



Week ending: March 26, 1975

LIBRARY
JUN 08 1979

On balance, over the past six months total time deposits increased at an annual rate of 11.6 percent while demand deposits increased at a 1.7 percent annual rate. Over the previous six months the growth rates for total time deposits and demand deposits were 16.3 and 3.4 percent, respectively, on an annual rate basis. Currency outstanding increased at 10.6 and 8.4 percent annual rates during the past six months and the previous six months, respectively.

Over the last six months, on a nonseasonally adjusted basis, the monetary base rose by about \$3 billion. However, almost all of this increase is accounted for by a series of reductions in reserve requirements which released about \$3 billion of reserves to support deposits. The total of member bank reserves at Federal Reserve Banks and currency in circulation remained almost unchanged during this period. However, the individual components of this aggregate (currency in circulation and member bank reserves at Federal Reserve Banks) changed considerably. Currency in circulation rose by \$2.5 billion while member bank reserves at Federal Reserve Banks fell by \$2.4 billion.

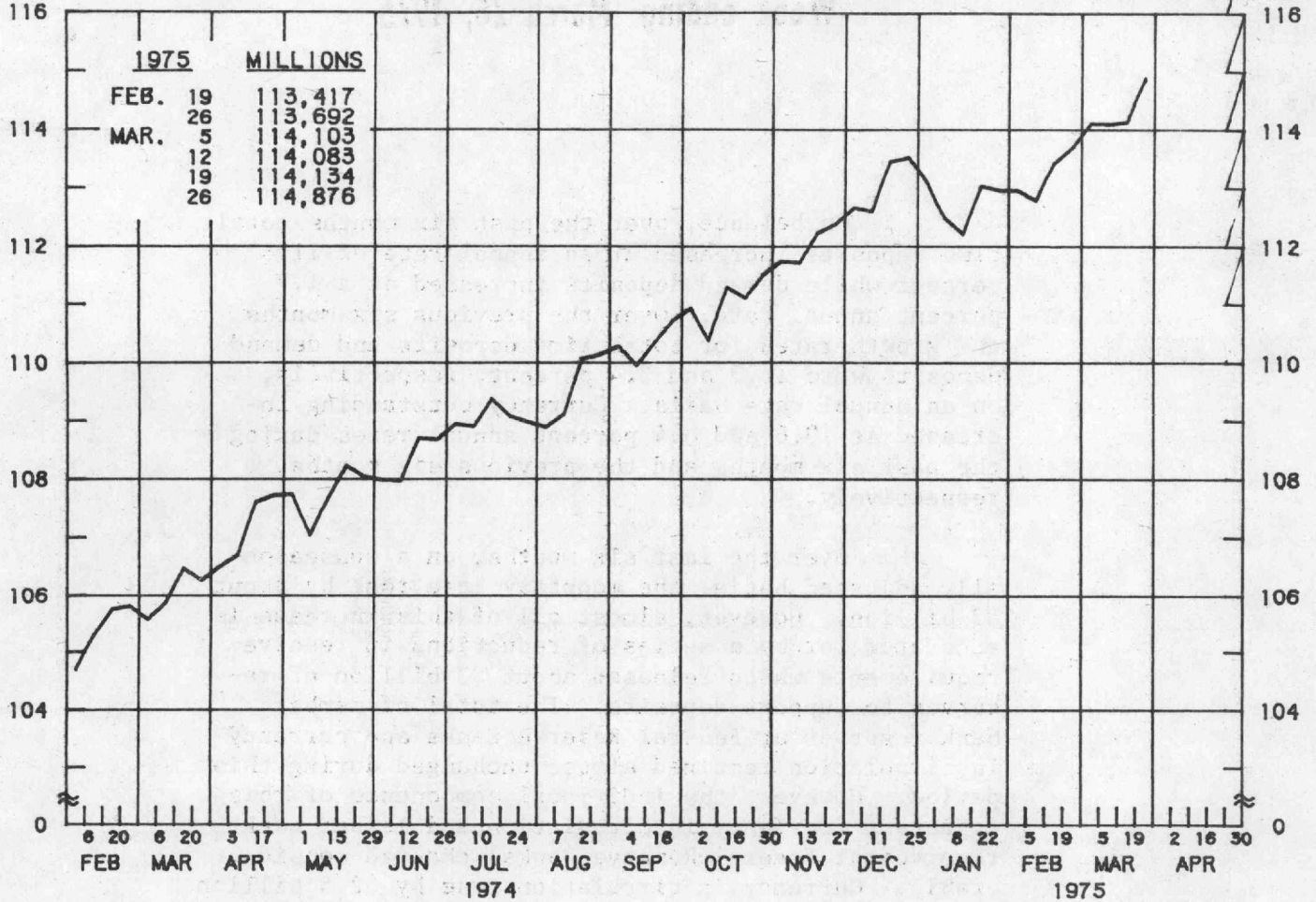
During the latest week many commercial banks lowered their prime lending rate to 7.5 percent. This is the eighth reduction in the prime rate so far this year. In spite of the continuing decline in the banking system's base lending rate, the volume of business loans at large weekly reporting commercial banks continued to fall. During the latest week the volume of these loans was about \$125 billion, compared to a peak of \$131.4 billion during the week ended December 4, 1974. This decline is attributable to a general decline in the demand for credit and the relative attractiveness of other sources of short-term credit. For example, since the beginning of this year interest rates in the commercial paper market have fallen to much lower levels than bank lending rates. During the latest week the prime rate exceeded the rate on four- to six-month commercial paper by 162 basis points.

MONETARY BASE

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED BY THIS BANK

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 26, 1975

THE MONETARY BASE CONSISTS OF MEMBER BANK DEPOSITS AT THE FEDERAL RESERVE AND CURRENCY IN CIRCULATION (CURRENCY HELD BY THE PUBLIC AND IN THE VAULTS OF COMMERCIAL 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. 31 FROM THE FEDERAL RESERVE BANK OF ST. LOUIS.

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

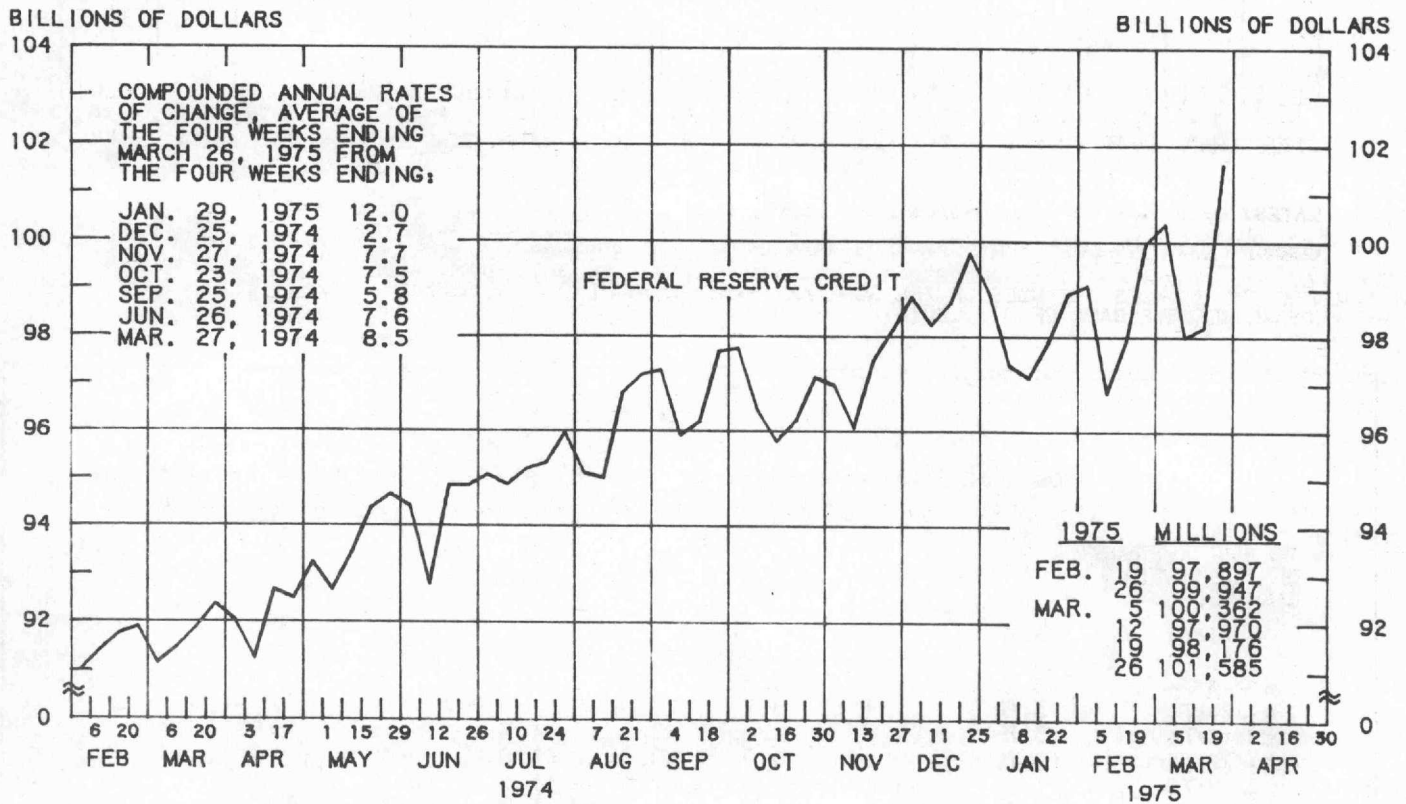
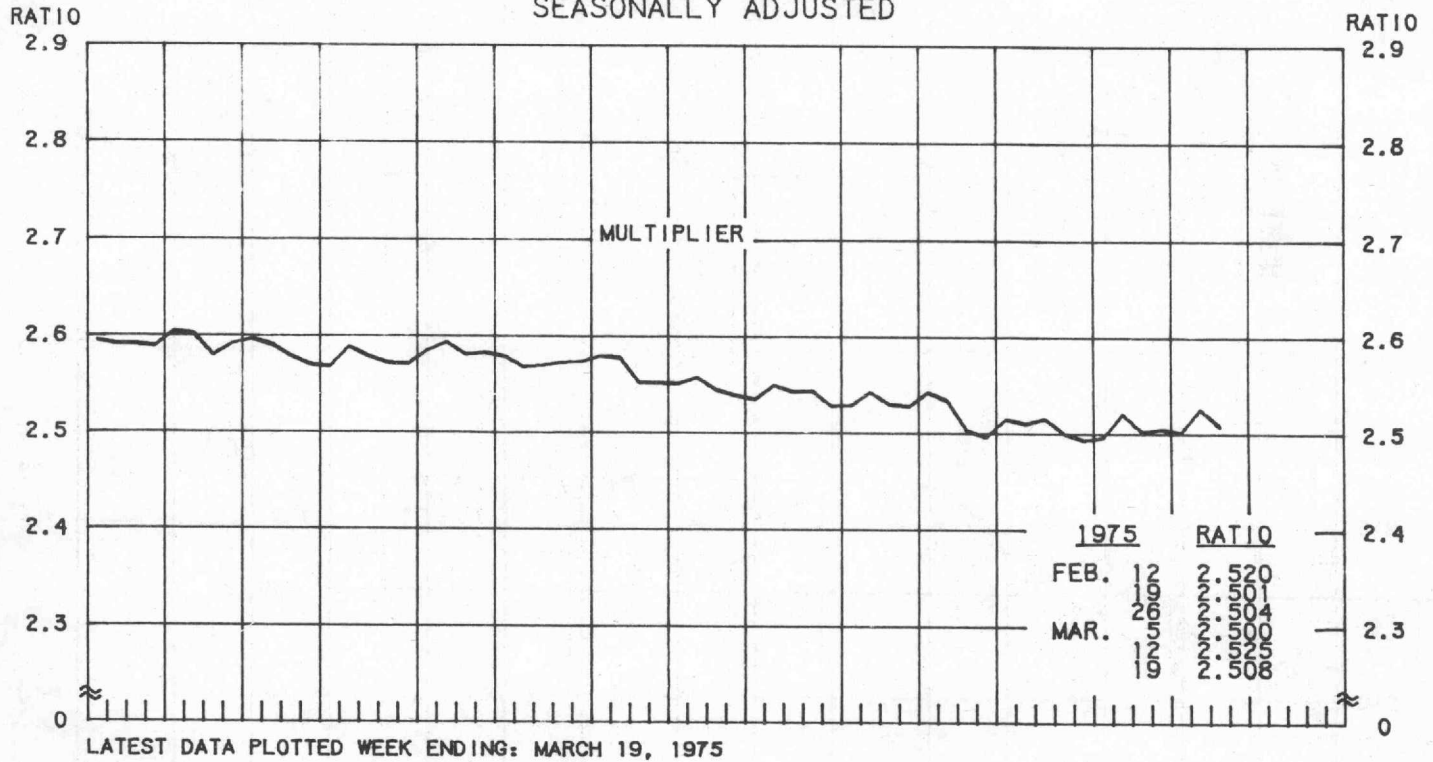
3/27/74 6/26/74 8/28/74 9/25/74 10/23/74 11/27/74 12/25/74 1/29/75

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/28/74	8.0								
9/25/74	8.2	7.6							
10/23/74	8.1	7.5	8.5						
11/27/74	8.5	8.2	9.3	9.2					
12/25/74	8.9	8.9	10.1	10.3	11.6				
1/29/75	7.4	6.8	6.8	6.3	5.9	3.4			
2/26/75	7.3	6.8	6.8	6.3	6.1	4.4	0.8		
3/26/75	7.8	7.4	7.6	7.4	7.4	6.4	4.5	9.9	

MULTIPLIER ^{1/} FEDERAL RESERVE CREDIT ^{2/}

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 26, 1975

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.

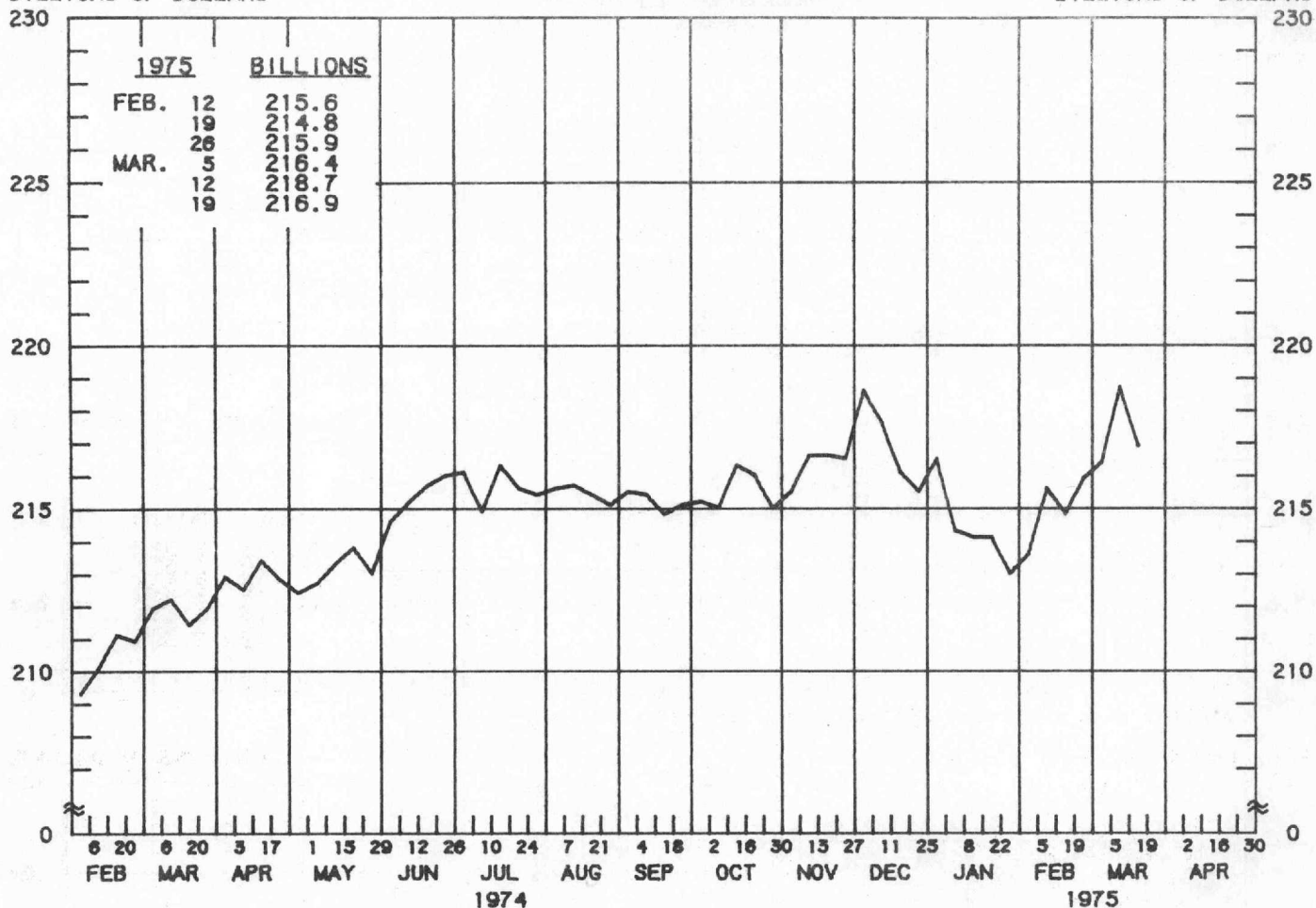
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 19, 1975

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

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

3/20/74 6/19/74 8/21/74 9/18/74 10/16/74 11/20/74 12/18/74 1/22/75

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

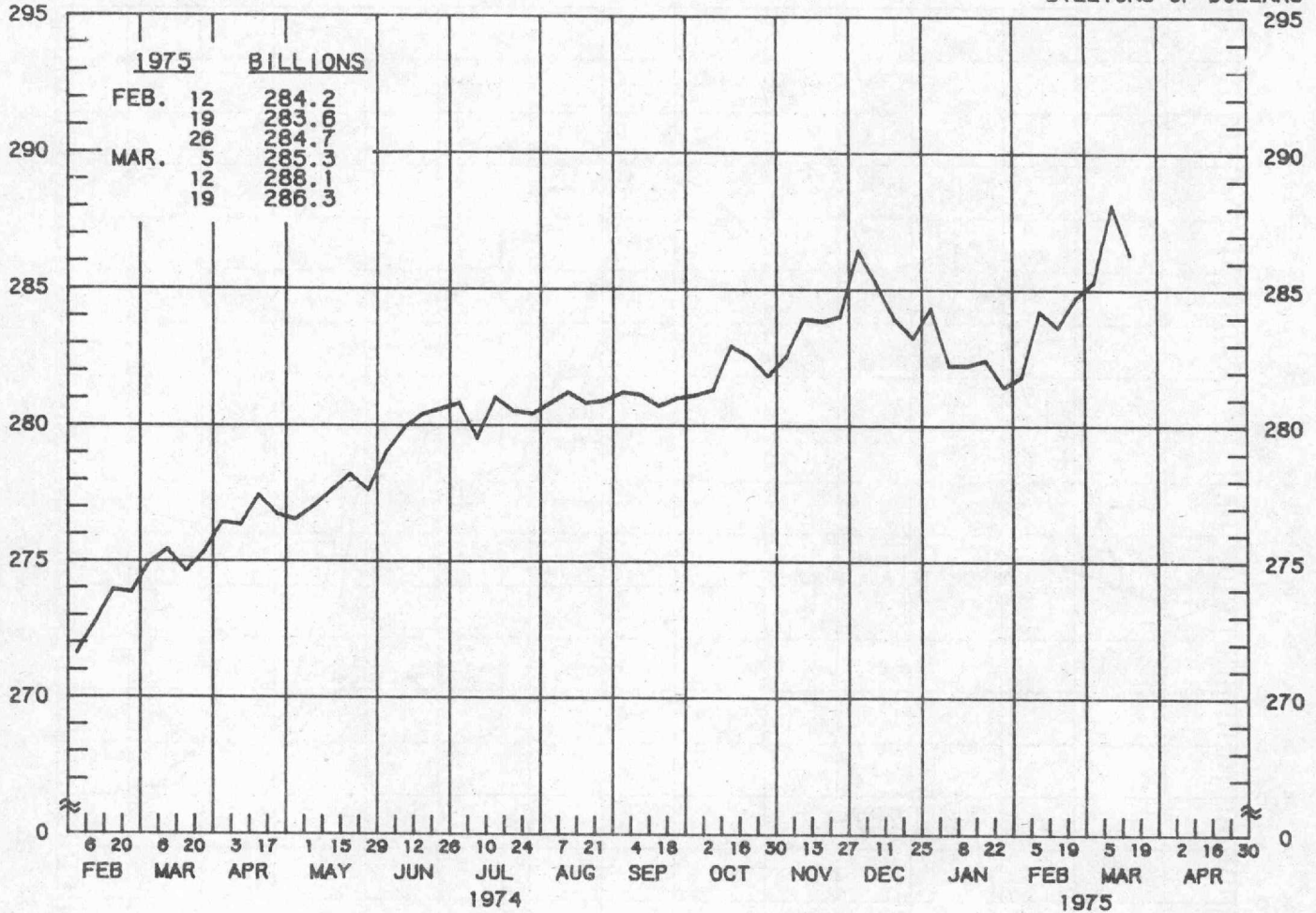
8/21/74	4.4								
9/18/74	3.4	1.1							
10/16/74	3.1	1.1	-0.3						
11/20/74	3.0	1.4	0.7	1.9					
12/18/74	3.5	2.4	2.4	3.8	4.9				
1/22/75	1.8	0.2	-0.8	-0.5	-1.0	-2.9			
2/19/75	1.4	-0.2	-1.1	-1.0	-1.5	-2.9	-7.5		
3/19/75	2.6	1.5	1.2	1.7	1.8	1.6	-0.4	6.8	

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: MARCH 19, 1975

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.

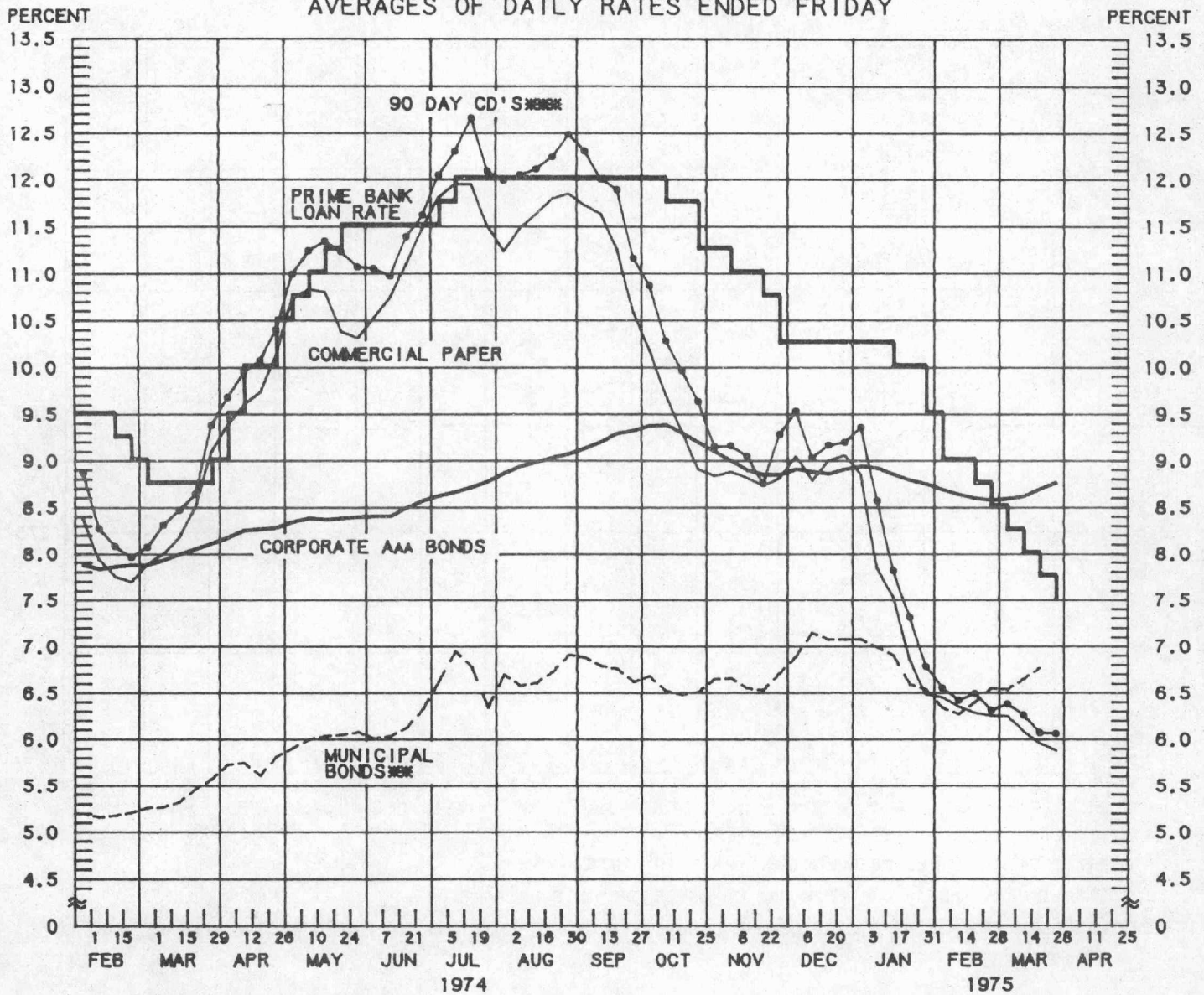
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

	3/20/74	6/19/74	8/21/74	9/18/74	10/16/74	11/20/74	12/18/74	1/22/75
8/21/74	5.3							
9/18/74	4.6	2.6						
10/16/74	4.4	2.7	1.9					
11/20/74	4.5	3.2	3.2	4.2				
12/18/74	5.0	4.1	4.5	5.7	7.0			
1/22/75	3.5	2.2	1.7	1.9	1.6	-0.4		
2/19/75	3.2	1.9	1.4	1.5	1.2	-0.3	-4.2	
3/19/75	4.1	3.3	3.3	3.7	3.8	3.4	1.7	7.8

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: MARCH 28, 1975

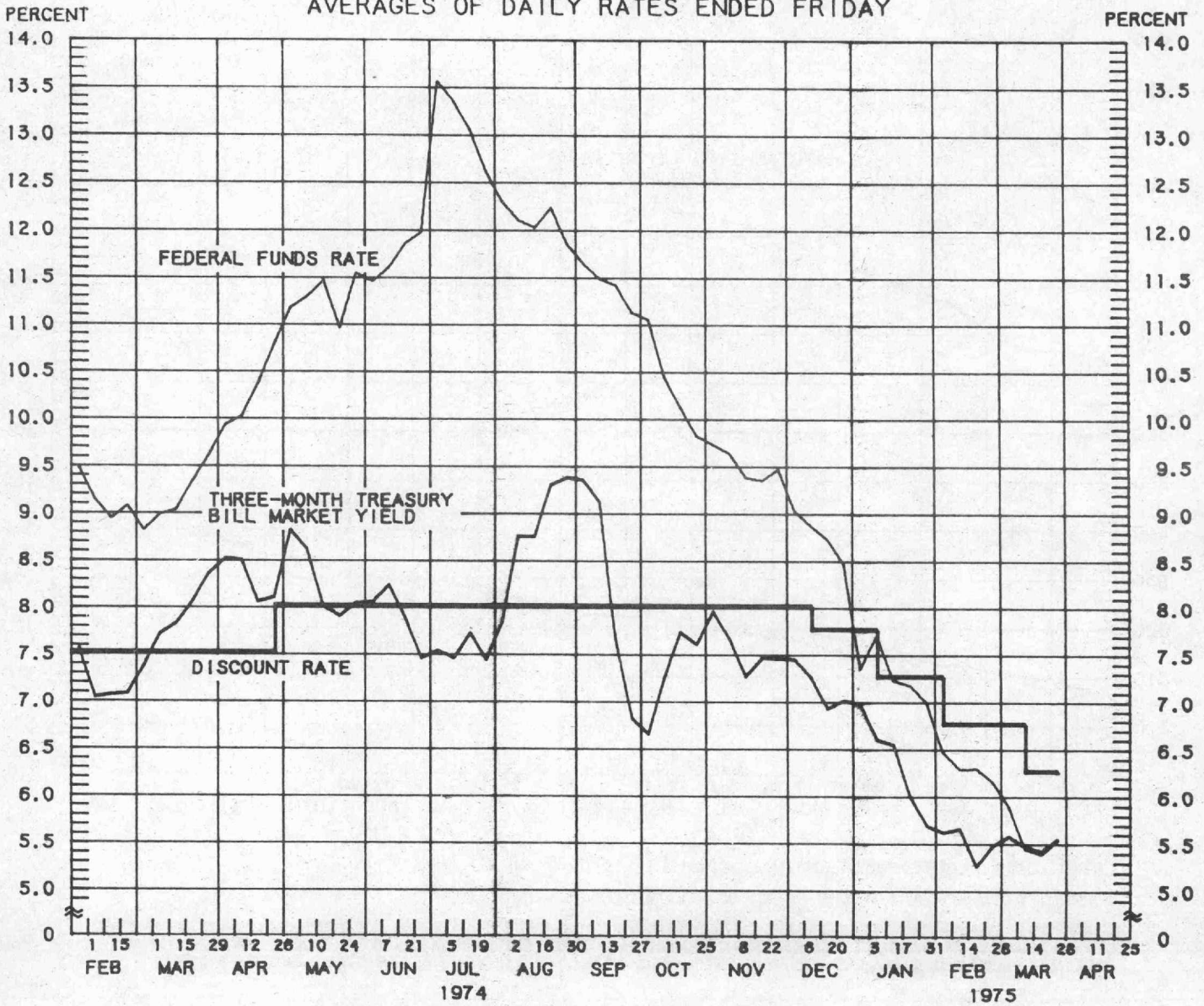
1975	90 DAY CD'S	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS
FEB. 7	6.55	6.45	6.34	8.68	6.34
14	6.42	6.35	6.47	8.63	6.27
21	6.49	6.28	6.26	8.59	6.40
28	6.31	6.25	6.33	8.57	6.55
MAR. 7	6.38	6.25	6.37	8.59	6.54
14	6.26	6.08	6.29	8.61	6.65
21	6.07	5.95	6.11	8.69	6.77
28 *	6.06	5.88	6.10	8.76	N.A.
APR. 4					
11					
18					
25					

* 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 28, 1975

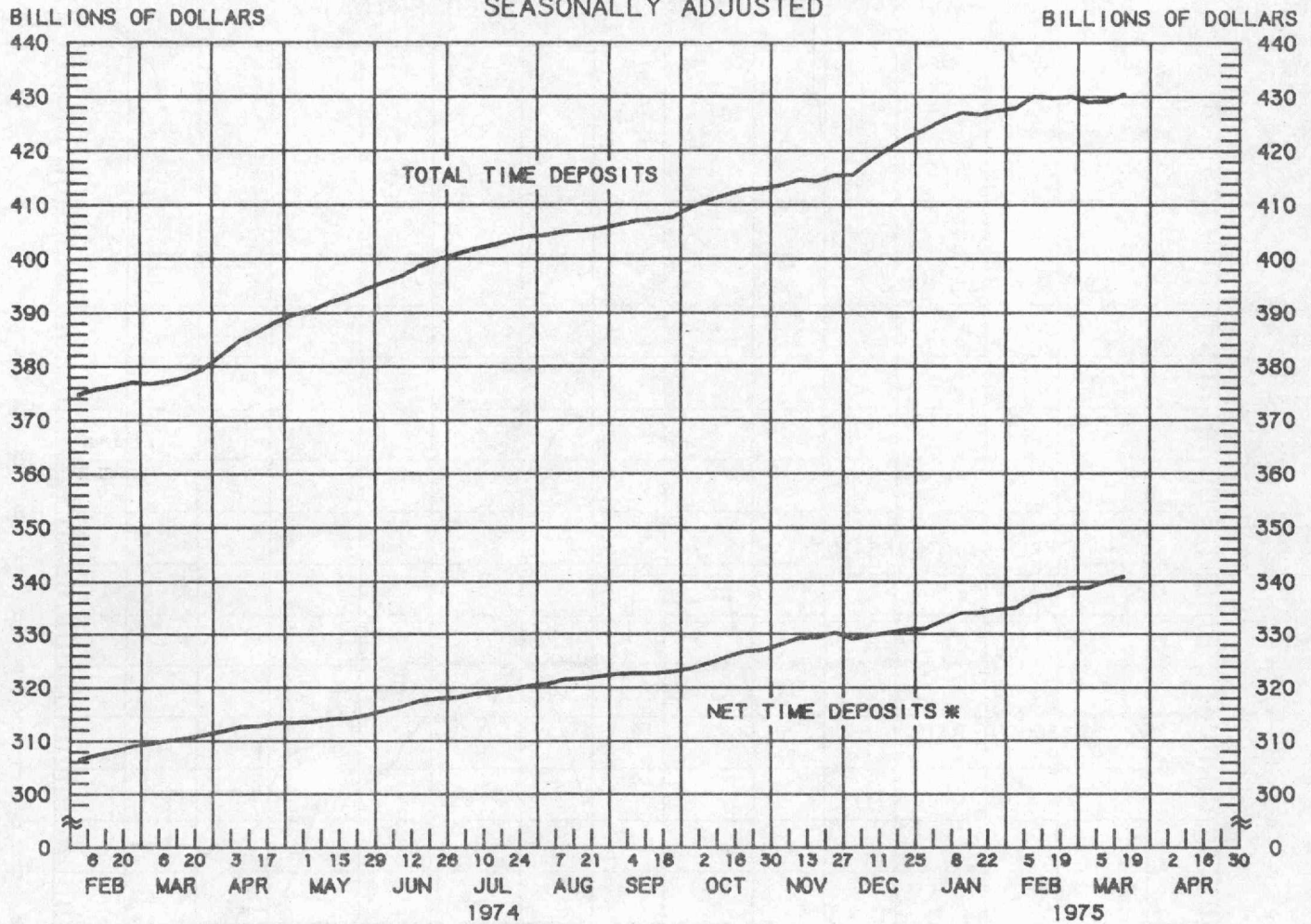
1975	FEDERAL FUNDS ***	3-MONTH TREASURY BILLS	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES
FEB. 7	6.46	5.61	6.91	6.59
14	6.28	5.65	6.92	6.58
21	6.29	5.25	6.71	6.63
28	6.15	5.47	6.83	6.64
MAR. 7	5.88	5.57	6.86	6.67
14	5.44	5.46	6.88	6.67
21	5.38	5.41	7.05	6.75
28 *	5.53	5.54	7.14	6.84
APR. 4				
11				
18				
25				

* 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: MARCH 19, 1975

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.8 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:

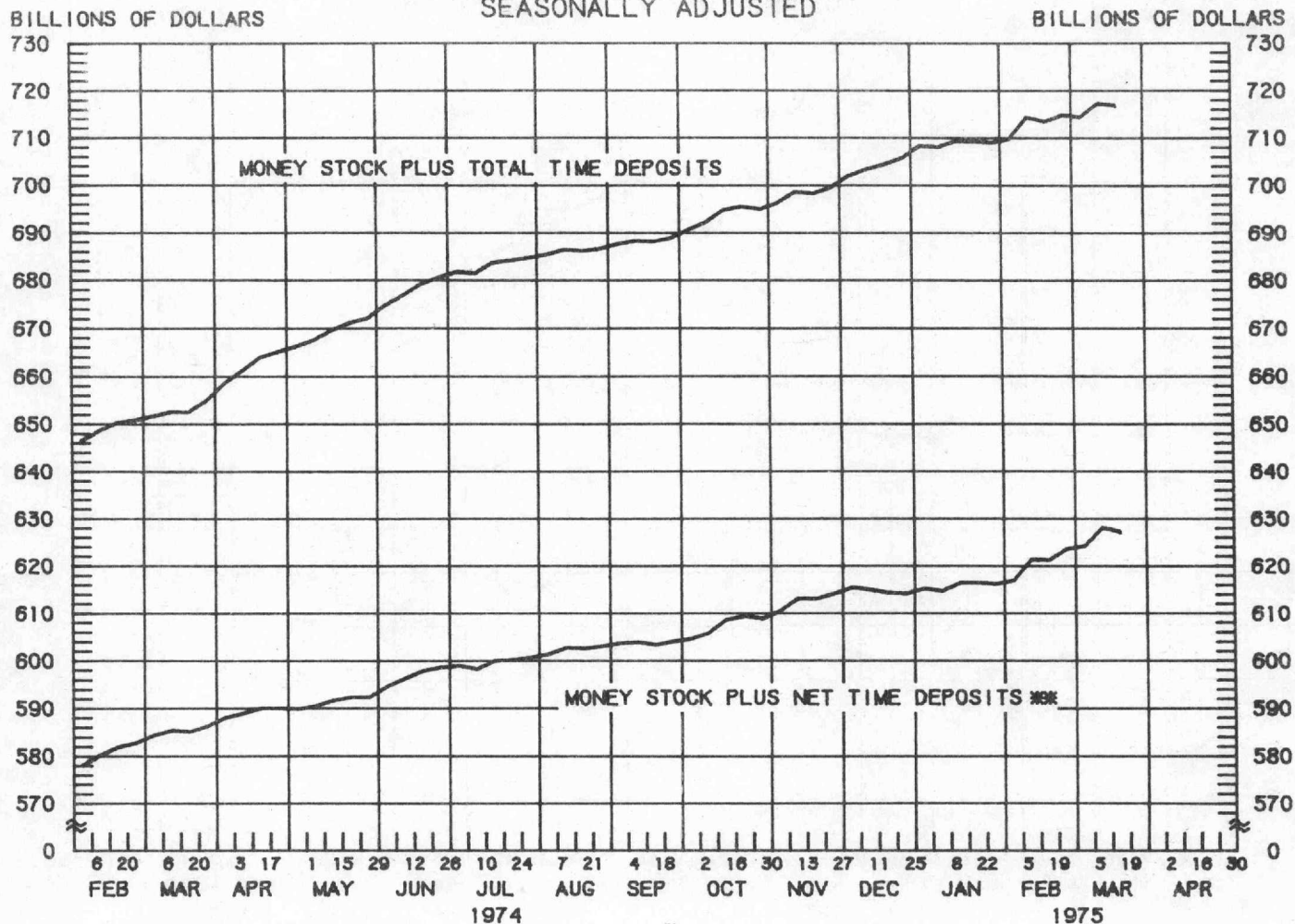
3/20/74 6/19/74 8/21/74 9/18/74 10/16/74 11/20/74 12/18/74 1/22/75

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/21/74	8.8							
9/18/74	8.4	8.4						
10/16/74	8.3	8.0	6.7					
11/20/74	9.1	9.4	9.5	11.0				
12/18/74	8.7	8.9	8.6	9.4	10.4			
1/22/75	8.9	9.1	9.0	9.6	10.3	8.2		
2/19/75	9.3	9.5	9.6	10.3	11.0	9.7	11.6	
3/19/75	9.7	10.0	10.3	10.9	11.6	10.8	12.4	13.8

MONEY STOCK PLUS TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 19, 1975

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

** M₂ IS DEFINED AS: CURRENCY, DEMAND DEPOSITS PLUS NET TIME DEPOSITS (SEE PAGE 8).

MONEY STOCK PLUS NET TIME DEPOSITS (M₂)

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

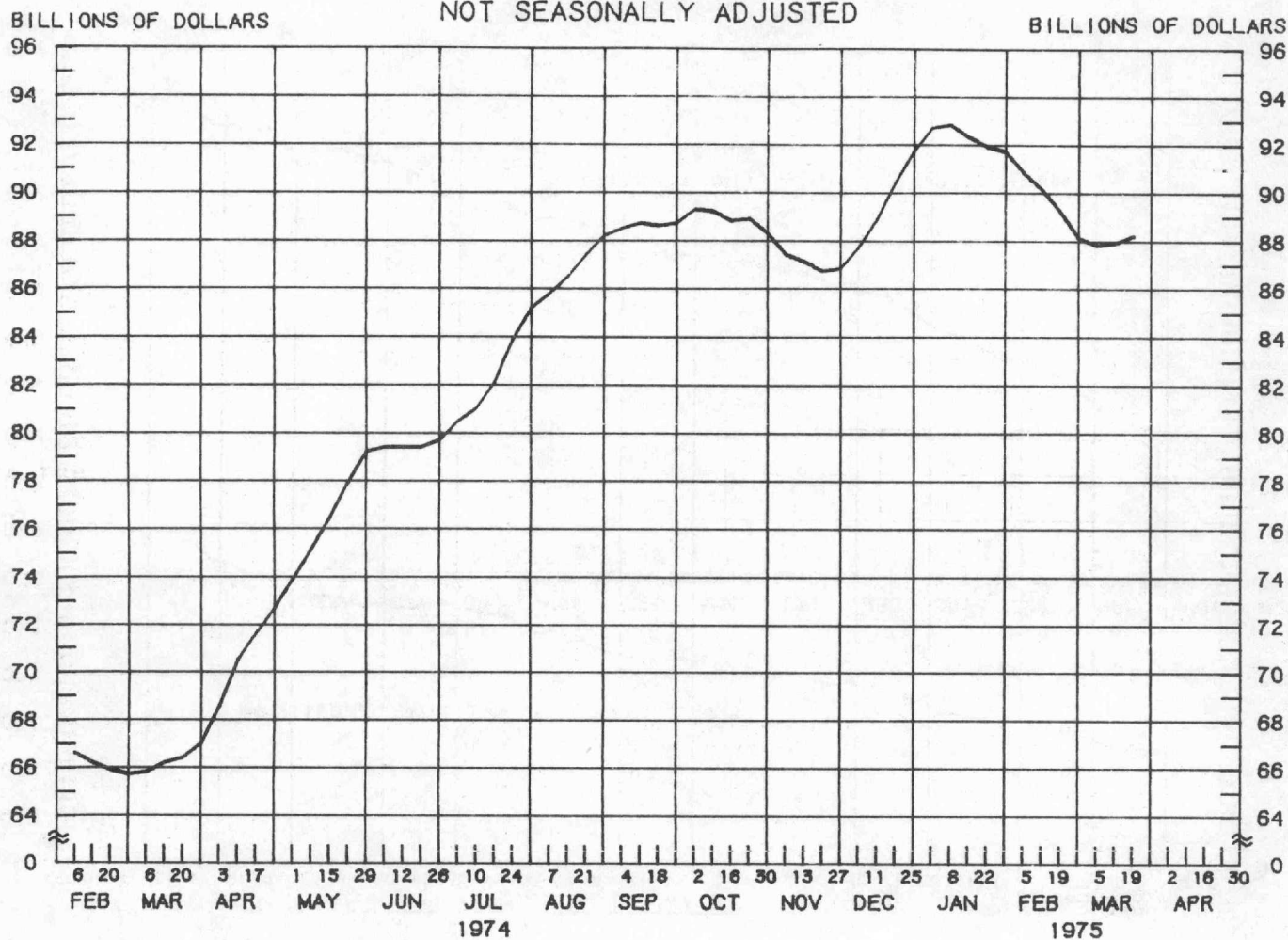
3/20/74 6/19/74 8/21/74 9/18/74 10/16/74 11/20/74 12/18/74 1/22/75

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/21/74	7.2								
9/18/74	6.6	5.6							
10/16/74	6.4	5.5	4.4						
11/20/74	6.9	6.5	6.5	7.8					
12/18/74	7.0	6.6	6.7	7.7	8.8				
1/22/75	6.4	5.8	5.5	6.0	6.2	4.2			
2/19/75	6.4	5.9	5.8	6.2	6.4	5.1	4.0		
3/19/75	7.1	6.9	7.0	7.5	7.9	7.4	7.4	11.0	

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
NOT SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 19, 1975

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

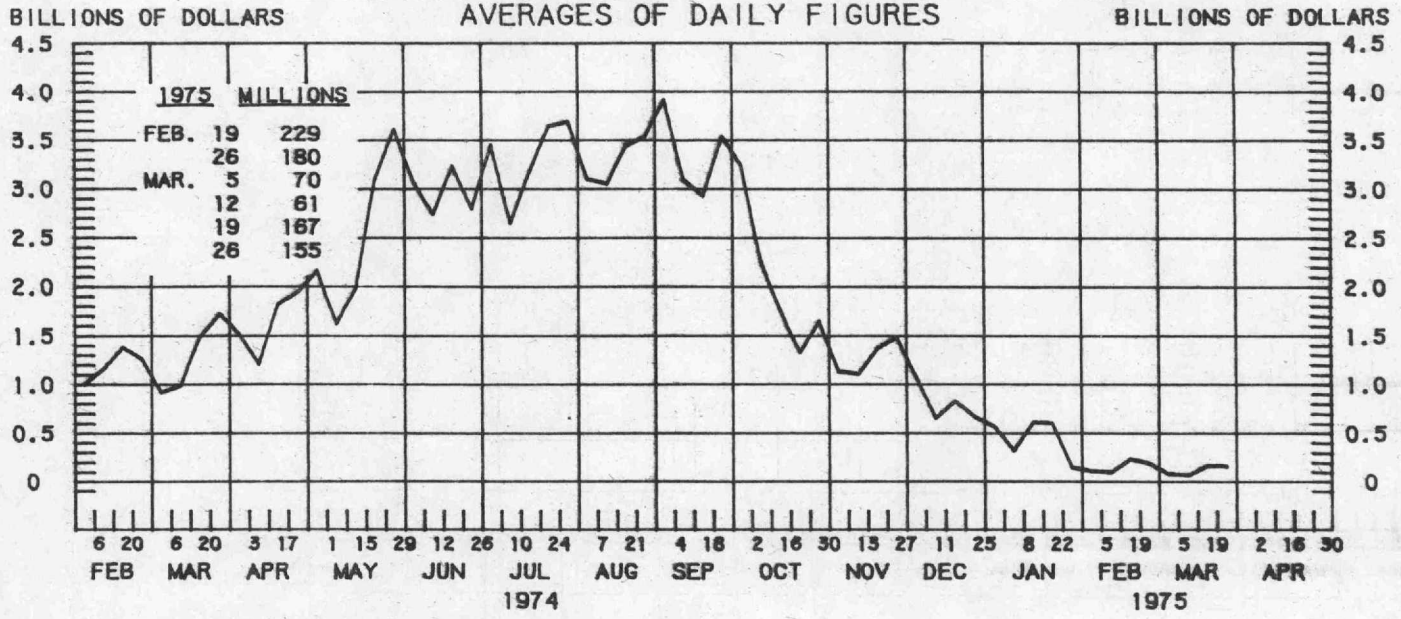
NEGOTIABLE TIME CERTIFICATES OF DEPOSIT ISSUED IN DENOMINATIONS OF \$100,000 OR MORE BY LARGE WEEKLY REPORTING COMMERCIAL BANKS.

MONEY AND TIME DEPOSIT DATA				
1975	BILLIONS			
	CERTIFICATES OF DEPOSIT NOT SEAS. ADJ.	CERTIFICATES OF DEPOSIT	NET TIME DEPOSITS *	M 2 **
FEB. 5	90.8	93.0	335.0	616.8
12	90.1	92.9	337.1	621.2
19	89.2	92.3	337.4	621.0
MAR. 26	88.1	91.3	338.7	623.4
5	87.8	90.2	338.7	624.0
12	87.9	89.3	339.8	627.9
19	88.2	89.7	340.8	627.0
APR. 26				
2				
9				
16				
23				
30				

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

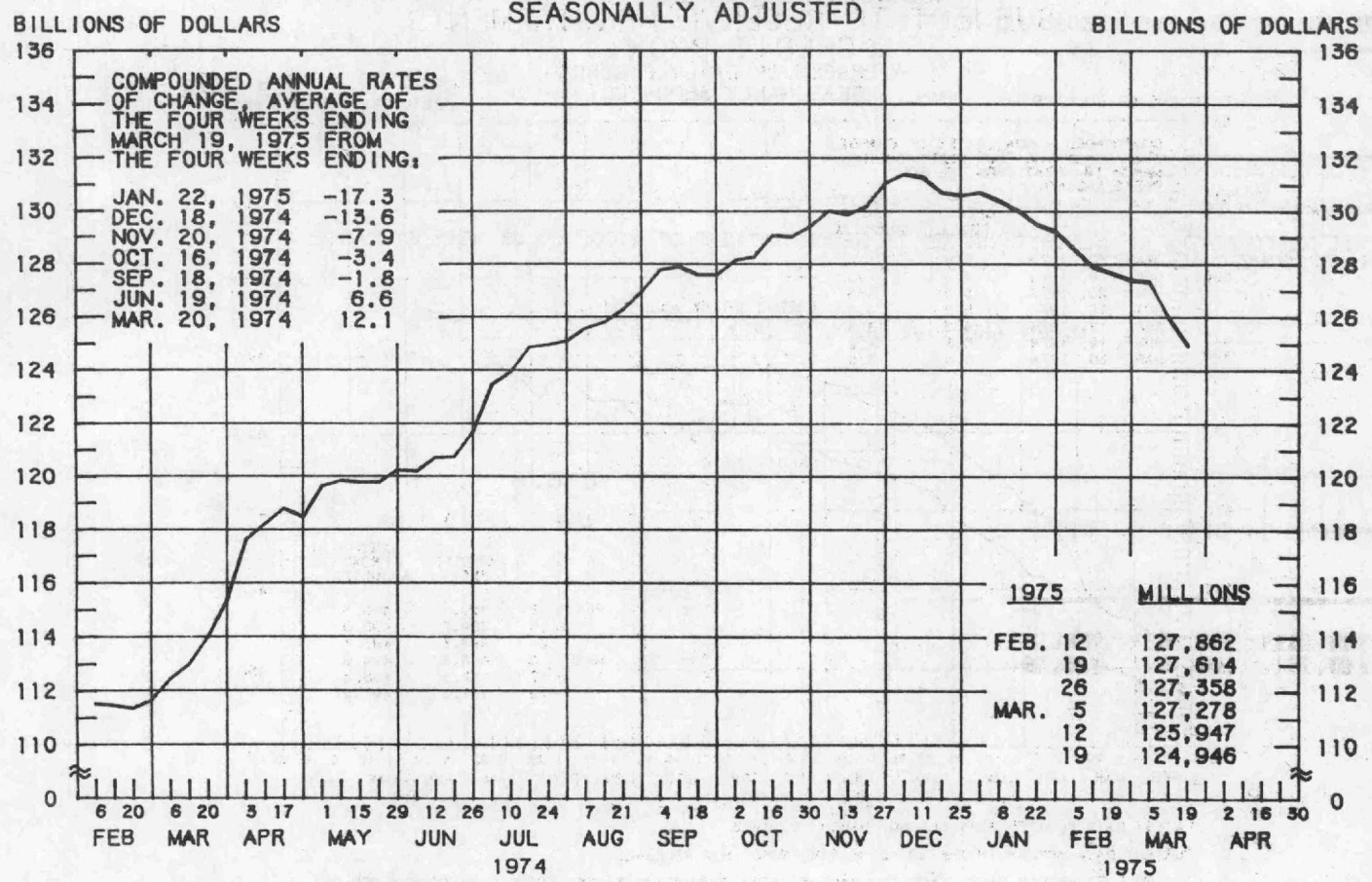
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



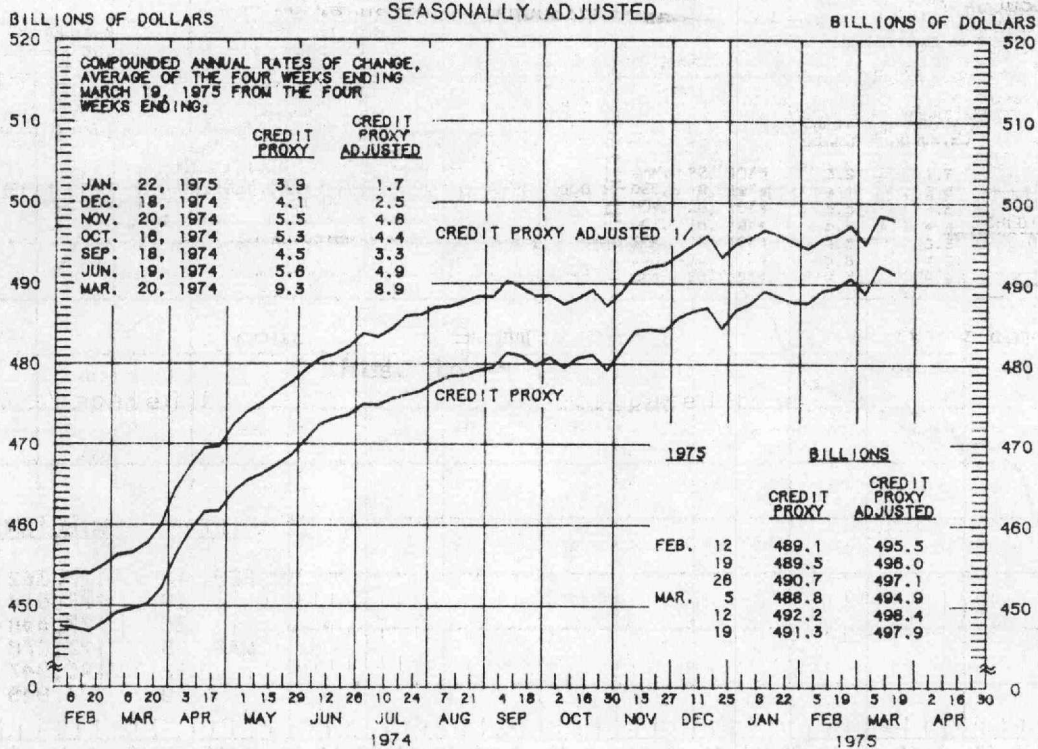
LATEST DATA PLOTTED WEEK ENDING: MARCH 26, 1975

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



LATEST DATA PLOTTED WEEK ENDING: MARCH 19, 1975

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



LATEST DATA PLOTTED WEEK ENDING: MARCH 19, 1975

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

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

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS