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)
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
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
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

FAVOR EURO-DOLLAR

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

DEPOSIT RATE IN TERMS OF SWISS FRANCS

DIFFERENTIAL

FAVOR ZURICH

FAVOR EURO-DOLLAR

PRICE OF GOLD IN LONDON

U.S. dollar equivalent per fine ounce

1965  1966  1967

35.3  35.0
INTEREST ARBITRAGE, UNITED STATES/CANADA

3-MONTH TREASURY BILL RATES

CAN. FIN. CO. PAPER

CANADA

UNITED STATES

BILL RATE DIFFERENTIAL AND FORWARD CANADIAN DOLLAR

SPREAD IN FAVOR OF CANADA

FORWARD RATE

3-MONTH COVERED RATE DIFFERENTIALS (NET INCENTIVES)

PRIME FINANCE PAPER

TREASURY BILLS

FAVOR CANADA

FAVOR U.S.

FAVOR CANADA

FAVOR U.S.

1964 1965 1966 1967
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

PREMIUM
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.
U.S.
SWITZERLAND

JAPAN
GERMANY
CANADA
U.S.

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

NETHERLANDS
CANADA
U.S.
SWITZERLAND


Average of yields for four foreign government dollar bonds quoted in London
New series for Germany starts 7-9-65
INDUSTRIAL STOCK INDICES

1964 1965 1966 1967

SWITZERLAND

U.K.

U.S.

GERMANY

JAPAN

CANADA

U.S.

120 160 200 240 280 320 360

1958/100

Ratio scale

Swiss Bank Corporation industrial stock index

Japan index of 225 industrial and other stocks traded on the Tokyo exchange
## Latest Figures Plotted in H.13 Chart Series, 1967

(All figures per cent per annum)

### Upper Panel (Wednesday, May 10)

- **Euro-$ deposit**: 4.88
- **U.S. certif. of deposit**: 4.47

### Lower Panel (Friday, May 12)

- **Finance co. paper: U.S.**
  - **Canada**: 4.38
- **Hire-purchase paper, U.K.**: 4.91

### Chart 2 (Friday, May 12)

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<table>
<thead>
<tr>
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<tbody>
<tr>
<td><strong>Euro-$ deposits:</strong></td>
<td></td>
<td></td>
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<tr>
<td>Call</td>
<td>4.75</td>
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<tr>
<td>30-day</td>
<td>5.00</td>
<td>90-day</td>
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<tr>
<td>180-day</td>
<td>5.06</td>
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</tr>
<tr>
<td><strong>Hire-purchase paper</strong></td>
<td>4.94</td>
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<td>(May 5)</td>
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<tr>
<td><strong>Local-authority deposit</strong></td>
<td>4.94</td>
<td></td>
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<tr>
<td>(May 5)</td>
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</tbody>
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### Chart 3 (Period: May 1-7)

- **Interbank loan (mid-point)**: 3.97
- **Euro-$ deposit (average)**: 4.78

### Chart 4 (Friday, May 12)

- **Treasury bills: Canada**: 4.02
- **U.S.**: 3.63
- **Spread favor Canada**: +0.39
- **Forward Canadian $**: -0.17
- **Net incentive (Canada +)**: +0.22
- **Canadian finance paper**: 4.88

### Chart 5 (Friday, May 12)

- **Treasury bills: U.K.**
  - **U.S.**: 5.09
  - **Spread favor U.K.**: +1.46
  - **Forward pound**: -0.78
  - **Net incentive (U.K. +)**: +0.78

### Chart 6 (Friday, May 12)

- **Treasury bills: U.S.**
  - **U.K.**: 3.63
  - **Canada**: 4.02
- **Interbank loan rate (German)** (May 1-7): 3.97
- **Euro-$ deposit (London)**: 4.92
- **Zurich 3-month deposit** (Date: April 15): 4.25
- **Japan composit rate** (Date: January 31): 7.35

### Chart 7

- **U.S. Gov't. (Wed., May 10)**: 4.85
- **U.K. War Loan (Thurs., May 11)**: 6.58
- **German Fed. (Fri., May 5)**: 6.87
- **Swiss Confed. (Fri., April 21)**: 4.29
- **Canadian Gov't. (Wed., May 10)**: 5.79
- **Netherlands Gov't. perpetual 3%** (Friday, May 5): 5.46
- **Euro-$ bonds (Fri., May 12)**: 6.26

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