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
Chart 5 - Interest Arbitrage: New York/London
Chart 6 - Short-Term Interest Rates
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Chart 8 - Spot Exchange Rates--Major Currencies Against U.S. Dollar
Chart 9 - 3-Month Forward Exchange Rates
Chart 10 - Industrial Stock Indices

NOT FOR PUBLICATION

DECONTROLLED AFTER SIX MONTHS
CHART 2A
LONDON: YIELDS FOR U.S. DOLLAR INVESTORS ON 3-MONTH FUNDS
EURO-DOLLAR DEPOSIT RATES

Friday figures

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

EURO-DOLLAR DEPOSIT

HIRE PURCHASE

FAVOR HIRE PURCHASE

DIFFERENTIAL

FAVOR EURO-DOLLAR

EURO-DOLLAR DEPOSIT

LOCAL AUTHORITY DEPOSIT

FAVOR LOCAL AUTHORITY

DIFFERENTIAL

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

IN TERMS OF DM
EURO-DOLLAR

INTERBANK LOAN RATE

DIFFERENTIAL
FAVOR FRANKFURT
FAVOR EURO-DOLLAR

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

IN TERMS OF SWISS FRANCS
EURO-DOLLAR

SWISS DEPOSIT RATE

DIFFERENTIAL
FAVOR ZURICH
FAVOR EURO-DOLLAR

II PRICE OF GOLD IN LONDON

U.S. dollar equivalent per fine ounce

* Market closed March 15-April 1, 1968
Chart 4
INTEREST ARBITRAGE, UNITED STATES / CANADA
Friday figures

3-MONTH TREASURY BILL RATES

CAN. FIN. CO. PAPER
UNITED STATES
CANADA

BILL RATE DIFFERENTIAL AND FORWARD CANADIAN DOLLAR

SPREAD IN FAVOR OF CANADA
FORWARD RATE

3-MONTH COVERED RATE DIFFERENTIALS (NET INCENTIVES)

TREASURY BILLS

PRIME FINANCE PAPER

FAVOR CANADA
FAVOR U.S.

1965 1966 1967 1968
Chart 5A
INTEREST ARBITRAGE, NEW YORK/LONDON

3-MONTH TREASURY BILL RATES

U.K. LOCAL AUTHORITY DEPOSITS
LONDON
NEW YORK

Per cent per annum
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.
LONG-TERM BOND YIELDS

Weeks figures

PER CENT PER ANNUUM

NETHERLANDS

CANADA

U.S.

SWITZERLAND

GERMANY

U.K.

EURO-DOLLAR BONDS

U.S. EURO-DOLLAR BONDS

U.S. CORP. Aaa BONDS


* Average of yields for four foreign government dollar bonds quoted in London
** New series for Germany starts 7/65
*** New series for Switzerland starts 3/67
**** New series for Netherlands starts 1/66
***** New series for Switzerland starts 8/68
Chart 8A

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

- Swiss Franc
- German Mark
- U.K. Sterling
- Dutch Guilder
- French Franc
- Japanese Yen

*Devaluation of the pound sterling from $2.80 to $2.40*
3-MONTH FORWARD EXCHANGE RATES
AGAINST U.S. DOLLARS—NEW YORK
Friday figures

<table>
<thead>
<tr>
<th>Date</th>
<th>Premium</th>
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<tr>
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<td>1969</td>
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3-MONTH FORWARD EXCHANGE RATE
AGAINST POUND STERLING—LONDON
Friday figures

PREMIUM*

GERMAN MARK

U.S. DOLLAR

SWISS FRANC

FRENCH FRANC


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

October 30, 1968.

Chart 1

Upper Panels (Wednesday, Oct. 23)
- Euro-$ deposit: 6.38
- U.S. certif. of deposit: 5.98

Lower Panels (Wednesday, Oct. 23)
- Call Euro-$ deposit: 6.20
- Federal Funds: 5.84

Chart 2A

Euro-$ deposits (Friday, Oct. 25)
- Upper Panel:
  - Call: 6.12
  - 30-day: 6.44
- Lower Panel:
  - 90-day: 6.56
  - 180-day: 6.56

Chart 2B

Hire-Purchase (Oct. 18) 6.02
Local Authority (Oct. 18) 5.83
Euro-$ deposit (Oct. 18) 6.59

Chart 3

I. Upper Panel (Period: Oct. 16-23)
- Interbank Loan (mid-point): 4.75
- Euro-$ deposits (average): 4.11

II. Price of Gold (London)
- (average-week ended Oct. 25) 39.14

Chart 4

(Friday, Oct. 25)
- Treasury bills: Canada 5.50
- U.S. 5.37
- Spread (favor Canada +) +0.13
- Forward Canadian dollar -0.63
- Net incentive (Canada +) -0.50
- Canadian Finance paper 6.25

Chart 5A

(Friday, Oct. 25)
- U.K. Local Authority deposit 7.19
- Treasury bills: U.K. 6.38
- U.S. 5.37

Chart 5B

- Spread (favor U.K. +) +1.01
- Forward rate -1.12
- Net incentive (U.K. +) -0.11

Chart 6

(Friday, Oct. 25)
- Upper Panel
  - Treasury Bills
    - U.S. 5.37
    - U.K. 6.38
    - Canada 5.50
- Euro-$ deposit (London) 6.56

Lower Panel
- German Interbank loan rate (Oct. 16-23) 4.75
- Zurich 3-month deposit (Oct. 23) 4.00
- Japan Composite Rate (Aug. 30) 7.49
- U.S. Treasury bills (Oct. 25) 5.37
Chart 7

Upper Panel
- U.S. Gov't. (Wed., Oct. 23) 5.28
- Netherlands Gov't. (Fri., Oct. 1) 6.48
- Canadian Gov't. (Wed., Oct. 23) 7.04
- Swiss Gov't. Composite (Fri., Oct. 25) 4.37

Middle Panel
- German Fed. (Fri., Oct. 25) 6.21
- U.K. War Loan (Thus., Oct. 24) 7.51
- Euro-$ bonds (Fri., Oct. 25) 7.56

Lower Panel
- U.S. Euro-bonds (Sept. 30) 7.14
- U.S. Corporate Aaa (Sept. 30) 5.97

Chart 8A (Friday, Oct. 25)

Upper Panel
- Swiss francs +1.78
- German marks +0.60
- U.K. £ sterling -0.38

Lower Panel
- French francs -0.76
- Dutch guilders -0.46
- Japanese yens +0.45

Chart 8B (Friday, Oct. 25)

Belgian francs -0.73
Canadian dollars +0.78
Italian lira +0.33

Chart 9A (Friday, Oct. 25)

Upper Panel
- Swiss francs +0.47
- German marks +2.25
- £ sterling -1.12

Lower Panel
- French franc -0.47
- Dutch guilder +1.03
- Canadian dollar -0.63

Chart 9B (Friday, Oct. 25)

Against pound sterling

Upper Panel
- German mark +3.42
- U.S. dollar +0.98

Lower Panel
- Swiss franc +1.39

Chart 10
(Index; 1958 = 100)

Upper Panel
- U.K. (Oct. 25) 267.1
- Germany (Oct. 23) 268.2
- Switzerland (Oct. 25) 344.2

Lower Panel
- U.S. (Oct. 25) 231.7
- Canada (Oct. 10) 219.0
- Japan (Oct. 25) 305.5

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