

H.11

January 23, 1958

CAPITAL MARKET DEVELOPMENTS

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

The volume of public security financing was substantial last week. Corporations sold large issues totaling \$143 million and State and local governments offered issues with aggregate proceeds of \$173 million. The State and local government total includes Missouri's re-scheduled \$55 million bond issue which was sold at a net interest cost of 2.24 per cent. In mid-September when \$30 million of these Aaa-rated bonds were first offered for sale no bids were received because of a 3 per cent interest rate limitation.

This week, a large corporate issue of \$75 million is expected, and State and local government issues totaling \$112 million are scheduled for sale. A \$15 million bond issue of the Union of South Africa was sold on January 21.

Bond yields - Yields on outstanding bonds declined further last week, except for U. S. Government bond yields which increased slightly. The decline was particularly sharp for yields on State and local government bonds.

Offering yields on new corporate issues have also declined further recently. A new A-rated, 30-year first mortgage electric utility issue was offered to investors on Tuesday of this week to yield 3.80 per cent -- 5 basis points below that for a comparable issue sold last week, and 170 basis points below a comparable issue in early November. An Aa-rated issue with similar terms was offered on Thursday to yield 3.60 per cent -- 70 basis points below that for the last comparable issue, an offering made in early December.

Stock market credit - Customer credit in the stock market (excluding that extended on U. S. Government securities) showed little net change during December, reaching a level of \$3,576 million at the end of the month. This is the smallest amount outstanding since January 1955, and represents a decline of 11 per cent from the peak in June 1957. Net debit balances declined \$35 million in December; the decline, however, was nearly offset by the increase in bank loans to "others." Borrowing (except borrowing on U. S. Government securities) by member firms of the NYSE maintaining margin accounts increased in December. Customers net free credit balances also increased. These and other data on stock market credit for December and November are shown in the following table.

	End of month		Change
	Dec.	Nov.	
	(Millions of dollars)		
Customer credit			
Excluding U. S. Govt. securities - total	3,576	3,577	-1
Net debit balances	2,482	2,517	-35
Bank loans to "others"	1,094	1,060	34
Net debit balances secured by U. S. Govt. securities	68	42	26
Bank loans to others for purchasing or carrying U. S. Government securities	60	33	27
Broker and dealer credit			
Money borrowed except on U. S. Govt. securities	1,706	1,641	65
On customer collateral	1,494	1,443	51
Money borrowed on U. S. Government securities	124	56	68
Customers' net free credit balances	896	876	20

Stock prices - The Standard and Poor's index of 500 common stocks increased about 2 per cent last week, closing at 41.10 on January 17. Prices showed little change on balance in early part of this week, closing at 41.20 on Wednesday.

Institutional investors - In November, savings capital at savings and loan associations increased more than a year earlier, while the increases in life insurance company assets and deposits at mutual savings banks were smaller than in November 1956.

The increase in life insurance company assets during November amounted to \$373 million, about 8 per cent less than a year earlier. As has been the case in each month this year, the increase in holdings of mortgages was much smaller this November. The increase in business security portfolios, however, was more than twice as large as a year ago. Net liquidation of U. S. Government securities was about the same in both years.

The net increase in savings capital of savings and loan associations was \$399 million, about six per cent greater than a year earlier. While holdings of U. S. Government securities increased, the increase was below that in the corresponding month of 1956, but funds invested in mortgages were larger.

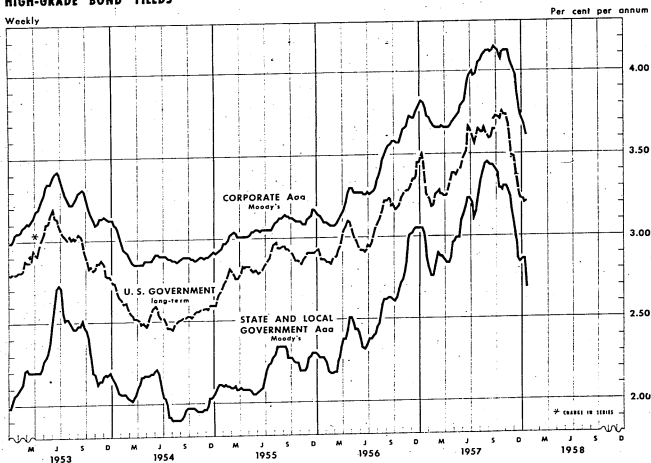
Growth in deposits at mutual savings banks in November was \$36 million, compared with an increase of \$50 million a year ago. (The decline in savings and time deposits at commercial banks, which is usual in November when Christmas savings deposits are withdrawn, was about the same in both years.) Net liquidation of U. S. Government securities by savings banks in November was greater than last year. Net acquisition of mortgages was more than 40 per cent smaller than a year earlier, while net purchases of business securities continued to be unusually large.

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

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 1/	U. S. Govt. long-term 2/	State and local govt. Aaa 3/	Spread between U. S. Govt. and	
				Corporate Aaa	State and local Aaa
(Per cent)					
1953 - High	3.42 (6/19)	3.19 (6/5)	2.73 (6/25)	.37	.83
Low	2.99 (1/9)	2.74 (12/31)	1.98 (1/8)	.20	.33
1954 - High	3.09 (1/8)	2.74 (1/8)	2.21 (6/10)	.43	.62
Low	2.85 (4/23)	2.45 (8/6)	1.90 (9/2)	.30	.30
1955 - High	3.17 (12/23)	2.97 (8/5)	2.34 (9/8)	.27	.76
Low	2.91 (1/7)	2.64 (1/7)	2.05 (5/26)	.11	.57
1956 - High	3.79 (12/28)	3.45 (12/28)	3.05 (12/27)	.41	.71
Low	3.07 (3/2)	2.84 (2/17)	2.17 (2/23)	.12	.32
1957 - High	4.14 (9/27)	3.76 (10/18)	3.45 (8/29)	.60	.47
Low	3.66 (4/12)	3.18 (2/8)	2.76 (2/21)	.27	.15
December 20	3.77	3.25	2.86	.52	.39
December 27	3.73	3.23	2.84	.50	.39
January 3	3.68	3.22	2.86	.46	.36
January 10	3.65	3.20	2.86	.45	.34
January 17	3.61	3.21	2.68	.40	.53

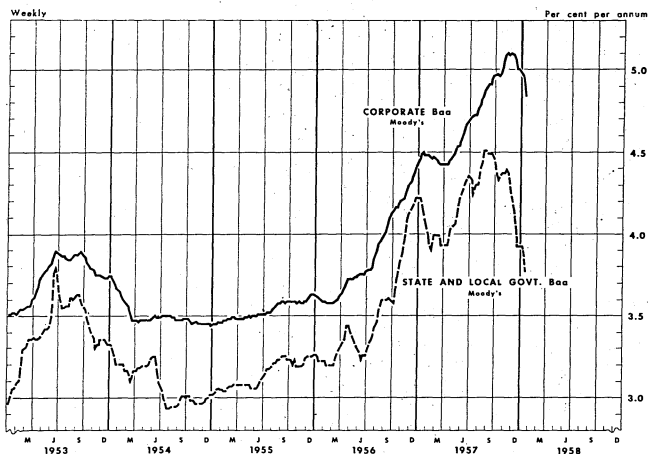
1/ Weekly average of daily figures. Average term of bonds included is 25-26 years.

2/ Weekly averages of daily figures. The series includes bonds due or callable in 10 years or more.

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/	Spread between Aaa and Baa	
			Corporate	State and local govt.
(Per cent)				
1953 - High	3.89 (9/18)	3.79 (6/25)	.69	1.21
Low	3.50 (1/2)	2.96 (1/8)	.42	.98
1954 - High	3.74 (1/8)	3.32 (1/7)	.68	1.16
Low	3.44 (12/31)	2.93 (8/5)	.52	.93
1955 - High	3.63 (12/30)	3.26 (12/29)	.54	1.03
Low	3.45 (1/14)	3.02 (1/6)	.45	.87
1956 - High	4.41 (12/28)	4.22 (12/27)	.63	1.17
Low	3.58 (3/9)	3.20 (3/8)	.42	.89
1957 - High	5.10 (11/29)	4.51 (8/29)	1.27	1.21
Low	4.42 (4/12)	3.90 (2/21)	.64	1.04
December 20	5.00	3.92	1.23	1.06
December 27	5.00	3.92	1.27	1.08
January 3	4.96	3.92	1.28	1.06
January 10	4.92	3.88	1.27	1.02
January 17	4.84	3.77	1.23	1.09

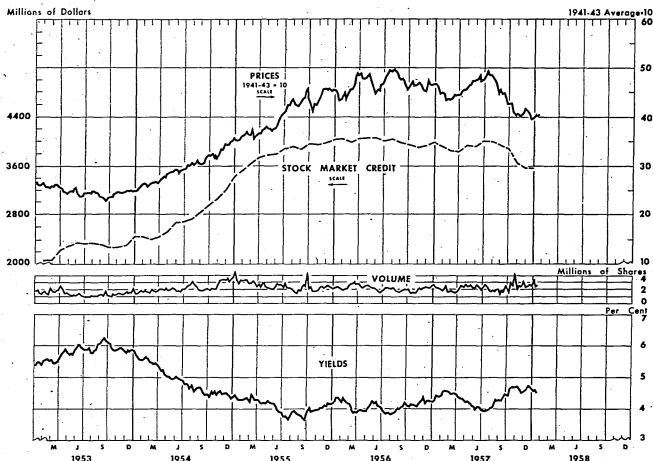
1/ Weekly average of daily figures. Average term of bonds included is 25-26 years.

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

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	26.54 (1/2)	2.5	6.25	2,455	1,665	780
Low	22.95 (9/18)	0.9	5.38	2,055	1,314	664
1954 - High	35.98 (12/31)	3.7	5.82	3,436	2,388	1,048
Low	24.93 (1/8)	1.4	4.32	2,405	1,653	746
1955 - High	45.89 (12/9)	4.6	4.42	4,030	2,805	1,241
Low	35.28 (1/14)	1.5	3.64	3,537	2,517	1,018
1956 - High	49.64 (8/3)	3.1	4.35	4,047	2,823	1,267
Low	43.22 (1/20)	1.5	3.82	3,914	2,740	1,155
1957 - High	49.08 (7/12)	4.2	4.72	4,031	2,887	1,163
Low	39.48 (12/20)	1.4	3.91	3,576	2,482	1,054
November	40.35	2.5	4.62	3,577	2,517	1,060
December	40.33	2.6	4.63	3,576	2,482	1,094
January 3	40.87	3.3	4.56	n.a.	n.a.	n.a.
January 10	40.37	2.2	4.58	n.a.	n.a.	n.a.
January 17	41.10	2.4	4.50	n.a.	n.a.	n.a.

n.a.--Not available. c/ Corrected.

1/ Standard and Poor's composite index of 500 common stocks, weekly closing prices, 1941-43=10. Monthly data are averages of daily figures rather than of Fridays' only. Highs and lows are for Friday's data only.

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

3/ Standard and Poor's composite stock yield based on Wednesday data converted to weekly closing prices by Federal Reserve.

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 70 per cent of loans to others.

For further detail see *Bulletin*.

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 1/		
	1958	1957	1956	1958	1957	1956
January	e/ 800	1,063	573	e/ 700	742	404
February		1,071	712		572	696
March		1,344	817		506	390
April		924	818		765	378
May		771	1,146		546	490
June		1,489	841		393	735
July		991	1,063		529	408
August		914	654		584	206
September		973	838		430	357
October		1,014	745		696	639
November		831	1,069 2/		632	347
December		e/1,000	1,088		688	409
1st quarter		3,479	2,102		1,820	1,490
2nd quarter		3,184	2,805		1,704	1,603
3rd quarter		2,878	2,556		1,544	971
4th quarter		e/2,845	2,922		2,016	1,395
1st half		6,662	4,907		3,524	3,093
Three quarters		9,540	7,463		5,068	4,064
Year		e/12,385	10,384		7,084	5,459
Excluding finance companies 3/						
1st quarter		3,268	1,647			
2nd quarter		2,924	2,541			
3rd quarter		2,560	2,246			
4th quarter		e/2,695	2,826			
Year		e/11,446	9,260			

e/ Estimated.

1/ Data through June 1956 are Bond Buyer data classified as new capital by Federal Reserve; later data are from the Investment Bankers Association of America and are somewhat more complete as to coverage than the earlier data, particularly for Federal Government loans.

2/ Includes \$571.5 million AT&T common stock issue.

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 - December	430	201	--
1957 - January	567	386	100
February	671	306	50
March	788	194	--
April	477	499	125
May	329	248	25
June	877	176	39
July	525	265	25
August	526	357	--
September	537	185	30
October	574	435	75
November	420	386	--
December	399	439	--

Large Individual Issues Offered January 1 through 17

Issuer	Type 3/	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offering yield	Rating
<u>CORPORATE</u>						
Commercial Credit Co.	Notes	50.0	1978	4 1/8	4.20	--
Conn. Light & Power Co.	1st&ref.mtg.bds.	30.0	1988	3 7/8	3.89	Aaa
Washington Water Pwr. Co.	1st mtg. bds.	20.0	1988	4 1/8	4.10	A
Commonwealth Edison Co.	S.F. deb.	50.0	2008	3 7/8	3.83	Aa
W.Va. Pulp & Paper Co.	Deb.	40.0	1978	4	4.05	A
Pacific Power & Light Co.	1st mtg. bds.	15.0	1988	4 1/4	4.25	Baa
Alabama Power Co.	1st mtg. bds.	23.0	1988	3 7/8	3.85	A
Kimberly Clark Corp.	S.F. deb.	15.0	1983	3 3/4	3.75	Aa

Large Individual Issues Offered January 1 through 17 (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>						
Los Angeles, California	G.O.	25.0	1959-88/68	3.18	2.10-3.30	Aa
Dade Co., Florida	G.O.	11.5	1958-72/63	3.61	2.75-3.50	A
Caddo Parish S. D., La.	G.O.	7.5	1959-78	3.17	2.15-3.20	A
Des Moines Sch. Dist., Ia.	G.O.	5.7	1958-77	2.62	1.80-2.60	Aa
State of New York	G.O.	37.5	1959-72	2.28	1.60-2.30	A
Ca. Rural Roads Auth.	Rev.	17.5	1959-78/68	3.41	2.20-3.40	A
State of Missouri	G.O.	55.0	1959-79	2.34	1.60-2.38	Aaa
New York, New York	G.O.	25.5	1959-61	2.12	1.75-2.05	A
State of No. Carolina	G.O.	10.0	1959-77	2.39	1.60-2.40	Aa
Pa. State Hwy. & Bridge Auth.	Rev.	20.0	1960-79/65	2.63	1.90-2.70	Aa
San Diego Wtr. Auth., Calif	Rev.	7.5	1959-93	3.29	2.00-3.35	A
<u>OTHER</u>						
Int'l Bk. for Reconstruc- tion and Development	Bds.	150.0	1979	4 1/4	4.29	Aa

^{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 obligations; 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 - 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	--
June 28	370	172	25	415	498	25
July 31	526	252	--	811	514	--
Aug. 30	578	243	30	845	439	30
Sept. 30	576	370	--	647	587	15
Oct. 31	458	369	30	815	573	45
Nov. 29	383	387	18	1,193	589	63
Dec. 31	378	383	150	1,161	614	165

Forthcoming Large Offerings, as of January 17

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE</u>			
Pacific Gas & Electric Co.	1st & ref. mtg. bds.	75.0	Jan. 22
Commerce Oil Refining Corp.	Deb., bds. & common	45.0	Jan.
Royal Dutch Petroleum Co.	Common stk.	100.0	Feb. 10
*Northern Natural Gas Co.	Common stk.	20.0	(rights expire) Feb. 11
Indiana & Michigan Electric Co.	1st mtg. bds.	25.0	(rights expire) Feb. 14
Pennsylvania Electric Co.	1st mtg. bds.	29.0	Feb. 25
Cleveland Electric Illuminating Co.	1st mtg. bds.	30.0	Feb. 26
American Telephone & Telegraph Co.	Conv. deb.	718.3	March 12
Natural Gas Pipeline Co. of America	1st mtg. bds.	40.0	(rights expire) Winter

Forthcoming Large Offerings, as of January 17 (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>STATE AND LOCAL GOVERNMENT</u>			
*Mansfield, Ohio	Sewer rev.	6.2	Jan. 21
State of California	G.O.	100.0	Jan. 22
Milwaukee Co., Wisc.	Sewer rev.	5.7	Jan. 24
*Dallas, Texas	Water & sewer rev.	5.0	Jan. 27
Dallas, Texas	G.O.	6.8	Jan. 27
Florida State	G.O.	7.9	Jan. 28
*Tonawanda City Sch. Dist., N. Y.	G.O.	5.1	Jan. 28
State of South Carolina	G.O.	8.0	Jan. 28
*Boston Met. Dist., Mass.	G.O.	5.5	Jan. 29
Los Angeles, California	Water rev.	9.0	Jan. 29
State of New Hampshire	G.O.	28.4	Jan. 30
Puerto Rico Water Resources Auth.	Rev.	25.0	Jan.
*Met. Fair & Exposition Auth., Ill.	Bldg. rev.	25.0	Feb. 3
*Allegheny Co. Sanitary Auth., Pa.	Sewer rev.	25.0	Feb. 4
No. Hempstead Sch. Dist. No. 9, N.Y.	G.O.	7.4	Feb. 4
East Baton Rouge Par. S.D. No.1, La.	G.O.	10.0	Feb. 4
Memphis, Tenn.	G.O.	12.5	Feb. 4
*New Orleans, La.	G.O.	6.3	Feb. 5
Denver, Colorado	Water rev.	20.0	Feb. 5
Public Housing Authorities	--	67.1	Feb. 5
Wichita Sch. Dist. No. 1, Kansas	G.O.	5.0	Feb. 6
*Met. Water Dist. of Southern Calif.	Rev.	18.0	Feb. 11
*Guilford Co., North Carolina	G.O.	6.0	Feb. 11
*Milwaukee, Wisconsin	Water rev.	10.0	Mar. 18
New York State Thruway Auth.	Rev.	40.0	Winter
Pennsylvania Turnpike Commission	Rev.	62.0	Winter
Inter-American Center Authority, Fla.	Rev.	20.0	Winter
<u>OTHER</u>			
Union of South Africa	Ext. loan bds.	15.0	Jan. 21
Quebec Hydro-Electric Commission	Deb.	50.0	Feb.

*--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
1957 - January	4.44	57	4.62	64
February	4.25	44	None	
March	None		4.50	45
April	*4.29	50	4.55	54
May	4.44	58	4.80	79
June	4.71	81	*5.10	106
July	4.66	57	4.86 2/	70
August	*5.00	75	None	
September 5	4.80	51		
6	4.85	56		
25			5.10	51
October 1	4.78	45		
15			5.00	39
17			4.95	34
24			5.30	67
November 7	4.97	63	5.50	88
8	4.86 3/	52		
15			5.05 2/	43
20	4.82	53		
21	4.65	37		
22	4.65	39		
December 6	4.30	44		
12			4.40	r/4
1958 - January 8			4.07	r/9
9			4.10 2/	r/13
17			3.85	-3

r/ Revised. Daily bond yields for A-rated public utility issues have been revised from December 5, 1957, through January 9, 1958.

*--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/ Both issues on which July average is based and other issues so marked provide 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.

Sources and Uses of Funds by Life
Insurance Companies
Monthly

	(In millions of dollars)						Total sources or uses
	Uses of Funds 1/						
	Cash	U.S. Govt. secur- ities	Busi- ness secur- ities	State and local govt. secur- ities	Mort- gages	Other	
1955 - 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.	-88	-152	274	125	373	85	617
Feb.	-113	-157	230	20	304	93	377
Mar.	-14	-191	169	10	280	57	311
Apr.	27	40	116	--	269	8	460
May	19	-99	153	-14	340	55	454
June	-9	-66	106	8	293	65	397
July	16	-36	297	44	329	56	706
Aug.	-29	-109	142	16	282	109	411
Sept.	11	24	71	5	215	93	419
Oct.	16	47	108	1	289	-1	463
Nov.	16	-101	90	12	307	73	405
Dec.	166	-226	205	--	288	115	557
Value of Assets at End of Year	1,273	7,519	39,512	2,234	32,994	12,272	95,844
1957 - Jan.	-132	69	172	10	285	68	472
Feb.	-38	-44	107	--	200	144	422
Mar.	-47	-117	112	7	193	108	336
Apr.	24	3	105	13	168	41	414
May	-22	-90	165	26	182	119	380
June	60	-70	122	--	137	72	371
July	-5	36	100	33	197	91	766
Aug.	-30	-38	114	10	191	82	369
Sept.	45	-44	108	7	150	92	438
Oct.	-16	9	227	12	162	8	412
Nov.	14	-50	200	10	127	118	373
Dec.							

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

Source: Institute of Life Insurance.

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. securities	Mortgages	Other assets		Net change savings capital	Borrowing 2/	Other
1955 - 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 - Jan.	-48	110	214	-27	248	413	-200	35
Feb.	-4	73	296	56	420	346	-75	149
Mar.	-47	57	397	44	450	347	-51	154
Apr.	-62	55	408	88	488	319	-5	174
May	12	43	436	127	617	462	-2	157
June	122	-34	440	12	539	769	54	-284
July	-178	34	414	-84	186	442	-59	103
Aug.	-96	39	447	9	398	287	16	95
Sept.	-43	13	354	54	377	267	28	82
Oct.	36	14	356	68	473	405	2	66
Nov.	58	25	274	81	437	377	--	60
Dec.	302	11	232	-21	523	622	81	-380
Value of Assets at End of Year	2,119	2,782	35,729	2,199	42,875	37,448	1,347	4,000
1957 ^{2/} - Jan.	-172	142	200	-24	145	336	-215	24
Feb.	-40	117	266	57	399	315	-70	154
Mar.	-23	91	364	84	515	359	-21	177
Apr.	-48	30	404	112	497	313	14	170
May	38	18	458	141	651	468	19	167
June	187	-41	465	41	651	859	106	-314
July	-320	41	394	-100	14	-68	-34	116
Aug.	-106	23	463	59	438	252	39	147
Sept.	8	26	363	55	451	324	47	80
Oct.	-21	-10	426	94	488	367	18	103
Nov.	84	19	303	69	473	399	8	66
Dec.								

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.

Sources and Uses of Funds by
Mutual Savings Banks
Monthly

(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 - 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 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	6	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	-85
July	-63	-7	34	1	198	-24	139	76	63
Aug.	-19	-47	2	2	227	16	181	102	79
Sept.	--	-37	14	-5	166	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
May	12	-19	62	2	127	62	246	169	77
June	71	-72	72	-1	118	-8	150	265	-115
July	-73	-7	62	7	122	-29	82	16	66
Aug.	-42	11	61	-3	111	28	166	90	76
Sept.	27	-17	55	2	103	18	188	206	-18
Oct.	-24	-136	60	-3	124	-41	-20	34	-54
Nov.	6	-136	93	7	100	38	108	36	72
Dec.									

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.