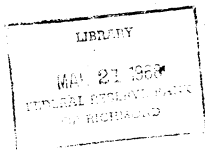


H. 13  
No. 341

March 13, 1968.

CAPITAL MARKET DEVELOPMENTS ABROAD

- I. Ten Charts on Financial Markets Abroad  
II. Latest Figures Plotted in H.13 Chart Series, 1968

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NOT FOR PUBLICATION

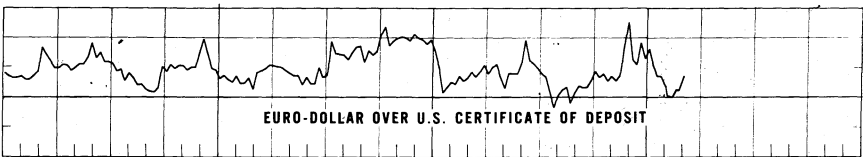
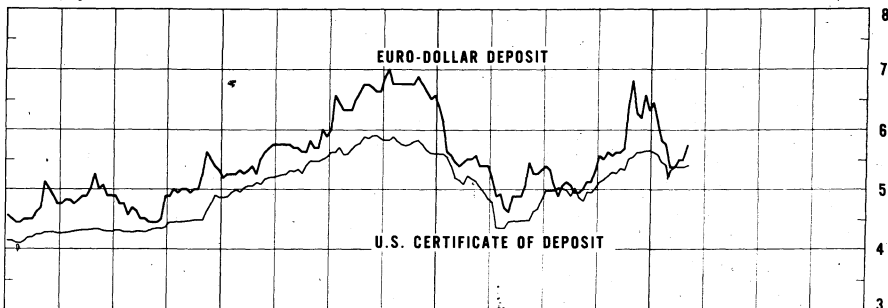
DECONTROLLED AFTER SIX MONTHS

Chart 1

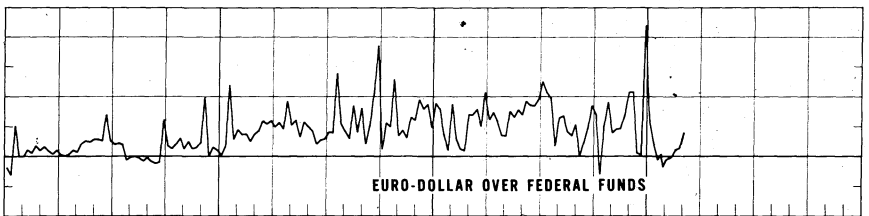
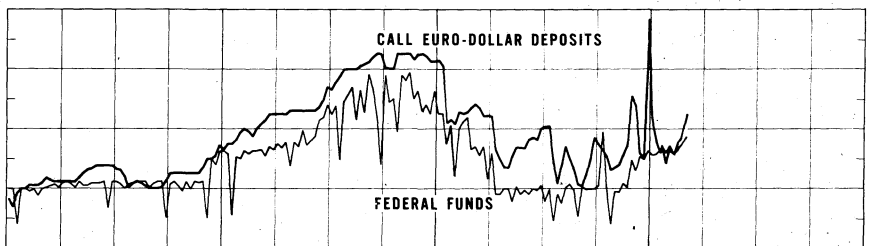
# NEW YORK-LONDON: YIELDS ON U.S. DOLLAR FUNDS 3-MONTH DOLLAR DEPOSIT RATES

Wednesday figures

Per cent per annum



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



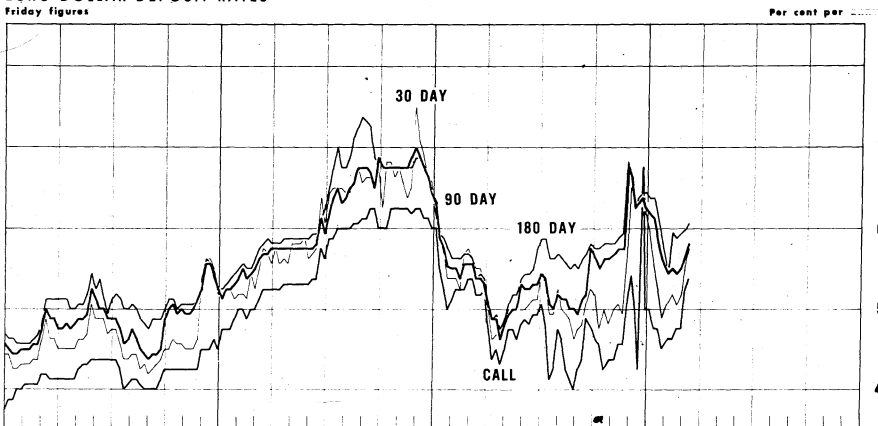
Mar. Jun. Sept. Dec. Mar. Jun. Sept. Dec. Mar. Jun. Sept. Dec. Mar. Jun. Sept. Dec.  
1965 1966 1967 1968

3  
Chart 2

**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

Per cent per annum

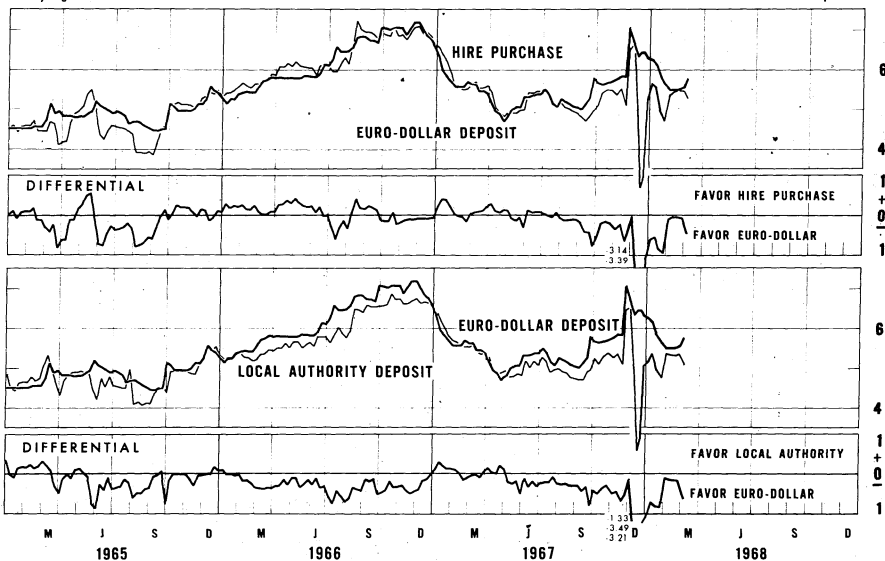
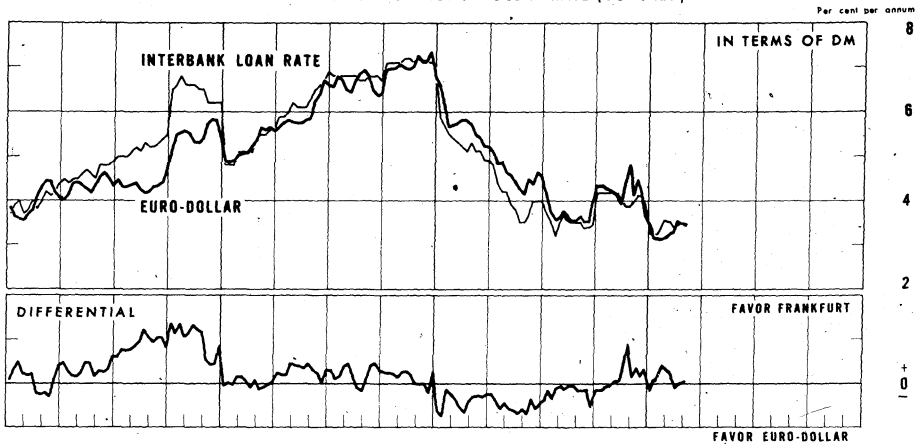


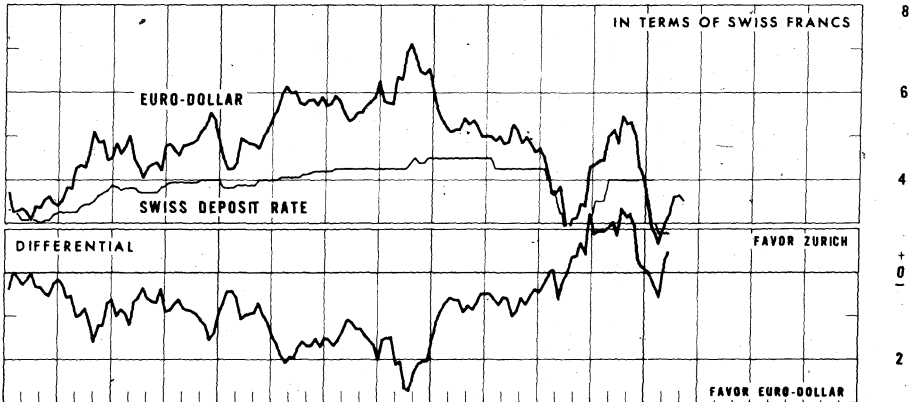
Chart 3

**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**

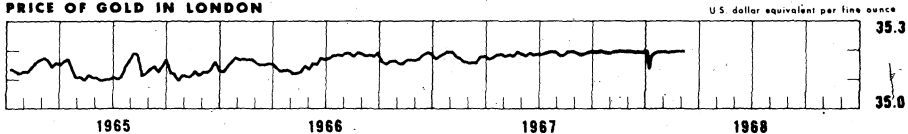


Chart 4

# INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures

Per cent per annum

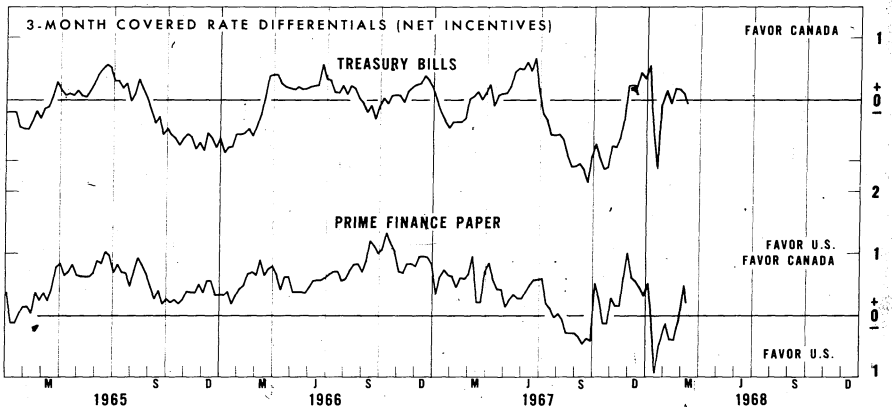
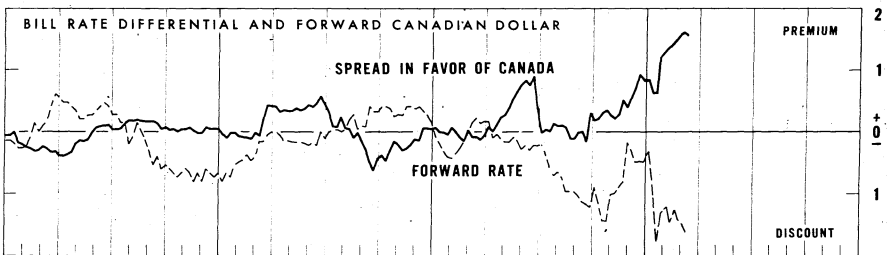
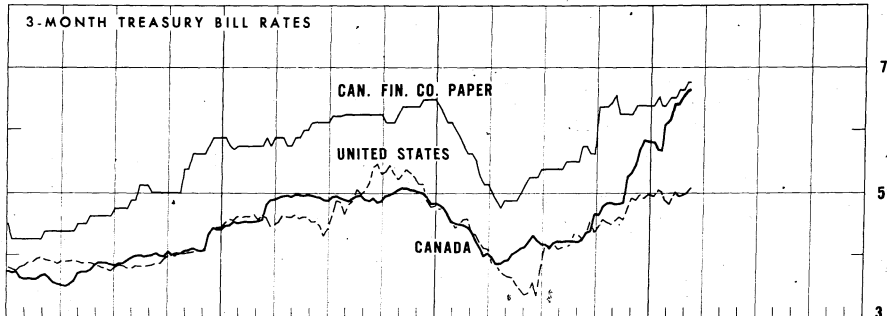


Chart 5

**INTEREST ARBITRAGE, NEW YORK/LONDON**

Per cent per annum

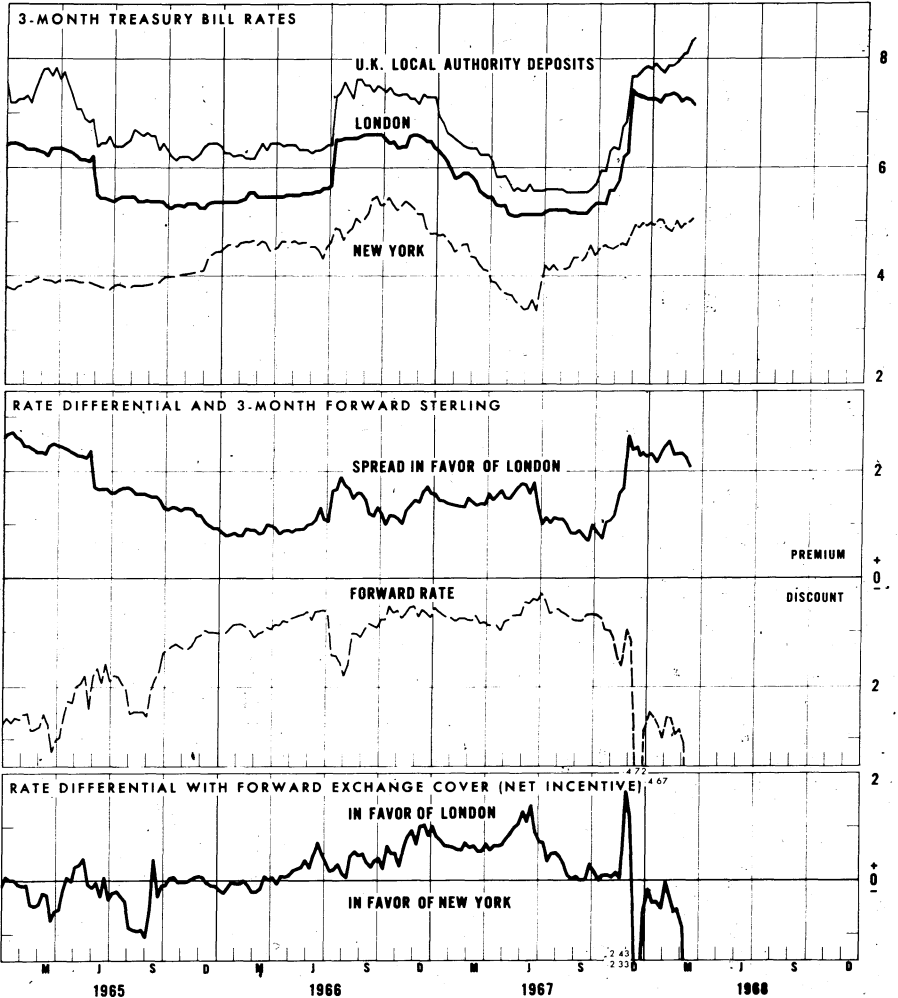
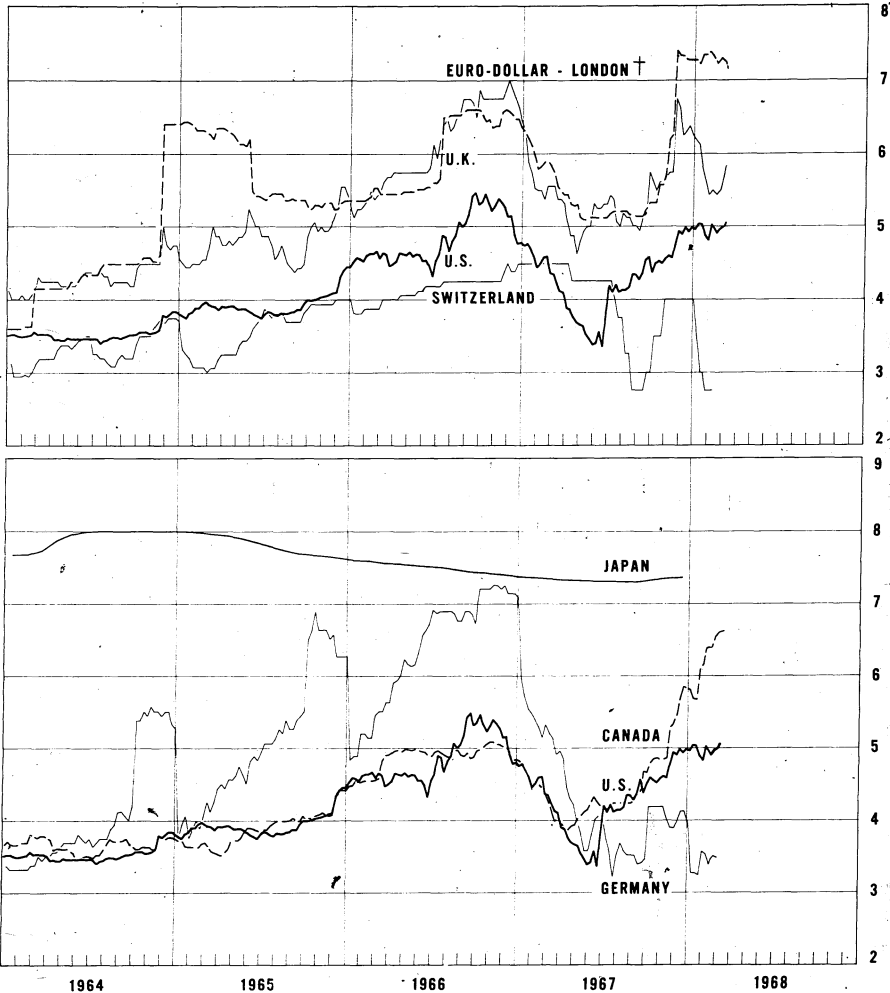


Chart 6

**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)

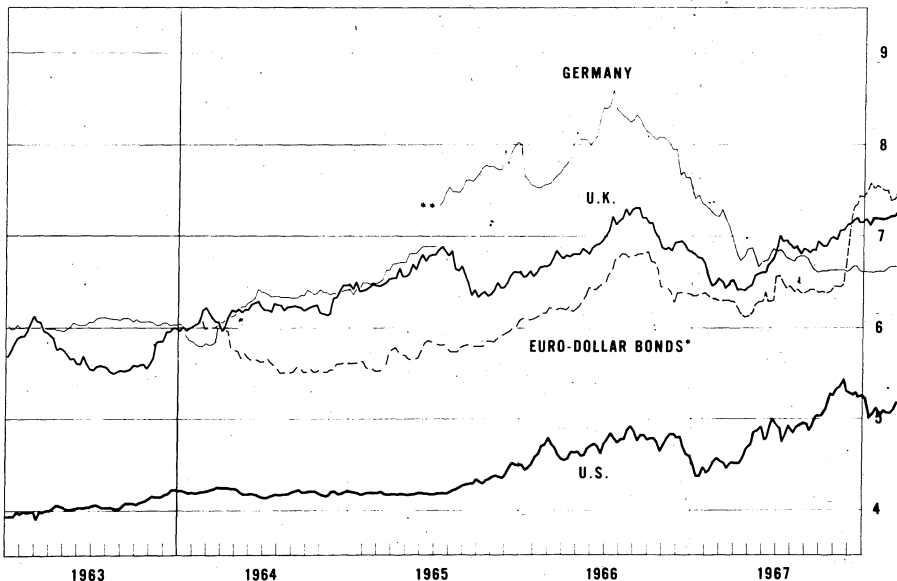
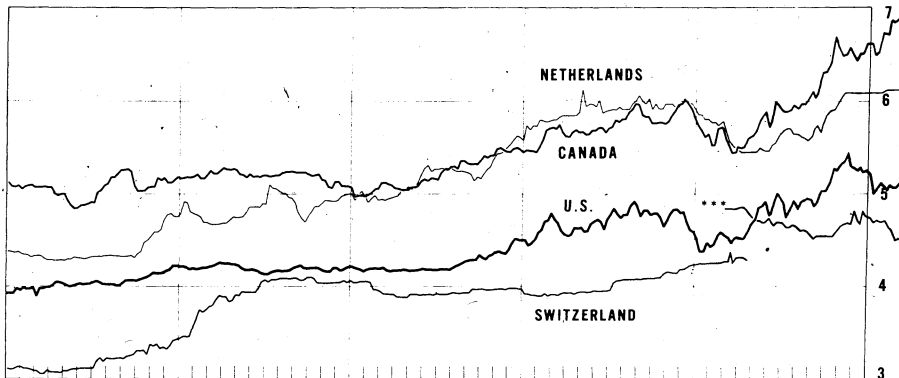
† 3-month rate for U.S. dollar deposits in London

Chart 7

# LONG-TERM BOND YIELDS

Weekly figures

Per cent per annum

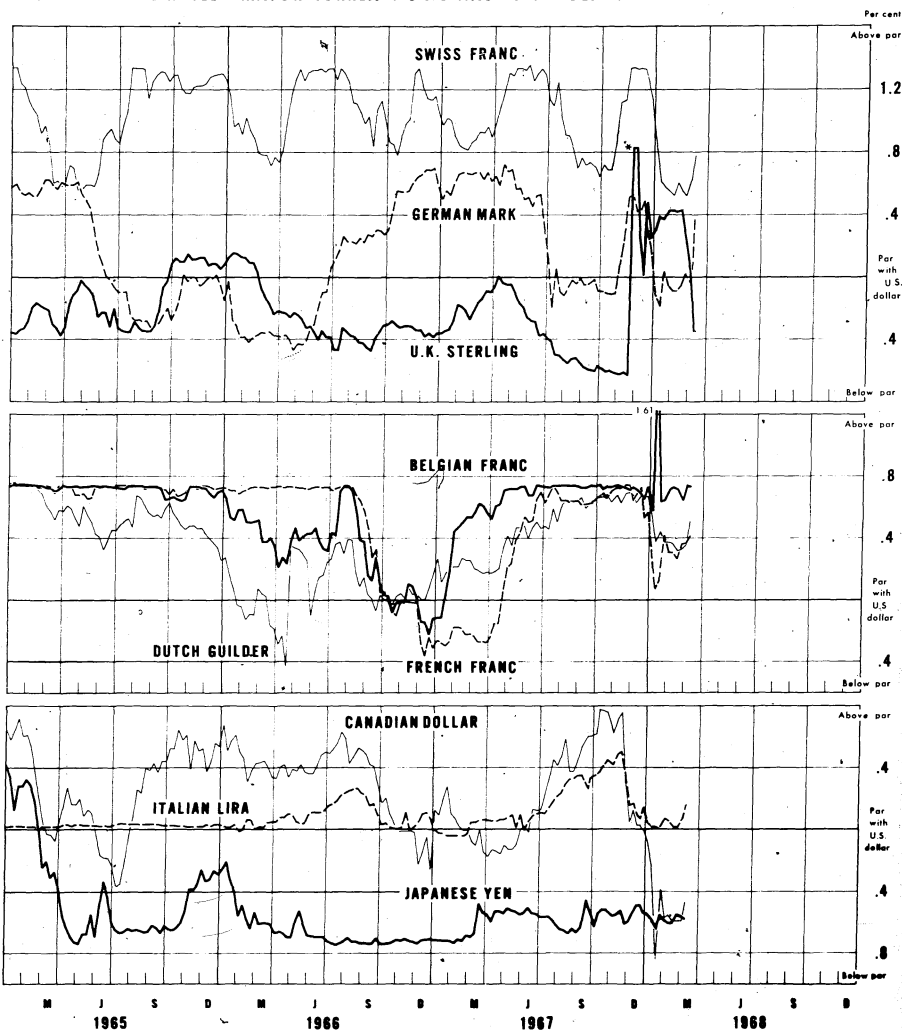


• Average of yields for four foreign government dollar bonds quoted in London  
•• New series for Germany starts 7.9.65  
••• New series for Switzerland starts 3.3.67



Chart 8

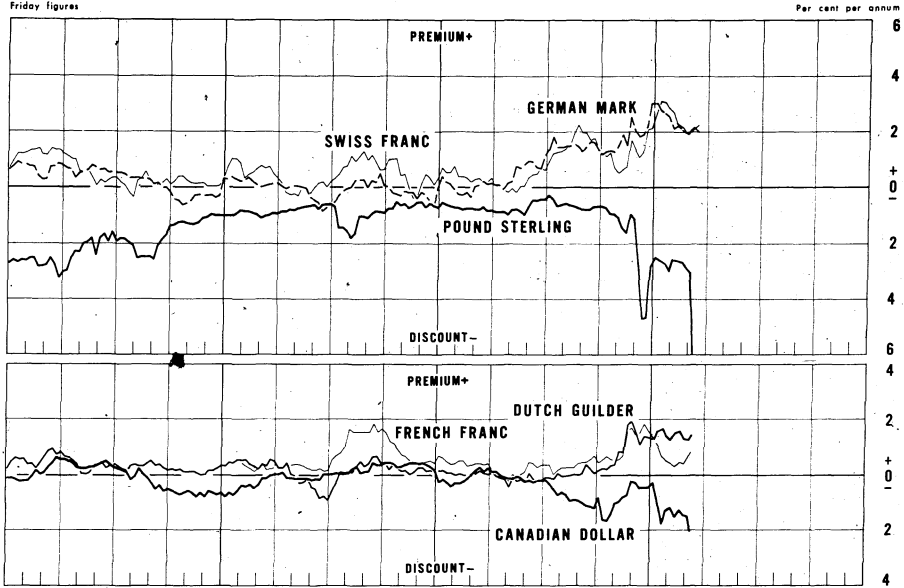
**SPOT EXCHANGE RATES - MAJOR CURRENCIES AGAINST U.S. DOLLAR**



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

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

Friday figures



**AGAINST POUND STERLING—LONDON**

Friday figures

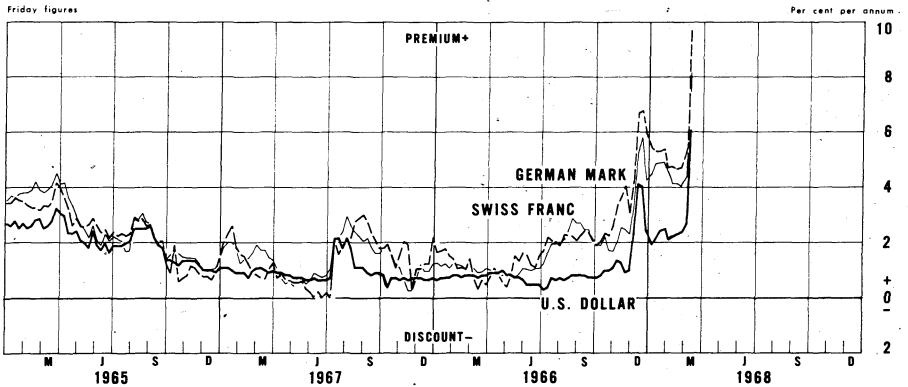
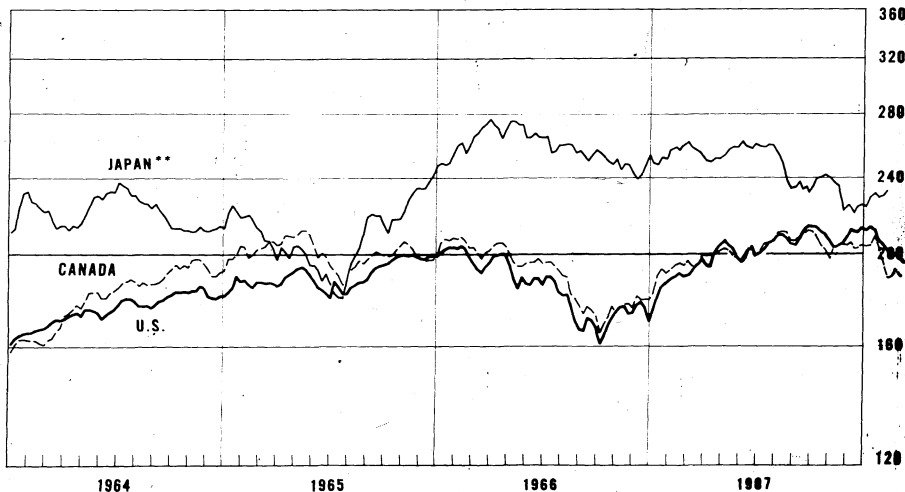
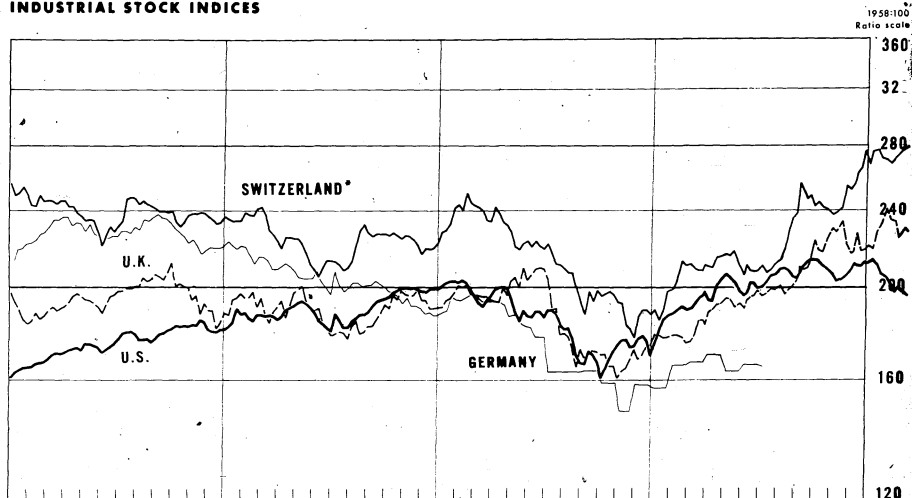


Chart 10

# 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)

12.

Chart 1

Upper Panels (Wednesday, March 6)

Euro-\$ deposit	<u>5.75</u>
U.S. certif. of deposit	<u>5.40</u>

Lower Panels (Wednesday, March 6)

Call Euro-\$ deposits	<u>5.25</u>
Federal funds	<u>4.85</u>

Chart 5

(Friday, March 8)

Treasury bills: U.K.	<u>7.15</u>
U.S.	<u>5.06</u>
Spread favor U.K.	<u>+2.09</u>
Forward pound	<u>-7.01</u>
Net incentive (U.K. +)	<u>-4.92</u>

Chart 2

(Friday, March 8)

Euro-\$ deposits:		
Call	<u>5.38</u>	90-day <u>5.81</u>
30-day	<u>5.75</u>	180-day <u>6.06</u>
Hire-purchase paper (March 1)	<u>5.27</u>	
Local-authority deposit (March 1)	<u>5.08</u>	

Chart 6

(Friday, March 8)

Treasury bills: U.S.	<u>5.06</u>
U.K.	<u>7.15</u>
Canada	<u>6.61</u>
Interbank loan rate (German) (March 1-7)	<u>3.48</u>
Euro-\$ deposit (London)	<u>5.81</u>
Zurich 3-month deposit (Date: <u>Feb. 15</u> )	<u>2.75*</u>
Japan composite rate (Date: <u>Dec. 29, 1967</u> )	<u>7.35</u>

Chart 3

Upper Panel (Period: March 1-7)

Interbank loan (mid-point)	<u>3.48</u>
Euro-\$ deposit (average)	<u>3.43</u>

Lower Panel (Date: Feb. 15)

Zurich 3-month deposit	<u>2.75*</u>
Price of gold (Friday, <u>March 1</u> )	<u>35.198</u>

Chart 7

U.S. Gov't. (Wed., <u>Mar. 6</u> )	<u>5.19</u>
U.K. War Loan (Thurs., <u>Mar. 7</u> )	<u>7.25</u>
German Fed. (Fri., <u>Mar. 8</u> )	<u>6.67</u>
Swiss Confed. (Fri., <u>Feb. 29</u> )	<u>4.52</u>
Canadian Gov't. (Wed., <u>Feb. 28</u> )	<u>6.97</u>
Netherlands Gov't. perpetual 3% (Friday, <u>Mar. 1</u> )	<u>6.12</u>
Euro-\$ bonds (Fri., <u>Mar. 8</u> )	<u>7.46</u>

Chart 4

(Friday, March 8)

Treasury bills: Canada	<u>6.61</u>
U.S.	<u>5.06</u>
Spread favor Canada	<u>+ 1.55</u>
Forward Canadian \$	<u>- 1.62</u>
Net incentive (Canada +)	<u>- 0.07</u>
Canadian finance paper	<u>6.75</u>

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