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Economic Indicators

June 1978

*Prepared for the Joint Economic Committee by the
Council of Economic Advisers*

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[PUBLIC LAW 120—81ST CONGRESS; CHAPTER 237—1ST SESSION]

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To print the monthly publication entitled "Economic Indicators"

Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That the Joint Economic Committee be authorized to issue a monthly publication entitled "Economic Indicators," and that a sufficient quantity be printed to furnish one copy to each Member of Congress; the Secretary and the Sergeant at Arms of the Senate; the Clerk, Sergeant at Arms, and Doorkeeper of the House of Representatives; two copies to the libraries of the Senate and House, and the Congressional Library; seven hundred copies to the Joint Economic Committee; and the required numbers of copies to the Superintendent of Documents for distribution to depository libraries; and that the Superintendent of Documents be authorized to have copies printed for sale to the public.

Approved June 23, 1949.

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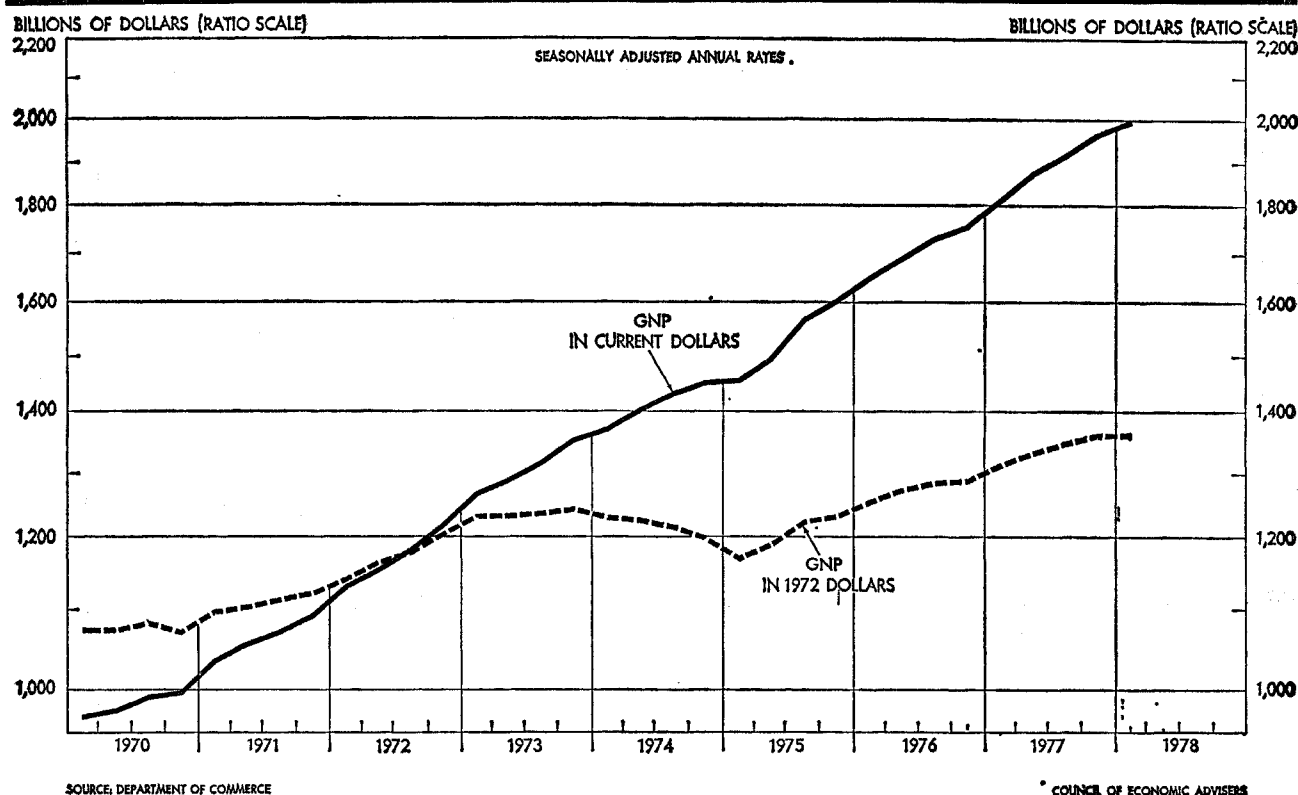
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TOTAL OUTPUT, INCOME, AND SPENDING

GROSS NATIONAL PRODUCT

According to revised estimates for the first quarter, gross national product rose \$33.5 billion or 7.0 percent, both at annual rates. Real output (GNP adjusted for price changes) was unchanged from the fourth quarter level and the implicit price deflator rose at a 7.0 percent annual rate.



[Billions of current dollars; quarterly data at seasonally adjusted annual rates]

Period	Gross na- tional prod- uct	Per- sonal con- sump- tion ex- pend- itures	Gross private domes- tic invest- ment	Exports and imports of goods and services			Government purchases of goods and services					Final sales
				Net ex- ports	Ex- ports	Im- ports	Total	Federal			State and local	
								Total	National de- fense ¹	Non- de- fense		
1967-----	796. 3	490. 4	120. 8	4. 9	45. 6	40. 6	180. 2	90. 9	71. 5	19. 5	89. 3	786. 2
1968-----	868. 5	535. 9	131. 5	2. 3	49. 9	47. 7	198. 7	98. 0	76. 9	21. 2	100. 7	860. 8
1969-----	935. 5	579. 7	146. 2	1. 8	54. 7	52. 9	207. 9	97. 5	76. 3	21. 2	110. 4	926. 2
1970-----	982. 4	618. 8	140. 8	3. 9	62. 5	58. 5	218. 9	95. 6	73. 5	22. 1	123. 2	978. 6
1971-----	1, 063. 4	668. 2	160. 0	1. 6	65. 6	64. 0	233. 7	96. 2	70. 2	26. 0	137. 5	1, 057. 1
1972-----	1, 171. 1	733. 0	188. 3	-3. 3	72. 7	75. 9	253. 1	102. 1	73. 5	28. 6	151. 0	1, 161. 7
1973-----	1, 306. 6	809. 9	220. 0	7. 1	101. 6	94. 4	269. 5	102. 2	73. 5	28. 7	167. 3	1, 288. 6
1974-----	1, 412. 9	889. 6	214. 6	6. 0	137. 9	131. 9	302. 7	111. 1	77. 0	34. 1	191. 5	1, 404. 0
1975-----	1, 528. 8	980. 4	189. 1	20. 4	147. 3	126. 9	338. 9	123. 3	83. 9	39. 4	215. 6	1, 540. 3
1976-----	1, 706. 5	1, 094. 0	243. 3	7. 8	162. 9	155. 1	361. 4	130. 1	86. 8	43. 3	231. 2	1, 693. 1
1977-----	1, 889. 6	1, 211. 2	294. 2	-10. 9	174. 7	185. 6	395. 0	145. 4	94. 3	51. 1	249. 6	1, 871. 4
1976: III--	1, 727. 3	1, 102. 2	254. 3	7. 9	168. 4	160. 6	363. 0	130. 2	86. 4	43. 8	232. 7	1, 705. 8
IV----	1, 755. 4	1, 139. 0	243. 4	3. 0	168. 5	165. 6	370. 0	134. 2	88. 4	45. 8	235. 8	1, 756. 3
1977: I----	1, 810. 8	1, 172. 4	271. 8	-8. 2	170. 4	178. 6	374. 9	136. 3	89. 7	46. 7	238. 5	1, 797. 0
II-----	1, 869. 9	1, 194. 0	294. 9	-9. 7	178. 1	187. 7	390. 6	143. 6	93. 4	50. 2	247. 0	1, 848. 2
III-----	1, 915. 9	1, 218. 9	303. 6	-7. 5	179. 9	187. 4	400. 9	148. 1	95. 6	52. 5	252. 9	1, 892. 2
IV-----	1, 961. 8	1, 259. 5	306. 7	-18. 2	170. 6	188. 8	413. 8	153. 8	98. 5	55. 2	260. 0	1, 948. 2
1978: I-----	1, 995. 3	1, 282. 4	320. 0	-23. 7	180. 5	204. 2	416. 6	152. 7	99. 5	53. 2	263. 8	1, 974. 3

¹ This category corresponds closely with budget outlays for national defense, shown on p. 33.

Source: Department of Commerce, Bureau of Economic Analysis.

GROSS NATIONAL PRODUCT IN 1972 DOLLARS

[Billions of 1972 dollars; quarterly data at seasonally adjusted annual rates]

Period	Gross national product	Personal consumption expenditures	Gross private domestic investment			Exports of goods and services			Government purchases of goods and services			Final sales
			Non-residential fixed	Residential fixed	Change in business inventories	Net exports	Exports	Imports	Total	Federal	State and local	
1967-----	1,007.7	603.2	103.5	37.2	12.0	3.5	54.2	50.7	248.3	125.3	123.1	995.7
1968-----	1,051.8	633.4	108.0	42.8	8.7	-4.4	58.5	58.9	259.2	128.3	130.9	1,043.1
1969-----	1,078.8	655.4	114.3	43.2	10.6	-1.3	62.2	63.5	256.7	121.8	134.9	1,068.2
1970-----	1,075.3	668.9	110.0	40.4	4.3	1.4	67.1	65.7	250.2	110.7	139.5	1,071.0
1971-----	1,107.5	691.9	108.0	52.2	6.6	-6.6	67.9	68.5	249.4	103.9	145.5	1,100.9
1972-----	1,171.1	733.0	116.8	62.0	9.4	-3.3	72.7	75.9	253.1	102.1	151.0	1,161.7
1973-----	1,235.0	767.7	131.0	59.7	16.5	7.6	87.4	79.9	252.5	96.6	155.9	1,218.5
1974-----	1,217.8	760.7	130.6	45.0	8.0	15.9	93.0	77.1	257.7	95.8	161.8	1,209.9
1975-----	1,202.1	775.1	112.7	38.8	-9.9	22.5	89.9	67.4	263.0	96.7	166.3	1,212.0
1976-----	1,274.7	821.3	116.8	47.7	8.5	16.0	95.8	79.8	264.4	96.5	167.9	1,266.2
1977-----	1,337.3	861.2	126.8	56.9	11.8	9.5	97.5	88.0	271.1	101.4	169.7	1,325.5
1976: III-----	1,283.7	822.7	118.5	47.1	13.8	17.0	97.9	80.9	264.6	96.7	168.0	1,269.8
1976: IV-----	1,287.4	839.8	119.0	52.0	-1.8	13.8	96.9	83.1	264.6	97.1	167.5	1,289.2
1977: I-----	1,311.0	850.4	124.3	52.7	9.7	10.6	96.9	86.3	263.3	97.0	166.4	1,301.2
1977: II-----	1,330.7	854.1	126.4	57.6	13.2	9.4	98.5	89.1	270.0	101.1	168.9	1,317.5
1977: III-----	1,347.4	860.4	127.6	57.5	15.7	12.2	99.8	87.6	274.0	103.3	170.7	1,331.8
1977: IV-----	1,360.2	879.8	128.9	59.9	8.7	5.9	94.8	88.9	277.0	104.2	172.8	1,351.5
1978: I-----	1,360.3	877.9	130.2	59.3	14.7	4.0	98.2	94.3	274.3	101.7	172.6	1,345.6

IMPLICIT PRICE DEFLATORS FOR GROSS NATIONAL PRODUCT

[1972=100]

Period	Gross national product	Personal consumption expenditures				Gross private domestic investment		Exports and imports of goods and services		Government purchases of goods and services	
		Total	Durable goods	Non-durable goods	Services	Nonresidential fixed	Residential fixed	Exports	Imports	Federal	State and local
1967-----	79.02	81.3	87.4	81.9	78.8	79.3	77.0	84.0	80.1	72.6	72.5
1968-----	82.57	84.6	90.7	85.3	82.0	82.6	80.7	85.3	80.9	76.4	76.9
1969-----	86.72	88.5	93.1	89.4	86.1	86.6	87.7	87.9	83.3	80.0	81.9
1970-----	91.36	92.5	95.5	93.6	90.5	91.3	90.6	93.1	89.1	86.4	88.3
1971-----	96.02	96.6	99.0	96.6	95.8	96.4	94.9	96.6	93.5	92.6	94.5
1972-----	100.00	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1973-----	105.80	105.5	101.6	107.9	104.7	103.8	110.8	116.2	118.2	105.8	107.3
1974-----	116.02	116.9	108.4	123.8	113.6	115.3	122.3	148.3	171.0	115.9	118.4
1975-----	127.18	126.5	117.9	133.1	123.5	132.3	132.8	163.8	188.2	127.5	129.7
1976-----	133.88	133.2	124.7	137.7	132.3	138.7	142.5	170.0	194.3	134.8	137.7
1977-----	141.29	140.6	130.1	144.0	141.5	146.0	159.9	179.2	211.0	143.4	147.1
1976: III-----	134.56	134.0	125.3	138.3	133.2	139.2	144.1	172.0	198.4	134.7	138.6
1976: IV-----	136.35	135.6	127.2	139.3	135.4	140.9	147.5	174.0	199.3	138.2	140.7
1977: I-----	138.13	137.9	129.3	141.5	137.8	142.5	153.7	175.9	207.0	140.6	143.4
1977: II-----	140.52	139.8	129.5	143.8	140.1	144.4	157.6	180.8	210.6	142.0	146.2
1977: III-----	142.19	141.7	130.0	144.9	142.9	146.9	160.9	180.2	213.9	143.3	148.1
1977: IV-----	144.23	143.2	131.3	145.9	145.0	150.1	166.5	180.0	212.5	147.6	150.5
1978: I-----	146.68	146.1	133.6	149.2	147.7	152.8	168.9	183.7	216.6	150.2	152.9

Source: Department of Commerce, Bureau of Economic Analysis.

CHANGES IN GNP AND GNP PRICE MEASURES

[Percent change from previous period; quarterly data at seasonally adjusted annual rates]

Period	Gross national product					Gross domestic product				
	Current dollars	Constant (1972) dollars	Implicit price deflator	Chain price index	Fixed-weighted price index (1972 weights)	Current dollars	Constant (1972) dollars	Implicit price deflator	Chain price index	Fixed-weighted price index (1972 weights)
1967	5.8	2.7	2.9	3.0	3.0	5.7	2.7	3.0	3.1	3.0
1968	9.1	4.4	4.5	4.4	4.3	9.1	4.4	4.5	4.4	4.4
1969	7.7	2.6	5.0	5.0	5.0	7.8	2.6	5.1	5.0	5.0
1970	5.0	- .3	5.4	5.3	5.2	5.0	- .3	5.3	5.3	5.2
1971	8.2	3.0	5.1	5.0	4.9	8.1	2.8	5.1	5.0	4.9
1972	10.1	5.7	4.1	4.1	4.0	10.1	5.8	4.1	4.1	4.0
1973	11.6	5.5	5.8	6.0	6.0	11.5	5.4	5.7	5.9	5.9
1974	8.1	-1.4	9.7	9.9	10.2	7.9	-1.3	9.3	9.6	9.9
1975	8.2	-1.3	9.6	9.5	9.4	8.5	-1.1	9.7	9.5	9.4
1976	11.6	6.0	5.3	5.6	5.6	11.4	5.9	5.2	5.6	5.6
1977	10.7	4.9	5.5	6.0	6.1	10.7	4.9	5.5	5.9	6.1
1976: III	8.6	3.9	4.6	4.6	4.8	8.2	3.7	4.4	4.5	4.6
IV	6.7	1.2	5.4	5.9	6.0	6.9	1.3	5.5	6.0	6.1
1977: I	13.2	7.5	5.3	6.9	7.1	12.6	7.2	5.0	6.7	7.0
II	13.7	6.2	7.1	7.0	7.0	13.6	6.1	7.1	7.0	7.0
III	10.2	5.1	4.8	4.3	4.8	10.5	5.3	4.9	4.3	4.8
IV	9.9	3.8	5.9	6.1	6.2	10.7	4.3	6.1	6.2	6.3
1978: I	7.0	.0	7.0	6.4	6.4	6.6	- .2	6.8	6.4	6.4

NOTE.—Annual changes from previous year and quarterly changes from previous quarter.

Source: Department of Commerce, Bureau of Economic Analysis.

NONFINANCIAL CORPORATE BUSINESS—OUTPUT, COSTS, AND PROFITS

[Quarterly data at seasonally adjusted annual rates]

Period	Gross domestic product of nonfinancial corporate business (billions of dollars)		Current-dollar cost and profit per unit of output (dollars) ¹								Output per hour of all employees (1972 dollars)	Compensation per hour of all employees (dollars)
			Total cost and profit ²	Capital consumption allowances with capital consumption adjustment	Indirect business taxes ³	Compensation of employees	Net interest	Corporate profits with inventory valuation and capital consumption adjustments				
	Current dollars	1972 dollars						Total	Profits tax liability	Profits after tax ⁴		
1967-----	452.9	545.8	0.830	0.072	0.084	0.535	0.016	0.123	0.051	0.072	6.873	3.676
1968-----	498.4	581.6	.857	.074	.089	.553	.017	.124	.058	.066	7.105	3.929
1969-----	541.8	607.3	.892	.079	.094	.589	.022	.109	.055	.055	7.139	4.198
1970-----	560.6	600.6	.933	.088	.103	.628	.028	.086	.045	.041	7.132	4.478
1971-----	602.5	619.3	.973	.094	.110	.645	.029	.095	.048	.046	7.374	4.757
1972-----	671.0	671.0	1.000	.093	.110	.661	.028	.107	.050	.057	7.595	5.024
1973-----	752.0	720.4	1.044	.095	.112	.699	.032	.105	.055	.050	7.781	5.441
1974-----	808.8	695.0	1.164	.116	.123	.796	.043	.086	.061	.024	7.506	5.972
1975-----	875.2	678.9	1.289	.143	.136	.849	.045	.115	.060	.055	7.766	6.596
1976-----	991.0	731.0	1.356	.146	.136	.890	.044	.139	.073	.066	8.055	7.166
1977-----	1,105.2	774.4	1.427	.151	.140	.947	.047	.142	.074	.069	8.244	7.805
1976: III--	1,004.7	736.6	1.364	.147	.136	.892	.044	.145	.074	.071	8.112	7.238
IV-----	1,017.2	736.5	1.381	.150	.139	.916	.045	.132	.072	.060	8.052	7.373
1977: I-----	1,049.3	753.3	1.393	.149	.140	.930	.046	.128	.070	.058	8.170	7.599
II-----	1,094.9	771.7	1.419	.148	.139	.943	.047	.142	.075	.068	8.209	7.737
III-----	1,124.8	781.2	1.440	.151	.140	.949	.048	.152	.073	.079	8.298	7.873
IV-----	1,151.7	791.5	1.455	.153	.142	.964	.049	.147	.076	.070	8.322	8.026
1978: I P--	1,165.8	790.0	1.476	.157	.145	1.002	.050	.121	.071	.050	8.279	8.300

¹ Output is measured by gross domestic product of nonfinancial corporate business in 1972 dollars.

² This is equal to the deflator for gross domestic product of nonfinancial corporate business with the decimal point shifted two places to the left.

³ Indirect business tax and nontax liability plus business transfer payments less subsidies.

⁴ With inventory valuation and capital consumption adjustments.

Sources: Department of Commerce (Bureau of Economic Analysis) and Department of Labor (Bureau of Labor Statistics).

NATIONAL INCOME

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	National income	Compensation of employees ¹	Proprietors' income with inventory valuation and capital consumption adjustments		Rental income of persons with capital consumption adjustment	Corporate profits with inventory valuation and capital consumption adjustments					Net interest
			Farm	Non-farm		Total	Profits with inventory valuation adjustment and without capital consumption adjustment			Capital consumption adjustment	
							Total	Profits before tax	Inventory valuation adjustment		
1967-----	655.8	471.9	12.1	48.9	19.4	79.3	75.6	77.3	-1.7	3.7	24.3
1968-----	714.4	519.8	12.0	51.4	18.6	85.8	82.1	85.6	-3.4	3.7	26.8
1969-----	767.9	571.4	13.9	52.3	18.1	81.4	77.9	83.4	-5.5	3.5	30.8
1970-----	798.4	609.2	13.9	51.2	18.6	67.9	66.4	71.5	-5.1	1.5	37.5
1971-----	858.1	650.3	14.3	53.4	20.1	77.2	76.9	82.0	-5.0	.3	42.8
1972-----	951.9	715.1	18.0	58.1	21.5	92.1	89.6	96.2	-6.6	2.5	47.0
1973-----	1,064.6	799.2	32.0	60.4	21.6	99.1	97.2	115.8	-18.6	1.9	52.3
1974-----	1,136.0	875.8	25.4	60.9	21.4	83.6	86.5	126.9	-40.4	-2.9	69.0
1975-----	1,217.0	930.3	23.2	62.8	22.3	99.3	111.5	123.5	-12.0	-12.2	79.1
1976-----	1,364.1	1,036.3	18.6	69.4	23.3	128.1	142.7	156.9	-14.1	-14.7	88.4
1977-----	1,520.5	1,156.3	19.7	78.5	25.3	139.9	157.1	171.7	-14.6	-17.2	100.9
1976: III-----	1,379.6	1,046.5	16.2	70.0	23.3	133.5	148.2	159.9	-11.7	-14.7	90.1
1976: IV-----	1,402.1	1,074.2	16.6	72.0	24.1	123.1	137.9	154.8	-16.9	-14.8	92.0
1977: I-----	1,450.2	1,109.9	20.7	74.3	24.5	125.4	141.0	161.7	-20.6	-15.6	95.3
1977: II-----	1,505.7	1,144.7	19.7	77.3	24.9	140.2	156.2	174.0	-17.8	-15.9	98.9
1977: III-----	1,540.5	1,167.4	15.5	80.0	25.5	149.0	166.9	172.8	-5.9	-17.9	103.1
1977: IV-----	1,585.7	1,203.3	22.7	82.4	26.4	144.8	164.2	178.3	-14.1	-19.4	106.1
1978: I-----	1,609.9	1,243.8	20.2	83.1	26.9	126.5	147.1	171.9	-24.8	-20.6	109.4

¹ Includes employer contributions for social insurance. (See also p. 5.) Source: Department of Commerce, Bureau of Economic Analysis.

PERSONAL CONSUMPTION EXPENDITURES

[Billions of dollars except as noted; quarterly data at seasonally adjusted annual rates]

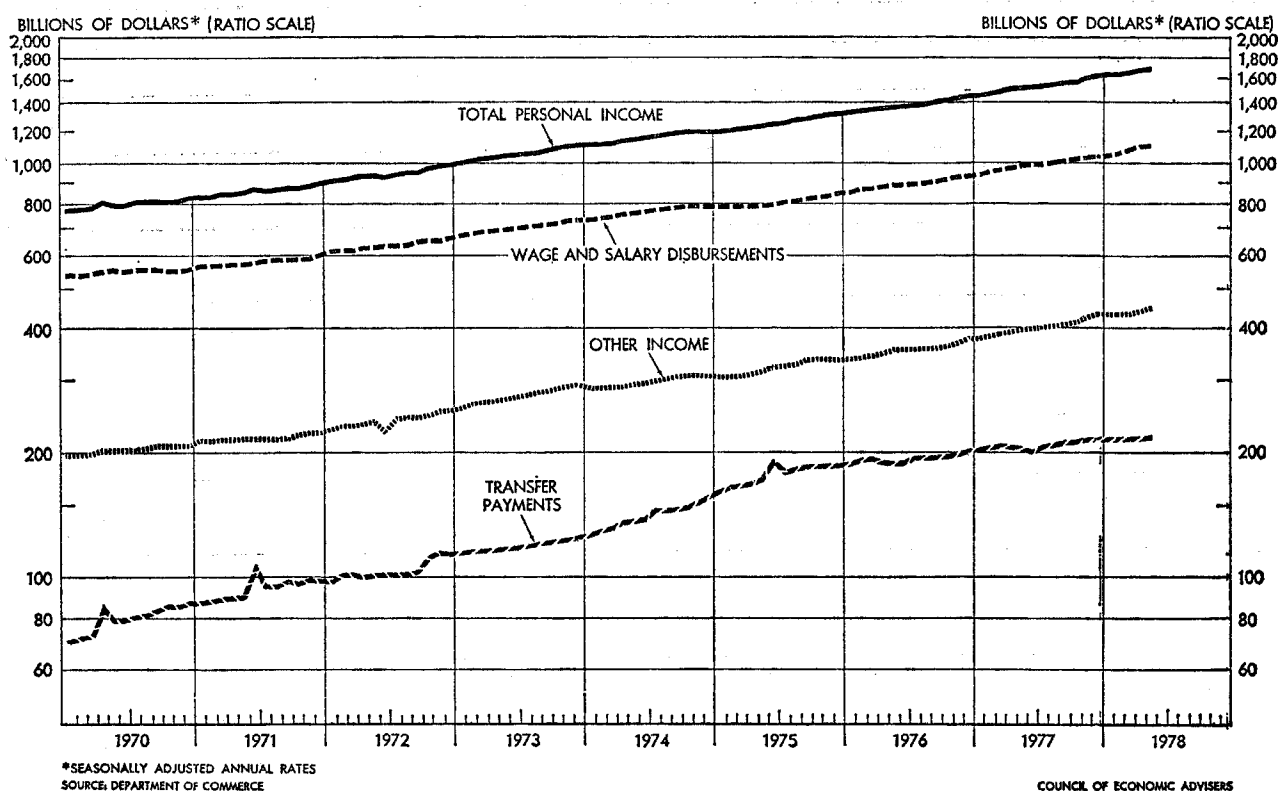
Period	Total personal consumption expenditures	Durable goods			Nondurable goods				Services	Retail sales of new passenger cars (millions of units)	
		Total durable goods ¹	Motor vehicles and parts	Furniture and household equipment	Total non-durable goods ¹	Food	Clothing and shoes	Gasoline and oil		Domestics	Imports
1967-----	490. 4	69. 6	29. 7	29. 5	212. 6	109. 6	38. 2	17. 0	208. 1	7. 6	0. 8
1968-----	535. 9	80. 0	35. 8	32. 6	230. 4	118. 3	41. 8	18. 4	225. 6	8. 6	1. 0
1969-----	579. 7	85. 5	37. 7	35. 0	247. 0	126. 1	45. 1	20. 4	247. 2	8. 5	1. 1
1970-----	618. 8	84. 9	34. 9	36. 7	264. 7	136. 3	46. 6	22. 0	269. 1	7. 1	1. 3
1971-----	668. 2	97. 1	43. 8	39. 4	277. 7	140. 6	50. 5	23. 4	293. 4	8. 7	1. 6
1972-----	733. 0	111. 2	50. 6	44. 8	299. 3	150. 4	55. 1	24. 9	322. 4	9. 3	1. 6
1973-----	809. 9	123. 7	55. 2	50. 7	333. 8	168. 1	61. 3	27. 8	352. 3	9. 7	1. 8
1974-----	889. 6	122. 0	48. 0	54. 9	376. 3	189. 8	65. 3	36. 4	391. 3	7. 5	1. 4
1975-----	980. 4	132. 9	53. 9	58. 0	409. 3	209. 5	70. 2	39. 1	438. 2	7. 1	1. 6
1976-----	1, 094. 0	158. 9	71. 9	63. 9	442. 7	225. 5	76. 3	41. 4	492. 3	8. 6	1. 5
1977-----	1, 211. 2	179. 8	83. 8	70. 5	480. 7	246. 2	83. 0	44. 7	550. 7	9. 1	2. 1
1976: III----	1, 102. 2	159. 3	72. 1	63. 9	444. 7	227. 0	76. 9	41. 2	498. 2	8. 4	1. 5
1976: IV-----	1, 139. 0	166. 3	75. 7	66. 5	458. 8	232. 0	79. 9	43. 5	513. 9	8. 5	1. 7
1977: I-----	1, 172. 4	177. 0	85. 3	67. 4	466. 6	237. 9	79. 3	44. 1	528. 8	9. 4	1. 8
1977: II-----	1, 194. 0	178. 6	84. 5	69. 3	474. 4	244. 8	80. 4	44. 3	541. 1	9. 3	2. 4
1977: III-----	1, 218. 9	177. 6	81. 2	70. 9	481. 8	248. 3	83. 3	44. 2	559. 5	8. 9	2. 0
1977: IV-----	1, 259. 5	186. 0	84. 2	74. 3	499. 9	254. 0	89. 0	46. 3	573. 7	8. 9	2. 0
1978: I-----	1, 282. 4	183. 5	85. 0	71. 6	504. 3	259. 4	85. 5	47. 2	594. 6	8. 8	2. 0

¹ Total includes other items not shown separately.

Source: Department of Commerce, Bureau of Economic Analysis.

SOURCES OF PERSONAL INCOME

Personal income rose \$15.4 billion (annual rate) in May, following a \$21.3 billion (revised) increase in April. Wages and salaries increased \$6.5 billion in May, compared with \$17.5 billion in April. All other major types of income also rose in May.



[Billions of dollars; monthly data at seasonally adjusted annual rates]

Period	Total personal income	Wage and salary disbursements ¹	Other labor income ^{1,2}	Proprietors' income ³		Rental income of persons ⁴	Dividends	Personal interest income	Transfer payments ⁵	Less: Personal contributions for social insurance	Non-farm personal income ⁶
				Farm	Nonfarm						
1970-----	801.3	546.5	32.0	13.9	51.2	18.6	22.9	64.3	79.9	28.0	780.7
1971-----	859.1	579.4	36.2	14.3	53.4	20.1	23.0	69.3	94.1	30.8	838.0
1972-----	942.5	633.8	42.0	18.0	58.1	21.5	24.6	74.6	104.1	34.2	917.3
1973-----	1,052.4	701.3	48.7	32.0	60.4	21.6	27.8	84.1	118.9	42.2	1,011.9
1974-----	1,154.9	764.6	55.6	25.4	60.9	21.4	31.0	103.0	140.8	47.7	1,119.3
1975-----	1,253.4	805.7	64.9	23.2	62.8	22.3	32.4	115.6	176.8	50.4	1,218.8
1976-----	1,382.7	891.8	75.9	18.6	69.4	23.3	35.8	130.3	192.8	55.2	1,351.3
1977-----	1,536.7	990.0	88.6	19.7	78.5	25.3	41.2	147.8	206.9	61.3	1,502.8
1977: May----	1,517.3	982.0	86.7	19.8	77.2	24.8	39.6	145.2	202.9	60.9	1,483.5
June-----	1,524.3	986.5	87.9	18.4	77.6	25.6	41.9	147.4	200.0	61.0	1,491.6
July-----	1,539.2	992.9	89.1	16.5	79.2	24.7	42.0	149.1	207.2	61.5	1,508.3
Aug-----	1,549.0	997.9	90.3	15.1	80.2	25.7	42.4	150.4	208.6	61.6	1,519.5
Sept-----	1,561.3	1,006.0	91.5	14.9	80.8	26.0	42.6	151.3	210.2	62.0	1,531.8
Oct-----	1,584.0	1,022.1	92.8	17.4	81.5	26.2	42.7	153.1	210.9	62.6	1,551.9
Nov-----	1,602.3	1,029.9	94.0	21.1	82.3	26.4	42.9	155.4	213.1	62.9	1,566.3
Dec-----	1,622.7	1,035.3	95.3	29.4	83.2	26.6	45.2	157.0	213.9	63.2	1,578.2
1978: Jan-----	1,625.2	1,046.3	96.5	23.0	81.9	26.8	43.7	158.5	215.4	67.0	1,586.8
Feb-----	1,634.5	1,055.6	97.7	19.0	83.0	26.9	43.8	160.2	215.5	67.4	1,600.0
Mar-----	1,656.6	1,074.0	99.0	18.5	84.3	27.0	44.0	161.2	216.7	68.2	1,622.5
Apr-----	1,677.9	1,091.5	100.2	19.1	85.1	26.9	44.4	163.5	216.4	69.1	1,643.1
May-----	1,693.3	1,098.0	101.4	21.7	85.5	27.0	45.1	165.5	218.3	69.3	1,655.8

¹ The total of wage and salary disbursements and other labor income differs from compensation of employees (see p. 4) in that it excludes employer contributions for social insurance and the excess of wage accruals over wage disbursements.

² Consists of employer contributions to private pension, health, and welfare funds; workmen's compensation; directors' fees; and a few other minor items.

³ With inventory valuation and capital consumption adjustments.

⁴ With capital consumption adjustment.

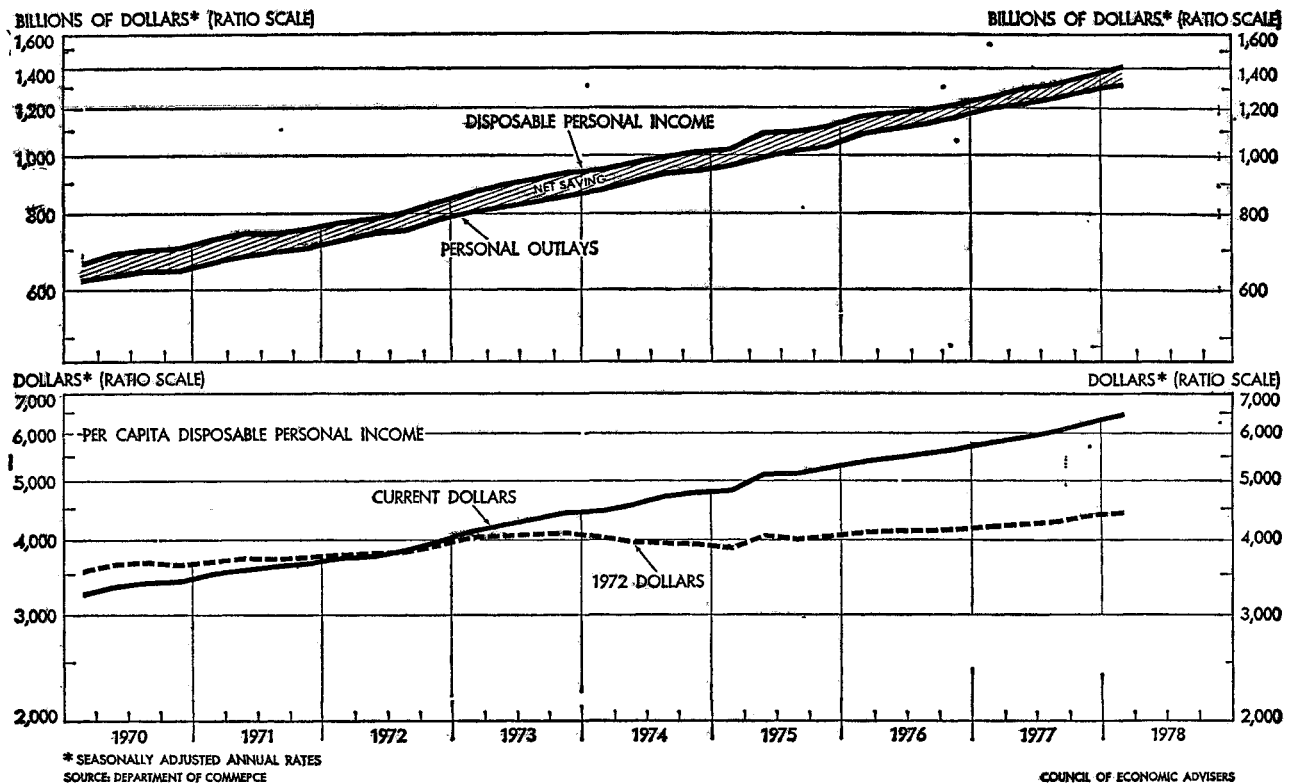
⁵ Consists mainly of social insurance benefits, direct relief, and veterans payments.

⁶ Personal income exclusive of farm proprietors' income, farm wages, farm other labor income, and agricultural net interest.

Source: Department of Commerce, Bureau of Economic Analysis.

DISPOSITION OF PERSONAL INCOME

Real per capita disposable income rose only slightly in the first quarter.



* SEASONALLY ADJUSTED ANNUAL RATES
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Per- sonal income	Less: Per- sonal tax and non- tax pay- ments	Equals: Dispos- able per- sonal income	Less: Per- sonal out- lays ¹	Equals: Per- sonal saving	Per capita disposable personal income		Per capita per- sonal consump- tion expenditures		Percent change in real per capita dispos- able per- sonal income	Saving as per- cent of dispos- able per- sonal income	Popula- tion (thou- sands) ²
						Current dollars	1972 dollars	Current dollars	1972 dollars			
	Billions of dollars					Dollars						
1969-----	745. 8	115. 4	630. 4	595. 3	35. 1	3, 111	3, 515	2, 860	3, 234	1. 5	5. 6	202, 677
1970-----	801. 3	115. 3	685. 9	635. 4	50. 6	3, 348	3, 619	3, 020	3, 265	3. 0	7. 4	204, 878
1971-----	859. 1	116. 3	742. 8	685. 5	57. 3	3, 588	3, 714	3, 227	3, 342	2. 6	7. 7	207, 053
1972-----	942. 5	141. 2	801. 3	751. 9	49. 4	3, 837	3, 837	3, 510	3, 510	3. 3	6. 2	208, 846
1973-----	1, 052. 4	150. 8	901. 7	831. 3	70. 3	4, 285	4, 062	3, 849	3, 648	5. 9	7. 8	210, 410
1974-----	1, 154. 9	170. 3	984. 6	913. 0	71. 7	4, 646	3, 973	4, 197	3, 589	-2. 2	7. 3	211, 945
1975-----	1, 253. 4	169. 0	1, 084. 4	1, 004. 2	80. 2	5, 077	4, 014	4, 591	3, 629	1. 0	7. 4	213, 566
1976-----	1, 382. 7	196. 9	1, 185. 8	1, 119. 9	65. 9	5, 511	4, 137	5, 084	3, 817	3. 1	5. 6	215, 191
1977-----	1, 536. 7	227. 5	1, 309. 2	1, 241. 9	67. 3	6, 037	4, 293	5, 585	3, 971	3. 8	5. 1	216, 856
	Seasonally adjusted annual rates											
1976: III--	1, 393. 9	200. 6	1, 193. 3	1, 128. 5	64. 8	5, 540	4, 135	5, 117	3, 820	0. 5	5. 4	215, 380
IV--	1, 432. 2	209. 5	1, 222. 6	1, 166. 3	56. 3	5, 665	4, 177	5, 278	3, 891	4. 1	4. 6	215, 827
1977: I--	1, 476. 8	224. 4	1, 252. 4	1, 201. 0	51. 4	5, 793	4, 202	5, 422	3, 933	2. 4	4. 1	216, 206
II--	1, 517. 2	224. 8	1, 292. 5	1, 223. 9	68. 5	5, 967	4, 268	5, 513	3, 943	6. 4	5. 3	216, 603
III--	1, 549. 8	226. 1	1, 323. 8	1, 250. 5	73. 3	6, 098	4, 305	5, 615	3, 964	3. 5	5. 5	217, 073
IV--	1, 603. 0	234. 7	1, 368. 3	1, 292. 2	76. 1	6, 290	4, 394	5, 790	4, 044	8. 5	5. 6	217, 541
1978: I--	1, 638. 8	236. 6	1, 402. 1	1, 316. 5	85. 7	6, 435	4, 405	5, 885	4, 029	1. 0	6. 1	217, 897

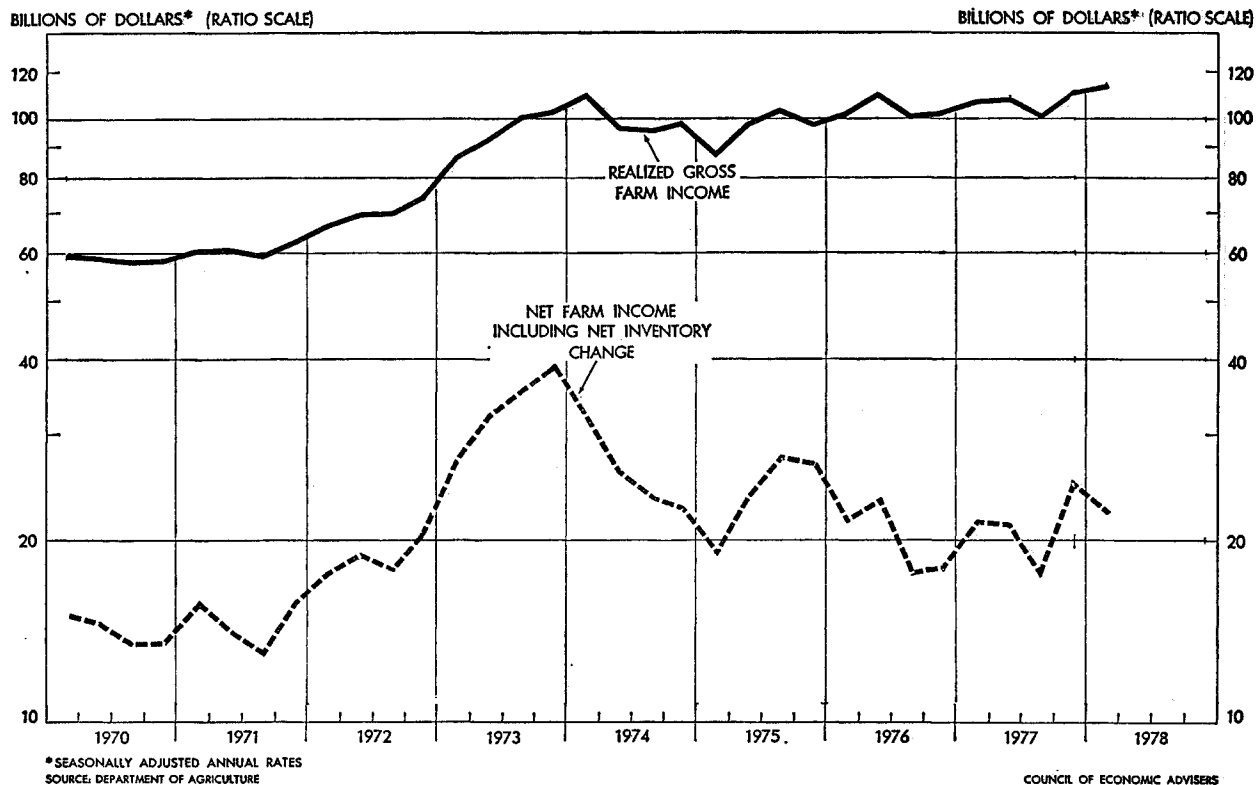
¹ Includes personal consumption expenditures, interest paid by consumers to business, and personal transfer payments to foreigners (net).

² Includes Armed Forces abroad. Annual data are for July 1 through 1973 and are averages of quarterly data beginning 1974. Quarterly data are average for the period.

Source: Department of Commerce (Bureau of Economic Analysis and Bureau of the Census).

FARM INCOME

In the first quarter, net farm income excluding inventory change rose \$0.3 billion (annual rate) while income including inventory change fell \$2.7 billion.



[Quarterly data at seasonally adjusted annual rates]

Period	Personal income received by total farm population			Income received from farming								Net income per farm including net inventory change ³		
	From all sources	From farm sources	From nonfarm sources	Total ¹	Realized gross			Produc- tion ex- penses	Net to farm operators					
					Cash receipts from marketings				Exclud- ing net inven- tory change	Includ- ing net inven- tory change ²				
					Total	Live- stock and products	Crops							
Billions of dollars													Dollars	
1970-----	27. 4	13. 0	14. 4	58. 6	50. 5	29. 6	21. 0	44. 4	14. 1	14. 2	4, 790	4, 202		
1971-----	28. 7	13. 4	15. 3	60. 6	52. 9	30. 6	22. 3	47. 4	13. 2	14. 6	5, 030	4, 263		
1972-----	34. 4	16. 8	17. 6	70. 1	61. 2	35. 7	25. 5	52. 3	17. 8	18. 7	6, 504	5, 288		
1973-----	48. 6	29. 0	19. 5	95. 5	87. 1	45. 9	41. 1	65. 6	29. 9	33. 3	11, 727	8, 817		
1974-----	44. 7	23. 1	21. 6	100. 0	92. 4	41. 4	51. 1	72. 2	27. 7	26. 1	9, 232	6, 114		
1975-----	44. 3	21. 5	22. 8	96. 7	88. 1	43. 0	45. 1	75. 9	20. 8	24. 3	8, 637	5, 203		
1976-----	42. 0	17. 8	24. 2	103. 6	94. 3	46. 4	47. 9	81. 7	21. 9	20. 0	7, 203	4, 093		
1977-----	44. 5	18. 6	25. 9	106. 1	95. 0	47. 4	47. 6	85. 7	20. 4	21. 3	7, 870	4, 186		
1976: III-----				100. 9	91. 5	45. 5	46. 0	82. 3	18. 6	17. 6	6, 330	3, 580		
IV-----				101. 9	92. 4	45. 4	47. 0	81. 2	20. 7	18. 0	6, 480	3, 600		
1977: I-----				106. 5	96. 7	46. 2	50. 5	84. 5	22. 0	21. 5	7, 940	4, 330		
II-----				107. 2	97. 1	46. 8	50. 3	86. 5	20. 7	21. 2	7, 830	4, 180		
III-----				100. 8	90. 4	47. 8	42. 6	83. 3	17. 5	17. 5	6, 470	3, 410		
IV-----				110. 0	95. 9	48. 9	47. 0	88. 5	21. 5	25. 0	9, 240	4, 800		
1978: I-----				113. 3	100. 9	52. 7	48. 2	91. 5	21. 8	22. 3	8, 320	4, 220		

¹ Cash receipts from marketings, Government payments, and nonmoney income furnished by farms.

² Inventory of crops and livestock valued at the average price for the year.

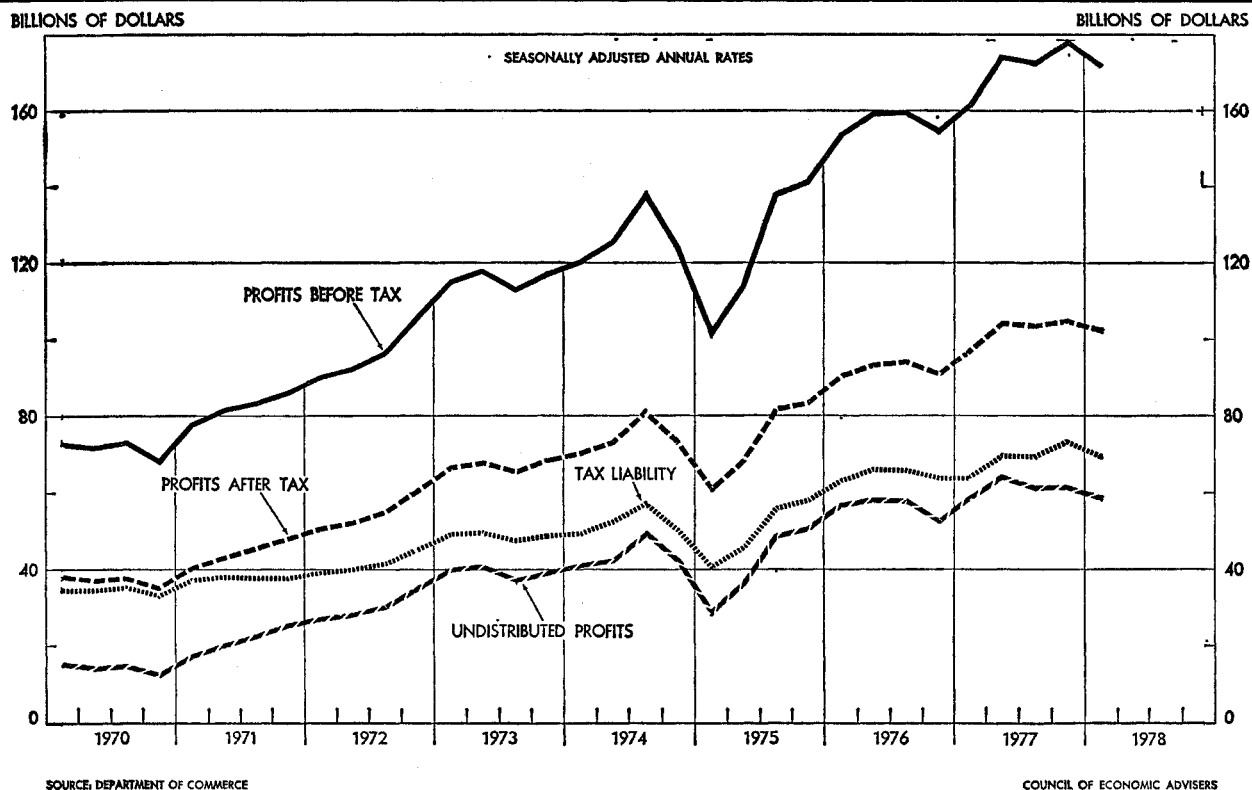
³ Based on Census of Agriculture definition of a farm. The number of farms is held constant within a year.

⁴ Income in current dollars divided by the index of prices paid by farmers for family living items on a 1967 base. As of January 1977 movement is based on the overall change in the consumer price index.

Source: Department of Agriculture.

CORPORATE PROFITS

According to revised estimates for the first quarter, profits before tax fell \$6.4 billion while after-tax profits fell \$2.6 billion. About half of the decline was caused by severe weather, the coal strike, and coal and electricity shortages.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Profits (before tax) with inventory valuation adjustment ¹						Profits before tax	Tax liability	Profits after tax			
	Total ²	Domestic industries							Total	Dividends	Undistributed profits	Inventory valuation adjustment
		Total	Financial	Nonfinancial								
				Total ³	Manufacturing	Wholesale and retail trade						
1967-----	75.6	72.6	9.0	63.6	37.9	8.9	77.3	32.5	44.9	20.1	24.7	-1.7
1968-----	82.1	78.9	10.4	68.5	41.2	10.1	85.6	39.4	46.2	21.9	24.2	-3.4
1969-----	77.9	74.2	11.3	62.9	36.8	10.1	83.4	39.7	43.8	22.6	21.2	-5.5
1970-----	66.4	62.6	12.6	50.1	27.1	9.4	71.5	34.5	37.0	22.9	14.1	-5.1
1971-----	76.9	72.4	14.1	58.2	32.4	11.7	82.0	37.7	44.3	23.0	21.3	-5.0
1972-----	89.6	84.7	15.4	69.3	40.6	13.3	96.2	41.5	54.6	24.6	30.0	-6.6
1973-----	97.2	90.4	16.2	74.1	44.1	14.7	115.8	48.7	67.1	27.8	39.3	-18.6
1974-----	86.5	76.9	14.4	62.5	36.6	12.9	126.9	52.4	74.5	31.0	43.6	-40.4
1975-----	111.5	105.4	15.0	90.3	47.9	22.1	123.5	50.2	73.4	32.4	41.0	-12.0
1976-----	142.7	134.6	18.2	116.4	66.3	27.1	156.9	64.7	92.1	35.8	56.4	-14.1
1977-----	157.1	147.8	20.7	127.2	75.4	26.5	171.7	69.2	102.5	41.2	61.4	-14.6
1976: III-----	148.2	139.8	18.4	121.3	68.4	29.1	159.9	65.9	94.0	36.0	58.0	-11.7
IV-----	137.9	130.2	18.4	111.8	62.9	27.4	154.8	63.9	90.9	38.4	52.5	-16.9
1977: I-----	141.0	131.0	19.2	111.8	65.2	24.0	161.7	64.4	97.2	38.5	58.8	-20.6
II-----	156.2	145.5	19.9	125.5	76.4	25.4	174.0	69.7	104.3	40.3	64.1	-17.8
III-----	166.9	157.4	21.2	136.1	77.6	31.2	172.8	69.3	103.6	42.3	61.2	-5.9
IV-----	164.2	157.5	22.3	135.2	82.2	25.4	178.3	73.3	105.0	43.6	61.4	-14.1
1978: I-----	147.1	138.9	23.1	115.8	70.2	19.2	171.9	69.5	102.4	43.8	58.5	-24.8

¹ See p. 4 for profits with inventory valuation and capital consumption adjustments.

² Includes rest of the world, not shown separately.

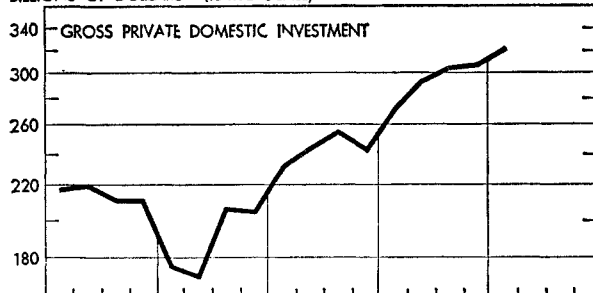
³ Includes industries not shown separately.

Source: Department of Commerce, Bureau of Economic Analysis.

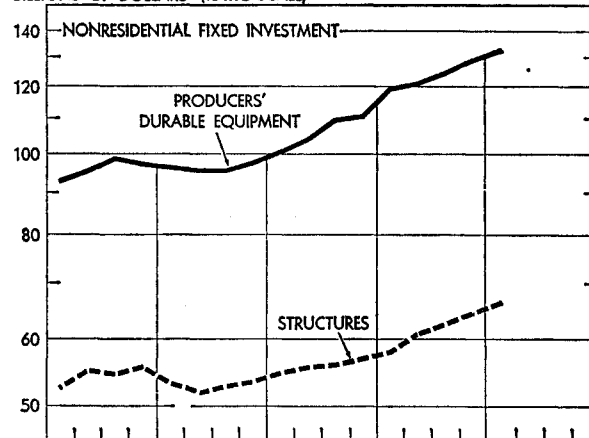
GROSS PRIVATE DOMESTIC INVESTMENT

According to revised estimates, business fixed investment rose \$5.3 billion (annual rate) in the first quarter as producers' durable equipment purchases increased \$3.6 billion and nonresidential construction outlays rose \$1.7 billion. Residential investment outlays increased \$0.4 billion. Inventory investment amounted to \$21.1 billion, up \$7.6 billion from the fourth quarter level.

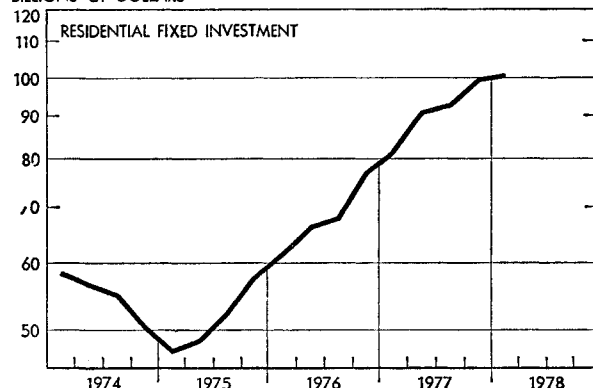
BILLIONS OF DOLLARS* (RATIO SCALE)



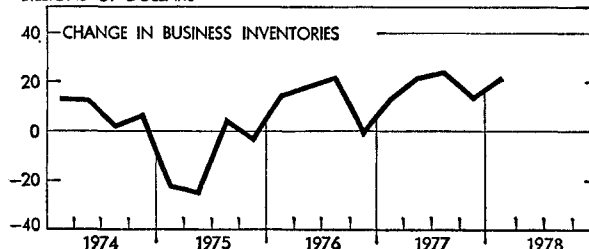
BILLIONS OF DOLLARS* (RATIO SCALE)



BILLIONS OF DOLLARS



BILLIONS OF DOLLARS



*SEASONALLY ADJUSTED ANNUAL RATES
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

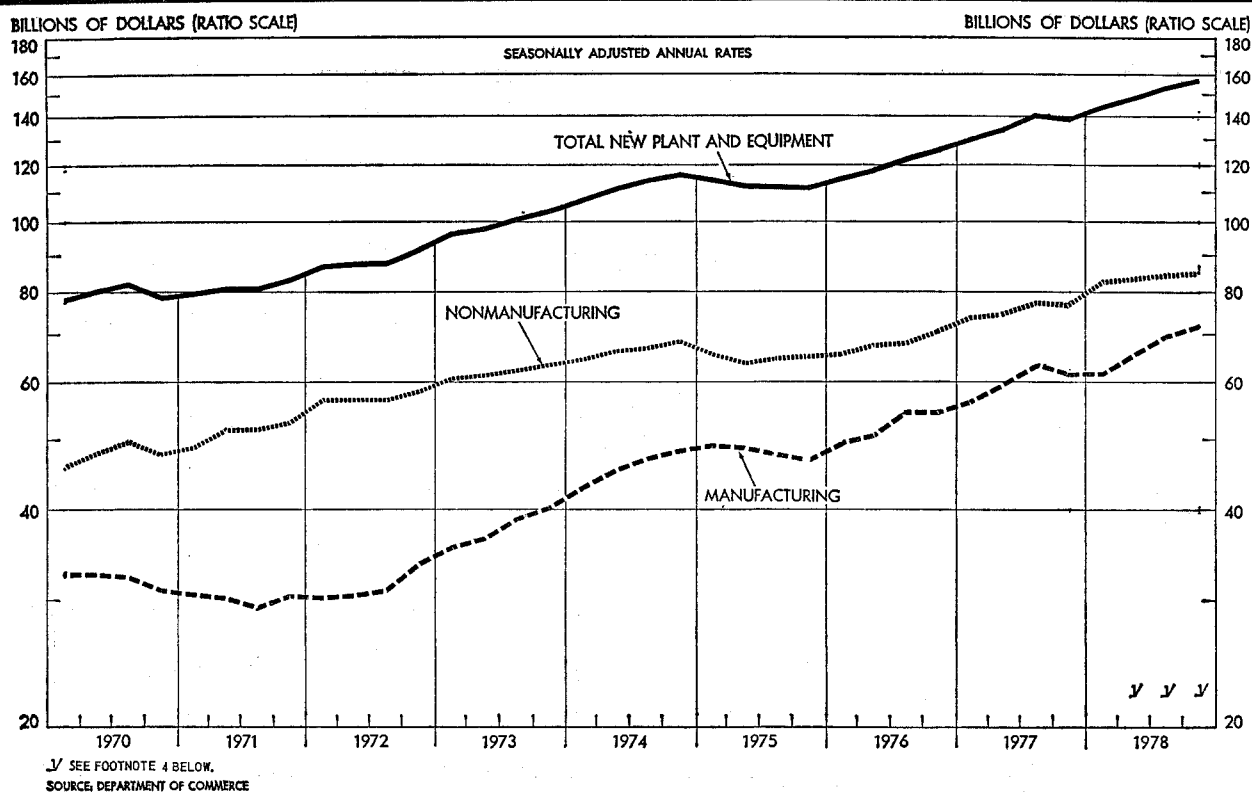
[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Gross private domestic investment	Nonresidential fixed investment					Residential fixed investment				Change in business inventories	
		Total	Structures		Producers' durable equipment		Total	Non-farm structures	Farm structures	Producers' durable equipment		
			Total	Non-farm	Total	Non-farm					Total	Non-farm
1967.....	120.8	82.1	29.5	28.2	52.6	48.0	28.6	27.2	0.7	0.7	10.1	9.4
1968.....	131.5	89.3	31.6	30.4	57.7	53.4	34.5	33.1	.6	.8	7.7	7.6
1969.....	146.2	98.9	35.7	34.3	63.3	58.9	37.9	36.3	.7	.9	9.4	9.2
1970.....	140.8	100.5	37.7	36.1	62.8	58.1	36.6	35.1	.6	.9	3.8	3.7
1971.....	160.0	104.1	39.3	37.8	64.7	59.9	49.6	47.9	.7	1.0	6.4	5.1
1972.....	188.3	116.8	42.5	41.1	74.3	69.1	62.0	60.3	.7	1.1	9.4	8.8
1973.....	220.0	136.0	49.0	46.9	87.0	80.1	66.1	64.3	.6	1.2	17.9	14.7
1974.....	214.6	150.6	54.5	51.8	96.2	88.2	55.1	52.7	1.2	1.2	8.9	10.8
1975.....	189.1	149.1	52.9	50.4	96.3	87.1	51.5	49.5	.9	1.1	-11.5	-15.1
1976.....	243.3	161.9	55.8	53.4	106.1	95.9	68.0	65.7	1.0	1.3	13.3	14.9
1977.....	294.2	185.1	61.5	58.8	123.6	112.4	91.0	88.4	1.1	1.4	18.2	17.1
1976: III.....	254.3	164.9	56.0	53.6	109.0	98.4	67.8	65.7	.9	1.2	21.5	22.0
IV.....	243.4	167.6	57.0	54.4	110.6	100.7	76.7	74.3	1.1	1.3	-.9	1.4
1977: I.....	271.8	177.0	57.9	55.1	119.2	107.8	81.0	78.5	1.1	1.4	13.8	14.1
II.....	294.9	182.4	61.0	58.2	121.4	110.0	90.8	88.2	1.2	1.4	21.7	22.4
III.....	303.6	187.5	62.6	60.1	124.9	114.0	92.5	89.9	1.1	1.5	23.6	23.1
IV.....	306.7	193.5	64.5	61.8	129.0	117.8	99.7	97.1	1.0	1.6	13.5	9.0
1978: I.....	320.0	198.8	66.2	63.1	132.6	121.7	100.1	97.3	1.1	1.7	21.1	20.3

Source: Department of Commerce, Bureau of Economic Analysis.

EXPENDITURES FOR NEW PLANT AND EQUIPMENT

Business plans to increase capital spending 11.2 percent in 1978, according to the Commerce Department survey conducted in late April and May. Spending in 1977 was 12.7 percent above the 1976 level.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Expenditures for plant and equipment										Starts of plant and equipment projects ³	
	Total ¹	Manufacturing			Nonmanufacturing						Manufacturing	Public utilities
		Total	Durable goods	Non-durable goods	Total	Mining	Transportation	Public utilities	Communication	Commercial and other ²		
1971-----	81.21	29.99	14.15	15.84	51.22	2.16	4.93	15.30	10.77	18.05	28.00	22.22
1972-----	88.44	31.35	15.64	15.72	57.09	2.42	5.72	17.00	11.89	20.07	35.21	28.60
1973-----	99.74	38.01	19.25	18.76	61.73	2.74	6.03	18.71	12.85	21.40	47.57	38.13
1974-----	112.40	46.01	22.62	23.39	66.39	3.18	6.66	20.55	13.96	22.05	52.49	45.74
1975-----	112.78	47.95	21.84	26.11	64.82	3.79	7.57	20.14	12.74	20.60	48.24	34.50
1976-----	120.49	52.48	23.68	28.81	68.01	4.00	7.45	22.28	13.30	20.99	51.05	29.66
1977-----	135.80	60.16	27.77	32.39	75.64	4.50	6.93	25.80	15.45	22.97	66.73	32.54
1978 ⁴ -----	151.05	67.28	30.95	36.34	83.76	4.76	7.94	28.94	17.46	24.67	-----	-----
1977: I-----	130.16	56.43	26.30	30.13	73.74	4.24	7.29	25.35	14.19	22.67	15.26	9.76
II-----	134.24	59.46	27.26	32.19	74.78	4.49	6.96	25.29	15.32	22.73	15.15	3.79
III-----	140.38	63.02	29.23	33.79	77.36	4.74	6.85	26.22	16.40	23.14	19.81	10.23
IV-----	138.11	61.41	28.19	33.22	76.70	4.50	6.88	26.23	15.82	23.27	16.54	7.99
1978: I-----	144.25	61.57	28.72	32.86	82.68	4.45	8.46	27.92	17.07	24.76	17.41	5.13
II ⁴ -----	148.88	65.67	30.42	35.25	83.21	4.95	8.13	28.27	41.86	-----	-----	-----
III ⁴ -----	153.83	69.44	31.99	37.45	84.39	4.84	7.65	29.26	42.63	-----	-----	-----
IV ⁴ -----	156.84	71.81	32.45	39.36	85.03	4.90	7.61	30.30	42.21	-----	-----	-----

¹ Excludes agricultural business; real estate operators; medical, legal, educational, and cultural service; and nonprofit organizations. These figures do not agree precisely with the nonresidential fixed investment data in gross national product estimates, mainly because those data include investment by farmers, professionals, nonprofit institutions, and real estate firms, and certain outlays charged to current account.

² Includes trade, service, construction, finance, and insurance.

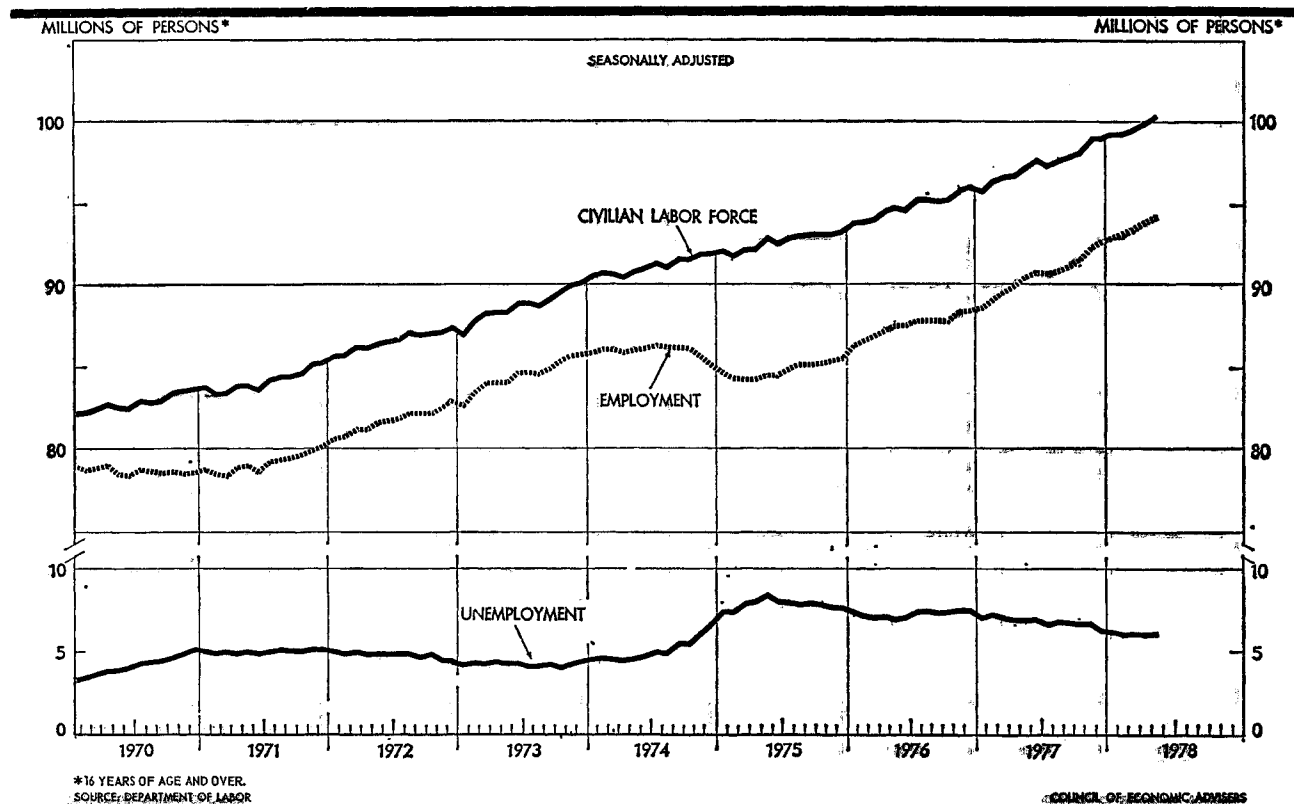
³ Starts are estimated by adding changes in carryover to expenditures during given period.

⁴ Planned capital expenditures as reported by business in late April and May 1977. Plans are adjusted when necessary for systematic bias.

Source: Department of Commerce, Bureau of Economic Analysis.

EMPLOYMENT, UNEMPLOYMENT, AND WAGES STATUS OF THE LABOR FORCE

Seasonally adjusted employment increased in May by 311,000 as the civilian labor force rose above the 100 million mark. Unemployment showed little movement, increasing by 166,000.



[Thousands of persons 16 years of age and over]

Period	Nonin- stitu- tional popula- tion	Civilian employ- ment	Unem- ploy- ment	Total labor force (includ- ing Armed Forces)	Civilian labor force	Civilian employment				Unemployment		Labor force partici- pation rate (per- cent) ²
						Total	Agri- cultural	Nonagricultural		Total	15 weeks and over	
								Total	Part-time for eco- nomic reasons ¹			
1973-----	148,263	84,409	4,304	91,040	88,714	84,409	3,452	80,957	2,311	4,304	812	61.4
1974-----	150,827	85,935	5,076	93,240	91,011	85,935	3,492	82,443	2,709	5,076	937	61.8
1975-----	153,449	84,783	7,830	94,793	92,613	84,783	3,380	81,403	3,490	7,830	2,483	61.8
1976-----	156,048	87,485	7,288	96,917	94,773	87,485	3,297	84,188	3,272	7,288	2,339	62.1
1977-----	158,559	90,546	6,855	99,534	97,401	90,546	3,244	87,302	3,297	6,855	1,911	62.8
	Unadjusted			Seasonally adjusted								
1977: May--	158,228	90,042	6,151	99,289	97,161	90,267	3,335	86,932	3,268	6,894	1,869	62.8
June--	158,456	91,682	7,453	99,681	97,552	90,648	3,330	87,318	3,390	6,904	1,788	62.9
July--	158,682	92,372	6,941	99,442	97,307	90,588	3,206	87,382	3,464	6,719	1,824	62.7
Aug--	158,899	92,315	6,757	99,751	97,614	90,793	3,224	87,569	3,253	6,821	1,800	62.8
Sept--	159,114	91,247	6,437	99,887	97,756	91,088	3,199	87,889	3,306	6,668	1,834	62.8
Oct--	159,334	92,230	6,221	100,205	98,071	91,383	3,243	88,140	3,263	6,688	1,848	62.9
Nov--	159,522	92,473	6,346	101,009	98,877	92,214	3,357	88,857	3,285	6,663	1,829	63.3
Dec--	159,736	92,623	5,880	101,048	98,919	92,609	3,323	89,286	3,220	6,310	1,797	63.3
1978: Jan*-	159,937	91,053	6,897	101,228	99,107	92,881	3,354	89,527	2,986	6,226	1,688	63.3
Feb--	160,128	91,185	6,739	101,217	99,093	93,003	3,242	89,761	3,193	6,090	1,568	63.2
Mar--	160,313	91,964	6,479	101,536	99,414	93,266	3,310	89,956	3,164	6,148	1,463	63.3
Apr--	160,504	93,180	5,685	101,902	99,784	93,801	3,275	90,526	3,327	5,983	1,384	63.5
May--	160,713	93,851	5,457	102,374	100,261	94,112	3,235	90,877	3,243	6,149	1,358	63.7

¹ Persons at work. Economic reasons include slack work, material shortages, inability to find full-time work, etc.

² Total labor force as percent of noninstitutional population 16 years of age and over.

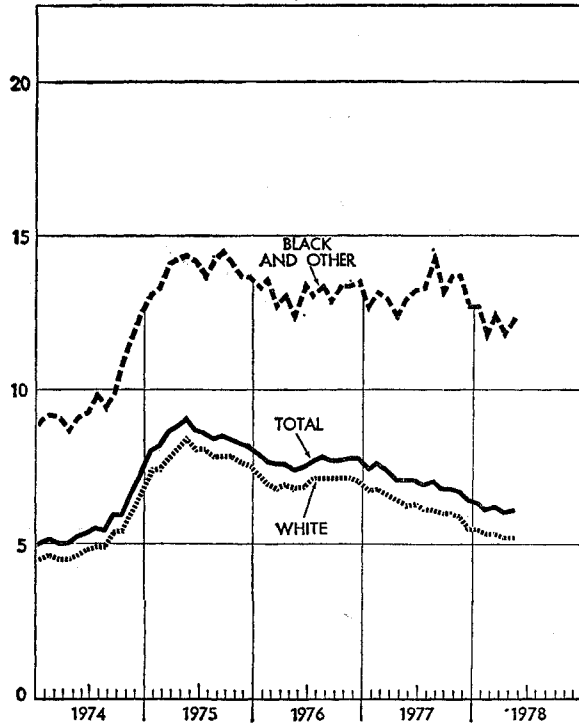
* Beginning 1978, data not strictly comparable with earlier data because of revisions in the household survey, which added about 250,000 to labor force and to employment.

Source: Department of Labor, Bureau of Labor Statistics.

SELECTED UNEMPLOYMENT RATES

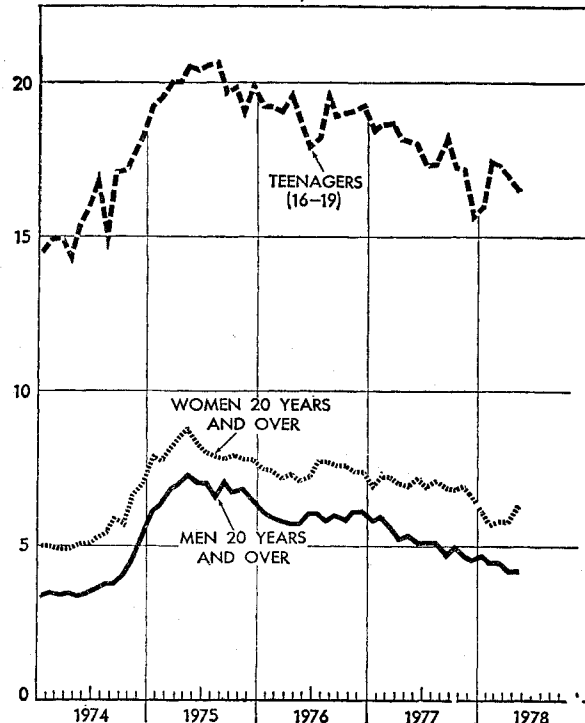
The seasonally adjusted unemployment rate increased slightly to 6.1 percent in May, the rate around which it has hovered since February.

PERCENT* (SEASONALLY ADJUSTED)



*UNEMPLOYMENT AS PERCENT OF CIVILIAN LABOR FORCE IN GROUP SPECIFIED.
SOURCE: DEPARTMENT OF LABOR

PERCENT* (SEASONALLY ADJUSTED)



COUNCIL OF ECONOMIC ADVISERS

[Monthly data seasonally adjusted]

Period	Unemployment rate (percent of civilian labor force in group)										Labor force time lost (percent) ¹
	Total (all civilian workers)	By sex and age			By race		By selected groups				
		Men 20 years and over	Women 20 years and over	Both sexes 16-19 years	White	Black and other	Experienced wage and salary workers	Household heads	Full-time workers	Part-time workers	
1973.....	4.9	3.2	4.8	14.5	4.3	8.9	4.5	2.9	4.3	7.9	5.2
1974.....	5.6	3.8	5.5	16.0	5.0	9.9	5.3	3.3	5.1	8.6	6.1
1975.....	8.5	6.7	8.0	19.9	7.8	13.9	8.2	5.8	8.1	10.3	9.1
1976.....	7.7	5.9	7.4	19.0	7.0	13.1	7.3	5.1	7.3	10.1	8.3
1977.....	7.0	5.2	7.0	17.7	6.2	13.1	6.6	4.5	6.5	9.8	7.6
1977: May.....	7.1	5.3	6.9	18.1	6.3	12.9	6.7	4.5	6.6	9.9	7.6
June.....	7.1	5.1	7.2	18.0	6.3	13.2	6.5	4.3	6.5	10.5	7.6
July.....	6.9	5.1	6.9	17.3	6.1	13.3	6.4	4.4	6.5	9.3	7.5
Aug.....	7.0	5.1	7.1	17.3	6.1	14.3	6.5	4.5	6.6	9.0	7.6
Sept.....	6.8	4.7	6.9	18.3	6.0	13.1	6.3	4.4	6.4	9.7	7.4
Oct.....	6.8	5.0	6.8	17.3	6.0	13.7	6.5	4.4	6.4	9.6	7.4
Nov.....	6.7	4.7	6.9	17.2	5.9	13.7	6.3	4.2	6.2	9.6	7.3
Dec.....	6.4	4.6	6.6	15.6	5.5	12.7	6.0	3.9	5.9	8.9	7.0
1978: Jan.....	6.3	4.7	6.1	16.0	5.5	12.7	5.9	3.8	5.8	8.9	6.8
Feb.....	6.1	4.5	5.7	17.4	5.3	11.8	5.7	3.6	5.7	8.6	6.6
Mar.....	6.2	4.5	5.8	17.3	5.3	12.4	5.7	3.7	5.6	9.6	6.6
Apr.....	6.0	4.2	5.8	16.9	5.2	11.8	5.5	3.6	5.4	9.6	6.3
May.....	6.1	4.2	6.3	16.5	5.2	12.3	5.6	3.7	5.6	9.2	6.6

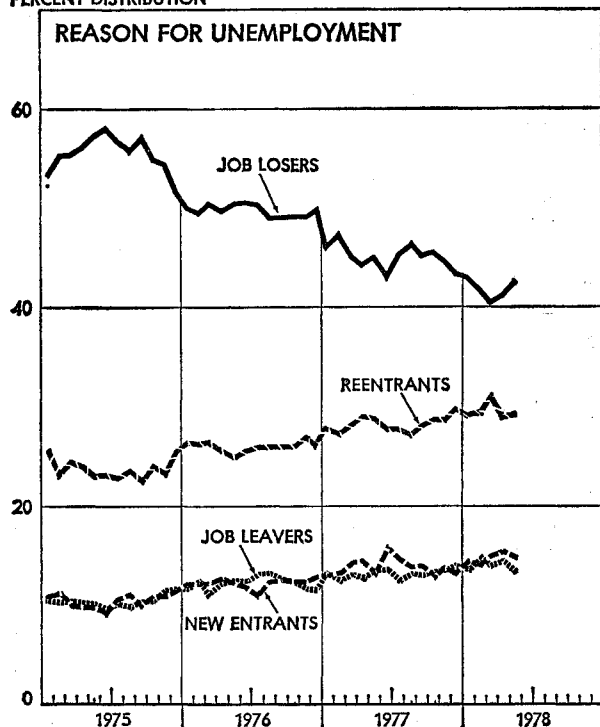
¹ Aggregate hours lost by the unemployed and persons on part-time for economic reasons as percent of potentially available labor force hours.

Source: Department of Labor, Bureau of Labor Statistics.

SELECTED MEASURES OF UNEMPLOYMENT AND UNEMPLOYMENT INSURANCE PROGRAMS

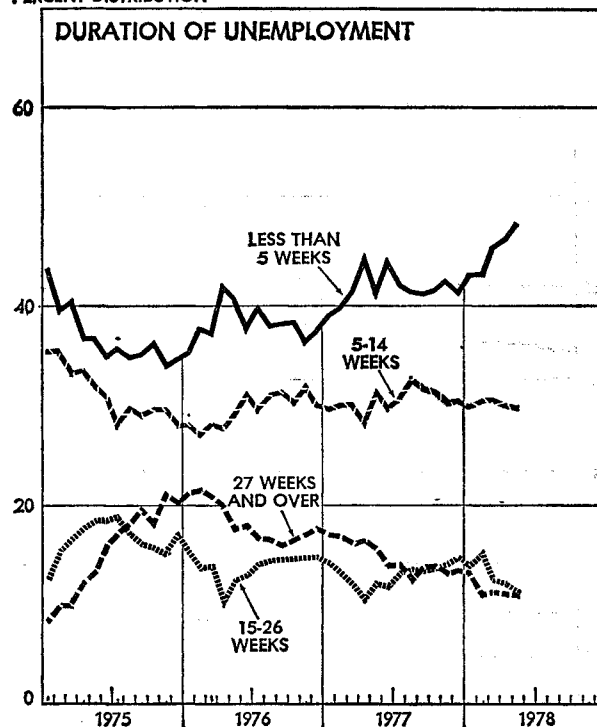
The increase in unemployment in May was again accompanied by a decline in the proportion of long-term unemployed.

PERCENT DISTRIBUTION*



*SEASONALLY ADJUSTED
SOURCE: DEPARTMENT OF LABOR

PERCENT DISTRIBUTION*



COUNCIL OF ECONOMIC ADVISERS

[Monthly data seasonally adjusted, except as noted]

Period	Unem- employ- (thous- ands)	Percent distribution of unem- ployment by reason ¹				Percent distribution of unem- ployment by duration ¹				State programs		Insured unem- employ- ment, all regular pro- grams ² (unad- justed)	Special unem- employ- ment benefit claims ³ (unad- justed)
		Job losers	Job leavers	Reen- trants	New en- trants	Less than 5 weeks	5-14 weeks	15-26 weeks	27 weeks and over	Insured unem- employ- ment	Initial claims		
Weekly average, thousands													
1973-----	4, 304	38. 7	15. 7	30. 7	14. 9	51. 0	30. 1	11. 0	7. 8	1, 632	246	1, 793	-----
1974-----	5, 076	43. 4	14. 9	28. 4	13. 3	50. 6	31. 0	11. 1	7. 3	2, 262	363	2, 558	
1975-----	7, 830	55. 4	10. 4	23. 8	10. 4	37. 0	31. 3	16. 5	15. 2	3, 992	478	4, 943	1, 173
1976-----	7, 288	49. 8	12. 2	26. 0	12. 1	38. 3	29. 6	13. 8	18. 3	2, 968	382	3, 822	1, 152
1977-----	6, 855	45. 3	13. 0	28. 1	13. 7	41. 7	30. 5	13. 1	14. 8	2, 473	375	3, 112	572
1977: May--	6, 894	45. 0	13. 3	28. 7	13. 0	41. 1	31. 4	12. 0	15. 6	2, 565	383	3, 105	538
June--	6, 904	43. 0	13. 6	27. 7	15. 7	44. 5	29. 6	11. 9	13. 9	2, 568	372	2, 939	484
July--	6, 719	45. 3	12. 5	27. 7	14. 5	42. 1	30. 6	13. 2	14. 1	2, 626	385	3, 065	540
Aug--	6, 821	46. 3	12. 9	27. 1	13. 7	41. 5	32. 4	13. 5	12. 6	2, 733	385	2, 751	535
Sept--	6, 668	45. 3	12. 9	27. 9	13. 9	41. 1	31. 8	13. 4	13. 7	2, 664	368	2, 643	412
Oct--	6, 688	45. 5	13. 1	28. 6	12. 8	41. 4	31. 3	13. 6	13. 7	2, 624	361	2, 649	364
Nov--	6, 663	44. 7	13. 3	28. 5	13. 6	42. 4	30. 3	13. 9	13. 3	2, 602	354	2, 853	315
Dec--	6, 310	43. 4	13. 9	29. 8	13. 0	41. 3	30. 4	14. 8	13. 5	2, 516	346	3, 226	259
1978: Jan--	6, 226	42. 9	13. 6	29. 0	14. 5	43. 2	29. 8	13. 8	13. 2	2, 461	344	3, 779	192
Feb--	6, 090	41. 6	14. 7	29. 4	14. 2	43. 3	30. 5	15. 0	11. 2	2, 524	369	3, 638	143
Mar--	6, 148	40. 3	13. 9	30. 9	14. 9	45. 8	30. 5	12. 4	11. 3	2, 406	326	3, 212	102
Apr ² --	5, 983	41. 2	14. 5	28. 9	15. 4	46. 8	29. 9	12. 0	11. 2	2, 210	330	2, 661	60
May ² --	6, 149	42. 5	13. 5	29. 2	14. 8	48. 1	29. 6	11. 2	11. 1	2, 167	331	2, 369	36

¹ Detail may not add to 100 percent because of rounding.

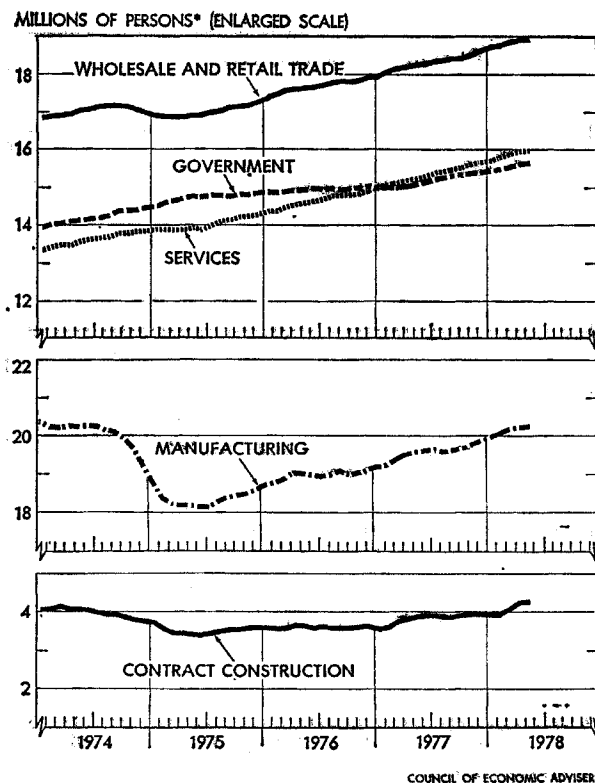
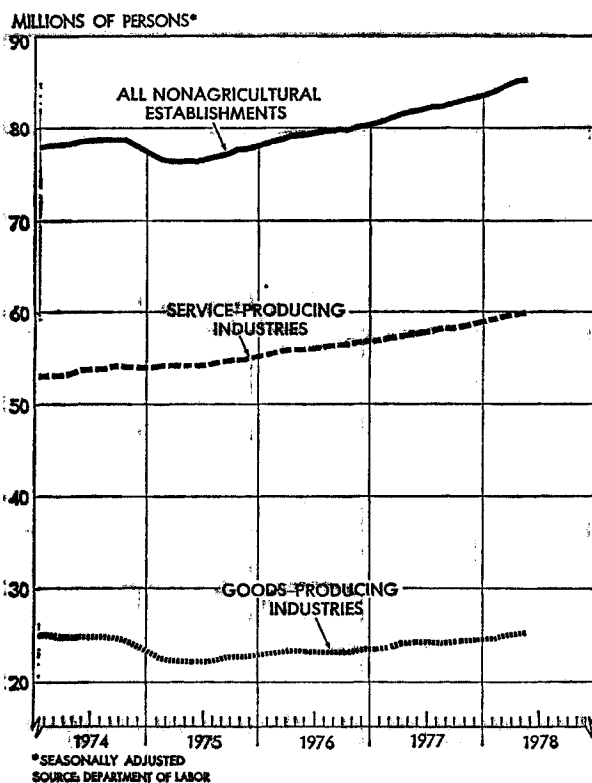
² Includes State (50 States, District of Columbia, and Puerto Rico), ex-servicemen (UCX), Federal (UCFE), and railroad (RR) programs. Also includes Federal and State extended benefit programs. Does not include FSB (Federal supplemental benefits) and SUA (special unemployment assistance).

³ FSB and SUA. These programs started January 1975 and regular reporting began March 1975.

Source: Department of Labor (Bureau of Labor Statistics and Employment and Training Administration).

NONAGRICULTURAL EMPLOYMENT

Total nonagricultural payroll employment increased by 175,000 in May. Nonfarm employment has risen by 3.5 million since May 1977.



[Thousands of wage and salary workers; ¹ seasonally adjusted]

Period	Total nonagricultural employment	Goods-producing industries					Service-producing industries						
		Total ²	Contract construction	Manufacturing			Total	Transportation and public utilities	Wholesale and retail trade	Finance, insurance, and real estate	Services	Government	
				Total	Durable goods	Non-durable goods						Federal	State and local
1973 -----	76,896	24,727	4,015	20,068	11,839	8,229	52,169	4,644	16,674	4,091	13,021	2,663	11,075
1974 -----	78,413	24,697	3,957	20,046	11,895	8,151	53,715	4,696	17,017	4,208	13,617	2,724	11,453
1975 -----	77,051	22,603	3,512	18,347	10,679	7,668	54,448	4,498	17,000	4,223	14,006	2,748	11,973
1976 -----	79,443	23,332	3,594	18,956	11,026	7,930	56,111	4,509	17,694	4,316	14,644	2,733	12,215
1977 -----	82,142	24,229	3,844	19,554	11,480	8,074	57,912	4,589	18,292	4,508	15,333	2,727	12,463
1977: May ..	81,837	24,264	3,853	19,566	11,451	8,115	57,573	4,586	18,202	4,481	15,197	2,725	12,382
June ..	82,157	24,355	3,888	19,611	11,484	8,127	57,802	4,588	18,264	4,494	15,260	2,735	12,461
July ..	82,407	24,412	3,913	19,666	11,548	8,118	57,995	4,572	18,322	4,506	15,372	2,721	12,502
Aug. ..	82,474	24,305	3,893	19,594	11,527	8,067	58,169	4,581	18,377	4,524	15,448	2,732	12,507
Sept. ..	82,763	24,360	3,892	19,612	11,545	8,067	58,403	4,616	18,431	4,545	15,482	2,728	12,601
Oct. ..	82,902	24,436	3,911	19,666	11,604	8,062	58,466	4,610	18,414	4,572	15,533	2,730	12,607
Nov. ..	83,245	24,528	3,950	19,715	11,625	8,090	58,717	4,634	18,512	4,597	15,608	2,727	12,639
Dec. ..	83,429	24,526	3,947	19,868	11,748	8,120	58,903	4,652	18,610	4,611	15,663	2,718	12,649
1978: Jan. ..	83,719	24,593	3,916	19,972	11,828	8,144	59,126	4,628	18,744	4,630	15,693	2,736	12,695
Feb. ..	84,046	24,733	3,947	20,075	11,909	8,166	59,313	4,651	18,744	4,647	15,791	2,736	12,744
Mar. ..	84,555	24,945	4,053	20,164	11,965	8,199	59,610	4,672	18,849	4,670	15,875	2,736	12,808
Apr. ..	85,170	25,331	4,226	20,209	11,986	8,223	59,839	4,708	18,876	4,687	15,954	2,744	12,870
May ..	85,345	25,382	4,245	20,235	12,026	8,209	59,963	4,706	18,933	4,711	15,991	2,744	12,878

¹ Includes all full- and part-time wage and salary workers in nonagricultural establishments who worked during or received pay for any part of the pay period which includes the 12th of the month. Excludes proprietors, self-employed persons, domestic servants, and personnel of the Armed Forces. Total derived from this table not comparable with estimates of nonagricultural employment of the civilian labor force, shown on p. 11, which include proprietors, self-employed persons, and domestic servants; which count persons as employed when they

are not at work because of industrial disputes; and which are based on a sample of the working-age population, whereas the estimates in this table are based on reports from employing establishments.

² Includes mining, not shown separately.

Source: Department of Labor, Bureau of Labor Statistics.

AVERAGE WEEKLY HOURS AND HOURLY EARNINGS

PRIVATE NONAGRICULTURAL INDUSTRIES

[For production or nonsupervisory workers; monthly data seasonally adjusted]

Period	Average weekly hours			Average gross hourly earnings		Adjusted hourly earnings index—total private nonagricultural ²			
	Total private nonagricultural ¹	Manufacturing		Total private nonagricultural ¹	Manufacturing	Index, 1967=100		Percent change from a year earlier ⁴	
		Total	Overtime			Current dollars	1967 dollars ³	Current dollars	1967 dollars
1969-----	37.7	40.6	3.6	\$3.04	\$3.19	113.2	103.1	6.6	1.7
1970-----	37.1	39.8	3.0	3.22	3.36	120.7	103.8	6.6	.6
1971-----	37.0	39.9	2.9	3.44	3.57	129.2	106.5	7.0	2.2
1972-----	37.1	40.6	3.5	3.67	3.81	137.7	109.9	6.6	3.1
1973-----	37.1	40.7	3.8	3.92	4.08	146.5	110.0	6.4	.5
1974-----	36.6	40.0	3.2	4.22	4.41	158.5	107.3	8.2	-2.3
1975-----	36.1	39.4	2.6	4.54	4.81	172.5	107.0	8.8	-.2
1976-----	36.2	40.0	3.1	4.87	5.19	185.0	108.5	7.2	1.4
1977-----	36.1	40.3	3.4	5.25	5.63	198.5	109.4	7.3	.8
1977: May-----	36.3	40.4	3.4	5.20	5.57	196.4	108.6	7.0	.2
June-----	36.2	40.5	3.4	5.22	5.61	197.4	108.6	7.1	.3
July-----	36.1	40.2	3.4	5.27	5.66	199.4	109.3	7.5	.7
Aug-----	36.0	40.3	3.3	5.28	5.68	199.9	109.2	7.1	.4
Sept-----	36.0	40.3	3.3	5.32	5.73	201.2	109.5	7.3	.7
Oct-----	36.2	40.4	3.5	5.38	5.79	203.3	110.2	7.9	1.3
Nov-----	36.2	40.5	3.5	5.41	5.81	204.1	110.2	7.6	.8
Dec-----	36.2	40.5	3.5	5.42	5.83	205.2	110.3	7.6	.8
1978: Jan-----	35.6	39.6	3.5	5.49	5.90	208.1	111.0	8.1	1.2
Feb-----	35.8	39.9	3.8	5.52	5.95	208.8	110.6	8.1	1.5
Mar-----	36.2	40.6	3.7	5.56	5.97	210.2	110.5	8.2	1.5
Apr-----	36.3	40.7	3.6	5.62	6.00	212.0	110.5	8.4	1.7
May-----	36.0	40.3	3.5	5.64	6.04	212.6	-----	8.2	-----

AVERAGE WEEKLY EARNINGS—PRIVATE NONAGRICULTURAL INDUSTRIES

[For production or nonsupervisory workers; monthly data seasonally adjusted, except as noted]

Period	Average gross weekly earnings					Percent change from a year earlier, total private non-agricultural ⁵	
	Total private non-agricultural ¹		Manufacturing	Contract construction	Wholesale and retail trade	Current dollars	1967 dollars
	Current dollars	1967 dollars ³	Current dollars				
1969-----	\$114. 61	\$104. 38	\$129. 51	\$181. 54	\$90. 78	6. 4	1. 0
1970-----	119. 46	102. 72	133. 73	195. 45	95. 66	4. 2	-1. 6
1971-----	127. 28	104. 93	142. 44	211. 67	100. 39	6. 5	2. 2
1972-----	136. 16	108. 67	154. 69	222. 51	105. 65	7. 0	3. 6
1973-----	145. 43	109. 26	166. 06	235. 69	111. 04	6. 8	. 5
1974-----	154. 45	104. 57	176. 40	249. 08	118. 33	6. 2	-4. 3
1975-----	163. 89	101. 67	189. 51	265. 35	126. 75	6. 1	-2. 8
1976-----	176. 29	103. 40	207. 60	284. 93	133. 39	7. 6	1. 7
1977-----	189. 53	104. 42	226. 89	296. 68	142. 52	7. 5	1. 0
1977: May-----	188. 76	104. 34	225. 03	298. 08	142. 04	7. 5	. 7
June-----	188. 96	103. 94	227. 21	295. 87	141. 86	7. 6	. 7
July-----	190. 25	104. 30	227. 53	297. 41	143. 19	7. 7	1. 0
Aug-----	190. 08	103. 81	228. 90	294. 92	143. 09	7. 3	. 6
Sept-----	191. 52	104. 20	230. 92	294. 48	143. 76	8. 1	1. 4
Oct-----	194. 76	105. 62	233. 92	300. 66	146. 40	8. 4	1. 8
Nov-----	195. 84	105. 75	235. 31	301. 84	145. 75	8. 2	1. 4
Dec-----	196. 20	105. 48	236. 12	302. 13	147. 52	7. 7	. 8
1978: Jan-----	195. 44	104. 23	233. 64	287. 87	147. 93	7. 7	. 9
Feb-----	197. 62	104. 73	237. 41	297. 02	148. 26	7. 0	. 6
Mar-----	201. 27	105. 82	242. 38	309. 12	151. 27	8. 1	1. 6
Apr ² -----	204. 01	106. 37	244. 20	314. 16	152. 59	8. 9	2. 2
May ² -----	203. 04	-----	243. 41	309. 89	152. 59	7. 6	-----

Also includes other private industry groups shown on p. 14.
² Adjusted for interindustry employment shifts and for overtime in manufacturing.
³ Current dollar index (or earnings) divided by the consumer price index.
Revised index for urban wage earners and clerical workers used beginning 1978.

⁴ Monthly changes based on indexes to two decimal places.
⁵ Based on unadjusted data.

Source: Department of Labor, Bureau of Labor Statistics.

PRODUCTIVITY AND RELATED DATA, PRIVATE BUSINESS ECONOMY

Period	Output ¹		Hours of all persons ²		Output per hour of all persons		Compensation per hour ³		Unit labor costs		Implicit price deflator ⁴	
	Private business sector	Non-farm business sector	Private business sector	Non-farm business sector	Private business sector	Non-farm business sector	Private business sector	Non-farm business sector	Private business sector	Non-farm business sector	Private business sector	Non-farm business sector
1967=100; quarterly data seasonally adjusted												
1966.....	98.0	98.1	100.3	100.0	97.8	98.1	94.7	94.5	96.8	96.4	97.2	96.8
1967.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1968.....	105.1	105.4	101.7	102.1	103.3	103.2	107.6	107.3	104.1	103.9	103.9	104.0
1969.....	108.3	108.6	104.5	105.3	103.7	103.1	115.1	114.3	111.0	110.9	108.8	108.7
1970.....	107.4	107.4	102.8	104.0	104.5	103.3	123.3	121.9	118.1	118.1	113.9	114.0
1971.....	110.3	110.3	102.3	103.7	107.8	106.3	131.5	129.9	121.9	122.2	118.9	119.2
1972.....	117.6	117.9	106.0	107.6	111.0	109.5	138.9	137.4	125.2	125.5	123.2	122.9
1973.....	124.5	125.0	110.1	112.2	113.1	111.4	150.3	148.1	132.9	133.0	130.3	128.0
1974.....	121.5	121.9	110.6	112.7	109.9	108.1	164.3	162.0	149.5	149.8	143.1	141.5
1975.....	118.7	118.7	106.1	108.1	111.8	109.9	180.2	177.6	161.1	161.7	158.0	156.9
1976.....	126.9	127.4	108.9	111.4	116.5	114.3	196.5	193.1	168.7	168.9	165.6	165.0
1977.....	134.7	135.0	112.7	115.5	119.5	116.9	214.0	210.0	179.0	179.7	174.1	173.9
1975: III.....	120.6	120.6	106.0	107.7	113.8	112.0	181.1	179.1	159.1	160.0	159.4	158.1
IV.....	121.8	121.8	107.5	109.7	113.3	111.0	184.6	181.9	163.0	163.9	161.6	160.3
1976: I.....	124.9	125.2	108.2	111.0	115.4	112.9	190.5	186.9	165.1	165.6	162.9	162.1
II.....	126.7	127.2	108.9	111.2	116.4	114.4	194.4	191.3	167.1	167.1	164.8	163.6
III.....	127.7	128.3	109.0	111.4	117.2	115.2	198.6	195.2	169.4	169.5	166.5	166.0
IV.....	128.4	128.7	109.5	112.2	117.3	114.7	202.8	198.9	173.0	173.3	168.3	168.1
1977: I.....	131.3	131.6	110.5	113.4	118.9	116.0	208.3	204.2	175.2	176.0	170.1	169.6
II.....	134.0	134.5	113.0	115.6	118.6	116.3	211.6	208.0	178.4	178.9	173.1	172.7
III.....	135.7	136.0	113.0	115.9	120.2	117.4	216.0	211.8	179.7	180.5	175.4	175.6
IV.....	137.7	137.9	113.9	116.9	120.8	118.0	220.0	216.0	182.1	183.0	177.6	177.5
1978: I.....	137.3	137.9	114.5	117.6	119.9	117.2	227.5	223.0	189.7	190.2	180.5	180.2
Percent change; quarterly data at seasonally adjusted annual rates												
1966.....	5.5	6.0	2.3	3.3	3.2	2.5	7.0	6.1	3.7	3.4	3.2	2.9
1967.....	2.0	1.9	-.3	-.0	2.3	1.9	5.6	5.8	3.3	3.8	2.9	3.3
1968.....	5.1	5.4	1.7	2.1	3.3	3.2	7.6	7.3	4.1	3.9	3.9	4.0
1969.....	3.0	3.0	2.7	3.2	.3	-.2	7.0	6.5	6.6	6.6	4.7	4.5
1970.....	-.9	-1.1	-1.6	-1.2	.7	.2	7.2	6.7	6.4	6.5	4.7	4.9
1971.....	2.8	2.7	-.4	-.3	3.2	2.9	6.6	6.6	3.2	3.5	4.4	4.5
1972.....	6.6	6.9	3.6	3.7	2.9	3.0	5.7	5.8	2.7	2.7	3.6	3.1
1973.....	5.9	6.0	3.9	4.3	1.9	1.7	8.2	7.8	6.2	6.0	5.8	4.1
1974.....	-2.4	-2.5	.4	.4	-2.8	-2.9	9.4	9.4	12.5	12.7	9.8	10.5
1975.....	-2.4	-2.6	-4.1	-4.1	1.8	1.6	9.6	9.6	7.7	7.9	10.4	10.9
1976.....	7.0	7.3	2.7	3.1	4.2	4.1	9.1	8.7	4.7	4.5	4.8	5.1
1977.....	6.1	6.0	3.4	3.7	2.6	2.2	8.9	8.8	6.1	6.4	5.1	5.4
1975: III.....	12.2	12.5	4.2	3.3	7.7	8.9	4.4	6.5	-3.0	-2.2	7.5	6.6
IV.....	3.9	4.1	5.9	7.6	-1.9	-3.3	8.1	6.4	10.2	10.0	5.9	5.8
1976: I.....	10.8	11.7	2.7	4.6	7.9	6.8	13.4	11.4	5.1	4.3	3.1	4.4
II.....	5.9	6.6	2.4	.9	3.4	5.6	8.5	9.6	4.9	3.7	4.8	3.8
III.....	3.1	3.2	.3	.6	2.8	2.6	8.7	8.5	5.8	5.7	4.1	6.0
IV.....	2.1	1.3	1.8	2.9	.2	-1.6	8.9	7.7	8.7	9.4	4.6	5.3
1977: I.....	9.6	9.5	3.7	4.6	5.7	4.7	11.3	11.3	5.3	6.3	4.4	3.5
II.....	8.5	8.8	9.6	8.0	-1.0	.8	6.5	7.6	7.5	6.8	7.2	7.5
III.....	5.2	4.8	-.2	.9	5.3	3.8	8.4	7.5	2.9	3.5	5.2	7.0
IV.....	5.9	5.7	3.5	3.3	2.3	2.3	7.7	8.2	5.3	5.8	5.2	4.3
1978: I.....	-1.0	-.3	2.0	2.5	-2.9	-2.7	14.4	13.6	17.8	16.8	6.6	6.1

¹ Output refers to gross domestic product originating in the sector in 1972 dollars.
² Hours of all persons in private industry engaged in production, including hours of proprietors and unpaid family workers. Estimates based primarily on establishment data.
³ Wages and salaries of employees plus employers' contributions for social insurance and private benefit plans. Also includes an estimate of wages, salaries, and supplemental payments for the self-employed.

⁴ Current dollar gross domestic product divided by constant dollar gross domestic product.

NOTE.—Percent changes are from preceding period and are based on original data; they therefore may differ slightly from percent changes based on indexes shown here.

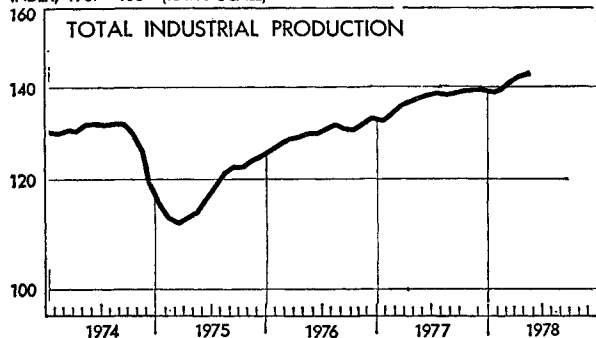
Source: Department of Labor, Bureau of Labor Statistics.

PRODUCTION AND BUSINESS ACTIVITY

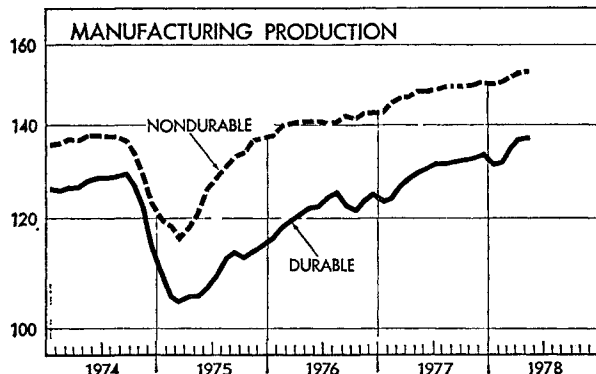
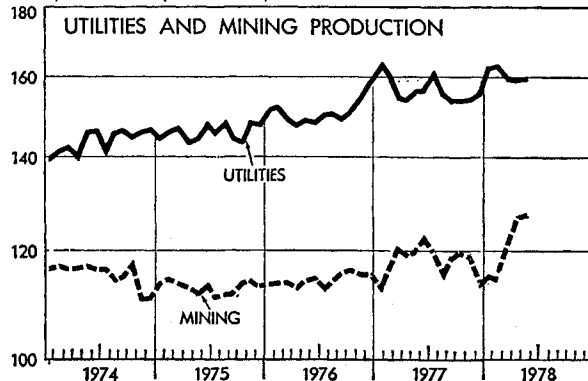
INDUSTRIAL PRODUCTION AND CAPACITY UTILIZATION

Industrial production rose 0.6 percent in May following revised increases of 1.4 percent in April and 1.2 percent in March. The large increases in April and March included rebound effects from the weather- and strike-reduced production in the early months of the year.

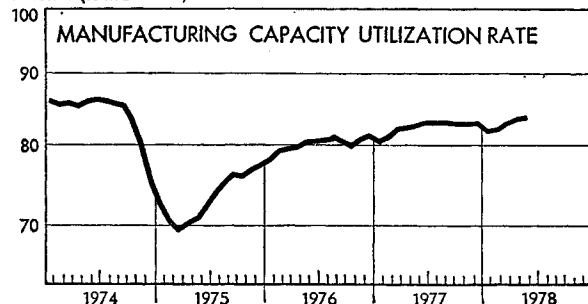
INDEX, 1967=100* (RATIO SCALE)



INDEX, 1967=100* (RATIO SCALE)



PERCENT (RATIO SCALE)



* SEASONALLY ADJUSTED

SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Seasonally adjusted]

Period	Total industrial production		Industry production indexes, 1967=100					Manufacturing capacity utilization rate, percent ¹			
	Index, 1967=100	Percent change from year earlier	Manufacturing			Mining	Utilities	Federal Reserve series		Commerce series ²	Wharton series ³
			Total	Durable	Non-durable			Total manufacturing	Materials		
1967 proportion.....	100.00	-----	87.95	51.98	35.97	6.36	5.69	83.1	88.0	83	91.8
1972-----	119.7	9.2	118.9	113.7	126.5	113.1	139.4	87.5	92.4	86	97.1
1973-----	129.8	8.4	129.8	127.1	133.8	114.7	145.4	84.2	87.7	83	93.0
1974-----	129.3	-4.4	129.4	125.7	134.6	115.3	143.7	73.6	73.6	77	80.4
1975-----	117.8	-8.9	116.3	109.3	126.4	112.8	146.0	80.2	80.4	81	87.5
1976-----	129.8	10.2	129.5	121.7	140.9	114.2	151.0	82.4	81.9	83	90.2
1977-----	137.1	5.6	137.1	129.5	148.1	117.8	156.5	82.8	82.7	-----	-----
1977: May-----	137.0	5.6	137.1	129.3	148.5	119.5	156.7	83.0	83.0	84	90.4
June-----	137.8	6.2	137.8	130.5	148.4	122.8	156.8	83.1	82.9	-----	-----
July-----	138.7	6.1	138.5	131.6	148.6	119.8	161.4	82.9	82.0	-----	-----
Aug-----	138.1	5.2	138.6	131.3	149.4	115.4	155.7	82.9	82.0	82	90.9
Sept-----	138.5	6.0	139.0	131.7	149.5	118.0	154.1	82.9	82.4	-----	-----
Oct-----	138.9	6.7	139.4	132.4	149.6	119.6	154.0	82.9	82.3	-----	-----
Nov-----	139.3	5.9	139.9	132.7	150.1	118.8	154.2	83.0	81.9	82	91.1
Dec-----	139.7	5.0	140.5	133.4	150.9	113.4	156.7	81.7	81.9	-----	-----
1978: Jan-----	138.8	4.9	138.7	131.1	149.8	115.0	162.3	81.9	81.3	-----	-----
Feb-----	139.2	4.5	139.4	131.5	150.6	114.4	163.5	82.7	82.0	84	90.2
Mar-----	140.9	4.1	141.4	134.4	151.5	120.2	159.6	83.4	83.6	-----	-----
Apr ^p -----	142.9	5.0	143.0	136.4	152.6	126.8	159.2	83.6	84.2	-----	-----
May ^p -----	143.7	4.9	143.8	137.2	153.2	127.1	159.9	-----	-----	-----	-----

¹ Output as percent of capacity.

² Annual data are averages of four monthly indexes.

³ Quarterly data entered in last month of quarter. Annual data are averages of quarterly data.

Sources: Board of Governors of the Federal Reserve System, Department of Commerce (Bureau of Economic Analysis), and Wharton School of Finance.

INDUSTRIAL PRODUCTION—MAJOR MARKET GROUPS AND SELECTED MANUFACTURES

[1967=100, seasonally adjusted]

Period	Products								Ma- terials	Sup- ple- men- tary group: Energy total
	Final Products						Intermediate products			
	Total	Consumer goods			Equipment					
		Total	Durable goods	Non- durable goods	Total	Busi- ness				
1967 proportion-----	47.82	27.68	7.89	19.79	20.14	12.63	12.89	6.42	39.29	12.23
1970-----	105.3	109.0	106.1	110.1	100.1	107.0	112.9	111.0	109.2	117.0
1971-----	106.3	114.7	118.8	113.1	94.7	104.1	116.7	116.8	111.3	119.5
1972-----	115.7	124.4	133.8	120.6	103.8	118.0	126.5	128.4	122.3	125.2
1973-----	124.4	131.5	146.2	125.6	114.5	134.2	137.2	139.8	133.9	128.3
1974-----	125.1	128.9	135.3	126.3	120.0	142.4	135.3	134.5	132.4	125.5
1975-----	118.2	124.0	121.4	125.1	110.2	128.2	123.1	116.3	115.5	125.5
1976-----	127.2	136.2	141.4	134.1	114.6	136.3	137.2	132.6	130.6	128.8
1977-----	134.9	143.4	153.1	139.6	123.2	149.2	145.1	140.8	136.9	132.5
1977: May-----	134.7	143.1	152.2	139.5	123.2	148.9	143.5	138.7	137.8	132.5
June-----	135.4	143.8	155.8	139.1	124.1	150.1	144.7	139.9	138.7	133.5
July-----	136.8	145.4	158.0	140.3	124.8	151.2	146.3	141.2	138.9	135.6
Aug-----	136.3	144.7	154.7	140.6	124.9	151.1	146.1	141.7	137.6	131.4
Sept-----	136.8	144.9	155.6	140.7	125.6	152.1	146.5	143.2	137.9	132.5
Oct-----	136.5	144.9	156.8	140.1	125.0	152.6	147.8	144.9	138.9	133.0
Nov-----	137.0	145.2	155.2	141.2	125.8	153.5	148.4	146.5	139.0	132.3
Dec-----	137.6	145.8	155.8	141.8	126.2	154.0	150.4	148.3	138.8	129.7
1978: Jan-----	134.9	141.8	146.5	139.9	125.4	152.6	151.6	149.2	139.2	132.5
Feb-----	136.4	143.8	151.2	140.8	126.2	154.2	151.4	148.6	138.6	130.0
Mar-----	138.7	146.0	157.6	141.4	129.0	157.4	151.9	148.4	140.0	130.5
Apr ^p -----	140.0	147.3	161.8	141.6	130.1	159.0	152.6	148.8	143.1	134.0
May ^p -----	140.2	147.3	160.3	142.3	130.6	159.9	153.5	149.5	144.6	135.6

[1967=100, seasonally adjusted]

Period	Durable manufactures							Nondurable manufactures				
	Primary metals		Fabi- cated metal prod- ucts	Non- elec- trical ma- chin- ery	Elec- trical ma- chin- ery	Transportation equipment		Lum- ber and prod- ucts	Ap- parel prod- ucts	Print- ing and pub- lishing	Chem- icals and prod- ucts	Foods
	Total	Iron and steel				Total	Motor ve- hicles and parts					
1967 proportion.....	6.57	4.21	5.93	9.15	8.05	9.27	4.50	1.64	3.31	4.72	7.74	8.75
1970.....	106.6	104.7	102.4	104.4	108.1	89.5	92.3	105.6	101.4	107.0	120.4	108.9
1971.....	100.2	96.1	103.5	100.2	107.7	97.9	118.6	113.8	104.7	107.1	125.9	112.8
1972.....	112.1	107.1	112.1	116.0	122.2	108.2	135.8	120.8	109.4	112.7	143.6	116.8
1973.....	126.7	122.3	124.7	133.7	143.1	118.3	148.8	126.0	117.3	118.2	154.5	120.9
1974.....	123.1	119.8	124.2	140.1	143.8	108.7	128.2	116.2	114.3	118.2	159.4	124.0
1975.....	96.4	95.8	109.9	125.1	116.5	97.4	111.1	107.6	107.6	113.3	147.2	123.4
1976.....	108.9	104.9	123.3	135.0	131.6	110.6	140.7	125.1	122.2	120.6	169.3	132.3
1977.....	110.2	103.4	130.9	144.8	141.9	121.1	159.7	133.4	124.2	124.7	180.7	137.9
1977: May.....	117.1	111.0	128.2	142.6	141.8	120.3	157.7	133.0	123.5	124.4	182.8	138.3
June.....	114.7	109.2	130.8	144.0	142.6	123.7	163.2	132.4	122.1	124.1	183.5	136.9
July.....	114.4	110.9	132.0	145.7	143.6	125.6	166.2	132.9	121.1	124.9	182.6	138.3
Aug.....	112.5	110.6	134.0	145.2	143.9	124.3	164.4	131.8	124.1	125.0	182.6	139.3
Sept.....	109.0	104.6	133.6	147.4	144.6	125.5	165.6	137.1	127.7	124.2	181.3	138.3
Oct.....	113.5	107.7	133.8	148.9	144.2	124.3	168.4	135.7	129.0	125.7	182.3	137.3
Nov.....	111.2	104.3	135.8	149.7	146.0	122.0	163.0	137.5	125.1	126.2	183.1	139.4
Dec.....	111.0	103.8	136.4	151.7	147.3	122.2	161.8	138.1	125.8	127.5	183.0	140.4
1978: Jan.....	107.4	99.5	136.9	150.1	144.0	116.2	146.6	138.5	118.6	129.9	184.4	139.3
Feb.....	106.2	96.3	136.9	150.1	146.4	118.4	153.1	135.5	121.1	128.3	183.7	140.8
Mar.....	106.5	96.7	138.1	151.5	149.5	126.5	165.1	136.5	122.8	129.1	184.9	141.2
Apr.....	113.0	106.9	139.3	152.3	151.6	130.1	171.6	136.4	128.5	128.5	186.0	142.2
May.....	116.4	109.1	140.1	153.2	152.8	128.8	167.7	138.1	129.0	129.0	186.0	142.2

Source: Board of Governors of the Federal Reserve System.

NEW CONSTRUCTION

Period	Total new construction expenditures	Private						Federal, State, and local	Construction contracts ²	
		Total	Residential		Commer- cial and industrial	Other	Total value index (1967= 100)		Commer- cial and industrial floor space (millions of square feet)	
			Total ¹	New housing units						
Billions of dollars										
1971-----	110. 0	80. 1	43. 3	35. 1	17. 0	19. 8	29. 9	145. 4	727	
1972-----	124. 1	93. 9	54. 3	44. 9	18. 1	21. 5	30. 2	165. 3	854	
1973-----	137. 9	105. 4	59. 7	50. 1	21. 7	24. 0	32. 5	179. 5	1, 010	
1974-----	138. 5	100. 2	50. 4	40. 6	23. 8	25. 9	38. 3	169. 7	840	
1975-----	134. 3	93. 6	46. 5	34. 4	20. 8	26. 3	40. 7	167. 9	555	
1976-----	147. 5	109. 5	60. 5	47. 3	19. 9	29. 0	38. 0	199. 4	592	
1977-----	169. 7	132. 7	80. 4	65. 1	21. 8	30. 6	37. 0	252. 2	738	
Seasonally adjusted annual rates								Seasonally adjusted	Seasonally adjusted annual rates	
1977: Apr-----	167. 5	131. 3	79. 5	63. 5	21. 1	30. 7	36. 2	250	671	
May-----	172. 1	133. 7	82. 4	65. 8	20. 9	30. 4	38. 4	317	758	
June-----	174. 6	135. 2	82. 5	66. 0	22. 3	30. 4	39. 4	307	733	
July-----	173. 5	134. 2	81. 2	65. 1	22. 7	30. 3	39. 2	209	702	
Aug-----	172. 4	134. 2	81. 0	65. 1	22. 9	30. 2	38. 2	267	853	
Sept-----	175. 1	135. 8	81. 7	66. 4	23. 5	30. 6	39. 3	279	813	
Oct-----	174. 4	136. 7	83. 0	68. 8	23. 4	30. 3	37. 7	244	757	
Nov-----	173. 1	137. 5	84. 0	70. 4	23. 1	30. 3	35. 6	258	847	
Dec-----	176. 7	140. 5	87. 2	73. 0	21. 8	31. 5	36. 3	299	864	
1978: Jan-----	171. 3	137. 3	81. 1	65. 4	22. 5	33. 7	33. 9	270	996	
Feb-----	178. 1	143. 6	86. 9	70. 6	22. 6	34. 1	34. 5	266	814	
Mar-----	185. 8	149. 5	90. 0	73. 5	25. 5	34. 0	36. 3	254	863	
Apr ^p -----	192. 1	151. 7	90. 8	74. 4	27. 2	33. 8	40. 4	279	921	

¹Includes nonhousekeeping residential construction and additions and alterations, not shown separately.

²F. W. Dodge series. Relates to 50 States beginning 1969 for value index and beginning 1971 for floor space.

NOTE.—New construction expenditures data prior to 1973 not comparable with later data.

Sources: Department of Commerce (Bureau of the Census) and McGraw-Hill Information Systems Company, F. W. Dodge Division.

NEW PRIVATE HOUSING AND VACANCY RATES

[Thousands of units or homes, except as noted]

Period	New private housing units						New private homes		Vacancy rate for rental housing units (percent) ²
	Units started, by type of structure				Units author- ized	Units completed	Homes sold	Homes for sale at end of period ¹	
	Total	1 unit	2-4 units	5 or more units					
1970-----	1, 433. 6	812. 9	84. 8	535. 9	1, 351. 5	1, 418. 4	485	220	5. 3
1971-----	2, 052. 2	1, 151. 0	120. 3	780. 9	1, 924. 6	1, 706. 1	656	287	5. 4
1972-----	2, 356. 6	1, 309. 2	141. 3	906. 2	2, 218. 9	2, 003. 9	718	409	5. 6
1973-----	2, 045. 3	1, 132. 0	118. 3	795. 0	1, 819. 5	2, 100. 5	634	418	5. 8
1974-----	1, 337. 7	888. 1	68. 1	381. 6	1, 074. 4	1, 728. 5	519	346	6. 2
1975-----	1, 160. 4	892. 2	64. 0	204. 3	939. 2	1, 317. 2	549	313	6. 0
1976-----	1, 537. 5	1, 162. 4	85. 9	289. 2	1, 296. 2	1, 377. 2	646	354	5. 6
1977-----	1, 987. 1	1, 450. 9	121. 7	414. 4	1, 690. 0	1, 657. 1	819	403	5. 2
Seasonally adjusted annual rates									
1977: May-----	1, 982	1, 469	120	393	1, 656	1, 557	810	364	-----
June-----	1, 931	1, 406	113	412	1, 739	1, 655	806	367	5. 3
July-----	2, 072	1, 453	124	495	1, 678	1, 671	722	375	-----
Aug-----	2, 038	1, 454	119	465	1, 770	1, 677	818	389	-----
Sept-----	2, 012	1, 508	124	380	1, 695	1, 875	845	389	5. 4
Oct-----	2, 139	1, 532	127	480	1, 781	1, 665	870	398	-----
Nov-----	2, 096	1, 544	134	418	1, 822	1, 769	819	401	-----
Dec-----	2, 203	1, 574	153	476	1, 778	1, 641	857	403	5. 1
1978: Jan-----	1, 548	1, 156	101	291	1, 526	1, 759	813	405	-----
Feb-----	1, 569	1, 103	79	387	1, 534	1, 696	772	407	-----
Mar ^p -----	2, 047	1, 429	126	492	1, 647	1, 794	804	406	5. 0
Apr ^p -----	2, 181	1, 500	145	536	1, 740	1, 944	816	412	-----
May ^p -----	2, 075	1, 488	100	487	1, 587	-----	-----	-----	-----

¹Seasonally adjusted.

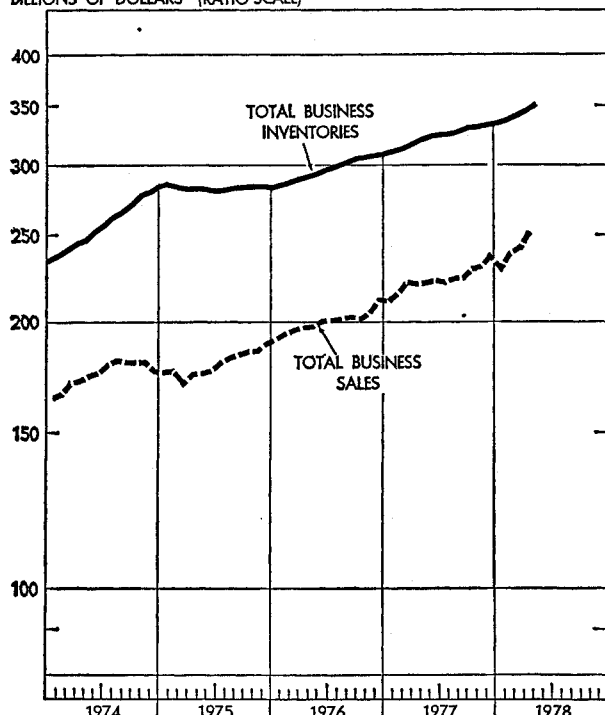
²Quarterly data entered in last month of quarter.

Source: Department of Commerce, Bureau of the Census.

BUSINESS SALES AND INVENTORIES—TOTAL AND TRADE

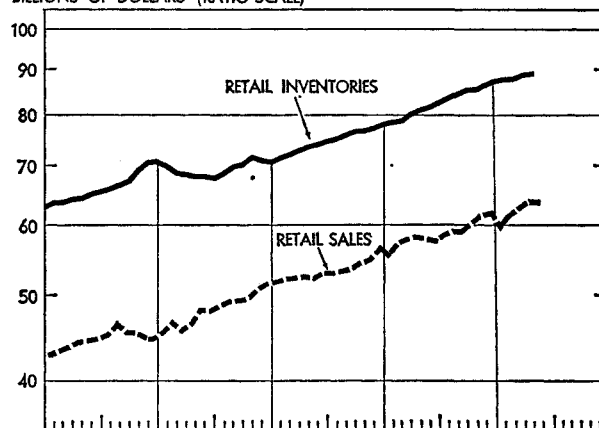
Business sales rose 3¼ percent in April while inventories rose \$4 billion. According to the advance survey, retail sales fell slightly in May following a 2 percent increase in April.

BILLIONS OF DOLLARS* (RATIO SCALE)



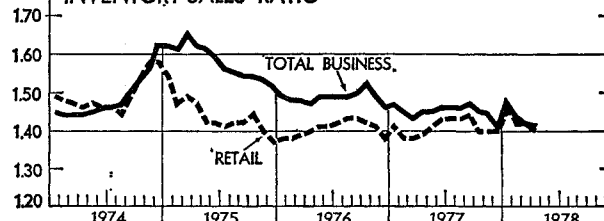
*SEASONALLY ADJUSTED
SOURCE: DEPARTMENT OF COMMERCE

BILLIONS OF DOLLARS* (RATIO SCALE)



RATIO*

INVENTORY-SALES RATIO



COUNCIL OF ECONOMIC ADVISERS

Period	Total business ¹		Wholesale		Retail						Inventory-sales ratio ⁴	
	Sales ²	Inven- tories ³	Sales ²	Inven- tories ³	Sales ²			Inventories			Total business ¹	Retail
					Total	Dur- able goods stores	Non- durable goods stores	Total	Dur- able goods stores	Non- durable goods stores		
	Millions of dollars, seasonally adjusted											
1971-----	116, 351	188, 508	26, 257	35, 823	34, 169	10, 827	23, 342	50, 063	21, 687	28, 376	1. 58	1. 39
1972-----	130, 049	203, 088	29, 584	39, 786	37, 422	12, 369	25, 054	55, 079	24, 238	30, 841	1. 50	1. 40
1973-----	151, 647	233, 749	36, 822	46, 254	41, 871	14, 091	27, 781	62, 950	28, 072	34, 878	1. 44	1. 41
1974-----	175, 200	285, 064	45, 836	56, 537	44, 543	13, 820	30, 723	70, 716	32, 394	38, 322	1. 47	1. 48
1975-----	179, 621	283, 614	44, 633	55, 113	48, 370	14, 907	33, 463	70, 623	32, 119	38, 504	1. 58	1. 43
1976-----	200, 760	309, 238	48, 408	61, 307	53, 542	17, 544	35, 998	78, 045	36, 417	41, 628	1. 48	1. 39
1977-----	223, 793	334, 785	53, 509	67, 998	59, 029	19, 901	39, 127	87, 073	40, 534	46, 539	1. 44	1. 40
1977: Apr-----	221, 048	320, 273	53, 385	65, 301	58, 142	19, 833	38, 309	80, 957	37, 615	43, 342	1. 45	1. 39
May-----	221, 510	322, 250	53, 866	64, 838	58, 003	19, 516	38, 487	81, 696	37, 925	43, 771	1. 45	1. 41
June-----	222, 563	324, 051	53, 735	64, 947	57, 825	19, 436	38, 389	82, 636	38, 282	44, 354	1. 46	1. 43
July-----	221, 874	324, 990	53, 495	64, 210	58, 552	19, 505	39, 047	83, 483	39, 005	44, 478	1. 46	1. 43
Aug-----	224, 247	327, 639	53, 208	65, 095	59, 020	19, 984	39, 036	84, 462	39, 303	45, 159	1. 46	1. 43
Sept-----	224, 907	330, 345	53, 307	66, 119	59, 014	19, 763	39, 251	85, 215	39, 559	45, 656	1. 47	1. 44
Oct-----	228, 508	330, 832	53, 639	66, 209	60, 778	20, 895	39, 883	85, 322	39, 589	45, 733	1. 45	1. 40
Nov-----	231, 488	333, 186	55, 558	67, 047	61, 588	20, 733	40, 855	86, 299	40, 087	46, 212	1. 44	1. 40
Dec-----	237, 258	334, 785	57, 266	67, 998	62, 054	20, 915	41, 139	87, 073	40, 534	46, 539	1. 41	1. 40
1978: Jan-----	230, 182	337, 676	55, 985	68, 991	59, 875	19, 802	40, 073	87, 708	41, 060	46, 648	1. 47	1. 46
Feb-----	238, 427	340, 396	57, 635	70, 361	61, 661	20, 558	41, 103	87, 642	41, 369	46, 273	1. 43	1. 42
Mar-----	242, 840	345, 839	58, 877	72, 882	62, 690	20, 938	41, 752	89, 097	41, 521	47, 576	1. 42	1. 42
Apr ^a -----	250, 731	349, 984	62, 102	74, 306	63, 878	21, 903	41, 975	89, 963	41, 881	48, 082	1. 40	1. 41
May ^b -----					63, 775	21, 686	42, 089					

¹The term "business" also includes manufacturing (see page 21).

²Monthly average for year and total for month.

³Book value, end of period, seasonally adjusted.

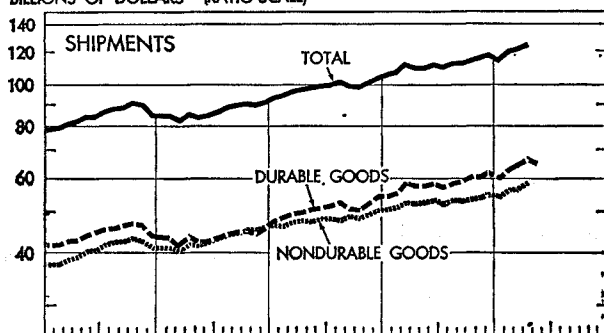
⁴For annual periods, ratio of weighted average inventories to average monthly sales; for monthly data, ratio of inventories at end of month to sales for month.

Source: Department of Commerce (Bureau of Economic Analysis and Bureau of the Census).

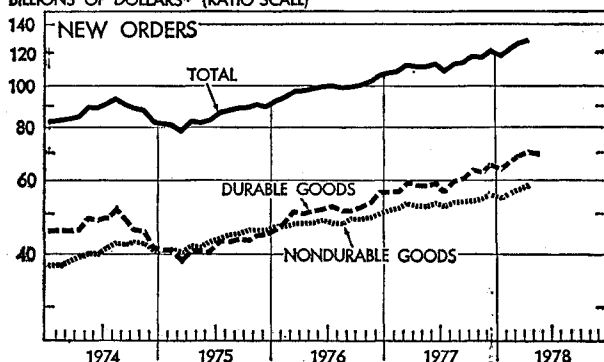
MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

Manufacturers' new orders, shipments, and inventories increased again in April. According to advance data, durable goods shipments and orders declined in May.

BILLIONS OF DOLLARS* (RATIO SCALE)

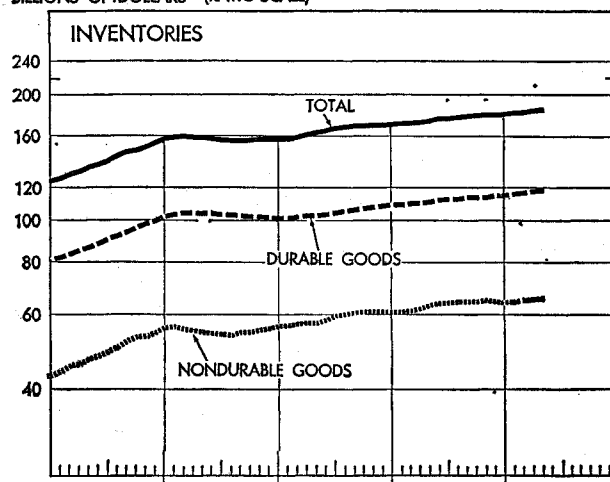


BILLIONS OF DOLLARS* (RATIO SCALE)

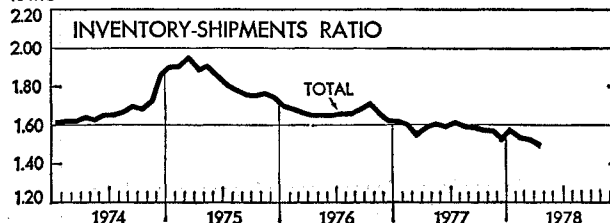


*SEASONALLY ADJUSTED
SOURCE: DEPARTMENT OF COMMERCE

BILLIONS OF DOLLARS* (RATIO SCALE)



RATIO*



COUNCIL OF ECONOMIC ADVISERS

Period	Manufacturers' shipments ¹			Manufacturers' inventories ²			Manufacturers' new orders ¹				Manu- fac- turers' unfilled orders ³	Manu- fac- turers' inventory— shipments ratio ⁴
	Total	Durable goods	Non- durable goods	Total	Durable goods	Non- durable goods	Total	Durable goods		Non- durable goods		
								Total	Capital goods indus- tries, non- defense			
Millions of dollars, seasonally adjusted												
1971-----	55,925	29,973	25,952	102,622	66,271	36,351	56,016	30,030	7,535	25,986	107,657	1.83
1972-----	63,043	34,043	28,999	108,223	70,244	37,979	64,201	35,098	8,832	29,104	121,709	1.67
1973-----	72,954	39,704	33,250	124,545	81,333	43,212	76,224	42,894	11,114	33,329	161,194	1.58
1974-----	84,821	44,253	40,568	157,811	101,790	56,021	87,200	46,783	12,691	40,417	189,678	1.65
1975-----	86,616	43,678	42,939	157,878	101,580	56,298	85,058	41,933	10,781	43,125	170,686	1.83
1976-----	98,809	50,697	48,112	169,886	108,968	60,918	99,134	50,997	12,501	48,137	174,553	1.66
1977-----	111,256	58,266	52,990	179,714	115,424	64,290	112,842	59,795	15,201	53,047	193,659	1.58
1977: May--	109,641	57,273	52,368	175,716	112,071	63,645	111,102	58,835	14,893	52,267	181,678	1.60
June--	111,003	58,049	52,954	176,468	112,536	63,932	112,141	59,111	15,490	53,030	182,816	1.59
July--	109,827	57,463	52,364	177,297	113,160	64,137	108,868	56,367	13,936	52,501	181,857	1.61
Aug--	112,019	58,649	53,370	178,082	113,917	64,165	112,615	59,269	14,527	53,346	182,453	1.59
Sept--	112,586	59,285	53,301	179,011	114,467	64,544	113,680	60,364	16,124	53,316	183,547	1.59
Oct--	114,091	60,316	53,775	179,301	114,448	64,853	117,331	63,556	16,097	53,775	186,787	1.57
Nov--	114,342	60,228	54,114	179,840	115,212	64,628	117,024	62,821	16,090	54,203	189,469	1.57
Dec--	117,938	62,130	55,808	179,714	115,424	64,290	122,128	66,165	16,988	55,963	193,659	1.52
1978: Jan--	114,322	59,973	54,349	180,977	116,278	64,699	117,899	63,335	16,511	54,564	197,235	1.58
Feb--	119,131	63,077	56,054	182,393	117,511	64,882	122,693	66,681	17,882	56,012	200,798	1.53
Mar--	121,273	64,457	56,816	183,860	118,725	65,135	125,973	69,016	17,507	56,957	205,500	1.52
Apr--	124,751	66,493	58,258	185,715	119,848	65,867	128,389	70,033	17,409	58,356	209,133	1.49
May *		65,572						69,473	17,797			

¹ Monthly average for year and total for month. Shipments are the same as sales.

² Book value, end of period.

³ End of period.

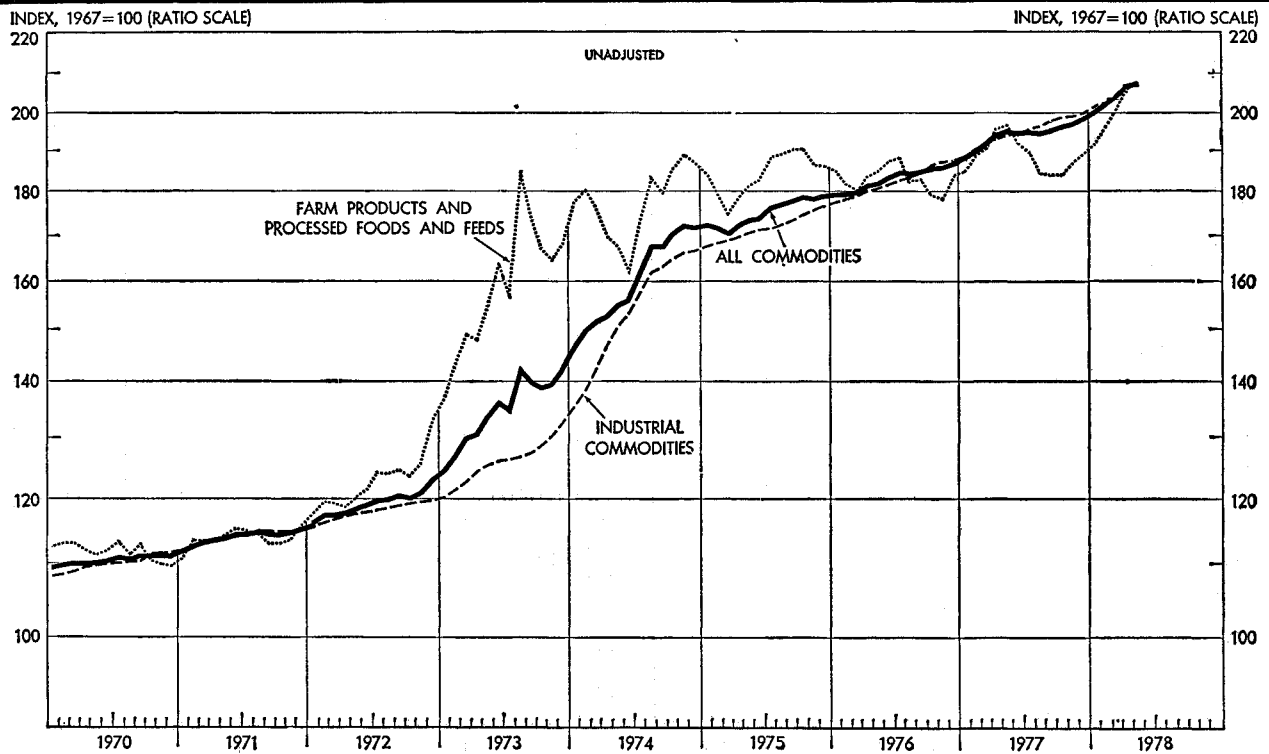
⁴ For annual periods, ratio of weighted average inventories to average monthly shipments; for monthly data, ratio of inventories at end of month to shipments for month.

Source: Department of Commerce, Bureau of the Census.

PRODUCER PRICES

PRICES

In May, the producer price index for all commodities rose 0.7 percent (also 0.7 percent seasonally adjusted). The index for finished goods rose 0.8 percent (0.7 percent seasonally adjusted). The index for finished goods rose 0.8 percent (0.7 percent seasonally adjusted).



SOURCE, DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	All commodities	Farm products and processed foods and feeds	Industrial commodities	Finished goods					Intermediate materials, supplies, and components		Crude materials for further processing		
				Total	Consumer foods	Excluding consumer foods			Total	Excluding foods and feeds ²	Total	Food-stuffs and feed-stuffs	Other
						Total	Consumer goods	Capital equipment ¹					
1970-----	110.4	111.7	110.0	110.3	113.5	109.1	107.7	112.0	109.9	109.9	112.3	112.3	112.7
1971-----	114.0	113.9	114.1	113.7	115.3	113.1	111.4	116.6	114.1	114.3	115.1	115.1	117.0
1972-----	119.1	122.4	117.9	117.2	121.7	115.4	113.4	119.5	118.7	118.9	127.6	127.6	128.0
1973-----	134.7	159.1	125.9	127.9	146.4	120.2	118.5	123.5	131.6	128.1	174.0	174.0	162.5
1974-----	160.1	177.4	153.8	147.5	166.9	139.4	138.6	141.0	162.9	159.5	196.1	196.1	208.9
1975-----	174.9	184.2	171.5	163.4	181.0	156.2	153.1	162.5	180.0	178.6	196.9	196.9	206.9
1976-----	183.0	183.1	182.4	170.3	180.2	165.5	161.8	173.2	189.3	189.5	205.1	205.1	233.6
1977-----	194.2	188.8	195.1	180.6	189.1	176.2	172.1	184.5	201.7	202.4	214.3	214.3	258.4
Unadjusted				Seasonally adjusted									
1977: May--	195.2	196.8	194.2	180.6	192.2	175.2	171.5	182.8	202.0	201.2	222.3	200.0	264.1
June--	194.5	191.5	194.7	180.8	190.3	176.0	172.4	183.7	201.6	201.8	213.4	189.9	257.9
July--	194.8	188.7	195.9	181.1	189.9	176.5	172.6	184.5	202.2	203.2	209.8	185.8	255.4
Aug--	194.6	184.3	196.9	181.5	189.3	177.2	173.2	185.4	202.6	204.2	206.3	180.2	255.6
Sept--	195.3	184.0	197.8	182.1	189.2	178.2	174.1	186.4	203.5	205.3	205.7	179.8	254.4
Oct--	196.3	184.0	199.1	183.2	189.5	179.5	174.8	188.9	204.3	206.1	207.4	182.2	254.9
Nov--	197.1	187.0	199.3	184.5	191.9	180.3	175.4	189.9	205.2	206.4	214.4	189.9	260.9
Dec--	198.2	189.4	200.0	185.3	192.6	181.2	176.1	191.3	206.0	207.4	217.2	191.1	266.3
1978: Jan--	200.1	192.2	201.6	186.6	194.8	182.2	177.1	192.3	207.9	209.2	221.6	196.4	269.4
Feb--	202.0	196.6	202.8	188.4	200.4	182.9	177.5	193.3	209.7	210.8	228.7	205.6	272.2
Mar--	203.8	200.3	204.1	189.5	202.0	183.8	178.3	194.5	211.3	211.9	232.4	209.2	276.2
Apr--	206.4	205.5	206.0	191.9	205.8	185.7	180.7	195.6	212.3	213.0	238.3	217.0	278.7
May--	207.9	207.7	207.3	193.3	206.8	187.2	182.1	197.3	213.6	214.1	238.9	217.1	279.7

¹ Formerly called producer finished goods.

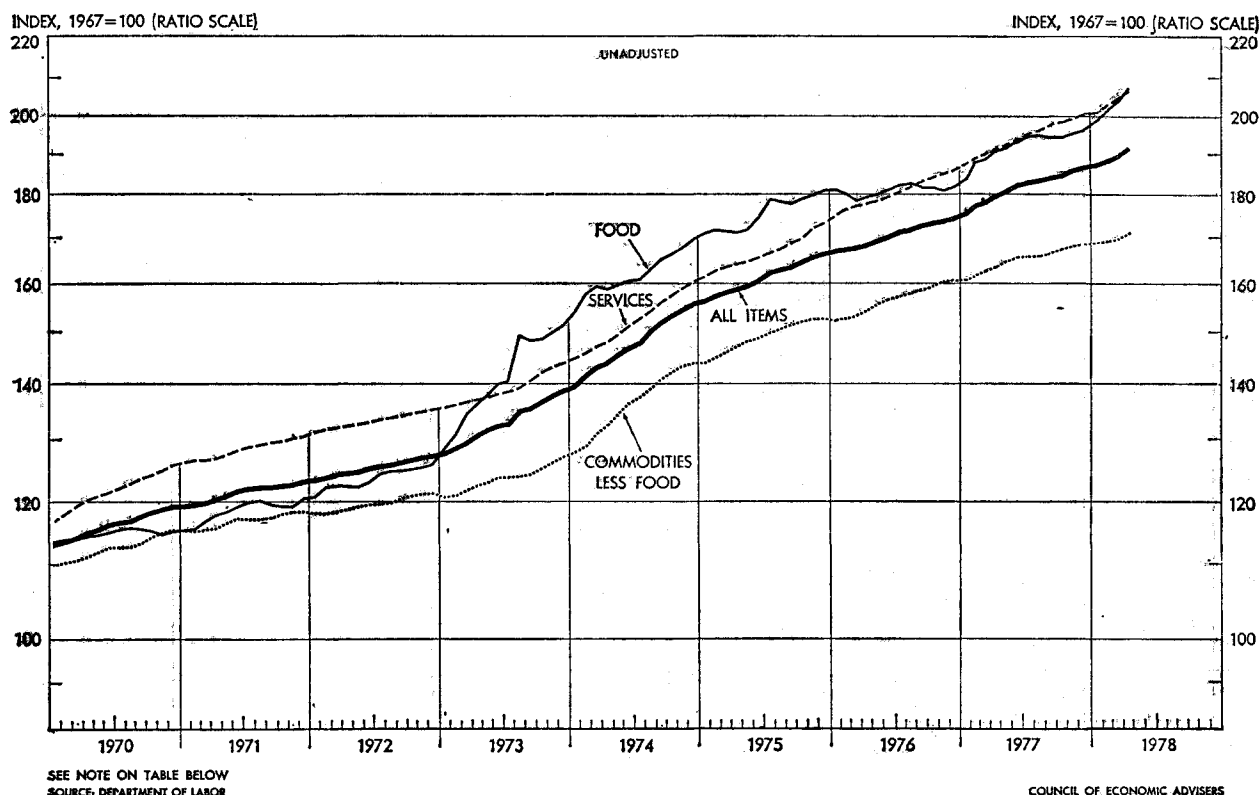
² Excludes intermediate materials for food manufacturing and manufactured animal feeds.

NOTE.—Data revised for January 1978.

Source: Department of Labor, Bureau of Labor Statistics.

CONSUMER PRICES

In April, the consumer price index for all urban consumers rose 0.9 percent (also 0.9 percent seasonally adjusted). Food prices increased 1.6 percent (1.9 percent seasonally adjusted). Nonfood commodity prices rose 0.8 percent (0.5 percent seasonally adjusted) and services prices were up 0.8 percent (0.9 percent seasonally adjusted).



[1967=100]

Period	All items	Food	Com-modities less food	Serv-ices	All com-modities	Food			Commodities less food			Serv-ices
						All	Food at home	Food away from home	All	Dur-able	Non-dur-able	
1970-----	116.3	114.9	112.5	121.6	113.5	114.9	113.7	119.9	112.5	111.8	113.1	121.6
1971-----	121.3	118.4	116.8	128.4	117.4	118.4	116.4	126.1	116.8	116.5	117.0	128.4
1972-----	125.3	123.5	119.4	133.3	120.9	123.5	121.6	131.1	119.4	118.9	119.8	133.3
1973-----	133.1	141.4	123.5	139.1	129.9	141.4	141.4	141.4	123.5	121.9	124.8	139.1
1974-----	147.7	161.7	136.6	152.1	145.5	161.7	162.4	159.4	136.6	130.6	140.9	152.1
1975-----	161.2	175.4	149.1	166.6	158.4	175.4	175.8	174.3	149.1	145.5	151.7	166.6
1976-----	170.5	180.8	156.6	180.4	165.2	180.8	179.5	186.1	156.6	154.3	158.3	180.4
1977-----	181.5	192.2	165.1	194.3	174.7	192.2	190.2	200.3	165.1	163.2	166.5	194.3
Unadjusted					Seasonally adjusted							
1977: Apr----	179.6	190.9	163.6	191.2	173.7	191.5	189.8	197.5	164.1	162.6	165.0	191.4
May-----	180.6	191.7	164.7	192.2	174.4	192.6	190.9	199.3	164.6	163.3	165.8	192.9
June-----	181.8	193.6	165.4	193.7	175.1	193.8	191.9	200.9	165.1	163.3	166.4	194.3
July-----	182.6	194.6	165.6	195.3	175.2	193.5	191.3	201.8	165.4	163.4	166.9	195.7
Aug-----	183.3	195.2	166.0	196.3	175.7	194.3	192.0	203.0	165.7	163.6	167.2	196.8
Sept-----	184.0	194.5	166.7	197.7	176.2	194.7	192.3	203.8	166.2	163.9	167.8	197.9
Oct-----	184.5	194.4	167.4	198.5	176.7	195.0	192.5	204.5	166.8	164.4	168.6	198.7
Nov-----	185.4	195.6	168.1	199.5	177.5	196.0	193.5	205.1	167.6	165.1	169.4	199.5
Dec-----	186.1	196.3	168.4	200.5	178.3	196.7	194.2	206.1	168.4	166.0	169.9	200.3
1978: Jan-----	187.2	199.2	168.6	202.0	179.9	199.2	197.0	208.4	169.5	167.6	170.6	201.5
Feb-----	188.4	202.0	168.8	203.5	180.8	201.6	199.5	210.5	169.9	168.7	170.1	203.0
Mar-----	189.8	204.2	170.0	204.9	182.3	204.3	202.5	212.5	170.9	169.5	171.2	204.7
Apr-----	191.5	207.5	171.3	206.5	184.0	208.1	207.3	214.0	171.8	170.4	172.1	206.6

Note.—Beginning January 1978 data relate to all urban consumers. Earlier data relate to urban wage earners and clerical workers.

Source: Department of Labor, Bureau of Labor Statistics.

CHANGES IN PRODUCER PRICES

Period	Percent change from preceding period; seasonally adjusted ¹				Percent change from 3 months earlier; seasonally adjusted annual rates				Percent change from 6 months earlier; seasonally adjusted annual rates			
	All commodities	Farm products and processed foods and feeds	Industrial commodities	Finished goods	All commodities	Farm products and processed foods and feeds	Industrial commodities	Finished goods	All commodities	Farm products and processed foods and feeds	Industrial commodities	Finished goods
1969-----	4.8	7.5	3.9	4.8	-----	-----	-----	-----	-----	-----	-----	-----
1970-----	2.2	-1.4	3.6	2.2	-----	-----	-----	-----	-----	-----	-----	-----
1971-----	4.1	6.0	3.4	3.2	-----	-----	-----	-----	-----	-----	-----	-----
1972-----	6.3	14.4	3.4	3.8	-----	-----	-----	-----	-----	-----	-----	-----
1973-----	15.4	26.7	10.7	11.8	-----	-----	-----	-----	-----	-----	-----	-----
1974-----	20.9	11.0	25.6	18.3	-----	-----	-----	-----	-----	-----	-----	-----
1975-----	4.2	-1.3	6.0	6.6	-----	-----	-----	-----	-----	-----	-----	-----
1976-----	4.7	-1.1	6.4	3.3	-----	-----	-----	-----	-----	-----	-----	-----
1977-----	5.9	3.0	6.7	6.6	-----	-----	-----	-----	-----	-----	-----	-----
1977: May--	.4	0	.5	.8	10.5	19.3	8.0	9.4	9.9	18.6	7.5	10.0
June--	-.5	-3.0	.3	.1	4.0	-3.1	6.4	6.4	7.5	7.5	7.6	8.2
July--	.1	-2.3	.6	.2	0	-19.2	5.9	4.3	6.6	2.3	7.7	7.3
Aug--	.1	-1.2	.5	.2	-1.2	-22.9	5.9	2.0	4.5	-4.1	6.9	5.6
Sept--	.4	-.5	.5	.3	2.1	-14.8	6.7	2.9	3.0	-9.1	6.6	4.7
Oct--	.5	.8	.5	.6	4.0	-3.6	6.1	4.7	2.0	-11.7	6.0	4.5
Nov--	.7	2.4	.3	.7	6.5	11.1	5.2	6.8	2.6	-7.5	5.5	4.4
Dec--	.4	.3	.5	.4	6.7	14.5	5.2	7.2	4.4	-1.3	5.9	5.0
1978: Jan--	.9	1.2	.8	.7	8.4	16.5	6.6	7.6	6.2	6.0	6.3	6.2
Feb--	.9	2.3	.6	1.0	9.4	16.4	7.8	8.7	8.0	13.7	6.5	7.7
Mar--	1.0	2.9	.5	.6	12.0	28.8	7.8	9.4	9.3	21.4	6.5	8.3
Apr--	1.0	2.1	.7	1.3	12.5	33.3	7.5	11.9	10.5	24.6	7.1	9.7
May--	.7	.5	.7	.7	11.3	24.1	7.9	10.8	10.4	20.2	7.9	9.8

¹ Annual changes are from December to December (unadjusted).

Source: Department of Labor, Bureau of Labor Statistics.

Note.—Based on revised data for January 1978.

CHANGES IN CONSUMER PRICES

Period	Percent change from preceding period; seasonally adjusted ¹				Percent change from 3 months earlier; seasonally adjusted annual rates				Percent change from 6 months earlier; seasonally adjusted annual rates			
	All items	Food	Commodities less food	Services	All items	Food	Commodities less food	Services	All items	Food	Commodities less food	Services
1969-----	6.1	7.2	4.5	7.4	-----	-----	-----	-----	-----	-----	-----	-----
1970-----	5.5	2.2	4.8	8.2	-----	-----	-----	-----	-----	-----	-----	-----
1971-----	3.4	4.3	2.3	4.1	-----	-----	-----	-----	-----	-----	-----	-----
1972-----	3.4	4.7	2.5	3.6	-----	-----	-----	-----	-----	-----	-----	-----
1973-----	8.8	20.1	5.0	6.2	-----	-----	-----	-----	-----	-----	-----	-----
1974-----	12.2	12.2	13.2	11.3	-----	-----	-----	-----	-----	-----	-----	-----
1975-----	7.0	6.5	6.2	8.1	-----	-----	-----	-----	-----	-----	-----	-----
1976-----	4.8	.6	5.1	7.3	-----	-----	-----	-----	-----	-----	-----	-----
1977-----	6.8	8.0	4.9	7.9	-----	-----	-----	-----	-----	-----	-----	-----
1977: Apr--	.8	1.5	.4	.7	10.2	18.6	6.1	9.0	8.0	10.6	6.5	8.0
May--	.6	.6	.3	.8	8.4	11.6	4.8	9.9	8.7	12.6	6.2	8.7
June--	.5	.6	.3	.7	7.8	11.5	4.2	9.4	8.9	13.4	5.8	9.6
July--	.3	-.2	.2	.7	5.7	4.2	3.2	9.3	7.9	11.2	4.6	9.2
Aug--	.4	.4	.2	.6	5.0	3.6	2.7	8.3	6.6	7.5	3.7	9.1
Sept--	.4	.2	.3	.6	4.5	1.9	2.7	7.6	6.1	6.6	3.5	8.5
Oct--	.3	.2	.4	.4	4.5	3.1	3.4	6.3	5.1	3.7	3.3	7.8
Nov--	.4	.5	.5	.4	4.7	3.5	4.7	5.6	4.8	3.6	3.7	7.0
Dec--	.4	.4	.5	.4	4.9	4.2	5.4	4.9	4.7	3.0	4.0	6.3
1978: Jan--	.8	1.3	.7	.6	6.7	8.9	6.6	5.8	5.6	6.0	5.0	6.0
Feb--	.6	1.2	.2	.7	7.5	11.9	5.6	7.2	6.1	7.7	5.1	6.4
Mar--	.8	1.3	.6	.8	9.3	16.4	6.1	9.1	7.1	10.1	5.7	7.0
Apr--	.9	1.9	.5	.9	10.0	19.1	5.5	10.5	8.3	13.9	6.1	8.1

¹ Annual changes are from December to December (unadjusted).

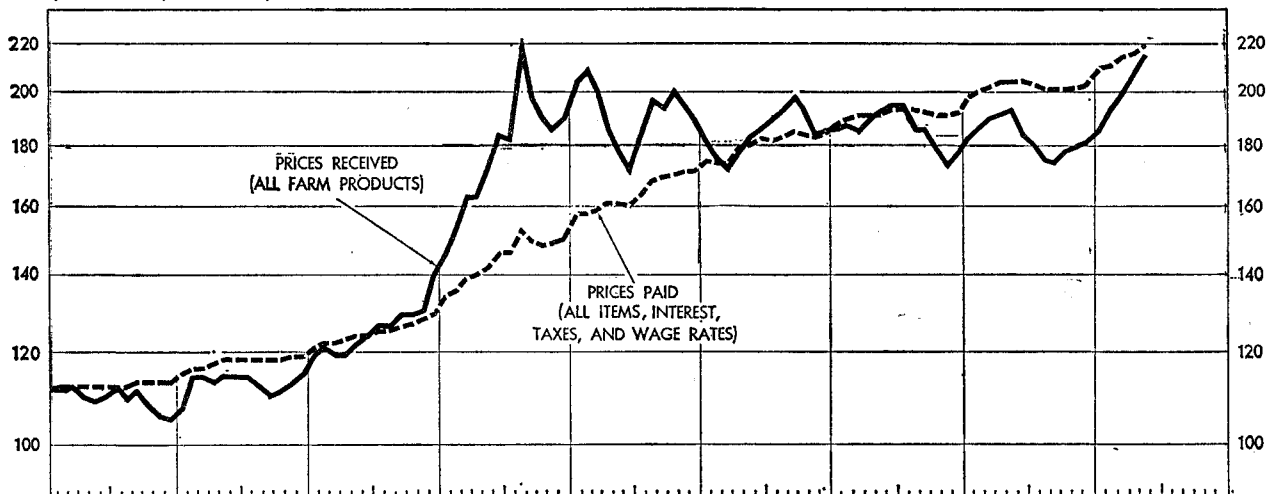
Source: Department of Labor, Bureau of Labor Statistics.

Note.—Beginning January 1978 data relate to all urban consumers. Earlier data relate to urban wage earners and clerical workers.

PRICES RECEIVED AND PAID BY FARMERS

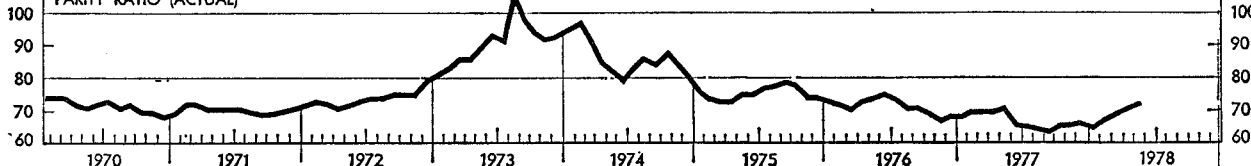
Prices received by farmers rose about 3½ percent in May. Contributing to the increase were higher prices for cattle, apples, hogs, and soybeans. Partially offsetting were lower prices for eggs, tomatoes, and onions. Prices paid by farmers were up about 1½ percent in the month ended May 15.

INDEX, 1967=100 (RATIO SCALE)



RATIO 1/

PARITY RATIO (ACTUAL)



1/ RATIO OF INDEX OF PRICES RECEIVED TO INDEX OF PRICES PAID, INTEREST, TAXES, AND WAGE RATES, ON 1910-14=100 BASE.

SOURCE: DEPARTMENT OF AGRICULTURE

COUNCIL OF ECONOMIC ADVISERS

Period	Prices received by farmers			Prices paid by farmers			Parity ratio ¹	
	All farm products	Crops	Livestock and products	All items, interest, taxes, and wage rates	Family living items	Production items	Actual	Adjusted ²
Index, 1967=100								
1970	110	100	118	112	114	108	72	77
1971	113	108	118	118	118	113	71	75
1972	125	114	136	125	123	121	74	79
1973	179	175	183	144	133	146	91	94
1974	192	224	165	164	151	166	86	87
1975	185	201	172	180	166	182	76	76
1976	186	197	177	191	176	193	71	72
1977	183	193	175	202	(³)	200	67	68
1977: Apr	191	214	172	204	(³)	204	69	70
May	193	214	176	204	(³)	205	70	71
June	184	198	173	204	(³)	203	66	68
July	180	182	179	203	(³)	201	65	66
Aug	175	173	177	201	(³)	198	64	65
Sept	174	171	177	201	(³)	197	63	65
Oct	178	178	177	201	(³)	198	65	66
Nov	179	185	174	202	(³)	199	65	66
Dec	181	183	180	203	(³)	199	66	67
1978: Jan	186	188	185	209	(³)	203	65	67
Feb	193	190	196	211	(³)	206	67	69
Mar	200	198	204	214	(³)	211	69	71
Apr	208	208	209	216	(³)	214	71	73
May	215	214	217	219	(³)	217	72	74

¹ Percentage ratio of index of prices received by farmers to index of prices paid, interest, taxes, and wage rates on 1910-14=100 base.

² The adjusted parity ratio reflects Government payments made directly to farmers.

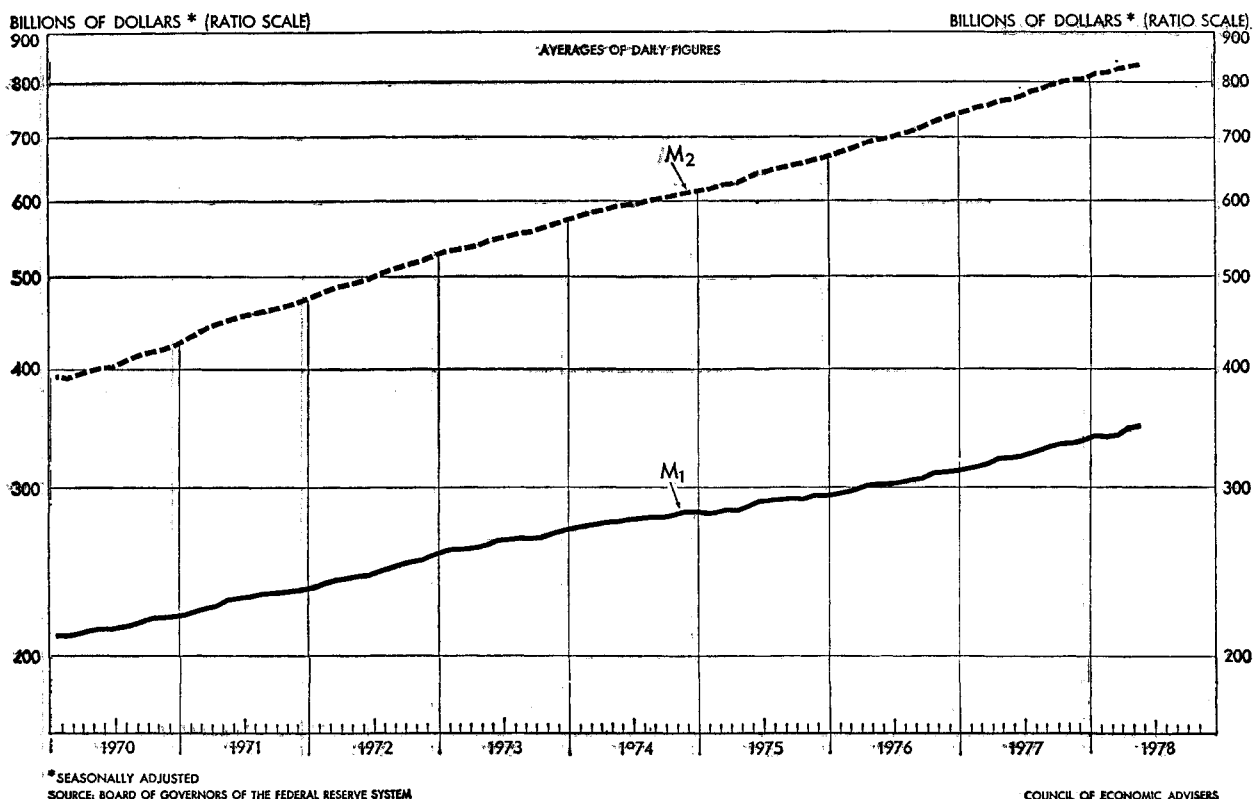
³ Index discontinued. Consumer price index (Department of Labor) substituted in calculating total prices paid beginning January 1977.

Source: Department of Agriculture.

MONEY, CREDIT, AND SECURITY MARKETS

MONEY STOCK

Growth in M_1 slowed somewhat in May from the rapid April pace.



[Averages of daily figures; billions of dollars, seasonally adjusted, except as noted]

Period	Overall measures ¹			Components and related items							Percent change ²	
	M ₁	M ₂	M ₃	Curren- cy	Deposits at commercial banks				Deposits at nonbank thrift institu- tions	U.S. Gov- ernment demand deposits (unadjust- ed)	M ₁	M ₂
					Demand	Time and savings						
						Total	Large CDs	Other				
1972: Dec---	255. 3	525. 3	844. 4	56. 8	198. 4	313. 5	43. 5	270. 0	319. 2	7. 4	9. 1	11. 3
1973: Dec---	270. 5	571. 4	919. 2	61. 5	209. 0	363. 9	63. 0	300. 9	347. 8	6. 3	6. 0	8. 8
1974: Dec---	282. 9	612. 2	981. 2	67. 8	215. 1	418. 3	89. 0	329. 3	369. 1	4. 9	4. 6	7. 1
1975: Dec---	294. 5	664. 1	1, 091. 8	73. 7	220. 8	450. 9	81. 3	369. 6	427. 8	4. 1	4. 1	8. 5
1976: Dec---	312. 6	739. 6	1, 235. 6	80. 7	231. 9	489. 7	62. 7	427. 0	496. 0	4. 4	6. 1	11. 4
1977: Dec---	337. 2	808. 4	1, 375. 0	88. 6	248. 6	545. 2	74. 0	471. 2	566. 6	5. 1	7. 9	9. 3
1977: May--	322. 4	768. 4	1, 290. 9	83. 8	238. 6	508. 9	62. 9	446. 0	522. 4	3. 6	7. 7	10. 2
June--	324. 3	774. 2	1, 302. 0	84. 2	240. 1	513. 2	63. 3	449. 9	527. 8	5. 0	7. 6	9. 6
July--	327. 5	782. 9	1, 317. 2	85. 1	242. 3	518. 3	62. 8	455. 5	534. 3	3. 6	8. 2	10. 0
Aug--	329. 2	787. 9	1, 330. 0	85. 5	243. 7	521. 9	63. 2	458. 7	542. 1	3. 4	8. 3	9. 7
Sept--	331. 6	793. 8	1, 343. 5	86. 3	245. 3	525. 9	63. 8	462. 1	549. 8	5. 0	8. 5	9. 6
Oct--	334. 7	800. 3	1, 356. 8	87. 1	247. 6	531. 9	66. 4	465. 6	556. 5	3. 7	8. 0	9. 5
Nov--	334. 9	804. 2	1, 366. 0	87. 7	247. 2	540. 2	70. 9	469. 3	561. 7	3. 5	7. 9	9. 5
Dec--	337. 2	808. 4	1, 375. 0	88. 6	248. 6	545. 2	74. 0	471. 2	566. 6	5. 1	8. 1	9. 0
1978: Jan--	340. 1	814. 8	1, 385. 4	89. 4	250. 7	551. 0	76. 3	474. 7	570. 7	4. 3	7. 8	8. 3
Feb--	339. 9	818. 0	1, 392. 0	90. 1	249. 8	557. 5	79. 4	478. 1	574. 0	4. 3	6. 6	7. 8
Mar--	340. 9	821. 8	1, 399. 5	90. 7	250. 2	562. 9	82. 0	480. 9	577. 7	4. 7	5. 7	7. 2
Apr--	346. 3	829. 7	1, 410. 9	91. 3	255. 1	566. 8	83. 4	483. 4	581. 2	4. 9	7. 1	7. 5
May ^a	348. 6	835. 1	1, 419. 6	92. 2	256. 4	573. 6	87. 1	486. 5	584. 6	3. 9	8. 3	7. 8

¹ M_1 is currency plus demand deposits; M_2 is M_1 plus time deposits at commercial banks other than large certificates of deposit (CDs); and M_3 is M_2 plus deposits at nonbank thrift institutions.

² Annual changes are from December to December and monthly changes are from 6 months earlier at a seasonally adjusted annual rate.

NOTE.—Data revised beginning October 1977.

Source: Board of Governors of the Federal Reserve System.

PRIVATE LIQUID ASSET HOLDINGS—NONFINANCIAL INVESTORS

[Averages of daily figures; billions of dollars, seasonally adjusted]

Period	Total liquid assets	Currency and deposits					U.S. Treasury securities		Negotiable certificates of deposit	Other private money market instruments
		Total	Currency	Demand deposits	Time deposits		Savings bonds	Short-term marketable securities		
					Commercial banks	Nonbank thrift institutions				
1970: Dec-----	769.7	632.7	49.1	152.0	198.9	232.7	52.0	41.9	21.8	21.3
1971: Dec-----	852.5	719.0	52.6	161.8	233.6	271.1	54.3	31.5	27.6	20.1
1972: Dec-----	967.7	816.9	56.8	176.4	264.4	319.3	57.5	34.5	36.2	22.5
1973: Dec-----	1,079.3	887.4	61.5	183.3	294.5	348.1	60.4	43.3	53.8	34.5
1974: Dec-----	1,166.9	945.0	67.8	186.9	321.2	369.1	63.3	47.7	70.4	40.6
1975: Dec-----	1,290.1	1,054.5	73.7	191.5	360.6	428.6	67.2	66.9	58.5	43.0
1976: Dec-----	1,423.3	1,194.1	80.7	198.8	417.3	497.3	71.9	66.6	43.5	47.3
1977: Dec-----	1,595.2	1,327.8	88.5	213.2	459.5	566.6	76.6	76.4	51.6	62.8
1977: May-----	1,487.9	1,248.6	83.8	206.5	435.9	522.4	73.8	68.3	43.4	53.8
June-----	1,498.4	1,258.6	84.2	207.2	439.4	527.8	74.2	67.1	43.7	54.8
July-----	1,515.1	1,273.5	85.1	209.1	444.9	534.3	74.7	68.2	43.4	55.3
Aug-----	1,529.8	1,285.1	85.5	209.2	448.3	542.1	75.1	70.7	43.7	55.2
Sept-----	1,546.0	1,299.0	86.3	210.9	452.0	549.8	75.4	72.3	44.1	55.2
Oct-----	1,565.5	1,312.5	87.1	213.7	455.2	556.5	75.8	74.1	46.4	56.8
Nov-----	1,582.1	1,320.5	87.7	212.9	458.2	561.7	76.2	75.3	50.7	59.4
Dec-----	1,595.2	1,327.8	88.5	213.2	459.5	566.6	76.6	76.4	51.6	62.8
1978: Jan-----	1,612.3	1,337.7	89.3	215.3	462.4	570.7	77.0	79.1	52.7	65.7
Feb-----	1,623.6	1,343.9	90.0	214.2	465.6	574.0	77.4	80.3	54.3	67.8
Mar-----	1,637.2	1,351.0	90.6	214.3	468.4	577.7	77.8	82.7	56.0	69.6
Apr-----	1,654.9	1,362.5	91.2	219.0	471.2	581.1	78.2	86.2	57.3	70.7
May-----	1,670.1	1,370.9	92.1	219.2	474.9	584.7	78.6	88.6	61.1	71.0

Note.—Data revised beginning December 1977.

Source: Board of Governors of the Federal Reserve System.

CONSUMER INSTALMENT CREDIT

[Millions of dollars; monthly data seasonally adjusted]

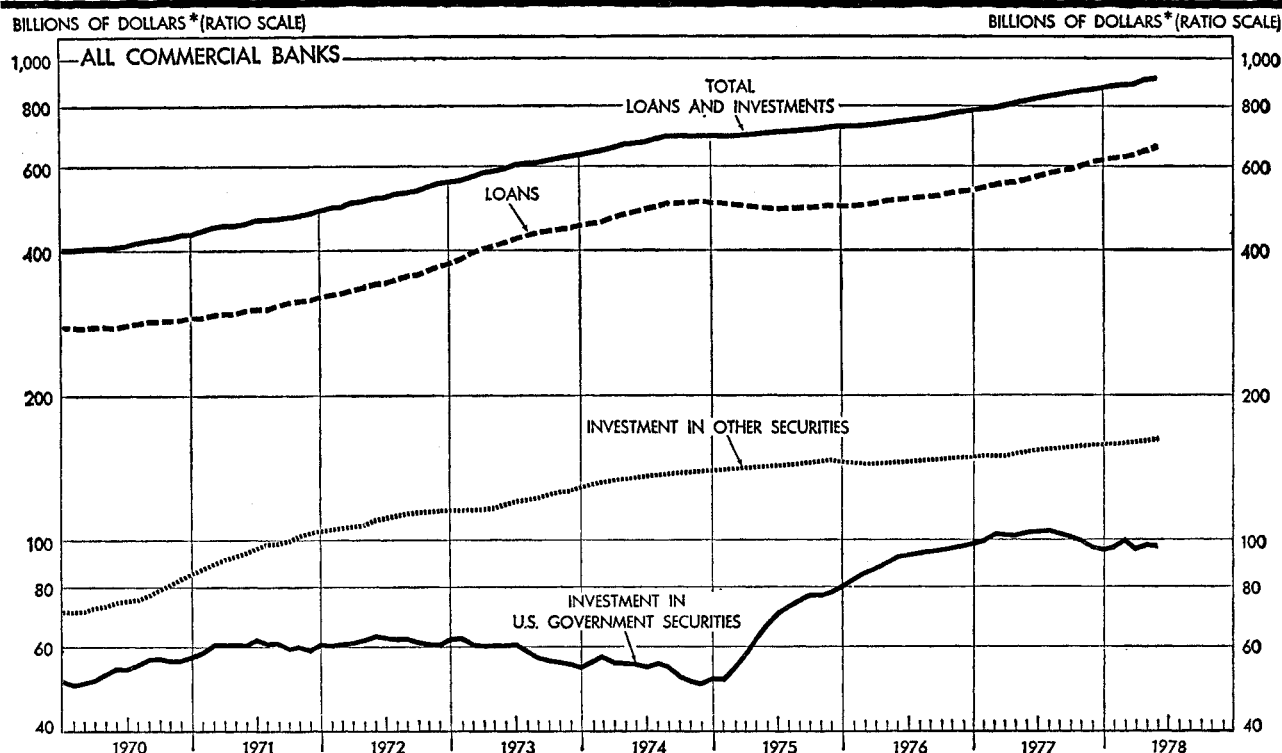
Period	Instalment credit extended			Instalment credit liquidated			Net change in amount outstanding		
	Total ¹	Auto-mobile	Bank credit cards	Total ¹	Auto-mobile	Bank credit cards	Total ¹	Auto-mobile	Bank credit cards
1970.....	112,296	30,094	6,768	107,444	30,440	5,615	4,852	-347	1,153
1971.....	123,826	35,820	8,377	113,784	31,614	7,679	10,043	4,207	699
1972.....	137,117	42,700	10,390	121,926	37,188	9,472	15,191	5,512	918
1973.....	157,863	48,399	13,863	138,156	42,642	12,433	19,707	5,758	1,430
1974.....	157,200	45,429	17,098	147,920	44,929	15,655	9,280	500	1,443
1975.....	164,169	51,413	20,428	156,665	48,406	19,208	7,504	3,007	1,220
1976.....	193,328	62,988	25,862	172,795	52,750	24,012	20,533	10,238	1,850
1977.....	225,645	72,888	31,761	194,555	59,652	28,851	31,090	13,235	2,911
1977: Apr.....	18,784	6,106	2,576	15,886	4,901	2,298	2,898	1,205	278
May.....	18,503	6,048	2,621	15,849	4,801	2,430	2,655	1,247	192
June.....	18,810	6,063	2,640	16,388	5,100	2,403	2,422	963	238
July.....	18,631	5,966	2,566	16,167	4,897	2,382	2,464	1,069	184
Aug.....	19,204	6,158	2,711	16,553	5,104	2,396	2,651	1,054	315
Sept.....	19,164	6,109	2,847	16,814	5,005	2,567	2,351	1,105	279
Oct.....	19,787	6,083	2,973	17,160	5,234	2,687	2,626	850	287
Nov.....	19,680	6,330	2,828	16,826	5,089	2,585	2,853	1,241	243
Dec.....	20,138	6,721	2,973	17,402	5,424	2,723	2,736	1,297	250
1978: Jan.....	19,586	6,263	2,948	17,162	5,078	2,788	2,424	1,185	160
Feb.....	20,179	6,400	3,143	17,518	5,296	2,858	2,661	1,104	285
Mar.....	21,595	6,822	3,231	17,527	5,300	2,783	4,068	1,522	448
Apr.....	22,117	7,248	3,255	18,398	5,520	2,944	3,719	1,728	311

¹ Includes some items not shown separately.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, AND RESERVES

Commercial and industrial loans continued to grow rapidly in May.



*SEASONALLY ADJUSTED, END OF MONTH
SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars, seasonally adjusted, except as noted]

Period	All commercial banks ¹					All member banks				
	Total loans and investments	Loans		Investments		Reserves ^{2 3}			Borrowings (millions of dollars, unadjusted) ²	
		Total excluding inter-bank	Commercial and industrial	U.S. Government securities	Other securities	Total	Non-borrowed	Required	Total	Seasonal
1970-----	435.5	292.0	110.0	57.8	85.7	29.11	28.78	28.86	321	-----
1971-----	485.7	320.9	116.2	60.6	104.2	31.17	31.04	30.98	107	-----
1972-----	558.0	378.9	130.4	62.6	116.5	31.34	30.29	31.06	1,049	-----
1973-----	633.4	449.0	156.6	54.5	129.9	34.91	33.61	34.61	1,298	41
1974-----	⁴ 691.1	500.2	183.5	51.1	139.8	36.57	35.84	36.31	703	32
1975-----	721.8	496.9	176.2	80.1	144.8	34.68	34.55	34.42	127	13
1976-----	785.1	538.9	⁵ 179.7	98.0	148.2	34.93	34.87	34.65	62	12
1977-----	870.6	617.0	⁶ 201.4	95.6	158.0	36.14	35.57	35.95	558	54
1977: May-----	823.1	566.6	188.3	103.2	153.3	34.80	34.60	34.60	200	31
June-----	829.7	573.0	190.4	103.4	153.3	34.82	34.56	34.67	262	55
July-----	838.5	580.0	192.4	104.1	154.4	35.27	34.95	35.00	336	60
Aug-----	845.8	587.9	194.4	102.4	155.5	35.50	34.44	35.30	1,071	101
Sept-----	850.8	593.9	196.0	100.7	156.2	35.52	34.89	35.31	634	112
Oct-----	860.0	602.7	198.7	99.4	157.9	35.81	34.50	35.60	1,319	114
Nov-----	866.2	611.6	200.2	96.3	158.3	35.96	35.10	35.71	840	83
Dec-----	870.6	617.0	⁶ 201.4	95.6	158.0	36.14	35.57	35.95	558	54
1978: Jan ^p -----	880.6	624.9	203.9	96.3	159.4	36.60	36.12	36.33	481	32
Feb ^p -----	886.6	628.2	206.1	99.0	159.4	36.93	36.53	36.69	405	52
Mar ^p -----	892.2	636.5	210.3	95.6	160.1	36.67	36.34	36.47	344	47
Apr ^p -----	906.0	646.3	213.3	97.6	162.1	36.95	36.40	36.81	539	43
May ^p -----	917.9	657.9	219.2	97.1	162.9	37.27	36.06	37.05	1,227	93

¹ Data are for end of period.

² Averages of daily figures. Annual data are for December.

³ Member bank reserves series reflects actual reserve requirement percentages with no adjustment to eliminate the effect of changes in Regulations D and M.

⁴ During 1974, total loans and investments were increased \$0.6 billion due to a bank merger and were reduced \$1.5 billion due to liquidation of a large bank.

⁵ Loan reclassifications reduced these loans by \$1.2 billion as of March 31, 1976.

⁶ Loan reclassifications reduced these loans by \$0.2 billion in December 1977.

Note.—Series revised for loans and investments beginning 1969.

Source: Board of Governors of the Federal Reserve System.

SOURCES AND USES OF FUNDS, NONFARM NONFINANCIAL CORPORATE BUSINESS

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Sources							Uses			Dis- crepan- cy (sources less uses)
	Total	Inter- nal ¹	External					Total	Pur- chase of physi- cal assets ⁴	In- crease in finan- cial assets	
			Total	Credit market funds			Other				
				Total	Long- term ²	Short- term ³					
1970-----	104.3	58.9	45.5	40.7	32.1	8.6	4.8	95.9	80.3	15.6	8.4
1971-----	127.1	68.6	58.5	44.5	40.6	3.9	14.1	114.6	86.0	28.6	12.5
1972-----	152.9	80.8	72.2	57.7	40.7	17.0	14.5	136.5	100.3	36.2	16.5
1973-----	180.7	83.8	96.9	72.7	37.0	35.7	24.2	162.6	123.3	39.3	18.1
1974-----	180.7	75.7	105.0	81.8	39.1	42.7	23.2	163.5	134.7	28.9	17.1
1975-----	148.4	107.8	40.6	36.6	49.3	-12.7	4.1	132.3	98.6	33.7	16.2
1976-----	213.5	125.8	87.7	58.3	48.6	9.7	29.4	197.2	140.3	56.9	16.3
1977-----	241.0	135.9	105.1	83.4	49.2	34.2	21.8	220.4	170.3	50.1	20.7
1976: I-----	219.8	125.4	94.4	52.1	50.1	2.1	42.3	203.2	134.3	68.9	16.6
II-----	220.4	125.0	95.5	60.2	46.8	13.4	35.3	202.5	143.1	59.4	17.9
III-----	204.3	130.5	73.8	51.7	51.0	.7	22.1	192.6	150.4	42.1	11.7
IV-----	209.5	122.3	87.2	69.4	46.6	22.8	17.8	190.5	133.4	57.1	19.0
1977: I-----	254.6	125.7	128.9	81.2	38.2	43.3	47.6	235.8	160.1	75.7	18.8
II-----	202.1	134.8	67.3	73.3	38.8	34.7	-5.9	188.9	167.6	21.3	13.2
III-----	250.8	145.1	105.7	75.5	55.1	20.4	30.1	223.8	181.4	42.4	26.9
IV-----	256.7	138.0	118.7	103.4	65.0	38.4	15.3	232.8	171.9	60.9	23.9
1978: I-----	243.2	126.9	116.3	94.2	33.1	61.1	22.1	225.9	179.6	46.3	17.4

¹ Undistributed profits (after inventory valuation and capital consumption adjustments), capital consumption allowances, and foreign branch profits.

² Stocks, bonds, and mortgages.

³ Bank loans, commercial paper, finance company loans, bankers' acceptances, and Government loans.

⁴ Plant and equipment, residential structures, inventory investment, and mineral rights.

Source: Board of Governors of the Federal Reserve System.

CURRENT ASSETS AND LIABILITIES OF NONFINANCIAL CORPORATIONS

[Billions of dollars]

End of period	Current assets							Current liabilities					Net working capital
	Total	Cash on hand and in banks ¹	U.S. Government securities ²	Receivables from U.S. Government ³	Notes and accounts receivable	Inventories	Other current assets ⁴	Total	Advances and prepayments, U.S. Government ³	Notes and accounts payable	Federal income tax liabilities	Other current liabilities ⁵	
1970-----	492.3	50.2	7.7	4.2	201.9	193.3	35.0	304.9	6.6	204.7	10.0	83.6	187.4
1971-----	529.6	53.3	11.0	3.5	217.6	200.4	43.8	326.0	4.9	215.6	13.1	92.4	203.6
1972-----	573.5	57.5	9.3	3.4	240.0	215.2	48.1	352.2	4.0	230.4	15.1	102.6	221.3
1973-----	643.3	61.6	11.0	3.5	266.1	246.7	54.4	401.0	4.3	261.6	18.1	117.0	242.3
1974-----	712.2	62.7	11.7	3.5	289.7	288.0	56.6	450.6	5.2	287.5	23.2	134.8	261.5
1975-----	731.6	68.1	19.4	3.6	294.6	285.8	60.0	457.5	6.4	281.6	20.7	148.8	274.1
1976-----	816.8	77.0	26.4	4.3	323.9	315.4	69.8	499.9	7.0	295.9	26.8	170.2	316.9
1976: I-----	753.5	68.4	21.7	3.6	307.3	288.8	63.6	465.9	6.4	280.5	23.9	155.0	287.6
II-----	775.4	70.8	23.3	3.7	318.1	295.6	63.9	475.9	6.8	287.0	22.0	160.1	299.4
III-----	791.8	71.1	23.9	4.3	324.2	302.1	66.3	484.1	7.0	284.7	24.9	167.5	307.7
IV-----	816.8	77.0	26.4	4.3	323.9	315.4	69.8	499.9	7.0	295.9	26.8	170.2	316.9
1977: I-----	845.3	75.0	27.3	4.6	342.0	322.1	74.3	516.6	6.8	302.2	28.6	179.0	328.7
II-----	874.7	77.9	24.1	4.8	356.6	332.5	78.8	532.0	5.7	313.2	24.5	188.6	342.7
III-----	909.8	79.1	24.1	5.3	373.8	343.1	84.5	556.3	6.2	323.6	26.9	199.7	353.5

¹ Includes time certificates of deposit.

² Includes Federal agency issues.

³ Receivables from and payables to the U.S. Government do not include amounts offset against each other on corporations' books or amounts arising from subcontracting which are not directly due from or to the U.S. Government. Wherever possible, adjustments have been made to include U.S. Government advances offset against inventories on corporations' books.

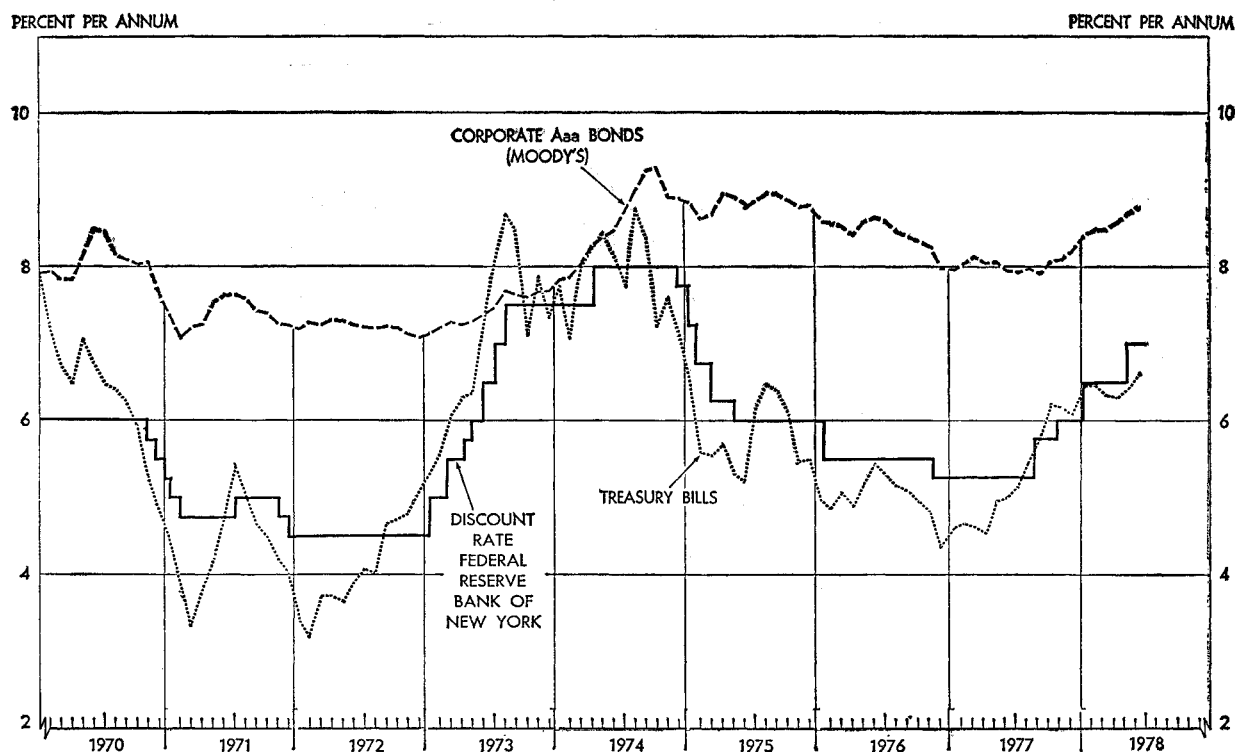
⁴ Includes marketable investments (other than Government securities and time certificates of deposit) as well as sundry current assets.

⁵ Includes commercial paper outstanding, the portion of long-term debt due in less than 1 year, and miscellaneous current liabilities not elsewhere classified.

Source: Securities and Exchange Commission.

INTEREST RATES AND BOND YIELDS

Interest rates continued to move up in June and the banks' prime rate was raised again.



SOURCE: SEE TABLE BELOW

COUNCIL OF ECONOMIC ADVISERS

[Percent per annum]									
Period	U.S. Treasury security yields			High-grade municipal bonds (Standard & Poor's) ³	Corporate Aaa bonds (Moody's)	Prime com- mercial paper, 4-6 months	Discount rate (N. Y. F.R. Bank) ⁴	Prime rate charged by banks ⁴	New- home mortgage yields (FHLBB) ⁵
	3-month bills ¹	Constant maturities ²							
		3-year	10-year						
1972-----	4.071	5.72	6.21	5.27	7.21	4.69	4.50	5.25	7.60
1973-----	7.041	6.95	6.84	5.18	7.44	8.15	6.45	8.03	7.95
1974-----	7.886	7.82	7.56	6.09	8.57	9.87	7.83	10.81	8.92
1975-----	5.838	7.49	7.99	6.89	8.83	6.33	6.25	7.86	9.01
1976-----	4.989	6.77	7.61	6.49	8.43	5.35	5.50	6.84	8.99
1977-----	5.265	6.69	7.42	5.56	8.02	5.60	5.46	6.83	9.01
1977: June-----	5.004	6.39	7.28	5.53	7.95	5.49	5¼-5¼	6¾-6¾	8.98
July-----	5.146	6.51	7.33	5.50	7.94	5.41	5¼-5¼	6¾-6¾	9.00
Aug-----	5.500	6.79	7.40	5.46	7.98	5.84	5¼-5¼	6¾-7	9.02
Sept-----	5.770	6.84	7.34	5.37	7.92	6.17	5¼-5¼	7-7¼	9.04
Oct-----	6.188	7.19	7.52	5.53	8.04	6.55	5¼-6	7¼-7¾	9.07
Nov-----	6.160	7.22	7.58	5.38	8.08	6.59	6-6	7¾-7¾	9.07
Dec-----	6.063	7.30	7.69	5.48	8.19	6.64	6-6	7¾-7¾	9.09
1978: Jan-----	6.448	7.61	7.96	5.60	8.41	6.79	6-6½	7¾-8	9.15
Feb-----	6.457	7.67	8.03	5.51	8.47	6.80	6½-6½	8-8	9.18
Mar-----	6.319	7.70	8.04	5.49	8.47	6.80	6½-6½	8-8	9.26
Apr-----	6.306	7.85	8.15	5.71	8.56	6.86	6½-6½	8-8	9.30
May-----	6.430	8.07	8.35	5.97	8.69	7.11	6½-7	8-8½	9.37
June ² -----	6.707	8.29	8.46	6.13	8.76	7.62	7-	8½-	-----
Week ended:									
1978: June 2---	6.658	8.19	8.41	6.08	8.79	7.31	7-7	8½-8½	-----
9---	6.626	8.16	8.38	6.05	8.74	7.45	7-7	8½-8¾	-----
16---	6.618	8.19	8.41	6.04	8.72	7.66	7-7	8¾-8¾	-----
23---	6.666	8.40	8.49	6.16	8.77	7.74	7-7	8¾-8¾	-----
30 ² ---	6.967	8.50	8.58	6.25	8.82	7.80	7-	8¾-	-----

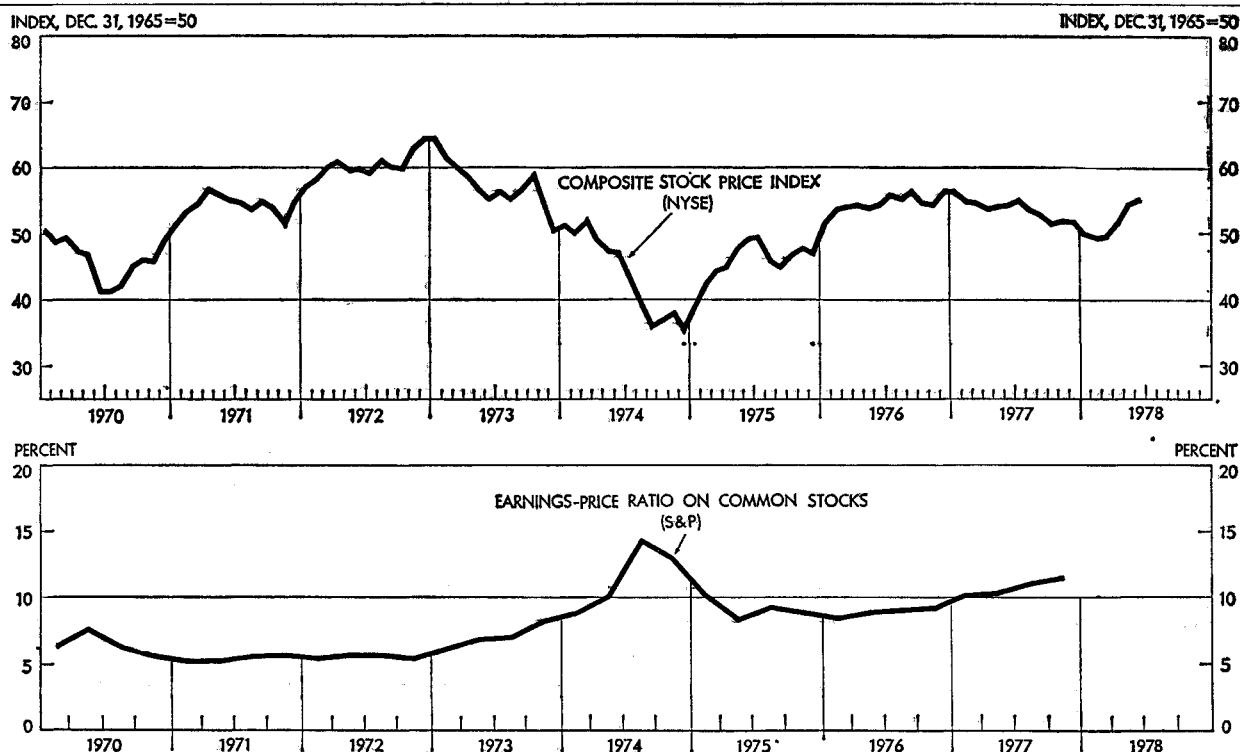
¹ Rate on new issues within period.
² Yields on the more actively traded issues adjusted to constant maturities by the Treasury Department.
³ Weekly data are Wednesday figures.
⁴ Average effective rate for year; opening and closing rate for month and week.

⁵ Effective rate (in the primary market) on conventional mortgages, reflecting fees and charges as well as contract rate and assumed, on the average, repayment at end of 10 years. Rates beginning January 1973 not strictly comparable with prior rates.

Sources: Department of the Treasury, Board of Governors of the Federal Reserve System, Federal Home Loan Bank Board, Moody's Investors Service, and Standard & Poor's Corporation.

COMMON STOCK PRICES AND YIELDS

Stock prices declined late in June from an early June peak.



SOURCES: NEW YORK STOCK EXCHANGE AND STANDARD & POOR'S CORPORATION

COUNCIL OF ECONOMIC ADVISERS

Period	Common stock prices ¹						Common stock yields (percent) ⁵		
	New York Stock Exchange indexes (Dec. 31, 1965=50) ²					Dow-Jones industrial average ³	Standard & Poor's composite index (1941-43=10) ⁴	Dividend-price ratio	Earnings-price ratio
	Composite	Industrial	Transportation	Utility	Finance				
1972-----	60.29	65.73	50.17	38.48	78.35	950.71	109.20	2.84	5.50
1973-----	57.42	63.08	37.74	37.69	70.12	923.88	107.43	3.06	7.12
1974-----	43.84	48.08	31.89	29.79	49.67	759.37	82.85	4.47	11.59
1975-----	45.73	50.52	31.10	31.50	47.14	802.49	86.16	4.31	9.15
1976-----	54.46	60.44	39.57	36.97	52.94	974.92	102.01	3.77	8.90
1977-----	53.69	57.86	41.09	40.92	55.25	894.63	98.20	4.62	10.79
1977: June-----	54.30	58.44	43.29	41.59	55.29	916.56	99.29	4.60	10.37
July-----	54.94	58.90	43.52	42.44	57.29	908.20	100.18	4.59	-----
Aug-----	53.51	57.30	41.04	41.50	56.52	872.26	97.75	4.72	-----
Sept-----	52.66	56.41	39.99	40.93	55.33	853.30	96.23	4.82	11.09
Oct-----	51.37	54.99	38.33	40.38	53.24	823.96	93.74	4.97	-----
Nov-----	51.87	55.62	39.30	40.33	54.04	828.51	94.28	5.02	-----
Dec-----	51.83	53.55	39.75	40.36	53.85	818.80	93.82	5.11	11.45
1978: Jan-----	49.89	53.45	39.15	39.06	50.91	781.09	90.25	5.32	-----
Feb-----	49.41	52.80	38.90	39.02	50.60	763.57	88.98	5.49	-----
Mar-----	49.50	52.77	38.95	39.26	51.44	756.37	88.82	5.62	-----
Apr-----	51.75	55.48	41.19	39.69	55.04	794.66	92.71	5.42	-----
May-----	54.49	59.14	44.21	39.47	57.95	838.56	97.41	5.20	-----
June p-----	54.89	59.70	44.24	39.42	58.39	841.27	97.76	5.19	-----
Week ended:									
1978: June 2-----	54.61	59.35	44.11	39.45	57.71	840.76	97.40	5.22	-----
9-----	56.11	61.17	45.55	39.84	59.61	862.72	100.11	5.07	-----
16-----	55.56	60.49	44.86	39.59	59.47	849.90	98.87	5.10	-----
23-----	54.17	58.86	43.41	39.10	57.65	828.86	96.42	5.28	-----
30 p-----	53.46	57.96	42.84	39.01	56.64	817.79	95.14	5.32	-----

¹ Averages of daily closing prices.

² Includes all the stocks (more than 1,500) listed on the NYSE.

³ Includes 30 stocks.

⁴ Includes 500 stocks.

⁵ Standard & Poor's series. Dividend-price ratios based on Wednesday closing prices. Earnings-price ratios based on prices at end of quarter.

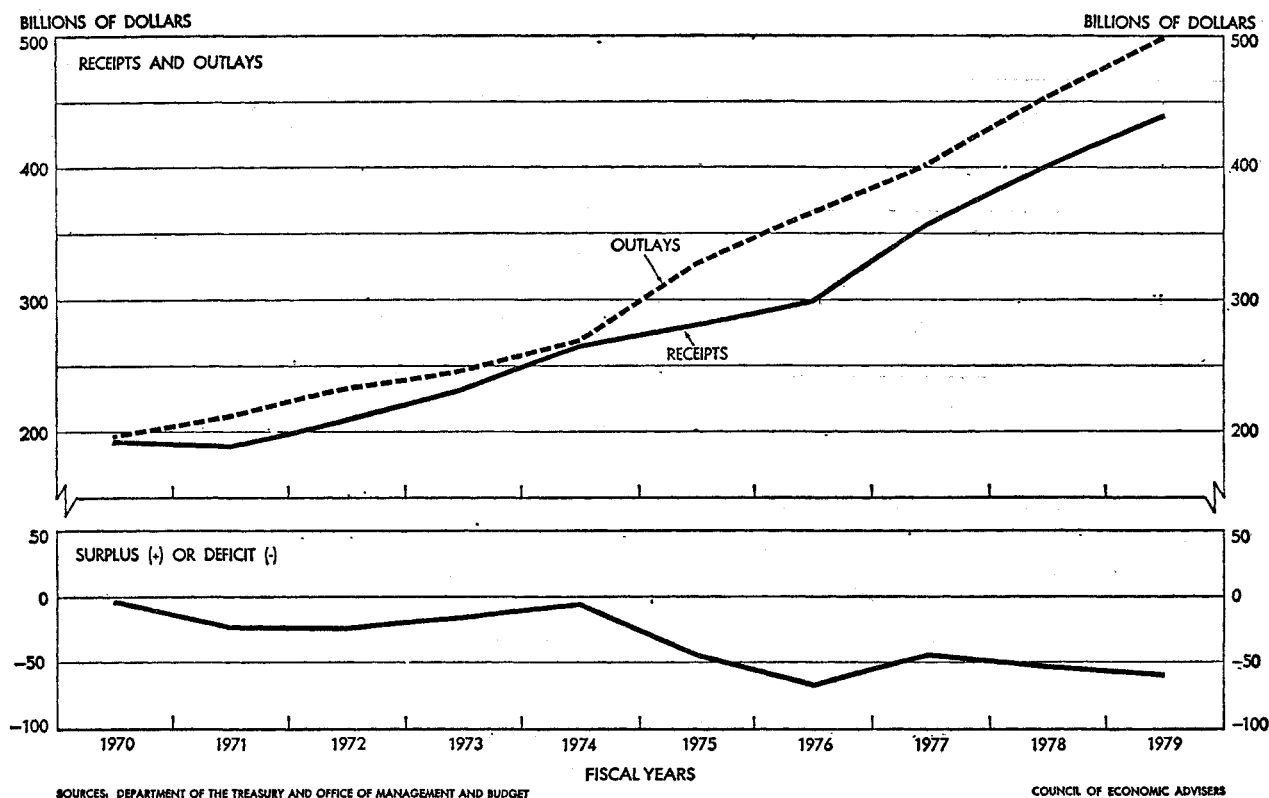
NOTE.—All data relate to stocks listed on the New York Stock Exchange (NYSE).

Sources: New York Stock Exchange, Dow-Jones & Company, Inc., and Standard & Poor's Corporation.

FEDERAL FINANCE

FEDERAL BUDGET RECEIPTS AND OUTLAYS AND DEBT

In the first 8 months of fiscal 1978 the budget deficit was \$49.7 billion. A year earlier the deficit was \$43.0 billion.



[Billions of dollars]

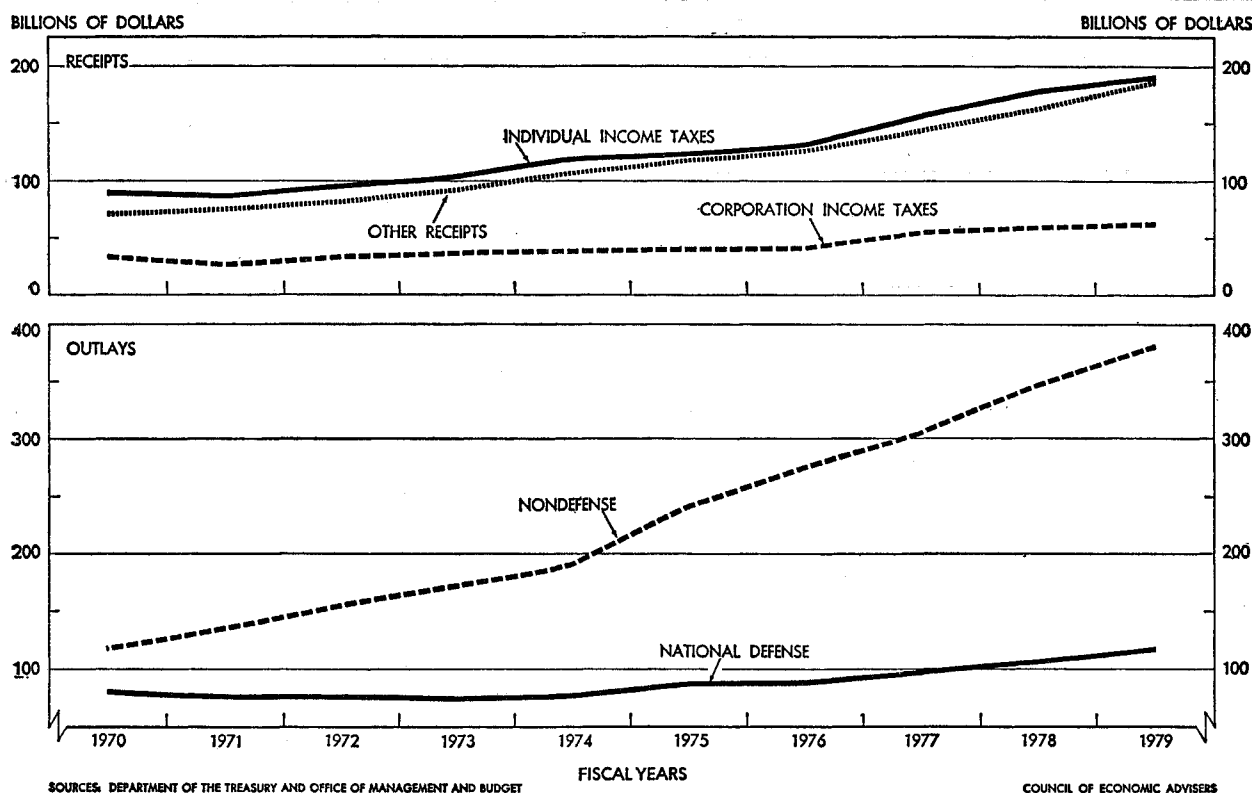
Period	Receipts	Outlays	Surplus or deficit (-)	Federal debt (end of period)	
				Total ¹	Held by the public
Fiscal year or period:					
1969	187.8	184.5	3.2	367.1	279.5
1970	193.7	196.6	-2.8	382.6	284.9
1971	188.4	211.4	-23.0	409.5	304.3
1972	208.6	232.0	-23.4	437.3	323.8
1973	232.2	247.1	-14.8	468.4	343.0
1974	264.9	269.6	-4.7	486.2	346.1
1975	281.0	326.1	-45.1	544.1	396.9
1976	299.2	365.6	-66.4	631.9	480.3
Transition quarter	81.7	94.7	-13.0	646.4	498.3
1977	356.9	401.9	-45.0	709.1	551.8
1978 (estimates) ²	400.5	453.5	-53.0	785.6	617.8
1979 (estimates):					
Current Budget Estimates, March 1978 ²	439.8	499.4	-59.6	873.7	690.8
First Concurrent Resolution, May 1978 ³	447.9	498.8	-50.9		
Cumulative total first 8 months:					
Fiscal year 1977	222.5	265.6	-43.0	683.0	531.7
Fiscal year 1978	246.7	296.4	-49.7	751.4	590.5

¹ Excludes non-interest-bearing public debt securities held by IMF.
² Estimates from *Current Budget Estimates, March 1978*, Office of Management and Budget.
³ First Concurrent Resolution on the Budget—Fiscal Year 1979, May 17, 1978.

NOTE.—See Note, p. 33.
 Sources: Department of the Treasury and Office of Management and Budget, except as noted.

FEDERAL BUDGET RECEIPTS BY SOURCE AND OUTLAYS BY FUNCTION

In the first 8 months of fiscal 1978 budget receipts were \$24.2 billion higher than a year earlier and expenditures were \$30.8 billion higher.



[Billions of dollars]											
Period	Receipts				Outlays						
	Total	Individual income taxes	Corporation income taxes	Other	Total	National defense		International affairs	Health and income security	Interest	Other
						Total	Department of Defense, military				
Fiscal year or period:											
1969.....	187.8	87.2	36.7	63.9	184.5	79.4	77.9	4.6	49.0	15.8	35.7
1970.....	193.7	90.4	32.8	70.5	196.6	78.6	77.2	4.3	56.1	18.3	39.3
1971.....	188.4	86.2	26.8	75.4	211.4	75.8	74.5	4.1	70.1	19.6	41.8
1972.....	208.6	94.7	32.2	81.7	232.0	76.6	75.2	4.7	81.4	20.6	48.8
1973.....	232.2	103.2	36.2	92.8	247.1	74.5	73.3	4.0	91.8	22.8	53.9
1974.....	264.9	119.0	38.6	107.4	269.6	77.8	77.6	5.6	106.5	28.1	51.7
1975.....	281.0	122.4	40.6	118.0	326.1	85.6	85.0	6.9	136.3	31.0	66.5
1976.....	299.2	130.8	41.4	127.0	365.6	89.4	88.0	5.6	160.0	34.6	76.0
Transition quarter.....	81.7	38.7	8.5	34.5	94.7	22.3	21.9	2.2	41.4	7.2	21.5
1977.....	356.9	156.7	54.9	145.2	401.9	97.5	95.7	4.8	175.8	38.1	85.7
1978 (estimates) ¹	400.5	178.8	58.9	162.7	453.5	106.1	103.8	5.8	190.3	42.9	108.4
1979 (estimates) ¹	439.8	190.1	62.5	187.2	499.4	117.8	115.2	7.2	209.6	49.0	115.8
Cumulative total first 8 months:											
Fiscal year 1977.....	222.5	96.3	29.8	96.4	265.6	64.6	63.1	1.6	117.0	24.1	58.2
Fiscal year 1978.....	246.7	109.6	32.6	104.5	296.4	69.3	67.6	2.9	125.2	27.6	71.4

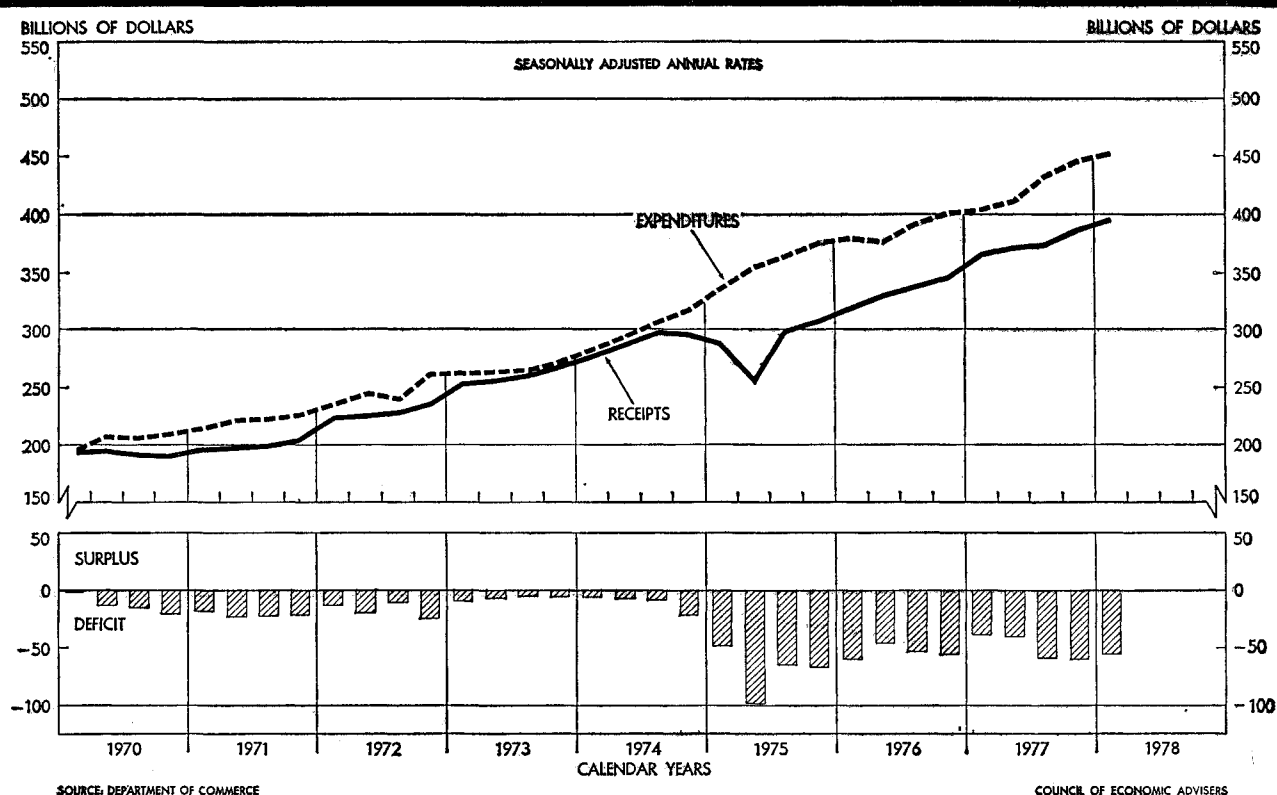
¹ Estimates from *Current Budget Estimates, March 1978*, Office of Management and Budget.

Source: Department of the Treasury and Office of Management and Budget.

NOTE.—Earned income credit payments in excess of an individual's tax liability are classified as income tax refunds beginning 1976 and as outlays prior to 1976.

FEDERAL SECTOR, NATIONAL INCOME ACCOUNTS BASIS

According to revised estimates for the first quarter, Federal receipts rose \$9.0 billion (annual rate) and expenditures rose \$4.8 billion, yielding a deficit of \$55.8 billion, \$4.2 billion less than in the fourth quarter of 1977.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Federal Government receipts					Federal Government expenditures							Surplus or deficit (-), national income and product accounts
	Total	Personal tax and nontax receipts	Corporate profits tax accruals	Indirect business tax and nontax accruals	Contributions for social insurance	Total	Purchases of goods and services	Transfer payments	Grants-in-aid to State and local governments	Net interest paid	Subsidies less current surplus of Government enterprises	Less: Wage accruals less disbursements	
Fiscal year:													
1974-----	271.8	122.6	43.7	21.4	84.2	278.8	104.6	104.7	41.6	19.8	8.0	-0.2	-7.0
1975-----	283.6	127.3	42.1	22.1	92.1	328.7	117.9	134.2	48.4	21.9	5.7	-0.4	-45.0
1976-----	314.1	137.2	52.2	24.2	100.5	372.3	126.5	156.8	57.5	25.4	6.1	0.0	-58.2
1977-----	364.0	165.5	57.4	24.6	116.5	411.8	140.7	169.7	66.0	29.3	6.1	0.0	-47.8
Calendar year:													
1974-----	288.6	131.1	45.9	21.7	89.9	299.3	111.1	117.6	43.9	20.9	5.3	-0.5	-10.7
1975-----	286.9	125.6	43.1	24.0	94.2	357.1	123.3	149.1	54.6	23.3	6.7	0.0	-70.2
1976-----	332.3	147.3	55.9	23.4	105.7	386.3	130.1	162.0	61.0	27.2	5.9	0.0	-54.0
1977-----	373.9	170.7	59.4	24.8	118.9	423.4	145.4	173.1	67.5	29.6	7.8	0.0	-49.5
1976: III--	337.1	150.3	56.9	23.7	106.2	390.6	130.2	163.9	63.1	27.3	6.1	0.0	-53.5
IV--	344.5	157.1	55.1	23.8	108.4	400.4	134.2	166.3	65.5	28.5	6.0	0.0	-55.9
1977: I---	364.9	170.0	55.4	24.2	115.4	403.7	136.3	170.7	62.0	28.6	6.1	0.0	-38.8
II---	371.2	168.6	59.9	24.6	118.1	411.5	143.6	169.3	63.6	29.1	5.9	0.0	-40.3
III---	373.2	168.6	59.5	25.4	119.7	432.1	148.1	174.8	72.7	29.4	7.2	0.0	-58.9
IV---	386.3	175.6	63.0	25.2	122.5	446.3	153.8	177.4	71.7	31.5	11.9	0.0	-60.0
1978: I----	395.3	176.0	59.8	26.0	133.5	451.1	152.7	179.9	74.7	33.7	10.2	0.0	-55.8

Sources: Department of Commerce (Bureau of Economic Analysis), Department of the Treasury, and Office of Management and Budget.

INTERNATIONAL STATISTICS

INDUSTRIAL PRODUCTION AND CONSUMER PRICES—MAJOR INDUSTRIAL COUNTRIES

[1967=100]

Period	Industrial production (seasonally adjusted)							Consumer prices (unadjusted)						
	United States	Canada	Japan	France	Germany	Italy	United Kingdom	United States ¹	Canada	Japan	France	Germany	Italy	United Kingdom
1971-----	109.6	121.5	155.8	128	133.6	117.5	110.6	121.3	115.6	126.5	123.5	112.7	114.4	128.5
1972-----	119.7	130.0	167.2	135	138.7	122.7	113.2	125.3	121.2	132.3	131.1	119.0	121.0	137.6
1973-----	129.8	141.7	190.5	145	147.7	134.6	122.5	133.1	130.3	147.9	140.7	127.2	134.1	150.3
1974-----	129.3	145.8	183.1	148	145.1	140.6	120.3	147.7	144.5	184.0	160.0	136.1	159.7	174.4
1975-----	117.8	139.0	163.9	139	137.1	127.6	114.3	161.2	160.1	205.8	178.9	144.2	186.8	216.5
1976-----	129.8	145.4	182.0	149	149.1	143.5	115.6	170.5	172.1	224.9	196.1	150.7	218.1	252.4
1977-----	137.0	151.4	189.5	152	152.7	144.8	117.2	181.5	185.9	243.0	213.9	156.6	257.6	292.4
1977: Sept....	138.5	151.2	190.0	154	153	145.4	117.3	184.0	188.9	247.3	218.6	157.1	263.9	298.3
Oct.....	138.9	151.5	187.7	149	152	138.5	116.2	184.5	190.8	248.6	220.3	157.3	266.7	299.6
Nov.....	139.3	152.5	191.5	155	153	140.8	116.1	185.4	192.0	245.7	221.1	157.5	270.7	301.0
Dec.....	139.7	153.1	193.3	150	156	136.7	117.2	186.1	193.3	245.1	221.7	157.9	272.0	302.6
1978: Jan....	138.8	151.3	194.9	154	157	143.4	118.9	187.2	194.0	246.1	222.9	158.9	274.6	304.4
Feb.....	139.2	153.9	195.4	152	152	148.0	118.6	188.4	195.3	247.1	224.4	159.7	277.4	306.2
Mar.....	140.9	153.7	199.5	157	149	146.6	118.4	189.8	197.5	249.4	226.4	160.3	280.3	308.1
Apr.....	142.9	153.3	199.7	160	155	142.5	120.3	191.5	197.9	252.1	228.9	160.7	283.3	312.6
May.....	143.7	-----	-----	-----	-----	-----	-----	-----	200.7	-----	-----	161.1	286.4	314.4

¹ Beginning January 1978 data relate to all urban consumers.

Source: National sources as reported by Department of Commerce, Bureau of International Economic Policy and Research, Office of International Economic Research, in *International Economic Indicators*.

U.S. MERCHANDISE EXPORTS AND IMPORTS

[Millions of dollars; monthly data seasonally adjusted]

Period	Merchandise exports					Merchandise imports					Merchandise trade balance		
	Total domestic and foreign exports	Domestic exports				General imports ¹				Total (c.i.f. value) ⁴	Exports (f.a.s.) less imports (c.u.s. value)	Exports (f.a.s.) less imports (f.a.s.)	Exports (f.a.s.) less imports (c.i.f.)
		Total ^{1,2}	Food, beverages, and tobacco	Crude materials and fuels	Manufactured goods	Total ²	Food, beverages, and tobacco	Crude materials and fuels	Manufactured goods				
Monthly average:		F.a.s. value ³				Customs value							
1973-----	5,902	5,811	1,078	895	3,728	5,790	770	1,120	3,750	6,131	112	-----	-229
1974-----	8,159	8,045	1,269	1,317	5,294	8,416	892	2,653	4,684	9,000	-257	-195	-841
		F.a.s. value ³				Customs value							
1974-----	8,159	8,045	1,269	1,317	5,294	8,354	892	2,672	4,602	9,000	-257	-195	-841
1975-----	8,966	8,842	1,399	1,266	5,913	8,048	827	2,718	4,257	8,654	853	918	312
1976-----	9,596	9,456	1,436	1,341	6,437	10,084	991	3,457	5,398	10,825	-581	-488	-1,229
1977-----	10,098	9,915	1,332	1,548	6,681	12,306	1,186	4,463	6,379	13,129	-2,294	-2,208	-3,031
1977: May....	10,522	-----	1,459	1,753	6,708	11,170	1,261	3,839	6,112	11,925	-756	-648	-1,403
June.....	10,092	-----	1,376	1,612	6,620	13,334	1,181	5,172	6,655	14,233	-3,355	-3,243	-4,141
July.....	10,385	-----	1,420	1,653	6,640	12,483	1,107	4,595	6,446	13,339	-2,132	-2,098	-2,954
Aug.....	9,674	-----	1,346	1,296	6,469	12,101	1,088	4,352	6,393	12,897	-2,475	-2,427	-3,223
Sept.....	11,037	-----	1,466	1,531	7,516	12,939	1,115	4,571	6,844	13,810	-1,967	-1,903	-2,774
Oct.....	9,375	-----	1,023	1,466	6,294	12,583	998	4,680	6,767	13,428	-3,293	-3,209	-4,053
Nov.....	9,475	-----	1,135	1,500	6,380	12,398	962	4,771	6,140	13,194	-3,005	-2,923	-3,719
Dec.....	11,007	-----	1,472	1,493	7,471	13,474	1,442	3,900	7,556	14,369	-2,973	-2,467	-3,362
1978: Jan....	10,014	-----	1,281	1,402	6,739	12,381	1,276	3,912	7,264	13,157	-2,455	-2,367	-3,143
Feb.....	9,922	-----	1,531	1,282	6,674	14,440	1,363	4,362	8,464	15,381	-4,649	-4,518	-5,459
Mar.....	10,912	-----	1,604	1,483	7,145	13,699	1,370	3,928	8,043	14,570	-2,915	-2,787	-3,658
Apr.....	11,635	-----	1,693	1,699	7,562	14,496	1,370	4,139	8,636	15,436	-2,983	-2,861	-3,801
May.....	11,754	-----	1,897	1,781	7,548	13,992	1,313	4,461	8,247	14,894	-2,358	-2,238	-3,141

¹ Total excludes Department of Defense shipments of grant-aid military supplies and equipment under the Military Assistance Program.

² Total includes commodities and transactions not classified according to kind.

³ Total arrivals of imported goods other than intransit shipments.

⁴ C.I.F. (cost, insurance, and freight) import value at first port of entry in the United States. Data for 1973 are estimates.

⁵ F.a.s. (free alongside ship) value basis: at U.S. port of exportation for exports and at foreign port of exportation for imports.

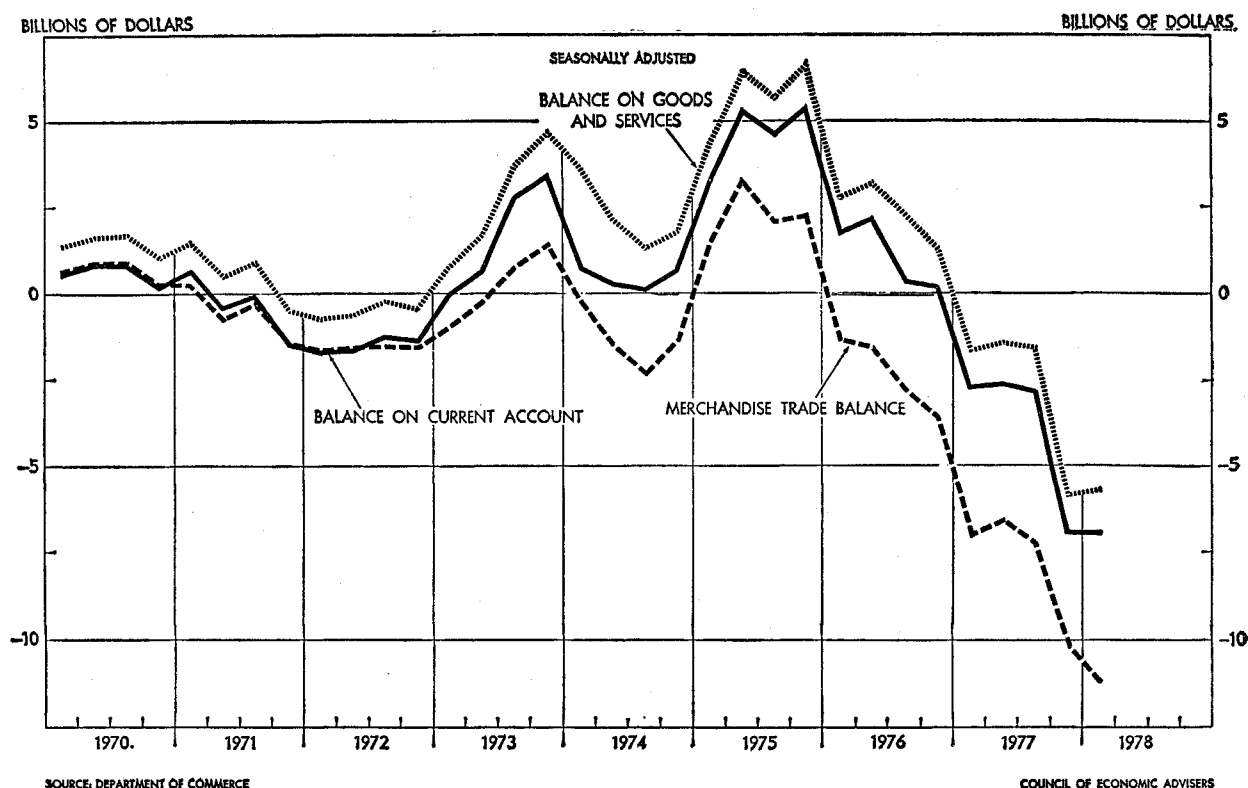
Note: Data beginning 1975 not strictly comparable with earlier data.

Seasonally adjusted data revised beginning 1977 for imports detail.

Source: Department of Commerce, Bureau of the Census.

U.S. INTERNATIONAL TRANSACTIONS

The current account definition has been changed to include reinvested earnings on foreign investment and historical data have been revised accordingly. Using the new definition, the U.S. current account deficit in the first quarter was \$7 billion, about the same as in the fourth quarter of last year.



[Millions of dollars; quarterly data seasonally adjusted]

Period	Merchandise ^{1 2}			Investment income ³			Net military transactions	Net travel and transportation receipts	Other services, net ³	Balance on goods and services ¹	Remittances, pensions, and other unilateral transfers ¹	Balance on current account
	Exports	Imports	Net balance	Receipts	Payments	Net						
1971-----	43,319	-45,579	-2,260	12,688	-5,436	7,252	-2,893	-2,315	2,509	2,294	-3,701	-1,407
1972-----	49,381	-55,797	-6,416	14,694	-6,544	8,150	-3,621	-3,028	2,789	-2,125	-3,854	-5,979
1973-----	71,410	-70,499	911	21,697	-9,655	12,042	-2,287	-3,086	3,185	10,766	-3,881	6,885
1974-----	98,306	-103,649	-5,343	27,541	-12,084	15,457	-2,080	-3,105	3,975	8,905	-7,186	1,719
1975-----	107,088	-98,041	9,047	25,359	-12,564	12,795	-876	-2,522	4,617	23,060	-4,615	18,445
1976-----	114,694	-124,047	-9,353	29,244	-13,311	15,933	312	-2,245	4,714	9,361	-5,022	4,339
1977-----	120,585	-151,644	-31,059	32,100	-14,593	17,507	1,334	-3,044	4,749	-10,514	-4,708	-15,221
1976: III--	29,602	-32,418	-2,816	7,428	-3,293	4,135	237	-515	1,186	2,227	-1,908	319
IV--	29,711	-33,314	-3,603	7,420	-3,281	4,139	169	-704	1,222	1,223	-1,047	176
1977: I---	29,477	-36,495	-7,018	7,796	-3,197	4,599	568	-907	1,136	-1,623	-1,126	-2,749
II---	30,638	-37,259	-6,621	8,088	-3,601	4,487	295	-759	1,171	-1,427	-1,243	-2,670
III---	31,013	-38,263	-7,250	8,220	-3,610	4,610	467	-677	1,260	-1,591	-1,277	-2,868
IV---	29,457	-39,627	-10,170	7,997	-4,185	3,812	5	-701	1,183	-5,870	-1,064	-6,934
1978: I--	30,664	-41,865	-11,201	9,432	-4,665	4,767	307	-824	1,252	-5,700	-1,254	-6,954

¹ Excludes military grants.

² Adjusted from Census data for differences in timing and coverage.

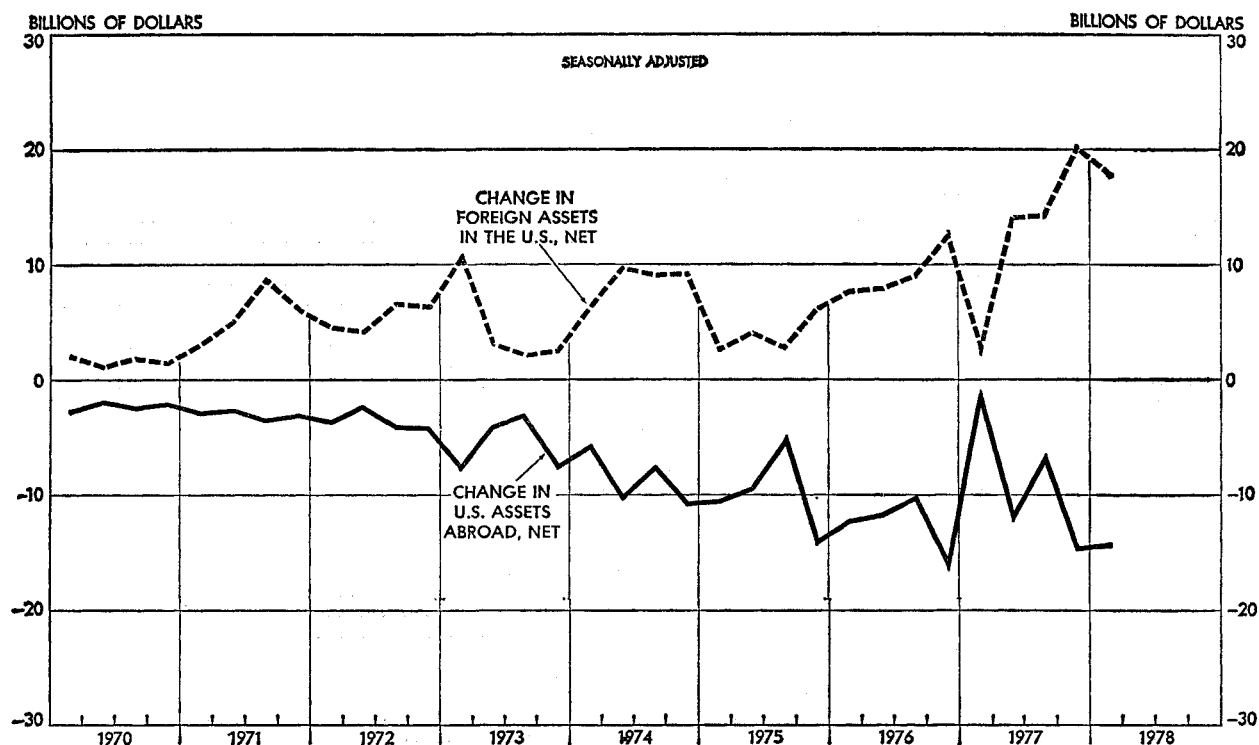
³ Fees and royalties from U.S. direct investments abroad or from foreign direct investments in the United States are excluded from investment income and included in other services, net.

NOTE.—Series revised beginning 1960 to include reinvested earnings on foreign investment.

Source: Department of Commerce, Bureau of Economic Analysis.

U.S. INTERNATIONAL TRANSACTIONS—Continued

Foreign official assets in the U.S. rose by \$15.7 billion in the first quarter of 1978 largely reflecting exchange market intervention by foreign central banks to slow appreciation of their currencies against the dollar.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars; quarterly data seasonally adjusted, except as noted]

Period	U.S. assets abroad, net [increase/capital outflow (-)]				Foreign assets in the U.S., net [increase/capital inflow (+)] ²				Alloca- tions of special drawing rights (SDR)	Statistical discrepancy		U.S. official reserve assets, net ¹ (unad- justed, end of period)
	Total	U.S. official reserve assets ^{1 2}	Other U.S. Govern- ment assets	U.S. private assets ²	Total	Foreign official assets		Other foreign assets		Total (sum of the items with sign reversed)	Of which: Seasonal adjust- ment discrepancy	
						Total	Assets of foreign official reserve agencies					
1971.....	-12,475	2,348	-1,884	-12,939	22,987	26,895	27,405	-3,907	717	-9,822	-----	12,167
1972.....	-14,461	32	-1,568	-12,925	21,696	10,705	10,322	10,991	710	-1,966	-----	13,151
1973.....	-22,823	209	-2,644	-20,388	18,663	6,299	5,145	12,364	-----	-2,725	-----	14,378
1974.....	-34,712	-1,434	366	-33,643	34,677	10,981	10,257	23,696	-----	-1,684	-----	15,883
1975.....	-39,444	-607	-3,470	-35,368	15,550	6,907	5,259	8,643	-----	5,449	-----	16,226
1976.....	-50,608	-2,530	-4,213	-43,865	36,969	18,073	13,080	18,897	-----	9,300	-----	18,747
1977.....	-34,650	-231	-3,679	-30,740	50,869	37,124	35,480	13,746	-----	-998	-----	19,312
1976: III.....	-10,269	-407	-1,340	-8,522	8,932	3,070	1,320	5,862	-----	1,018	-2,636	18,945
1976: IV.....	-16,235	228	-1,180	-15,283	12,534	7,166	6,086	5,367	-----	3,525	1,734	18,747
1977: I.....	-1,334	-388	-949	3	2,490	5,451	4,946	-2,962	-----	1,593	130	19,120
1977: II.....	-12,003	6	-795	-11,214	14,064	7,884	7,467	6,180	-----	609	-177	19,156
1977: III.....	-6,615	151	-1,098	-5,668	14,251	8,246	7,914	6,005	-----	-4,769	-2,230	18,988
1977: IV.....	-14,700	-----	-838	-13,862	20,065	15,543	15,153	4,522	-----	1,569	2,276	19,312
1978: I.....	-14,286	246	-900	-13,632	17,816	15,691	14,906	2,125	-----	3,423	176	19,192

¹ Consists of gold, special drawing rights (SDR), convertible currencies, and U.S. reserve position in the IMF.

² Quarterly data are not seasonally adjusted.

Note.—See Note, p. 36.

Sources: Department of Commerce (Bureau of Economic Analysis) and Department of the Treasury.

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