



U.S. FINANCIAL DATA

Week ending: September 26, 1979

LIBRARY

Money market certificates (MMCs) issued by financial institutions have grown rapidly since their introduction in June 1978. Although the rate of increase of MMCs has moderated since March of this year, growth of MMCs remains high. Commercial banks have continued to issue an increasing proportion of MMCs relative to thrift institutions (savings and loan associations and mutual savings banks). As of July 1979, commercial banks accounted for about 35 percent of all MMCs issued, compared with about 30 percent between November 1978 and March 1979.

MMCs are time deposits of \$10,000 or more with maturities of six months. The maximum rate payable on MMCs is linked to the interest rate on six-month Treasury bills. Consequently, unlike the interest rate on other time deposits, the interest rate payable on MMCs is not subject to a fixed interest ceiling, but can vary in response to market forces.

One factor affecting the relative growth of MMCs at commercial banks and thrifts since March has been a change in regulations governing this ceiling rate on MMCs. Commercial banks are permitted to pay a rate on MMCs equal to the new issue rate on six-month Treasury bills. Until March 1979, thrift institutions were permitted to offer a rate that was 25 basis points above the six-month bill rate. Revised regulations that became effective March 15, 1979 permit thrifts to pay this 25-basis-point differential only when the six-month bill rate is 8.75 percent or lower. When the six-month bill rate falls between 8.75 and 9 percent, thrifts may pay a maximum of 9 percent. The ceiling rate on MMCs is the same for both commercial banks and thrift institutions whenever the rate on six-month Treasury bills exceeds 9 percent. Since March, the six-month bill rate has been below 9 percent only in the three-week period from June 22 through July 6. The new issue rate on six-month Treasury bills is currently 10.11 percent (See page 7).

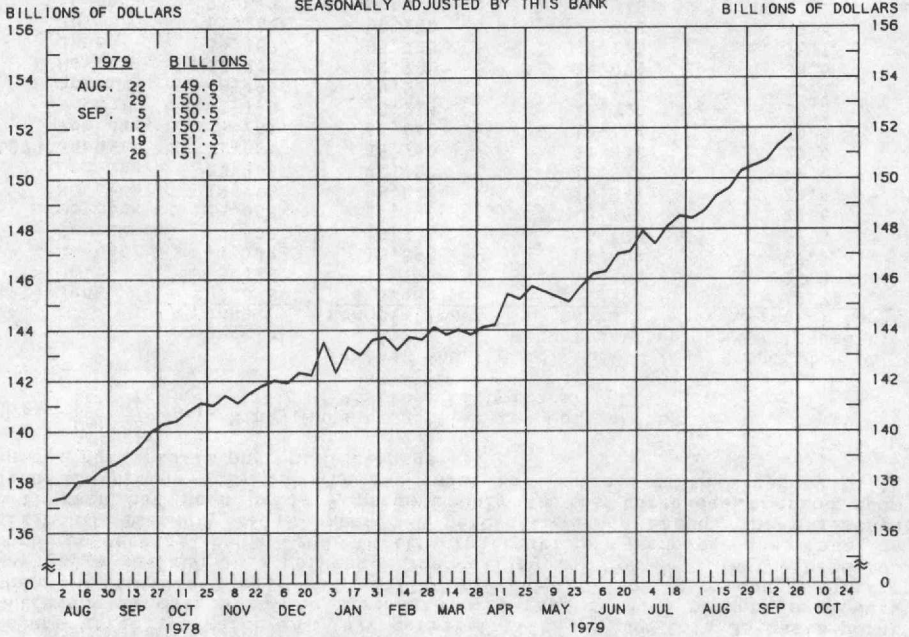
Money Market Certificates Outstanding
(Millions of Dollars)

	Commercial Banks	Savings and Loan Associations	Mutual Savings Banks	Proportion of MMCs issued by Commercial Banks
1978 June	\$ 2,055	\$ 5,400	\$ 1,596	22.7%
July	5,470	11,790	3,504	26.3
August	7,792	15,080	5,009	27.9
September	9,679	19,338	6,136	27.5
October	13,858	27,390	8,908	27.6
November	19,729	36,040	10,841	29.6
December	22,956	42,780	12,822	29.2
1979 January	31,855	58,260	17,538	29.6
February	35,981	64,640	19,154	30.0
March	41,193	73,214	21,329	30.3
April	48,491	79,520	23,173	32.1
May	56,262	82,780	24,079	34.5
June	59,307	85,720	24,175	35.1
July	63,244	90,250	25,268	35.4
August	71,813	N.A.	26,748	N.A.

Prepared by Federal Reserve Bank of St. Louis

Released: September 28, 1979

ADJUSTED MONETARY BASE

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK

LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 26, 1979

THE ADJUSTED MONETARY BASE CONSISTS OF: (1) MEMBER BANK RESERVES AT THE FEDERAL RESERVE BANKS, (2) CURRENCY IN CIRCULATION (CURRENCY HELD BY THE PUBLIC AND IN THE VAULTS OF COMMERCIAL BANKS), AND (3) AN ADJUSTMENT FOR RESERVE REQUIREMENT RATIO CHANGES. THE MAJOR SOURCE OF THE ADJUSTED MONETARY BASE IS FEDERAL RESERVE CREDIT. DATA ARE COMPUTED BY THIS BANK. A DETAILED DESCRIPTION OF THE ADJUSTED MONETARY BASE IS AVAILABLE FROM THIS BANK.

ADJUSTED MONETARY BASE

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

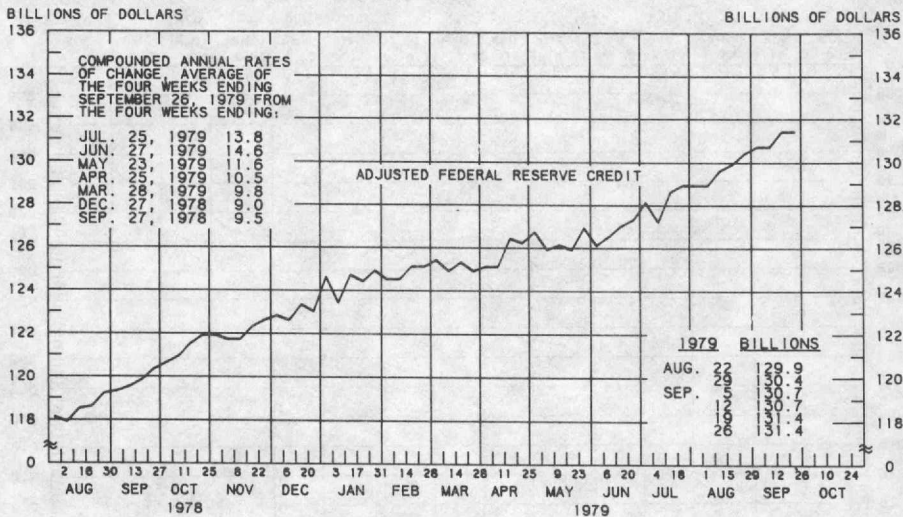
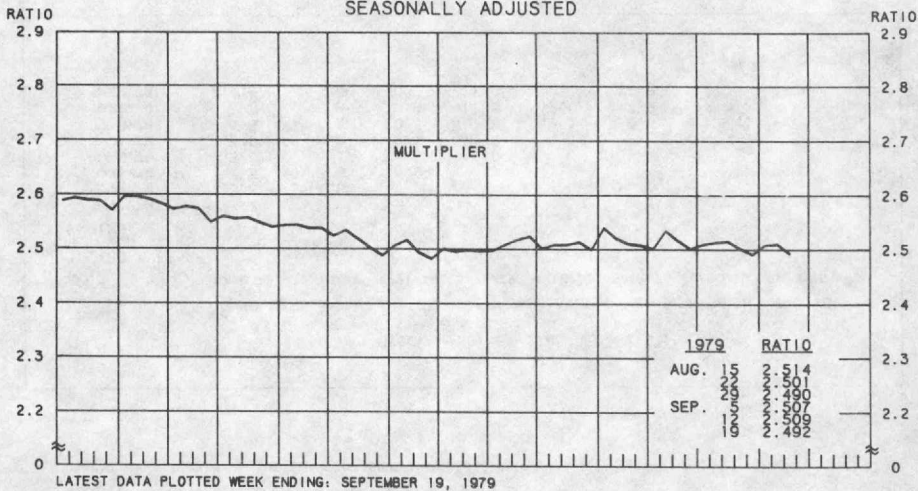
9/27/78 12/27/78 2/28/79 3/28/79 4/25/79 5/23/79 6/27/79 7/25/79

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

2/28/79	7.5								
3/28/79	6.7	5.2							
4/25/79	6.8	5.7	5.1						
5/23/79	6.8	5.8	5.5	7.0					
6/27/79	7.1	6.6	6.8	8.0	8.3				
7/25/79	7.6	7.3	7.8	9.0	9.4	10.8			
8/29/79	8.0	7.8	8.4	9.4	9.9	10.9	11.5		
9/26/79	8.5	8.5	9.2	10.3	10.8	11.7	12.5	12.7	

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



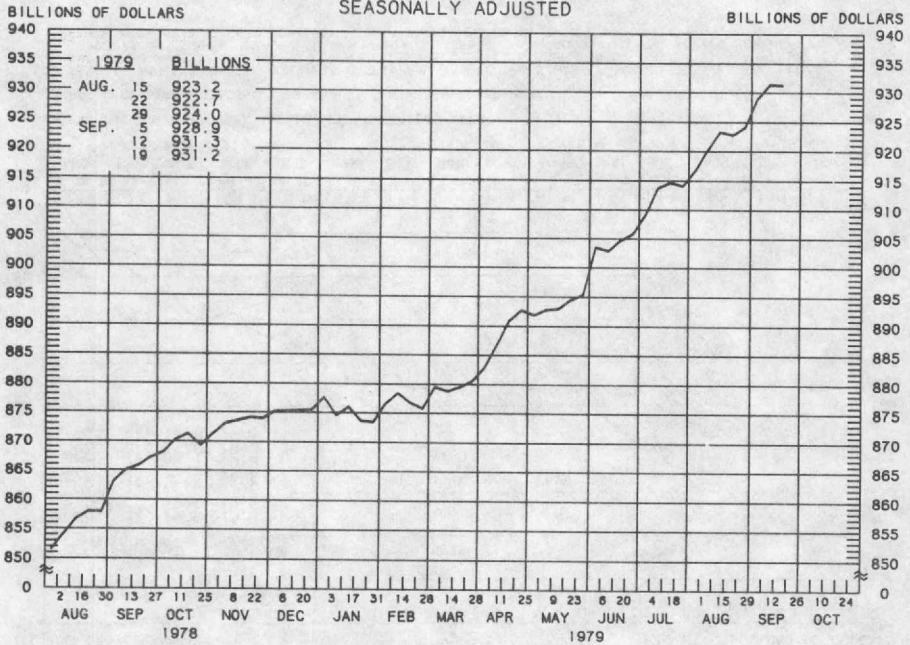
1/ RATIO OF MONEY STOCK (M1) / ADJUSTED MONETARY BASE

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. 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: SEPTEMBER 19, 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:

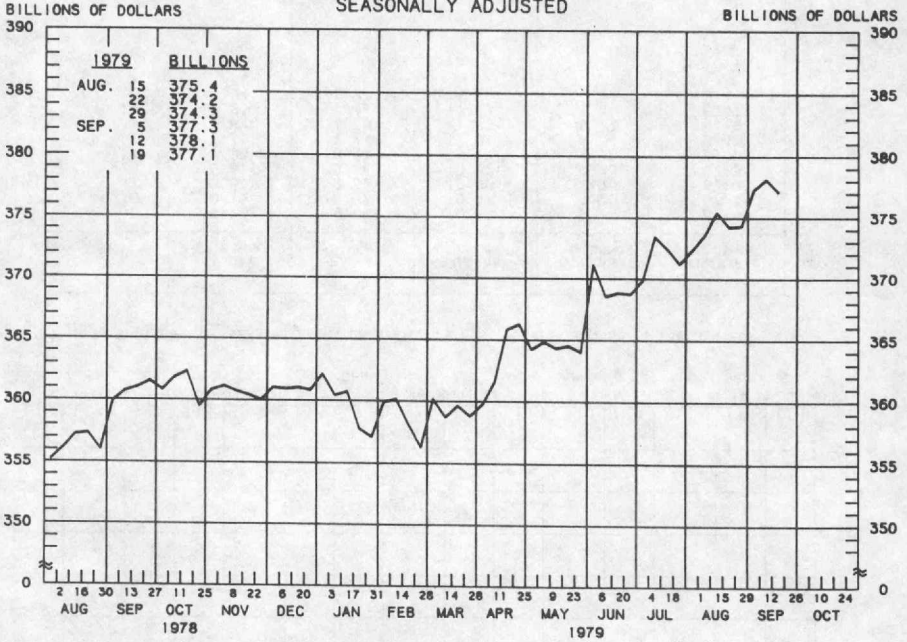
9/20/78 12/20/78 2/21/79 3/21/79 4/18/79 5/16/79 6/20/79 7/18/79

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

2/21/79	3.7							
3/21/79	3.6	1.6						
4/18/79	4.5	3.6	6.9					
5/16/79	5.3	5.1	8.3	11.0				
6/20/79	6.0	6.2	9.1	11.0	11.1			
7/18/79	6.8	7.2	10.1	11.8	12.1	12.4		
8/22/79	7.3	7.9	10.4	11.8	12.0	12.2	12.9	
9/19/79	7.6	8.3	10.7	11.9	12.1	12.2	12.7	12.0

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1)
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 19, 1979

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.8 RELEASE.

THE MONEY STOCK CONSISTS OF DEMAND DEPOSITS PLUS CURRENCY AND COIN HELD BY THE NONBANK PUBLIC.

MONEY STOCK (M1)

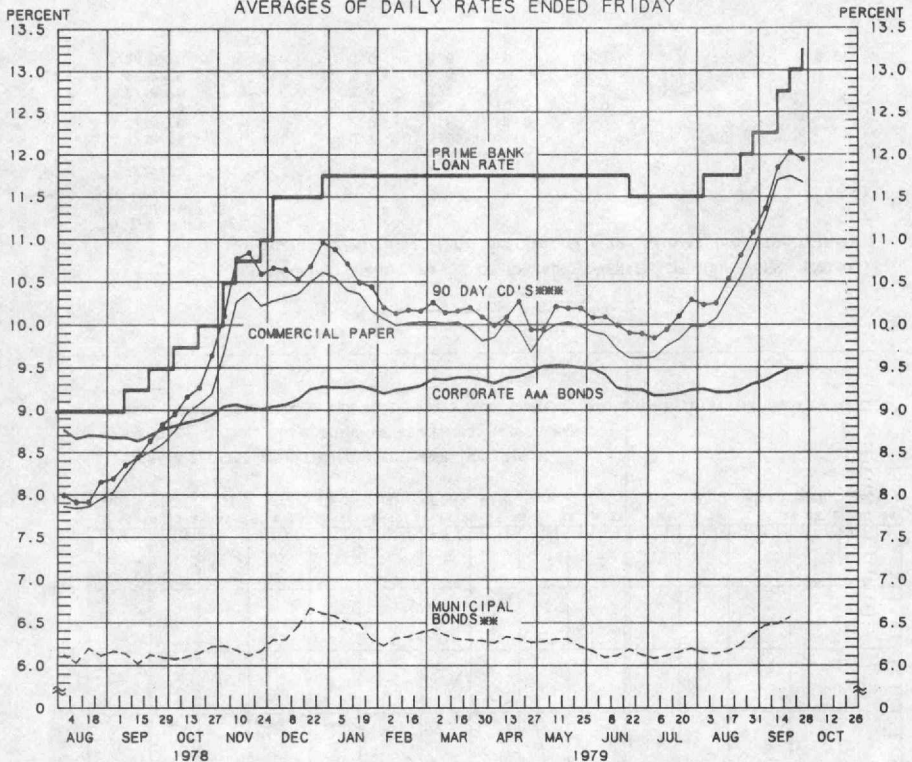
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	9/20/78	12/20/78	2/21/79	3/21/79	4/18/79	5/16/79	6/20/79	7/18/79
2/21/79	-0.4							
3/21/79	-0.4	-2.2						
4/18/79	1.0	0.7	5.0					
5/16/79	2.3	2.9	7.6	11.8				
6/20/79	3.2	4.1	8.1	10.9	11.0			
7/18/79	4.0	5.1	8.7	11.0	11.1	10.2		
8/22/79	4.4	5.5	8.6	10.3	10.2	9.5	9.5	
9/19/79	4.8	6.0	8.8	10.3	10.2	9.6	9.7	9.0

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: SEPTEMBER 28, 1979

1979	90 DAY CD'S <small>NEW</small>	PRIME COMMERCIAL PAPER 4-6 MONTH	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS <small>NEW</small>
AUG. 3	10.23	9.98	10.11	9.24	6.14
10	10.25	10.07	10.27	9.20	6.13
17	10.53	10.32	10.60	9.20	6.16
24	10.81	10.56	10.82	9.23	6.23
31	11.08	10.87	11.11	9.30	6.36
SEP. 7	11.36	11.24	11.51	9.34	6.47
14	11.84	11.70	11.75	9.42	6.49
21	12.03	11.74	11.82	9.49	6.57
28 *	11.94	11.67	11.64	9.49	N.A.
OCT. 5					
12					
19					
26					

* AVERAGES OF RATES AVAILABLE.

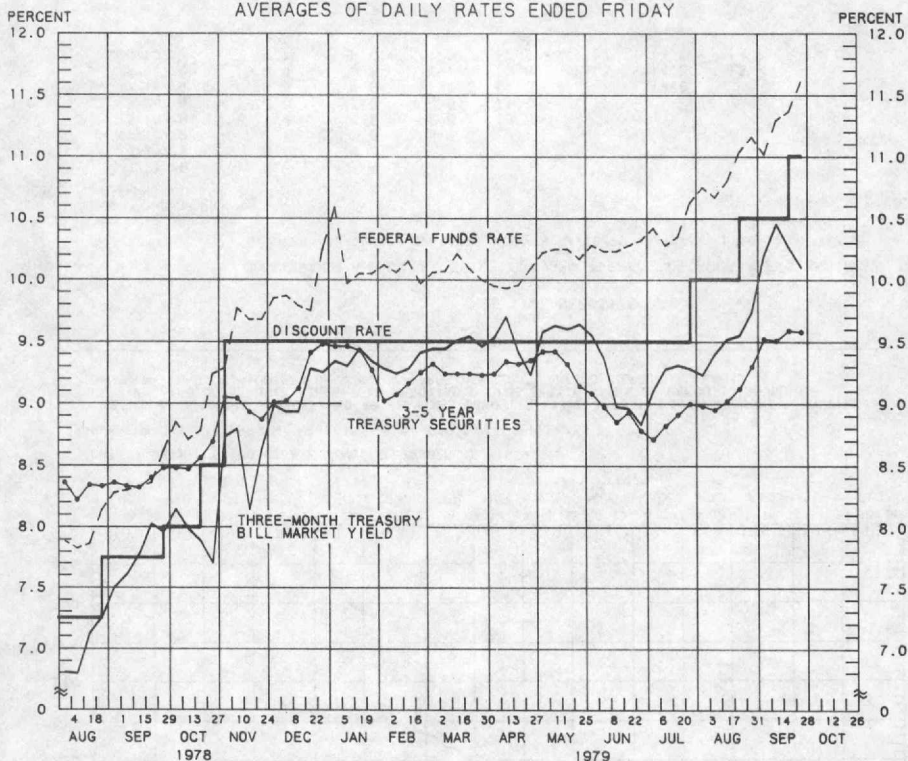
NEW BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA.

NEW 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: SEPTEMBER 28, 1979

1979	FEDERAL FUNDS ***	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL ***	1-YEAR TREASURY BILL	3-5 YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
AUG. 3	10.75	9.23	9.30	8.93	8.98	8.88
10	10.67	9.40	9.32	8.95	8.95	8.85
17	10.80	9.52	9.48	9.15	9.02	8.87
24	11.04	9.55	9.50	9.28	9.12	8.90
31	11.16	9.74	9.65	9.41	9.30	8.98
SEP. 7	11.02	10.20	9.78	9.84	9.52	9.12
14	11.30	10.45	10.29	9.96	9.51	9.12
21	11.37	10.26	10.32	9.90	9.59	9.13
28 *	11.61	10.10	10.11	9.84	9.58	9.15
OCT. 5						
12						
19						
26						

* 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.

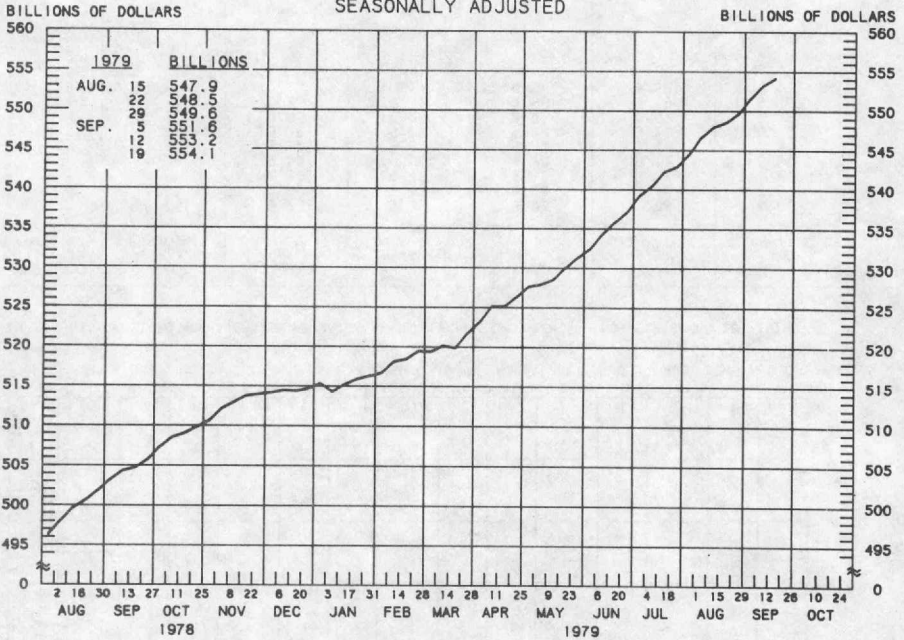
**** NEW ISSUE RATE

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: SEPTEMBER 19, 1979

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:

9/20/78 12/20/78 2/21/79 3/21/79 4/18/79 5/16/79 6/20/79 7/18/79

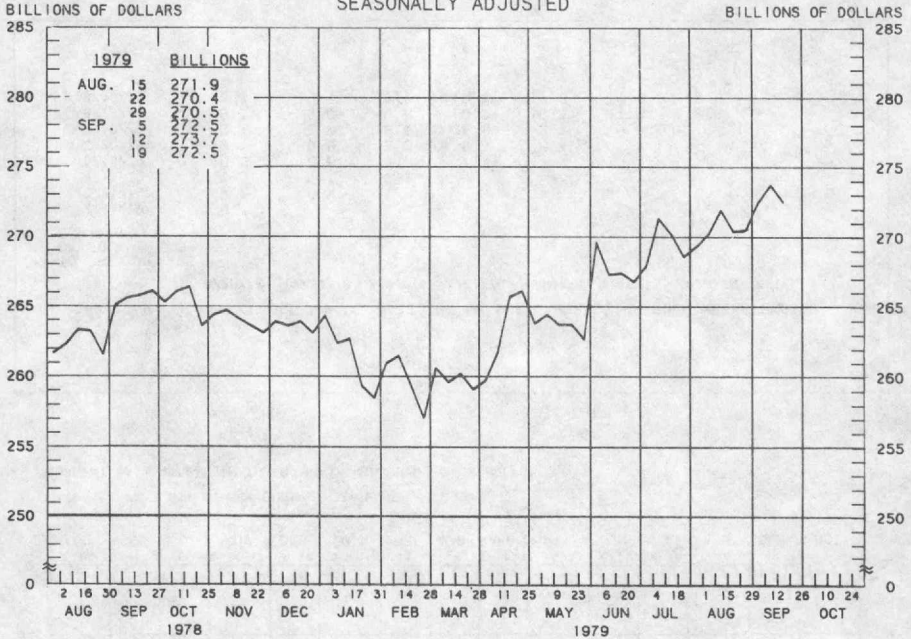
TO THE AVERAGE
OF FOUR WEEKS
ENDING:

2/21/79	6.6							
3/21/79	6.5	4.3						
4/18/79	7.1	5.8	8.3					
5/16/79	7.4	6.6	8.8	10.3				
6/20/79	8.0	7.6	9.8	11.1	11.2			
7/18/79	8.8	8.8	11.0	12.2	12.7	14.0		
8/22/79	9.4	9.6	11.7	12.8	13.3	14.3	15.4	
9/19/79	9.7	9.9	11.9	12.9	13.2	14.0	14.7	14.0

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: SEPTEMBER 19, 1979

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

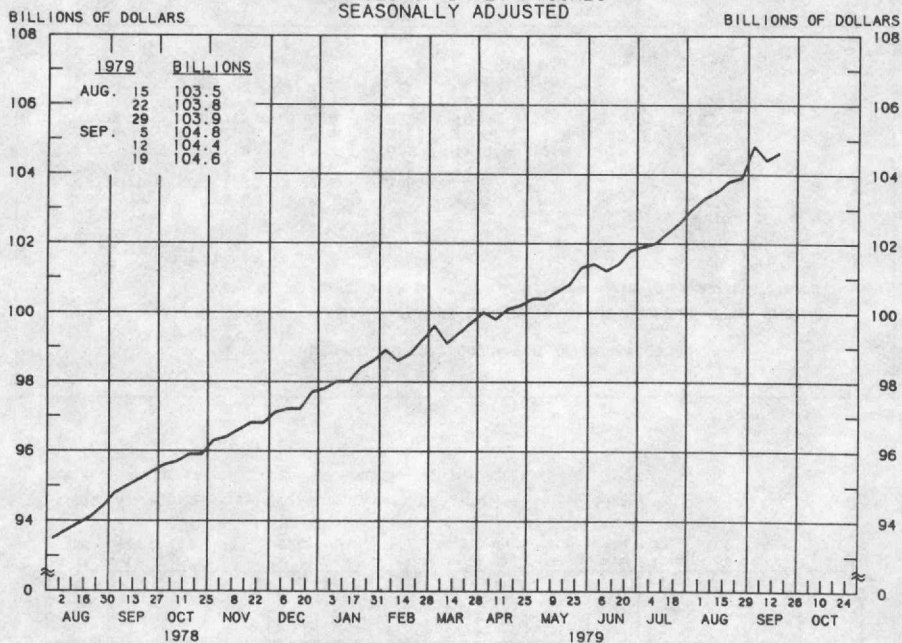
DEMAND DEPOSIT COMPONENT OF MONEY STOCK

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

TO THE AVERAGE OF FOUR WEEKS ENDING:	9/20/78	12/20/78	2/21/79	3/21/79	4/18/79	5/16/79	6/20/79	7/18/79
2/21/79	-3.9							
3/21/79	-3.8	-6.2						
4/18/79	-1.9	-2.3	3.8					
5/16/79	0.0	0.8	7.5	13.5				
6/20/79	1.2	2.4	8.1	11.9	12.0			
7/18/79	2.1	3.6	8.8	11.9	12.0	10.5		
8/22/79	2.5	3.9	8.2	10.4	10.1	8.7	8.3	
9/19/79	2.9	4.4	8.3	10.2	9.9	8.8	8.5	7.1

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 19, 1979

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

CURRENCY

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

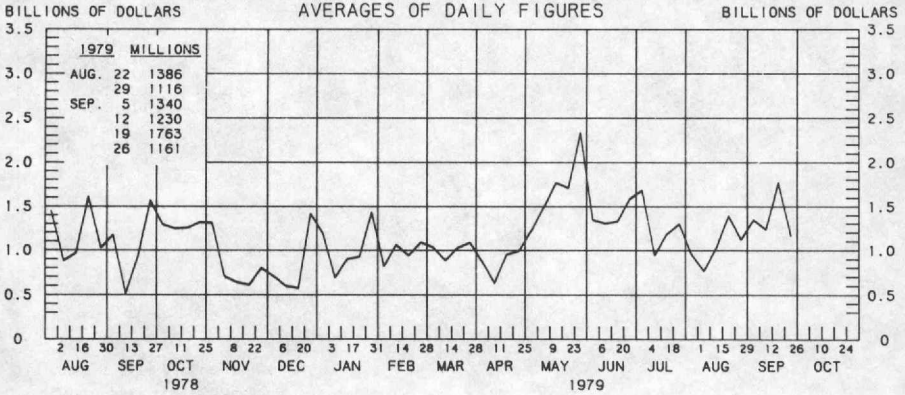
9/20/78 12/20/78 2/21/79 3/21/79 4/18/79 5/16/79 6/20/79 7/18/79

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

2/21/79	9.7							
3/21/79	9.5	9.4						
4/18/79	9.3	9.1	8.2					
5/16/79	9.0	8.6	7.7	7.4				
6/20/79	9.1	8.8	8.3	8.3	8.4			
7/18/79	9.1	8.9	8.5	8.6	8.7	9.6		
8/22/79	9.7	9.8	9.8	10.0	10.5	11.6	12.6	
9/19/79	10.0	10.1	10.2	10.5	11.0	11.9	12.8	14.4

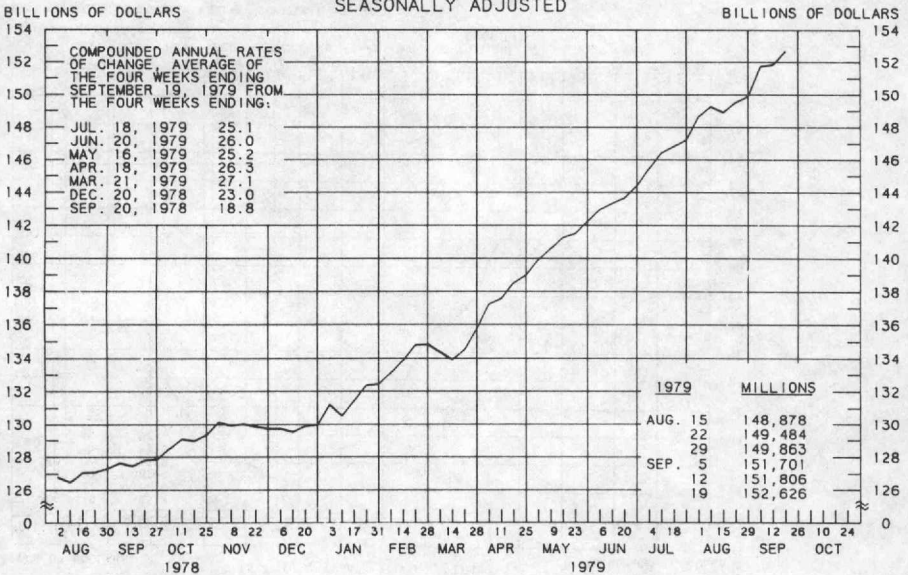
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 26, 1979

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



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 19, 1979

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