

June 30 1965

H. 13

No. 202

CAPITAL MARKET DEVELOPMENTS ABROAD

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

I. Nine Charts on Financial Markets Abroad

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- Chart 8 - Spot Exchange Rates - Major Currencies Against U.S. Dollar
- Chart 9 - 3-month Forward Exchange Rates

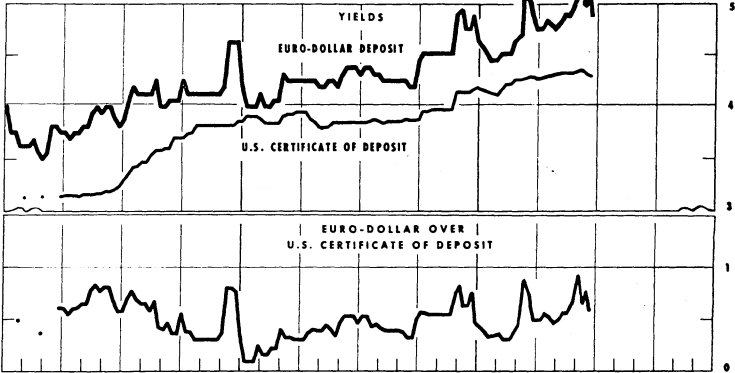
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Chart 1

INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS

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



SELECTED INTERNATIONAL MONEY RATES
Friday figures

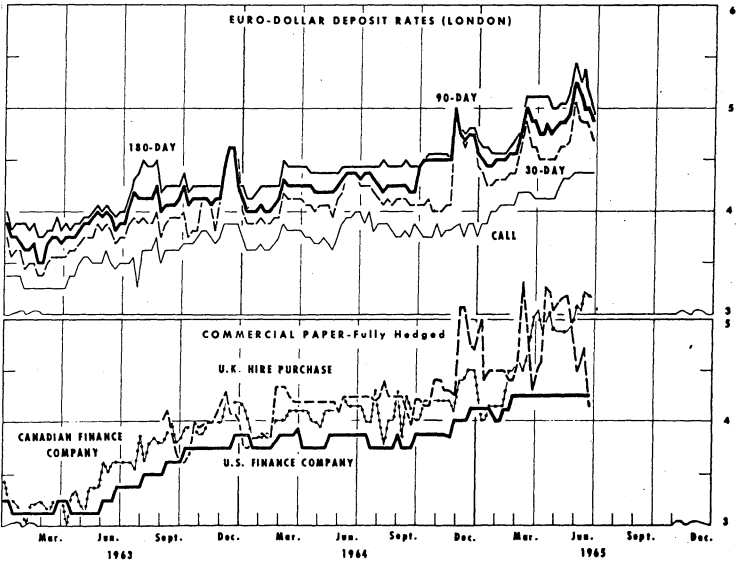
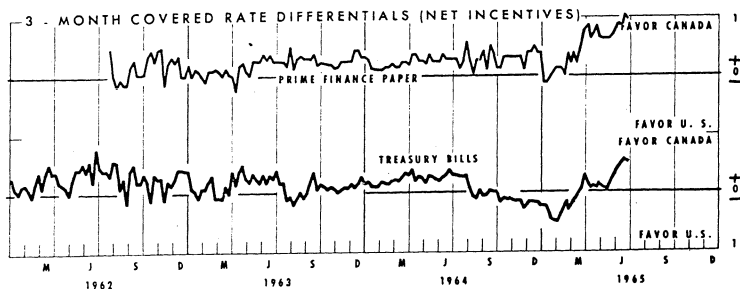
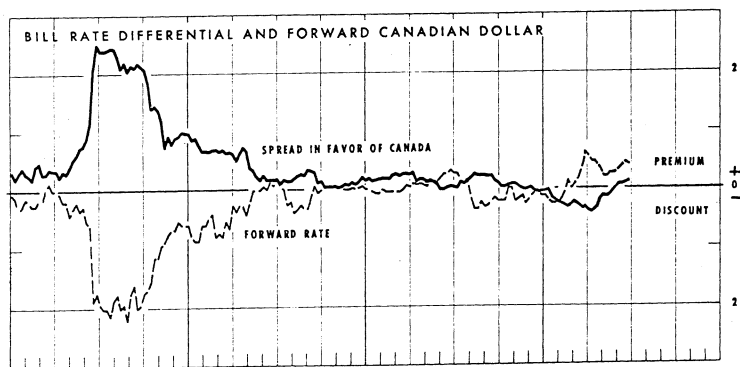
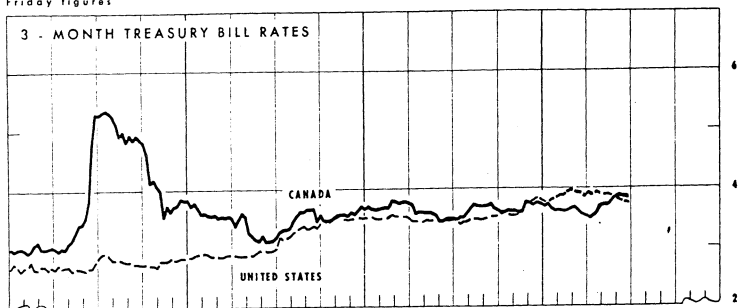


Chart 2

INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures*

Per cent per annum

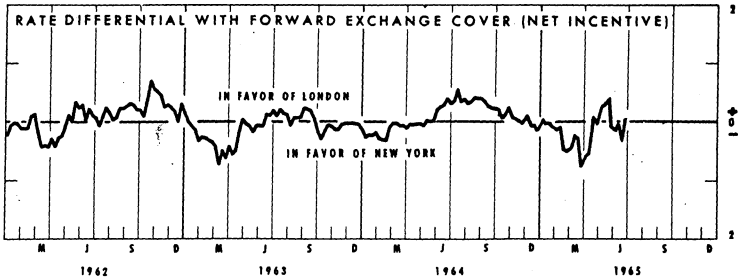
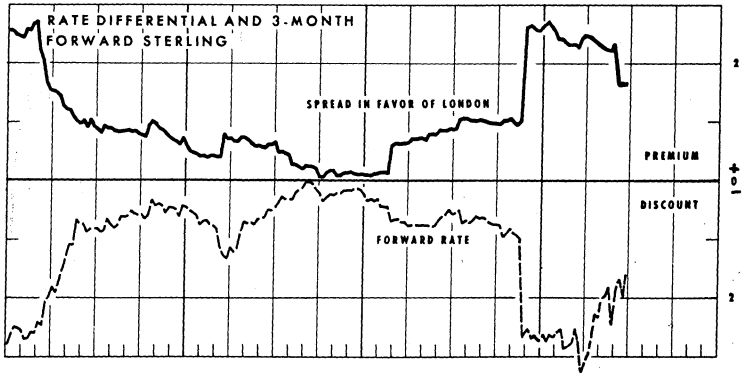
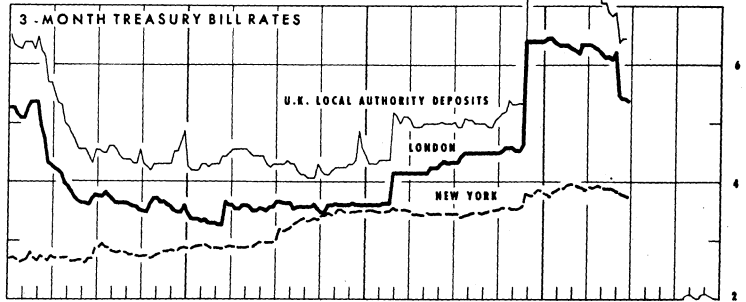


Thursday figures 1962. Friday thereafter

Chart 3

INTEREST ARBITRAGE, NEW YORK/LONDON

Friday figures



1962

1963

1964

1965

Chart 4

INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS

Friday figures

Per cent per annum

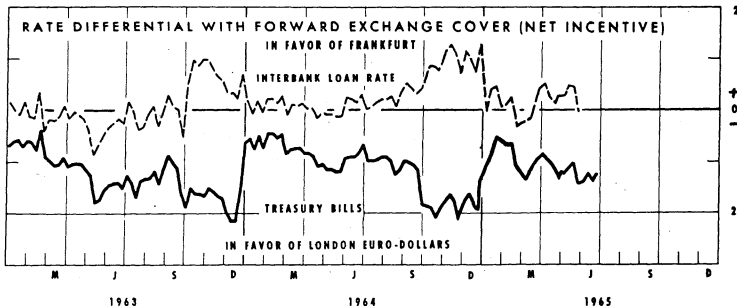
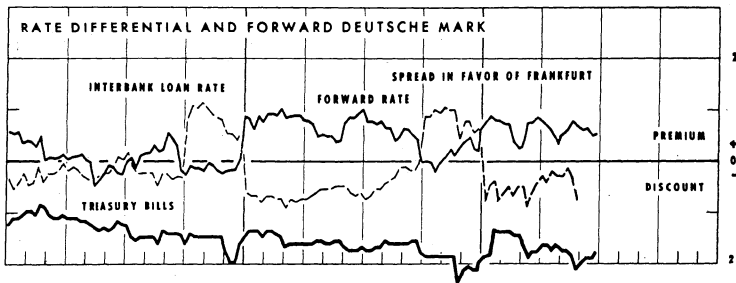
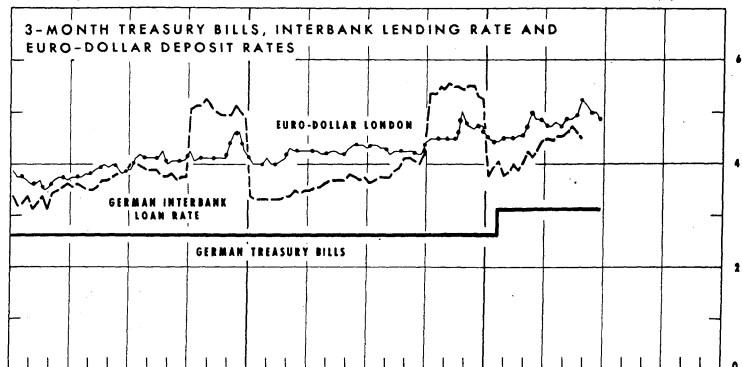
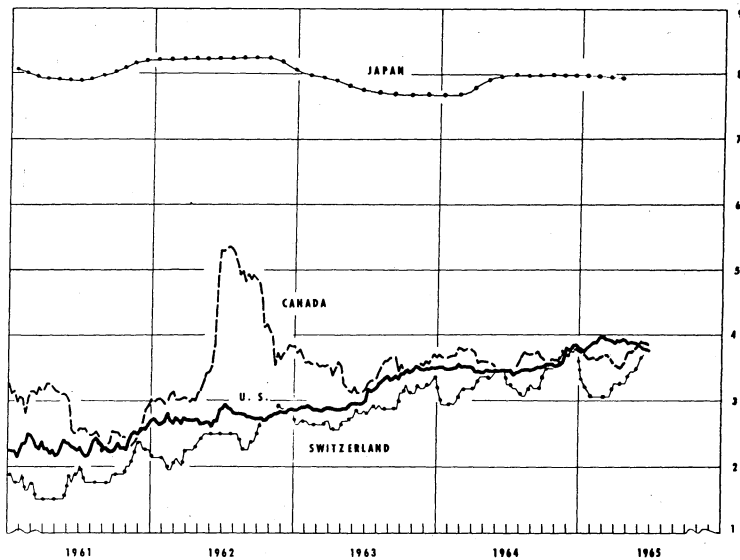
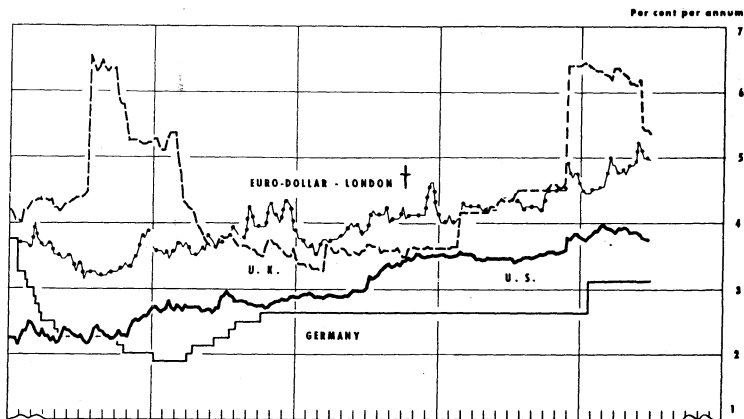


Chart 5
SHORT-TERM INTEREST RATES*



* 3 month treasury bill rates for all countries except Japan (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

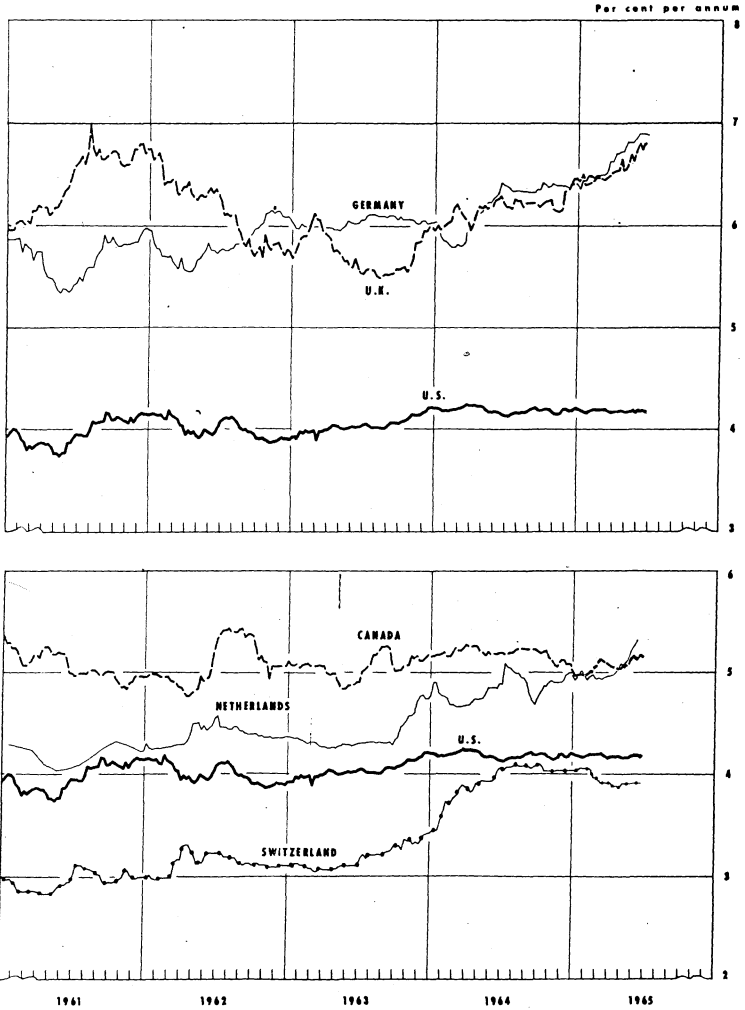
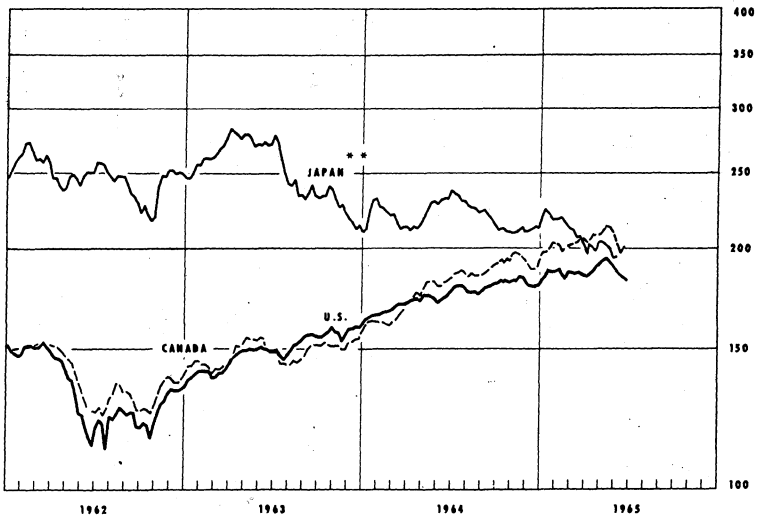
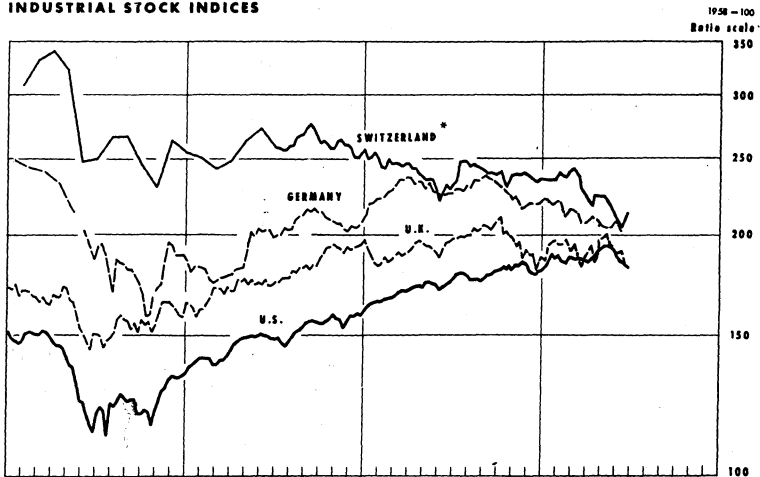


Chart 7

INDUSTRIAL STOCK INDICES



* 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

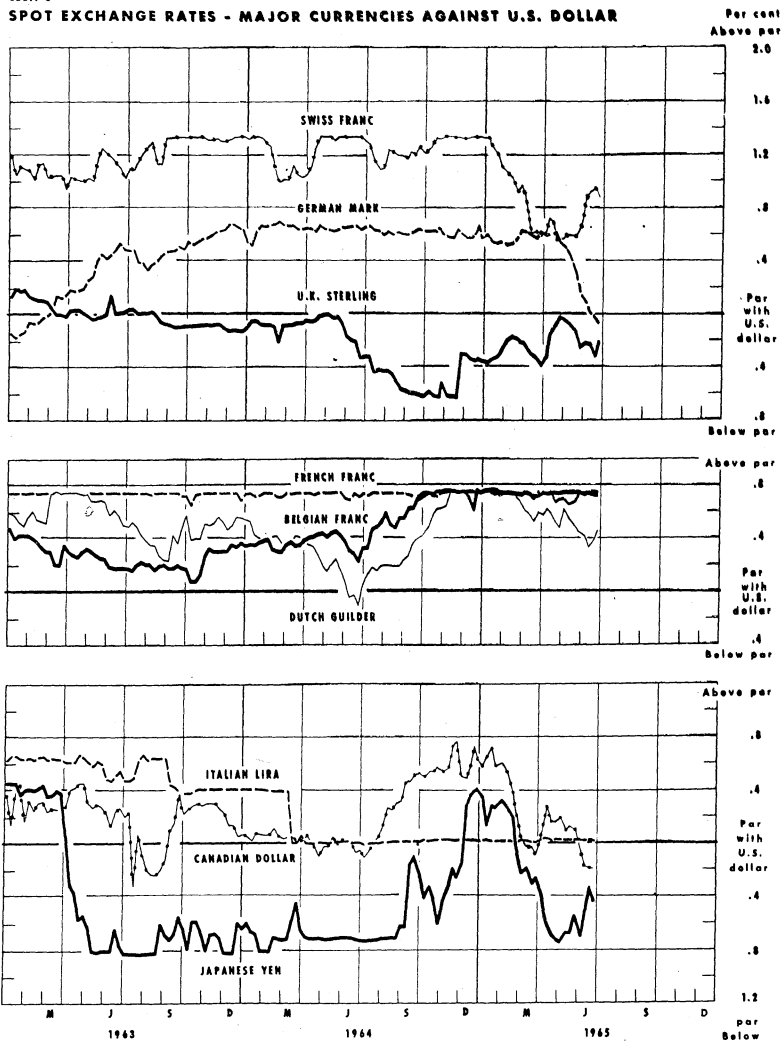
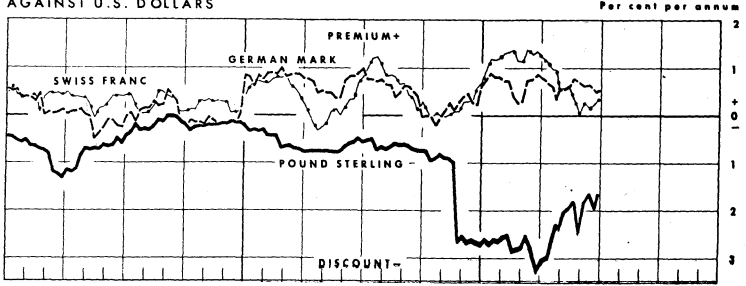
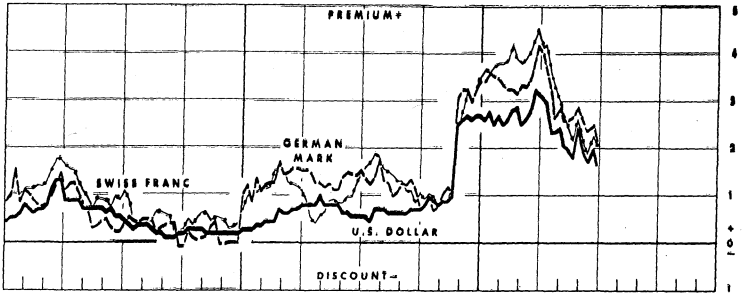


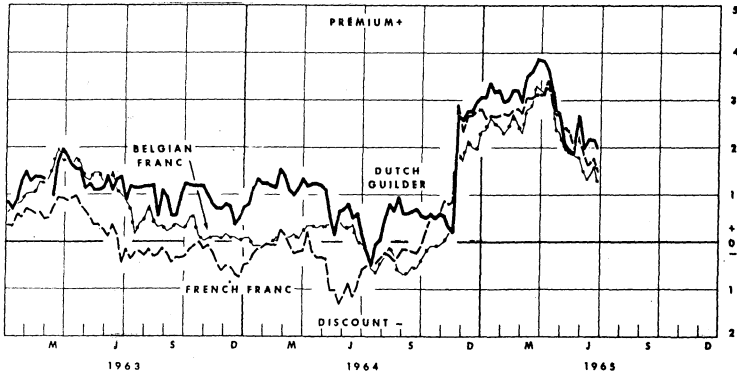
Chart 9
3-MONTH FORWARD EXCHANGE RATES
 Friday figures
 AGAINST U.S. DOLLARS



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>		<u>(Friday, June 25, except as noted)</u>	
<u>(Wednesday, June 23)</u>		<u>Treasury bills:</u>	
Euro-\$ deposit	<u>4.88</u>	U.S.	<u>3.74</u>
U.S. certif. of deposit	<u>4.29</u>	U.K.	<u>5.39</u>
<u>Lower panels</u>		Germany	<u>3.12</u>
<u>(Friday, June 25)</u>		Canada	<u>3.85</u>
Euro-\$ deposits: Call	<u>4.38</u>	Swiss 3-month deposits (Date: <u>June 15</u>) *	<u>3.69</u>
7-day	<u>4.50</u>	Euro-\$ deposit (London)	<u>4.88</u>
30-day	<u>4.68</u>	Japan: composite rate (Date: <u>April 30</u>)	<u>7.921</u>
90-day	<u>4.88</u>	<u>Chart 6</u>	
180-day	<u>4.94</u>	<u>Bonds:</u>	
Finance Co. paper: U.S.	<u>4.25</u>	U.S. govt. (Wed., <u>June 23</u>)	<u>4.17</u>
Canada	<u>5.22</u>	U.K. war loan (Thurs., <u>June 24</u>)	<u>6.80</u>
Hire-purchase paper, U.K.	<u>4.14</u>	German Fed. Railway (Fri., <u>June 25</u>)	<u>6.88</u>
<u>Chart 2</u>		Swiss Confederation (Fri., <u>June 18</u>)	<u>3.91</u>
<u>(Friday, June 25)</u>		Canadian govt. (Wed., <u>June 23</u>)	<u>5.16</u>
Treasury bills: Canada	<u>3.85</u>	Netherlands Government Perpetual (Fri., <u>June 11</u>)	<u>5.31</u>
U.S.	<u>3.74</u>	<u>* Additional rates:</u>	
Spread favor Canada	<u>+0.11</u>	May 23	<u>3.44</u>
Forward Canadian dollar	<u>+0.41</u>	31	<u>3.50</u>
Net incentive (Canada +)	<u>+0.52</u>	June 7	<u>3.63</u>
<u>Chart 3</u>			
<u>(Friday, June 25)</u>			
Treasury bills: U.K.	<u>5.39</u>		
U.S.	<u>3.74</u>		
Spread favor U.K.	<u>+1.65</u>		
Forward pound	<u>-1.60</u>		
Net incentive (U.K. +)	<u>+0.05</u>		