

H. 13
No. 335

January 31, 1968.

CAPITAL MARKET DEVELOPMENTS ABROAD

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- II. Latest Figures Plotted in H.13 Chart Series, 1968

I. Ten Charts on Financial Markets Abroad

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

NOT FOR PUBLICATION

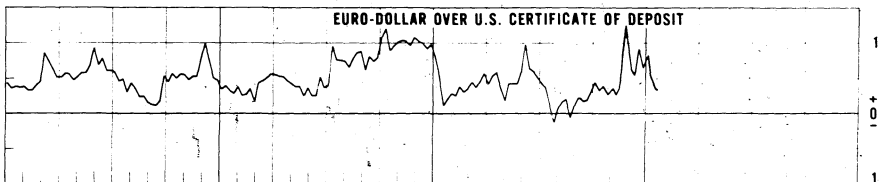
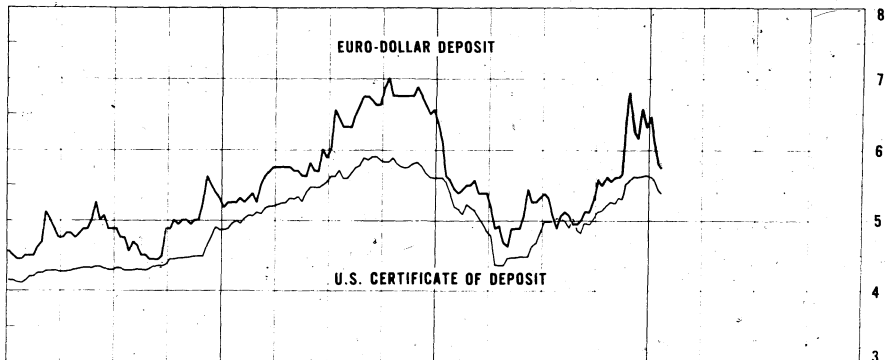
DECONTROLLED AFTER SIX MONTHS

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

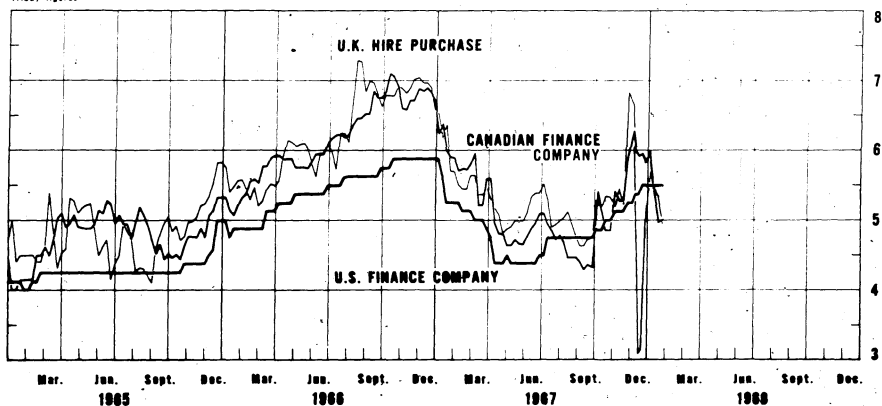


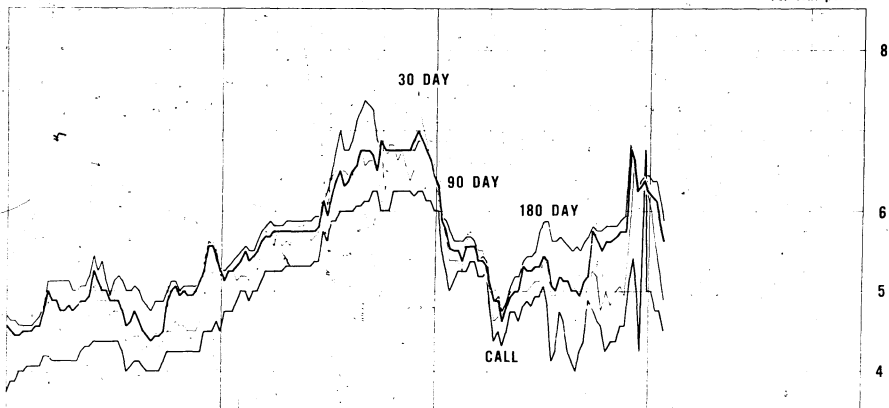
Chart 2

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

EURO-DOLLAR DEPOSIT RATES

Friday figures

Per cent per annum



HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)

Friday figures

Per cent per annum

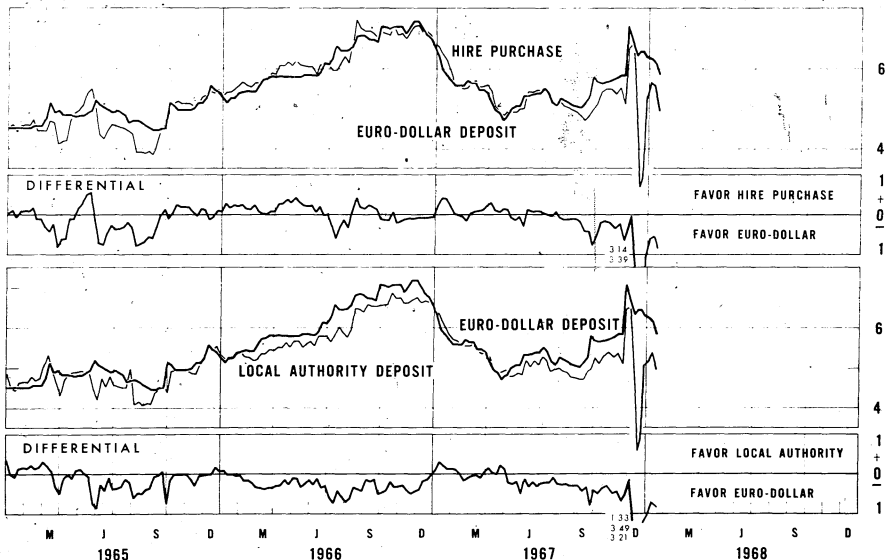
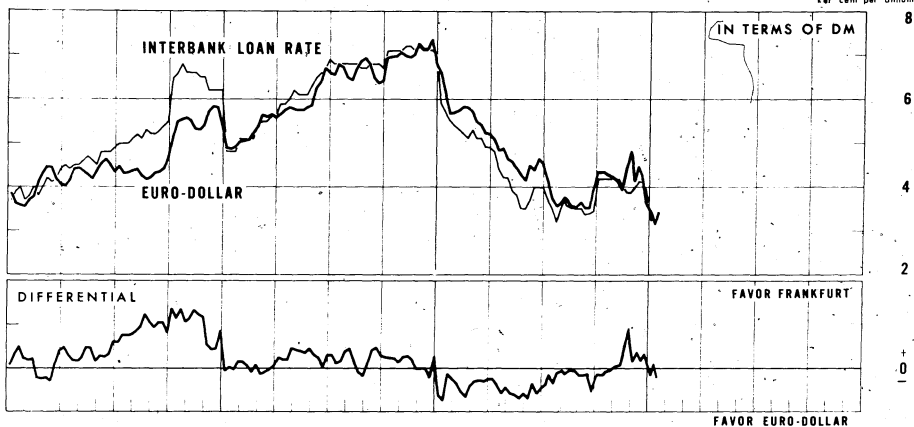


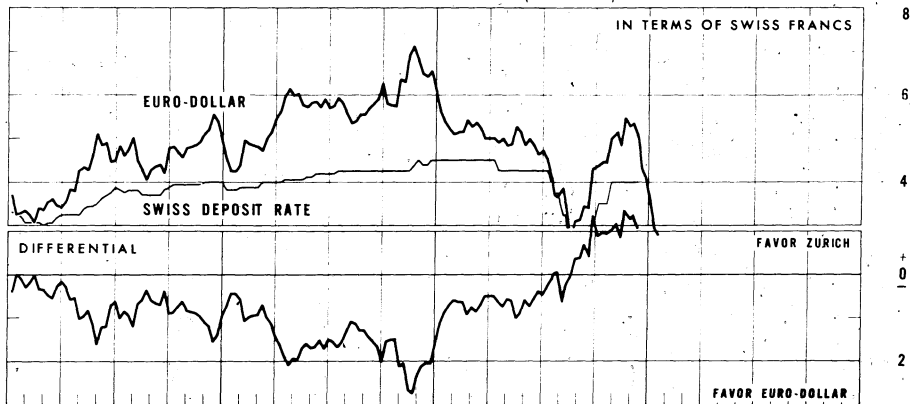
Chart 3

I INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON

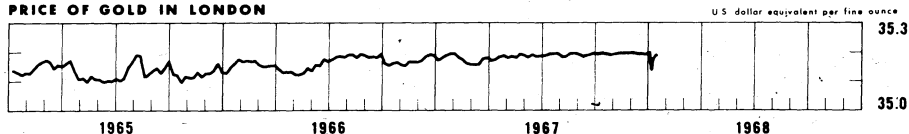
FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE (COVERED)



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



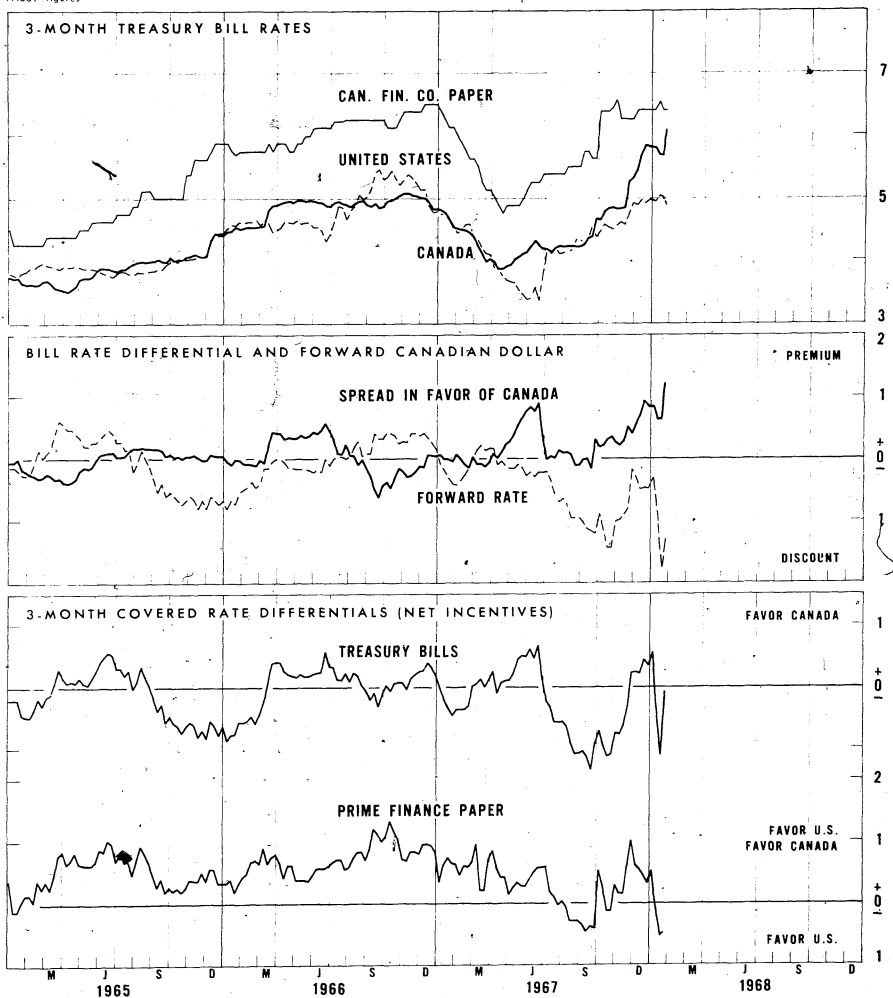
II PRICE OF GOLD IN LONDON



INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures

Per cent per annum



INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

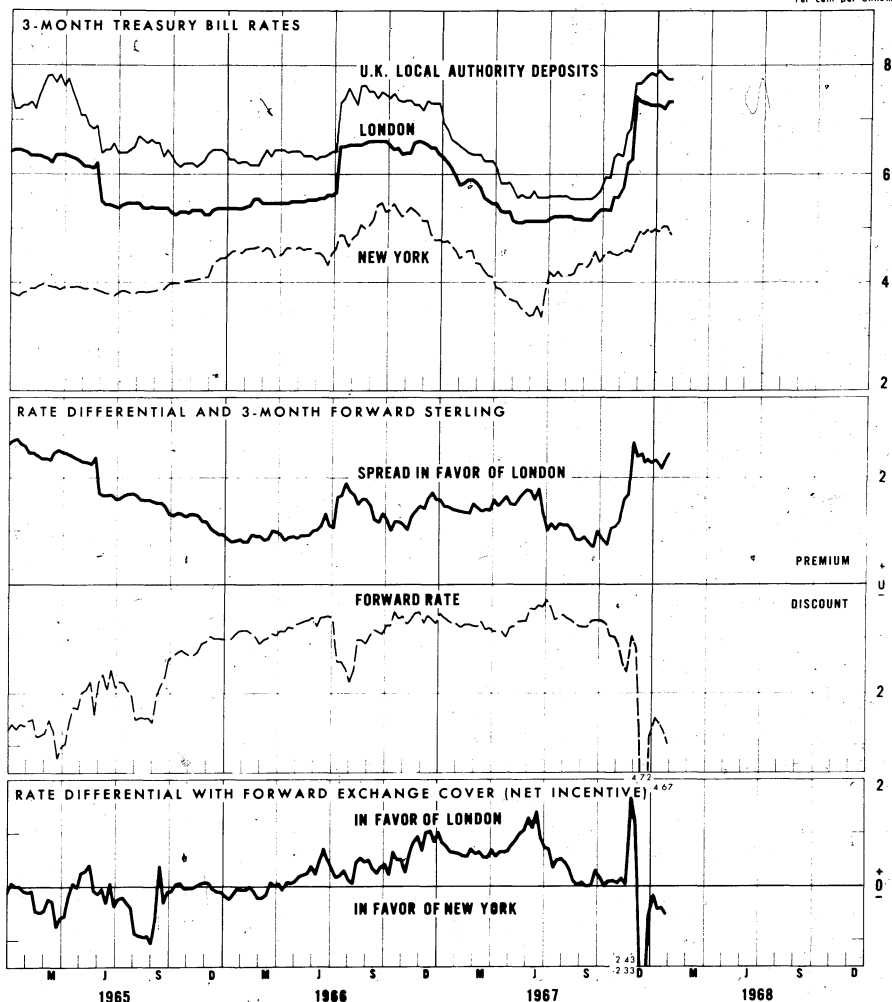
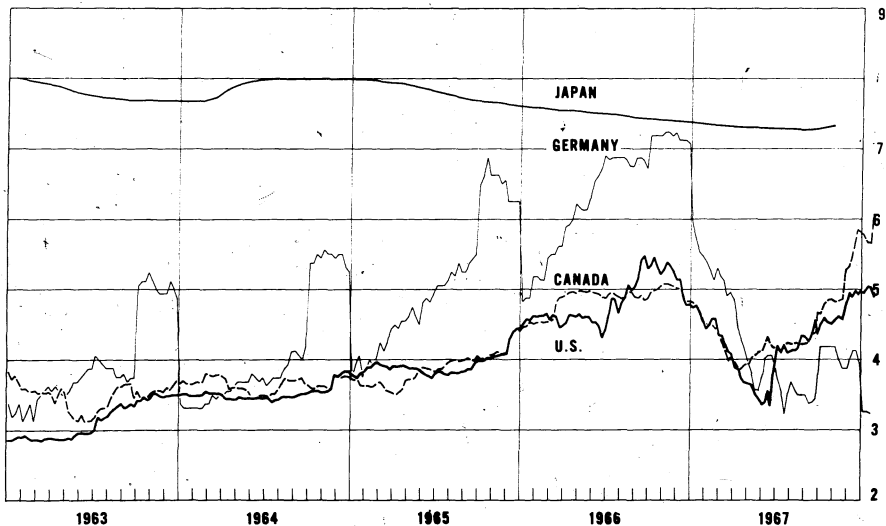
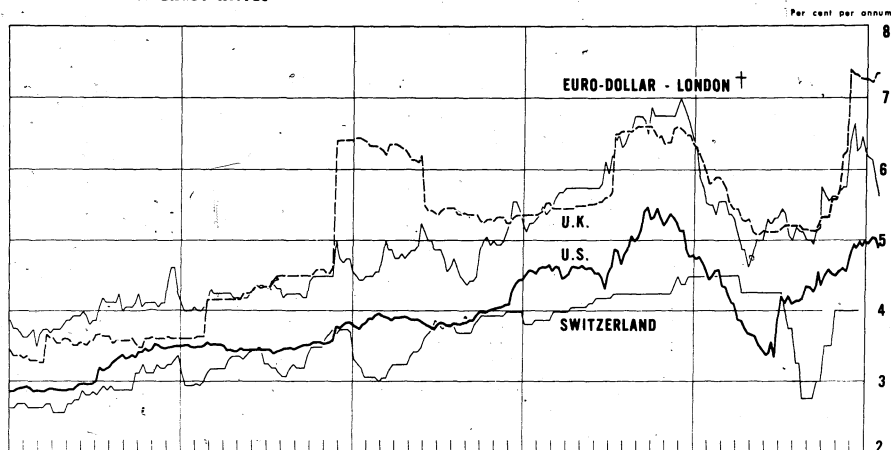


Chart 6

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)

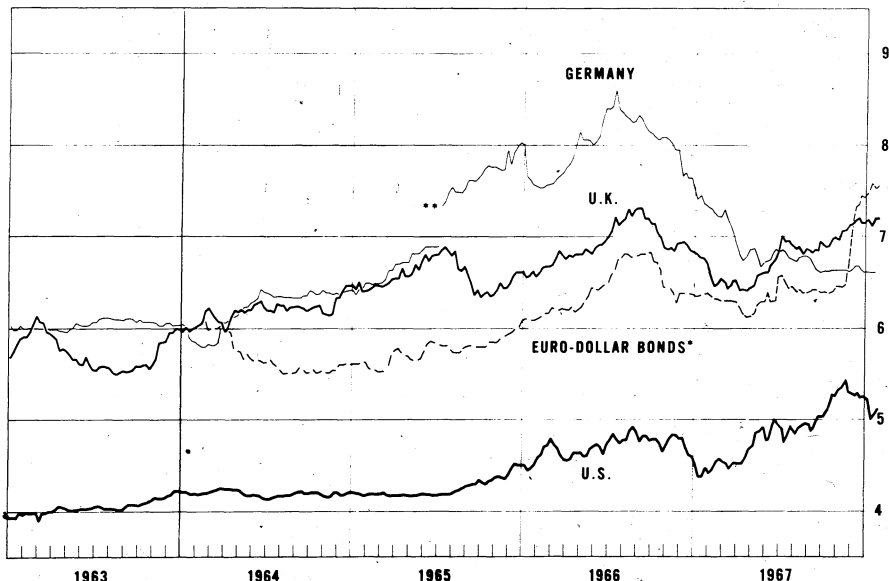
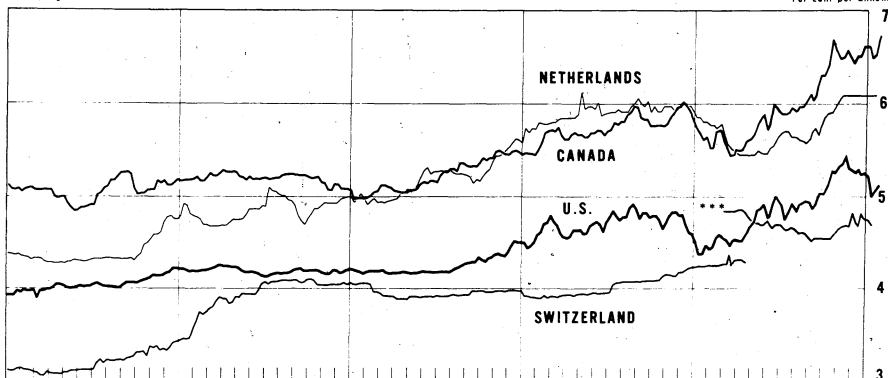
† 3-month rate for U.S. dollar deposits in London.

Chart 7

LONG-TERM BOND YIELDS

Weekly figures

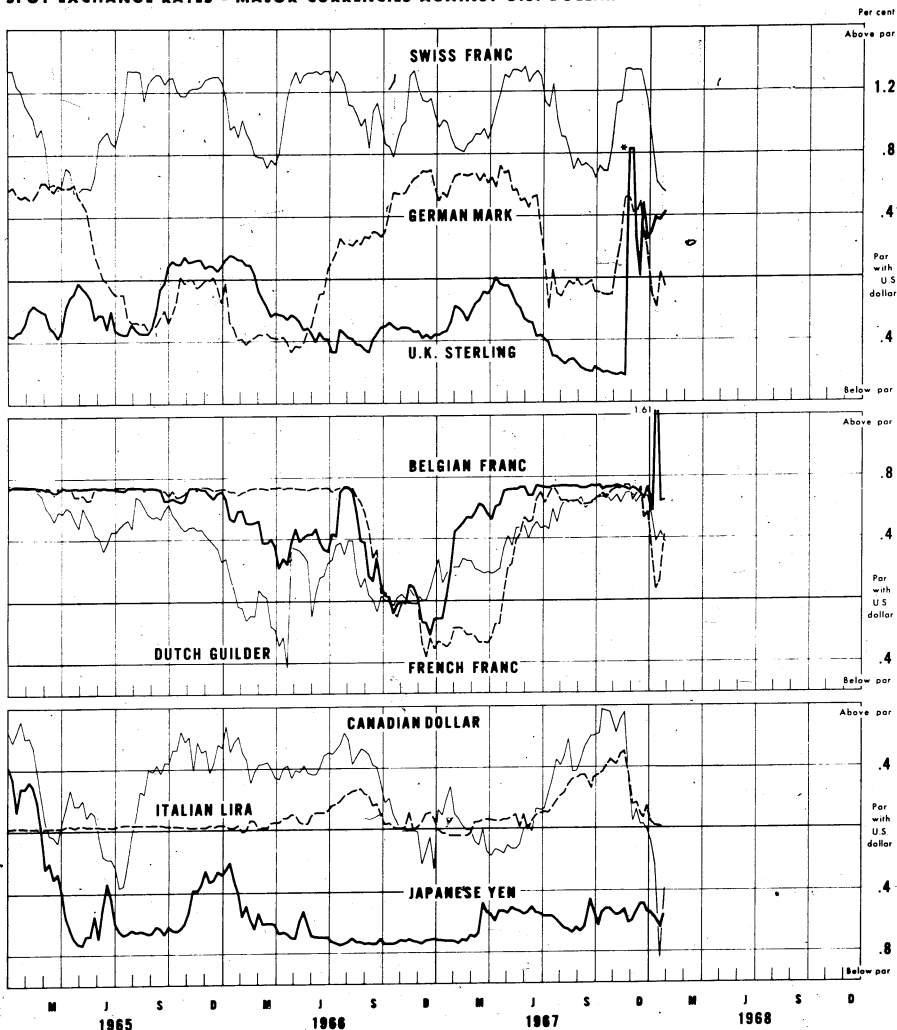
Per cent per annum



- * 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

Chart 8

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

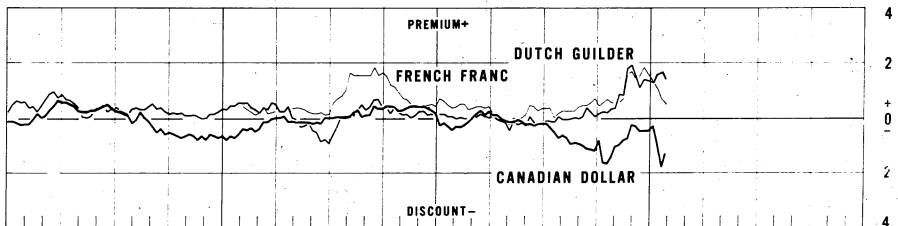
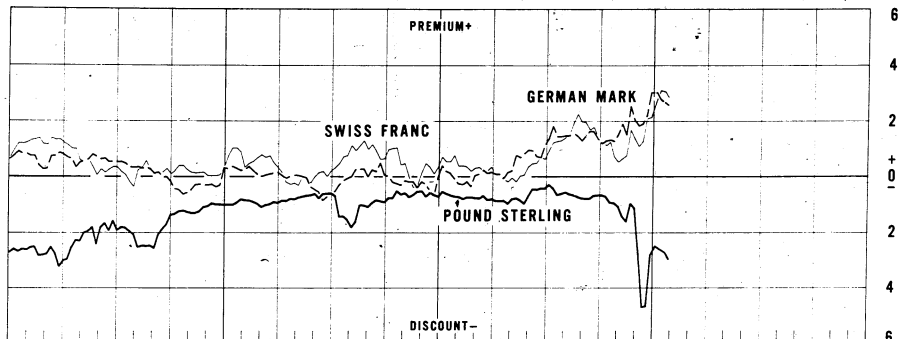


* Devaluation of the pound sterling from \$2.80 to \$2.40.

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

Friday figures

Per cent per annum

**AGAINST POUND STERLING—LONDON**

Friday figures

Per cent per annum

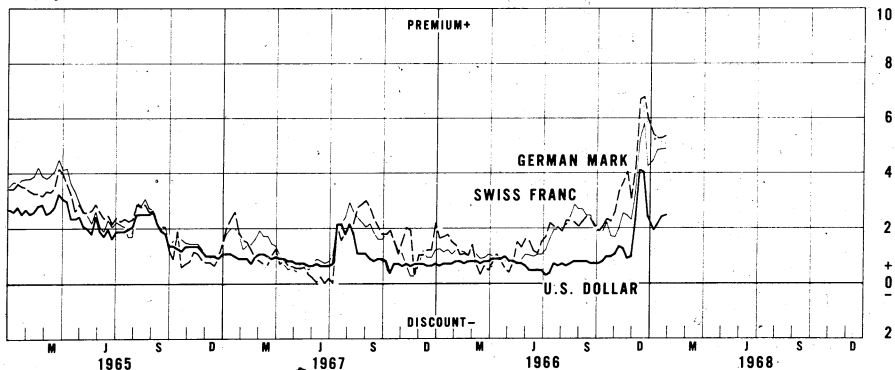
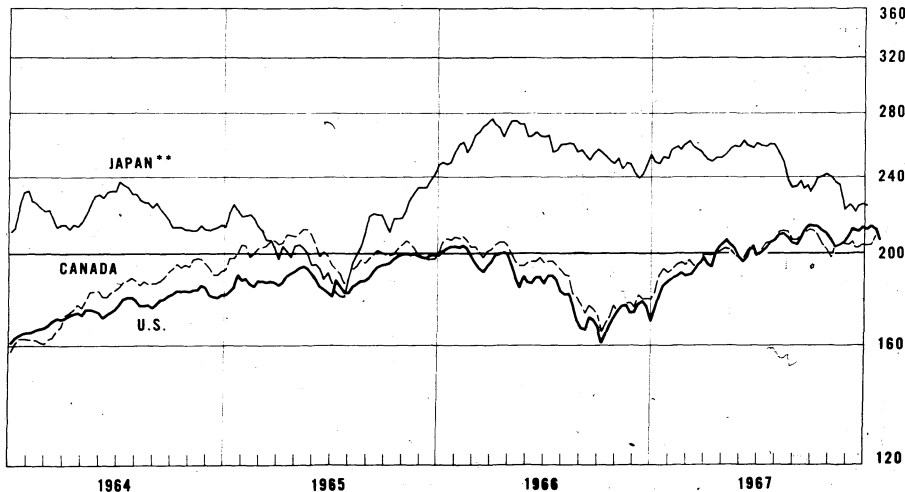
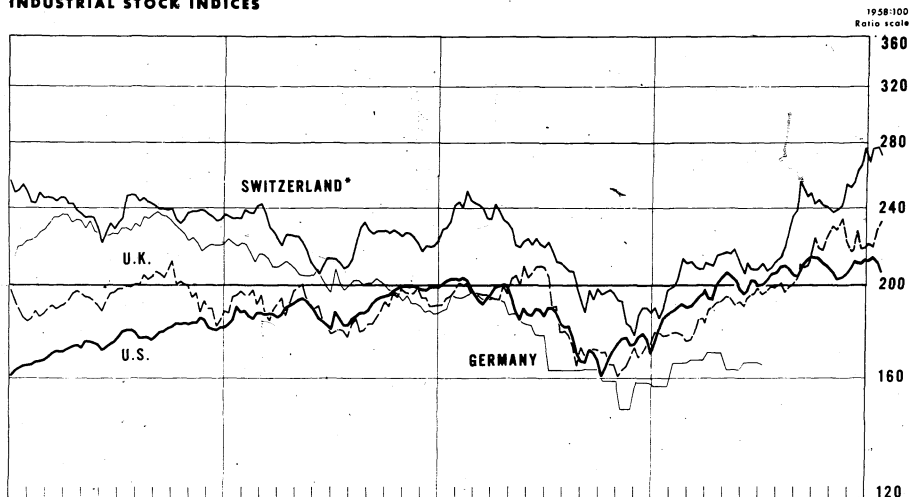


Chart 10

INDUSTRIAL STOCK INDICES



* 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, 1968
(all figures per cent per annum)

<u>Chart 1</u>		<u>Chart 5</u>	
<u>Upper Panel</u> (Wednesday, Jan. 24)		(Friday, Jan. 26)	
Euro-\$ deposit	5.75	Treasury bills: U.K.	7.34
U.S. certif. of deposit	5.40	U.S.	4.87
<u>Lower Panel</u> (Friday, Jan. 26)		Spread favor U.K.	+2.47
Finance co. paper: U.S.	5.50	Forward pound	-2.99
Canada	5.01	Net incentive (U.K. +)	-.52
Hire-purchase paper, U.K.	4.95		
<u>Chart 2</u>		<u>Chart 6</u>	
(Friday, Jan. 26)		(Friday, Jan. 26)	
Euro-\$ deposits:		Treasury bills: U.S.	4.87
Call 4.50	90-day 5.62	U.K.	7.34
30-day 4.88	180-day 5.88	Canada	6.08
Hire-purchase paper	4.96	Interbank loan rate (German)	3.22
(Jan. 19)		(Jan. 15-23)	
Local-authority deposit	4.96	Euro-\$ deposit (London)	5.62
(Jan. 19)		Zurich 3-month deposit	
<u>Chart 3</u>		(Date: Dec. 15, 1967)	4.00
<u>Upper Panel</u> (Period: Jan. 16-23)		Japan composite rate	
Interbank loan (mid-point)	3.22	(Date: Oct. 27, 1967)	7.32
Euro-\$ deposit (average)	3.43	<u>Chart 7</u>	
<u>Lower Panel</u> (Date: Dec. 15, 1967)		U.S. Gov't. (Wed., Jan. 24)	5.12
Zurich 3-month deposit	4.00	U.K. War Loan (Thurs., Jan. 25)	7.20
Price of gold	35.194	German Fed. (Fri., Jan. 19)	6.61
(Friday, Jan. 19)		Swiss Confed. (Fri., Jan. 11)	4.69
<u>Chart 4</u>		Canadian Gov't. (Wed., Jan. 24)	6.73
(Friday, Jan. 26)		Netherlands Gov't. perpetual 3%	
Treasury bills: Canada	6.08	(Friday, Jan. 12)	6.09
U.S.	4.87	(Friday, Jan. 19)	6.09
Spread favor Canada	+1.21	Euro-\$ bonds (Fri., Jan. 26)	7.56
Forward Canadian \$	- 1.30	For descriptions and sources of data, see	
Net incentive (Canada +)	-.09	special supplement to H.13, Number 239,	
Canadian finance paper	6.38	March 16, 1966.	