DIVISION OF INTERNATIONAL FINANCE

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

H. 13
No. 179

January 21, 1965

CAPITAL MARKET DEVELOPMENTS ABROAD

I. Nine Charts on Financial Markets Abroad

OFFICIAL USE ONLY
(Decontrolled after six months)

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Chart 1

INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS

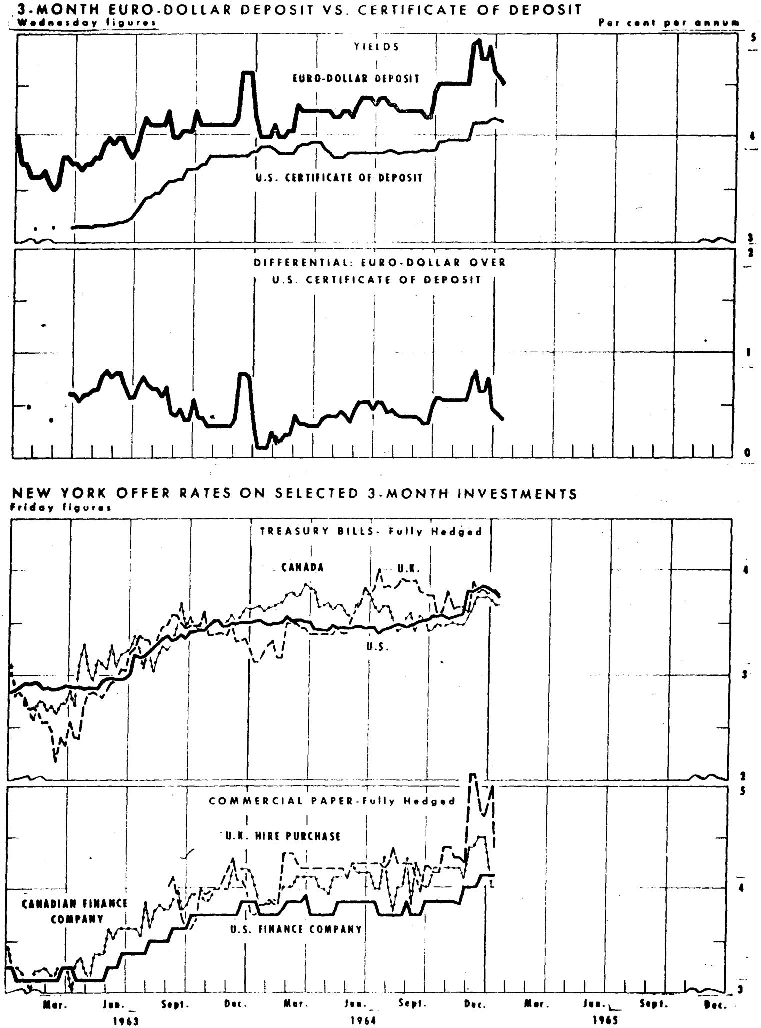
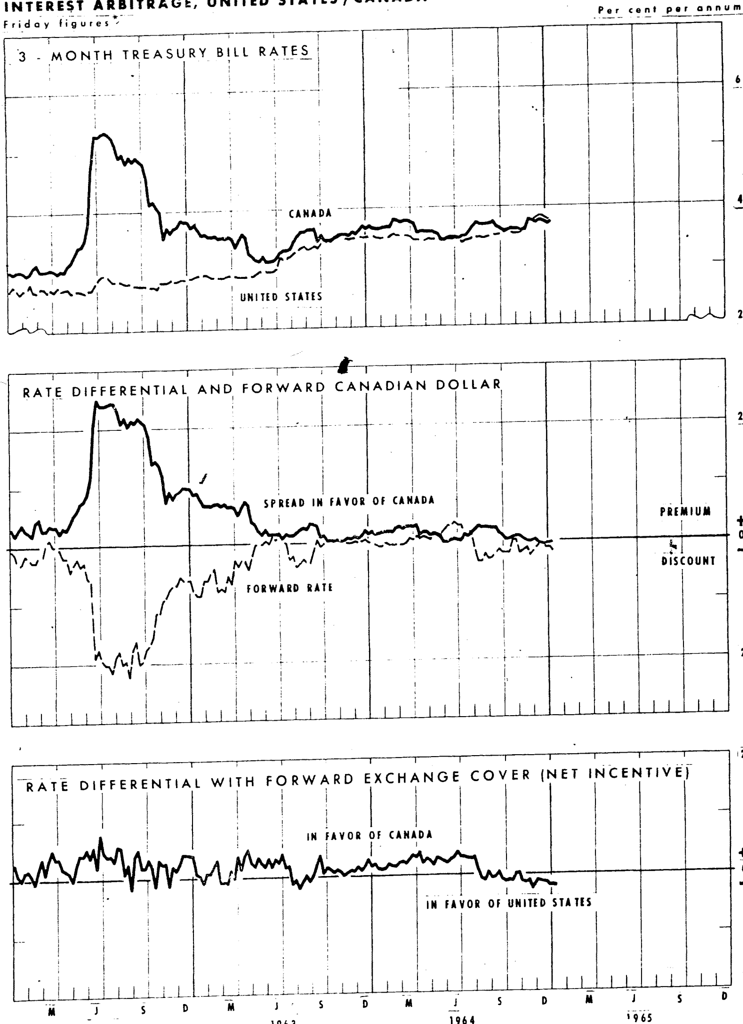


Chart 2

INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures*



* Thursday figures 1962, Friday thereafter

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Chart 3

INTEREST ARBITRAGE, NEW YORK/LONDON

Friday figures

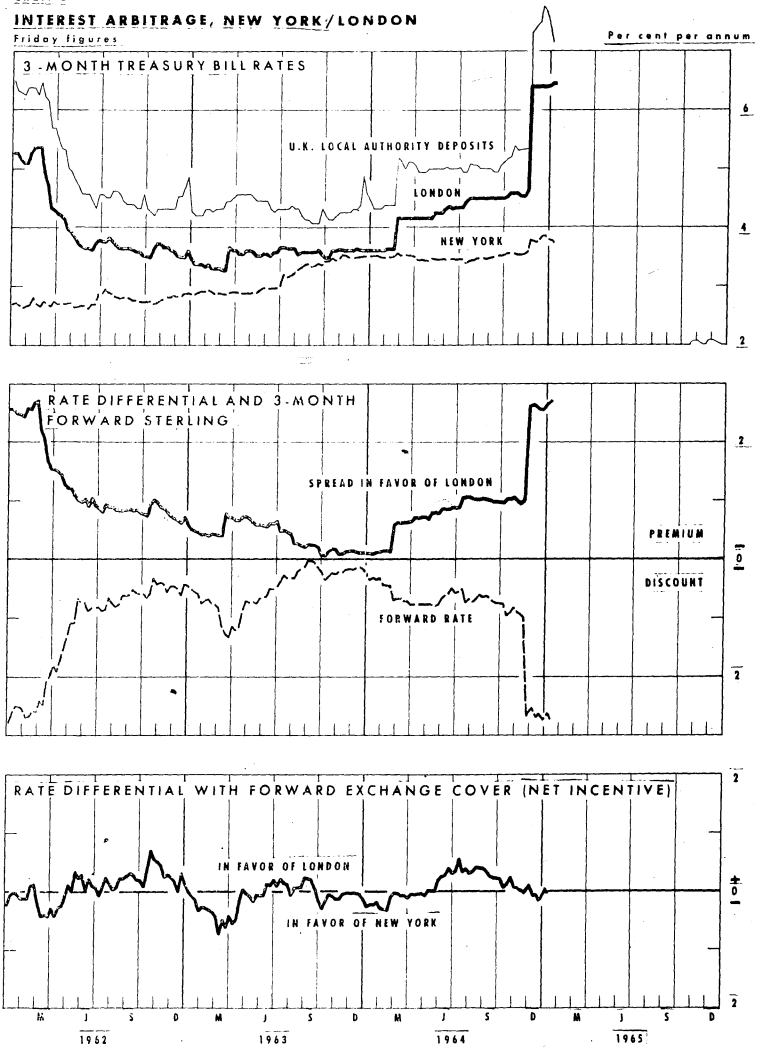

Chart 4

INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS

Friday figures

Per cent per annum

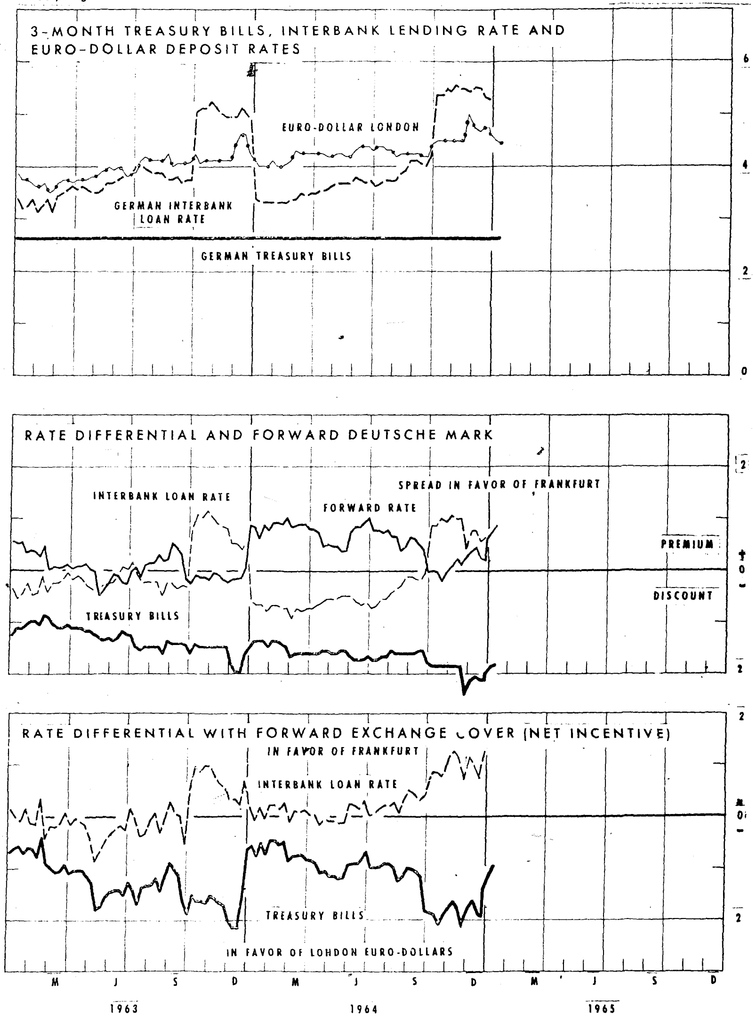

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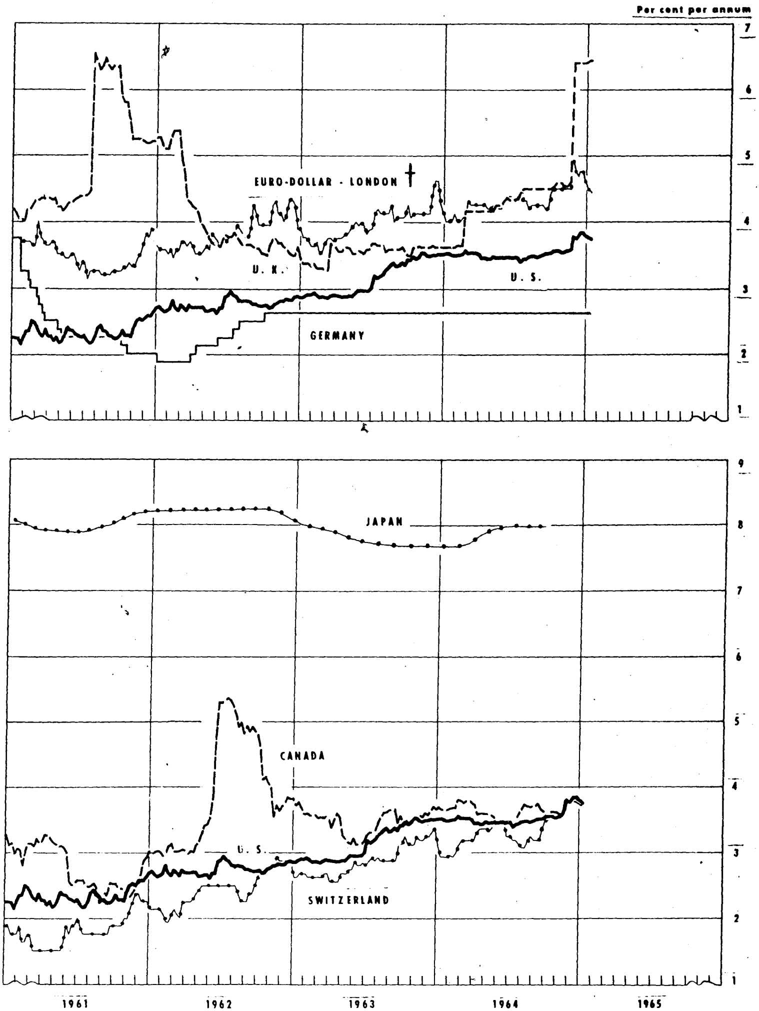
Chart 5

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

Chart 6

LONG-TERM BOND YIELDS

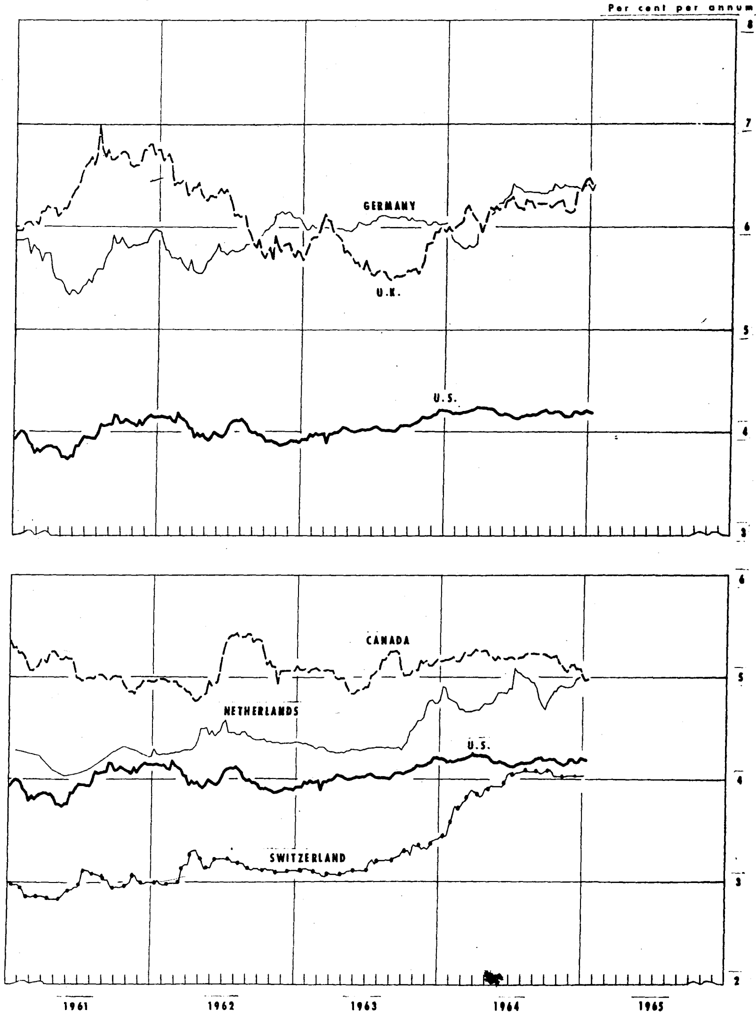
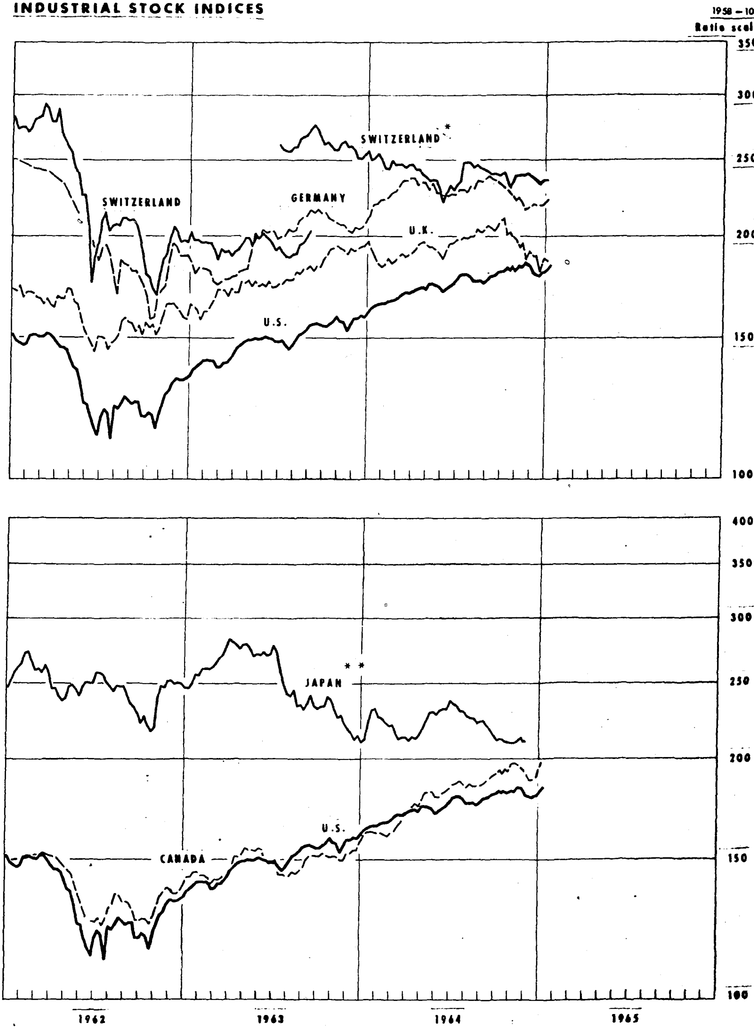


Chart 7

INDUSTRIAL STOCK INDICES



* New series: Swiss Bank Corporation industrial stock

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

Chart 8

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

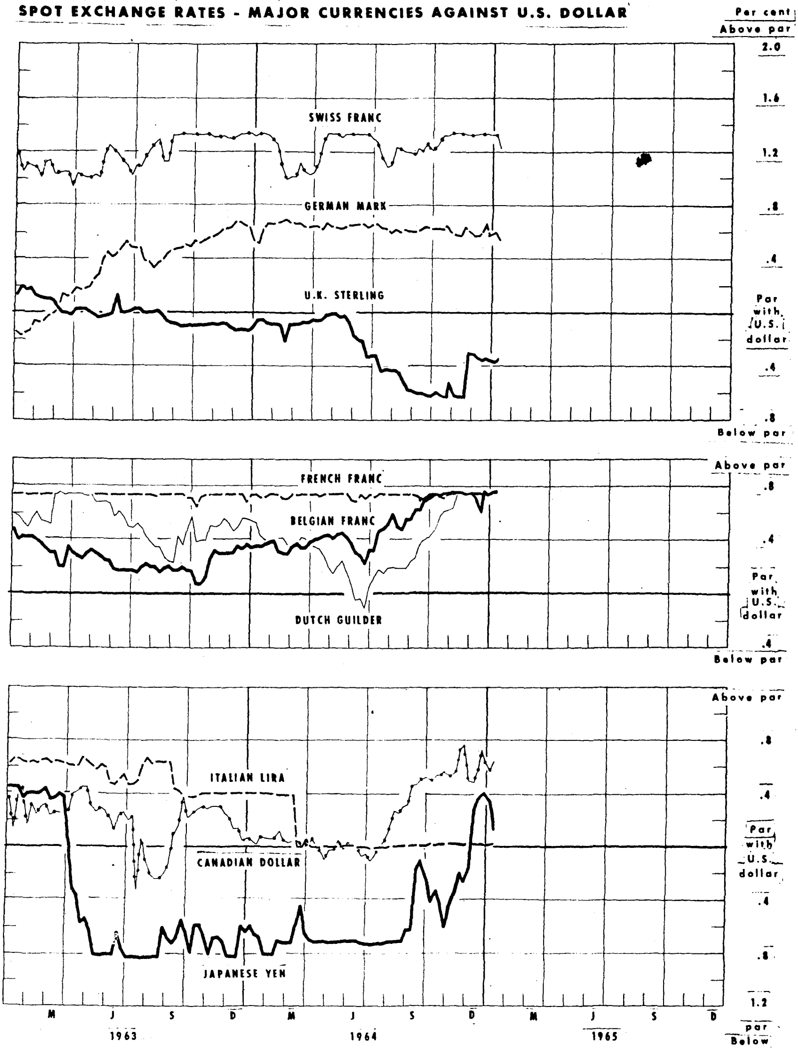
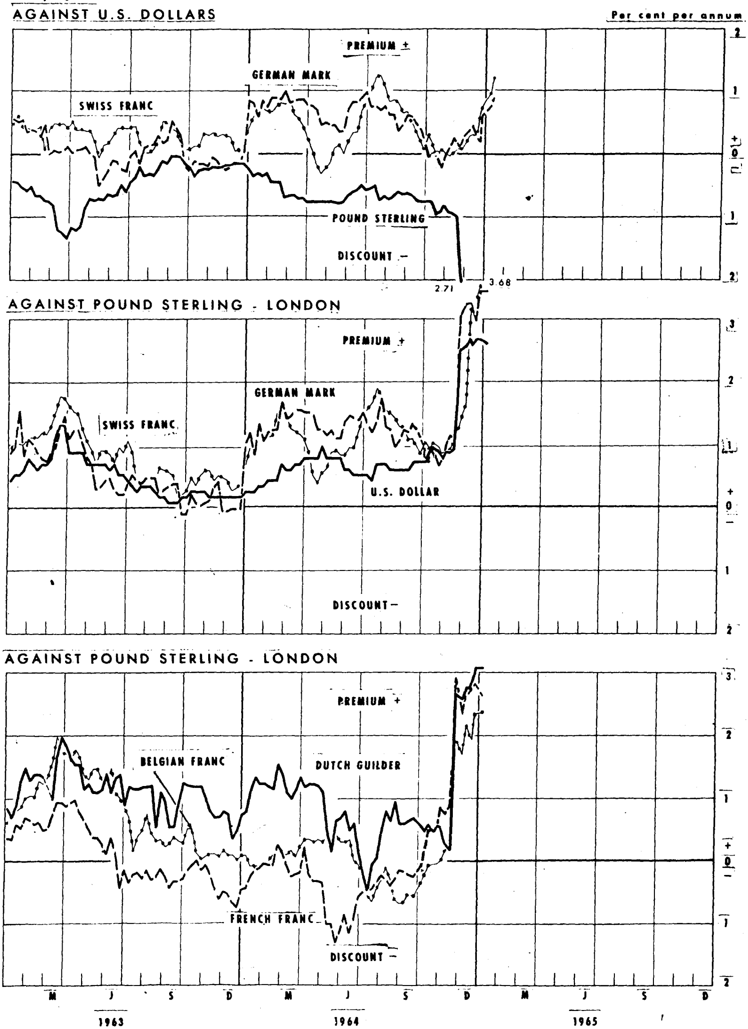


Chart 9

3-MONTH FORWARD EXCHANGE RATES

Friday figures



January 21, 1965

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

Chart 1	Per cent per annum
Upper panel	
(Wednesday, Jan. 13)	
Euro-$ deposit	4.50
U.S. certif. of deposit	4.14
Lower panels	
(Friday, Jan. 15)	
Treasury bills: U.S.	3.74
U.K.	3.75
Canada	3.67
Finance Co. paper: U.S.	4.12
Canada	4.00
Hire-purchase paper, U.K.	4.40
Chart 2	
(Friday, Jan. 15)	
Treasury bills: Canada	3.73
U.S.	3.74
Spread favor Canada	-0.01
Forward Canadian dollar	-0.20
Net incentive (Canada +)	-0.21
Chart 3	
(Friday, Jan. 15)	
Treasury bills: U.K.	6.44
U.S.	3.74
Spread favor U.K.	2.70
Forward pound	-2.71
Net incentive (U.K. +)	-0.01

Chart 5	Per cent per annum
(Friday, Jan. 15, except as noted)	
Treasury bills:	
U.S.	3.74
U.K.	6.44
Germany	2.63
Canada	3.73
Swiss 3-month deposits (Date: Dec. 15)	3.75
Euro-$ deposit (London)	4.44
Japan: composite rate (Date: Sept. 25)	7.986
Chart 6	
Bonds:	
U.S. govt. (Wed., Jan. 13)	4.19
U.K. war loan (Thurs., Jan. 14)	6.50
German Fed. Railway (Fri., Jan. 15)	6.42
Swiss Confederation (Fri., Jan. 8)	4.04
Canadian govt. (Wed., Jan. 13)	4.98
Netherlands Government Perpetual (Thurs., Dec. 31)	5.00

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