

(516/517)

Selected Interest & Exchange Rates

Weekly Series of Charts

January 27, 1997

**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

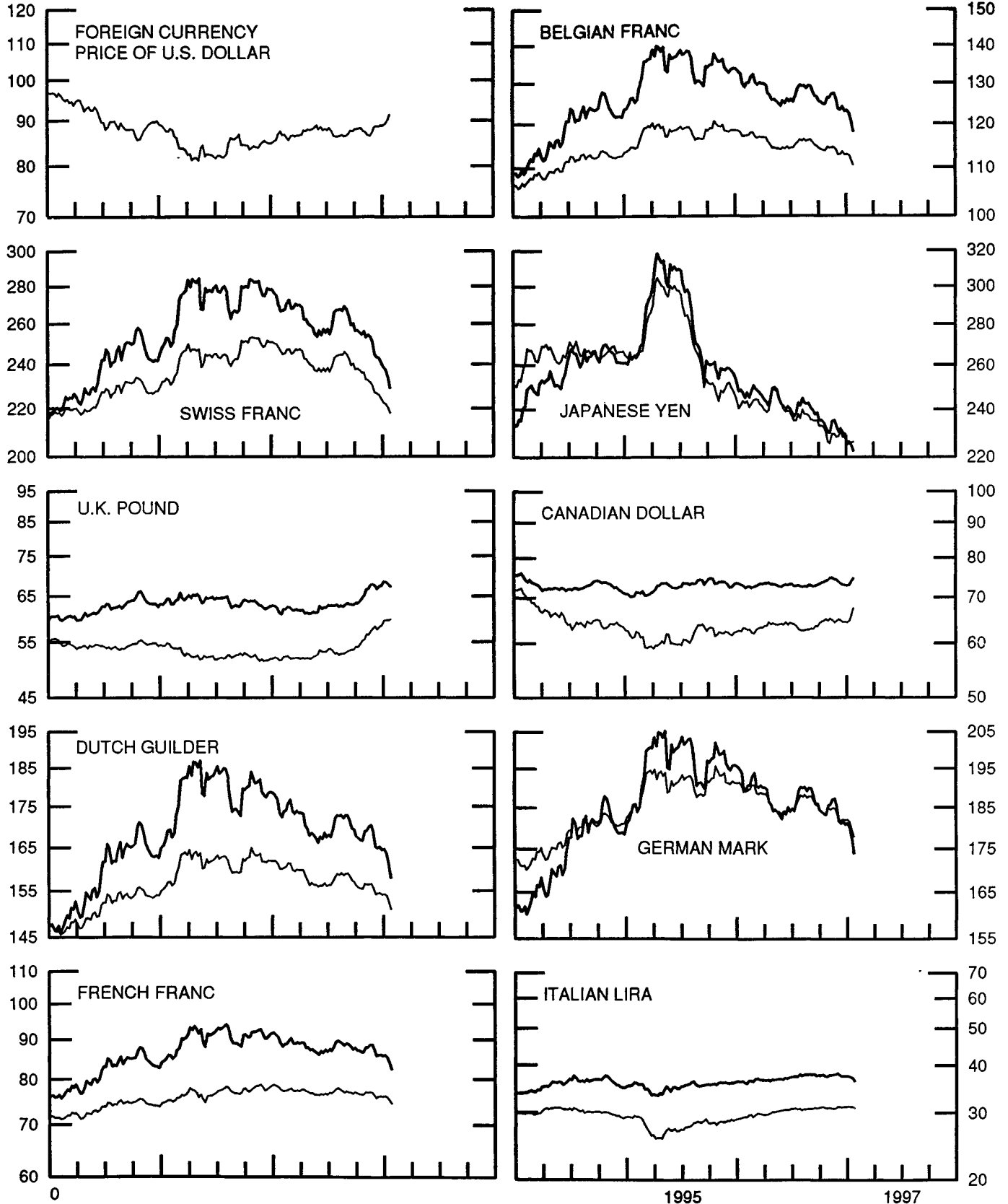


CHART 2

3-MONTH FORWARD EXCHANGE RATES

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

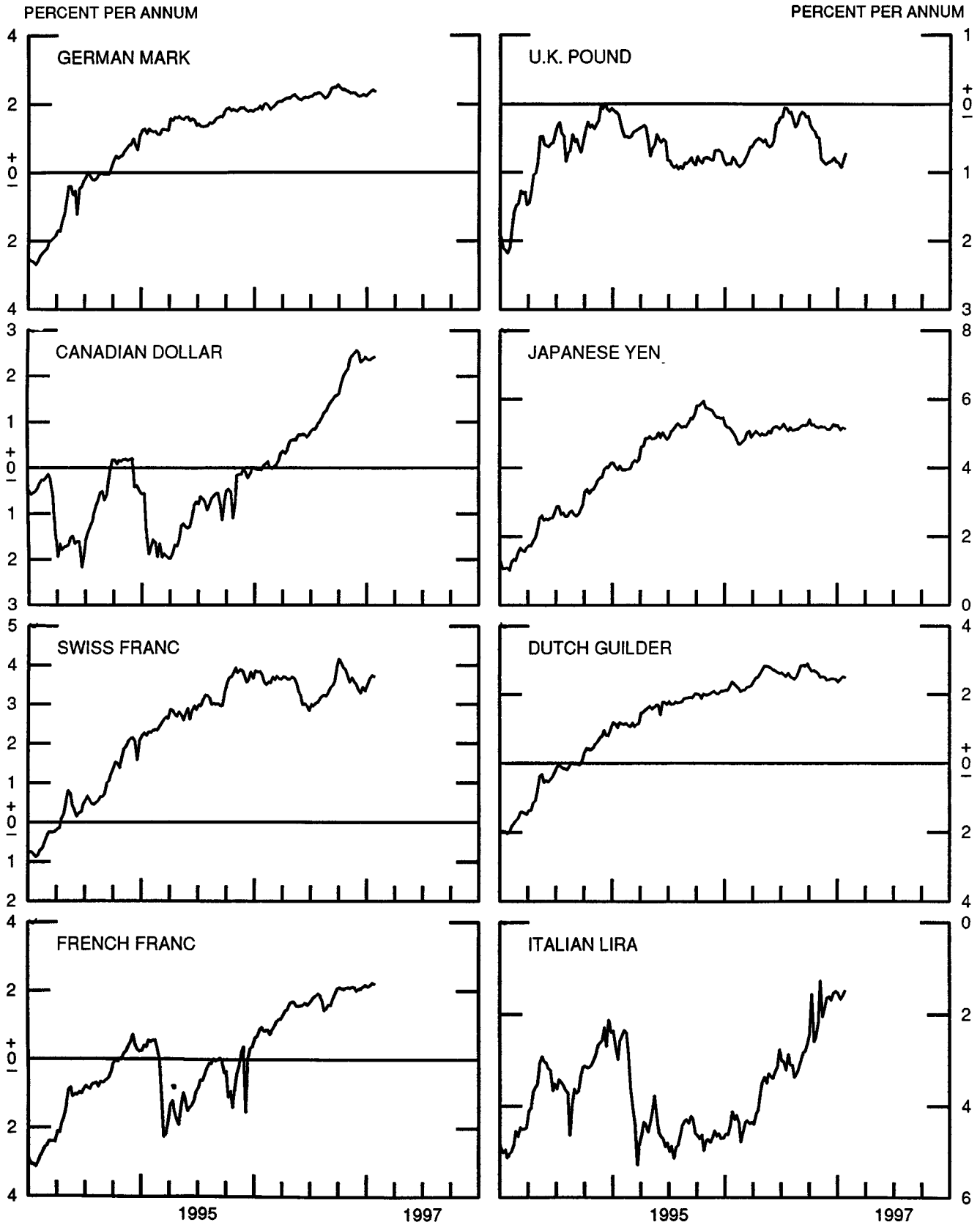


CHART 3

PRICE OF GOLD IN LONDON
AVERAGES FOR WEEK ENDING WEDNESDAY

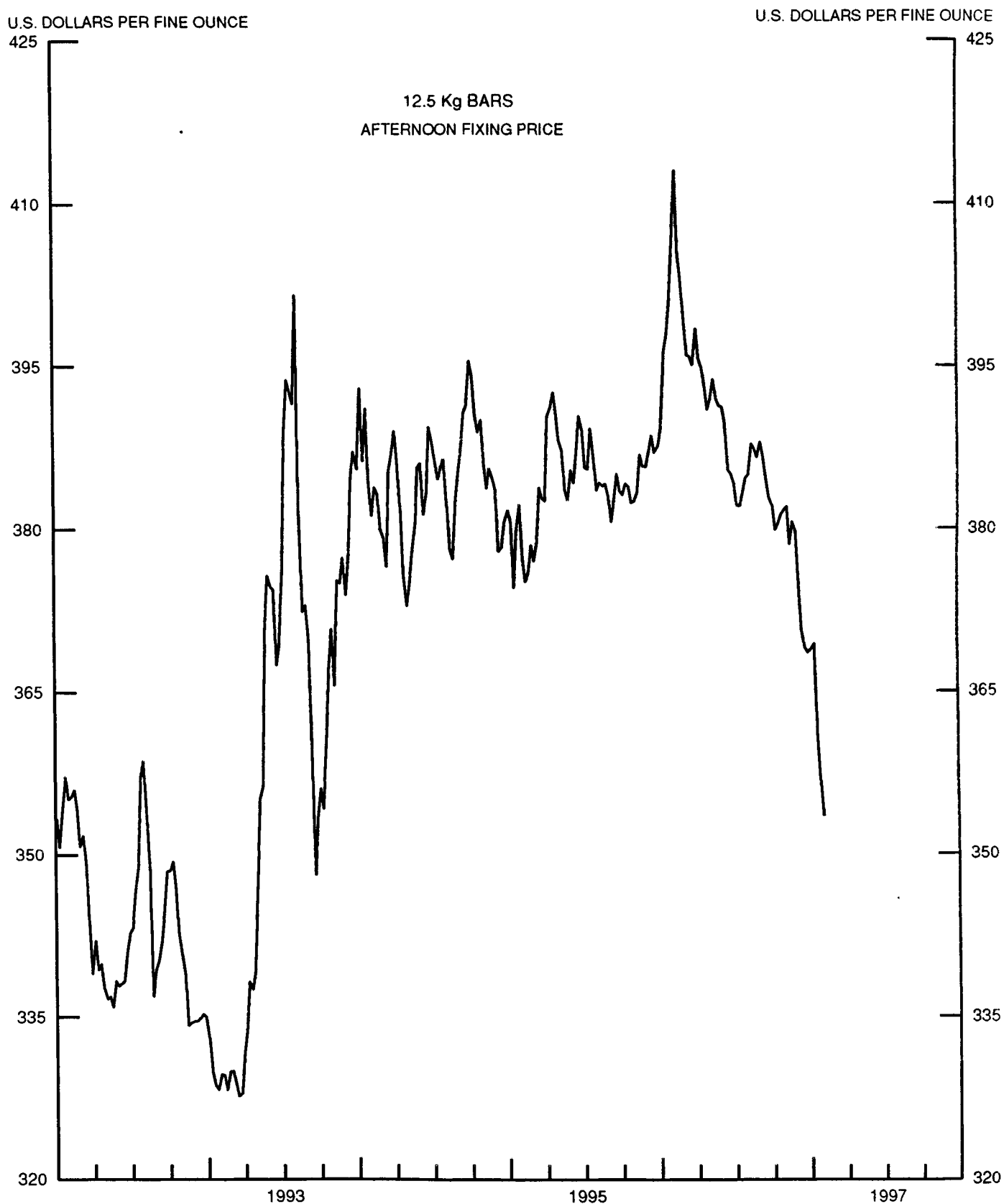


CHART 4
CALL MONEY RATES
 WEEKLY SERIES

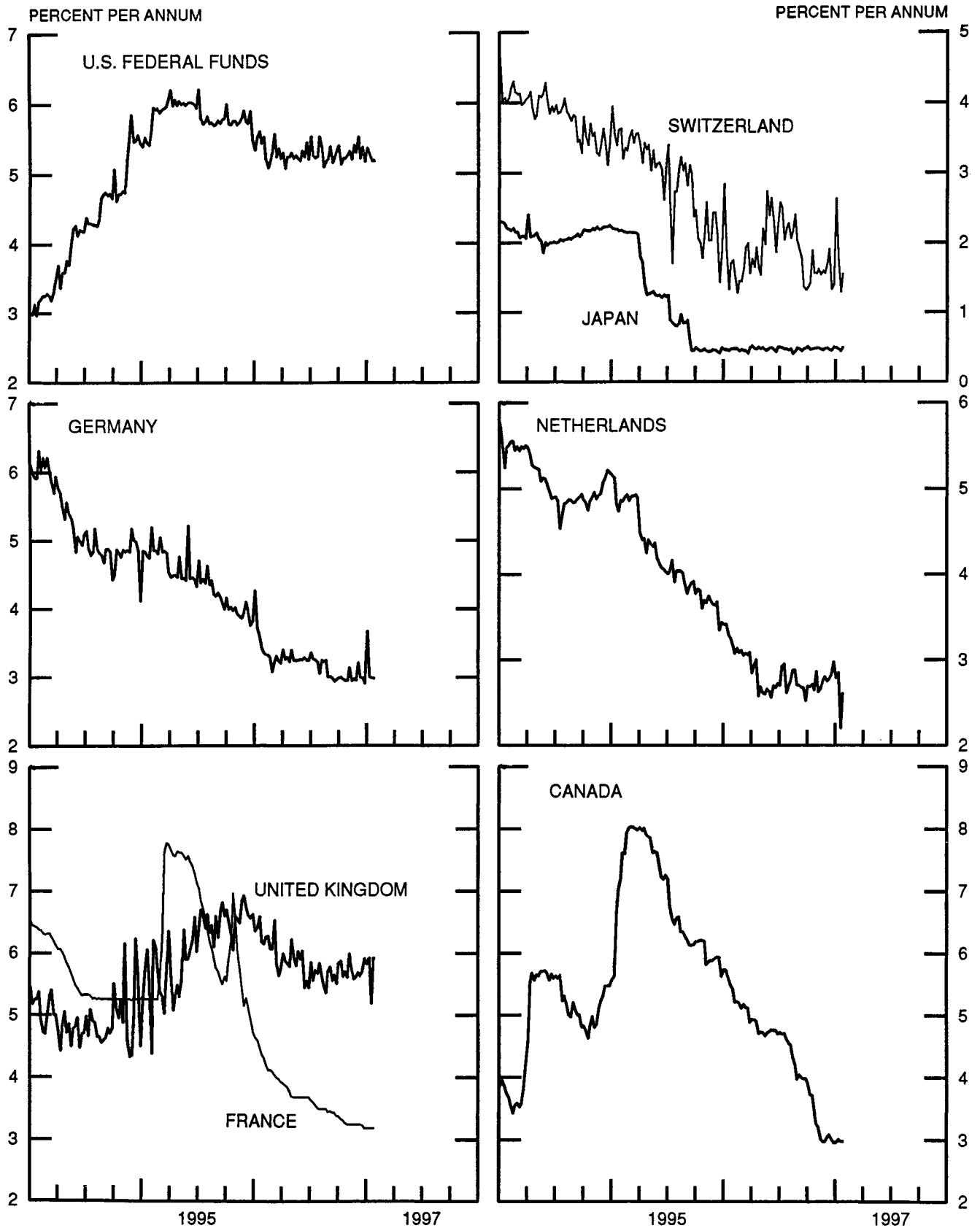


CHART 5
3-MONTH INTEREST RATES
 WEEKLY SERIES

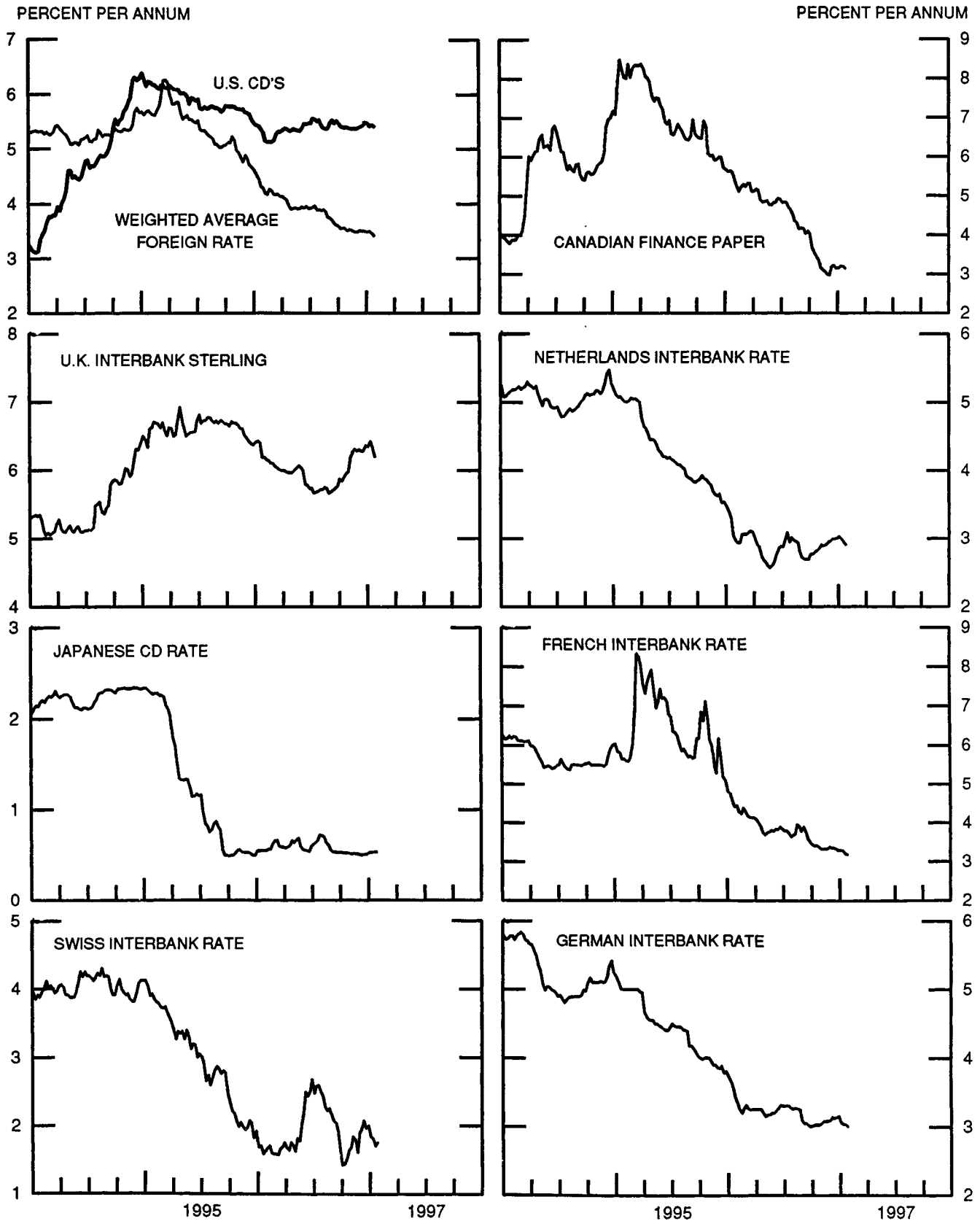


CHART 6
 EURO-DOLLAR DEPOSIT RATES, LONDON
 AVERAGES FOR WEEK ENDING WEDNESDAY

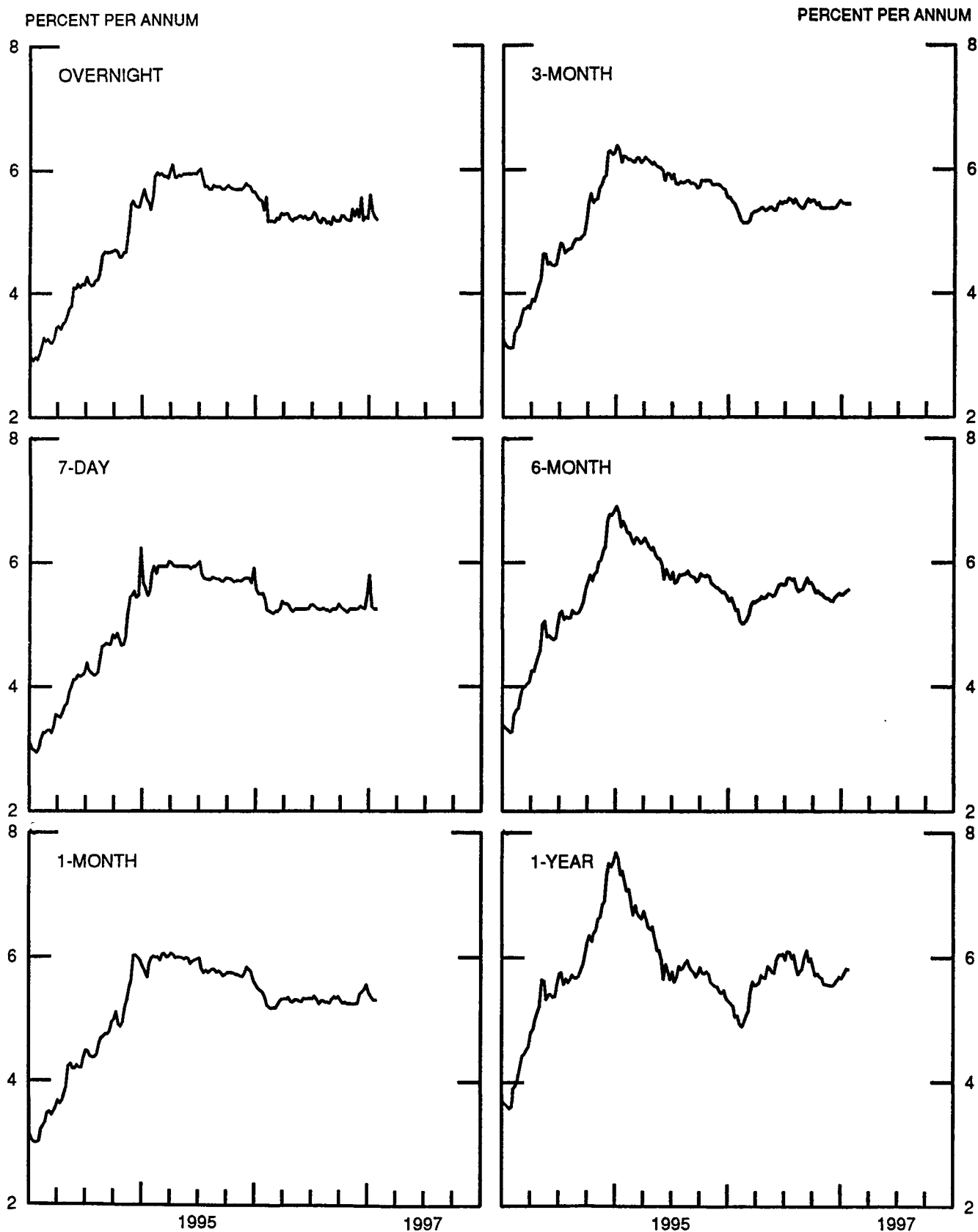


CHART 7

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

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

AVERAGES FOR WEEK ENDING WEDNESDAY

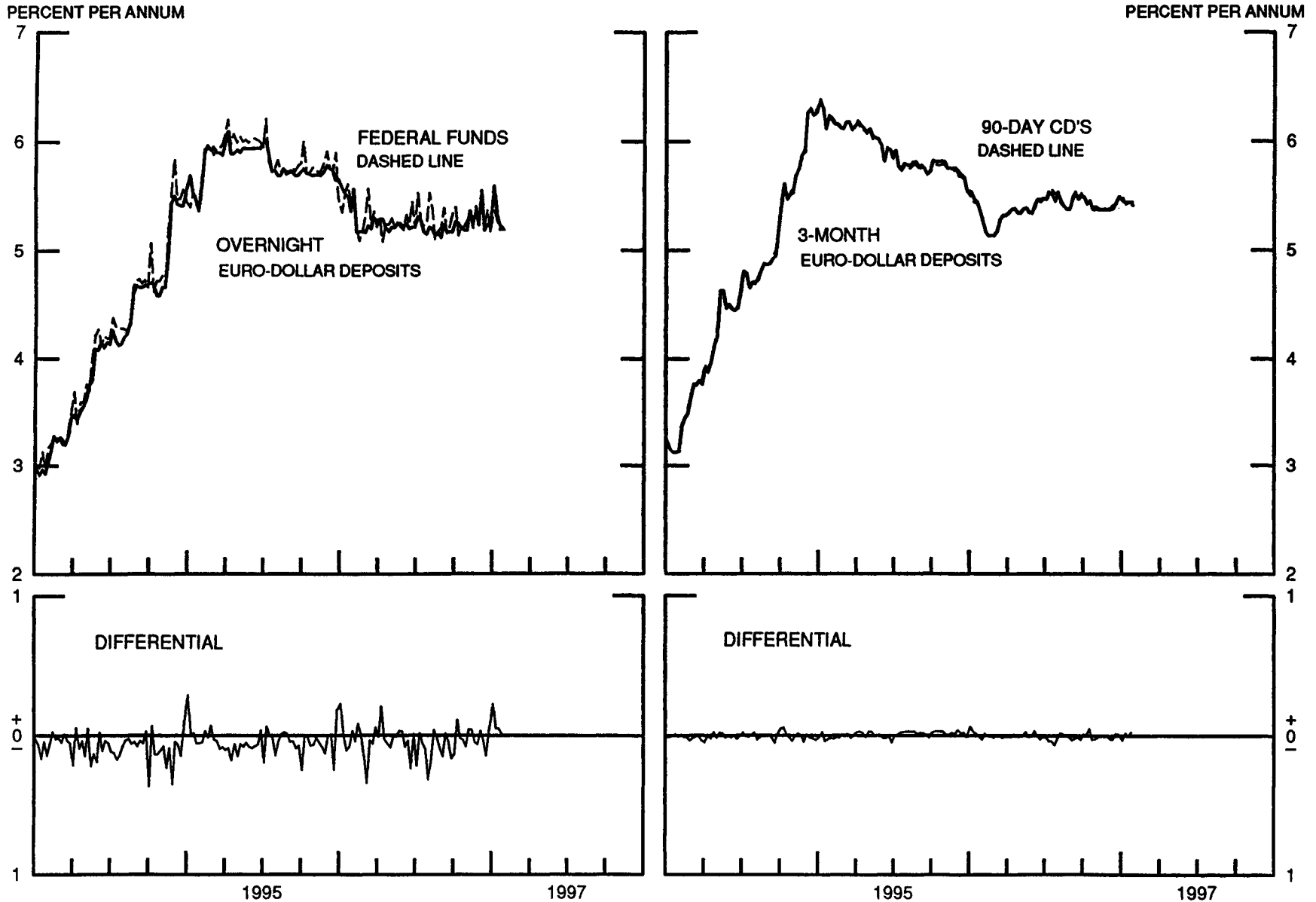


CHART 8

INTEREST ARBITRAGE: 3-MONTH FUNDS

DIFFERENTIAL: PLUS(+), INDICATES FAVOR DOLLAR ASSETS
AVERAGES FOR WEEK ENDING WEDNESDAY

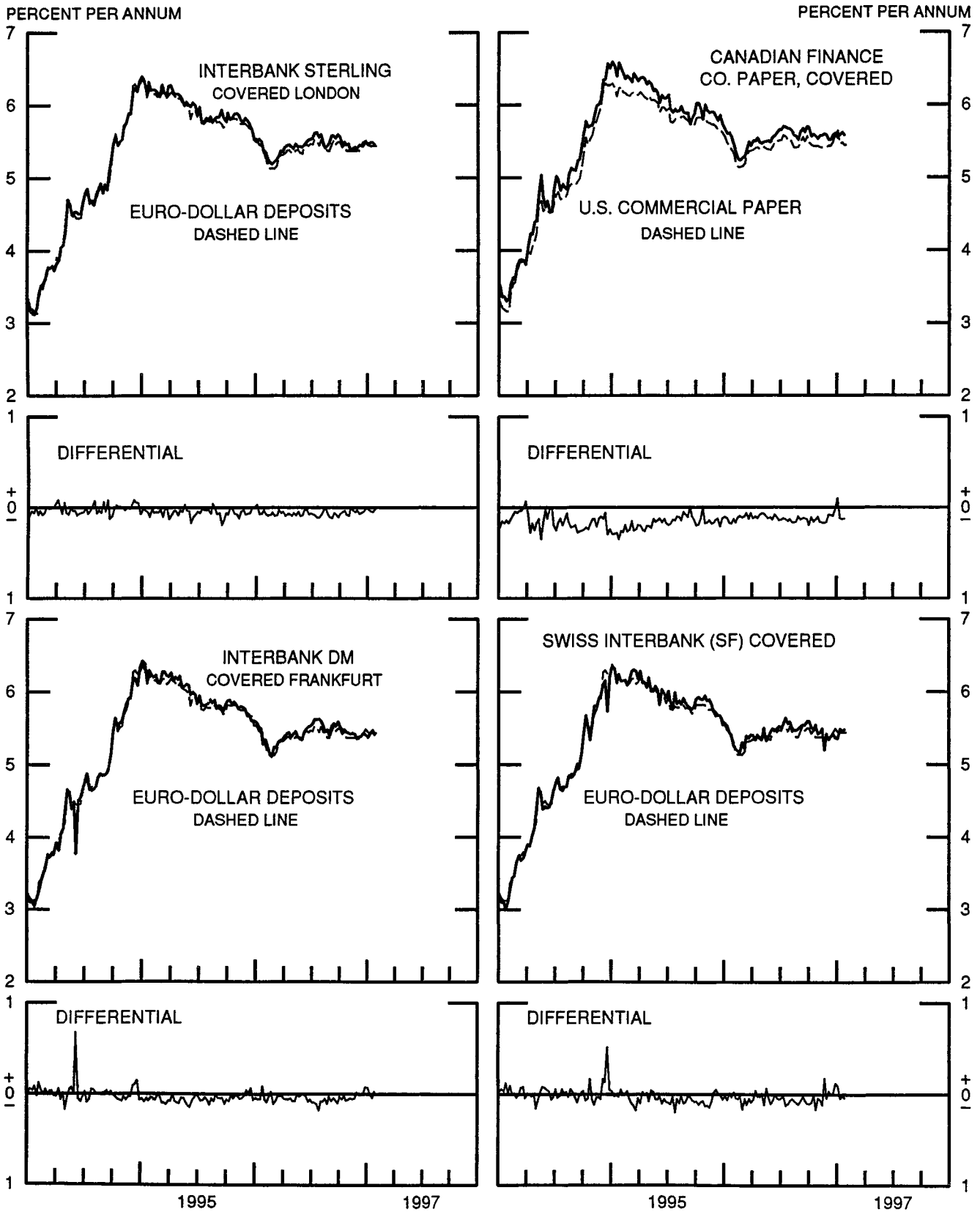


CHART 9
LONG-TERM GOVERNMENT BOND YIELDS
WEEKLY SERIES

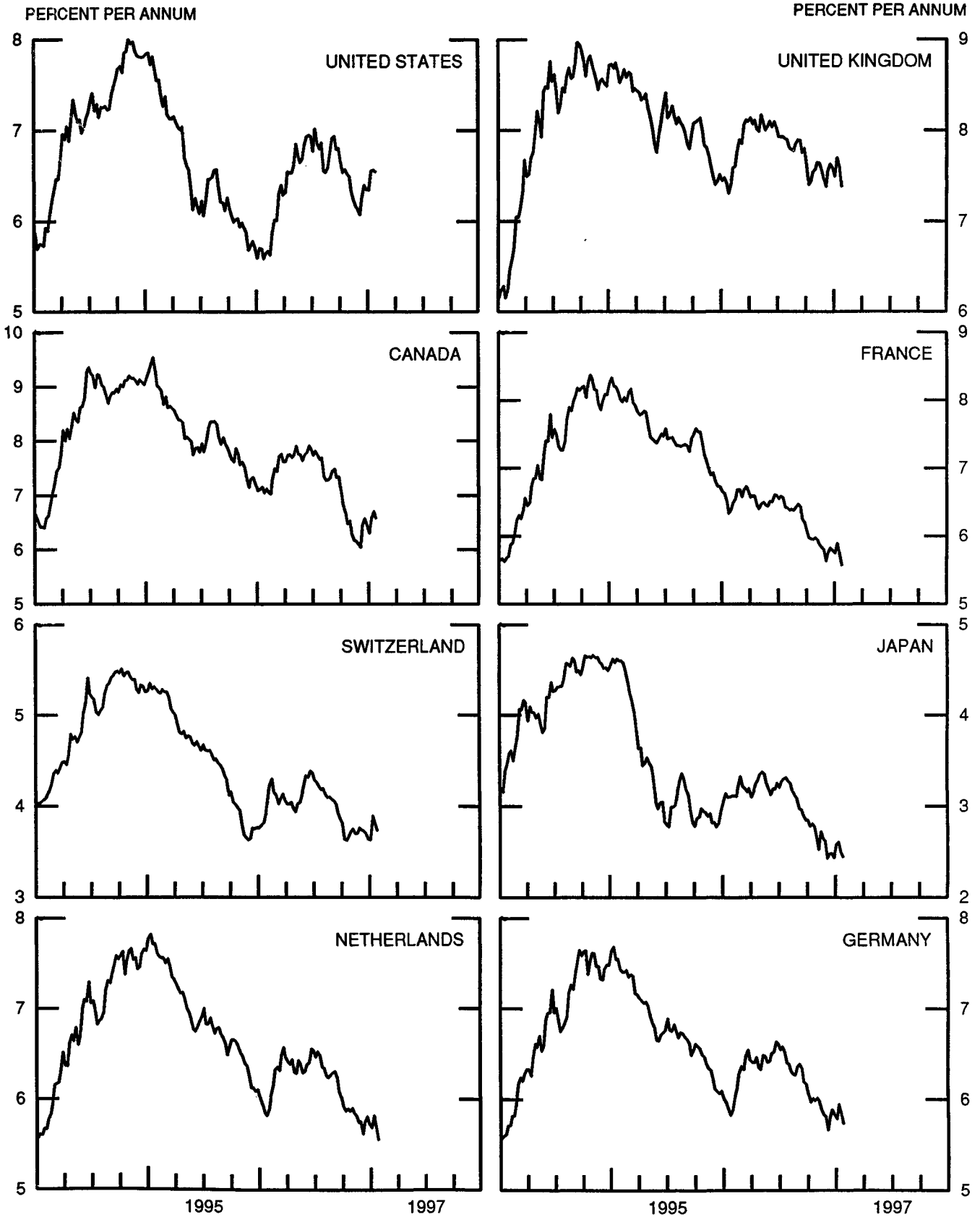
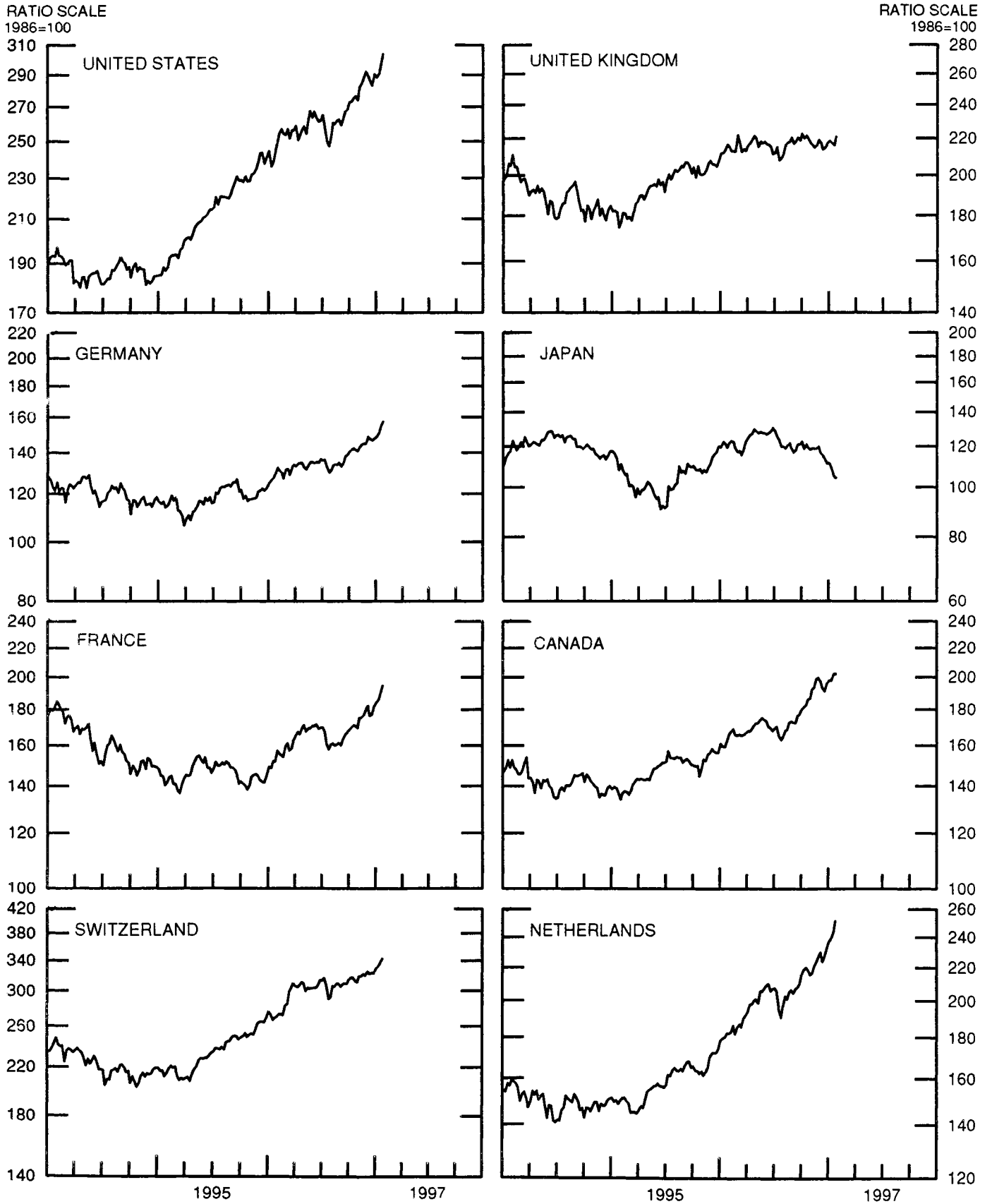


CHART 10
 STOCK INDICES
 WEEKLY SERIES



25-Dec-96 1-Jan-97 8-Jan-97 15-Jan-97 22-Jan-97

Chart 1. Spot Exchange Rates and Indices

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

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Belgian franc	3.1198	3.1232	3.1052	3.0518	2.9969
Canadian dollar	73.133	73.099	73.192	74.154	74.720
French franc	19.040	19.075	18.944	18.647	18.319
German mark	64.291	64.345	63.953	62.935	61.837
Italian lira	0.06540	0.06545	0.06506	0.06468	0.06357
Japanese yen	0.87577	0.86398	0.86375	0.85820	0.85039
Netherlands guilder	57.258	57.310	56.986	56.039	55.013
Swiss franc	74.748	74.174	73.723	72.671	71.257
U.K. pound	166.76	169.15	168.77	167.68	166.33

Indices, March 1973 base rates = 100

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Belgian franc	122.94	123.07	122.36	120.26	118.09
Canadian dollar	72.89	72.86	72.95	73.91	74.47
French franc	85.80	85.96	85.37	84.03	82.55
German mark	180.86	181.01	179.91	177.04	173.95
Italian lira	37.54	37.57	37.35	37.13	36.49
Japanese yen	229.31	226.22	226.16	224.71	222.66
Netherlands guilder	164.38	164.52	163.60	160.88	157.93
Swiss franc	240.47	238.63	237.18	233.79	229.24
U.K. pound	67.45	68.42	68.26	67.82	67.27

Weighted average exchange value indices, March 1973=100

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Belgian franc	112.76	112.88	112.61	111.43	110.52
Canadian dollar	64.35	64.31	64.64	66.08	67.37
French franc	76.01	76.16	75.87	75.16	74.54
German mark	181.79	181.96	181.39	179.51	177.96
Italian lira	31.17	31.19	31.11	31.16	30.92
Japanese yen	228.26	224.81	225.62	225.85	226.16
Netherlands guilder	154.07	154.20	153.84	152.31	150.99
Swedish krona	57.80	57.67	57.21	57.69	57.34
Swiss franc	224.15	222.37	221.77	220.18	218.08
U.K. pound	58.44	59.36	59.44	59.50	59.65
U.S. dollar	88.87	88.86	89.25	90.09	91.29

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

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Canadian dollar	2.42	2.36	2.36	2.39	2.41
French franc	2.16	2.12	2.15	2.23	2.20
German mark	2.24	2.30	2.38	2.42	2.39
Italian lira	-1.49	-1.55	-1.66	-1.59	-1.49
Japanese yen	5.22	5.22	5.11	5.17	5.14
Netherlands guilder	2.45	2.36	2.45	2.52	2.50
Swiss franc	3.35	3.50	3.65	3.74	3.71
U.K. pound	-0.85	-0.86	-0.93	-0.83	-0.73

Chart 3. Gold Price in London, Afternoon Fixing

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
U.S. dollars per fine ounce	368.91	369.33	360.93	357.24	353.56

Chart 4. Call Money Rates

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
U.S. federal funds	5.18	5.37	5.28	5.19	5.19
Overnight Euro-dollar deposits	5.22	5.59	5.33	5.24	5.20
Canada	2.96	2.97	3.01	2.98	2.98
France	3.19	3.19	3.19	3.19	3.19
Germany	2.92	3.68	3.00	2.99	2.99
Japan	0.49	0.49	0.47	0.44	0.49
Netherlands	2.97	2.79	2.85	2.20	2.60
Switzerland	1.40	2.63	1.73	1.29	1.54
United Kingdom	5.91	5.83	5.93	5.20	5.91

25-Dec-96 1-Jan-97 8-Jan-97 15-Jan-97 22-Jan-97

Chart 5. 3-Month Interest Rates

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
U.S. 90-day CD's, secondary market	5.48	5.48	5.42	5.44	5.42
Canadian finance paper	3.16	3.15	3.20	3.19	3.14
French interbank rate	3.30	3.30	3.29	3.20	3.20
German interbank rate	3.15	3.06	3.04	3.04	3.01
Japanese CD rate	0.51	0.53	0.53	0.53	0.53
Netherlands interbank rate	3.00	3.03	3.00	2.94	2.91
Swiss interbank rate	2.00	1.84	1.81	1.70	1.75
U.K. interbank sterling	6.36	6.34	6.42	6.33	6.21
Weighted average foreign interest rate (G-10 Countries)	3.50	3.49	3.50	3.46	3.42

Chart 6. Euro-Dollar Deposit Rates

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Overnight	5.22	5.59	5.33	5.24	5.20
7-day	5.45	5.80	5.29	5.25	5.25
1-month	5.55	5.44	5.37	5.31	5.31
3-month	5.49	5.45	5.44	5.44	5.44
6-month	5.50	5.48	5.50	5.55	5.56
1-year	5.69	5.67	5.74	5.82	5.81

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

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Overnight Euro-dollar deposits	5.22	5.59	5.33	5.24	5.20
U.S. federal funds	5.18	5.37	5.28	5.19	5.19
Differential	0.04	0.22	0.05	0.05	0.01
3-month Euro-dollar deposit	5.49	5.45	5.44	5.44	5.44
U.S. 90-day CD's, secondary market	5.48	5.48	5.42	5.44	5.42
Differential	0.01	-0.03	0.02	-0.00	0.02

Chart 8. Interest Arbitrage, 3-Month Funds

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Euro-dollar deposit	5.49	5.45	5.44	5.44	5.44
Interbank sterling (London), covered	5.50	5.47	5.48	5.49	5.46
Differential	-0.01	-0.02	-0.04	-0.05	-0.02
U.S. commercial paper	5.58	5.63	5.46	5.47	5.45
Canadian finance paper, covered	5.60	5.54	5.58	5.61	5.58
Differential	-0.02	0.10	-0.12	-0.14	-0.13
Euro-dollar deposit	5.49	5.45	5.44	5.44	5.44
Interbank DM (Frankfurt), covered	5.41	5.38	5.44	5.48	5.41
Differential	0.08	0.07	-0.00	-0.04	0.02
Euro-dollar deposit	5.49	5.45	5.44	5.44	5.44
Swiss interbank, covered	5.37	5.35	5.48	5.45	5.48
Differential	0.12	0.09	-0.04	-0.01	-0.04

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

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Canada	6.46	6.31	6.59	6.70	6.59
France	5.79	5.75	5.89	5.73	5.58
Germany	5.83	5.79	5.95	5.85	5.74
Japan	2.44	2.58	2.61	2.49	2.45
Switzerland	3.64	3.63	3.89	3.81	3.74
Netherlands	5.73	5.69	5.82	5.69	5.56
United Kingdom	7.59	7.50	7.70	7.59	7.39
United States	6.35	6.35	6.55	6.57	6.55

Chart 10. Stock Indices (Wednesday figures)

	25-Dec-96	1-Jan-97	8-Jan-97	15-Jan-97	22-Jan-97
Canada	195.54	197.51	197.61	202.12	201.90
France	181.88	183.91	185.86	190.29	194.20
Germany	147.48	148.48	150.45	155.06	157.13
Japan	111.11	111.23	108.38	104.85	104.25
Netherlands	232.37	237.08	239.52	243.97	251.50
Switzerland	323.08	329.20	332.09	337.71	342.21
United Kingdom	216.97	218.29	217.07	215.78	220.53
United States	290.38	288.39	290.56	297.76	303.46

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