

H-13

No. 300

May 24, 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

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- Chart 2 - London: Yields for U.S. Dollar Investors on 3-month Funds
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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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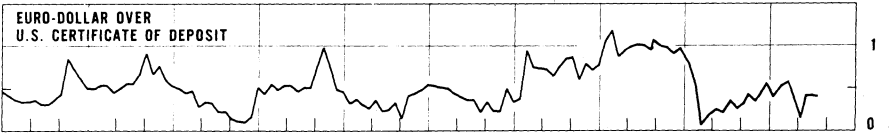
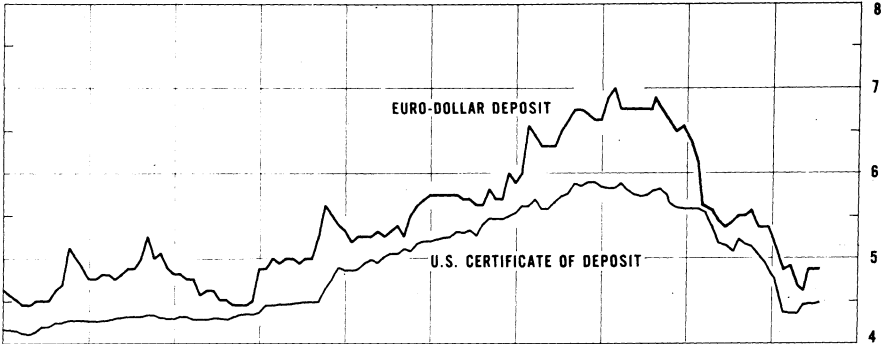
Chart 1

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

2

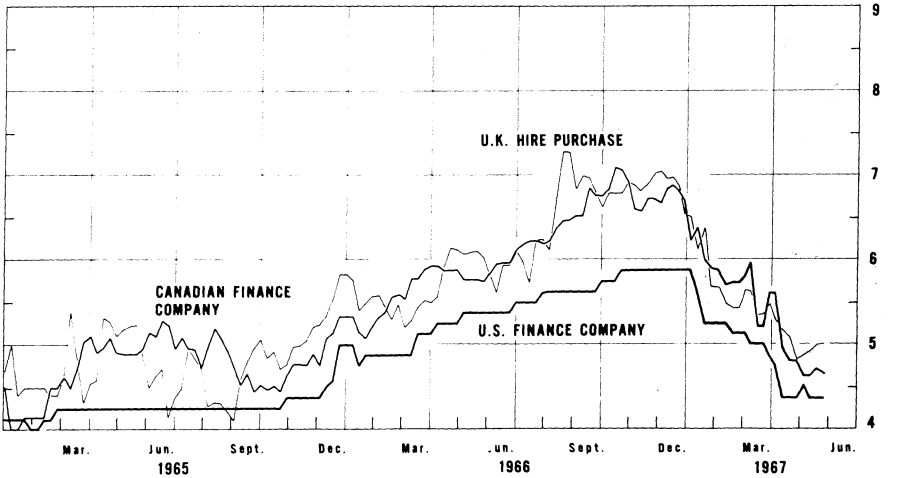
Wednesday figures

Per cent per annum



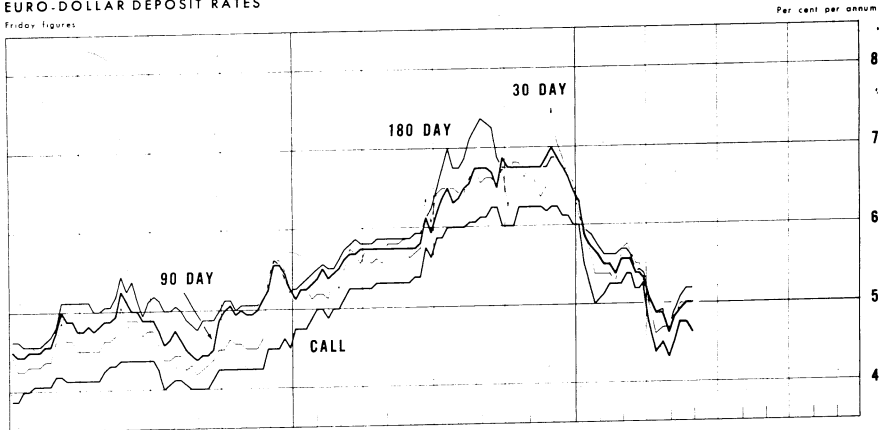
FINANCE CO. PAPER RATES (covered): QUOTED IN NEW YORK

Friday figures



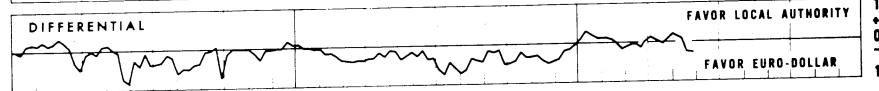
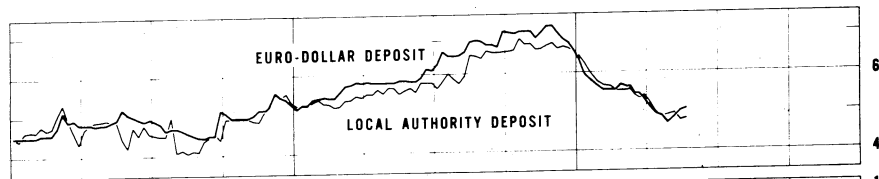
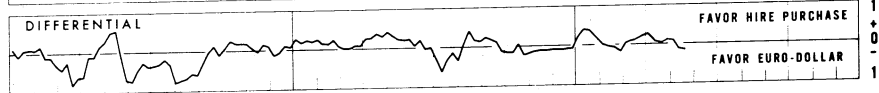
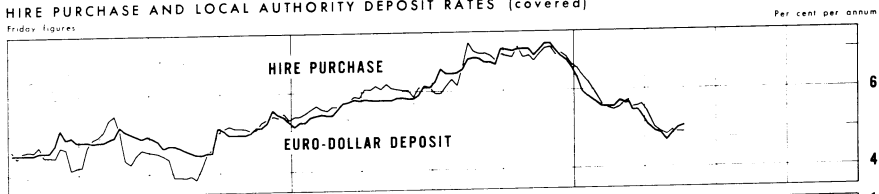
**LONDON: YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS
EURO-DOLLAR DEPOSIT RATES**

Friday figures



HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)

Friday figures



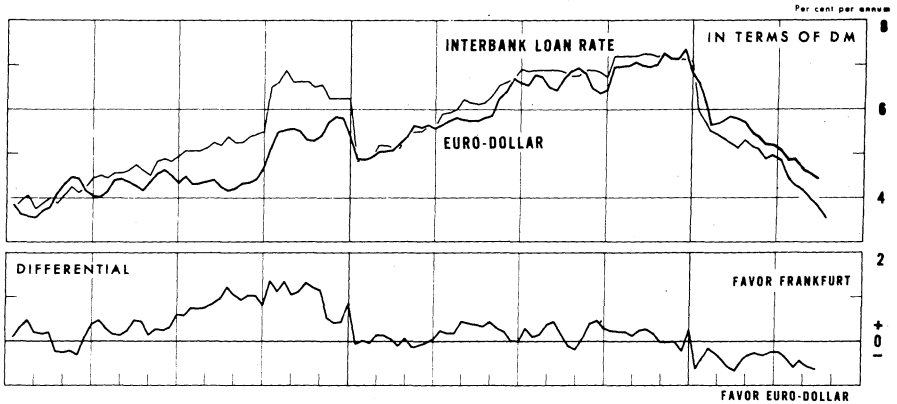
1965

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)

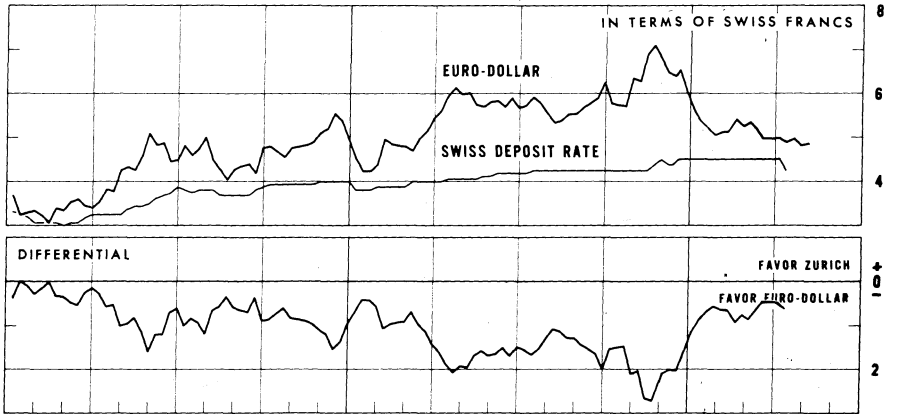
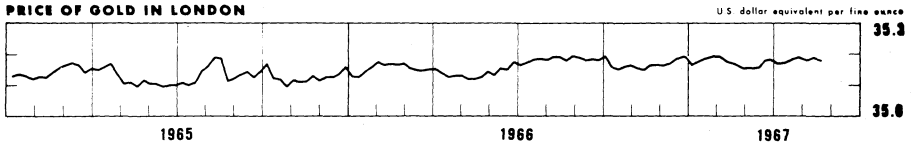
**II PRICE OF GOLD IN LONDON**

Chart 4

INTEREST ARBITRAGE, UNITED STATES/CANADA

Friday figures

Per cent per annum

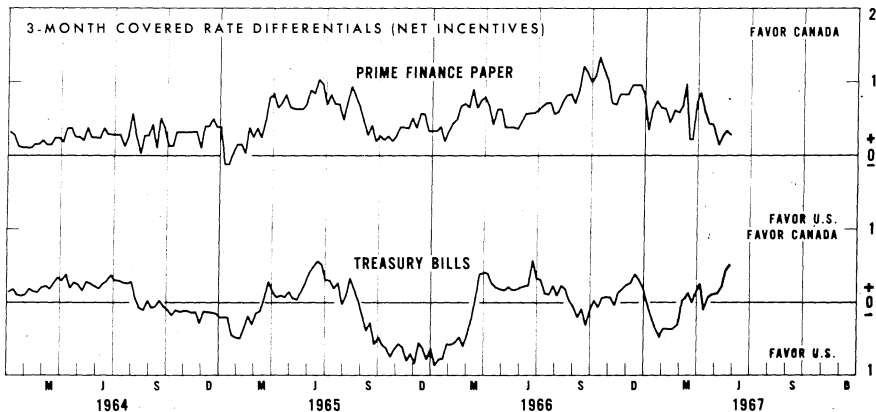
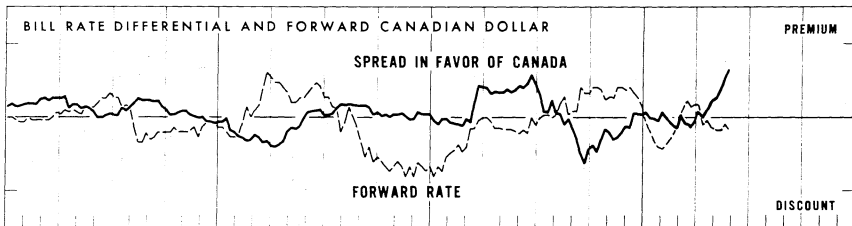
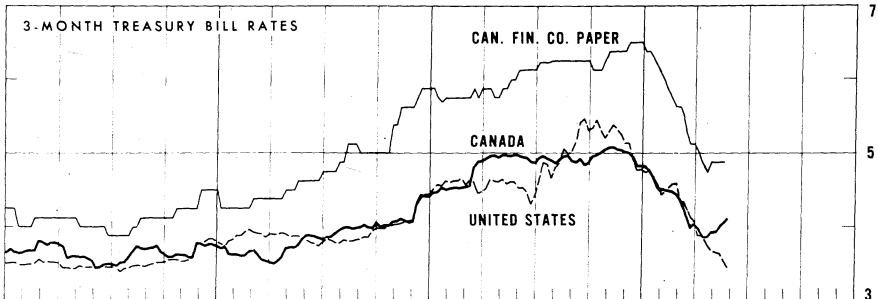


Chart 5
INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

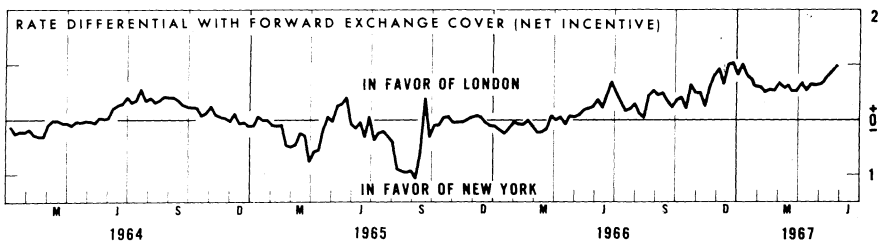
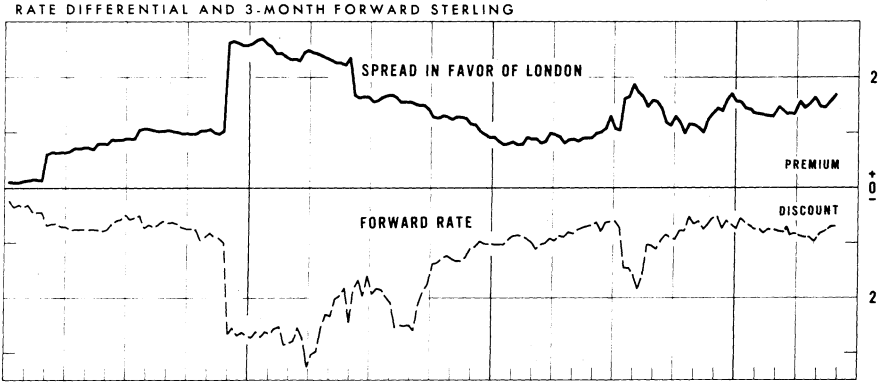
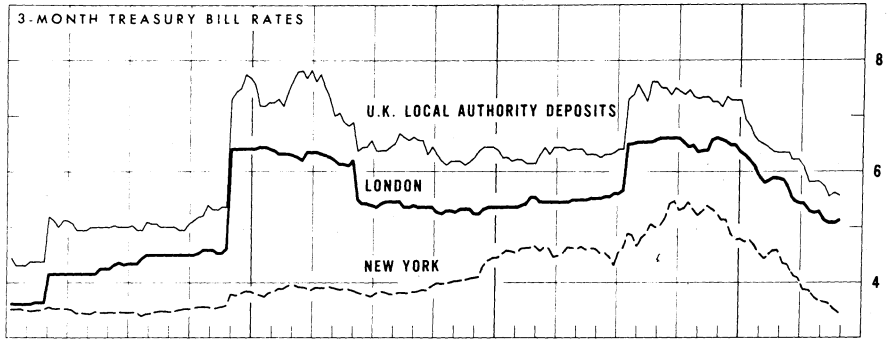
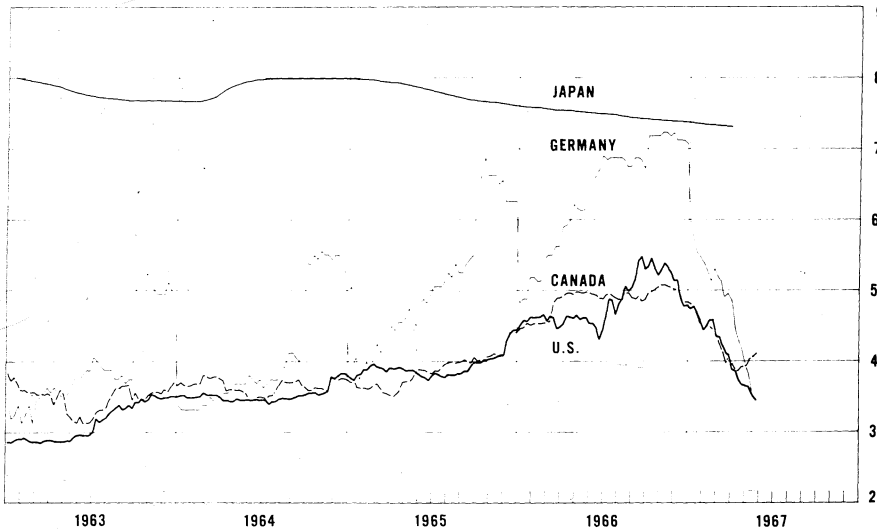
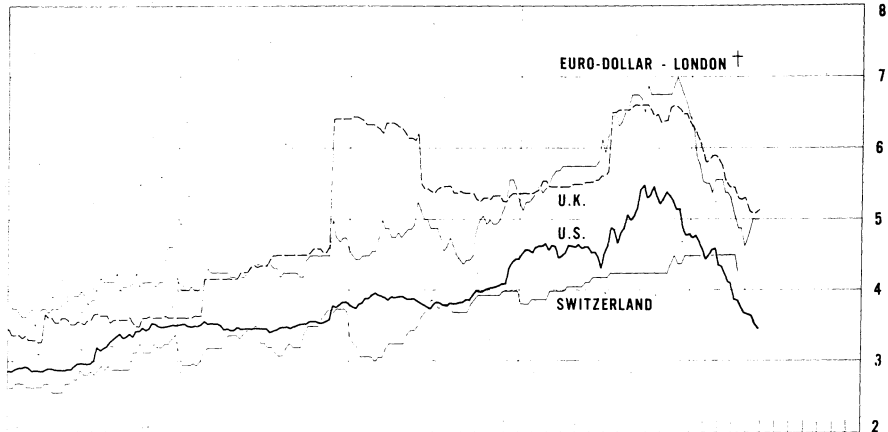


Chart 6

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)

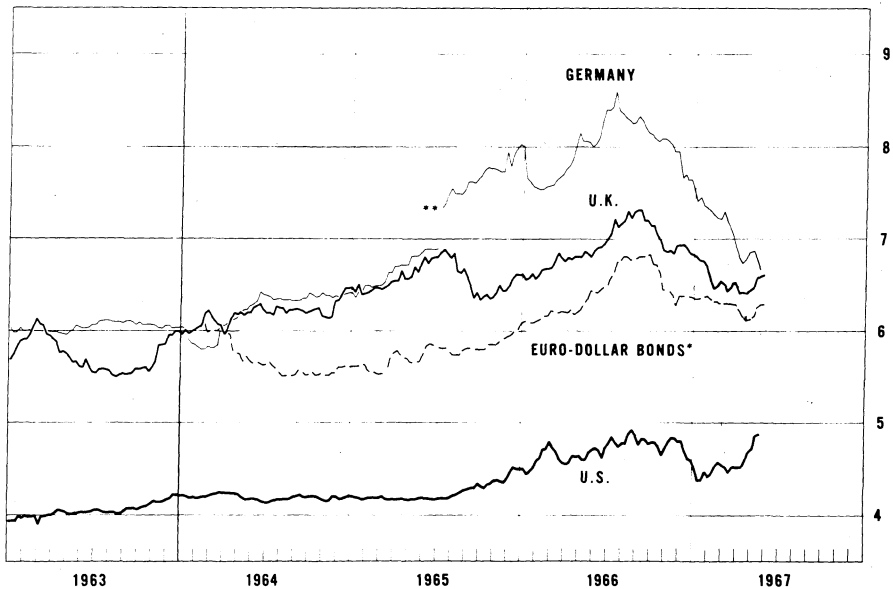
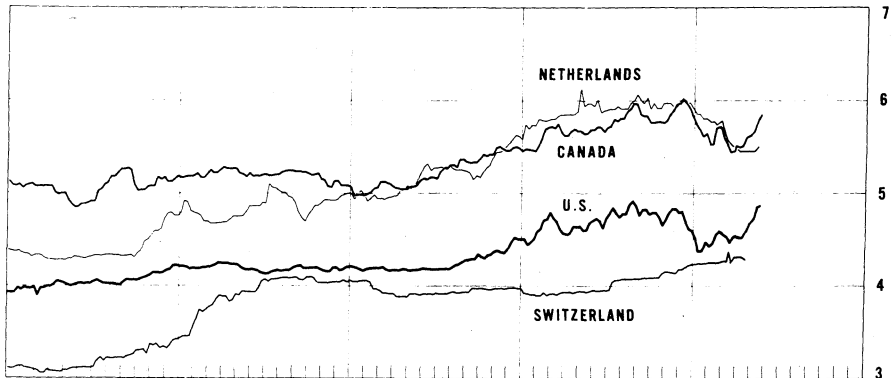
† 3 month rate for U.S. dollar deposits in London

Chart 7

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 E

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

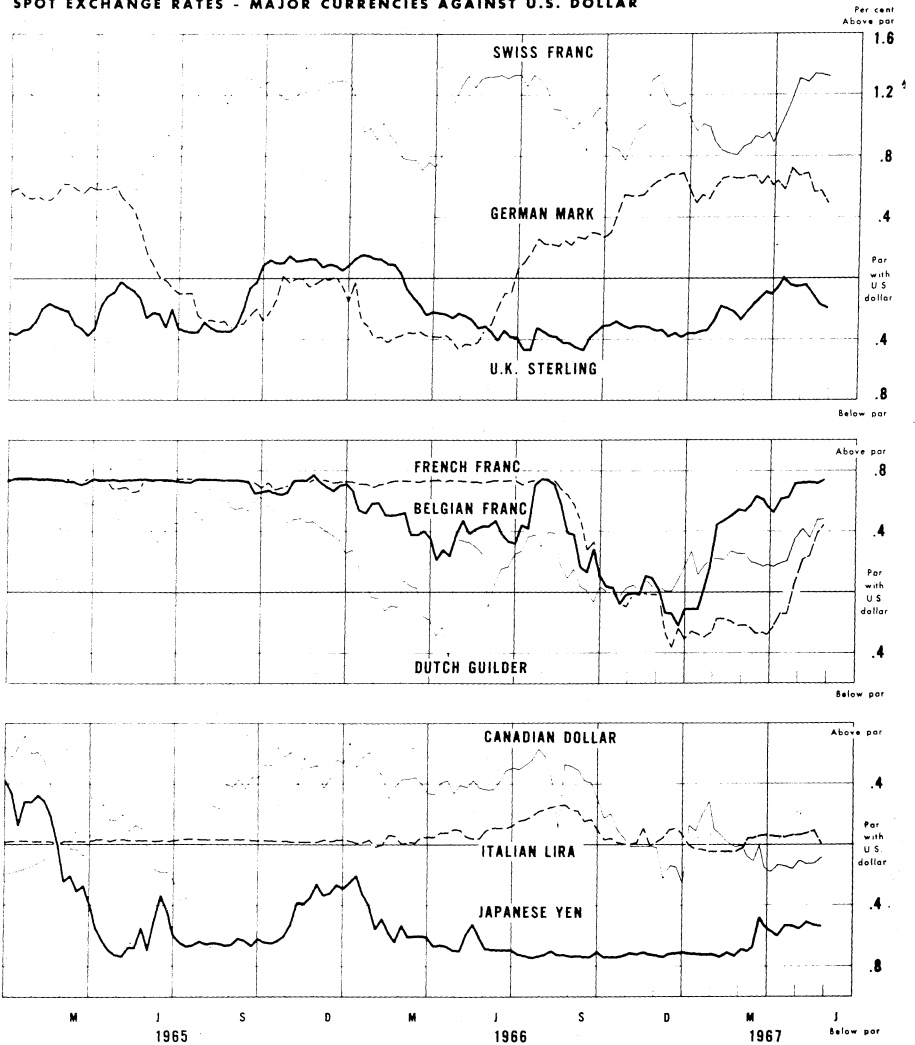
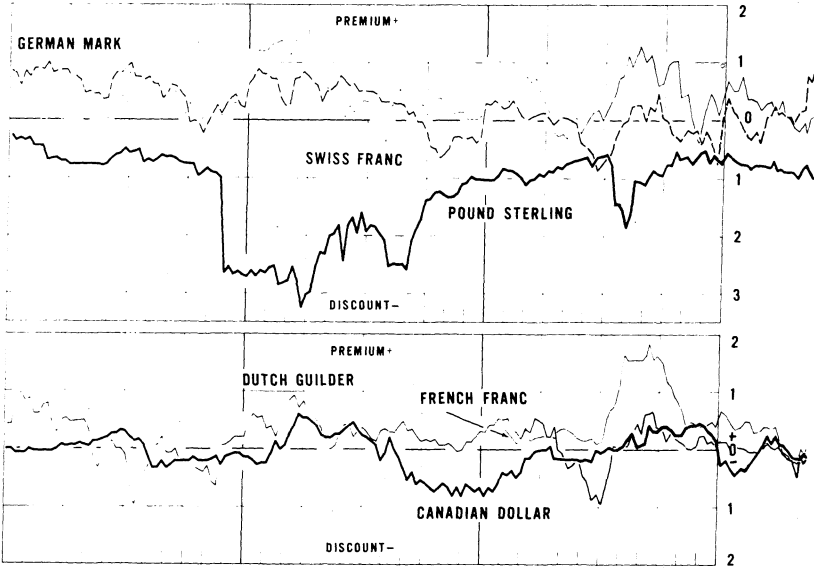


Chart 5

**3-MONTH FORWARD EXCHANGE RATES
AGAINST U.S. DOLLARS—NEW YORK**

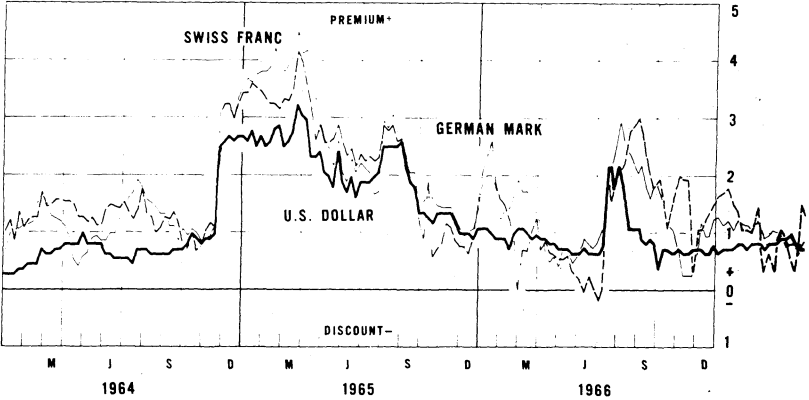
Friday figures



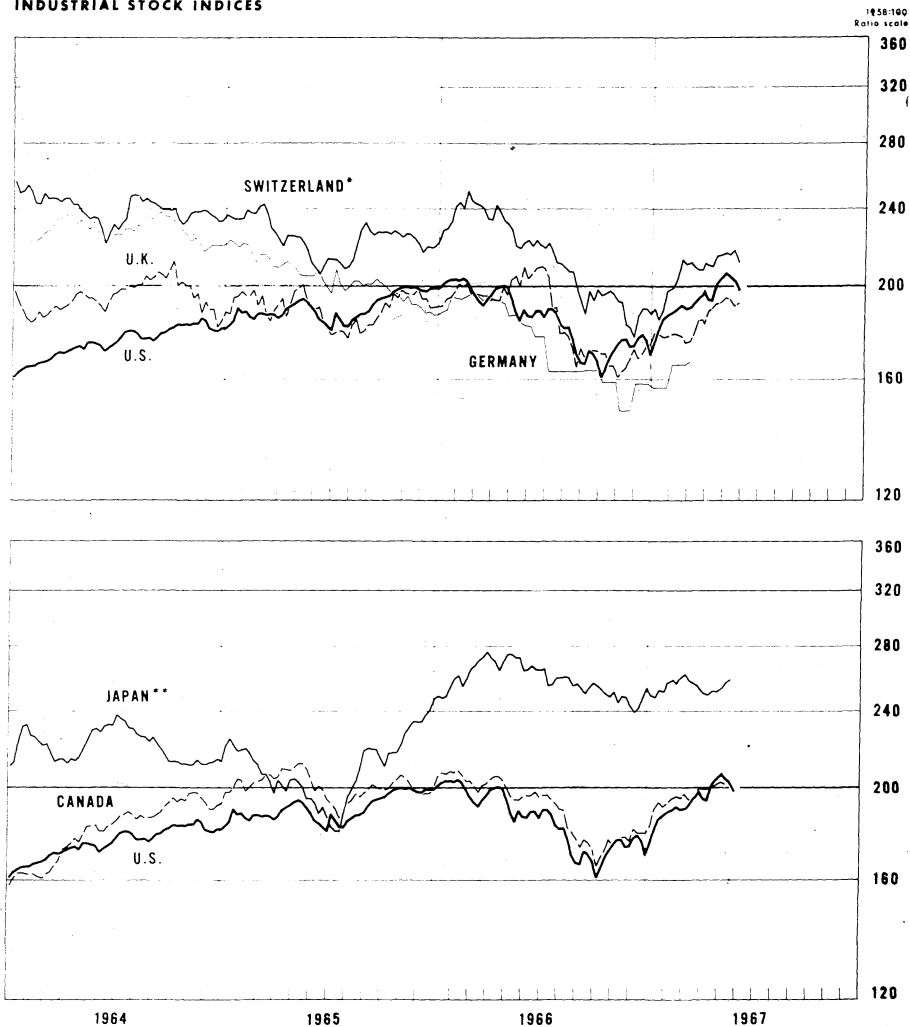
AGAINST POUND STERLING—LONDON

Friday figures

Per cent per annum



INDUSTRIAL STOCK INDICES



* Swiss Bank Corporation industrial stock index
** Japan index of 225 industrial and other stocks traded on the Tokyo exchange

Chart 1

Upper Panel (Wednesday, May 17)

Euro-\$ deposit	<u>4.88</u>
U.S. certif. of deposit	<u>4.48</u>

Lower Panel (Friday, May 19)

Finance co. paper: U.S.	<u>4.38</u>
Canada	<u>4.72</u>
Hire-purchase paper, U.K.	<u>4.99</u>

Chart 2

(Friday, May 19)

Euro-\$ deposits:

Call	<u>4.75</u>	90-day	<u>5.00</u>
30-day	<u>5.00</u>	180-day	<u>5.18</u>

Hire-purchase paper
(May 5) 4.94

Local-authority deposit
(May 5) 4.94

Chart 3

Upper Panel (Period: May 8 - 15)

Interbank loan (mid-point) 3.80

Euro-\$ deposit (average) 4.42

Lower Panel (Date: April 15)

Zurich 3-month deposit 4.25

Price of gold 35.179

(Friday, May 5)

Chart 4

(Friday, May 19)

Treasury bills: Canada 4.06

U.S. 3.52

Spread favor Canada +0.54

Forward Canadian \$ -0.09

Net incentive (Canada +) +0.45

Canadian finance paper 4.88

Chart 5

(Friday, May 19)

Treasury bills: U.K. 5.09

U.S. 3.52

Spread favor U.K. +1.57

Forward pound -0.70

Net incentive (U.K. +) +0.87

Chart 6

(Friday, May 19)

Treasury bills: U.S. 3.52

U.K. 5.09

Canada 4.06

Interbank loan rate (German) 3.80

(May 8-15)

Euro-\$ deposit (London) 5.00

Zurich 3-month deposit

(Date: April 15) 4.25

*Japan composite rate

(Date: March 31) 7.32

Chart 7

U.S. Gov't. (Wed., May 17) 4.87

U.K. War Loan (Thurs., May 18) 6.60

German Fed. (Fri., May 12) 6.76

Swiss Confed. (Fri., April 21) 4.29

Canadian Gov't. (Wed., May 17) 5.84

Netherlands Gov't. perpetual 3%

(Friday, May 12) 5.50

Euro-\$ bonds (Fri., May 19) 6.29

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

* Japan Composite Rate

Jan. 31 7.35

Feb. 28 7.34

Mar. 31 7.32