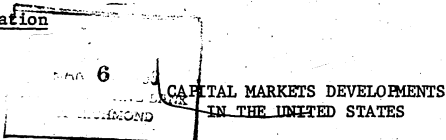


Not for Publication

March 5, 1968.

H. 14



Corporate and municipal bond markets. Although the volume of new, publicly-offered, corporate securities expected this week will be considerably below the average weekly volume over the past year, the volume of new municipal issues will be exceedingly large and the Federal Agency market will see \$140.0 million of Federal Land Bank bonds for new capital offered. There will be no straight-debt corporate offerings this week, and, indeed, almost the entire week's volume consists of a \$98.2 million offering of cumulative preferred stock of Tenneco, Inc. The largest municipal offering will be a \$143.8 million issue by the Housing Assistance Administration, and adding to the municipal volume will be the recently announced offering of \$56.7 million of industrial revenue bonds by Cornell Township, Michigan. This revenue bond issue is the first to carry the newly-invented "mandatory redemption" feature -- a feature which allows the buyer an option to sell the bonds to the corporation using the facilities financed if the tax-exemption should be eliminated. The development of this feature is expected to bring forth a considerable volume of industrial revenue bond financing, postponed since a clause making the removal of tax exemption effective for all issues offered after January 1, 1968 is attached to the bill before Congress.

Long-term Public Security Offerings ^{1/}
(In millions of dollars)

	Corporate		State & local Government	
	New Capital	Refunding	New Capital	Refunding
Sold:				
52 week avg.	339	1	9/253	2
February 23	r/ 61	--	e/331	--
March 1	145	--	256	--
Scheduled:				
March 8	125	--	447	--

^{1/} Federal Reserve estimates are based upon published reports of issues sold and scheduled for offering; corporate rights offerings are included as of date subscription rights expire.

Yields of Security Markets

<u>High Grade Notes and Bonds</u>	<u>Levels Latest Week</u>	<u>Change from preceding week</u>
<u>Corporate</u>		
New	6.48	+19
Seasoned	6.09	--
<u>U.S. Government</u>		
Long-term	5.19	+ 5
3-5 year	5.60	+ 3
<u>State and local Govt.</u>		
Moody's Aaa	4.16	+10
Std. & Poor's high grade	4.48	+ 5
<u>Money Market</u>		
Federal funds	4.69	- 1
Treasury bills		
3-month	5.03	+ 7
6-month	5.21	+ 5

Corporate Bonds Still in Syndicate

<u>Date Offered</u>	<u>Amount (millions of \$)</u>	<u>Issuer</u>	<u>Reoffering Yield</u>	<u>Rating</u>	<u>Estimated pro- portion sold</u>
2/28	10.0	Western Mass. Electric, 6-3/4's - 1998	6.62	Aa	35%
2/27	60.0	Ohio Power, 6-3/4's - 1998	6.60	Aa	45%
2/27	50.0	Texas Eastern Transmission, 7's - 1988	7.10	Ba	60%
2/6	100.0	Southern California Edison, 6-3/8's - 1993	6.95	Aa	75%

Blue List of Municipal Dealers' Advertised Inventories

<u>Latest Week</u>	<u>End of Previous Week</u>	<u>Recent High</u>
489(2/29/68)	553	849(4/26/67)

Although the lagging seasoned corporate yield series was unchanged last week, the new issue series advanced sharply. Much of the latter's advance may be attributed to a shift in the composition of the series toward issues with no call protection but there is still no doubt that yields last week were higher on new issues. The issues were not especially well received, but they did induce several large syndicate terminations. In all, four issues, with unsold balances totalling about \$120 million, were released, and in subsequent free market trading the yields on these issues advanced from 7 to 15 basis points.

Yields on seasoned municipals advanced sharply last week, and the deteriorating market conditions led to the postponement of one of the week's largest issues. Technical factors led to another potential borrower rejecting all bids, so the predicted volume did not materialize. Thus, by the end of the week, underwriters had been able to place about 80 per cent of the week's new issues actually reaching the market.

Depository Intermediaries. January savings flows on a seasonally-adjusted basis were below those for a year ago at all depository institutions. The percentage decline in savings at the savings and loans was more than double that at mutual savings banks, a reversal of their December experiences that reflects primarily a difference in impact of the December-January reinvestment period. After unusually large withdrawals at the end-December grace period, savings flows at mutual savings banks recovered considerably during January. Although the end-December to early-January savings flows at savings and loans were depressed slightly, the relative worsening at these institutions is a result primarily of considerably below-normal inflows during the latter part of January. At commercial banks, savings flows compared with year-ago flows also showed a larger decline in January than in December, although variations from last year in these savings flows were smaller than those at savings banks and S&Ls.

Stock prices. In dwindling volume, common stock prices declined further last week. At the close Friday, the Standard & Poor's index of 500 stocks stood at 89.11, only 0.04 above the mid-February low, and a full 1.78 below the closing level the previous Friday. Trading volume averaged 8.0 million shares a day.

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.

SAVINGS FLOWS

Year or Month	Total 1/	Savings & Loan Assoc. 2/			Mutual Savings Banks 3/			Commercial Banks 4/		
		Current (millions)	Chg. from Prev. Yr.		Current (millions)	Chg. from Prev. Yr.		Current (millions)	Chg. from Prev. Year	
			In millions \$	Per Cent		In millions \$	Per Cent		In millions \$	Per Cent
<u>Unadjusted</u>										
1963	29,100	11,072	1,721	18.4	3,255	217	7.1	14,773	-739	-4.8
1964	28,957	10,579	-493	-4.5	4,236	981	30.1	14,142	-631	-4.5
1965	32,067	8,498	-2,081	-19.7	3,582	-654	-15.4	19,987	5,845	41.3
1966	19,465	3,625	-4,873	-57.3	2,557	-1,025	-28.6	13,283	-6,452	-32.3
1967 _r /	38,838	10,552	6,927	191.1	5,082	2,525	98.7	23,204	9,921	74.5
1967 - Sept.	2,156	1,193	562	89.1	550	177	47.5	413	785	--
Oct.	2,165	495	541	--	210	121	60.3	1,460	2,026	--
Nov.	1,873	582	-32	-5.2	321	67	26.4	970	1,532	--
Dec.	3,200	1,615	-117	-6.8	620	-40	-6.1	965	-1,815	-65.3
1968 - Jan. p/*	2,192	-216	-400	--	262	-171	-39.5	2,146	1,102	-33.9
<u>Seasonally Adjusted</u>										
1967 - Sept.	2,148	831	534	179.8	375	162	76.1	942	831	832.7
Oct.	3,123	742	574	341.7	387	74	25.3	1,994	2,116	--
Nov.	4,194	331	-60	-15.4	322	87	34.1	3,541	1,892	114.7
Dec. r/	1,647	503	-211	-29.7	86	-139	-61.8	-1,058	-19	--
1968 - Jan. p/*	4,051	401	-348	-46.4	379	-106	-21.9	3,271	-714	-17.9

r/ Revised. p/ Preliminary.

1/ Commercial bank data are of the last Wednesday of month except June 30 and December 31; other data are as of the last day of the month.

2/ Data are for the net increase in savings capital at all operating S&L's. Source: FHLBB.

3/ Data are for the net increase in regular deposits--excludes other deposits of a demand nature. Source: National Association of Mutual Savings Bank.

4/ Data are for the net increase in savings and time deposits adjusted at all commercial banks. Source: Federal Reserve.

* January 1968 flows are adjusted to abstract from structural change resulting from conversion of one S&L into a MSB.

LONG-TERM BOND YIELDS, HIGH-GRADE

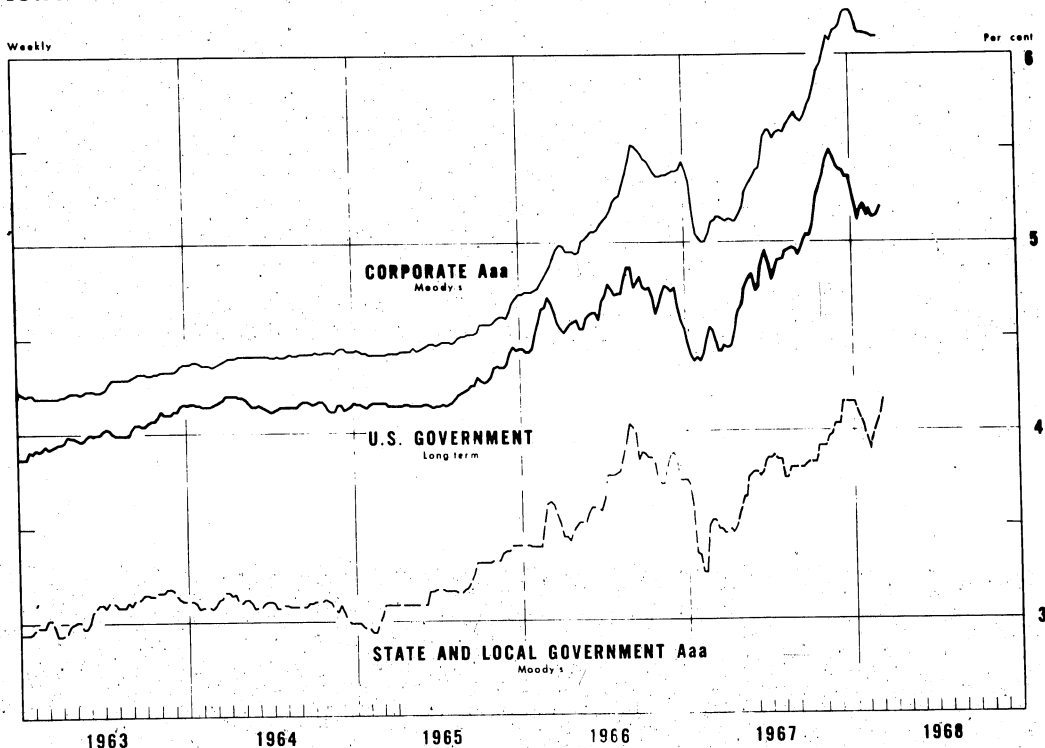


Exhibit A -- Part II

Date	Corporate Aaa <u>1/</u>	U.S. Govt. long-term <u>2/</u>	State and local government Aaa <u>3/</u>	Spread between U.S. Govt. and	
				Corporate Aaa	State and local Aaa
(per cent)					
1959-60 - High	4.61(1/29/60)	4.42(1/8/60)	3.65(9/24/59)	.59(8/5/60)	.92(4/22/60)
1966 - High	5.52(9/9)	4.87(9/2)	4.04(8/25)	.84(12/30)	1.19(2/11)
- Low	4.73(1/7)	4.42(1/7)	3.39(1/13)	.14(2/18)	.77(9/2)
1967 - High	6.24(12/29)	5.49(11/17)	4.15(12/28)	.92	1.51
- Low	5.00(2/10)	4.37(2/3)	3.25(2/9)	.44	.74
1968 - Feb. 2	6.12	5.15	3.90	.97	1.25
9	6.11	5.17	3.95	.94	1.22
16	6.10	5.13	4.00	.97	1.13
23	6.09	5.14	4.06	.95	1.08
Mar. 1 ^{p/}	6.09	5.19	4.16	.90	1.03

^{p/} Preliminary.

^{1/} Weekly average of daily figures. Average term of bonds included is 22-24 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.

LONG-TERM BOND YIELDS, LOWER GRADE

Weekly

Per cent

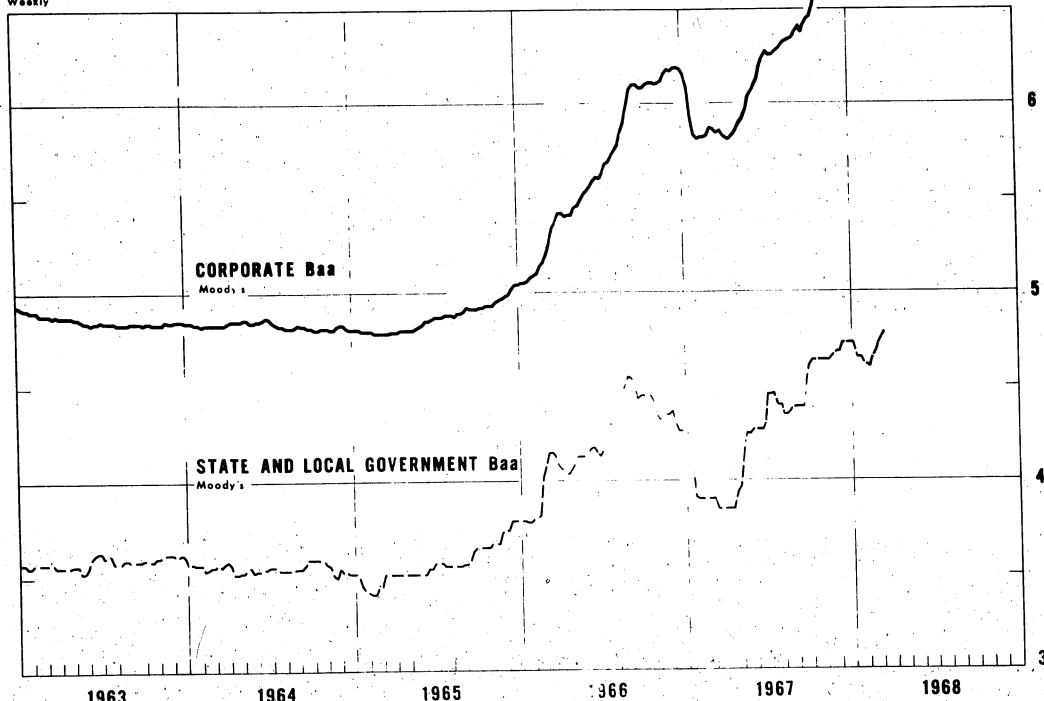


Exhibit B -- Part II

Date	Corporate Baa 1/	State and local govt. Baa 3/	Spread between Aaa and Baa	
			Corporate	State and local govt.
(per cent)				
1959-60 - High	5.36(2/12/60)	4.46(1/7/60)	.84	1.08
Year end- 1965	5.04	3.79	.31	.39
1966 - High	6.18(12/30)	4.55(8/25)	.81	.62
Low	5.05(1/14)	3.78(1/20)	.31	.31
1967 - High	6.97(12/29)	4.73(12/28)	.82	.81
Low	5.81(4/14)	3.85(4/13)	.63	.37
1968 - Feb. 2	6.80	4.60	.68	.70
9	6.80	4.64	.69	.69
16	6.79	4.69	.69	.69
23	6.79	4.73	.70	.67
Mar. 1p/	6.80	4.78	.71	.62

Note: For footnotes see Exhibit A.

SHORT- AND INTERMEDIATE-TERM INTEREST RATES

GOVERNMENT

Weekly

Per cent

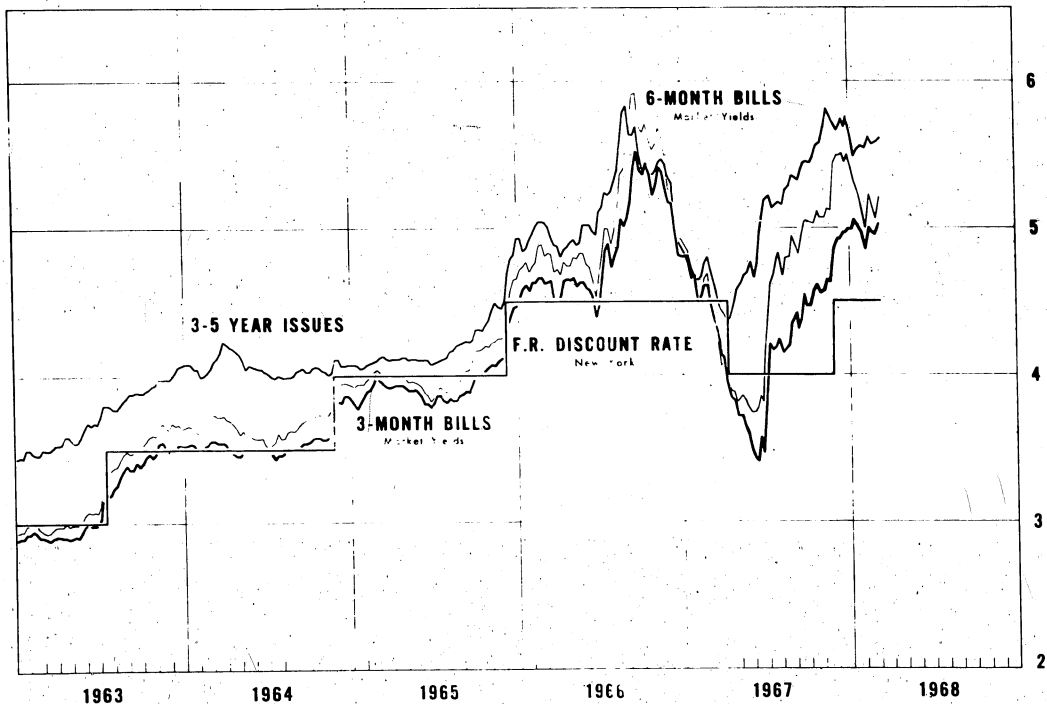


Exhibit C -- Part II

Date	Discount rate 1/	Yields			Spread between yields on	
		3-month bills 2/	6-month bills 2/	3-5 year issues 2/	3-mo. bills and yields on 6-mo. bills	3-5 yr. issues
		(per cent)				
1959-60 - High	4.00	4.59(1/8/60)	5.07(1/8/60)	5.00(12/24/59)	.79	1.81
Year end - 1965	4.50	4.47	4.66	4.90	.19	.43
1966 - High	4.50	4.80	4.92	4.86	.12	.06
Low	4.50	5.52(9/23)	5.92(9/23)	5.83(9/2)	.52	.78
1967 - High	4.50	4.39(6/24)	4.53(6/24)	4.80(4/8)	.09	.01
Low	4.50	4.99(12/29)	5.50(12/15)	5.80(11/10)	.62	1.61
1968 - Feb. 2	4.00	3.41(6/9)	3.74(6/2)	4.36(4/7)	.01	.02
9	4.50	4.85	5.00	5.54	.15	.69
16	4.50	5.00	5.22	5.61	.22	.61
23	4.50	4.97	5.14	5.56	.17	.59
Mar. 1p/	4.50	4.96	r/5.16	5.57	r/.20	.61
		5.03	5.21	5.60	.18	.57

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.

r/ Revised. p/ Preliminary.

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

Weekly

Per cent

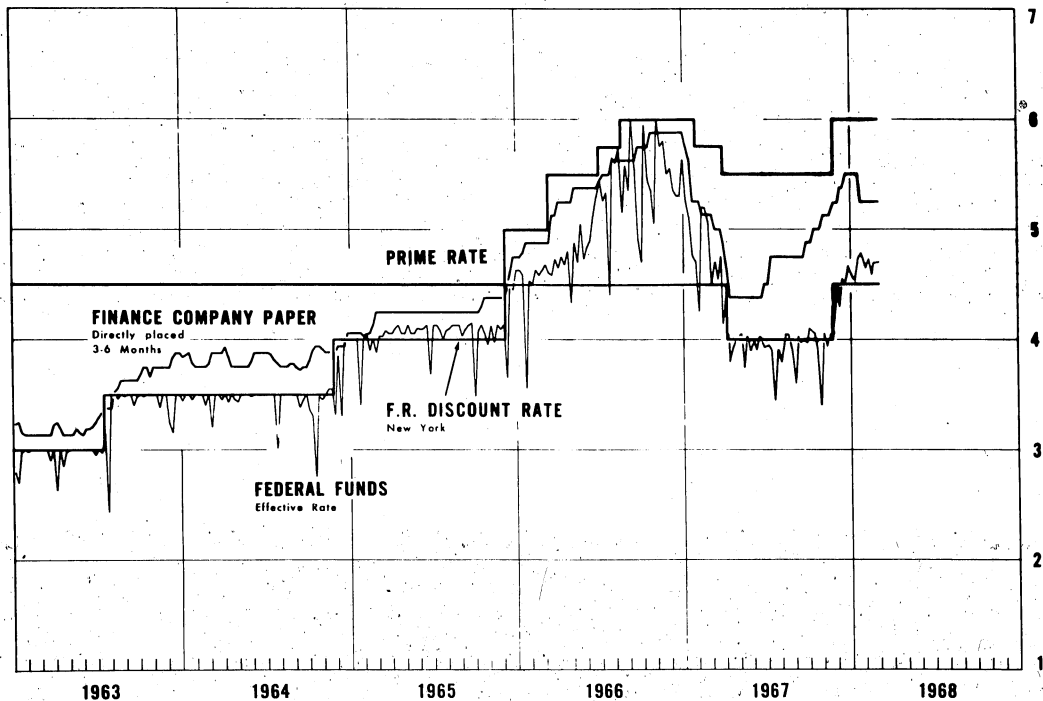


Exhibit D -- Part II

Date	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)				
1959-60 - High	5.00	5.13(1/22/60)	4.00(5/13/60)	1.02
Year end- 1964	4.50	4.06	4.00	.23
1965	5.00	4.75	4.63	.28
1966	6.00	5.88	5.63	1.08
1966 - Low	5.00(3/4)	4.75(1/7)	3.55(1/21)	.20
1967 - High	6.00(12/29)	5.75(1/6)	5.25(1/6)	1.33
Low	5.50(12/1)	4.38(6/23)	3.40(10/27)	.21
1968 - Feb. 2	6.00	5.25	4.65	.40
9	6.00	5.25	4.73	.25
16	6.00	5.25	4.59	.28
23	6.00	5.25	<u>r/</u> 4.69 -	.29
Mar. 1p	6.00	5.25	4.70 -	.22

1/ Weekly rate shown is that in effect at end of period. 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.

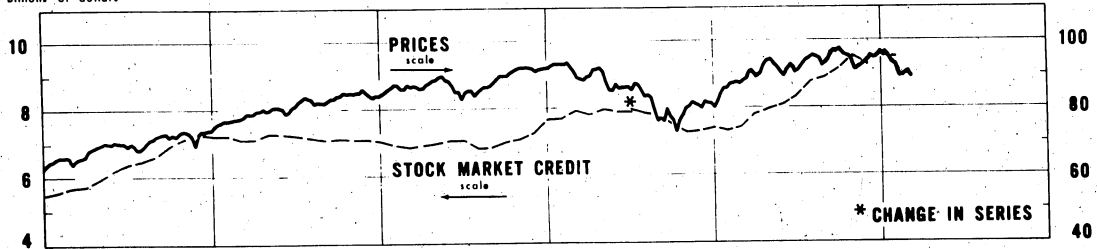
r/ Revised. p/ Preliminary.

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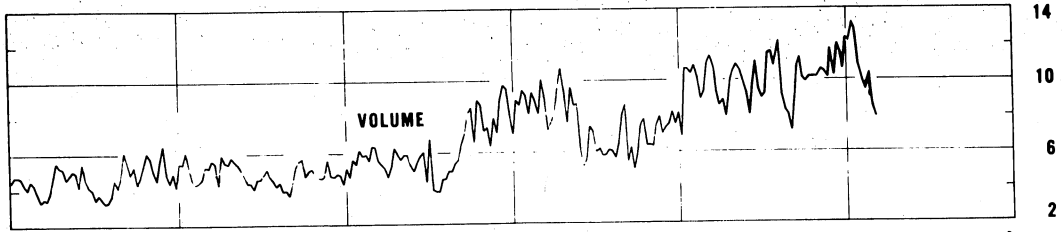
STOCK MARKET

Billions of dollars

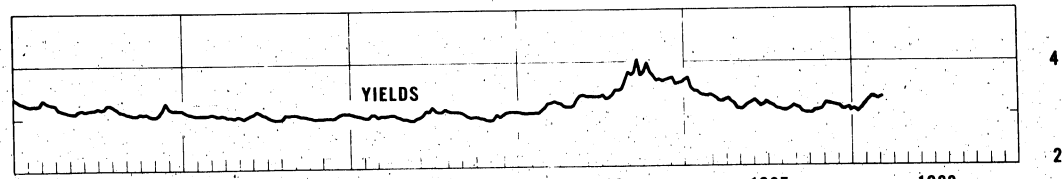
1941-43 average=100



Millions of shares



Per cent



1963

1964

1965

1966

1967

1968

Exhibit E -- Part II

Date	Stock price index <u>1/</u>	Common stock yields <u>2/</u> (per cent)	Trading volume <u>3/</u> (millions of shares)	Stock market customer credit		
				Total	Customers' debit balances <u>4/</u>	Bank loans to "others" <u>5/</u>
(In millions of dollars)						
1961-62 - High	72.04(12/8/61)	2.82	10.1	5,602(12/61)	4,259(12/61)	1,418(5/9/62)
Low	52.68(6/22/62)	3.96	2.4	4,424(1/61)	3,253(1/61)	1,161(3/8/61)
1966 - High	93.77(2/11)	3.01	10.7	7,997	5,835	2,241(7/6)
Low	73.20(10/7)	3.97	5.0	7,302	5,169	2,097(12/14)
1967 - High	97.26(10/6)	3.01	12.3	10,347(12/67)	7,883(12/67)	2,507(11/1)
Low	82.18(1/6)	3.58	6.9	7,345(1/6)	5,290(1/67)	2,055(1/25)
1968 - Jan.	95.04	3.10	11.9	10,193	7,761	2,432
Feb.	90.75	3.28	9.2	n.a.	n.a.	n.a.
1968 - Feb. 16	89.96	3.31	10.3	n.a.	n.a.	2,449
23	90.89	3.28	8.5	n.a.	n.a.	<u>2,447</u>
Mar. 1 ^p	89.11	3.32	8.0	n.a.	n.a.	n.a.

n.a. Not Available. p/ Preliminary. r/ Revised.

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. Year-end figures are averages of daily figures for the year.

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. Weekly reporting banks account for about 70 per cent of loans to others. For further detail see Bulletin.

FEDERAL NATIONAL MORTGAGE ASSOCIATION
SECONDARY MARKET OPERATIONS
Monthly

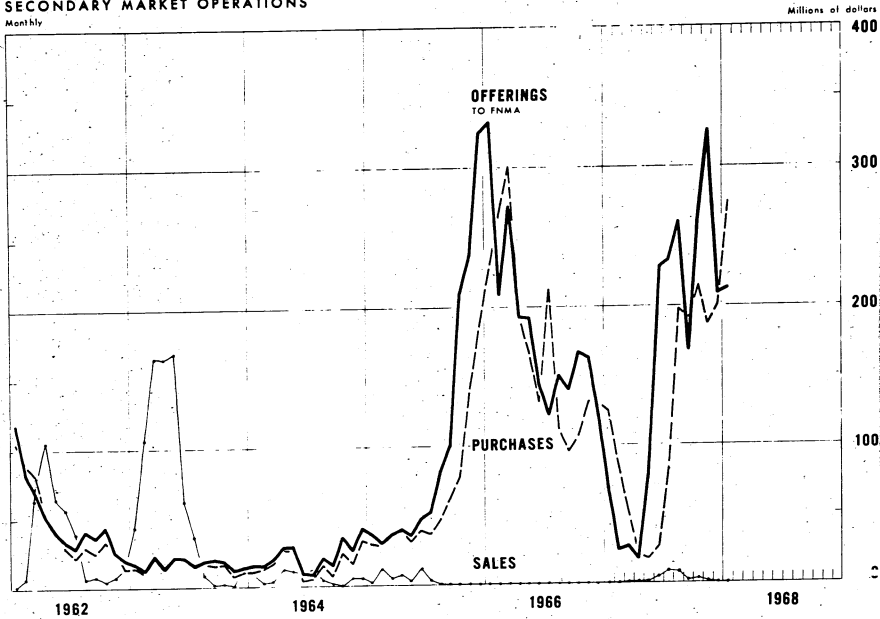


Exhibit F - Part II

Date	Estimated offerings to FNMA			Purchases by FNMA	Sales by FNMA
	Total	Immediate purchase	Standby commitment		
(In millions of dollars)					
1967 - Jan.	67.9	67.3	.6	125.0	.2
Feb.	24.4	24.2	.2	84.2	--
Mar.	26.9	26.7	.2	50.9	.9
Apr.	17.8	17.7	.1	20.6	.8
May	78.7	78.5	.2	17.8	1.5
June	229.1	228.8	.3	76.9	6.0
July	232.8	232.6	.2	81.2	.9
Aug.	261.0	260.6	.4	198.3	.8
Sept.	168.3	167.9	.4	192.4	.2
Oct.	260.6	260.1	.5	215.1	.3
Nov.	324.7	324.1	.6	186.9	.1
Dec.	209.4	206.6	2.8	200.1	--
1968 - Jan.	212.6	212.0	.5	274.9	--

*--Less than \$50,000.

1/ 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 AND SEASONED CORPORATE BONDS

Weekly

Per cent

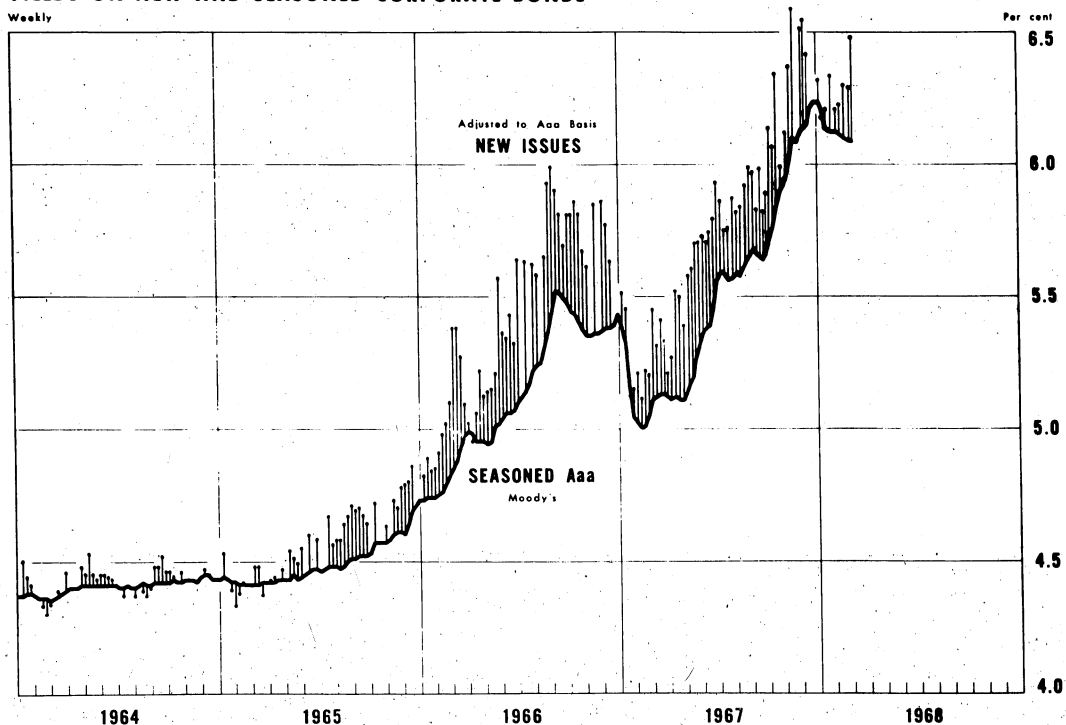


Exhibit G - II

Yields on New Corporate Bond Issues Adjusted to an Aaa basis.

	Number of issues	Am't. of issues included (mill. of dollars)	Average yield (per cent)		Number of issues	Am't. of issues included (mill. of dollars)	Average yield (per cent)
<u>Monthly averages:</u>							
1968 - Jan.	13	567.0	6.24	Feb. 2	3	76.0	6.21
Feb.	13	564.5	6.29	9	3	237.0	6.23
				16	5	205.0	6.30
				23	2	42.5	6.29
				Mar. 1 ^p	2	70.0	6.48
<u>Weekly averages:</u>							
High		6.48(3/1/68)					
Low		6.18(1/12/68)					

Note: Averages of offering yields on all new issues of publicly offered corporate bonds rated Aaa, Aa, and A by Moody's Investors Service (except serial and convertible issues, offerings of natural gas pipeline and foreign companies, and bonds guaranteed by the Federal Government) weighted by size of offering. Before averaging, new offerings are adjusted to a composite Aaa basis by deducting from the actual reoffering yield the excess of the weekly average yield for seasoned bonds of the appropriate industry-quality group over the composite average for seasoned Aaa-rated bonds (Moody's). Averages considered unrepresentative because of special characteristics of the offerings included are denoted by an asterisk.

p/ Preliminary.

Exhibit H

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

(In millions of dollars)

	New Capital					
	Corporate			State and local 2/		
	1968p/	1967p/	1966	1968p/	1967r/	1966
January	e/ 1,750	1,648	1,302	e/1,150	1,482	1,188
February	e/ 1,600	1,399	1,237	e/1,200	1,194	858
March	e/ 1,800	2,317	2,446	e/1,100	1,439	865
April		1,973	1,553		1,111	1,193
May		1,474	1,058		1,222	901
June		2,611	2,364		1,497	1,141
July		2,454	1,039		943	701
August		2,407	1,670		858	773
September		1,723	1,382		1,324	1,020
October		2,289	829		974	755
November		1,467	1,085		1,424	969
December		2,336	1,635		1,060	940
1st Quarter	e/ 5,150	5,364	4,985	e/3,450	4,115	2,911
2nd Quarter		6,058	4,975		3,830	3,235
3rd Quarter		6,584	4,091		3,125	2,494
4th Quarter		6,092	3,550		3,458	2,664
1st half		11,421	9,959		r/7,945	6,146
Three quarters		18,007	14,050		r/11,070	8,640
Year		24,584	17,601		r/14,529	11,304
	Excluding finance companies 3/					
1st Quarter		5,207	4,924			
2nd Quarter		5,913	4,884			
3rd Quarter		6,338	3,969			
4th Quarter			3,188			
Year			17,269			

e/ Estimated by Federal Reserve.

p/ Preliminary. r/ Revised.

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 I

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	Bonus		Common and pfd. stock	Memor Foreign issues included	Mfg.	Public Utility	Communi- cations	Other Issuers
		Publicly Offered	Privately Placed						
1966 - III	4,197	2,256	1,627	314	154	1,558	657	567	1,309
IV	3,669	2,047	1,247	375	117	1,232	984	417	918
1967 - I	5,464	3,263	1,811	390	60	2,442	997	543	1,382
II	6,208	4,017	1,465	726	65	3,014	1,268	548	1,228
III ^r /	6,833	4,604	1,551	678	234	2,792	1,219	595	1,976
IV ^p /	6,294	3,107	2,137	1,051	93	2,527	1,255	269	2,040
1967 - Jan.	1,684	745	848	91	35	624	220	293	511
Feb.	1,418	900	362	156	10	563	274	105	456
Mar.	2,362	1,618	601	143	15	1,254	503	145	415
Apr.	2,016	1,368	410	238	16	1,128	394	107	343
May	1,519	965	396	158	32	588	403	91	393
June	2,673	1,684	659	330	17	1,298	471	350	492
July ^r /	2,589	1,889	^r /486	214	213	925	446	39	1,044
Aug.	2,481	1,813	418	250	13	1,229	509	356	313
Sept.	1,763	902	647	214	8	637	265	200	619
Oct.	2,409	1,375	566	469	34	906	573	119	690
Nov.	1,500	645	551	304	19	512	404	82	469
Dec.	2,385	1,087	1,020	278	40	1,109	278	68	881
1968 - Jan. ^g /	1,810	885	700	225	n. a.	745	405	150	450

^p/ Preliminary. ^e/ Estimated by Federal Reserve. ^r/ Revised.

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 finance, and commercial and other.

SOURCE: Securities and Exchange Commission.

Exhibit J

Other Security Offerings
(In millions of dollars)

	Gross Long-term 1/					
	Foreign Government 2/			Federal Agency 3/		
	1967	1966	1965	1967	1966	1965
January	196	12	218	1,251	--	--
February	--	40	--	783	503	129
March	223	40	38	750	410	185
April	27	66	73	650	392	325
May	13	69	--	810	699	--
June	170	76	91	650	1,030	775
July	22	72	33	407	1,084	--
August	586	7	74	250	799	239
September	193	50	5	599	400	150
October	66	23	52	708	450	375
November	142	74	75	710	800	375
December	18	68	2	612	239	179
Year	1,656	597	661	8,180	6,806	2,732
	New short-term 4/					
	State and local Government 5/			Federal Agency 3/		
	1967	1966	1965	1967	1966	1965
January	179	103	238	-179	308	-137
February	387	39	91	-552	-24	-174
March	-594	-319	-458	-454	450	117
April	827	580	647	-559	718	-11
May	515	462	204	109	85	509
June	-128	-334	-82	93	284	237
July	219	-103	119	-158	-590	132
August	593	270	408	-262	-270	206
September	200	-161	152	1,407	-652	105
October	464	-48	59	606	-555	-309
November	50	503	274	573	-283	202
December p/	-431	-570	-366	36	219	-76
Year	2,281	422	1,286	660	310	801

p/ Preliminary. e/ Estimated by Federal Reserve. 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 U.S. by foreign governments and their political subdivisions and international organizations. Source: Securities and Exchange Commission. 3/ Issues not guaranteed by U.S. government. Source: Long-term, Securities and Exchange Commission; short-term, Treasury Dept. & Fed. Reserve. 4/ These data differ from those in Exhibit H and above in that they represent new offerings less retirements, whether from the proceeds or 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 Auth. notes. In some instances PHA notes included may have a somewhat longer maturity than 1 year. Source: Bond Buyer & Federal Reserve Board. Not available.

Exhibit K

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

**Proceeds of Large Issues Offered
(In millions of dollars)**

	Corporate				State and local governments	Other 2/
	Total	Bonds (other than convertibles)	Convertible bonds	Stocks		
1967 - Jan.	681	611	30	40	947	230
Feb.	842	709	40	93	675	530
Mar.	1,638	1,435	140	63	669	1,000
Apr.	1,311	956	213	142	512	540
May	870	771	55	44	496	391
June	1,666	1,072	409	185	875	825
July	1,340	890	317	133	483	85
Aug.	1,705	1,288	350	67	473	221
Sept.	794	473	257	65	847	400
Oct.	1,458	897	285	276	505	50
Nov.	826	461	150	215	865	845
Dec.	978	460	437	81	633	627
1968 - Jan.	904	652	168	85	785	1,095

Large Individual Issues Offered During February, 1968.

Issuer	Type 3/	Amount (millions of dollars)	Maturity	Coupon rate or net interest cost	Offering yield	Rating
Corporate						
U.S. Smelting Refining & Mining Company	Conv. debts.	60.0	1993	5-3/4	5.75	B
Southern California Edison Company	1st mtg. bds.	100.0	1993	6.42	6.35	Aa
Michigan Bell Telephone Company	Debts.	125.0	2005	6.38	6.32	Aaa
United Nuclear Corporation	Conv. debts.	30.0	1998	5	5.00	--
N.Y. State Electric and Gas Company	Pfd. stk.	30.0				
Gulf States Utilities Co.	1st mtg. bds.	25.0	1998	6.52	6.45	Aa
Gulf States Utilities Co.	Com. stk.	31.0				
Dallas Power & Light Co.	Debts.	15.0	1993	6.70	6.60	Aa
Potomac Electric Power Duke Power Company	1st mtg. bds.	40.0	2003	6.54	6.50	Aa
	1st & ref. mtg. bds.	75.0	1998	6-3/8	6.32	Aaa
International Harvester Co.	S.F. debts.	50.0	1998	6-1/4	6.25	Aa
Duquesne Light Co.	1st mtg. bds.	35.0	1998	6-3/8	6.30	Aaa

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Large Individual Issues Offered During February. (Cont'd)

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offer- ing Yield	Rating
<u>Corporate (Cont'd)</u>						
Ohio Power Company	1st mtg. bds.	60.0	1998	6.68	6.60	Aa
Texas Eastern Transmission	Debs.	50.0	1988	7	7.09	Ba
*Potomac Electric	Com. stk.	15.8				
Riegle Textile Corp.	Conv. sub. debs.	15.0	1993	5	5.70	Baa
<u>State & local Government</u>						
Memphis, Tennessee	G.O.	30.0	1969-93	4.04	3.25-4.40	Aa
Los Angeles Convention Authority, California	Rev.-Rent.	18.0	1973-2003	4.76	4.25-4.80	A
State of South Carolina	G.O.	13.0	1969-82	3.73	3.10-3.75	Aaa
N.Y. State Housing Finance Agency	Rev.-Rent.	81.0	1968-98	4.78	3.40-4.75	--
Colorado Springs Sch. Dist. #11, Colorado	G.O.	14.8	1969-88	4.22	3.40-4.25	Aa
San Francisco B.A.R.T. Special Service Dist.#1	G.O.	12.0	1970-98	4.47	3.70-4.60	Aa
Minneapolis-St. Paul Comm., Minn.	Rev.-Rent.	16.0	1971-98	4.38	3.60-4.50	Aa
Georgia Education Authority	Rev.-Rent.	18.0	1971-92	4.48	3.70-4.60	Aa
State of Connecticut	G.O.	50.0	1970-88	4.09	3.40-4.13	Aaa
New Orleans, Louisiana	Rev.-Q.-Ut.	12.0	1969-87	4.64	3.60-4.70	A
Philadelphia School Dist.	G.O.	45.0	1970-93	4.63	3.70-5.00	A
New York State	G.O.	80.0	1969-88	5.00	3.40-4.10	Aa
Dallas, Texas	G.O.	20.0	1969-88	4.24	3.35-4.30	Aa
Dallas, Texas	Rev.-Q.-Ut.	10.0	1968-88	4.36	3.20-4.40	Aa
Charlotte, North Carolina	G.O.	12.1	1969-93	4.24	3.30-4.70	Aa
Port of New York Auth.	Rev.-Q.-Ut.	100.0	2003	5	5.05	A
Hamilton Co., Ohio	Rev.-Rent.	44.0	1971-2002	4.94	3.70-5.00	--
Chesterfield, Co., Chesterfield, Virginia	G.O.	14.6	1969-88	4.33	3.40-4.40	A
<u>Other</u>						
New Brunswick Electric Power Commission	S.F. debs.	15.0	1993	6-7/8	7.00	A
Federal Home Loan Bank Board	Consol. notes	65.0	1970	6.00	5.93	--
Montreal	S.F. debs.	25.0	1988	7.18	7.06	A
Canadian Pacific Railway	Equip. tr. cert.	20.0	1983	6.90	6.90	Aa
F.N.M.A.	Debs.	263.7	1971	6	6.02	--

FOOTNOTE:

* Rights offering.

- 1/ Includes corporate and other security offerings of \$15 million and over; State and local 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 obligation; Rev.-Ut., revenue obligations secured only by income from public utilities; Rev.-Q.-Ut., revenue bonds secured only by income from quasi-utilities; Rev.-S.T., revenue bonds secured by revenue from specific taxes only; Rev.-Rent., revenue bonds secured solely by lease payments.

Exhibit L

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

**Expected Proceeds from Forthcoming Large Issues
(In millions of dollars)**

	During month following date shown			Subsequent to date shown		
	Corporate	State and local govt.	Other 2/	Corporate	State and local govt.	Other
1967 - Jan. 31	486	780	530	706	851	545
Feb. 28	1,410	508	250	1,534	528	265
Mar. 31	767	227	--	905	247	15
Apr. 30	963	326	70	1,262	346	85
May 31	1,449	596	100	2,065	616	115
June 30	1,636	401	40	1,922	402	70
July 31	1,261	512	--	1,576	575	150
Aug. 31	694	783	100	1,335	903	159
Sept. 30	534	768	65	1,090	889	126
Oct. 31	1,357	505	50	2,694	743	260
Nov. 30	826	865	845	2,129	1,684	875
Dec. 31	968	633	402	1,892	1,076	502
1968 - Jan. 31	531	449	60	736	937	75

Forthcoming Large Offerings as of March 1. (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
Corporate			
Baxter Laboratories, Inc.	Conv. sub. debts.	25.0	March 5
Tenneco, Inc.	Cum. pfd. stk.	98.2	March 5
Diversified Metals	Conv. sub. debts.	20.0	March 11
Philadelphia Electric Co.	1st mtg. bds.	60.0	March 11
*Union Tank Car	Equip. tr. cert.	20.0	March 12
*Sundstrand Corporation	Conv. sub. debts.	30.0	March 12
Graphic Sciences	Conv. debts.	15.0	March 12
General Telephone of the South- west	1st mtg. bds.	25.0	March 13
Pioneer Natural Gas	1st mtg. bds.	15.0	March 14
Consolidated Edison	Cum. pfd. stk.	93.1	March 18 (rts. exp)
Utah Power & Light Co.	1st mtg. bds.	20.0	March 19
Pacific Gas & Electric	1st & ref. mtg. bds.	50.0	March 20
Louisiana Power & Light Co.	1st mtg. bds.	35.0	March 21
*Kansas City Power & Light Co.	1st mtg. bds.	25.0	March 27
*Hawaiian Telephone	1st mtg. bds.	20.0	March 28
*Houston Lighting and Power Co.	1st mtg. bds.	35.0	March 28
*American Broadcasting Company	Conv. sub. debts.	75.0	March
*United Utilities	Conv. debts.	50.0	March

Forthcoming Large Offerings as of March 1, (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>Corporate (Cont'd)</u>			
White Motor Corporation	Conv. debts.	25.0	Indefinite
*White Motor Corporation	S.F. Debts.	25.0	Indefinite
McCulloch Oil Corp. of Calif.	Conv. sub. debts.	15.0	Indefinite
Montana Power	1st mtg. bds.	30.0	Indefinite
A.M.K. Corporation	Debts.	30.0	Indefinite
<u>State & local Government</u>			
Ft. Lauderdale, Florida	Rev.-Rent.	11.5	March 5
State of Hawaii	G.O.	30.0	March 5
Prince Georges' Co., Maryland	G.O.	24.0	March 5
Illinois Building Authority	Rev.-Rent.	35.4	March 5
Housing Assistance Admin.	Bonds	143.8	March 6
Los Angeles Dept. of Water and Power	Rev.-Ut.	24.0	March 6
State of Minnesota	G.O.	33.8	March 12
Pennsylvania State Sch. Bldg. Authority	Rev.-Rent.	40.0	March 12
Anne Arundel Co., Annapolis, Maryland	G.O.	12.0	March 12
State of Maine	G.O.	11.7	March 12
Peralta Jr. Coll. Dist., Cal.	G.O.	18.5	March 12
St. Louis County, Mo.	G.O.	25.5	March 21
Rochester, New York	G.O.	16.2	March 26
Cleveland City School Dist.	G.O.	15.0	March 26
State of Alaska	G.O.	15.5	March 27
Chester Co., South Carolina	Rev.-Rent.	35.0	Indefinite
Kentucky Turnpike Auth.	Rev.-Q.-Ut.	120.0	Indefinite
Calcasieu Parish, La.	Rev.-Rent.	62.7	Indefinite
<u>Other</u>			
New Zealand	Bonds	15.0	Indefinite

*--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: State of Ohio's \$75.0 million G.O. issue -- all bids rejected. Albany, New York's \$70.0 million issue postponed due to "market conditions".

Exhibit M

Foreign Government and Corporate Security Offerings
and Placements in the United States

Part I: Public Offerings

Sale Date	Amount (millions of dollars)	Issuer and Description of Issue
		A. Sold: Jan. 1 through Mar. 1, 1968.
1/11	60.0	Quebec Hydro - Electric Commission 6-7/8% debentures maturing 1989, reoffered to yield 7.00%.
1/23	35.0	Province of Nova Scotia -- 7% S.F. debentures maturing 1993, reoffered to yield 7.10%.
2/1	15.0	New Brunswick Electric Power Commission -- 6-7/8% S.F. debentures maturing 1993, reoffered to yield 7.00%.
2/13	25.0	Montreal, Canada -- 7-1/8% S.F. debentures maturing 1988, reoffered to yield 7.06%.
2/20	20.0	Canadian Pacific Railway -- 6.90% equipment trust certificates -- maturing March 1, 1983 reoffered to yield 6.90%.
		B. Prospective Offerings
Indefinite	15.0	New Zealand -- Bonds ***

- * - Included in table for first time.
 ** - Issues sold to investors outside of U.S.
 *** - Issue subject to interest equalization tax.

PART II: Private Placements - Reported January 1 through March 1, 1968.

Date Reported	Amount (millions of dollars)	Issuer and Description of Issue
1/1/68	1.5	Nicaraguan Hotel Co. -- U.S. guaranteed 6% note, maturing June 1, 1987.
1/8/68	12.0	Republic of Portugal -- notes due 1968.
1/15/68	7.0	Home Oil Co. Ltd. (Canada) -- Secured 15 year bonds.
2/5/68	1.5	Caribbean Finance Co. (Puerto Rico) Senior notes due 1/15/80.
2/26/68	6.0	Aluminio, S.A. de C.V. (Mexico) U.S. debentures -- 7-1/2%, maturing 1980.
3/1/68	12.0	Edmonton (City of Alberta, Canada), U.S. 6-3/4% debentures maturing Jan., 1993.

Note: For retrospective data on aggregate foreign corporate and government security offerings in the United States see Exhibits I and J. There is no simple relationship between the data shown in the Exhibit and that shown in Exhibits I and J because the latter includes privately placed securities in the period in which funds are actually taken down but only in the amount of takedown while the placements shown in this exhibit are included when reported, frequently with little or no information concerning timing of takedown. Full or partial takedown may take place both prior and subsequent to the date a placement is reported.

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