

(516/517)

Selected Interest & Exchange Rates

Weekly Series of Charts

July 21, 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

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MARCH 1973=100

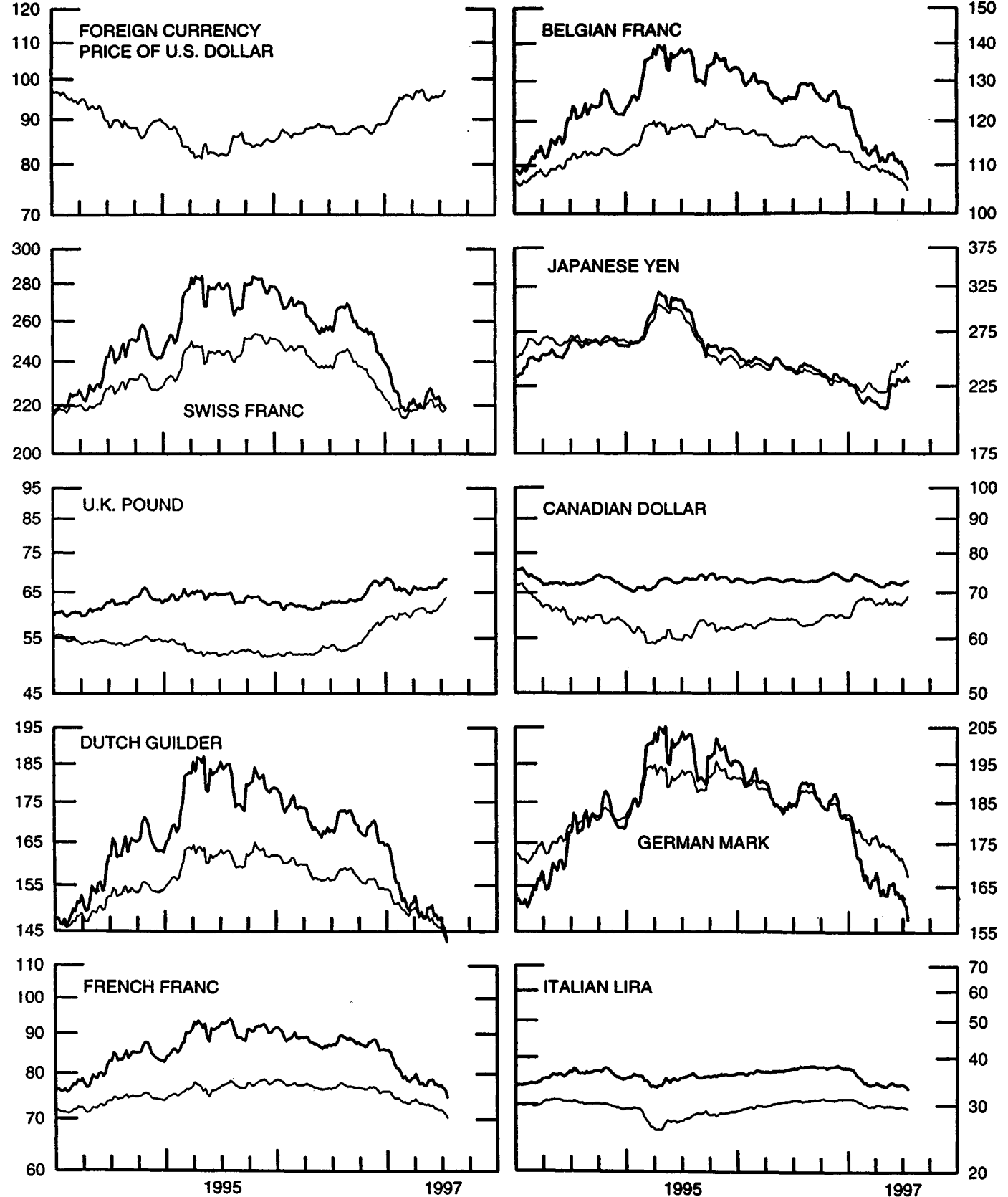


CHART 2

3-MONTH FORWARD EXCHANGE RATES

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

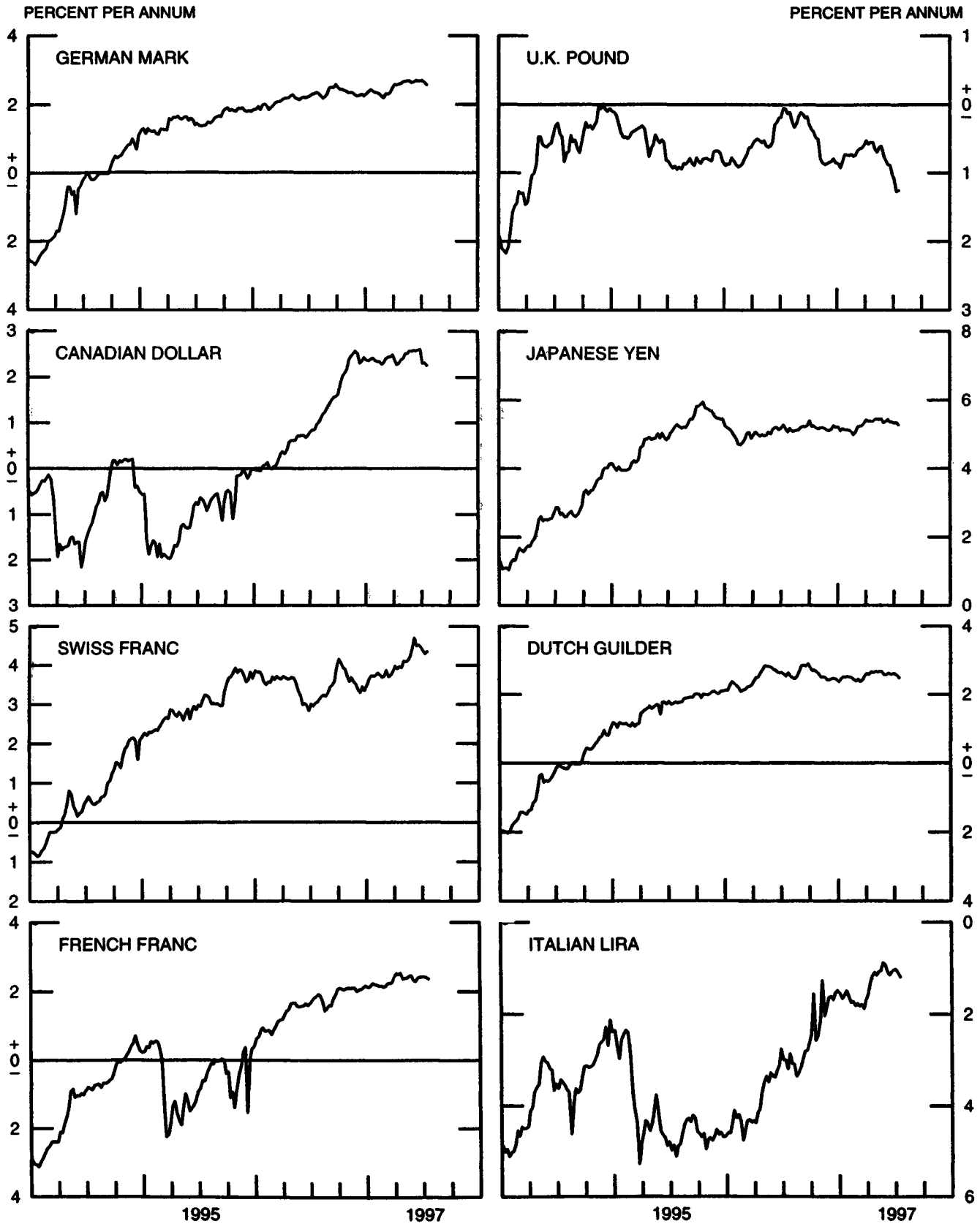


CHART 3

PRICE OF GOLD IN LONDON
AVERAGES FOR WEEK ENDING WEDNESDAY

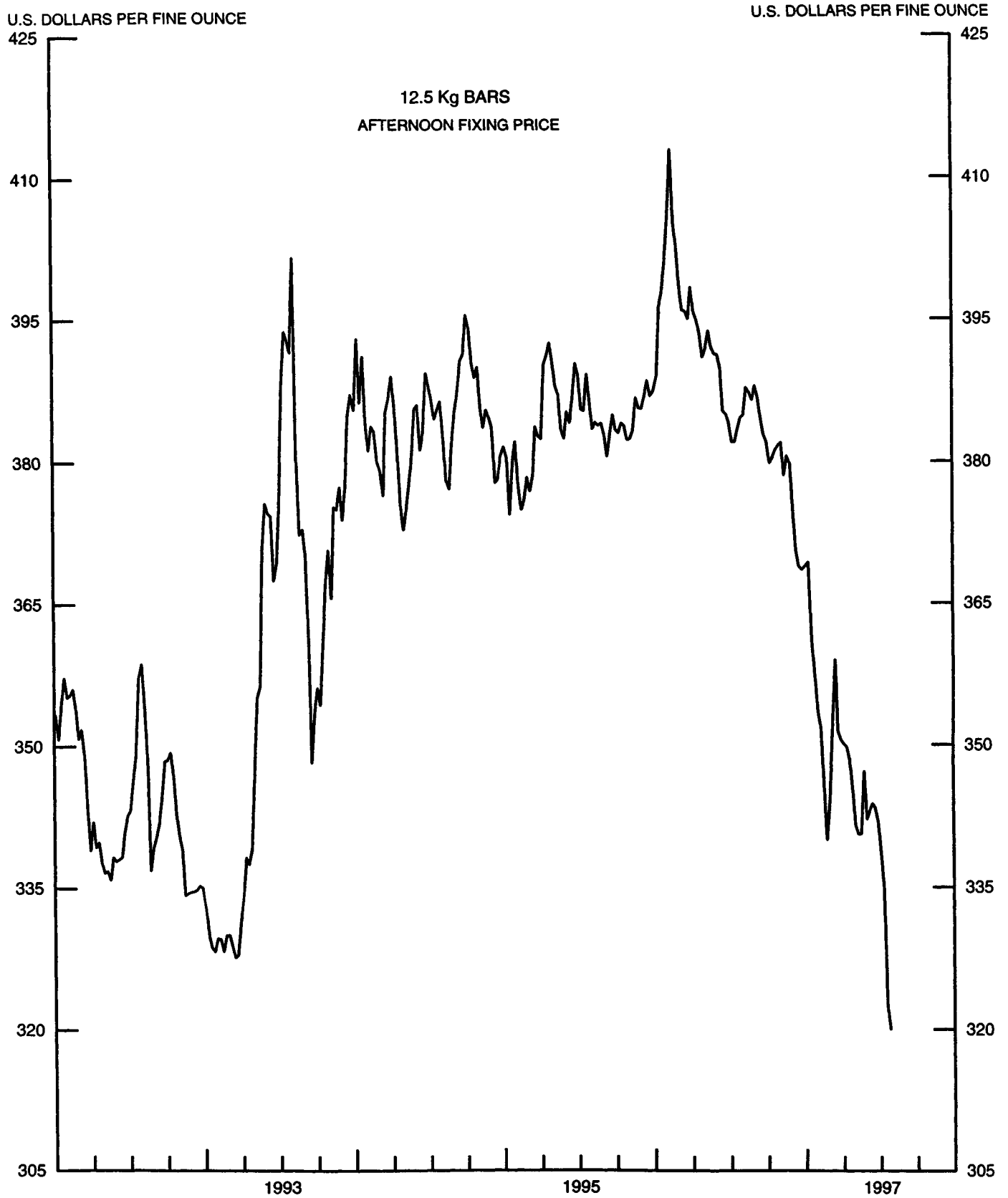


CHART 4
CALL MONEY RATES
 WEEKLY SERIES

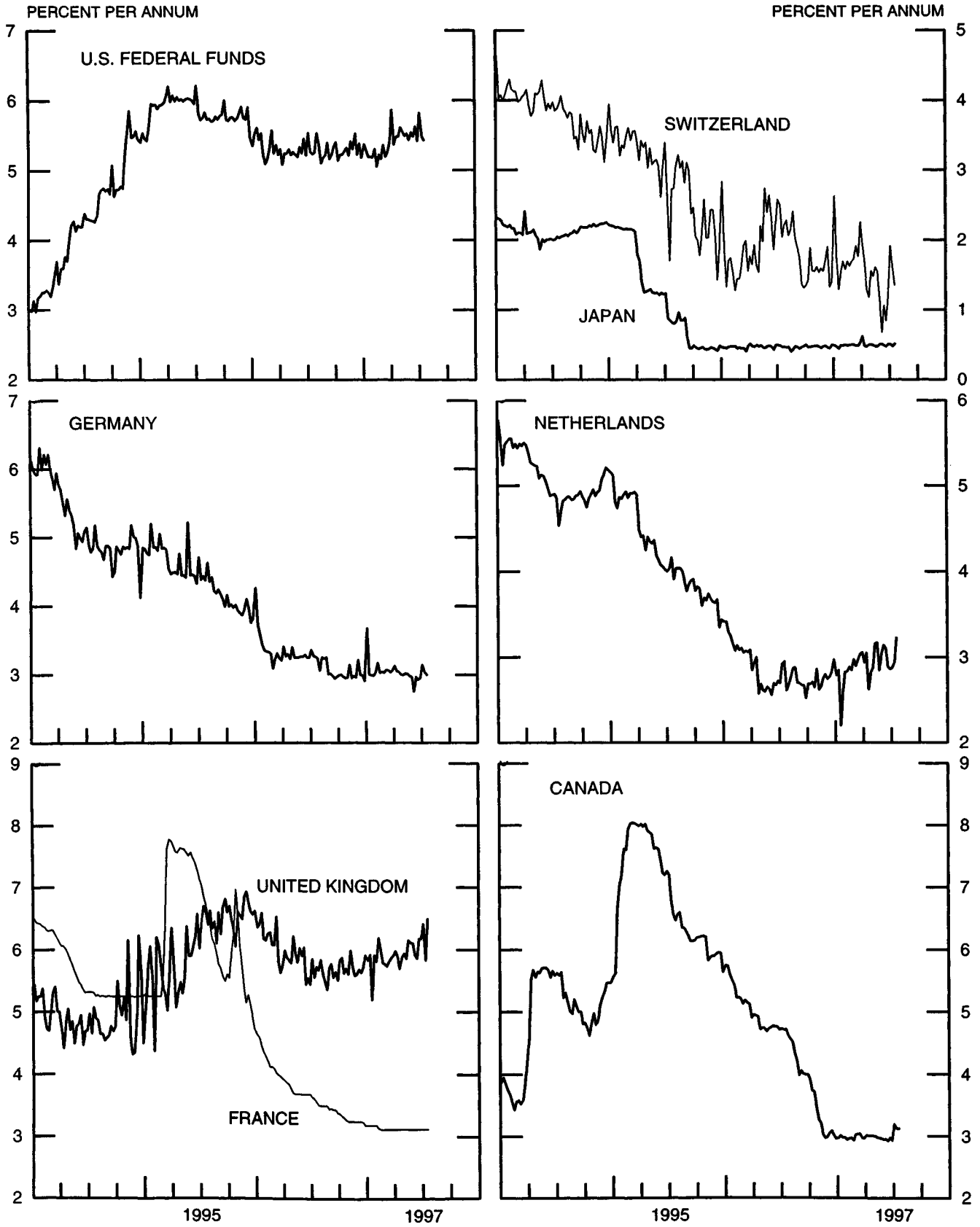


CHART 5
3-MONTH INTEREST RATES
 WEEKLY SERIES

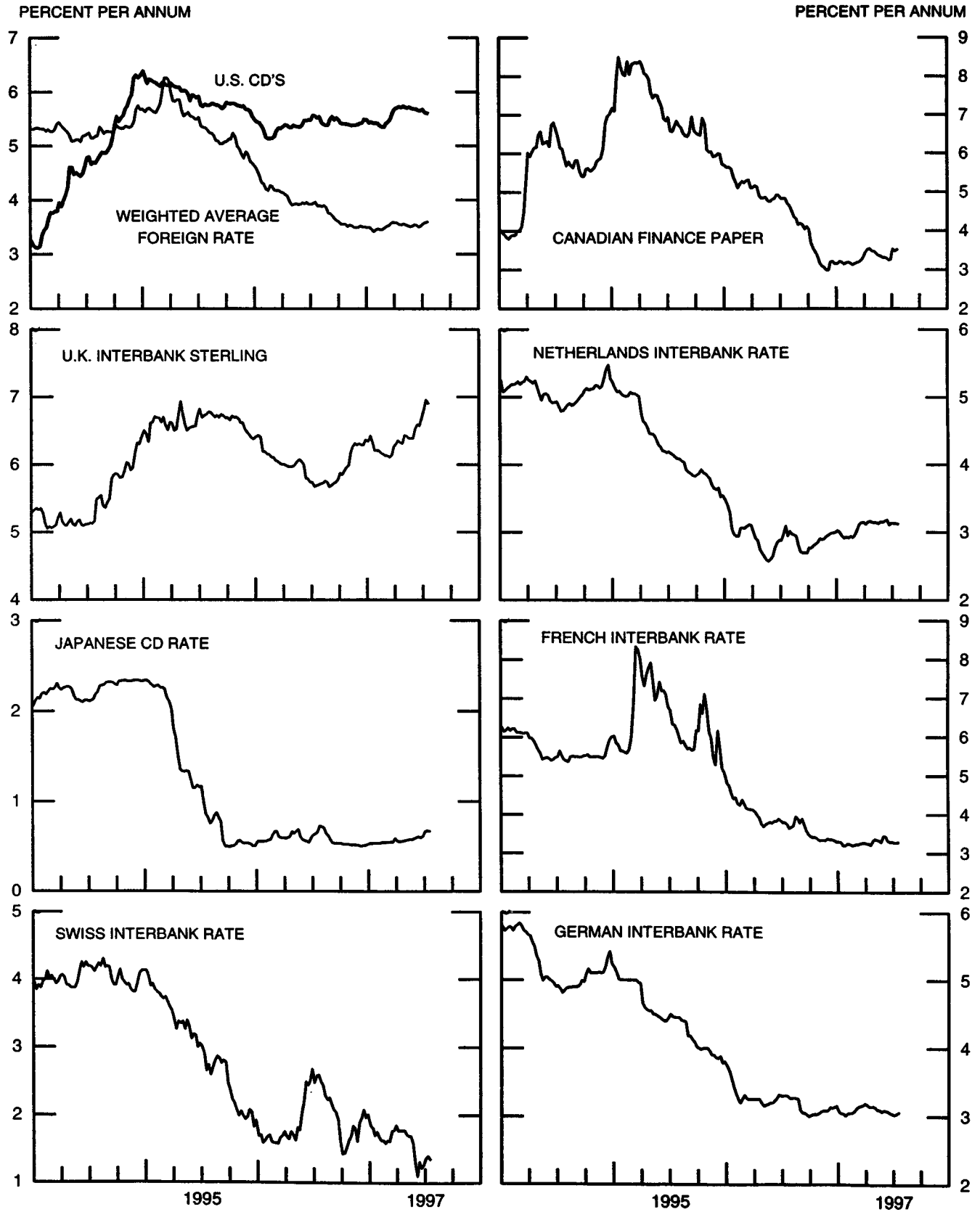


CHART 6

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

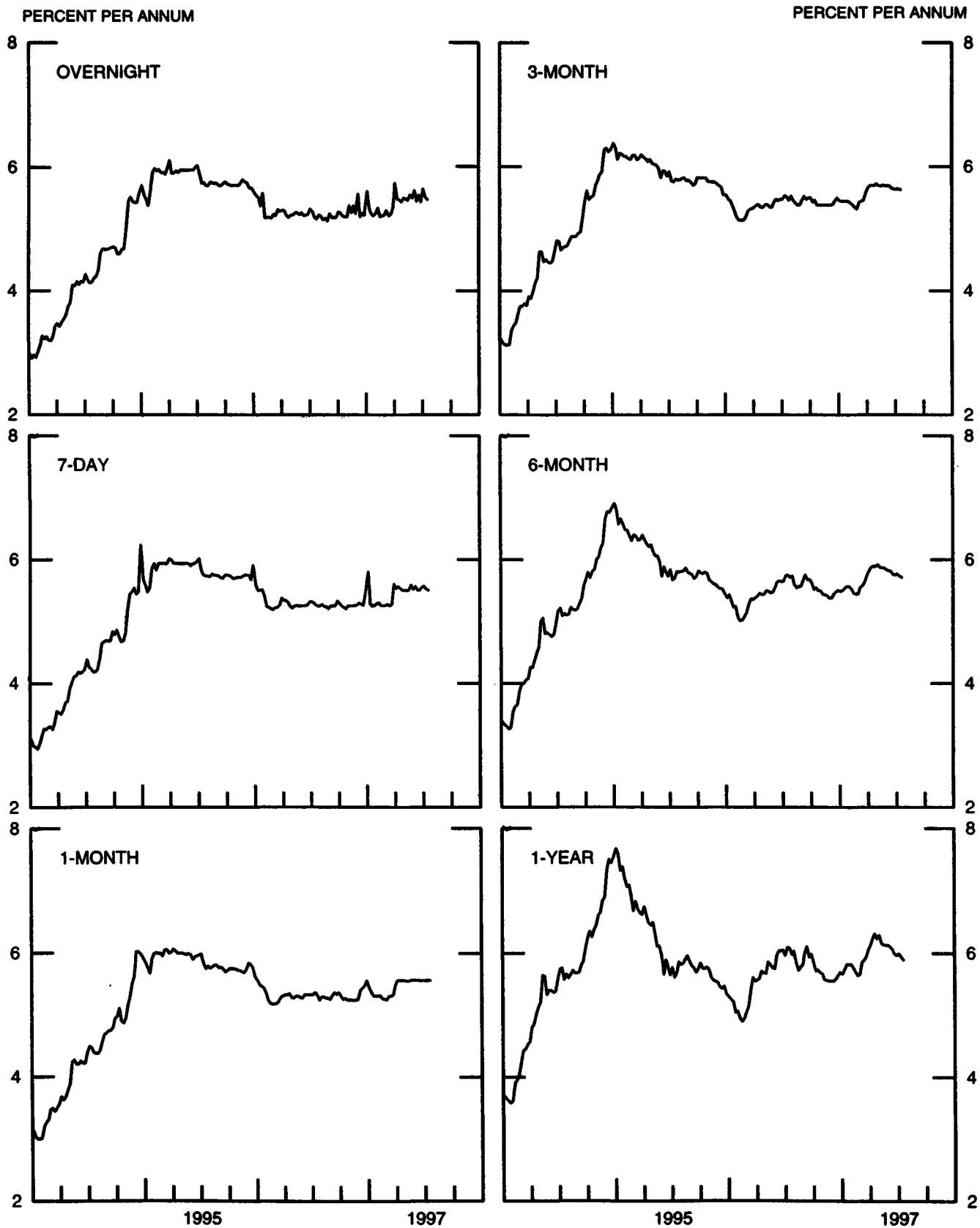


CHART 7

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

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

AVERAGES FOR WEEK ENDING WEDNESDAY

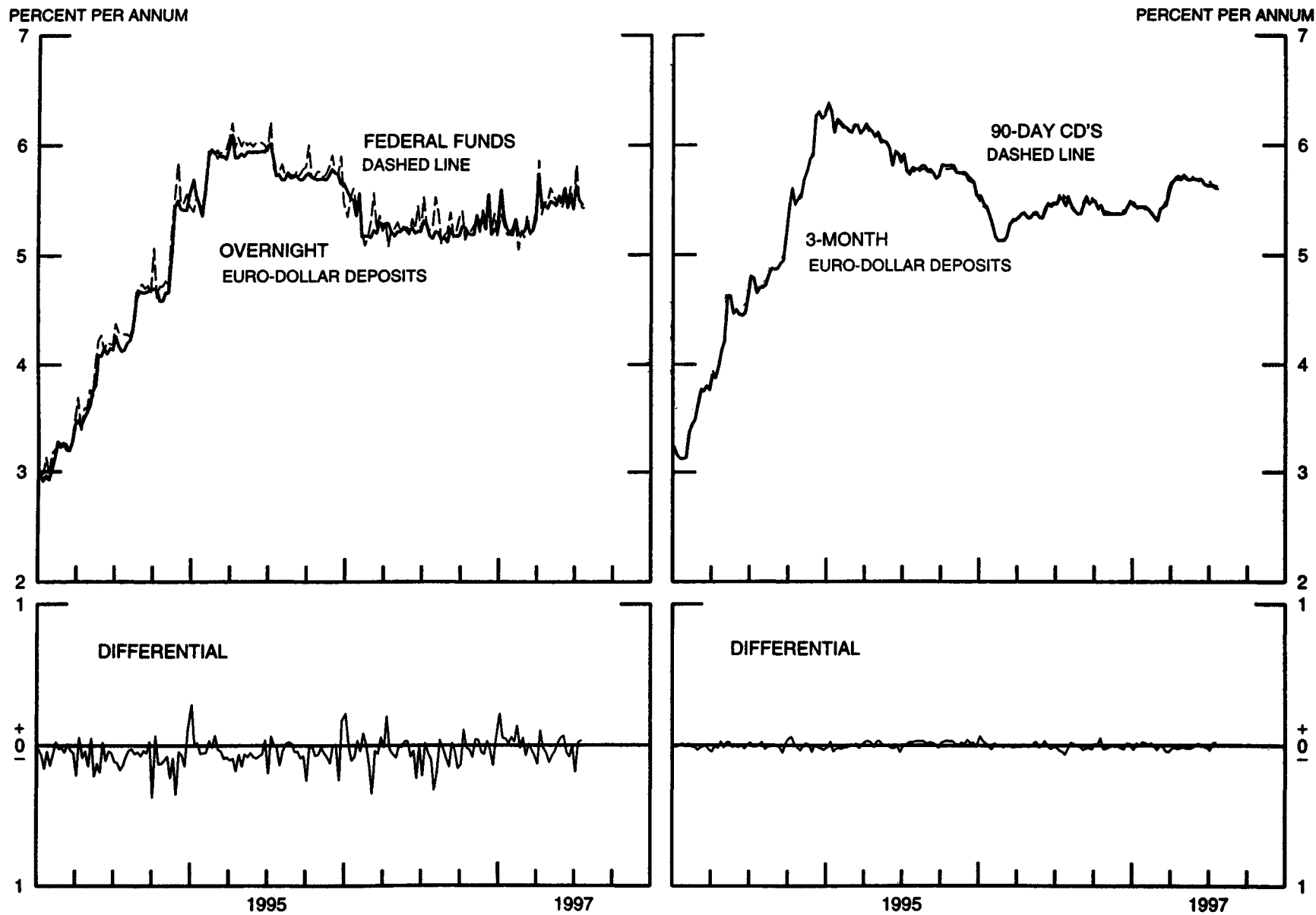


CHART 8

INTEREST ARBITRAGE: 3-MONTH FUNDS

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

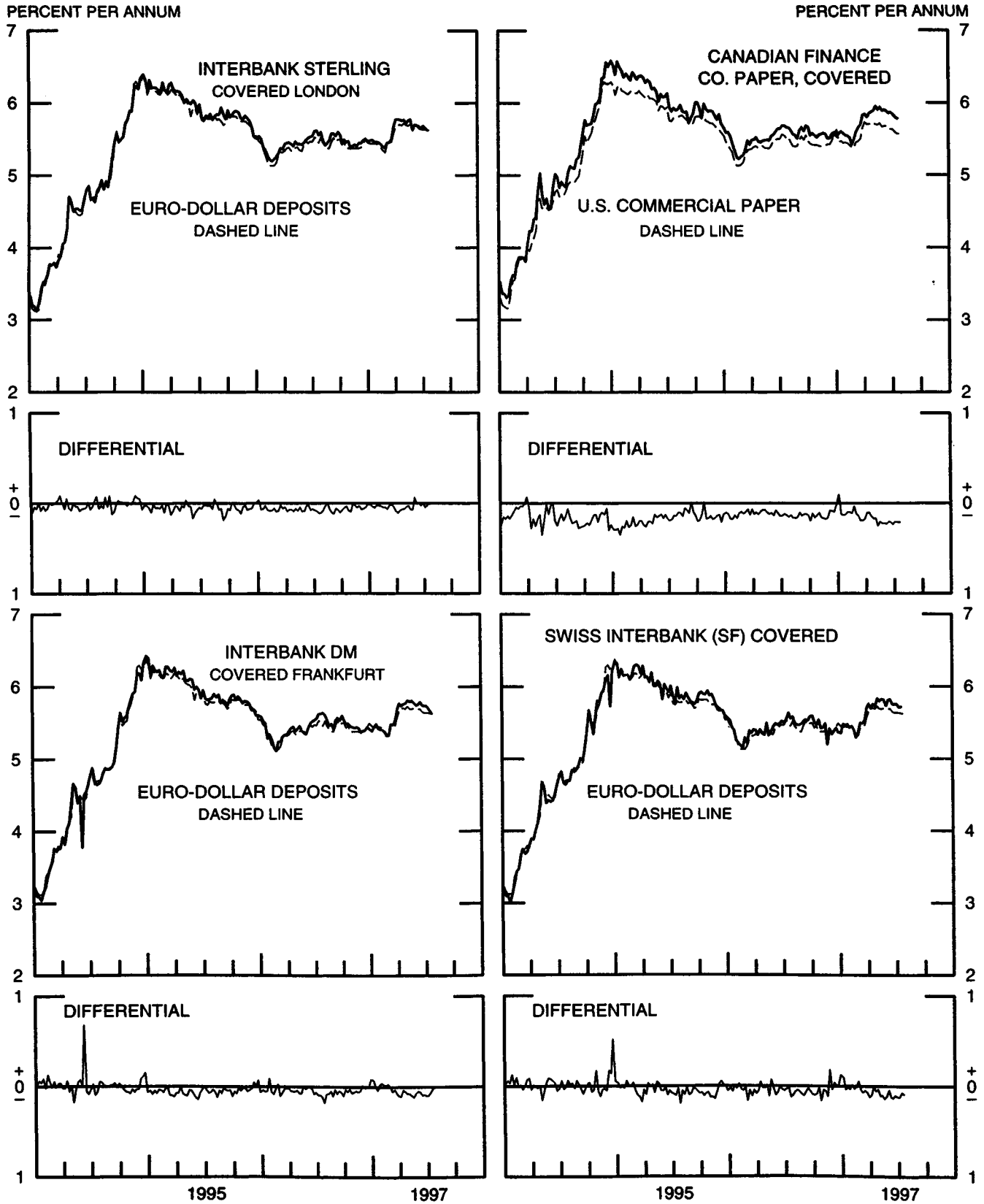


CHART 9

LONG-TERM GOVERNMENT BOND YIELDS
WEEKLY SERIES

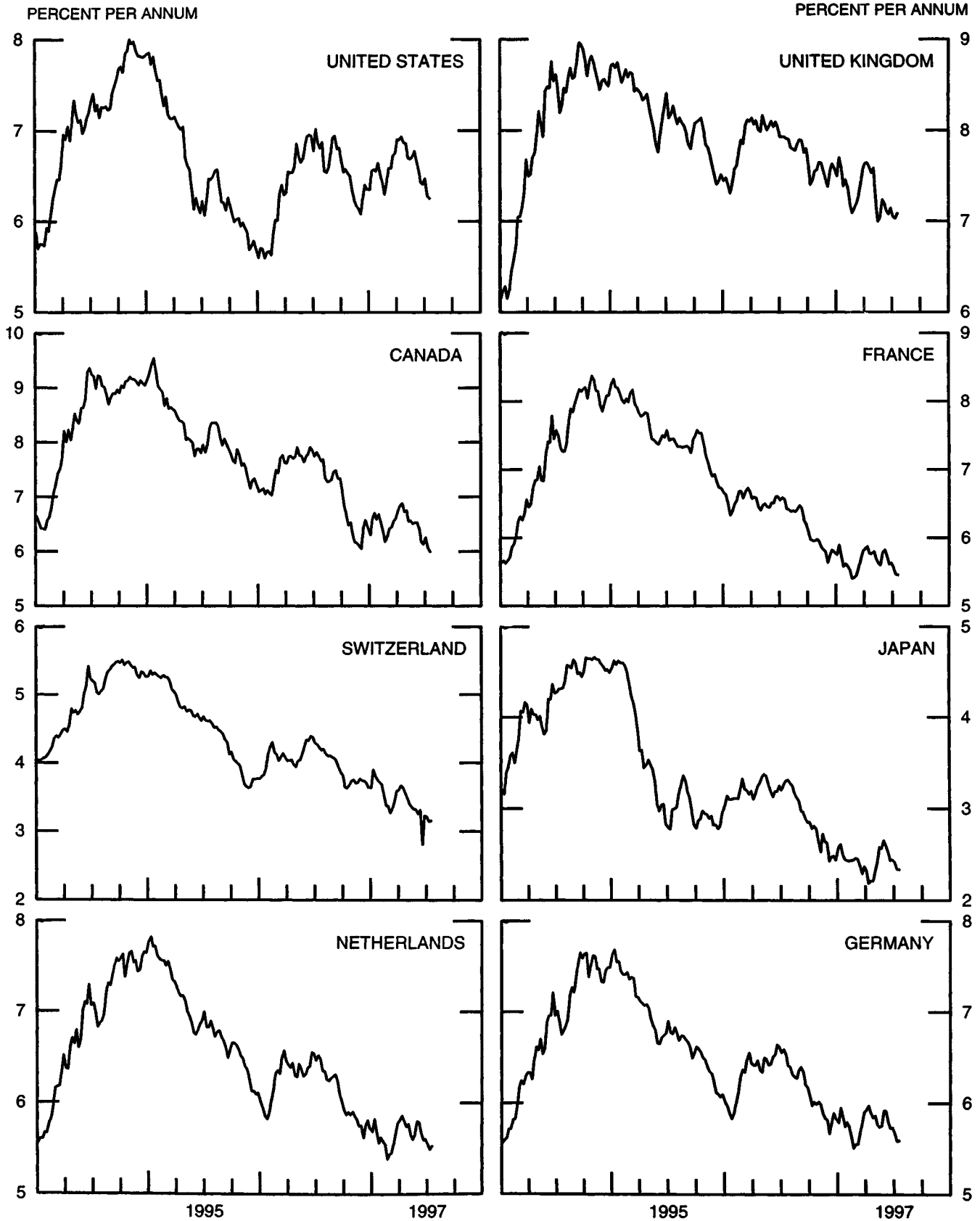
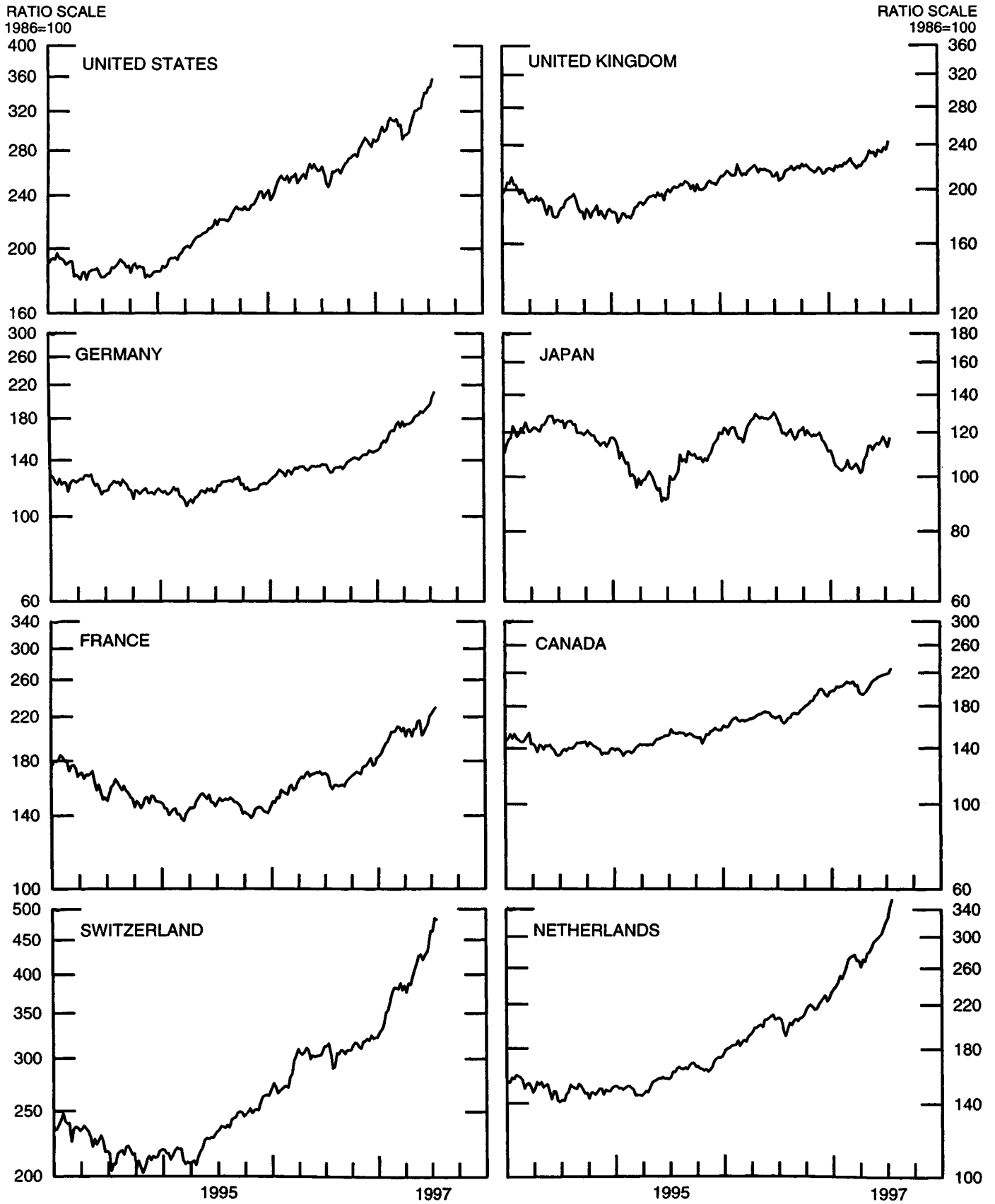


CHART 10
STOCK INDICES
 WEEKLY SERIES



18-Jun-97 25-Jun-97 2-Jul-97 9-Jul-97 16-Jul-97

Chart 1. Spot Exchange Rates and Indices

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

	18-Jun-97	25-Jun-97	2-Jul-97	9-Jul-97	16-Jul-97
Belgian franc	2.7979	2.8108	2.7823	2.7680	2.7154
Canadian dollar	72.254	71.901	72.438	72.730	72.951
French franc	17.117	17.194	17.037	16.918	16.592
German mark	57.738	58.007	57.418	57.049	56.048
Italian lira	0.05888	0.05932	0.05890	0.05857	0.05770
Japanese yen	0.87920	0.87134	0.87371	0.88628	0.87457
Netherlands guilder	51.340	51.544	50.998	50.685	49.792
Swiss franc	69.253	69.636	68.624	68.425	68.031
U.K. pound	163.62	166.21	166.39	168.70	168.53

Indices, March 1973 base rates = 100

	18-Jun-97	25-Jun-97	2-Jul-97	9-Jul-97	16-Jul-97
Belgian franc	110.25	110.76	109.64	109.07	107.00
Canadian dollar	72.01	71.66	72.20	72.49	72.71
French franc	77.14	77.48	76.77	76.24	74.77
German mark	162.42	163.18	161.52	160.48	157.67
Italian lira	33.80	34.05	33.81	33.62	33.12
Japanese yen	230.20	228.15	228.77	232.06	228.99
Netherlands guilder	147.39	147.97	146.41	145.51	142.94
Swiss franc	222.80	224.03	220.77	220.13	218.87
U.K. pound	66.18	67.23	67.30	68.23	68.17

Weighted average exchange value indices, March 1973=100

	18-Jun-97	25-Jun-97	2-Jul-97	9-Jul-97	16-Jul-97
Belgian franc	106.77	106.97	106.27	105.67	104.63
Canadian dollar	67.55	66.99	67.81	68.09	69.04
French franc	71.94	72.07	71.65	71.08	70.32
German mark	171.16	171.53	170.24	168.89	167.30
Italian lira	29.60	29.74	29.65	29.46	29.29
Japanese yen	244.41	241.19	242.99	246.85	245.89
Netherlands guilder	145.73	145.91	144.86	143.88	142.66
Swedish krona	53.83	54.16	54.20	54.19	54.29
Swiss franc	219.76	220.37	217.95	217.25	218.16
U.K. pound	60.95	61.82	62.16	63.10	63.72
U.S. dollar	95.56	95.21	95.69	95.66	96.86

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

	18-Jun-97	25-Jun-97	2-Jul-97	9-Jul-97	16-Jul-97
Canadian dollar	2.59	2.60	2.30	2.31	2.25
French franc	2.42	2.42	2.43	2.40	2.36
German mark	2.67	2.68	2.69	2.64	2.57
Italian lira	-1.08	-1.03	-1.02	-1.11	-1.19
Japanese yen	5.36	5.36	5.33	5.35	5.27
Netherlands guilder	2.59	2.60	2.61	2.56	2.49
Swiss franc	4.52	4.48	4.38	4.30	4.35
U.K. pound	-0.89	-1.03	-1.09	-1.28	-1.26

Chart 3. Gold Price in London, Afternoon Fixing

	18-Jun-97	25-Jun-97	2-Jul-97	9-Jul-97	16-Jul-97
U.S. dollars per fine ounce	341.77	338.64	334.78	322.62	320.05

Chart 4. Call Money Rates

	18-Jun-97	25-Jun-97	2-Jul-97	9-Jul-97	16-Jul-97
U.S. federal funds	5.62	5.42	5.82	5.48	5.44
Overnight Euro-dollar deposits	5.54	5.42	5.63	5.50	5.46
Canada	2.97	2.92	3.18	3.12	3.12
France	3.13	3.13	3.13	3.13	3.13
Germany	2.93	2.95	3.14	3.03	3.00
Japan	0.47	0.51	0.51	0.47	0.51
Netherlands	2.89	2.86	2.88	2.94	3.22
Switzerland	0.84	1.24	1.91	1.59	1.35
United Kingdom	6.18	6.18	6.41	5.84	6.49

18-Jun-97 25-Jun-97 2-Jul-97 9-Jul-97 16-Jul-97

Chart 5. 3-Month Interest Rates

U.S. 90-day CD's, secondary market	5.66	5.65	5.67	5.62	5.60
Canadian finance paper	3.24	3.25	3.52	3.47	3.51
French interbank rate	3.29	3.29	3.27	3.27	3.28
German interbank rate	3.04	3.03	3.02	3.03	3.05
Japanese CD rate	0.59	0.61	0.66	0.67	0.66
Netherlands interbank rate	3.11	3.13	3.13	3.13	3.12
Swiss interbank rate	1.22	1.26	1.36	1.40	1.35
U.K. interbank sterling	6.58	6.68	6.79	6.95	6.91
Weighted average foreign interest rate (G-10 Countries)	3.50	3.51	3.56	3.58	3.60

Chart 6. Euro-Dollar Deposit Rates

Overnight	5.54	5.42	5.63	5.50	5.46
7-day	5.50	5.55	5.57	5.52	5.50
1-month	5.56	5.56	5.56	5.56	5.56
3-month	5.65	5.63	5.63	5.63	5.63
6-month	5.76	5.75	5.77	5.73	5.71
1-year	5.99	5.96	5.99	5.95	5.89

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

Overnight Euro-dollar deposits	5.54	5.42	5.63	5.50	5.46
U.S. federal funds	5.62	5.42	5.82	5.48	5.44
Differential	-0.08	-0.00	-0.19	0.02	0.02
3-month Euro-dollar deposit	5.65	5.63	5.63	5.63	5.63
U.S. 90-day CD's, secondary market	5.66	5.65	5.67	5.62	5.60
Differential	-0.01	-0.02	-0.04	0.02	0.02

Chart 8. Interest Arbitrage, 3-Month Funds

Euro-dollar deposit	5.65	5.63	5.63	5.63	5.63
Interbank sterling (London), covered	5.67	5.64	5.68	5.65	5.62
Differential	-0.03	-0.00	-0.05	-0.02	0.00
U.S. commercial paper	5.64	5.63	5.63	5.59	5.57
Canadian finance paper, covered	5.86	5.87	5.84	5.80	5.78
Differential	-0.21	-0.23	-0.21	-0.21	-0.21
Euro-dollar deposit	5.65	5.63	5.63	5.63	5.63
Interbank DM (Frankfurt), covered	5.74	5.73	5.73	5.69	5.64
Differential	-0.09	-0.10	-0.10	-0.06	-0.02
Euro-dollar deposit	5.65	5.63	5.63	5.63	5.63
Swiss interbank, covered	5.75	5.75	5.76	5.71	5.72
Differential	-0.10	-0.12	-0.12	-0.08	-0.09

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

Canada	6.18	6.13	6.26	6.07	6.00
France	5.61	5.63	5.57	5.47	5.46
Germany	5.73	5.73	5.68	5.58	5.59
Japan	2.43	2.44	2.42	2.34	2.34
Switzerland	3.21	3.22	3.21	3.14	3.15
Netherlands	5.59	5.60	5.55	5.49	5.52
United Kingdom	7.07	7.14	7.05	7.03	7.08
United States	6.43	6.41	6.47	6.28	6.24

Chart 10. Stock Indices (Wednesday figures)

Canada	216.55	217.11	218.24	219.10	224.77
France	212.32	220.26	222.91	226.67	229.19
Germany	190.25	192.92	195.48	204.60	210.09
Japan	115.82	117.84	115.79	113.01	116.82
Netherlands	312.61	320.90	326.86	343.83	355.00
Switzerland	442.72	464.27	463.64	484.73	482.30
United Kingdom	233.84	232.53	237.14	235.09	242.69
United States	340.67	340.29	346.77	347.74	356.72

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