

DECONTROLLED AFTER SIX MONTHS

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**November 15, 1971**

LEBBY  
NOV 19 1971  
FEDERAL RESERVE BANK  
OF RICHMOND

# CAPITAL MARKET DEVELOPMENTS

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Capital Markets Section, Division of Research and Statistics,  
Board of Governors of the Federal Reserve System, Washington, D. C.

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**SYMBOLS:**

- e** Estimate
  - p** Preliminary
  - r** Revised
  - n.a.** Not available
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TABLE 1: Yields, Volume and Reception

WEEK ENDING:	CORPORATE BOND MARKET				
	YIELDS		VOLUME <sup>2</sup>		
	NEW ISSUE <sup>1</sup>	MOODY'S SEASONED Aaa	GROSS OFFERINGS	PER CENT SOLD BY END OF WEEK	BONDS SCHEDULED WITHIN 28 DAYS
1971 - Oct. 8	7.30	7.44	371	77	n. a.
15	7.22	7.42	471	74	n. a.
22	7.17	7.37	536	94	n. a.
29	7.11	7.31	521	48	n. a.
Nov. 5	7.05	7.25	552	80	n. a.
12	7.12	7.24	584	79	n. a.
19	n. a.	n. a.	500e	n. a.	n. a.
WEEK ENDING:	MUNICIPAL BOND MARKET				
	YIELDS		VOLUME <sup>2</sup>		
	MOODY'S SEASONED Aaa	BOND BUYER SEASONED 20 BOND INDEX	GROSS OFFERINGS	PER CENT SOLD BY END OF WEEK	BONDS SCHEDULED WITHIN 28 DAYS
1971 - Oct. 8	4.80	5.17	368	75	833
15	4.65	4.99	327	68	1,180
22	4.65	4.97	455	57	1,290
29	4.90	5.11	547	68	1,337
Nov. 5	4.75	4.99	383	66	1,584
12	4.90	5.19	696	66	1,245
19	n. a.	n. a.	835e	n. a.	n. a.

Derived by adjusting to a Aaa basis, new issues of publicly-offered corporate bonds with call protection, rated A, Aa, or Aaa 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.)

<sup>2</sup> Millions of dollars unless otherwise indicated.

Note: See footnotes to Table 3

TABLE 2: Details on Inventories

DATE OFFERED	AMOUNT (MIL. \$)	CORPORATE BONDS IN SYNDICATE END OF LATEST WEEK					
		ISSUER	COUPON	ORIGINAL YIELD	RATING AND CALL PROTECTION	ESTIMATED PRO-PORTION SOLD	
11/4	18.0	Gen Tel of Mich	7-1/2	7.50	A	5 yrs	40%
11/11	150.0	Alcoa	7.45	7.45	A	10 yrs	98%
11/11	50.0	New York St. E&G	7-5/8	7.50	Aa	5 yrs	50%
11/10	60.0	Cincinnati G&E	7-3/8	7.29	Aaa	5 yrs	35%
11/9	50.0	Honeywell Fin	7.00	6.95	N.R.	7 yrs	85%
11/9	25.0	Jersey Cent. P&L	8.00	7.89	A	5 yrs	90%
11/4	60.0	Detroit Ed.	7-3/8	7.38	A	5 yrs	50%
11/3	15.0	Met. Ed.	7-7/8	7.72	A	5 yrs	50%
11/3	30.0	Dallas P&L	7-3/8	7.23	Aa	5 yrs	30%
11/8	60.0	Consumers Pwr	7-1/2	7.50	Aaa	5 yrs	40%
10/14	100.0	Manufact Hanover Tr.	6.50	6.50	N.R.	--	70%

CORPORATE BONDS RELEASED FROM SYNDICATE DURING LATEST WEEK								
DATE		AMOUNT	ISSUER	COUPON	ORIGINAL YIELD	INCREASE IN YIELD	RATING AND CALL PROT.	ESTIMATED PRO-PORTION RELEASED
OFFERED	RELEASED							

NONE

INVENTORIES <sup>1</sup>				
DATE	MUNICIPALS		CORPORATES	
	BLUE LIST	IN SYNDICATE	IN*	SYNDICATE
1971 - Oct.	15	816	169	144
	22	897	261	127
	29	946	310	332
Nov.	5	892 <sup>F</sup>	218	158
	12	897	360	214

N.C. - No call protection.

<sup>1</sup> All figures in millions of dollars. Blue List is daily average for week ended Friday, except for latest week which is daily average of three days ended Wednesday. All other figures are as of Friday.

TABLE 3: High Grade Bond Yields

DATE	NEW CORPORATE Aaa <sup>1</sup>	MOODY'S SEASONED CORPORATE Aaa <sup>2</sup>	U.S. GOVERNMENT 20-YEAR CONSTANT MATURITIES <sup>3</sup>	BOND BUYER'S SEASONED MUNICIPALS <sup>4</sup>
1969 - High	8.85 (12/26)	7.84 (12/26)	6.97 (12/26)	6.90 (12/18)
Low	6.90 (2/21)	6.55 (1/12)	5.96 (1/24)	4.82 (1/28)
1970 - High	9.30 (6/19)	8.60 (7/3)	7.55 (5/29)	7.12 (5/29)
Low	7.68 (12/18)	7.48 (12/31)	6.17 (12/18)	5.33 (12/11)
1971 - High	8.23 (5/12)	7.71 (8/13)	6.51 (6/18)	6.23 (6/24)
Low	6.76 (1/29)	7.06 (2/12)	5.69 (3/23)	4.97 (10/21)
1971 - Oct. 15	7.22	7.42	5.90	4.99
22	7.17	7.37	5.93	4.97
29	7.11	7.31	5.81	5.11
Nov. 5	7.05	7.25	5.79	4.99
12	7.12	7.24	5.84	5.19

1 New corporate issues, with call protection, adjusted (as described in footnote 1 of Table 1) to a Aaa basis.

2 Weekly average of daily figures. Average term of bonds included is 22-24 years.

3 Weekly average of daily figures.

4 Thursday figures. The average rating of the 20 bonds used in this index falls midway between the four top groups as classified by Moody's Investors Service.

Note--Highs and lows are for individual series and may be on different dates for different series.

TABLE 4: Long-term Corporate and State and Local Government  
Security Offerings and Placements  
(In millions of dollars)

PERIOD	GROSS PROCEEDS					
	CORPORATE <sup>1</sup>			STATE AND LOCAL <sup>2</sup>		
	1971	1970	1969	1971	1970	1969
January	3,115	2,636	2,075	2,706	1,340	1,262
February	3,000	1,802	2,045	1,839	1,214	987
March	6,075	3,539	2,098	2,156	1,555	538
April	4,007	3,170	2,748	1,920	1,647	1,801
May	3,271	3,909	2,076	2,140	996	1,110
June	4,375	3,389	2,530	2,035	1,085	737
July	4,064	2,768	2,478	1,964	1,348	1,097
August	2,421	2,274	1,427	1,892	1,359	808
September	4,120e	2,518	2,427	2,061	1,758	559
October	3,010e	2,777	1,933	1,700e	1,924	1,280
November		4,182	2,375		1,748	886
December		3,980	2,532		2,190	816
1st Quarter	12,190	7,977	6,218	6,701	4,109	2,787
2nd Quarter	11,654	10,468	7,354	6,095	3,728	3,648
3rd Quarter	10,605	8,560	6,332	5,917	4,465	2,464
4th Quarter		11,939	6,840		5,862	2,982
1st half	23,844	18,445	13,572	12,796	7,837	6,435
Three quarters	34,449	27,005	19,904	18,713	12,302	8,899
Year		38,944	26,744		18,164	11,881

<sup>1</sup> Securities and Exchange Commission estimates of gross proceeds.

<sup>2</sup> Investment Bankers Association of America estimates of principal amounts.

TABLE 5: New Corporate Security Issues, Type of Issue and Issuer  
(In millions of dollars)

QUARTER OR MONTH	GROSS PROCEEDS BY TYPE OF ISSUE						GROSS PROCEEDS BY TYPE OF ISSUER			
	TOTAL	BONDS		COMMON AND PFD. STOCK	MEMO:		MFG.	PUBLIC UTILITY	COMMUNI- CATIONS	OTHER ISSUERS <sup>1</sup>
		PUBLICLY OFFERED	PRIVATELY PLACED		ISSUES INCLUDED					
					FOREIGN	CONVERTIBLE				
1970 - III	8,560	5,937	914	1,659	83	287	2,314	2,714	868	2,663
IV	11,938	7,827	1,421	2,690	226	737	3,169	3,406	1,346	4,020
1971 - I	12,190	8,369	1,516	2,306	84	724	3,794	3,197	1,606	3,594
II	11,688	6,546	1,758	3,384	215	1,351	3,130	2,910	896	4,753
IIIe	10,605	4,770	1,594	4,241	n. a.	632	1,815	2,605	2,369	3,815
1970 - Oct.	3,777	2,390	304	1,083	56	388	1,006	1,101	371	1,300
Nov.	4,181	3,001	283	898	11	184	1,107	1,350	693	1,033
Dec.	3,979	2,436	834	709	159	165	1,056	955	282	1,687
1971 - Jan.	3,115	2,033	594	489	43	99	716	676	391	1,332
Feb.	3,000	2,201	275	524	3	168	661	1,069	683	587
Mar.	6,075	4,135	647	1,293	38	557	2,417	1,452	532	1,675
Apr.	4,042	2,116	507	1,419	116	384	1,135	1,267	273	1,367
May	3,271	2,148	491	633	47	255	588	588	405	1,489
June	4,375	2,282	760	1,332	52	712	1,206	1,055	218	1,897
July	4,064	1,331	537	2,196	64	197	529	721	1,622	1,192
Aug.	2,421	1,439	307	675	22	160	461	849	357	753
e/ Sept.	4,120	2,000	750	1,370	n. a.	275	825	1,035	390	1,870
e/ Oct.	3,010	1,950	500	560	n. a.	210	500	800	410	1,300

<sup>1</sup> Other issuers are extractive, railroad and other transportation, real estate and finance, and commercial and other.

Source: Securities and Exchange Commission. Quarterly supplements are available.

TABLE 6: Large Long-term Public Security Issues for New Capital  
(Other than U.S. Treasury)

Nov. 1 through Nov. 12, 1971

ISSUER	TYPE <sup>2</sup>	AMOUNT (MILLIONS OF DOLLARS)	MATURITY	COUPON RATE OR NET INTER- EST COST	OFFER- ING YIELD	MOODY'S RATING
<u>Corporates</u>						
Indianapolis Pwr & Light Co	Com stk	15.7	--	--	--	--
Metropolitan Edison Co	1st mtg	15.0	--	7.88	7.72	A
Capital Mtge Investment	Conv sub	25.0	1991	6.50	6.50	--
International Paper Co	Conv sub	53.3	1996	4.25	4.25	--
Penna Pwr & Light Co	Com stk	38.4	--	--	--	--
Beneficial Corp	Debs	75.0	1996	7.50	7.50	--
Beneficial Corp	Debs	50.0	1977	6.75	6.75	--
Ford Motor Credit Corp	Debs	100.0	1996	4.50	4.50	--
Ford Motor Credit Corp	Bonds	100.0	1991	7.50	7.50	--
Detroit Edison Co	Gen'l & ref mtge	90.0	2001	7.38	7.38	Aa
Detroit Edison Co	Com stk	60.0	--	--	--	--
Gen'l Telephone Co of Michigan	Bonds	18.0	2001	7.50	7.50	A
Central Telephone Co	S.F. debs	15.0	1996	7.75	7.80	A
Dallas Pwr & Light Co	1st mtg	30.0	2001	7.38	7.31	Aaa
Alcoa	S.F. debs	150.0	1996	7.45	7.45	A
Indiana & Michigan Elec Co	Pref stk	35.5	--	--	--	--
Consumers Pwr Co	1st mtg	60.0	2001	7.42	7.35	Aaa
Jersey Central Pwr & Light Co	Cum pref stk	25.0	--	--	--	--
Telex Corp	Sub debs	25.0	1996	9.00	9.00	--
Continental Illinois Properties	Benf Int	100.0	--	--	--	--
Gulf States Util Co	1st mtg	35.0	--	7.50	7.50	Ba
Gulf States Util Co	Com stk	40.3	--	--	--	--
Baxter Laboratories Inc	Debs	55.0	1991	4.38	4.38	Ba
Baxter Laboratories Inc	Com stk	15.9	--	--	--	--
Honeywell Finance Inc	Debs	50.0	1978	7.00	6.95	--
Jersey Central Pwr & Light Co	1st mtg	25.0	2001	8.00	7.89	A
Reynolds Securities Inc.	Com stk	24.0	--	--	--	--
Sierra Pacific Pwr Co	Cum pref stk	15.0	--	--	--	--
Consolidated Edison Co of N.Y.	Com stk	101.5	--	--	--	--
Cincinnati Gas & Elec Co	1st mtg	60.0	2001	7.38	7.29	Aaa
Cenco Instrument Corp	Sub debs	30.0	1996	5.00	5.00	Ba
Beneficial Standard Mtg Inv	Conv debs	18.0	1991	6.50	6.50	--



TABLE 6: Large Long-term Public Security Issues for New Capital  
(Other than U.S. Treasury)<sup>1</sup>

Nov. 1 through Nov. 12, 1971

ISSUER	TYPE <sup>2</sup>	AMOUNT (MILLIONS OF DOLLARS)	MATURITY	COUPON RATE OR NET INTER- EST COST	OFFER- ING YIELD	MOODY'S RATING
<u>Corporate (Cont'd)</u>						
New York State Elec & Gas Corp	1st mtg	50.0	2001	7.63	7.50	--
Realty Income Trust	Debs	25.0	1996	8.00	8.00	--

TABLE 6: Large Long-term Public Security Issues for New Capital (continued)  
(Other than U.S. Treasury)<sup>1</sup>

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Nov. 1 through Nov. 12, 1971						
ISSUER	TYPE <sup>2</sup>	AMOUNT (MILLIONS OF DOLLARS)	MATURITY	COUPON RATE OR NET INTER- EST COST	OFFER- ING YIELD	MOODY'S RATING
<u>State and Local</u>						
Los Angeles DWAPS	Rev	24.8	2011	4.86	5.00	Aa
Los Angeles DWAPS	Rev	25.2	1977-1996	4.86	3.50-4.80	Aa
Ohio, State of	G.O.	100.0	1973-1992	4.28	2.85-5.15	Aaa
Washington Sub. Sanit. Dist., Md.	G.O.	23.0	1974-1995	4.59	3.10-4.85	Aa
Los Angeles Co, Flood Contr Dist, Calif	G.O.	9.0	1972-2001	4.59	2.75-5.10	Aa
Los Angeles Co, Flood Contr District, Calif	G.O.	10.0	1974-1995	4.59	3.10-4.85	Aa
New York State Mtge Agency	Rev	33.1	1996	--	5.74	A
New York State Mtge Agency	Rev	16.6	1972-1981	--	3.10-4.50	A
California State of	G.O.	150.0	1981-2021	5.13	4.00-5.25	Aa
Broward Co, Fla	Rev.	32.0	1974-2005	5.72	3.50-5.90	--
Chicago Park District	G.O.	20.0	1972-1986	4.28	2.80-4.70	--
Lawton, Okla	G.O.	11.2	1974-1997	4.45	3.00-4.75	A
Lawton, Okla.	G.O.	1.8	1974-1997	4.46	3.00-4.75	--
Guilford Co, N.C.	G.O.	10.0	1972-1994	4.44	2.70-4.90	Aa
Puerto Rico Wtr Resources Auth	Rev.	50.0	1973-2004	5.52	3.20-5.50	A
Chicago City Sch Dist	G.O.	45.0	1973-1991	4.81	3.00-5.00	--
Port of Portland, Ore.	Rev.	8.5	1973-1991	5.77	3.25-5.65	Baa
Port of Portland, Oreg	Rev.	16.5	2006	5.77	--	Baa
Georgia Highway Auth	Rev.	14.0	1972-1996	4.61	2.70-4.90	Aa
Taunton, Mass	G.O.	10.8	1972-1990	--	3.00-5.10	--
Essex Co, N.J.	G.O.	26.0	1972-1996	--	2.80-5.10	Aa
New Jersey Housing Finance Agency	G.O.	43.0	1972-2019	5.36	2.90-5.40	Aa

TABLE 6: Large Long-term Public Security Issues for New Capital  
(Other than U.S. Treasury)<sup>1</sup>

Nov. 1 through Nov. 12, 1971

ISSUER	TYPE <sup>2</sup>	AMOUNT (MILLIONS OF DOLLARS)	MATURITY	COUPON RATE OR NET INTER- EST COST	OFFER- ING YIELD	MOODY'S RATING
<u>State and Local</u>						
Louisville Riverfront Corp	Mtge Rev	10.0	1973-2010	5.59	3.20-5.75	--
York S/D Auth., Pa.	Rev	11.7	1972-1994	4.89	--	Aa
York S/D Auth., Pa.	Rev	1.7	1972-1976	4.89	--	Aa
Wayne T.P. S/D N.J.	G.O.	10.4	1973-1995	5.39	3.40-5.60	--
Oklahoma Turnpike Auth	Rev.	74.0	1971-2004	6.38	--	--

\* 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 In 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.

3 Includes foreign government and International Bank for Reconstruction and  
Development issues and non-qualified issues by Federal Agencies.

TABLE 7: Forthcoming Large Long-term Public Security Offerings for New Capital  
(Other than U.S. Treasury)<sup>1</sup>  
(continued)

As of November 12, 1971

ISSUER	TYPE	AMOUNT (MILLIONS OF DOLLARS)	APPROXIMATE DATE OF OFFERING
<u>Corporate</u>			
Franklin New York Corp	Notes	35.0	November 15
N.J.B. Prime Investors	Debs	15.0	November 15
ITT RAYONIER	Debs	50.0	November 15
South Central Bell Tel Co	Notes	75.0	November 15
South Central Bell Tel Co	Debs	100.0	November 15
W.R. Grace & Co.	Debs	100.0	November 16
Atlantic Bancorp	Debs	20.0	November 17
Public Serv Elec & Gas Co	1st mtg	80.0	November 17
Continental Tel Co of Calif	Debs	25.0	November 17
Dial Financial Corp	Debs	20.0	November 18
Gen'l Tel Co of the S.E.	1st mtg	25.0	November 18
Georgia Pwr Co	1st mtg	95.0	November 22
Duquesne Light Co	Bonds	35.0	November 23
Alison Mtge & Inv Trust	Debs	25.0	November 23
Iowa Pwr & Light Co	1st mtg	15.0	November 29
Delmarva Pwr & Light Co	1st mtg	35.0	November 30
Houston Lighting & Pwr Co	1st mtg	50.0	November 30
Hartford Elec Light Co	1st mtg	30.0	December 1
General Tel of Calif	Bonds	50.0	December 2
New York Tel Co	Bonds	200.0	December 8
Penna Elec Co	Bonds	30.0	December 8
Pacific Lighting Service Co	Debs	26.0	December 9
Gen'l Tel Co of Indiana	Bonds	18.0	December 13
Philadelphia Elec Co	1st mtg	80.0	December 13
Connecticut Light & Pwr Co	1st mtg	30.0	December 14
Alabama Pwr Co	1st mtg	25.5	December 15
Alabama Pwr Co	Prf stk	38.0	December 15
Long Island Lighting Co	1st mtg	40-50.0	December 16
Mighigan Wisconsin Pipeline Co	Bonds	40.0	December 16

TABLE 7: Forthcoming Large Long-term Public Security Offerings for New Capital  
(Other than U.S. Treasury)<sup>1</sup>  
(continued)

As of Nov. 12, 1971

ISSUER	TYPE	AMOUNT (MILLIONS OF DOLLARS)	APPROXIMATE DATE OF OFFERING
<u>State and Local</u>			
Dallas-Ft. Worth Reg Arpt, Tex.	Rev.	17.0	Nov. 15
Detroit, Mich	G.O.	14.2	Nov. 16
Clarkstown, N.Y.	G.O.	11.7	Nov. 16
Illinois, State of	G.O.	150.0	Nov. 16
Boston, Mass	G.O.	52.2	Nov. 16
Virginia, State of	G.O.	23.5	Nov. 16
Philadelphia, Pa.	G.O.	33.1	Nov. 17
Alabama Highway Auth	Rev.	25.0	Nov. 17
Anne Arundel Co, Md	G.O.	15.0	Nov. 17
New York State Housing Fin Ag.	G.O.	175.0	Nov. 17
Maryland Dept of Transp.	Rev.	28.4	Nov. 17
Los Angeles Comm	Rev.	10.0	Nov. 17
Massachusetts, State of	G.O.	128.6	Nov. 18
Greater Chicago Metro Sanitary Dist, Ill	G.O.	25.0	Nov. 22
Louisiana, State of	G.O.	55.0	Nov. 23
Milwaukee, Wis	G.O.	17.0	Nov. 30
Penna, State of	G.O.	125.0	Dec. 1
Connecticut, State of	G.O.	12.5	Dec. 2
University of Texas	Rev.	50.0	Dec. 2
Chicago Public Bldg Com	Rev.	55.0	Dec. 7
Hennepin Co, Minn.,	G.O.	10.5	Dec. 7
Nassau Co,	G.O.	48.8	Dec. 8
Oregon, State of	G.O.	68.0	Dec. 14
Richmond, Va.	G.O.	35.0	Dec. 15
HAA	Bonds	253.0	Dec. 15
<u>Other</u>			
Export-Import Bank	Debs.	300.0	Nov. 17

\* Included in table for first time.

1 Includes corporate and other issues of \$15 million and over; State and local Government issues of \$10 million and over.

2 Includes foreign government and International Bank for Reconstruction and Development issues and non-guaranteed issues of Federal Agencies.

Table 8

# STOCK PRICES AND VOLUME

DATE	STOCK PRICES <sup>1</sup>			TRADING VOLUME <sup>2</sup>	
	NYSE INDEX <sup>3</sup>	D.J. INDUSTRIALS	AMEX <sup>4</sup>	NYSE	AMEX
1969 - High	50.32 (5/14)	968.85 (5/14)	32.91 (1/13)	16.5 (3/29)	8.0 (1/31)
Low	49.31 (7/29)	769.93 (12/17)	25.02 (7/29)	8.6 (8/29)	3.6 (11/21)
1970 - High	52.36 (1/5)	842.00 (12/29)	27.02 (1/8)	18.5 (12/4)	7.1 (1/2)
Low	37.69 (5/26)	631.16 (5/26)	19.36 (5/27)	7.8 (8/14)	1.8 (8/14)
1971 - High	57.76 (4/28)	950.82 (4/28)	26.68 (4/28)	22.1 (2/12)	6.7 (2/12)
Low	48.73 (1/4)	830.57 (1/4)	22.72 (1/4)	11.0 (8/13)	2.7 (8/13)
Oct. 1	54.66	893.98	25.54	11.4	3.1
8	54.94	893.91	25.71	14.8	4.1
15	54.06	874.85	25.37	12.3	3.8
22	52.82	852.37	24.95	13.9	3.5
29	52.07	839.00	24.61	12.3	3.1
Nov. 5	52.16	840.39	24.54	13.1	3.3
12	50.85	812.94	24.10	12.4	2.8

### NOTES:

- Figures other than highs and lows are Fridays only. Highs and lows are for the year and are not necessarily for Fridays.
- NYSE is the New York Stock Exchange; AMEX is the American Stock Exchange. Volume figures are daily averaged for the entire week. (millions of shares). Trading is normally conducted for 5-1/2 hours per day and 5 days per week, or 27-1/2 hours per week. In recent years, however abbreviated trading to the extent, and over the time periods, shown below:

From	Through:	Hours/ Day	Days/ Week	Hours/ Week
January 3, 1969	July 3, 1969	4	5	20
July 7, 1969	December 31, 1969	4-1/2	5	22-1/2
January 2, 1970	May 1, 1970	5	5	25

3. 12/31/65 = 50

4. Average dollar value of shares listed.

TABLE 9: Security Credit

END OF PERIOD	CREDIT EXTENDED TO MARGIN CUSTOMERS BY:			CUSTOMERS' NET DEBIT BALANCES	CUSTOMERS' NET FREE CREDIT BALANCES	NET CREDIT EXTENDED BY BROKERS AND DEALERS <sup>3</sup>
	BROKERS <sup>1</sup>	BANKS <sup>2</sup>	TOTAL			
<u>Outstanding:</u>						
1970 Sept.	3,920	2,330	6,250	(4)	2,236	(4)
Oct.	4,010	2,270	6,280	(4)	2,163	(4)
Nov.	4,010	2,320	6,330	(4)	2,197	(4)
Dec.	4,030	2,330	6,360	(4)	2,286	(4)
1971 -Jan.	4,000	2,300	6,300	(4)	2,452	(4)
Feb.	4,090	2,330	6,420	(4)	2,743	(4)
Mar.	4,300	2,360	6,660	(4)	2,798	(4)
Apr.	4,530	2,340	6,870	(4)	2,660	(4)
May	4,620	2,340	6,960	(4)	2,550	(4)
June	4,720	2,390	7,110	(4)	2,440	(4)
July	4,790	2,420	7,210	(4)	2,210	(4)
Aug.	4,850	2,430	7,280	(4)	2,200	(4)
Sept.	4,930	2,430	7,360	(4)	2,100	(4)
<u>Change in Outstanding</u>						
1970 Sept.	110	30	140	--	153	--
Oct.	90	-60	30	--	-73	--
Nov.	--	50	50	--	34	--
Dec.	20	10	30	--	89	--
1971 -Jan.	-30	-30	-60	--	291	--
Feb.	90	30	120	--	291	--
Mar.	210	30	240	--	55	--
Apr.	230	-20	210	--	-138	--
May	90	--	90	--	-110	--
June	100	50	150	--	110	--
July	70	30	100	--	230	--
Aug.	60	10	70	--	-10	--
Sept.	80	--	80	--	100	--

1 Margin debt, as reported by the New York Stock Exchange. Although margin debt until March 1968 included loans secured by U.S. governments, the amount of such loans included is thought to have been small.

2 "Bank loans to others than brokers and dealers for purchasing or carrying securities other than U.S. governments."

3 The difference between customers' net debit balances and customers' net free credit balances, this figure represents the net credit extended by brokers and dealers to the nonfinancial public.

NOTE: With the exception of bank loan data, figures are supplied by the New York Stock Exchange and are end of month data. Bank loans are for weekly reporting large commercial banks. Broker data includes loans for regulated securities; bank data includes loans for the purpose of purchasing or carrying any security, whether

4 regulated or not.

5 Series discontinued.

Changes in series.

TABLE 10: Savings Flows at Nonbank Depository Intermediaries  
(\$ millions)

DATE	MUTUAL SAVINGS BANKS			SAVINGS & LOAN ASSOCIATIONS			TOTAL		
	REGULAR DEPOSITS <sup>3</sup>		NET NEW MONEY <sup>2</sup>	SHARE CAPITAL		NET NEW MONEY <sup>2</sup>	DEPOSITS		NET NEW MONEY <sup>2</sup>
	NET FLOW	ANNUAL GROWTH RATE <sup>1</sup>		NET FLOW	ANNUAL GROWTH RATE <sup>1</sup>		NET FLOW	ANNUAL GROWTH RATE <sup>1</sup>	
Not Seasonally Adjusted									
1968	4,203	7.0	1,143	7,432	6.0	2,738	11,635	6.3	3,881
1969	2,549	4.0	-763	4,200	3.2	-1,003	6,749	3.4	-1,766
1970	4,466	6.7	936	11,173	8.2	5,295	15,639	7.7	6,231
1970 - August	176	--	81	550	--	511	726	--	592
September	575	--	-8	1,827	--	575	2,402	--	567
October	276	--	138	1,130	--	1,050	1,406	--	1,188
1971 - August	300	--	195	1,109	--	1,050	1,409	--	1,245
September p/	793	--	105	2,669	--	1,109	3,462	--	1,214
October p/	400	--	n. a.	1,500	--	n. a.	1,900	--	n. a.
Seasonally Adjusted									
1971 - April	1,176	19.0	--	2,996	23.1	--	4,172	21.8	--
May	795	12.7	--	1,996	15.1	--	2,791	14.3	--
June	818	12.9	--	2,152	16.1	--	2,970	15.1	--
July	566	8.8	--	2,598	19.2	--	3,164	15.9	--
August	425	6.6	--	1,285	9.3	--	1,710	8.4	--
September p/	643	9.9	--	2,158	15.6	--	2,801	13.8	--
October p/	561	8.6	--	1,789	12.7	--	2,350	11.4	--

1 Annual growth rate for monthly data is the annualized monthly percentage increase in deposits.

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

3 Regular deposits at mutual savings banks exclude items such as Christmas club and certain escrow accounts, which represent a very small part of total deposits.

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



TABLE 11: Mortgage Commitments at Selected Thrift Institutions<sup>1</sup>

DATE	OUTSTANDING COMMITMENTS			NET CHANGE		
	TOTAL	ALL SAVINGS & LOAN ASSOCIATIONS	MUTUAL SAVINGS BANKS (N.Y. STATE)	TOTAL	ALL SAVINGS & LOAN ASSOCIATIONS	MUTUAL SAVINGS BANKS (N.Y. STATE) <sup>2</sup>
(Billions of Dollars, Seasonally Adjusted) <sup>1/</sup>						
1970 - Aug.	9.8	6.8	2.0	.21	.29	-.08
Sept.	8.9	7.1	1.8	.25	.36	-.11
Oct.	9.3	7.5	1.8	.30	.37	-.07
Nov.	9.6	7.8	1.8	.35	.34	.01
Dec.	10.1	8.1	2.0	.51	.28	.23
1971 - Jan.	10.4	8.3	2.1	.25	.20	.05
Feb.	11.2	8.9	2.3	.80	.60	.20
Mar.	12.6	10.1	2.5	1.36	1.16	.20
Apr.	13.8	11.1	2.8	1.30	1.01	.29
May	15.3	12.2	3.1	1.56	1.21	.34
June	16.1	13.0	3.1	.77	.72	.05
July	16.3	13.2	3.1	.24	.28 <u>±</u>	.02
Aug.	16.4	13.3	3.1	.13	.08	.05

Based on data from Federal Home Loan Bank Board and Savings Banks Associations of New York State. Net changes are derived directly from unrounded outstandings levels as reported and after seasonal adjustment by Federal Reserve. Subtotals may not add to totals because of rounding. Mutual Savings Banks and total data include building loans beginning August 1967.

TABLE 12: Net Change in Mortgage Holdings<sup>1</sup>

DATE	TOTAL INCLUDING FNMA-GNMA	FINANCIAL INSTITUTIONS					FNMA-GNMA
		TOTAL	COMMERCIAL BANKS	MUTUAL SAVINGS BANKS	SAVINGS & LOAN ASSOC.	LIFE INSURANCE COMPANIES	
<u>Not Seasonally Adjusted</u>							
1967	20,016	18,219	4,639	3,153	7,520	2,907	1,797
1968	23,781	21,273	6,677	2,787	9,350	2,459	2,508
1969	24,189	19,814	5,404	2,682	9,676	2,052	4,375
1970 p/	21,822	16,913	2,462	1,845	10,288	2,318	4,909
<u>Seasonally Adjusted</u>							
1970 - July	2,063r	1,600	200	160	1,079	161r	463
Aug.	2,072	1,673	300	182	1,114	77r	399
Sept.	2,314	1,952	500	216	1,123	113	362
1971 - June	4,544	4,411	1,300	435	2,693	-17	133
July	4,264	3,948	1,000	389	2,511	48	316
Aug.	4,556	3,930	1,000	415	2,391	124	626
Sept.	n.a.	n.a.	1,100	n.a.	2,088	n.a.	n.a.
1970 - Aug.	1,919r	1,511r	268	175	983	85	408
Sept.	2,192	1,828	329	245	1,104	151	364
Oct.	2,128	1,808	295	138	1,175	200	320
Nov.	2,049	1,820	224	176	1,289	131	229
Dec.	2,604	2,504	312	250	1,710	232	100
1971 - Jan.	1,860	1,893	383	175	1,311	24	-33
Feb.	2,097	2,184	445	217	1,425	97	-87
Mar.	2,988	2,996	688	380	1,774	154	-8
Apr.	2,939	2,018	653	283	2,044	38	-79
May	3,280	3,273	840	313	2,095	25	7
June	4,177	3,972	1,197	413	2,339	23	205
July	4,259	3,898	969	373	2,484	72	361
Aug.	4,404r	3,770r	972	410	2,258r	130	634
Sept.	n.a.	n.a.	922	n.a.	2,069	n.a.	n.a.

<sup>1</sup> Monthly data for commercial banks based on Federal Reserve estimates benchmarked to Call Report data on real estate loans outstanding as available. Other data derived from mortgage debt outstanding as reported separately by National Assn. of Mutual Savings Banks, Federal Home Loan Bank Board, Institute of Life Insurance and, through August 1968, the Federal National Mortgage Association, and thereafter by FNMA and the Government National Mortgage Association. Data for mutual savings banks and for Life Insurance companies may differ somewhat from those derived from regular quarterly series because of minor conceptual differences for which adjustments are not made in the monthly series. Altogether, these groups accounted for 84 per cent of the net increase estimated for all holders in 1970.

TABLE 13: Net Increases in Mortgage Debt Outstanding <sup>1</sup>  
Billions of dollars, SAAR <sup>2</sup>

QUARTER	TOTAL	RESIDENTIAL <sup>3</sup>	1- to 4- FAMILY	MULTI- FAMILY	COMMERCIAL	MULTI-AND COMMERCIAL	FARM
1966 - II	18.6	10.9	8.3	2.6	5.5	8.1	2.2
IV	15.1	9.1	7.0	2.1	4.1	6.2	1.8
1967 - I	15.9	10.3	7.0	3.3	3.9	7.2	1.8
II	20.7	13.9	10.5	3.4	5.0	8.3	1.8
III	26.6	19.2	15.3	3.9	4.9	8.8	2.5
IV	27.3	19.8	16.0	3.8	4.8	8.6	2.8
1968 - I	27.7	19.0	15.8	3.1	6.4	9.6	2.3
II	26.2	18.2	15.0	3.2	5.9	9.0	2.2
III	26.0	17.7	14.1	3.4	6.5	10.1	1.8
IV	29.6	20.2	16.4	3.8	7.5	11.3	1.8
1969 - I	31.3	25.0	18.6	4.4	6.2	10.6	2.2
II	28.9	21.5	16.9	4.7	5.2	9.9	2.2
III	26.5	19.3	14.6	4.7	5.3	10.1	1.8
IV	25.1	18.3	13.0	5.3	5.4	10.7	1.4
1970 - I	20.2	13.8	8.8	5.0	4.9	9.9	1.5
II	22.8	16.9	11.5	5.4	4.3	9.7	1.5
III	29.5	22.1	15.8	6.3	5.2	11.5	2.1
IV	31.6	22.5	16.1	6.4	6.9	13.4	2.1
1971 - I <sub>p</sub>	36.3	25.9	17.7	8.2	8.1	16.3	2.2
II <sub>p</sub>	47.6	36.4	26.2	10.2	8.9	19.1	2.3

- 1 Derived from data on mortgage debt outstanding from Federal Deposit Insurance Corporation, Federal Home Loan Bank Board, Institute of Life Insurance, National Association of Mutual Savings Banks, Departments of Commerce and Agriculture, Federal National Mortgage Association, Federal Housing Administration, Veterans Administration and Comptroller of the Currency. Separation of non-farm mortgage debt by type of property, where not available, and interpolations and extrapolations, where required, estimated mainly by Federal Reserve.
- 2 May differ somewhat from related flow of funds series mainly because of more aggregative type of seasonal adjustment.
- 3 Residential mortgage debt includes nonfarm only and is sum of 1-to 4-family and multifamily mortgage debt combined.

TABLE 14: FNMA Weekly "Auction" Results

WEEK ENDED	COMMITMENTS IN \$ MILLIONS					IMPLICIT YIELD <sup>2</sup> (per cent)			
	TOTAL OFFERED	ACCEPTED				90-DAY	6-MONTH	1-YEAR <sup>1</sup> & OVER	
		TOTAL	90-DAY	6-MONTH	1-YEAR <sup>1</sup> & OVER				
1971 - June	1	322.4	146.6	77.1	57.8	11.6	8.05	8.18	8.16
	14	664.4	191.2	133.7	47.3	10.2	7.91	8.15	8.22
	28	539.3	262.2	191.8	60.3	10.4	7.92	8.22	8.28
July	12	606.0	241.1	161.8	58.2	21.1	7.98	8.23	8.31
	26	686.2	183.4	183.4	--	--	8.07	--	--
Aug. 25	634.6	153.5	153.5	--	--	7.97	--	--	
Sept. 7	445.2	188.6	188.6	--	--	7.88	--	--	
	20	437.5	193.0	193.0	--	--	7.86	--	--
Oct. 4	365.1	194.8	194.8 <sup>3/</sup>	--	--	7.85 <sup>3/</sup>	--	--	
	18	219.8	103.6	103.6 <sup>3/</sup>	--	--	7.83 <sup>3/</sup>	--	--

Note: Under the FNMA auction system, approved sellers of Government-underwritten mortgages bid for FNMA forward purchase commitments. Bids accepted by FNMA are for delivery at the seller's option, and at any time within the specified period. Bids on proposed homes relate to construction not yet started on which mortgages may be delivered only after completion and occupancy.

- 1 For "proposed construction" of new homes only.
- 2 Average secondary market yield after allowance for commitment fee and required purchase and holding of FNMA stock, assuming prepayment of 15 years for 30-year Government-underwritten mortgages. Yields shown are gross, before deduction of 38 basis points fee paid by investors to servicers.
- 3 4-month commitment basis.

TABLE 15: Private Housing Starts and Permits

DATE	STARTS							BUILDING PERMITS (SEASONALLY ADJUSTED ANNUAL RATE) <sup>2</sup>
	SEASONALLY ADJUSTED ANNUAL RATE			TOTAL	UNADJUSTED			
					TYPE OF FINANCING			
	TOTAL	1-FAMILY	2 OR MORE		FHA	VA	OTHER	
1970 - Sept.	1,509	881	627	130.9	34.3	5.3	91.3	1,388
Oct.	1,583	890	693	140.9	40.4	5.8	94.7	1,523
Nov.	1,693	934	759	126.9	33.7	5.5	87.2	1,487
Dec.	2,054	1,240	814	121.4	63.2	5.7	52.5	1,768
1971 - Jan.	1,725	946	779	110.6	32.2	4.6	72.8	1,635
Feb.	1,754	985	769	102.2	27.3	4.7	68.4	1,563
Mar.	1,959	1,048	911	167.9	33.4	6.9	127.6	1,627
Apr.	1,912	1,098	814	201.1	44.6	8.5	148.0	1,638
May.	1,975	1,124	851	198.5	40.7	8.4	149.4	1,927
June	2,000	1,177	823	193.8	46.1	9.3	137.8	1,849
July <u>E/</u>	2,229	1,187	1,042	194.3	42.9	9.2	142.2	2,052
Aug. <u>E/</u>	2,235	1,208	1,027	202.2	45.8	9.4	147.0	2,006
Sept. <u>p/</u>	1,958	1,182	776	170.4	--	8.7	--	1,967

- 1 Total starts are Census estimates including farm for both permit-issuing and non-issuing areas. A dwelling unit is started when excavation begins; all units in an apartment structure are considered started at that time. FHA and VA starts are units started under commitments by these agencies to insure or guarantee the mortgages. As reported by FHA and VA, a unit is started when a field office receives the first compliance inspection report, which is made before footings are poured in some cases but normally after the foundations have been completed. Other starts are derived as a residual, although total and FHA and VA starts are not strictly comparable in concept or timing; other starts include both units financed by conventional mortgages and units without mortgages.
- 2 Building permits are for 13,000, or all known permit-issuing places. Unlike starts, seasonally adjusted building permits reflect direct adjustment for differences in the number of working days per month, as well as other differences in timing and coverage.

TABLE 16: Mortgage and Bond Yields <sup>1</sup>

DATE	FHA MORTGAGES <sup>2</sup>	CONVENTIONAL MORTGAGES <sup>3</sup>	SPREAD BETWEEN YIELDS ON CONV. & FHA MORTGAGES <sup>5</sup>	NEW AAA CORPORATE BONDS <sup>4</sup>	SPREAD BETWEEN YIELDS ON NEW CORPORATE BONDS AND FHA MORTGAGES <sup>6</sup>
	30-year <sup>a</sup>				
1969 - High	8.62	8.35	-.13	8.75	1.08
Low	7.99	7.55	-.40	6.91	-.13
1970 - High	9.29	8.60	-.10	9.11	.99
Low	8.40	8.30	-.74	7.80	.01
1971 - High	7.97	7.95	.28	8.01	.40
Low	7.32	7.55	-.19	7.24	-.36
1971 - Apr.	7.37	7.55	.18	7.57	-.20
May	7.75	7.65	-.10	8.01	-.26
June	7.89	7.70	-.19	7.90	-.01
July	7.97	7.80	-.17	7.96	.01
Aug.	7.92	7.85	-.07	7.65	.27
Sept.	7.84	7.85	.01	7.44	.40

1 Neither mortgage nor bond yields include allowance for servicing costs which are much higher for mortgages than for 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. Data shown are for 30-year mortgages with minimum downpayments, and weighted by probable volume of transactions. Yields computed by FHA, assuming prepayment period of 15 years for 30-year mortgages.

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.

4 See note for Table 1.

5 Yield spread equals conventional mortgage rate less FHA secondary market yield.

6 Yield spread equals FHA secondary market yield less new Aaa corporate bond yield.

TABLE 17: Conventional Mortgage Terms <sup>1</sup>

DATE	NEW HOMES						EXISTING HOMES					
	CON-TRACT RATE (PER CENT)	FEEES & CHARGES (PER CENT)	EFFEC-TIVE RATE	MATURITY (YEARS)	LOAN/PRICE RATIO (PER CENT)	LOAN AMT. (\$000)	CON-TRACT RATE (PER CENT)	FEEES & CHARGES (PER CENT)	EFFEC-TIVE RATE	MATU-RITY (YEARS)	LOAN/PRICE RATIO (PER CENT)	LOAN AMT. (\$000)
	2	3			4		2	3			4	
<u>1970</u>												
Sept.	8.31	1.03	8.48	25.2	72.7	25.3	8.27	0.88	8.42	22.8	71.7	21.0
Oct.	8.33	1.05	8.51	25.1	72.4	24.8	8.20	0.88	8.35	22.8	71.5	20.5
Nov.	8.26	0.99	8.43	25.3	72.1	25.2	8.18	0.85	8.32	22.7	71.5	21.1
Dec.	8.20	1.07	8.38	25.8	73.8	25.8	8.12	0.85	8.26	23.3	71.9	21.7
<u>1971</u>												
Jan.	8.03	0.92	8.18	25.8	73.3	26.4	7.94	0.82	8.08	23.5	72.5	22.0
Feb.	7.74	1.00	7.91	26.2	73.9	26.2	7.67	0.79	7.80	24.0	73.1	22.5
Mar.	7.52	0.83	7.66	25.9	73.7	26.0	7.47	0.77	7.60	24.1	73.5	23.0
Apr.	7.37	0.73	7.49	26.3	73.6	26.2	7.34	0.75	7.47	24.2	73.6	23.1
May	7.36	0.71	7.47	26.1	74.0	26.7	7.33	0.71	7.45	24.0	73.2	23.3
June	7.38	0.74	7.50	26.3	73.7	27.2	7.38	0.74	7.50	24.3	73.9	28.3
July	7.51	0.90	7.66	26.3	74.5	27.1	7.50	0.75	7.63	24.2	74.5	23.2
Aug.	7.60	0.84	7.74	26.2	73.9	26.5	7.58	0.76	7.71	24.5	74.2	23.5
Sept.	7.66	0.97	7.82	25.9	75.1	26.1	7.63	0.78	7.76	24.2	74.5	22.6

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 permanent loans which are coupled with construction loans to owner-builders. Related series on conventional mortgage rates only, based on unweighted opinions of field-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 Table 16.
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.
4. Derived by FRB.