

H. 13  
No. 279

December 21, 1966

CAPITAL MARKET DEVELOPMENTS ABROAD

- I. Ten Charts on Financial Markets Abroad
- II. Latest Figures Plotted in H.13 Chart Series, 1966

I. Ten Charts on Financial Markets Abroad

- Chart 1 - New York, London, Montreal: Yields for U.S. Dollar Investors on 3-month Funds
- Chart 2 - London: Yields for U.S. Dollar Investors on 3-month Funds
- Chart 3 - Interest Arbitrage: Frankfurt/London, Zurich/London
- Chart 4 - Interest Arbitrage: New York/Canada
- Chart 5 - Interest Arbitrage: New York/London
- Chart 6 - Short-term Bond Yields
- Chart 7 - Long-term Bond Yields
- Chart 8 - Spot Exchange Rates--Major Currencies Against U.S. Dollar
- Chart 9 - 3-month Forward Exchange Rates
- Chart 10 - Industrial Stock Indices

Europe and British Commonwealth Section.

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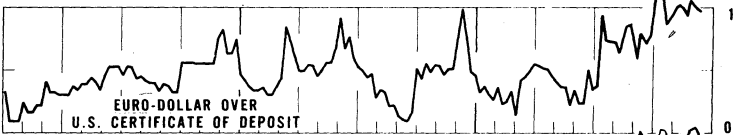
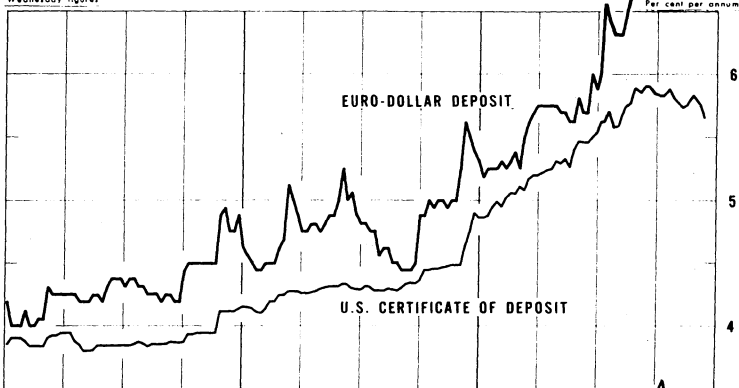
Chart 1

**NEW YORK, LONDON, MONTREAL:**

**YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS**

**DOLLAR DEPOSIT RATES: NEW YORK-LONDON**

Wednesday figures



**FINANCE CO. PAPER RATES (covered): QUOTED IN NEW YORK**

Friday figures

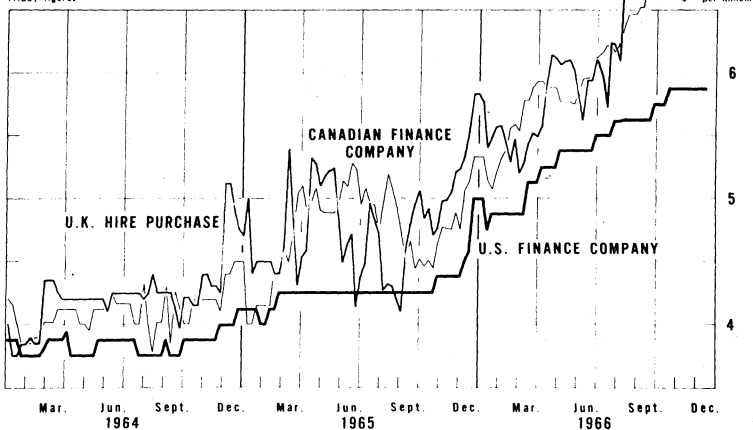
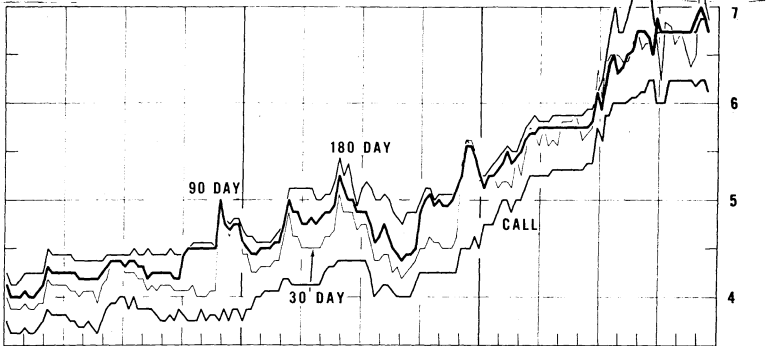


Chart 2

**LONDON: YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS**

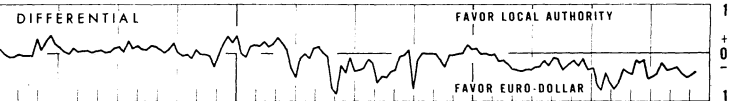
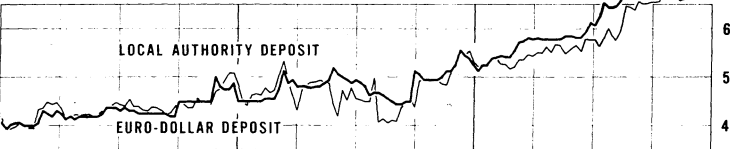
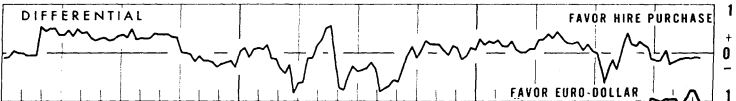
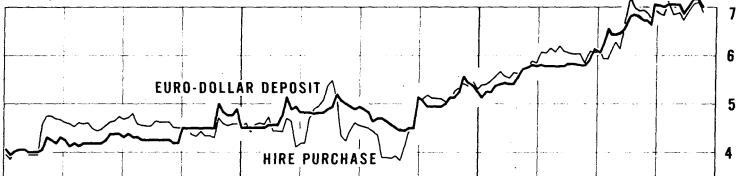
**EURO-DOLLAR DEPOSIT RATES**

Friday figures



**HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)**

Friday figures



1964

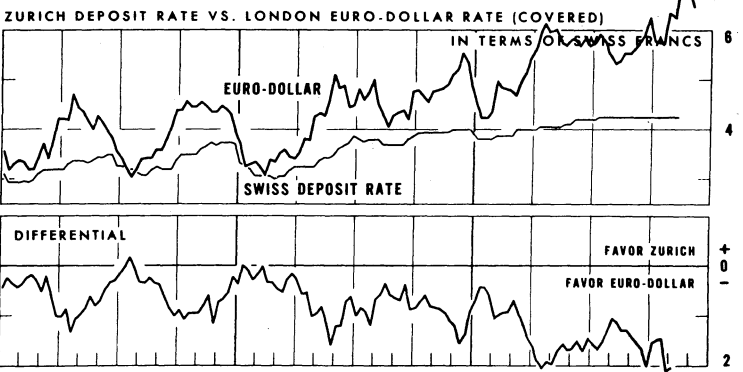
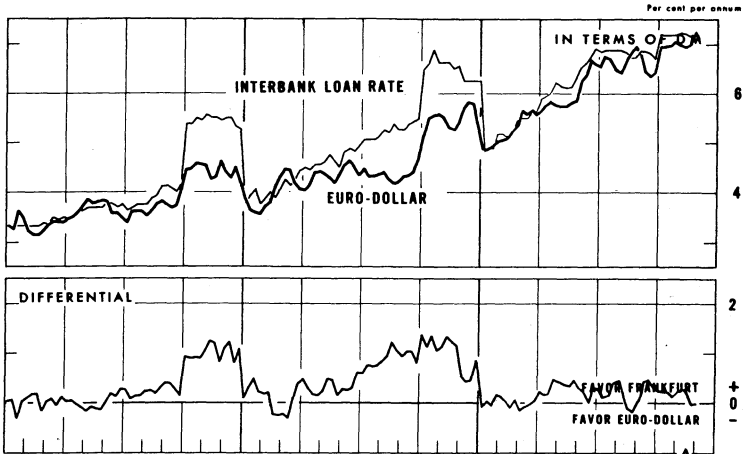
1965

1966

Chart 3

**INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON**

**FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE (COVERED)**



**II PRICE OF GOLD IN LONDON**

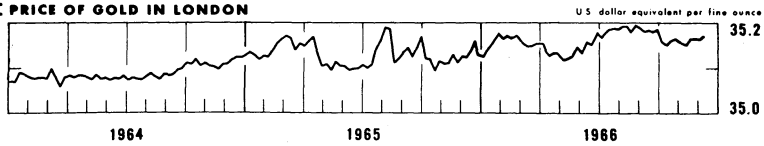


Chart 4

### INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

Per cent per annum

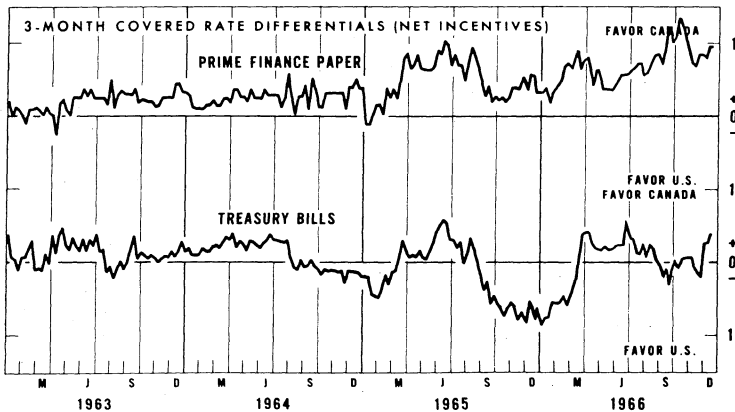
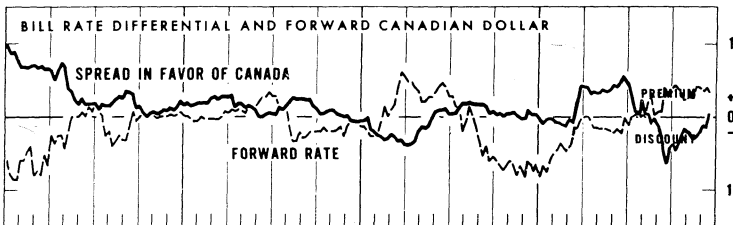
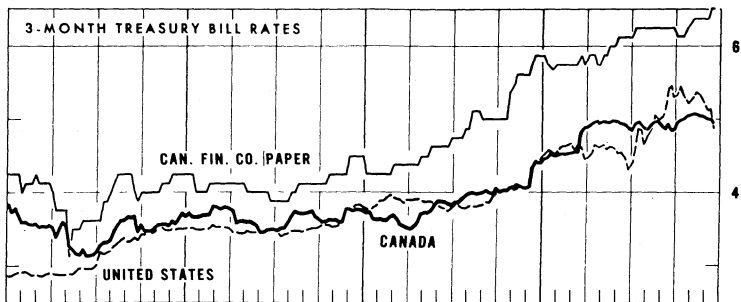


Chart 5

### INTEREST ARBITRAGE, NEW YORK/LONDON

Friday figures

Per cent per annum

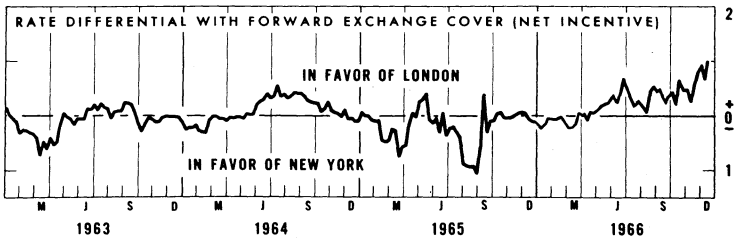
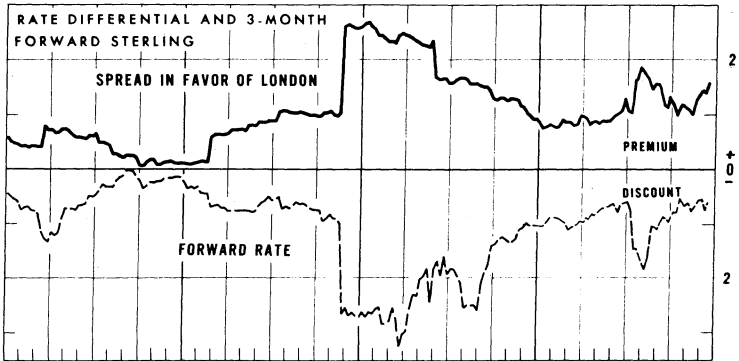
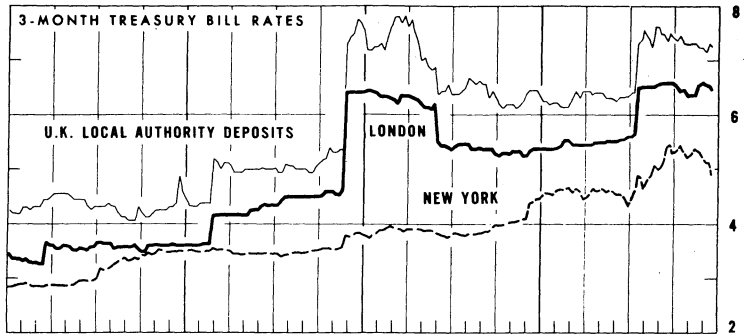
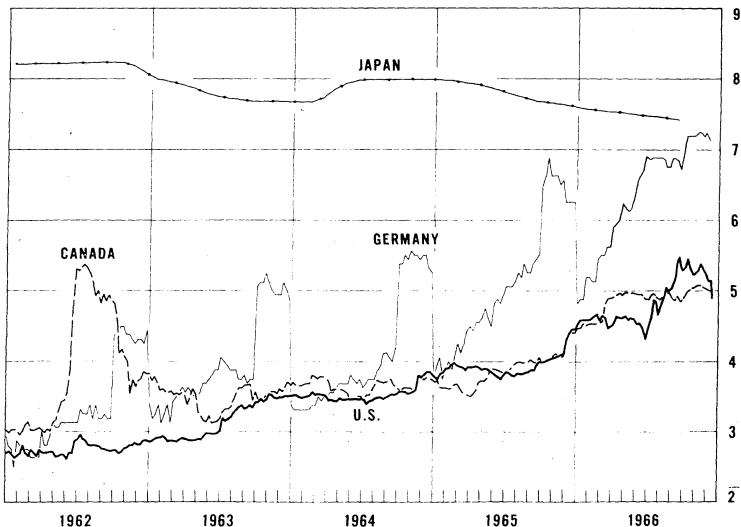
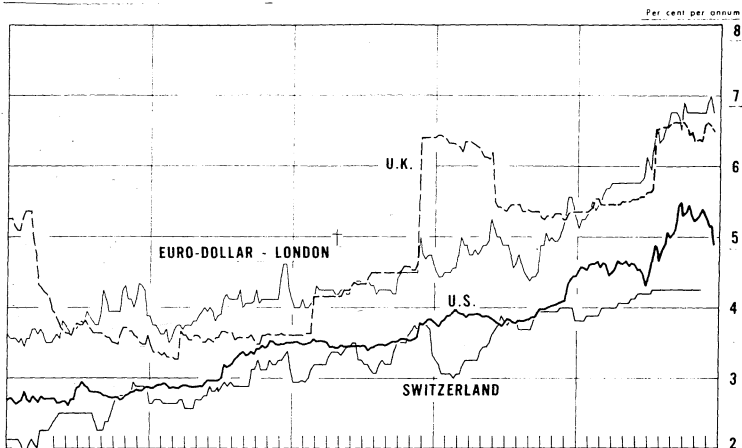


Chart 6  
**SHORT-TERM INTEREST RATES\***

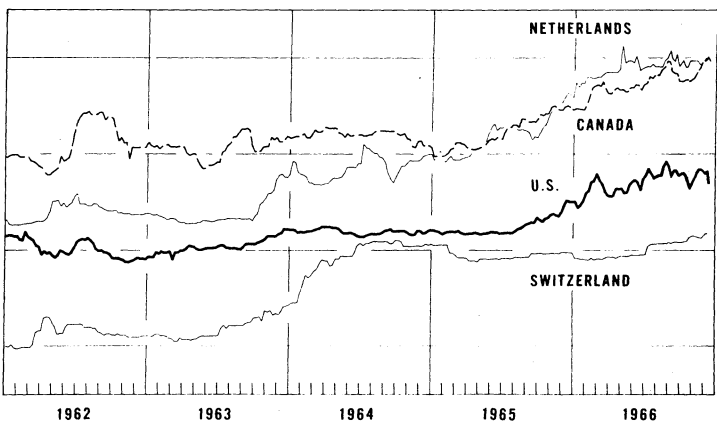
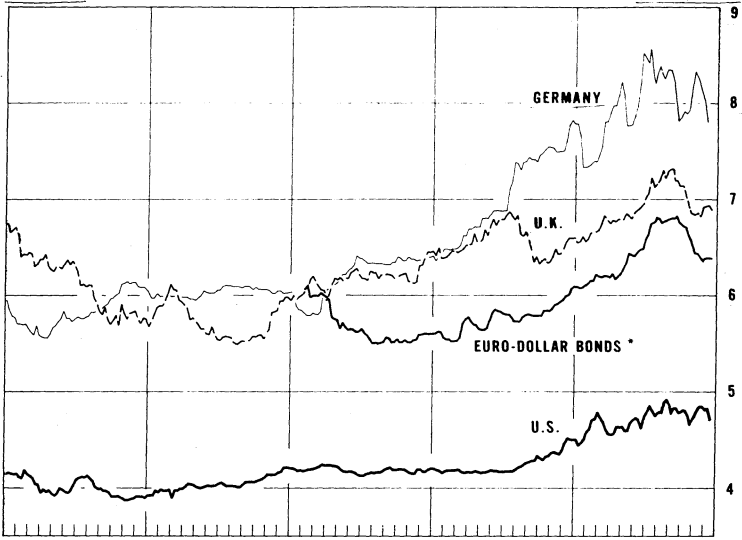


\* 3 month treasury bill rates for all countries except Japan (Average rate on bank loans and discounts)  
 Switzerland (3 month deposit rate) and Germany. (Interbank loan rate)

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

Chart 7  
**LONG-TERM BOND YIELDS**

Weekly figures Per cent per annum



\* Average of yields for four foreign government dollar bonds quoted in London



Chart 8

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

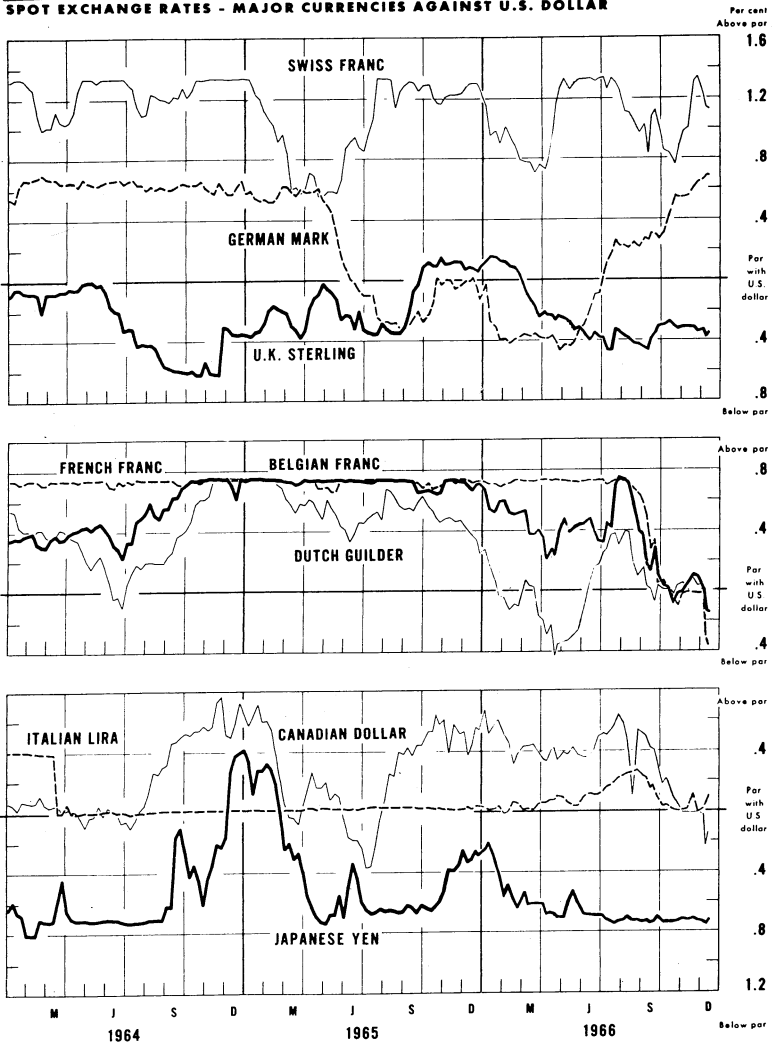
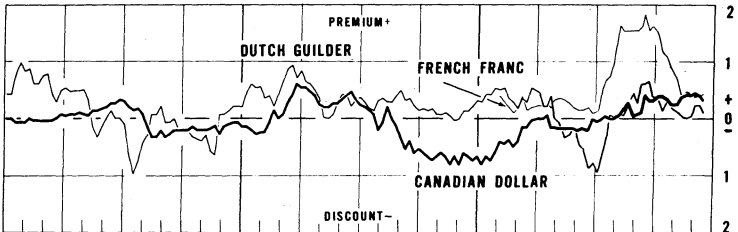
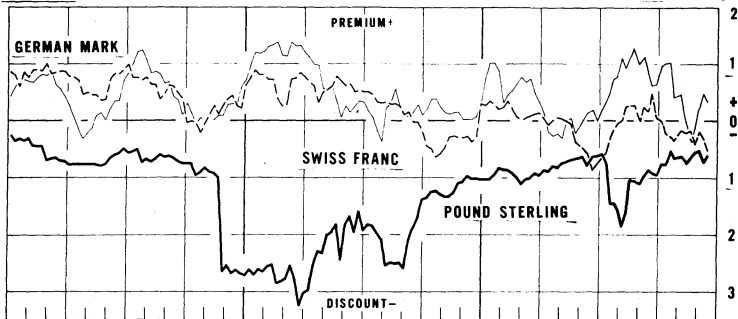


Chart 9  
3-MONTH FORWARD EXCHANGE RATES

AGAINST U.S. DOLLARS—NEW YORK

Friday figures

Per cent per annum



AGAINST POUND STERLING—LONDON

Friday figures

Per cent per annum

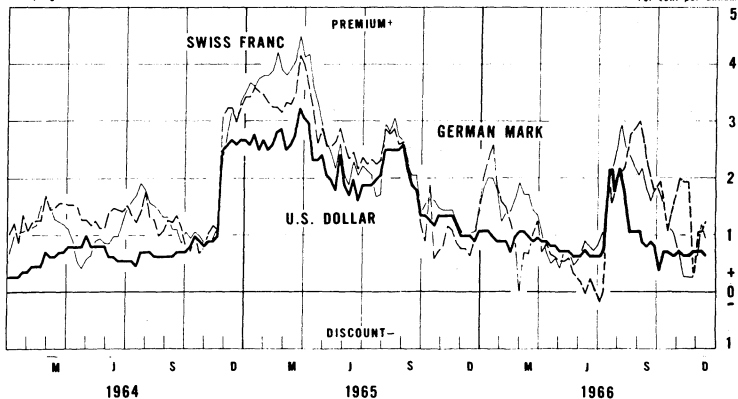
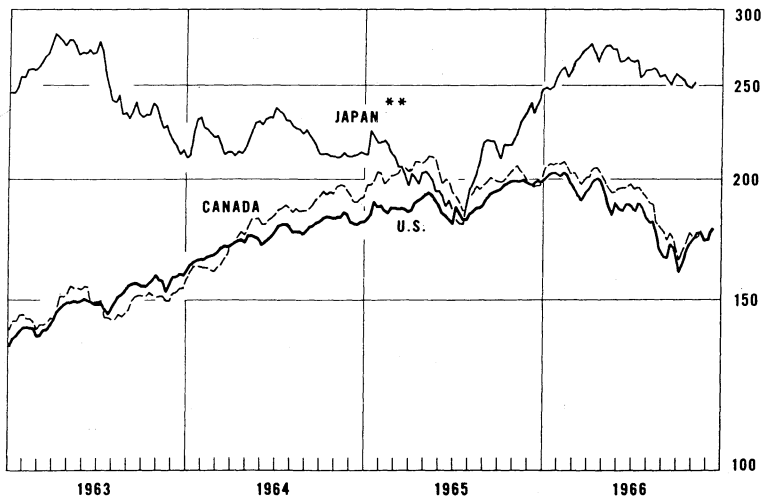
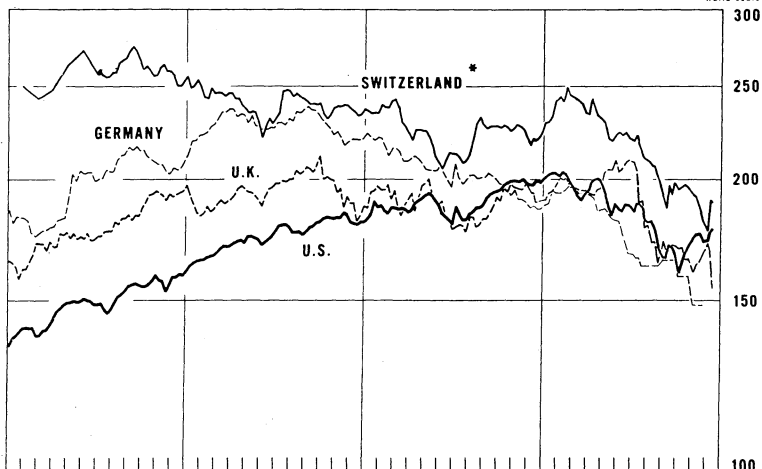


Chart 10

**INDUSTRIAL STOCK INDICES**

1958=100  
Ratio scale



\* Swiss Bank Corporation industrial stock index.  
\*\* Japan: index of 225 industrial and other stocks traded on the Tokyo exchange.

H.13  
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Latest Figures Plotted in H.13 Chart Series, 1966  
(all figures per cent per annum)

Chart 1  
Upper Panel (Wednesday, Dec. 14)

Euro- $\$$ Deposit	<u>6.62</u>
U.S. certif. of deposit	<u>5.65</u>
<u>Lower Panel</u> (Friday, Dec. 16)	
Finance co. paper: U.S.	<u>5.88</u>
Canada	<u>6.87</u>
Hire-purchase paper, U.K.	<u>6.97</u>

Chart 2  
(Friday, Dec. 16)

Euro- $\$$  deposits:

Call	<u>6.22</u>	90-day	<u>6.75</u>
7-day	<u>6.25</u>	180-day	<u>6.75</u>
30-day	<u>6.88</u>		
Hire-purchase paper: (Dec. 9)	<u>6.90</u>		
Local-authority deposit (Dec. 9)	<u>6.61</u>		

Chart 3  
Upper Panel (Period: Dec. 1-7)

Interbank loan (mid-point)	<u>7.12</u>
Euro- $\$$ deposit (average)	<u>7.13</u>
<u>Lower Panel</u> (Date: Nov. 15)	

Zurich 3-mo. deposit	<u>4.25</u>
<u>Price of gold</u> (Friday, Dec. 9)	<u>35.171</u>

Chart 4  
(Friday, Dec. 16)

Treasury bills: Canada	<u>4.94</u>
U.S.	<u>4.88</u>
Spread favor Canada	<u>+0.06</u>
Forward Canadian $\$$ .	<u>+0.33</u>
Net Incentive (Canada +)	<u>+0.39</u>
Canadian finance paper	<u>6.30</u>

Chart 5  
(Friday, Dec. 16)

Treasury bills: U.K.	<u>6.47</u>
U.S.	<u>4.88</u>
Spread favor U.K.	<u>+1.59</u>
Forward pound	<u>-0.59</u>
Net incentive (U.K. +)	<u>+1.00</u>

Chart 6  
(Friday, Dec. 16)

Treasury bills: U.S.	<u>4.88</u>
U.K.	<u>6.47</u>
Canada	<u>4.94</u>
Interbank loan rate (German) (Dec. 1-7)	<u>7.12</u>
Euro- $\$$ deposit (London)	<u>6.75</u>
Zurich 3-mo. deposit (Date: Nov. 15)	<u>4.25</u>
Japan composite rate (Date: Sept. 30)	<u>7.42</u>

Chart 7

U.S. Gov't. (Wed., Dec. 14)	<u>4.69</u>
U.K. War Loan (Thurs., Dec. 15)	<u>6.90</u>
German Fed. (Fri., Dec. 2)	<u>7.80</u>
Swiss Confed. (Fri., Dec. 9)	<u>4.18</u>
Canadian Gov't. (Wed., Dec. 14)	<u>5.97</u>
Netherlands Gov't perpetual 3% (Friday, Dec. 2)	<u>6.00</u>
Euro- $\$$ bonds (Fri., Dec. 16)	<u>6.38</u>

For descriptions and sources of data,  
see special supplement to H.13,  
Number 239, March 16, 1966.