



FINANCIAL DATA

Week ending: December 6, 1978

Effective June 1, 1978, commercial banks and thrift institutions have been authorized to issue money market time deposits (MMTDs). These are nonnegotiable time deposits issued in denominations of \$10,000 or more with original maturities of 26 weeks. The maximum permissible rate of interest on new MMTDs issued by commercial banks is equal to the discount yield (auction average) on the most recent weekly six-month Treasury bill auction. The interest rate ceiling for new MMTDs issued by mutual savings banks and other thrift institutions is one-quarter of a percentage point above that for commercial banks. The new issue rate on six-month Treasury bills has risen from 7.16 percent for the week ending June 2, 1978 to 9.22 percent this past week.

The continuing increase in the amount of MMTDs issued, and the associated rise in the number of commercial banks issuing them, is shown in the table below, as derived from survey data covering the last Wednesday of each month. By October 25, 1978, almost \$13.9 billion of MMTDs had been issued by 10,552 commercial banks--about 73 percent of all insured commercial banks.

The growth in MMTDs shown in the table below reflects the response of banks both to the prospect of disintermediation (as market interest rates have risen above interest rate ceilings on other time deposit categories) and to the strong growth in demand for bank loans over this period. Indicative of strong bank loan demand was the 9.7 percent annual rate of increase in business loans at weekly reporting large commercial banks from the four weeks ending May 31 to the four weeks ending October 25, despite the increase in the prime rate from 8.50 percent on June 1 to 10 percent by October 25.

Money Market Time Deposits Issued By
All Insured Commercial Banks

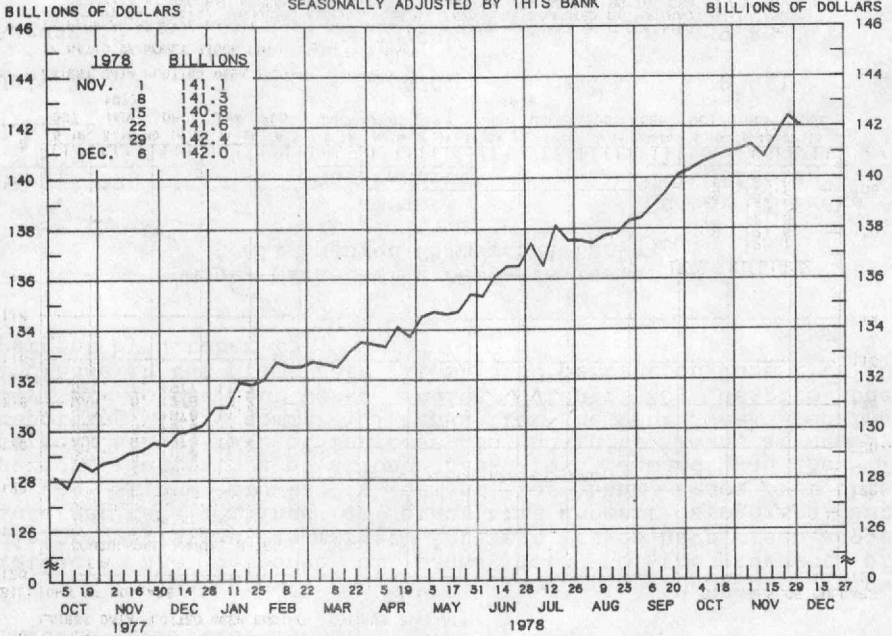
<u>Date: 1978</u>	<u>Amount Outstanding*</u>	<u>Number of Banks Offering</u>
June 28	\$ 2,055	7,963
July 26	5,470	8,961
August 30	7,792	9,825
September 27	9,679	9,886
October 25	13,858	10,552

* Millions of dollars

Prepared by Federal Reserve Bank of St. Louis

Released: December 8, 1978

MONETARY BASE
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK



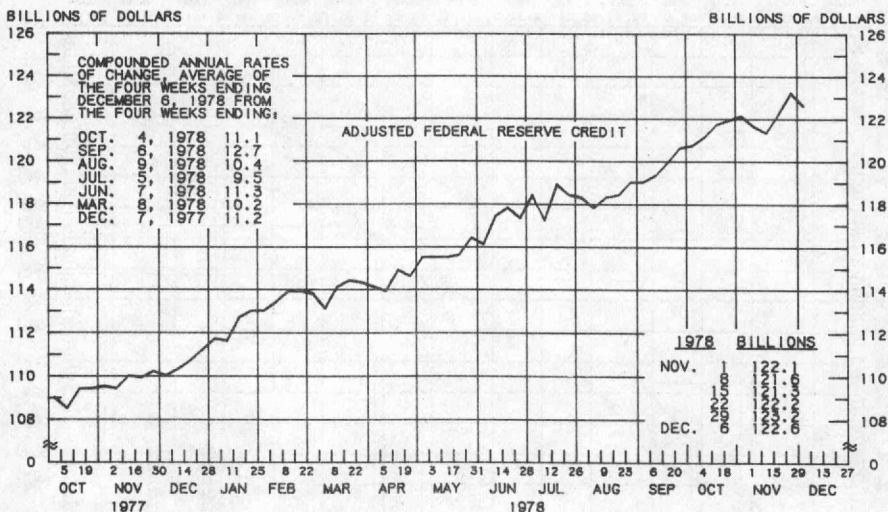
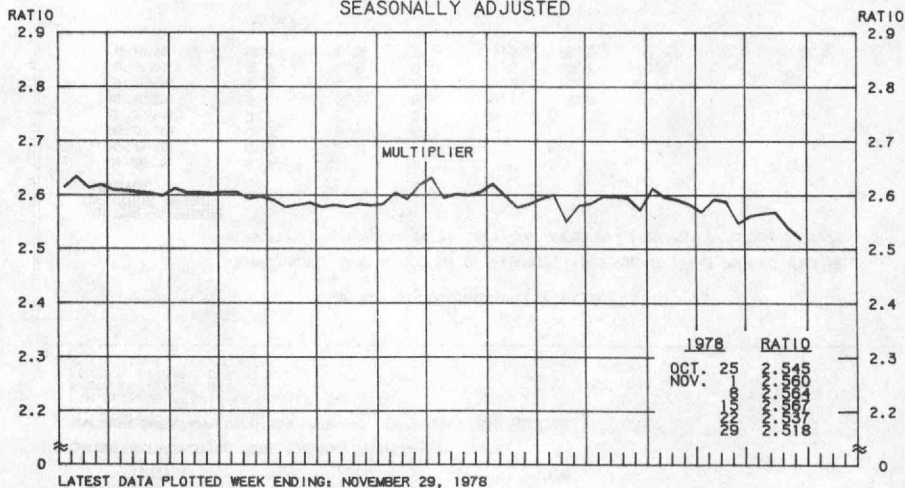
LATEST DATA PLOTTED WEEK ENDING: DECEMBER 6, 1978

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:									
TO THE AVERAGE OF FOUR WEEKS ENDING:	12/7/77	3/8/78	5/3/78	6/7/78	7/5/78	8/9/78	9/6/78	10/4/78	
5/ 3/78	9.0								
6/ 7/78	9.0	7.4							
7/ 5/78	10.0	9.5	12.2						
8/ 9/78	9.7	9.1	10.7	11.7					
9/ 6/78	9.2	8.5	9.3	9.5	6.5				
10/ 4/78	9.8	9.5	10.5	11.0	9.4	10.3			
11/ 8/78	9.9	9.7	10.6	11.0	9.8	10.6	13.2		
12/ 6/78	9.6	9.3	10.0	10.2	9.1	9.4	10.8	8.6	

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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

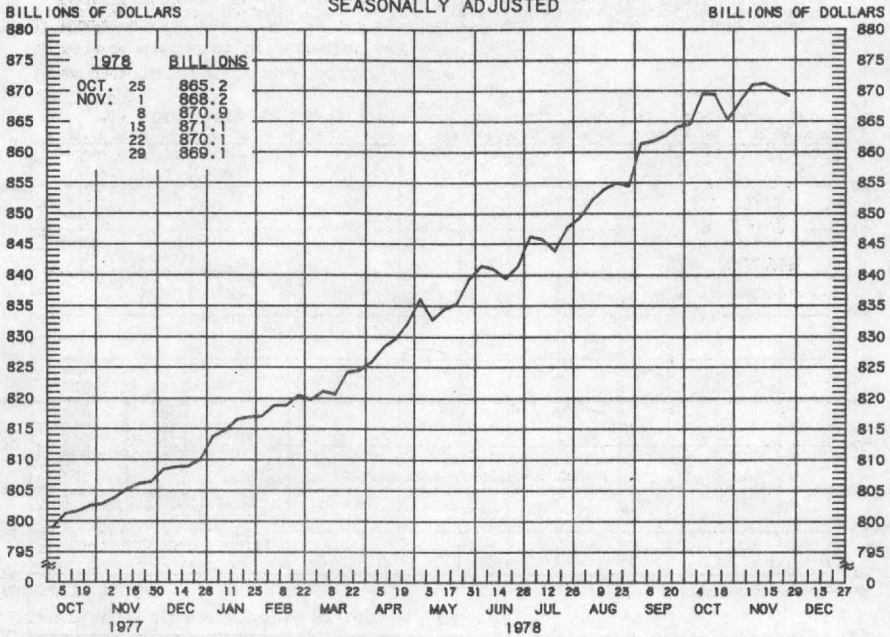


1/ RATIO OF MONEY STOCK (M1) / MONETARY BASE.

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: NOVEMBER 29, 1978

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

MONEY STOCK PLUS NET TIME DEPOSITS (M2)

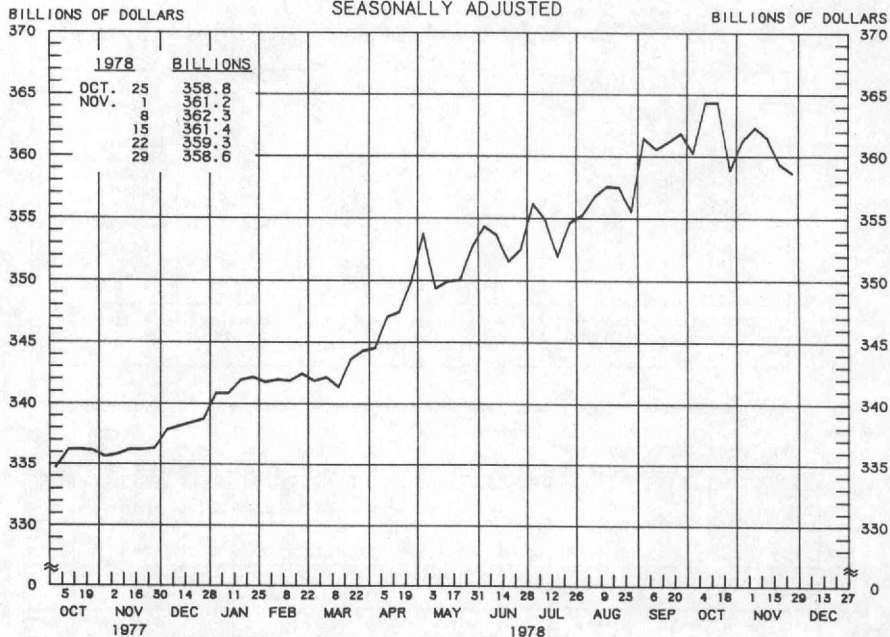
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	11/30/77	3/1/78	4/28/78	5/31/78	6/28/78	7/26/78	8/30/78	9/27/78
4/28/78	7.4							
5/31/78	7.6	8.0						
6/28/78	7.7	8.2	8.5					
7/26/78	7.8	8.1	8.4	8.4				
8/30/78	8.1	8.5	8.9	9.1	9.3			
9/27/78	8.6	9.2	9.8	10.2	10.7	11.9		
11/1/78	8.4	8.9	9.3	9.5	9.6	10.1	10.0	
11/29/78	8.1	8.3	8.5	8.5	8.5	8.6	8.0	5.4

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1)

AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 29, 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)

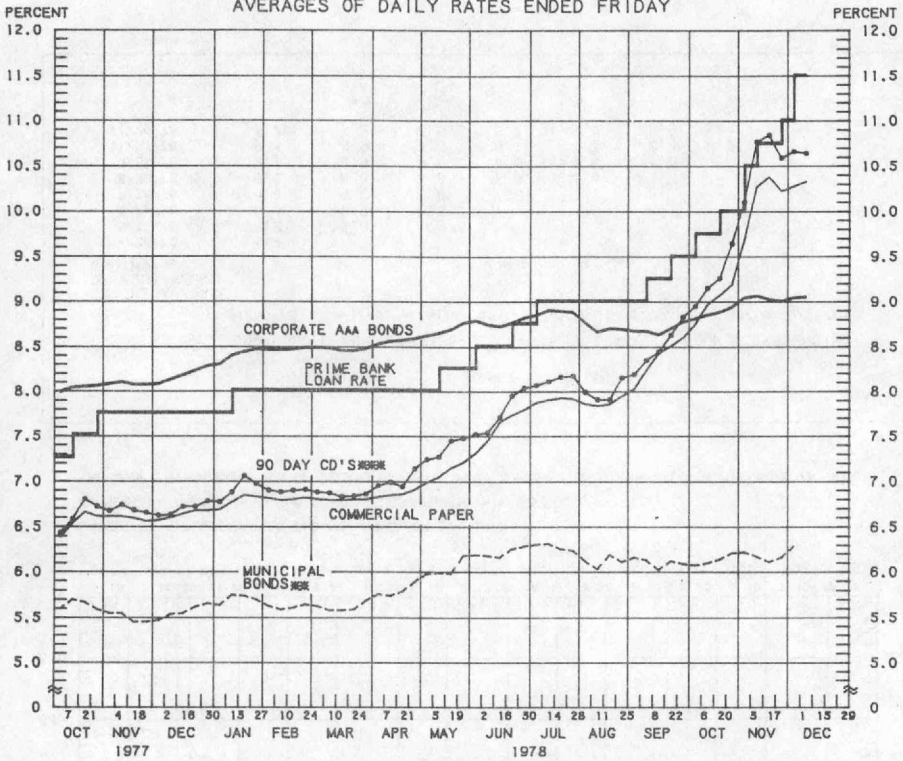
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

	11/30/77	3/1/78	4/26/78	5/31/78	6/28/78	7/26/78	8/30/78	9/27/78
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/26/78	8.4							
5/31/78	8.8	10.3						
6/28/78	8.9	10.2	10.0					
7/26/78	8.4	9.2	8.6	7.5				
8/30/78	8.3	8.8	8.2	7.4	6.4			
9/27/78	9.1	9.9	9.8	9.6	9.6	11.6		
11/1/78	8.4	8.9	8.5	8.1	7.7	8.4	9.1	
11/29/78	7.2	7.2	6.5	5.7	5.0	5.0	4.1	-1.3

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: DECEMBER 8, 1978

1978	90 DAY CD'S <small>⌘</small>	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS <small>⌘</small>
OCT. 6	8.95	8.75	8.89	8.81	6.07
13	9.15	8.97	9.08	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	10.22	10.40	9.00	6.16
DEC. 1	10.66	10.28	10.52	9.04	6.29
8 <small>⌘</small>	10.64	10.33	10.39	9.05	N.A.
15					
22					
29					

⌘ AVERAGES OF RATES AVAILABLE.

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

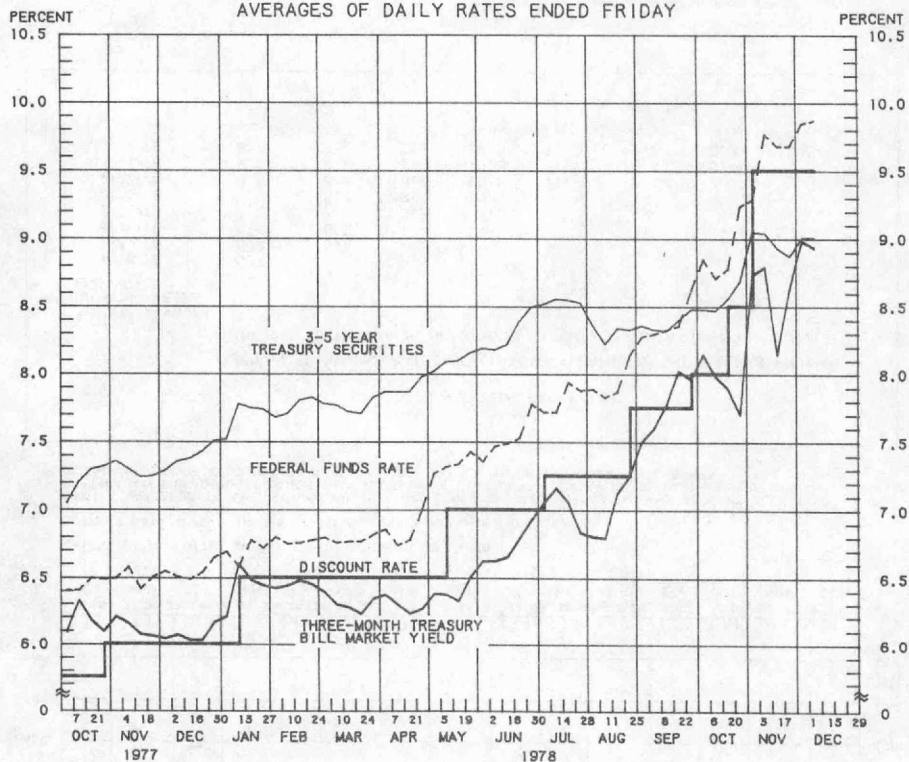
⌘ SEVEN-DAY AVERAGES OF SECONDARY MARKET RATES FOR THE WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATES SHOWN. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

N.A. - NOT AVAILABLE.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: DECEMBER 8, 1978

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	9.29	8.73	8.98	9.17	9.05	8.72
10	9.77	8.79	9.42	9.32	9.04	8.72
17	9.68	8.14	9.29	9.08	8.93	8.65
24	9.68	8.63	9.00	9.12	8.87	8.66
DEC. 1	9.85	8.98	9.33	9.29	9.01	8.71
8 *	9.87	8.93	9.22	9.32	9.01	8.74
15						
22						
29						

* 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.

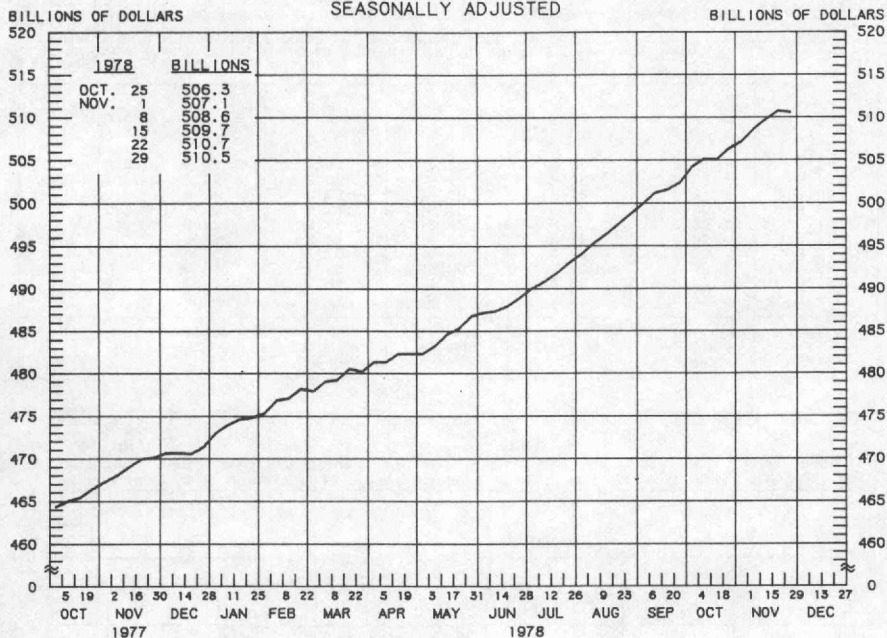
**** NEW ISSUE RATE

***** 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 29, 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:

11/30/77 3/1/78 4/26/78 5/31/78 6/28/78 7/26/78 8/30/78 9/27/78

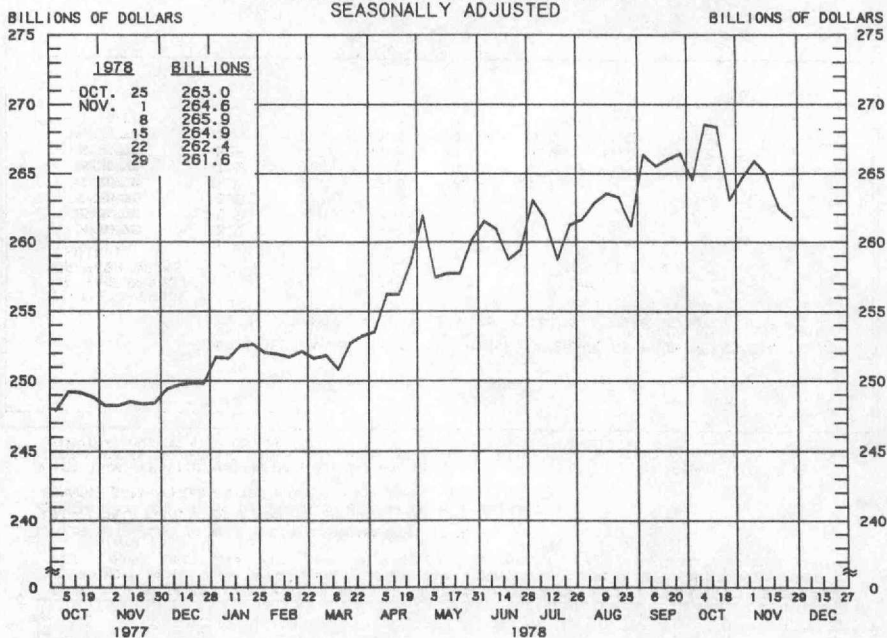
TO THE AVERAGE
OF FOUR WEEKS
ENDING:

4/26/78	6.7							
5/31/78	6.8	6.4						
6/28/78	6.9	6.7	7.4					
7/26/78	7.3	7.4	8.2	8.9				
8/30/78	7.9	8.3	9.4	10.3	11.4			
9/27/78	8.3	8.8	9.8	10.6	11.4	12.1		
11/1/78	8.5	9.0	9.9	10.5	11.1	11.4	10.8	
11/29/78	8.7	9.1	10.0	10.5	11.0	11.3	10.8	10.5

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 29, 1978

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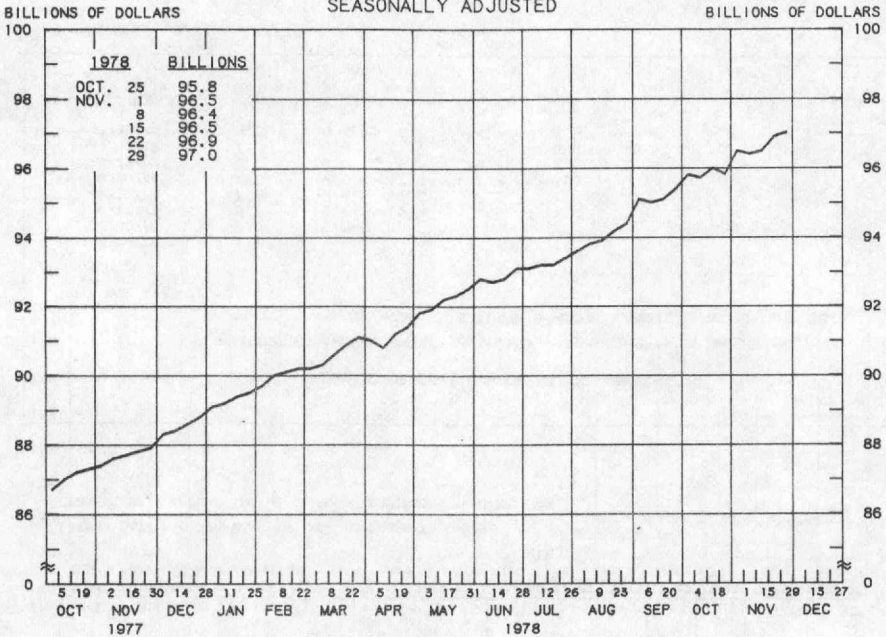
DEMAND DEPOSIT COMPONENT OF MONEY STOCK

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

	11/30/77	3/1/78	4/26/78	5/31/78	6/28/78	7/26/78	8/30/78	9/27/78
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/26/78	7.9							
5/31/78	8.0	10.6						
6/28/78	8.3	10.4	9.4					
7/26/78	7.9	9.4	8.0	7.5				
8/30/78	7.7	8.8	7.6	7.2	5.9			
9/27/78	8.7	10.0	9.5	9.7	9.6	11.6		
11/ 1/78	7.7	8.6	7.7	7.4	6.8	7.3	7.7	
11/29/78	6.2	6.4	5.0	4.3	3.3	2.9	1.5	-5.1

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 29, 1978

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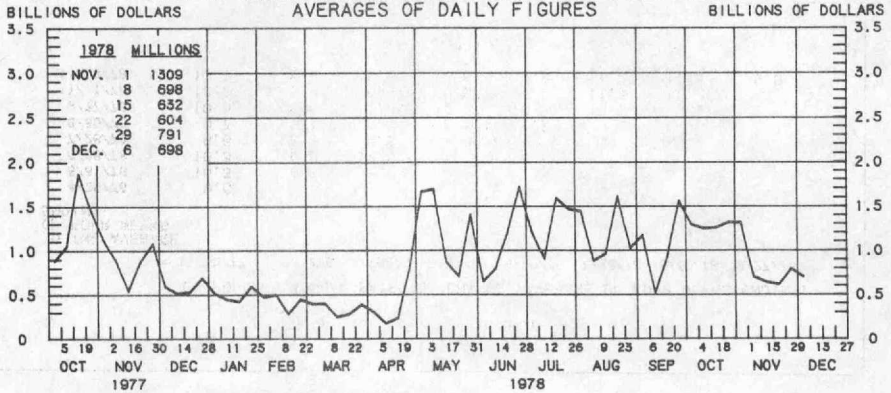
CURRENCY

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

	11/30/77	3/1/78	4/26/78	5/31/78	6/28/78	7/26/78	8/30/78	9/27/78
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/26/78	9.6							
5/31/78	10.3	9.7						
6/28/78	10.3	9.8	12.0					
7/26/78	9.6	8.7	9.5	7.3				
8/30/78	9.7	9.1	9.8	8.5	7.7			
9/27/78	10.3	10.0	11.0	10.3	10.3	13.1		
11/1/78	10.2	9.9	10.6	10.0	9.9	11.6	12.2	
11/29/78	10.1	9.9	10.5	10.0	9.9	11.2	11.5	9.5

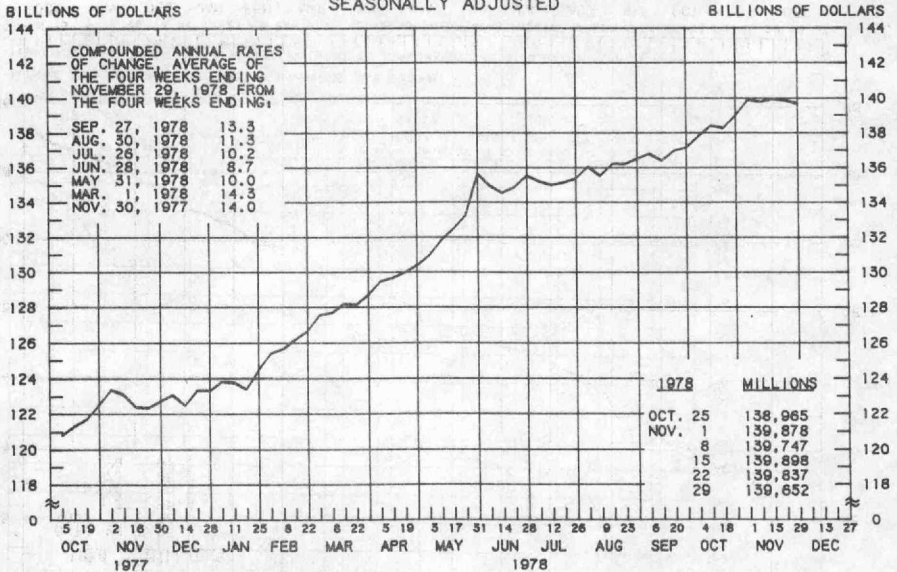
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 6, 1978

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

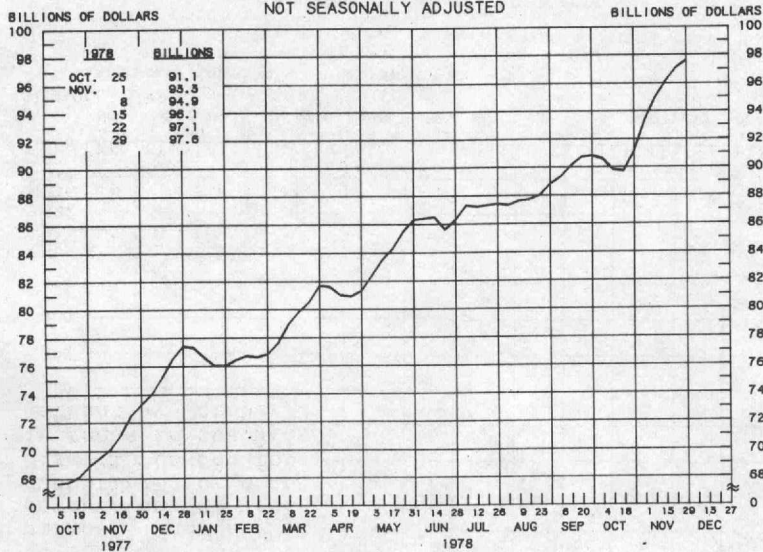


LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 29, 1978

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 29, 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