DIVISION OF INTERNATIONAL FINANCE

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

H. 13
No. 168

October 21, 1964

CAPITAL MARKET DEVELOPMENTS ABROAD

I. Nine Charts on Financial Markets Abroad

OFFICIAL USE ONLY
(Decontrolled after 6 months)

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Chart 1

INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS

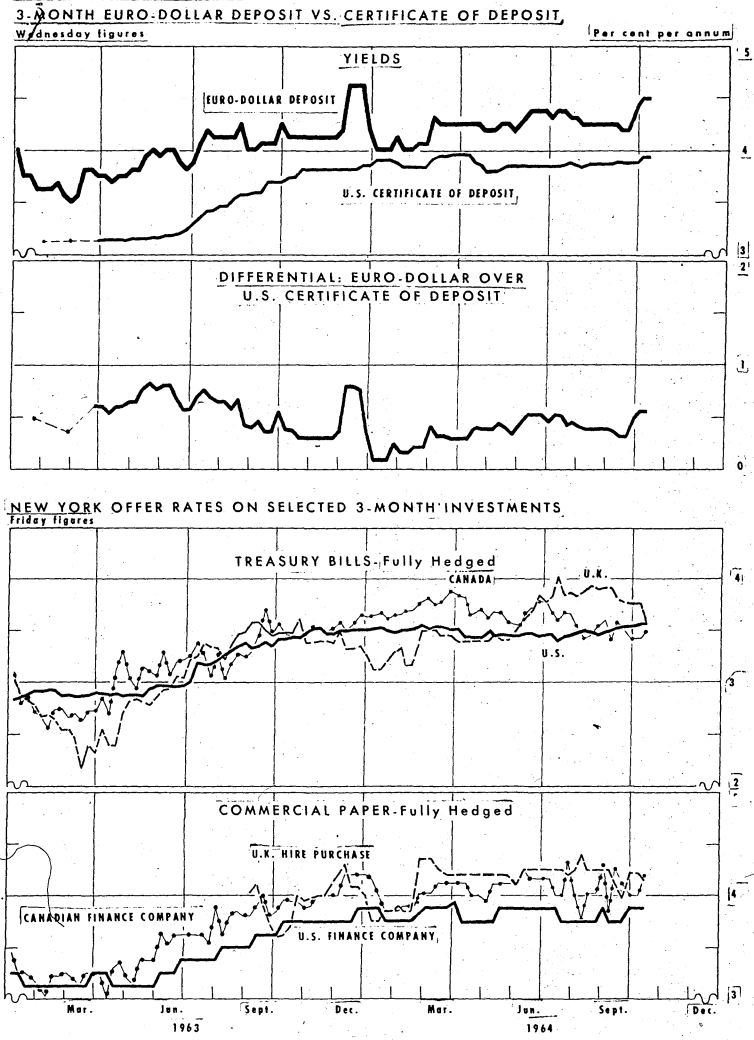
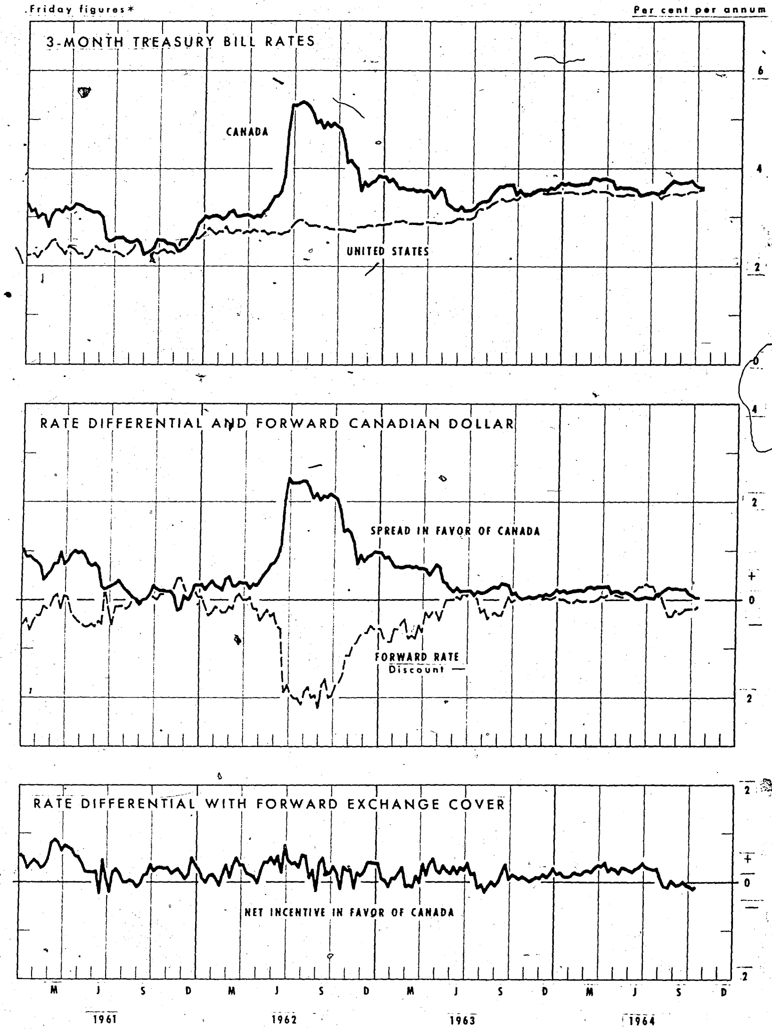


Chart 2

INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures*



* Thursday figures 1961-1962, Friday thereafter

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Chart 3

INTEREST ARBITRAGE, NEW YORK/LONDON

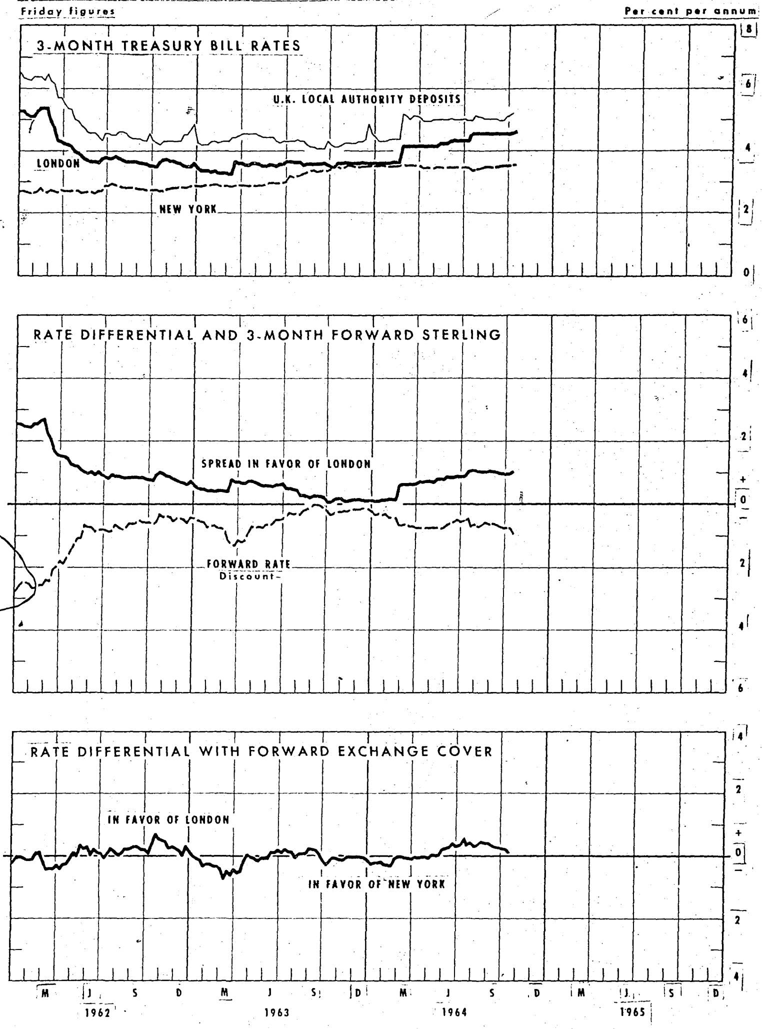


Chart 4

INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS

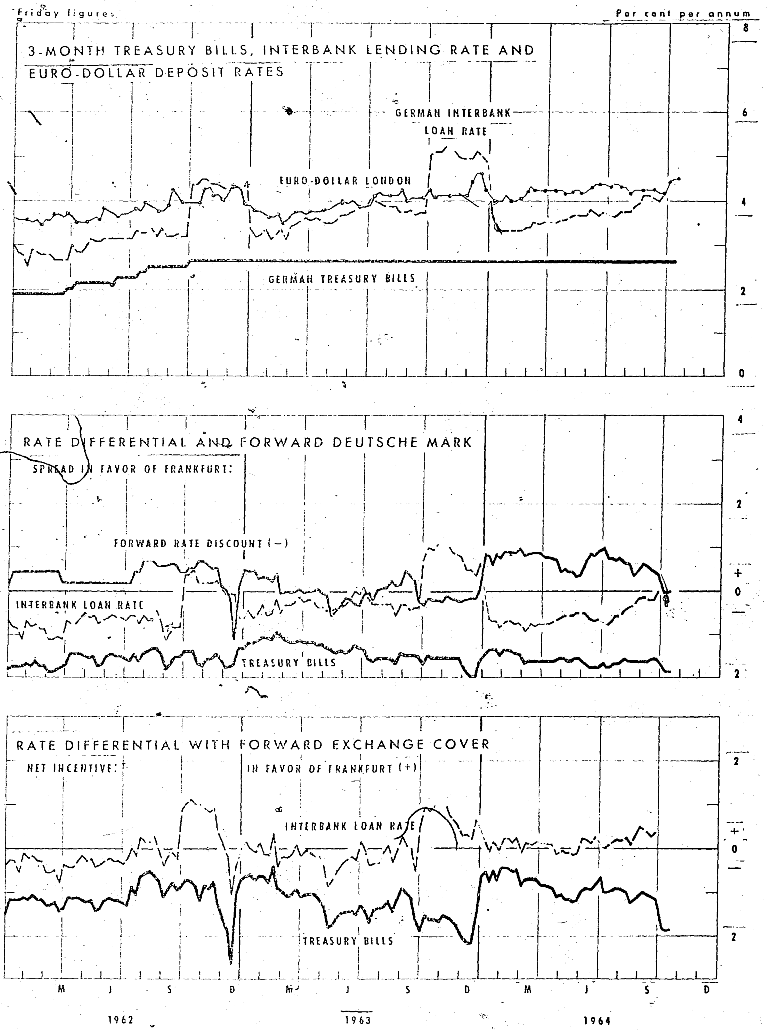
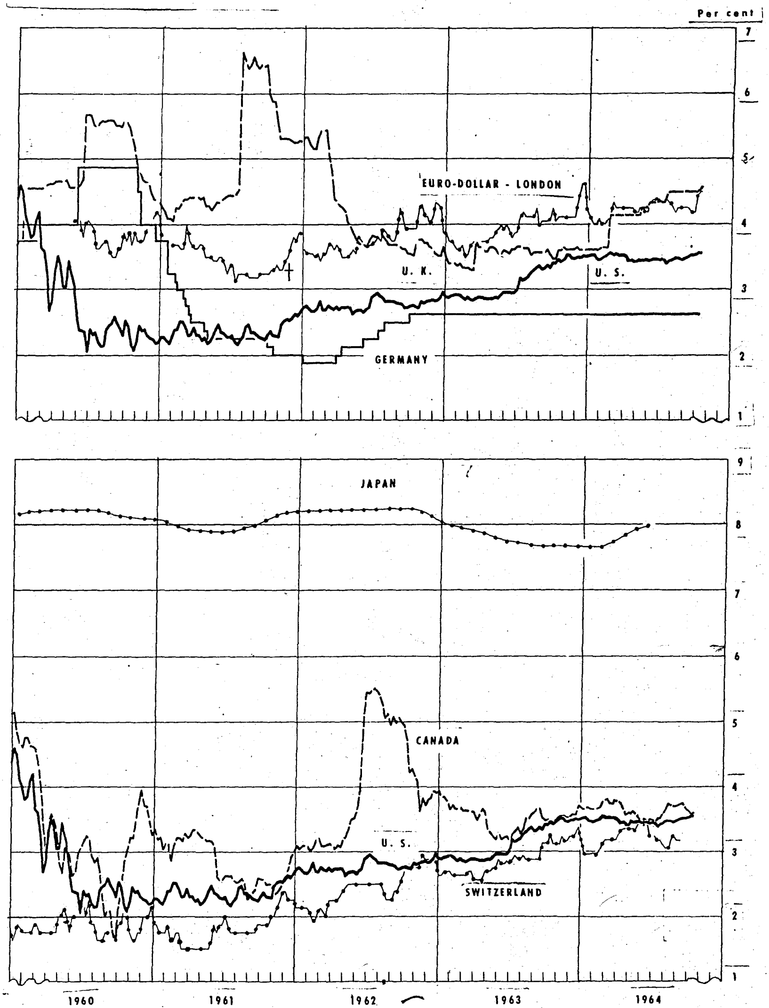


Chart 5

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

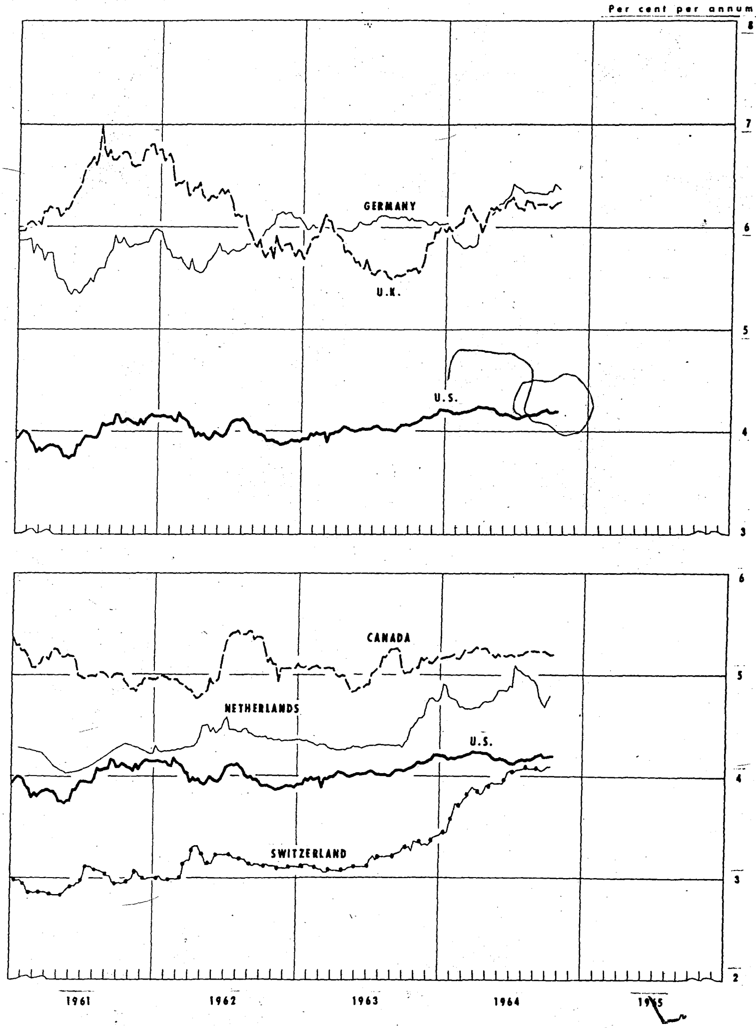


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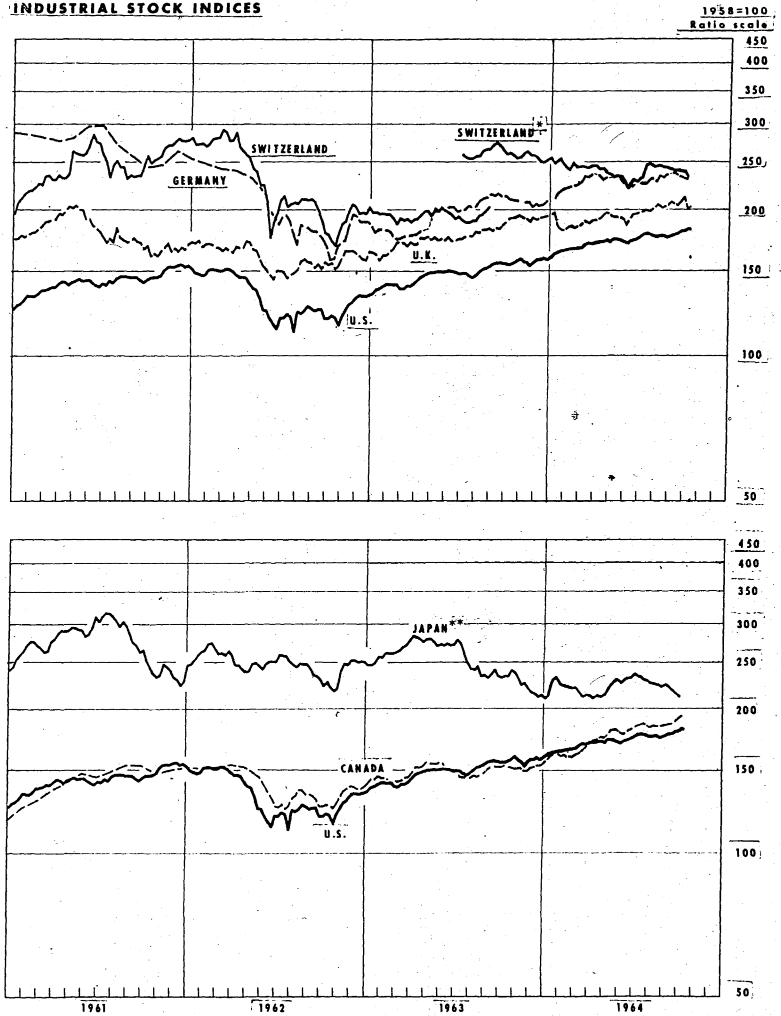
Chart 7

INDUSTRIAL STOCK INDICES



* New series. Swiss Bank Corporation industrial stock index.

** Japan: index of 225 industrial and other stocks traded on the Tokyo exchange.

Chart 8

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

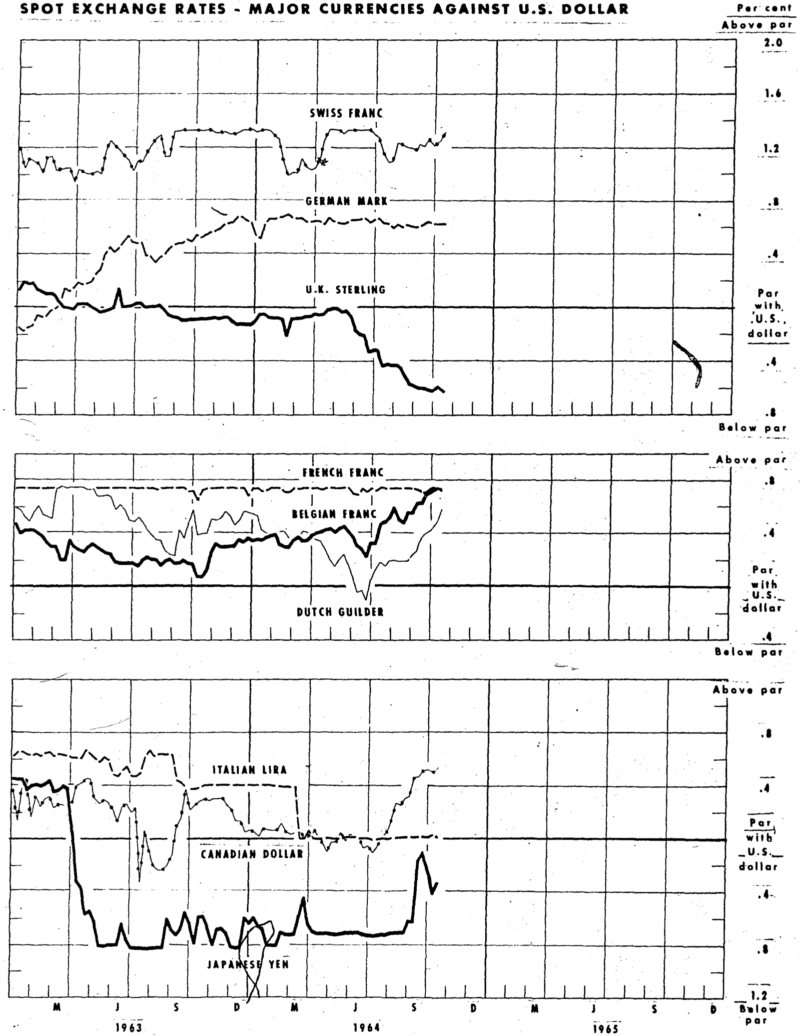
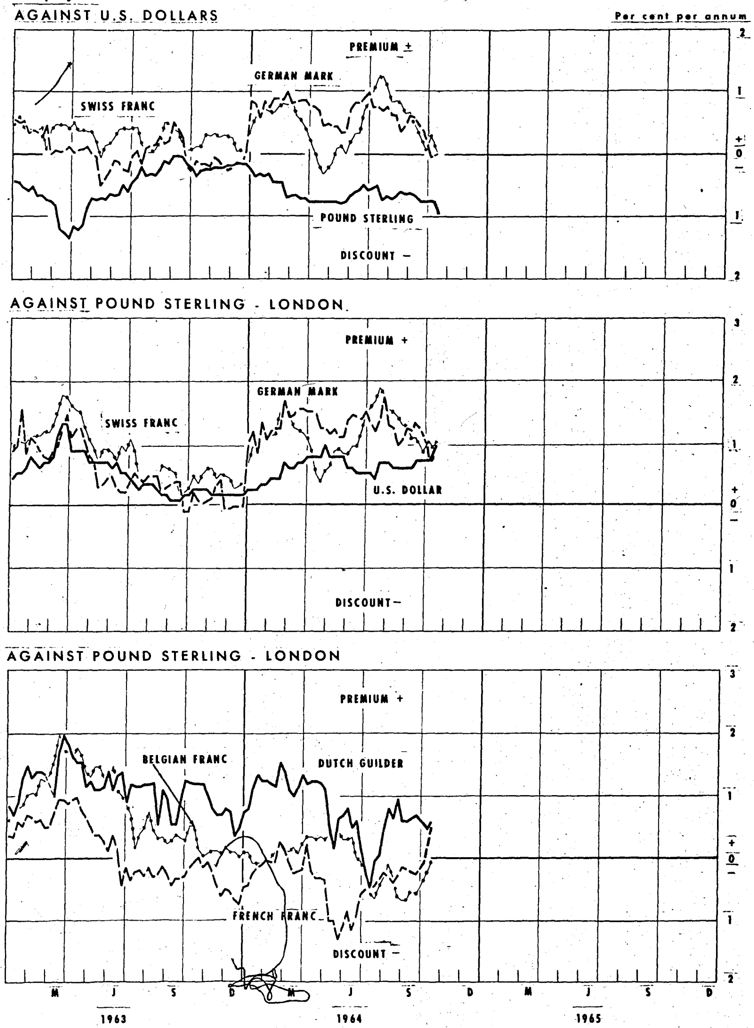


Chart 9

3-MONTH FORWARD EXCHANGE RATES

Friday figures



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

Chart 1	Per cent per annum
Upper panel	
(Wednesday, October 14)	
Euro-$ deposit	4.50
U.S. certif. of deposit	3.94
Lower panels	
(Friday, October 16)	
Treasury bills: U.S.	3.56
U.K.	3.56
Canada	3.49
Finance Co. paper: U.S.	3.88
Canada	4.20
Hire-purchase paper, U.K.	4.15
Chart 2	
(Friday, October 16)	
Treasury bills: Canada	3.60
U.S.	3.56
Spread favor Canada	+0.04
Forward Canadian dollar	-0.14
Net incentive (Canada +)	-0.10
Chart 3	
(Friday, October 16)	
Treasury bills: U.K.	4.59
U.S.	3.56
Spread favor U.K.	+1.03
Forward pound	-0.96
Net incentive (U.K. +)	+0.07

Chart 5	Per cent per annum
(Friday, October 16, except as noted)	
Treasury bills:	
U.S.	3.56
U.K.	4.59
Germany	2.63
Canada	3.60
Swiss 3-month deposits (Date: Sept. 15)	3.19
Euro-$ deposit (London)	4.50
Japan: composite rate (Date: June 26)	7.979
Chart 6	
Bonds:	
U.S. govt. (Wed., October 14)	4.20
U.K. war loan (Thurs., October 15)	6.23
German Fed. Railway (Fri., October 16)	6.36
Swiss Confederation (Fri., October 2)	4.10
(October 9)	4.10
Canadian govt. (Wed., October 14)	5.20
Netherlands govt. perpetual (Fri., October 9)	4.81

For description and sources of data see special annex to H. 13 Number 164, September 23, 1964.