

U.S. FINANCIAL DATA

Week ending: February 8, 1978



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About one month ago, on January 6 of this year, the Board of Governors announced that Federal Reserve Banks would raise their discount rates from 6 percent to 6.50 percent. Interest rates on U.S. Government securities rose sharply in the following week. From the week ending January 6 to the week ending January 13, interest rates rose 40 basis points on three-month Treasury bills, 37 basis points on one-year Treasury bills, 26 basis points on 3-5 year Treasury securities, and 14 basis points on long-term Treasury securities.

Since the week following the rise in the discount rate, interest rates have declined on short and intermediate term U.S. Government securities, reversing part of the initial increases. From the average of the week ending January 13 to the average of rates available in the most recent week, interest rates have declined 15 basis points on three-month Treasury bills, 10 basis points on one-year Treasury bills, and 8 basis points on 3-5 year Treasury securities. However, on balance, these interest rates currently remain above rates that prevailed during the week ending January 6. Interest rates on 90-day certificates of deposit and 4-6 month prime commercial paper have followed a pattern since January 6 similar to the pattern of rates on short and intermediate term U.S. Government securities — rising first and then declining, but by less than the initial rise.

In contrast to the behavior of short-term rates, long-term interest rates have continued to rise in recent weeks. Interest rates on long-term Treasury securities and Corporate Aaa bonds have been rising steadily since mid-September of last year. This increase has been most pronounced since the end of November. From the average of the week ending November 25 to the average of rates available in the most recent week, interest rates have risen 43 basis points on long-term Treasury securities and 38 basis points on Corporate Aaa bonds.

Due to the effects of the snow storm in the Northeast, data for this release were not available at the regular time; therefore, this release was mailed on Monday instead of Friday.

Prepared by Federal Reserve Bank of St. Louis

Released: February 10, 1978

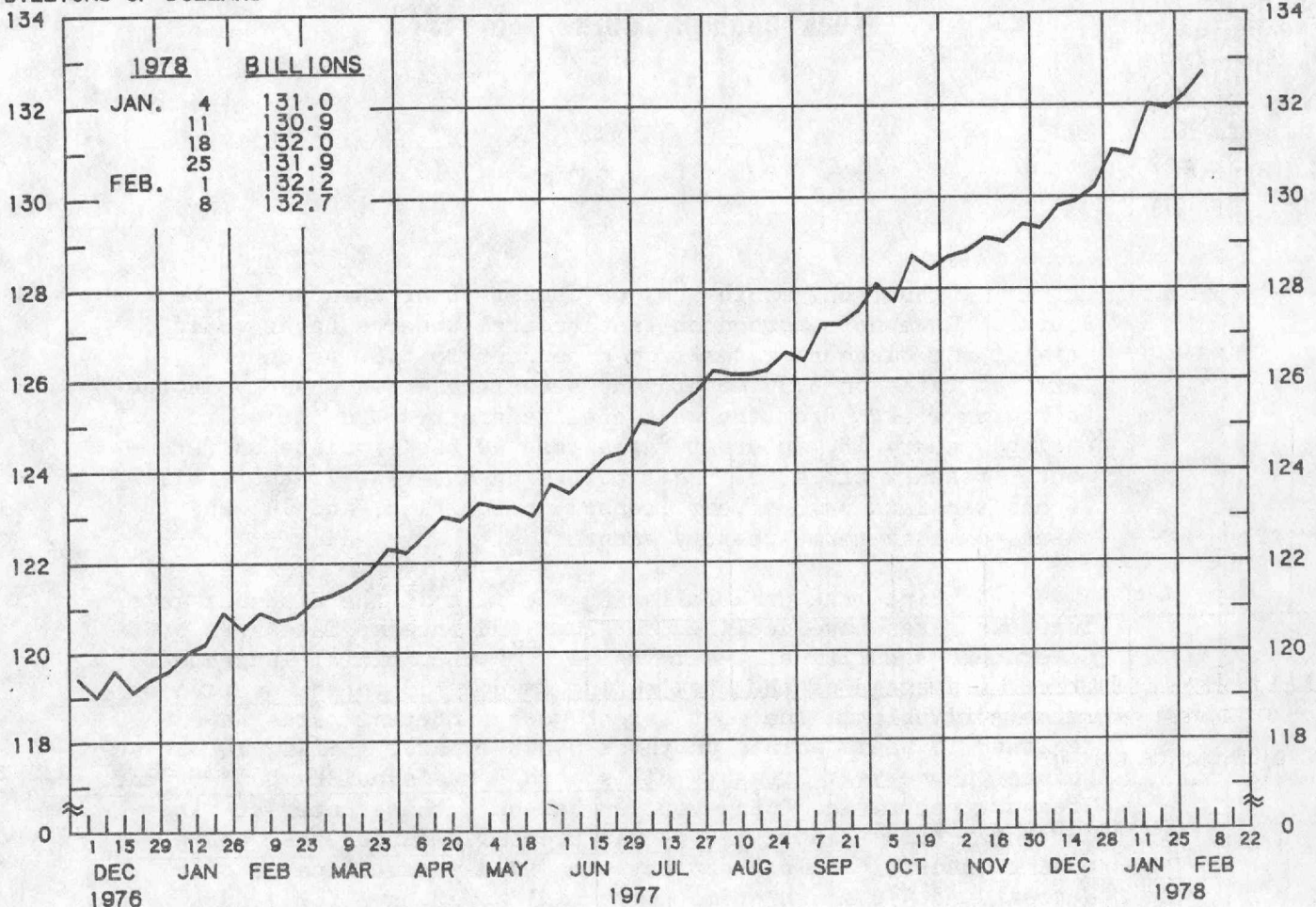
MONETARY BASE

AVERAGES OF DAILY FIGURES

SEASONALLY ADJUSTED BY THIS BANK

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: FEBRUARY 8, 1978

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 MONETARY BASE IS AVAILABLE FROM THE FEDERAL RESERVE BANK OF ST. LOUIS.

MONETARY BASE

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

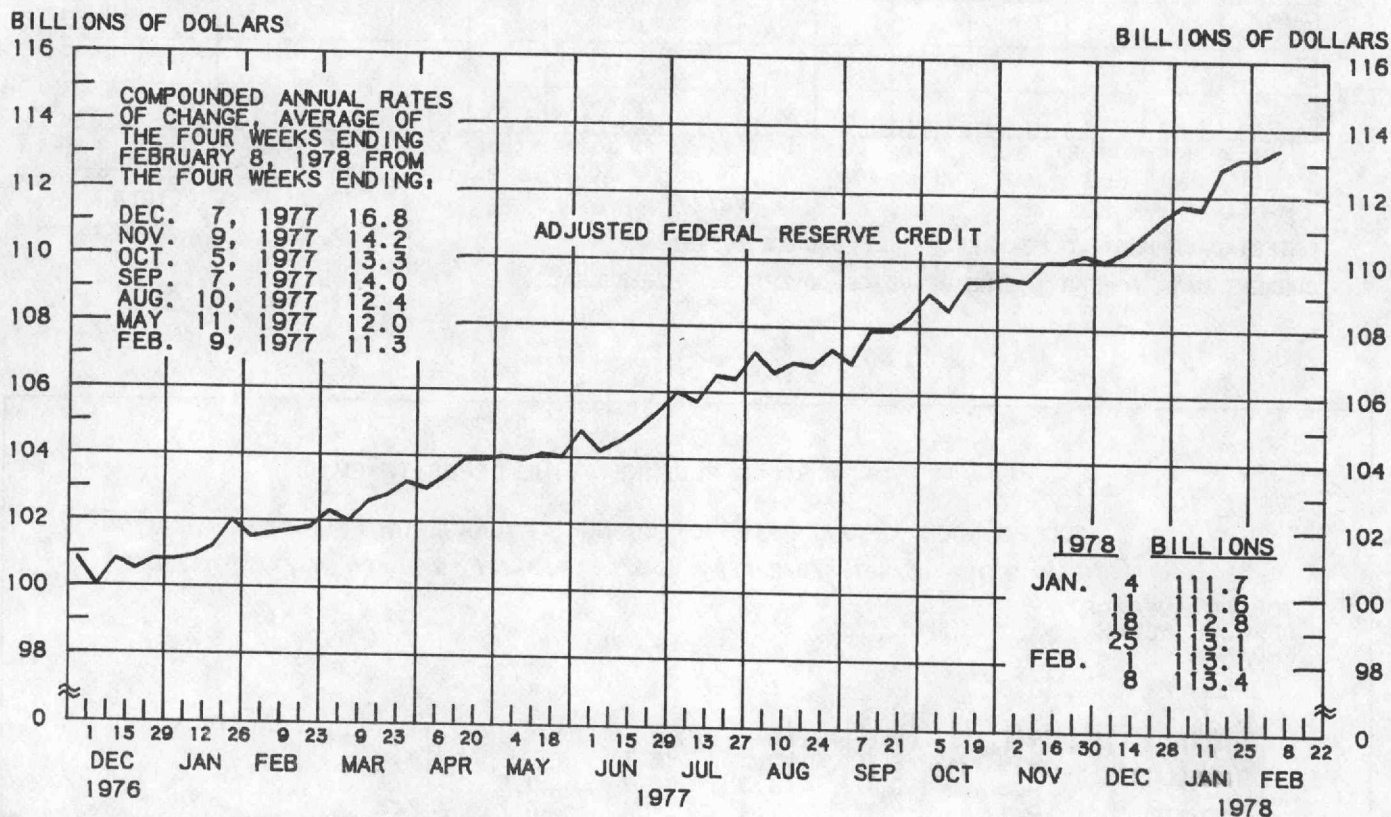
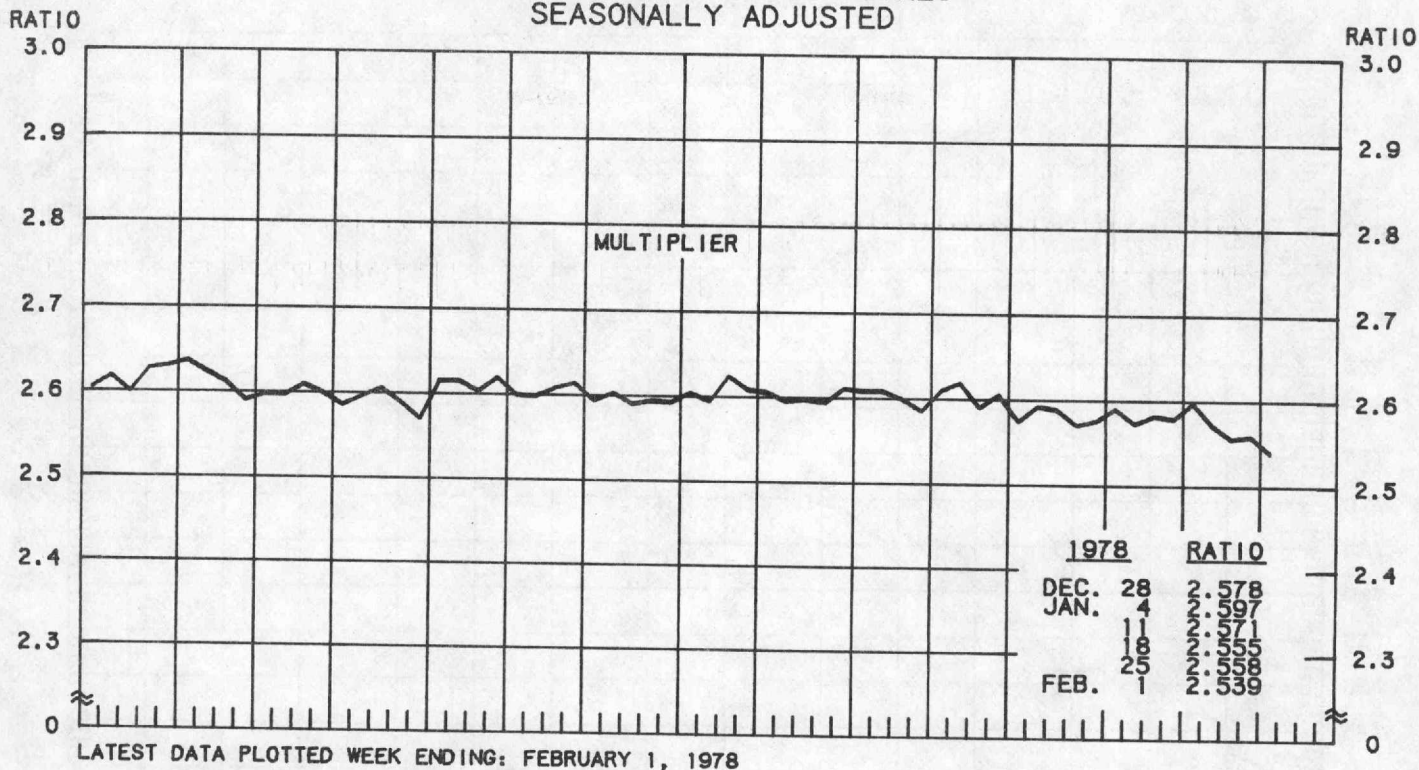
2/9/77 5/11/77 7/6/77 8/10/77 9/7/77 10/5/77 11/9/77 12/7/77

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

7/ 6/77	8.0							
8/10/77	9.0	9.4						
9/ 7/77	8.3	8.2	9.2					
10/ 5/77	8.9	9.1	10.3	8.6				
11/ 9/77	9.1	9.3	10.3	9.2	11.5			
12/ 7/77	8.7	8.7	9.4	8.2	9.5	8.0		
1/11/78	8.9	9.1	9.7	8.9	9.9	9.0	8.4	
2/ 8/78	9.6	10.0	10.7	10.3	11.4	11.0	11.3	14.2

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



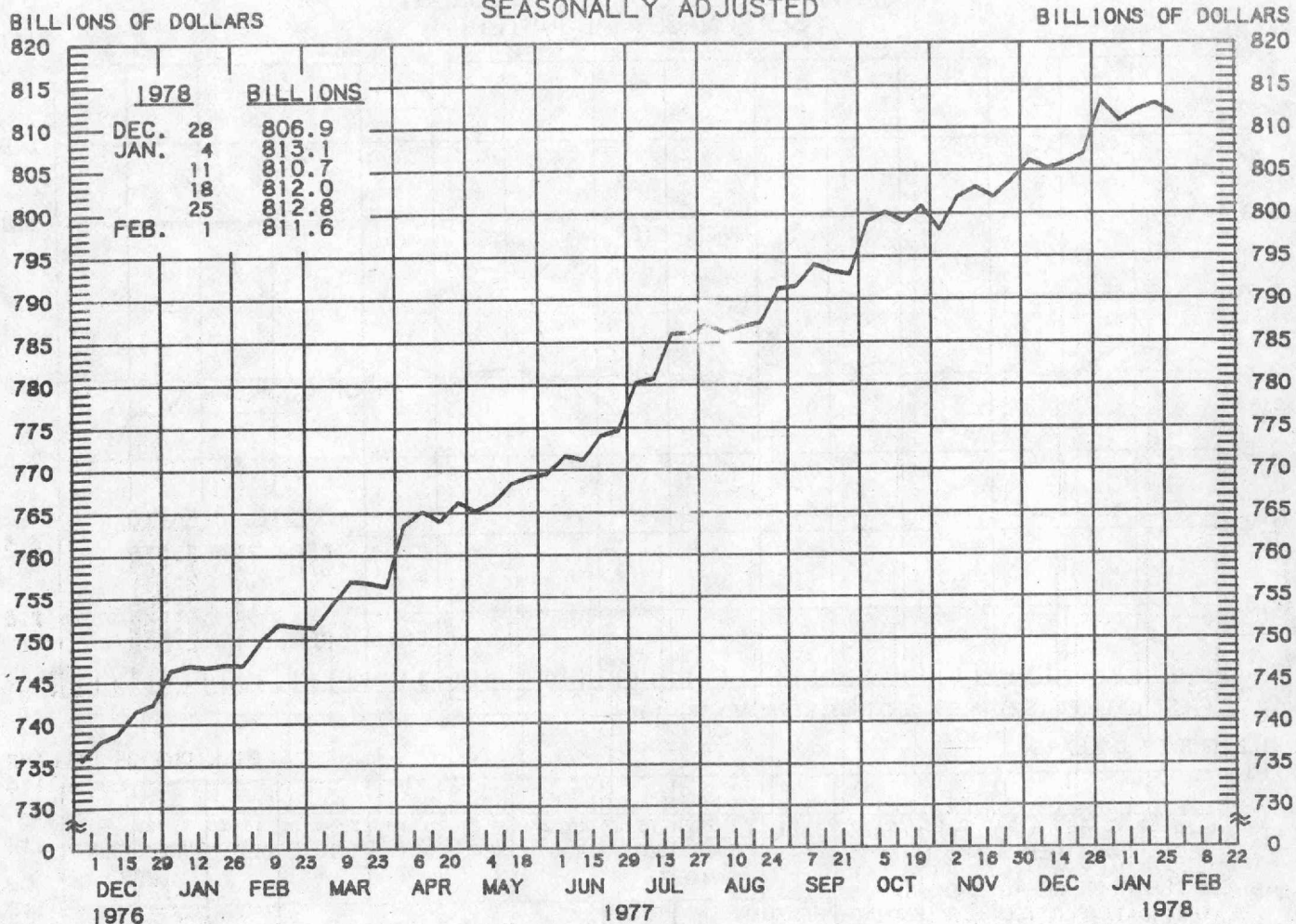
1/ RATIO OF MONEY STOCK (M1) / MONETARY BASE.

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.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK PLUS NET TIME DEPOSITS (M2)

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: FEBRUARY 1, 1978

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:

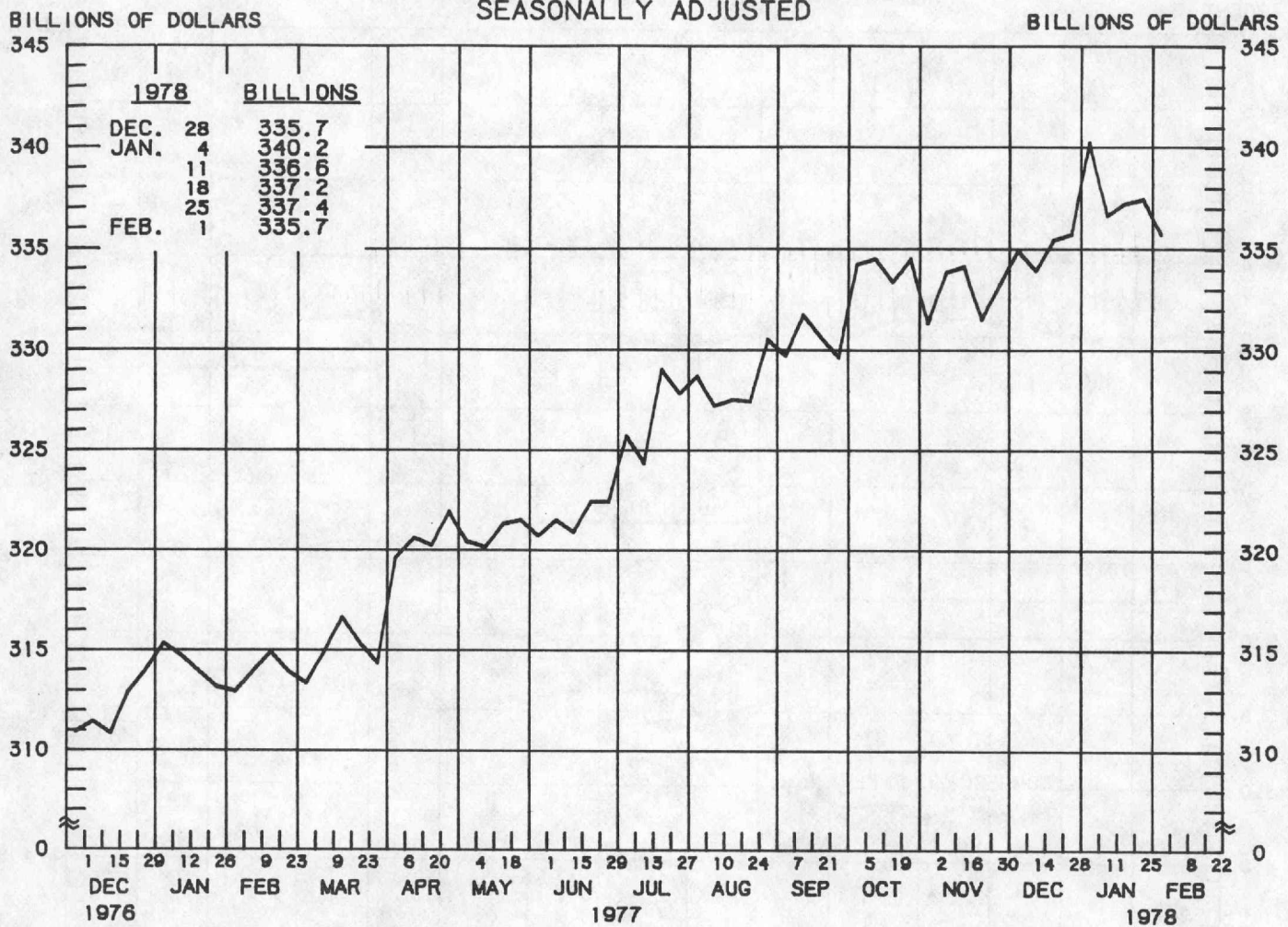
2/2/77 5/4/77 6/29/77 8/3/77 8/31/77 9/28/77 11/2/77 11/30/77

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/29/77	8.8							
8/ 3/77	10.5	10.8						
8/31/77	9.7	9.4	11.7					
9/28/77	9.6	9.2	10.8	6.8				
11/ 2/77	9.5	9.2	10.3	7.7	8.9			
11/30/77	9.1	8.6	9.4	7.1	7.7	7.3		
1/ 4/78	8.9	8.4	8.9	7.0	7.5	7.1	6.1	
2/ 1/78	8.7	8.2	8.6	7.0	7.4	7.0	6.3	6.8

MONEY STOCK (M1)

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: FEBRUARY 1, 1978

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.

MONEY STOCK (M1)

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

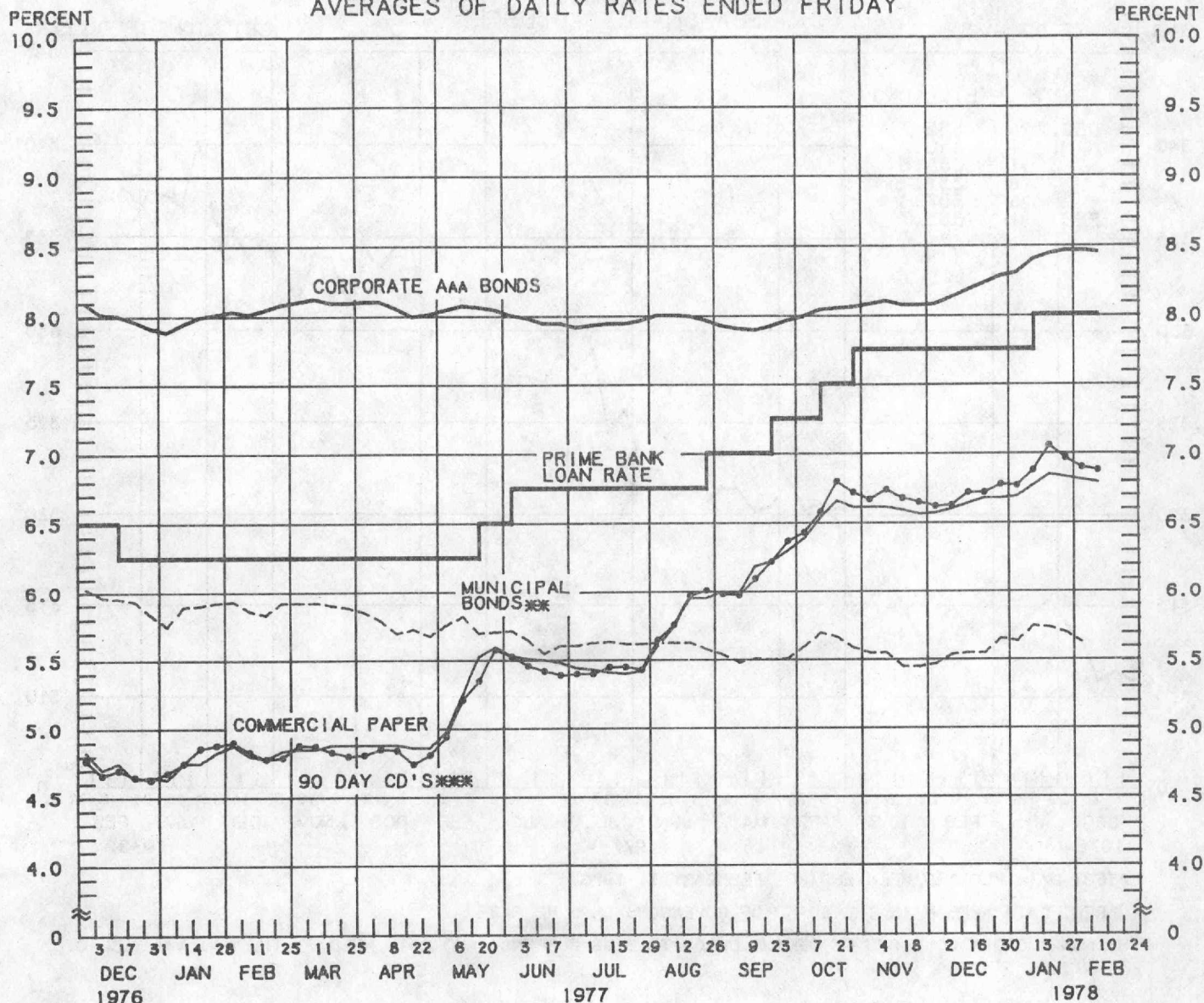
2/2/77 5/4/77 6/29/77 8/3/77 8/31/77 9/28/77 11/2/77 11/30/77

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

6/29/77	6.5						
8/ 3/77	9.0	8.6					
8/31/77	8.1	7.2	12.1				
9/28/77	8.3	7.6	11.1	5.9			
11/ 2/77	8.5	8.0	10.8	7.4	9.5		
11/30/77	7.6	6.8	8.6	5.4	6.2	5.0	
1/ 4/78	7.8	7.3	8.9	6.5	7.3	6.8	5.1
2/ 1/78	7.3	6.7	7.9	5.7	6.2	5.6	4.0
							6.2

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: FEBRUARY 10, 1978

1978	90 DAY CD'S	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS
DEC. 2	6.62	6.57	6.46	8.08	5.47
9	6.63	6.60	6.55	8.13	5.54
16	6.72	6.64	6.57	8.18	5.55
23	6.72	6.68	6.65	8.23	5.55
30	6.78	6.68	6.71	8.28	5.66
JAN. 6	6.77	6.69	6.71	8.30	5.64
13	6.88	6.77	6.98	8.40	5.75
20	7.06	6.85	6.89	8.44	5.74
27	6.97	6.83	6.85	8.46	5.70
FEB. 3	6.90	6.81	6.82	8.46	5.63
10 *	6.88	6.79	6.80	8.45	N.A.
17					
24					

* AVERAGES OF RATES AVAILABLE.

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

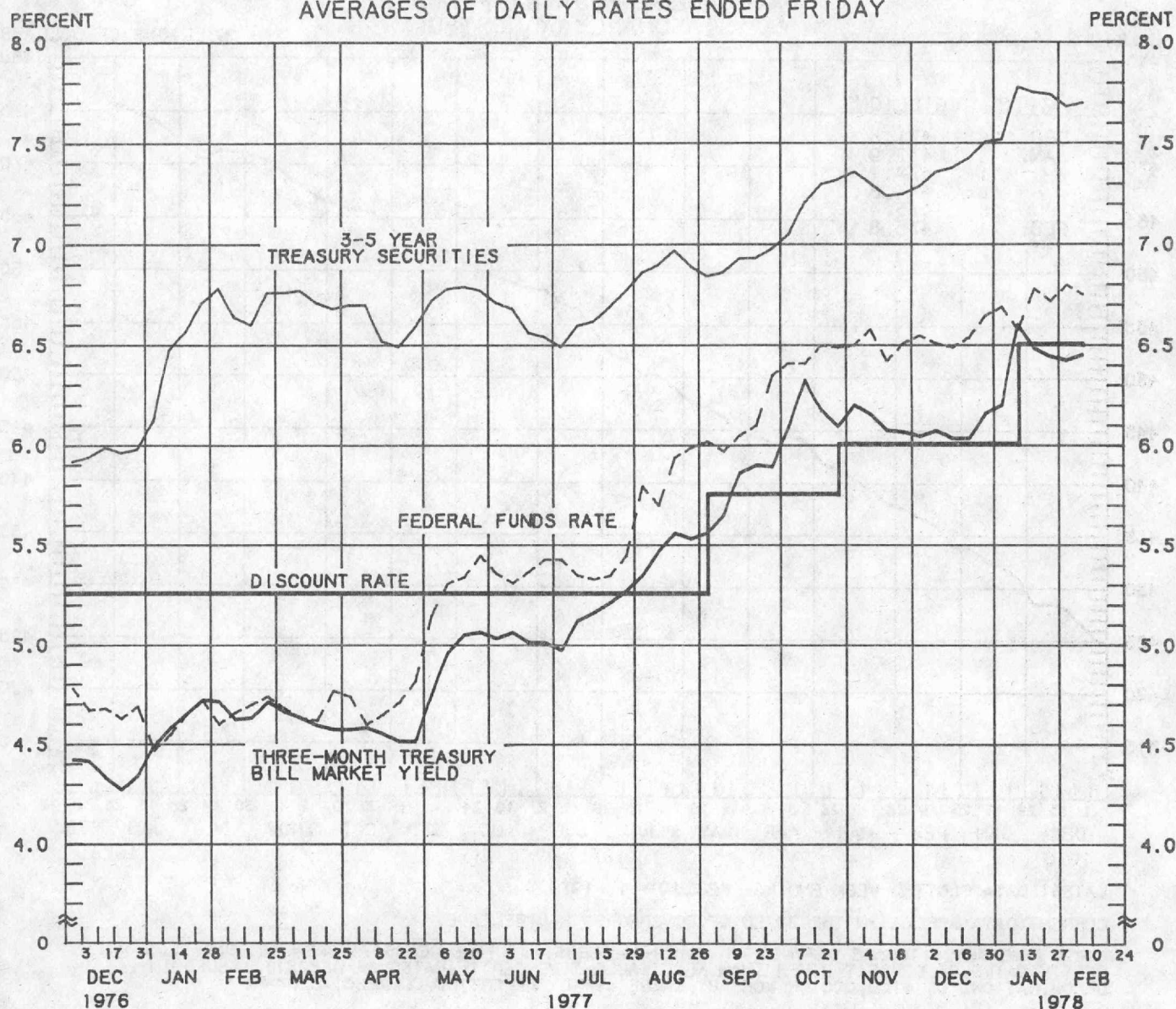
*** SEVEN-DAY AVERAGES OF SECONDARY MARKET RATES FOR THE WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATES SHOWN. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

N.A. - NOT AVAILABLE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: FEBRUARY 10, 1978

1978	FEDERAL FUNDS ***	3-MONTH TREASURY BILLS	1-YEAR TREASURY BILL	3-5 YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
DEC. 2	6.55	6.04	6.49	7.29	7.66
9	6.51	6.07	6.52	7.36	7.72
16	6.49	6.03	6.50	7.38	7.75
23	6.54	6.03	6.53	7.43	7.81
30	6.65	6.16	6.57	7.51	7.88
JAN. 6	6.69	6.20	6.57	7.52	7.91
13	6.58	6.60	6.94	7.78	8.05
20	6.78	6.48	6.84	7.75	8.04
27	6.72	6.44	6.82	7.74	8.05
FEB. 3	6.80	6.42	6.80	7.68	8.05
10 *	6.75	6.45	6.84	7.70	8.08
17					
24					

* AVERAGES OF RATES AVAILABLE.

*** SEVEN-DAY AVERAGES FOR WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATE SHOWN.

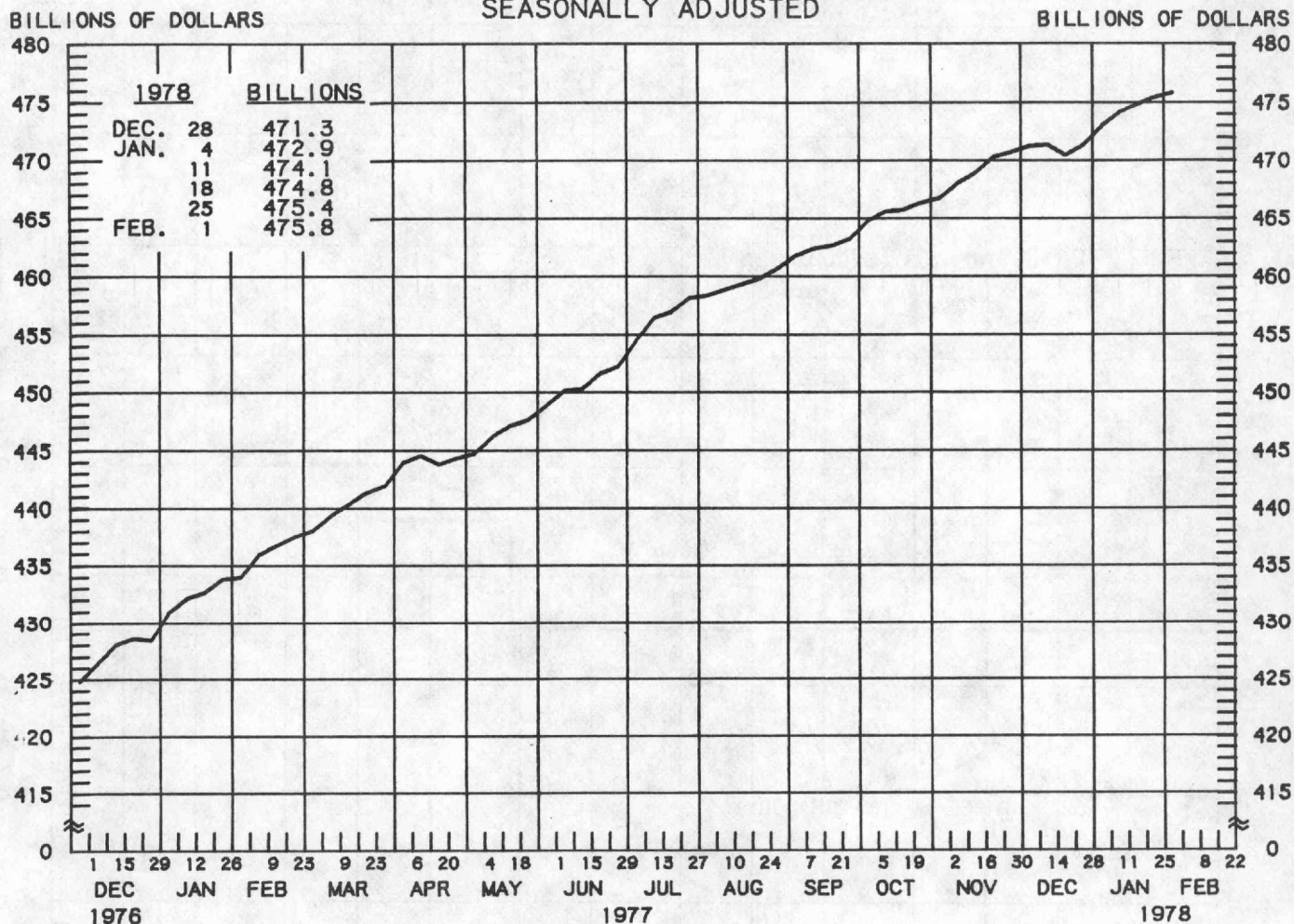
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

RATES ON LONG-TERM TREASURY SECURITIES ARE COMPUTED BY THE FEDERAL RESERVE BANK OF ST. LOUIS.

TREASURY BILL YIELDS ON DISCOUNT BASIS.

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: FEBRUARY 1, 1978

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:

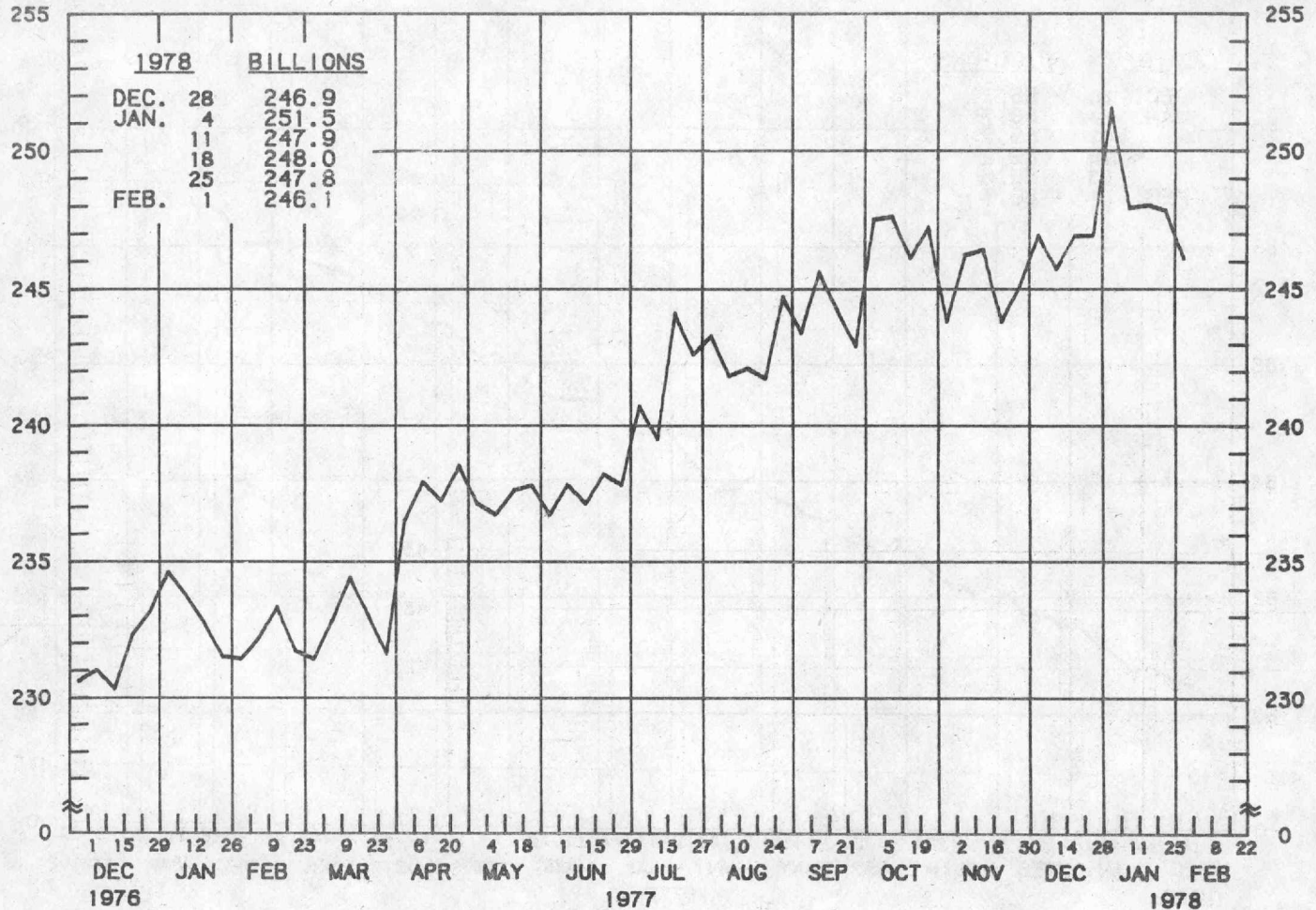
	2/2/77	5/4/77	6/29/77	8/3/77	8/31/77	9/28/77	11/2/77	11/30/77
TO THE AVERAGE OF FOUR WEEKS ENDING:								
6/29/77	10.5							
8/ 3/77	11.5	12.3						
8/31/77	10.9	11.0	11.7					
9/28/77	10.6	10.5	10.6	7.5				
11/ 2/77	10.3	10.1	10.0	7.8	8.3			
11/30/77	10.3	10.0	10.0	8.3	8.8	9.1		
1/ 4/78	9.6	9.2	8.9	7.4	7.6	7.4	6.9	
2/ 1/78	9.7	9.3	9.1	7.8	8.0	8.0	7.9	7.0

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: FEBRUARY 1, 1978

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

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

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

2/2/77 5/4/77 6/29/77 8/3/77 8/31/77 9/28/77 11/2/77 11/30/77

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

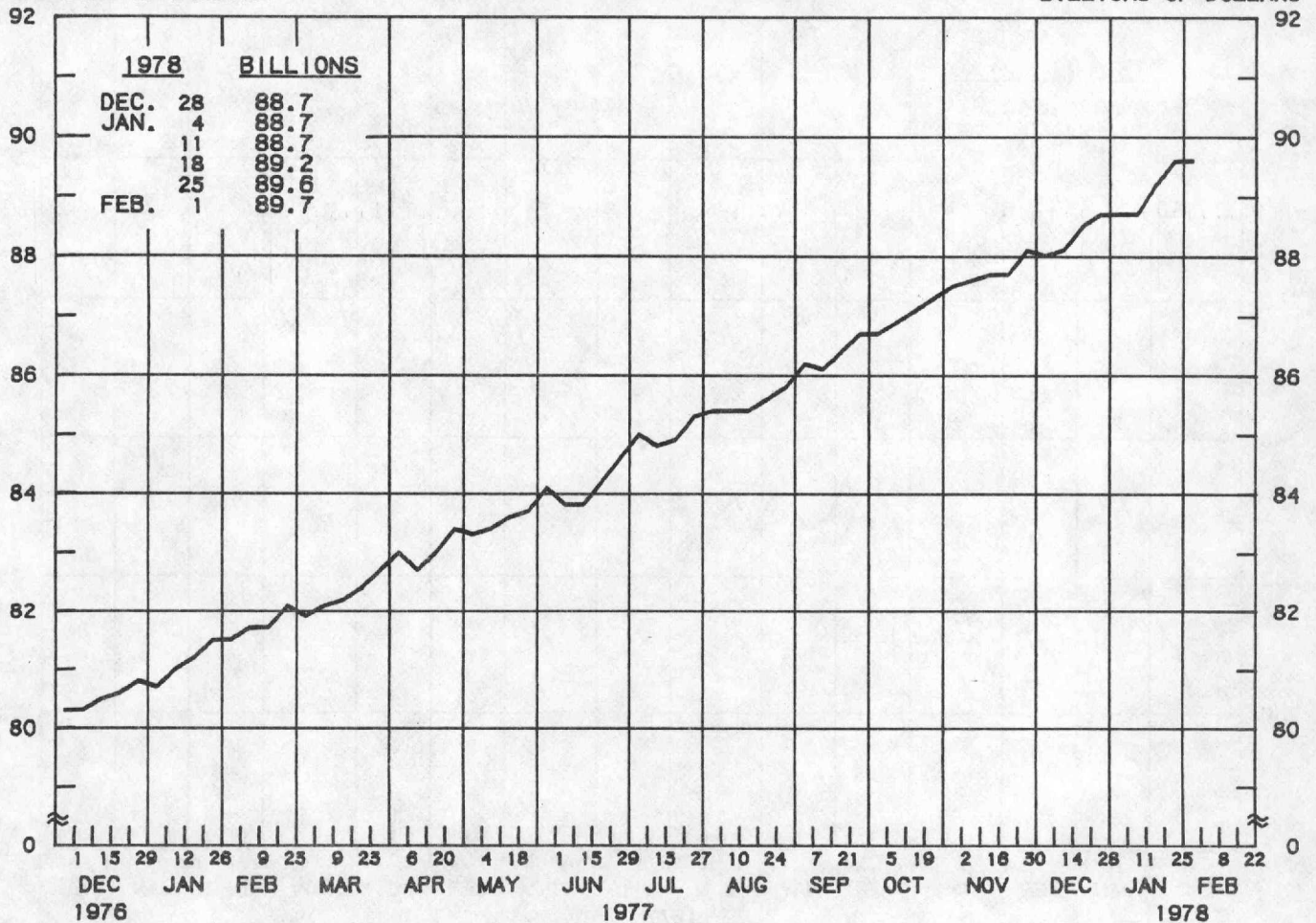
6/29/77	5.9							
8/ 3/77	8.9	8.1						
8/31/77	7.8	6.4	12.5					
9/28/77	7.8	6.7	11.0	4.4				
11/ 2/77	8.1	7.3	10.7	6.4	8.9			
11/30/77	6.9	5.7	7.8	3.8	4.7	3.4		
1/ 4/78	7.2	6.4	8.3	5.3	6.3	5.9	3.8	
2/ 1/78	6.5	5.5	7.0	4.3	4.8	4.2	2.1	5.0

CURRENCY COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: FEBRUARY 1, 1978

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

CURRENCY

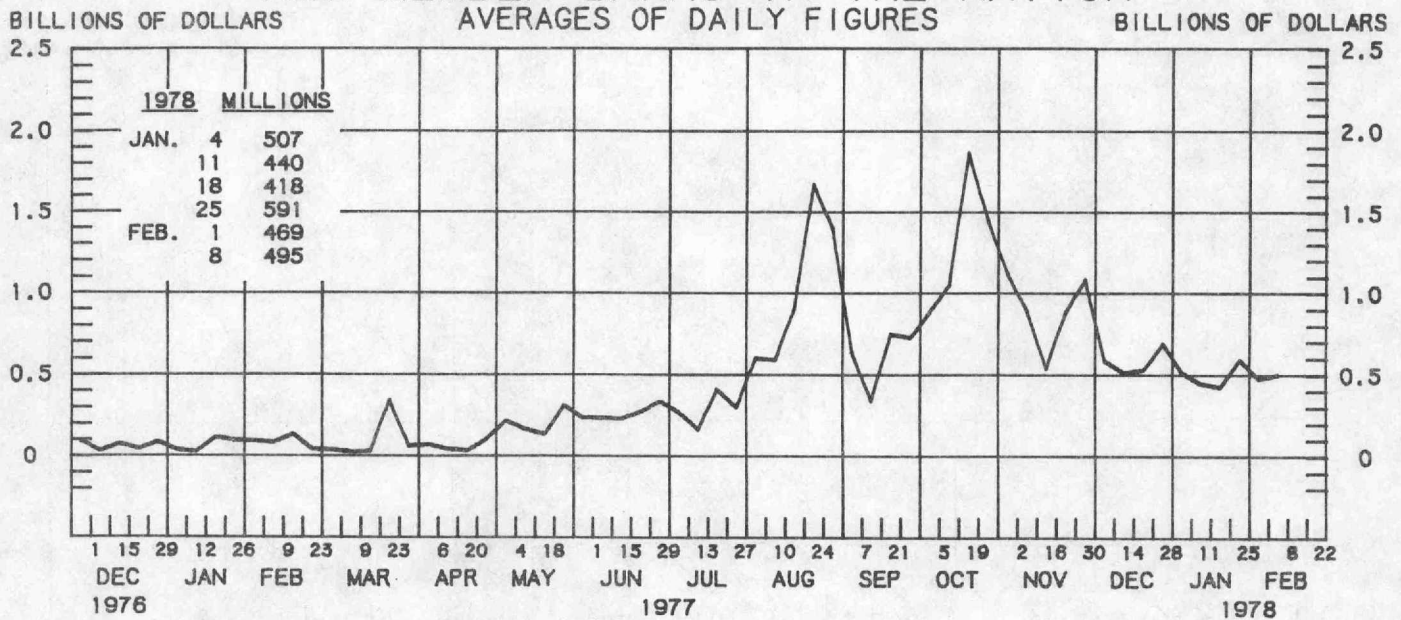
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

2/2/77 5/4/77 6/29/77 8/3/77 8/31/77 9/28/77 11/2/77 11/30/77

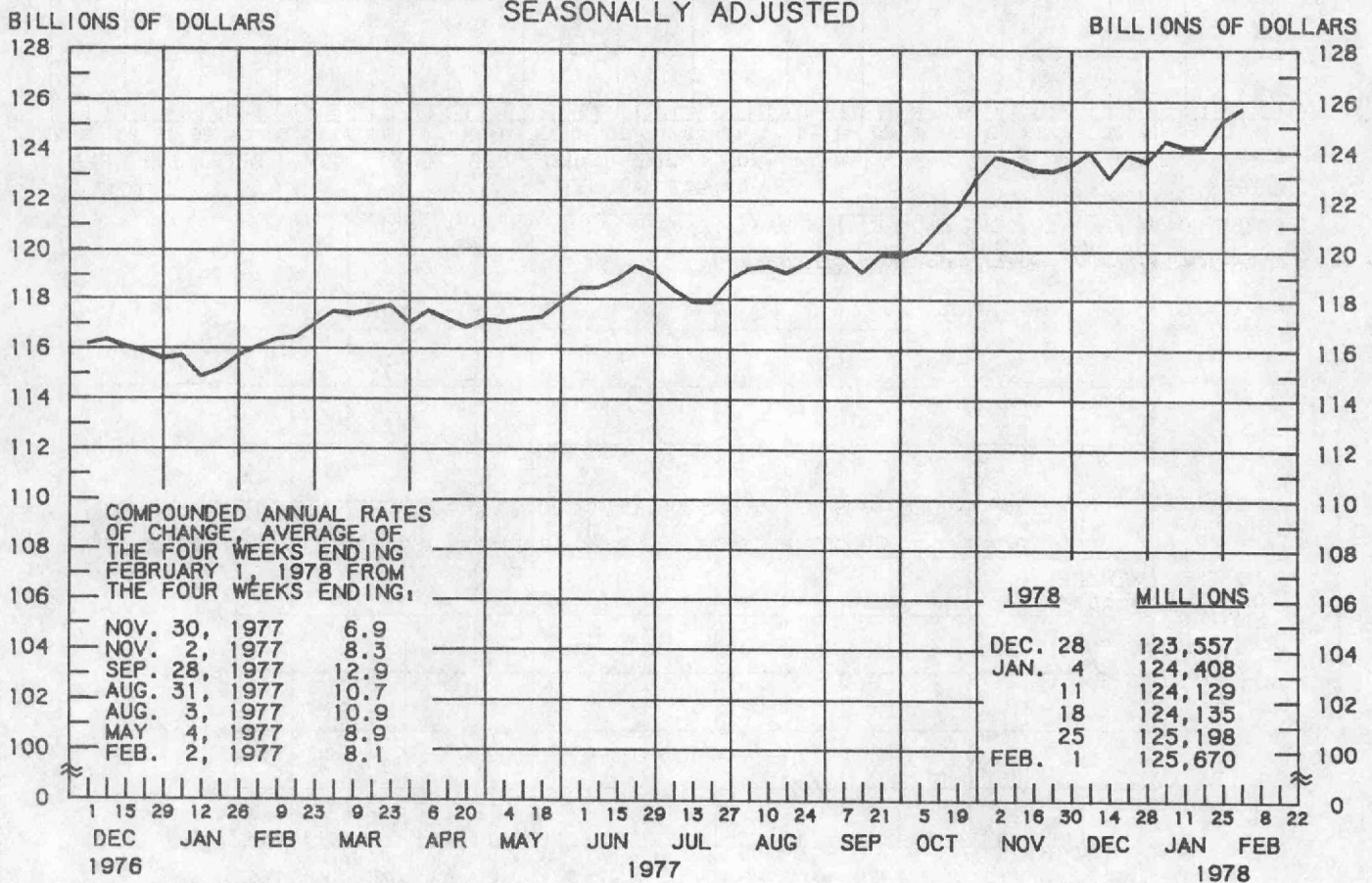
TO THE AVERAGE
OF FOUR WEEKS
ENDING:

6/29/77	8.7							
8/ 3/77	9.6	10.0						
8/31/77	9.3	9.5	10.8					
9/28/77	9.8	10.1	11.4	10.4				
11/ 2/77	9.8	10.1	11.0	10.2	11.3			
11/30/77	9.7	10.0	10.7	10.0	10.7	9.7		
1/ 4/78	9.6	9.8	10.3	9.7	10.1	9.3	8.9	
2/ 1/78	9.8	10.1	10.6	10.1	10.5	10.0	10.0	10.3

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION

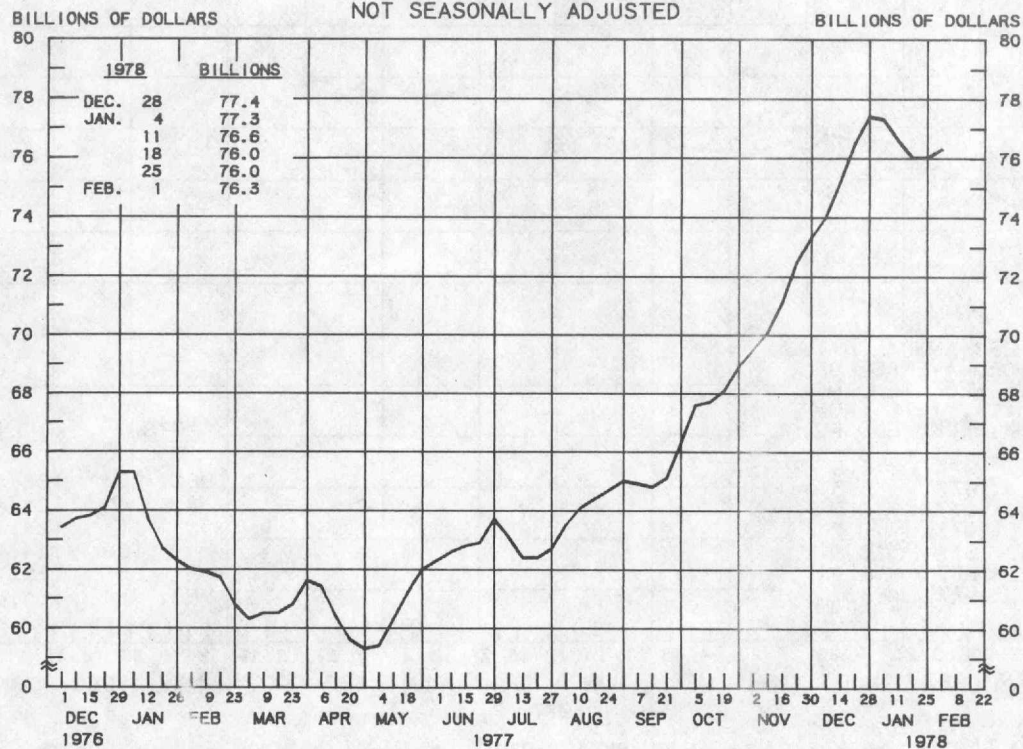


BUSINESS LOANS (COMMERCIAL AND INDUSTRIAL) WEEKLY REPORTING LARGE COMMERCIAL BANKS SEASONALLY ADJUSTED



PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS WEDNESDAY FIGURES NOT SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: FEBRUARY 1, 1978

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.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS