U.S. Financial Data

August 8, 1985

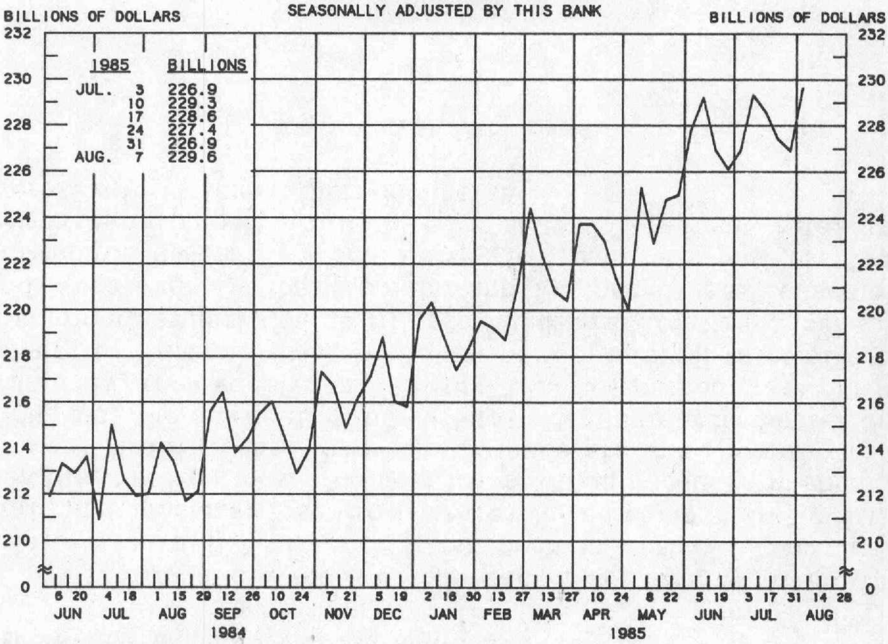
From last September through mid-June of this year, interest rates declined sharply on private and government securities of all maturities. This decline, however, has not been unbroken: from January through mid-March, interest rates rose sharply before declining again through mid-June. Associated with this general pattern of interest rate changes has been a corresponding pattern of acceleration and deceleration in total loan growth at all commercial banks: from September to January, total loans grew at an 11.4 percent compounded annual rate, accelerated to a 15.3 percent rate during January to March, and slowed to a 10.7 percent rate during March through June.

As shown in the table on the back page, almost all of the variation in total loan growth has been in business loans; real estate and consumer loan growth rates varied comparatively little over the three periods. Business loans, which account for about a third of total loans, grew at a moderate 5.6 percent rate throughout the substantial interest rate decline during September to January, then accelerated sharply to a 16.4 percent rate during January to March. During the latter period, interest rates offered by commercial banks on certificates of deposit to attract loanable funds rose over 100 basis points, and the prime rate ceased its four-month descent. From March to June, the business loan growth rate diminished to a very slow 2.7 percent rate, and interest rates resumed their decline.

(continued on back page)

THE FEDERAL RESERVE BANK of ST. LOUIS

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



LATEST DATA PLOTTED WEEK ENDING: AUGUST 7, 1985

THE ADJUSTED MONETARY BASE IS THE SUM OF RESERVE ACCOUNTS OF FINANCIAL INSTITUTIONS AT FEDERAL RESERVE BANKS, CURRENCY IN CIRCULATION (CURRENCY HELD BY THE PUBLIC AND IN THE VAULTS OF ALL DEPOSITORY INSTITUTIONS) AND 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.

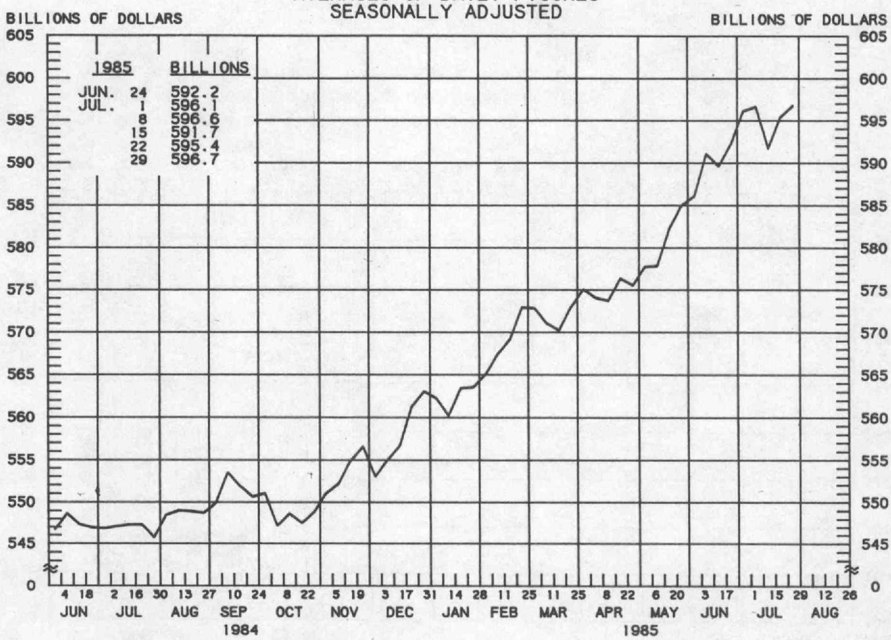
ADJUSTED MONETARY BASE

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

TO THE AVERAGE OF FOUR WEEKS ENDING:	8/8/84	11/7/84	1/9/85	2/6/85	3/6/85	4/10/85	5/8/85	6/5/85
1/ 9/85	5.9							
2/ 6/85	5.5	7.3						
3/ 6/85	6.7	8.9	9.0					
4/10/85	6.7	8.5	8.1	10.2				
5/ 8/85	6.1	7.3	6.5	7.3	4.3			
6/ 5/85	7.1	8.5	8.4	9.5	8.0	8.8		
7/10/85	7.5	8.8	8.8	9.8	8.7	9.5	13.4	
8/ 7/85	7.2	8.4	8.3	9.0	8.0	8.3	10.7	7.9

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JULY 29, 1985

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

M1 IS THE SUM OF CURRENCY HELD BY THE NONBANK PUBLIC, DEMAND DEPOSITS, OTHER CHECKABLE DEPOSITS AND TRAVELERS CHECKS.

MONEY STOCK (M1)

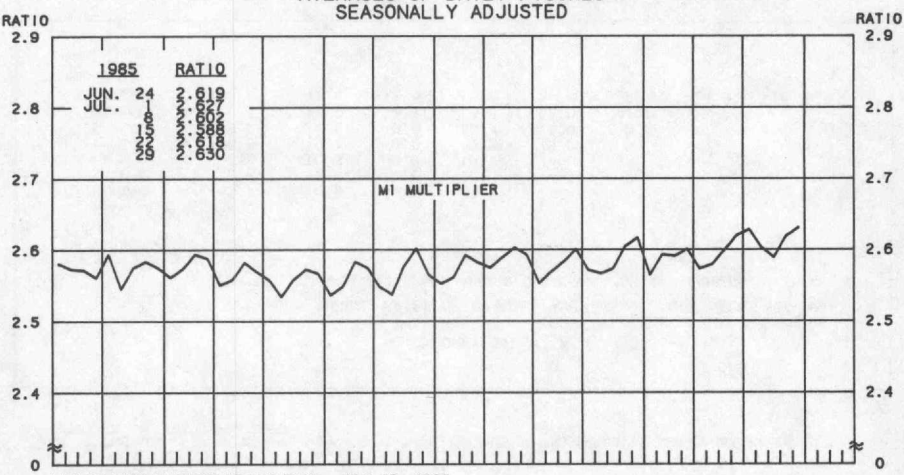
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	7/30/84	10/29/84	12/31/84	1/28/85	3/4/85	4/1/85	4/29/85	5/27/85
12/31/84	5.3							
1/28/85	5.7	10.9						
3/ 4/85	7.4	12.4	12.6					
4/ 1/85	7.0	10.8	9.9	10.7				
4/29/85	6.9	10.1	9.0	9.3	5.0			
5/27/85	7.5	10.6	9.9	10.4	7.9	9.9		
7/ 1/85	9.0	12.2	12.2	13.0	12.0	14.7	18.7	
7/29/85	8.8	11.6	11.5	12.0	11.0	12.7	14.8	15.2

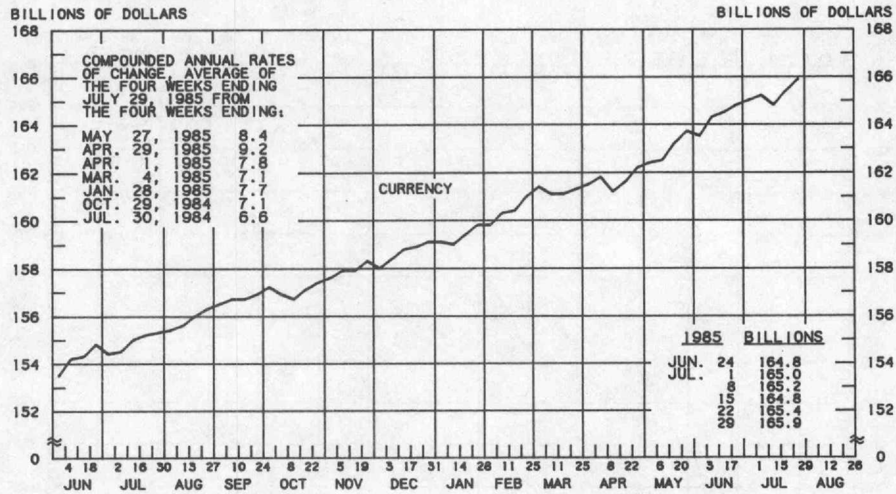
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY MULTIPLIER 1/
CURRENCY COMPONENT OF MONEY STOCK 2/

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JULY 29, 1985



LATEST DATA PLOTTED WEEK ENDING: JULY 29, 1985

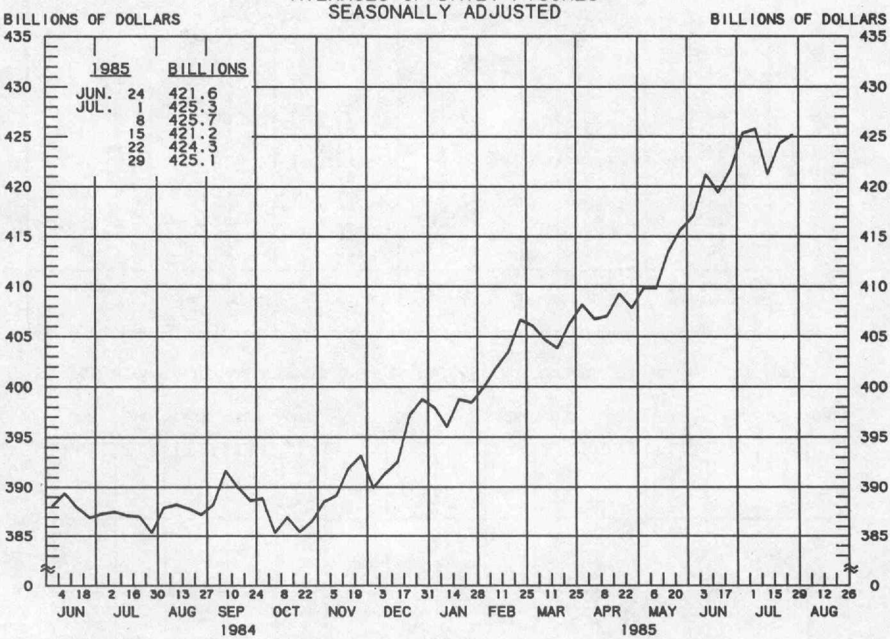
1/ RATIO OF MONEY STOCK (M1) TO ADJUSTED MONETARY BASE

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

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

TOTAL CHECKABLE DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JULY 29, 1985

TOTAL CHECKABLE DEPOSITS IS THE SUM OF DEMAND DEPOSITS AND OTHER CHECKABLE DEPOSITS AT ALL DEPOSITORY INSTITUTIONS.

TOTAL CHECKABLE DEPOSITS

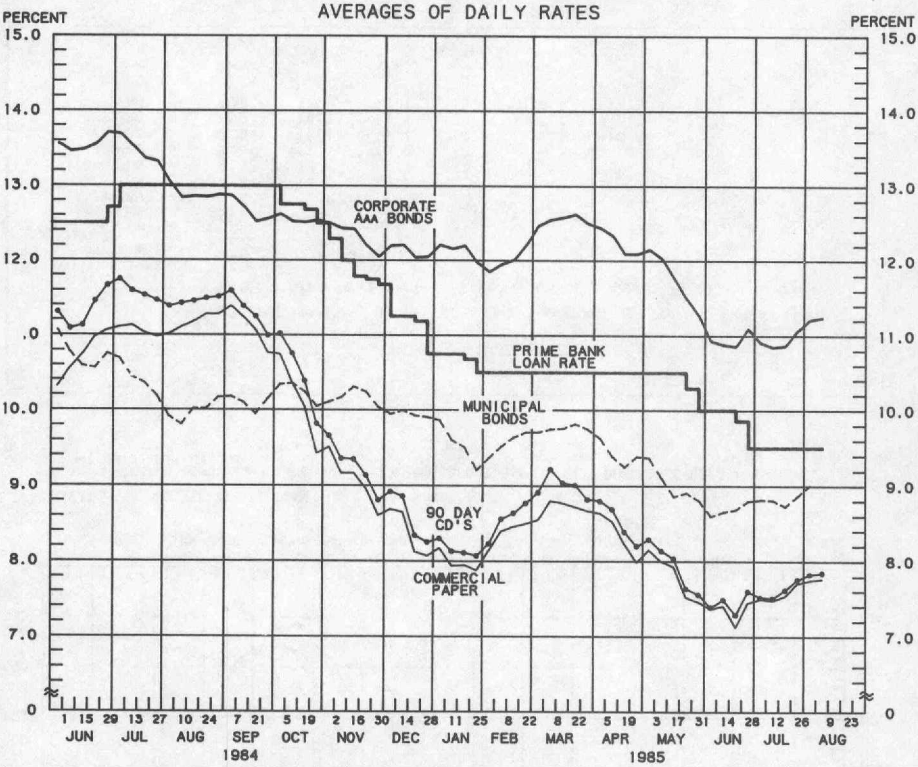
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	7/30/84	10/29/84	12/31/84	1/28/85	3/4/85	4/1/85	4/29/85	5/27/85
12/31/84	5.1							
1/28/85	5.8	12.8						
3/ 4/85	7.8	14.5	14.7					
4/ 1/85	7.4	12.5	11.3	12.0				
4/29/85	7.3	11.6	10.2	10.3	5.3			
5/27/85	8.0	12.1	11.1	11.5	8.5	10.9		
7/ 1/85	9.9	14.1	14.1	14.9	13.7	17.0	21.9	
7/29/85	9.7	13.4	13.1	13.7	12.4	14.5	17.1	17.9

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: AUGUST 9, 1985.

1985	90 DAY CD'S	30-DAY COMMERCIAL PAPER	90-DAY BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS **
JUNE 7	7.39	7.37	7.32	10.93	12.36	8.60
14	7.49	7.41	7.39	10.88	12.32	8.66
21	7.29	7.13	7.21	10.86	12.37	8.69
28	7.60	7.45	7.45	11.09	12.56	8.80
JULY 5	7.52	7.50	7.37	10.91	12.46	8.82
12	7.51	7.48	7.42	10.85	12.38	8.81
19	7.62	7.54	7.55	10.87	12.35	8.73
26	7.76	7.71	7.73	11.07	12.45	8.87
AUG. 2	7.83	7.75	7.74	11.21	12.58	9.01
9 *	7.85	7.77	7.74	11.24	12.59	N.A.
16						
23						
30						

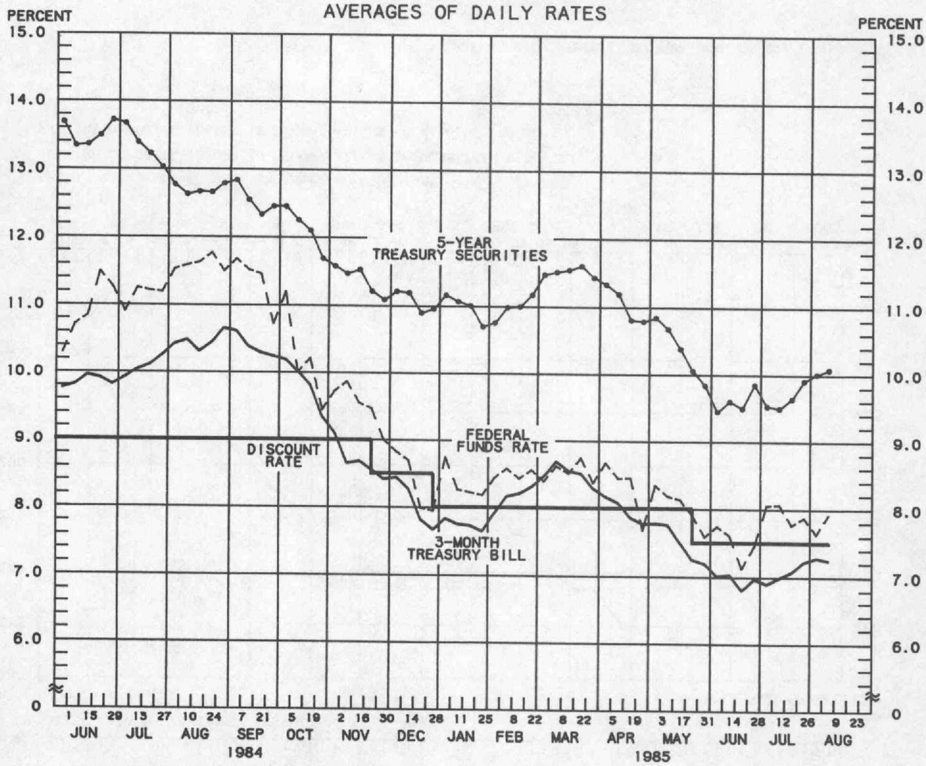
NOTE: CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.15 RELEASE.
* AVERAGES OF RATES AVAILABLE
** BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA

N.A. - NOT AVAILABLE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED INTEREST RATES

AVERAGES OF DAILY RATES



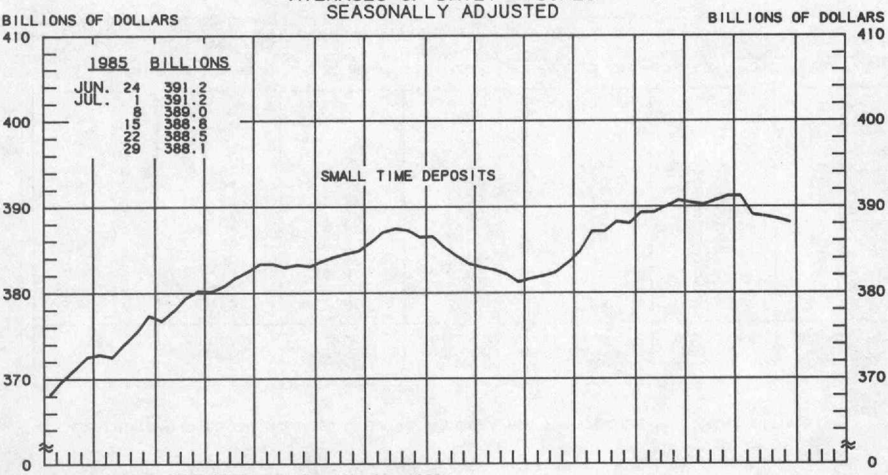
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: AUGUST 9, 1985.

1985	FEDERAL FUNDS **	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL ***	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
JUNE 7	7.75	7.01	7.16	7.25	9.45	10.38
14	7.62	7.03	7.35	7.31	9.60	10.45
21	7.13	6.81	6.90	7.14	9.50	10.41
28	7.46	6.97	7.24	7.37	9.85	10.69
JULY 5	8.06	6.90	7.08	7.13	9.53	10.47
12	8.07	6.99	7.00	7.19	9.50	10.46
19	7.77	7.07	7.20	7.29	9.64	10.55
26	7.88	7.22	7.35	7.47	9.91	10.80
AUG. 2	7.64	7.28	7.40	7.57	10.01	10.90
9 *	7.92	7.24	7.52	7.61	10.08	10.91
16						
23						
30						

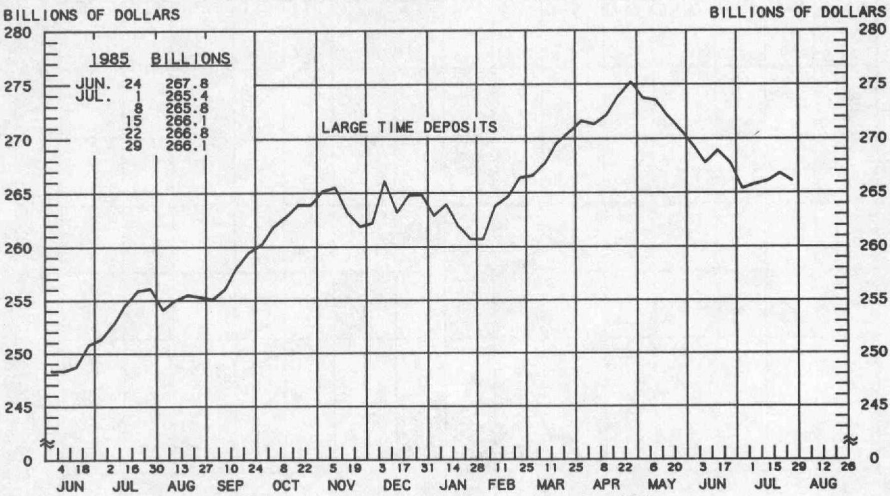
NOTE: CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.15 RELEASE EXCLUDING LONG-TERM TREASURY SECURITIES WHICH ARE COMPUTED BY THIS BANK. TREASURY BILL YIELDS ARE ON A DISCOUNT BASIS.
* AVERAGES OF RATES AVAILABLE
** SEVEN-DAY AVERAGES FOR WEEK ENDING TWO DAYS EARLIER THAN DATE SHOWN
*** AUCTION AVERAGE (DISCOUNT)

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

COMMERCIAL BANK
SMALL TIME DEPOSITS 1/
LARGE TIME DEPOSITS 2/
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JULY 29, 1985



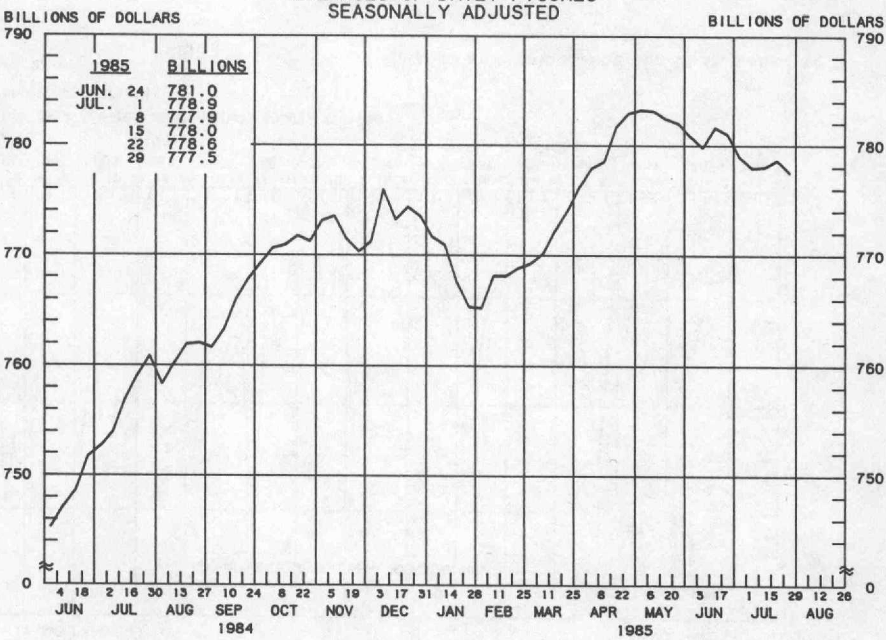
LATEST DATA PLOTTED WEEK ENDING: JULY 29, 1985

1/ TIME DEPOSITS ISSUED IN DENOMINATIONS OF LESS THAN $100,000

2/ TIME DEPOSITS ISSUED IN DENOMINATIONS OF $100,000 OR MORE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

COMMERCIAL BANK
TOTAL TIME DEPOSITS
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: JULY 29, 1985

TOTAL TIME IS THE SUM OF SAVINGS DEPOSITS, SMALL TIME DEPOSITS AND LARGE TIME DEPOSITS.

TOTAL TIME DEPOSITS

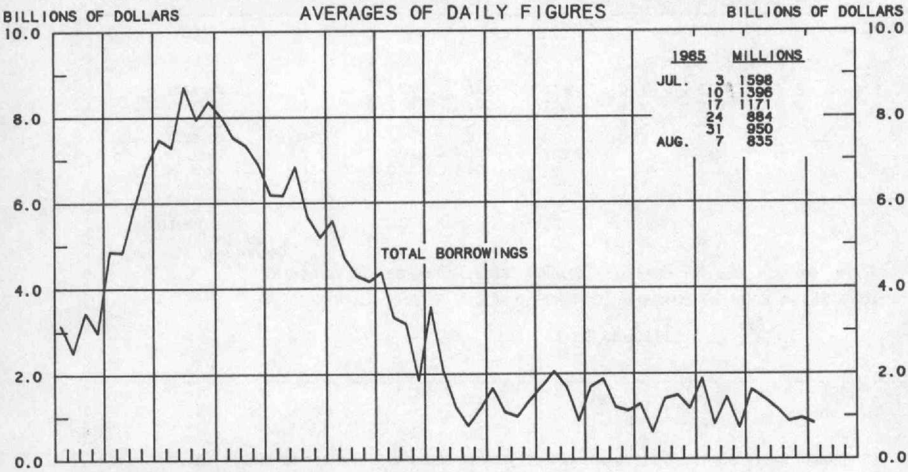
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE OF FOUR WEEKS ENDING:	7/30/84	10/29/84	12/31/84	1/28/85	3/4/85	4/1/85	4/29/85	5/27/85
12/31/84	5.2							
1/28/85	3.0	-1.2						
3/ 4/85	2.4	-0.9	-4.1					
4/ 1/85	3.0	0.6	-0.6	3.3				
4/29/85	4.0	2.4	2.4	6.1	10.3			
5/27/85	4.0	2.6	2.7	5.6	8.2	8.4		
7/ 1/85	3.2	1.8	1.6	3.6	4.7	3.8	0.0	
7/29/85	2.7	1.2	0.9	2.4	3.1	2.0	-1.2	-3.4

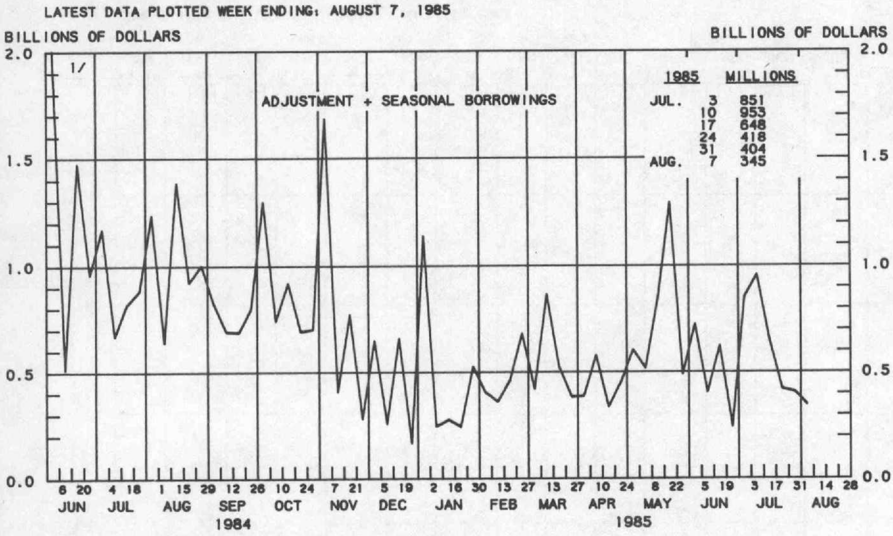
PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS

AVERAGES OF DAILY FIGURES



LATEST DATA PLOTTED WEEK ENDING: AUGUST 7, 1985



LATEST DATA PLOTTED WEEK ENDING: AUGUST 7, 1985

1/ $3.120 FOR 6/6/84

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

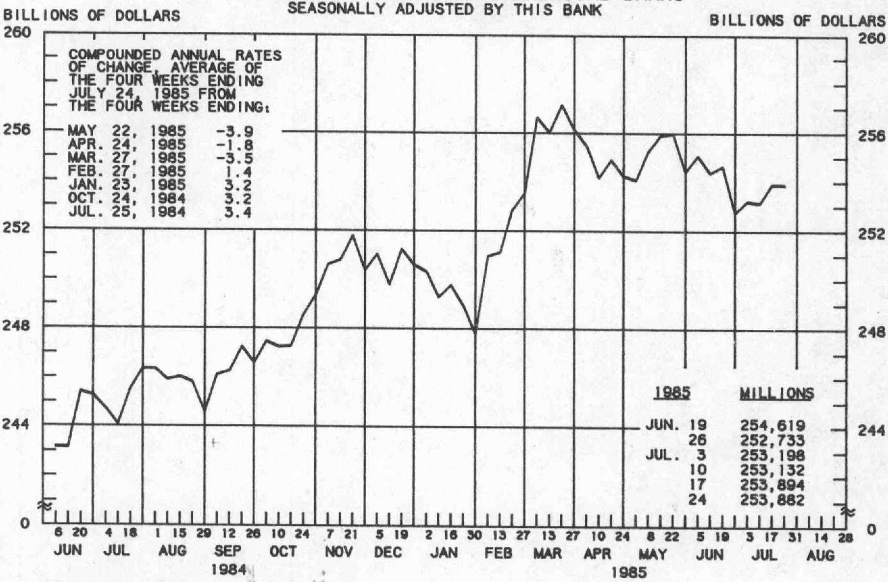
MMDAS, MMMFS AND SUPER NOWS

(BILLIONS OF DOLLARS, NOT SEASONALLY ADJUSTED)

		MMDAs 1/	MMMFs 2/	Super NOWs 3/
June	3	$303.1	$238.6	$55.7
	10	306.1	239.6	57.3
	17	307.8	242.5	57.0
	24	308.0	246.4	56.1
July	1	309.3	243.4	56.6
	8	311.2	239.4	58.4
	15	312.7	241.7	57.9
	22	313.3	241.7	57.4
	29	314.3	239.0	57.0

1/ Money market deposit accounts at commercial banks
2/ Total money market mutual fund balances
3/ NOW accounts at all depository institutions, requiring a $1,000 minimum balance and eligible to earn more than 5.25 percent, effective 1/5/85

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



LATEST DATA PLOTTED WEEK ENDING: JULY 24, 1985

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

Growth Rates of Loans at All Commercial Banks
(compounded annual rates, seasonally adjusted)

Period	Total	Business	Real Estate	Consumer
9/84 - 1/85	11.4%	5.6%	11.3%	17.5%
1/85 - 3/85	15.3	16.4	13.2	18.5
3/85 - 6/85	10.7	2.7	12.6	15.3

--Mack Ott