

U.S. Financial Data

NOV 13 1984

November 8, 1984

The prime rate continued to decline this week as several major banks lowered this benchmark interest rate for business loans from 12 to 11.75 percent. The prevailing rate of 12 percent is now 100 basis points below its late September level of 13 percent, where it had been during the preceding three months. Its decrease reflects both the slowing of business loan growth since June and the recent sharp fall in banks' cost of short-term funds.

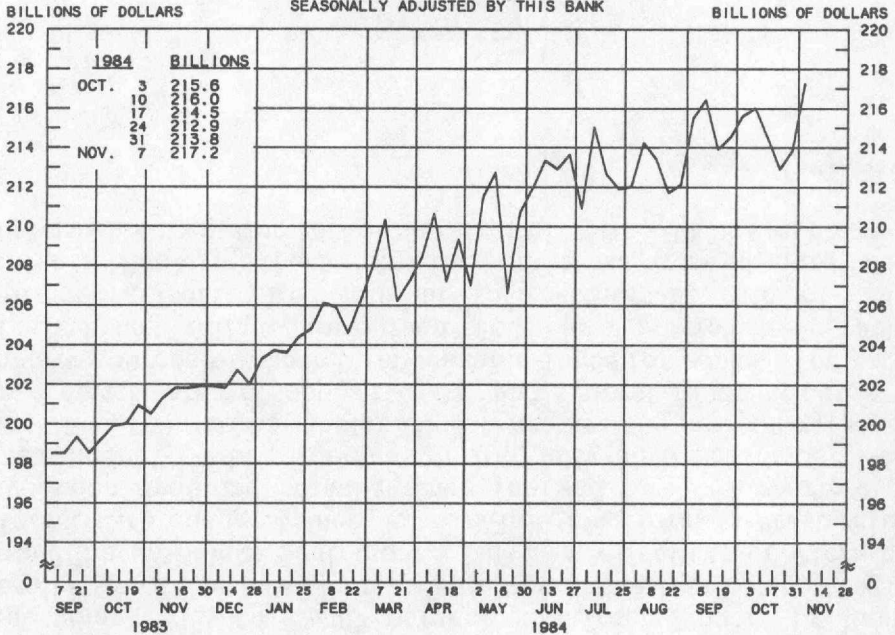
Business loan growth at large weekly reporting banks in the last four months has been much slower than it had been in early 1984. These loans have grown at a 2.8 percent rate since late June compared with a 26.7 percent rate from January to June. Despite slower business loan growth, the prime rate did not begin to decline until late September. This lag reflects the pattern of interest rate changes since June. While long-term interest rates have been declining steadily since the end of June, short-term rates did not begin to decline substantially until September (see pages 6 and 7). Of particular importance are the interest rates on large certificates of deposit (CDs) and federal funds, which are primary sources of short-term loanable funds for banks. The rate on CDs has fallen more than 220 basis points since early September, from 11.60 percent to the current rate of 9.39 percent. Similarly, the federal funds rate has dropped more than 180 basis points during this period, from 11.68 to 9.87 percent.

—Mack Ott



ADJUSTED MONETARY BASE

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 7, 1984

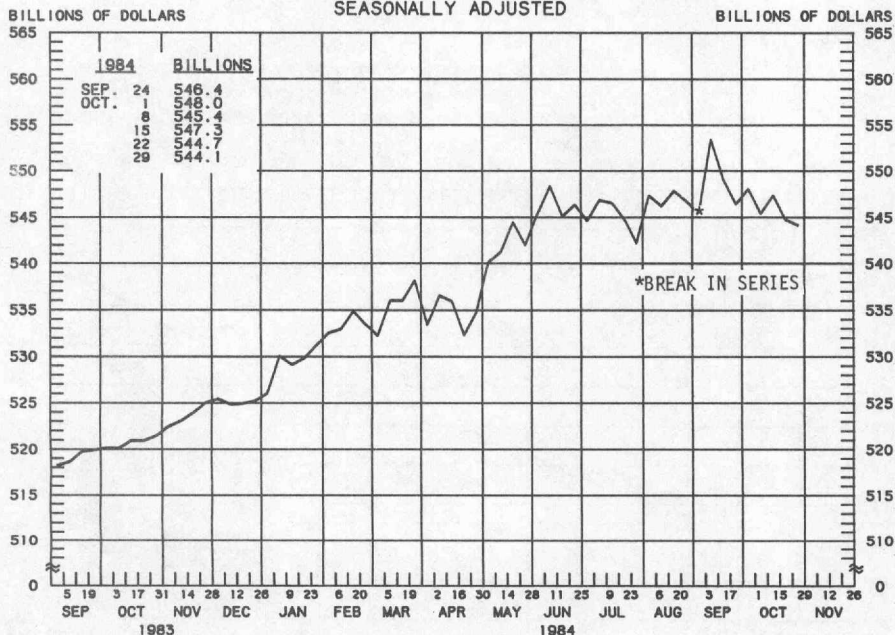
THE ADJUSTED MONETARY BASE CONSISTS OF: (1) RESERVE ACCOUNTS OF FINANCIAL INSTITUTIONS AT FEDERAL RESERVE BANKS, (2) CURRENCY IN CIRCULATION (CURRENCY HELD BY THE PUBLIC AND IN THE VAULTS OF ALL DEPOSITORY INSTITUTIONS), AND (3) AN ADJUSTMENT FOR RESERVE REQUIREMENT RATIO CHANGES. THE MAJOR SOURCE OF 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:								
TO THE AVERAGE OF FOUR WEEKS ENDING:	11/9/83	2/8/84	4/4/84	5/9/84	6/6/84	7/4/84	8/8/84	9/5/84
4/ 4/84	9.2							
5/ 9/84	8.2	8.3						
6/ 6/84	8.6	8.9	7.1					
7/ 4/84	9.3	10.0	9.3	12.8				
8/ 8/84	8.1	8.0	6.7	7.7	6.2			
9/ 5/84	7.6	7.3	6.0	6.6	5.2	1.4		
10/10/84	7.7	7.6	6.6	7.2	6.3	4.1	6.4	
11/ 7/84	6.9	6.5	5.4	5.6	4.7	2.6	3.6	3.9

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

**MONEY STOCK (M1)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED**



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 29, 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)*

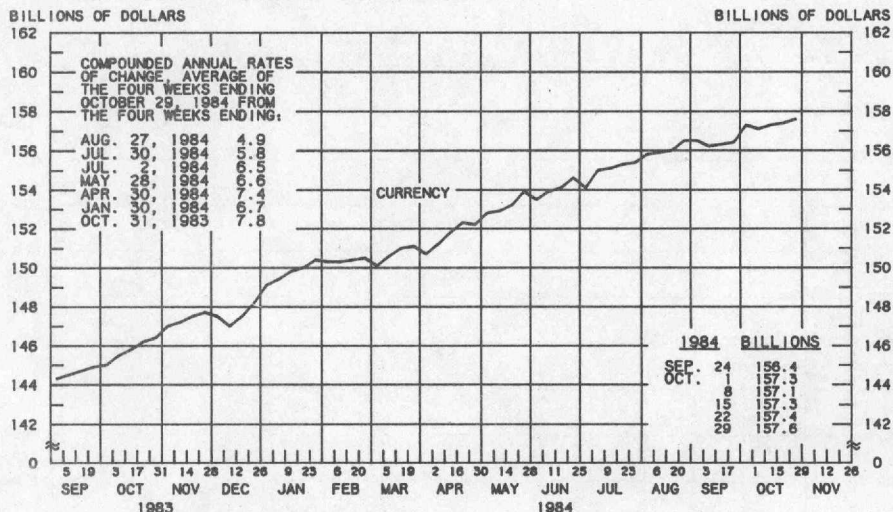
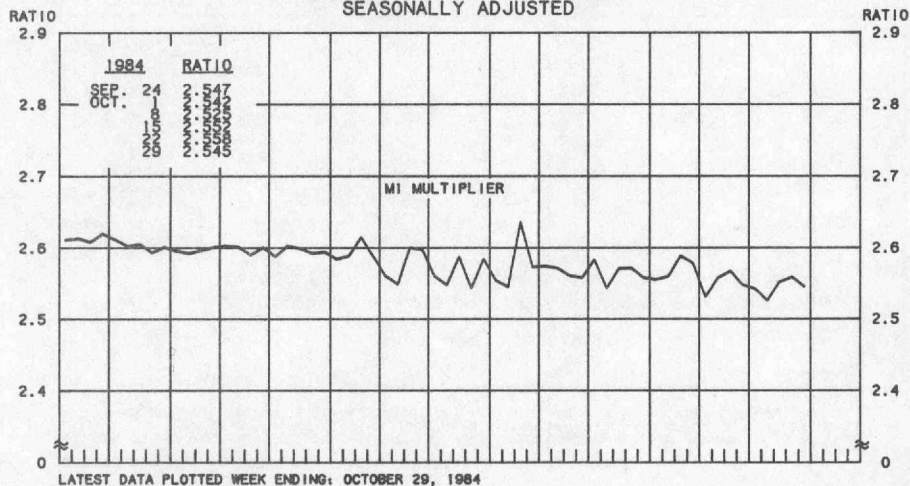
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

	10/31/83	1/30/84	3/26/84	4/30/84	5/28/84	7/2/84	7/30/84	8/27/84
TO THE AVERAGE OF FOUR WEEKS ENDING:								
3/26/84	7.2							
4/30/84	5.5	3.7						
5/28/84	7.1	7.0	7.0					
7/ 2/84	7.3	7.3	7.5	12.7				
7/30/84	6.3	5.8	5.2	7.8	3.5			
8/27/84	6.1	5.6	5.1	7.1	3.8	1.1		
10/ 1/84	5.9	5.4	4.9	6.4	3.9	2.3	4.4	
10/29/84	4.7	3.9	3.1	4.0	1.5	-0.4	0.2	-1.7

*BREAK IN SERIES

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**MONEY MULTIPLIER 1/
CURRENCY COMPONENT OF MONEY STOCK 2/
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED**



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 29, 1984

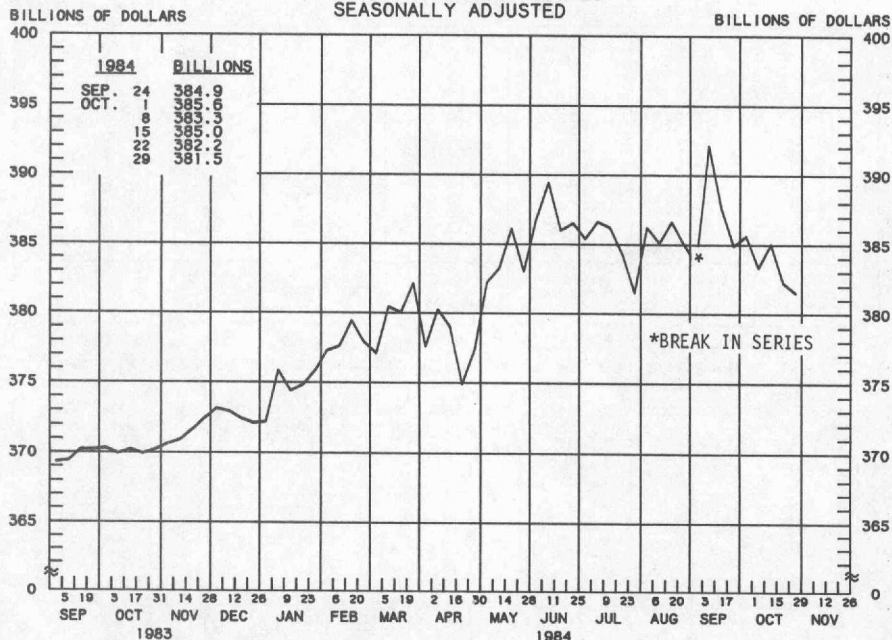
1/ RATIO OF MONEY STOCK (M1) TO ADJUSTED MONETARY BASE

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: OCTOBER 29, 1984

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

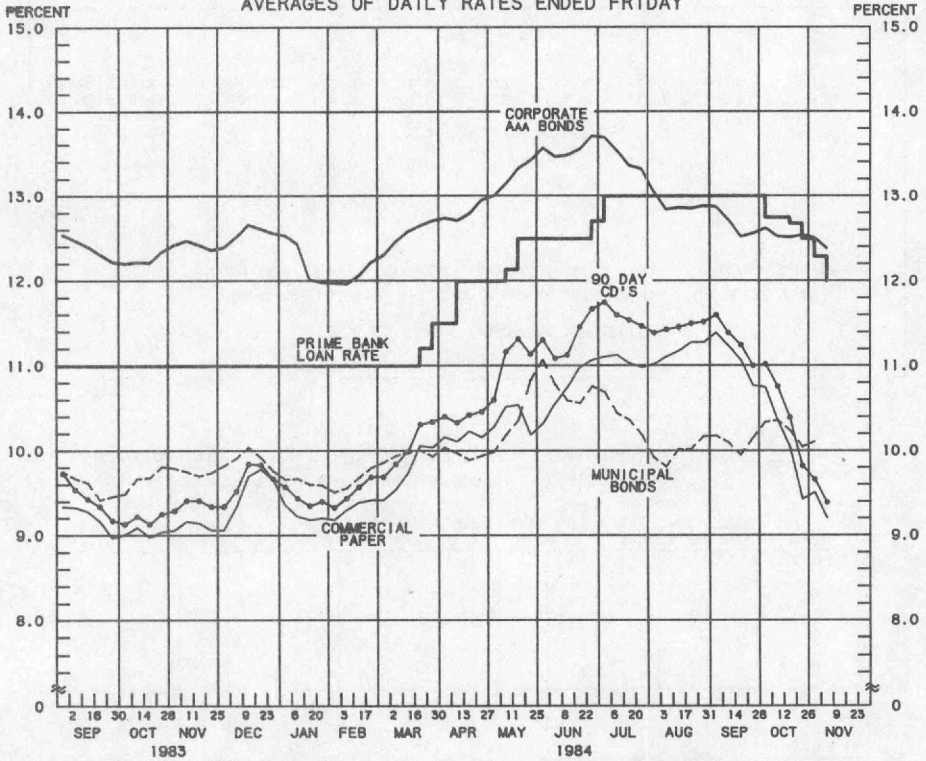
TOTAL CHECKABLE DEPOSITS *								
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:								
	10/31/83	1/30/84	3/26/84	4/30/84	5/28/84	7/2/84	7/30/84	8/27/84
TO THE AVERAGE OF FOUR WEEKS ENDING:								
3/26/84	6.7							
4/30/84	4.3	2.9						
5/28/84	6.4	7.0	5.8					
7/ 2/84	6.8	7.5	6.9	14.4				
7/30/84	5.3	5.1	3.7	7.4	1.7			
8/27/84	5.1	4.9	3.6	6.4	2.2	-1.8		
10/ 1/84	5.1	4.9	3.9	6.2	3.0	0.8	4.4	
10/29/84	3.5	2.8	1.4	2.7	-0.4	-3.0	-1.8	-4.0

*BREAK IN SERIES

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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: NOVEMBER 9, 1984

1984	90 DAY CD'S	30-DAY COMMERCIAL PAPER	90-DAY BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS [■]
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
OCT. 28	11.00	10.77	10.81	12.56	14.24	10.15
5	11.02	10.75	10.80	12.62	14.21	10.34
12	10.76	10.36	10.46	12.52	14.09	10.36
19	10.39	10.05	10.15	12.51	13.94	10.24
26	9.82	9.43	9.61	12.54	13.72	10.05
NOV. 2	9.66	9.51	9.51	12.50	13.61	10.11
9 [■]	9.39	9.20	9.14	12.38	13.57	N.A.
16						
23						
30						

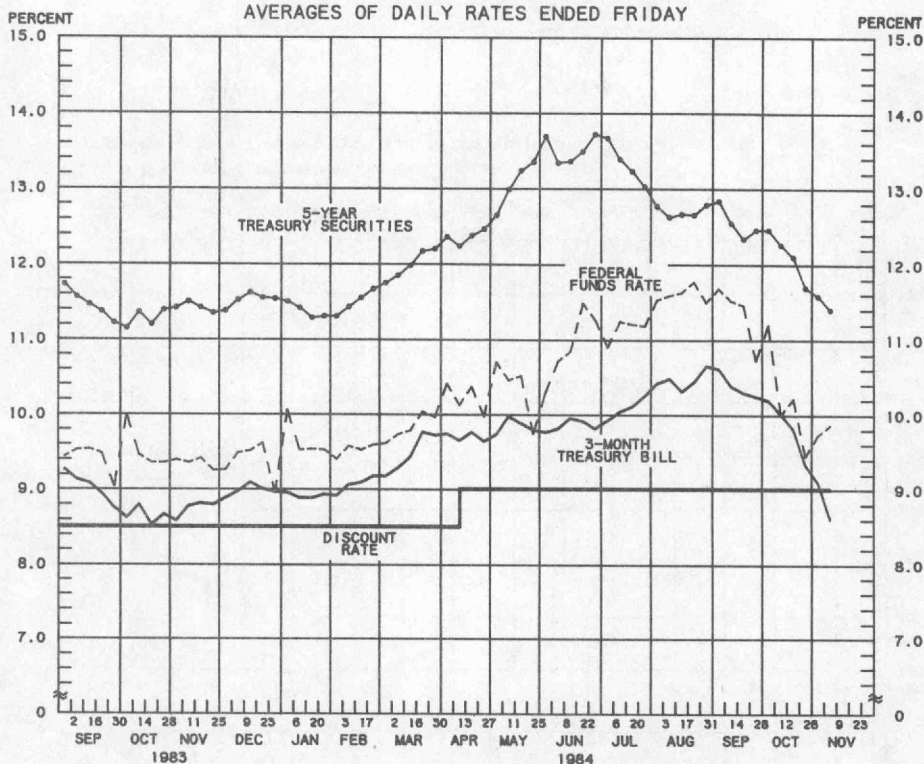
[■] AVERAGES OF RATES AVAILABLE.

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

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: NOVEMBER 9, 1984

1984	FEDERAL FUNDS ¹	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL ²	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
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	10.19	10.35	10.35	12.46	12.34
12	10.01	10.01	10.21	10.15	12.26	12.16
19	10.22	9.81	10.08	9.96	12.10	12.02
26	9.45	9.33	9.57	9.56	11.60	11.70
NOV. 2	9.73	9.10	9.59	9.43	11.58	11.64
9 ³	9.67	8.61	9.07	9.14	11.40	11.58
16						
23						
30						

¹ AVERAGES OF RATES AVAILABLE.

² SEVEN-DAY AVERAGES FOR WEEK ENDING WEDNESDAY TWO DAYS EARLIER THAN DATE SHOWN.

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H. 15 RELEASE.

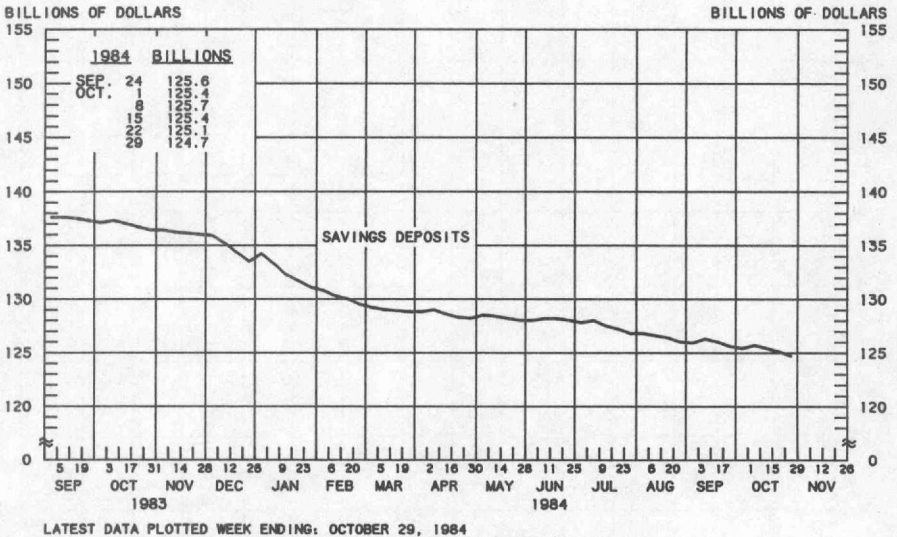
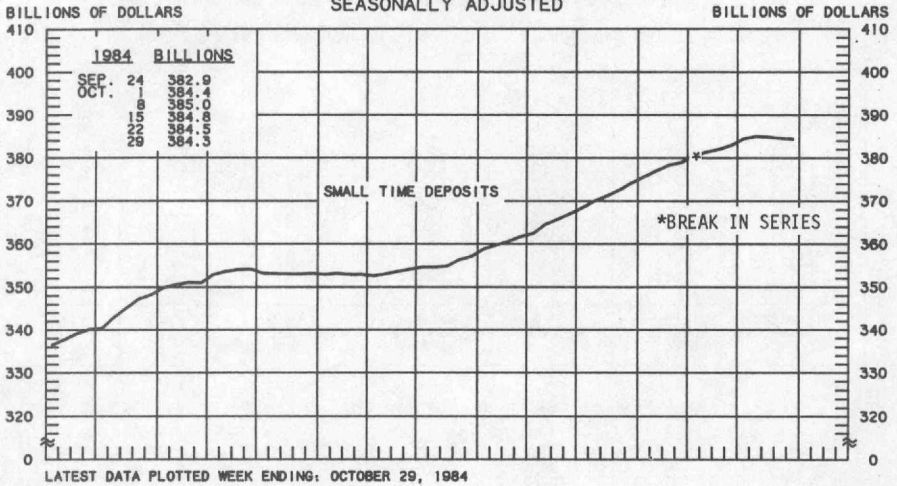
³ NEW ISSUE RATE

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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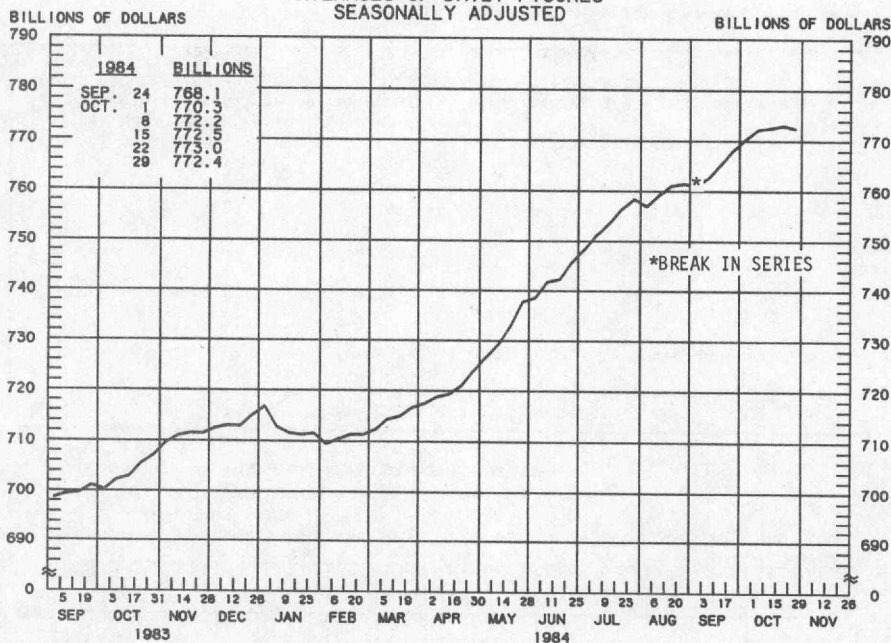
**SMALL TIME DEPOSITS ✓
COMMERCIAL BANK SAVINGS DEPOSITS**
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



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

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

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



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 29, 1984

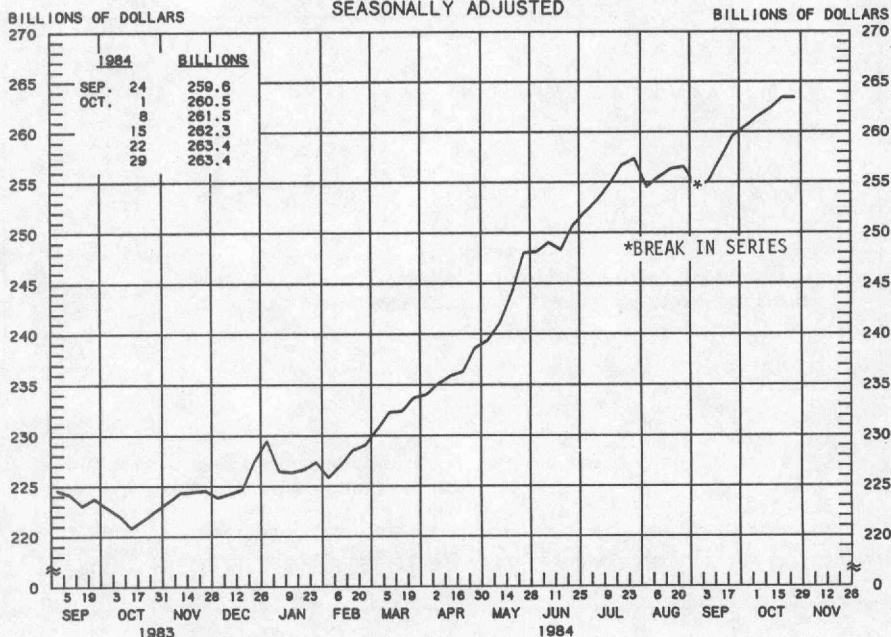
1/ SAVINGS DEPOSITS PLUS SMALL TIME DEPOSITS PLUS LARGE TIME DEPOSITS

TOTAL TIME DEPOSITS *									
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:									
	10/31/83	1/30/84	3/26/84	4/30/84	5/26/84	7/2/84	7/30/84	8/27/84	
TO THE AVERAGE OF FOUR WEEKS ENDING:									
3/26/84		3.6							
4/30/84		4.7	5.2						
5/28/84		6.8	8.8	14.6					
7/ 2/84		8.6	11.2	16.5	20.6				
7/30/84		9.7	12.5	17.2	20.4	19.9			
8/27/84		9.6	12.0	15.6	17.4	16.2	13.9		
10/ 1/84		9.6	11.7	14.5	15.7	14.5	12.4	9.3	
10/29/84		9.7	11.5	14.0	14.9	13.7	12.0	9.7	10.2

*BREAK IN SERIES

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



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 29, 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/
September	17	\$384.2	\$198.7	\$44.9
	24	381.9	199.4	43.8
October	1	382.4	201.5	44.0
	8	384.7	202.3	45.3
	15	386.4	206.6	45.2
	22	386.9	209.4	44.5
	29	388.6	210.8	44.2

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

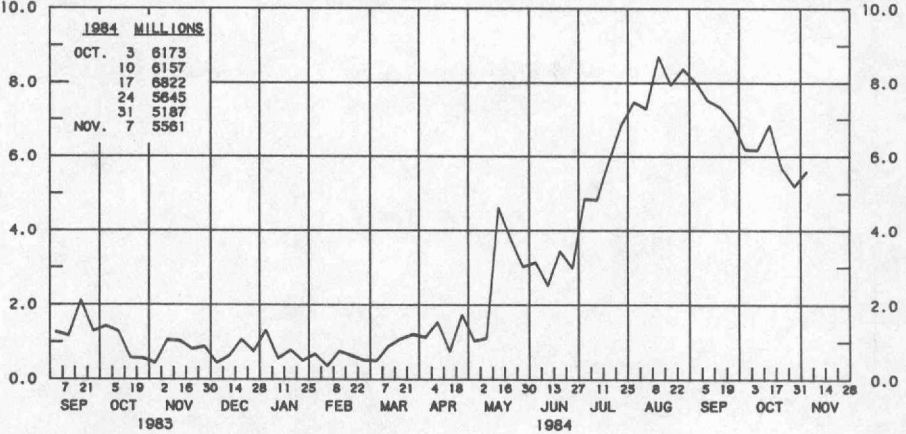
2/ Total money market mutual fund balances

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

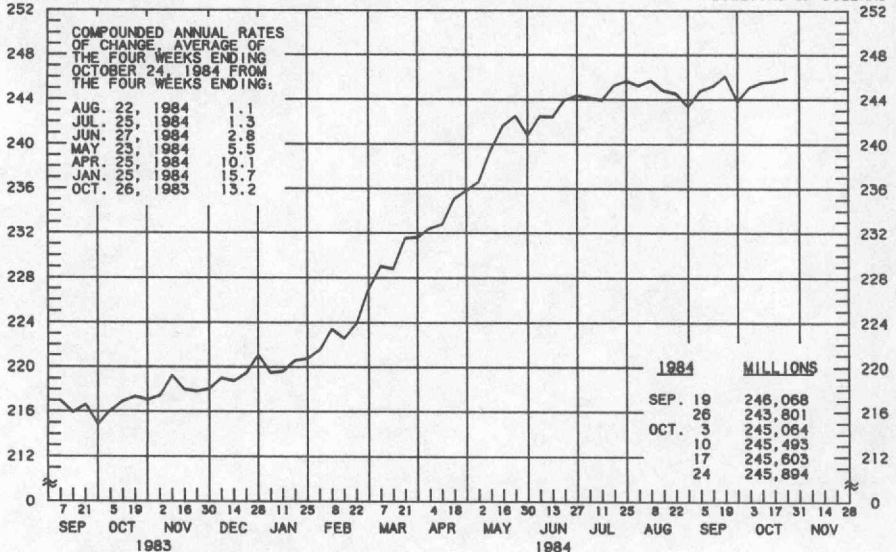
BILLIONS OF DOLLARS AVERAGES OF DAILY FIGURES BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: NOVEMBER 7, 1984

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

BILLIONS OF DOLLARS BILLIONS OF DOLLARS



LATEST DATA PLOTTED WEEK ENDING: OCTOBER 24, 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