



Week ending: December 23, 1981

Most short-term interest rates have risen sharply during the past few weeks, reversing the downward trend that began in late August. For example, the rate on 90-day certificates of deposit increased by 165 basis points during the four-week period ending December 23, after declining 652 basis points during the previous 14 weeks. The one exception to the recent movement in short-term rates is the federal funds rate, which remained essentially unchanged during the latest four-week period.

The recent increase in short-term rates has been associated with a sharp acceleration in the growth rate of business loans. Business loans at large, weekly reporting banks increased at a 22.8 percent rate from the four weeks ending November 18 to the four weeks ending December 16, compared with a 9.5 percent growth rate over the previous three months. The recent rise in short-term interest rates has also been associated with a marked acceleration in the growth rate of M1B. Money grew at a 17.4 percent rate during the four weeks ending December 16, compared with a 2.7 percent rate during the previous three months.

Changes in Yields on Selected Securities*
(weekly averages of daily figures)

	Week ending	
	August 21 to November 27	November 27 to December 25
Federal funds rate**	-577	1
90-day certificates of deposit	-652	165
4-month commercial paper	-606	162
3-month Treasury bill	-540	91
1-year Treasury bill	-407	153

* Changes in basis points

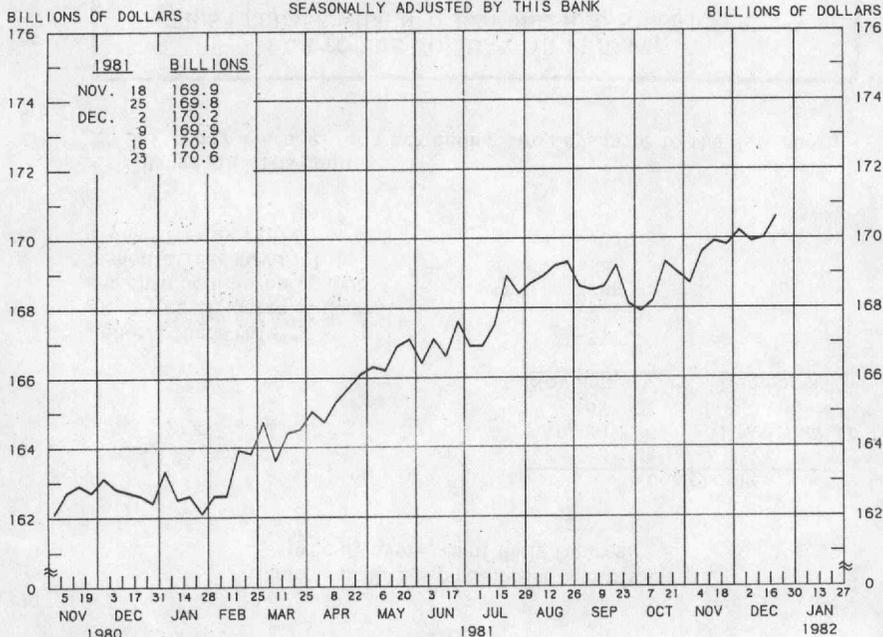
** Seven-day averages for week ending two days prior to the date shown

DUE TO THE HOLIDAY ON FRIDAY,
THIS RELEASE WILL NOT BE PUBLISHED NEXT WEEK.

Prepared by Federal Reserve Bank of St. Louis

Released: December 28, 1981

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



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 23, 1981

THE ADJUSTED MONETARY BASE CONSISTS OF: (1) RESERVE ACCOUNTS OF FINANCIAL INSTITUTIONS AT 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:

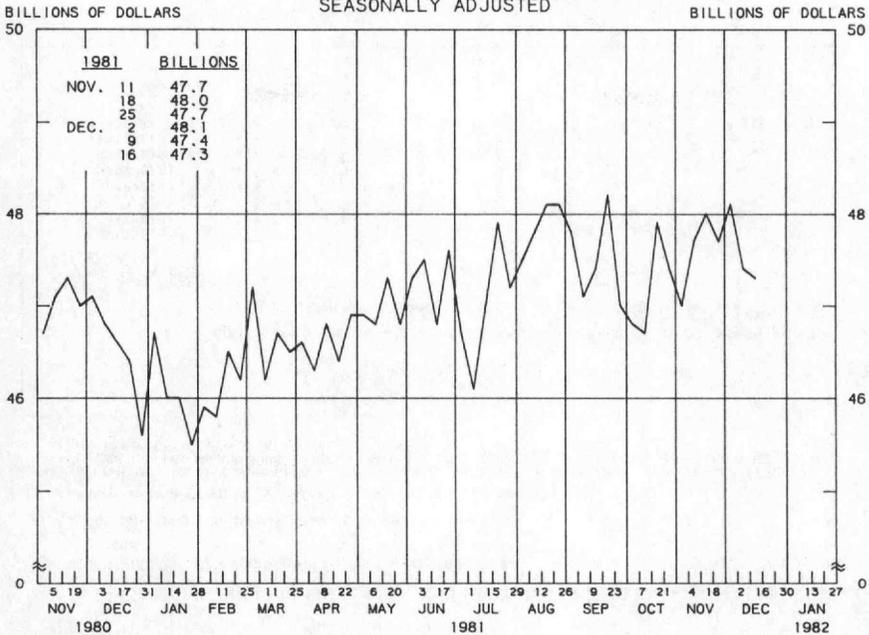
12/24/80 3/25/81 5/20/81 6/24/81 7/22/81 8/26/81 9/23/81 10/21/81

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

5/20/81	5.6						
6/24/81	5.1	6.5					
7/22/81	5.2	6.3	4.2				
8/26/81	5.7	6.9	5.9	7.5			
9/23/81	4.9	5.4	4.0	4.4	3.9		
10/21/81	4.2	4.4	2.9	2.8	1.9	-2.3	
11/25/81	4.5	4.7	3.6	3.7	3.3	1.2	2.8
12/23/81	4.5	4.8	3.9	4.0	3.7	2.2	3.6 6.3

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

ADJUSTED RESERVES
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 16, 1981

ADJUSTED MONETARY BASE (RESERVE ACCOUNTS OF FINANCIAL INSTITUTIONS AT FEDERAL RESERVE BANKS PLUS CURRENCY IN CIRCULATION) LESS CURRENCY HELD BY THE NONBANK PUBLIC.

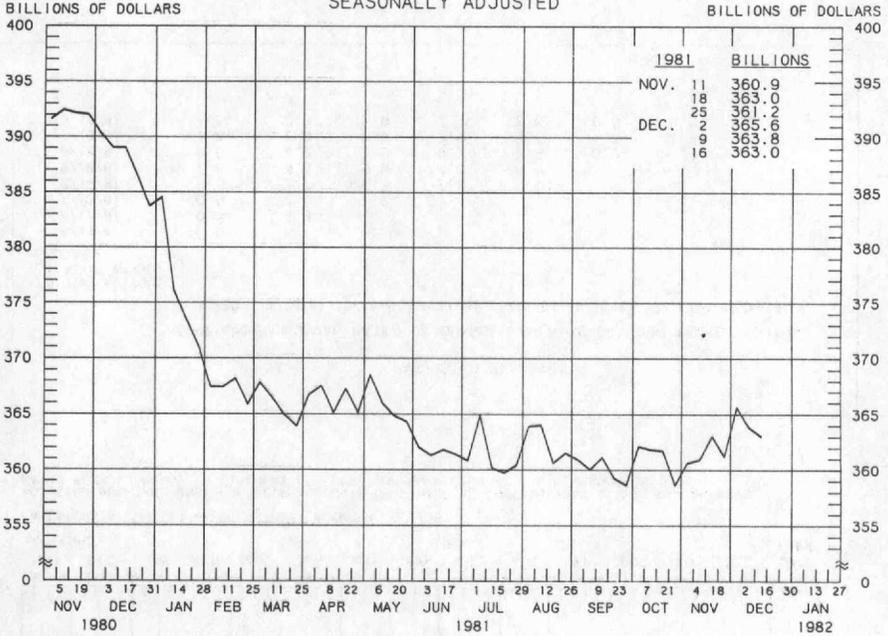
ADJUSTED RESERVES

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

	12/17/80	3/18/81	5/13/81	6/17/81	7/15/81	8/19/81	9/16/81	10/14/81
TO THE AVERAGE OF FOUR WEEKS ENDING:								
5/13/81	-0.5							
6/17/81	0.9	4.4						
7/15/81	0.0	2.0	1.2					
8/19/81	2.5	5.7	7.3	7.6				
9/16/81	2.0	4.3	5.0	4.3	8.9			
10/14/81	0.8	2.2	2.0	0.7	2.6	-6.6		
11/18/81	1.4	2.9	2.9	2.0	3.7	-1.7	-1.2	
12/16/81	1.5	2.9	2.9	2.1	3.6	-0.6	0.0	5.0

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MONEY STOCK (M1A)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



MONEY STOCK (M1A)

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

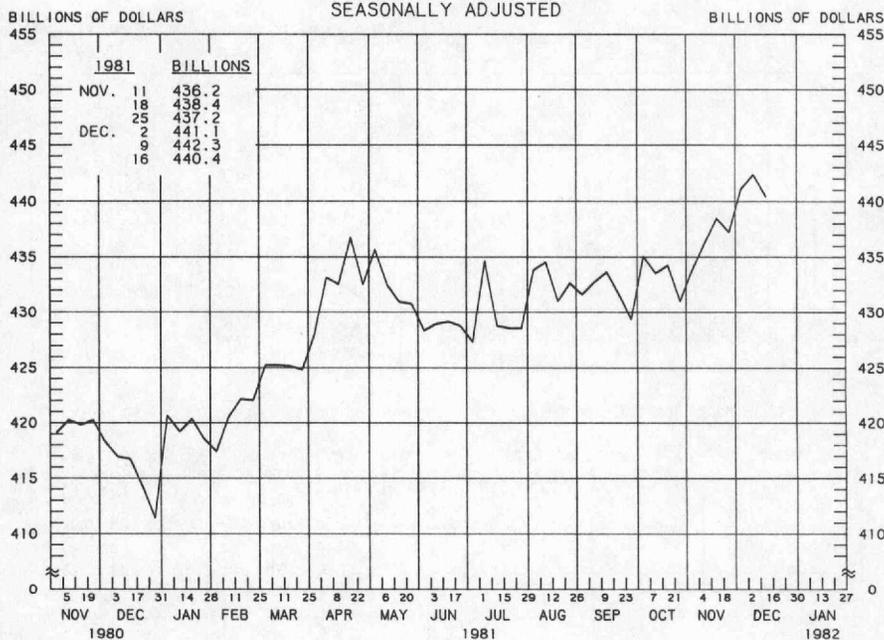
12/17/80 3/18/81 5/13/81 6/17/81 7/15/81 8/19/81 9/16/81 10/14/81

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

5/13/81	-14.2								
6/17/81	-13.7	-4.1							
7/15/81	-12.2	-3.6	-7.5						
8/19/81	-10.4	-2.6	-4.5	-0.3					
9/16/81	-9.9	-2.9	-4.5	-1.6	-1.4				
10/14/81	-9.1	-2.7	-4.0	-1.7	-1.5	-3.2			
11/18/81	-8.1	-2.2	-3.1	-1.0	-0.8	-1.5	-0.2		
12/16/81	-6.8	-1.0	-1.5	0.6	1.0	1.0	2.8	4.9	

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1B)
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: DECEMBER 16, 1981

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)

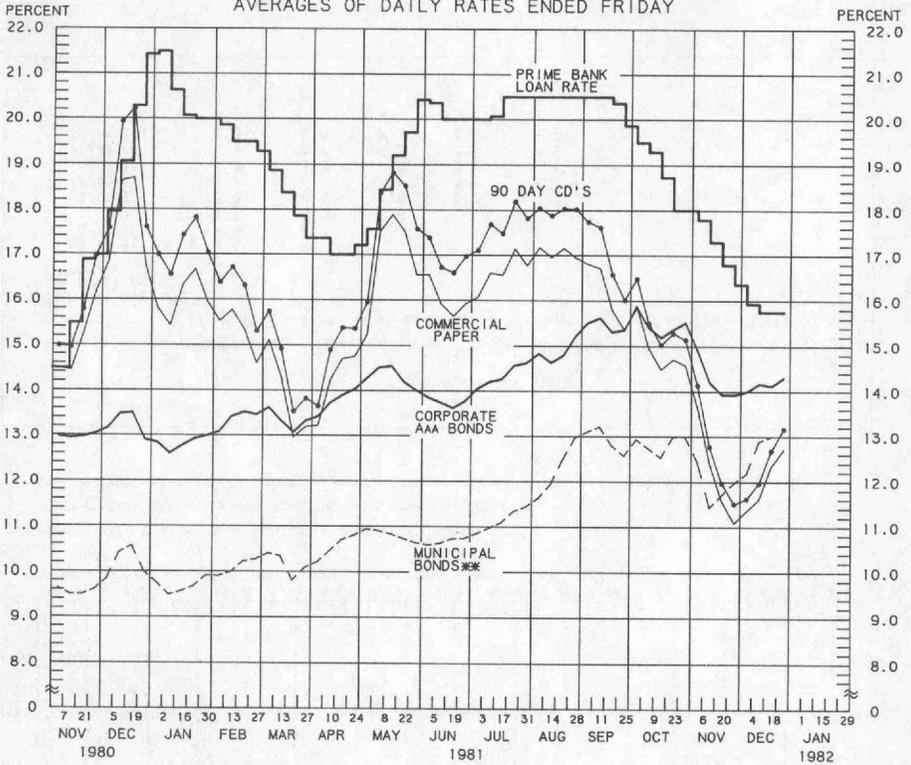
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	12/17/80	3/18/81	5/13/81	6/17/81	7/15/81	8/19/81	9/16/81	10/14/81
5/13/81	9.9							
6/17/81	5.5	4.7						
7/15/81	4.9	3.9	-5.8					
8/19/81	5.0	4.3	-2.0	3.7				
9/16/81	4.7	3.9	-1.1	3.1	3.8			
10/14/81	4.2	3.3	-1.0	2.2	2.4	0.6		
11/18/81	4.4	3.7	0.3	3.1	3.5	2.7	3.1	
12/16/81	5.3	5.0	2.3	5.2	5.9	6.0	7.3	11.0

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YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



1982	90 DAY CD'S	PRIME COMMERCIAL PAPER ***	PRIME BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS **
NOV. 6	14.13	13.64	13.54	14.88	16.87	12.44
13	12.77	12.41	12.34	14.18	16.41	11.43
20	11.97	11.57	11.51	13.92	16.20	11.71
27	11.51	11.09	11.14	13.92	16.08	11.98
DEC. 4	11.62	11.35	11.37	13.99	16.15	12.18
11	11.96	11.61	11.71	14.16	16.42	12.89
18	12.68	12.34	12.31	14.11	16.55	13.00
25 *	13.16	12.71	12.78	14.29	16.71	N.A.
JAN. 1						
8						
15						
22						
29						

* AVERAGES OF RATES AVAILABLE.

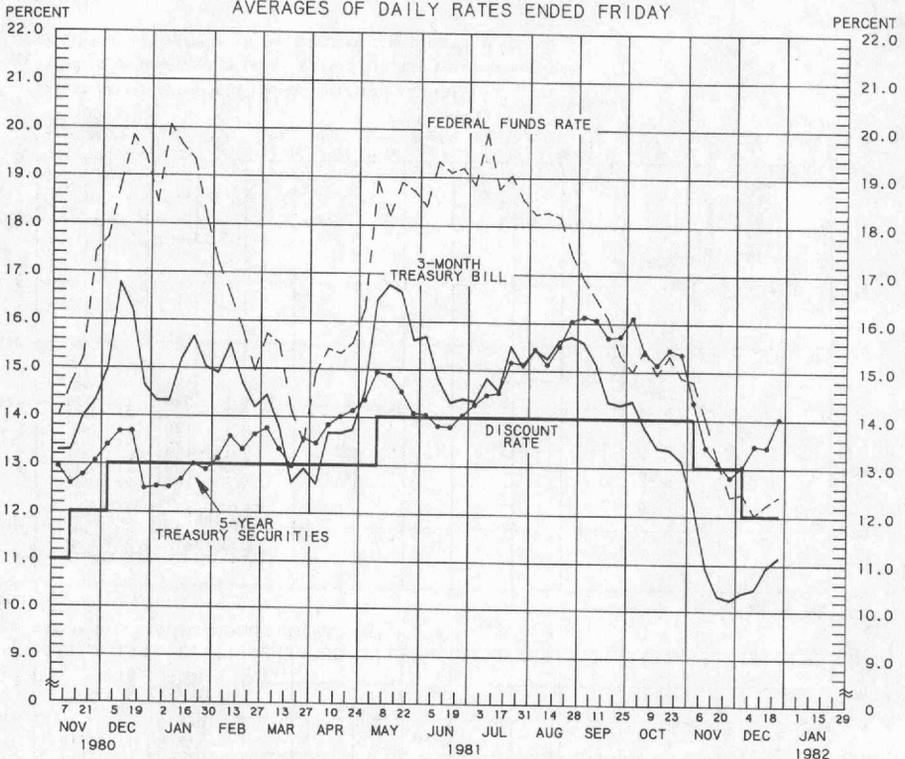
** BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA.

*** 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: DECEMBER 25, 1981

1982	FEDERAL FUNDS ***	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL ****	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
NOV. 6	14.79	12.21	12.72	12.35	14.36	13.81
13	14.01	10.93	11.51	11.29	13.43	13.16
20	13.17	10.31	10.97	10.78	13.12	12.78
27	12.42	10.23	10.92	10.63	12.81	12.71
DEC. 4	12.48	10.39	10.70	10.85	13.03	12.78
11	12.04	10.47	10.77	11.13	13.47	13.21
18	12.26	10.94	11.60	11.53	13.44	13.19
25 *	12.43	11.14	11.84	12.16	14.03	13.44
JAN. 1						
8						
15						
22						
29						

* 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.15 RELEASE.

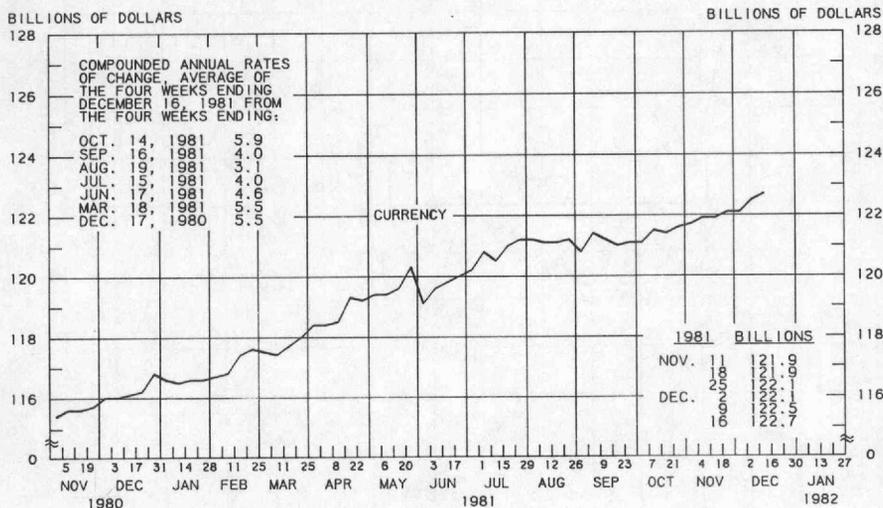
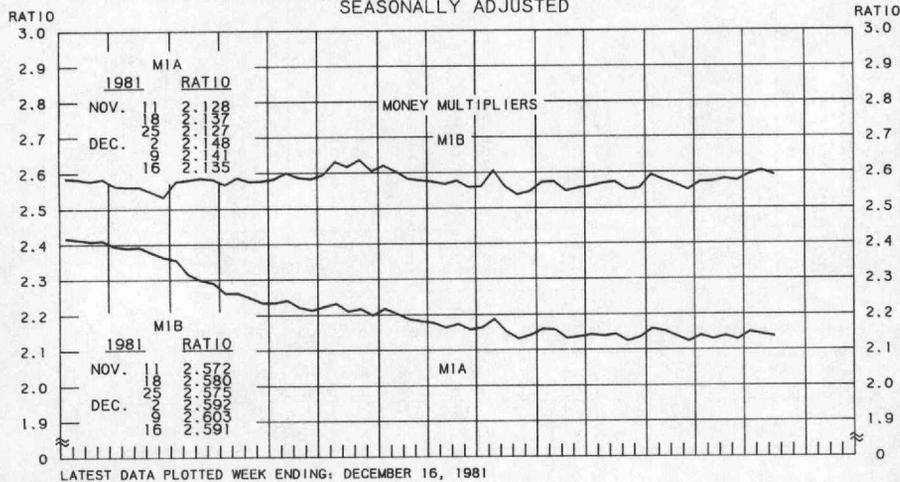
**** NEW ISSUE RATE

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

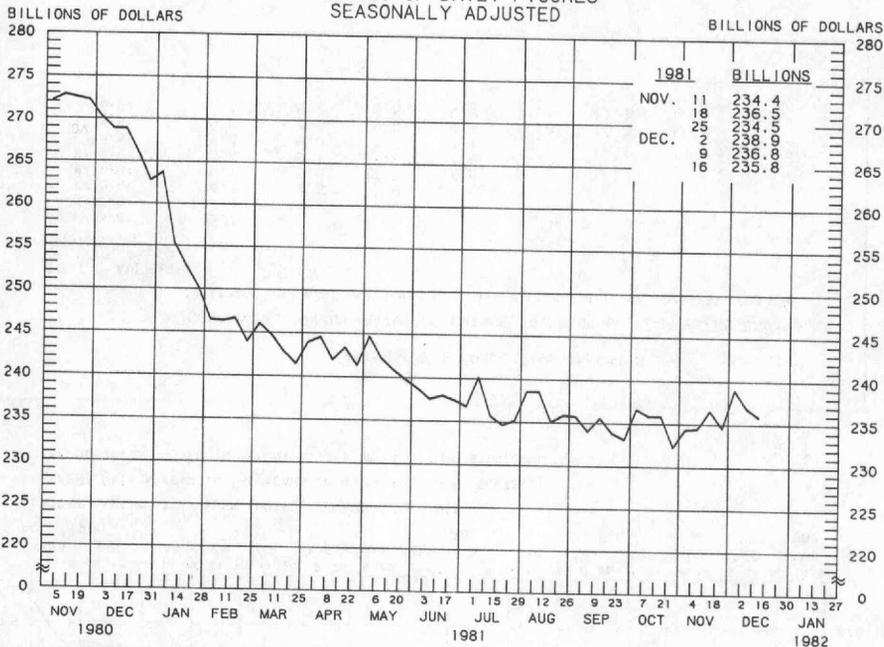
MULTIPLIERS ^{1/}
CURRENCY OF MONEY STOCK MEASURES ^{2/}
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



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

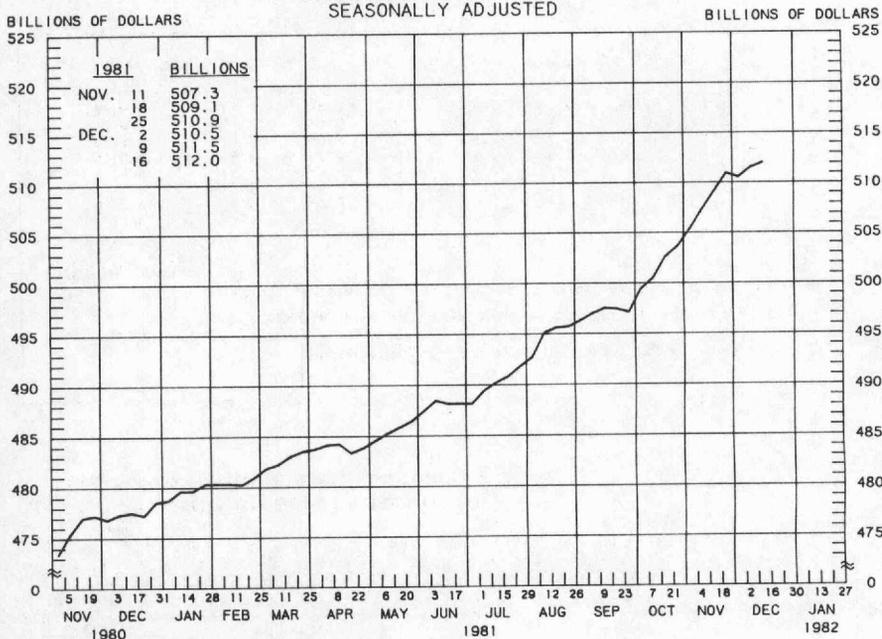


LATEST DATA PLOTTED WEEK ENDING: DECEMBER 16, 1981
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

DEMAND DEPOSIT COMPONENT OF MONEY STOCK (M1A)										
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:										
TO THE AVERAGE OF FOUR WEEKS ENDING:	5/13/81	6/17/81	7/15/81	8/19/81	9/16/81	10/14/81	12/17/80	3/18/81	5/13/81	6/17/81
5/13/81	-23.1									
6/17/81	-22.0	-9.3								
7/15/81	-19.9	-8.4	-12.0							
8/19/81	-17.7	-7.2	-8.9	-4.0						
9/16/81	-16.8	-7.3	-8.7	-5.3	-5.2					
10/14/81	-15.5	-6.7	-7.6	-4.7	-4.5	-5.4				
11/18/81	-14.2	-6.0	-6.6	-4.0	-3.7	-4.0	-2.2			
12/16/81	-12.4	-4.3	-4.3	-1.7	-1.0	-0.4	2.1	4.3		

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: DECEMBER 16, 1981

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:

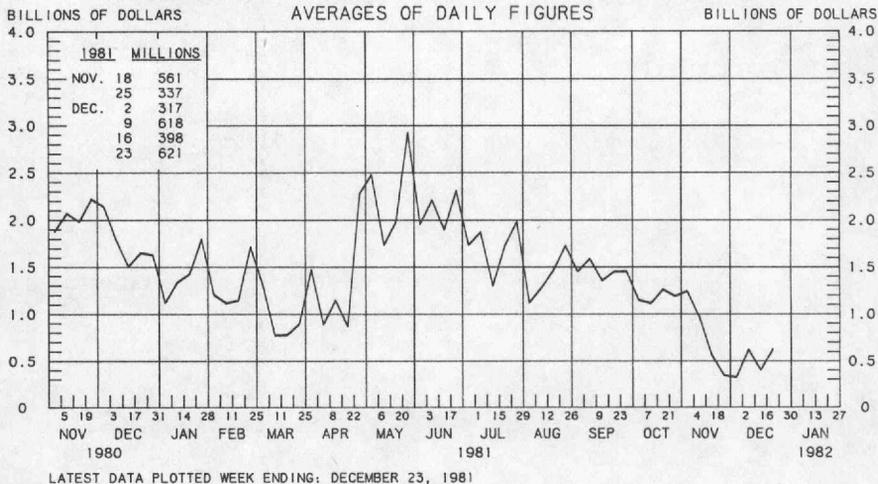
12/17/80 3/18/81 5/13/81 6/17/81 7/15/81 8/19/81 9/16/81 10/14/81

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

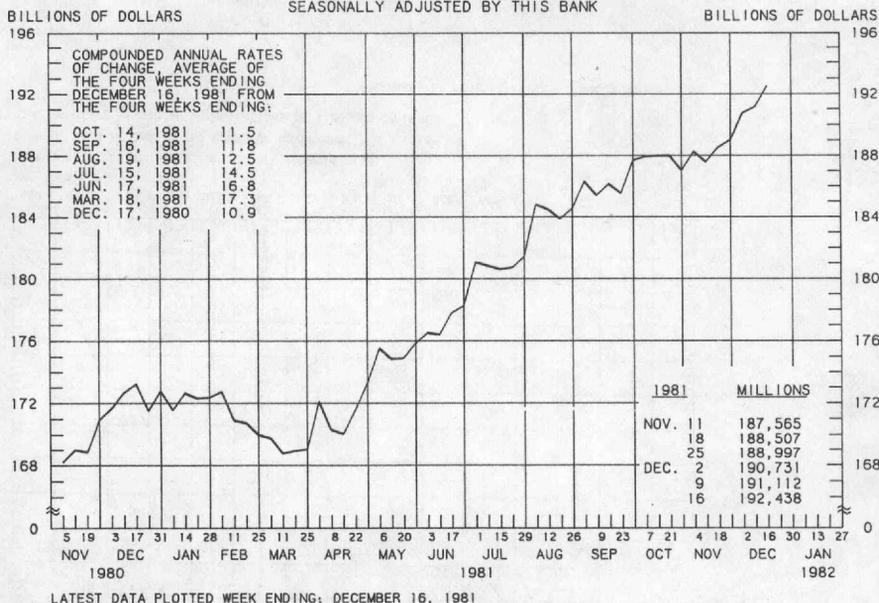
5/13/81	3.7							
6/17/81	4.4	4.7						
7/15/81	4.3	4.5	5.9					
8/19/81	5.2	5.9	7.6	7.6				
9/16/81	5.5	6.1	7.6	7.6	9.3			
10/14/81	5.4	6.0	7.2	7.1	8.1	6.5		
11/18/81	6.6	7.6	9.0	9.3	10.6	10.5	11.8	
12/16/81	7.1	8.2	9.5	9.9	11.1	11.2	12.3	15.5

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS



BUSINESS LOANS^{1/} (COMMERCIAL AND INDUSTRIAL) WEEKLY REPORTING LARGE COMMERCIAL BANKS^{2/} SEASONALLY ADJUSTED BY THIS BANK

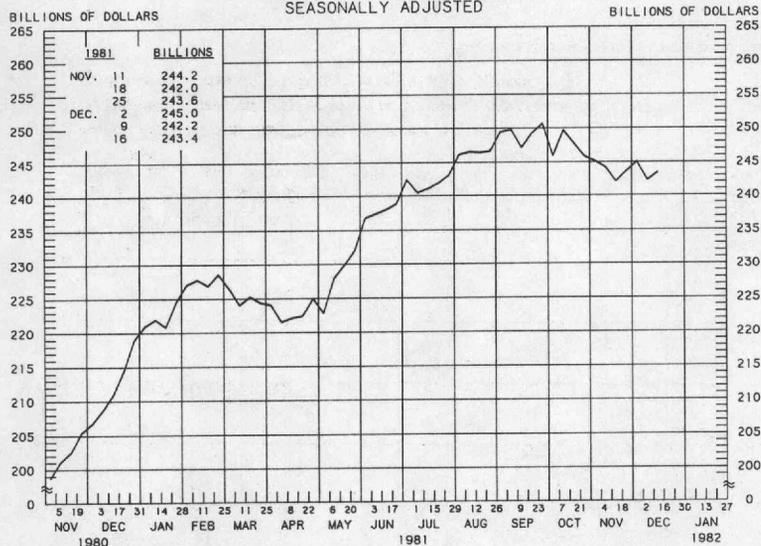


1/ BUSINESS LOANS INCLUDE BANKERS' ACCEPTANCES AND COMMERCIAL PAPER.

2/ BANKS WITH DOMESTIC ASSETS OF \$750 MILLION OR MORE

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: DECEMBER 16, 1981
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.G RELEASE.
TIME DEPOSITS ISSUED IN DENOMINATIONS OF \$100,000 OR MORE.

PREPARED BY FEDERAL RESERVE BANK OF ST.