



## U.S. FINANCIAL DATA

Week ending: January 24, 1979

BRARY

Growth of net time deposits, a component of M2, has slowed in recent weeks. In the two-month period from the four weeks ending November 15 to the four weeks ending January 17, net time deposits grew at an annual rate of 3.5 percent, compared to a 10.3 percent rate in the previous two months. Large negotiable certificates of deposit (CDs), which are included in total time deposits but not in M2, continue to show strong growth, increasing at a rapid 42.1 percent rate since November 15. This increase was at about the same rate as in the previous two months.

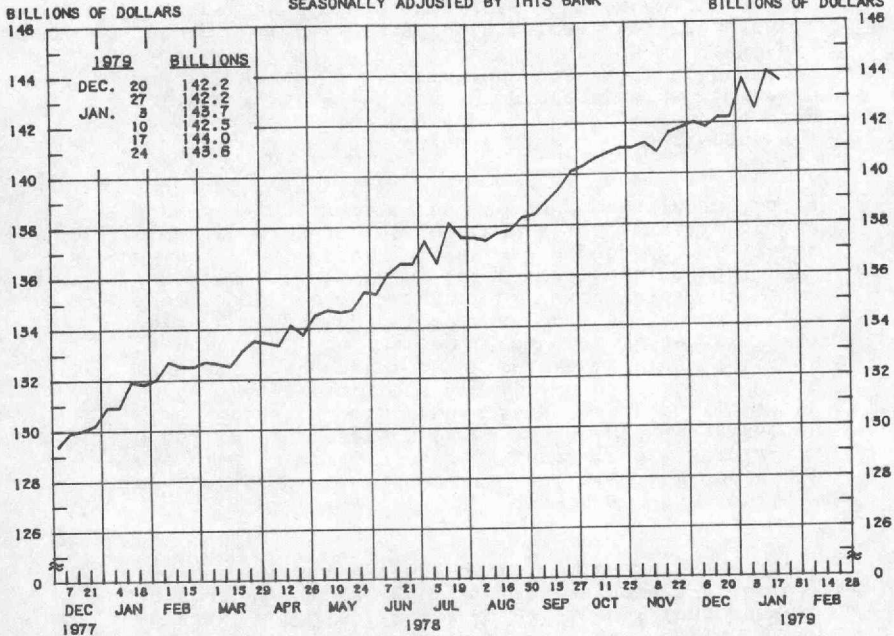
Net time deposits increased slightly despite a decline in savings deposits, due to the rapid growth of money market time deposits (MMTDs). In the two-month period ending January 17, savings deposits fell \$3.6 billion (a 9 percent rate), compared to a decline of \$0.8 billion (a 2.3 percent rate) in the previous two months. In contrast, MMTDs increased \$9.1 billion between October 25 and December 27 (latest data available). In the previous two months, MMTDs increased \$6.1 billion.

The pattern of growth of the various categories of time deposits has been influenced by the rise of market interest rates above Regulation Q ceilings. Interest rates on savings deposits and time deposits other than large negotiable CDs and MMTDs are subject to Regulation Q ceilings, which generally have been below market interest rates on securities. The maximum rate of interest is 5 percent on passbook savings accounts, and ranges from 5.50 to 8 percent on categories of time deposits other than large-denomination CDs and MMTDs. As growth of savings deposits and other time deposits subject to Regulation Q ceilings has slowed, banks have turned to large CDs and MMTDs as sources of deposits.

The considerable growth experienced by large negotiable CDs and MMTDs occurred despite relatively high and rising interest rates (pages 6 and 7), which have increased the cost to banks of issuing them. The interest rate on large 90-day CDs, for example, was 10.44 percent in the week of January 26. In the same week, the interest rate on MMTDs, which is tied to the weekly auction rate on six-month Treasury bills, was 9.48 percent at commercial banks.

Prepared by Federal Reserve Bank of St. Louis  
Released: January 26, 1979

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



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:

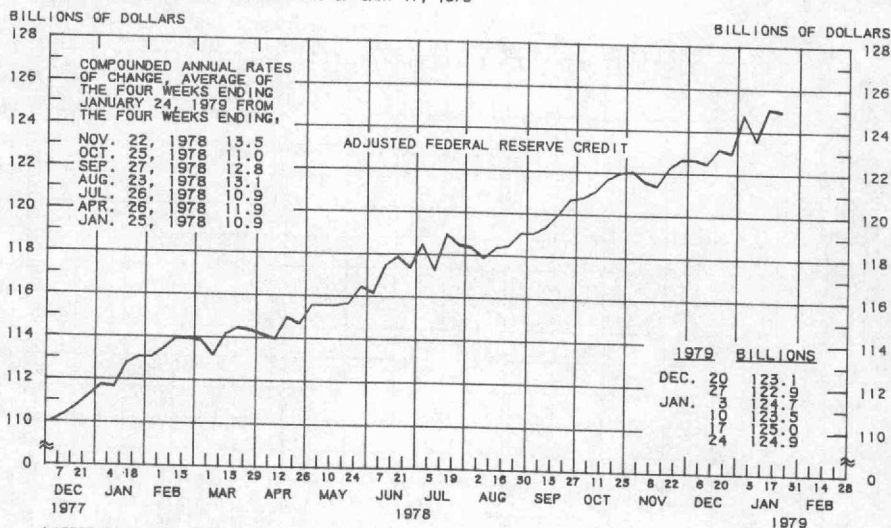
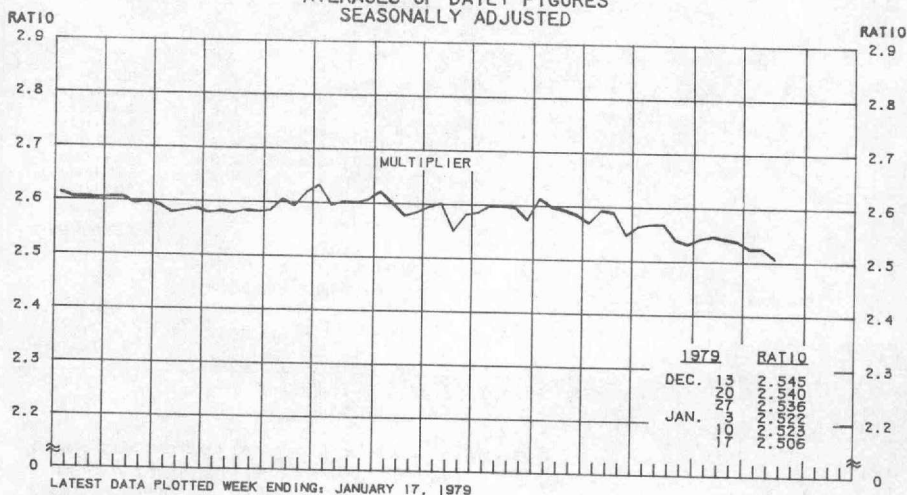
1/25/78   4/26/78   6/21/78   7/26/78   8/23/78   9/27/78   10/25/78   11/22/78

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

6/21/78	8.5						
7/26/78	9.3	11.9					
8/23/78	8.3	9.4	7.9				
9/27/78	8.9	10.2	9.6	7.8			
10/25/78	9.5	10.9	10.8	10.0	13.7		
11/22/78	9.1	10.1	9.7	8.7	10.9	9.7	
12/27/78	8.9	9.6	9.1	8.3	9.7	8.6	5.9
1/24/79	9.2	10.0	9.7	9.1	10.4	9.8	8.2   9.8

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: JANUARY 24, 1979

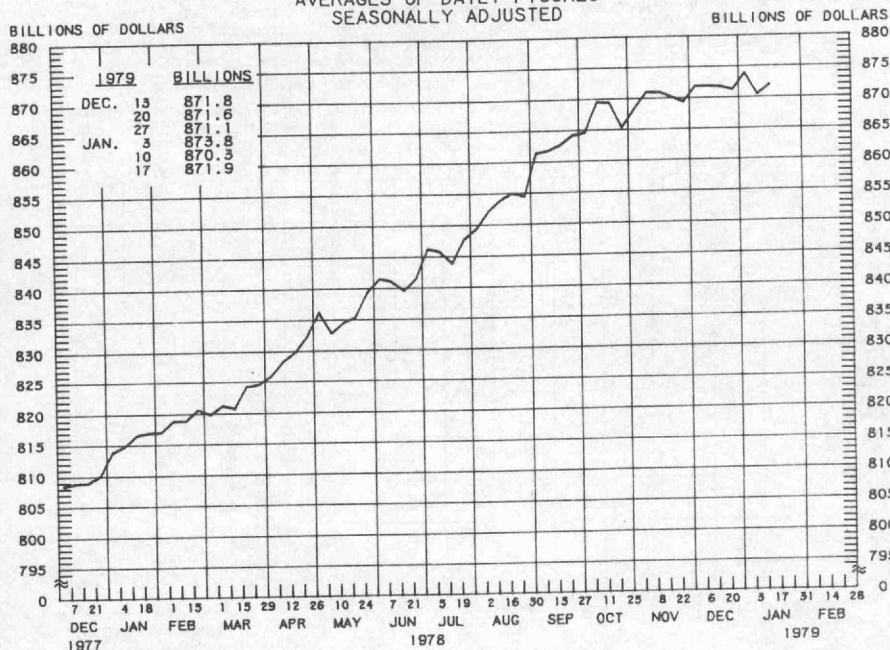
1/ RATIO OF MONEY STOCK (M1) / MONETARY BASE.

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: JANUARY 17, 1979

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:

1/18/78 4/19/78 6/14/78 7/19/78 8/16/78 9/20/78 10/18/78 11/15/78

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

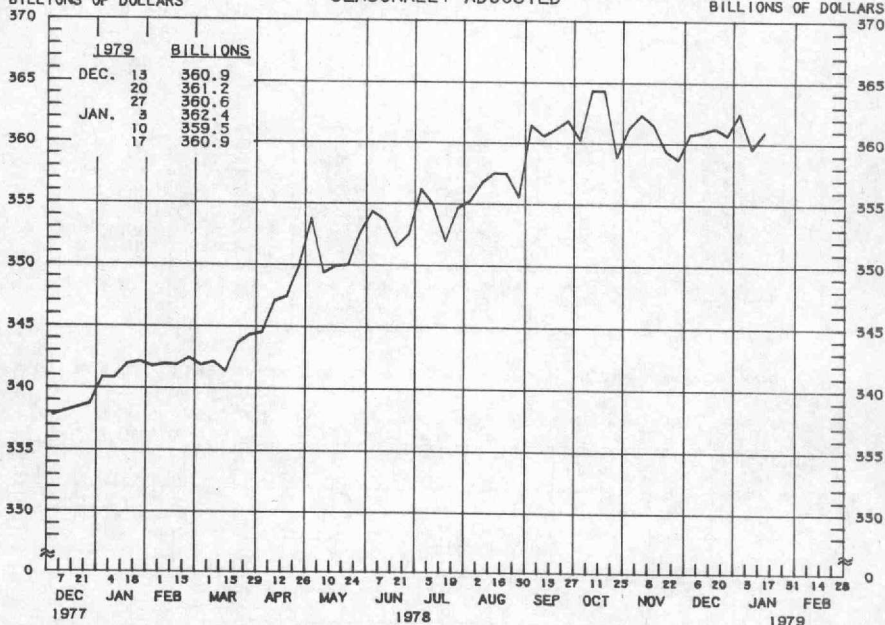
6/14/78	7.9						
7/19/78	7.6	8.5					
8/16/78	6.0	9.0	8.2				
9/20/78	8.6	9.7	9.5	11.3			
10/18/78	8.8	9.8	9.8	11.1	11.4		
11/15/78	8.2	8.9	8.5	9.2	8.8	6.8	
12/20/78	7.7	8.0	7.4	7.7	7.1	5.3	2.9
1/17/79	7.1	7.3	6.6	6.6	6.0	4.3	2.3
							2.0

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

# MONEY STOCK (M1) AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: JANUARY 17, 1979

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:

1/18/78 4/19/78 6/14/78 7/19/78 8/16/78 9/20/78 10/18/78 11/15/78

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

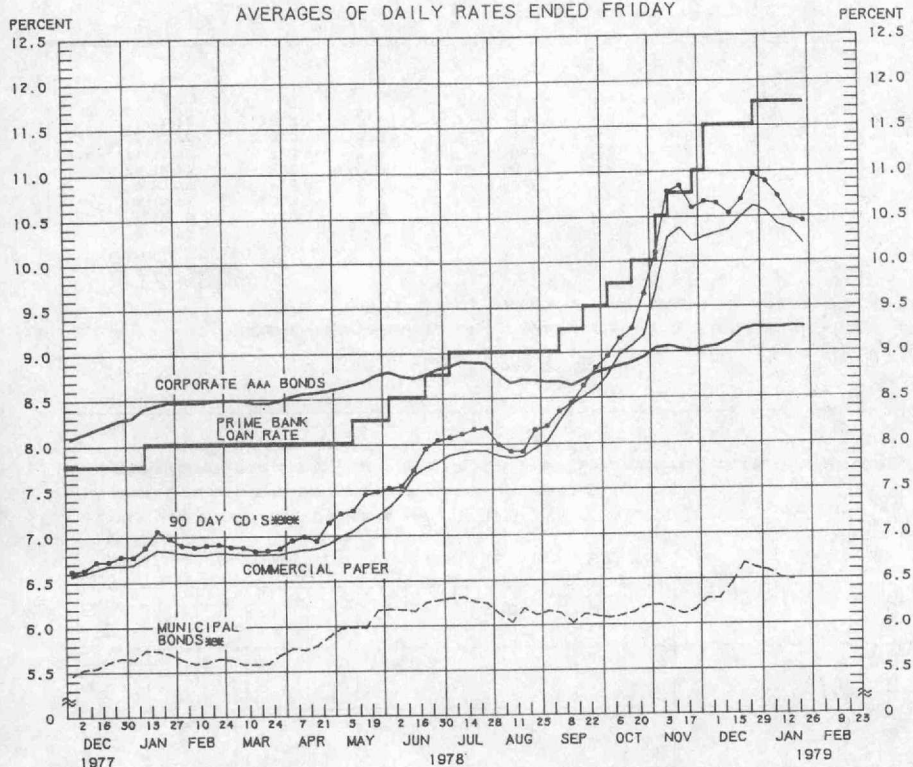
6/14/78	9.0						
7/19/78	7.9	9.6					
8/16/78	8.0	9.3	5.7				
9/20/78	8.4	9.7	7.6	9.9			
10/18/78	8.7	10.0	8.5	10.4	11.4		
11/15/78	7.3	7.7	5.7	6.3	5.6	2.4	
12/20/78	6.3	6.3	4.3	4.5	3.6	0.9	-3.6
1/17/79	6.0	5.9	4.0	4.1	3.3	1.1	-2.0
							0.0

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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: JANUARY 26, 1979

1979	90 DAY CD'S	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS
DEC. 1	10.66	10.28	10.52	9.04	6.29
8	10.64	10.32	10.36	9.06	6.29
15	10.53	10.36	10.37	9.12	6.45
22	10.68	10.50	10.78	9.24	6.67
29	10.96	10.61	10.73	9.27	6.61
JAN. 5	10.88	10.55	10.65	9.26	6.58
12	10.71	10.40	10.41	9.26	6.50
19	10.49	10.36	10.29	9.28	6.48
26 *	10.44	10.19	10.17	9.27	N.A.
FEB. 2					
9					
16					
23					

\* 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

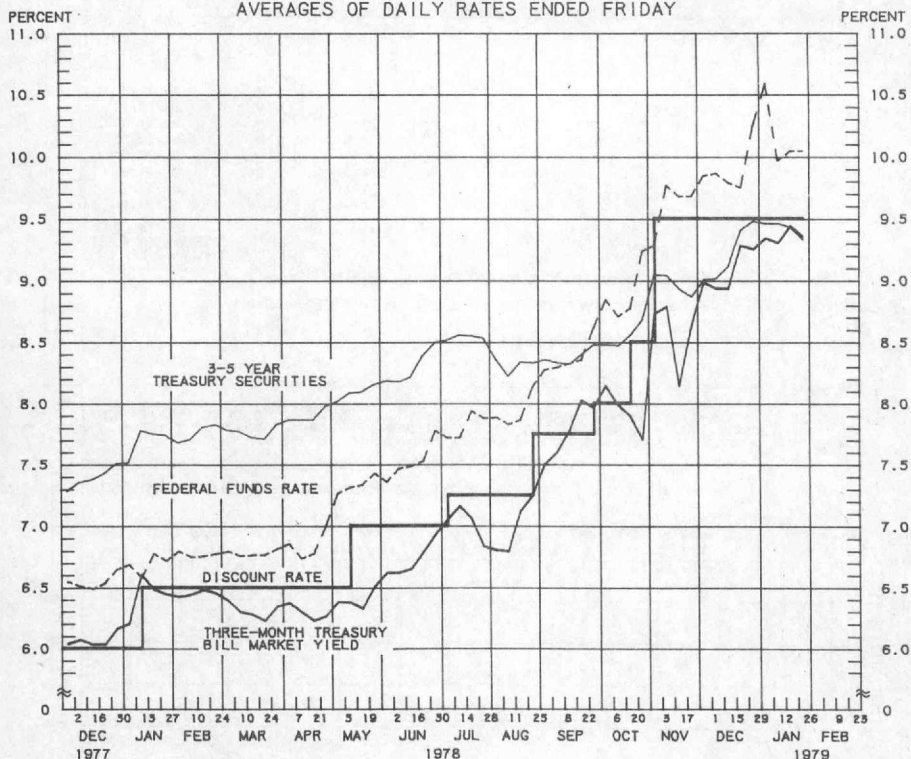
EARLIER THAN DATES SHOWN. CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

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: JANUARY 26, 1979

1979	FEDERAL FUNDS RATE	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL	1-YEAR TREASURY BILL	3-5 YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
DEC. 1	9.85	8.98	9.33	9.29	9.01	8.71
8	9.87	8.93	9.22	9.32	9.02	8.75
15	9.79	8.93	9.26	9.28	9.12	8.80
22	9.75	9.28	9.52	9.61	9.41	8.94
29	10.25	9.25	9.58	9.65	9.48	8.94
JAN. 5	10.59	9.34	9.55	9.61	9.46	8.96
12	9.97	9.30	9.44	9.61	9.46	8.97
19	10.05	9.44	9.53	9.61	9.43	8.97
26 *	10.05	9.35	9.48	9.52	9.33	8.93
FEB. 2						
9						
16						
23						

\* 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.

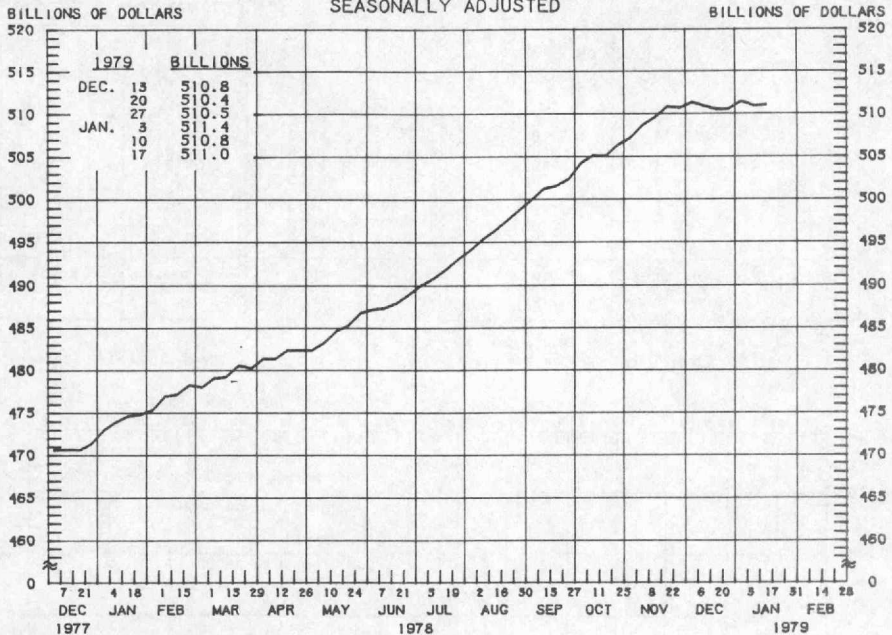
NEW ISSUE RATE

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



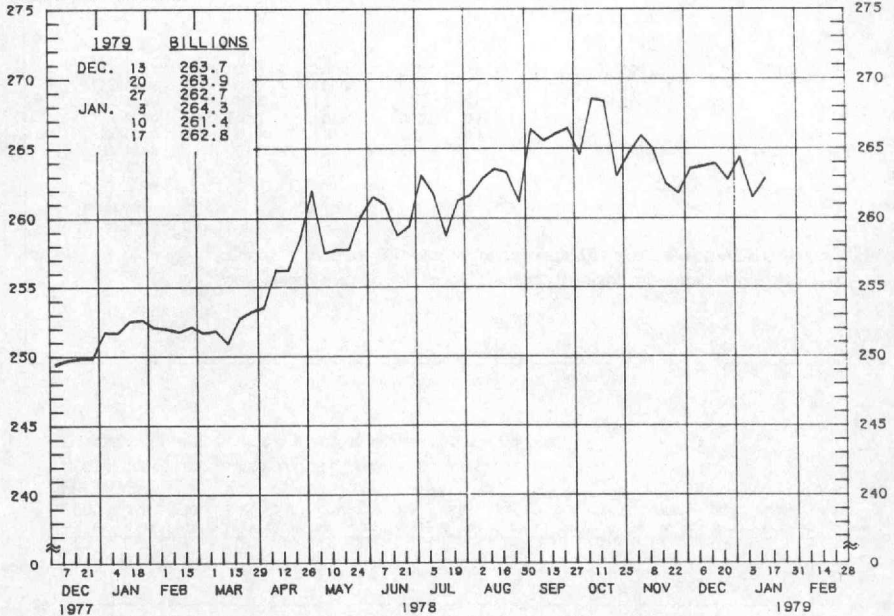


# DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: JANUARY 17, 1979

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:

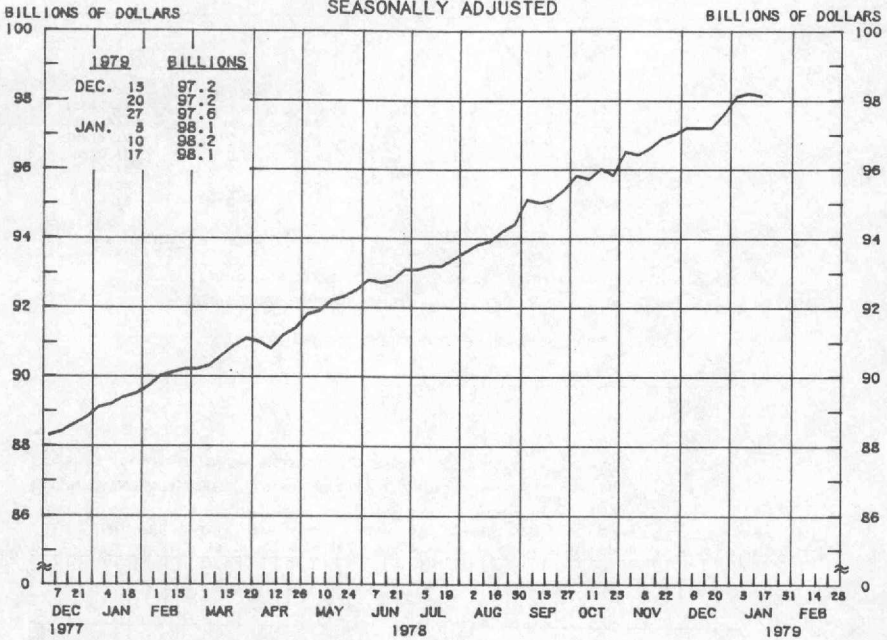
1/18/78 4/19/78 6/14/78 7/19/78 8/16/78 9/20/78 10/18/78 11/15/78

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

6/14/78	8.8							
7/19/78	7.5	9.6						
8/16/78	7.6	9.3	5.0					
9/20/78	8.0	9.4	6.7	9.2				
10/18/78	8.3	9.7	7.7	9.9	10.6			
11/15/78	6.4	6.8	4.1	4.6	3.6	-0.2		
12/20/78	5.1	4.9	2.3	2.3	1.0	-2.2	-7.7	
1/17/79	4.5	4.2	1.7	1.6	0.5	-2.2	-6.0	-3.9

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

# CURRENCY COMPONENT OF MONEY STOCK AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JANUARY 17, 1979

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

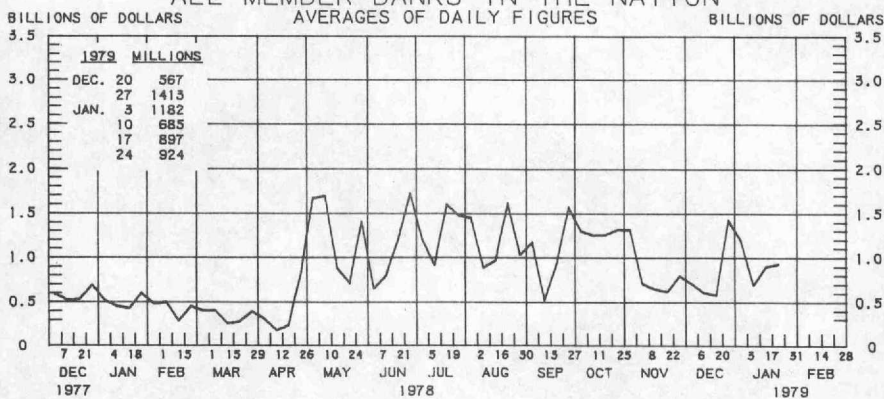
## CURRENCY

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

	1/18/78	4/19/78	6/14/78	7/19/78	8/16/78	9/20/78	10/18/78	11/15/78
TO THE AVERAGE OF FOUR WEEKS ENDING:								
6/14/78	10.0							
7/19/78	9.4	10.0						
8/16/78	9.1	9.4	7.1					
9/20/78	9.8	10.4	9.5	11.0				
10/18/78	10.0	10.6	10.0	11.2	13.0			
11/15/78	9.9	10.3	9.7	10.5	11.6	10.0		
12/20/78	9.9	10.3	9.8	10.4	11.2	10.1	9.4	
1/17/79	10.0	10.4	10.0	10.6	11.2	10.3	10.0	10.6

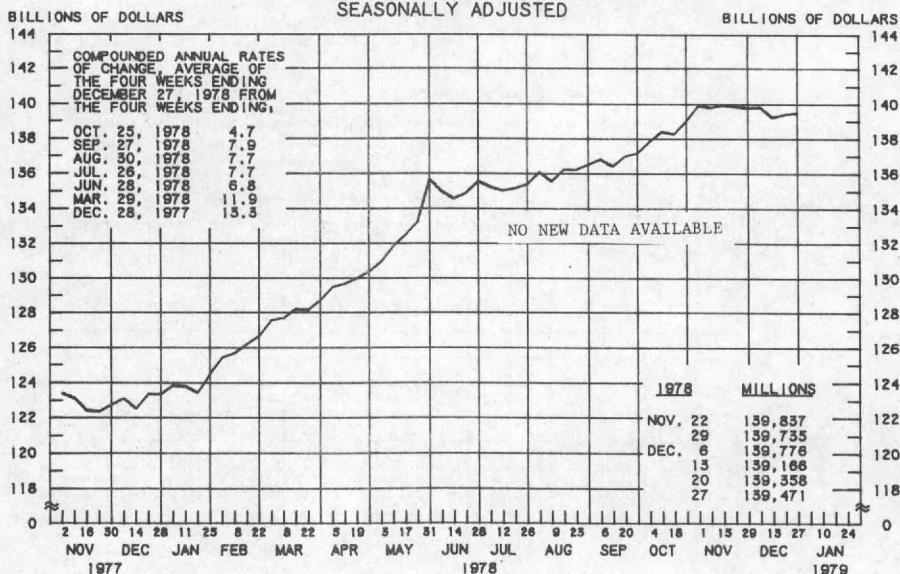
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



LATEST DATA PLOTTED WEEK ENDING: JANUARY 24, 1979

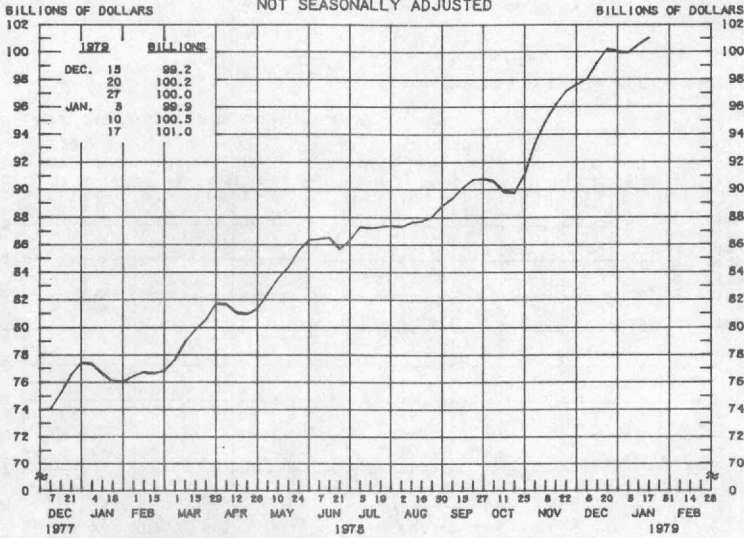
## BUSINESS LOANS (COMMERCIAL AND INDUSTRIAL) WEEKLY REPORTING LARGE COMMERCIAL BANKS SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 27, 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: JANUARY 17, 1979

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