



U.S. FINANCIAL DATA

Week ending: August 22, 1973

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The money stock has increased at a 6.7 percent annual rate in the past six months and 6.4 percent in the past twelve months. In recent weeks some slowing of money can be noted. For instance, in the past two months money has risen at a 4.3 percent annual rate. The demand deposit component of money has grown at the same rate in the past two months.

The monetary base, the movement of which largely determines movements in the money stock, has increased at about an 8 percent annual rate in the past six month and twelve month periods. Like money, the base has shown a tendency to slow in recent weeks. In the past two months, the base has increased at a 5.1 percent rate. Federal Reserve credit, the primary source component of the base, has increased at an 8.3 percent rate in the past six months and at almost a 10 percent rate in the past twelve months.

The prime bank loan rate was raised to 9-1/2 percent early this week, 1 percentage point above the high of 1969-70, but still 75 basis points below the four- to six-month commercial paper rate. Since mid-May, this rate has increased 2-1/2 percentage points. Yields on four- to six-month commercial paper averaged 10.25 percent in the first half of this week, the same as last week's average, but up almost three percentage points from three months ago. Three-month Treasury bill rates averaged 8.83 percent early this week, down slightly from last week's average, but 2-1/4 percentage points above three months ago.

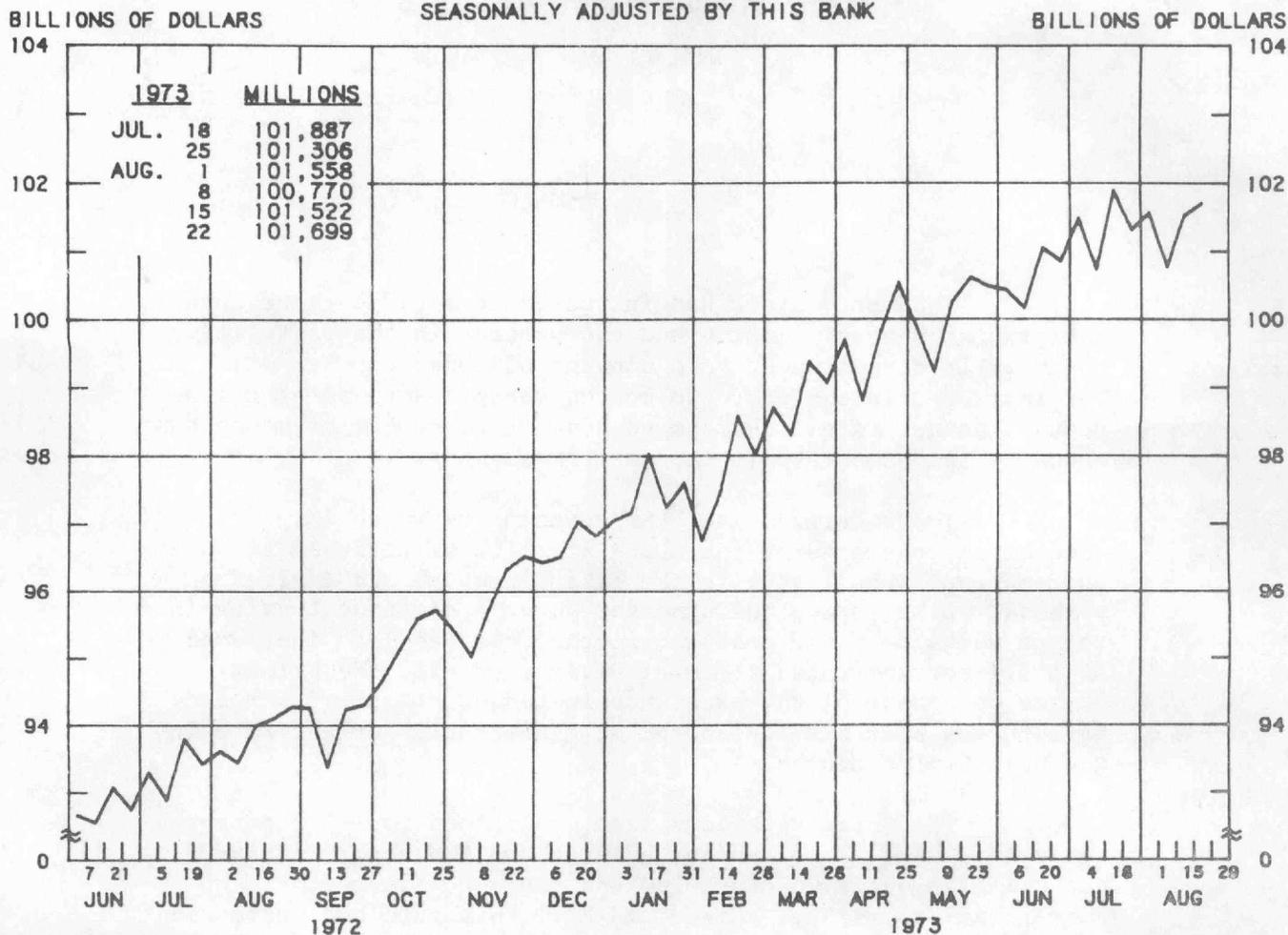
Despite the prime rate reaching unprecedented levels, business loans extended by weekly reporting commercial banks have continued to grow at rapid rates. For example, in the past three months, business loans have increased at about a 24 percent annual rate, compared with about a 10 percent average rate from 1962 to 1972. Part of this recent increase, however, may reflect a substitution of bank loans for other sources of business funds, such as commercial paper.

Prepared by Federal Reserve Bank of St. Louis

Released: August 24, 1973

MONETARY BASE

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: AUGUST 22, 1973

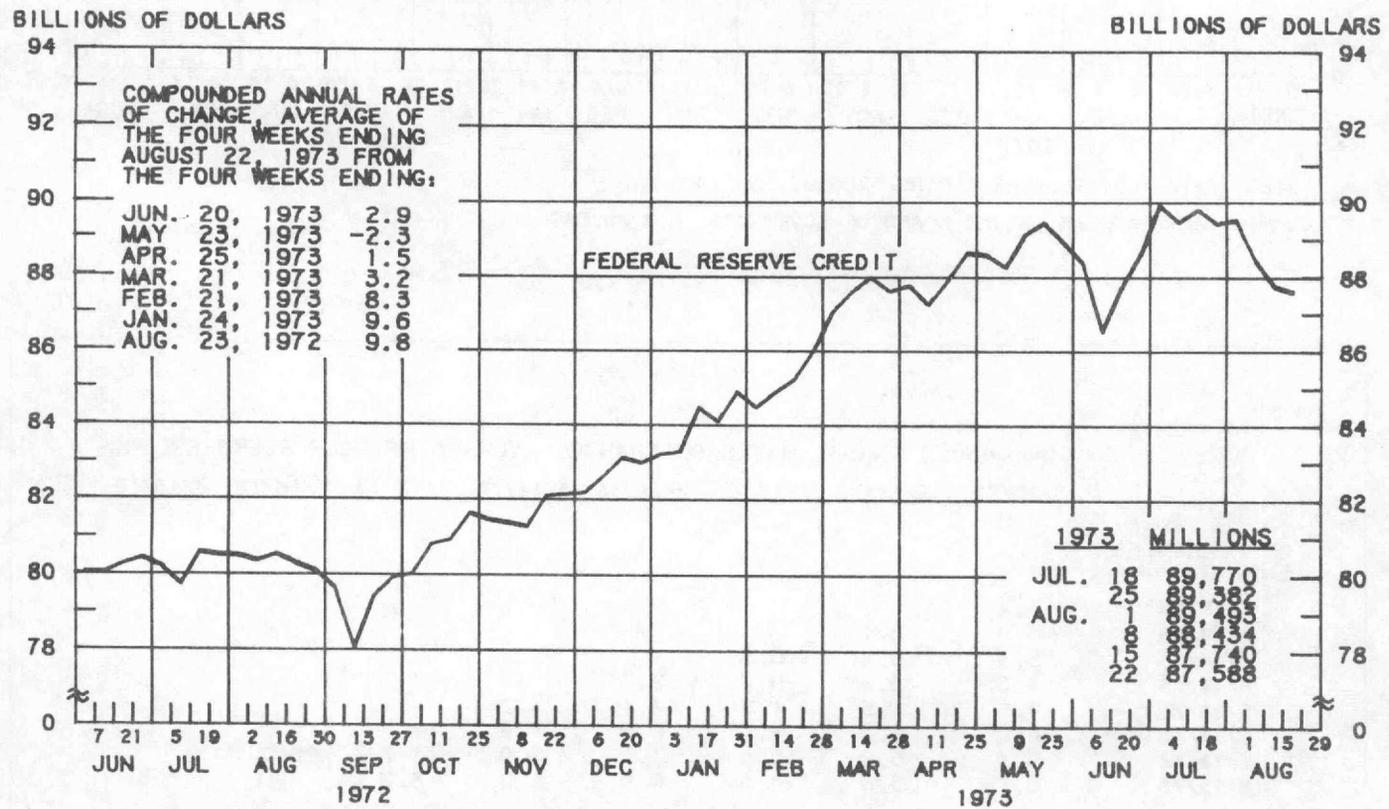
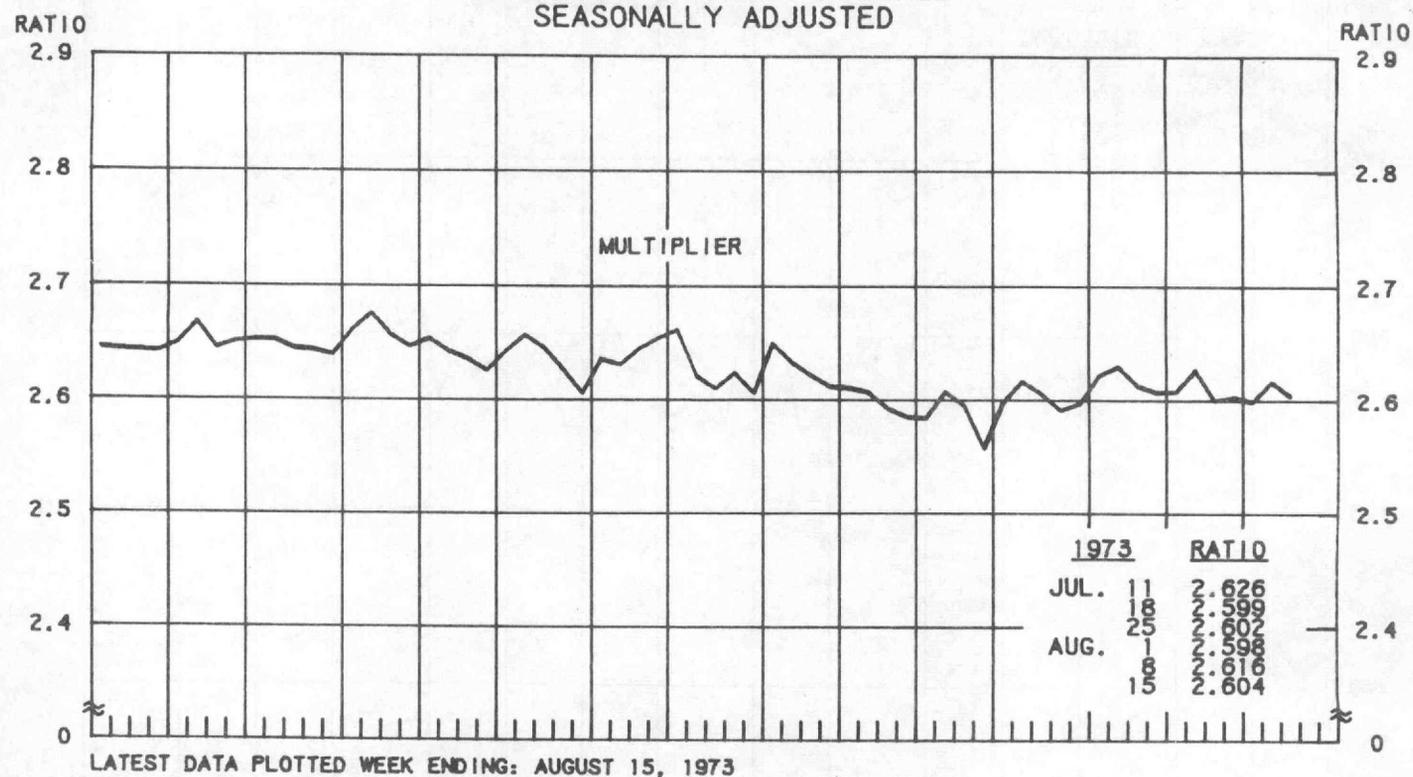
USES OF MONETARY BASE ARE MEMBER BANK RESERVES AND CURRENCY HELD BY THE PUBLIC AND NONMEMBER BANKS, ADJUSTED FOR RESERVE REQUIREMENT CHANGES AND SHIFTS IN DEPOSITS. FOR A DESCRIPTION OF THE BASE SEE THE AUGUST 1968 "REVIEW" OF THIS BANK.

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:
8/23/72 12/20/72 1/24/73 2/21/73 3/21/73 4/25/73 5/23/73 6/20/73

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

1/24/73	9.3							
2/21/73	8.3	5.9						
3/21/73	9.0	8.3	8.4					
4/25/73	9.5	9.5	9.9	13.2				
5/23/73	8.9	8.4	8.5	10.2	8.5			
6/20/73	8.8	8.2	8.2	9.5	8.1	5.5		
7/25/73	8.8	8.3	8.4	9.4	8.3	6.8	8.1	
8/22/73	8.1	7.4	7.3	7.9	6.9	5.3	5.7	5.1

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



LATEST DATA PLOTTED WEEK ENDING: AUGUST 22, 1973

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

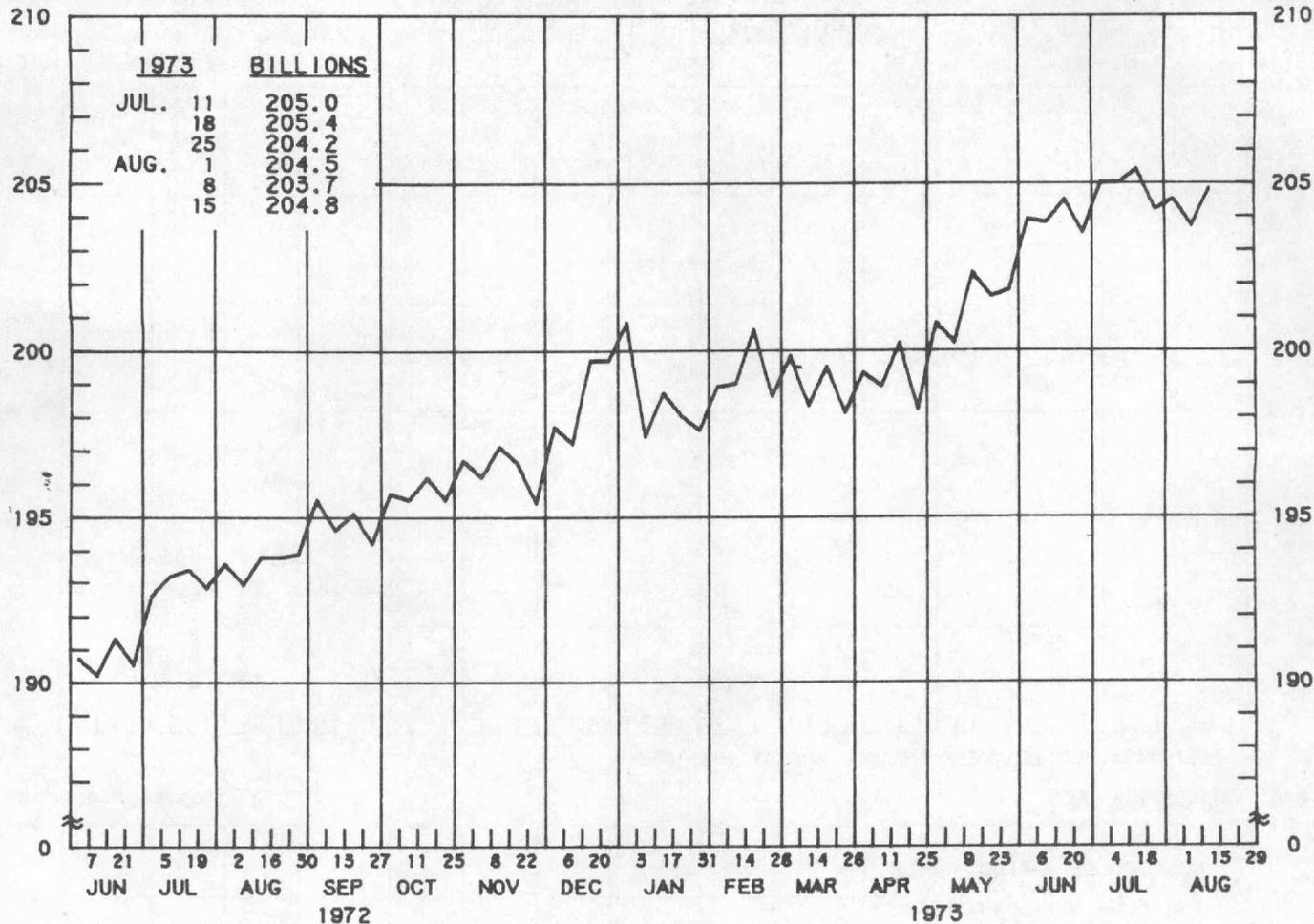
2/ DEFINED TO INCLUDE HOLDINGS OF SECURITIES, LOANS, FLOAT AND "OTHER" ASSETS, ADJUSTED FOR RESERVE REQUIREMENT CHANGES AND CHANGES IN REQUIREMENTS DUE TO SHIFTS IN DEPOSITS AMONG CLASSES OF BANKS. DATA ARE SEASONALLY ADJUSTED BY THIS BANK.

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: AUGUST 15, 1973

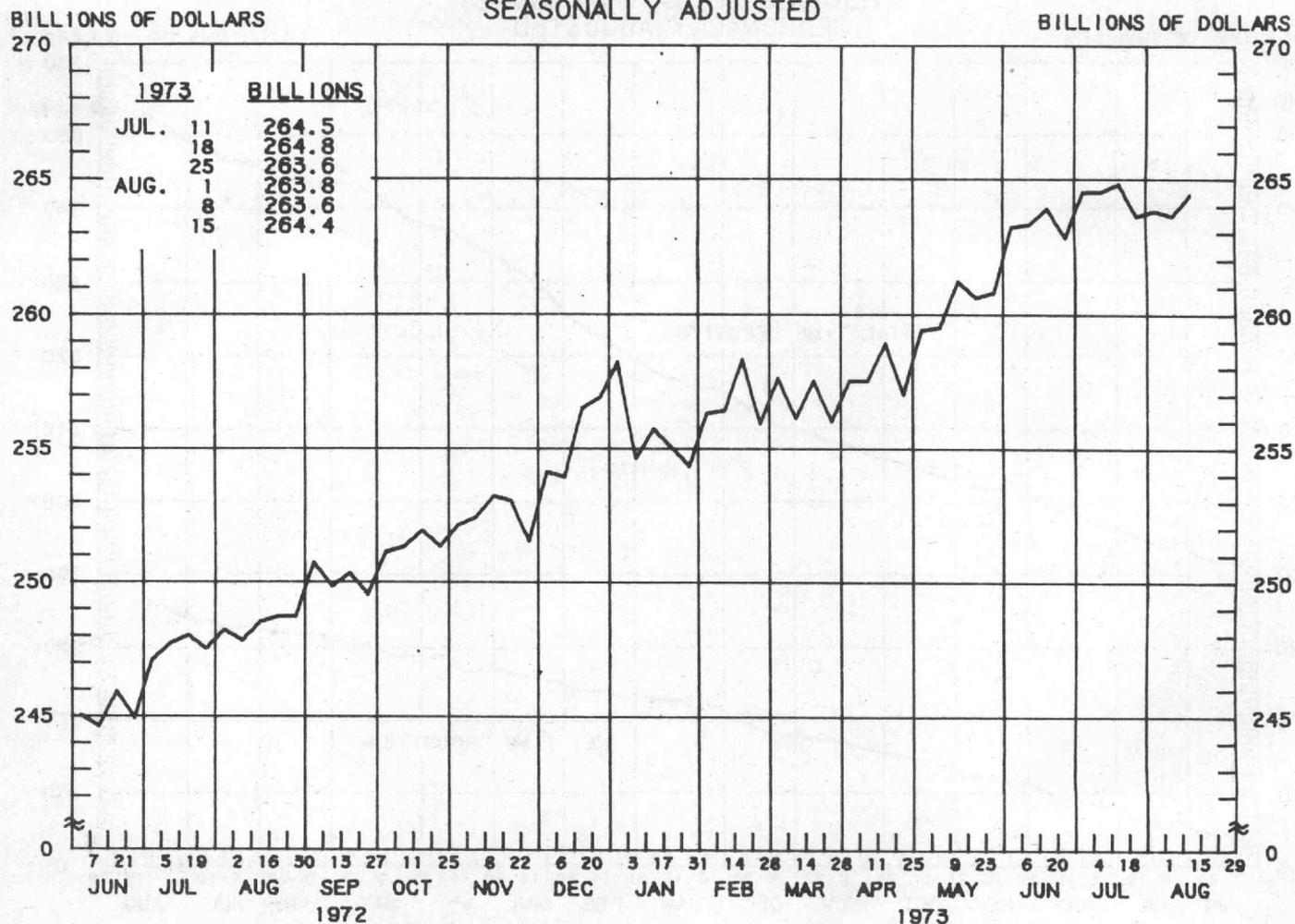
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

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	7.4								
2/14/73	5.3	5.1							
3/14/73	5.4	5.4	0.3						
4/18/73	4.5	3.6	-0.2	2.1					
5/16/73	4.9	4.5	1.9	4.1	3.2				
6/13/73	6.0	6.3	4.5	6.9	7.2	12.7			
7/18/73	6.4	6.9	5.6	7.7	8.0	11.7	13.1		
8/15/73	5.7	5.8	4.5	6.0	6.0	8.2	8.0	4.3	

MONEY STOCK AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 15, 1973

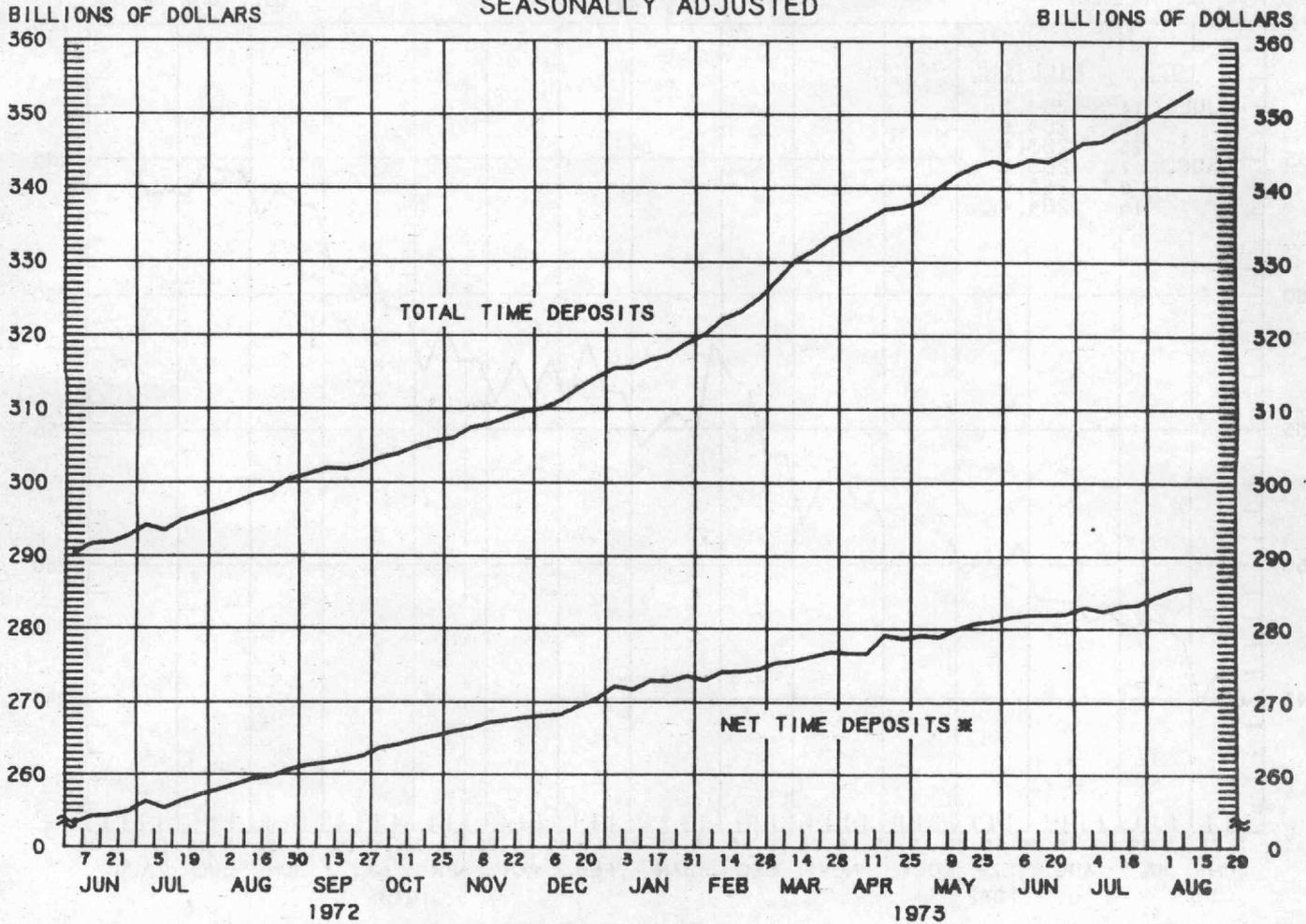
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

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	8.2								
2/14/73	6.1	5.6							
3/14/73	6.4	6.3	1.5						
4/18/73	5.7	5.1	1.7	4.6					
5/16/73	6.1	5.9	3.5	6.1	5.3				
6/13/73	6.9	7.2	5.5	8.0	8.0	11.9			
7/18/73	7.1	7.5	6.2	8.2	8.3	10.8	11.4		
8/15/73	6.4	6.4	5.1	6.7	6.5	7.8	7.3	4.3	

TIME DEPOSITS ALL COMMERCIAL BANKS AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 15, 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:

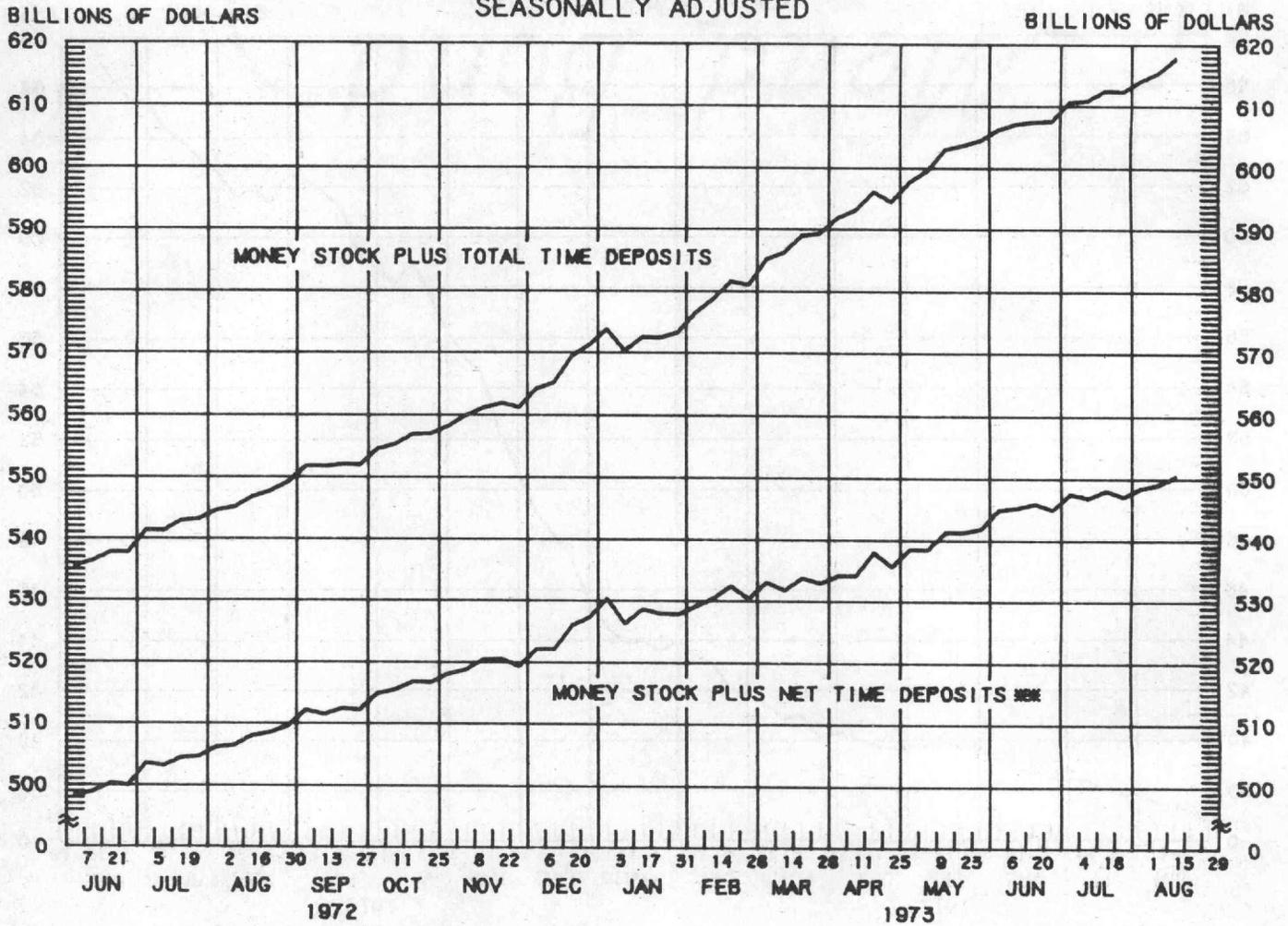
8/16/72 12/13/72 1/17/73 2/14/73 3/14/73 4/18/73 5/16/73 6/13/73

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

1/17/73	12.7								
2/14/73	11.9	12.0							
3/14/73	11.4	10.9	7.9						
4/18/73	11.1	10.5	8.5	9.0					
5/16/73	10.9	10.2	8.6	8.9	9.2				
6/13/73	10.9	10.3	9.0	9.3	9.6	9.8			
7/18/73	10.3	9.4	8.3	8.4	8.4	8.0	7.7		
8/15/73	10.3	9.6	8.6	8.7	8.8	8.6	8.6	7.6	

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 15, 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)

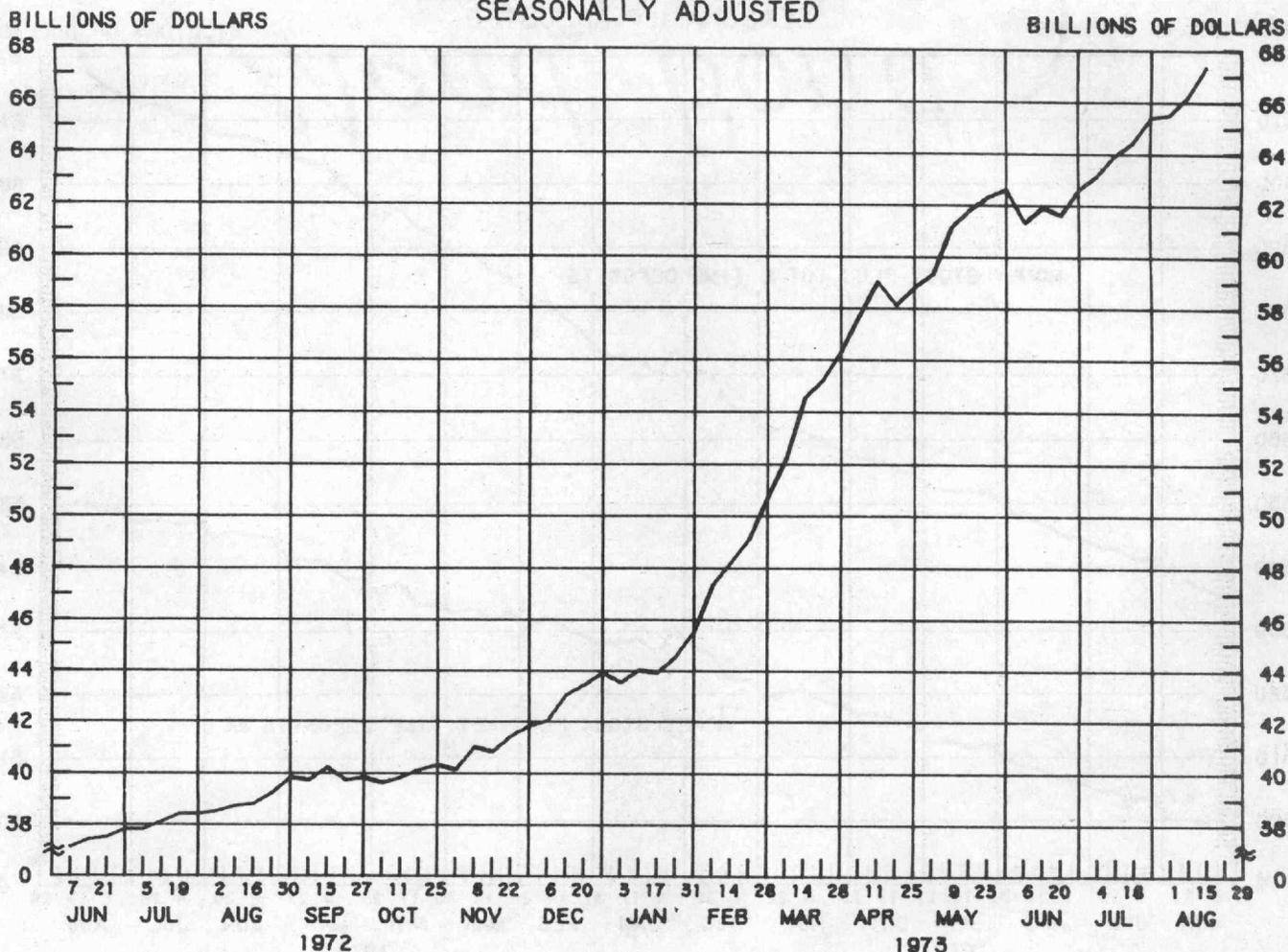
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:
8/16/72 12/13/72 1/17/73 2/14/73 3/14/73 4/18/73 5/16/73 8/13/73

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

1/17/73	10.5							
2/14/73	9.0	9.0						
3/14/73	8.9	8.6	4.6					
4/18/73	8.4	7.8	5.1	6.7				
5/16/73	8.5	8.1	6.1	7.5	7.4			
6/13/73	8.9	8.8	7.3	8.7	8.9	10.9		
7/18/73	8.7	8.5	7.2	8.3	8.4	9.4	9.4	
8/15/73	8.4	8.0	6.9	7.7	7.7	8.2	7.9	5.9

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 15, 1973

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

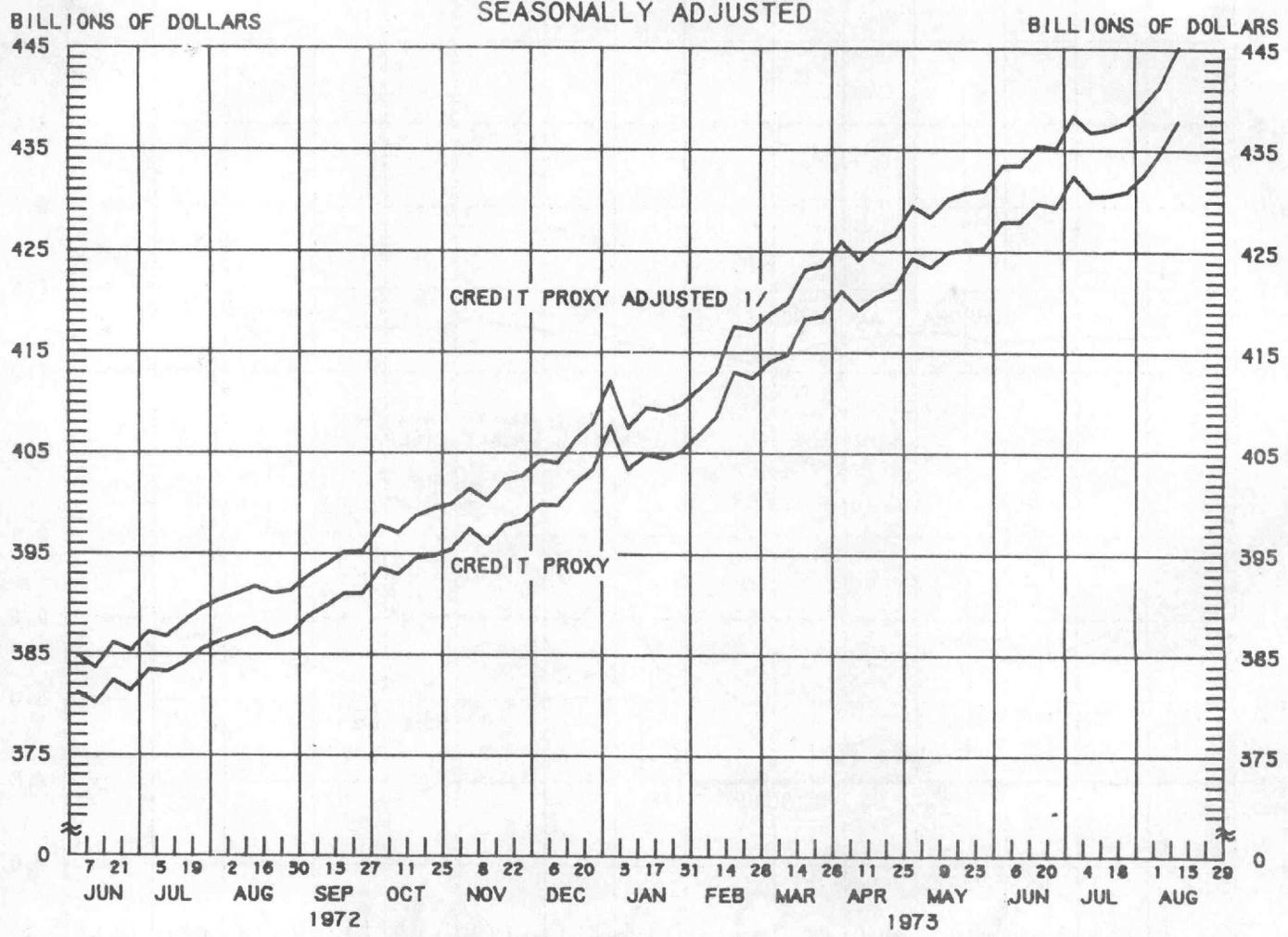
NEGOTIABLE TIME CERTIFICATES OF DEPOSIT ISSUED IN DENOMINATIONS OF \$100,000 OR MORE BY LARGE WEEKLY REPORTING COMMERCIAL BANKS.

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	547.0
AUG. 1	65.5	284.6	548.4
8	66.2	285.5	549.0
15	67.3	285.9	550.4
22			
29			

* 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: AUGUST 15, 1973

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

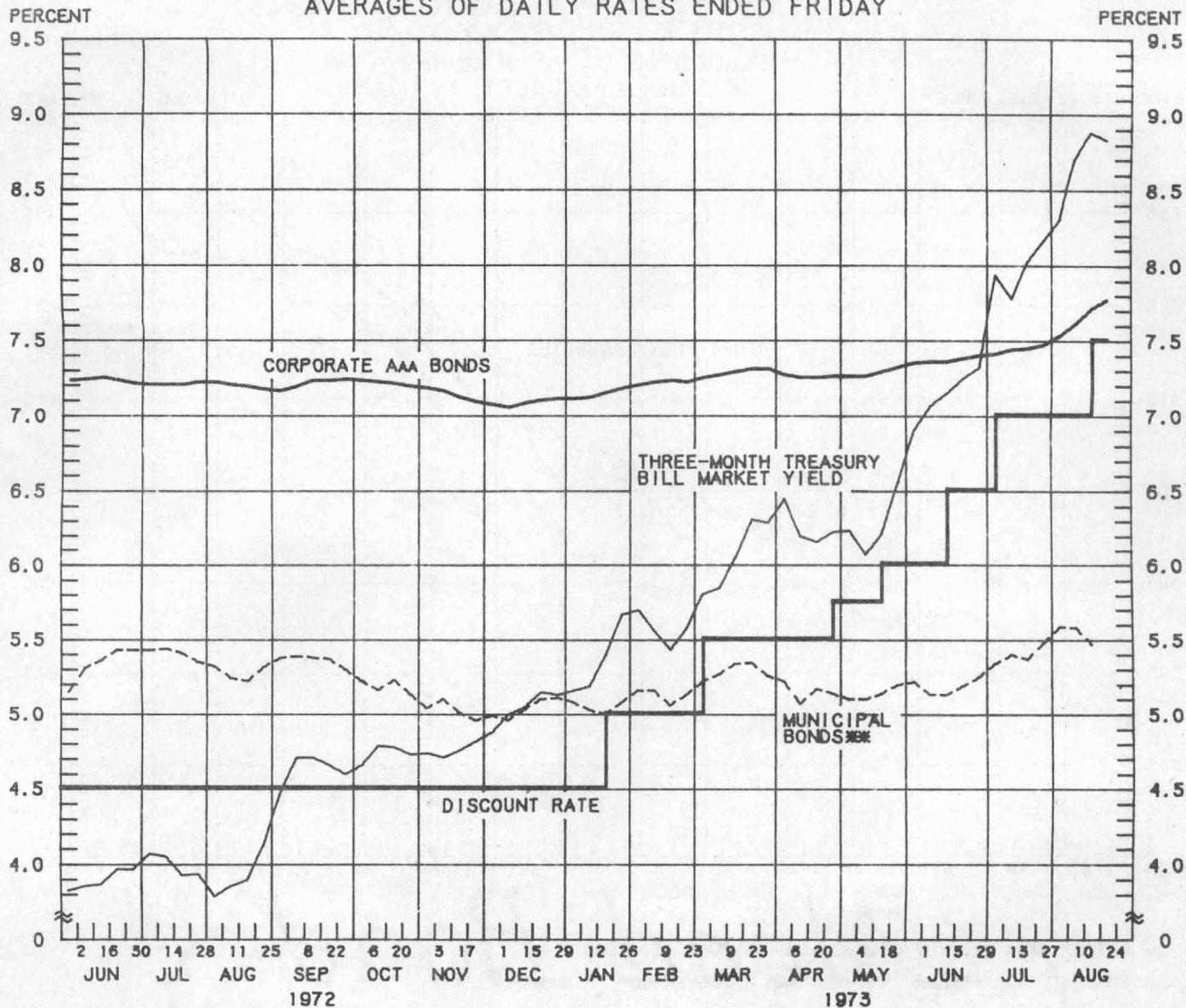
1/ INCLUDES MEMBER BANK DEPOSITS, BANK-RELATED COMMERCIAL PAPER, EURODOLLAR BORROWINGS OF U.S. BANKS, AND CERTAIN OTHER NONDEPOSIT SOURCES.

1973		BILLIONS	
		CREDIT PROXY	CREDIT PROXY ADJUSTED
JUL.	11	430.4	436.7
	18	430.5	437.0
	25	430.9	437.7
AUG.	1	432.6	439.4
	8	434.9	441.4
	15	437.8	445.1

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF THE FOUR WEEKS ENDING AUGUST 15, 1973 FROM THE FOUR WEEKS ENDING:			
		CREDIT PROXY	CREDIT PROXY ADJUSTED
JUN.	13, 1973	10.6	12.2
MAY	16, 1973	10.4	11.9
APR.	18, 1973	10.7	12.0
MAR.	14, 1973	12.1	13.2
FEB.	14, 1973	14.2	15.2
JAN.	17, 1973	12.9	13.8
AUG.	16, 1972	12.3	12.8

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



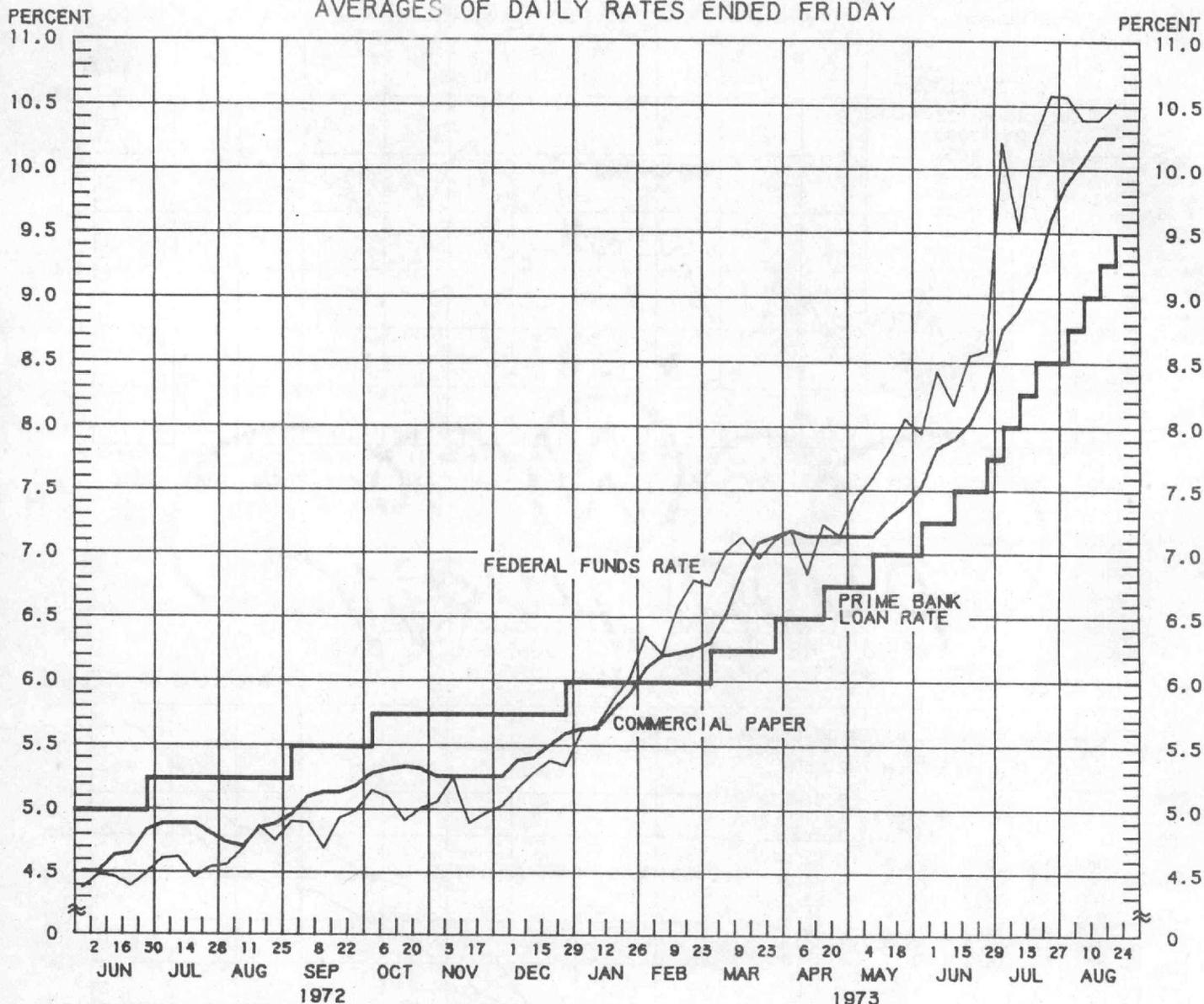
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: AUGUST 24, 1973

1973	CORPORATE AAA BONDS	3-MONTH TREASURY BILLS	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES	MUNICIPAL BONDS <small>***</small>
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	7.71	8.88	7.80	6.83	5.47
24 * 31	7.77	8.83	7.65	6.75	N.A.

* AVERAGES OF RATES AVAILABLE.
 *** BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA.
 N.A. - NOT AVAILABLE

SELECTED SHORT-TERM INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



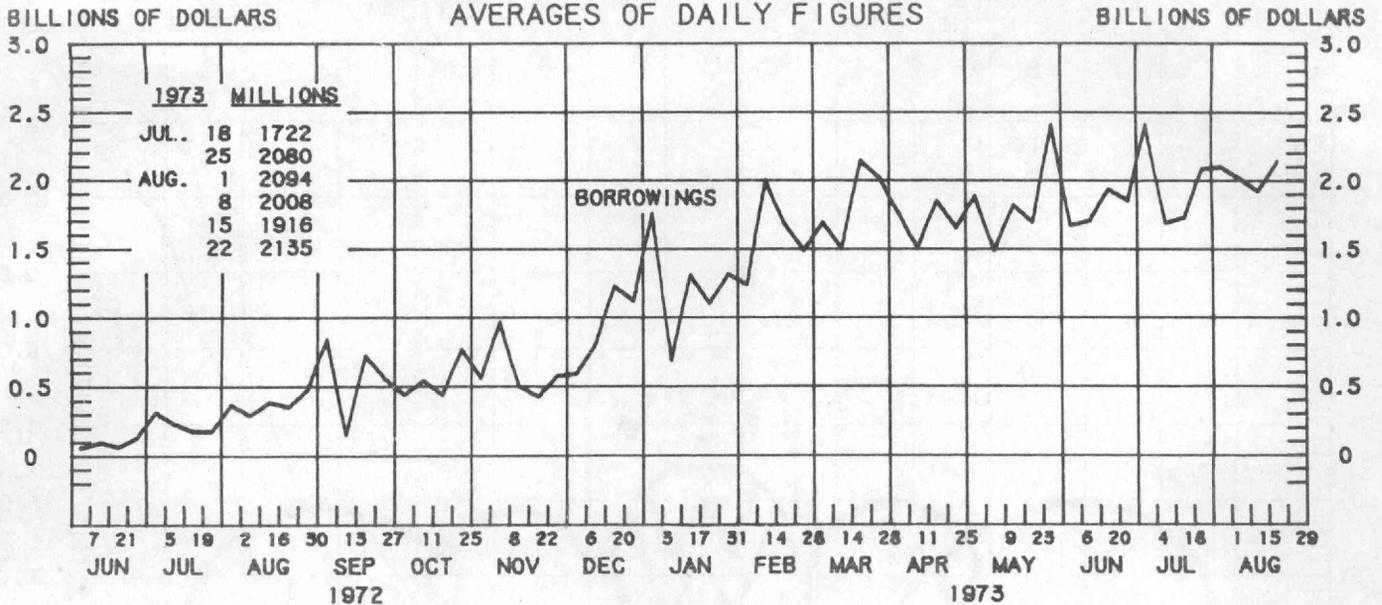
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: AUGUST 24, 1973

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 *	10.25	10.52	10.25	10.71
31				

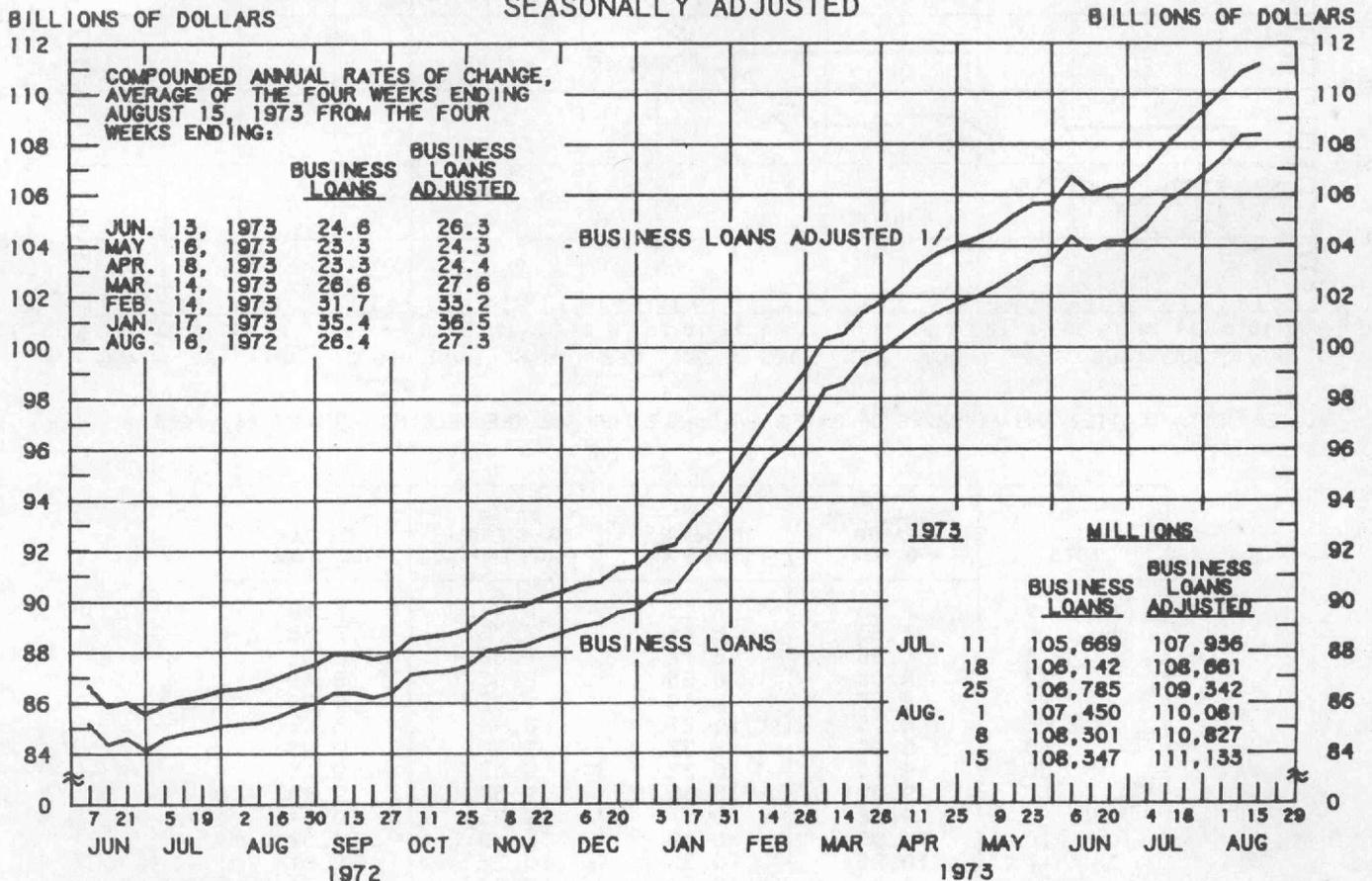
* AVERAGES OF RATES AVAILABLE.

** 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.

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



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



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