



U.S. FINANCIAL DATA

Week ending: October 13, 1971

LIBRARY

JUN 05 1979

Monetary aggregates have shown diverse rates of growth in recent months. The money stock, defined as private demand deposits plus currency in the hands of the public, has slowed to a 1 per cent annual rate of increase in the past three months (page 5). For comparison, money grew at a rapid 11 per cent rate in the previous six months, and increased 5.4 per cent in 1970. Money stock plus net time deposits has risen at a 3.3 per cent rate in the past three months, compared with a 16 per cent rate in the previous six months and an 8 per cent increase in 1970 (page 7).

In contrast to the sharp deceleration of monetary growth, Federal Reserve credit, monetary base, and total reserves have risen at rapid rates of about 13, 6, 11 per cent, respectively, in the past three months (pages 2 and 3). Growth of the monetary base, which over several months largely determines the growth trend of money, has decelerated somewhat from the 10 per cent rate in the first half of 1971. Part of this deceleration, however, may reflect temporary factors. Treasury deposits at Federal Reserve banks have increased in recent months, which, in effect, absorbed reserves supplied by the System, making them unavailable to the private banking system.

The sharp deceleration of the money stock in the past three months, compared to the rapid growth of the base, has been exaggerated by certain factors. One factor has been a sharp rise in U. S. Government deposits at commercial banks. These deposits have declined somewhat in recent weeks, but continue at a high level. Also, there are indications that the seasonal pattern of money has changed in recent years, causing an apparent slowing of money in the latter part of the year. Rates of change of the seasonally adjusted money stock have been less in the last five months than the first seven months in each of the past six years.

Market interest rates have drifted lower in recent weeks, though most of the decline in rates occurred immediately following the announcement of the new economic program (pages 10 and 11). Yields on three-month Treasury bills averaged 4.45 per cent in the first part of this week, down 83 basis points from early August. Seasoned highest-grade corporate bonds yielded 7.44 per cent in the three days ending October 13, down 25 basis points from early August.

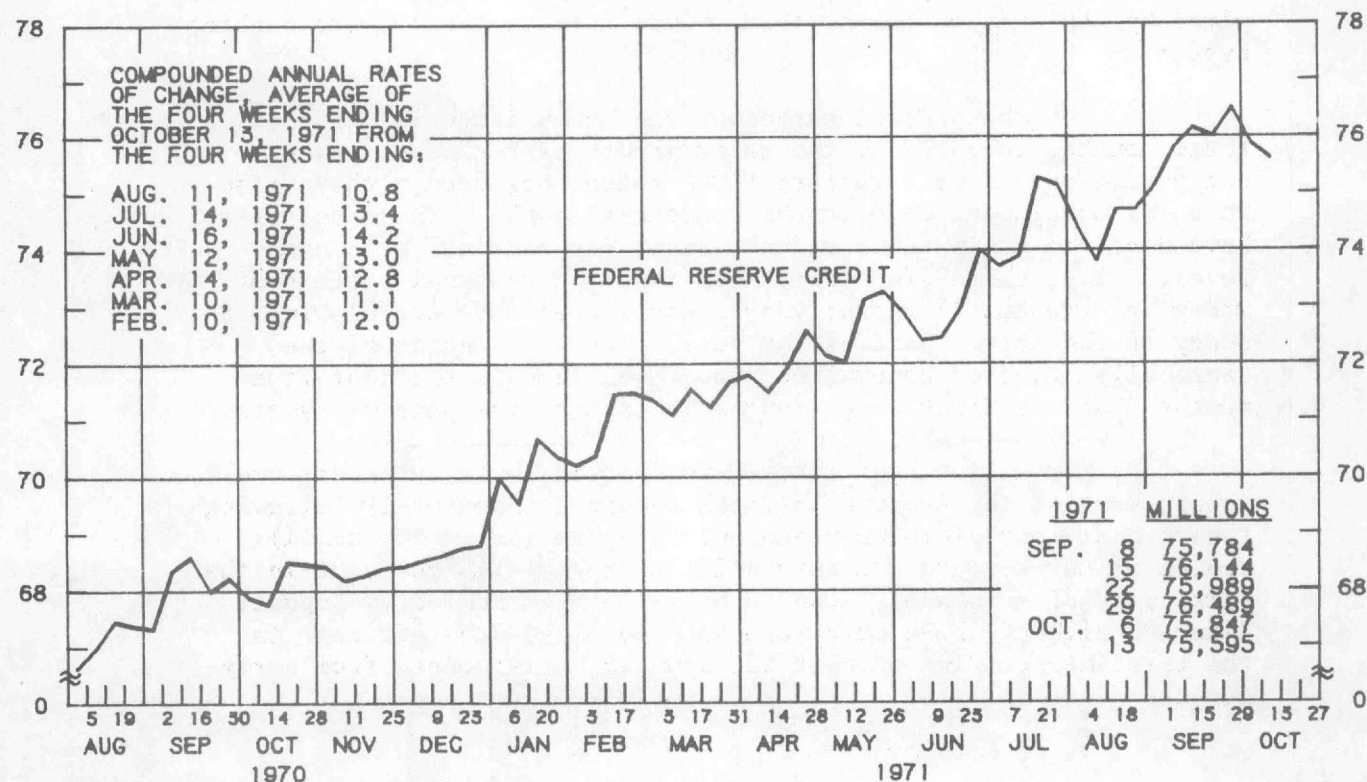
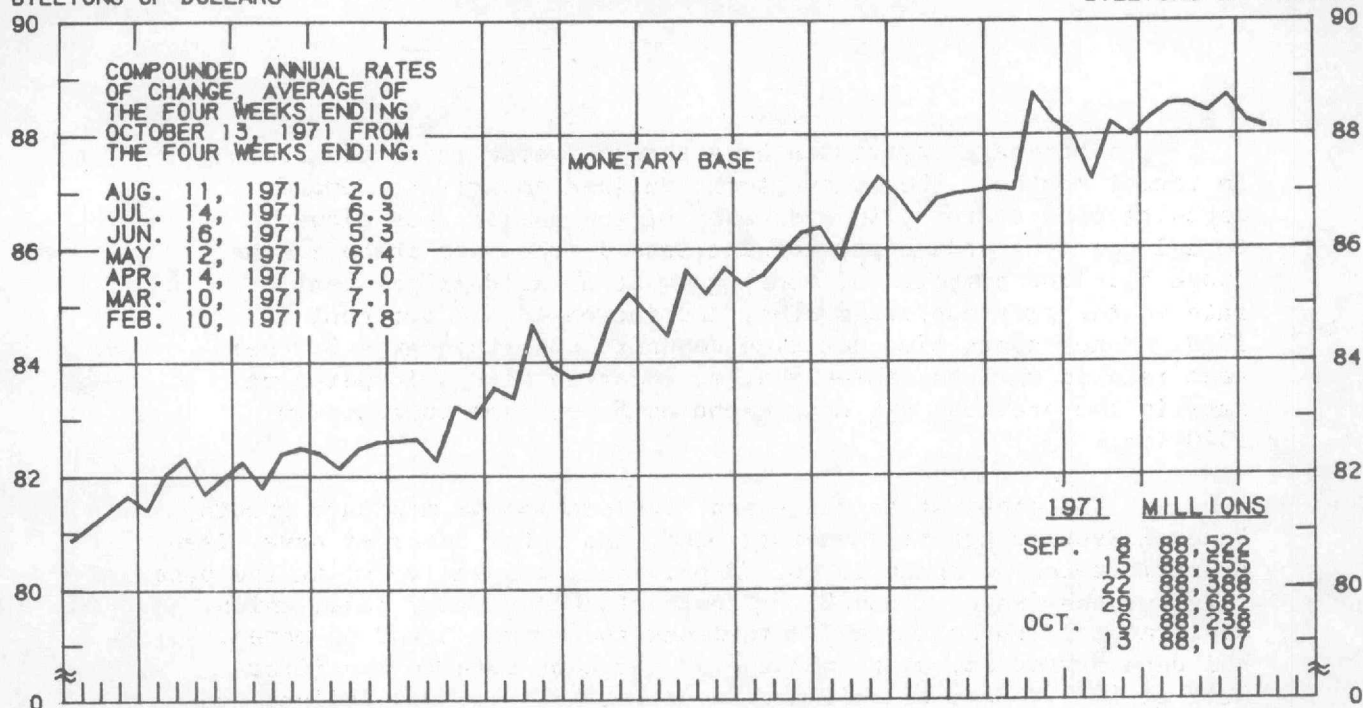
Prepared by Federal Reserve Bank of St. Louis

Released: October 15, 1971

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

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



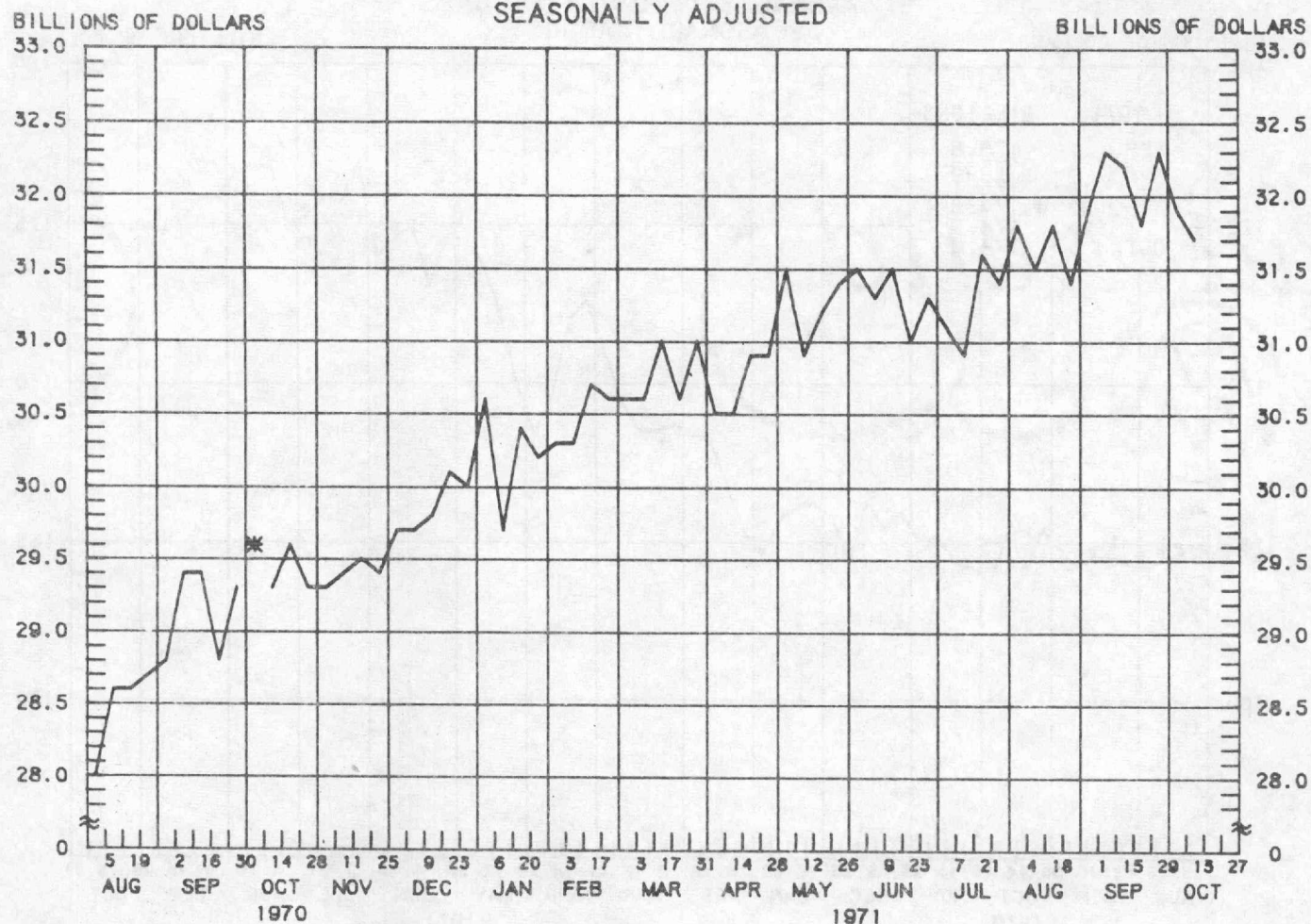
LATEST DATA PLOTTED WEEK ENDING: OCTOBER 13, 1971

- 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: OCTOBER 13, 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.

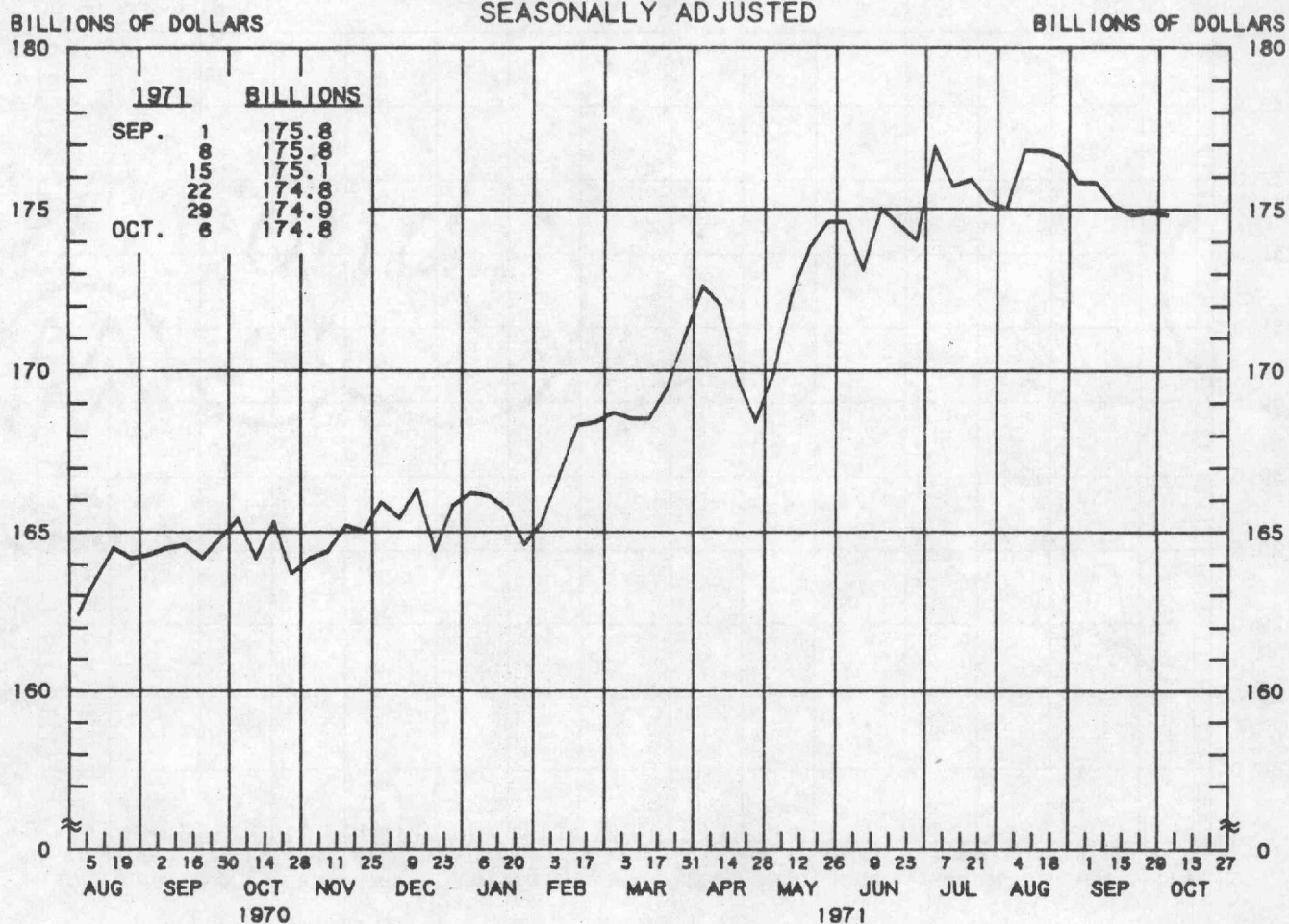
1971	BILLIONS
SEP. 8	32.3
15	32.2
22	31.8
29	32.3
OCT. 6	31.9
13	31.7

COMPOUNDED ANNUAL RATES
OF CHANGE, AVERAGE OF
THE FOUR WEEKS ENDING
OCTOBER 13, 1971 FROM
THE FOUR WEEKS ENDING:

AUG. 11, 1971	5.6
JUL. 14, 1971	10.7
JUN. 16, 1971	5.0
MAY 12, 1971	6.2
APR. 14, 1971	8.0
MAR. 10, 1971	7.2
FEB. 10, 1971	7.9

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 6, 1971

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

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

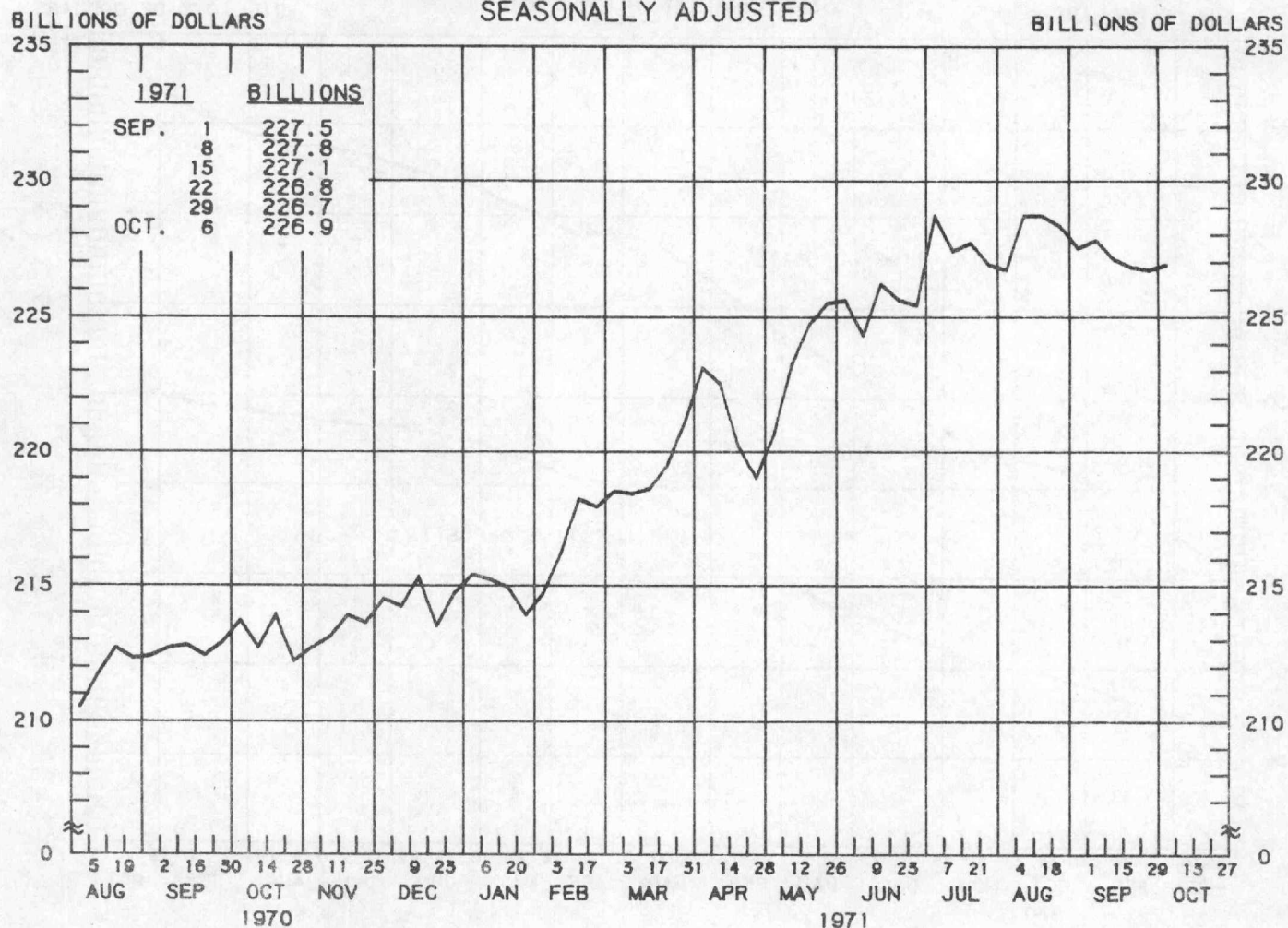
TO THE AVERAGE
OF FOUR WEEKS
ENDING:

	10/7/70	2/3/71	3/3/71	4/7/71	5/5/71	6/9/71	7/7/71	8/4/71
3/ 3/71	5.0							
4/ 7/71	6.9	18.8						
5/ 5/71	5.5	11.6	6.7					
6/ 9/71	8.4	15.8	13.7	12.8				
7/ 7/71	8.4	14.4	12.5	11.5	18.6			
8/ 4/71	7.9	12.6	10.7	9.4	13.6	5.7		
9/ 8/71	7.6	11.3	9.6	8.4	11.1	5.4	4.0	
10/ 6/71	6.1	8.7	6.9	5.4	6.9	1.6	-0.5	-2.0

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



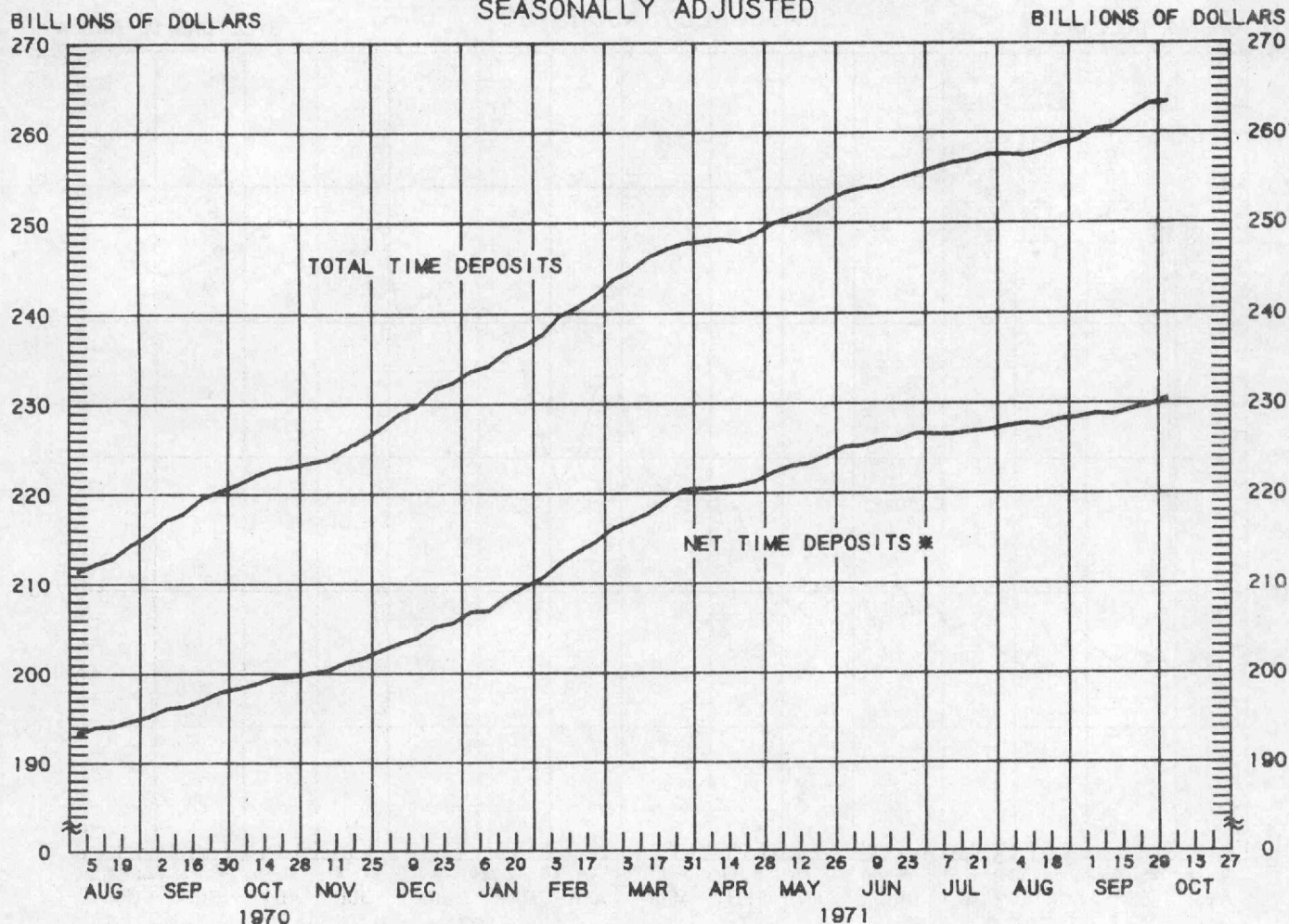
LATEST DATA PLOTTED WEEK ENDING: OCTOBER 6, 1971

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

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

	10/7/70	2/3/71	3/3/71	4/7/71	5/5/71	6/9/71	7/7/71	8/4/71
TO THE AVERAGE OF FOUR WEEKS ENDING:								
3/ 3/71	5.6							
4/ 7/71	7.3	17.0						
5/ 5/71	6.3	11.5	7.9					
6/ 9/71	8.5	14.5	13.0	12.1				
7/ 7/71	8.5	13.5	12.1	11.1	16.5			
8/ 4/71	8.1	12.0	10.6	9.4	12.5	6.5		
9/ 8/71	7.7	10.7	9.4	8.2	10.1	5.6	4.2	
10/ 6/71	6.5	8.6	7.2	5.8	6.9	2.6	0.7	-0.8

TIME DEPOSITS ALL COMMERCIAL BANKS AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 6, 1971

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

* NET TIME DEPOSITS ARE DEFINED AS: SAVINGS DEPOSITS, TIME DEPOSITS OPEN ACCOUNT PLUS TIME CERTIFICATES OF DEPOSIT OTHER THAN NEGOTIABLE TIME CERTIFICATES OF DEPOSIT ISSUED IN DENOMINATIONS OF \$100,000 OR MORE BY LARGE WEEKLY REPORTING COMMERCIAL BANKS.

NET TIME DEPOSITS

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

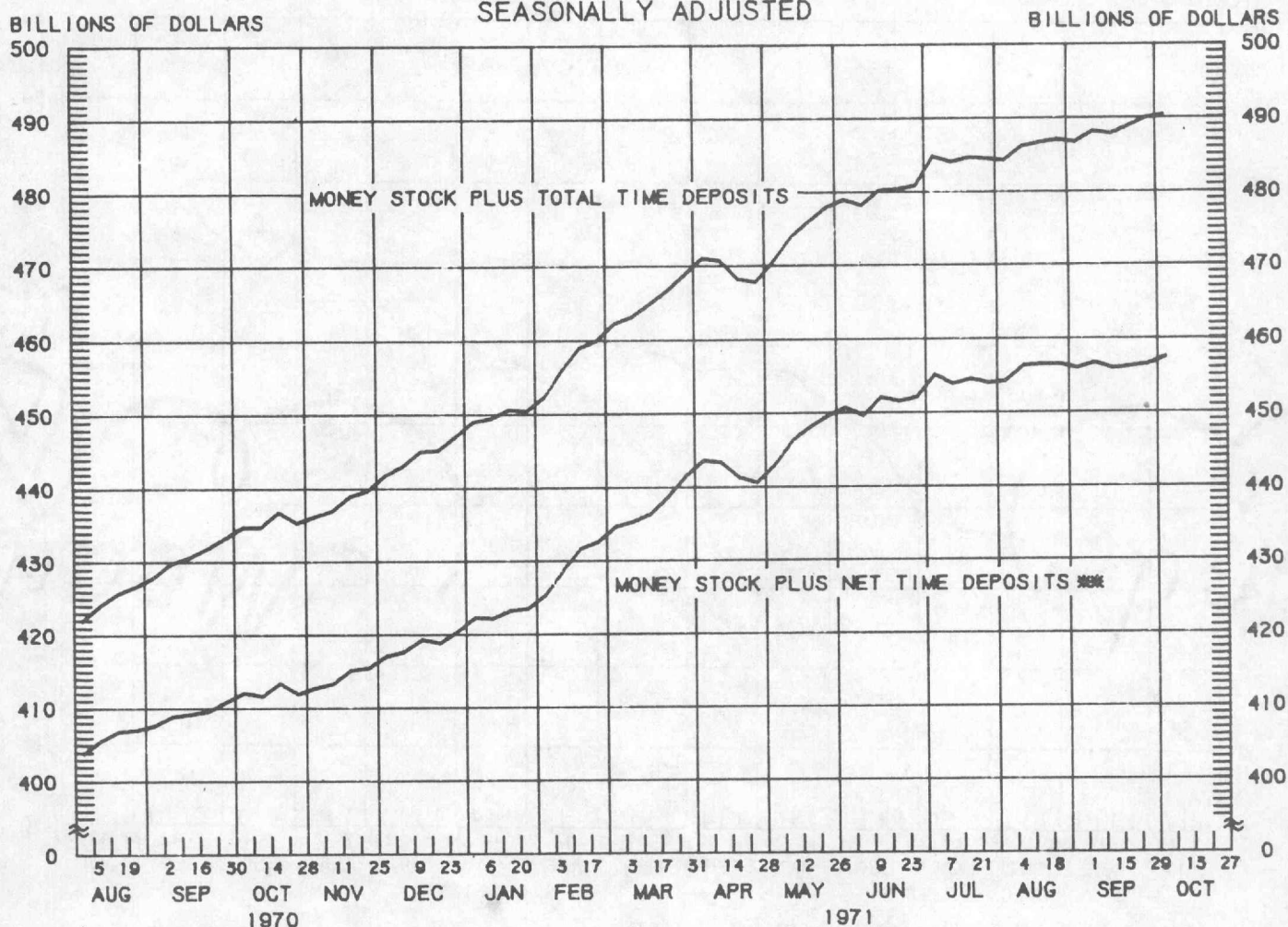
10/7/70 2/3/71 3/3/71 4/7/71 5/5/71 6/9/71 7/7/71 8/4/71

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

3/ 3/71	22.3						
4/ 7/71	23.6	33.5					
5/ 5/71	21.9	26.2	21.1				
6/ 9/71	21.0	23.1	19.1	13.6			
7/ 7/71	19.9	20.8	17.2	12.8	13.5		
8/ 4/71	18.3	18.1	14.7	10.7	10.5	7.5	
9/ 8/71	17.1	16.2	13.2	9.7	9.4	7.1	5.5
10/ 6/71	16.3	15.2	12.4	9.4	9.1	7.3	6.1 7.1

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 6, 1971

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

** M₂ IS DEFINED AS: CURRENCY, DEMAND DEPOSITS PLUS NET TIME DEPOSITS (SEE PAGE 6).

MONEY STOCK PLUS NET TIME DEPOSITS (M₂)

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

10/7/70 2/3/71 3/3/71 4/7/71 5/5/71 6/9/71 7/7/71 8/4/71

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

3/ 3/71	13.5							
4/ 7/71	14.9	24.7						
5/ 5/71	13.7	18.7	14.3					
6/ 9/71	14.4	18.7	15.9	13.0				
7/ 7/71	14.0	17.1	14.6	12.1	14.8			
8/ 4/71	13.0	15.0	12.6	10.1	11.4	7.0		
9/ 8/71	12.2	13.3	11.2	9.0	9.6	6.3	4.7	
10/ 6/71	11.2	11.8	9.7	7.6	7.9	4.8	3.3	3.0

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 6, 1971

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

NEGOTIABLE TIME CERTIFICATES OF DEPOSIT ISSUED IN DENOMINATIONS OF \$100,000 OR MORE BY LARGE WEEKLY REPORTING COMMERCIAL BANKS.

MONEY AND TIME DEPOSIT DATA			
1971	BILLIONS		
	CERTIFICATES OF DEPOSIT	NET TIME DEPOSITS *	M 2 ***
AUG. 4	30.1	227.4	454.2
11	29.7	227.7	456.3
18	30.3	227.6	456.4
25	30.5	228.2	456.4
SEP. 1	30.8	228.4	455.9
8	31.5	228.8	456.6
15	31.9	228.7	455.8
22	32.7	229.3	456.1
29	33.5	229.7	456.4
OCT. 6	32.8	230.5	457.4
13			
20			
27			

* SEE FOOTNOTE PAGE 6.
*** SEE FOOTNOTE PAGE 7.

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: OCTOBER 6, 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.

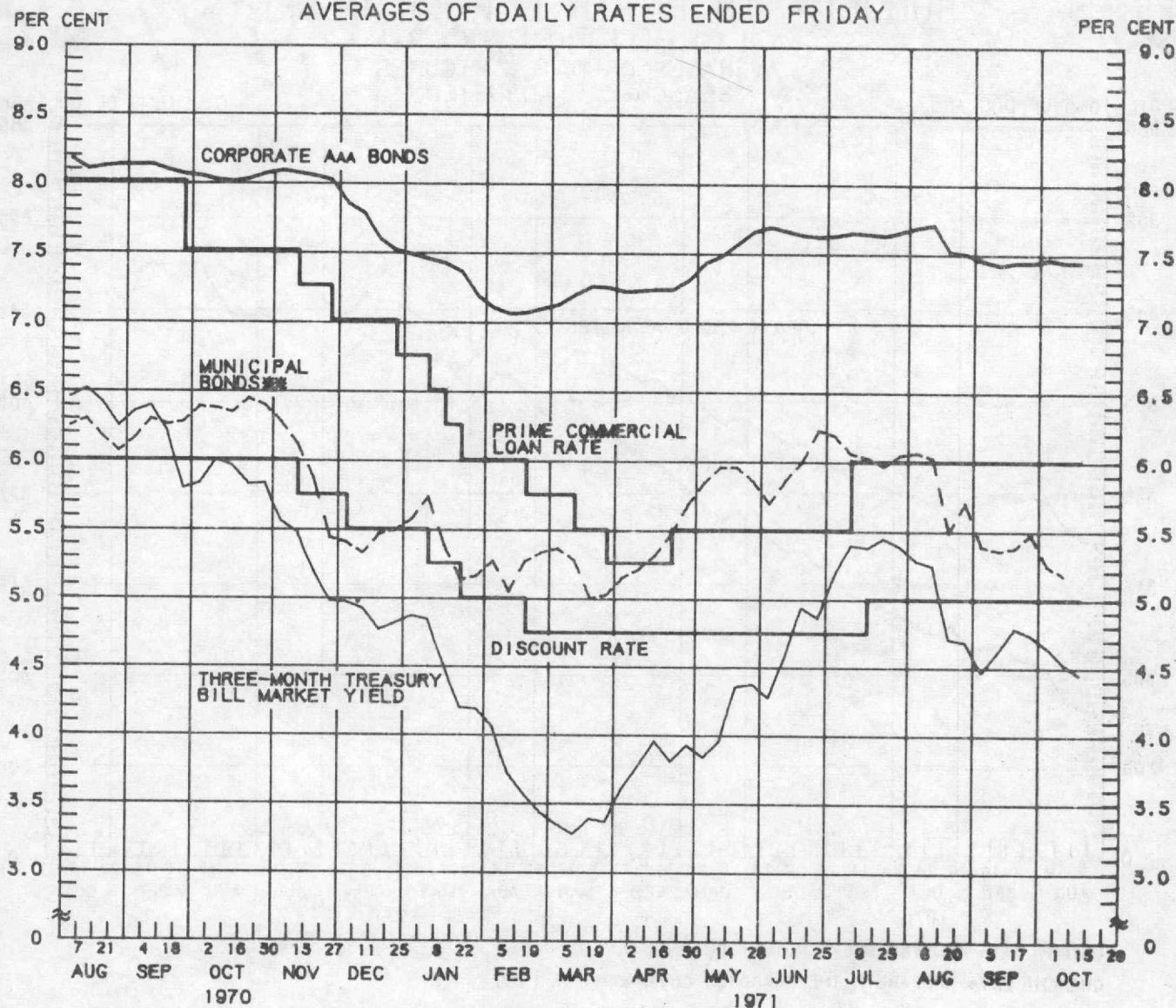
1971		BILLIONS	
		CREDIT PROXY	CREDIT PROXY ADJUSTED
SEP.	1	349.9	353.8
	8	350.0	353.8
	15	350.2	353.9
	22	348.8	352.9
	29	348.4	353.0
OCT.	6	348.9	353.2

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF THE FOUR WEEKS ENDING OCTOBER 6, 1971 FROM THE FOUR WEEKS ENDING:			
		CREDIT PROXY	CREDIT PROXY ADJUSTED
AUG.	4, 1971	9.2	8.9
JUL.	7, 1971	9.3	8.8
JUN.	9, 1971	7.5	7.5
MAY	5, 1971	8.7	8.1
APR.	7, 1971	9.4	7.7
MAR.	3, 1971	10.1	7.6
FEB.	3, 1971	11.5	8.5

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: OCTOBER 15, 1971

1971	CORPORATE AAA BONDS	3-MONTH TREASURY BILLS	5-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES	MUNICIPAL BONDS
AUG. 6	7.69	5.28	6.85	5.93	6.07
13	7.71	5.24	6.81	5.90	6.03
20	7.51	4.71	6.05	5.64	5.49
27	7.50	4.69	6.06	5.70	5.71
SEP. 3	7.45	4.47	5.89	5.58	5.39
10	7.42	4.62	5.94	5.51	5.36
17	7.44	4.79	6.00	5.59	5.38
24	7.44	4.74	6.01	5.59	5.48
OCT. 1	7.46	4.65	5.91	5.52	5.24
8	7.44	4.53	5.84	5.47	5.17
15 *	7.44	4.45	5.69	5.43	N.A.
22					
29					

* AVERAGES OF RATES AVAILABLE.

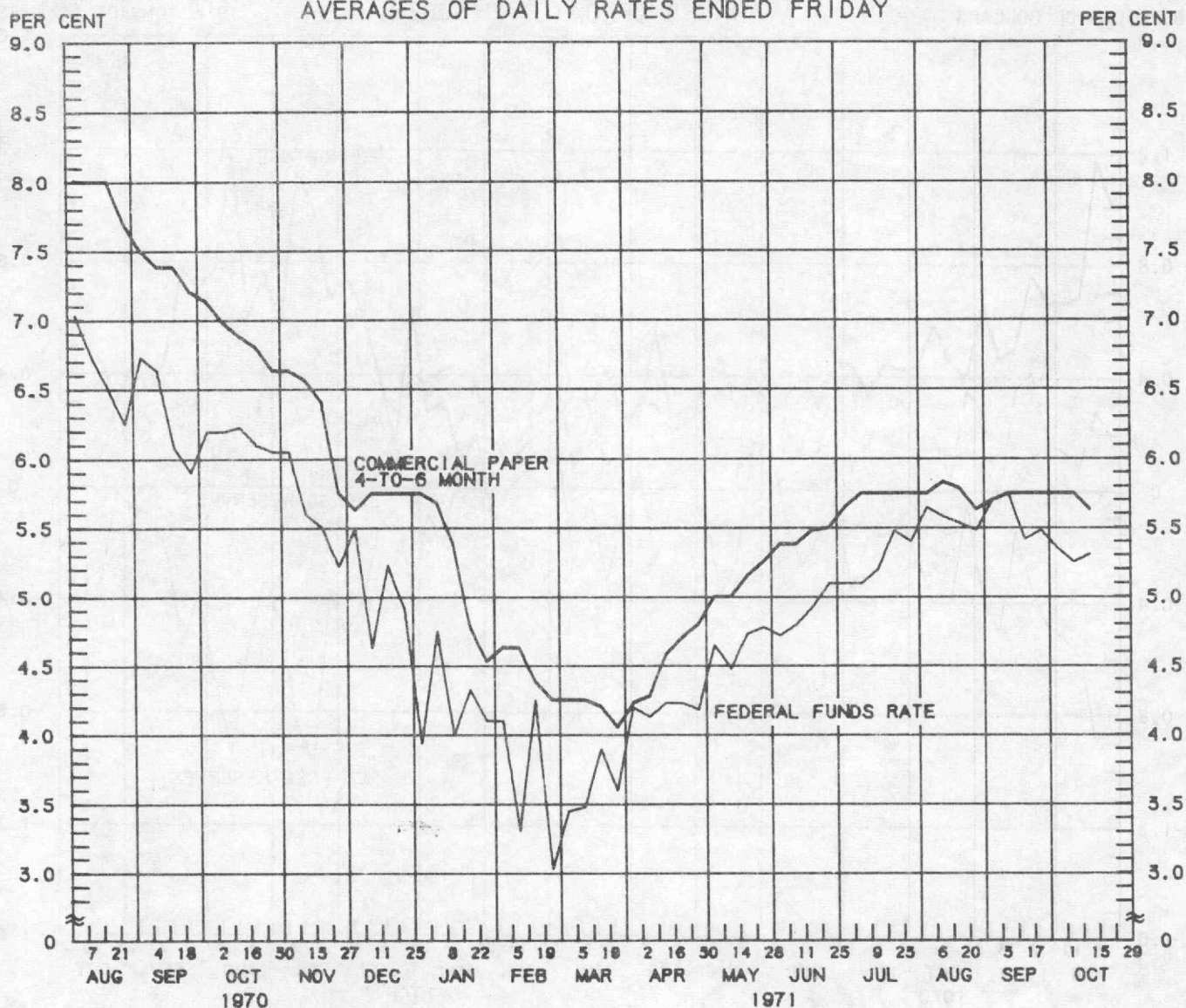
*** BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA.

N.A. - NOT AVAILABLE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED SHORT-TERM INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: OCTOBER 15, 1971

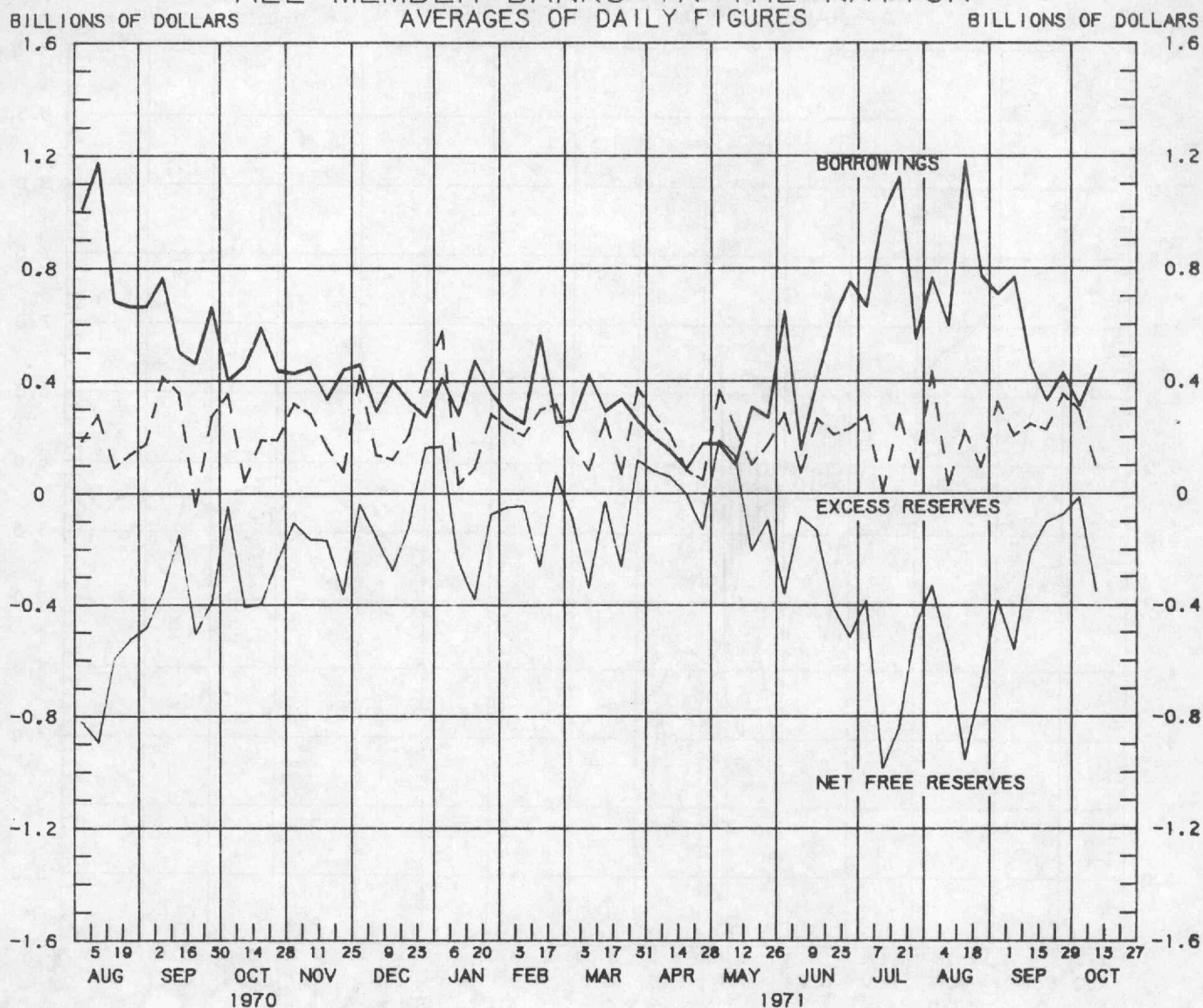
1971	PRIME COMMERCIAL PAPER 4-6 MONTH	FEDERAL FUNDS	PRIME BANKERS' ACCEPTANCES	90 DAY CD'S ***
AUG. 6	5.75	5.65	5.63	5.80
13	5.83	5.58	5.63	5.82
20	5.78	5.53	5.55	5.88
27	5.63	5.48	5.53	5.75
SEP. 3	5.70	5.70	5.50	5.56
10	5.75	5.75	5.50	5.55
17	5.75	5.42	5.50	5.60
24	5.75	5.48	5.50	5.66
OCT. 1	5.75	5.35	5.40	5.62
8	5.75	5.25	5.23	5.53
15 *	5.63	5.31	5.07	5.44
22				
29				

* 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



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 13, 1971

1971	MILLIONS		
	EXCESS RESERVES	BORROWINGS	FREE RESERVES
AUG. 4	434	764	- 330
11	27	593	- 566
18	224	1179	- 955
25	91	771	- 680
SEP. 1	324	706	- 382
8	205	765	- 560
15	247	457	- 210
22	227	328	- 101
29	353	426	- 73
OCT. 6	297	310	- 13
13	101	450	- 349
20			
27			

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS