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

1965 1966 1967

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Federal Reserve Bank of St. Louis
LONDON: YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS
EURO-DOLLAR DEPOSIT RATES

HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)

DIFFERENTIAL

1965 1966 1967
INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON

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

INTERBANK LOAN RATE

EURO-DOLLAR

FAVOR FRANKFURT

FAVOR EURO-DOLLAR

DIFFERENTIAL

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

EURO-DOLLAR

SWISS DEPOSIT RATE

FAVOR ZURICH

FAVOR EURO-DOLLAR

DIFFERENTIAL

PRICE OF GOLD IN LONDON

U.S. dollar equivalent per fine ounce

1965

1966

1967
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

1964 1965 1966 1967


MONTH COVERED RATE DIFFERENTIALS (NET INCENTIVES)

PRIME FINANCE PAPER

FAVOR CANADA

FAVOR U.S.

FAVOR CANADA

FAVOR U.S.

TREASURY BILLS
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
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

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 7/9/65
*** New series for Switzerland starts 3/3/67
3-MONTH FORWARD EXCHANGE RATES AGAINST U.S. DOLLARS—NEW YORK
Friday figures

- SWISS FRANC
- GERMAN MARK
- POUND STERLING
- DUTCH Guilder
- FRENCH FRANC
- CANADIAN DOLLAR

Per cent per annum

3-MONTH FORWARD EXCHANGE RATES AGAINST POUND STERLING—LONDON
Friday figures

- SWISS FRANC
- GERMAN MARK
- U.S. DOLLAR

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

#### Chart 1
**Upper Panel**  
(Wednesday, July 26)
- Euro-$ deposit: 4.88
- U.S. certif. of deposit: 5.03

**Lower Panel**  
(Friday, July 28)
- Finance co. paper: U.S. Canada 4.72
- Hire-purchase paper, U.K. 4.94

#### Chart 2
(Friday, July 28)
- Euro-$ deposits:
  - Call: 4.25
  - 30-day: 4.94
  - 90-day: 5.00
  - 180-day: 5.62
- Hire-purchase paper (July 21) 5.75
- Local-authority deposit (July 21) 5.59

#### Chart 3
(Upper Panel  
(Period: July 31)
- Interbank loan (mid-point) 3.51
- Euro-$ deposit (average) 4.98

(Lower Panel  
(Date: July 15)
- Zurich 3-month deposit 4.00*
- Price of gold (Friday, July 21) 35.195

#### Chart 4
(Friday, July 28)
- Treasury bills: Canada 4.23
- U.S. 4.10
- Spread favor Canada +.13
- Forward Canadian $ -.71
- Net incentive (Canada +) -.58
- Canadian finance paper 5.38

#### Chart 5
(Friday, July 28)
- Treasury bills: U.K. 5.21
- U.S. 4.10
- Spread favor U.K. +1.11
- Forward pound -.62
- Net incentive (U.K. +) +.49

#### Chart 6
(Friday, July 28)
- Treasury bills: U.S. 4.10
- U.K. 5.21
- Canada 4.23
- Interbank loan rate (German) 3.51
- Euro-$ deposit (London) 5.00
- Zurich 3-month deposit (Date: July 15) 4.00*
- Japan composite rate (Date: May 26) 7.30

#### Chart 7
- U.S. Gov't. (Wed., July 26) 4.91
- U.K. War Loan (Thurs., July 27) 6.91
- German Fed. (Fri., July 28) 6.76
- Swiss Confed. (Fri., July 21) 4.65
- Canadian Gov't. (Wed., July 26) 5.96
- Netherlands Gov't. perpetual 3% (Friday, July 14) 5.71
- Euro-$ bonds (Fri., July 28) 6.33

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

* June 23 4.25
  30 4.25
  July 7 4.25