

RESEARCH LIBRARY
Federal Reserve Bank
of St. Louis

Week ending: April 7, 1971

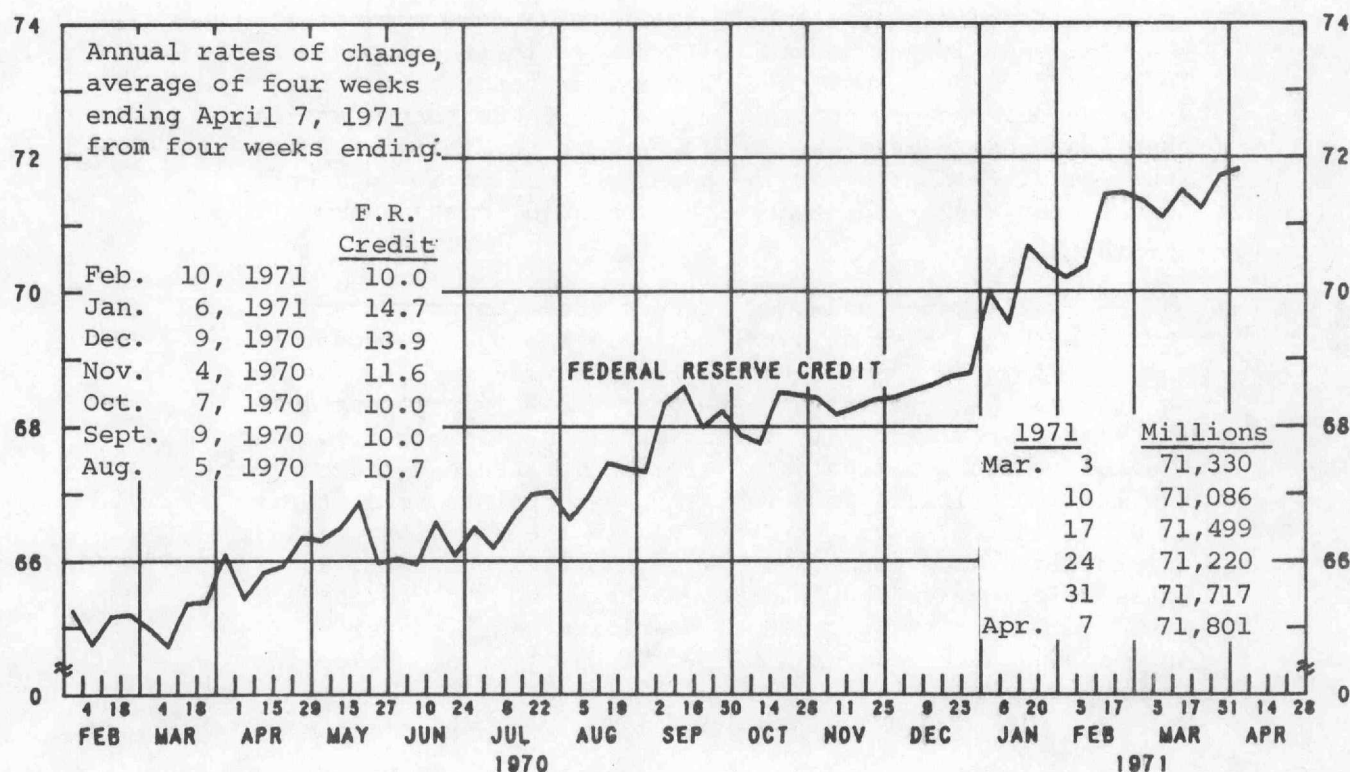
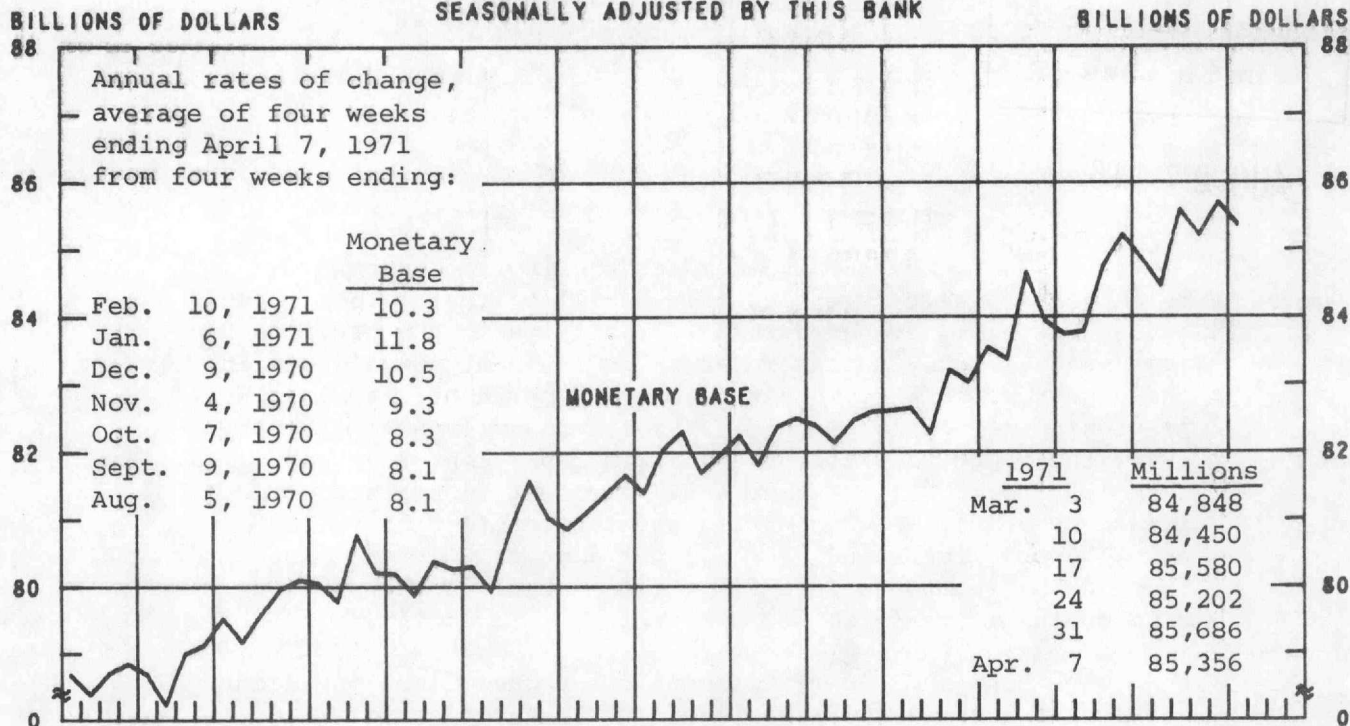
AUG 27 1998

The money supply (demand deposits and currency held by the public) averaged \$219.2 billion in the four weeks ending March 31, compared to \$217.7 billion in the previous four weeks. Money has grown at a 7.6 per cent annual rate in the past four months, compared to a 5.9 per cent rate in the previous nine months (page 5). From January 1969 to February 1970, the money supply increased at a 3 per cent rate, and from 1957 to 1969 it grew at a 3.3 per cent trend rate. Demand deposits, which comprise about three-fourths of the money supply, increased at a 7.5 per cent rate in the past four months, compared to a 5.7 per cent rate in the previous nine months (page 4).

Most short-term interest rates have risen in recent weeks, but are still well below their January levels. The yield on three month Treasury bills rose to 3.75 per cent in the three days ending April 7, forty basis points above its low in early March but still well below its January average of 4.44 per cent (pages 10 and 11). Similarly, the average Federal funds rate rose to 3.92 per cent for the past four weeks, about one per cent above its low in February but less than its January average of 4.14 per cent. Yields on prime four- to six-month commercial paper averaged 4.18 per cent in the four weeks ending April 9, compared to a January average of 5.11 per cent.

Yields on seasoned highest grade corporate and municipal bonds have changed little in the past two months and are slightly lower than their January averages. Yields on seasoned Aaa corporate bonds averaged 7.24 per cent in the past four weeks, only 12 basis points below their January average, while municipal bond yields averaged 5 per cent over the latest available four weeks, 8 basis points below their January average. The average yield in the past four weeks on intermediate Government securities was 4.77 per cent, 95 basis points below the January average, and the average yield on long-term Government securities was 5.63 per cent in the four weeks ending April 9, 28 basis points below the January average.

MONETARY BASE 1/ FEDERAL RESERVE CREDIT 2/ AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED BY THIS BANK



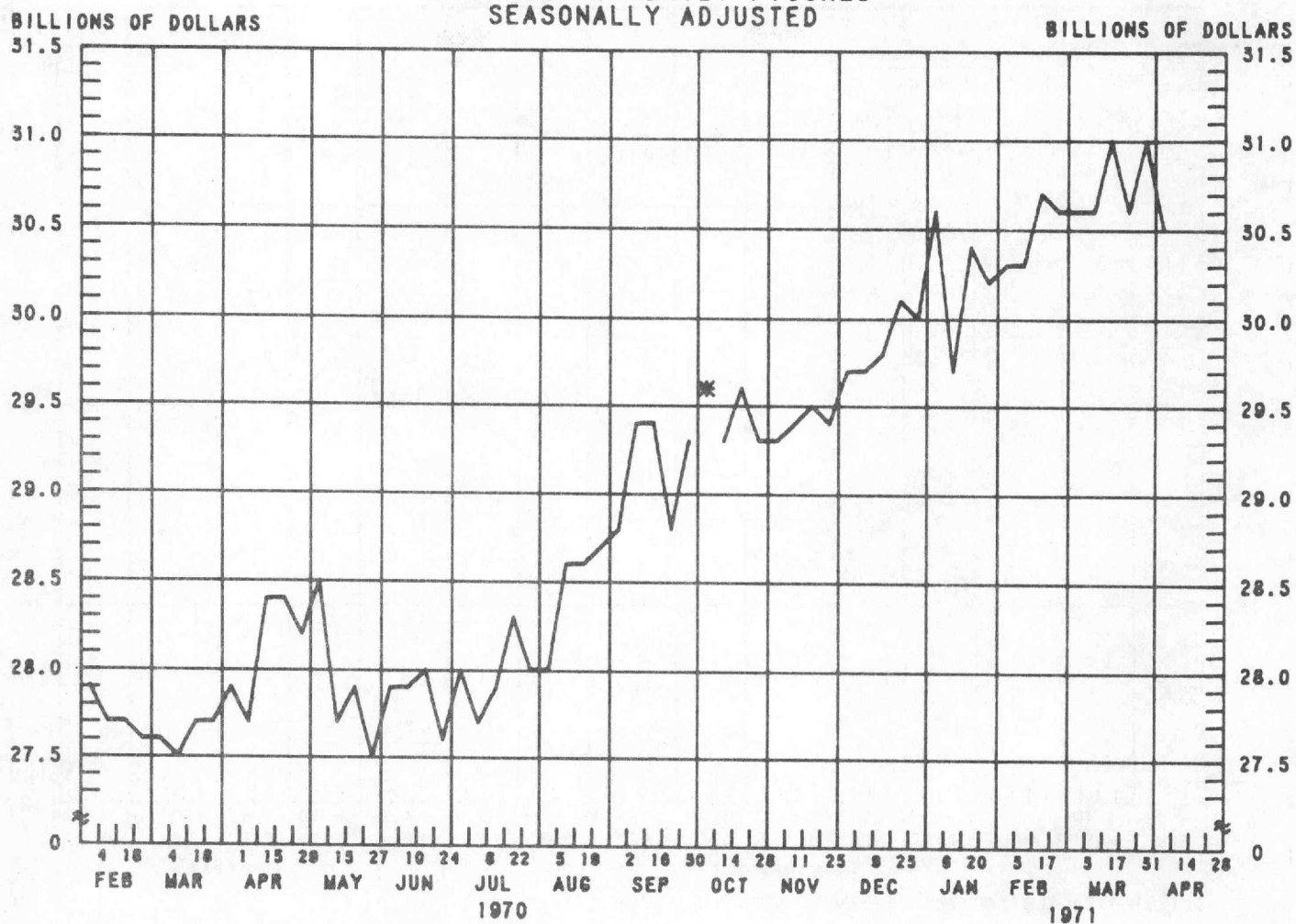
LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

- 1/ USES OF 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.

RESERVES

ALL MEMBER BANKS IN THE NATION

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

* BREAK IN SERIES DUE TO CHANGES IN REGULATION D EFFECTIVE OCTOBER 1, 1970.

<u>1971</u>	<u>Billions</u>
Mar. 3	30.6
10	30.6
17	31.0
24	30.6
31	31.0
Apr. 7	30.5

Annual rates of change,
average of four weeks
ending April 7, 1971
from four weeks ending:

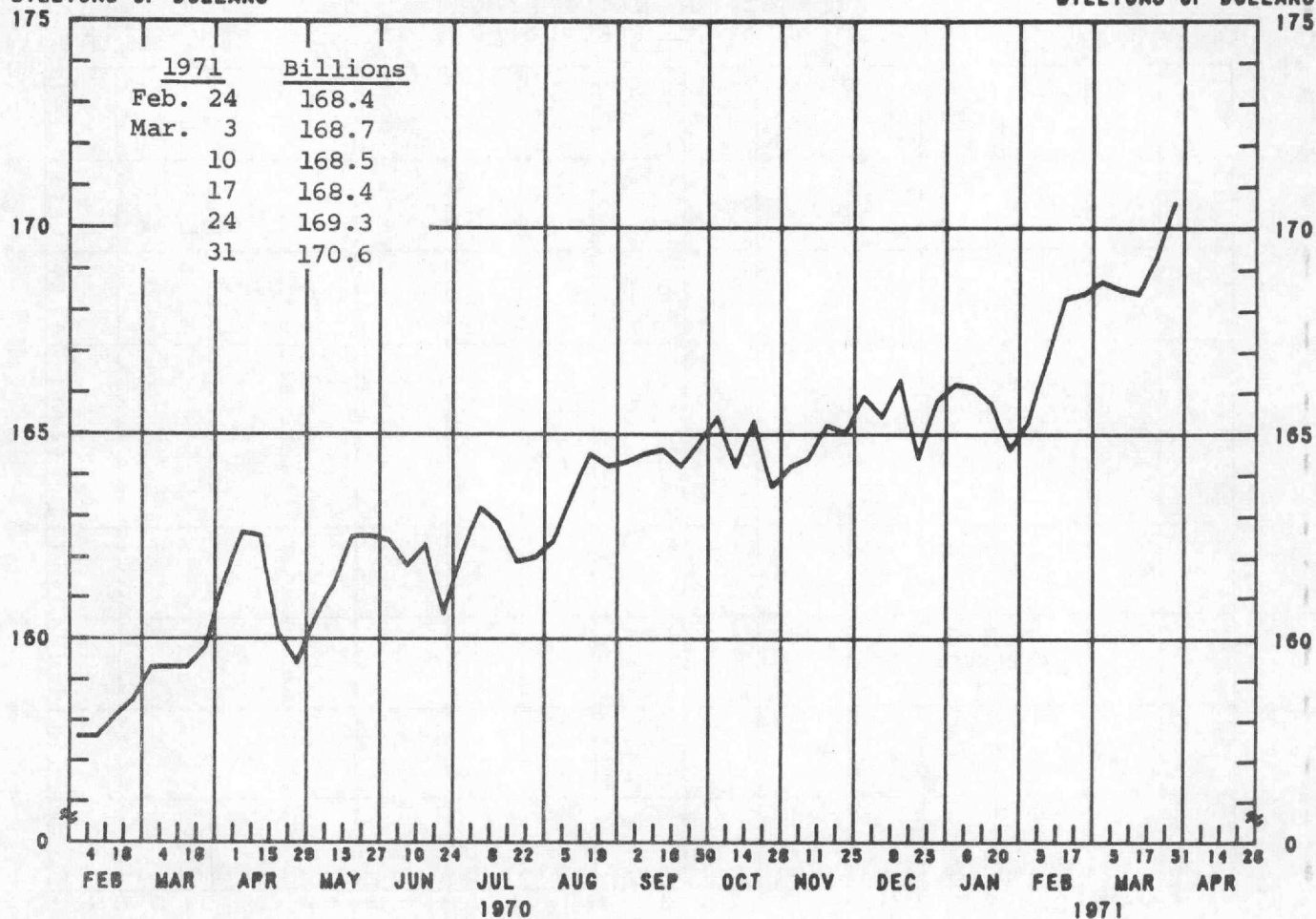
Feb. 10, 1971	9.9
Jan. 6, 1971	9.3
Dec. 9, 1970	12.2
Nov. 4, 1970	11.4
Oct. 7, 1970	10.2
Sept. 9, 1970	11.3
Aug. 5, 1970	14.4

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 31, 1971

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

Annual rates of change, average of four weeks ending:
7/1/70 7/29/70 9/2/70 9/30/70 10/28/70 12/2/70 12/30/70 2/3/71

to average
of four
weeks ending:

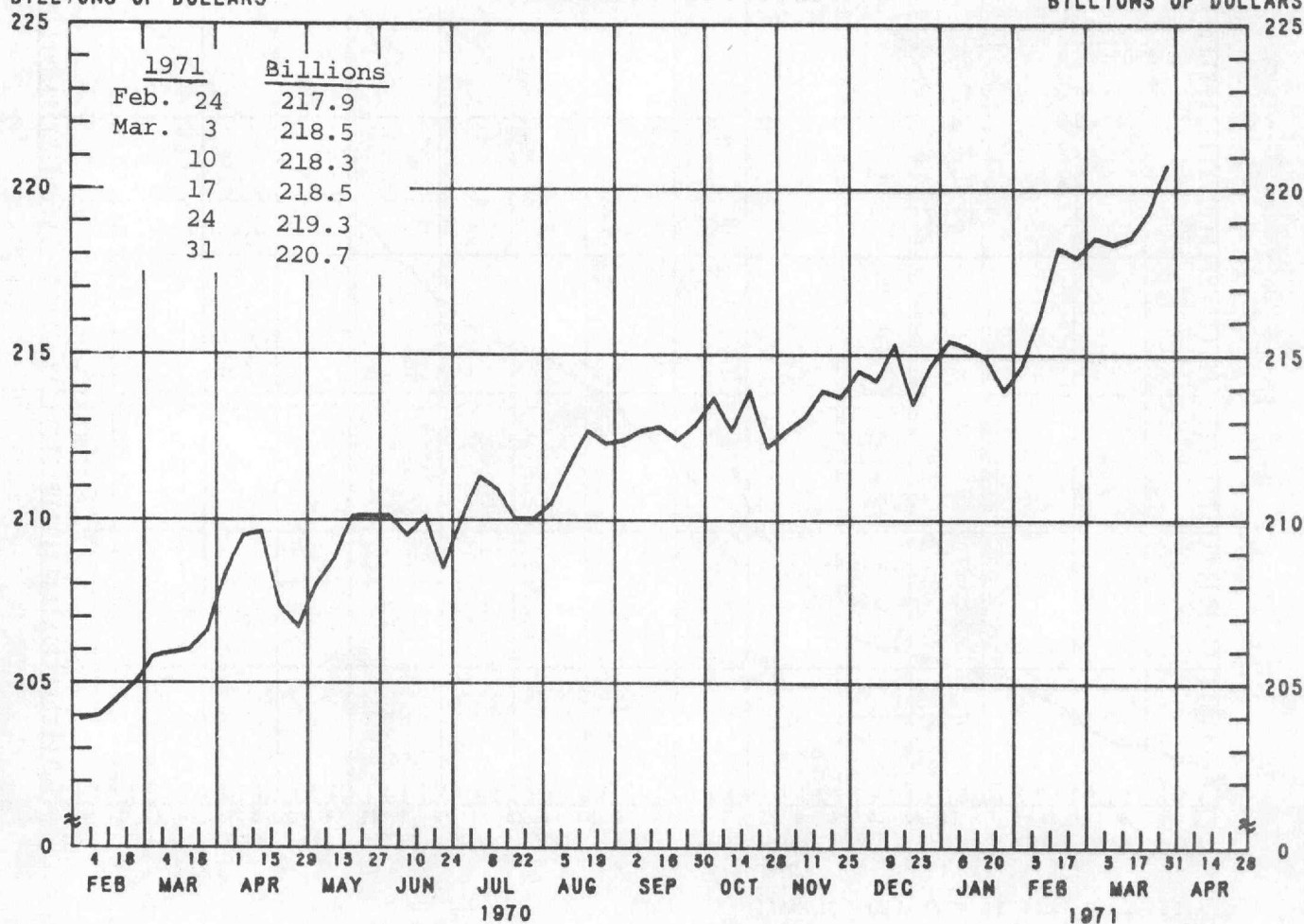
9/ 2/70	8.9							
9/30/70	6.9	7.4						
10/28/70	5.6	5.4	2.2					
12/ 2/70	5.0	4.8	2.4	2.2				
12/30/70	4.7	4.4	2.6	2.4	2.9			
2/ 3/71	3.9	3.6	1.9	1.6	1.7	1.1		
3/ 3/71	5.9	5.9	4.9	5.3	6.2	7.3	9.4	
3/31/71	6.2	6.2	5.3	5.7	6.6	7.5	8.9	13.8

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 31, 1971

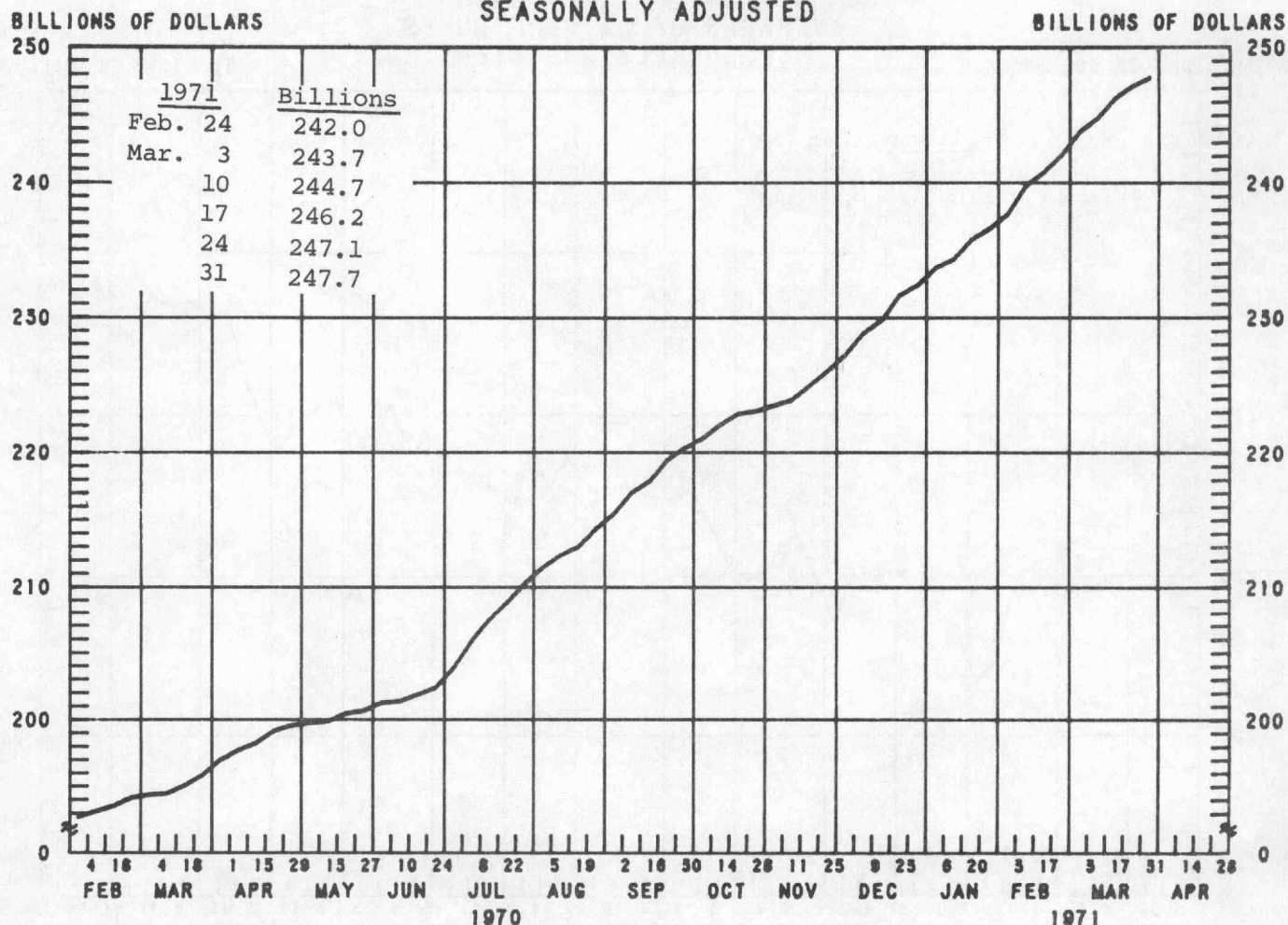
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

Annual rates of change, average of four weeks ending:
 2/25/70 7/29/70 9/2/70 9/30/70 10/28/70 12/2/70 12/30/70 2/3/71

to average
of four
weeks ending:

9/ 2/70	7.4							
9/30/70	6.8	6.0						
10/28/70	6.3	4.7	2.3					
12/ 2/70	6.0	4.6	2.8	3.1				
12/30/70	5.8	4.3	3.0	3.2	3.7			
2/ 3/71	5.3	3.9	2.7	2.8	3.0	2.5		
3/ 3/71	6.4	5.8	5.1	5.6	6.5	7.3	9.2	
3/31/71	6.6	6.1	5.6	6.1	6.9	7.6	9.0	12.6

TIME DEPOSITS ALL COMMERCIAL BANKS AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 31, 1971

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

Annual rates of change, average of four weeks ending:
7/1/70 7/29/70 9/2/70 9/30/70 10/28/70 12/2/70 12/30/70 2/3/71

to average
of four
weeks ending:

9/ 2/70	33.8							
9/30/70	32.2	30.3						
10/28/70	29.5	27.1	23.9					
12/ 2/70	27.5	25.1	22.1	18.9				
12/30/70	28.0	25.9	23.7	22.0	22.7			
2/ 3/71	28.6	26.8	25.0	23.9	24.8	27.9		
3/ 3/71	29.1	27.5	26.0	25.1	26.1	28.4	28.4	
3/31/71	29.1	27.6	26.2	25.4	26.1	27.8	27.4	26.4

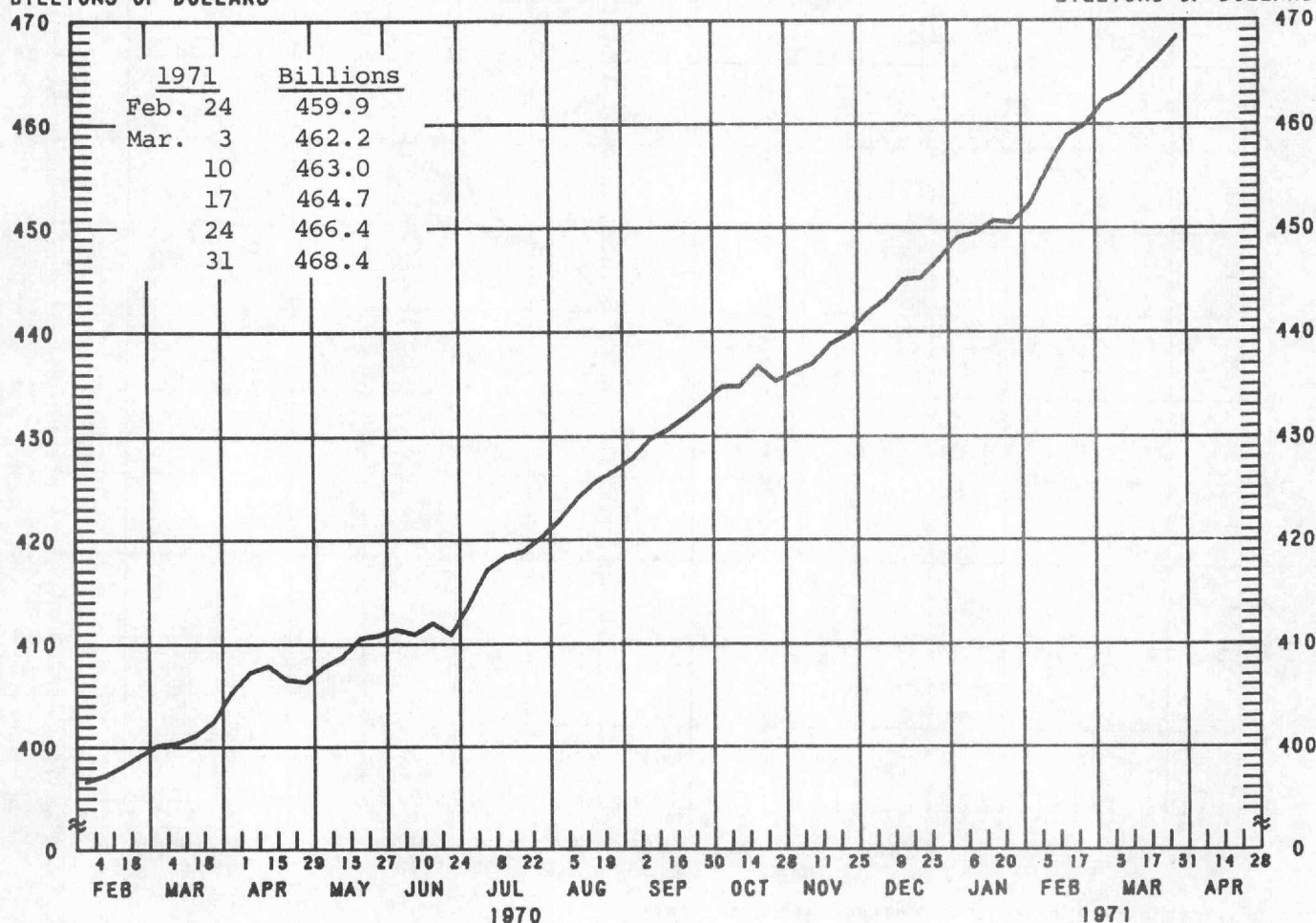
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 31, 1971

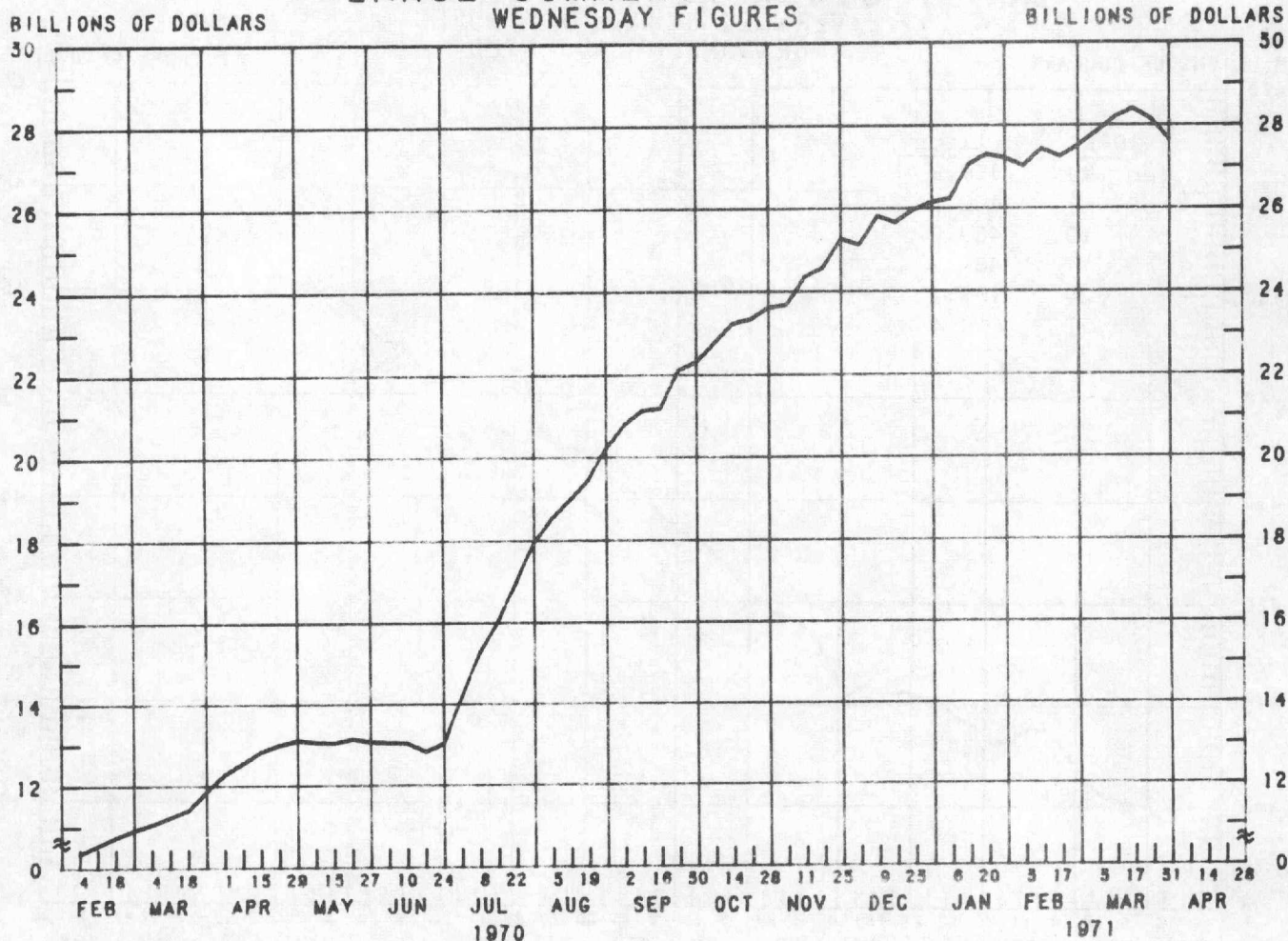
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

Annual rates of change, average of four weeks ending:
7/1/70 7/29/70 9/2/70 9/30/70 10/28/70 12/2/70 12/30/70 2/3/71

to average
of four
weeks ending:

9/ 2/70	20.7							
9/30/70	18.9	18.2						
10/28/70	17.1	16.0	13.1					
12/ 2/70	16.0	14.8	12.5	11.1				
12/30/70	16.1	15.1	13.4	12.7	13.4			
2/ 3/71	16.2	15.3	13.9	13.5	14.2	15.6		
3/ 3/71	17.3	16.6	15.6	15.5	16.5	18.1	19.1	
3/31/71	17.4	16.8	15.9	15.9	16.7	18.0	18.5	19.8

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS



LATEST DATA PLOTTED WEEK ENDING: MARCH 31, 1971

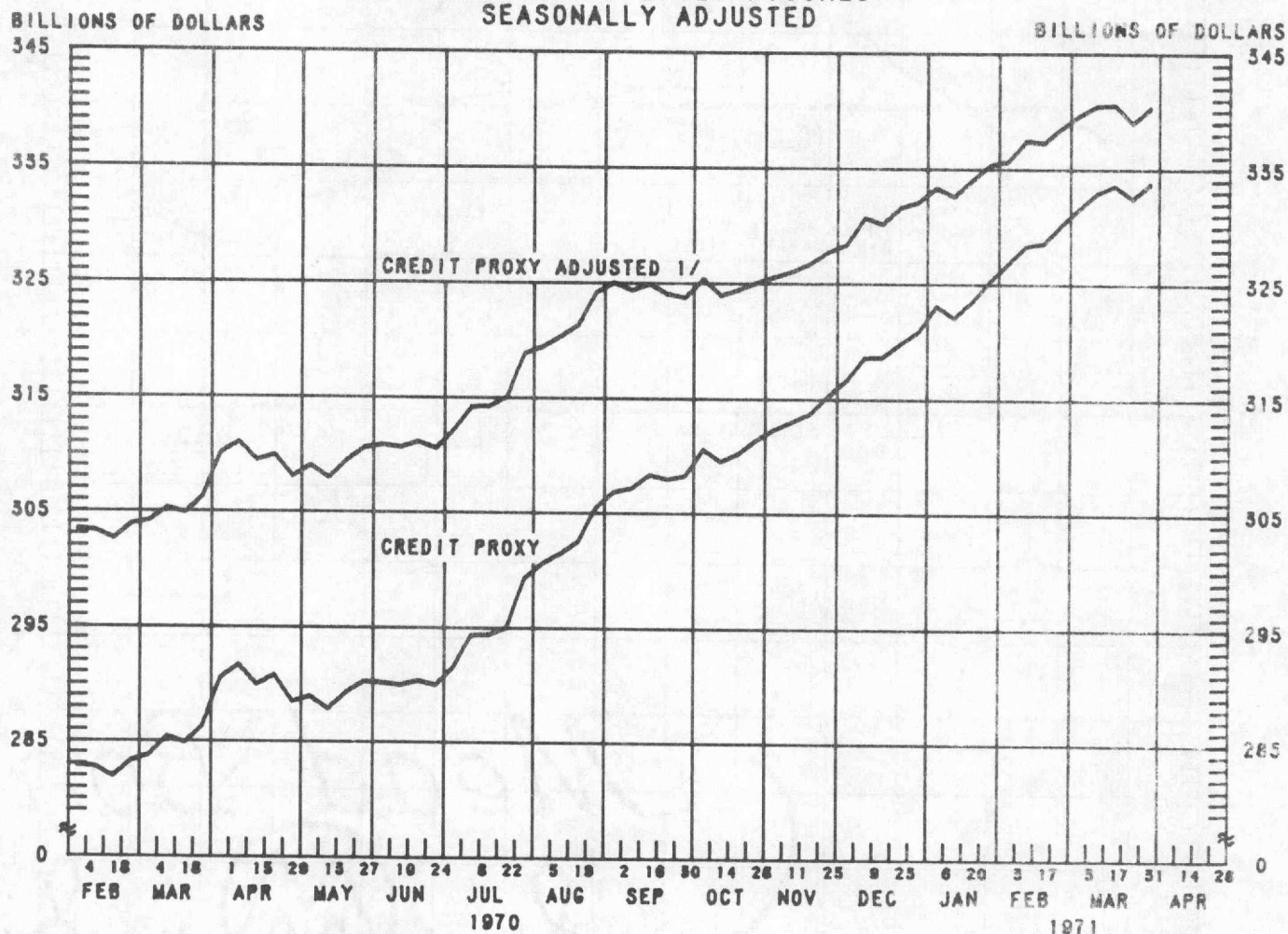
CURRENT AND YEAR AGO DATA APPEAR IN THE BOARD OF GOVERNORS' M.4.2 RELEASE.

NEGOTIABLE TIME CERTIFICATES OF DEPOSIT IN DENOMINATIONS OF \$100,000 OR MORE.

<u>1971</u>	<u>Millions</u>
Feb. 24	27,489
Mar. 3	27,824
10	28,179
17	28,391
24	28,128
31	27,630

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**MEMBER BANK DEPOSITS
SUBJECT TO RESERVE REQUIREMENTS
(CREDIT PROXY)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED**



LATEST DATA PLOTTED WEEK ENDING: MARCH 31, 1971

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

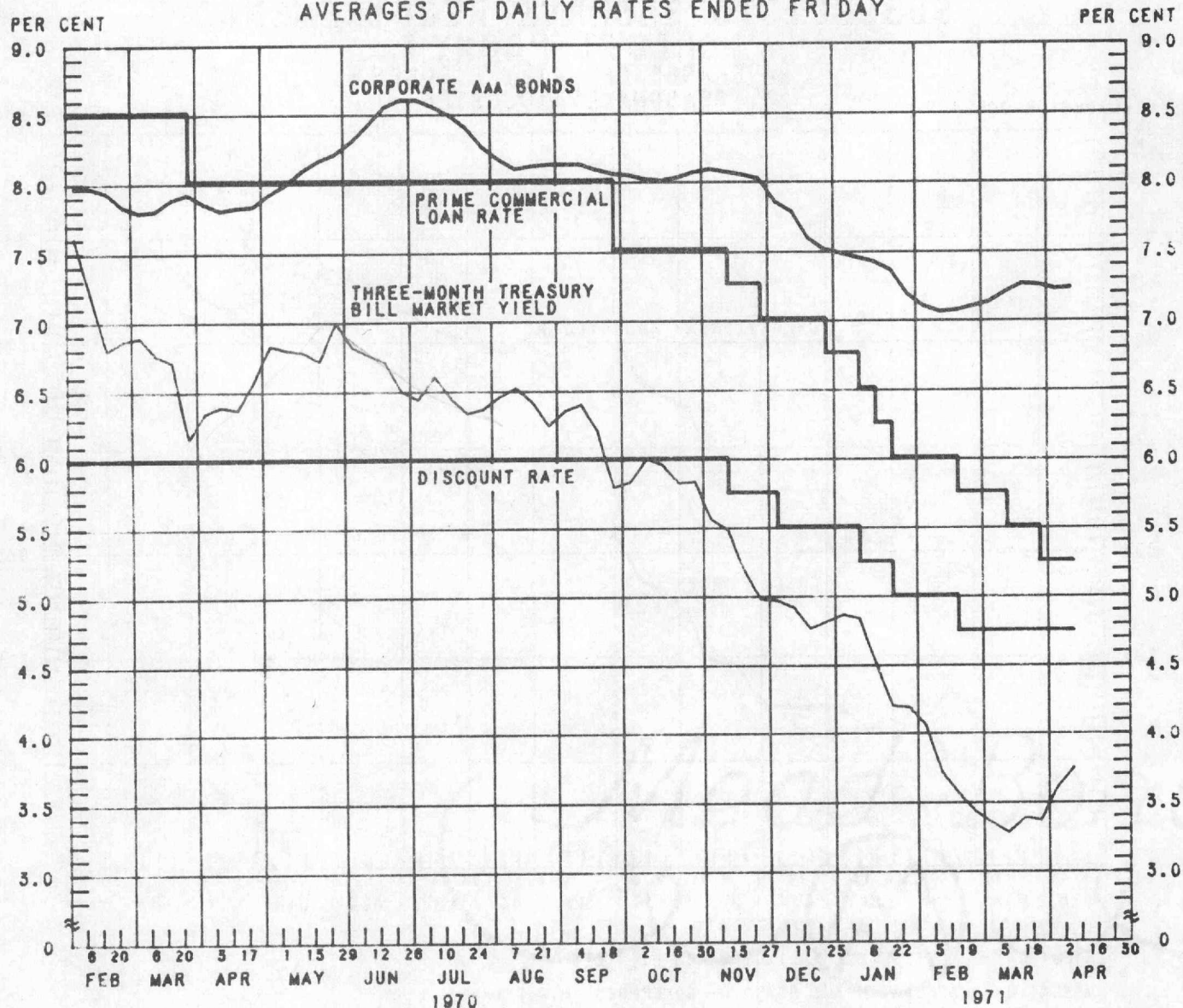
1/ INCLUDES MEMBER BANK DEPOSITS, BANK-RELATED COMMERCIAL PAPER, EURODOLLAR BORROWINGS OF U.S. BANKS, AND CERTAIN OTHER NONDEPOSIT SOURCES.

1971	Billions	
	Credit Proxy	Credit Proxy Adjusted
Feb. 24	330.2	338.5
Mar. 3	331.6	339.6
10	332.9	340.4
17	333.5	340.5
24	332.4	338.9
31	333.7	340.3

Annual rates of change, average of four weeks ending March 31, 1971 from four weeks ending:			
		Credit Proxy	Credit Proxy Adjusted
Feb. 3, 1971	16.1	10.1	
Dec. 30, 1970	17.0	10.8	
Dec. 2, 1970	17.5	11.7	
Oct. 28, 1970	17.6	11.3	
Sept. 30, 1970	16.4	9.7	
Sept. 2, 1970	16.4	9.2	
July 29, 1970	19.0	11.6	

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: APRIL 9, 1971

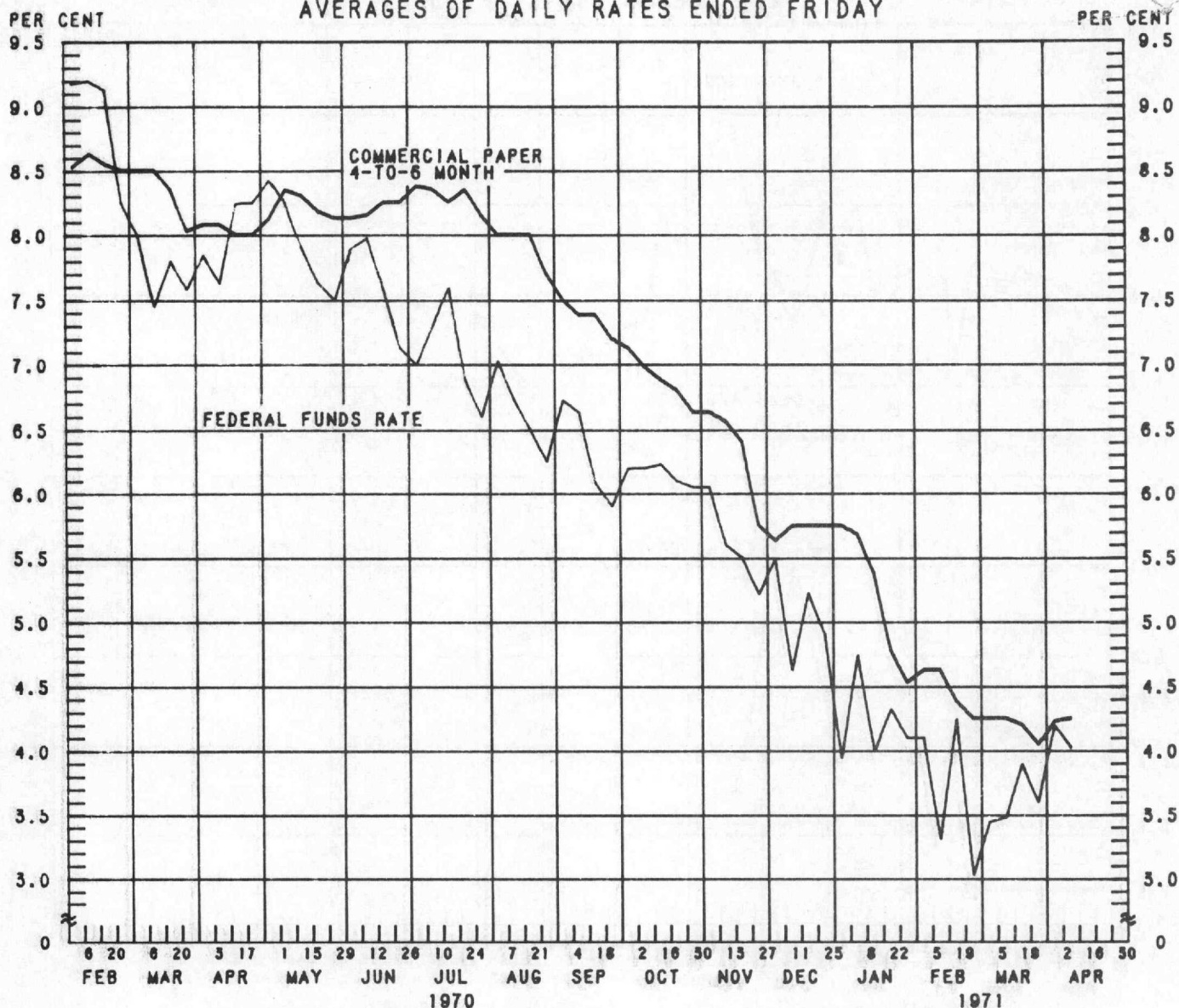
1971	CORPORATE AAA BONDS	3-MONTH TREASURY BILLS	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES
FEB. 5	7.10	4.06	5.49	5.80
12	7.06	3.71	5.33	5.78
19	7.07	3.56	5.24	5.83
26	7.10	3.43	5.15	5.92
MAR. 5	7.13	3.35	5.07	5.94
12	7.20	3.28	4.75	5.77
19	7.26	3.39	4.55	5.65
26	7.25	3.37	4.56	5.54
APR. 2	7.22	3.61	4.85	5.64
9*	7.23	3.75	5.10	5.67
16				
23				
30				

* AVERAGES OF RATES AVAILABLE.

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SELECTED SHORT-TERM INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



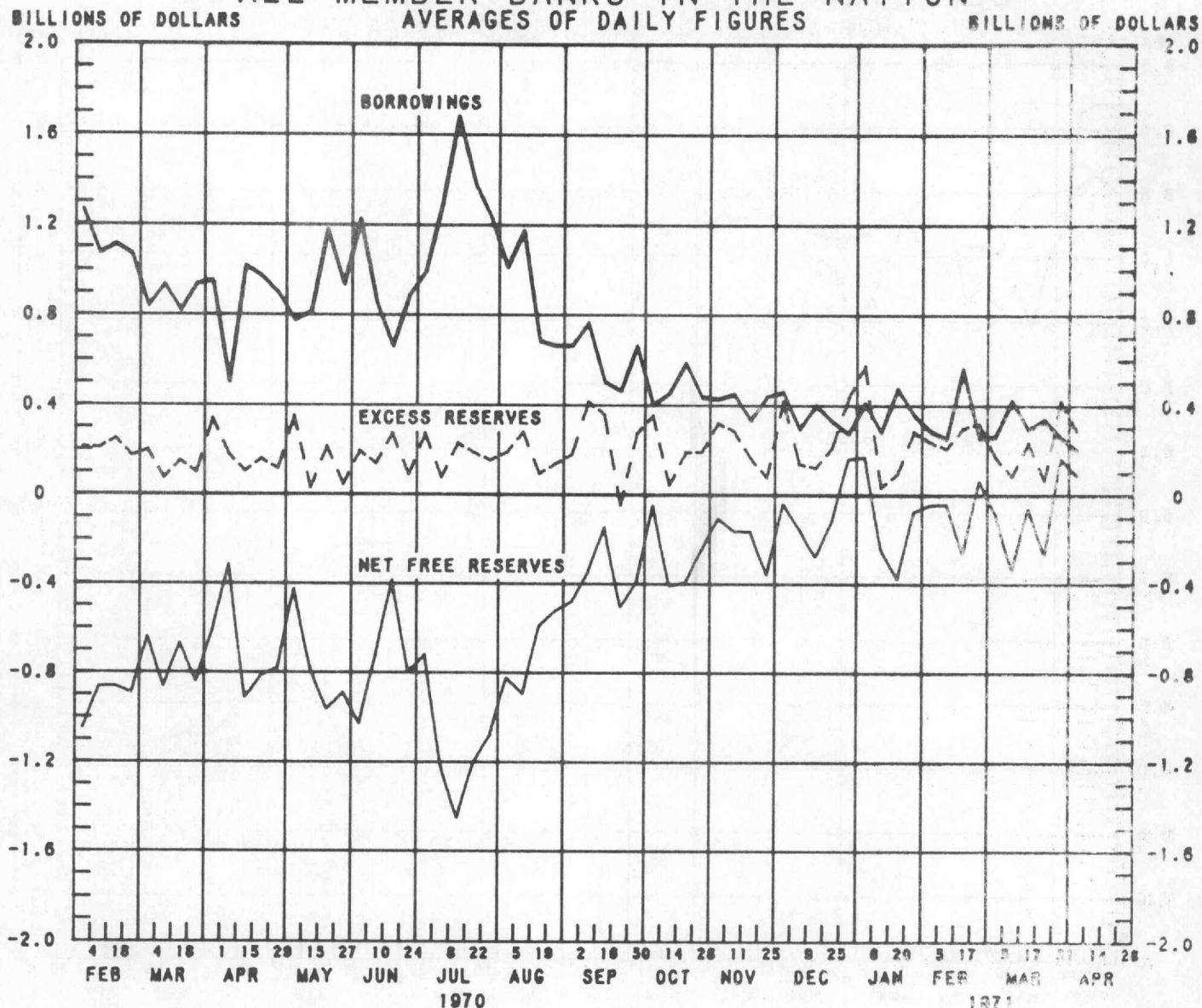
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: APRIL 9, 1971

1971	PRIME COMMERCIAL PAPER 4-6 MONTH	FEDERAL FUNDS	PRIME BANKERS' ACCEPTANCES	90 DAY CD'S ^{***}
FEB. 5	4.63	4.10	4.35	4.73
12	4.63	3.31	4.13	4.55
19	4.38	4.25	4.03	4.42
26	4.25	3.03	3.85	4.21
MAR. 5	4.25	3.45	3.75	4.04
12	4.25	3.48	3.70	3.89
19	4.20	3.90	3.83	3.81
26	4.05	3.60	3.80	3.83
APR. 2	4.23	4.20	4.00	3.87
9*	4.25	4.03	4.09	3.94
16				
23				
30				

* AVERAGES OF RATES AVAILABLE. FEDERAL FUNDS LAST FIVE DAYS AVAILABLE
 *** DATA ARE SECONDARY MARKET RATES, WEEKLY AVERAGES ENDING WEDNESDAY TWO DAYS EARLIER. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

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BORROWINGS AND EXCESS RESERVES ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

1971	EXCESS RESERVES	MILLIONS BORROWINGS	FREE RESERVES
FEB. 3	237	283	- 46
10	205	247	- 42
17	297	561	- 264
24	317	250	67
MAR. 3	170	258	- 88
10	82	421	- 339
17	234	290	- 56
24	63	333	- 270
31	420	257	163
APR. 7	287	198	89
14			
21			
28			

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