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
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 5
SHORT-TERM INTEREST RATES

Per cent per annum


* 3-month treasury bill rates for all countries except Japan
and Switzerland (3-month deposit rate)
(Average rate on Bank loans and discounts)
† 3-month rate for U.S. dollar deposits in London
** Japan index of 225 industrial and other stocks traded on the Tokyo exchange
Chart 8
SPOT EXCHANGE RATES - MAJOR CURRENCIES AGAINST U.S. DOLLAR

<table>
<thead>
<tr>
<th>Currency</th>
<th>1963</th>
<th>1964</th>
<th>1965</th>
</tr>
</thead>
<tbody>
<tr>
<td>Swiss Franc</td>
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<tr>
<td>German Mark</td>
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<td></td>
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<tr>
<td>U.K. Sterling</td>
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<td></td>
<td></td>
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<tr>
<td>French Franc</td>
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<tr>
<td>Belgian Franc</td>
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<tr>
<td>Dutch Guilder</td>
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<tr>
<td>Italian Lira</td>
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<td></td>
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<tr>
<td>Canadian Dollar</td>
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<tr>
<td>Japanese Yen</td>
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</tbody>
</table>
II. Latest Figures Plotted In H.13 Chart Series

Chart 1

Upper panel

(Wednesday, Feb. 17)

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

Lower panels

(Thurs., Feb. 11)

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

Chart 2

(Friday, Feb. 19)

Treasury bills: Canada
U.S.
Spread favor Canada
Forward Canadian dollar
Net incentive (Canada +)

Chart 3

(Friday, Feb. 19)

Treasury bills: U.K.
U.S.
Spread favor U.K.
Forward pound
Net incentive (U.K. +)

Chart 5

(Friday, Feb. 19, except as noted)

Treasury bills:
U.S.
U.K.
Germany
Canada
Swiss 3-month deposits
(Date: Jan. 15)
Euro-$ deposit (London)
Japan: composite rate
(Date: Oct. 30)

Chart 6

Bonds:
U.S. govt.
(U.S., Feb. 17)
U.K. war loan
(Thurs., Feb. 18)
German Fed. Railway
(Fri., Feb. 19)
Swiss Confederation
(Fri., Feb. 19)
Canadian govt.
(Wed., Feb. 10)
Netherlands government perpetual
(Friday, Feb. 12)

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