

(516/517)

Selected Interest & Exchange Rates

Weekly Series of Charts

June 26, 2000

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

Nominal Currency Exchange Values

Dollar prices of foreign currencies and weighted average values of U.S. dollar
(Averages for week ending Wednesday, ratio scale, March 1973 = 100)

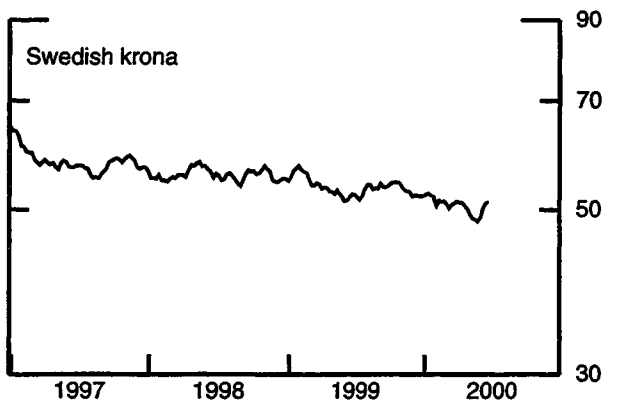
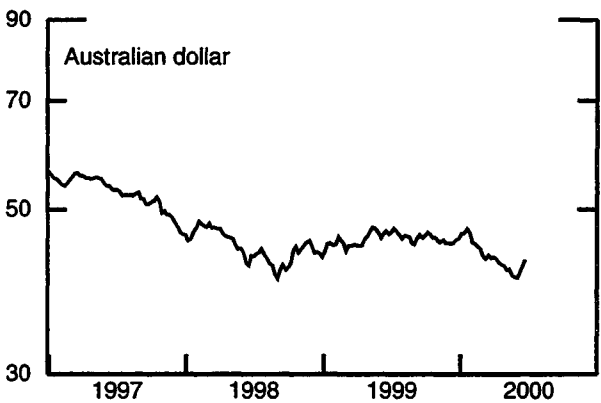
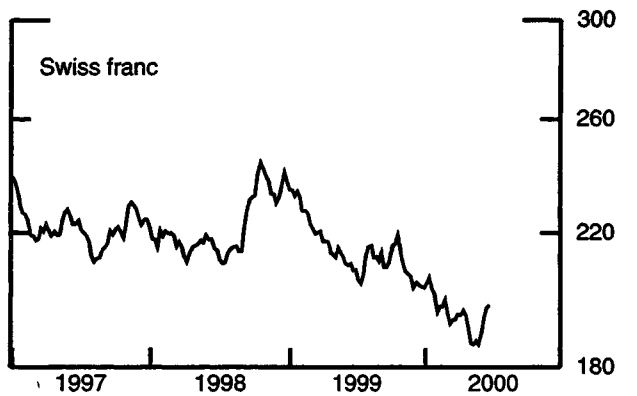
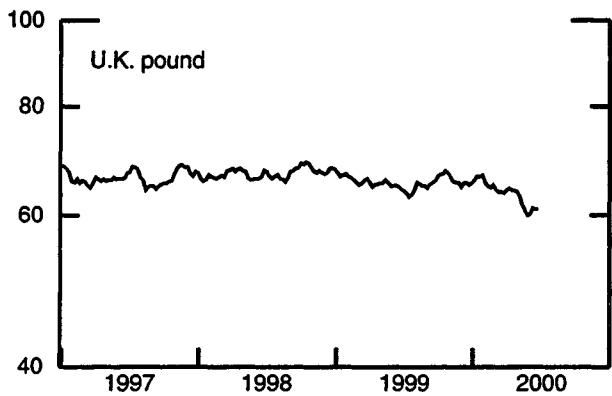
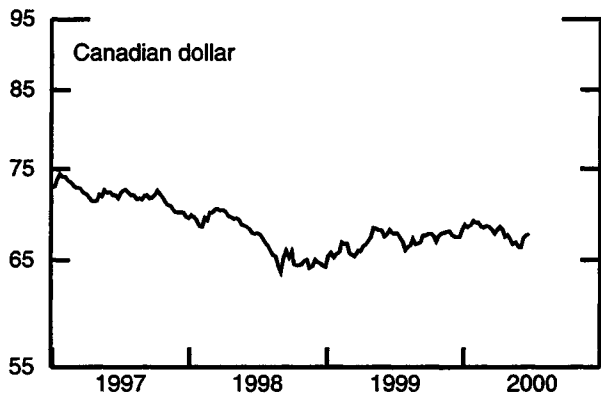
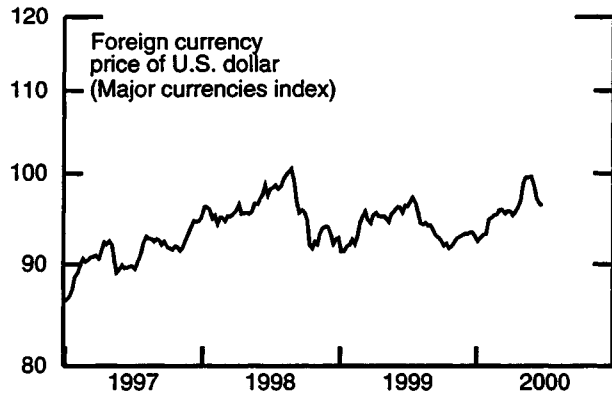


Chart 2

3-Month Forward Exchange Rates

Premium (+) or (-)
(Averages for week ending Wednesday, percent per annum)

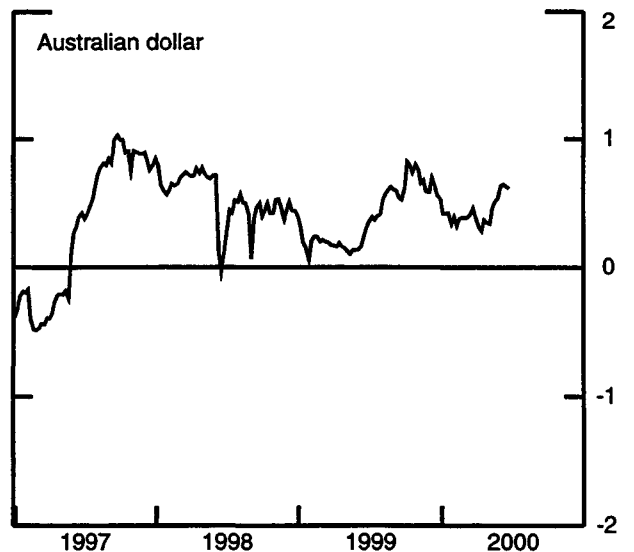
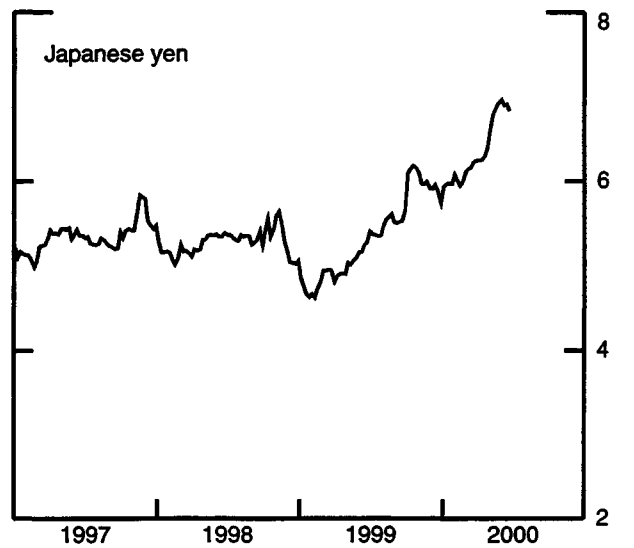
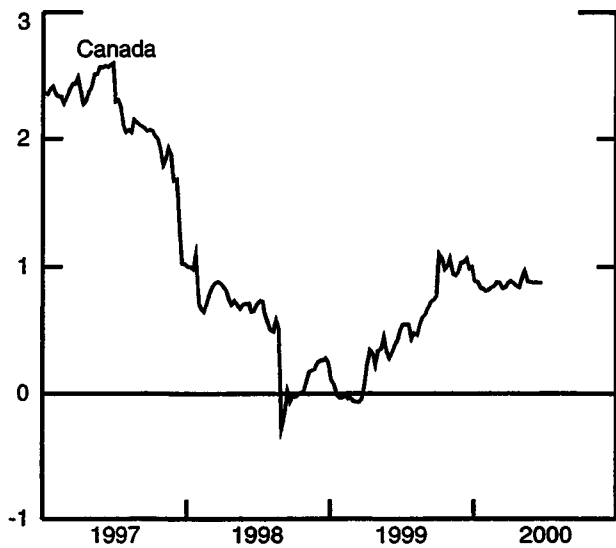
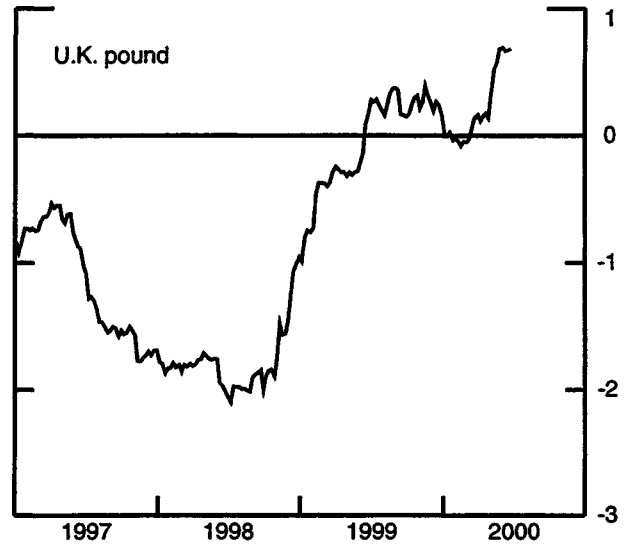


Chart 3

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

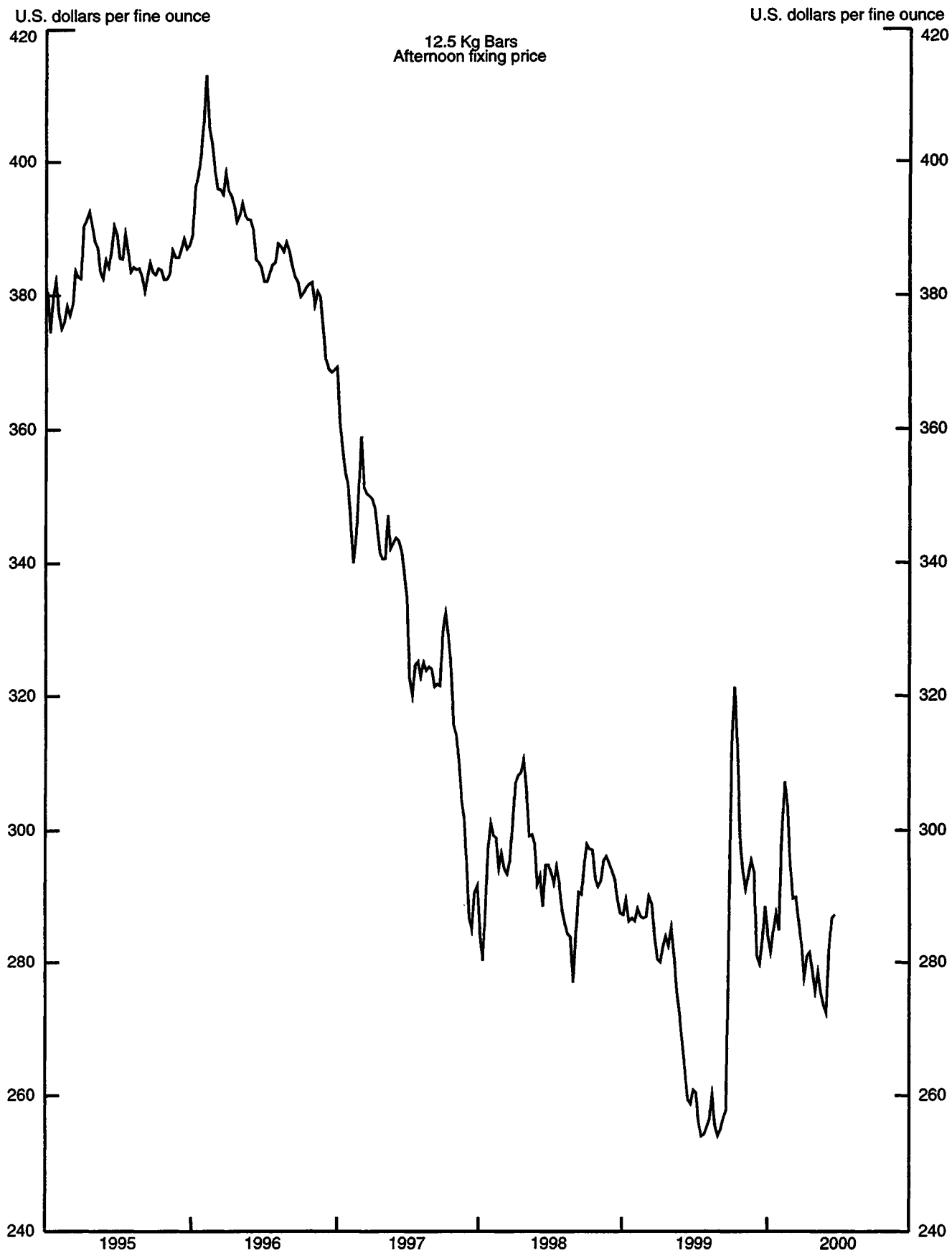
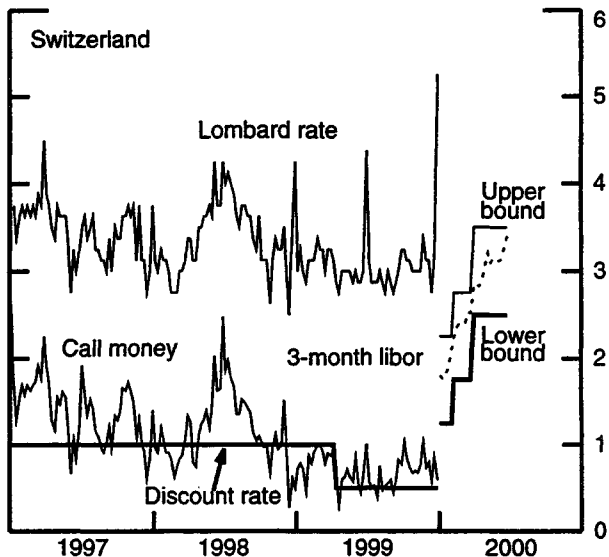
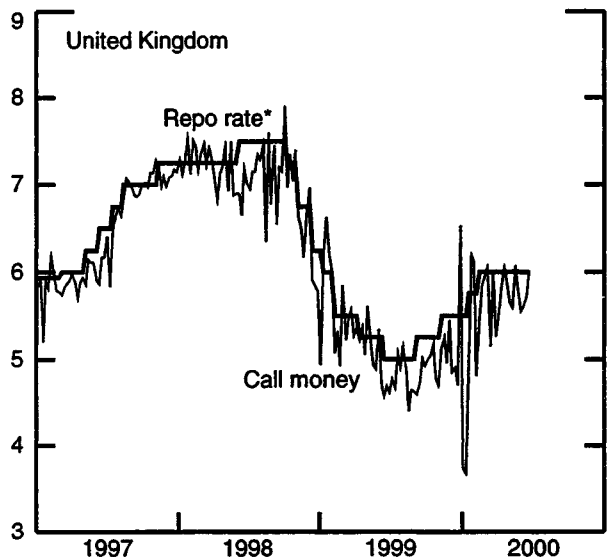
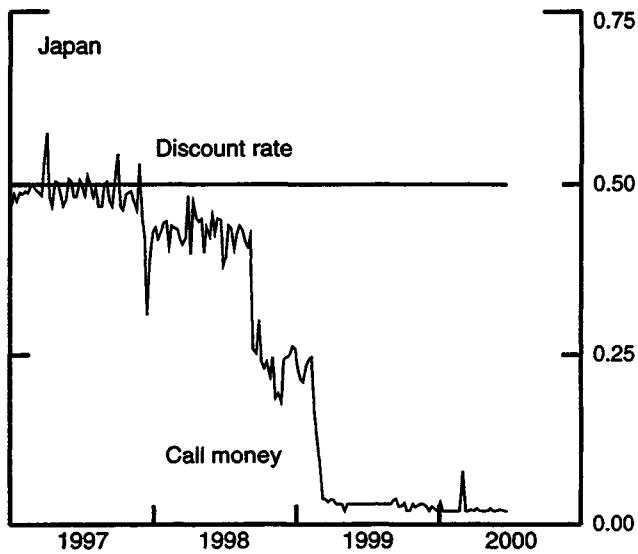
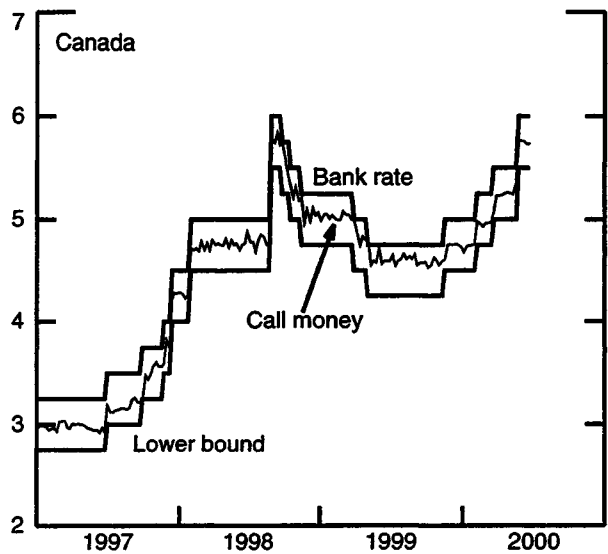
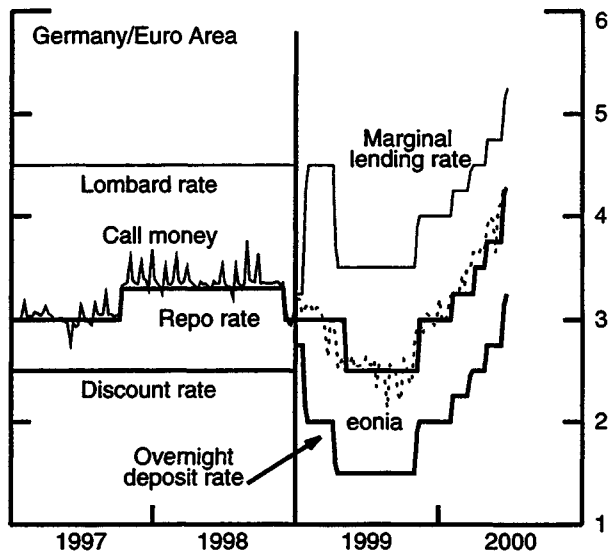
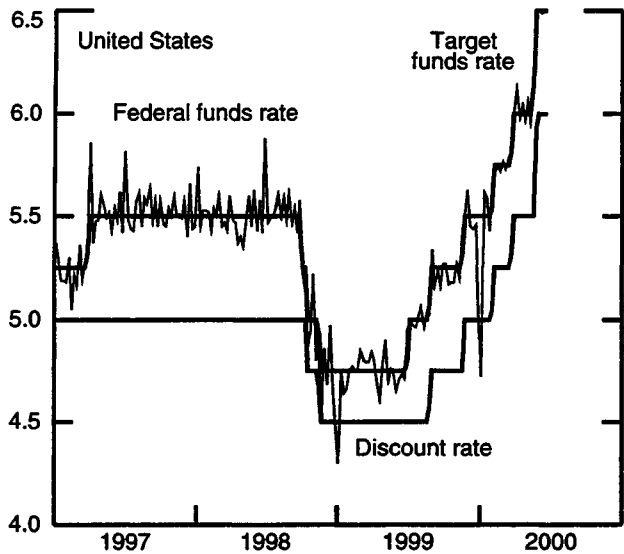


Chart 4

Interbank Funding Rates and Official Interest Rates
 (Averages for week ending Wednesday, percent per annum)



* Money-market dealing rate prior to March 1997.

Chart 5

3-Month Interest Rates

(Averages for week ending Wednesday, percent per annum)

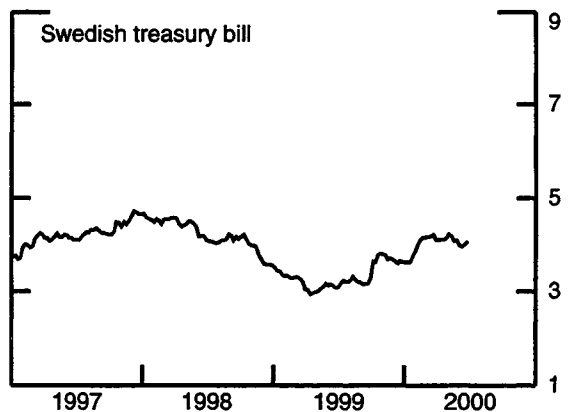
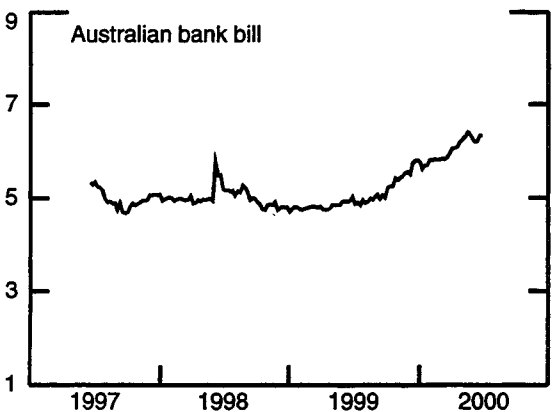
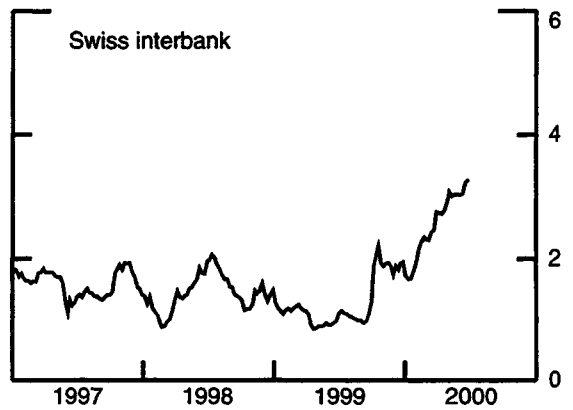
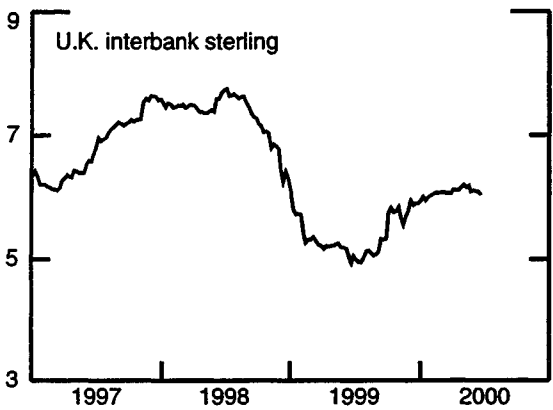
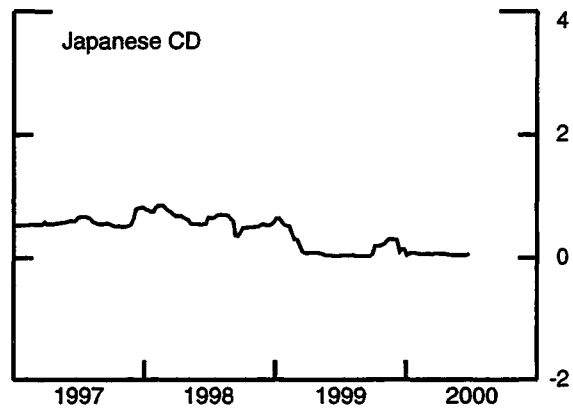
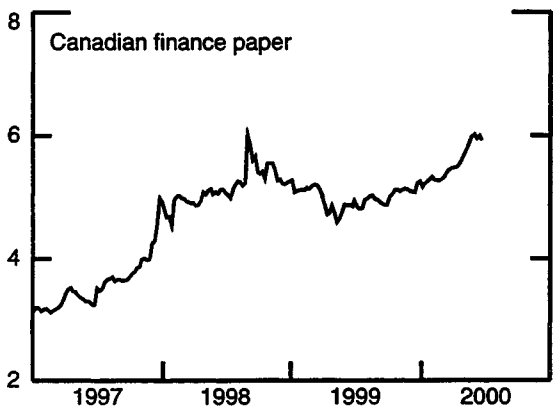
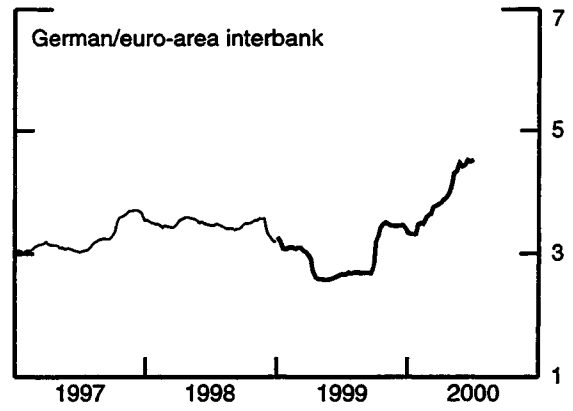
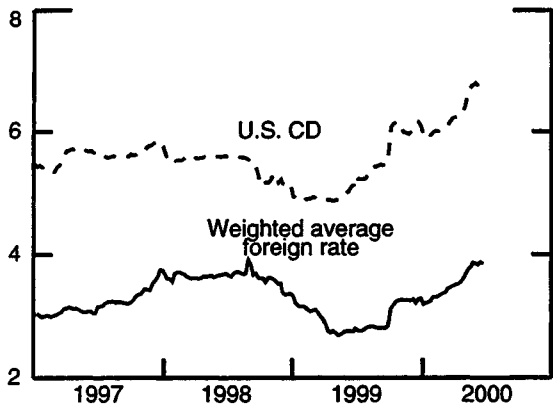


Chart 6

Long-Term Government Bond Yields (Averages for week ending Wednesday, percent per annum)

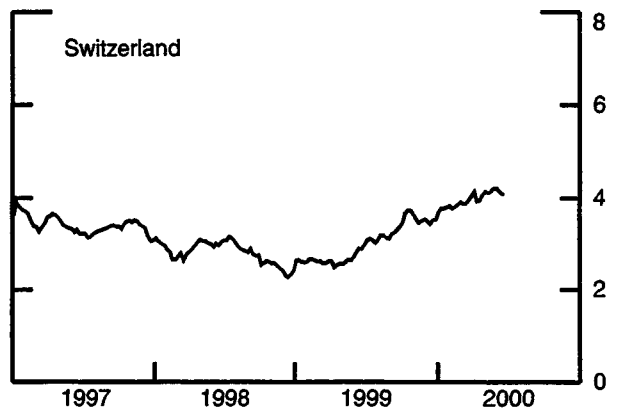
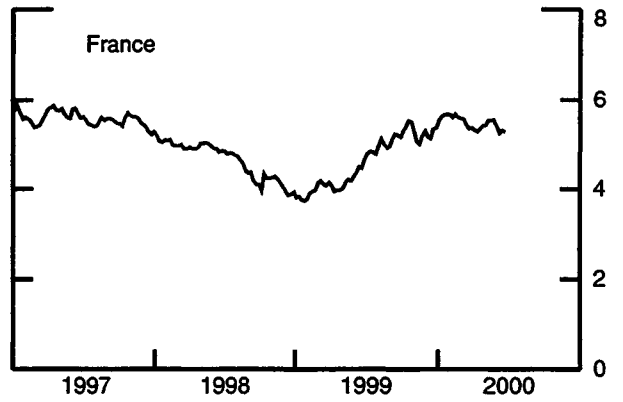
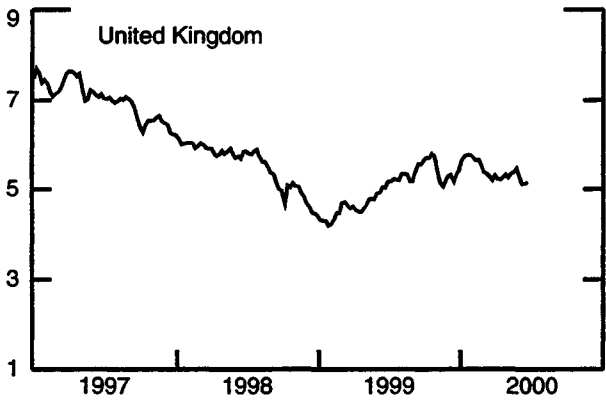
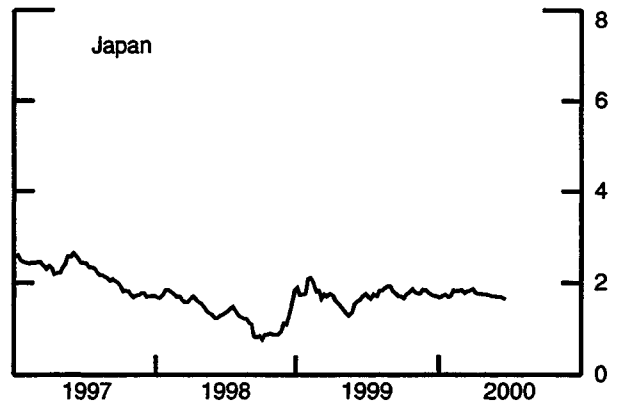
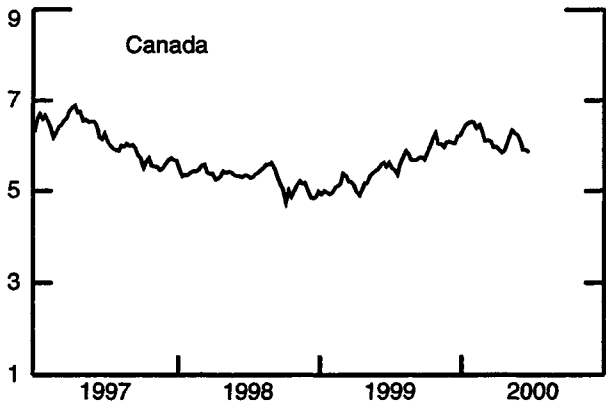
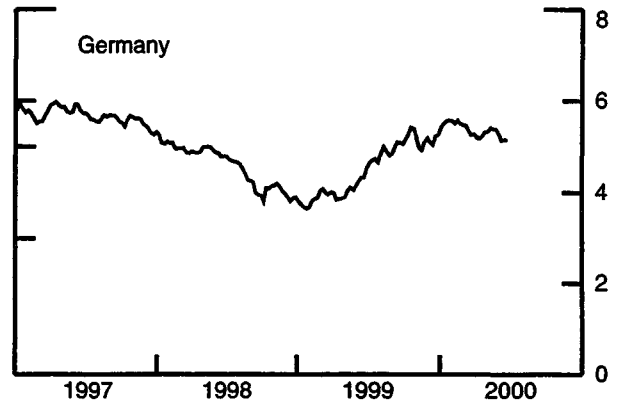
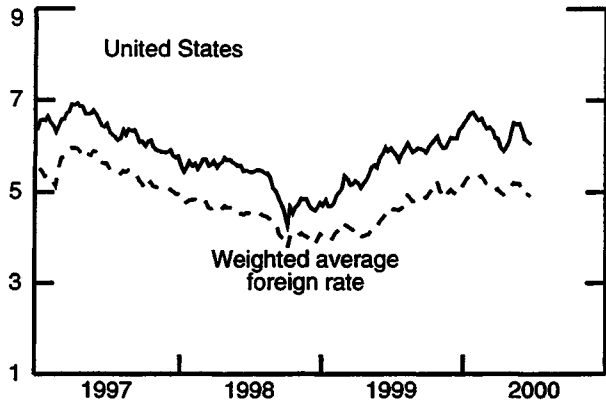
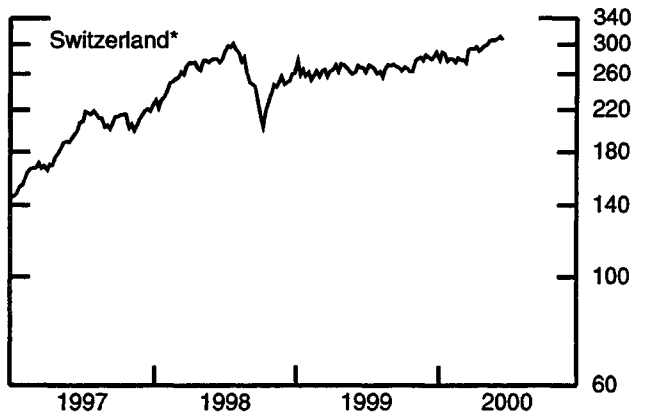
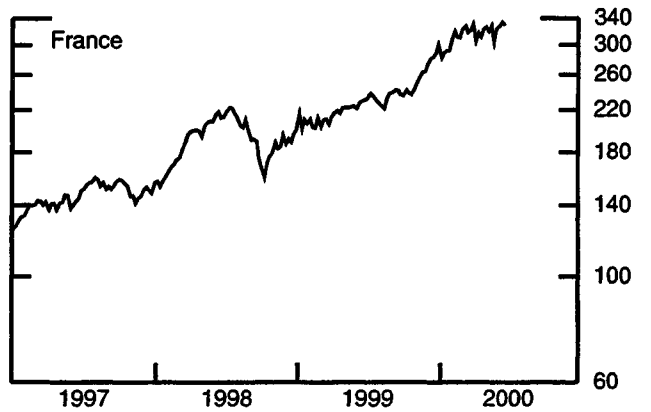
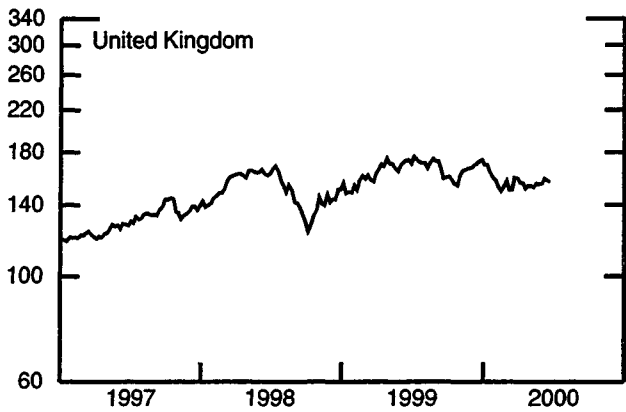
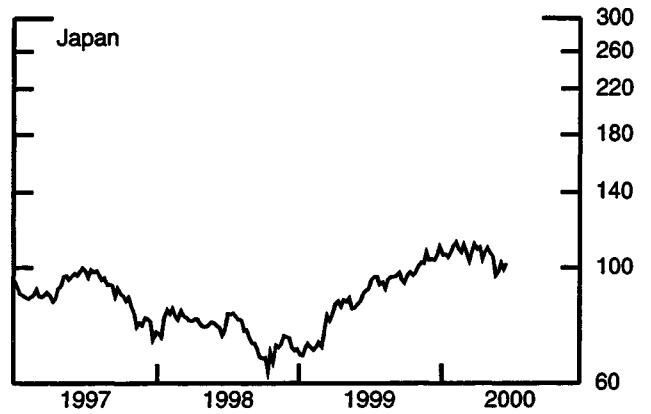
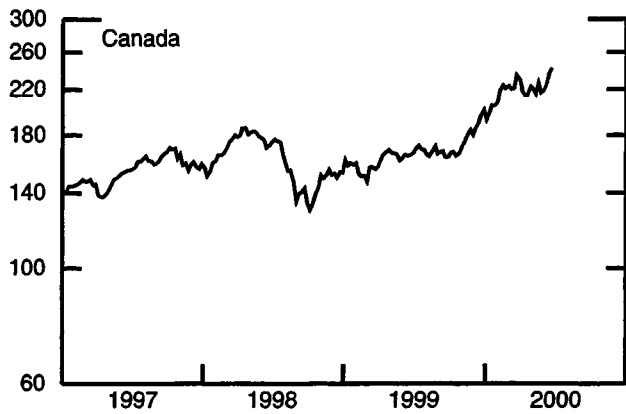
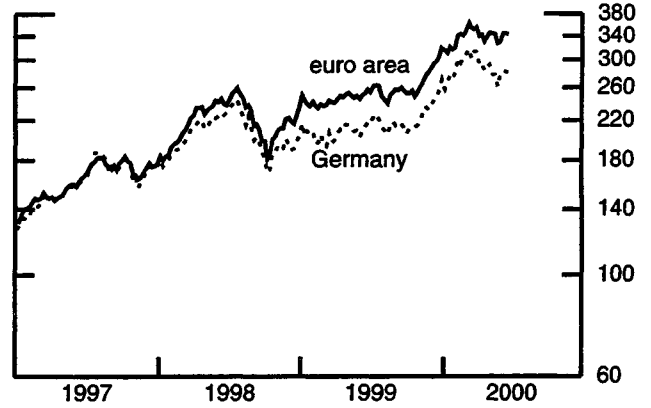
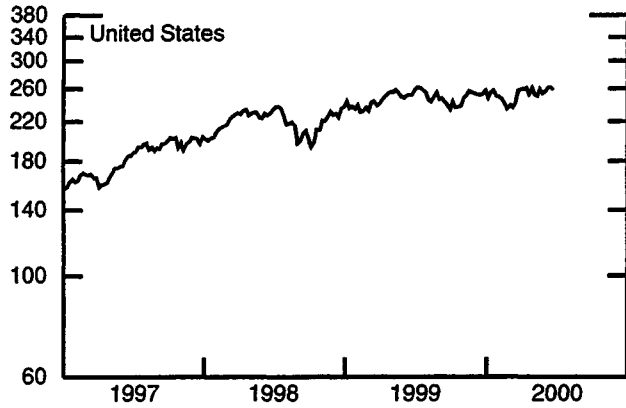


Chart 7

Stock Indexes

(Averages for week ending Wednesday, ratio scale, December 30, 1994 = 100)



*December 29, 1994 = 100

24-May-00 31-May-00 7-Jun-00 14-Jun-00 21-Jun-00

Chart 1. Nominal Currency Exchange Values

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

| | 24-May-00 | 31-May-00 | 7-Jun-00 | 14-Jun-00 | 21-Jun-00 |
|-------------------------------|-----------|-----------|----------|-----------|-----------|
| Australian dollar | 57.2620 | 57.2300 | 58.2200 | 59.2680 | 60.3700 |
| Canadian dollar | 66.601 | 66.539 | 67.533 | 67.823 | 67.972 |
| Japanese yen | 0.93130 | 0.93277 | 0.93390 | 0.93815 | 0.94448 |
| Restated German mark and euro | 90.12 | 92.56 | 94.76 | 95.65 | 95.62 |
| Swedish krona | 10.8941 | 11.0614 | 11.3745 | 11.5381 | 11.5722 |
| Swiss franc | 57.863 | 58.996 | 60.261 | 61.139 | 61.378 |
| U.K. pound | 148.13 | 148.75 | 151.18 | 150.82 | 150.98 |

Indexes, March 1973 base rates = 100

| | 24-May-00 | 31-May-00 | 7-Jun-00 | 14-Jun-00 | 21-Jun-00 |
|-------------------------------|-----------|-----------|----------|-----------|-----------|
| Australian dollar | 40.53 | 40.51 | 41.21 | 41.95 | 42.73 |
| Canadian dollar | 66.38 | 66.32 | 67.31 | 67.60 | 67.75 |
| Japanese yen | 243.84 | 244.23 | 244.53 | 245.64 | 247.30 |
| Restated German mark and euro | 129.63 | 133.13 | 136.29 | 137.58 | 137.54 |
| Swedish krona | 48.24 | 48.98 | 50.37 | 51.10 | 51.25 |
| Swiss franc | 186.15 | 189.80 | 193.87 | 196.69 | 197.46 |
| U.K. pound | 59.91 | 60.16 | 61.15 | 61.00 | 61.07 |

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

| | 24-May-00 | 31-May-00 | 7-Jun-00 | 14-Jun-00 | 21-Jun-00 |
|-------------------|-----------|-----------|----------|-----------|-----------|
| Australian dollar | 0.53 | 0.64 | 0.65 | 0.63 | 0.61 |
| Canadian dollar | 0.88 | 0.87 | 0.88 | 0.87 | 0.87 |
| Euro | 2.38 | 2.44 | 2.40 | 2.30 | 2.30 |
| Japanese yen | 6.92 | 6.97 | 6.90 | 6.91 | 6.84 |
| Swiss franc | 3.80 | 3.84 | 3.80 | 3.56 | 3.47 |
| U.K. pound | 0.68 | 0.69 | 0.67 | 0.67 | 0.68 |

Chart 3. Gold Price in London, Afternoon Fixing

| | 24-May-00 | 31-May-00 | 7-Jun-00 | 14-Jun-00 | 21-Jun-00 |
|-----------------------------|-----------|-----------|----------|-----------|-----------|
| U.S. dollars per fine ounce | 273.54 | 272.27 | 281.97 | 286.68 | 287.13 |

Chart 4. Interbank Funding Rates and Official Interest Rates

| | | | | | |
|---------------------------|------|------|------|------|------|
| United States | | | | | |
| Target federal funds rate | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 |
| Effective federal funds | 6.50 | 6.53 | 6.49 | 6.50 | 6.51 |
| Discount rate | 5.93 | 6.00 | 6.00 | 6.00 | 6.00 |
| Canada | | | | | |
| Bank rate | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 |
| Call money | 5.75 | 5.76 | 5.75 | 5.72 | 5.74 |
| Lower bound | 5.50 | 5.50 | 5.50 | 5.50 | 5.50 |
| Euro area | | | | | |
| Marginal lending rate | 4.75 | 4.75 | 4.75 | 5.15 | 5.25 |
| Eonia | 3.65 | 4.07 | 4.13 | 4.30 | 4.26 |
| Repo rate | 3.75 | 3.75 | 3.75 | 4.25 | 4.25 |
| Overnight deposit rate | 2.75 | 2.75 | 2.75 | 3.15 | 3.25 |
| Japan | | | | | |
| Call money | 0.02 | 0.02 | 0.02 | 0.02 | 0.02 |
| Discount rate | 0.50 | 0.50 | 0.50 | 0.50 | 0.50 |
| Switzerland* | | | | | |
| Upper bound | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 |
| Libor rate | 3.12 | 3.12 | 3.15 | 3.30 | 3.40 |
| Lower bound | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 |
| United Kingdom | | | | | |
| Call money | 5.78 | 5.55 | 5.61 | 5.73 | 6.01 |
| Repo rate | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 |

*In January 2000, the Swiss National Bank began to target the Swiss Franc 3-month LIBOR interest rate, with the aim of keeping this rate inside a range given by an upper and a lower bound.

24-May-00 31-May-00 7-Jun-00 14-Jun-00 21-Jun-00

Chart 5. 3-Month Interest Rates

| | | | | | |
|--|------|------|------|------|------|
| U.S. 90-day CD's, secondary market | 6.76 | 6.80 | 6.74 | 6.73 | 6.71 |
| Australian bank bill | 6.38 | 6.28 | 6.20 | 6.21 | 6.33 |
| Canadian finance paper | 5.99 | 6.02 | 5.95 | 6.00 | 5.93 |
| Euro-area interbank | 4.47 | 4.42 | 4.44 | 4.52 | 4.49 |
| Japanese CD | 0.04 | 0.04 | 0.04 | 0.04 | 0.06 |
| Swedish treasury bill | 4.10 | 3.97 | 3.96 | 4.01 | 4.06 |
| Swiss interbank | 3.03 | 3.02 | 3.05 | 3.21 | 3.28 |
| U.K. interbank sterling | 6.09 | 6.10 | 6.09 | 6.08 | 6.03 |
| Weighted average foreign interest rate (Canada, euro area, Japan, United Kingdom, Switzerland, Australia, and Sweden) | 3.86 | 3.85 | 3.83 | 3.87 | 3.85 |

Chart 6. Long Term Government Bellwether Bond Yields
 10-year maturity, where available

| | | | | | |
|--|------|------|------|------|------|
| Canada | 6.23 | 6.11 | 5.91 | 5.91 | 5.85 |
| France | 5.56 | 5.41 | 5.28 | 5.33 | 5.30 |
| Germany | 5.38 | 5.25 | 5.12 | 5.16 | 5.13 |
| Italy | 5.80 | 5.61 | 5.47 | 5.53 | 5.50 |
| Japan | 1.72 | 1.69 | 1.71 | 1.67 | 1.65 |
| Switzerland | 4.20 | 4.22 | 4.15 | 4.09 | 4.09 |
| United Kingdom | 5.46 | 5.28 | 5.11 | 5.13 | 5.13 |
| United States | 6.49 | 6.35 | 6.15 | 6.10 | 6.04 |
| Weighted average foreign interest rate (Canada, euro area, Japan, United Kingdom, Switzerland, Australia, and Sweden) | 5.17 | 5.06 | 4.94 | 4.95 | 4.91 |

Chart 7. Stock Indexes (Wednesday figures)

| | | | | | |
|----------------|--------|--------|--------|--------|--------|
| Canada | 217.02 | 219.57 | 226.83 | 236.66 | 242.01 |
| France | 303.33 | 323.62 | 327.93 | 333.31 | 328.04 |
| Germany | 261.24 | 277.59 | 282.58 | 282.43 | 281.60 |
| Euro area* | 416.51 | 419.71 | 438.46 | 437.96 | 436.10 |
| Italy | 297.50 | 311.91 | 314.25 | 320.72 | 313.65 |
| Japan | 96.53 | 97.67 | 101.89 | 99.07 | 101.59 |
| Switzerland** | 306.98 | 305.39 | 308.90 | 311.27 | 306.92 |
| United Kingdom | 154.07 | 154.86 | 158.36 | 156.90 | 155.97 |
| United States | 253.12 | 256.48 | 261.37 | 261.71 | 258.62 |

Indices (in order, rebased to December 30, 1994, **December 29, 1994) are Toronto Composite, SBF250, FAZ Aktien, *Dow Jones EURO stock index, Banca Italiana General, Tokyo SE (Topix), Swiss Performance Index, Financial Times Ordinary, NYSE Composite