

H. 13  
No. 167

OCT 19 1964  
FEDERAL RESERVE BANK  
OF RICHMOND

October 14, 1964

CAPITAL MARKET DEVELOPMENTS ABROAD

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- II. Latest Figures Plotted in H.13 Chart Series, 1964

I. Nine Charts on Financial Markets Abroad

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- Chart 8 - Spot Exchange Rates - Major Currencies Against U.S. Dollar
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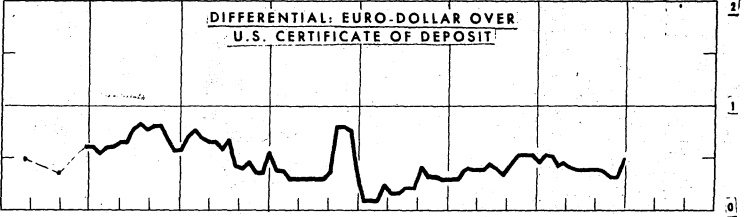
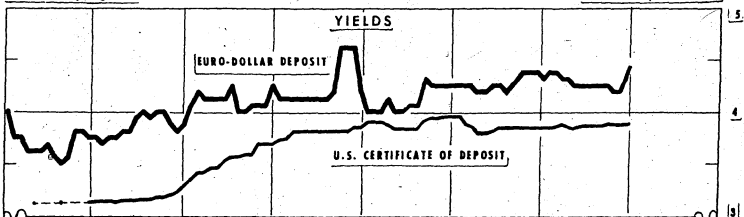
Chart 1

**INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS**

**3-MONTH EURO-DOLLAR DEPOSIT VS. CERTIFICATE OF DEPOSIT**

Wednesday figures.

(Per cent per annum)



**NEW YORK OFFER RATES ON SELECTED 3-MONTH INVESTMENTS**

Friday figures

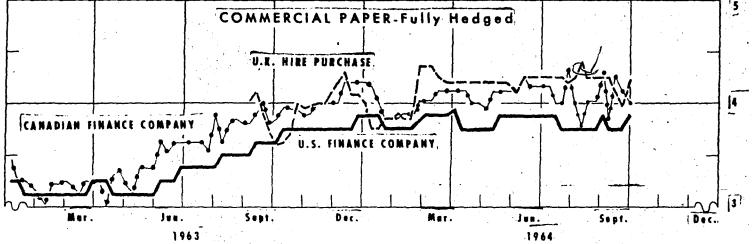
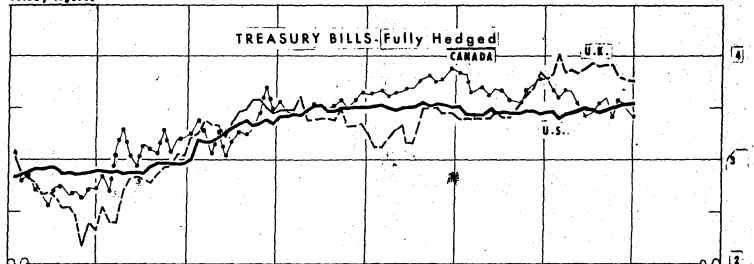
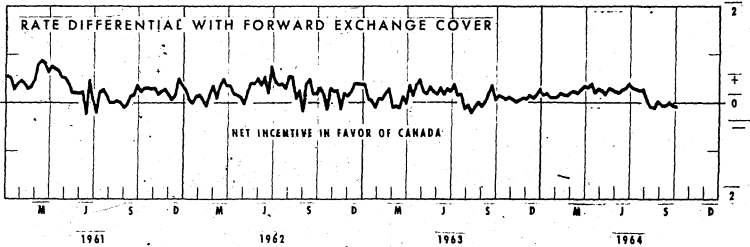
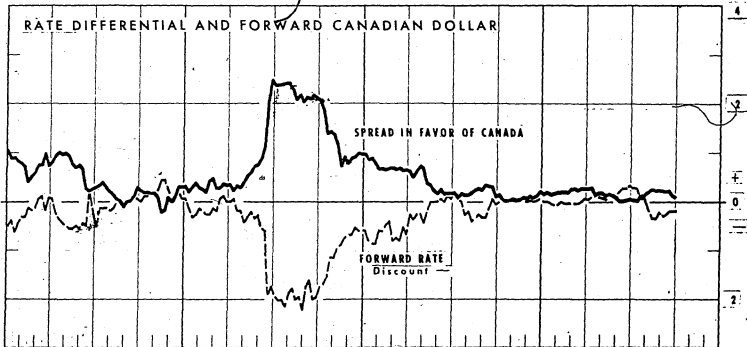
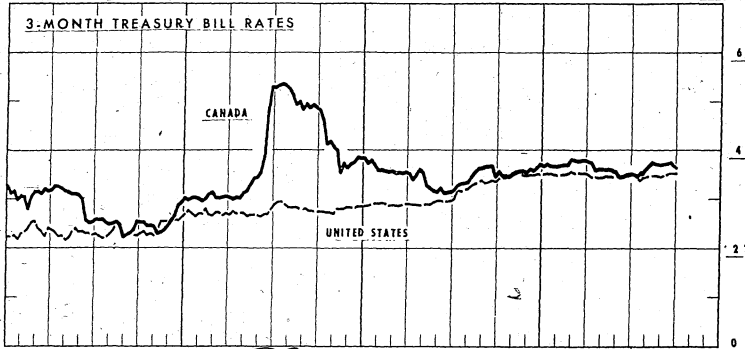


Chart 2

**INTEREST ARBITRAGE, UNITED STATES / CANADA**

Friday figures\*

Per cent per annum



\* Thursday figures 1961-1962, Friday thereafter

Chart 3  
**INTEREST ARBITRAGE, NEW YORK/LONDON**

Friday figures

Per cent per annum

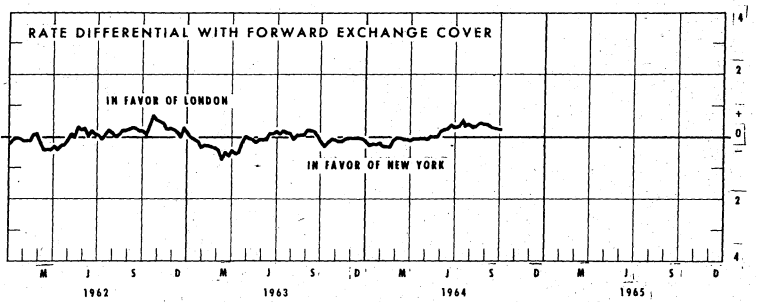
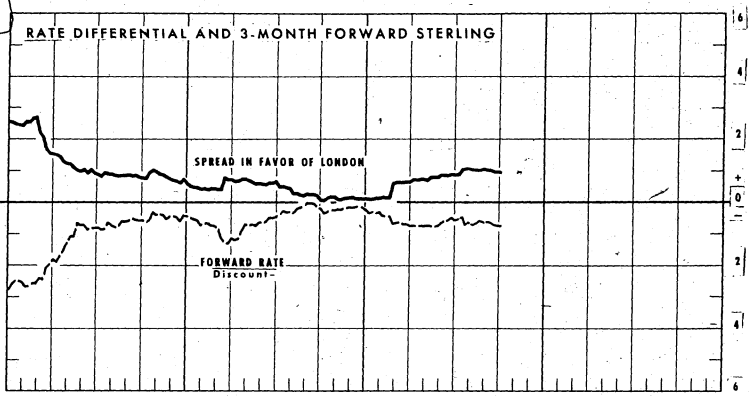
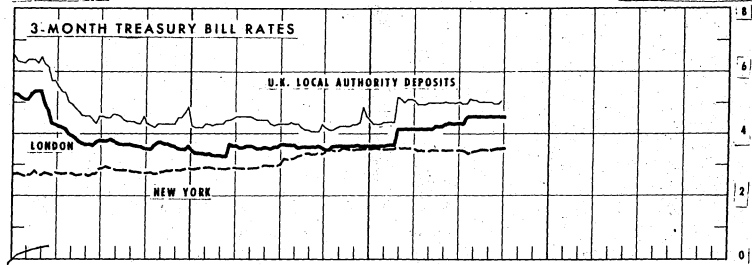
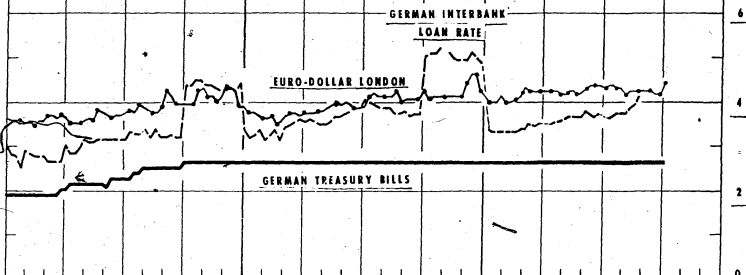


Chart 4

**INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS**

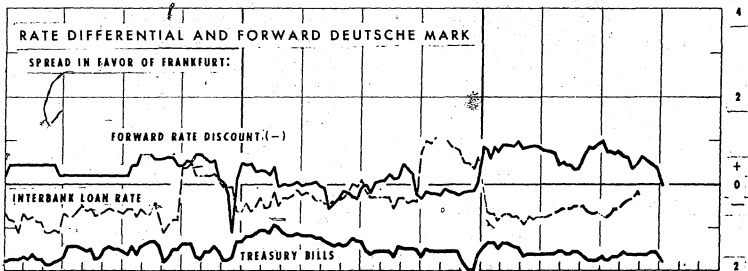
Friday figures Per cent per annum

**3-MONTH TREASURY BILLS, INTERBANK LENDING RATE AND  
EURO-DOLLAR DEPOSIT RATES**



**RATE DIFFERENTIAL AND FORWARD DEUTSCHE MARK**

SPREAD IN FAVOR OF FRANKFURT:



**RATE DIFFERENTIAL WITH FORWARD EXCHANGE COVER**

NET INCENTIVE:

IN FAVOR OF FRANKFURT (+)

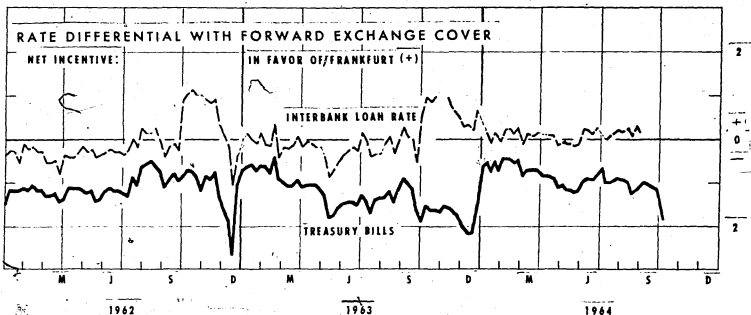
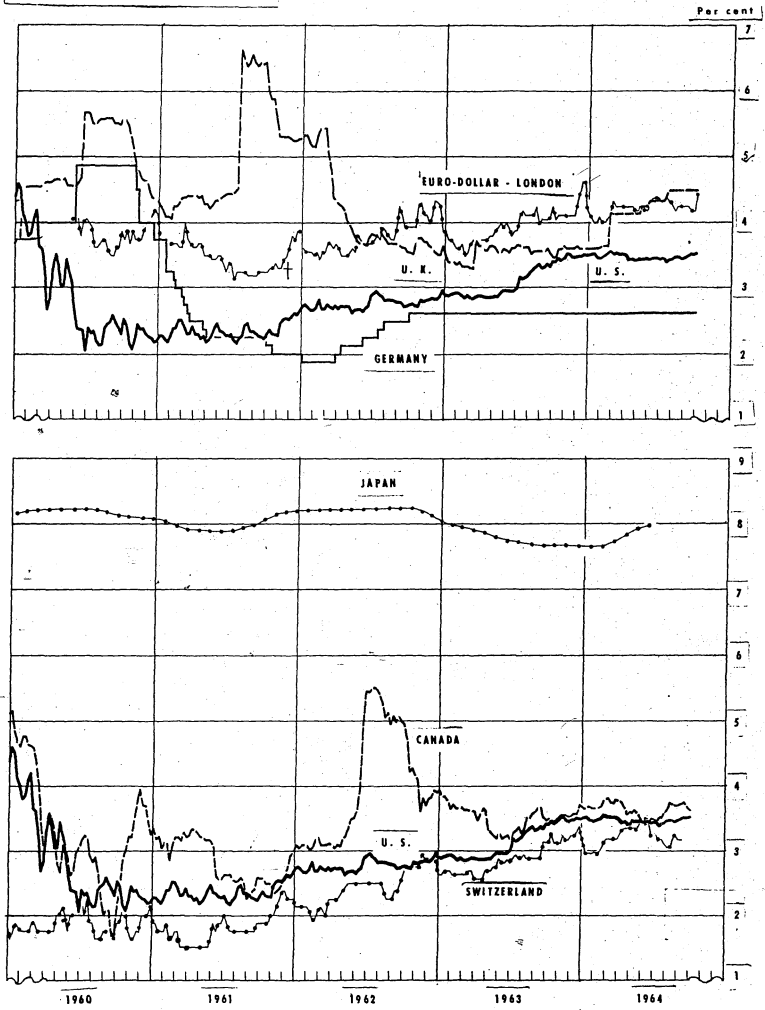


Chart 5  
SHORT-TERM INTEREST RATES \*



\* 3-month treasury bill rates for all countries except Japan. (Average rate on bank loans and discounts) and Switzerland (3-month deposit rate).  
 † 3-month rate for U. S. dollar deposits in London.

Chart 6  
**LONG-TERM BOND YIELDS**

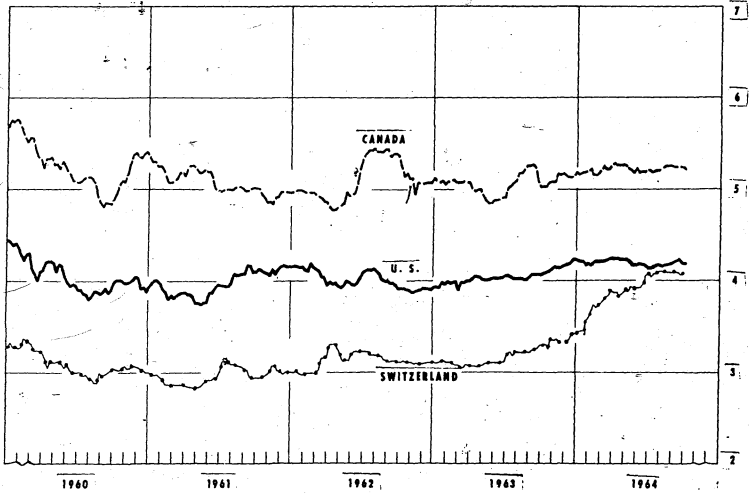
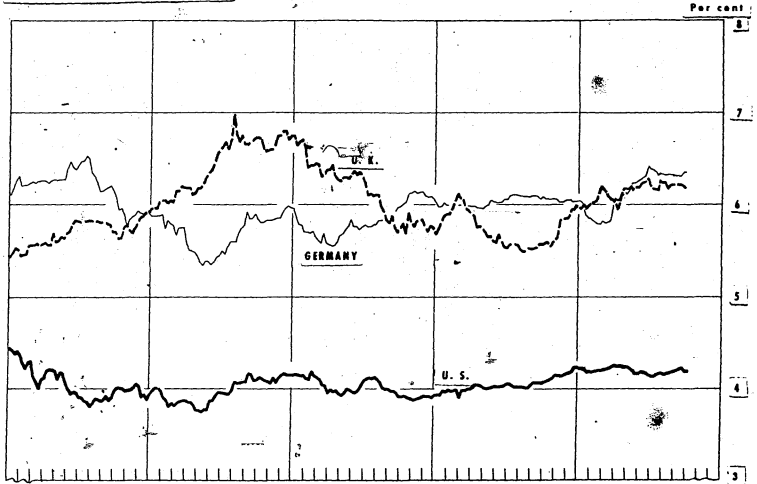
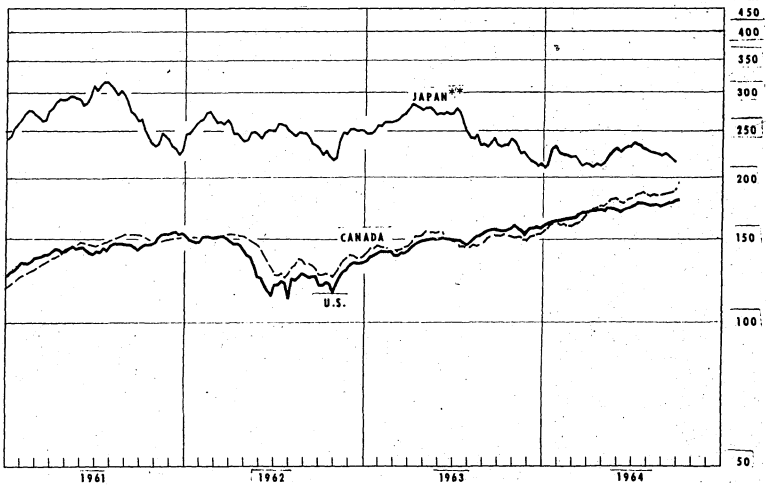
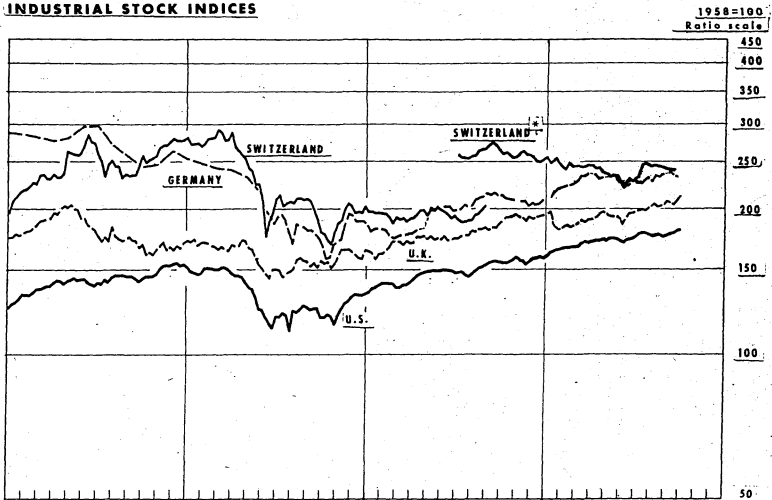


Chart 7  
**INDUSTRIAL STOCK INDICES**



<sup>1</sup> New series Swiss Bank Corporation industrial stock index.

<sup>2</sup> Japan index of 225 industrial and other stocks traded on the Tokyo exchange.



**SPOT EXCHANGE RATES - MAJOR CURRENCIES AGAINST U.S. DOLLAR**

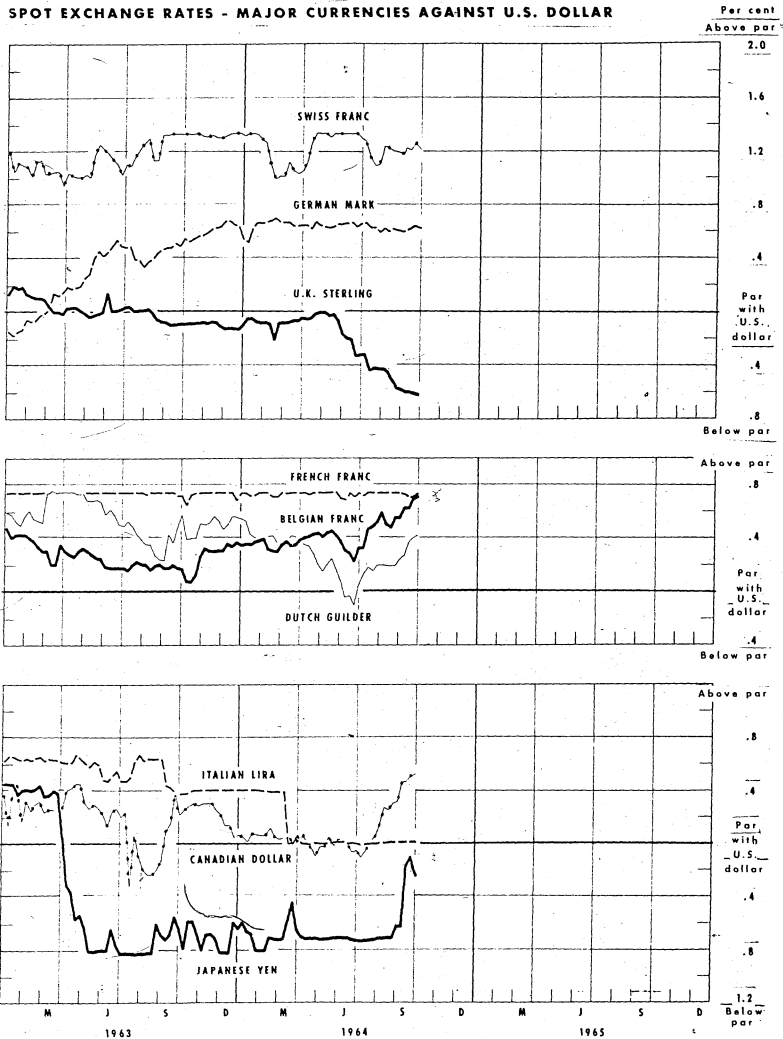
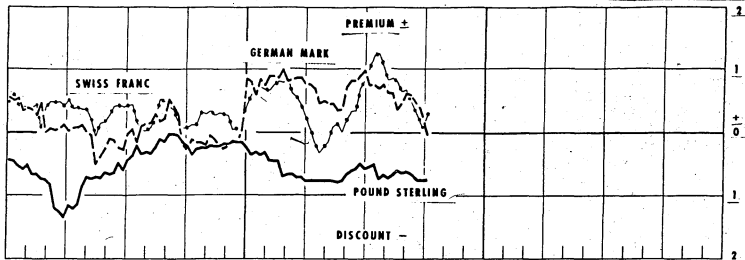


Chart 9  
3-MONTH FORWARD EXCHANGE RATES

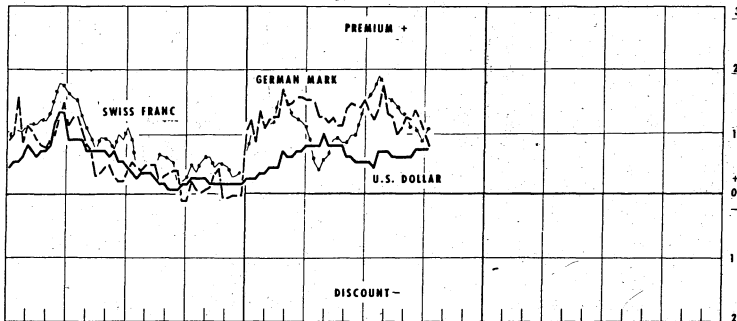
Friday figures

AGAINST U.S. DOLLARS

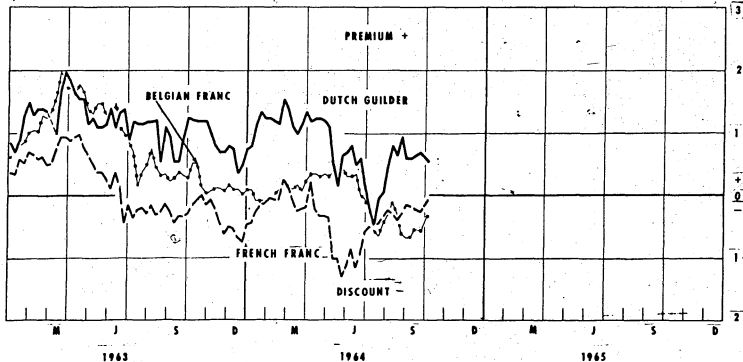
Per cent per annum



AGAINST POUND STERLING - LONDON



AGAINST POUND STERLING - LONDON



II. Latest Figures Plotted In H.13 Chart Series 1964

<u>Chart 1</u>	<u>Per cent per annum</u>	<u>Chart 5</u>	<u>Per cent per annum</u>
<u>Upper panel</u>		(Friday, October 9, except as noted)	
(Wednesday, October 7)		<u>Treasury bills:</u>	
Euro-\$ deposit	<u>4.50</u>	U.S.	<u>3.56</u>
U.S. certif. of deposit	<u>3.94</u>	U.K.	<u>4.53</u>
<u>Lower panels</u>		Germany	<u>2.63</u>
(Friday, October 9)		Canada	<u>3.59</u>
Treasury bills: U.S.	<u>3.56</u>	Swiss 3-month deposits (Date: <u>September 15</u> )	<u>3.19</u>
U.K.	<u>3.76</u>	Euro-\$ deposit (London)	<u>4.50</u>
Canada	<u>3.43</u>	Japan: composite rate (Date: <u>June 26</u> )	<u>7.979</u>
Finance Co. paper: U.S.	<u>3.88</u>	<u>Chart 6</u>	
Canada	<u>4.00</u>	<u>Bonds:</u>	
Hire-purchase paper, U.K.	<u>4.22</u>	U.S. govt. (Wed., <u>October 7</u> )	<u>4.20</u>
<u>Chart 2</u>		U.K. war loan (Thurs., <u>October 1</u> )	<u>6.20</u>
(Friday, October 9)		(Fri., <u>October 8</u> )	<u>6.22</u>
Treasury bills: Canada	<u>3.59</u>	German Fed. Railway (Fri., <u>October 2</u> )	<u>6.41</u>
U.S.	<u>3.56</u>	(Oct., <u>October 9</u> )	<u>6.39</u>
Spread favor Canada	<u>+0.03</u>	Swiss Confederation (Fri., <u>September 25</u> )	<u>4.07</u>
Forward Canadian dollar	<u>-0.20</u>	Canadian govt. (Wed., <u>October 7</u> )	<u>5.19</u>
Net incentive (Canada +)	<u>-0.17</u>		
<u>Chart 3</u>			
(Friday, October 9)			
Treasury bills: U.K.	<u>4.53</u>		
U.S.	<u>3.56</u>		
Spread favor U.K.	<u>+0.97</u>		
Forward pound	<u>-0.76</u>		
Net incentive (U.K. +)	<u>+0.21</u>		