

H. 13
No. 288

March 1, 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

- 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
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- Chart 4 - Interest Arbitrage: New York/Canada
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- 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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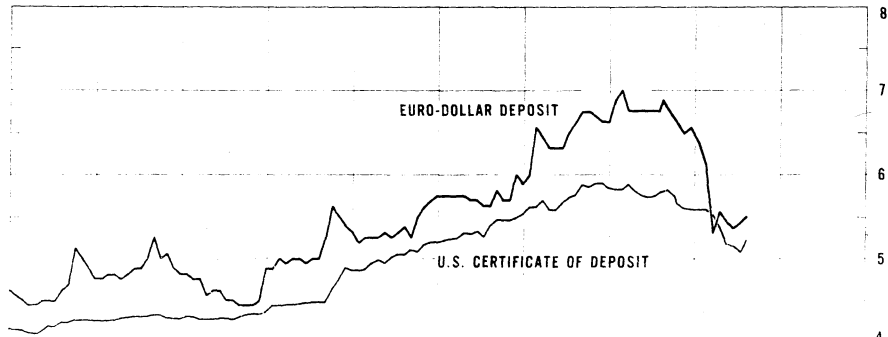
Chart 1

**NEW YORK, LONDON, MONTREAL:
YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS**

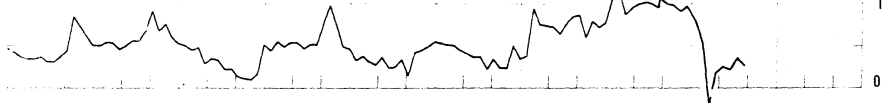
DOLLAR DEPOSIT RATES: NEW YORK-LONDON

Wednesday figures

Per cent per annum



**EURO-DOLLAR OVER
U.S. CERTIFICATE OF DEPOSIT**



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

Friday figures

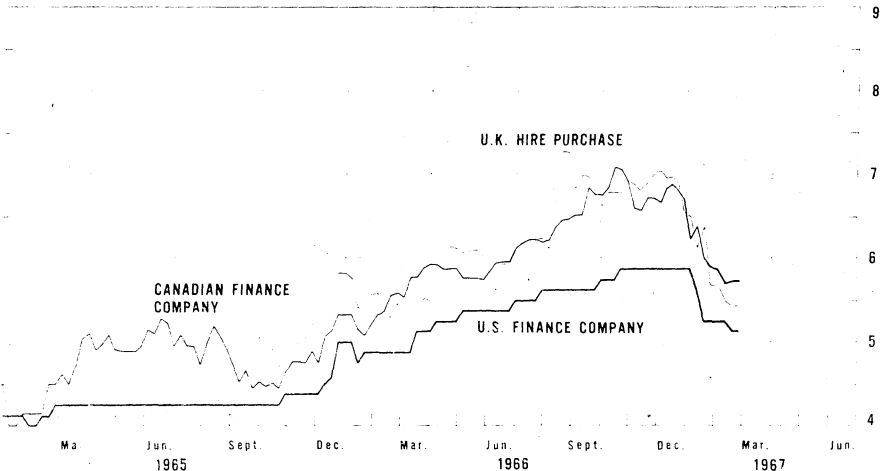
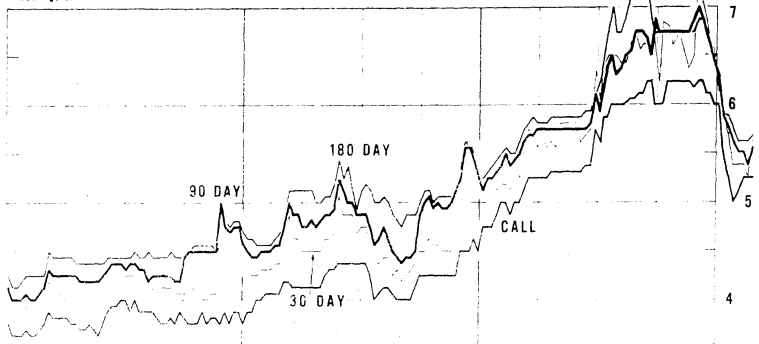


Chart 2.

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)

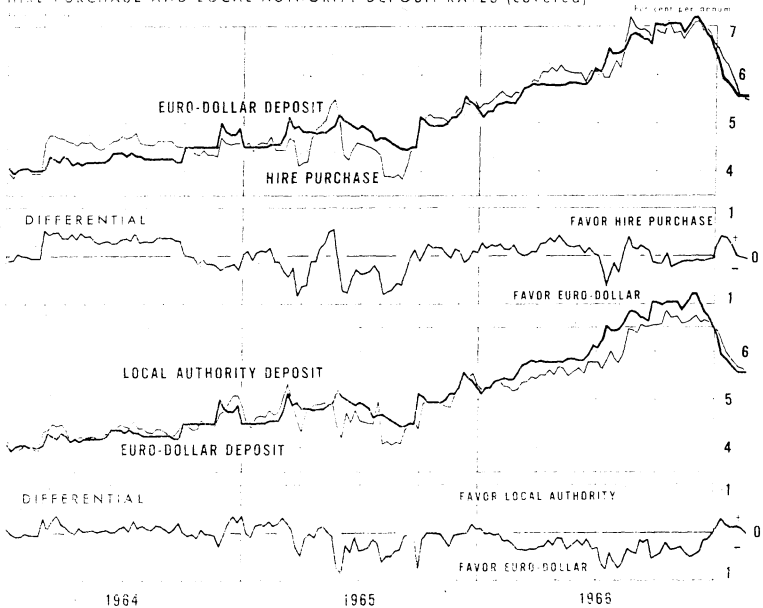
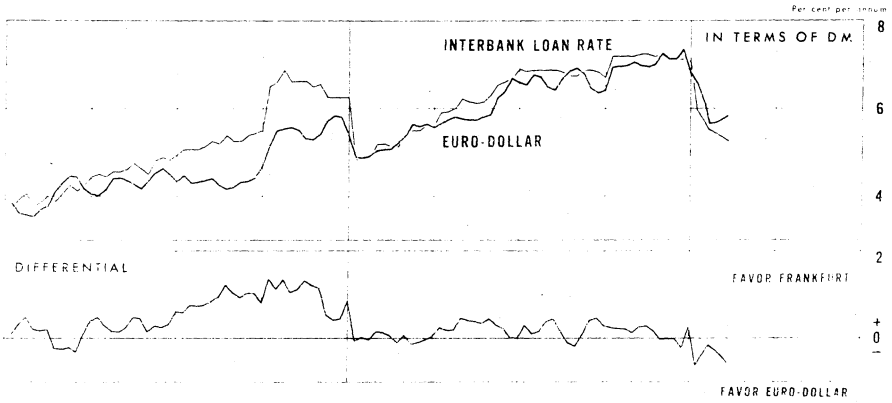


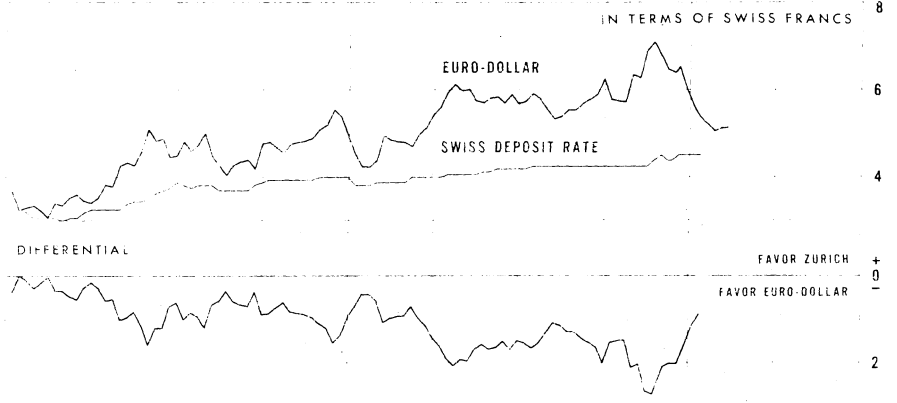
Chart 3

I INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON

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



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



II PRICE OF GOLD IN LONDON

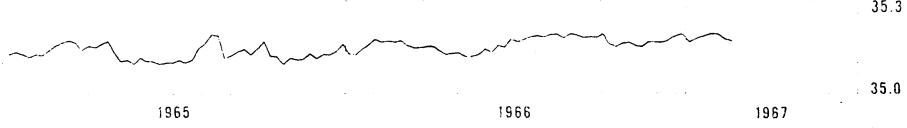
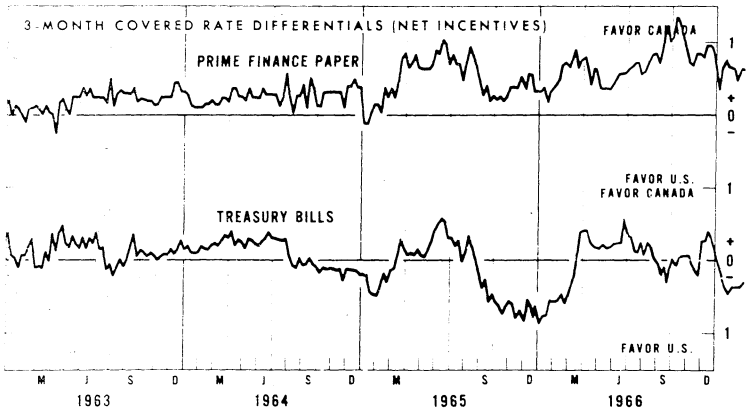
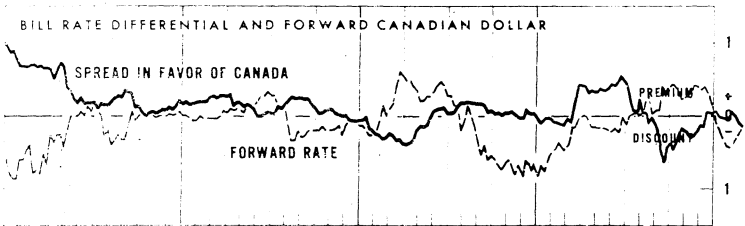
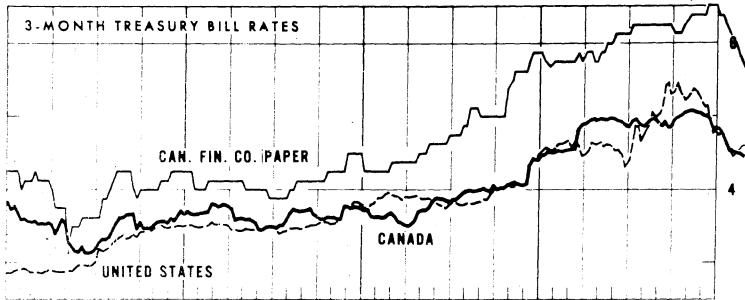


Chart 4

INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

Per cent per annum



1
INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

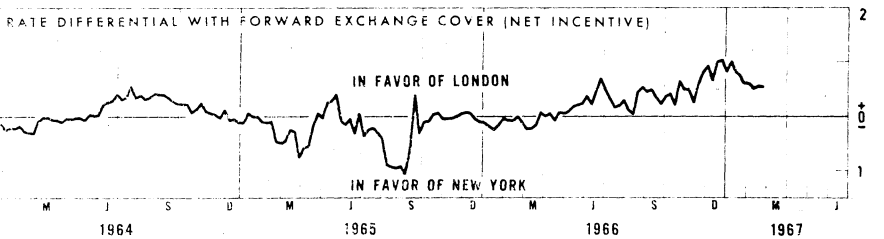
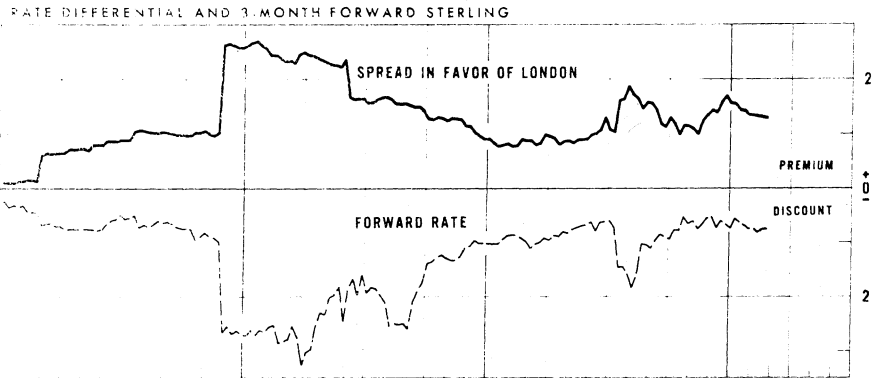
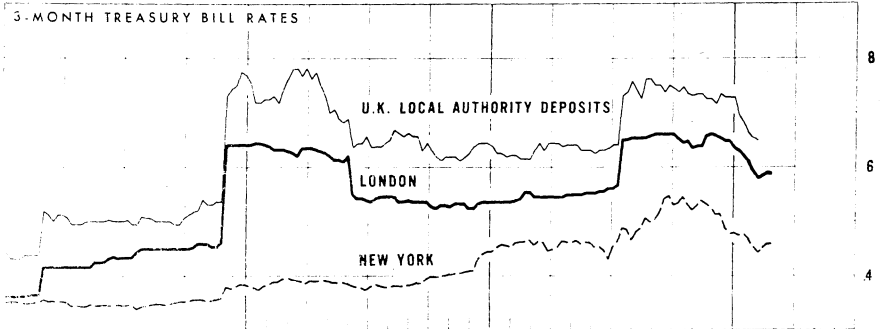
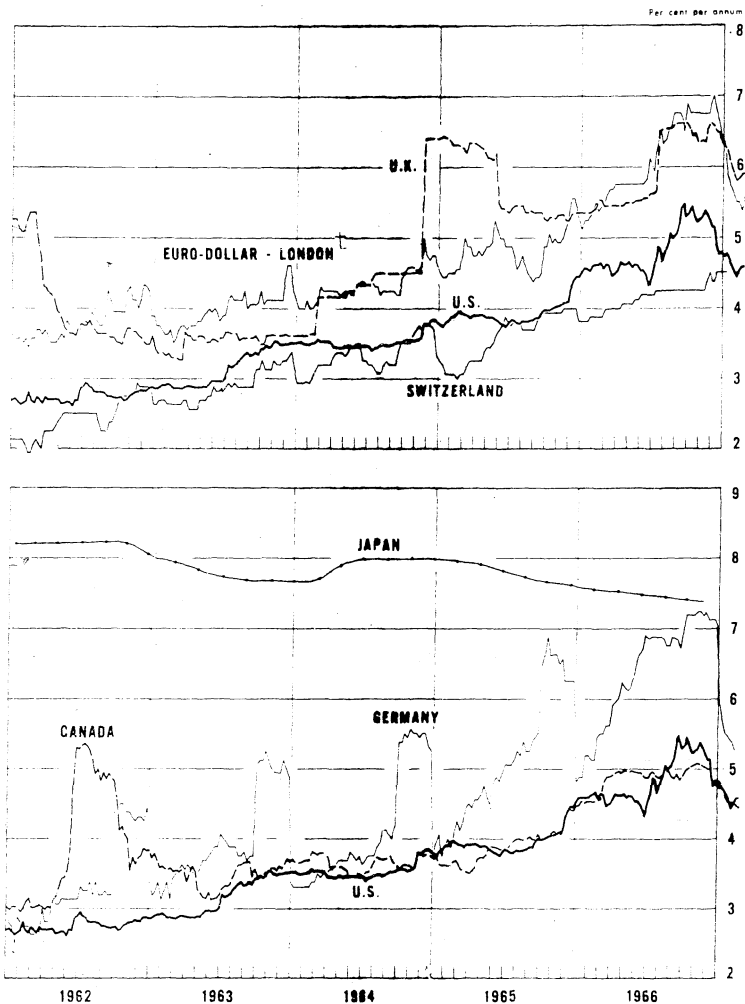


Chart 4
SHORT-TERM INTEREST RATES*



* 3-month Treasury bill rates for all countries except Japan (Average rate on bank loans and discounts); Switzerland (1-month deposit rate) and Germany (interbank loan rate).

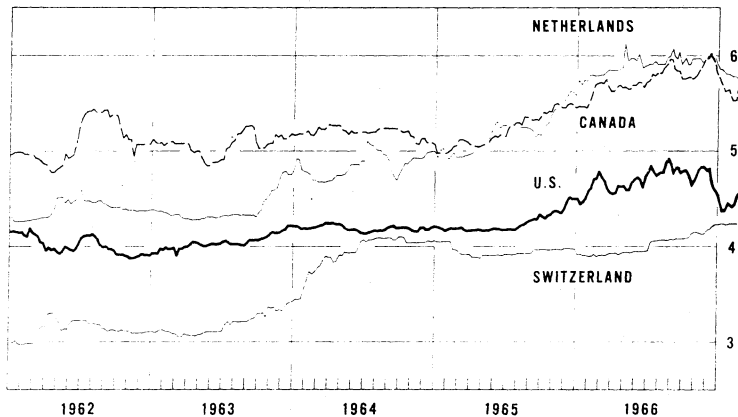
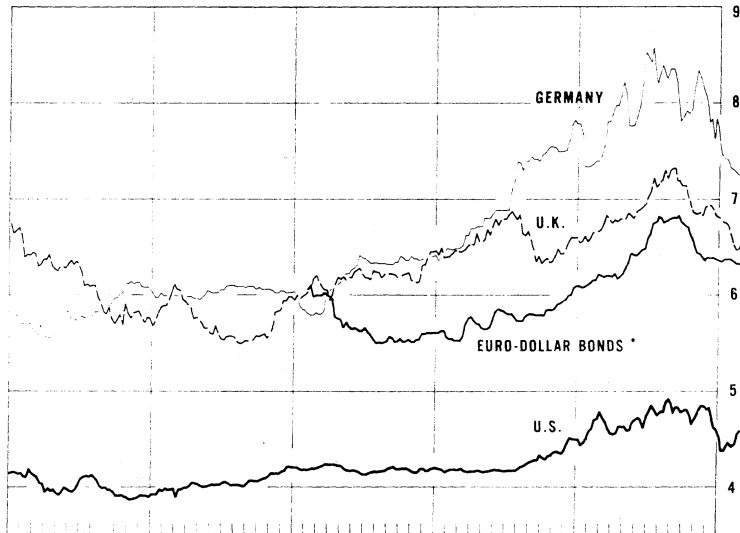
† 1-month rate for U.S. dollar deposits in London.

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Chart 7
LONG-TERM BOND YIELDS

Weekly figures

Per cent per annum



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

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

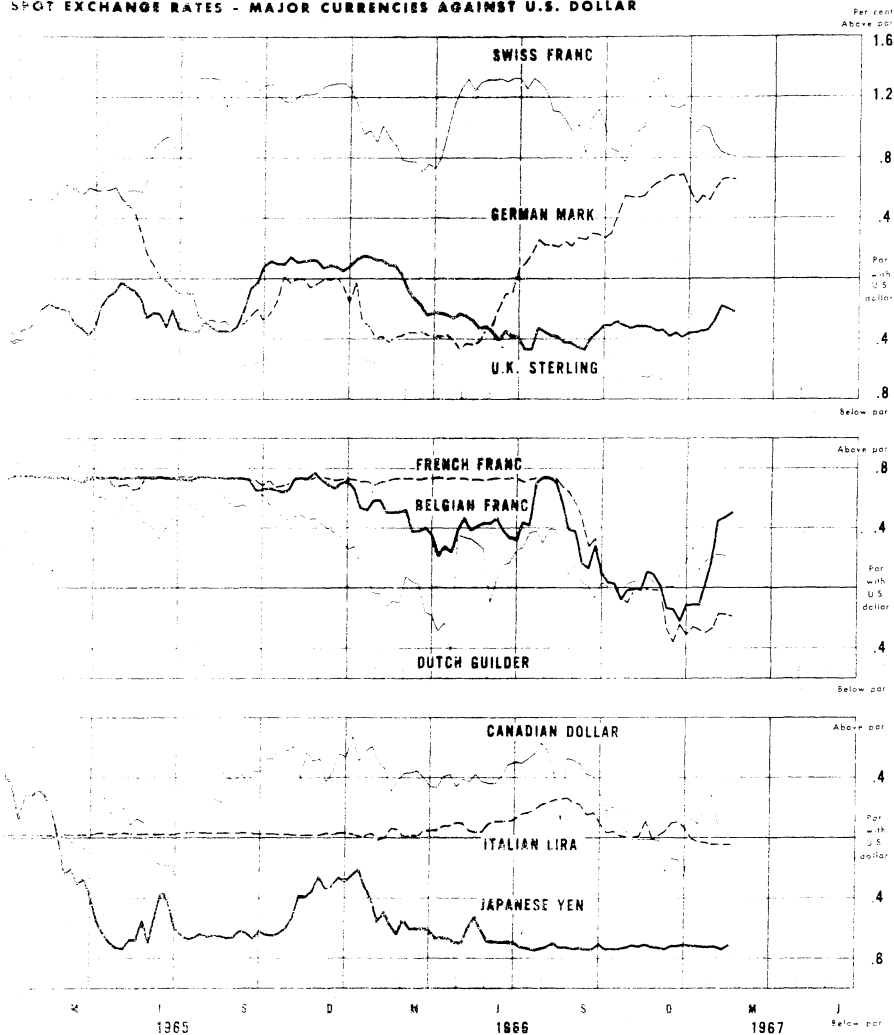
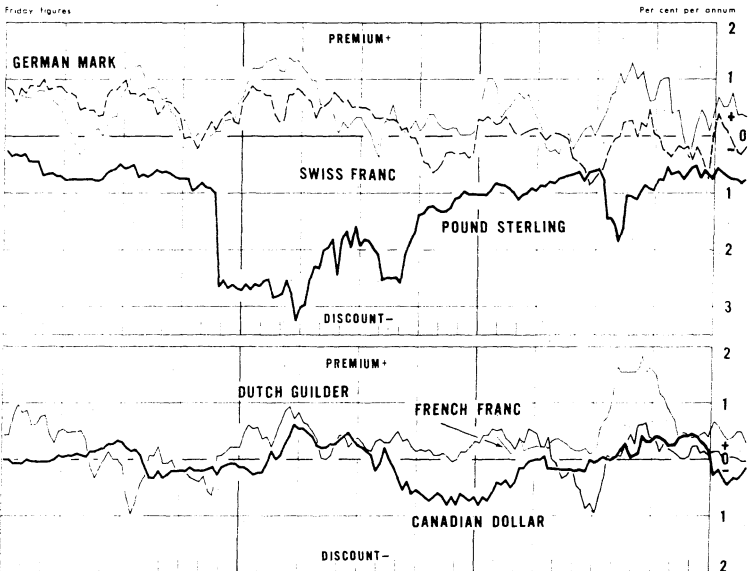


Chart 9

3-MONTH FORWARD EXCHANGE RATES

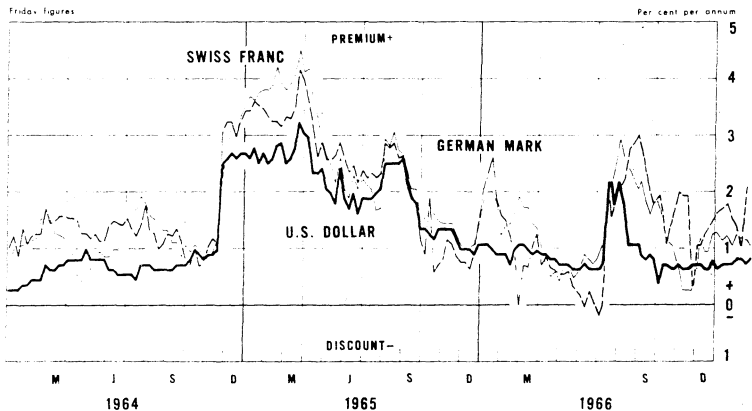
AGAINST U.S. DOLLARS—NEW YORK

Friday figures

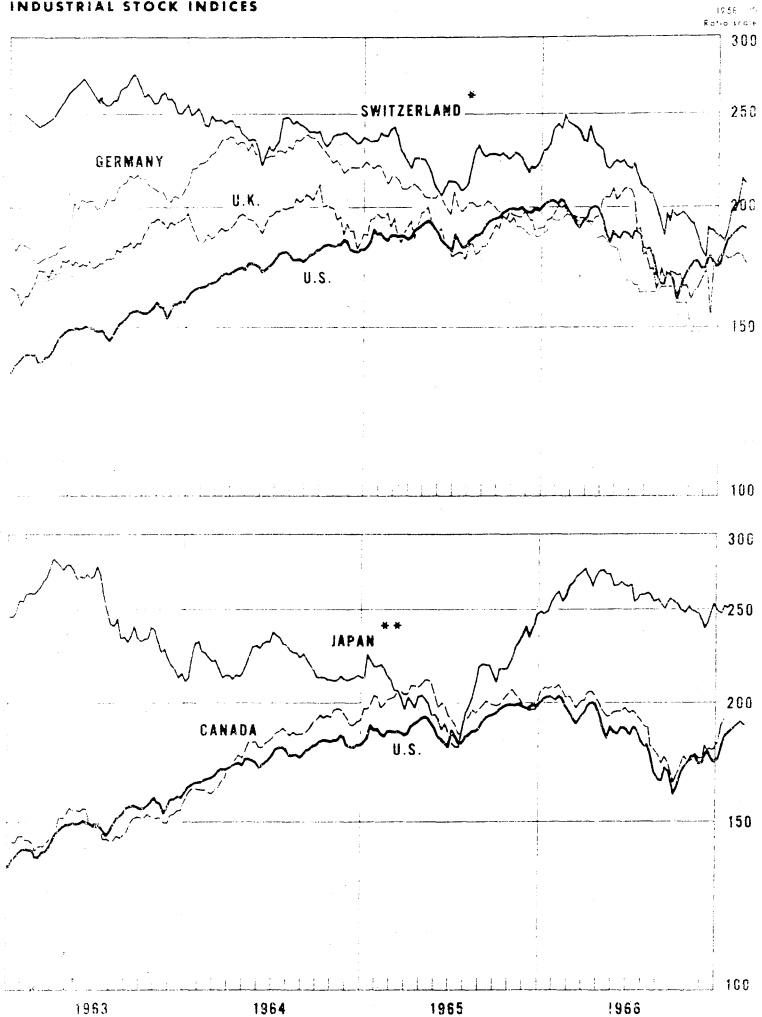


AGAINST POUND STERLING—LONDON

Friday figures



INDUSTRIAL STOCK INDICES



* Tokyo Stock Corporation industrial stock index.
 ** Japan index of 227 industrial and other stocks traded on the Tokyo exchange.

Chart 1
Upper Panel (Wednesday, February 22)

Euro-\$ deposit	<u>5.50</u>
U.S. certif. of deposit	<u>5.22</u>

Lower Panel (Friday, February 24)

Finance co. paper: U.S.	<u>5.13</u>
Canada	
Hire-purchase paper, U.K.	<u>5.44</u>

Chart 2
(Friday, Feb. 24)

Euro-\$ deposits:

Call	<u>5.25</u>	90-day	<u>5.56</u>
30-day	<u>5.69</u>	180-day	<u>5.69</u>

Hire-purchase paper (February 17)	<u>5.49</u>
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Local-authority deposit (February 17)	<u>5.55</u>
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Chart 3
Upper Panel (Period: February 8-15)

Interbank loan (mid-point)	<u>5.27</u>
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Euro-\$ deposit (average)	<u>5.83</u>
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Lower Panel (Date: January 15)

Zurich 3-month deposit	<u>4.50</u>
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Price of gold (Friday, <u>Feb. 17</u>)	<u>35.171</u>
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Chart 4
(Friday, Feb. 24)

Treasury bills: Canada	<u>4.44</u>
U.S.	<u>4.59</u>

Spread favor Canada	<u>-0.15</u>
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Forward Canadian \$	<u>-0.15</u>
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Net incentive (Canada +)	<u>-0.30</u>
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Canadian finance paper	<u>5.62</u>
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Chart 5
(Friday, Feb. 24)

Treasury bills: U.K.	<u>5.89</u>
U.S.	<u>4.59</u>

Spread favor U.K.	<u>+1.30</u>
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Forward pound	<u>-0.75</u>
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Net incentive (U.K. +)	<u>+0.55</u>
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Chart 6
(Friday, Feb. 24)

Treasury bills: U.S.	<u>4.59</u>
U.K.	<u>5.89</u>
Canada	<u>4.44</u>

Interbank loan rate (German) (Feb. 8-15)	<u>5.27</u>
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Euro-\$ deposit (London)	<u>5.56</u>
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Zurich 3-month deposit (Date: <u>January 15</u>)	<u>4.50</u>
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Japan composit rate (Date: <u>November 30</u>)	<u>7.39</u>
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Chart 7

U.S. Gov't. (Wed., <u>Feb. 22</u>)	<u>4.58</u>
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U.K. War Loan (Thurs., <u>Feb. 23</u>)	<u>6.54</u>
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German Fed. (Fri., <u>Feb. 17</u>)	<u>7.24</u>
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Swiss Confed. (Fri., <u>Feb. 17</u>)	<u>4.24</u>
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Canadian Gov't. (Wed., <u>Feb. 22</u>)	<u>5.71</u>
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Netherlands Gov't. perpetual 3% (Friday, <u>Feb. 17</u>)	<u>5.74</u>
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Euro-\$ bonds (Fri., <u>Feb. 24</u>)	<u>6.30</u>
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For descriptions and sources of data, see special supplement to H.13, Number 239, March 16, 1966.