DIVISION OF INTERNATIONAL FINANCE

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

H. 13
No. 178

January 13, 1965

CAPITAL MARKET DEVELOPMENTS ABROAD

I. Nine Charts on Financial Markets Abroad
II. Latest Figures Plotted in H.13 Chart Series, 1965

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
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Chart 9 - 3-month Forward Exchange Rates

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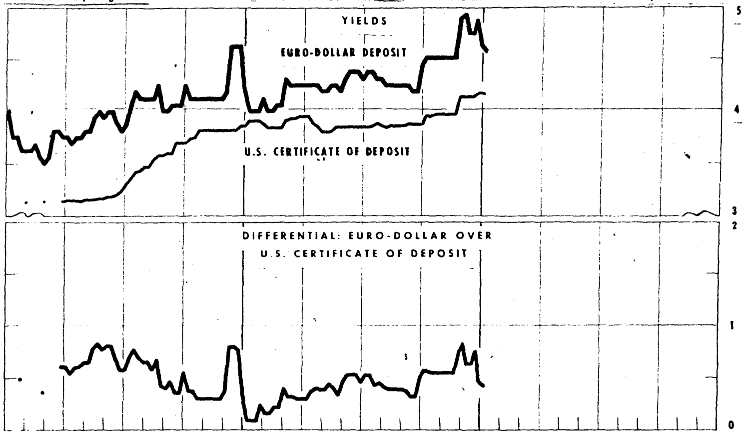
Chart 1

INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS

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

Wednesday figures



NEW YORK OFFER RATES ON SELECTED 3-MONTH INVESTMENTS

Friday figures

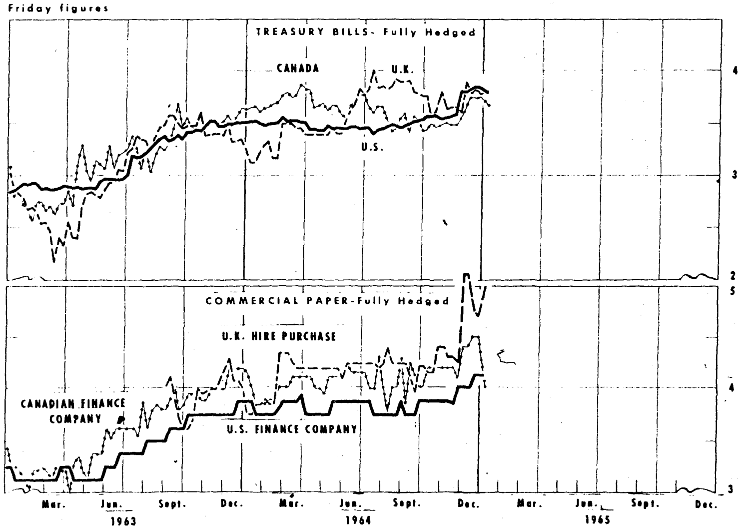


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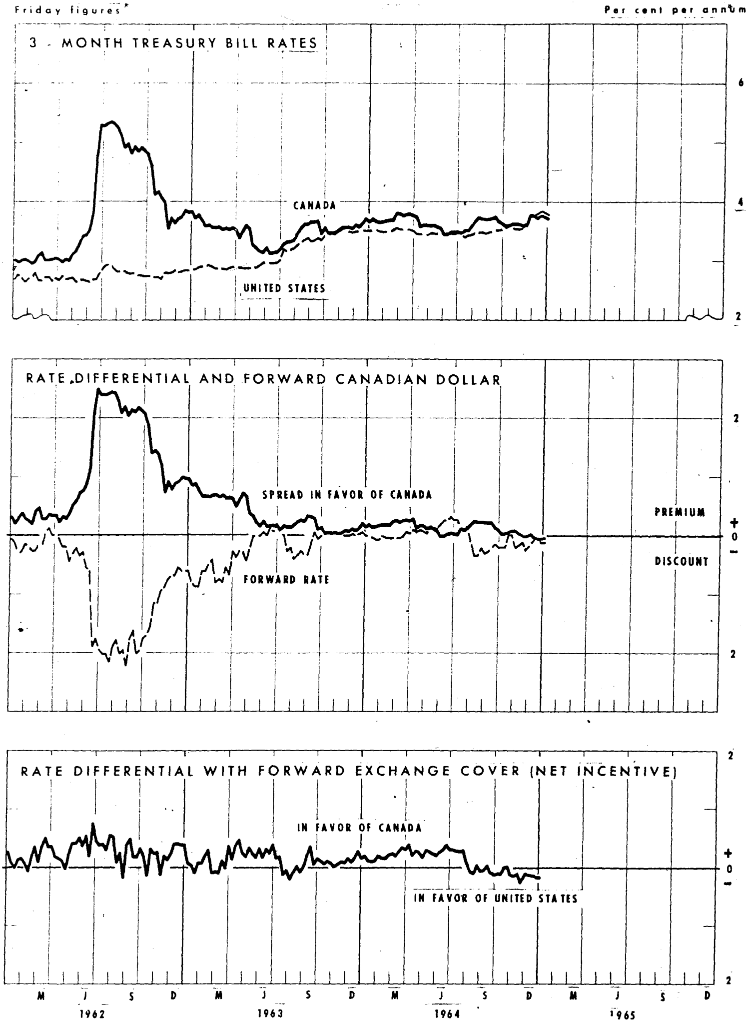
Chart 2

INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures*



* Thursday figures 1962, Friday thereafter.

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Chart 3

INTEREST ARBITRAGE, NEW YORK/LONDON

Friday figures

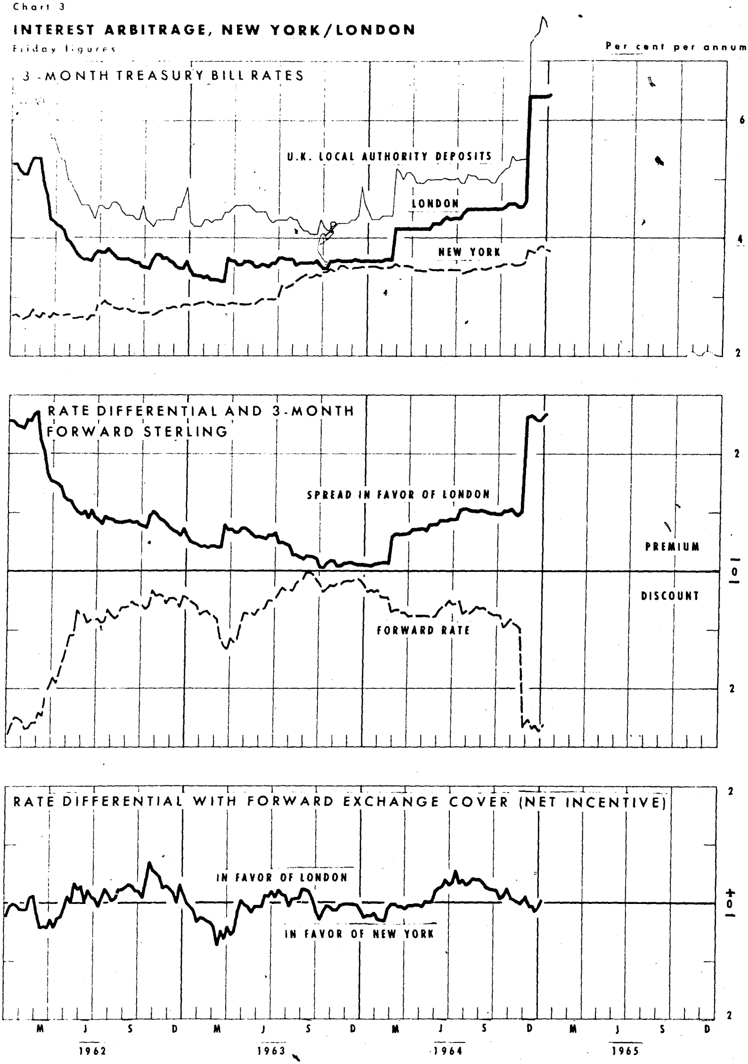

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Chart 4

INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS

Friday figures

Per cent per annum

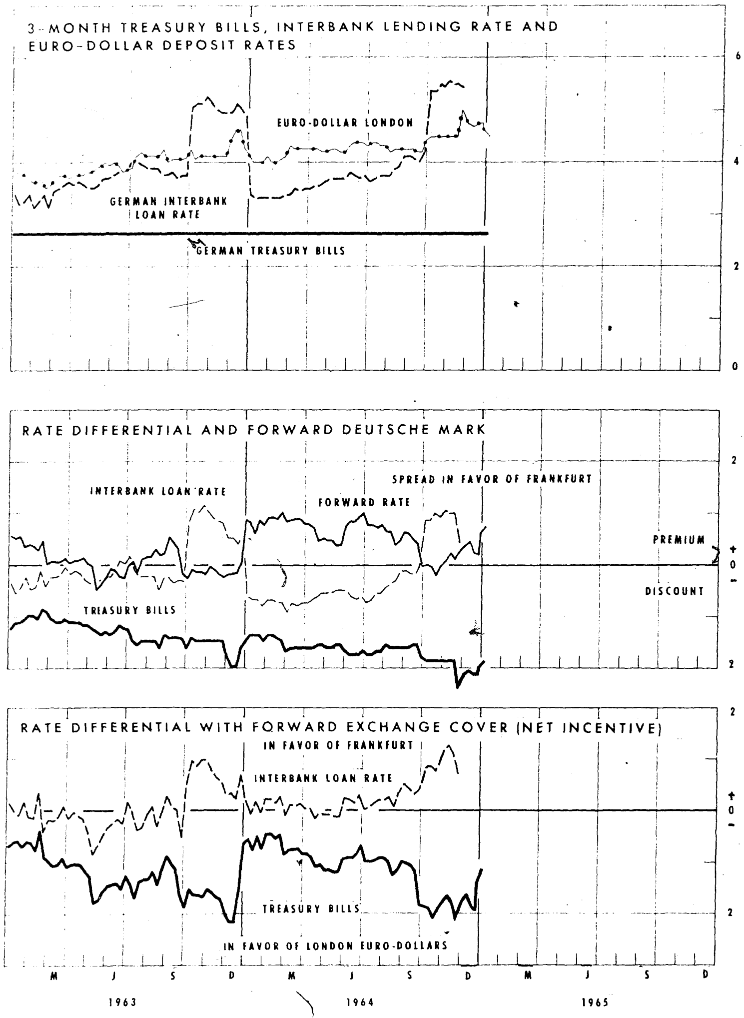

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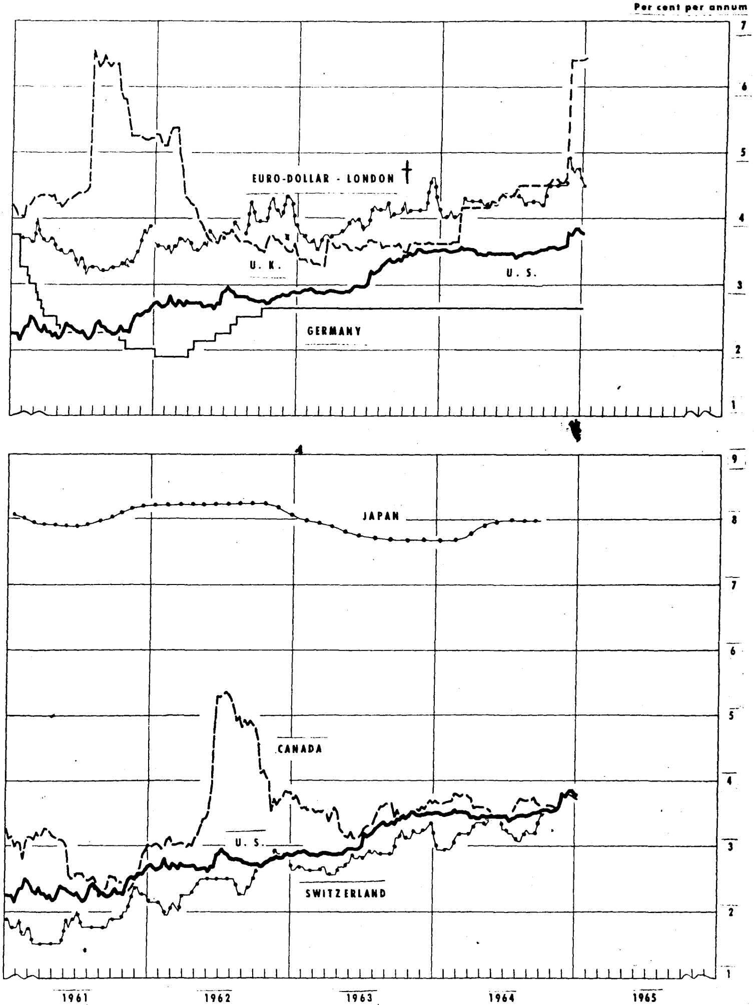
Chart 5

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

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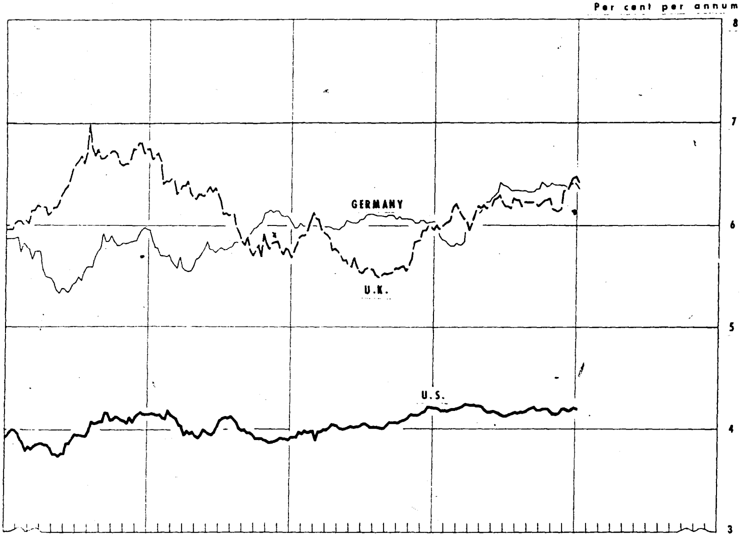
Chart 6

LONG-TERM BOND YIELDS



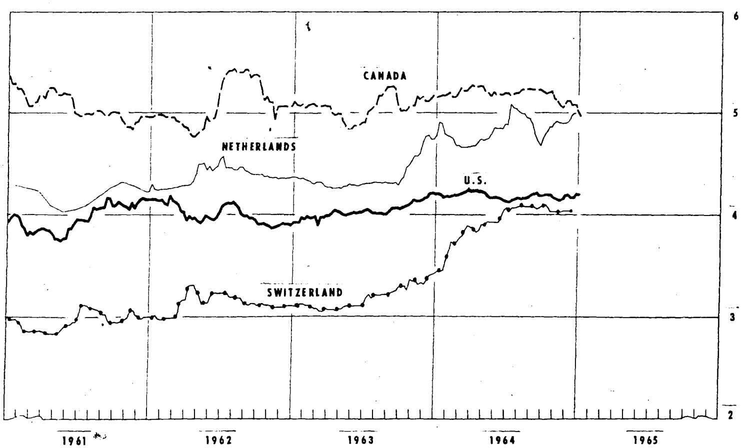


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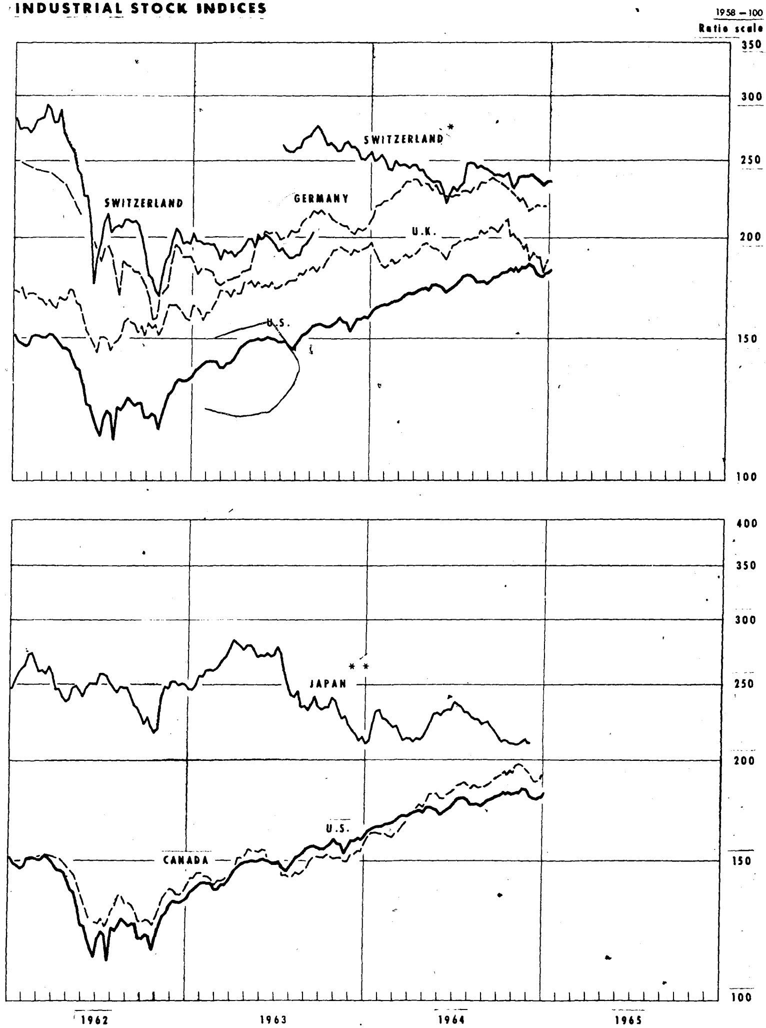
Chart 7

INDUSTRIAL STOCK INDICES



* New series. Swiss Bank Corporation industrial stock

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

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Chart 8

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

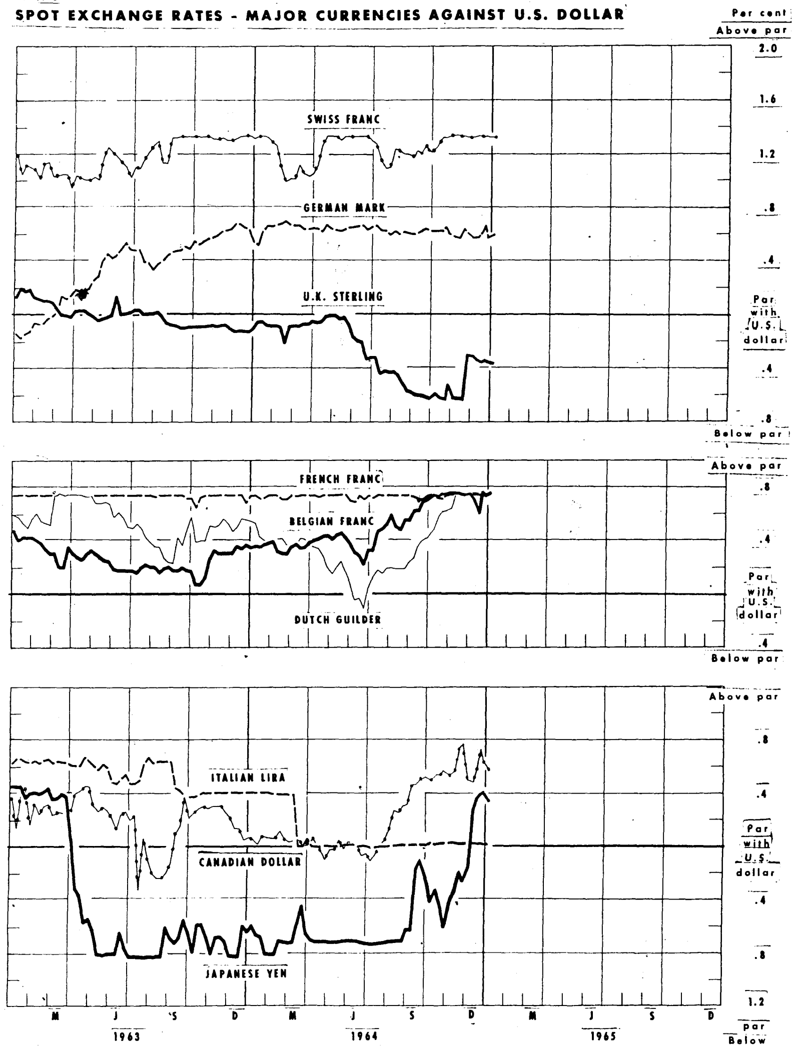

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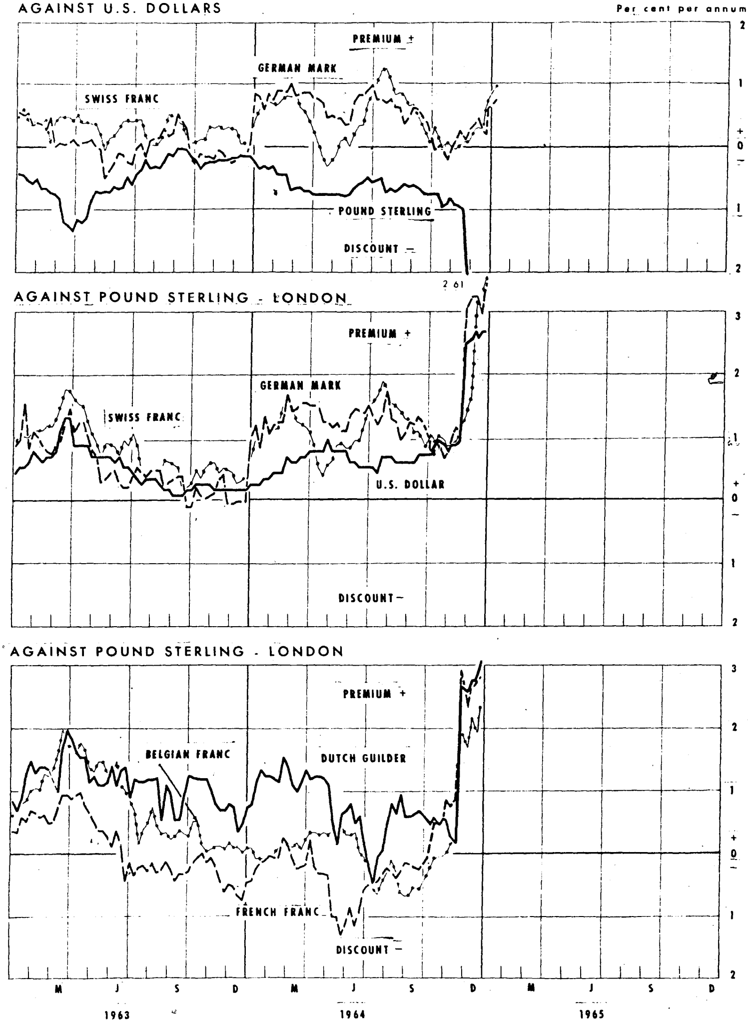
Chart 9

3-MONTH FORWARD EXCHANGE RATES

Friday figures



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January 13, 1965

II. Latest Figures Plotted In H.13 Chart Series, 1965

Chart 1	Per cent per annum
Upper panel	
(Wednesday, Jan. 6)	
Euro-$ deposit	4.56
U.S. certif. of deposit	4.15
Lower panels	
(Friday, Jan. 8)	
Treasury bills: U.S.	3.79
U.K.	3.80
Canada	3.67
Finance Co. paper: U.S.	4.12
Canada	4.00
Hire-purchase paper, U.K.	5.00
Chart 2	
(Friday, Jan. 8)	
Treasury bills: Canada	3.71
U.S.	3.77
Spread favor Canada	-0.06
Forward Canadian dollar	-0.14
Net incentive (Canada +)	-0.20
Chart 3	
(Friday, Jan. 8)	
Treasury bills: U.K.	6.44
U.S.	3.77
Spread favor U.K.	+2.67
Forward pound	-2.61
Net incentive (U.K. +)	+0.06

Chart 5	Per cent per annum
(Friday, Jan. 8, except as noted)	
Treasury bills:	
U.S.	3.77
U.K.	6.44
Germany	2.63
Canada	3.71
Swiss 3-month deposits* (Date: Dec. 15)	3.75
Euro-$ deposit (London)	4.50
Japan: composite rate (Date: Sept. 25)	7.986
Chart 6	
Bonds:	
U.S. govt. (Wed., Jan. 6)	4.20
U.K. war loan (Thurs., Jan. 7)	6.42
German Fed. Railway (Fri., Jan. 8)	6.36
Swiss Confederation (Fri., Dec. 11)	4.04
Canadian govt. (Wed., Jan. 6)	4.97
Netherlands Government Perpetual (Thurs., Dec. 24)	5.00

* Additional rates:

(Mon., Nov. 23)	3.75
(Mon., Nov. 30)	3.68
(Mon., Dec. 7)	3.75

For description and sources of data see special annex to H. 13 Number 164, September 29, 1964.

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