

(516/517)

Selected Interest & Exchange Rates

Weekly Series of Charts

October 6, 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

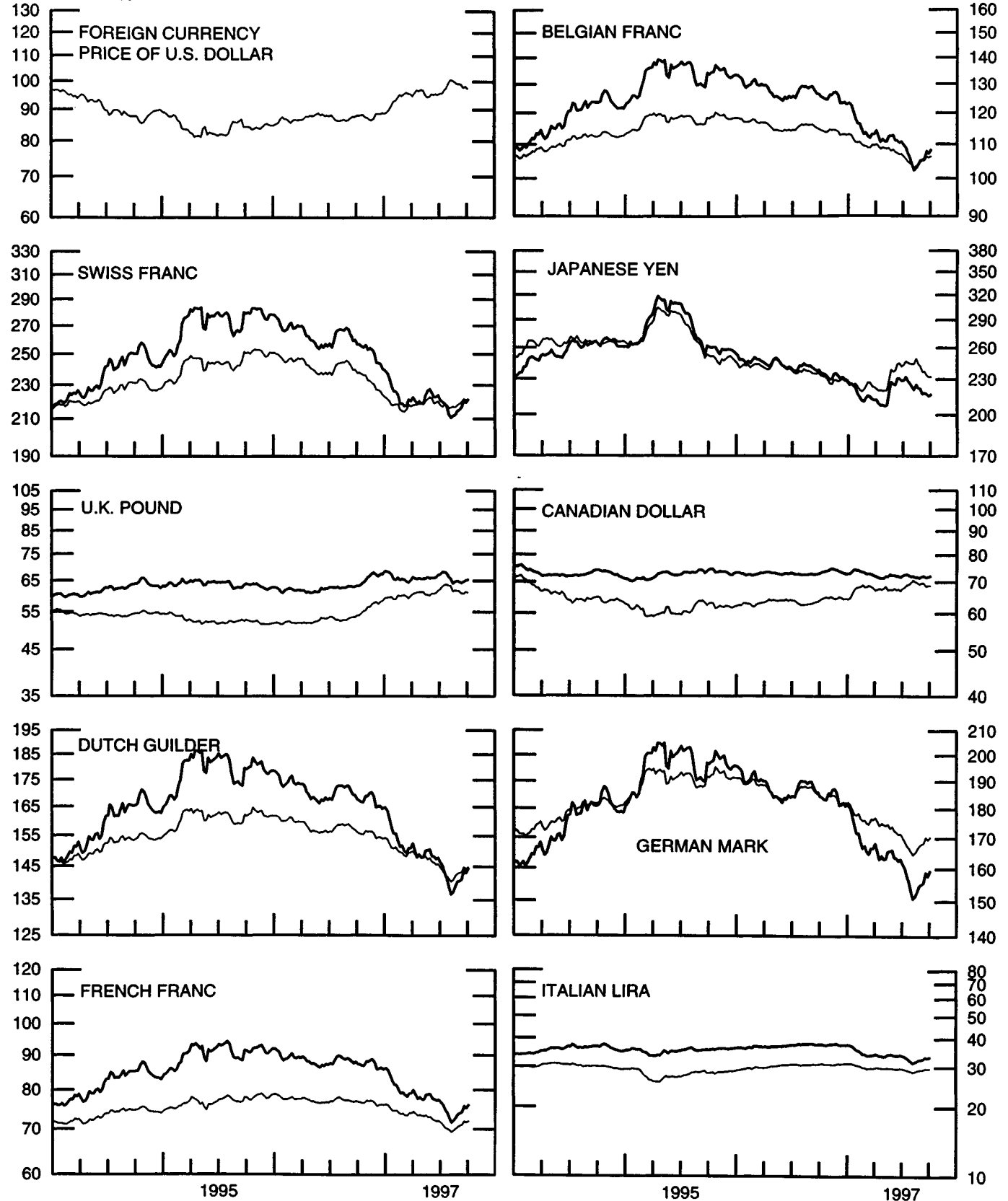


CHART 2

3-MONTH FORWARD EXCHANGE RATES

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

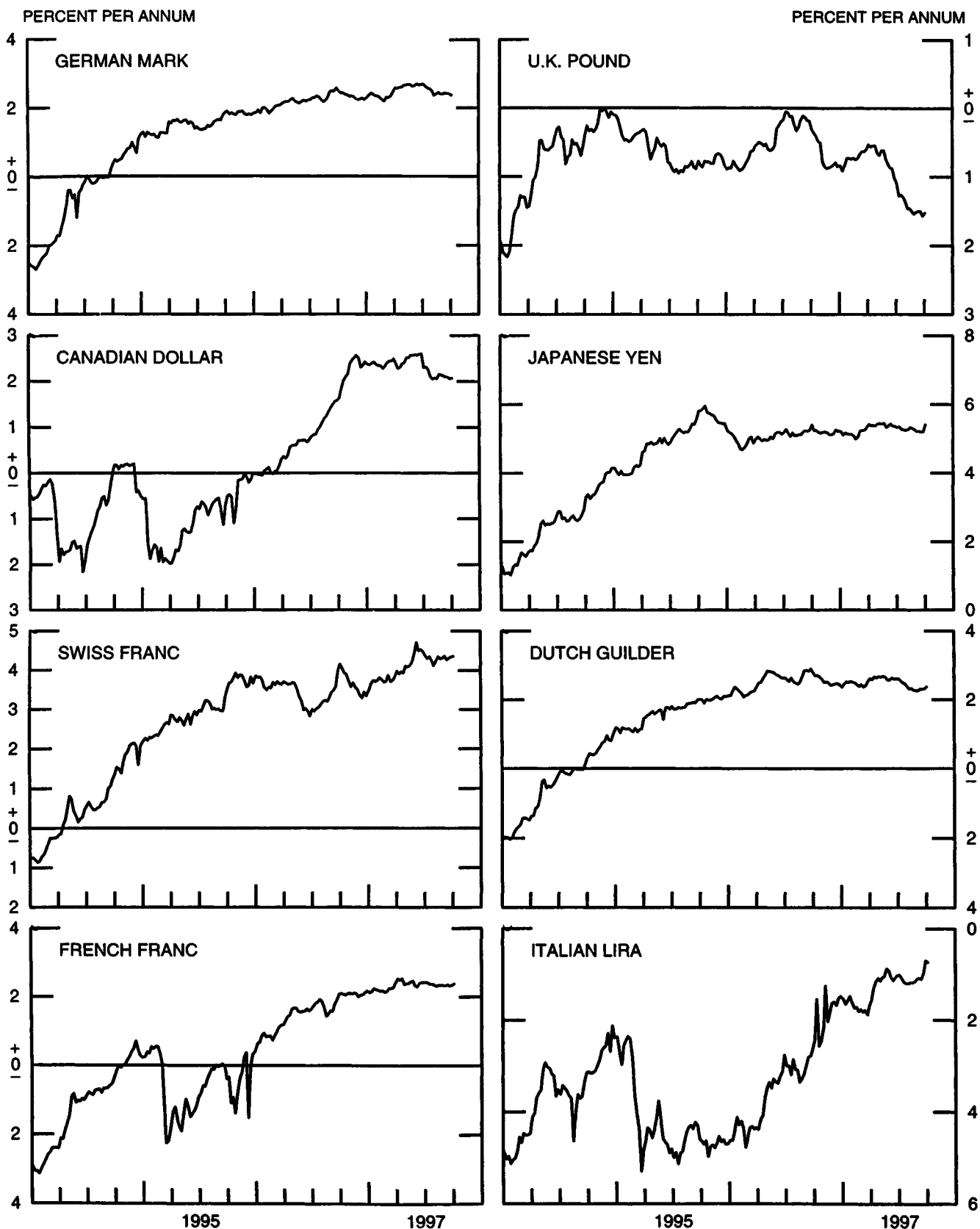


CHART 3

PRICE OF GOLD IN LONDON
AVERAGES FOR WEEK ENDING WEDNESDAY

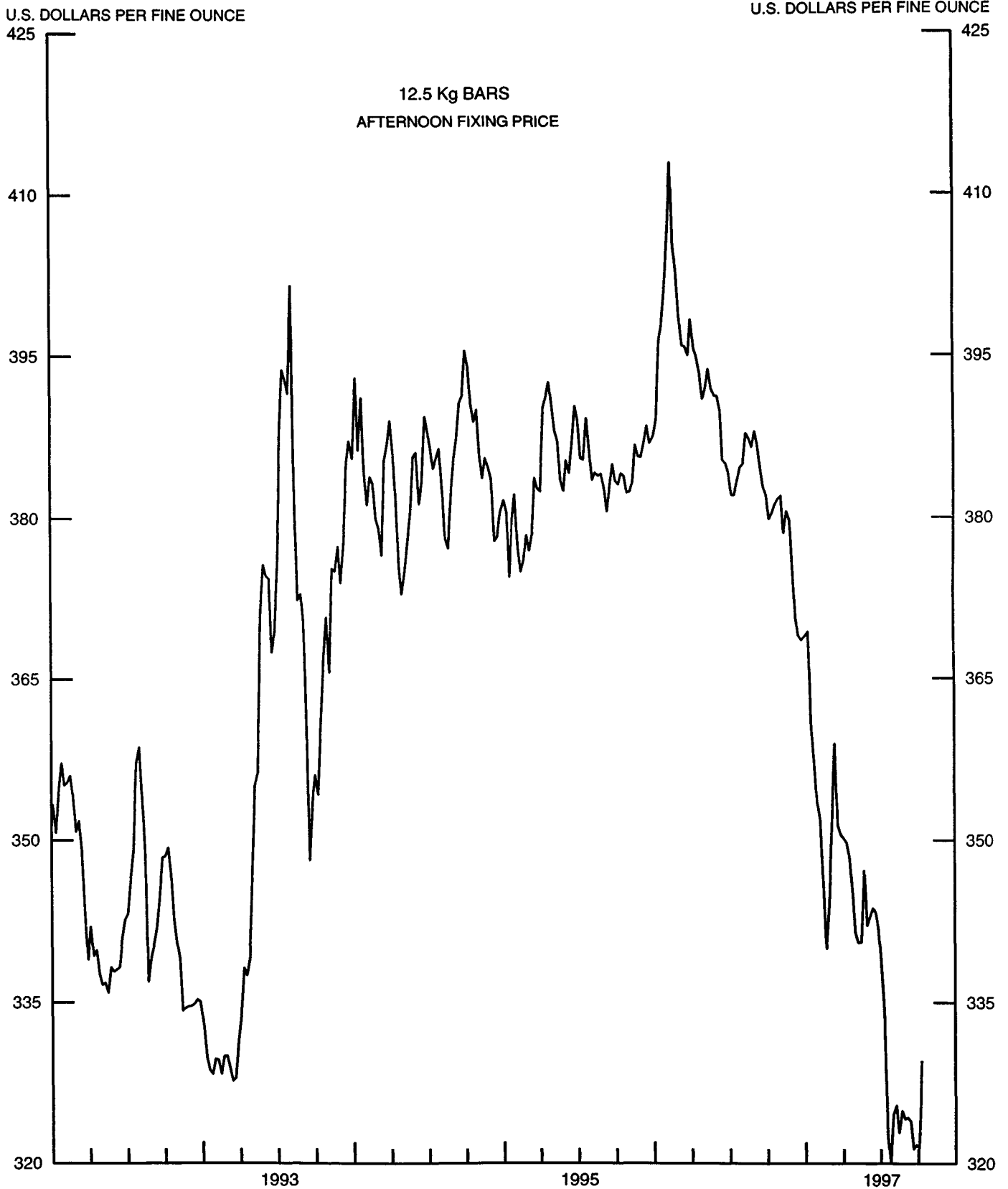


CHART 4

CALL MONEY RATES

WEEKLY SERIES

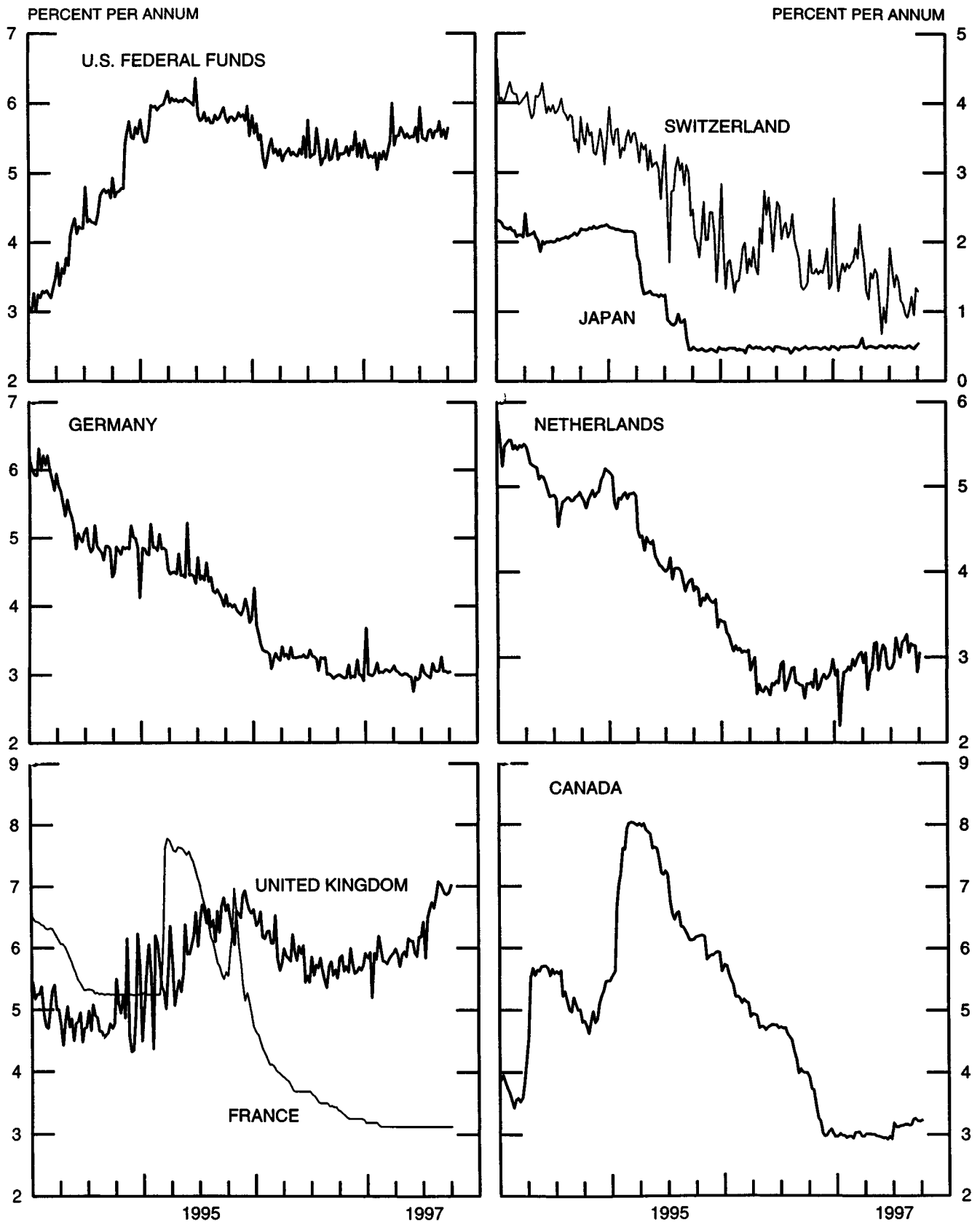


CHART 5

3-MONTH INTEREST RATES WEEKLY SERIES

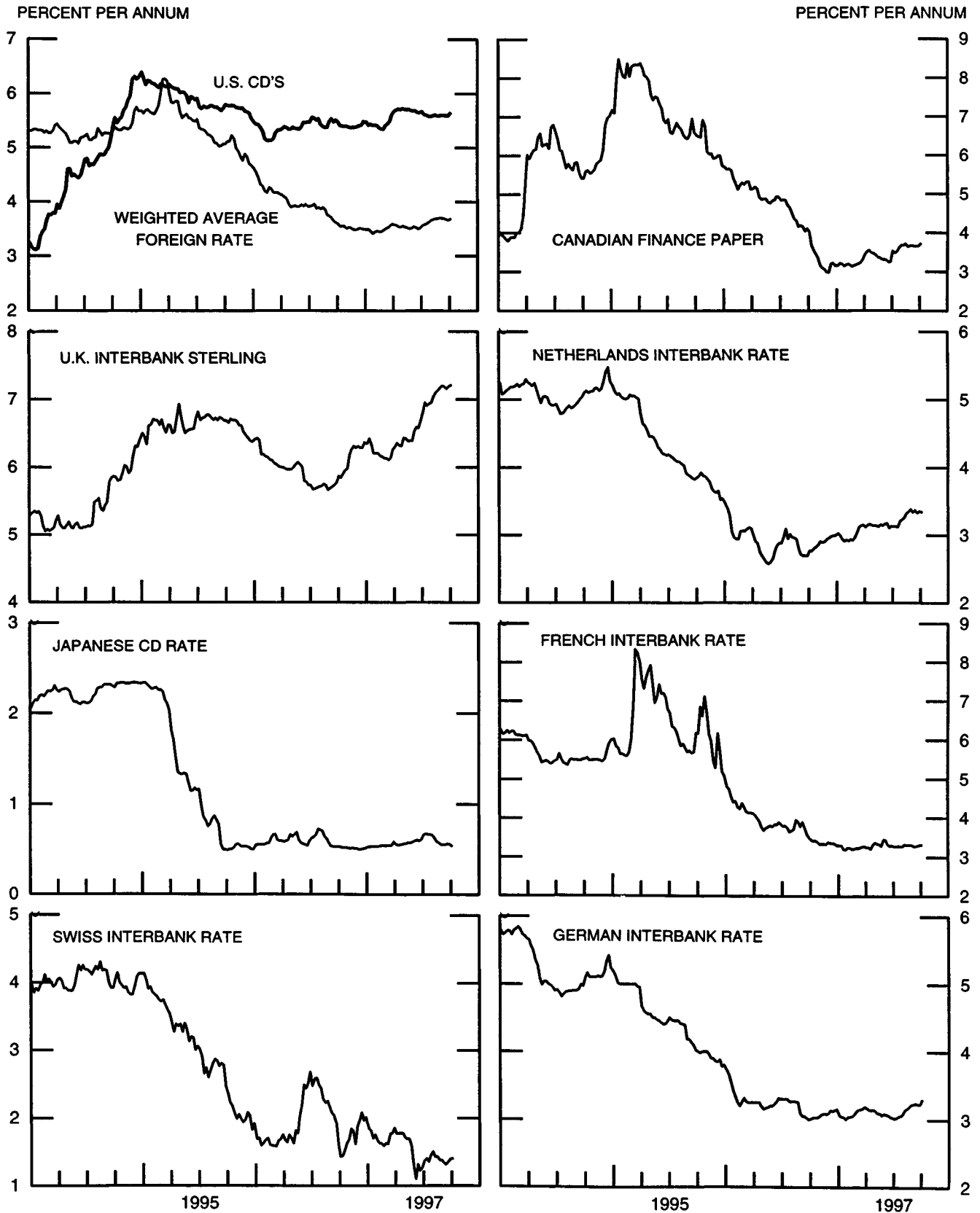


CHART 6

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

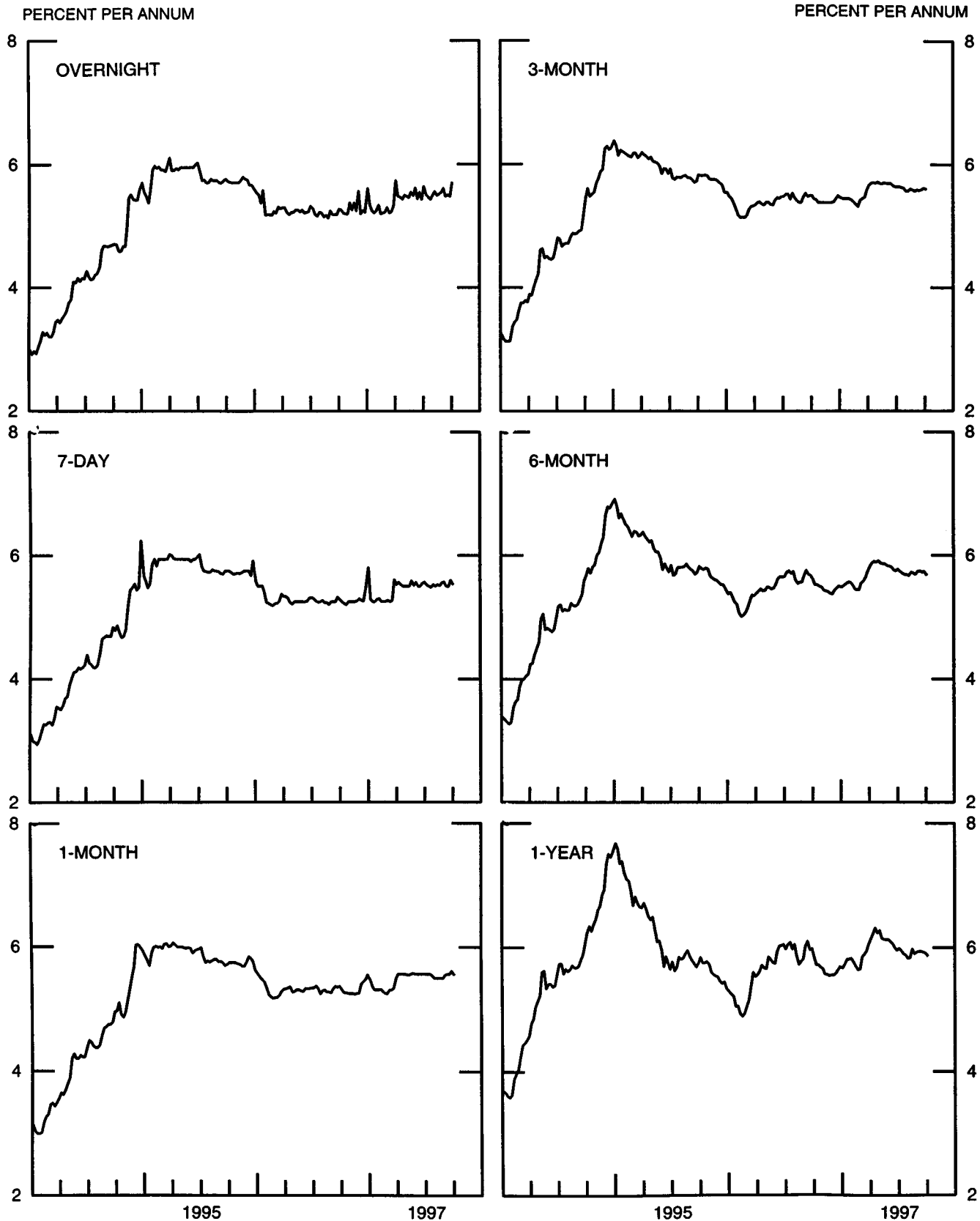


CHART 7

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

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

AVERAGES FOR WEEK ENDING WEDNESDAY

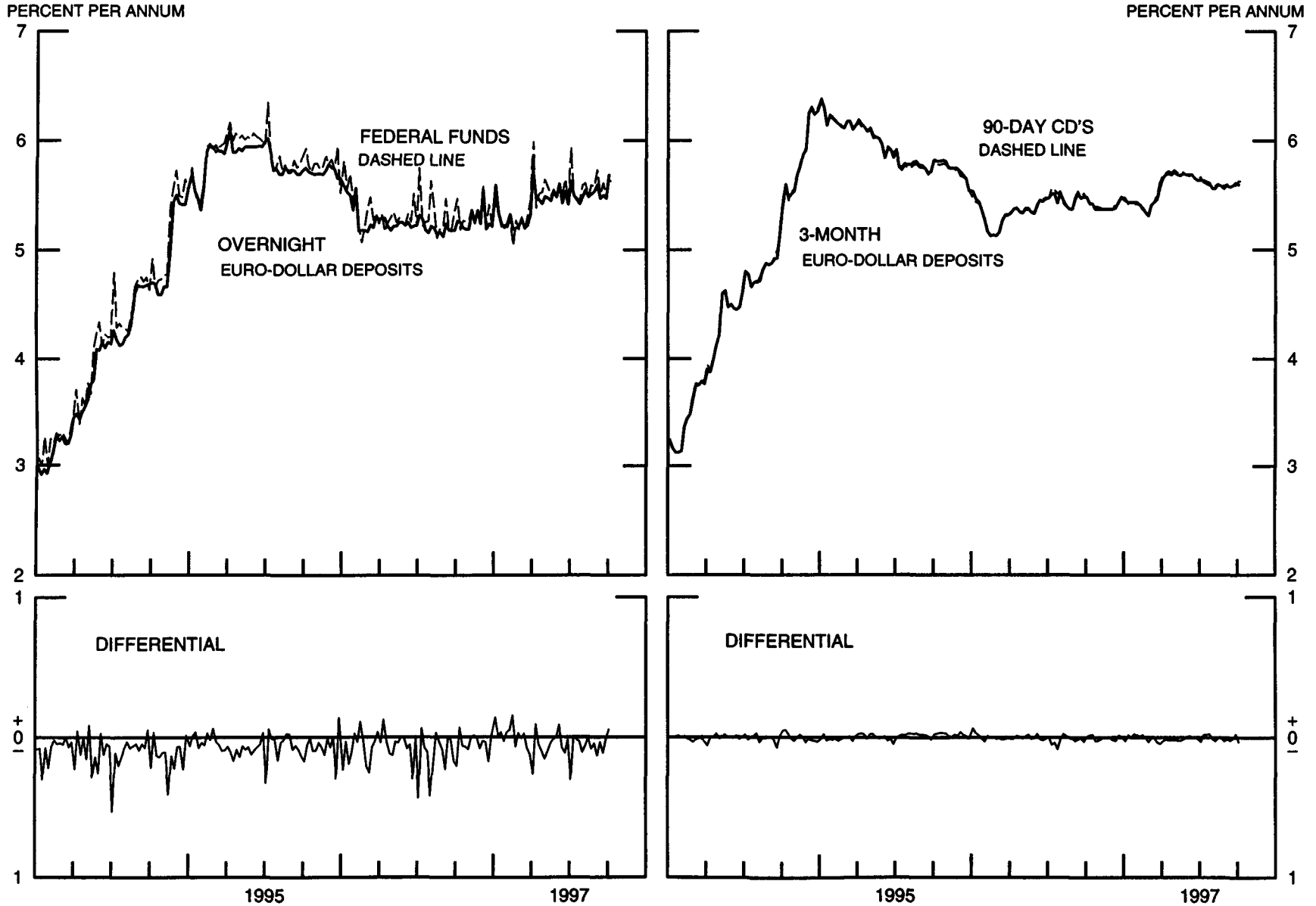


CHART 8

INTEREST ARBITRAGE: 3-MONTH FUNDS

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

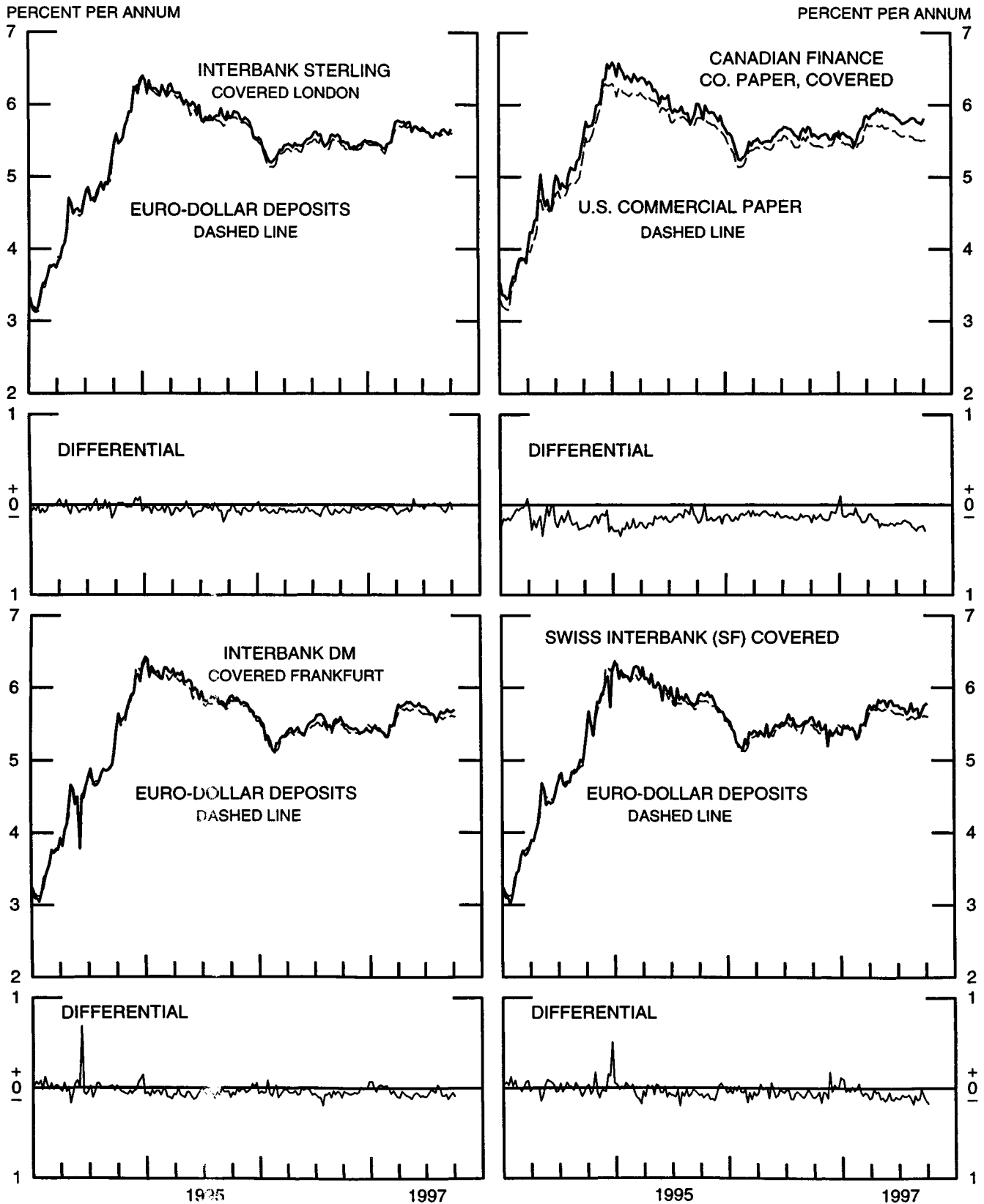


CHART 9

LONG-TERM GOVERNMENT BOND YIELDS
WEEKLY SERIES

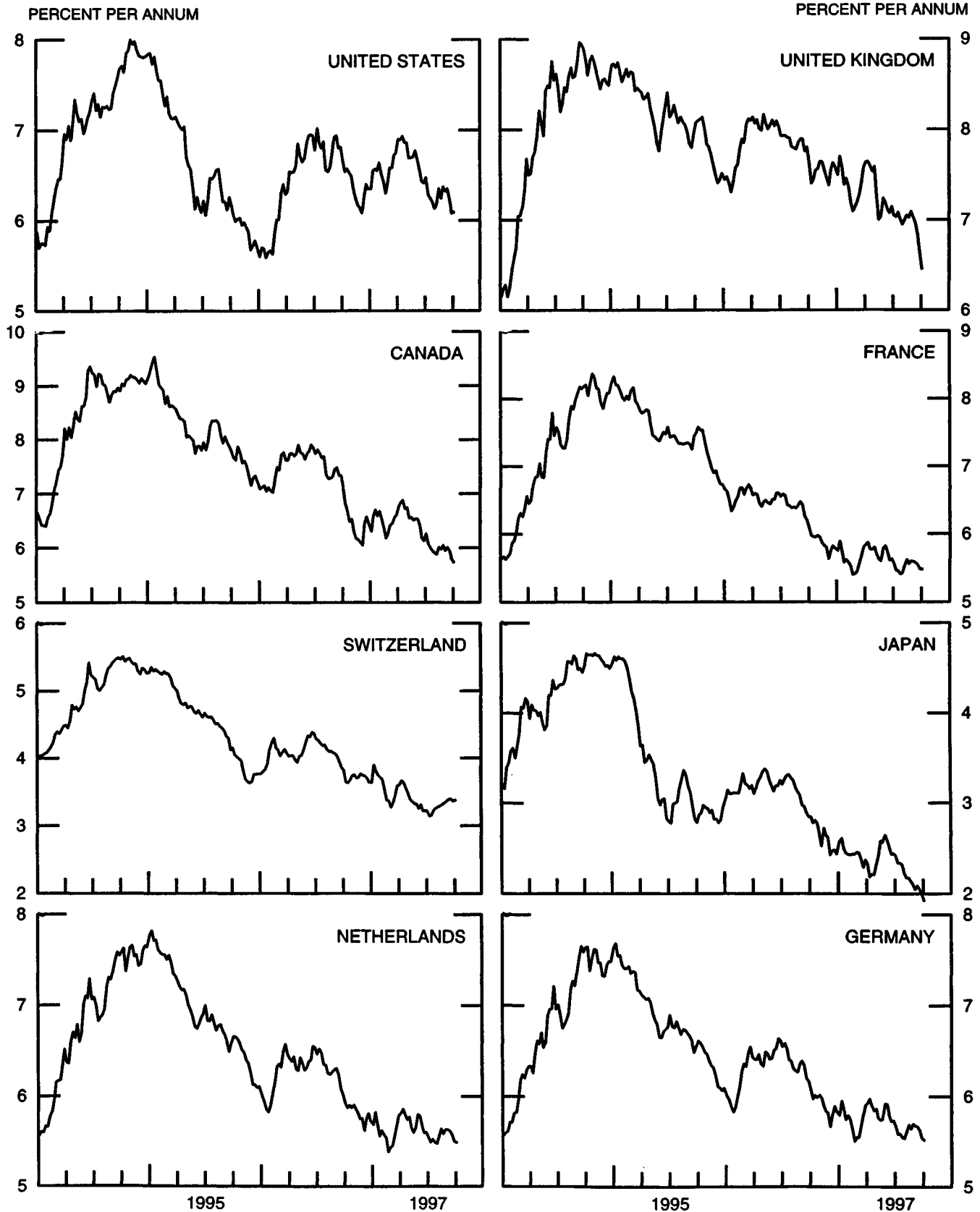
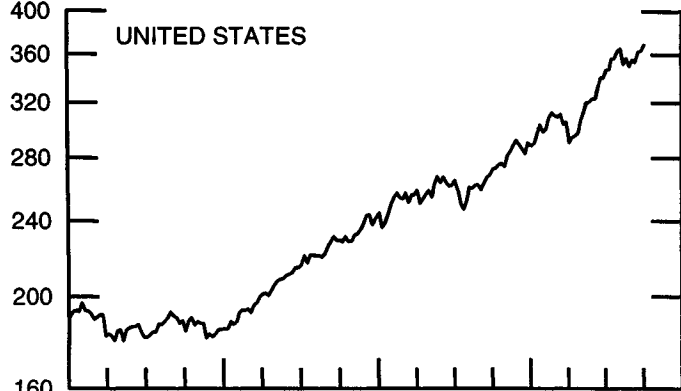


CHART 10

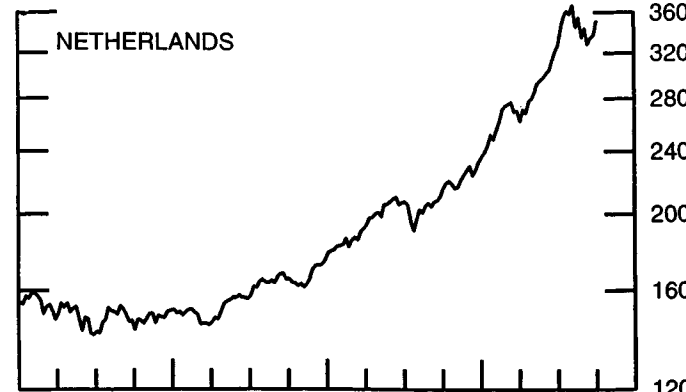
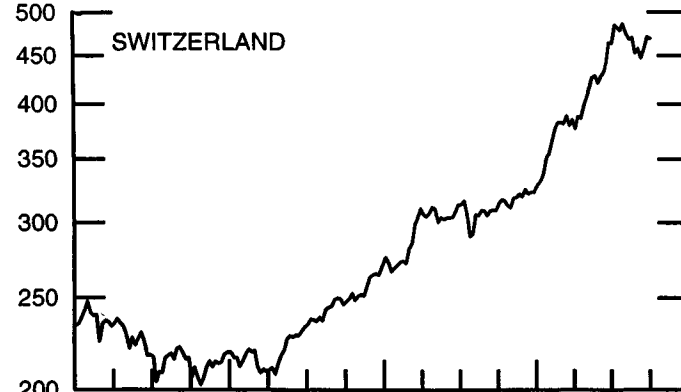
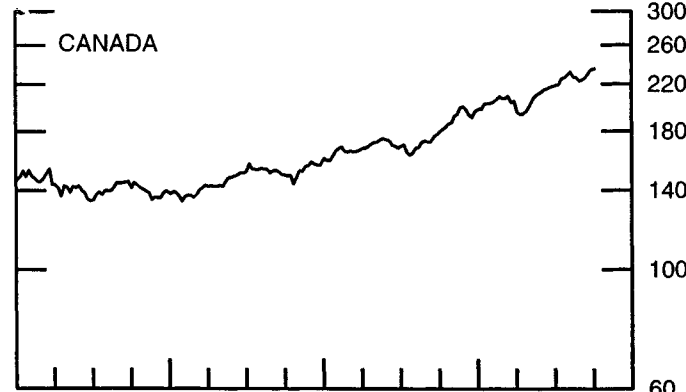
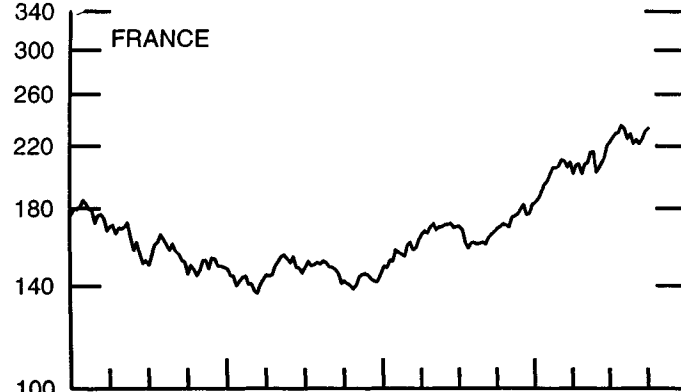
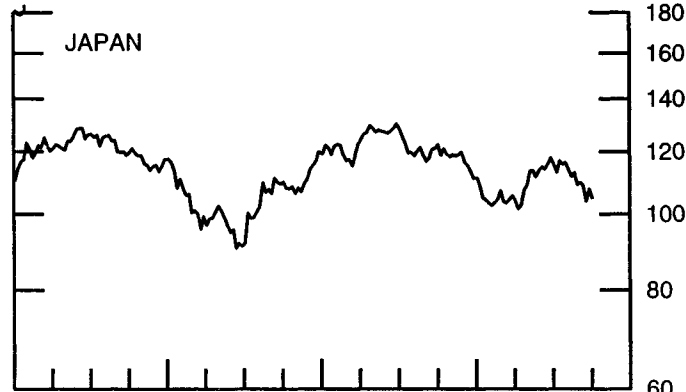
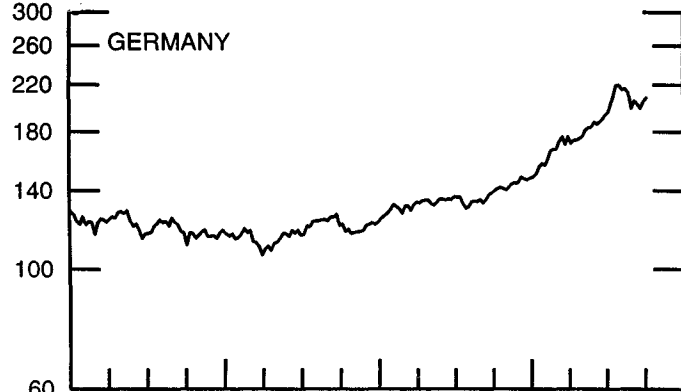
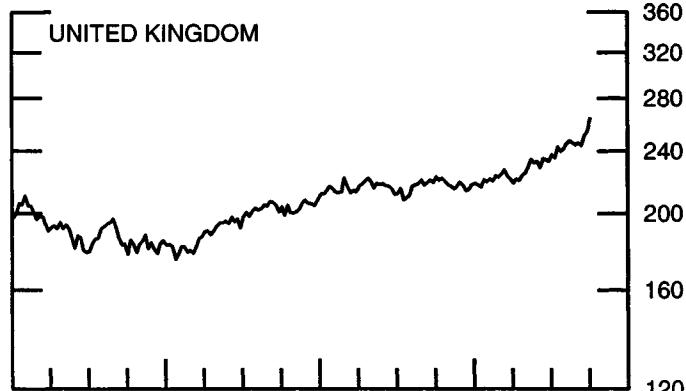
STOCK INDICES

WEEKLY SERIES

RATIO SCALE
1986=100



RATIO SCALE
1986=100



1995 1997

1995 1997

3-Sep-97 10-Sep-97 17-Sep-97 24-Sep-97 1-Oct-97

Chart 1. Spot Exchange Rates and Indices

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

Belgian franc	2.6713	2.6787	2.7356	2.7172	2.7428
Canadian dollar	72.137	72.245	71.861	71.962	72.313
French franc	16.397	16.451	16.808	16.695	16.857
German mark	55.173	55.333	56.476	56.076	56.617
Italian lira	0.05649	0.05676	0.05786	0.05746	0.05790
Japanese yen	0.82997	0.83180	0.82921	0.82227	0.82689
Netherlands guilder	48.979	49.123	50.148	49.807	50.282
Swiss franc	66.928	67.336	68.553	68.191	68.705
U.K. pound	160.26	158.75	160.04	160.98	161.57

Indices, March 1973 base rates = 100

Belgian franc	105.26	105.55	107.80	107.07	108.08
Canadian dollar	71.90	72.01	71.62	71.72	72.07
French franc	73.89	74.13	75.74	75.23	75.96
German mark	155.21	155.66	158.87	157.75	159.27
Italian lira	32.42	32.58	33.21	32.98	33.23
Japanese yen	217.31	217.79	217.11	215.30	216.51
Netherlands guilder	140.61	141.02	143.96	142.99	144.35
Swiss franc	215.32	216.63	220.54	219.38	221.03
U.K. pound	64.82	64.21	64.73	65.11	65.35

Weighted average exchange value indices, March 1973=100

Belgian franc	104.93	105.09	106.26	105.88	106.27
Canadian dollar	69.64	69.64	68.46	68.82	68.74
French franc	70.89	71.05	71.92	71.65	71.95
German mark	167.98	168.29	170.30	169.54	170.29
Italian lira	29.23	29.33	29.61	29.50	29.55
Japanese yen	236.91	237.12	233.54	232.22	232.15
Netherlands guilder	143.06	143.30	144.87	144.33	144.89
Swedish krona	54.82	55.23	55.73	56.20	56.21
Swiss franc	218.78	219.84	221.52	221.08	221.45
U.K. pound	61.56	60.83	60.67	61.29	61.14
U.S. dollar	99.25	99.07	97.76	98.18	97.44

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

Canadian dollar	2.12	2.10	2.09	2.06	2.07
French franc	2.33	2.35	2.32	2.34	2.37
German mark	2.40	2.43	2.42	2.41	2.38
Italian lira	-1.09	-1.11	-0.99	-0.71	-0.74
Japanese yen	5.22	5.22	5.20	5.21	5.40
Netherlands guilder	2.26	2.31	2.31	2.32	2.37
Swiss franc	4.36	4.26	4.31	4.34	4.36
U.K. pound	-1.52	-1.50	-1.51	-1.57	-1.53

Chart 3. Gold Price in London, Afternoon Fixing

U.S. dollars per fine ounce	323.96	321.39	321.75	321.47	329.52
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Chart 4. Call Money Rates

U.S. federal funds	5.73	5.51	5.61	5.48	5.63
Overnight Euro-dollar deposits	5.60	5.48	5.50	5.48	5.69
Canada	3.24	3.26	3.22	3.21	3.23
France	3.13	3.13	3.13	3.13	3.13
Germany	3.26	3.05	3.05	3.03	3.04
Japan	0.51	0.48	0.46	0.51	0.54
Netherlands	3.16	3.14	3.13	2.83	3.05
Switzerland	1.03	1.21	0.95	1.34	1.29
United Kingdom	6.96	6.88	6.86	6.90	7.01

3-Sep-97 10-Sep-97 17-Sep-97 24-Sep-97 1-Oct-97

Chart 5. 3-Month Interest Rates

	3-Sep-97	10-Sep-97	17-Sep-97	24-Sep-97	1-Oct-97
U.S. 90-day CD's, secondary market	5.60	5.60	5.60	5.59	5.63
Canadian finance paper	3.67	3.64	3.64	3.65	3.71
French interbank rate	3.29	3.27	3.29	3.30	3.31
German interbank rate	3.23	3.24	3.23	3.23	3.29
Japanese CD rate	0.55	0.55	0.56	0.56	0.54
Netherlands interbank rate	3.34	3.37	3.33	3.35	3.35
Swiss interbank rate	1.34	1.31	1.35	1.39	1.40
U.K. interbank sterling	7.20	7.19	7.16	7.19	7.21
Weighted average foreign interest rate (G-10 Countries)	3.70	3.70	3.68	3.67	3.68

Chart 6. Euro-Dollar Deposit Rates

	3-Sep-97	10-Sep-97	17-Sep-97	24-Sep-97	1-Oct-97
Overnight	5.60	5.48	5.50	5.48	5.69
7-day	5.57	5.50	5.49	5.59	5.54
1-month	5.55	5.56	5.56	5.61	5.56
3-month	5.59	5.58	5.59	5.61	5.60
6-month	5.74	5.75	5.73	5.74	5.69
1-year	5.94	5.94	5.93	5.91	5.88

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

	3-Sep-97	10-Sep-97	17-Sep-97	24-Sep-97	1-Oct-97
Overnight Euro-dollar deposits	5.60	5.48	5.50	5.48	5.69
U.S. federal funds	5.73	5.51	5.61	5.48	5.63
Differential	-0.13	-0.04	-0.11	-0.01	0.05
3-month Euro-dollar deposit	5.59	5.58	5.59	5.61	5.60
U.S. 90-day CD's, secondary market	5.60	5.60	5.60	5.59	5.63
Differential	-0.01	-0.02	-0.01	0.02	-0.03

Chart 8. Interest Arbitrage, 3-Month Funds

	3-Sep-97	10-Sep-97	17-Sep-97	24-Sep-97	1-Oct-97
Euro-dollar deposit	5.59	5.58	5.59	5.61	5.60
Interbank sterling (London), covered	5.65	5.66	5.62	5.59	5.65
Differential	-0.07	-0.08	-0.03	0.03	-0.05
U.S. commercial paper	5.52	5.51	5.51	5.50	5.51
Canadian finance paper, covered	5.81	5.76	5.75	5.73	5.80
Differential	-0.29	-0.25	-0.24	-0.23	-0.29
Euro-dollar deposit	5.59	5.58	5.59	5.61	5.60
Interbank DM (Frankfurt), covered	5.66	5.70	5.67	5.66	5.69
Differential	-0.07	-0.12	-0.08	-0.05	-0.09
Euro-dollar deposit	5.59	5.58	5.59	5.61	5.60
Swiss interbank, covered	5.71	5.59	5.67	5.75	5.77
Differential	-0.12	-0.01	-0.09	-0.14	-0.17

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

	3-Sep-97	10-Sep-97	17-Sep-97	24-Sep-97	1-Oct-97
Canada	5.95	6.01	5.95	5.80	5.74
France	5.59	5.58	5.54	5.48	5.48
Germany	5.67	5.67	5.63	5.54	5.52
Japan	2.04	2.09	2.04	2.00	1.93
Switzerland	3.35	3.39	3.40	3.36	3.38
Netherlands	5.63	5.62	5.58	5.50	5.49
United Kingdom	7.03	6.97	6.84	6.64	6.46
United States	6.32	6.35	6.23	6.08	6.09

Chart 10. Stock Indices (Wednesday figures)

	3-Sep-97	10-Sep-97	17-Sep-97	24-Sep-97	1-Oct-97
Canada	223.41	225.59	229.88	233.67	234.61
France	224.69	221.71	225.20	230.58	232.74
Germany	205.27	203.16	199.14	204.50	208.01
Japan	109.63	108.97	103.89	107.69	104.99
Netherlands	343.51	328.16	334.45	336.68	350.56
Switzerland	457.81	447.43	457.57	471.04	469.14
United Kingdom	245.68	243.85	250.93	254.33	263.40
United States	355.59	353.33	362.57	363.35	368.36

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