



U.S. FINANCIAL DATA

Week ending: June 18, 1980

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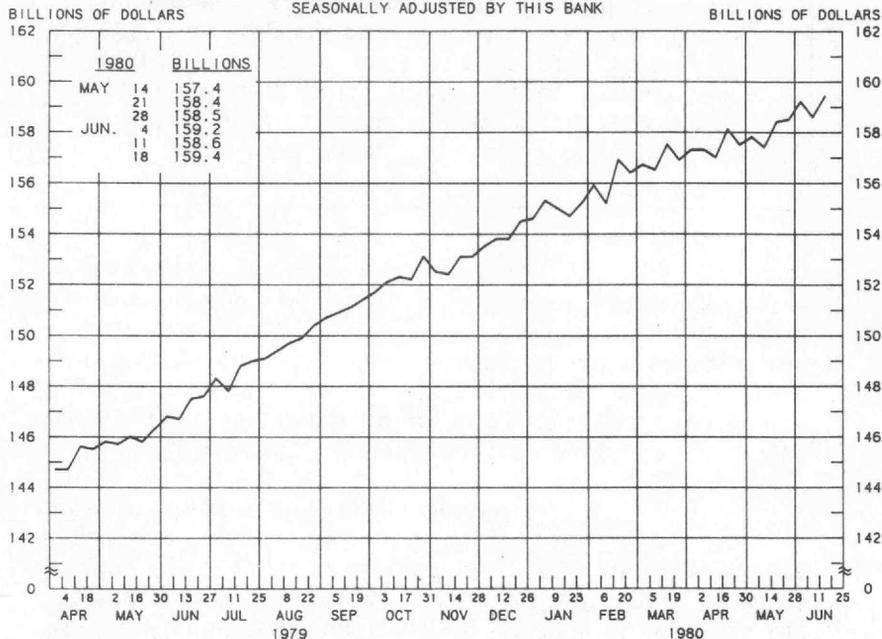
Most large commercial banks lowered their prime lending rate to 12 percent during this past week. The decline in the prime rate over the past two months has tended to follow the declines in the interest rate on short-term certificates of deposit (CDs), which are a major source of additional loanable funds to banks. Banks' decisions to lower their prime rates have also been affected by the recent reductions in the interest rate on short-term commercial paper, which is an alternative source of credit to large corporations.

In response to the general decline in market interest rates, the Federal Reserve has lowered the discount rate to 11 percent. The discount rate remains, however, about 200 basis points above the Federal funds rate—the rate at which banks lend reserves to each other. With the discount rate continuing to be substantially higher than the Federal funds rate during the past three weeks, member banks have reduced their borrowings from Federal Reserve Banks to less than \$500 million (page 11).

Short-term interest rates have fallen more sharply than long-term rates over the past two months (pages 6 and 7) and, consequently, they are currently lower than longer term rates. This is a significant reversal of the structure of interest rates that was in existence from September 1978 through April 1980 when short-term rates generally exceeded longer term rates.

This past week the Board of Governors released a revision of money stock series and related data that incorporates benchmark adjustments based on the June and September 1979 Call Reports and other data sources. These adjustments affect data back through October 1978. All money stock and related data in this release have been revised.

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



LATEST DATA PLOTTED WEEK ENDING: JUNE 18, 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.

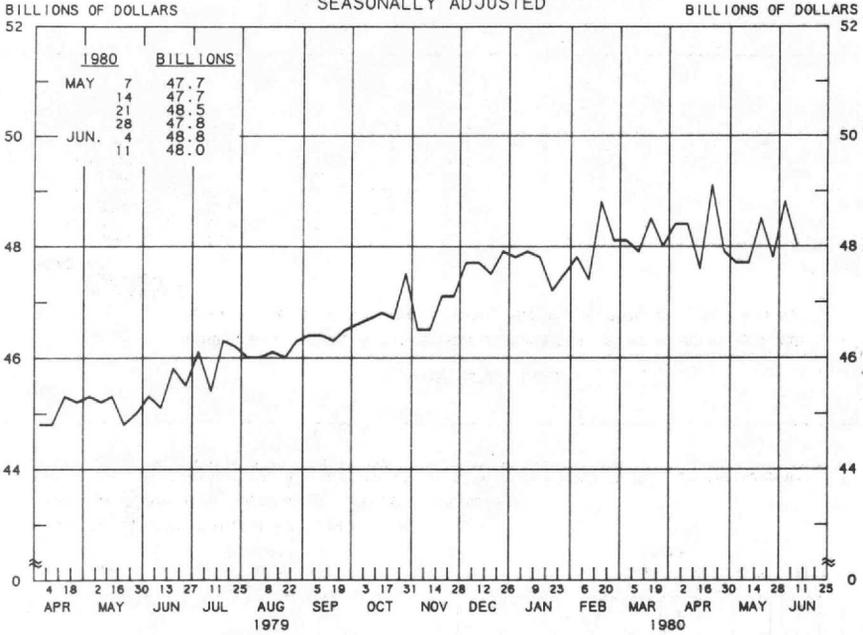
ADJUSTED MONETARY BASE

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

	6/20/79	9/19/79	11/21/79	12/19/79	1/16/80	2/20/80	3/19/80	4/16/80
TO THE AVERAGE OF FOUR WEEKS ENDING:								
11/21/79	9.9							
12/19/79	9.5	7.6						
1/16/80	9.8	8.6	9.3					
2/20/80	9.2	8.0	8.1	8.6				
3/19/80	9.2	8.1	8.2	8.6	7.3			
4/16/80	8.5	7.4	7.1	7.1	5.8	5.5		
5/21/80	8.1	7.0	6.7	6.6	5.5	5.2	3.7	
6/18/80	8.2	7.2	7.0	7.0	6.2	6.2	5.5	6.8

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

ADJUSTED BANK RESERVES ✓
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1980

1/ ADJUSTED MONETARY BASE LESS CURRENCY HELD BY THE NONBANK PUBLIC (MEMBER BANK RESERVES AT FEDERAL RESERVE BANKS (+) CURRENCY HELD BY COMMERCIAL BANKS).

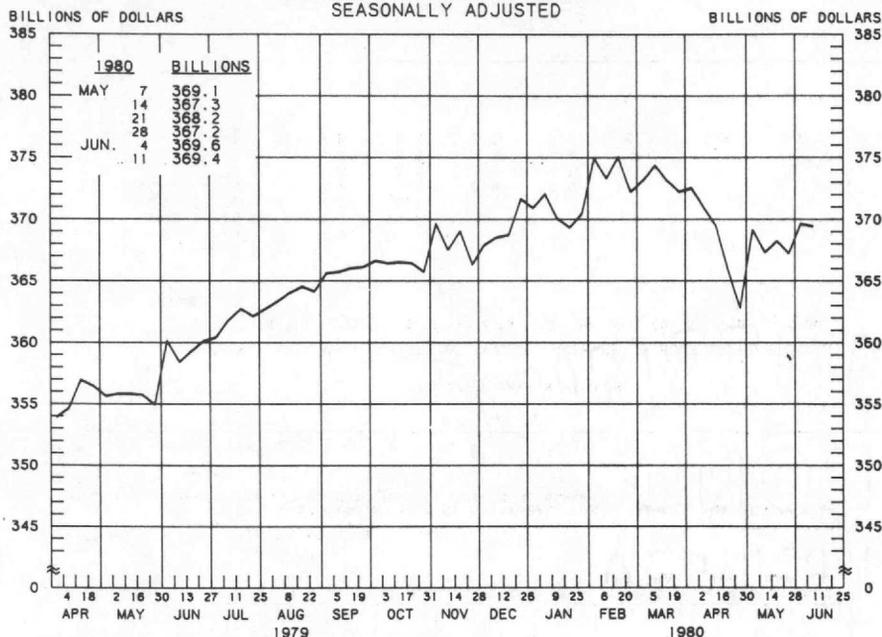
ADJUSTED BANK RESERVES

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

TO THE AVERAGE OF FOUR WEEKS ENDING:	6/13/79	9/12/79	11/14/79	12/12/79	1/9/80	2/13/80	3/12/80	4/9/80
11/14/79	9.1							
12/12/79	10.5	9.8						
1/ 9/80	10.6	10.2	14.7					
2/13/80	8.0	6.2	6.1	1.2				
3/12/80	9.3	8.4	9.4	6.9	4.9			
4/ 9/80	8.6	7.6	8.1	5.9	4.3	11.5		
5/14/80	7.2	5.8	5.6	3.5	1.8	5.1	-1.2	
6/11/80	7.1	5.8	5.6	3.8	2.5	5.2	0.8	0.0

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1A)
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1980

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

M1A CONSISTS OF CURRENCY AND COIN PLUS COMMERCIAL BANK DEMAND DEPOSITS HELD BY THE NONBANK PUBLIC EXCLUDING THOSE HELD BY FOREIGN BANKS AND OFFICIAL INSTITUTIONS.

MONEY STOCK (M1A)

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

6/13/79 9/12/79 11/14/79 12/12/79 1/9/80 2/13/80 3/12/80 4/9/80

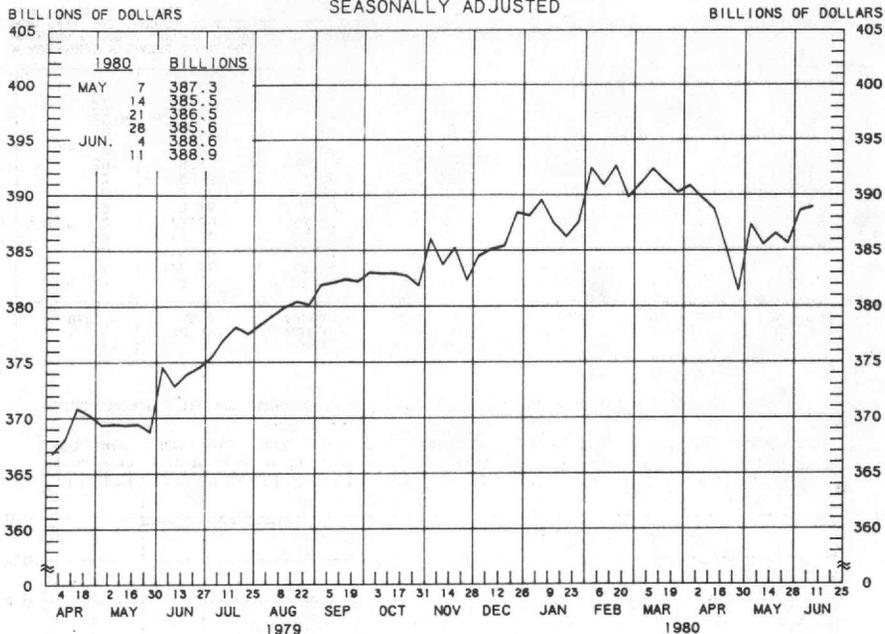
TO THE AVERAGE
OF FOUR WEEKS
ENDING:

11/14/79	6.7						
12/12/79	6.0	3.2					
1/ 9/80	6.6	4.9	6.4				
2/13/80	6.2	4.6	5.2	6.6			
3/12/80	6.2	4.8	5.4	6.5	4.6		
4/ 9/80	5.1	3.4	3.3	3.6	1.5	0.3	
5/14/80	2.7	0.5	-0.5	-1.0	-3.5	-6.0	-10.9
6/11/80	3.2	1.3	0.6	0.4	-1.4	-2.8	-5.3

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1B)

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1980

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

M1B CONSISTS OF M1A PLUS OTHER CHECKABLE DEPOSITS AT ALL DEPOSITORY INSTITUTIONS.

MONEY STOCK (M1B)

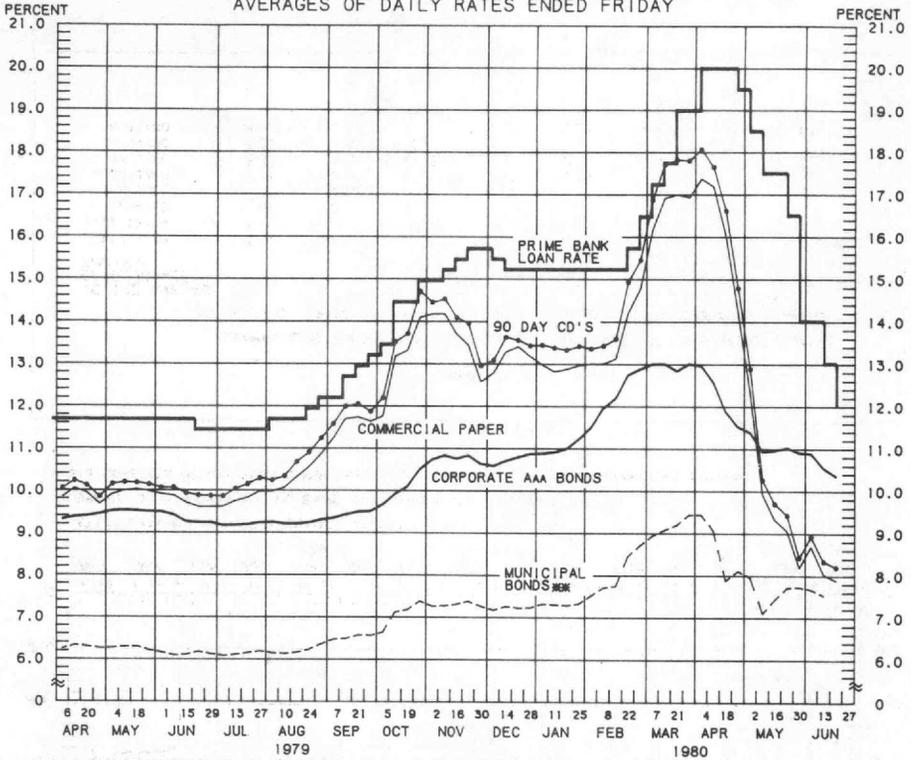
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	6/13/79	9/12/79	11/14/79	12/12/79	1/9/80	2/13/80	3/12/80	4/9/80
11/14/79	7.9							
12/12/79	7.1	3.4						
1/9/80	7.8	5.6	7.5					
2/13/80	7.2	5.2	6.1	7.8				
3/12/80	7.2	5.5	6.4	7.6	5.3			
4/9/80	6.3	4.3	4.5	5.0	2.7	2.0		
5/14/80	3.9	1.5	0.7	0.4	-2.2	-4.4	-9.2	
6/11/80	4.3	2.2	1.7	1.6	-0.3	-1.5	-4.0	-4.5

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



1980	90 DAY CD'S	PRIME COMMERCIAL PAPER <small>***</small>	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS <small>***</small>
APR. 4	18.07	17.37	17.51	12.95	14.75	9.44
11	17.65	17.19	17.12	12.57	14.56	9.07
18	16.62	16.03	16.06	11.87	14.11	7.89
25	14.79	14.19	14.39	11.51	13.86	8.11
MAY 2	12.89	12.31	12.46	11.38	13.68	7.96
9	10.26	9.92	10.04	10.93	13.20	7.11
16	9.70	9.32	9.60	10.96	13.10	7.44
23	9.43	9.06	9.08	11.02	13.11	7.72
30	8.43	8.19	8.42	10.90	13.10	7.73
JUNE 6	8.92	8.69	8.68	10.88	12.92	7.67
13	8.34	8.03	8.06	10.53	12.83	7.53
20 *	8.20	7.89	8.07	10.35	12.65	N.A.
27						

* AVERAGES OF RATES AVAILABLE.

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

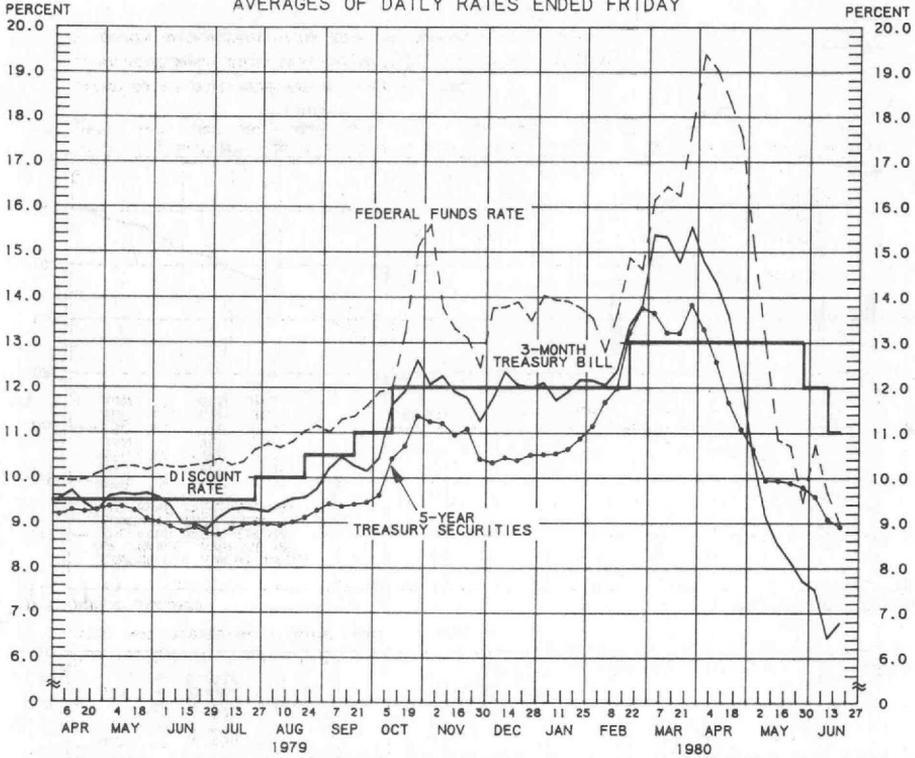
**** DATA ARE 4-MONTH COMMERCIAL PAPER RATES.

N.A. - NOT AVAILABLE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED INTEREST RATES

AVERAGES OF DAILY RATES ENDED FRIDAY



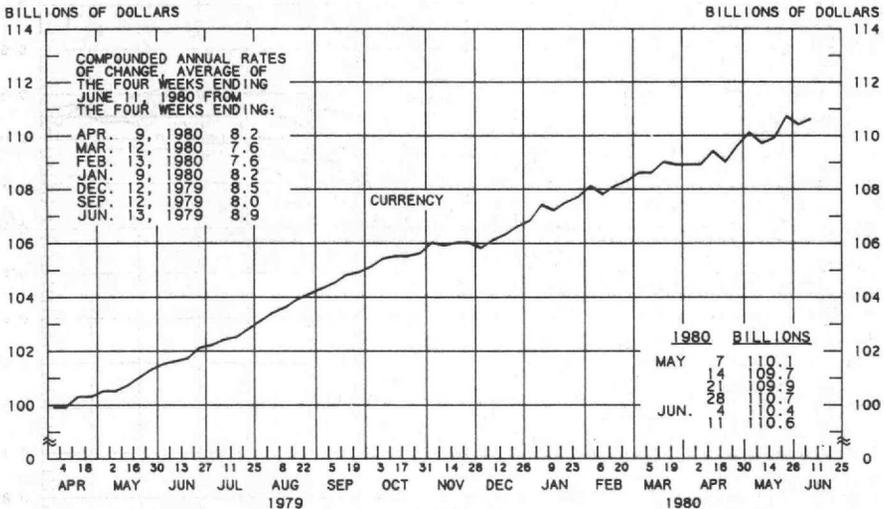
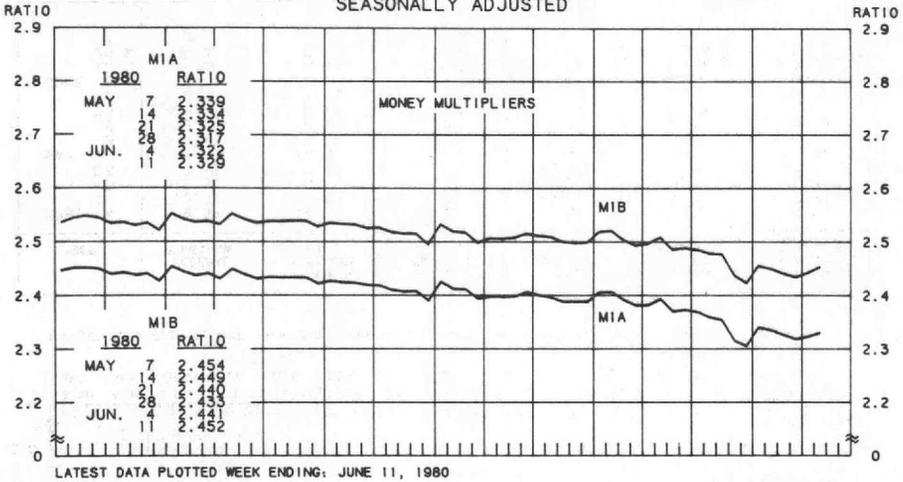
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: JUNE 20, 1980

1980	FEDERAL FUNDS [⊛]	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL [⊛]	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
APR. 4	19.39	14.78	14.80	13.90	13.29	12.20
11	19.04	14.30	14.23	13.11	12.57	11.61
18	18.35	13.57	13.55	11.97	11.67	10.95
25	17.56	12.18	11.89	10.80	11.08	10.74
MAY 2	15.12	10.47	10.79	9.99	10.63	10.51
9	12.96	9.14	9.50	9.00	9.94	9.94
16	10.85	8.53	8.78	8.72	9.94	10.20
23	10.71	8.15	8.92	8.34	9.89	10.22
30	9.46	7.70	7.75	8.03	9.79	10.13
JUNE 6	10.74	7.51	8.17	7.91	9.58	10.08
13	9.68	6.44	6.94	7.23	9.08	9.64
20 [⊛]	8.99	6.77	6.66	7.30	8.91	9.44
27						

[⊛] 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

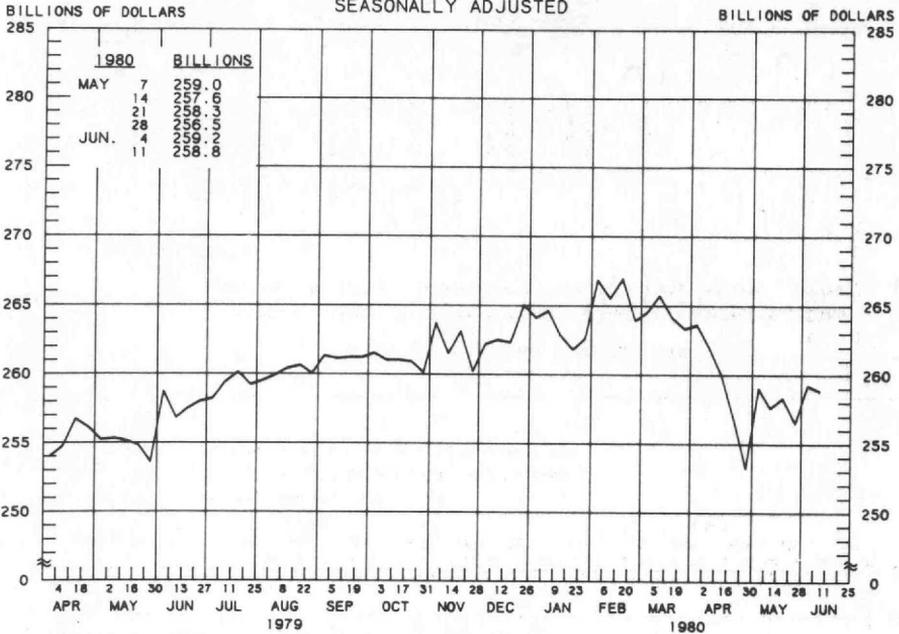
MULTIPLIERS \downarrow
 CURRENCY OF MONEY STOCK MEASURES \downarrow
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



1/ RATIO OF MONEY STOCK (MIA) OR (MIB) TO ADJUSTED MONETARY BASE

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

DEMAND DEPOSIT COMPONENT OF MONEY STOCK (M1A)
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1980
 CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

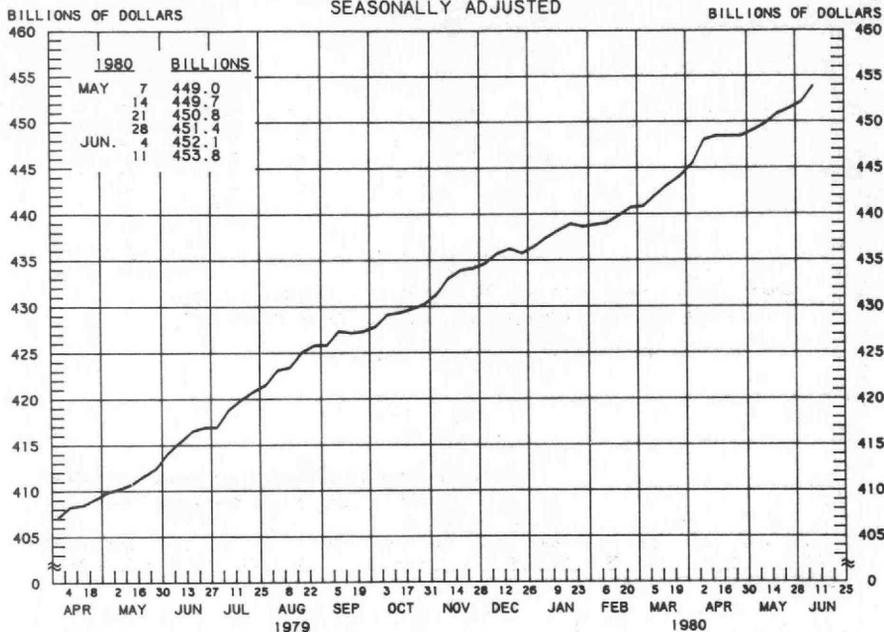
DEMAND DEPOSIT COMPONENT OF MONEY STOCK (M1A)

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

TO THE AVERAGE OF FOUR WEEKS ENDING:	6/13/79	9/12/79	11/14/79	12/12/79	1/9/80	2/13/80	3/12/80	4/9/80
11/14/79	5.2							
12/12/79	4.7	1.9						
1/9/80	5.5	3.8	6.1					
2/13/80	4.8	3.1	4.0	4.9				
3/12/80	4.9	3.5	4.4	5.1	2.9			
4/9/80	3.5	1.7	1.6	1.5	-1.1	-2.2		
5/14/80	0.3	-2.3	-3.7	-4.7	-7.8	-10.9	-17.3	
6/11/80	0.9	-1.3	-2.2	-2.9	-5.1	-6.8	-10.3	-10.7

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SAVINGS PLUS SMALL TIME DEPOSITS
ALL COMMERCIAL BANKS
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1980

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

TIME DEPOSITS ISSUED IN DENOMINATIONS OF LESS THAN \$100,000.

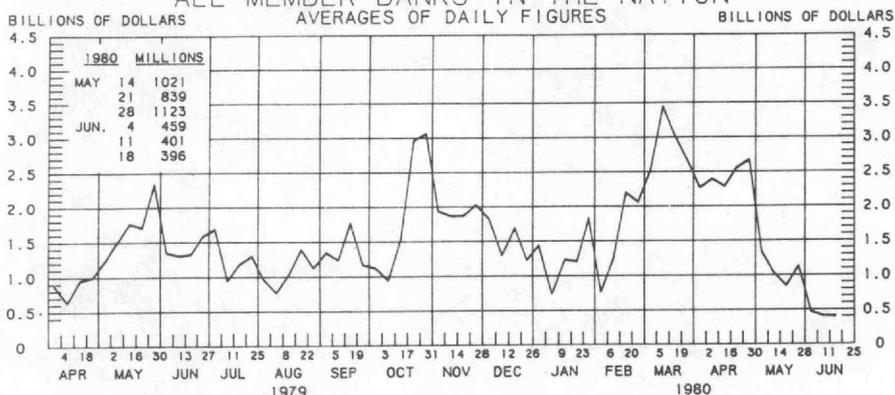
SAVINGS PLUS SMALL TIME DEPOSITS

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

TO THE AVERAGE OF FOUR WEEKS ENDING:	6/13/79	9/12/79	11/14/79	12/12/79	1/9/80	2/13/80	3/12/80	4/9/80
11/14/79	10.4							
12/12/79	10.5	8.3						
1/ 9/80	9.8	7.7	8.4					
2/13/80	9.3	7.2	7.4	5.7				
3/12/80	8.9	7.1	7.1	5.8	6.0			
4/ 9/80	9.3	7.9	8.3	7.6	8.2	9.7		
5/14/80	9.3	8.1	8.5	8.0	8.5	9.5	11.1	
6/11/80	9.3	8.2	8.6	8.2	8.7	9.5	10.6	9.3

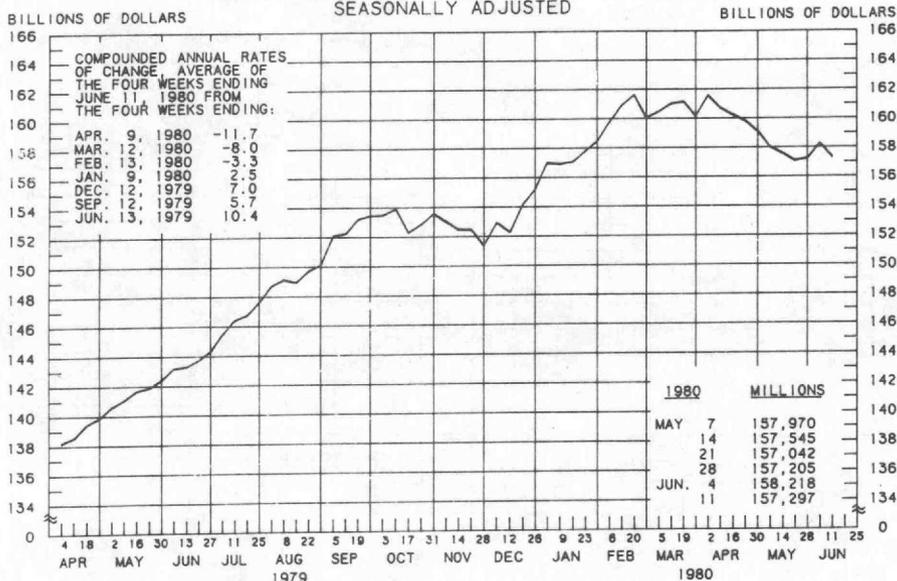
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS ALL MEMBER BANKS IN THE NATION



LATEST DATA PLOTTED WEEK ENDING: JUNE 18, 1980

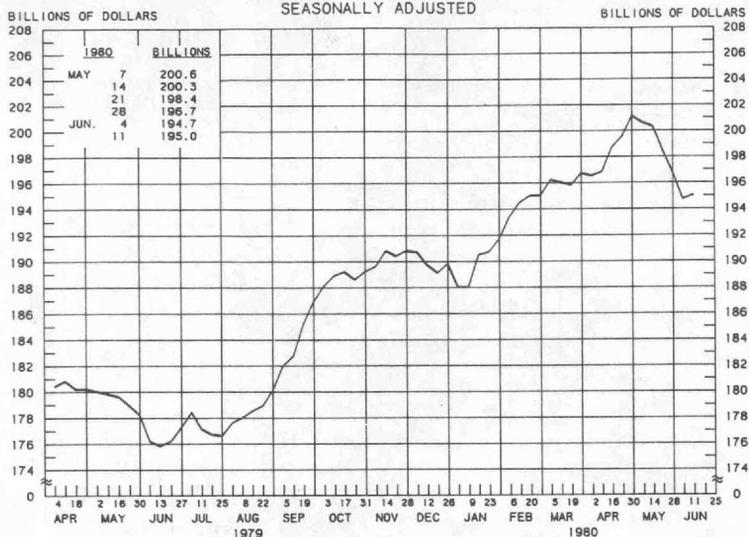
BUSINESS LOANS (COMMERCIAL AND INDUSTRIAL) WEEKLY REPORTING LARGE COMMERCIAL BANKS SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1980

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1980

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

TIME DEPOSITS ISSUED IN DENOMINATIONS OF \$100,000 OR MORE.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS