

H. 13  
No. 283

January 25, 1967

CAPITAL MARKET DEVELOPMENTS ABROAD

- I. Ten Charts on Financial Markets Abroad  
II. Latest Figures Plotted in H.13 Chart Series, 1967

I. Ten Charts on Financial Markets Abroad

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U.S. Dollar Investors on 3-month Funds  
Chart 2 - London: Yields for U.S. Dollar Investors  
on 3-month Funds  
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Zurich/London  
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Chart 5 - Interest Arbitrage: New York/London  
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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.

OFFICIAL USE ONLY  
(Decontrolled after six months)

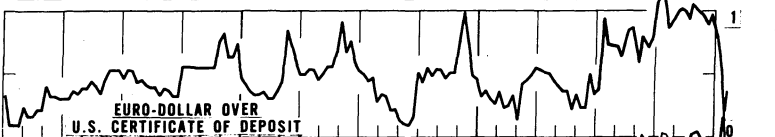
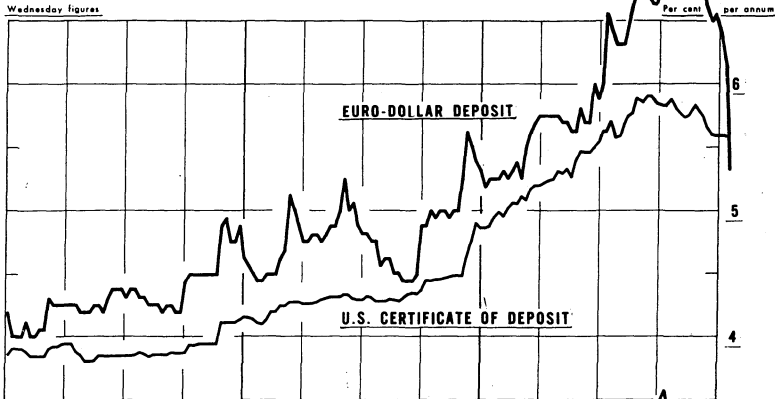
Chart 1

**NEW YORK, LONDON, MONTREAL:**

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

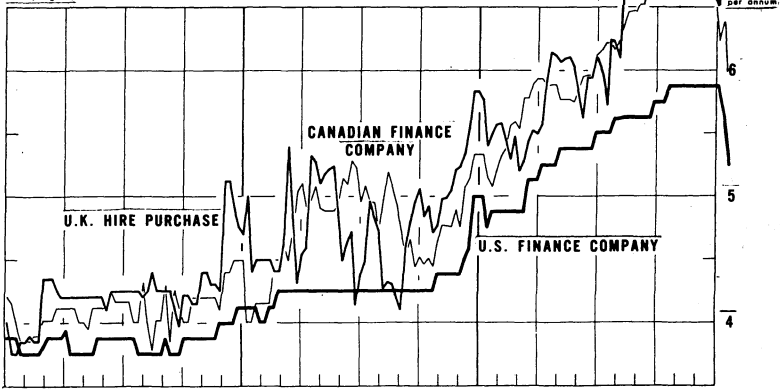
**DOLLAR DEPOSIT RATES: NEW YORK-LONDON**

Wednesday figures



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

Friday figures



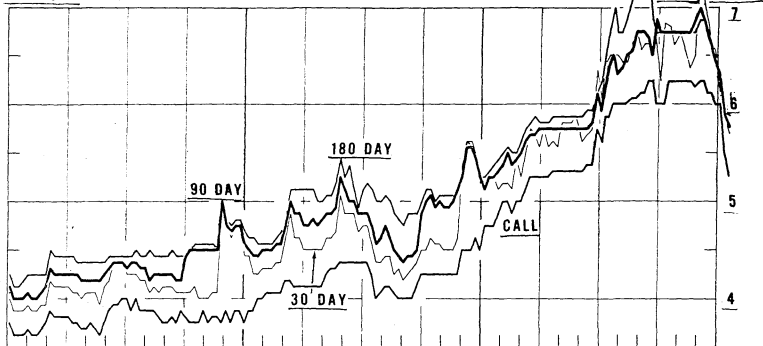
Mar. Jun. 1964 Sept. Dec. Mar. Jun. 1965 Sept. Dec. Mar. Jun. 1966 Sept. Dec. J.

Chart 2

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

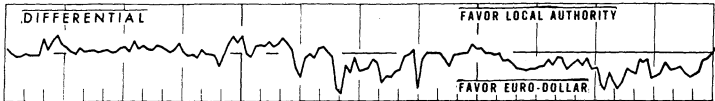
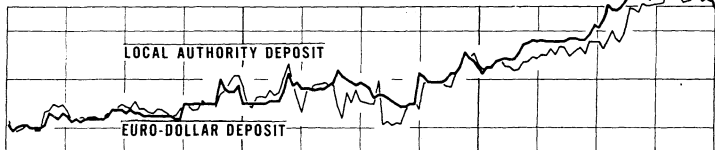
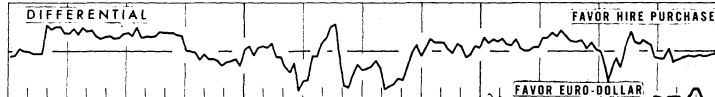
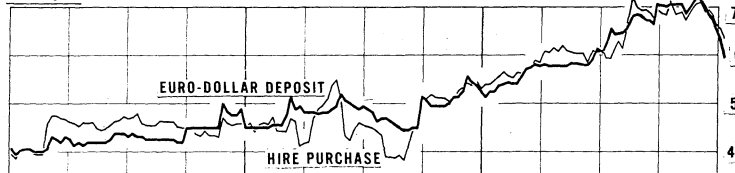
#### EURO-DOLLAR DEPOSIT RATES

Friday figures



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

Friday figures



1964

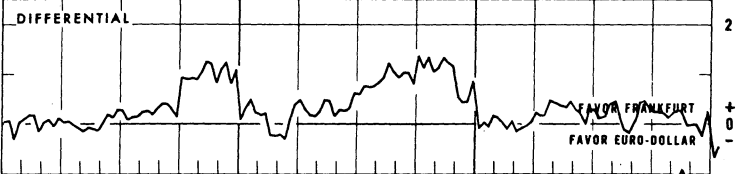
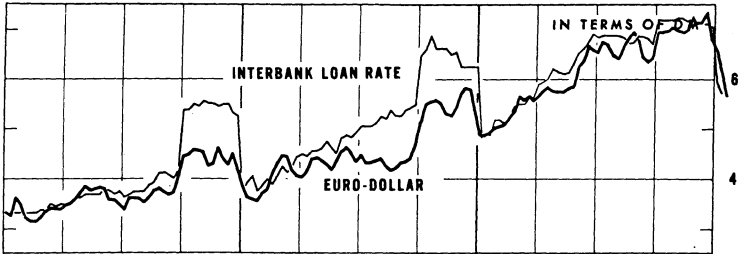
1965

1966

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

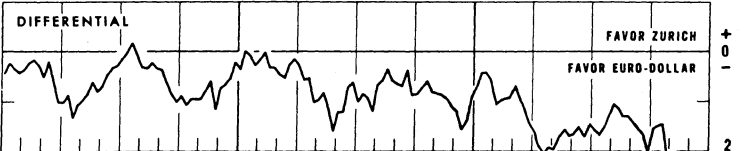
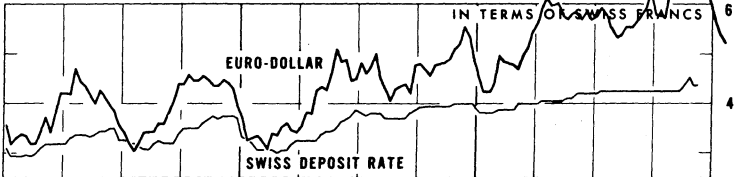
FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE (COVERED)

Per cent per annum



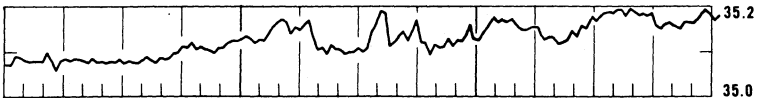
ZURICH DEPOSIT RATE VS. LONDON EURO-DOLLAR RATE (COVERED)

IN TERMS OF SWISS FRANCS



**II PRICE OF GOLD IN LONDON**

U.S. dollar equivalent per fine ounce



1964

1965

1966

Chart 4

## INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

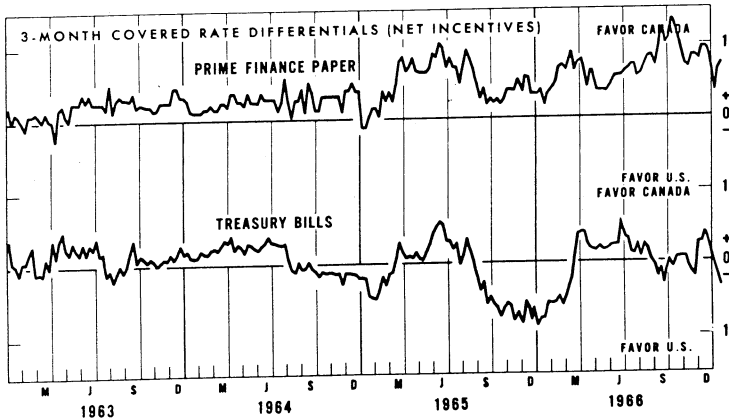
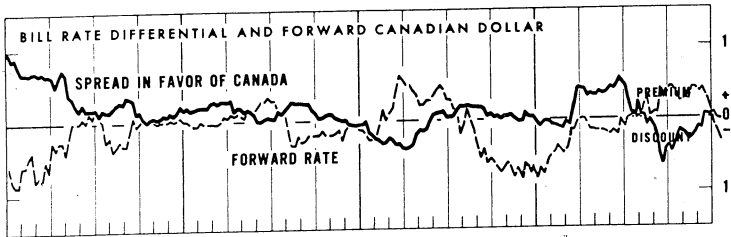
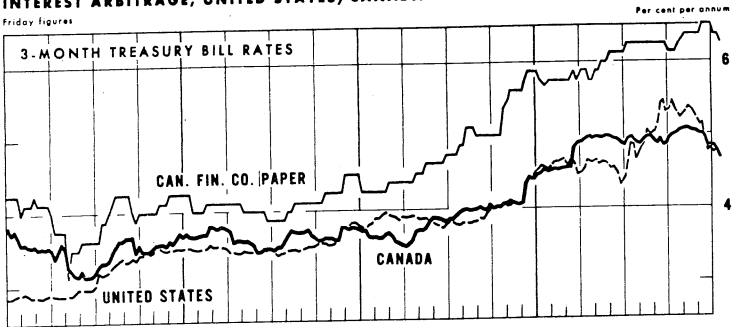


Chart 5

### INTEREST ARBITRAGE, NEW YORK/LONDON

Friday figures

Per cent per annum

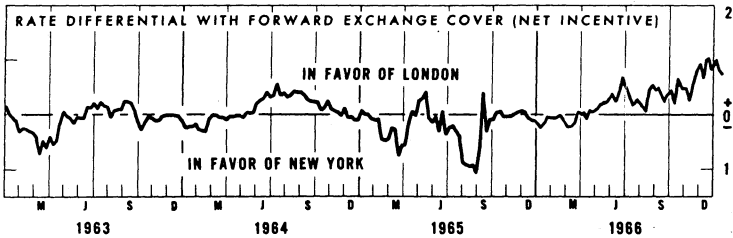
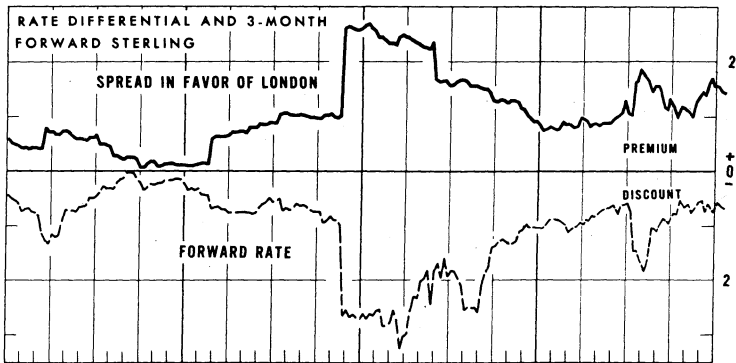
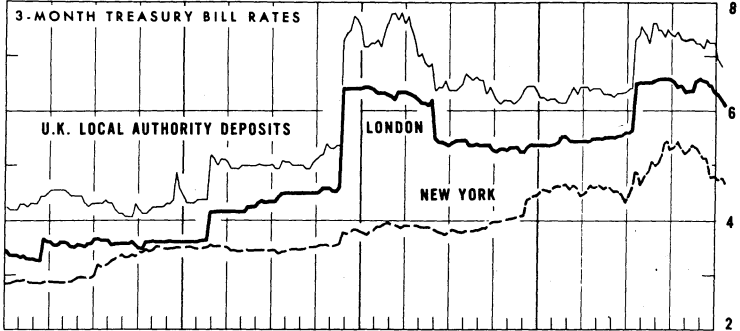
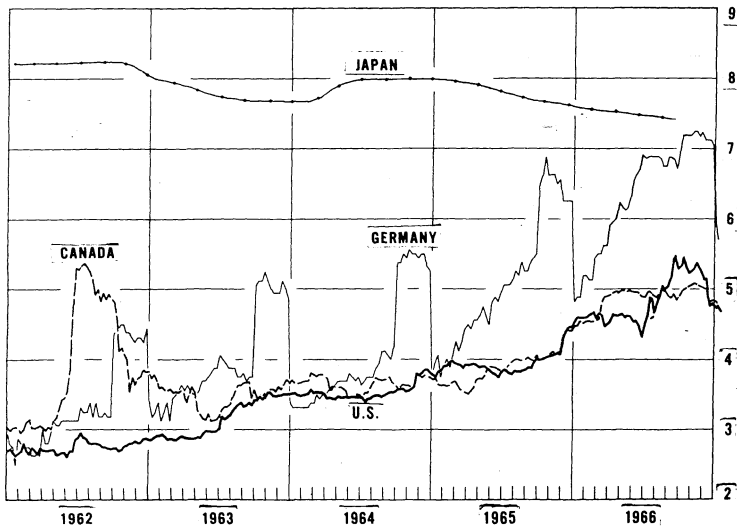
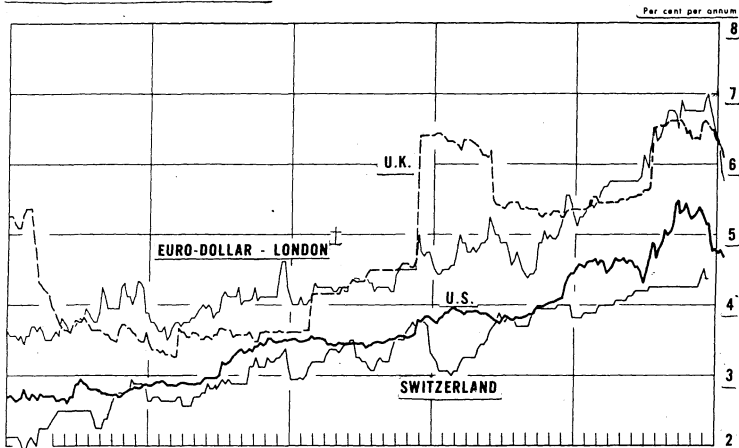


Chart 6

**SHORT-TERM INTEREST RATES\***



\* 3-month treasury bill rates for all countries except Japan [(Average rate on bank loans and discounts)]

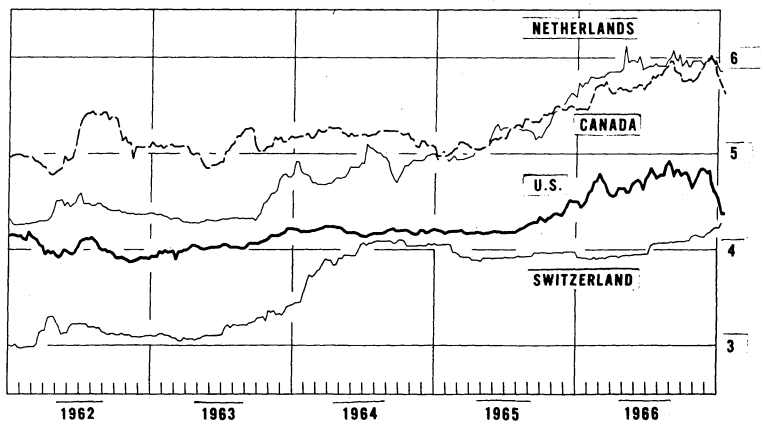
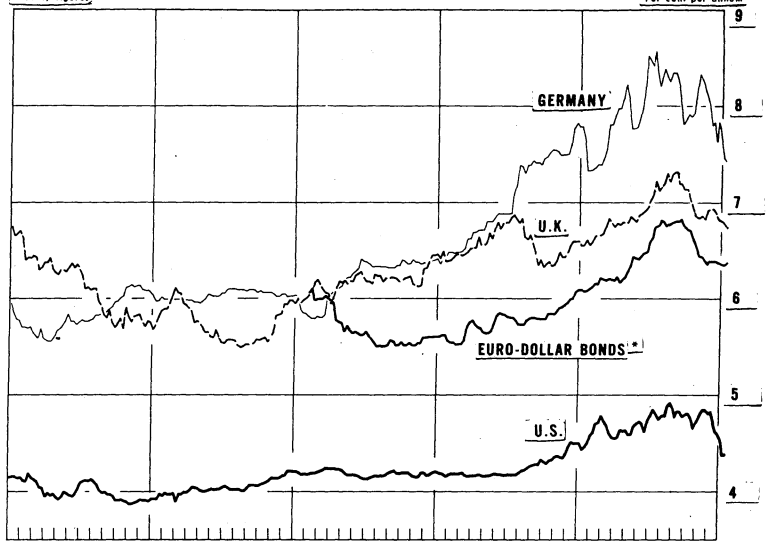
† Switzerland [(3-month deposit rate)] and Germany [(Interbank Loan Rate)]

‡ 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 B

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

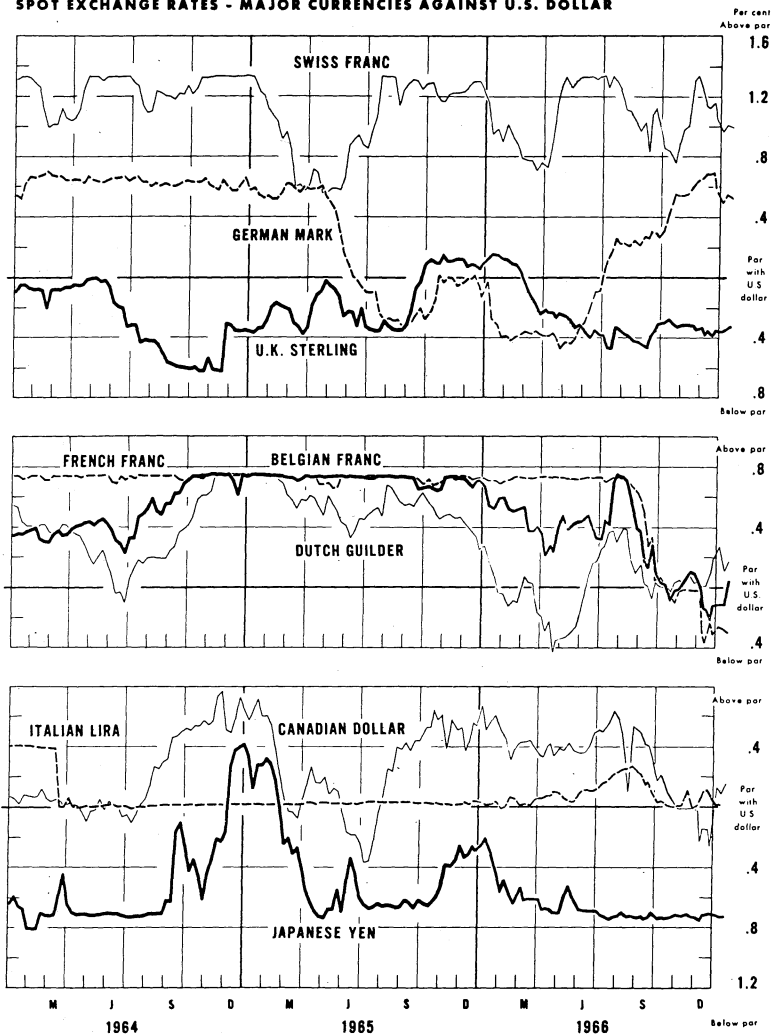


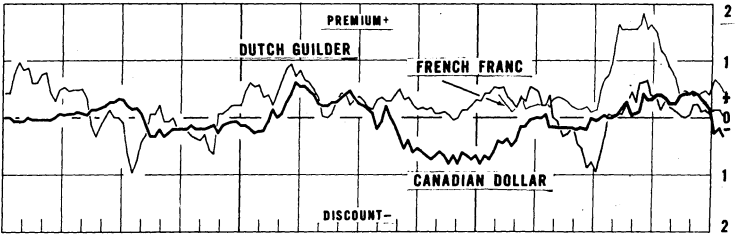
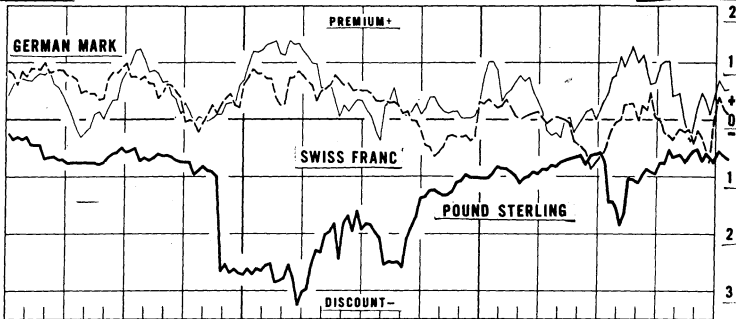
Chart 9

**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

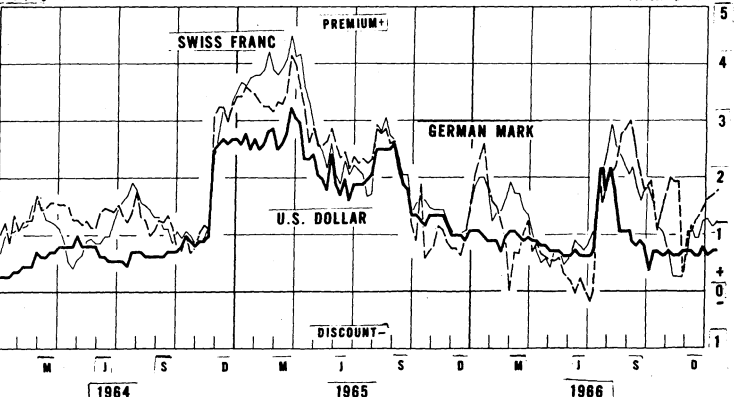
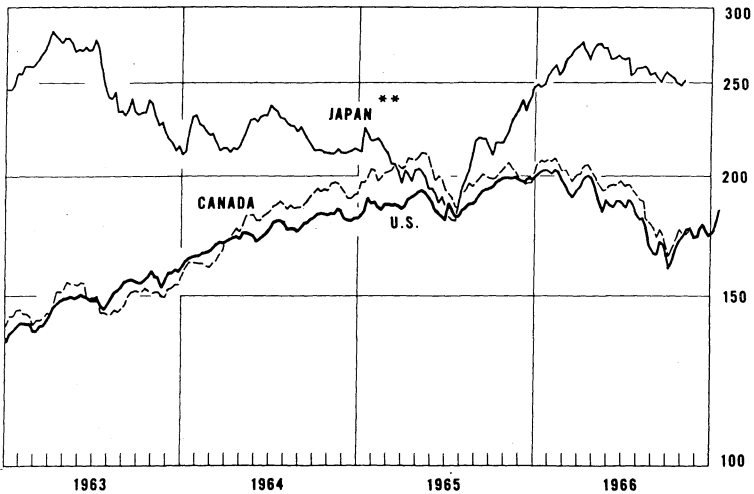
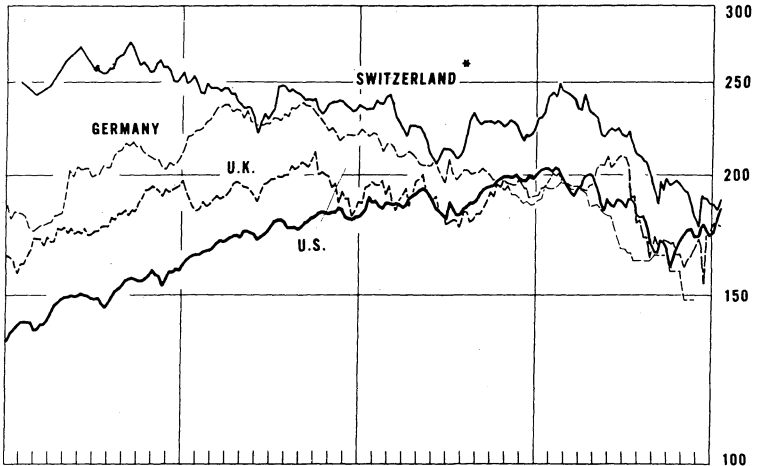


Chart 10

**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

January 25, 1967

H. 13  
No. 283

Latest Figures Plotted in H. 13 Chart Series, 1967  
(all figures per cent per annum)

Chart 1  
Upper Panel (Wednesday, Jan. 18)

Euro- $\$$ Deposit	<u>5.31</u>
U.S. certif. of deposit	<u>5.53</u>

Lower Panel (Friday, Jan. 20)

Finance co. paper: U.S.	<u>5.25</u>
Canada	<u>5.99</u>
Hire-purchase paper, U.K.	<u>7.37</u>

Chart 2  
(Friday, Jan. 20)

Euro- $\$$ deposits:	
Call	<u>5.25</u>
30-day	<u>5.09</u>
90-day	<u>5.75</u>
180-day	<u>5.88</u>

Hire-purchase paper:	<u>6.35</u>
(Jan. 15)	
Local-authority deposit	<u>6.23</u>
(Jan. 15)	

Chart 3  
Upper Panel (Period: Jan. 8-15)

Interbank loan (mid-point)	<u>5.71</u>
Euro- $\$$ deposit (average)	<u>6.16</u>

Lower Panel (Date: Dec. 15)

Zurich 3-mo. deposit	<u>4.38</u>
Price of gold	<u>35.180</u>
(Friday, Jan. 13)	

Chart 4  
(Friday, Jan. 20)

Treasury bills: Canada	<u>4.66</u>
U.S.	<u>4.68</u>
Spread favor Canada	<u>-0.02</u>
Forward Canadian $\$$	<u>-0.32</u>
Net Incentive (Canada +)	<u>-0.39</u>
Canadian finance paper	<u>6.25</u>

Chart 5  
(Friday, Jan. 20)

Treasury bills: U.K.	<u>6.10</u>
U.S.	<u>4.68</u>
Spread favor U.K.	<u>+1.42</u>
Forward pound	<u>-0.69</u>
Net incentive (U.K. +)	<u>+0.73</u>

Chart 6  
(Friday, Jan. 20)

Treasury bills: U.S.	<u>4.68</u>
U.K.	<u>6.10</u>
Canada	<u>4.66</u>
Interbank loan rate (German)	<u>5.71</u>
(Jan. 8-15)	
Euro- $\$$ deposit (London)	<u>5.75</u>
Zurich 3-mo. deposit	
(Date: Dec. 15)	<u>4.38</u>
Japan composite rate	
(Date: Sept. 30)	<u>7.42</u>

Chart 7

U.S. Gov't. (Wed., Jan. 18)	<u>4.37</u>
U.K. War Loan (Thurs., Jan. 19)	<u>6.75</u>
German Fed. (Fri., Jan. 13)	<u>7.43</u>
Swiss Confed. (Fri., Jan. 13)	<u>4.24</u>
Canadian Gov't. (Wed., Jan. 18)	<u>5.61</u>
Netherlands Gov't perpetual 3%	
(Friday, Jan. 13)	<u>5.85</u>
Euro- $\$$ bonds (Fri., Jan. 20)	<u>6.37</u>

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