



U.S. FINANCIAL DATA

Week ending: January 2, 1980

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Growth rates of the monetary aggregates have fluctuated markedly during the past year. From the four weeks ending December 27, 1978, to the four weeks ending December 26, 1979, M1 and M2 grew at rates of 5.3 and 8.2 percent, respectively. As the table below illustrates, however, after growing at an annual rate of only 2.0 percent during the first four months of 1979, M1 increased sharply at a 9.6 percent rate during the next five months. Recently, M1 growth has slowed to a 2.8 percent rate. M2 exhibited similar variability in its growth during the year.

Fluctuations in the growth rates of M1 and M2 in 1979 were associated with changes in the growth rates of the adjusted monetary base (reserves plus currency in circulation). During the first four months of 1979, the base grew at a 5.7 percent rate. Base growth then accelerated to a 10.6 percent rate over the next five months, before slowing to a 7.3 percent rate during the last three months of 1979.

The slowing in the growth of the monetary aggregates over the past three months coincides with a change in operating procedures adopted by the Federal Reserve on October 6, 1979. The new procedures place more emphasis on controlling bank reserves—a major component of the monetary base—and less emphasis on controlling short-term movements in the federal funds rate.

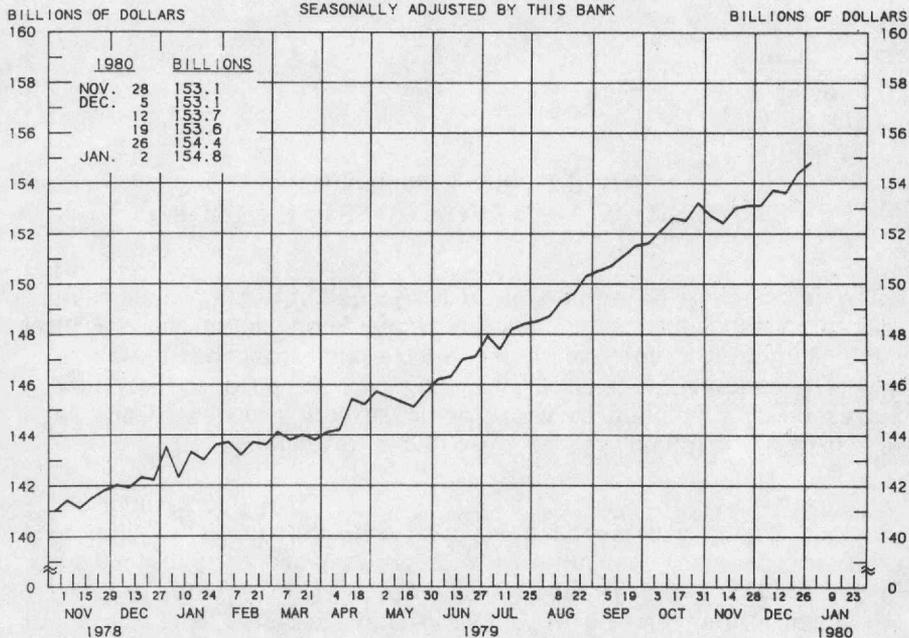
GROWTH RATES OF MONETARY AGGREGATES (Compounded Annual Rates)

<u>Period*</u>	<u>M1</u>	<u>M2</u>	<u>Adjusted Monetary Base</u>
12/27/78 to 12/26/79	5.3 %	8.2 %	8.2 %
12/27/78 to 4/25/79	2.0	4.6	5.7
4/25/79 to 9/26/79	9.6	11.8	10.6
9/26/79 to 12/26/79	2.8	7.0	7.3

*Four-week averages ending these dates.

ADJUSTED MONETARY BASE

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: JANUARY 2, 1980

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.

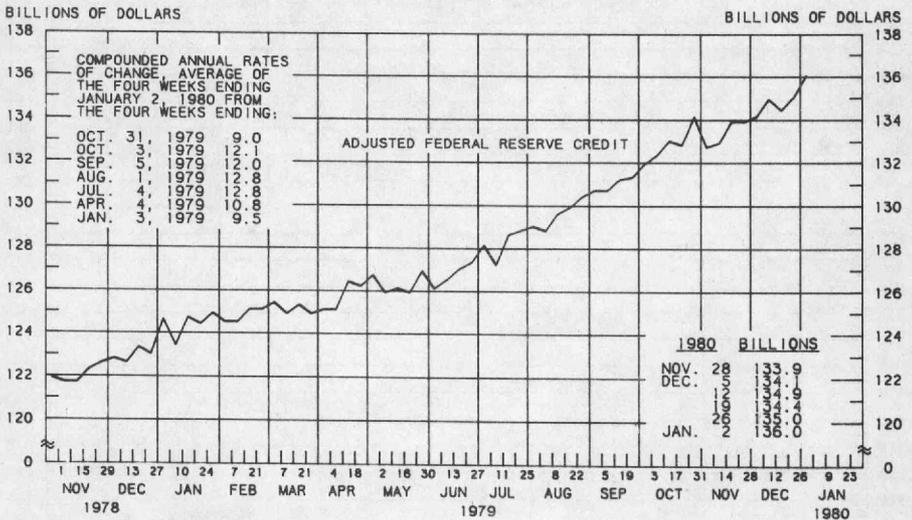
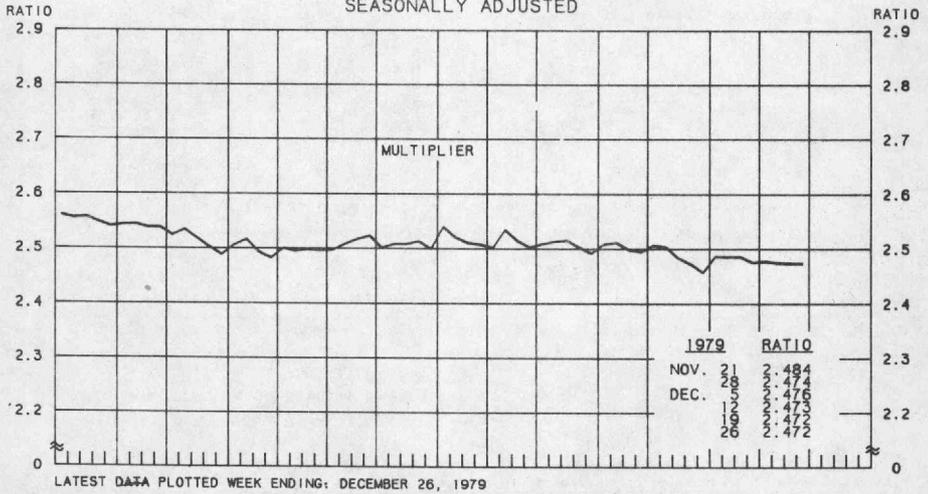
ADJUSTED MONETARY BASE

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

	1/3/79	4/4/79	5/30/79	7/4/79	8/1/79	9/5/79	10/3/79	10/31/79
TO THE AVERAGE OF FOUR WEEKS ENDING:								
5/30/79	5.1							
7/4/79	6.6	9.2						
8/1/79	6.9	9.2	11.2					
9/5/79	7.8	10.1	12.0	11.5				
10/3/79	8.2	10.4	12.0	11.6	12.7			
10/31/79	8.6	10.7	12.1	11.9	12.7	12.3		
12/5/79	7.9	9.4	10.2	9.6	9.7	8.2	6.7	
1/2/80	8.1	9.6	10.2	9.7	9.8	8.8	7.9	5.8

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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

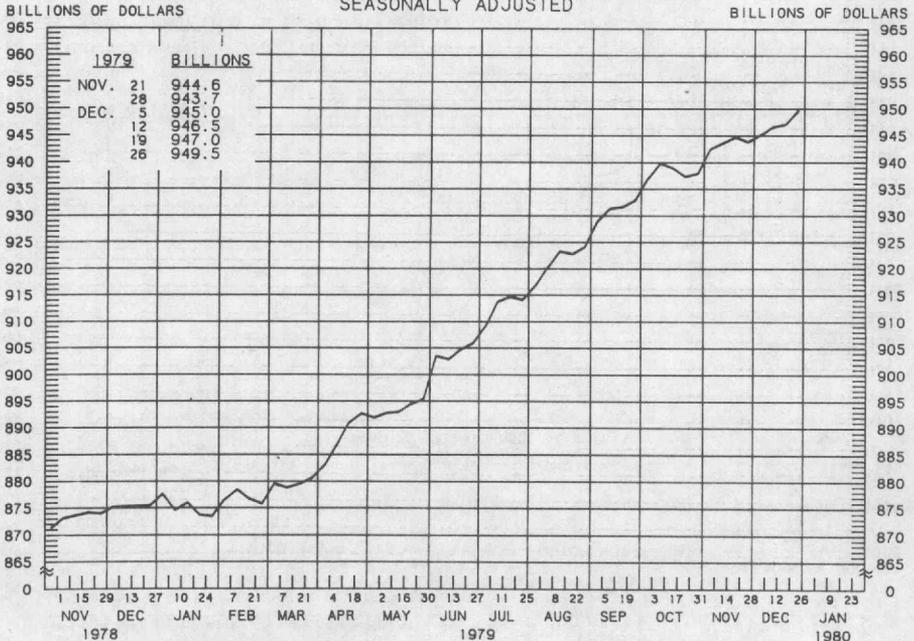


1/ RATIO OF MONEY STOCK (M1) / ADJUSTED MONETARY BASE

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



MONEY STOCK PLUS NET TIME DEPOSITS (M2)

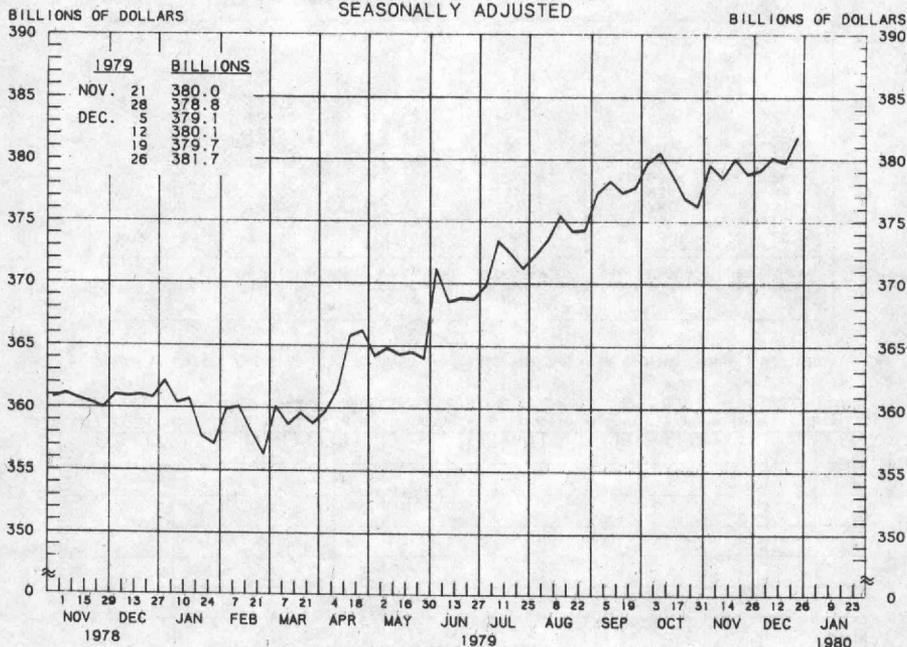
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

12/27/78 3/28/79 5/23/79 6/27/79 7/25/79 8/29/79 9/26/79 10/24/79

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

5/23/79	5.1							
6/27/79	6.7	11.7						
7/25/79	7.5	12.0	13.5					
8/29/79	8.1	11.9	12.8	12.3				
9/26/79	8.6	12.1	12.9	12.5	12.2			
10/24/79	8.7	11.8	12.4	11.9	11.6	11.5		
11/28/79	8.5	11.0	11.2	10.6	10.1	9.5	7.9	
12/26/79	8.2	10.4	10.3	9.7	9.1	8.3	7.0	5.6

MONEY STOCK (M1)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 26, 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)

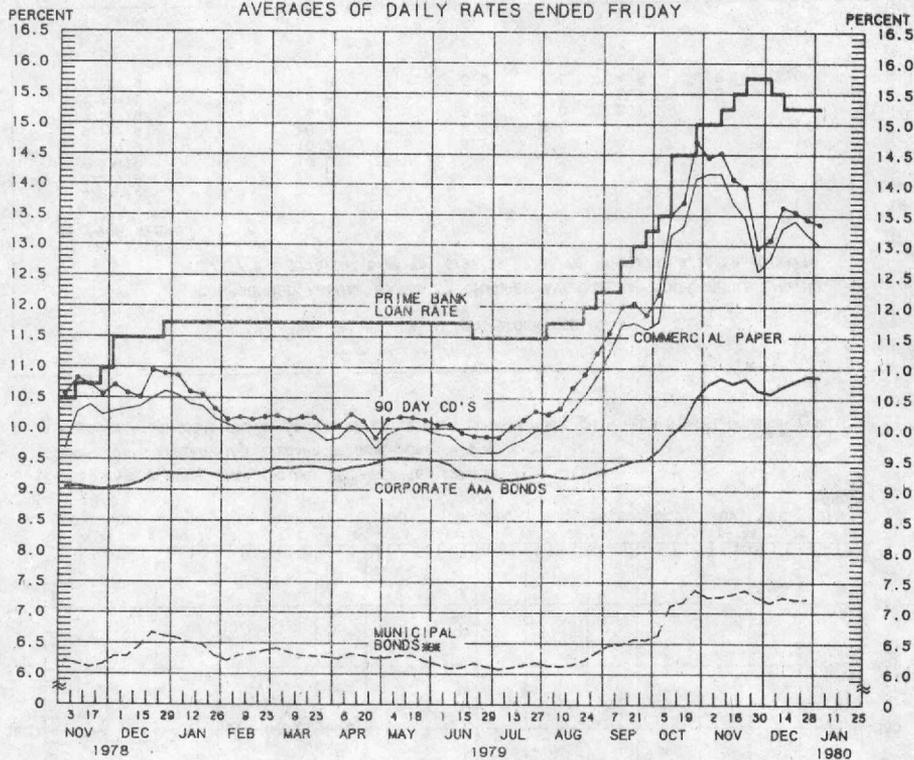
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

	12/27/78	3/28/79	5/23/79	6/27/79	7/25/79	8/29/79	9/26/79	10/24/79
TO THE AVERAGE OF FOUR WEEKS ENDING:								
5/23/79	2.5							
6/27/79	4.7	11.6						
7/25/79	5.2	10.9	12.0					
8/29/79	5.6	10.2	10.5	8.2				
9/26/79	6.2	10.4	10.7	9.3	9.5			
10/24/79	6.1	9.6	9.6	8.2	8.0	8.1		
11/28/79	5.5	8.3	7.9	6.5	5.9	5.2	2.5	
12/26/79	5.3	7.8	7.3	6.0	5.5	4.8	2.8	2.0

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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 4, 1980

1980	90 DAY CD'S	PRIME COMMERCIAL PAPER	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	MUNICIPAL BONDS
NOV. 2	14.45	14.18	14.11	10.73	7.26
9	14.53	14.18	14.20	10.83	7.27
16	14.09	13.70	13.72	10.75	7.31
23	13.95	13.44	13.46	10.83	7.38
DEC. 30	12.96	12.58	12.62	10.63	7.26
7	13.09	12.79	12.83	10.58	7.17
14	13.63	13.29	13.58	10.70	7.26
21	13.56	13.41	13.47	10.79	7.22
28	13.43	13.18	13.42	10.87	7.23
JAN. 4 *	13.35	13.00	12.75	10.85	N. A.
11					
18					
25					

* AVERAGES OF RATES AVAILABLE.

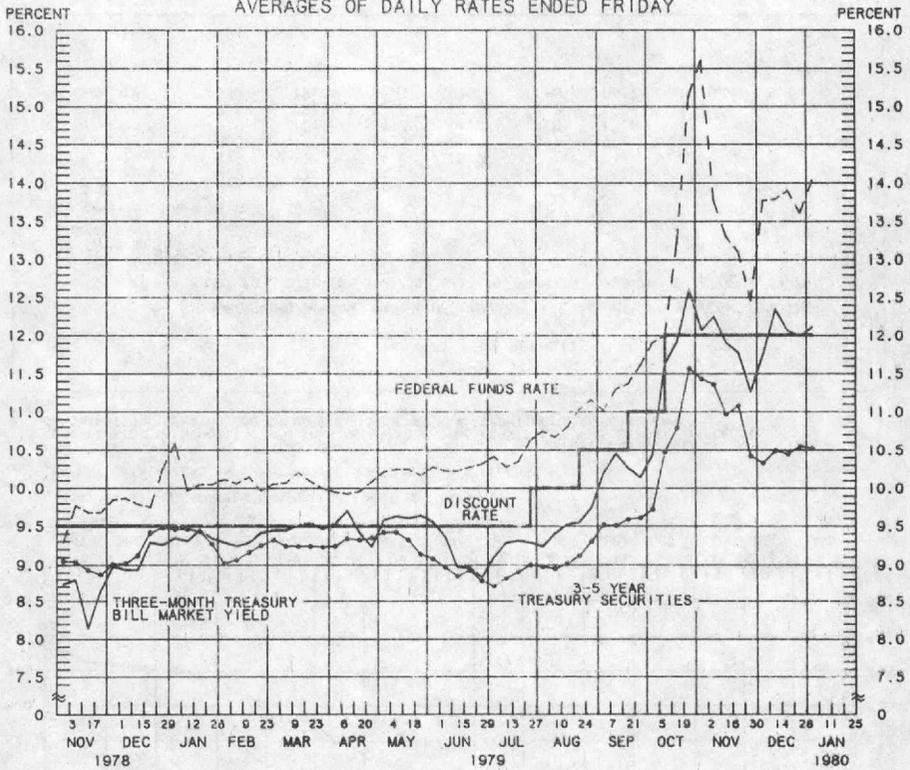
■ BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA.

■ COMMERCIAL PAPER RATES.

N. A. - NOT AVAILABLE

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SELECTED INTEREST RATES AVERAGES OF DAILY RATES ENDED FRIDAY



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: JANUARY 4, 1980

1980	FEDERAL FUNDS RATE	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL	1-YEAR TREASURY BILL	3-5 YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
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	11.77	12.04	11.25	11.08	10.31
30	12.46	11.25	11.02	10.74	10.42	9.97
DEC. 7	13.77	11.75	11.77	10.86	10.33	9.97
14	13.79	12.34	11.77	11.10	10.49	10.14
21	13.90	12.06	12.00	10.85	10.45	10.08
28	13.61	11.99	11.85	10.86	10.55	10.13
JAN. 4 *	14.04	12.11	11.88	10.91	10.52	10.12
11						
18						
25						

* AVERAGES OF RATES AVAILABLE.

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

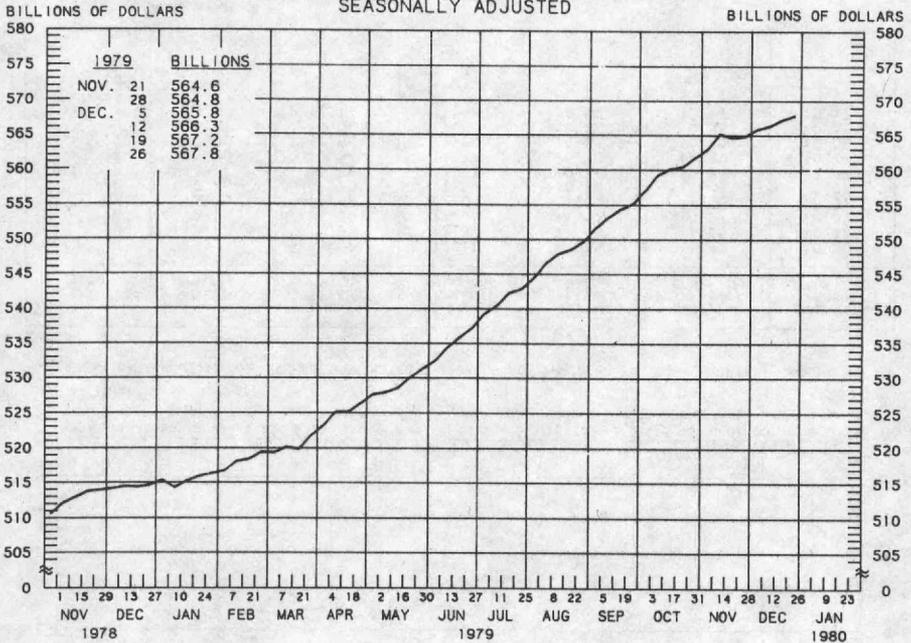
*** CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.9 RELEASE.

**** 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.

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NET TIME DEPOSITS
ALL COMMERCIAL BANKS
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 26, 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:

12/27/78 3/28/79 5/23/79 6/27/79 7/25/79 8/29/79 9/26/79 10/24/79

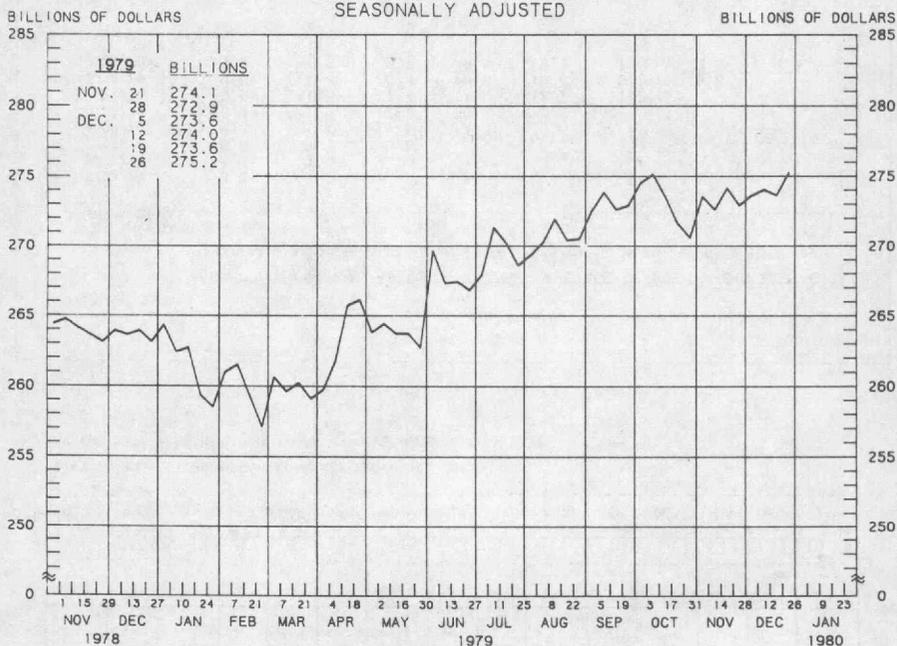
TO THE AVERAGE
OF FOUR WEEKS
ENDING:

5/23/79	6.9							
6/27/79	8.1	11.8						
7/25/79	9.2	12.9	14.7					
8/29/79	9.9	13.2	14.6	15.2				
9/26/79	10.3	13.2	14.3	14.7	13.9			
10/24/79	10.6	13.3	14.3	14.6	14.0	13.8		
11/28/79	10.6	12.9	13.5	13.5	12.9	12.4	11.9	
12/26/79	10.2	12.1	12.5	12.3	11.5	10.7	10.0	8.1

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DEMAND DEPOSIT COMPONENT OF MONEY STOCK

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 26, 1979
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

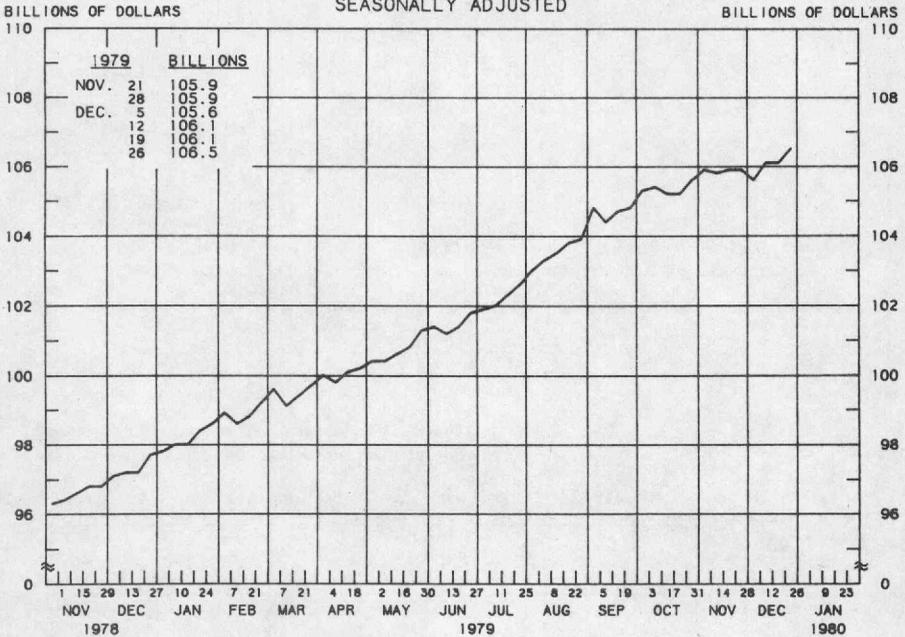
DEMAND DEPOSIT COMPONENT OF MONEY STOCK

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

TO THE AVERAGE OF FOUR WEEKS ENDING:	12/27/78	3/28/79	5/23/79	6/27/79	7/25/79	8/29/79	9/26/79	10/24/79
5/23/79	0.3							
6/27/79	3.2	12.7						
7/25/79	3.9	11.7	12.9					
8/29/79	4.1	10.2	10.1	6.6				
9/26/79	4.8	10.3	10.3	8.0	7.7			
10/24/79	4.7	9.4	9.0	6.9	6.4	7.2		
11/28/79	4.0	7.8	7.0	4.9	4.1	3.7	0.6	
12/26/79	4.0	7.4	6.6	4.8	4.1	3.8	1.6	0.8

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

CURRENCY COMPONENT OF MONEY STOCK AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED

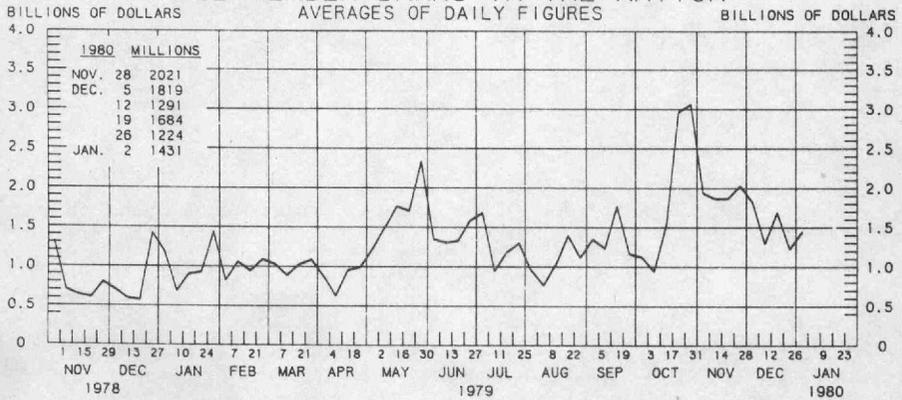


LATEST DATA PLOTTED WEEK ENDING: DECEMBER 26, 1979
 CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

CURRENCY									
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:									
	12/27/78	3/28/79	5/23/79	6/27/79	7/25/79	8/29/79	9/26/79	10/24/79	
TO THE AVERAGE OF FOUR WEEKS ENDING:									
5/23/79	8.6								
6/27/79	8.8	8.3							
7/25/79	8.9	8.5	9.5						
8/29/79	9.8	10.0	11.5	12.6					
9/26/79	10.3	10.7	12.2	13.2	15.0				
10/24/79	10.0	10.3	11.4	11.9	12.7	11.2			
11/28/79	9.6	9.7	10.4	10.6	10.8	9.2	6.8		
12/26/79	9.0	8.9	9.3	9.3	9.3	7.6	5.5	4.5	

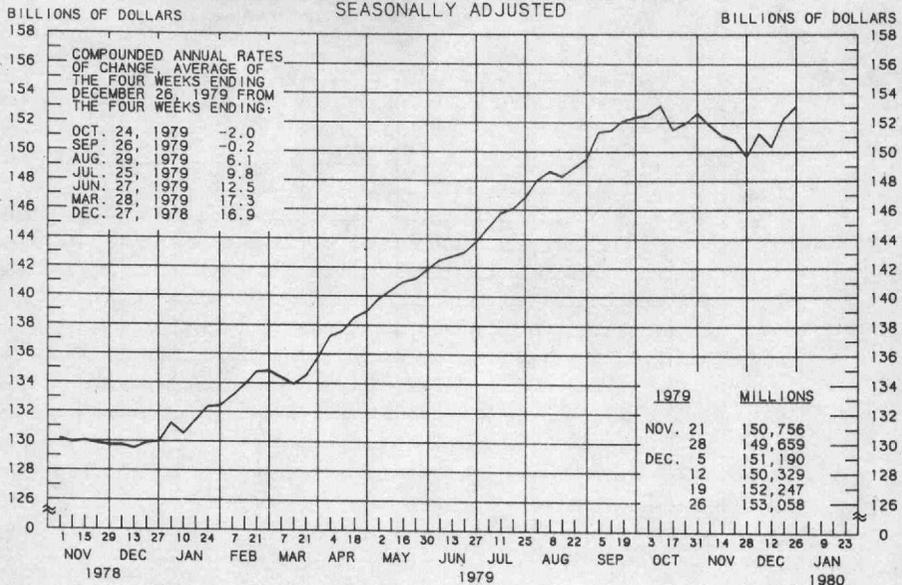
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: JANUARY 2, 1980

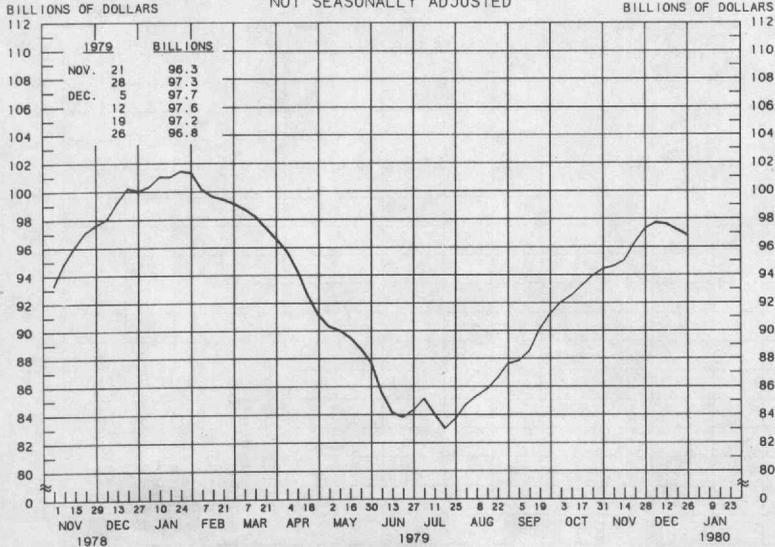
BUSINESS LOANS (COMMERCIAL AND INDUSTRIAL) WEEKLY REPORTING LARGE COMMERCIAL BANKS SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 26, 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: DECEMBER 26, 1979

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.G. 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