



Week ending: August 27, 1975

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The broadly defined money stock (M2) has risen more rapidly since early February than in the previous six months. In the last six months M2 has increased at an 11.7 percent annual rate, after increasing at a rate of 5.7 percent in the previous six months. Both components of M2, the narrowly defined money stock (M1) and net time deposits, have displayed this same pattern of accelerated growth since early February. However, as the table shows, the accelerated growth has been more pronounced for M1. Since early February M1 and net time deposits have increased at rates of 8.6 and 13.9 percent, respectively, compared to rates of increase of 1.4 and 9.4 percent in the previous six months.

### COMPOUNDED ANNUAL RATES OF CHANGE

	Four Weeks Ended 2/19/75 to Four Weeks Ended 8/20/75	Four Weeks Ended 8/21/74 to Four Weeks Ended 2/19/75
M <sub>2</sub>	11.7%	5.7%
Net Time Deposits	13.9	9.4
M <sub>1</sub>	8.6	1.4

Short-term market interest rates have risen in the last three months, although they have remained well below year-ago levels. For example, yields on prime four- to six-month commercial paper averaged 6.75 percent in the latest week, up 125 basis points since late May, but still much below the 11.9 percent level recorded in late August of last year. The three-month Treasury bill rate averaged 6.55 percent in the latest week, compared to 9.4 percent a year ago. Yields on long-term corporate Aaa bonds have risen since mid-June, returning to approximately the level existing in late April. On balance, long-term corporate bond yields are practically unchanged from year-ago levels. Since late March yields on municipal bonds have been consistently higher than over the same period last year. In the latest week yields on municipal bonds averaged 7.18 percent.

Prepared by Federal Reserve Bank of St. Louis

Released: August 29, 1975

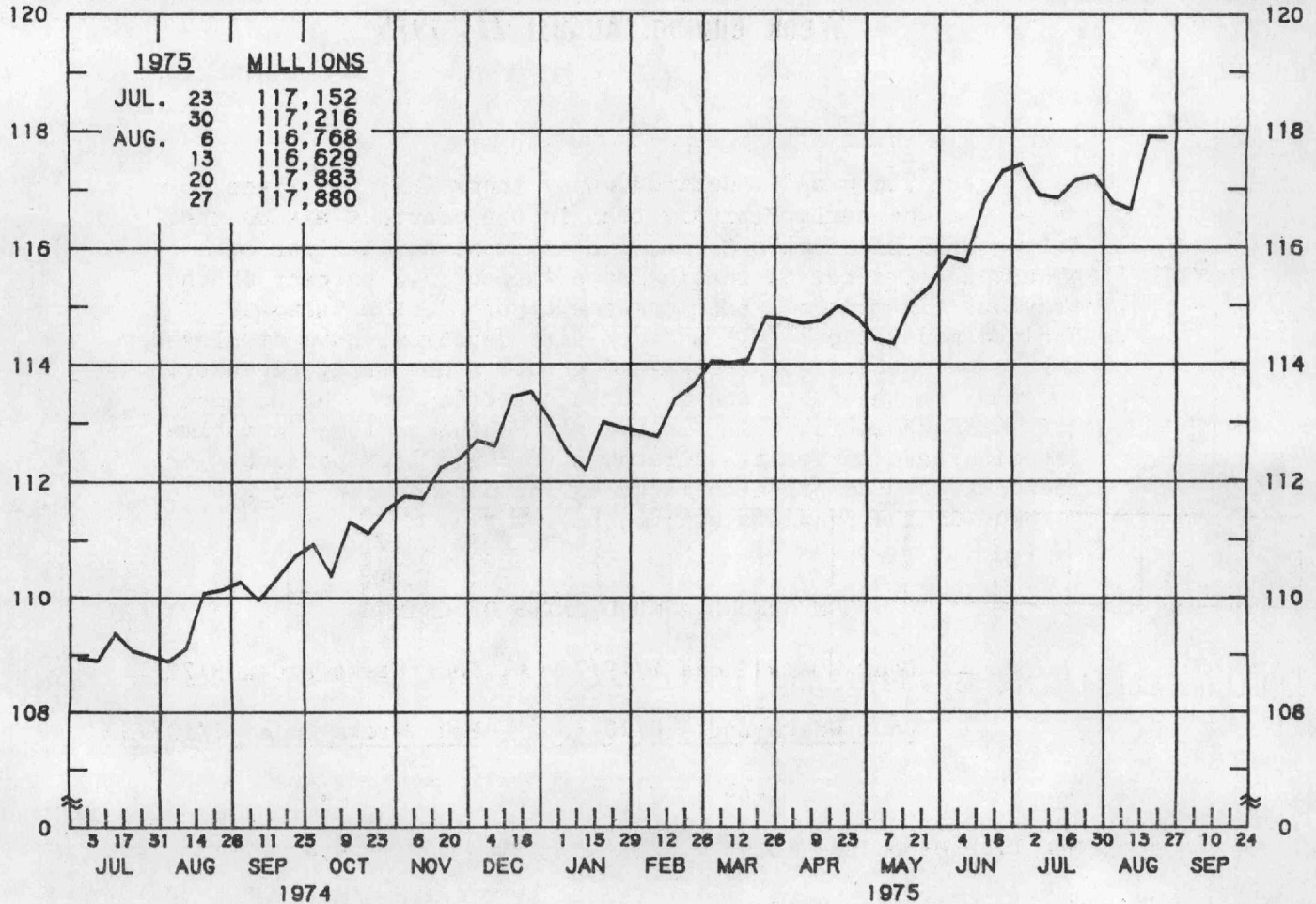
# MONETARY BASE

## AVERAGES OF DAILY FIGURES

### SEASONALLY ADJUSTED BY THIS BANK

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: AUGUST 27, 1975

THE MONETARY BASE CONSISTS OF MEMBER BANK RESERVES AT THE FEDERAL RESERVE BANKS AND CURRENCY IN CIRCULATION (CURRENCY HELD BY THE PUBLIC AND IN THE VAULTS OF COMMERCIAL BANKS), ADJUSTED FOR RESERVE REQUIREMENT RATIO CHANGES AND SHIFTS IN THE SAME TYPE OF DEPOSITS BETWEEN BANKS WHERE DIFFERENT RESERVE REQUIREMENT RATIOS APPLY. 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:

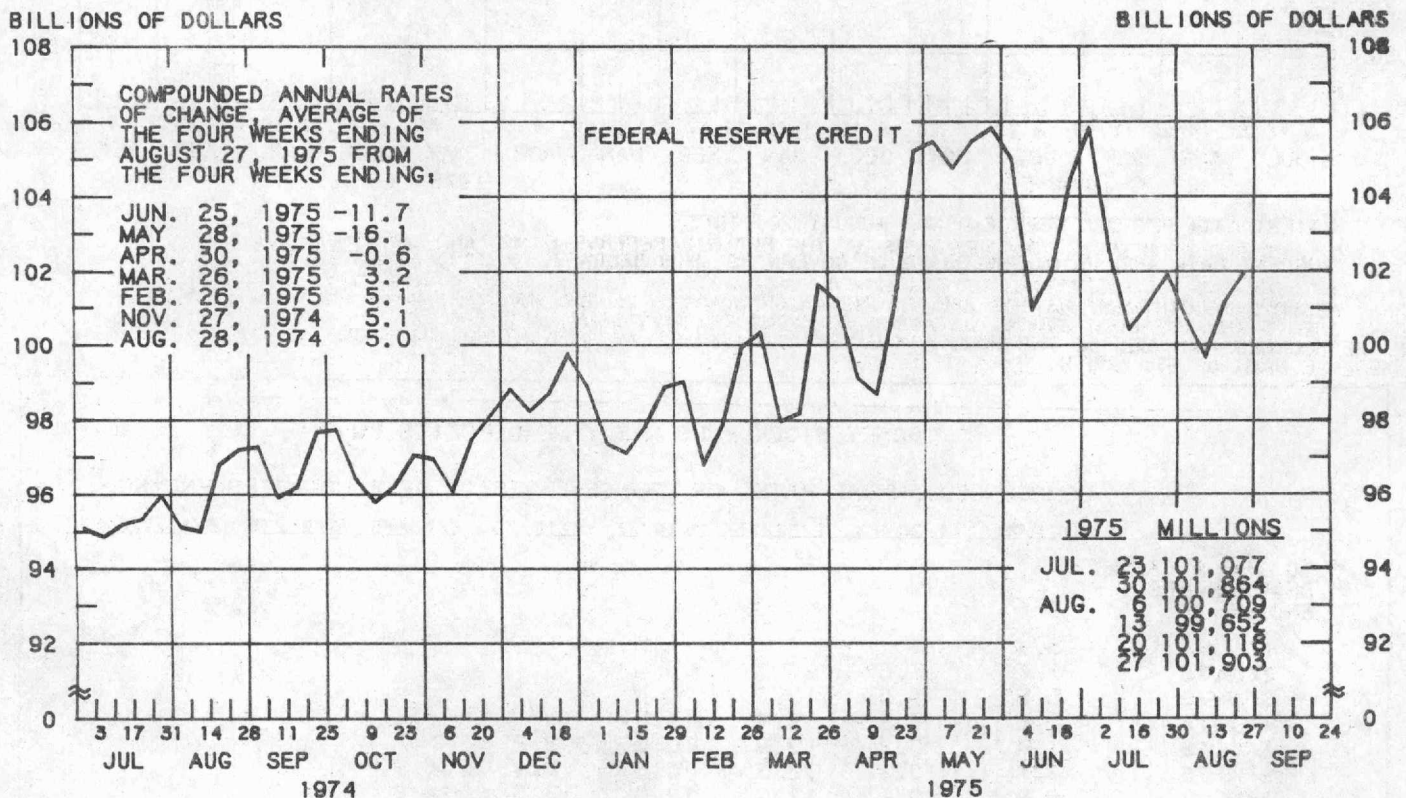
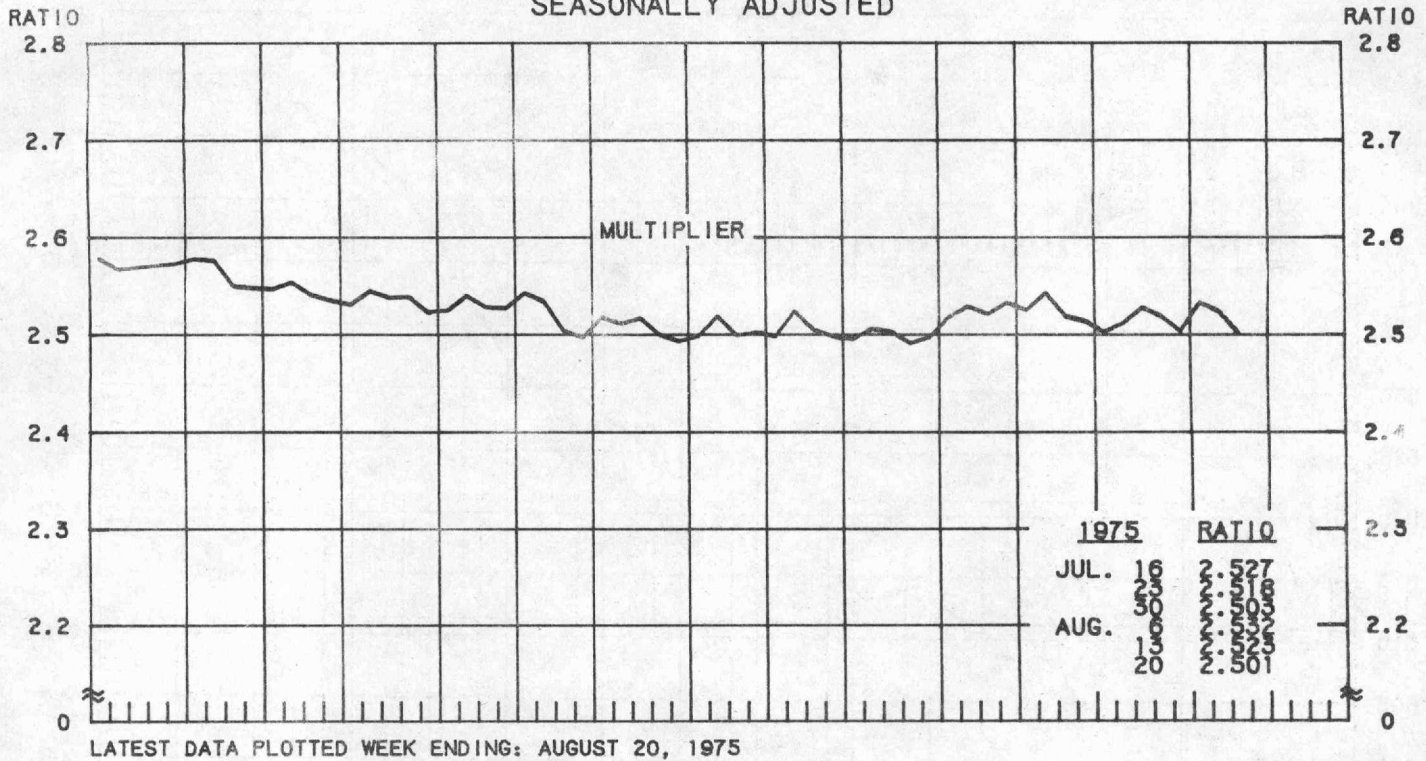
8/28/74    11/27/74    1/29/75    2/26/75    3/26/75    4/30/75    5/28/75    6/25/75

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

1/29/75	6.8							
2/26/75	6.7	4.1						
3/26/75	7.5	6.2	9.5					
4/30/75	7.2	6.0	7.9	8.8				
5/28/75	6.4	5.0	5.9	5.9	2.8			
6/25/75	7.6	6.9	8.5	9.1	7.9	9.5		
7/30/75	7.4	6.7	7.9	8.3	7.2	7.9	11.8	
8/27/75	7.1	6.3	7.3	7.5	6.4	6.8	9.0	4.4

# MULTIPLIER <sup>1/</sup> FEDERAL RESERVE CREDIT <sup>2/</sup>

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 27, 1975

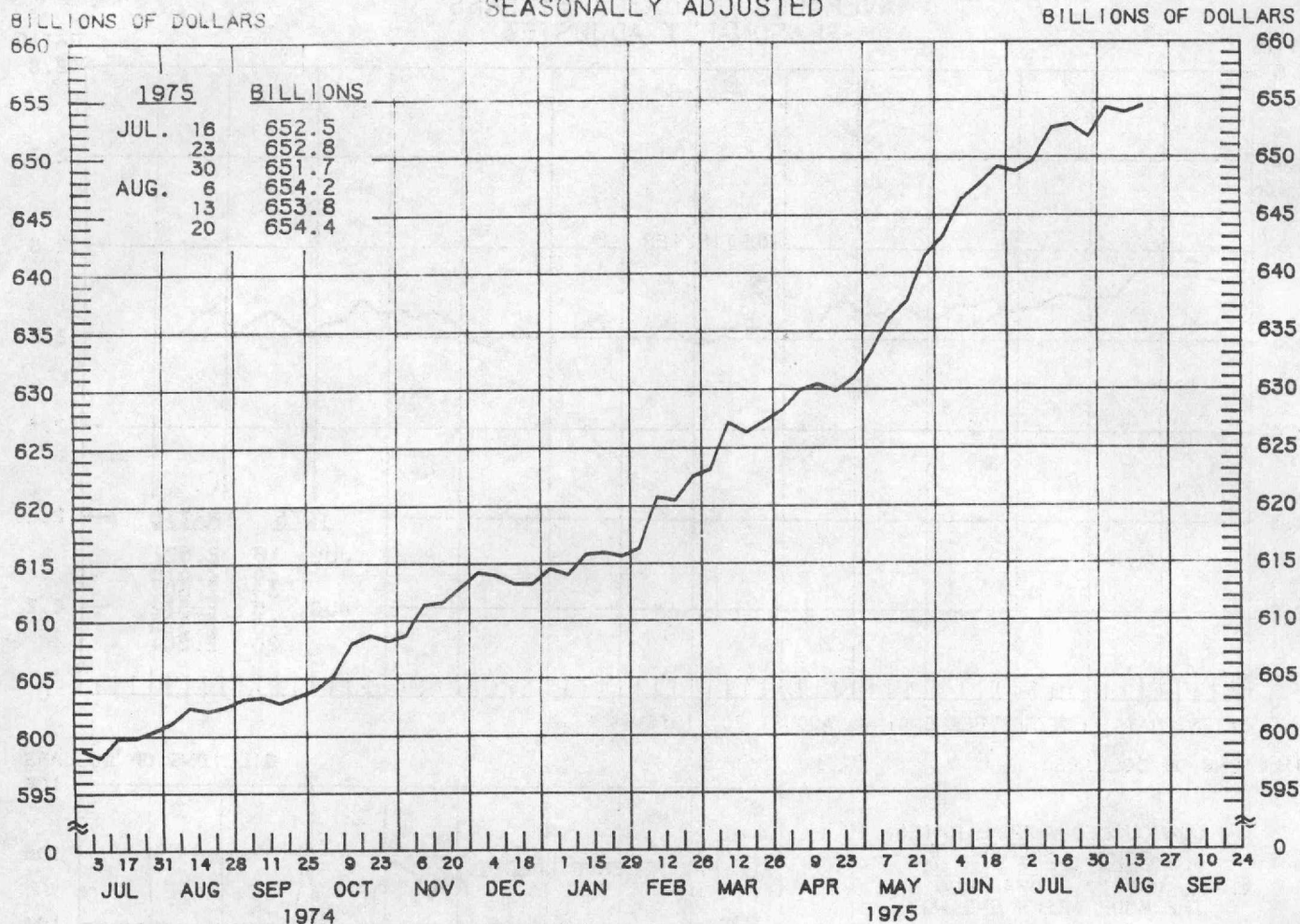
1/ RATIO OF MONEY STOCK (M1) / MONETARY BASE.

2/ DEFINED TO INCLUDE HOLDINGS OF SECURITIES, LOANS, FLOAT AND "OTHER" ASSETS, ADJUSTED FOR RESERVE REQUIREMENT RATIO CHANGES AND SHIFTS IN THE SAME TYPE OF DEPOSITS BETWEEN BANKS WHERE DIFFERENT RESERVE REQUIREMENT RATIOS APPLY. DATA ARE SEASONALLY ADJUSTED BY THIS BANK.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

# MONEY STOCK PLUS NET TIME DEPOSITS

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 20, 1975

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

## MONEY STOCK PLUS NET TIME DEPOSITS (M<sub>2</sub>)

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

8/21/74 11/20/74 1/22/75 2/19/75 3/19/75 4/23/75 5/21/75 6/18/75

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

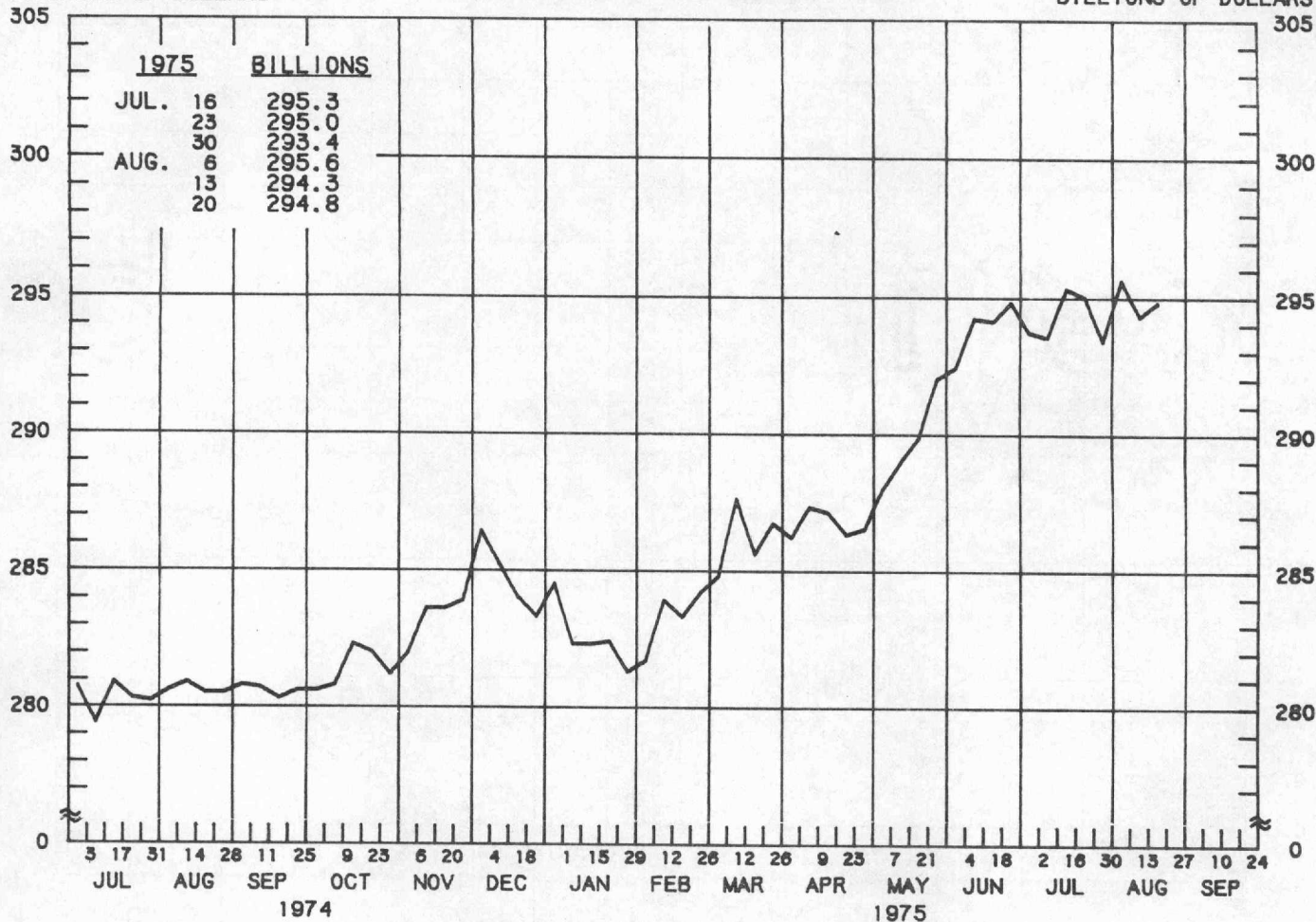
1/22/75	5.4							
2/19/75	5.7	5.6						
3/19/75	6.8	7.6	10.7					
4/23/75	7.0	7.8	9.8	11.0				
5/21/75	7.4	8.2	9.9	10.8	9.2			
6/18/75	8.7	10.1	12.3	13.6	13.4	16.7		
7/23/75	8.9	10.1	12.0	12.9	12.5	14.2	16.0	
8/20/75	8.6	9.6	11.1	11.7	11.2	12.1	12.6	8.1

# MONEY STOCK

## AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: AUGUST 20, 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:

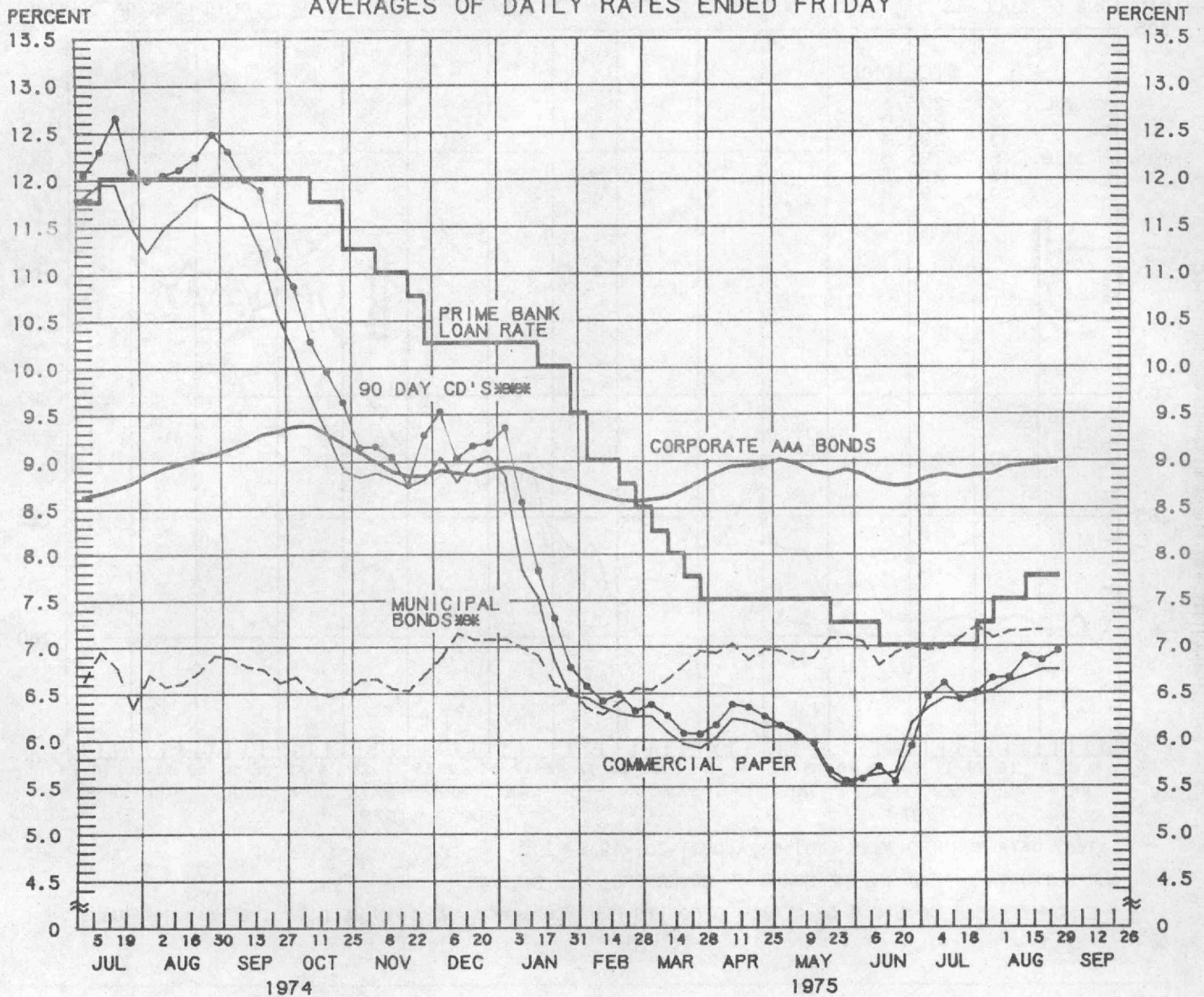
8/21/74 11/20/74 1/22/75 2/19/75 3/19/75 4/23/75 5/21/75 6/18/75

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

1/22/75	1.9								
2/19/75	1.4	0.0							
3/19/75	3.1	3.3	6.4						
4/23/75	3.2	3.5	5.5	8.7					
5/21/75	3.7	4.1	6.1	8.5	5.8				
6/18/75	5.5	6.6	9.3	11.9	11.1	15.7			
7/23/75	5.3	6.3	8.3	10.2	9.2	11.2	12.6		
8/20/75	5.0	5.7	7.2	8.6	7.5	8.6	8.7	2.6	

# YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: AUGUST 29, 1975

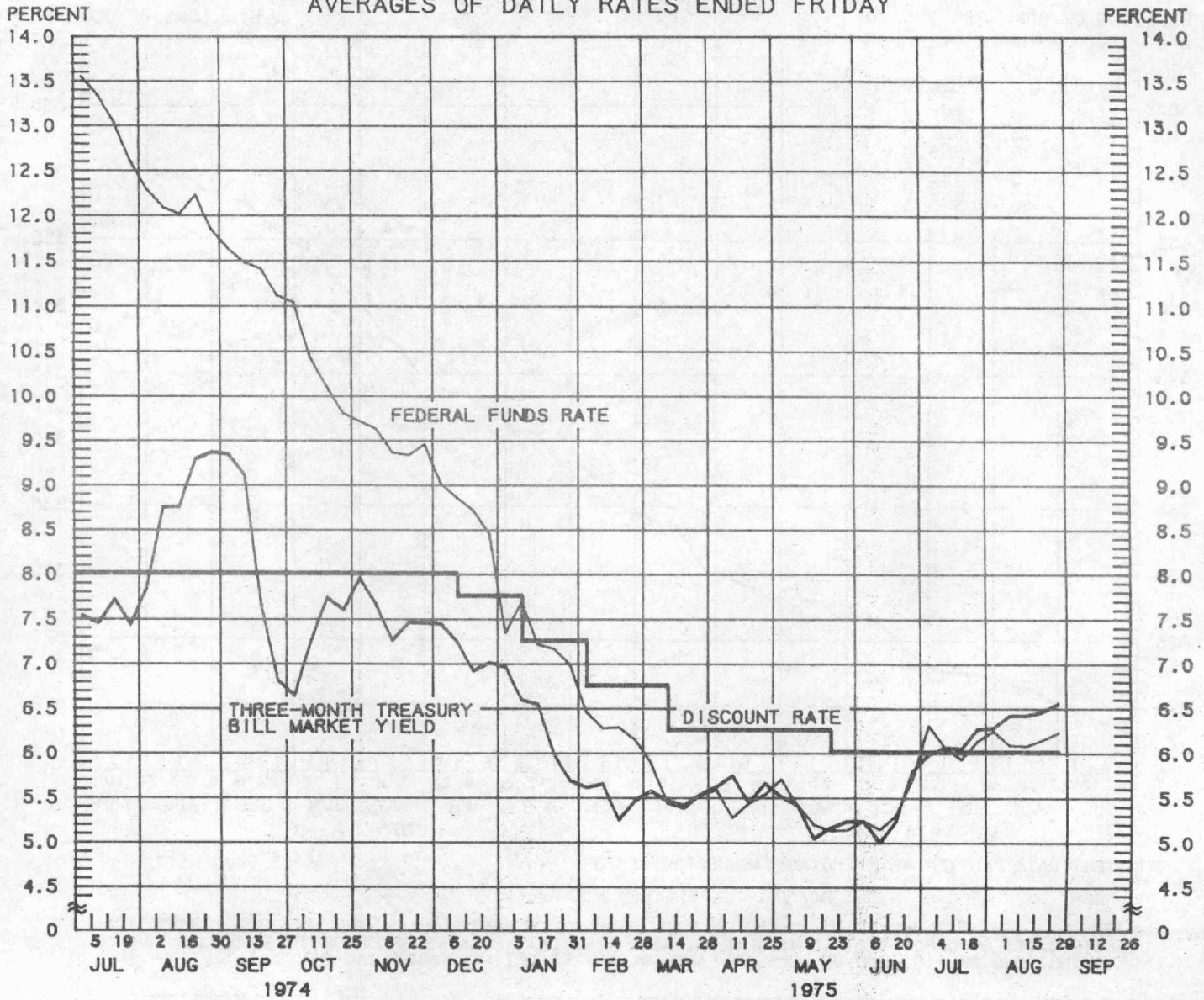
1975	90 DAY CD'S %	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS %
JULY 4	6.46	6.34	6.19	8.82	6.96
11	6.61	6.45	6.38	8.85	6.98
18	6.43	6.43	6.34	8.82	7.09
25	6.51	6.48	6.52	8.85	7.22
AUG. 1	6.66	6.53	6.48	8.86	7.09
8	6.67	6.63	6.66	8.93	7.16
15	6.89	6.68	6.73	8.95	7.17
22	6.85	6.75	6.79	8.96	7.18
29 *	6.95	6.75	6.84	8.97	N.A.
SEP. 5					
12					
19					
26					

\* 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: AUGUST 29, 1975

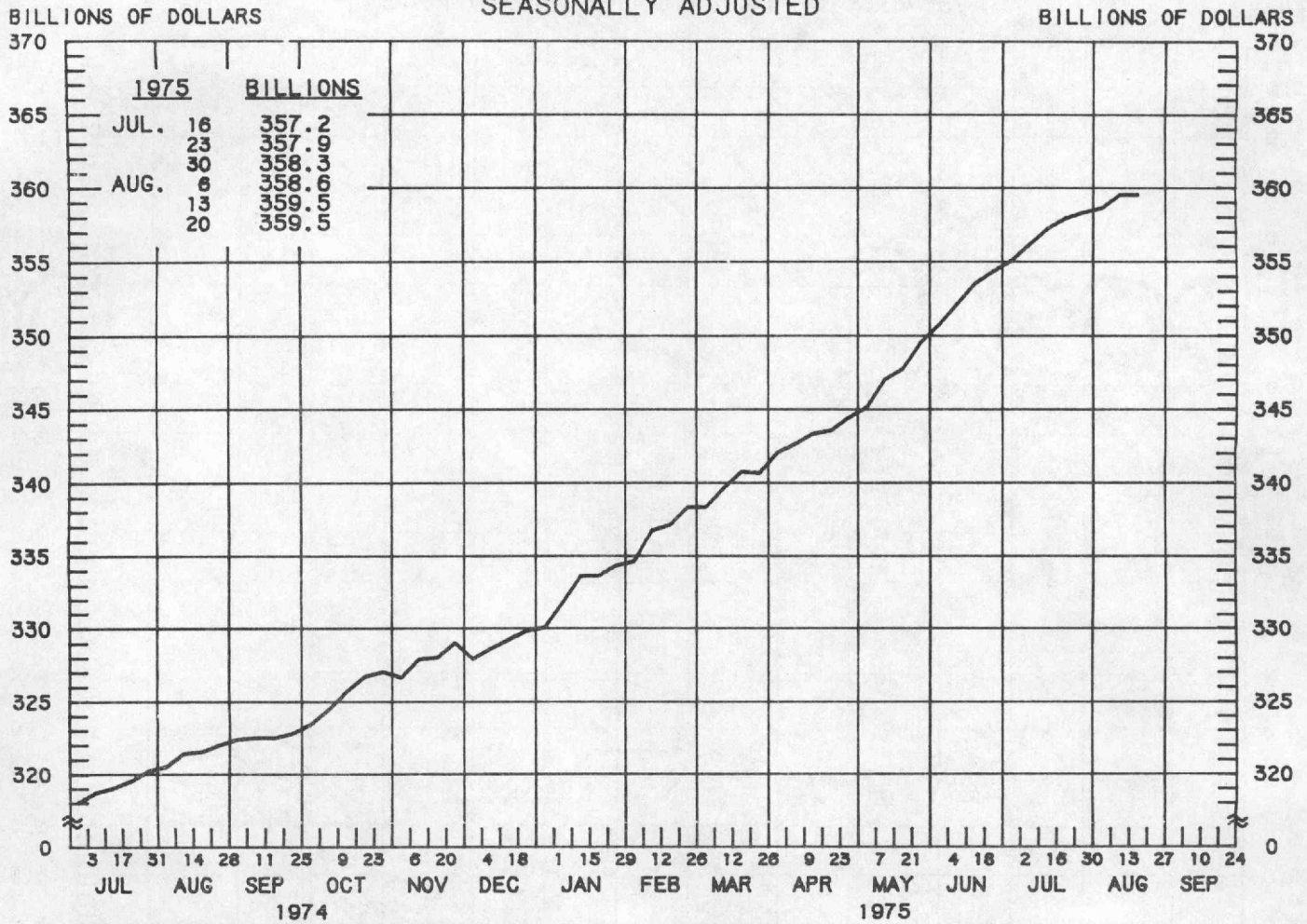
1975	FEDERAL FUNDS ***	3-MONTH TREASURY BILLS	1-YEAR TREASURY BILL	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES
JULY 4	6.31	5.98	6.47	7.62	6.89
11	6.06	6.06	6.50	7.65	6.89
18	5.93	6.05	6.53	7.67	6.87
25	6.14	6.27	6.82	7.79	6.90
AUG. 1	6.25	6.28	6.86	7.86	6.92
8	6.09	6.42	7.11	8.05	7.00
15	6.08	6.42	7.17	8.13	7.01
22	6.15	6.46	7.26	8.20	7.14
29 *	6.23	6.55	7.22	8.15	7.12
SEP. 5					
12					
19					
26					

\* 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

**NET TIME DEPOSITS**  
**ALL COMMERCIAL BANKS**  
 AVERAGES OF DAILY FIGURES  
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: AUGUST 20, 1975

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.

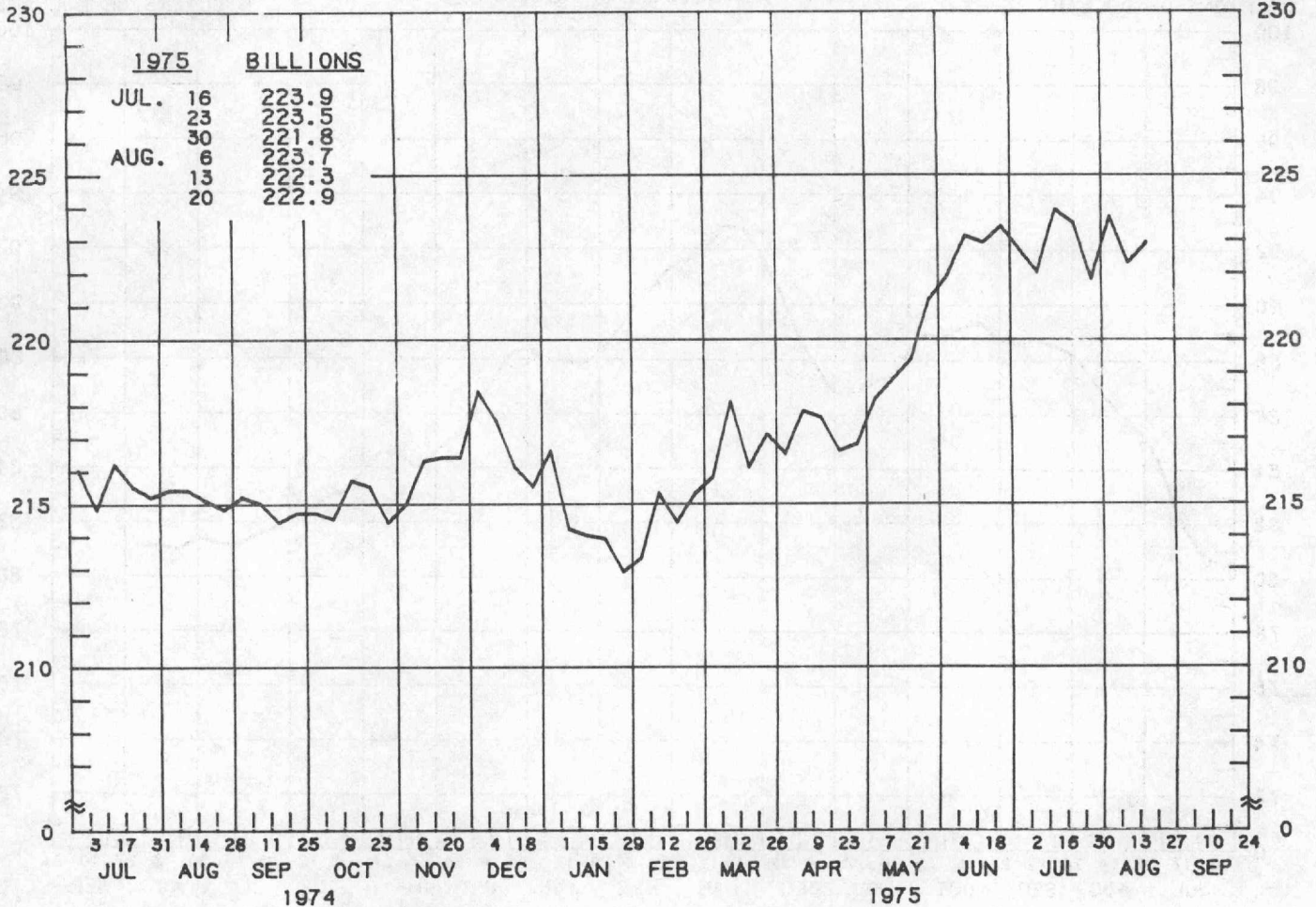
NET TIME DEPOSITS									
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:									
	8/21/74	11/20/74	1/22/75	2/19/75	3/19/75	4/23/75	5/21/75	6/18/75	
TO THE AVERAGE OF FOUR WEEKS ENDING:									
1/22/75	8.6								
2/19/75	9.4	10.5							
3/19/75	10.1	11.4	14.3						
4/23/75	10.4	11.6	13.4	13.0					
5/21/75	10.6	11.7	13.3	13.0	12.3				
6/18/75	11.6	13.1	14.9	15.1	15.3	17.5			
7/23/75	12.1	13.5	15.2	15.3	15.5	17.0	18.8		
8/20/75	11.9	13.1	14.3	14.4	14.4	15.1	15.8	13.0	

# DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: AUGUST 20, 1975

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

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

8/21/74 11/20/74 1/22/75 2/19/75 3/19/75 4/23/75 5/21/75 6/18/75

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

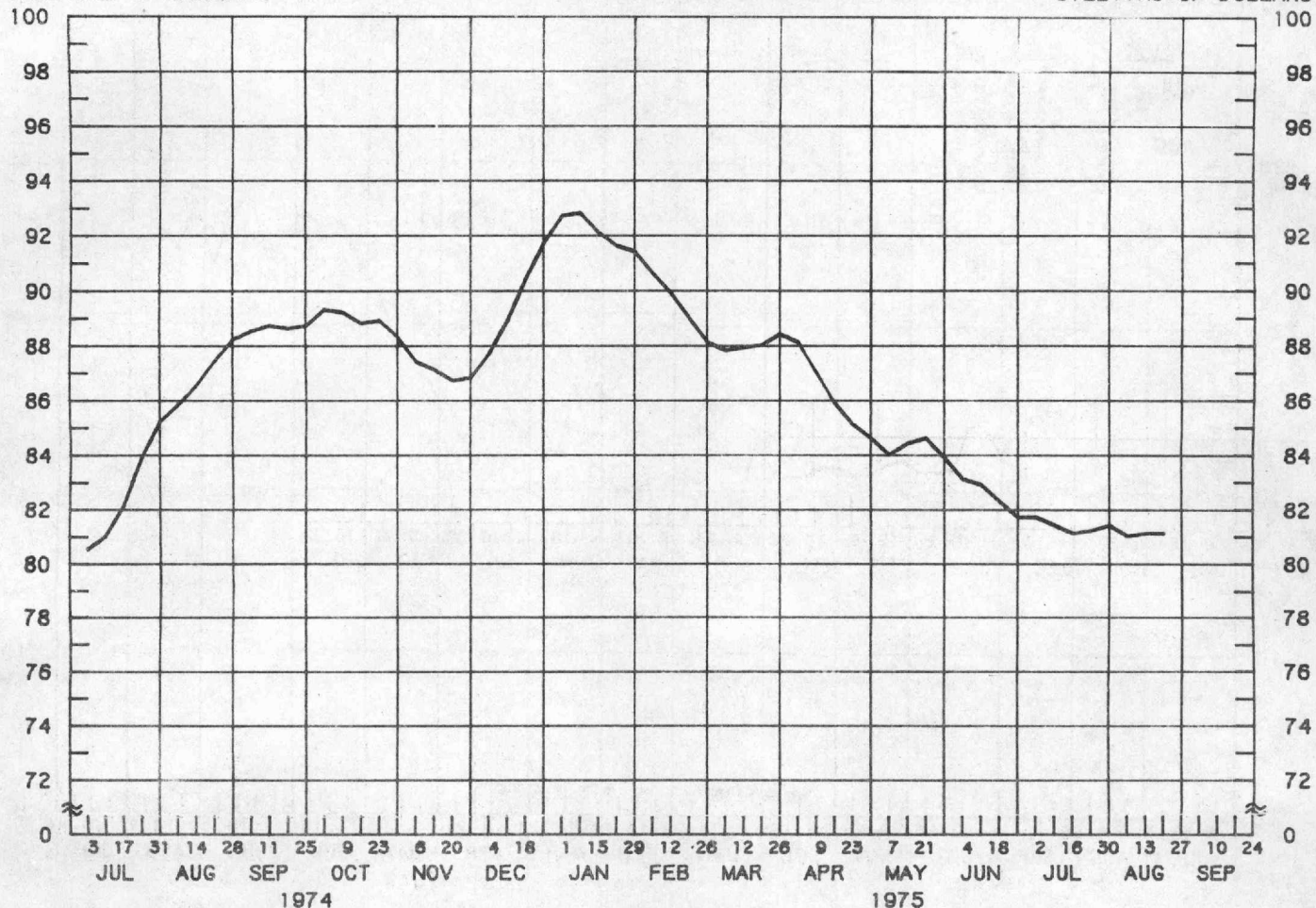
1/22/75	-0.7							
2/19/75	-1.2	-2.8						
3/19/75	0.8	1.1	4.9					
4/23/75	1.2	1.8	4.5	8.7				
5/21/75	1.9	2.6	5.2	8.3	5.5			
6/18/75	3.9	5.5	9.0	12.3	11.6	16.6		
7/23/75	3.9	5.2	7.9	10.2	9.2	11.3	13.1	
8/20/75	3.4	4.5	6.5	8.3	7.1	8.1	8.3	1.0

# CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES  
NOT SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: AUGUST 20, 1975

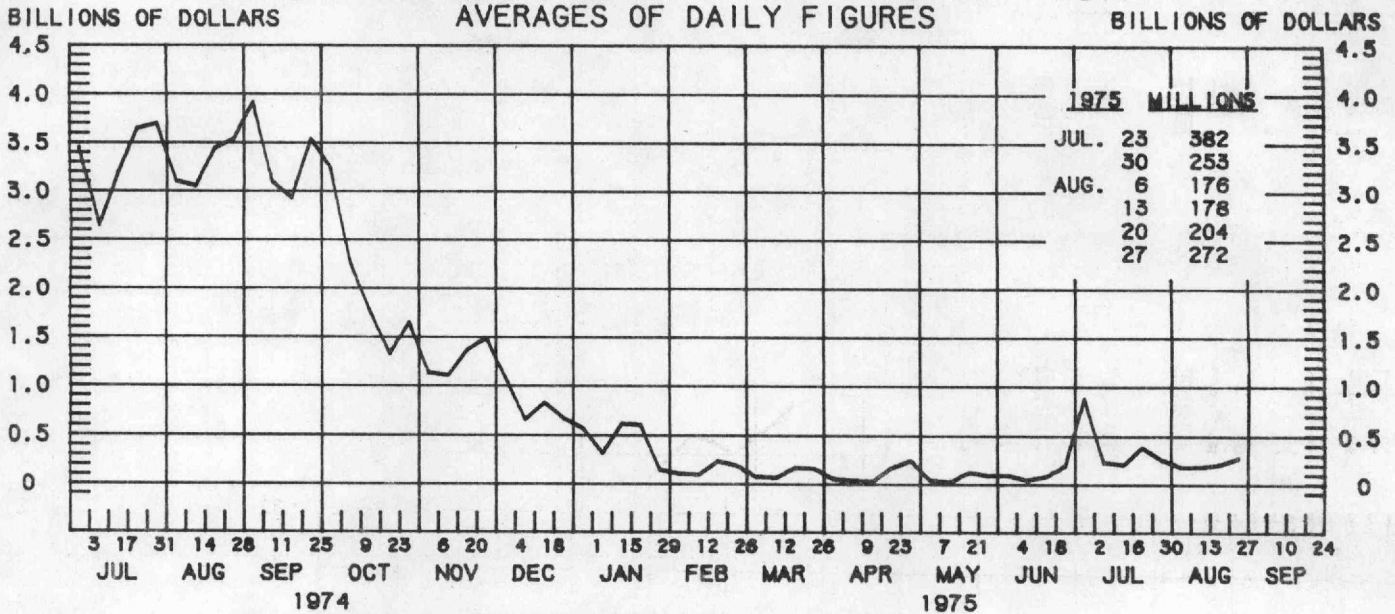
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

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

1975	CERTIFICATES OF DEPOSIT NOT SEAS. ADJ.	CERTIFICATES OF DEPOSIT SEAS. ADJ.
JULY 2	81.7	84.2
9	81.4	83.6
16	81.1	82.9
23	81.2	81.6
30	81.4	80.5
AUG. 6	81.0	79.4
13	81.1	78.7
20	81.1	77.9
27		
SEP. 3		
10		
17		
24		

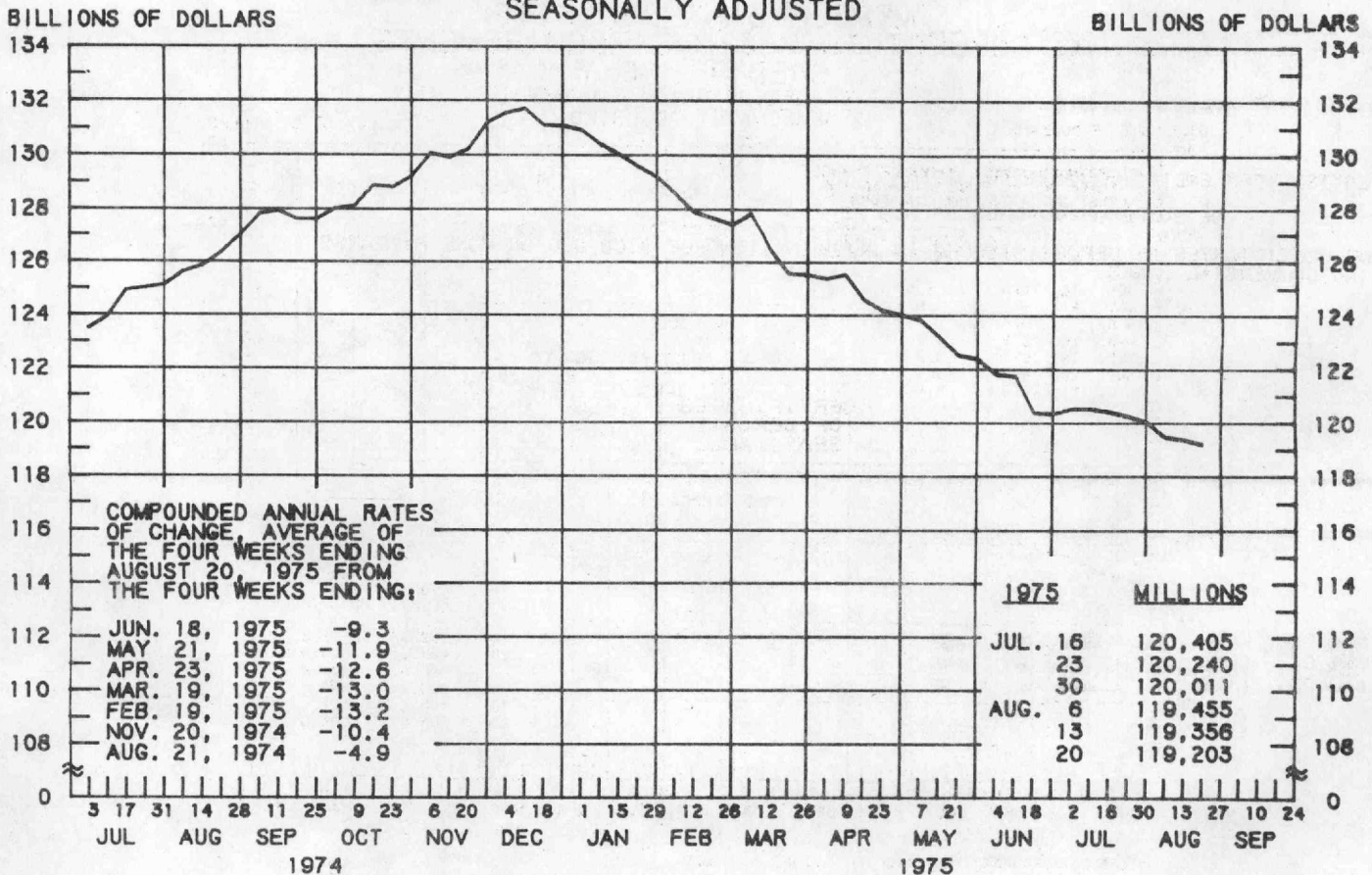
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

# BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



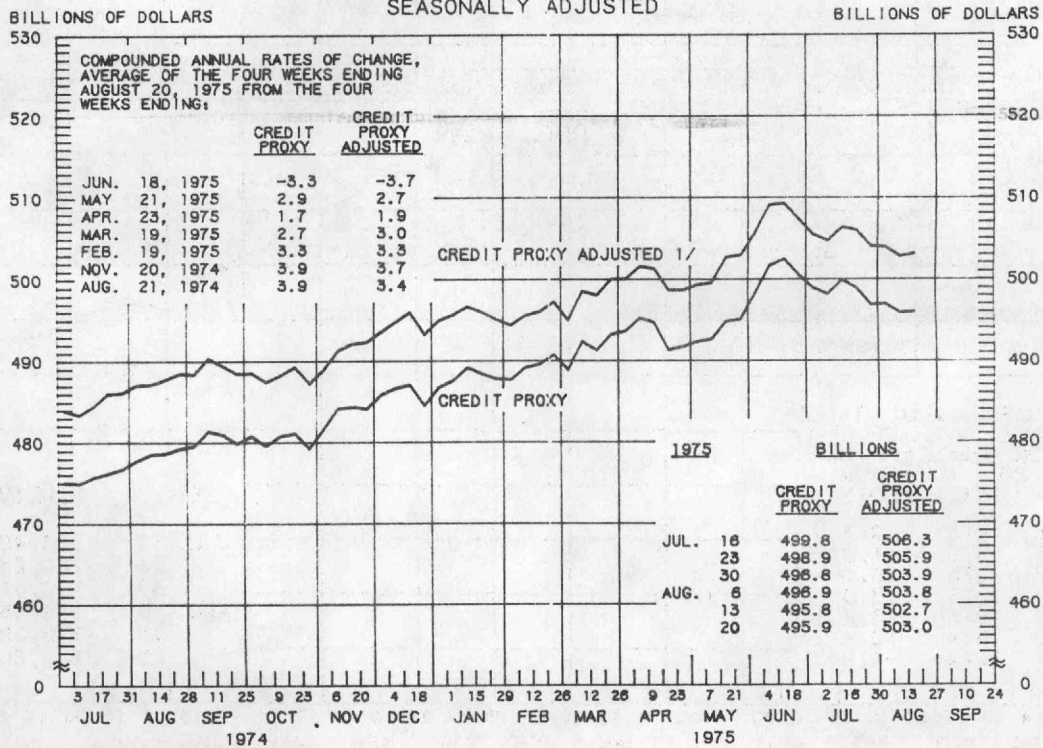
LATEST DATA PLOTTED WEEK ENDING: AUGUST 27, 1975

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



LATEST DATA PLOTTED WEEK ENDING: AUGUST 20, 1975

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



LATEST DATA PLOTTED WEEK ENDING: AUGUST 20, 1975

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