

FEDERAL RESERVE statistical release



H.9 (511)

For Immediate Release
August 21, 1981

WEEKLY SUMMARY OF BANKING AND CREDIT MEASURES Averages of daily figures

	Levels				Percent change ⁷		
	Week ended		4 weeks ended		Average of 4 weeks ended		
	August 19	August 12	August 19	July 22	August 19, 1981 from 4 weeks averages		
	August 19	August 12	August 19	July 22	13 weeks previous	26 weeks previous	52 weeks previous
Millions of dollars, seasonally adjusted							
Reserve aggregates¹							
Total reserves ²	41,781	40,983	41,285	41,063			
Nonborrowed reserves	40,324	39,712	39,829	39,406			
Required reserves	41,564	40,661	40,943	40,701			
Monetary base ³	166,127	165,002	165,454	164,731			
Seasonally adjusted annual rates							
Reserve aggregates (adjusted)⁴					2.5	5.0	7.5 (5.9)
Total reserves	41,030	40,472	40,714	40,552	9.5	4.5	5.1 (3.6)
Nonborrowed reserves	39,573	39,201	39,258	38,895	0.9	4.7	7.5 (6.0)
Required reserves	40,813	40,150	40,372	40,190	5.2	6.7	7.5 (7.1)
Monetary base	166,029	165,166	165,564	164,856			
Billions of dollars, seasonally adjusted							
	August 12p	August 5p	August 12p	July 15p	13 weeks previous	26 weeks previous	52 weeks previous
Monetary aggregates							
M1-A (Currency plus demand deposits)	364.3	364.0	362.1	361.9	-5.0	-4.2	-4.6
M1-B (M1-A plus other checkable deposits)	434.7	433.9	431.5	429.9	-2.6	5.9	7.1
Not seasonally adjusted							
Other reserve measures and interest rates							
Member bank borrowings (\$ mil.)	1457	1271	1456	1657			
Includes seasonal borrowings of:	231	223	235	258			
Federal funds rate	18.19	18.29	18.32	19.15			
3-month Treasury bill rate	15.61	15.23	15.32	14.71			
90 day dealer placed commercial paper ⁵	17.36	17.23	17.26	16.78			
3-month CD rate (secondary market)	18.01	17.91	17.97	17.52			
3-month Eurodollar rate	18.73	18.78	18.82	18.29			
U.S. Government bond rate ⁶	14.24	14.23	14.27	13.73			

1 Includes required reserves against deposits at member banks and Edge Act corporations and beginning November 13, 1980, at other depository institutions. Effective November 13, 1980 required reserves of member banks and Edge Act corporations were reduced about \$4.3 billion and required reserves of other depository institutions were increased about \$1.4 billion due to the implementation of the Monetary Control Act of 1980. Also in conjunction with the Monetary Control Act, required reserves of certain nonmember banks and foreign related institutions increased pursuant to the transitional phase-in program by approximately \$245 million effective on each of the following dates: February 18, 1981, May 20, 1981, and August 19, 1981.

2 Reserve balances with Federal Reserve Banks plus vault cash at institutions with required reserve balances plus vault cash equal to required reserves at other institutions.

3 Includes reserve balances at Federal Reserve Banks in the current week plus vault cash held two weeks earlier used to satisfy reserve requirements at all depository institutions plus currency outside the U.S. Treasury, Federal Reserve Banks, the vault of depository institutions, and surplus vault cash at depository institutions.

4 Reserve aggregates series have been adjusted to remove discontinuities associated with the implementation of the Monetary Control Act, marginal reserve requirements, the inclusion of Edge Act Corporation reserves, and other changes in Regulations D and K. Prior to February 18, 1981, reserve aggregates series have been adjusted historically to conform to the structure of reserve requirements currently in effect. Beginning February 18, the series have been adjusted to remove the effects of scheduled transitional changes in reserve requirements under the MCA.

5 On August 12, 1981 bank-related commercial paper outstanding was \$31,036 million.

6 Yield at 20-year constant maturity. Source: U.S. Treasury.

7 Growth of reserve measures reflect increases in required reserves, mostly in November 1980, associated with the reduction of weekend avoidance activities of a few large banks. The reduction of these activities leads to essentially a one-time increase--currently estimated at \$550 to \$600 million--in the average level of required reserves that need to be held for a given level of deposits entering the money supply. This increase in required reserves would raise reserve aggregates for technical reasons unrelated to monetary policy. Growth rates shown in parentheses reflect adjustment for this technical factor. No significant influence on money supply data has been identified as a result of this technical change.

NOTE: All percentage changes are at seasonally adjusted annual rates, not compounded.

p--Indicates preliminary data. Special caution should be taken in interpreting week-to-week changes in money supply data, which are often highly volatile and subject to revision in subsequent weeks and months.