

JUN 26 1984

U.S. Financial Data

June 21, 1984

The prime rate has been increased by 50 basis points on three occasions since mid-March. In each instance, the increase in the prime coincided with increases in the banks' cost to acquire loanable funds. Primary sources of loanable funds for banks are certificates of deposit (CDs) and the federal funds market.

Over the seven-month period between mid-August 1983 and mid-March 1984, when the prime rate held constant at 11 percent, the average spread between the prime and the 90-day CD rate was 151 basis points; the average prime-federal funds rate spread over the same period was 150 basis points. As the table below indicates, these spreads had narrowed at the time of each of the three recent increases in the prime rate.

Average Interest Rate Spreads Prior to
Recent Changes in the Prime Rate
(basis points)

<u>Period</u> ^{1/}	<u>Prime - federal funds rate spread</u>	<u>Prime - 90-day</u> ^{2/} <u>CD rate spread</u>
March 21, 1984	119	96
April 4, 1984	131	113
May 9, 1984	149	119

^{1/} Data are two-week averages ending date shown.

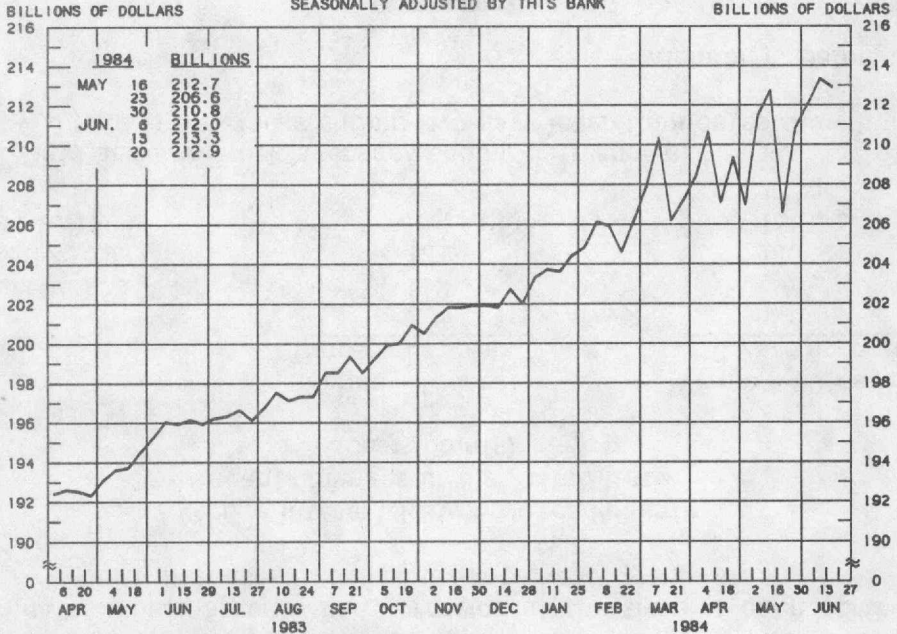
^{2/} CD rate is for weeks ending two days later than dates shown.

—Michael T. Belongia



ADJUSTED MONETARY BASE

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK



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 ALL DEPOSITORY INSTITUTIONS), 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.

RECENT DATA ARE PRELIMINARY

ADJUSTED MONETARY BASE

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

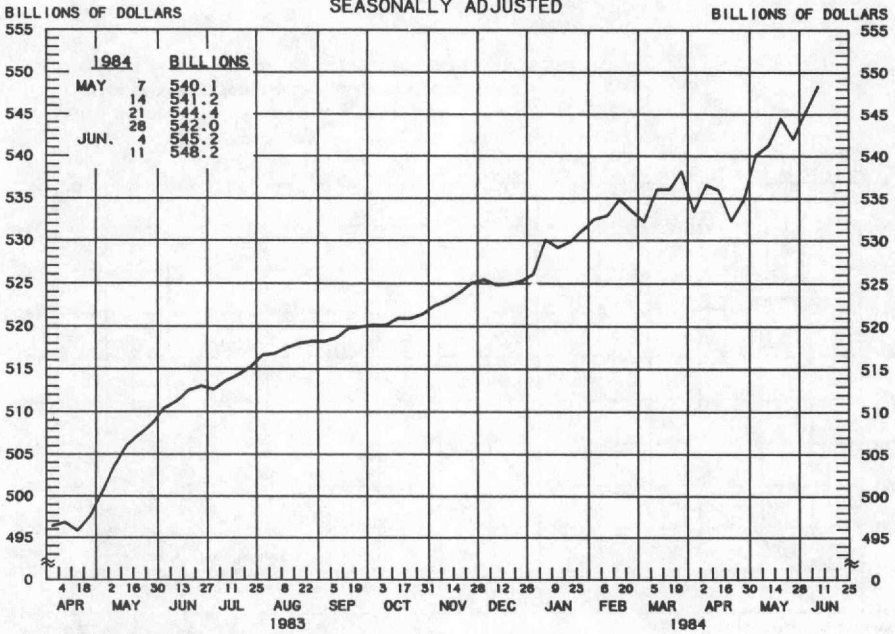
6/22/83 9/21/83 11/23/83 12/21/83 1/18/84 2/22/84 3/21/84 4/18/84

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

11/23/83	6.9							
12/21/83	6.5	7.7						
1/18/84	6.6	7.6	6.0					
2/22/84	7.4	8.5	8.2	9.8				
3/21/84	8.2	9.6	9.9	11.6	13.5			
4/18/84	7.8	8.8	8.7	9.7	10.4	9.5		
5/23/84	7.6	8.4	8.2	8.9	9.2	8.2	5.1	
6/20/84	8.4	9.4	9.6	10.3	10.9	10.6	9.2	11.6

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1984

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

M1 CONSISTS OF CURRENCY HELD BY THE NONBANK PUBLIC PLUS COMMERCIAL BANK DEMAND DEPOSITS HELD BY THE NONBANK PUBLIC (EXCLUDING THOSE HELD BY FOREIGN BANKS AND OFFICIAL INSTITUTIONS) AND OTHER CHECKABLE DEPOSITS OF ALL DEPOSITORY INSTITUTIONS PLUS TRAVELERS' CHECKS.

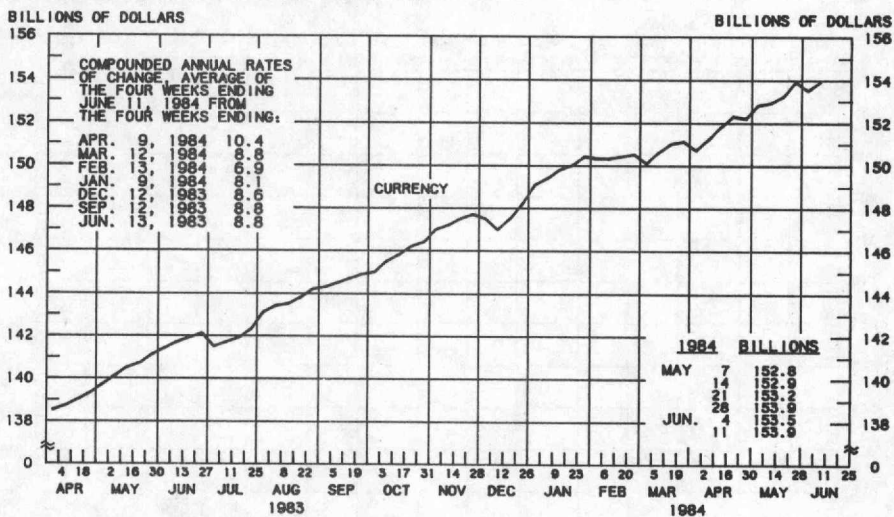
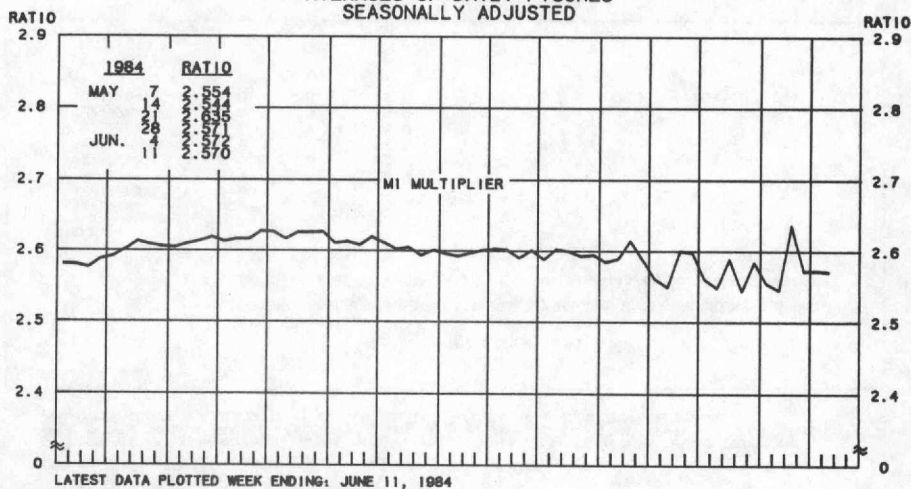
MONEY STOCK (M1)

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

	6/13/83	9/12/83	11/14/83	12/12/83	1/9/84	2/13/84	3/12/84	4/9/84
TO THE AVERAGE OF FOUR WEEKS ENDING:								
11/14/83	5.9							
12/12/83	6.1	5.1						
1/9/84	5.9	4.9	5.9					
2/13/84	6.5	6.2	7.6	7.7				
3/12/84	6.5	6.2	7.3	7.3	8.6			
4/9/84	6.3	6.0	6.8	6.7	7.4	5.5		
5/14/84	5.9	5.4	5.9	5.6	5.9	4.2	3.3	
6/11/84	7.0	6.9	7.8	7.8	8.5	7.9	8.4	10.1

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MONEY MULTIPLIER ^{1/}
CURRENCY COMPONENT OF MONEY STOCK ^{2/}
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



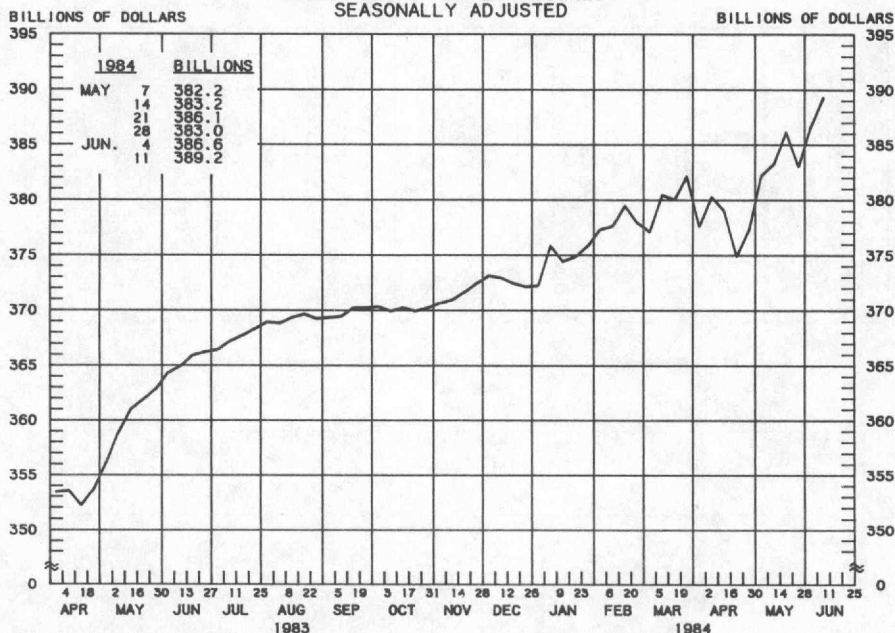
1/ RATIO OF MONEY STOCK (M1) TO ADJUSTED MONETARY BASE

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

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TOTAL CHECKABLE DEPOSITS ^{1/}

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1984

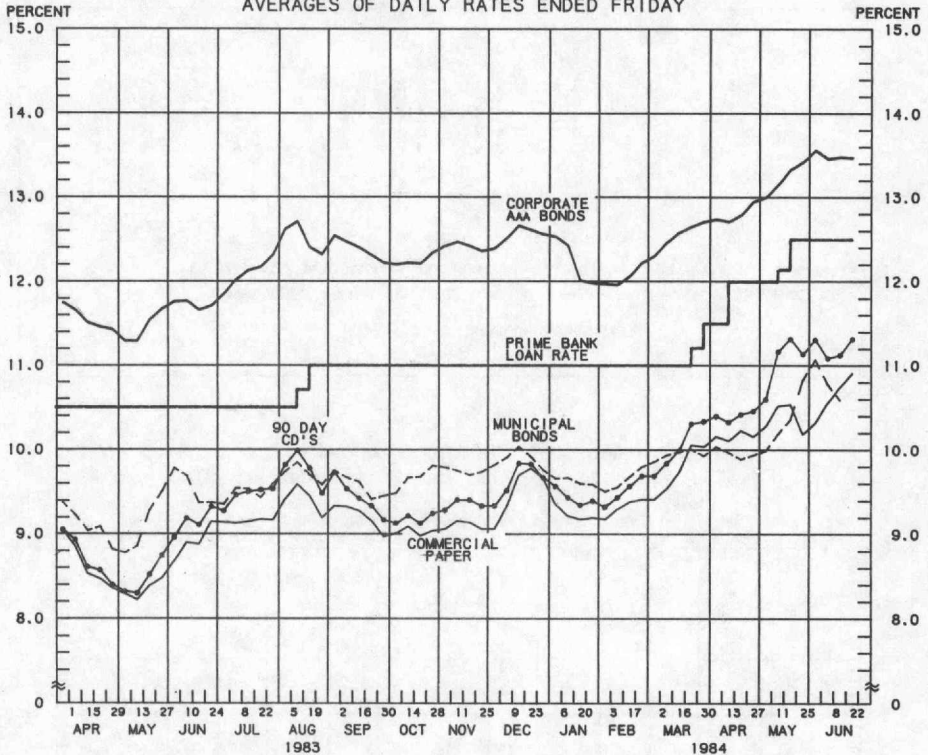
^{1/} DEMAND DEPOSITS PLUS OTHER CHECKABLE DEPOSITS AT ALL DEPOSITORY INSTITUTIONS

TOTAL CHECKABLE DEPOSITS									
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:									
	6/13/83	9/12/83	11/14/83	12/12/83	1/9/84	2/13/84	3/12/84	4/9/84	
TO THE AVERAGE OF FOUR WEEKS ENDING:									
11/14/83	4.5								
12/12/83	5.0	3.4							
1/ 9/84	4.6	3.1	4.8						
2/13/84	5.3	4.5	6.6	6.2					
3/12/84	5.6	5.1	7.0	6.8	9.0				
4/ 9/84	5.5	5.0	6.5	6.3	7.6	6.4			
5/14/84	4.7	4.0	4.9	4.4	5.0	3.2	1.1		
6/11/84	6.2	6.1	7.5	7.5	8.5	8.2	8.2	9.8	

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YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES ENDED FRIDAY



1984	90 DAY CD'S	30-DAY COMMERCIAL PAPER	90-DAY BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS ^{***}
APR. 6	10.40	10.16	10.23	12.74	14.21	10.04
13	10.33	10.11	10.21	12.71	14.22	9.97
20	10.42	10.23	10.31	12.79	14.37	9.89
27	10.46	10.16	10.29	12.95	14.41	9.94
MAY 4	10.60	10.28	10.42	13.00	14.46	9.99
11	11.17	10.52	10.98	13.15	14.61	10.19
18	11.32	10.54	11.07	13.33	14.75	10.36
25	11.14	10.19	10.93	13.42	14.91	10.83
JUNE 1	11.31	10.32	10.92	13.56	15.04	11.07
8	11.09	10.56	10.81	13.46	14.95	10.78
15	11.13	10.75	10.85	13.48	15.01	10.59
22 *	11.32	10.91	11.13	13.47	14.97	N.A.
29						

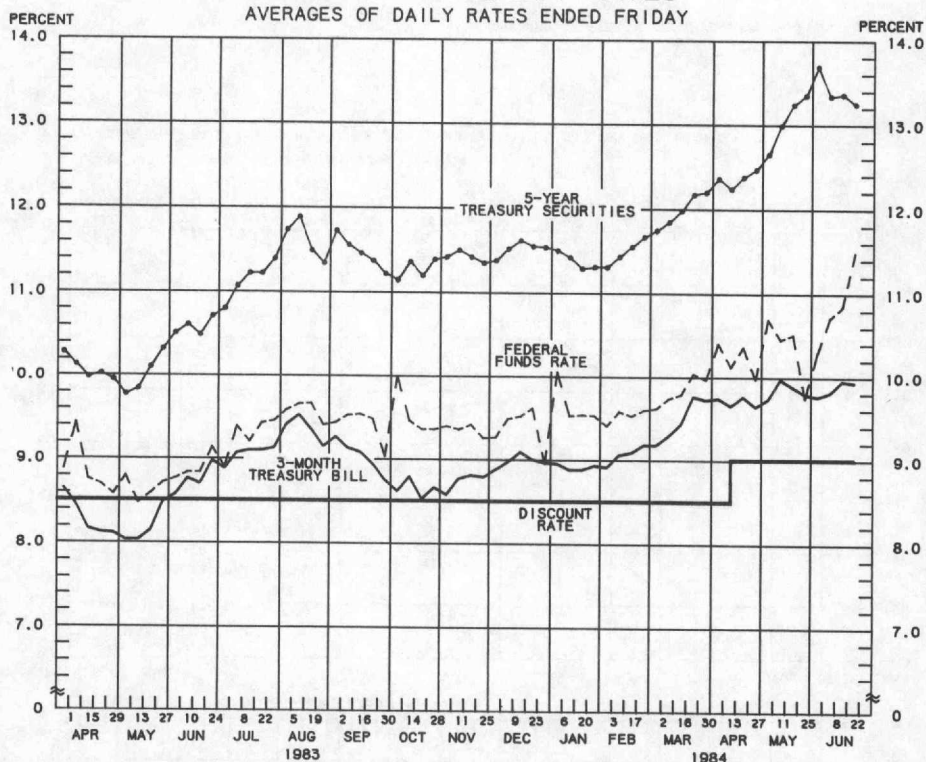
* AVERAGES OF RATES AVAILABLE.

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

N.A. - NOT AVAILABLE

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SELECTED INTEREST RATES AVERAGES OF DAILY RATES ENDED FRIDAY



1984	FEDERAL FUNDS ^{***}	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL ^{***}	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
APR. 6	10.41	9.74	9.83	9.96	12.36	12.53
13	10.13	9.65	9.82	9.82	12.24	12.45
20	10.37	9.76	9.92	9.98	12.38	12.62
27	9.98	9.64	9.74	10.00	12.47	12.69
MAY 4	10.70	9.73	9.88	10.18	12.65	12.85
11	10.46	9.97	10.27	10.46	12.99	13.16
18	10.52	9.88	10.40	10.59	13.24	13.42
25	9.75	9.79	10.38	10.73	13.35	13.49
JUNE 1	10.30	9.76	10.62	10.94	13.69	13.71
8	10.72	9.81	10.57	10.80	13.34	13.38
15	10.85	9.95	10.66	10.87	13.36	13.35
22 [*]	11.49	9.93	10.49	10.87	13.25	13.30
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.

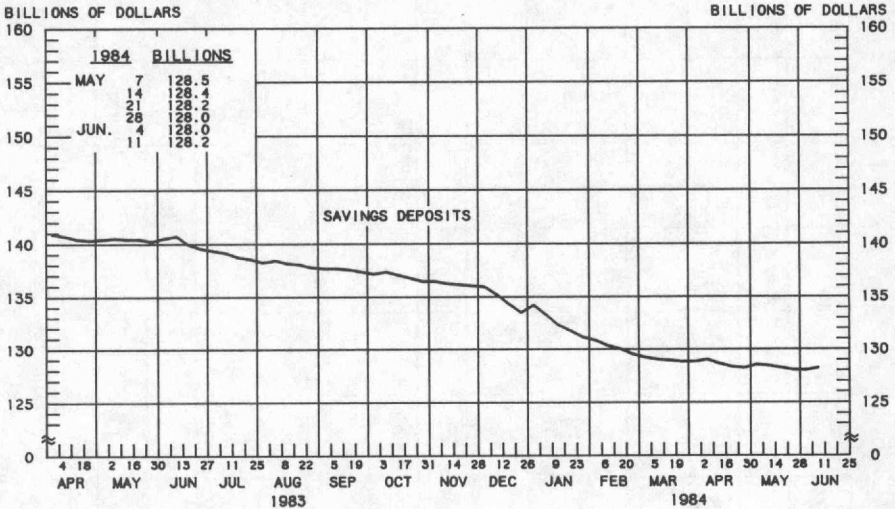
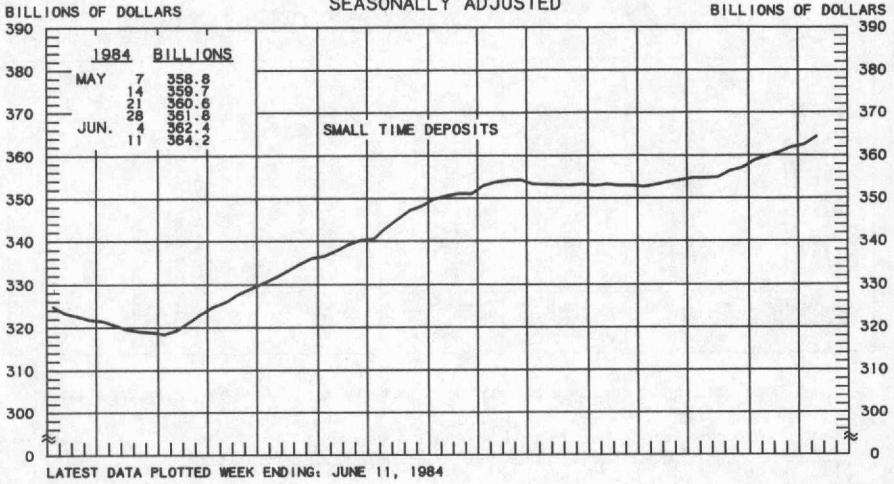
^{****} NEW ISSUE RATE

RATES ON LONG-TERM TREASURY SECURITIES ARE COMPUTED BY THE FEDERAL RESERVE BANK OF ST. LOUIS.

TREASURY BILL YIELDS ON DISCOUNT BASIS.

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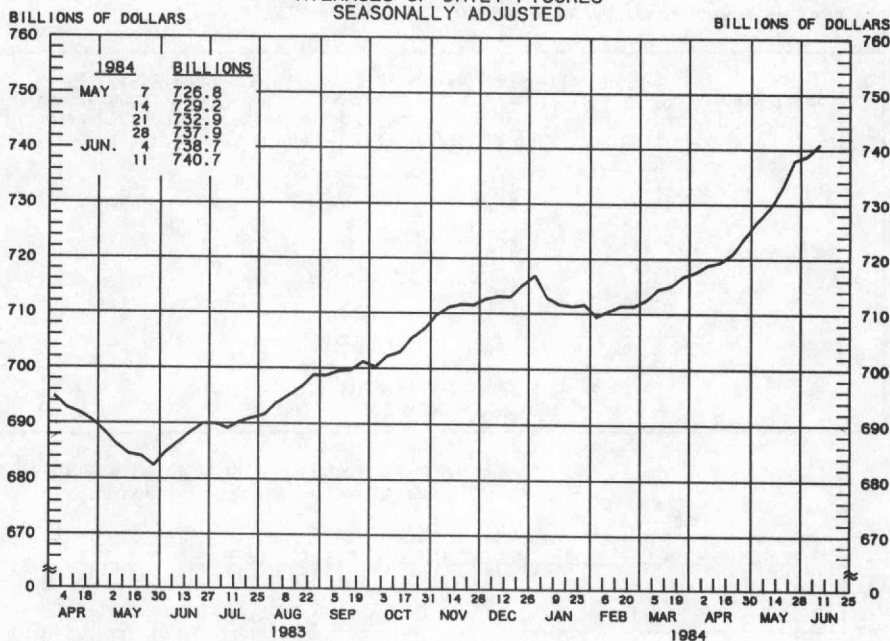
SMALL TIME DEPOSITS ^{1/}
 COMMERCIAL BANK SAVINGS DEPOSITS
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



1/ COMMERCIAL BANK TIME DEPOSITS ISSUED IN DENOMINATIONS OF LESS THAN \$100,000.

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TOTAL TIME DEPOSITS 1/
 ALL COMMERCIAL BANKS
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



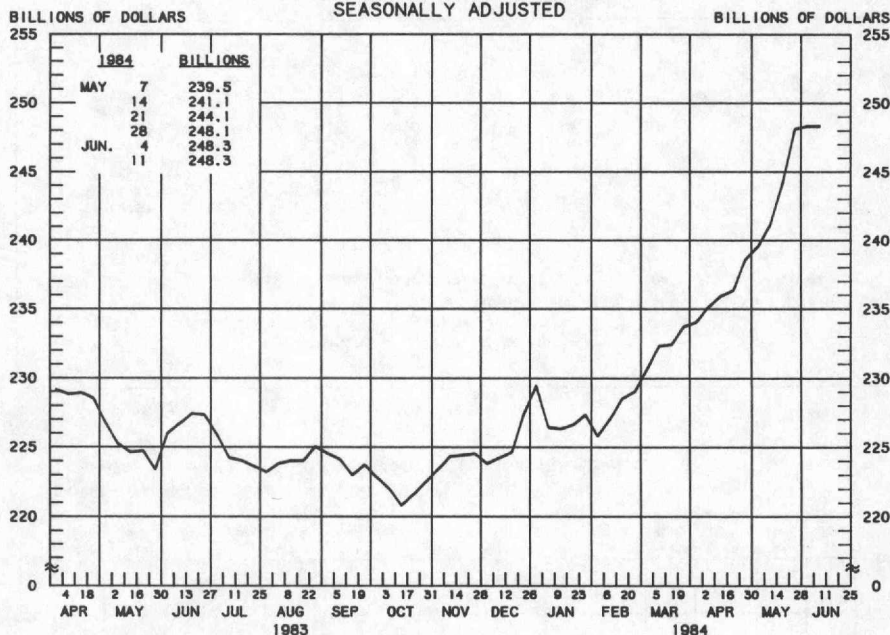
LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1984

1/ SAVINGS DEPOSITS PLUS SMALL TIME DEPOSITS PLUS LARGE TIME DEPOSITS

TOTAL TIME DEPOSITS								
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:								
TO THE AVERAGE OF FOUR WEEKS ENDING:	6/13/83	9/12/83	11/14/83	12/12/83	1/9/84	2/13/84	3/12/84	4/9/84
11/14/83	8.5							
12/12/83	8.3	8.1						
1/ 9/84	7.7	7.2	5.6					
2/13/84	5.7	4.2	1.3	-1.2				
3/12/84	5.5	4.0	1.7	0.1	-1.6			
4/ 9/84	5.8	4.7	3.0	2.1	1.5	5.9		
5/14/84	6.5	5.8	4.8	4.4	4.5	8.5	10.9	
6/11/84	7.8	7.6	7.3	7.3	7.9	12.1	15.0	17.9

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



LATEST DATA PLOTTED WEEK ENDING: JUNE 11, 1984

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

MMDAs, MMMFs and SUPER NOWs
(billions of dollars, not seasonally adjusted)

		MMDAs 1/	MMMFs 2/	SUPER NOWs 3/
April	30	\$392.8	\$186.7	\$42.0
May	7	393.7	185.3	42.7
	14	395.1	187.7	42.5
	21	395.2	189.6	42.4
	28	394.6	191.4	42.1
June	4	395.5	191.6	43.4
	11	395.3	191.5	43.8

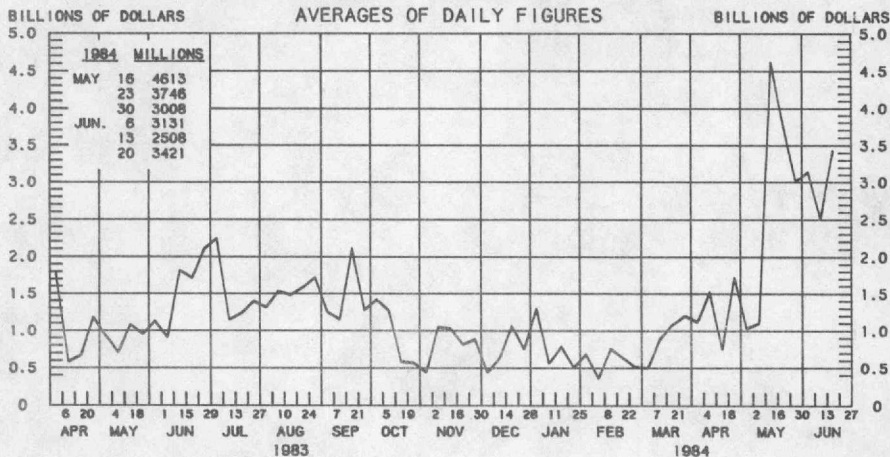
1/ Money market deposit accounts at all depository institutions, effective 12/14/82.

2/ Total money market mutual fund balances.

3/ NOW accounts at all depository institutions, requiring a \$2,500 minimum balance and eligible to earn more than 5.25 percent, effective 1/5/83.

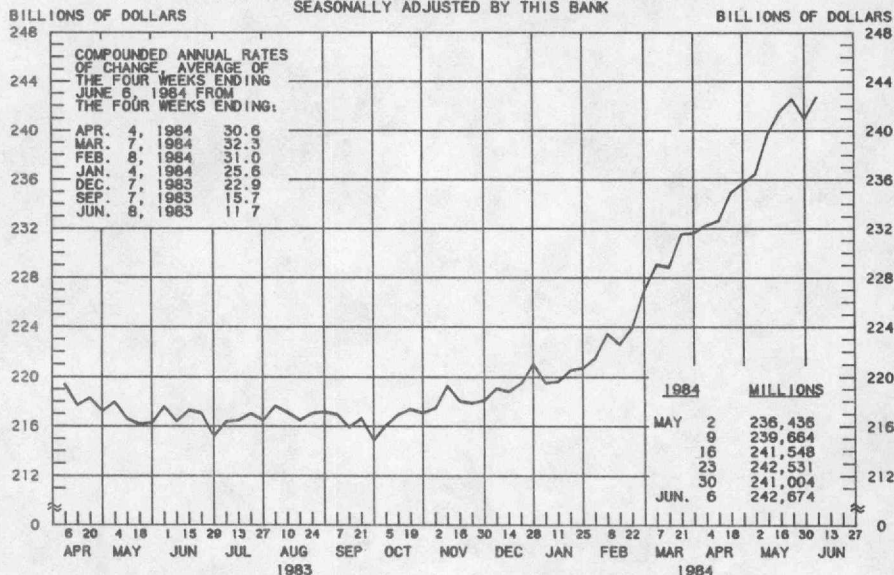
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BORROWINGS FROM FEDERAL RESERVE BANKS



LATEST DATA PLOTTED WEEK ENDING: JUNE 20, 1984

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



LATEST DATA PLOTTED WEEK ENDING: JUNE 6, 1984

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

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

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