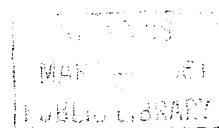


87th Congress, 1st Session



# Economic Indicators

## FEBRUARY 1961

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

The November 1960 issue of *Economic Indicators* introduced a number of revisions resulting from the recent review of the needs of the Joint Economic Committee and other users of the publication. The revised *Indicators* incorporates more seasonally adjusted data, expanded detail on some topics such as unemployment, and new information such as the balance of payments.

The 1960 revised edition of the *Supplement to Economic Indicators*, which describes each series and gives annual data for years not shown in the monthly issues, is now available from the Superintendent of Documents, Government Printing Office.

UNITED STATES  
GOVERNMENT PRINTING OFFICE  
WASHINGTON : 1961

## JOINT ECONOMIC COMMITTEE

(Created pursuant to Sec. 5(a) of Public Law 304, 79th Cong.)

WRIGHT PATMAN, Texas, *Chairman*  
PAUL H. DOUGLAS, Illinois, *Vice Chairman*

### HOUSE OF REPRESENTATIVES

RICHARD BOLLING (Missouri)  
HALE BOGGS (Louisiana)  
HENRY S. REUSS (Wisconsin)  
MARTHA W. GRIFFITHS (Michigan)  
THOMAS B. CURTIS (Missouri)  
CLARENCE E. KILBURN (New York)  
WILLIAM B. WIDNALL (New Jersey)

### SENATE

JOHN SPARKMAN (Alabama)  
J. WILLIAM FULBRIGHT (Arkansas)  
WILLIAM PROXMIRE (Wisconsin)  
CLAIBORNE PELL (Rhode Island)  
PRESCOTT BUSH (Connecticut)  
JOHN MARSHALL BUTLER (Maryland)  
JACOB K. JAVITS (New York)

WM. SUMMERS JOHNSON, *Executive Director*  
JOHN W. LEHMAN, *Deputy Executive Director and Clerk*

## COUNCIL OF ECONOMIC ADVISERS

WALTER W. HELLER, *Chairman*  
KERMIT GORDON  
JAMES TOBIN

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

### JOINT RESOLUTION [S.J. Res. 55]

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 number 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.

*Charts drawn by Graphics Unit, Office of the Secretary, Department of Commerce.*

*Economic Indicators*, published monthly, is available at 20 cents a single copy or by subscription at \$2.00 per year (foreign, \$2.75) from:

SUPERINTENDENT OF DOCUMENTS  
GOVERNMENT PRINTING OFFICE  
WASHINGTON 25, D. C.

Subscribers who wish to receive it at an earlier date after release may take advantage of provisions for airmail subscriptions. The domestic airmail subscription price is \$4.60 per year.

The 1960 *Supplement to Economic Indicators*, which describes each series and gives annual data for years not shown in the monthly issues, is now available at 60 cents a copy.

# Contents

|                                                              |             |
|--------------------------------------------------------------|-------------|
| <b>TOTAL OUTPUT, INCOME, AND SPENDING</b>                    | <b>Page</b> |
| The Nation's Income, Expenditure, and Saving .....           | iv          |
| Gross National Product or Expenditure .....                  | 1           |
| National Income .....                                        | 2           |
| Sources of Personal Income .....                             | 3           |
| Disposition of Personal Income .....                         | 4           |
| Farm Income .....                                            | 5           |
| Corporate Profits .....                                      | 6           |
| Gross Private Domestic Investment .....                      | 7           |
| Expenditures for New Plant and Equipment .....               | 8           |
| <b>EMPLOYMENT, UNEMPLOYMENT, AND WAGES</b>                   |             |
| Status of the Labor Force .....                              | 9           |
| Unemployment Insurance Programs .....                        | 10          |
| Nonagricultural Employment .....                             | 11          |
| Weekly Hours of Work .....                                   | 12          |
| Average Hourly and Weekly Earnings—Selected Industries ..... | 13          |
| <b>PRODUCTION AND BUSINESS ACTIVITY</b>                      |             |
| Industrial Production .....                                  | 14          |
| Production of Selected Manufactures .....                    | 15          |
| Weekly Indicators of Production .....                        | 16          |
| New Construction .....                                       | 17          |
| Housing Starts and Applications for Financing .....          | 18          |
| Trade Sales and Inventories .....                            | 19          |
| Manufacturers' Sales, Inventories, and New Orders .....      | 20          |
| Merchandise Exports and Imports .....                        | 21          |
| U.S. Balance of Payments .....                               | 22          |
| <b>PRICES</b>                                                |             |
| Consumer Prices .....                                        | 23          |
| Wholesale Prices .....                                       | 24          |
| Prices Received and Paid by Farmers .....                    | 25          |
| <b>MONEY, CREDIT, AND SECURITY MARKETS</b>                   |             |
| Money Supply .....                                           | 26          |
| Bank Loans, Investments, Debits, and Reserves .....          | 27          |
| Consumer Credit .....                                        | 28          |
| Bond Yields and Interest Rates .....                         | 29          |
| Stock Prices .....                                           | 30          |
| <b>FEDERAL FINANCE</b>                                       |             |
| Budget Receipts and Expenditures .....                       | 31          |
| Cash Receipts from and Payments to the Public .....          | 32          |

NOTE.—Detail in these tables will not necessarily add to totals because of rounding.

Data for Alaska and Hawaii are not included unless specifically noted.

Unless otherwise stated, all dollar figures are in current prices.

# TOTAL OUTPUT, INCOME, AND SPENDING

## THE NATION'S INCOME, EXPENDITURE, AND SAVING

In current prices, total expenditures at \$503.5 billion (seasonally adjusted annual rate) in the fourth quarter of 1960 were unchanged from the third quarter level but \$1.5 billion below the second quarter peak.

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

| Period                   | Persons                                            |                                                   |                                                       | Business                                        |                                                 |                                        | International                                     |                                      |              |              |                                                                           |
|--------------------------|----------------------------------------------------|---------------------------------------------------|-------------------------------------------------------|-------------------------------------------------|-------------------------------------------------|----------------------------------------|---------------------------------------------------|--------------------------------------|--------------|--------------|---------------------------------------------------------------------------|
|                          | Dis-<br>posable<br>personal<br>income <sup>1</sup> | Personal<br>consump-<br>tion<br>expendi-<br>tures | Personal<br>saving<br>(+) or<br>dis-<br>saving<br>(-) | Gross<br>retained<br>earn-<br>ings <sup>2</sup> | Gross<br>private<br>domestic<br>invest-<br>ment | Excess<br>of<br>invest-<br>ment<br>(-) | Foreign<br>net<br>trans-<br>fers by<br>Government | Net exports of goods<br>and services |              |              | Excess of<br>transfers<br>(+) or<br>of net<br>exports<br>(-) <sup>3</sup> |
|                          |                                                    |                                                   |                                                       |                                                 |                                                 |                                        |                                                   | Net<br>exports                       | Ex-<br>ports | Im-<br>ports |                                                                           |
| 1951.....                | 227.5                                              | 209.8                                             | 17.7                                                  | 31.5                                            | 56.3                                            | -24.8                                  | 2.1                                               | 2.4                                  | 17.9         | 15.5         | -0.2                                                                      |
| 1952.....                | 238.7                                              | 219.8                                             | 18.9                                                  | 33.2                                            | 49.9                                            | -16.6                                  | 1.5                                               | 1.3                                  | 17.4         | 16.1         | .2                                                                        |
| 1953.....                | 252.5                                              | 232.6                                             | 19.8                                                  | 34.3                                            | 50.3                                            | -16.0                                  | 1.6                                               | -.4                                  | 16.6         | 17.0         | 2.0                                                                       |
| 1954.....                | 256.9                                              | 238.0                                             | 18.9                                                  | 35.5                                            | 48.9                                            | -13.4                                  | 1.4                                               | 1.0                                  | 17.5         | 16.5         | .4                                                                        |
| 1955.....                | 274.4                                              | 256.9                                             | 17.5                                                  | 42.1                                            | 63.8                                            | -21.8                                  | 1.5                                               | 1.1                                  | 19.4         | 18.3         | .4                                                                        |
| 1956.....                | 292.9                                              | 269.9                                             | 23.0                                                  | 43.0                                            | 67.4                                            | -24.3                                  | 1.5                                               | 2.9                                  | 23.1         | 20.2         | -1.5                                                                      |
| 1957.....                | 308.8                                              | 285.2                                             | 23.6                                                  | 45.6                                            | 66.1                                            | -20.5                                  | 1.5                                               | 4.9                                  | 26.2         | 21.3         | -3.5                                                                      |
| 1958.....                | 317.9                                              | 293.5                                             | 24.4                                                  | 44.6                                            | 56.0                                            | -11.4                                  | 1.3                                               | 1.2                                  | 22.7         | 21.5         | .1                                                                        |
| 1959.....                | 337.3                                              | 313.8                                             | 23.4                                                  | 50.5                                            | 72.0                                            | -21.6                                  | 1.5                                               | -1.0                                 | 22.9         | 23.8         | 2.5                                                                       |
| 1960.....                | 354.2                                              | 327.8                                             | 26.4                                                  | ( <sup>5</sup> )                                | 72.8                                            | ( <sup>5</sup> )                       | 1.6                                               | 3.0                                  | 26.5         | 23.5         | -1.4                                                                      |
| 1959: First quarter..... | 329.6                                              | 306.1                                             | 23.6                                                  | 49.1                                            | 70.9                                            | -21.8                                  | 1.5                                               | -1.0                                 | 21.8         | 22.8         | 2.5                                                                       |
| Second quarter.....      | 338.3                                              | 313.6                                             | 24.8                                                  | 51.8                                            | 78.9                                            | -27.1                                  | 1.4                                               | -2.2                                 | 22.2         | 24.4         | 3.6                                                                       |
| Third quarter.....       | 338.5                                              | 316.0                                             | 22.5                                                  | 49.6                                            | 67.5                                            | -17.9                                  | 1.2                                               | -.2                                  | 24.0         | 24.2         | 1.5                                                                       |
| Fourth quarter.....      | 342.4                                              | 319.6                                             | 22.8                                                  | 51.0                                            | 70.8                                            | -19.8                                  | 1.9                                               | -.4                                  | 23.5         | 23.9         | 2.4                                                                       |
| 1960: First quarter..... | 347.0                                              | 323.3                                             | 23.7                                                  | 52.4                                            | 79.3                                            | -26.9                                  | 1.6                                               | 1.2                                  | 25.2         | 23.9         | .3                                                                        |
| Second quarter.....      | 354.1                                              | 329.0                                             | 25.2                                                  | 52.1                                            | 75.5                                            | -23.4                                  | 1.7                                               | 2.0                                  | 26.4         | 24.4         | -.3                                                                       |
| Third quarter.....       | 357.5                                              | 328.3                                             | 29.2                                                  | 51.6                                            | 70.8                                            | -19.2                                  | 1.4                                               | 3.7                                  | 27.3         | 23.5         | -2.3                                                                      |
| Fourth quarter.....      | 358.1                                              | 330.8                                             | 27.2                                                  | ( <sup>5</sup> )                                | 66.0                                            | ( <sup>5</sup> )                       | 1.7                                               | 4.6                                  | 27.0         | 22.4         | -2.9                                                                      |

| Period                   | Government       |                                                 |                                                                 |                                               |                            |                                                                 |                                                                               | Total<br>income<br>or<br>receipts | Statistical<br>discrepancy | Gross<br>national<br>product<br>or<br>expendi-<br>ture |
|--------------------------|------------------|-------------------------------------------------|-----------------------------------------------------------------|-----------------------------------------------|----------------------------|-----------------------------------------------------------------|-------------------------------------------------------------------------------|-----------------------------------|----------------------------|--------------------------------------------------------|
|                          | Net receipts     |                                                 |                                                                 | Expenditures                                  |                            |                                                                 | Surplus<br>(+) or<br>deficit<br>(-) on<br>income<br>and<br>product<br>account |                                   |                            |                                                        |
|                          | Net<br>receipts  | Tax and<br>nontax<br>receipts<br>or<br>accruals | Trans-<br>fers,<br>interest,<br>and sub-<br>sidies <sup>4</sup> | Pur-<br>chases<br>of goods<br>and<br>services | Total<br>expendi-<br>tures | Trans-<br>fers,<br>interest,<br>and sub-<br>sidies <sup>4</sup> |                                                                               |                                   |                            |                                                        |
| 1951.....                | 66.6             | 85.5                                            | 18.9                                                            | 60.5                                          | 79.4                       | 18.9                                                            | 6.1                                                                           | 327.7                             | 1.2                        | 329.0                                                  |
| 1952.....                | 72.2             | 90.6                                            | 18.4                                                            | 76.0                                          | 94.4                       | 18.4                                                            | -3.9                                                                          | 345.6                             | 1.4                        | 347.0                                                  |
| 1953.....                | 75.7             | 94.9                                            | 19.2                                                            | 82.8                                          | 102.0                      | 19.2                                                            | -7.1                                                                          | 364.1                             | 1.3                        | 365.4                                                  |
| 1954.....                | 68.5             | 90.0                                            | 21.5                                                            | 75.3                                          | 96.7                       | 21.5                                                            | -6.7                                                                          | 362.3                             | .9                         | 363.1                                                  |
| 1955.....                | 78.4             | 101.4                                           | 23.0                                                            | 75.6                                          | 98.6                       | 23.0                                                            | 2.9                                                                           | 396.5                             | 1.0                        | 397.5                                                  |
| 1956.....                | 84.2             | 109.5                                           | 25.3                                                            | 79.0                                          | 104.3                      | 25.3                                                            | 5.2                                                                           | 421.6                             | -2.4                       | 419.2                                                  |
| 1957.....                | 87.5             | 116.3                                           | 28.7                                                            | 86.5                                          | 115.3                      | 28.7                                                            | 1.0                                                                           | 443.4                             | -.6                        | 442.8                                                  |
| 1958.....                | 82.1             | 115.2                                           | 33.1                                                            | 93.5                                          | 126.6                      | 33.1                                                            | -11.4                                                                         | 445.9                             | -1.7                       | 444.2                                                  |
| 1959.....                | 94.6             | 129.1                                           | 34.5                                                            | 97.1                                          | 131.6                      | 34.5                                                            | -2.5                                                                          | 483.9                             | -1.8                       | 482.1                                                  |
| 1960.....                | ( <sup>5</sup> ) | ( <sup>5</sup> )                                | 37.3                                                            | 99.7                                          | 137.0                      | 37.3                                                            | ( <sup>5</sup> )                                                              | ( <sup>5</sup> )                  | ( <sup>5</sup> )           | 503.2                                                  |
| 1959: First quarter..... | 92.6             | 126.3                                           | 33.8                                                            | 97.1                                          | 130.8                      | 33.8                                                            | -4.5                                                                          | 472.9                             | .1                         | 473.1                                                  |
| Second quarter.....      | 97.3             | 131.3                                           | 34.0                                                            | 97.7                                          | 131.6                      | 34.0                                                            | -.4                                                                           | 488.8                             | -1.0                       | 487.9                                                  |
| Third quarter.....       | 94.9             | 129.0                                           | 34.1                                                            | 98.1                                          | 132.2                      | 34.1                                                            | -3.2                                                                          | 484.3                             | -3.0                       | 481.4                                                  |
| Fourth quarter.....      | 93.6             | 129.7                                           | 36.1                                                            | 96.4                                          | 132.4                      | 36.1                                                            | -2.8                                                                          | 488.9                             | -2.6                       | 486.4                                                  |
| 1960: First quarter..... | 101.4            | 137.3                                           | 35.9                                                            | 97.5                                          | 133.4                      | 35.9                                                            | 3.9                                                                           | 502.3                             | -1.1                       | 501.3                                                  |
| Second quarter.....      | 100.8            | 137.9                                           | 37.0                                                            | 98.6                                          | 135.6                      | 37.0                                                            | 2.3                                                                           | 508.7                             | -3.9                       | 505.0                                                  |
| Third quarter.....       | 98.9             | 136.3                                           | 37.4                                                            | 100.7                                         | 138.1                      | 37.4                                                            | -1.8                                                                          | 509.4                             | -5.8                       | 503.5                                                  |
| Fourth quarter.....      | ( <sup>5</sup> ) | ( <sup>5</sup> )                                | 39.1                                                            | 102.1                                         | 141.2                      | 39.1                                                            | ( <sup>5</sup> )                                                              | ( <sup>5</sup> )                  | ( <sup>5</sup> )           | 503.5                                                  |

<sup>1</sup> Personal income (p. 3) less personal taxes and nontax payments (fines, penalties, etc.).

<sup>2</sup> Undistributed corporate profits, corporate inventory valuation adjustment, capital consumption allowances, and excess of wage accruals over disbursements.

<sup>3</sup> Net foreign investment with sign changed.

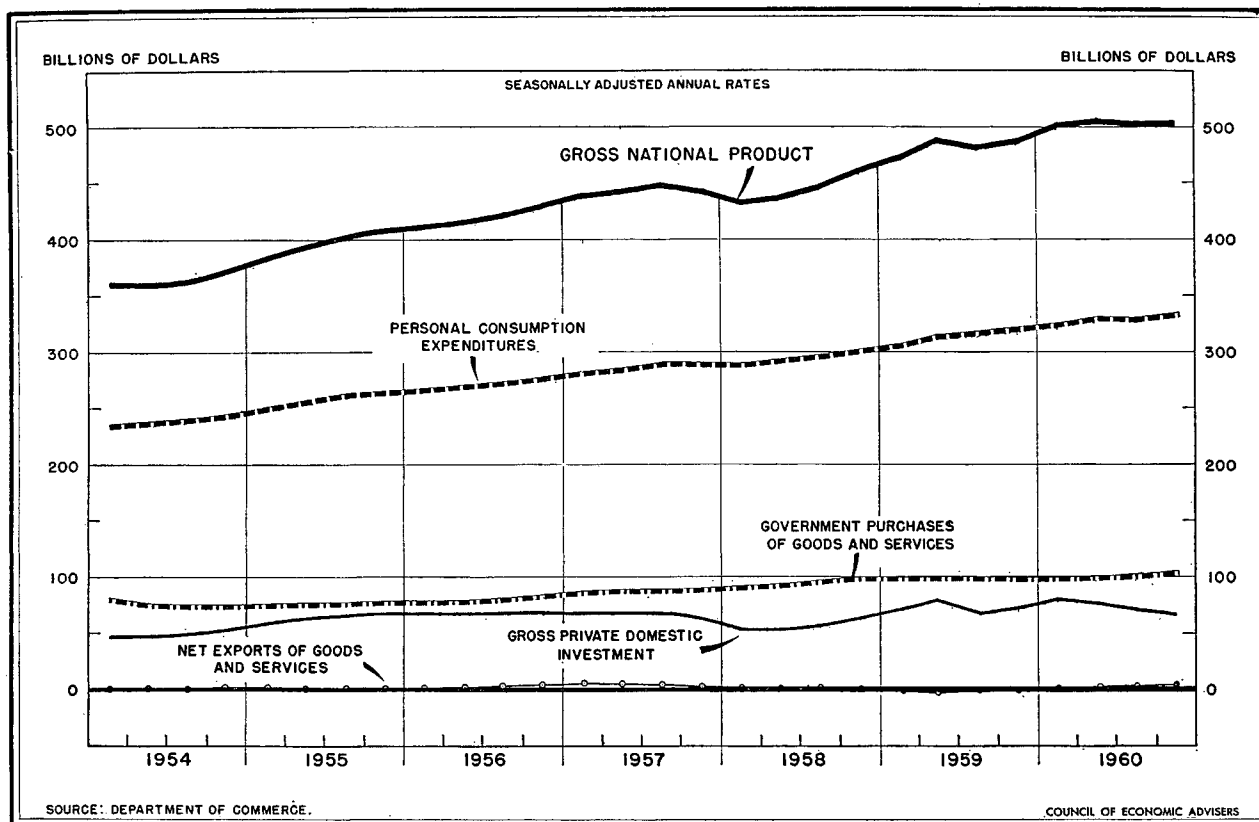
<sup>4</sup> Government transfer payments to persons, foreign net transfers by Government, net interest paid by government, and subsidies less current surplus of government enterprises.

<sup>5</sup> Not available.

Source: Department of Commerce.

# GROSS NATIONAL PRODUCT OR EXPENDITURE

In constant (1960) prices, gross national product at \$500.4 billion (seasonally adjusted annual rate) in the fourth quarter of 1960 was \$1.3 billion below the third quarter level and \$5.9 billion below the second quarter peak.



[Billions of dollars]

| Period                           | Total gross national product in 1960 prices | Total gross national product | Personal consumption expenditures | Gross private domestic investment | Net exports of goods and services | Government purchases of goods and services |                    |                               |       |                 | Implicit price deflator for total GNP, 1960=100 <sup>3</sup> |
|----------------------------------|---------------------------------------------|------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|--------------------------------------------|--------------------|-------------------------------|-------|-----------------|--------------------------------------------------------------|
|                                  |                                             |                              |                                   |                                   |                                   | Total                                      | Federal            |                               |       | State and local |                                                              |
|                                  |                                             |                              |                                   |                                   |                                   |                                            | Total <sup>1</sup> | National defense <sup>2</sup> | Other |                 |                                                              |
| 1949.....                        | 334.2                                       | 258.1                        | 181.2                             | 33.0                              | 3.8                               | 40.2                                       | 22.2               | 13.6                          | 8.9   | 17.9            | 77.2                                                         |
| 1950.....                        | 362.3                                       | 284.6                        | 195.0                             | 50.0                              | .6                                | 39.0                                       | 19.3               | 14.3                          | 5.2   | 19.7            | 78.6                                                         |
| 1951.....                        | 392.0                                       | 329.0                        | 209.8                             | 56.3                              | 2.4                               | 60.5                                       | 38.8               | 33.9                          | 5.2   | 21.7            | 83.9                                                         |
| 1952.....                        | 406.8                                       | 347.0                        | 219.8                             | 49.9                              | 1.3                               | 76.0                                       | 52.9               | 46.4                          | 6.7   | 23.2            | 85.3                                                         |
| 1953.....                        | 425.5                                       | 365.4                        | 232.6                             | 50.3                              | -.4                               | 82.8                                       | 58.0               | 49.3                          | 9.0   | 24.9            | 85.9                                                         |
| 1954.....                        | 416.8                                       | 363.1                        | 238.0                             | 48.9                              | 1.0                               | 75.3                                       | 47.5               | 41.2                          | 6.7   | 27.7            | 87.1                                                         |
| 1955.....                        | 449.7                                       | 397.5                        | 256.9                             | 63.8                              | 1.1                               | 75.6                                       | 45.3               | 39.1                          | 6.6   | 30.3            | 88.4                                                         |
| 1956.....                        | 459.2                                       | 419.2                        | 269.9                             | 67.4                              | 2.9                               | 79.0                                       | 45.7               | 40.4                          | 5.7   | 33.2            | 91.3                                                         |
| 1957.....                        | 467.8                                       | 442.8                        | 285.2                             | 66.1                              | 4.9                               | 86.5                                       | 49.7               | 44.4                          | 5.7   | 36.8            | 94.7                                                         |
| 1958.....                        | 459.7                                       | 444.2                        | 293.5                             | 56.0                              | 1.2                               | 93.5                                       | 52.6               | 44.8                          | 8.3   | 40.8            | 96.6                                                         |
| 1959.....                        | 490.6                                       | 482.1                        | 313.8                             | 72.0                              | -1.0                              | 97.1                                       | 53.3               | 46.0                          | 7.8   | 43.9            | 98.3                                                         |
| 1960.....                        | 503.2                                       | 503.2                        | 327.8                             | 72.8                              | 3.0                               | 99.7                                       | 52.4               | 45.1                          | 7.9   | 47.3            | 100.0                                                        |
| Seasonally adjusted annual rates |                                             |                              |                                   |                                   |                                   |                                            |                    |                               |       |                 |                                                              |
| 1959: First quarter....          | 485.1                                       | 473.1                        | 306.1                             | 70.9                              | -1.0                              | 97.1                                       | 53.3               | 45.9                          | 7.9   | 43.8            | 97.5                                                         |
| Second quarter....               | 497.9                                       | 487.9                        | 313.6                             | 78.9                              | -2.2                              | 97.7                                       | 53.7               | 46.4                          | 7.8   | 44.0            | 98.0                                                         |
| Third quarter....                | 488.5                                       | 481.4                        | 316.0                             | 67.5                              | -.2                               | 98.1                                       | 53.6               | 46.1                          | 8.0   | 44.5            | 98.5                                                         |
| Fourth quarter....               | 491.5                                       | 486.4                        | 319.6                             | 70.8                              | -.4                               | 96.4                                       | 52.5               | 45.5                          | 7.5   | 43.9            | 99.0                                                         |
| 1960: First quarter....          | 504.8                                       | 501.3                        | 323.3                             | 79.3                              | 1.2                               | 97.5                                       | 51.8               | 44.9                          | 7.5   | 45.7            | 99.3                                                         |
| Second quarter....               | 506.3                                       | 505.0                        | 329.0                             | 75.5                              | 2.0                               | 98.6                                       | 51.7               | 44.7                          | 7.6   | 46.9            | 99.7                                                         |
| Third quarter....                | 501.7                                       | 503.5                        | 328.3                             | 70.8                              | 3.7                               | 100.7                                      | 52.7               | 45.1                          | 8.2   | 48.0            | 100.4                                                        |
| Fourth quarter....               | 500.4                                       | 503.5                        | 330.8                             | 66.0                              | 4.6                               | 102.1                                      | 53.3               | 45.7                          | 8.2   | 48.8            | 100.6                                                        |

<sup>1</sup> Less Government sales.

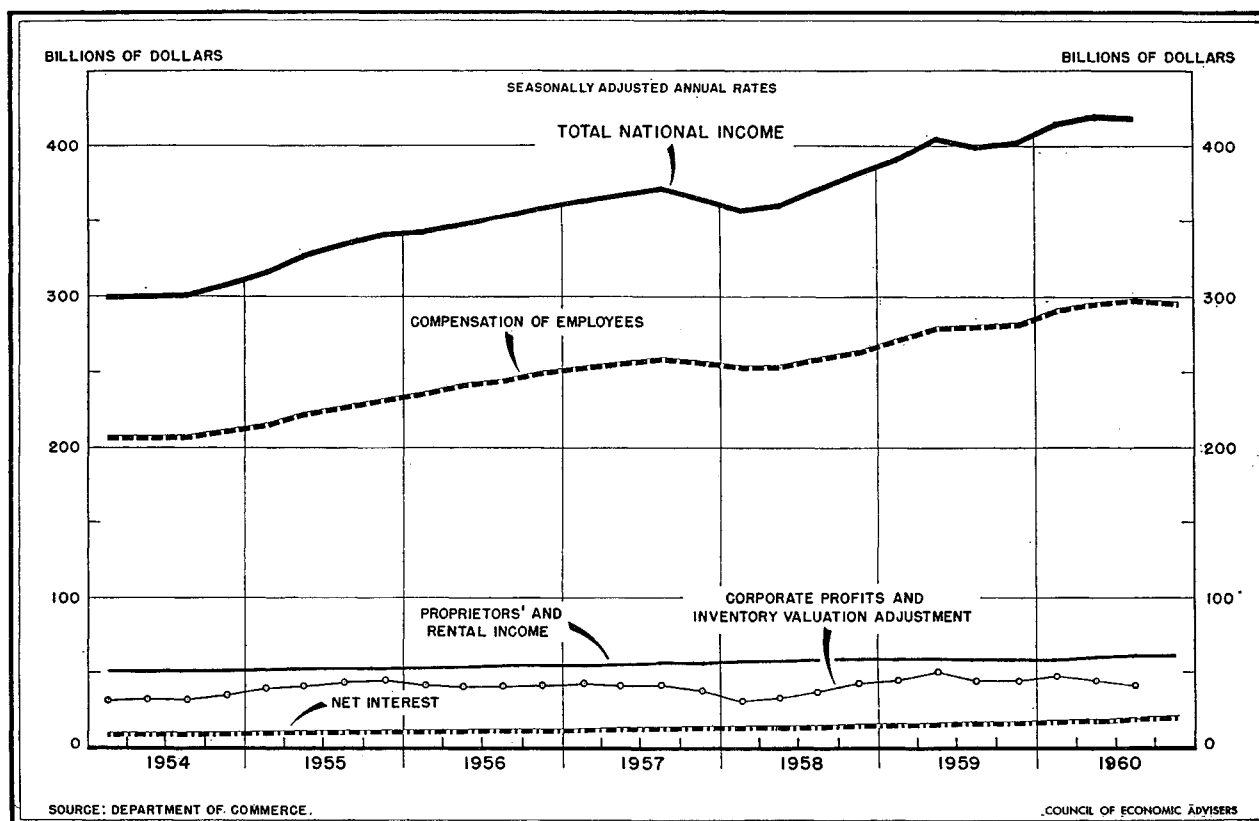
<sup>2</sup> These expenditures correspond closely with budget expenditures for "major national security," shown on p. 31.

<sup>3</sup> Gross national product in current prices divided by gross national product in 1960 prices.

Source: Department of Commerce.

## NATIONAL INCOME

Compensation of employees declined \$2 billion (seasonally adjusted annual rate) in the fourth quarter of 1960. Farm proprietors' income and net interest rose.



[Billions of dollars]

| Period                           | Total national income | Compensation of employees <sup>1</sup> | Proprietors' income |                           | Rental income of persons | Net interest | Corporate profits and inventory valuation adjustment |                      |                                |
|----------------------------------|-----------------------|----------------------------------------|---------------------|---------------------------|--------------------------|--------------|------------------------------------------------------|----------------------|--------------------------------|
|                                  |                       |                                        | Farm                | Business and professional |                          |              | Total                                                | Profits before taxes | Inventory valuation adjustment |
| 1949.....                        | 217.7                 | 140.8                                  | 12.9                | 22.7                      | 8.3                      | 4.8          | 28.2                                                 | 26.4                 | 1.9                            |
| 1950.....                        | 241.9                 | 154.2                                  | 14.0                | 23.5                      | 9.0                      | 5.5          | 35.7                                                 | 40.6                 | -5.0                           |
| 1951.....                        | 279.3                 | 180.3                                  | 16.3                | 26.0                      | 9.4                      | 6.3          | 41.0                                                 | 42.2                 | -1.2                           |
| 1952.....                        | 292.2                 | 195.0                                  | 15.3                | 26.9                      | 10.2                     | 7.1          | 37.7                                                 | 36.7                 | 1.0                            |
| 1953.....                        | 305.6                 | 208.8                                  | 13.3                | 27.4                      | 10.5                     | 8.2          | 37.3                                                 | 38.3                 | -1.0                           |
| 1954.....                        | 301.8                 | 207.6                                  | 12.7                | 27.8                      | 10.9                     | 9.1          | 33.7                                                 | 34.1                 | -.3                            |
| 1955.....                        | 330.2                 | 223.9                                  | 11.8                | 30.4                      | 10.7                     | 10.4         | 43.1                                                 | 44.9                 | -1.7                           |
| 1956.....                        | 350.8                 | 242.5                                  | 11.6                | 32.1                      | 10.9                     | 11.7         | 42.0                                                 | 44.7                 | -2.7                           |
| 1957.....                        | 366.9                 | 255.5                                  | 11.8                | 32.7                      | 11.9                     | 13.4         | 41.7                                                 | 43.2                 | -1.5                           |
| 1958.....                        | 367.7                 | 257.0                                  | 14.0                | 32.3                      | 12.2                     | 14.7         | 37.4                                                 | 37.7                 | -.2                            |
| 1959.....                        | 399.6                 | 277.8                                  | 11.8                | 34.7                      | 12.4                     | 16.4         | 46.6                                                 | 47.0                 | -.5                            |
| 1960.....                        | ( <sup>2</sup> )      | 294.4                                  | 12.0                | 35.9                      | 12.5                     | 18.7         | ( <sup>2</sup> )                                     | ( <sup>2</sup> )     | .0                             |
| Seasonally adjusted annual rates |                       |                                        |                     |                           |                          |              |                                                      |                      |                                |
| 1959: First quarter.....         | 390.9                 | 270.4                                  | 13.0                | 33.8                      | 12.3                     | 15.9         | 45.5                                                 | 46.4                 | -.9                            |
| Second quarter.....              | 405.4                 | 279.7                                  | 12.0                | 34.8                      | 12.4                     | 16.2         | 50.4                                                 | 51.7                 | -1.3                           |
| Third quarter.....               | 399.4                 | 279.5                                  | 11.1                | 35.0                      | 12.4                     | 16.5         | 44.9                                                 | 45.3                 | -.4                            |
| Fourth quarter.....              | 402.8                 | 281.6                                  | 11.2                | 35.1                      | 12.5                     | 16.9         | 45.5                                                 | 44.8                 | .7                             |
| 1960: First quarter.....         | 414.4                 | 290.2                                  | 10.6                | 35.4                      | 12.5                     | 17.8         | 48.0                                                 | 48.8                 | -.8                            |
| Second quarter.....              | 419.4                 | 295.0                                  | 12.1                | 36.0                      | 12.5                     | 18.5         | 45.3                                                 | 45.7                 | -.4                            |
| Third quarter.....               | 419.3                 | 297.2                                  | 12.2                | 36.1                      | 12.5                     | 19.1         | 42.2                                                 | 41.5                 | .7                             |
| Fourth quarter.....              | ( <sup>2</sup> )      | 295.2                                  | 12.8                | 35.9                      | 12.5                     | 19.4         | ( <sup>2</sup> )                                     | ( <sup>2</sup> )     | .4                             |

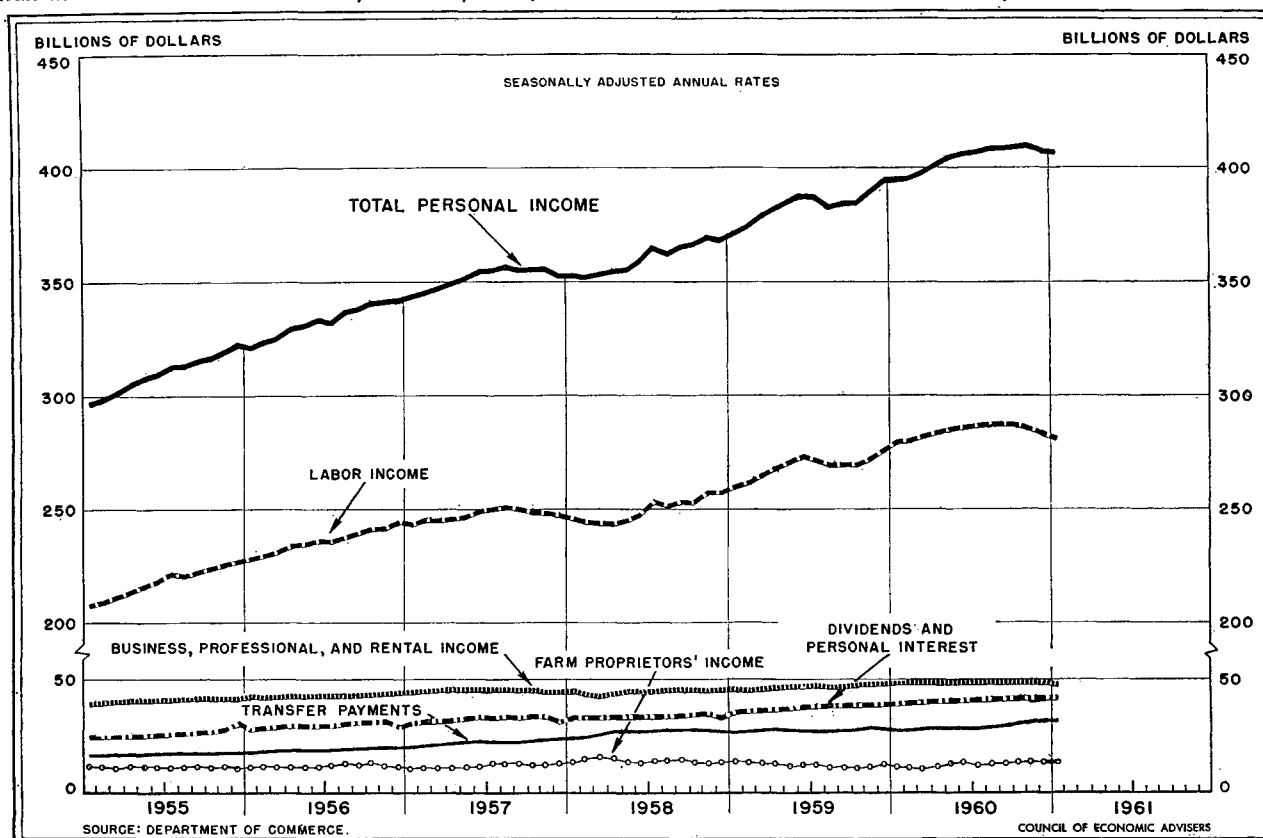
<sup>1</sup> Includes employer contributions for social insurance. (See also p. 3.)

<sup>2</sup> Not available.

Source: Department of Commerce.

## SOURCES OF PERSONAL INCOME

Personal income at an annual rate of \$406.3 billion (seasonally adjusted) in January 1961 was \$600 million less than in December 1960. Labor, business, and professional income accounted for the drop.



[Billions of dollars]

| Period                           | Total personal income | Labor income (wage and salary disbursements and other labor income) <sup>1</sup> | Proprietors' income |                           | Rental income of persons | Dividends | Personal interest income | Transfer payments | Less: Personal contributions for social insurance | Nonagricultural personal income <sup>2</sup> |
|----------------------------------|-----------------------|----------------------------------------------------------------------------------|---------------------|---------------------------|--------------------------|-----------|--------------------------|-------------------|---------------------------------------------------|----------------------------------------------|
|                                  |                       |                                                                                  | Farm                | Business and professional |                          |           |                          |                   |                                                   |                                              |
| 1952.....                        | 273.1                 | 190.2                                                                            | 15.3                | 26.9                      | 10.2                     | 9.0       | 12.1                     | 13.2              | 3.8                                               | 254.3                                        |
| 1953.....                        | 288.3                 | 204.1                                                                            | 13.3                | 27.4                      | 10.5                     | 9.2       | 13.4                     | 14.3              | 3.9                                               | 271.5                                        |
| 1954.....                        | 289.8                 | 202.5                                                                            | 12.7                | 27.8                      | 10.9                     | 9.8       | 14.6                     | 16.2              | 4.6                                               | 273.8                                        |
| 1955.....                        | 310.2                 | 218.0                                                                            | 11.8                | 30.4                      | 10.7                     | 11.2      | 15.8                     | 17.5              | 5.2                                               | 295.0                                        |
| 1956.....                        | 332.9                 | 235.7                                                                            | 11.6                | 32.1                      | 10.9                     | 12.1      | 17.5                     | 18.8              | 5.8                                               | 317.9                                        |
| 1957.....                        | 351.4                 | 247.7                                                                            | 11.8                | 32.7                      | 11.9                     | 12.6      | 19.6                     | 21.9              | 6.7                                               | 336.1                                        |
| 1958.....                        | 360.3                 | 249.1                                                                            | 14.0                | 32.3                      | 12.2                     | 12.4      | 20.8                     | 26.4              | 6.8                                               | 342.6                                        |
| 1959.....                        | 383.3                 | 268.3                                                                            | 11.8                | 34.7                      | 12.4                     | 13.4      | 23.5                     | 27.0              | 7.8                                               | 367.6                                        |
| 1960.....                        | 404.2                 | 283.5                                                                            | 12.0                | 35.9                      | 12.5                     | 14.0      | 26.8                     | 29.0              | 9.3                                               | 388.1                                        |
| Seasonally adjusted annual rates |                       |                                                                                  |                     |                           |                          |           |                          |                   |                                                   |                                              |
| 1959: December..                 | 393.9                 | 275.5                                                                            | 12.3                | 35.2                      | 12.5                     | 13.6      | 24.8                     | 27.9              | 8.0                                               | 377.4                                        |
| 1960: January...                 | 395.7                 | 278.8                                                                            | 11.3                | 35.5                      | 12.5                     | 13.9      | 25.2                     | 27.7              | 9.2                                               | 380.2                                        |
| February.....                    | 395.7                 | 279.3                                                                            | 10.4                | 35.5                      | 12.5                     | 13.9      | 25.5                     | 27.7              | 9.1                                               | 381.2                                        |
| March.....                       | 397.0                 | 280.1                                                                            | 10.1                | 35.4                      | 12.5                     | 13.9      | 25.9                     | 28.3              | 9.2                                               | 382.7                                        |
| April.....                       | 401.9                 | 282.5                                                                            | 11.7                | 35.7                      | 12.5                     | 13.9      | 26.2                     | 28.6              | 9.2                                               | 385.9                                        |
| May.....                         | 404.7                 | 284.5                                                                            | 12.1                | 36.0                      | 12.5                     | 13.9      | 26.5                     | 28.4              | 9.3                                               | 388.3                                        |
| June.....                        | 406.1                 | 285.0                                                                            | 12.5                | 36.2                      | 12.5                     | 13.9      | 26.8                     | 28.5              | 9.3                                               | 389.3                                        |
| July.....                        | 407.3                 | 286.2                                                                            | 12.0                | 36.2                      | 12.5                     | 13.9      | 27.1                     | 28.7              | 9.3                                               | 391.1                                        |
| August.....                      | 408.2                 | 286.3                                                                            | 12.2                | 36.1                      | 12.5                     | 14.0      | 27.4                     | 29.1              | 9.4                                               | 391.8                                        |
| September.....                   | 408.8                 | 286.2                                                                            | 12.2                | 36.1                      | 12.5                     | 14.0      | 27.5                     | 29.7              | 9.3                                               | 392.4                                        |
| October.....                     | 409.7                 | 286.1                                                                            | 12.6                | 36.1                      | 12.5                     | 14.1      | 27.6                     | 30.0              | 9.3                                               | 393.0                                        |
| November.....                    | 409.0                 | 284.7                                                                            | 12.9                | 35.9                      | 12.5                     | 14.1      | 27.6                     | 30.5              | 9.2                                               | 392.1                                        |
| December.....                    | 406.9                 | 282.4                                                                            | 12.9                | 35.7                      | 12.5                     | 14.0      | 27.7                     | 30.9              | 9.2                                               | 390.1                                        |
| 1961: January <sup>3</sup> ..    | 406.3                 | 282.0                                                                            | 12.9                | 35.5                      | 12.5                     | 14.0      | 27.7                     | 31.0              | 9.3                                               | 389.5                                        |

<sup>1</sup> Compensation of employees (see p. 2) excluding employer contributions for social insurance and the excess of wage accruals over disbursements.

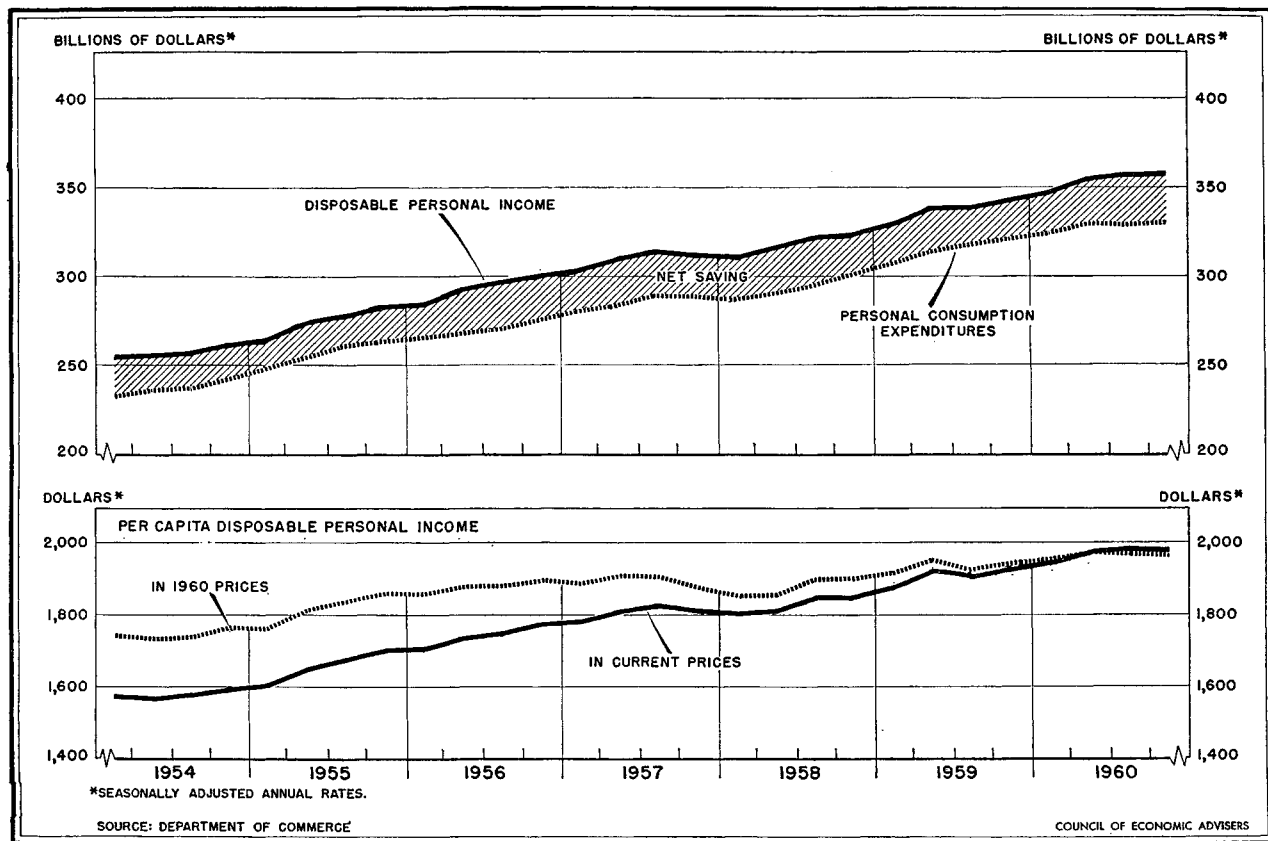
<sup>2</sup> Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

<sup>3</sup> Preliminary.

Source: Department of Commerce.

## DISPOSITION OF PERSONAL INCOME

The increase in disposable income (seasonally adjusted) slackened noticeably in the fourth quarter of 1960. Since the rise in income was less than that in consumption expenditures, the saving rate declined; however, it was higher than in the first half of 1960.



| Period                   | Dis-<br>posable<br>personal<br>income <sup>1</sup> | Personal consumption expenditures |                  |                          |          | Personal<br>saving | Per capita dis-<br>posable personal<br>income <sup>1</sup> |                             | Saving as<br>percent<br>of dis-<br>posable<br>personal<br>income<br>(percent) | Popula-<br>tion<br>(thou-<br>sands) <sup>3</sup> |
|--------------------------|----------------------------------------------------|-----------------------------------|------------------|--------------------------|----------|--------------------|------------------------------------------------------------|-----------------------------|-------------------------------------------------------------------------------|--------------------------------------------------|
|                          |                                                    | Total                             | Durable<br>goods | Non-<br>durable<br>goods | Services |                    | Current<br>prices                                          | 1960<br>prices <sup>2</sup> |                                                                               |                                                  |
|                          | Billions of dollars                                |                                   |                  |                          |          |                    | Dollars                                                    |                             |                                                                               |                                                  |
| 1949.....                | 189. 7                                             | 181. 2                            | 24. 6            | 96. 6                    | 60. 0    | 8. 5               | 1, 272                                                     | 1, 580                      | 4. 5                                                                          | 149, 188                                         |
| 1950.....                | 207. 7                                             | 195. 0                            | 30. 4            | 99. 8                    | 64. 9    | 12. 6              | 1, 369                                                     | 1, 676                      | 6. 1                                                                          | 151, 683                                         |
| 1951.....                | 227. 5                                             | 209. 8                            | 29. 5            | 110. 1                   | 70. 2    | 17. 7              | 1, 474                                                     | 1, 692                      | 7. 8                                                                          | 154, 360                                         |
| 1952.....                | 238. 7                                             | 219. 8                            | 29. 1            | 115. 1                   | 75. 6    | 18. 9              | 1, 520                                                     | 1, 708                      | 7. 9                                                                          | 157, 028                                         |
| 1953.....                | 252. 5                                             | 232. 6                            | 32. 9            | 118. 0                   | 81. 8    | 19. 8              | 1, 582                                                     | 1, 762                      | 7. 8                                                                          | 159, 636                                         |
| 1954.....                | 256. 9                                             | 238. 0                            | 32. 4            | 119. 3                   | 86. 3    | 18. 9              | 1, 582                                                     | 1, 744                      | 7. 4                                                                          | 162, 417                                         |
| 1955.....                | 274. 4                                             | 256. 9                            | 39. 6            | 124. 8                   | 92. 5    | 17. 5              | 1, 660                                                     | 1, 822                      | 6. 4                                                                          | 165, 270                                         |
| 1956.....                | 292. 9                                             | 269. 9                            | 38. 5            | 131. 4                   | 100. 0   | 23. 0              | 1, 742                                                     | 1, 879                      | 7. 9                                                                          | 168, 176                                         |
| 1957.....                | 308. 8                                             | 285. 2                            | 40. 4            | 137. 7                   | 107. 1   | 23. 6              | 1, 804                                                     | 1, 891                      | 7. 6                                                                          | 171, 198                                         |
| 1958.....                | 317. 9                                             | 293. 5                            | 37. 3            | 142. 0                   | 114. 2   | 24. 4              | 1, 826                                                     | 1, 879                      | 7. 7                                                                          | 174, 060                                         |
| 1959.....                | 337. 3                                             | 313. 8                            | 43. 4            | 147. 6                   | 122. 8   | 23. 4              | 1, 905                                                     | 1, 938                      | 6. 9                                                                          | 177, 076                                         |
| 1960.....                | 354. 2                                             | 327. 8                            | 43. 6            | 152. 4                   | 131. 7   | 26. 4              | 1, 969                                                     | 1, 969                      | 7. 5                                                                          | 179, 894                                         |
|                          | Seasonally adjusted annual rates                   |                                   |                  |                          |          |                    |                                                            |                             |                                                                               |                                                  |
| 1959: First quarter..... | 329. 6                                             | 306. 1                            | 41. 6            | 145. 3                   | 119. 2   | 23. 6              | 1, 873                                                     | 1, 917                      | 7. 2                                                                          | 176, 012                                         |
| Second quarter.....      | 338. 3                                             | 313. 6                            | 44. 4            | 147. 7                   | 121. 4   | 24. 8              | 1, 914                                                     | 1, 953                      | 7. 3                                                                          | 176, 714                                         |
| Third quarter.....       | 338. 5                                             | 316. 0                            | 44. 0            | 148. 0                   | 124. 1   | 22. 5              | 1, 907                                                     | 1, 936                      | 6. 6                                                                          | 177, 493                                         |
| Fourth quarter.....      | 342. 4                                             | 319. 6                            | 43. 5            | 149. 6                   | 126. 6   | 22. 8              | 1, 920                                                     | 1, 941                      | 6. 7                                                                          | 178, 291                                         |
| 1960: First quarter..... | 347. 0                                             | 323. 3                            | 44. 2            | 150. 5                   | 128. 6   | 23. 7              | 1, 939                                                     | 1, 951                      | 6. 8                                                                          | 178, 938                                         |
| Second quarter.....      | 354. 1                                             | 329. 0                            | 44. 5            | 153. 5                   | 130. 9   | 25. 2              | 1, 972                                                     | 1, 974                      | 7. 1                                                                          | 179, 576                                         |
| Third quarter.....       | 357. 5                                             | 328. 3                            | 42. 7            | 152. 7                   | 132. 9   | 29. 2              | 1, 983                                                     | 1, 979                      | 8. 2                                                                          | 180, 309                                         |
| Fourth quarter.....      | 358. 1                                             | 330. 8                            | 43. 2            | 152. 9                   | 134. 7   | 27. 2              | 1, 977                                                     | 1, 965                      | 7. 6                                                                          | 181, 123                                         |

<sup>1</sup> Personal income (p. 3) less personal taxes and nontax payments (fines, penalties, etc.).

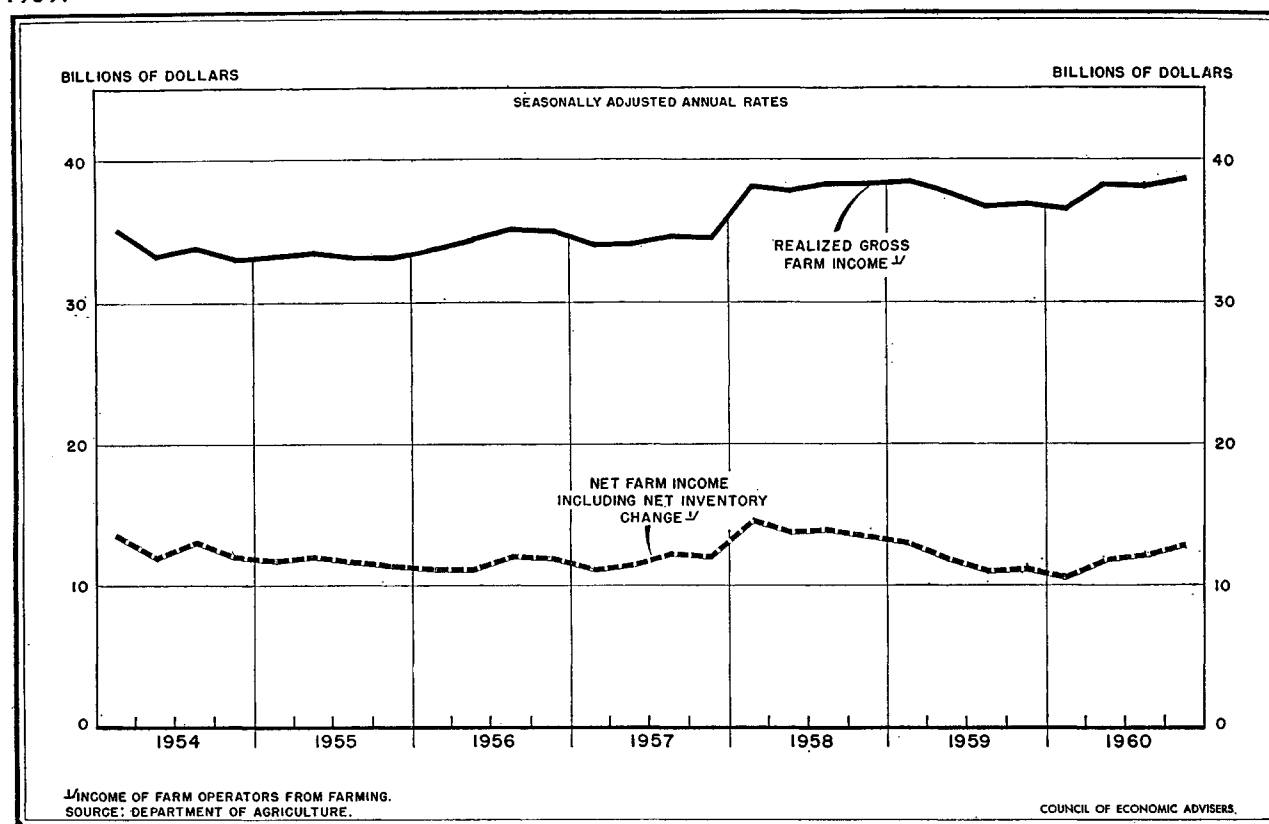
<sup>2</sup> Income in current prices divided by the implicit price deflator for personal consumption expenditures on a 1960 base.

<sup>3</sup> Population of the United States, excluding Alaska and Hawaii; includes armed forces abroad. Annual data as of July 1; quarterly data centered in the middle of the period, interpolated from monthly figures.

Sources: Department of Commerce and Council of Economic Advisers.

# FARM INCOME

Gross and net income of farm operators increased in the fourth quarter of 1960, lifting the year's totals to slightly above 1959.



| Period                   | Income received by total farm population |                                        |                              | Income received by farm operators from farming |                               |                     |                            |                                             |                                                    |                          |
|--------------------------|------------------------------------------|----------------------------------------|------------------------------|------------------------------------------------|-------------------------------|---------------------|----------------------------|---------------------------------------------|----------------------------------------------------|--------------------------|
|                          | From all sources                         | From agricultural sources <sup>1</sup> | From nonagricultural sources | Realized gross                                 |                               | Production expenses | Net                        |                                             | Net income per farm including net inventory change |                          |
|                          |                                          |                                        |                              | Total <sup>2</sup>                             | Cash receipts from marketings |                     | Excluding inventory change | Including net inventory change <sup>3</sup> | Current prices                                     | 1960 prices <sup>5</sup> |
|                          | Billions of dollars                      |                                        |                              |                                                |                               |                     |                            |                                             | Dollars                                            |                          |
| 1952-----                | 23. 4                                    | 17. 3                                  | 6. 1                         | 37. 0                                          | 32. 6                         | 22. 6               | 14. 4                      | 15. 3                                       | 2, 829                                             | 3, 042                   |
| 1953-----                | 21. 1                                    | 15. 1                                  | 6. 0                         | 35. 3                                          | 31. 1                         | 21. 4               | 13. 9                      | 13. 3                                       | 2, 502                                             | 2, 690                   |
| 1954-----                | 20. 2                                    | 14. 4                                  | 5. 8                         | 33. 9                                          | 30. 0                         | 21. 7               | 12. 2                      | 12. 7                                       | 2, 440                                             | 2, 624                   |
| 1955-----                | 19. 8                                    | 13. 5                                  | 6. 3                         | 33. 3                                          | 29. 6                         | 21. 9               | 11. 5                      | 11. 8                                       | 2, 313                                             | 2, 487                   |
| 1956-----                | 20. 1                                    | 13. 4                                  | 6. 7                         | 34. 6                                          | 30. 6                         | 22. 6               | 12. 0                      | 11. 6                                       | 2, 338                                             | 2, 487                   |
| 1957-----                | 20. 2                                    | 13. 6                                  | 6. 6                         | 34. 4                                          | 29. 8                         | 23. 4               | 11. 0                      | 11. 8                                       | 2, 426                                             | 2, 501                   |
| 1958-----                | 22. 2                                    | 15. 8                                  | 6. 4                         | 38. 2                                          | 33. 5                         | 25. 2               | 13. 0                      | 14. 0                                       | 2, 952                                             | 2, 982                   |
| 1959-----                | 20. 4                                    | 13. 6                                  | 6. 8                         | 37. 5                                          | 33. 1                         | 26. 2               | 11. 3                      | 11. 8                                       | 2, 548                                             | 2, 574                   |
| 1960-----                | 20. 7                                    | 13. 8                                  | 6. 9                         | 37. 9                                          | 33. 7                         | 26. 3               | 11. 6                      | 12. 0                                       | 2, 640                                             | 2, 640                   |
|                          | Seasonally adjusted annual rates         |                                        |                              |                                                |                               |                     |                            |                                             |                                                    |                          |
| 1959: First quarter----- | (6)                                      | (6)                                    | (6)                          | 38. 5                                          | 34. 0                         | 26. 2               | 12. 3                      | 13. 0                                       | 2, 800                                             | 2, 830                   |
| Second quarter-----      | (6)                                      | (6)                                    | (6)                          | 37. 8                                          | 33. 5                         | 26. 3               | 11. 5                      | 12. 0                                       | 2, 590                                             | 2, 620                   |
| Third quarter-----       | (6)                                      | (6)                                    | (6)                          | 36. 7                                          | 32. 4                         | 26. 1               | 10. 6                      | 11. 1                                       | 2, 390                                             | 2, 410                   |
| Fourth quarter-----      | (6)                                      | (6)                                    | (6)                          | 36. 9                                          | 32. 7                         | 26. 1               | 10. 8                      | 11. 2                                       | 2, 410                                             | 2, 410                   |
| 1960: First quarter----- | (6)                                      | (6)                                    | (6)                          | 36. 5                                          | 32. 3                         | 26. 3               | 10. 2                      | 10. 6                                       | 2, 330                                             | 2, 330                   |
| Second quarter-----      | (6)                                      | (6)                                    | (6)                          | 38. 3                                          | 34. 1                         | 26. 5               | 11. 8                      | 12. 1                                       | 2, 670                                             | 2, 670                   |
| Third quarter-----       | (6)                                      | (6)                                    | (6)                          | 38. 1                                          | 34. 0                         | 26. 2               | 11. 9                      | 12. 2                                       | 2, 690                                             | 2, 690                   |
| Fourth quarter-----      | (6)                                      | (6)                                    | (6)                          | 38. 6                                          | 34. 3                         | 26. 2               | 12. 4                      | 12. 8                                       | 2, 820                                             | 2, 820                   |

<sup>1</sup> Net income of farm operators from farming (including net inventory change) and wages received by farm resident workers.

<sup>2</sup> Cash receipts from marketings, Government payments, and nonmoney income furnished by farms.

<sup>3</sup> Inventory of crops and livestock valued at the average price for the year.

<sup>4</sup> The number of farms (based on 1954 Census of Agriculture definition) is held

constant within a year. The figures (in millions) for 1958, 1959, and 1960 are 4.7, 4.6, and 4.5, respectively.

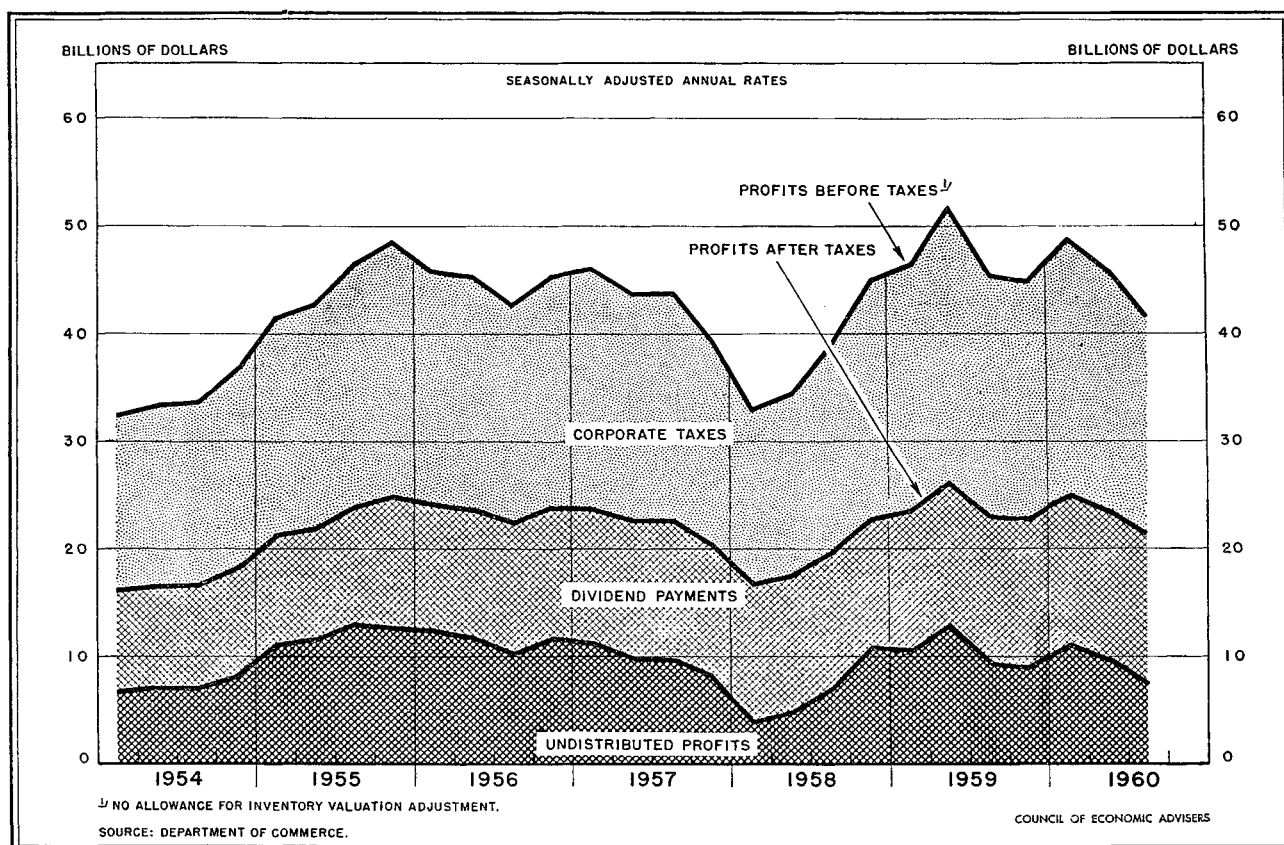
<sup>5</sup> Income in current prices divided by the index of prices paid by farmers for family living items on a 1960 base.

<sup>6</sup> Not available.

Source: Department of Agriculture.

## CORPORATE PROFITS

Corporate profits before taxes in the third quarter of 1960 are estimated to have been \$41.5 billion (seasonally adjusted annual rate), about 9 percent below their second quarter level.



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

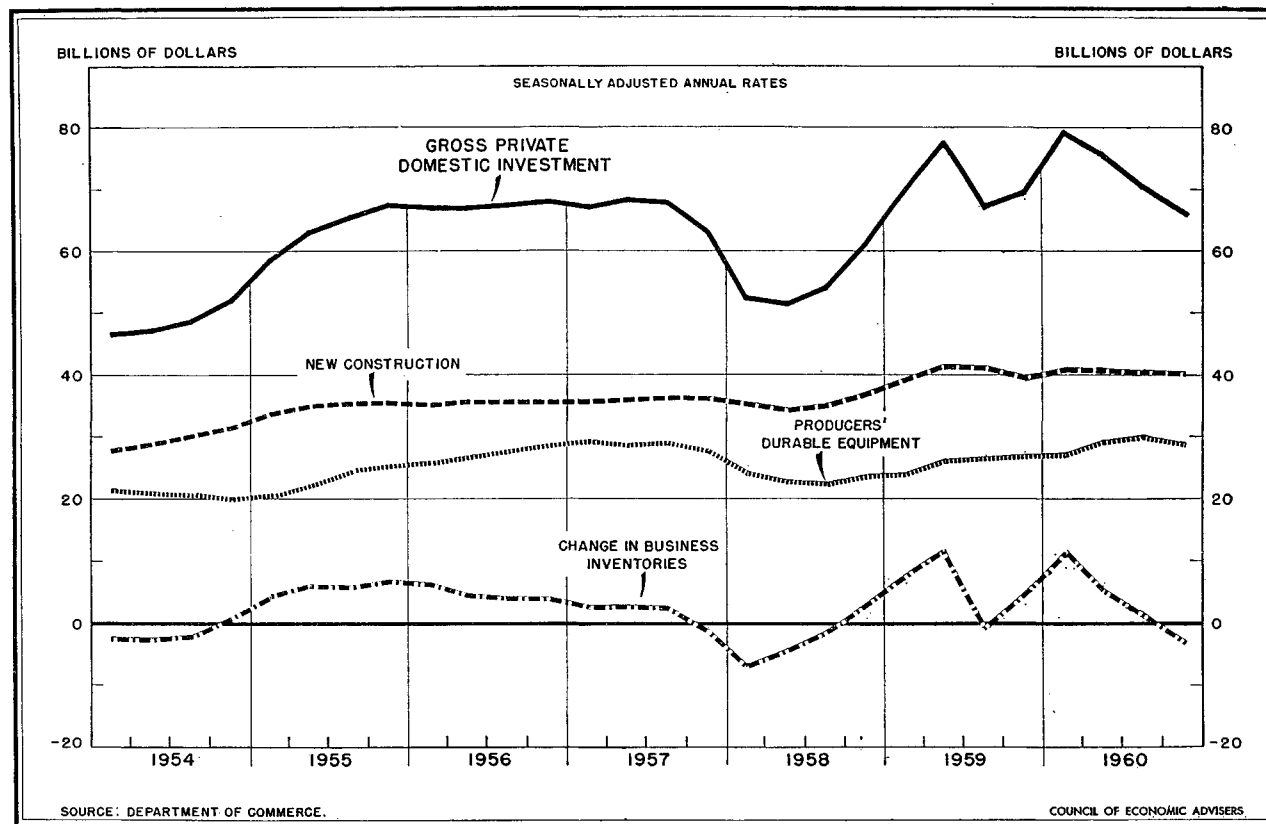
| Period                   | Corporate profits (before taxes) and inventory valuation adjustment <sup>1</sup> |               |                          |                              |                                                      |                      | Corporate profits before taxes | Corporate tax liability | Corporate profits after taxes |                   |                       |
|--------------------------|----------------------------------------------------------------------------------|---------------|--------------------------|------------------------------|------------------------------------------------------|----------------------|--------------------------------|-------------------------|-------------------------------|-------------------|-----------------------|
|                          | All industries                                                                   | Manufacturing |                          |                              | Transportation, communications, and public utilities | All other industries |                                |                         | Total                         | Dividend payments | Undistributed profits |
|                          |                                                                                  | Total         | Durable goods industries | Non-durable goods industries |                                                      |                      |                                |                         |                               |                   |                       |
| 1950.....                | 35.7                                                                             | 20.4          | 12.0                     | 8.4                          | 4.0                                                  | 11.3                 | 40.6                           | 17.9                    | 22.8                          | 9.2               | 13.6                  |
| 1951.....                | 41.0                                                                             | 24.4          | 13.5                     | 10.9                         | 4.5                                                  | 12.0                 | 42.2                           | 22.4                    | 19.7                          | 9.0               | 10.7                  |
| 1952.....                | 37.7                                                                             | 21.1          | 11.8                     | 9.3                          | 4.8                                                  | 11.8                 | 36.7                           | 19.5                    | 17.2                          | 9.0               | 8.3                   |
| 1953.....                | 37.3                                                                             | 21.4          | 12.1                     | 9.3                          | 4.9                                                  | 11.0                 | 38.3                           | 20.2                    | 18.1                          | 9.2               | 8.9                   |
| 1954.....                | 33.7                                                                             | 18.4          | 10.1                     | 8.3                          | 4.4                                                  | 11.0                 | 34.1                           | 17.2                    | 16.8                          | 9.8               | 7.0                   |
| 1955.....                | 43.1                                                                             | 25.0          | 14.2                     | 10.8                         | 5.4                                                  | 12.8                 | 44.9                           | 21.8                    | 23.0                          | 11.2              | 11.8                  |
| 1956.....                | 42.0                                                                             | 23.5          | 12.6                     | 10.9                         | 5.6                                                  | 12.9                 | 44.7                           | 21.2                    | 23.5                          | 12.1              | 11.3                  |
| 1957.....                | 41.7                                                                             | 22.9          | 13.1                     | 9.8                          | 5.5                                                  | 13.3                 | 43.2                           | 20.9                    | 22.3                          | 12.6              | 9.7                   |
| 1958.....                | 37.4                                                                             | 18.8          | 9.2                      | 9.6                          | 5.4                                                  | 13.2                 | 37.7                           | 18.6                    | 19.1                          | 12.4              | 6.7                   |
| 1959.....                | 46.6                                                                             | 24.8          | 12.8                     | 12.0                         | 6.3                                                  | 15.5                 | 47.0                           | 23.2                    | 23.8                          | 13.4              | 10.5                  |
| 1959: First quarter..... | 45.5                                                                             | 24.3          | 12.6                     | 11.7                         | 6.2                                                  | 15.0                 | 46.4                           | 22.9                    | 23.5                          | 13.0              | 10.5                  |
| Second quarter.....      | 50.4                                                                             | 28.1          | 15.8                     | 12.3                         | 6.5                                                  | 15.8                 | 51.7                           | 25.5                    | 26.2                          | 13.2              | 12.9                  |
| Third quarter.....       | 44.9                                                                             | 23.8          | 11.5                     | 12.2                         | 6.1                                                  | 15.0                 | 45.3                           | 22.3                    | 22.9                          | 13.6              | 9.3                   |
| Fourth quarter.....      | 45.5                                                                             | 23.2          | 11.3                     | 12.0                         | 6.3                                                  | 16.0                 | 44.8                           | 22.1                    | 22.7                          | 13.8              | 8.9                   |
| 1960: First quarter..... | 48.0                                                                             | 26.2          | 13.6                     | 12.6                         | 6.5                                                  | 15.3                 | 48.8                           | 23.8                    | 25.0                          | 13.9              | 11.0                  |
| Second quarter.....      | 45.3                                                                             | 23.5          | 11.6                     | 11.9                         | 6.4                                                  | 15.5                 | 45.7                           | 22.3                    | 23.4                          | 13.9              | 9.5                   |
| Third quarter.....       | 42.2                                                                             | 21.6          | 10.5                     | 11.1                         | 6.4                                                  | 14.2                 | 41.5                           | 20.3                    | 21.3                          | 14.0              | 7.3                   |
| Fourth quarter.....      | (2)                                                                              | (2)           | (2)                      | (2)                          | (2)                                                  | (2)                  | (2)                            | (2)                     | (2)                           | 14.1              | (2)                   |

<sup>1</sup> See p. 2 for inventory valuation adjustment.  
<sup>2</sup> Not available.

Source: Department of Commerce.

## GROSS PRIVATE DOMESTIC INVESTMENT

The shift to liquidation of inventories accounted for most of the \$4.8 billion (seasonally adjusted annual rate) decline in gross private domestic investment during the fourth quarter of 1960. The decline in producers' durable equipment represented the first reduction in this series since the 1957-58 recession.



[Billions of dollars]

| Period                           | Total gross private domestic investment | Fixed investment |                               |                     |                    |                              | Change in business inventories |         |
|----------------------------------|-----------------------------------------|------------------|-------------------------------|---------------------|--------------------|------------------------------|--------------------------------|---------|
|                                  |                                         | Total            | New construction <sup>1</sup> |                     |                    | Producers' durable equipment | Total                          | Nonfarm |
|                                  |                                         |                  | Total                         | Residential nonfarm | Other <sup>2</sup> |                              |                                |         |
| 1949.....                        | 33.0                                    | 36.0             | 18.8                          | 9.6                 | 9.2                | 17.2                         | -3.1                           | -2.2    |
| 1950.....                        | 50.0                                    | 43.2             | 24.2                          | 14.1                | 10.1               | 18.9                         | 6.8                            | 6.0     |
| 1951.....                        | 56.3                                    | 46.1             | 24.8                          | 12.5                | 12.3               | 21.3                         | 10.2                           | 9.1     |
| 1952.....                        | 49.9                                    | 46.8             | 25.5                          | 12.8                | 12.7               | 21.3                         | 3.1                            | 2.1     |
| 1953.....                        | 50.3                                    | 49.9             | 27.6                          | 13.8                | 13.8               | 22.3                         | .4                             | 1.1     |
| 1954.....                        | 48.9                                    | 50.5             | 29.7                          | 15.4                | 14.3               | 20.8                         | -1.6                           | -2.1    |
| 1955.....                        | 63.8                                    | 58.1             | 34.9                          | 18.7                | 16.2               | 23.1                         | 5.8                            | 5.5     |
| 1956.....                        | 67.4                                    | 62.7             | 35.5                          | 17.7                | 17.8               | 27.2                         | 4.7                            | 5.1     |
| 1957.....                        | 66.1                                    | 64.6             | 36.1                          | 17.0                | 19.0               | 28.5                         | 1.6                            | .8      |
| 1958.....                        | 56.0                                    | 58.5             | 35.4                          | 18.0                | 17.4               | 23.1                         | -2.5                           | -3.6    |
| 1959.....                        | 72.0                                    | 66.1             | 40.3                          | 22.3                | 18.0               | 25.8                         | 5.9                            | 5.4     |
| 1960.....                        | 72.8                                    | 69.2             | 40.4                          | 21.1                | 19.3               | 28.8                         | 3.6                            | 3.2     |
| Seasonally adjusted annual rates |                                         |                  |                               |                     |                    |                              |                                |         |
| 1959: First quarter.....         | 70.9                                    | 63.3             | 39.4                          | 21.9                | 17.5               | 23.9                         | 7.6                            | 6.9     |
| Second quarter.....              | 78.9                                    | 67.4             | 41.3                          | 23.5                | 17.8               | 26.1                         | 11.5                           | 11.0    |
| Third quarter.....               | 67.5                                    | 67.6             | 41.1                          | 22.6                | 18.5               | 26.5                         | -.1                            | -.5     |
| Fourth quarter.....              | 70.8                                    | 66.2             | 39.4                          | 21.3                | 18.1               | 26.8                         | 4.7                            | 4.3     |
| 1960: First quarter.....         | 79.3                                    | 67.9             | 40.8                          | 21.4                | 19.3               | 27.1                         | 11.4                           | 11.0    |
| Second quarter.....              | 75.5                                    | 70.2             | 40.7                          | 21.3                | 19.4               | 29.5                         | 5.3                            | 5.0     |
| Third quarter.....               | 70.8                                    | 70.2             | 40.5                          | 21.1                | 19.5               | 29.7                         | .6                             | .3      |
| Fourth quarter.....              | 66.0                                    | 69.0             | 40.3                          | 20.5                | 19.8               | 28.7                         | -3.0                           | -3.4    |

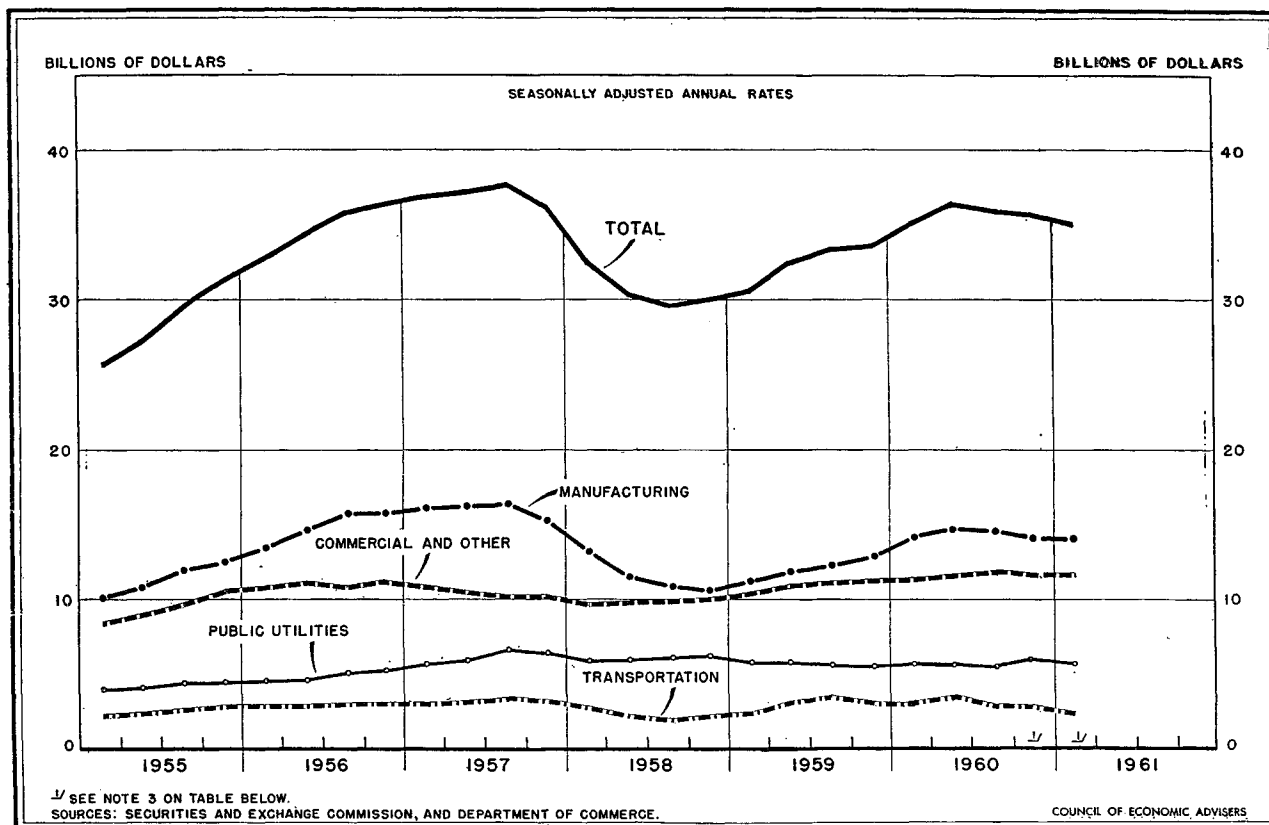
<sup>1</sup> Revisions in series on new construction shown on p. 17 have not yet been incorporated into these series.

<sup>2</sup> "Other" construction in this series includes petroleum and natural gas well drilling, which are excluded from estimates on p. 17.

Source: Department of Commerce.

# EXPENDITURES FOR NEW PLANT AND EQUIPMENT

The October–November survey of business expenditures for plant and equipment indicated a small decline in anticipated outlays in the first quarter of 1961.



[Billions of dollars]

| Period                           | Total <sup>1</sup> | Manufacturing |               |                  | Mining | Transportation |       | Public utilities | Commercial and other <sup>2</sup> |
|----------------------------------|--------------------|---------------|---------------|------------------|--------|----------------|-------|------------------|-----------------------------------|
|                                  |                    | Total         | Durable goods | Nondurable goods |        | Railroads      | Other |                  |                                   |
| 1950                             | 20.60              | 7.49          | 3.14          | 4.36             | 0.71   | 1.11           | 1.21  | 3.31             | 6.78                              |
| 1951                             | 25.64              | 10.85         | 5.17          | 5.68             | .93    | 1.47           | 1.49  | 3.66             | 7.24                              |
| 1952                             | 26.49              | 11.63         | 5.61          | 6.02             | .98    | 1.40           | 1.50  | 3.89             | 7.09                              |
| 1953                             | 28.32              | 11.91         | 5.65          | 6.26             | .99    | 1.31           | 1.56  | 4.55             | 8.00                              |
| 1954                             | 26.83              | 11.04         | 5.09          | 5.95             | .98    | .85            | 1.51  | 4.22             | 8.23                              |
| 1955                             | 28.70              | 11.44         | 5.44          | 6.00             | .96    | .92            | 1.60  | 4.31             | 9.47                              |
| 1956                             | 35.08              | 14.95         | 7.62          | 7.33             | 1.24   | 1.23           | 1.71  | 4.90             | 11.05                             |
| 1957                             | 36.96              | 15.96         | 8.02          | 7.94             | 1.24   | 1.40           | 1.77  | 6.20             | 10.40                             |
| 1958                             | 30.53              | 11.43         | 5.47          | 5.96             | .94    | .75            | 1.50  | 6.09             | 9.82                              |
| 1959                             | 32.54              | 12.07         | 5.77          | 6.29             | .99    | .92            | 2.02  | 5.67             | 10.88                             |
| 1960 <sup>3</sup>                | 35.74              | 14.45         | 7.20          | 7.25             | 1.01   | 1.02           | 1.94  | 5.74             | 11.59                             |
| Seasonally adjusted annual rates |                    |               |               |                  |        |                |       |                  |                                   |
| 1959: First quarter              | 30.60              | 11.20         | 5.25          | 5.95             | 0.95   | 0.65           | 1.70  | 5.80             | 10.35                             |
| Second quarter                   | 32.50              | 11.80         | 5.75          | 6.05             | .95    | 1.00           | 2.10  | 5.80             | 10.85                             |
| Third quarter                    | 33.35              | 12.25         | 5.85          | 6.40             | 1.00   | 1.30           | 2.15  | 5.60             | 11.05                             |
| Fourth quarter                   | 33.60              | 12.85         | 6.15          | 6.70             | 1.05   | .85            | 2.15  | 5.50             | 11.20                             |
| 1960: First quarter              | 35.15              | 14.10         | 7.15          | 6.95             | 1.00   | 1.00           | 2.00  | 5.75             | 11.35                             |
| Second quarter                   | 36.30              | 14.70         | 7.40          | 7.30             | 1.05   | 1.10           | 2.15  | 5.70             | 11.60                             |
| Third quarter                    | 35.90              | 14.65         | 7.35          | 7.30             | 1.00   | 1.00           | 1.90  | 5.60             | 11.75                             |
| Fourth quarter <sup>3</sup>      | 35.6               | 14.3          | 6.9           | 7.4              | 1.0    | 1.0            | 1.8   | 5.9              | 11.7                              |
| 1961: First quarter <sup>3</sup> | 34.9               | 14.3          | 7.1           | 7.2              | 1.0    | .7             | 1.6   | 5.7              | 11.7                              |

<sup>1</sup> Excludes agriculture.

<sup>2</sup> Commercial and other includes trade, service, finance, communications, and construction.

<sup>3</sup> Estimates based on anticipated capital expenditures as reported by business in late October and November 1960. Includes adjustments when necessary for systematic tendencies in anticipatory data.

NOTE.—Quarterly anticipated data are rounded to nearest \$100 million; beginning 1959 all other quarterly data are rounded to nearest \$50 million.

Annual total is the sum of unadjusted expenditures; it does not necessarily coincide with the average of seasonally adjusted figures.

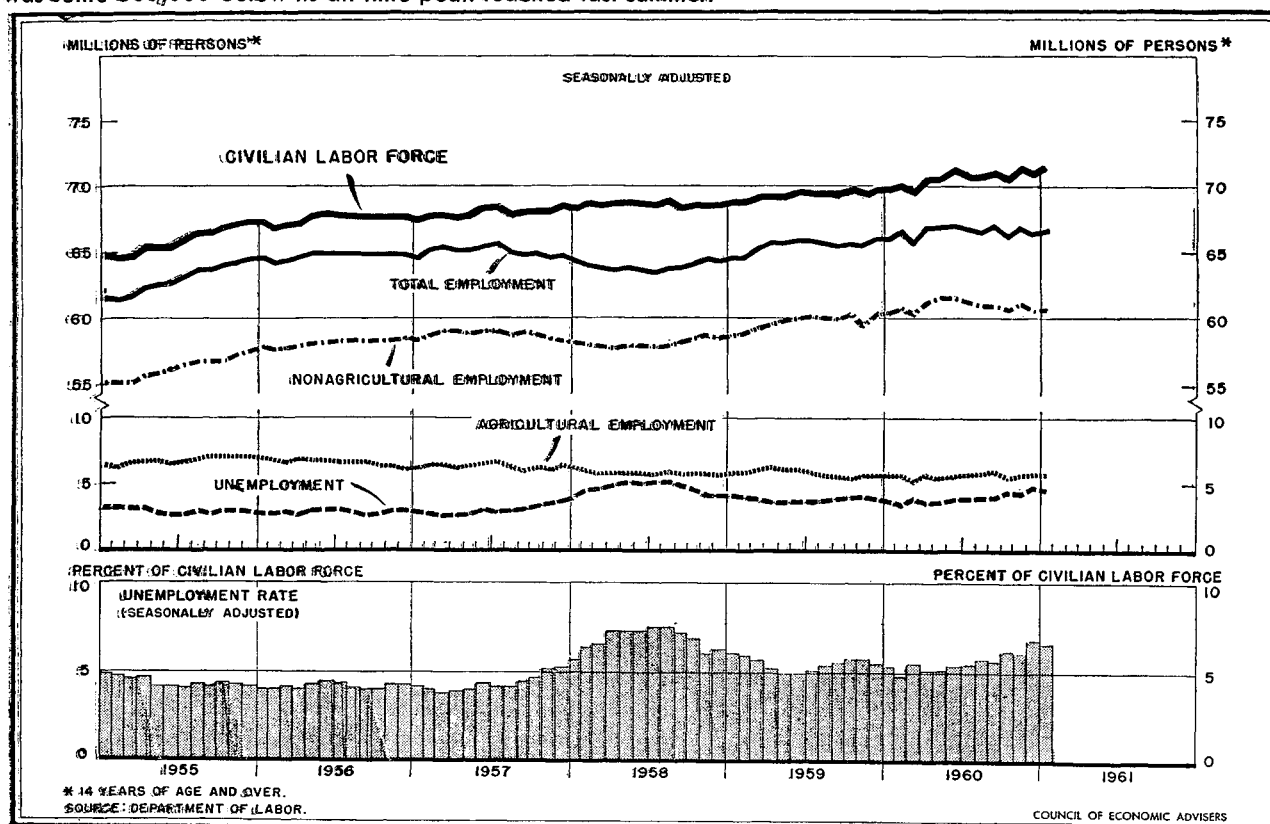
These figures do not agree with the totals included in the gross national product estimates of the Department of Commerce, principally because the latter cover agricultural investment and also certain equipment and construction outlays charged to current expense.

Sources: Securities and Exchange Commission and Department of Commerce.

# EMPLOYMENT, UNEMPLOYMENT, AND WAGES

## STATUS OF THE LABOR FORCE

Unemployment increased by about 900,000 to 5.4 million in January while total employment fell by 1½ million to 64.5 million. Although both changes were about normal for the month, employment on a seasonally adjusted basis was some 600,000 below its all-time peak reached last summer.



| Period                                                          | Total labor force (including armed forces) | Civilian labor force | Civilian employment |                  | Unemployment | Civilian labor force | Civilian employment |              |                  | Unemployment | Unemployment rate (percent of civilian labor force) |                     |
|-----------------------------------------------------------------|--------------------------------------------|----------------------|---------------------|------------------|--------------|----------------------|---------------------|--------------|------------------|--------------|-----------------------------------------------------|---------------------|
|                                                                 |                                            |                      | Total               | Non-agricultural |              |                      | Total               | Agricultural | Non-agricultural |              | Unadjusted                                          | Seasonally adjusted |
|                                                                 |                                            |                      |                     |                  |              |                      |                     |              |                  |              |                                                     |                     |
| Millions of persons 14 years of age and over                    |                                            |                      |                     |                  |              |                      |                     |              |                  |              | Percent                                             |                     |
| 1953.....                                                       | 67.4                                       | 63.8                 | 61.9                | 55.4             | 1.9          | -----                | -----               | -----        | -----            | -----        | 2.9                                                 | -----               |
| 1954.....                                                       | 67.8                                       | 64.5                 | 60.9                | 54.4             | 3.6          | -----                | -----               | -----        | -----            | -----        | 5.6                                                 | -----               |
| 1955.....                                                       | 68.9                                       | 65.8                 | 62.9                | 56.2             | 2.9          | -----                | -----               | -----        | -----            | -----        | 4.4                                                 | -----               |
| 1956.....                                                       | 70.4                                       | 67.5                 | 64.7                | 58.1             | 2.8          | -----                | -----               | -----        | -----            | -----        | 4.2                                                 | -----               |
| 1957.....                                                       | 70.7                                       | 67.9                 | 65.0                | 58.8             | 2.9          | -----                | -----               | -----        | -----            | -----        | 4.3                                                 | -----               |
| 1958.....                                                       | 71.3                                       | 68.6                 | 64.0                | 58.1             | 4.7          | -----                | -----               | -----        | -----            | -----        | 6.8                                                 | -----               |
| 1959.....                                                       | 71.9                                       | 69.4                 | 65.6                | 59.7             | 3.8          | -----                | -----               | -----        | -----            | -----        | 5.5                                                 | -----               |
| 1960.....                                                       | 73.1                                       | 70.6                 | 66.7                | 61.0             | 3.9          | -----                | -----               | -----        | -----            | -----        | 5.6                                                 | -----               |
| Unadjusted                                                      |                                            |                      |                     |                  |              |                      |                     |              |                  |              | Seasonally adjusted <sup>1</sup>                    |                     |
| 1959: December.....                                             | 71.8                                       | 69.3                 | 65.7                | 60.9             | 3.6          | 69.8                 | 66.1                | 5.7          | 60.3             | 3.8          | 5.2                                                 | 5.5                 |
| 1960: January.....                                              | 70.7                                       | 68.2                 | 64.0                | 59.4             | 4.1          | 69.8                 | 66.1                | 5.7          | 60.3             | 3.7          | 6.1                                                 | 5.3                 |
| February.....                                                   | 71.0                                       | 68.4                 | 64.5                | 59.9             | 3.9          | 70.0                 | 66.7                | 5.7          | 60.8             | 3.4          | 5.7                                                 | 4.8                 |
| March.....                                                      | 71.0                                       | 68.5                 | 64.3                | 59.7             | 4.2          | 69.6                 | 65.8                | 5.3          | 60.4             | 3.8          | 6.1                                                 | 5.5                 |
| April.....                                                      | 72.3                                       | 69.8                 | 66.2                | 60.8             | 3.7          | 70.5                 | 67.0                | 5.7          | 61.3             | 3.6          | 5.2                                                 | 5.1                 |
| May.....                                                        | 73.2                                       | 70.7                 | 67.2                | 61.4             | 3.5          | 70.5                 | 67.0                | 5.5          | 61.6             | 3.6          | 4.9                                                 | 5.1                 |
| June.....                                                       | 75.5                                       | 73.0                 | 68.6                | 61.7             | 4.4          | 71.2                 | 67.2                | 5.7          | 61.6             | 3.8          | 6.1                                                 | 5.4                 |
| July.....                                                       | 75.2                                       | 72.7                 | 68.7                | 61.8             | 4.0          | 70.7                 | 66.9                | 5.9          | 61.2             | 3.9          | 5.5                                                 | 5.5                 |
| August.....                                                     | 74.6                                       | 72.1                 | 68.3                | 61.8             | 3.8          | 70.8                 | 66.7                | 5.8          | 61.0             | 4.1          | 5.3                                                 | 5.8                 |
| September.....                                                  | 73.7                                       | 71.2                 | 67.8                | 61.2             | 3.4          | 71.0                 | 67.0                | 6.1          | 61.0             | 4.0          | 4.8                                                 | 5.7                 |
| October.....                                                    | 73.6                                       | 71.1                 | 67.5                | 61.2             | 3.6          | 70.6                 | 66.4                | 5.7          | 60.7             | 4.4          | 5.0                                                 | 6.3                 |
| November.....                                                   | 73.7                                       | 71.2                 | 67.2                | 61.5             | 4.0          | 71.4                 | 67.0                | 5.8          | 61.2             | 4.4          | 5.7                                                 | 6.2                 |
| December.....                                                   | 73.1                                       | 70.5                 | 66.0                | 61.1             | 4.5          | 71.1                 | 66.4                | 5.8          | 60.5             | 4.8          | 6.4                                                 | 6.8                 |
| 1961: January.....                                              | 72.4                                       | 69.8                 | 64.5                | 59.8             | 5.4          | 71.5                 | 66.6                | 5.7          | 60.7             | 4.7          | 7.7                                                 | 6.6                 |
| <sup>1</sup> Seasonally adjusted data for 1961 are preliminary. |                                            |                      |                     |                  |              |                      |                     |              |                  |              |                                                     |                     |

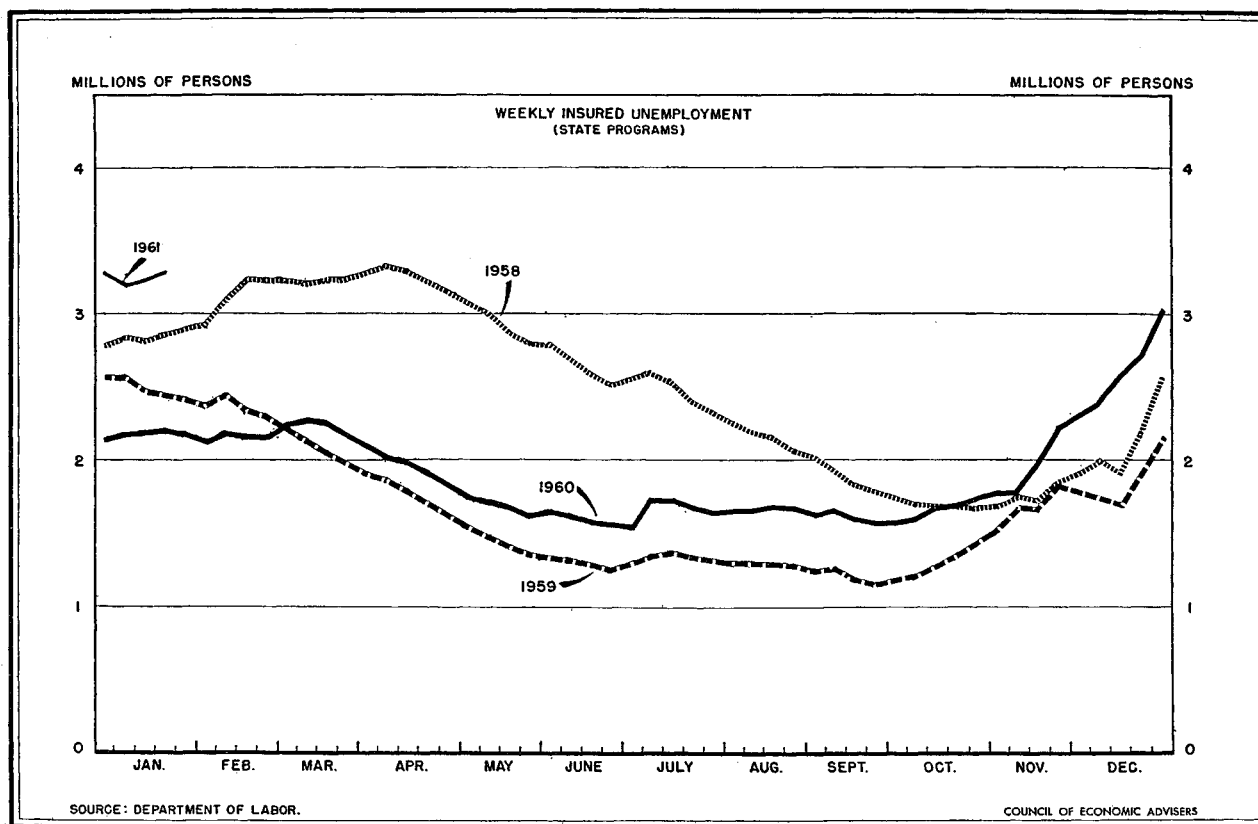
<sup>1</sup> Seasonally adjusted totals may differ from sum of components because totals and components have been seasonally adjusted separately. (Seasonally adjusted data have been revised.)

NOTE.—For definitions and coverage, see *Employment and Earnings*, Department of Labor. Beginning January 1960, data include Alaska and Hawaii.

Source: Department of Labor.

# UNEMPLOYMENT INSURANCE PROGRAMS

Total insured unemployment averaged 3.5 million in January, 660,000 above the December 1960 level.



| Period                           | All programs       |                                       |                                           | State programs       |                |             |                                                       |                     |                             |                                |  |
|----------------------------------|--------------------|---------------------------------------|-------------------------------------------|----------------------|----------------|-------------|-------------------------------------------------------|---------------------|-----------------------------|--------------------------------|--|
|                                  | Covered employment | Insured unemployment (weekly average) | Total benefits paid (millions of dollars) | Insured unemployment | Initial claims | Exhaustions | Insured unemployment as percent of covered employment |                     | Benefits paid               |                                |  |
|                                  |                    |                                       |                                           |                      |                |             | Unadjusted                                            | Seasonally adjusted | Total (millions of dollars) | Average weekly check (dollars) |  |
|                                  |                    |                                       |                                           |                      |                |             |                                                       |                     |                             |                                |  |
| Thousands                        | Thousands          | Percent                               |                                           |                      |                |             |                                                       |                     |                             |                                |  |
| 1955.....                        | 40,014             | 1,395                                 | 1,560.2                                   | 1,254                | 226            | 25          | 3.5                                                   | -----               | 1,350.3                     | 25.04                          |  |
| 1956.....                        | 42,758             | 1,318                                 | 1,540.6                                   | 1,212                | 226            | 20          | 3.2                                                   | -----               | 1,380.7                     | 27.02                          |  |
| 1957.....                        | 43,447             | 1,567                                 | 1,913.0                                   | 1,450                | 268            | 23          | 3.6                                                   | -----               | 1,733.9                     | 28.17                          |  |
| 1958.....                        | 44,501             | 2,766                                 | 3,892.5                                   | 2,509                | 370            | 50          | 6.4                                                   | -----               | 3,512.7                     | 30.58                          |  |
| 1959.....                        | 45,727             | 1,856                                 | 2,651.7                                   | 1,682                | 281            | 33          | 4.4                                                   | -----               | 2,279.0                     | 30.41                          |  |
| 1960.....                        | (1)                | 2,067                                 | 3,022.8                                   | 1,906                | 331            | 31          | 4.8                                                   | -----               | 2,726.8                     | 32.87                          |  |
| 1959: December.....              | 46,873             | 2,008                                 | 250.8                                     | 1,841                | 358            | 27          | 4.8                                                   | 4.8                 | 219.5                       | 31.91                          |  |
| 1960: January.....               | 45,446             | 2,359                                 | 264.4                                     | 2,180                | 386            | 29          | 5.6                                                   | 4.3                 | 235.2                       | 31.90                          |  |
| February.....                    | 45,409             | 2,326                                 | 274.6                                     | 2,157                | 301            | 30          | 5.5                                                   | 4.2                 | 247.8                       | 32.26                          |  |
| March.....                       | 45,389             | 2,370                                 | 314.6                                     | 2,209                | 301            | 33          | 5.7                                                   | 4.6                 | 287.1                       | 32.39                          |  |
| April.....                       | (1)                | 2,078                                 | 259.6                                     | 1,939                | 293            | 35          | 4.9                                                   | 4.2                 | 237.4                       | 32.50                          |  |
| May.....                         | (1)                | 1,801                                 | 223.0                                     | 1,682                | 264            | 31          | 4.3                                                   | 4.1                 | 204.9                       | 32.24                          |  |
| June.....                        | (1)                | 1,700                                 | 216.8                                     | 1,588                | 272            | 31          | 4.0                                                   | 4.2                 | 198.9                       | 32.33                          |  |
| July.....                        | (1)                | 1,826                                 | 198.7                                     | 1,686                | 339            | 29          | 4.3                                                   | 4.6                 | 183.8                       | 32.37                          |  |
| August.....                      | (1)                | 1,804                                 | 229.7                                     | 1,657                | 306            | 28          | 4.2                                                   | 5.1                 | 206.3                       | 32.99                          |  |
| September.....                   | (1)                | 1,781                                 | 230.8                                     | 1,598                | 274            | 27          | 4.0                                                   | 5.3                 | 201.8                       | 33.54                          |  |
| October.....                     | (1)                | 1,839                                 | 214.9                                     | 1,678                | 332            | 29          | 4.2                                                   | 5.9                 | 189.9                       | 33.73                          |  |
| November.....                    | (1)                | 2,226                                 | 258.6                                     | 2,039                | 396            | 31          | 5.1                                                   | 6.5                 | 231.1                       | 34.01                          |  |
| December.....                    | (1)                | 2,845                                 | 332.4                                     | 2,639                | 494            | 36          | 6.6                                                   | 6.5                 | 300.2                       | 34.18                          |  |
| 1961: January <sup>2</sup> ..... | (1)                | 3,505                                 | 430.0                                     | 3,256                | 520            | 44          | 8.1                                                   | 6.3                 | 390.0                       | 34.40                          |  |
| Week ended:                      |                    |                                       |                                           |                      |                |             |                                                       |                     |                             |                                |  |
| 1961: January 21.....            | (1)                | 3,487                                 | (1)                                       | 3,232                | 488            | (1)         | 8.0                                                   | (1)                 | (1)                         | (1)                            |  |
| 28.....                          | (1)                | 3,551                                 | (1)                                       | 3,294                | 492            | (1)         | 8.1                                                   | (1)                 | (1)                         | (1)                            |  |
| February 4 <sup>2</sup> .....    | (1)                | 3,618                                 | (1)                                       | 3,358                | 496            | (1)         | 8.3                                                   | (1)                 | (1)                         | (1)                            |  |
| 11 <sup>2</sup> .....            | (1)                |                                       | (1)                                       |                      | 510            | (1)         |                                                       | (1)                 | (1)                         | (1)                            |  |

<sup>1</sup> Not available.

<sup>2</sup> Not charted.

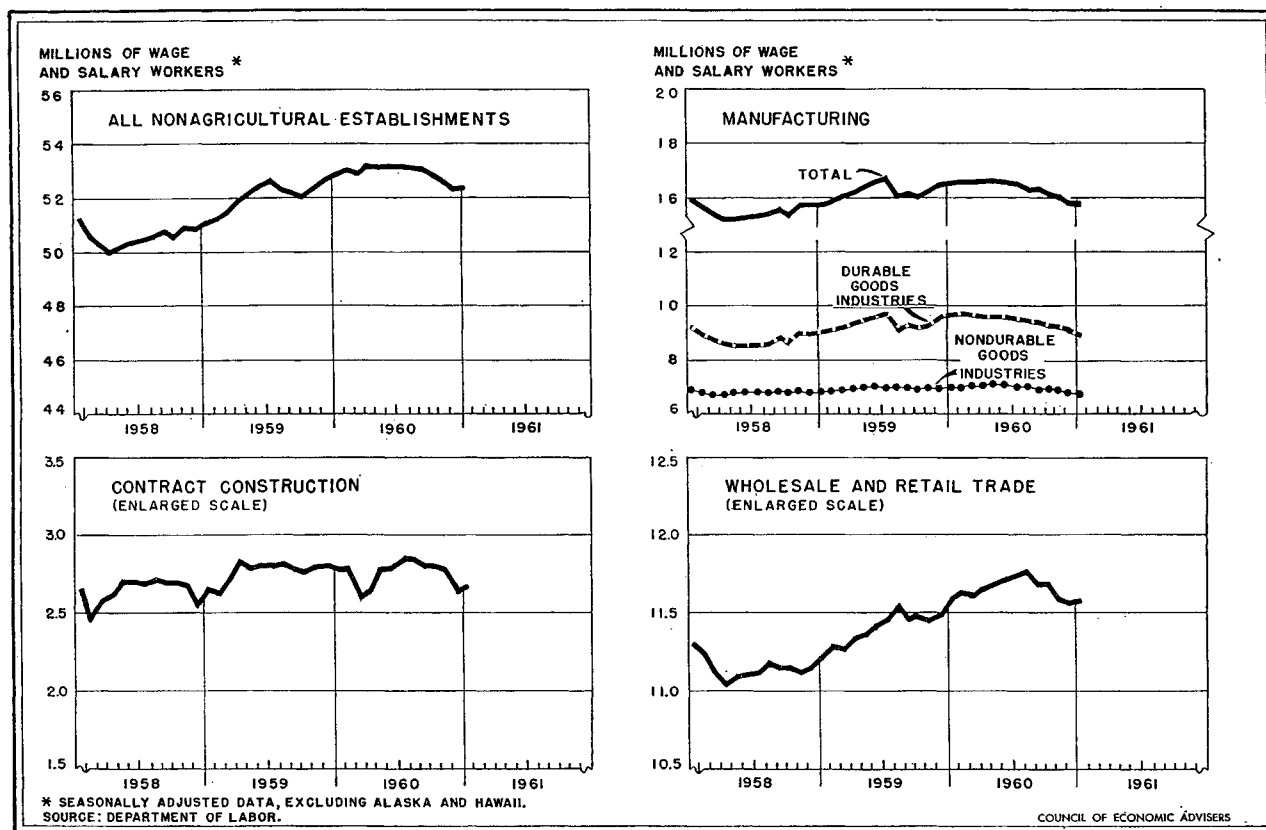
<sup>3</sup> Preliminary.

NOTE.—For definitions and coverage, see 1960 Supplement to Economic Indicators. Data for Alaska and Hawaii included for all periods.

Source: Department of Labor.

# NONAGRICULTURAL EMPLOYMENT

Payroll employment in nonagricultural establishments, seasonally adjusted, increased by about 125,000 in January. Manufacturing employment continued to decline.



[Thousands of wage and salary workers <sup>1</sup>]

| Period                           | Total, unad-justed, excluding Alaska and Hawaii | Total including Alaska and Hawaii | Total excluding Alaska and Hawaii | Manufacturing (private) |               |                  | Nonmanufacturing (private) |                       |                            | Government (Federal, State, local) |
|----------------------------------|-------------------------------------------------|-----------------------------------|-----------------------------------|-------------------------|---------------|------------------|----------------------------|-----------------------|----------------------------|------------------------------------|
|                                  |                                                 |                                   |                                   | Total                   | Durable goods | Nondurable goods | Total <sup>2</sup>         | Contract construction | Wholesale and retail trade |                                    |
| 1954-----                        | 48,431                                          |                                   | 48,431                            | 15,995                  | 9,122         | 6,873            | 25,685                     | 2,593                 | 10,520                     | 6,751                              |
| 1955-----                        | 50,056                                          |                                   | 50,056                            | 16,563                  | 9,549         | 7,014            | 26,579                     | 2,759                 | 10,846                     | 6,914                              |
| 1956-----                        | 51,766                                          |                                   | 51,766                            | 16,903                  | 9,835         | 7,068            | 27,586                     | 2,929                 | 11,221                     | 7,277                              |
| 1957-----                        | 52,162                                          |                                   | 52,162                            | 16,782                  | 9,821         | 6,961            | 27,754                     | 2,808                 | 11,302                     | 7,626                              |
| 1958-----                        | 50,543                                          |                                   | 50,543                            | 15,468                  | 8,743         | 6,725            | 27,182                     | 2,648                 | 11,141                     | 7,893                              |
| 1959-----                        | 51,975                                          | 52,205                            | 51,975                            | 16,168                  | 9,290         | 6,878            | 27,680                     | 2,767                 | 11,385                     | 8,127                              |
| 1960 <sup>3</sup> -----          | 52,898                                          | 53,137                            | 52,898                            | 16,337                  | 9,432         | 6,905            | 28,103                     | 2,772                 | 11,642                     | 8,458                              |
| Seasonally adjusted              |                                                 |                                   |                                   |                         |               |                  |                            |                       |                            |                                    |
| 1959: December-----              | 53,756                                          | 52,902                            | 52,674                            | 16,436                  | 9,542         | 6,894            | 27,931                     | 2,800                 | 11,486                     | 8,307                              |
| 1960: January-----               | 52,078                                          | 53,108                            | 52,880                            | 16,562                  | 9,655         | 6,907            | 28,028                     | 2,775                 | 11,594                     | 8,290                              |
| February-----                    | 52,060                                          | 53,201                            | 52,972                            | 16,567                  | 9,667         | 6,900            | 28,090                     | 2,781                 | 11,627                     | 8,315                              |
| March-----                       | 52,172                                          | 53,052                            | 52,823                            | 16,509                  | 9,603         | 6,906            | 27,815                     | 2,601                 | 11,595                     | 8,499                              |
| April-----                       | 52,844                                          | 53,362                            | 53,128                            | 16,527                  | 9,552         | 6,975            | 28,086                     | 2,752                 | 11,652                     | 8,515                              |
| May-----                         | 52,957                                          | 53,344                            | 53,105                            | 16,540                  | 9,537         | 7,003            | 28,156                     | 2,783                 | 11,675                     | 8,409                              |
| June-----                        | 53,309                                          | 53,388                            | 53,140                            | 16,498                  | 9,499         | 6,999            | 28,222                     | 2,790                 | 11,712                     | 8,420                              |
| July-----                        | 52,923                                          | 53,407                            | 53,145                            | 16,417                  | 9,452         | 6,965            | 28,324                     | 2,858                 | 11,736                     | 8,404                              |
| August-----                      | 53,062                                          | 53,304                            | 53,046                            | 16,265                  | 9,338         | 6,927            | 28,307                     | 2,835                 | 11,764                     | 8,474                              |
| September-----                   | 53,496                                          | 53,242                            | 52,998                            | 16,275                  | 9,391         | 6,884            | 28,184                     | 2,800                 | 11,665                     | 8,539                              |
| October-----                     | 53,391                                          | 53,047                            | 52,809                            | 16,132                  | 9,266         | 6,866            | 28,153                     | 2,804                 | 11,668                     | 8,524                              |
| November-----                    | 53,133                                          | 52,825                            | 52,591                            | 16,030                  | 9,190         | 6,840            | 28,030                     | 2,783                 | 11,568                     | 8,531                              |
| December <sup>3</sup> -----      | 53,303                                          | 52,447                            | 52,215                            | 15,784                  | 9,026         | 6,758            | 27,841                     | 2,641                 | 11,538                     | 8,596                              |
| 1961: January <sup>3</sup> ----- | 51,548                                          | 52,570                            | 52,342                            | 15,668                  | 8,925         | 6,743            | 28,041                     | 2,672                 | 11,720                     | 8,633                              |

<sup>1</sup> 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 ending nearest the 15th 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. 9, 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 an enumeration of population, whereas the estimates in this table are based on reports from employing establishments.

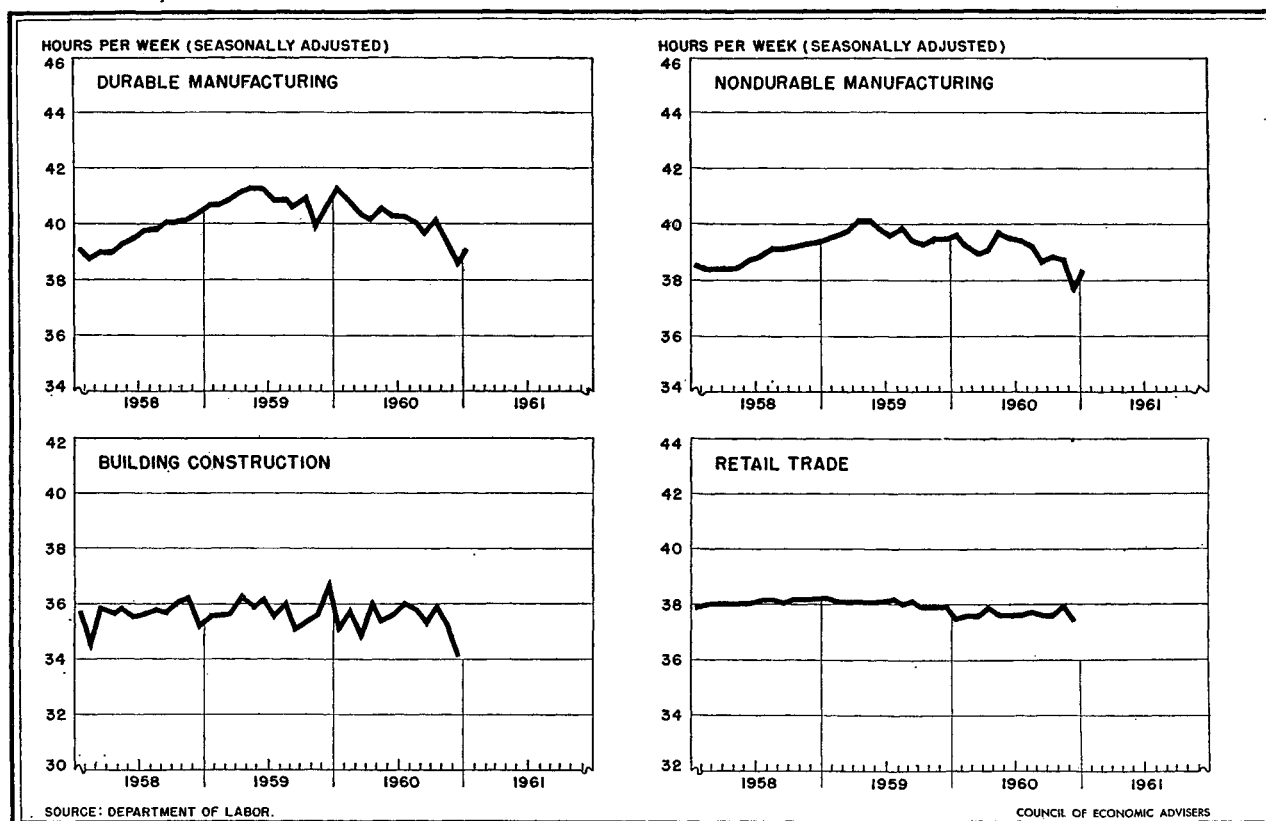
<sup>2</sup> Includes mining; transportation and public utilities; finance, insurance, and real estate; and service and miscellaneous, not shown separately.

<sup>3</sup> Preliminary.

Source: Department of Labor.

# WEEKLY HOURS OF WORK

The average factory workweek increased 0.4 hours in January to 38.7 hours (seasonally adjusted). It was 1.7 hours below a year earlier.



| Period                           | Average hours per week <sup>1</sup> |               |                   |                       |                  | Persons at work in nonagricultural industries by hours worked per week <sup>2</sup> |             |                |                                |                                |
|----------------------------------|-------------------------------------|---------------|-------------------|-----------------------|------------------|-------------------------------------------------------------------------------------|-------------|----------------|--------------------------------|--------------------------------|
|                                  | Manufacturing industries            |               |                   | Building construction | Retail trade     | Over 40 hours                                                                       | 35-40 hours | Under 35 hours |                                |                                |
|                                  | All                                 | Durable goods | Non-durable goods |                       |                  |                                                                                     |             | Total          | Part-time for economic reasons |                                |
|                                  |                                     |               |                   |                       |                  |                                                                                     |             |                | Usually full-time <sup>3</sup> | Usually part-time <sup>4</sup> |
| Hours per week                   |                                     |               |                   |                       |                  | Millions of persons 14 years of age and over                                        |             |                |                                |                                |
| 1954-----                        | 39.7                                | 40.2          | 39.0              | 36.2                  | 39.1             | 15.7                                                                                | 24.4        | 11.8           | ( <sup>5</sup> )               | ( <sup>5</sup> )               |
| 1955-----                        | 40.7                                | 41.4          | 39.8              | 36.2                  | 39.0             | 18.0                                                                                | 27.0        | 8.7            | ( <sup>5</sup> )               | ( <sup>5</sup> )               |
| 1956-----                        | 40.4                                | 41.1          | 39.5              | 36.4                  | 38.6             | 18.7                                                                                | 27.3        | 9.4            | 1.1                            | 0.9                            |
| 1957-----                        | 39.8                                | 40.3          | 39.1              | 36.1                  | 38.1             | 17.6                                                                                | 28.6        | 9.7            | 1.2                            | 1.0                            |
| 1958-----                        | 39.2                                | 39.5          | 38.8              | 35.7                  | 38.1             | 16.6                                                                                | 28.3        | 10.4           | 1.6                            | 1.3                            |
| 1959-----                        | 40.3                                | 40.8          | 39.6              | 35.8                  | 38.1             | 17.3                                                                                | 27.7        | 11.7           | 1.0                            | 1.3                            |
| 1960 <sup>6</sup> -----          | 39.7                                | 40.1          | 39.1              | 35.5                  | 37.7             | 17.7                                                                                | 28.7        | 11.5           | 1.2                            | 1.3                            |
| Seasonally adjusted              |                                     |               |                   |                       |                  |                                                                                     |             |                |                                |                                |
| 1959: December-----              | 40.2                                | 40.6          | 39.5              | 36.7                  | 37.9             | 18.9                                                                                | 29.5        | 10.7           | 1.2                            | 1.1                            |
| 1960: January-----               | 40.4                                | 41.2          | 39.6              | 35.1                  | 37.5             | 17.6                                                                                | 29.5        | 10.2           | 1.1                            | 1.1                            |
| February-----                    | 40.0                                | 40.7          | 39.2              | 35.8                  | 37.6             | 17.1                                                                                | 28.2        | 12.2           | 1.1                            | 1.2                            |
| March-----                       | 39.9                                | 40.3          | 39.0              | 34.8                  | 37.6             | 17.2                                                                                | 28.9        | 11.2           | 1.1                            | 1.1                            |
| April-----                       | 39.6                                | 40.1          | 39.1              | 36.0                  | 37.9             | 17.0                                                                                | 27.8        | 13.8           | 1.2                            | 1.3                            |
| May-----                         | 40.1                                | 40.5          | 39.7              | 35.4                  | 37.6             | 18.0                                                                                | 30.6        | 10.8           | 1.2                            | 1.2                            |
| June-----                        | 39.9                                | 40.2          | 39.5              | 35.6                  | 37.6             | 18.0                                                                                | 29.8        | 10.2           | 1.4                            | 1.5                            |
| July-----                        | 39.9                                | 40.2          | 39.4              | 36.0                  | 37.6             | 17.3                                                                                | 28.1        | 9.3            | 1.1                            | 1.7                            |
| August-----                      | 39.7                                | 40.0          | 39.2              | 35.8                  | 37.7             | 17.1                                                                                | 29.1        | 8.8            | 1.2                            | 1.6                            |
| September-----                   | 39.3                                | 39.7          | 38.7              | 35.3                  | 37.6             | 18.5                                                                                | 29.7        | 10.4           | 1.3                            | 1.2                            |
| October-----                     | 39.5                                | 40.1          | 38.8              | 35.9                  | 37.6             | 18.6                                                                                | 29.0        | 11.7           | 1.3                            | 1.2                            |
| November-----                    | 39.1                                | 39.4          | 38.7              | 35.3                  | 37.9             | 17.0                                                                                | 24.6        | 18.2           | 1.4                            | 1.3                            |
| December <sup>6</sup> -----      | 38.3                                | 38.6          | 37.7              | 34.1                  | 37.4             | 18.3                                                                                | 29.3        | 11.6           | 1.5                            | 1.3                            |
| 1961: January <sup>6</sup> ----- | 38.7                                | 39.1          | 38.4              | ( <sup>5</sup> )      | ( <sup>5</sup> ) | 17.7                                                                                | 29.5        | 10.9           | 1.7                            | 1.4                            |

<sup>1</sup> Data relate to production workers or nonsupervisory employees.

<sup>2</sup> Differs from total nonagricultural employment (p. 9), which includes persons with jobs but not at work for such reasons as vacation, illness, bad weather, and industrial disputes. Beginning January 1960, data include Alaska and Hawaii.

<sup>3</sup> Includes persons who worked part-time because of slack work, material shortages or repairs, new job started, or job terminated.

<sup>4</sup> Primarily includes persons who could find only part-time work.

<sup>5</sup> Not available.

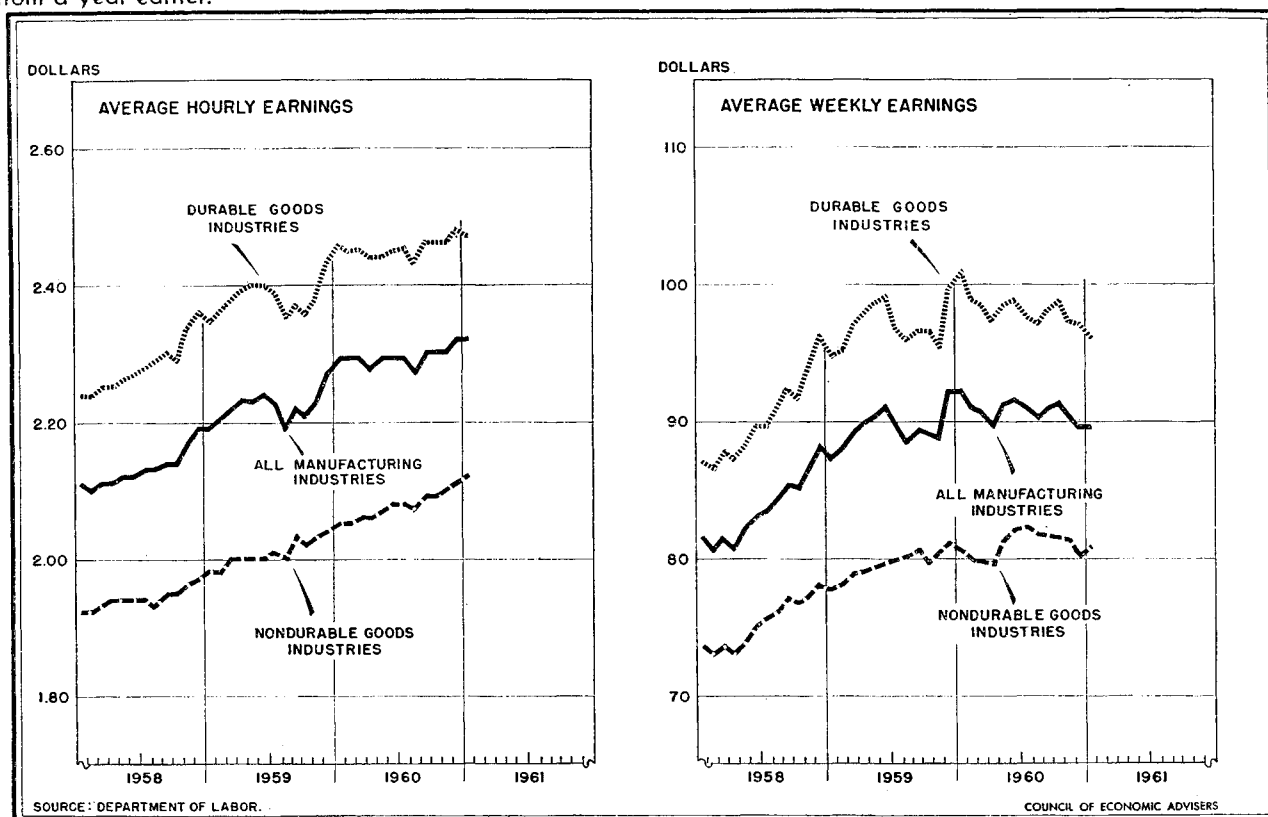
<sup>6</sup> Preliminary.

<sup>7</sup> Average hours worked: usually full-time, 25.0; usually part-time, 18.5.

Source: Department of Labor.

## AVERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

Average hourly earnings and average weekly earnings for production workers in manufacturing industries in January 1961 were unchanged from December 1960. Hourly earnings were up 3 cents and weekly earnings were down \$2.74 from a year earlier.



[For production workers or nonsupervisory employees]

| Period                     | Average hourly earnings—current prices |                  |                          |                                 |                 | Average weekly earnings—current prices |                  |                          |                                 |                 | Average weekly earnings, all manufacturing industries, 1960 prices <sup>1</sup> |
|----------------------------|----------------------------------------|------------------|--------------------------|---------------------------------|-----------------|----------------------------------------|------------------|--------------------------|---------------------------------|-----------------|---------------------------------------------------------------------------------|
|                            | Manufacturing industries               |                  |                          | Build-<br>ing con-<br>struction | Retail<br>trade | Manufacturing industries               |                  |                          | Build-<br>ing con-<br>struction | Retail<br>trade |                                                                                 |
|                            | All                                    | Durable<br>goods | Non-<br>durable<br>goods |                                 |                 | All                                    | Durable<br>goods | Non-<br>durable<br>goods |                                 |                 |                                                                                 |
| 1951                       | \$1.59                                 | \$1.67           | \$1.48                   | \$2.19                          | \$1.26          | \$61.71                                | \$69.47          | \$58.46                  | \$81.47                         | \$50.65         | \$73.79                                                                         |
| 1952                       | 1.67                                   | 1.77             | 1.54                     | 2.31                            | 1.32            | 67.97                                  | 73.46            | 60.98                    | 88.01                           | 52.67           | 75.77                                                                           |
| 1953                       | 1.77                                   | 1.87             | 1.61                     | 2.48                            | 1.40            | 71.69                                  | 77.23            | 63.60                    | 91.76                           | 54.88           | 79.30                                                                           |
| 1954                       | 1.81                                   | 1.92             | 1.66                     | 2.60                            | 1.45            | 71.86                                  | 77.18            | 64.74                    | 94.12                           | 56.70           | 79.14                                                                           |
| 1955                       | 1.88                                   | 2.01             | 1.71                     | 2.66                            | 1.50            | 76.52                                  | 83.21            | 68.06                    | 96.29                           | 58.50           | 84.55                                                                           |
| 1956                       | 1.98                                   | 2.10             | 1.80                     | 2.80                            | 1.57            | 79.99                                  | 86.31            | 71.10                    | 101.92                          | 60.60           | 87.04                                                                           |
| 1957                       | 2.07                                   | 2.20             | 1.88                     | 2.96                            | 1.64            | 82.39                                  | 88.66            | 73.51                    | 106.86                          | 62.48           | 86.73                                                                           |
| 1958                       | 2.13                                   | 2.28             | 1.94                     | 3.10                            | 1.70            | 83.50                                  | 90.06            | 75.27                    | 110.67                          | 64.77           | 85.55                                                                           |
| 1959                       | 2.22                                   | 2.38             | 2.01                     | 3.22                            | 1.76            | 89.47                                  | 97.10            | 79.60                    | 115.28                          | 67.06           | 90.83                                                                           |
| 1960 <sup>2</sup>          | 2.29                                   | 2.45             | 2.08                     | 3.37                            | 1.81            | 90.91                                  | 98.25            | 81.33                    | 119.64                          | 68.24           | 90.91                                                                           |
| 1959: December             | 2.27                                   | 2.43             | 2.04                     | 3.30                            | 1.73            | 92.16                                  | 99.87            | 81.19                    | 119.13                          | 66.09           | 92.90                                                                           |
| 1960: January              | 2.29                                   | 2.46             | 2.05                     | 3.32                            | 1.79            | 92.29                                  | 100.86           | 80.77                    | 114.87                          | 66.95           | 93.13                                                                           |
| February                   | 2.29                                   | 2.45             | 2.05                     | 3.33                            | 1.79            | 91.14                                  | 98.98            | 79.95                    | 114.22                          | 66.95           | 91.78                                                                           |
| March                      | 2.29                                   | 2.45             | 2.06                     | 3.38                            | 1.79            | 90.91                                  | 98.74            | 79.93                    | 115.60                          | 66.95           | 91.46                                                                           |
| April                      | 2.28                                   | 2.44             | 2.06                     | 3.32                            | 1.79            | 89.60                                  | 97.36            | 79.52                    | 119.19                          | 67.48           | 89.78                                                                           |
| May                        | 2.29                                   | 2.44             | 2.07                     | 3.34                            | 1.81            | 91.37                                  | 98.58            | 81.35                    | 119.91                          | 67.69           | 91.55                                                                           |
| June                       | 2.29                                   | 2.45             | 2.08                     | 3.34                            | 1.82            | 91.60                                  | 98.98            | 82.16                    | 121.24                          | 68.80           | 91.60                                                                           |
| July                       | 2.29                                   | 2.45             | 2.08                     | 3.37                            | 1.82            | 91.14                                  | 97.76            | 82.37                    | 123.68                          | 69.52           | 91.05                                                                           |
| August                     | 2.27                                   | 2.43             | 2.07                     | 3.37                            | 1.81            | 90.35                                  | 97.20            | 81.77                    | 123.68                          | 69.32           | 90.26                                                                           |
| September                  | 2.30                                   | 2.46             | 2.09                     | 3.40                            | 1.82            | 91.08                                  | 98.15            | 81.72                    | 122.40                          | 68.43           | 90.90                                                                           |
| October                    | 2.30                                   | 2.46             | 2.09                     | 3.42                            | 1.83            | 91.31                                  | 98.89            | 81.51                    | 125.17                          | 68.44           | 90.77                                                                           |
| November                   | 2.30                                   | 2.46             | 2.10                     | 3.42                            | 1.82            | 90.39                                  | 97.42            | 81.48                    | 117.99                          | 68.25           | 89.76                                                                           |
| December <sup>2</sup>      | 2.32                                   | 2.48             | 2.11                     | 3.46                            | 1.78            | 89.55                                  | 96.97            | 80.18                    | 115.91                          | 67.11           | 88.84                                                                           |
| 1961: January <sup>2</sup> | 2.32                                   | 2.47             | 2.12                     | (3)                             | (3)             | 89.55                                  | 96.08            | 80.98                    | (3)                             | (3)             | (3)                                                                             |

<sup>1</sup> Earnings in current prices divided by the consumer price index on a 1960 base.

<sup>2</sup> Preliminary.

<sup>3</sup> Not available.

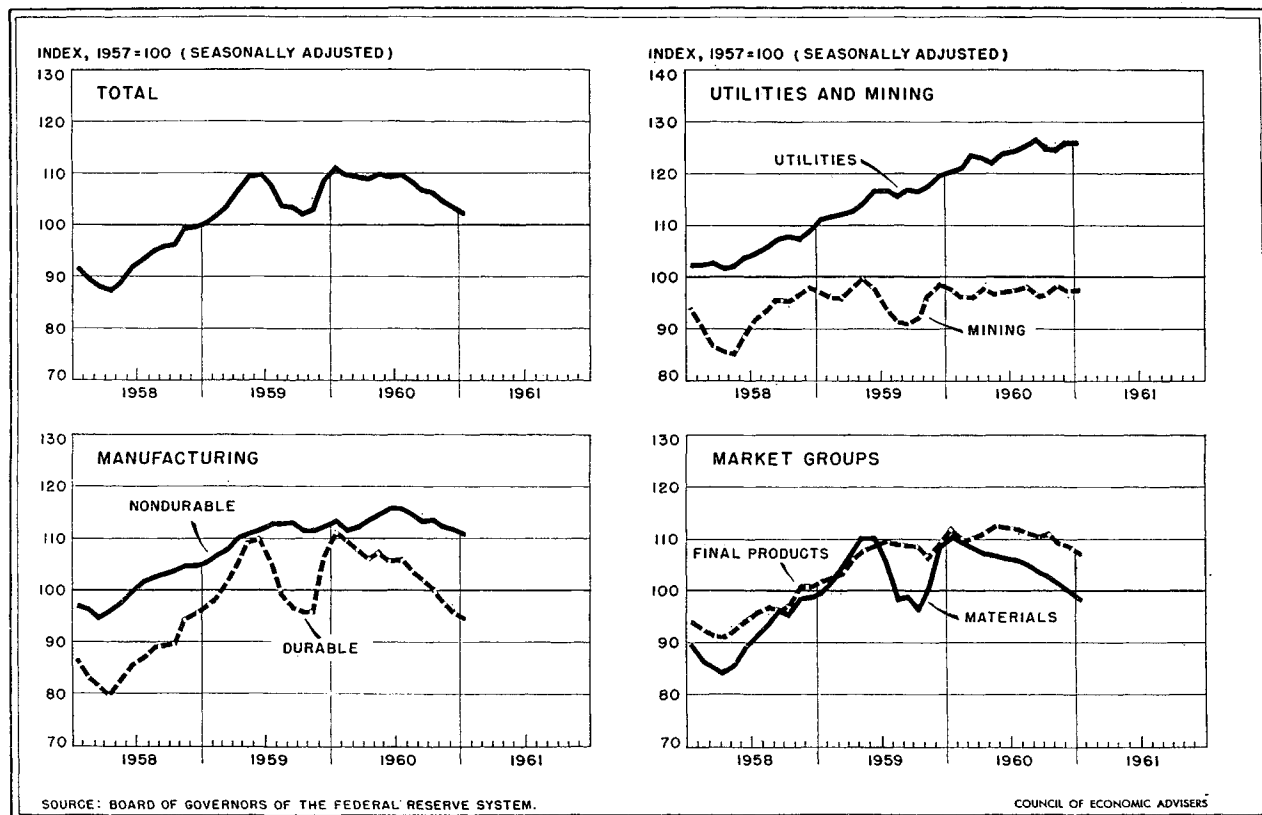
Source: Department of Labor.

65728°—61—3

# PRODUCTION AND BUSINESS ACTIVITY

## INDUSTRIAL PRODUCTION

The industrial production index (seasonally adjusted) dropped in January for the sixth consecutive month. It was 8 percent below a year earlier.



[1957=100, seasonally adjusted]

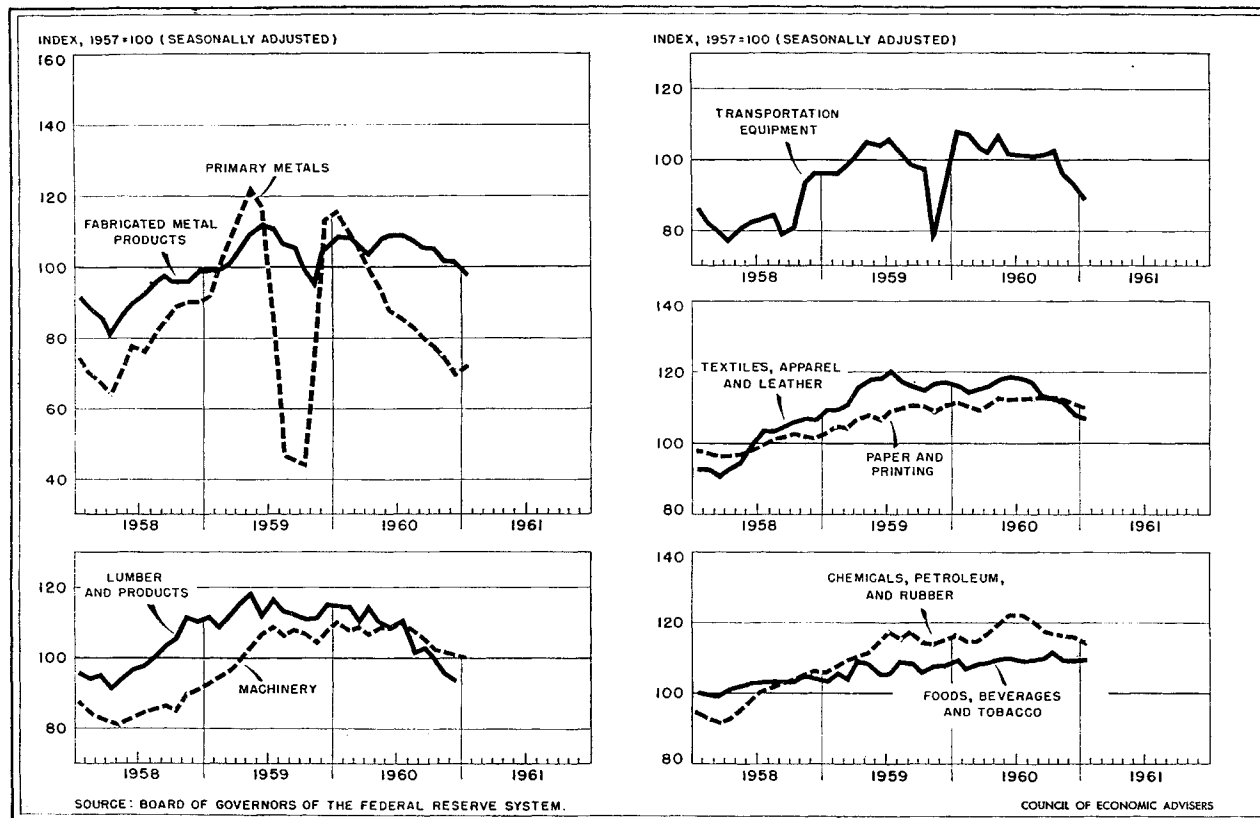
| Period                     | Total industrial production | Industry      |         |             |        |           | Market         |                |           |           |
|----------------------------|-----------------------------|---------------|---------|-------------|--------|-----------|----------------|----------------|-----------|-----------|
|                            |                             | Manufacturing |         |             | Mining | Utilities | Final products |                |           | Materials |
|                            |                             | Total         | Durable | Non-durable |        |           | Total          | Consumer goods | Equipment |           |
| 1951                       | 80.8                        | 81.5          | 80.3    | 81.7        | 87.3   | 60.1      | 79.3           | 80.6           | 75.0      | 82.2      |
| 1952                       | 83.8                        | 84.8          | 85.1    | 83.3        | 86.5   | 65.2      | 85.2           | 82.5           | 90.0      | 82.7      |
| 1953                       | 90.8                        | 92.1          | 96.0    | 86.9        | 88.8   | 71.1      | 90.7           | 88.1           | 96.1      | 90.8      |
| 1954                       | 85.4                        | 85.8          | 85.0    | 86.9        | 86.2   | 76.5      | 86.5           | 87.2           | 85.0      | 84.4      |
| 1955                       | 96.0                        | 96.7          | 97.9    | 95.0        | 94.8   | 85.4      | 94.6           | 96.5           | 90.9      | 97.1      |
| 1956                       | 99.3                        | 99.5          | 100.0   | 98.9        | 100.1  | 93.6      | 98.9           | 98.7           | 99.1      | 99.7      |
| 1957                       | 100.0                       | 100.0         | 100.0   | 100.0       | 100.0  | 100.0     | 100.0          | 100.0          | 100.0     | 100.0     |
| 1958                       | 92.9                        | 92.4          | 86.8    | 99.9        | 91.4   | 104.5     | 95.1           | 99.0           | 87.3      | 91.0      |
| 1959                       | 104.9                       | 105.3         | 101.5   | 110.3       | 95.3   | 115.0     | 106.5          | 110.0          | 99.5      | 103.5     |
| 1960 <sup>1</sup>          | 108.0                       | 108.2         | 104.3   | 113.5       | 96.8   | 123.9     | 110.7          | 114.6          | 102.9     | 105.6     |
| 1959: December             | 108.8                       | 109.2         | 106.7   | 112.4       | 98.4   | 119.8     | 109.1          | 112.6          | 102.4     | 108.8     |
| 1960: January              | 111.0                       | 111.8         | 110.9   | 113.1       | 97.8   | 120.2     | 111.7          | 116.0          | 103.0     | 110.3     |
| February                   | 109.6                       | 110.3         | 109.4   | 111.5       | 96.0   | 120.7     | 109.7          | 113.4          | 102.3     | 109.4     |
| March                      | 109.1                       | 109.6         | 107.8   | 112.0       | 95.8   | 123.6     | 110.0          | 113.2          | 103.5     | 108.2     |
| April                      | 108.8                       | 109.1         | 106.0   | 113.2       | 97.8   | 123.1     | 110.8          | 115.1          | 102.3     | 107.5     |
| May                        | 109.8                       | 110.3         | 107.1   | 114.7       | 96.8   | 122.0     | 112.3          | 116.5          | 104.1     | 107.3     |
| June                       | 109.4                       | 109.8         | 105.3   | 115.8       | 97.2   | 123.6     | 112.2          | 116.8          | 103.2     | 106.4     |
| July                       | 109.5                       | 109.9         | 105.6   | 115.6       | 97.5   | 124.5     | 112.0          | 115.9          | 104.3     | 106.2     |
| August                     | 108.4                       | 108.4         | 103.7   | 114.8       | 98.0   | 125.8     | 111.1          | 115.1          | 103.1     | 105.1     |
| September                  | 106.8                       | 106.7         | 101.9   | 113.1       | 96.4   | 126.6     | 110.3          | 114.0          | 103.0     | 103.7     |
| October                    | 106.3                       | 106.2         | 100.8   | 113.4       | 96.9   | 124.8     | 110.7          | 114.7          | 102.7     | 102.9     |
| November                   | 104.6                       | 104.1         | 98.0    | 112.3       | 98.0   | 124.6     | 109.1          | 112.9          | 101.7     | 101.2     |
| December                   | 103.2                       | 102.5         | 95.8    | 111.6       | 97.3   | 126.0     | 108.3          | 112.1          | 100.7     | 99.3      |
| 1961: January <sup>1</sup> | 102.1                       | 101.0         | 94.5    | 110.5       | 97.5   | 126.0     | 107.0          | 110.5          | 99.5      | 98.0      |

<sup>1</sup> Preliminary.

Source: Board of Governors of the Federal Reserve System.

## PRODUCTION OF SELECTED MANUFACTURES

Production of most manufactures (seasonally adjusted) decreased further in January. Exceptions were primary metals and foods, beverages, and tobacco.



[1957=100, seasonally adjusted]

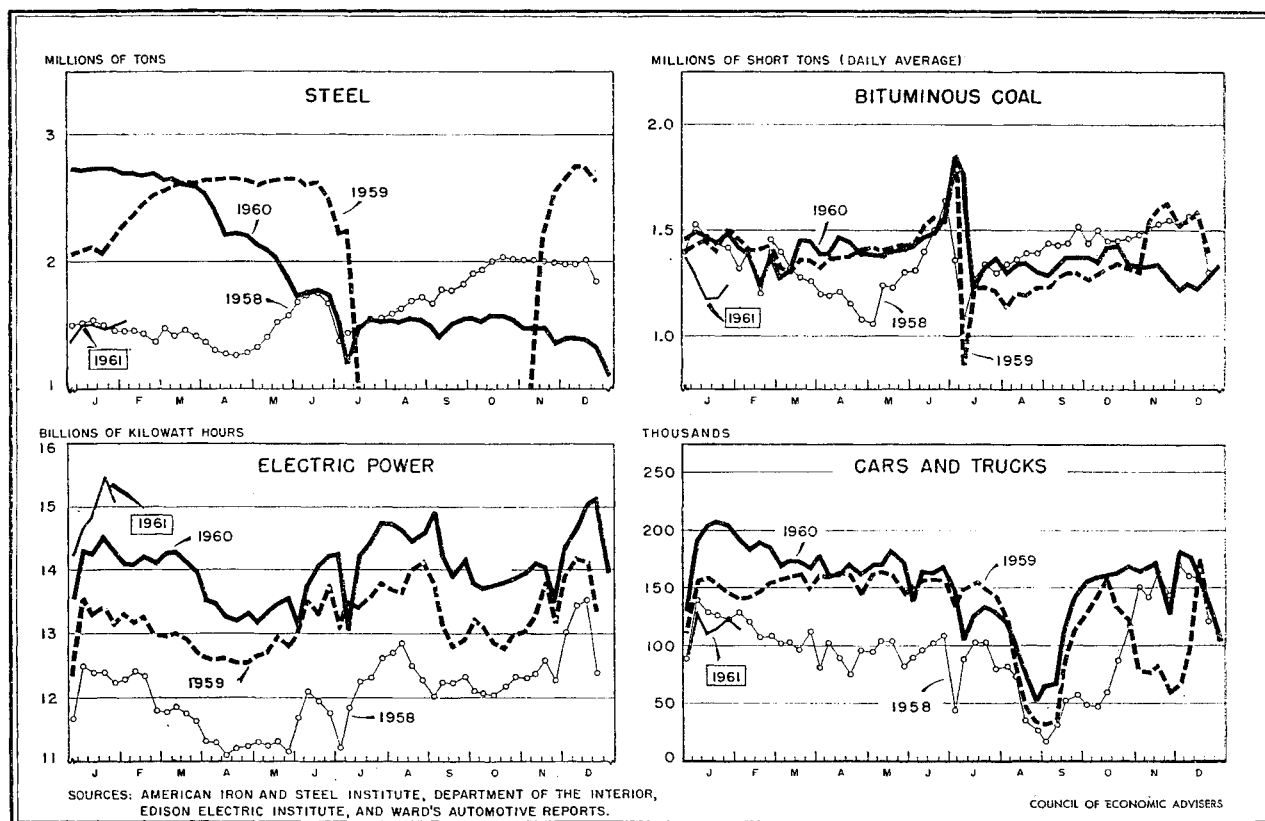
| Period                           | Durable manufactures |                           |           |                          |                     | Nondurable manufactures        |                    |                                  |                               |
|----------------------------------|----------------------|---------------------------|-----------|--------------------------|---------------------|--------------------------------|--------------------|----------------------------------|-------------------------------|
|                                  | Primary metals       | Fabricated metal products | Machinery | Transportation equipment | Lumber and products | Textiles, apparel, and leather | Paper and printing | Chemicals, petroleum, and rubber | Foods, beverages, and tobacco |
| 1951.....                        | 96.9                 | 90.0                      | 79.6      | 59.0                     | 102.2               | 90.1                           | 81.1               | 71.8                             | 88.3                          |
| 1952.....                        | 88.5                 | 87.8                      | 88.4      | 68.6                     | 100.9               | 92.2                           | 79.4               | 74.5                             | 90.2                          |
| 1953.....                        | 100.3                | 98.8                      | 96.4      | 86.2                     | 106.7               | 93.6                           | 84.5               | 80.2                             | 91.2                          |
| 1954.....                        | 81.3                 | 88.8                      | 84.3      | 78.7                     | 103.9               | 89.6                           | 86.9               | 79.3                             | 92.8                          |
| 1955.....                        | 105.5                | 96.9                      | 92.6      | 95.9                     | 114.2               | 98.4                           | 94.6               | 91.8                             | 96.2                          |
| 1956.....                        | 103.7                | 97.4                      | 102.8     | 91.5                     | 109.9               | 101.1                          | 99.3               | 96.3                             | 99.8                          |
| 1957.....                        | 100.0                | 100.0                     | 100.0     | 100.0                    | 100.0               | 100.0                          | 100.0              | 100.0                            | 100.0                         |
| 1958.....                        | 78.0                 | 91.6                      | 85.2      | 84.2                     | 99.7                | 99.2                           | 99.2               | 98.8                             | 102.1                         |
| 1959.....                        | 89.5                 | 103.9                     | 102.8     | 97.8                     | 113.1               | 115.2                          | 107.6              | 112.7                            | 106.5                         |
| 1960 <sup>1</sup> .....          | 90.5                 | 106.0                     | 106.4     | 101.7                    | 106.6               | 115.1                          | 111.6              | 117.8                            | 109.4                         |
| 1959: December.....              | 113.8                | 105.1                     | 108.2     | 93.0                     | 115.3               | 117.3                          | 110.5              | 115.1                            | 107.8                         |
| 1960: January.....               | 115.4                | 108.6                     | 109.7     | 107.5                    | 115.0               | 116.4                          | 111.3              | 116.3                            | 109.0                         |
| February.....                    | 109.8                | 108.1                     | 108.0     | 106.9                    | 114.5               | 114.3                          | 110.4              | 114.8                            | 107.2                         |
| March.....                       | 105.7                | 106.6                     | 108.4     | 103.9                    | 110.3               | 115.1                          | 109.6              | 115.6                            | 108.0                         |
| April.....                       | 99.0                 | 103.8                     | 106.8     | 102.3                    | 114.4               | 116.1                          | 110.3              | 117.9                            | 108.5                         |
| May.....                         | 93.6                 | 107.9                     | 108.5     | 106.4                    | 110.2               | 118.3                          | 112.1              | 119.1                            | 109.7                         |
| June.....                        | 87.5                 | 108.4                     | 108.6     | 101.6                    | 108.9               | 118.9                          | 112.0              | 122.4                            | 109.8                         |
| July.....                        | 85.1                 | 108.7                     | 110.0     | 101.5                    | 110.9               | 118.7                          | 112.3              | 122.0                            | 109.6                         |
| August.....                      | 82.8                 | 107.7                     | 107.2     | 101.3                    | 102.2               | 117.1                          | 112.2              | 120.2                            | 109.7                         |
| September.....                   | 79.8                 | 105.8                     | 105.4     | 101.5                    | 103.0               | 112.1                          | 112.3              | 117.5                            | 109.9                         |
| October.....                     | 78.3                 | 105.4                     | 102.0     | 102.5                    | 100.1               | 112.1                          | 112.8              | 117.1                            | 111.1                         |
| November.....                    | 73.6                 | 101.0                     | 101.9     | 96.8                     | 95.3                | 111.0                          | 111.9              | 116.3                            | 109.3                         |
| December.....                    | 69.5                 | 101.0                     | 100.8     | 93.9                     | 93.7                | 108.0                          | 111.2              | 116.1                            | 109.7                         |
| 1961: January <sup>1</sup> ..... | 72                   | 98                        | 100       | 89                       | (2)                 | 107                            | 110                | 114                              | 110                           |

<sup>1</sup> Preliminary.  
- Not available.

Source: Board of Governors of the Federal Reserve System.

## WEEKLY INDICATORS OF PRODUCTION

Output of cars and trucks fell again in January. Most other weekly indicators of production recovered somewhat from the low levels of December, which were partly influenced by the holiday season.



| Period                           | Steel produced        |                     | Electric power distributed (millions of kilowatt-hours) | Bituminous coal mined (thousands of short tons) <sup>1</sup> | Freight loaded (thousands of cars) | Paperboard produced (thousands of tons) | Cars and trucks assembled (thousands) |        |        |
|----------------------------------|-----------------------|---------------------|---------------------------------------------------------|--------------------------------------------------------------|------------------------------------|-----------------------------------------|---------------------------------------|--------|--------|
|                                  | Thousands of net tons | Index (1957-59=100) |                                                         |                                                              |                                    |                                         | Total                                 | Cars   | Trucks |
| Weekly average:                  |                       |                     |                                                         |                                                              |                                    |                                         |                                       |        |        |
| 1957.....                        | 2, 162                | 116. 0              | 11, 873                                                 | 1, 644                                                       | 683                                | 272                                     | 138. 6                                | 117. 6 | 21. 0  |
| 1958.....                        | 1, 635                | 87. 8               | 12, 076                                                 | 1, 380                                                       | 581                                | 275                                     | 98. 4                                 | 81. 6  | 16. 8  |
| 1959.....                        | 1, 792                | 96. 2               | 13, 206                                                 | 1, 380                                                       | 596                                | 308                                     | 129. 5                                | 107. 6 | 21. 9  |
| 1960.....                        | 1, 899                | 101. 9              | 14, 296                                                 | 1, 382                                                       | 585                                | 305                                     | 151. 8                                | 128. 7 | 23. 1  |
| 1959: December.....              | 2, 713                | 145. 6              | 13, 828                                                 | 1, 560                                                       | 572                                | 284                                     | 117. 8                                | 101. 9 | 15. 8  |
| 1960: January.....               | 2, 720                | 146. 0              | 14, 345                                                 | 1, 444                                                       | 597                                | 287                                     | 201. 8                                | 171. 3 | 30. 5  |
| February.....                    | 2, 688                | 144. 3              | 14, 122                                                 | 1, 387                                                       | 573                                | 321                                     | 187. 8                                | 157. 4 | 30. 3  |
| March.....                       | 2, 611                | 140. 1              | 14, 027                                                 | 1, 439                                                       | 580                                | 318                                     | 171. 5                                | 143. 1 | 28. 4  |
| April.....                       | 2, 279                | 122. 3              | 13, 318                                                 | 1, 368                                                       | 622                                | 310                                     | 163. 8                                | 137. 3 | 26. 5  |
| May.....                         | 1, 993                | 107. 0              | 13, 382                                                 | 1, 411                                                       | 640                                | 315                                     | 174. 3                                | 146. 3 | 28. 0  |
| June.....                        | 1, 726                | 92. 7               | 13, 883                                                 | 1, 475                                                       | 613                                | 313                                     | 156. 4                                | 131. 8 | 24. 6  |
| July.....                        | 1, 437                | 77. 1               | 14, 102                                                 | 1, 269                                                       | 574                                | 264                                     | 123. 0                                | 103. 5 | 19. 5  |
| August.....                      | 1, 544                | 82. 9               | 14, 665                                                 | 1, 351                                                       | 592                                | 318                                     | 80. 6                                 | 65. 1  | 15. 5  |
| September.....                   | 1, 509                | 81. 0               | 14, 014                                                 | 1, 378                                                       | 582                                | 301                                     | 117. 1                                | 98. 3  | 18. 7  |
| October.....                     | 1, 550                | 83. 2               | 13, 787                                                 | 1, 355                                                       | 639                                | 322                                     | 162. 9                                | 145. 3 | 17. 6  |
| November.....                    | 1, 439                | 77. 2               | 14, 001                                                 | 1, 362                                                       | 545                                | 299                                     | 156. 3                                | 136. 1 | 20. 2  |
| December.....                    | 1, 321                | 70. 9               | 14, 674                                                 | 1, 226                                                       | 470                                | 267                                     | 136. 7                                | 116. 9 | 19. 9  |
| 1961: January <sup>2</sup> ..... | 1, 450                | 77. 8               | 14, 777                                                 | 1, 257                                                       | 480                                | 274                                     | 112. 2                                | 93. 8  | 18. 4  |
| Week ended:                      |                       |                     |                                                         |                                                              |                                    |                                         |                                       |        |        |
| 1961: January 7.....             | 1, 361                | 73. 1               | 14, 245                                                 | 1, 366                                                       | 439                                | 167                                     | 90. 4                                 | 74. 2  | 16. 2  |
| 14.....                          | 1, 482                | 79. 6               | 14, 684                                                 | 1, 304                                                       | 516                                | 305                                     | 131. 1                                | 110. 8 | 20. 3  |
| 21.....                          | 1, 499                | 80. 5               | 14, 817                                                 | 1, 163                                                       | 490                                | 310                                     | 112. 0                                | 94. 2  | 17. 8  |
| 28.....                          | 1, 466                | 78. 7               | 15, 361                                                 | 1, 171                                                       | 476                                | 314                                     | 115. 3                                | 96. 1  | 19. 2  |
| February 4 <sup>2</sup> .....    | 1, 492                | 80. 1               | 15, 072                                                 | 1, 238                                                       | 498                                | 313                                     | 123. 6                                | 100. 6 | 23. 0  |
| 11 <sup>2</sup> .....            | 1, 524                | 81. 8               | <sup>3</sup> 14, 744                                    | -----                                                        | 486                                | 301                                     | 113. 4                                | 91. 6  | 21. 8  |

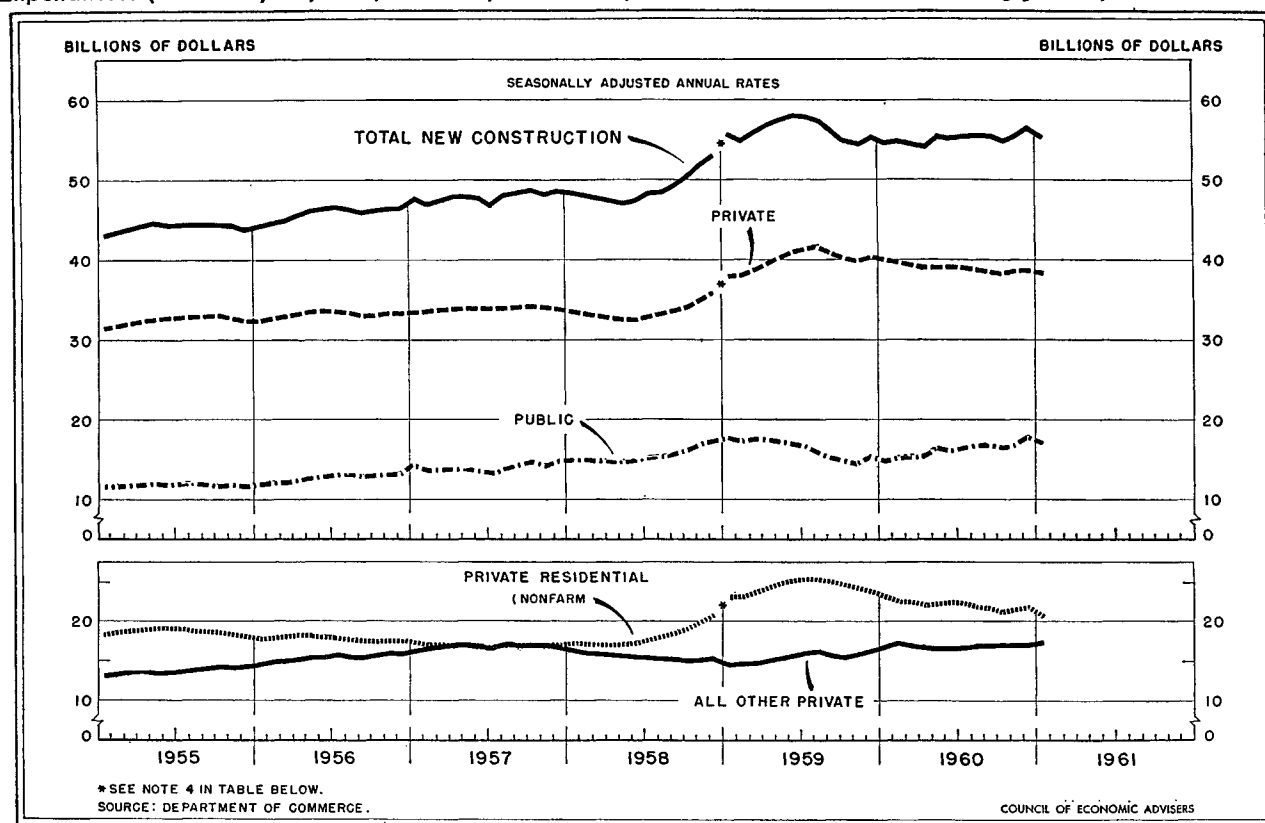
<sup>1</sup> Daily average.  
<sup>2</sup> Preliminary.

<sup>3</sup> Not charted.

Sources: American Iron and Steel Institute, Edison Electric Institute, Department of the Interior, Association of American Railroads, National Paperboard Association, and Ward's Automotive Reports.

# NEW CONSTRUCTION

Expenditures (seasonally adjusted) for both private and public construction declined during January.



| Period                               | Total new construction expenditures | Private                          |                       |                           |       | Federal, State, and local | Construction contracts                        |                                                                              |                                  |
|--------------------------------------|-------------------------------------|----------------------------------|-----------------------|---------------------------|-------|---------------------------|-----------------------------------------------|------------------------------------------------------------------------------|----------------------------------|
|                                      |                                     | Total                            | Residential (nonfarm) | Commercial and industrial | Other |                           | Total value (index, 1947-49=100) <sup>2</sup> | Commercial and industrial floor space (millions of square feet) <sup>3</sup> |                                  |
|                                      |                                     | Billions of dollars              |                       |                           |       |                           |                                               |                                                                              |                                  |
| 1954.....                            | 39.4                                | 27.7                             | 15.4                  | 4.2                       | 8.1   | 11.7                      | 192.4                                         | 238                                                                          |                                  |
| 1955.....                            | 44.2                                | 32.4                             | 18.7                  | 5.6                       | 8.1   | 11.7                      | 230.0                                         | 299                                                                          |                                  |
| 1956.....                            | 45.8                                | 33.1                             | 17.7                  | 6.7                       | 8.7   | 12.7                      | 231.3                                         | 436                                                                          |                                  |
| 1957.....                            | 47.8                                | 33.8                             | 17.0                  | 7.1                       | 9.6   | 14.0                      | 235.4                                         | 421                                                                          |                                  |
| 1958.....                            | 48.9                                | 33.5                             | 18.0                  | 6.0                       | 9.5   | 15.4                      | 256.8                                         | 359                                                                          |                                  |
| 1959 (new series) <sup>4</sup> ..... | 56.2                                | 39.9                             | 24.5                  | 6.0                       | 9.4   | 16.3                      | 265.4                                         | 440                                                                          |                                  |
| 1960.....                            | 55.2                                | 38.9                             | 22.0                  | 6.9                       | 10.0  | 16.2                      | 265.7                                         | 461                                                                          |                                  |
|                                      |                                     | Seasonally adjusted annual rates |                       |                           |       |                           |                                               | Seasonally adjusted                                                          | Seasonally adjusted annual rates |
| 1959: December <sup>4</sup> .....    | 55.4                                | 40.1                             | 23.9                  | 6.5                       | 9.8   | 15.3                      | 244                                           | 473                                                                          |                                  |
| 1960: January.....                   | 54.7                                | 39.9                             | 23.2                  | 6.7                       | 10.0  | 14.8                      | 235                                           | 436                                                                          |                                  |
| February.....                        | 54.9                                | 39.7                             | 22.5                  | 7.1                       | 10.1  | 15.2                      | 234                                           | 429                                                                          |                                  |
| March.....                           | 54.4                                | 39.3                             | 22.4                  | 6.9                       | 10.0  | 15.2                      | 252                                           | 439                                                                          |                                  |
| April.....                           | 54.2                                | 38.7                             | 21.9                  | 6.8                       | 10.0  | 15.4                      | 266                                           | 465                                                                          |                                  |
| May.....                             | 55.3                                | 38.9                             | 22.2                  | 6.7                       | 10.0  | 16.3                      | 244                                           | 473                                                                          |                                  |
| June.....                            | 55.2                                | 39.1                             | 22.4                  | 6.7                       | 10.1  | 16.1                      | 272                                           | 457                                                                          |                                  |
| July.....                            | 55.4                                | 39.0                             | 22.3                  | 6.7                       | 10.0  | 16.4                      | 285                                           | 460                                                                          |                                  |
| August.....                          | 55.3                                | 38.7                             | 21.8                  | 6.9                       | 10.0  | 16.6                      | 276                                           | 493                                                                          |                                  |
| September.....                       | 55.3                                | 38.7                             | 21.7                  | 7.1                       | 9.9   | 16.6                      | 271                                           | 473                                                                          |                                  |
| October.....                         | 54.7                                | 38.3                             | 21.2                  | 7.2                       | 9.9   | 16.4                      | 294                                           | 483                                                                          |                                  |
| November.....                        | 55.4                                | 38.6                             | 21.4                  | 7.2                       | 9.9   | 16.8                      | 280                                           | 489                                                                          |                                  |
| December.....                        | 56.4                                | 38.6                             | 21.5                  | 7.3                       | 9.8   | 17.8                      | 302                                           | 469                                                                          |                                  |
| 1961: January <sup>5</sup> .....     | 55.3                                | 38.2                             | 20.7                  | 7.5                       | 10.0  | 17.1                      |                                               |                                                                              |                                  |

<sup>1</sup> Compiled by F. W. Dodge Corporation. Omits small contracts, and covers rural areas less fully than urban.

<sup>2</sup> Relates to 48 States.

<sup>3</sup> Relates to 48 States beginning 1956 and to 37 Eastern States prior to 1956. Seasonal adjustment by National Bureau of Economic Research.

<sup>4</sup> Series on new construction beginning January 1959 not comparable with prior

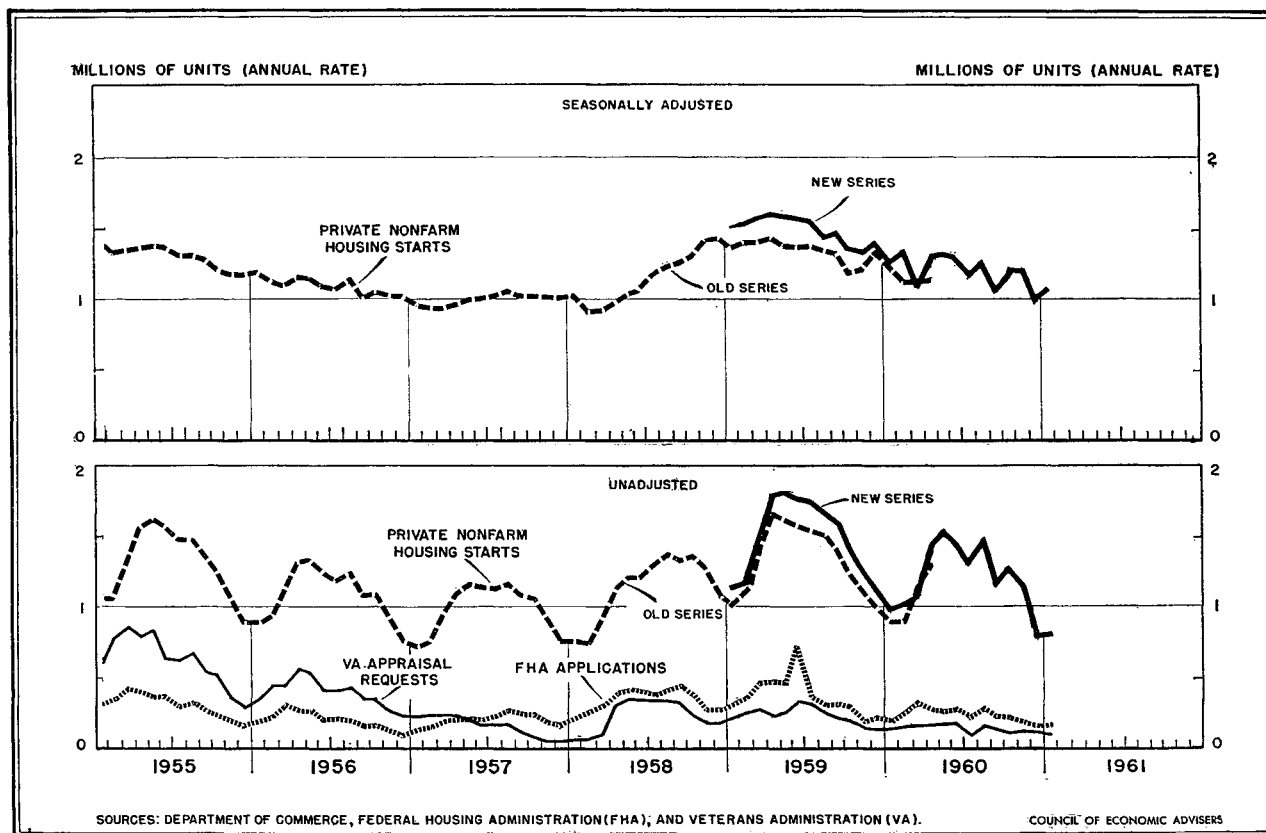
data. (In addition to major differences between old and new series, data for Alaska and Hawaii are included beginning January 1959.) For details, see *Construction Activity*, C 30-13, Bureau of the Census, August 1960.

<sup>5</sup> Preliminary.

Sources: Department of Commerce and F. W. Dodge Corporation (except as noted).

# HOUSING STARTS AND APPLICATIONS FOR FINANCING

Private housing starts in January rose to an annual rate of 1.1 million (seasonally adjusted). The number of FHA applications increased while the number of VA appraisal requests declined.



[Thousands of units]

| Period                           | Total housing starts (farm and nonfarm) |           | Nonfarm housing starts   |           |                     |                        | Private housing starts, seasonally adjusted annual rates |                                               | Proposed home construction              |        |
|----------------------------------|-----------------------------------------|-----------|--------------------------|-----------|---------------------|------------------------|----------------------------------------------------------|-----------------------------------------------|-----------------------------------------|--------|
|                                  | Total private and public                | Private   | Total private and public | Private   |                     | Total farm and nonfarm | Nonfarm                                                  | Applications for FHA commitments <sup>1</sup> | Requests for VA appraisals <sup>1</sup> |        |
|                                  |                                         |           |                          | Total     | Government programs |                        |                                                          |                                               |                                         |        |
|                                  |                                         |           |                          |           |                     |                        |                                                          |                                               |                                         | FHA    |
| Old series                       |                                         |           |                          |           |                     |                        |                                                          |                                               |                                         |        |
| 1954.....                        | (2)                                     | (2)       | 1, 220. 4                | 1, 201. 7 | 276. 3              | 307. 0                 | -----                                                    | -----                                         | 338. 6                                  | 535. 4 |
| 1955.....                        | (2)                                     | (2)       | 1, 328. 9                | 1, 309. 5 | 276. 7              | 392. 9                 | -----                                                    | -----                                         | 306. 2                                  | 620. 8 |
| 1956.....                        | (2)                                     | (2)       | 1, 118. 1                | 1, 093. 9 | 189. 3              | 270. 7                 | -----                                                    | -----                                         | 197. 7                                  | 401. 5 |
| 1957.....                        | (2)                                     | (2)       | 1, 041. 9                | 992. 8    | 168. 4              | 128. 3                 | -----                                                    | -----                                         | 198. 8                                  | 159. 4 |
| 1958.....                        | (2)                                     | (2)       | 1, 209. 4                | 1, 141. 5 | 295. 4              | 102. 1                 | -----                                                    | -----                                         | 341. 7                                  | 234. 2 |
| 1959.....                        | (2)                                     | (2)       | 1, 378. 5                | 1, 342. 8 | 332. 5              | 109. 3                 | -----                                                    | -----                                         | 369. 7                                  | 234. 0 |
| New series <sup>3</sup>          |                                         |           |                          |           |                     |                        |                                                          |                                               |                                         |        |
| 1959.....                        | 1, 553. 5                               | 1, 516. 8 | 1, 531. 3                | 1, 494. 6 | 332. 5              | 109. 3                 | New series <sup>2</sup>                                  |                                               | 369. 7                                  | 234. 0 |
| 1960 <sup>4</sup> .....          | 1, 279. 8                               | 1, 238. 2 | 1, 257. 7                | 1, 216. 0 | 260. 9              | 74. 6                  | -----                                                    | -----                                         | 242. 4                                  | 142. 9 |
| 1959: December.....              | 96. 4                                   | 95. 6     | 93. 6                    | 92. 8     | 20. 0               | 6. 4                   | 1, 451                                                   | 1, 401                                        | 18. 2                                   | 11. 1  |
| 1960: January.....               | 88. 4                                   | 87. 1     | 84. 3                    | 83. 0     | 15. 9               | 4. 1                   | 1, 366                                                   | 1, 291                                        | 16. 3                                   | 11. 2  |
| February.....                    | 90. 2                                   | 87. 9     | 88. 8                    | 86. 5     | 17. 6               | 4. 8                   | 1, 367                                                   | 1, 347                                        | 21. 1                                   | 12. 9  |
| March.....                       | 93. 3                                   | 90. 2     | 92. 3                    | 89. 2     | 21. 9               | 5. 2                   | 1, 112                                                   | 1, 098                                        | 27. 4                                   | 12. 9  |
| April.....                       | 125. 2                                  | 123. 5    | 123. 4                   | 121. 7    | 25. 4               | 7. 3                   | 1, 327                                                   | 1, 307                                        | 22. 5                                   | 13. 7  |
| May.....                         | 130. 0                                  | 127. 3    | 128. 2                   | 125. 5    | 25. 2               | 6. 9                   | 1, 333                                                   | 1, 315                                        | 22. 4                                   | 14. 4  |
| June.....                        | 127. 3                                  | 122. 2    | 125. 7                   | 120. 6    | 26. 5               | 7. 7                   | 1, 302                                                   | 1, 285                                        | 23. 7                                   | 15. 2  |
| July.....                        | 114. 9                                  | 111. 1    | 113. 2                   | 109. 4    | 23. 6               | 7. 4                   | 1, 182                                                   | 1, 164                                        | 19. 6                                   | 8. 5   |
| August.....                      | 129. 6                                  | 124. 8    | 127. 5                   | 122. 7    | 26. 3               | 8. 2                   | 1, 292                                                   | 1, 273                                        | 22. 9                                   | 12. 4  |
| September.....                   | 102. 0                                  | 96. 4     | 100. 0                   | 94. 4     | 21. 9               | 6. 8                   | 1, 062                                                   | 1, 040                                        | 20. 1                                   | 11. 6  |
| October.....                     | 110. 4                                  | 107. 6    | 107. 4                   | 104. 5    | 22. 6               | 5. 9                   | 1, 236                                                   | 1, 200                                        | 18. 3                                   | 10. 0  |
| November.....                    | 96. 0                                   | 94. 3     | 95. 0                    | 93. 3     | 20. 2               | 5. 5                   | 1, 216                                                   | 1, 203                                        | 14. 8                                   | 10. 3  |
| December <sup>4</sup> .....      | 72. 5                                   | 65. 8     | 71. 9                    | 65. 2     | 13. 8               | 4. 8                   | 984                                                      | 975                                           | 13. 2                                   | 10. 0  |
| 1961: January <sup>4</sup> ..... | 72. 0                                   | 69. 4     | 70. 5                    | 67. 9     | 14. 8               | 4. 9                   | 1, 098                                                   | 1, 070                                        | 14. 3                                   | 9. 4   |

<sup>1</sup> Units represented by mortgage applications for new home construction.

<sup>2</sup> Not available.

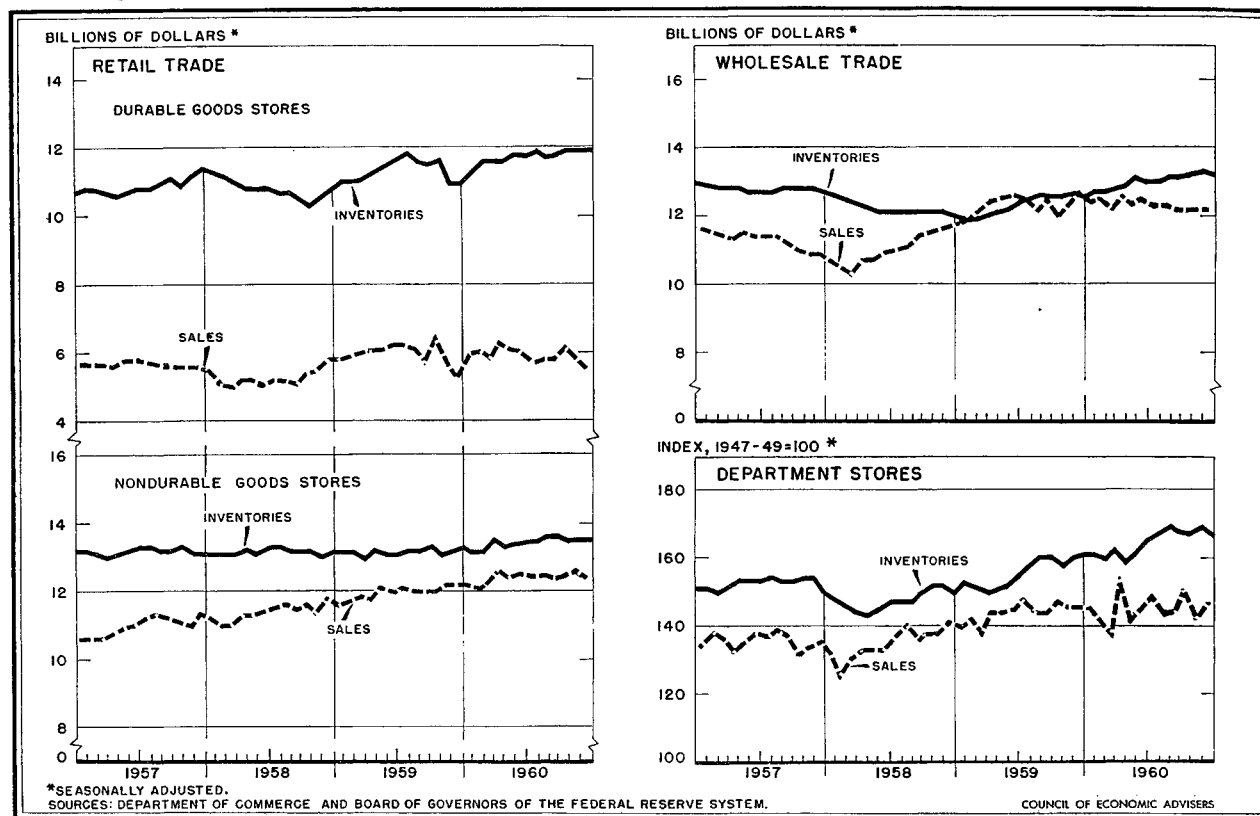
<sup>3</sup> See *Housing Starts*, C 20-11 (Supplement), Bureau of the Census, May 1960, for description. (Data for Alaska and Hawaii included.)

<sup>4</sup> Preliminary.

Sources: Department of Commerce, Federal Housing Administration (FHA), and Veterans Administration (VA).

## TRADE SALES AND INVENTORIES

In December, retail sales fell \$400 million (seasonally adjusted) while inventories were virtually unchanged. Among wholesale firms December changes were relatively minor. In January, according to preliminary estimates, retail sales declined again to the lowest point in 13 months.



| Period                                   | Wholesale          |                          | Retail               |                      |                          |                          |                      |                          | Department stores                                    |                          |
|------------------------------------------|--------------------|--------------------------|----------------------|----------------------|--------------------------|--------------------------|----------------------|--------------------------|------------------------------------------------------|--------------------------|
|                                          | Sales <sup>1</sup> | Inventories <sup>2</sup> | Sales <sup>1 3</sup> |                      |                          | Inventories <sup>2</sup> |                      |                          | Sales <sup>1</sup>                                   | Inventories <sup>4</sup> |
|                                          |                    |                          | Total                | Durable goods stores | Non-durable goods stores | Total                    | Durable goods stores | Non-durable goods stores |                                                      |                          |
| Billions of dollars, seasonally adjusted |                    |                          |                      |                      |                          |                          |                      |                          | Index, 1947-49=100, seasonally adjusted <sup>5</sup> |                          |
| 1953.....                                | 9.8                | 10.5                     | 14.1                 | 5.0                  | 9.1                      | 22.7                     | 10.7                 | 12.0                     | 118                                                  | 131                      |
| 1954.....                                | 9.7                | 10.4                     | 14.1                 | 4.8                  | 9.2                      | 22.1                     | 10.1                 | 12.0                     | 118                                                  | 128                      |
| 1955.....                                | 10.6               | 11.4                     | 15.3                 | 5.6                  | 9.7                      | 23.9                     | 11.2                 | 12.7                     | 128                                                  | 136                      |
| 1956.....                                | 11.3               | 13.0                     | 15.8                 | 5.5                  | 10.3                     | 23.9                     | 10.7                 | 13.2                     | 135                                                  | 148                      |
| 1957.....                                | 11.3               | 12.7                     | 16.7                 | 5.7                  | 11.0                     | 24.5                     | 11.4                 | 13.1                     | 135                                                  | 152                      |
| 1958.....                                | 11.1               | 12.0                     | 16.7                 | 5.3                  | 11.4                     | 24.0                     | 10.8                 | 13.2                     | 136                                                  | 148                      |
| 1959.....                                | 12.3               | 12.6                     | 18.0                 | 6.0                  | 12.0                     | 24.3                     | 11.0                 | 13.3                     | 144                                                  | 156                      |
| 1960 <sup>6</sup> .....                  | 12.3               | 13.2                     | 18.3                 | 5.9                  | 12.4                     | 25.4                     | 11.9                 | 13.5                     | 145                                                  | 165                      |
| 1959: November.....                      | 12.3               | 12.6                     | 17.8                 | 5.7                  | 12.2                     | 24.2                     | 11.0                 | 13.2                     | 146                                                  | 160                      |
| December.....                            | 12.7               | 12.6                     | 17.5                 | 5.3                  | 12.2                     | 24.3                     | 11.0                 | 13.3                     | 146                                                  | 161                      |
| 1960: January.....                       | 12.4               | 12.7                     | 18.1                 | 5.9                  | 12.2                     | 24.5                     | 11.3                 | 13.2                     | 146                                                  | 161                      |
| February.....                            | 12.5               | 12.7                     | 18.1                 | 6.0                  | 12.1                     | 24.8                     | 11.6                 | 13.2                     | 142                                                  | 160                      |
| March.....                               | 12.2               | 12.8                     | 18.2                 | 5.9                  | 12.3                     | 25.1                     | 11.6                 | 13.5                     | 138                                                  | 162                      |
| April.....                               | 12.6               | 12.9                     | 18.9                 | 6.3                  | 12.6                     | 25.0                     | 11.6                 | 13.3                     | 154                                                  | 159                      |
| May.....                                 | 12.4               | 13.1                     | 18.5                 | 6.1                  | 12.4                     | 25.2                     | 11.8                 | 13.4                     | 141                                                  | 161                      |
| June.....                                | 12.5               | 13.0                     | 18.5                 | 6.0                  | 12.5                     | 25.3                     | 11.8                 | 13.5                     | 145                                                  | 165                      |
| July.....                                | 12.3               | 13.0                     | 18.1                 | 5.7                  | 12.4                     | 25.4                     | 11.9                 | 13.5                     | 149                                                  | 167                      |
| August.....                              | 12.3               | 13.1                     | 18.2                 | 5.8                  | 12.4                     | 25.2                     | 11.7                 | 13.6                     | 143                                                  | 169                      |
| September.....                           | 12.2               | 13.1                     | 18.1                 | 5.8                  | 12.3                     | 25.3                     | 11.8                 | 13.6                     | 144                                                  | 168                      |
| October.....                             | 12.2               | 13.2                     | 18.5                 | 6.1                  | 12.4                     | 25.4                     | 11.9                 | 13.5                     | 150                                                  | 167                      |
| November.....                            | 12.2               | 13.3                     | 18.4                 | 5.9                  | 12.5                     | 25.4                     | 11.9                 | 13.5                     | 142                                                  | 169                      |
| December <sup>6</sup> .....              | 12.2               | 13.2                     | 18.0                 | 5.6                  | 12.4                     | 25.4                     | 11.9                 | 13.5                     | 147                                                  | 167                      |
| 1961: January <sup>6 7</sup> .....       |                    |                          | 17.7                 | 5.4                  | 12.2                     |                          |                      |                          | 142                                                  |                          |

<sup>1</sup> Monthly average for year and total for month.

<sup>2</sup> Book value, end of period, seasonally adjusted.

<sup>3</sup> Beginning January 1960, data include Alaska and Hawaii.

<sup>4</sup> End of period, except annual data, which are monthly averages.

<sup>5</sup> Based on retail value.

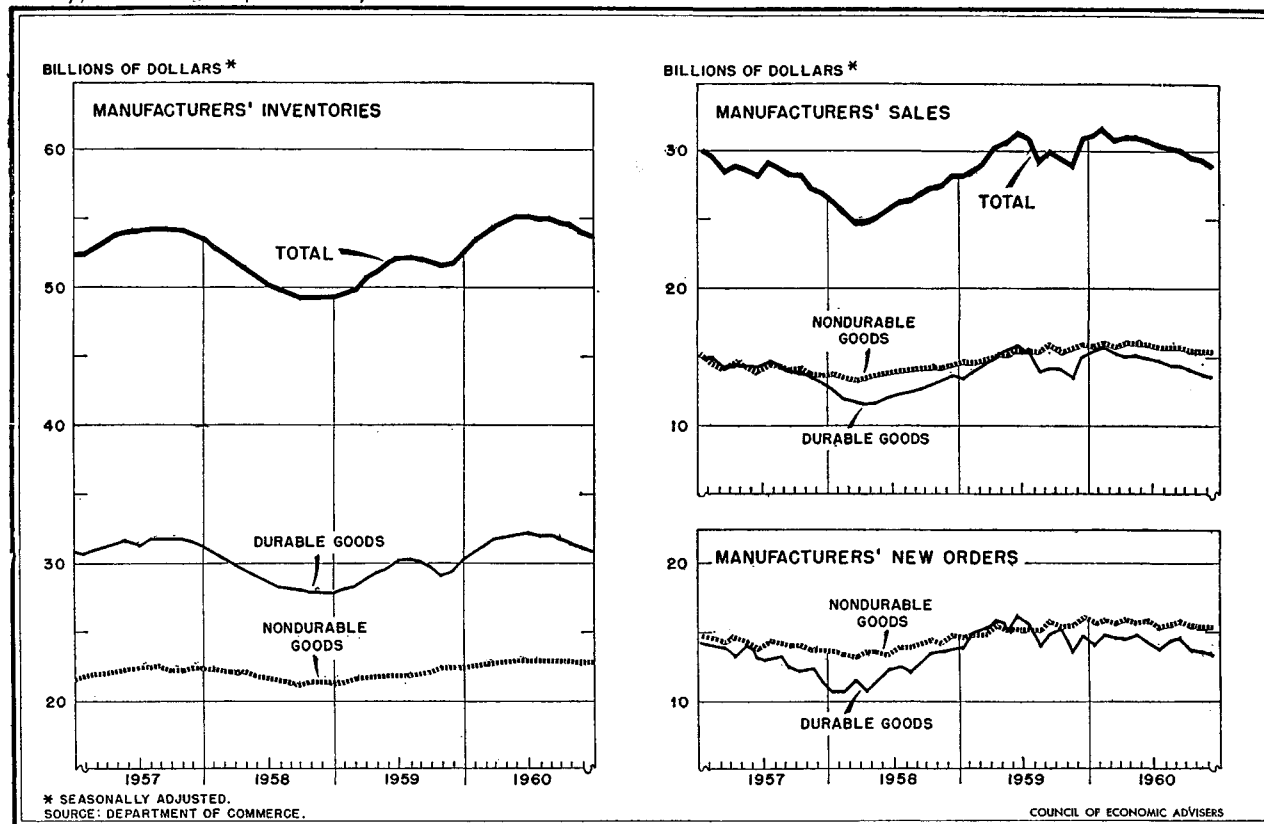
<sup>6</sup> Preliminary.

<sup>7</sup> Not charted.

Sources: Department of Commerce and Board of Governors of the Federal Reserve System.

# MANUFACTURERS' SALES, INVENTORIES, AND NEW ORDERS

Manufacturers' sales, inventories, and new orders (seasonally adjusted) declined in December. The reductions were generally centered in the durable goods industries. Sales and new orders of durable goods dropped further in January, according to preliminary estimates.



[Billions of dollars, seasonally adjusted]

| Period                             | Manufacturers' sales <sup>1</sup> |               |                   | Manufacturers' inventories <sup>2</sup> |               |                   | Manufacturers' new orders <sup>1</sup> |               |                                        |                   |
|------------------------------------|-----------------------------------|---------------|-------------------|-----------------------------------------|---------------|-------------------|----------------------------------------|---------------|----------------------------------------|-------------------|
|                                    | Total                             | Durable goods | Non-durable goods | Total                                   | Durable goods | Non-durable goods | Total                                  | Durable goods |                                        | Non-durable goods |
|                                    |                                   |               |                   |                                         |               |                   |                                        | Total         | Machinery and transportation equipment |                   |
| 1953.....                          | 24.5                              | 12.4          | 12.1              | 45.4                                    | 26.2          | 19.2              | 23.1                                   | 11.0          | 5.6                                    | 12.1              |
| 1954.....                          | 23.5                              | 11.2          | 12.3              | 43.0                                    | 24.1          | 18.9              | 22.5                                   | 10.2          | 5.0                                    | 12.3              |
| 1955.....                          | 26.3                              | 13.1          | 13.3              | 46.4                                    | 26.7          | 19.7              | 27.2                                   | 13.9          | 7.1                                    | 13.3              |
| 1956.....                          | 27.7                              | 13.8          | 13.9              | 52.3                                    | 30.7          | 21.6              | 28.3                                   | 14.4          | 7.5                                    | 13.9              |
| 1957.....                          | 28.4                              | 14.2          | 14.2              | 53.5                                    | 31.1          | 22.4              | 27.3                                   | 13.1          | 6.8                                    | 14.2              |
| 1958.....                          | 26.2                              | 12.4          | 13.8              | 49.2                                    | 27.9          | 21.3              | 25.9                                   | 12.0          | 6.3                                    | 13.9              |
| 1959.....                          | 29.7                              | 14.5          | 15.2              | 52.4                                    | 30.1          | 22.3              | 30.1                                   | 14.9          | 7.9                                    | 15.3              |
| 1960 <sup>3</sup> .....            | 30.4                              | 14.7          | 15.7              | 53.6                                    | 30.8          | 22.9              | 29.9                                   | 14.3          | 8.1                                    | 15.7              |
| 1959: December.....                | 30.8                              | 15.0          | 15.8              | 52.4                                    | 30.1          | 22.3              | 30.7                                   | 14.8          | 7.7                                    | 16.0              |
| 1960: January.....                 | 31.1                              | 15.4          | 15.7              | 53.3                                    | 30.8          | 22.6              | 29.8                                   | 14.2          | 7.8                                    | 15.6              |
| February.....                      | 31.6                              | 15.7          | 15.9              | 53.9                                    | 31.3          | 22.6              | 30.6                                   | 14.8          | 8.3                                    | 15.8              |
| March.....                         | 30.8                              | 15.2          | 15.7              | 54.3                                    | 31.8          | 22.6              | 30.3                                   | 14.6          | 8.4                                    | 15.7              |
| April.....                         | 31.0                              | 15.0          | 16.0              | 54.7                                    | 31.9          | 22.7              | 30.4                                   | 14.5          | 8.2                                    | 15.9              |
| May.....                           | 31.0                              | 15.1          | 15.9              | 55.0                                    | 32.1          | 22.9              | 30.5                                   | 14.7          | 8.3                                    | 15.8              |
| June.....                          | 30.8                              | 14.9          | 15.9              | 55.1                                    | 32.2          | 22.9              | 30.1                                   | 14.3          | 8.2                                    | 15.8              |
| July.....                          | 30.4                              | 14.7          | 15.7              | 54.9                                    | 32.0          | 22.8              | 29.2                                   | 13.8          | 7.7                                    | 15.4              |
| August.....                        | 30.1                              | 14.4          | 15.7              | 55.0                                    | 32.1          | 22.9              | 30.0                                   | 14.4          | 8.1                                    | 15.6              |
| September.....                     | 30.1                              | 14.4          | 15.7              | 54.7                                    | 31.8          | 22.9              | 30.4                                   | 14.6          | 8.6                                    | 15.8              |
| October.....                       | 29.6                              | 14.1          | 15.5              | 54.4                                    | 31.4          | 23.0              | 29.2                                   | 13.7          | 8.1                                    | 15.5              |
| November <sup>3</sup> .....        | 29.2                              | 13.8          | 15.4              | 54.0                                    | 31.1          | 22.9              | 29.0                                   | 13.6          | 7.6                                    | 15.4              |
| December <sup>3</sup> .....        | 28.9                              | 13.6          | 15.4              | 53.6                                    | 30.8          | 22.9              | 28.8                                   | 13.4          | 7.5                                    | 15.4              |
| 1961: January <sup>3 4</sup> ..... | -----                             | 13.2          | -----             | -----                                   | -----         | -----             | -----                                  | 13.1          | -----                                  | -----             |

<sup>1</sup> Monthly average for year and total for month.

<sup>2</sup> Book value, end of period, seasonally adjusted.

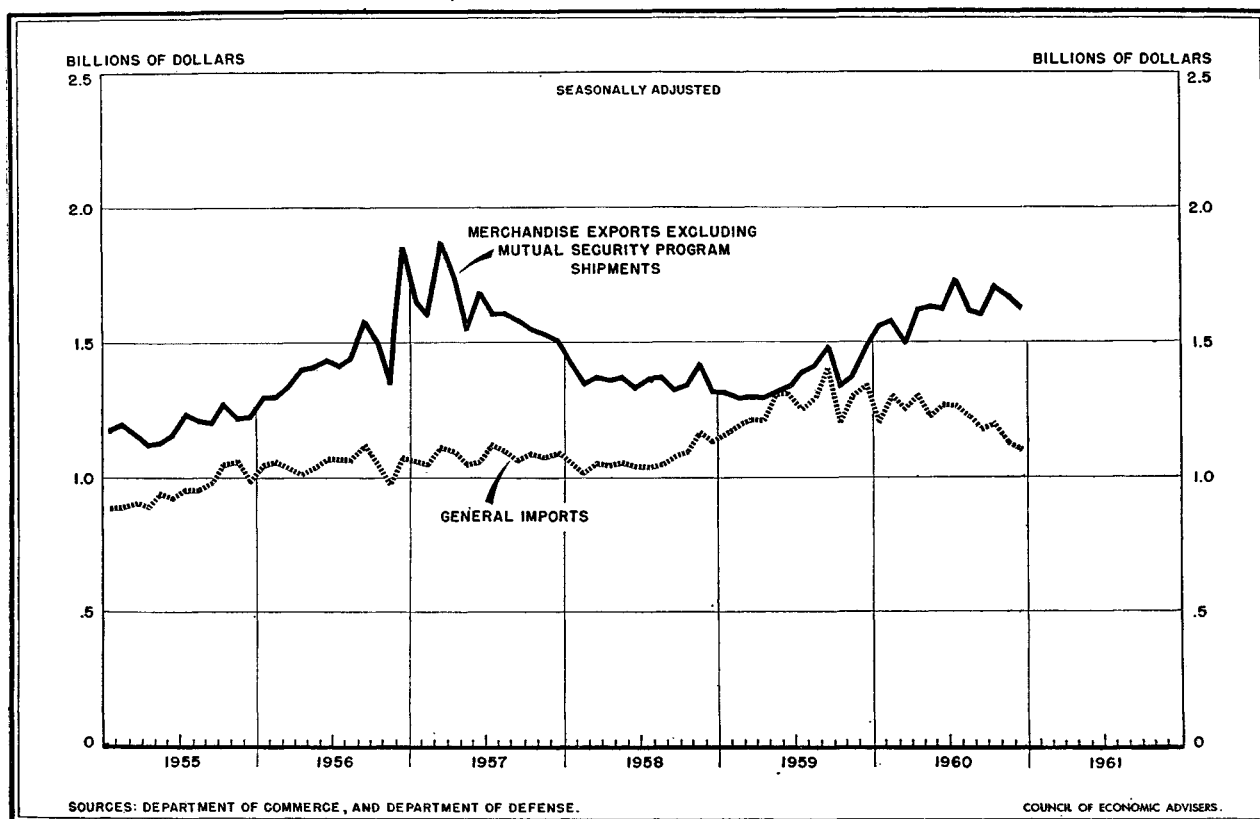
<sup>3</sup> Preliminary.

<sup>4</sup> Not charted.

Source: Department of Commerce.

## MERCHANDISE EXPORTS AND IMPORTS

The merchandise trade surplus fell slightly in December to \$521 million (seasonally adjusted), as the decline in imports was somewhat less than the decline in exports.



[Millions of dollars]

| Period              | Merchandise exports excluding Mutual Security Program shipments |            |                    |            |                      |                                    | Merchandise imports          |            |                                      |            |                      |                       |
|---------------------|-----------------------------------------------------------------|------------|--------------------|------------|----------------------|------------------------------------|------------------------------|------------|--------------------------------------|------------|----------------------|-----------------------|
|                     | Total (including reexports) <sup>1</sup>                        |            | Domestic exports   |            |                      |                                    | General imports <sup>2</sup> |            | Imports for consumption <sup>3</sup> |            |                      |                       |
|                     | Seasonally adjusted                                             | Unadjusted | Total <sup>1</sup> | Foodstuffs | Industrial materials | Finished manufactures <sup>1</sup> | Seasonally adjusted          | Unadjusted | Total                                | Foodstuffs | Industrial materials | Finished manufactures |
| Monthly average:    |                                                                 |            |                    |            |                      |                                    |                              |            |                                      |            |                      |                       |
| 1951.....           |                                                                 | 1, 164     | 1, 151             | 190        | 345                  | 616                                |                              | 914        | 901                                  | 258        | 485                  | 158                   |
| 1952.....           |                                                                 | 1, 100     | 1, 088             | 175        | 300                  | 612                                |                              | 893        | 896                                  | 263        | 459                  | 174                   |
| 1953.....           |                                                                 | 1, 022     | 1, 012             | 143        | 254                  | 614                                |                              | 906        | 898                                  | 274        | 441                  | 183                   |
| 1954.....           |                                                                 | 1, 071     | 1, 060             | 131        | 310                  | 620                                |                              | 851        | 853                                  | 276        | 394                  | 183                   |
| 1955.....           |                                                                 | 1, 191     | 1, 180             | 162        | 351                  | 667                                |                              | 949        | 945                                  | 260        | 468                  | 217                   |
| 1956.....           |                                                                 | 1, 444     | 1, 432             | 216        | 441                  | 775                                |                              | 1, 051     | 1, 043                               | 267        | 508                  | 268                   |
| 1957.....           |                                                                 | 1, 625     | 1, 610             | 208        | 529                  | 872                                |                              | 1, 082     | 1, 079                               | 274        | 511                  | 294                   |
| 1958.....           |                                                                 | 1, 362     | 1, 349             | 198        | 368                  | 782                                |                              | 1, 070     | 1, 062                               | 287        | 450                  | 325                   |
| 1959.....           |                                                                 | 1, 366     | 1, 351             | 210        | 365                  | 772                                |                              | 1, 267     | 1, 250                               | 285        | 533                  | 431                   |
| 1960.....           |                                                                 | 1, 629     | 1, 612             | 230        | 510                  | 874                                |                              | 1, 221     | 1, 221                               | 275        | 508                  | 438                   |
|                     |                                                                 |            | Unadjusted         |            |                      |                                    |                              |            | Unadjusted                           |            |                      |                       |
| 1959: November..... | 1, 381                                                          | 1, 380     | 1, 364             | 212        | 426                  | 722                                | 1, 299                       | 1, 283     | 1, 262                               | 239        | 551                  | 471                   |
| December.....       | 1, 497                                                          | 1, 580     | 1, 564             | 218        | 505                  | 830                                | 1, 333                       | 1, 467     | 1, 436                               | 317        | 606                  | 508                   |
| 1960: January.....  | 1, 561                                                          | 1, 484     | 1, 466             | 205        | 482                  | 778                                | 1, 208                       | 1, 143     | 1, 168                               | 217        | 535                  | 410                   |
| February.....       | 1, 584                                                          | 1, 497     | 1, 480             | 224        | 459                  | 797                                | 1, 306                       | 1, 289     | 1, 290                               | 283        | 540                  | 465                   |
| March.....          | 1, 496                                                          | 1, 632     | 1, 613             | 222        | 484                  | 910                                | 1, 253                       | 1, 378     | 1, 369                               | 298        | 570                  | 498                   |
| April.....          | 1, 621                                                          | 1, 703     | 1, 686             | 245        | 494                  | 952                                | 1, 309                       | 1, 261     | 1, 250                               | 279        | 510                  | 458                   |
| May.....            | 1, 633                                                          | 1, 710     | 1, 694             | 234        | 508                  | 958                                | 1, 231                       | 1, 262     | 1, 256                               | 300        | 500                  | 453                   |
| June.....           | 1, 626                                                          | 1, 637     | 1, 621             | 221        | 525                  | 876                                | 1, 265                       | 1, 307     | 1, 289                               | 293        | 551                  | 451                   |
| July.....           | 1, 736                                                          | 1, 629     | 1, 612             | 210        | 510                  | 892                                | 1, 258                       | 1, 150     | 1, 140                               | 263        | 465                  | 417                   |
| August.....         | 1, 622                                                          | 1, 547     | 1, 529             | 218        | 501                  | 813                                | 1, 228                       | 1, 229     | 1, 246                               | 280        | 539                  | 426                   |
| September.....      | 1, 610                                                          | 1, 557     | 1, 541             | 242        | 476                  | 822                                | 1, 177                       | 1, 160     | 1, 159                               | 268        | 478                  | 412                   |
| October.....        | 1, 707                                                          | 1, 690     | 1, 676             | 246        | 524                  | 905                                | 1, 196                       | 1, 157     | 1, 157                               | 268        | 463                  | 425                   |
| November.....       | 1, 677                                                          | 1, 724     | 1, 710             | 247        | 569                  | 894                                | 1, 128                       | 1, 161     | 1, 176                               | 280        | 465                  | 431                   |
| December.....       | 1, 621                                                          | 1, 743     | 1, 724             | 250        | 580                  | 894                                | 1, 100                       | 1, 157     | 1, 151                               | 265        | 474                  | 412                   |

<sup>1</sup> Total exports less Department of Defense shipments of grant-aid military supplies and equipment under the Mutual Security Program.

<sup>2</sup> Imports for immediate consumption plus entries into bonded warehouses.

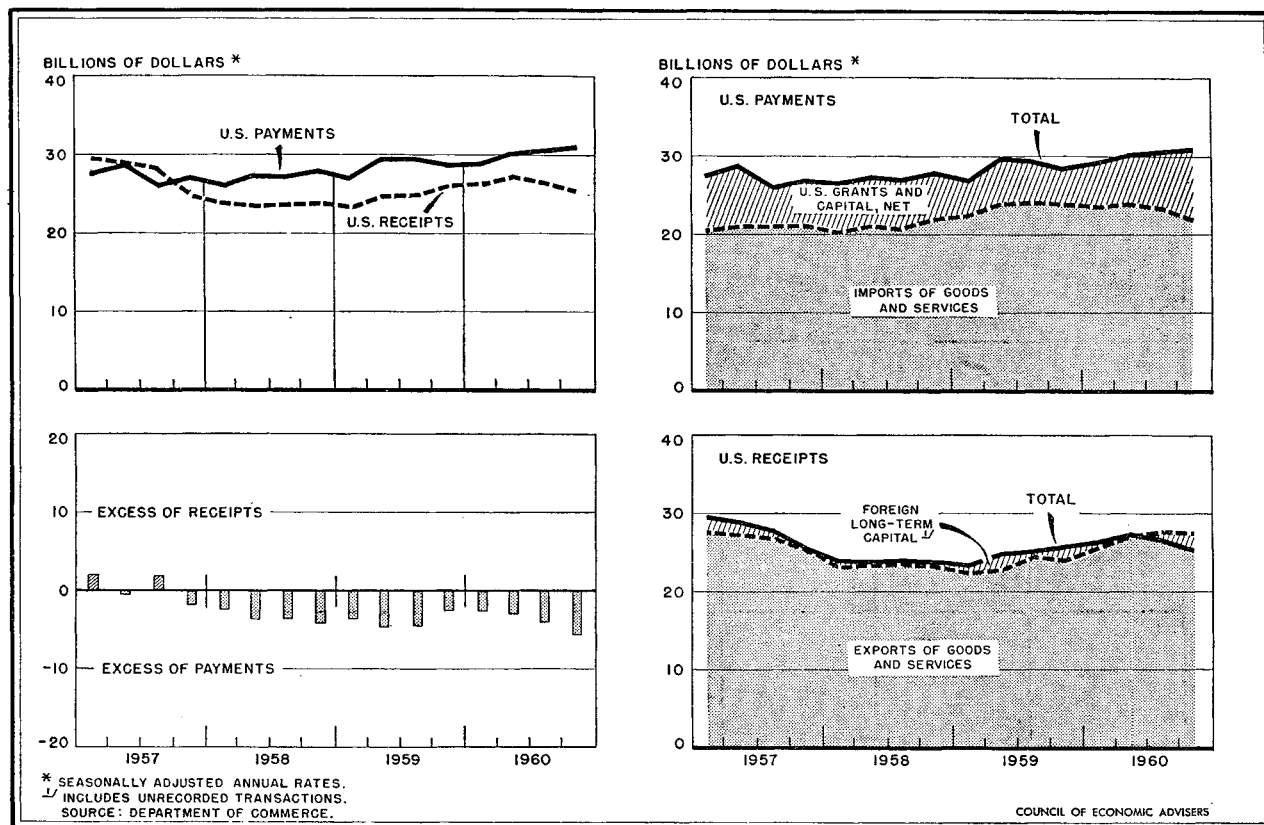
<sup>3</sup> Imports for immediate consumption plus withdrawals for consumption from bonded warehouses.

NOTE.—Totals for series revised beginning January 1959. Revised data for detail not yet available.

Sources: Department of Commerce and Department of Defense.

## U.S. BALANCE OF PAYMENTS

The over-all balance of payments deficit rose \$1.5 billion (seasonally adjusted annual rate) in the fourth quarter of 1960, despite a \$1.5 billion improvement in the surplus on goods and services.



[Millions of dollars]

| Period                            | U.S. receipts (recorded)      |                                 | U.S. payments (recorded)      |                               |                                    |                 |        | Balance on recorded transactions [net payments (—) or receipts (+)] | Unrecorded transactions—errors and omissions (net receipts) | Increase in foreign gold and recorded liquid dollar assets through transactions with the U.S. |
|-----------------------------------|-------------------------------|---------------------------------|-------------------------------|-------------------------------|------------------------------------|-----------------|--------|---------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------------------------|
|                                   | Exports of goods and services | Foreign long-term capital (net) | Imports of goods and services | U.S. grants and capital (net) |                                    |                 |        |                                                                     |                                                             |                                                                                               |
|                                   |                               |                                 |                               | Total <sup>1</sup>            | U.S. Government grants and capital | Private capital |        |                                                                     |                                                             |                                                                                               |
|                                   |                               |                                 |                               |                               |                                    | Total           | Direct |                                                                     |                                                             |                                                                                               |
| 1952.....                         | 18, 105                       | 141                             | 15, 760                       | 4, 083                        | 2, 380                             | 1, 158          | 850    | —1, 597                                                             | 505                                                         | 1, 092                                                                                        |
| 1953.....                         | 17, 081                       | 206                             | 16, 644                       | 3, 041                        | 2, 055                             | 369             | 721    | —2, 398                                                             | 296                                                         | 2, 102                                                                                        |
| 1954.....                         | 17, 949                       | 244                             | 16, 088                       | 3, 788                        | 1, 554                             | 1, 619          | 664    | —1, 683                                                             | 167                                                         | 1, 516                                                                                        |
| 1955.....                         | 20, 003                       | 346                             | 17, 937                       | 4, 007                        | 2, 211                             | 1, 211          | 779    | —1, 595                                                             | 446                                                         | 1, 149                                                                                        |
| 1956.....                         | 23, 705                       | 530                             | 19, 829                       | 6, 017                        | 2, 362                             | 2, 990          | 1, 859 | —1, 611                                                             | 643                                                         | 968                                                                                           |
| 1957.....                         | 26, 733                       | 361                             | 20, 923                       | 6, 451                        | 2, 574                             | 3, 175          | 2, 058 | —280                                                                | 748                                                         | —468                                                                                          |
| 1958.....                         | 23, 325                       | 24                              | 21, 053                       | 6, 153                        | 2, 587                             | 2, 844          | 1, 094 | —3, 857                                                             | 380                                                         | 3, 477                                                                                        |
| 1959.....                         | 23, 464                       | 548                             | 23, 560                       | <sup>2</sup> 5, 061           | <sup>2</sup> 1, 981                | 2, 301          | 1, 310 | —4, 609                                                             | 783                                                         | 3, 826                                                                                        |
| 1960 <sup>3</sup> .....           | 27, 110                       | 360                             | 23, 270                       | 6, 960                        | 2, 698                             | 3, 442          | 1, 660 | —2, 760                                                             | —1, 040                                                     | 3, 800                                                                                        |
| Seasonally adjusted annual rates  |                               |                                 |                               |                               |                                    |                 |        |                                                                     |                                                             |                                                                                               |
| 1959: First quarter.....          | 22, 456                       | 288                             | 22, 484                       | 4, 408                        | 1, 896                             | 1, 768          | 1, 236 | —4, 148                                                             | 576                                                         | 3, 572                                                                                        |
| Second quarter.....               | 22, 756                       | 760                             | 23, 864                       | <sup>2</sup> 5, 696           | <sup>2</sup> 2, 424                | 2, 516          | 1, 480 | —6, 044                                                             | 1, 404                                                      | 4, 640                                                                                        |
| Third quarter.....                | 24, 612                       | 632                             | 24, 132                       | 5, 368                        | 2, 336                             | 2, 188          | 1, 284 | —4, 256                                                             | —252                                                        | 4, 508                                                                                        |
| Fourth quarter.....               | 24, 032                       | 512                             | 23, 760                       | 4, 772                        | 1, 268                             | 2, 732          | 1, 240 | —3, 988                                                             | 1, 404                                                      | 2, 584                                                                                        |
| 1960: First quarter.....          | 25, 876                       | 740                             | 23, 712                       | 5, 376                        | 2, 304                             | 2, 296          | 1, 172 | —2, 472                                                             | —88                                                         | 2, 560                                                                                        |
| Second quarter.....               | 27, 240                       | 608                             | 24, 084                       | 5, 976                        | 2, 812                             | 2, 308          | 868    | —2, 212                                                             | —636                                                        | 2, 848                                                                                        |
| Third quarter.....                | 27, 692                       | —4                              | 23, 400                       | 7, 284                        | 2, 280                             | 4, 128          | 1, 604 | —2, 996                                                             | —1, 132                                                     | 4, 128                                                                                        |
| Fourth quarter <sup>3</sup> ..... | 27, 632                       | 96                              | 21, 884                       | 9, 204                        | 3, 396                             | 5, 036          | 2, 996 | —3, 360                                                             | —2, 304                                                     | 5, 664                                                                                        |

<sup>1</sup> Includes remittances and pensions, not shown separately.

<sup>2</sup> Excludes \$1,375 million increase in U.S. subscription to International Monetary Fund.

<sup>3</sup> Preliminary.

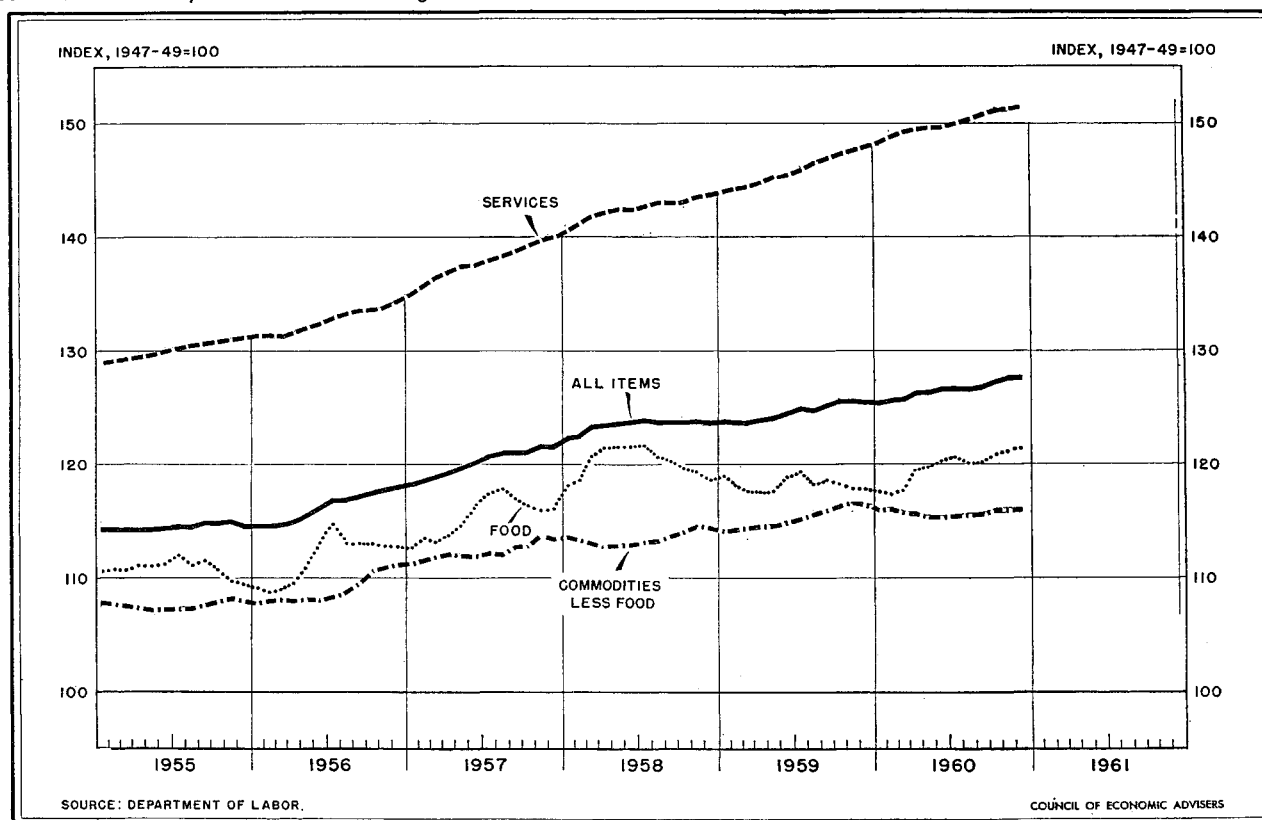
NOTE.—Data exclude goods and services transferred under military grants.

Source: Department of Commerce.

# PRICES

## CONSUMER PRICES

Consumer prices increased slightly in December as service and food prices continued to rise while the prices of commodities except food were unchanged.



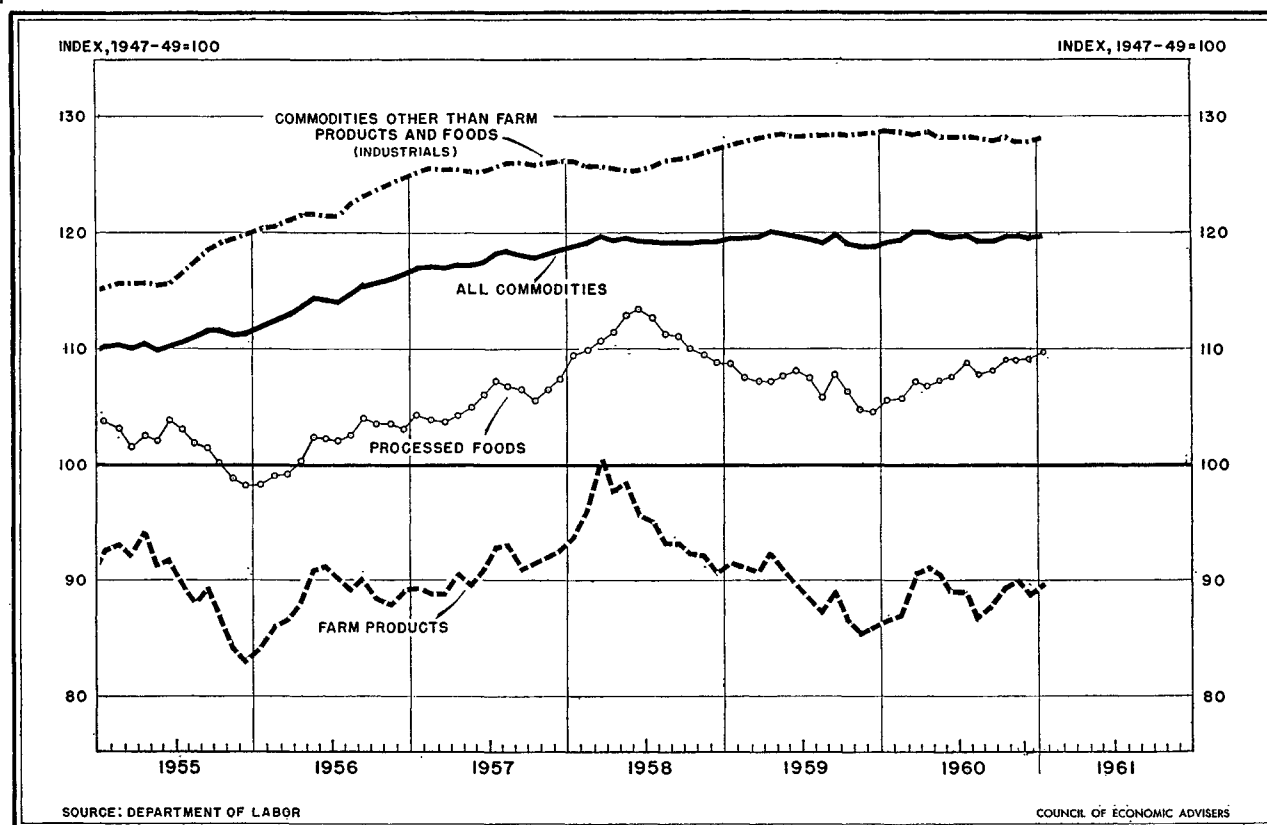
[1947-49 = 100]

| Period              | All items | Commodities     |       |                       |         |             | Services     |       |                    |
|---------------------|-----------|-----------------|-------|-----------------------|---------|-------------|--------------|-------|--------------------|
|                     |           | All commodities | Food  | Commodities less food |         |             | All services | Rent  | Services less rent |
|                     |           |                 |       | All                   | Durable | Non-durable |              |       |                    |
| 1950.....           | 102.8     | 101.2           | 101.2 | 101.3                 | 104.4   | 100.9       | 108.5        | 108.8 | 108.1              |
| 1951.....           | 111.0     | 110.3           | 112.6 | 108.9                 | 112.4   | 108.5       | 114.1        | 113.1 | 114.6              |
| 1952.....           | 113.5     | 111.7           | 114.6 | 109.8                 | 113.8   | 109.1       | 119.3        | 117.9 | 120.1              |
| 1953.....           | 114.4     | 111.3           | 112.8 | 110.0                 | 112.6   | 110.1       | 124.2        | 124.1 | 124.6              |
| 1954.....           | 114.8     | 110.2           | 112.6 | 108.6                 | 108.3   | 110.6       | 127.5        | 128.5 | 127.7              |
| 1955.....           | 114.5     | 109.0           | 110.9 | 107.5                 | 105.1   | 110.6       | 129.8        | 130.3 | 130.1              |
| 1956.....           | 116.2     | 110.1           | 111.7 | 108.9                 | 105.1   | 113.0       | 132.6        | 132.7 | 133.0              |
| 1957.....           | 120.2     | 113.6           | 115.4 | 112.3                 | 108.8   | 116.1       | 137.7        | 135.2 | 138.6              |
| 1958.....           | 123.5     | 116.3           | 120.3 | 113.4                 | 110.5   | 116.9       | 142.4        | 137.7 | 143.8              |
| 1959.....           | 124.6     | 116.6           | 118.3 | 115.1                 | 113.0   | 118.3       | 145.8        | 139.7 | 147.5              |
| 1960.....           | 126.5     | 117.5           | 119.7 | 115.7                 | 111.6   | 120.1       | 150.0        | 141.8 | 152.1              |
| 1959: November..... | 125.6     | 117.2           | 117.9 | 116.5                 | 114.1   | 119.8       | 147.6        | 140.5 | 149.5              |
| December.....       | 125.5     | 117.1           | 117.8 | 116.4                 | 113.8   | 119.9       | 147.8        | 140.8 | 149.7              |
| 1960: January.....  | 125.4     | 116.7           | 117.6 | 115.9                 | 113.3   | 119.2       | 148.2        | 140.9 | 150.1              |
| February.....       | 125.6     | 116.7           | 117.4 | 116.0                 | 113.3   | 119.4       | 148.9        | 141.0 | 150.9              |
| March.....          | 125.7     | 116.7           | 117.7 | 115.7                 | 112.5   | 119.6       | 149.2        | 141.2 | 151.3              |
| April.....          | 126.2     | 117.4           | 119.5 | 115.6                 | 112.1   | 119.7       | 149.4        | 141.4 | 151.5              |
| May.....            | 126.3     | 117.3           | 119.7 | 115.3                 | 111.9   | 119.4       | 149.6        | 141.4 | 151.7              |
| June.....           | 126.5     | 117.6           | 120.3 | 115.3                 | 111.5   | 119.6       | 149.7        | 141.6 | 151.8              |
| July.....           | 126.6     | 117.7           | 120.6 | 115.4                 | 111.1   | 119.9       | 150.0        | 141.8 | 152.1              |
| August.....         | 126.6     | 117.6           | 120.1 | 115.5                 | 111.0   | 120.1       | 150.3        | 141.9 | 152.5              |
| September.....      | 126.8     | 117.7           | 120.2 | 115.6                 | 110.0   | 120.9       | 150.8        | 142.1 | 153.0              |
| October.....        | 127.3     | 118.2           | 120.9 | 115.9                 | 110.9   | 120.9       | 151.2        | 142.5 | 153.4              |
| November.....       | 127.4     | 118.3           | 121.1 | 115.9                 | 110.7   | 121.1       | 151.3        | 142.7 | 153.6              |
| December.....       | 127.5     | 118.4           | 121.4 | 115.9                 | 110.8   | 121.0       | 151.4        | 142.8 | 153.6              |

Source: Department of Labor.

# WHOLESALE PRICES

Wholesale prices rose 0.3 percent in January, mainly reflecting higher farm and processed food prices. Industrial prices also rose a little.



[1947-49=100]

| Period                   | All commodities | Farm products | Processed foods | Commodities other than farm products and foods (industrials) |                            |                                                |                         |                                        |             |
|--------------------------|-----------------|---------------|-----------------|--------------------------------------------------------------|----------------------------|------------------------------------------------|-------------------------|----------------------------------------|-------------|
|                          |                 |               |                 | All industrials <sup>1</sup>                                 | Industrial crude materials | Industrial intermediate materials <sup>2</sup> | Producer finished goods | Consumer finished goods excluding food |             |
|                          |                 |               |                 |                                                              |                            |                                                |                         | Durable                                | Non-durable |
| 1953.....                | 110.1           | 97.0          | 104.6           | 114.0                                                        | 108.5                      | 116.2                                          | 123.1                   | 113.8                                  | 106.9       |
| 1954.....                | 110.3           | 95.6          | 105.3           | 114.5                                                        | 103.3                      | 116.7                                          | 124.7                   | 114.7                                  | 107.2       |
| 1955.....                | 110.7           | 89.6          | 101.7           | 117.0                                                        | 113.4                      | 120.1                                          | 128.5                   | 115.9                                  | 107.8       |
| 1956.....                | 114.3           | 88.4          | 101.7           | 122.2                                                        | 120.0                      | 126.0                                          | 138.1                   | 119.7                                  | 109.9       |
| 1957.....                | 117.6           | 90.9          | 105.6           | 125.6                                                        | 118.3                      | 129.3                                          | 146.7                   | 123.3                                  | 112.4       |
| 1958.....                | 119.2           | 94.9          | 110.9           | 126.0                                                        | 113.7                      | 129.1                                          | 150.3                   | 125.0                                  | 111.7       |
| 1959.....                | 119.5           | 89.1          | 107.0           | 128.2                                                        | 120.0                      | 131.2                                          | 153.2                   | 126.5                                  | 113.4       |
| 1960.....                | 119.6           | 88.8          | 107.7           | 128.3                                                        | 115.3                      | 131.7                                          | 153.8                   | 126.1                                  | 114.1       |
| 1959: December.....      | 118.9           | 85.9          | 104.7           | 128.6                                                        | 120.8                      | 131.7                                          | 153.5                   | 126.2                                  | 113.8       |
| 1960: January.....       | 119.3           | 86.5          | 105.6           | 128.8                                                        | 121.4                      | 132.1                                          | 153.8                   | 126.4                                  | 113.9       |
| February.....            | 119.3           | 87.0          | 105.7           | 128.7                                                        | 119.2                      | 132.2                                          | 153.8                   | 126.4                                  | 113.8       |
| March.....               | 120.0           | 90.4          | 107.3           | 128.6                                                        | 116.8                      | 132.2                                          | 153.9                   | 126.5                                  | 113.8       |
| April.....               | 120.0           | 91.1          | 106.8           | 128.7                                                        | 116.2                      | 132.2                                          | 153.9                   | 126.5                                  | 113.7       |
| May.....                 | 119.7           | 90.4          | 107.3           | 128.2                                                        | 116.0                      | 131.9                                          | 153.6                   | 126.3                                  | 113.2       |
| June.....                | 119.5           | 89.0          | 107.6           | 128.2                                                        | 115.2                      | 131.8                                          | 153.7                   | 126.2                                  | 113.6       |
| July.....                | 119.7           | 88.9          | 108.9           | 128.2                                                        | 114.8                      | 131.7                                          | 153.6                   | 126.3                                  | 114.1       |
| August.....              | 119.2           | 86.6          | 107.8           | 128.2                                                        | 114.4                      | 131.6                                          | 153.7                   | 126.2                                  | 114.6       |
| September.....           | 119.2           | 87.7          | 108.1           | 127.9                                                        | 114.2                      | 131.5                                          | 152.6                   | 123.6                                  | 114.8       |
| October.....             | 119.6           | 89.5          | 109.0           | 128.0                                                        | 112.7                      | 131.3                                          | 153.5                   | 125.7                                  | 114.8       |
| November.....            | 119.6           | 89.9          | 109.1           | 127.9                                                        | 111.8                      | 131.0                                          | 154.2                   | 126.5                                  | 114.7       |
| December.....            | 119.5           | 88.7          | 109.2           | 127.9                                                        | 111.0                      | 130.9                                          | 154.2                   | 126.5                                  | 114.7       |
| 1961: January.....       | 119.8           | 89.7          | 109.8           | 128.1                                                        | 111.5                      | 130.9                                          | 154.2                   | 126.6                                  | 115.0       |
| Week ended: <sup>3</sup> |                 |               |                 |                                                              |                            |                                                |                         |                                        |             |
| 1961: February 7.....    | 120.0           | 90.6          | 109.9           | 128.1                                                        | (4)                        | (4)                                            | (4)                     | (4)                                    | (4)         |
| 14.....                  | 120.0           | 90.4          | 110.1           | 128.2                                                        | (4)                        | (4)                                            | (4)                     | (4)                                    | (4)         |

<sup>1</sup> Coverage of the subgroups does not correspond exactly to coverage of this index.

<sup>2</sup> Excludes intermediate materials for food manufacturing and manufactured animal feeds; includes, in part, grain products for further processing.

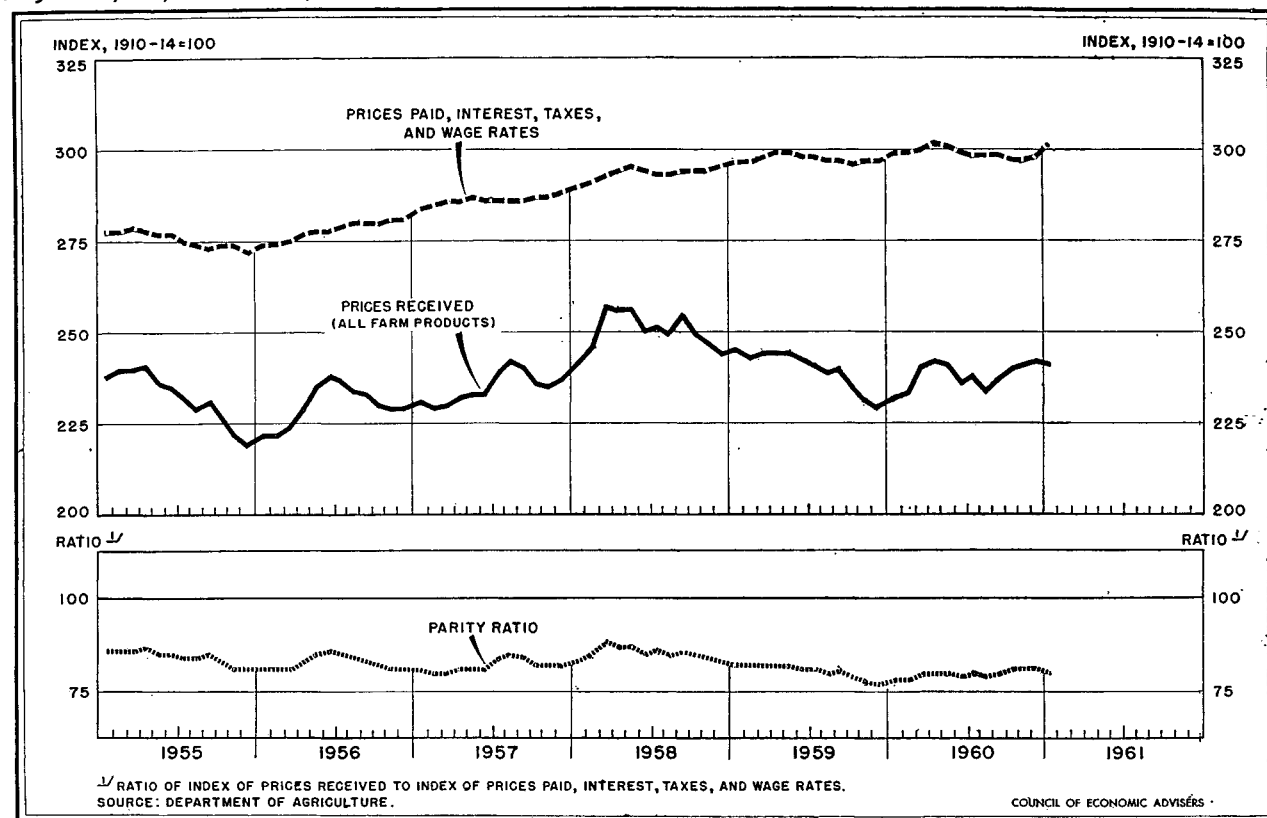
<sup>3</sup> Weekly series based on smaller sample than monthly series.

<sup>4</sup> Not available.

Source: Department of Labor.

## PRICES RECEIVED AND PAID BY FARMERS

A slight decrease in the index of prices received by farmers and an increase in prices paid reduced the parity ratio on January 15, 1961 to 80, the same as the average for 1960.



| Period                 | Prices received by farmers |       |                        | Prices paid by farmers                                    |                     |                  | Parity ratio <sup>1</sup> |
|------------------------|----------------------------|-------|------------------------|-----------------------------------------------------------|---------------------|------------------|---------------------------|
|                        | All farm products          | Crops | Livestock and products | All items, interest, taxes, and wage rates (parity index) | Family living items | Production items |                           |
|                        |                            |       |                        |                                                           |                     |                  |                           |
| Index, 1910-14=100     |                            |       |                        |                                                           |                     |                  |                           |
| 1951.....              | 302                        | 265   | 336                    | 282                                                       | 268                 | 273              | 107                       |
| 1952.....              | 288                        | 267   | 306                    | 287                                                       | 271                 | 274              | 100                       |
| 1953.....              | 255                        | 240   | 268                    | 277                                                       | 269                 | 256              | 92                        |
| 1954.....              | 246                        | 242   | 249                    | 277                                                       | 270                 | 255              | 89                        |
| 1955.....              | 232                        | 231   | 234                    | 276                                                       | 270                 | 251              | 84                        |
| 1956.....              | 230                        | 235   | 226                    | 278                                                       | 274                 | 250              | 83                        |
| 1957.....              | 235                        | 225   | 244                    | 286                                                       | 282                 | 257              | 82                        |
| 1958.....              | 250                        | 223   | 273                    | 293                                                       | 287                 | 264              | 85                        |
| 1959.....              | 240                        | 221   | 256                    | 297                                                       | 288                 | 266              | 81                        |
| 1960.....              | 238                        | 221   | 252                    | 299                                                       | 290                 | 265              | 80                        |
| 1959: December 15..... | 230                        | 218   | 240                    | 296                                                       | 291                 | 264              | 78                        |
| 1960: January 15.....  | 232                        | 220   | 242                    | 299                                                       | 289                 | 265              | 78                        |
| February 15.....       | 233                        | 218   | 245                    | 299                                                       | 289                 | 266              | 78                        |
| March 15.....          | 241                        | 222   | 257                    | 300                                                       | 289                 | 267              | 80                        |
| April 15.....          | 242                        | 225   | 257                    | 302                                                       | 291                 | 268              | 80                        |
| May 15.....            | 241                        | 228   | 252                    | 301                                                       | 291                 | 267              | 80                        |
| June 15.....           | 236                        | 221   | 248                    | 299                                                       | 290                 | 265              | 79                        |
| July 15.....           | 238                        | 226   | 249                    | 298                                                       | 290                 | 263              | 80                        |
| August 15.....         | 234                        | 218   | 247                    | 298                                                       | 290                 | 262              | 79                        |
| September 15.....      | 237                        | 222   | 251                    | 298                                                       | 290                 | 263              | 80                        |
| October 15.....        | 240                        | 220   | 258                    | 297                                                       | 290                 | 262              | 81                        |
| November 15.....       | 241                        | 218   | 261                    | 297                                                       | 291                 | 262              | 81                        |
| December 15.....       | 242                        | 217   | 263                    | 298                                                       | 291                 | 265              | 81                        |
| 1961: January 15.....  | 241                        | 218   | 261                    | 301                                                       | 291                 | 267              | 80                        |

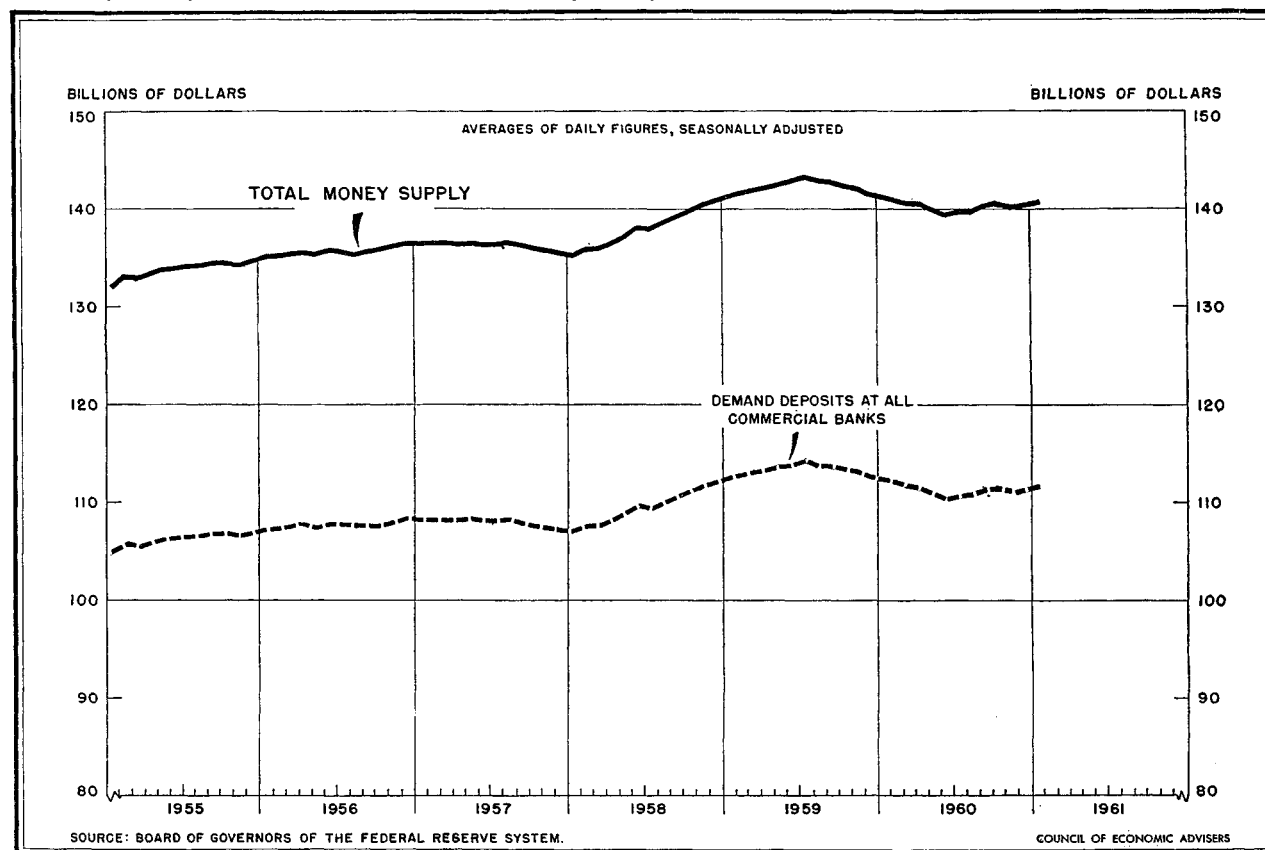
<sup>1</sup> Percentage ratio of index of prices received by farmers to index of prices paid, interest, taxes, and wage rates.

Source: Department of Agriculture.

# MONEY, CREDIT, AND SECURITY MARKETS

## MONEY SUPPLY

The money supply declined less than seasonally in January.



[Averages of daily figures, billions of dollars]

| Period                           | Money supply        |                        |                                |            |                        |                                | Deposits at member banks (unadjusted) <sup>2</sup> |      |                 |
|----------------------------------|---------------------|------------------------|--------------------------------|------------|------------------------|--------------------------------|----------------------------------------------------|------|-----------------|
|                                  | Seasonally adjusted |                        |                                | Unadjusted |                        |                                | Demand                                             | Time | U.S. Government |
|                                  | Total               | Currency outside banks | Demand deposits <sup>1 2</sup> | Total      | Currency outside banks | Demand deposits <sup>1 2</sup> |                                                    |      |                 |
| 1953: December.....              | 128.1               | 27.7                   | 100.4                          | 131.4      | 28.2                   | 103.3                          | 86.9                                               | 35.8 | 3.5             |
| 1954: December.....              | 131.8               | 27.4                   | 104.4                          | 135.0      | 27.9                   | 107.1                          | 90.5                                               | 39.1 | 4.6             |
| 1955: December.....              | 134.6               | 27.8                   | 106.8                          | 137.9      | 28.3                   | 109.6                          | 92.4                                               | 40.3 | 3.0             |
| 1956: December.....              | 136.5               | 28.2                   | 108.3                          | 139.7      | 28.7                   | 111.0                          | 93.2                                               | 41.7 | 3.0             |
| 1957: December.....              | 135.5               | 28.3                   | 107.2                          | 138.8      | 28.9                   | 109.9                          | 92.1                                               | 45.9 | 3.1             |
| 1958: December.....              | 140.8               | 28.6                   | 112.2                          | 144.3      | 29.2                   | 115.1                          | 96.0                                               | 52.7 | 3.4             |
| 1959: December.....              | 141.5               | 28.9                   | 112.6                          | 144.9      | 29.5                   | 115.5                          | 95.7                                               | 53.7 | 4.4             |
| 1960: December.....              | 140.4               | 29.0                   | 111.4                          | 143.9      | 29.5                   | 114.3                          | 94.2                                               | 58.1 | 4.1             |
| 1960: January.....               | 141.3               | 29.0                   | 112.3                          | 144.4      | 28.8                   | 115.6                          | 95.6                                               | 53.7 | 3.6             |
| February.....                    | 141.0               | 29.0                   | 112.1                          | 140.8      | 28.6                   | 112.2                          | 92.8                                               | 53.5 | 3.6             |
| March.....                       | 140.6               | 29.0                   | 111.6                          | 139.3      | 28.7                   | 110.6                          | 91.6                                               | 53.8 | 3.8             |
| April.....                       | 140.5               | 29.1                   | 111.4                          | 140.1      | 28.8                   | 111.4                          | 92.3                                               | 54.2 | 3.3             |
| May.....                         | 139.9               | 29.0                   | 110.9                          | 138.0      | 28.8                   | 109.2                          | 90.4                                               | 54.5 | 5.8             |
| June.....                        | 139.4               | 28.9                   | 110.5                          | 138.0      | 29.0                   | 109.1                          | 90.4                                               | 54.9 | 5.7             |
| July.....                        | 139.6               | 28.9                   | 110.7                          | 138.7      | 29.1                   | 109.6                          | 90.7                                               | 55.5 | 6.0             |
| August.....                      | 139.7               | 28.9                   | 110.8                          | 138.9      | 29.0                   | 109.8                          | 91.0                                               | 56.2 | 5.5             |
| September.....                   | 140.4               | 29.0                   | 111.5                          | 139.7      | 29.1                   | 110.7                          | 91.6                                               | 56.9 | 4.8             |
| October.....                     | 140.6               | 29.0                   | 111.6                          | 140.6      | 29.1                   | 111.5                          | 92.0                                               | 57.4 | 5.1             |
| November.....                    | 140.2               | 29.0                   | 111.2                          | 141.4      | 29.2                   | 112.2                          | 92.3                                               | 57.6 | 5.2             |
| December.....                    | 140.4               | 29.0                   | 111.4                          | 143.9      | 29.5                   | 114.3                          | 94.2                                               | 58.1 | 4.1             |
| 1961: January <sup>3</sup> ..... | 140.6               | 28.9                   | 111.7                          | 143.7      | 28.8                   | 114.8                          | 94.7                                               | 59.0 | 3.6             |
| First half <sup>3</sup> .....    | 140.2               | 28.9                   | 111.3                          | 144.0      | 29.1                   | 114.9                          | 94.6                                               | 58.9 | 4.1             |
| Second half <sup>3</sup> .....   | 141.0               | 29.0                   | 112.0                          | 143.4      | 28.5                   | 114.8                          | 94.8                                               | 59.2 | 3.1             |

<sup>1</sup> Demand deposits at all commercial banks (member and nonmember).

<sup>2</sup> See footnote 1, p. 27 for definition of member banks.

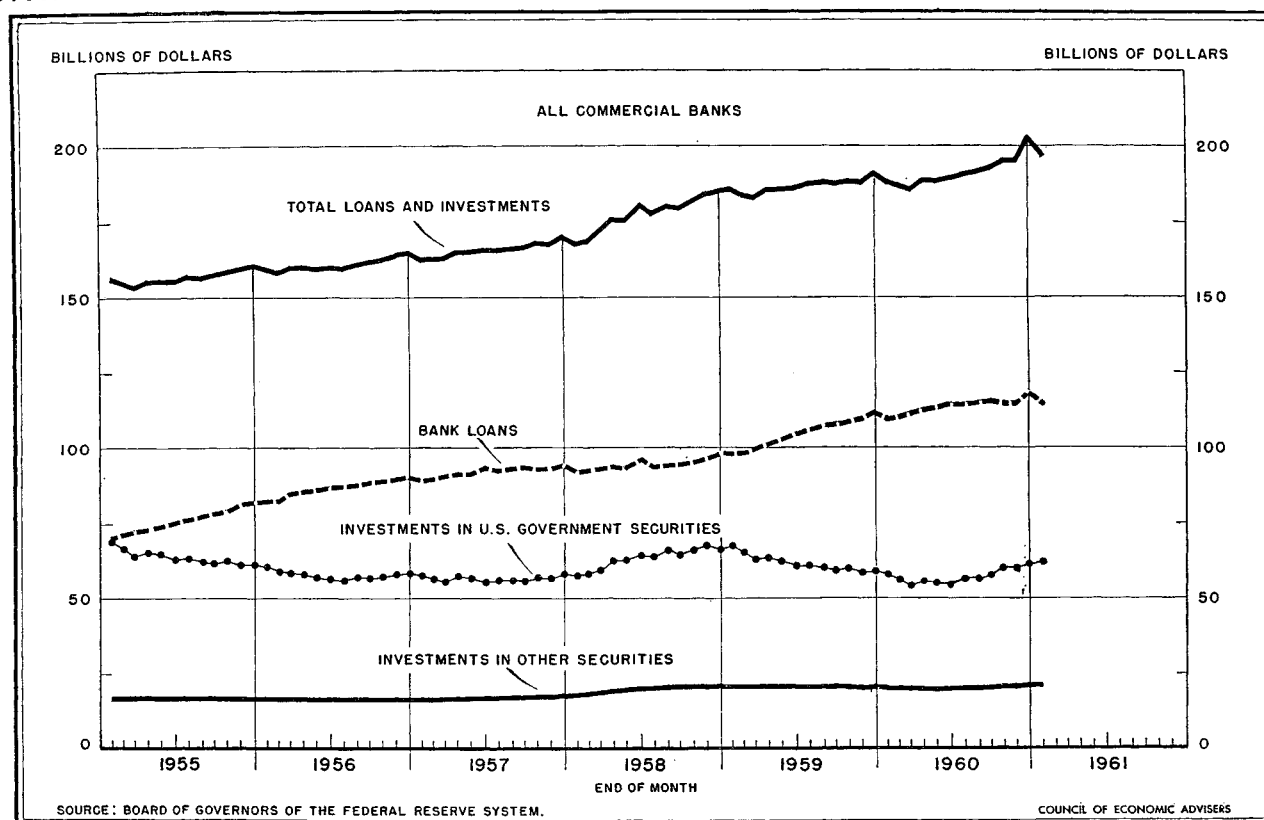
<sup>3</sup> Preliminary.

NOTE.—See note, p. 27.

Source: Board of Governors of the Federal Reserve System.

# BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

Commercial bank loans declined \$4.1 billion in January 1961, compared to a decrease of \$1.2 billion in January 1960.



| End of period                    | All commercial banks        |       |                            |                  | Weekly reporting member banks <sup>1</sup> | Bank debits outside New York City (343 centers), seasonally adjusted annual rates <sup>3</sup> | All member banks <sup>1</sup> |        |                                                  |
|----------------------------------|-----------------------------|-------|----------------------------|------------------|--------------------------------------------|------------------------------------------------------------------------------------------------|-------------------------------|--------|--------------------------------------------------|
|                                  | Total loans and investments | Loans | Investments                |                  |                                            |                                                                                                | Reserves <sup>4</sup>         |        | Borrowings at Federal Reserve Banks <sup>4</sup> |
|                                  |                             |       | U.S. Government securities | Other securities | Business loans <sup>2</sup>                |                                                                                                | Required                      | Excess |                                                  |
|                                  | Billions of dollars         |       |                            |                  |                                            |                                                                                                | Millions of dollars           |        |                                                  |
| 1953.....                        | 145.7                       | 67.6  | 63.4                       | 14.7             | 23.4                                       | 1,126.3                                                                                        | 19,227                        | 693    | 441                                              |
| 1954.....                        | 155.9                       | 70.6  | 69.0                       | 16.3             | 22.4                                       | 1,148.4                                                                                        | 18,576                        | 703    | 246                                              |
| 1955.....                        | 160.9                       | 82.6  | 61.6                       | 16.7             | <sup>2</sup> 26.7                          | 1,276.7                                                                                        | 18,646                        | 594    | 839                                              |
| 1956.....                        | 165.1                       | 90.3  | 58.6                       | 16.3             | 30.8                                       | 1,384.8                                                                                        | 18,883                        | 652    | 688                                              |
| 1957.....                        | 170.1                       | 93.9  | 58.2                       | 17.9             | 31.8                                       | 1,468.3                                                                                        | 18,843                        | 577    | 710                                              |
| 1958.....                        | 185.2                       | 98.2  | 66.4                       | 20.6             | <sup>2</sup> 31.7                          | 1,481.0                                                                                        | 18,383                        | 516    | 557                                              |
| 1959.....                        | 190.3                       | 110.8 | 58.9                       | 20.5             | <sup>2</sup> 30.5                          | 1,655.6                                                                                        | 18,450                        | 482    | 906                                              |
| 1960 <sup>5</sup> .....          | 200.3                       | 118.2 | 61.3                       | 20.8             | 31.9                                       | 1,782.0                                                                                        | 18,515                        | 768    | 87                                               |
| 1959: December.....              | 190.3                       | 110.8 | 58.9                       | 20.5             | 30.5                                       | 1,679.7                                                                                        | 18,450                        | 482    | 906                                              |
| 1960: January.....               | 187.8                       | 109.6 | 58.0                       | 20.3             | 29.9                                       | 1,686.9                                                                                        | 18,334                        | 544    | 905                                              |
| February.....                    | 186.5                       | 110.3 | 56.2                       | 20.1             | 30.2                                       | 1,783.7                                                                                        | 17,758                        | 455    | 816                                              |
| March.....                       | 185.7                       | 111.4 | 54.2                       | 20.1             | 31.0                                       | 1,708.3                                                                                        | 17,611                        | 416    | 635                                              |
| April.....                       | 188.8                       | 113.0 | 55.8                       | 20.0             | 30.9                                       | 1,742.3                                                                                        | 17,696                        | 408    | 602                                              |
| May.....                         | 188.6                       | 113.6 | 55.1                       | 19.8             | 31.2                                       | 1,757.5                                                                                        | 17,770                        | 469    | 502                                              |
| June.....                        | 188.9                       | 114.8 | 54.2                       | 19.9             | 31.6                                       | 1,758.4                                                                                        | 17,828                        | 466    | 425                                              |
| July.....                        | 190.9                       | 114.2 | 56.7                       | 20.0             | 31.0                                       | 1,699.2                                                                                        | 18,010                        | 508    | 388                                              |
| August.....                      | 191.2                       | 114.7 | 56.6                       | 20.0             | 31.0                                       | 1,789.9                                                                                        | 17,961                        | 540    | 293                                              |
| September.....                   | 193.3                       | 115.4 | 57.7                       | 20.2             | 31.5                                       | 1,742.4                                                                                        | 17,931                        | 639    | 225                                              |
| October.....                     | 195.7                       | 114.8 | 60.5                       | 20.4             | 31.4                                       | 1,722.0                                                                                        | 18,095                        | 638    | 149                                              |
| November <sup>5</sup> .....      | 195.7                       | 115.0 | 60.4                       | 20.3             | 31.7                                       | 1,767.9                                                                                        | 18,248                        | 756    | 142                                              |
| December <sup>5</sup> .....      | 200.3                       | 118.2 | 61.3                       | 20.8             | 31.9                                       | 1,710.7                                                                                        | 18,515                        | 768    | 87                                               |
| 1961: January <sup>5</sup> ..... | 197.2                       | 114.1 | 62.2                       | 20.9             | 31.2                                       | 1,735.9                                                                                        | 18,570                        | 731    | 49                                               |

<sup>1</sup> Member banks are all national banks and those State banks which have taken membership in the Federal Reserve System.

<sup>2</sup> Commercial and industrial loans and prior to 1956 agricultural loans. Series revised beginning January 1952, October 1955, July 1958, and July 1959.

<sup>3</sup> Debits during period to demand deposit accounts except interbank and U.S. Government. Prior to 1955, relates to 344 centers outside New York City.

<sup>4</sup> Averages of daily figures. Annual data are for December.

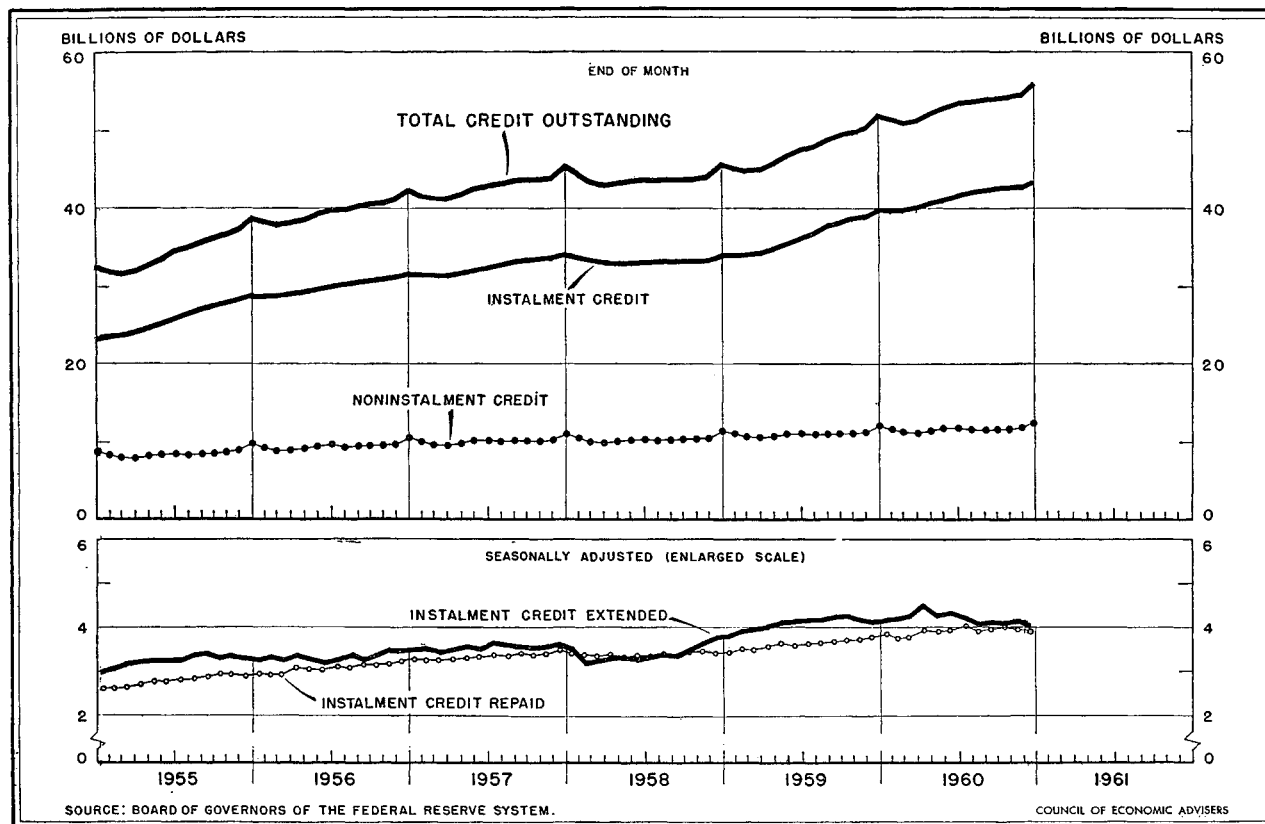
<sup>5</sup> Preliminary.

NOTE.—Between January and August 1959, series for all commercial banks and all member banks were expanded to include data for all banks in Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

## CONSUMER CREDIT

Consumer credit outstanding rose about \$1.4 billion in December 1960, compared to an increase of about \$1.6 billion in December 1959.



| Period              | Consumer credit outstanding<br>(end of period; unadjusted) |                    |                                  |                                      | Consumer instalment credit extended and<br>repaid (seasonally adjusted) |        |                               |        |
|---------------------|------------------------------------------------------------|--------------------|----------------------------------|--------------------------------------|-------------------------------------------------------------------------|--------|-------------------------------|--------|
|                     | Total                                                      | Instalment         |                                  | Non-<br>instal-<br>ment <sup>3</sup> | Total <sup>1</sup>                                                      |        | Automobile paper <sup>2</sup> |        |
|                     |                                                            | Total <sup>1</sup> | Automobile<br>paper <sup>2</sup> |                                      | Extended                                                                | Repaid | Extended                      | Repaid |
| 1951.....           | 22,712                                                     | 15,294             | 5,972                            | 7,418                                | 23,576                                                                  | 22,985 | 8,956                         | 9,058  |
| 1952.....           | 27,520                                                     | 19,403             | 7,733                            | 8,117                                | 29,514                                                                  | 25,405 | 11,764                        | 10,003 |
| 1953.....           | 31,393                                                     | 23,005             | 9,835                            | 8,388                                | 31,558                                                                  | 27,956 | 12,981                        | 10,879 |
| 1954.....           | 32,464                                                     | 23,568             | 9,809                            | 8,896                                | 31,051                                                                  | 30,488 | 11,807                        | 11,833 |
| 1955.....           | 38,882                                                     | 28,958             | 13,472                           | 9,924                                | 39,039                                                                  | 33,649 | 16,745                        | 13,082 |
| 1956.....           | 42,511                                                     | 31,897             | 14,459                           | 10,614                               | 40,175                                                                  | 37,236 | 15,563                        | 14,576 |
| 1957.....           | 45,286                                                     | 34,183             | 15,409                           | 11,103                               | 42,545                                                                  | 40,259 | 16,545                        | 15,595 |
| 1958.....           | 45,544                                                     | 34,057             | 14,237                           | 11,487                               | 40,789                                                                  | 40,915 | 14,316                        | 15,488 |
| 1959.....           | 52,119                                                     | 39,852             | 16,549                           | 12,267                               | 49,045                                                                  | 43,407 | 17,941                        | 15,698 |
| 1960.....           | 56,049                                                     | 43,281             | 17,866                           | 12,768                               | 50,343                                                                  | 46,914 | 17,839                        | 16,522 |
| 1959: November..... | 50,503                                                     | 39,024             | 16,633                           | 11,479                               | 4,185                                                                   | 3,727  | 1,465                         | 1,327  |
| December.....       | 52,119                                                     | 39,852             | 16,549                           | 12,267                               | 4,119                                                                   | 3,773  | 1,355                         | 1,352  |
| 1960: January.....  | 51,468                                                     | 39,738             | 16,519                           | 11,730                               | 4,159                                                                   | 3,849  | 1,453                         | 1,359  |
| February.....       | 51,182                                                     | 39,785             | 16,626                           | 11,397                               | 4,196                                                                   | 3,765  | 1,533                         | 1,330  |
| March.....          | 51,298                                                     | 40,020             | 16,826                           | 11,278                               | 4,259                                                                   | 3,780  | 1,590                         | 1,342  |
| April.....          | 52,353                                                     | 40,651             | 17,170                           | 11,702                               | 4,498                                                                   | 3,935  | 1,635                         | 1,379  |
| May.....            | 52,991                                                     | 41,125             | 17,431                           | 11,866                               | 4,254                                                                   | 3,912  | 1,557                         | 1,402  |
| June.....           | 53,662                                                     | 41,752             | 17,755                           | 11,910                               | 4,325                                                                   | 3,934  | 1,537                         | 1,392  |
| July.....           | 53,809                                                     | 42,050             | 17,893                           | 11,759                               | 4,209                                                                   | 4,017  | 1,416                         | 1,385  |
| August.....         | 54,092                                                     | 42,378             | 18,020                           | 11,714                               | 4,071                                                                   | 3,918  | 1,421                         | 1,388  |
| September.....      | 54,265                                                     | 42,517             | 18,021                           | 11,748                               | 4,124                                                                   | 3,961  | 1,421                         | 1,375  |
| October.....        | 54,344                                                     | 42,591             | 17,992                           | 11,753                               | 4,095                                                                   | 4,000  | 1,454                         | 1,421  |
| November.....       | 54,626                                                     | 42,703             | 17,967                           | 11,923                               | 4,134                                                                   | 3,946  | 1,482                         | 1,397  |
| December.....       | 56,049                                                     | 43,281             | 17,866                           | 12,768                               | 4,007                                                                   | 3,931  | 1,325                         | 1,356  |

<sup>1</sup> Also includes other consumer goods paper, repair and modernization loans, and personal loans, not shown separately.

<sup>2</sup> Consumer credit extended for the purpose of purchasing automobiles and secured by the items purchased.

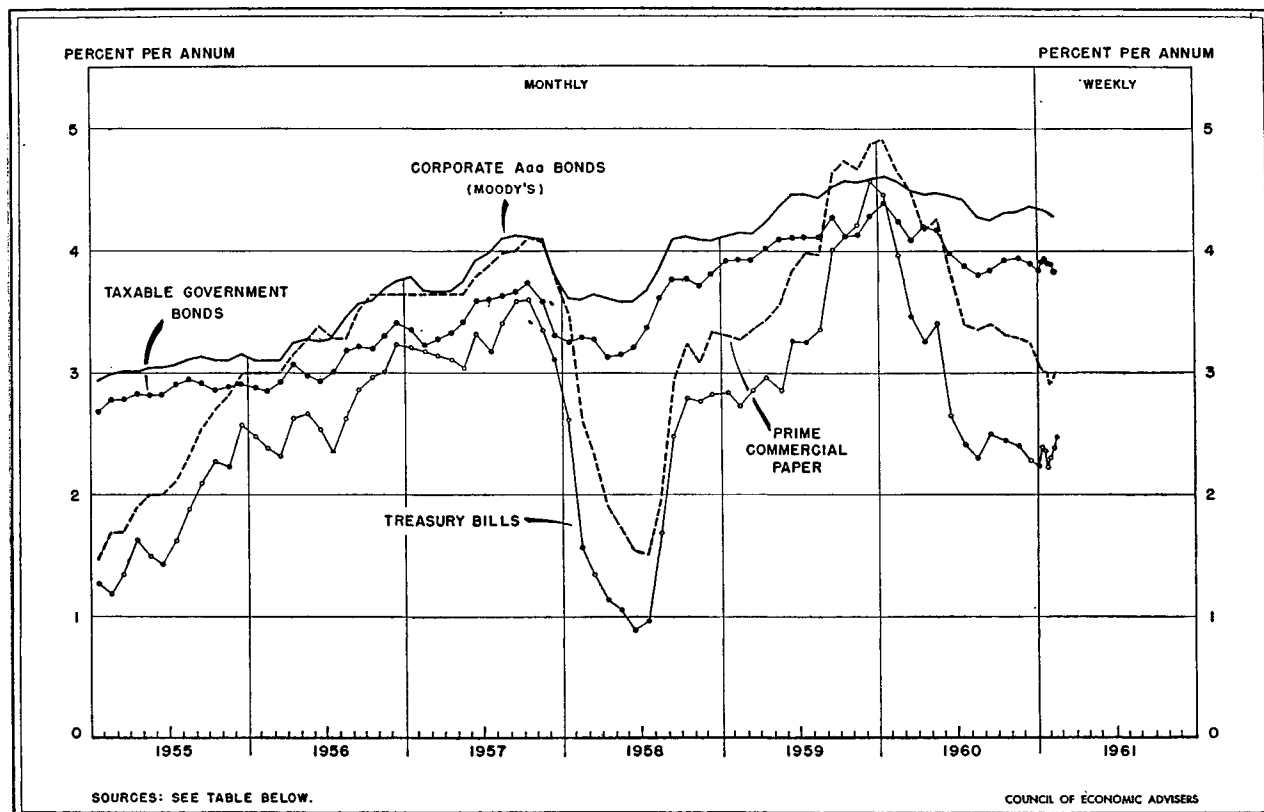
<sup>3</sup> Consists of single-payment loans, charge accounts, and service credit.

NOTE.—Data for Alaska and Hawaii included beginning January and August 1959, respectively.

Source: Board of Governors of the Federal Reserve System.

## BOND YIELDS AND INTEREST RATES

The rate on 3-month Treasury bills and the yields on U.S. Government, municipal, and corporate bonds averaged about the same in January as in December. In early February, however, the bill rate increased while the yields on bonds declined.



| Period               | U. S. Government security yields    |                            | High-grade municipal bonds (Standard & Poor's) <sup>3</sup> | Corporate bonds (Moody's) |      | Prime commercial paper, 4-6 months |
|----------------------|-------------------------------------|----------------------------|-------------------------------------------------------------|---------------------------|------|------------------------------------|
|                      | 3-month Treasury bills <sup>1</sup> | Taxable bonds <sup>2</sup> |                                                             | Aaa                       | Baa  |                                    |
| 1954.....            | 0.953                               | 2.55                       | 2.37                                                        | 2.90                      | 3.51 | 1.58                               |
| 1955.....            | 1.753                               | 2.84                       | 2.53                                                        | 3.06                      | 3.53 | 2.18                               |
| 1956.....            | 2.658                               | 3.08                       | 2.93                                                        | 3.36                      | 3.88 | 3.31                               |
| 1957.....            | 3.267                               | 3.47                       | 3.60                                                        | 3.89                      | 4.71 | 3.81                               |
| 1958.....            | 1.839                               | 3.43                       | 3.56                                                        | 3.79                      | 4.73 | 2.46                               |
| 1959.....            | 3.405                               | 4.08                       | 3.95                                                        | 4.38                      | 5.05 | 3.97                               |
| 1960.....            | 2.928                               | 4.02                       | 3.73                                                        | 4.41                      | 5.19 | 3.85                               |
| 1960: January.....   | 4.436                               | 4.37                       | 4.13                                                        | 4.61                      | 5.34 | 4.91                               |
| February.....        | 3.954                               | 4.22                       | 3.97                                                        | 4.56                      | 5.34 | 4.66                               |
| March.....           | 3.439                               | 4.08                       | 3.87                                                        | 4.49                      | 5.25 | 4.49                               |
| April.....           | 3.244                               | 4.18                       | 3.84                                                        | 4.45                      | 5.20 | 4.16                               |
| May.....             | 3.392                               | 4.16                       | 3.85                                                        | 4.46                      | 5.28 | 4.25                               |
| June.....            | 2.641                               | 3.98                       | 3.78                                                        | 4.45                      | 5.26 | 3.81                               |
| July.....            | 2.396                               | 3.86                       | 3.72                                                        | 4.41                      | 5.22 | 3.39                               |
| August.....          | 2.286                               | 3.79                       | 3.53                                                        | 4.28                      | 5.08 | 3.34                               |
| September.....       | 2.489                               | 3.84                       | 3.53                                                        | 4.25                      | 5.01 | 3.39                               |
| October.....         | 2.426                               | 3.91                       | 3.59                                                        | 4.30                      | 5.11 | 3.30                               |
| November.....        | 2.384                               | 3.93                       | 3.46                                                        | 4.31                      | 5.08 | 3.28                               |
| December.....        | 2.272                               | 3.88                       | 3.45                                                        | 4.35                      | 5.10 | 3.23                               |
| 1961: January.....   | 2.302                               | 3.89                       | 3.44                                                        | 4.32                      | 5.10 | 2.98                               |
| Week ended:          |                                     |                            |                                                             |                           |      |                                    |
| 1961: January 7..... | 2.234                               | 3.84                       | 3.46                                                        | 4.34                      | 5.08 | 3.06                               |
| 14.....              | 2.385                               | 3.90                       | 3.46                                                        | 4.33                      | 5.10 | 3.00                               |
| 21.....              | 2.358                               | 3.92                       | 3.42                                                        | 4.32                      | 5.11 | 3.00                               |
| 28.....              | 2.230                               | 3.89                       | 3.40                                                        | 4.31                      | 5.12 | 2.90                               |
| February 4.....      | 2.299                               | 3.88                       | 3.40                                                        | 4.30                      | 5.09 | 2.93                               |
| 11.....              | 2.374                               | 3.84                       | 3.35                                                        | 4.28                      | 5.07 | 3.00                               |
| 18.....              | 2.462                               | <sup>4</sup> 3.81          | 3.31                                                        | <sup>4</sup> 4.27         | 5.07 | <sup>4</sup> 3.00                  |

<sup>1</sup> Rate on new issues within period.

<sup>2</sup> Series includes: April 1953 to date, bonds due or callable 10 years and after; April 1952-March 1953, bonds due or callable after 12 years; October 1941-March 1952, bonds due or callable after 15 years.

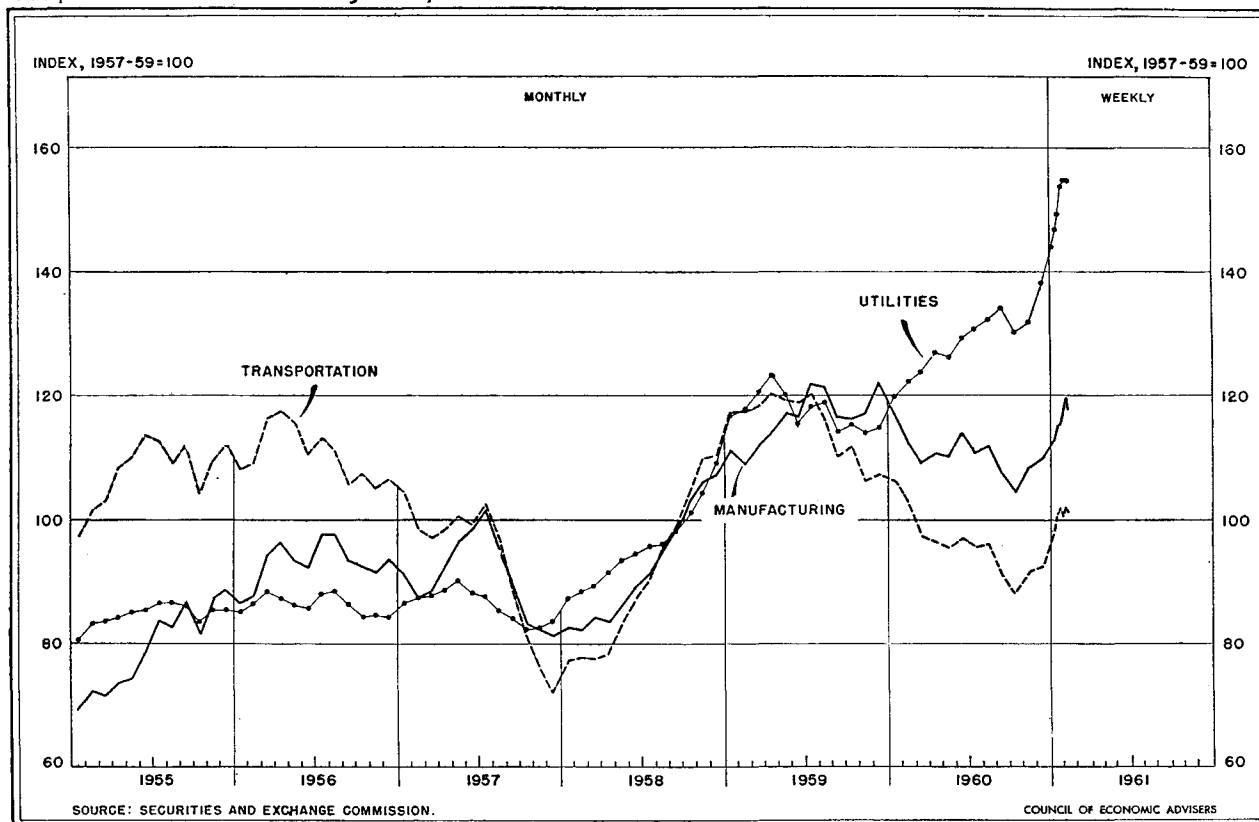
<sup>3</sup> Weekly data are Wednesday figures.

<sup>4</sup> Not charted.

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

# STOCK PRICES

Stock prices continued to rise in January.



[1957-59=100]

| Period                | Composite index <sup>1</sup> | Manufacturing |               |                   | Transportation | Utilities | Trade, finance, and service | Mining |
|-----------------------|------------------------------|---------------|---------------|-------------------|----------------|-----------|-----------------------------|--------|
|                       |                              | Total         | Durable goods | Non-durable goods |                |           |                             |        |
| Weekly average:       |                              |               |               |                   |                |           |                             |        |
| 1952.....             | 52.3                         | 46.8          | 42.1          | 50.7              | 74.6           | 65.4      | 60.4                        | 80.7   |
| 1953.....             | 51.9                         | 46.7          | 43.0          | 49.8              | 73.9           | 67.3      | 60.8                        | 70.4   |
| 1954.....             | 61.7                         | 57.6          | 54.7          | 60.0              | 78.6           | 75.3      | 69.1                        | 78.2   |
| 1955.....             | 81.8                         | 79.5          | 78.7          | 80.1              | 108.2          | 84.8      | 87.1                        | 91.6   |
| 1956.....             | 92.6                         | 93.2          | 91.5          | 94.5              | 110.6          | 86.4      | 89.9                        | 104.6  |
| 1957.....             | 89.8                         | 90.7          | 88.5          | 92.8              | 93.2           | 86.3      | 82.2                        | 107.2  |
| 1958.....             | 93.2                         | 92.5          | 90.4          | 94.4              | 91.0           | 95.8      | 95.1                        | 97.9   |
| 1959.....             | 116.7                        | 116.5         | 120.8         | 112.6             | 115.6          | 117.6     | 122.3                       | 95.0   |
| 1960.....             | 113.9                        | 110.9         | 117.3         | 104.9             | 95.8           | 129.3     | 127.4                       | 73.8   |
| 1959: December.....   | 120.5                        | 122.1         | 128.8         | 115.9             | 107.6          | 115.1     | 127.0                       | 85.8   |
| 1960: January.....    | 117.6                        | 117.5         | 124.3         | 111.2             | 106.4          | 120.0     | 125.6                       | 83.3   |
| February.....         | 114.1                        | 112.8         | 119.1         | 107.0             | 103.0          | 122.3     | 121.9                       | 78.5   |
| March.....            | 112.1                        | 109.9         | 115.8         | 104.5             | 97.4           | 124.0     | 122.2                       | 75.7   |
| April.....            | 113.5                        | 111.0         | 118.3         | 104.3             | 96.5           | 127.1     | 125.3                       | 73.4   |
| May.....              | 113.2                        | 110.7         | 118.7         | 103.3             | 95.8           | 126.4     | 125.8                       | 70.9   |
| June.....             | 117.0                        | 114.6         | 123.4         | 106.6             | 97.1           | 129.8     | 132.1                       | 70.3   |
| July.....             | 114.5                        | 111.2         | 119.0         | 104.0             | 95.7           | 131.0     | 131.0                       | 68.6   |
| August.....           | 115.6                        | 112.2         | 119.8         | 105.1             | 96.1           | 132.6     | 131.8                       | 71.6   |
| September.....        | 112.1                        | 107.6         | 114.1         | 101.7             | 91.5           | 134.2     | 127.2                       | 70.1   |
| October.....          | 109.1                        | 104.9         | 109.4         | 100.8             | 88.0           | 130.5     | 122.8                       | 71.8   |
| November.....         | 112.6                        | 108.5         | 113.0         | 104.5             | 91.7           | 132.0     | 129.3                       | 74.1   |
| December.....         | 115.2                        | 110.3         | 114.5         | 106.4             | 92.6           | 138.5     | 132.4                       | 78.2   |
| 1961: January.....    | 120.9                        | 115.3         | 118.6         | 112.2             | 100.3          | 148.7     | 134.8                       | 85.1   |
| Week ended:           |                              |               |               |                   |                |           |                             |        |
| 1961: January 13..... | 120.5                        | 115.1         | 118.5         | 112.1             | 100.5          | 147.1     | 134.5                       | 83.8   |
| 20.....               | 121.2                        | 115.5         | 119.0         | 112.3             | 102.2          | 148.8     | 135.3                       | 86.1   |
| 27.....               | 123.6                        | 117.5         | 120.1         | 115.1             | 100.6          | 154.4     | 136.9                       | 87.2   |
| February 3.....       | 125.5                        | 119.8         | 122.2         | 117.6             | 102.2          | 155.2     | 137.0                       | 89.7   |
| 10.....               | 124.0                        | 117.8         | 119.1         | 116.7             | 101.3          | 154.8     | 138.1                       | 88.6   |

<sup>1</sup> Includes 300 common stocks: 108 for durable goods manufacturing, 85 for non-durable goods manufacturing, 18 for transportation, 34 for utilities, 45 for trade, finance, and service, and 10 for mining.

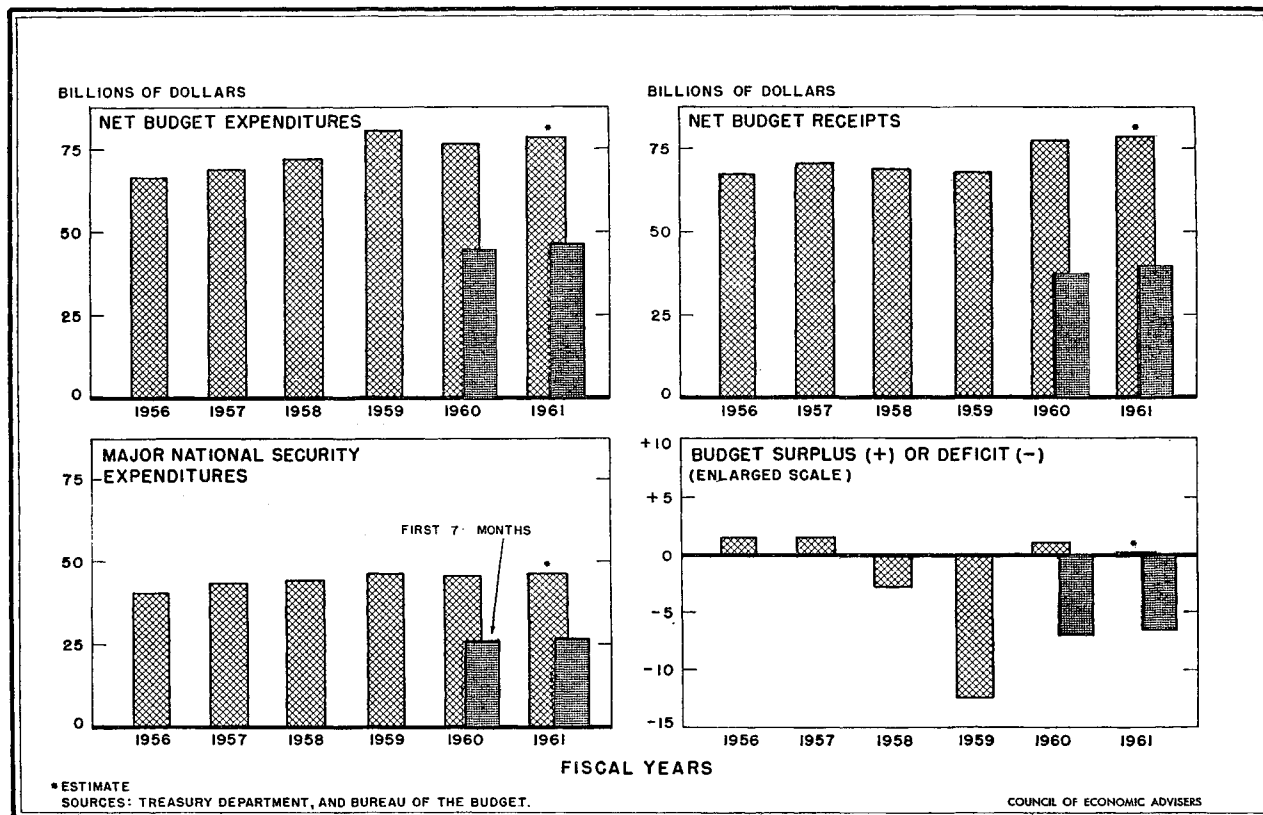
NOTE.—Indexes are based on weekly closing prices.

Source: Securities and Exchange Commission.

# FEDERAL FINANCE

## BUDGET RECEIPTS AND EXPENDITURES

For the first 7 months of the current fiscal year, there was a budget deficit of \$6.5 billion. For the same period last year, the deficit was \$6.9 billion.



| [Billions of dollars]                          |                     |                         |                                      |                                              |                               |                                          |
|------------------------------------------------|---------------------|-------------------------|--------------------------------------|----------------------------------------------|-------------------------------|------------------------------------------|
| Period                                         | Net budget receipts | Net budget expenditures |                                      |                                              | Budget surplus or deficit (—) | Public debt (end of period) <sup>3</sup> |
|                                                |                     | Total                   | Major national security <sup>1</sup> |                                              |                               |                                          |
|                                                |                     |                         | Total                                | Department of Defense, military <sup>2</sup> |                               |                                          |
| Fiscal year 1956                               | 67.8                | 66.2                    | 40.6                                 | 38.4                                         | 1.6                           | 272.8                                    |
| Fiscal year 1957                               | 70.6                | 69.0                    | 43.3                                 | 40.8                                         | 1.6                           | 270.6                                    |
| Fiscal year 1958                               | 68.5                | 71.4                    | 44.1                                 | 41.2                                         | —2.8                          | 276.4                                    |
| Fiscal year 1959                               | 67.9                | 80.3                    | 46.4                                 | 43.6                                         | —12.4                         | 284.8                                    |
| Fiscal year 1960                               | 77.8                | 76.5                    | 45.6                                 | 42.8                                         | 1.2                           | 286.5                                    |
| Fiscal year 1961 <sup>4</sup>                  | 79.0                | 78.9                    | 45.9                                 | 43.2                                         | .1                            | 285.1                                    |
| Fiscal year 1962 <sup>4</sup>                  | 82.3                | 80.9                    | 47.4                                 | 44.7                                         | 1.5                           | 283.7                                    |
| 1959: December                                 | 7.3                 | 6.6                     | 4.2                                  | 4.0                                          | .7                            | 290.9                                    |
| 1960: January                                  | 4.9                 | 6.2                     | 3.5                                  | 3.3                                          | —1.3                          | 291.2                                    |
| February                                       | 7.2                 | 6.1                     | 3.7                                  | 3.5                                          | 1.1                           | 290.7                                    |
| March                                          | 9.6                 | 6.4                     | 4.0                                  | 3.7                                          | 3.2                           | 287.0                                    |
| April                                          | 5.1                 | 6.0                     | 3.7                                  | 3.4                                          | —1.0                          | 288.9                                    |
| May                                            | 6.6                 | 6.1                     | 3.7                                  | 3.4                                          | .5                            | 289.5                                    |
| June                                           | 10.9                | 6.5                     | 4.0                                  | 3.7                                          | 4.4                           | 286.5                                    |
| July <sup>5</sup>                              | 3.1                 | 6.2                     | 3.5                                  | 3.2                                          | —3.0                          | 288.5                                    |
| August <sup>5</sup>                            | 6.5                 | 6.8                     | 4.0                                  | 3.7                                          | —1.3                          | 288.8                                    |
| September <sup>5</sup>                         | 9.0                 | 6.8                     | 3.9                                  | 3.7                                          | 2.2                           | 288.6                                    |
| October <sup>5</sup>                           | 2.8                 | 6.8                     | 3.7                                  | 3.5                                          | —4.0                          | 290.6                                    |
| November <sup>5</sup>                          | 6.3                 | 6.8                     | 3.9                                  | 3.6                                          | —1.5                          | 290.6                                    |
| December <sup>5</sup>                          | 7.6                 | 6.8                     | 4.2                                  | 4.0                                          | .8                            | 290.4                                    |
| 1961: January <sup>5</sup>                     | 4.8                 | 6.5                     | 3.7                                  | 3.5                                          | —1.6                          | 290.2                                    |
| Cumulative totals first 7 months: <sup>5</sup> |                     |                         |                                      |                                              |                               |                                          |
| Fiscal year 1960                               | 38.4                | 45.3                    | 26.6                                 | 25.0                                         | —6.9                          | 291.2                                    |
| Fiscal year 1961                               | 40.2                | 46.7                    | 26.9                                 | 25.3                                         | —6.5                          | 290.2                                    |

<sup>1</sup> Includes military activities of the Department of Defense (military functions and the military assistance portion of the mutual security program), Atomic Energy Commission, stockpiling, and defense production expansion.

<sup>2</sup> Military functions and military assistance.

<sup>3</sup> Includes guaranteed securities held outside the Treasury. Not all of total shown is subject to statutory debt limitation.

<sup>4</sup> Estimate.

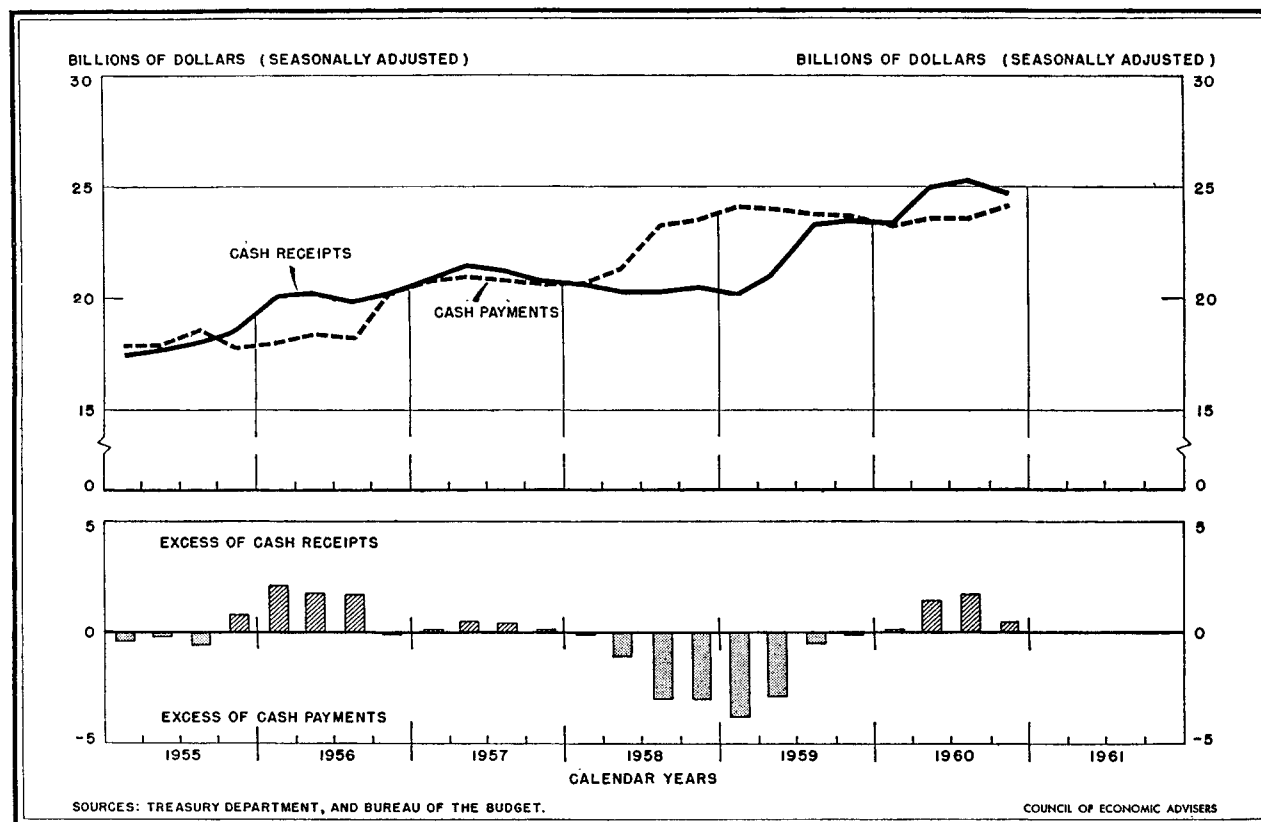
<sup>5</sup> Preliminary.

NOTE.—Total budget receipts and expenditures have been adjusted to exclude certain intragovernmental transactions.

Sources: Treasury Department and Bureau of the Budget.

# CASH RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

In the fourth quarter of calendar 1960, cash payments to the public exceeded cash receipts by \$3.9 billion. On a seasonally adjusted basis, however, receipts exceeded payments by \$500 million.



| [Billions of dollars]             |                               |                             |                                        |                               |                             |                                        |
|-----------------------------------|-------------------------------|-----------------------------|----------------------------------------|-------------------------------|-----------------------------|----------------------------------------|
| Period                            | Cash receipts from the public | Cash payments to the public | Excess of receipts (+) or payments (-) | Cash receipts from the public | Cash payments to the public | Excess of receipts (+) or payments (-) |
| Fiscal year total:                |                               |                             |                                        |                               |                             |                                        |
| 1957                              | 82.1                          | 80.0                        | 2.1                                    |                               |                             |                                        |
| 1958                              | 81.9                          | 83.4                        | -1.5                                   |                               |                             |                                        |
| 1959                              | 81.7                          | 94.8                        | -13.1                                  |                               |                             |                                        |
| 1960                              | 95.1                          | 94.3                        | .8                                     |                               |                             |                                        |
| 1961 <sup>1</sup>                 | 99.0                          | 97.9                        | 1.1                                    |                               |                             |                                        |
| 1962 <sup>1</sup>                 | 103.1                         | 101.8                       | 1.3                                    |                               |                             |                                        |
| Calendar year total:              |                               |                             |                                        |                               |                             |                                        |
| 1956                              | 80.3                          | 74.8                        | 5.5                                    |                               |                             |                                        |
| 1957                              | 84.5                          | 83.3                        | 1.2                                    |                               |                             |                                        |
| 1958                              | 81.7                          | 89.0                        | -7.3                                   |                               |                             |                                        |
| 1959                              | 87.6                          | 95.6                        | -8.0                                   |                               |                             |                                        |
| 1960 <sup>2</sup>                 | 98.3                          | 94.7                        | 3.6                                    |                               |                             |                                        |
| Quarterly total (calendar years): | Unadjusted                    |                             |                                        | Seasonally adjusted           |                             |                                        |
| 1959: First quarter               | 22.6                          | 22.7                        | -.1                                    | 20.2                          | 24.1                        | -3.8                                   |
| Second quarter                    | 24.1                          | 24.5                        | -.4                                    | 21.2                          | 24.0                        | -2.9                                   |
| Third quarter                     | 21.4                          | 24.4                        | -3.0                                   | 23.3                          | 23.8                        | -.5                                    |
| Fourth quarter                    | 19.4                          | 23.9                        | -4.5                                   | 23.5                          | 23.7                        | -.1                                    |
| 1960: First quarter               | 25.8                          | 21.9                        | 3.8                                    | 23.4                          | 23.3                        | .1                                     |
| Second quarter                    | 28.5                          | 24.1                        | 4.5                                    | 25.1                          | 23.6                        | 1.5                                    |
| Third quarter <sup>2</sup>        | 23.4                          | 24.2                        | -.8                                    | 25.2                          | 23.6                        | 1.7                                    |
| Fourth quarter <sup>2</sup>       | 20.6                          | 24.5                        | -3.9                                   | 24.7                          | 24.2                        | .5                                     |

<sup>1</sup> Estimate.

<sup>2</sup> Preliminary.

Sources: Treasury Department and Bureau of the Budget.