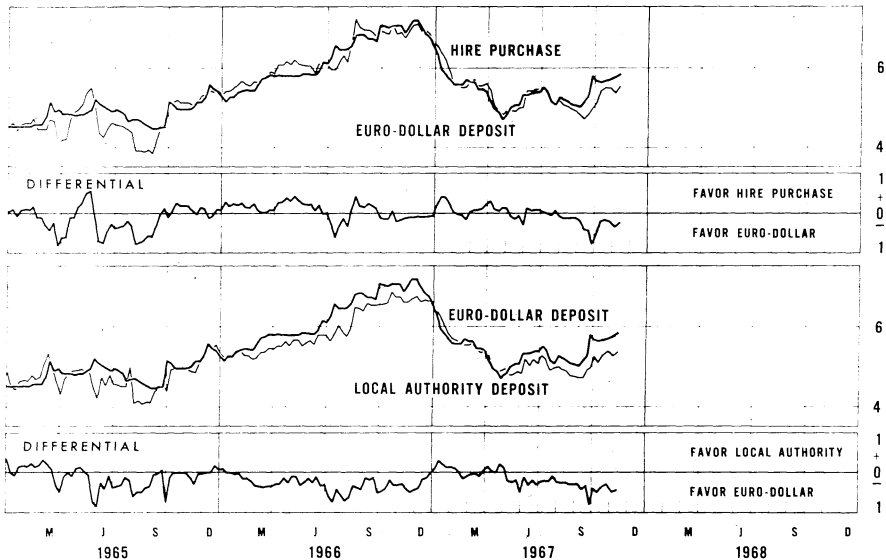
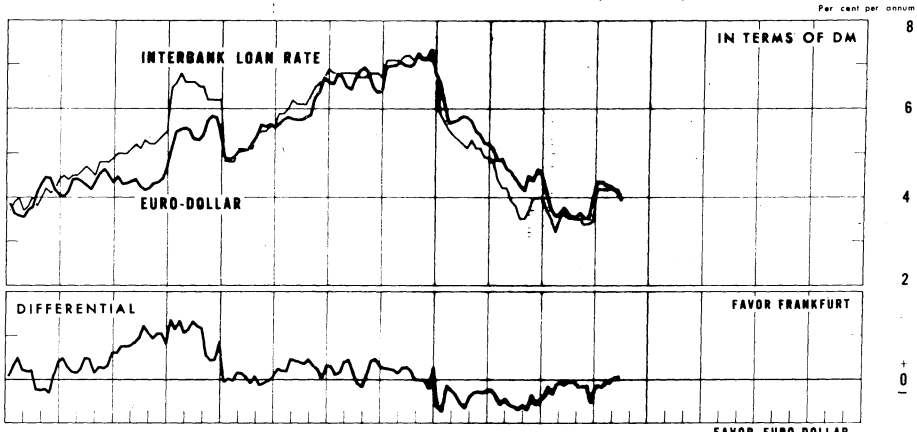
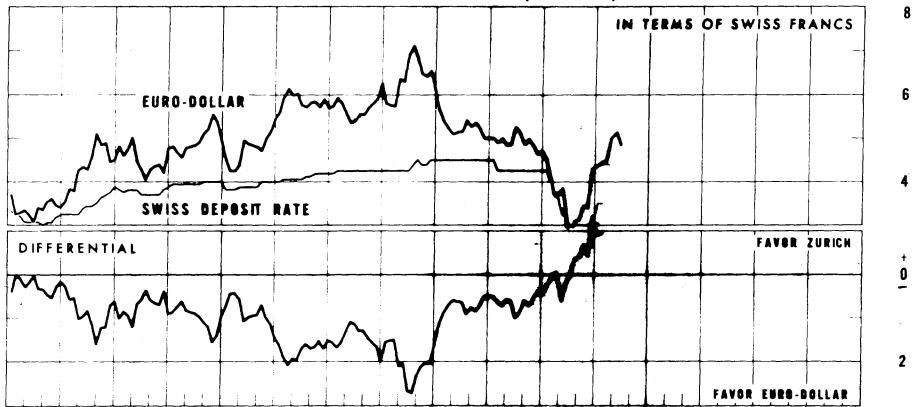


Chart 3

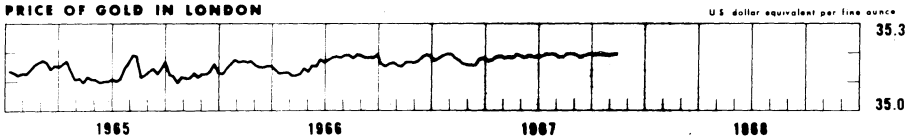
I INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON
FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE (COVERED)



ZURICH DEPOSIT RATE VS. LONDON EURO-DOLLAR RATE (COVERED)



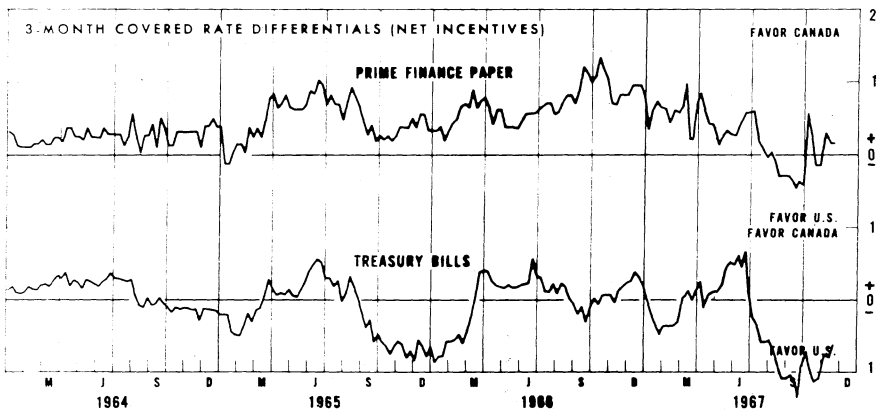
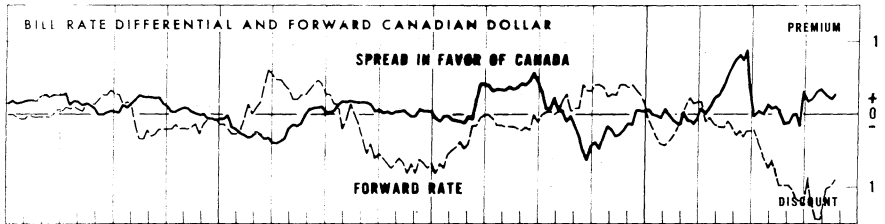
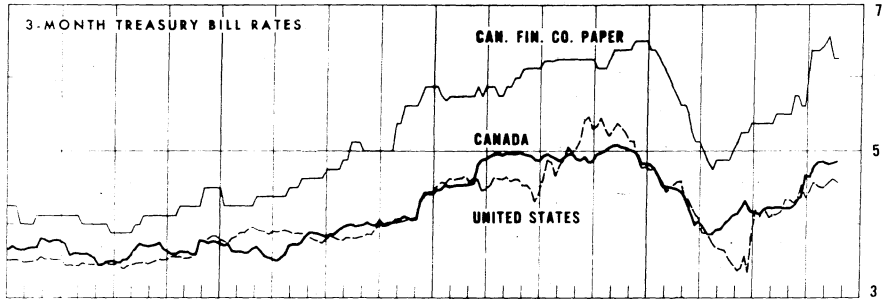
II PRICE OF GOLD IN LONDON



INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

Per cent per annum



INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

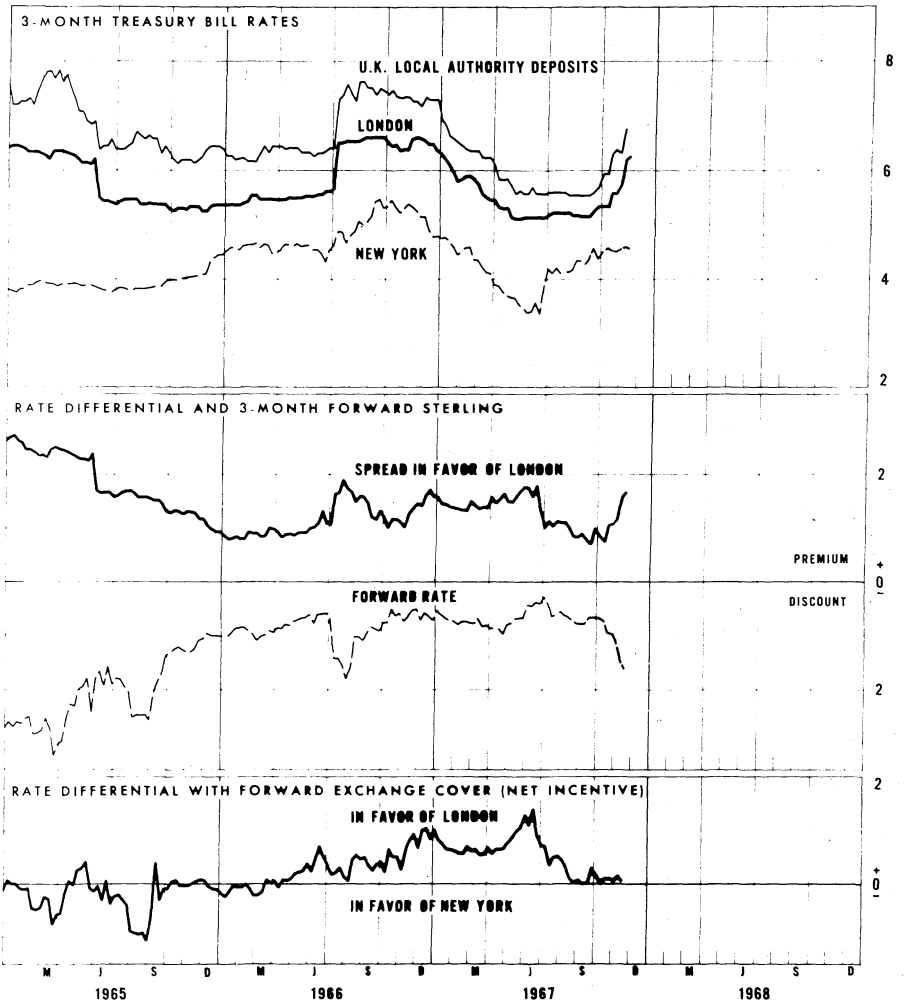
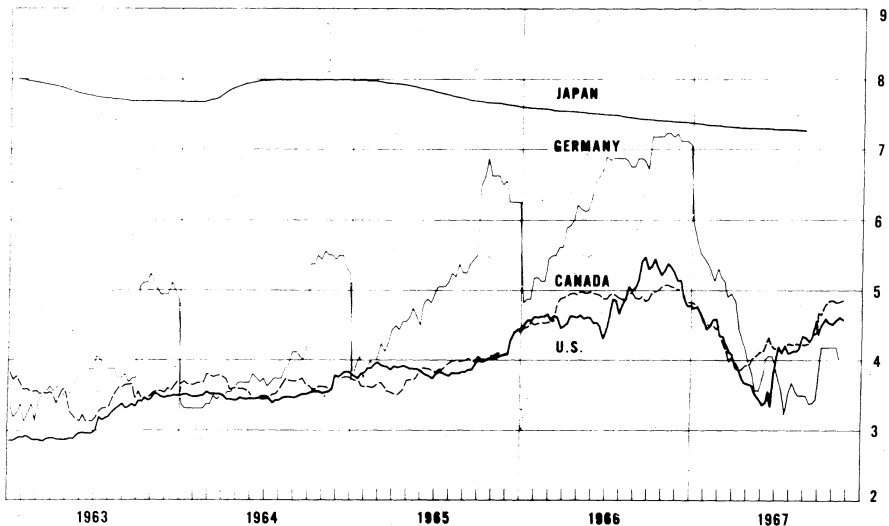
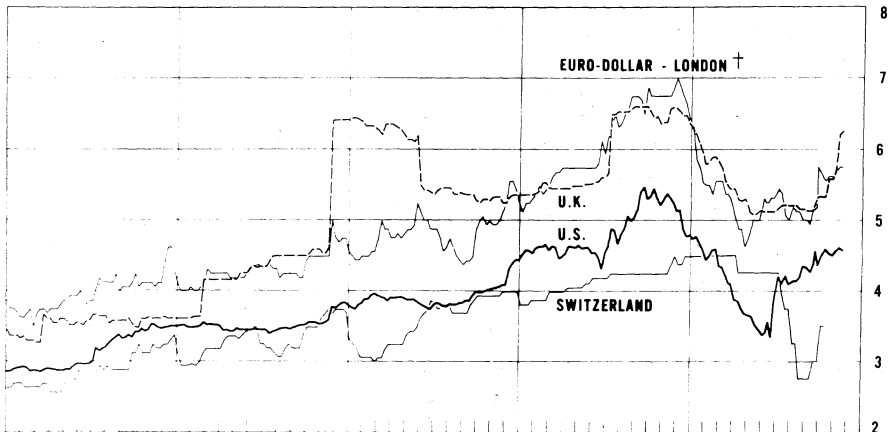


Chart 6

SHORT-TERM INTEREST RATES *

Per cent per annum

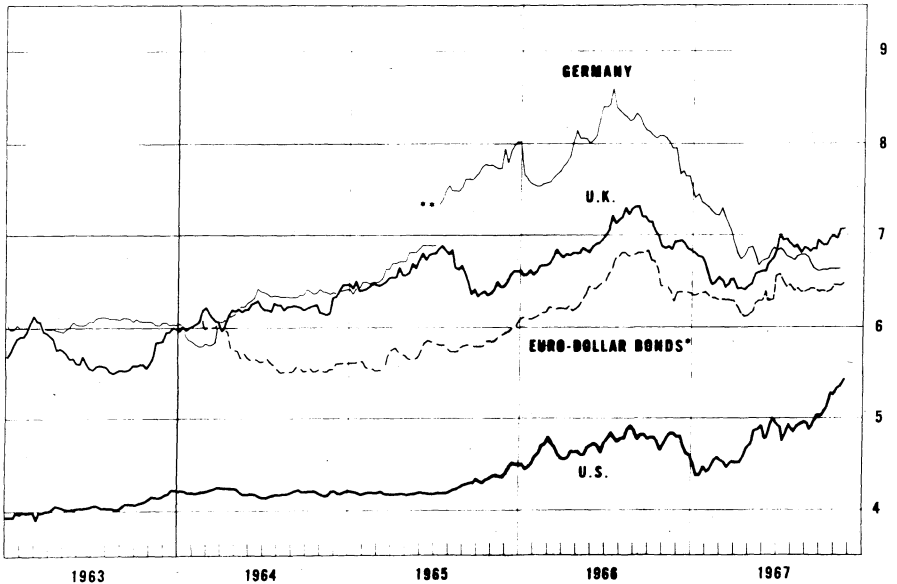
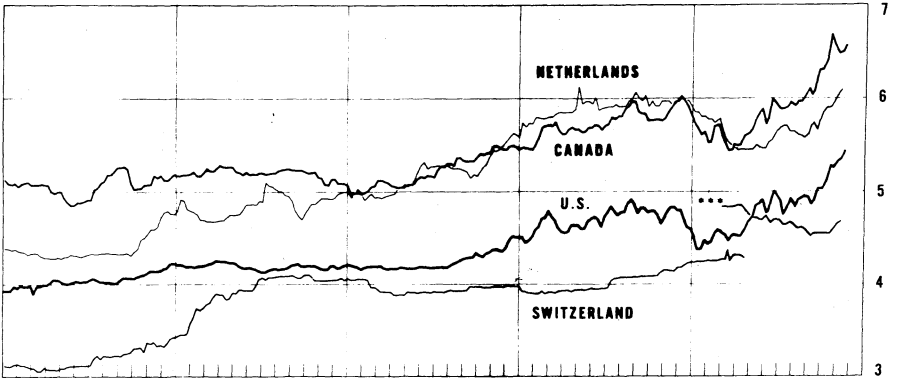


* 3 month treasury bill rates for all countries except Japan (Average rate on bank loans and discounts), Switzerland (3 month deposit rate) and Germany (Interbank Loan Rate).

† 3 month rate for U.S. dollar deposits in London

Chart 7
LONG-TERM BOND YIELDS
Weekly figures

Per cent per annum



- * Average of yields for four foreign government dollar bonds quoted in London
- ** New series for Germany starts 7 9 65
- *** New series for Switzerland starts 3 3 67

Chart B

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

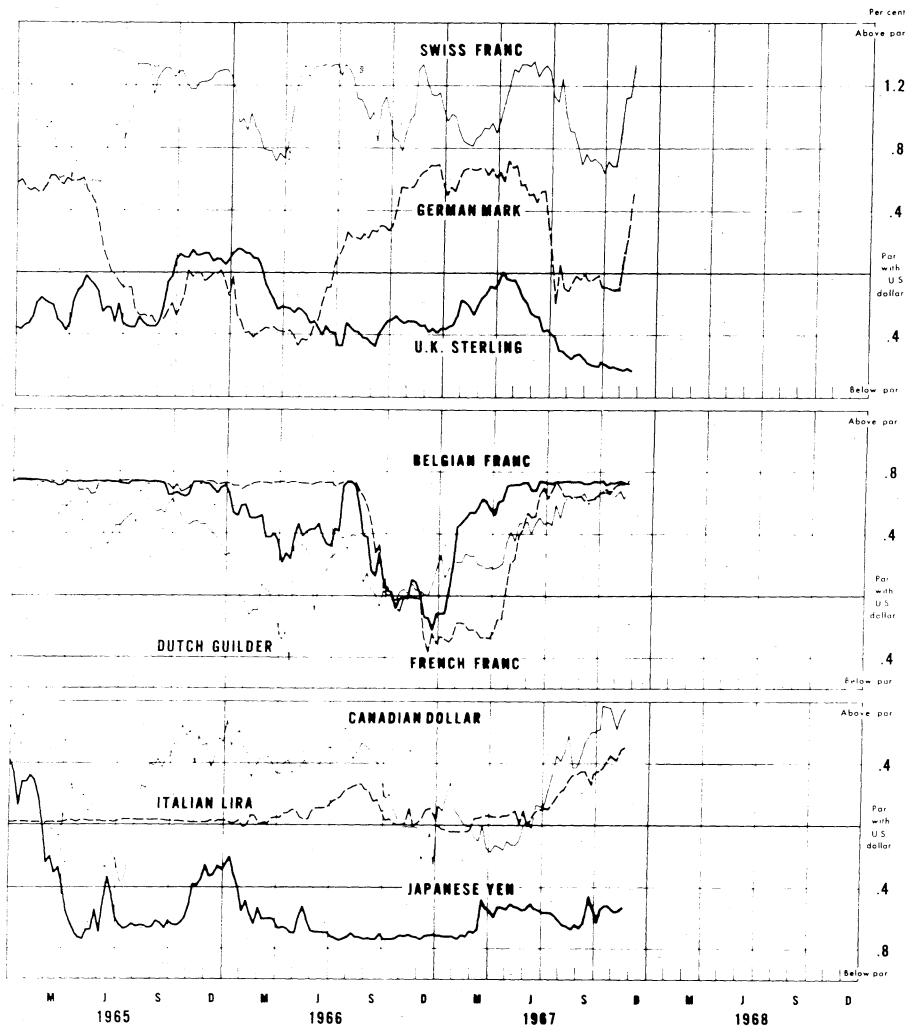
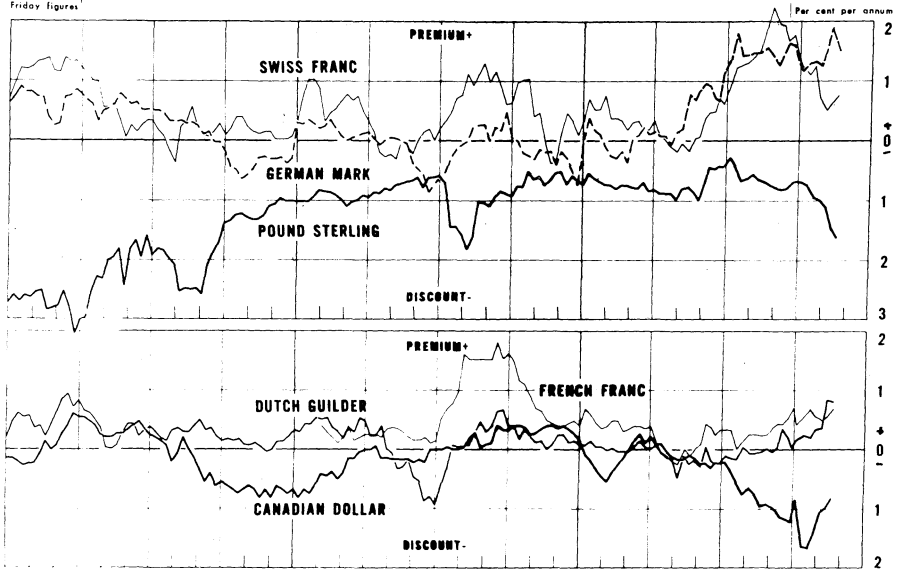


Chart 9

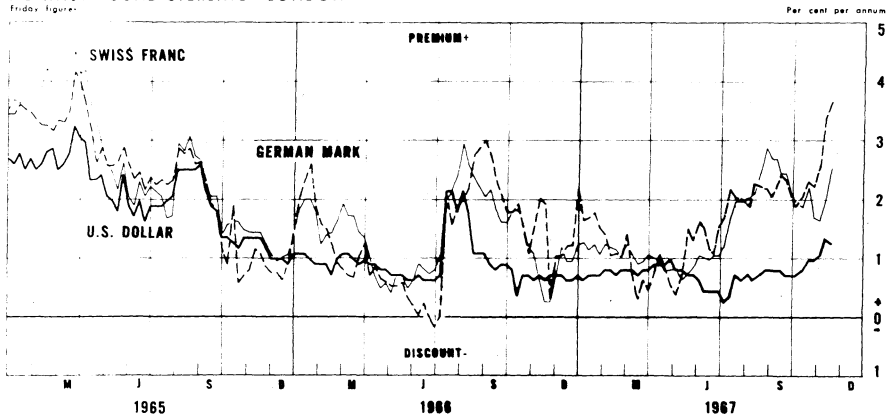
3-MONTH FORWARD EXCHANGE RATES AGAINST U.S. DOLLARS—NEW YORK

Friday figures



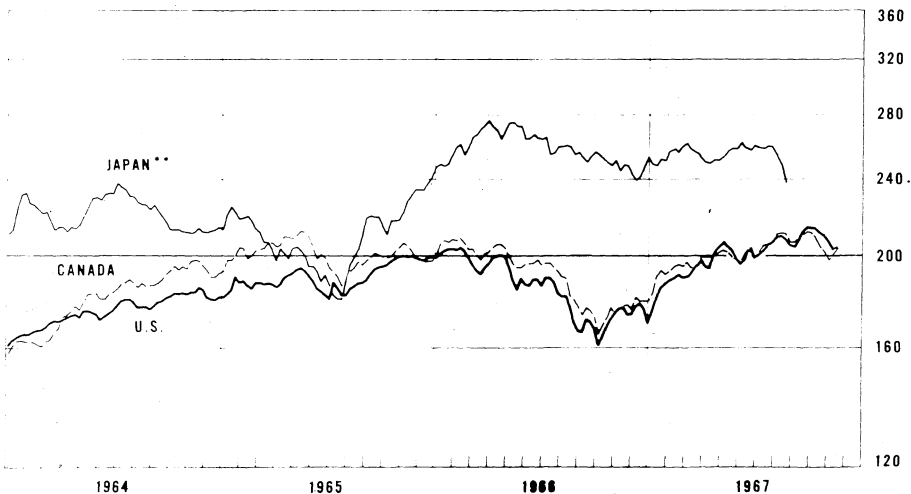
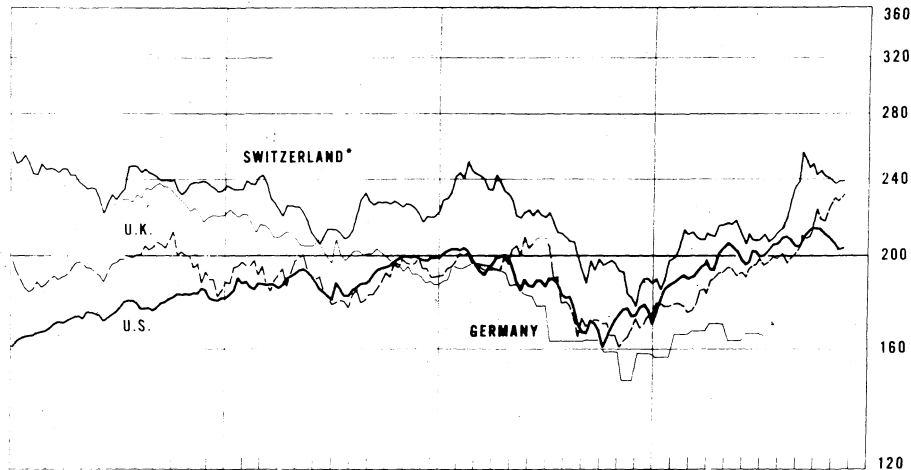
AGAINST POUND STERLING—LONDON

Friday figures



INDUSTRIAL STOCK INDICES

1958=100
Ratio scale



* Swiss stock corporation industrial stock index
** Japan index of 225 industrial and other stocks traded on the Tokyo exchange

II. Latest Figures Plotted in H.13 Chart Series, 1967
(all figures per cent per annum)

<u>Chart 1</u>	
<u>Upper Panel</u>	(Wednesday, <u>Nov. 15</u>)
Euro-\$ deposit	<u>5.68</u>
U.S. certif. of deposit	<u>5.31</u>
<u>Lower Panel</u>	(Friday, <u>Nov. 17</u>)
Finance co. paper: U.S.	<u>5.13</u>
Canada	<u>5.28</u>
Hire-purchase paper, U.K.	<u>5.23</u>

<u>Chart 5</u>	
(Friday, <u>Nov. 17</u>)	
Treasury bills: U.K.	<u>6.26</u>
U.S.	<u>4.57</u>
Spread favor U.K.	<u>+1.69</u>
Forward pound	<u>-1.64</u>
Net incentive (U.K. +)	<u>+ .05</u>

<u>Chart 2</u>			
(Friday, <u>Nov. 17</u>)			
Euro-\$ deposits:			
Call	<u>4.56</u>	90-day	<u>5.75</u>
30-day	<u>4.94</u>	180-day	<u>5.94</u>
Hire-purchase paper (Nov. 10)	<u>5.54</u>		
Local-authority deposit (Nov. 10)	<u>5.35</u>		

<u>Chart 6</u>	
(Friday, <u>Nov. 17</u>)	
Treasury bills: U.S.	<u>4.57</u>
U.K.	<u>6.26</u>
Canada	<u>4.85</u>
Interbank loan rate (German) (Nov. 8 - 15)	<u>4.02</u>
Euro-\$ deposit (London)	<u>5.75</u>
Zurich 3-month deposit (Date: <u>Oct. 15</u>)	<u>3.50</u>
Japan composite rate (Date: <u>Aug. 31</u>)	<u>7.28</u>

<u>Chart 3</u>	
(Upper Panel) (Period: <u>Nov. 8-15</u>)	
Interbank loan (mid-point)	<u>4.02</u>
Euro-\$ deposit (average)	<u>3.95</u>
<u>Lower Panel</u>	(Date: <u>Oct. 15</u>)
Zurich 3-month deposit	<u>3.50</u>
<u>Price of gold</u> (Friday, <u>Nov. 10</u>)	<u>35.198</u>

<u>Chart 7</u>	
U.S. Gov't. (Wed., <u>Nov. 15</u>)	<u>5.44</u>
U.K. War Loan (Thurs., <u>Nov. 16</u>)	<u>7.07</u>
German Fed. (Fri., <u>Nov. 10</u>)	<u>6.64</u>
Swiss Confed. (Fri., <u>Nov. 10</u>)	<u>4.68</u>
Canadian Gov't. (Wed., <u>Nov. 15</u>)	<u>6.58</u>
Netherlands Gov't. perpetual 3% (Friday, <u>Nov. 10</u>)	<u>6.09</u>
Euro-\$ bonds (Fri., <u>Nov. 17</u>)	<u>6.48</u>

<u>Chart 4</u>	
(Friday, <u>Nov. 17</u>)	
Treasury bills: Canada	<u>4.85</u>
U.S.	<u>4.57</u>
Spread favor Canada	<u>+ .28</u>
Forward Canadian \$	<u>- .90</u>
Net incentive (Canada +)	<u>- .62</u>
Canadian finance paper	<u>6.25</u>

For descriptions and sources of data, see special supplement to H.13, Number 239, March 16, 1966.