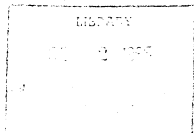


H. 13
No. 211

September 1, 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

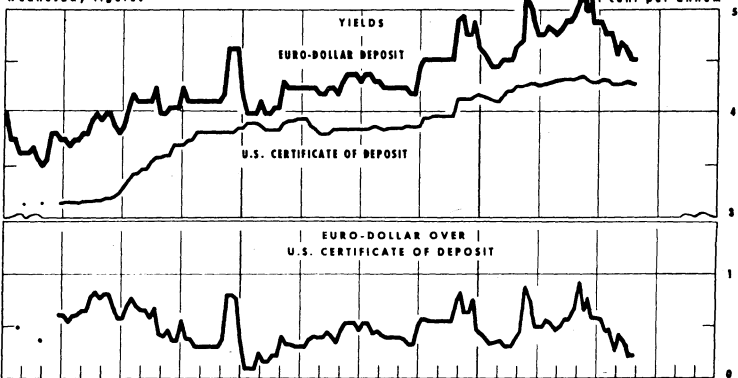
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(Decontrolled after six months)

Chart 1

INTERNATIONAL MONEY MARKET YIELDS FOR U.S. DOLLAR INVESTORS

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



SELECTED INTERNATIONAL MONEY RATES

Friday figures

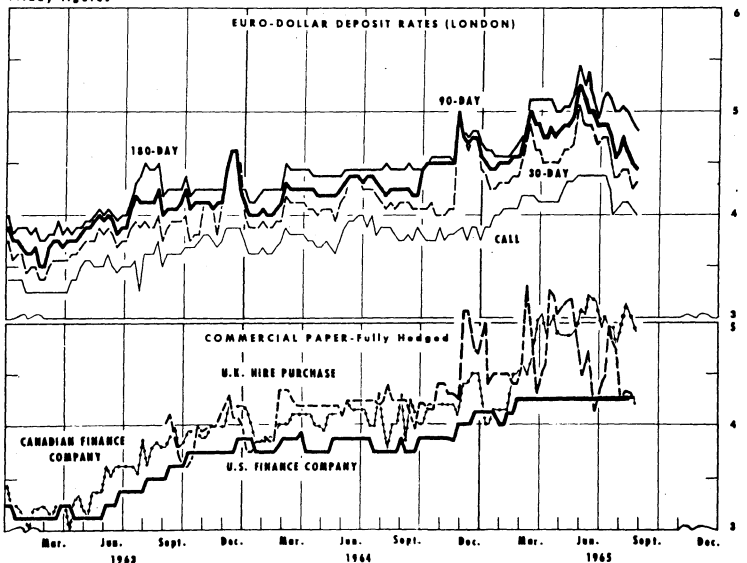
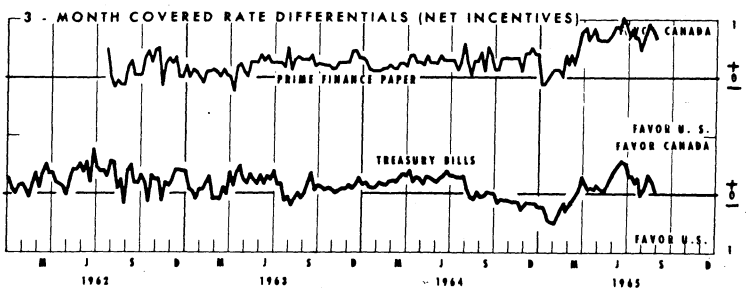
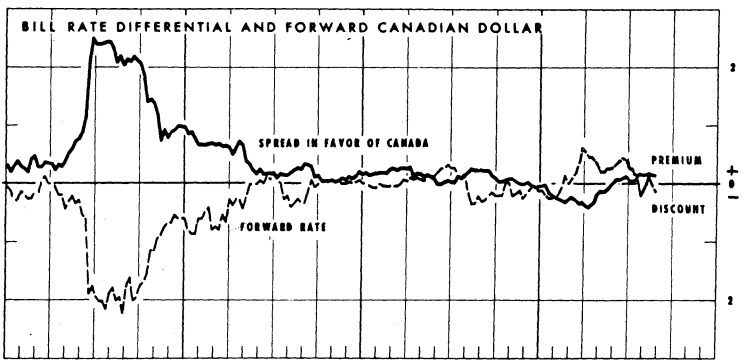
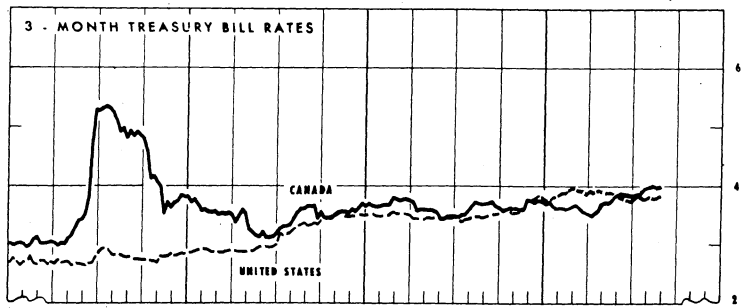


Chart 2

INTEREST ARBITRAGE, UNITED STATES / CANADA

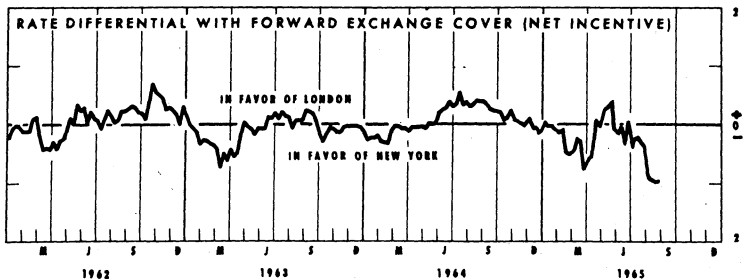
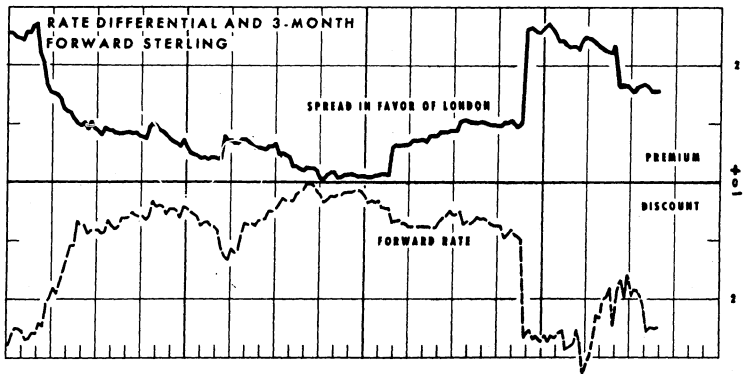
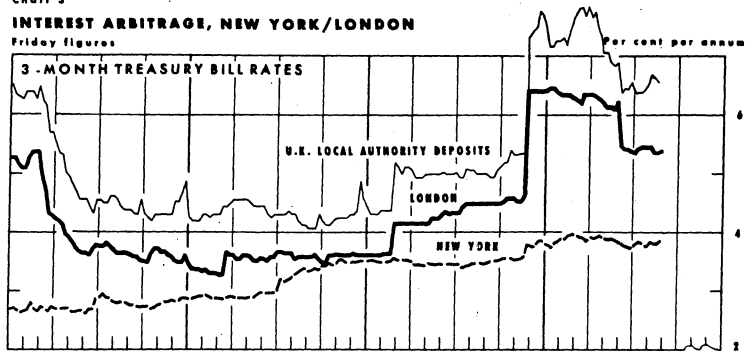
Friday figures.*

Per cent per annum



* Thursday figures 1962, Friday thereafter.

Chart 3
INTEREST ARBITRAGE, NEW YORK/LONDON
Friday figures



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Chart 4

INTEREST ARBITRAGE FOR GERMAN COMMERCIAL BANKS

Friday figures

Per cent per annum

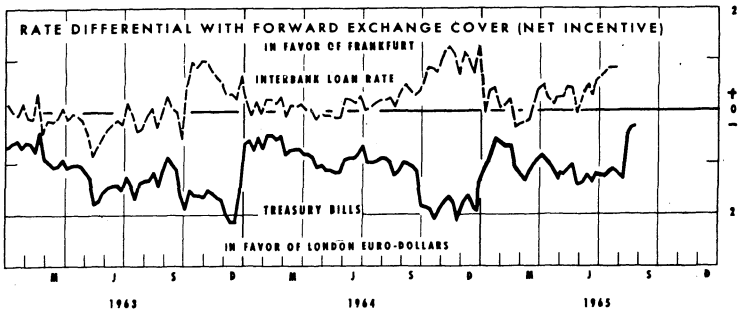
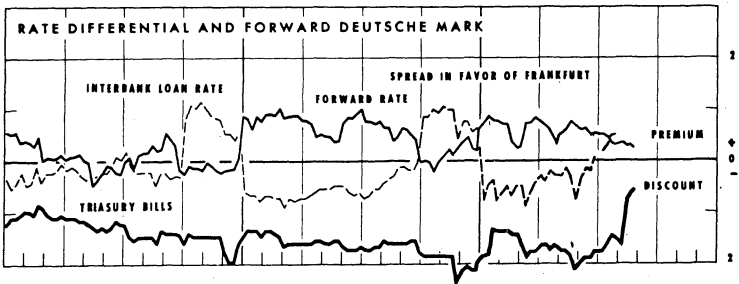
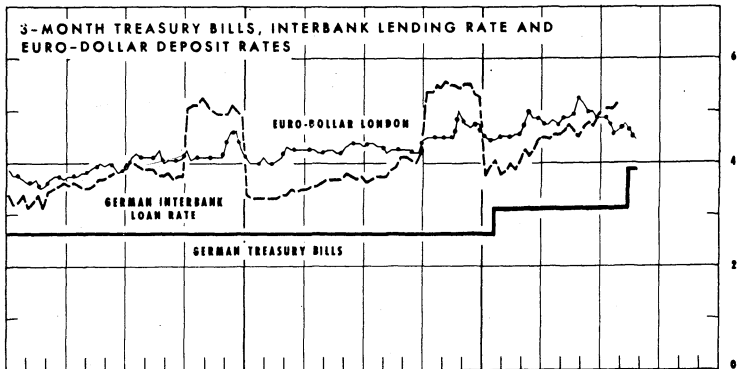
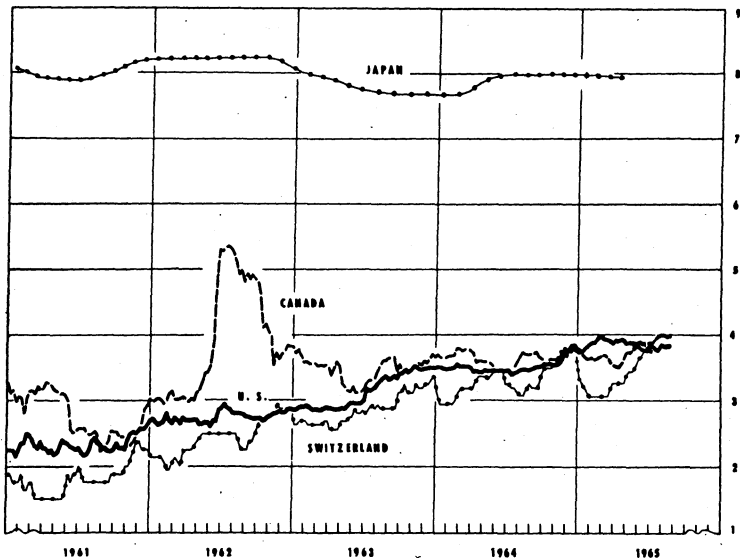
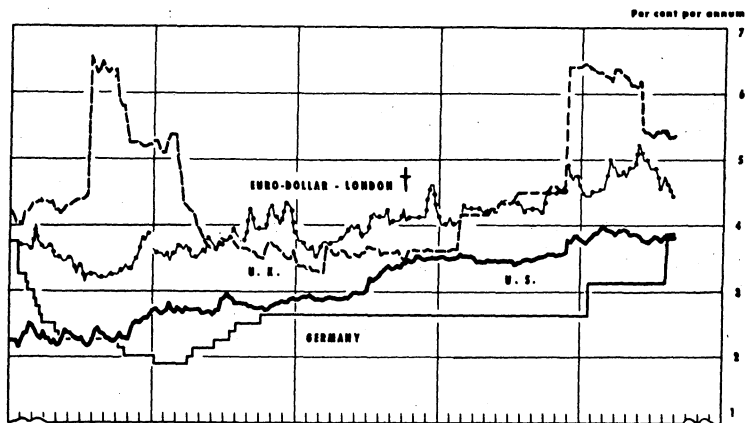


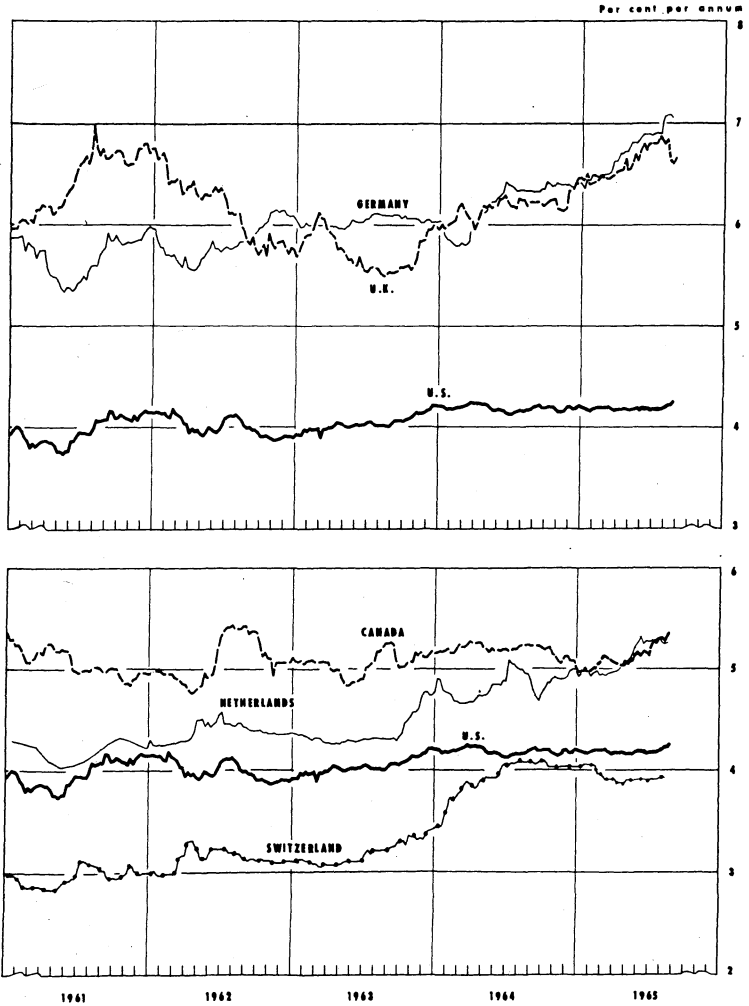
Chart 5
SHORT-TERM INTEREST RATES*



* 3-month treasury bill rates for all countries except Japan. (Average rate on bank loans and discounts) and Switzerland (3-month deposit rate)

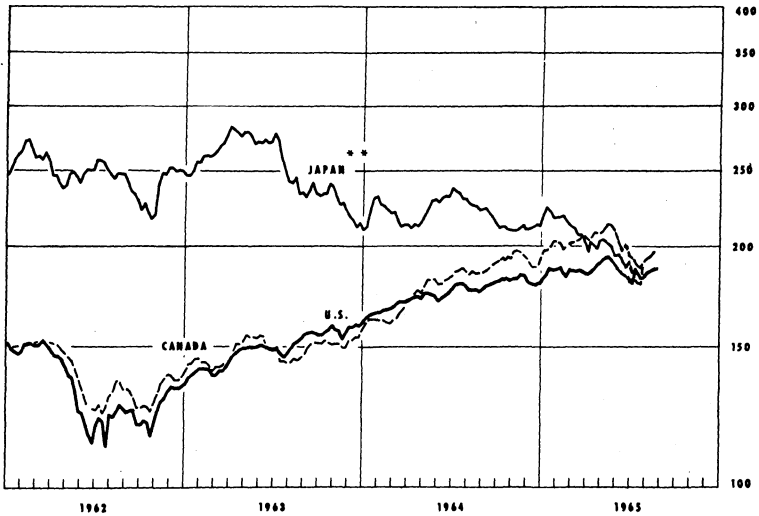
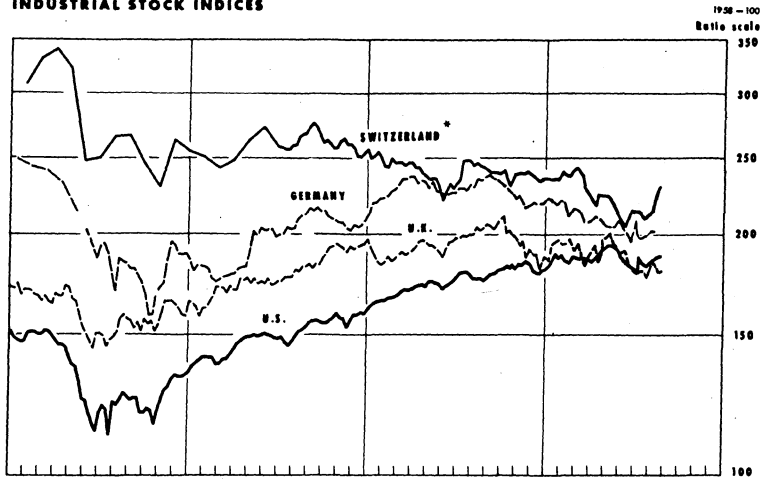
† 3-month rate for U.S. dollar deposits in London.

Chart 6
LONG-TERM BOND YIELDS



8

Chart 7
INDUSTRIAL STOCK INDICES



* Swiss Bank Corporation industrial stock.

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

Chart 3

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

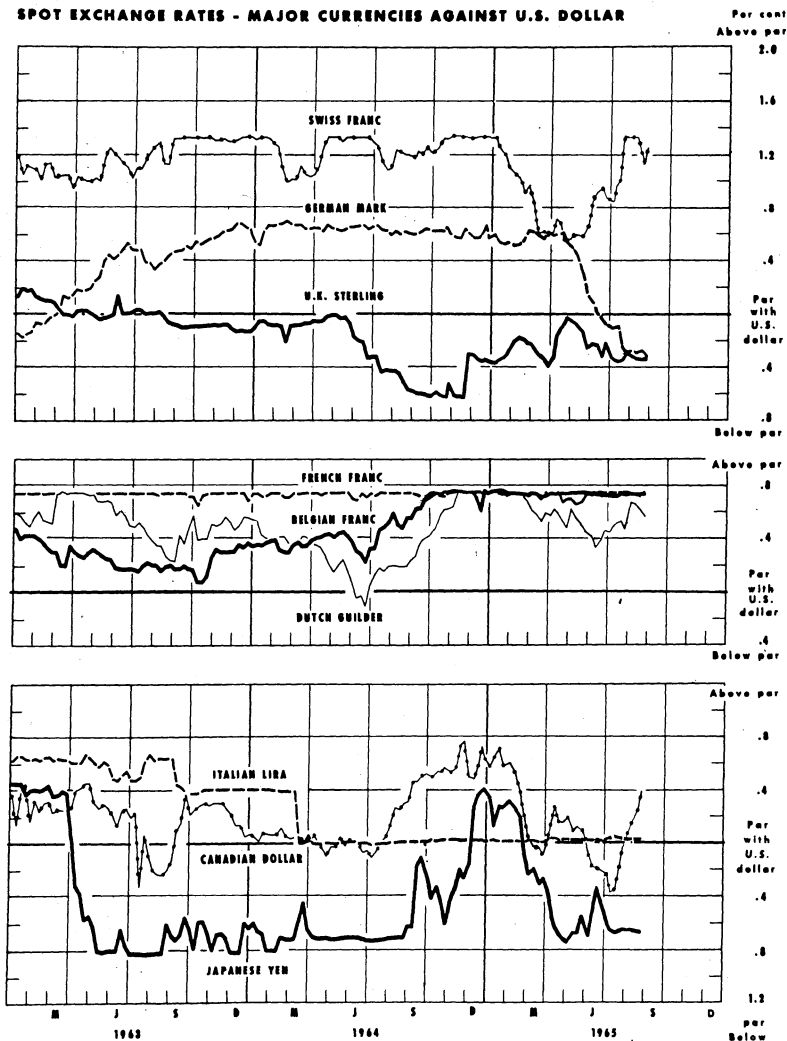
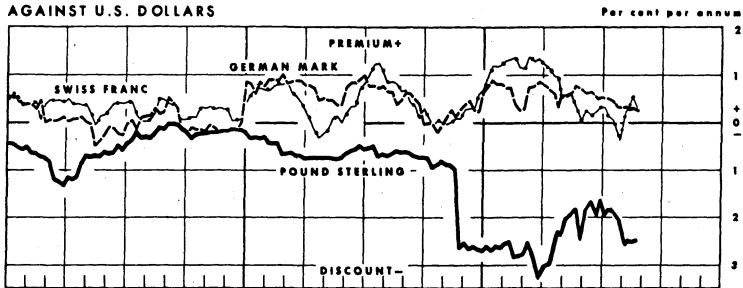
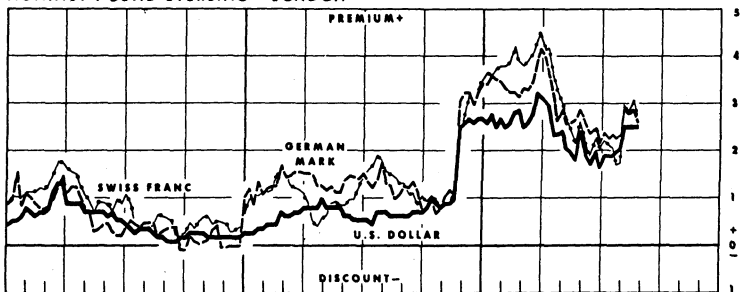


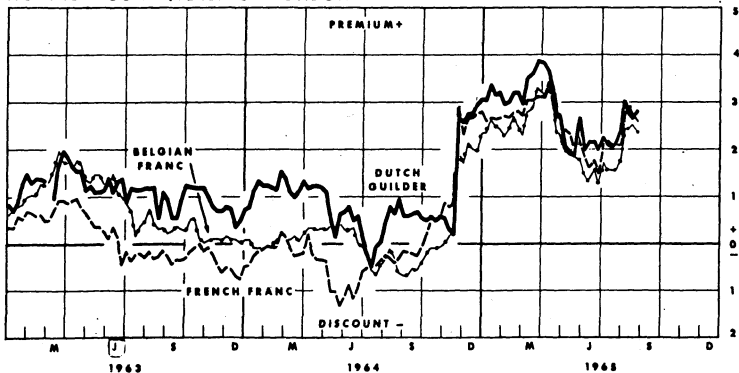
Chart 9
3-MONTH FORWARD EXCHANGE RATES
Friday figures
AGAINST U.S. DOLLARS



AGAINST POUND STERLING - LONDON



AGAINST POUND STERLING - LONDON



III. 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, Aug. 27, except as noted)</u>	
<u>(Wednesday, Aug. 25)</u>			
Euro-\$ deposit	<u>4.00</u>	Treasury bills:	
U.S. certif. of deposit	<u>4.28</u>	U.S.	<u>3.83</u>
<u>Lower panels</u>		U.K.	<u>5.39</u>
<u>(Friday, Aug. 27)</u>		Germany	<u>3.88</u>
Euro-dollar deposits: Call	<u>4.00</u>	Canada	<u>3.99</u>
7-day	<u>4.13</u>	Swiss 3-month deposits	
30-day	<u>4.31</u>	(Date: <u>July 15</u>)	<u>3.75</u>
90-day	<u>4.44</u>	Euro-\$ deposit (London)	<u>4.31</u>
180-day	<u>4.81</u>	Japan: composite rate	
Finance Co. paper: U.S.	<u>4.25</u>	(Date: <u>April 30</u>)	<u>7.92</u>
Canada	<u>4.20</u>	<u>Chart 6</u>	
Hire-purchase paper, U.K.	<u>4.92</u>	Bonds:	
<u>Chart 2</u>		U.S. govt.	
<u>(Friday, August 27)</u>		(Wed., <u>August 25</u>)	<u>4.25</u>
Treasury bills: Canada	<u>3.99</u>	U.K. war loan	
U.S.	<u>3.83</u>	(Thurs., <u>August 26</u>)	<u>6.67</u>
Spread favor Canada	<u>+0.16</u>	German Fed. Railway	
Forward Canadian dollar	<u>-0.14</u>	(Fri., <u>August 20</u>)	<u>7.06</u>
Net incentive (Canada +)	<u>+0.02</u>	Swiss Confederation	
<u>Chart 3</u>		(Fri., <u>August 13</u>)	<u>3.92</u>
<u>(Friday, August 27)</u>		Canadian govt.	
Treasury bills: U.K.	<u>5.39</u>	(Wed., <u>August 18</u>)	<u>5.36</u>
U.S.	<u>3.83</u>	Netherlands government	
Spread favor U.K.	<u>+1.56</u>	perpetual	
Forward pound	<u>-2.49</u>	(Fri., <u>August 20</u>)	<u>5.25</u>
Net incentive (U.K. +)	<u>-0.93</u>		