

U.S. FINANCIAL DATA

Week ending: March 20, 1974

LIBRARY

JUN 08 1979

Monetary expansion in the past year has been only slightly slower than its pace over the previous three years. The money stock has increased 6.2 percent in the past year compared to about a 7 percent average annual rate from early 1970 to early 1973. The monetary base has risen 7.4 percent in the past year, about the same average annual rate as in the previous three years. Such similarity in trend growth rates of base and money provides perspective for viewing short-period fluctuations in the growth of the money stock.

As shown on page 5 the growth of the money stock since last January can be divided into three fairly distinct periods; a rapid growth from January through early June, then a period of almost no growth through mid-October followed by a period of rapid growth in recent months.

Although the growth rates of money and the monetary base may diverge over periods of a few months, over periods of a year or more the growth of money adjusts to the growth of the base. As shown in the following table, through early-June the money stock grew more rapidly than the base. Over the next few months the growth of the base slowed and the money stock, responding to the slower growth of the base, slowed by an even more noticeable amount. By mid-October the growth rates of base and money had moved into a more typical long-run relationship; with the growth of money at a 5.3 percent rate from late-January to mid-October and base at a 6.6 percent rate over the same comparison period.

From mid-October to the most recent four weeks the base has grown at about a 9 percent rate. With the acceleration in the growth of the base, the growth of the money stock has sharply accelerated to an 8.2 percent rate over the same period. The recent renewal of rapid monetary growth has offset the slower mid-year growth of money, and has raised the growth rate of money from late-January last year to the most recent four weeks to a 6.3 percent annual rate, which compares with a growth of the base of 7.4 percent over the same period.

Comparison of Growth Rates of
Money Stock and Monetary Base

<u>4 Weeks Ended to 4 Weeks Ended</u>	<u>M₁</u>	<u>Monetary Base</u>
2/7/73 to 6/20/73	8.9%	7.5%
6/20/73 to 10/24/73	1.6	5.6
10/24/73 to 3/13/74	8.2	8.8
2/7/73 to 3/13/74	6.3	7.4

Prepared by Federal Reserve Bank of St. Louis

Released: March 22, 1974

MONETARY BASE

AVERAGES OF DAILY FIGURES

SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: MARCH 20, 1974

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.

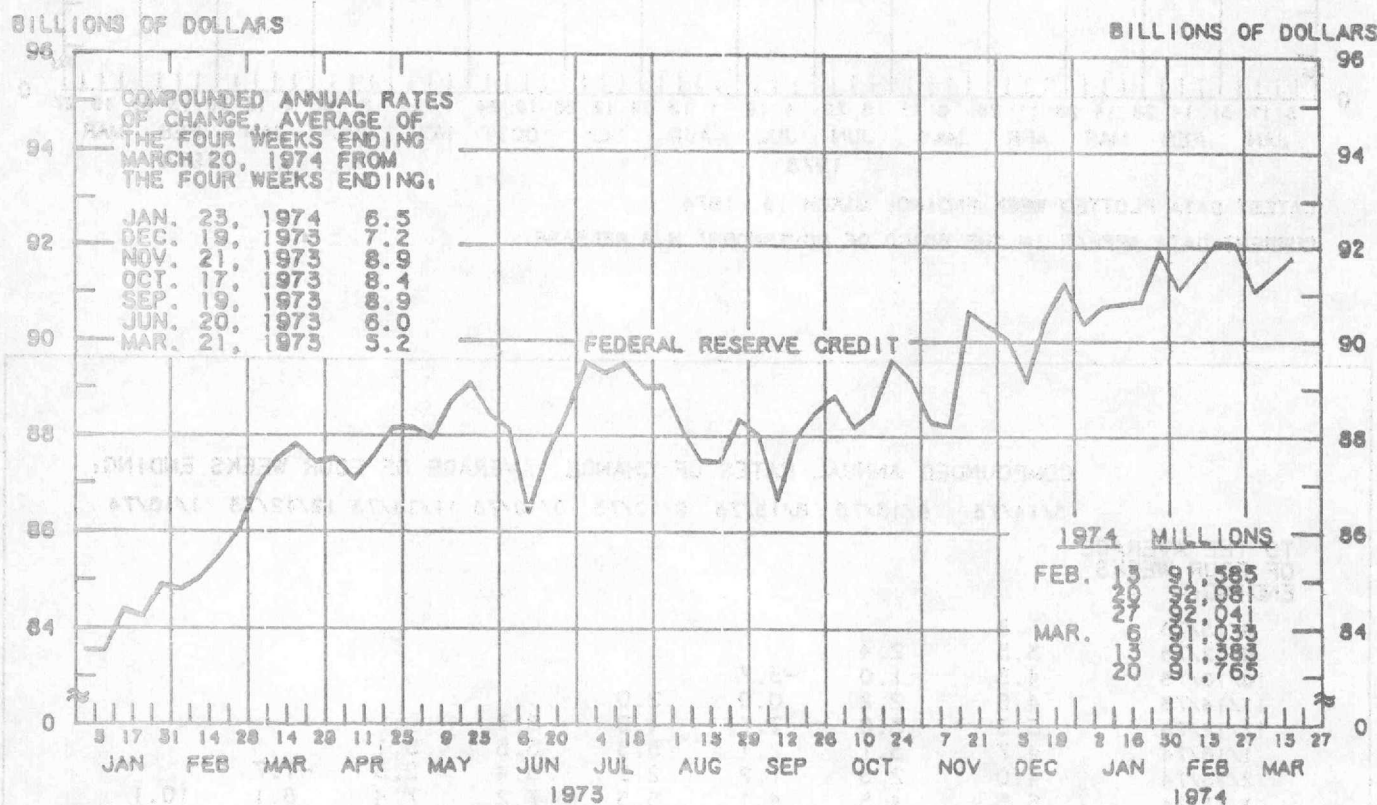
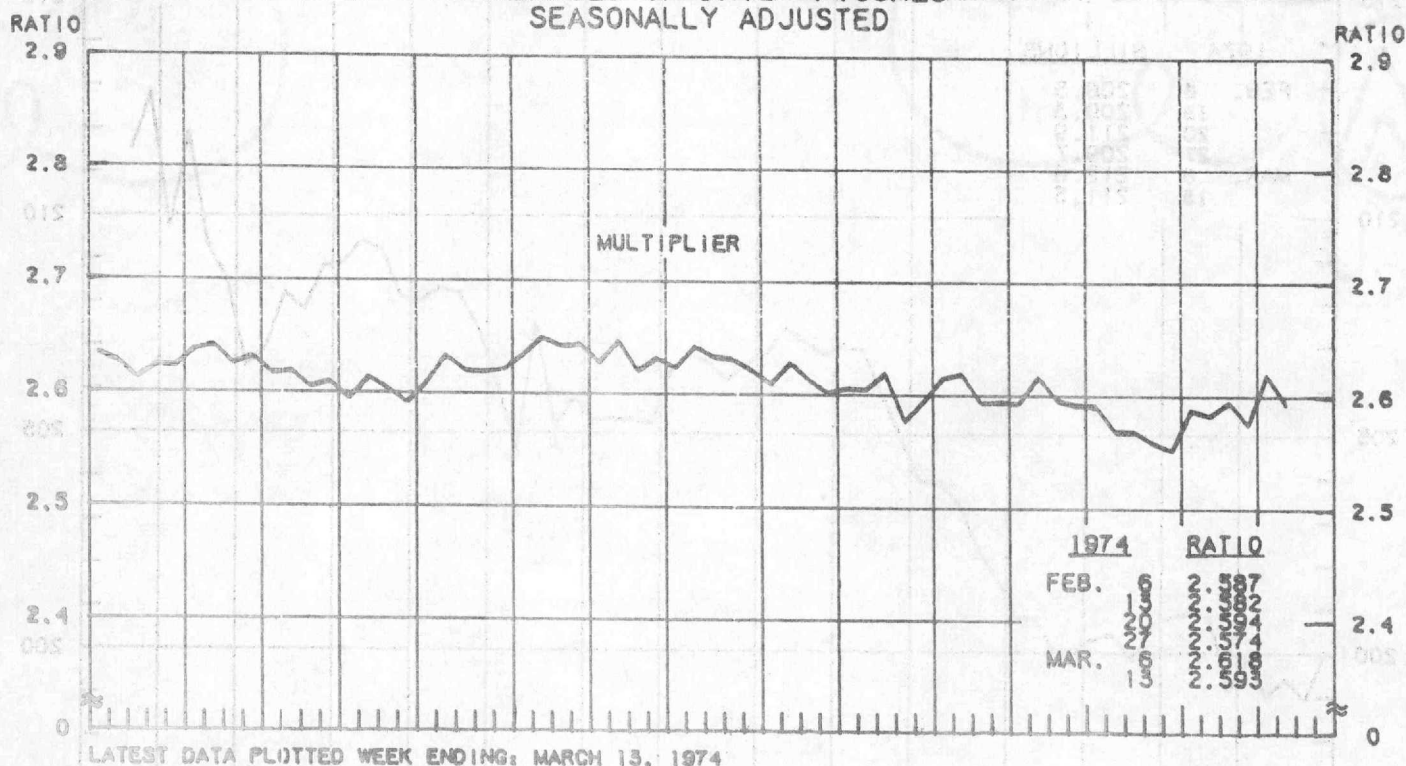
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

3/21/73 6/20/73 8/22/73 9/19/73 10/17/73 11/21/73 12/19/73 1/23/74

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/22/73	6.2							
9/19/73	5.8	4.2						
10/17/73	6.2	5.3	6.2					
11/21/73	6.6	6.1	7.2	8.9				
12/19/73	7.1	6.9	8.2	9.7	10.1			
1/23/74	7.5	7.6	8.8	10.0	10.4	11.2		
2/20/74	7.2	7.2	8.2	9.0	9.1	9.1	8.1	
3/20/74	7.4	7.4	8.3	9.0	9.0	9.1	8.3	6.7

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



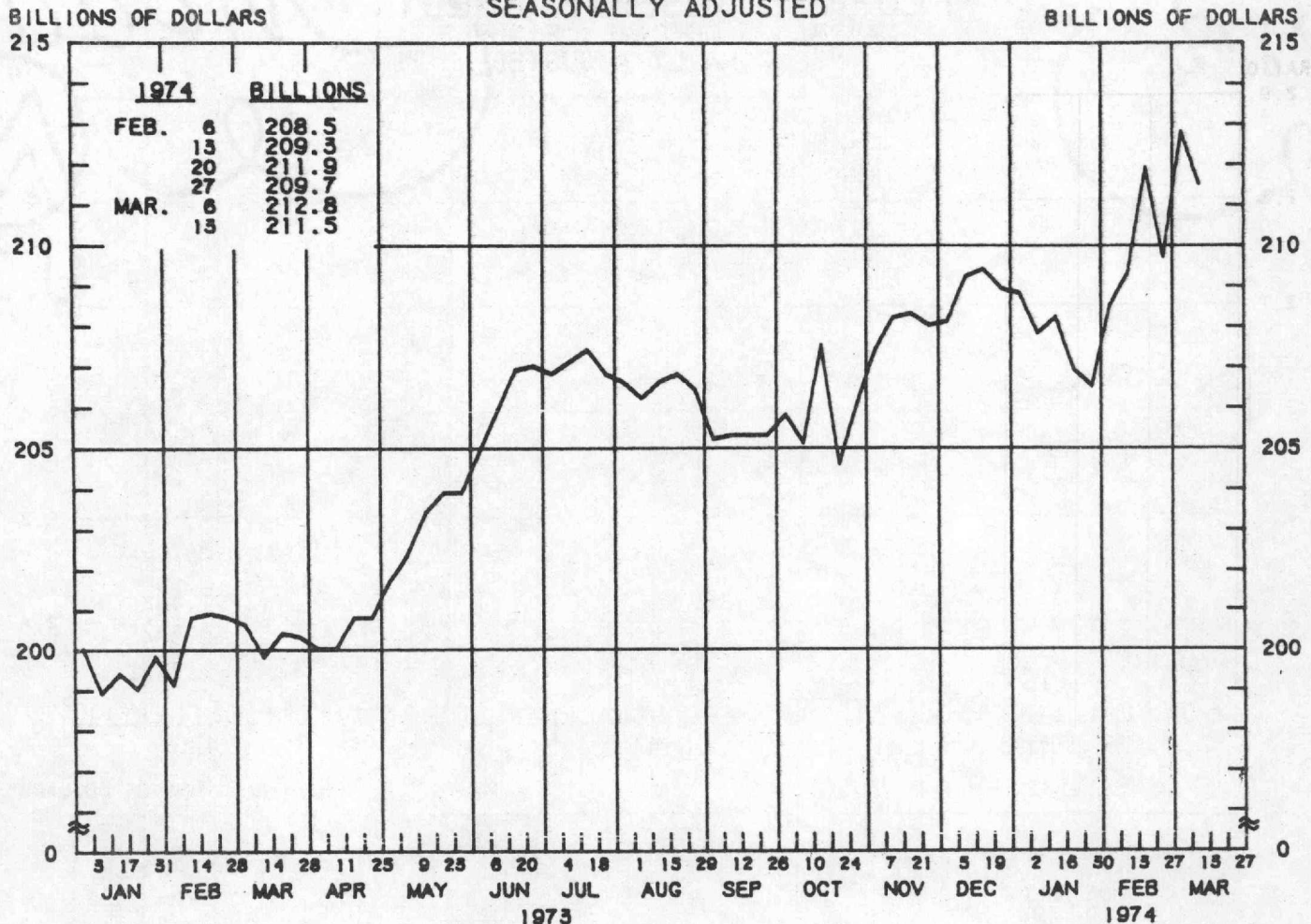
LATEST DATA PLOTTED WEEK ENDING: MARCH 20, 1974

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



LATEST DATA PLOTTED WEEK ENDING: MARCH 13, 1974

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

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

5/14/73 8/13/73 8/15/73 9/12/73 10/10/73 11/14/73 12/12/73 1/16/74

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

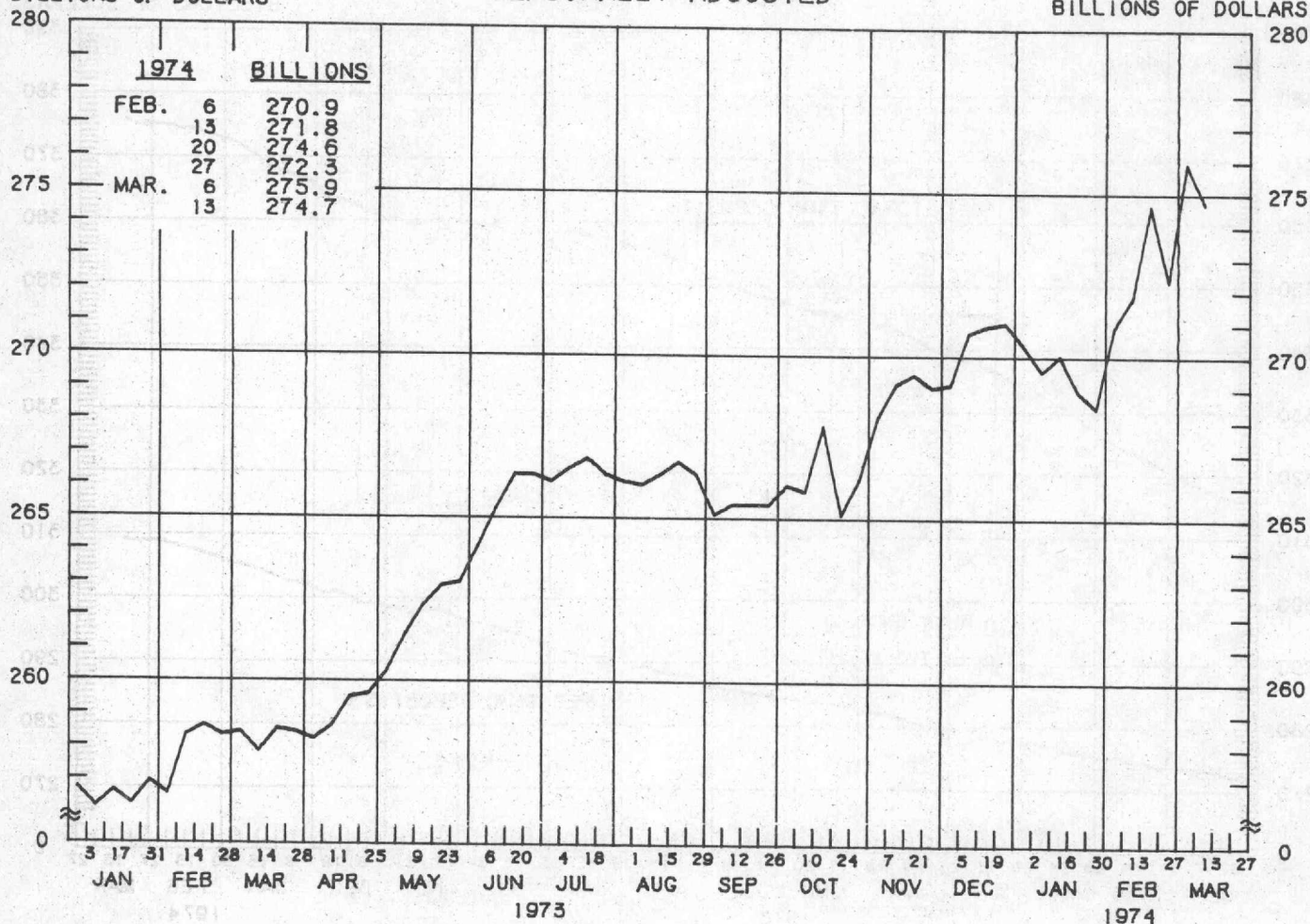
8/15/73	7.3							
9/12/73	5.5	2.4						
10/10/73	4.3	1.0	-3.7					
11/14/73	4.6	2.2	0.0	2.0				
12/12/73	5.3	3.6	2.7	4.9	8.7			
1/16/74	4.7	3.1	2.1	3.5	5.5	5.1		
2/13/74	4.0	2.3	1.2	2.2	3.4	2.3	-1.7	
3/13/74	5.5	4.5	4.1	5.5	7.2	7.4	6.1	10.1

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 13, 1974

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

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

3/14/73 6/13/73 8/15/73 9/12/73 10/10/73 11/14/73 12/12/73 1/16/74

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

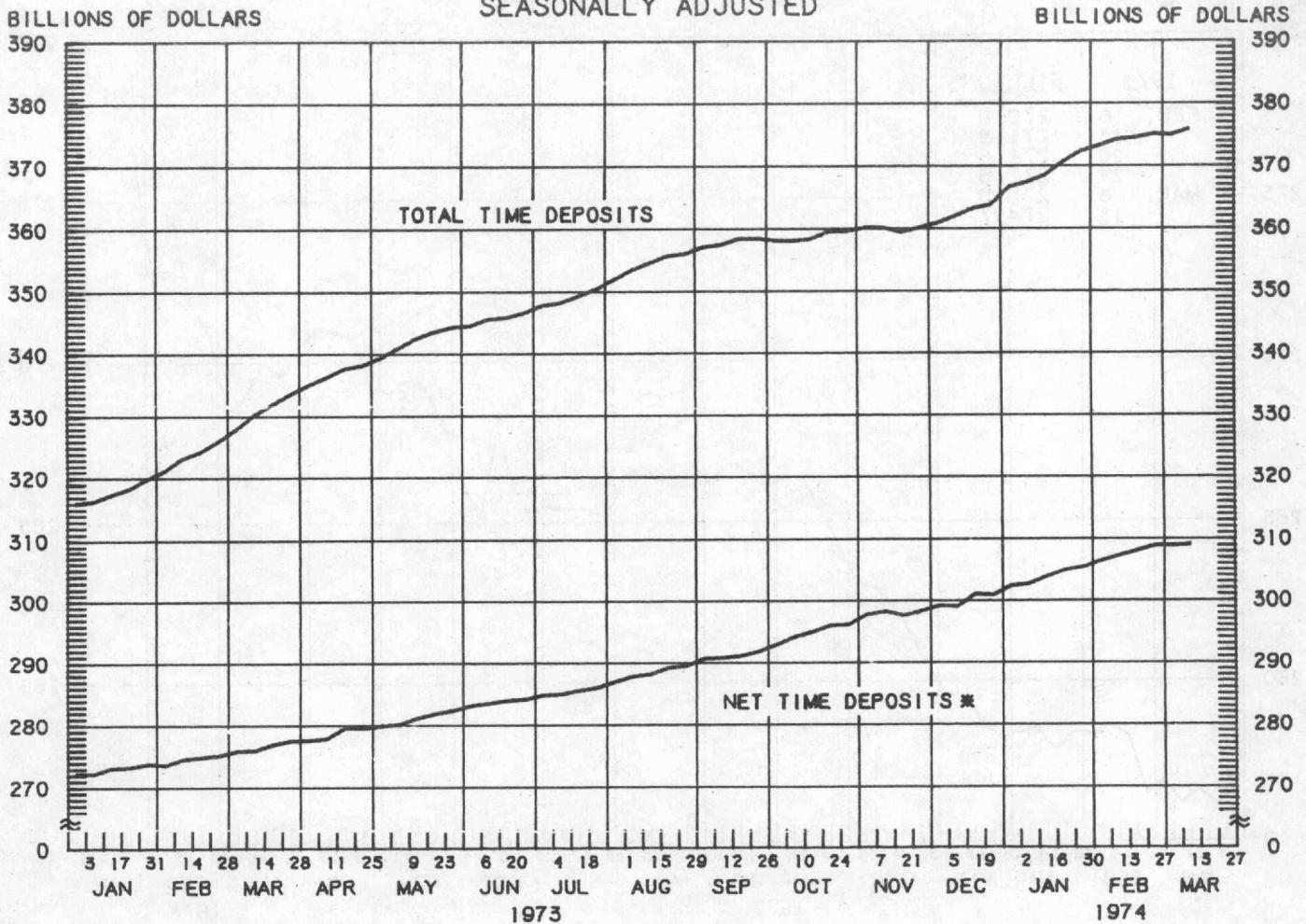
8/15/73	7.4							
9/12/73	6.0	3.2						
10/10/73	5.0	2.2	-1.2					
11/14/73	5.1	3.0	1.4	2.6				
12/12/73	5.9	4.4	4.0	5.7	8.8			
1/16/74	5.5	4.1	3.6	4.7	6.4	6.9		
2/13/74	4.9	3.5	2.9	3.7	4.7	4.4	0.9	
3/13/74	6.2	5.4	5.4	6.5	7.9	8.6	7.3	10.5

TIME DEPOSITS

ALL COMMERCIAL BANKS

AVERAGES OF DAILY FIGURES

SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 13, 1974

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:

3/14/73 6/13/73 8/15/73 9/12/73 10/10/73 11/14/73 12/12/73 1/16/74

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

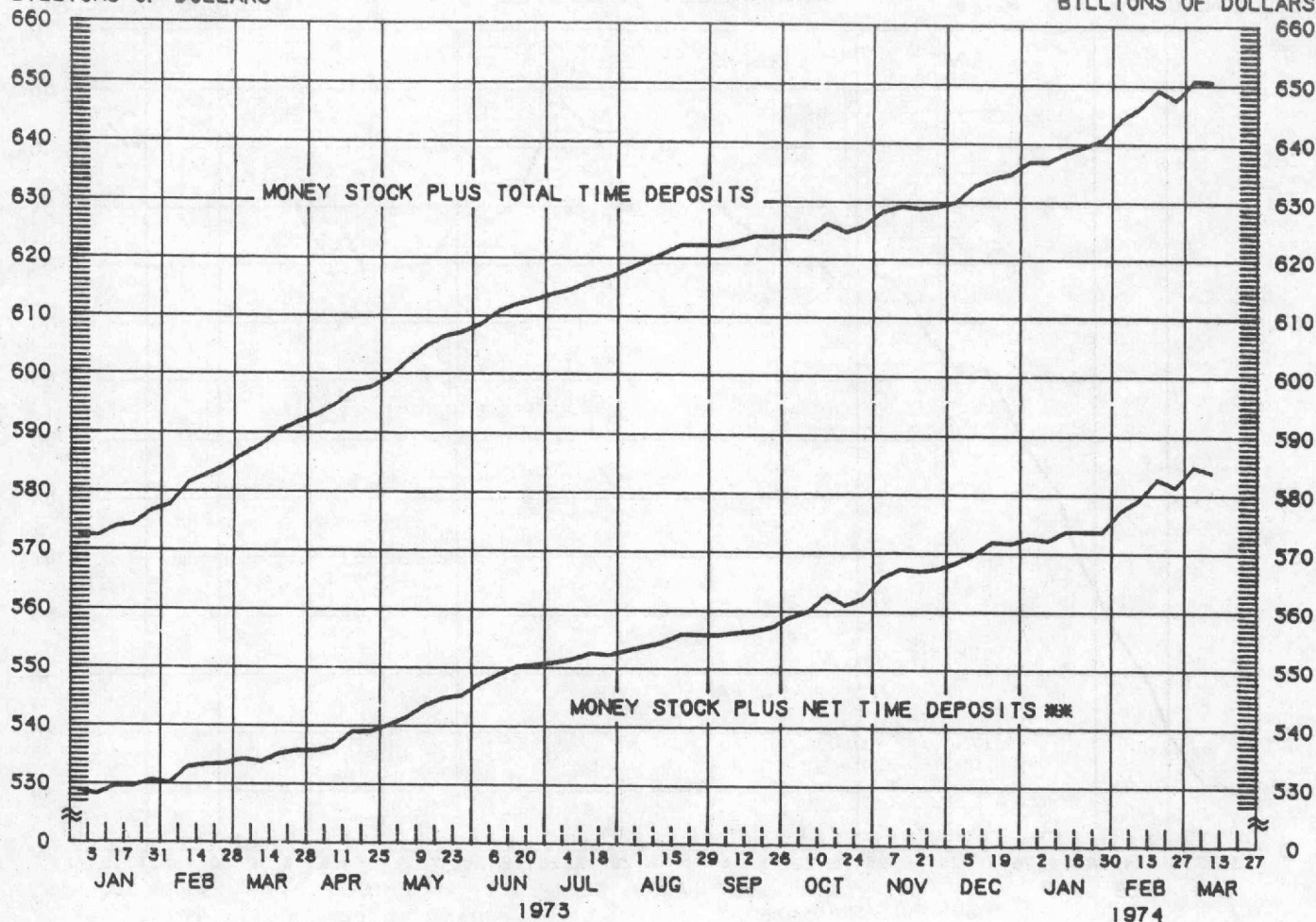
8/15/73	10.4							
9/12/73	10.9	10.7						
10/10/73	10.9	10.9	12.4					
11/14/73	11.8	12.3	14.2	14.6				
12/12/73	11.3	11.4	12.4	12.1	12.5			
1/16/74	11.6	11.9	12.9	12.7	13.2	11.0		
2/13/74	12.1	12.4	13.4	13.4	13.9	12.7	15.4	
3/13/74	12.1	12.4	13.3	13.3	13.7	12.7	14.5	14.6

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 13, 1974

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:

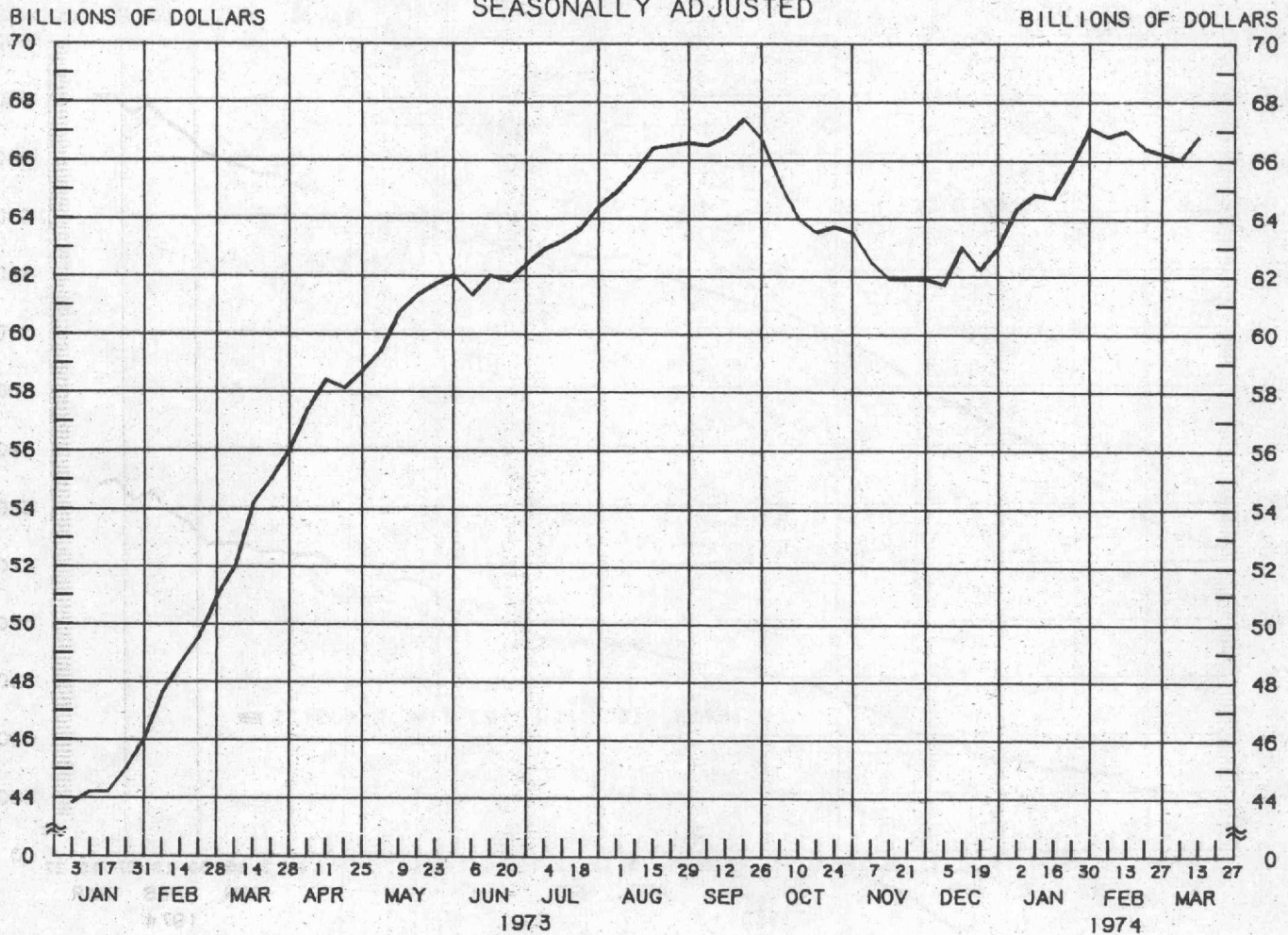
3/14/73 6/13/73 8/15/73 9/12/73 10/10/73 11/14/73 12/12/73 1/16/74

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/15/73	8.9							
9/12/73	8.5	7.0						
10/10/73	8.1	6.6	5.8					
11/14/73	8.6	7.7	8.0	8.8				
12/12/73	8.7	8.0	8.4	9.1	10.7			
1/16/74	8.6	8.1	8.4	8.9	9.9	9.0		
2/13/74	8.6	8.1	8.4	8.8	9.5	3.8	8.4	
3/13/74	9.2	9.0	9.5	10.0	10.9	10.7	11.0	12.5

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 13, 1974

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.

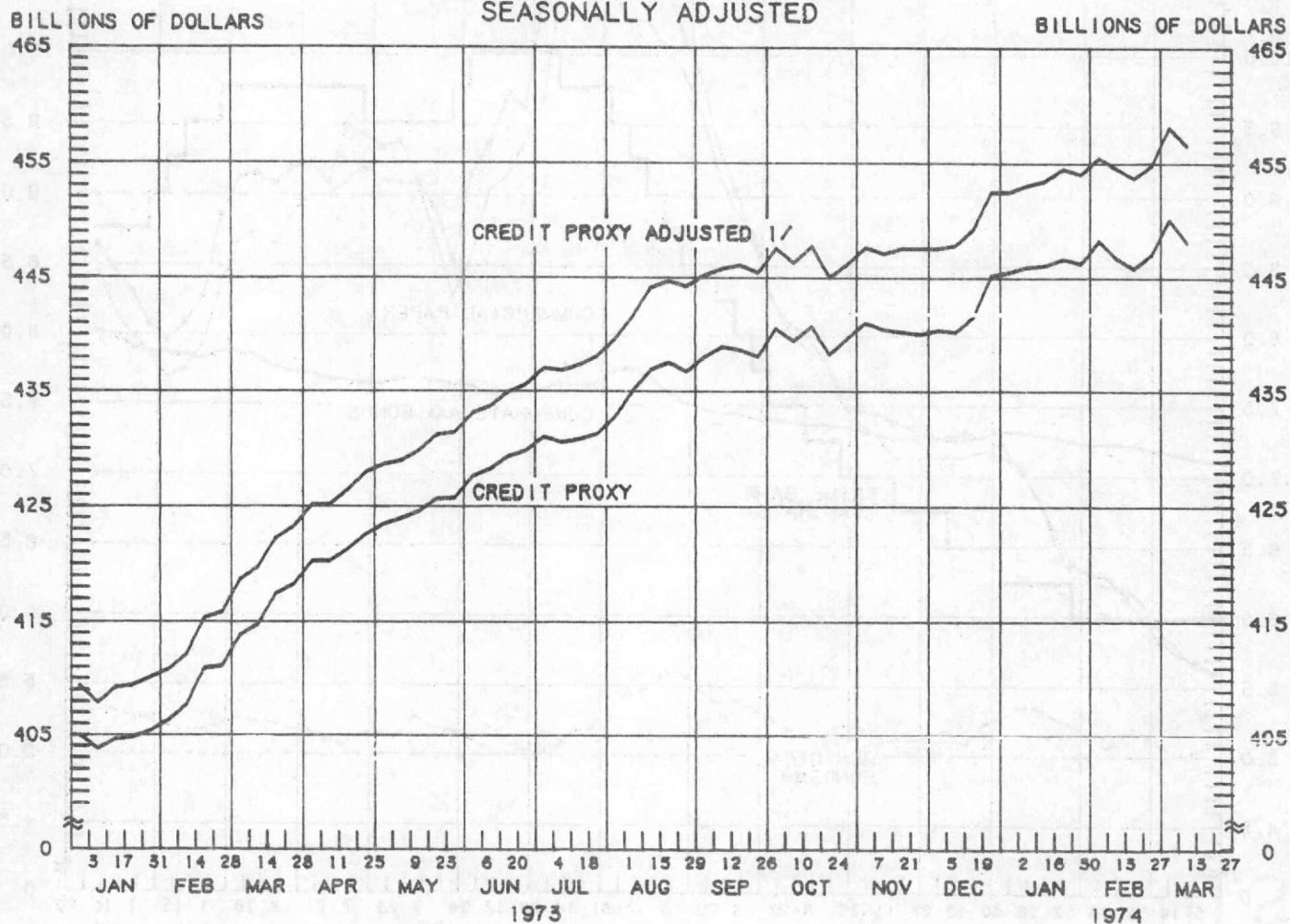
MONEY AND TIME DEPOSIT DATA			
1974	BILLIONS		
	CERTIFICATES OF DEPOSIT	NET TIME DEPOSITS *	M 2 **
JAN. 2	64.3	302.2	572.5
9	64.8	302.5	572.0
16	64.7	303.7	573.7
23	65.8	304.8	573.7
30	67.1	305.3	573.7
FEB. 6	66.8	306.4	577.3
13	67.0	307.2	579.1
20	66.4	308.0	582.6
27	66.2	308.8	581.1
MAR. 6	66.0	308.8	584.7
13	66.8	309.0	583.7
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: MARCH 13, 1974

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

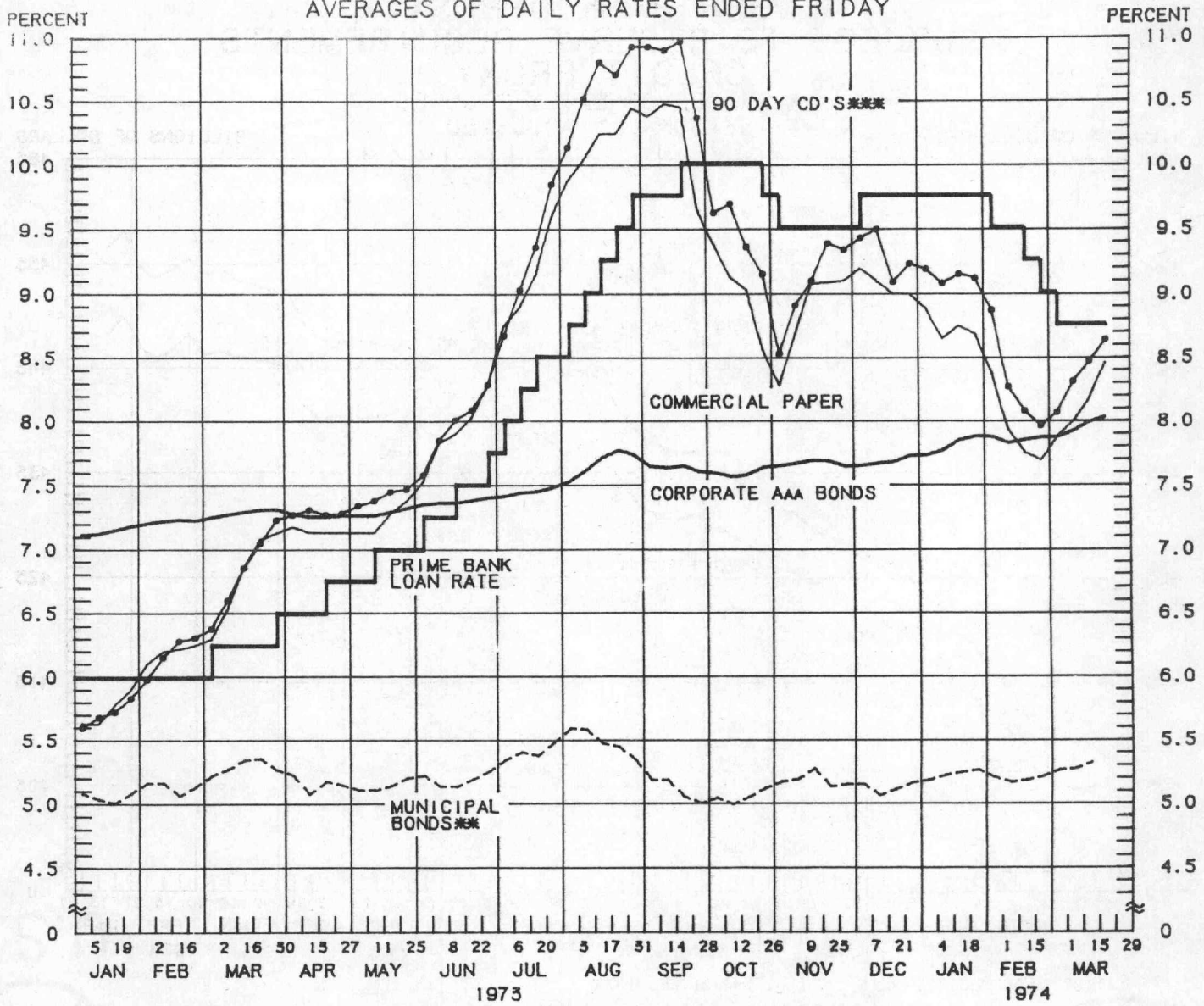
1/ INCLUDES MEMBER BANK DEPOSITS, BANK-RELATED COMMERCIAL PAPER, EURODOLLAR BORROWINGS OF U.S. BANKS, AND CERTAIN OTHER NONDEPOSIT SOURCES.

1974		BILLIONS	
		CREDIT PROXY	CREDIT PROXY ADJUSTED
FEB.	6	448.3	455.5
	13	446.7	454.5
	20	445.8	453.7
	27	447.1	454.8
MAR.	6	450.1	458.1
	13	448.1	456.5

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF THE FOUR WEEKS ENDING MARCH 13, 1974 FROM THE FOUR WEEKS ENDING:			
		CREDIT PROXY	CREDIT PROXY ADJUSTED
JAN.	16, 1974	3.1	4.2
DEC.	12, 1973	7.1	7.4
NOV.	14, 1973	5.7	6.5
OCT.	10, 1973	4.7	5.0
SEP.	12, 1973	4.6	4.9
JUN.	13, 1973	6.6	7.3
MAR.	14, 1973	8.5	9.2

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: MARCH 22, 1974

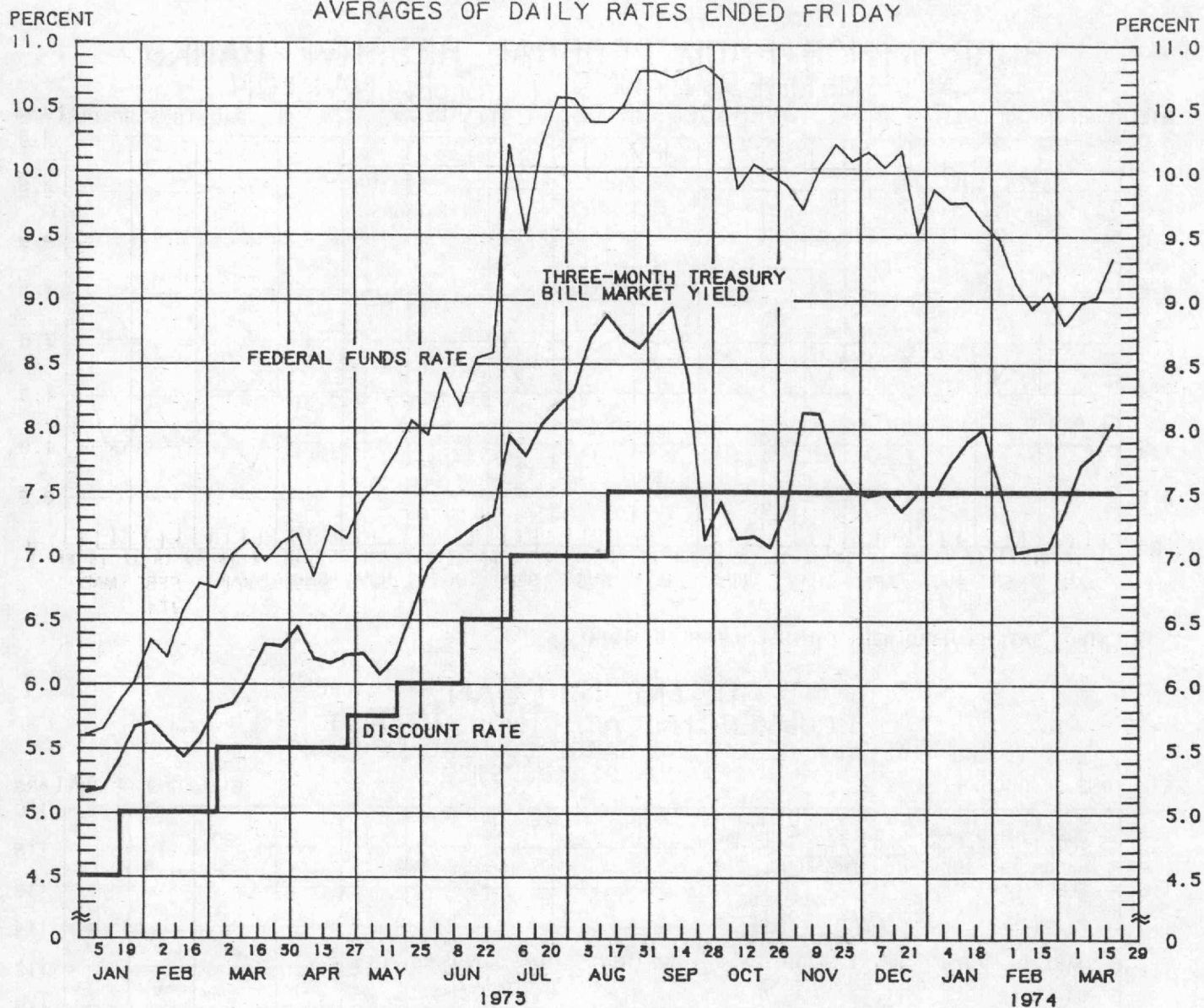
1974	90 DAY CD'S ***	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS ***
JAN. 4	9.19	8.88	8.75	7.73	5.18
11	9.08	8.65	8.75	7.77	5.22
18	9.15	8.75	8.75	7.85	5.24
25	9.12	8.68	8.75	7.88	5.26
FEB. 1	8.87	8.38	8.55	7.87	5.20
8	8.27	7.93	7.85	7.82	5.16
15	8.08	7.75	7.75	7.85	5.18
22	7.96	7.69	7.75	7.87	5.21
MAR. 1	8.07	7.88	7.85	7.87	5.26
8	8.31	8.00	8.00	7.92	5.27
15	8.47	8.18	8.10	7.99	5.32
22 *	8.64	8.46	8.42	8.03	N.A.
29					

* AVERAGES OF RATES AVAILABLE.
** BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS. THURSDAY DATA.
*** SEVEN-DAY AVERAGES OF SECONDARY MARKET RATES FOR THE WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATES SHOWN. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.
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: MARCH 22, 1974

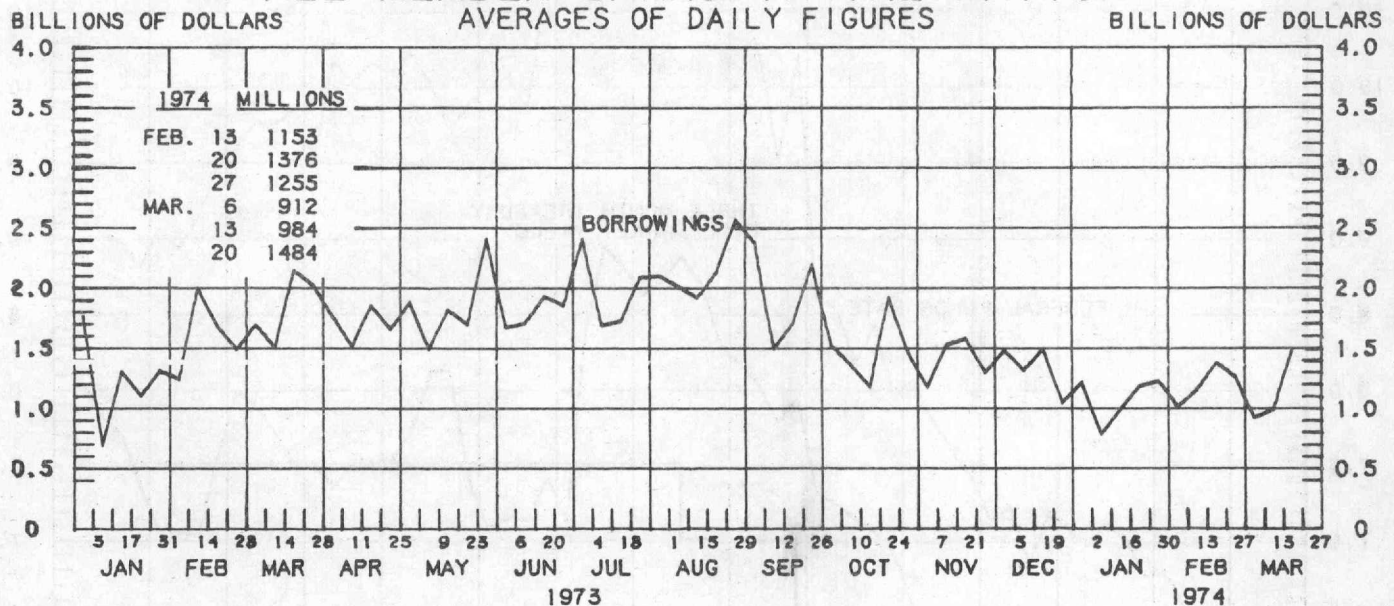
1974	FEDERAL FUNDS **	3-MONTH TREASURY BILLS	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES
JAN. 4	9.87	7.49	6.83	6.52
11	9.76	7.72	6.88	6.57
18	9.77	7.89	6.94	6.57
25	9.60	7.99	7.06	6.57
FEB. 1	9.47	7.55	6.94	6.55
8	9.13	7.03	6.74	6.50
15	8.93	7.06	6.70	6.50
22	9.07	7.07	6.76	6.56
MAR. 1	8.81	7.36	6.93	6.62
8	8.98	7.71	7.06	6.71
15	9.03	7.82	7.16	6.75
22 *	9.33	8.04	7.37	6.86
29				

* AVERAGES OF RATES AVAILABLE.

** SEVEN-DAY AVERAGES FOR WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATE SHOWN.
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

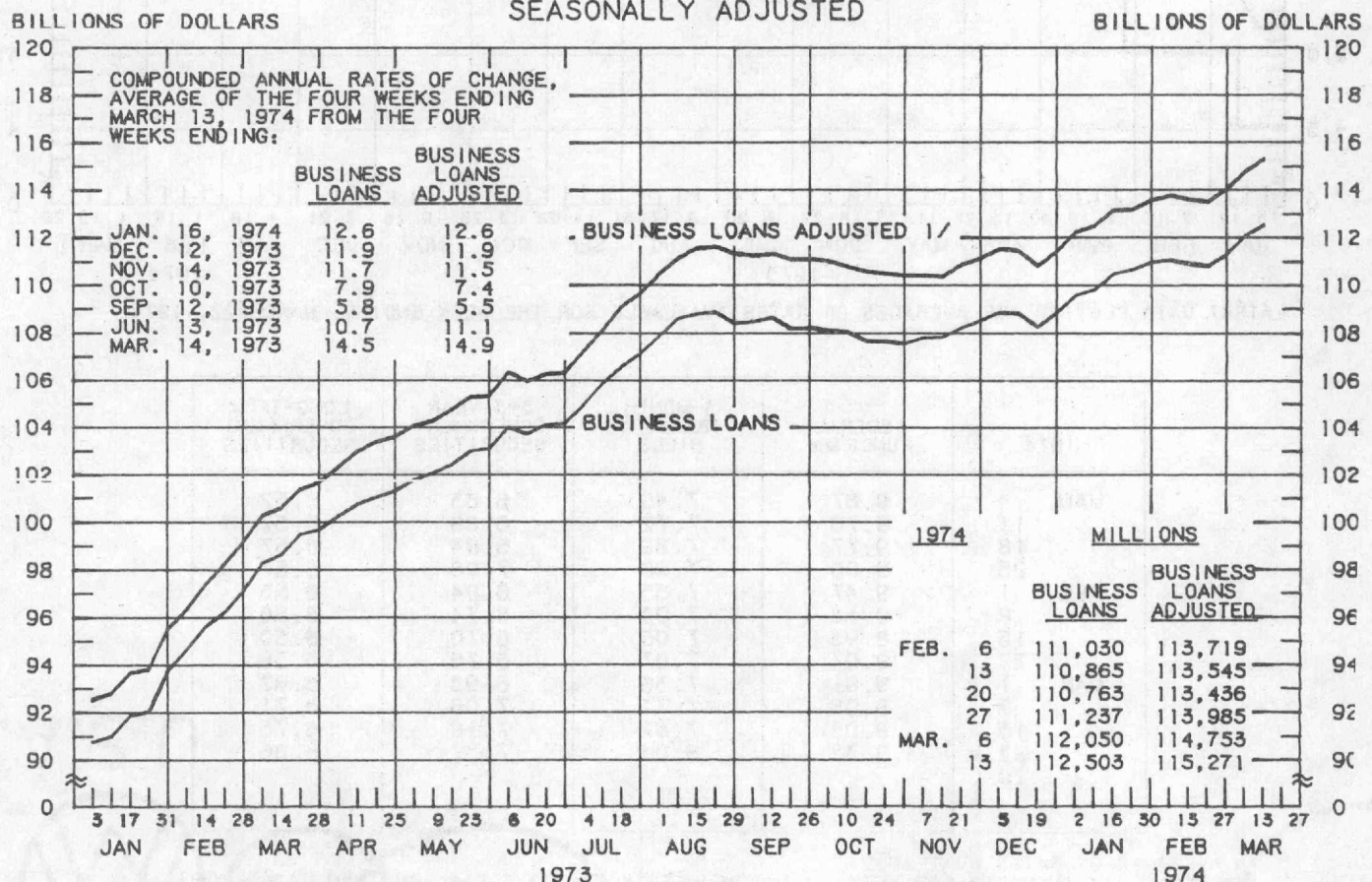
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: MARCH 20, 1974

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



LATEST DATA PLOTTED WEEK ENDING: MARCH 13, 1974

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