

H.14

June 20, 1957

CAPITAL MARKET DEVELOPMENTS

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

The volume of publicly offered securities was large last week, particularly for corporate securities, but is expected to be somewhat smaller this week. During the week ending June 14, corporations sold large issues totaling \$425 million, including expiration of subscription rights for the \$231 million common stock issue by International Business Machines Corporation. State and local governments sold large issues totaling \$77 million.

The calendar for this week includes corporate offerings totaling \$150 million and State and local government issues for \$24 million. Two other corporate offerings--Associates Investment Company's \$20 million debenture issue and Public Service Electric and Gas Company's \$25 million preferred stock issue--were originally scheduled for sale this week, but were postponed.

Bond yields - Yields on all types of outstanding bonds continued to increase last week, establishing new highs for the year in every category. Daily data indicate further increases through Tuesday of this week for corporate bond yields.

Stock market credit - Customer credit in the stock market (excluding U. S. Government securities) declined slightly during May, reaching a level of \$3,924 million at the end of the month. The decline of \$14 million reflects a decline in bank loans to "others" which more than offset a slight increase in net debit balances. Borrowing by member firms of the NYSE maintaining margin accounts (except borrowings on U. S. Government securities) continued to increase, but more moderately than earlier. Customers' net free credit balances increased, totaling \$817 million at the end of May. The increase of \$10 million nearly offset April's decline in free credit balances. These and other data on stock market credit for May and April are shown in the following table.

	End of month		Change
	May	April	
	(Millions of dollars)		
Customer credit			
Excluding U. S. Govt. securities - total	3,924	3,938	-14
Net debit balances	2,794	2,792	+ 2
Bank loans to "others"	1,130	1,146	-16
Net debit balances secured by U.S. Govt. securities	26	28	- 2
Bank loans to others for purchasing or carrying U.S. Government securities	39	28	+11
Broker and dealer credit			
Money borrowed except on U.S. Govt. securities	2,063	2,051	+12
On customer collateral	1,810	1,789	+21
Money borrowed on U.S. Government securities	52	53	- 1
Customers' net free credit balances	817	807	+10

Stock prices - Stock prices, as measured by the SEC index of 265 common stocks, again reached a new high for the year last week, closing at 290.0 on June 14. The volume of trading increased last week, averaging 2.6 million shares a day. Daily figures through Wednesday of this week indicate a decline in prices, on balance, with the drop quite sharp on Wednesday.

Institutional investors - The increase in life insurance company assets during April amounted to \$414 million, one-seventh less than a year earlier. Holdings of U. S. Government securities increased slightly, after declining in February and March. Last April such holdings increased moderately. Increases in holdings by life insurance companies of business securities this April were larger than a year ago, while the increase in mortgage holdings was \$100 million less than last year.

The growth in deposits at mutual savings banks in April was only \$7 million as compared with an increase of \$45 million last April. The growth of deposits is usually small in April, because of the withdrawal of dividends credited to accounts in March. The increase this year was the smallest for any month since late 1953, however. Net liquidation of U. S. Government securities by savings banks was larger this year than in April 1956. Net purchases of business securities were unusually large, whereas net acquisition of mortgages declined.

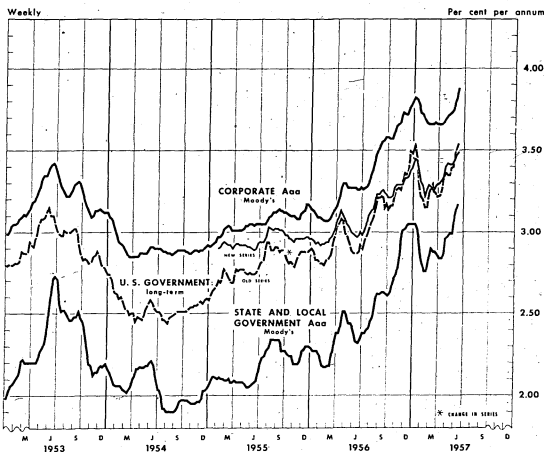
The net increase in savings capital at savings and loan associations in April was \$313 million, slightly smaller than a year earlier. Funds invested in mortgages were about the same as last year. Holdings of U. S. Government securities increased \$28 million, about half as much as the increase in the corresponding period of 1956.

For the first four months of the year, the growth in savings at these three types of financial institutions was one-tenth less than in the same period of 1956. In contrast, savings and time deposits at commercial banks have increased more than a year ago. However, in April the increase in time deposits at commercial banks--\$400 million--was more moderate than in earlier months this year.

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.

HIGH-GRADE BOND YIELDS



Date	Corporate Aaa 1/	U. S. Govt., long-term 2/		State and local govt. Aaa 3/	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	.64
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	.54
1956 - High	3.79 (12/28)	3.49 (12/21)	3.39 (12/28)	3.05 (12/27)	.44	.68
Low	3.07 (3/2)	2.80 (2/17)	2.92 (2/3)	2.17 (2/23)	.13	.32
1957 - High	3.88 (6/14)	3.54 (6/14)	3.49 (6/14)	3.17 (6/13)	.54	.48
Low	3.66 (4/12)	3.15 (2/8)	3.22 (2/8)	2.76 (2/21)	.29	.26
May 17	3.73	3.39	3.41	2.99	.34	.40
May 24	3.75	3.40	3.42	2.99	.35	.41
May 31	3.79	3.42	3.45	3.10	.31	.38
June 7	3.82	3.51	3.47	3.14	.31	.37
June 14	3.68	3.54	3.49	3.17	.34	.37

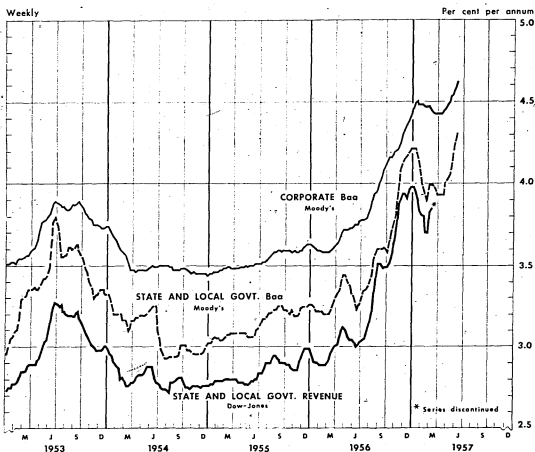
1/ Weekly average of daily figures. Average term of bonds included is 25-26 years.

2/ Weekly averages of daily figures. The old series includes fully taxable, marketable 2 1/2 per cent bonds due or 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 1995 and the 3 1/4 per cent bond of 1978-83.

3/ 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 ^{1/}	State and local govt. Baa ^{2/}	State and local govt. rev. ^{3/}
	(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	4.62 (6/14)	4.31 (6/13)	3.98 (1/4)
Low	4.42 (4/12)	3.90 (2/21)	3.70 (2/22)
May 17	4.53	4.06	4/
May 24	4.54	4.15	
May 31	4.56	4.23	
June 7	4.59	4.27	
June 14	4.62	4.31	

^{1/} Weekly average of daily figures. Average term of bonds included is 25-26 years.

^{2/} Thursday figures. Only general obligation bonds are included; average term is 20 years.

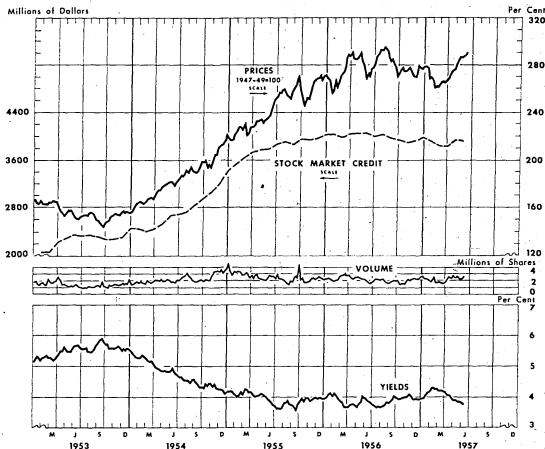
^{3/} Friday figures. Average rating of bonds included is between Baa and A; average term is 20 years.

4/ Series discontinued, as of March 15.

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

STOCK MARKET

Millions of Dollars



Date	Stock price index 1/	Trading volume 2/ (millions of shares)	Common stock yields 3/ (per cent)	Stock market customer credit		
				Total	Customers' debit bal- ances 4/	Bank loans to "others" 5/
(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	2,605	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	3,924	2,740	1,155
1957 - High	290.0 (6/14)	2.7	4.28	3,938	2,794	1,163
Low	260.3 (2/8)	1.6	3.74	3,632	2,713	1,117
April	273.3	2.3	3.96	3,938	2,792	1,146
May	384.2	2.4	3.82	3,924	2,794	1,130
May 31	286.6	2.2	3.82	n.a.	n.a.	1,130
June 7	287.4	2.2	3.80	n.a.	n.a.	1,137
June 14	290.0	2.6	3.74	n.a.	n.a.	n.a.

n.a.--Not available.

^{1/} SEC index of 265 common stocks, weekly closing prices, 1939=100; converted to 1947=100 by Federal Reserve. The conversion factor is 123.91.

^{2/} Averages of daily trading volume on the New York Stock Exchange.

^{3/} Moody's 125 industrial stocks; weekly data based on Friday.

^{4/} 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.

^{5/} 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	1,063	573	535	685	404	535
February	1,071	712	407	566	696	312
March	1,344	817	1,223	499	390	538
April	e/ 950	818	478	e/750	378	427
May	e/ 750	1,146	886	e/550	490	350
June	e/1,200	841	687	e/425	735	642
July		1,063	597		376	470
August		654	644		199	249
September		838	670		333	406
October		745	1,162 ^{1/}		645	919
November		1,089 ^{2/}	632		311	658
December		1,088	900		426	408
1st quarter	3,479	2,102	2,165	1,750	1,490	1,385
2nd quarter	e/2,900	2,805	2,052	e/1,725	1,603	1,418
3rd quarter		2,556	1,911		908	1,124
4th quarter		2,922	2,695		1,382	1,984
1st half	e/6,379	4,907	4,216	e/3,475	3,093	2,803
Three quarters		7,463	6,127		4,001	3,927
Year		10,384	8,821		5,383	5,911
Excluding finance companies ^{3/}						
1st quarter	3,268	1,647	1,727			
2nd quarter	e/2,650	2,541	1,870			
3rd quarter		2,246	1,444			
4th quarter		2,826	2,554			
Year		9,259	7,595			

e/ Estimated.

^{1/} Includes \$637.2 million AT&T convertible debenture issues.

^{2/} Includes \$571.5 million AT&T common stock issues.

^{3/} 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 2/
1956 - 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
March	788	194	--
April	477	499	125
May	329	248	25

Large Individual Issues Offered June 1 through 14

Issuer	Type 3/	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offering yield	Rating
<u>CORPORATE</u>						
Virginia Elec. & Pwr. Co.	Common stk.	24.2				
Boston Edison Co.	1st mtg. bds.	25.0	1987	4 5/8	4.53	Aaa
General Tele. Co. of Calif.	1st mtg. bds.	20.0	1987	5	5.00	A
Columbia Gas System, Inc.	Deb.	20.0	1982	5 1/2	5.40	A
Georgia Power Co.	1st mtg. bds.	15.5	1987	5 1/4	5.10	A
Metropolitan Edison Co.	1st mtg. bds.	19.0	1987	4 7/8	4.78	Aa
Commercial Credit Co.	Sr. notes	75.0	1977	5	4.95	--
Int. Business Machines Corp.	Common stk.	231.0				
General Telephone Corp.	Conv. deb.	44.5	1977	4 1/2	4.25	Ba
Michigan Wisconsin P.L.Co.	1st mtg. P.L. bds.	30.0	1977	6 1/4	6.00	Baa
Consolidated Nat. Gas Co.	Deb.	25.0	1982	4 7/8	4.80	Aaa
<u>STATE AND LOCAL GOVERNMENT</u>						
Tacoma, Washington	Lt.&Pwr. rev.	5.0	1959-83	4.29	3.15-4.25	Baa
Columbus, Ohio	G.O.	5.0	1959-83	3.35	2.60-3.40	Aa
Los Angeles, California	Elec. rev.	15.0	1958-87	3.88	2.50-3.90	Aa

Large Individual Issues Offered June 1 through 14 (Cont'd)

Issuer	Type 3/	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offering yield	Rating
<u>STATE AND LOCAL GOVERNMENT</u>						
San Antonio, Texas	Water rev.	13.9	1966-84	3.78	3.30-3.80	Aa
Dallas, Texas	Airport rev.	6.3	1962-81	4.11	n.a.	n.a.
Cheltenham S. D. Auth., Pa.	Rev.	6.4	1958-91	4.46	2.80-4.50	A
State of Ohio	Highway rev.	32.0	1957-72	3.75	2.20-3.65	Aa
Pittsburgh, Pennsylvania	G.O.	5.2	1958-77	3.43	2.40-3.40	A
Cowlitz Co. P.U.D. No. 1, Washington	G.O.	20.0	1960-2007	5.06	3.25-5.00	--
Hempstead C.H.S.D. No. 3, New York	G.O.	8.2	1958-86	4.34	2.85-4.30	Baa
San Diego, California	G.O.	5.0	1958-77	3.73	2.50-3.75	A
<u>OTHER</u>						
None						

n.a.--Not available.

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 <u>2/</u>	Corporate	State and local govt.	Other <u>2/</u>
1956 - 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	--
Mar. 29	461	290	25	486	862	25
Apr. 30	187	179	25	258	396	25
May 31	525	97	--	525	388	--

Forthcoming Large Offerings, as of June 14

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE</u>			
Michigan Consolidated Gas Co.	1st mtg. bds.	30.0	June 18
Fairbanks Morse & Company	Deb.	15.0	June 18
Southern Bell Tel. & Tel. Co.	Deb.	70.0	June 19
Texas Eastern Transmission Corp.	Conv. pfd. stk.	20.0	June 20
Texas Eastern Transmission Corp.	Deb.	15.0	June 20
Delaware Power & Light Co.	1st & coll. tr. bds.	15.0	June 25
Philadelphia Electric Co.	Common stk.	22.1	June 25 (rights expire)
Puget Sound Power & Light Co.	1st mtg. bds.	20.0	June 26
Household Finance Corp.	S.F. deb.	40.0	June 27
Southern California Gas Co.	1st mtg. bds.	35.0	June 27
Kaiser Aluminum & Chemical Corp.	Conv. pfd. stk.	30.0	June 27
Kerr McGee Oil Industries, Inc.	S.F. deb.	20.0	June
Tirken Roller Bearing Co.	Common stk.	19.4	July 1 (rights expire)
Southern California Edison Co.	1st & ref. mtg. bds.	40.0	July 2
Rochester Gas & Electric Co.	1st mtg. bds.	15.0	July 3
*Central Illinois Light Co.	1st mtg. bds.	15.0	July 10
*Wisconsin Telephone Co.	Deb.	30.0	July 10

Forthcoming Large Offerings, as of June 14 (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE (Cont'd)</u>			
*Washington Water Power Co.	1st mtg. bds.	30.0	July 11
West Penn Power Co.	1st mtg. bds.	20.0	July 11
Jersey Central Power & Light Co.	1st mtg. bds.	15.0	July 17
Public Service Electric & Gas Co.	Pfd. stk.	25.0	1957
Associates Investment Co.	Deb.	20.0	1957
<u>STATE AND LOCAL GOVERNMENT</u>			
Independence, Missouri	Elec. rev.	8.0	June 18
State of Rhode Island	G.O.	7.0	June 19
State of Vermont	G.O.	9.3	June 20
Sabine River Auth., Texas	Water rev.	5.0	June 24
Louisville & Jefferson Cos. Sewer Dist., Kentucky	Rev.	8.0	June 25
East Baton Rouge Parish Sch. Dist., La.	G.O.	10.0	June 26
Louisiana State University	Bldg. rev.	7.5	June 26
Harris Co., Texas	G.O.	5.0	June 27
*Wayne Co., Michigan	Airport rev.	6.6	June 27
*Ft. Worth Ind. Sch. Dist., Texas	G.O.	5.0	June 27
Atlanta, Georgia	G.O.	15.0	July 20
Milwaukee, Wisconsin	Water rev.	10.0	July 23
*State of California	G.O.	50.0	July 24
Los Angeles City Sch. Dists., Calif.	G.O.	44.0	August 13
*State of Ohio	Highway rev.	31.0	Sept. 10
State of Texas	G.O.	12.5	1957
Jacksonville, Florida	Utilities rev.	30.0	1957
University System Bldg. Auth., Ga.	Rev.	12.0	1957
Pennsylvania Turnpike Commission	Rev.	62.0	1957
Inter-American Center Auth., Fla.	Rev.	20.0	1957
New York State Thruway Authority	G.O.	50.0	1957
Oklahoma Turnpike Authority	Rev.	65.0	1957
<u>OTHER</u>			
Metropolitan Toronto, Ontario	Deb.	39.4	June 26
*Montreal, Quebec	Deb.	25.0	July 10

*--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 - 1956				
High	4.30(12/12/56)	62	4.58(12/6/56)	70
Low	2.93(3/31/54)	- 3	3.00(3/17/54)	-15
1956 - July	3.66	29	*3.82	28
August	*4.07	52	*4.00	43
September	4.13	53	None	--
October	*4.20	48	*4.40	63
November	*4.30	52	None	--
December	*4.30	47	*4.58	70
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
20			4.55	49
29			4.45	43
April 3	4.29	50		
10			4.60	59
12			4.50	49
May 10			4.53	52
15			4.53 2/	52
16	4.50	65	4.70	69
21	4.38 2/	51		
23			5.00	98
29			5.25	123
June 5	4.63	75		
7			5.10	106
11	4.78	87		

*--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.

2/ Provides for a 5-year period during which issue may not be called for refunding at a lower coupon rate. Other issues have no such provision.

Exhibit H

Sources and Uses of Funds by Life Insurance Companies
Monthly

(In millions of dollars)

	Uses of Funds 1/						Total sources or uses
	Cash	U.S. Govt. securities	Business securities	State and local govt. 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.	55	-346	293	11	558	201	772
Value of Assets at End of Year	1,255	8,545	37,580	1,998	29,425	11,464	90,267
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	288	-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	114	497
Feb.	-38	-44	160	--	200	144	422
Mar.	-47	-117	192	7	193	r/108	r/336
Apr.	24	3	165	13	168	41	414

r/ Revised.

1/ 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 1/				Total Sources or Uses	Sources of Funds		
	Cash	U.S. Govt. secur- ities	Mort- gages	Other Assets		Net change Savings Capital	Borrow- ing 2/	Other
1955 - Jan.	- 10	74	304	-32	335	463	-166	38
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	3,969
1956 ^{p/} - 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	481	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 ^{p/} - Jan.	-168	148	232	-25	187	336	-190	41
Feb.	- 39	115	269	54	399	315	- 62	146
Mar.	- 24	92	363	86	516	359	- 15	172
Apr.	- 48	28	402	115	496	313	10	173

p/ Preliminary.

1/ 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.

2/ 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)

(in millions of dollars)									
	Uses of Funds 1/						Sources of Funds		
	Cash	U.S. Govt. secur- ities	Busi- ness secur- ities	State and local govt. secur- ities	Mort- gages	Other	Total Sources or Uses	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	-82
Value of Assets 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	89	-90	45	-5	183	-32	190	278	-88
July	-63	-7	34	1	198	-24	139	76	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	1	175	53	122	50	72
Dec.	140	-10	5	8	146	-42	247	399	-152
Value of Assets at End of Year	920	7,971	3,523	669	19,529	698	33,311	30,032	3,279
1957 - Jan.	-89	21	68	6	136	-5	137	85	52
Feb.	--	20	54	1	92	27	194	112	82
Mar.	13	18	83	--	127	32	273	238	35
Apr.	-56	-76	63	2	121	-20	34	7	27

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

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