

U.S. Financial Data

OCT 0 9 1984

October 4, 1984

After increasing by 150 to 200 basis points over the early part of this year (see charts on pages 6-7), interest rates declined across the board during September. Long-term rates continued the pattern of decline that began in July, while short-term rates dropped for the first time since January. The prime rate, likewise, showed its first reduction since February 1983.

The table below illustrates the narrowed spread between short- and long-term rates in the last three months. Since late June, the spread between the rates on long-term Treasury securities and three-month Treasury bills has fallen 165 basis points. The spread between the long-term rate and the 90-day CD rate has fallen over 60 basis points. In addition, the rates on three-month Treasury bills and 90-day CDs have moved closer together after a relatively large mid-year divergence of over 185 basis points.

Selected Interest Rates

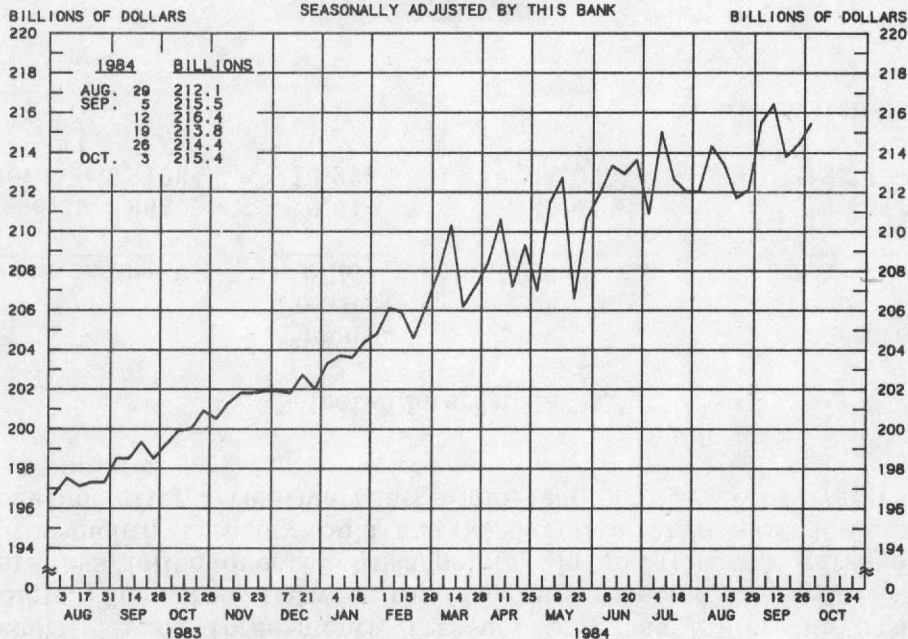
<u>Week ending</u>	<u>3-month Treasury bills</u>	<u>90-day CDs</u>	<u>Long-term Treasury securities</u>
June 29, 1984	9.81 %	11.67 %	13.62 %
October 5, 1984	10.22	11.05	12.38

—A. Steven Holland



ADJUSTED MONETARY BASE

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



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 3, 1984

THE ADJUSTED MONETARY BASE CONSISTS OF: (1) RESERVE ACCOUNTS OF FINANCIAL INSTITUTIONS AT FEDERAL RESERVE BANKS, (2) CURRENT CIRCULATION (CURRENTLY HELD BY THE PUBLIC) AND 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

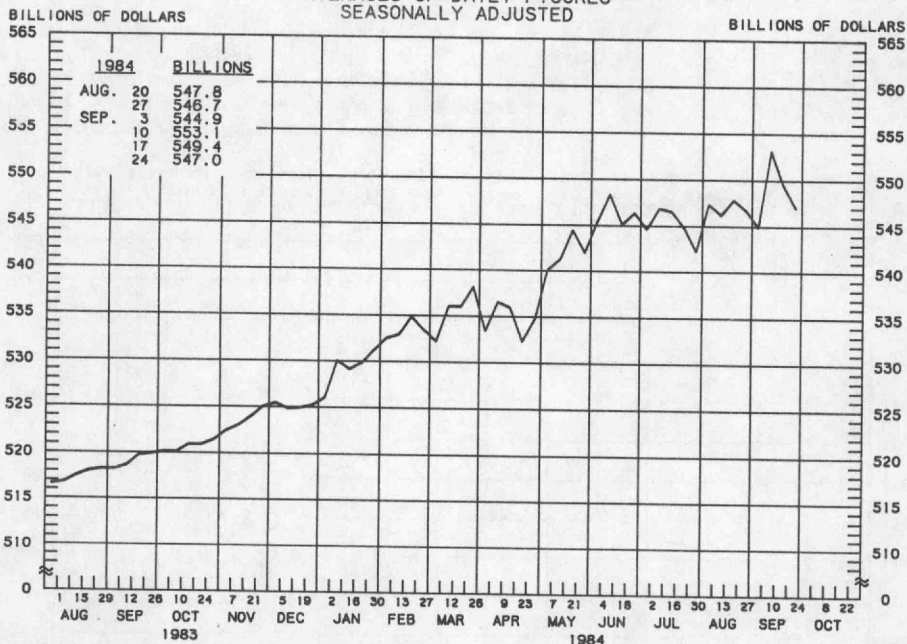
ADJUSTED MONETARY BASE

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

	10/5/83	1/4/84	2/29/84	4/4/84	5/2/84	6/6/84	7/4/84	8/1/84
TO THE AVERAGE OF FOUR WEEKS ENDING:								
2/29/84	8.7							
4/ 4/84	9.4							
5/ 2/84	8.5	11.3	8.1					
6/ 8/84	8.8	9.6	8.9	7.1				
7/ 4/84	9.4	10.3	10.2	9.3	12.2			
8/ 1/84	8.6	9.1	8.5	7.4	8.7	7.6		
9/ 5/84	7.8	8.0	7.1	6.0	6.7	5.2	1.4	
10/ 3/84	8.1	8.3	7.7	6.8	7.5	6.7	4.4	5.8

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1) AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 24, 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.

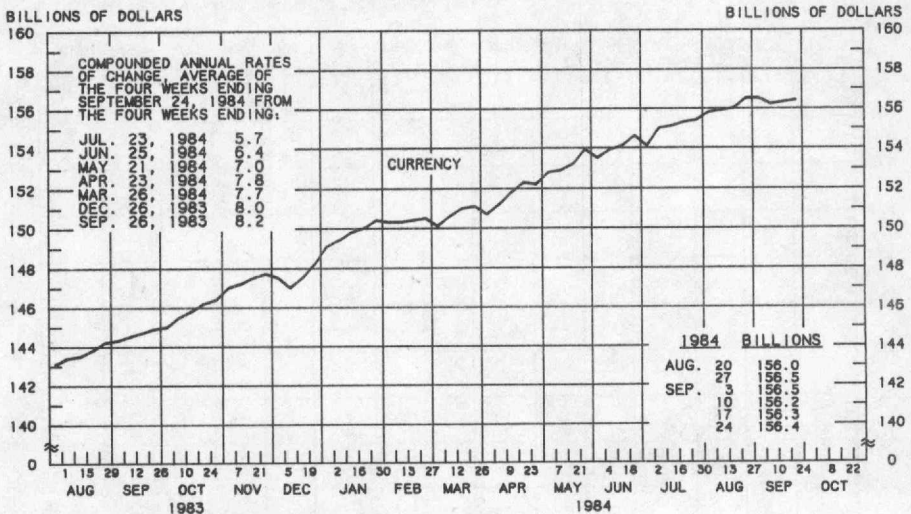
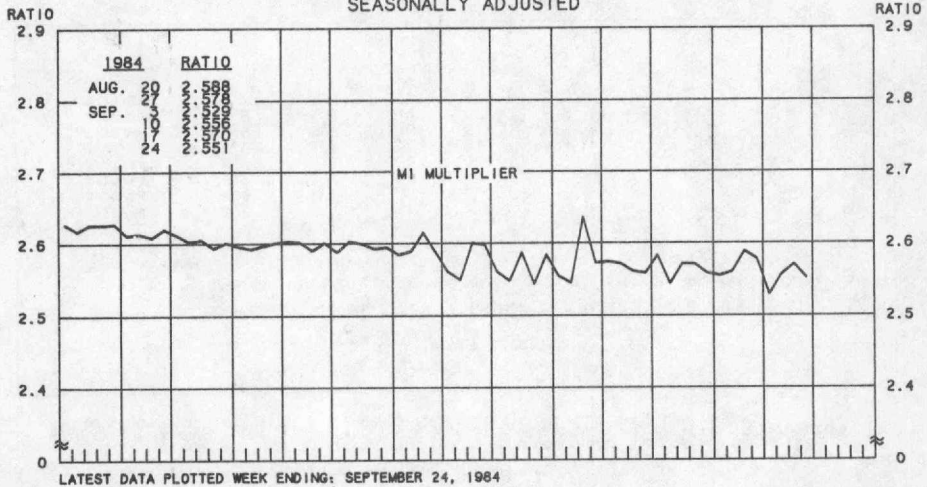
MONEY STOCK (M1)

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

TO THE AVERAGE OF FOUR WEEKS ENDING:	9/26/83	12/26/83	2/27/84	3/26/84	4/23/84	5/21/84	6/25/84	7/23/84
2/27/84	6.6							
3/26/84	6.5	8.2						
4/23/84	5.2	5.6	1.3					
5/21/84	6.3	7.2	5.6	5.6				
6/25/84	7.0	8.2	7.6	8.2	13.4			
7/23/84	6.2	6.9	5.8	5.9	8.6	6.1		
8/27/84	5.8	6.3	5.2	5.1	6.9	4.8	0.7	
9/24/84	5.7	6.0	5.0	4.9	6.3	4.6	1.7	3.1

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



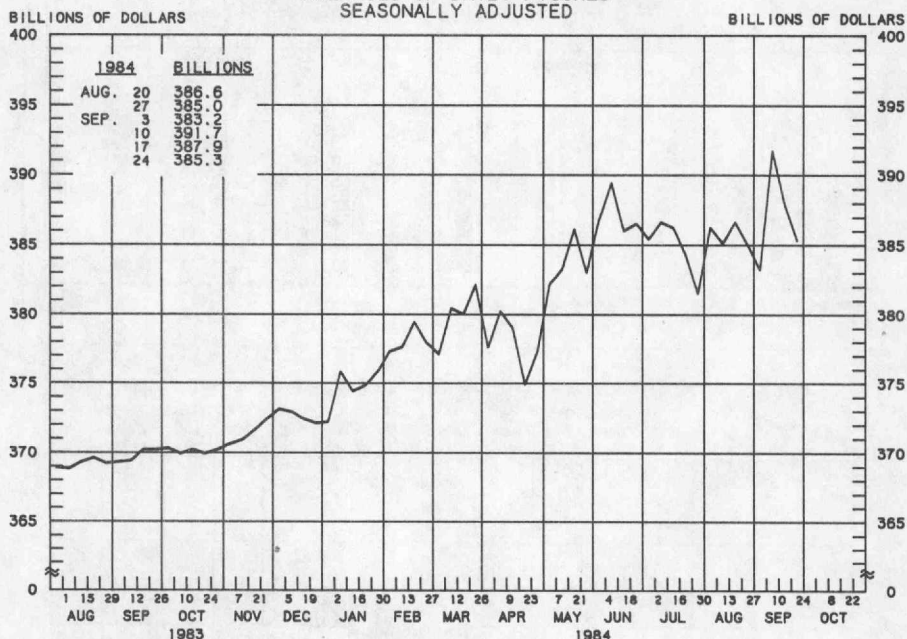
LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 24, 1984

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: SEPTEMBER 24, 1984

1/ DEMAND DEPOSITS PLUS OTHER CHECKABLE DEPOSITS AT ALL DEPOSITORY INSTITUTIONS

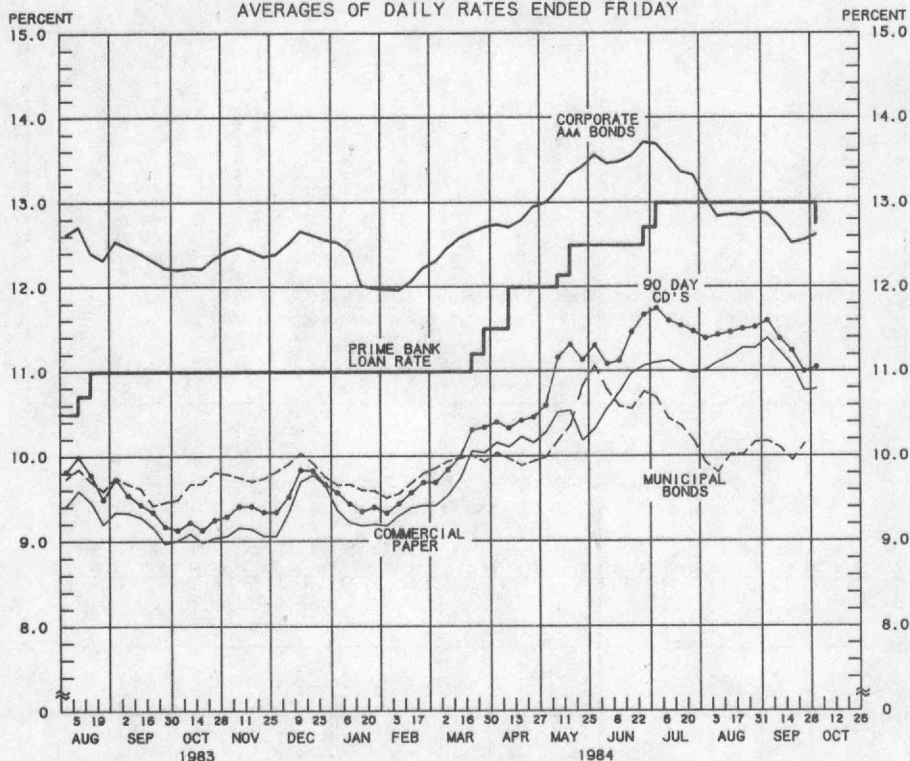
TOTAL CHECKABLE DEPOSITS

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

	9/26/83	12/26/83	2/27/84	3/26/84	4/23/84	5/21/84	6/25/84	7/23/84
TO THE AVERAGE OF FOUR WEEKS ENDING:								
2/27/84	5.4							
3/26/84	5.5	8.1						
4/23/84	3.8	4.4	-0.3					
5/21/84	5.2	6.5	4.8	4.0				
6/25/84	6.3	8.0	7.5	7.9	15.1			
7/23/84	5.2	6.1	5.0	4.7	8.4	5.3		
8/27/84	4.7	5.3	4.1	3.6	6.1	3.4	-2.2	
9/24/84	4.7	5.2	4.1	3.8	5.8	3.7	-0.2	2.1

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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: OCTOBER 5, 1984

1984	90 DAY CD'S	30-DAY COMMERCIAL PAPER	90-DAY BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS
AUG. 3	11.39	11.02	11.18	13.05	14.89	9.92
10	11.43	11.11	11.24	12.84	14.65	9.81
17	11.46	11.18	11.24	12.86	14.63	10.02
24	11.50	11.28	11.27	12.85	14.55	10.02
31	11.52	11.28	11.34	12.88	14.58	10.17
SEP. 7	11.60	11.39	11.34	12.87	14.56	10.18
14	11.39	11.24	11.21	12.72	14.39	10.10
21	11.25	11.07	10.98	12.52	14.26	9.95
28	11.00	10.77	10.81	12.56	14.24	10.15
OCT. 5 *	11.05	10.79	10.84	12.62	14.22	N.A.
12						
19						
26						

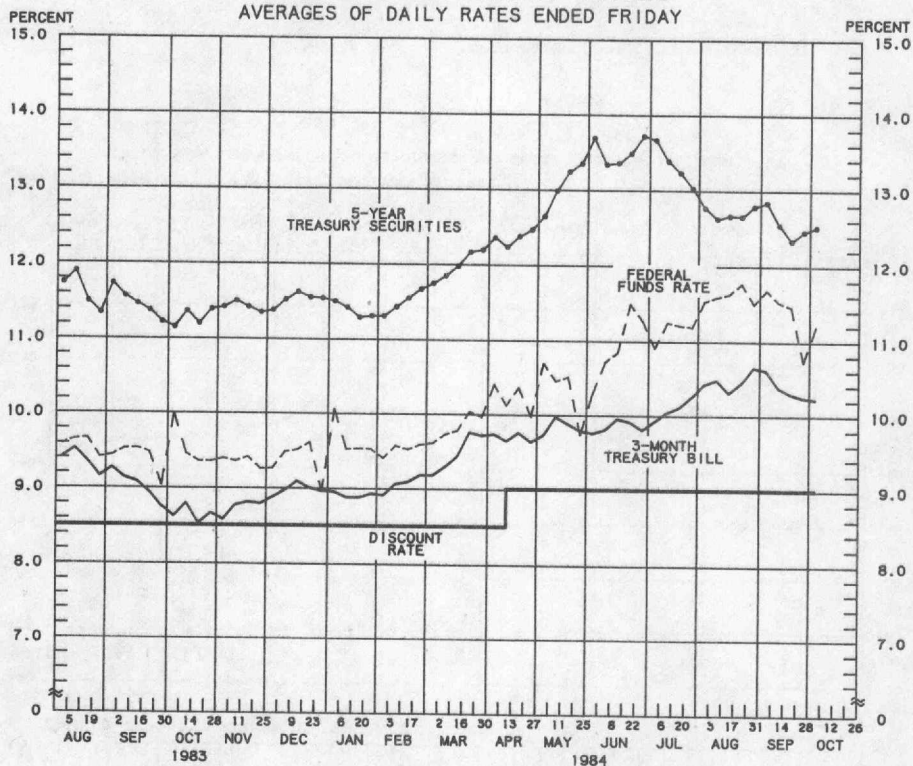
* AVERAGES OF RATES AVAILABLE.

** 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



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: OCTOBER 5, 1984

1984	FEDERAL FUNDS RATE	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
AUG. 3	11.53	10.42	10.64	10.73	12.77	12.75
10	11.59	10.48	10.68	10.69	12.63	12.62
17	11.63	10.31	10.63	10.64	12.67	12.64
24	11.77	10.44	10.59	10.68	12.66	12.54
31	11.50	10.65	10.70	10.84	12.79	12.68
SEP. 7	11.68	10.61	10.75	10.82	12.84	12.64
14	11.52	10.38	10.49	10.54	12.55	12.33
21	11.46	10.29	10.40	10.37	12.34	12.17
28	10.73	10.24	10.39	10.38	12.46	12.29
OCT. 5	11.20	10.22	10.35	10.38	12.52	12.38
12						
19						
26						

* 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.

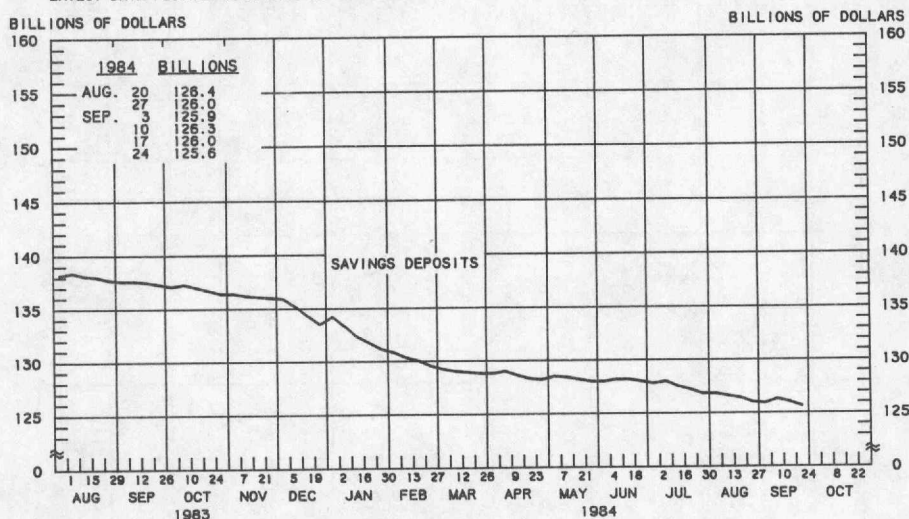
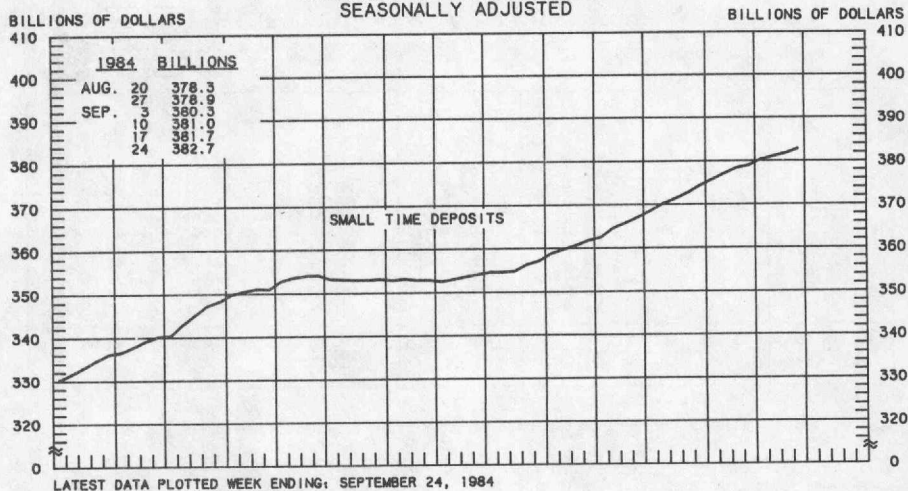
**** NEW ISSUE RATE.

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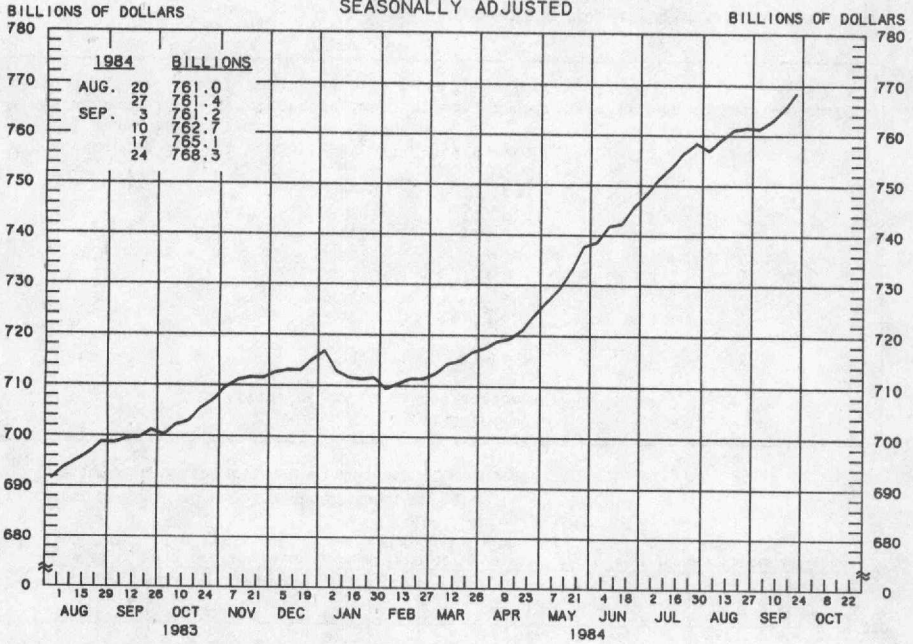
SMALL TIME DEPOSITS ^{1/} COMMERCIAL BANK SAVINGS DEPOSITS AVERAGES OF DAILY FIGURES SEASONALLY ADJUSTED



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

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



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 24, 1984

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

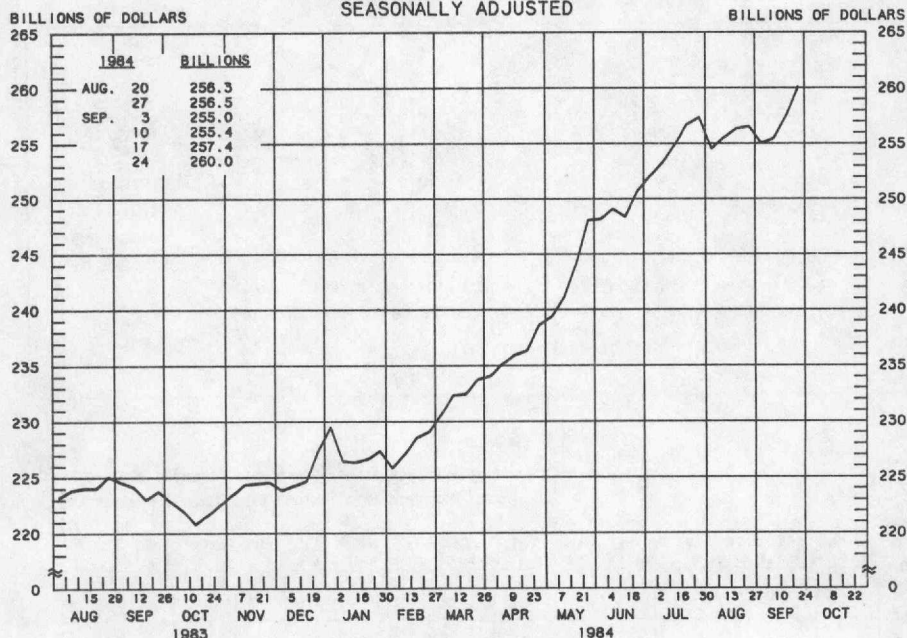
TOTAL TIME DEPOSITS

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

	9/26/83	12/26/83	2/27/84	3/26/84	4/23/84	5/21/84	6/25/84	7/23/84
TO THE AVERAGE OF FOUR WEEKS ENDING:								
2/27/84	3.7							
3/26/84	4.3	0.6						
4/23/84	4.9	2.5	8.0					
5/21/84	6.3	5.2	11.1	13.0				
6/25/84	8.1	8.2	14.1	16.3	19.9			
7/23/84	9.2	9.6	15.2	17.1	19.8	20.8		
8/27/84	9.3	9.8	14.3	15.6	17.2	17.0	14.5	
9/24/84	9.2	9.6	13.5	14.4	15.5	15.0	12.6	9.6

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



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 24, 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/
August	13	\$384.1	\$193.0	\$43.8
	20	382.4	192.4	43.6
	27	381.7	193.3	43.3
September	3	382.2	193.5	43.9
	10	384.0	193.2	45.1
	17	383.0	195.0	44.9
	24	380.4	195.7	43.8

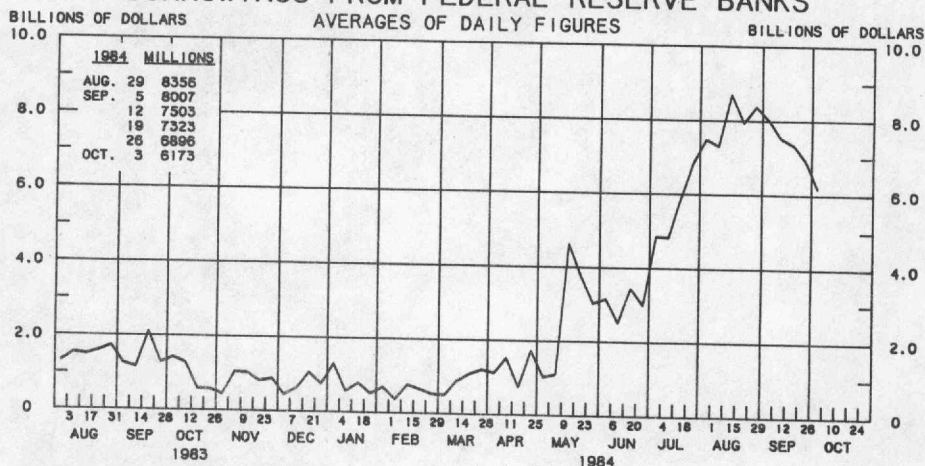
1/ Money market deposit accounts at all depository institutions, effective 12/14/82

2/ Total money market mutual fund balances

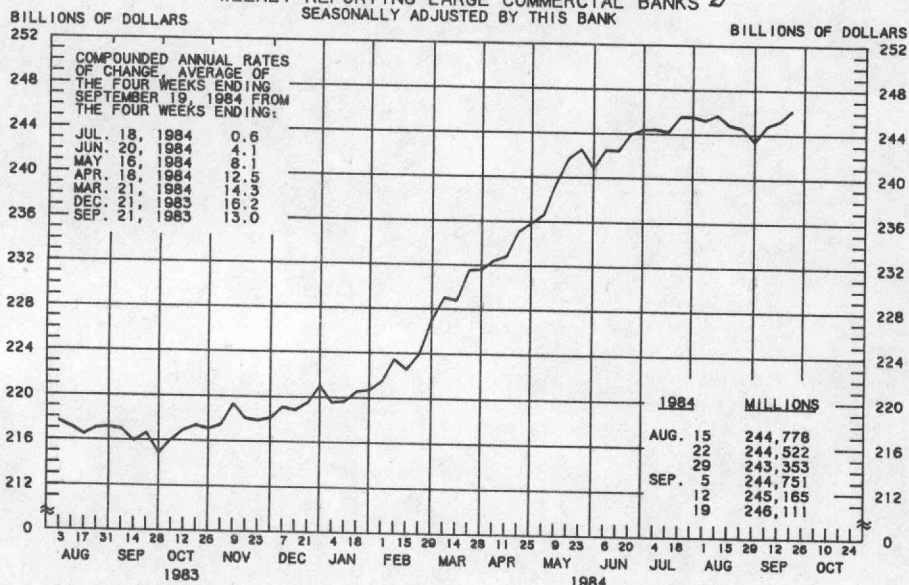
3/ NOW accounts at all depository institutions, requiring a \$2,500 minimum balance and eligible to earn more than 5.25 percent, effective 1/5/83

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BORROWINGS FROM FEDERAL RESERVE BANKS



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



LATEST DATA PLOTTED WEEK ENDING: SEPTEMBER 19, 1984

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

2/ BANKS WITH DOMESTIC ASSETS GREATER THAN \$1.4 BILLION

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS