

AUG 27 1998

The money stock, showing essentially no growth since early June, continues to be a restrictive influence on the economy (page 4). This prolonged lack of significant change can be attributed to the restraint on the growth of Federal Reserve credit, the policy determinant of the money supply (page 2). Federal Reserve credit has increased at a 3.4 per cent annual rate during this period, compared with a 6 per cent rate of growth from last December to June, and a 10 per cent increase in 1968.

During 1969 total time deposits at banks and other financial intermediaries have declined, as the rates these intermediaries are permitted to pay have been low relative to market interest rates. From December to July large negotiable certificates of deposit at large commercial banks declined by \$9.8 billion, while growth rates of smaller types of deposits were slower than in 1968. During the last three months, smaller types of deposits have decelerated even more, probably due to the effect of interest rate ceilings on these deposits.

The flow of funds through channels not subject to interest rate ceilings has continued to increase. Commercial paper outstanding averaged \$31.1 billion in October, a \$1.6 billion increase over September and a 54 per cent annual rate of increase from last December. Commercial paper outstanding rose at half this rate during 1968.

Business loans at large commercial banks have not increased in recent weeks but show a 6.8 per cent annual rate of growth in the last three months. These loans increased at an 11 per cent annual rate from December to early August (page 9).

Changes in Selected Deposits

	Dec. 1968 to July 1969		Latest 3 months Available <sup>a/</sup>	
	Amount (billions)	Rate <sup>b/</sup>	Amount (billions)	Rate <sup>b/</sup>
Time	\$-7.2	- 5.9%	\$-2.2	- 4.5%
Large CD's <sup>c/</sup>	-9.8	-59.9	-1.7	-52.8
Time less large CD's	2.9	2.8	-.9	- 4.5
Savings & Loan	3.0	4.0	.1	1.5
Mutual Savings Bank	1.8	4.8	.4	2.4

Note: Data are seasonally adjusted except for large CD's.

<sup>a/</sup> Latest three months available are the four weeks ending August 20 to the four weeks ending November 19 for time deposits and large CD's. Latest three months are July to October for remaining three deposit types.

<sup>b/</sup> Compounded annual rates of change except that the latest three-month changes in time deposits and large CD's are simple annual rates.

<sup>c/</sup> Negotiable certificates of deposit of \$100,000 or more at large commercial banks.

Rates of change reported in this release are intended to serve as summaries which may be useful in analyzing recent developments.

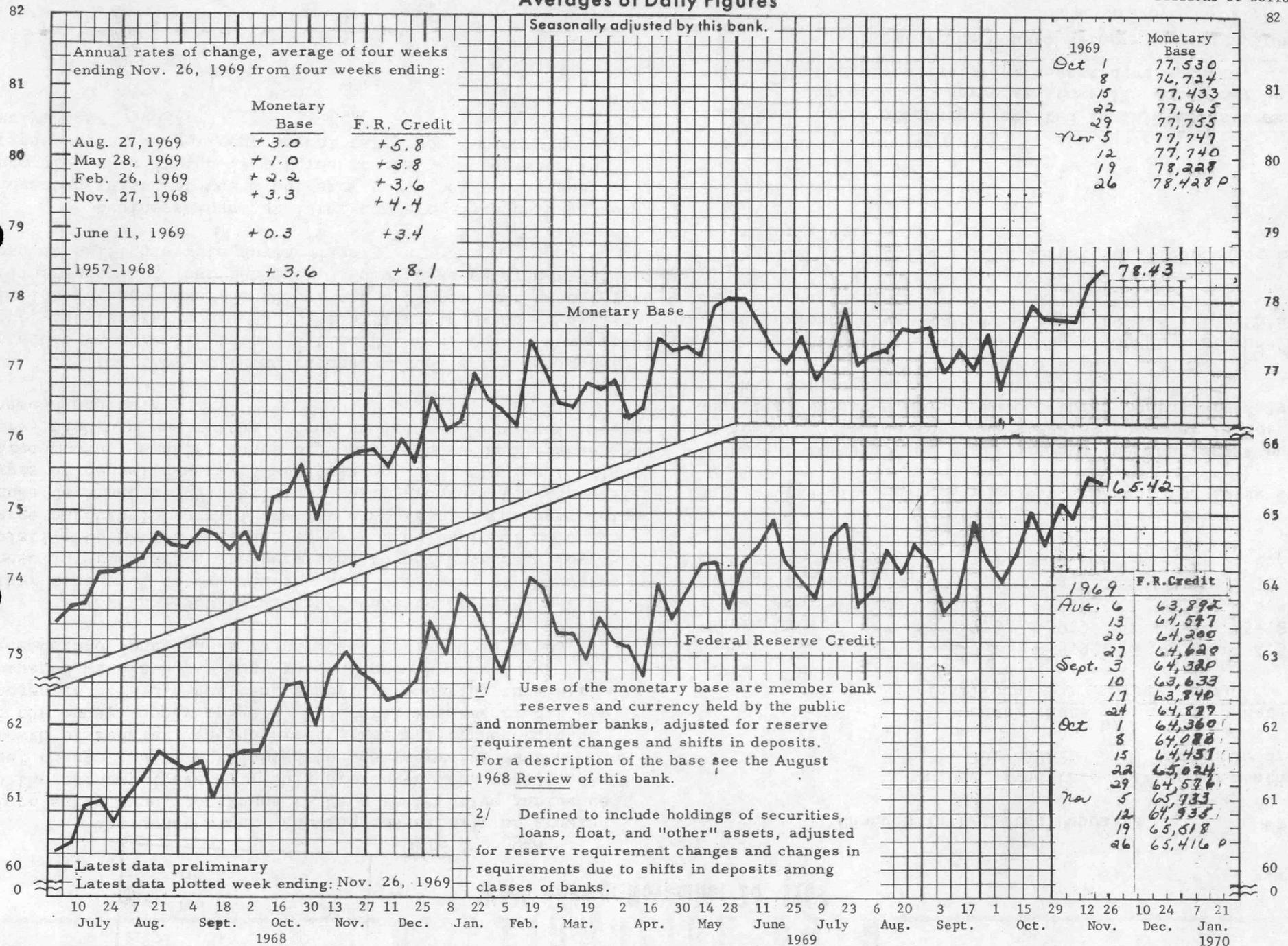
Prepared by Federal Reserve Bank of St. Louis

Released: November 28, 1969

# MONETARY BASE <sup>1</sup> FEDERAL RESERVE CREDIT <sup>2</sup> Averages of Daily Figures

Billions of Dollars

Billions of Dollars



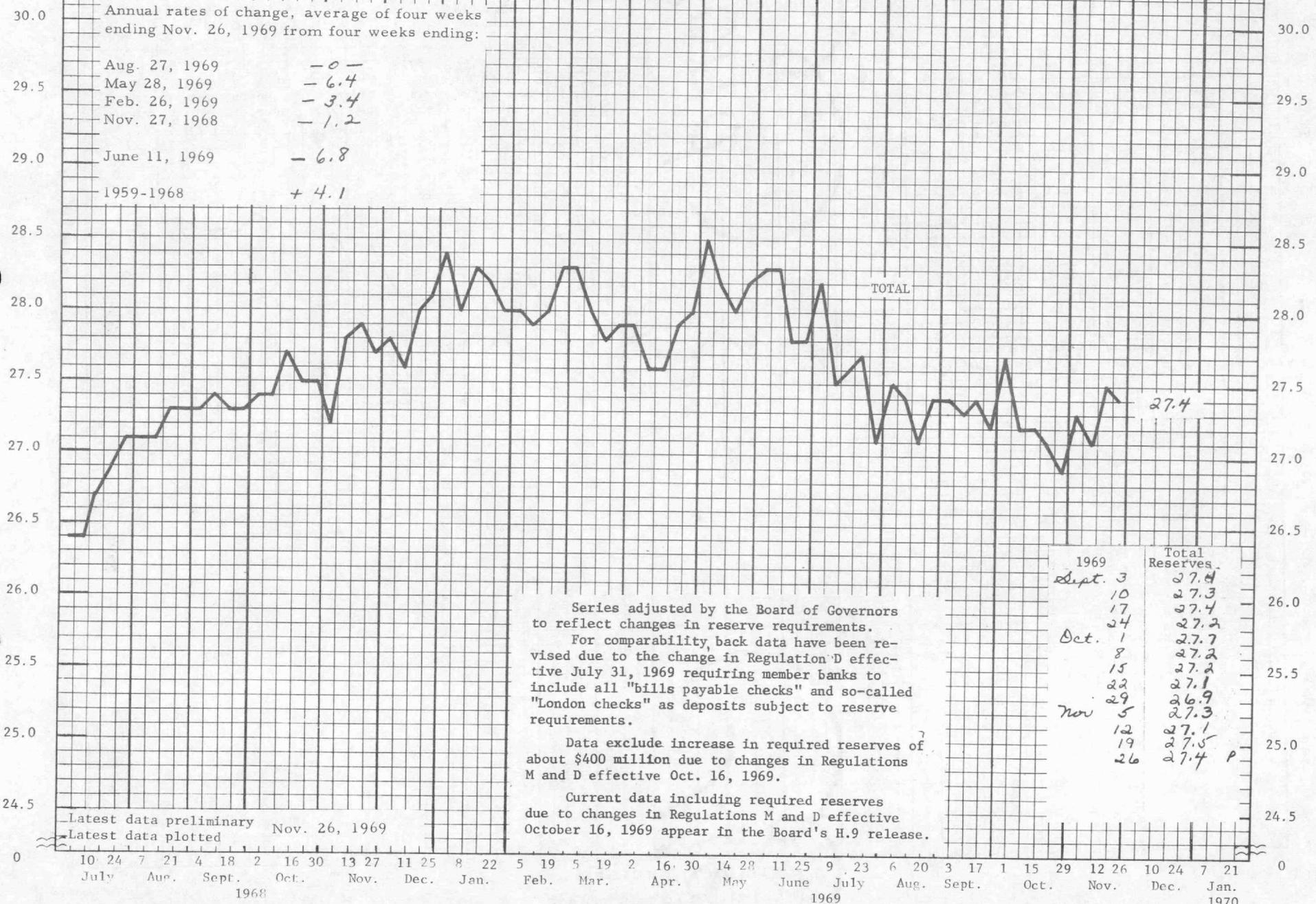
# RESERVES

## All Member Banks in the Nation Averages of Daily Figures

Billions of Dollars

Billions of Dollars

### Seasonally Adjusted



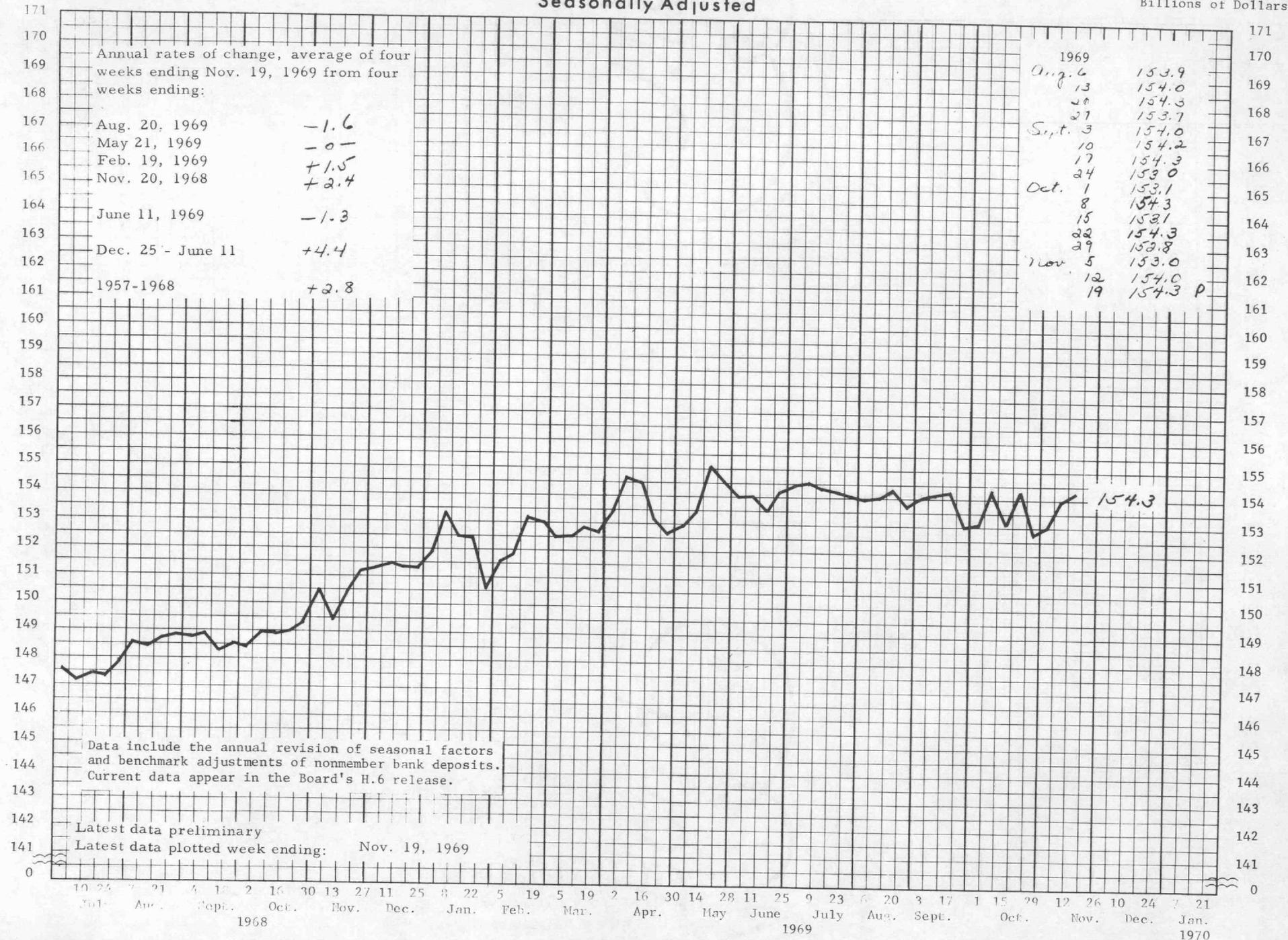
# DEMAND DEPOSIT COMPONENT OF MONEY STOCK

## Averages of Daily Figures

### Seasonally Adjusted

Billions of Dollars

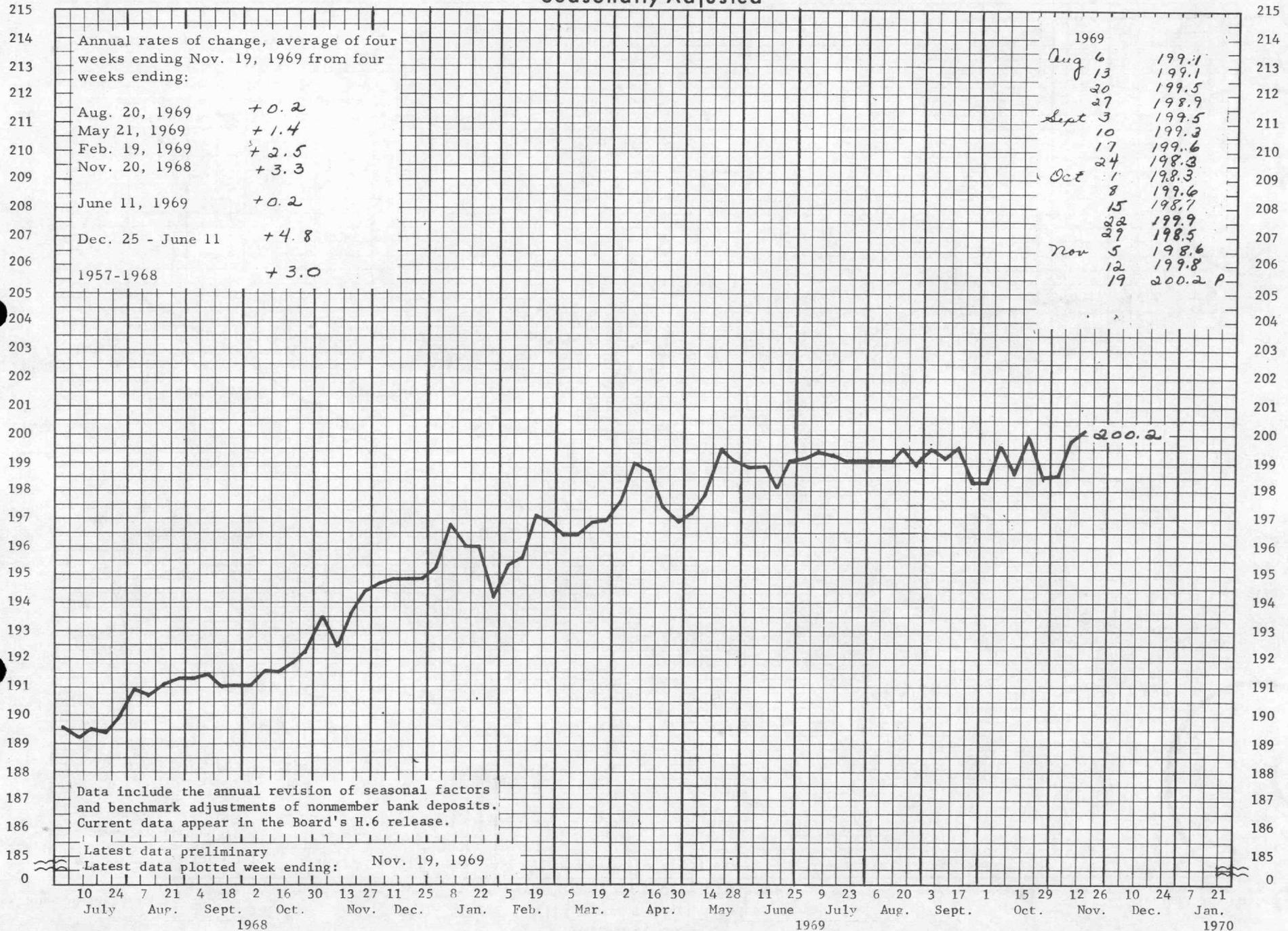
Billions of Dollars



# MONEY STOCK Averages of Daily Figures Seasonally Adjusted

Billions of Dollars

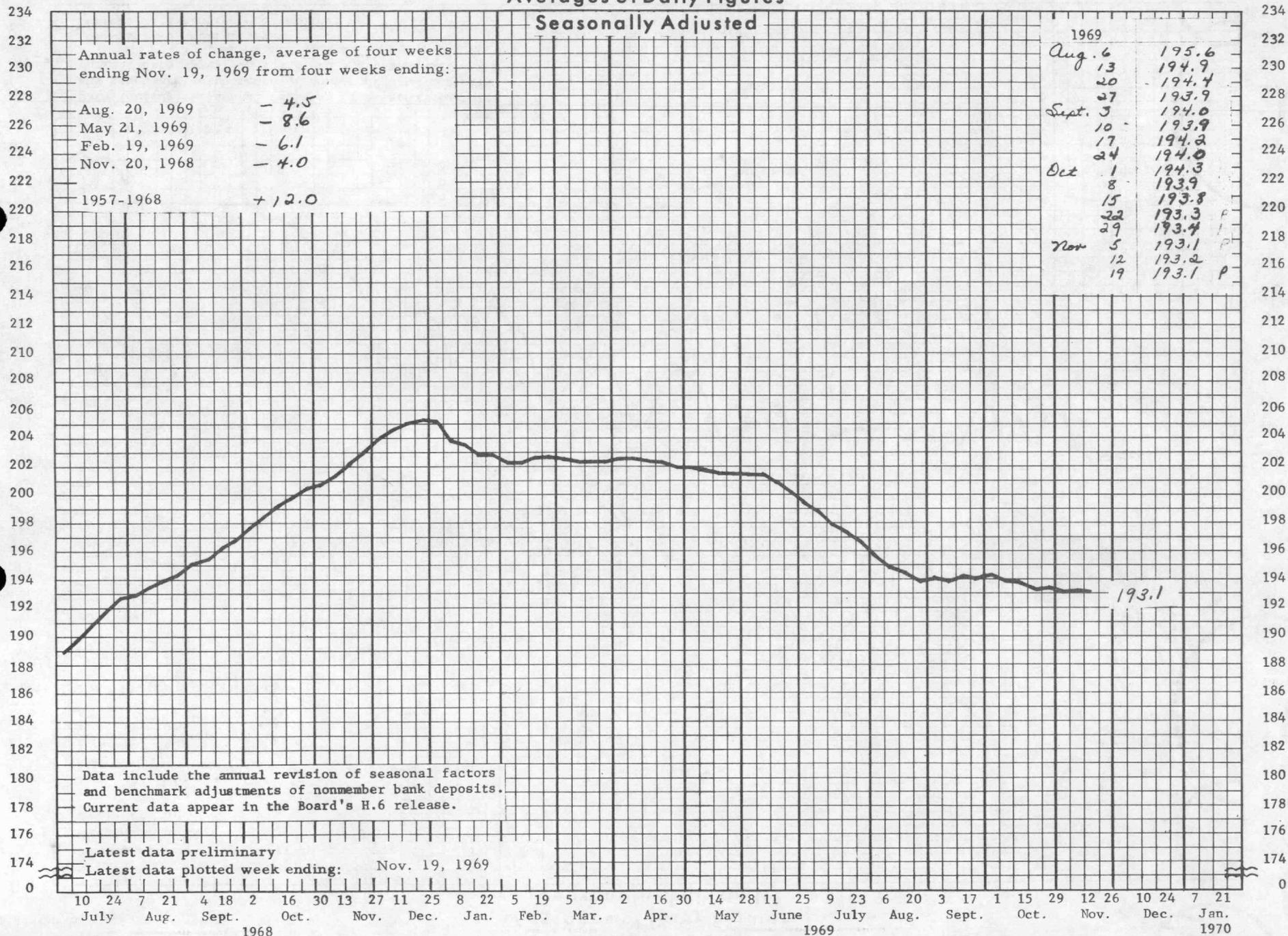
Billions of Dollars



### TIME DEPOSITS All Commercial Banks Averages of Daily Figures

Billions of Dollars

Billions of Dollars



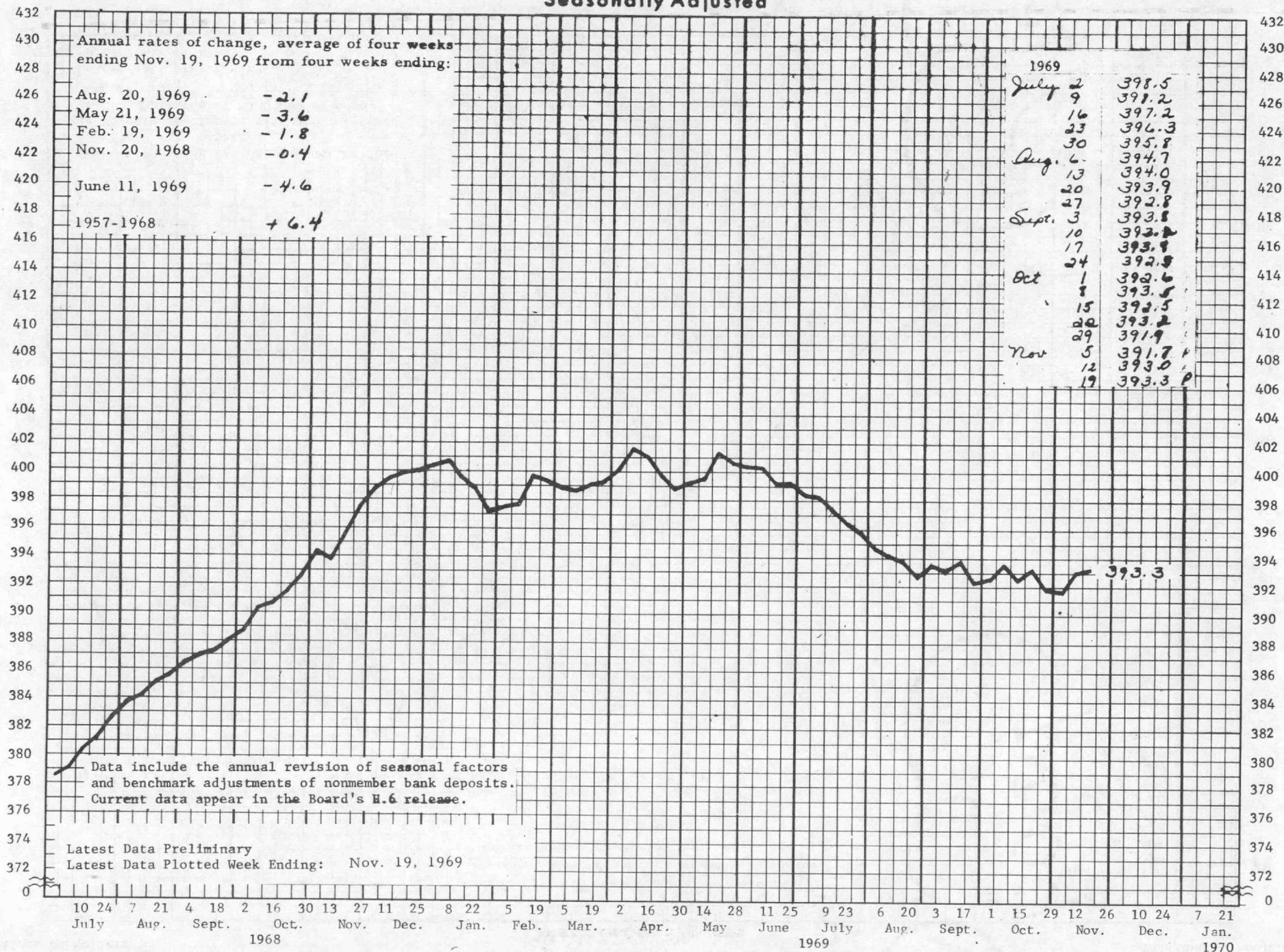
# MONEY STOCK PLUS TIME DEPOSITS

## Averages of Daily Figures

### Seasonally Adjusted

Billions of Dollars

Billions of Dollars



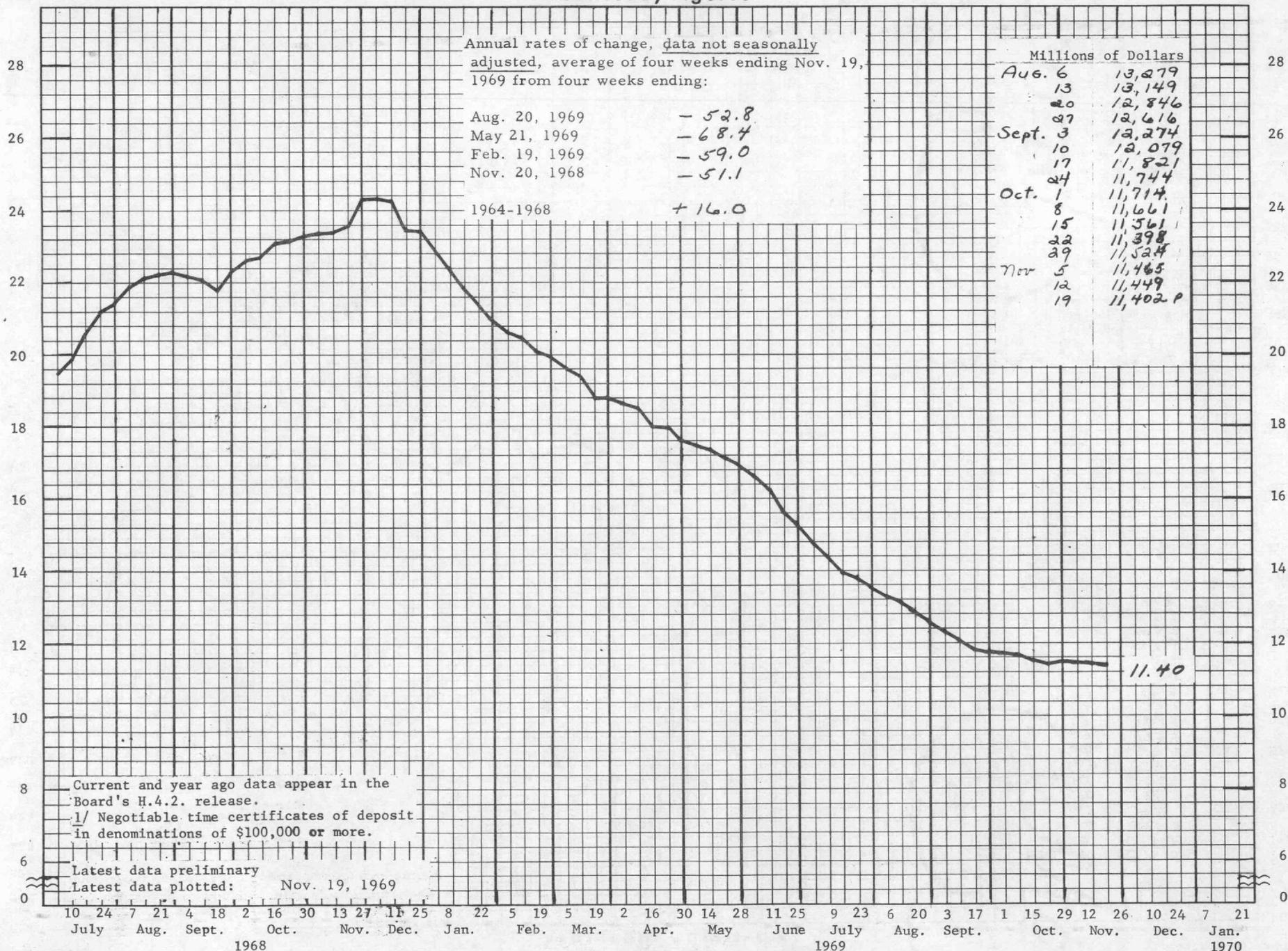
# CERTIFICATES OF DEPOSIT <sup>1</sup>

## Large Commercial Banks

### Wednesday Figures

Billions of Dollars

Billions of Dollars

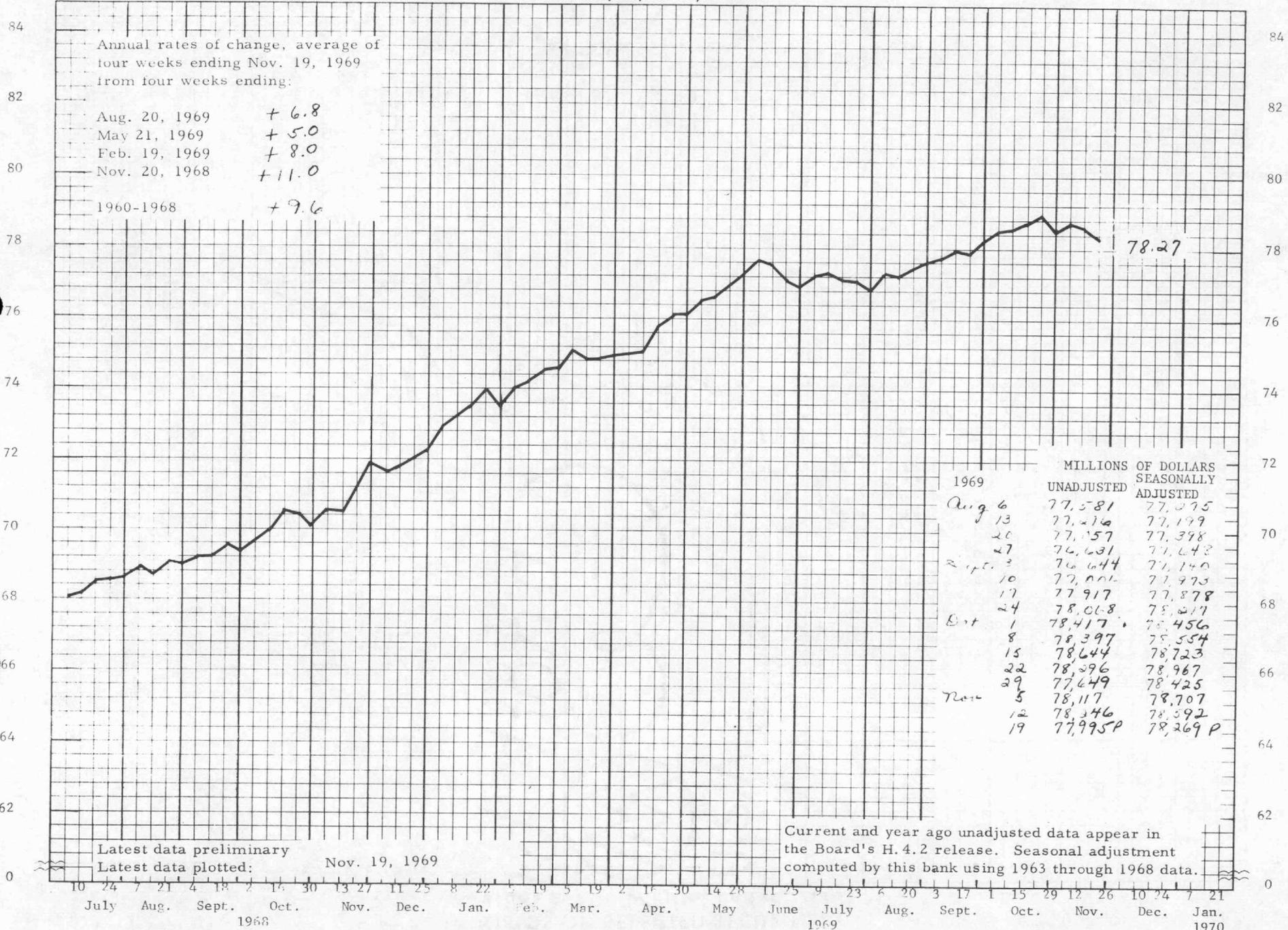


**BUSINESS LOANS**  
**Large Commercial Banks**  
**Wednesday Figures**

Billions of Dollars

Billions of Dollars

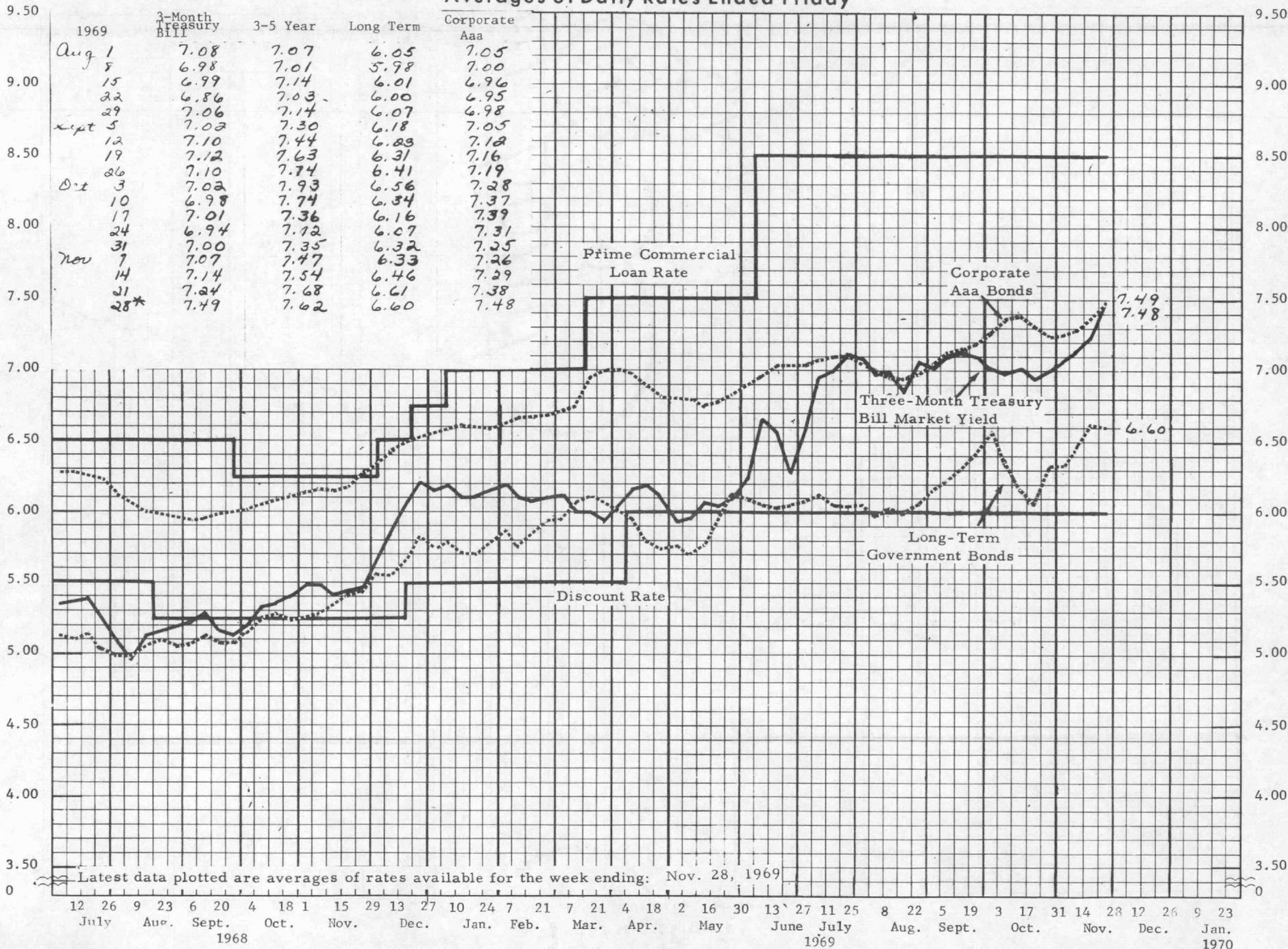
Seasonally adjusted by this bank.



Per Cent

Per Cent

### YIELDS ON SELECTED SECURITIES Averages of Daily Rates Ended Friday



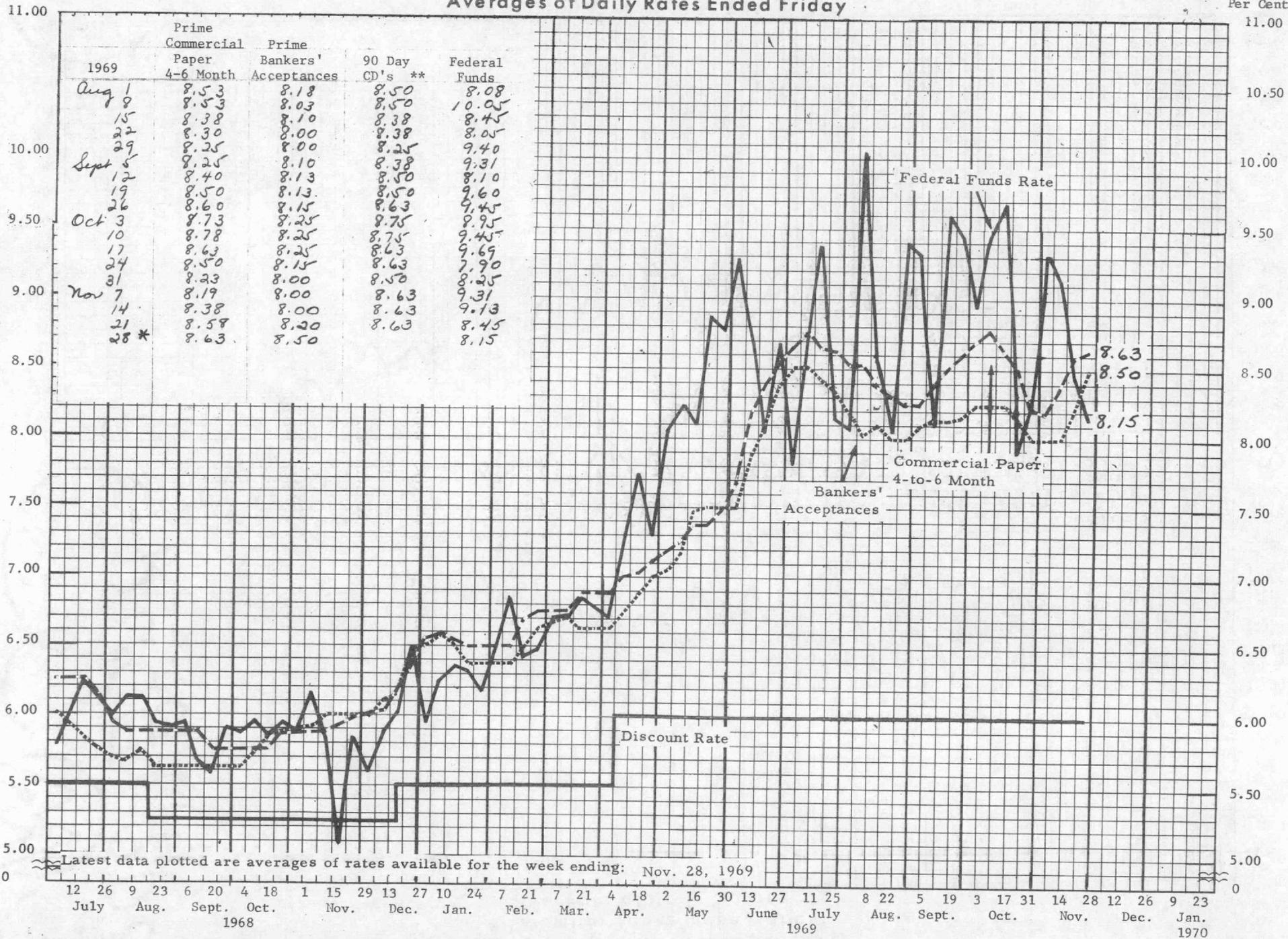
Latest data plotted are averages of rates available for the week ending: Nov. 28, 1969

# SELECTED SHORT-TERM INTEREST RATES

## Averages of Daily Rates Ended Friday

Per Cent

Per Cent



\* AVERAGES OF RATES AVAILABLE; FEDERAL FUNDS LAST FIVE DAYS AVAILABLE

\*\* SOURCE: SALOMON BROTHERS AND HUTZLER  
SECONDARY MARKET RATE ON 90-DAY PRIME CD'S

Prepared by Federal Reserve Bank of St. Louis

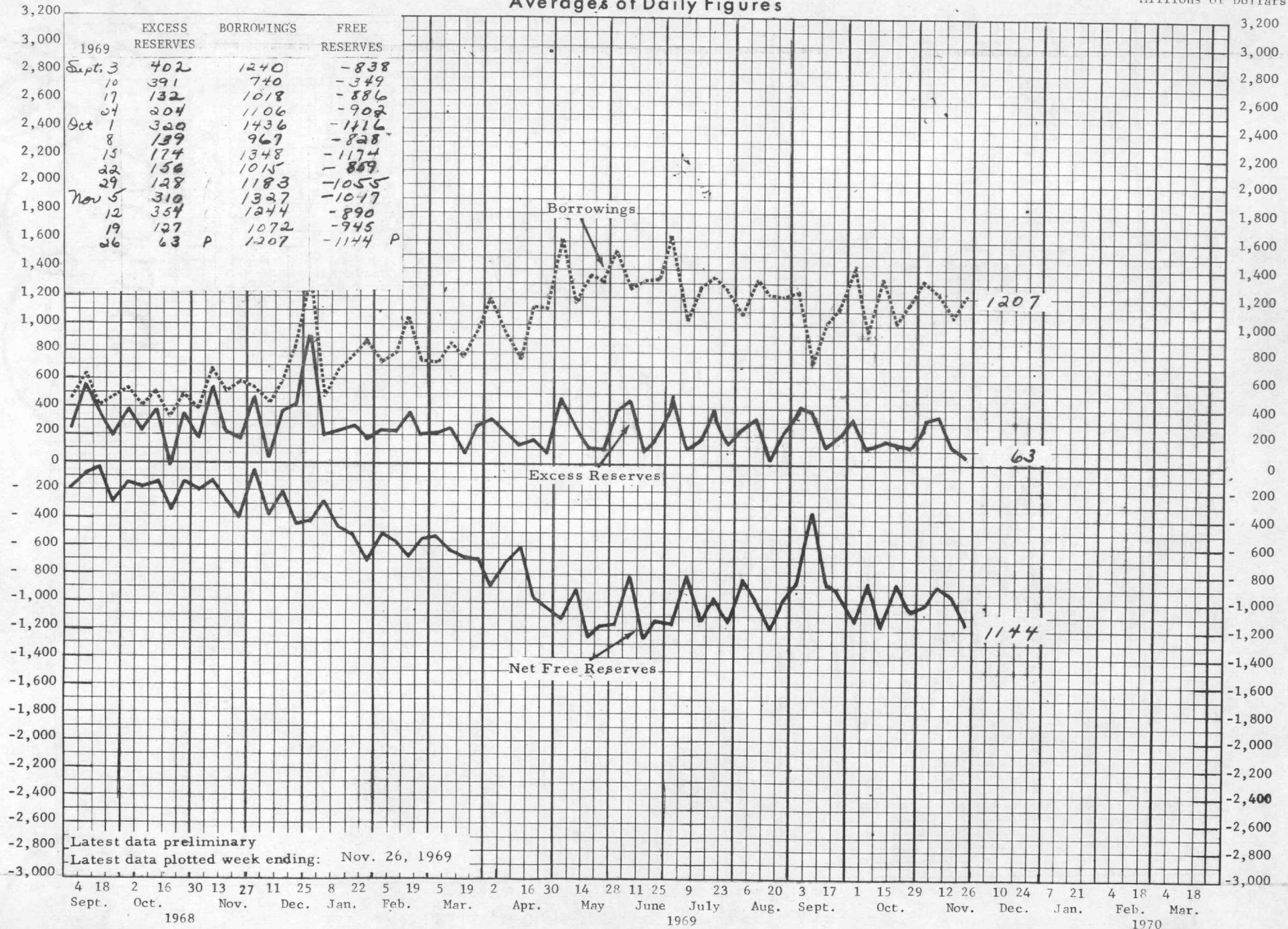
# BORROWINGS AND EXCESS RESERVES

## All Member Banks in the Nation

### Averages of Daily Figures

Millions of Dollars

Millions of Dollars



Latest data preliminary  
 Latest data plotted week ending: Nov. 26, 1969