



Week ending: November 13, 1974

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The monetary base, the principal sources of which are Federal Reserve credit and the monetary gold stock, has risen at a 6.7 percent annual rate in the last six months. By comparison, in the previous six months the base increased at a 9.7 percent rate. From 1970 to 1973 the base rose at an average 7.7 percent annual rate and from 1965 to 1970 it grew at a 5 percent pace.

Interest rates have declined recently. Most short-term rates reached peaks in July or August and have since been declining at a fairly rapid pace. Yields on prime four- to six-month commercial paper, as an example, averaged 8.88 percent in recent days, down from 11.85 percent in the last week of August. At first, some long-term interest rates continued to rise, but since mid-October there have been declines in these rates also. Interest rates on seasoned highest grade corporate bonds averaged 9.08 percent in the last week in August, climbed to a high of 9.38 percent in the week ended October 11, but since have fallen to 8.92 percent.

The growth of time deposits at commercial banks has slowed in recent months. Total time deposits have risen at a 12 percent annual rate in the past six months, compared with a 17 percent rate of increase in the previous six months. Changes in the growth of large certificates of deposit (CDs) account for most of this change. The outstanding volume of large CDs rose very rapidly from last March through late August, whereas since late August, the volume has declined slightly on balance. Net time deposits, on the other hand, have increased substantially in the past month after little change in September, and growth over the past six months — about a 10 percent rate — has been about the same as the 11 percent rate of growth in the previous six months.

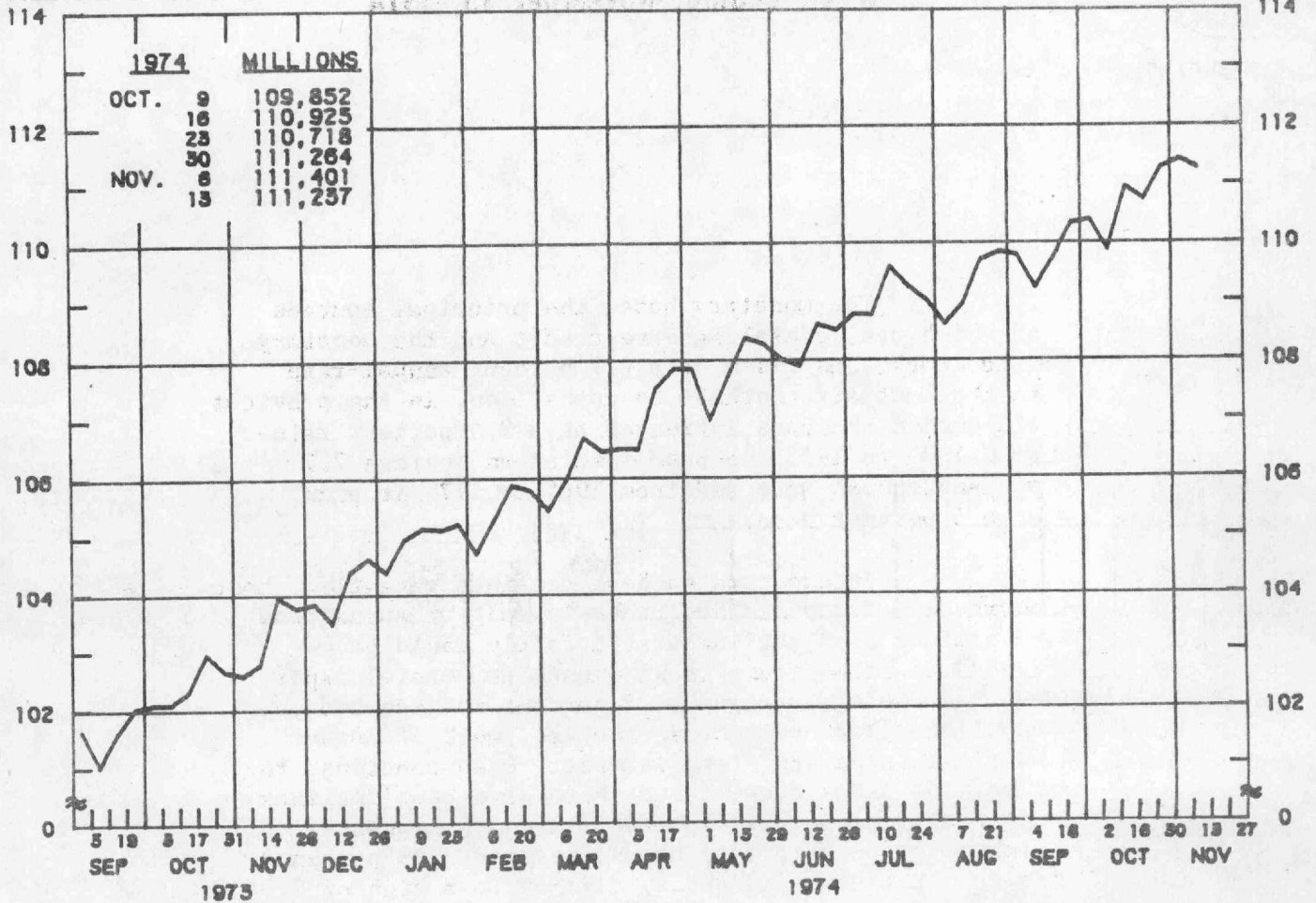
MONETARY BASE

AVERAGES OF DAILY FIGURES

SEASONALLY ADJUSTED BY THIS BANK

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 13, 1974

THE MONETARY BASE CONSISTS OF MEMBER BANK RESERVES PLUS CURRENCY HELD BY THE PUBLIC AND NON-MEMBER BANKS, ADJUSTED FOR RESERVE REQUIREMENT CHANGES AND SHIFTS IN DEPOSITS. THE MAJOR SOURCES OF THE MONETARY BASE ARE FEDERAL RESERVE CREDIT AND THE GOLD STOCK. DATA ARE COMPUTED BY THIS BANK. A DETAILED DESCRIPTION OF THE SOURCES AND USES OF THE MONETARY BASE IS AVAILABLE AS REPRINT NO. 51 FROM THE FEDERAL RESERVE BANK OF ST. LOUIS.

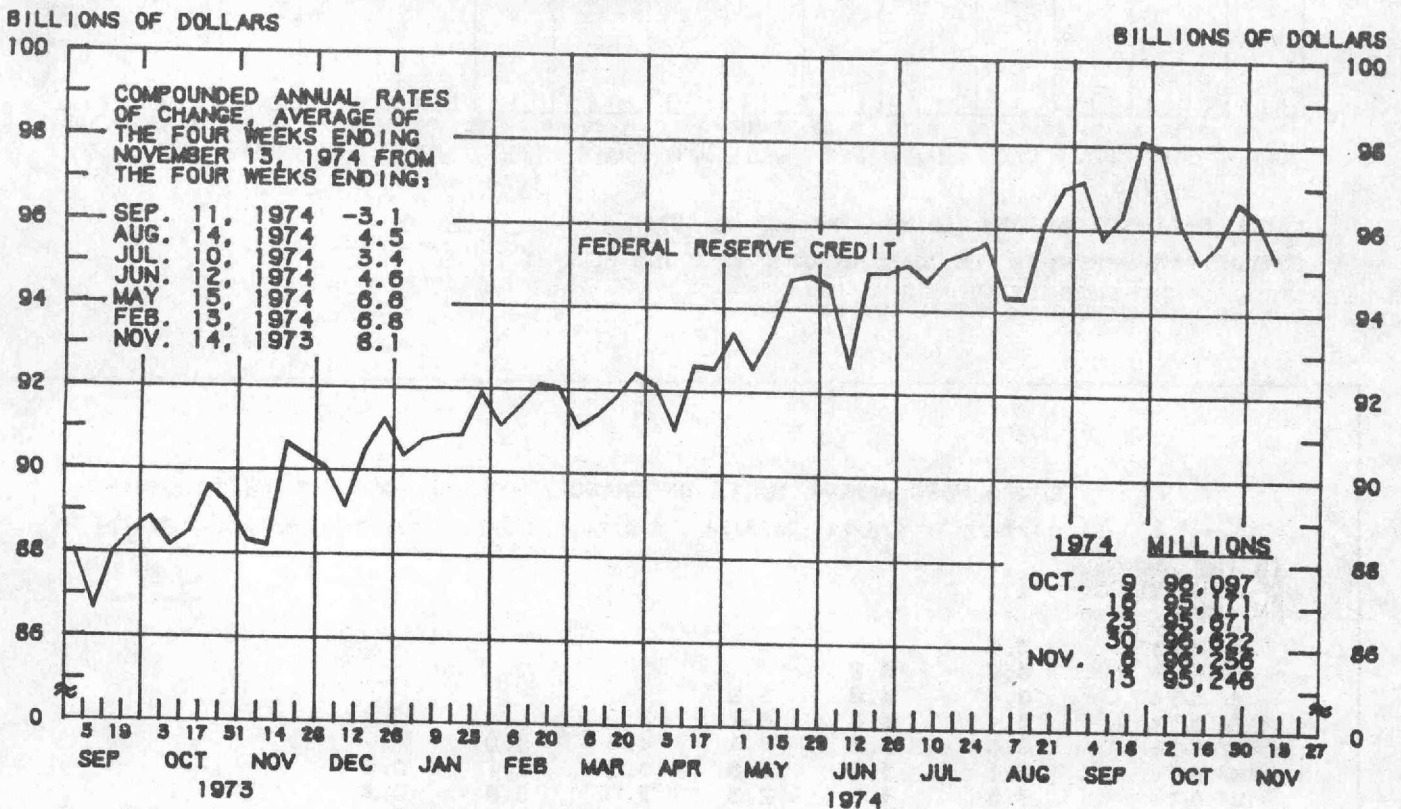
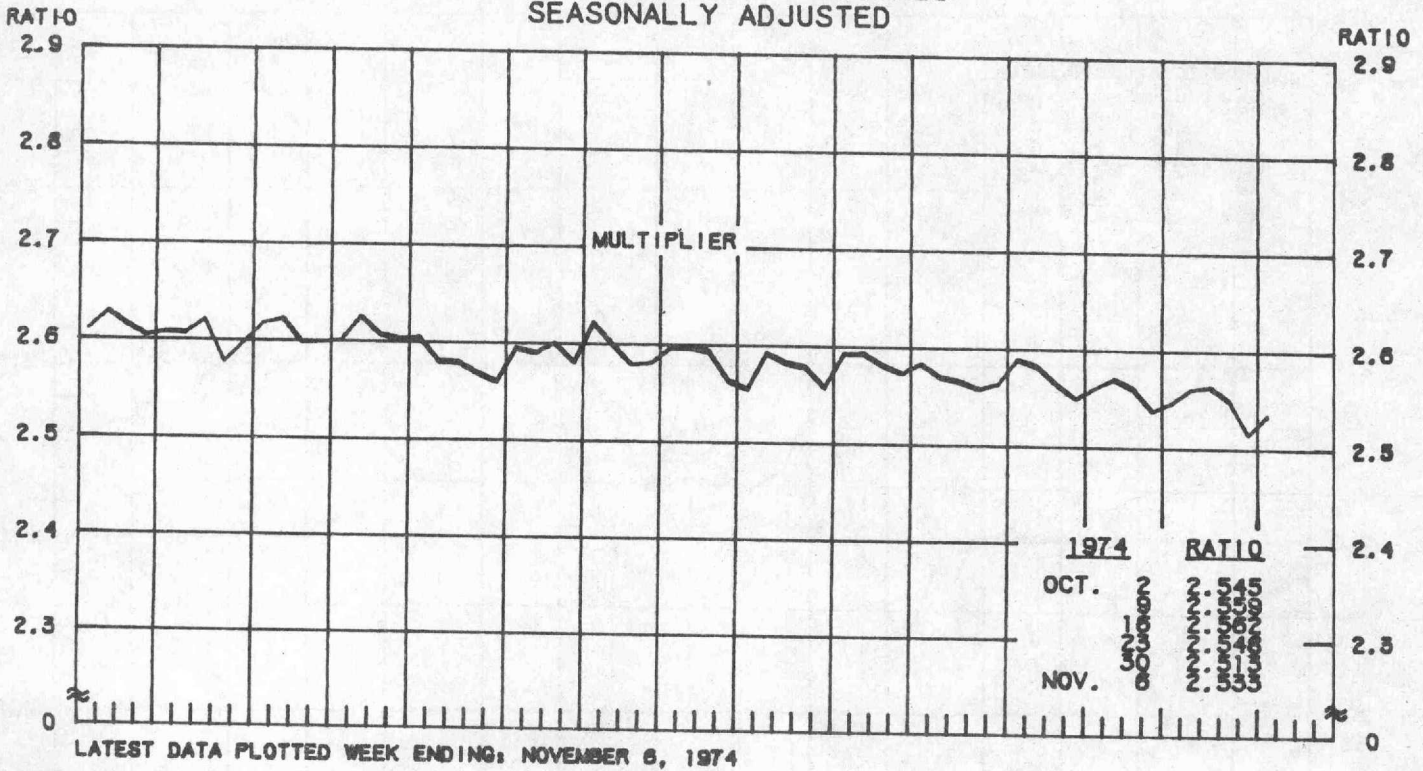
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

11/14/73 2/13/74 4/10/74 5/15/74 6/12/74 7/10/74 8/14/74 9/11/74

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

4/10/74	9.3							
5/15/74	9.7	10.0						
6/12/74	9.3	9.2	9.1					
7/10/74	6.9	6.7	6.3	6.6				
8/14/74	6.1	7.5	6.7	5.1	4.5			
9/11/74	6.2	7.6	7.1	5.9	5.7	5.3		
10/16/74	6.1	7.6	7.1	6.2	6.1	6.0	7.8	
11/13/74	6.2	7.8	7.4	6.7	6.6	6.6	6.4	6.3

**MULTIPLIER 1/
FEDERAL RESERVE CREDIT 2/
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED**



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 13, 1974

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

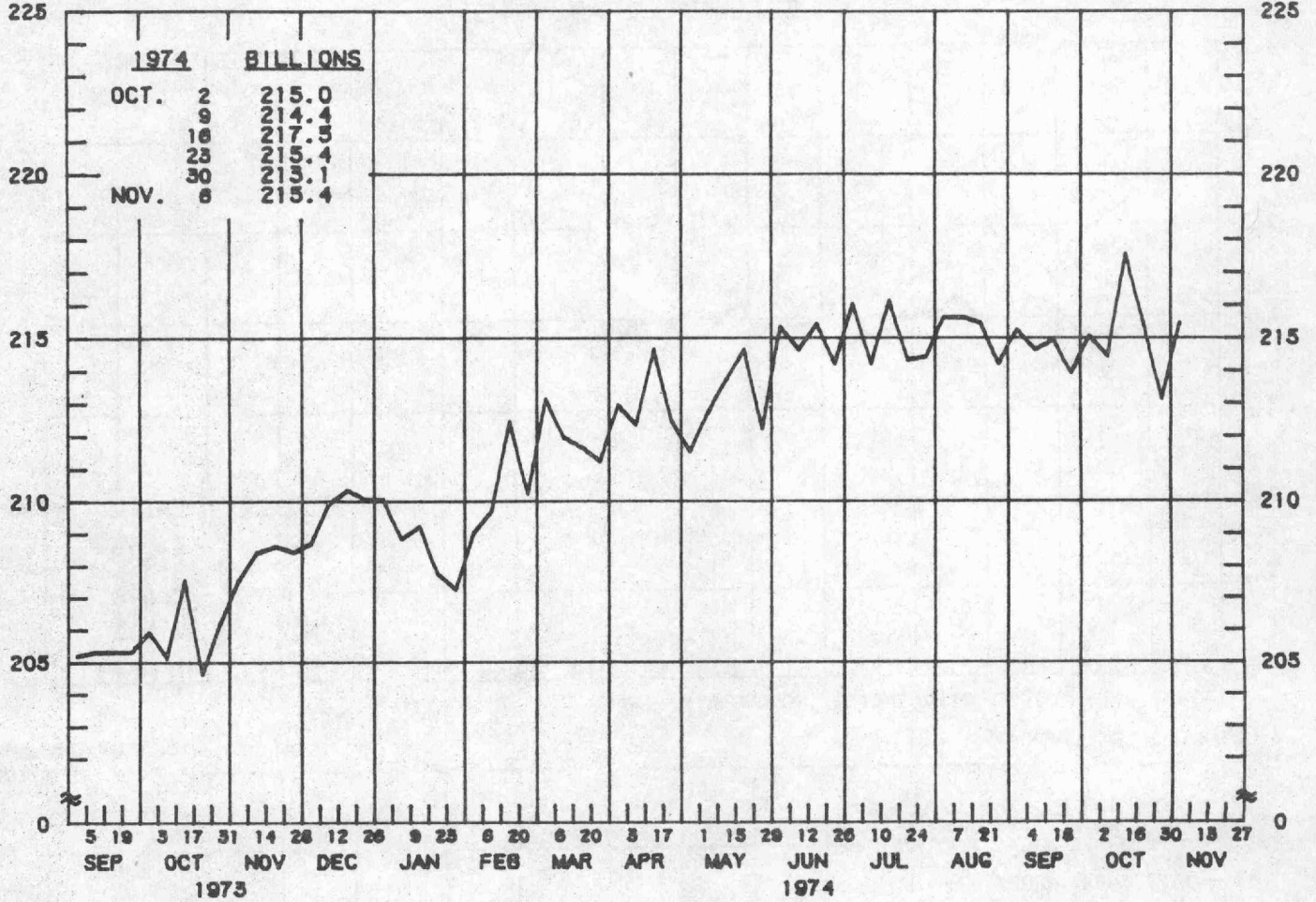
2/ DEFINED TO INCLUDE HOLDINGS OF SECURITIES, LOANS, FLOAT AND "OTHER" ASSETS, ADJUSTED FOR RESERVE REQUIREMENT CHANGES AND CHANGES IN REQUIREMENTS DUE TO SHIFTS IN DEPOSITS AMONG CLASSES OF BANKS. DATA ARE SEASONALLY ADJUSTED BY THIS BANK.

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 6, 1974

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

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

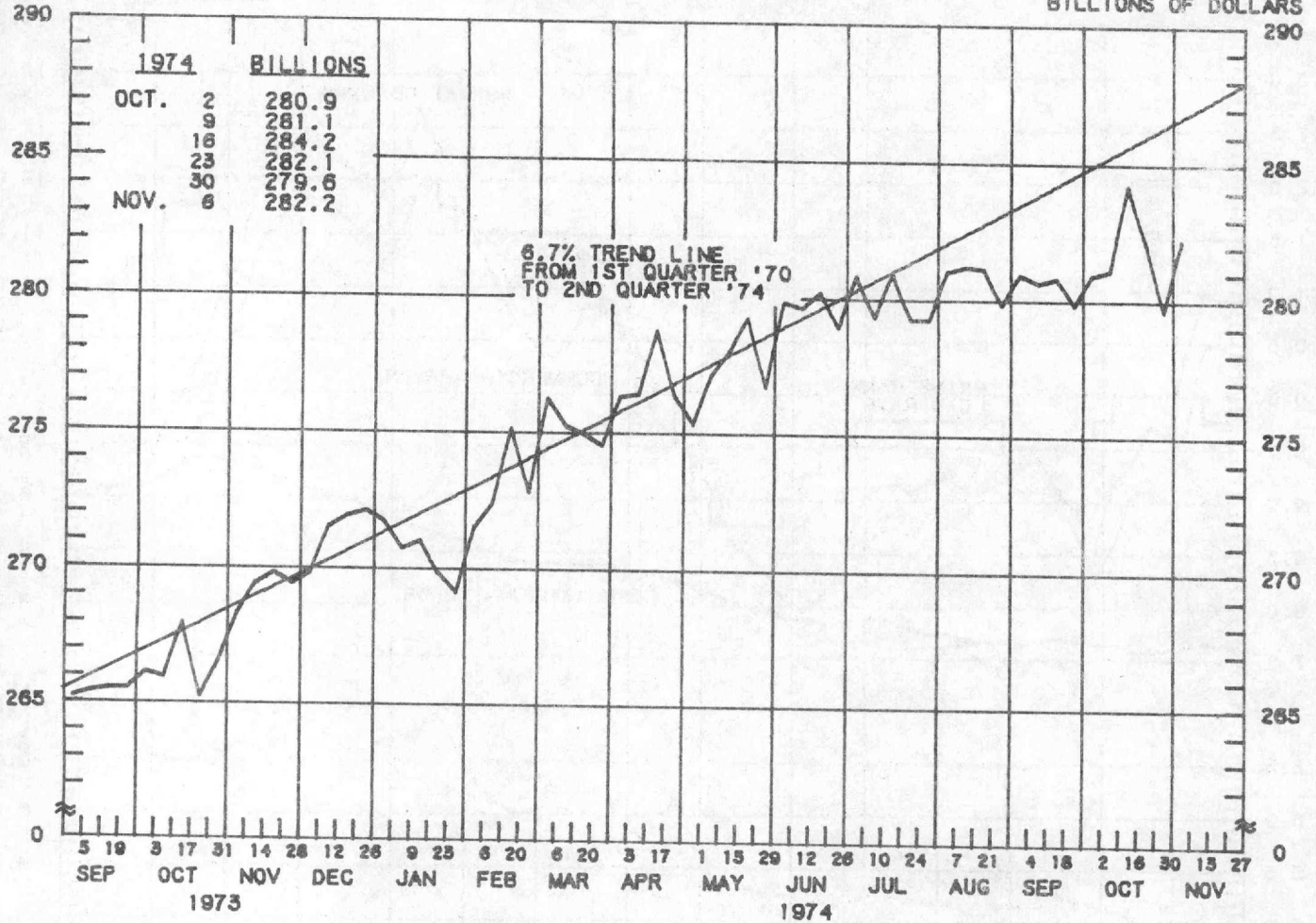
	11/7/73	2/6/74	4/3/74	5/8/74	6/5/74	7/3/74	8/7/74	9/4/74
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/ 3/74	6.6							
5/ 8/74	6.2	8.9						
6/ 3/74	6.4	8.6	5.9					
7/ 3/74	6.4	8.3	6.2	7.2				
8/ 7/74	5.6	6.6	4.4	4.4	3.0			
9/ 4/74	5.1	5.7	3.6	3.3	2.1	0.0		
10/ 9/74	4.3	4.5	2.5	2.0	0.8	-0.9	-1.3	
11/ 6/74	4.3	4.6	2.8	2.5	1.6	0.4	0.6	0.6

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 6, 1974

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

THE MONEY STOCK CONSISTS OF DEMAND DEPOSITS PLUS CURRENCY AND COIN HELD BY THE NONBANK PUBLIC.

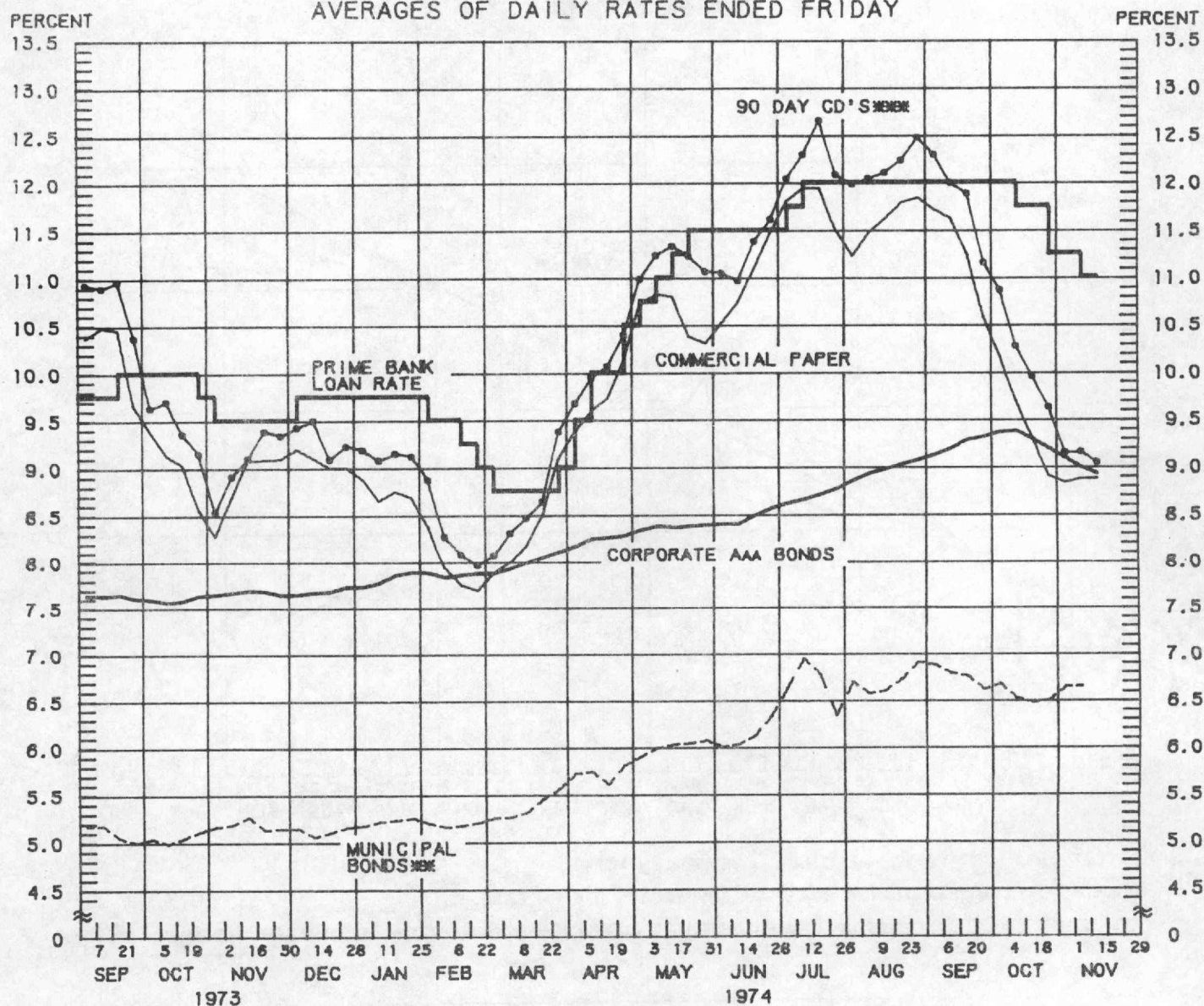
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

	11/7/73	2/6/74	4/3/74	5/8/74	6/5/74	7/3/74	8/7/74	9/4/74
4/ 3/74	7.8							
5/ 8/74	7.6	10.0						
6/ 5/74	7.5	9.3	6.9					
7/ 3/74	7.5	8.9	7.0	7.3				
8/ 7/74	6.6	7.3	5.2	4.7	3.6			
9/ 4/74	6.3	6.8	4.9	4.4	3.5	1.9		
10/ 9/74	5.6	5.7	3.9	3.3	2.4	1.1	1.2	
11/ 6/74	5.6	5.8	4.2	3.7	3.1	2.2	2.7	2.5

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: NOVEMBER 15, 1974

1974	90 DAY CD'S	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS
SEP. 6	12.30	11.72	11.79	9.13	6.88
13	12.00	11.63	11.46	9.20	6.79
20	11.89	11.25	10.95	9.29	6.76
27	11.16	10.58	10.36	9.32	6.62
OCT. 4	10.87	10.18	9.79	9.37	6.68
11	10.28	9.70	9.61	9.38	6.52
18	9.98	9.31	9.31	9.29	6.48
25	9.63	8.90	9.12	9.19	6.51
NOV. 1	9.15	8.83	8.95	9.09	6.65
8	9.16	8.88	8.83	8.99	6.66
15 *	9.05	8.88	8.96	8.92	N.A.
22					
29					

* AVERAGES OF RATES AVAILABLE.

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

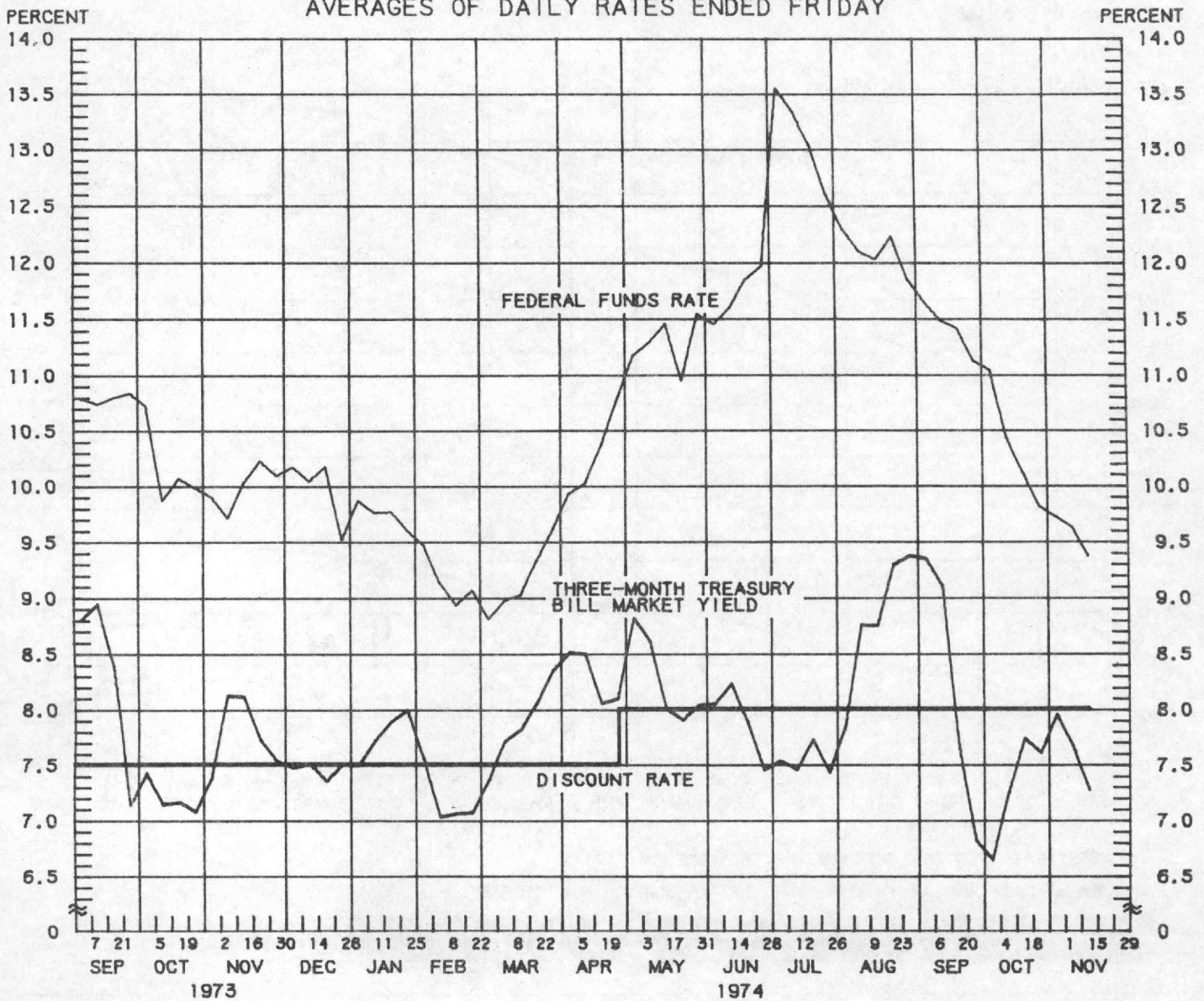
*** SEVEN-DAY AVERAGES OF SECONDARY MARKET RATES FOR THE WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATES SHOWN. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

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: NOVEMBER 15, 1974

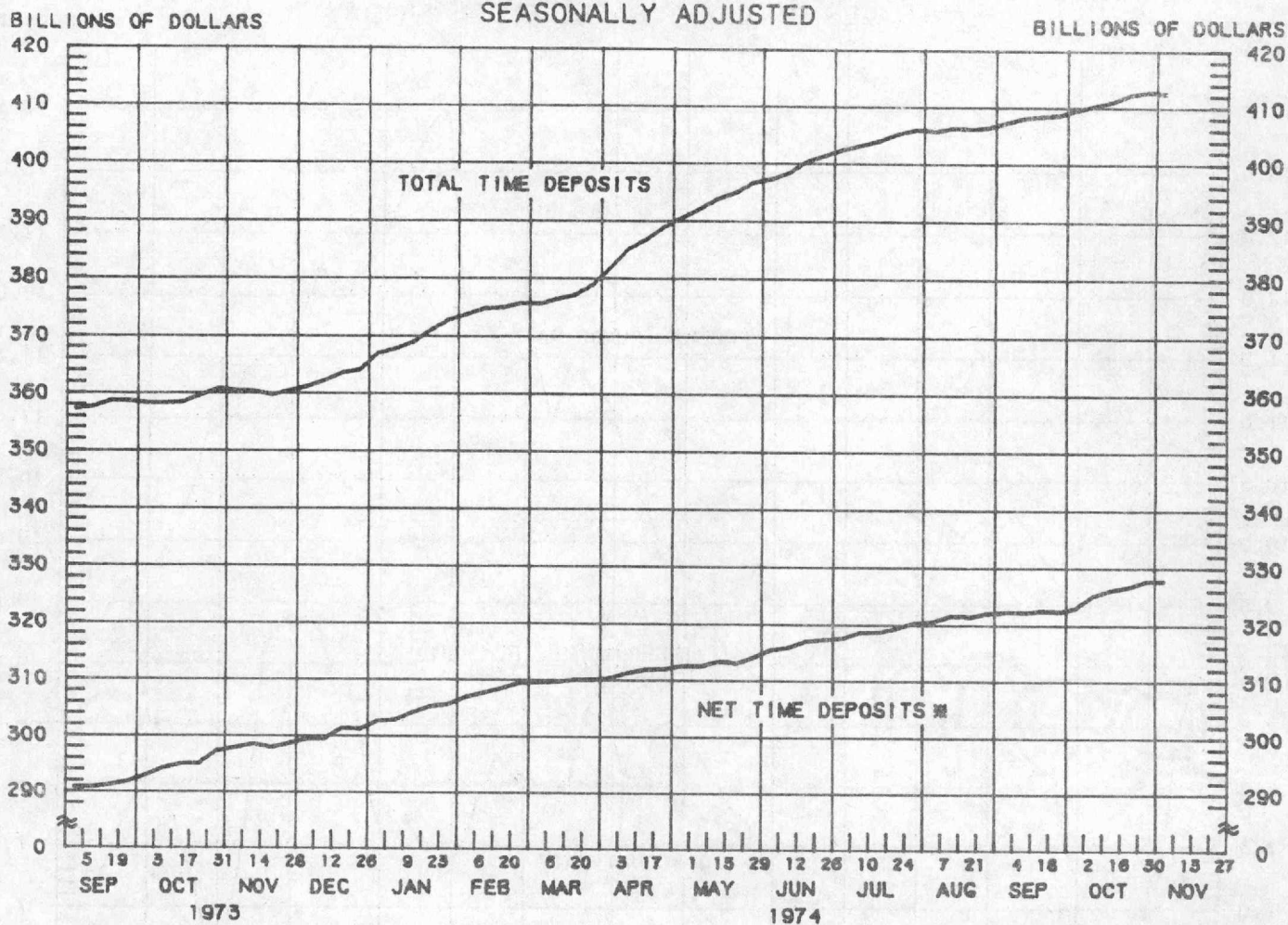
1974	FEDERAL FUNDS %*	3-MONTH TREASURY BILLS	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES
SEP. 6	11.64	9.34	8.61	7.33
13	11.48	9.10	8.52	7.31
20	11.41	7.64	8.35	7.31
27	11.12	6.81	8.14	7.27
OCT. 4	11.04	6.64	8.13	7.31
11	10.43	7.24	7.98	7.27
18	10.11	7.73	7.95	7.22
25	9.81	7.60	7.90	7.18
NOV. 1	9.72	7.95	7.98	7.12
8	9.63	7.66	7.83	7.04
15 *	9.37	7.27	7.71	6.96
22				
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

TIME DEPOSITS ALL COMMERCIAL BANKS AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 6, 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.

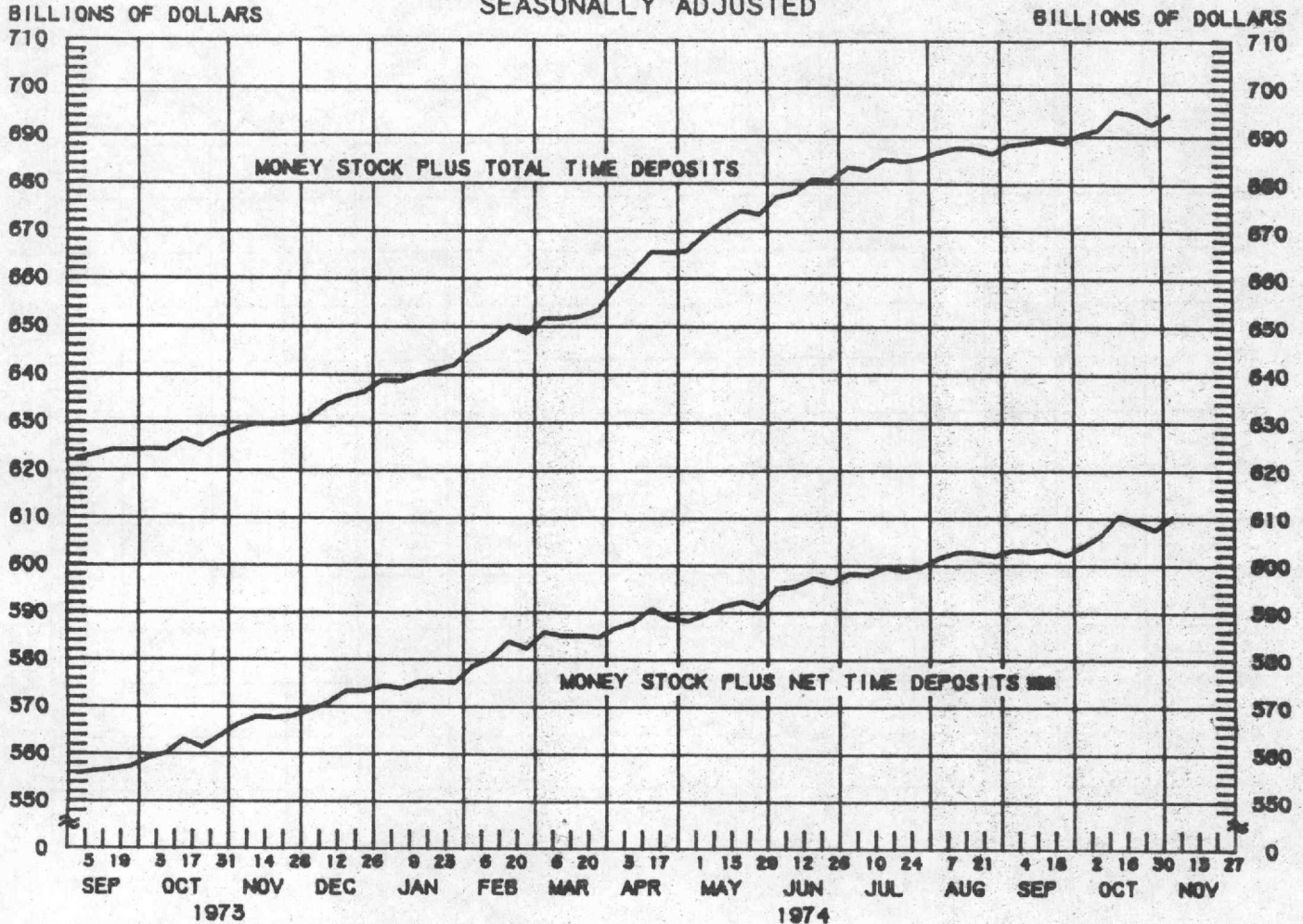
NET TIME DEPOSITS

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

	11/7/73	2/6/74	4/3/74	5/8/74	6/5/74	7/3/74	8/7/74	9/4/74
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/ 3/74	11.8							
5/ 8/74	11.0	9.1						
6/ 5/74	10.5	8.7	7.5					
7/ 3/74	10.8	9.4	9.1	10.0				
8/ 7/74	10.7	9.5	9.3	10.0	11.2			
9/ 4/74	10.5	9.4	9.2	9.7	10.5	9.5		
10/ 9/74	9.9	8.7	8.4	8.5	8.8	7.7	6.5	
11/ 8/74	10.4	9.5	9.4	9.8	10.2	9.7	9.6	9.9

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 6, 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:

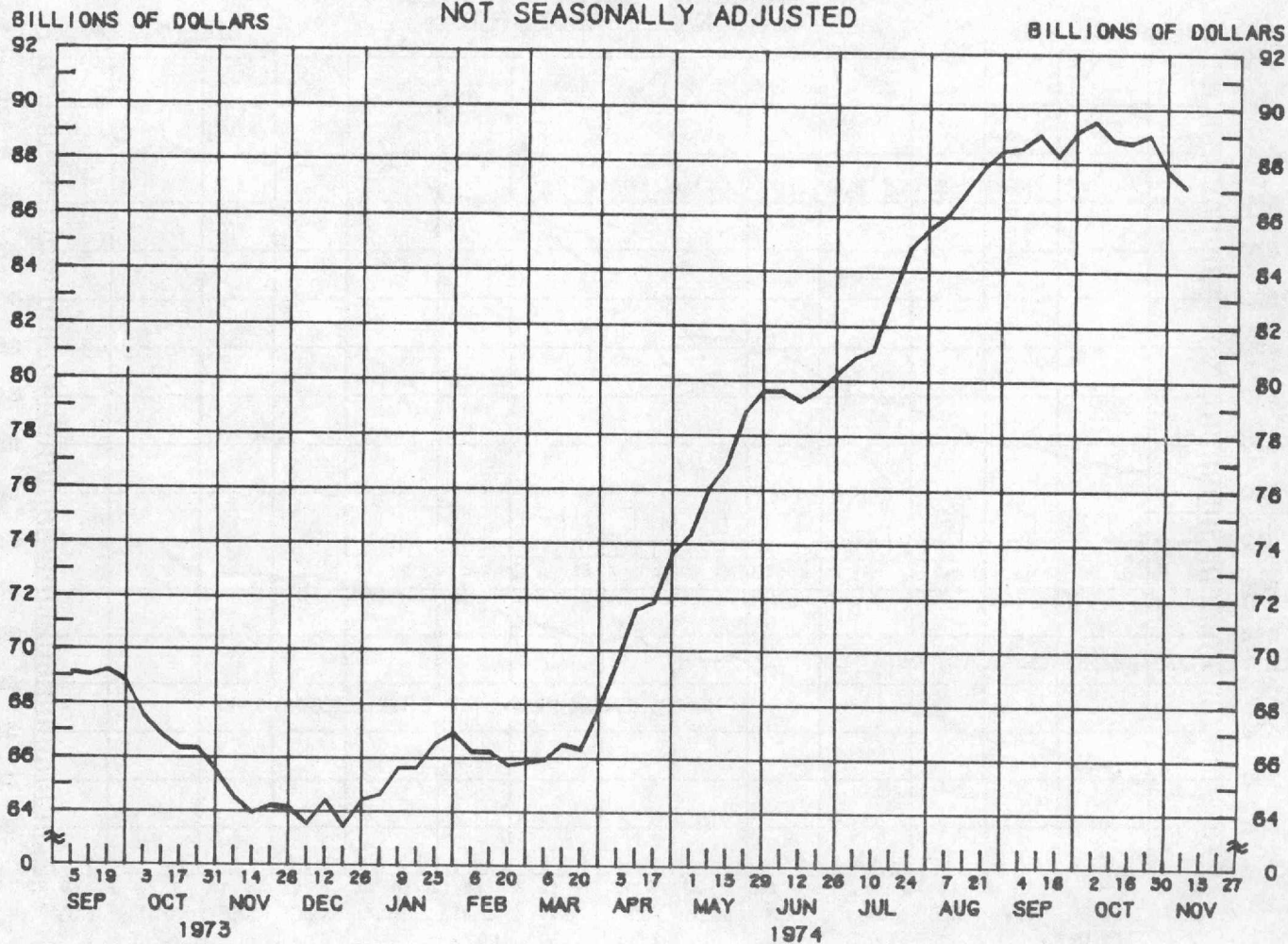
11/7/73 2/8/74 4/3/74 5/8/74 6/5/74 7/3/74 8/7/74 9/4/74

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

4/ 3/74	9.8							
5/ 8/74	9.3	9.5						
6/ 5/74	9.0	9.0	7.2					
7/ 3/74	9.2	9.2	8.1	8.7				
8/ 7/74	8.7	8.4	7.3	7.4	7.4			
9/ 4/74	8.4	8.1	7.1	7.1	7.1	5.7		
10/ 9/74	7.8	7.3	6.2	6.0	5.8	4.6	4.1	
11/ 6/74	8.1	7.8	6.9	6.9	6.8	6.1	6.4	6.5

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
NOT SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 6, 1974

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

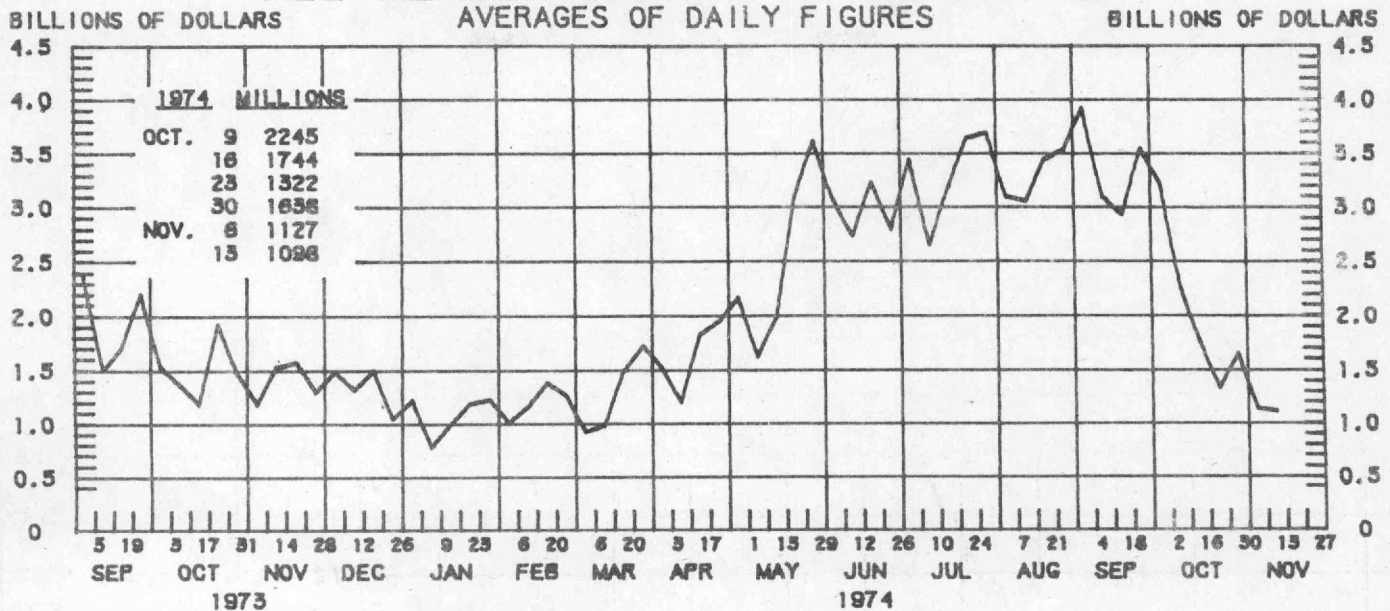
NEGOTIABLE TIME CERTIFICATES OF DEPOSIT ISSUED IN DENOMINATIONS OF \$100,000 OR MORE BY LARGE WEEKLY REPORTING COMMERCIAL BANKS.

MONEY AND TIME DEPOSIT DATA				
1974	BILLIONS			
	CERTIFICATES OF DEPOSIT NOT SEAS. ADJ.	CERTIFICATES OF DEPOSIT	NET TIME DEPOSITS *	M 2 ***
SEP. 4	88.5	85.0	322.2	603.1
11	89.0	86.0	322.1	602.7
18	88.2	85.8	322.5	603.3
25	89.1	86.4	322.2	602.0
OCT. 2	89.5	86.4	323.0	603.9
9	88.8	85.2	325.1	606.2
16	88.7	84.9	326.1	610.4
23	89.0	85.5	326.7	608.8
30	87.7	85.0	327.7	607.2
NOV. 6	87.1	84.4	327.7	610.0
13				
20				
27				

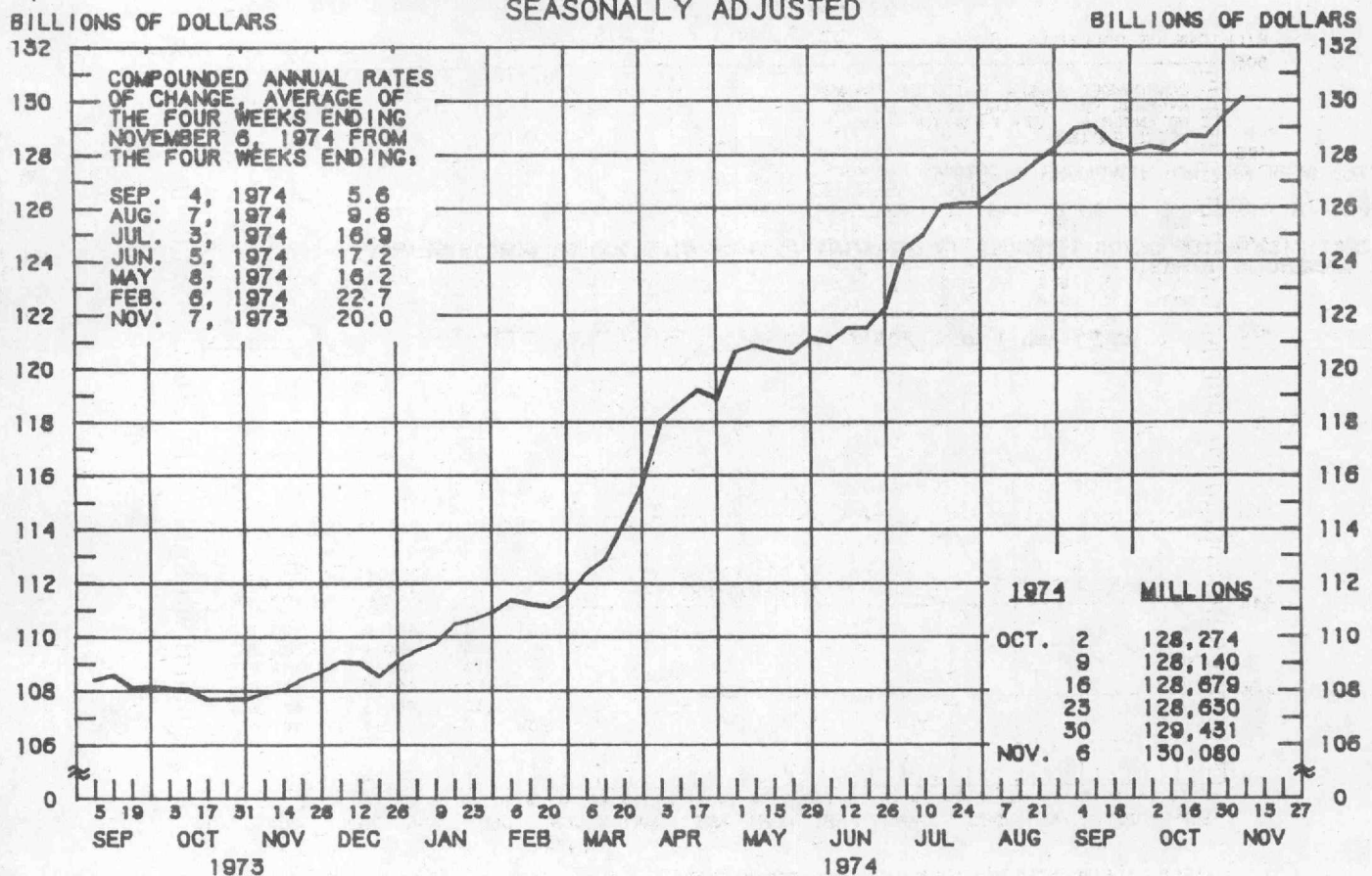
* SEE FOOTNOTE PAGE 8.
*** SEE FOOTNOTE PAGE 9.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

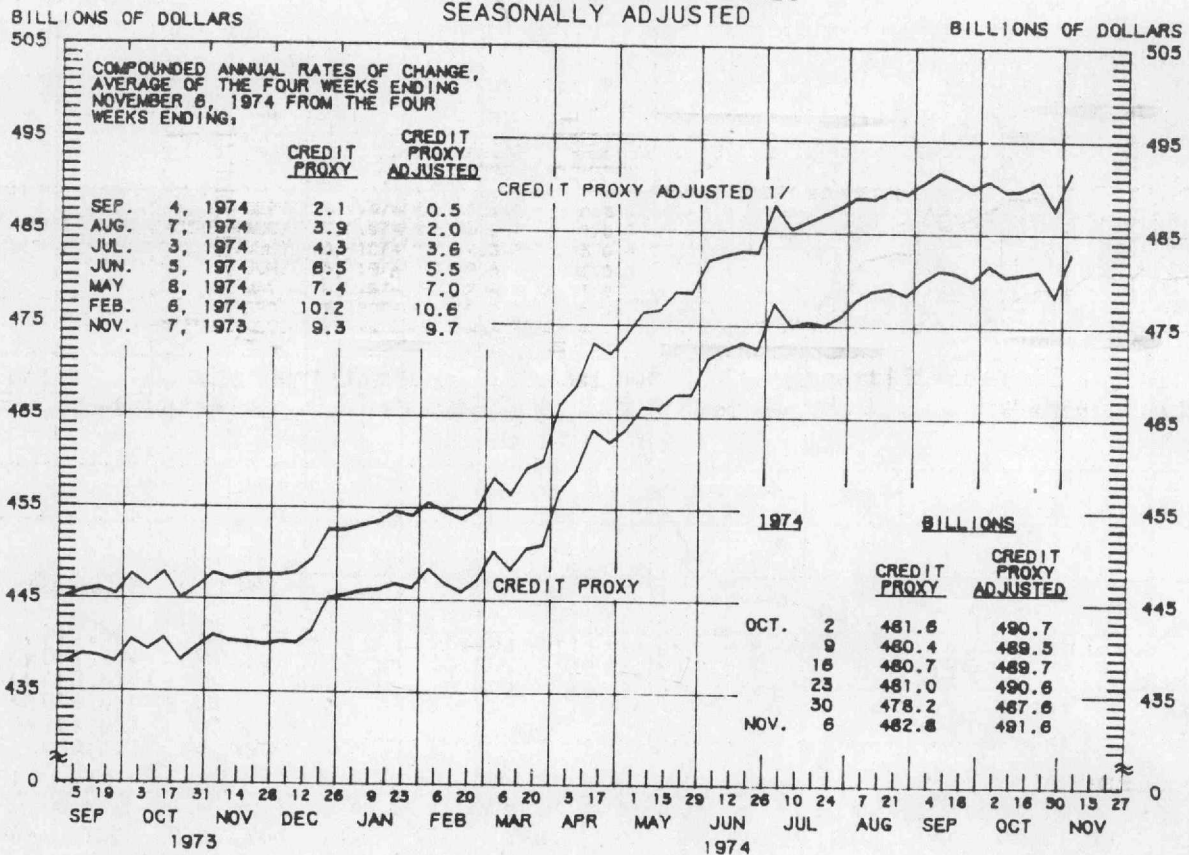
BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



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



**MEMBER BANK DEPOSITS
SUBJECT TO RESERVE REQUIREMENTS
(CREDIT PROXY)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED**



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 6, 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.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS