

Selected Interest & Exchange Rates

Weekly Series of Charts

June 15, 1998

**Prepared by the
FINANCIAL MARKETS
SECTION**

**DIVISION OF
INTERNATIONAL FINANCE**

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

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SUBSCRIPTION RATES:

Weekly \$30.00 per year or \$.70 each in the United States, its possessions, Canada, and Mexico. Elsewhere, \$35.00 per year or \$.80 each.

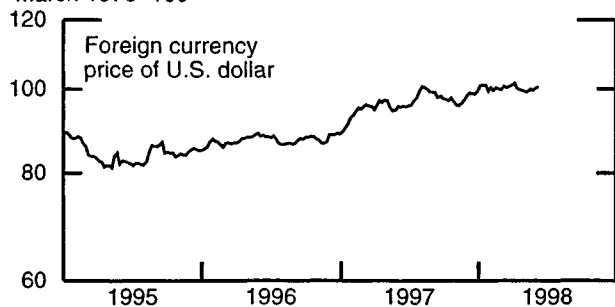
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Chart 1

Spot Exchange Indices

Dollar prices of foreign currencies and weighted average values (dashed line)
(Average for week ending Wednesday)

Ratio scale
March 1973=100



Ratio scale
March 1973=100

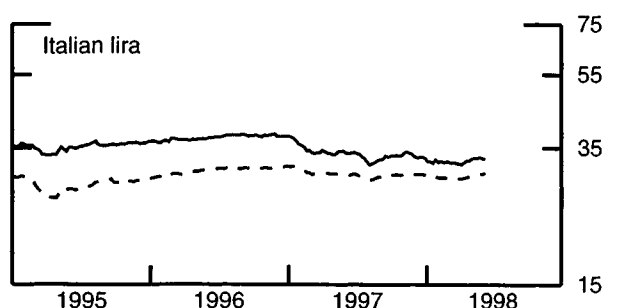
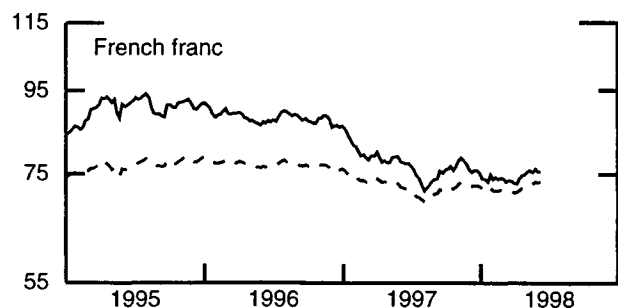
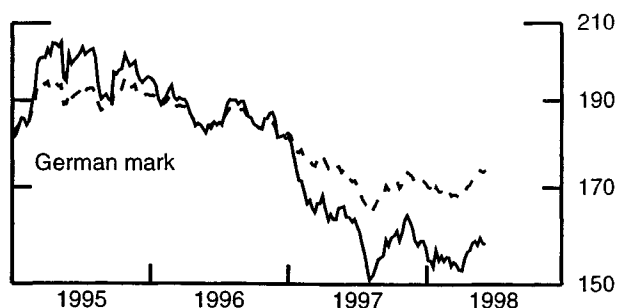
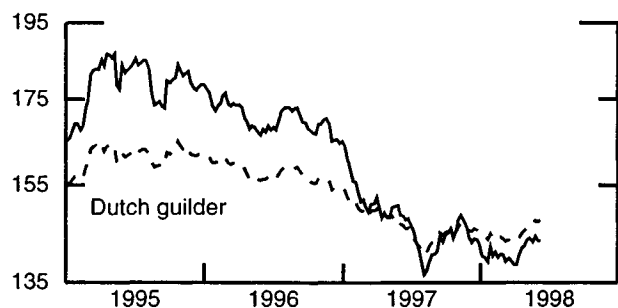
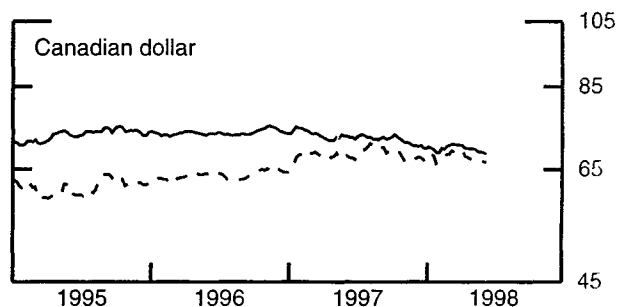
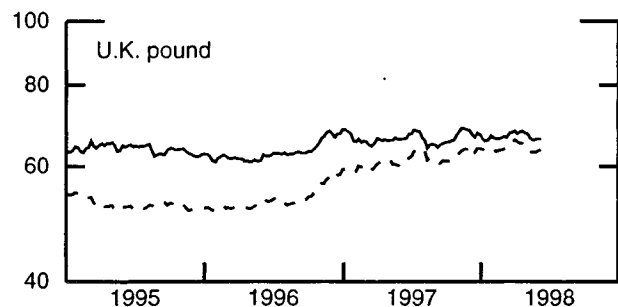
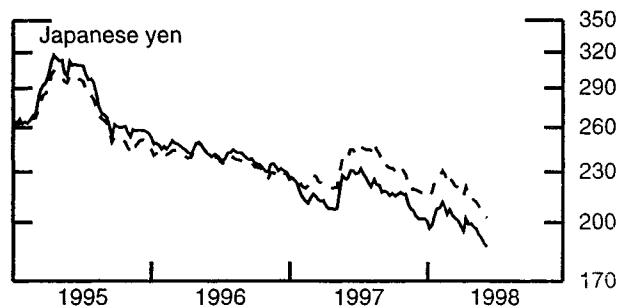
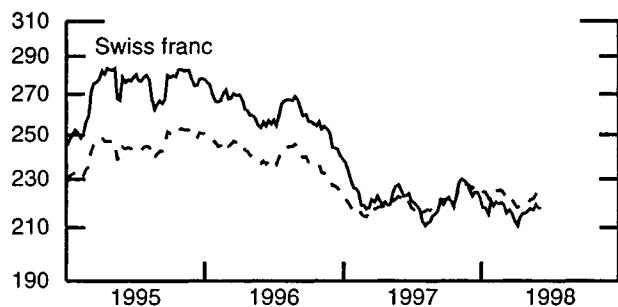
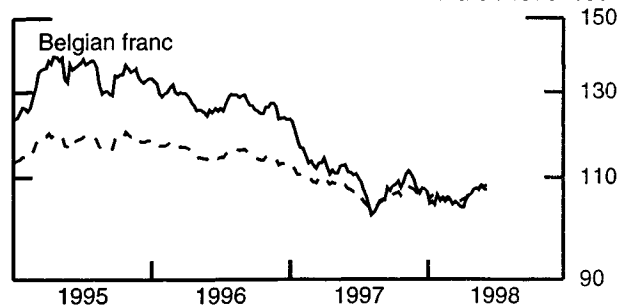


Chart 2

3-Month Forward Exchange Rates

Premium (+) or (-)
(Averages for week ending Wednesday)

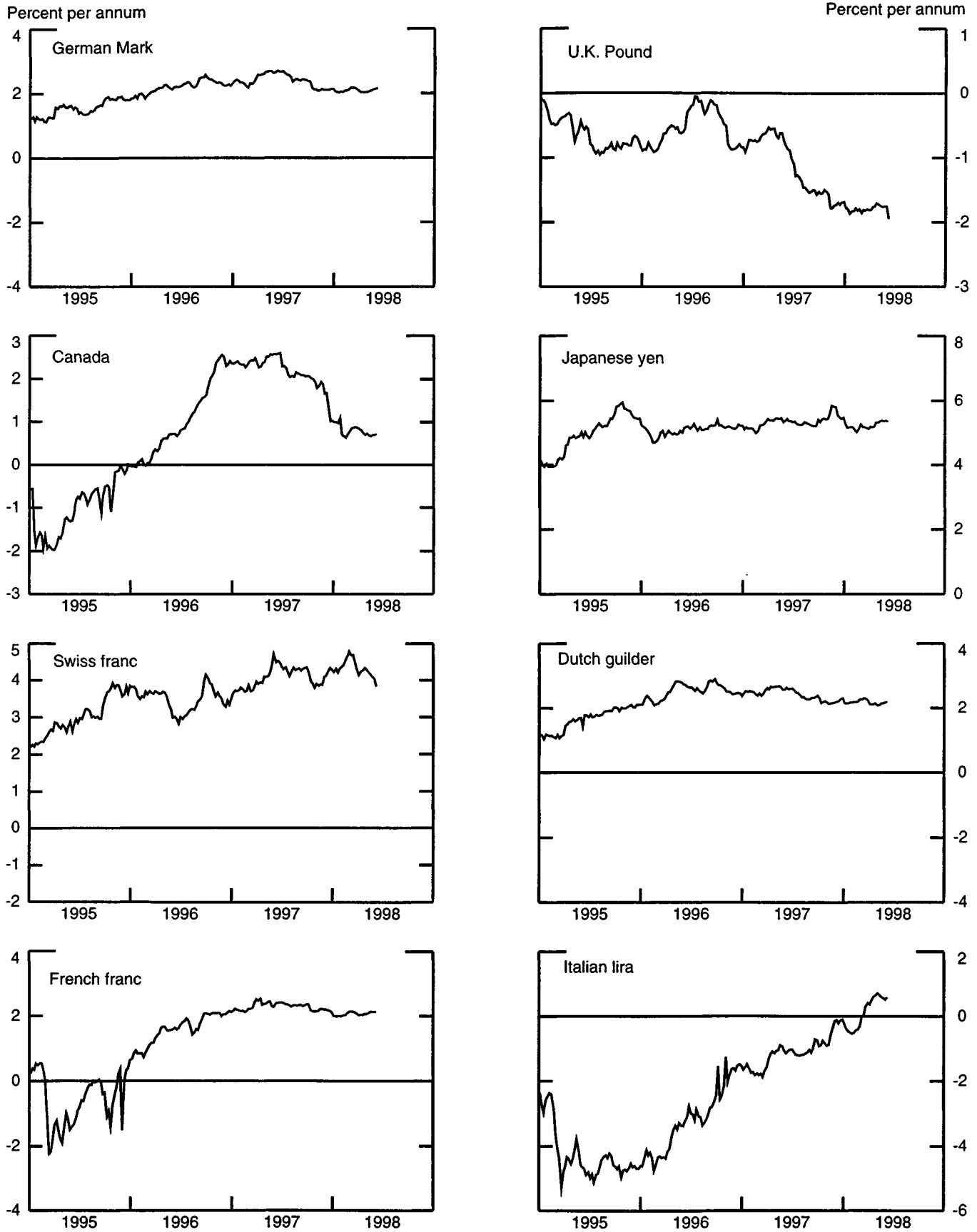


Chart 3

Price of Gold in London
(Averages for week ending Wednesday)

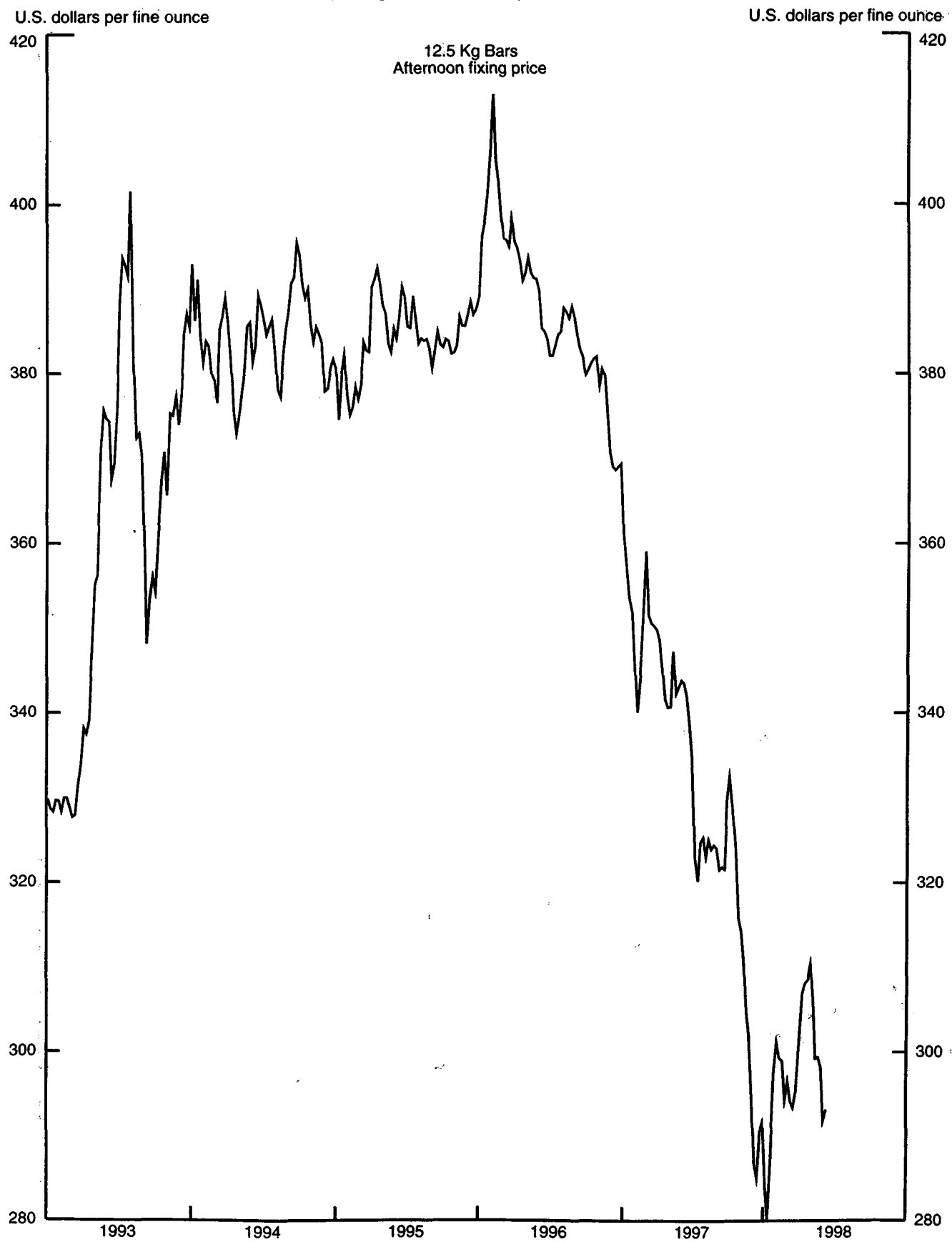
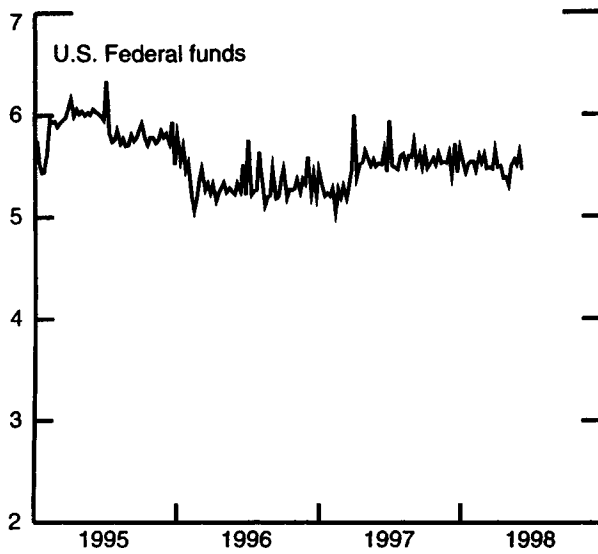


Chart 4

Call Money Rates
(Weekly series)

Percent per annum



Percent per annum

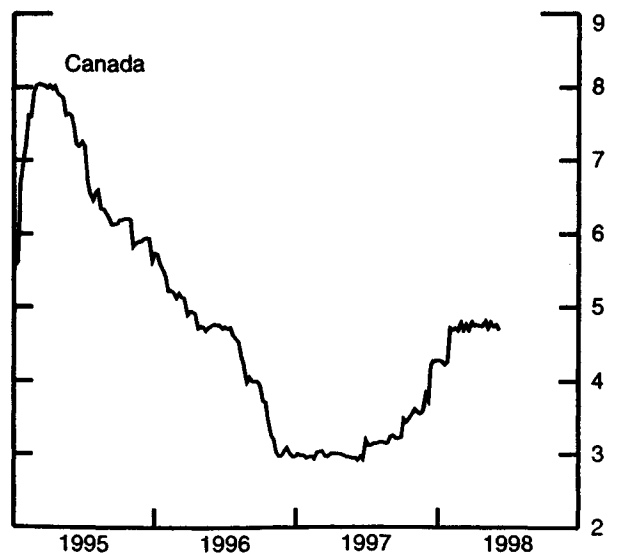
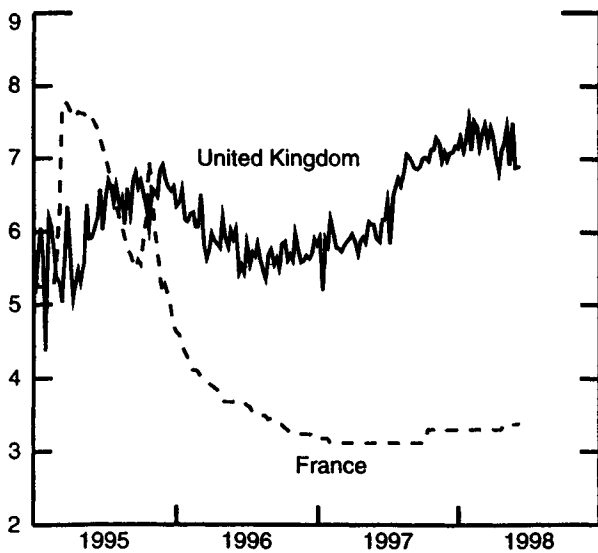
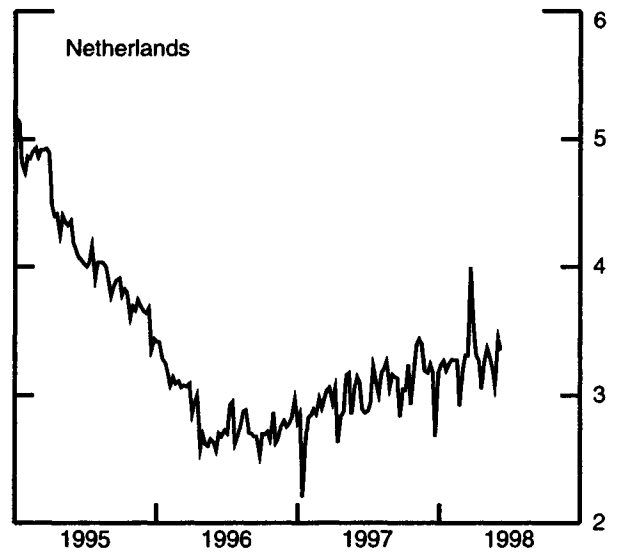
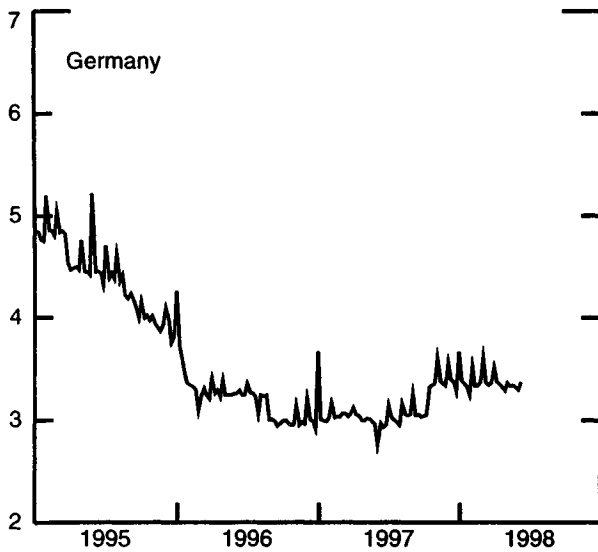
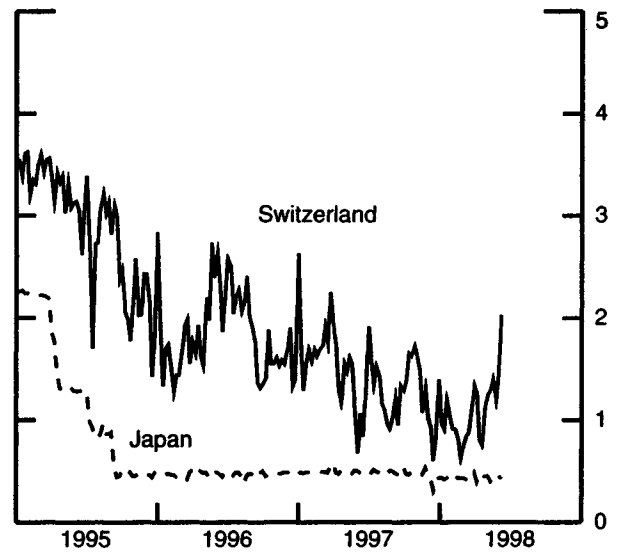
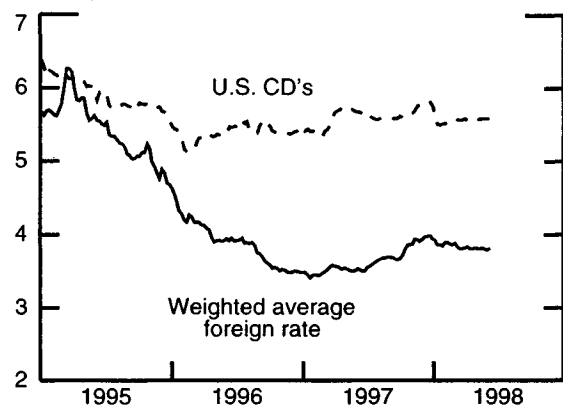


Chart 5

3-Month Interest Rates (Weekly series)

Percent per annum



Percent per annum

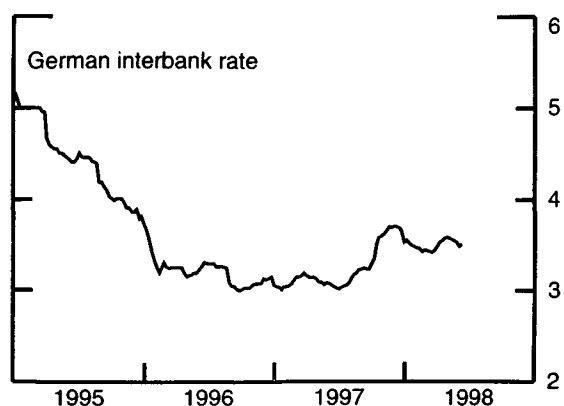
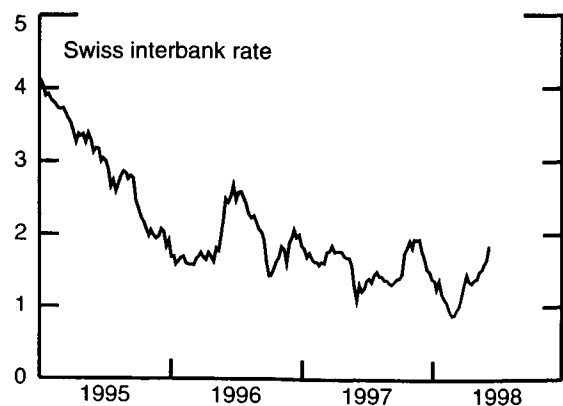
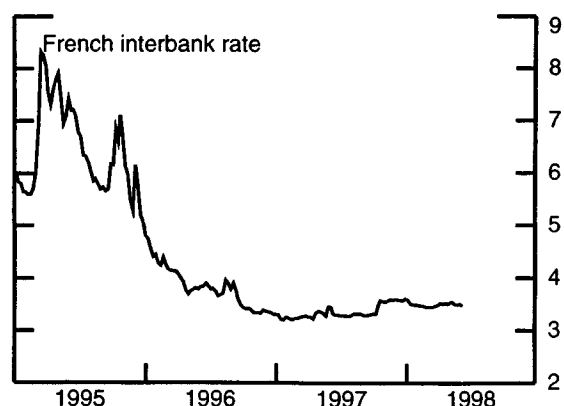
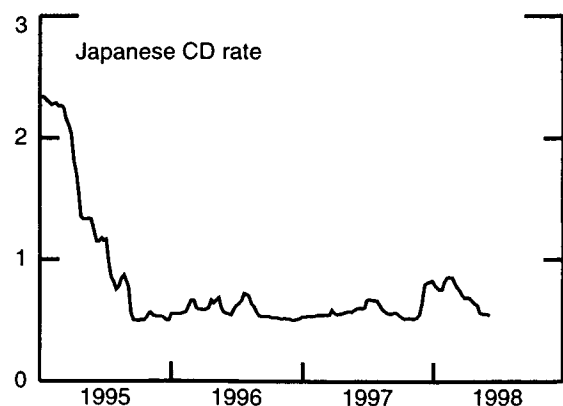
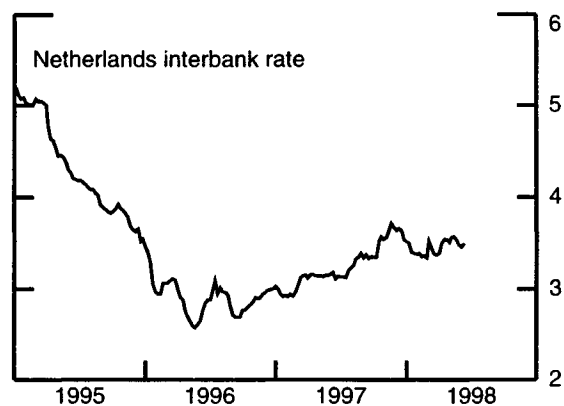
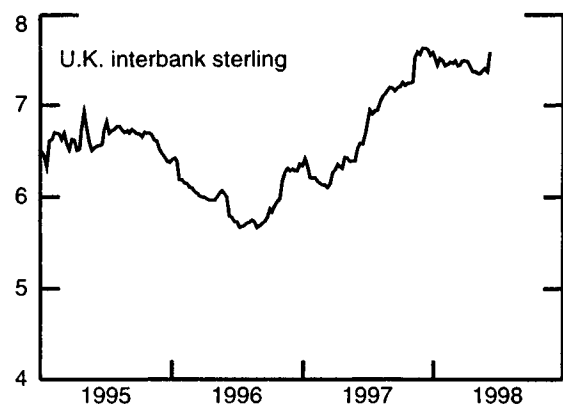
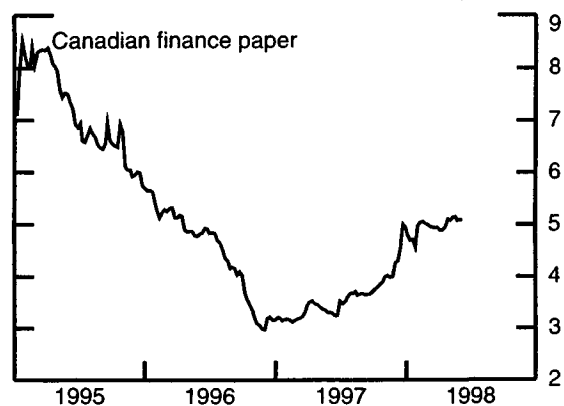
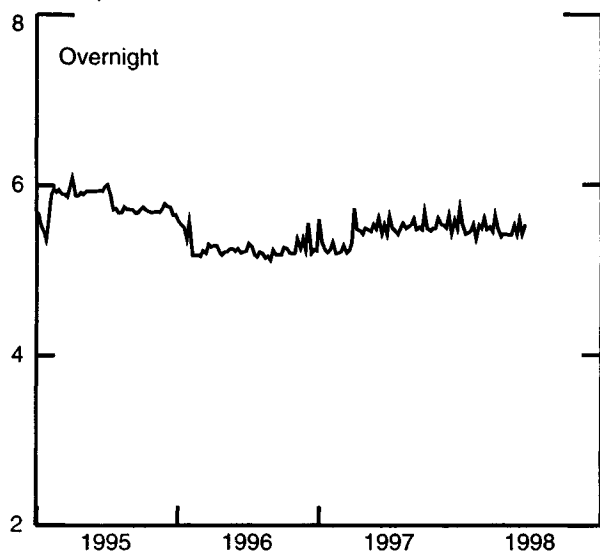


Chart 6

Euro-Dollar Deposit Rates, London

(Averages for week ending Wednesday)

Percent per annum



Percent per annum

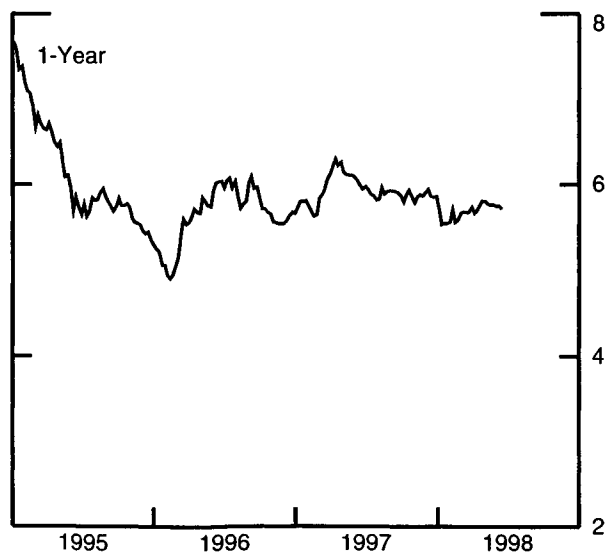
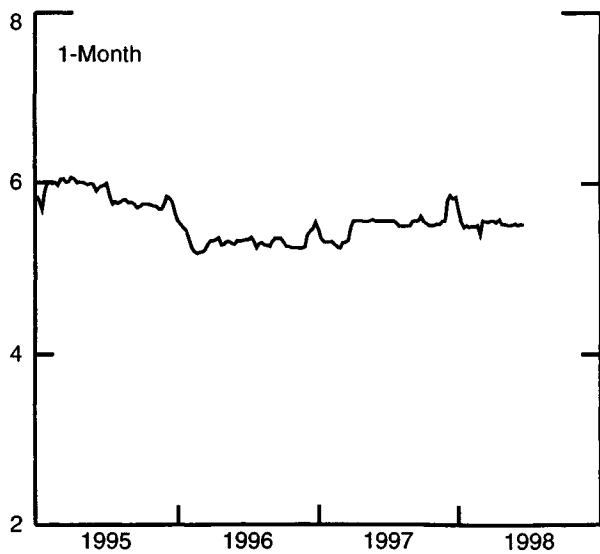
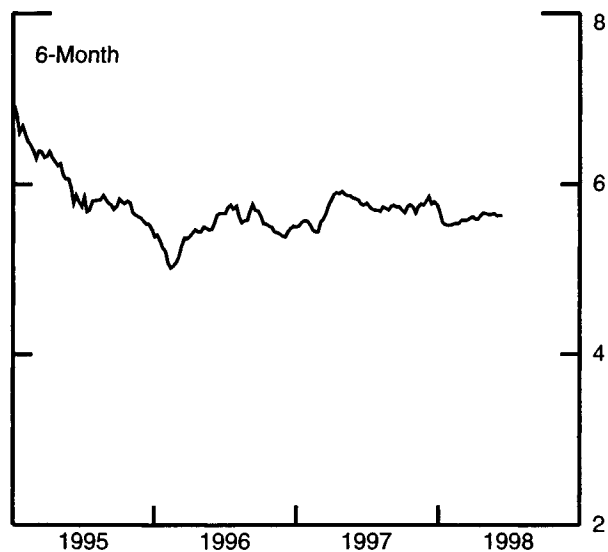
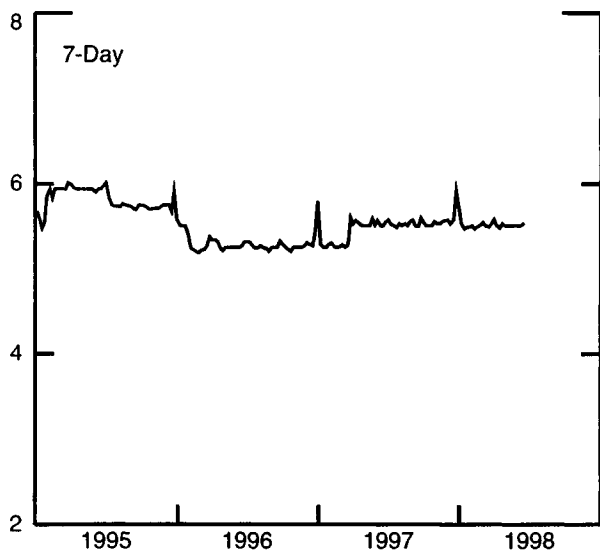
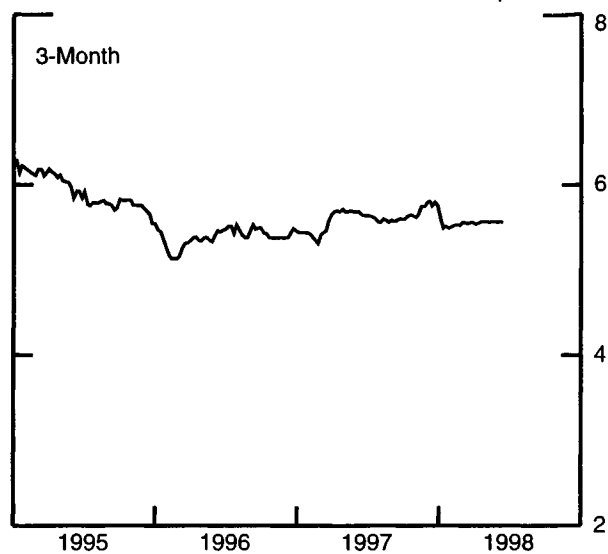


Chart 7

Selected Euro-Dollar and U.S. Money Market Rates

Differential: Plus(+), Favors Borrowing in U.S.
(Averages for week ending Wednesday)

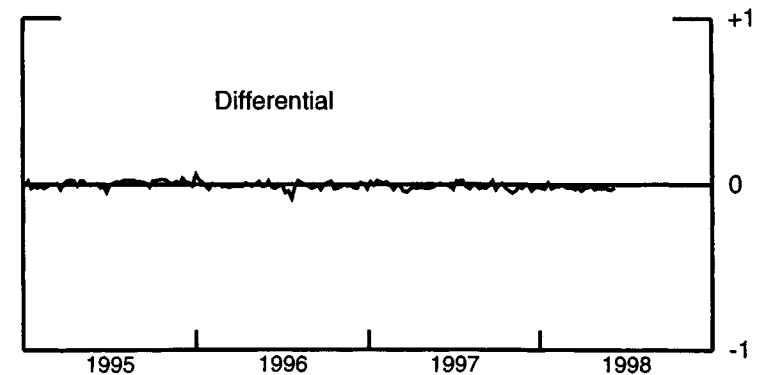
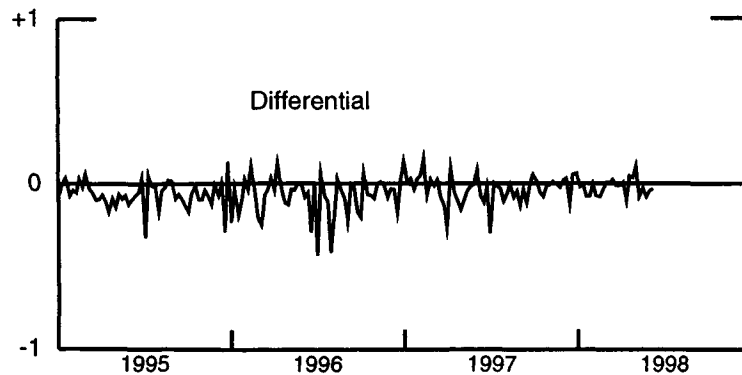
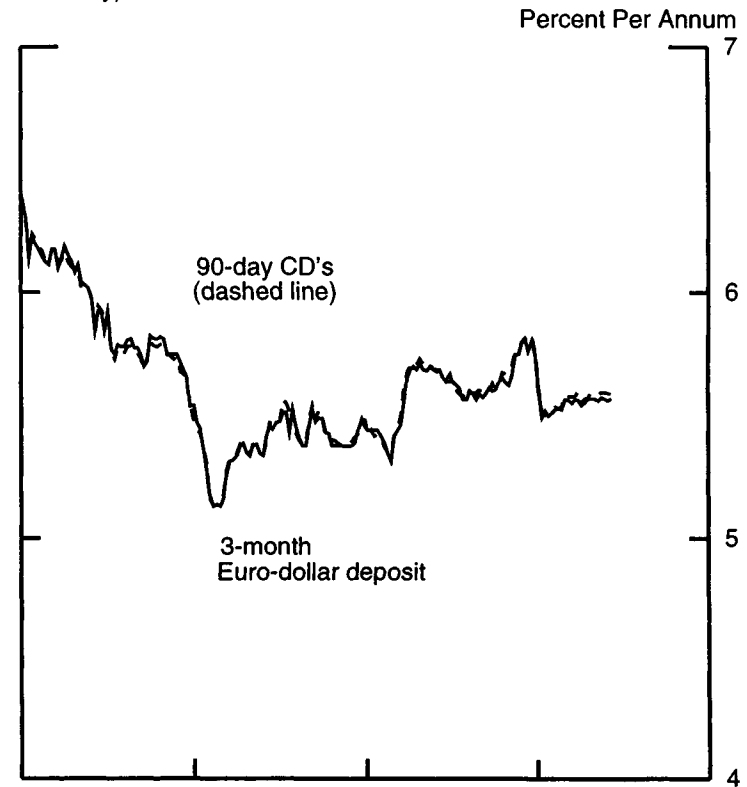
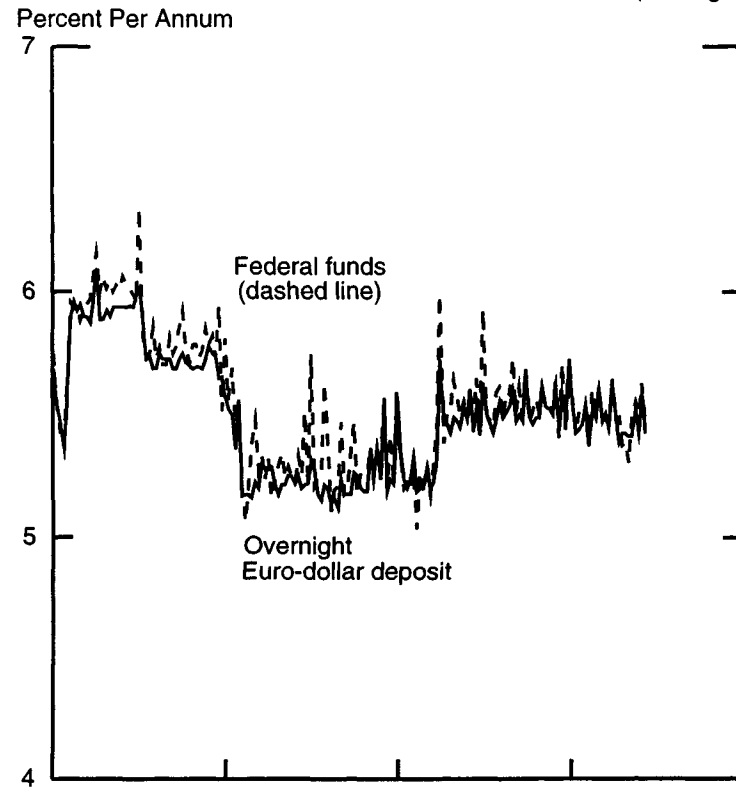
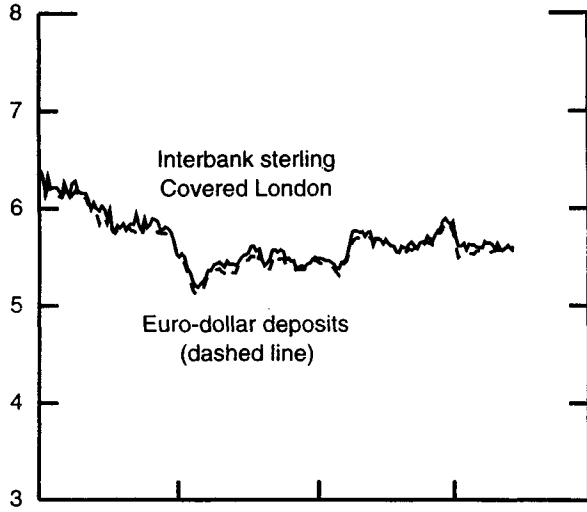


Chart 8

Interest Arbitrage: 3-Month Funds

Differential: plus(+), indicates favor dollar assets
(Average for week ending Wednesday)

Percent per annum



Percent per annum

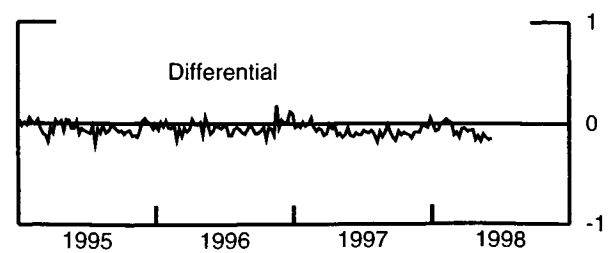
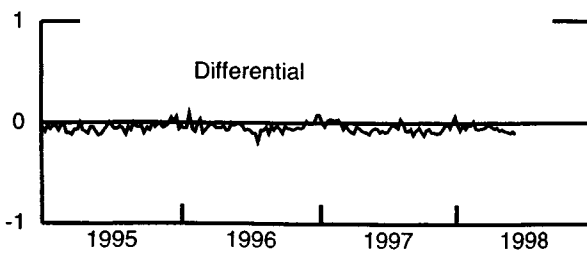
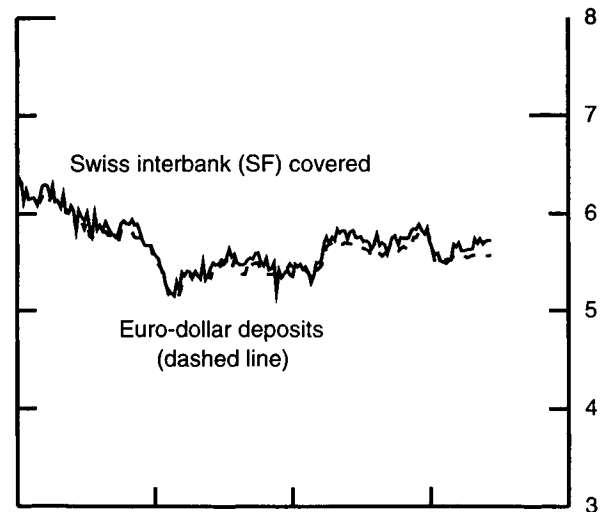
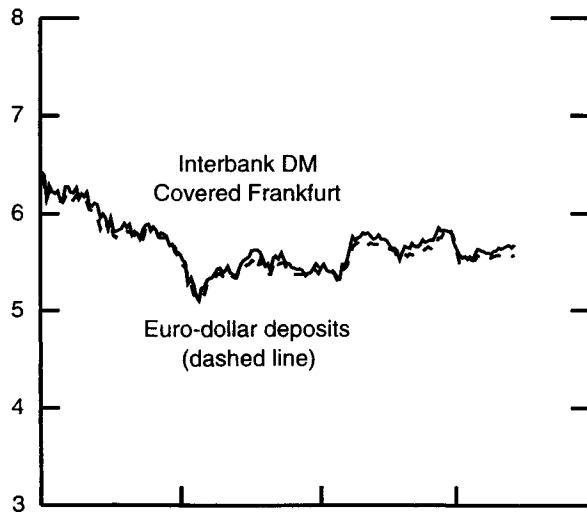
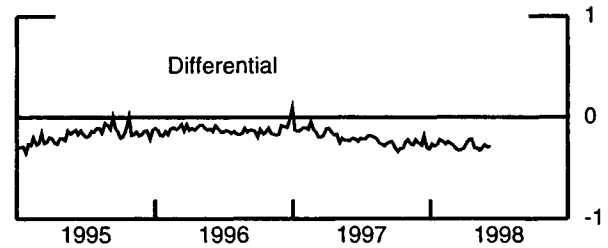
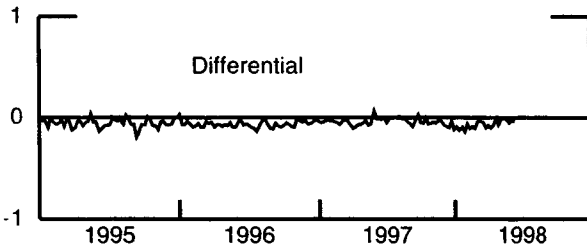
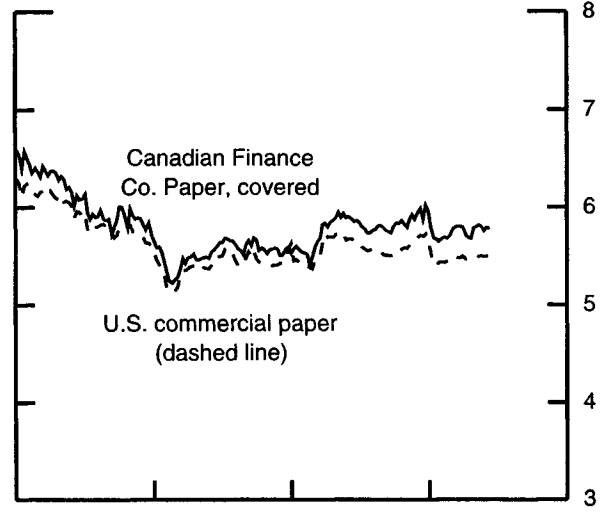
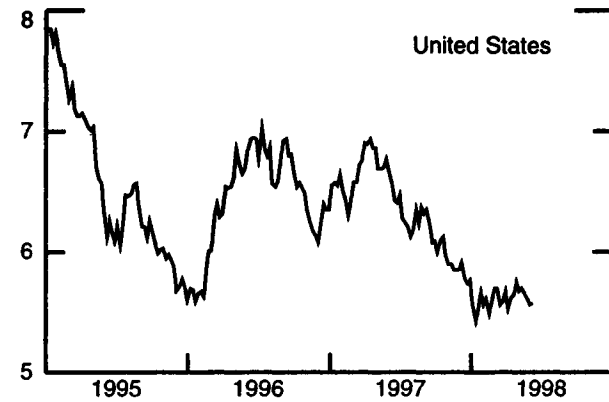


Chart 9

Long-Term Government Bond Yields (Weekly series)

Percent per annum



Percent per annum

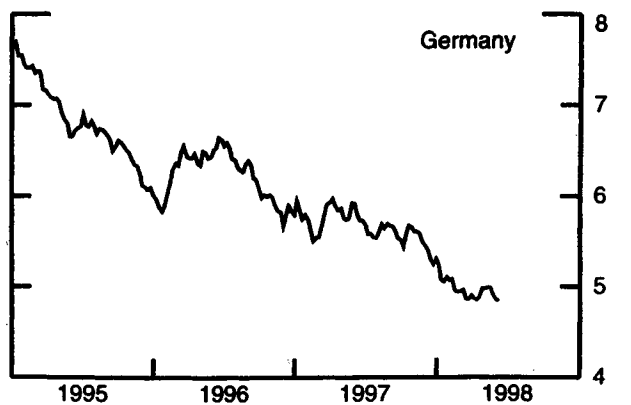
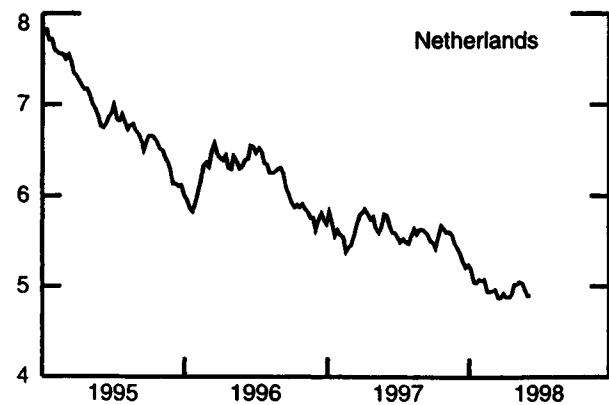
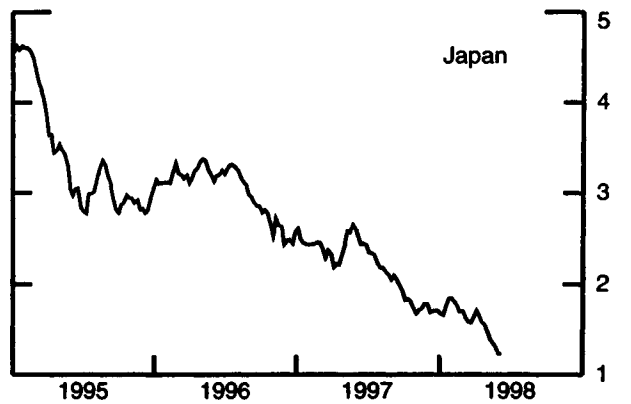
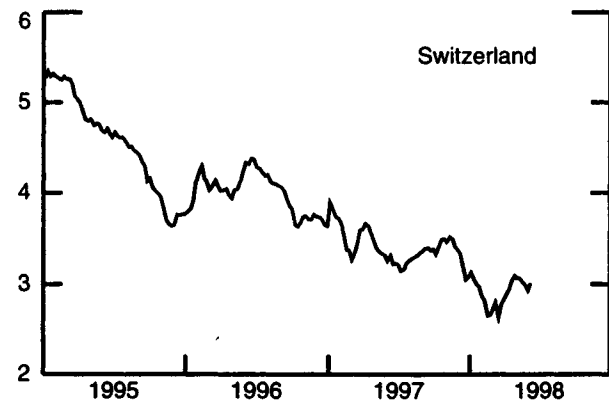
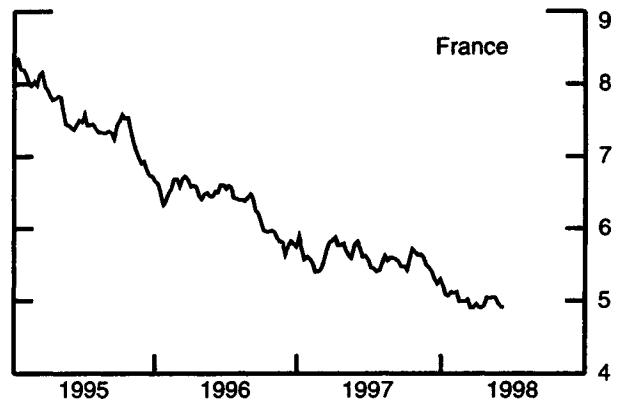
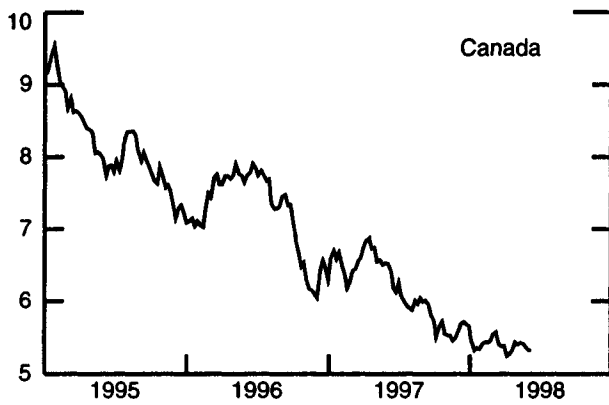
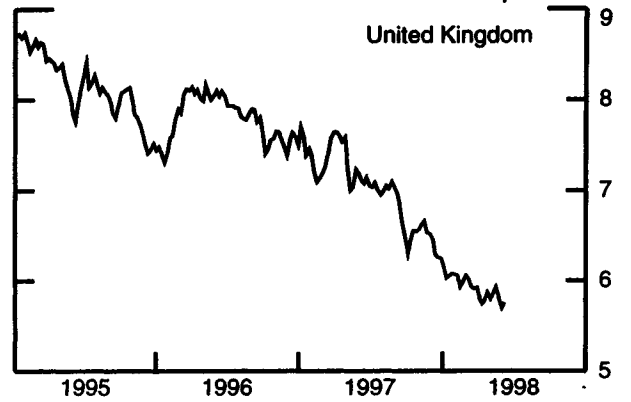
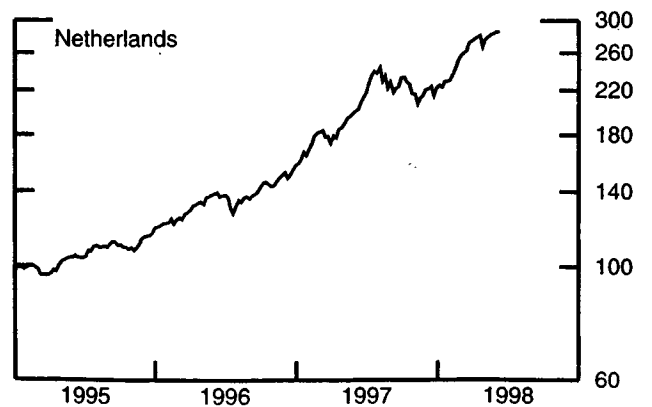
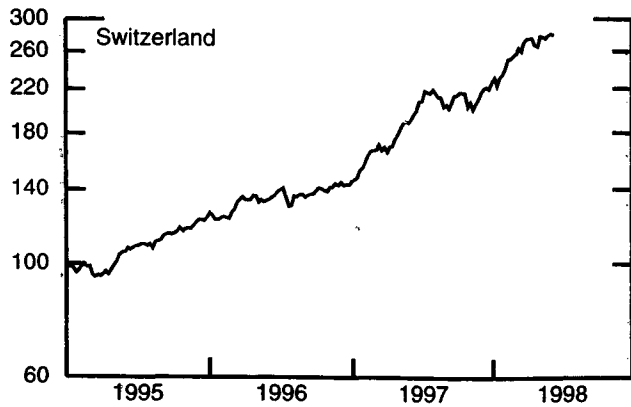
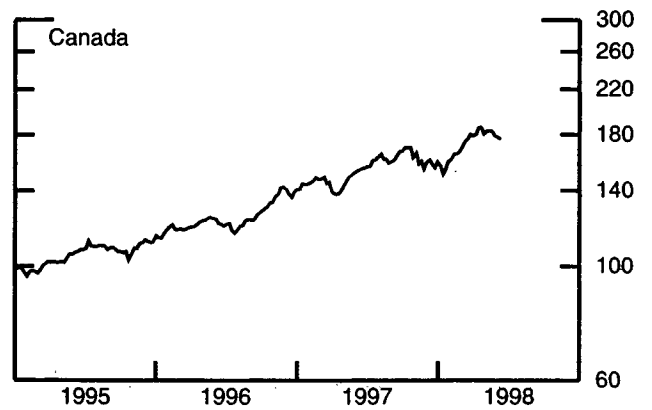
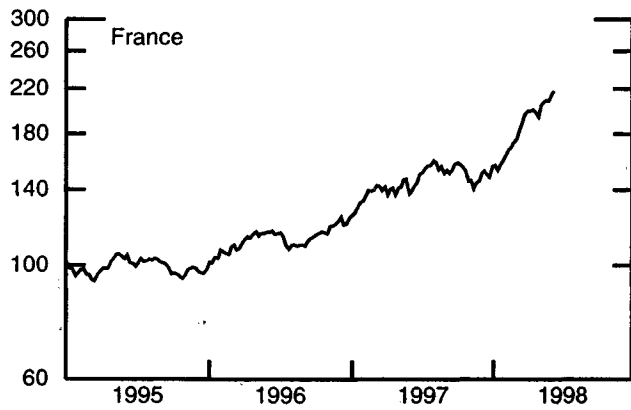
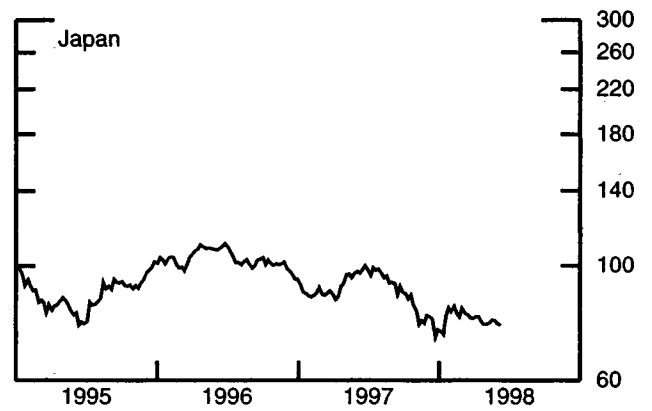
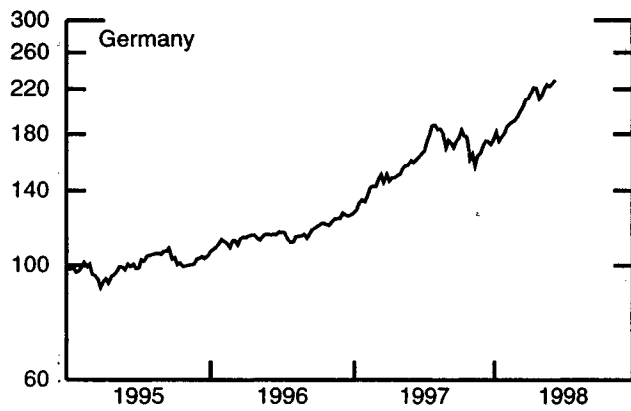
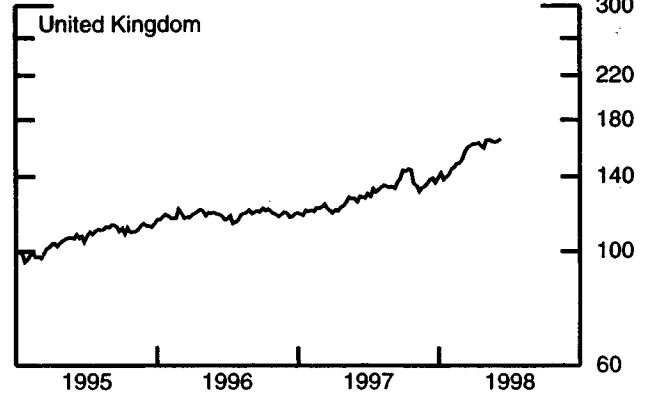
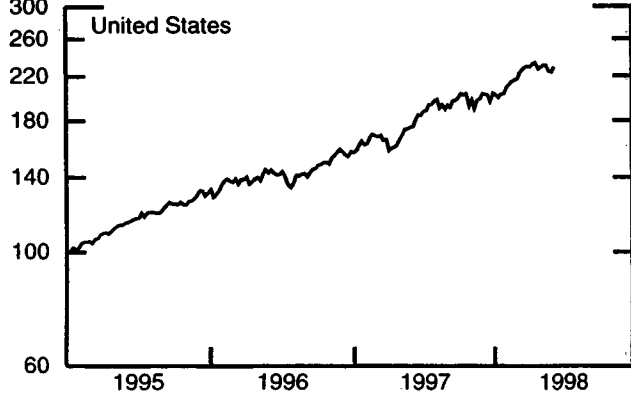


Chart 10

Stock Indices (Weekly series)

Ratio scale
End-1994=100

Ratio scale
End-1994=100



13-May-98 20-May-98 27-May-98 3-Jun-98 10-Jun-98

Chart 1. Spot Exchange Rates and Indices

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

Belgian franc	2.7323	2.7204	2.7443	2.7252	2.7254
Canadian dollar	69.568	68.980	68.862	68.712	68.487
French franc	16.819	16.734	16.878	16.763	16.759
German mark	56.393	56.123	56.592	56.190	56.203
Italian lira	0.05719	0.05690	0.05739	0.05703	0.05707
Japanese yen	0.74965	0.73869	0.73241	0.72017	0.71391
Netherlands guilder	50.048	49.796	50.212	49.870	49.873
Swiss franc	67.594	67.402	68.124	67.643	67.683
U.K. pound	163.64	162.77	163.28	163.50	163.39

Indices, March 1973 base rates = 100

Belgian franc	107.66	107.20	108.14	107.39	107.39
Canadian dollar	69.34	68.75	68.63	68.48	68.26
French franc	75.79	75.41	76.06	75.54	75.52
German mark	158.64	157.88	159.20	158.07	158.10
Italian lira	32.83	32.66	32.94	32.73	32.76
Japanese yen	196.28	193.41	191.77	188.56	186.92
Netherlands guilder	143.68	142.95	144.15	143.17	143.17
Swiss franc	217.46	216.84	219.16	217.62	217.75
U.K. pound	66.19	65.83	66.04	66.13	66.08

Weighted average exchange value indices, March 1973=100

Belgian franc	107.53	107.66	108.27	108.09	108.25
Canadian dollar	67.01	66.79	66.42	66.66	66.52
French franc	72.98	73.01	73.43	73.32	73.41
German mark	172.56	172.70	173.71	173.37	173.69
Italian lira	29.64	29.66	29.82	29.79	29.85
Japanese yen	211.53	209.36	206.56	203.95	202.26
Netherlands guilder	146.50	146.57	147.34	147.12	147.34
Swedish krona	56.66	56.08	55.99	55.76	55.54
Swiss franc	221.16	221.76	223.41	223.04	223.48
U.K. pound	63.04	63.05	63.03	63.50	63.55
U.S. dollar	99.32	100.02	99.58	100.28	100.45

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

Canadian dollar	0.69	0.67	0.70	0.70	0.71
French franc	2.10	2.14	2.15	2.15	2.14
German mark	2.06	2.09	2.12	2.14	2.15
Italian lira	0.67	0.60	0.57	0.51	0.59
Japanese yen	5.36	5.37	5.37	5.38	5.35
Netherlands guilder	2.08	2.13	2.15	2.16	2.19
Swiss franc	4.22	4.15	4.10	4.05	3.84
U.K. pound	-1.75	-1.76	-1.76	-1.76	-1.95

Chart 3. Gold Price in London, Afternoon Fixing

U.S. dollars per fine ounce	299.17	299.33	298.18	291.80	293.16
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Chart 4. Call Money Rates

U.S. federal funds	5.49	5.55	5.51	5.63	5.46
Overnight Euro-dollar deposits	5.41	5.53	5.43	5.59	5.43
Canada	4.73	4.80	4.75	4.77	4.70
France	3.38	3.38	3.38	3.38	3.38
Germany	3.34	3.34	3.32	3.30	3.37
Japan	0.40	0.44	0.42	0.46	0.43
Netherlands	3.30	3.21	3.07	3.45	3.35
Switzerland	1.30	1.40	1.20	1.47	2.03
United Kingdom	6.93	7.50	6.88	6.90	6.90

13-May-98 20-May-98 27-May-98 3-Jun-98 10-Jun-98

Chart 5. 3-Month Interest Rates

U.S. 90-day CD's, secondary market	5.58	5.60	5.60	5.59	5.59
Canadian finance paper	5.12	5.13	5.06	5.08	5.07
French interbank rate	3.53	3.49	3.49	3.50	3.47
German interbank rate	3.57	3.56	3.53	3.49	3.51
Japanese CD rate	0.56	0.55	0.55	0.55	0.54
Netherlands interbank rate	3.57	3.54	3.48	3.46	3.49
Swiss interbank rate	1.50	1.52	1.60	1.66	1.86
U.K. interbank sterling	7.35	7.39	7.41	7.38	7.59
Weighted average foreign interest rate (G-10 Countries)	3.82	3.82	3.81	3.80	3.82

Chart 6. Euro-Dollar Deposit Rates

Overnight	5.41	5.53	5.43	5.59	5.43
7-day	5.50	5.50	5.50	5.50	5.50
1-month	5.51	5.52	5.53	5.51	5.53
3-month	5.56	5.58	5.57	5.56	5.57
6-month	5.64	5.64	5.65	5.63	5.63
1-year	5.78	5.76	5.77	5.75	5.76

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

Overnight Euro-dollar deposits	5.41	5.53	5.43	5.59	5.43
U.S. federal funds	5.49	5.55	5.51	5.63	5.46
Differential	-0.08	-0.03	-0.08	-0.04	-0.03
3-month Euro-dollar deposit	5.56	5.58	5.57	5.56	5.57
U.S. 90-day CD's, secondary market	5.58	5.60	5.60	5.59	5.59
Differential	-0.02	-0.02	-0.03	-0.03	-0.02

Chart 8. Interest Arbitrage, 3-Month Funds

Euro-dollar deposit	5.56	5.58	5.57	5.56	5.57
Interbank sterling (London), covered	5.56	5.59	5.62	5.58	5.60
Differential	-0.00	-0.02	-0.05	-0.02	-0.03
U.S. commercial paper	5.49	5.51	5.50	5.50	5.50
Canadian finance paper, covered	5.82	5.81	5.76	5.80	5.79
Differential	-0.32	-0.30	-0.26	-0.29	-0.29
Euro-dollar deposit	5.56	5.58	5.57	5.56	5.57
Interbank DM (Frankfurt), covered	5.65	5.67	5.67	5.65	5.68
Differential	-0.09	-0.09	-0.10	-0.08	-0.11
Euro-dollar deposit	5.56	5.58	5.57	5.56	5.57
Swiss interbank, covered	5.74	5.69	5.71	5.73	5.72
Differential	-0.18	-0.11	-0.14	-0.16	-0.15

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

Canada	5.43	5.41	5.36	5.32	5.32
France	5.05	5.04	4.97	4.91	4.92
Germany	5.00	4.99	4.91	4.86	4.86
Japan	1.39	1.35	1.31	1.23	1.23
Switzerland	3.06	3.02	2.99	2.93	3.00
Netherlands	5.05	5.04	4.96	4.90	4.90
United Kingdom	5.87	5.94	5.82	5.70	5.75
United States	5.70	5.65	5.61	5.56	5.57

Chart 10. Stock Indices (Wednesday figures)

Canada	182.92	182.63	179.01	177.83	176.42
France	207.42	208.82	208.20	215.12	217.67
Germany	220.53	224.70	222.93	226.12	229.43
Japan	77.39	78.61	78.40	77.31	76.88
Netherlands	278.81	282.09	283.09	285.11	285.18
Switzerland	276.98	274.70	278.35	280.26	279.16
United Kingdom	165.17	163.82	163.26	163.44	165.52
United States	230.81	230.59	224.73	223.73	228.89

Indices (in order, rebased to end-1994=100) are Toronto Composite, SBF250, FAZ Aktien, Tokyo SE (Topix), CBS All-General, Swiss Performance Index, Financial Times Ordinary, NYSE Composite