



# U.S. FINANCIAL DATA

Week ending: November 21, 1979

Money market certificates (MMCs) issued by commercial banks more than doubled during the first nine months of 1979. MMCs at commercial banks — time deposits of \$10,000 or more with maturities of six months — are included in net time deposits, the major component of M2. The maximum rate payable on MMCs is linked to the interest rate on newly issued six-month Treasury bills and, unlike the rate on ordinary passbook savings and other time deposits, may fluctuate with market forces. Consequently, as market interest rates have continued to increase in 1979, MMCs have grown at a faster rate than other time deposits. As shown in the table below, MMCs at commercial banks have constituted a rising share of net time deposits. By the end of October MMCs accounted for over 16 percent of net time deposits.

As a result of this rapid growth in MMCs, net time deposits have grown at a rapid pace, while growth of the demand deposit component of the money supply has slowed (pages 8 and 9). Consequently, while both M1 and M2 exhibited somewhat slower growth in recent weeks, the slowing of M1 growth has been more pronounced (pages 4 and 5).

Another type of time deposit also rose sharply over the past few months. Negotiable certificates of deposits (CDs) of \$100,000 or more are not subject to interest rate ceilings, but, unlike MMCs, are not included in either M1 or M2. After declining sharply in the first half of the year, these large CDs have increased steadily since the end of July (page 12).

## MONEY MARKET CERTIFICATES AND NET TIME DEPOSITS AT COMMERCIAL BANKS (Billions of Dollars)

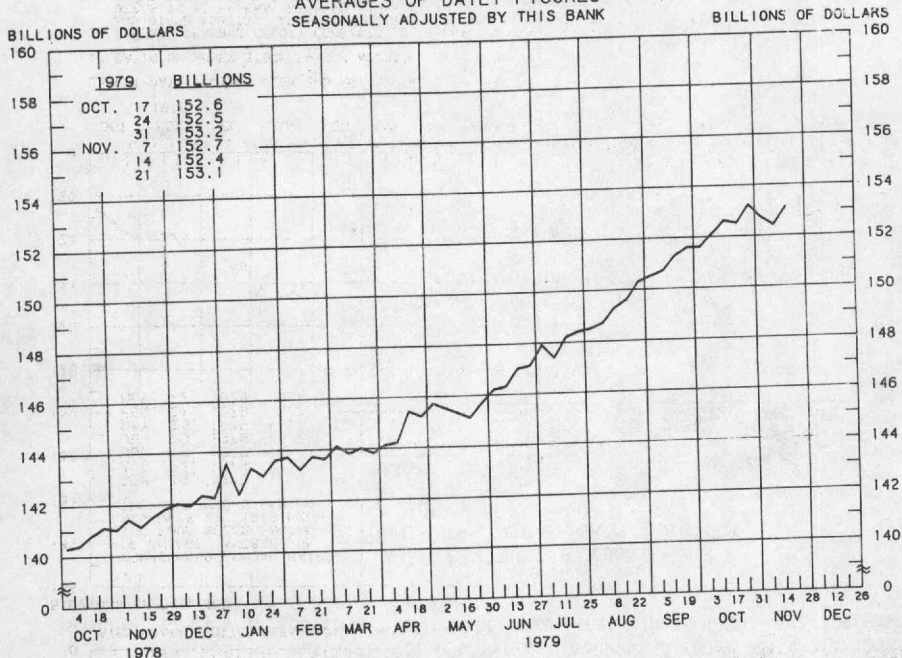
		<u>MMCs</u>	<u>Net Time Deposits</u>	<u>MMCs as a Percentage of Net Time Deposits</u>
1979	January	\$ 31.9	\$ 515.4	6.2 %
	February	36.0	518.1	6.9
	March	41.2	520.6	7.9
	April	48.5	525.6	9.2
	May	56.3	529.4	10.6
	June	59.3	535.4	11.1
	July	63.2	541.9	11.7
	August	71.8	548.3	13.1
	September	76.2	554.1	13.8
	October	90.2	557.2	16.2

Prepared by Federal Reserve Bank of St. Louis

Released: November 23, 1979

# ADJUSTED MONETARY BASE

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 21, 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.

DATA DO NOT INCLUDE REGULATION K RESERVES OF EDGE ACT CORPORATIONS.

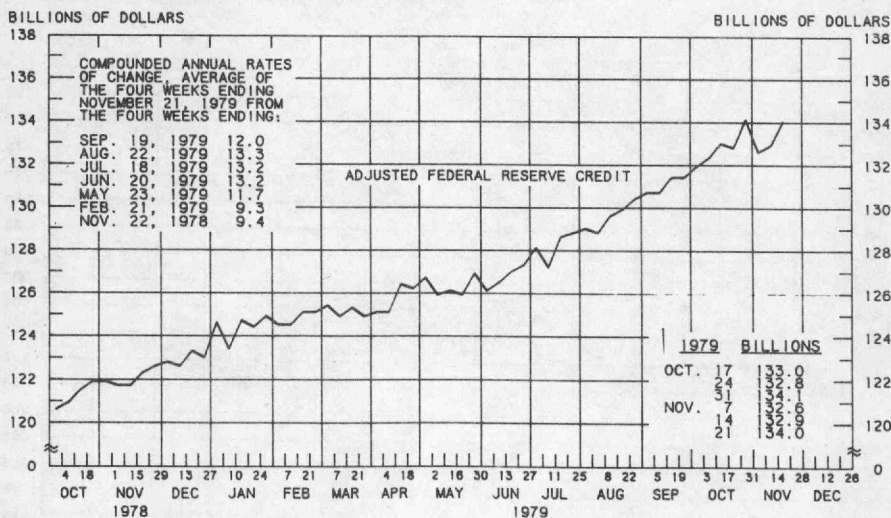
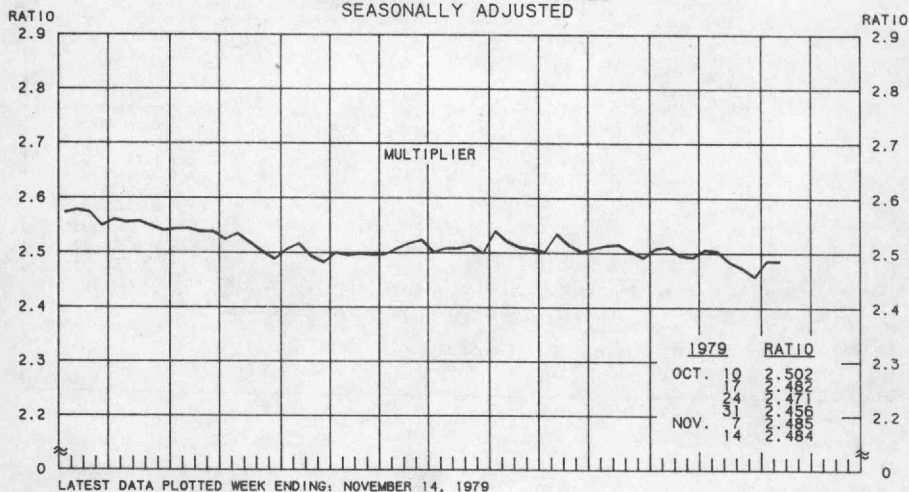
## ADJUSTED MONETARY BASE

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

	11/22/78	2/21/79	4/18/79	5/23/79	6/20/79	7/18/79	8/22/79	9/19/79
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/18/79	5.5							
5/23/79	5.9	5.1						
6/20/79	6.2	5.9	7.8					
7/18/79	7.0	7.2	9.5	10.7				
8/22/79	7.3	7.7	9.5	10.3	11.1			
9/19/79	8.1	8.7	10.6	11.6	12.6	12.3		
10/24/79	8.4	9.0	10.7	11.4	12.1	11.8	13.1	
11/21/79	8.2	8.7	10.1	10.6	11.0	10.5	10.9	8.7

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

# MULTIPLIER <sup>1/</sup> ADJUSTED FEDERAL RESERVE CREDIT <sup>2/</sup> AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



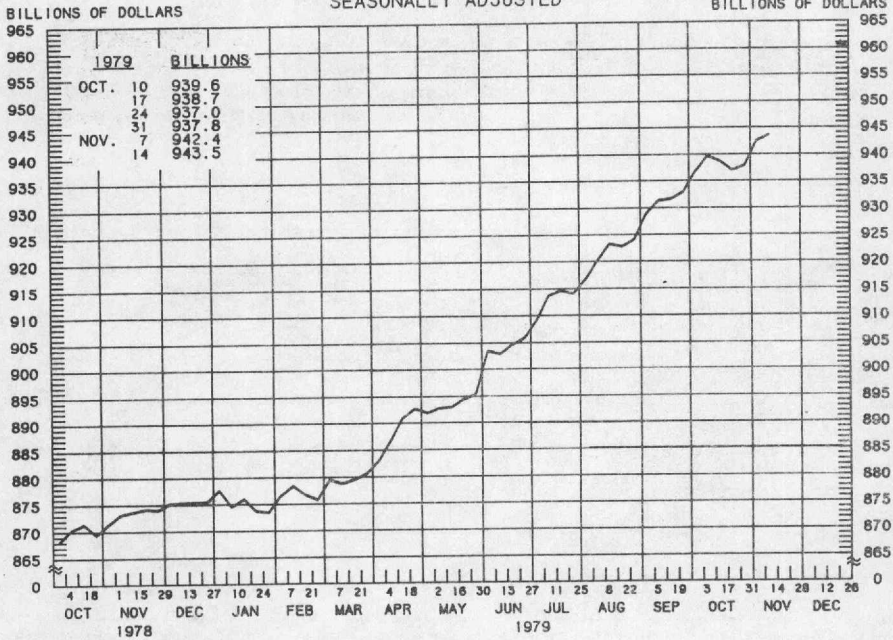
1/ RATIO OF MONEY STOCK (M1) / ADJUSTED MONETARY BASE

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.

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 14, 1979

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

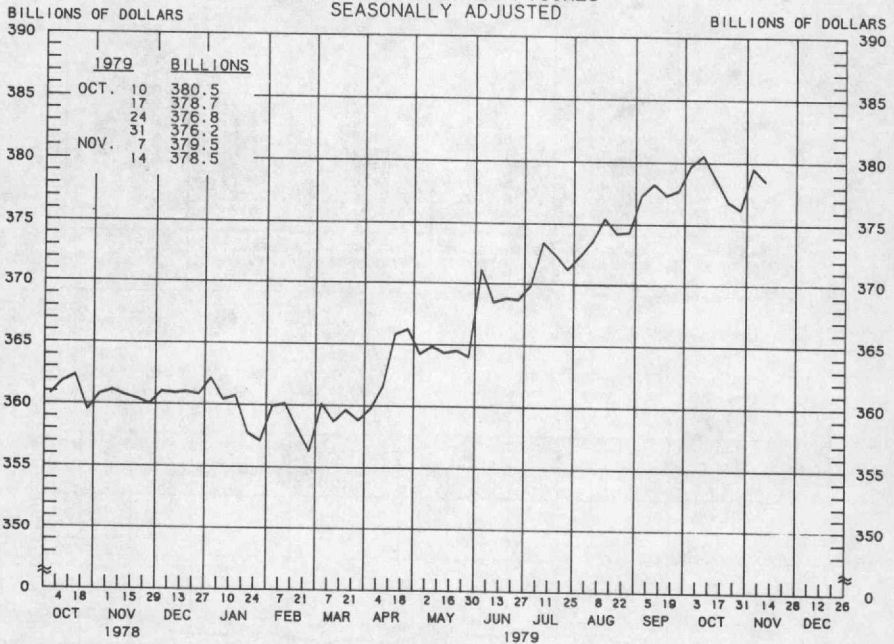
## MONEY STOCK PLUS NET TIME DEPOSITS (M2)

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

	11/15/78	2/14/79	4/11/79	5/16/79	6/13/79	7/11/79	8/15/79	9/12/79
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/11/79	3.0							
5/16/79	4.8	8.0						
6/13/79	5.5	8.4	11.4					
7/11/79	6.5	9.5	12.3	12.1				
8/15/79	7.2	10.1	12.3	12.2	13.2			
9/12/79	7.7	10.4	12.3	12.2	12.9	12.3		
10/17/79	8.1	10.6	12.3	12.2	12.7	12.2	12.2	
11/14/79	7.8	10.0	11.3	11.0	11.2	10.5	9.8	8.7

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



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 14, 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:

11/15/78 2/14/79 4/11/79 5/16/79 6/13/79 7/11/79 8/15/79 9/12/79

TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

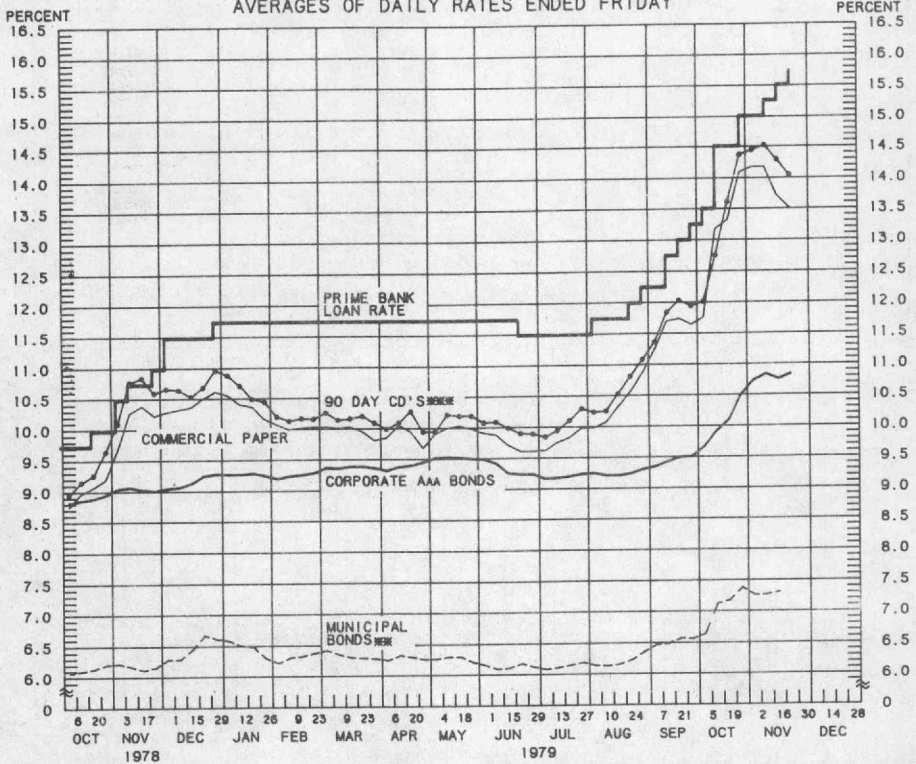
4/11/79	-0.4							
5/16/79	2.5	7.1						
6/13/79	3.1	7.2	11.9					
7/11/79	4.1	8.1	11.9	9.8				
8/15/79	4.7	8.2	11.0	9.3	10.0			
9/12/79	5.2	8.5	10.9	9.6	10.2	9.4		
10/17/79	5.6	8.6	10.6	9.5	9.9	9.3	9.8	
11/14/79	4.8	7.2	8.5	7.2	7.1	6.0	5.1	2.8

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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 23, 1979

1979	90 DAY CD'S	PRIME COMMERCIAL PAPER	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS
OCT. 5	12.01	11.76	12.04	9.66	6.64
12	12.75	13.18	13.49	9.91	7.12
19	13.61	13.32	13.59	10.09	7.18
NOV. 26	14.37	14.10	14.32	10.50	7.38
2	14.44	14.18 #	14.11	10.73	7.26
9	14.52	14.18	14.20	10.83	7.27
16	14.29	13.70	13.72	10.75	7.31
23 *	14.05	13.51	13.60	10.83	N.A.
30					
DEC. 7					
14					
21					
28					

\* AVERAGES OF RATES AVAILABLE.

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

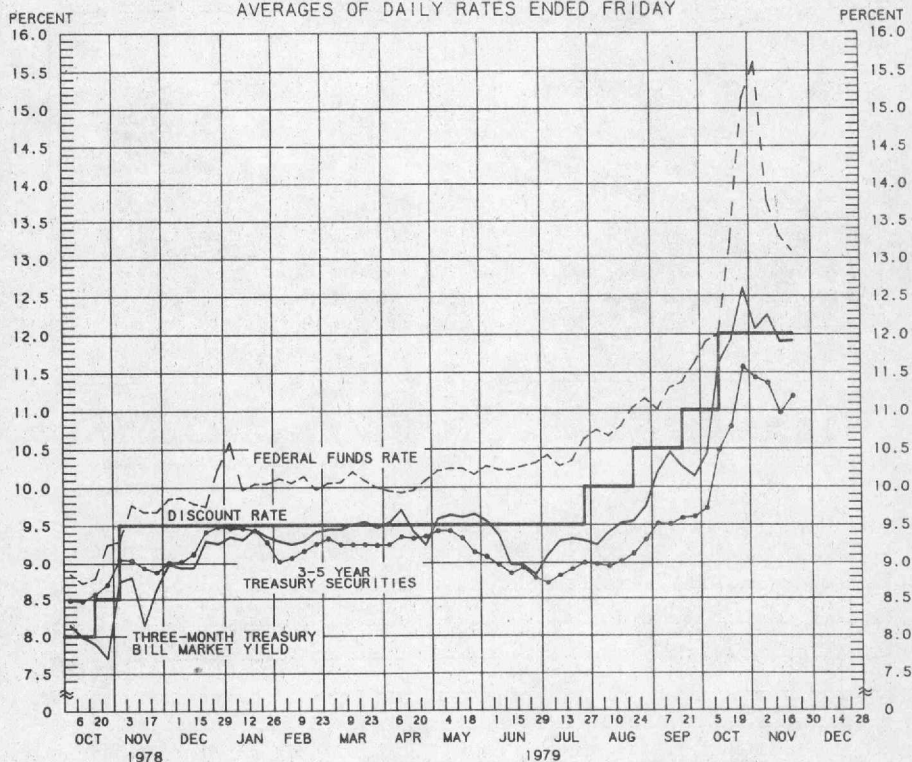
\*\*\* SEVEN-DAY AVERAGES OF SECONDARY MARKET RATES FOR THE WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATES SHOWN.

N.A. - NOT AVAILABLE

# Beginning November 1, 1979, data are 4-month commercial paper rates.

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: NOVEMBER 23, 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
OCT. 5	11.91	10.43	10.33	10.07	9.72	9.31
12	12.00	11.62	10.66	11.30	10.48	9.77
19	13.22	11.91	11.72	11.40	10.79	9.99
26	15.14	12.60	12.65	11.94	11.57	10.36
NOV. 2	15.61	12.07	12.19	11.65	11.43	10.36
9	13.77	12.25	12.09	11.66	11.36	10.47
16	13.30	11.90	11.95	11.12	10.97	10.34
23	13.10	11.91	12.04	11.37	11.19	10.36
30						
DEC. 7						
14						
21						
28						

\* AVERAGES OF RATES AVAILABLE.

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

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

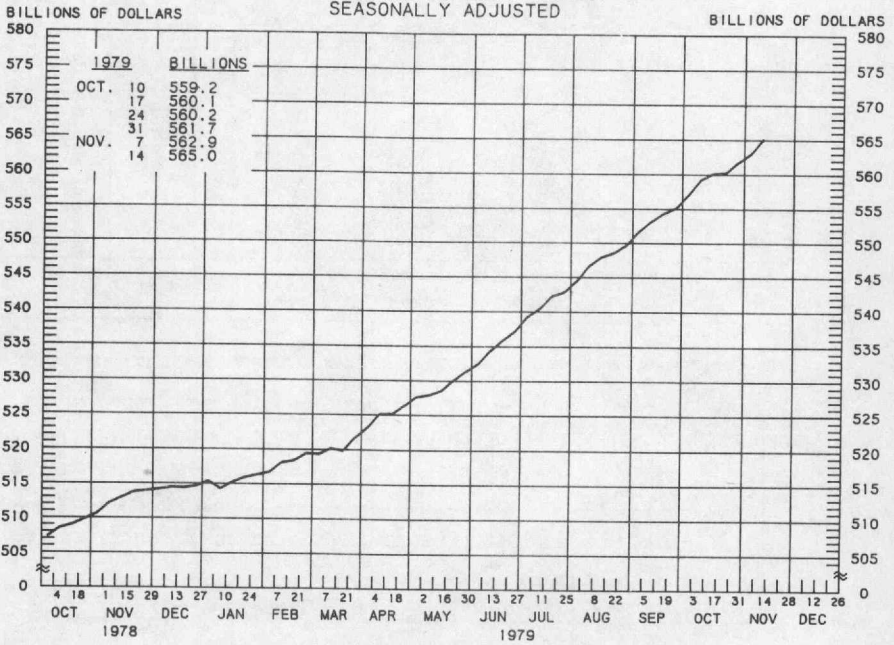
NEW NEW ISSUE RATE

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 14, 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:

TO THE AVERAGE OF FOUR WEEKS ENDING:	11/15/78	2/14/79	4/11/79	5/16/79	6/13/79	7/11/79	8/15/79	9/12/79
4/11/79	5.4							
5/16/79	6.4	8.6						
6/13/79	7.1	9.3	11.1					
7/11/79	8.1	10.5	12.6	13.7				
8/15/79	9.0	11.4	13.3	14.2	15.5			
9/12/79	9.4	11.6	13.3	14.0	14.8	14.3		
10/17/79	9.9	12.0	13.5	14.1	14.7	14.4	14.0	
11/14/79	10.0	12.0	13.2	13.7	14.1	13.7	13.1	13.0

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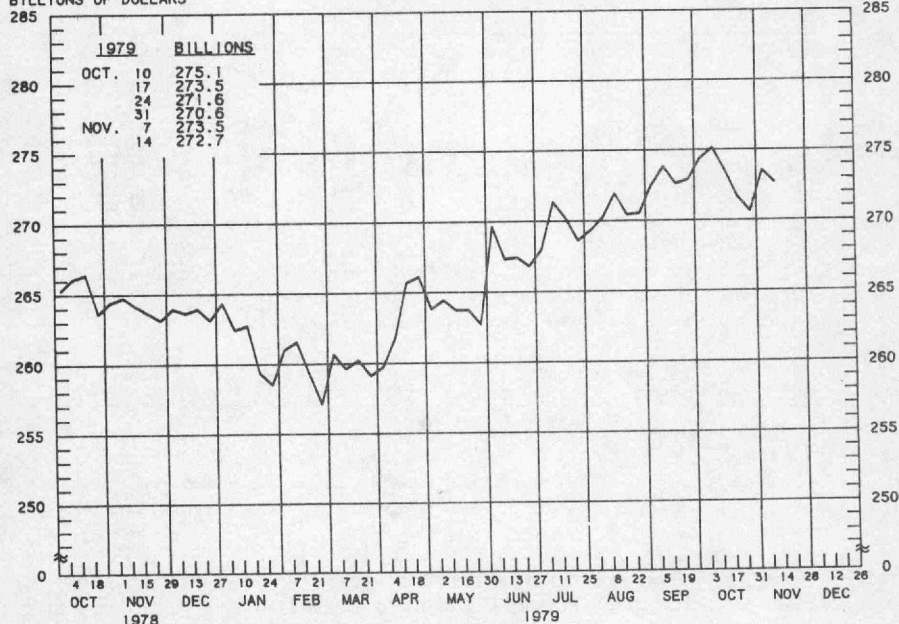


# DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED

BILLIONS OF DOLLARS

BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 14, 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:

11/15/78 2/14/79 4/11/79 5/16/79 6/13/79 7/11/79 8/15/79 9/12/79

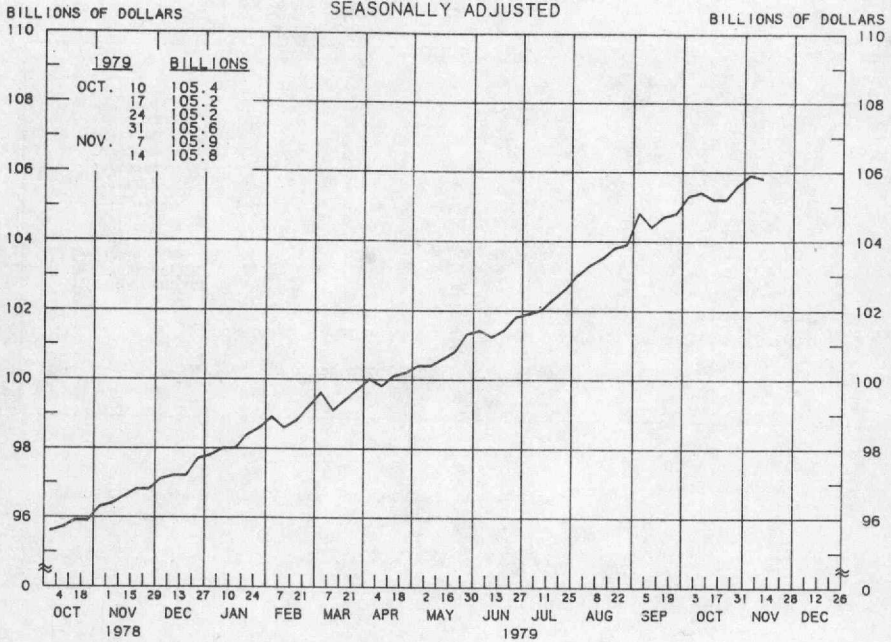
TO THE AVERAGE  
OF FOUR WEEKS  
ENDING:

4/11/79	-3.7							
5/16/79	0.2	6.9						
6/13/79	1.1	6.9	13.1					
7/11/79	2.4	8.1	13.2	10.0				
8/15/79	2.9	7.8	11.3	8.6	9.5			
9/12/79	3.5	7.9	10.9	8.7	9.3	7.5		
10/17/79	4.0	8.0	10.5	8.7	9.2	8.0	8.9	
11/14/79	3.0	6.2	7.8	5.8	5.7	4.0	3.1	0.6

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# CURRENCY COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES  
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 14, 1979

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

## CURRENCY

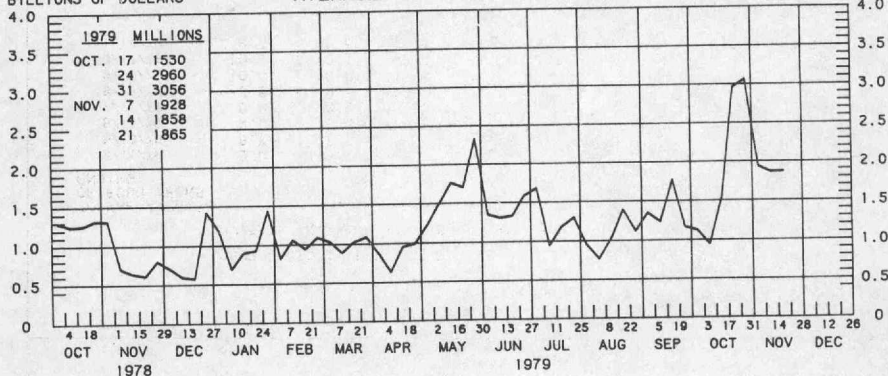
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

	11/15/78	2/14/79	4/11/79	5/16/79	6/13/79	7/11/79	8/15/79	9/12/79
TO THE AVERAGE OF FOUR WEEKS ENDING:								
4/11/79	9.0							
5/16/79	8.7	7.5						
6/13/79	9.0	8.3	9.0					
7/11/79	8.9	8.2	8.7	9.4				
8/15/79	9.5	9.3	10.2	11.2	11.3			
9/12/79	10.0	10.0	11.0	12.0	12.4	14.4		
10/17/79	10.0	10.1	10.9	11.7	11.8	13.0	12.4	
11/14/79	9.7	9.6	10.1	10.6	10.6	11.2	10.1	8.0

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

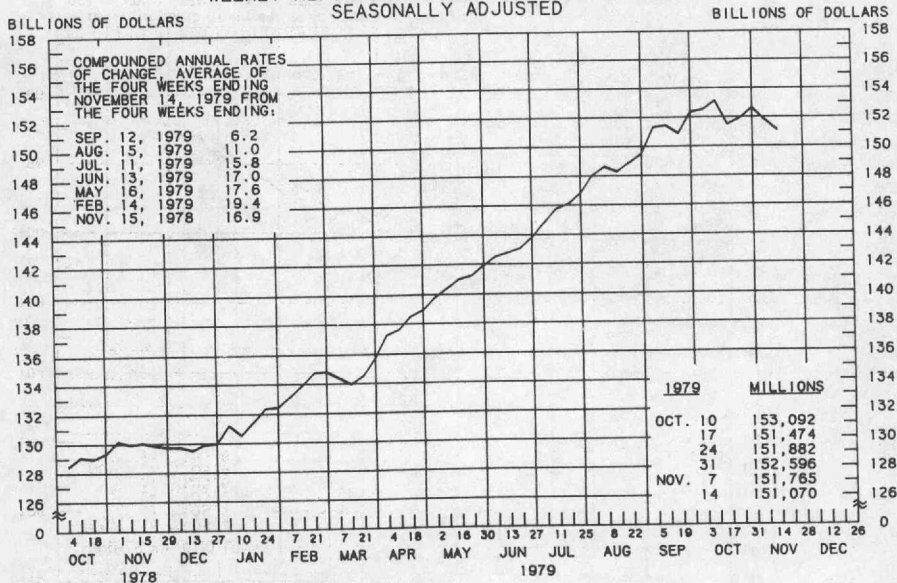
# BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION

AVERAGES OF DAILY FIGURES



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 21, 1979

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



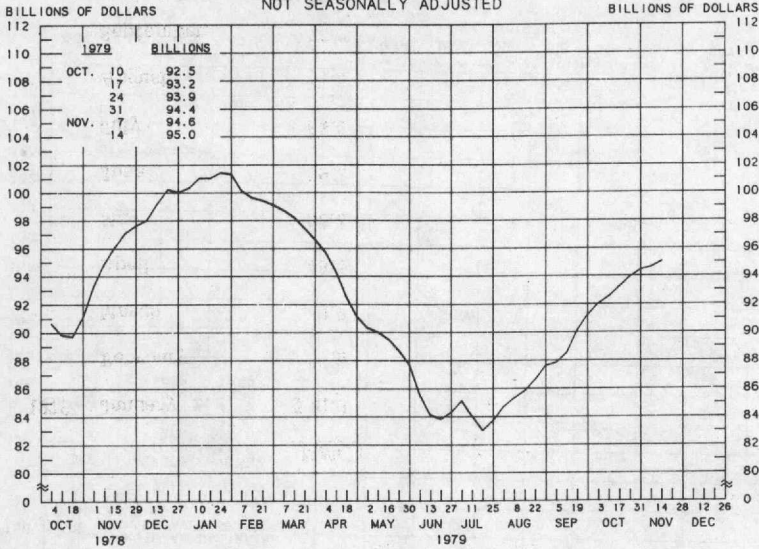
LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 14, 1979

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 14, 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