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

Wednesday figures

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
Friday figures

U.K. HIRE PURCHASE

CANADIAN FINANCE COMPANY

U.S. FINANCE COMPANY

1965  1966  1967

Per cent per annum
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

DIFFERENTIAL
I INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON

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

INTERBANK LOAN RATE
EURO-DOLLAR

Differential
FAVOR FRANKFURT
FAVOR EURO-DOLLAR

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

EURO-DOLLAR
SWISS DEPOSIT RATE

Differential
FAVOR ZURICH
FAVOR EURO-DOLLAR

II 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

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

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
PREMIUM
FORWARD RATE
DISCOUNT

RATE DIFFERENTIAL WITH FORWARD EXCHANGE COVER (NET INCENTIVE)

IN FAVOR OF LONDON
IN FAVOR OF NEW YORK

http://fraser.stlouisfed.org/
**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 US dollar deposits in London.*
Chart 7
LONG-TERM BOND YIELDS
Weekly figures

Per cent per annum

NETHERLANDS

CANADA

U.S.

SWITZERLAND

GERMANY

U.K.

EURO-DOLLAR BONDS*

U.S.


* Average of yields for four foreign government dollar bonds quoted in London
** New series for Germany starts 7 9 63
*** New series for Switzerland starts 3 3 67

Digitized for FRASER
http://fraser.stlouisfed.org/
Federal Reserve Bank of St. Louis
II. Latest Figures Plotted in H.13 Chart Series, 1967
(all figures per cent per annum)

**Chart 1** (Wednesday, May 31)

<table>
<thead>
<tr>
<th>Description</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Euro-$ deposit</td>
<td>5.06</td>
</tr>
<tr>
<td>U.S. certif. of deposit</td>
<td>4.48</td>
</tr>
</tbody>
</table>

**Chart 5** (Friday, June 2)

<table>
<thead>
<tr>
<th>Description</th>
<th>U.K.</th>
<th>U.S.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Treasury bills:</td>
<td>5.12</td>
<td>3.37</td>
</tr>
<tr>
<td>Spread favor U.K.</td>
<td>+1.75</td>
<td></td>
</tr>
<tr>
<td>Forward pound</td>
<td>-0.70</td>
<td></td>
</tr>
<tr>
<td>Net incentive (U.K. +)</td>
<td>+1.05</td>
<td></td>
</tr>
</tbody>
</table>

**Chart 2** (Friday, June 2)

<table>
<thead>
<tr>
<th>Description</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Euro-$ deposits: Call</td>
<td>4.81</td>
</tr>
<tr>
<td>30-day</td>
<td>5.00</td>
</tr>
<tr>
<td>90-day</td>
<td>5.31</td>
</tr>
<tr>
<td>180-day</td>
<td>5.38</td>
</tr>
<tr>
<td>Hire-purchase paper (May 26)</td>
<td>4.99</td>
</tr>
</tbody>
</table>

**Chart 3** (Period: May 24-31)

<table>
<thead>
<tr>
<th>Description</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interbank loan (mid-point)</td>
<td>3.56</td>
</tr>
<tr>
<td>Euro-$ deposit (average)</td>
<td>4.14</td>
</tr>
</tbody>
</table>

**Chart 6** (Friday, June 2)

<table>
<thead>
<tr>
<th>Description</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Euro-$ deposit (London)</td>
<td>5.31</td>
</tr>
<tr>
<td>Zurich 3-month deposit (Date: May 15)</td>
<td>4.25</td>
</tr>
<tr>
<td>Japan composite rate (Date: March 31)</td>
<td>7.32</td>
</tr>
</tbody>
</table>

**Chart 7**

<table>
<thead>
<tr>
<th>Description</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Gov't. (Wed., May 31)</td>
<td>4.78</td>
</tr>
<tr>
<td>U.K. War Loan (Thurs., June 1)</td>
<td>6.62</td>
</tr>
<tr>
<td>German Fed. (Fri., May 19)</td>
<td>6.68</td>
</tr>
<tr>
<td>Swiss Confeder. (Fri., May 26)</td>
<td>4.70</td>
</tr>
<tr>
<td>Canadian Gov't. (Wed., May 31)</td>
<td>5.73</td>
</tr>
<tr>
<td>Netherlands Gov't. perpetual 3% (Friday, May 26)</td>
<td>5.47</td>
</tr>
<tr>
<td>Euro-$ bonds (Fri., June 2)</td>
<td>6.36</td>
</tr>
</tbody>
</table>

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

*New series*

<table>
<thead>
<tr>
<th>Date</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 5</td>
<td>4.72</td>
</tr>
<tr>
<td>12</td>
<td>4.72</td>
</tr>
<tr>
<td>19</td>
<td>4.70</td>
</tr>
</tbody>
</table>