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Week ending: April 14, 1971

The money supply (private demand deposits and currency held by the public) has increased at an 8.7 per cent annual rate from the four weeks ending December 9 to the four weeks ending April 7, compared with about a 6 per cent rate in the previous nine months and a 3 per cent rate in 1969 (page 5). The rate of growth in the last four months is above the 5 per cent average rate of growth since mid-1964. As the U. S. Treasury has drawn down its balances at commercial banks recently, the money supply may have grown more rapidly than otherwise would have occurred. When Treasury balances return to a higher level, the rate of growth of the privately held money supply may decline.

Total time deposits (page 6) have risen at about a 25 per cent annual rate since February 1970 and at an even faster rate since December. From September 1970 to December 1970 total time deposits increased \$12 billion, while from December 1970 to March 1971 they increased \$16 billion. The components of this monetary aggregate have shown opposite changes in their rates of expansion. The increase in large CD's has slowed from a rise of \$4 billion in the September to December period to a rise of \$3 billion in the December to March period, and the increase in net time deposits (total time deposits less large CD's) has accelerated from an increase of \$8 billion in the earlier period to an increase of \$13 billion in the later period.

Short- and intermediate-term market interest rates have risen in recent weeks but remain substantially below their early 1971 levels (pages 10 and 11). The Federal funds rate rose to an average of 4.03 per cent in the past four weeks, compared with an average of 3.47 per cent in the preceding four week period and a 4.14 per cent average in January. Prime bankers' acceptances rose to 4.38 per cent in the three days ending April 14, about 65 basis points above the early March level. Most short-term government securities were about one-half percentage point higher in the three days ending April 14 than in early March. Three-month Treasury bills currently yield 4.01 per cent, up from an average yield of 3.30 per cent in early March.

Prepared by Federal Reserve Bank of St. Louis

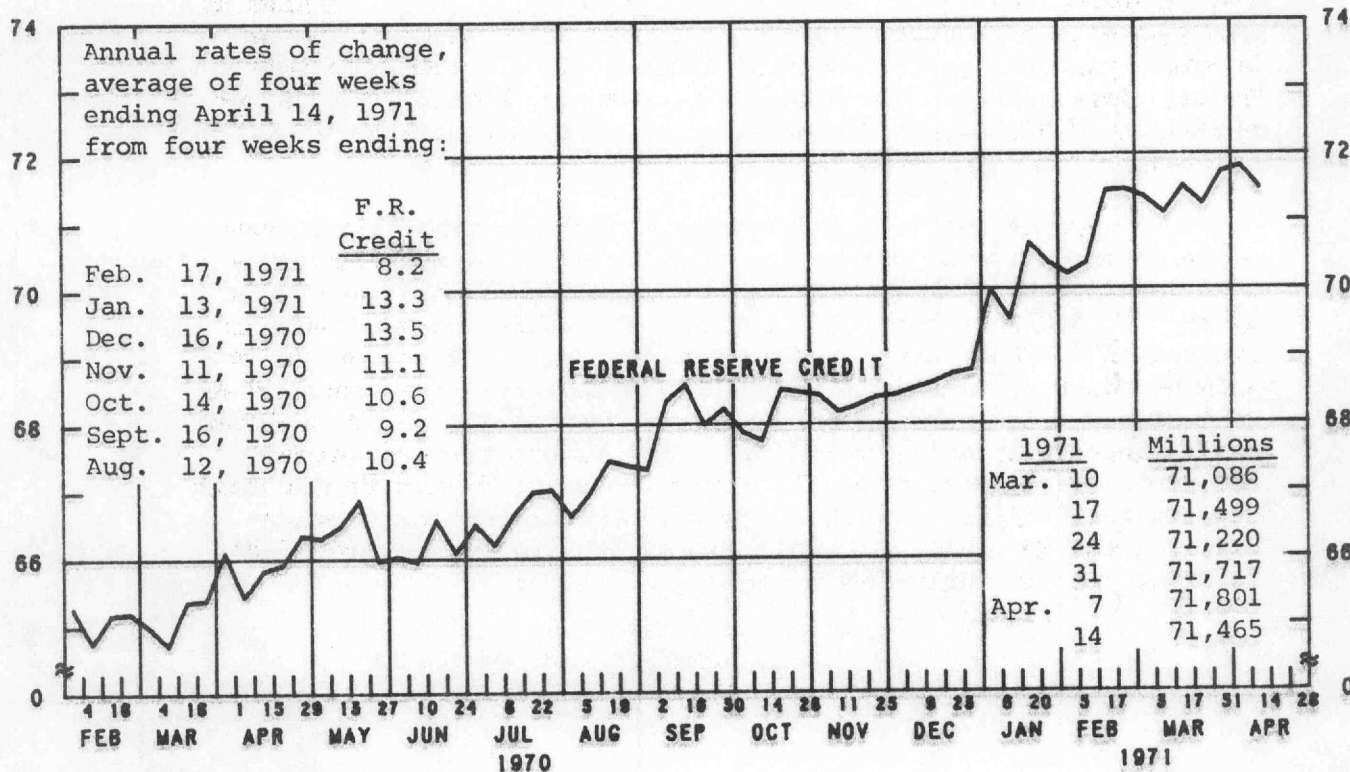
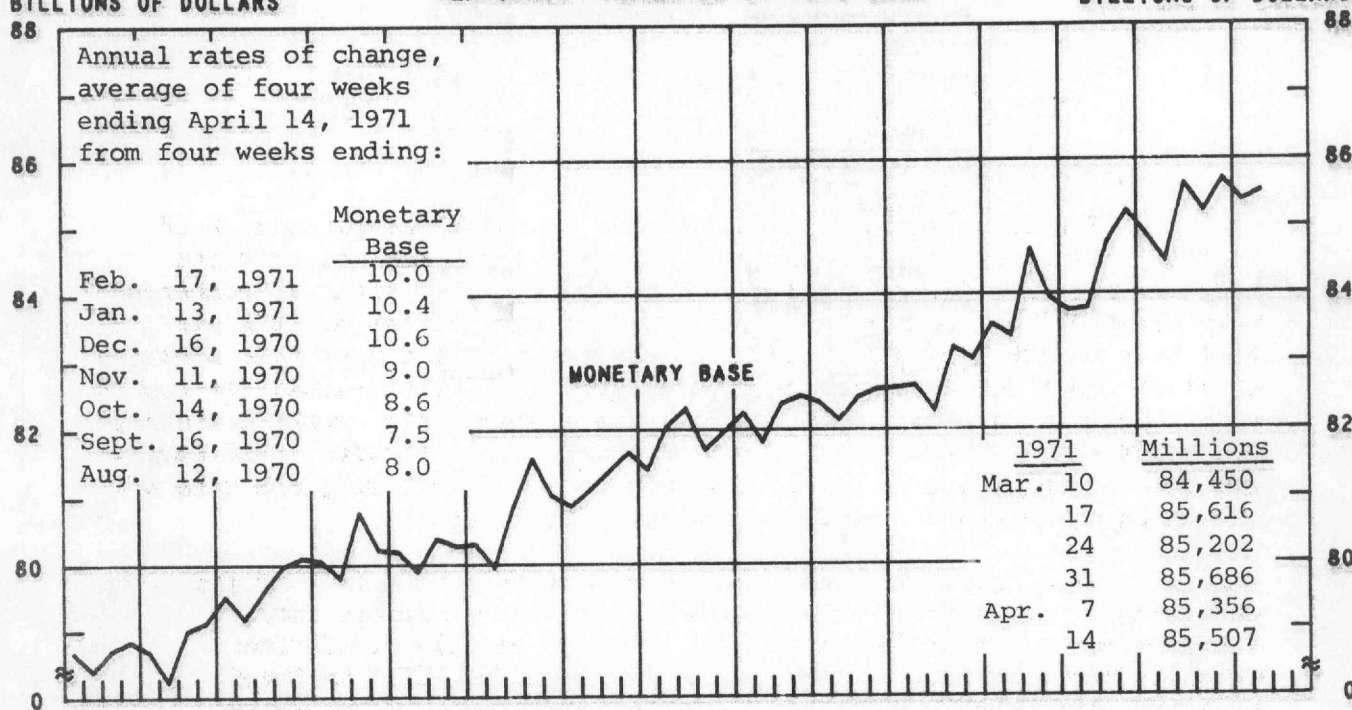
Released: April 16, 1971

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

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: APRIL 14, 1971

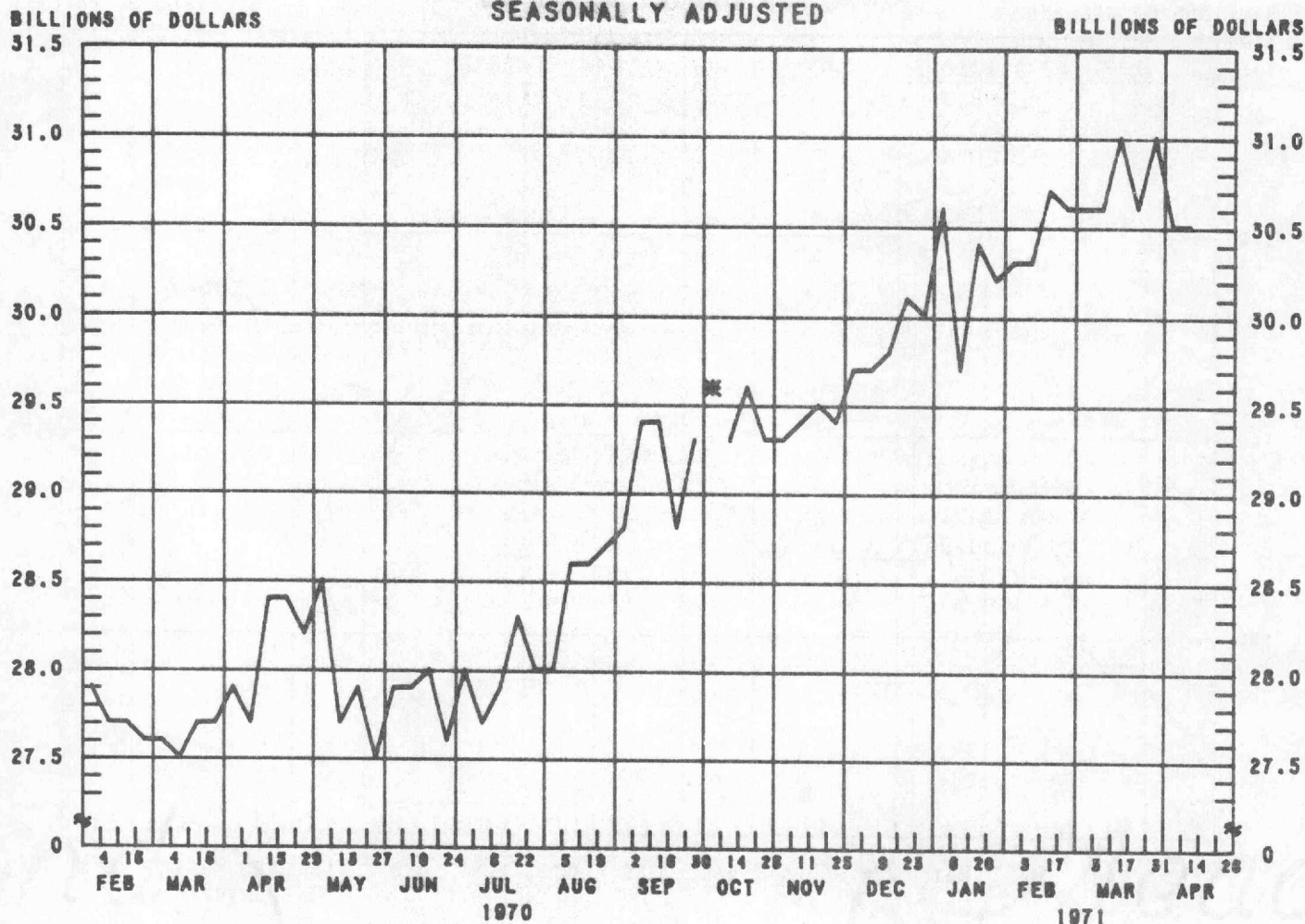
- 1/ USES OF MONETARY BASE ARE MEMBER BANK RESERVES AND CURRENCY HELD BY THE PUBLIC AND NONMEMBER BANKS, ADJUSTED FOR RESERVE REQUIREMENT CHANGES AND SHIFTS IN DEPOSITS. FOR A DESCRIPTION OF THE BASE SEE THE AUGUST 1968 "REVIEW" OF THIS BANK.
- 2/ DEFINED TO INCLUDE HOLDINGS OF SECURITIES, LOANS, FLOAT AND "OTHER" ASSETS, ADJUSTED FOR RESERVE REQUIREMENT CHANGES AND CHANGES IN REQUIREMENTS DUE TO SHIFTS IN DEPOSITS AMONG CLASSES OF BANKS.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

RESERVES

ALL MEMBER BANKS IN THE NATION

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: APRIL 14, 1971

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' M.O. RELEASE.

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

1971	Billions
Mar. 10	30.6
17	31.0
24	30.6
31	31.0
Apr. 7	30.5
14	30.5

Annual rates of change,
average of four weeks
ending April 14, 1971
from four weeks ending:

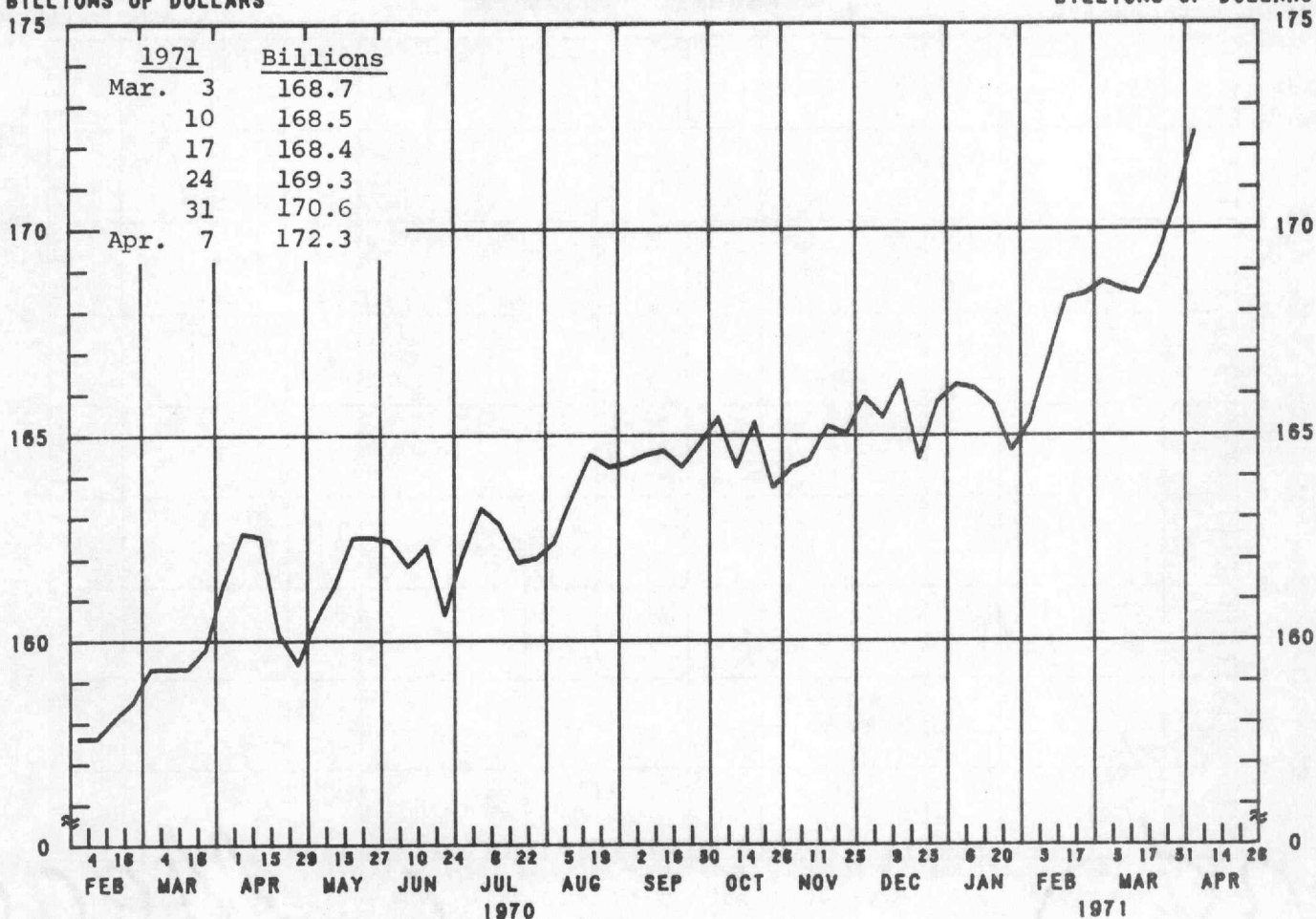
Feb. 17, 1971	5.9
Jan. 13, 1971	8.0
Dec. 16, 1970	10.1
Nov. 11, 1970	10.6
Oct. 14, 1970	9.6
Sept. 16, 1970	9.4
Aug. 12, 1970	13.3

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

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

Annual rates of change, average of four weeks ending:
7/8/70 8/5/70 9/9/70 10/7/70 11/4/70 12/9/70 1/6/71 2/10/71

to average
of four
weeks ending:

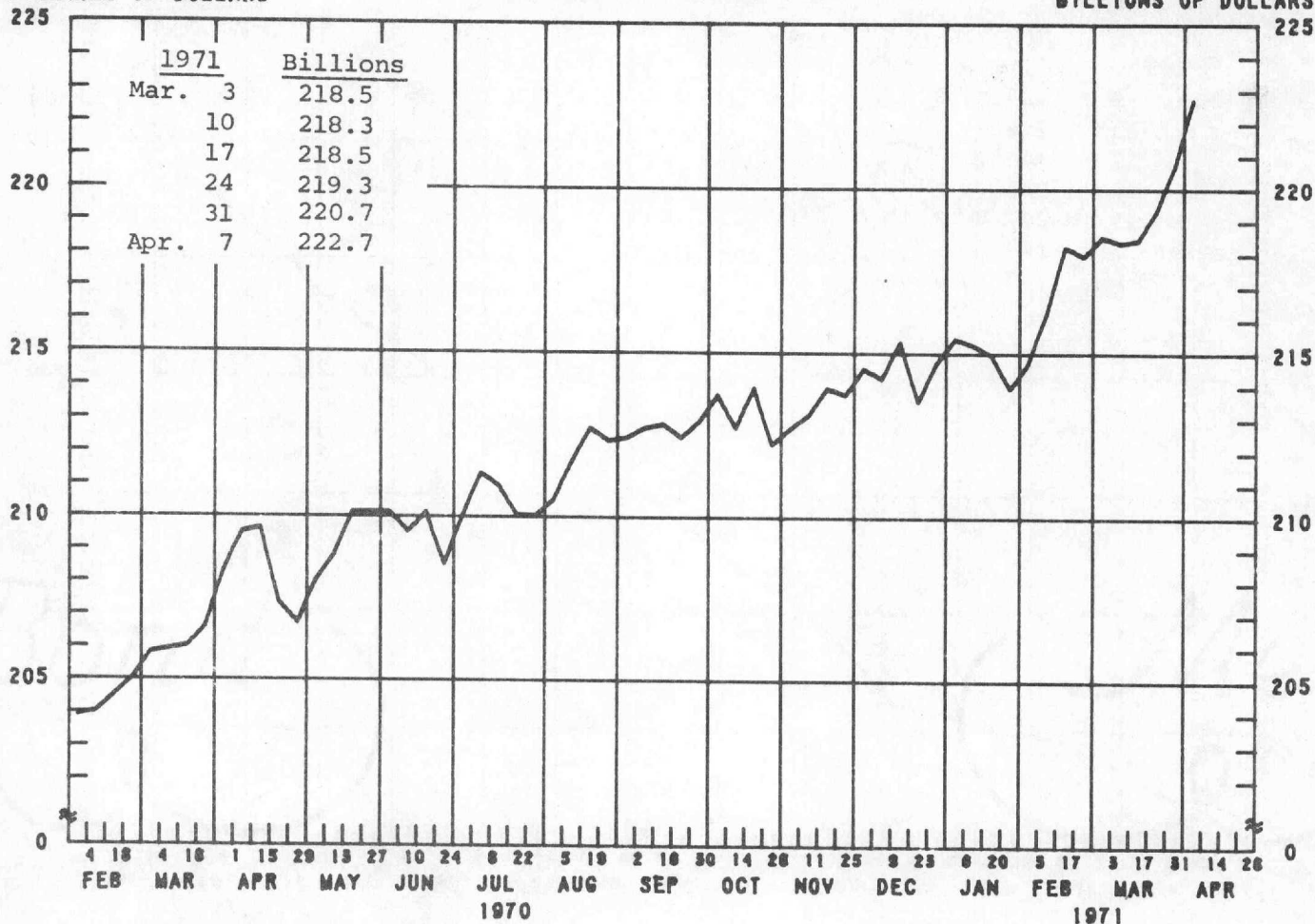
9/ 9/70	8.5						
10/ 7/70	6.7	9.2					
11/ 4/70	4.1	4.9	-0.4				
12/ 9/70	4.9	5.7	2.4	2.2			
1/ 6/71	4.4	5.0	2.4	2.2	5.1		
2/10/71	3.7	4.1	1.8	1.5	3.2	0.7	
3/10/71	5.9	6.5	5.0	5.4	7.7	7.5	10.1
4/ 7/71	6.7	7.3	6.0	6.6	8.6	8.7	10.9
							16.7

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

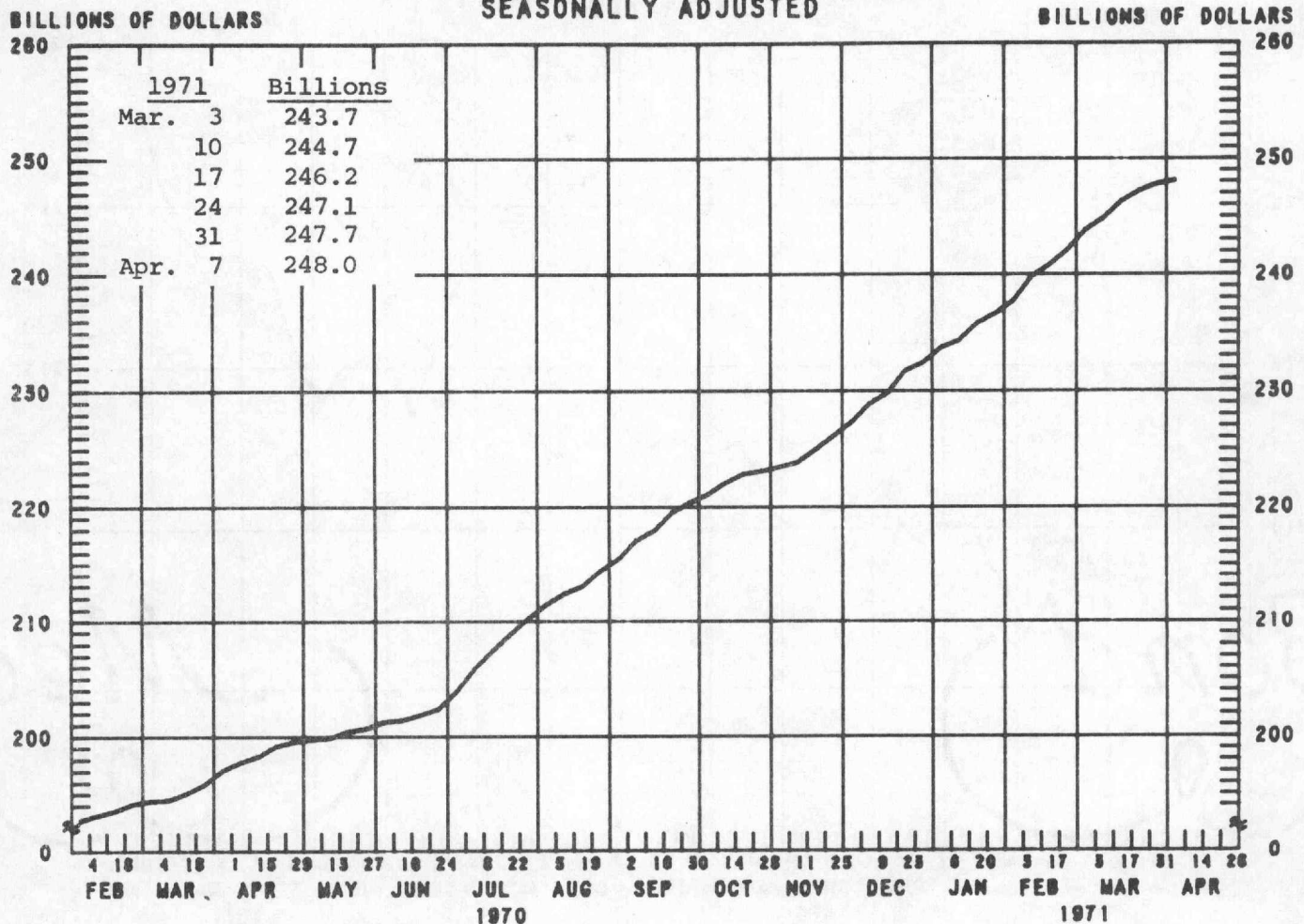
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

Annual rates of change, average of four weeks ending:
 2/25/70 8/5/70 9/9/70 10/7/70 11/4/70 12/9/70 1/6/71 2/10/71

to average
of four
weeks ending:

9/ 9/70	7.4								
10/ 7/70	6.8	7.4							
11/ 4/70	6.0	4.8	1.1						
12/ 9/70	6.0	5.3	3.0	3.1					
1/ 6/71	5.8	4.9	3.1	3.2	5.1				
2/10/71	5.3	4.3	2.7	2.7	3.8	2.2			
3/10/71	6.5	6.4	5.4	5.9	7.5	7.7	9.8		
4/ 7/71	7.0	7.1	6.3	6.9	8.3	8.7	10.4	15.1	

TIME DEPOSITS ALL COMMERCIAL BANKS AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

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

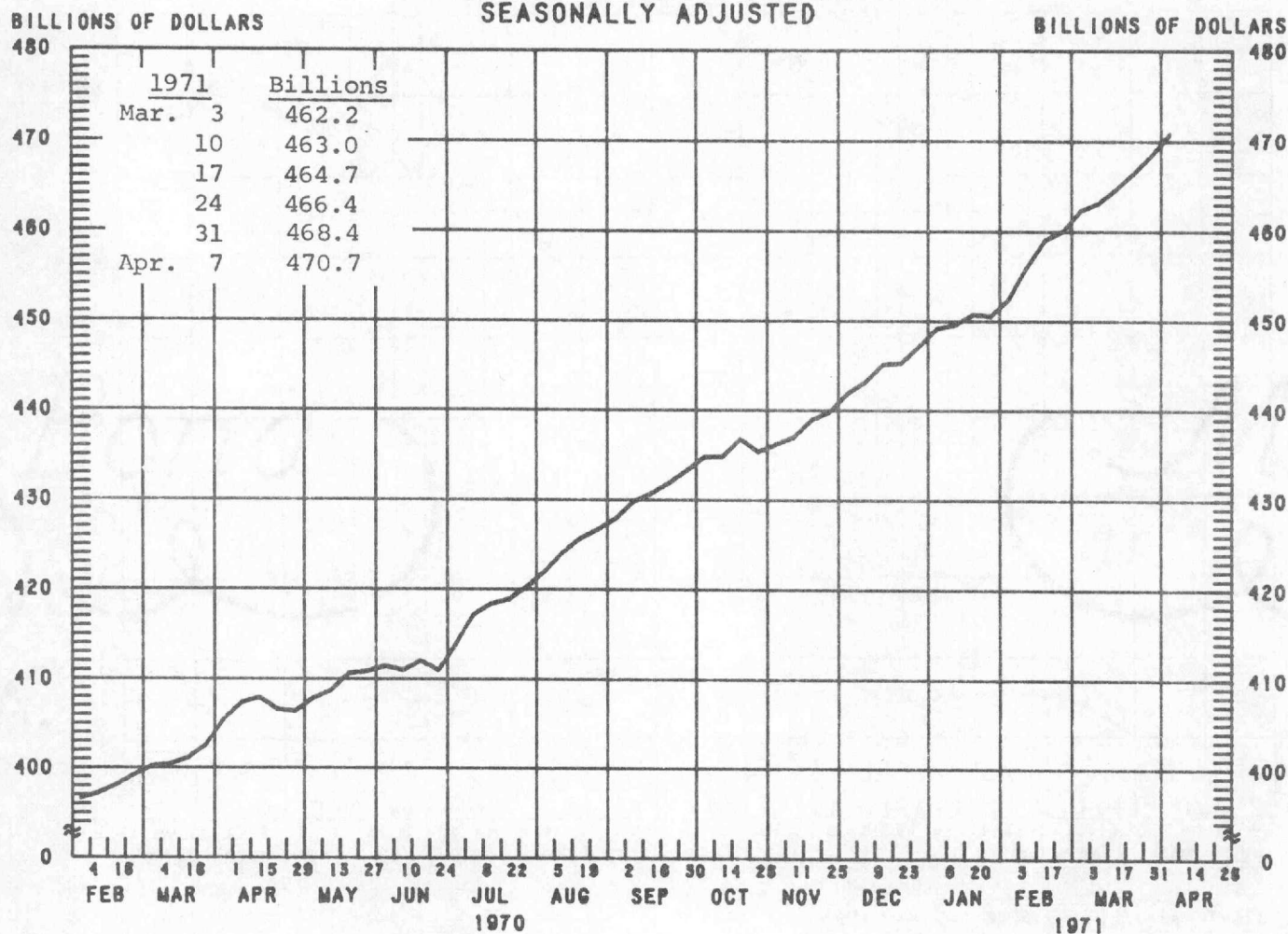
Annual rates of change, average of four weeks ending:
7/8/70 8/5/70 9/9/70 10/7/70 11/4/70 12/9/70 1/6/71 2/10/71

to average
of four
weeks ending:

9/ 9/70	33.9							
10/ 7/70	31.9	28.9						
11/ 4/70	28.6	25.4	22.1					
12/ 9/70	27.5	24.6	22.0	19.4				
1/ 6/71	27.9	25.5	23.6	22.2	24.2			
2/10/71	28.7	26.6	25.1	24.3	26.2	28.3		
3/10/71	29.1	27.2	26.0	25.4	26.9	28.4	28.5	
4/ 7/71	28.8	27.1	25.8	25.2	26.4	27.3	26.7	25.0

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

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

Annual rates of change, average of four weeks ending:
7/8/70 8/5/70 9/9/70 10/7/70 11/4/70 12/9/70 1/6/71 2/10/71

to average
of four
weeks ending:

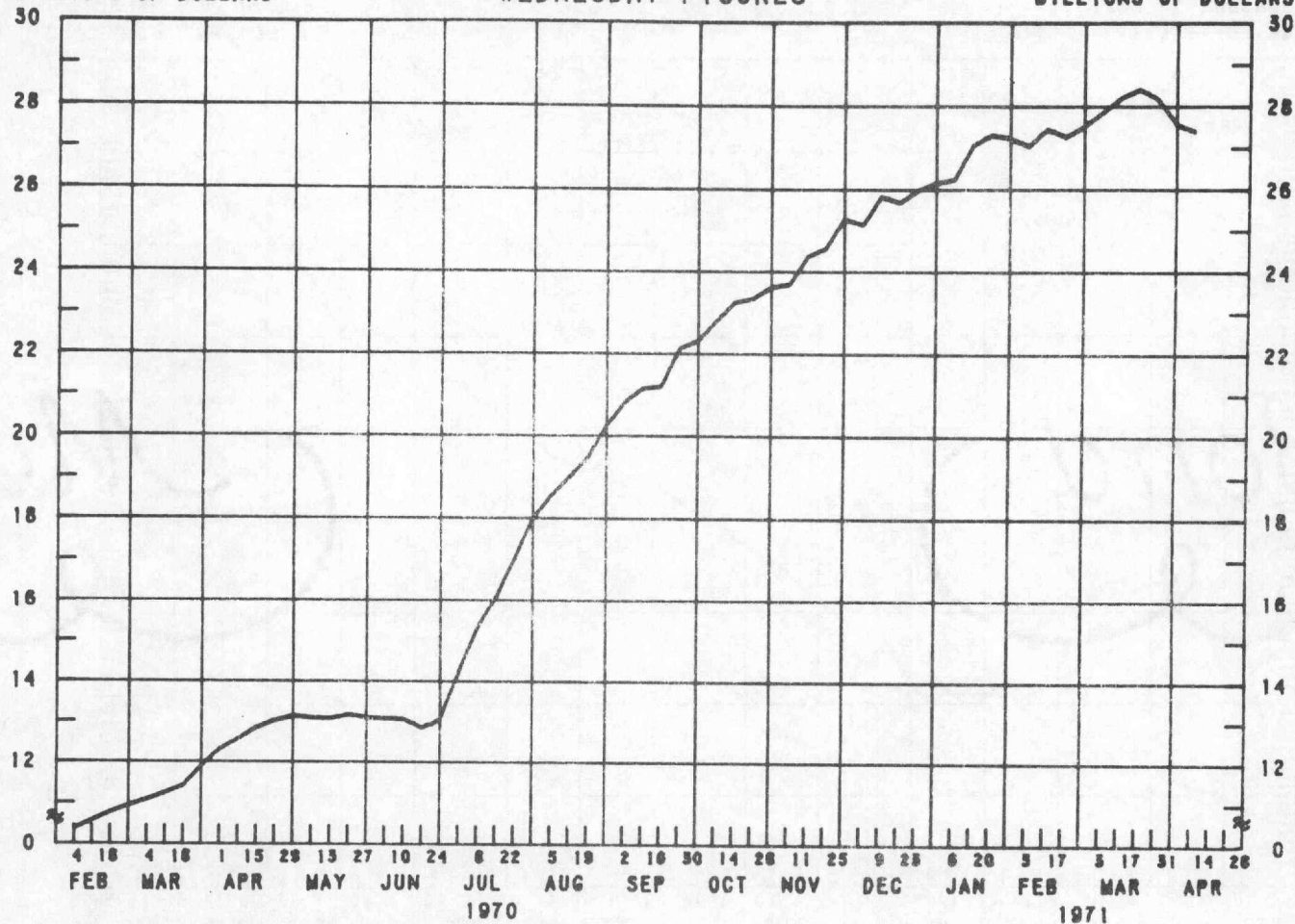
9/ 9/70	20.3							
10/ 7/70	18.6	18.3						
11/ 4/70	16.2	15.2	11.7					
12/ 9/70	15.9	15.0	12.5	11.4				
1/ 6/71	16.0	15.3	13.4	12.9	14.9			
2/10/71	16.1	15.5	14.0	13.7	15.2	15.7		
3/10/71	17.3	16.8	15.7	15.8	17.4	18.3	19.5	
4/ 7/71	17.5	17.1	16.1	16.2	17.6	18.2	18.9	20.3

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

BILLIONS OF DOLLARS

WEDNESDAY FIGURES

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: APRIL 7, 1971

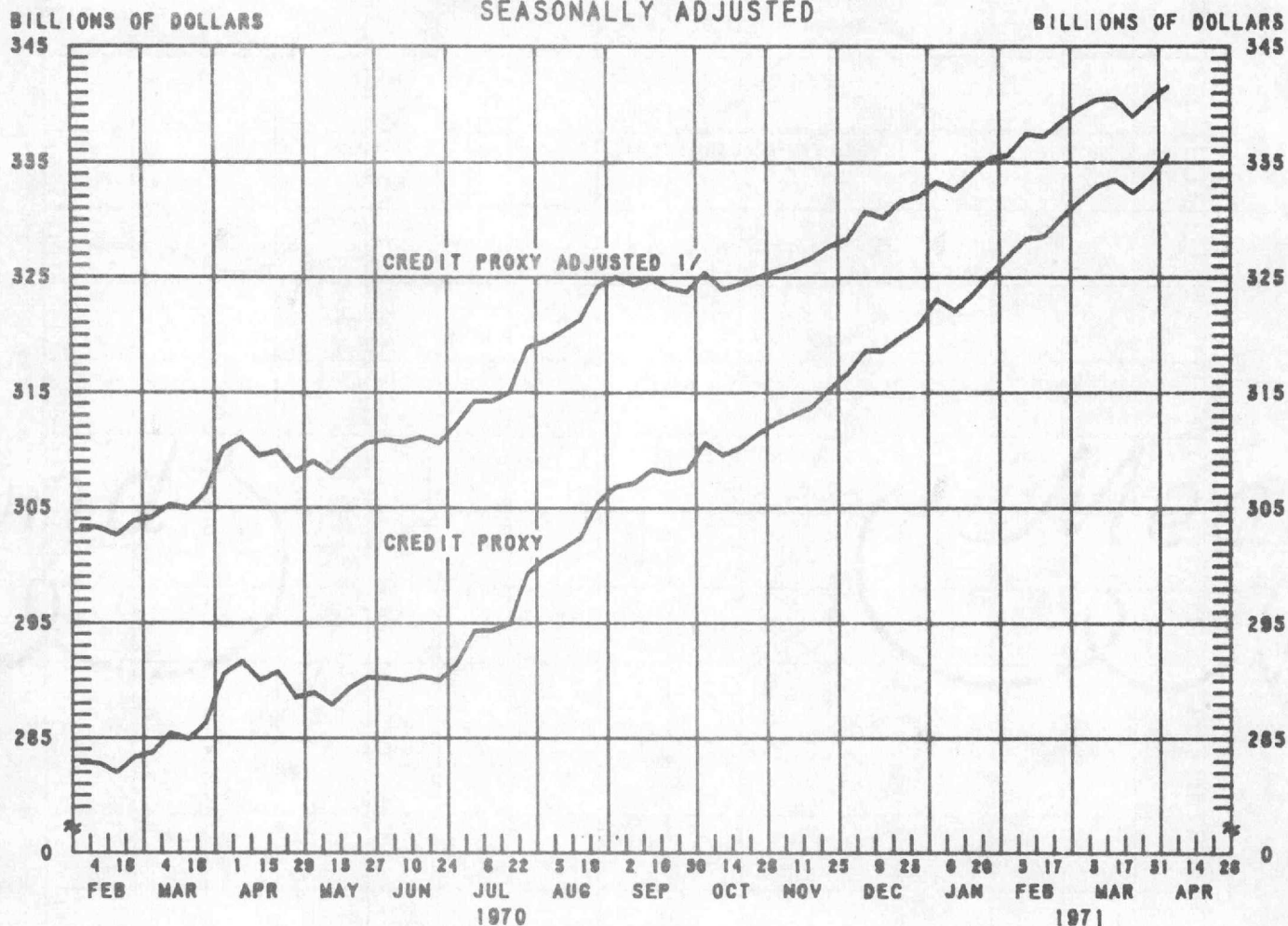
CURRENT AND YEAR AGO DATA APPEAR IN THE BOARD OF GOVERNORS' H.4.2 RELEASE.

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

<u>1971</u>	<u>Millions</u>
Mar. 3	27,824
10	28,179
17	28,391
24	28,128
31	27,523
Apr. 7	27,361

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MEMBER BANK DEPOSITS SUBJECT TO RESERVE REQUIREMENTS (CREDIT PROXY) 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.

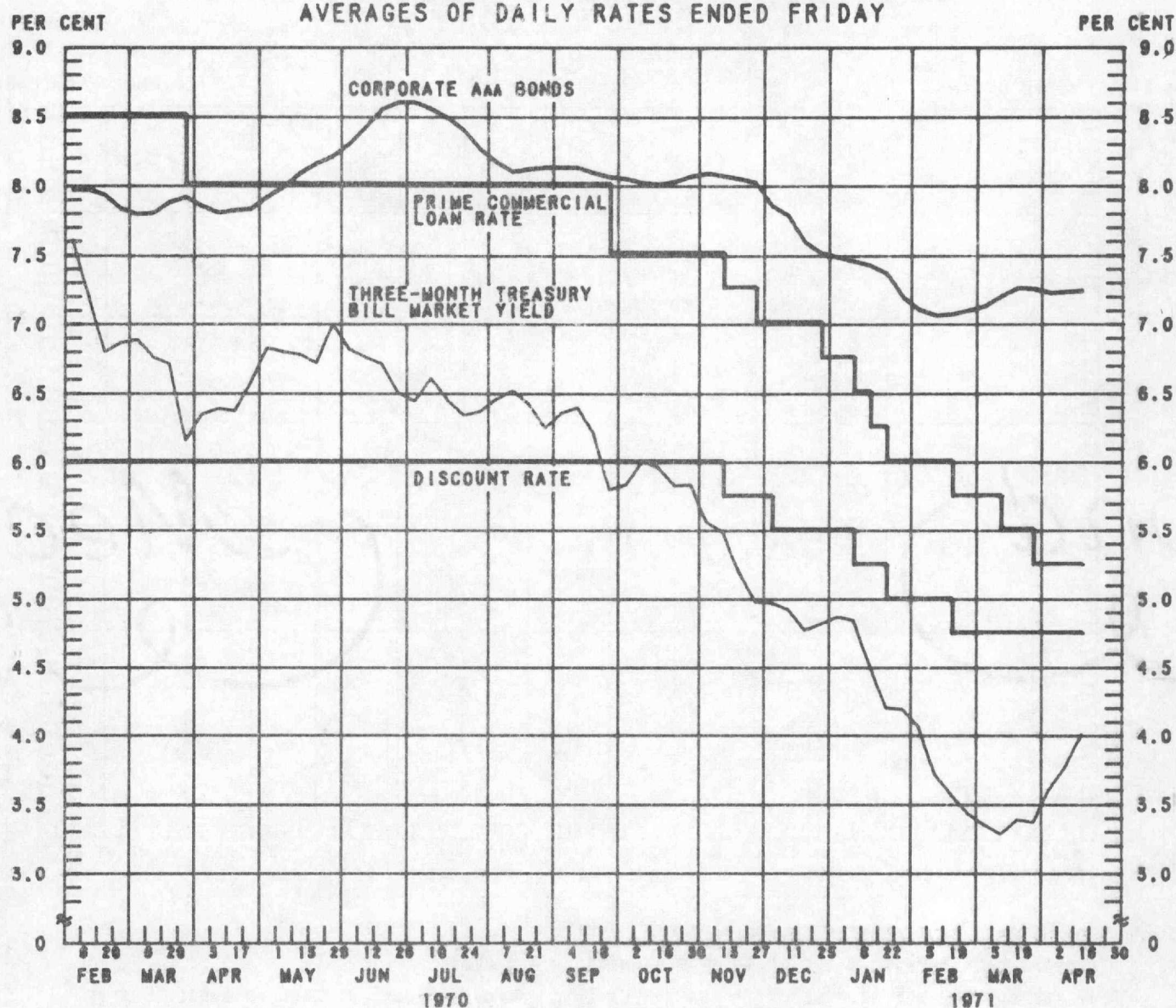
1/ INCLUDES MEMBER BANK DEPOSITS, BANK-RELATED COMMERCIAL PAPER, EURODOLLAR BORROWINGS OF U.S. BANKS, AND CERTAIN OTHER NONDEPOSIT SOURCES.

<u>1971</u>		<u>Billions</u>	
		<u>Credit Proxy</u>	<u>Adjusted</u>
Mar.	3	331.6	339.6
	10	332.9	340.4
	17	333.5	340.5
	24	332.3	338.9
	31	333.7	330.4
Apr.	7	335.6	341.5

Annual rates of change, average of four weeks ending April 7, 1971 from four weeks ending:			
		<u>Credit Proxy</u>	<u>Adjusted</u>
Feb.	10, 1971	14.4	8.4
Jan.	6, 1971	16.5	10.2
Dec.	9, 1970	16.8	10.9
Nov.	4, 1970	17.7	11.5
Oct.	7, 1970	16.2	9.7
Sept.	9, 1970	15.9	8.8
Aug.	5, 1970	18.4	11.1

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: APRIL 16, 1971

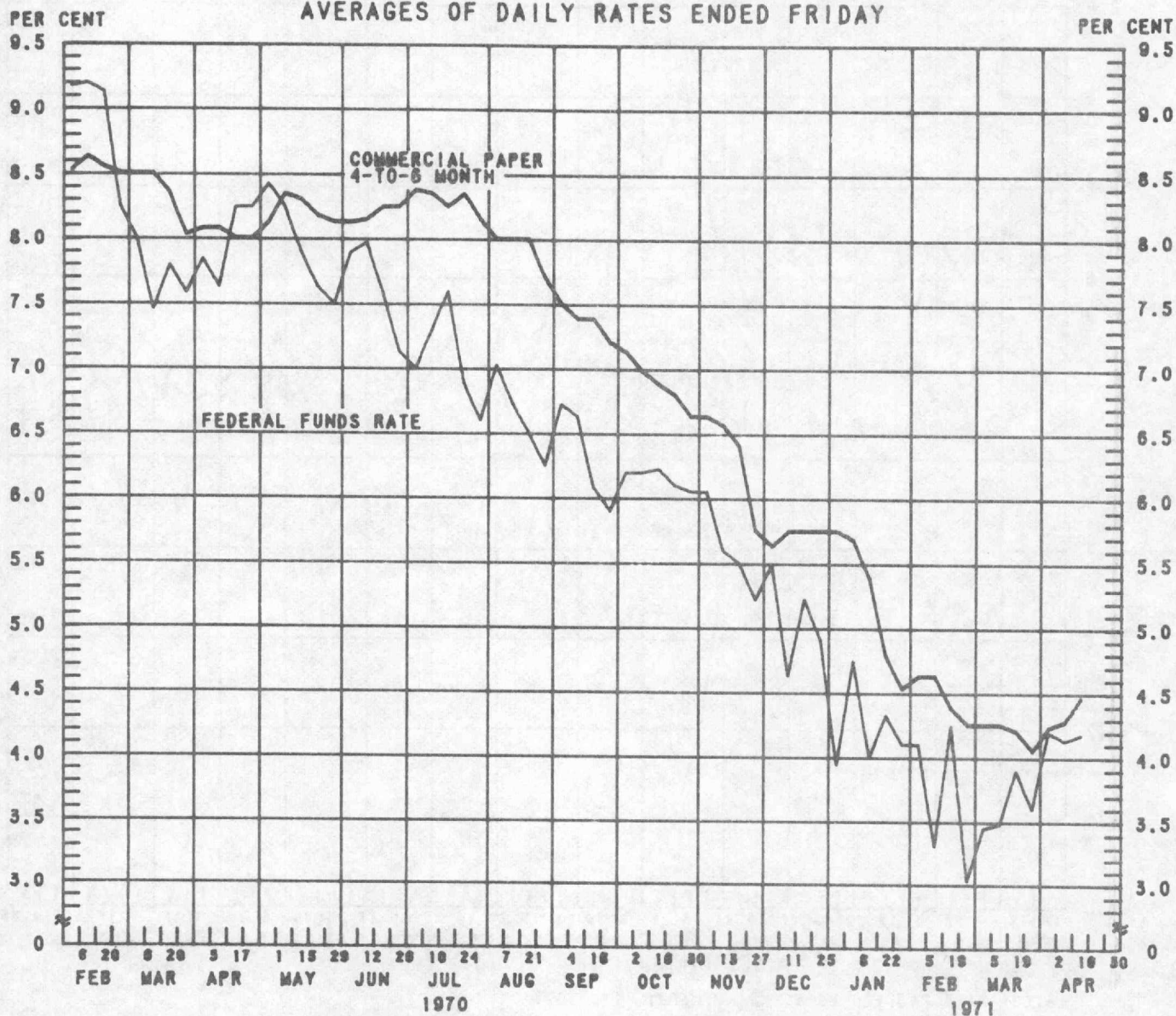
1971	CORPORATE AAA BONDS	3-MONTH TREASURY BILLS	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES
FEB. 5	7.10	4.06	5.49	5.80
12	7.06	3.71	5.33	5.78
19	7.07	3.58	5.24	5.83
26	7.10	3.43	5.13	5.92
MAR. 5	7.13	3.35	5.07	5.94
12	7.20	3.28	4.75	5.77
19	7.26	3.39	4.55	5.65
26	7.25	3.37	4.56	5.54
APR. 2	7.22	3.61	4.85	5.64
9	7.23	3.78	5.08	5.66
16*	7.24	4.01	5.35	5.71
23				
30				

* AVERAGES OF RATES AVAILABLE.

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SELECTED SHORT-TERM INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



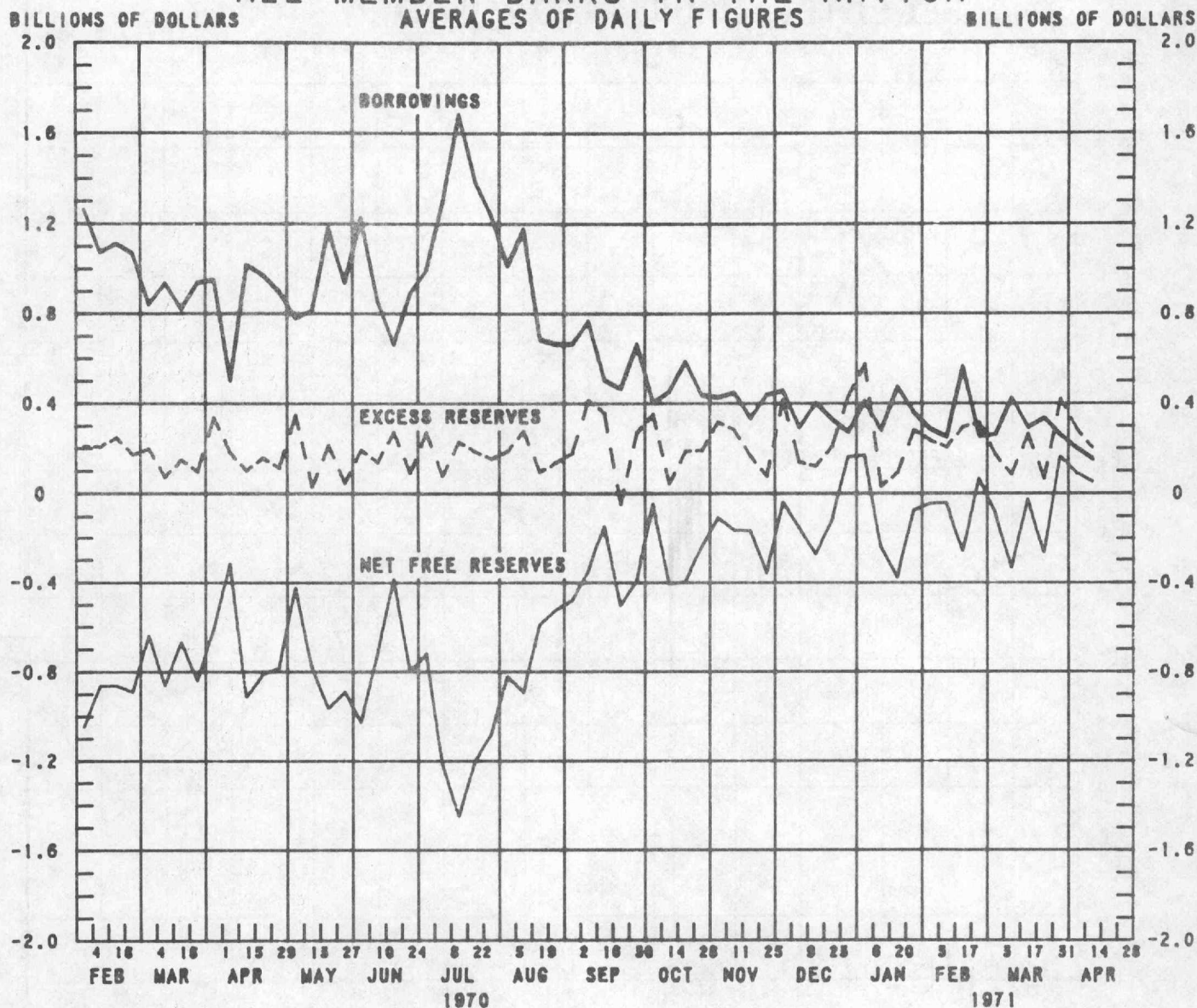
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING, APRIL 16, 1971

1971	PRIME COMMERCIAL PAPER 4-6 MONTH	FEDERAL FUNDS	PRIME BANKERS' ACCEPTANCES	90 DAY CD'S 30
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	4.28	4.13	4.13	3.94
16*	4.48	4.18	4.38	4.13
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.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS AND EXCESS RESERVES ALL MEMBER BANKS IN THE NATION



1971	MILLIONS		
	EXCESS RESERVES	BORROWINGS	FREE RESERVES
FEB. 3	237	283	- 46
10	205	247	- 42
17	297	361	- 264
24	317	250	67
MAR. 3	170	258	- 88
10	62	421	- 339
17	265	290	- 25
24	63	333	- 270
31	420	267	163
APR. 7	287	198	89
14	291	150	51
21			
28			

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