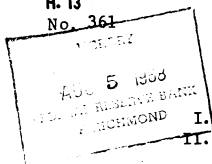


H. 13

No. 361



July 31, 1968.

CAPITAL MARKET DEVELOPMENTS ABROAD

- I. Ten Charts on Financial Markets Abroad
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NOT FOR PUBLICATION

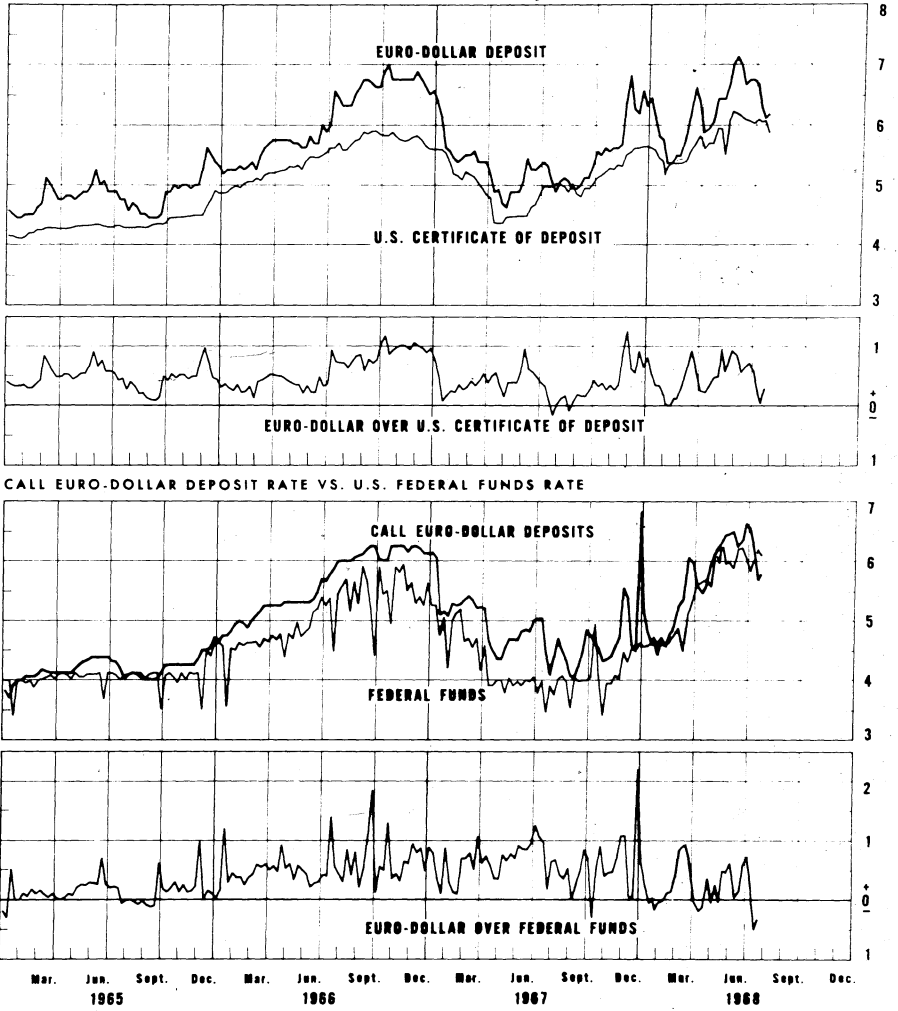
DECONTROLLED AFTER SIX MONTHS

Chart 1

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

Wednesday figures

Per cent per annum



3

Chart 2A

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

Friday figures

Per cent per annum

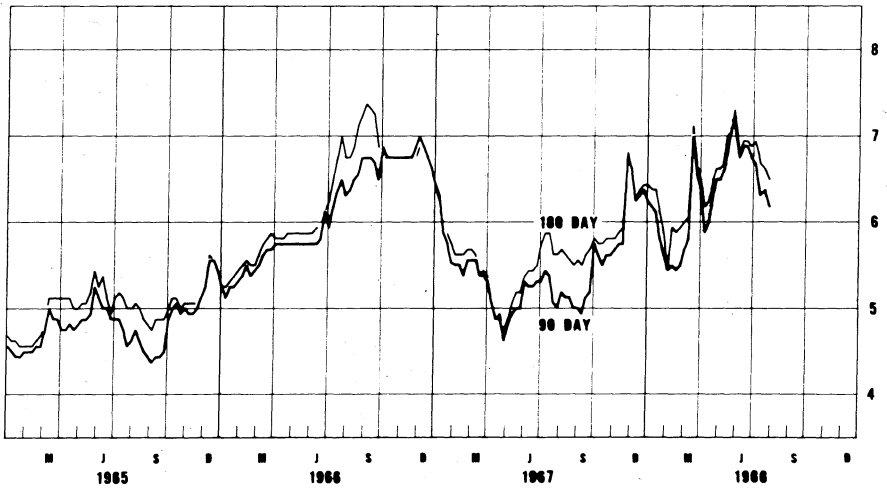
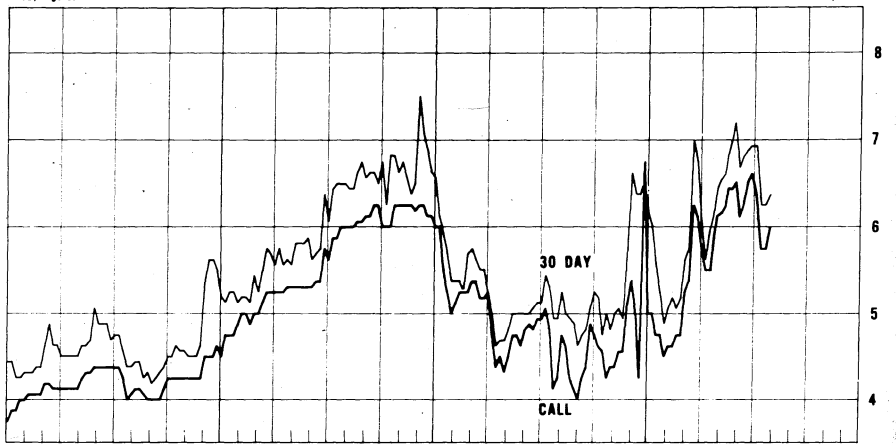


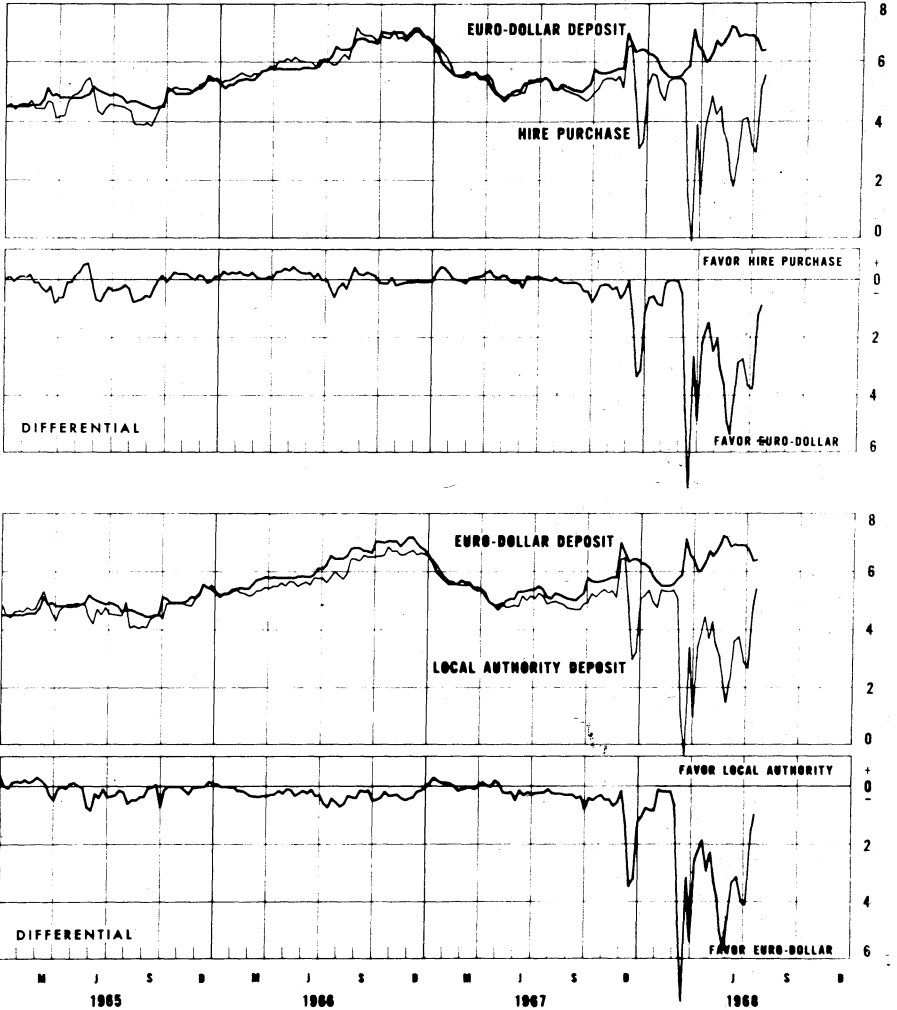
Chart 28

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

HIRE PURCHASE AND LOCAL AUTHORITY DEPOSIT RATES (covered)

Friday figures

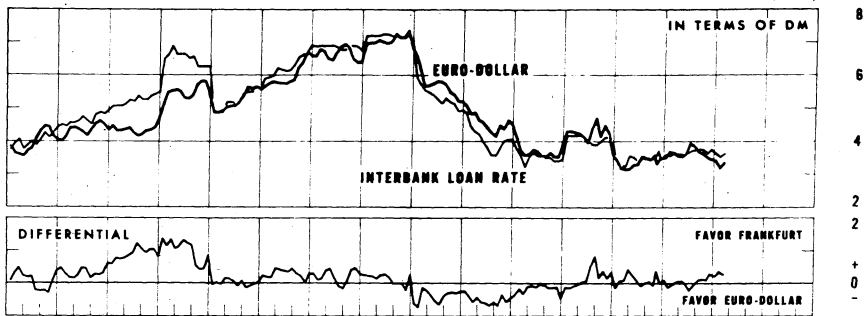
Per cent per annum



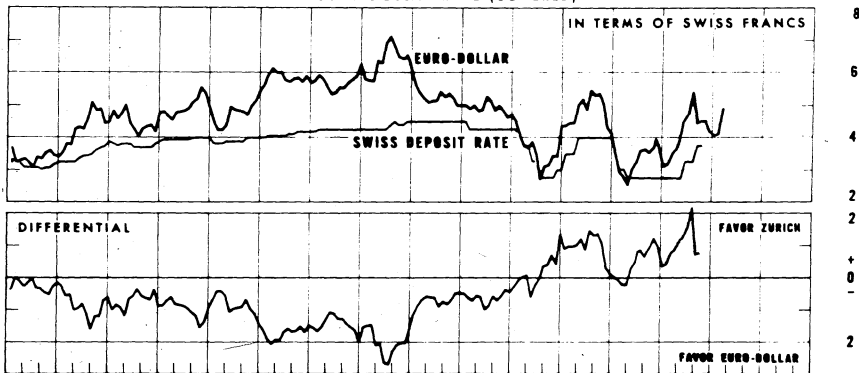
5

Chart 3

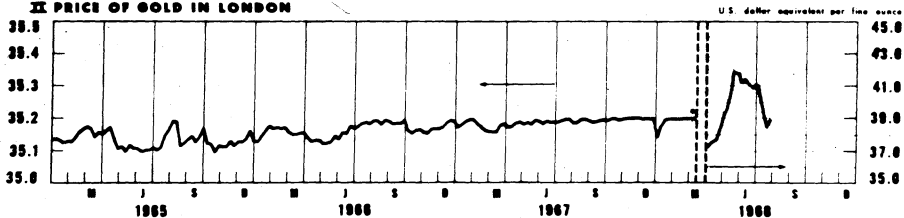
I INTEREST ARBITRAGE: FRANKFURT/LONDON, ZURICH/LONDON
FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE (COVERED)



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



II PRICE OF GOLD IN LONDON



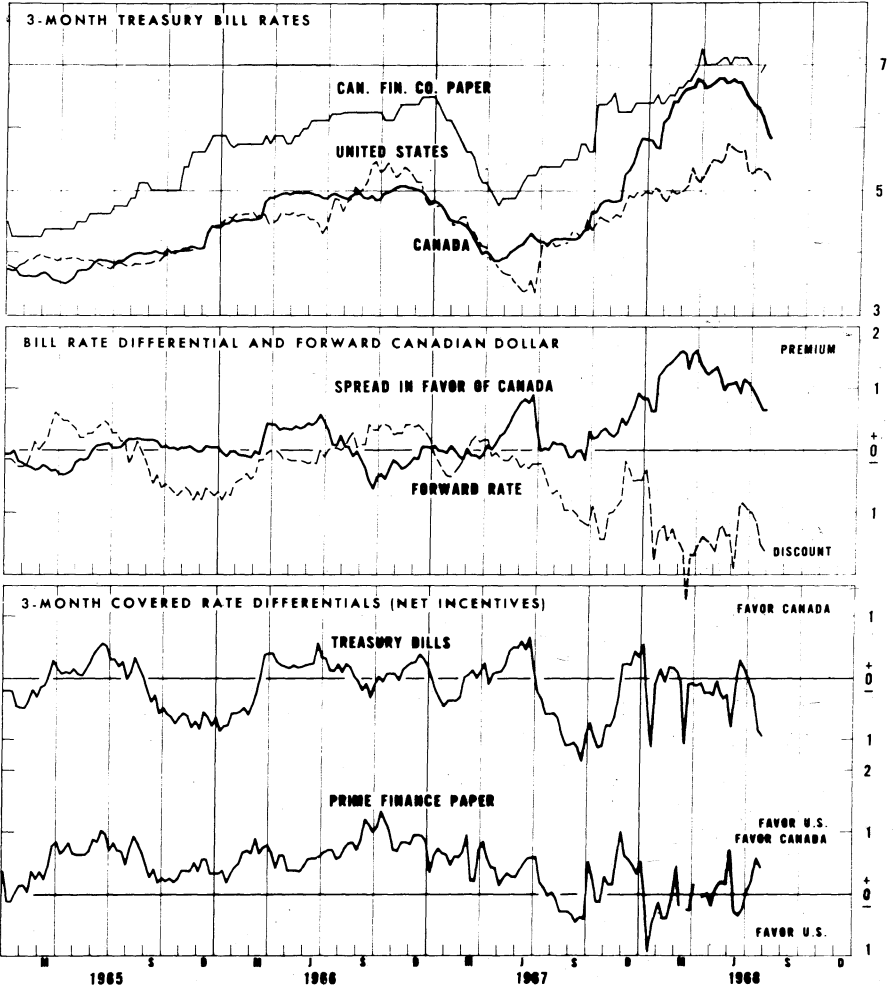
Market closed March 15-April 1, 1968

Chart 4

INTEREST ARBITRAGE, UNITED STATES / CANADA

Friday figures

Per cent per annum



7

Chart 5A

INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

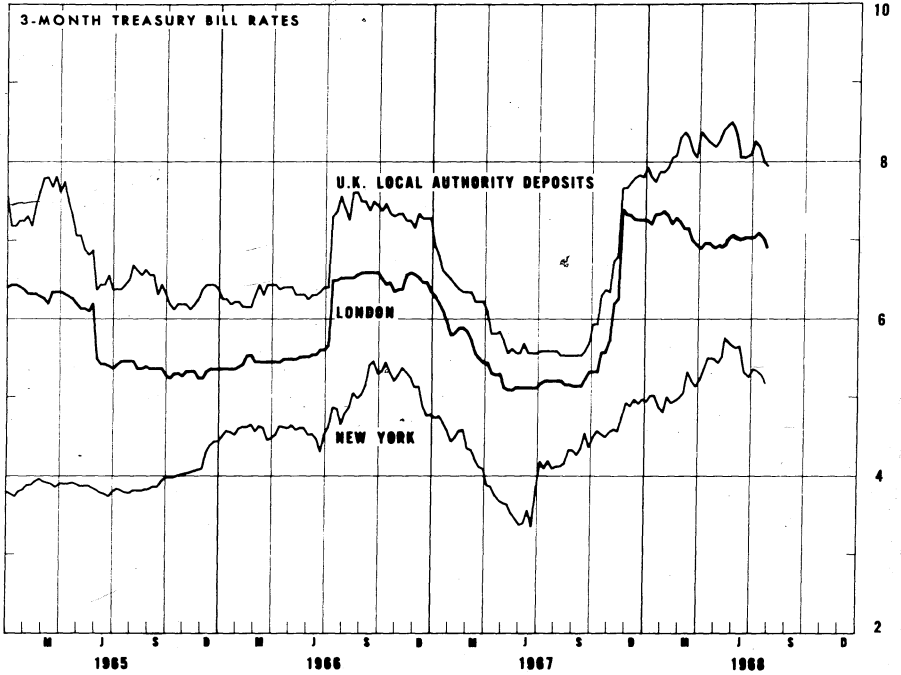
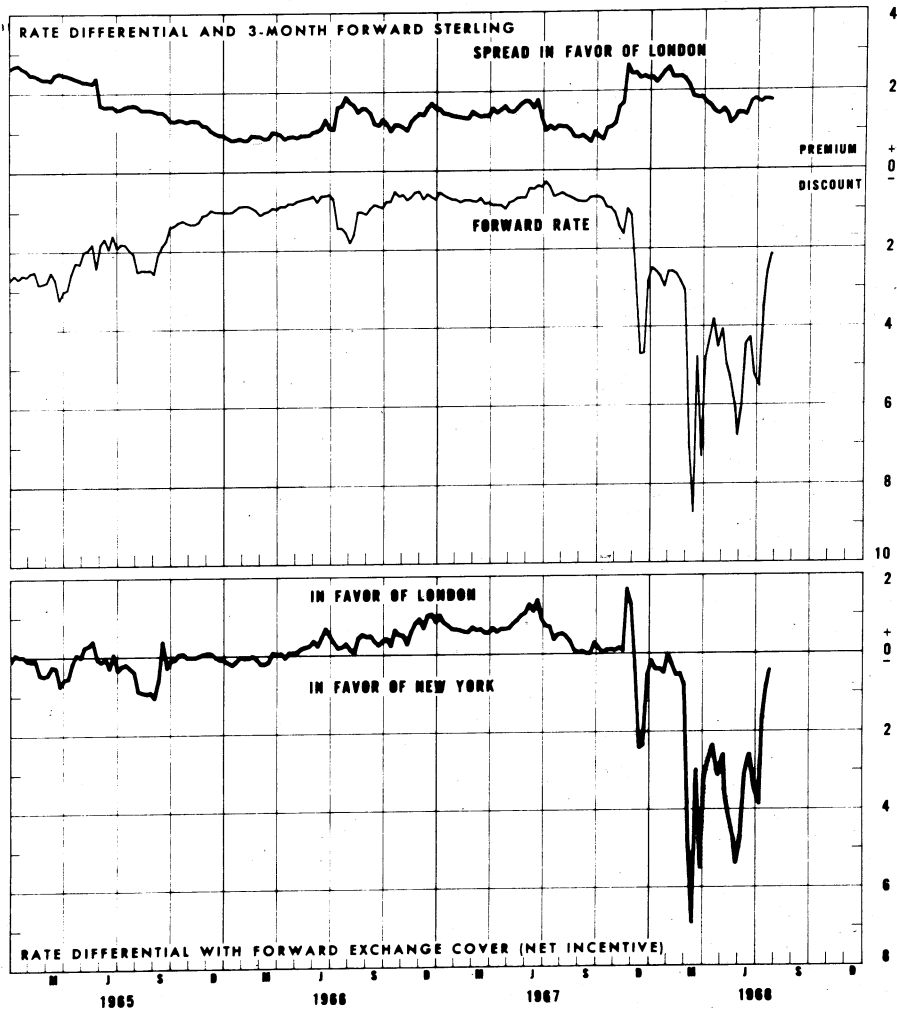


Chart 58
INTEREST ARBITRAGE, NEW YORK/LONDON

Per cent per annum

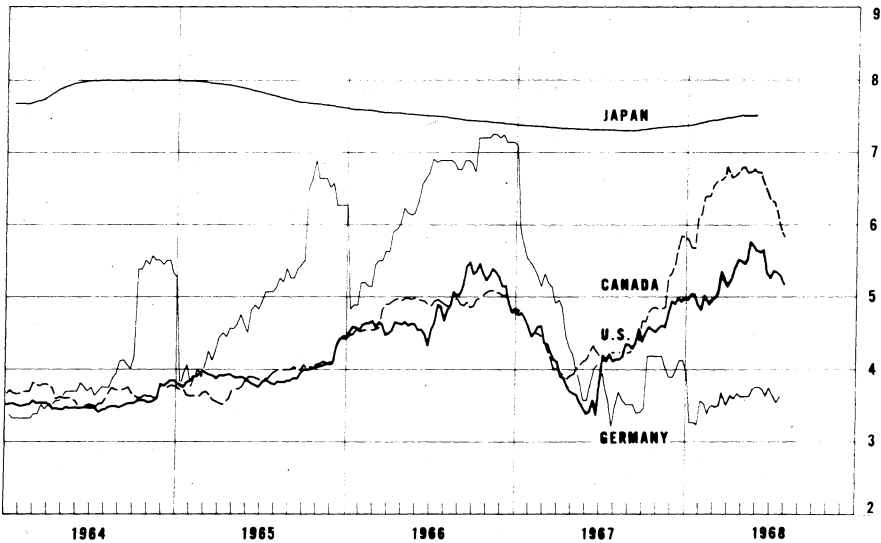
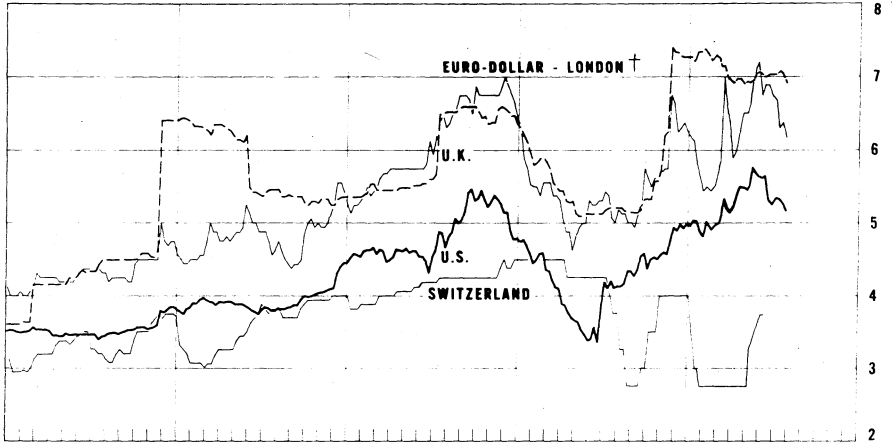


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Chart 6

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.

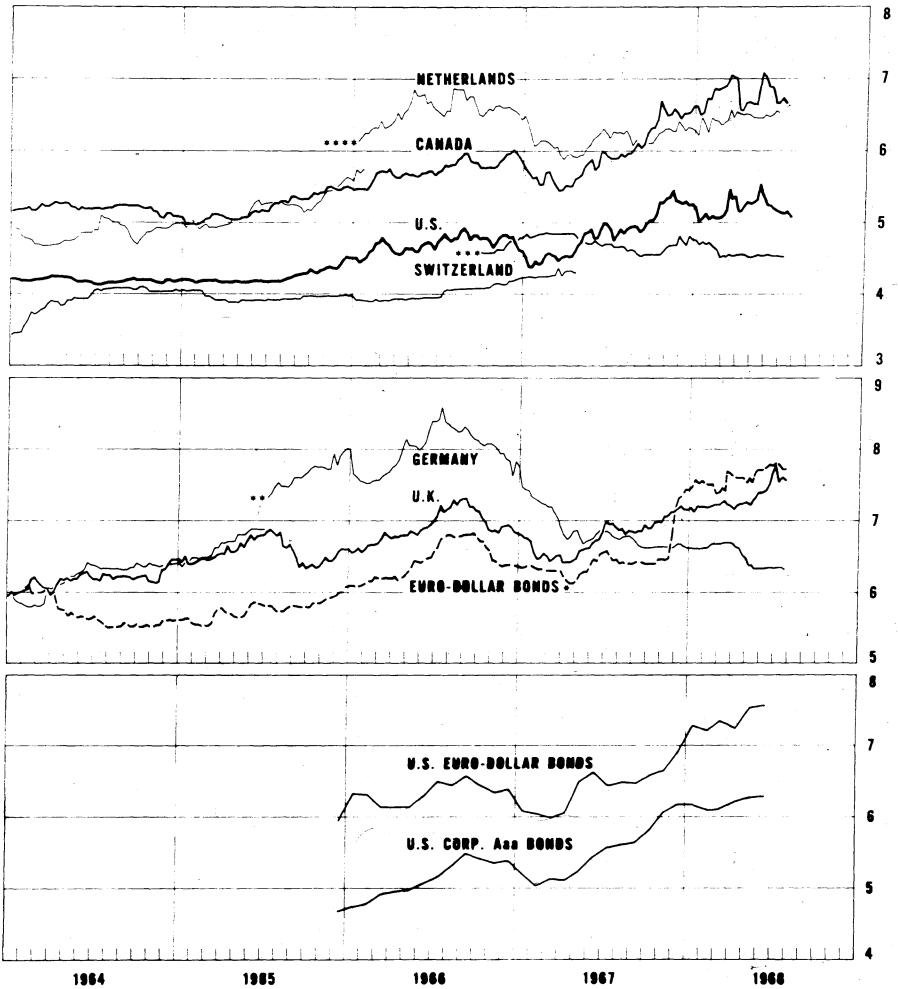
† 3-month rate for U.S. dollar deposits in London

Chart 7

LONG-TERM BOND YIELDS

Weekly figures

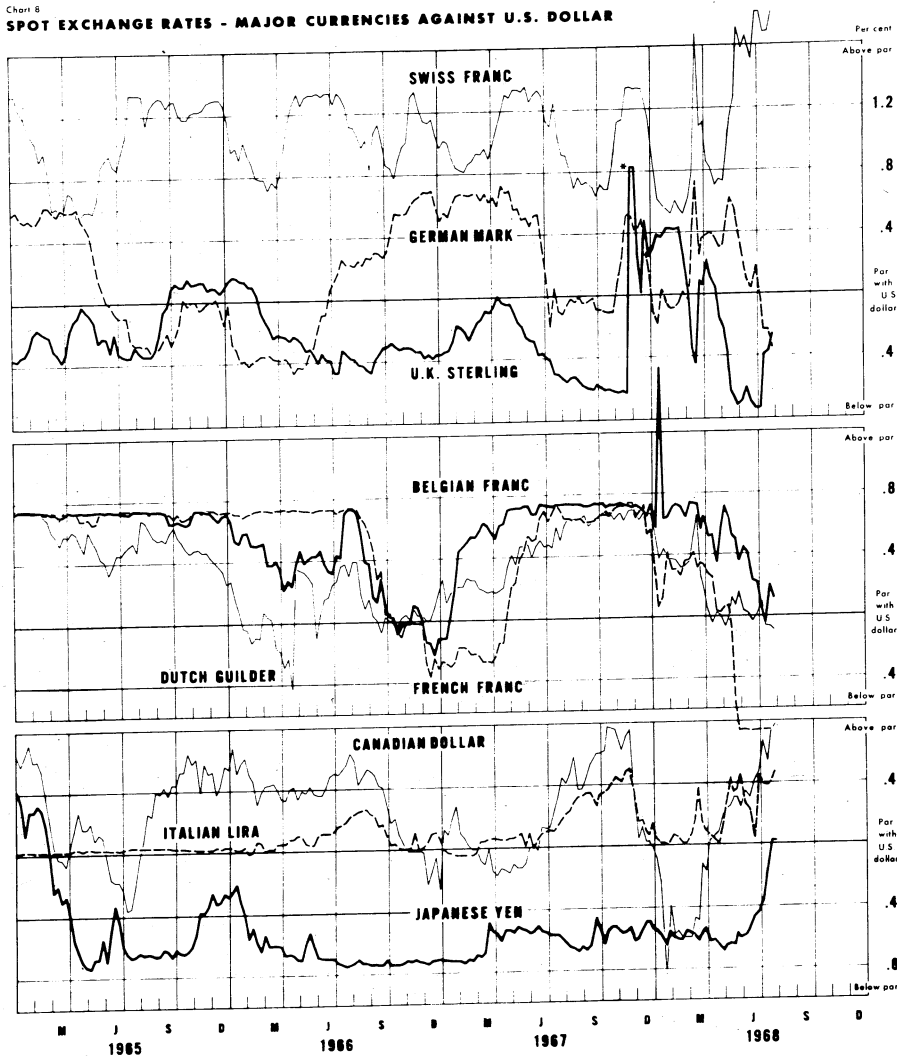
Per cent per annum



• 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

Chart 8

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

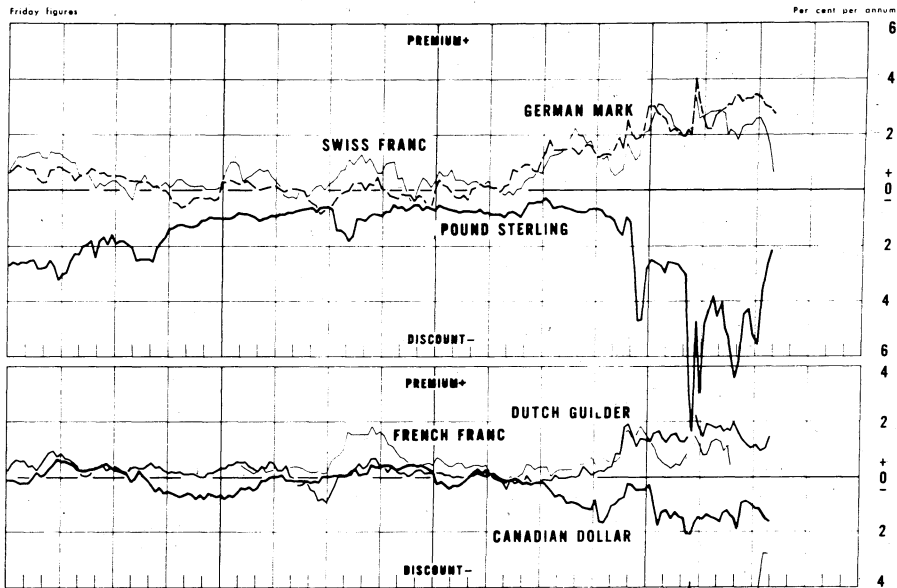


* Devaluation of the pound sterling from \$2.80 to \$2.40.

Chart 9

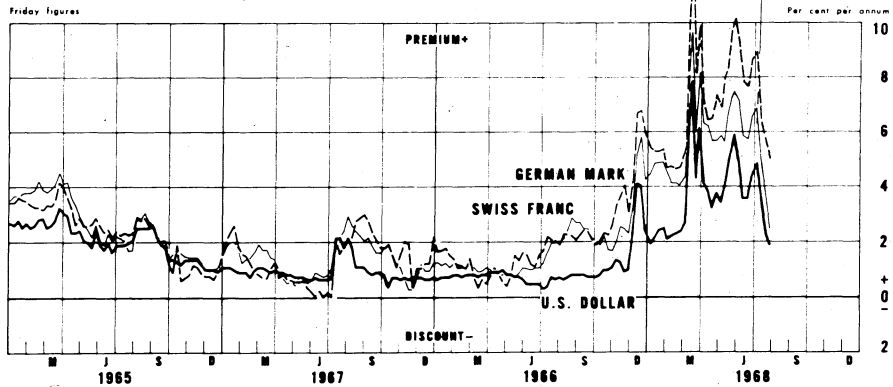
3-MONTH FORWARD EXCHANGE RATES AGAINST U.S. DOLLARS—NEW YORK

Friday figures



AGAINST POUND STERLING—LONDON

Friday figures

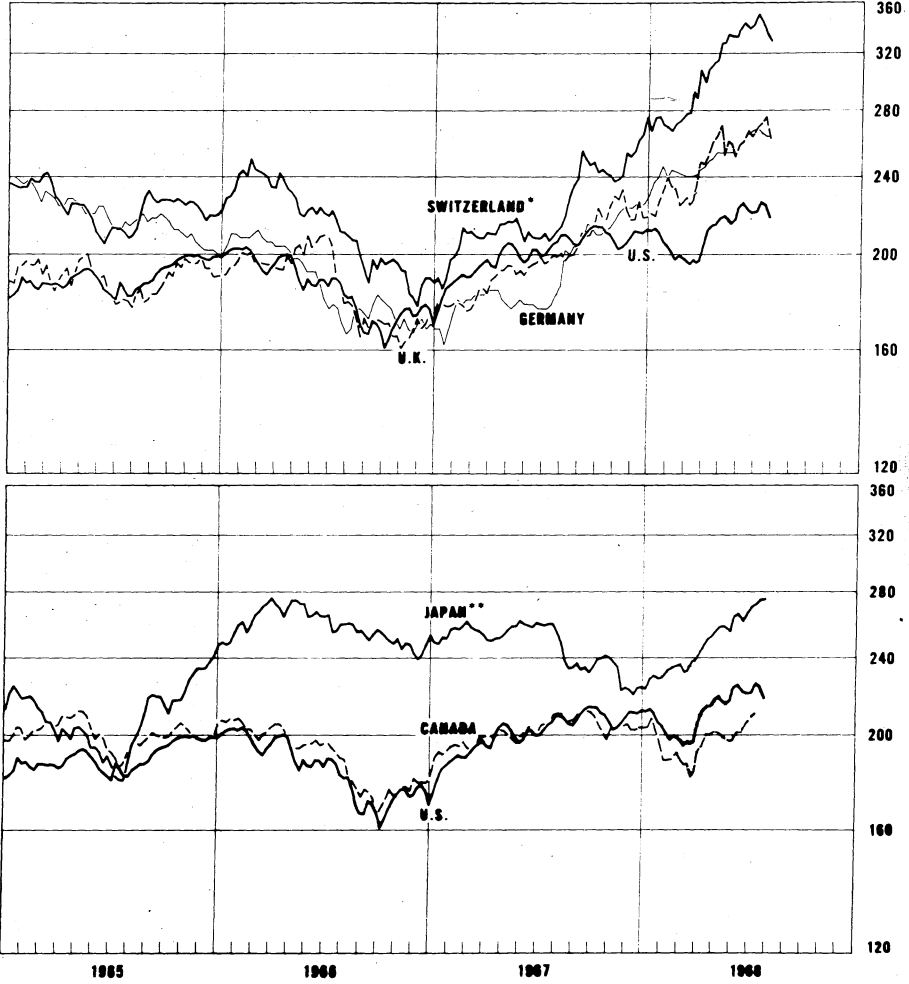


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Chart 10

INDUSTRIAL STOCK INDICES

1958=100
Ratio scale



* Swiss Bank Corporation industrial stock index
** Japan index of 225 industrial and other stocks traded on the Tokyo exchange

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No. 361

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

<u>Chart 1</u>	
<u>Upper Panels</u>	(Wednesday, <u>July 24</u>)
Euro-\$ deposit	<u>6.18</u>
U.S. certif. of deposit	<u>5.88</u>
<u>Lower Panels</u>	(Wednesday, <u>July 24</u>)
Call Euro-\$ deposit	<u>5.78</u>
Federal Funds	<u>6.10</u>

<u>Chart 4</u>	
	(Friday, <u>July 26</u>)
Treasury bills: Canada	<u>5.83</u>
U.S.	<u>5.17</u>
Spread favor Canada	<u>+0.66</u>
Forward Canadian dollar	<u>-1.61</u>
Net incentive (Canada +)	<u>-0.95</u>
Canadian Finance paper	<u>n.a.</u>

<u>Chart 2</u>	
<u>Upper Panel - Euro-\$ deposits:</u>	(Friday, <u>July 26</u>)
Call <u>6.00</u>	90-day <u>6.18</u>
30-day <u>6.38</u>	180-day <u>6.50</u>

<u>Chart 5</u>	
	(Friday, <u>July 26</u>)
Treasury bills: U.K.	<u>6.90</u>
U.S.	<u>5.17</u>
Spread favor U.K.	<u>+1.73</u>
U.K. local authority deposit	<u>7.94</u>

<u>Middle Panel</u>	
Hire-purchase paper	July 12 <u>5.09</u>
	July 19 <u>5.54</u>
Euro-\$ deposit	July 12 <u>6.34</u>
	July 19 <u>6.38</u>

Chart 6
(Friday, July 26)

Treasury bills: U.S.	<u>5.17</u>
U.K.	<u>6.90</u>
Canada	<u>5.83</u>

<u>Lower Panel</u>	
Local-authority deposit	July 12 <u>4.78</u>
	July 19 <u>5.41</u>
Euro-\$ deposit	July 12 <u>6.34</u>
	July 19 <u>6.38</u>

<u>Chart 3</u>	
I. <u>Upper panel</u>	(Period: <u>July 16-23</u>)
Interbank Loan (mid-point)	<u>3.62</u>
Euro-\$ deposits (average)	<u>3.36</u>

Interbank loan rate (German)	<u>3.62</u>
(<u>July 16-23</u>)	
Euro-\$ deposit (London)	<u>6.18</u>
Zurich 3-month deposit	

<u>Lower Panel</u>	
(date <u>June 15</u>)	
Zurich 3-month deposit	<u>3.75</u>
Euro-\$ rate (covered) (July 23)	<u>4.91</u>

(Date: <u>June 15</u>)	<u>3.75</u>
Japan Composite rate	
(Date: <u>May 31</u>)	<u>7.52</u>

II. <u>Price of gold</u>	<u>38.92</u>
(Friday, <u>July 26</u>)	

July 31, 1968

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- I Ib -

Chart 7

U.S. Gov't. (Wed., July 24)	<u>5.06</u>
U.K. War Loan (Thurs., July 18)	<u>7.60</u>
(Thurs., July 25)	<u>7.55</u>
German Fed. (Fri., July 19)	<u>6.34</u>
(Fri., July 26)	<u>6.33</u>
Swiss Confed. (Fri., July 19)	<u>n.a.</u>
Canadian Gov't. (Wed., July 17)	<u>n.a.</u>
Netherlands Gov't.	
(Friday, July 19)	<u>6.63</u>
Euro- $\$$ bonds (Fri., July 26)	<u>7.72</u>
U.S. Euro-bonds (June 30)	<u>7.57</u>
U.S. Corporate Aaa (June 30)	<u>6.28</u>

Chart 8

(Friday, July 26)	
Swiss francs <u>+1.80</u>	Dutch Glds. <u>-0.09</u>
German marks <u>-0.35</u>	Can. $\$$ <u>+0.78</u>
U.K. \pounds Ster. <u>-0.25</u>	It. Lire <u>+0.48</u>
Belgian francs <u>+0.11</u>	Jap. Yens <u>+0.03</u>
French francs <u>-0.74</u>	

Chart 9

(Friday, July 26)	
<u>Against U.S. dollars:</u>	
Swiss francs <u>+0.65</u>	Dutch Glds. <u>+1.45</u>
German marks <u>+2.78</u>	Fr. Francs <u>-2.79</u>
\pounds Sterling <u>-2.14</u>	Can. $\$$ <u>-1.61</u>
<u>Against pound sterling:</u>	
Swiss francs <u>+2.45</u>	Ger. marks <u>+5.00</u>
U.S. dollars <u>+1.88</u>	

Chart 10

U.S. (July 26)	<u>218.2</u>
Japan (July 26)	<u>275.5</u>
U.K. (Fri., July 26)	<u>262.5</u>
Switzerland (Fri., July 26)	<u>329.3</u>
Germany (July 26)	<u>263.2</u>
Canada (July 18)	<u>n.a.</u>

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