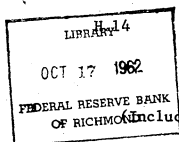


October 15, 1962.



CAPITAL MARKET DEVELOPMENTS
IN THE UNITED STATES

Including Review of Sources and Uses of Funds of Financial Intermediaries during August)

The volume of public security financing to obtain new capital was light last week but is expected to be substantial this week. During the week ending October 12, only one large corporate security issue--a \$16 million expiring rights offer--and two State and local government bond issues with par value of \$45 million were sold. This week, ending October 19, three large corporate issues totaling \$151 million are scheduled for offering, three State and local issues amounting to \$86 million are on the calendar, and the Commonwealth of Australia is expected to offer \$25 million in bonds.

Bond yields. Yields on seasoned, long-term bonds either declined further last week or were stable. Yields on both Aaa- and Baa-rated corporate bonds dropped a basis point and, at 4.28 and 4.99 per cent, were within a single basis point of their lows for the year, while Aaa-rated State and local government bond yields also fell one basis point to 2.99 per cent, 7 basis points above their May low. Yields on both U. S. Government and Baa-rated municipal bonds were stable.

Short- and intermediate-term interest rates. Yields on 6-month Treasury bills fell 3 basis points further last week, while rates on 3-month bills and 3-5 year U. S. Government obligations rose one and two basis points, respectively. The average rate of interest on directly-placed finance company paper with 90-179 day maturity fell 18 basis points to 3.02 per cent, largely as the result of a reduction in the advertised rate on such paper from 3-1/8 to 3 per cent announced by all major finance companies early last week. The average effective rate on Federal funds declined 20 basis points to 2.75 per cent. Other short- and intermediate-term interest rates were unchanged.

FNMA secondary market operations. Mortgage purchases by the Federal National Mortgage Association in the secondary market rose moderately in August after eight consecutive months of decline. The level of \$29.6 million was about the same as that of last June and substantially below a year ago when purchases were expanding fairly sharply. Offerings also turned up in August but were well below year-earlier levels. Sales by FNMA dropped sharply further and, at \$6.3 million, were the lowest since the start of the year and less than purchases for the first time since March.

Stock prices. Common stock prices, as measured by Standard and Poor's composite index of 500 stocks, were off slightly on balance last week, closing at 56.95 on October 12. The average daily volume of trading fell to its lowest level this year, averaging 2.4 million shares, 0.4 million shares below the previous low of a week earlier.

Institutional investors. The net inflow of savings during August to three major types of financial intermediaries--life insurance companies, savings and loan associations and mutual savings banks--totaled \$1.5 billion, one-third more than a year earlier. All three types of institutions had a substantially larger inflow than a year earlier with mutual savings banks experiencing the sharpest relative increase. (Time and savings deposits at commercial banks rose \$1.0 billion in August, about two-fifths more than a year earlier.)

Assets of life insurance companies rose \$0.6 billion in August, 14 per cent more than a year earlier. Holdings of business securities increased over \$0.2 billion, almost one-sixth more than in August 1961; the expansion in holdings of long-term bonds and stocks (\$213 million) was one-fourth less than last year, but net acquisitions of commercial and finance company paper amounted to \$30 million, in contrast to net sales of \$74 million last year. Net acquisitions of mortgages totaled over \$0.2 billion, more than two-fifths greater than a year earlier and the largest August increase since 1956. Holdings of cash and U. S. Government securities fell \$50 million, sharply more than last August.

Savings capital at savings and loan associations increased \$0.7 billion in August, 35 per cent more than last year, as new savings capital rose more than withdrawals. Mortgage holdings rose \$1.0 billion, a record for the month and 5 per cent more than in August 1961. These associations supplemented their savings flow, as they had a year earlier, by reducing their holdings of cash and U. S. Government securities (\$47 million) and increasing their borrowings (\$92 million).

Deposits at mutual savings banks were up \$0.2 billion in August, over twice last year's expansion, as an increase in new deposits was accompanied by a small decline in withdrawals. Mortgage holdings rose a record \$0.3 billion, one-half more than a year earlier. Holdings of cash and U. S. Government securities were reduced slightly as they had been in August 1961.

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, Part I

LONG-TERM BOND YIELDS, HIGH-GRADE

Weekly

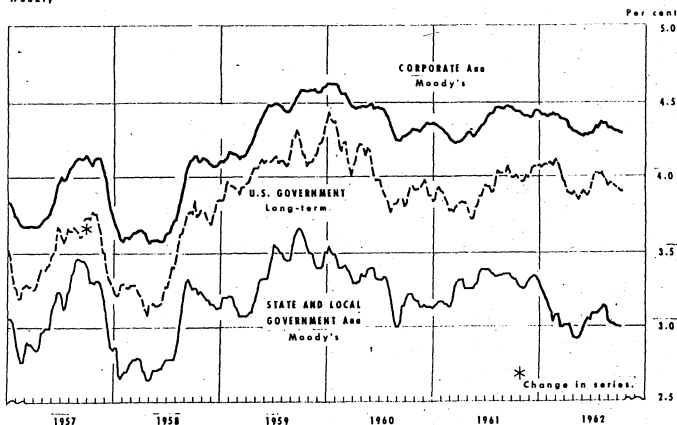


Exhibit A - Part II

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)			
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 (5/1)	.22	.34
1959-60 - High	4.61 (1/29/60)	4.42 (1/8/60)	3.65 (9/24/59)	.59	.92
1960-61 Low	4.21 (3/17/61)	3.70 (5/12/61)	2.99 (9/1/60)	.19	.46
1961 - High	4.46 (9/15)	4.07 (12/29)	3.37 (7/6)	.57	.76
1962 - High	4.43 (2/16)	4.12 (2/23)	3.26 (1/4)	.47	1.08
Low	4.27 (5/25)	3.85 (5/11)	2.92 (5/3)	.29	.80
Sept. 14	4.32	3.95	3.02	.37	.93
Sept. 21	4.31	3.94	3.01	.37	.93
Sept. 28	4.31	3.93	3.00	.38	.93
Oct. 5	4.29	3.90	3.00	.39	.90
✓ Oct. 12 p/	4.28 ✓	3.90	2.99	.38	.91

Note: For footnotes see Exhibit B.

LONG-TERM BOND YIELDS, LOWER-GRADE

Weekly

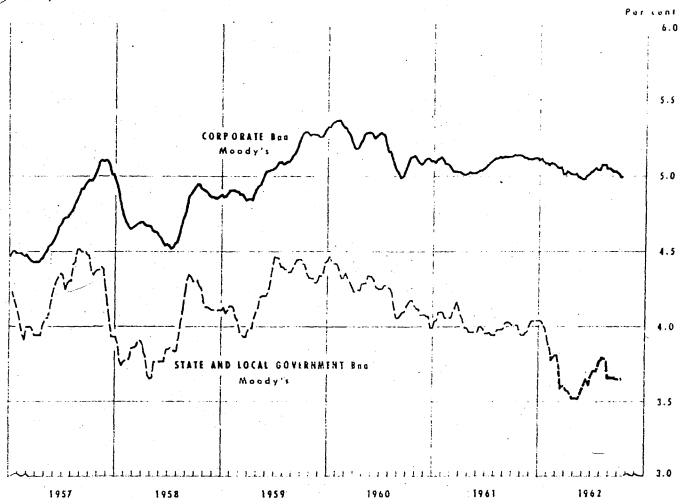


Exhibit B - Part II

Date	Corporate Baa 1/	State and local govt. Baa 3/	Spread between Aaa and Baa	
			Corporate	State and local govt.
			(per cent)	
1957 - High	5.10 (11/29)	4.51 (8/29)	1.27	1.21
1958 - Low	4.51 (7/11)	3.61 (5/1)	.77	.93
1959-60 - High	5.36 (2/12/60)	4.16 (1/7/60)	.84	1.08
1960-61 Low	4.98 (9/9/60)	3.93 (11/9/61)	.66	.57
1961 - High	5.13 (10/27)	4.16 (3/23)	.81	.93
1962 - High	5.11 (1/5)	4.04 (1/11)	.74	.82
Low	4.98 (6/1)	3.52 (5/17)	.63	.56
Sept. 14	5.03	3.66	.71	.64
Sept. 21	5.03	3.66	.72	.65
Sept. 28	5.02	3.65	.71	.65
Oct. 5	5.00	3.65	.71	.65
Oct. 12 p/	4.99	3.65	.71	.66

p/ Preliminary.

1/ Weekly average of daily figures. Average term of bonds included in 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, Part I

SHORT- AND INTERMEDIATE- TERM INTEREST RATES, GOVERNMENT

Weekly

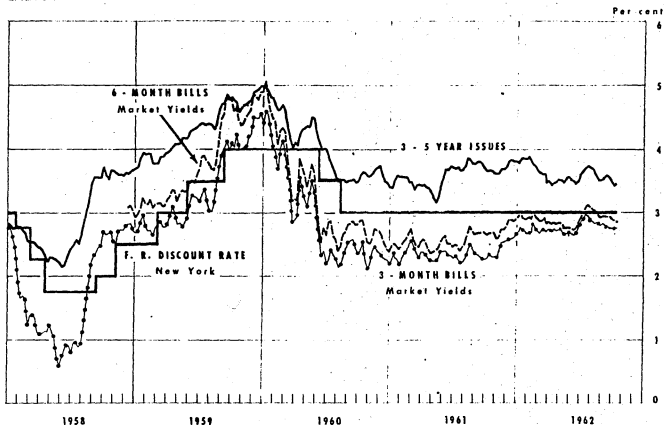


Exhibit C - Part II

Date	Discount rate 1/	Yields			Spread between yields on 3-month bills and yields on	
		3-month bills 2/	6-month bills 2/	3-5 year issues 2/	6-mo. bills	3-5 yr. issues
(per cent)						
1957 - High	3.50	3.64 (10/18)	--	4.04 (10/18)	--	.86
1958 - Low	1.75	.58 (5/29)	3.02 (12/26)	2.14 (6/6)	.26	.04
1959-60 - H	4.00	4.59 (1/8/60)	5.07 (1/8/60)	5.00 (12/24/59)	.79	1.81
1960-61 Low	3.00	2.11 (10/28/60)	2.35 (4/28/61)	3.15 (5/12/61)	.12	.38
1961 - High	3.00	2.66 (12/29)	2.90 (12/29)	3.86 (8/11)	.44	1.51
1962 - High	3.00	2.97 (7/13)	3.13 (7/20)	3.88 (2/2)	.24	1.19
Low	3.00	2.65 (6/8)	2.74 (6/8)	3.43 (4/6)	.06	.69
Sept. 14	3.00	2.78	2.93	3.59	.15	.81
Sept. 21	3.00	2.77	2.93	3.57	.16	.80
Sept. 28	3.00	2.75	2.90	3.51	.15	.76
Oct. 5	3.00	2.75	2.89	3.44	.14	.69
Oct. 12 p/	3.00	2.76	2.86	3.46	.10	.70

1/ Weekly rate shown is that in effect at end of period at the Federal Reserve Bank of New York.

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

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 D, Part I

**SHORT- AND INTERMEDIATE-TERM INTEREST RATES,
BANKS AND OTHER PRIVATE BORROWERS**

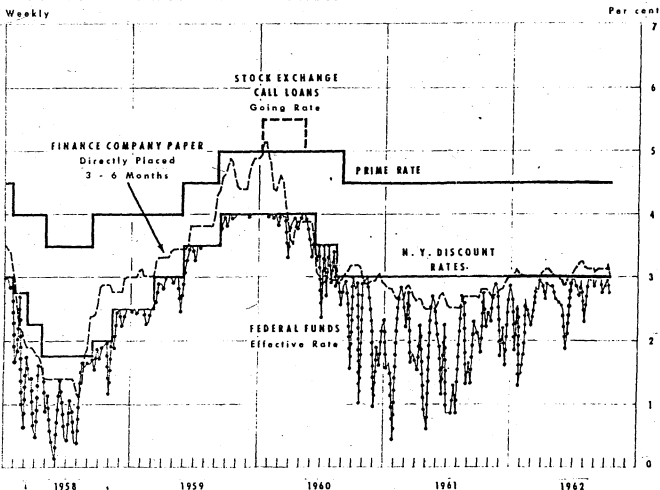


Exhibit D - Part II

Date	Stock Exchange call loan <u>1</u> /	Prime rate <u>1</u> /	Finance company paper <u>2</u> /	Federal funds <u>3</u> /	Spread between 3-mo. bills and finance Co. paper
	(per cent)				
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	5.13 (1/22/60)	4.00 (5/13/60)	1.02
1960-61 Low	4.50	4.50	2.50 (8/5/61)	.43 (1/27/61)	.11
1961 - High	4.50	4.50	3.00 (12/29)	2.88 (12/29)	.56
1962 - High	4.50	4.50	3.25 (7/20)	3.00 (9/14)	.45
Low	4.50	4.50	2.88 (6/1)	1.30 (1/26)	.19
Sept. 14	4.50	4.50	3.13	3.00	.35
Sept. 21	4.50	4.50	3.13	2.75	.36
Sept. 28	4.50	4.50	3.13	2.85	.38
Oct. 5	4.50	4.50	3.20	2.95	.45
Oct. 12 p/	4.50	4.50	3.02	2.75	.26

1/ Weekly rate shown is that in effect at end of period. 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/ Average of daily rates published by finance companies for directly placed paper for varying maturities in the 90-179 day range.

3/ 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.

STOCK MARKET

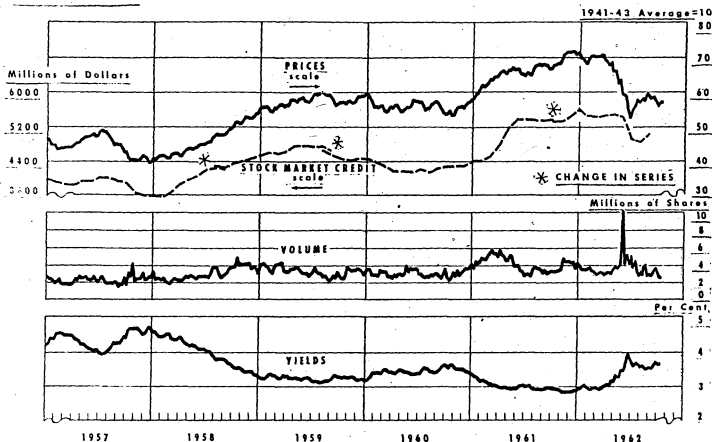


Exhibit E - Part II

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)						
1960-61 - High	72.04 (12/8/61)	2.82	5.8	5,602 (12/61)	4,259 (12/61)	1,377 (8/30/61)
Low	53.32 (10/21/60)	3.62	2.2	4,142 (5/60)	3,004 (7/60)	1,121 (5/25/60)
1962 - High	70.94 (3/16)	2.93	10.1	5,491 (4)	4,111 (1)	1,418 (5/9)
Low	52.68 (6/22)	3.96	2.4	4,876 (7)	3,562 (7)	1,269 (9/26)
August	58.52	3.57	3.3	5,049	3,749	1,300
September	58.00	3.60	3.3	n.a.	n.a.	1,288
Sept. 28	56.27	3.71	3.7	n.a.	n.a.	<u>1,269</u>
Oct. 5	57.07	3.66	2.8	n.a.	n.a.	1,270
Oct. 12 ^{p/}	56.95	3.68	2.4	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/} Standard 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.

EXHIBIT F, Part I

FEDERAL NATIONAL MORTGAGE ASSOCIATION
SECONDARY MARKET OPERATIONS

Monthly

Millions of dollars

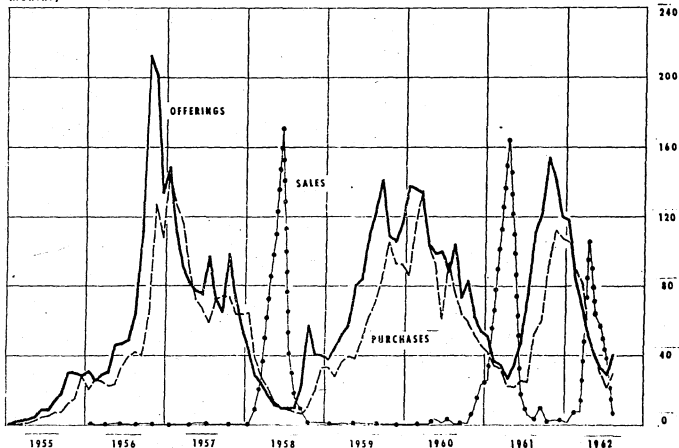


Exhibit F - Part II

Date	Estimated offerings to FNMA			Purchases by FNMA	Sales by FNMA
	Total	Immediate purchase	Standby commitment		
(in millions of dollars)					
1961 - Aug.	111.2	108.0	3.2	52.7	2.4
Sept.	122.9	119.3	3.6	60.4	10.5
Oct.	154.2	150.9	3.3	92.4	1.8
Nov.	141.4	138.5	2.9	112.3	2.7
Dec.	120.0	117.7	2.3	107.2	2.4
1962 - Jan.	118.3	116.6	1.7	104.7	1.4
Feb.	82.5	80.8	1.7	89.0	7.3
Mar.	68.6	66.3	2.3	81.6	75.9
Apr.	51.1	50.0	1.1	51.5	105.7
May	40.3	38.8	1.5	42.0	64.0
June	33.0	31.7	1.3	29.0	56.3
July	29.0	27.9	1.1	21.9	38.5
Aug.	40.8	39.9	1.0	29.6	6.3

*—Less than \$50,000.

✓ Data represent unpaid principal balances of the mortgages involved, exclusive of premiums, discounts, or other charges. Offerings are amounts of applications received during the period from sellers proposing that FNMA execute purchasing contracts. An immediate purchase contract covers existing mortgages which the seller must deliver to FNMA within 45 days. A standby commitment contract relates to proposed mortgages on housing not yet under construction which the seller must usually deliver within one year. Purchases include those under both immediate purchases and standby commitment contracts. Data exclude FNMA activity under Special Assistance and Management and Liquidating Programs.

Yields on New Corporate Bond Issues Adjusted to an Aaa Basis

	Number of issues included	Amount of issues included (millions of dollars)	Average yield (per cent)		Number of issues included	Amount of issues included (millions of dollars)	Average yield (per cent)
Monthly averages:							
1962 - January	4	130.0	4.45	June 15	4	67.0	4.12
February	5	394.5	4.50	22	3	145.0	4.11
March	6	240.0	4.23	29	1	24.0	4.19
April	7	299.0	4.17	July 6	--	--	--
May	7	148.0	4.09	13	1	50.0	4.45*
June	12	368.0	4.15	20	3	46.0	4.26
July	6	141.0	4.33	27	1	20.0	4.33*
August	11	379.3	4.30	August 3	4	107.3	4.34*
September	3	66.9	4.13	10	2	115.0	4.43*
October				17	3	70.0	4.24
November				24	2	52.0	4.17
December				31	1	60.0	4.20
				September 7	1	12.0	4.14
				14	1	50.0	4.13
Weekly averages:				21	--	--	--
1962 - January 5	--	--	--	28	1	4.9	4.05
12	1	60.0	4.50	October 5	1	75.0	4.16
19	--	--	--	12	--	--	--
26	3	70.0	4.40	19			
February 2	--	--	--	26			
9	2	19.5	4.40	November 2			
16	1	300.0	4.52*	9			
23	1	50.0	4.50	16			
March 2	1	25.0	4.37	23			
9	1	30.0	4.29	30			
16	1	65.0	4.23	December 7			
23	2	60.0	4.21	14			
30	2	85.0	4.22	21			
April 6	2	98.0	4.21	28			
13	2	26.0	4.12				
20	2	100.0	4.17*				
27	--	--	--				
May 4	2	115.0	4.14				
11	2	28.0	4.21*				
18	2	41.0	4.02				
25	2	39.0	4.07				
June 1	1	17.0	4.06				
8	3	115.0	4.24*				

Note: Averages of offering yields on all new issues of publicly sold bonds rated Aaa, Aa and A by Moody's Investors Service (except serial, equipment trust and convertible issues, offerings of natural gas pipelines and foreign companies, and issues guaranteed by the Federal Government) weighted by size of issues. Yields on Aa- and A-rated bonds are first adjusted to an Aaa basis, using the comparable spreads in yields on seasoned bonds (Moody's averages). Averages reflect changes in industrial composition, type, maturity, and call provisions of new offerings. Weekly averages considered unusually unreliable as indicators of interest rates on new issues because of the small number or special characteristics of offerings included etc. are marked with an asterisk. Source: weekly data, Federal Reserve; monthly data, First National City Bank of New York.

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

(In millions of dollars)

	New capital					
	Corporate 1/			State and local 2/		
	1962	1961	1960	1962	1961	1960
January	592	580	570	p/876	713	700
February	859	667	715	p/1,132	689	611
March	807	562	860	p/629	764	568
April	1,113	2,118	761	p/864	723	719
May	760	1,259	577	p/807	641	545
June	1,132	1,318	1,044	e/700	1,034	991
July	p/590	1,028	736	e/600	485	492
August	e/750	762	967	e/575	604	606
September	e/625	647	726	e/400	734	683
October	e/850	1,090	890	e/500	678	348
November		948	956		789	501
December		1,000	852		606	491
1st quarter	2,258	1,809	2,145	e/2,636	2,166	1,880
2nd quarter	3,005	4,605	2,382	e/2,371	2,397	2,256
3rd quarter	e/1,965	2,437	2,428	e/1,575	1,823	1,780
4th quarter		3,038	2,698		2,073	1,340
1st half	5,263	6,504	4,527	e/5,007	4,563	4,136
Three quarters	e/7,228	8,941	6,955	e/6,582	6,386	5,916
Year		11,979	9,653		8,460	7,257
	Excluding finance companies 3/					
1st quarter	2,199	1,554	1,716			
2nd quarter	2,919	4,552	2,165			
3rd quarter	e/1,865	2,337	2,018			
4th quarter		2,807	2,347			
Year		11,253	8,246			

e/ Estimated by Federal Reserve.

p/ Preliminary.

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.

New Corporate Security Issues, Type of Issue and Issuer
(In millions of dollars)

Quarter or month	Gross proceeds for new capital and refunding 1/				Net proceeds for new capital 1/ 2/			
	Total	Bonds		Common and pfd. stock	Mfg.	Public utility	Communi-cations	Other issuers
		Publicly offered	Privately offered					
1960 - I	2,265	934	795	536	298	598	189	1,059
II	2,537	1,074	770	692	511	808	149	913
III	2,520	1,336	754	429	562	652	317	896
IV	2,832	1,462	955	416	625	696	381	997
1961 - I	1,992	662	880	449	515	381	81	832
II	5,352	2,303	1,275	1,774	1,466	1,081	1,095	1,052
III	2,566	772	1,139	654	595	595	104	803
IV	3,236	967	1,424	845	836	836	147	1,263
1962 - I	2,378	1,155	716	507	655	430	456	717
II	3,250	1,389	1,222	639	996	983	231	794
III e/	2,156	840	1,027	290	651	374	248	693
IV								
1961 - Jan.	601	178	294	129	169	137	21	253
Feb.	695	273	255	167	99	160	41	368
Mar.	696	211	331	154	248	84	19	211
Apr.	2,231	713	348	1,170	574	254	994	297
May	1,342	666	355	320	447	439	85	289
June	1,779	924	572	283	446	389	16	467
July	1,075	424	392	259	428	369	16	315
Aug.	813	225	411	177	255	215	13	279
Sept.	678	123	336	218	252	111	75	209
Oct.	1,155	336	509	310	271	306	25	487
Nov.	987	414	348	225	215	362	80	291
Dec.	1,094	217	567	310	306	168	42	485
1962 - Jan.	647	273	232	143	205	89	73	225
Feb.	884	497	232	155	131	148	362	218
Mar.	847	386	253	209	318	193	21	275
Apr.	1,217	654	227	336	384	377	88	264
May	801	247	420	134	270	196	64	229
June	1,232	488	575	169	342	410	79	301
July p/	616	200	352	65	211	124	88	168
Aug. e/	890	470	350	70	260	100	100	290
Sept. e/	650	170	325	155	180	150	60	235
Oct.								
Nov.								
Dec.								

p/ Preliminary. e/ Estimated by Federal Reserve. 1/ Gross proceeds exceed net proceeds by the cost of flotation. 2/ For total see Exhibit H; other issuers are extractive, railroad and other transportation, real estate and financial and commercial and other. Source.--Securities and Exchange Commission.

Other Security Offerings
 (In millions of dollars)

	Gross long-term 1/					
	Foreign government 2/			Federal agency 3/		
	1962	1961	1960	1962	1961	1960
January	142	6	2	246	--	182
February	10	29	175	156	--	150
March	35	20	70	--	252	150
April	10	2	34	461	100	148
May	86	66	72	--	149	354
June	50	29	40	--	278	--
July	25	5	25	--	--	--
August	e/--	2	1	e/150	250	199
September	e/20	--	36	e/175	193	--
October		43	34		--	160
November		34	2		225	149
December		--	41		--	181
Year		236	533		1,448	1,672
Jan.-Sept.	e/378	159	455	e/1,188	1,222	1,183
	Net short-term 4/					
	State and Local government 5/			Federal agency 3/		
	1962	1961	1960	1962	1961	1960
January	18	160	58	247	-144	-196
February	466	195	140	-156	-162	-202
March	-186	-8	-80	226	-174	-59
April	127	-103	70	-364	-75	-277
May	-84	-42	-146	82	-87	170
June	-118	-155	-157	284	207	320
July	e/78	109	48	261	22	95
August	e/338	518	415	227	193	23
September	n.a.	-86	-175	e/-152	108	-201
October		-6	-16		98	-23
November		54	50		56	-33
December		-116	-189		-114	-250
Year		520	18		-76	-633
Jan.-Sept.	n.a.	588	173	e/655	-116	-327

p/ Preliminary. e/ Estimated by Federal Reserve. n.a.--Not available.

1/ These data differ from those in Exhibit H 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 political subdivisions and 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, Treasury Department and Federal Reserve.

4/ These data differ from those in Exhibit H 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 maturity than one year. Source: Bond Buyer and Federal Reserve.

Exhibit K

H.14

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>	
	Total	Bonds (other than convertibles)	Convertible bonds			Stocks
1961 - September	168	78	33	58	435	73
October	354	205	67	81	326	40
November	391	320	26	45	480	250
December	255	125	--	130	307	--
1962 - January	195	170	--	25	561	145
February	425	425	--	--	662	64
March	366	330	15	21	259	30
April	648	430	51	167	423	55
May	200	170	--	30	373	88
June	472	387	--	85	226	30
July	165	135	--	30	361	20
August	286	226	60	--	272	--
September	191	100	--	91	153	194

Large Individual Issues Offered October 1 through 12

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net interest cost	Offering yield	Rating
<u>CORPORATE</u>						
*San Diego Elec. & Gas Co.	Com. stk.	15.5				
<u>STATE AND LOCAL GOVERNMENT</u>						
De Kalb Co., Georgia	G.O.	14.0	1964-91	3.13	1.80-3.35	A
Los Angeles Co. Flood Control Dist., California	G.O.	10.0	1964-89	2.98	1.65-3.25	Aa
Port of New York Auth.	Rev.-Ut.	25.0	1993	3.46	3.42	A
State of Louisiana	Rev.-S.T.	20.0	1965-87	3.49	2.10-3.65	Baa
<u>OTHER</u>						
None.						

Footnotes

*--Rights offering.

- 1/ Includes corporate and other security offerings of \$15 million and over; State and local government 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.

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 <u>2/</u>	Corporate	State and local govt.	Other <u>2/</u>
1961 - Sept. 29	358	251	35	504	454	35
Oct. 31	346	597	--	411	693	--
Nov. 30	356	295	--	421	498	--
Dec. 29	161	223	--	591	415	--
1962 - Jan. 31	480	465	64	525	567	64
Feb. 28	222	153	--	341	239	--
Mar. 30	628	453	--	693	539	--
Apr. 30	185	333	95	598	452	95
May 31	587	184	55	692	337	55
June 29	120	202	--	458	377	25
July 31	302	273	--	477	427	--
Aug. 31	170	61	175	312	215	175
Sept. 28	363	187	--	546	387	--

Forthcoming Large Offerings, as of October 12

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>CORPORATE</u>			
Panhandle Eastern Pipe Line Co.	Deb. & pfd. stk.	80.0	Oct. 17
Associates Investment Co.	Sen. deb.	50.0	Oct. 18
Packaging Corp. of America	S. F. deb.	21.0	Oct. 18
American Tel. & Tel. Co.	Deb.	250.0	Oct. 24
Southern Calif. Edison Co.	1st & ref. mtg. bds.	17.6	Oct. 31
*Tennessee Gas Trans. Co.	1st mtg. bds.	50.0	late Oct.-early Nov.
Columbia Gas System	Deb.	20.0	Nov. 2
Georgia Power Co.	1st mtg. bds.	23.0	Nov. 8
Pacific Gas & Electric Co.	1st & ref. mtg. bds.	65.0	Nov. 8
*Louisville and Nashville R.R. Co.	Coll. tr. bonds	25.0	Nov. 15
Commerce Oil Refining Corp.	Deb., bds. & com.	45.0	Indefinite
Columbia Bancorporation	Conv. sub. deb.	30.0	Indefinite
<u>STATE AND LOCAL GOVERNMENT</u>			
Hampton Roads San. Dist., Va.	Rev.-Ut.	10.0	Oct. 16
Commonwealth of Massachusetts	G.O.	25.0	Oct. 16
New York City Transit Auth.	Rev.-Ut.	51.0	Oct. 17
*Chicago Park Dist., Ill.	Rev.-Q.Ut.	11.3	Oct. 23
New York City, New York	G.O.	107.9	Oct. 24
*New York State Dormitory Auth.	Rev.-Rent.	45.0	Oct. 31
Cincinnati, Ohio	G.O.	12.3	Nov. 7
East Bay Mun. Util. Dist., Cal.	G.O.	30.0	Nov. 14

Forthcoming Large Offerings, as of October 12 (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>STATE AND LOCAL GOVERNMENT (CONT'D)</u>			
Houston, Texas	Rev.-Ut.	14.0	Nov. 14
*Philadelphia, Pa.	G.O.	26.6	Nov. 15
Oklahoma City Mun. Impr. Auth.	Rev.	10.0	Nov. 27
Pittsburgh, Penna.	G.O.	35.0	Indefinite
Jefferson County, Colorado	G.O.	12.9	Indefinite
Dade County, Florida	G.O.	46.0	Indefinite
Jacksonville Expressway Auth., Fla.	Rev.-Ut.	40.0	Indefinite
<u>OTHER</u>			
Commonwealth of Australia	Bonds	25.0	Oct. 17

*--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 of Federal agencies.

Note.--Deletions for reasons other than sale of issue: None.

Sources and Uses of Funds by
Life Insurance Companies

	Uses of funds 1/							Total sources or uses
	Cash	U. S. Govt. securities	Business Long-term bonds and stocks	Commercial and finance company paper	State and local govt. securities	Mortgages	Other	
Value of assets at end of period:								
1958 - Dec.	1,363	7,182	44,612		2,691	37,092	14,640	107,580
1959 - Dec.	1,307	6,858	46,783	118	3,221	39,237	16,126	113,650
1960 - Dec.	1,329	6,428	48,631	295	3,606	41,815	17,472	119,576
1961 - Dec.	1,389	6,104	51,341	183	3,922	44,241	19,409	126,589
1962 - Aug.	1,235	6,385	52,608	615	4,090	45,576	20,087	130,596
Changes:								
1960 - Apr.	42	-85	108	17	25	218	89	414
May	-12	-63	165	47	29	209	109	484
June	31	-102	209	-25	19	187	144	463
July	42	52	143	81	24	153	87	582
Aug.	3	-45	133	53	46	227	113	530
Sept.	-49	-2	111	-61	82	179	110	370
Oct.	93	-62	100	205	33	217	-6	580
Nov.	-35	18	257	-59	26	197	82	496
Dec.	89	-103	300	-100	18	282	167	653
p/1961 - Jan.	-51	117	88	124	65	193	355	891
Feb.	-9	-3	167	-39	31	135	202	484
Mar.	-50	-7	175	-27	33	208	186	518
Apr.	9	-47	72	63	34	202	119	452
May	75	63	236	-66	5	170	58	541
June	-39	-182	304	-34	-13	222	31	289
July	40	71	136	109	25	107	142	630
Aug.	-18	--	285	-74	36	164	128	521
Sept.	14	-50	243	-30	29	165	138	509
Oct.	31	13	264	24	17	199	105	653
Nov.	43	-43	220	-14	36	235	165	642
Dec.	15	-256	520	-148	18	426	308	883
p/1962 - Jan.	-108	210	101	223	36	137	123	722
Feb.	-5	21	126	47	2	116	113	420
Mar.	-74	-78	144	49	118	143	75	377
Apr.	12	94	53	171	-14	114	31	461
May	3	-26	242	-43	-14	195	5	362
June	-22	-95	253	-117	8	196	-10	213
July	69	176	135	72	4	198	204	858
Aug.	-29	-21	213	30	28	236	137	594

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
(In millions of dollars)								
Value of assets at end of period								
1958 - Dec.	2,585	3,819	45,627	3,108	55,139	47,976	1,444	5,719
1959 - Dec.	2,183	4,477	53,141	3,729	63,530	54,583	2,387	6,560
1960 - Dec.	2,680	4,595	60,070	4,131	71,476	62,142	2,197	7,137
1961 - Dec.	3,298	5,222	68,833	4,743	82,096	70,851	2,863	8,382
1962 - Aug.	2,934	5,441	75,483	5,111	88,969	76,135	3,071	9,763
Changes:								
1960 - Apr.	-26	--	564	108	646	370	39	237
May	81	18	635	210	944	622	4	318
June	320	-143	762	-50	889	1,220	210	-541
July	-233	-32	645	-148	232	157	-124	199
Aug.	30	-23	722	-6	723	486	22	215
Sept.	25	5	656	50	736	604	49	83
Oct.	102	110	602	-1	813	666	-14	161
Nov.	83	-54	515	233	777	552	52	173
Dec.	415	-1	566	-50	930	1,379	271	-720
p/1961 - Jan.	-95	93	369	-106	261	591	-465	135
Feb.	59	191	428	71	749	553	-80	276
Mar.	3	107	690	122	922	705	-26	243
Apr.	23	-18	695	113	813	417	88	308
May	150	-3	809	224	1,180	800	41	339
June	131	32	997	-64	1,096	1,362	274	-540
July	-227	-8	737	-150	352	111	-1	242
Aug.	-86	66	910	76	966	496	132	338
Sept.	47	-5	802	83	927	662	130	135
Oct.	81	45	810	103	1,039	726	74	239
Nov.	84	82	752	198	1,116	775	81	260
Dec.	448	45	764	-58	1,199	1,511	448	-730
p/1962 - Jan.	-365	186	535	-115	241	491	-383	133
Feb.	98	95	600	40	833	578	-96	351
Mar.	131	36	801	93	1,061	934	-83	210
Apr.	-78	-46	847	90	813	386	126	301
May	10	-13	971	413	1,381	782	98	501
June	263	-67	1,044	-58	1,182	1,427	365	-610
July	-394	46	894	-194	352	18	89	245
Aug.	-29	-18	958	99	1,010	668	92	250
Sept.								

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 sources - FSLIC

Sources and Uses of Funds
by Mutual Savings Banks

	Uses of funds 1/						Total sources or uses	Sources of funds	
	Cash	U.S. Govt. securities	Business securities 2/	State & local govt. securities	Mortgages	Other		Net change in deposits	Other
Value of assets at end of period	(In millions of dollars)								
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.	872	6,239	5,080	672	26,709	1,001	40,573	36,353	4,220
1961 - Dec.	828	6,136	5,053	677	28,915	1,224	42,833	38,487	4,346
1962 - Aug.	809	6,296	5,155	569	31,023	1,233	45,085	40,153	4,932
Changes:									
1960 - 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.	84	-42	57	-5	157	-14	237	385	-148
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	30	-52	34	23	217	-23	228	366 3/	-138 3/
July	-26	18	2	-2	201	-28	164	23	141
Aug.	-14	6	-23	1	207	55	232	99	133
Sept.	46	-15	-19	1	156	49	220	310	-90
Oct.	-27	-120	-56	-5	178	-44	-74	-15	-59
Nov.	7	-13	-20	-5	167	46	181	48	133
Dec.	-20	-21	5	-1	212	117	292	471	-179
1962 - Jan.	10	94	17	-7	253	-118	250	83	166
Feb.	47	77	1	-18	188	12	307	165	142
Mar.	12	209	25	-18	230	62	519	472	47
Apr.	-79	-216	-35	-26	270	-45	-131	-51	-80
May	12	16	2	-20	254	68	334	184	150
June 1/	54	-38	17	-5	302	-3	306	548	-242
July	-46	-11	66	-5	290	-10	285	172	113
Aug.	-29	26	14	-9	312	53	367	215	152
Sept.									

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 stock.

3/ Adjusted so as not to reflect \$115 million other liability reclassified as deposits in conformity with FDIC redefinition. Source--NAMSB and FDIC.