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DEC 26 1979

Week ending: January 7, 1976

The broadly defined money stock (M2) has increased at a 6.5 percent annual rate in the last six months, compared to an 11 percent rate in the previous six months. On balance, M2 increased at an 8.8 percent rate over the year. Net time deposits, which are added to the narrowly defined money stock (M1) to obtain M2, increased at a 12.7 percent rate, on balance, in 1975--increasing at a 10.3 percent rate in the first half of the year and at a 15.2 percent rate during the second half.

Negotiable time certificates of deposit issued in denominations of \$100,000 or more (large CDs), which are added to net time deposits to obtain total time deposits, decreased by about \$10 billion in 1975. From January to August, large CDs fell by about \$12 billion. Since early September large CDs have increased rather unsteadily by about \$2 billion. Yields on 90-day CDs are now about 385 basis points below the highest levels reached in January 1975.

Short-term interest rates generally declined in 1975. Yields on three-month Treasury bills and four- to six-month prime commercial paper are currently 200 and 348 basis points, respectively, below their December 1974 averages. There was an upturn in short-term rates from early June to early October when the three-month Treasury bill rate and the four- to six-month prime commercial paper rate, for example, increased by 123 and 133 basis points, respectively. In the most recent three months short-term rates have fallen, approaching their June levels.

Long-term interest rates remained fairly stable over the year. Yields on corporate Aaa bonds did not vary more than 50 basis points during 1975. The average rate on three- to five-year Government securities in December 1975 was only 27 basis points above the average rate in December 1974.

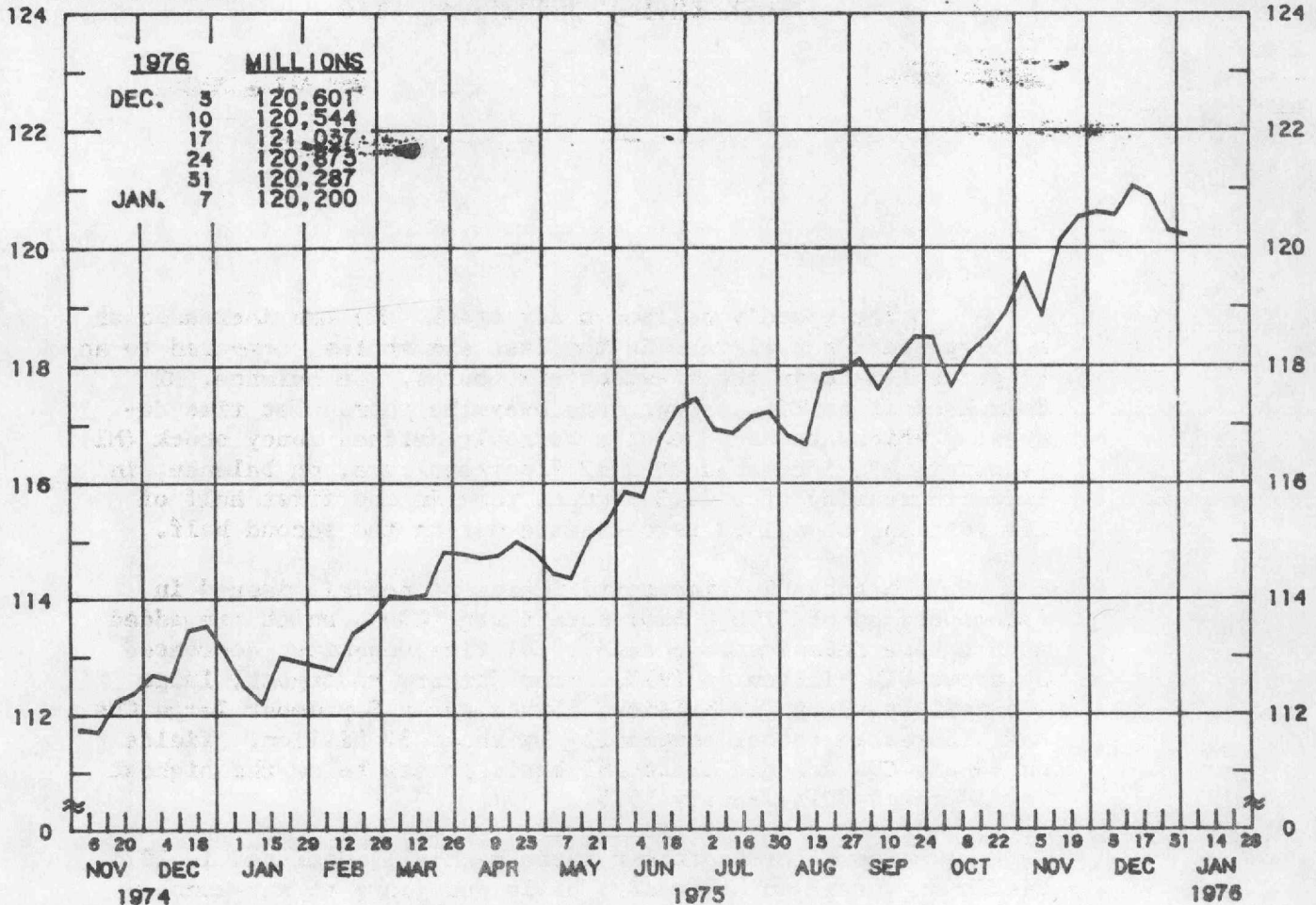
# MONETARY BASE

## AVERAGES OF DAILY FIGURES

### SEASONALLY ADJUSTED BY THIS BANK

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



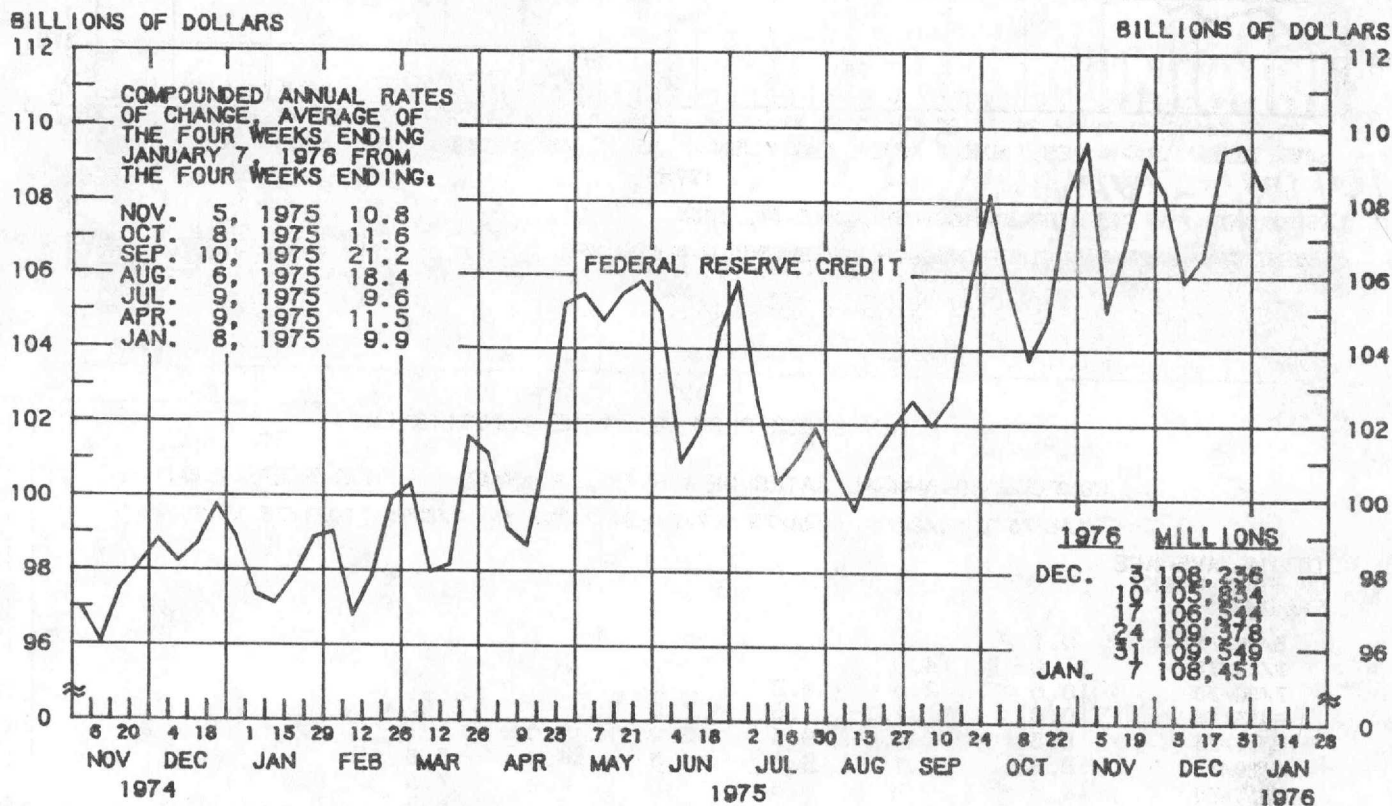
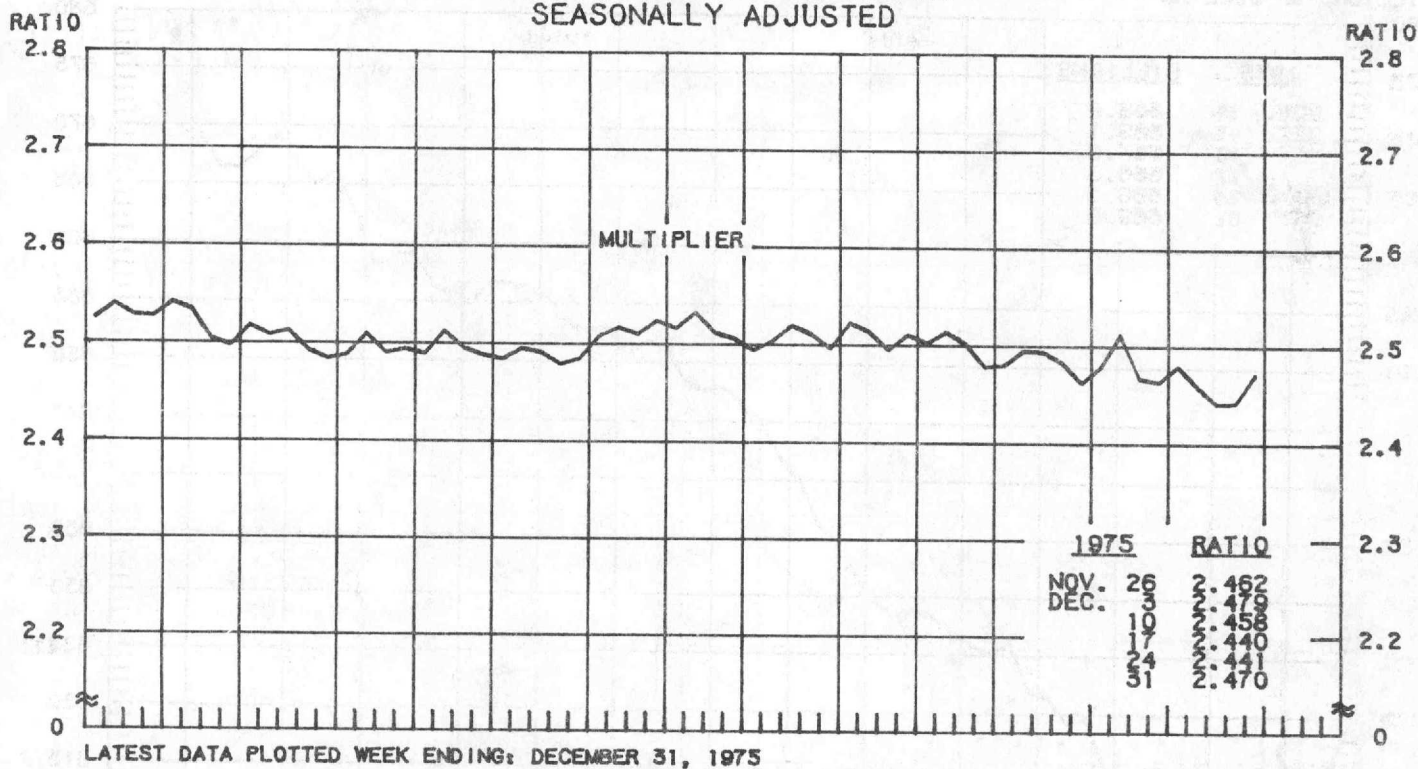
LATEST DATA PLOTTED WEEK ENDING: JANUARY 7, 1976

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:

|                                      | 1/8/75 | 4/9/75 | 6/4/75 | 7/9/75 | 8/6/75 | 9/10/75 | 10/8/75 | 11/5/75 |
|--------------------------------------|--------|--------|--------|--------|--------|---------|---------|---------|
| TO THE AVERAGE OF FOUR WEEKS ENDING: |        |        |        |        |        |         |         |         |
| 6/ 4/75                              | 4.5    |        |        |        |        |         |         |         |
| 7/ 9/75                              | 7.1    | 9.0    |        |        |        |         |         |         |
| 8/ 6/75                              | 6.0    | 6.6    | 9.7    |        |        |         |         |         |
| 9/10/75                              | 6.3    | 6.9    | 9.1    | 3.9    |        |         |         |         |
| 10/ 8/75                             | 6.0    | 6.4    | 7.8    | 3.8    | 6.0    |         |         |         |
| 11/ 5/75                             | 6.1    | 6.4    | 7.6    | 4.5    | 6.3    | 5.2     |         |         |
| 12/10/75                             | 7.0    | 7.7    | 9.1    | 6.9    | 8.8    | 9.1     | 11.6    |         |
| 1/ 7/76                              | 6.6    | 7.1    | 8.1    | 6.1    | 7.4    | 7.3     | 8.5     | 9.2     |

# MULTIPLIER <sup>1/</sup> FEDERAL RESERVE CREDIT <sup>2/</sup> AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



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

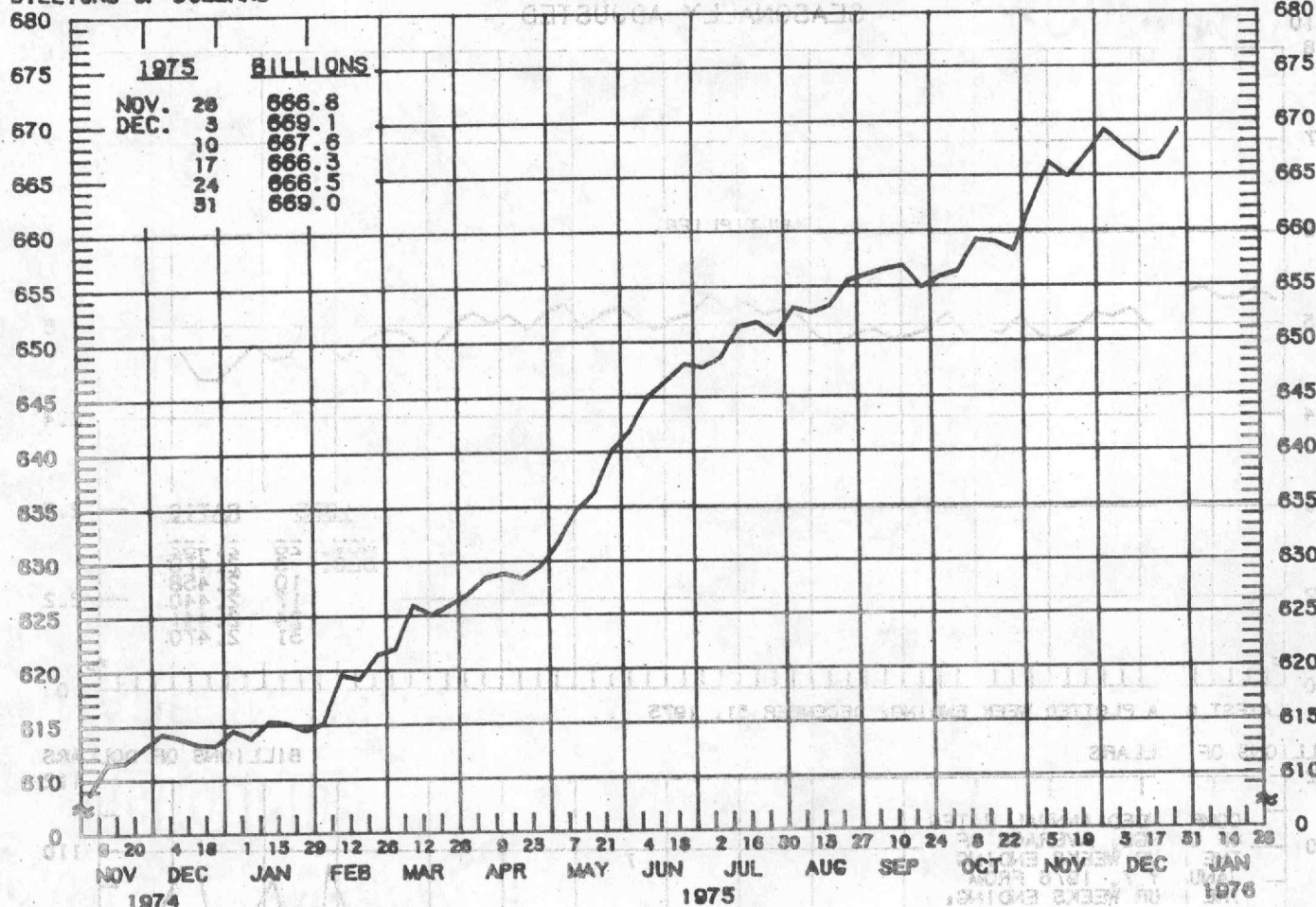


# MONEY STOCK PLUS NET TIME DEPOSITS

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 31, 1975

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

## MONEY STOCK PLUS NET TIME DEPOSITS (M2)

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

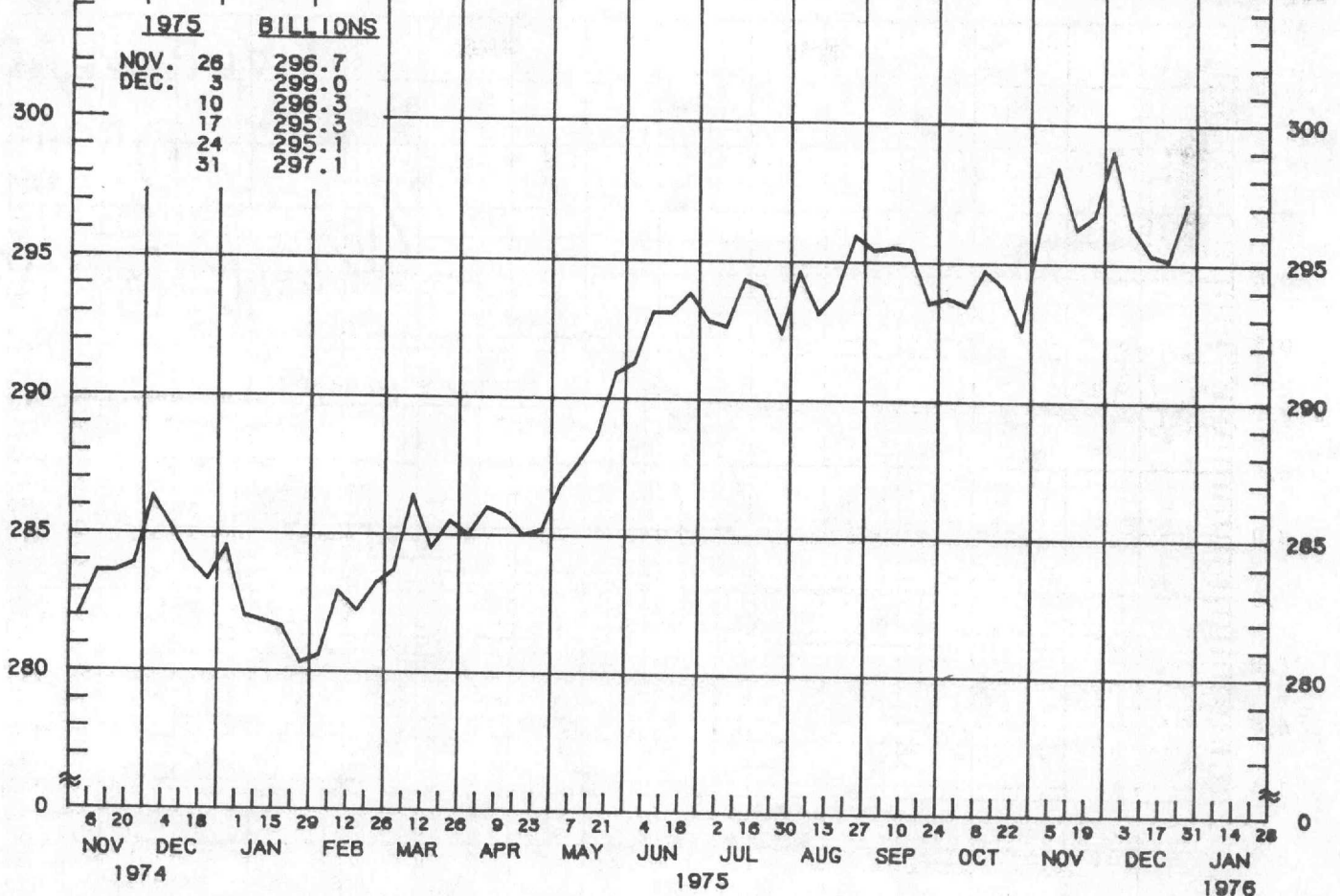
|                                      | 1/1/75 | 4/2/75 | 5/28/75 | 7/2/75 | 7/30/75 | 9/3/75 | 10/1/75 | 10/29/75 |
|--------------------------------------|--------|--------|---------|--------|---------|--------|---------|----------|
| TO THE AVERAGE OF FOUR WEEKS ENDING: |        |        |         |        |         |        |         |          |
| 5/28/75                              | 9.1    |        |         |        |         |        |         |          |
| 7/2/75                               | 11.0   | 14.0   |         |        |         |        |         |          |
| 7/30/75                              | 10.6   | 12.5   | 14.2    |        |         |        |         |          |
| 9/3/75                               | 10.0   | 11.1   | 11.3    | 7.0    |         |        |         |          |
| 10/1/75                              | 9.3    | 9.8    | 9.5     | 5.9    | 5.0     |        |         |          |
| 10/29/75                             | 8.8    | 9.1    | 8.5     | 5.5    | 4.8     | 3.8    |         |          |
| 12/3/75                              | 9.4    | 9.8    | 9.6     | 7.5    | 7.4     | 7.8    | 9.8     |          |
| 12/31/75                             | 8.8    | 8.9    | 8.5     | 6.5    | 6.2     | 6.3    | 7.1     | 8.4      |

# MONEY STOCK

## AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS  
305

BILLIONS OF DOLLARS  
305



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 31, 1975

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

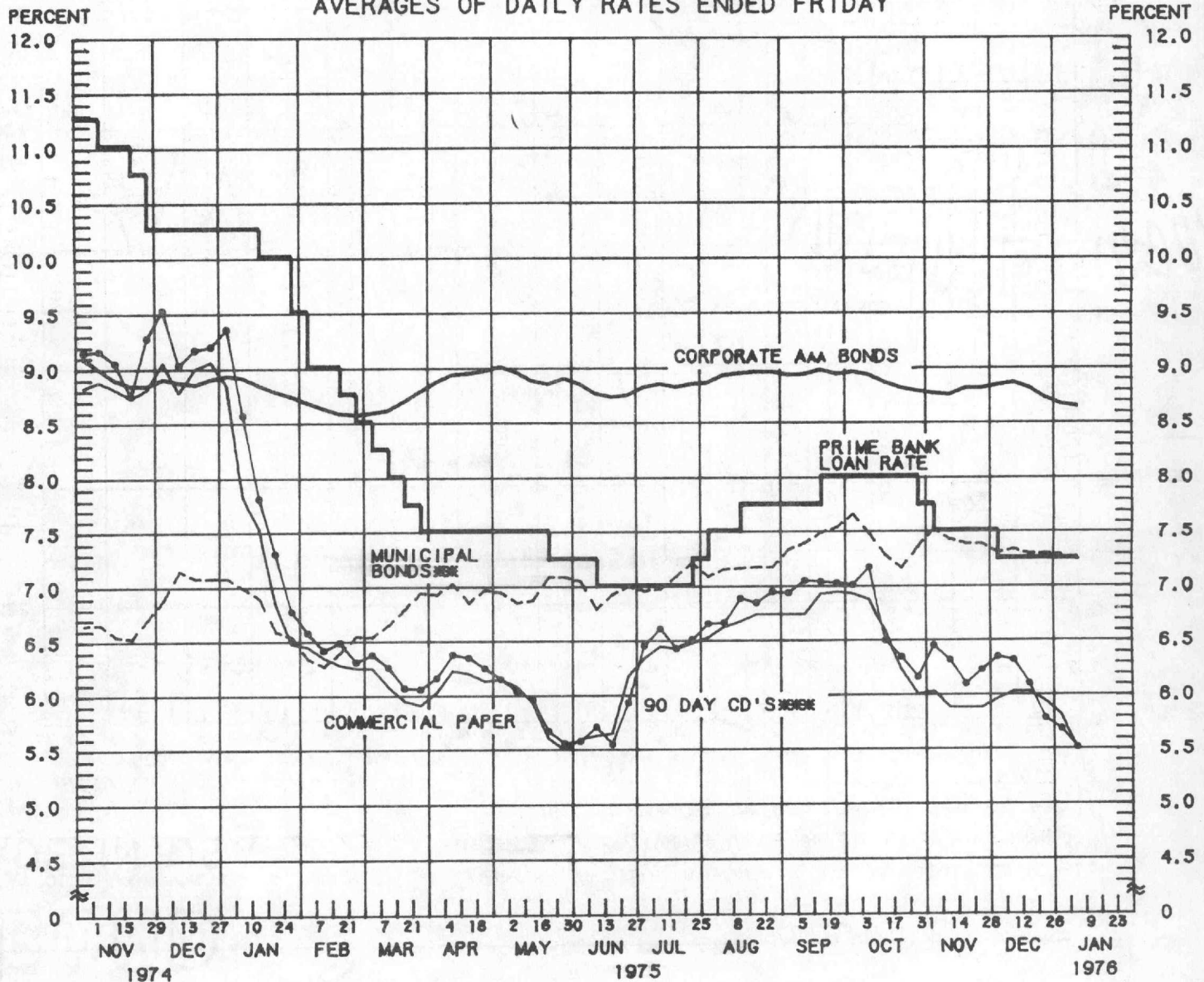
THE MONEY STOCK CONSISTS OF DEMAND DEPOSITS PLUS CURRENCY AND COIN HELD BY THE NONBANK PUBLIC.

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

|  | 1/1/75 | 4/2/75 | 5/28/75 | 7/2/75 | 7/30/75 | 9/3/75 | 10/1/75 | 10/29/75 |
|--|--------|--------|---------|--------|---------|--------|---------|----------|
| TO THE AVERAGE<br>OF FOUR WEEKS<br>ENDING: |        |        |         |        |         |        |         |          |
| 5/28/75                                    | 3.7    |        |         |        |         |        |         |          |
| 7/ 2/75                                    | 6.4    | 11.4   |         |        |         |        |         |          |
| 7/30/75                                    | 5.6    | 8.7    | 10.0    |        |         |        |         |          |
| 9/ 3/75                                    | 5.4    | 7.8    | 8.1     | 2.8    |         |        |         |          |
| 10/ 1/75                                   | 4.8    | 6.5    | 6.1     | 1.8    | 2.4     |        |         |          |
| 10/29/75                                   | 4.0    | 5.1    | 4.3     | 0.5    | 0.5     | -2.0   |         |          |
| 12/ 3/75                                   | 5.1    | 6.4    | 6.2     | 3.6    | 4.3     | 4.1    | 6.2     |          |
| 12/31/75                                   | 4.1    | 5.0    | 4.4     | 1.9    | 2.2     | 1.5    | 2.1     | 4.6      |

# YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: JANUARY 9, 1976

| 1976   | 90 DAY CD'S | PRIME COMMERCIAL PAPER 4-6 MONTH | PRIME BANKERS' ACCEPTANCES | CORPORATE AAA BONDS | MUNICIPAL BONDS |
|--------|-------------|----------------------------------|----------------------------|---------------------|-----------------|
| NOV. 7 | 6.45        | 6.03                             | 5.79                       | 8.76                | 7.52            |
| 14     | 6.32        | 5.88                             | 5.77                       | 8.75                | 7.43            |
| 21     | 6.10        | 5.88                             | 5.79                       | 8.81                | 7.39            |
| 28     | 6.23        | 5.88                             | 5.80                       | 8.81                | 7.39            |
| DEC. 5 | 6.35        | 5.96                             | 5.80                       | 8.84                | 7.31            |
| 12     | 6.32        | 6.03                             | 5.81                       | 8.86                | 7.34            |
| 19     | 6.10        | 6.03                             | 5.72                       | 8.81                | 7.30            |
| 26     | 5.78        | 5.94                             | 5.65                       | 8.72                | 7.30            |
| JAN. 2 | 5.68        | 5.81                             | 5.52                       | 8.66                | 7.29            |
| 9 *    | 5.51        | 5.50                             | 5.35                       | 8.64                | N.A.            |
| 16     |             |                                  |                            |                     |                 |
| 23     |             |                                  |                            |                     |                 |
| 30     |             |                                  |                            |                     |                 |

\* AVERAGES OF RATES AVAILABLE.

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.

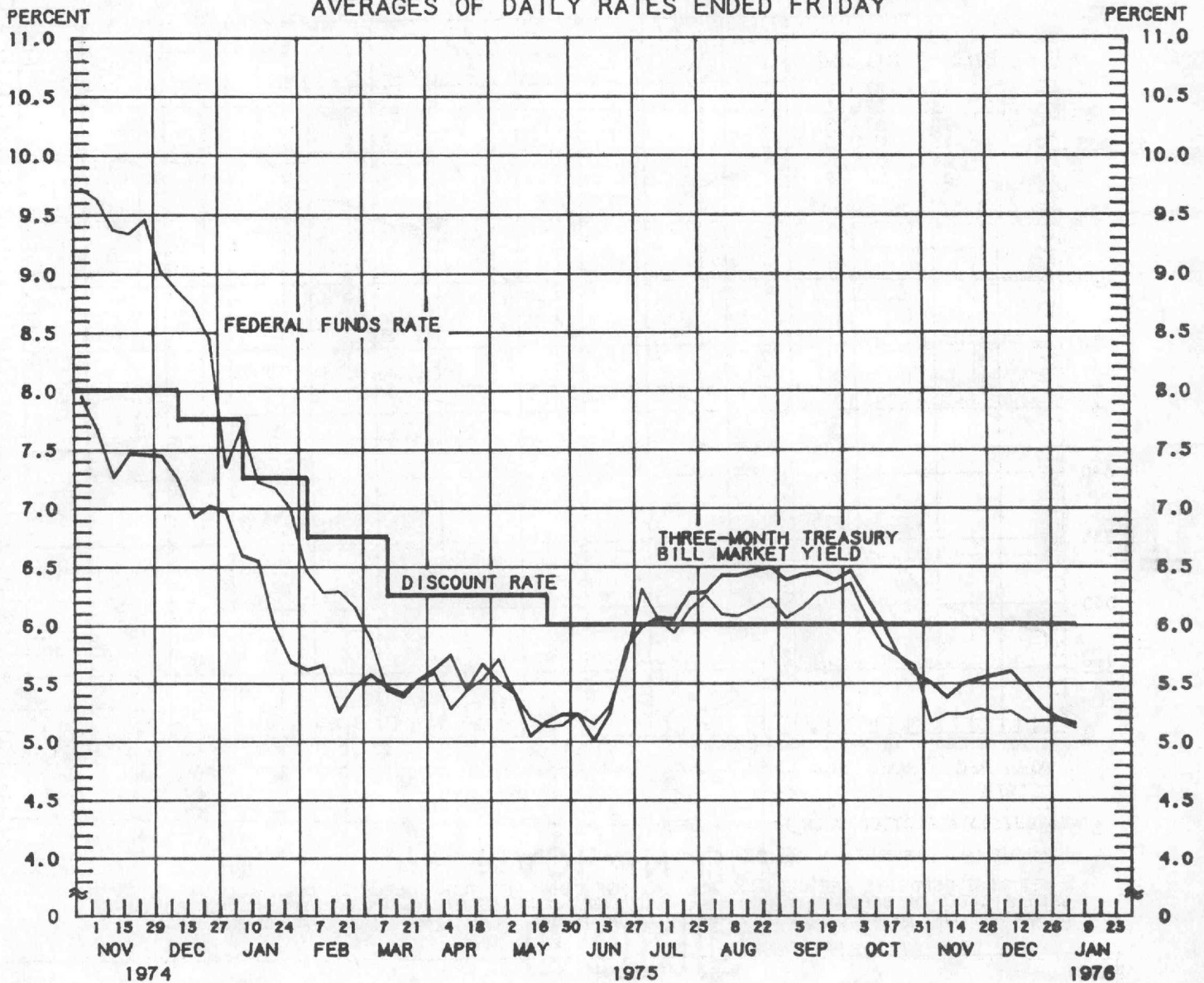
N.A. - NOT AVAILABLE

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: JANUARY 9, 1976

| 1976   | FEDERAL FUNDS RATE | 3-MONTH TREASURY BILLS | 1-YEAR TREASURY BILL | 3-5 YEAR GOVERNMENT SECURITIES | LONG-TERM GOVERNMENT SECURITIES |
|--------|--------------------|------------------------|----------------------|--------------------------------|---------------------------------|
| NOV. 7 | 5.17               | 5.50                   | 5.89                 | 7.41                           | 7.17                            |
| 14     | 5.24               | 5.37                   | 5.96                 | 7.38                           | 7.17                            |
| 21     | 5.24               | 5.49                   | 6.17                 | 7.60                           | 7.25                            |
| 28     | 5.28               | 5.54                   | 6.24                 | 7.62                           | 7.24                            |
| DEC. 5 | 5.25               | 5.57                   | 6.30                 | 7.59                           | 7.23                            |
| 12     | 5.26               | 5.60                   | 6.43                 | 7.67                           | 7.26                            |
| 19     | 5.17               | 5.44                   | 6.20                 | 7.50                           | 7.17                            |
| 26     | 5.18               | 5.28                   | 5.91                 | 7.37                           | 7.09                            |
| JAN. 2 | 5.18               | 5.19                   | 5.77                 | 7.28                           | 7.05                            |
| 9 *    | 5.12               | 5.15                   | 5.66                 | 7.24                           | 6.99                            |
| 16     |                    |                        |                      |                                |                                 |
| 23     |                    |                        |                      |                                |                                 |
| 30     |                    |                        |                      |                                |                                 |

\* AVERAGES OF RATES AVAILABLE.

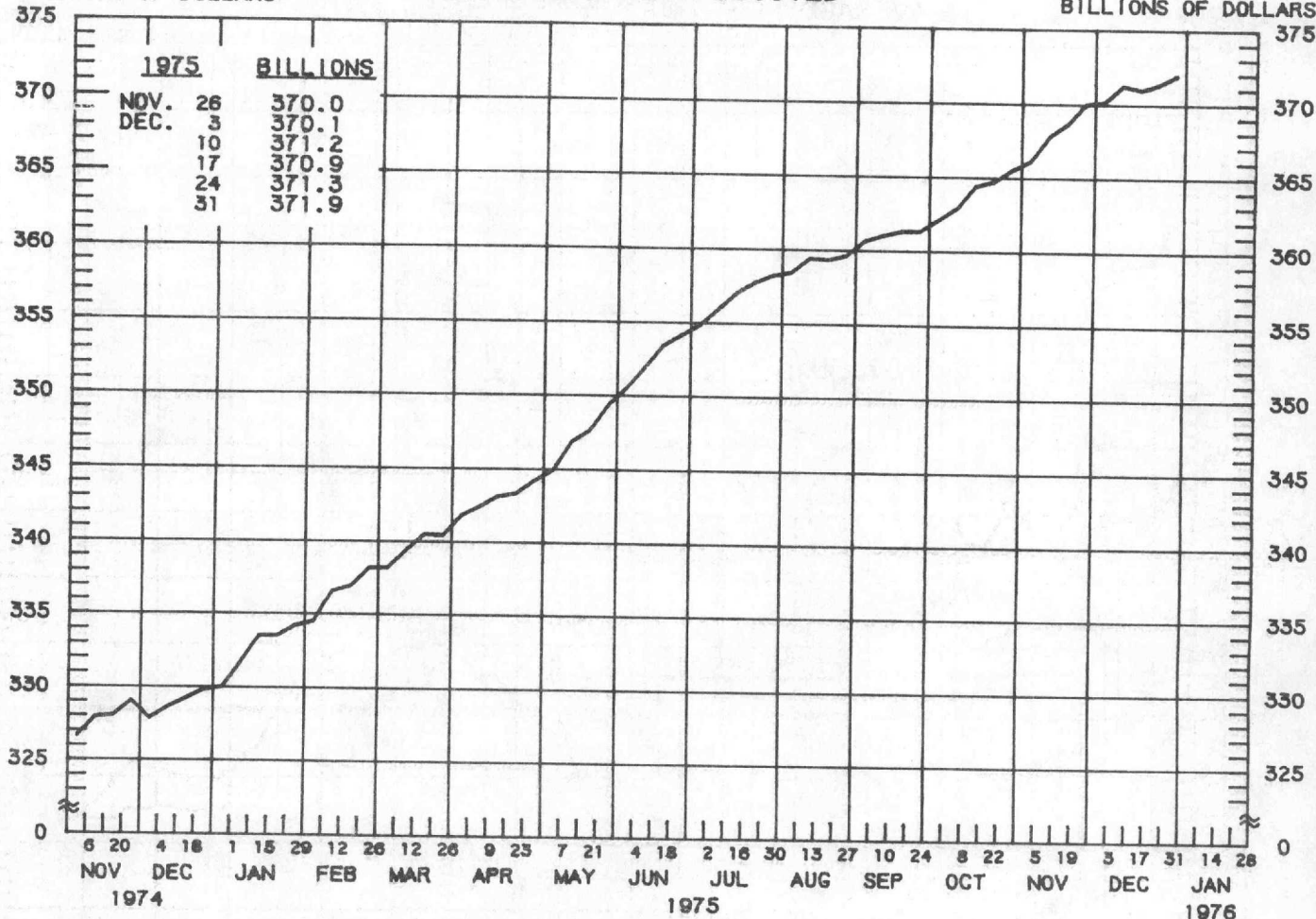
\*\* SEVEN-DAY AVERAGES FOR WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATE SHOWN.  
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 31, 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

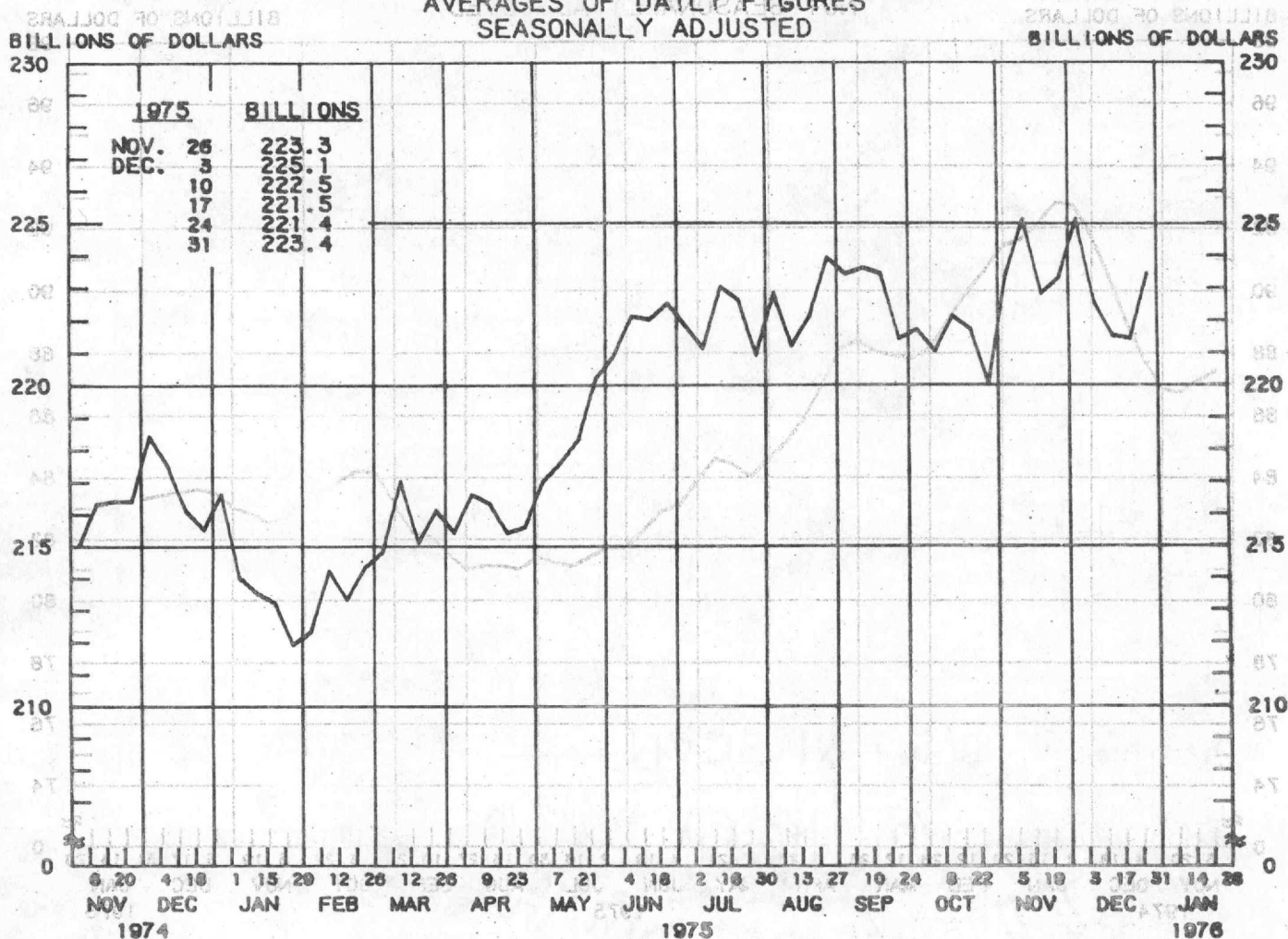
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

|                                      | 1/1/75 | 4/2/75 | 5/28/75 | 7/2/75 | 7/30/75 | 9/3/75 | 10/1/75 | 10/29/75 |
|--------------------------------------|--------|--------|---------|--------|---------|--------|---------|----------|
| TO THE AVERAGE OF FOUR WEEKS ENDING: |        |        |         |        |         |        |         |          |
| 5/28/75                              | 13.9   |        |         |        |         |        |         |          |
| 7/ 2/75                              | 15.2   | 16.3   |         |        |         |        |         |          |
| 7/30/75                              | 15.1   | 15.8   | 17.8    |        |         |        |         |          |
| 9/ 3/75                              | 14.0   | 13.8   | 14.0    | 10.4   |         |        |         |          |
| 10/ 1/75                             | 13.2   | 12.7   | 12.3    | 9.1    | 7.0     |        |         |          |
| 10/29/75                             | 13.0   | 12.5   | 12.1    | 9.6    | 8.3     | 8.8    |         |          |
| 12/ 3/75                             | 13.1   | 12.7   | 12.5    | 10.7   | 9.9     | 10.9   | 13.0    |          |
| 12/31/75                             | 12.7   | 12.2   | 11.9    | 10.3   | 9.6     | 10.2   | 11.4    | 11.4     |



# DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 31, 1975

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

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

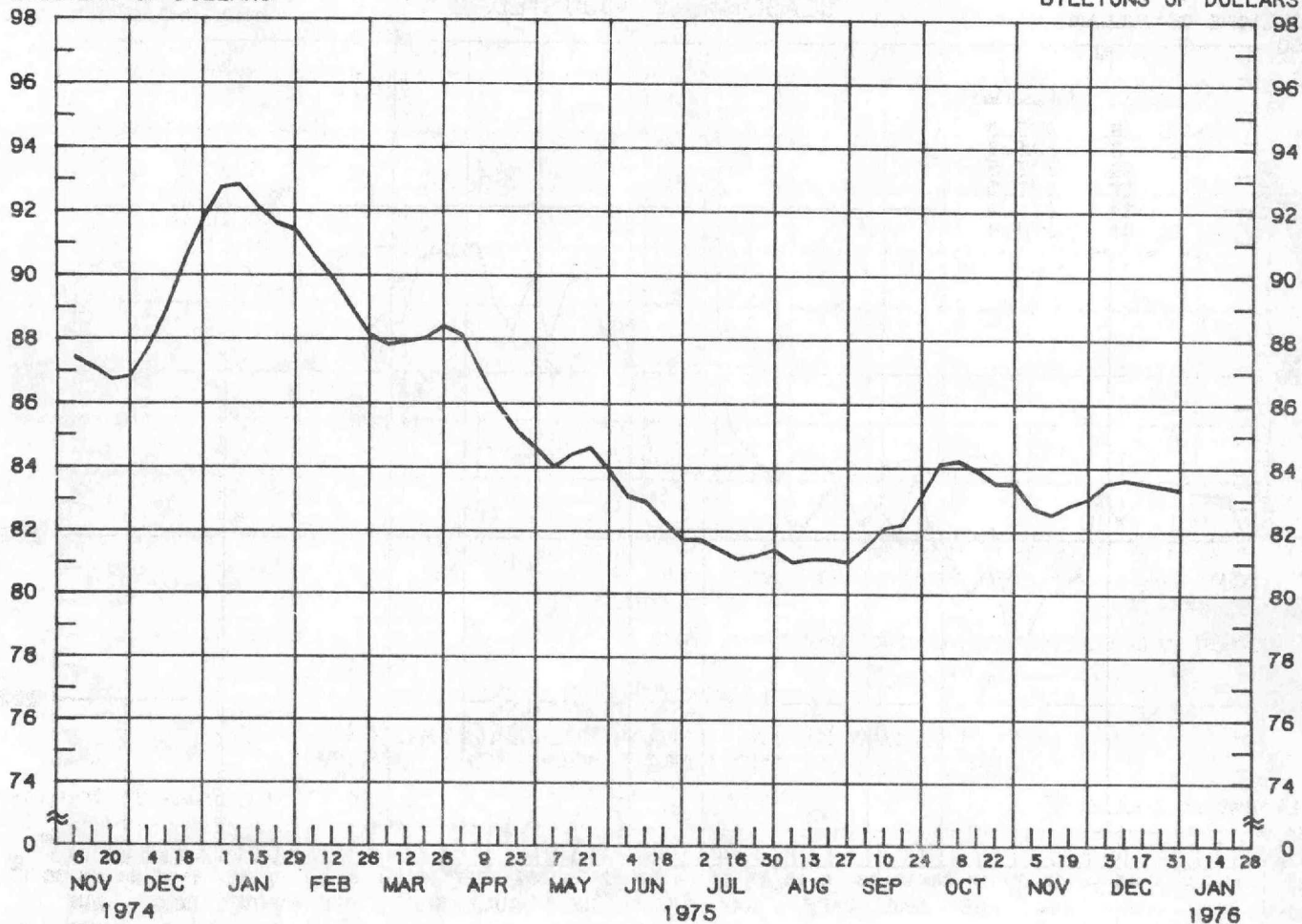
|                                      | 1/1/75 | 4/2/75 | 5/28/75 | 7/2/75 | 7/30/75 | 9/3/75 | 10/1/75 | 10/29/75 |
|--------------------------------------|--------|--------|---------|--------|---------|--------|---------|----------|
| TO THE AVERAGE OF FOUR WEEKS ENDING: |        |        |         |        |         |        |         |          |
| 5/28/75                              | 2.2    |        |         |        |         |        |         |          |
| 7/1/75                               | 5.3    | 12.0   |         |        |         |        |         |          |
| 7/30/75                              | 4.4    | 8.7    | 9.9     |        |         |        |         |          |
| 9/3/75                               | 4.4    | 7.6    | 7.7     | 1.6    |         |        |         |          |
| 10/1/75                              | 3.8    | 6.2    | 5.7     | 0.7    | 1.6     |        |         |          |
| 10/29/75                             | 2.7    | 4.3    | 3.2     | -1.2   | -1.3    | -4.3   |         |          |
| 12/3/75                              | 3.9    | 5.7    | 5.2     | 2.1    | 2.9     | 2.5    | 4.2     |          |
| 12/31/75                             | 2.7    | 3.9    | 3.0     | 0.1    | 0.3     | -0.7   | -0.5    | 2.6      |

# CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES  
NOT SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 31, 1975

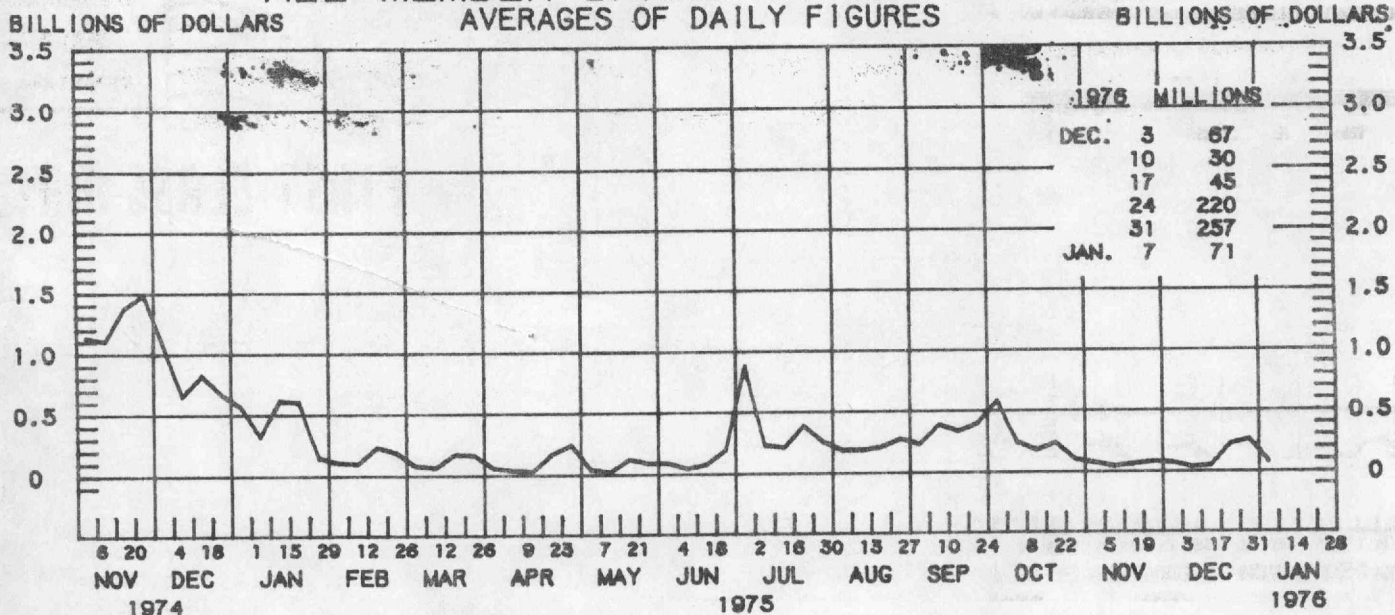
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

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

| 1976   | CERTIFICATES<br>OF DEPOSIT<br>NOT SEAS. ADJ. | CERTIFICATES<br>OF DEPOSIT<br>SEAS. ADJ. |
|--------|--|--|
| NOV. 5 | 82.7   | 81.0                                     |
| 12     | 82.5   | 80.9                                     |
| 19     | 82.8   | 81.2                                     |
| 26     | 83.0   | 81.5                                     |
| DEC. 3 | 83.5   | 82.4                                     |
| 10     | 83.6   | 83.2                                     |
| 17     | 83.5   | 83.3                                     |
| 24     | 83.4   | 83.4                                     |
| 31     | 83.3   | 83.5                                     |
| JAN. 7 |  |  |
| 14     |  |  |
| 21     |  |  |
| 28     |  |  |

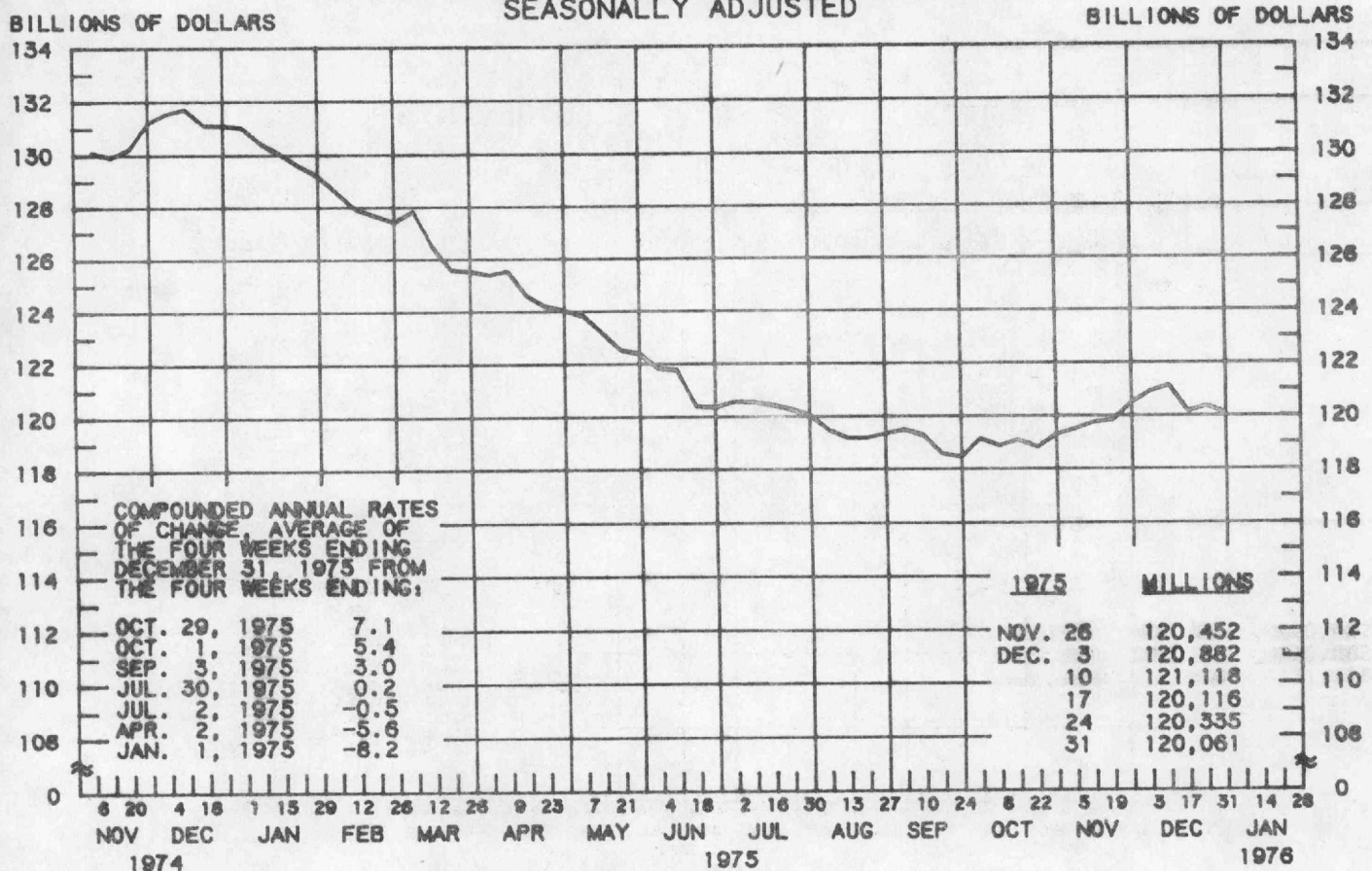
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



LATEST DATA PLOTTED WEEK ENDING: JANUARY 7, 1976

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



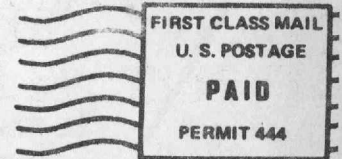
LATEST DATA PLOTTED WEEK ENDING: DECEMBER 31, 1975

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS



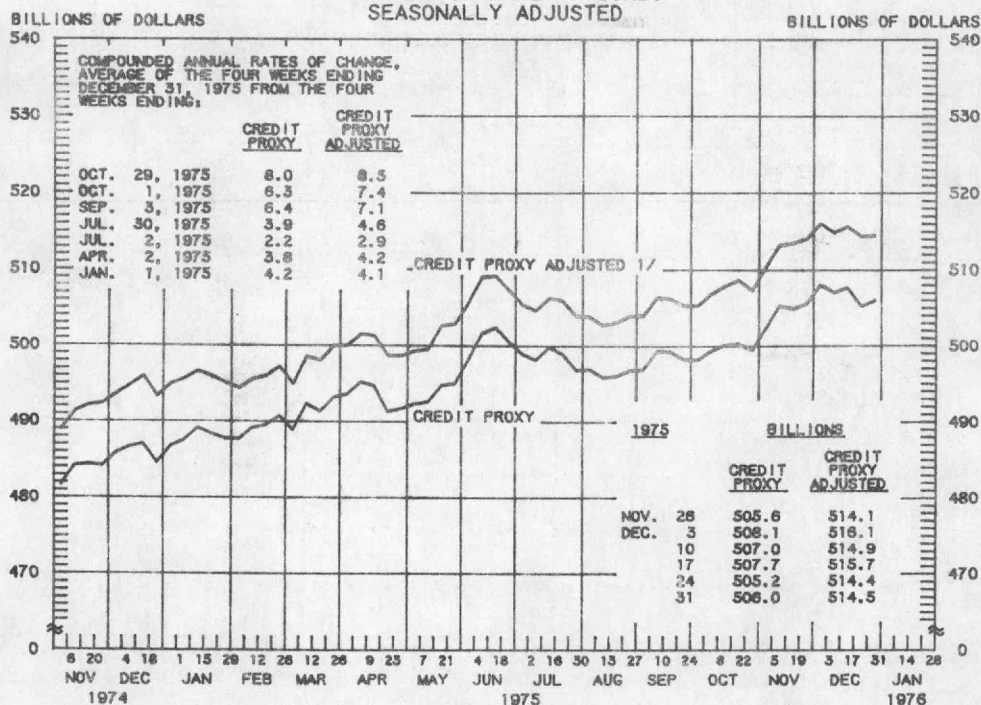
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ST. LOUIS, MISSOURI 63166

RETURN POSTAGE GUARANTEED



FIRST CLASS MAIL

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



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 31, 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