MONEY STOCK (Page 5)

The nation's money stock, consisting of private demand deposits and currency in the hands of the public, averaged $187.1 billion in the four weeks ending June 26, up at an average annual rate of 8.1 per cent since March. In the previous three months money grew at a 3.7 per cent rate, and during 1967 it increased 7.1 per cent. In comparison, the money stock rose at a trend rate of 2.6 per cent from 1957-to-1967.

MONEY STOCK PLUS TIME DEPOSITS (Page 4)

Recently the growth pattern of money plus time deposits has been different from the pattern of the growth of money. Since March money stock plus time deposits has risen at a 5.5 per cent rate, whereas in the previous three months it grew at a 6.2 per cent rate, and in 1967 it increased 11.1 per cent. By comparison, money plus time grew at an average annual rate of 6.2 per cent from 1957-to-1967.

CONCEPTS OF MONEY

Some analysts emphasize the importance of money, defined as private demand deposits plus currency in circulation, as a measure of monetary action while others feel that a broader concept, including time deposits in commercial banks, is more useful. Usually the two measures indicate roughly the same degree of monetary action. Recently, however, the narrower concept indicates a high degree of stimulation while the broader concept indicates a growing amount of monetary restraint. In view of Regulation Q and its effects on the allocation of saving funds through various intermediary routes, the broader concept of money may be currently misleading.

BUSINESS LOANS (Page 9)

The growth rate of business loans at large commercial banks has accelerated in the last three months. Since March, these loans have risen at a 14.2 per cent annual rate, after growing in the previous three months at a 1.8 per cent rate, and in 1967 they increased 6.1 per cent. In comparison, these loans grew at an average annual rate of 9.6 per cent in the 1960-1967 period.

Rates of change reported in this release are intended to serve as summaries which may be useful in analyzing recent developments.
FEDERAL RESERVE CREDIT
Averages of Daily Figures
Seasonally adjusted by this bank. [2

Billions of Dollars

<table>
<thead>
<tr>
<th>Date</th>
<th>Federal Reserve Holdings</th>
<th>Federal Reserve Credit</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 1</td>
<td>50.87</td>
<td>50.37</td>
</tr>
<tr>
<td>Apr. 4</td>
<td>50.60</td>
<td>51.14</td>
</tr>
<tr>
<td>May 4</td>
<td>50.69</td>
<td>51.75</td>
</tr>
<tr>
<td>June 5</td>
<td>50.47</td>
<td>51.23</td>
</tr>
<tr>
<td>July 3</td>
<td>51.80 P</td>
<td>51.30 P</td>
</tr>
</tbody>
</table>

1/ Federal Reserve Credit excludes float and a few minor items. Data prior to Jan. 18, 1968 adjusted for the estimated effect of reserve requirement changes.

Latest data preliminary
Latest data plotted week ending: July 3, 1968

Federal Reserve Bank of St. Louis

Prepared by Federal Reserve Bank of St. Louis
MONEY STOCK PLUS TIME DEPOSITS*
Averages of Daily Figures
Seasonally Adjusted

<table>
<thead>
<tr>
<th>Billions of Dollars</th>
<th>Billions of Dollars</th>
</tr>
</thead>
<tbody>
<tr>
<td>1957-1967</td>
<td>+4.2</td>
</tr>
<tr>
<td>Mar. 27, 1968</td>
<td>+5.5</td>
</tr>
<tr>
<td>Dec. 27, 1967</td>
<td>+5.8</td>
</tr>
<tr>
<td>Sept. 27, 1967</td>
<td>+6.2</td>
</tr>
<tr>
<td>June 28, 1967</td>
<td>+7.6</td>
</tr>
</tbody>
</table>

Annual rates of change, average of four weeks ending June 26, 1968 from four weeks ending:
- Mar. 27, 1968: +5.5%
- Dec. 27, 1967: +5.8%
- Sept. 27, 1967: +6.2%
- June 28, 1967: +7.6%

1957-1967: +4.2%

Latest data plotted week ending: June 26, 1968

Latest data preliminary


For trend of money stock plus time deposits by months see this bank's monthly release entitled "Monetary Trends".

Prepared by Federal Reserve Bank of St. Louis
**MONETA{_ STOCK* Averages of Daily Figures**

**Seasonally Adjusted**

- Billions of Dollars
- Million

**WEEKLY DATA**

<table>
<thead>
<tr>
<th>Year</th>
<th>Weekly Rates</th>
</tr>
</thead>
<tbody>
<tr>
<td>1968</td>
<td>205</td>
</tr>
<tr>
<td>1967</td>
<td>204</td>
</tr>
<tr>
<td>1966</td>
<td>203</td>
</tr>
<tr>
<td>1965</td>
<td>202</td>
</tr>
<tr>
<td>1964</td>
<td>201</td>
</tr>
<tr>
<td>1963</td>
<td>200</td>
</tr>
<tr>
<td>1962</td>
<td>199</td>
</tr>
<tr>
<td>1961</td>
<td>198</td>
</tr>
<tr>
<td>1960</td>
<td>197</td>
</tr>
<tr>
<td>1959</td>
<td>196</td>
</tr>
<tr>
<td>1958</td>
<td>195</td>
</tr>
</tbody>
</table>

- Latest data plotted week ending: June 26, 1968
- Latest data preliminary
- Annual rates of change, average of four weeks ending June 26, 1968
  - Mar. 27, 1968 + 8.5
  - Dec. 27, 1967 + 4.4
  - Sept. 27, 1967 + 6.0
  - June 28, 1967 + 2.6

- 13-week centered moving average

- For trend of money stock by months see this bank's monthly release entitled "Monetary Trends".


- Preparing by Federal Reserve Bank of St. Louis

---

Digitized for FRASER
http://fraser.stlouisfed.org
Federal Reserve Bank of St. Louis
CERTIFICATES OF DEPOSIT
Large Commercial Banks
Wednesday Figures

Annual rates of change, seasonally unadjusted data,
average of four weeks ending June 26, 1968 from
four weeks ending:
Mar. 27, 1968  - 28.5
Dec. 27, 1967  - 13.8
Sept. 27, 1967  - 6.0
June 28, 1967  + 0.8

1964 - 1967  + 17.9

Current and year ago data appear in the
Board's H.4.2. release.

Latest data preliminary
Latest data plotted: June 26, 1968

Prepared by Federal Reserve Bank of St. Louis
TIME DEPOSITS*
All Commercial Banks
Averages of Daily Figures

Seasonally Adjusted

Billions of Dollars

Annual rates of change, average of four weeks ending June 26, 1968 from four weeks ending:

- Mar. 27, 1968 +3.0
- Dec. 27, 1967 +4.9
- Sept. 27, 1967 +6.5
- June 28, 1967 +9.0

1957-1967 +12.1

Latest data preliminary
Latest data plotted week ending: June 26, 1968

* Current data appear in the Board's H.6 release. Back data appear in the June 1968 Federal Reserve Bulletin. For trend of time deposits by months see this bank's monthly release entitled "Monetary Trends".

Prepared by Federal Reserve Bank of St. Louis
BORROWINGS AND EXCESS RESERVES
All Member Banks in the Nation
Averages of Daily Figures

Millions of Dollars

<table>
<thead>
<tr>
<th>Date</th>
<th>Borrowings</th>
<th>Excess Reserves</th>
<th>Net Free Reserves</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 7</td>
<td>329</td>
<td>749</td>
<td>-420</td>
</tr>
<tr>
<td>June 5</td>
<td>287</td>
<td>672</td>
<td>-448</td>
</tr>
<tr>
<td>July 3</td>
<td>327</td>
<td>670</td>
<td>323</td>
</tr>
</tbody>
</table>

Latest data preliminary
Latest data plotted: two weeks ending July 3, 1968

Prepared by Federal Reserve Bank of St. Louis
BUSINESS LOANS
Large Commercial Banks
Wednesday Figures

Annual rates of change, average of four weeks ending June 26, 1968:
- Mar. 27, 1968: +14.2%
- Dec. 27, 1967: +11.5%
- Sept. 27, 1967: +9.8%
- June 28, 1967: +8.6%

1960-1967: +9.6%

Seasonally adjusted by this bank.

Current and year ago unadjusted data appear in the Board's H.4.2 release. Seasonal adjustment computed by this bank using 1962 through 1967 data.

Latest data preliminary
Latest data plotted: June 26, 1968

Prepared by Federal Reserve Bank of St. Louis
### Yields on Selected Securities

Averages of Daily Rates Ended Friday

<table>
<thead>
<tr>
<th>Date</th>
<th>Corporate Aaa Bonds</th>
<th>Long-Term Government Bonds</th>
<th>Discount Rate</th>
<th>Three-Month Treasury Bill Market Yield</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 17</td>
<td>5.47</td>
<td>5.95</td>
<td>5.38</td>
<td>6.27</td>
</tr>
<tr>
<td>25</td>
<td>5.83</td>
<td>6.07</td>
<td>5.52</td>
<td>6.28</td>
</tr>
<tr>
<td>31</td>
<td>5.70</td>
<td>5.90</td>
<td>5.43</td>
<td>6.29</td>
</tr>
<tr>
<td>June 1</td>
<td>5.64</td>
<td>5.80</td>
<td>5.30</td>
<td>6.27</td>
</tr>
<tr>
<td>14</td>
<td>5.57</td>
<td>5.82</td>
<td>5.27</td>
<td>6.24</td>
</tr>
<tr>
<td>21</td>
<td>5.46</td>
<td>5.61</td>
<td>5.18</td>
<td>6.26</td>
</tr>
<tr>
<td>28</td>
<td>5.36</td>
<td>5.64</td>
<td>5.15</td>
<td>6.27</td>
</tr>
</tbody>
</table>

Latest data plotted are averages of rates available for the week ending: **July 5, 1968**

Prepared by Federal Reserve Bank of St. Louis
SELECTED SHORT-TERM INTEREST RATES
Averages of Daily Rates Ended Friday

<table>
<thead>
<tr>
<th>Date</th>
<th>Prime Commercial Paper 4-6 Month</th>
<th>Prime Bankers' Acceptances</th>
<th>Discount Rate</th>
<th>Prime Bankers' Acceptances</th>
<th>Federal Funds Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 17</td>
<td>4.13</td>
<td>4.00</td>
<td>4.13</td>
<td>4.10</td>
<td>4.45</td>
</tr>
<tr>
<td>June 1</td>
<td>4.25</td>
<td>4.15</td>
<td>4.15</td>
<td>4.10</td>
<td>4.45</td>
</tr>
<tr>
<td>July 1</td>
<td>4.25</td>
<td>4.15</td>
<td>4.15</td>
<td>4.10</td>
<td>4.45</td>
</tr>
<tr>
<td>July 2</td>
<td>4.25</td>
<td>4.15</td>
<td>4.15</td>
<td>4.10</td>
<td>4.45</td>
</tr>
<tr>
<td>July 5</td>
<td>4.25</td>
<td>4.15</td>
<td>4.15</td>
<td>4.10</td>
<td>4.45</td>
</tr>
</tbody>
</table>

Latest data plotted are averages of rates available for the week ending: July 5, 1968

Sources:
- Salomon Brothers and Hutzler
- Secondary market rate on 90-day prime CD's.

Prepared by Federal Reserve Bank of St. Louis.