

H. 13
No. 297

May 3, 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
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 Interest Rates
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.

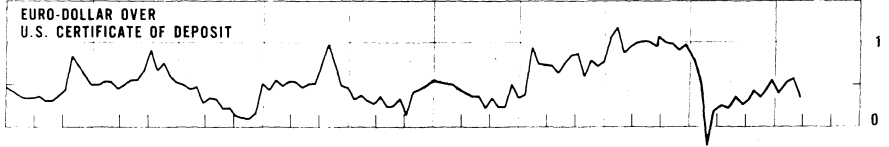
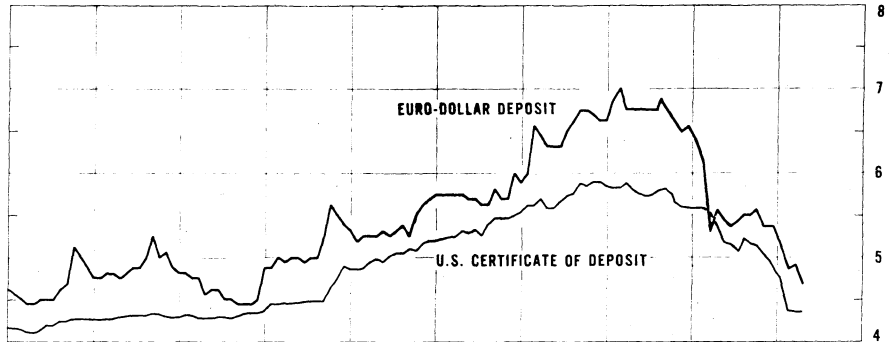
OFFICIAL USE ONLY
(Decontrolled after six months)

Chart 1

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

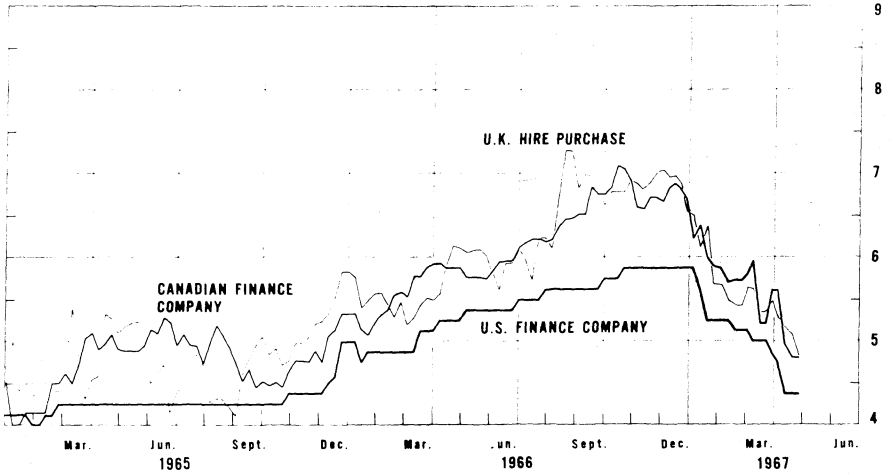
Wednesday figures

Per cent per annum

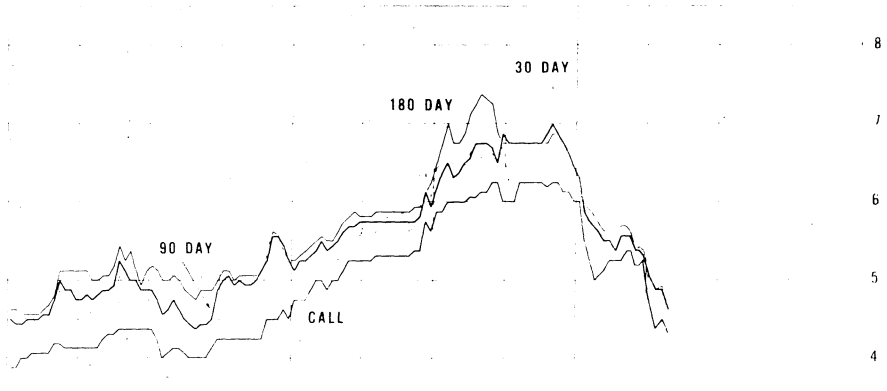


FINANCE CO. PAPER RATES (covered): QUOTED IN NEW YORK

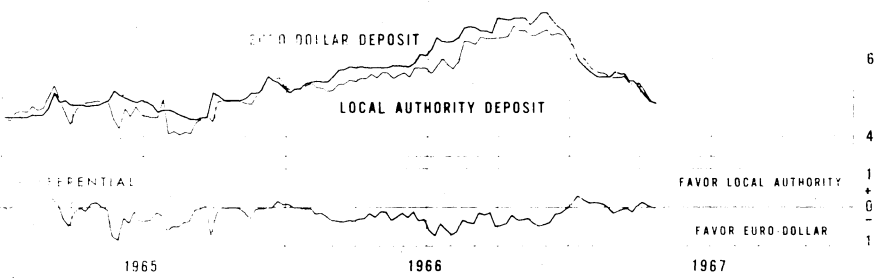
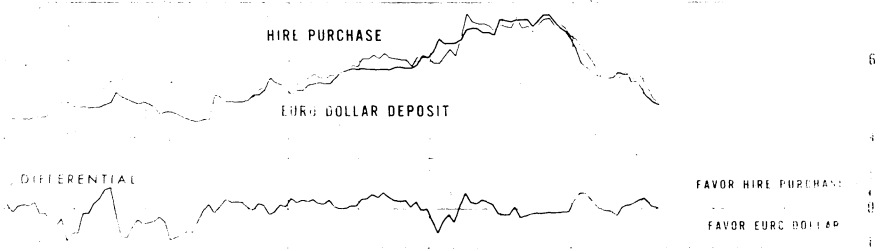
Friday figures



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



HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)



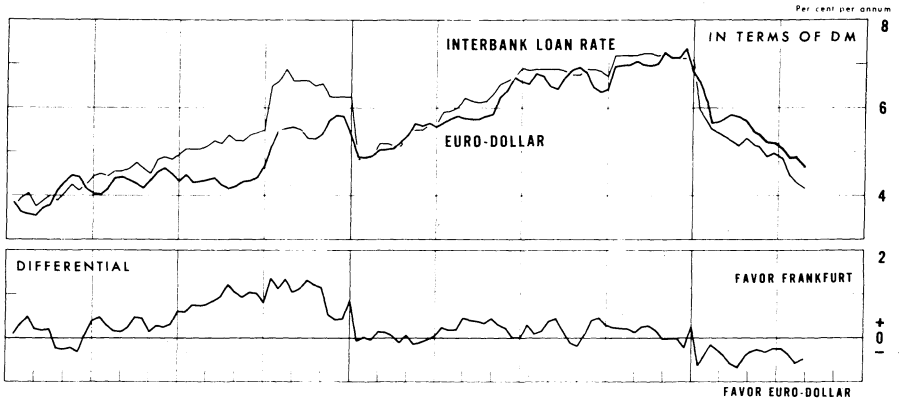
1965

1966

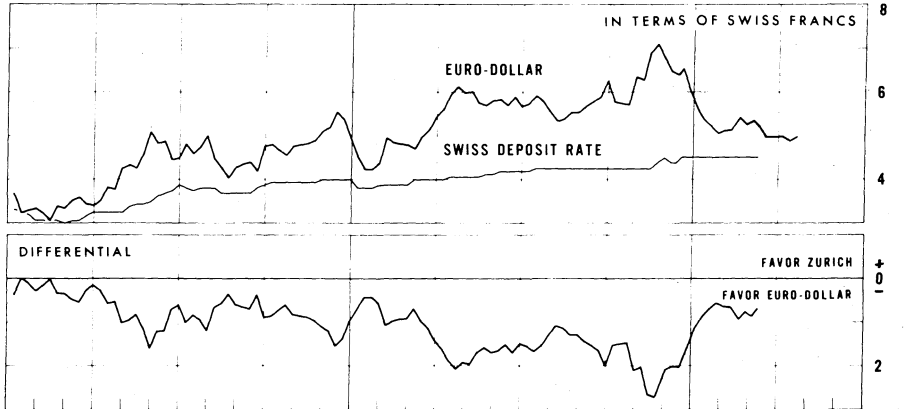
1967

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

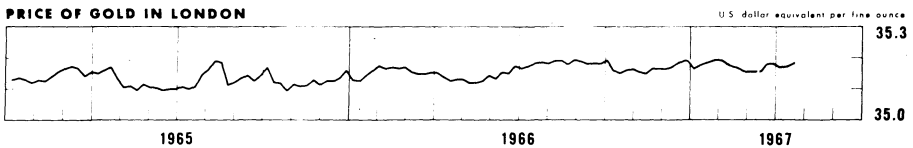


Chart 4

INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

Per cent per annum

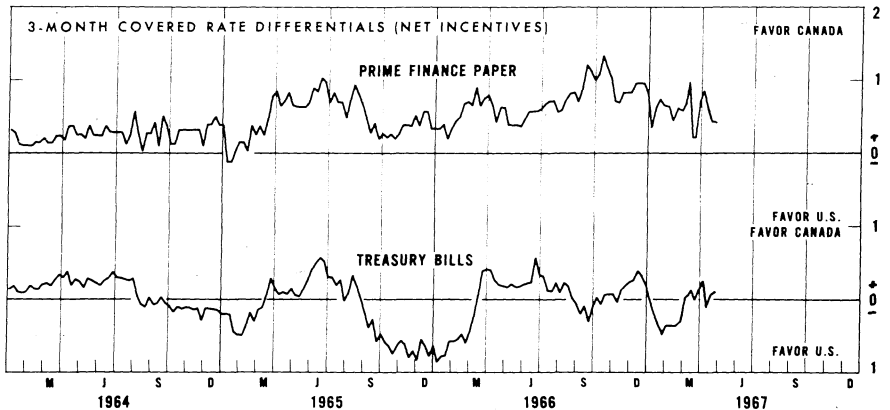
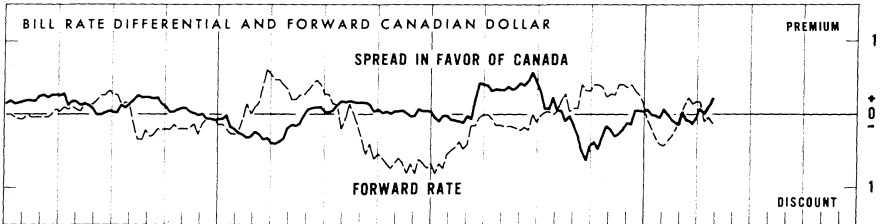
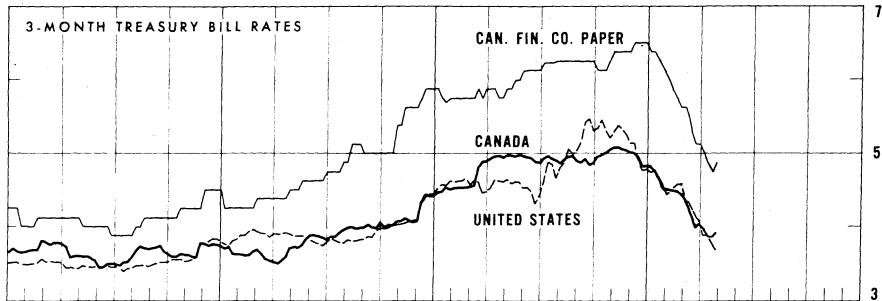


Chart 5

INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

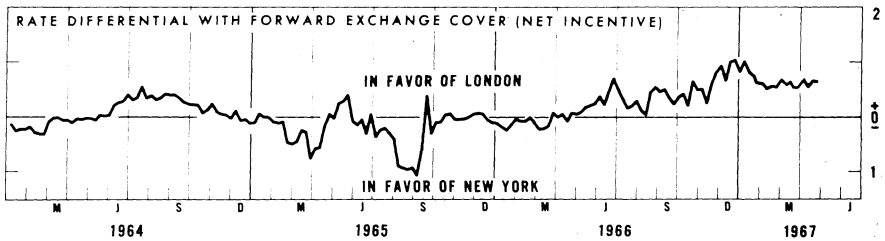
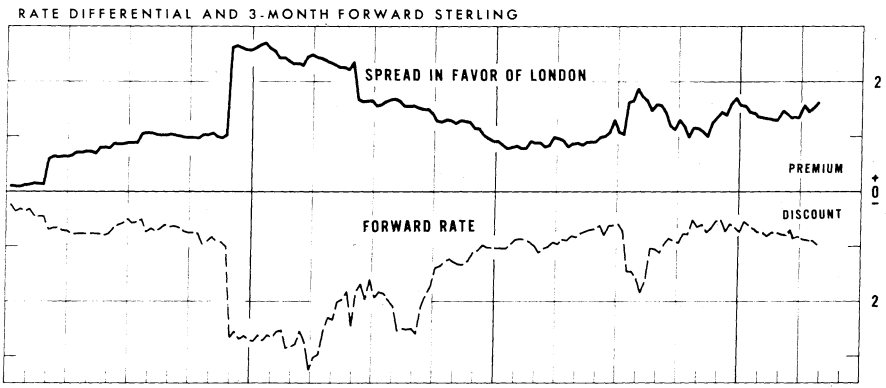
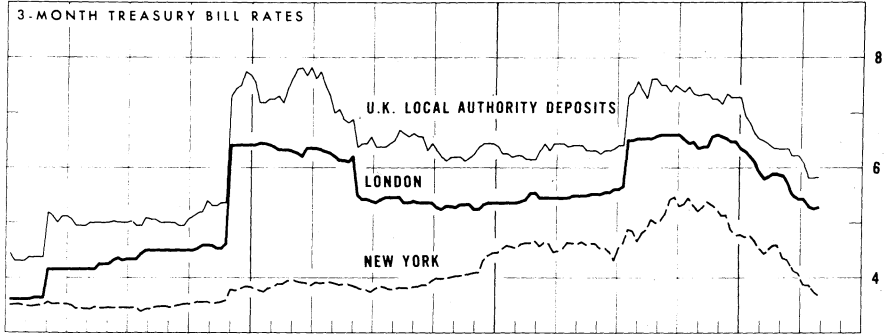
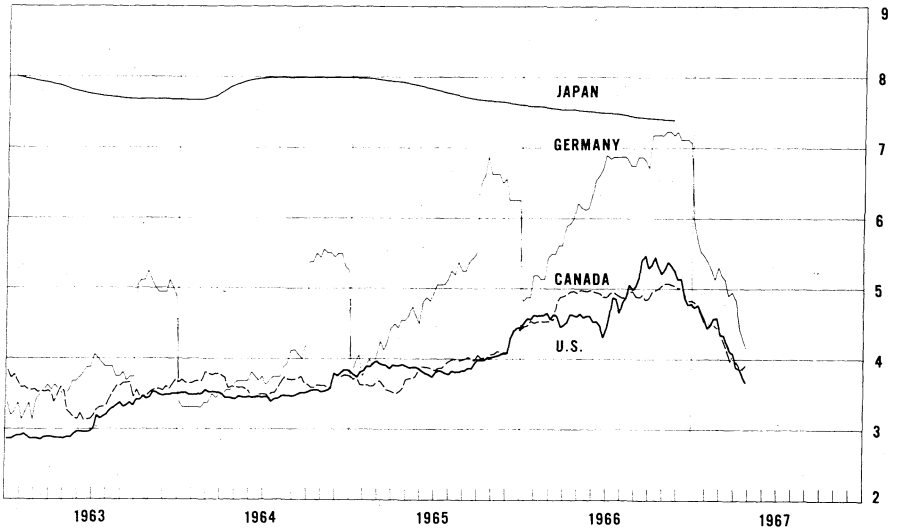
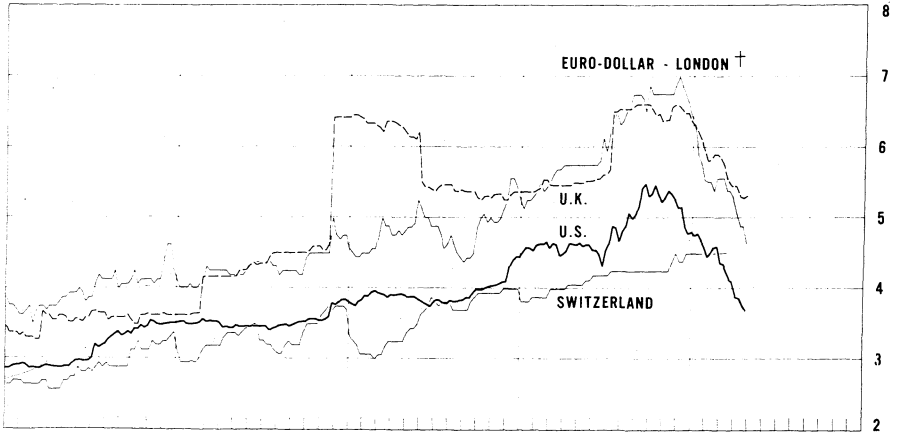


Chart 6

SHORT-TERM INTEREST RATES*

Per cent per annum



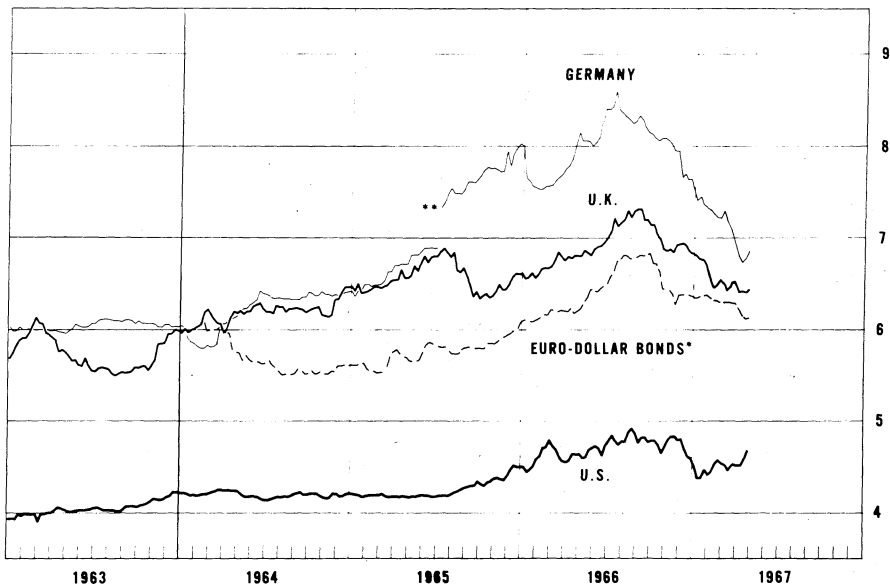
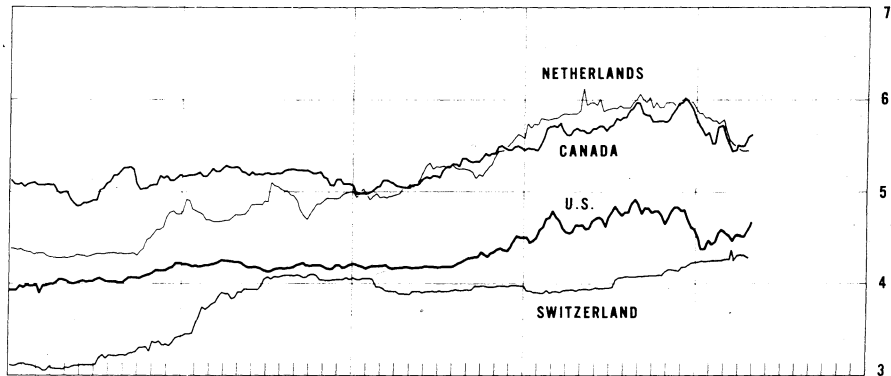
* 3-month treasury bill rates for all countries except Japan (Average rate on bank loans and discounts), Switzerland (3-month deposit rate), and Germany (Interbank Loan Rate).

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

LONG-TERM BOND YIELDS

Weekly figures

Per cent per annum



- Average of yields for four foreign government dollar bonds quoted in London
- ** New series for Germany starts 7.9.65

Chart 8

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

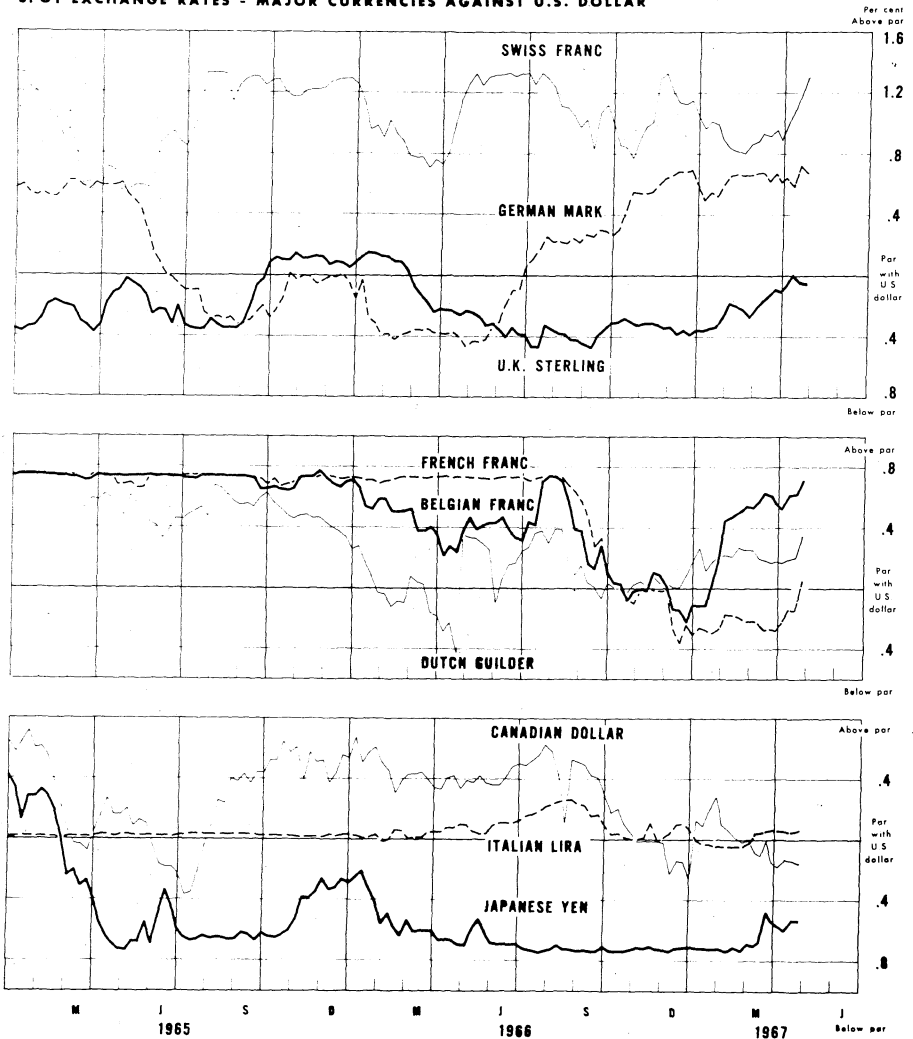
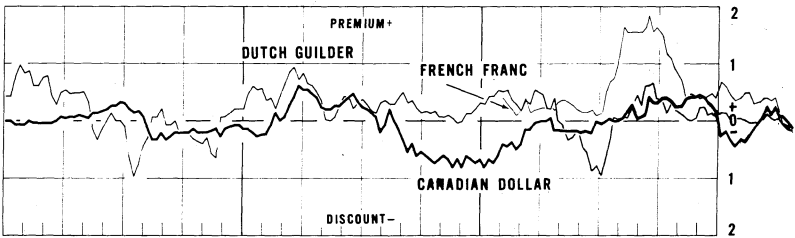
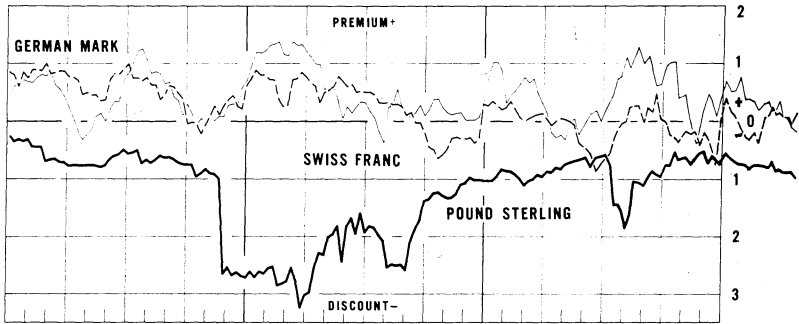


Chart 9

3-MONTH FORWARD EXCHANGE RATES

AGAINST U.S. DOLLARS—NEW YORK

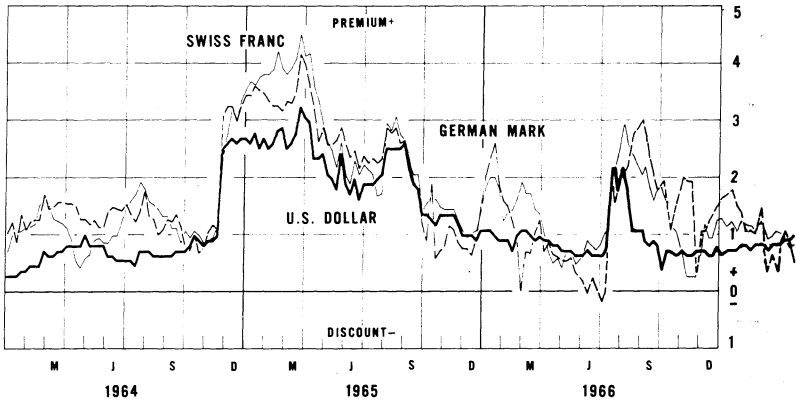
Friday figures



AGAINST POUND STERLING—LONDON

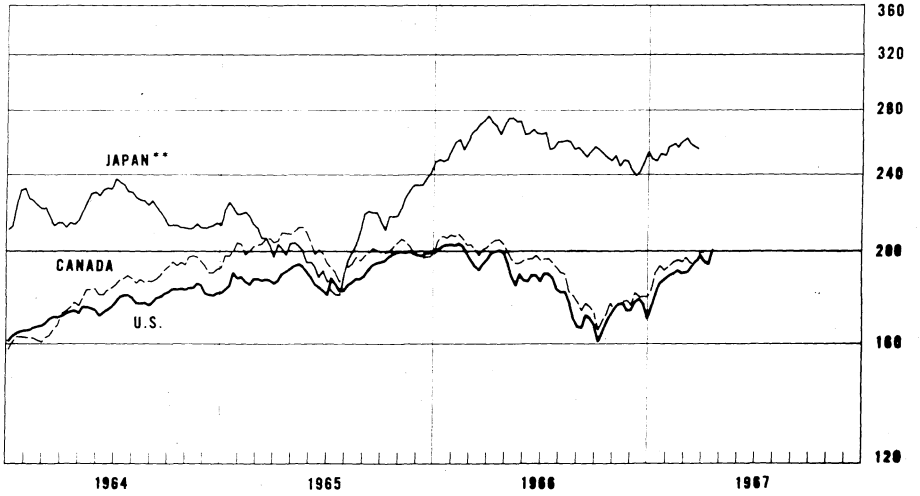
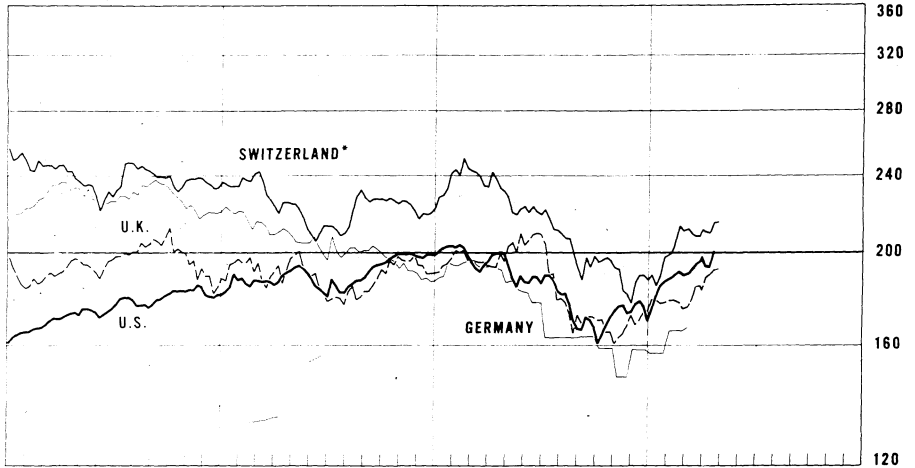
Friday figures

Per cent per annum



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

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

May 3, 1967

Chart 1
Upper Panel (Wednesday, April 26)

Euro-\$ deposit	<u>4.68</u>
U.S. certif. of deposit	<u>4.35</u>
Lower Panel (Friday, <u>April 28</u>)	
Finance co. paper: U.S.	<u>4.38</u>
Canada	<u>4.80</u>
Hire-purchase paper, U.K.	<u>4.82</u>

Chart 2
(Friday, April 28)

Euro-\$ deposits:		
Call	<u>4.32</u>	90-day <u>4.62</u>
30-day	<u>4.69</u>	180-day <u>4.75</u>
Hire-purchase paper (April 21)	<u>4.90</u>	
Local-authority deposit (April 21)	<u>4.84</u>	

Chart 3
Upper Panel (Period: April 24-30)

Interbank loan (mid-point)	<u>4.17</u>
Euro-\$ deposit (average)	<u>4.68</u>
Lower Panel (Date: <u>March 15</u>)	
Zurich 3-month deposit	<u>4.50</u>

Price of gold 35,184
(Friday, April 21)

Chart 4
(Friday, April 28)

Treasury bills: Canada	<u>3.91</u>
U.S.	<u>3.68</u>
Spread favor Canada	<u>+0.23</u>
Forward Canadian \$	<u>-0.13</u>
Net incentive (Canada +)	<u>+0.10</u>
Canadian finance paper	<u>4.88</u>

Chart 5
(Friday, April 28)

Treasury bills: U.K.	<u>5.30</u>
U.S.	<u>3.68</u>
Spread favor U.K.	<u>+1.62</u>
Forward pound	<u>-0.99</u>
Net incentive (U.K. +)	<u>+0.63</u>

Chart 6
(Friday, April 28)

Treasury bills: U.S.	<u>3.68</u>
U.K.	<u>5.30</u>
Canada	<u>3.91</u>
Interbank loan rate (German) (April 24-31)	<u>4.17</u>
Euro-\$ deposit (London)	<u>4.62</u>
Zurich 3-month deposit (Date: <u>March 15</u>)	<u>4.50</u>
Japan composit rate (Date: <u>January 31</u>)	<u>7.35</u>

Chart 7

U.S. Gov't. (Wed., <u>April 26</u>)	<u>4.68</u>
U.K. War Loan (Thurs., <u>Apr. 27</u>)	<u>6.44</u>
German Fed. (Fri., <u>April 28</u>)	<u>6.86</u>
Swiss Confed. (Fri., <u>April 21</u>)	<u>4.29</u>
Canadian Gov't. (Wed., <u>April 26</u>)	<u>5.63</u>
Netherlands Gov't. perpetual 3% (Friday, <u>April 21</u>)	<u>5.46</u>
Euro-\$ bonds (Fri., <u>April 28</u>)	<u>6.13</u>

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