I. Ten Charts on Financial Markets Abroad

Chart 1 - New York, London: Yields on U.S. Dollar 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.

NOT FOR PUBLICATION

DECONTROLLED AFTER SIX MONTHS
NEW YORK-LONDON: YIELDS ON U.S. DOLLAR FUNDS
3-MONTH DOLLAR DEPOSIT RATES

Wednesday figures

EURO-DOLLAR DEPOSIT

U.S. CERTIFICATE OF DEPOSIT

EURO-DOLLAR OVER U.S. CERTIFICATE OF DEPOSIT

CALL EURO-DOLLAR DEPOSIT RATE VS. U.S. FEDERAL FUNDS RATE

CALL EURO-DOLLAR DEPOSITS

FEDERAL FUNDS

EURO-DOLLAR OVER FEDERAL FUNDS

1965 1966 1967 1968
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

HIRE PURCHASE
EURO-DOLLAR DEPOSIT

DIFFERENTIAL
FAVOR HIRE PURCHASE
FAVOR EURO-DOLLAR

LOCAL AUTHORITY DEPOSIT
EURO-DOLLAR DEPOSIT

DIFFERENTIAL
FAVOR LOCAL AUTHORITY
FAVOR EURO-DOLLAR

1965 1966 1967 1968
Chart 3

I INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON
FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE (COVERED)
IN TERMS OF DM

INTERBANK LOAN RATE

EURO-DOLLAR

DIFFERENTIAL

FAVOR FRANKFURT

ZURICH DEPOSIT RATE VS. LONDON EURO-DOLLAR RATE (COVERED)
IN TERMS OF SWISS FRANCS

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 1968

35.3 35.0
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

RATE DIFFERENTIAL WITH FORWARD EXCHANGE COVER (NET INCENTIVE) IN FAVOR OF LONDON

IN FAVOR OF NEW YORK
LONG-TERM BOND YIELDS

Weekly figures  Per cent per annum

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
*** New series for Switzerland starts 3.3.67

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

- SWISS FRANC
- GERMAN MARK
- U.K. STERLING
- BELGIAN FRANC
- DUTCH GUILDER
- FRENCH FRANC
- CANADIAN DOLLAR
- ITALIAN LIRA
- JAPANESE YEN

*Devaluation of the U.S. Dollar from $2.00 to $2.40.*
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)

Chart 1
Upper Panels (Wednesday, March 6)
- Euro-$ deposit: 5.75
- U.S. certif. of deposit: 5.40

Lower Panels (Wednesday, March 6)
- Call Euro-$ deposits: 5.25
- Federal funds: 4.85

Chart 2
(Friday, March 8)
- Euro-$ deposits:
  Call: 5.38
  30-day: 5.75
  90-day: 5.81
  180-day: 6.06
- Hire-purchase paper (March 1): 5.27
- Local-authority deposit (March 1): 5.08

Chart 3
Upper Panel (Period: March 1-7)
- Interbank loan (mid-point): 3.48
- Euro-$ deposit (average): 3.43

Lower Panel (Date: Feb. 15)
- Zurich 3-month deposit: 2.75*
- Price of gold (Friday, March 1): 35.198

Chart 4
(Friday, March 8)
- Treasury bills: Canada 6.61, U.S. 5.06
- Spread favor Canada: +1.55
- Forward Canadian $: -1.62
- Net incentive (Canada +): -0.07
- Canadian finance paper: 6.75

Chart 5
(Friday, March 8)
- Treasury bills: U.K. 7.15, U.S. 5.06
- Spread favor U.K.: +2.09
- Forward pound: -7.01
- Net incentive (U.K. +): -4.92

Chart 6
(Friday, March 8)
- Interbank loan rate (German) (March 1-7): 3.48
- Euro-$ deposit (London): 5.81
- Zurich 3-month deposit (Date: Feb. 15): 2.75*
- Japan composite rate (Date: Dec. 29, 1967): 7.35

Chart 7
U.S. Gov't. (Wed., Mar. 6): -0.519
U.K. War Loan (Thurs., Mar. 7): 7.25
German Fed. (Fri., Mar. 8): 6.67
Swiss Confed. (Fri., Feb. 29): 4.52
Netherlands Gov't. perpetual 3% (Friday, Mar. 1): 6.12
- Euro-$ bonds (Fri., Mar. 8): 7.46

For descriptions and sources of data, see special supplement to H.13, Number 239, March 16, 1966.
*Jan. 23 3.00
  31 2.75
  *Feb. 7 2.75