

(516/517)

Selected Interest & Exchange Rates

Weekly Series of Charts

June 2, 1997

**Prepared by the
FINANCIAL MARKETS
SECTION**

**DIVISION OF
INTERNATIONAL FINANCE**

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

Table of Contents

TABLES

1. LATEST FIGURES PLOTTED
2. DAILY CERTIFIED SPOT EXCHANGE RATES

CHARTS

1. SPOT EXCHANGE RATES INDICES
2. 3-MONTH FORWARD EXCHANGE RATES
3. GOLD PRICE - LONDON
4. CALL MONEY RATES
5. 3-MONTH INTEREST RATES
6. EURO-DOLLAR DEPOSIT RATES
7. SELECTED EURO-DOLLAR AND
8. INTEREST ARBITRAGE: 3-MONTH FUNDS
9. LONG-TERM GOVERNMENT BOND YIELDS
10. INDUSTRIAL STOCK INDICES

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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

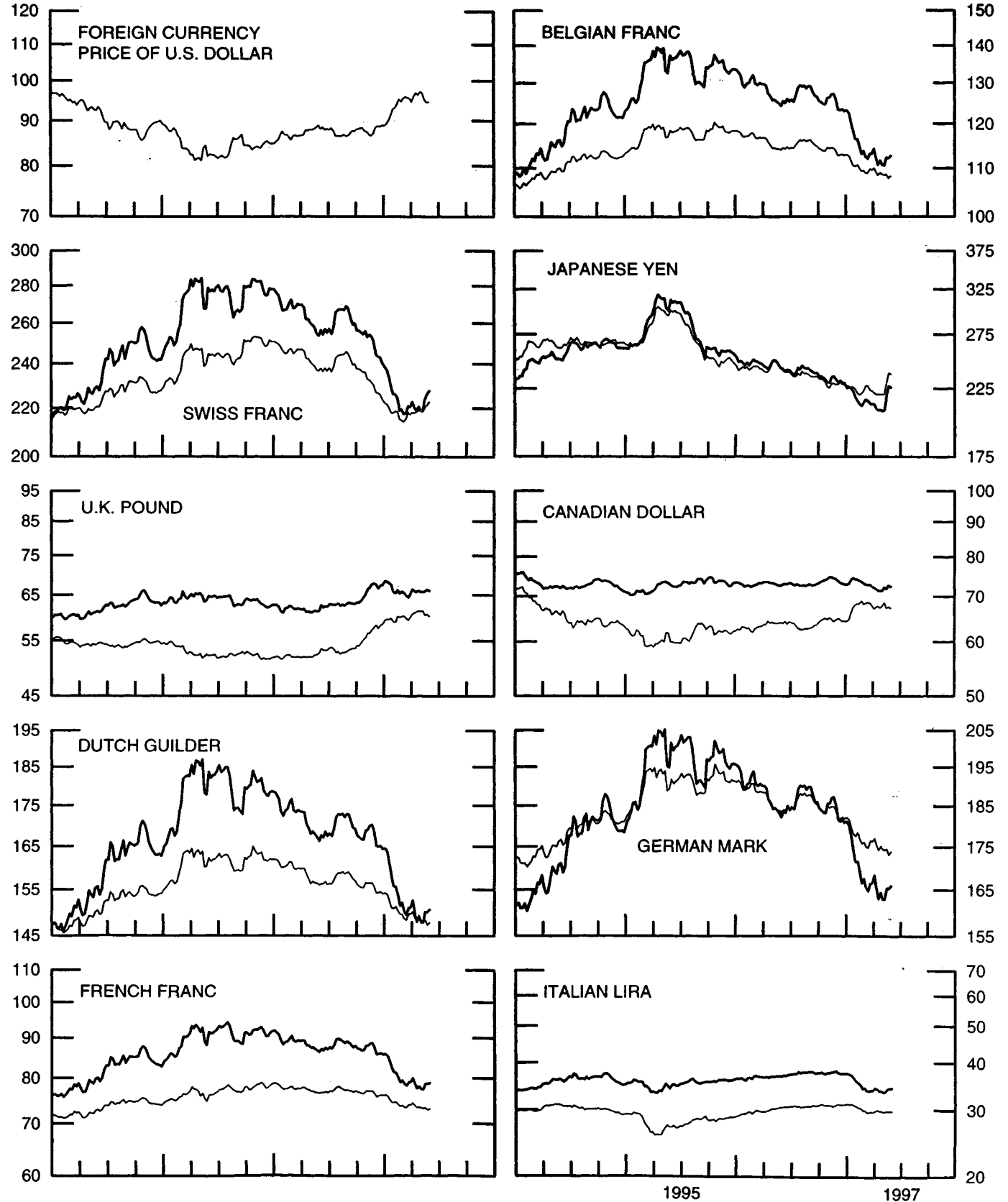


CHART 2

3-MONTH FORWARD EXCHANGE RATES

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

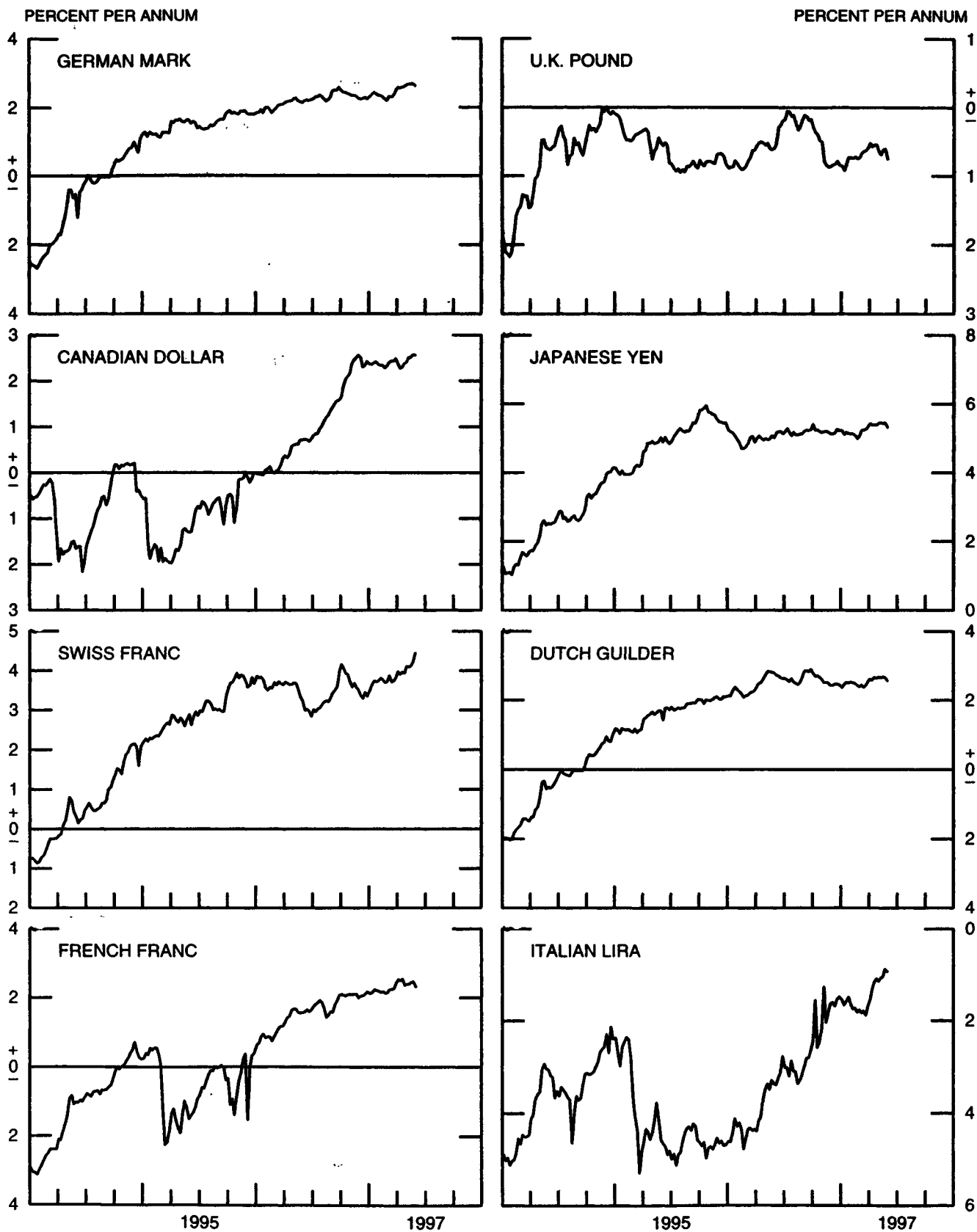


CHART 3
PRICE OF GOLD IN LONDON
AVERAGES FOR WEEK ENDING WEDNESDAY

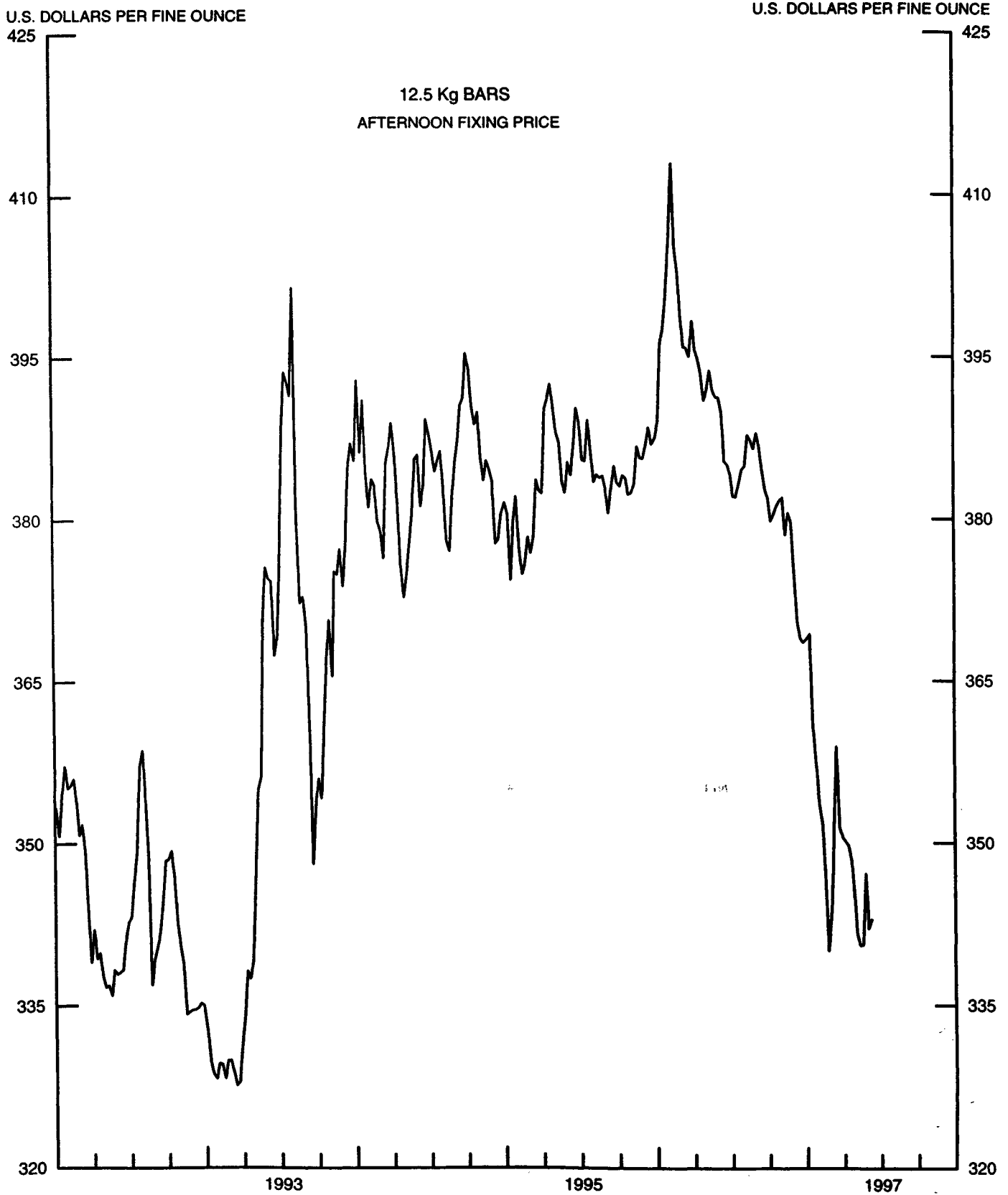


CHART 4
CALL MONEY RATES
WEEKLY SERIES

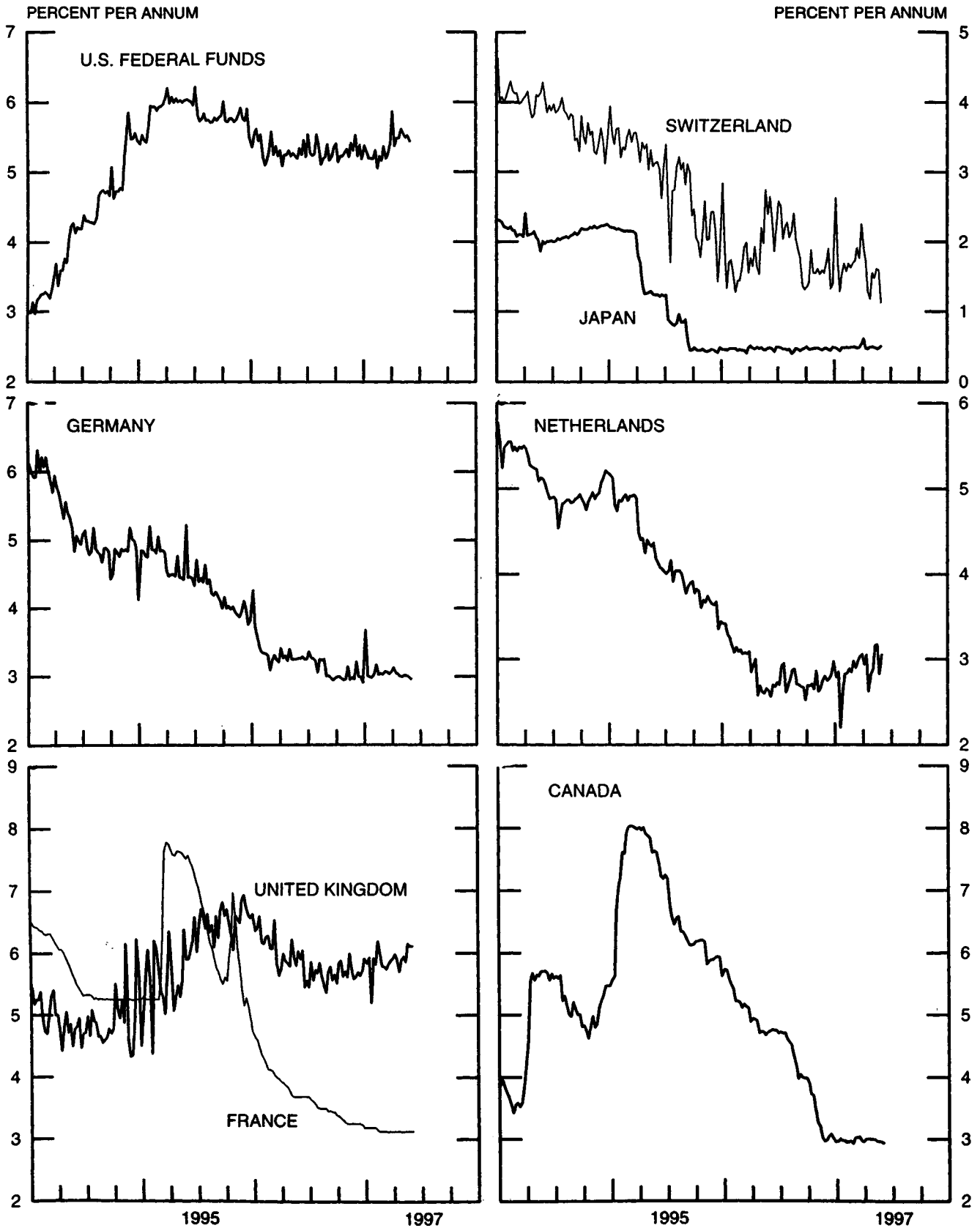


CHART 5

3-MONTH INTEREST RATES WEEKLY SERIES

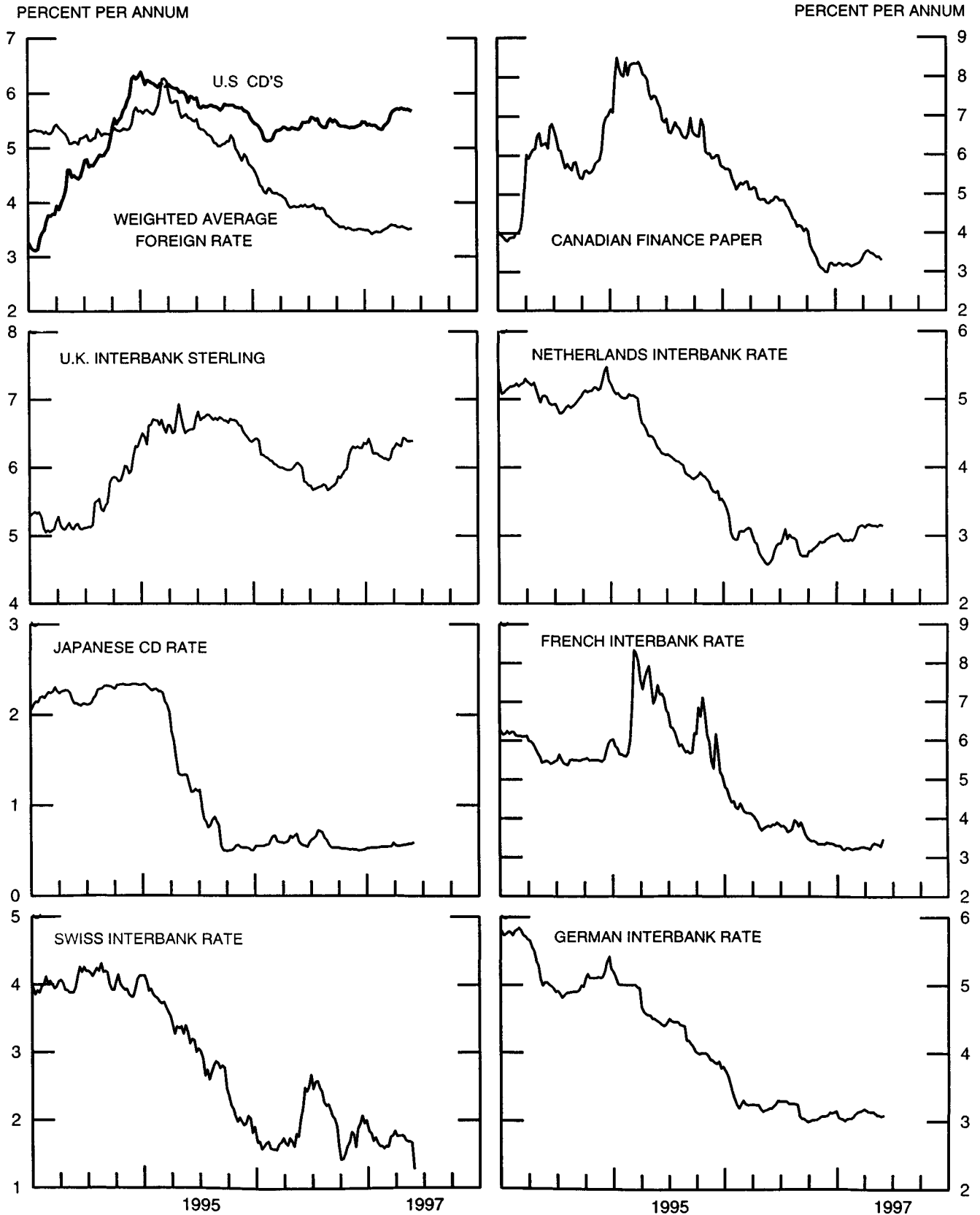


CHART 6

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

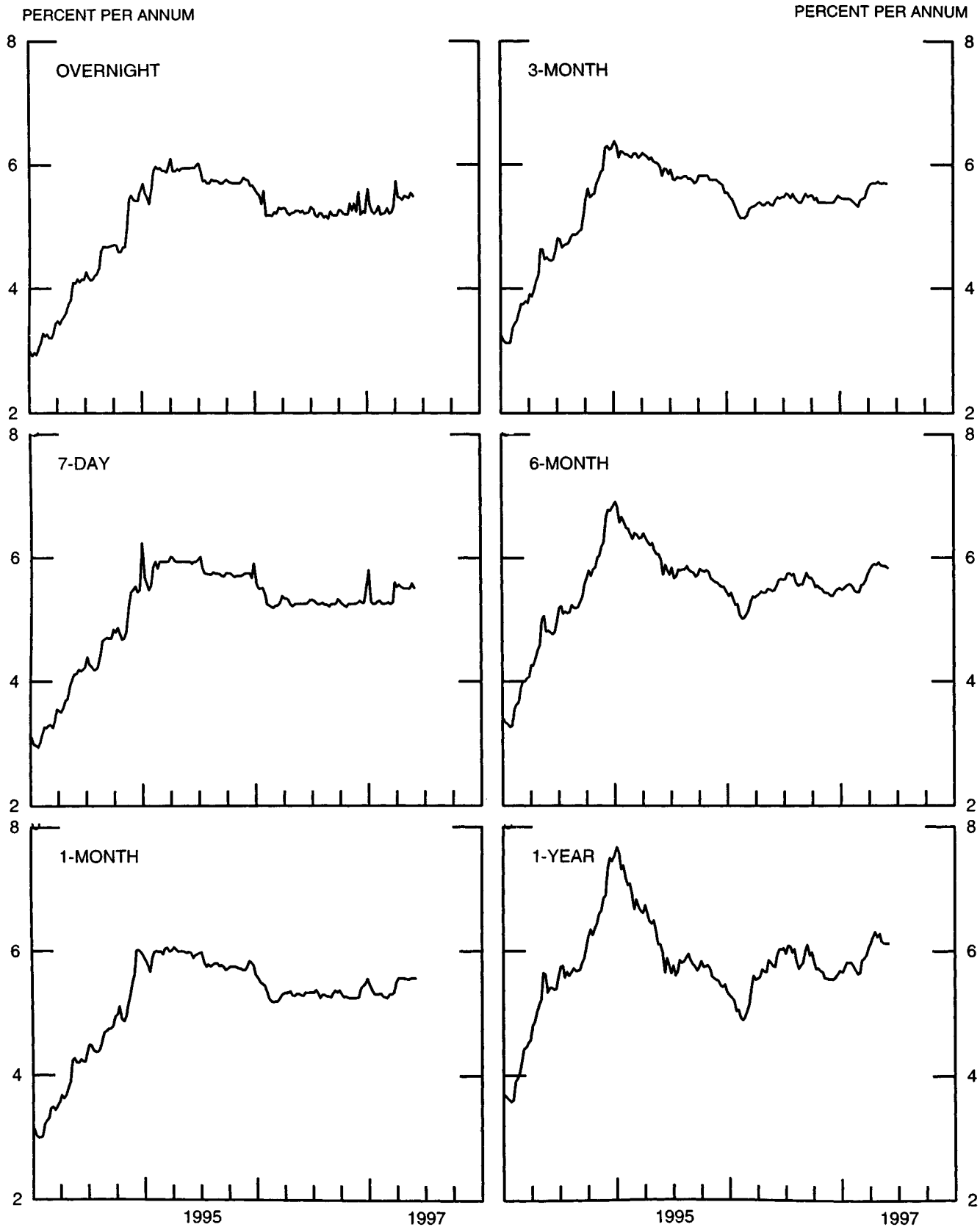


CHART 7

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

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

AVERAGES FOR WEEK ENDING WEDNESDAY

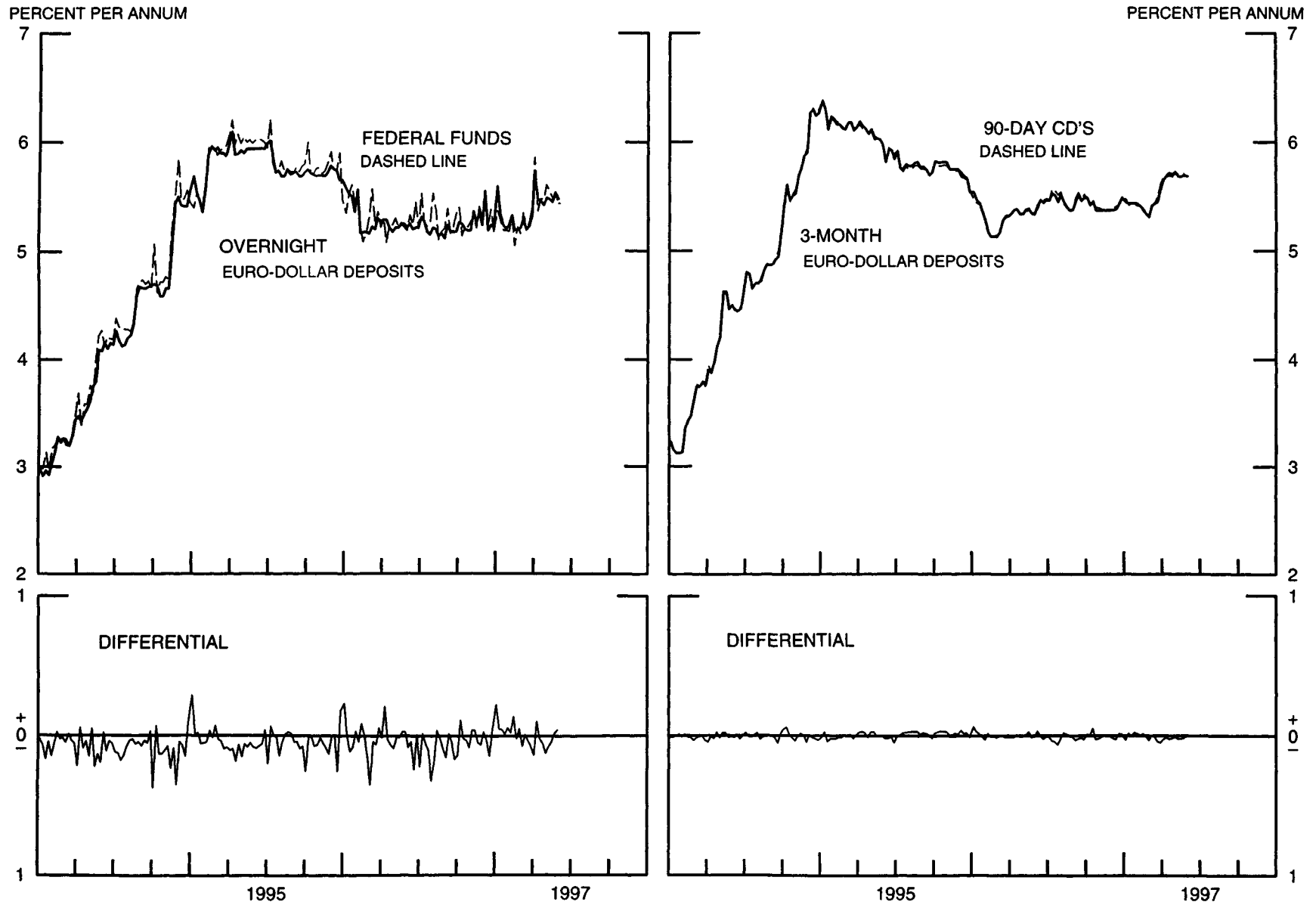


CHART 8

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

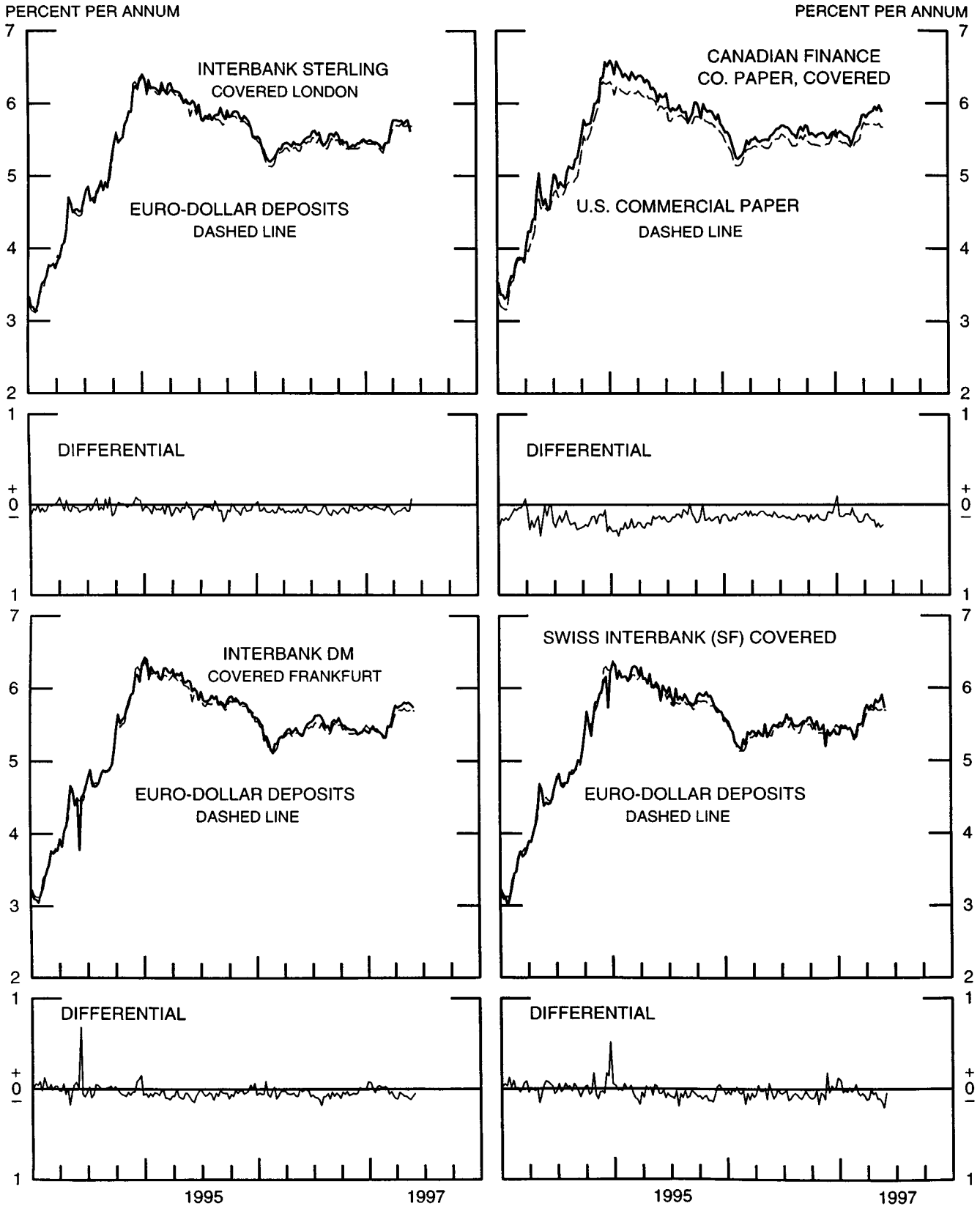


CHART 9

LONG-TERM GOVERNMENT BOND YIELDS

WEEKLY SERIES

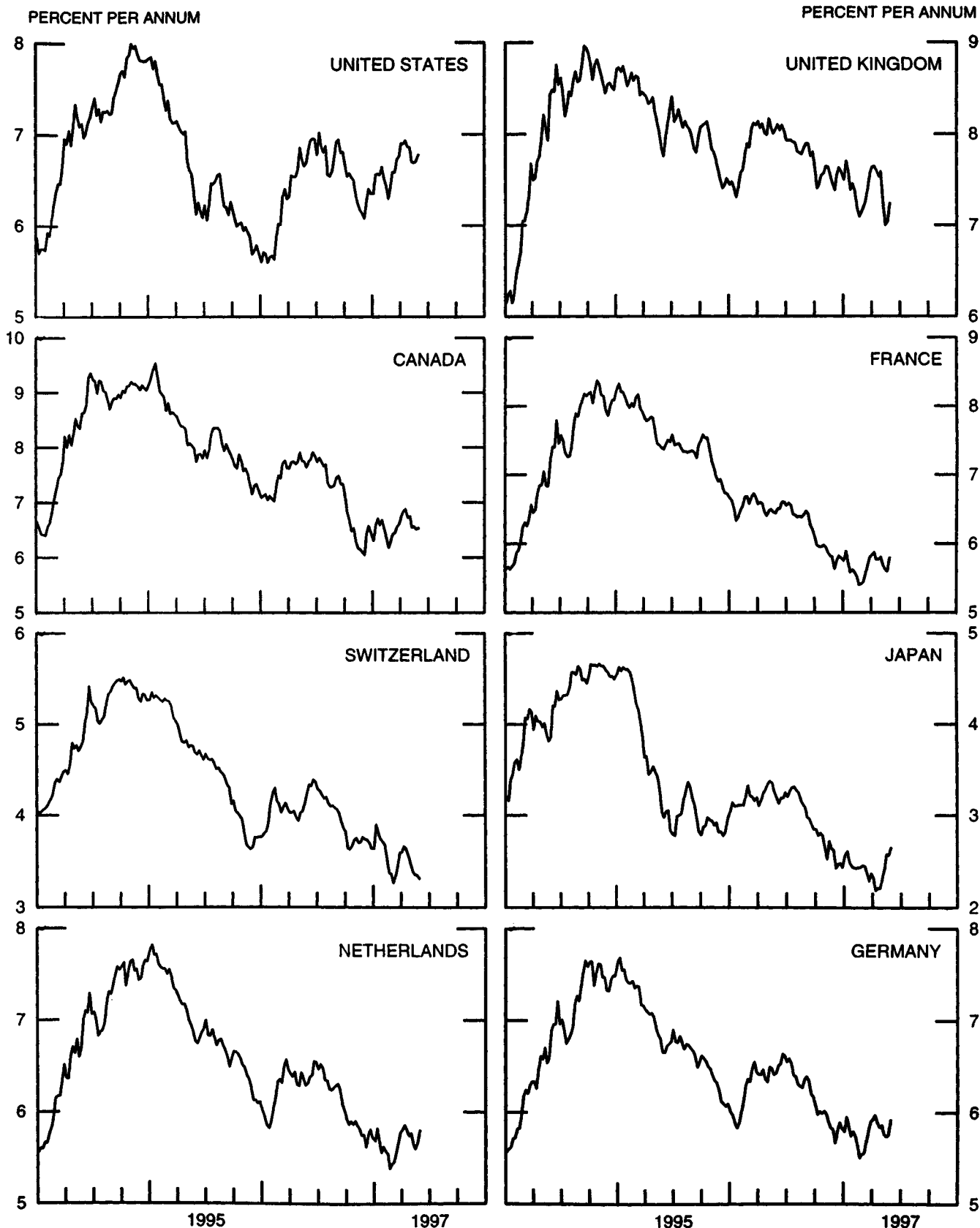
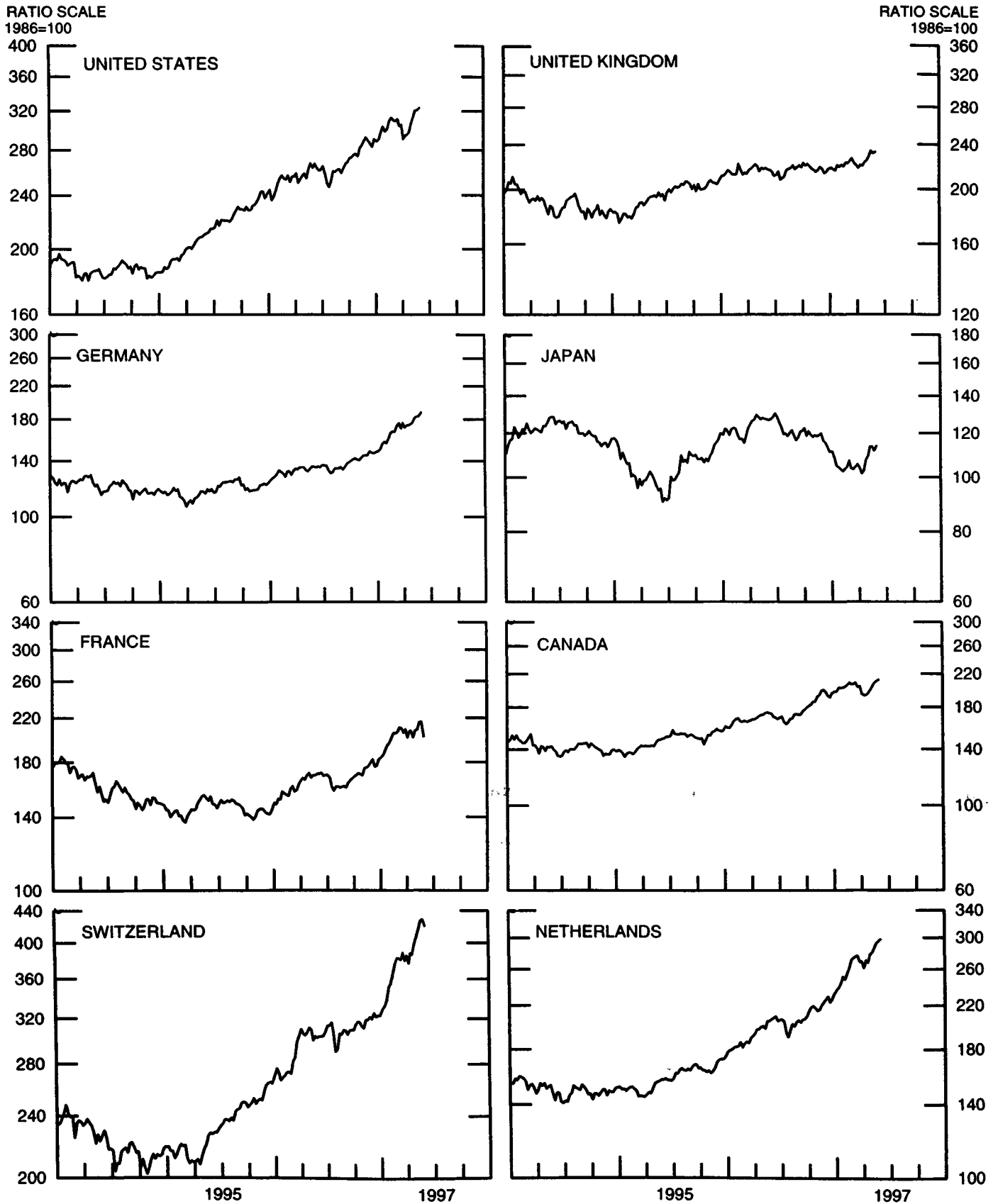


CHART 10
STOCK INDICES
 WEEKLY SERIES



30-Apr-97 7-May-97 14-May-97 21-May-97 28-May-97

Chart 1. Spot Exchange Rates and Indices

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

Belgian franc	2.8081	2.8068	2.8485	2.8466	2.8576
Canadian dollar	71.553	72.340	72.044	72.861	72.551
French franc	17.180	17.168	17.442	17.451	17.489
German mark	57.930	57.914	58.789	58.769	58.995
Italian lira	0.05836	0.05853	0.05936	0.05976	0.05977
Japanese yen	0.79032	0.79199	0.83481	0.86662	0.86257
Netherlands guilder	51.492	51.497	52.269	52.266	52.456
Swiss franc	68.101	68.064	69.585	70.310	70.771
U.K. pound	162.42	162.56	162.62	163.95	163.08

Indices, March 1973 base rates = 100

Belgian franc	110.65	110.60	112.25	112.17	112.60
Canadian dollar	71.32	72.10	71.80	72.62	72.31
French franc	77.42	77.36	78.60	78.64	78.81
German mark	162.96	162.92	165.38	165.32	165.96
Italian lira	33.50	33.60	34.07	34.30	34.31
Japanese yen	206.93	207.37	218.58	226.91	225.85
Netherlands guilder	147.82	147.84	150.05	150.05	150.59
Swiss franc	219.09	218.97	223.86	226.20	227.68
U.K. pound	65.69	65.75	65.77	66.31	65.96

Weighted average exchange value indices, March 1973=100

Belgian franc	108.62	108.47	108.61	107.79	108.21
Canadian dollar	67.76	68.50	67.21	67.55	67.23
French franc	73.26	73.13	73.32	72.83	73.00
German mark	174.46	174.21	174.52	173.09	173.86
Italian lira	29.72	29.79	29.80	29.81	29.81
Japanese yen	220.00	220.30	230.17	238.27	236.99
Netherlands guilder	148.19	148.06	148.27	147.23	147.79
Swedish krona	54.48	53.99	54.50	54.49	54.41
Swiss franc	218.83	218.50	220.44	221.32	222.78
U.K. pound	61.31	61.30	60.42	60.53	60.16
U.S. dollar	97.11	96.99	95.34	94.56	94.54

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

Canadian dollar	2.40	2.51	2.51	2.57	2.56
French franc	2.38	2.39	2.44	2.46	2.32
German mark	2.66	2.67	2.68	2.68	2.63
Italian lira	-1.15	-1.08	-1.05	-0.89	-0.93
Japanese yen	5.44	5.45	5.43	5.45	5.33
Netherlands guilder	2.67	2.66	2.68	2.67	2.57
Swiss franc	4.10	4.09	4.12	4.21	4.43
U.K. pound	-0.66	-0.69	-0.62	-0.61	-0.76

Chart 3. Gold Price in London, Afternoon Fixing

U.S. dollars per fine ounce	340.55	340.61	347.16	342.13	342.94
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Chart 4. Call Money Rates

U.S. federal funds	5.61	5.55	5.49	5.52	5.44
Overnight Euro-dollar deposits	5.49	5.48	5.45	5.54	5.48
Canada	3.00	2.97	2.96	2.96	2.94
France	3.13	3.13	3.13	3.13	3.13
Germany	2.99	3.02	3.01	3.00	2.96
Japan	0.50	0.49	0.48	0.47	0.50
Netherlands	2.88	3.16	3.17	2.83	3.05
Switzerland	1.55	1.48	1.61	1.59	1.13
United Kingdom	5.94	5.86	6.15	6.11	6.11

30-Apr-97 7-May-97 14-May-97 21-May-97 28-May-97

Chart 5. 3-Month Interest Rates

	30-Apr-97	7-May-97	14-May-97	21-May-97	28-May-97
U.S. 90-day CD's, secondary market	5.73	5.71	5.71	5.71	5.69
Canadian finance paper	3.46	3.42	3.37	3.38	3.30
French interbank rate	3.36	3.35	3.32	3.28	3.45
German interbank rate	3.13	3.09	3.10	3.08	3.09
Japanese CD rate	0.56	0.57	0.57	0.57	0.58
Netherlands interbank rate	3.14	3.14	3.13	3.16	3.15
Swiss interbank rate	1.71	1.69	1.69	1.67	1.29
U.K. interbank sterling	6.43	6.42	6.39	6.39	6.39
Weighted average foreign interest rate (G-10 Countries)	3.56	3.54	3.52	3.51	3.51

Chart 6. Euro-Dollar Deposit Rates

	30-Apr-97	7-May-97	14-May-97	21-May-97	28-May-97
Overnight	5.49	5.48	5.45	5.54	5.48
7-day	5.50	5.50	5.50	5.59	5.51
1-month	5.56	5.55	5.56	5.57	5.56
3-month	5.72	5.69	5.68	5.70	5.69
6-month	5.92	5.88	5.87	5.87	5.84
1-year	6.29	6.16	6.13	6.13	6.13

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

	30-Apr-97	7-May-97	14-May-97	21-May-97	28-May-97
Overnight Euro-dollar deposits	5.49	5.48	5.45	5.54	5.48
U.S. federal funds	5.61	5.55	5.49	5.52	5.44
Differential	-0.12	-0.07	-0.04	0.02	0.04
3-month Euro-dollar deposit	5.72	5.69	5.68	5.70	5.69
U.S. 90-day CD's, secondary market	5.73	5.71	5.71	5.71	5.69
Differential	-0.01	-0.02	-0.02	-0.02	0.00

Chart 8. Interest Arbitrage, 3-Month Funds

	30-Apr-97	7-May-97	14-May-97	21-May-97	28-May-97
Euro-dollar deposit	5.72	5.69	5.68	5.70	5.69
Interbank sterling (London), covered	5.77	5.72	5.75	5.77	5.62
Differential	-0.04	-0.03	-0.07	-0.07	0.06
U.S. commercial paper	5.72	5.70	5.69	5.72	5.67
Canadian finance paper, covered	5.89	5.95	5.90	5.97	5.89
Differential	-0.17	-0.25	-0.21	-0.25	-0.22
Euro-dollar deposit	5.72	5.69	5.68	5.70	5.69
Interbank DM (Frankfurt), covered	5.80	5.79	5.80	5.78	5.74
Differential	-0.08	-0.10	-0.12	-0.09	-0.05
Euro-dollar deposit	5.72	5.69	5.68	5.70	5.69
Swiss interbank, covered	5.83	5.79	5.82	5.90	5.73
Differential	-0.11	-0.10	-0.14	-0.20	-0.05

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

	30-Apr-97	7-May-97	14-May-97	21-May-97	28-May-97
Canada	6.75	6.55	6.56	6.51	6.53
France	5.80	5.69	5.63	5.60	5.79
Germany	5.86	5.76	5.74	5.75	5.92
Japan	2.32	2.42	2.58	2.56	2.65
Switzerland	3.47	3.39	3.35	3.35	3.32
Netherlands	5.77	5.65	5.60	5.67	5.80
United Kingdom	7.59	7.23	7.00	7.03	7.23
United States	6.86	6.69	6.69	6.70	6.77

Chart 10. Stock Indices (Wednesday figures)

	30-Apr-97	7-May-97	14-May-97	21-May-97	28-May-97
Canada	199.17	204.00	208.22	210.18	211.91
France	207.81	208.12	215.66	215.98	202.29
Germany	176.58	181.42	183.16	183.72	187.69
Japan	108.98	113.46	113.60	111.61	113.67
Netherlands	280.02	285.71	292.55	295.04	298.02
Switzerland	407.04	416.08	426.89	428.47	420.64
United Kingdom	224.87	228.71	234.09	231.80	232.79
United States	306.51	312.39	320.22	320.67	323.21

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