



U.S. FINANCIAL DATA

Week ending: February 11, 1970

LIBRARY

The money stock and its demand deposit component have remained unchanged on balance since early June (pages 4 and 5). A large increase in demand deposits near the end of December, which was also reflected in the money stock, was apparently temporary. The past eight months of essentially no growth in money were preceded by five months of growth at a 4 per cent annual rate, and before that, two years at a 7.3 per cent rate.

Most market interest rates have declined somewhat since early January, after rising rapidly in November and December (pages 10 and 11). Yields on prime four- to six-month commercial paper averaged 8.63 per cent in the three days ending February 11, up from the 8.56 per cent average last October. Yields on long-term Government bonds averaged 6.51 per cent in the three days ending February 11, up from 6.27 per cent in October. Yields on highest-grade seasoned corporate bonds remained on a plateau near 7.90 per cent throughout January, and averaged 7.97 per cent in the first part of February. In October, yields on these bonds averaged 7.33 per cent.

Time deposits at commercial banks have declined at a 3.5 per cent annual rate in the last three months and more sharply since Christmas (page 6). The maximum interest rates banks are permitted to pay for funds, although increased slightly effective January 21, remain below comparable market rates, and disintermediation has continued at a rapid pace. The highest rate now permitted on bank savings accounts is 4.5 per cent, and the highest rate on certificates of less than \$100,000 is 5.75 per cent. The rate on three-month Treasury bills, which has fallen sharply in the last two weeks, averaged 7.28 per cent in the three days ending February 11, which is 7.52 per cent on a bond-yield equivalent basis.

Business loans at large commercial banks have declined, following a large increase near the end of 1969 (page 9). On balance, these loans have increased at a 1.4 per cent annual rate in the last three months, compared with a 5.2 per cent rate from June to October and a 10.4 per cent average rate in the previous two and one-half years.

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: February 13, 1970

MONETARY BASE ¹
FEDERAL RESERVE CREDIT ²
Averages of Daily Figures

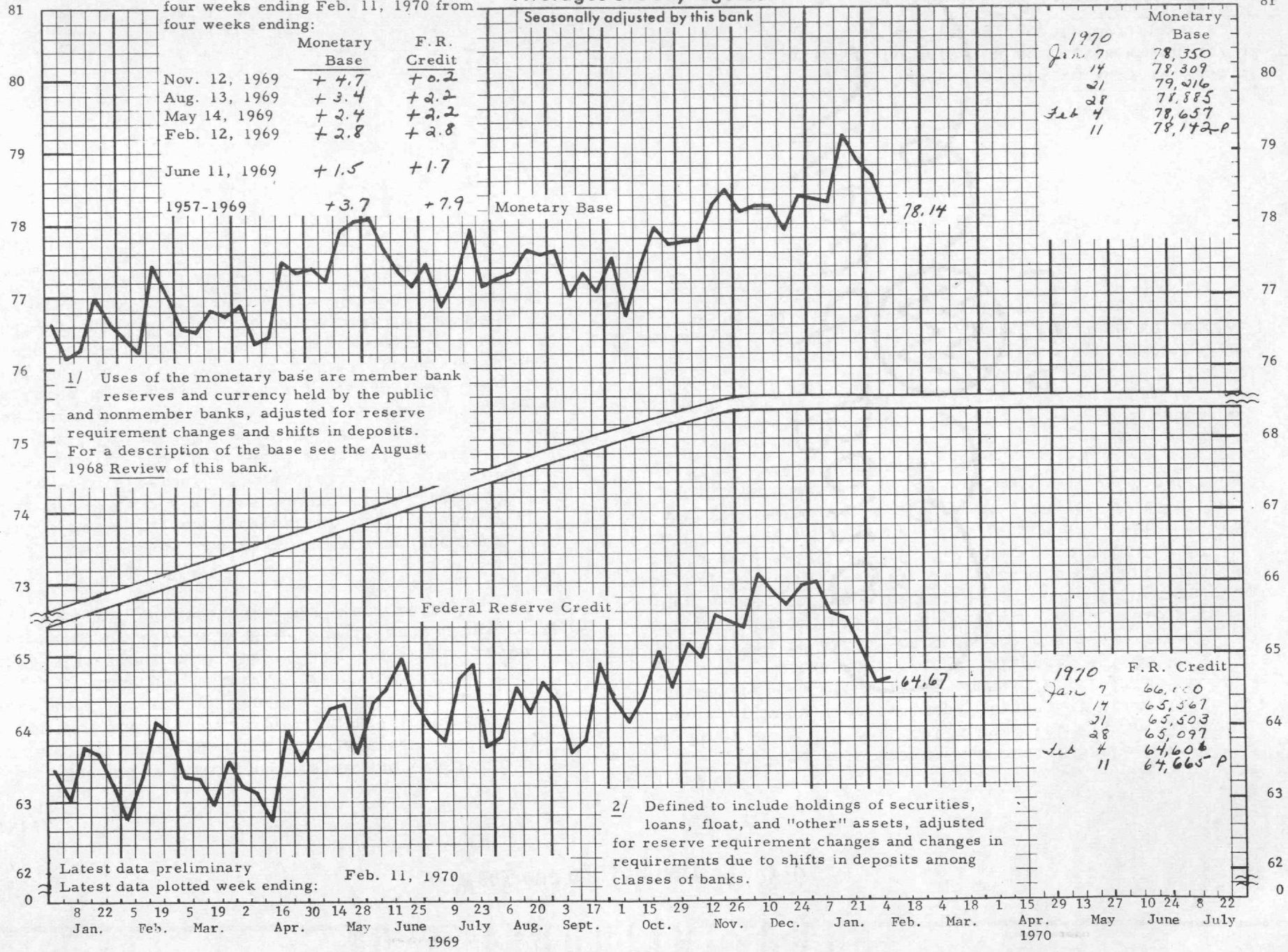
Billions of Dollars

Billions of Dollars

Annual rates of change, average of four weeks ending Feb. 11, 1970 from four weeks ending:

	Monetary Base	F. R. Credit
Nov. 12, 1969	+ 4.7	+ 0.2
Aug. 13, 1969	+ 3.4	+ 2.2
May 14, 1969	+ 2.4	+ 2.2
Feb. 12, 1969	+ 2.8	+ 2.8
June 11, 1969	+ 1.5	+ 1.7

Seasonally adjusted by this bank



1/ Uses of the monetary base are member bank reserves and currency held by the public and nonmember banks, adjusted for reserve requirement changes and shifts in deposits. For a description of the base see the August 1968 Review of this bank.

2/ Defined to include holdings of securities, loans, float, and "other" assets, adjusted for reserve requirement changes and changes in requirements due to shifts in deposits among classes of banks.

1970

Date	Monetary Base
Jan 7	78,350
14	78,309
21	79,216
28	78,885
Feb 4	78,657
11	78,142-P

1970

Date	F. R. Credit
Jan 7	66,000
14	65,567
21	65,503
28	65,097
Feb 4	64,606
11	64,665-P

Latest data preliminary
 Latest data plotted week ending: Feb. 11, 1970

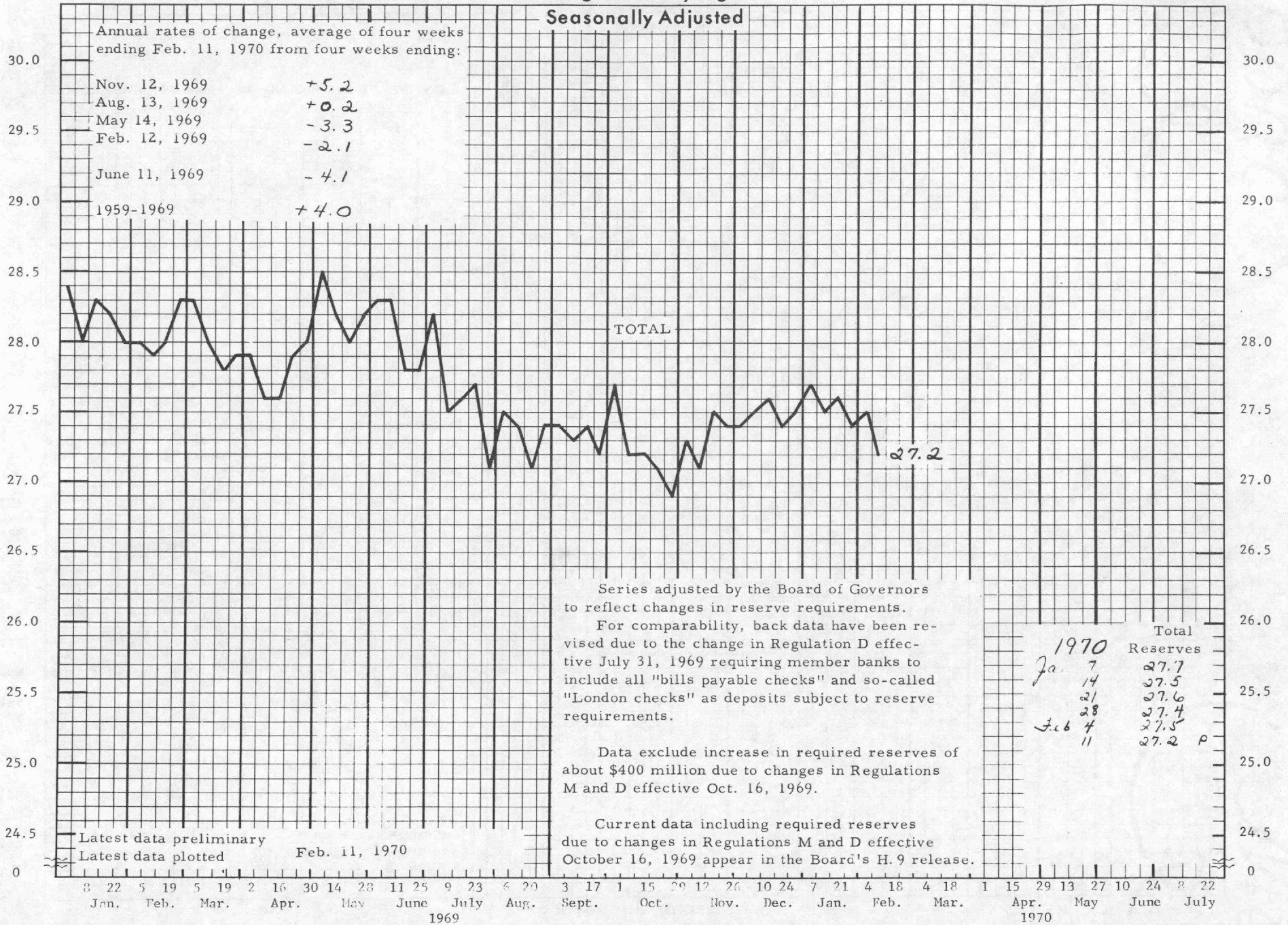
RESERVES

All Member Banks in the Nation

Averages of Daily Figures

Billions of Dollars

Billions of Dollars

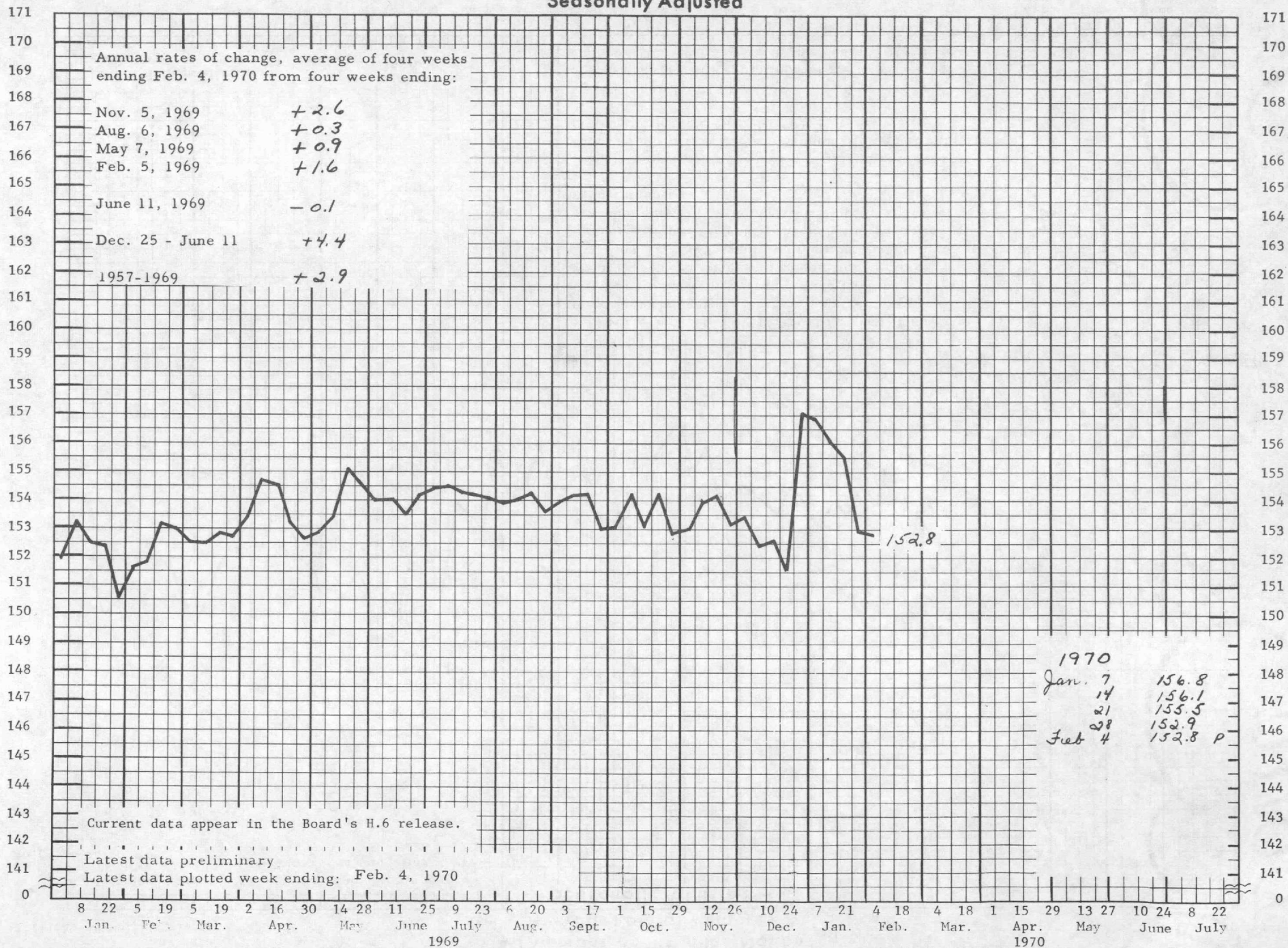


DEMAND DEPOSIT COMPONENT OF MONEY STOCK

Averages of Daily Figures Seasonally Adjusted

Billions of Dollars

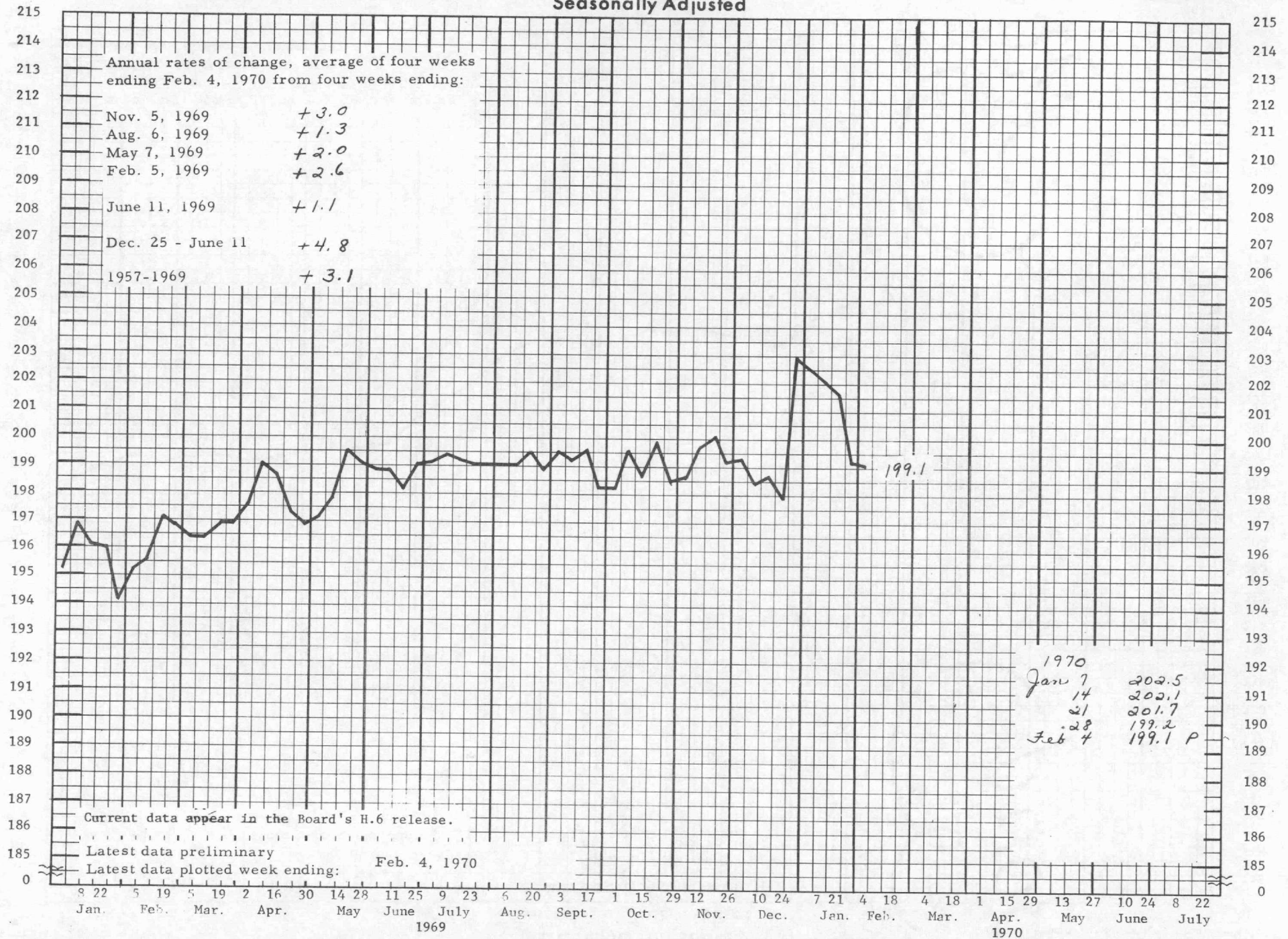
Billions of Dollars



MONEY STOCK Averages of Daily Figures Seasonally Adjusted

Billions of Dollars

Billions of Dollars



TIME DEPOSITS

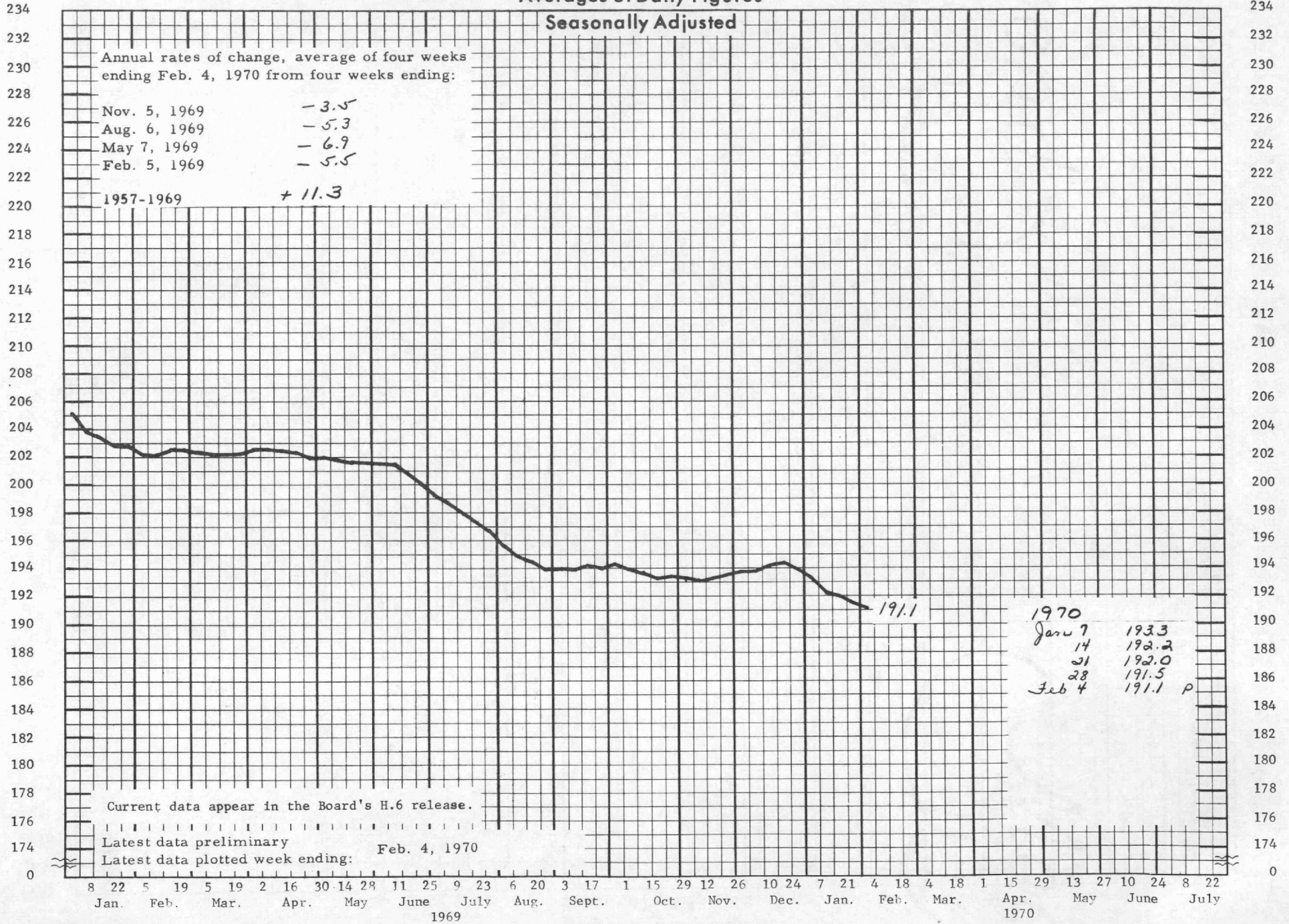
All Commercial Banks

Averages of Daily Figures

Seasonally Adjusted

Billions of Dollars

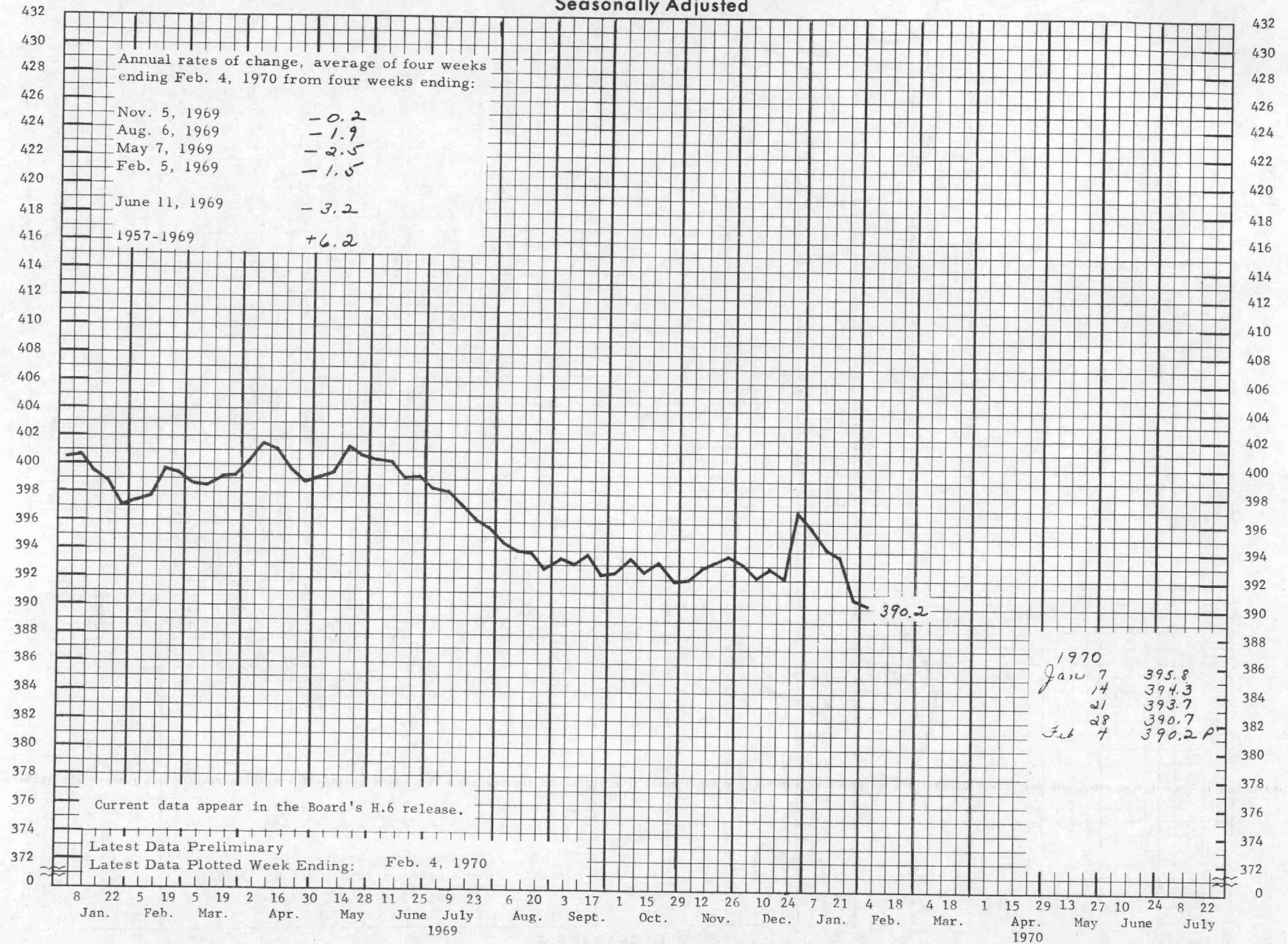
Billions of Dollars



MONEY STOCK PLUS TIME DEPOSITS
Averages of Daily Figures
Seasonally Adjusted

Billions of Dollars

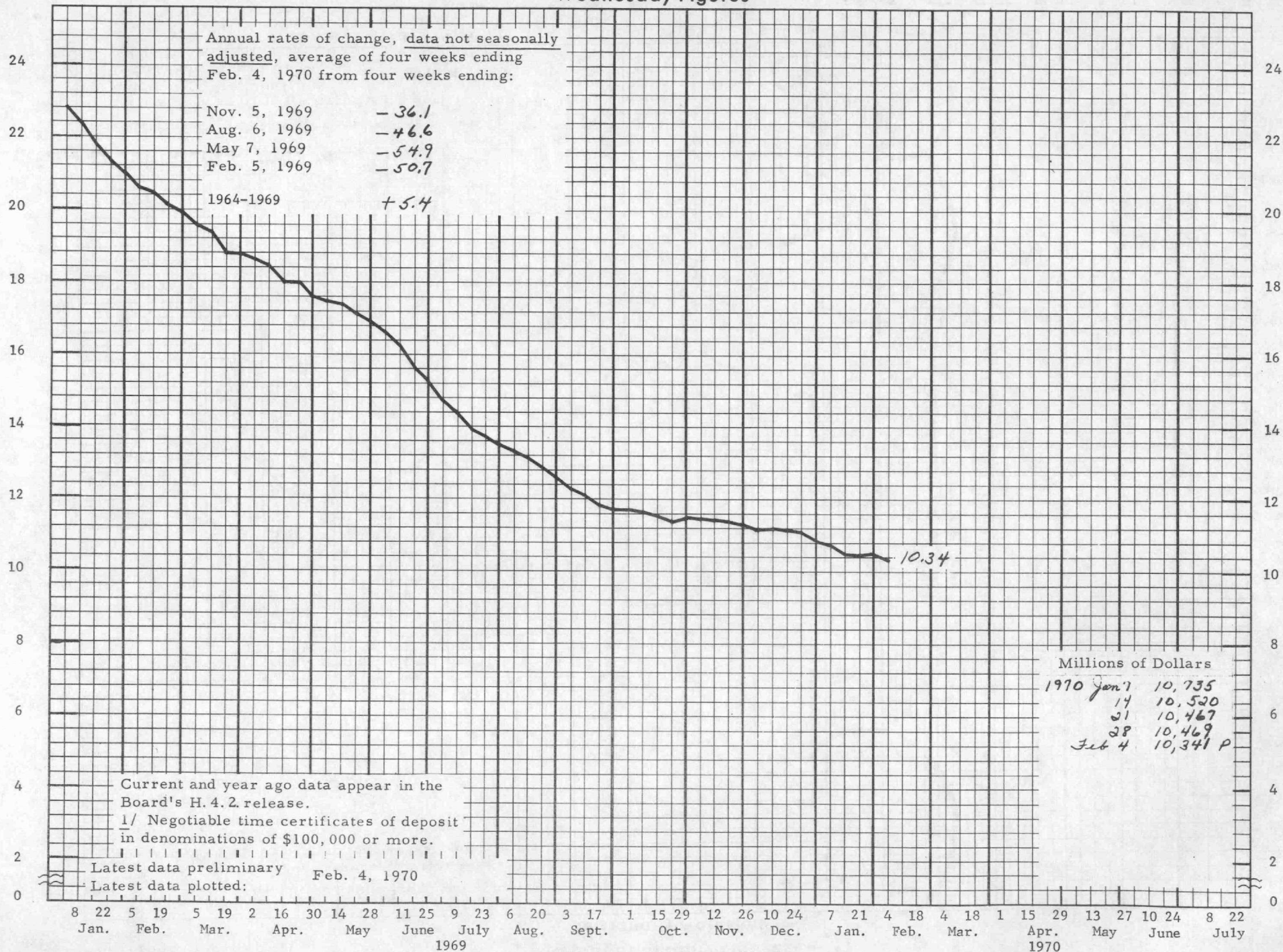
Billions of Dollars



**CERTIFICATES OF DEPOSIT [1]
Large Commercial Banks
Wednesday Figures**

Billions of Dollars

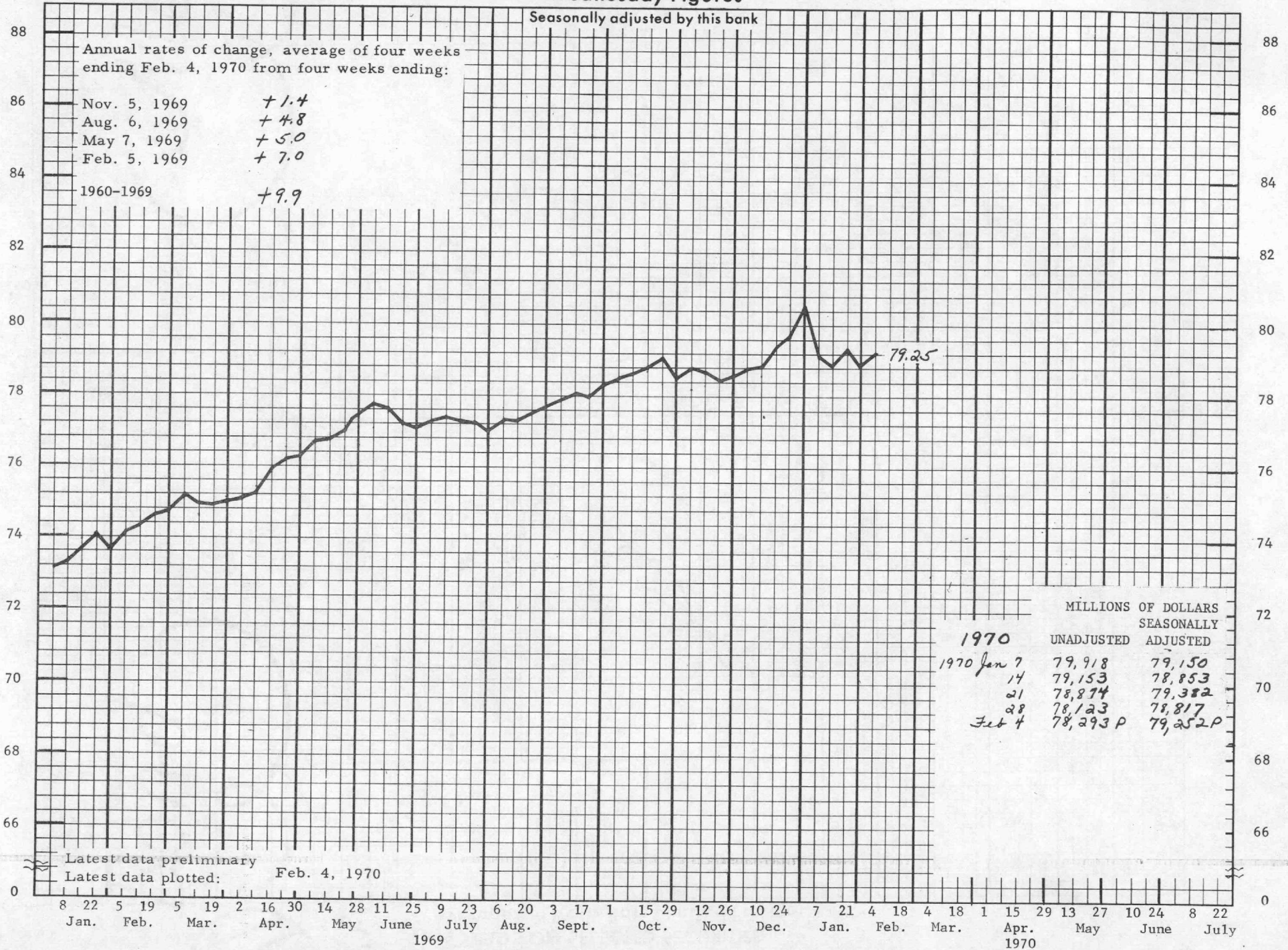
Billions of Dollars



BUSINESS LOANS
Large Commercial Banks
Wednesday Figures

Billions of Dollars

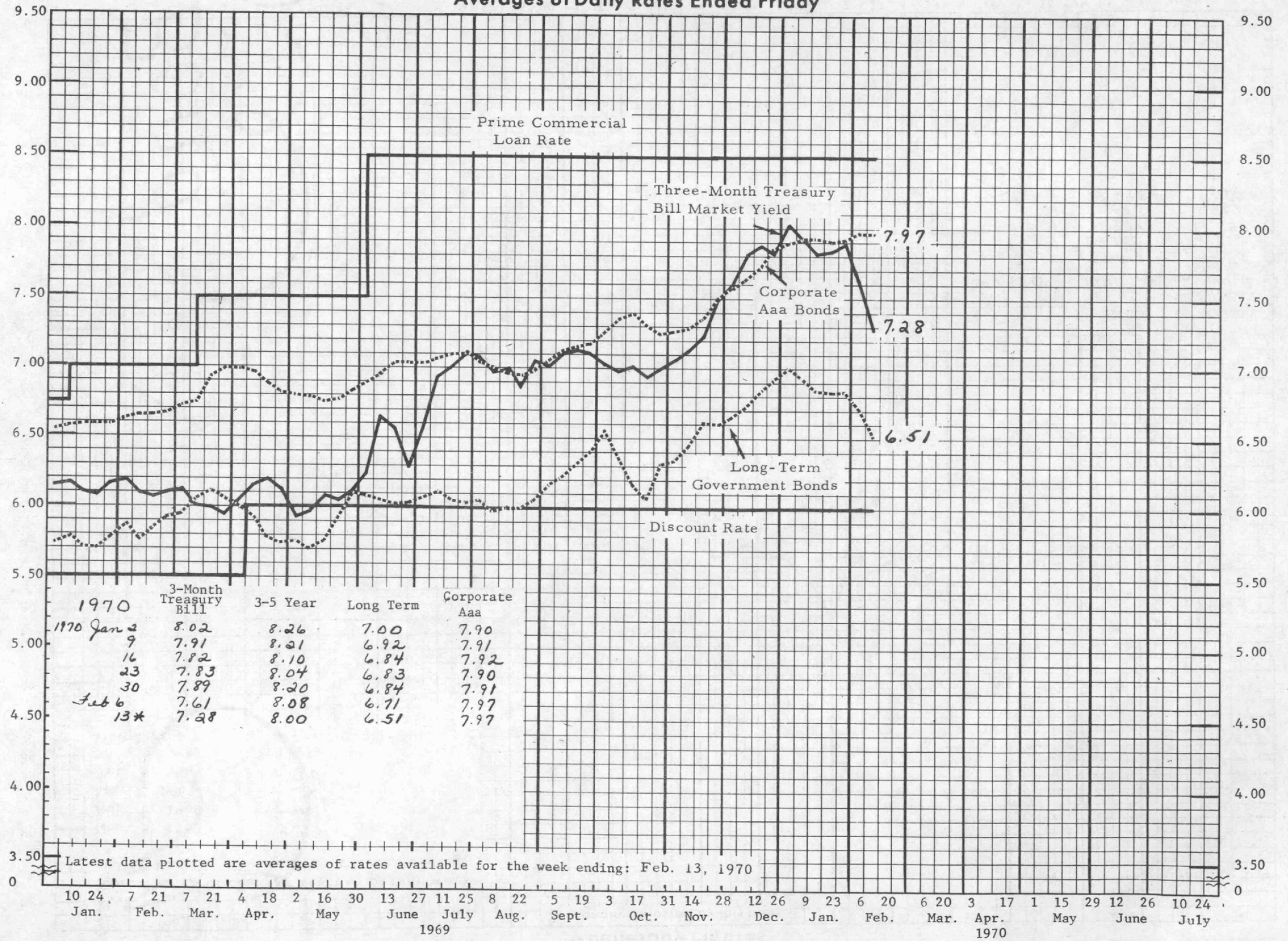
Billions of Dollars



Per Cent

YIELDS ON SELECTED SECURITIES Averages of Daily Rates Ended Friday

Per Cent



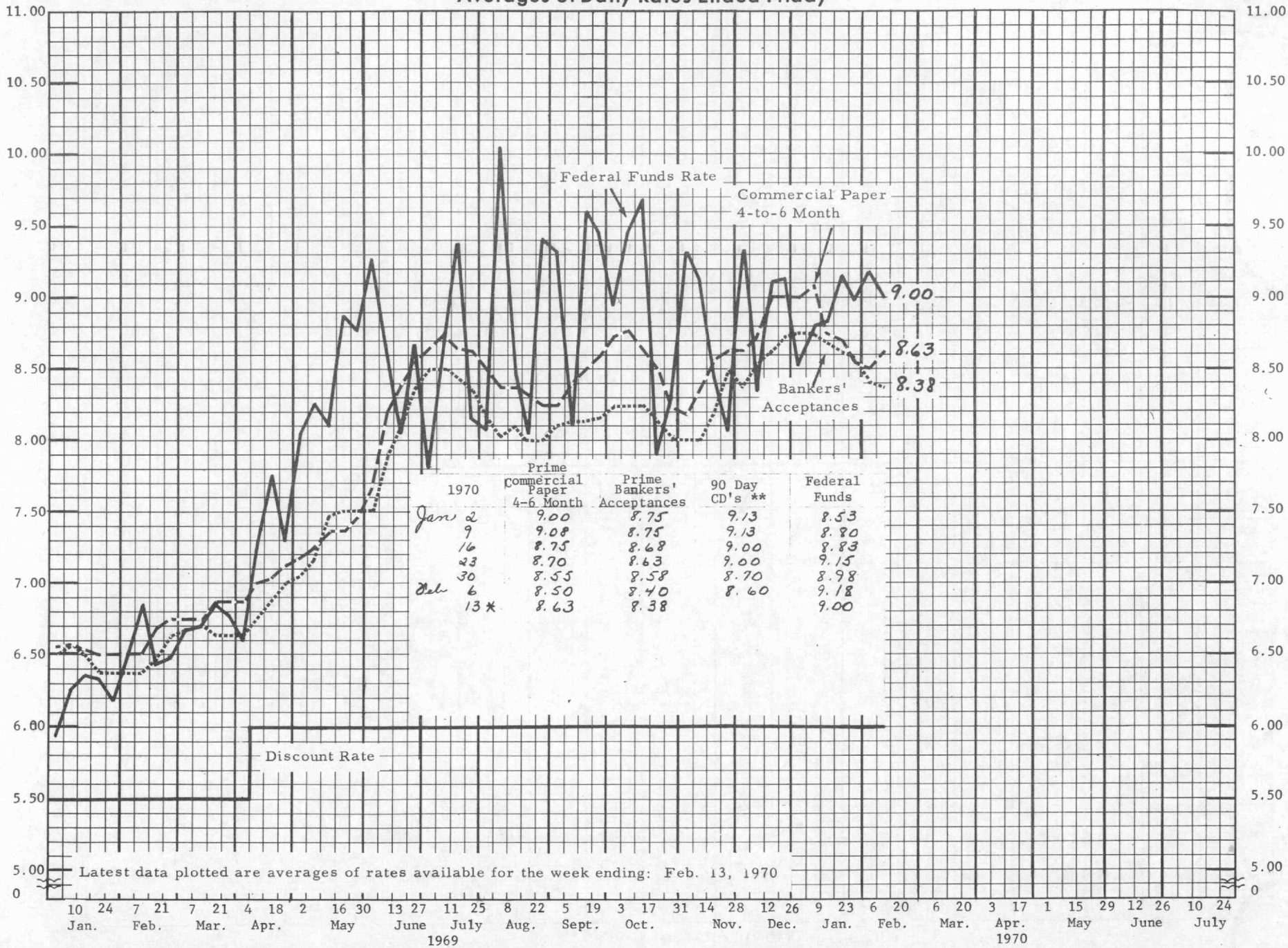
1970	3-Month Treasury Bill	3-5 Year	Long Term	Corporate Aaa
1970 Jan 2	8.02	8.26	7.00	7.90
9	7.91	8.21	6.92	7.91
16	7.82	8.10	6.84	7.92
23	7.83	8.04	6.83	7.90
30	7.89	8.20	6.84	7.91
Feb 6	7.61	8.08	6.71	7.97
13*	7.28	8.00	6.51	7.97

Latest data plotted are averages of rates available for the week ending: Feb. 13, 1970

Per Cent

SELECTED SHORT-TERM INTEREST RATES Averages of Daily Rates Ended Friday

Per Cent



Latest data plotted are averages of rates available for the week ending: Feb. 13, 1970

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

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

