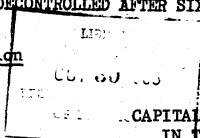


Not for Publication

H. 14



CAPITAL MARKETS DEVELOPMENTS
IN THE UNITED STATES

Capital Market
October 28, 1968.

Corporate and municipal bond markets. The volume of new, publicly-offered, corporate and municipal securities expected this week is below the average weekly volume over the past year. The especially reduced corporate volume features no issues larger than \$25 million; the municipal volume will be dominated by the negotiated sale of \$91 million of New York State Housing Finance Agency revenue bonds. The week's total long-term bond volume will be supplemented by two other issues; a \$50 million issue by the Quebec Hydro-Electric Commission, and a \$70 million issue by the Inter-American Development Bank.

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

	Corporate		State and local Government	
	New Capital	Refunding	New Capital	Refunding
Sold:				
52 week avg.	291	1	292	1
October 18	r/440	--	r/545	--
October 25	250	--	356	--
Scheduled:				
November 1	75	--	253	--

^{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 yields on seasoned corporate bonds advanced last week, yields on new issues declined as dealers bid aggressively for the week's competitive offerings. At lower yields, however, the new issues were not well received, and the volume of bonds still in syndicate turned up.

Yields on municipals were essentially unchanged last week, while new issues met with a mixed reception. By the end of the week 72 per cent of the week's offerings had been sold, whereas the previous week 87 per cent had been sold.

Savings flows at nonbank depository intermediaries. In character with the 1968 experience to date, inflows during September were smaller than those a year earlier at both savings banks and savings and loan associations. The September interest and dividends credited -- by fewer institutions than at

Yields on Security Markets

<u>High-Grade Notes and Bonds</u>	<u>Change from preceding week</u>
---------------------------------------	---------------------------------------

Corporate

New	6.56	- 1
Seasoned	6.13	+ 3

U.S. Government

Long-term	5.24e	- 4
3-5 year	5.43e	--

State and local Gov't.

Moody's Aaa	4.21	- 1
Std. & Poor's high grade	4.59	- 1

Money Market

Federal funds	5.88	+ 13
Treasury bills		
3-month	5.40	+ 6
6-month	5.43	--

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>
10/24	40.0	Connecticut Light & Pwr., 6-7/8's - 1998	6.80	Aa	65%
10/22	55.0	Consumers Power, 6-5/8's - 1998	6.55	Aaa	25%
10/21	8.0	New Jersey Pwr. & Light, 7-1/8's - 1998	6.95	A	70%
10/7	75.0	Chesapeake & Potomac Tel. Co. of Maryland, 6-5/8's - 2008	6.60	Aaa	90%

Blue List of Municipal Dealers' Advertised Inventories

<u>Latest Week</u>	<u>End of Previous Week</u>	<u>Recent High</u>
725(10/22/68)	720	849(4/26/67)

the July semiannual crediting period -- combined with somewhat reduced deposit activity resulted in net new money flows considerably reduced from 1967. After adjustment for seasonal factors, inflows to both institutions continued to improve from the recent low in July.

Home mortgage interest rates and other terms. During September, secondary market yields on certain FHA-insured new-home mortgages declined for the third consecutive month, to an average of 7.28 per cent. The accompanying discounts dropped to 4.4 points, the lowest in more than a year. With yields on corporate Aaa bonds rising to 6.30 per cent in September, the yield spread between these bonds and the FHA-insured mortgage narrowed to 98 basis points, still relative attractive in comparison to the spreads over the past year.

Interest rates on conventional home mortgages for both new and existing homes remained unchanged again in September at 7.30 and 7.35 per cent, respectively, as reported by the Federal Housing Administration. With the exception of the Northeast which is continuing to adjust to the higher usury ceilings, the rate movement regionally tended lower or remained unchanged.

According to preliminary data from the latest Federal Home Loan Bank Board survey, interest rates on conventional first mortgages for both new and existing homes showed little or no change in September. Last month was the first time since January that these averages have failed to advance. Although life insurance companies, mortgage companies and commercial banks reported a somewhat lower average interest rate in September, the principal mortgage lending institutions -- savings and loan associations and mutual savings banks -- continued to increase the rates charged on home mortgages. Non-rate terms likewise exhibited little over-all change during the month. Although maturities on existing-home loans shortened slightly, maturities on new-home loans continued unchanged. Loan-to-price ratios on new-home loans increased while those on existing-home loans retreated to the July level. Average loan amounts were lower for both types of loans, as were the average purchase prices of the homes mortgaged. As a result, implied downpayments averaged \$7,800 for new homes, and \$7,000 for existing homes, somewhat below their peaks reached earlier in the third quarter.

Stock prices. Common stock prices declined slightly last week in continued heavy trading volume. At the close Friday, the Standard & Poor's index of 500 stocks stood at 104.20, down 0.58 from the previous Friday. Trading volume averaged 15.1 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 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 - July	319	--	222	55	--	34	374	--	256
Aug.	325	--	283	646	--	623	971	--	906
Sept.	550	--	53	1,193	--	494	1,743	--	547
1968 - July	186	--	64	-605	--	-606	-419	--	-542
Aug. p/	238	--	181	388	--	370	626	--	551
Sept. p/	480	--	-50	1,102	--	325	1,582	--	275
<u>Seasonally Adjusted</u>									
1968 - Apr.	241	4.7	--	406	3.9	--	647	4.2	--
May	r/458	9.0	--	621	5.9	--	1,079	6.9	--
June	r/324	6.3	--	r/813	7.7	--	1,137	7.3	--
July	r/292	5.7	--	r/467	4.4	--	759	4.8	--
August p/	316	6.1	--	r/688	6.5	--	r/1,004	6.4	--
Sept. p/	340	6.5	--	764	7.1	--	1,104	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&L's are for insured associations only, which represent 96% of the total resources of the industry.

e/ Estimated. p/ Preliminary. r/ Revised.

October 28, 1968.

LONG-TERM BOND YIELDS, HIGH-GRADE

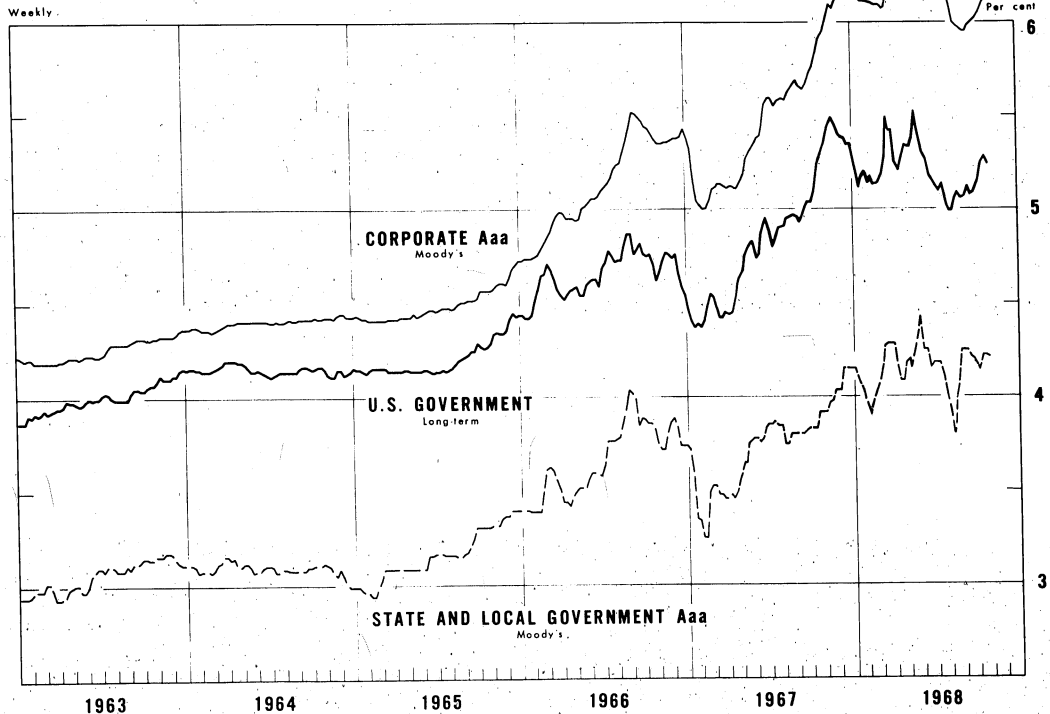


Exhibit A -- Part ii

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 - Sept. 27	6.00	5.09	4.20	.91	.89
Oct. 4	6.02	5.15	4.14	.87	1.01
11	6.06	5.25	4.22	.81	1.03
18	6.10	5.28	4.22	r/.82	1.06
25p/	6.13	5.24e	4.21	.89	1.03

p/ Preliminary. e/ Estimated. r/ Revised.

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

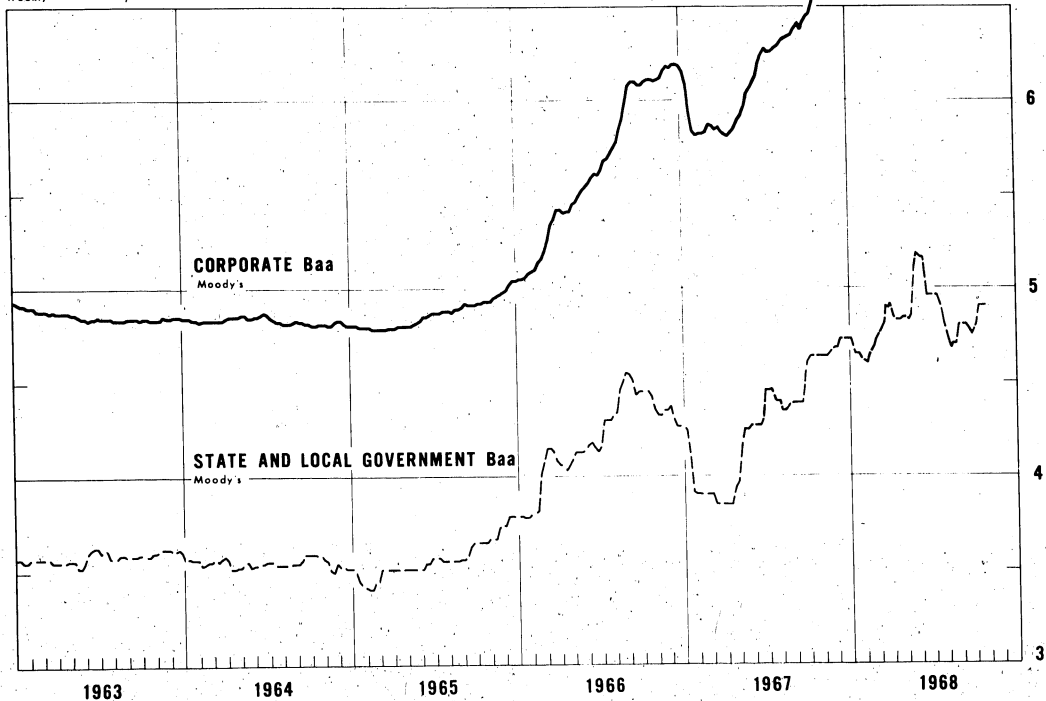


Exhibit B -- Part II

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(1/29)	4.73(12/28)	.82	.81
Low	5.81(4/14)	3.85(4/13)	.73	.37
1968 - Sept. 27	6.79	4.75	.79	.55
Oct. 4	6.78	4.80	.76	.66
11	6.79	4.90	.73	.68
18	6.84	4.90	<u>r/</u> .74	.68
25p/	6.88	4.90	.75	.69

Note: For footnotes see Exhibit A.

p/ Preliminary. r/ Revised.

SHORT- AND INTERMEDIATE-TERM INTEREST RATES**GOVERNMENT**

Weekly

Per cent

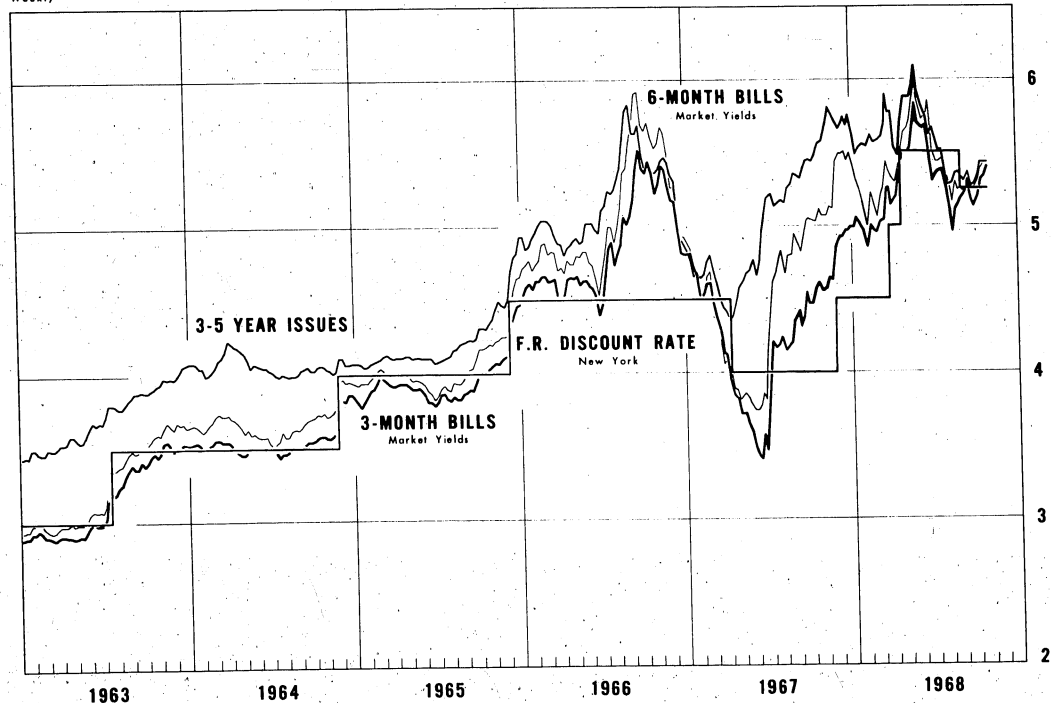


Exhibit C -- Part II

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(12/12)	5.80(11/10)	.62	1.61
	4.00	3.41(6/9)	3.74(6/2)	4.36(4/7)	.01	.02
1968 - Sept. 27	5.25	5.13	5.24	5.28	.11	.15
Oct. 4	5.25	5.21	5.31	5.34	r/.10	r/.13
11	5.25	5.31	5.38	5.43	.07	.12
18	5.25	r/5.34	r/5.43	5.43	r/.09	r/.09
25p/	5.25	5.40	5.43	5.43e	.03	.03

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. r/ Revised. e/ Estimated.

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

Weekly

Per cent

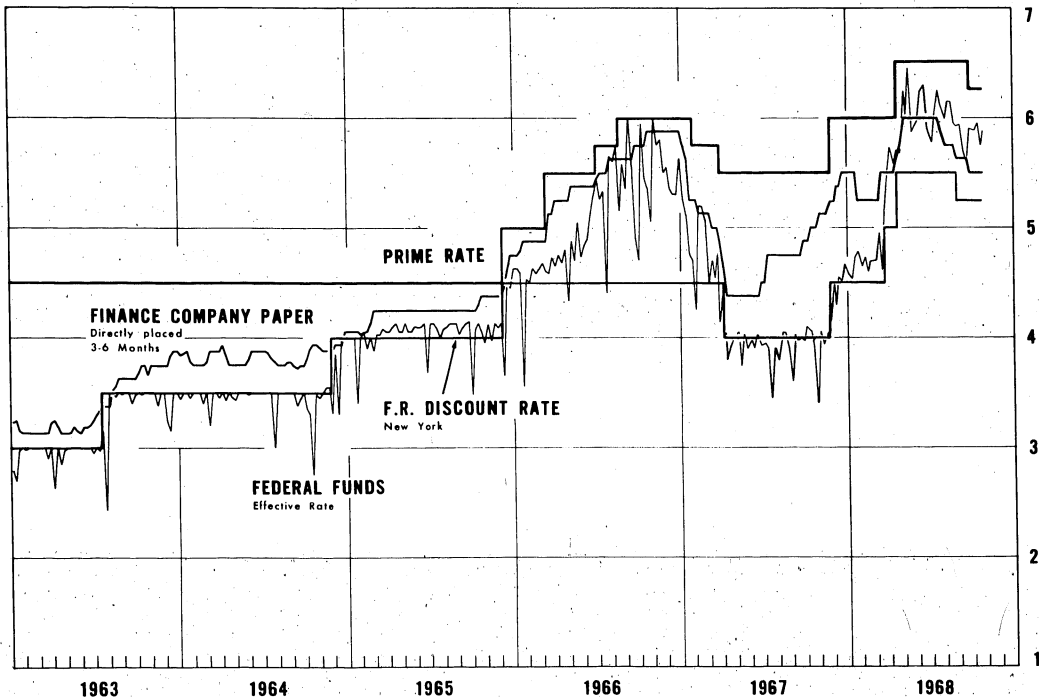


Exhibit D -- Part II

Date	Prime rate ^{1/}	Finance company paper ^{2/}	Federal funds ^{3/}	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 - Sept. 27	6.25	5.50	5.90	.37
Oct. 4	6.25	5.50	5.88	<u>r</u> /.29
11	6.25	5.50	5.95	.19
18	6.25	5.50	5.75	<u>r</u> /.16
25p/	6.25	5.50	5.88e	.10

^{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. e/ Estimated. r/ Revised.

STOCK MARKET

Billions of dollars

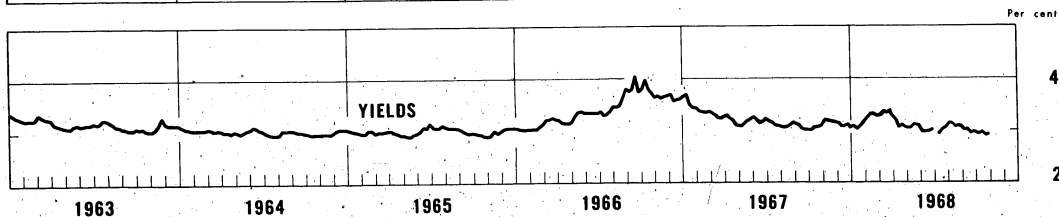
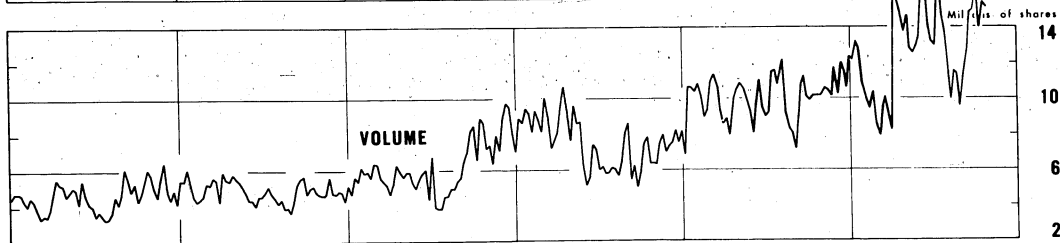
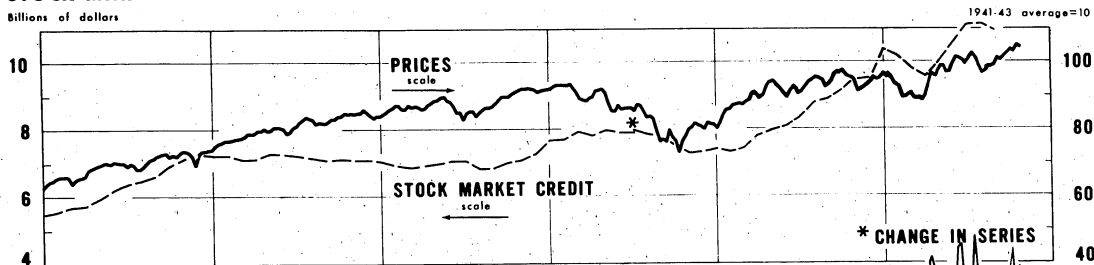


Exhibit E -- Part II

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(10/67)	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)	5,280(1/67)	2,055(1/25)
1968 - Aug.	98.11	3.09	10.9	10,922	8,435	2,487
Sept.	101.34	2.00	13.4	n. a.	n. a.	2,515
1968 - Oct. 11	103.18	2.96	14.0	n. a.	n. a.	n. a.
18	104.82	2.90	15.4	n. a.	n. a.	n. a.
25p/	104.20	2.93	15.1	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. 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

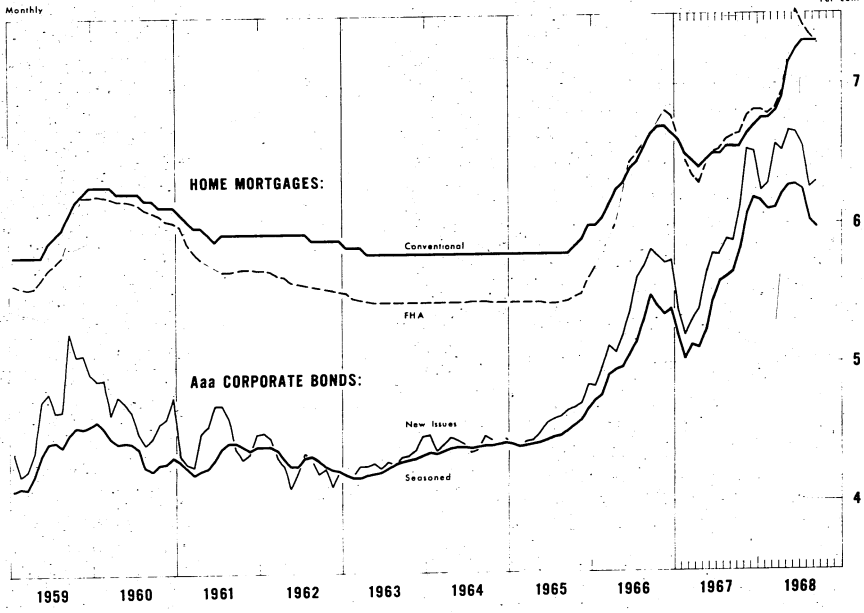


Exhibit F Part II

	FHA mortgages ^{2/}		Conventional mortgages ^{3/}	Spread between yields on conv. & FHA mortgages ^{4/}	Aaa Corporate Bonds		Spread between yields on new corporate bonds and FHA mtgs. ^{6/}	
	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 - May	n.a.	--	7.15	--	6.66	6.27	--	.39
June	n.a.	7.52	7.25	-.27	6.65	6.28	.87	.37
July	n.a.	7.42	7.30	-.12	6.54	6.24	.88	.30
Aug.	n.a.	7.35	7.30	-.05	6.26	6.02	1.09	.24
Sept.	n.a.	7.28	7.30	.02	6.30	5.97	.98	.33

- 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.

Exhibit F Part IV

	New Homes						Existing Homes					
	Con- tract Rate (Per cent)	Fees & Charges (Per cent)	Effec- tive Rate	Maturity (Years)	Loan/ Price Ratio (Per cent)	Loan Amt. (Tho.)	Con- tract Rate (Per cent)	Fees & Charges (Per cent)	Effec- tive Rate	Maturity (Years)	Loan/ Price Ratio (Per cent)	Loan Amt. (Tho.)
	2/ 3/						2/ 3/					
<u>1967</u>												
Aug.	6.28	0.78	6.40	25.2	73.7	21.0	6.34	0.72	6.46	22.8	73.9	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
<u>1968</u>												
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.	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	6.69	0.95	6.84	25.0	73.2	22.1	6.81	0.87	6.95	22.5	73.1	18.5
June	6.88	0.95	7.03	25.4	74.4	22.6	6.97	0.86	7.12	22.6	73.1	18.4
July <u>r/</u>	7.04	0.85	7.17	25.5	73.7	22.5	7.10	0.83	7.23	22.5	72.6	18.6
Aug. <u>p/</u>	7.09	0.87	7.23	25.5	73.8	23.0	7.11	0.82	7.24	22.6	72.8	18.5

Note: New series beginning 1965.

1/ 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.

r/ Revised. p/ Preliminary.

-10-

YIELDS ON NEW AND SEASONED CORPORATE BONDS

Weekly

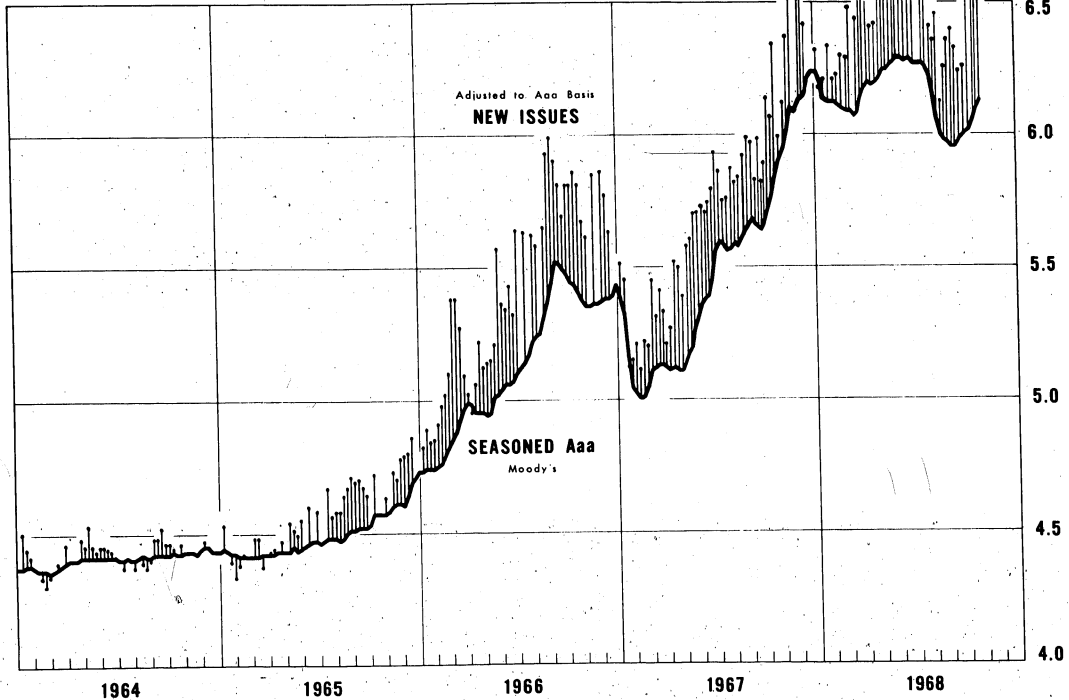


Exhibit G - II

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	Aug. 2	1	12.0	6.36
Feb.	13	564.0	<u>r/6.30</u>	9	1	15.0	6.46
Mar.	10	350.0	6.56	16	1	110.0	6.13
Apr.	9	<u>r/465.0</u>	6.52	23	3	67.0	6.26
May	11	<u>r/511.0</u>	6.66	30	2	75.0	6.36
June	13	872.0	6.65	Sept. 6	2	45.0	6.40
July	7	552.0	6.54	13	2	150.0	6.33
Aug.	8	267.0	6.26	20	1	30.0	6.24
Sept.	7	450.0	6.30	27	2	225.0	6.26
				Oct. 4	2	50.0	6.57
				11	4	181.0	6.59
<u>Weekly averages:</u>				18	4	200.0	6.57
High		6.83(5/24/68)		25p/	3	103.0	6.56
Low		6.13(8/16/68)					

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. r/ Revised.

22

Exhibit H

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

(In millions of dollars)

	New Capital					
	Corporate 1/			State and local 2/		
	1968p/	1967	1966	1968p/	1967	1966
January	1,706	1,648	1,302	1,133	1,482	1,188
February	1,568	1,398	1,237	1,147	1,196	858
March	1,740	2,317	2,446	1,384	1,438	865
April	1,385	1,973	1,553	1,298	1,111	1,193
May	1,825	1,474	1,058	1,115	1,229	901
June	2,334	2,611	2,364	1,381	1,497	1,141
July	2,121	2,457	1,039	1,446	943	701
August	p/1,384	2,406	1,670	1,681	858	773
September	e/1,650	1,723	1,382	e/1,250	1,300	1,020
October	e/1,800	2,289	829	e/2,000	974	755
November	e/1,600	1,467	1,085	1,600	1,400	969
December		2,336	1,635		1,182	940
1st Quarter	5,014	5,364	4,985	3,665	4,119	2,911
2nd Quarter	5,544	6,058	4,975	e/3,794	3,837	3,235
3rd Quarter	e/5,155	6,584	4,091	e/4,371	3,131	2,494
4th Quarter		6,092	3,550		3,556	2,664
1st half	10,558	11,421	9,959	7,459	7,956	6,146
Three quarters	e/15,713	18,007	14,050	e/11,830	11,087	8,640
Year		24,098	17,601		14,643	11,304
	Excluding finance companies 3/					
1st Quarter	4,943	5,207	4,924			
2nd Quarter	5,265	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 pf'd. stock	Memo: Foreign issues included	Mfg. 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	1,855	1,394	411	1,356
II	5,705	3,105	1,644	956	172	1,653	1,201	529	2,159
1967 - 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.	1,428	719	438	271	31	353	178	189	663
May	1,867	1,046	521	300	89	550	549	103	622
June	2,418	1,340	685	385	52	750	474	237	874
July p/	2,174	1,244	561	369	47	839	236	236	810
Aug. p/	1,423	637	396	390	74	356	438	117	473
Sept. e/	1,725	725	700	300	n.a.	525	400	125	600

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

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	1967	1967	1968	1967	1966
January	127	196	12	999	1,251	--
February	49	--	40	550	783	503
March	107	223	40	1,370	750	410
April	75	27	66	225	650	392
May	142	13	69	744	810	699
June	7	170	76	779	650	1,030
July	100	22	72	800	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. - July	607	651	375	5,467	5,301	4,118
Year		1,656	597		8,180	6,806
	New short-term 4/					
	State and local Government 5/			Federal Agency 3/		
	1968	1967	1967	1968	1967	1966
January	300	179	103	490	-179	308
February	89	387	39	436	-552	-24
March	-604	-594	-319	-593	-454	450
April	3	827	580	681	-559	718
May	490	515	462	121	109	85
June	-378p/	-187	-334	27	93	284
July	539p/	20	-103	457	-158	-590
August	34p/	593	270	-203	-262	-270
September		.32	-161		1,407	-652
October		414	-48		606	-555
November		49	503		573	-283
December		-514	-570		36	219
Jan. - Aug. p/	473	1,740	698	1,416	-1,962	961
Year		1,721	531		660	310

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 <u>2/</u>
	Total	Bonds (other than convertibles)	Convertible bonds	Stocks		
1967 - 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
June	1,461	1,161	120	180	758	500
July	1,243	650	395	98	864	920
Aug.	665	405	143	117	1,165	70
Sept.	736	541	91	104	693	520

Large Individual Issues Offered October 1 through October 25, 1968

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net interest cost	Offering yield	Rating
<u>Corporate</u>						
Columbia Gas System	Debs.	40.0	1993	7	6.95	A
National Industries	Conv. sub. debs.	25.0	1988	5-3/4	5.75	--
Eckerd Drugs	Conv. sub. debs.	15.0	1988	4-3/4	4.75	B
*Shareholders Capital Corp.	Com. stk.	19.3				
Chesapeake & Potomac Tel. Co. of Maryland	Debs.	75.0	2008	6-5/8	6.60	Aaa
Eastern Airlines	Conv. sub. debs.	50.0	1993	4-3/4	4.75	B
Ceco Corporation	Conv. debs.	15.0	1988	4-3/4	4.75	Ba
Consolidated Edison of N.Y.	1st mtg. bds.	60.0	1998	6.85	6.85	A
Jersey Central Power & Light Company	1st mtg. bds.	26.0	1998	7-1/4	7.10	A
Wisconsin Public Service	Pfd. stk.	15.0				
Northern Indiana Public Service Company	1st mtg. bds.	20.0	1998	6-7/8	6.72	Aa
Canal Electric	1st mtg. bds.	19.0	1996	7	6.90	Aa

Large Individual Issues Offered October 1 through October 25, 1968.

Issuer	Type 3/	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offer- ing yield	Rating
<u>Corporate (Cont'd)</u>						
Gilbert Flexi-Van Corp.	Com. stk.	15.6				
Illinois Power Company	1st mtg. bds.	45.0	1998	6-3/4	6.75	Aa
Pennzoil United	Debs.	75.0	1988	7-3/8	7.38	Baa
Philip Morris, Inc.	S.F. debs.	75.0	1993	6-5/8	6.77	A
Carolina Power & Light	1st mtg. bds.	40.0	1998	6-7/8	6.80	Aa
Fibreboard Corporation	Conv. debs.	30.0	1993	4-3/4	4.75	Ba
Gulf States Utilities Co.	1st mtg. bds.	40.0	1998	6-3/4	6.65	Aa
Consumer Power	1st mtg. bds.	55.0	1998	6-5/8	6.55	Aaa
Transcontinental Gas Pipeline	1st mtg. p.l. bds.	40.0	1989	7-1/4	7.25	Baa
Northeast Utilities Co.	Com. stk.	28.6				
Connecticut Light & Pwr. Company	1st mtg. bds.	40.0	1998	6-7/8	6.80	Aa
Wilson Sporting Goods Co.	Sub. debs. w/wts.	25.0	1988	6-1/2	6.50	B
<u>State & local Government</u>						
Seattle, Washington	G.O.	10.0	1970-2008	n.a.	3.20-5.00	A-1
Canton, Ohio	Rev.-Rent.	45.0	1972-78/93	n.a.	4.15-5.20	--
Los Angeles Flood Control District, California	G.O.	45.0	1970-1995	4.33	3.10-4.45	Aa
State of Rhode Island	G.O.	20.0	1969-1988	4.04	2.95-4.30	A-1
Alachua Co. Special Tax School Dist. #1, Fla.	Rev.-S.T.	12.8	1971-1988	4.53	3.60-5.00	A
San Francisco B.A.R.T.	G.O.	70.0	1972-1999	4.70	3.50-5.20	Aa
State of Ohio	G.O.	50.0	1970-94	4.30	3.15-4.50	Aaa
New York State Dormitory Authority	Rev.-Rent.	45.8	1970-99	5.15	5.25	Aa
Washington Sub. Sani. Dist., Maryland	G.O.	20.0	1969-98	4.46	3.10-5.20	A
State of Alaska	G.O.	10.5	1969-88	5.02	3.50-5.05	Baa
Maryland State Roads Comm.	Rev.-Q.-Ut.	50.0	1973-88	5.22	4.10-4.90	A
Maryland State Roads Comm.	Rev.-Q.-Ut.	170.0	2008	5.22	4.10-4.90	A
San Diego, California	Rev.-Ut.	10.0	1975-1998	5.07	4.00-5.10	A
Montebello, Calif., U.S.D.	G.O.	12.0	1970-90	4.53	3.40-4.60	A
Pontiac Sch. Dist., Mich.	G.O.	19.0	1970-1987	4.73	3.50-4.80	A-1
New York City	G.O.	126.2	1970-1999	4.98	3.75-5.25	Baa-1
Los Angeles U.S. D. Calif.	G.O.	39.5	1969-1993	4.51	3.10-5.00	Aa
Jackson Co., Missouri	G.O.	25.0	1969-1988	4.35	3.10-4.50	Aa
Penna. State Public Sch. Building Authority	Rev.-Rent.	16.3	1971-2008	5.20	4.00-5.38	--
Hillsborough Aviation Authority, Tampa, Fla.	Rev.-Rent.	67.0	1972-80/99	5.97	4.35-5.88	Baa
San Diego Water Auth., California	Rev.-Ut.	30.0	1969-2003	4.85	3.15-5.10	A-1
New Jersey Turnpike Auth.	Rev.-Q.-Ut.	125.0	2008	5.24	5.20	A

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offer- ing yield	Rating
<u>State & local Govt.</u>						
Isle of Wight Co. Ind. Development Auth., Va.	Rev.-Rent.	38.4	1961-78/90	n.a.	4.40-5.50	--
State of California	G.O.	100.0	1978-2018	4.86	4.15-4.87	Aa
Baltimore, Maryland	G.O.	28.5	1969-1993	4.44	3.10-4.75	A
Cleveland Sch. Dist., Ohio	G.O.	22.0	1970-1989	4.46	3.40-4.70	A
New York State Job Development Authority	Rev.-Rent.	15.0	1970-1993	4.45	3.25-4.70	Aa
Connecticut, State of	G.O.	60.0	1969-1988	4.09	3.05-4.25	Aaa
<u>Other</u>						
Province of Manitoba	Debs.	50.0	1993	6-7/8	6.90	A
Federal Land Banks	Bonds	39.5	1971	6	6.00	--
Export-Import Bank	Debs.	400.0	1973	6.15	6.15	--

* Rights offering. n.a. Not available.

- 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 2/
	1967 - July 31	1,261	512	--	1,576	575
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
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
June 30	1,068	597	75	1,380	1,042	110
July 31	619	1,071	70	679	1,307	85
Aug. 31	793	1,157	--	868	1,393	15
Sept. 30	490	1,313	450	887	1,552	465

Forthcoming Large Offerings as of October 25, 1968.

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>Corporate</u>			
Delmarva Pwr. & Light Company	1st mtg. bds.	25.8	October 28
American Financial Corporation	Conv. debts.	15.0	October 28
Alabama Power	1st mtg. bds.	25.0	October 29
Pacific Gas & Electric	1st mtg. bds.	60.0	October 31
General Tel. of Michigan	Debs.	22.0	November 7
Wisconsin Elec. Power Company	Debs.	40.0	November 12
Northern Natural Gas Company	Pfd. stk.	20.0	November 13
Northern Natural Gas Company	Debs.	40.0	November 13
Florida Power Corporation	1st mtg. bds.	30.0	November 14
South Central Bell Tele. Co.	Debs.	85.0	November 18
Louisville & Nashville Railroad	Coll. tr. bds.	40.0	November 19
Hartford Elec. Light Company	1st mtg. bds.	25.0	November 19
Boston Edison	1st mtg. bds.	50.0	November 20
Florida Power	1st mtg. bds.	50.0	November 21
General Tel. of Florida	S.F. debts.	35.0	November 21
*Public Service of New Hampshire	1st mtg. bds.	15.0	November 25
*Public Service Electric & Gas	1st mtg. bds.	40.0	November 26

Forthcoming Large Offerings as of October 25, 1968. (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>Corporate (Continued)</u>			
Tesoro Petroleum	Debs.	15.0	Indefinite
Southern Company	Debs.	15.0	Indefinite
Alexander's Dept. Stores	Com. stk.	20.0	Indefinite
King Resources	Conv. sub. debs.	20.0	Indefinite
Reading & Bates Offshore Drilling Company	Conv. debs.	20.0	Indefinite
Puerto Rico Telephone Company	Debs.	25.0	Indefinite
Cleveland Elec. Illuminating Co.	1st mtg. bds.	50.0	Indefinite
Belco Petroleum Corporation	Conv. debs.	25.0	Indefinite
International Leisure Corp.	Units	25.0	Indefinite
<u>State & local Government</u>			
*Cook Co., Ill., Forest Preserve District	G.O.	14.0	October 28
Prince George's Co., Maryland	G.O.	21.0	October 29
New York State Housing Finance Agency	Rev.-Rent.	91.0	October 30
*New York City	Rev.-Rent.	23.5	October 30
Hartford, Connecticut	G.O.	15.4	October
Pennsylvania State Highway & Bridge	Rev-Q.-Ut.	75.0	October
New Madrid, Missouri	Rev.-Rent. (alum.)	85.0	October
New Madrid, Missouri	Rev.-Rent. (elec.)	100.0	October
Port of Asotria	Rev.-Rent.	150.0	October
Delaware River Jt. Toll Bridge Commission	Rev.-Q.-Ut.	20.0	November 1
Port Huron, Michigan	Rev.-Rent.	22.0	November 1
*Housing Assistance Administration	Bonds	117.2	November 2
State of Texas	G.O.	12.0	November 6
*Hialeah, Florida	Rev.-Ut.	14.0	November 7
*State of Delaware	G.O.	31.6	November 13
Warren Consol. Sch. Dist., Mich.	G.O.	12.3	November 13
*Hartford, Connecticut	G.O.	14.8	November 14
*Illinois Building Authority	Rev.-Rent.	42.0	November 19
Penna. General State Authority	Rev.-Rent.	75.0	November 20
Los Angeles Dept. of Water & Pwr.	Rev.-Ut.	30.0	November 20
New York State	G.O.	84.0	November 7
Tampa Hillsborough Co. Express- way Authority	Rev.-Q.-Ut.	46.0	Indefinite
Cobb Co., Georgia	Rev.-Ut.	32.5	Indefinite
<u>Other</u>			
Quebec Hydro-Electric Commission	Debs.	50.0	October 31
Inter-American Development Bank	Bonds	70.0	November 1
Nova Scotia, Province	S.F. debs.	35.0	November 7
Tennessee Valley Authority	Bonds	80.0	November 13
Canadian Utilities, Ltd.	S.F. Debs. 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: Sept. 1 through Oct. 25, 1968.		
Sept. 17	250.0	International Bank for Reconstruction and Development, 6-3/8% bonds maturing 1994, reoffered to yield 6.44%.
Sept. 19	20.0	Province of New Brunswick -- 6-7/8% S.F. debentures maturing 1991, reoffered to yield 7.05%.
Oct. 2	50.0	Province of Manitoba -- 6-7/8% S.F. debentures maturing 1993, reoffered to yield 6.90%.
B. Prospective Offerings		
Nov. 7	35.0	Nova Scotia, Province of -- S.F. debentures.
October 31	50.0	Quebec Hydro-Electric, Comm. - Debentures.
Indefinite	15.0	Canadian Utilities, Ltd. - S.F. debentures with warrants.

* - Included in table for first time.

PART II: Private Placements -- Reported Sept. 1 through Oct. 25, 1968

Date Reported	Amount (millions of dollars)	Issuer and Description of Issue
9/9/68	2.0	Caribbean Finance Company (Puerto Rico) Senior notes maturing July, 1983.

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.