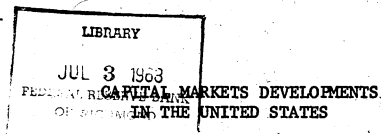


Not for Publication

H. 14



July 1, 1968.

Capital market

Corporate and municipal bond markets. There will be almost no public offerings of new corporate or municipal securities during this holiday-shortened week. The limited municipal volume consists of several very small issues while the corporate volume reflects the expiration of rights to purchase \$30 million of the Baltimore Gas & Electric Company's convertible preferred stock.

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

	Corporate		State & local Government	
	New Capital	Refunding	New Capital	Refunding
Sold:				
52 week avg.	321	1	252	1
June 21	<u>319</u>	--	<u>307</u>	--
28	277	--	297	--
Scheduled:				
July 5	30	--	25	--

^{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.

While the lagging seasoned corporate bond yield series declined slightly last week, new issue yields advanced (although not as sharply as shown by the series, which reflects an increase in the number of issues carrying no call protection.) Even at these higher yields, however, new issues did not spark much investor interest. At the end of the week, large unsold portions of the week's offerings remained in syndicate. Early in the week, Standard Oil of New Jersey announced a \$250 million debenture offering for July 11.

Yields on municipals also advanced last week without enticing investors. New issues received only a lukewarm reception -- by the end of the week 59 per cent had been sold. Dealer inventories advertised in the Blue List increased.

Home-mortgage interest rates and other terms. Because the maximum ceiling on FHA-insured mortgages was raised from 6.0 per cent to 6.75 per cent in May, no report from the Federal Housing Administration on secondary market yields is available for the month. In April, yields on the 6 per cent mortgage had averaged 6.94 per cent and, based on FHMA "auction" and other indications, a large part of the 75 basis point increase in permitted ceiling rates most likely

Yields on Security MarketsHigh-Grade
Notes and BondsChange from
preceding weekCorporate

New	6.78	+ 11
Seasoned	6.27	- 2

U.S. Government

Long-term	5.15	- 3
3-5 year	5.67	+ 6

State and local Govt.

Moody's Aaa	4.18	+ 3
Std. & Poor's high grade	4.50	- 2

Money Market

Federal funds	5.90	- 38
Treasury bills		
3-month	5.30	- 15
6-month	5.51	- 7

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 proportion sold</u>
6/27	15.0	Arkansas Pwr. & Lt., 7-3/8's - 1998	7.20	A	55%
6/25	52.0	West Pennsylvania Power, 7-1/8's - 1998	7.00	Aa	25%
6/24	75.0	Montgomery Ward Credit, 7-3/8's - 1990	7.38	--	75%
6/24	55.0	Ohio Bell Telephone, 6-3/4's - 2008	6.72	Aaa	20%

Blue List of Municipal Dealers' Advertised InventoriesLatest WeekEnd of Previous WeekRecent High

553(6/25/68)

476

829(4/26/67)

was associated with a much-needed readjustment in yields given the unusually strong upward pressures prevailing in the capital market as a whole.

Conventional mortgage loan rates for both new and existing homes, which had reached new peaks in April, each advanced an unprecedented 25 basis points further in May -- to 7.15 per cent and 7.20 per cent respectively, according to the Federal Housing Administration. These rates are rounded to the nearest 5 basis points.

Based on Federal Home Loan Bank Board data, which tends to lag the FHA series, rates on new and existing-home mortgages also reached new peaks in May. On an effective rate basis, yields were up by record amounts - 12 basis points (to 6.83 per cent) for new-home loans and 17 basis points (to 6.94 per cent) for existing-home loans. Moreover, the sharp upward adjustment in yields required by lenders was accompanied by some continuation of the tightening of non-rate terms. Maturities shortened further in May to the lowest levels this year, to 25.0 from 25.3 years in the case of new-home loans and to 22.5 from 22.6 years in the case of loans on existing homes. The loan-to-price ratio for loans on new homes declined further to 72.9 per cent while the comparable ratio for existing homes apparently remained near the recent low in April at an average of 73.1 per cent. With average purchase prices up further for both types of homes, implied downpayments (average purchase price less loan amount) rose in May and, at \$8.3 thousand for new homes and \$6.9 thousand for existing homes, matched or exceeded earlier highs.

Stock prices. Common stock prices declined last week in trading which, although heavy, was less hectic than that of the preceding few weeks. At the close Friday, Standard & Poor's index of 500 stocks stood at 99.58, down 1.08 from the previous Friday. Trading volume averaged 13.2 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.

STOCK MARKET CREDIT
(In millions of dollars)

Months	Customer Credit			Broker & Dealer Credit		
	Total	Net Debit balances with NYSE member firms	Bank loans to others than brokers and dealers for purchas- ing & carrying secur.	Money Borrowed	Cust. Other coll. coll.	Customers' net free credit balances
Outstanding:						
1955-56 High	4,047 (5/56)	2,823 (12/56)	1,255 (4/56)	1,873	430	1,069 (1/55)
1957-58 Low	3,554 (1/58)	2,482 (12/57)	1,060 (11/57)	1,344	188	807 (4/57)
1959 - High	4,764 (4)	3,401 (4)	1,373 (5)	2,044	318	1,257 (3)
1960 - Low	4,142 (5)	3,004 (7)	1,121 (5)	1,801	237	940 (4)
1961 - High	5,602 (12)	4,259 (12)	1,377 (8)	2,572	385	1,508 (4)
1962 - Low	4,876 (7)	3,562 (7)	1,269 (9)	1,856	235	1,091 (9)
1963 - High	7,298 (11)	5,586 (11)	1,727 (12)	3,892	597	1,211 (11)
1965 - Low	6,833 (7)	4,863 (7)	1,865 (2)	2,882	446	1,192 (8)
1964 - Dec.	7,053	5,079	1,974	3,393	517	1,169
1965 - Dec.	7,705	5,521	2,184	2,889	687	1,666
1968	10,588	8,231	2,357	n.a.	n.a.	3,064
Change in outstanding:						
1967 - May	116	107	9	n.a.	n.a.	142
June	248	240	8	n.a.	n.a.	11
July	467	437	30	n.a.	n.a.	110
Aug.	69	4	65	n.a.	n.a.	-60
Sept.	293	218	75	n.a.	n.a.	120
Oct.	271	185	86	n.a.	n.a.	112
Nov.	62	43	19	n.a.	n.a.	-13
Dec.	852	830	22	n.a.	n.a.	263
1968 - Jan.	-154	-122	-32	n.a.	n.a.	179
Feb.	-391	-380	-11	n.a.	n.a.	-174
Mar.	-216	-169	-47	n.a.	n.a.	-76
Apr.	426	454	-28	n.a.	n.a.	287
May	576	565	11	n.a.	n.a.	85

Note: With the exception of bank loan data, figures are reported to the New York Stock Exchange by member firms carrying margin accounts. Bank loans to others than brokers and dealers for purchasing and carrying securities are for weekly reporting member banks. Net debit balances and customer free credit balances are as of the end of the month; bank loans and money borrowed are reported for the last Wednesday of the month. Numbers in parenthesis denote month of year. All figures exclude credits on, or to carry, U.S. Govt. securities.

SAVINGS FLOWS AT NONBANK DEPOSITORY INTERMEDIARIES
(\$ millions)

	Mutual Savings Banks			Savings & Loan Associations			Total		
	Regular Deposits		Net New Money ^{2/}	Share Capital		Net New Money ^{2/}	Deposits		Net New Money ^{2/}
	Net Flow	Annual Growth Rate ^{1/}		Net Flow	Annual Growth Rate ^{1/}		Net Flow	Annual Growth Rate ^{1/}	
	<u>Not Seasonally Adjusted</u>								
1965	3,563	7.4%	1,527	8,396	8.3%	4,458e	11,959	8.0%	5,985e
1966	2,591	4.9	227	3,656	3.3	-552	6,247	3.8	-325
1967	5,079	9.3	2,376	10,686	9.1	6,136	15,765	9.2	8,512
1967 - Mar.	727	--	260	1,457	--	787	2,184	--	1,047
Apr.	190	--	68	411	--	479	501	--	547
May p/	115	--	393	1,130	--	1,089	1,245	--	1,482
1968 - Mar.	645	--	117	1,276	--	541	1,921	--	658
Apr.	-75	--	-189	r/-295	--	-324	-370	--	-513
May p/	353	--	300	749	--	722	1,112	--	1,022
	<u>Seasonally Adjusted</u>								
1967 - Dec.	302	6.1	--	560	5.5	--	862	5.7	--
1968 - Jan.	244	4.9	--	249	2.4	--	493	3.2	--
Feb.	439	8.8	--	615	6.0	--	1,054	5.9	--
Mar.	427	8.5	--	887	8.5	--	1,314	8.5	--
Apr.	241	4.8	--	r/406	r/3.9	--	r/647	r/4.2	--
May p/	458	9.0	--	613	5.8	--	1,071	6.9	--

^{1/} Annual growth rate for monthly data is the annualized monthly increase in deposits.

^{2/} Net New Money is deposits net of both withdrawals and interest. Data for S&Ls are for insured associations only, which represent 96% of the total resources of the industry.

SOURCES: National Association of Mutual Savings Banks and Federal Home Loan Bank Board.

e/ Estimated. p/ Preliminary.

LONG-TERM BOND YIELDS, HIGH-GRADE

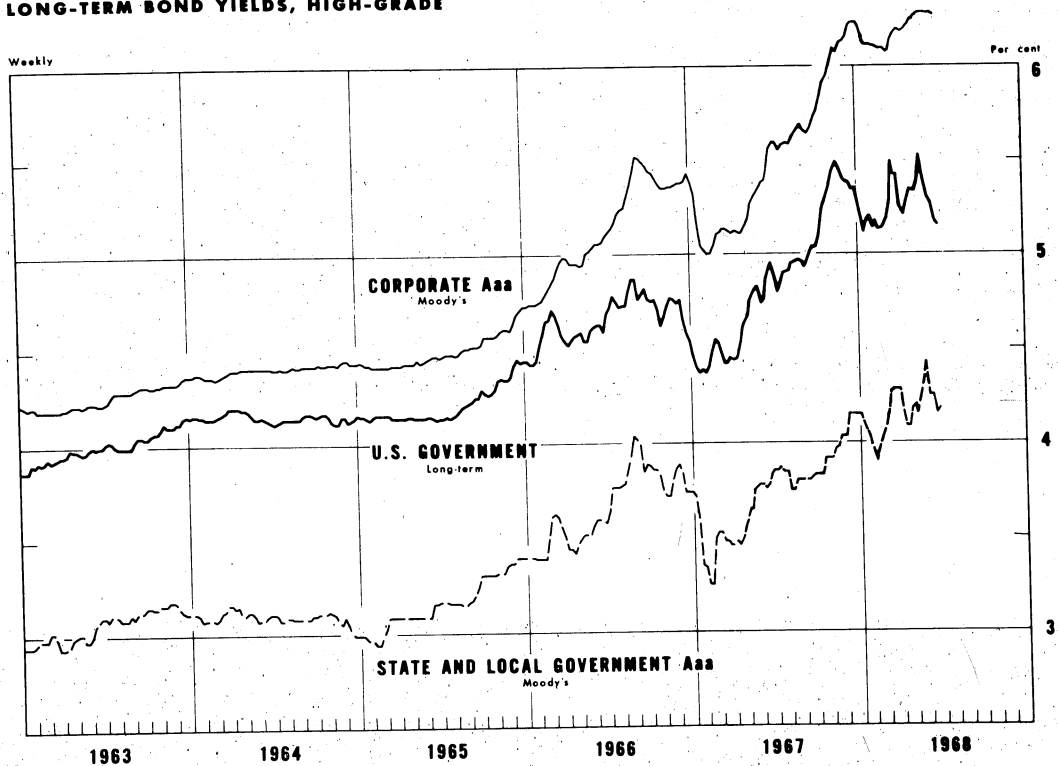


Exhibit A -- Part II

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 - May 31	6.29	5.43	4.42	.86	1.01
June 7	6.29	5.30	4.25	.99	1.05
14	6.28	5.27	4.25	1.01	1.02
21	6.29	5.18	4.15	1.11	1.03
28p/	6.27	5.30	4.18	.97	1.12

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

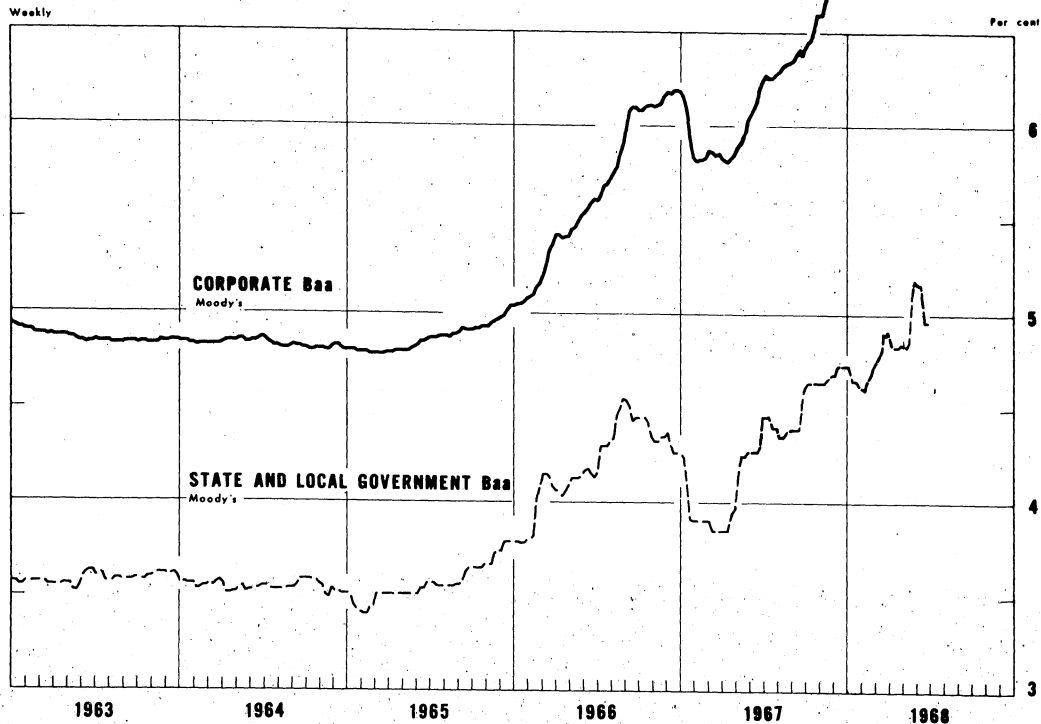


Exhibit B -- Part II

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 - May 31	7.10	5.18	.81	.76
1968 - June 7	7.09	5.16	.80	.91
14	7.08	5.16	.80	.91
21	7.07	4.96	.78	.81
28p/	7.04	4.96	.77	.78

Note: For footnotes see Exhibit A.

SHORT- AND INTERMEDIATE-TERM INTEREST RATES

GOVERNMENT

Weekly

Per cent

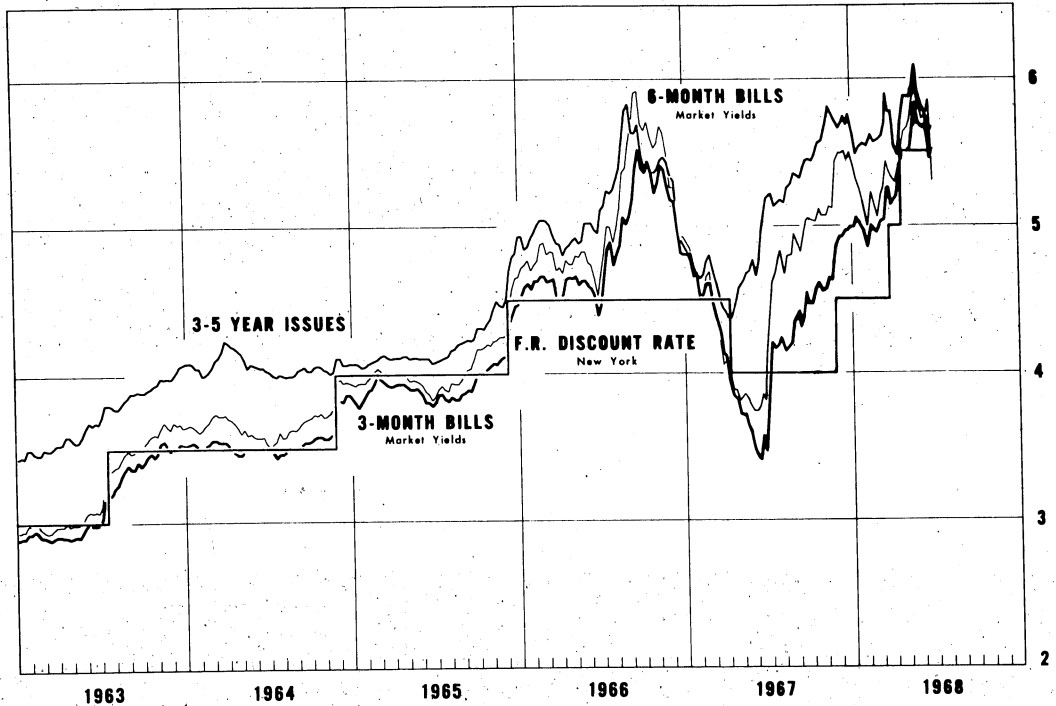


Exhibit C -- Part II

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	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	4.50	4.80	4.92	4.86	.12	.06	
1966 - High	4.50	5.52(9/23)	5.92(9/23)	5.83(9/2)	.52	.78	
Low	4.50	4.39(6/24)	4.53(6/24)	4.80(4/8)	.09	.01	
1967 - High	4.50	4.99(12/29)	5.50(12/15)	5.80(11/10)	.62	1.61	
Low	4.00	3.41(6/9)	3.74(6/2)	4.36(4/7)	.01	.02	
1968 - May 31	5.50	5.70	5.86	5.91	.16	.21	
June 7	5.50	5.66	5.72	5.80	.06	.14	
14	5.50	5.68	5.75	5.75	.07	.07	
21	5.50	5.45	5.58	5.61	.13	⌊/.16	
28p/	5.50	5.30	5.51	5.67	.21	.37	

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.

p/ Preliminary. ⌊/ Revised.

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

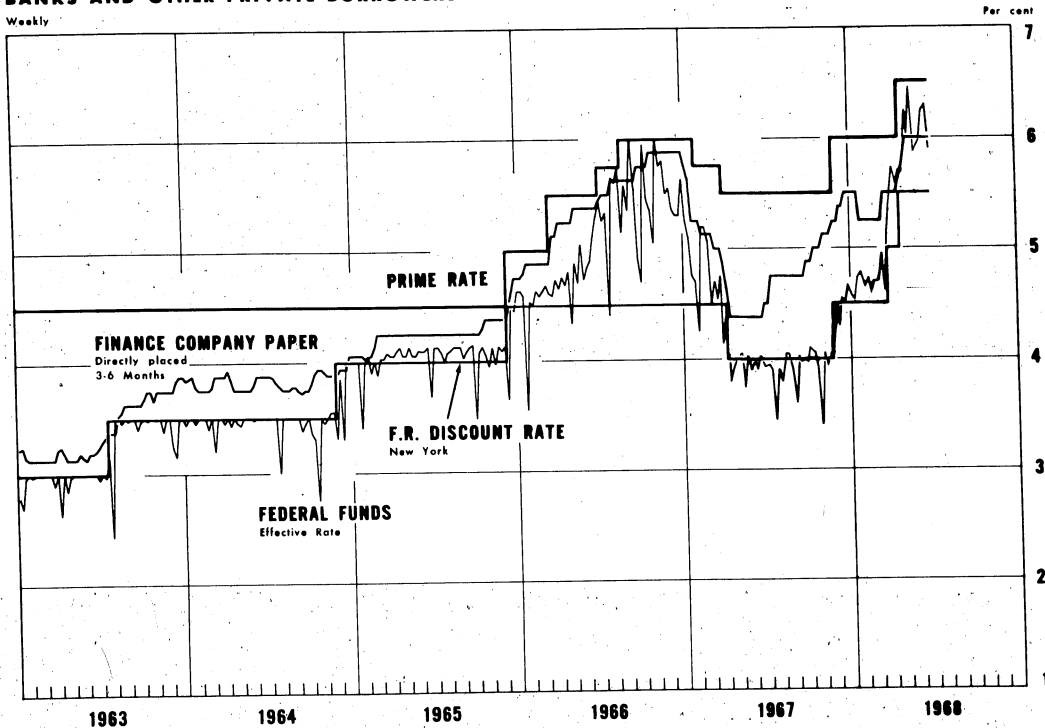


Exhibit D -- Part II

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 - May 31	6.50	6.00	5.91	.30
June 7	6.50	6.00	5.97	.34
14	6.50	6.00	6.23	.32
21	6.50	6.00	6.28	.55
28p/	6.50	6.00	5.90	.70

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.

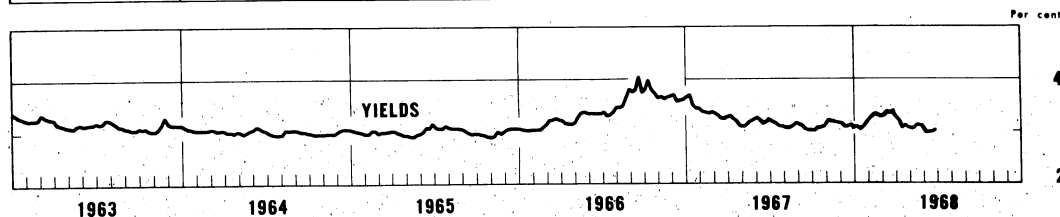
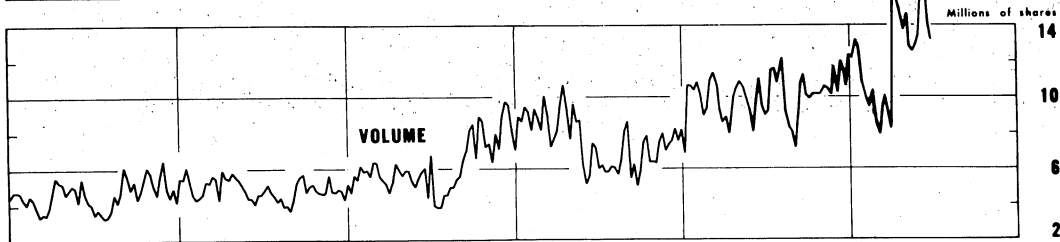
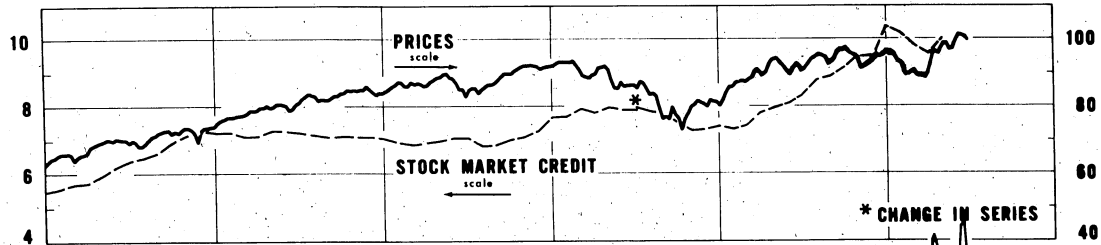
Note.-Highs and lows are for individual series and may be on different dates for different series. For spreads, high refers to widest, and low to narrowest.

p/ Preliminary.

STOCK MARKET

Billions of dollars

1941-43 average=10



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)	2,057(11/1)
Low	82.18(1/6)	3.58	6.9	7,345(1/6)	5,290(1/67)	2,055(1/25)
Apr.	95.67	3.12	14.7	10,012	7,666	2,346
May	97.87	3.08	13.4	<u>10,588</u>	<u>8,231</u>	2,357
June 14	101.13	2.98	16.6	n.a.	n.a.	2,383
21	100.66 <u>r</u> /	2.99	14.0	n.a.	n.a.	n.a.
28 <u>p</u>	98.58	3.03	13.2	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.

MORTGAGE AND BOND YIELDS

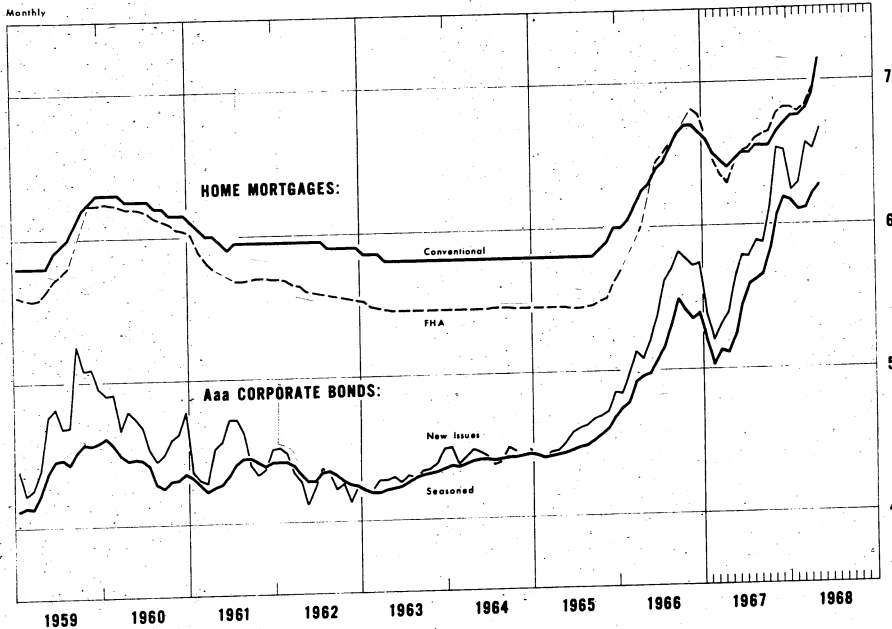


Exhibit F Part II

	FHA mortgages ^{2/}		Conventional mortgages ^{3/}	Spread between yields on conv. & FHA mort- gages ^{4/}	Aaa Corporate Bonds		Spread between yields on new corporate bonds and	
	25-year	30-year			New ^{5/}	Seasoned ^{6/}	FHA mtgs. ^{4/}	Seasoned bonds
1957 - High	5.63	--	6.00	.47	4.94	4.12	1.58	1.03
1958 - Low	5.35	--	5.55	.15	3.65	3.57	.88	.05
1959-60 - High	6.24	--	6.30	.23	5.25	4.61	1.69	.73
1961-66 - Low	5.43	5.44	5.80	.25	4.12	4.19	.77	-.16
1966 - High	6.73	6.81	6.70	.30	5.82	5.49	1.11	.46
1967 - High	--	6.81	6.65	.11	6.53	6.07	1.26	.46
Low	--	6.29	6.40	-.12	5.20	5.03	.24	.17
1968 - Jan.	n. a.	6.81	6.75	-.06	6.24	6.17	.57	.07
Feb.	n. a.	6.78	6.75	-.03	6.29	6.10	.49	.19
Mar.	n. a.	6.83	6.80	-.03	6.56	6.11	.27	.45
Apr.	n. a.	6.94	6.90	-.04	6.52	6.21	.42	.31
May	n. a.	n. a.	7.15	n. a.	6.66	6.27	n. a.	.39

- ^{1/} Neither mortgage nor bond yields take into account servicing costs which are much higher for mortgages than bonds. Generally, bonds pay interest semi-annually; mortgages, monthly. Mortgage yields, if computed as equivalent to a semi-annual interest investment, would be slightly higher than given in the table.
- ^{2/} Based on FHA-field-office opinions about average bid prices in the private secondary market for new-home mortgages for immediate delivery. Separate data available for 25-year and--beginning July 1961--30-year mortgages with minimum downpayments, weighted by probable volume of transactions. Yields computed by FHA, assuming prepayment period of 12 years for 25-year mortgages and 15 years for 30-year mortgages. Over the period for which they can be compared, the movement of the two mortgage yield series has been similar. Dashed lines indicate periods of adjustment to changes in contractual interest rates.
- ^{3/} Based on FHA-field-office opinion on typical interest rates (rounded) on conventional first mortgages prevailing in the market areas of insuring office cities. Beginning with April 1960, rate relates only to new-home mortgages; prior to that date, rate related to both new as well as existing-home mortgages. Dashed line indicates this change in the series.
- ^{4/} FHA mortgage yield data are for 25-year mortgages through June 1961; 30-year mortgages thereafter.
- ^{5/} See note for Exhibit G.
- ^{6/} Moody's Investor Service. Monthly averages of daily data. See Exhibit A.
- r/ Revised.

CONVENTIONAL MORTGAGE TERMS ^v

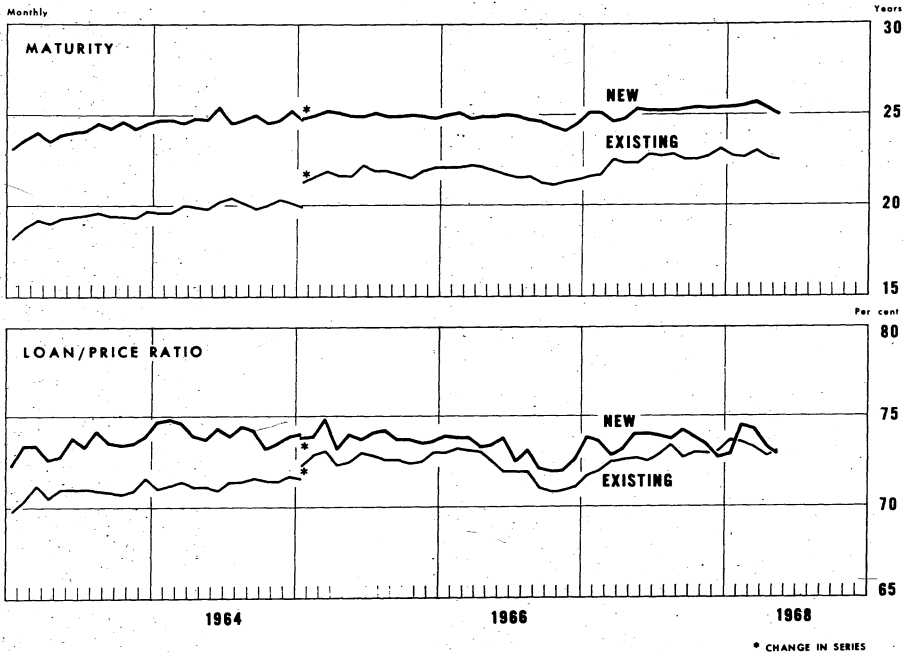


Exhibit F Part IV

	New Homes						Existing Homes					
	Contract Rate (Per cent)	Fees & Charges (Per cent) 2/	Effective Rate 3/	Maturity (Years)	Loan/Price Ratio (Per cent)	Loan Amt. (Tho.)	Contract Rate (Per cent)	Fees & Charges (Per cent) 2/	Effective Rate 3/	Maturity (Years)	Loan/Price Ratio (Per cent)	Loan Amt. (Tho.)
1967												
May	6.25	0.77	6.37	25.3	74.0	20.4	6.29	0.70	6.40	22.3	72.7	17.5
June	6.23	0.76	6.35	25.2	74.0	20.8	6.28	0.67	6.39	22.8	72.5	18.2
July	6.31	0.77	6.43	25.2	73.9	21.0	6.30	0.70	6.41	22.7	72.9	18.1
Aug.	6.28	0.78	6.40	25.2	73.7	21.0	6.34	0.72	6.46	22.8	73.4	18.1
Sept.	6.31	0.78	6.44	25.3	74.2	21.4	6.36	0.73	6.47	22.5	72.7	17.4
Oct.	6.34	0.82	6.47	25.4	73.8	21.2	6.39	0.78	6.52	22.5	73.0	17.3
Nov.	6.33	0.76	6.45	25.3	73.4	21.2	6.42	0.77	6.55	22.7	72.9	18.3
Dec.	6.41	0.84	6.54	25.4	72.7	21.5	6.51	0.83	6.64	23.1	73.1	18.4
1968												
Jan.	6.39	0.86	6.52	25.4	72.9	21.7	6.57	0.82	6.70	22.7	73.7	18.4
Feb.	6.47	0.94	6.62	25.5	74.5	22.2	6.58	0.81	6.71	22.6	73.6	18.0
Mar.	6.50	0.88	6.64	25.7	74.3	22.4	6.59	0.79	6.72	23.0	73.3	18.6
Apr. <u>P</u> /	6.57	0.88	6.71	25.3	73.4	22.2	6.64	0.80	6.77	22.6	72.8	18.3
May <u>P</u> /	6.68	0.94	6.83	25.0	72.9	22.2	6.80	0.86	6.94	22.5	73.1	18.6

Note: New series beginning 1965.

P/ Preliminary R/ Revised.
 Compiled by Federal Home Loan Bank Board in cooperation with Federal Deposit Insurance Corporation. Data are weighted averages based on probability sample survey of characteristics of conventional first mortgages originated by major institutional lender groups, (including mortgage companies) for purchase of single family homes. Data exclude loans for refinancing, reconditioning, or modernization; construction loans to home-builders; and--in this exhibit--permanent loans which are coupled with construction loans to owner-builders. Data prior to 1965 on a comparable basis with the new series are pending. Related series on conventional mortgage rates only, based on unweighted opinions of regional-office directors of the Federal Housing Administration, are available somewhat sooner than the results of the FHLBB-FDIC survey, and are included--in the case of new home mortgage rates--in Exhibit F Parts I and II.

2/ Fees and charges--expressed as a percentage of the principal mortgage amount--include loan commissions, fees, discounts, and other charges which provide added income to the lender and are paid by the borrower. They exclude any closing costs related solely to transfer of property ownership.

3/ Includes fees & charges amortized over a 10 year period in addition to the contract interest rate.

YIELDS ON NEW AND SEASONED CORPORATE BONDS

Weekly

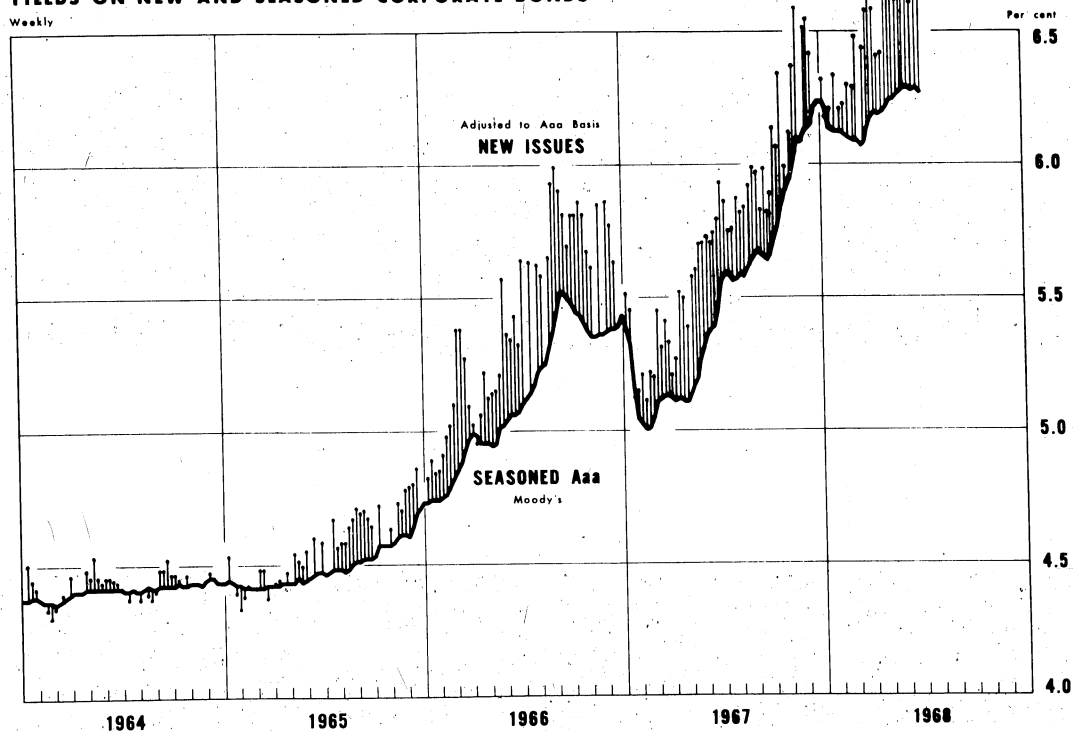


Exhibit G - II

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	Apr. 5	1	50.0	6.58
Feb.	13	564.5	6.29	12	1	25.0	6.41
Mar.	10	350.0	6.56	19	3	215.0	6.42
Apr.	7	415.0	6.52	26	2	125.0	6.65
May	11	531.0	6.66				
				May 3	3	75.0	6.63
				10	2	71.0	6.64
				17	3	170.0	6.62
				24	2	45.0	6.83
				31	3	220.0	6.68
				June 7	6	660.0	6.66
				14	2	50.0	6.61
<u>Weekly averages:</u>				21	2	100.0	6.67
High		6.83(5/24/68)		28p/	3	122.0	6.78
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/	1967p/	1966
January	1,706	1,648	1,302	1,175	1,487	1,188
February	1,568	1,399	1,237	1,175	1,199	858
March	1,740	2,317	2,446	1,365	1,433	865
April	<u>r/1,413</u>	1,973	1,553	1,279	1,111	1,193
May	<u>e/1,900</u>	1,474	1,058	<u>e/1,175</u>	1,229	901
June	<u>e/2,300</u>	2,611	2,364	<u>e/1,325</u>	1,497	1,141
July	<u>e/2,050</u>	2,454	1,039	<u>e/1,300</u>	943	701
August		2,407	1,670		858	773
September		1,723	1,382		1,330	1,020
October		2,289	829		974	755
November		1,467	1,085		1,400	969
December		2,336	1,635		1,182	940
1st Quarter	<u>p/5,014</u>	5,364	4,985	3,715	4,119	2,911
2nd Quarter	<u>e/5,813</u>	6,058	4,975	<u>e/3,773</u>	3,837	3,235
3rd Quarter		6,584	4,091		3,131	2,494
4th Quarter		6,092	3,550		3,556	2,664
1st half	<u>e/10,527</u>	11,421	9,959	<u>e/7,488</u>	7,956	6,146
Three quarters		18,007	14,050		11,087	8,640
Year		24,098	17,601		14,643	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		5,657	3,188			
Year		23,115	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	Bonds		Common and pfd. stock	Memo: Foreign issues included	Mfg.	Public Utility	Communi- cations	Other Issuers
		Publicly Offered	Privately Placed						
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	6,833	4,604	1,551	678	234	2,792	1,219	595	1,976
IV	6,294	3,107	2,137	1,051	93	2,527	1,255	269	2,040
1968 - I	5,178	2,465	1,724	989	313	1,854	1,394	411	1,356
1967 - 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	2,589	1,889	486	214	213	925	446	39	1,044
Aug.	2,481	1,813	412	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	30	1,109	278	68	881
1968 - Jan.	1,771	903	546	322	16	537	417	186	566
Feb.	1,607	796	585	226	61	556	546	147	321
Mar.	1,800	766	593	441	236	761	431	78	469
Apr.	1,453	719	465	269	30	364	178	189	681
May e/	2,000	1,040	650	310	n. a.	675	475	75	725

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/		
	1968 p/	1967	1966	1968 p/	1967	1966
January	108	196	12	999	1,251	--
February	49	--	40	550	783	503
March	30	223	40	1,370	750	410
April	75	27	66	225	650	392
May		13	69		810	699
June		170	76		650	1,030
July		22	72		407	1,084
August		586	7		250	799
September		193	50		599	400
October		66	23		708	450
November		142	74		710	800
December		18	68		612	239
Jan. - Apr	257	419	92	3,144	2,784	913
Year		1,656	597		8,180	6,806
	New short-term 4/					
	State and local Government 5/			Federal Agency 3/		
	300p/	179	103	490	-179	308
January	89p/	387	39	436	-552	-24
February		-594	-319	-593	-454	450
March	-604p/	827	580	681	-559	718
April	-3	515	462		109	85
May		-187	-334		93	284
June		20	-103		-158	-590
July		593	270		-262	-270
August		32	-161		1,407	-652
September		414	-48		606	-555
October		49	503		573	-283
November		-514	-570		36	219
December		-212	-177	1,014	-1,185	734
Jan. - Apr. p/		1,721	422		660	310
Year						

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 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.

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 - 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
Feb.	757	575	105	77	591	389
Mar.	788	415	135	238	736	1,030
Apr.	696	500	723	73	794	370
May	1,009	656	283	70	571	145

Large Individual Issues Offered during June.

Issuer	Type 3/	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offer- ing yield	Rating
Corporate						
Standard Brands Inc.	S.F. debs.	71.4	1993	6-3/4	6.25	A
Dow Chemical Co.	Deb.s	100.0	1998	6.70	6.70	A
Ogden Corporation	Conv. debs.	50.0	1993	5.00	5.00	Ba
Louisville Gas & Elec.	1st mtg. bds.	20.0	1998	6.75	6.74	Aaa
American Hoist & Derrick	Conv. sub. debs.	15.0	1993	5-1/2	5.50	Ba
Southwestern Bell Tele.	Debs.	150.0	2008	6.75	6.80	Aaa
Gulf Oil Corporation	Debs.	200.0	1993	6-5/8	6.63	Aaa
Florida Power Corporation	1st mtg. bds.	60.0	1998	7.00	6.82	Aa
*Franklin National Bank	Com. stk.	15.4				--
Leasco Data Processing Equipment	Com. stk. w/w.	52.5				
First Mortgage Investors	Debs.	15.0	1982	6-3/4	--	--
Northern Illinois Gas Co.	1st mtg. bds.	30.0	1993	6-3/4	6.75	Aa
Alloys Unlimited	Conv. sub. debs.	15.0	1993	4-1/2	4.50	Ba
Columbus & Southern Ohio Electric	1st mtg. bds.	25.0	1998	7 00	6.91	Aa
Transcontinental Gas Pipe- line Corporation	1st mtg. p.l. bonds	50.0	1988	7-3/8	7.50	Baa

Large Individual Issues Offered during June. (Continued)

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate of net inter- est cost	Offer- ing yield	Rating
<u>Corporate (Cont'd)</u>						
Equity Funding Corp. of America	Conv. debs.	15.0	1983	5-1/4	5.25	--
Public Service Electric & Gas Company	1st mtg. bds.	75.0	1998	6.90	6.85	Aa
Penzoil United, Inc.	Debs.	100.0	1988	7.52	7.40	Baa
Becton-Dickinson & Co.	Conv. sub. debs.	25.0	1988	4-1/8	--	Baa
University Computing Co.	Com. stk.	23.4				
American Hospital Supply	Com. stk.	62.1				
Dayton Power & Light Co.	1st mtg. bds.	25.0	1998	6-3/4	6.75	Aa
Ohio Bell Telephone	Debs.	55.0	2008	6-3/4	6.72	Aaa
Household Finance Corp.	Debs.	75.0	1990	7-1/4	7.30	--
Western Penn. Power	1st mtg. bds.	35.0	1998	7-1/8	7.00	Aa
Montgomery Ward Credit Corporation	Debs.	60.0	1988	7-3/8	7.63	--
Arkansas Power & Light	1st mtg. bds.	15.0	1998	7-3/8	7.20	A
*Recognition Equipment Inc.	Com. stk.	26.4				
<u>State & local Government</u>						
Livonia, Michigan Pub. Sch. District	G.O.	14.0	1970-97	5.36	3.90-5.40	Baa
Fulton Co. Sch. Dist., Ga. Dormitory Auth. of the State of New York	G.O.	10.0	1969-90	4.48	3.80-4.50	A-1
Houston, Texas	Rev.-Rent.	28.2	1970-99	5.23	4.10-5.25	A
*New Jersey Turnpike Auth.	G.O.	20.0	1969-88	4.48	3.80-4.65	A
State of Oregon	Rev.-Q.-Ut.	75.0	1968-2008	5-1/8	5.13	--
Seattle, Washington	G.O.	25.0	1977-81	4.21	4.10-4.25	Aa
Port of New York Authority	Rev.-Ut.	20.0	1970-98	4.85	3.90-4.95 ^{4/}	A
Metro. Water Dist. of So. California	G.O.	32.5	1970-94/96	4.55	3.80-4.75	Aa
Virginia Public School Authority	G.O.	85.0	1979-2000/18	4.91	4.15-4.95	Aa
Dallas I.S.D., Texas	G.O.	10.0	1970-89	4.42	3.80-4.50	Aa
Puerto Rico Highway Auth.	G.O.	15.0	1969-88	4.33	3.80-4.40	--
Allegheny Co., Pennsylvania	Rev.-Q.-Ut.	40.0	1970-88	5.27	4.10-5.25	--
Hancock Co., Kentucky	G.O.	18.8	1969-98	4.67	3.75-4.75	A-1
Hancock Co., Kentucky	Rev.-Rent.	24.2	1972-78	5-3/8	4.40-4.85	--
Newark, New Jersey	Rev.-Rent.	91.8	1993	5-3/8	5.38	--
Augusta, Maine	G.O.	18.1	1969-88	5.30	4.40-5.25	Baa
Rend Lake Conservancy Dist., Ill.	G.O.	11.0	1969-88	4.07	3.60-4.10	Aaa
Harris Co., Texas	Rev.-Ut.	13.5	2005	3-3/4-4-1/4	--	--
Georgia Highway Authority	G.O.	18.8	1969-96	4.31	3.70-4.40	A-1
Green River, Wyoming	Rev.-S.T.	25.5	1979-98	4.62	4.50-4.75	Aa
State of Mississippi	Rev.-Rent.	19.1	1993	5-3/4	5.75	--
University of Texas(Austin)	G.O.	13.6	1970-88	4.45	3.80-4.50	Aa
	Rev.-Rent.	15.0	1969-88	4.17	3.60-4.20	Aaa

Large Individual Issues Offered during June. (Continued)

Issuer	Type ^{3/}	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offer- ing yield	Rating
<u>State & local Government</u> (Cont'd)						
Port of Seattle, Washington	Rev.-Q.-Ut.	10.0	1969-88 ^{5/}	4.63	3.90-4.65	A
Highland Park Sch. Dist., Michigan	G.O.	11.6	1970-94	4.61	3.90-4.70	Aa
Illinois Building Auth.	Rev.-Rent.	34.0	1968-1989	4.79	3.40-4.75	Aa
Chicago O'Hare Internat'l Airport	Rev.-Rent.	18.0	1999		5.10	--
Chelan County, Washington	Rev.-Ut.	40.0	2023	5-1/8		
<u>Other</u>						
Export-Import Bank	Part. cert.	500.0	1971	6-5/8	--	--

* 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.-S.T., revenue bonds secured by revenue from specific taxes only; Rev.-Rent., revenue bonds secured solely by lease payments.
- ^{4/} Bonds maturing at 1996-98 were not reoffered.
- ^{5/} Bonds maturing 1987-88 were not reoffered.

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 2/
1967 - 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	84.5	2,129	1,684	875
Dec. 31	968	633	402	1,892	1,076	502
1968 - Jan. 31	531	449	60	736	937	75
Feb. 29	873	683	130	1,105	1,079	265
Mar. 31	758	494	15	935	624	125
Apr. 30	1,103	695	45	1,612	1,069	60
May 31	1,193	485	500	1,403	640	515

Forthcoming Large Offerings during June.

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>Corporate</u>			
Baltimore Gas & Electric	Conv. pfd.	30.0	July 1 (rts. exp.)
American Export Industries, Inc.	Conv. sub. debts.	50.0	July 2
Nytronics	Conv. sub. debts.	25.0	July 8
Commonwealth Edison Company	1st mtg. bds.	50.0	July 9
*Standard Oil of New Jersey	Debs.	250.0	July 11
Houston Lighting & Power Co.	Cum. pfd. stk.	25.0	July 11
American Broadcasting Company	Conv. debts.	47.5	July 15 (rts. exp.)
Allegheny Beverage Corporation	Conv. sub. debts.	20.0	July 15
Metro-Goldwyn-Mayer Inc.	Conv. debts.	35.0	July 16
Public Service of Colorado	1st mtg. bds.	25.0	July 16
New England Power Company	1st mtg. bds.	20.0	July 17
Pacific Lighting Service & Supply Co.	S.F. debts.	30.0	July 18
Whittaker Corporation	Conv. debts.	60.0	July 24
Pacific Telephone & Telegraph Co.	Debs.	165.0	July 23
General Telephone of Ohio	Debs.	15.0	July 24
General Mills Inc.	Com. stk.	45.0	July
*General American Transportation Corporation	Equip. tr. cert.	50.0	July
*J.C. Penney	Conv. debts.	125.0	July
*Chemical Bank New York Trust Co.	Conv. cap. notes	52.0	Indefinite (rts. exp.)

Forthcoming Large Offerings during June.

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>Corporate (Cont'd)</u>			
*Wyle Laboratories	Conv. sub. debts.	15.0	Indefinite
*National Fuel Gas Company	S.F. debts.	15.0	Indefinite
*Okonite Company	Deb.s w/wts.	25.0	Indefinite
*LTV Aerospace Corporation	Deb.s w/wts.	50.0	Indefinite
Piedmont Aviation	Conv. debts.	15.0	Indefinite
Computer Applications	Conv. debts.	15.0	Indefinite
Gordon Jewelry	Conv. debts.	15.0	Indefinite
Commonwealth United Corp.	Conv. debts.	15.0	Indefinite
*General Public Utilities Corporation	Com. stk.	25.5	Indefinite (rts. exp.)
*McDonald's Corporation	Conv. debts.	20.0	Indefinite
Levin-Townsend Computer Corporation	S.F. debts.	20.0	Indefinite
Lone Star Cement	Conv. debts.	30.0	Indefinite
<u>State & local Government</u>			
State of New York	G.O.	78.0	July 9
Dade Co. Port Auth., Fla.	Rev.-Q.-Ut.	50.5	July 9
Los Angeles, California Unified School District	G.O.	30.0	July 9
Iberville Parish, La.	Rev.-Rent.	20.0	July 9
Rothchild Joint Sch. Dist. #1, Wisconsin	G.O.	12.0	July 9
East Baton Rouge Parish, La.	Rev.-Rent.	30.4	July 10
Passaic Co., New Jersey	G.O.	13.7	July 10
*State of California	G.O.	100.0	July 11
State of Texas	G.O.	16.0	July 15
*Nashville and Davidson County, Tennessee	G.O.	12.0	July 16
Pennsylvania State Highway and Bridge Authority	Rev.-Q.-Ut.	100.0	July 16
State of Maryland	G.O.	44.5	July 16
Los Angeles Dept. of Air- ports	Rev.-Rent.	35.0	July 23
*Philadelphia, Pennsylvania	G.O.	29.2	July 24
*Cook Co., Thornton Twp. HSD #205, Illinois	G.O.	10.0	July 24
State of Oklahoma	G.O.	16.0	July
Kentucky Turnpike Auth.	Rev.-Q.-Ut.	120.0	Indefinite
*Ardmore Development Auth. Consumers Public Pwr. Dist., Nebraska	Rev.-Rent.	75.0	Indefinite
	Rev.-Rent.	250.0	Indefinite
<u>Other</u>			
*Province of Ontario	Debs.	75.0	July 9
*Husky Oil Canada, Ltd.	Com. stk.	20.0	Indefinite
Canadian Utilities, Ltd.	S.F. debts. w/wts.	15.0	Indefinite

FOOTNOTES:

*--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.

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: Mar. 1 through June 28, 1968.		
March 28	150.0	International Nickel Company -- Debentures maturing 1993, reoffered to yield 6.85%.
April 16	75.0	Lakehead Pipeline Co. -- 7-1/8% S.F. debentures, maturing 1993, reoffered to yield 7.17%.
April 17	20.0	New Brunswick Higher Education Commission - (Canada) -- 7% S.F. debentures maturing 1993, reoffered to yield 7.15%.
April 18	50.0	Province of Quebec -- 7% debentures maturing 1989, reoffered to yield 7.25%.
May 15	20.0	Montreal Catholic School Commission--7-1/2% S.F. debts. maturing 1993, reoffered to yield 7.88%.
May 21	25.0	Newfoundland and Labrador Power Commission--7-3/4% S.F. debentures, maturing 1993, reoffered to yield 8%.
May 28	100.0	Canada, Government of, 6-7/8% bonds maturing 1988, reoffered to yield 6.90%.
B. Prospective Offerings		
Indefinite	15.0	Canadian Utilities, Ltd., -- S.F. debts with warrants.
*Indefinite	20.0	Husky Oil Canada, Ltd. -- Common Stock.
*July 9	75.0	Province of Ontario -- Debts.

* - 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 March 1 through June 28, 1968.

Date Reported	Amount (millions of dollars)	Issuer and Description of Issue
3/1/68	12.0	Edmonton (City of Alberta, Canada), U.S. 6-3/4% debentures maturing Jan., 1993.
3/15/68	35.0	Mexico - (United Mexican States) external 7-1/4% bonds due 3/1/73.
4/29/68	27.8	Arctic LNG Transportation Co. (Liberian Corp.) 6-5/8% notes maturing 1991. \$21.3 take down.
5/20/68	60.0	Eurocan Pulp & Paper Co., Ltd. - (British Columbia) 1st and collateral -- 7-1/2%, maturing 1993.
6/68	29.4	Seaboard Finance Co. of Canada, Ltd., Sr. notes maturing 1983, take down at various dates through 1969.

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.