

(516/517)

Selected Interest & Exchange Rates

Weekly Series of Charts

July 15, 1996

**Prepared by the
FINANCIAL MARKETS
SECTION**

**DIVISION OF
INTERNATIONAL FINANCE**

**BOARD OF GOVERNORS
FEDERAL RESERVE SYSTEM
Washington, D.C. 20551**

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CHART 1

SPOT EXCHANGE INDICES

DOLLAR PRICES OF FOREIGN CURRENCIES AND WEIGHTED AVERAGE VALUES (THIN LINE)
AVERAGES FOR WEEK ENDING WEDNESDAY

RATIO SCALE
MARCH 1973=100

RATIO SCALE
MARCH 1973=100

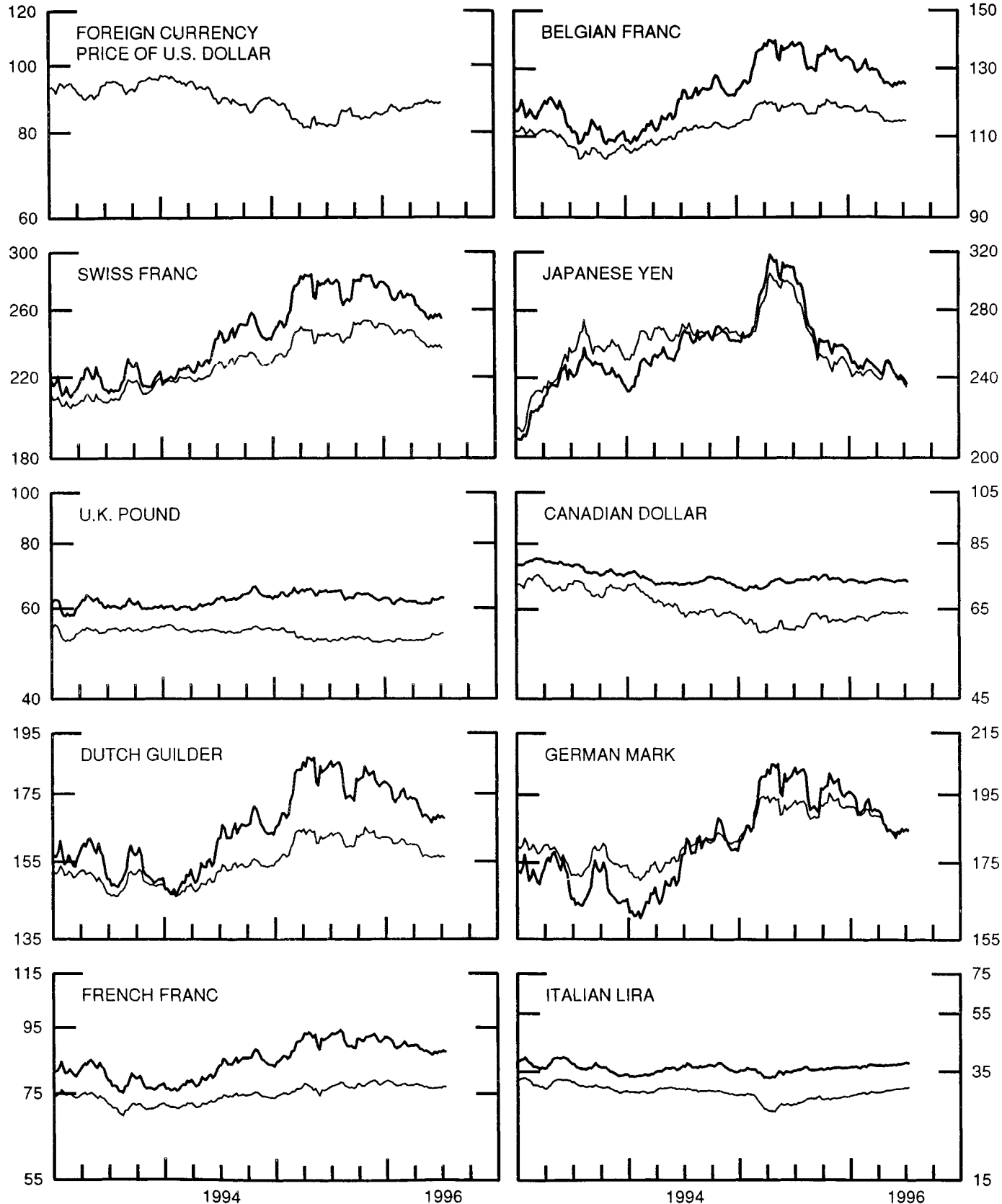


CHART 2

3-MONTH FORWARD EXCHANGE RATES

PREMIUM (+) OR (-)
AVERAGES FOR WEEK ENDING WEDNESDAY

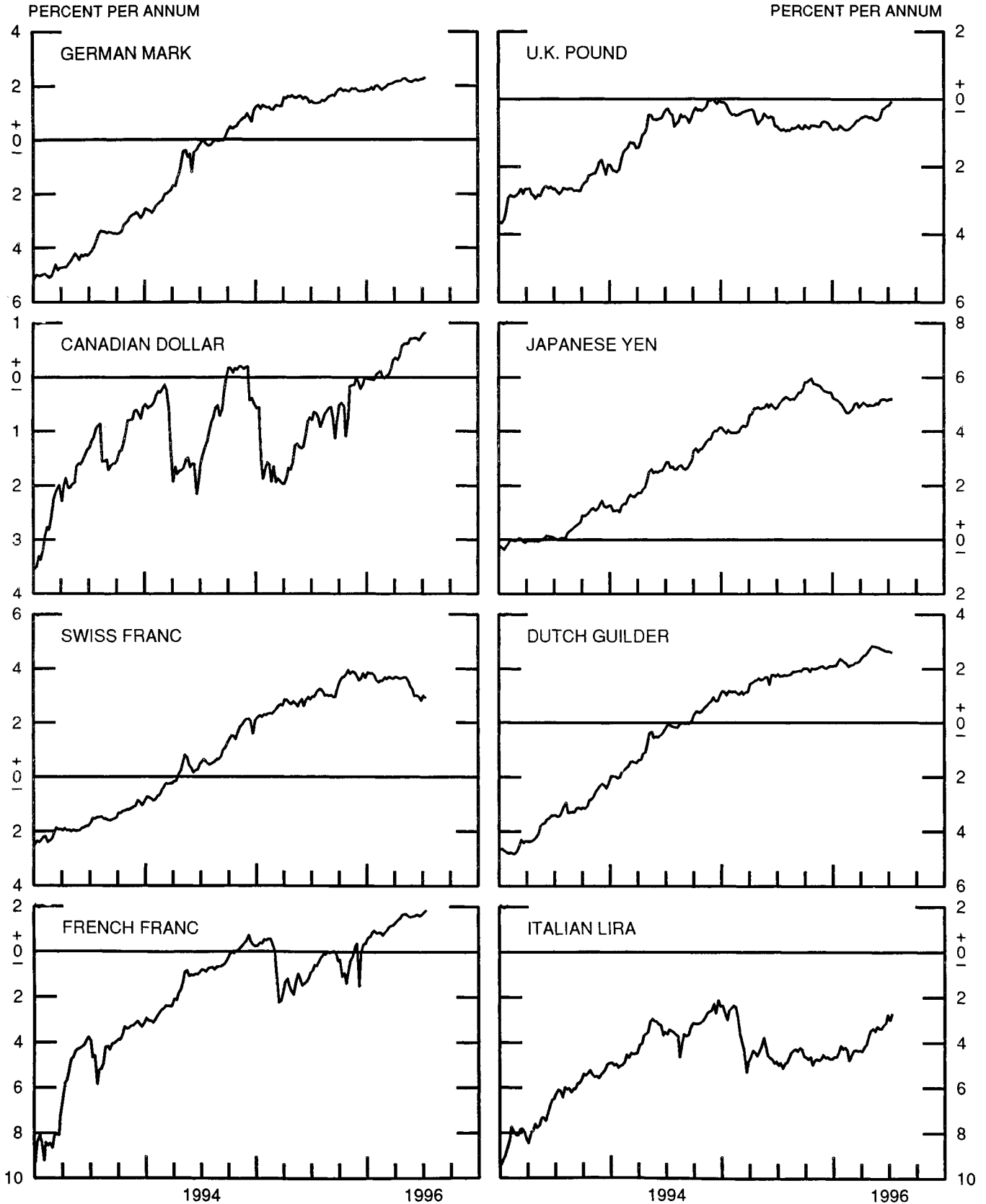
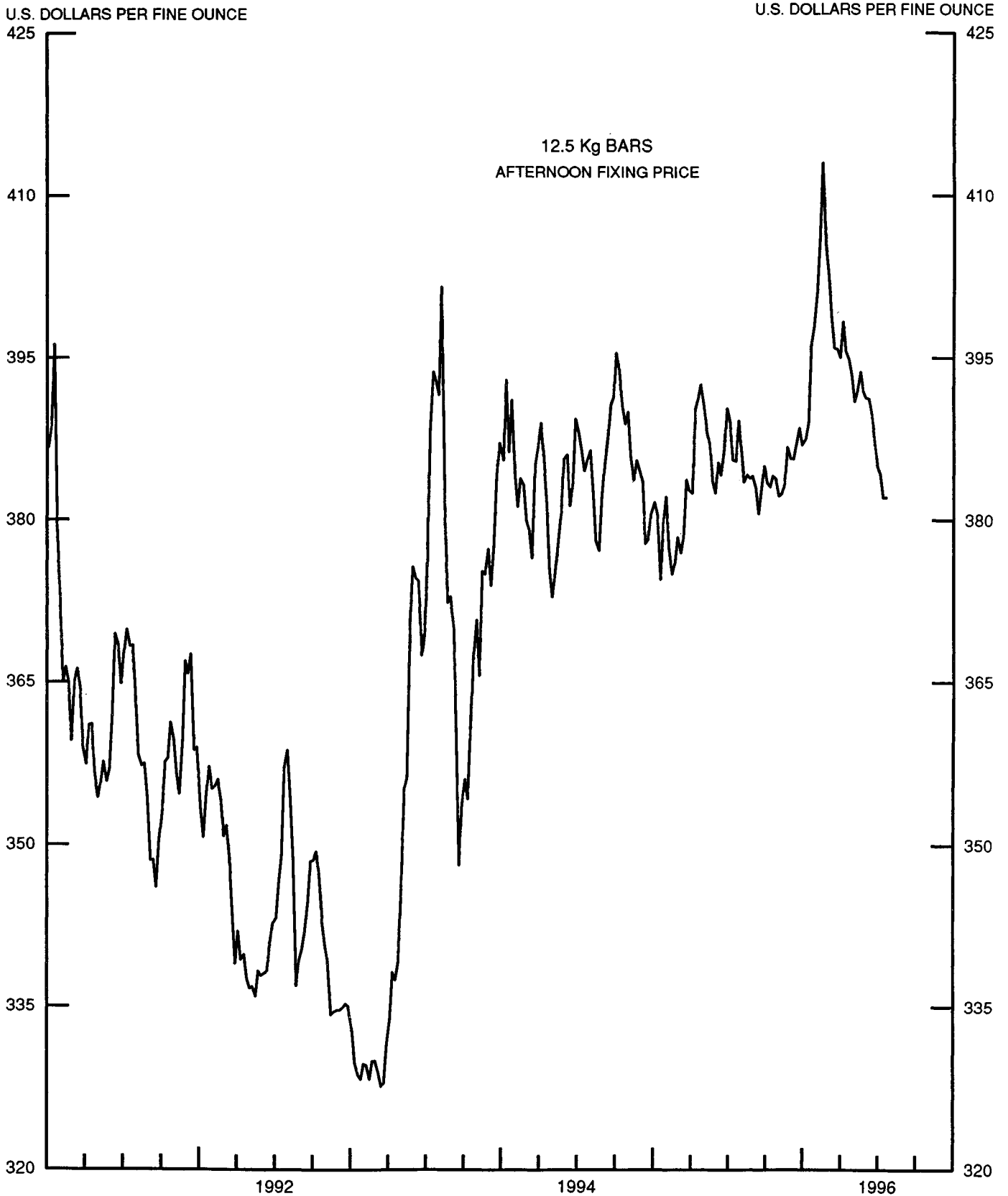


CHART 3

PRICE OF GOLD IN LONDON
AVERAGES FOR WEEK ENDING WEDNESDAY



CALL MONEY RATES WEEKLY SERIES

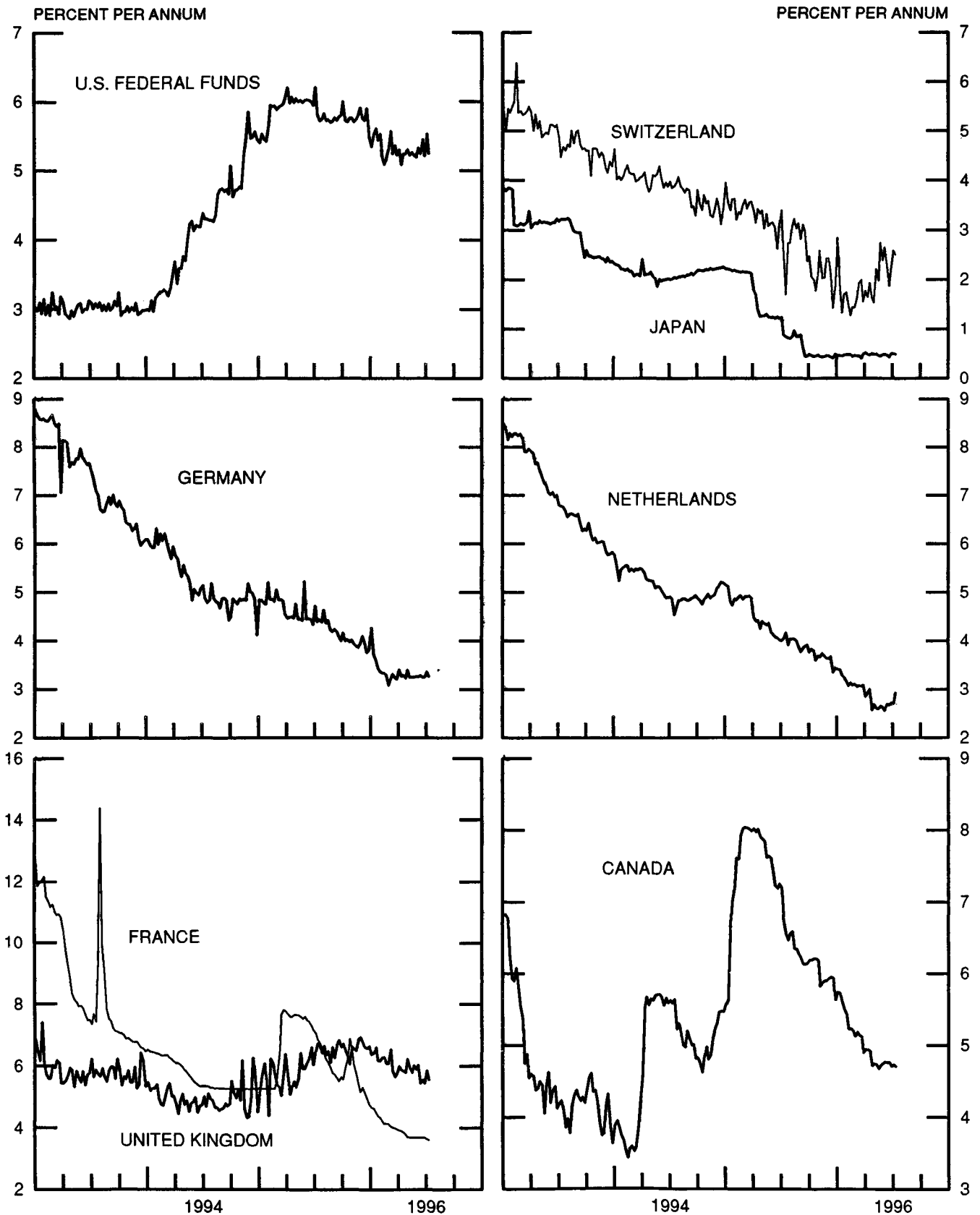


CHART 5

3-MONTH INTEREST RATES WEEKLY SERIES

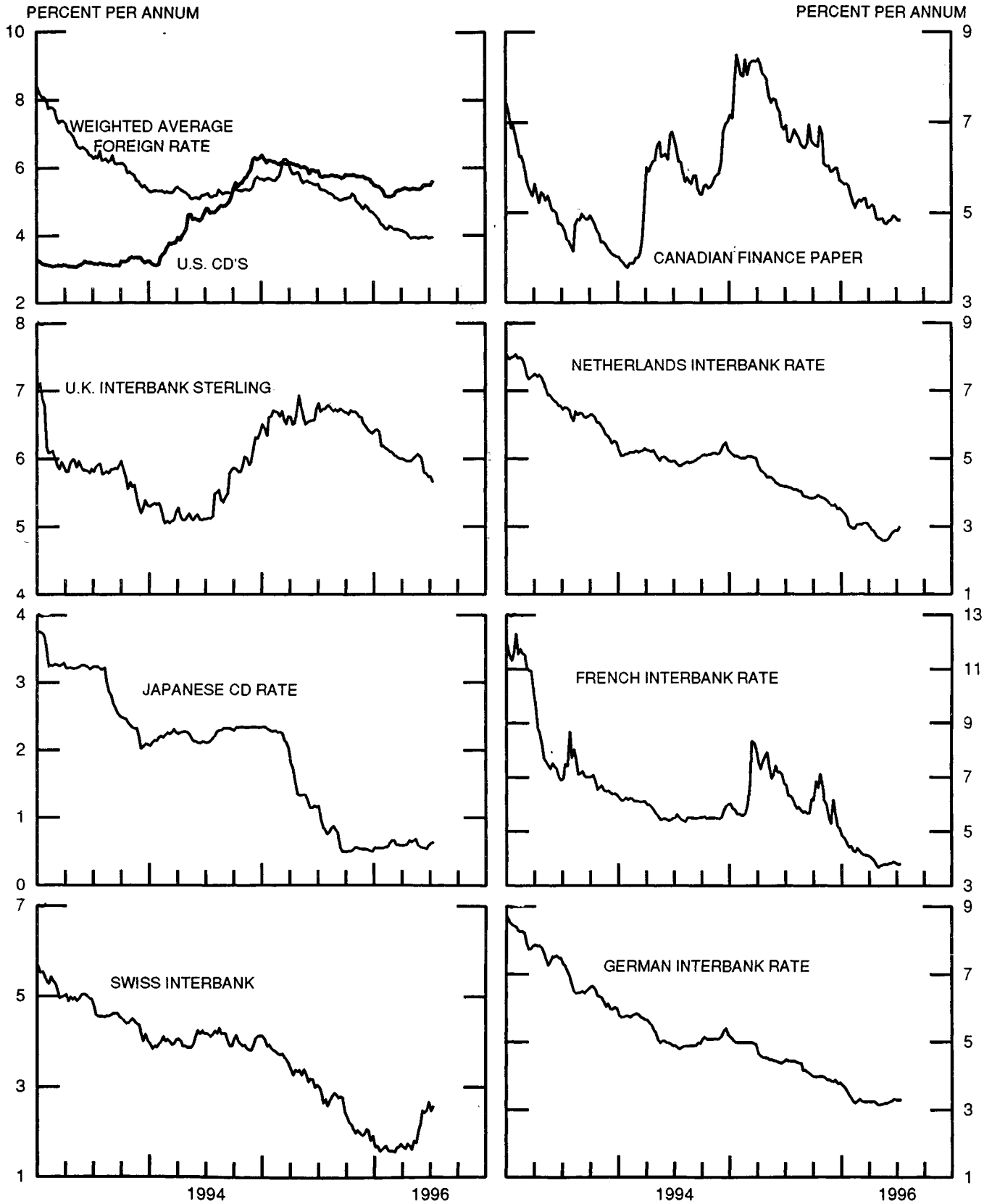
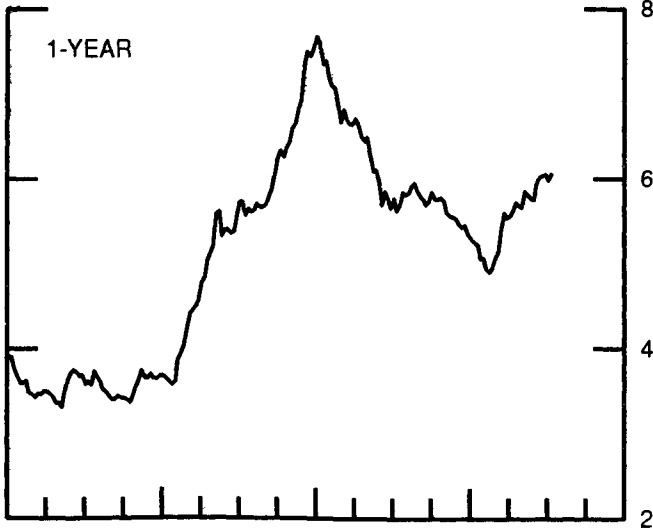
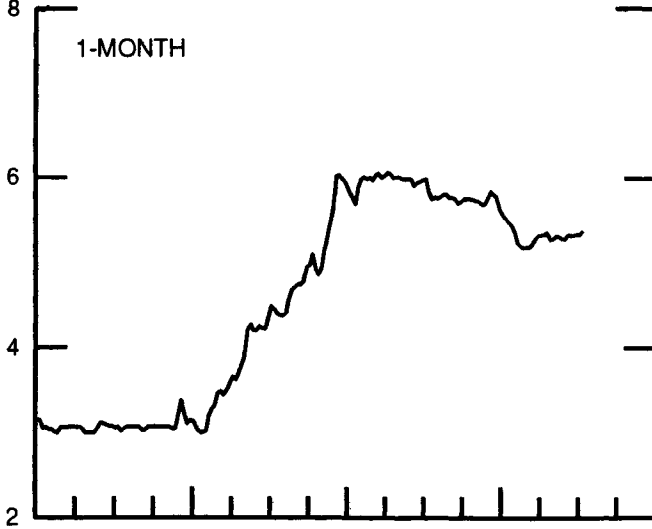
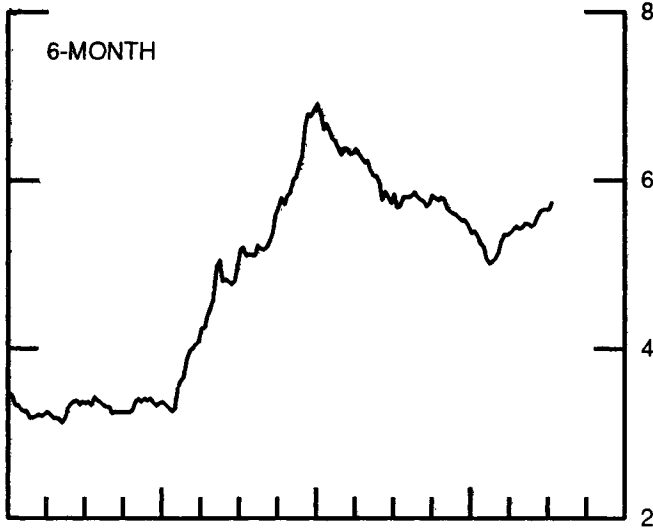
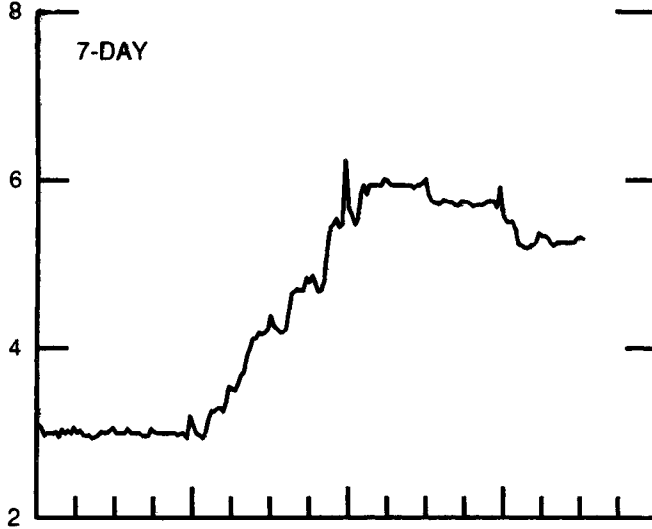
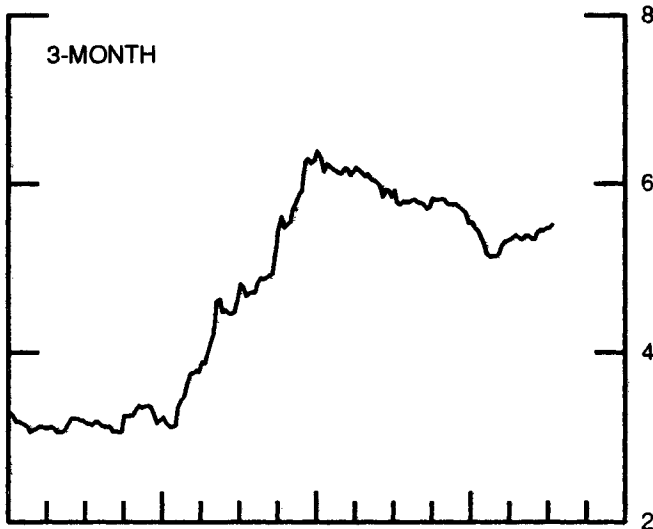
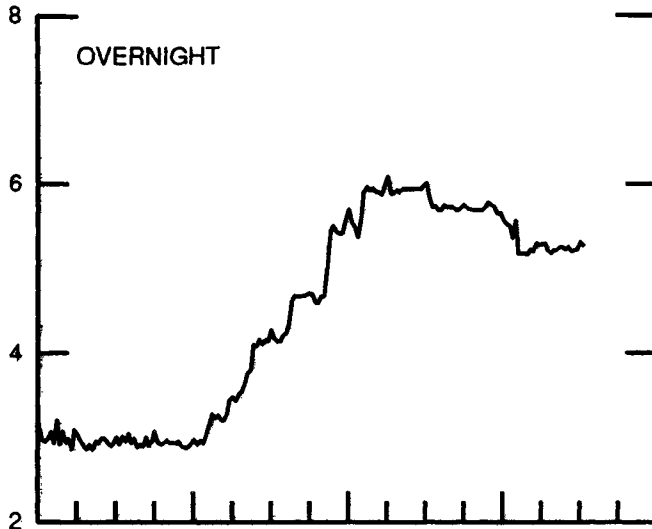


CHART 6

EURO-DOLLAR DEPOSIT RATES, LONDON
AVERAGES FOR WEEK ENDING WEDNESDAY

PERCENT PER ANNUM

PERCENT PER ANNUM



1994

1996

1994

1996

CHART 7

SELECTED EURO-DOLLAR AND U.S. MONEY MARKET RATES

DIFFERENTIAL: PLUS(+), FAVORS BORROWING IN U.S.

AVERAGES FOR WEEK ENDING WEDNESDAY

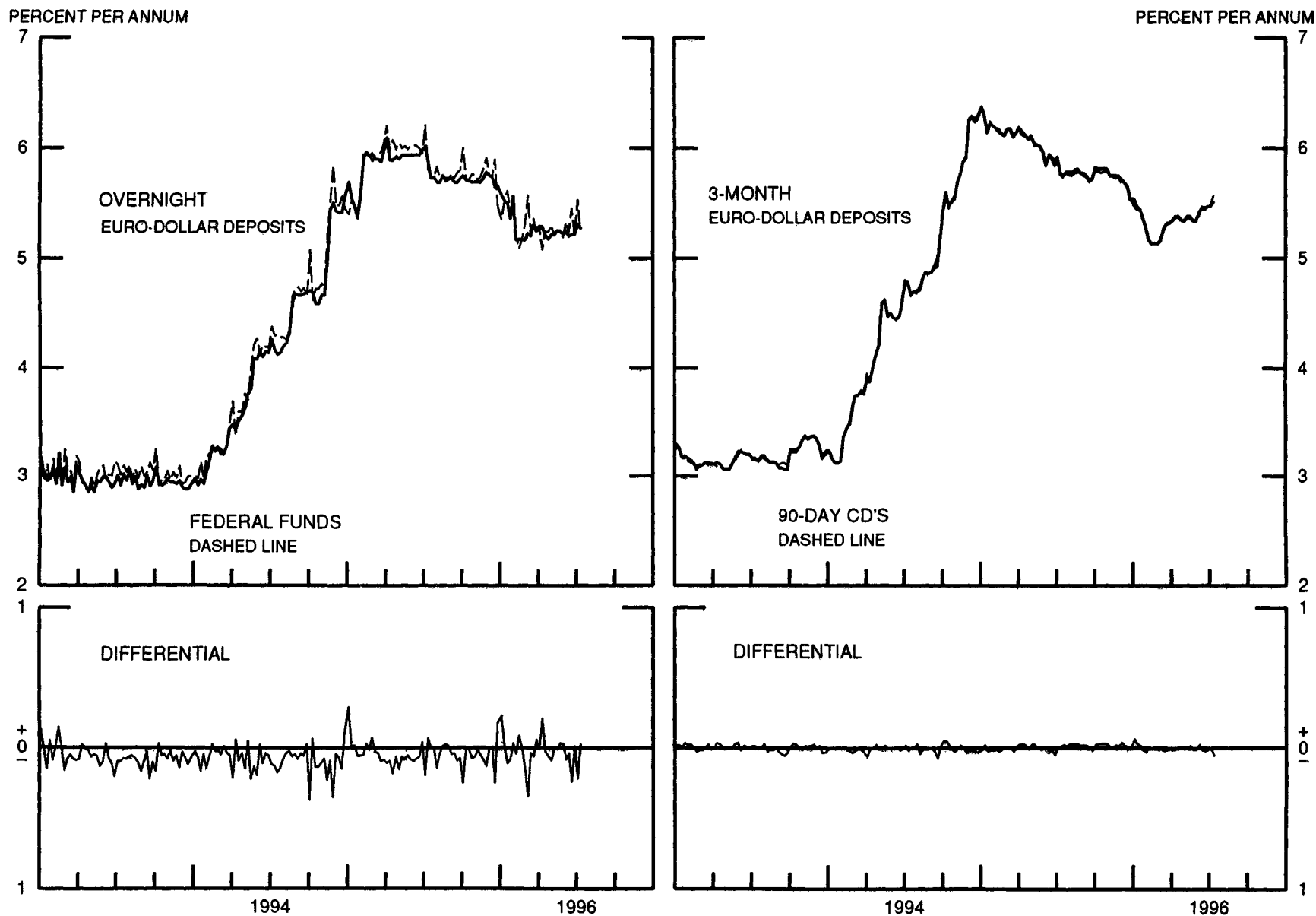
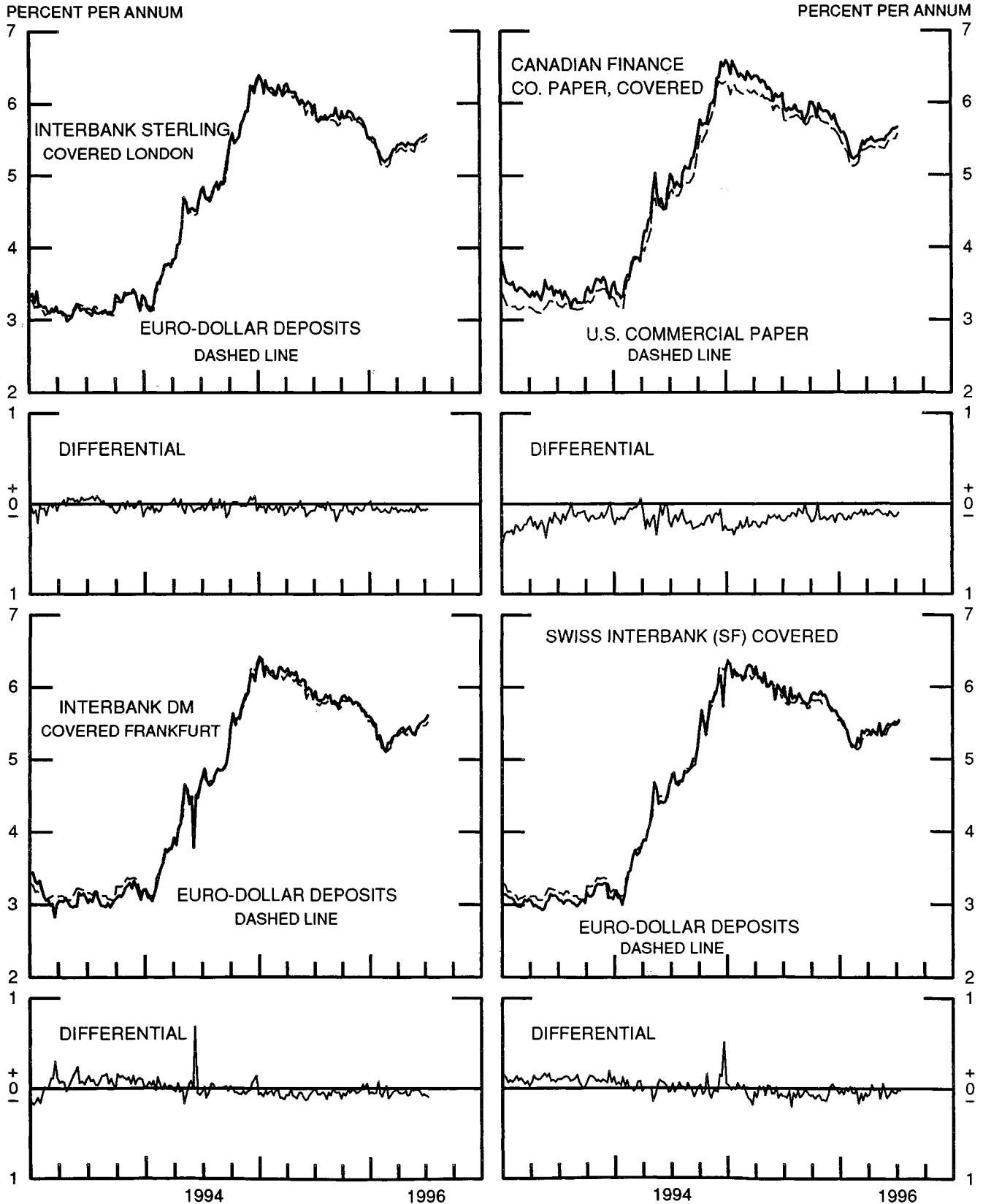


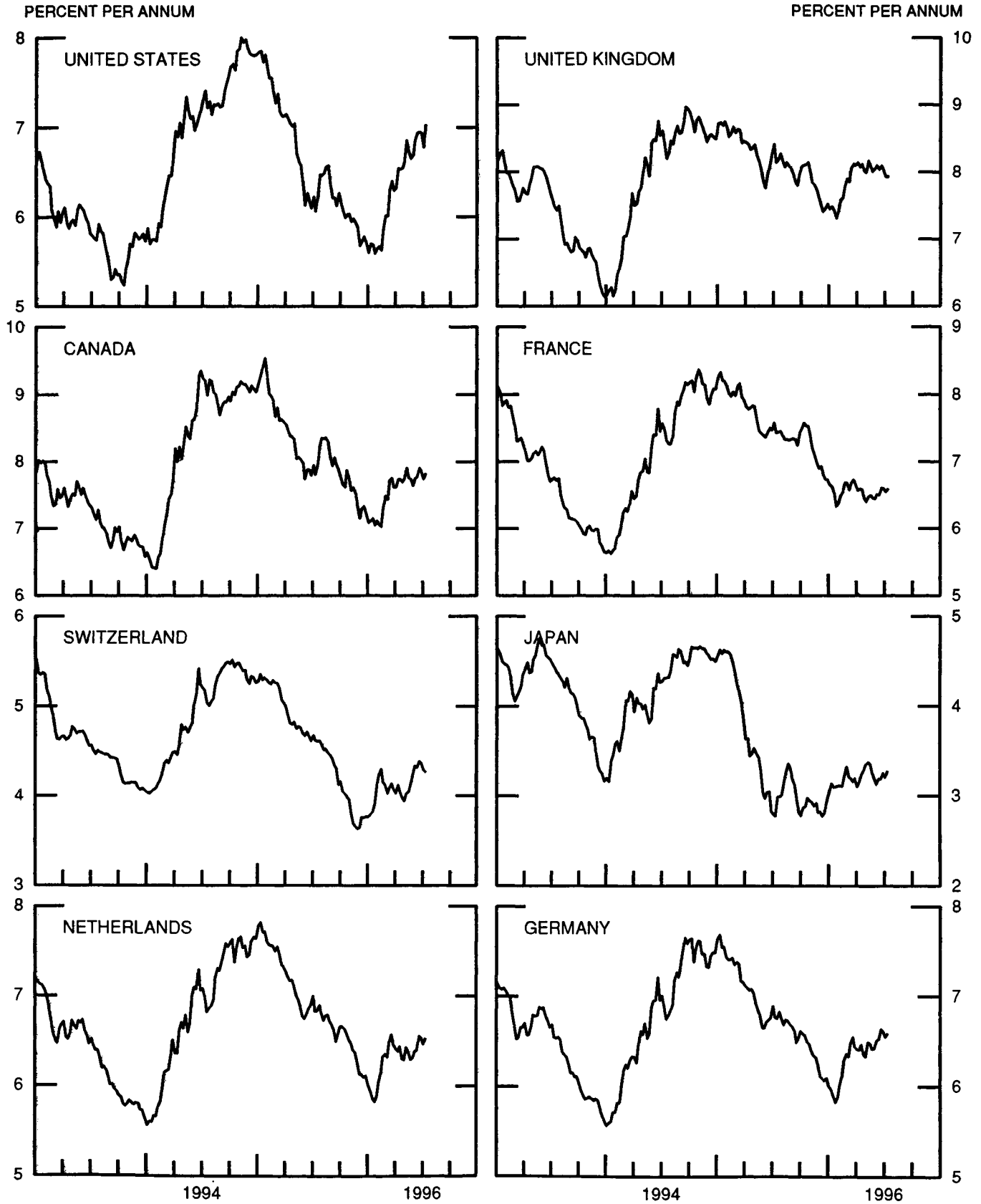
CHART 8

INTEREST ARBITRAGE: 3-MONTH FUNDS
DIFFERENTIAL: PLUS(+), INDICATES FAVOR DOLLAR ASSETS
AVERAGES FOR WEEK ENDING WEDNESDAY



LONG-TERM GOVERNMENT BOND YIELDS

WEEKLY SERIES

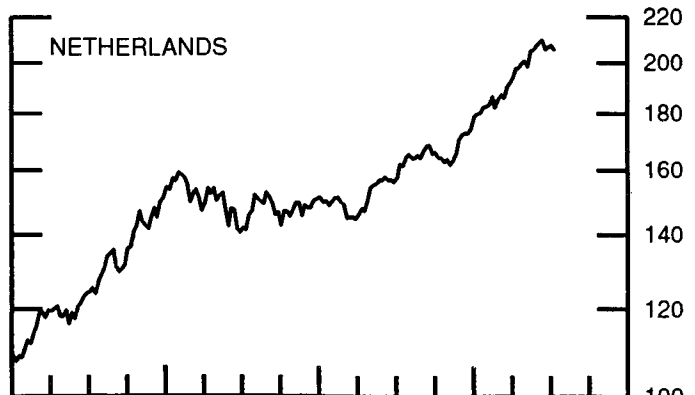
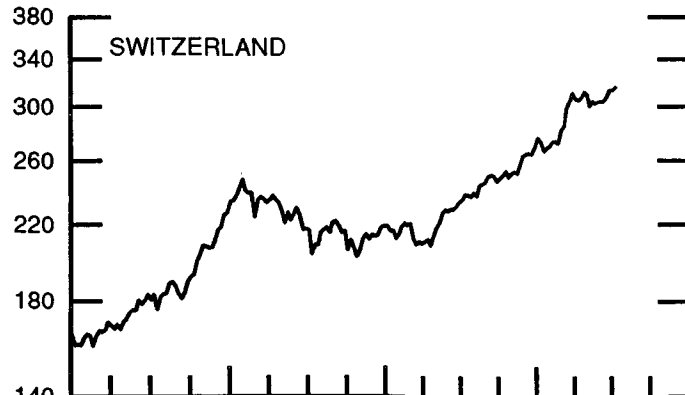
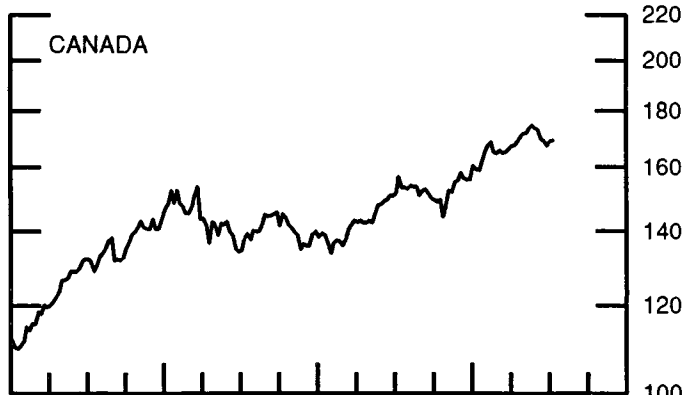
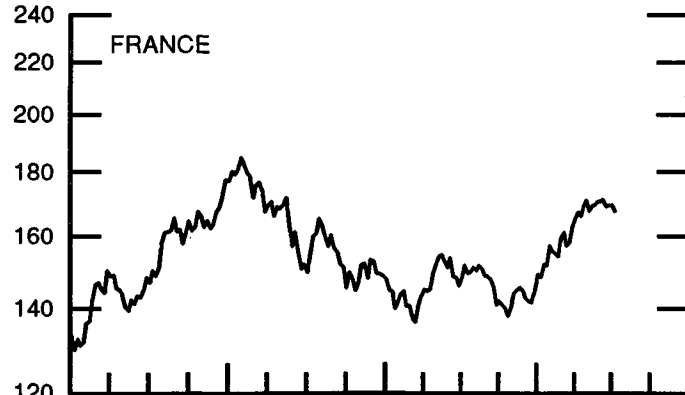
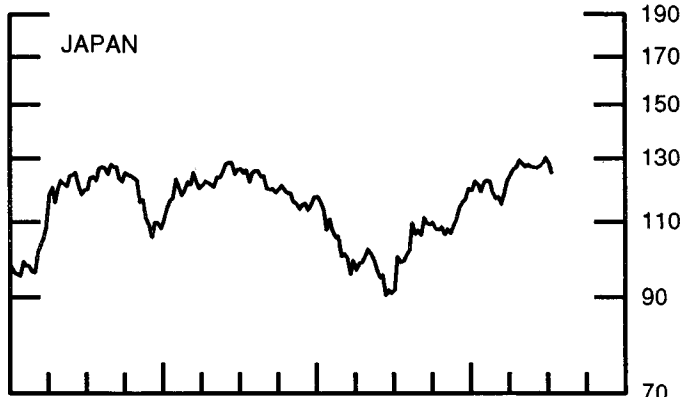
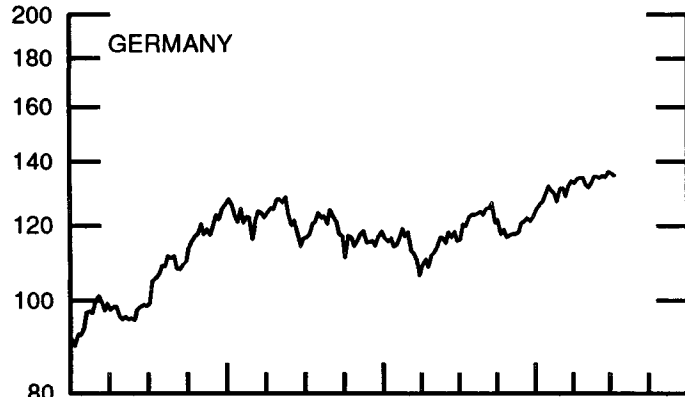
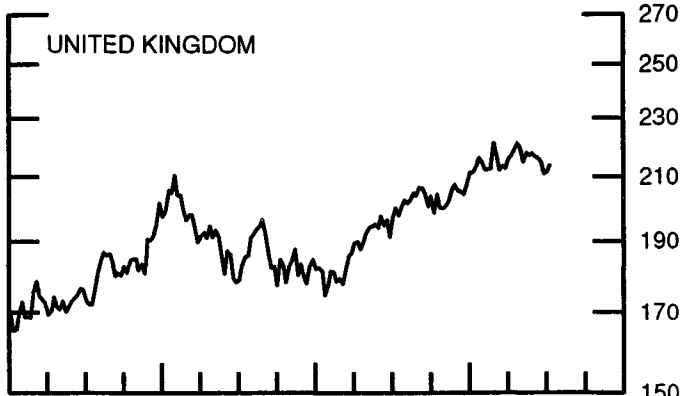
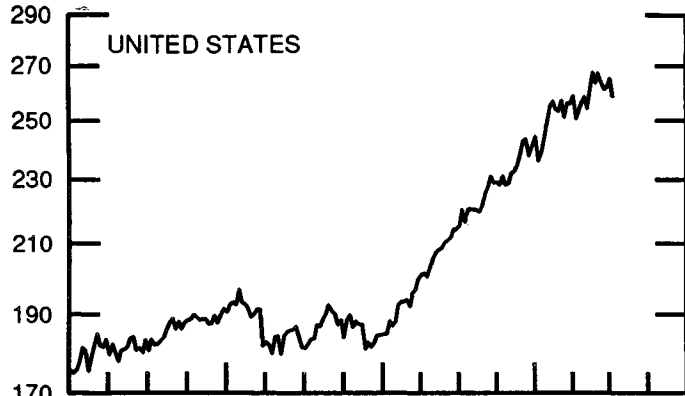


STOCK INDICES

WEEKLY SERIES

RATIO SCALE
1986=100

RATIO SCALE
1986=100



1994

1996

1994

1996

12-Jun-96 19-Jun-96 26-Jun-96 3-Jul-96 10-Jul-96

Chart 1. Spot Exchange Rates and Indices

Noon buying rates (U.S. cents, weekly averages)

	12-Jun-96	19-Jun-96	26-Jun-96	3-Jul-96	10-Jul-96
Belgian franc	3.1676	3.1915	3.1787	3.1908	3.1781
Canadian dollar	73.229	73.109	73.355	73.349	73.021
French franc	19.229	19.358	19.307	19.415	19.348
German mark	65.158	65.689	65.421	65.656	65.453
Italian lira	0.06452	0.06486	0.06506	0.06521	0.06512
Japanese yen	0.91486	0.92140	0.91800	0.91092	0.90427
Netherlands guilder	58.202	58.631	58.353	58.552	58.345
Swiss franc	79.034	79.833	79.364	79.926	79.127
U.K. pound	153.67	153.99	154.04	155.41	155.13

Indices, March 1973 base rates = 100

	12-Jun-96	19-Jun-96	26-Jun-96	3-Jul-96	10-Jul-96
Belgian franc	124.82	125.76	125.25	125.73	125.23
Canadian dollar	72.99	72.87	73.11	73.11	72.78
French franc	86.65	87.23	87.00	87.49	87.19
German mark	183.29	184.79	184.04	184.69	184.12
Italian lira	37.03	37.23	37.34	37.43	37.38
Japanese yen	239.54	241.25	240.36	238.51	236.77
Netherlands guilder	167.09	168.32	167.52	168.09	167.50
Swiss franc	254.26	256.83	255.33	257.13	254.56
U.K. pound	62.16	62.28	62.30	62.86	62.74

Weighted average exchange value indices, Mar. 1973=100

	12-Jun-96	19-Jun-96	26-Jun-96	3-Jul-96	10-Jul-96
Belgian franc	114.18	114.52	114.20	114.44	114.34
Canadian dollar	64.21	63.78	64.10	63.97	63.87
French franc	76.57	76.74	76.63	76.95	76.92
German mark	184.00	184.75	184.15	184.53	184.54
Italian lira	30.61	30.63	30.77	30.78	30.84
Japanese yen	238.82	239.46	238.84	236.29	235.18
Netherlands guilder	156.23	156.67	156.10	156.36	156.29
Swedish krona	58.66	58.99	59.40	59.10	58.97
Swiss franc	236.58	237.89	236.78	238.06	236.37
U.K. pound	53.20	53.05	53.15	53.56	53.64
U.S. dollar	88.50	87.97	88.12	87.92	88.26

Chart 2. 3-Month Forward Exchange Rates, Premium or Discount

	12-Jun-96	19-Jun-96	26-Jun-96	3-Jul-96	10-Jul-96
Canadian dollar	0.72	0.68	0.73	0.80	0.82
French franc	1.65	1.59	1.63	1.73	1.82
German mark	2.21	2.19	2.21	2.24	2.28
Italian lira	-3.23	-3.13	-2.77	-3.01	-2.75
Japanese yen	5.19	5.20	5.14	5.19	5.20
Netherlands guilder	2.71	2.66	2.63	2.65	2.61
Swiss franc	3.01	2.95	2.83	3.00	2.94
U.K. pound	-0.30	-0.26	-0.20	-0.18	-0.10

Chart 3. Gold Price in London, Afternoon Fixing

	12-Jun-96	19-Jun-96	26-Jun-96	3-Jul-96	10-Jul-96
U.S. dollars per fine ounce	387.36	384.99	384.14	382.08	382.06

Chart 4. Call Money Rates

	12-Jun-96	19-Jun-96	26-Jun-96	3-Jul-96	10-Jul-96
U.S. federal funds	5.24	5.45	5.21	5.53	5.25
Overnight Euro-dollar deposits	5.20	5.21	5.22	5.31	5.28
Canada	4.76	4.76	4.71	4.73	4.71
France	3.69	3.69	3.69	3.64	3.61
Germany	3.29	3.25	3.25	3.36	3.27
Japan	0.47	0.43	0.49	0.49	0.48
Netherlands	2.70	2.68	2.73	2.70	2.93
Switzerland	2.31	1.86	2.23	2.58	2.50
United Kingdom	5.45	5.55	5.45	5.85	5.56

12-Jun-96 19-Jun-96 26-Jun-96 3-Jul-96 10-Jul-96

Chart 5. 3-Month Interest Rates

U.S. 90-day CD's, secondary market	5.47	5.47	5.48	5.47	5.57
Canadian finance paper	4.83	4.92	4.91	4.83	4.84
French interbank rate	3.83	3.89	3.85	3.79	3.80
German interbank rate	3.26	3.32	3.30	3.30	3.30
Japanese CD rate	0.55	0.54	0.59	0.62	0.63
Netherlands interbank rate	2.77	2.85	2.88	2.88	2.97
Swiss interbank rate	2.44	2.51	2.68	2.48	2.58
U.K. interbank sterling	5.79	5.78	5.73	5.73	5.67
Weighted average foreign interest rate (G-10 Countries)	3.93	3.96	3.92	3.92	3.93

Chart 6. Euro-Dollar Deposit Rates

Overnight	5.20	5.21	5.22	5.31	5.28
7-day	5.25	5.26	5.31	5.32	5.30
1-month	5.33	5.33	5.34	5.34	5.37
3-month	5.46	5.44	5.47	5.48	5.51
6-month	5.63	5.66	5.65	5.66	5.72
1-year	6.03	6.04	6.05	5.98	6.06

Chart 7. Selected Euro-dollar & U.S. Money Market Rates

Overnight Euro-dollar deposits	5.20	5.21	5.22	5.31	5.28
U.S. federal funds	5.24	5.45	5.21	5.53	5.25
Differential	-0.04	-0.24	0.01	-0.22	0.02
3-month Euro-dollar deposit	5.46	5.44	5.47	5.48	5.51
U.S. 90-day CD's, secondary market	5.47	5.47	5.48	5.47	5.57
Differential	-0.01	-0.02	-0.01	0.00	-0.05

Chart 8. Interest Arbitrage, 3-Month Funds

Euro-dollar deposit	5.46	5.44	5.47	5.48	5.51
Interbank sterling (London), covered	5.49	5.52	5.53	5.55	5.57
Differential	-0.03	-0.08	-0.06	-0.07	-0.05
U.S. commercial paper	5.48	5.50	5.50	5.51	5.57
Canadian finance paper, covered	5.56	5.61	5.65	5.65	5.67
Differential	-0.08	-0.11	-0.14	-0.14	-0.10
Euro-dollar deposit	5.46	5.44	5.47	5.48	5.51
Interbank DM (Frankfurt), covered	5.49	5.52	5.53	5.55	5.61
Differential	-0.03	-0.08	-0.06	-0.08	-0.09
Euro-dollar deposit	5.46	5.44	5.47	5.48	5.51
Swiss interbank, covered	5.47	5.48	5.52	5.50	5.54
Differential	-0.01	-0.04	-0.05	-0.02	-0.02

Chart 9. Long Term Government Bellwether Bond Yields
10-year maturity, where available

Canada	7.78	7.91	7.85	7.74	7.81
France	6.51	6.60	6.60	6.55	6.59
Germany	6.53	6.64	6.61	6.55	6.58
Japan	3.19	3.19	3.25	3.20	3.26
Switzerland	4.32	4.38	4.37	4.28	4.26
Netherlands	6.40	6.55	6.54	6.47	6.52
United Kingdom	8.04	8.09	8.03	7.93	7.93
United States	6.94	6.95	6.94	6.78	7.02

Chart 10. Stock Indices (Wednesday figures)

Canada	169.77	169.05	167.54	169.09	169.18
France	171.09	168.84	169.36	169.54	167.44
Germany	135.14	134.72	136.44	136.00	135.43
Japan	127.39	128.44	130.22	128.42	125.38
Netherlands	209.87	205.53	206.56	207.21	205.75
Switzerland	303.78	307.79	313.07	313.29	315.40
United Kingdom	216.27	214.82	211.08	211.69	213.81
United States	263.68	261.21	261.61	264.92	258.58

Indices (in order, rebased to 1986=100) are Toronto Composite, CAC General spliced to SBF250 at 22dec93, FAZ Aktien, Tokyo SE (Topix), CBS All-General, Swiss Bank Index, Financial Times Ordinary, NYSE Composite