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NOT FOR PUBLICATION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

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

Chart 28

EURO DOLLAR DEPOSIT
HIRE PURCHASE
FAVOR HIRE PURCHASE
DIFFERENTIAL
FAVOR EURO DOLLAR

EURO DOLLAR DEPOSIT
LOCAL AUTHORITY DEPOSIT
DIFFERENTIAL
FAVOR EURO DOLLAR

1965 1966 1967 1968
Chart 58
INTEREST ARBITRAGE, NEW YORK/LONDON

RATE DIFFERENTIAL AND 3-MONTH FORWARD STERLING

SPREAD IN FAVOR OF LONDON

PREMIUM

DISCOUNT

FORWARD RATE

IN FAVOR OF LONDON

IN FAVOR OF NEW YORK

RATE DIFFERENTIAL WITH FORWARD EXCHANGE COVER (NET INCENTIVE)
SHORT-TERM INTEREST RATES*

*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.
* Devaluation of the pound sterling from $2.80 to $2.40.
INDUSTRIAL STOCK INDICES

1965 1966 1967 1968

Switzerland

Germany

U.K.

U.S.

Japan

Canada

- 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  (Wednesday, Sept. 11)

Upper Panels

| Euro-$ deposit   | 6.00 |
| U.S. certif. of deposit | 5.85 |

Lower Panels (Wednesday, Sept. 11)

| Call Euro-$ deposit | 5.89 |
| Federal Funds       | 5.78 |

Chart 2  (Friday, Sept. 13)

Upper Panel - Euro-$ deposits:

| Call 5.62 | 90-day 5.81 |
| 30-day 5.68 | 180-day 6.12 |

Middle Panel

Hire-purchase paper Sept. 6 4.97

Euro-$ deposit Sept. 6 6.06

Chart 3  (Period: Sept. 8-15)

| Interbank Loan (mid-point) 3.62 |
| Euro-$ deposits (average) 3.38 |

Lower Panel (date Aug. 15)

| Zurich 3-month deposit 3.75 |
| Euro-$ rate (covered) Sept. 15 4.62 |

II. Price of gold  (Friday, Sept. 13)

| 40.08 |

Chart 4  (Friday, Sept. 13)

| Treasury bills: Canada 5.42 |
| U.S. 5.25 |
| Spread favor Canada +0.17 |
| Forward Canadian dollar -0.79 |
| Net incentive (Canada +) -0.62 |
| Canadian Finance paper n.a. |

Chart 5  (Friday, Sept. 13)

| Treasury bills: U.K. 6.69 |
| U.S. 5.25 |
| Spread favor U.K. +1.44 |
| U.K. local authority deposit 7.68 |

Chart 6  (Friday, Sept. 13)

| Treasury bills: U.S. 5.25 |
| U.K. 6.69 |
| Canada 5.42 |

Interbank loan rate (German) (Sept. 8-15) 3.62

Euro-$ deposit (London) 5.81

Zurich 3-month deposit (Date: Aug. 15) 3.75

Japan Composite rate (Date: July 31) 7.52
Chart 7

U.S. Gov't. (Wed., Sept. 11) 5.15
U.K. War Loan (Thurs., Sept. 12) 7.59
German Fed. (Fri., Sept. 13) 6.21
Swiss Confed. (Fri., ___) n.a.
Canadian Gov't. (Wed., Sept. 11) 6.56
Netherlands Gov't. (Friday, ___) n.a.
Euro-$ bonds (Fri., Sept. 13) 7.61
U.S. Euro-bonds (Aug. 31) 7.16
U.S. Corporate Aaa (Aug. 31) 6.02

Chart 8
(Friday, Sept. 13)
Swiss francs +1.68 Dutch Glds. -0.41
German marks +0.69 Can. $ +0.68
U.K. f Ster. -0.56 It. Lire +0.45
Belgian francs -0.26 Jap. Yens +0.22
French francs -0.75

Chart 9
(Friday, Sept. 13)
Against U.S. dollars:
Swiss francs +1.19 Dutch Glds. +1.16
German marks +2.62 Fr. Francs -1.39
£ Sterling -2.46 Can. $ -0.79

Against pound sterling:
Swiss francs +3.10 Ger. marks +5.06
U.S. dollars +2.05

Chart 10
U.S. (Sept. 13) 223.4
Japan (Sept. 13) 308.1
U.K. (Fri., Sept. 13) 285.1
Switzerland (Fri., Sept. 13) 340.5
Germany (Aug. 30) 270.4
Canada (Sept. 5) 210.5

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