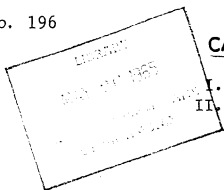


H. 13

No. 196

May 19, 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
- 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

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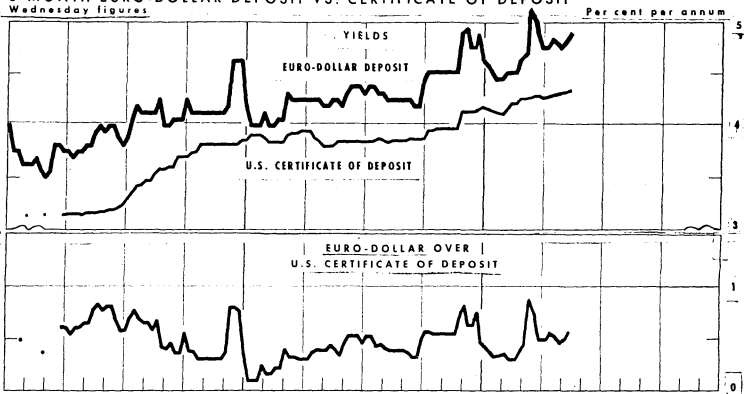
(Decontrolled after six months)

Chart 1

INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS

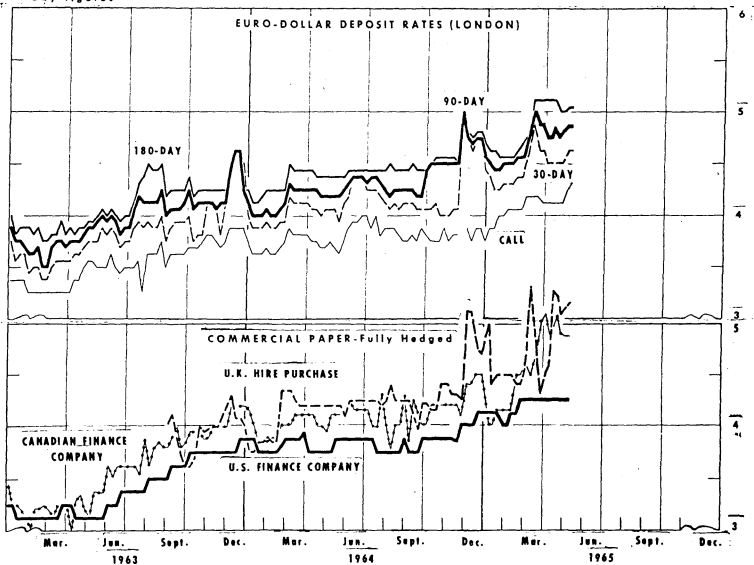
3-MONTH EURO-DOLLAR DEPOSIT VS. CERTIFICATE OF DEPOSIT

Wednesday figures



SELECTED INTERNATIONAL MONEY RATES

Friday figures



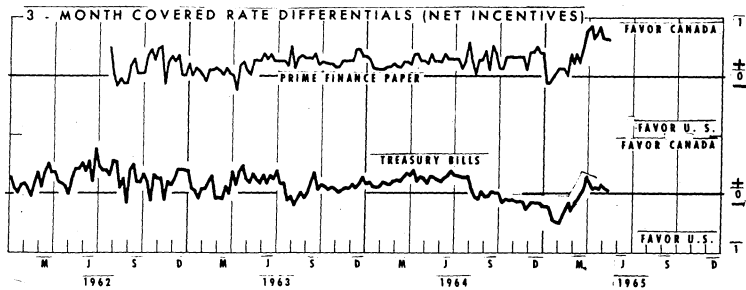
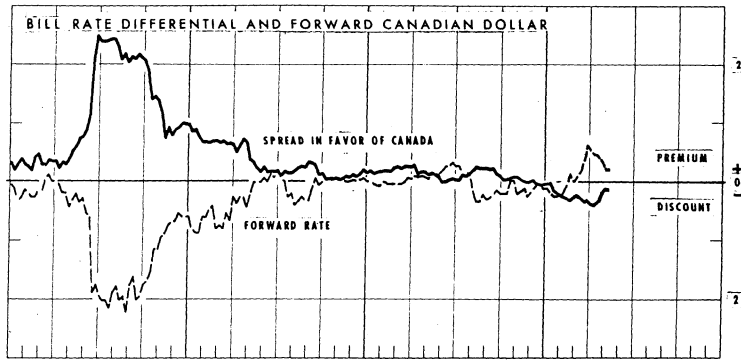
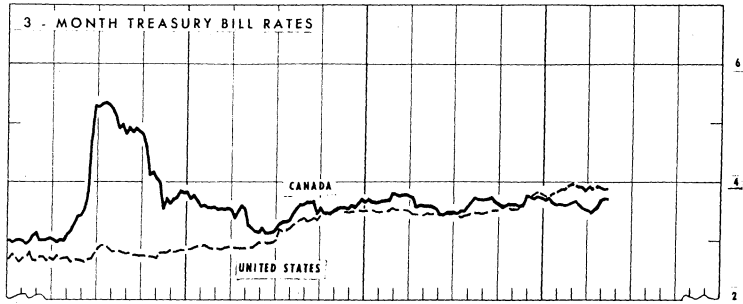
3

Chart 2

INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures*

Per cent per annum



* Thursday figures 1962, Friday thereafter.

Chart 3
INTEREST ARBITRAGE, NEW YORK/LONDON
Friday figures

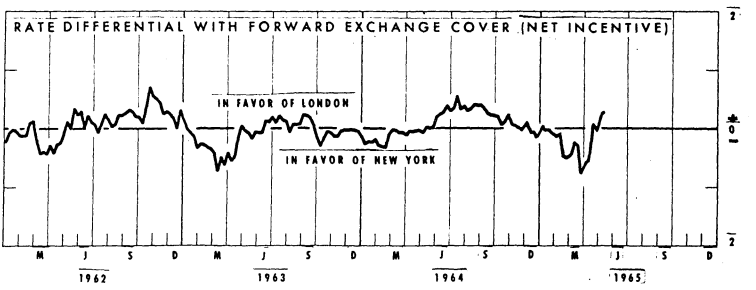
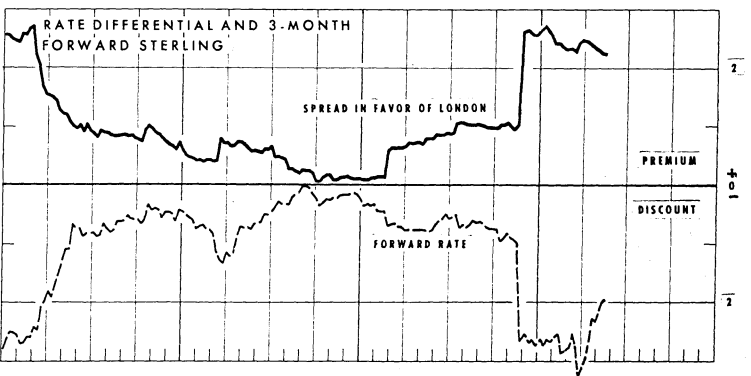
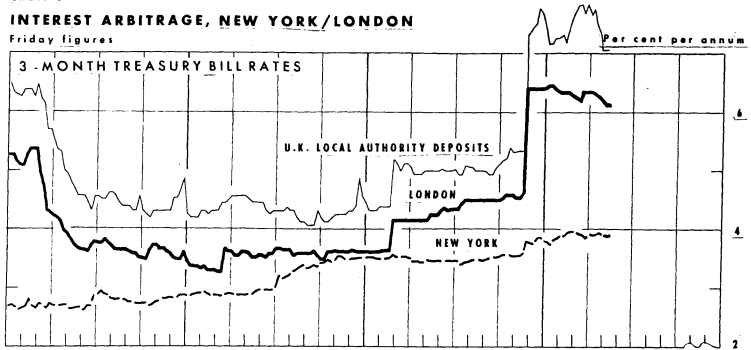


Chart 4

INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS

Friday figures

Per cent per annum

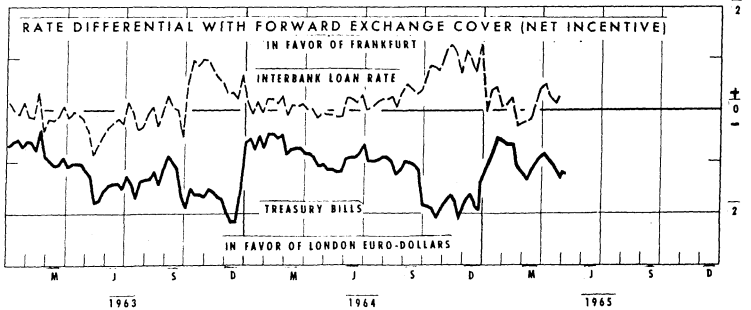
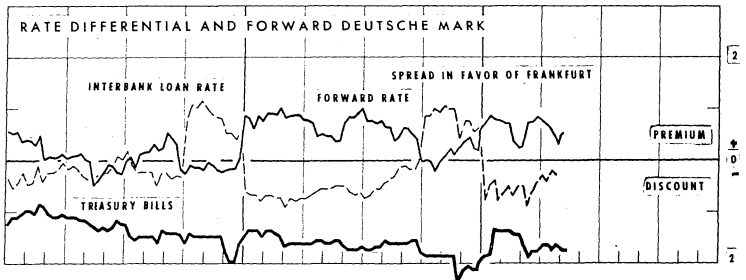
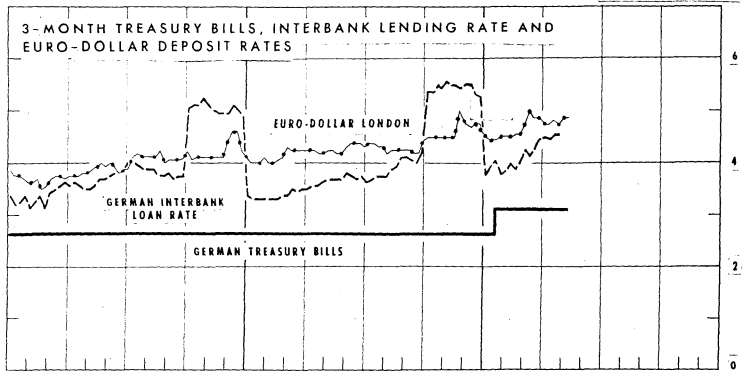
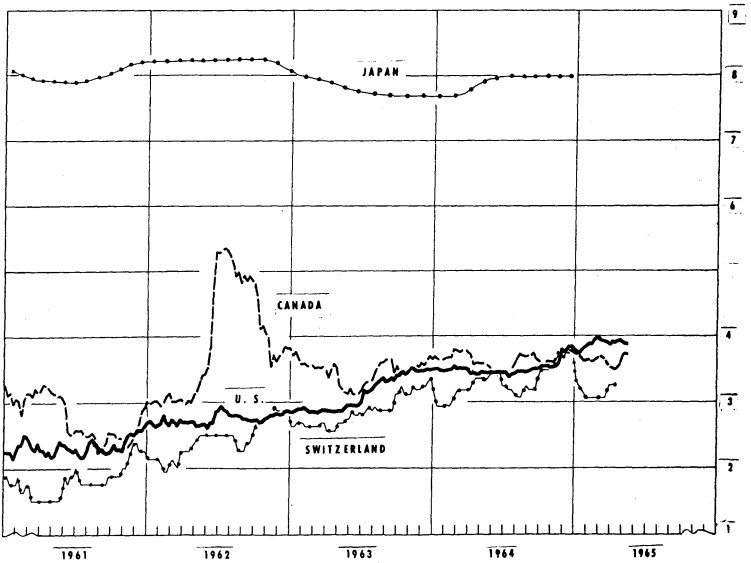
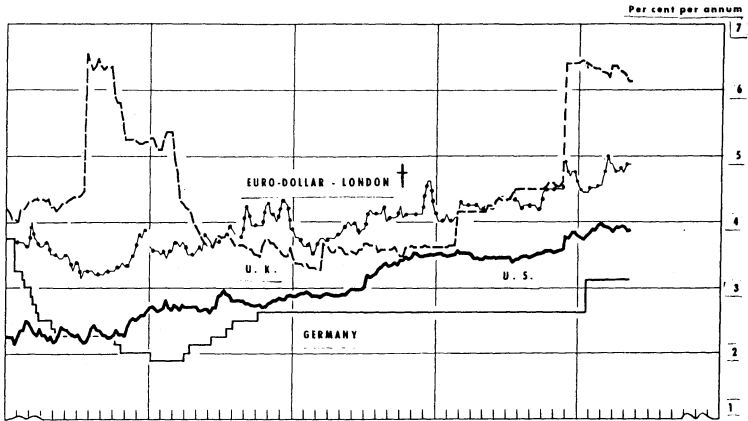


Chart 5
SHORT-TERM INTEREST RATES *



* 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

Chart 6
LONG-TERM BOND YIELDS

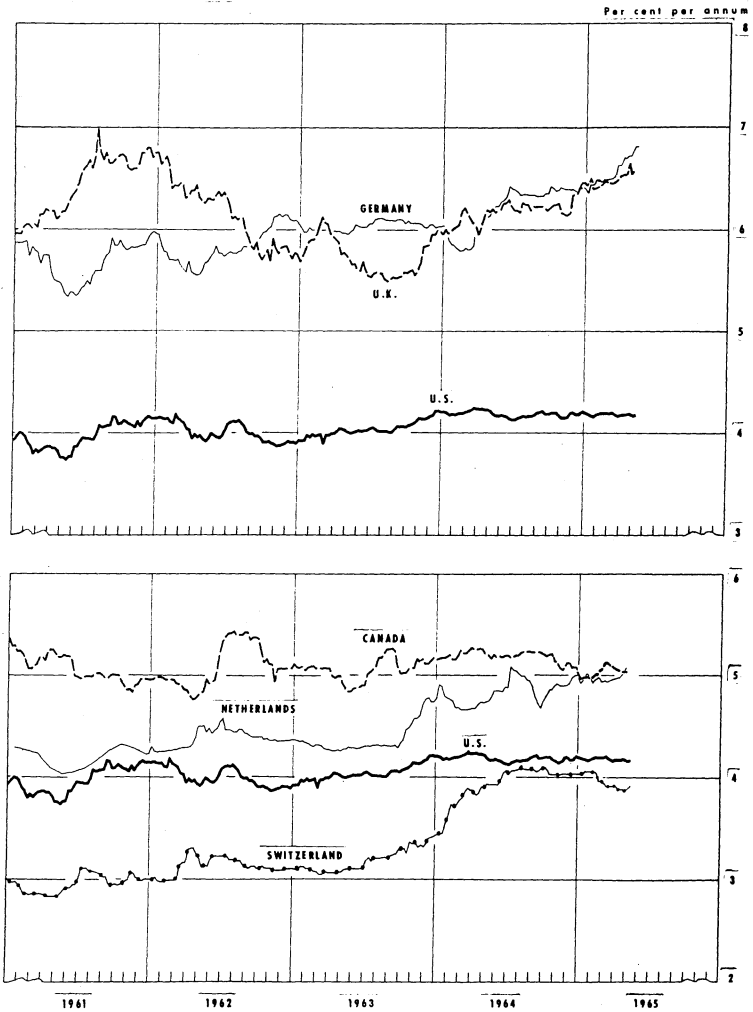
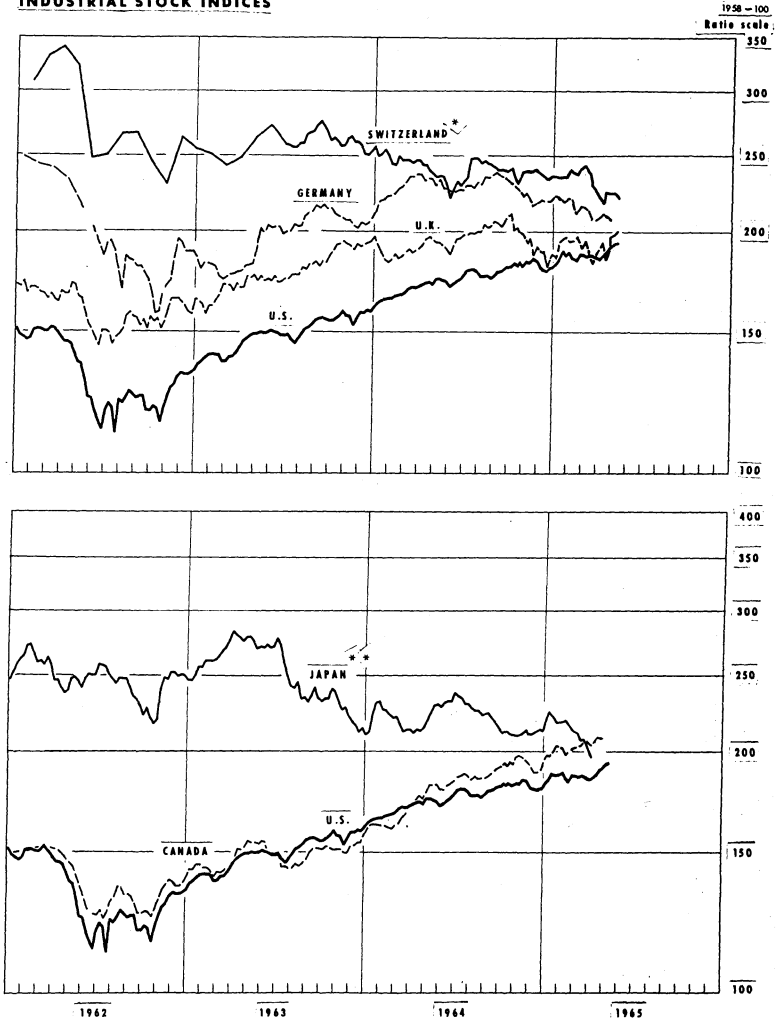


Chart 7
INDUSTRIAL STOCK INDICES

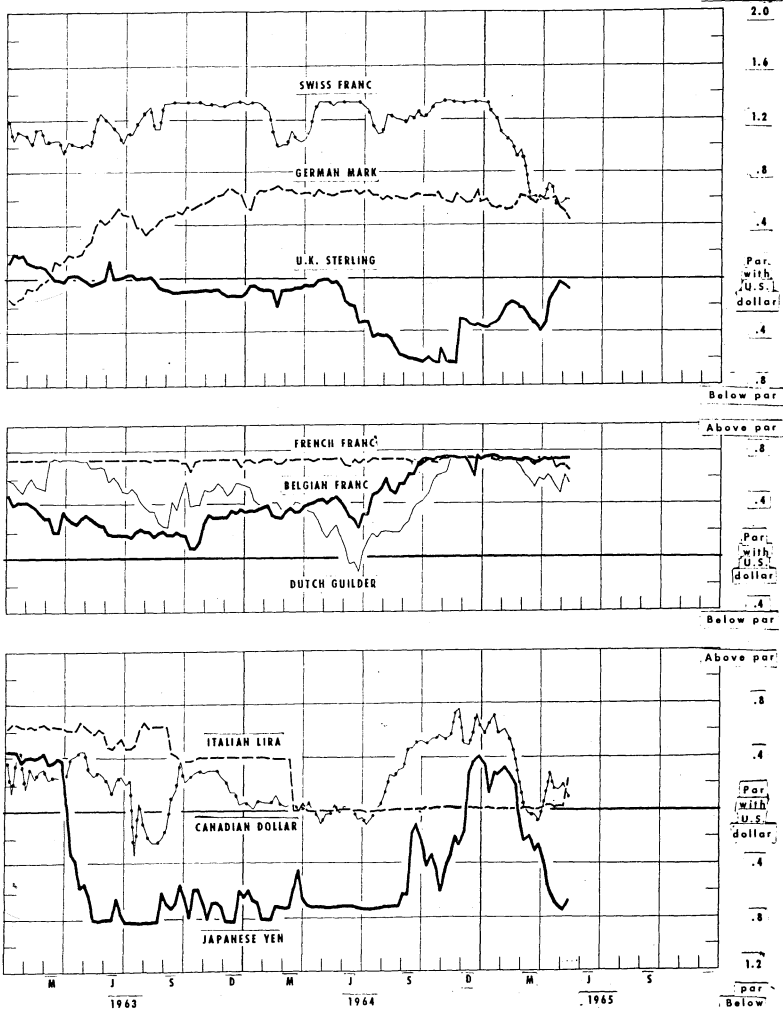


* Swiss Bank Corporation industrial stock.

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

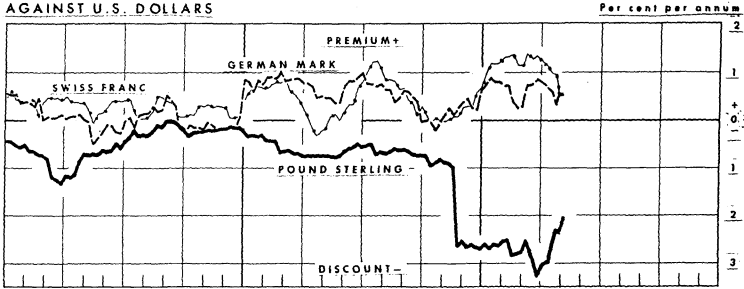
Chart 8

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

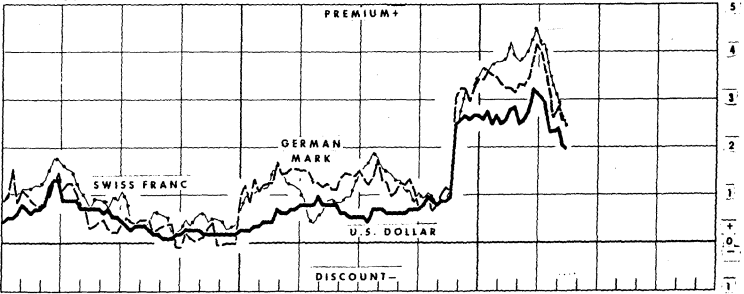


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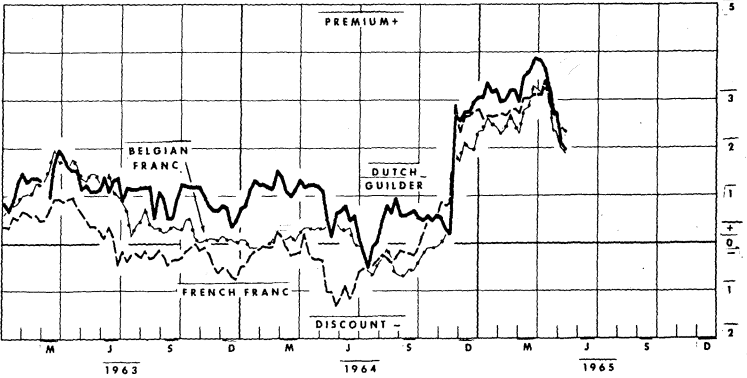
Chart 9
3-MONTH FORWARD EXCHANGE RATES
Friday figures
AGAINST U.S. DOLLARS



AGAINST POUND STERLING - LONDON



AGAINST POUND STERLING - LONDON



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

<u>Chart 1</u>	<u>Per cent per annum</u>	<u>Chart 5</u>	<u>Per cent per annum</u>
<u>Upper panel</u>		(Friday, <u>May 14</u> , except as noted)	
(Wednesday, <u>May 12</u>)		<u>Treasury bills:</u>	
Euro- $\$$ deposit	<u>4.88</u>	U.S.	<u>3.88</u>
U.S. certif. of deposit	<u>4.32</u>	U.K.	<u>6.13</u>
<u>Lower panels</u>		Germany	<u>3.12</u>
(Friday, <u>May 14</u>)		Canada	<u>3.72</u>
Euro-dollar: Call	<u>4.31</u>	Swiss 3-month deposits	<u>3.25</u> ^{1/}
7-day	<u>4.38</u>	(Date: <u>April 15</u>)	
30-day	<u>4.62</u>	Euro- $\$$ deposit (London)	<u>4.88</u>
90-day	<u>4.88</u>	Japan: composite rate	
180-day	<u>5.06</u>	(Date: <u>Dec. 31</u>)	<u>7.990</u>
Finance Co. paper: U.S.	<u>4.25</u>	<u>Chart 6</u>	
Canada	<u>4.88</u>	<u>Bonds:</u>	
Hire-purchase paper, U.K.	<u>5.22</u>	U.S. govt.	
<u>Chart 2</u>		(Wed., <u>May 12</u>)	<u>4.17</u>
(Friday, <u>May 14</u>)		U.K. war loan	
Treasury bills: Canada	<u>3.72</u>	(Thurs., <u>May 6</u>)	<u>6.59</u>
U.S.	<u>3.87</u>	<u>May 13</u>)	<u>6.69</u>
Spread favor Canada	<u>-0.14</u>	German Fed. Railway	
Forward Canadian dollar	<u>+0.20</u>	(Fri., <u>May 14</u>)	<u>6.81</u>
Net incentive (Canada +)	<u>+0.04</u>	Swiss Confederation	
<u>Chart 3</u>		(Fri., <u>May 7</u>)	<u>3.91</u>
(Friday, <u>May 14</u>)		Canadian govt.	
Treasury bills: U.K.	<u>6.13</u>	(Wed., <u>May 5</u>)	<u>5.07</u>
U.S.	<u>3.87</u>	<u>May 12</u>)	<u>5.07</u>
Spread favor U.K.	<u>+2.26</u>	Netherlands government	
Forward pound	<u>-2.01</u>	perpetual	
Net incentive (U.K. +)	<u>+0.25</u>	(Thurs., <u>April 29</u>)	<u>5.08</u>
		<u>1/ Additional rates:</u>	
		Mar. 23 - 3.25	
		Mar. 31 - 3.25	
		Apr. 7 - 3.25	

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