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U.S. FINANCIAL DATA

Week ending: August 15, 1973

The money stock, defined as private demand deposits and currency in the hands of the public, averaged \$264 billion in the four weeks ending August 8, up at a 6.9 percent annual rate in the past six months. Money has increased 6.5 percent in the past year, slightly above the 6.3 percent average rate from 1967 to 1972. The demand deposit component of money has increased at a 6.4 percent rate in the past six months and has risen 5.8 percent in the past twelve months -- comparable to the 6.1 percent average rate from 1967 to 1972.

Reflecting the recent sharp increase in short-term market interest rates, the prime bank loan rate has been increased a number of times in recent months. The latest increase of 1/4 of 1 percentage point, effective early this week, brought the prime rate to 9-1/4 percent. For comparison, this rate peaked at 8-1/2 percent during 1969-70. Also early this week, the discount rate, the rate charged by the Federal Reserve on loans to member banks, was increased to 7-1/2 percent, the highest level since the establishment of the Federal Reserve System. Even with this latest increase, the discount rate remains about 3 percentage points below the recent average Federal funds rate and about 1-1/2 percentage points below the recent three-month Treasury bill rate.

Total bank loans and investments at all commercial banks (total bank credit) has risen at a 14 percent annual rate in the six months ending July -- a rapid increase when compared with the 9 percent average rate from 1962 to 1972. However, growth of bank credit has decelerated somewhat recently, increasing at a 10.7 percent rate in the past three months and at a 7.1 percent rate in the latest month. Bank loans, which have increased at a 21 percent rate in the past six months, rose at a 14.6 percent rate in the latest three months and at about an 11 percent rate in the latest month. Total bank investments have declined at about a 1 percent rate in the past six months.

Several yield curves for U.S. Government securities are shown on page 9. The yield curve for August 13, 1973, is a sharply downward sloping curve. A downward sloping yield curve is often found in the mature stage of a business expansion. For comparison, the June 11 yield curve sloped much less and the yield curve for August a year ago was upward sloping for shorter-term maturities.

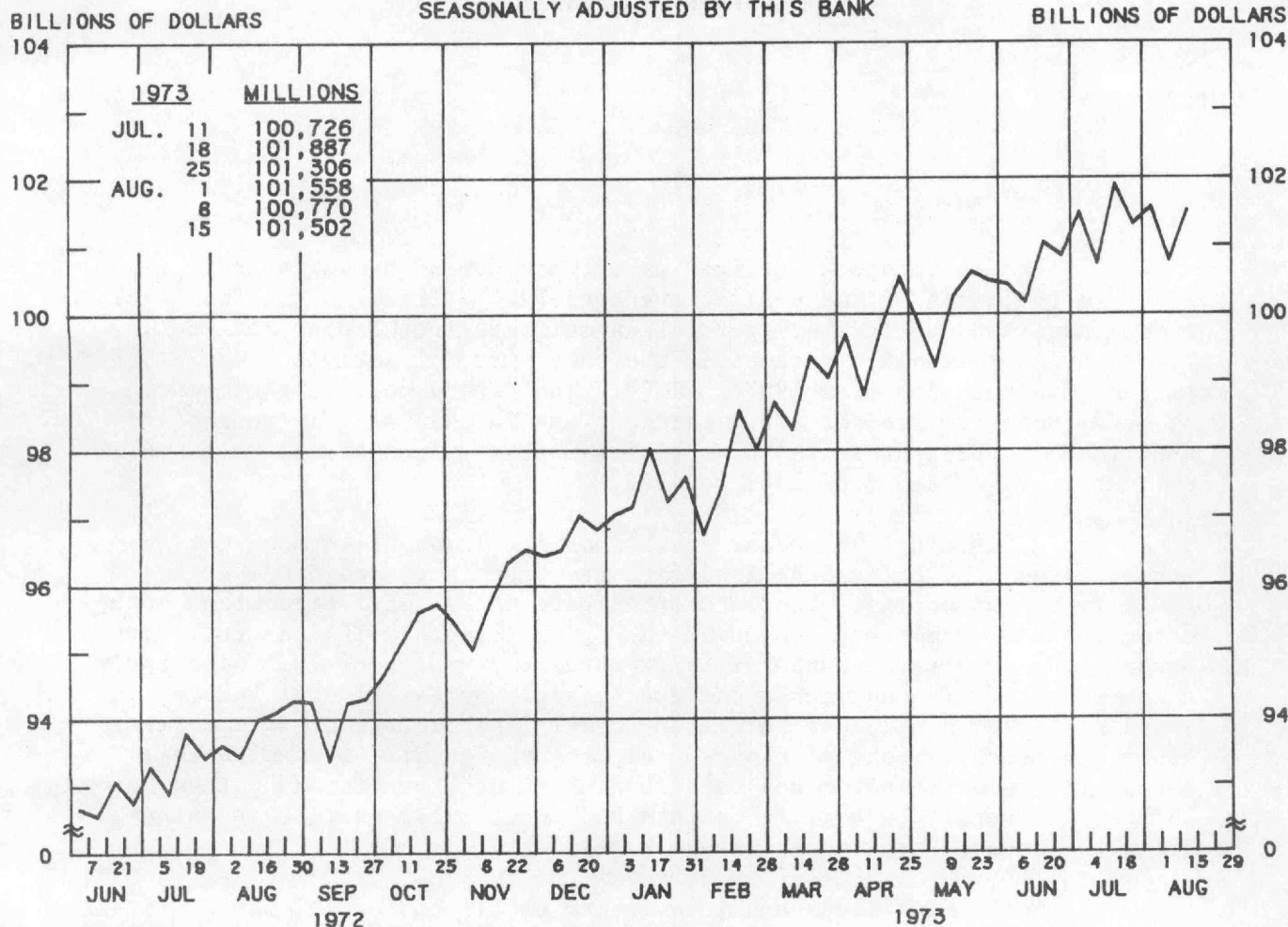
Prepared by Federal Reserve Bank of St. Louis

Released: August 17, 1973

MONETARY BASE

AVERAGES OF DAILY FIGURES

SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: AUGUST 15, 1973

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.

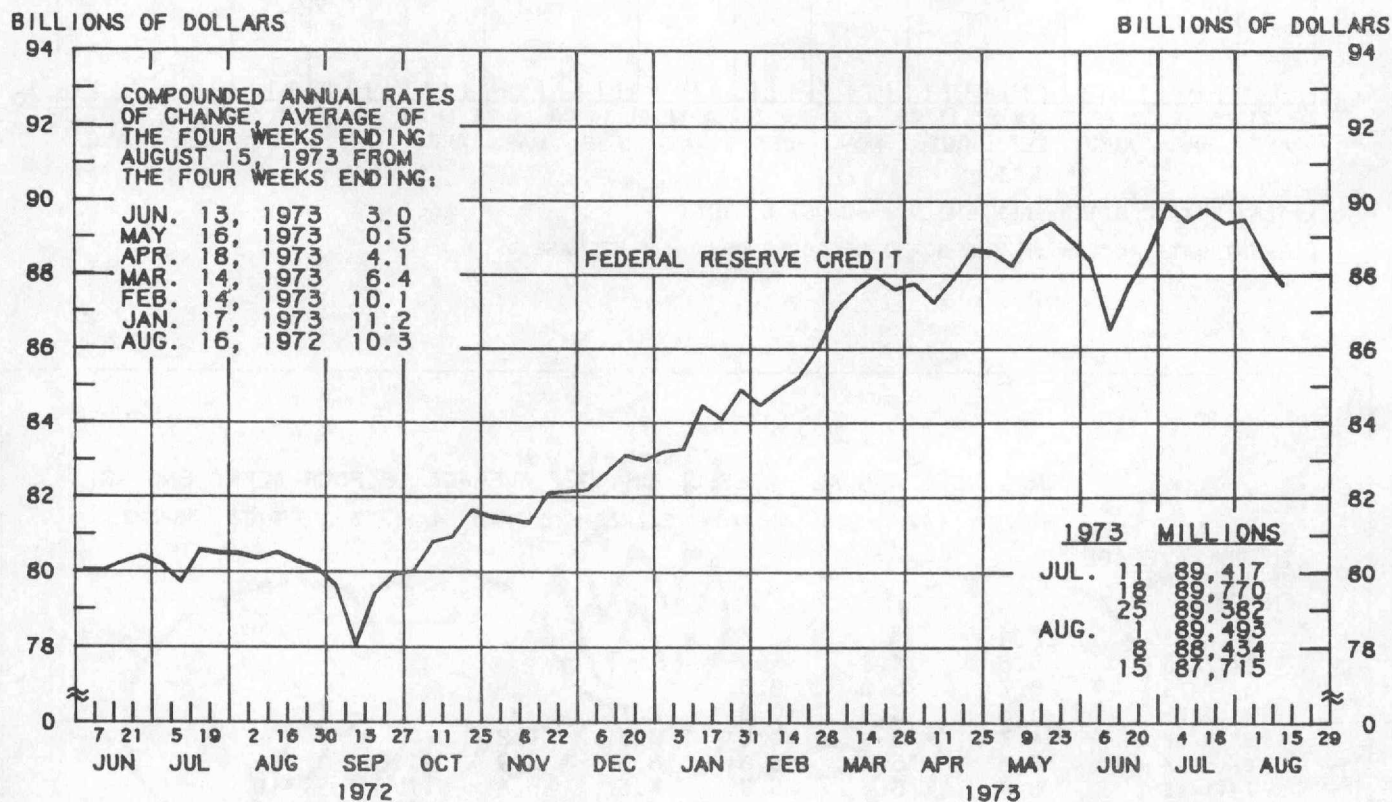
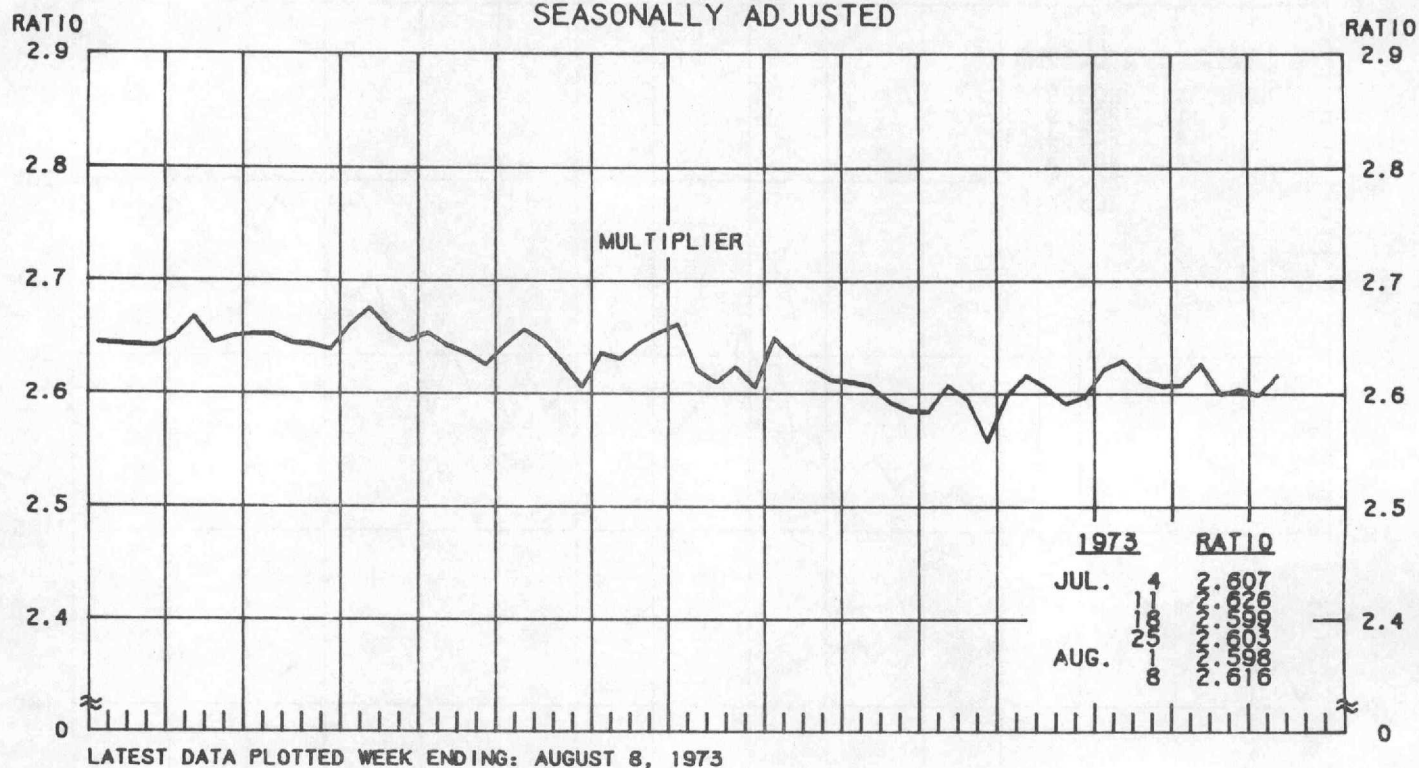
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

8/16/72 12/13/72 1/17/73 2/14/73 3/14/73 4/18/73 5/16/73 6/13/73

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

1/17/73	9.5							
2/14/73	7.9	4.9						
3/14/73	9.0	8.2	7.7					
4/18/73	9.2	8.9	8.8	13.0				
5/16/73	9.2	8.8	8.8	11.6	9.7			
6/13/73	8.9	8.4	8.2	10.3	8.5	7.3		
7/18/73	8.9	8.4	8.3	9.9	8.6	7.9	7.5	
8/15/73	8.2	7.5	7.3	8.5	7.1	6.1	5.4	5.1

MULTIPLIER ^{1/} FEDERAL RESERVE CREDIT ^{2/} AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



1/ RATIO OF MONEY STOCK (M1) / MONETARY BASE.

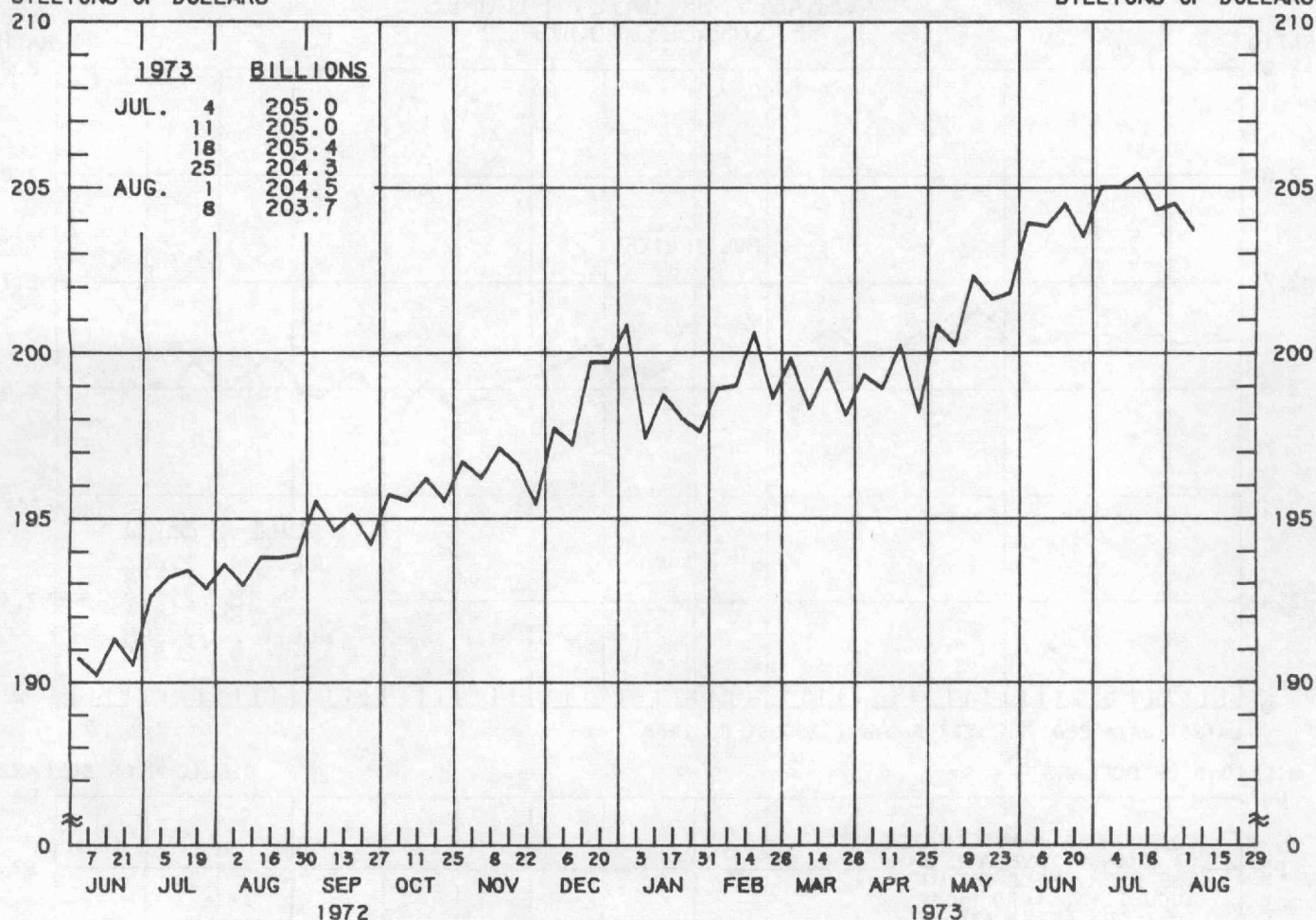
2/ DEFINED TO INCLUDE HOLDINGS OF SECURITIES, LOANS, FLOAT AND "OTHER" ASSETS, ADJUSTED FOR RESERVE REQUIREMENT CHANGES AND CHANGES IN REQUIREMENTS DUE TO SHIFTS IN DEPOSITS AMONG CLASSES OF BANKS. DATA ARE SEASONALLY ADJUSTED BY THIS BANK.

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: AUGUST 8, 1973

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

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

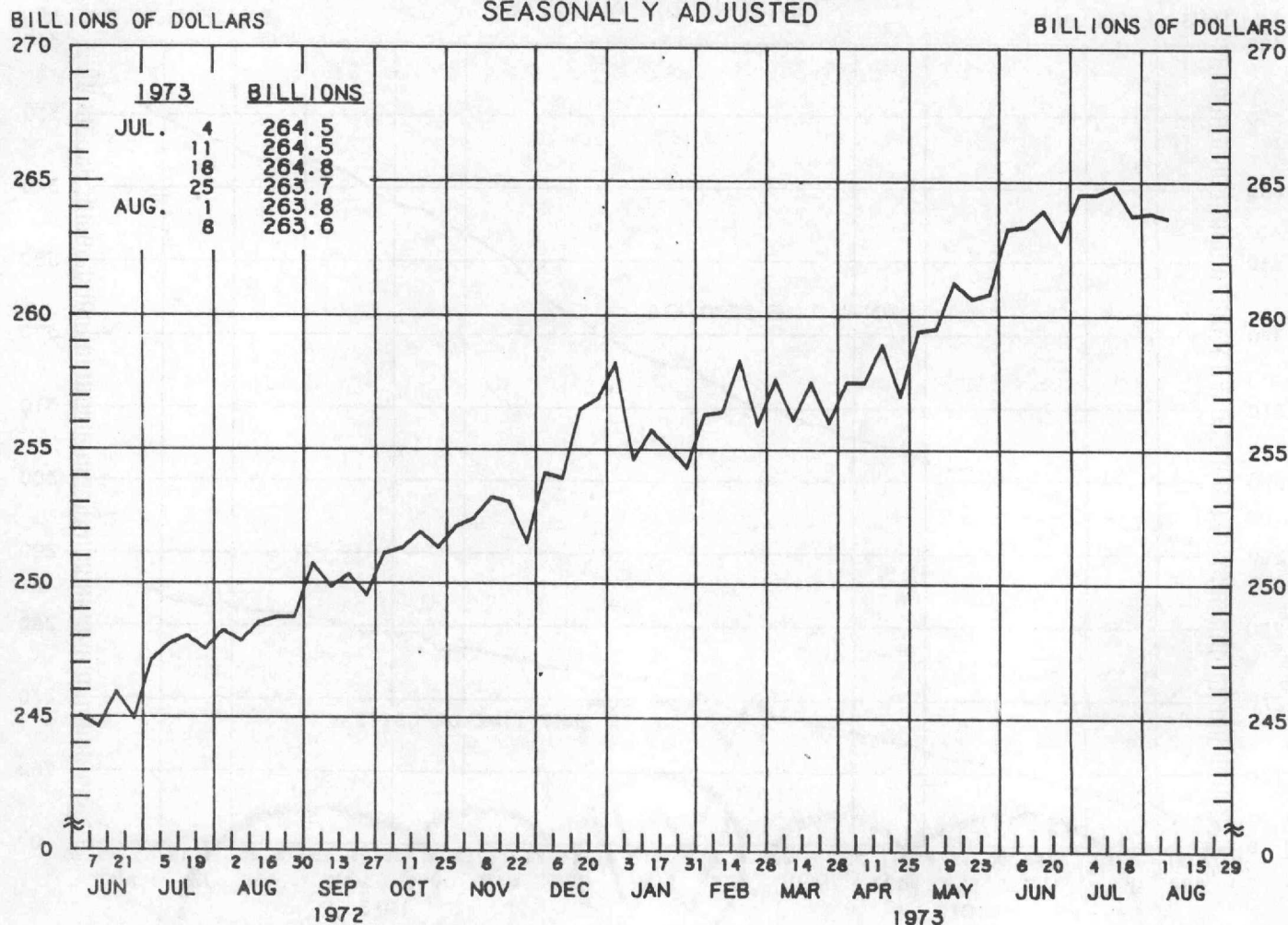
8/9/72 12/6/72 1/10/73 2/7/73 3/7/73 4/11/73 5/9/73 6/6/73

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

1/10/73	7.8						
2/ 7/73	5.3	4.8					
3/ 7/73	5.7	5.8	0.3				
4/11/73	4.5	3.4	-0.8	2.1			
5/ 9/73	4.7	3.9	0.8	3.3	1.2		
6/ 6/73	5.8	5.9	3.8	6.5	5.9	11.6	
7/11/73	6.4	6.7	5.2	7.5	7.4	11.5	14.0
8/ 8/73	5.8	5.9	4.5	6.4	6.0	8.7	9.5
							6.1

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



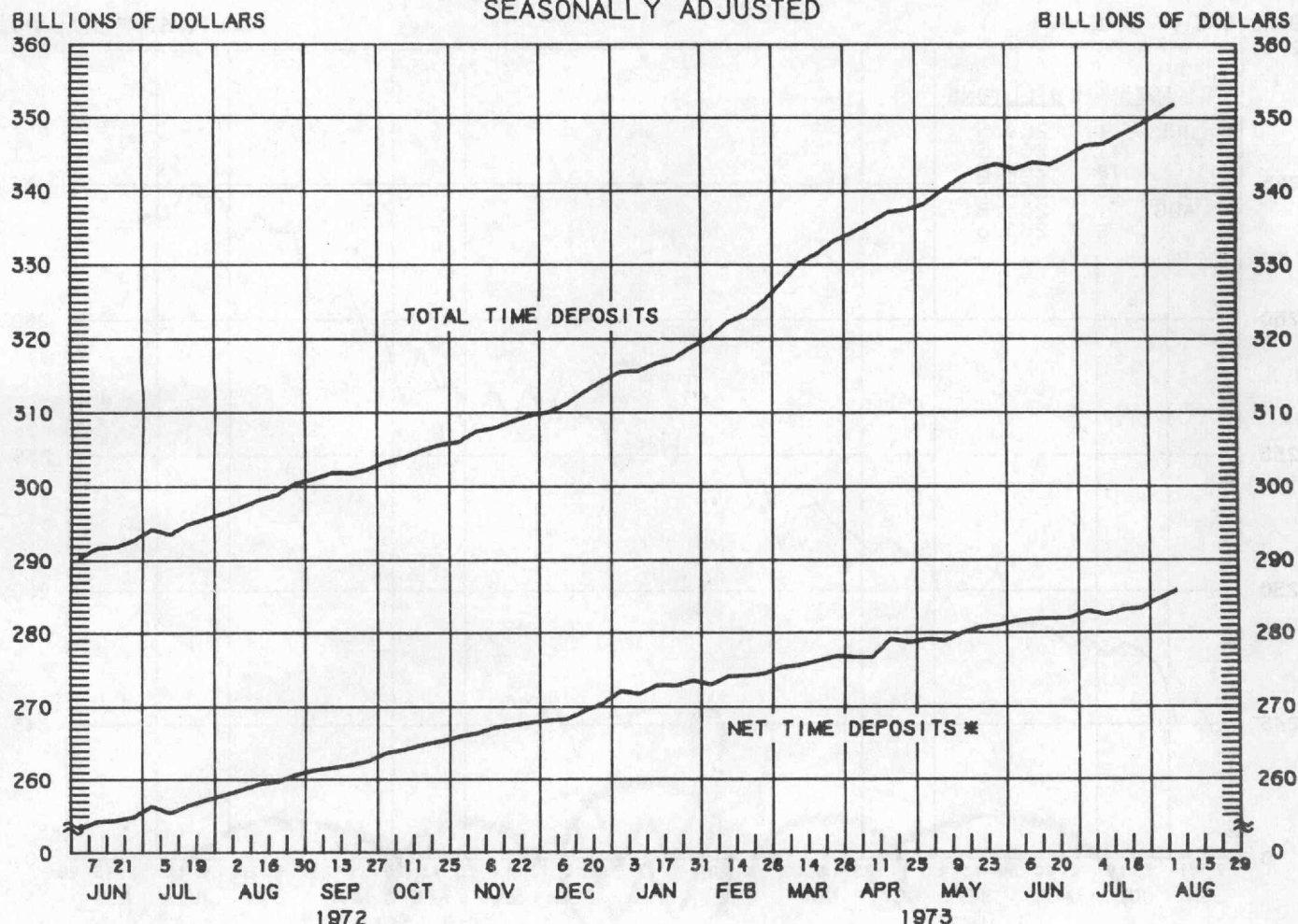
LATEST DATA PLOTTED WEEK ENDING: AUGUST 8, 1973

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

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

	8/9/72	12/6/72	1/10/73	2/7/73	3/7/73	4/11/73	5/9/73	6/6/73
TO THE AVERAGE OF FOUR WEEKS ENDING:								
1/10/73	8.5							
2/ 7/73	6.1	5.4						
3/ 7/73	6.5	6.6	1.3					
4/11/73	5.6	4.8	0.8	4.1				
5/ 9/73	5.9	5.4	2.5	5.4	3.6			
6/ 6/73	6.7	6.8	4.8	7.6	7.0	11.7		
7/11/73	7.0	7.3	5.8	8.1	7.8	11.0	12.2	
8/ 8/73	6.5	6.5	5.1	6.9	6.5	8.4	8.5	5.7

TIME DEPOSITS ALL COMMERCIAL BANKS AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 8, 1973

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:

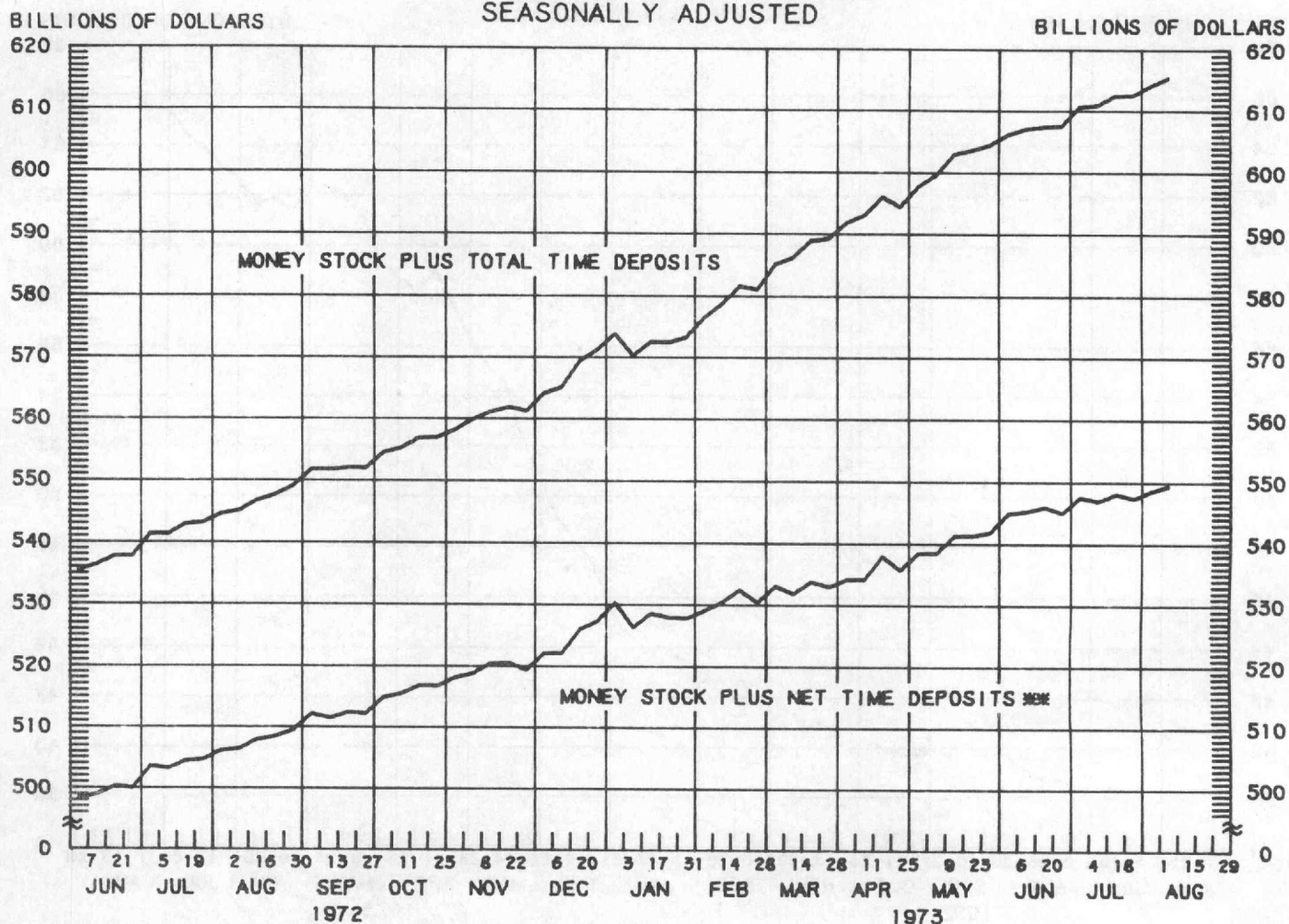
8/9/72 12/6/72 1/10/73 2/7/73 3/7/73 4/11/73 5/9/73 6/6/73

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

1/10/73	12.7						
2/ 7/73	12.3	12.0					
3/ 7/73	11.7	10.7	9.0				
4/11/73	11.2	10.0	8.7	8.1			
5/ 9/73	11.2	10.3	9.3	9.1	9.6		
6/ 6/73	11.0	10.1	9.3	9.1	9.5	10.3	
7/11/73	10.5	9.4	8.6	8.3	8.4	8.5	7.3
8/ 8/73	10.4	9.4	8.7	8.5	8.6	8.8	8.0
							7.4

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 8, 1973

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:

	8/9/72	12/6/72	1/10/73	2/7/73	3/7/73	4/11/73	5/9/73	6/6/73
TO THE AVERAGE OF FOUR WEEKS ENDING:								
1/10/73	10.6							
2/ 7/73	9.3	9.0						
3/ 7/73	9.1	8.7	5.2					
4/11/73	8.4	7.5	4.9	6.1				
5/ 9/73	8.6	7.9	6.0	7.2	6.8			
6/ 6/73	8.9	8.6	7.1	8.3	8.4	10.9		
7/11/73	8.8	8.4	7.3	8.2	8.2	9.7	9.6	
8/ 8/73	8.5	8.0	7.0	7.7	7.6	8.6	8.2	6.6

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 8, 1973

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.

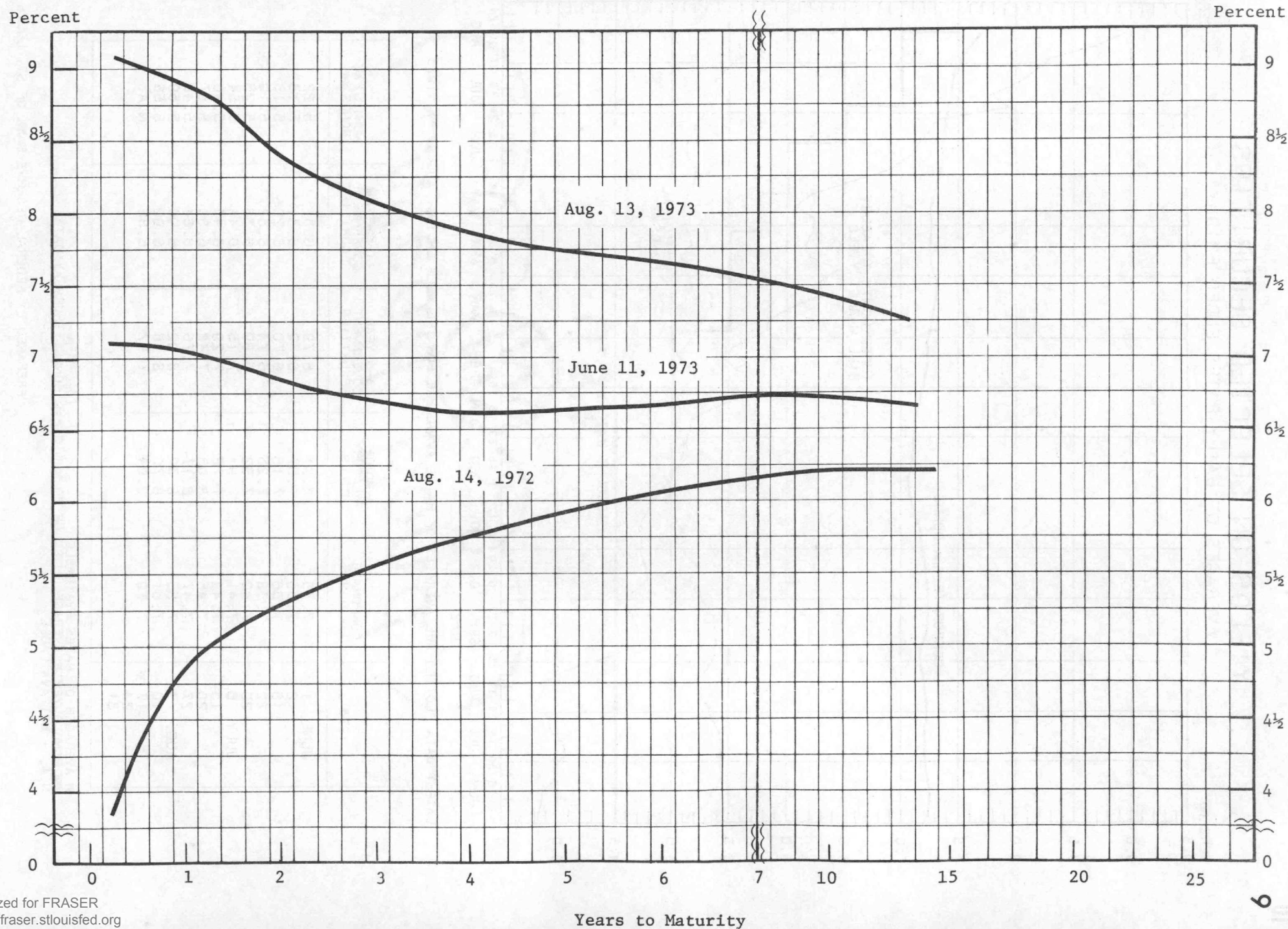
MONEY AND TIME DEPOSIT DATA			
1973	BILLIONS		
	CERTIFICATES OF DEPOSIT	NET TIME DEPOSITS *	M 2 ***
JUNE 6	61.3	281.6	544.8
13	61.9	281.9	545.2
20	61.6	281.9	545.8
27	62.6	282.0	544.8
JULY 4	63.1	283.0	547.4
11	63.9	282.4	546.8
18	64.4	283.2	548.0
25	65.4	283.4	547.2
AUG. 1	65.5	284.7	548.5
8	65.9	285.8	549.4
15			
22			
29			

* SEE FOOTNOTE PAGE 6.

*** SEE FOOTNOTE PAGE 7.

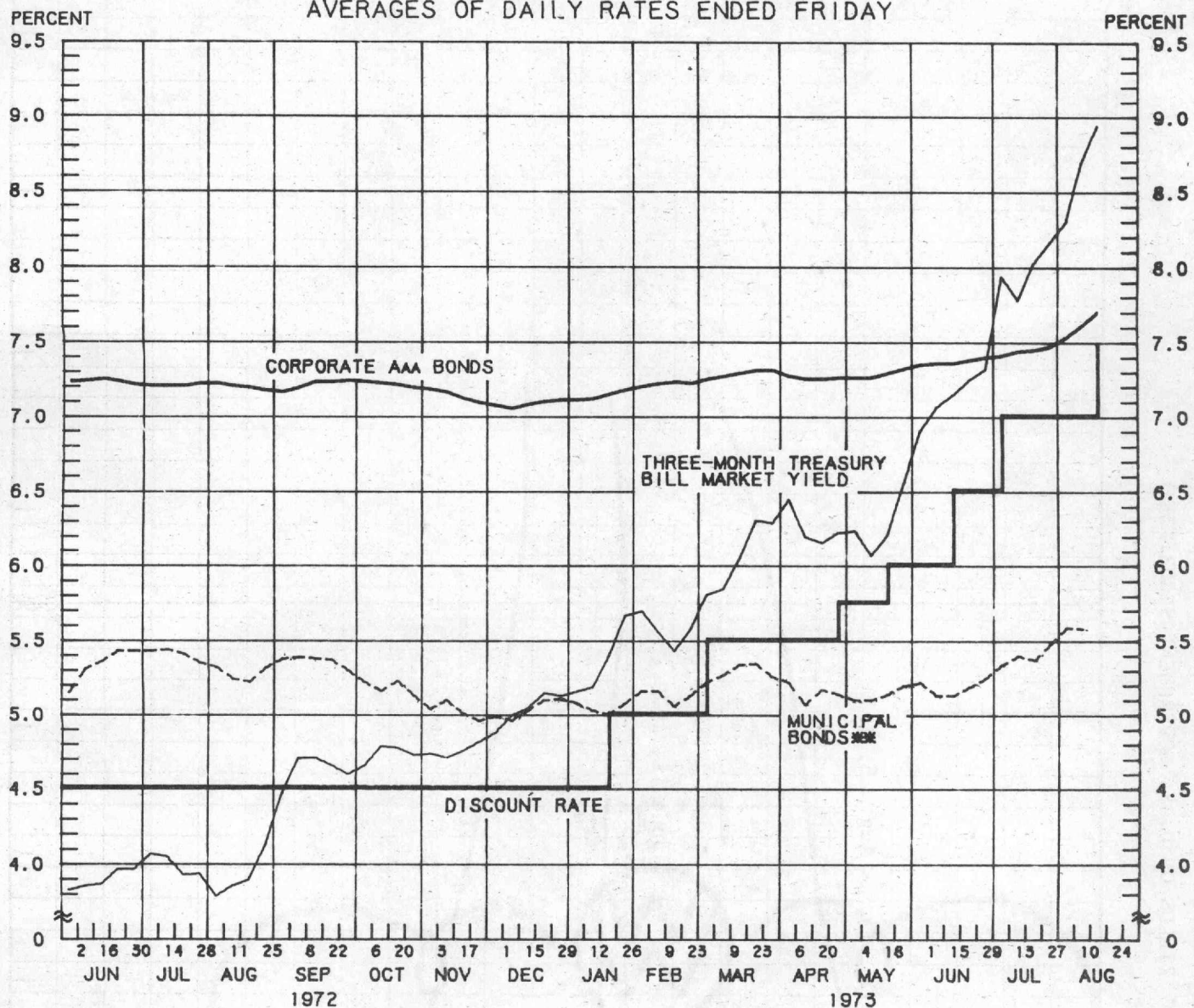
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

YIELDS ON U. S. GOVERNMENT SECURITIES



YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: AUGUST 17, 1973

1973	CORPORATE AAA BONDS	3-MONTH TREASURY BILLS	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES	MUNICIPAL BONDS
JUNE 1	7.35	6.91	6.79	6.31	5.22
8	7.36	7.07	6.72	6.31	5.13
15	7.36	7.15	6.70	6.29	5.13
22	7.38	7.25	6.74	6.32	5.19
29	7.40	7.32	6.89	6.36	5.25
JULY 6	7.41	7.94	7.15	6.44	5.34
13	7.44	7.78	7.29	6.43	5.40
20	7.45	8.03	7.48	6.50	5.37
27	7.47	8.17	7.76	6.64	5.48
AUG. 3	7.53	8.30	8.02	6.90	5.59
10	7.61	8.70	8.16	6.99	5.58
17 *	7.70	8.94	7.97	6.89	N.A.
24					
31					

* AVERAGES OF RATES AVAILABLE.

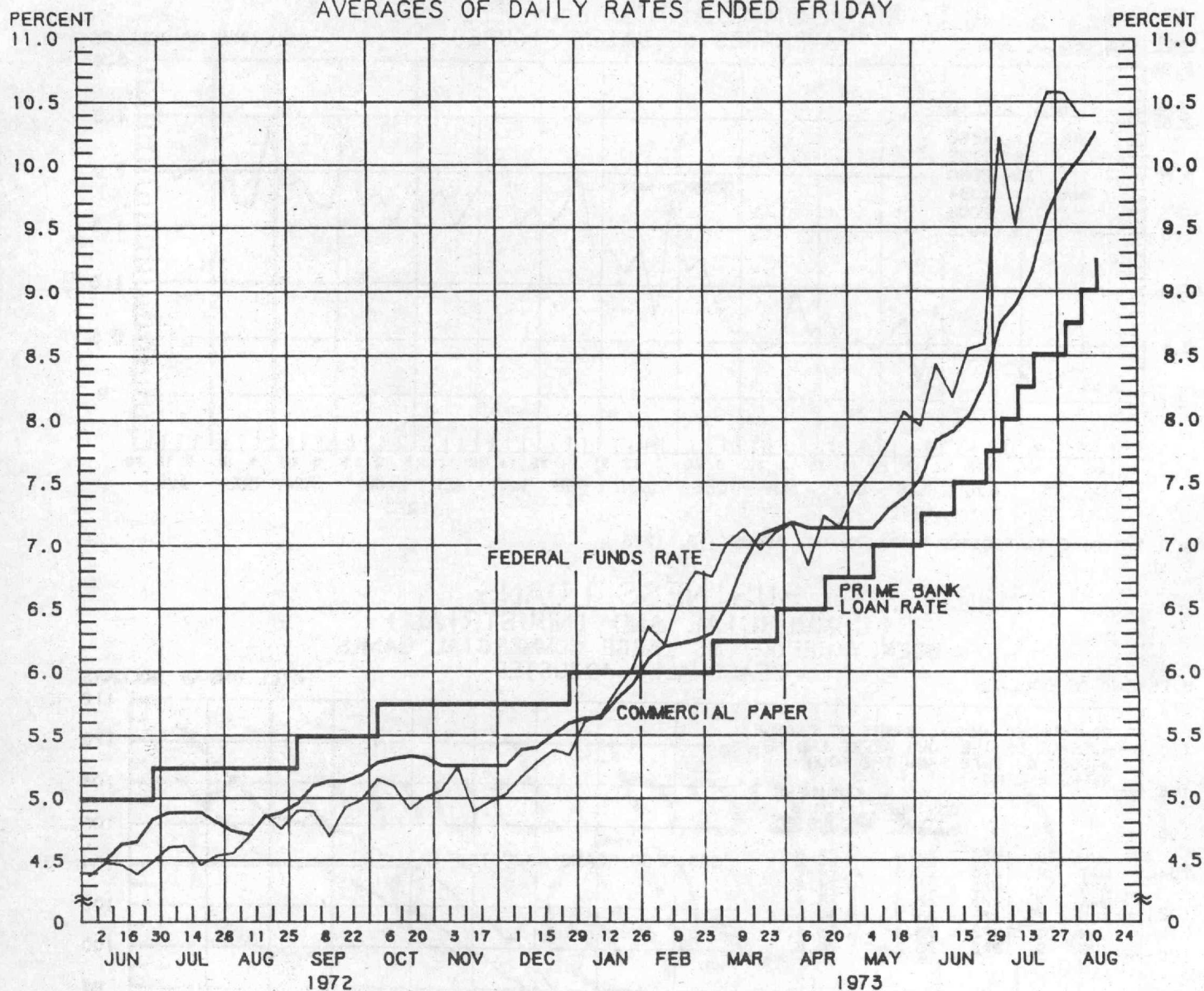
** BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA.

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: AUGUST 17, 1973

1973	PRIME COMMERCIAL PAPER 4-6 MONTH	FEDERAL FUNDS ***	PRIME BANKERS' ACCEPTANCES	90 DAY CD'S ***
JUNE 1	7.53	7.95	7.41	7.58
8	7.83	8.43	7.75	7.85
15	7.90	8.17	7.88	8.01
22	8.03	8.55	8.05	8.09
29	8.28	8.59	8.35	8.29
JULY 6	8.75	10.21	8.94	8.67
13	8.90	9.52	9.00	9.03
20	9.15	10.22	9.05	9.36
27	9.60	10.58	9.50	9.85
AUG. 3	9.88	10.57	9.85	10.14
10	10.05	10.39	10.15	10.52
17 *	10.25	10.39	10.25	10.81
24				
31				

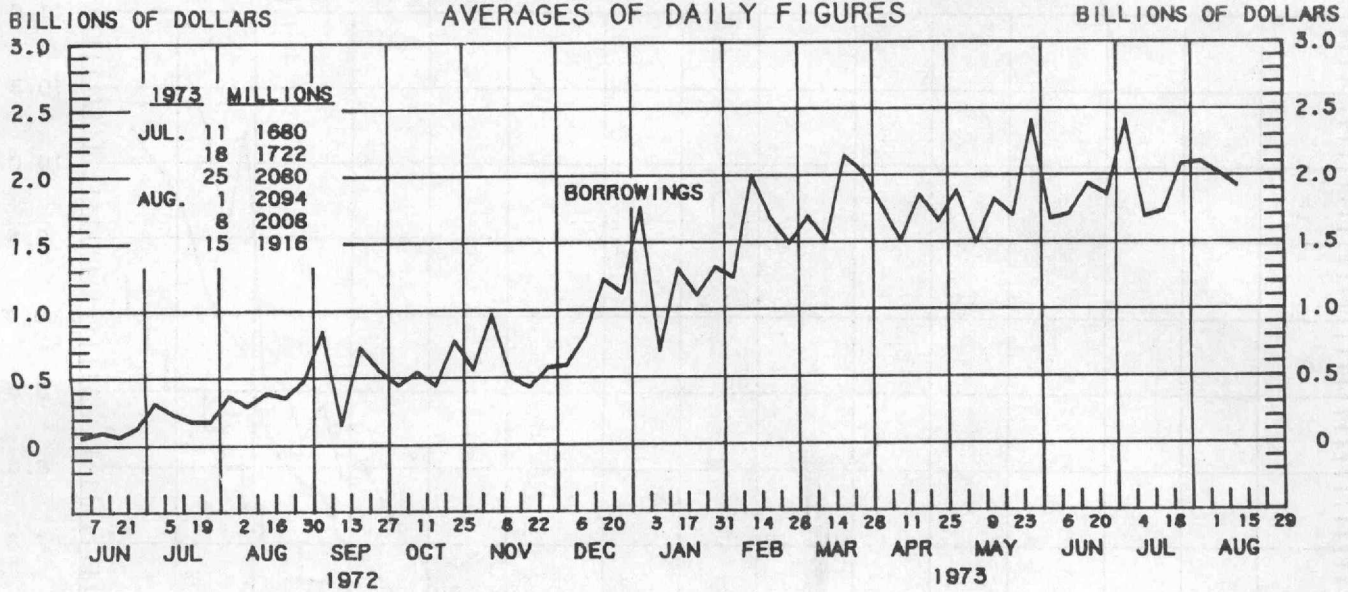
* AVERAGES OF RATES AVAILABLE.

*** FEDERAL FUNDS AND CD RATES ARE SEVEN-DAY AVERAGES FOR WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATES SHOWN. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

CD DATA ARE SECONDARY MARKET RATES.

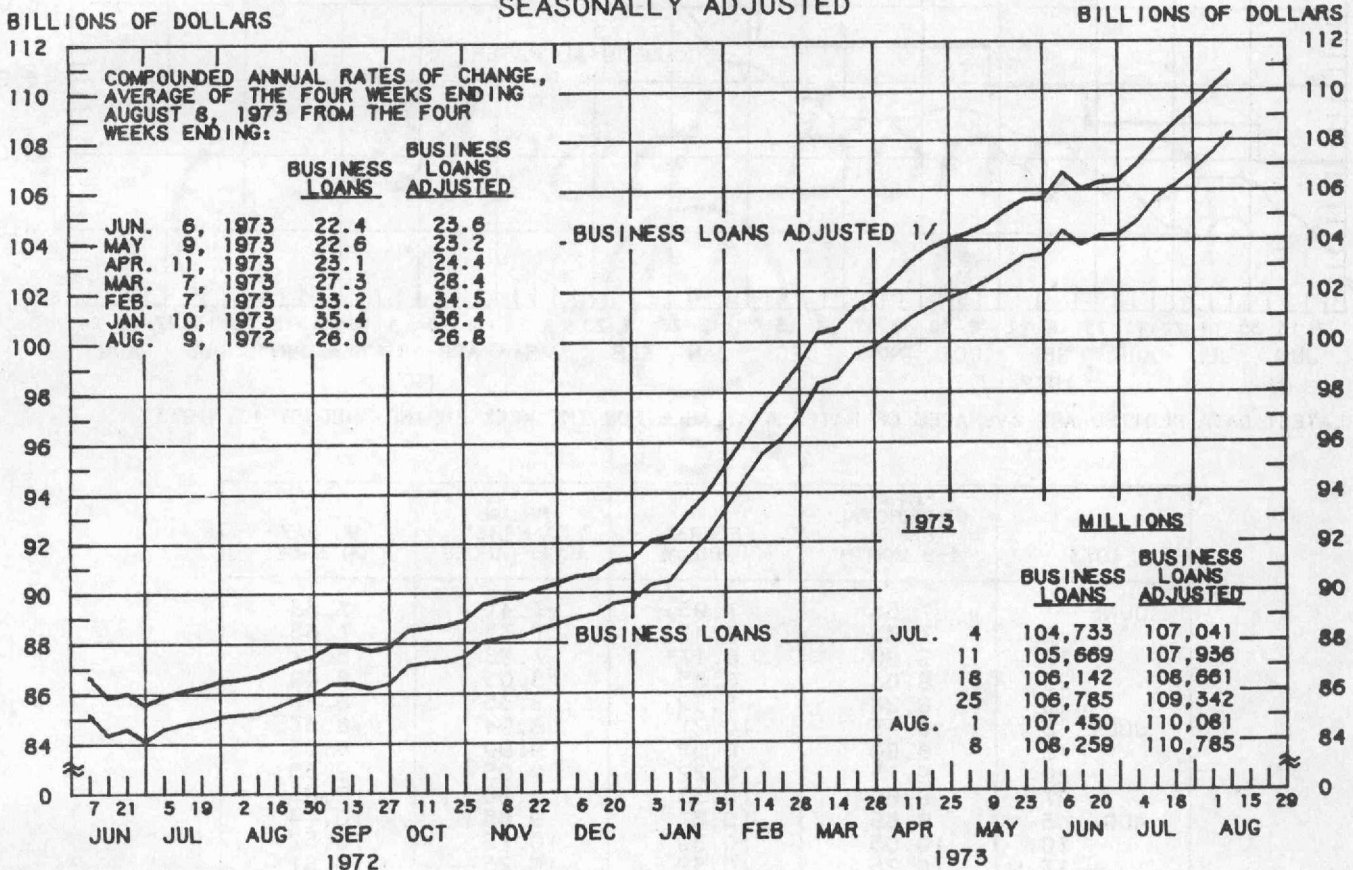
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: AUGUST 15, 1973

BUSINESS LOANS (COMMERCIAL AND INDUSTRIAL) WEEKLY REPORTING LARGE COMMERCIAL BANKS SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 8, 1973

1/ INCLUDES LOANS SOLD OUTRIGHT BY COMMERCIAL BANKS TO OWN SUBSIDIARIES, FOREIGN BRANCHES, HOLDING COMPANIES, AND OTHER AFFILIATES.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS