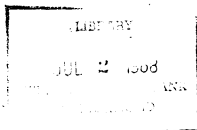


H. 13
No. 356

June 26, 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.

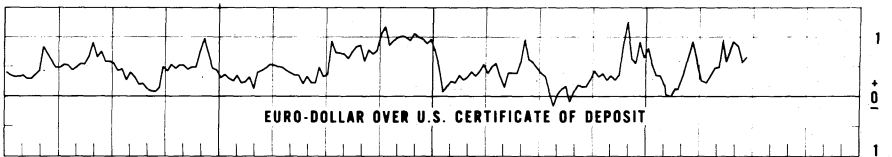
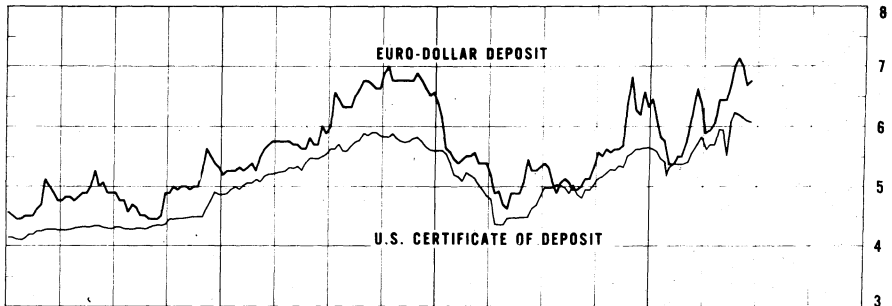
NOT FOR PUBLICATION

DECONTROLLED AFTER SIX MONTHS

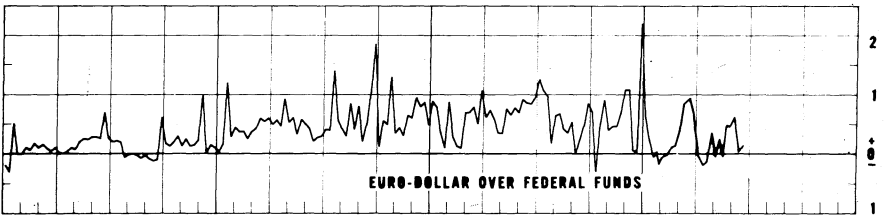
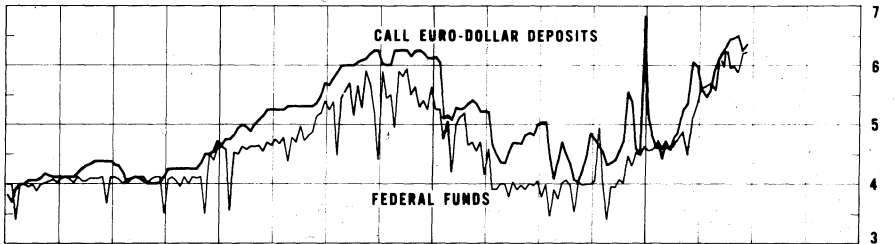
NEW YORK-LONDON: YIELDS ON U.S. DOLLAR FUNDS 3-MONTH DOLLAR DEPOSIT RATES

Wednesday figures

Per cent per annum



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



Mar. 1965 Jun. Sept. Dec. Mar. Jun. Sept. Dec. Mar. Jun. Sept. Dec. Mar. Jun. Sept. Dec. 1968

3

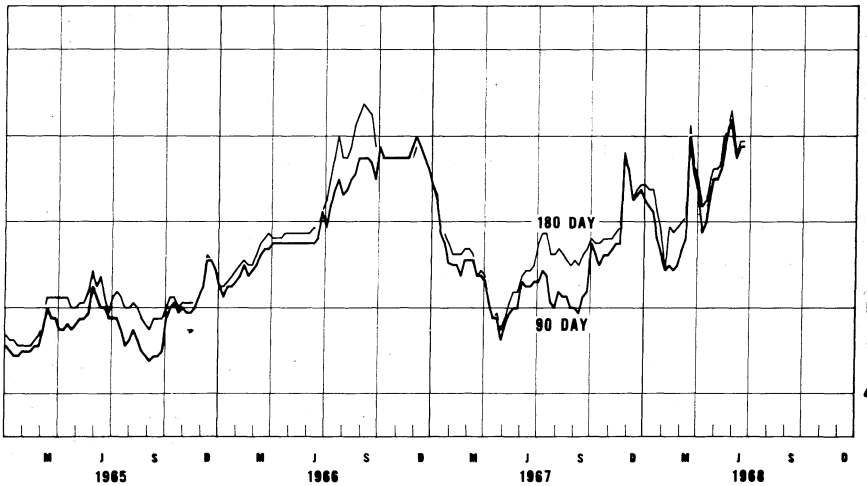
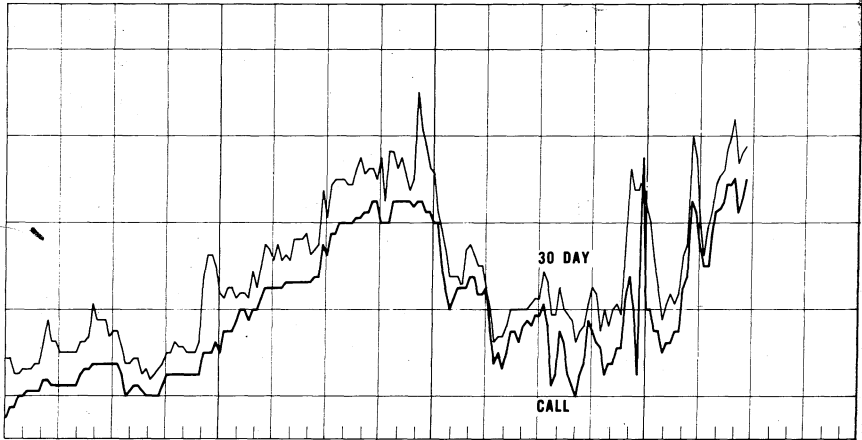
Chart 2A

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

EURO-DOLLAR DEPOSIT RATES

Friday figures

Per cent per



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

HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)

Friday figures

Per cent per annum

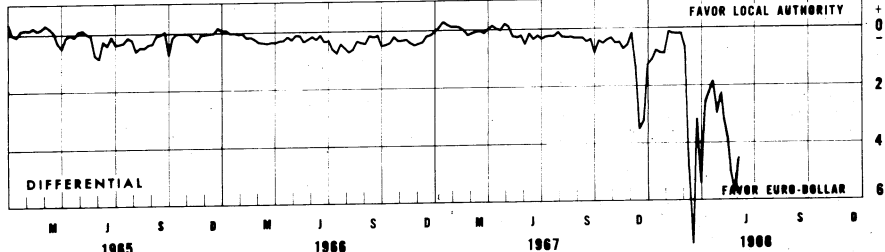
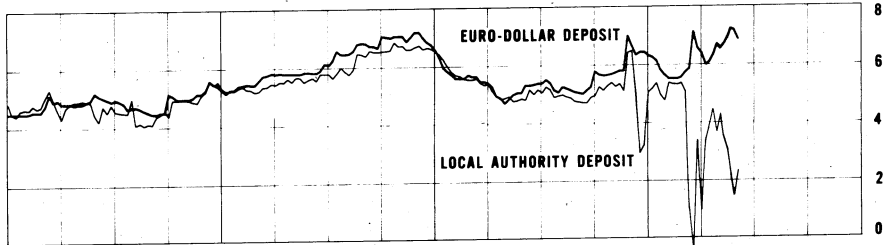
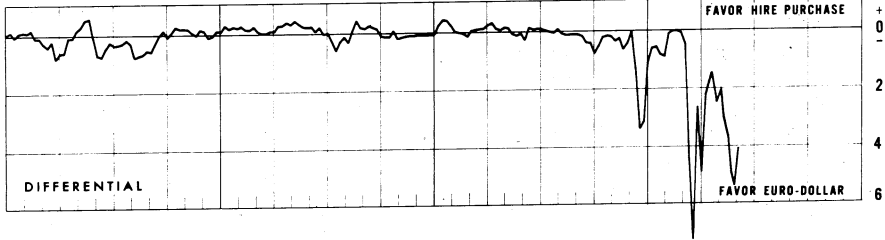
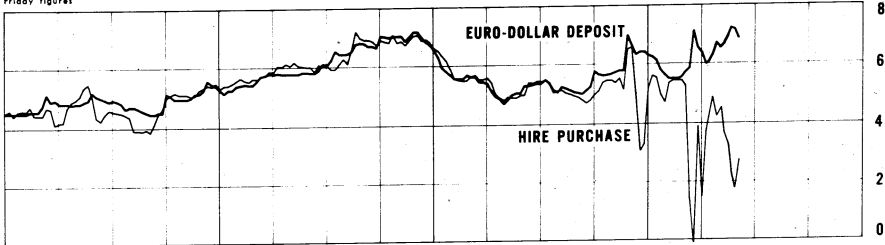
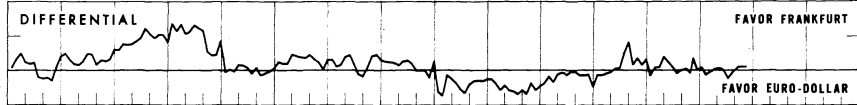
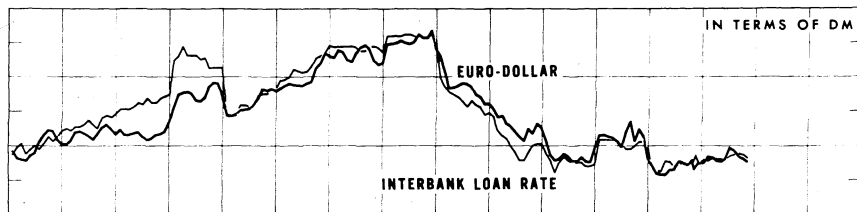
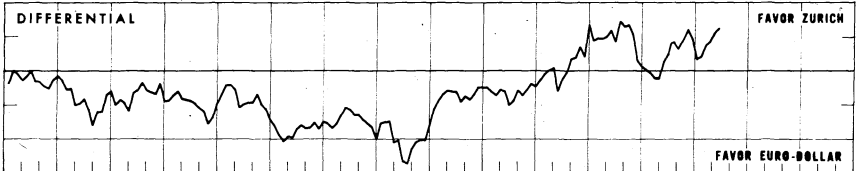
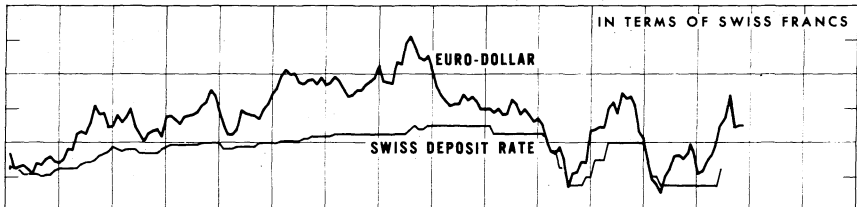


Chart 3

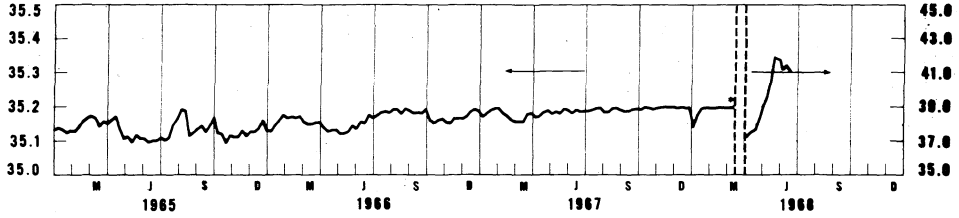
I INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON
FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE (COVERED)



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



II PRICE OF GOLD IN LONDON



• Market closed March 15, April 1, 1968.

INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures

Per cent per annum

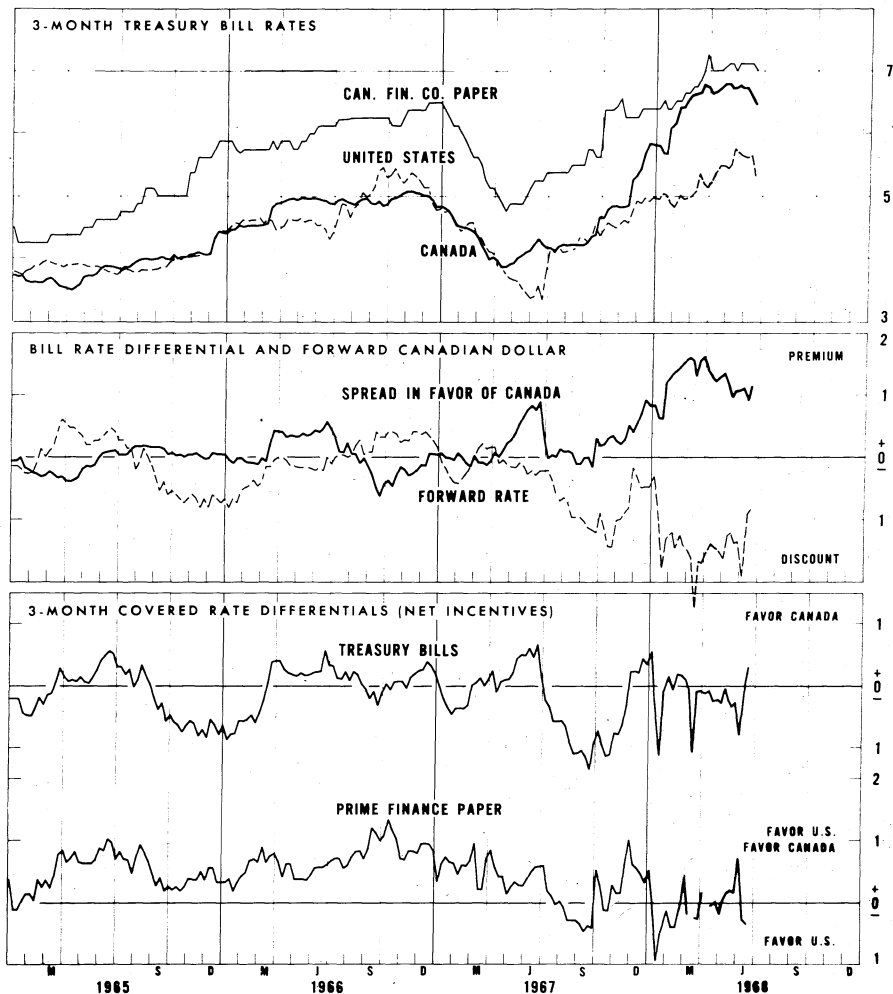


Chart 5A

INTEREST ARBITRAGE, NEW YORK/LONDON

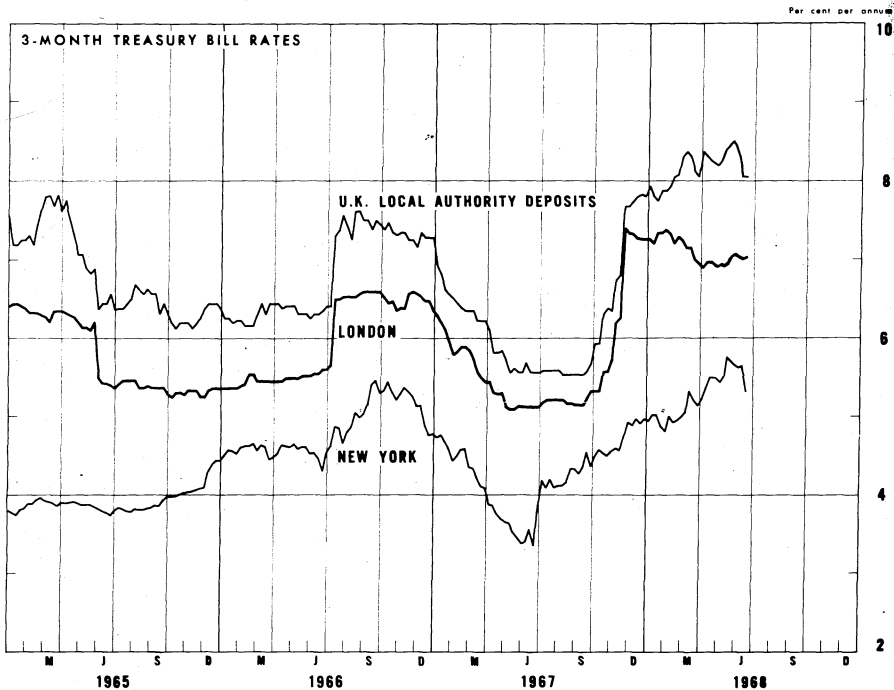
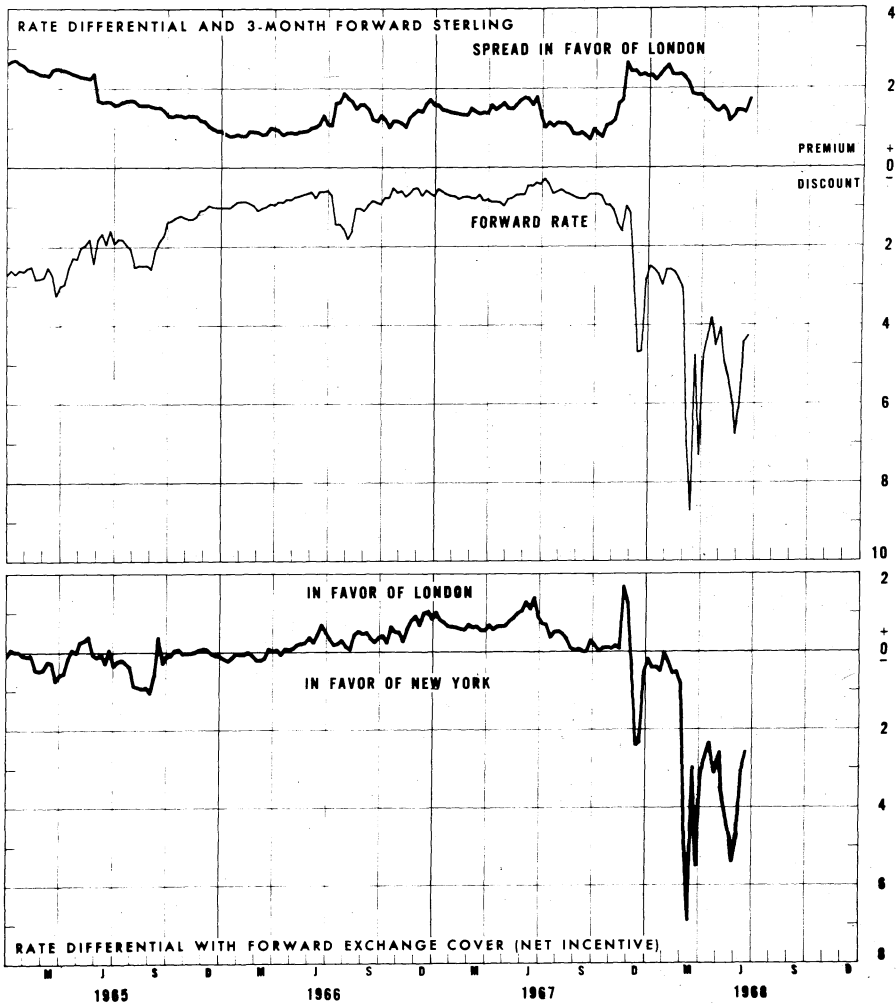


Chart 58

INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

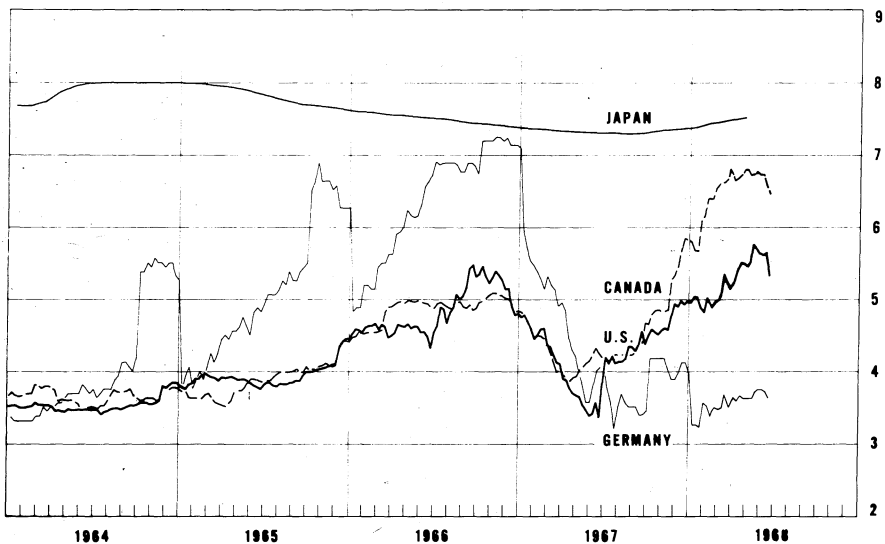
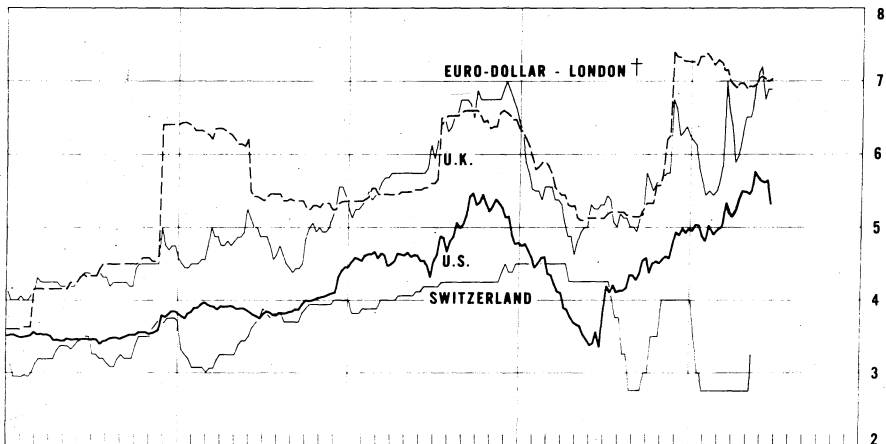


9

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)
Switzerland (3-month deposit rate) and Germany (interbank loan rate)

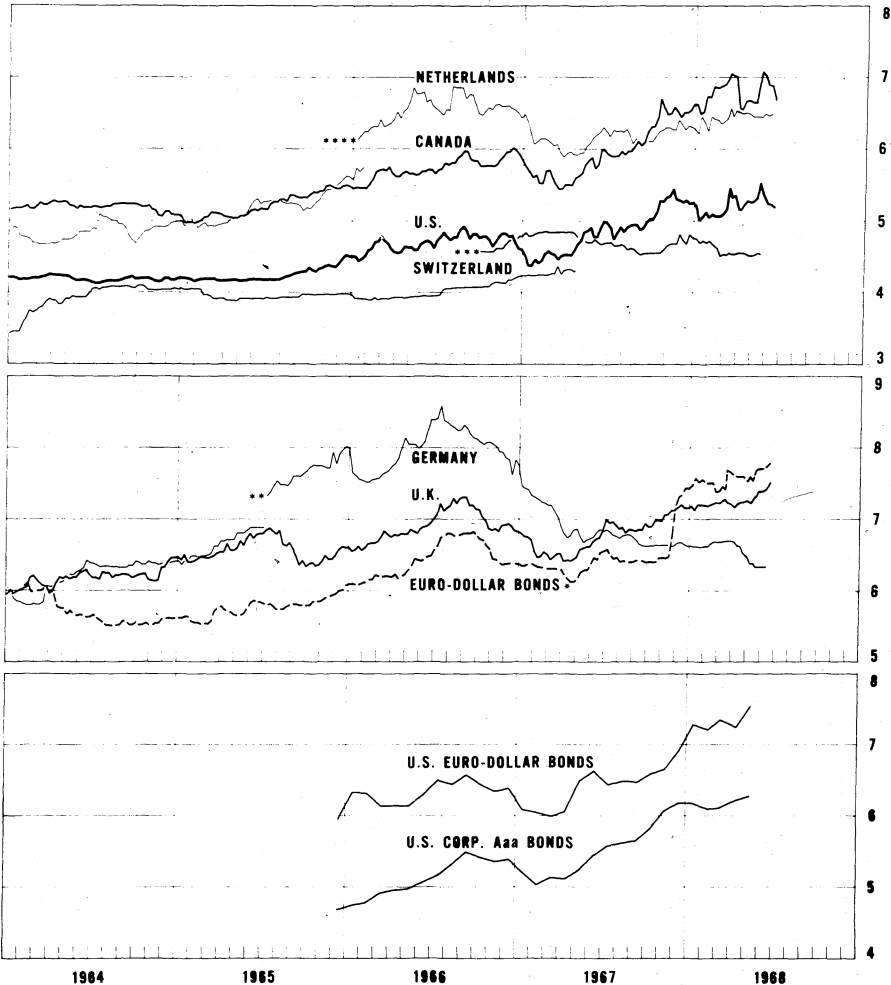
† 3-month rate for U.S. dollar deposits in London

Chart 7

LONG-TERM BOND YIELDS

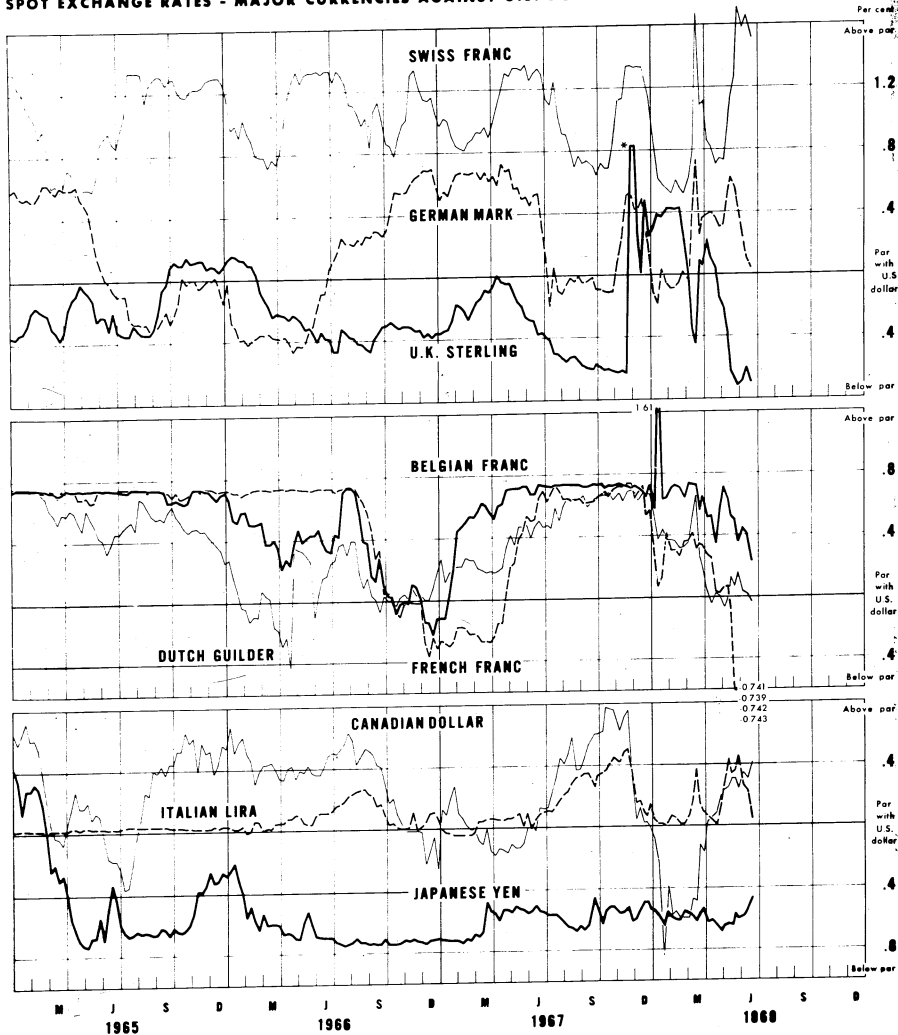
Weekly figures

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
- New series for Netherlands starts 1-7-66

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



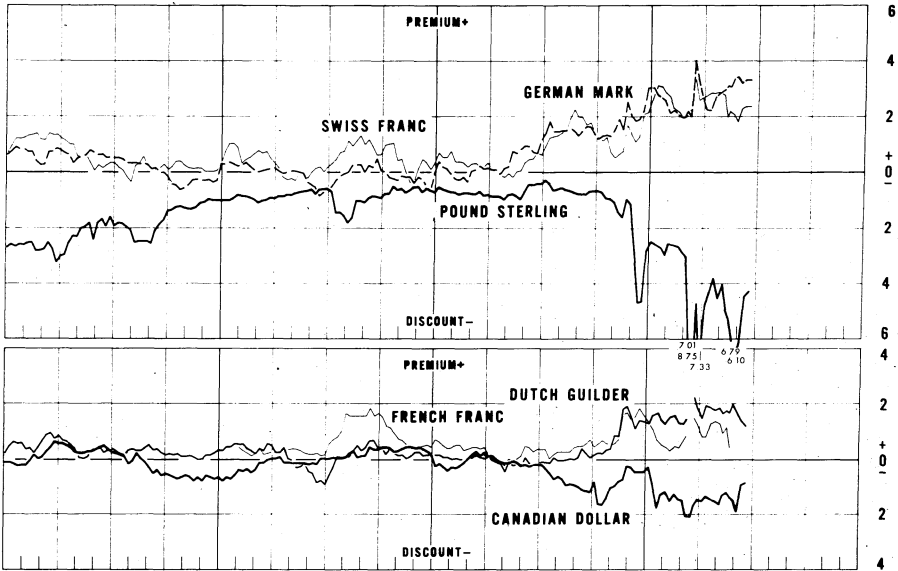
* Devaluation of the pound sterling from \$2.80 to \$2.40

Chart 9

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

Friday figures

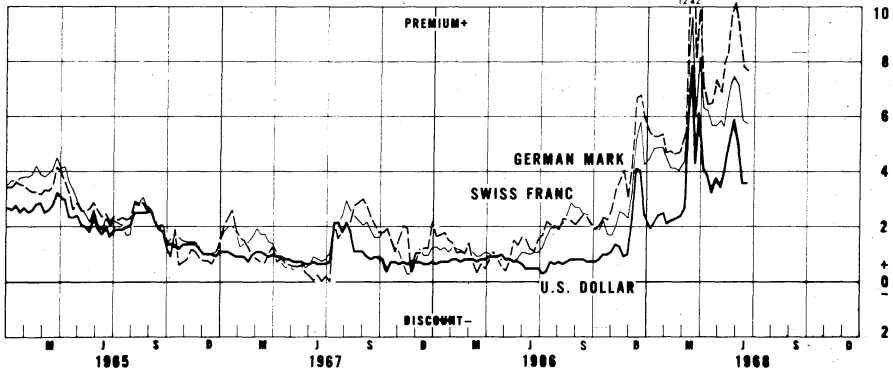
Per cent per annum



AGAINST POUND STERLING—LONDON

Friday figures

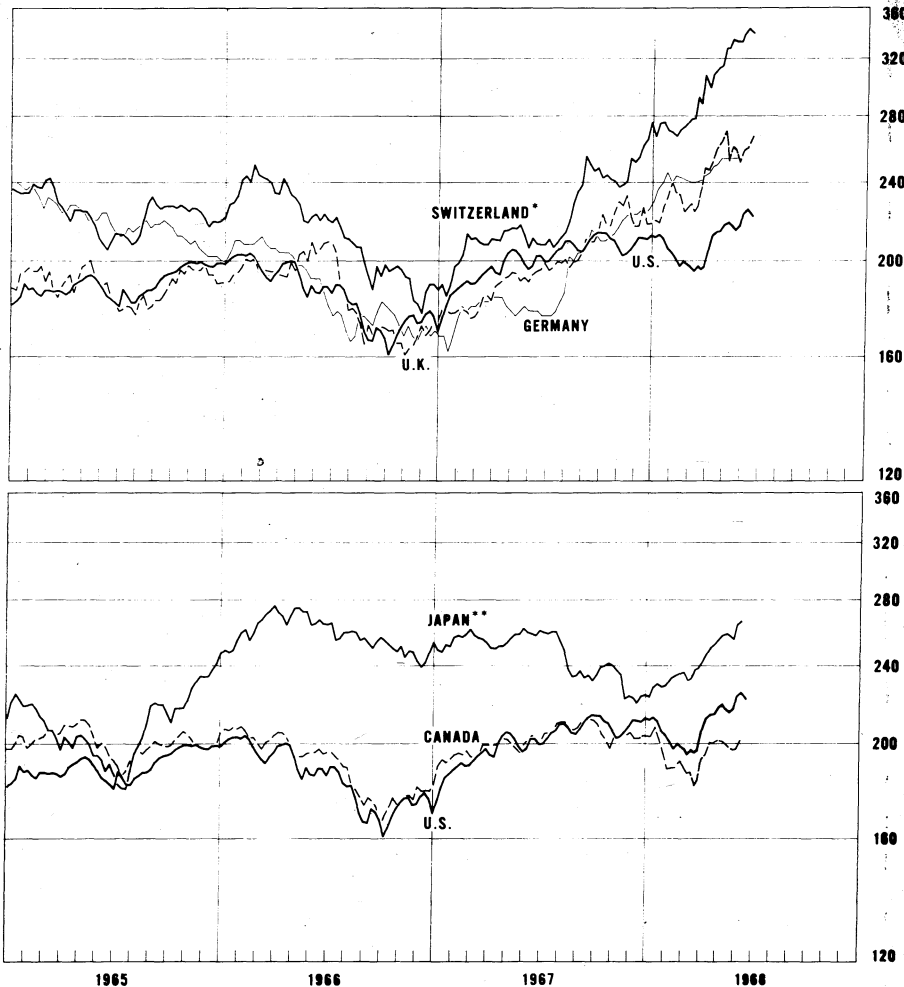
Per cent per annum



13

Chart 10

INDUSTRIAL STOCK INDICES



* Swiss Bank Corporation industrial stock index

** Japan index of 225 industrial and other stocks traded on the Tokyo exchange

H.13
No. 356

June 26, 1968.

II.a Latest Figures Plotted in H.13 Chart Series, 1968
(all figures per cent per annum)

Chart 1
Upper Panels (Wednesday, June 19)

Euro-\$ deposit 6.75

U.S. certif. of deposit 6.08

Lower Panels (Wednesday, June 19)

Call Euro-\$ deposit 6.36

Federal Funds 6.22

Chart 2
(Friday, June 21)

Upper Panel - Euro-\$ deposits:

Call 6.50 90-day 6.88
30-day 6.88 180-day 6.94

Middle Panel

Hire-purchase paper n.a.

Euro-\$ deposit n.a.

Lower Panel

Local-authority deposit n.a.

Euro-\$ deposit n.a.

Chart 3

I. Upper panel (Period: June 16-23)

Interbank Loan (mid-point) 3.63

Euro-\$ deposits (average) 3.52

Lower Panel (date May 15)

Zurich 3-month deposit 3.25

Euro-\$ rate (covered) 4.51

II. Price of gold 41.07

(Friday, June 21)

Chart 4
(Friday, June 21)

Treasury bills: Canada 6.46

U.S. 5.32

Spread favor Canada +1.14

Forward Canadian dollar -0.84

Net incentive (Canada +) +0.30

Canadian Finance paper 7.00

Chart 5
(Friday, June 21)

Treasury bills: U.K. 7.03

U.S. 5.32

Spread favor U.K. +1.71

U.K. local authority deposit 8.06

Chart 6
(Friday, June 21)

Treasury bills: U.S. 5.32

U.K. 7.03

Canada 6.46

Interbank loan rate (German)
(June 16-23) 3.63

Euro-\$ deposit (London) 6.88

Zurich 3-month deposit
(Date: May 15) 3.25

Japan Composite rate
(Date: April 30) 7.52

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Chart 7

U.S. Gov't. (Wed., June 19)	<u>5.17</u>
U.K. War Loan (Thurs., June 20)	<u>7.53</u>
German Fed. (Fri., June 14)	<u>6.33</u>
Swiss Confed. (Fri.,)	<u>n.a.</u>
Canadian Gov't. (Wed., June 19)	<u>6.67</u>
Netherlands Gov't.	
(Friday, June 14)	<u>6.48</u>
Euro-\$ bonds (Fri., June 21)	<u>7.79</u>
U.S. Euro-bonds (May 31)	<u>7.54</u>
U.S. Corporate Aaa (May 31)	<u>6.27</u>

Chart 8

(Friday, June 21)			
Swiss francs	<u>+1.52</u>	Dutch Glds.	<u>-0.03</u>
German marks	<u>+0.04</u>	Can. \$	<u>+0.41</u>
U.K. £ Ster.	<u>-0.70</u>	It. Lire	<u>+0.04</u>
Belgian francs	<u>+0.22</u>	Jap. Yens	<u>-0.46</u>
French francs	<u>-0.74</u>		

Chart 9

(Friday, June 21.)			
Against U.S. dollars:			
Swiss francs	<u>+2.37</u>	Dutch Glds.	<u>+1.16</u>
German marks	<u>+3.30</u>	Fr. Francs	<u>-3.48</u>
£ Sterling	<u>-4.29</u>	Can. \$	<u>-0.84</u>
Against pound sterling:			
Swiss francs	<u>+5.72</u>	Ger. marks	<u>+7.66</u>
U.S. dollars	<u>+3.57</u>		

Chart 10

U.S. (June 21)	<u>222.1</u>
Japan (June 21)	<u>n.a</u>
U.K. (Fri., June 21)	<u>267.3</u>
Switzerland (Fri., June 21)	<u>339.7</u>
Germany (May 31)	<u>253.4</u>
Canada (June 13)	<u>201.8</u>

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