

H.14

July 17, 1961.

196

**CAPITAL MARKET DEVELOPMENTS
IN THE UNITED STATES**

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

Public security financing to obtain new capital was in moderate volume last week and while corporate offerings are to much larger this week, no large State and local government issues are on the calendar. Last week, ending July 14, due primarily to the expiration of rights offerings, corporations sold large security issues aggregating \$90 million. State and local government bond offerings totaled \$113 million. This week, ending July 21, corporate issues totaling \$221 million are scheduled consisting primarily of the Shell Oil Company \$200 million issue of debentures.

Bond yields. While yields on both Aaa and Baa rated corporate bonds continued to rise, yields on Aaa rated bonds establishing another new high for the year, yields on Aaa rated State and local government bonds declined slightly. Yields on long-term U. S. Government bonds were unchanged.

Short- and intermediate-term interest rates. Yields changes on short- and intermediate-term U. S. Government securities were also mixed during the week. Yields on 3-month and 6-month Treasury bills declined 6 and 3 basis points, respectively, while yields on 3-5 year U. S. Government obligations rose 3 basis points. Interest rates on directly planned finance company paper with 90-179 day maturity, as well as all other short- and intermediate-term interest rates, were unchanged.

Stock market. Common stock prices, as measured by Standard and Poor's composite index of 500 stocks, declined 1 per cent on balance last week, closing on July 14 at 65.28. Trading volume continued at about the rate of last week, averaging 3.0 million shares a day.

Institutional investors. Savings inflows at life insurance companies, savings and loan associations, and mutual savings banks increased sharply during May. Savings were larger at each of these institutions with the combined net inflow totaling \$1.5 billion, one-fifth larger than in May 1960. Savings flows through time and savings deposits at commercial banks were also substantially larger than a year ago.

Combined inflow for these three major savings institutions thus far this year has aggregated \$6.5 billion, 30 per cent larger than in the first five months of 1960, and one-fourth larger than in both 1958 and 1959.

Savings Growth at Major Financial Institutions
First Five Months
(Millions of dollars)

Year	Total	Life insurance companies	Savings and loan associations	Mutual savings banks
1958	5,452	2,269	2,190	993
1959	5,452	2,387	2,391	674
1960	5,025	2,258	2,502	265
1961	6,530	2,745	3,068	717

Life insurance company assets increased \$541 million in May, 5 per cent more than a year earlier. Net acquisitions of business securities were larger than during the past several months, but were down one-fourth from a year earlier. Net acquisitions of real estate mortgages were in light volume, one-fifth less than in 1960. Liquid assets, i. e., cash and U. S. Government securities increased sharply in May in contrast to a decline in holdings of this type in recent months and a year earlier.

The inflow of savings to savings and loan associations continued to advance at a record pace in May. Share capital increased \$802 million, 27 per cent more than in the corresponding month a year earlier. Both new savings capital and withdrawals were larger this year than last, but the former increased more than the latter. Borrowings mainly from the Home Loan Bank increased as usual in May. Net mortgage acquisitions of \$816 million were 29 per cent above May 1960 and represented the largest monthly change since June 1959.

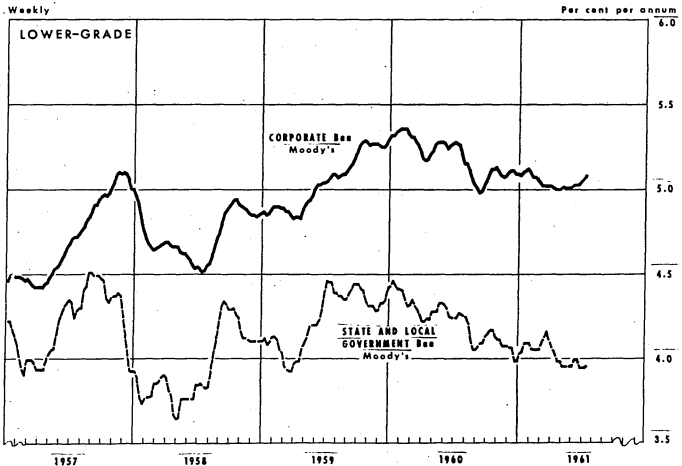
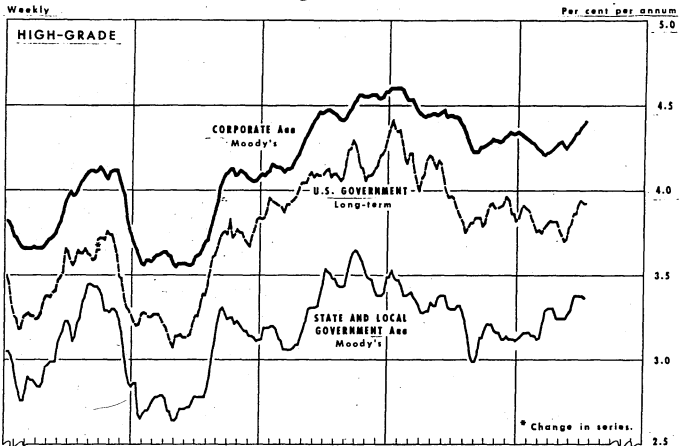
Deposits at mutual savings banks increased \$114 million, almost double the increase during May 1960. Net acquisitions of mortgages in May of \$187 million were one-eighth larger than a year ago. All other assets increased slightly except for U. S. Government securities, which, however, declined less than in May 1960.

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

LONG-TERM BOND YIELDS



Long-term Bond Yields
High-grade

Date	Corporate Aaa 1/	U. S. Govt. long-term 2/	State and local government 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	.50
1958 - Low	3.55 (5/2)	3.07 (4/25)	2.64 (8/1)	.22	.34
1959-60 - High	4.61 (1/28/60)	4.42 (1/4/60)	3.65 (9/24/59)	.59	.92
1960 - Low	4.23 (9/9)	3.75 (8/5)	2.99 (9/1)	.19	.53
1961 - High	4.41 (7/14)	3.93 (6/30)	3.37 (7/6)	.57	.76
Low	4.21 (3/17)	3.70 (5/12)	3.12 (2/23)	.40	.46
June 16	4.33	3.86	3.37	.47	.49
June 23	4.34	3.90	3.37	.44	.53
June 30	4.36	3.93	3.37	.43	.56
July 7	4.39	3.92	3.37	.47	.55
July 14 p/	4.41	3.92	3.36	.49	.56

Lower-grade

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 (8/1)	.77	.93
1959-60 - High	5.36 (2/12/60)	4.46 (1/7/60)	.84	1.08
1960 - Low	4.98 (9/9)	3.98 (12/29)	.71	.86
1961 - High	5.12 (1/27)	4.16 (3/23)	.81	.93
Low	5.00 (4/21)	3.94 (7/6)	.67	.57
June 16	5.03	3.99	.70	.62
June 23	5.04	3.97	.70	.60
June 30	5.05	3.94	.69	.57
July 7	5.07	3.94	.68	.57
July 14 p/	5.08	3.95	.67	.59

p/ Preliminary.

1/ Weekly average of daily figures. Average term of bonds included is 23-26 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.

For spreads, high refers to widest, and low to narrowest.

EXHIBIT C

SHORT- AND INTERMEDIATE- TERM INTEREST RATES

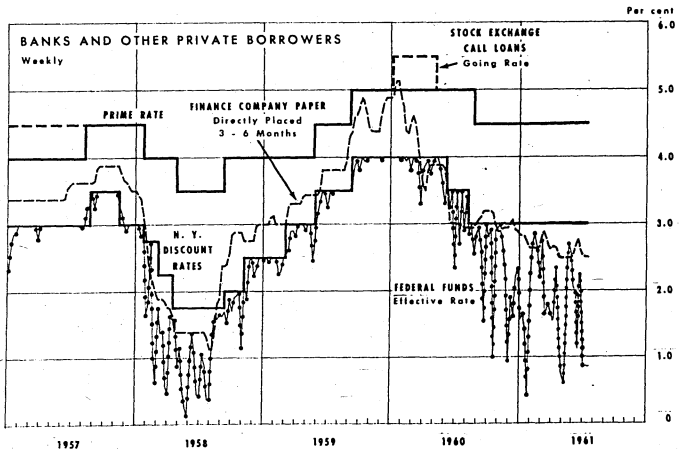
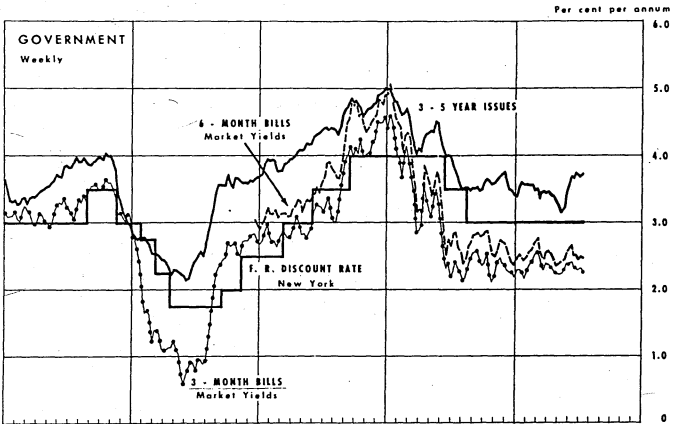


Exhibit D - Tables for Exhibit C

Short- and Intermediate-term Interest Rates

Government

Date	Discount rate 1/	Yields			Spread between yields on	
		3-month bills 2/	6-month bills 2/	3-5 year issues 2/	3-month bills and yields on 6-mo. bills	3-5 yr. issues
(per cent)						
1954 - Low	1.50	.61 (6/11)	--	1.66 (4/30)	--	.66
1957 - High	3.50	3.64 (10/18)	--	4.04 (10/18)	--	.86
1958 - Low	1.75	.58 (5/29)	3.02 (12/28)	2.14 (6/8)	.26	.04
1959-60 - High	4.00	4.59 (1/8/60)	5.07 (1/8/60)	5.00 (12/24/60)	.79	1.81
1960 - Low	3.00	2.11 (10/28)	2.38 (12/30)	3.40 (12/30)	.16	.38
1961 - High	3.00	2.56 (3/3)	2.75 (3/3)	3.74 (6/23)	.25	1.47
Low	3.00	2.17 (1/27)	2.35 (4/28)	3.15 (5/12)	.12	.92
June 16	3.00	2.32	2.50	3.67	.18	1.35
June 23	3.00	2.31	2.50	3.74	.19	1.43
June 30	3.00	2.27	2.45	3.71	.18	1.44
July 7	3.00	2.31	2.49	3.69	.18	1.38
July 14 p/	3.00	2.25	2.46	3.72	.21	1.47

Banks and Other Private Borrowers

Date	Stock Exchange call loan 1/	Prime rate 1/	Finance company paper 3/	Federal funds 4/	Spread between
					3-mo. bills and finance co. paper
(per cent)					
1954 - Low	3.00	3.00	1.25 (11/31)	n.a.	0
1957 - High	4.50	4.50	3.88 (11/15)	3.50 (11/8)	.63
1958 - Low	3.50	3.50	1.13 (8/8)	.13 (5/29)	-.35
1959-60 - High	5.50	5.00	5.18 (1/22/60)	4.00 (5/13/60)	1.02
1960 - Low	4.50	4.50	2.88 (12/30)	.95 (12/2)	.22
1961 - High	4.50	4.50	2.88 (3/10)	2.85 (2/17)	.56
Low	4.50	4.50	2.50 (7/14)	.43 (1/27)	.11
June 16	4.50	4.50	2.75	1.15	.43
June 23	4.50	4.50	2.65	2.25	.34
June 30	4.50	4.50	2.54	.85	.27
July 7	4.50	4.50	2.50	.85	.19
July 14 p/	4.50	4.50	2.50	.85	.25

1/ Weekly rate shown in effect at end of period. Discount rate is for Federal Reserve Bank of New York. Stock Exchange call loan rate is going rate on call loans secured by customers' stock exchange collateral at New York City banks. Prime rate is that charged by large banks on short-term loans to business borrowers of the highest credit standing.

2/ Market yield; weekly averages computed from daily closing bid prices. Series of 3-5 year issues consists of selected notes and bonds.

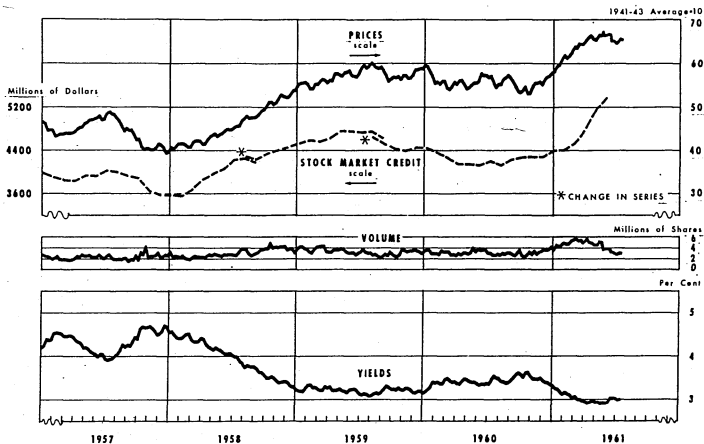
3/ Average of daily rates published by finance companies for directly placed paper for varying maturities in the 90-179 day range.

4/ Weekly average of daily effective rate, which is the rate for the heaviest volume of purchase and sale transactions as reported to the Federal Reserve Bank of New York.

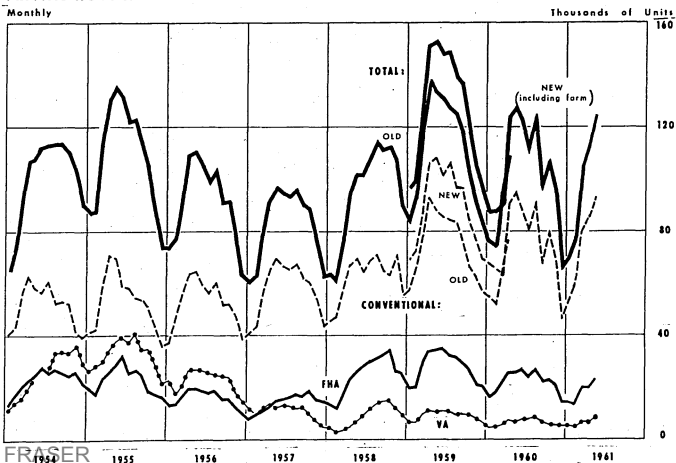
Note.--Highs and lows are for individual series and may be on different dates for different series. For spreads, high refers to widest, and low to narrowest.

EXHIBIT E

STOCK MARKET



PRIVATE HOUSING STARTS



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/
(In millions of dollars)						
1957-60 - High	60.51 (7/31/59)	3.08	4.9	4,764 (4/59)	3,401 (4/59)	1,373 (5/59)
Low	39.48 (12/20/57)	4.72	1.4	3,554 (1/58)	2,482 (12/57)	1,060 (11/57)
1961 - High	67.27 (5/19)	2.90	5.8	5,382 (5/61)	4,056 (5/61)	1,360 (7/5)
Low	58.48 (1/6)	3.32	2.7	4,416 (1/61)	3,253 (1/61)	1,152 (3/8)
May	66.50	2.92	4.6	5,382	4,056	1,326
June	65.62	2.99	3.3	n.a.	n.a.	1,343
June 30	64.64	3.03	2.7	n.a.	n.a.	1,343
July 7	65.77	2.97	3.0	n.a.	n.a.	1,360
July 14 p/	65.28	3.00	3.0	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 Friday's only. Highs and lows are for Friday's 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.

Private Housing Starts 1/

Date	Total		Unadjusted		
	Seasonally adjusted annual rate	Unadjusted	FHA	VA	Conventional
(Thousand of units)					
1960 - May	1,342	127	25	7	95
June	1,302	122	26	8	88
July	1,182	111	24	7	80
Aug.	1,292	125	26	8	90
Sept.	1,066	97	22	7	68
Oct.	1,256	109	23	6	81
Nov.	1,216	94	20	5	69
Dec.	979	65	14	5	47
1961 - Jan.	1,105	70	14	5	51
Feb.	1,187	76	13	5	58
Mar.	1,314	105	20	6	79
Apr. p/	1,200	112	20	6	86
May p/	1,298	124	23	8	93

1/ Total starts are Census estimates, which are not strictly comparable with old nonfarm series developed by BLS. A dwelling unit is started when excavation begins; all units in an apartment structure are considered started at that time. FHA and VA starts are units started under commitments by these agencies to insure or guarantee the mortgages. As reported by FHA and VA, a unit is started when a field office receives the first compliance inspection report, which is made before footings are poured in some cases but normally after the foundations have been completed. Department of Military Housing units are excluded. Conventional starts are derived as a residual, although total and FHA and VA starts are not strictly comparable in concept or timing; they include both units financed by conventional mortgages and units without mortgages.

Exhibit C

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

(In millions of dollars)

	New capital					
	Corporate 1/			State and local 2/		
	1961	1960	1959	1961	1960	1959
January	580	570	821	708	700	648
February	667	715	738	661	611	859
March	562	860	646	759	568	638
April	2,115	761	894	678	719	934
May	e/1,000	577	785	e/550	545	568
June	e/1,100	1,044	887	e/1,050	991	987
July	e/1,000	736	535	e/550	492	443
August		967	740		606	521
September		726	703		683	470
October		890	879		348	593
November		956	864		501	450
December		852	900		491	478
1st quarter	1,809	2,145	2,204	2,128	1,880	2,145
2nd quarter	e/4,215	2,382	2,567	e/2,278	2,256	2,488
3rd quarter		2,428	1,979		1,780	1,433
4th quarter		2,698	2,612		1,340	1,521
1st half	e/6,330	4,527	4,771	e/4,406	4,136	4,634
Three quarters		6,955	6,750		5,916	6,067
Year		9,653	9,392		7,257	7,508
	Excluding finance companies 3/					
1st quarter	1,554	1,716	1,999			
2nd quarter	e/4,065	2,165	2,412			
3rd quarter		2,018	1,716			
4th quarter		2,347	2,503			
Year		8,246	8,630			

e/ Estimated.

1/ Securities and Exchange Commission estimates of net proceeds.

2/ Investment Bankers Association of America estimates of principal amounts.

3/ Total new capital issues excluding offerings of sales and consumer finance companies.

Exhibit H

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Other Security Offerings
(In millions of dollars)

	Gross long-term 1/					
	Foreign government 2/			Federal agency 3/		
	1961	1960	1959	1961	1960	1959
January	6	2	81	--	182	199
February	29	175	60	--	150	--
March	20	70	2	252	150	175
April	--	34	58	100	148	--
May		72	50		354	--
June		40	42		--	--
July		25	85		--	--
August		1	1		199	98
September		36	35		--	150
October		34	33		160	--
November		2	30		149	--
December		41	70		181	86
Year		533	547		1,672	707
	Net short-term 4/					
	State and local government 5/			Federal agency 3/		
January	160	58	-4	-144	-196	-82
February	195	140	181	-162	-202	176
March	368	-80	4	-174	-59	33
April	103	70	197	-79	-277	50
May		-146	-25		170	368
June		-157	-197		320	286
July		48	57		95	362
August		415	392		23	133
September		-175	131		-201	79
October		-16	-81		-23	280
November		50	-176		-33	240
December		-189	-117		-250	44
Year		18	362		-633	1,969

p/ Preliminary.

1/ These data differ from those in Exhibit G 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. Sources: Securities and Exchange Commission.

3/ Issues not guaranteed by the U. S. Government. Sources: long-term, Securities and Exchange Commission; short-term, Treasury Department and Federal Reserve.

4/ These data differ from those in Exhibit G and above in that they represent new offerings less retirements, whether from the proceeds of refunding issues or from other funds. Data include only issues with original maturity of one year or less.

5/ Principally tax and bond anticipation notes, warrants or certificates and Public Housing Authority notes. In some instances FHA notes included may have a somewhat longer term than one year. Sources: Bond Buyer and Federal Reserve.

Exhibit I

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

Proceeds of Large Issues Offered

(In millions of dollars)

Month	Corporate	State and local government	Other <u>2/</u>
1960 - June	442	561	30
July	303	191	--
August	581	298	75
September	266	367	25
October	566	46	77
November	465	186	150
December	260	222	99
1961 - January	147	391	--
February	267	360	--
March	70	405	67
April	1,572	383	--
May	557	256	25
June	532	616	151

Large Individual Issues Offered July 1 through 14

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net interest cost	Offering yield	Rating
<u>CORPORATE</u>						
Pacific Gas & Elec. Co.	Com.stk.	63.6				
Jim Walters Corp.	1st sub.deb.	20.0	1981	5-7/8	5.85	--
General Acceptance Corp.	Conv.cap.deb.	15.0	1981	5	5.00	--
Northern Ill. Gas Co.	Com.stk.	22.3				
Hunt Foods & Industries	Conv.sub.deb.	38.8	1986	4-3/8	4.38	Ba
Harvey Aluminum, Inc.	Com.stk.	29.3				
<u>STATE AND LOCAL GOVERNMENT</u>						
Milwaukee County, Wisc.	G.O.	11.4	1962-81	3.07	1.60-3.30	Aaa
Dade Co. Port Auth., Fla.	Rev.-Rent.	17.3	1964-91	3-3/4-4-3/4	3.25-4.75	--
City of Los Angeles, Calif.	G.O.	18.8	1962-81	3.39	1.65-3.60	Aa
Memphis, Tennessee	G.O.	13.5	1962-91	3.28	1.60-3.55	Aa
New York St. Housing Finance Agency	Rev.	51.9	1964-2004	3.97	2.20-4.00	--
<u>OTHER</u>						
None						

Footnotes

- 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 per cent bonds of 1989-91 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/
1960 - June 30	237	180	30	455	380	30
July 29	596	275	--	1,006	324	--
Aug. 31	216	283	--	731	283	--
Sept. 30	576	212	77	836	336	127
Oct. 31	440	258	50	585	391	50
Nov. 30	260	242	--	335	560	--
Dec. 30	91	412	--	1,036	682	--
1961 - Jan. 31	110	181	--	1,046	360	--
Feb. 28	55	307	--	1,125	638	--
Mar. 31	1,580	559	--	1,700	806	--
Apr. 28	542	236	15	687	579	15
May 31	487	431	75	611	771	75
June 30	521	195	--	666	291	--

Forthcoming Large Offerings, as of July 14

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE</u>			
Automatic Canteen Co. of America	Conv. sub. deb.	20.8	July 18 (rights expire)
Shell Oil Co.	Deb.	200.0	July 19
Union Electric Co.	1st mtg. bds.	30.0	July 26
Northern Natural Gas Co.	S.F. deb.	35.0	July 26
Long Island Lighting Co.	1st mtg. bds.	25.0	July 27
*Kimberly-Clark Corp.	S.F. deb.	35.0	late July or early August
Northern State Power Co.	1st mtg. bds.	20.0	Aug. 9
Consumers Power Co.	1st mtg. bds.	40.0	Aug. 16
Clark Equipment Credit Corp.	Deb.	20.0	Indefinite
Commerce Oil Refining Corp.	Deb., bds. & com.	45.0	Indefinite
Realty Collateral Corp.	Coll. tr. notes	20.0	Indefinite
Texas Eastern Transmission Co.	Deb. & pfd. stk.	50.0	Indefinite
<u>STATE AND LOCAL GOVERNMENT</u>			
State of Michigan	Rev.-S.T.	35.0	July 26
State of Alaska	G.O.	14.0	July 26
State of North Carolina	G.O.	17.2	July 26
State of Maryland	G.O.	16.9	Aug. 2
Public Housing Authority	--	60.3	Aug. 2

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

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>STATE AND LOCAL GOVERNMENT (Cont'd)</u>			
*State of California	G.O.	225.0	Aug. 16
*Cook County, Illinois	G.O.	25.0	Aug. 22
Orleans Parish School Dist., La.	G.O.	10.0	Indefinite
Dade County, Florida	G.O.	46.0	Indefinite
Jacksonville Expressway Auth.	Rev.-Ut.	40.0	Indefinite
State of Kentucky	G.O.	35.0	Indefinite
<u>OTHER</u>			
None			

*--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 reason other than sale of issue: None.

Exhibit K

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)
1952-1959 - High	5.30 (12/8/59)	87	5.65 (9/18/59)	123
Low	2.93 (3/31/54)	-8	3.00 (3/17/54)	-15
1960 - Jan.			*5.30 ^{2/}	28
Feb.	5.09	45		
Mar.	4.82	25	4.97	9
Apr.	4.91	37	5.14	35
May	*4.88	32	5.15	29
June	4.83	26	*4.95	11
July			4.87	6
Aug.				
Sept.	4.60 ^{2/}	22	*4.80	24
Oct.	4.65 ^{2/}	23		
Nov.	4.82	37	4.97	35
Dec.	*5.00	49		
1961 - Jan. 12	4.60	11		
18	4.55	7		
25	4.44	-2		
Feb. 8			4.60	-2
16			4.65	5
16			4.47	-13
Mar. 23	4.37	8	4.50	5
24			4.40	-5
Apr. 13			4.65 ^{2/}	17
21			4.80 ^{2/}	32
26	4.80	43		
27	4.67	29		
May 17	4.50 ^{2/}	13	4.72	19
18	4.57	20		
19			4.80	27
23	4.65	27		
26			4.94	40
June 8			5.12	55
13			4.92	36
28				
July 13	4.87	41	4.93	29

*--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

	Uses of funds ^{1/}						Total sources or uses
	Cash	U. S. Govt. securities	Business securities ^{2/}	State and local govt. securities	Mortgages	Other	
Value of assets at end of period:	(In millions of dollars)						
1957 - Dec.	1,294	7,028	42,133	2,377	35,271	13,206	101,309
1958 - Dec.	1,363	7,182	44,612	2,691	37,092	14,640	107,580
1959 - Dec.	1,307	6,858	46,901	3,221	39,237	16,126	113,650
1960 - Dec.	1,332	6,444	48,896	3,622	41,798	17,625	119,717
1961 - May	1,303	6,551	49,719	3,774	42,723	18,392	122,462
Changes:							
1959 - Apr.	-29	19	258	51	110	113	522
May	15	-15	182	82	126	85	475
June	2	10	227	34	156	60	489
July	-25	39	194	110	194	146	658
Aug.	16	95	81	31	167	110	500
Sept.	-39	-181	82	18	207	108	195
Oct.	20	-18	203	14	245	91	555
Nov.	33	-132	195	18	235	146	495
Dec.	99	-168	219	24	304	313	791
1960 - Jan.	-71	153	204	-24	336	-46	552
Feb.	-53	-36	125	25	196	207	464
Mar.	-30	-167	104	35	242	115	299
Apr.	39	-85	134	21	225	95	429
May	-12	-62	231	26	203	128	514
June	33	-102	125	13	192	211	469
July	12	73	167	104	63	206	628
Aug.	4	-40	168	43	226	175	576
Sept.	-51	-6	40	82	179	122	366
Oct.	90	-62	311	53	214	11	597
Nov.	-35	23	198	26	208	102	522
Dec.	99	-103	188	17	277	173	651
1961 - Jan.	-54	101	242	49	210	202	750
Feb.	-9	-3	128	31	135	202	484
Mar.	-50	-7	148	33	208	186	518
Apr.	9	-47	135	34	202	119	452
May	75	63	170	5	170	58	541
June							
July							

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

^{2/} Includes securities of domestic corporations only.

Source.--Institute of Life Insurance.

Sources and Uses of Funds by
Savings and Loan Associations

	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
Value of assets at end of period	(In millions of dollars)							
1957 - Dec.	2,146	3,173	40,049	2,770	48,138	41,912	1,379	4,847
1958 - Dec.	2,585	3,819	45,627	3,108	55,139	47,976	1,444	5,719
1959 - Dec.	2,183	4,477	53,194	3,676	63,530	54,583	2,387	6,560
1960 - Dec.	2,715	4,586	60,084	4,104	71,489	62,154	2,191	7,144
1961 - May	2,846	4,968	63,081	4,495	75,390	65,222	1,746	8,422
Changes:								
1959 - Apr.	-180	105	710	151	786	414	97	275
May	27	21	757	185	990	599	62	329
June	238	-3	884	-36	1,083	1,089	314	-320
July	-431	108	803	-113	367	201	31	135
Aug.	-42	23	740	14	735	394	119	222
Sept.	-52	-7	679	64	684	447	148	89
Oct.	-69	10	626	86	653	396	136	121
Nov.	61	-28	460	141	634	484	56	94
Dec.	371	-25	468	-65	749	1,205	222	-678
p/1960 - Jan.	-301	196	316	-119	92	468	-462	86
Feb.	-34	65	398	65	494	409	-114	199
Mar.	49	-22	547	93	667	623	-126	170
Apr.	-27	-2	565	106	642	372	37	233
May	80	21	635	203	939	630	5	304
June	329	-143	780	-58	908	1,216	211	-519
July	-236	-33	615	-127	219	149	-127	177
Aug.	30	-27	713	2	718	489	22	207
Sept.	24	1	643	63	731	602	49	80
Oct.	104	20	605	85	814	667	-14	161
Nov.	86	36	501	153	776	558	51	167
Dec.	428	-3	572	-38	959	1,388	272	-701
p/1961 - Jan.	-95	93	371	-107	262	591	-465	136
Feb.	59	192	427	71	749	553	-80	276
Mar.	3	107	689	123	922	705	-26	243
Apr. r/	24	-18	694	113	813	417	88	308
May	140	8	816	191	1,155	802	38	315
June								
July								

r/ Revised.

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/ Data for 1957 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

	Uses of funds 1/						Sources of funds		
	Cash	U. S. Govt. secur- ities	Busi- ness secur- ities 2/	State & local govt. secur- ities	Mort- gages	Other	Total sources or uses	Net change in deposits	Other
Value of assets at end of period	(In millions of dollars)								
1957 - Dec.	890	7,552	4,331	682	20,951	761	35,168	31,695	3,473
1958 - Dec.	921	7,266	4,973	725	23,039	855	37,779	34,041	3,738
1959 - Dec.	829	6,864	4,849	722	24,768	910	38,942	34,983	3,959
1960 - Dec.	874	6,236	5,080	673	26,701	1,005	40,568	36,349	4,219
1961 - May	834	6,330	5,130	666	27,569	1,056	41,585	37,066	4,519
Changes:									
1959 - Apr.	-114	-44	58	-33	155	-32	-10	6	-16
May	8	13	-20	10	161	45	217	120	97
June	43	-85	--	19	145	39	161	202	-41
July	-79	-13	-47	4	179	-12	32	-54	86
Aug.	3	-12	13	-1	156	33	192	80	112
Sept.	-2	-32	-2	8	160	31	163	197	-34
Oct.	-27	-281	-55	-20	137	-37	-283	-187	-96
Nov.	20	-85	-28	-8	124	42	65	-27	92
Dec.	111	-12	23	-24	132	-12	218	340	-122
1960 - Jan.	-131	-9	-12	-6	159	-12	-11	-68	57
Feb.	37	-11	-9	-9	116	43	167	50	117
Mar.	41	32	52	3	150	41	319	320	-1
Apr.	-86	-148	-19	13	129	-21	-132	-95	-37
May	42	-80	13	-23	161	63	176	58	118
June	108	-93	57	-4	169	-59	178	221	-43
July	-69	-48	38	-4	159	42	118	21	97
Aug.	-6	30	-8	-5	206	6	223	105	118
Sept.	22	-32	32	1	196	14	233	278	-45
Oct.	-8	-156	-4	-6	168	-25	-31	56	-87
Nov.	9	-68	34	-5	171	13	154	39	115
Dec.	86	-45	57	-4	149	-10	232	381	-149
1961 - Jan.	-49	106	3	-5	161	17	233	170	63
Feb.	21	100	-15	--	140	26	272	136	136
Mar.	9	117	46	-1	204	29	404	351	53
Apr.	-51	-216	-11	-2	176	-51	-154	-54	-100
May	30	-13	27	1	187	30	262	114	148
June									
July									

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, nonguaranteed Federal agency and other bonds as well as corporate bonds and stocks.

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