

(516/517)

Selected Interest & Exchange Rates

Weekly Series of Charts

July 29, 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

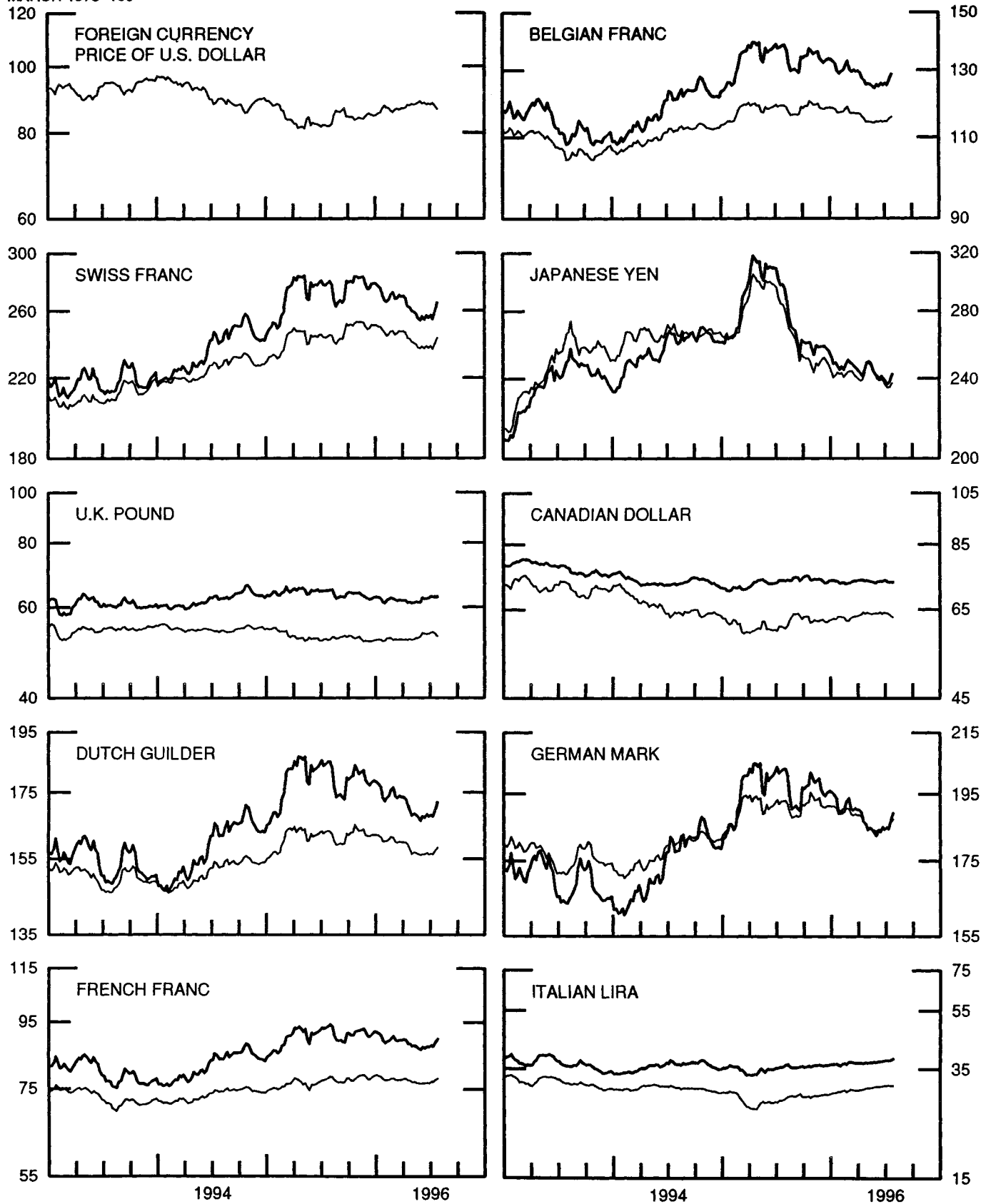


CHART 2

3-MONTH FORWARD EXCHANGE RATES

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

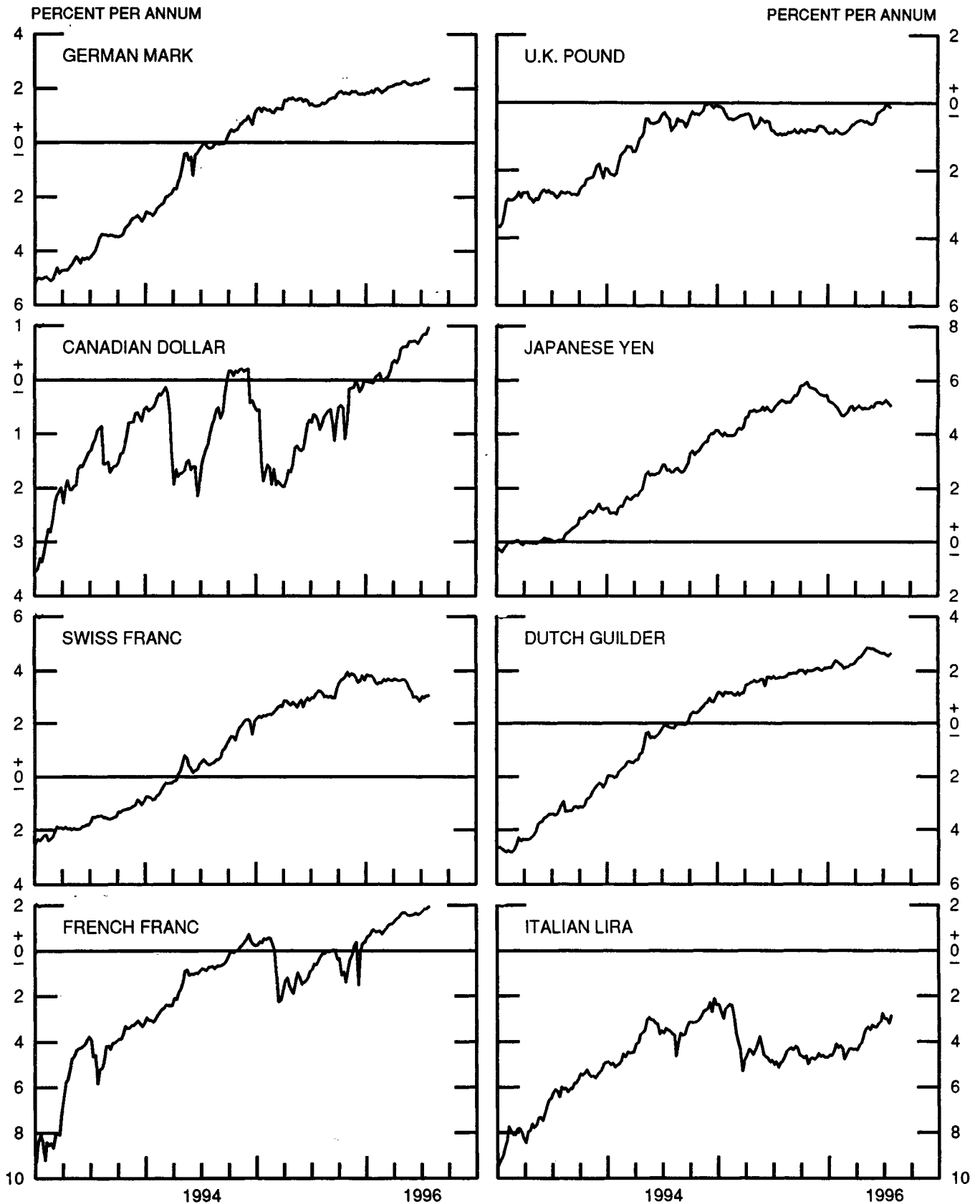


CHART 3

PRICE OF GOLD IN LONDON
AVERAGES FOR WEEK ENDING WEDNESDAY

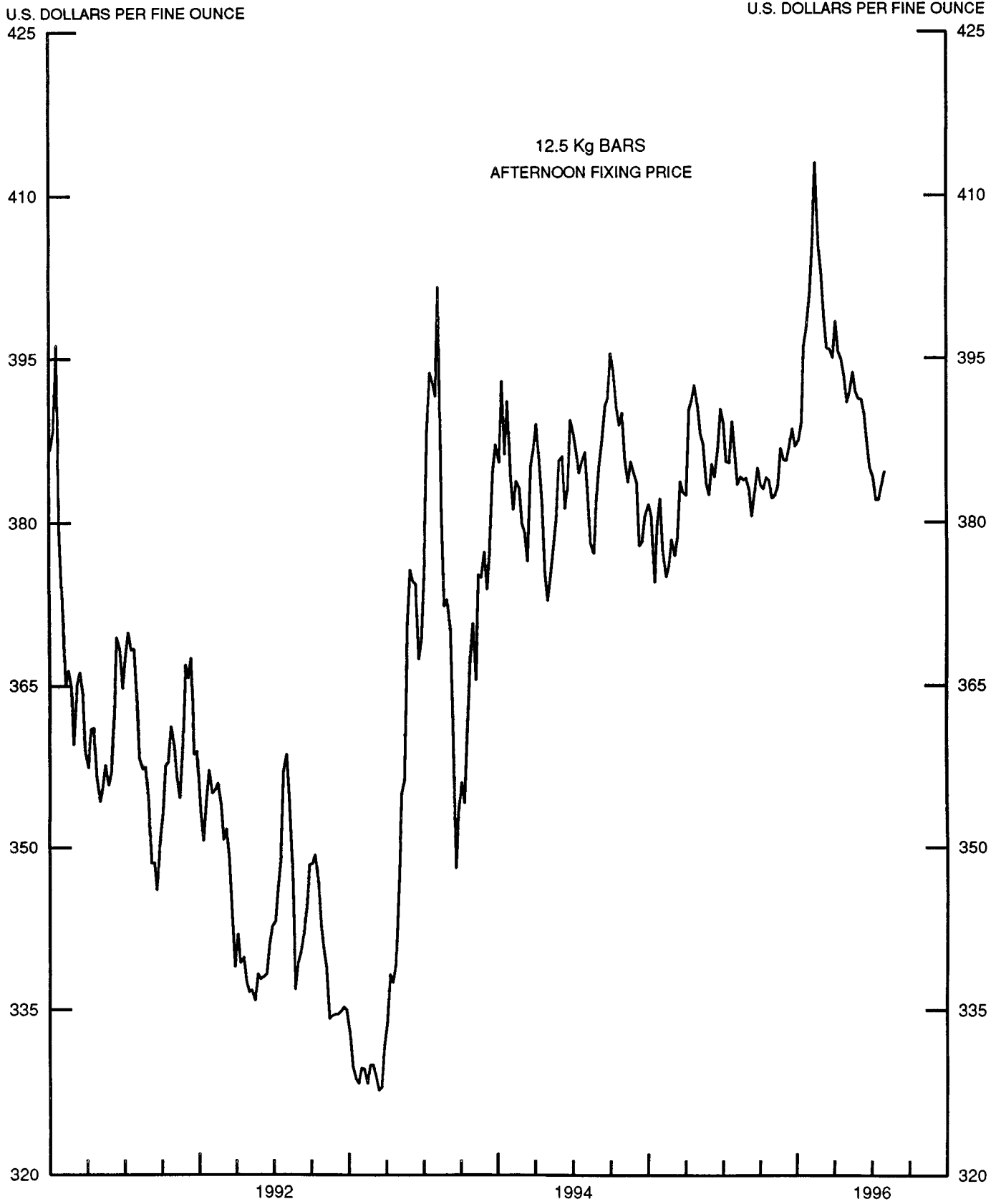


CHART 4
CALL MONEY RATES
 WEEKLY SERIES

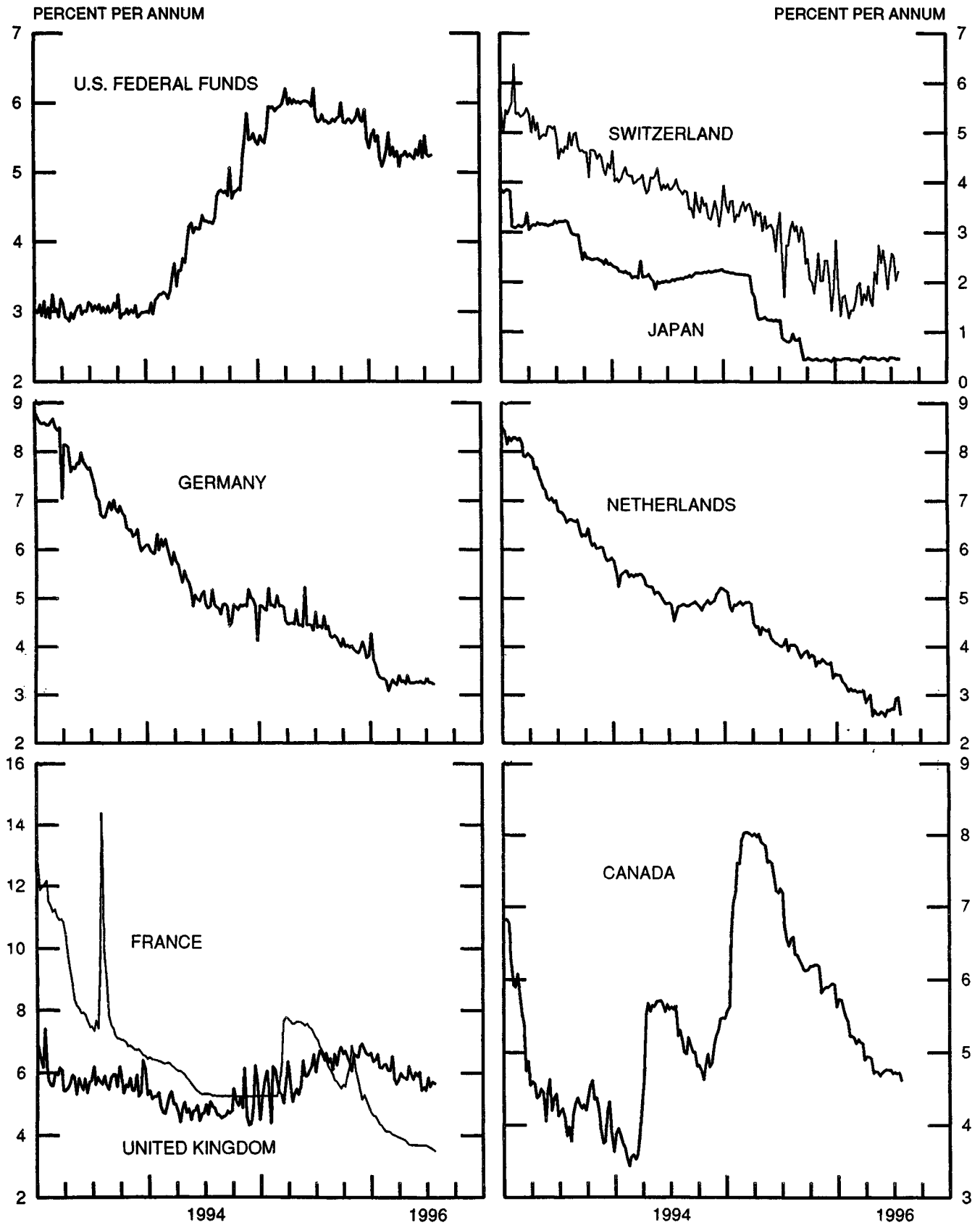


CHART 5
 3-MONTH INTEREST RATES
 WEEKLY SERIES

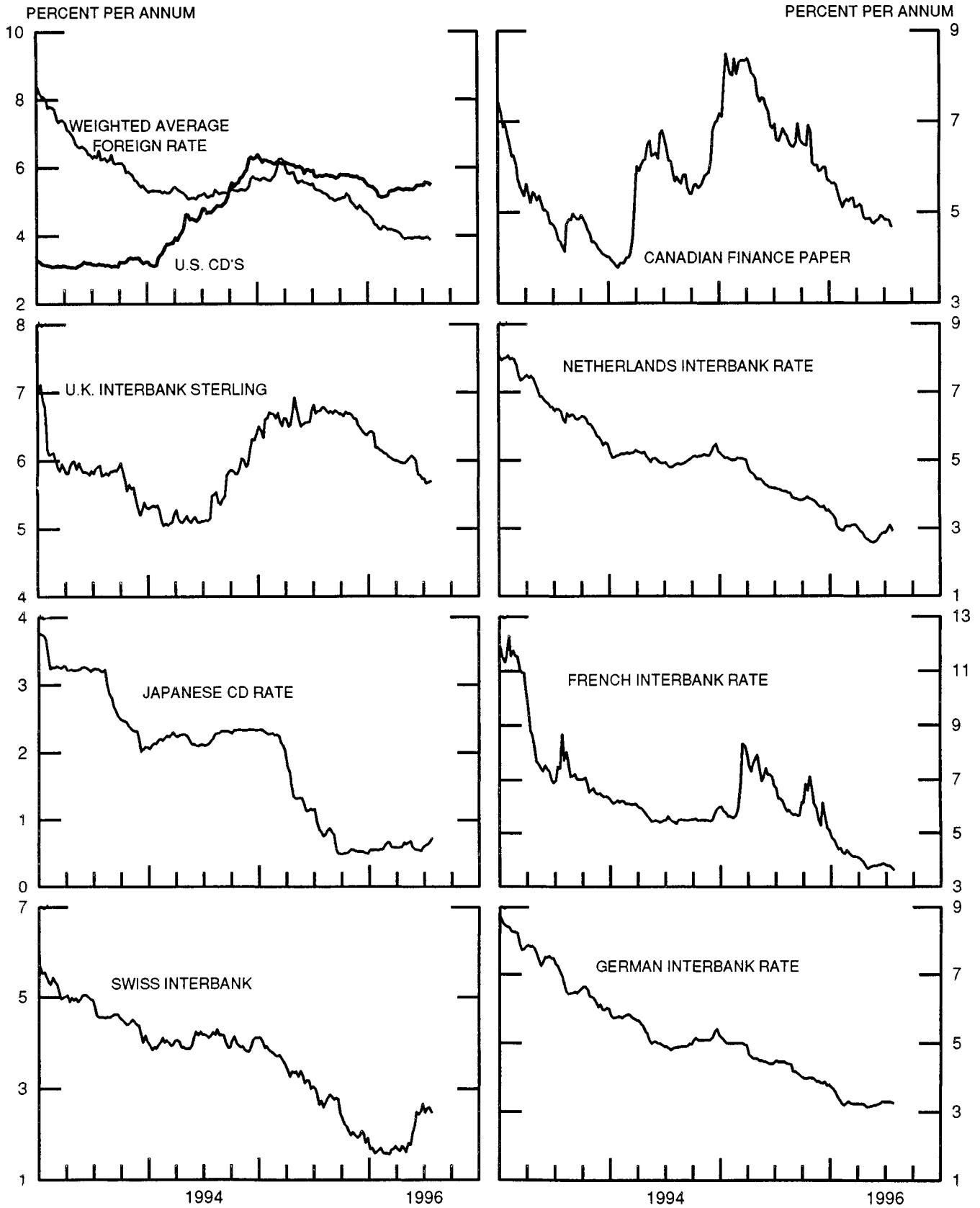


CHART 6

EURO-DOLLAR DEPOSIT RATES, LONDON

AVERAGES FOR WEEK ENDING WEDNESDAY

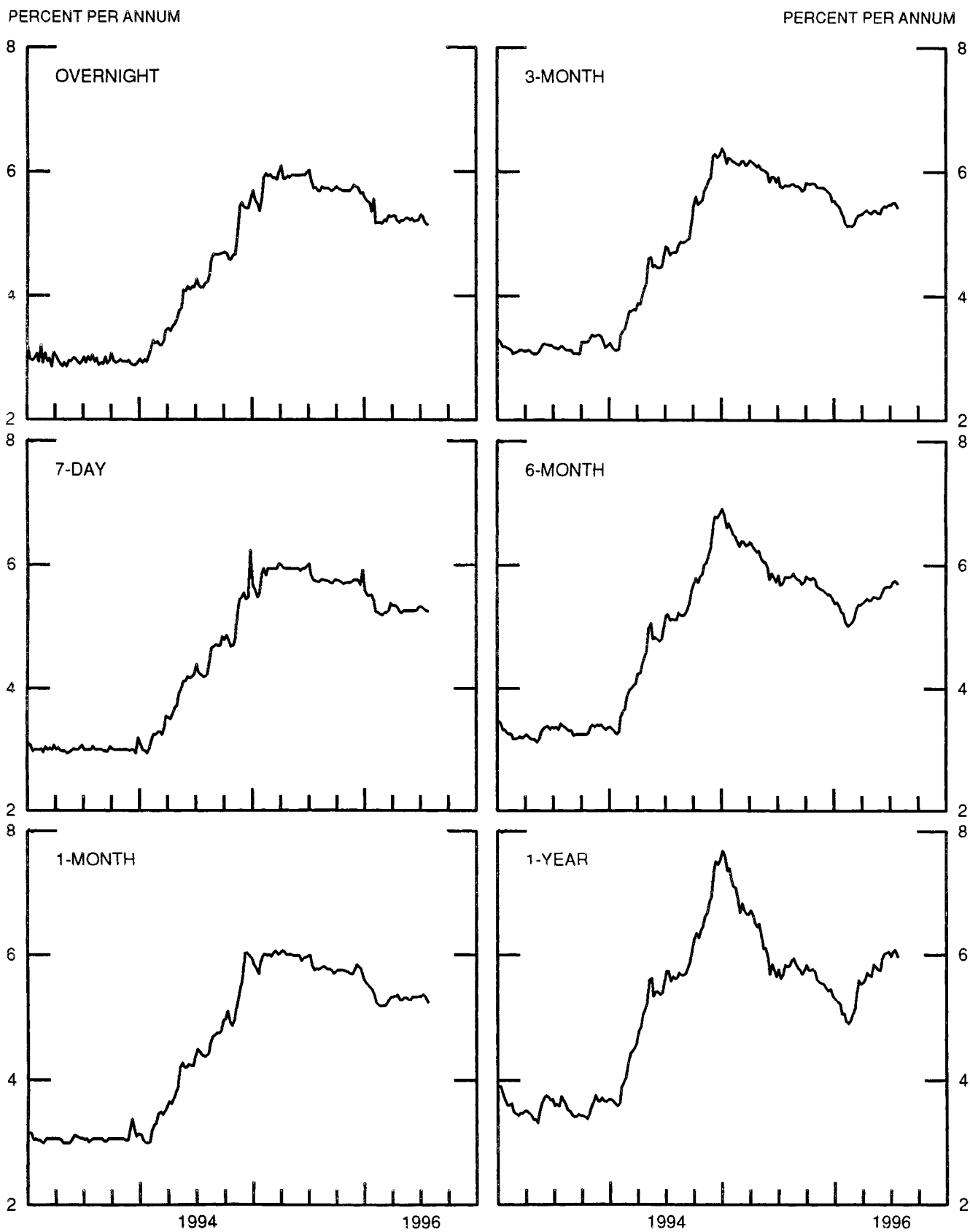


CHART 7

SELECTED EURO-DOLLAR AND U.S. MONEY MARKET RATES
DIFFERENTIAL: PLUS(+), FAVORS BORROWING IN U.S.
AVERAGES FOR WEEK ENDING WEDNESDAY

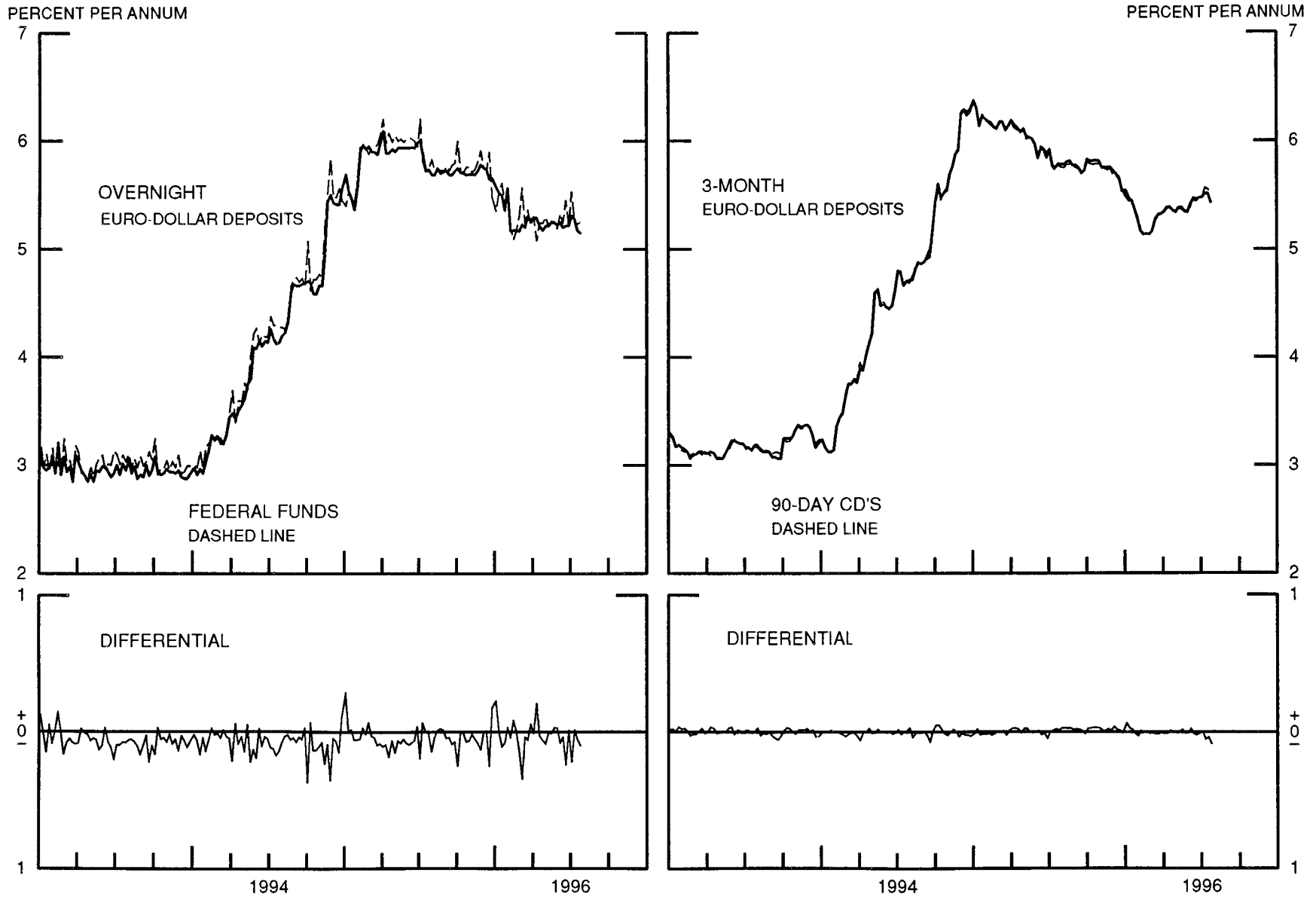


CHART 8

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

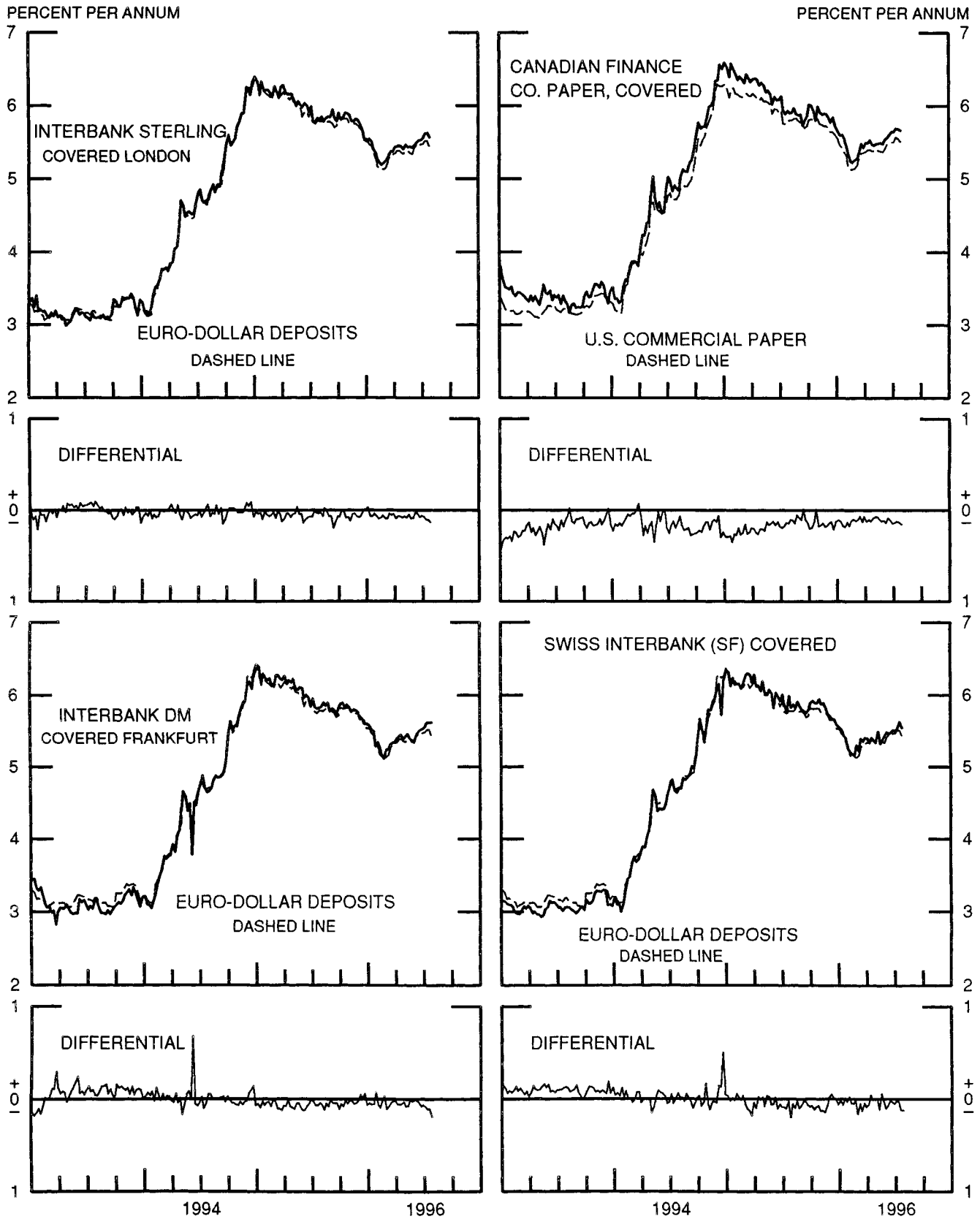


CHART 9

LONG-TERM GOVERNMENT BOND YIELDS
WEEKLY SERIES

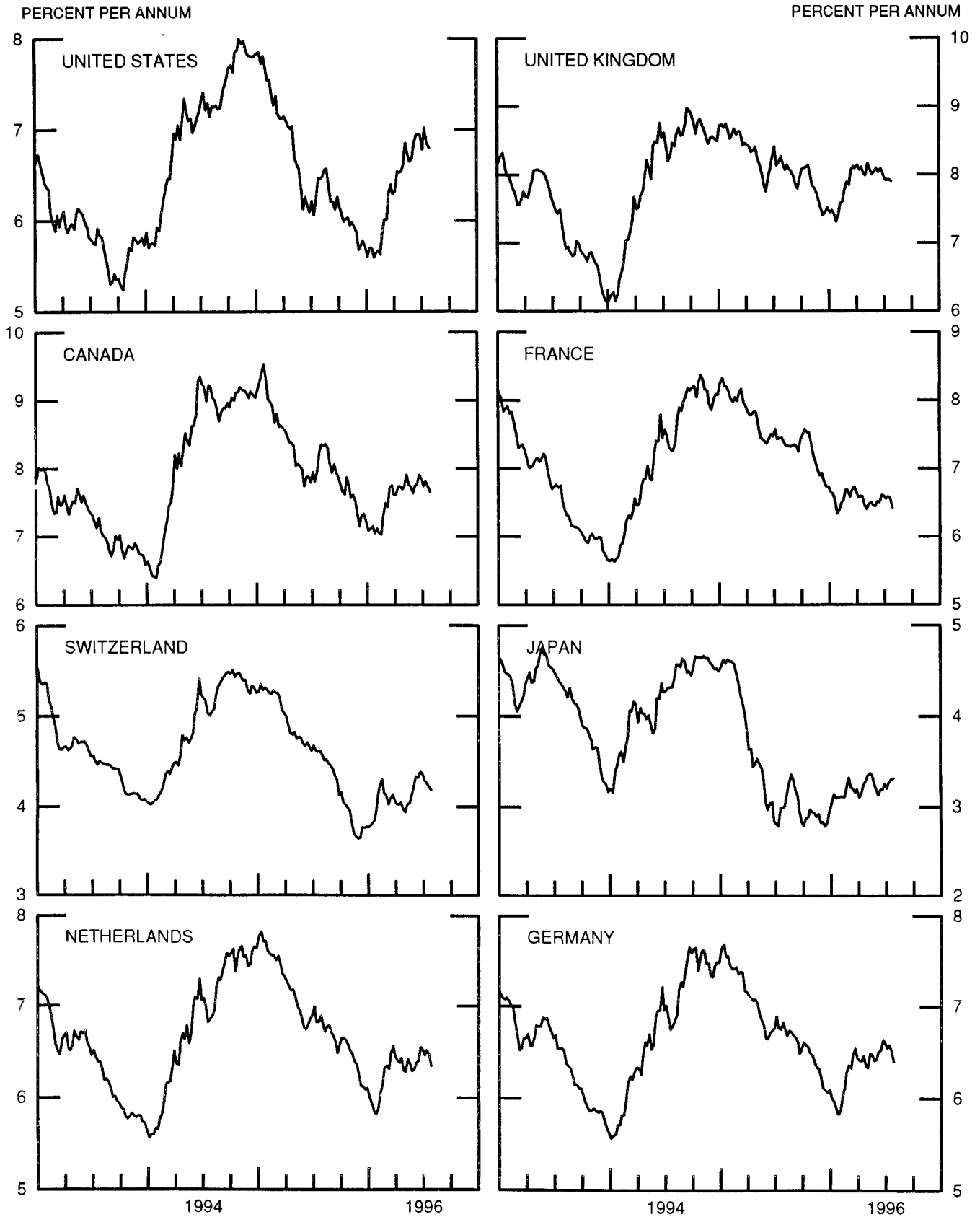


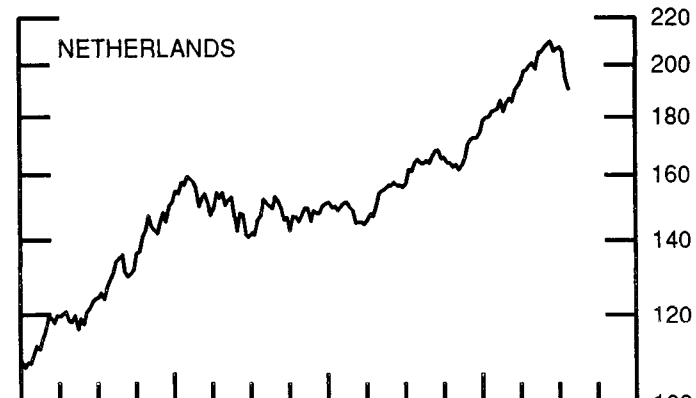
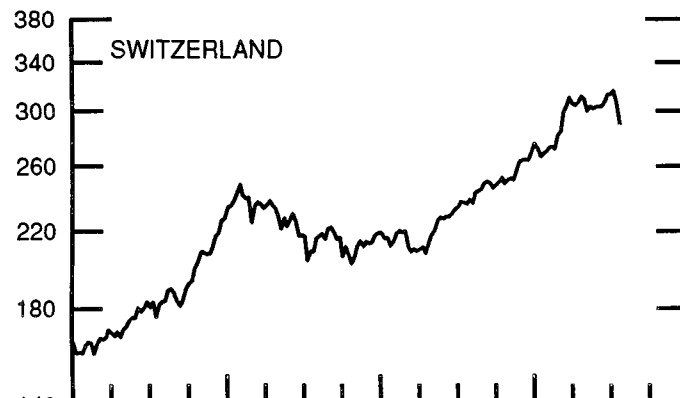
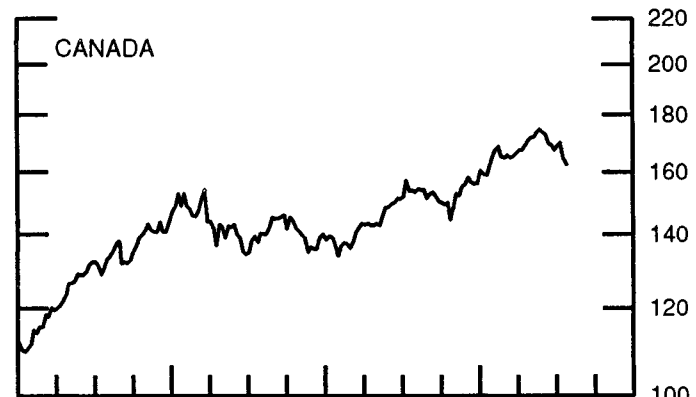
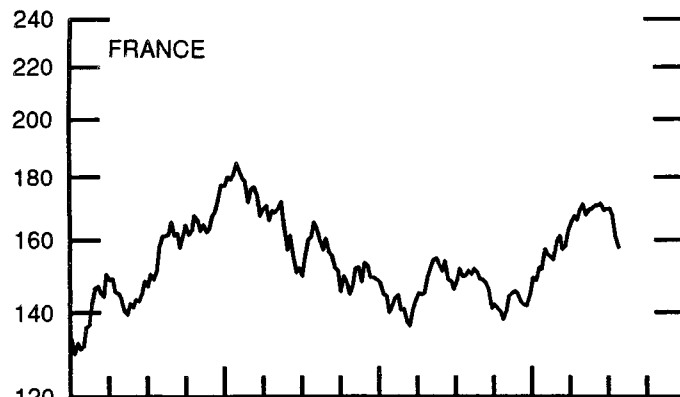
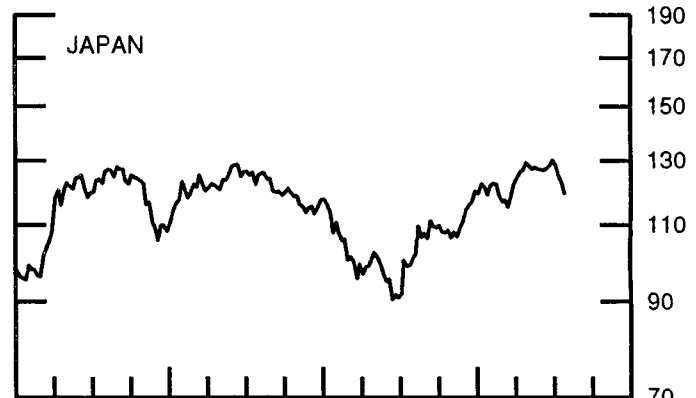
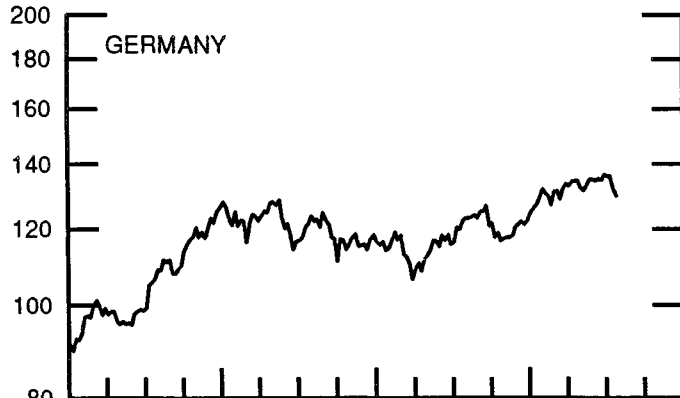
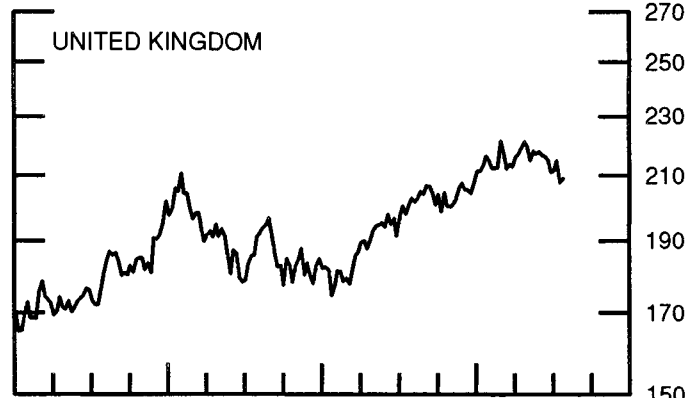
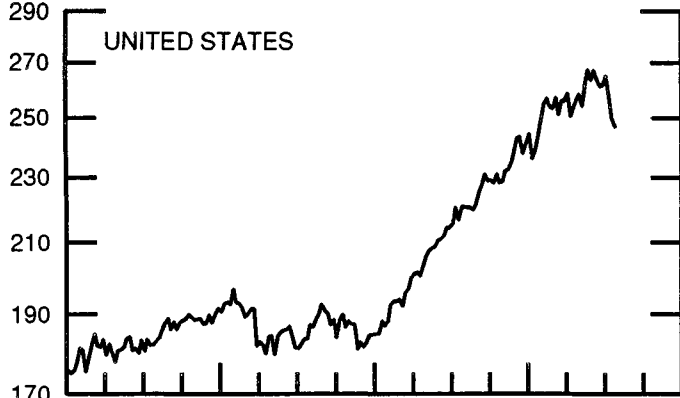
CHART 10

STOCK INDICES

WEEKLY SERIES

RATIO SCALE
1986=100

RATIO SCALE
1986=100



1994

1996

1994

1996

26-Jun-96 3-Jul-96 10-Jul-96 17-Jul-96 24-Jul-96

Chart 1. Spot Exchange Rates and Indices

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

Belgian franc	3.1787	3.1908	3.1781	3.2222	3.2612
Canadian dollar	73.355	73.349	73.021	72.953	73.032
French franc	19.307	19.415	19.348	19.592	19.847
German mark	65.421	65.656	65.453	66.347	67.221
Italian lira	0.06506	0.06521	0.06512	0.06536	0.06600
Japanese yen	0.91800	0.91092	0.90427	0.91065	0.92588
Netherlands guilder	58.353	58.552	58.345	59.094	59.896
Swiss franc	79.364	79.926	79.127	80.626	82.437
U.K. pound	154.04	155.41	155.13	155.19	154.99

Indices, March 1973 base rates = 100

Belgian franc	125.25	125.73	125.23	126.97	128.51
Canadian dollar	73.11	73.11	72.78	72.71	72.79
French franc	87.00	87.49	87.19	88.29	89.44
German mark	184.04	184.69	184.12	186.64	189.10
Italian lira	37.34	37.43	37.38	37.52	37.88
Japanese yen	240.36	238.51	236.77	238.44	242.43
Netherlands guilder	167.52	168.09	167.50	169.65	171.95
Swiss franc	255.33	257.13	254.56	259.39	265.21
U.K. pound	62.30	62.86	62.74	62.77	62.69

Weighted average exchange value indices, Mar. 1973=100

Belgian franc	114.20	114.44	114.34	115.20	115.64
Canadian dollar	64.10	63.97	63.87	63.36	62.86
French franc	76.63	76.95	76.92	77.43	77.82
German mark	184.15	184.53	184.54	186.08	187.12
Italian lira	30.77	30.78	30.84	30.75	30.79
Japanese yen	238.84	236.29	235.18	235.29	237.46
Netherlands guilder	156.10	156.36	156.29	157.32	158.18
Swedish krona	59.40	59.10	58.97	58.66	58.92
Swiss franc	236.78	238.06	236.37	239.34	242.77
U.K. pound	53.15	53.56	53.64	53.28	52.71
U.S. dollar	88.12	87.92	88.26	87.53	86.60

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

Canadian dollar	0.73	0.80	0.84	0.85	0.96
French franc	1.63	1.73	1.81	1.84	1.93
German mark	2.21	2.24	2.30	2.30	2.34
Italian lira	-2.77	-3.01	-3.01	-3.20	-2.87
Japanese yen	5.14	5.19	5.28	5.17	5.07
Netherlands guilder	2.63	2.65	2.59	2.53	2.63
Swiss franc	2.83	3.00	2.95	3.02	3.05
U.K. pound	-0.20	-0.18	-0.06	-0.06	-0.13

Chart 3. Gold Price in London, Afternoon Fixing

U.S. dollars per fine ounce	384.14	382.08	382.06	383.34	384.59
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Chart 4. Call Money Rates

U.S. federal funds	5.21	5.53	5.26	5.23	5.25
Overnight Euro-dollar deposits	5.22	5.31	5.28	5.18	5.15
Canada	4.71	4.73	4.71	4.72	4.62
France	3.69	3.64	3.61	3.56	3.51
Germany	3.25	3.36	3.27	3.26	3.23
Japan	0.49	0.49	0.48	0.46	0.47
Netherlands	2.73	2.70	2.93	2.95	2.61
Switzerland	2.23	2.58	2.50	2.04	2.21
United Kingdom	5.45	5.85	5.56	5.73	5.68

26-Jun-96 3-Jul-96 10-Jul-96 17-Jul-96 24-Jul-96

Chart 5. 3-Month Interest Rates

	26-Jun-96	3-Jul-96	10-Jul-96	17-Jul-96	24-Jul-96
U.S. 90-day CD's, secondary market	5.48	5.47	5.57	5.55	5.52
Canadian finance paper	4.91	4.83	4.84	4.83	4.70
French interbank rate	3.85	3.79	3.80	3.75	3.65
German interbank rate	3.30	3.30	3.30	3.30	3.27
Japanese CD rate	0.59	0.62	0.63	0.66	0.72
Netherlands interbank rate	2.88	2.88	2.97	3.09	2.95
Swiss interbank rate	2.68	2.48	2.58	2.59	2.49
U.K. interbank sterling	5.73	5.73	5.67	5.68	5.69
Weighted average foreign interest rate (G-10 Countries)	3.92	3.92	3.93	3.96	3.89

Chart 6. Euro-Dollar Deposit Rates

	26-Jun-96	3-Jul-96	10-Jul-96	17-Jul-96	24-Jul-96
Overnight	5.22	5.31	5.28	5.18	5.15
7-day	5.31	5.32	5.30	5.26	5.24
1-month	5.34	5.34	5.37	5.33	5.24
3-month	5.47	5.48	5.51	5.51	5.43
6-month	5.65	5.66	5.72	5.75	5.71
1-year	6.05	5.98	6.06	6.08	5.98

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

	26-Jun-96	3-Jul-96	10-Jul-96	17-Jul-96	24-Jul-96
Overnight Euro-dollar deposits	5.22	5.31	5.28	5.18	5.15
U.S. federal funds	5.21	5.53	5.26	5.23	5.25
Differential	0.01	-0.22	0.01	-0.05	-0.10
3-month Euro-dollar deposit	5.47	5.48	5.51	5.51	5.43
U.S. 90-day CD's, secondary market	5.48	5.47	5.57	5.55	5.52
Differential	-0.01	0.00	-0.05	-0.04	-0.08

Chart 8. Interest Arbitrage, 3-Month Funds

	26-Jun-96	3-Jul-96	10-Jul-96	17-Jul-96	24-Jul-96
Euro-dollar deposit	5.47	5.48	5.51	5.51	5.43
Interbank sterling (London), covered	5.53	5.55	5.61	5.62	5.56
Differential	-0.06	-0.07	-0.10	-0.11	-0.13
U.S. commercial paper	5.50	5.51	5.57	5.55	5.51
Canadian finance paper, covered	5.65	5.65	5.69	5.69	5.67
Differential	-0.14	-0.14	-0.12	-0.13	-0.15
Euro-dollar deposit	5.47	5.48	5.51	5.51	5.43
Interbank DM (Frankfurt), covered	5.53	5.55	5.62	5.62	5.63
Differential	-0.06	-0.08	-0.11	-0.11	-0.20
Euro-dollar deposit	5.47	5.48	5.51	5.51	5.43
Swiss interbank, covered	5.52	5.50	5.54	5.63	5.56
Differential	-0.05	-0.02	-0.03	-0.12	-0.12

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

	26-Jun-96	3-Jul-96	10-Jul-96	17-Jul-96	24-Jul-96
Canada	7.85	7.74	7.81	7.74	7.66
France	6.60	6.55	6.59	6.56	6.42
Germany	6.61	6.55	6.58	6.53	6.40
Japan	3.25	3.20	3.26	3.30	3.31
Switzerland	4.37	4.28	4.26	4.22	4.18
Netherlands	6.54	6.47	6.52	6.48	6.35
United Kingdom	8.03	7.93	7.93	7.93	7.91
United States	6.94	6.78	7.02	6.86	6.80

Chart 10. Stock Indices (Wednesday figures)

	26-Jun-96	3-Jul-96	10-Jul-96	17-Jul-96	24-Jul-96
Canada	167.54	169.09	169.90	164.62	162.63
France	169.36	169.54	167.44	160.78	157.86
Germany	136.44	136.00	136.08	132.23	129.89
Japan	130.22	128.42	125.38	122.92	119.60
Netherlands	206.56	207.21	205.26	195.07	190.73
Switzerland	313.07	313.29	316.08	305.80	290.27
United Kingdom	211.08	211.69	214.77	207.82	208.92
United States	261.61	264.92	258.58	250.02	247.06

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