

H.14

March 30, 1959

CAPITAL MARKET DEVELOPMENTS

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

The volume of public security financing was small during the holiday-shortened week ending March 27, but is expected to be somewhat larger this week. Last week, corporations sold large issues totaling \$70 million. No large State and local government bonds had been scheduled for sale. This week, the calendar includes large corporate issues for new capital amounting to \$116 million, State and local government issues totaling \$74 million, and a \$90 million long-term offering by the Federal National Mortgage Association.

Bond yields - Changes in bond yields were mixed, but minor again last week. Yields on outstanding high-grade corporate and U. S. Government bonds increased, while those for State and local government bonds remained stable. Yields for lower-grade corporate bonds declined.

Yields on new corporate issues also have shown little change recently. Two new Aa-rated, first mortgage electric utility bond issues were offered to investors last week, each to yield 4.43 per cent. This yield is slightly above the yield of the last comparable offering made two weeks earlier. It should be noted that the earlier issue included a five-year nonrefundable provision while the recent issues had no such restriction.

April security volume - New corporate security offerings are expected to total \$700 million in April, slightly above the estimated volume for March, but nearly two-fifths less than in April 1958. Large public security issues for new capital are expected to total over \$350 million.

State and local government security financing is expected to total \$750 million in April. This volume would be nearly one-sixth more than in March, but slightly less than a year earlier. This estimate includes a \$200 million offering of the New York State Power Authority scheduled for sale in mid-April.

Stock prices - Stock prices, as measured by the Standard and Poor's index of 500 common stocks, declined further last week, closing at 55.76 on March 26. Trading activity was much lighter than recently, averaging 3.2 million shares a day.

Institutional investors - In January, life insurance company assets increased more rapidly than a year earlier, while the increase in deposits at mutual savings banks and savings capital at savings and loan associations was smaller than in January 1958. (Savings increased rapidly during 1958 at mutual savings banks and savings and loan associations; the 1958 growth in life insurance company assets was much more moderate.) The combined growth at these three institutions was four per cent smaller than a year earlier. The investment pattern of each of the institutions showed little change from that of late 1958.

The increase in life insurance company assets was one-tenth larger this January than in 1958. Net acquisition of U. S. Government securities was nearly two-thirds larger than last January. The increase in U. S. Government holdings reflected both sizable acquisition of the new 4 per cent bond sold in January and a further increase in holdings of bills and other short-term obligations. Holdings of both business securities and mortgages increased less rapidly than a year earlier, with the growth in the former being one-sixth less and in the latter two-fifths smaller.

Savings capital at savings and loan associations rose \$434 million in January, slightly less than a year earlier. Net acquisition of U. S. Government securities was very large, totaling nearly \$300 million compared with less than \$50 million in January 1958. The net increase in holdings of mortgages was more than twice as large as a year earlier. Holdings of cash declined more this January, but repayment of borrowing was about one-half smaller this year.

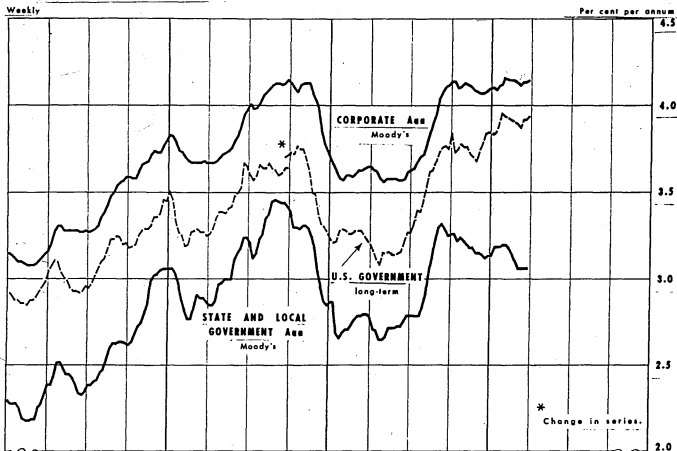
Growth in deposits at mutual savings banks was \$122 million, nearly one-half smaller than last January. As they were at the other savings institutions, net acquisitions of U. S. Government securities by savings banks were very large in January (\$119 million), reflecting to a large extent purchases of the new 4 per cent bond. The increase in holdings of mortgages was three-fifths larger than last year. There was a slight net liquidation of business securities this January in contrast to an increase of more than \$150 million in January 1958.

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

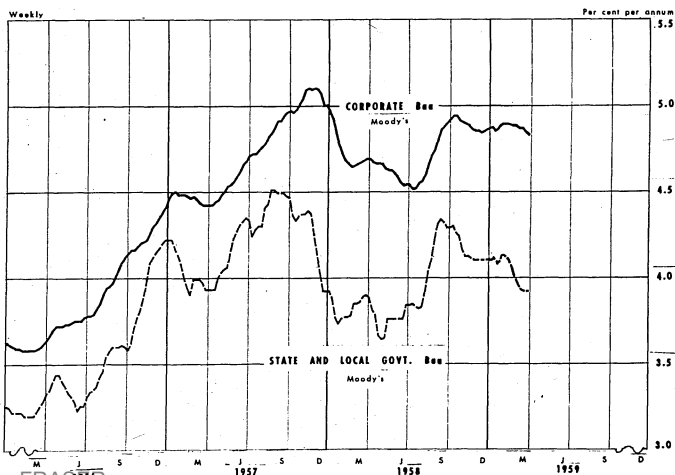
Capital Markets Section,
Division of Research and Statistics,
Board of Governors of the Federal Reserve System.

EXHIBIT A

HIGH-GRADE BOND YIELDS



LOWER-GRADE BOND YIELDS



Tables for Exhibit A

High-grade Bond Yields

Date	Corporate Aaa <u>1/</u>	U. S. Govt. long-term <u>2/</u>	State and local govt. Aaa <u>3/</u>	Spread between U. S. Govt. and	
				Corporate Aaa	State and local Aaa
(Per cent)					
1954 - Low	2.85 (4/23)	2.45 (8/6)	1.90 (9/2)	.30	.30
1957 - High	4.14 (9/27)	3.76 (10/18)	3.45 (8/29)	.60	.47
1958 - High	4.13 (10/10)	3.84 (12/26)	3.31 (9/11)	.51	.72
Low	3.55 (5/2)	3.07 (4/25)	2.64 (5/1)	.22	.34
1959 - High	4.16 (1/30)	3.96 (1/23)	3.20 (2/5)	.27	.88
Low	4.09 (1/9)	3.83 (1/2)	3.06 (3/26)	.16	.65
Feb. 27	4.13	3.90	3.11	.23	.79
Mar. 6	4.11	3.87	3.06	.24	.81
Mar. 13	4.13	3.92	3.06	.21	.86
Mar. 20	4.13	3.92	3.06	.21	.86
Mar. 27 <u>p/</u>	4.14	3.94	3.06	.20	.88

Lower-grade Bond Yields

Date	Corporate Baa <u>1/</u>	State and local govt. Baa <u>3/</u>	Spread between Aaa and Baa	
			Corporate	State and local govt.
(Per cent)				
1954 - Low	3.44 (12/31)	2.93 (8/5)	.52	.96
1957 - High	5.10 (11/29)	4.51 (8/29)	1.27	1.21
1958 - High	4.96 (1/3)	4.34 (9/11)	1.28	1.11
Low	4.51 (7/11)	3.64 (5/1)	.77	.93
1959 - High	4.90 (2/13)	4.13 (2/5)	.77	.98
Low	4.83 (3/26)	3.92 (3/26)	.69	.86
Feb. 27	4.89	4.03	.76	.92
Mar. 6	4.87	3.95	.76	.89
Mar. 13	4.87	3.93	.74	.87
Mar. 20	4.85	3.92	.72	.86
Mar. 27 <u>p/</u>	4.83	3.92	.69	.86

p/ Preliminary.

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

EXHIBIT C

STOCK MARKET

1941-43 Average=10

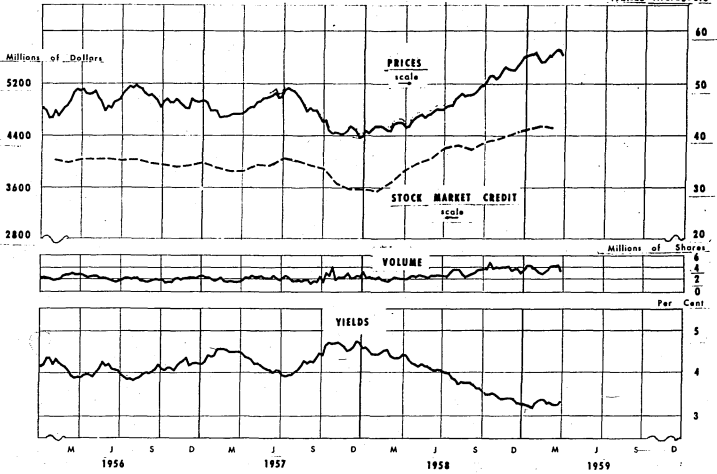


Exhibit D - Tables for Exhibit C

Stock Market

Date	Stock price index 1/	Common stock yields 2/ (per cent)	Trading volume 3/ (millions of shares)	Stock market customer credit		
				Total	Customers' debit balances 4/	Bank loans to "others" 5/
(Millions of dollars)						
1953-1958 - High	54.11 (12/24/58)	3.30	4.9	4,492	3,285	1,317
Low	22.95 (9/18/53)	6.25	0.9	2,055	1,314	669
1959 - High	56.67 (3/13)	3.21	4.3	4,554	3,297	1,289
Low	54.37 (2/6)	3.34	3.0	4,527	3,253	1,210
January	55.82	3.24	4.0	4,554	3,297	1,257
February	54.77	3.32	3.5	4,527	3,253	1,274
Mar. 6	56.21	3.24	4.2	n.a.	n.a.	1,270
Mar. 13	56.67	3.21	4.2	n.a.	n.a.	1,271
Mar. 20	56.39	3.22	4.3	n.a.	n.a.	1,289
Mar. 27 p/	55.76	3.31	3.2	n.a.	n.a.	n.a.

n.a.--Not available. p/ Preliminary.

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 Fridays' data only.

2/ Standard and Poor's composite stock yield based on Wednesday data converted to weekly closing prices by Federal Reserve. Yields shown are for dates on which price index reached its high or low.

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

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.

Long-term Corporate and State and Local Government
Security Offerings and Placements

(In millions of dollars)

	New capital					
	Corporate ^{1/}			State and local ^{2/}		
	1959	1958	1957	1959	1958	1957
January	p/782	723	1,060	634	812	742
February	e/650	851	1,065	p/842	953	572
March	e/650	1,561 ^{2/}	1,320	e/650	511	506
April	e/700	1,141	931	e/750	798	765
May		600	765		895	546
June		881	1,453		551	393
July		1,102	1,003		806	529
August		538	924		403	584
September		1,144	973		651	431
October		858	1,790		456	698
November		473	789		474	633
December		914	1,076		435	698
1st quarter	e/2,082	3,135	3,445	e/2,126	2,276	1,820
2nd quarter		2,622	3,145		2,244	1,704
3rd quarter		2,784	2,899		1,660	1,544
4th quarter		2,250	2,954		1,365	2,029
1st half		5,757	6,594		4,520	3,524
Three quarters		8,541	9,493		6,380	5,069
Year		10,791	12,447		7,746	7,099
	Excluding finance companies ^{4/}					
1st quarter	e/1,882	2,894	3,237			
2nd quarter		2,583	2,889			
3rd quarter		2,753	2,582			
4th quarter		2,161	2,810			
Year		10,391	11,518			

^{e/} Estimated

^{p/} Preliminary.

^{1/} Securities and Exchange Commission estimates of net proceeds.

^{2/} Investment Bankers Association of America estimates of principal amounts.

^{3/} Includes \$718.3 million AT&T convertible debenture issue.

^{4/} Total new capital issues excluding offerings of sales and consumer finance companies.

Other Security Offerings ^{1/}

(In millions of dollars)

	Long-term					
	Foreign government ^{2/}			Federal agency ^{3/}		
	1959	1958	1957	1959	1958	1957
January	77	196	84	199	1,163	72
February		53	49		251	--
March		--	30		--	--
April		139	123		523	125
May		198	48		--	--
June		120	42		--	60
July		9	28		164	--
August		5	7		--	--
September		17	30		--	215
October		58	4		220	--
November		123	60		--	100
December		74	1		--	--
Year		992	507		2,321	572
	Short-term					
	State and local government ^{4/}			Federal agency ^{3/}		
	1959	1958	1957	1959	1958	1957
January	190	233	326	270	371	638
February	p/423	460	455	500	208	430
March		273	147		144	505
April		357	205		209	336
May		354	337		161	469
June		264	153		329	501
July		289	272		437	224
August		423	272		206	370
September		369	252		330	512
October		231	303		454	1,238
November		415	94		114	255
December		243	459		137	116
Year		3,910	3,274		3,098	5,543

p/ Preliminary.

^{1/} Data presented in this exhibit differ from those in Exhibit E in that refunding issues, as well as new capital issues, are included. Long-term securities are defined as those maturing in more than one year.

^{2/} Includes securities offered in the United States by foreign governments and their subdivisions and by international organizations. Source: Securities and Exchange Commission.

^{3/} Issues not guaranteed by the U. S. Government. Source: long-term, Securities and Exchange Commission; short-term, Federal Reserve.

^{4/} Principally tax and bond anticipation notes, warrants or certificates and Public Housing Authority notes. In some instances PIA notes included may have a somewhat longer term than one year. Source: Bond Buyer.

Large Long-term 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>
1958 - February	605	553	266
March	1,093	182	--
April	725	300	653
May	356	505	164
June	281	195	86
July	771	275	41
August	209	109	--
September	825	288	18
October	259	172	209
November	227	259	100
December	305	229	79
1959 - January	369	335	174
February	340	551	35

Large Individual Issues Offered March 1 through 27

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net interest cost	Offering yield	Rating
CORPORATE						
No. Indiana Pub. Serv. Co.	1st mtg. bds.	25.0	1989	4 1/2	4.40	Aa
KLM Royal Dutch Airlines	Conv. sub. deb.	18.5	1979	4 3/4	4.75	--
American Natural Gas Co.	Com. stk.	28.0				
Colorado Interstate Gas Co.	1st mtg.p.l.bds.	33.0	1979	4.70	4.67	A
Texas Eastern Trans. Corp.	Pfd. stk.	15.0				
Cleveland Elec. Illum. Co.	1st mtg. bds.	25.0	1994	4 3/8	4.29	Aaa
Montana Power Co.	1st mtg. bds.	15.0	1989	4 1/2	4.43	Aa
Ohio Edison Co.	1st mtg. bds.	30.0	1989	4 1/2	4.43	Aa
STATE AND LOCAL GOVERNMENT						
Detroit-Metro. Expressway	Rev.-S.T.	25.0	1960-84	3.54	1.90-3.65	A
Philadelphia, Pa.	G.O.	25.5	1960-89	3.27	1.85-3.45 ^{4/}	A
Port of New York Auth.	Rev.-Ut.	30.0	1989/68	3.68	3.63	A
New York, N. Y.	G.O.	26.3	1960-74	3.17	1.90-3.37	A
Metro.Wtr.Dist.of So.Calif.	Rev.-Ut.	26.4	1960-71	2.96	1.90-3.05	Aa
State of California	G.O.	100.0	1960-84/79	3.55	1.90-3.60	Aa
Phoenix, Arizona	Rev.-Ut.	10.0	1960-88/68	3.69	2.00-3.80	A
West Virginia Univ.	Rev.-Q.Ut.	10.2	1960-89/69	4.27	3.25-4.30 ^{2/}	--

Large Individual Issues Offered March 1 through 27 (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> (Cont'd)						
Baltimore, Md.	G.O.	28.9	1960-81	3.11	1.90-3.20	Aa
State of Delaware	G.O.	12.5	1960-79	2.96	1.80-3.05	Aa
<u>OTHER</u>						
Federal Land Banks	Farm loan bds.	86.0	1968	4 1/4	4.35	--

^{1/} Includes corporate and other security offerings of \$15 million and over; State and local government security offerings of \$10 million and over.

^{2/} Includes foreign government and International Bank for Reconstruction and Development issues and non-guaranteed issues by Federal agencies.

^{3/} In the case of State and local government securities, G.O. denotes general obligations; Rev.-Ut., revenue obligations secured only by income from public utilities; Rev.-Q.Ut., revenue bonds secured only by revenue from quasi-utilities; Rev.-S.T., revenue bonds secured by revenue from specific taxes only; Rev.-Rent., revenue bonds secured solely by lease payments.

^{4/} 1987-89 maturities not reoffered.

^{5/} 1989 maturities not reoffered.

Forthcoming Large Long-term 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/
1958 - Feb. 28	1,123	134	--	1,208	341	--
Mar. 31	555	298	110	670	330	110
Apr. 30	356	493	150	561	493	150
May 29	266	177	36	464	208	36
June 30	768	225	--	1,048	235	--
July 31	161	55	--	381	125	--
Aug. 29	785	241	--	914	435	--
Sept. 30	113	295	--	216	524	--
Oct. 31	204	258	--	326	675	--
Nov. 28	301	229	71	401	683	71
Dec. 31	210	261	75	370	515	75
1959 - Jan. 30	270	551	45	365	856	45
Feb. 27	198	292	--	279	481	--

Forthcoming Large Offerings, as of March 27

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE</u>			
Ohio Power Co.	1st mtg. bds.	25.0	Mar. 31
Monongahela Power Co.	1st mtg. bds.	16.0	Apr. 1
Armco Steel Corp.	S.F. deb.	75.0	Apr. 2
Glickman Corp.	Com. stk.	31.0	Apr. 7
Tennessee Gas Transmission Co.	Pfd. stk.	44.0	Apr. 8
W. T. Grant Co.	Com. stk.	15.0	Apr. 9
*Texas Eastern Transmission Corp.	1st mtg. p. l. bds.	45.0	Apr. 9
Natural Gas Pipeline Co. of America	1st mtg. p. l. bds.	20.0	Apr. 10
Food Fair Stores, Inc.	Conv. sub. deb.	21.2	Apr. 10 (rights expire)
*Philco Corp.	Conv. deb.	20.0	Apr. 17
Columbia Gas System, Inc.	Com. stk.	40.0	Apr. 20 (rights expire)
*Public Service of Colorado	1st mtg. bds.	20.0	Apr. 29
Commerce Oil Refining Corp.	Deb., bds. & common	45.0	Spring

Forthcoming Large Offerings, as of March 27 (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>STATE AND LOCAL GOVERNMENT</u>			
Milwaukee, Wisconsin	G.O.	18.8	Mar. 31
Pennsylvania General State Auth.	Rev.-Rent.	30.0	Mar. 31
Shelby Co., Tennessee	G.O.	11.0	Mar. 31
Territory of Hawaii	Rev.-Q.Ut.	14.0	Mar. 31
Los Angeles Sch. Dist., Calif.	G.O.	27.0	Apr. 7
Alabama Highway Authority	Rev.-Ut.	20.0	Apr. 7
*State of Connecticut	G.O.	16.9	Apr. 8
Buffalo, New York	G.O.	10.2	Apr. 9
Florida Development Commission	Rev.-Ut.	25.0	Apr. 9
State of Minnesota	G.O.	12.0	Apr. 14
*Commonwealth of Massachusetts	G.O.	60.2	Apr. 14
*State of Mississippi	G.O.	20.0	Apr. 15
Oakland Co., Michigan	Rev.-Ut.	12.7	Apr. 20
*New York State Power Auth.	Rev.-Ut.	200.0	Apr. 21
*State of Tennessee	G.O.	10.0	Apr. 28
Los Angeles, California	Rev.-Ut.	15.0	May 12
*Cincinnati, Ohio	G.O.	26.9	May 12
Chesapeake Bay Ferry Commission	Rev.-Ut.	144.0	Spring
State of New Jersey	G.O.	25.0	Spring
Memphis, Tennessee	G.O.	10.0	Spring
<u>OTHER</u>			
*Federal National Mortgage Assoc.	Deb.	90.0	Mar. 31

*--Included in table for first time.

1/ Includes corporate and other issues of \$15 million and over; State and local government issues of \$10 million and over.

2/ Includes foreign government and International Bank for Reconstruction and Development issues and non-guaranteed issues by Federal agencies.

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 - 1957				
High	5.00(9/14/57)	87	5.50(11/7/57)	123
Low	2.93(3/31/54)	-3	3.00(3/17/54)	-15
1958 - January	*3.60 ^{2/}	-8	3.96 ^{2/}	3
February	3.89 ^{2/}	22	4.07	9
March	4.08	35	4.16	-1
April	3.91	18	4.01	8
May	3.87	18	4.07	6
June	3.87	17	--	--
July 2			3.98 ^{2/}	1
9	4.00	25		
18	4.10	28		
23	4.10	29	4.35 ^{2/}	31
Oct. 7	4.57	25		
15	4.50	22		
28	4.40	12		
29	4.42 ^{2/}	14		
Dec. 17	4.44	23		
1959 - Jan. 7			4.75 ^{2/}	23
20	4.60	34		
28	4.65 ^{2/}	40		
Feb. 18	4.35 ^{2/}	4		
Mar. 11	4.40 ^{2/}	11		
25	4.43	9		
26	4.43	9		

*--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. Monthly averages so marked include one or more issues with such a provision. Other issues have no such provision.

Sources and Uses of Funds by Life
Insurance Companies

(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	
1957 - Jan. 2/	-127	65	202	12	286	87	525
Feb.	-37	-33	169	--	205	147	451
Mar.	-42	-109	200	9	197	102	357
Apr.	28	11	172	10	172	34	427
May	-18	-79	169	26	186	135	419
June	59	-62	184	2	144	65	392
July	-9	5	324	14	163	87	584
Aug.	-30	-32	163	11	195	77	384
Sept.	47	-32	198	7	154	93	467
Oct.	-17	13	244	13	170	6	429
Nov.	22	-92	212	10	132	110	394
Dec.	138	-181	258	10	237	7	469
Value of Assets at End of Year	1,294	7,028	42,133	2,377	35,271	13,206	101,309
1958 - Jan.	-93	171	221	51	191	111	652
Feb.	-51	15	106	10	125	144	349
Mar.	20	-119	277	23	140	60	401
Apr.	-17	11	208	13	113	19	347
May	74	-70	135	28	116	167	450
June	-20	47	194	35	104	140	500
July	20	175	182	24	123	46	570
Aug.	-17	42	128	36	140	147	476
Sept.	-1	7	201	19	139	74	439
Oct.	-19	12	303	25	186	53	560
Nov.	52	25	133	31	146	100	487
Dec.	123	-139	394	13	303	185	879
Value of Assets at End of Year	1,365	7,205	44,615	2,685	37,097	14,452	107,419
1959 - Jan.	-83	280	185	59	114	171	726
Feb.							
Mar.							

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

2/ Adjusted to eliminate the effect of a change in estimating procedures.

Source: Institute of Life Insurance.

Sources and Uses of Funds
by Savings and Loan Associations

(In millions of dollars)

	Uses of Funds 1/				Total sources or uses	Sources of Funds		
	Cash	U. S. Govt. securities	Mortgages 2/	Other assets		Net change savings capital	Borrowing 3/	Other
1957 - Jan.	-171	143	220	-20	172	337	-211	46
Feb.	-40	115	259	56	390	308	-69	151
Mar.	-24	89	357	86	508	352	-19	175
Apr.	-49	26	400	115	492	308	11	173
May	39	14	446	140	639	452	21	166
June	185	-40	421	31	597	821	101	-325
July	-320	41	407	-94	34	-52	-37	123
Aug.	-103	24	460	59	440	252	37	151
Sept.	11	26	357	56	450	324	47	79
Oct.	-18	-5	416	87	480	361	16	103
Nov.	86	23	278	60	447	378	10	59
Dec.	431	-65	253	-5	614	923	125	-434
Value of Assets at End of Year	2,146	3,173	40,049	2,770	48,138	41,912	1,379	4,847
1958 ^{p/} - Jan.	-119	44	194	12	131	450	-377	58
Feb.	173	-19	247	8	409	373	-127	163
Mar.	209	-1	335	10	553	484	-89	158
Apr.	116	38	398	102	654	356	113	185
May	38	13	528	100	679	508	-32	203
June	177	81	582	-37	803	937	169	-303
July	-297	40	533	-80	196	62	-39	173
Aug.	-70	111	557	9	607	353	55	199
Sept.	-78	147	574	42	685	440	85	160
Oct.	-108	107	605	131	735	501	58	176
Nov.	44	50	465	102	661	477	41	143
Dec.	338	37	532	-44	863	1,073	215	-425
Value of Assets at End of Year	2,569	3,821	45,599	3,125	55,114	47,926	1,451	5,737
1959 - Jan.	-300	296	410	-53	353	434	-181	100
Feb.								
Mar.								

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/ 1957 data adjusted to include mortgage pledged shares as currently reported.

3/ Advances from Home Loan Banks and other borrowing.

Source: Federal Savings and Loan Insurance Corporation.

Sources and Uses of Funds by
Mutual Savings Banks

(In millions of dollars)

	Uses of Funds 1/						Total sources or uses	Sources of Funds	
	Cash	U. S. Govt. securities	Business securities ^{2/}	State and local govt. securities	Mortgages	Other		Net change in deposits	Other
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	-38	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.	125	-26	75	-7	141	-9	299	405	-106
Value of Assets at End of Year	890	7,552	4,331	682	20,951	761	35,168	31,695	3,473
1958 - Jan.	-60	--	160	23	130	25	278	234	44
Feb.	63	-21	86	4	99	20	251	149	102
Mar.	36	41	86	6	165	9	343	336	7
Apr.	-47	-85	97	4	154	-29	94	93	1
May	-5	-62	120	-19	195	40	269	181	88
June	42	-36	-24	24	253	5	264	300	-36
July	-66	11	34	8	193	-28	152	88	64
Aug.	-5	19	8	2	198	29	251	143	108
Sept.	18	-27	34	2	181	29	237	267	-30
Oct.	-8	-92	-6	-3	195	-46	40	95	-55
Nov.	-38	-32	--	-1	151	43	123	42	81
Dec.	104	-39	12	-10	158	20	245	398	-153
Value of Assets at End of Year	924	7,229	4,938	722	23,023	878	37,715	34,021	3,694
1959 - Jan. ^{3/}	-96	119	-16	17	208	-58	175	122	53
Feb.									
Mar.									

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

2/ Includes Canadian government and political subdivisions, International Bank for Reconstruction and Development, non-guaranteed Federal agency and other bonds as well as corporate bonds and stocks.

3/ Adjusted to eliminate the effect of a merger of a large savings bank with a commercial bank.

Source: Nat. Assoc. of Mutual Savings Banks and Federal Deposit Insurance Corp.