

Week ending: May 5, 1976



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Since mid-January the monetary base has increased at an 11.8 percent annual rate, compared to a 6 percent rate of increase over the previous nine months. The monetary base can be used either as currency or as reserves to support bank deposits. Monetary base used as reserves can support a larger amount of the money stock than a similar amount of the base used as currency. Both of these uses of the monetary base have exhibited faster growth rates over the most recent three months than over the previous nine months. Currency has increased at a 15.4 percent annual rate since mid-January, compared to an 8.7 percent rate from mid-April 1975 to mid-January 1976; reserves have risen at a 6.2 percent annual rate, compared to a 1.7 percent rate over the previous period.

Reflecting the more rapid growth in the amount of base held by banks, the various categories of bank deposits have generally increased more rapidly since mid-January. Demand deposits have expanded at an 8.4 percent annual rate in the most recent three months, compared to a 3.7 percent rate in the previous nine-month period. Time deposits other than large certificates of deposit have grown at about a 16 percent annual rate since mid-January, compared to a 12.5 percent rate of increase in the earlier period. However, large CDs have continued to decline, decreasing by \$8.9 billion since January, after the \$8.1 billion decline over the previous nine months.

Measures of the money stock, which are constructed by combining these measures of currency and bank deposits, have also increased more rapidly over the most recent 13 weeks. M1, which consists of currency and demand deposits, has increased at about a 10 percent rate recently, in contrast with about a 5 percent rate of increase registered in the previous period. M2, consisting of currency, demand deposits and time deposits other than large CDs, has grown at a 13.4 percent rate since mid-January, up from about a 9 percent rate of increase in the previous nine months.

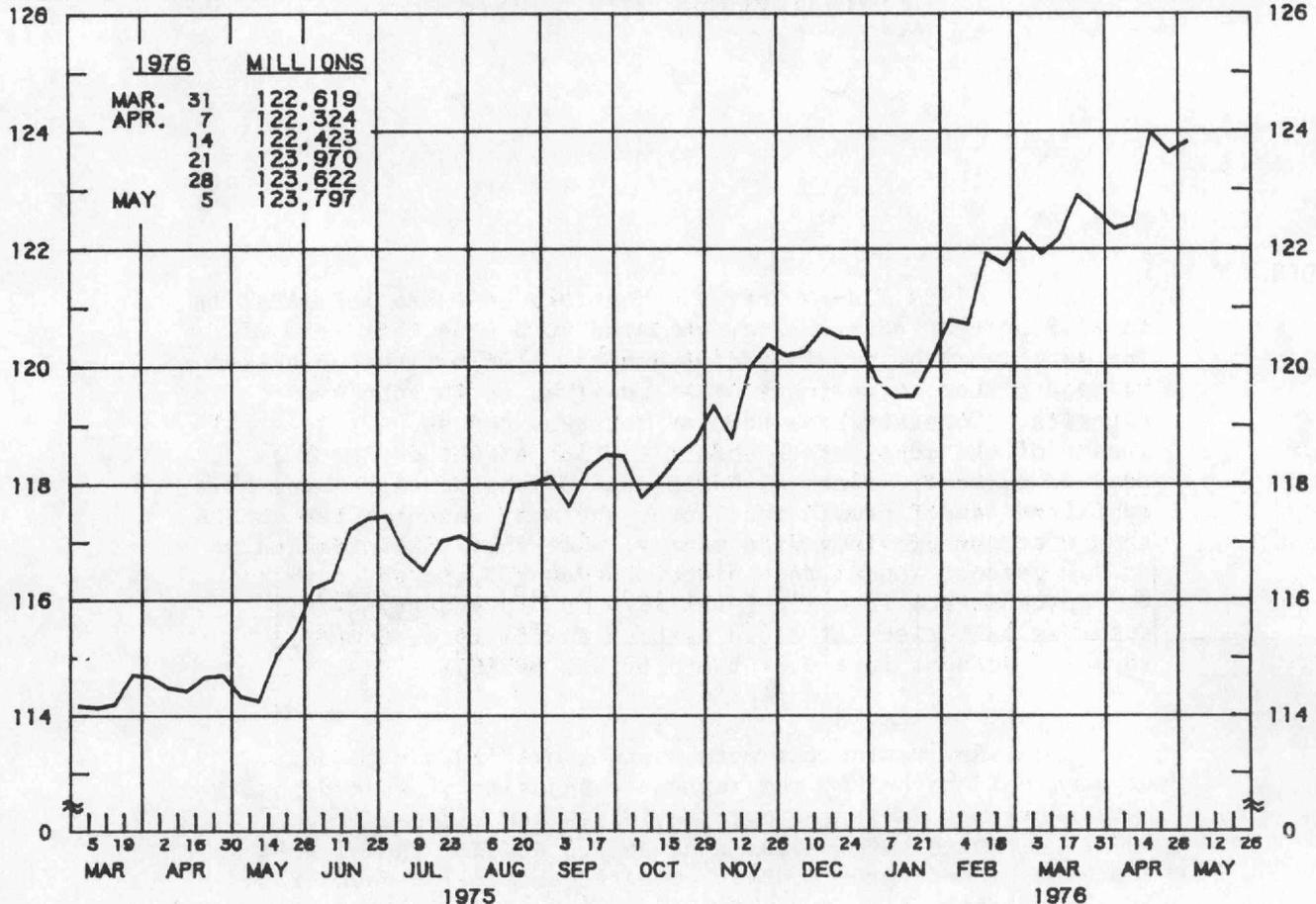
Prepared by Federal Reserve Bank of St. Louis

Released: May 7, 1976

MONETARY BASE
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



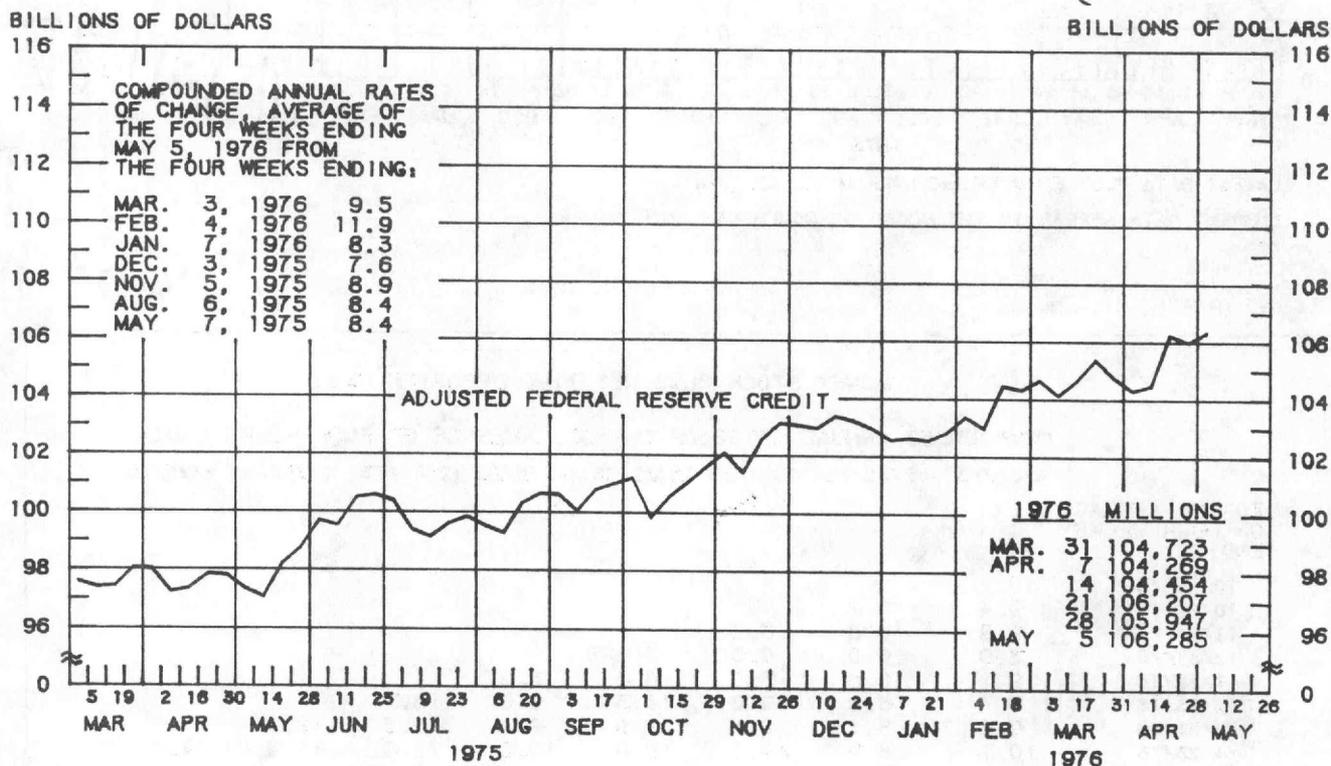
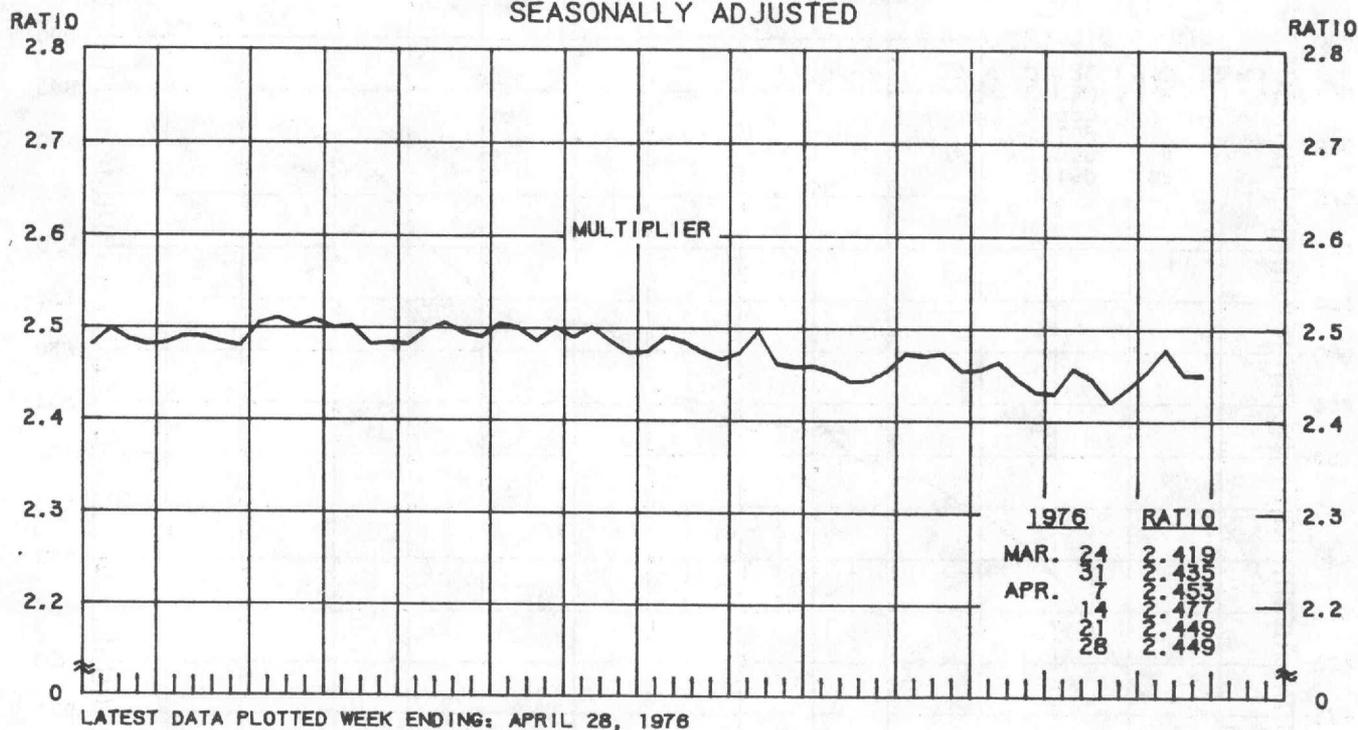
LATEST DATA PLOTTED WEEK ENDING: MAY 5, 1976

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:

	5/7/75	8/8/75	10/8/75	11/5/75	12/3/75	1/7/76	2/4/76	3/3/76
TO THE AVERAGE OF FOUR WEEKS ENDING:								
10/ 8/75	7.9							
11/ 5/75	7.4	6.2						
12/ 3/75	8.2	7.9	9.0					
1/ 7/76	7.6	7.1	7.3	8.4				
2/ 4/76	6.4	5.3	4.5	4.5	0.7			
3/ 3/76	7.6	7.2	7.3	7.9	6.2	7.3		
4/ 7/76	7.6	7.2	7.3	7.8	6.6	7.4	12.9	
5/ 5/76	7.8	7.6	7.8	8.3	7.3	8.2	12.2	8.9

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



LATEST DATA PLOTTED WEEK ENDING: MAY 5, 1976

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

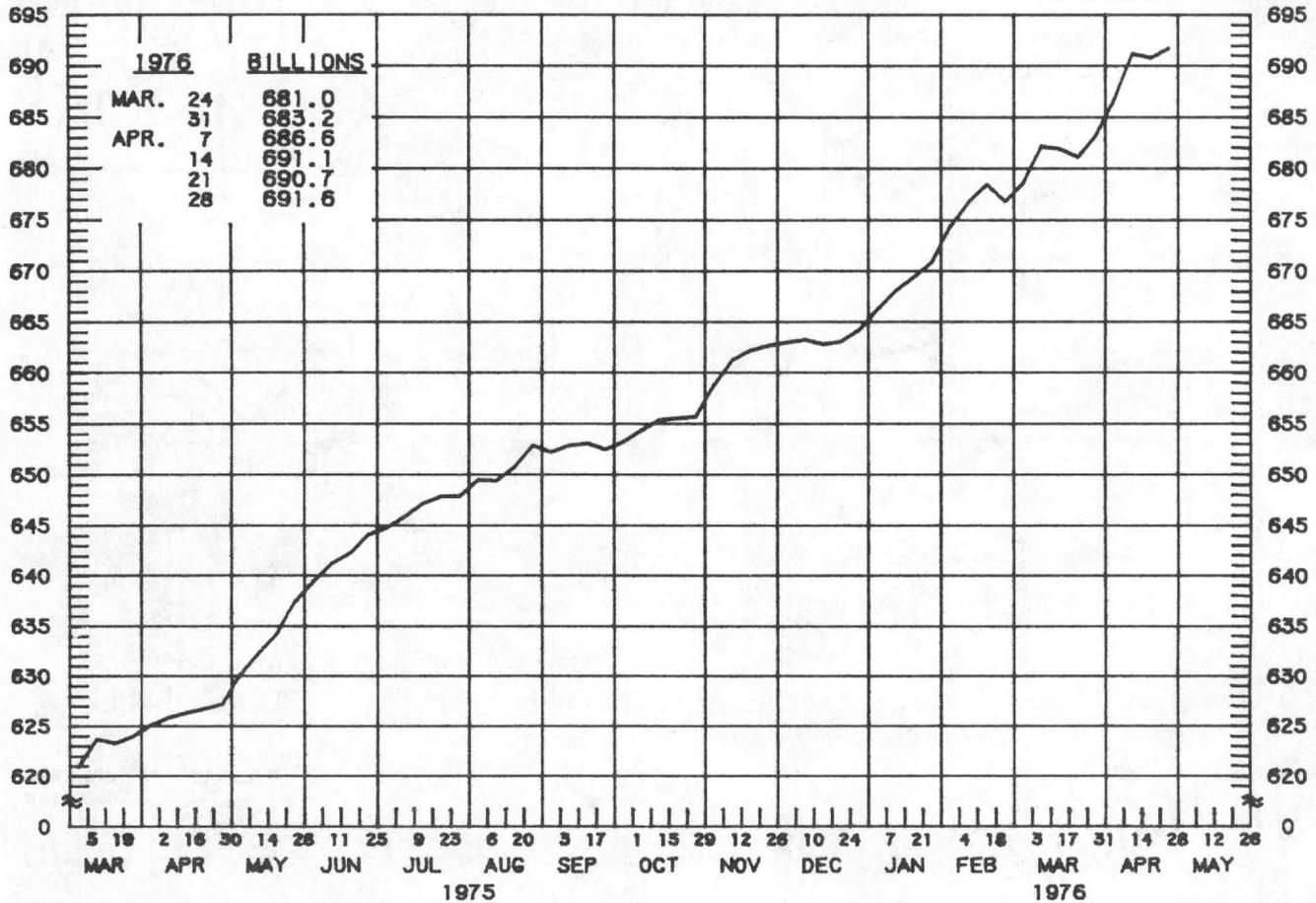
2/ FEDERAL RESERVE CREDIT CONSISTS OF FEDERAL RESERVE HOLDINGS OF SECURITIES, LOANS, FLOAT AND OTHER ASSETS. ADJUSTED FEDERAL RESERVE CREDIT IS COMPUTED BY SUBTRACTING TREASURY DEPOSITS AT FEDERAL RESERVE BANKS FROM THIS SERIES, AND ADJUSTING THE SERIES FOR RESERVE REQUIREMENT RATIO CHANGES AND SHIFTS IN THE SAME TYPE OF DEPOSITS BETWEEN BANKS WHERE DIFFERENT RESERVE REQUIREMENT RATIOS APPLY. DATA ARE COMPUTED BY THIS BANK.

MONEY STOCK PLUS NET TIME DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: APRIL 28, 1976

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

MONEY STOCK PLUS NET TIME DEPOSITS (M₂)

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

4/30/75 7/30/75 10/1/75 10/29/75 11/26/75 12/31/75 1/28/76 2/25/76

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

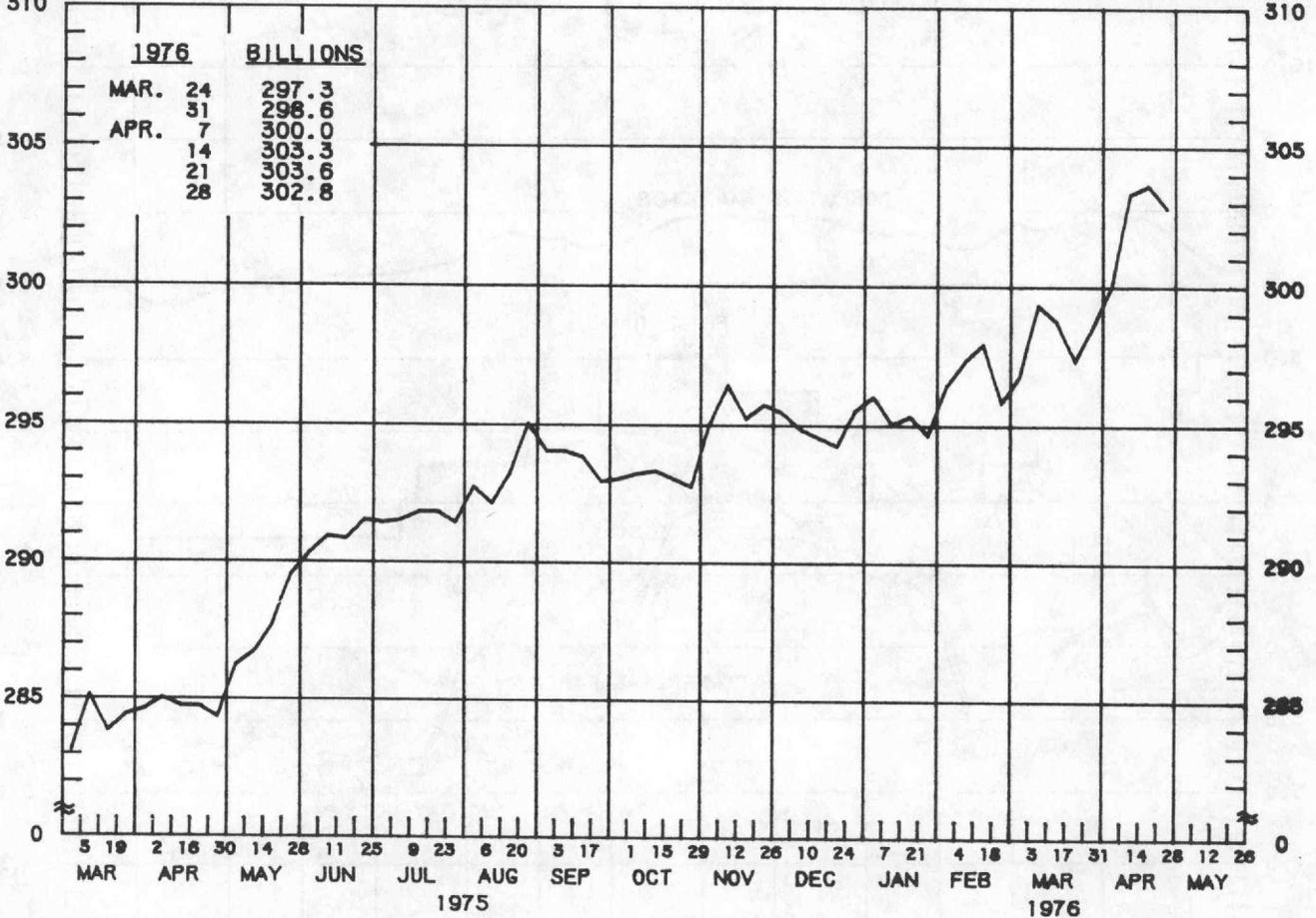
10/ 1/75	10.2							
10/29/75	9.4	5.1						
11/26/75	9.8	6.8	8.6					
12/31/75	8.9	6.0	6.5	7.4				
1/28/76	9.1	6.8	7.5	8.4	6.6			
2/25/76	9.7	8.0	9.2	10.3	9.6	13.7		
3/31/76	9.6	8.1	9.1	9.9	9.4	11.8	12.1	
4/28/76	10.1	8.9	10.1	10.9	10.6	12.8	13.4	12.1

MONEY STOCK

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS
310

BILLIONS OF DOLLARS
310



LATEST DATA PLOTTED WEEK ENDING: APRIL 28, 1976

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.

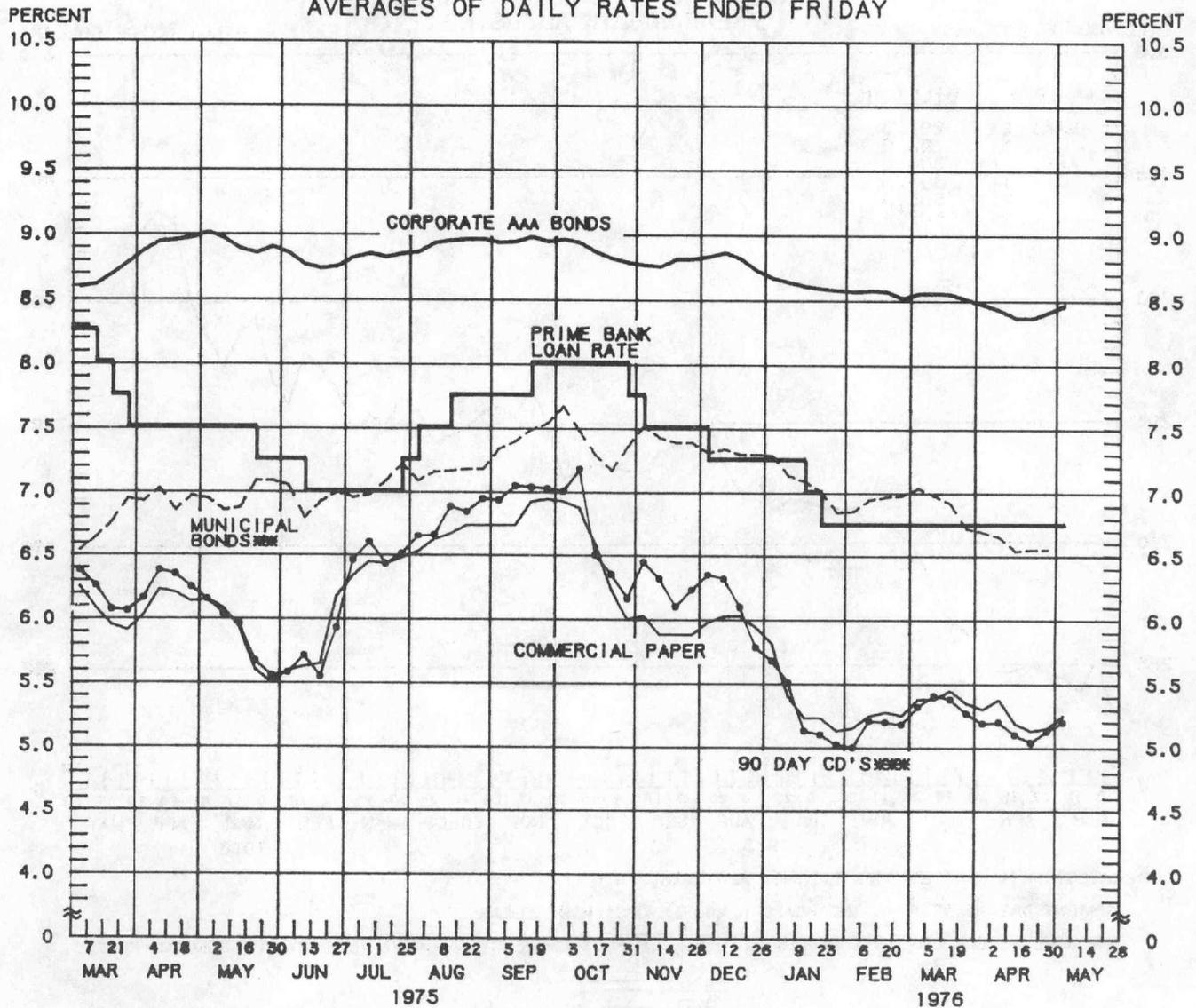
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

	4/30/75	7/30/75	10/1/75	10/29/75	11/26/75	12/31/75	1/28/76	2/25/76
10/ 1/75	7.4							
10/29/75	6.0	2.1						
11/26/75	6.7	4.3	5.0					
12/31/75	5.3	2.6	1.9	3.4				
1/28/76	4.9	2.5	1.9	2.9	-0.8			
2/25/76	5.2	3.2	3.0	4.0	1.8	4.7		
3/31/76	5.3	3.5	3.5	4.4	2.9	5.1	6.6	
4/28/76	6.2	5.0	5.4	6.4	5.5	8.1	10.1	11.2

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: MAY 7, 1976

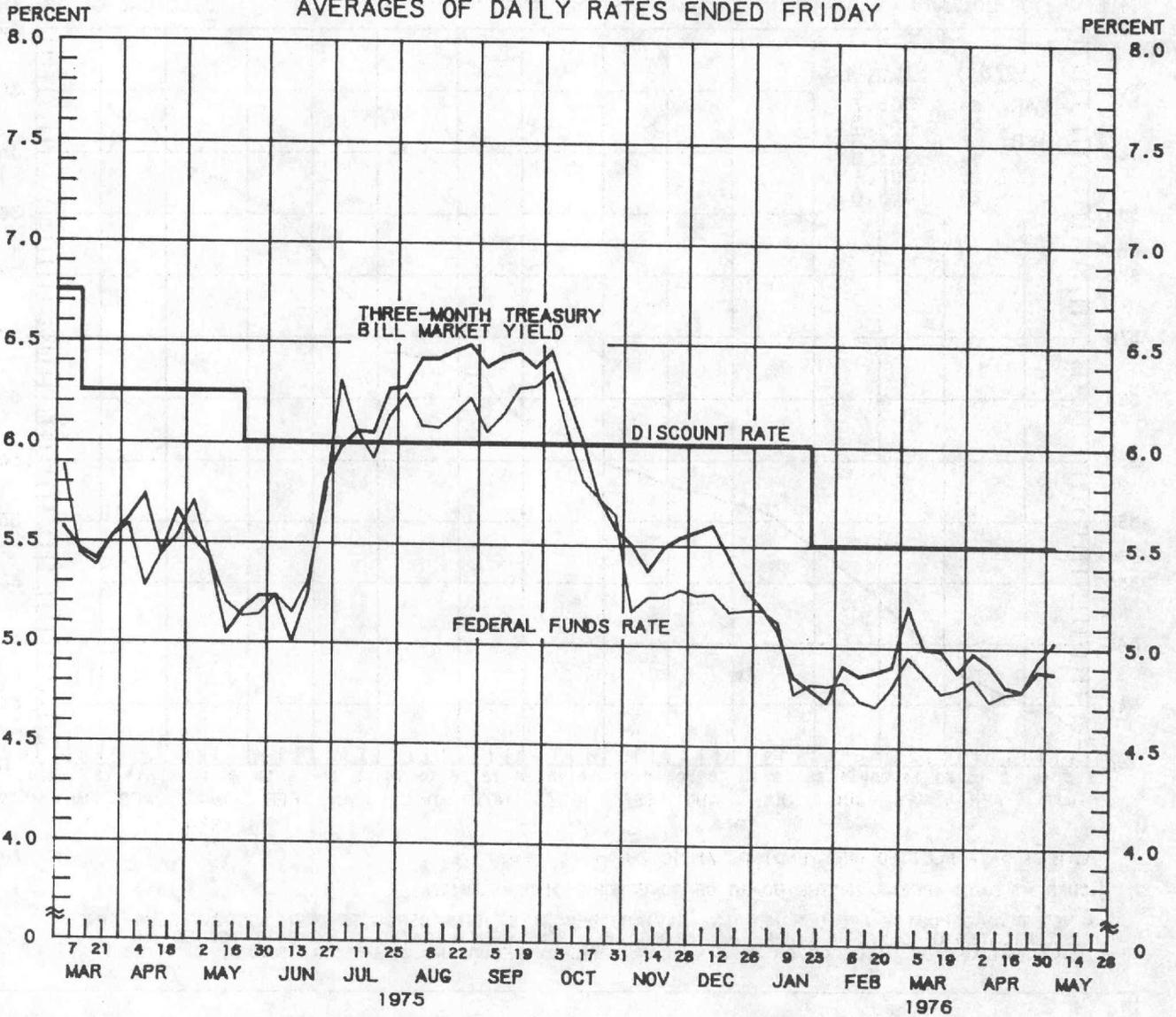
1976	90 DAY CD'S SEVEN	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS SEVEN
MAR. 5	5.32	5.38	5.26	8.55	7.04
12	5.41	5.38	5.21	8.55	6.98
19	5.38	5.45	5.19	8.54	6.92
26	5.27	5.35	5.12	8.50	6.72
APR. 2	5.19	5.30	5.10	8.46	6.69
9	5.20	5.38	5.05	8.42	6.65
16	5.10	5.19	5.01	8.36	6.54
23	5.04	5.13	4.94	8.36	6.55
30	5.13	5.15	5.07	8.41	6.55
MAY 7 *	5.20	5.25	5.19	8.46	N.A.
14					
21					
28					

* AVERAGES OF RATES AVAILABLE.
~~SEVEN~~ BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA.
~~SEVEN~~ 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



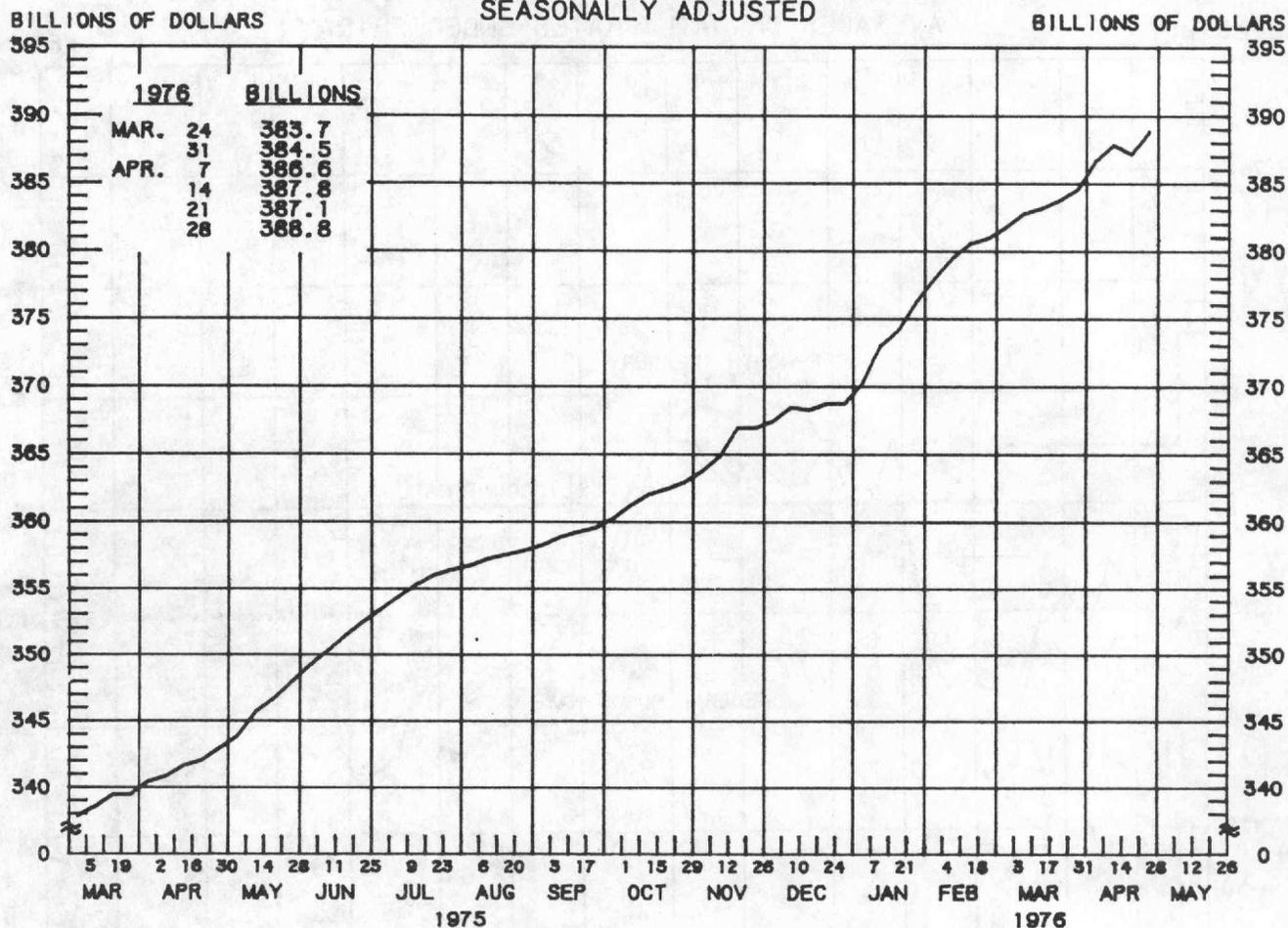
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: MAY 7, 1976

1976	FEDERAL FUNDS ***	3-MONTH TREASURY BILLS	1-YEAR TREASURY BILL	3-5 YEAR GOVERNMENT SECURITIES	LONG-TERM GOVERNMENT SECURITIES
MAR. 5	4.95	5.20	5.98	7.36	6.96
12	4.86	4.99	5.86	7.30	6.91
19	4.77	4.98	5.82	7.25	6.89
26	4.79	4.87	5.67	7.14	6.80
APR. 2	4.84	4.97	5.76	7.14	6.78
9	4.73	4.91	5.59	7.04	6.72
16	4.77	4.80	5.36	6.88	6.65
23	4.78	4.78	5.47	6.92	6.70
30	4.93	4.88	5.61	7.04	6.80
MAY 7 *	5.03	4.87	5.66	7.07	6.85
14					
21					
28					

* 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: APRIL 28, 1976

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.

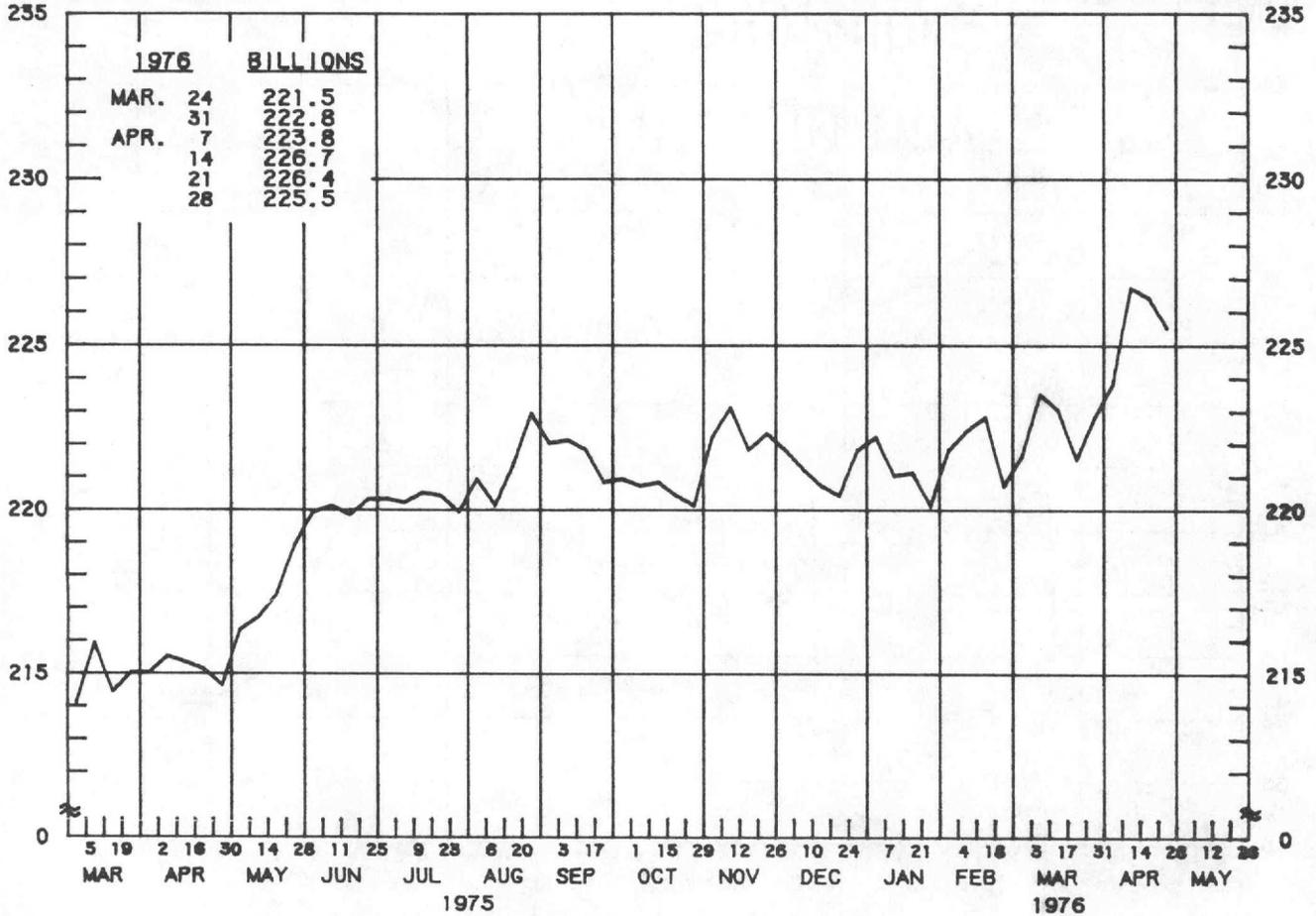
NET TIME DEPOSITS									
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:									
	4/30/75	7/30/75	10/1/75	10/29/75	11/26/75	12/31/75	1/28/76	2/25/76	
TO THE AVERAGE OF FOUR WEEKS ENDING:									
10/ 1/75	12.6								
10/29/75	12.2	7.6							
11/26/75	12.4	8.9	11.8						
12/31/75	11.8	8.9	10.5	10.7					
1/28/76	12.5	10.3	12.4	13.1	13.0				
2/25/76	13.6	12.1	14.6	15.6	16.3	21.5			
3/31/76	13.3	11.9	13.9	14.5	14.8	17.3	16.7		
4/28/76	13.4	12.2	14.0	14.6	14.8	16.7	16.1	12.6	

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: APRIL 28, 1976

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

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

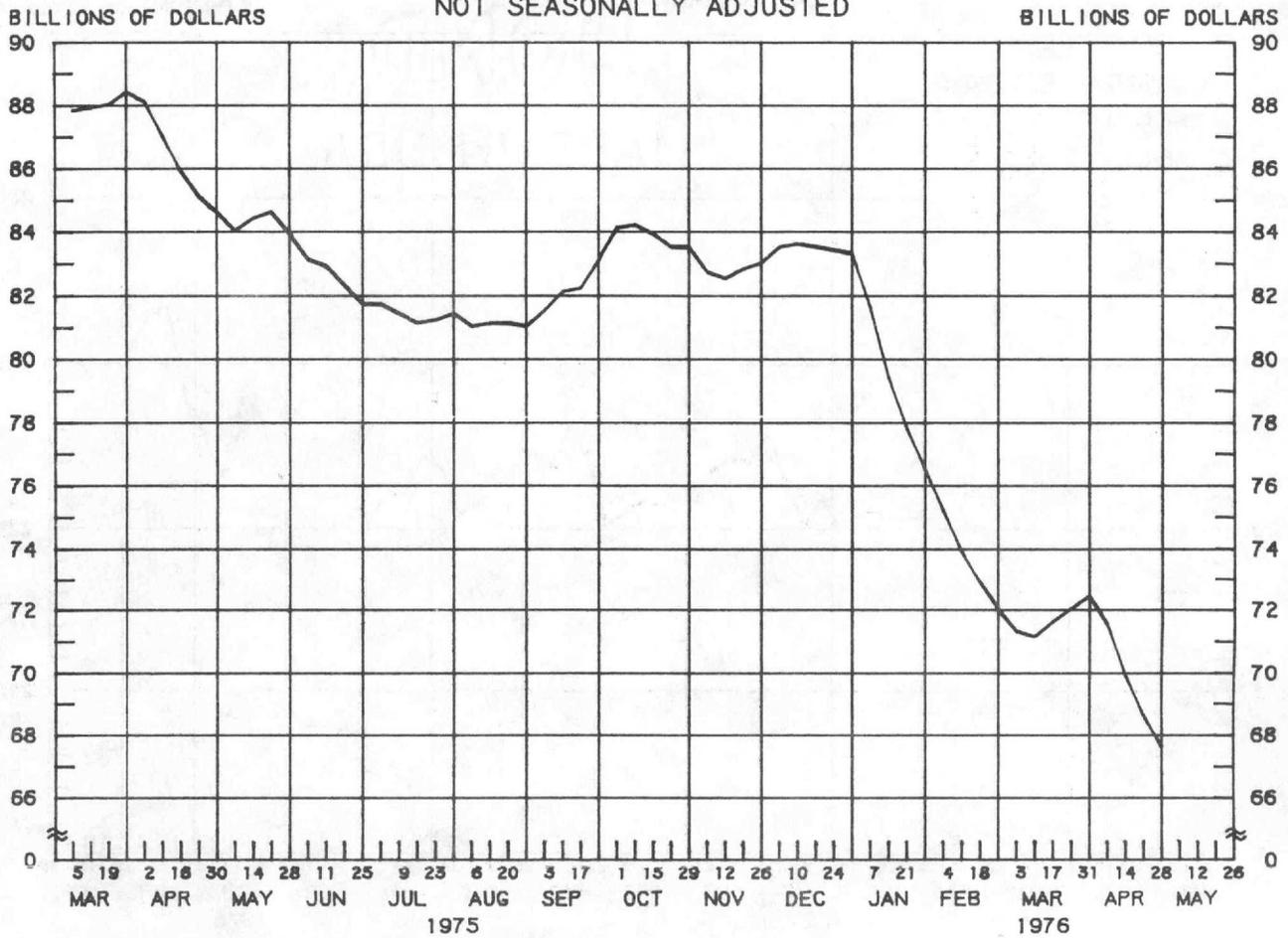
4/30/75 7/30/75 10/1/75 10/29/75 11/26/75 12/31/75 1/28/76 2/25/76

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

10/ 1/75	7.1							
10/29/75	5.1	0.4						
11/26/75	6.0	2.9	3.0					
12/31/75	4.1	0.8	-0.7	1.3				
1/28/76	3.7	0.7	-0.4	1.1	-3.3			
2/25/76	3.8	1.3	0.6	2.0	-0.9	2.7		
3/31/76	3.8	1.6	1.2	2.4	0.4	3.1	4.3	
4/28/76	4.9	3.2	3.3	4.7	3.4	6.5	8.4	10.0

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
NOT SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: APRIL 28, 1976

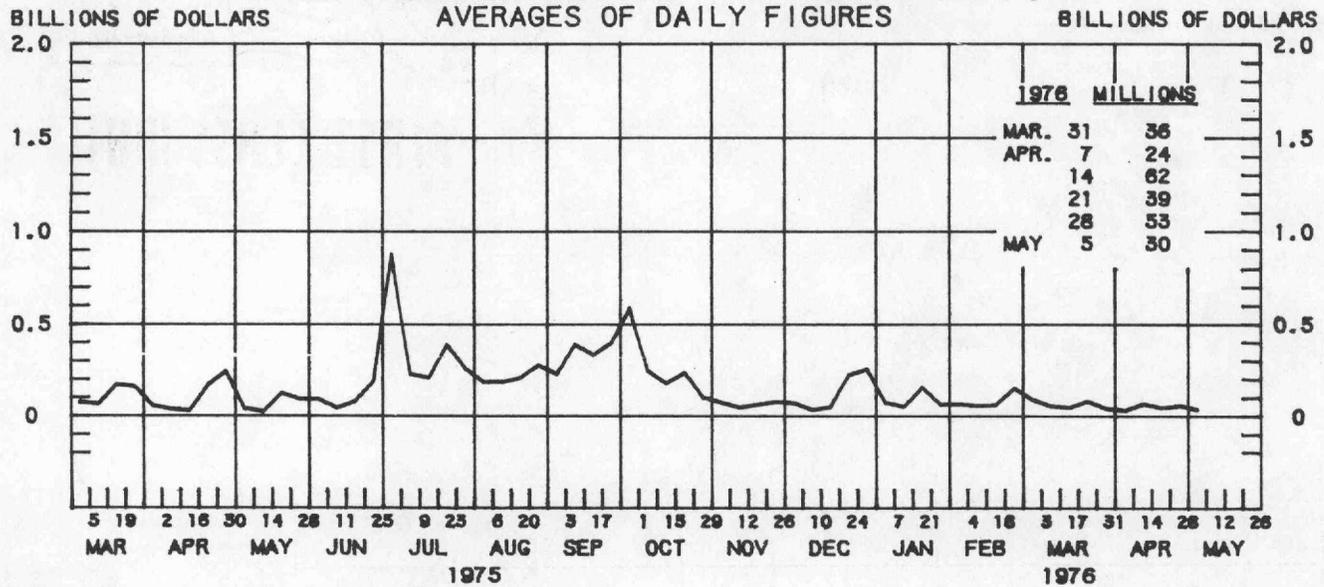
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

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

1976	CERTIFICATES OF DEPOSIT NOT SEAS. ADJ.	CERTIFICATES OF DEPOSIT SEAS. ADJ.
MAR. 3	71.3	73.8
10	71.1	73.0
17	71.6	73.0
24	72.0	73.0
31	72.4	73.3
APR. 7	71.5	73.2
14	69.9	72.0
21	68.6	70.8
28	67.6	69.7
MAY 5		
12		
19		
26		

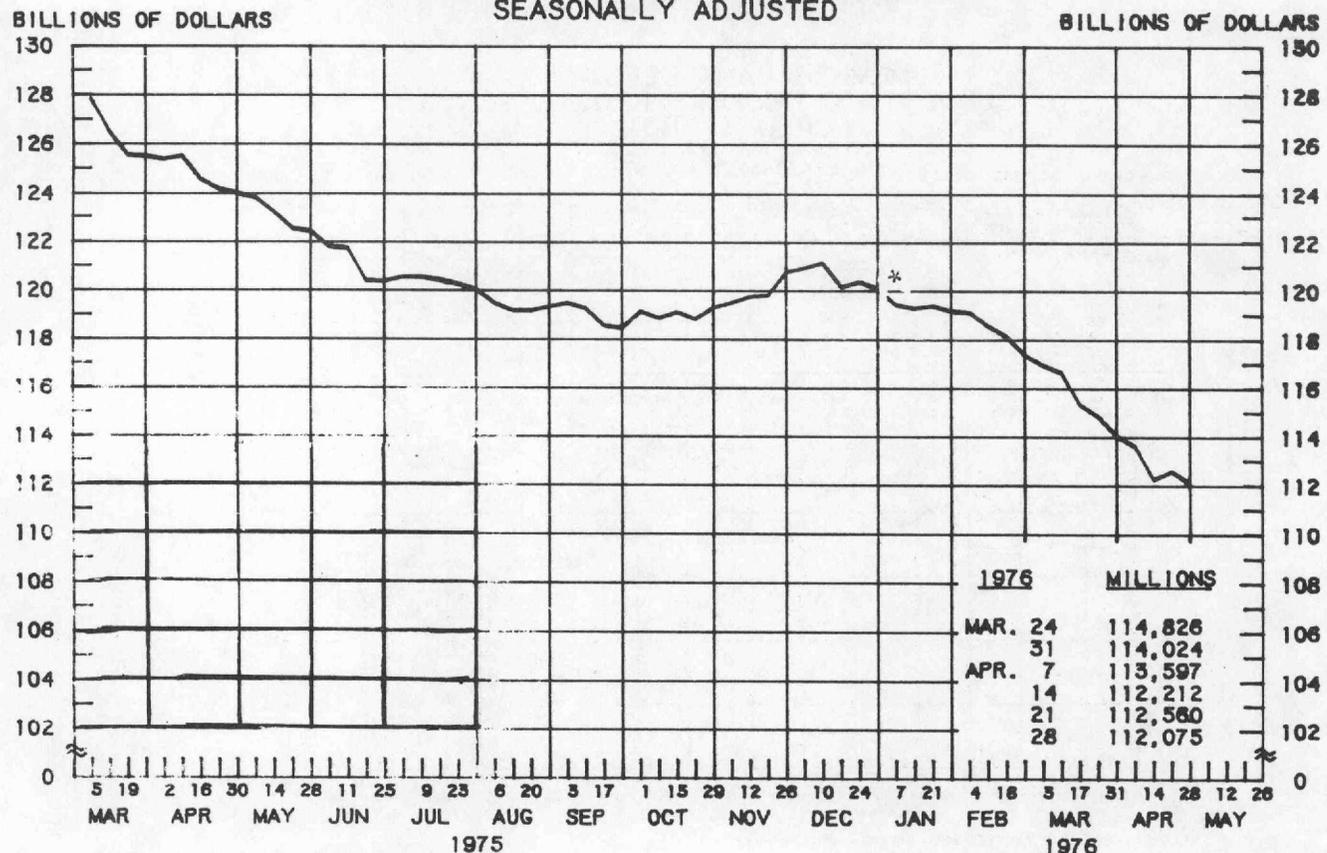
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: MAY 5, 1976

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



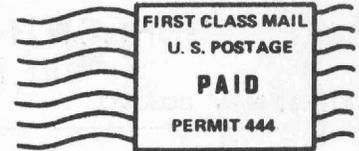
LATEST DATA PLOTTED WEEK ENDING: APRIL 28, 1976

* LEVELS OF BUSINESS LOANS BEGINNING JANUARY 7 ARE NOT COMPARABLE TO PREVIOUS DATA.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

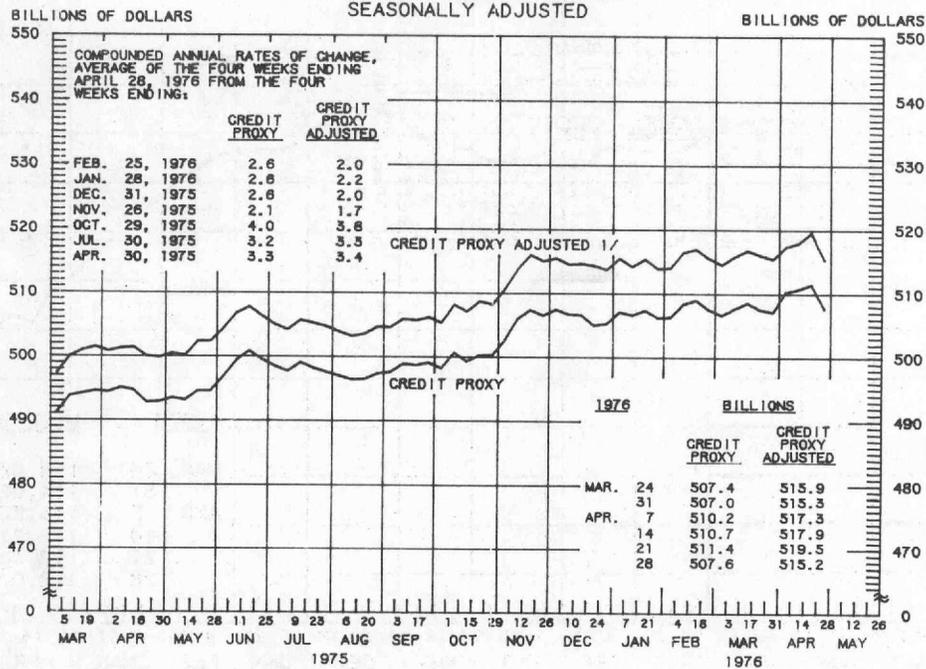
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RETURN POSTAGE GUARANTEED



FIRST CLASS MAIL

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



LATEST DATA PLOTTED WEEK ENDING: APRIL 28, 1976

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