

H.14

February 23, 1960.

CAPITAL MARKET DEVELOPMENTS
IN THE UNITED STATES AND CANADA

Part I - United States

During the week ending February 19, corporations sold large issues totaling \$177 million and State and local governments sold issues totaling \$60 million. The calendar for this holiday-shortened week includes corporate offerings totaling \$60 million and State and local government bonds with aggregate proceeds of \$49 million. A long-term issue for \$150 million by Federal National Mortgage Association is also expected.

Bond yields - Yields declined again last week for all categories of outstanding bonds, except those for high-grade State and local government bonds which remained stable.

Mortgage and bond yields - Average secondary market discounts on FHA-insured 5-3/4 per cent home mortgages changed little in January and mortgages were quoted at yields of 6.24 per cent. Since bond yields declined in January, the spread between yields on new bond offerings and mortgages rose to 129 basis points.

Stock market credit - Total customer credit in the stock market, excluding borrowing on U. S. Government securities, declined further in January. Totaling \$4.4 billion at the end of the month, such credit was 2 per cent lower than at the end of 1959. The January decline was largely in customers' net debit balances, which declined \$82 million. Bank loans to other than broker and dealers declined only slightly.

Borrowing by member firms of the New York Stock Exchange maintaining margin accounts (excluding borrowing on U. S. Government securities), totaling \$2.2 billion at the end of January, declined substantially, more than offsetting the increase in December. Customers' net free credit balances continued to increase slightly last month, totaling \$1.0 billion. These and other data on stock market credit for January and December are shown in the table on the following page.

Stock prices - Common stock prices continued to decline early last week, but increased substantially later in the week. Standard and Poor's index of 500 common stock prices closed at 56.24 on February 19, 1 per cent higher than a week earlier. Trading activity increased substantially with daily volume averaging 3.5 million shares a day.

	End of month		Change
	Jan.	Dec.	
	(Millions of dollars)		
Customer credit			
Excluding U. S. Government securities - total	4,365	r/4,454	-89
Net debit balances	3,198	r/3,280	-82
Bank loans to "others"	1,167	1,174	-7
Net debit balances secured by U. S. Govt. securities	134	150	-16
Bank loans to others for purchasing or carrying U. S. Government securities	154	164	-10
Broker and dealer credit			
Money borrowed except on U. S. Government securities	2,233	2,362	-129
On customer collateral	1,995	2,044	-49
Money borrowed on U. S. Government securities	190	221	-31
Customers' net free credit balances	1,001	r/996	+5

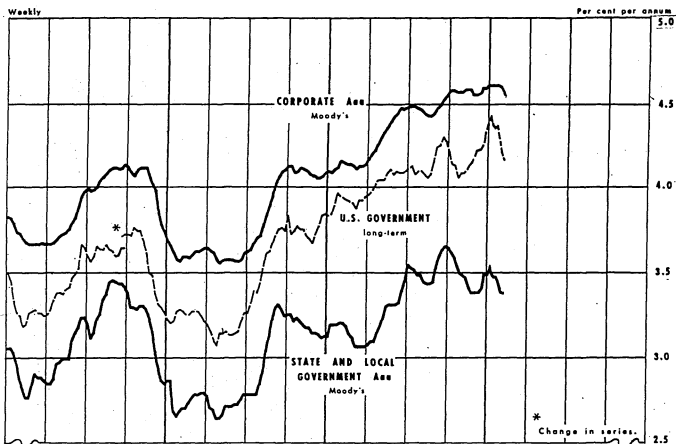
r/ Revised.

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

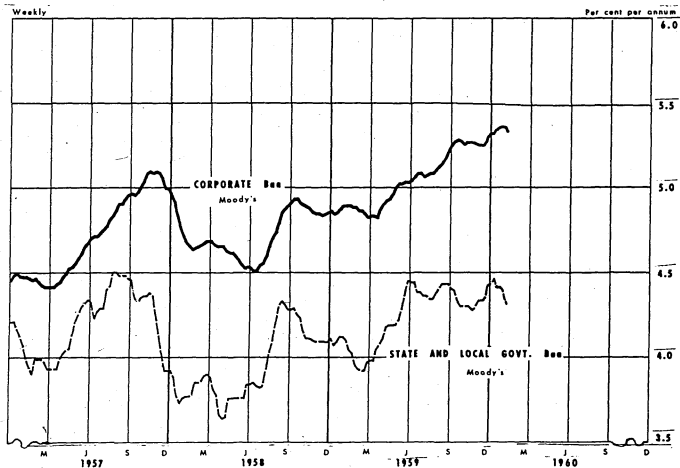
Developments in the Canadian capital market are presented in Part II at the end of this report.

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

HIGH-GRADE BOND YIELDS



LOWER-GRADE BOND YIELDS



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Exhibit B - Tables for 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)					
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 - Low	3.55 (5/2)	3.07 (4/25)	2.64 (5/1)	.22	.34
1959 - High	4.61 (12/31)	4.37 (12/31)	3.65 (9/24)	.50	.92
Low	4.09 (1/9)	3.83 (1/2)	3.06 (3/26)	.16	.53
1960 - High	4.61 (1/29)	4.42 (1/8)	3.53 (1/7)	.38	.89
Low	4.54 (2/19)	4.16 (2/19)	3.38 (2/18)	.19	.78
Jan. 22	4.61	4.35	3.47	.26	.88
Jan. 29	4.61	4.36	3.47	.25	.89
Feb. 5	4.60	4.29	3.43	.31	.86
Feb. 12	4.57	4.20	3.38	.37	.82
Feb. 19 p/	4.54	4.16	3.38	.38	.78

Lower-grade Bond Yields

Date	Corporate Baa 1/	State and local govt. Baa 3/	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 - Low	4.51 (7/11)	3.64 (5/1)	.77	.93
1959 - High	5.32 (12/31)	4.46 (7/2)	.77	.98
Low	4.83 (4/17)	3.92 (3/26)	.56	.79
1960 - High	5.36 (2/12)	4.46 (1/7)	.79	.97
Low	5.32 (1/8)	4.31 (2/18)	.71	.93
Jan. 22	5.35	4.41	.74	.94
Jan. 29	5.36	4.41	.75	.94
Feb. 5	5.36	4.40	.76	.97
Feb. 12	5.36	4.35	.79	.97
Feb. 19 p/	5.33	4.31	.78	.93

p/ Preliminary.

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

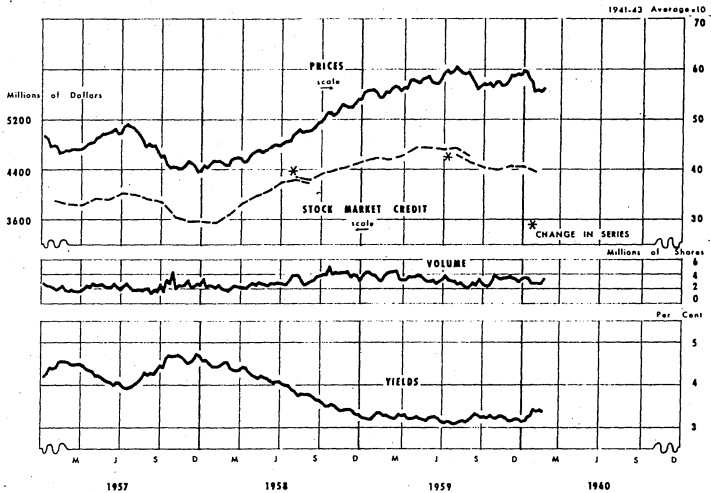
2/ Weekly average of daily figures. The series includes bonds due or callable in 10 years or more.

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

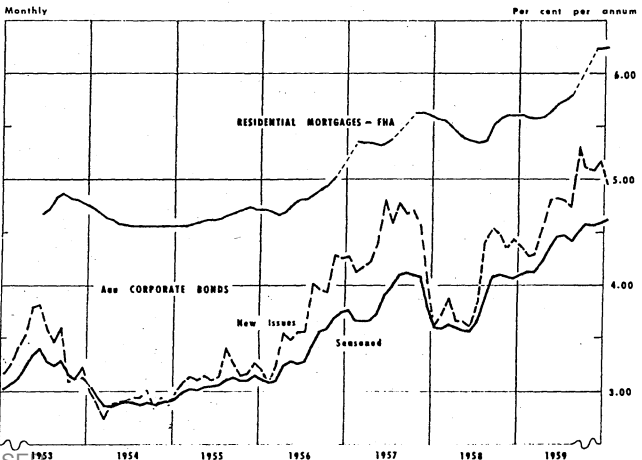
Note.--Highs and lows are for individual series and may be on different dates for different series.

EXHIBIT C

STOCK MARKET



MORTGAGE AND BOND YIELDS



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)						
1957-1959 - High	60.51 (7/31/59)	3.07	4.3	4,764	3,401	1,373
Low	39.78 (12/27/57)	4.66	1.4	3,554	2,482	1,060
1960 - High	59.50 (1/8)	3.18	3.6	n.a.	n.a.	n.a.
Low	55.46 (2/12)	3.41	2.7	n.a.	n.a.	n.a.
December	59.06	3.18	3.3	4,454	3,280	1,174
January	58.03	3.28	3.2	4,365	3,198	1,167
Feb. 5	55.98	3.38	2.8	n.a.	n.a.	1,149
Feb. 12	55.46	3.41	2.7	n.a.	n.a.	1,151
Feb. 19 ^{p/}	56.24	3.37	3.5	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. Prior to July 1, 1959, such loans are excluded only 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*.

Mortgage and Bond Yields ^{1/}

Date	FHA mortgages ^{2/}	Aaa corporate bonds ^{1/}		Spread between new corporate bonds and	
		New ^{3/}	Seasoned ^{4/}	FHA mortgages	Seasoned bonds
1953-1958 - High	5.63 (11/57)	4.81 (6/57)	4.12 (9/57)	1.96	.90
Low	4.56 (2/55)	2.74 (3/54)	2.85 (4/54)	.54	-.12
1959 - High	6.23	5.29	4.57	1.29	.77
Low	5.57	4.29	4.12	.63	.15
1959 - September	n.a.	5.29	4.52	n.a.	.77
October	n.a.	5.10	4.57	n.a.	.53
November	6.23	5.07	4.56	1.16	.51
December	6.23	5.16	4.58	1.07	.58
1960 - January	6.24	4.95	4.61	1.29	.34

^{1/} Neither mortgage nor bond yields take into account servicing costs which are much higher for mortgages than bonds. Generally, bonds pay interest semi-annually; mortgages, monthly. Mortgage yields, if computed as equivalent to a semiannual interest investment, would be slightly higher than given in the table.

^{2/} Based on FHA field-office opinions about average bid prices in the private secondary market for new-home mortgages for immediate delivery. Since late 1955, data relate only to 25-year mortgages with downpayments of 10 per cent or more, weighted by probable volume of transactions. Yields computed by FRB, assuming 25-year mortgages are paid off in 12 years. Dashed lines indicate periods of adjustment to changes in the contractual interest rate.

^{3/} First National City Bank of New York. Averages of offering yields of all new issues of publicly-sold bonds rated Aaa, Aa or A by Moody's Investors Service (except serial and convertible issues and offerings of natural-gas and foreign companies) weighted by size of issue. Yields on Aa and A issues are first adjusted to an Aaa basis by the spread between yields of outstanding bonds in these categories and those on Aaa-rated bonds. The series reflects changes in industrial composition, maturity, type, etc. of new offerings.

^{4/} Moody's Investors Service. Monthly averages of daily data. See Exhibit B.

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Exhibit E

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

(In millions of dollars)

	New capital					
	Corporate 1/			State and local 2/		
	1960	1959	1958	1960	1959	1958
January	e/700	840	728	e/700	638	812
February	e/600	745	857 ^{3/}	e/550	857	953
March		631	1,553 ^{2/}		645	511
April		899	1,140		931	798
May		791	597		592	895
June		874	887		1,005	551
July		531	1,107		567	806
August		718	540		514	403
September		709	1,114		468	651
October		887	862		p/590	456
November		865	518		p/497	474
December		936	920		e/450	435
1st quarter		2,216	3,139		2,139	2,276
2nd quarter		2,564	2,623		2,528	2,244
3rd quarter		1,958	2,760		1,549	1,860
4th quarter		2,688	2,300		e/1,537	1,365
1st half		4,780	5,762		4,667	4,520
Three quarters		6,738	8,522		6,261	6,380
Year		9,427	10,823		e/7,753	7,746
	Excluding finance companies 4/					
1st quarter		2,011	2,899			
2nd quarter		2,409	2,586			
3rd quarter		1,695	2,731			
4th quarter		e/2,538	2,213			
Year		e/8,654	10,429			

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.

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Exhibit F

Other Security Offerings ^{1/}

(In millions of dollars)

	Long-term					
	Foreign government ^{2/}			Federal agency ^{3/}		
	1960	1959	1958	1960	1959	1958
January		77	196		199	1,163
February		59	53		--	251
March		2	--		175	--
April		56	139		--	523
May		50	198		--	--
June		42	120		--	--
July		85	9		--	164
August		1	5		98	--
September		36	17		150	--
October		33	58		--	220
November		42	123		--	--
December		70	74		86	--
Year		558	992		707	2,321
	Short-term					
	State and local government ^{4/}			Federal agency ^{3/}		
	1960	1959	1958	1960	1959	1958
January		190	233	479	359	371
February		428	460		500	208
March		295	273		489	144
April		563	357		486	209
May		411	354		675	161
June		245	264		289	329
July		246	289		727	437
August		467	423		365	206
September		399	369		665	330
October		235	231		733	454
November		343	415		471	114
December		306	243		288	137
Year		4,127	3,910		6,047	3,098

^{2/} 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 PHA notes included may have a somewhat longer term than one year. Source: Bond Buyer.

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Exhibit G

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>
1959 - January	369	335	174
February	340	551	35
March	215	369	176
April	359	563	20
May	342	258	50
June	284	635	60
July	110	194	50
August	363	263	98
September	199	214	175
October	400	294	20
November	421	163	--
December	230	217	70
1960 - January	279	388	100

Large Individual Issues Offered February 1 through 19

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offering yield	Rating
<u>CORPORATE</u>						
Consolidated Nat. Gas Co.	Deb.	25.0	1985	5	4.95	Aaa
Pacific Tel. & Tel. Co.	Deb.	72.0	1993	5 1/8	5.05	Aaa
Tenn. Gas Transm. Co.	Com. stk.	55.2				
Duke Power Co.	1st ref.mtg.bds.	50.0	1990	5 1/8	4.97	Aaa
<u>STATE AND LOCAL GOVERNMENT</u>						
Milwaukee Co., Wisc.	G.O.	12.5 ^{4/}	1961-80	3.19	2.65-3.25	Aaa
New York, New York	G.O.	22.0	1961-65	3.35	2.85-3.35	A
Wash.Sub.Sanit.Dist., Md.	G.O.	10.0	1961-90/75	3.77	3.00-4.50	Baa
Public Housing Authorities	G.O.	102.8	1961-2000/76	3.82	2.60-3.90	Aaa
Dallas, Texas	G.O.	10.0	1961-80	3.44	2.70-3.50	A
Dallas, Texas	Rev.-Ut.	8.0	1961-80	3.43	2.70-3.50	Aa
Port of New York Auth.	Rev.-Ut.	30.0	1961-80/69	3.66	2.80-3.70 ^{2/}	A
St. Louis, Missouri	G.O.	12.4	1962-80	3.29	2.75-3.35	Aa

Large Individual Issues Offered February 1 through 19 (Cont'd)

Issuer	Type ^{3/}	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offering yield	Rating
<u>OTHER</u>						
Prov. of New Brunswick, Canada	S.F. deb.	15.0	1985	5 3/8	5.40	A
Montreal Metro. Corp., Can.	S.F. deb.	30.0	1985	5 5/8	5.70	A
International Bank for Reconstruction and Development	Bds.	125.0	1985	5	5.00	Aaa

^{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/} \$1.3 million of bonds of 1961 to 1970 not reoffered.

^{5/} 1 per cent of 1980 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/
1959 - Jan. 30	270	551	45	365	856	45
Feb. 27	198	292	--	279	481	--
Mar. 31	396	550	20	476	761	20
Apr. 30	246	254	50	346	517	50
May 29	287	247	--	332	761	--
June 30	165	146	50	272	500	50
July 31	238	356	--	305	406	--
Aug. 31	198	385	25	517	402	25
Sept. 30	374	270	--	694	470	--
Oct. 30	385	115	--	509	336	--
Nov. 30	226	295	70	271	485	70
Dec. 31	210	445	30	280	545	30
1960 - Jan. 29	207	210	45	252	310	45

Forthcoming Large Offerings, as of February 19

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE</u>			
Duquesne Light Co.	S.F. deb.	20.0	Feb. 25
Brooklyn Union Gas Co.	Pfd. stk.	15.0	Feb. 25
Dayton Power & Light Co.	1st mtg. bds.	25.0	Feb. 26
Imperial Investment Co., Ltd.	Coll. tr. bds.	15.0	Mar. 3
*General Motors Acceptance Corp.	Deb.	100.0	Mar. 4
*Mid-American Pipeline Co.	Sub. deb. & stk.	20.5	Mar. 16
*Chesapeake & Potomac Telephone Co.	Deb.	25.0	Mar. 16
Northern Indiana Public Service Co.	1st mtg. bds.	15.0	Mar. 16
Louisiana Power & Light Co.	1st mtg. bds.	20.0	Mar. 30
Commerce Oil Refining Corp.	Leb., bds. & com.	45.0	Indefinite
*Kratzer Corp.	Pfd. stk.	26.0	Indefinite
<u>STATE AND LOCAL GOVERNMENT</u>			
Los Angeles Co., California	G.O.	18.3	Feb. 23
Cuyahoga Co., Ohio	G.O.	10.5	Feb. 25
Alabama Board of Education	Rev.-S.T.	20.0	Feb. 25
Venture Port Dist., Calif.	Rev.-Ut.	10.0	Feb.
Elizabeth River Tunnel Comm., Va.	Rev.-Ut.	22.0	Feb.
Grand Rapids Expressway, Mich.	Rev.-S.T.	18.0	Mar. 1
Newark, New Jersey	G.O.	15.0	Mar. 1
*New York State Thruway	G.O.	50.0	Mar. 3
*Eade Co. Port Authority	Rev.-Ut.	19.2	Mar. 3
*Cook Co., Illinois	Rev.-S.T.	25.0	Mar. 8
State of California	G.O.	100.0	Mar. 9

Forthcoming Large Offerings, as of February 19 (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>OTHER</u>			
*Federal National Mortgage Assoc.	Deb.	150.0	Feb. 25
*Metropolitan Toronto, Canada	Deb.	34.5	Mar. 3

*--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 - 1958				
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
1959 - January	4.63	37	*4.75 ^{2/}	23
February	*4.35 ^{2/}	4		
March	4.43 ^{2/}	10		
April	4.58 ^{2/}	17	*4.67	18
May	4.97	37	5.01	25
June	*4.95	29	5.01 ^{2/}	15
July 9			5.10	19
10	4.93	31		
15			5.10	19
30			5.00	13
Aug. 5	4.85	24		
20	4.80	22		
Sept. 18			5.65	60
Oct. 22	5.25	46		
23	4.95 ^{2/}	16		
28	5.15	40	5.25	35
29			5.40	50
30	5.15	42		
Nov. 25	5.08	42		
Dec. 8	5.30	63		
9			5.45	51
10			5.44	50
1960 - Jan. 7			5.30 ^{2/}	28

*--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.

^{3/} Includes one issue which provides for a 7-year period during which the issue may not be called for refunding at a lower coupon rate.

Part II - Canada

There was a general easing of money rates and bond yields in virtually all sectors of the money and bond markets in Canada last week. The spread between Canadian and United States rates narrowed throughout the range of maturities. The narrowing in the Treasury sector was particularly pronounced: the differential in favor of the Canadian 3-month bill declined from 90 basis points to 58 basis points and the spread on the 6-month bill fell from 85 basis points to 61 basis points. Several private corporate issues were offered during the week. Stock prices reached their bottom early last week and by the week end had staged a limited recovery.

Money market conditions. Despite continued substantial bill sales by the chartered banks, the yield on the 3-month bill declined from 4.75 per cent to 4.62 per cent and the rate on the 6-month bill fell from 5.05 per cent to 4.92 per cent (see Table). Substantial additions to the holdings of the Bank of Canada and moderate purchases by the public offset the reduction in chartered bank holdings. The rate on day-to-day money eased from 4.55 per cent to 4.40 per cent during the week ending February 17.

The reduced spread in favor of the Canadian 3-month bill over the United States bill virtually eliminated the interest incentive in favor of the Canadian bill with the favored exchange risk covered (see Table).

Bond market developments. Bond yields in Canada continued to decline for the second consecutive week even though the Bank of Canada was a substantial seller of over 2-year bonds. Purchases by the public and by the chartered banks continued to strengthen the demand side of the market. On Thursday, spreads between comparable Canadian and United States securities were (figures in parenthesis refer to the preceding week):

0.58 per cent on a 91-day bill	(0.90)
0.61 per cent on a 182-day bill	(0.85)
0.77 per cent on an 8-year bond	(0.81)
1.05 per cent on a 20-year bond	(1.12)
1.36 per cent on a 35-year bond	(1.33)

Two substantial corporate issues were offered last week. A \$15 million, 20-year debenture with warrants of the Canadian Chemical Co. with a 7 per cent coupon was offered at par. A \$12 million, 6-1/4 per cent preferred stock of the British Columbia Telephone Co. was also offered at par. A \$7 million, 15-year promissory note of the Household Finance Corp. was placed privately in Canada.

A statement has been filed with the S.E.C. on a (U.S.) \$41 million borrowing in this country by Metropolitan Toronto.

Stock markets. The decline in Canadian stock prices was halted early last week and prices recovered about one per cent by the end of the week. At the low point on Tuesday, the Toronto industrial index stood at 495.85, the lowest point since last September. The index was about 6 per cent below the early January level. The decline was general, extending to practically all industrial groups. It is reported that new lows for the 1959-60 period were recorded by these sectors: finance company, liquor and brewing, iron and steel, paper, food and merchandising. The Montreal industrial index reached a low of 291.4 on Wednesday, February 17. At Friday's closing, the Toronto industrial index stood at 499.65 and the Montreal industrial index at 293.8.

British Commonwealth Section
Division of International Finance
Board of Governors of the Federal Reserve System

Selected Government of Canada Security Yields

Date	3-month Treasury bills ^{1/}	Inter- mediate Govt. bonds ^{2/}	Long- term Govt. bonds ^{3/}	Spread between Canadian & U.S. rates		Discount on 3-mo. Canadian dollar ^{6/}
				Long-term bonds ^{4/}	3-mo. bills ^{5/}	
1957 - High	4.08	4.81	4.35			
1958 - High	3.65	4.52	4.42			
Low	0.87	3.31	3.78			
1959 - High	6.16	5.30	5.30	1.19	2.96	
Low	3.25	4.45	4.41	0.47	0.30	
Jan. 28	4.60	5.45	5.41	0.99	0.68	0.42
Feb. 4	4.76	5.36	5.38	1.06	0.81	0.54
11	4.75	5.40	5.35	1.12	0.90	0.42
18	4.62	5.36	5.24	1.05	0.58	0.41

- ^{1/} Average yield at weekly tender on Thursday.
^{2/} Government of Canada 2-3/4 per cent of June 15, 1967-68.
^{3/} Government of Canada 3-1/4 per cent of 1979.
^{4/} U.S. Government 3-1/4 per cent of 1978-83. Government of Canada 3-1/4 per cent of 1979.
^{5/} Spread between Canadian auction rate and composite market yield for the U.S. bill on the close of business on Thursday.
^{6/} Spread between 3-months forward and spot price of the Canadian dollar, expressed as per cent per annum, on Thursday.

Selected Canadian Money Market and Banking Statistics

Date	Per cent				Millions of Canadian \$'s	
	3-month Treasury bill ^{1/}	Day-to- day loans ^{2/}	Cash re- serve ^{3/}	Liquid assets ^{3/}	Treasury bills ^{4/}	Govt. of Canada bonds ^{5/}
1959 - June 30	5.01	4.19	8.2	16.9	1,021	2,151
Sept 30	5.50	4.50	8.3	16.0	930	1,895
Nov. 25	4.86	4.00	8.3	16.8	982	1,839
Dec. 30	5.12	4.45	8.1	16.8	965	1,832
1960 - Jan. 6	5.14	4.06	8.4	17.2	989	1,832
13	4.82	3.60	8.4	17.3	1,021	1,833
20	4.66	3.50	8.4	17.4	1,050	1,840
27	4.60	3.25	--	--	1,094	1,835
Feb. 3	4.76	3.35	8.0	17.7	1,087	1,874
10	4.75	4.55	7.9	17.3	1,008	1,876
17	4.62	4.40	8.2	17.3	963	1,896

- ^{1/} Weekly average of closing rates.
^{2/} Ratio of cash reserves to deposit liabilities.
^{3/} Ratio of cash reserves, day-to-day loans and Treasury bills to deposit liabilities.
^{4/} Treasury bills of the chartered banks shown at par value.
^{5/} Government of Canada bond holdings of the chartered banks shown at amortized value.