I. Ten Charts on Financial Markets Abroad

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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
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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NOT FOR PUBLICATION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

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

Friday figures

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Federal Reserve Bank of St. Louis
LONDON: YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS
HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)
Friday figures

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<th>Year</th>
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Federal Reserve Bank of St. Louis
I. INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON

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

In terms of DM

INTERBANK LOAN RATE

DIFFERENTIAL

FAVOR FRANKFURT

FAVOR EURO-DOLLAR

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

In terms of Swiss francs

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

* Market closed March 15 April 1, 1968
Chart 5
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

1965 1966 1967 1968
Chart 6
SHORT-TERM INTEREST RATES*

Per cent per annum

- EURO-DOLLAR - LONDON  
- U.K.  
- U.S.  
- SWITZERLAND  
- JAPAN  
- CANADA  
- GERMANY  

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
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 pound sterling from $2.80 to $2.40.
Chart 10

INDUSTRIAL STOCK INDICES

U.S.

1965 1966 1967 1968

120 160 200 240 280 320 360

GERMANY

1958.100

Ratio scale

SWITZERLAND

U.K.

1965 1966 1967 1968

120 160 200 240 280 320 360

JAPAN

1965 1966 1967 1968

120 160 200 240 280 320 360

CANADA

1965 1966 1967 1968

120 160 200 240 280 320 360

- Swiss Bank Corporation industrial stock index
- Japan index of 223 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, April 24)
- Euro-$ deposit 6.44
- U.S. certif. of deposit 5.95

Lower Panels (Wednesday, April 24)
- Call Euro-$ deposit 5.93
- Federal Funds 5.58

Chart 2
(Friday, April 26)
Upper Panel - Euro-$ deposits:
- Call 6.12 30-day 6.44 180-day 6.62

Middle Panel
- Hire-purchase paper 4.83 (April 19)
- Euro-$ deposit 6.31 (April 19)

Lower Panel
- Local-authority deposit 4.45/ (April 19)
- Euro-$ deposit 6.31 (April 19)

Chart 3
I. Upper panel (Period: April 16-23)
- Interbank Loan (mid-point) 3.67
- Euro-$ deposits (average) 3.59 (April 30)

Lower Panel (date March 15)
- Zurich 3-month deposit 2.75
- Euro-$ rate (covered) (April 30) 3.64

II. Price of gold
(Friday, April 26) 38.32

Chart 4
(Friday, April 26)
- Treasury bills: Canada 6.79
- U.S. 5.49
- Spread favor Canada +1.30
- Forward Canadian dollar -1.53
- Net incentive (Canada +) -0.23
- Canadian Finance paper (April 19) 7.00

Chart 5
(Friday, April 26)
- Treasury bills: U.K. 6.90
- U.S. 5.49
- Spread favor U.K. +1.41
- U.K. local authority deposit 8.19

Chart 6
(Friday, April 26)
- Treasury bills: U.S. 5.49
- U.K. 6.90
- Canada 6.79

Interbank loan rate (German)
(April 16-23) 3.67
- Euro-$ deposit (London) 6.50
- Zurich 3-month deposit
(Date: March 15) 2.75
- Japan Composite rate
(Date: Feb. 23) 7.45
May 1, 1968.

Chart 7

U.S. Gov't. (Wed., April 24) 5.29
U.K. War Loan (Thurs., Apr. 18) 7.23
(G Thurs., Apr. 25) 7.23
German Fed. (Fri., April 19) 6.60
Swiss Confed. (Fri., Apr. 5) 4.53
Canadian Gov't. (Wed., Apr. 24) 6.67
Netherlands Gov't. (Fri., Apr. 19) 6.50
Euro-$ bonds (Fri., April 26) 7.59
U.S. Euro-bonds (March 29) 7.35
U.S. Corporate Aaa (March 29) 6.11

Chart 8
(Friday, April 26)
Swiss francs +0.74 Dutch Gld. + 0.01
German marks +0.31 Can. $ + 0.20
U.K. £Ster. -0.15 It. Lire + 0.12
Belgian francs +0.58 Jap. Yens - 0.68
French francs +0.03

Chart 9
(Friday, April 26)
Swiss francs + 2.86 Dutch Gld. + 1.76
German marks + 2.82 Fr. Francs + 1.33
£ Sterling - 4.53 Can. $ - 1.53

Against U.S. dollars:
Against pound sterling:
Swiss francs + 5.68 Ger. marks + 7.33
U.S. dollars + 3.75

Chart 10
U.S. (April 26) 214.2
Japan (March 22) 237.7
U.K. (Fri., April 26) 264.0
Switzerland (Fri., April 26) 314.9
Germany (March 29) 244.0
Canada (April 12) 195.6

For descriptions and sources of data, see Special Supplement No. 343-S dated March 27, 1968.