DIVISION OF INTERNATIONAL FINANCE

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

H. 13
No. 295

April 19, 1967

CAPITAL MARKET DEVELOPMENTS ABROAD

I. Ten Charts on Financial Markets Abroad

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

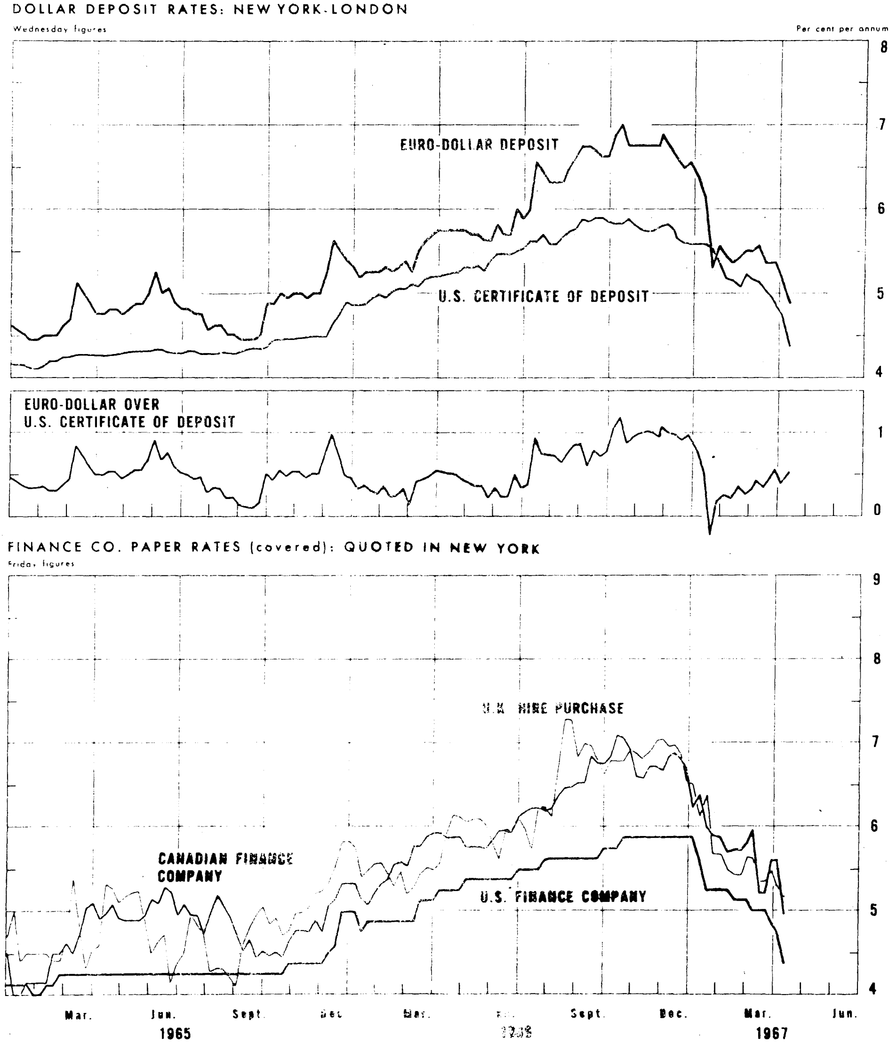

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Chart 2

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

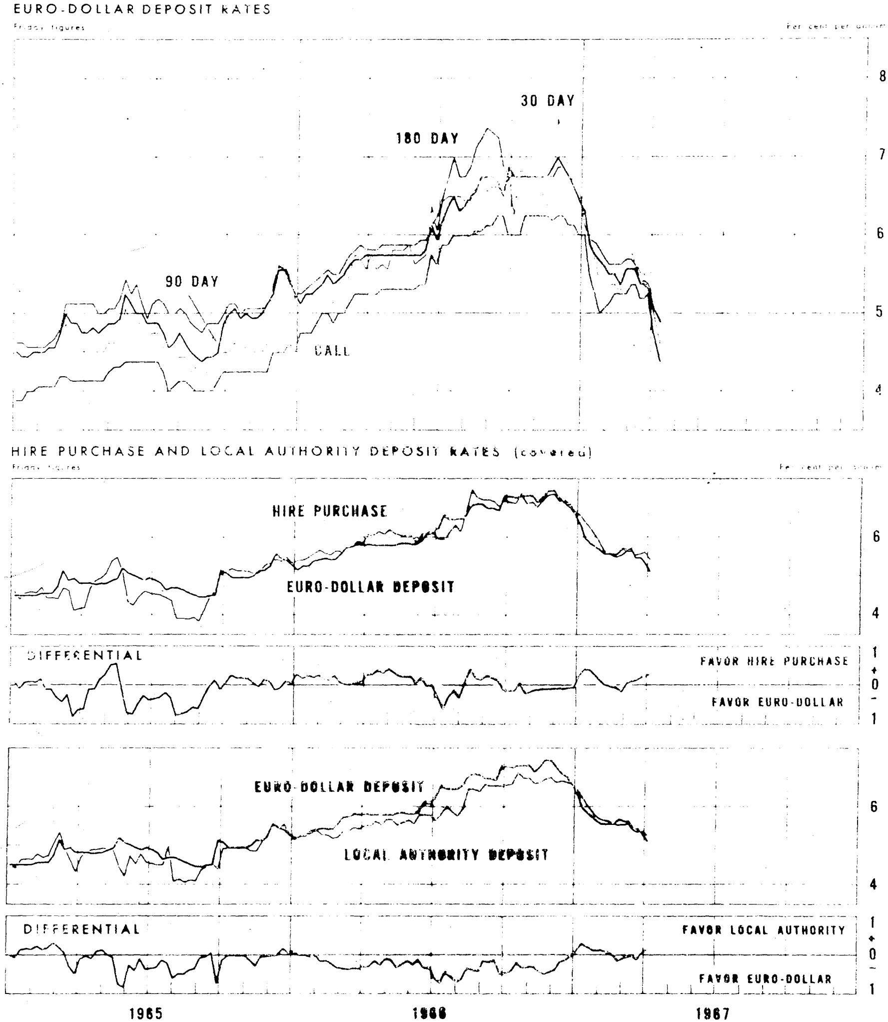
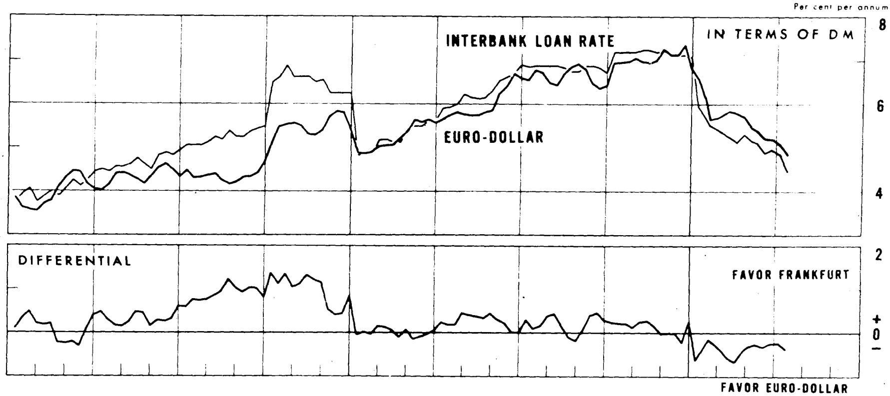


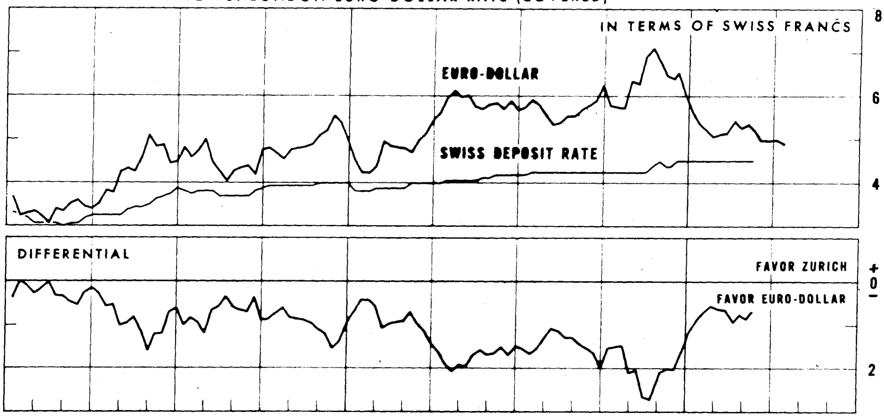
Chart 3

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

U S dollar equivalent per fine ounce

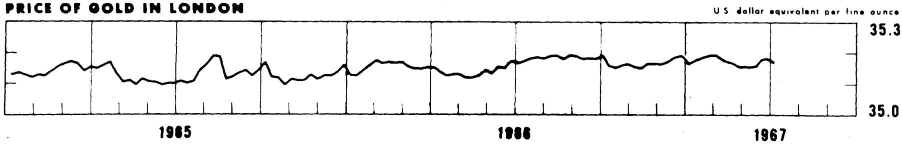


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Chart 4

INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

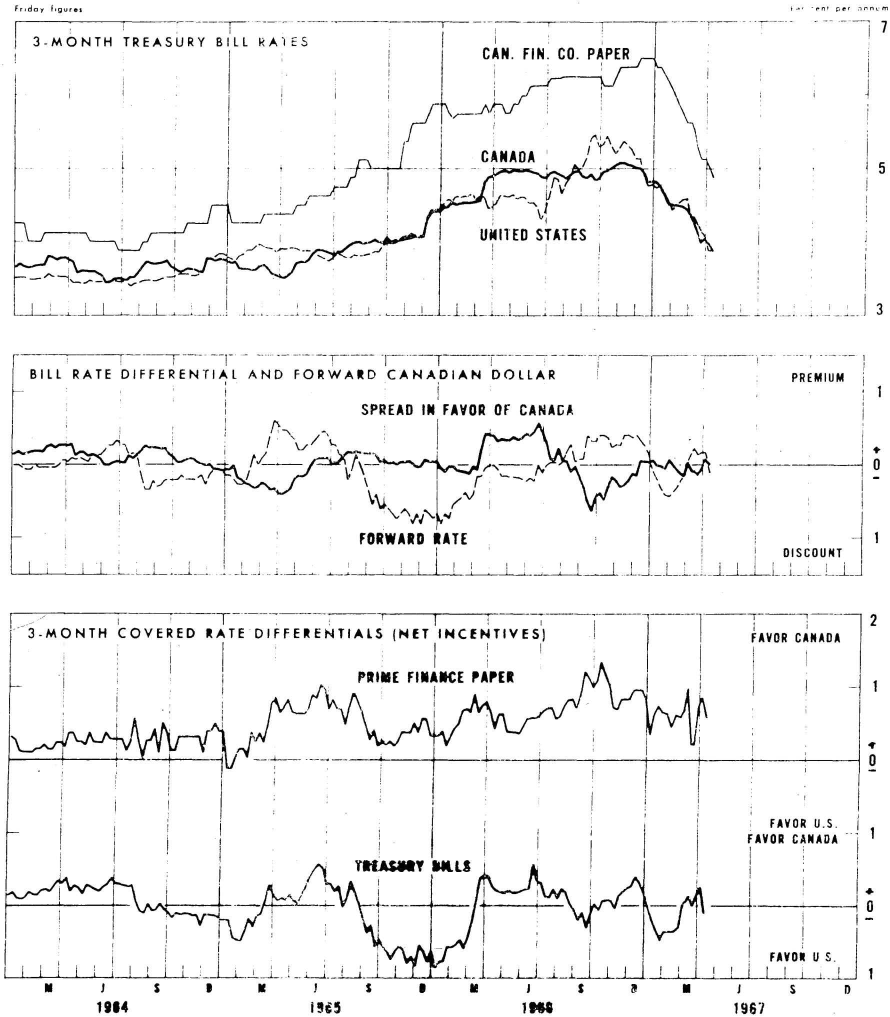


Chart 5
INTEREST ARBITRAGE, NEW YORK/LONDON

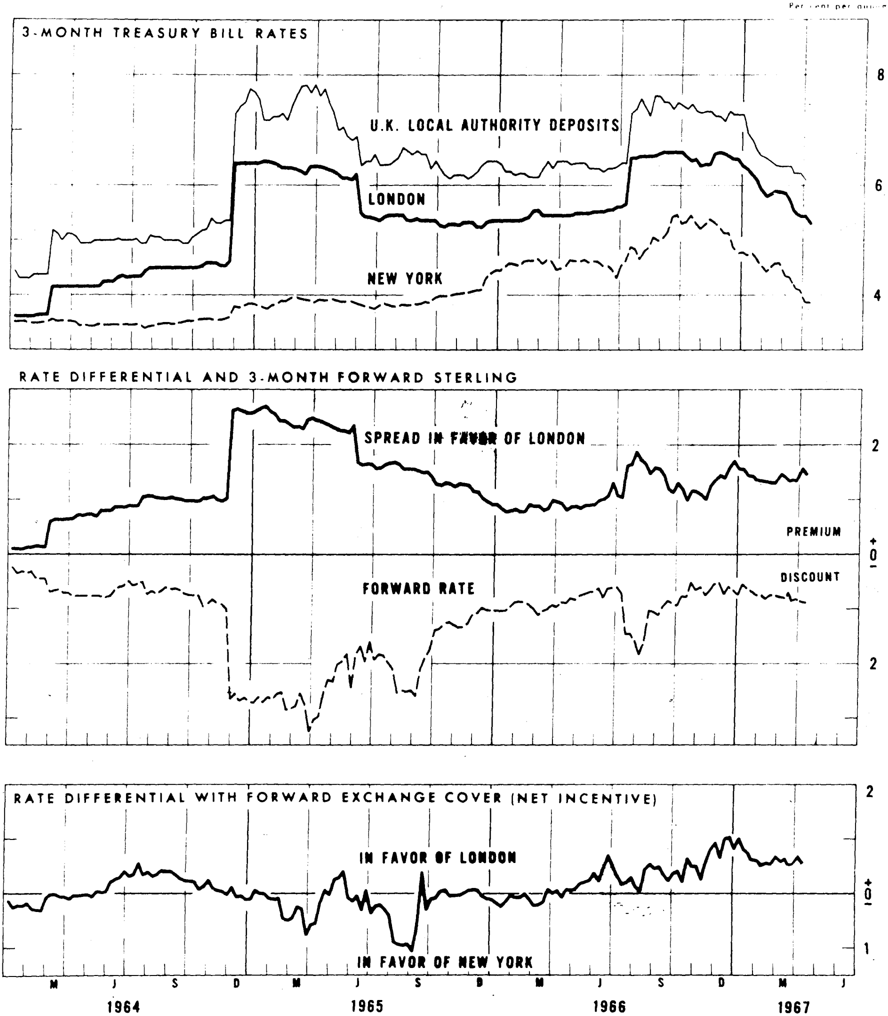
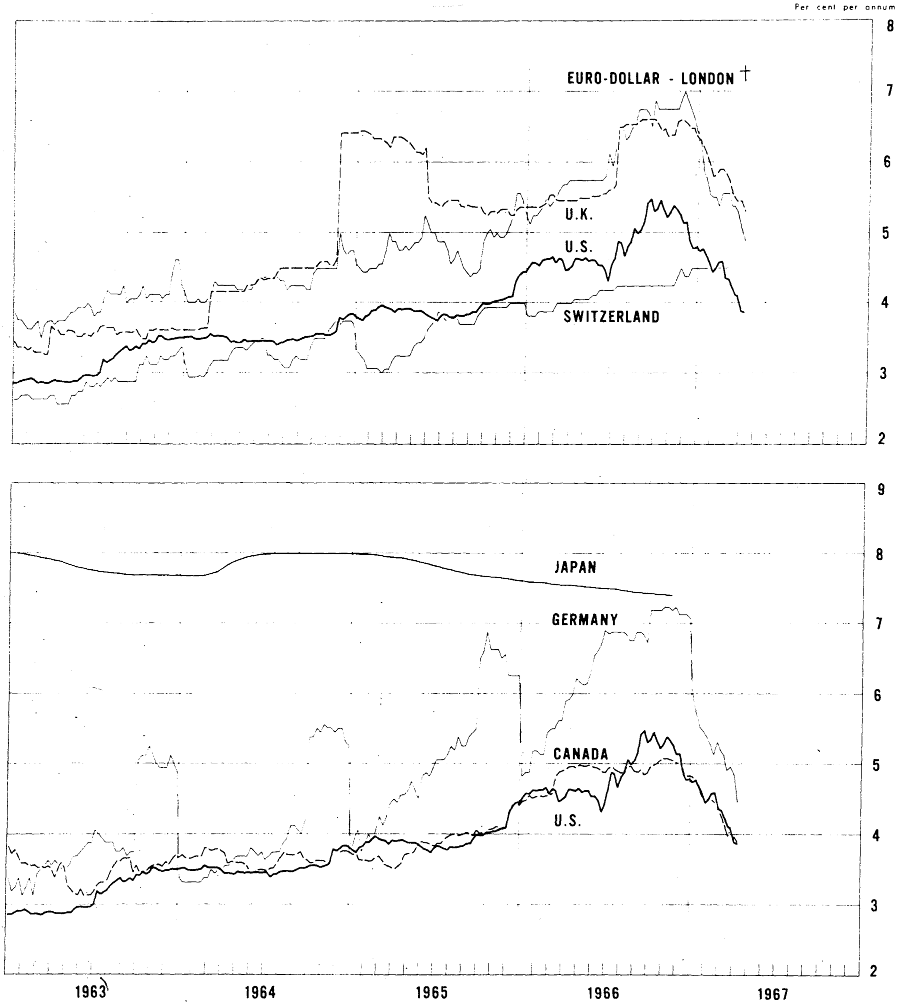


Chart 6

SHORT-TERM INTEREST RATES *



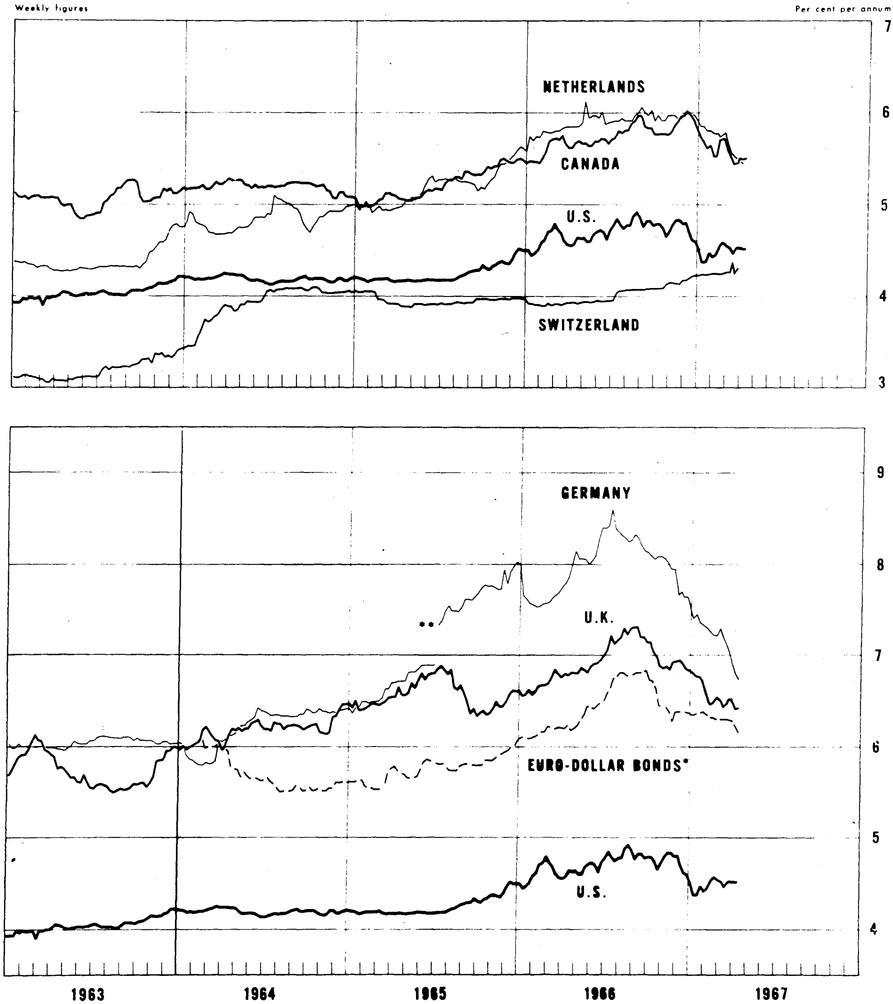
* 3-month treasury bill rates for all countries except Japan (Average rate on bank loans and discounts) Switzerland (3-month deposit rate) and Germany (Interbank Loan Rate)

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

Chart 7

LONG-TERM BOND YIELDS

Weekly figures



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

** New series for Germany starts 7-9-65

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Chart 8

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

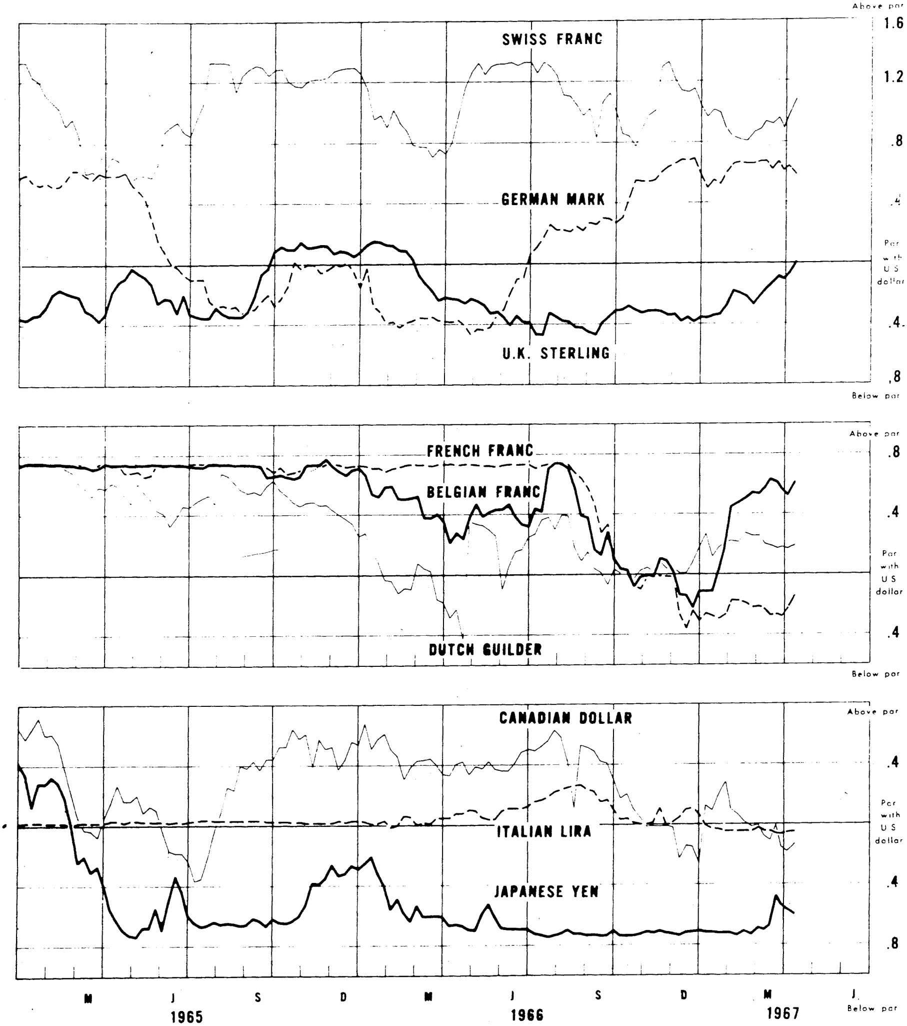
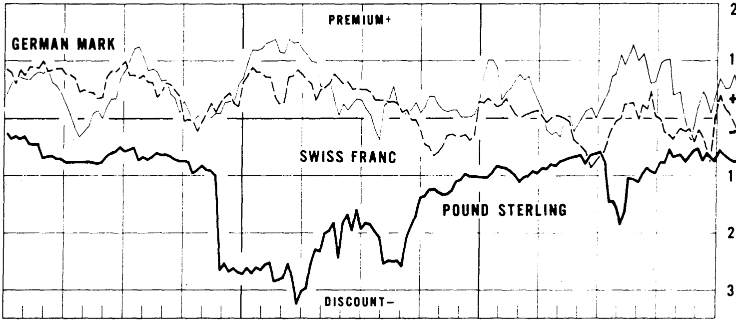


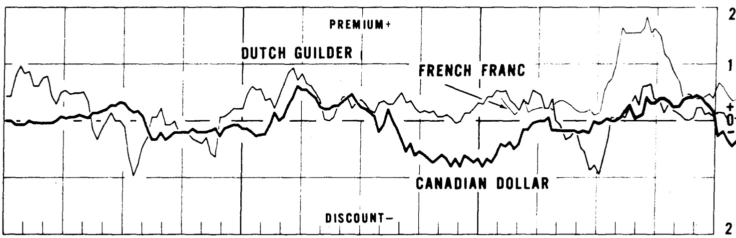
Chart 9

3-MONTH FORWARD EXCHANGE RATES

AGAINST U.S. DOLLARS—NEW YORK

Friday figures





AGAINST POUND STERLING—LONDON

Friday figures

Per cent per annum

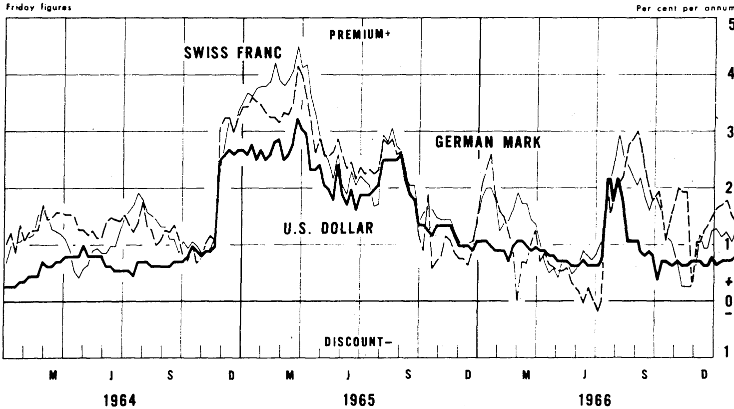
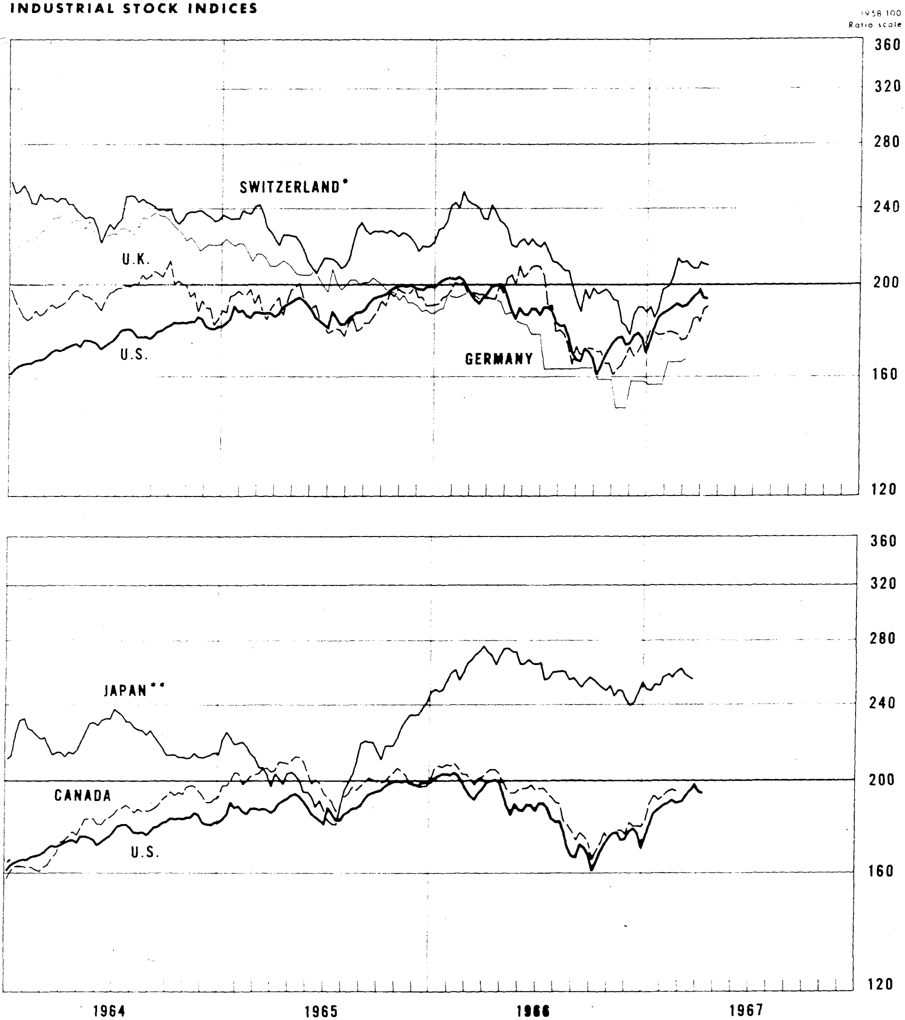


Chart 10

INDUSTRIAL STOCK INDICES



* Swiss Bank Corporation industrial stock index

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

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

Chart 1

Upper Panel (Wednesday, April 12)

Euro-$ deposit	4.88
U.S. certif. of deposit	4.36

Lower Panel (Friday, April 14)

Finance co. paper: U.S.	4.38
Canada	4.96
Hire-purchase paper, U.K.	5.17

Chart 2
(Friday, April 14)

Euro-$ deposits:

Call	4.38	90-day	4.88
30-day	4.62	180-day	4.88

Hire-purchase paper (April 7)	5.42
Local-authority deposit (April 7)	5.27

Chart 3

Upper Panel (Period: April 8-15)

Interbank loan (mid-point)	4.45
Euro-$ deposit (average)	4.90

Lower Panel (Date: March 15)

Zurich 3-month deposit	4.50
Price of gold (Friday, April 7)	35.169

Chart 4
(Friday, April 14)

Treasury bills: Canada	3.86
U.S.	3.86
Spread favor Canada	0.00
Forward Canadian $	-0.10
Net incentive (Canada +)	-0.10
Canadian finance paper	4.88

Chart 5
(Friday, April 14)

Treasury bills: U.K.	5.30
U.S.	3.86
Spread favor U.K.	+1.44
Forward pound	-0.89
Net incentive (U.K. +)	+0.55

Chart 6
(Friday, April 14)

Treasury bills: U.S.	3.86
U.K.	5.30
Canada	3.86
Interbank loan rate (German) (April 8-15)	4.45
Euro-$ deposit (London)	4.88
Zurich 3-month deposit (Date: March 15)	4.50
Japan composit rate (Date: January 31)	7.35

Chart 7

U.S. Gov't. (Wed., April 12)	4.52
U.K. War Loan (Thurs., April 13)	6.42
German Fed. (Fri., April 14)	6.74
Swiss Confed. (Fri., April 7)	4.31
Canadian Gov't. (Wed., April 12)	5.51
Netherlands Gov't. perpetual 3% (Friday, April 7)	5.46
Euro-$ bonds (Fri., April 14)	6.16

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