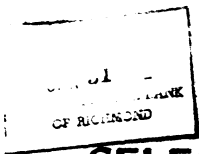


January 26, 1972 No. 542

H-13 Division of International Finance Europe and British Commonwealth Section



120
(50-1) 6W... H-13

SELECTED INTEREST & EXCHANGE RATES FOR MAJOR COUNTRIES & THE U.S.

WEEKLY SERIES OF CHARTS

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

TABLE OF CONTENTS

PART I. EXCHANGE RATES AND GOLD PRICES

- Chart 1A and B - Spot Exchange Rates, Major Currencies against U.S. Dollar
- Chart 2A and B - 3-Month Forward Exchange Rates, Major Currencies against U.S. Dollar
- Chart 3A and B - 3-Month Forward Exchange Rates, Major Currencies against U.K. Pound
- Chart 4 - Gold Price in London

PART II. SHORT-TERM INTEREST RATES

- Chart 5 - Call Money Rates
- Chart 6A and B - London: Euro-\$ Deposit Rates
- Chart 7A and B - New York - London: Yields on U.S. Dollar Funds
- Chart 8A and B - London: Covered Yields on U.S. Dollar Funds
- Chart 9A and B - Interest Arbitrage: United States-United Kingdom
- Chart 10A and B - Interest Arbitrage: U.S.-Germany and U.S.-Switzerland
- Chart 11 - Interest Arbitrage: United States-Canada
- Chart 12A and B - Selected Short-term Interest Rates

PART III. LONG-TERM INTEREST RATES AND STOCK INDICES

- Chart 13 - Long-Term Bond Yields
- Chart 14 - Industrial Stock Indices

PART IV. SELECTED CENTRAL BANK DISCOUNT RATES AND LATEST FIGURES PLOTTED ON THE CHARTS

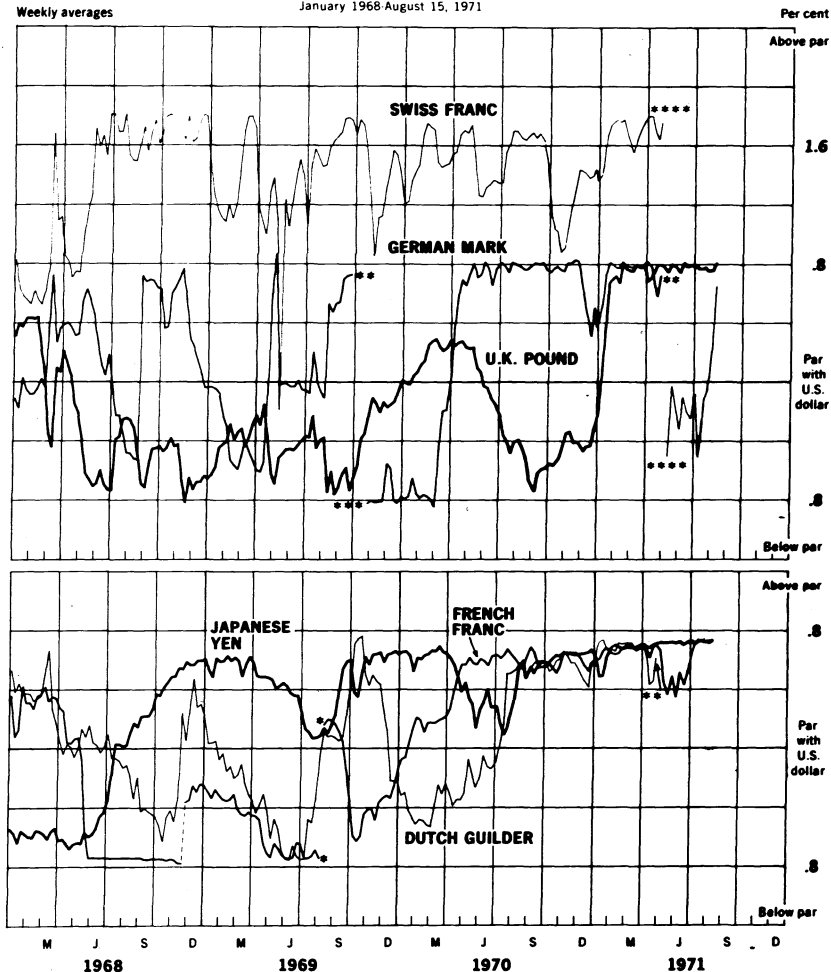
NOTE: This series is a continuation of the CAPITAL MARKETS DEVELOPMENTS ABROAD, which was published under that title through December 31, 1968. The changes in the format and order of the charts are explained in the Supplement to the series, which accompanied issue dated January 1, 1969. All series and their sources are fully described in a Supplement dated January 1, 1972.

Chart 1A

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

Weekly averages

January 1968-August 15, 1971



* Devaluation of the French franc from 4.94 to 5.55 for \$1.00.

** Rate not supported by Central Bank.

*** Revaluation of the DM from 25.00 to 27.32 in U.S. cents.

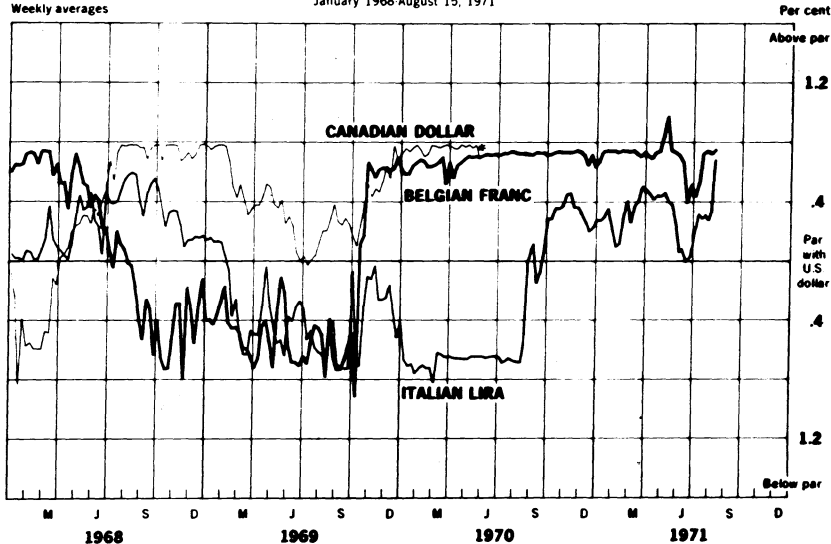
**** May 10, 1971 - Swiss franc revalued; new par 24.485 U.S. cents.

Chart 1B

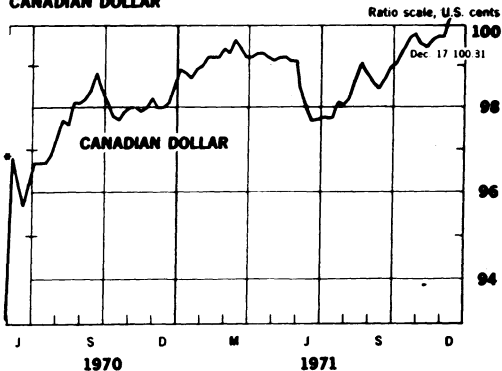
SPOT EXCHANGE RATES - MAJOR CURRENCIES AGAINST U.S. DOLLAR

Weekly averages

January 1968 August 15, 1971



CANADIAN DOLLAR



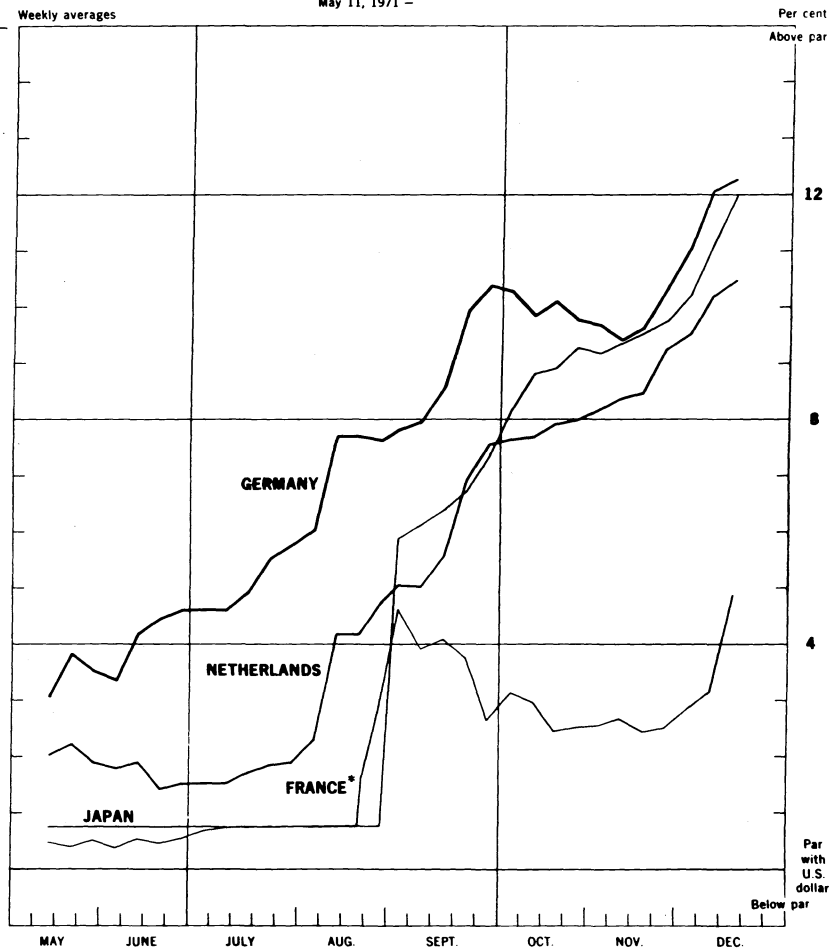
*Rate not supported by Central Bank

124
Chart 1C

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

Weekly averages

May 11, 1971 -



*Financial franc

125

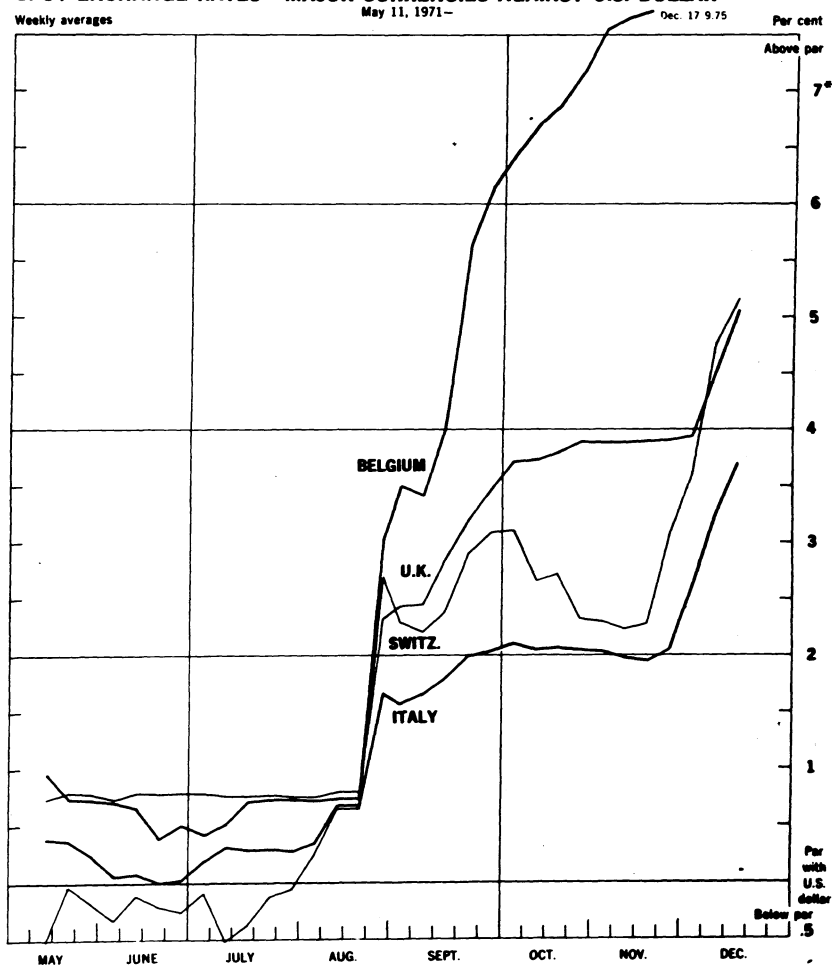
Chart 1D

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

Weekly averages

May 11, 1971-

Dec. 17 9.75

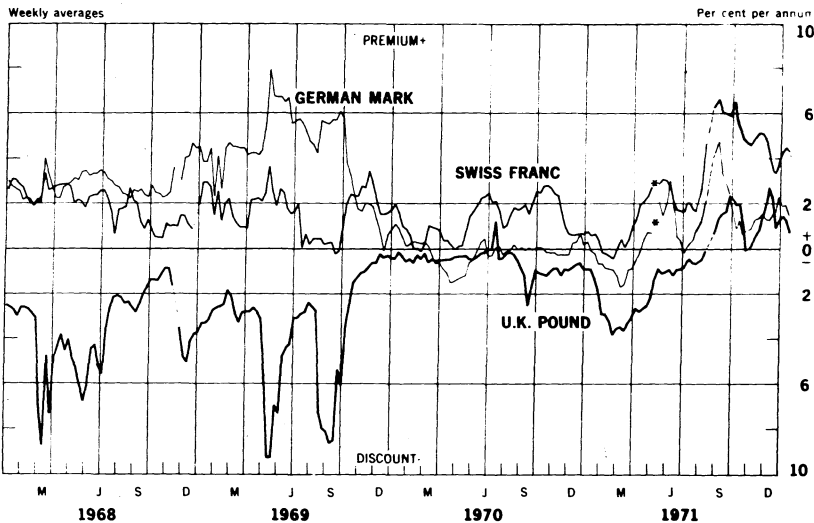


1971

*For clarity the vertical scale is double that used in 1C

Chart 2A

3-MONTH FORWARD EXCHANGE - MAJOR CURRENCIES AGAINST U.S. DOLLAR



* No quotation.

4-MONTH FORWARD YEN AGAINST U.S. DOLLAR

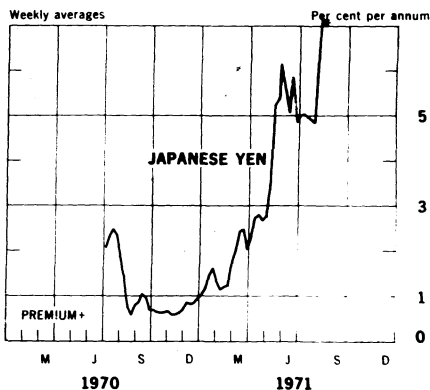


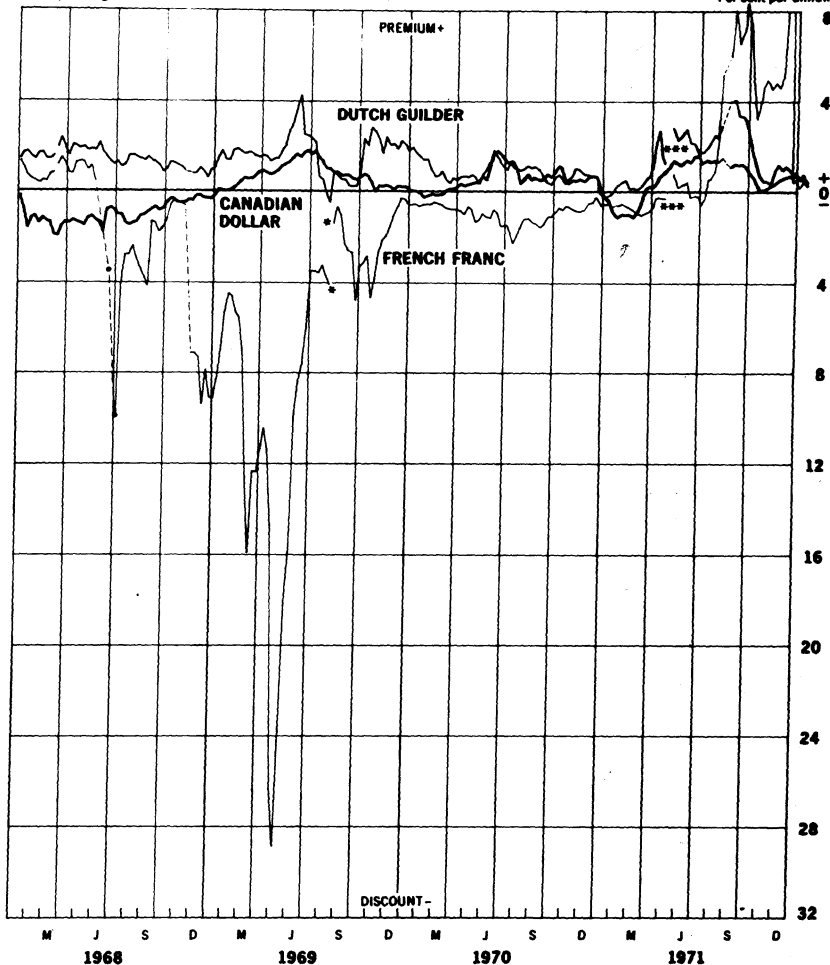
Chart 2B

127

3-MONTH FORWARD EXCHANGE - MAJOR CURRENCIES AGAINST U.S. DOLLAR

Weekly averages

Per cent per annum



* Devaluation of the French franc from 4.94 to 5.55 for \$1.00.

** Can. \$ rate not supported by Bank of Canada.

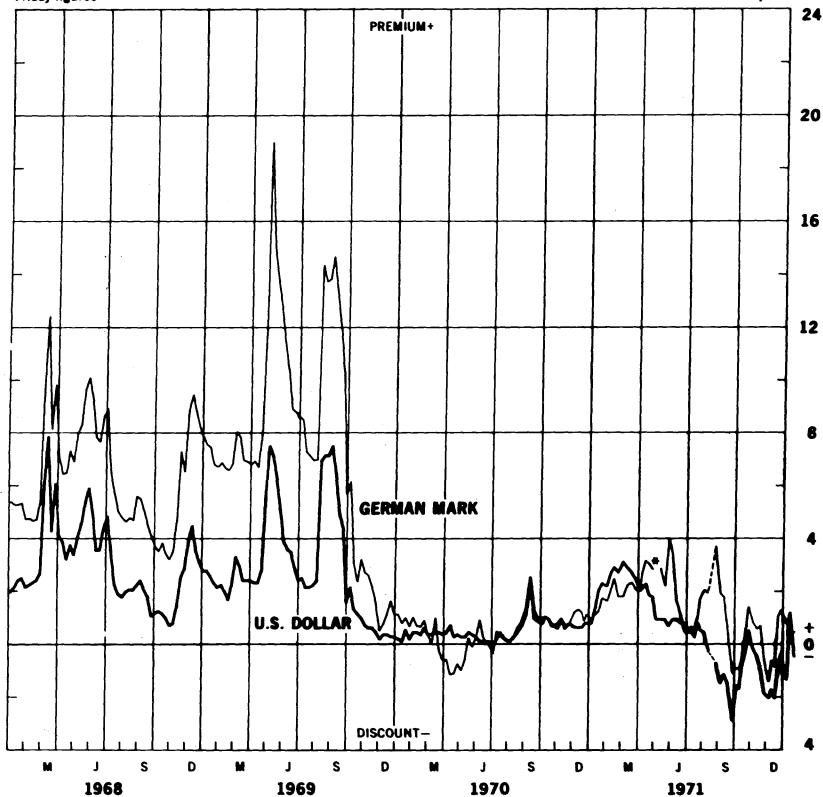
*** No quotation

126
Chart 3A

3-MONTH FORWARD EXCHANGE - MAJOR CURRENCIES AGAINST U.K. POUND

Friday figures

Per cent per annum

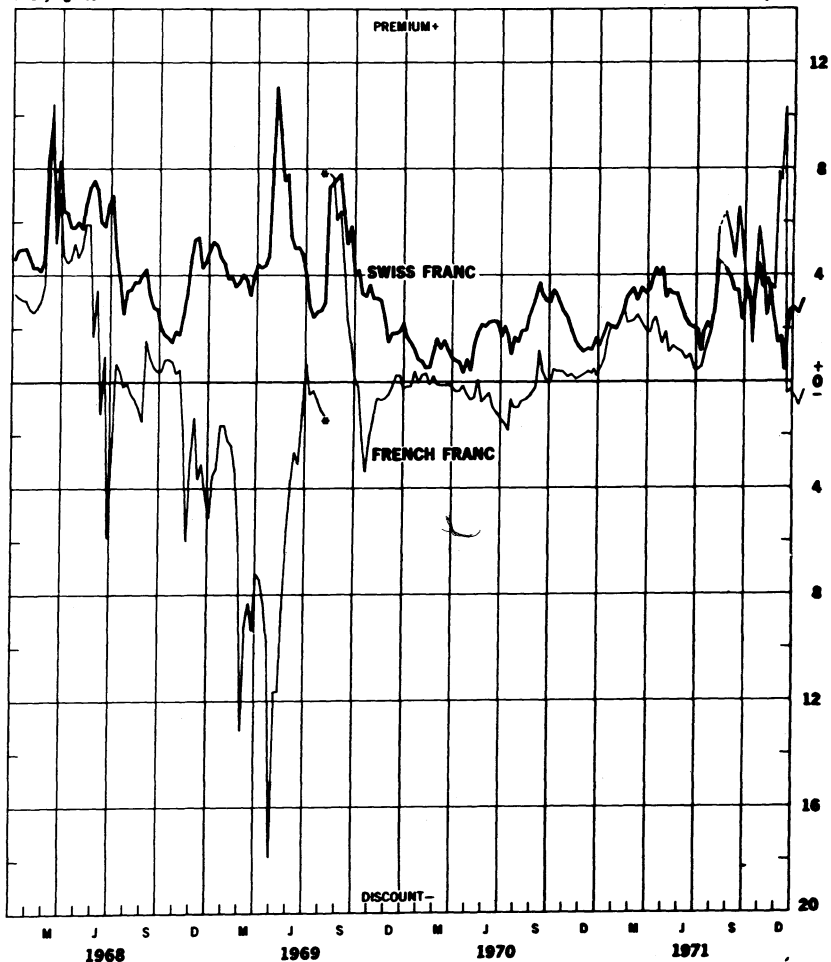


* No quotation.

3-MONTH FORWARD EXCHANGE - MAJOR CURRENCIES AGAINST U.K. POUND

Friday figures

Per cent per annum



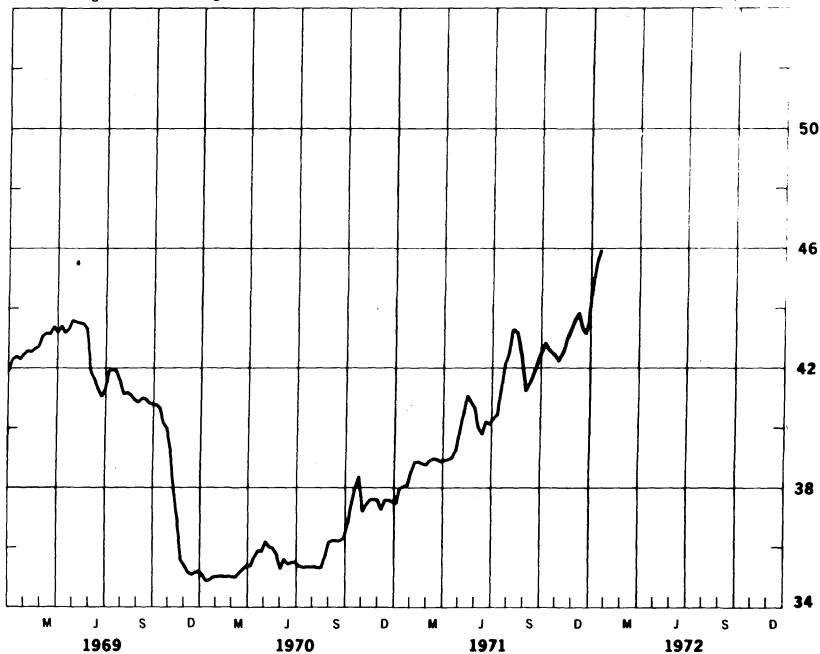
*Devaluation of the French franc from 4.94 to 5.55 for \$1.00

130
Chart 4

GOLD PRICE IN LONDON, 12.5 Kg BARS

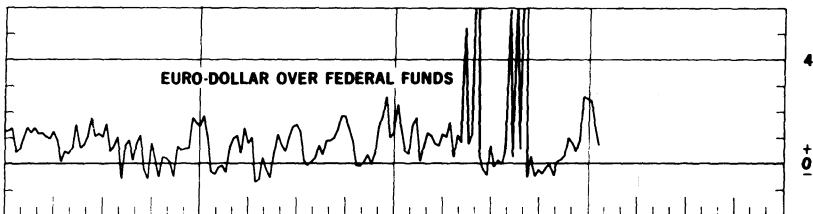
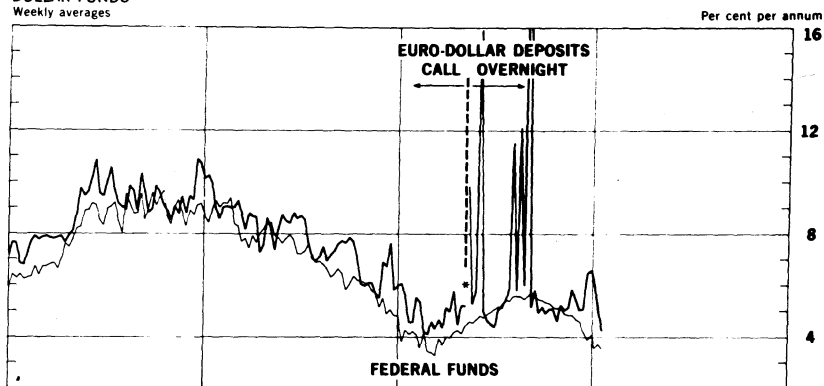
Week's average of afternoon fixings

U.S. dollar equivalent per fine ounce

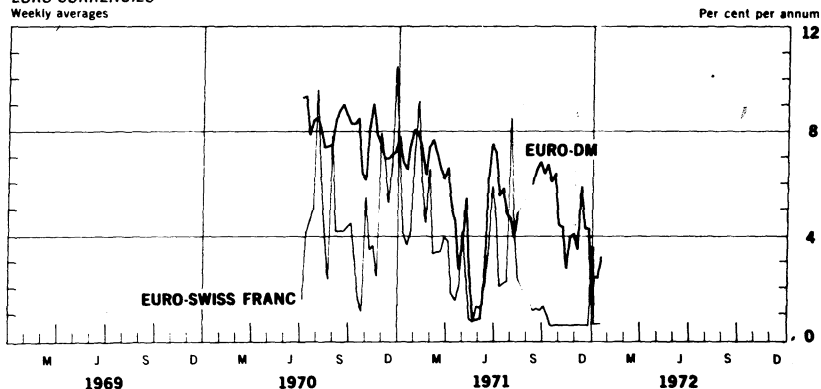


CALL MONEY RATES**DOLLAR FUNDS**

Weekly averages

**EURO-CURRENCIES**

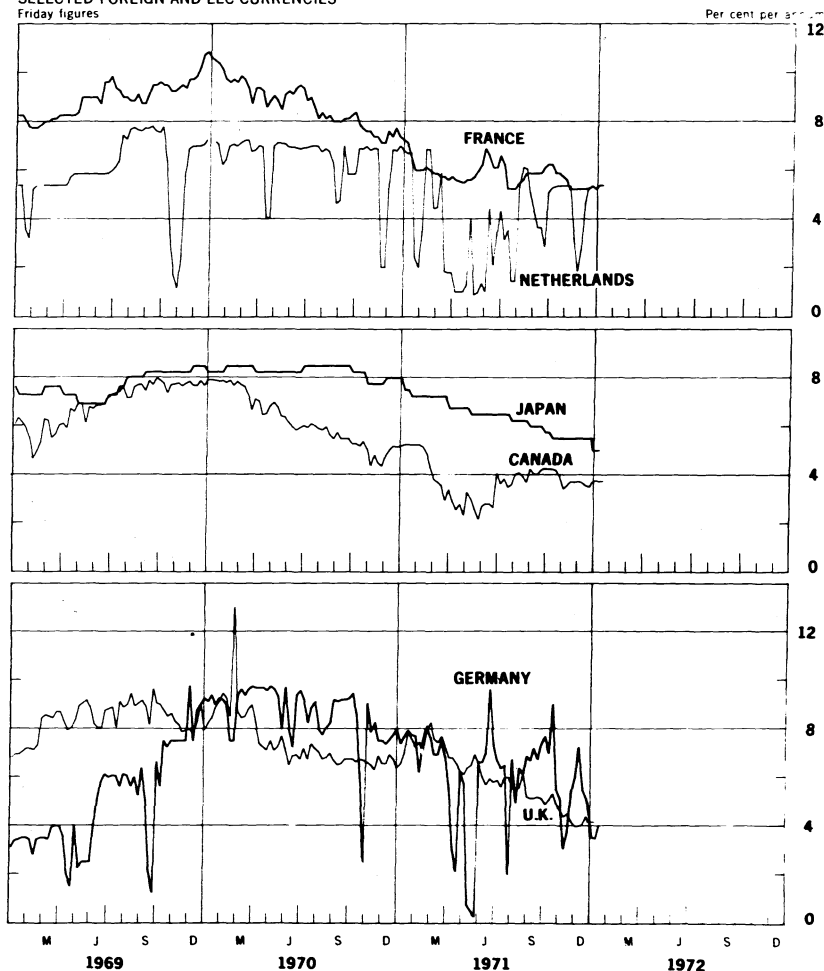
Weekly averages



* May 10, 1971 - Changed to Overnight Euro \$ Deposits.

CALL MONEY RATES

SELECTED FOREIGN AND EEC CURRENCIES
Friday figures

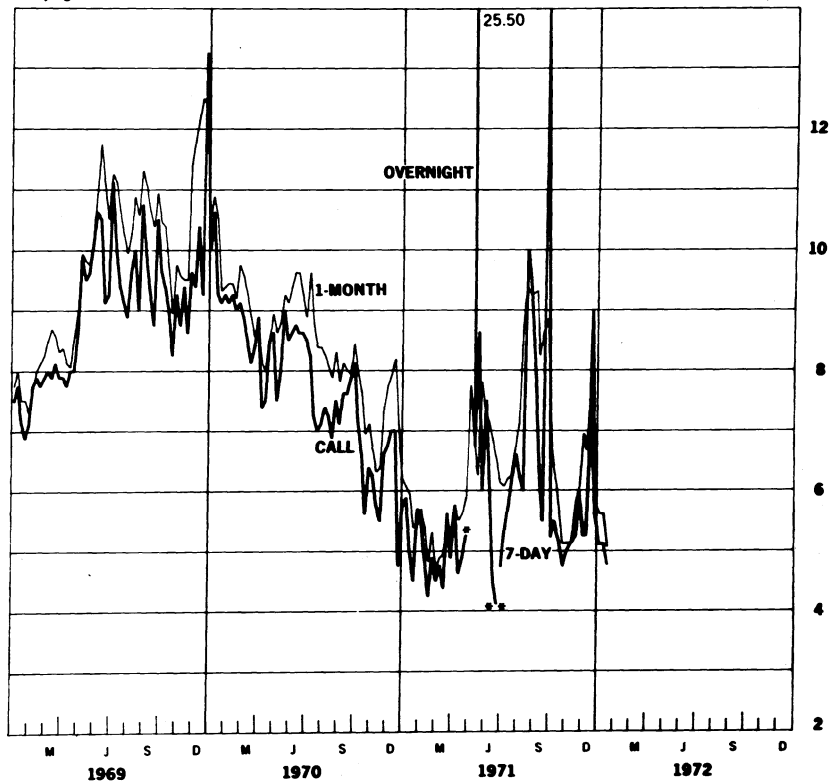


France, Day-to-day Money; Netherlands, Call Money, weekly average; Japan, Unconditional Money;
Canada, Day-to-day Loans, weekly average; Germany, Call Money; U.K., 2 day Local Authority Deposits

LONDON: EURO-DOLLAR DEPOSIT RATES

Friday figures

Per cent per annum



* May 12/71—changed to Overnight Euro-Dollar Deposits

** July 1—changed to 7-Day Euro-Dollar

134
Chart 68

LONDON: EURO-DOLLAR DEPOSIT RATES

Friday figures

Per cent per annum

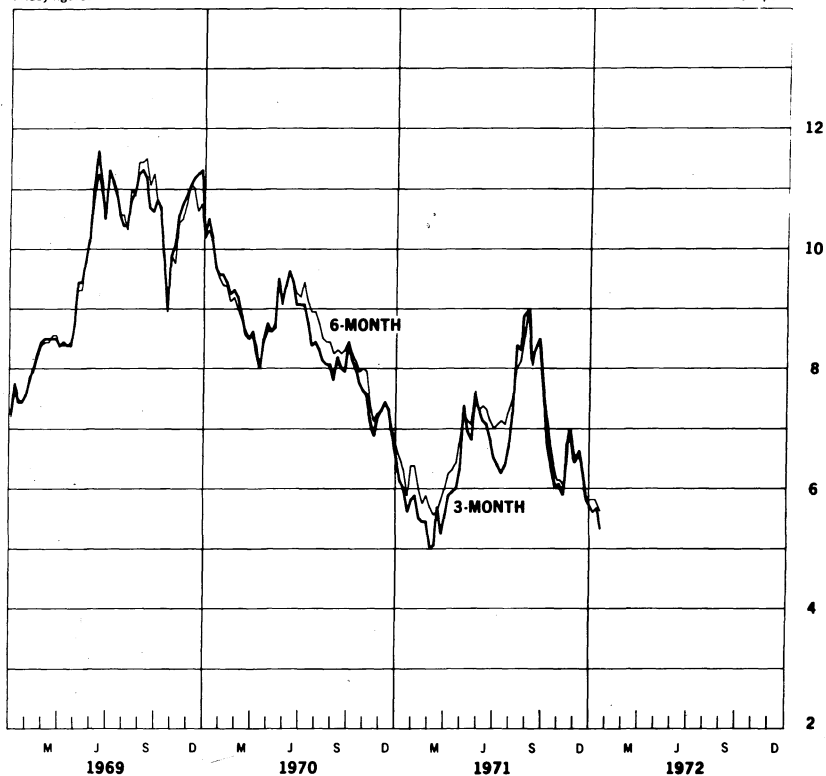


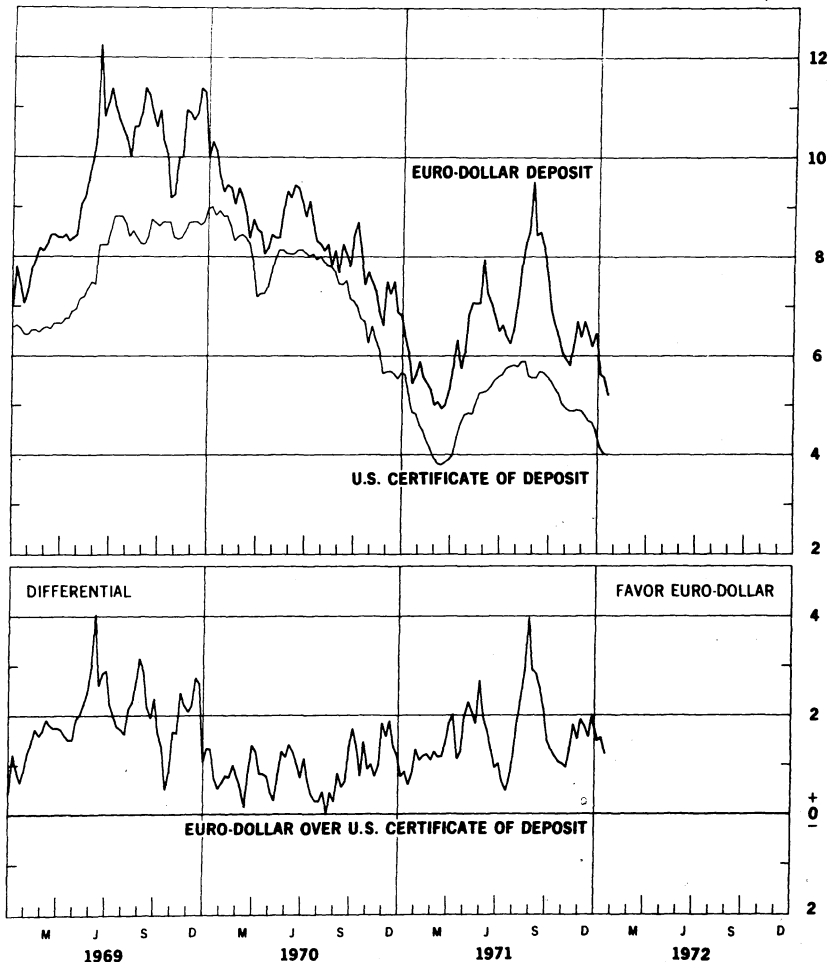
Chart 7A

NEW YORK-LONDON: YIELDS ON U.S. DOLLAR FUNDS

3-MONTH DOLLAR DEPOSIT RATES—SECONDARY MARKET

Wednesday figures

Per cent per annum

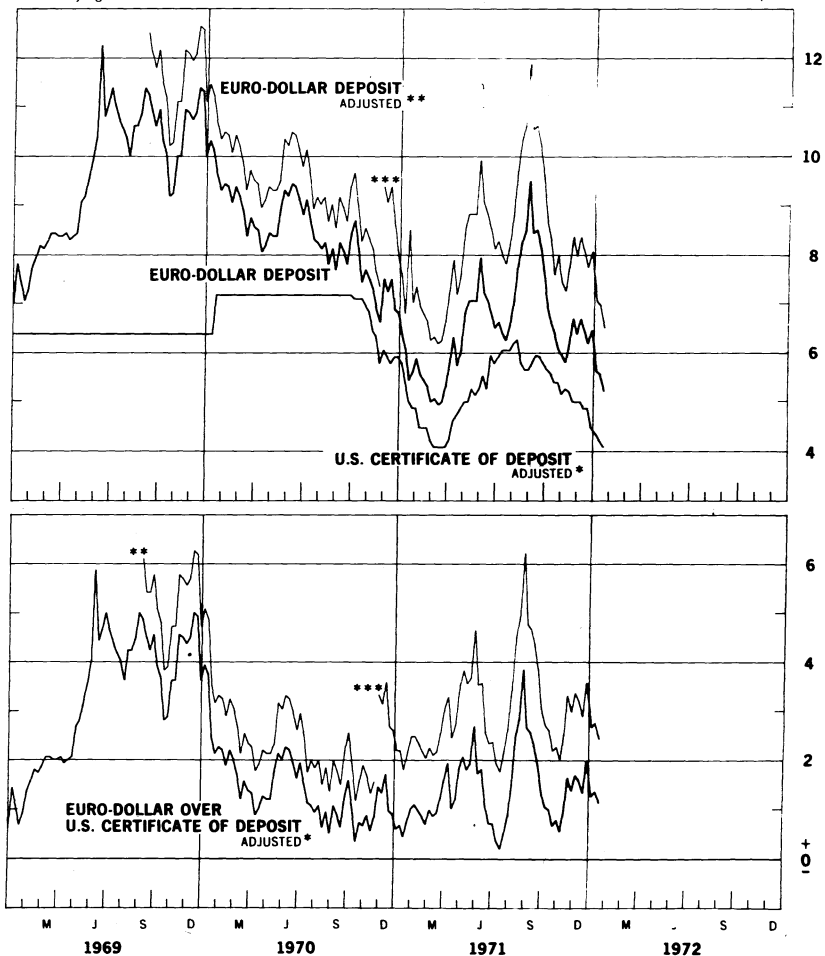


NEW YORK-LONDON: COST OF U.S. DOLLAR FUNDS

3-MONTH DOLLAR DEPOSIT RATES—PRIMARY MARKET

Wednesday figures

Per cent per annum



* Adjusted for Reserve Requirement

** Adjusted for 10% Marginal Reserve Requirement

*** Adjusted for 20% Marginal Reserve Requirement

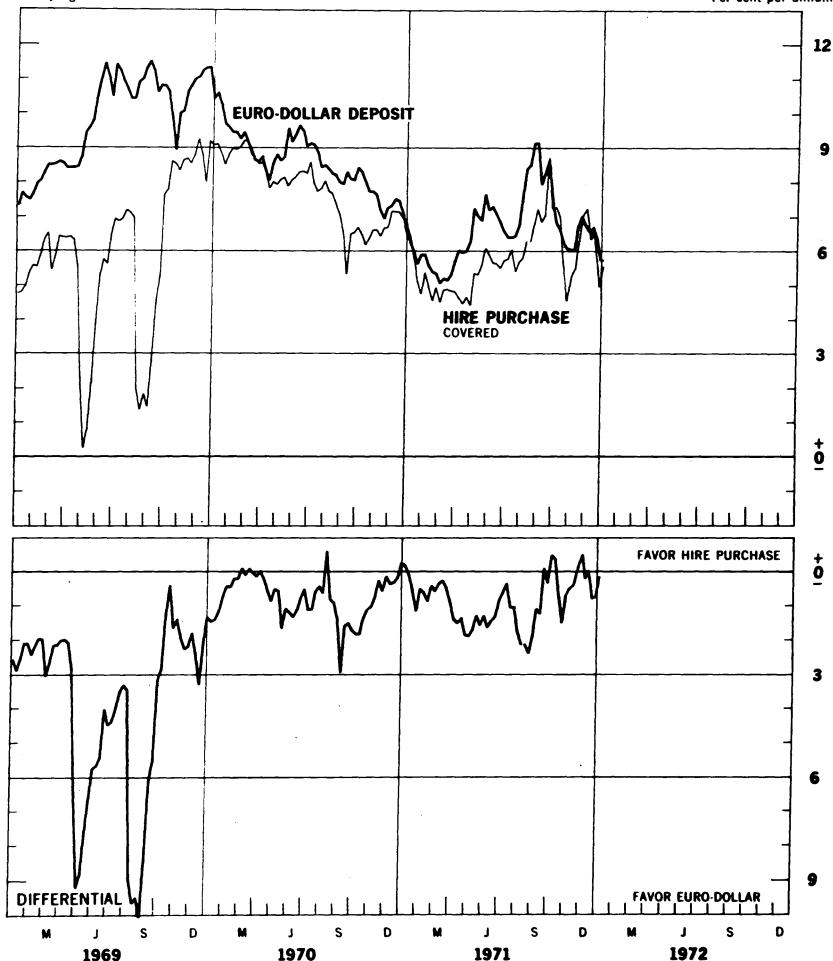
Chart 8A

LONDON: COVERED YIELDS ON U.S. DOLLAR FUNDS

HIRE PURCHASE AND EURO-DOLLAR RATES

Friday figures

Per cent per annum



138

Chart 8B

LONDON: COVERED YIELDS ON U.S. DOLLAR FUNDS

LOCAL AUTHORITY AND EURO-DOLLAR RATES

Friday figures

Per cent per annum

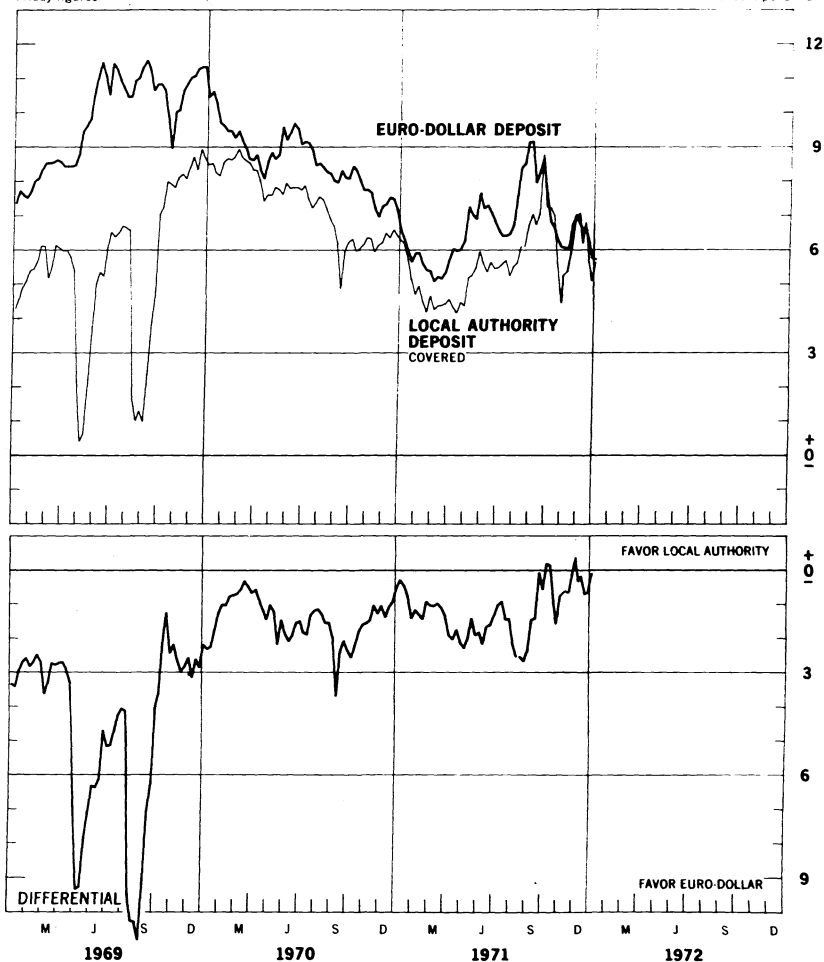
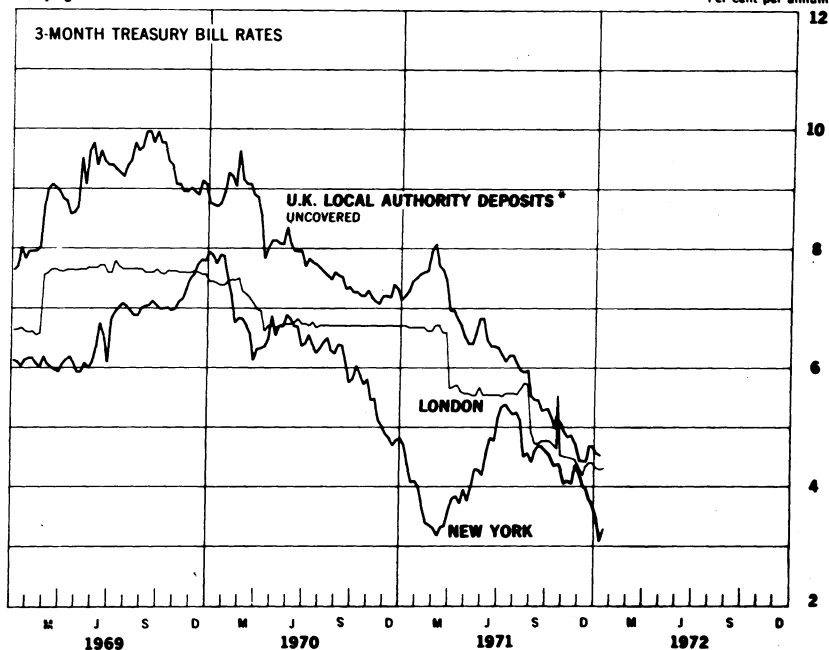


Chart 9A

INTEREST ARBITRAGE: UNITED STATES AND UNITED KINGDOM

Friday figures

Per cent per annum



* Plotted for comparison purposes

Chart 98

INTEREST ARBITRAGE: UNITED STATES AND UNITED KINGDOM

Friday figures

Per cent per annum

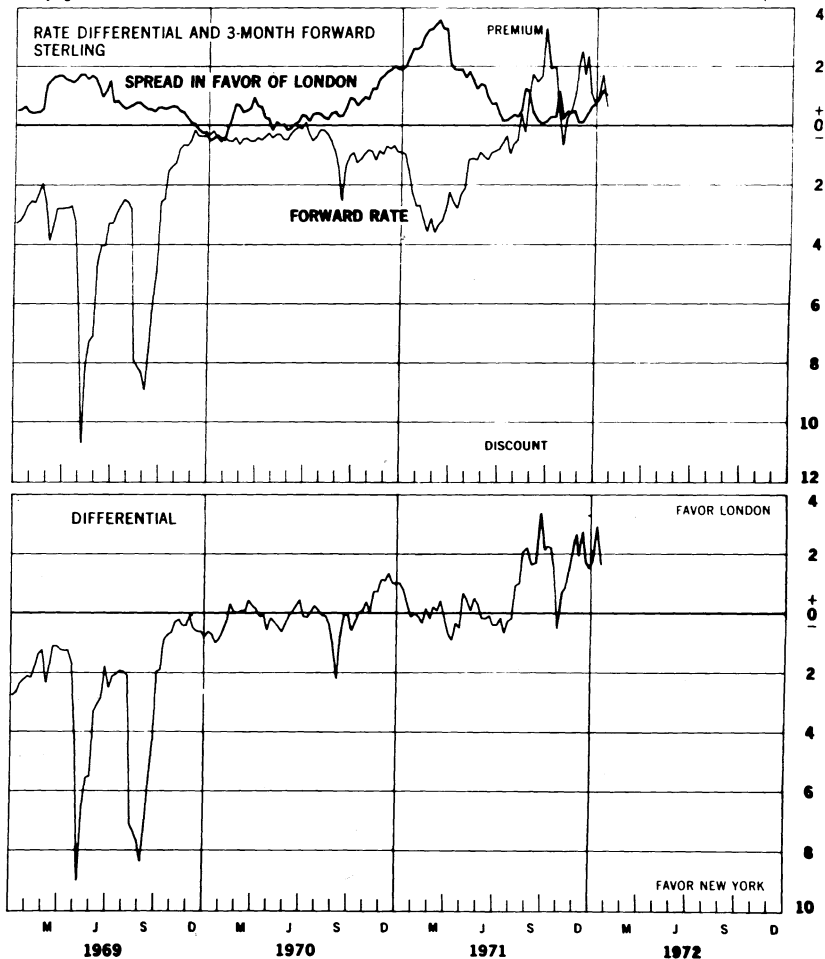


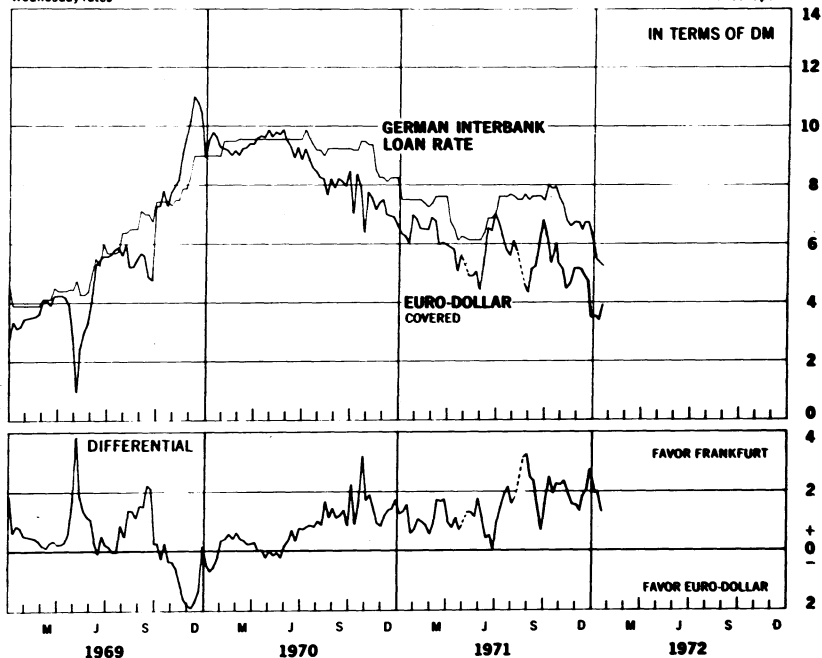
Chart 10A

3-MONTH FUNDS INTEREST ARBITRAGE: EURO-DOLLAR - GERMAN MARK

FRANKFURT INTERBANK LOAN RATE VS. LONDON EURO-DOLLAR RATE

Wednesday rates

Per cent per annum



--- No quotation

142

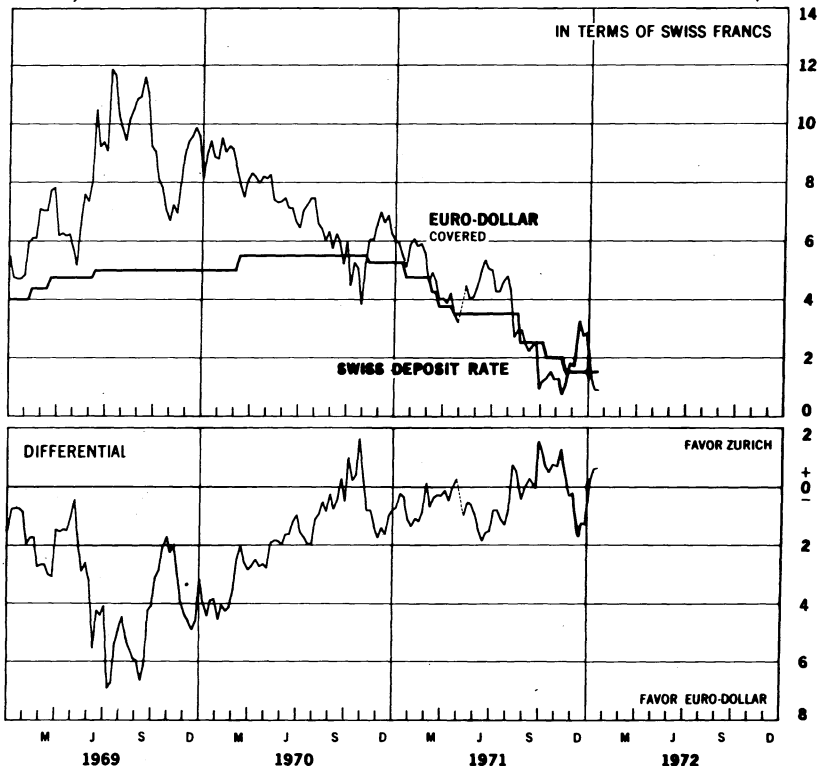
Chart 10B

3-MONTH FUNDS INTEREST ARBITRAGE: EURO-DOLLAR - SWISS FRANC

ZURICH DEPOSIT RATE VS. LONDON EURO-DOLLAR RATE

Wednesday rates

Per cent per annum

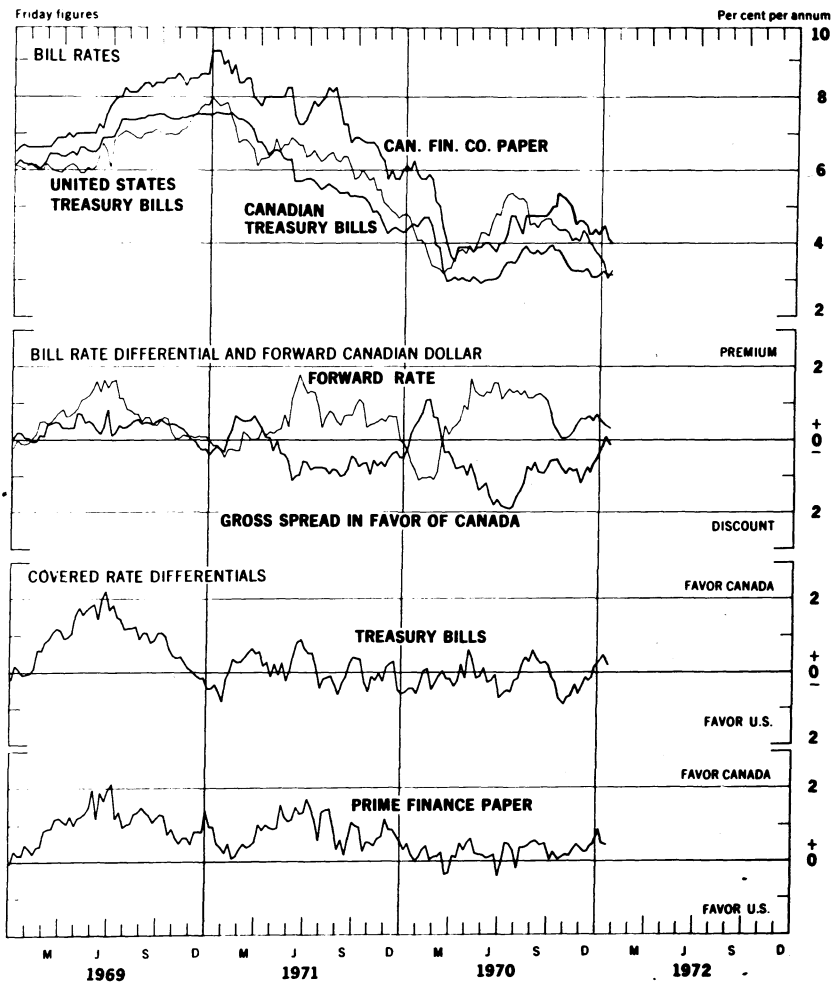


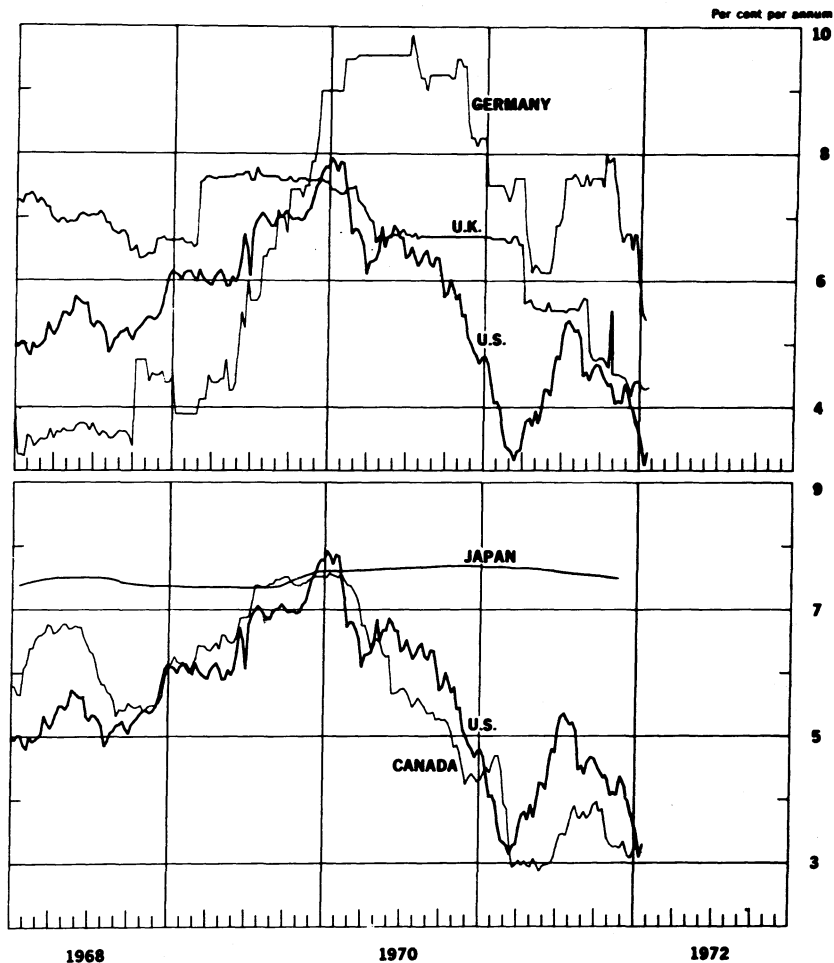
--- No quotation

143

Chart 11

3-MONTH INTEREST ARBITRAGE: UNITED STATES - CANADA

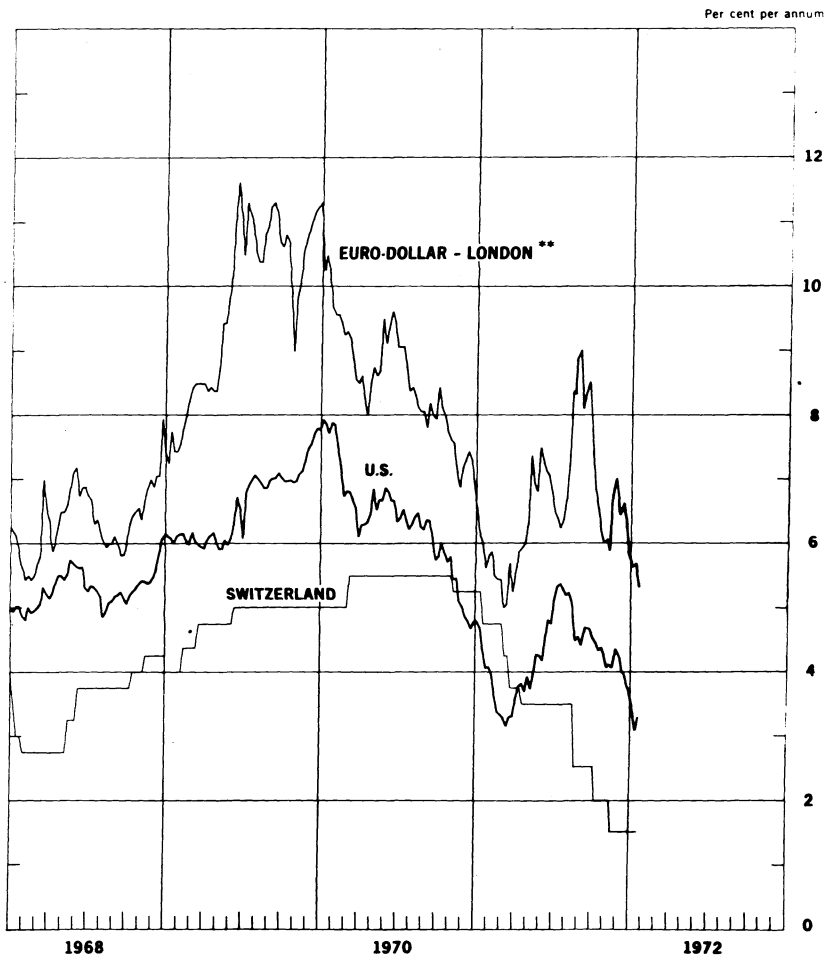


SELECTED SHORT-TERM INTEREST RATES*

* 3-month treasury bill rates for all countries except Japan (Average rate on bank loans and discounts) and Germany (Interbank Loan Rate)

146
Chart 12B

SELECTED SHORT-TERM INTEREST RATES*



* 3-month treasury bill rate for U.S., Switzerland—3-month deposit rate.

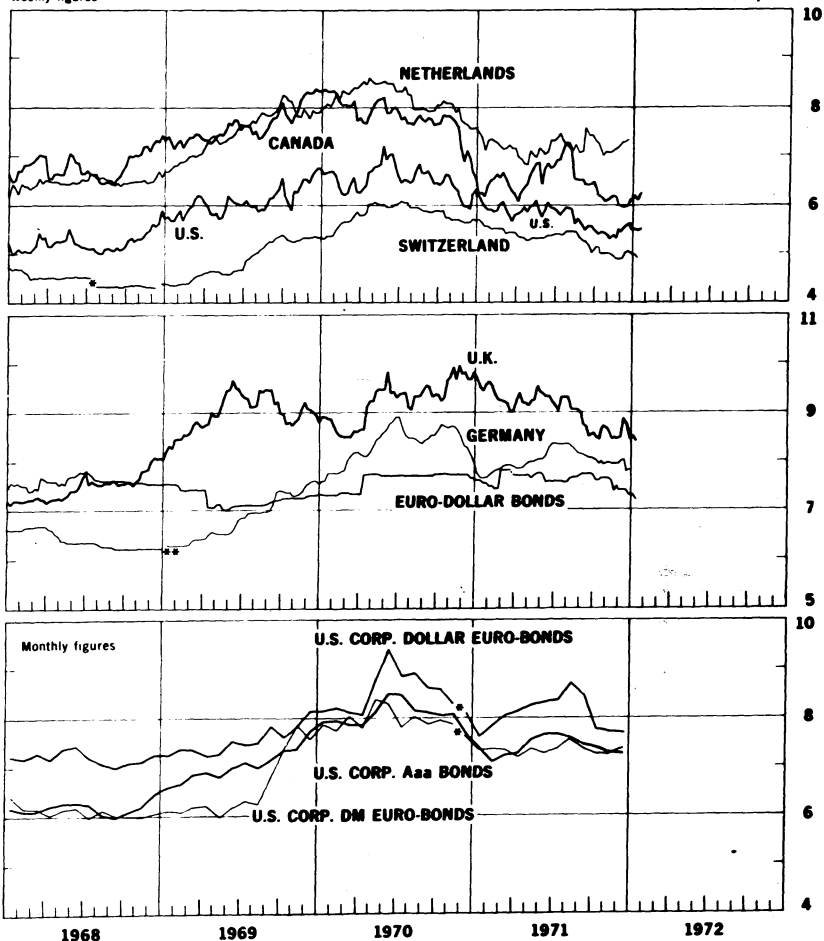
** 3-month rate for U.S. dollar deposits in London.

Chart 13

LONG-TERM BOND YIELDS

Weekly figures

Per cent per annum

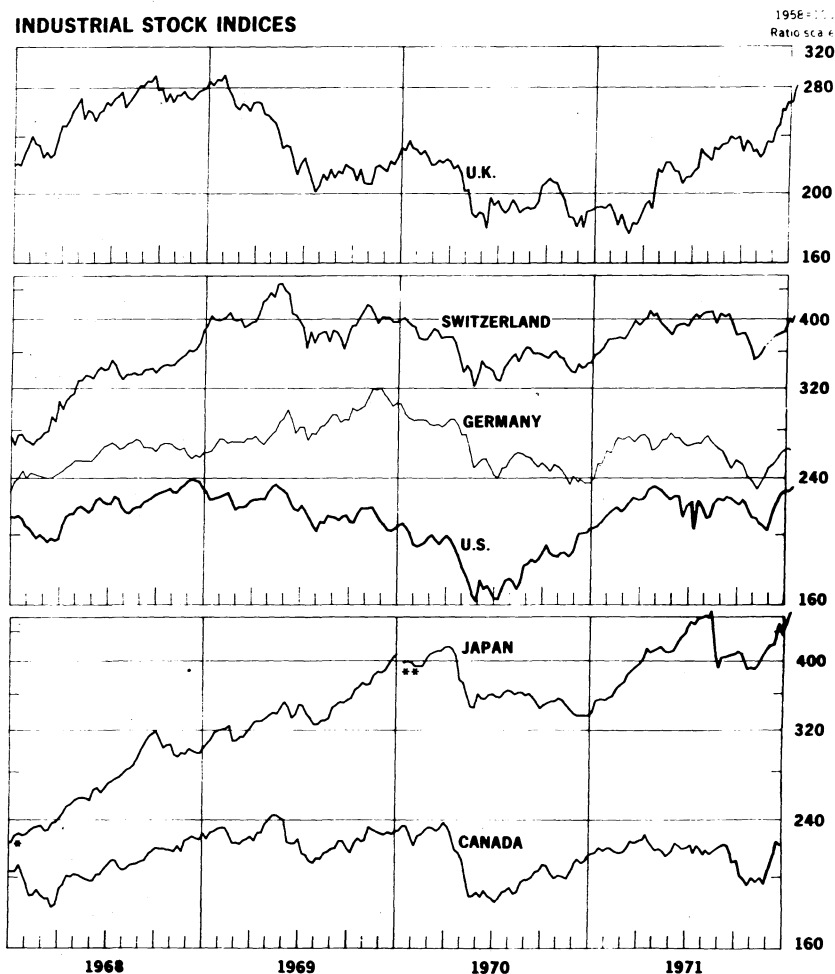


* New series for Switzerland starts 8-2-68, U.S. Corp. Dollar Euro-Bonds and U.S. Corp. DM Euro-Bonds starts 12-70.

** New-Average yield of all German P.A. Bonds begins 1-7-69.

CHART 14

INDUSTRIAL STOCK INDICES



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

** Japan index of all industrial and other stocks traded on the first section of the Tokyo Stock Exchange.

IV. SELECTED CENTRAL BANK DISCOUNT RATES

49

Country	Current Rate	In Effect Since	Previous Rate	In Effect Since
E.E.C.:				
Belgium	5.0	Jan. 6, 1972	5.50	Sept. 23, 1971
France	6.0	Jan. 13, 1972	6.50	Oct. 29, 1971
Germany	4.0	Dec. 23, 1971	4.5	Oct. 14, 1971
Italy	4.5	Oct. 14, 1971	5.0	Apr. 5, 1971
Netherlands	4.5	Jan. 6, 1972	5.0	Sept. 15, 1971
Switzerland	3.75	Sept. 15, 1969	3.0	July 10, 1967
United Kingdom	5.0	Sept. 3, 1971	6.0	Apr. 1, 1971
Canada	4.75	Oct. 25, 1971	5.25	Feb. 24, 1971
Japan	4.75	Dec. 29, 1971	5.25	July 28, 1971
United States	4.50	Dec. 13, 1971	4.75	Nov. 11, 1971

LATEST FIGURES PLOTTED ON THE CHARTS

Chart	Panel	Series	Date	Rate
1A	Upper	Swiss franc		
		U.K. pound		
	Lower	French franc		
		Japanese yen		
1B	Upper	Belgian franc	TEMPORARILY SUSPENDED	
		Italian lire		
	Lower	Canadian dollar		
		German mark		
		Dutch guilder		
2A		German mark	Jan. 21	+1.40
		Swiss franc	"	+4.29
		U.K. pound	"	+0.71
2B	Upper	Dutch guilder	"	+0.38
		Canadian dollar	"	+0.27
		French franc	"	+0.30
		Japanese yen	"	n. a.
	Lower			
3A		German mark	Jan. 21	+0.48
		U.S. dollar	"	-0.51
3B		Swiss franc	"	+3.10
		French franc	"	-0.34
4		Gold price, U.S. dollar per ounce	Jan. 21	45.94
5A	Upper	Overnight Euro-\$ deposits	Jan. 19	4.27
		Federal Funds	"	3.54
	Middle	Differential	"	0.73
	Lower	Euro-currencies		
		Euro DM	Jan. 21	3.18
		Euro Swiss Fr.	"	0.62
5B	Upper	Japan, Unconditional Money	Jan. 14	5.00
		U.K., 2-day Local Author. Deps.	"	4.12
		Canada, Day-to-day Loans	Jan. 19	3.73
	Lower	France, Day-to-Day Money	Jan. 14	5.38
		Germany Call Money	Jan. 21	4.00
		Netherlands, Call Money	Dec. 17	5.33

Chart	Panel	Series	Date	Rate
6A		Euro-\$ 7-Day Rate	Jan. 21	4.75
		Euro-\$ 1-month Rate	"	5.06
6B		Euro-\$ 3-month Rate	"	5.31
		Euro-\$ 6-month Rate	"	5.62
7A	Upper	Euro-\$ 3-month Deposits	Jan. 19	5.19
		U.S. Certificate of Deposits	"	3.99
	Lower	Differential	"	+1.20
7B	Upper	Euro-\$ 3-month Deposits	"	5.19
		Euro-\$ 3-month Deposits (Adj.)	"	6.49
		U.S. Certificate of Deposits (Adj.)	"	4.08
	Lower	Differential: on Adj. Euro-\$ Deposits	"	+2.41
		on Unadj. Euro-\$ Deposits	"	+1.11
8A	Upper	Euro-\$ 3-month Deposits	Jan. 7	5.72
		Hire Purchase Deposits (covered)	"	5.55
	Lower	Differential	"	-0.17
8B	Upper	Euro-\$ 3-month Deposits	"	5.72
		Local Authority Deposits (covered)	"	5.61
	Lower	Differential	"	-0.11
9A		U.S. Treasury Bill rate	Jan. 21	3.29
		U.K. Treasury Bill rate	"	4.31
		Local Authority Deposit (uncovered)	Jan. 14	4.53
9B	Upper	Spread (+/- favor London)	"	+1.02
		3-month Forward Pound	"	+0.61
	Lower	Net Incentive (+/- favor London)	"	+1.63

Chart	Panel	Series	Date	Rate
13	Upper	Netherlands	Dec. 17	7.35
		Canada	Jan. 19	6.21
		United States	"	5.50
		Switzerland	Jan. 14	4.88
	Middle	* Germany	Dec. 30	7.81
		United Kingdom	Jan. 14	8.40
		Euro-dollar bonds	Jan. 21	7.2
	Lower	U.S. Corp. Dollar Euro-bonds Series E	Dec. "	7.67
			"	7.84
		U.S. Corp. DM Euro-bonds	"	7.34
			"	7.35
14	Upper	U.S. Corp. Aaa bonds	Dec.	7.25
		Switzerland	Jan. 21	404.9
		Germany	Jan. 14	261.2
	Middle	United States	Jan. 21	233.08
		United Kingdom	Jan. 21	280.31
		Canada	Dec. 30	221.90
	Lower	** Japan	Jan. 15	467.22
		United States	Jan. 21	233.08

* New -- Average yield of ALL German Public Authorities bonds made as of banking key days.

** Beginning week ended September 5, 1970, the Japanese index plotted is that of all industrial and other stocks on the First Section of the Tokyo Stock Exchange.