I. Nine Charts on Financial Markets Abroad

Chart 1 - International Money Market Yields for U.S. Dollar Investors
Chart 2 - Interest Arbitrage, United States/Canada
Chart 3 - Interest Arbitrage, New York/London
Chart 4 - Interest Arbitrage for German Commercial Banks
Chart 5 - Short-term Interest Rates
Chart 6 - Long-term Bond Yields
Chart 7 - Industrial Stock Indices
Chart 8 - Spot Exchange Rates - Major Currencies Against U.S. Dollar
Chart 9 - 3-month Forward Exchange Rates

OFFICIAL USE ONLY
(Decontrolled after six months)
Chart 2

INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

3-MONTH TREASURY BILL RATES

RATE DIFFERENTIAL AND FORWARD CANADIAN DOLLAR

RATE DIFFERENTIAL WITH FORWARD EXCHANGE COVER (NET INCENTIVE)

<table>
<thead>
<tr>
<th>Per cent per annum</th>
</tr>
</thead>
<tbody>
<tr>
<td>4</td>
</tr>
<tr>
<td>3</td>
</tr>
<tr>
<td>2</td>
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</tbody>
</table>

Thursday figures 1962, Friday thereafter.
Chart 4

INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS

Friday figures

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

GERMAN TREASURY BILLS

RATE DIFFERENTIAL AND FORWARD DEUTSCH MARK

INTERBANK LOAN RATE

SPREAD IN FAVOR OF FRANKFURT

FORWARD RATE

PREMIUM

DISCOUNT

RATE DIFFERENTIAL WITH FORWARD EXCHANGE COVER (NET INCENTIVE)

IN FAVOR OF FRANKFURT

INTERBANK LOAN RATE

TREASURY BILLS

IN FAVOR OF LONDON EURO-DOLLARS

1963 1964 1965
Chart 5
SHORT-TERM INTEREST RATES *

* 3-month treasury bill rates for all countries except Japan. (Average rate on bank loans and discounts.)
+ 3-month rate for U.S. dollar deposits in London.
Chart 7: Industrial Stock Indices

* New series: Swiss Bank Corporation industrial stock
* * Japan: index of 225 industrial and other stocks traded on the Tokyo exchange.
II. Latest Figures Plotted In H.13 Chart Series, 1965

Chart 1

Upper panel

(Wednesday, Dec. 23)

Euro-$ deposit
U.S. certif. of deposit

Lower panels

Thurs., Dec. 24

Treasury bills: U.S.
U.K.
Canada
Finance Co. paper: U.S.
Canada
Hire-purchase paper, U.K.

Chart 2

(Thurs., Dec. 24)

Treasury bills: Canada
U.S.

Spread favor Canada
Forward Canadian dollar
Net incentive (Canada +)

Chart 3

(Thurs., Dec. 24)

Treasury bills: U.K.
U.S.

Spread favor U.K.
Forward pound
Net incentive (U.K. +)

Chart 5

(Thurs., Dec. 24, except as noted)

Treasury bills:
U.S.
U.K.
Germany
Canada

Swiss 3-month deposits
(Date: Nov. 15)

Euro-$ deposit (London)

Japan: composite rate
(Date: Sept. 25)

Chart 6

Bonds:

U.S. govt.
(Wed., Dec. 23)

U.K. war loan
(Thurs., Dec. 24)

German Fed. Railway
(Thurs., Dec. 24)

Swiss Confederation
(Fri., Dec. 11)

Canadian govt.
(Wed., Dec. 23)

Netherlands Government
Perpetual
(Fri., Dec. 18)

For description and sources of data see special annex to H. 13 Number 164, September 23, 1964.
II. Latest Figures Plotted In H.13 Chart Series, 1964

Chart 1

Upper panel

(Wednesday, Dec. 30)

Euro-$ deposit  4.62
U.S. certif. of deposit  4.16

Lower panels

(Thursday, Dec. 31)

Treasury bills: U.S.  3.82
U.K.  3.76
Canada  3.75
Finance Co. paper: U.S.  4.12
Canada  4.50
Hire-purchase paper, U.K.  4.70

Chart 2

(Thursday, Dec. 31)

Treasury bills: Canada  3.74
U.S.  3.80
Spread favor Canada  -0.06
Forward Canadian dollar  -0.14
Net incentive (Canada +)  -0.20

Chart 3

(Thursday, Dec. 31)

Treasury bills: U.K.  6.11
U.S.  3.80
Spread favor U.K.  +2.61
Forward pound  -2.72
Net incentive (U.K. +)  -0.11

Chart 5

(Thursday, Dec. 31, except as noted)

Treasury bills:

U.S.  3.80
U.K.  6.41
Germany  2.63
Canada  3.74
Swiss 3-month deposits (Date: Nov. 15)  3.68
Euro-$ deposit (London)  4.62
Japan: composite rate (Date: Sept. 25)  7.986

Chart 6

Bonds:

U.S. govt. (Wed., Dec. 30)  4.21
U.K. war loan (Thurs., Dec. 31)  6.47
German Fed. Railway (Wed., Dec. 30)  6.40
Swiss Confederation (Fri., Dec. 31)  4.04
Canadian govt. (Wed., Dec. 30)  5.06
Netherlands Government Perpetual (Thurs., Dec. 24)  5.00

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