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U.S. FINANCIAL DATA

Week ending: November 11, 1970

The money stock has increased at a 4.6 per cent annual rate since the four weeks ending March 4, a period of eight months. By comparison, this measure increased at a slower 1.6 per cent rate from January 1969 to February 1970. The growth of money has not been steady since February. For instance, from the four weeks ending March 4 to the four weeks ending June 3, money grew at a 9 per cent rate, and in the five months since then, it has increased at only a 1.9 per cent rate.

The demand deposit component of money has increased at a 3.8 per cent over the past eight months, compared with little change from January 1969 to February 1970. The currency component has increased at a 7.1 per cent rate in the past eight months, compared with a 6.1 per cent rate in the previous 13 months.

Time deposits have increased at a 23 per cent rate in the past eight months, following a rate of decline at a 5.4 per cent rate from December 1968 to February 1970. Large certificates of deposit at large commercial banks, the portion of time deposits most sensitive to changes in relative yields, increased from \$10.6 billion in early January to \$23.6 billion on November 4. Large CD's are currently about 10 per cent of total time

deposits, but have accounted for over 40 per cent of the total increase in time deposits since February.

Short- and intermediate- term interest rates have fallen sharply in recent weeks. Yields on three-month Treasury bills averaged 5.49 per cent in the two days ending November 10, down almost 50 basis points from four weeks earlier and about 2-1/2 percentage points since January. The Federal funds rate averaged 5.73 per cent for the five days ending November 11, down about 3-1/4 percentage points from January. Over the previous eight weeks, this rate had varied around the discount rate. Yields on three- to five-year Government securities averaged 6.67 per cent in the two days ending November 10, down almost 40 basis points from the four weeks earlier, and 1-1/2 percentage points from January.

This week the Federal Reserve announced a decrease of 1/4 of 1 percentage point in the discount rate at six Federal Reserve Banks including this Bank. The decrease from 6 per cent to 5-3/4 per cent brought the discount rate more nearly in line with other money market rates. The discount rate had been unchanged since April 1969.

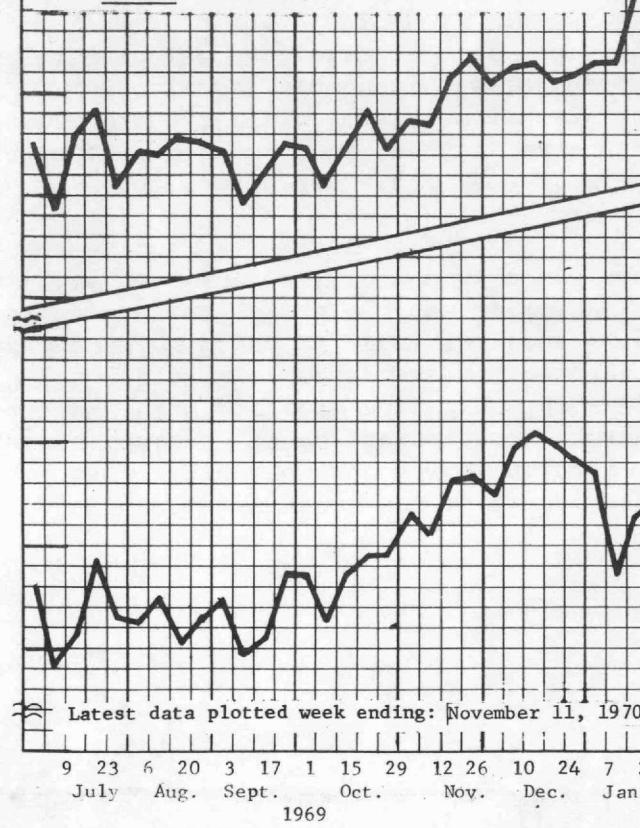
MONETARY BASE 1
FEDERAL RESERVE CREDIT 2
Averages of Daily Figures

Billions of Dollars

2
Billions of Dollars

Annual rates of change, average of four weeks ending November 11, 1970 from four weeks ending:		
	Monetary Base	F.R. Credit
Sept. 9, 1970	+ 5.0	+ 8.8
Aug. 12, 1970	+ 6.0	+ 10.3
July 8, 1970	+ 8.3	+ 11.2
June 10, 1970	+ 6.1	+ 8.4
May 13, 1970	+ 5.6	+ 6.0
Apr. 8, 1970	+ 7.2	+ 8.2
March 11, 1970	+ 7.2	+ 8.6
1957-1969	+3.7	+7.9

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.



Seasonally adjusted by this bank

Monetary Base

Federal Reserve Credit

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.

	Monetary Base	F.R. Credit
1970		
Sept		
2	816.84	67455
9	82023	68349
16	82221	68596
23	81519	67681
30	81949	68190
Oct		
7	81650	67555
14	81637	67698
21	82811	68686
28	82455	68806
Nov		
4	82225	68555
11	82190	68276

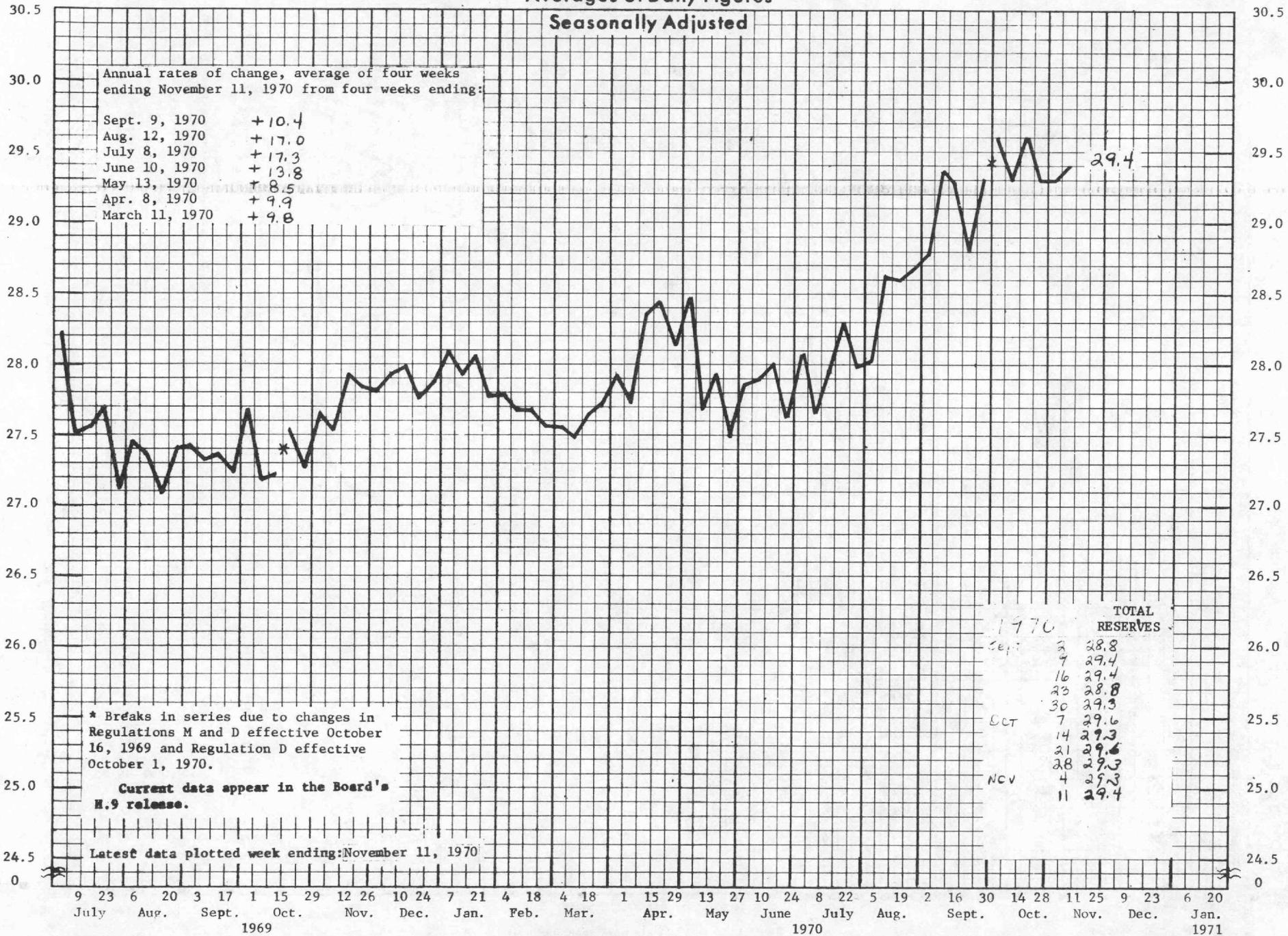
Prepared by Federal Reserve Bank of St. Louis

RESERVES
All Member Banks in the Nation
Averages of Daily Figures

3

Billions of Dollars

Billions of Dollars



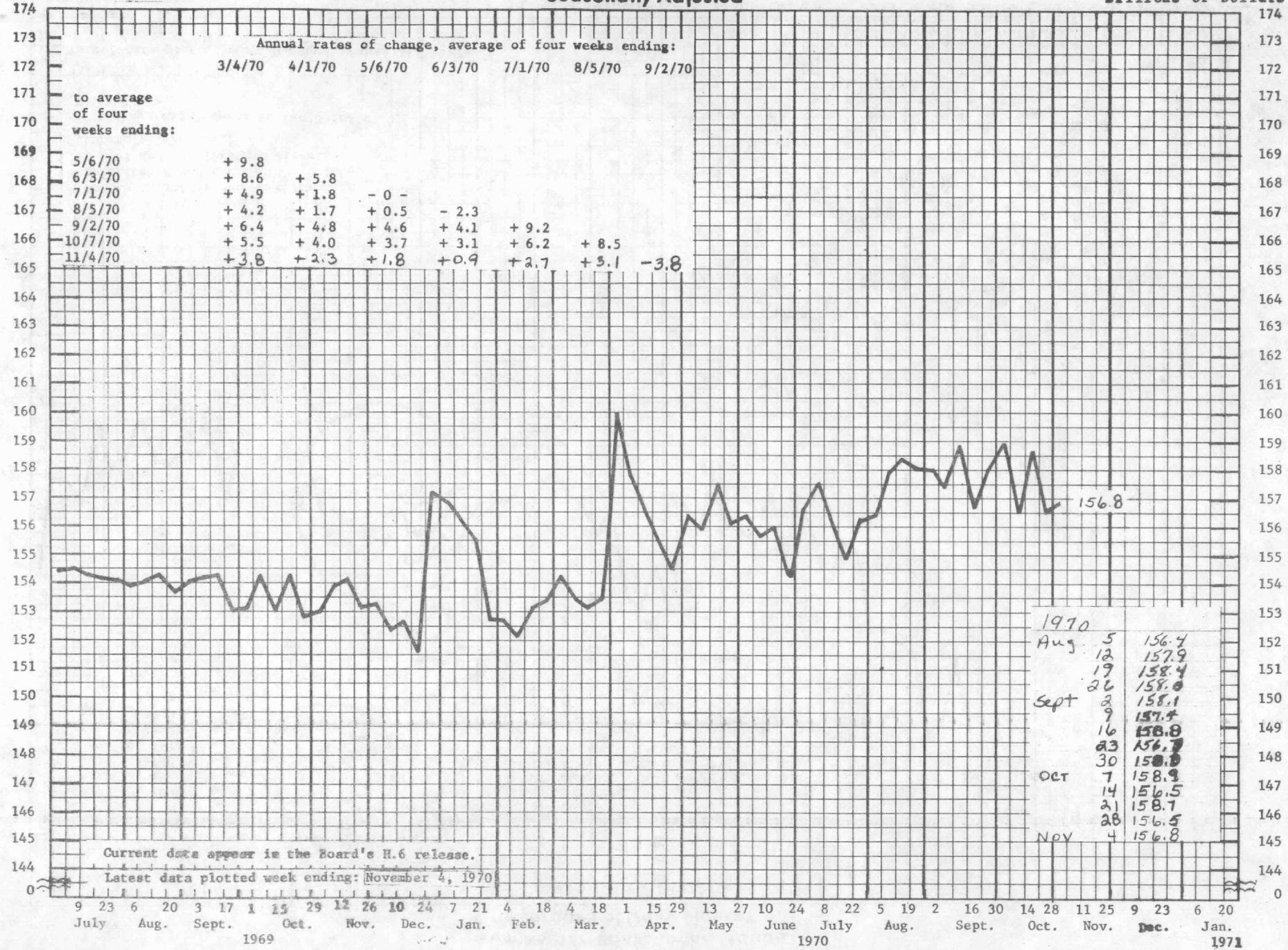
DEMAND DEPOSIT COMPONENT OF MONEY STOCK

Averages of Daily Figures

Seasonally Adjusted

Billions of Dollars

Billions of Dollars

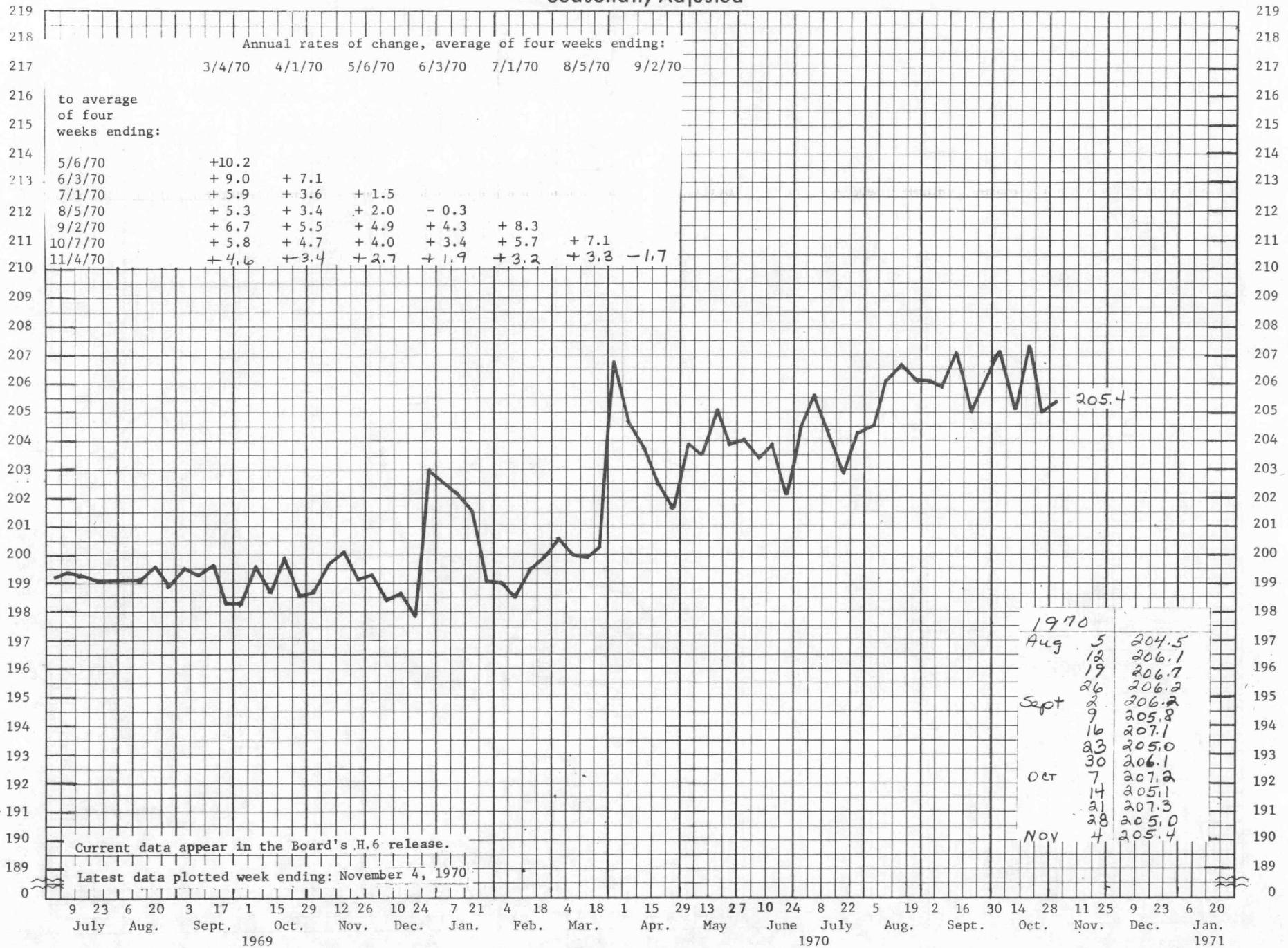


MONEY STOCK
Averages of Daily Figures
Seasonally Adjusted

5

Billions of Dollars

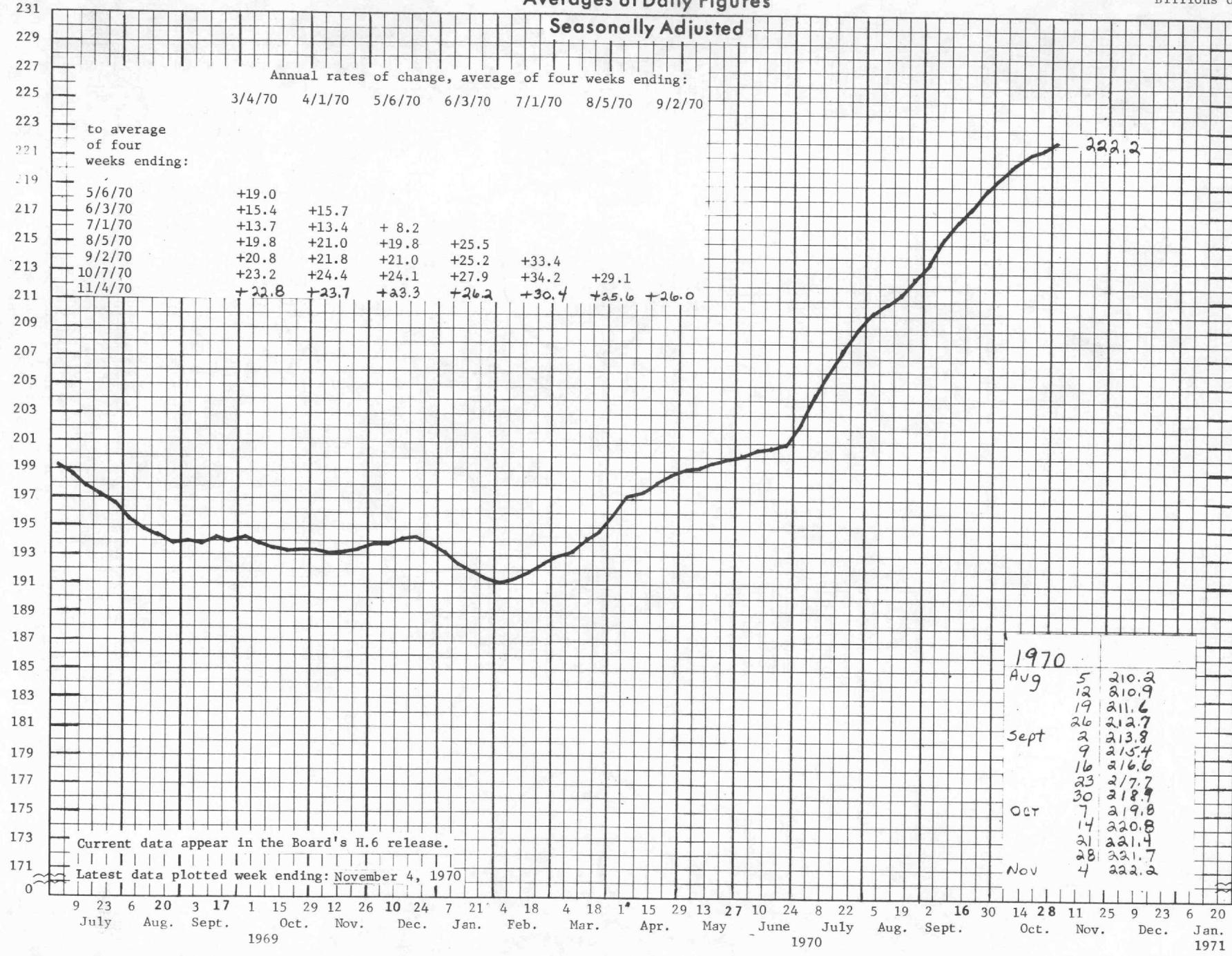
Billions of Dollars



TIME DEPOSITS
All Commercial Banks
Averages of Daily Figures

Billions of Dollars

Billions of Dollars

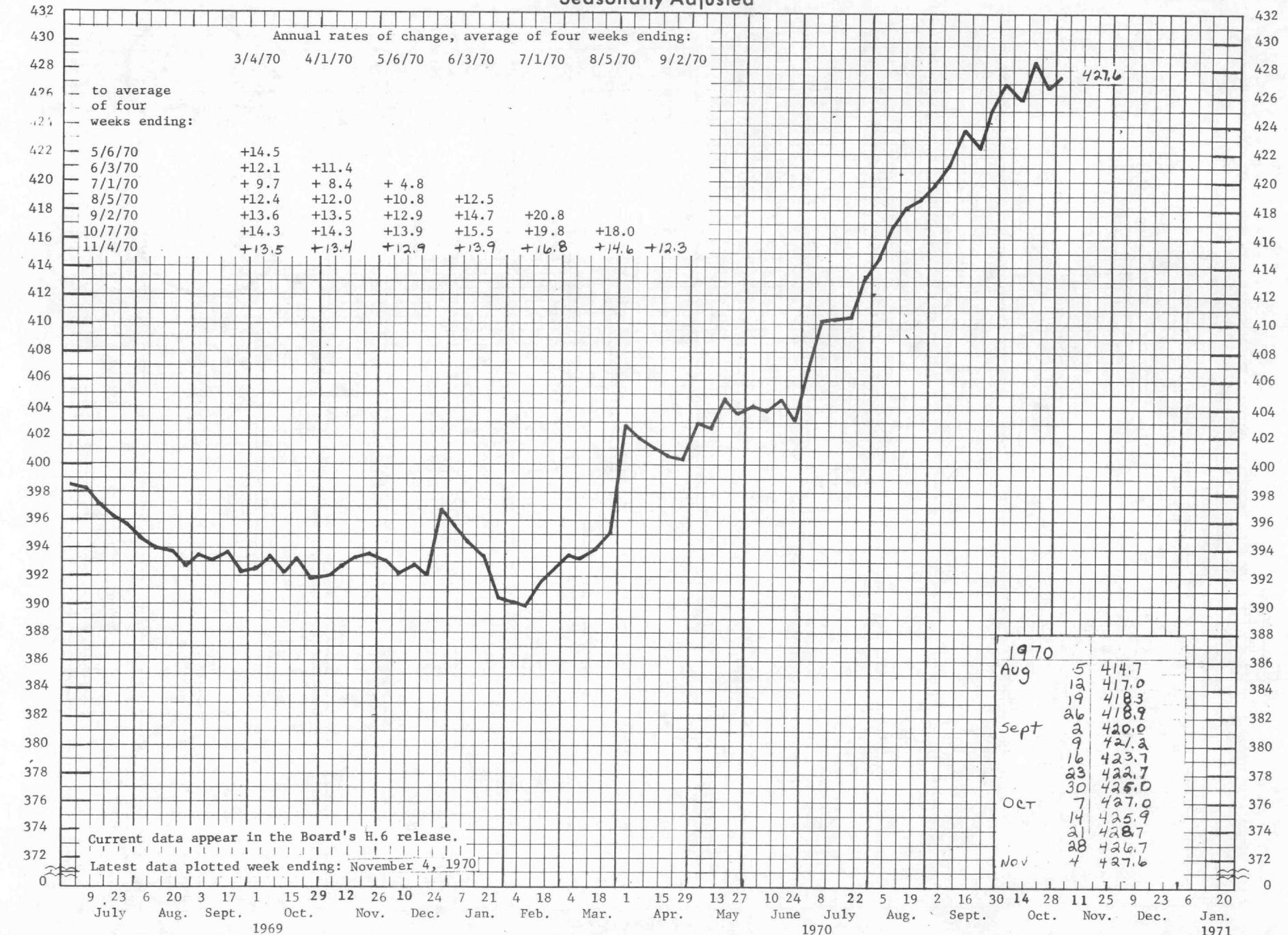


MONEY STOCK PLUS TIME DEPOSITS
Averages of Daily Figures
Seasonally Adjusted

7

Billions of Dollars

Billions of Dollars

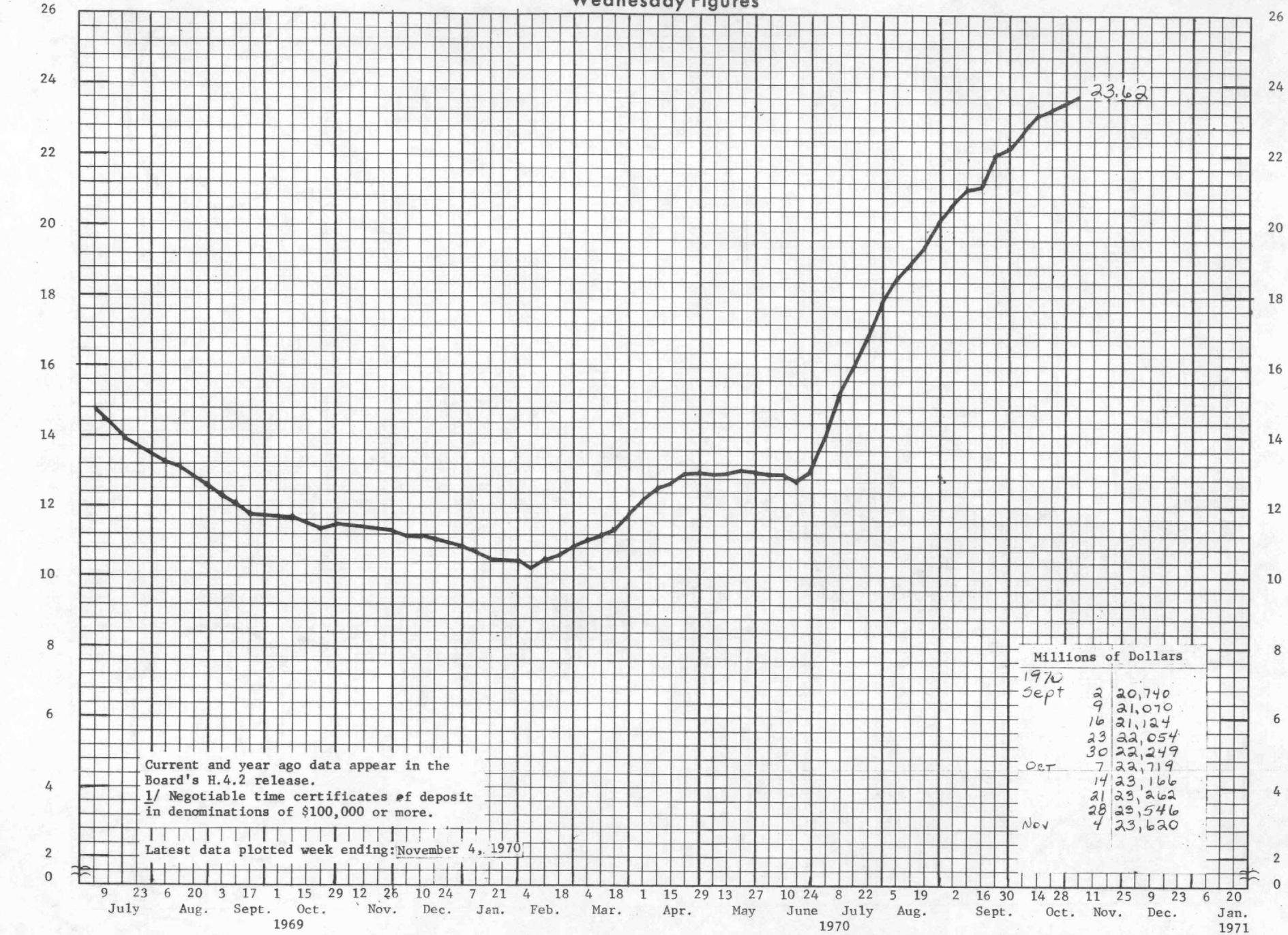


CERTIFICATES OF DEPOSIT ¹
Large Commercial Banks
Wednesday Figures

8

Billions of Dollars

Billions of Dollars



Millions of Dollars		
1970	2	20,740
Sept	9	21,070
	16	21,124
	23	22,054
	30	22,249
Oct	7	22,719
	14	23,166
	21	23,262
	28	23,546
Nov	4	23,620

MEMBER BANK DEPOSITS SUBJECT TO RESERVE REQUIREMENTS
(CREDIT PROXY)

9

Billions of Dollars

Billions of Dollars

Averages of Daily Figures

Seasonally Adjusted

Annual rates of change, average of four weeks ending Nov. 4, 1970 from four weeks ending:

Credit
Credit
Proxy
Proxy
Adjusted

Sept. 2, 1970 +13.4 +3.7
Aug. 5, 1970 +18.2 +9.8
July 1, 1970 +21.1 +13.1
June 3, 1970 +17.7 +11.6
May 6, 1970 +14.7 +10.1
Apr. 1, 1970 +14.3 +10.1
Mar. 4, 1970 +14.8 +10.5

CREDIT
PROXY
ADJUSTED 1/

325.5

312.3

CREDIT
PROXY

CREDIT
PROXY
ADJ.

1970
Sept 2 306.8 325.0
9 307.1 324.3
16 308.3 324.9
23 307.9 324.0
30 308.2 323.7
Oct 7 310.6 325.4
14 309.5 323.9
21 310.2 324.3
28 311.3 324.9
Nov 4 312.3 325.5

Current data appear in the Board's H.9 release.

Latest data plotted week ending: November 4, 1970

9 23 6 20 3 17 1 15 29 12 26 10 24 7 21 4 18 4 18 1 15 29 13 27 10 24 8 22 5 19 2 16 30 14 28 11 25 9 23 6 20
July Aug. Sept. Oct. Nov. Dec. Jan. Feb. Mar. Apr. May June July Aug. Sept. Oct. Nov. Dec. Jan.
1969 1970 1971

1/ Total member bank deposits plus nondeposit items is sometimes referred to as the "adjusted credit proxy." Member bank deposit figures are seasonally adjusted, but nondeposit items are included in the series on a seasonally unadjusted basis due to the short period for which most items are available. Nondeposit items included in the series are as follows: gross liabilities of banks to own foreign branches and to branches in U.S. territories and possessions; Euro-dollars borrowed directly from foreign banks or through brokers and dealers; commercial paper issued by bank holding companies or other bank affiliates; and loans or participations in pools of loans sold under repurchase agreement to other than banks and other than banks' own affiliates or subsidiaries.

YIELDS ON SELECTED SECURITIES
Averages of Daily Rates Ended Friday

Per Cent

11.00

10.50

10.00

9.50

9.00

8.50

8.00

7.50

7.00

6.50

6.00

5.50

5.00

4.50

4.00

3.50

3.00

2.50

2.00

1.50

1.00

0.50

0.00

Per Cent

11.00

10.50

10.00

9.50

9.00

8.50

8.00

7.50

7.00

6.50

6.00

5.50

5.00

4.50

4.00

3.50

3.00

2.50

2.00

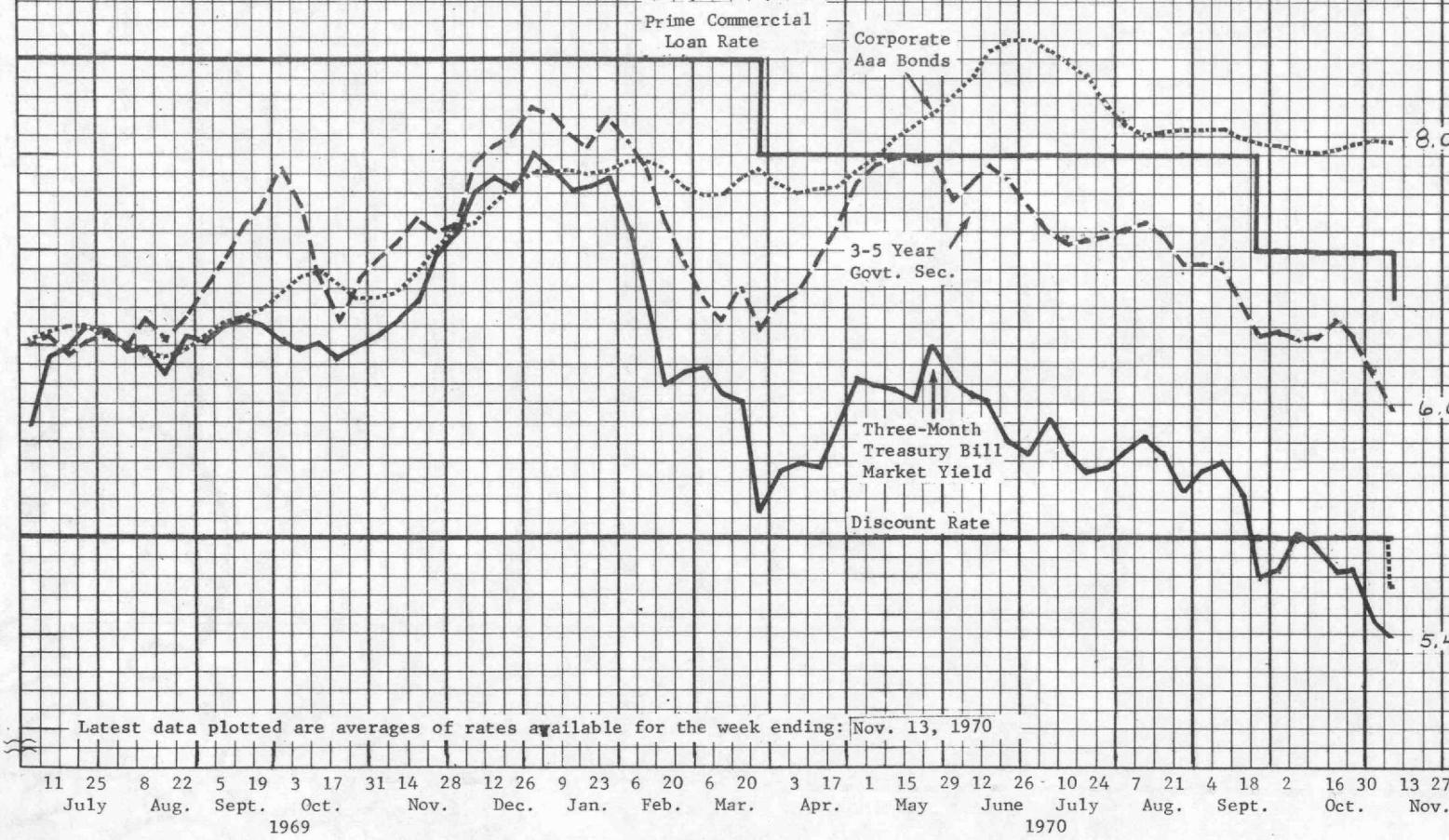
1.50

1.00

0.50

0.00

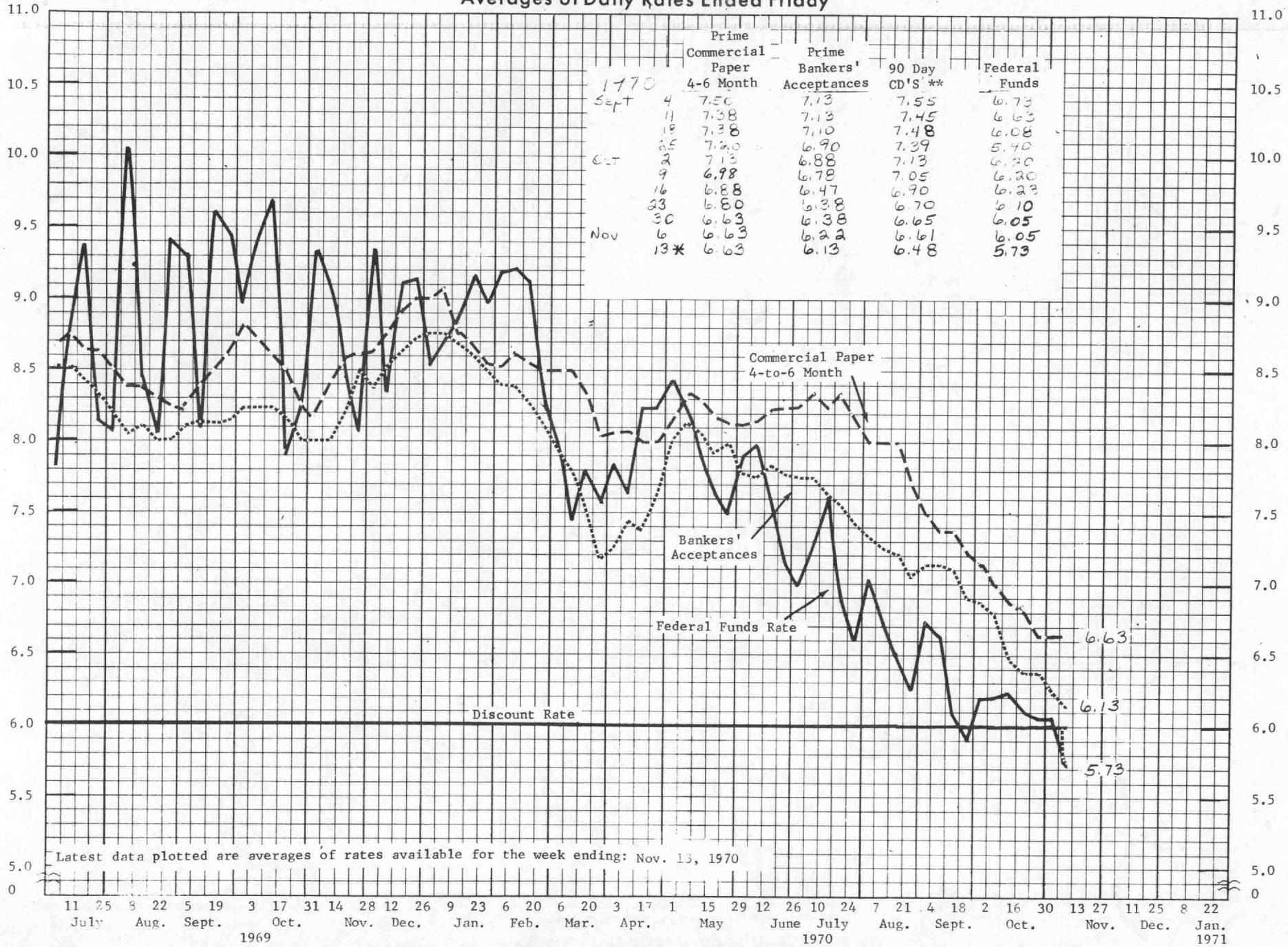
	3-Month Treasury Bill	3-5 Year Government	Long-Term Government	Corporate Aaa
1970				
Sept.	6.36	7.42	6.72	8.13
11	6.40	7.40	6.75	8.13
18	6.21	7.24	6.64	8.09
25	5.80	7.05	6.52	8.06
Oct.	5.84	7.09	6.53	8.05
9	6.01	7.04	6.51	8.02
16	5.96	7.05	6.55	8.01
23	5.83	7.13	6.66	8.03
30	5.84	7.03	6.65	8.07
NOV	6.56	6.84	6.49	8.09
6	5.49	6.67	6.42	8.08
13*				



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

Per Cent

Per Cent



BORROWINGS AND EXCESS RESERVES
All Member Banks in the Nation
Averages of Daily Figures

12

Millions of Dollars

Millions of Dollars

		EXCESS RESERVES	BORROWINGS	FREE RESERVES
	1970			
Sep.	2	178	660	-482
	9	415	763	-348
	16	356	500	-144
	23	-47	460	-507
	30	272	661	-389
OCT.	7	352	398	-46
	14	92	453	-361
	21	189	586	-397
	28	144	435	-291
NOV.	4	303	423	-120
	11	267	445	-178

