

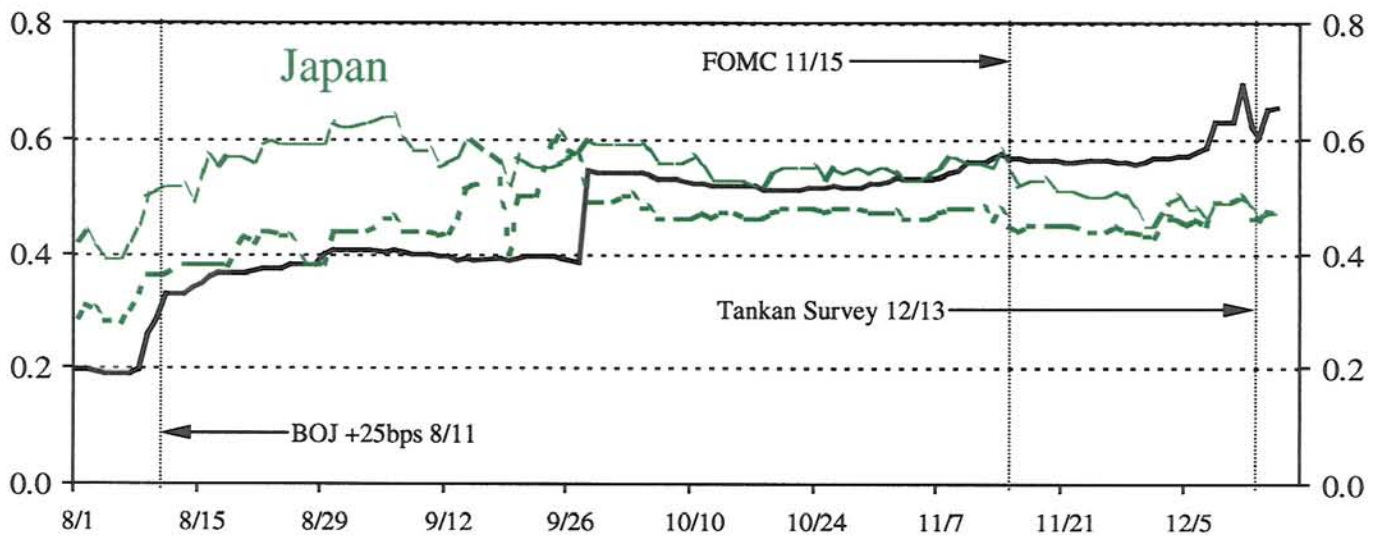
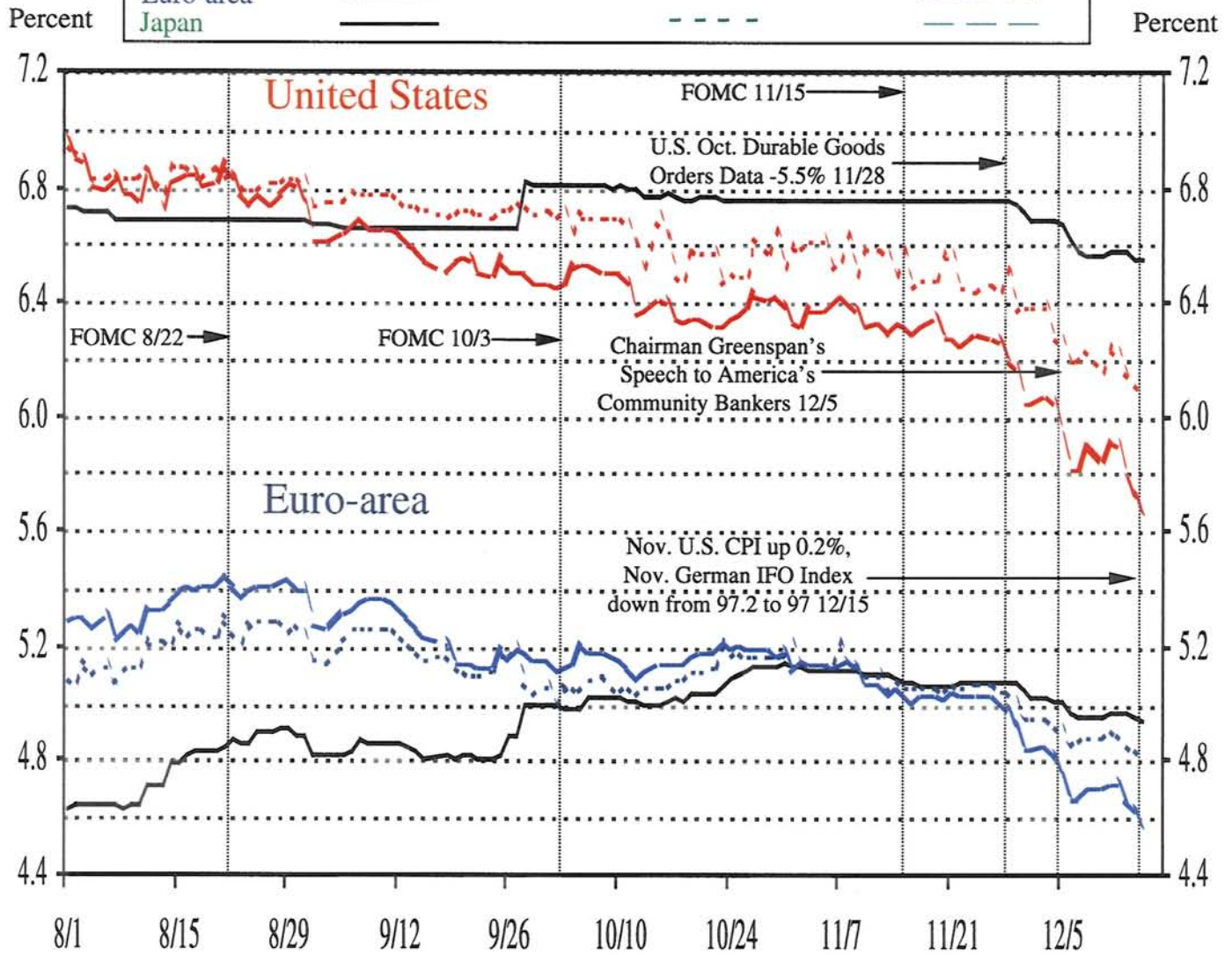
APPENDIX 1

Charts used by Mr. Fisher.

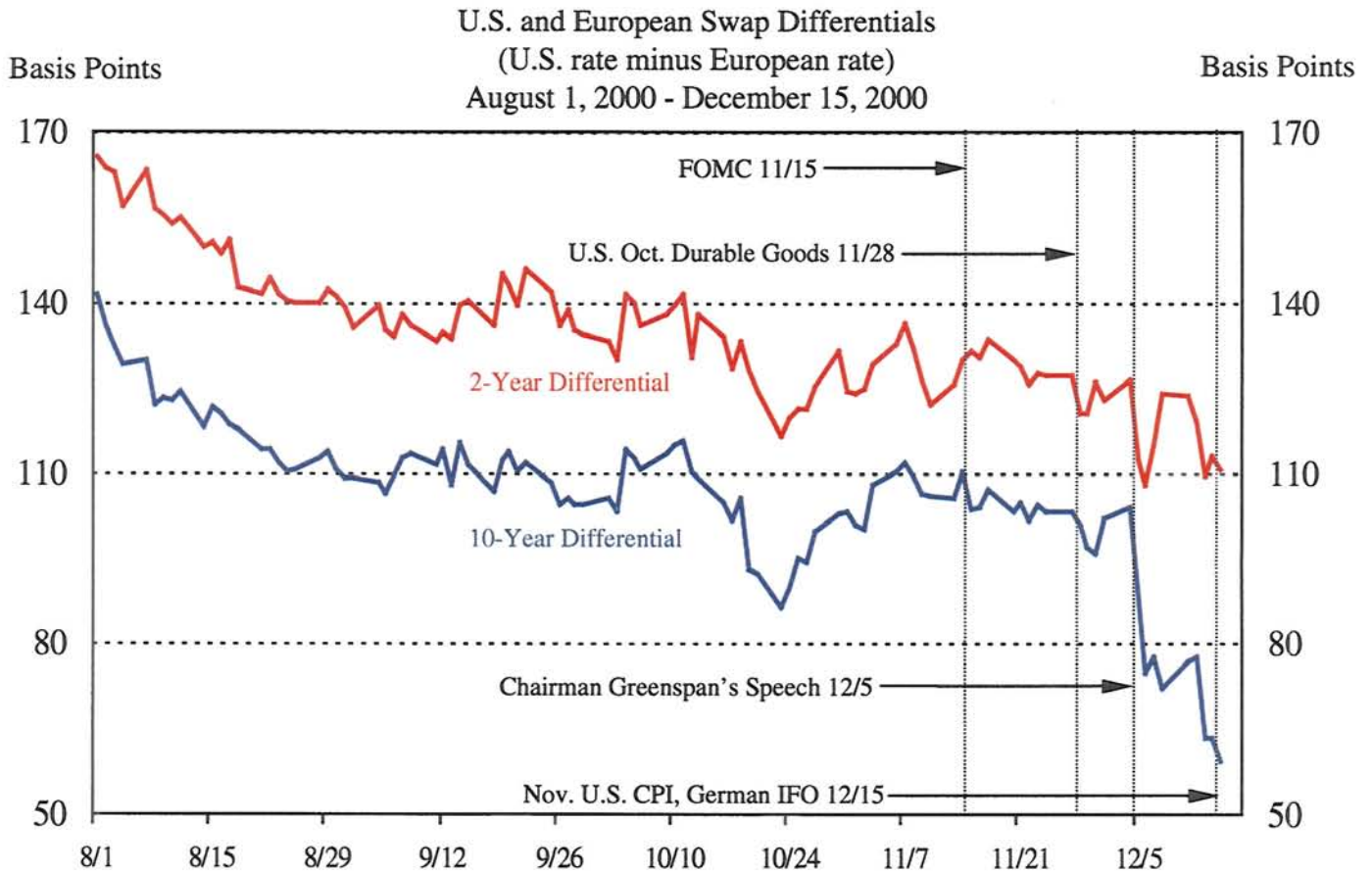
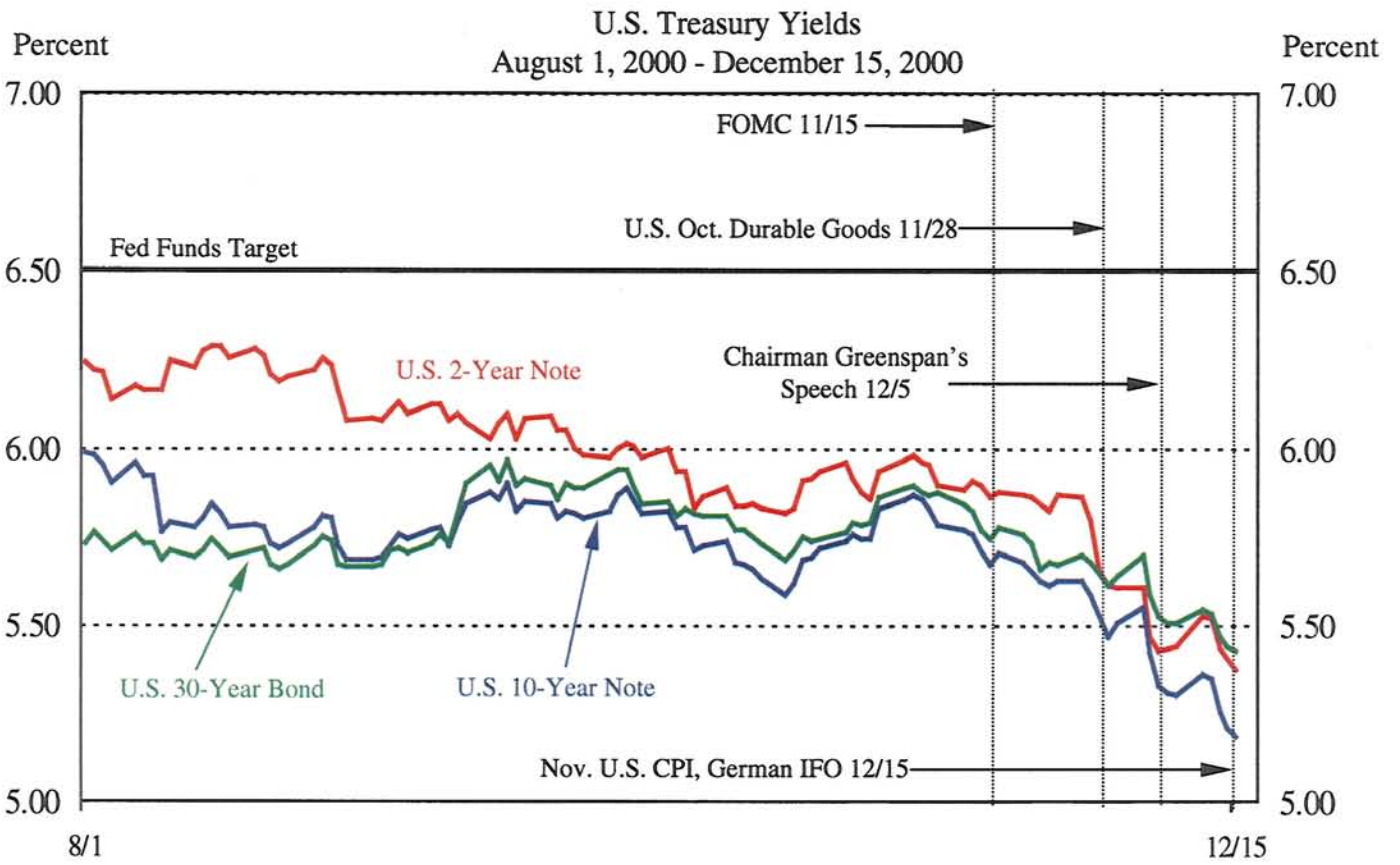
3-Month Deposit Rates

August 1, 2000 - December 15, 2000

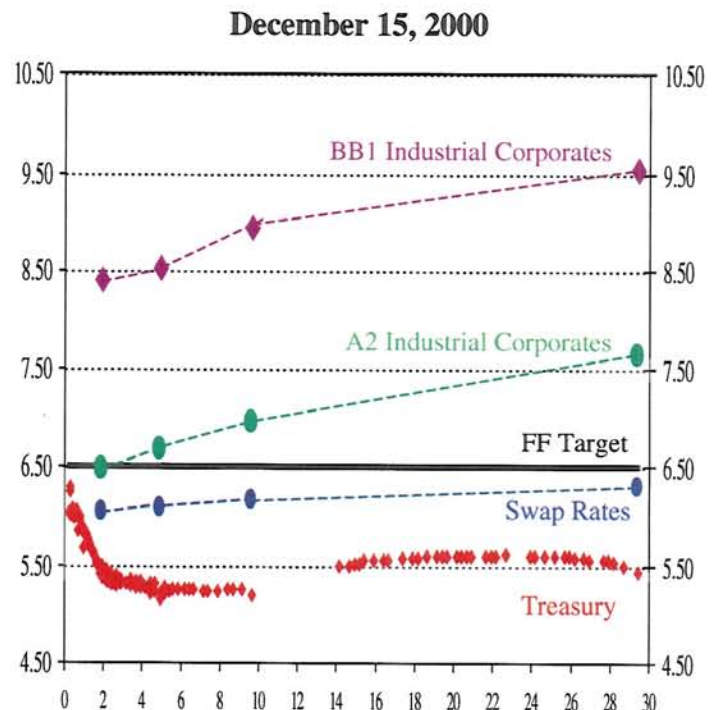
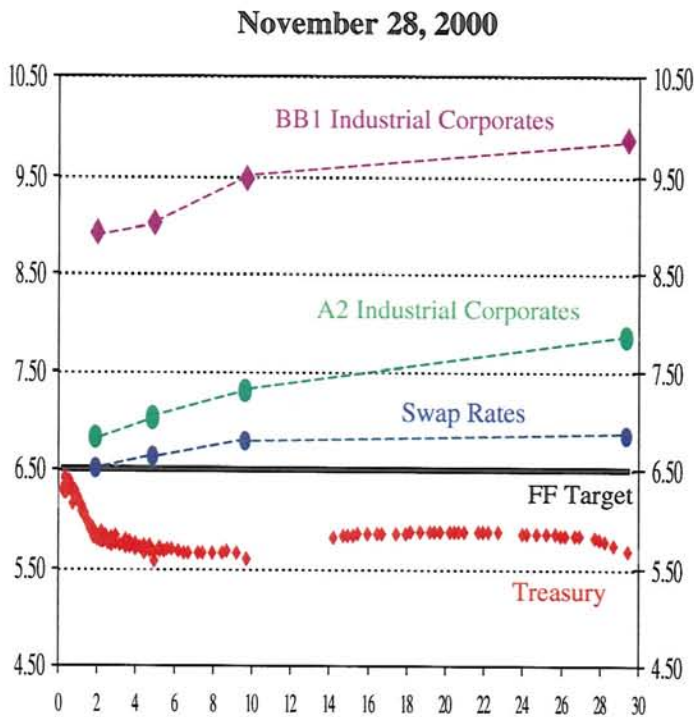
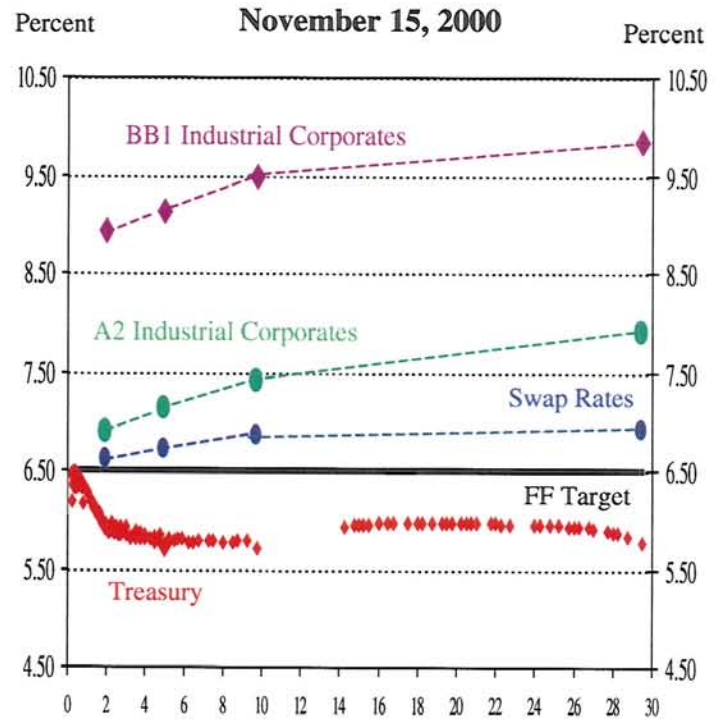
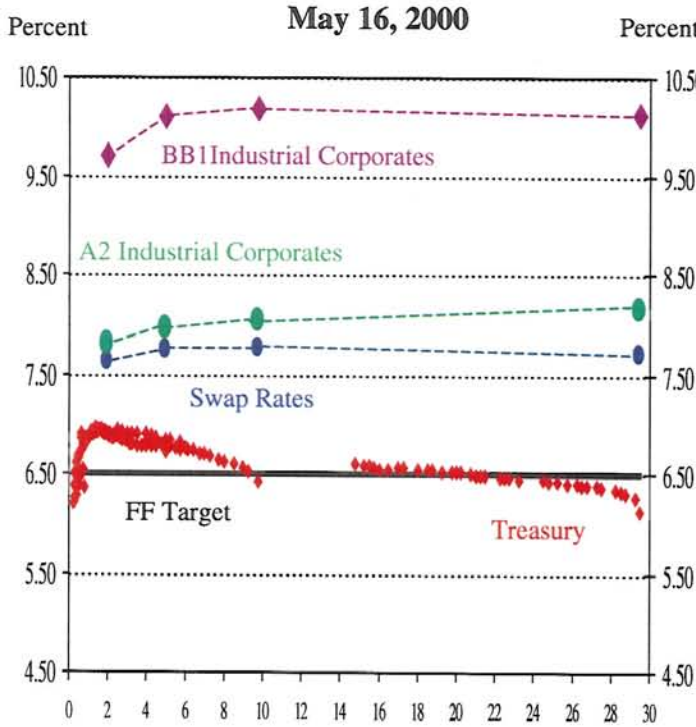
Current Deposit Rate and Rates Implied by Traded Forward Rate Agreements



Source: Reuters, Bloomberg



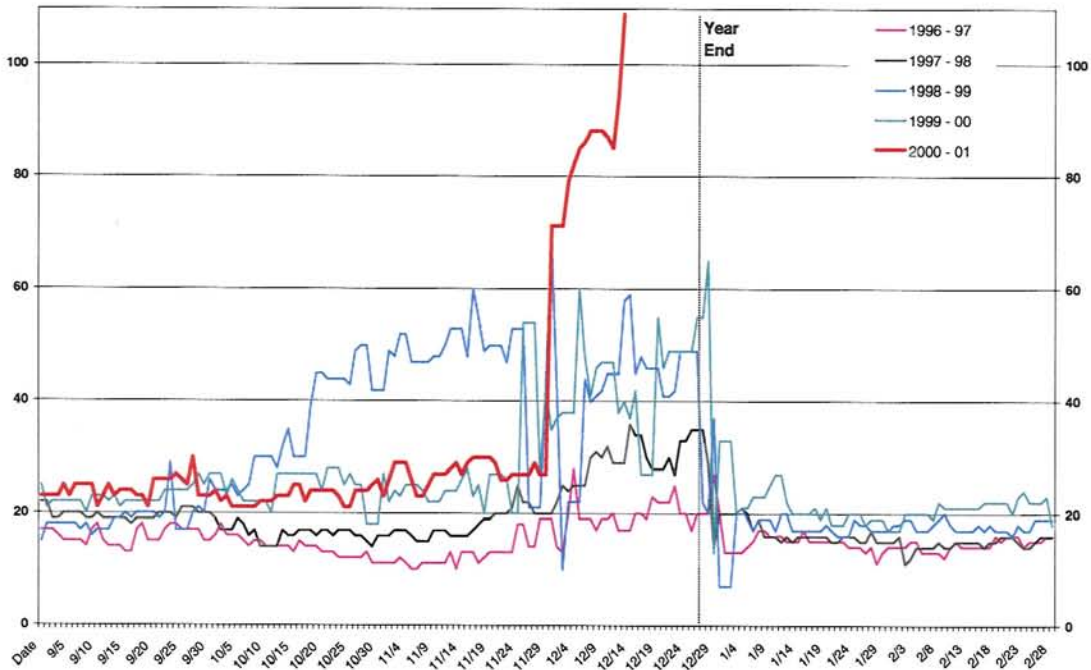
Yield Curves



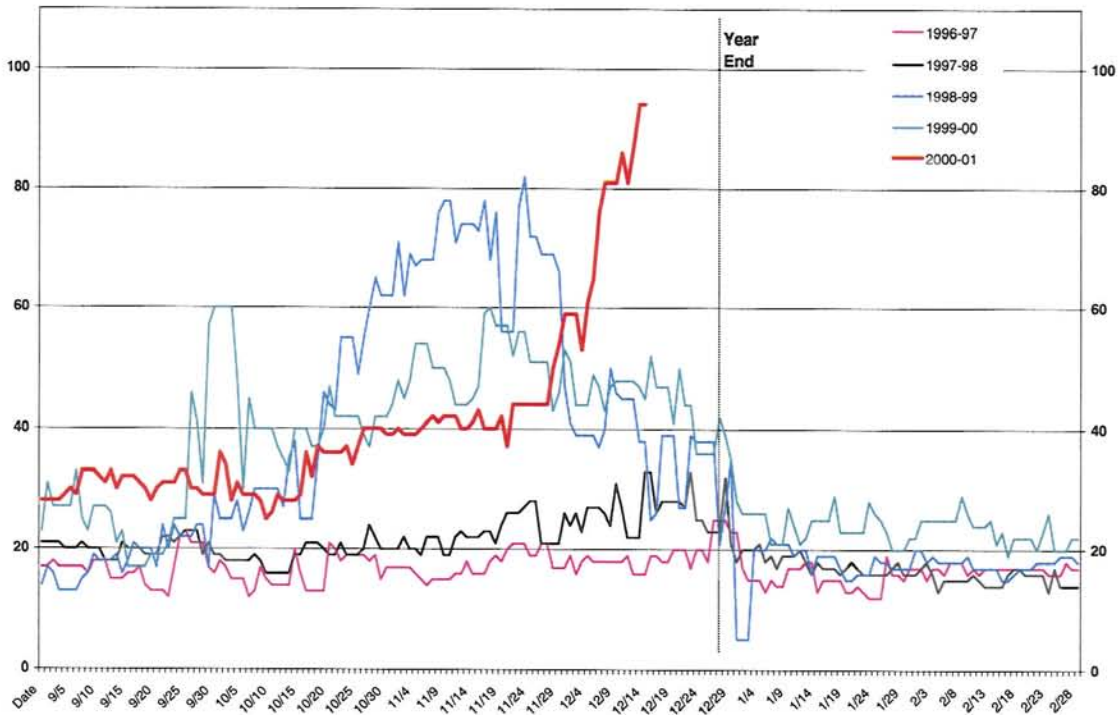
Sources: A2 Industrial Corporates: Bloomberg Industrial Corporate A2 Index
 BB1 Industrial Corporates: Bloomberg Industrial Corporate 2B1 Index
 Swap Rates: Bloomberg
 Treasury: FRBNY Price Data

**Commercial Paper Spreads: A2/P2 - A1/P1 Yields
September through February, 1996 -- 2000
(Basis Points)**

30-day

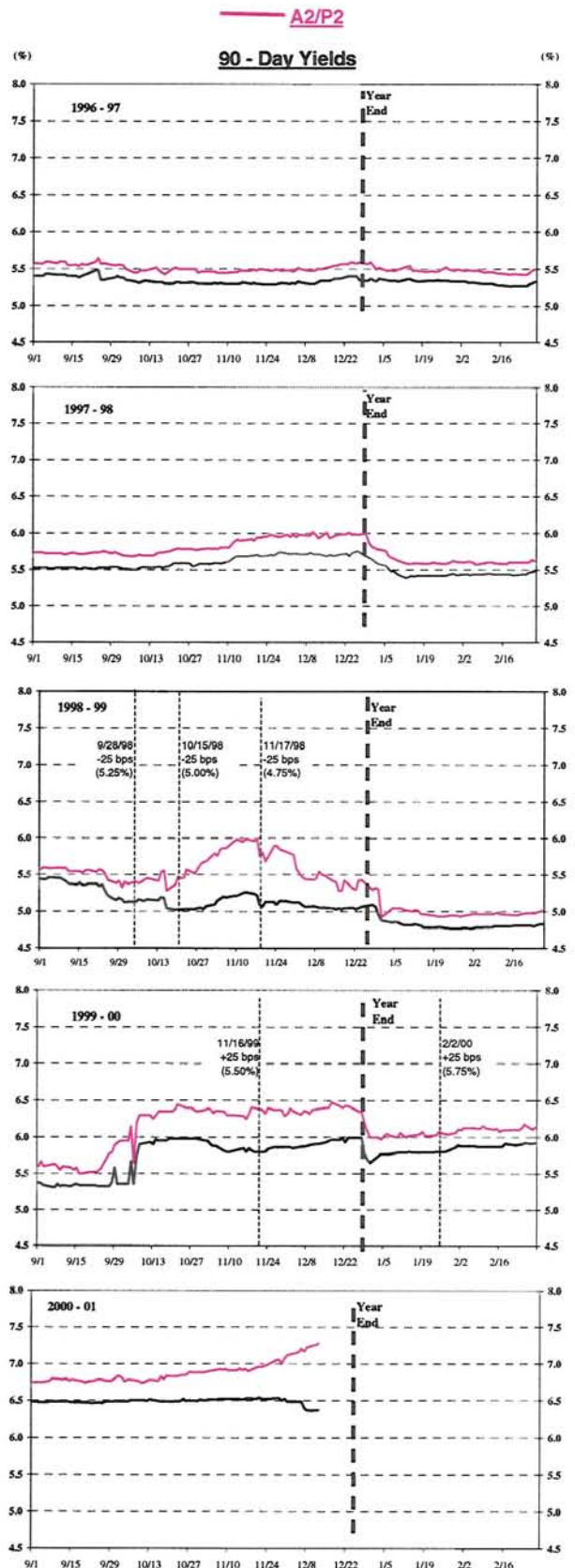
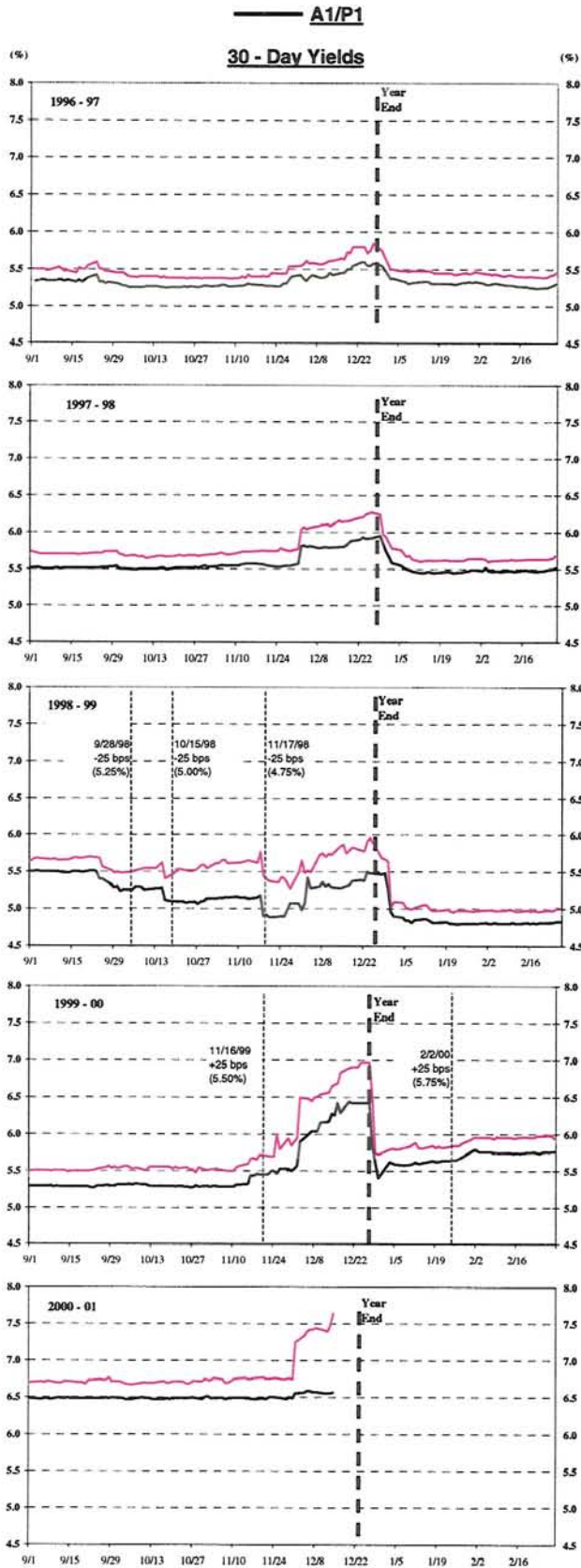


90-Day

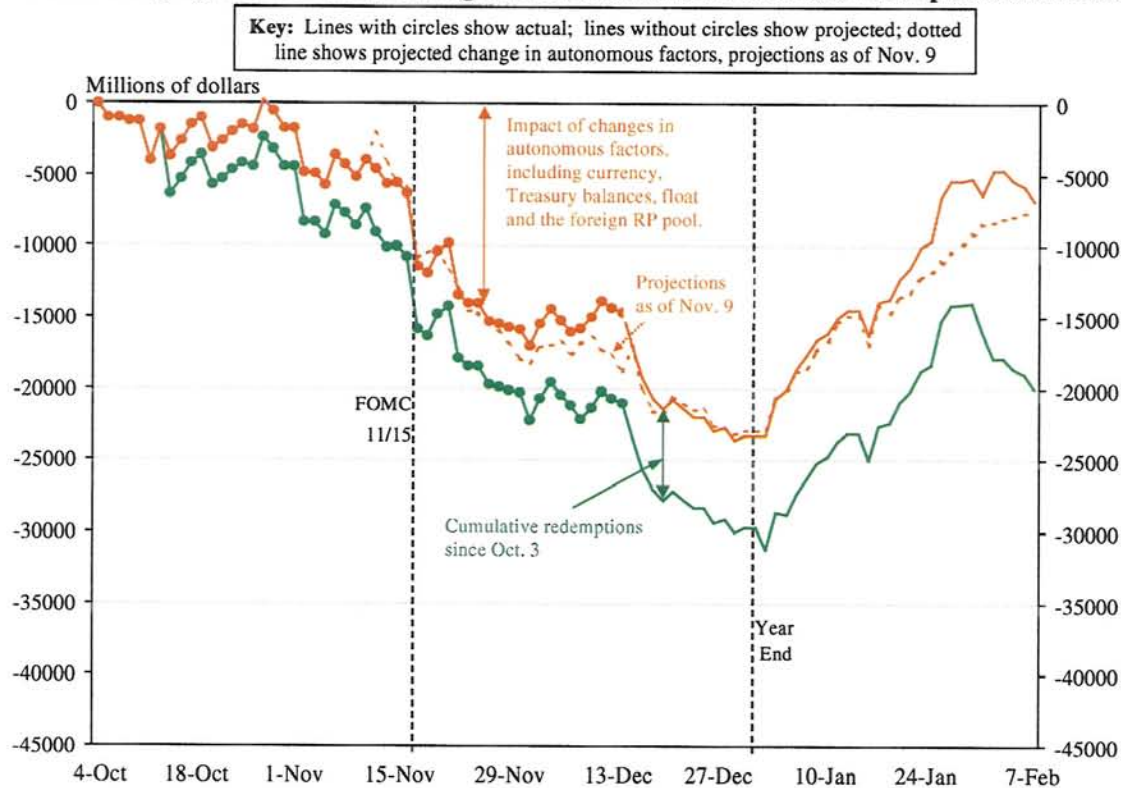


Source: Bloomberg compiled index
Year 2000 data as of December 15.

Background Charts A1/P1 and A2/P2 Yields September to February



Actual and projected cumulative changes in net autonomous factors and redemptions from Oct. 3



Actual and projected open market operations from Oct. 3

