



U.S. FINANCIAL DATA

Week ending: November 22, 1978

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DEC 26 1979

The strong demand for bank loans during the last two months has been reflected in rising short-term interest rates. Although short-term interest rates have risen much more in the last two months than during the previous two months, bank loans have expanded about as rapidly in both periods, as shown in the table below. The behavior of bank holdings of securities (investments) and their issuance of large CDs also provide evidence of a continued strong demand for bank loans. Although growth of bank reserves (monetary base minus currency) has increased to an 11.4 percent rate since August, from a 10 percent rate over the previous two months, banks have reduced their holdings of securities and accelerated their issuance of CDs in the last two months to make additional loans available.

The most recent weekly data indicate that the strong demand for bank loans is continuing in November. As shown on page 11, business loans at weekly reporting large commercial banks have continued to rise sharply in recent weeks. As the growth of the monetary base has slowed in recent weeks, banks have sharply increased their issuance of large CDs (page 12) to maintain the growth of loans. Also, this past week most large commercial banks increased their prime lending rate from 10.75 to 11 percent.

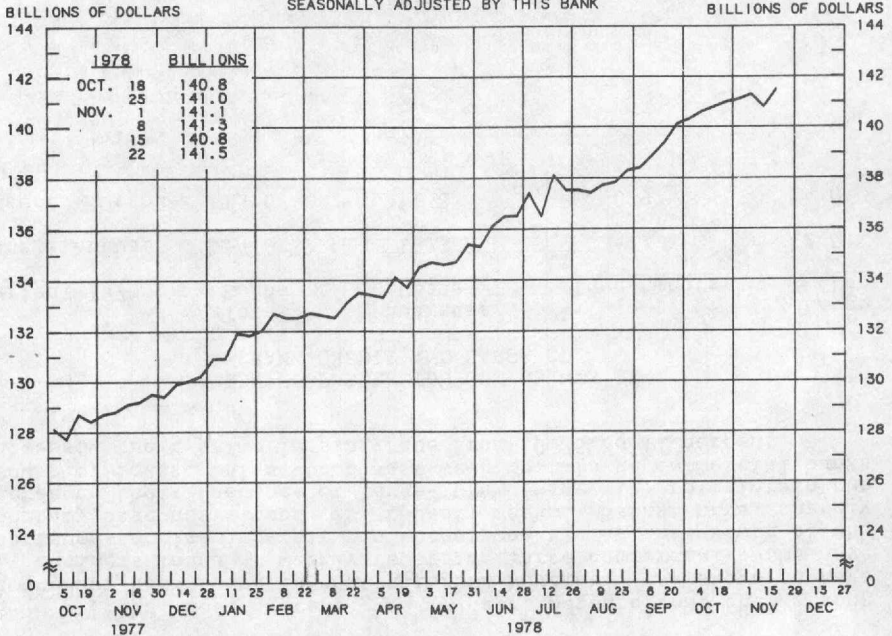
GROWTH OF SELECTED COMPONENTS OF BANK CREDIT AND LARGE CDs

<u>Period: 1978</u>	<u>Total Loans</u>	<u>Business Loans</u>	<u>Investments</u>	<u>Large CDs</u>
June - August	14.4 %	10.1 %	4.7 %	-2.7 %
August - October	13.6	11.8	-0.9	14.0

Prepared by Federal Reserve Bank of St. Louis

Released: November 24, 1978

MONETARY BASE **AVERAGES OF DAILY FIGURES** **SEASONALLY ADJUSTED BY THIS BANK**



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 22, 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:

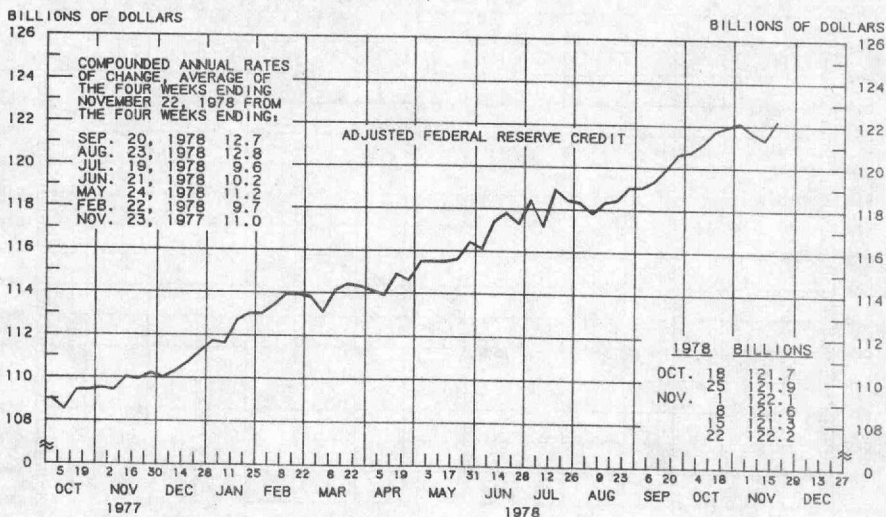
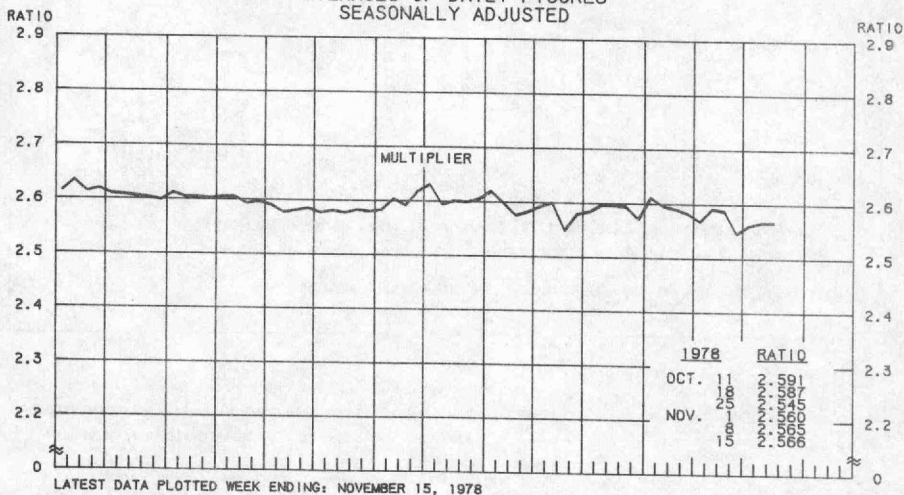
11/23/77 2/22/78 4/19/78 5/24/78 6/21/78 7/19/78 8/23/78 9/20/78

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

4/19/78	9.1						
5/24/78	8.9	6.8					
6/21/78	9.3	8.1	9.9				
7/19/78	9.8	9.0	10.9	12.7			
8/23/78	9.0	8.0	8.9	9.2	7.9		
9/20/78	9.3	8.5	9.4	9.9	9.1	7.4	
10/25/78	9.9	9.5	10.5	11.0	10.8	10.1	13.7
11/22/78	9.5	9.0	9.7	10.0	9.7	8.9	10.9 10.4

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 22, 1978

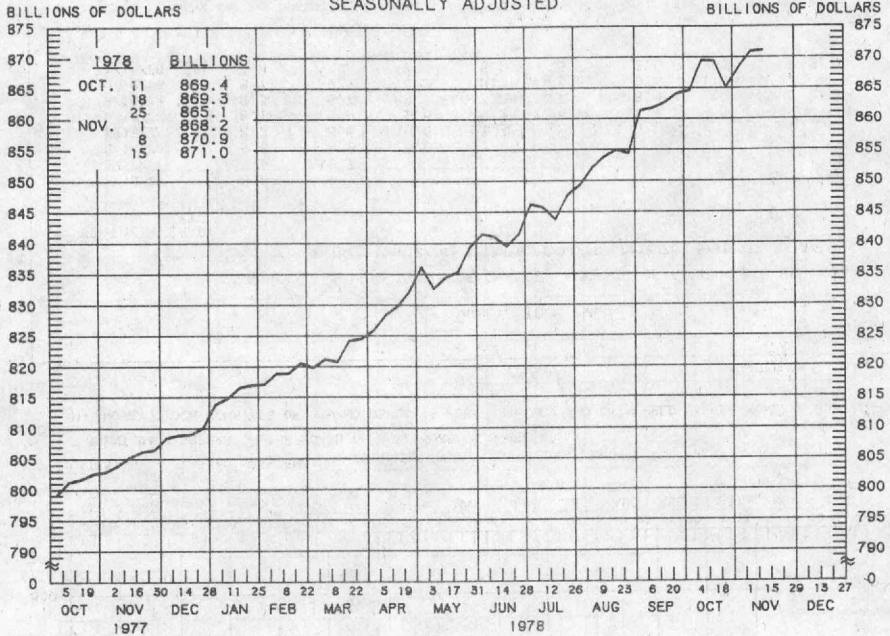
1/ RATIO OF MONEY STOCK (M1) / MONETARY BASE.

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.

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MONEY STOCK PLUS NET TIME DEPOSITS (M2)

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 15, 1978

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

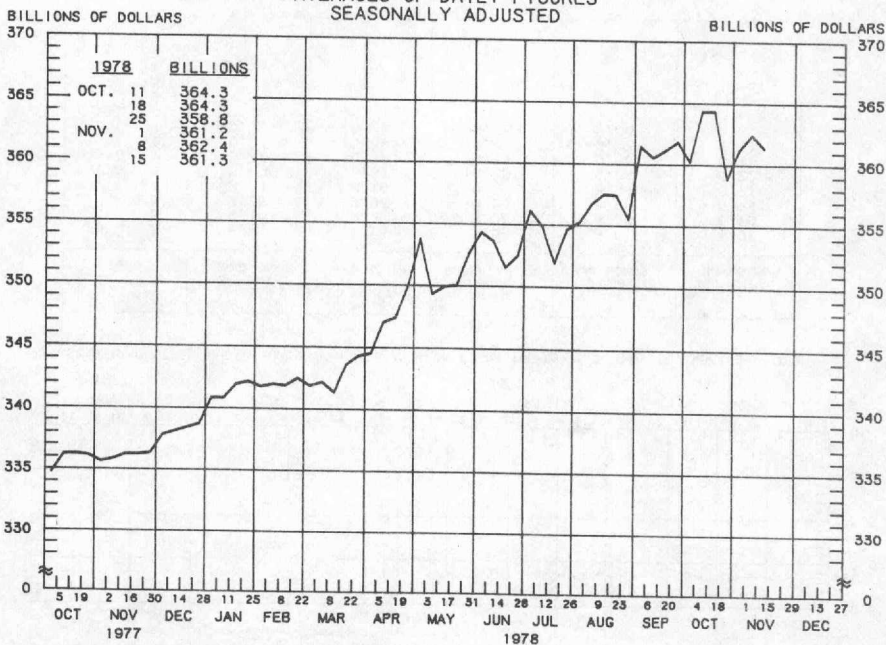
MONEY STOCK PLUS NET TIME DEPOSITS (M2)

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

	11/16/77	2/15/78	4/12/78	5/17/78	6/14/78	7/12/78	8/16/78	9/13/78
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/12/78	6.9							
5/17/78	7.7	8.0						
6/14/78	7.8	8.2	9.8					
7/12/78	7.6	7.8	8.7	7.5				
8/16/78	7.9	8.2	9.0	8.4	8.2			
9/13/78	8.3	8.7	9.5	9.2	9.3	10.7		
10/18/78	8.5	9.0	9.8	9.6	9.8	10.8	11.4	
11/15/78	8.1	8.4	8.9	8.6	8.5	9.1	8.8	7.4

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MONEY STOCK (M1) AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 15, 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)

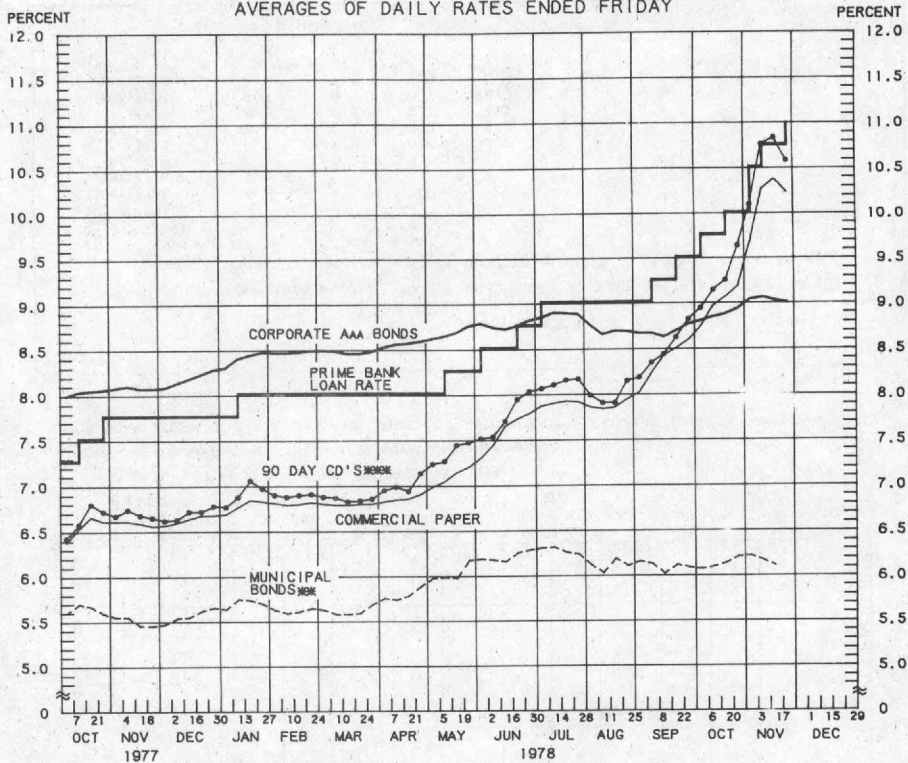
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	4/12/78	5/17/78	6/14/78	7/12/78	8/16/78	9/13/78
4/12/78	6.8					
5/17/78	9.0	10.7				
6/14/78	8.8	9.9	13.6			
7/12/78	8.2	8.8	10.6	5.7		
8/16/78	8.1	8.4	9.6	6.2	5.7	
9/13/78	8.3	8.7	9.7	7.1	7.1	8.4
10/18/78	8.7	9.2	10.2	8.3	8.5	9.8
11/15/78	7.4	7.5	7.9	5.9	5.7	6.0
						11.4
						5.6
						3.6

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YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: NOVEMBER 24, 1978

1978	90 DAY CD'S	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS
OCT. 6	8.95	8.75	8.89	8.81	6.07
13	9.15	8.97	9.06	8.85	6.10
20	9.26	9.07	9.33	8.88	6.14
27	9.64	9.19	9.59	8.94	6.21
NOV. 3	10.10	9.68	10.46	9.04	6.22
10	10.77	10.27	10.63	9.06	6.17
17	10.84	10.38	10.47	9.02	6.11
24 *	10.59	10.23	10.35	9.00	N.A.
DEC. 1					
8					
15					
22					
29					

* AVERAGES OF RATES AVAILABLE.

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

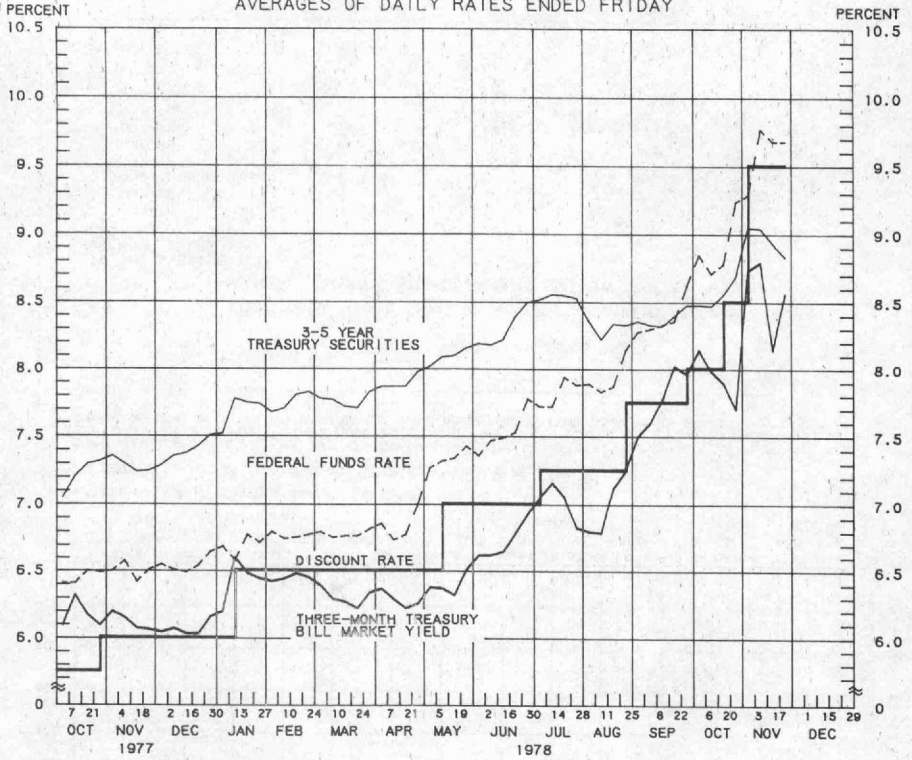
*** SEVEN-DAY AVERAGES OF SECONDARY MARKET RATES FOR THE WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATES SHOWN. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H-9 RELEASE.

N.A. - NOT AVAILABLE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



1978	FEDERAL FUNDS RATE	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL	1-YEAR TREASURY BILL	3-5 YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
OCT. 6	8.85	8.14	8.38	8.23	8.48	8.55
13	8.71	7.98	8.42	8.28	8.47	8.53
20	8.78	7.89	8.56	8.46	8.56	8.59
27	9.24	7.70	8.61	8.53	8.69	8.64
NOV. 3	9.22	8.73	8.98	9.17	9.05	8.72
10	9.77	8.79	9.42	9.32	9.04	8.73
17	9.68	8.14	9.29	9.08	8.93	8.65
24 *	9.68	8.56	9.00	9.05	8.83	8.64
DEC. 1						
8						
15						
22						
29						

* AVERAGES OF RATES AVAILABLE.

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

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

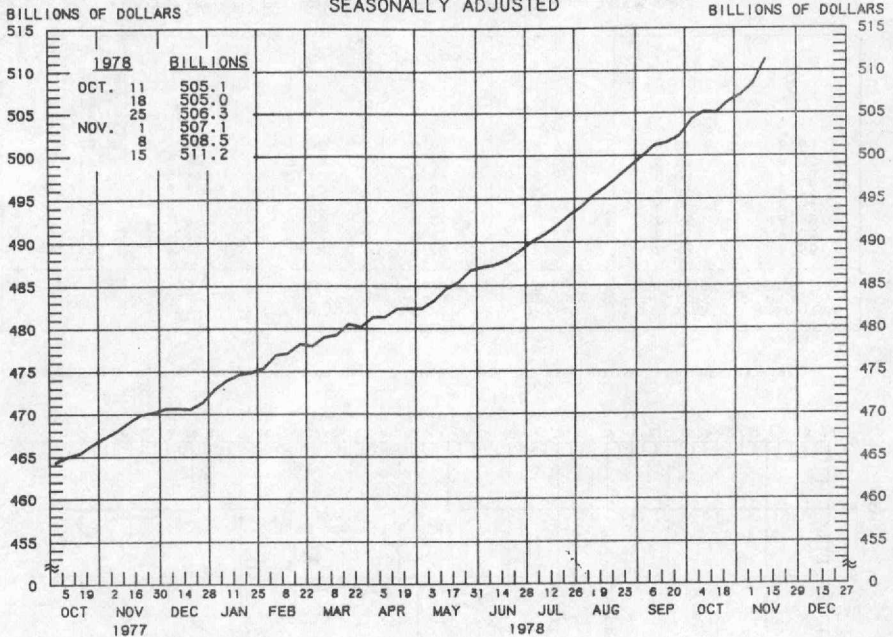
NOTE: NEW ISSUE RATE

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: NOVEMBER 15, 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:

	11/16/77	2/15/78	4/12/78	5/17/78	6/14/78	7/12/78	8/16/78	9/13/78
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/12/78	7.1							
5/17/78	6.7	6.1						
6/14/78	7.1	7.0	7.2					
7/12/78	7.2	7.1	7.3	8.8				
8/16/78	7.8	8.0	8.6	10.0	10.0			
9/13/78	8.2	8.6	9.3	10.6	10.9	12.3		
10/18/78	8.5	8.9	9.6	10.6	10.8	11.7	11.6	
11/15/78	8.7	9.1	9.8	10.7	10.9	11.6	11.5	10.9

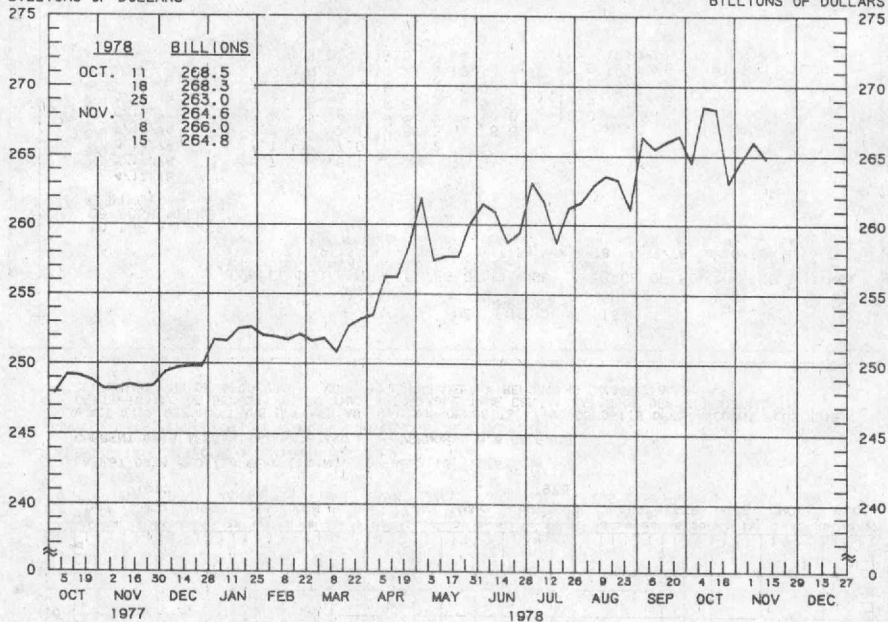
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 15, 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:

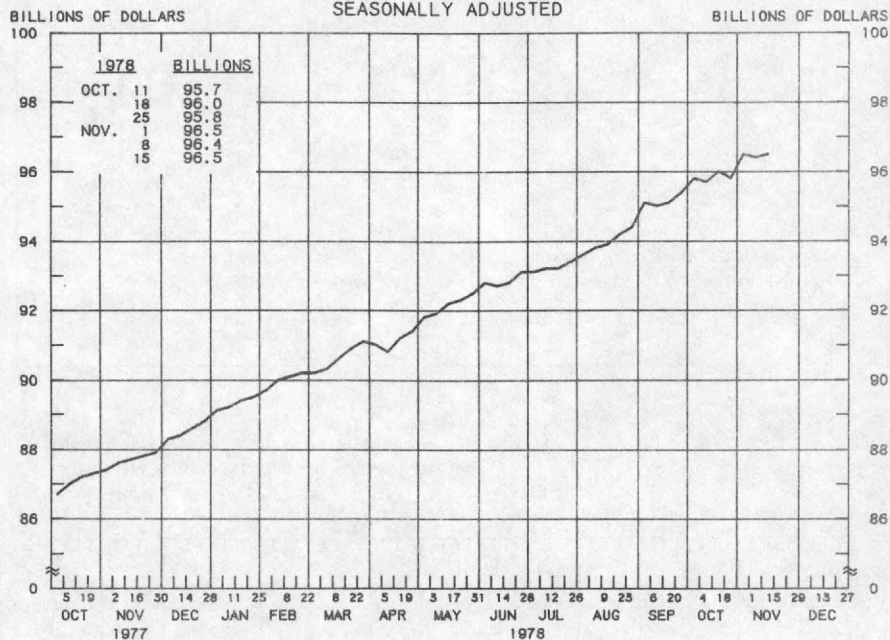
11/16/77 2/15/78 4/12/78 5/17/78 6/14/78 7/12/78 8/16/78 9/13/78

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

4/12/78	5.6						
5/17/78	8.6	11.2					
6/14/78	8.3	10.0	15.0				
7/12/78	7.7	8.7	11.2	4.6			
8/16/78	7.5	8.3	9.9	5.4	5.0		
9/13/78	7.6	8.5	9.7	6.1	6.1	7.5	
10/18/78	8.1	8.8	10.1	7.5	7.7	9.1	10.6
11/15/78	6.5	6.7	7.2	4.5	4.1	4.4	3.6
							1.3

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

CURRENCY COMPONENT OF MONEY STOCK AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 15, 1978

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

CURRENCY

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

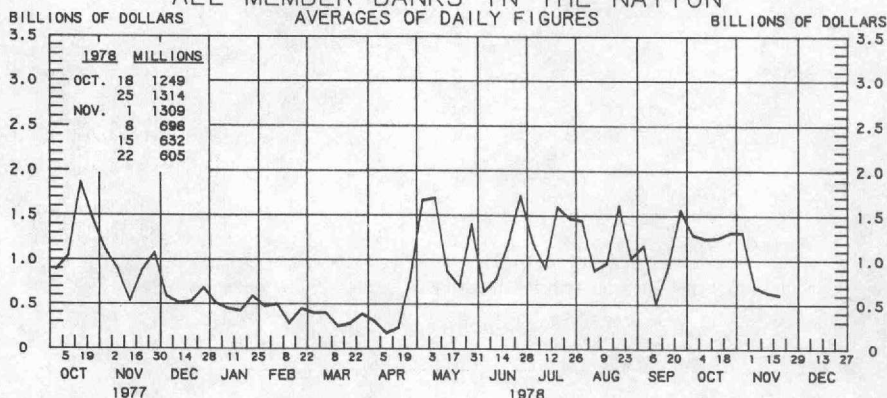
11/16/77 2/15/78 4/12/78 5/17/78 6/14/78 7/12/78 8/16/78 9/13/78

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

4/12/78	10.2						
5/17/78	10.1	9.2					
6/14/78	10.3	9.8	10.6				
7/12/78	10.0	9.3	9.6	9.6			
8/16/78	9.6	8.9	8.8	8.5	7.1		
9/13/78	10.0	9.6	9.9	10.0	9.4	10.3	
10/18/78	10.2	9.9	10.2	10.3	10.0	10.8	13.0
11/15/78	10.1	9.8	10.0	10.0	9.7	10.3	11.6 10.2

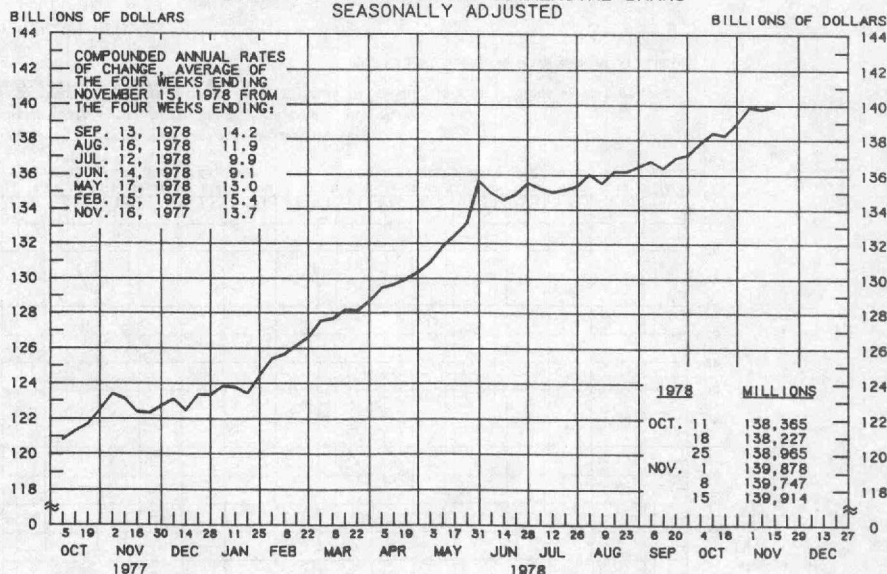
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 22, 1978

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

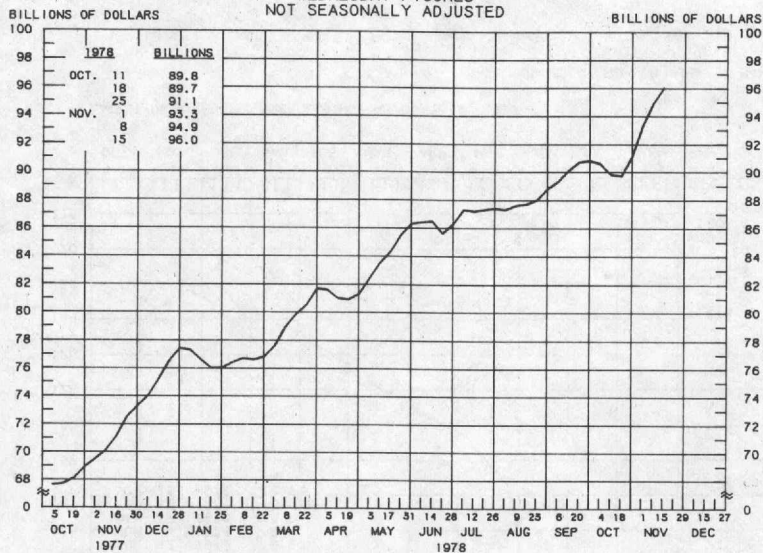


LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 15, 1978

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

CERTIFICATES OF DEPOSIT LARGE COMMERCIAL BANKS

WEDNESDAY FIGURES
NOT SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 15, 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