

Selected Interest & Exchange Rates

Weekly Series of Charts

June 29, 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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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

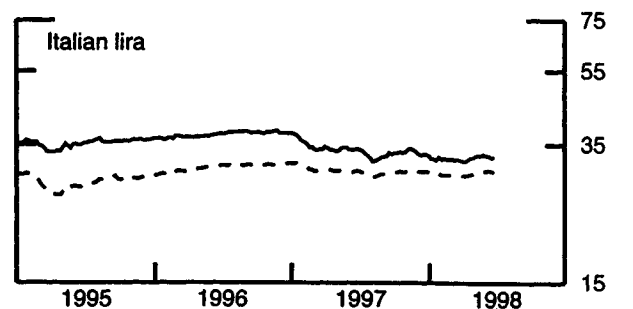
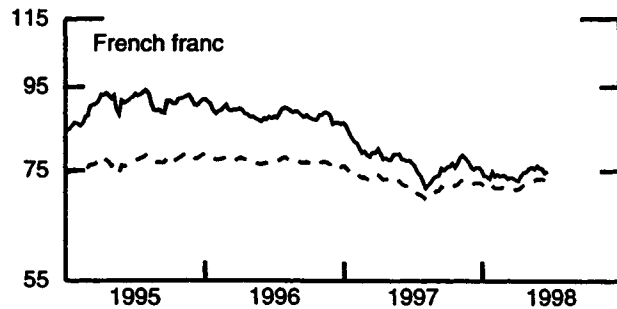
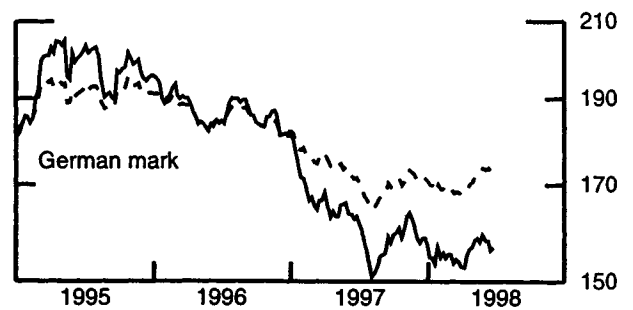
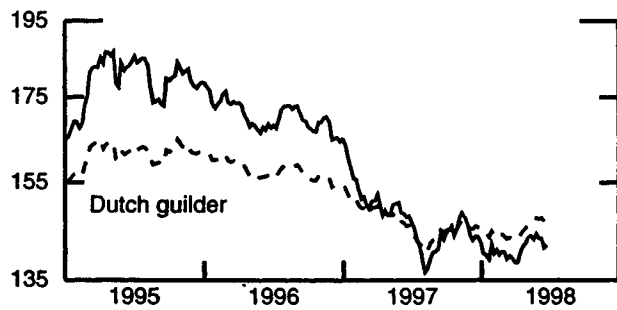
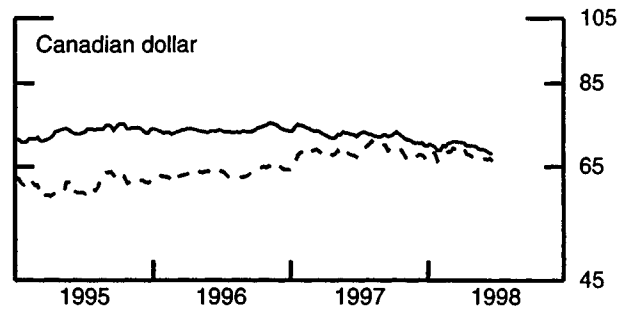
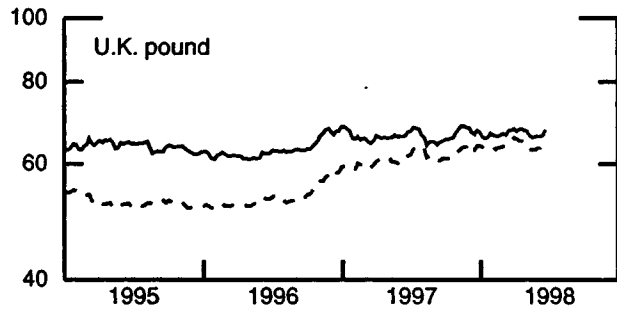
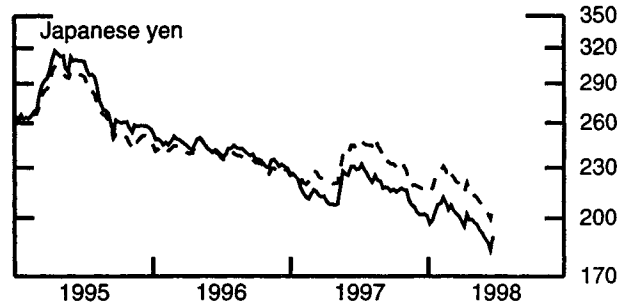
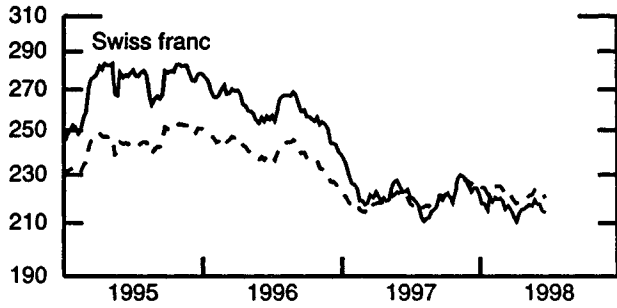
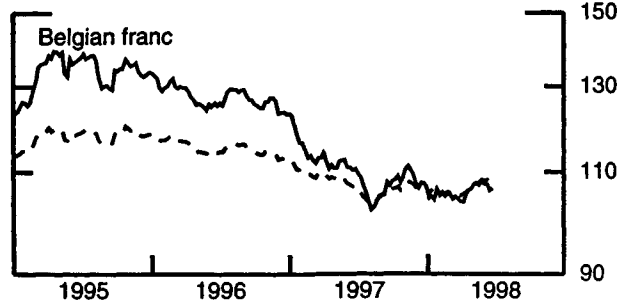
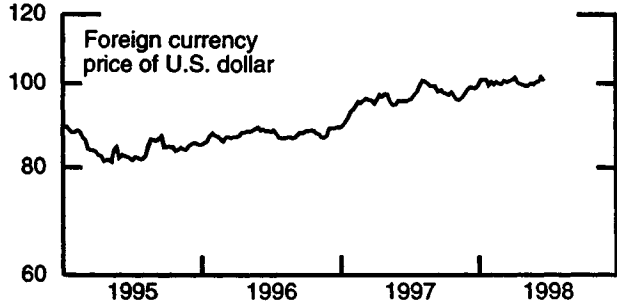
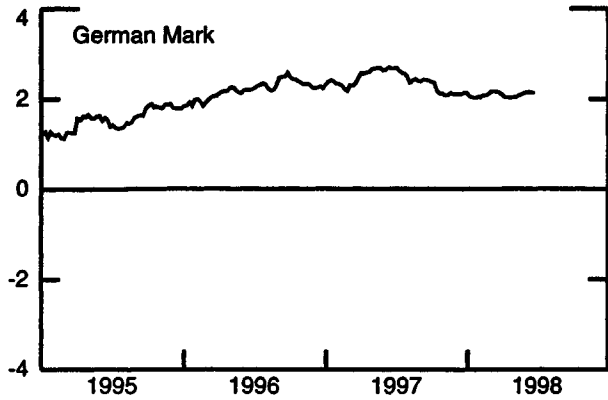


Chart 2

3-Month Forward Exchange Rates

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

Percent per annum



Percent per annum

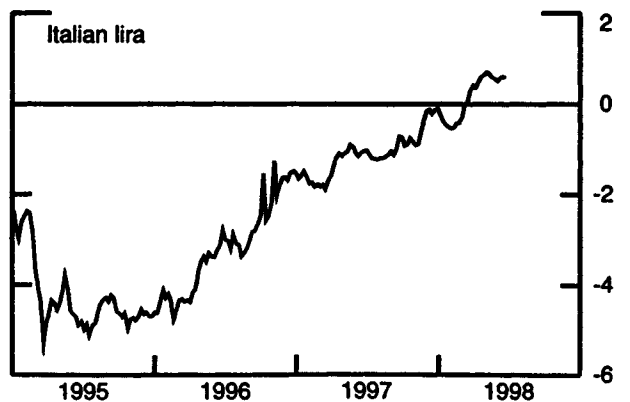
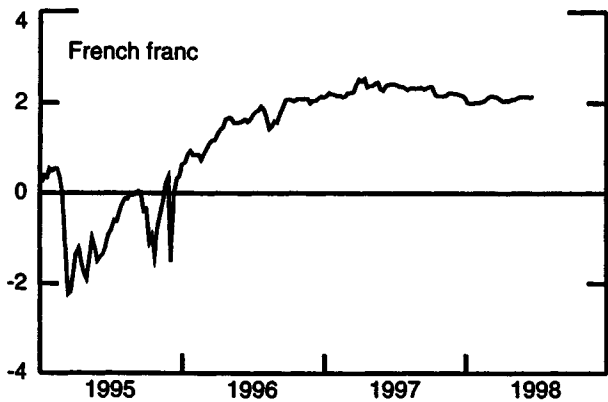
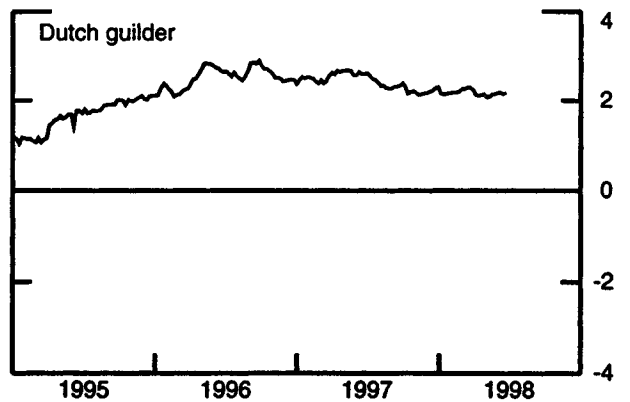
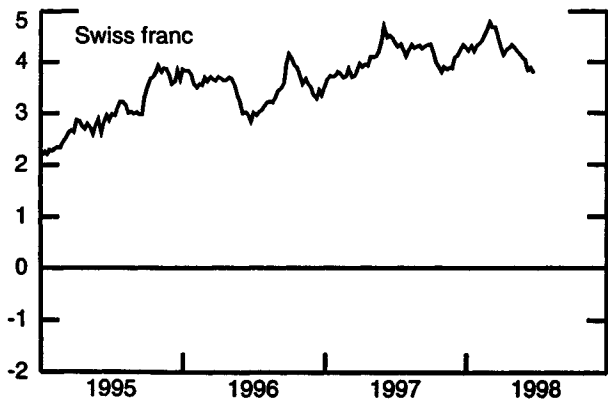
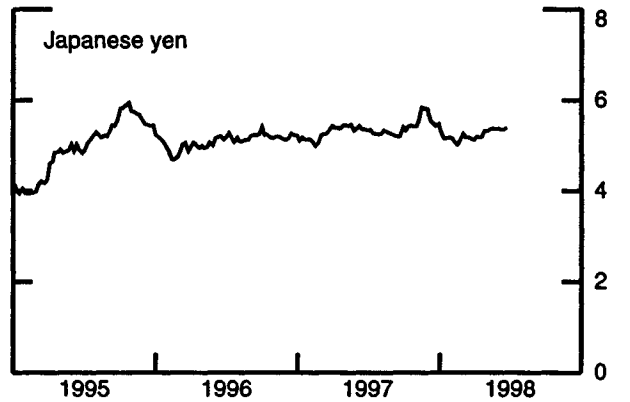
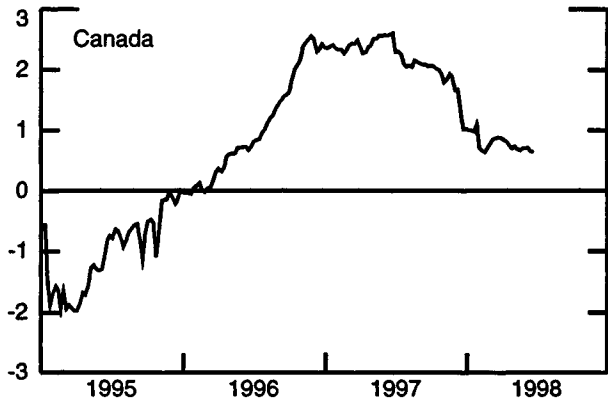
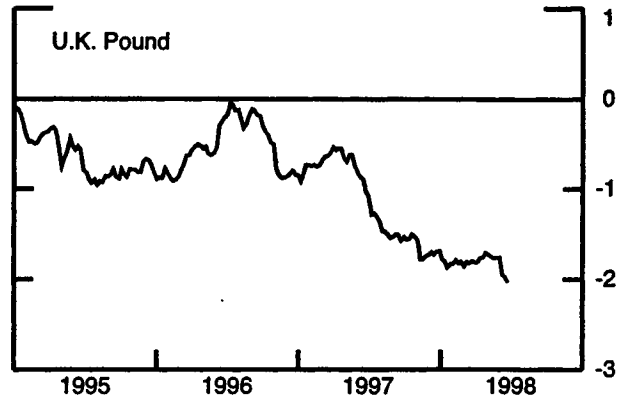


Chart 3

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

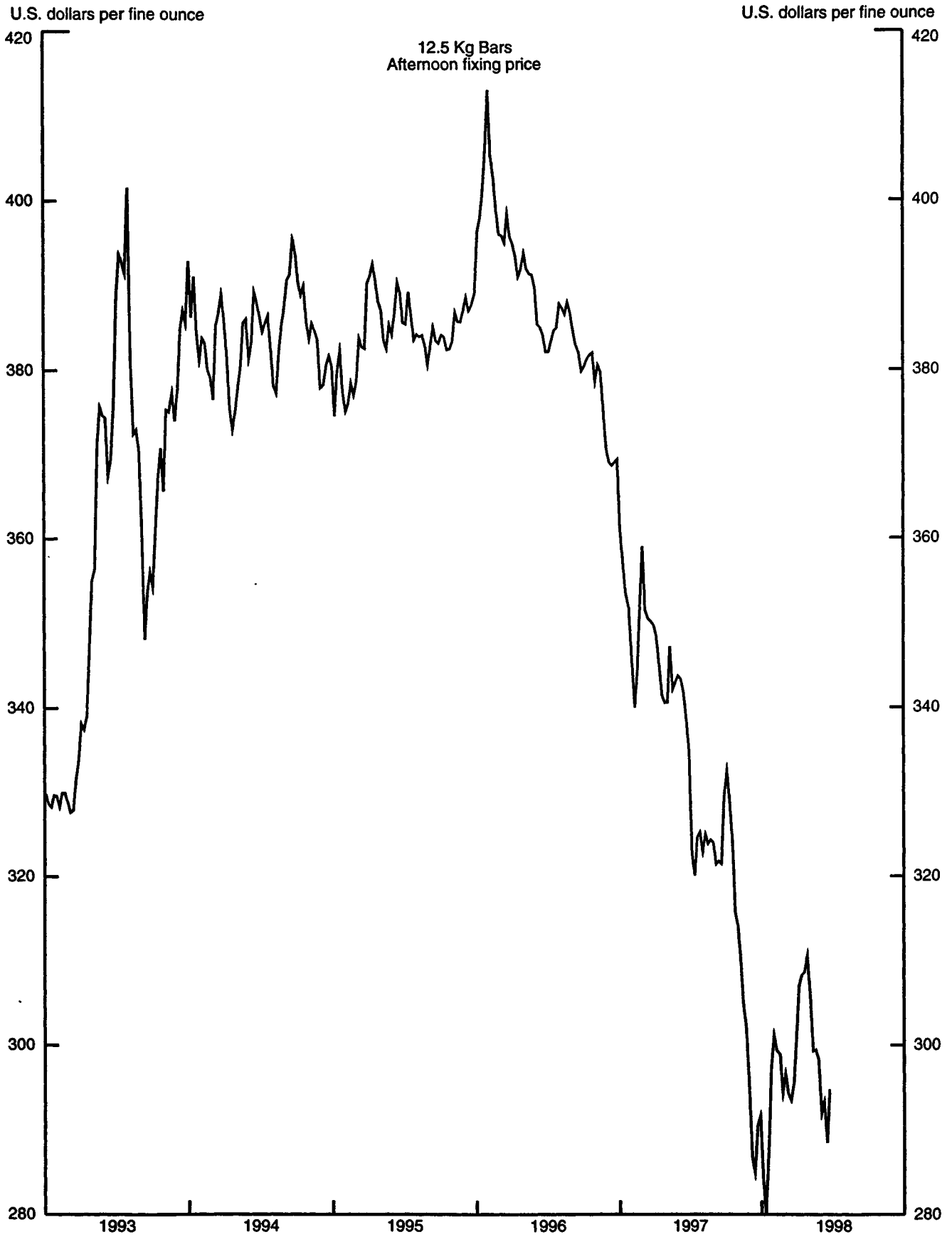
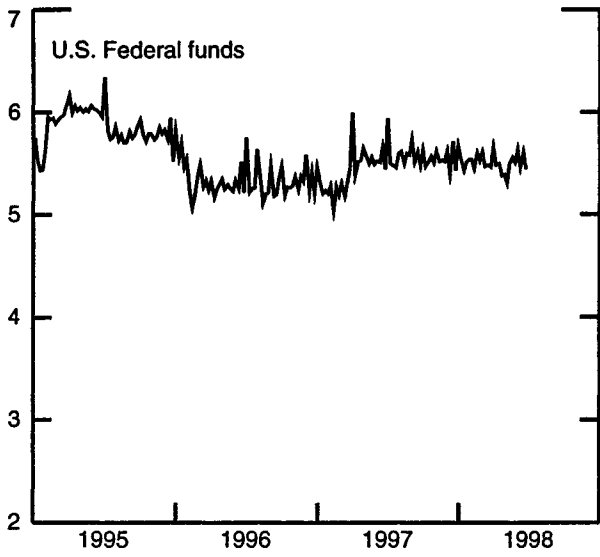


Chart 4

Call Money Rates (Weekly series)

Percent per annum



Percent per annum

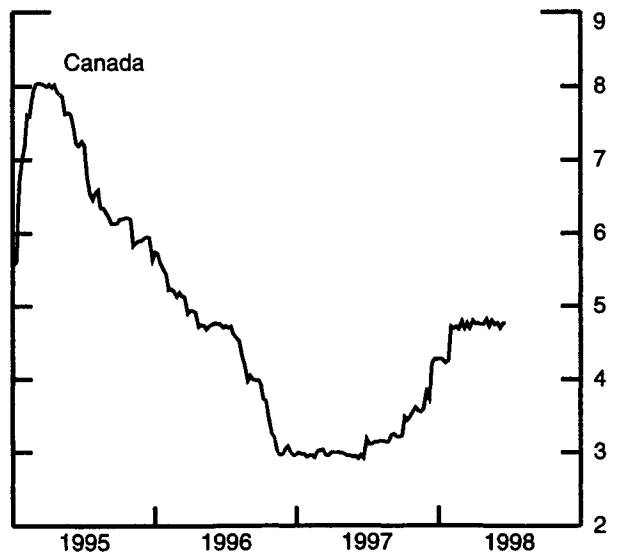
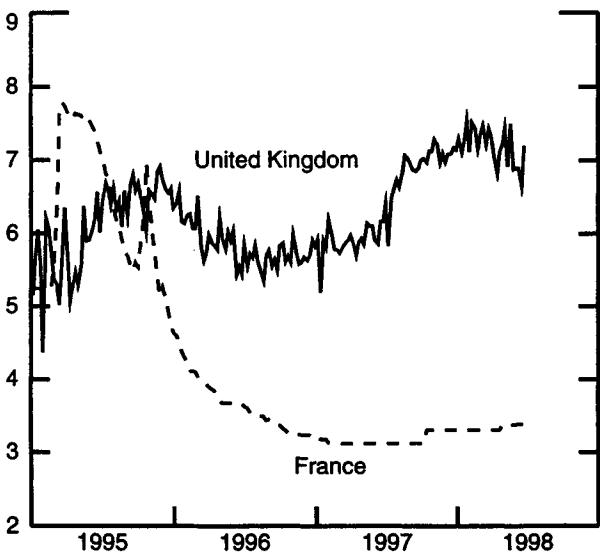
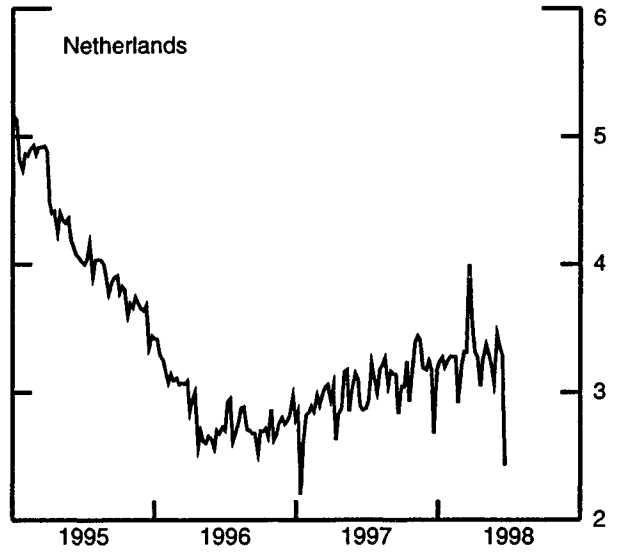
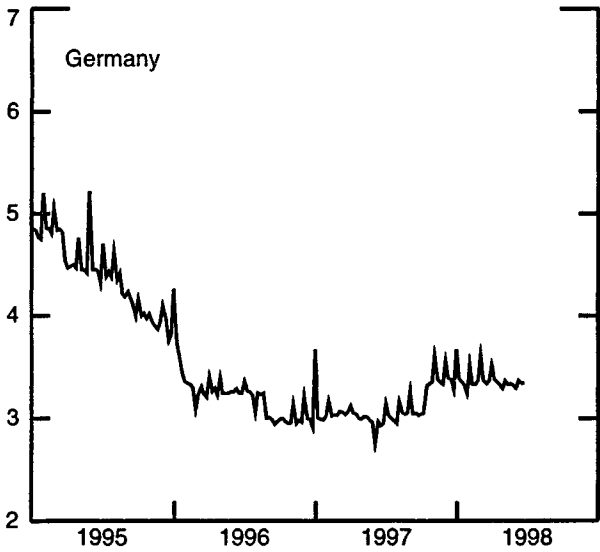
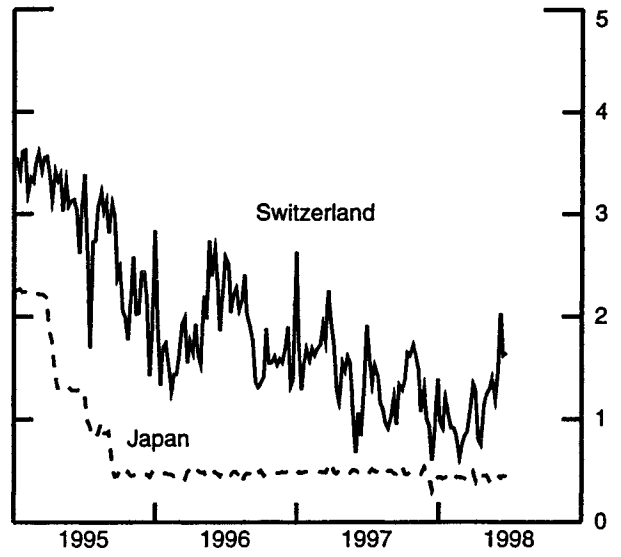
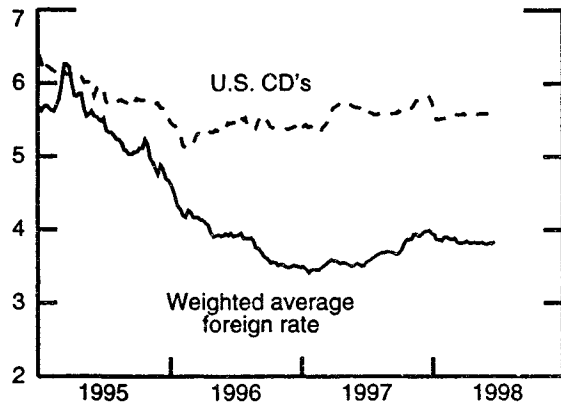


Chart 5

3-Month Interest Rates

(Weekly series)

Percent per annum



Percent per annum

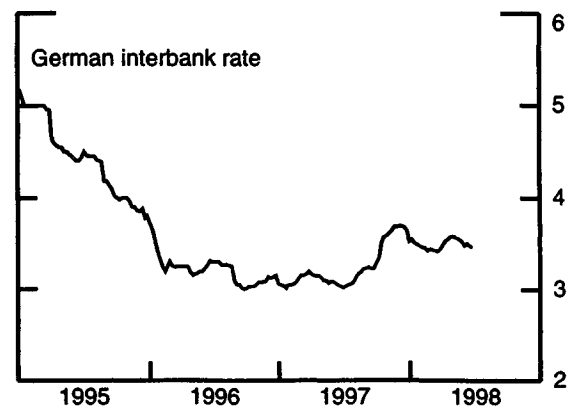
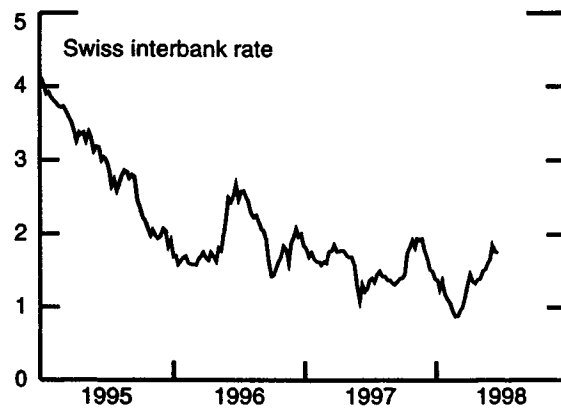
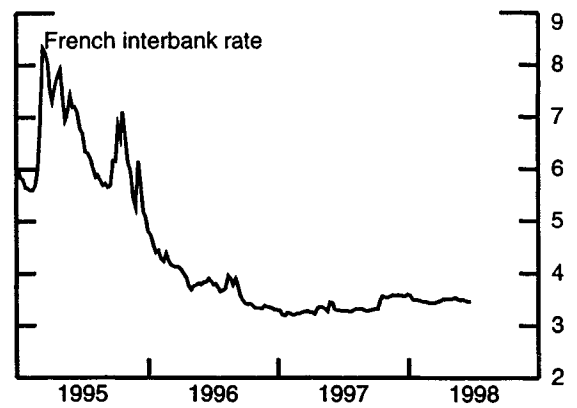
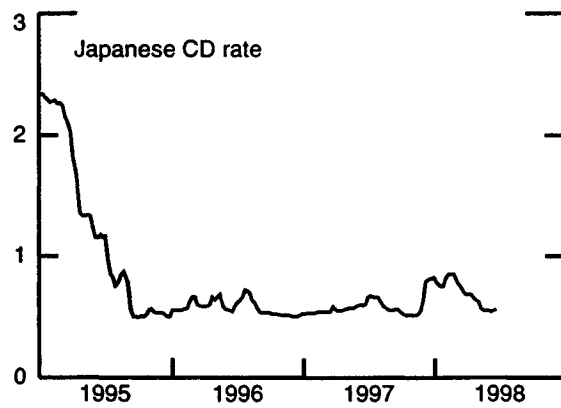
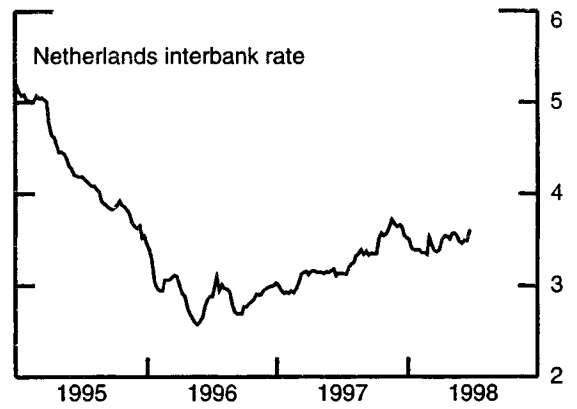
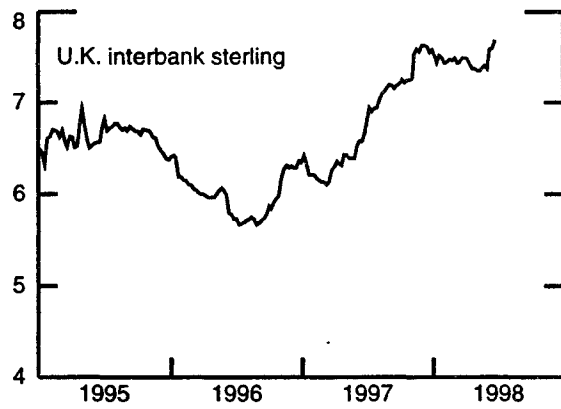
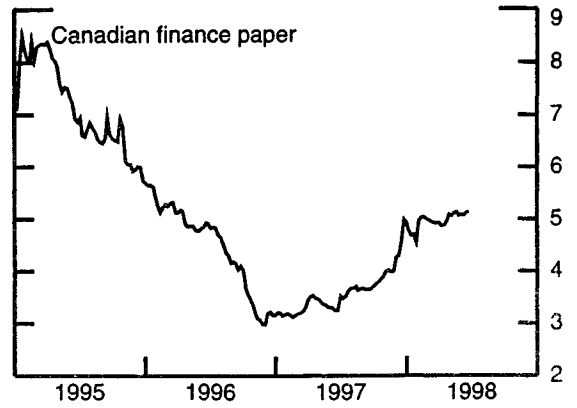
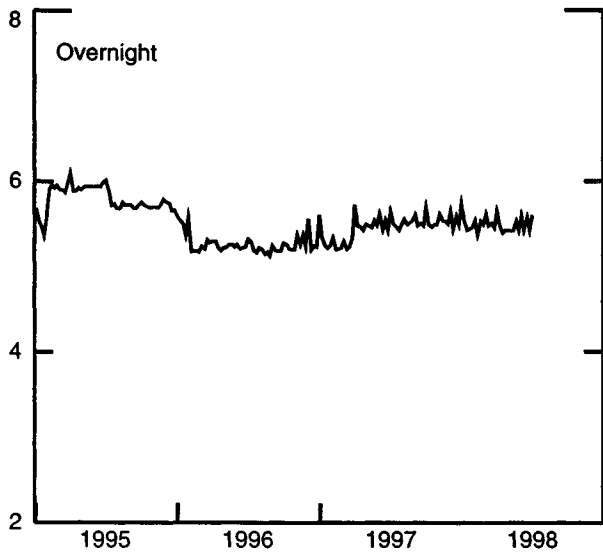


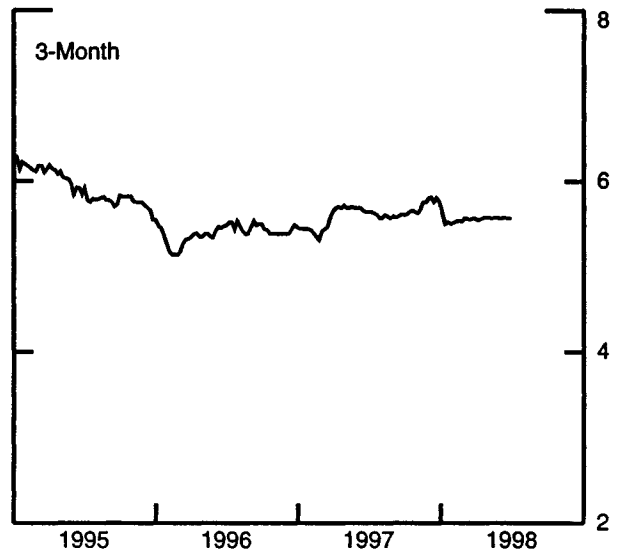
Chart 6

Euro-Dollar Deposit Rates, London (Averages for week ending Wednesday)

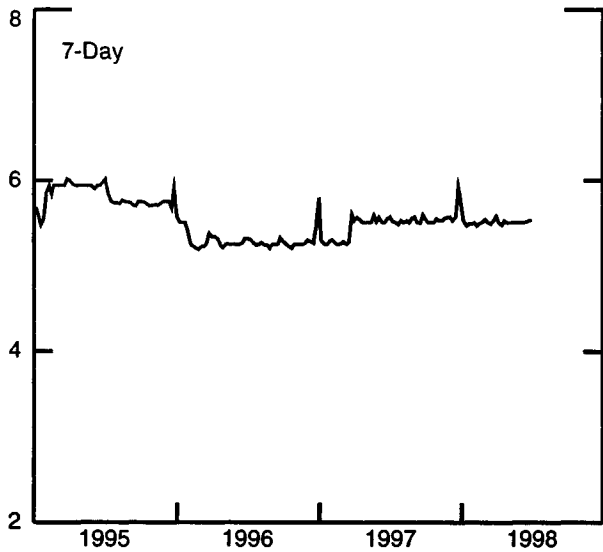
Percent per annum



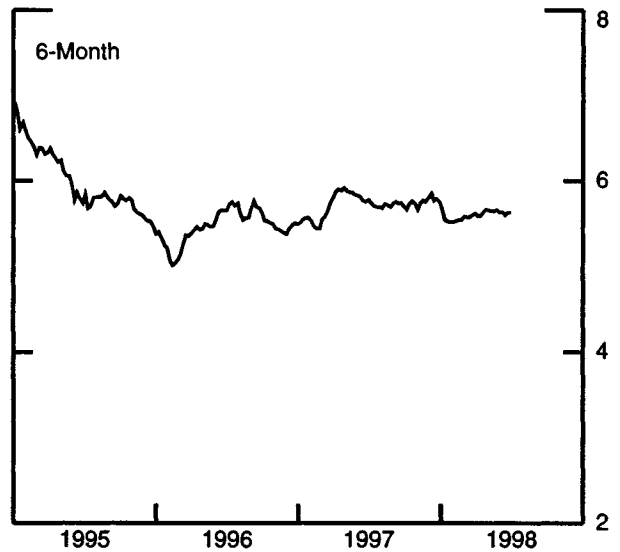
Percent per annum



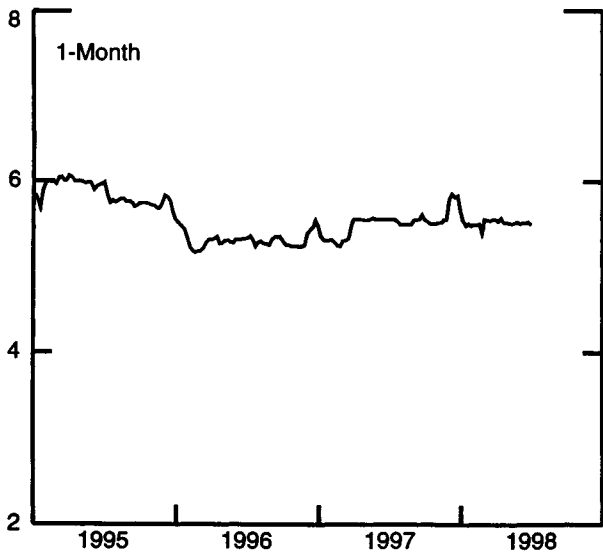
7-Day



6-Month



1-Month



1-Year

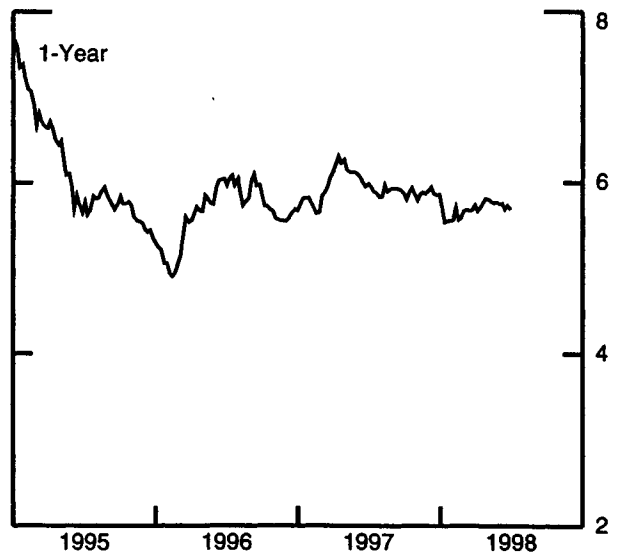


Chart 7

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

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

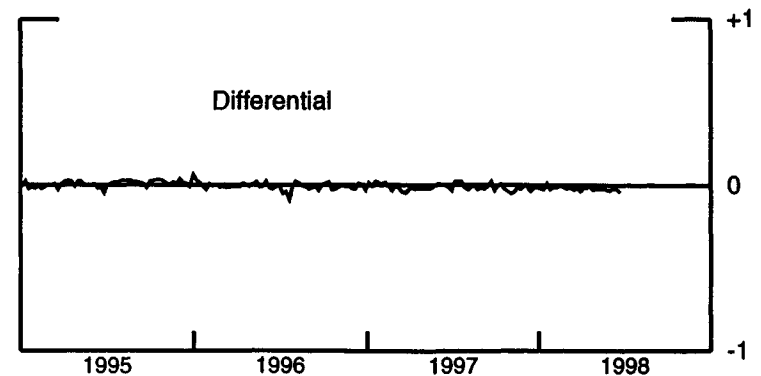
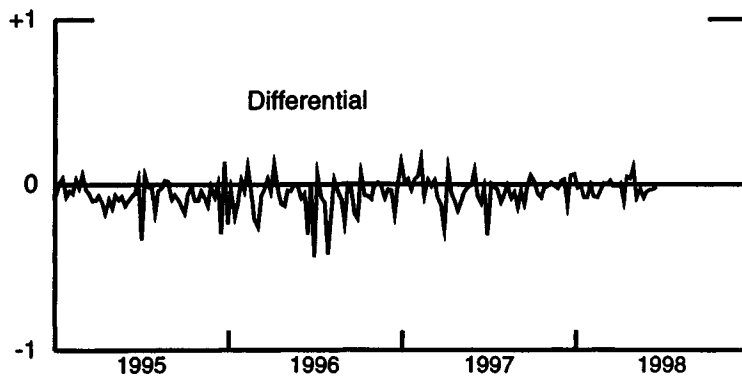
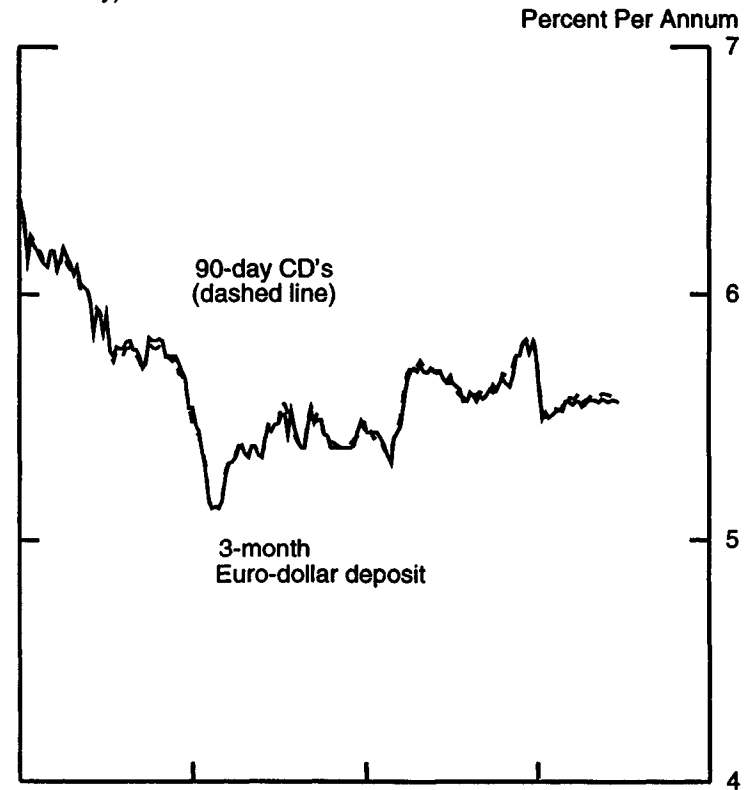
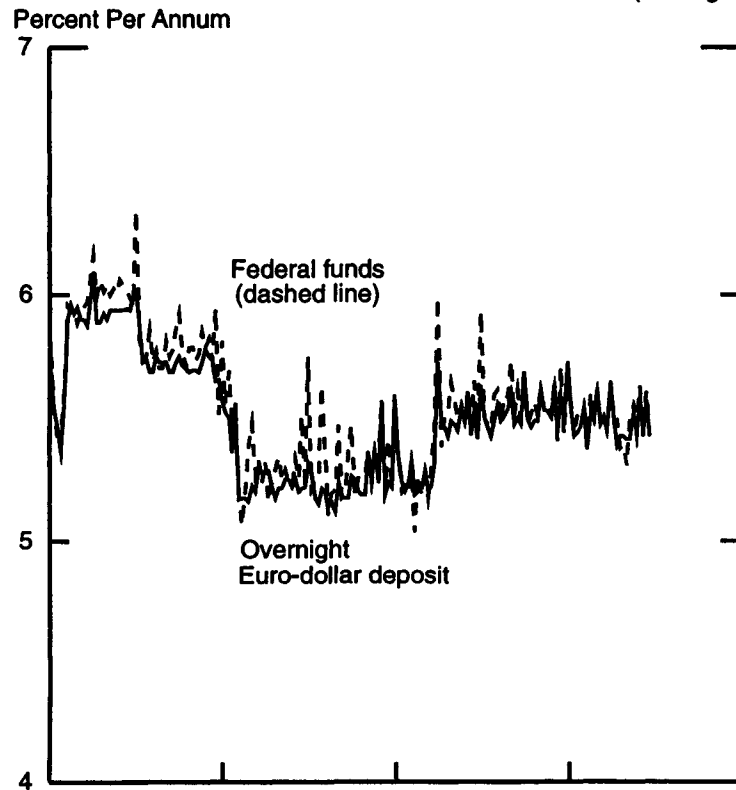
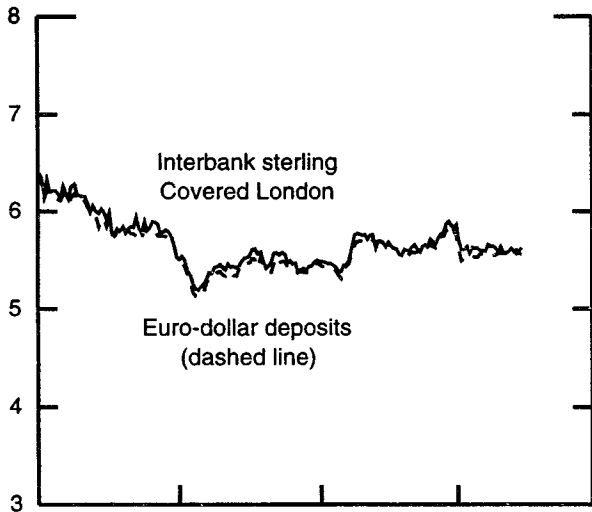


Chart 8

Interest Arbitrage: 3-Month Funds

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

Percent per annum



Percent per annum

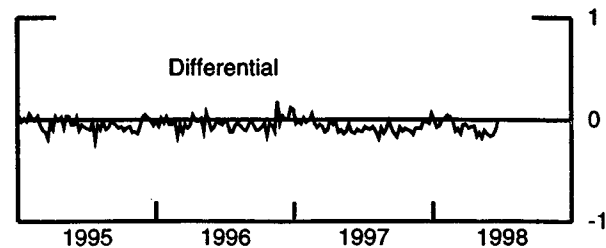
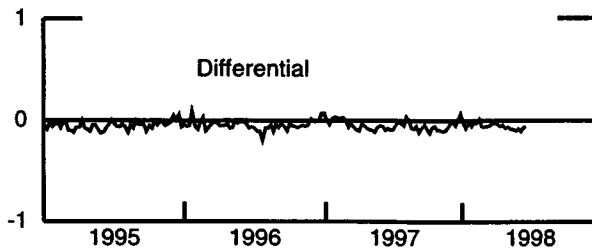
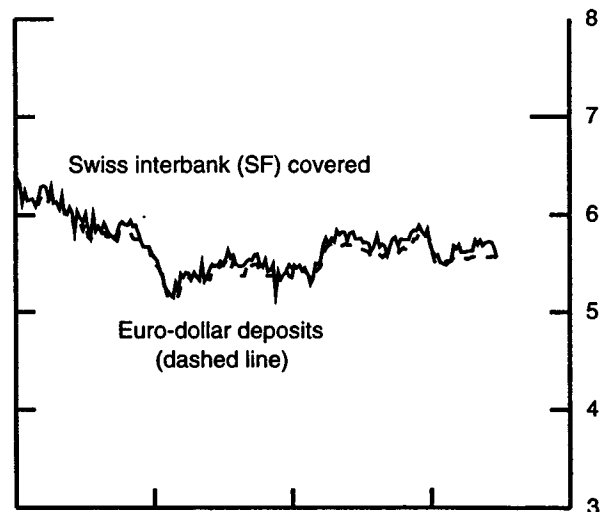
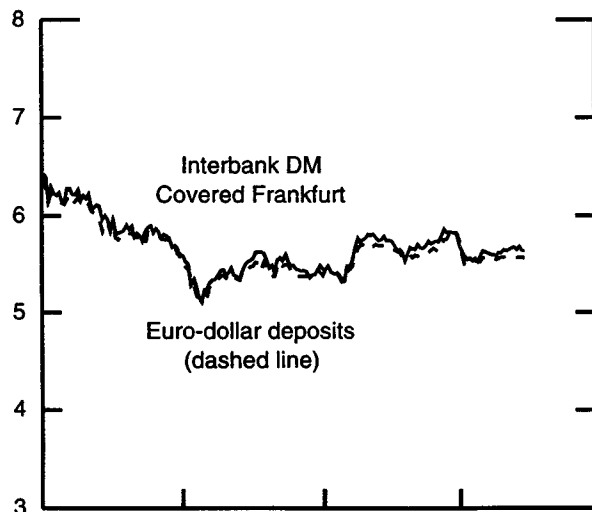
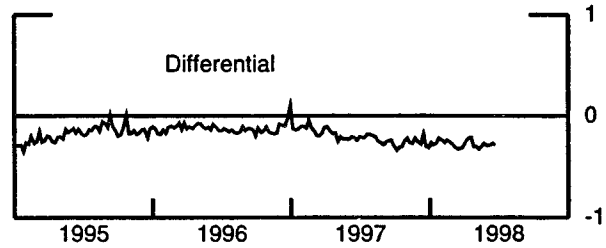
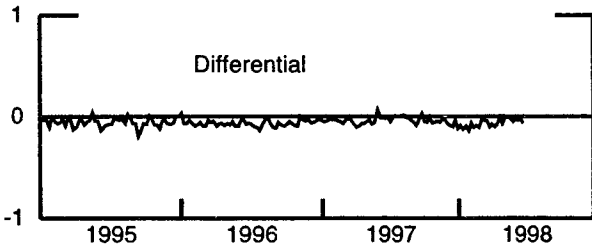
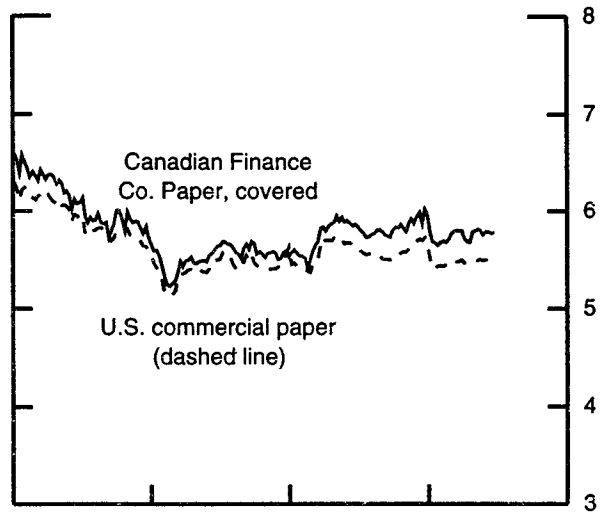


Chart 9

Long-Term Government Bond Yields (Weekly series)

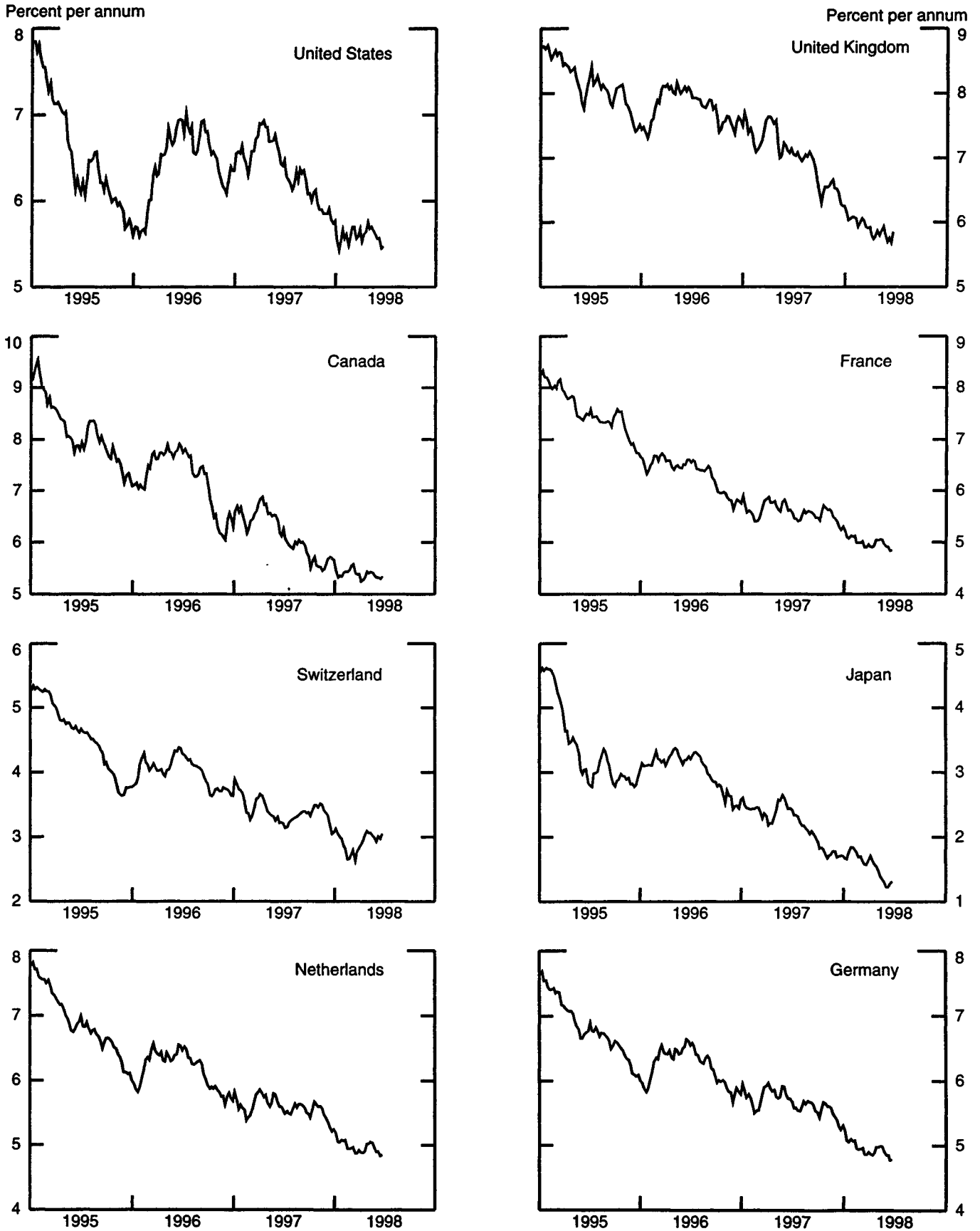
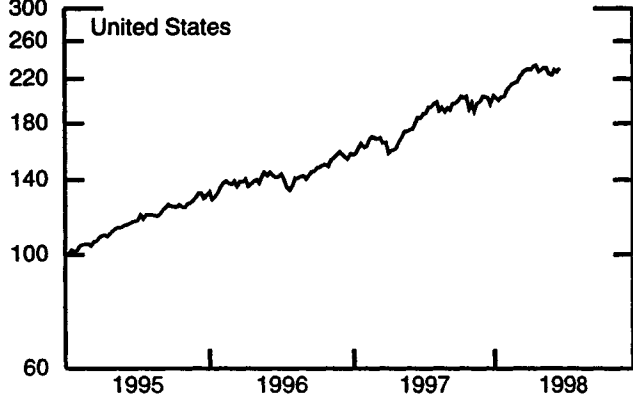


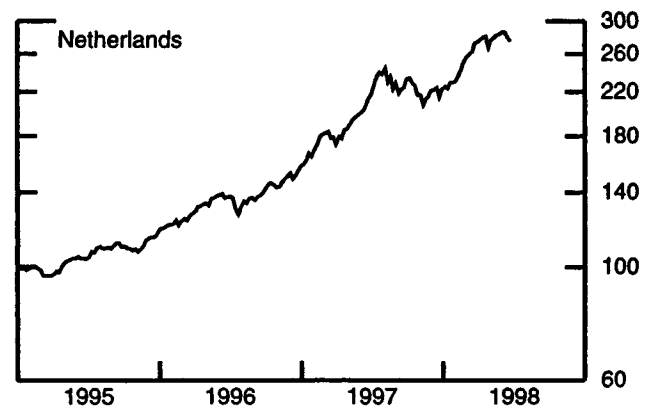
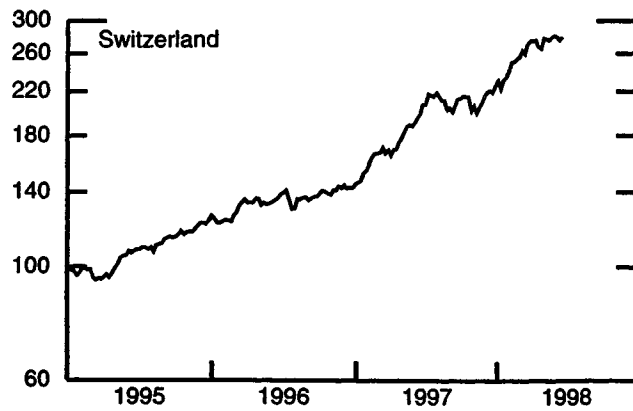
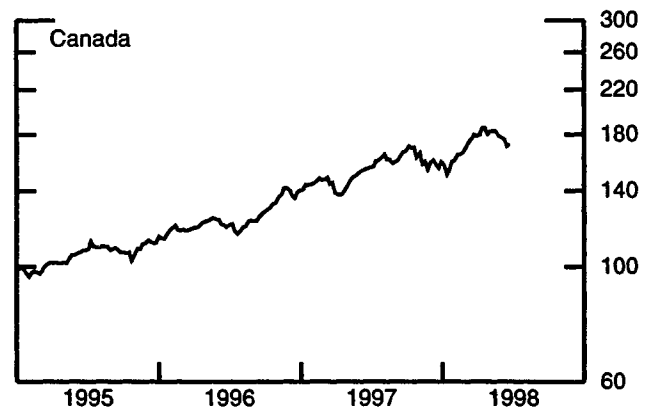
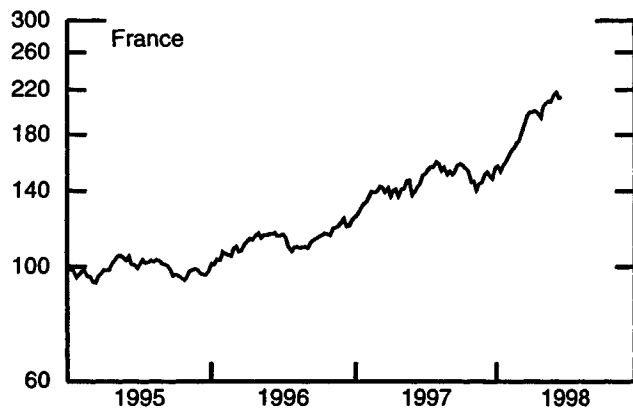
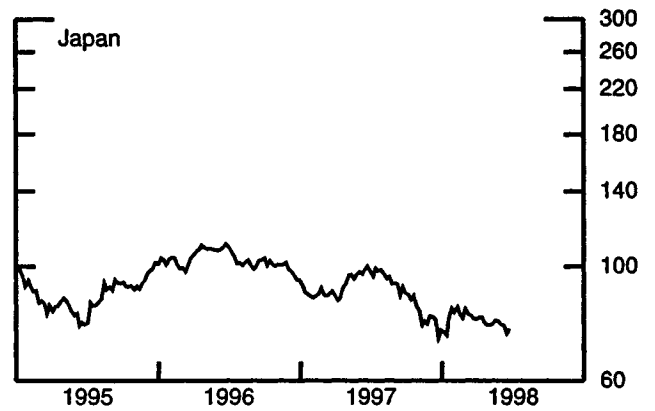
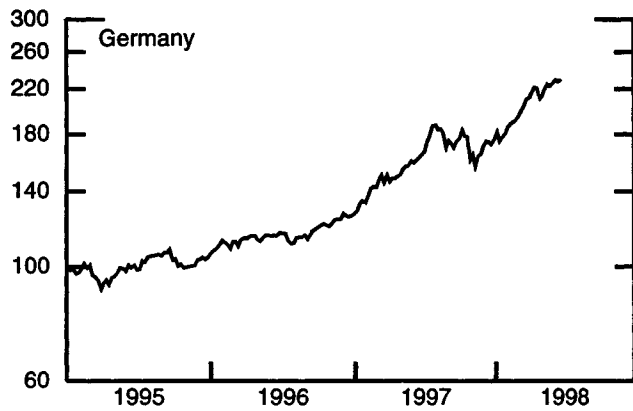
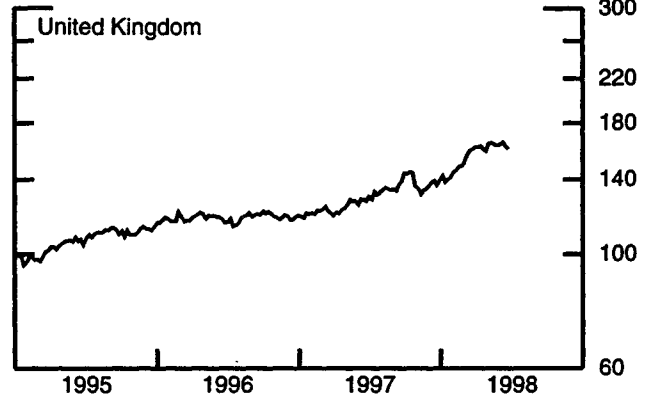
Chart 10

Stock Indices (Weekly series)

Ratio scale
End-1994=100



Ratio scale
End-1994=100



27-May-98 3-Jun-98 10-Jun-98 17-Jun-98 24-Jun-98

Chart 1. Spot Exchange Rates and Indices

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

Belgian franc	2.7443	2.7252	2.7254	2.6897	2.7002
Canadian dollar	68.862	68.712	68.487	68.056	68.031
French franc	16.878	16.763	16.759	16.550	16.608
German mark	56.592	56.190	56.203	55.503	55.697
Italian lira	0.05739	0.05703	0.05707	0.05634	0.05652
Japanese yen	0.73241	0.72017	0.71391	0.69886	0.72525
Netherlands guilder	50.212	49.870	49.873	49.212	49.412
Swiss franc	68.124	67.643	67.683	66.788	66.650
U.K. pound	163.28	163.50	163.39	164.13	166.97

Indices, March 1973 base rates = 100

Belgian franc	108.14	107.39	107.39	105.99	106.40
Canadian dollar	68.63	68.48	68.26	67.83	67.81
French franc	76.06	75.54	75.52	74.58	74.84
German mark	159.20	158.07	158.10	156.13	156.68
Italian lira	32.94	32.73	32.76	32.34	32.44
Japanese yen	191.77	188.56	186.92	182.98	189.89
Netherlands guilder	144.15	143.17	143.17	141.28	141.85
Swiss franc	219.16	217.62	217.75	214.87	214.42
U.K. pound	66.04	66.13	66.08	66.39	67.53

Weighted average exchange value indices, March 1973=100

Belgian franc	108.27	108.09	108.25	107.80	107.39
Canadian dollar	66.42	66.66	66.52	66.72	66.16
French franc	73.43	73.32	73.41	73.14	72.81
German mark	173.71	173.37	173.69	173.00	172.17
Italian lira	29.82	29.79	29.85	29.74	29.60
Japanese yen	206.56	203.95	202.26	199.52	206.24
Netherlands guilder	147.34	147.12	147.34	146.69	146.15
Swedish krona	55.99	55.76	55.54	54.83	55.07
Swiss franc	223.41	223.04	223.48	222.54	220.35
U.K. pound	63.03	63.50	63.55	64.52	65.21
U.S. dollar	99.58	100.28	100.45	101.63	100.66

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

Canadian dollar	0.70	0.70	0.71	0.64	0.65
French franc	2.15	2.15	2.14	2.13	2.14
German mark	2.12	2.14	2.15	2.14	2.13
Italian lira	0.57	0.51	0.59	0.61	0.60
Japanese yen	5.37	5.38	5.35	5.34	5.39
Netherlands guilder	2.15	2.16	2.19	2.15	2.17
Swiss franc	4.10	4.05	3.84	3.89	3.79
U.K. pound	-1.76	-1.76	-1.95	-1.97	-2.02

Chart 3. Gold Price in London, Afternoon Fixing

U.S. dollars per fine ounce	298.18	291.80	293.16	288.44	294.65
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Chart 4. Call Money Rates

U.S. federal funds	5.51	5.63	5.46	5.61	5.44
Overnight Euro-dollar deposits	5.43	5.59	5.43	5.58	5.43
Canada	4.75	4.77	4.70	4.76	4.76
France	3.38	3.38	3.38	3.39	3.39
Germany	3.32	3.30	3.37	3.34	3.35
Japan	0.42	0.46	0.43	0.45	0.45
Netherlands	3.07	3.45	3.35	3.29	2.42
Switzerland	1.20	1.47	2.03	1.62	1.65
United Kingdom	6.88	6.90	6.90	6.65	7.20

27-May-98 3-Jun-98 10-Jun-98 17-Jun-98 24-Jun-98

Chart 5. 3-Month Interest Rates

U.S. 90-day CD's, secondary market	5.60	5.59	5.59	5.59	5.60
Canadian finance paper	5.06	5.08	5.07	5.12	5.13
French interbank rate	3.49	3.50	3.47	3.46	3.46
German interbank rate	3.53	3.49	3.51	3.48	3.48
Japanese CD rate	0.55	0.55	0.54	0.55	0.56
Netherlands interbank rate	3.48	3.46	3.49	3.49	3.60
Swiss interbank rate	1.60	1.66	1.86	1.76	1.75
U.K. interbank sterling	7.41	7.38	7.59	7.59	7.69
Weighted average foreign interest rate (G-10 Countries)	3.81	3.80	3.82	3.81	3.84

Chart 6. Euro-Dollar Deposit Rates

Overnight	5.43	5.59	5.43	5.58	5.43
7-day	5.50	5.50	5.50	5.51	5.53
1-month	5.53	5.51	5.53	5.52	5.53
3-month	5.57	5.56	5.57	5.57	5.56
6-month	5.65	5.63	5.63	5.59	5.63
1-year	5.77	5.75	5.76	5.69	5.73

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

Overnight Euro-dollar deposits	5.43	5.59	5.43	5.58	5.43
U.S. federal funds	5.51	5.63	5.46	5.61	5.44
Differential	-0.08	-0.04	-0.03	-0.03	-0.02
3-month Euro-dollar deposit	5.57	5.56	5.57	5.57	5.56
U.S. 90-day CD's, secondary market	5.60	5.59	5.59	5.59	5.60
Differential	-0.03	-0.03	-0.02	-0.02	-0.04

Chart 8. Interest Arbitrage, 3-Month Funds

Euro-dollar deposit	5.57	5.56	5.57	5.57	5.56
Interbank sterling (London), covered	5.62	5.58	5.60	5.58	5.63
Differential	-0.05	-0.02	-0.03	-0.02	-0.06
U.S. commercial paper	5.50	5.50	5.50	5.50	5.50
Canadian finance paper, covered	5.76	5.80	5.79	5.77	5.78
Differential	-0.26	-0.29	-0.29	-0.27	-0.28
Euro-dollar deposit	5.57	5.56	5.57	5.57	5.56
Interbank DM (Frankfurt), covered	5.67	5.65	5.68	5.64	5.63
Differential	-0.10	-0.08	-0.11	-0.07	-0.07
Euro-dollar deposit	5.57	5.56	5.57	5.57	5.56
Swiss interbank, covered	5.71	5.73	5.72	5.67	5.56
Differential	-0.14	-0.16	-0.15	-0.10	0.00

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

Canada	5.36	5.32	5.32	5.29	5.34
France	4.97	4.91	4.92	4.84	4.85
Germany	4.91	4.86	4.86	4.78	4.79
Japan	1.31	1.23	1.23	1.28	1.32
Switzerland	2.99	2.93	3.00	2.97	3.05
Netherlands	4.96	4.90	4.90	4.83	4.85
United Kingdom	5.82	5.70	5.75	5.69	5.85
United States	5.61	5.56	5.57	5.45	5.47

Chart 10. Stock Indices (Wednesday figures)

Canada	179.01	177.83	176.42	170.76	172.40
France	208.20	215.12	217.67	211.94	212.66
Germany	222.93	226.12	229.43	227.08	228.91
Japan	78.40	77.31	76.88	74.20	75.74
Netherlands	283.09	285.11	285.18	278.60	275.40
Switzerland	278.35	280.26	279.16	275.01	278.85
United Kingdom	163.26	163.44	165.52	162.55	160.83
United States	224.73	223.73	228.89	226.61	230.01

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