

Beane  
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March 21, 1957

CAPITAL MARKET DEVELOPMENTS

(Including Monthly Review of Sources and Uses of  
Funds of Financial Intermediaries)

The volume of large publicly offered securities was substantial last week, particularly for corporate securities, and is expected to be only moderately smaller this week. During the week ending March 15, corporations sold large issues totaling \$187 million, including expiration of subscription rights for two issues, and State and local government offerings amounted to \$38 million. This week, rights expire on a \$24 million common stock issue and three other corporate issues with aggregate proceeds of \$94 million are expected. Large State and local government issues totaling \$71 million are expected. The State and local government financing total includes the \$20 million State of Massachusetts bond issue, which was sold Tuesday at a net interest cost of 3.03 per cent. This issue is part of the \$83 million issue for which the State had rejected on February 26 the only bid received--naming a net interest cost of 3.22 per cent for the Aa-rated bonds.

Bond yields - Yields on State and local government Aaa, corporate Baa and U. S. Government (old series) obligations declined last week, while those for the Aaa corporate, Baa State and local government and U. S. Government (new series) bonds remained stable.

Reoffering yields on new corporate issues declined slightly. A new A-rated, 30-year first mortgage electric utility issue was reoffered this week to yield 4.55 per cent -- 3 basis points below the level of a comparable offering made last week.

Stock market credit - Customer credit in the stock market (excluding U. S. Government securities) continued to decline during February, totaling \$3,846 million at the end of the month. The decline of \$57 million resulted from a decline of \$32 million in net debit balances and \$24 million in bank loans to "others". Borrowing by member firms of the NYSE maintaining margin accounts, except borrowings on U. S. Government securities, increased \$40 million after showing a decline last month. Customers' net free credit balances continued to decline, totaling \$828 million at the end of the month. These and other data on stock market credit for February and January are shown in the following table.

	End of month		Change
	February	January	
	(Millions of dollars)		
Customer credit			
Excluding U. S. Govt. securities - total	3,846	3,903	-57
Net debit balances	2,729	2,761	-32
Bank loans to "others"	1,117	1,141	-24
Net debit balances secured by U.S. Govt. securities	35	29	6
Bank loans to others for purchasing or carrying U.S. Govt. securities	31	41	-10
Broker and dealer credit			
Money borrowed except on U.S. Govt. securities	2,004	1,964	40
On customer collateral	1,727	1,734	- 7
Money borrowed on U.S. Govt. securities	53	42	11
Customers' net free credit balances	828	866	-38

Stock prices - The SEC index of 265 common stocks increased slightly last week, closing at 265.7 on March 15. Daily figures through Wednesday of this week indicate little change in prices.

Financial intermediaries - The increase in life insurance company assets during January amounted to \$492 million, one-fifth less than a year earlier. Holdings of U. S. Government securities increased, as acquisition of bills and certificates more than offset declines in holdings of longer-term securities. The increase contrasts with the substantial net liquidation of Government securities by life insurance companies in early and late 1956. Increases in holdings of business securities, mortgages and State and local government debt this January were all smaller than in January a year ago.

The growth in deposits at mutual savings banks in January was only \$85 million, the smallest increase for any January since 1951, and over one-third of this increase represented interest paid depositors. In contrast, savings and time deposits at commercial banks rose sharply in January. Deposits at New York City savings banks declined, while deposits at banks outside of New York increased in most states. Savings banks, like insurance companies, were net purchasers of U. S. Government securities in January. Net purchases of business securities were unusually large, whereas net acquisition of mortgages declined.

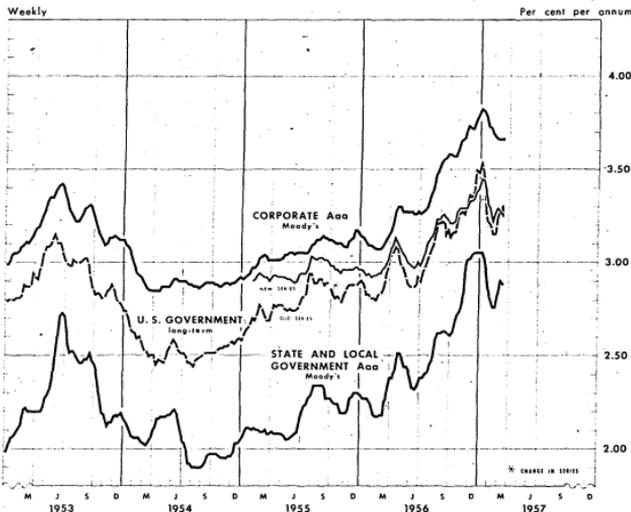
The net increase in savings capital at savings and loan associations in January was \$336 million, one-fifth smaller than a year earlier. Both new savings capital and withdrawals were up from a year ago, but the rise in withdrawals was greater. Total sources of funds were also less than a year earlier, as there were substantial repayments of Federal Home Loan Banks advances. Repayment of advances is usual in January. Holdings of U. S. Government securities increased \$148 million, the largest increase recorded in a single month for the two years that monthly data have been available.

More detailed information concerning recent capital market developments is presented in the attached exhibits.

Business Finance and Capital Markets Section,  
Division of Research and Statistics,  
Board of Governors of the Federal Reserve System.

## EXHIBIT A

## HIGH-GRADE BOND YIELDS



Date	Corporate Aaa <sup>1/</sup>	U. S. Govt., long-term <sup>2/</sup>		State and local govt. Aaa <sup>3/</sup>	Spread between U. S. Govt. (old series) and Corporate State and Aaa local Aaa	
		Old series	New series		Corporate Aaa	State and local Aaa
(Per cent.)						
1953 - High	3.42 (6/19)	3.15 (6/6)	n.a.	2.73 (6/25)	.38	.84
Low	2.99 (1/9)	2.78 (12/26)	n.a.	1.98 (1/8)	.19	.30
1954 - High	3.09 (1/8)	2.74 (1/9)	n.a.	2.21 (6/10)	.43	.61
Low	2.85 (4/23)	2.44 (8/7)	n.a.	1.90 (9/2)	.32	.29
1955 - High	3.17 (12/23)	2.94 (8/5)	3.03 (8/5)	2.34 (9/8)	.34	.70
Low	2.91 (1/7)	2.62 (1/7)	2.89 (6/10)	2.05 (5/26)	.13	.50
1956 - High	3.79 (12/28)	3.49 (12/21)	3.39 (12/28)	3.05 (12/27)	.14	.68
Low	3.07 (3/2)	2.80 (2/17)	2.92 (2/3)	2.17 (2/23)	.33	.32
1957 - High	3.82 (1/4)	3.53 (1/4)	3.45 (1/4)	3.05 (1/10)	.54	.48
Low	3.66 (3/15)	3.15 (2/8)	3.22 (2/8)	2.76 (2/21)	.29	.26
February 15	3.67	3.15	3.26	2.76	.52	.39
February 22	3.66	3.24	3.29	2.76	.42	.48
March 1	3.66	3.27	3.28	2.83	.39	.44
March 8	3.66	3.30	3.26	2.90	.36	.40
March 15	3.66	3.25	3.26	2.88	.41	.37

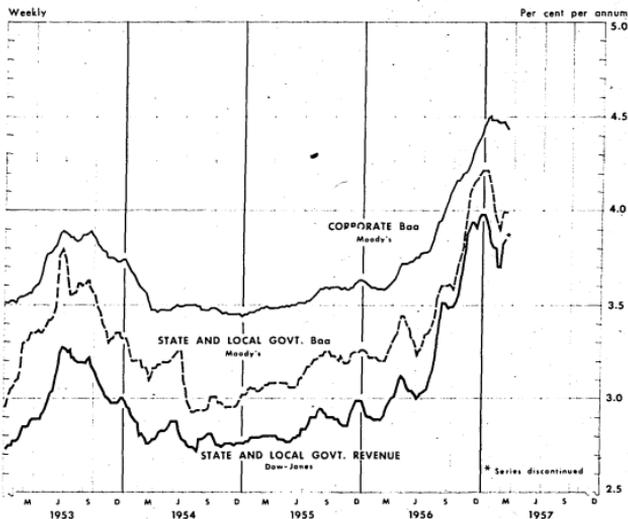
<sup>1/</sup> Weekly average of daily figures. Average term of bonds included is 25-26 years.

<sup>2/</sup> Weekly averages of daily figures. The old series includes fully taxable marketable 2 1/2 per cent bonds due to first callable after 12 years through September 1955, and those due or callable in 10-12 years thereafter; the average term to first call of the bonds included declined from 14 years in early 1953 to 11 1/2 years in early 1956. The new series is comprised of the 3 per cent bond of 1955 and the 3 1/4 per cent bond of 1978-83.

<sup>3/</sup> Thursday figures. Only general obligation bonds are included; average term is 20 years.

Note.--Highs and lows are for individual series and may be on different dates for different series.

## LOWER - GRADE BOND YIELDS



Date	Corporate Baa <sup>1/</sup>	State and local govt. Baa <sup>2/</sup>	State and local govt. rev. <sup>3/</sup>
	(Per cent)		
1953 - High	3.89 (9/18)	3.79 (6/25)	3.27 (6/26)
Low	3.50 (1/2)	2.96 (1/8)	2.71 (1/2)
1954 - High	3.74 (1/8)	3.32 (1/7)	3.00 (1/1)
Low	3.44 (12/31)	2.93 (8/5)	2.72 (8/13)
1955 - High	3.63 (12/30)	3.26 (12/29)	2.99 (12/30)
Low	3.45 (1/14)	3.02 (1/6)	2.76 (1/7)
1956 - High	4.41 (12/28)	4.22 (12/27)	3.98 (12/28)
Low	3.58 (3/9)	3.20 (3/8)	2.89 (2/24)
1957 - High	4.50 (1/18)	4.22 (1/10)	3.98 (1/4)
Low	4.43 (3/15)	3.90 (2/21)	3.70 (2/22)
February 15	4.47	3.94	3.70
February 22	4.46	3.90	3.70
March 1	4.47	3.99	3.83
March 8	4.45	3.99	3.85
March 15	4.43	3.99	4 <sup>4/</sup>

<sup>1/</sup> Weekly average of daily figures. Average term of bonds included is 25-26 years.

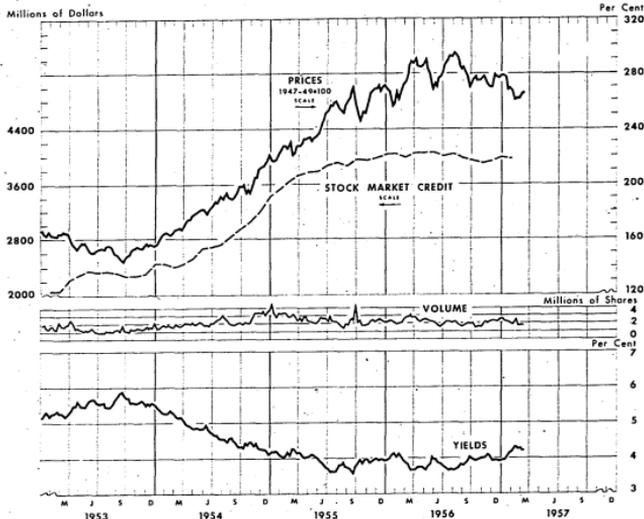
<sup>2/</sup> Thursday figures. Only general obligation bonds are included; average term is 20 years.

<sup>3/</sup> Friday figures. Average rating of bonds included is between Baa and A; average term is 20 years.

<sup>4/</sup> Series discontinued.

Note.--Highs and lows are for individual series and may be on different dates for different series.

## STOCK MARKET



Date	Stock price index <sup>1/</sup>	Trading volume <sup>2/</sup> (millions of shares)	Common stock yields <sup>3/</sup> (per cent)	Stock market customer credit		
				Total	Customers' debit balances <sup>4/</sup>	Bank loans to "others" <sup>5/</sup>
(Millions of dollars)						
1953 - High	167.1 (1/2)	2.5	5.88	2,445	1,665	780
Low	144.0 (9/18)	0.9	5.15	2,055	1,314	664
1954 - High	221.4 (12/31)	3.7	5.49	3,436	2,388	1,048
Low	156.5 (1/6)	1.4	4.09	2,405	1,653	746
1955 - High	270.7 (12/30)	4.6	4.23	4,030	2,805	1,241
Low	217.4 (1/14)	1.5	3.59	3,537	2,517	1,018
1956 - High	295.5 (8/3)	3.1	4.13	4,047	2,823	1,267
Low	257.4 (1/20)	1.5	3.65	3,914	2,740	1,155
1957 - High	279.2 (1/4)	2.7	4.28	3,903	2,762	1,163
Low	260.3 (2/8)	1.7	3.91	3,846	2,729	1,117
January	273.0	2.2	4.13	3,903	2,762	1,141
February	262.4	2.0	4.27	3,846	2,729	1,117
March 1	263.3	1.7	4.25	n.a.	n.a.	1,117
March 8	265.1	1.8	4.19	n.a.	n.a.	1,120
March 15	265.7	1.7	4.18	n.a.	n.a.	n.a.

n.a.--Not available

<sup>1/</sup> SEC index of 265 common stocks, weekly closing prices, 1939=100; converted to 1917-49=100 by Federal Reserve. The conversion factor is 123.91.

<sup>2/</sup> Averages of daily trading volume on the New York Stock Exchange.

<sup>3/</sup> Moody's 125 industrial stocks; weekly data based on Friday.

<sup>4/</sup> End of month figures for member firms of the New York Stock Exchange which carry margin accounts; excludes balances secured by U. S. Government obligations.

<sup>5/</sup> Wednesday figures for weekly reporting member banks. Excludes loans for purchasing or carrying U. S. Government securities at banks in New York and Chicago.

Weekly reporting banks account for about 72 per cent of loans to others.  
Note.--Highs and lows are for individual series and may be on different dates for different series.

Corporate and State and Local Government  
Security Offerings and Placements

(In millions of dollars)

	New capital					
	Corporate			State and local		
	1957	1956	1955	1957	1956	1955
January	e/1,039	579	535	e/660	404	535
February	e/1,050	704	407	e/525	696	312
March	e/1,275	790	1,223	e/325	390	538
April		816	478		378	427
May		1,144	886		490	350
June		830	687		735	642
July		1,066	597		376	470
August		669	644		199	249
September		836	670		333	406
October		747	1,162 <sup>1/</sup>		645	919
November		1,038 <sup>2/</sup>	632		311	658
December		1,094	900		426	408
1st quarter	e/3,364	2,073	2,165	e/1,510	1,490	1,385
2nd quarter		2,789	2,052		1,603	1,418
3rd quarter		2,571	1,911		908	1,124
4th quarter		2,929	2,695		1,382	1,984
1st half		4,862	4,216		3,093	2,803
Three quarters		7,432	6,127		4,001	3,927
Year		10,362	8,821		5,383	5,911
	Excluding finance companies <sup>3/</sup>					
1st quarter	e/3,164	1,617	1,727			
2nd quarter		2,519	1,870			
3rd quarter		2,263	e/1,444			
4th quarter		2,834	2,554			
Year		9,233	e/7,595			

e/ Corrected.

e/ Estimated.

<sup>1/</sup> Includes \$637.2 million AT&T convertible debenture issue.<sup>2/</sup> Includes \$571.5 million AT&T common stock issue.<sup>3/</sup> Total new capital issues excluding offerings of sales and consumer finance companies.

Note.--Details may not add to totals due to rounding.

Large Public Security Issues for New Capital  
(Other than U. S. Treasury) 1/

Proceeds of Large Issues Offered

(Millions of dollars)

Month	Corporate	State and local government	Other <u>2/</u>
1956 - February	212	444	--
March	278	163	--
April	395	157	50
May	623	233	--
June	185	463	20
July	592	164	--
August	217	35	37
September	558	184	--
October	386	383	35
November	701	135	--
December	430	201	--
1957 - January	567	386	100
February	671	306	50

Large Individual Issues Offered March 1 through 15

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net interest cost	Offering yield	Rating
<u>CORPORATE</u>						
Commercial Credit Co.	Sub. notes	25.0	1977	4 1/2	4.65	--
Anaconda Co.	Common stk.	86.7				
Columbus & So. Ohio Elec.	1st mtg. bds.	16.0	1987	4 1/2	4.41	A
Connecticut Lt. & Pwr. Co.	Common stk.	15.3				
Texas Eastern Trans. Corp.	1st mtg. P.L. bds.	40.0	1977	4 7/8	4.91	Baa
Southern Counties Gas Co.	1st mtg. bds.	15.0	1982	4 5/8	4.53	A
Commonwealth Edison Co.	1st mtg. bds.	50.0	1987	4 1/4	4.25	Aaa
Central & South West Co.	Common stk.	21.5				
Owens-Corning Fiberglas Corporation	Common stk.	16.3				
American Natural Gas Co.	Common stk.	24.1				
Dresser Industries, Inc.	Conv. Sub. Deb.	20.0	1977	4 1/8	4.13	Baa
Consolidated Edison Co.	Conv. Deb.	54.8	1972	4 1/2	4.50	A

## Large Individual Issues Offered March 1 through 15 (Cont'd)

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offering yield	Rating
<u>STATE AND LOCAL GOVERNMENT</u>						
Houston Ind. Sch. Dist., Texas	G.O.	16.8	1958-87	3.50	2.35-3.50	A
Seattle, Washington	G.O.	6.5	1959-77	3.21	2.35-3.25	A
State of Rhode Island	G.O.	13.0	1958-85	3.19	2.00-3.25	A
Ferndale Sch. Dist., Mich.	G.O.	5.5	1958-83	4.04	2.60-4.00	Baa
Chicago, Illinois	Wtr.rev.	15.0	1970-77	3.66	3.40-3.60	A
Memphis, Tennessee	G.O.	11.5	1958-87	3.03	2.00-3.10	Aa
Broward Co. Spec. Tax Sch. Dist., Florida	G.O.	6.0	1959-76	3.60	2.70-3.60	A
<u>OTHER</u>						
None						

1/ Includes corporate and other security offerings of \$15 million and over; state and local government security offerings of \$5 million and over.

2/ Includes foreign government and International Bank for Reconstruction and Development issues.

3/ In the case of State and local government securities, G.O. denotes general obligation; Rev., revenue bonds; G.R. general obligations additionally secured by facilities revenues; L.L. limited liability obligations secured by pledge of designated revenues.

Forthcoming Large Public Security Offerings for New Capital  
(Other than U. S. Treasury) 1/

Expected Proceeds from Forthcoming Large Issues

Date of computation	During month following date shown			Subsequent to date shown		
	Corporate	State and local govt.	Other 2/	Corporate	State and local govt.	Other 2/
1956 - Feb. 29	123	220	--	233	785	--
Mar. 30	380	132	--	1,013	811	--
Apr. 30	568	173	--	818	832	--
May 31	198	332	--	448	941	--
June 29	437	81	--	567	690	--
July 31	247	--	37	1,096	726	37
Aug. 31	369	131	--	1,202	958	--
Sept. 28	315	359	--	1,009	1,197	--
Oct. 31	683	162	--	990	955	--
Nov. 30	436	48	23	481	979	23
Dec. 31	476	280	100	796	763	100
1957 - Jan. 31	591	153	35	966	648	35
Feb. 28	740	153	--	795	631	--

Forthcoming Large Offerings, as of March 15

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE</u>			
El Paso Natural Gas Co.	Cum. pfd. stk.	15.0	March 19
Appalachian Electric Power Co.	1st mtg. bds.	29.0	March 20
Public Service Elec. & Gas Co.	Deb.	50.0	March 21
Consumers Power Co.	Common stk.	23.5	March 22
Lone Star Gas Co.	Conv. pfd. stk.	15.5	(rights expire) March 25
American Tel. & Tel. Co.	Deb.	250.0	(rights expire) March 26
General Public Utilities Corp.	Common stk.	20.7	March 29
El Paso Natural Gas Co.	Conv. 2nd pfd. stk.	30.0	(rights expire) April 2
*Baltimore Gas & Electric Co.	Common stk.	17.9	(rights expire) April 3
*Babcock & Wilcox Co.	Capital stk.	21.0	(rights expire) April 3

## Forthcoming Large Offerings, as of March 15 (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE (Cont'd)</u>			
Southern Company	Common stk.	30.1	April 4 (rights expire)
*Houston Lighting & Power Co.	Common stk.	26.3	April 15 (rights expire)
*U. S. Foil Co.	Common stk.	17.7	April 16 (rights expire)
Reynolds Metals Co.	Common stk.	17.3	April 16 (rights expire)
*Columbia Gas System, Inc.	Common stk.	25.0	April 22 (rights expire)
*Quebec Natural Gas Corp.	1st mtg. bds.	25.0	April
*Quebec Natural Gas Corp.	Sub.deb.& common	15.0	April
Michigan Wisconsin Pipe Line Co.	1st mtg. bds.	25.0	1957
<u>STATE AND LOCAL GOVERNMENT</u>			
Alabama Highway Authority	L.L.	14.0	March 19
Commonwealth of Massachusetts	G.O.	20.2	March 19
Dade Co. Tex Dist. No. 1, Florida	G.O.	10.0	March 20
Glendale, California	Elec. rev.	6.5	March 20
Louisiana State Bldg. Authority	L.L.	9.9	March 20
State of South Carolina	G.O.	10.0	March 20
Palm Beach Sch. Dist. No. 1, Florida	G.O.	6.9	March 25
Commonwealth of Puerto Rico	G.O.	10.0	March 26
State of Ohio	Thoroughfare rev.	32.0	March 27
Melbourne, Florida	Wtr. & swr. rev.	6.8	March 27
Jefferson Co., Texas	G.O.	5.4	April 1
Lcs Angeles City Sch. Dist., Calif.	G.O.	20.0	April 2
*Harris Co. Ship Channel Navigation Dist., Texas	G.O.	7.0	April 3
Jacksonville Expressway Authority	Rev.	43.5	April 9
*Public Housing Authorities	--	36.8	April 10
*Milwaukee, Wisconsin	G.O.	22.2	April 16
State of California	G.O.	75.0	April 24
Pennsylvania Turnpike Commission	Rev.	62.0	1957
Inter-American Center Auth., Florida	Rev.	20.0	1957
New York State Thruway Authority	G.O.	50.0	1957
Florida State Turnpike Authority	Rev.	185.0	1957
Oklahoma Turnpike Authority	Rev.	65.0	1957
State of Connecticut	Expressway rev.	54.0	1957
<u>OTHER</u>			
*High Authority of the European Coal & Steel Community	Bonds	25.0	April

\*--Included in table for first time.

1/ Includes corporate and other issues of \$15 million and over; State and local government issues of \$5 million and over.

2/ Includes foreign government and International Bank for Reconstruction and Development issues.

Note.--Deletions for reasons other than sale of issue: None

Yields on New and Outstanding  
Electric Power Bonds, Rated Aa and A 1/

Date	Aa-rated offering yields		A-rated offering yields	
	Actual (per cent)	Amount above seasoned yields (basis points)	Actual (per cent)	Amount above seasoned yields (basis points)
1952 average	3.16	13	3.35	11
1953 average	3.46	16	3.78	26
1954 average	3.02	2	3.12	-3
1955 average	3.23	9	3.33	12
1956 average	3.81	35	3.74	28
1956 - January	None	--	None	--
February	*3.15	3	3.23	-6
March	3.28	11	3.45	15
April	*3.77	40	3.61	26
May	*3.53	19	3.76	28
June	*3.52	18	*3.75	27
July 3			3.82	28
18	3.62	26		
25	3.70	33		
August 1			4.00	43
30	4.07	52		
September 11	4.20	62		
13	4.17	58		
25	4.01	37		
October 10			4.40	63
31	4.20	48		
November 21	4.30	52		
December 6			4.58	70
12	4.30	47		
1957 - January 8	4.50	62		
16			4.67	70
18	4.43	56		
22			4.56	57
24	4.40	53		
February 5	4.29	45		
19	4.25	46		
27	4.22	43		
March 6			4.41	35
12			4.58	52

\*--Single observation, not an average.

1/ Covers only 30-year first mortgage bonds, as reported in Moody's Bond Survey. Except where indicated, the actual yield figure and the amount above seasoned yields are averages of offerings during the indicated period and of the differences between these new offering yields and yields on seasoned issues of similar quality for the same day. Average maturity for the seasoned issues varies from 26 to 28 years.

Exhibit H

Sources and Uses of Funds by Life  
Insurance Companies  
Monthly

(in millions of dollars)

	Uses of Funds <sup>1/</sup>						Total sources or uses
	Cash	U.S. Govt. securities	Business securities	State and local gov't. securities	Mortgages	Other	
1955 - Jan.	-62	209	173	104	282	73	779
Feb.	-28	9	63	37	249	82	412
Mar.	-81	-148	277	-10	268	67	373
Apr.	-2	14	143	1	222	55	433
May	40	-47	168	-9	268	34	454
June	-3	-12	144	1	267	54	451
July	30	50	251	22	264	51	668
Aug.	75	84	-9	-	253	46	449
Sept.	-27	-51	209	4	249	58	442
Oct.	-9	-102	261	7	313	17	487
Nov.	67	-136	153	-3	304	94	479
Dec.	54	-345	295	11	565	148	728
Value of Assets at End of Year	1,254	8,546	37,584	1,998	29,433	11,404	90,219
1956 - Jan.	-87	-153	275	127	367	94	623
Feb.	-113	-157	221	19	302	126	398
Mar.	-14	-191	175	9	281	43	303
Apr.	27	40	118	-	268	29	482
May	19	-99	148	-13	340	58	453
June	-8	-65	106	8	293	64	398
July	15	-35	298	43	328	55	704
Aug.	-29	-108	155	15	285	94	412
Sept.	13	27	54	7	214	104	419
Oct.	16	45	109	5	268	-5	458
Nov.	16	-101	98	11	310	71	405
Dec.	164	-217	193	8	308	89	545
Value of Assets at End of Year	1,273	7,532	39,534	2,237	33,017	12,226	95,819
1957 - Jan.	-132	56	190	7	262	109	492
Feb.							
Mar.							

<sup>1/</sup> Uses of funds represent net changes in assets and therefore reflect net, rather than gross, uses.

Source: Institute of Life Insurance.

Exhibit I

Sources and Uses of Funds  
by Savings and Loan Associations  
Monthly

(in millions of dollars)

	Uses of Funds <sup>1/</sup>				Total Sources or Uses	Sources of Funds		
	Cash	U.S. Govt. securities	Mortgages	Other Assets		Net change Savings Capital	Borrowing <sup>2/</sup>	Other
1955 - Jan.	-10	74	304	-32	335	463	-166	33
Feb.	5	67	335	15	421	323	- 32	130
Mar.	-50	38	535	42	564	355	9	200
Apr.	-88	31	533	50	525	315	60	150
May	3	25	551	93	671	415	73	183
June	126	18	611	12	766	715	207	-156
July	-244	57	534	-71	275	122	62	91
Aug.	-66	15	581	40	569	294	129	146
Sept.	-41	-19	483	13	435	270	111	54
Oct.	117	1	336	46	499	416	73	10
Nov.	67	11	246	97	420	386	18	16
Dec.	268	3	218	15	503	784	54	-335
Value of Assets at End of Year	2,067	2,342	31,461	1,791	37,719	32,192	1,558	3,967
1956 <sup>p/</sup> - Jan.	- 48	108	236	-19	276	423	-197	50
Feb.	-	76	305	53	434	358	- 74	150
Mar.	- 44	57	403	48	463	359	- 51	155
Apr.	- 58	56	409	89	496	330	- 3	169
May	9	45	445	137	635	475	- 2	162
June	121	-32	461	29	599	811	57	-269
July	-169	35	394	-84	175	131	- 59	103
Aug.	- 90	39	452	- 1	400	287	16	97
Sept.	- 43	13	353	55	377	267	32	78
Oct.	37	14	366	68	485	411	- 4	78
Nov.	58	28	291	85	461	394	-	67
Dec.	302	17	274	-15	578	864	82	-368
Value of Assets at End of Year	2,142	2,798	35,870	2,236	43,098	37,302	1,355	4,441
1957 - Jan.	-168	148	232	-25	187	336	-190	41
Feb.								
Mar.								

<sup>p/</sup> Preliminary

<sup>1/</sup> Uses of funds represent net changes in assets and therefore reflect net, rather than gross, uses. Savings and loan associations do not hold business securities and data on holdings of State and local government bonds, presumed to be small, are not available.

<sup>2/</sup> Advances from Home Loan Banks and other borrowing.

Source: Federal Savings and Loan Insurance Corporation.

Exhibit J

Sources and Uses of Funds by  
Mutual Savings Banks  
Monthly

(in millions of dollars)

	Uses of Funds <sup>1/</sup>						Total Sources or Uses	Sources of Funds	
	Cash	U.S. gov't. securities	Business securities	State and local gov't. securities	Mortgages	Other		Net changes in Deposits	Other
1955 - Jan.	2	30	11	31	164	7	245	195	50
Feb.	-43	8	8	7	166	20	166	105	61
Mar.	-1	6	7	13	220	15	260	266	-6
Apr.	-47	-45	-16	-2	184	-24	50	44	6
May	16	-14	-38	5	192	30	191	125	66
June	36	-58	-10	2	229	-8	194	240	-47
July	-65	34	-32	19	213	-23	146	97	49
Aug.	9	-7	-40	-3	231	11	201	134	67
Sept.	-10	-45	-23	-20	232	24	158	182	-24
Oct.	-25	-111	-10	-5	221	-16	54	85	-31
Nov.	-6	-73	-35	-12	177	36	87	27	60
Dec.	73	-13	-	2	200	-15	246	328	-62
Value of Assets at End of Year	965	8,460	3,346	637	17,245	621	31,274	28,187	3,087
1956 - Jan.	-52	21	13	25	192	-20	179	139	40
Feb.	-14	-8	34	2	190	18	222	135	87
Mar.	-13	8	3	16	205	32	251	238	13
Apr.	-56	-52	2	-3	183	5	79	45	34
May	-2	-42	19	-5	194	62	226	162	64
June	85	-75	39	-2	186	-33	200	281	-84
July	-63	-7	34	1	198	-24	139	7	63
Aug.	-19	-47	2	2	227	16	181	102	79
Sept.	-	-37	14	-5	186	25	183	159	24
Oct.	-33	-147	13	-5	205	-15	18	62	-44
Nov.	-22	-78	-7	2	175	53	122	50	72
Dec.	143	-29	13	-	152	-4 <sup>a</sup>	236	396	-160
Value of Assets at End of Year	913	7,970	3,526	670	19,533	693	33,306	30,028	3,278
1957 - Jan.	-89	21	68	6	136	-5	137	85	52
Feb.									
Mar.									

<sup>1/</sup> Uses of funds represent net changes in assets and therefore reflect net, rather than gross, uses.

Source: National Association of Mutual Savings Banks and Federal Deposit Insurance Corporation.