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I. Ten Charts on Financial Markets Abroad

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Chart 2 - London: Yields for U.S. Dollar Investors on 3-month Funds
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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

EURO-DOLLAR DEPOSIT

U.S. CERTIFICATE OF DEPOSIT

EURO-DOLLAR OVER U.S. CERTIFICATE OF DEPOSIT

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

U.K. HIRE PURCHASE

CANADIAN FINANCE COMPANY

U.S. FINANCE COMPANY

INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON

Frankfurt interbank loan rate vs. London euro-dollar rate (covered)

Interbank loan rate in terms of DM

Differential

Favor Frankfurt

Zurich deposit rate vs. London euro-dollar rate (covered)

In terms of Swiss francs

Differential

Favor Zurich

Price of gold in London

1965

1966

1967
INTEREST ARBITRAGE, UNITED STATES/CANADA

3-MONTH TREASURY BILL RATES

3-MONTH COVERED RATE DIFFERENTIALS (NET INCENTIVES)

Bill rate differential and forward Canadian dollar

Spread in favor of Canada

Forward rate

Prime finance paper

Treasury bills

1963  1964  1965  1966
INTEREST ARBITRAGE, NEW YORK/LONDON

3-MONTH TREASURY BILL RATES

U.K. LOCAL AUTHORITY DEPOSITS

LONDON

NEW YORK

RATE DIFFERENTIAL AND 3-MONTH FORWARD STERLING

SPREAD IN FAVOR OF LONDON

FORWARD RATE

DISCOUNT

RATE DIFFERENTIAL WITH FORWARD EXCHANGE COVER (NET INCENTIVE)

IN FAVOR OF LONDON

IN FAVOR OF NEW YORK

1964 1965 1966 1967
Chart 6  
SHORT-TERM INTEREST RATES *

Euro-Dollar - London  
U.K.  
US  
Switzerland  
Japan  
Canada  
Germany  
U.S.


Per cent per annum

* Short-term interest rates for all countries except Japan (average rate on bank loans and discounts).  
** Short-term interbank deposit rate and Germany (interbank loan rate).  
* Source: Federal Reserve Bank of St. Louis.
LONG-TERM BOND YIELDS

Weekly figures

Per cent per annum


Average of weekly four foreign government dollar bond prices quoted in London
**Latest Figures Plotted in H.13 Chart Series, 1967**

(all figures per cent per annum)

**March 1, 1967**

### Chart 1

**Upper Panel** (Wednesday, February 22)

- **Euro-$ deposit**: 5.50
- **U.S. certif. of deposit**: 5.22

**Lower Panel** (Friday, February 24)

- **Finance co. paper: U.S.**: 5.13
- **Canada**: 5.44
- **Hire-purchase paper, U.K.**: 5.44

### Chart 2

(Friday, Feb. 24)

**Euro-$ deposits:**

- **Call**: 5.25
- **30-day**: 5.69  
- **90-day**: 5.56  
- **180-day**: 5.69

**Hire-purchase paper** (February 17)

- **(5.49)**

**Local-authority deposit** (February 17)

- **(5.55)**

### Chart 3

**Upper Panel** (Period: February 8-15)

- **Interbank loan (mid-point)**: 5.27
- **Euro-$ deposit (average)**: 5.83

**Lower Panel** (Date: January 15)

- **Zurich 3-month deposit**: 4.50

**Price of gold** (Friday, Feb. 17)

- **35.171**

### Chart 4

(Friday, Feb. 24)

- **Treasury bills: Canada**: 4.44
- **U.S.**: 4.59
- **Spread favor Canada**: -0.15
- **Forward Canadian $**: -0.15
- **Net incentive (Canada +)**: -0.30
- **Canadian finance paper**: 5.62

### Chart 5

(Friday, Feb. 24)

- **Treasury bills: U.K.**: 5.89
- **U.S.**: 4.59
- **Spread favor U.K.**: +1.30
- **Forward pound**: -0.75
- **Net incentive (U.K. +)**: +0.55

### Chart 6

(Friday, Feb. 24)

- **Treasury bills: U.S.**: 4.59
- **U.K.**: 5.89
- **Canada**: 4.44
- **Interbank loan rate (German)** (Feb. 8-15): 5.27
- **Euro-$ deposit (London)**: 5.56
- **Zurich 3-month deposit** (Date: January 15)
- **Japan composit rate** (Date: November 30): 7.39

### Chart 7

- **U.K. War Loan (Thurs., Feb. 23)**: 6.54
- **German Fed. (Fri., Feb. 17)**: 7.24
- **Swiss Confed. (Fri., Feb. 17)**: 4.24
- **Canadian Gov't. (Wed., Feb. 22)**: 5.71
- **Netherlands Gov't. perpetual 3%** (Friday, Feb. 17)
- **Euro-$ bonds (Fri., Feb. 24)**: 6.30

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