

Prefatory Note

The attached document represents the most complete and accurate version available based on original copies culled from the files of the FOMC Secretariat at the Board of Governors of the Federal Reserve System. This electronic document was created through a comprehensive digitization process which included identifying the best-preserved paper copies, scanning those copies,¹ and then making the scanned versions text-searchable.² Though a stringent quality assurance process was employed, some imperfections may remain.

Please note that some material may have been redacted from this document if that material was received on a confidential basis. Redacted material is indicated by occasional gaps in the text or by gray boxes around non-text content. All redacted passages are exempt from disclosure under applicable provisions of the Freedom of Information Act.

¹ In some cases, original copies needed to be photocopied before being scanned into electronic format. All scanned images were deskewed (to remove the effects of printer- and scanner-introduced tilting) and lightly cleaned (to remove dark spots caused by staple holes, hole punches, and other blemishes caused after initial printing).

² A two-step process was used. An advanced optical character recognition computer program (OCR) first created electronic text from the document image. Where the OCR results were inconclusive, staff checked and corrected the text as necessary. Please note that the numbers and text in charts and tables were not reliably recognized by the OCR process and were not checked or corrected by staff.

MONETARY AGGREGATES AND MONEY MARKET CONDITIONS

Prepared for the Federal Open Market Committee

By the staff Board of Governors of the Federal Reserve System

December 12, 1975

MONETARY AGGREGATES AND
MONEY MARKET CONDITIONS

Recent developments

(1) M_1 increased at about a 12 per cent annual rate in November, but data available for recent weeks suggest that growth in December will be much slower. For November and December combined, M_1 is, therefore, projected to grow at about a 7 per cent annual rate. Growth in time deposits other than money market CD's has been somewhat stronger than expected at the time of the November FOMC meeting, and M_2 is projected to increase at about a 9.7 per cent annual rate over the November-December period, in the upper part of the Committee's range of tolerance. Net inflows to thrift institutions have been well maintained.

Growth in Monetary Aggregates and RPD's
over November-December Period

| <u>Reserve and monetary aggregates (Growth at SAAR in per cent)</u> | <u>Ranges of Tolerance</u> | <u>Latest Estimates</u> |
|---|--------------------------------|---|
| M_1 | 6 to 10 | 7.1 |
| M_2 | 7½ to 10½ | 9.7 |
| RPD | 4½ to 8½ | 4.7 |
| <u>Memo:</u> | | <u>Avg. for statement week ending</u> |
| Federal funds rate (per cent per annum) | 4½ to 5½ | Nov. 19 5.24 26 5.28 Dec. 3 5.25 10 5.26 |

(2) Some of the unexpected strength in "other" time deposits at banks stems from increases in business savings accounts following the recent lifting of the regulatory prohibition on business holdings of such deposits. In the first three weeks after this regulatory change, they rose to about \$530 million at the weekly reporting banks. Since this form of saving probably appeals mainly to smaller firms, much of the recent growth may well reflect shifts of funds out of demand deposits.

(3) With growth in M_2 consistently in the upper part of its range, and M_1 growth in November large (particularly after taking account of the shift of corporate deposits from demand to savings accounts), the Desk has continued to seek reserve conditions consistent with Federal funds trading around $5\frac{1}{2}$ per cent. Member bank borrowing has remained minimal. Despite the stability of the Federal funds rate, short-term market interest rates have edged higher in recent weeks. These increases appear to reflect in part some market concern that the recent strengthening of key monetary aggregates may before long induce the System to tighten money market conditions. In addition, they may reflect seasonal corporate dividend and tax date pressures.

(4) The volume of securities going through longer-term markets has been quite heavy, and longer-term rates have remained at relatively advanced levels. The Treasury this week announced that it will raise \$3 billion of new cash through 2-year and 4-year notes to be auctioned in late December. Moreover, the volume of new corporate and municipal bond issues has been large--due in part to heavy foreign financing activity. The enactment of a Federal assistance program for New York City has helped bring about

scattered declines in municipal yields. But the market is still affected by uncertainties with regard to state agencies, longer-run prospects for the state itself, and legal challenges to the mandated restructuring of New York City's debt.

(5) The table on the following page shows (in percentage annual rates of change) selected monetary and financial flows over various time periods.

| | Calendar Year | Twelve Months | Past Six Months | Past Three Months | Past Month |
|--|------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| | 1974 | Nov. '75 over Nov. '74 | Nov. '75 over May. '75 | Nov. '75 over Aug. '75 | Nov. '75 over Oct. '75 |
| Total reserves | 8.5 | -.2 | 2.3 | 4.7 | 12.3 |
| Nonborrowed reserves | 10.7 | 3.3 | 2.3 | 6.5 | 16.9 |
| Reserves available to support private nonbank deposits | 8.9 | -.9 | .6 | 1.0 | 5.2 |
| <u>Concepts of Money</u> | | | | | |
| M ₁ (currency plus demand deposits) <u>1/</u> | 4.8 | 4.7 | 5.9 | 3.8 | 12.2 |
| M ₂ (M ₁ plus time deposits at commercial banks other than large CD's) | 7.2 | 8.8 | 9.3 | 7.3 | 12.9 |
| M ₃ (M ₂ plus deposits at thrift institutions) | 6.8 | 11.4 | 11.7 | 9.2 | 12.5 |
| M ₄ (M ₂ plus CD's) | 10.6 | 7.2 | 7.1 | 8.4 | 11.7 |
| M ₅ (M ₃ plus CD's) | 9.0 | 10.1 | 10.1 | 9.8 | 11.7 |
| <u>Bank Credit</u> | | | | | |
| Total member bank deposits (bank credit proxy adj.) | 10.2 | 4.4 | 4.7 | 7.9 | 11.6 |
| Loans and investments of commercial banks <u>2/</u> | 9.2 | 4.1 | 5.5 | 6.2 | 10.5 |
| <u>Short-term Market Paper</u> (Monthly average change in billions) | | | | | |
| Large CD's | 2.2 | -.3 | -.7 | 1.1 | .1 |
| Nonbank commercial paper | .4 | -.3 | -.5 | -1.0 | -.8 |

1/ Other than interbank and U.S. Government.

2/ Based on month-end figures. Includes loans sold to affiliates and branches.

NOTE: All items are based on averages of daily figures, except for data on total loans and investments of commercial banks, commercial paper, and thrift institutions--which are derived from either end-of-month or last Wednesday-of-month figures. Growth rates for reserve measures in this and subsequent tables are adjusted to remove the effect of discontinuities from breaks in the series when reserve requirements are changed.

Prospective developments

(6) Summarized below for Committee consideration are alternative operating specifications for the monetary aggregates and the Federal funds rate for the period between now and the next Committee meeting. All of the alternatives can be viewed as being consistent with the FOMC's current longer-run objectives for the aggregates--as indexed by a 5-7½ per cent rate of growth in M₁ from QIII '75 to QIII '76. They do, of course, imply differing patterns of growth in M₁ over the target period and differing levels and time paths of interest rates (as shown in appendix table IV).

| | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> |
|---|---------------|---------------|---------------|
| Ranges of tolerance for December-January | | | |
| M ₁ ^{1/} | 4½-6½ | 4-6 | 3½-5½ |
| M ₂ ^{1/} | 7½-9½ | 7-9 | 6½-8½ |
| RPD | 4½-6½ | 4-6 | 3½-5½ |
| Federal funds rate | 4½-5½ | 4¾-5¾ | 5½-6½ |

^{1/} The 2-month growth rates for M₁ and M₂ are based on preliminary new seasonal factors. Appendix table V compares the new and previous factors for M₁ and shows the effect of the change on monthly growth rates. For the December-January period, the new factors add about 2½ percentage points to the growth rate for M₁. The revised money supply series incorporating new seasonal factors will not be published until late January. By that time benchmark and certain other statistical adjustments will have been completed for M₁, weekly seasonals consistent with the monthly seasonals will have been developed, and figures for reserves and bank credit will also have been revised. With the exception of the table in paragraph (6), all tables show data based on the old seasonal factors. However, the figures in parentheses in the detailed table on p. 5a reflect the new seasonal factors.

Alternative Levels and Growth Rates for Key Monetary Aggregates.

| | | <u>M₁</u> | | | <u>M₂</u> | | | <u>M₃</u> | | |
|------|----------|----------------------|---------------|---------------|----------------------|---------------|---------------|----------------------|---------------|---------------|
| | | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> |
| 1975 | November | 297.0 | 297.0 | 297.0 | 665.6 | 665.6 | 665.6 | 1088.7 | 1088.7 | 1088.7 |
| | December | 297.5 | 297.5 | 297.5 | 669.2 | 669.2 | 669.2 | 1096.3 | 1096.2 | 1096.1 |
| 1976 | January | 298.6 | 298.4 | 298.2 | 673.6 | 673.2 | 672.8 | 1104.8 | 1104.1 | 1103.4 |
| 1975 | QIII | 294.1 | 294.1 | 294.1 | 653.5 | 653.5 | 653.5 | 1063.7 | 1063.7 | 1063.7 |
| | QIV | 296.2 | 296.2 | 296.2 | 664.4 | 664.4 | 664.4 | 1087.5 | 1087.5 | 1087.4 |
| 1976 | QI | 301.2 | 300.7 | 300.3 | 679.8 | 678.7 | 678.0 | 1115.2 | 1113.6 | 1112.2 |
| | QII | 307.4 | 306.7 | 306.3 | 694.7 | 693.3 | 692.6 | 1140.8 | 1138.6 | 1137.4 |
| | QIII | 312.4 | 312.4 | 312.4 | 706.4 | 706.8 | 707.2 | 1161.9 | 1162.0 | 1162.5 |

Growth Rates

Monthly:

| | | | | | | | | | | |
|------|-------------|----------|----------|----------|-----------|-----------|----------|-----|-----|-----|
| 1975 | December 1/ | 2.0(0.8) | 2.0(0.8) | 2.0(0.8) | 6.5(5.9) | 6.5(5.9) | 6.5(5.9) | 8.4 | 8.3 | 8.2 |
| 1976 | January 1/ | 4.4(9.9) | 3.6(9.1) | 2.8(8.3) | 7.9(10.7) | 7.2(10.0) | 6.5(9.3) | 9.3 | 8.6 | 8.0 |

Quarterly Average:

| | | | | | | | | | | |
|------|-------------------|-----|-----|-----|-----|-----|-----|------|-----|-----|
| 1975 | QIV | 2.9 | 2.9 | 2.9 | 6.7 | 6.7 | 6.7 | 9.0 | 9.0 | 8.9 |
| 1976 | QI | 6.8 | 6.1 | 5.5 | 9.3 | 8.6 | 8.2 | 10.2 | 9.6 | 9.1 |
| | QII | 8.2 | 8.0 | 8.0 | 8.8 | 8.6 | 8.6 | 9.2 | 9.0 | 9.1 |
| | QIII | 6.5 | 7.4 | 8.0 | 6.7 | 7.8 | 8.4 | 7.4 | 8.2 | 8.8 |
| | QIII '75-QI '76 | 4.8 | 4.5 | 4.2 | 8.0 | 7.7 | 7.5 | 9.7 | 9.4 | 9.1 |
| | QI '76-QIII '76 | 7.4 | 7.8 | 8.1 | 7.8 | 8.3 | 8.6 | 8.4 | 8.7 | 9.0 |
| | QIII '75-QIII '76 | 6.2 | 6.2 | 6.2 | 8.1 | 8.2 | 8.2 | 9.2 | 9.2 | 9.3 |

1/ Figures in parentheses represent rates of growth based on the preliminary new seasonal factors and are consistent with 2-month growth rates shown in summary table in paragraph (6).

Alternative Levels and Growth Rates for Key Monetary Aggregates (cont'd)

| | | <u>M₄</u> | | | <u>M₅</u> | | | <u>Credit Proxy</u> | | |
|------|----------|----------------------|---------------|---------------|----------------------|---------------|---------------|---------------------|---------------|---------------|
| | | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> |
| 1975 | November | 747.0 | 747.0 | 747.0 | 1170.1 | 1170.1 | 1170.1 | 512.9 | 512.9 | 512.9 |
| | December | 751.9 | 751.9 | 751.9 | 1179.0 | 1178.9 | 1178.8 | 516.1 | 516.1 | 516.1 |
| 1976 | January | 757.0 | 756.6 | 756.2 | 1188.3 | 1187.5 | 1186.8 | 519.4 | 519.1 | 518.8 |
| 1975 | QIII | 733.2 | 733.2 | 733.2 | 1143.5 | 1143.5 | 1143.5 | 504.7 | 504.7 | 504.7 |
| | QIV | 746.2 | 746.2 | 746.2 | 1169.3 | 1169.3 | 1169.2 | 512.3 | 512.3 | 512.3 |
| 1976 | QI | 764.1 | 762.8 | 762.1 | 1199.5 | 1197.7 | 1196.3 | 523.0 | 522.1 | 521.5 |
| | QII | 780.9 | 779.3 | 778.6 | 1227.0 | 1224.6 | 1223.4 | 530.4 | 529.2 | 528.7 |
| | QIII | 794.5 | 794.6 | 795.1 | 1250.0 | 1249.7 | 1250.4 | 535.3 | 535.3 | 535.7 |

Growth Rates

Monthly:

| | | | | | | | | | | |
|------|----------|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| 1975 | December | 7.9 | 7.9 | 7.9 | 9.1 | 9.0 | 8.9 | 7.5 | 7.5 | 7.5 |
| 1976 | January | 8.1 | 7.5 | 6.9 | 9.5 | 8.8 | 8.1 | 7.7 | 7.0 | 6.3 |

Quarterly Averages:

| | | | | | | | | | | |
|-------------------|------|-----|-----|-----|------|-----|-----|-----|-----|-----|
| 1975 | QIV | 7.1 | 7.1 | 7.1 | 9.0 | 9.0 | 9.0 | 6.0 | 6.0 | 6.0 |
| 1976 | QI | 9.6 | 8.9 | 8.5 | 10.3 | 9.7 | 9.3 | 8.4 | 7.7 | 7.2 |
| | QII | 8.8 | 8.7 | 8.7 | 9.2 | 9.0 | 9.1 | 5.7 | 5.4 | 5.5 |
| | QIII | 7.0 | 7.9 | 8.5 | 7.5 | 8.2 | 8.8 | 3.7 | 4.6 | 5.3 |
| QIII '75-QI '76 | | 8.4 | 8.1 | 7.9 | 9.8 | 9.5 | 9.2 | 7.3 | 6.9 | 6.7 |
| QI '76-QIII '76 | | 8.0 | 8.3 | 8.7 | 8.4 | 8.7 | 9.0 | 4.7 | 5.1 | 5.4 |
| QIII '75-QIII '76 | | 8.4 | 8.4 | 8.4 | 9.3 | 9.3 | 9.3 | 6.1 | 6.1 | 6.1 |

(7) Under alternative B the Federal funds rate range is centered around the $5\frac{1}{8}$ per cent level that has been prevailing for several weeks. The staff believes that in these circumstances M_1 would grow in about a 4-6 per cent, annual rate, range and M_2 in a 7-9 per cent range. Growth of M_1 in the December-January period is expected to be constrained by continuing shifts of corporate funds from demand deposits to savings accounts. The expected range of M_1 growth reflects our assumption that such shifts may reduce M_1 growth by 1 to $1\frac{1}{2}$ percentage points. This assumption is based on an evaluation of early data on the increase in corporate savings accounts and our expectation that the pace at which funds are transferred out of demand accounts will slow.

(8) Assuming little change in money market conditions, the 3-month bill rate is likely to fluctuate within a relatively narrow range between now and the next Committee meeting. The rate could drop somewhat as mid-December dividend and tax date pressures ease, but offsetting upward pressures are likely to be generated by a continuation of the Treasury's practice of raising sizable amounts of new cash in the weekly and monthly bill auctions. Longer-term rates are likely to change little over the period ahead. The holiday period will provide only a brief respite for the market, since the prospective volume of new corporate and municipal offerings in January remains relatively sizable and a large amount of Treasury financing is anticipated for the first quarter of the year.

(9) The basic outlook over the longer run for monetary aggregates and interest rates appears little changed from the previous blue book. Under alternative B, the Federal funds rate would be expected to begin rising by around mid-winter and may reach the 7-7½ per cent range by summer, which would be a shade less than projected last time. Growth in time deposits other than large CD's is expected to moderate progressively over the first half of next year. We have assumed that shifts of funds from demand deposits into corporate savings accounts will become negligible by late winter, but this assumption is subject to considerable uncertainty because of the novelty of the development.

(10) Although there may be some effort on the part of banks to issue CD's for year-end window-dressing purposes, banks are not likely to be aggressive issuers of CD's in the weeks ahead. Loan demands are likely to remain on the moderate side, and banks should have ample funds from other sources to accommodate these demands. Moreover, there are no signs that banks are significantly changing their conservative lending and liability management policies. Thus, bank credit growth will probably be relatively moderate in the December-January period, and also in the first half of next year.

(11) Alternative A contemplates a decline in the Federal funds rate to the mid-point of a 4½-5½ per cent range. Given the high rates of growth in the monetary aggregates in November, such an easing in the money market would be contrary to current market expectations and might be accompanied by a sizable near-term decline in short-term rates. On the other hand, many market participants may take the view that such an easing is only temporary and, to that extent, declines in market rates would be limited. Under this alternative, the staff expects that the funds rate would have to begin rising later in the

winter in order to attain the FOMC's current longer-run monetary objectives and that the rate would be in the $7\frac{1}{2}$ -8 per cent area by summer. This alternative, therefore, would ultimately tend to exert considerable pressure on savings inflows at thrift institutions and banks.

(12) Under alternative C, a rise in the funds rate to the mid-point of the $5\frac{1}{4}$ - $6\frac{1}{4}$ per cent range between now and the next meeting is contemplated. Such a move would likely be accompanied by increases of $\frac{1}{2}$ to $\frac{3}{4}$ of a percentage point in other short-term rates and by smaller upward adjustments in longer-term rates. Net inflows of consumer-type time and savings deposits at banks and thrift institutions would be expected to moderate somewhat from their recent pace over the next few weeks. Later on, however, they would be subject to less pressure than under alternatives A or B since the early tightening of money market conditions would tend to limit the extent to which interest rates would need to rise in the future in order to keep growth in the monetary aggregates on target, given the staff's GNP projection.

Proposed directive

(13) Shown below is a proposed operational paragraph for consideration if the Committee wishes to continue formulating its instructions in terms of desired growth in monetary aggregates over the months ahead. No alternatives are presented for this formulation, in the expectation that the reference to desired growth will be taken to apply to the longer-term targets and that at this meeting the Committee will not reconsider its present 5 to 7½ per cent target range for M_1 , with which all of the short-run operating alternatives discussed in the preceding sections are consistent.

"Monetary Aggregate" Proposal

To implement this policy, while taking ~~more-than-usual~~ account of developments in domestic and international financial markets, the Committee seeks to achieve bank reserve and money market conditions consistent with moderate growth in monetary aggregates over the months ahead.

(14) Should the Committee desire to formulate the directive in terms of bank reserve and money market conditions, the language needed would depend on the specific conditions sought. These alternative "money market" directives intended to correspond to the similarly lettered policy alternatives are given below.

Alternative "Money Market" Proposals

Alternative A

To implement this policy, while taking more-than-usual account of developments in domestic and international financial markets, the Committee seeks to achieve SOMEWHAT EASIER bank reserve and money market conditions OVER THE PERIOD IMMEDIATELY AHEAD, PROVIDED THAT MONETARY AGGREGATES DO NOT APPEAR TO BE GROWING AT RATES ABOVE THOSE CURRENTLY EXPECTED ~~consistent-with-moderate-growth-in-monetary aggregates-ever-the-months-ahead.~~

Alternative B

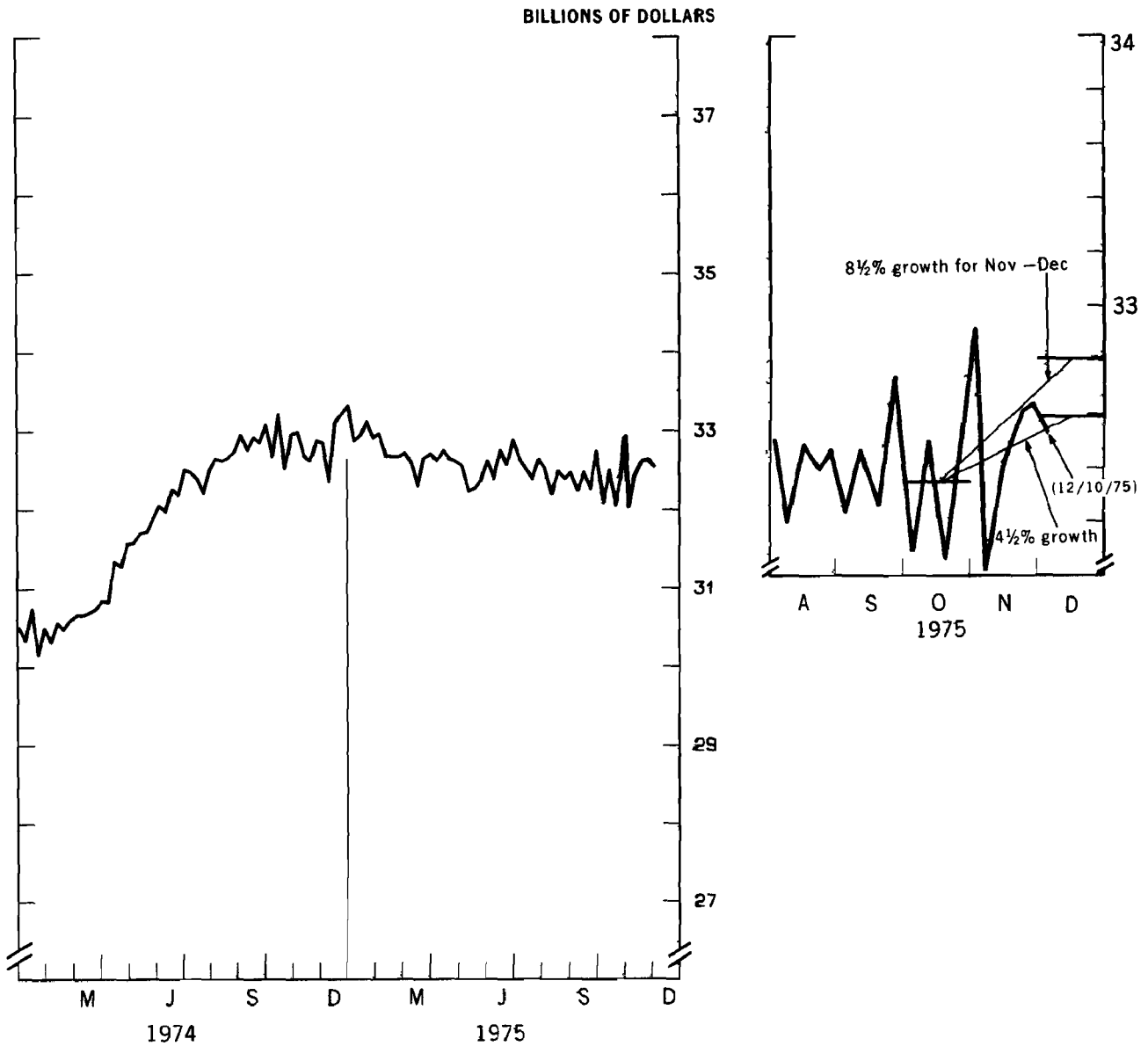
To implement this policy, while taking more-than-usual account of developments in domestic and international financial markets, the Committee seeks to achieve MAINTAIN PREVAILING bank reserve and money market conditions OVER THE PERIOD IMMEDIATELY AHEAD, PROVIDED THAT MONETARY AGGREGATES APPEAR TO BE GROWING AT ABOUT THE RATES CURRENTLY EXPECTED ~~consistent-with-moderate-growth-in-monetary aggregates-ever-the-months-ahead.~~

Alternative C

To implement this policy, while taking more-than-usual account of developments in domestic and international financial markets, the Committee seeks to achieve SOMEWHAT FIRMER bank reserve and money market conditions OVER THE PERIOD IMMEDIATELY AHEAD, PROVIDED THAT MONETARY AGGREGATES DO NOT APPEAR TO BE GROWING AT RATES BELOW THOSE CURRENTLY EXPECTED ~~consistent-with-moderate-growth-in-monetary growth-in-monetary-aggregates-ever-the-months-ahead.~~

(14) In all four of the alternatives, it is proposed to delete the words "more than usual" in the phrase, "while taking more than usual account of developments in domestic and international financial markets," since action by the Federal Government has somewhat eased New York City's near-term financial problems.

RESERVES AVAILABLE TO SUPPORT PRIVATE NONBANK DEPOSITS

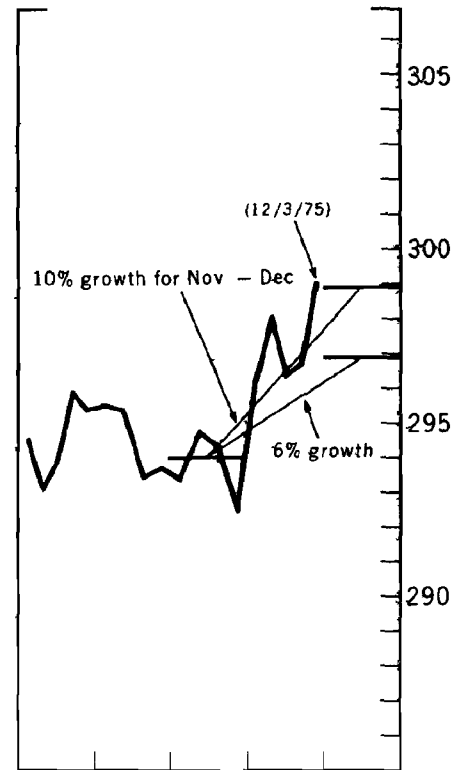
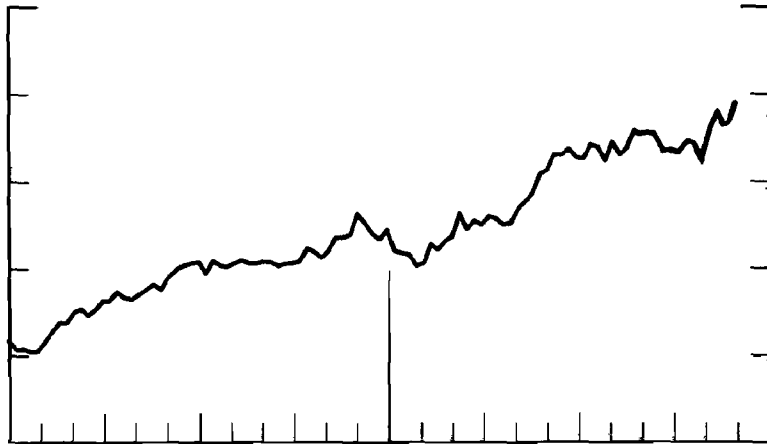


RPD series has been adjusted to remove discontinuities associated with changes in reserve requirement ratios

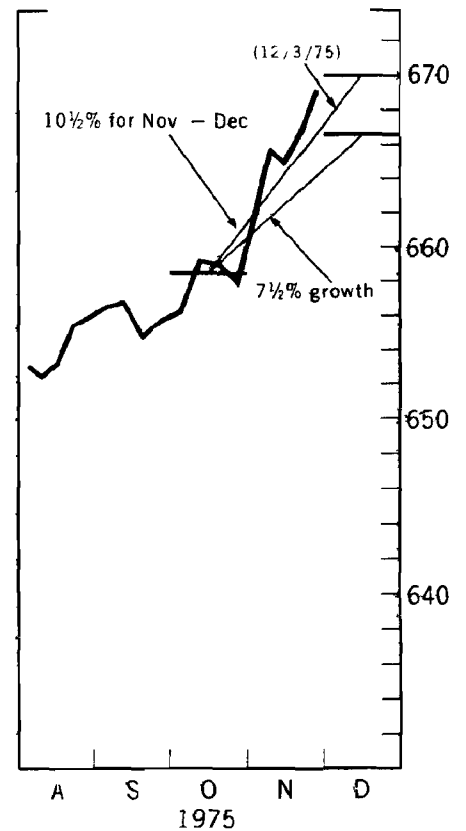
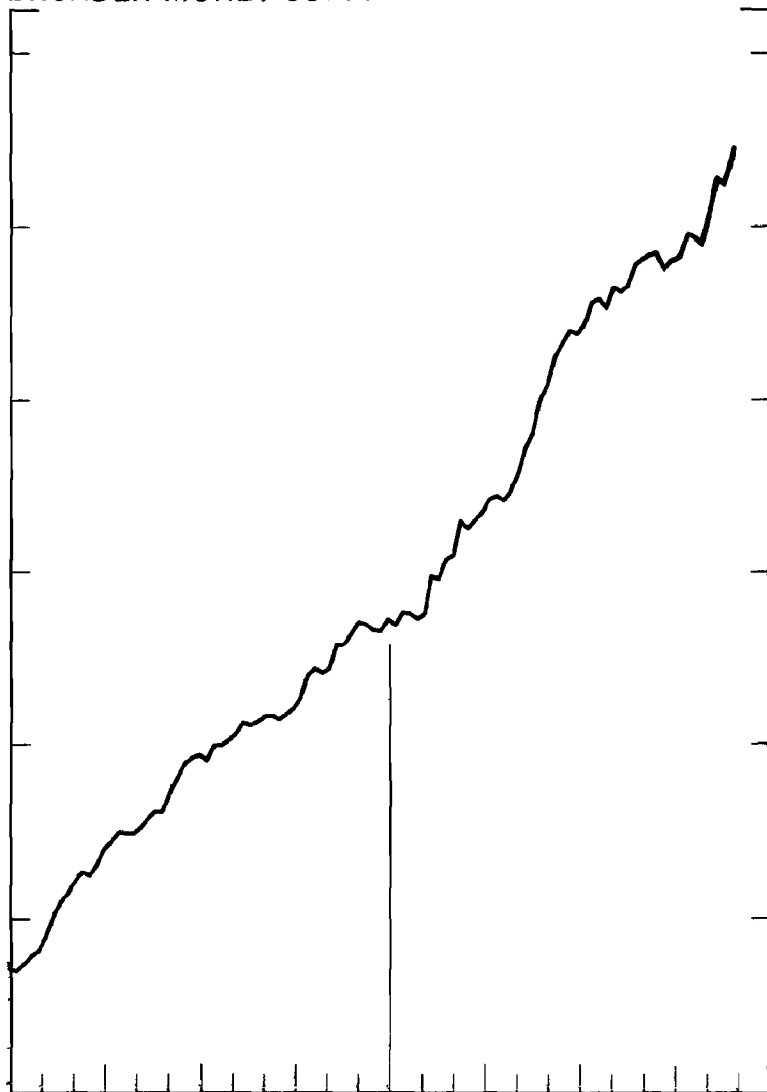
MONETARY AGGREGATES

NARROW MONEY SUPPLY M1

BILLIONS OF DOLLARS



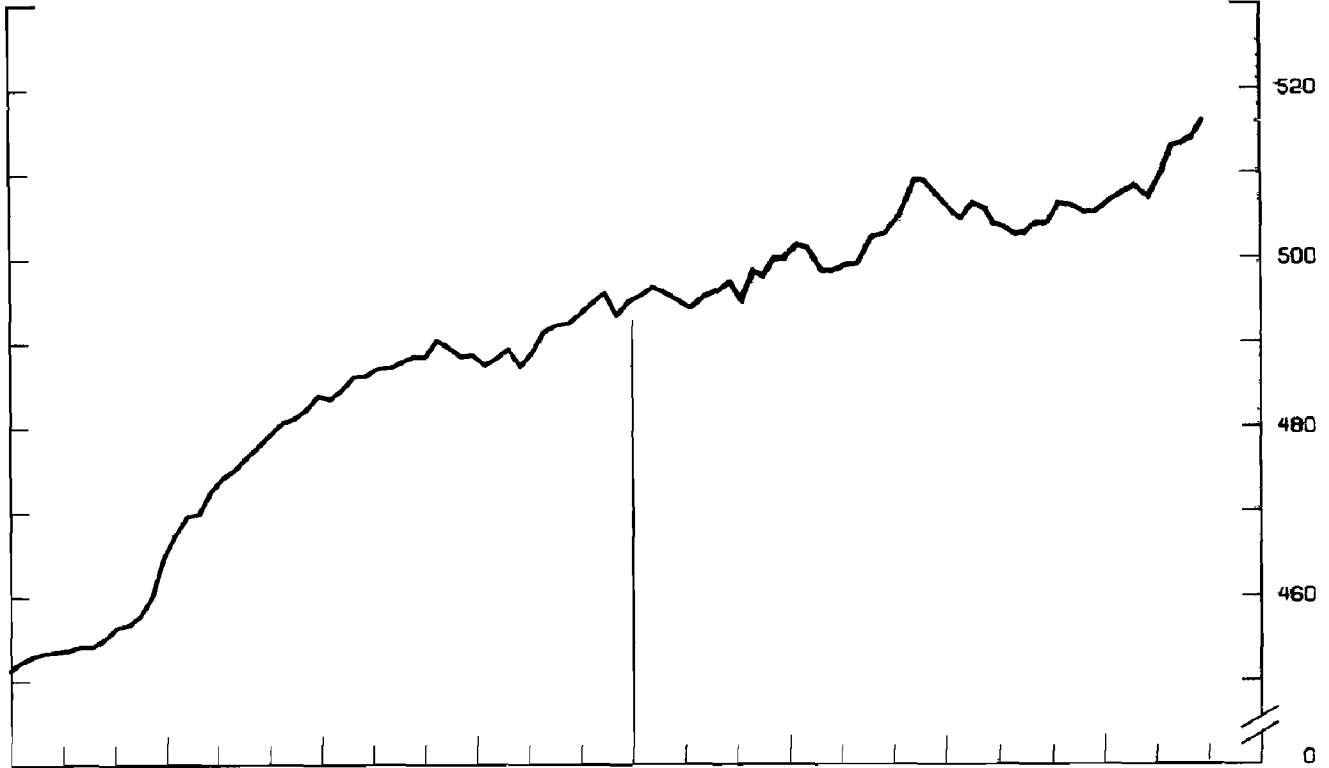
BROADER MONEY SUPPLY M2



MONETARY AGGREGATES

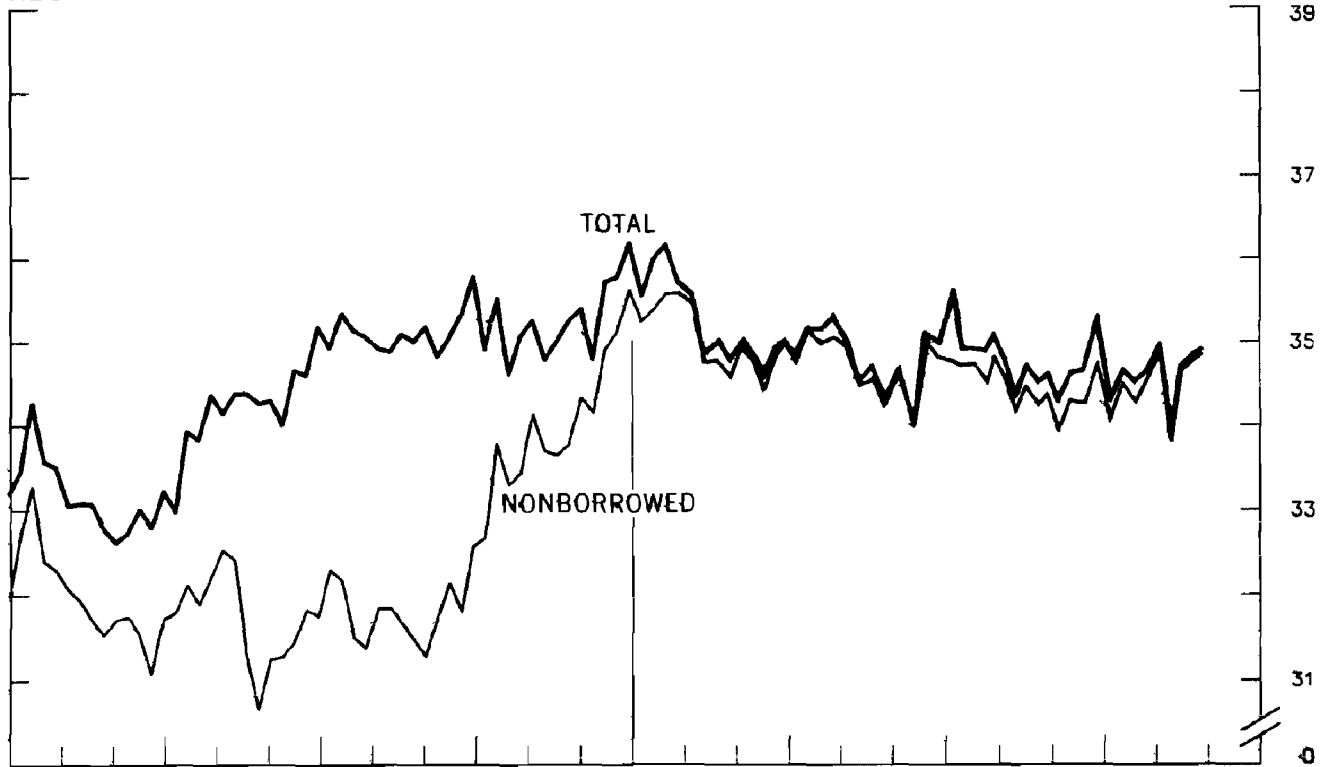
ADJUSTED CREDIT PROXY

BILLIONS OF DOLLARS



RESERVES

BILLIONS OF DOLLARS



1974

1975

Total and nonborrowed reserve series have been adjusted to remove discontinuities associated with changes in reserve requirement ratios

MONEY MARKET CONDITIONS AND INTEREST RATES

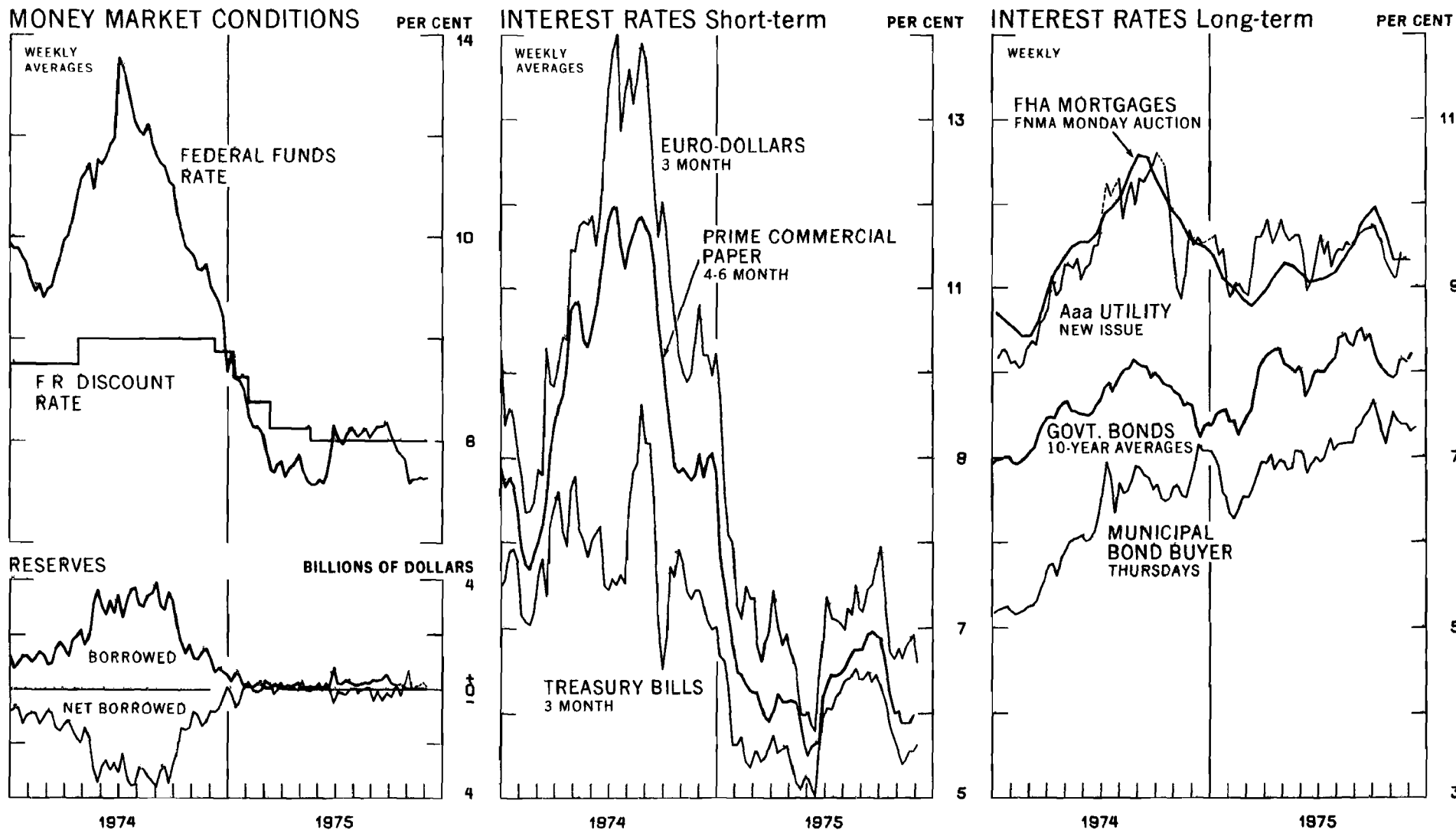


TABLE 1
BANK RESERVES
(ACTUAL AND CURRENT PROJECTIONS)

DEC. 12, 1975

| Period | RESERVES AVAILABLE FOR PRIVATE NONBANK DEPOSITS | | AGGREGATE RESERVES | | REQUIRED RESERVES | | | |
|-----------------------------------|---|----------|--------------------|----------------------|---------------------|----------------|---------------------|----------------------|
| | | | Total Reserves | Nonborrowed Reserves | SEASONALLY ADJUSTED | | | |
| | SA | NSA | | | Total Required | Private Demand | Total Time Deposits | Gov't. and Interbank |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| MONTHLY LEVELS--\$MILLIONS | | | | | | | | |
| 1975--SEPT. | 32,424 | 32,242 | 34,320 | 33,923 | 34,129 | 19,870 | 12,365 | 1,894 |
| OCT. | 32,345 | 32,247 | 34,257 | 34,067 | 34,050 | 19,628 | 12,510 | 1,912 |
| NOV. | 32,486 | 32,498 | 34,607 | 34,547 | 34,324 | 19,737 | 12,466 | 2,121 |
| DEC. | (32,598) | (32,812) | (34,970) | (34,910) | (34,781) | (19,852) | (12,556) | (2,373) |
| PERCENT ANNUAL GROWTH | | | | | | | | |
| QUARTERLY | | | | | | | | |
| 1975--2ND QTR. | 0.6 | | 1.2 | -0.2 | 1.2 | 11.7 | -15.4 | |
| 3RD QTR. | -2.6 | | -2.2 | -4.2 | -2.1 | 1.4 | -8.7 | |
| 4TH QTR. | (2.1) | | (7.6) | (11.6) | (7.6) | (-0.4) | (6.2) | |
| QUARTERLY-AV | | | | | | | | |
| 1975--2ND QTR. | -2.5 | | -3.7 | -2.8 | -3.6 | 8.0 | -17.0 | |
| 3RD QTR. | -1.2 | | -0.8 | -2.8 | -1.1 | 5.7 | -12.2 | |
| 4TH QTR. | (0.1) | | (2.6) | (5.0) | (2.2) | (-2.0) | (2.1) | |
| MONTHLY | | | | | | | | |
| 1975--SEPT. | 0.6 | | 3.9 | -2.6 | 4.1 | 4.5 | -5.4 | |
| OCT. | -2.9 | | -2.2 | 5.1 | -2.8 | -14.6 | 14.1 | |
| NOV. | 5.2 | | 12.3 | 16.9 | 9.7 | 6.7 | -4.2 | |
| DEC. | (4.1) | | (12.6) | (12.6) | (16.0) | (7.0) | (8.7) | |
| NOV.-DEC. | (4.7) | | (12.5) | (14.8) | (12.9) | (6.8) | (2.2) | |
| WEEKLY LEVELS--\$MILLIONS | | | | | | | | |
| 1975--NOV. 5 | 32,920 | 32,969 | 34,970 | 34,903 | 34,106 | 19,628 | 12,428 | 2,049 |
| 12 | 32,016 | 31,905 | 33,842 | 33,802 | 33,830 | 19,496 | 12,509 | 1,825 |
| 19 | 32,426 | 32,541 | 34,707 | 34,648 | 34,522 | 19,804 | 12,437 | 2,281 |
| 26 | 32,620 | 32,569 | 34,833 | 34,759 | 34,621 | 19,938 | 12,470 | 2,213 |
| DEC. 3 | 32,635 | 32,748 | 34,924 | 34,657 | 34,595 | 19,827 | 12,480 | 2,289 |
| 10 | 32,531 | 32,389 | 34,637 | 34,607 | 34,463 | 19,832 | 12,526 | 2,106 |

NOTE: RESERVE SERIES HAVE BEEN ADJUSTED TO REMOVE DISCONTINUITIES ASSOCIATED WITH CHANGES IN RESERVE REQUIREMENT RATIO. DATA SHOWN IN PARENTHESES ARE CURRENT PROJECTIONS. AT THE FOMC MEETING OF NOV. 18, 1975 THE COMMITTEE AGREED ON A RPD RANGE OF 4.5 TO 8.5 PERCENT FOR THE NOV.-DEC. PERIOD.

Table 2

CONFIDENTIAL (F R)
CLASS II-FOMC
DEC. 12, 1975**MONETARY AGGREGATES**

ACTUAL AND CURRENT PROJECTIONS, SEASONALLY ADJUSTED

| Period | MONEY SUPPLY | | Adjusted Credit Proxy | U S Govt Deposits | TIME AND SAVINGS DEPOSITS | | | Nondeposit Sources of Funds |
|-----------------------------------|----------------|---------------|-----------------------------|-------------------------|---------------------------|--------------------|---------|-----------------------------------|
| | Narrow (M1) | Broad (M2) | | | Total | Other Than CD's | CD's | |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| MONTHLY LEVELS--\$BILLIONS | | | | | | | | |
| 1975--SEPT. | 294.7 | 656.3 | 505.8 | 3.1 | 440.7 | 361.7 | 79.1 | 7.0 |
| OCT. | 294.0 | 658.5 | 508.0 | 2.9 | 445.7 | 364.5 | 81.3 | 7.9 |
| NOV. | 297.0 | 665.6 | 512.9 | 3.5 | 450.0 | 368.6 | 81.4 | 8.2 |
| DEC. | (297.5) | (669.2) | (516.1) | (2.6) | (454.4) | (371.7) | (82.7) | (8.4) |
| PERCENT ANNUAL GROWTH | | | | | | | | |
| QUARTERLY | | | | | | | | |
| 1975--2ND QTR. | 11.2 | 13.4 | 7.5 | | 6.7 | 15.3 | -25.4 | |
| 3RD QTR. | 2.3 | 6.3 | -1.3 | | 3.3 | 9.7 | -23.8 | |
| 4TH QTR. | (3.8) | (7.9) | (8.1) | | (12.4) | (11.1) | (18.2) | |
| QUARTERLY-AV | | | | | | | | |
| 1975--2ND QTR. | 8.6 | 11.2 | 5.2 | | 5.2 | 13.3 | -24.0 | |
| 3RD QTR. | 6.9 | 10.4 | 1.4 | | 4.9 | 13.2 | -29.3 | |
| 4TH QTR. | (2.9) | (6.7) | (6.0) | | (9.9) | (9.9) | (10.5) | |
| MONTHLY | | | | | | | | |
| 1975--SEPT. | 2.0 | 4.8 | 6.7 | | 9.1 | 7.7 | 16.9 | |
| OCT. | -2.9 | 4.0 | 5.2 | | 13.6 | 9.3 | 33.4 | |
| NOV. | 12.2 | 12.9 | 11.6 | | 11.6 | 13.5 | 1.5 | |
| DEC. | (2.0) | (6.5) | (7.5) | | (11.7) | (10.1) | (19.2) | |
| NOV.--DEC. | (7.1) | (5.7) | (9.6) | | (11.7) | (11.9) | (10.3) | |
| WEEKLY LEVELS--\$BILLIONS | | | | | | | | |
| 1975--OCT. 29 | 292.5 | 658.0 | 507.2 | 2.3 | 446.7 | 365.5 | 81.3 | 7.9 |
| NOV. 5 | 296.1 | 662.0 | 510.2 | 3.0 | 446.9 | 365.9 | 81.0 | 8.0 |
| 12 | 298.0 | 665.7 | 513.1 | 3.9 | 448.7 | 367.7 | 80.9 | 7.9 |
| 19 | 296.4 | 664.9 | 513.5 | 3.9 | 449.8 | 368.5 | 81.2 | 8.6 |
| 26 P | 296.7 | 666.8 | 514.1 | 3.3 | 451.6 | 370.0 | 81.5 | 8.5 |
| DEC. 3 P | 299.1 | 669.1 | 516.2 | 3.4 | 452.3 | 369.9 | 82.4 | 8.0 |

NOTE: DATA SHOWN IN PARENTHESES ARE CURRENT PROJECTIONS.

P - PRELIMINARY

TABLE 3
 RESERVE EFFECTS OF
 OPEN MARKET OPERATIONS AND OTHER RESERVE FACTORS
 (Millions of dollars, not seasonally adjusted)

| Period | Open Market Operations ^{1/} | | | | | Daily Average Reserve Effects ^{2/} | | | Δ In Reserve Categories | | Δ Target available reserves ^{5/} |
|--------------|--------------------------------------|---------------|---------------|------------------------|--------|---|-------------------------|-----------------------------|--------------------------------------|--|---|
| | Bills & Accept. | Coupon Issues | Agency Issues | RP's Net ^{3/} | Total | Open Market Operations | Δ Member Bank Borrowing | Other ^{4/} Factors | Req. res. against U.S.G. and interb. | available res. ^{5/} (6)+(7)+(8)-(9) | |
| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
| 1975--May | 197 | 50 | -97 | -3,357 | -3,207 | 5,064 | -50 | -5,747 | 1 | -734 | -170 |
| June | -413 | 958 | -6 | -1,855 | -1,317 | -3,165 | 211 | 3,438 | -96 | 580 | 215 |
| July | -2,302 | -- | -2 | -623 | -2,926 | -832 | -10 | 553 | 167 | -456 | -325 |
| Aug. | -371 | 274 | 313 | 1,007 | 1,222 | -1,332 | -50 | 1,210 | -124 | -48 | -45 |
| Sept. | 1,932 | 822 | 393 | 2,008 | 5,155 | 2,458 | 186 | -2,432 | 98 | 114 | 10 |
| Oct. | 147 | -- | 284 | 15 | 445 | 1,276 | -204p | -1,135p | 15 | -78p | 265 |
| Nov. | -608 | 709 | -1 | -2,637 | -2,537 | 521 | -130p | -327p | 26p | 38p | 278 |
| Dec. | | | | | | | | | | | 353 |
| Jan. | | | | | | | | | | | |
| 1975--Oct. 1 | 435 | -- | 394 | -1,092 | -263 | 2,798 | 186 | -2,157 | 61 | 766 | |
| 8 | -240 | -- | -- | -5,806 | -6,047 | -2,763 | -343 | 1,922 | -86 | -1,098 | |
| 15 | -932 | -- | -- | 1,548 | 616 | -1,935 | -65 | 2,462 | -65 | 527 | |
| 22 | 501 | -- | -- | 3,527 | 4,028 | 935 | 60 | -1,112 | 236 | -353 | |
| 29 | 690 | -- | 284 | 793 | 1,767 | 2,418 | -138 | -2,156p | -422p | 546p | |
| Nov. 5 | -85 | -- | -1 | -7,526 | -7,612 | 407 | -28 | -104p | 200p | 75p | |
| 12 | -910 | -- | -- | 6,114 | 5,204 | -4,580 | -27 | 3,393p | -150p | -1,064p | |
| 19 | 23 | 355 | -- | 670 | 1,048 | 2,243 | 19 | -1,301p | 325p | 636p | |
| 26 | 689 | 354 | -- | 3,216 | 4,259 | 2,995 | 15 | -3,037p | -55p | 28p | |
| Dec. 3 | -202 | -- | -- | -5,793 | -5,994 | -1,064 | -7 | 1,207p | -43p | 179p | |
| 10 | -204 | -- | -- | -1,482 | -1,686 | -2,536 | -37 | 2,152p | -63p | -358p | |
| 17 | | | | | | | | | | | |
| 24 | | | | | | | | | | | |
| 31 | | | | | | | | | | | |

^{1/} Represents change in System's portfolio from end-of-period to end-of-period; includes redemptions in regular bill auctions.

^{2/} Represents change in daily average level for preceeding period.

^{3/} Includes matched sale-purchase transactions as well as RP's.

^{4/} Sum of changes in vault cash, currency in circulation, Treasury operations, F.R. float, gold and foreign accounts, and other F.R. accounts.

^{5/} Reserves to support private nonbank deposits. Target change for November and December reflects the target adopted at the November 18, 1975 FOMC meeting.

Target change for previous months reflects the bluebook patterns that are consistent with target ranges that were adopted during the month.

P - Preliminary.

TABLE 4
 NET CHANGES IN SYSTEM HOLDINGS OF SECURITIES ^{1/}
 (\$ millions, not seasonally adjusted)

| Period | Treasury Bills Net Change 2/ | Treasury Coupons Net Purchases 3/ | | | | | Federal Agencies Net Purchases 4/ | | | | | Net Change Outright Holdings Total 5/ | RP's Net6/ |
|----------------|---------------------------------|--------------------------------------|-------|--------|------------|-------|--------------------------------------|-------|--------|------------|-------|--|---------------|
| | | Within 1-year | 1 - 5 | 5 - 10 | Over 10 | Total | Within 1-year | 1 - 5 | 5 - 10 | Over 10 | Total | | |
| | | | | | | | | | | | | | |
| 1972 | -490 | 87 | 789 | 539 | 167 | 1,582 | 46 | 592 | 253 | 168 | 1,059 | 1,631 | -1,358 |
| 1973 | 7,232 | 207 | 579 | 500 | 129 | 1,415 | 120 | 400 | 244 | 101 | 864 | 9,273 | -46 |
| 1974 | 1,280 | 320 | 797 | 434 | 196 | 1,747 | 439 | 1,665 | 659 | 318 | 3,082 | 6,303 | -154 |
| 1974--Qtr. III | 945 | 49 | 118 | 62 | 73 | 302 | 195 | 726 | 165 | 117 | 1,203 | 2,620 | -986 |
| Qtr. IV | -43 | 102 | 215 | 131 | 45 | 492 | 138 | 371 | 130 | 53 | 691 | 1,402 | -238 |
| 1975--Qtr. I | -2,093 | 33 | 1,054 | 625 | 312 | 2,024 | 69 | 169 | 285 | 61 | 584 | 508 | 53 |
| Qtr. II | 1,086 | 218 | 1,135 | 454 | 273 | 2,079 | -- | -- | -2 | -- | -2 | 3,076 | 230 |
| Qtr. III | -757 | 13 | 712 | 201 | 171 | 1,096 | 64 | 514 | 106 | 63 | 747 | 1,060 | 2,392 |
| 1975--June | -352 | 20 | 650 | 180 | 109 | 958 | -- | -- | -- | -- | -- | 539 | -1,855 |
| July | -2,305 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -2,304 | -623 |
| Aug. | -369 | 13 | 150 | 64 | 47 | 274 | 41 | 229 | 49 | 34 | 353 | 216 | 1,007 |
| Sept. | 1,917 | -- | 562 | 137 | 124 | 822 | 23 | 285 | 57 | 29 | 394 | 3,148 | 2,008 |
| Oct. | 97 | -- | -- | -- | -- | -- | 58 | 141 | 71 | 14 | 284 | 430 | 15 |
| Nov. | -588 | 43 | 267 | 156 | 244 | 709 | -- | -- | -- | -- | -- | 99 | -2,637 |
| 1975--Oct. 1 | 413 | -- | -- | -- | -- | -- | 23 | 285 | 57 | 29 | 394 | 829 | -1,092 |
| 8 | -239 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -240 | -5,806 |
| 15 | -926 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -932 | 1,548 |
| 22 | 479 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | 502 | 3,527 |
| 29 | 671 | -- | -- | -- | -- | -- | 58 | 141 | 71 | 14 | 284 | 974 | 793 |
| Nov. 5 | -93 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -85 | -7,526 |
| 12 | -882 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | 910 | 6,114 |
| 19 | 19 | 32 | 136 | 74 | 114 | 355 | -- | -- | -- | -- | -- | 378 | 670 |
| 26 | 683 | 11 | 131 | 82 | 130 | 354 | -- | -- | -- | -- | -- | 1,043 | 3,216 |
| Dec. 3 | -200 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -202 | -5,793 |
| 10 | -200 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -204 | -1,482 |
| 17 | | | | | | | | | | | | | |
| 24 | | | | | | | | | | | | | |
| 31 | | | | | | | | | | | | | |

1/ Change from end-of-period to end-of-period.
 2/ Outright transactions in market and with foreign accounts, and redemptions (-) in bill auctions.
 3/ Outright transactions in market and with foreign accounts and short-term notes acquired in exchange for maturing bills. Excludes maturity shifts, rollovers of maturing coupon issues, and direct Treasury borrowings from the System.
 4/ Outright transactions in market and with foreign accounts only. Excludes redemptions and maturity shifts.
 5/ In addition to net purchases of securities, also reflects changes in System holdings of bankers' acceptances, direct Treasury borrowings from the System, and redemptions (-) of Agency and Treasury coupon issues.
 6/ Includes changes in both RP's (+) and matched sale-purchase transactions (-).

TABLE 5
SECURITY DEALER POSITIONS AND BANK POSITIONS
 (millions of dollars)

| Period | U.S. Govt. Security Dealer Positions | | Dealer Positions | | Member Bank Reserve Positions | | | | |
|--------------|--------------------------------------|----------------------|------------------------|------------------------|-------------------------------|--------------------|-----------------|-----------------------|------------------|
| | Bills (1) | Coupon Issues (2) | Corporate Bonds (3) | Municipal Bonds (4) | Excess** Reserves (5) | Borrowing at FRB** | | Basic Reserve Deficit | |
| | | | | | | Total (6) | Seasonal (7) | 8 New York (8) | 38 Others (9) |
| 1974--High | 3,678 | 2,203 | 253 | 384 | 577 | 3,906 | 176 | -7,870 | -12,826 |
| Low | -289 | -309 | 0 | 27 | -168 | 647 | 13 | -2,447 | - 6,046 |
| 1975--High | 7,029 | 2,845 | 464 | 389 | 864 | 871 | 74 | -7,387 | -11,664 |
| Low | 1,586 | 253 | 0 | 48 | -50 | 18 | 5 | -1,757 | - 7,207 |
| 1974--Nov. | 2,900 | 1,608 | 83 | 268 | 205 | 1,252 | 67 | -6,322 | - 9,715 |
| Dec. | 2,985 | 1,836 | 175 | 149 | 258 | 727 | 32 | -5,960 | -10,169 |
| 1975--Jan. | 2,501 | 2,050 | 97 | 79 | 147 | 398 | 14 | -5,378 | - 9,744 |
| Feb. | 3,329 | 2,121 | 144 | 166 | 198 | 147 | 11 | -6,318 | - 9,533 |
| Mar. | 3,143 | 2,521 | 307 | 195 | 195 | 96 | 7 | -5,732 | -10,302 |
| Apr. | 2,737 | 1,617 | 35 | 115 | 143 | 110 | 6 | -4,079 | -10,426 |
| May | 4,744 | 1,752 | 91 | 170 | 155 | 66 | 9 | -3,965 | - 9,567 |
| June | 5,201 | 1,351 | 89 | 118 | 201 | 227 | 11 | -5,821 | - 9,344 |
| July | 4,231 | 1,246 | 60 | 135 | 188 | 259 | 17 | -5,546 | - 9,896 |
| Aug. | 4,020 | 1,204 | 44 | 181 | 195 | 211 | 37 | -3,964 | - 9,966 |
| Sept. | 5,008 | 588 | 31 | 122 | 191 | 397 | 58 | -3,551 | - 9,015 |
| Oct. | 5,766 | 1,480 | 14 | 123 | 207p | 188p | 65p | -2,644 | - 9,202 |
| Nov. | *4,571 | *2,073 | 156 | 173 | 283p | 60p | 29p | -4,488p | -10,055p |
| 1975--Oct. 1 | 4,657 | 462 | 5 | 142 | 462 | 581 | 74 | -2,575 | - 7,207 |
| 8 | 5,812 | 846 | 0 | 154 | -24 | 238 | 74 | -2,663 | - 9,923 |
| 15 | 7,029 | 1,576 | 17 | 86 | 313 | 173 | 66 | -3,475 | -10,042 |
| 22 | 6,037 | 1,835 | 10 | 110 | 29p | 223p | 63p | -2,236 | - 9,398 |
| 29 | 5,085 | 1,456 | 25 | 122 | 286p | 95p | 61p | -2,206 | - 7,661 |
| Nov. 5 | 4,928 | 2,751 | 48 | 194 | 864p | 67p | 43p | -2,497 | - 8,868 |
| 12 | 4,050 | 2,585 | 172 | 122 | 12p | 40p | 27p | -5,045 | -11,632 |
| 19 | *4,765 | *2,022 | 268 | 214 | 185p | 59p | 26p | -3,746 | -10,635 |
| 26 | *4,616 | *1,534 | 135 | 163 | 212p | 74p | 26p | -3,340 | - 9,626 |
| Dec. 3 | *4,748 | *1,281 | 105 | 110 | 329p | 67p | 22p | -3,459p | - 9,701p |
| 10 | *4,620 | * 875 | 140p | 112p | 175p | 30p | 15p | -4,055p | -11,664p |
| 17 | | | | | | | | | |
| 24 | | | | | | | | | |
| 31 | | | | | | | | | |

NOTE: Government security dealer trading positions are on a commitment basis. Trading positions, which exclude Treasury bills financed by repurchase agreements maturing in 16 days or more, are indicators of dealer holdings for sale over the near-term. Other security dealer positions issues still in syndicate, excluding trading positions. The basic reserve deficit is excess reserves less borrowing at Federal Reserve less net Federal funds purchases. Weekly data are daily averages for statement weeks, except for corporate and municipal issues in syndicate which are Friday figures.

* STRICTLY CONFIDENTIAL

** Monthly averages for excess reserves and borrowings are weighted averages of statement week figures.

TABLE 6
SELECTED INTEREST RATES
 (Per Cent)

| Period | Short-Term | | | | | | Long-Term | | | | | |
|---------------|----------------------|----------------|------------|-----------------------------|--------------------|----------------|---------------|----------------------|----------------------|--|--------------------|----------------------------|
| | Federal Funds (1) | Treasury Bills | | 90-119 Day Commercial Paper | CD's New Issue-NYC | | Aaa Utility | | Municipal Bond Buyer | U.S. Government (20-yr. Constant Maturity) | FNMA Auction Yield | GNMA Guaranteed Securities |
| | | 90-Day (2) | 1-year (3) | (4) | 60-89 Day (5) | 90-119 Day (6) | New Issue (7) | Recently Offered (8) | | | | |
| 1974--High | 13.55 | 9.63 | 9.54 | 12.25 | 12.25 | 12.00 | 10.61 | 10.52 | 7.15 | 8.68 | 10.59 | 9.98 |
| Low | 8.45 | 6.53 | 6.39 | 7.88 | 8.00 | 7.88 | 8.05 | 8.14 | 5.16 | 7.40 | 8.43 | 7.79 |
| 1975--High | 7.70 | 6.68 | 7.31 | 8.43 | 7.88 | 7.75 | 9.80 | 9.71 | 7.67 | 8.63 | 9.95 | 9.10 |
| Low | 5.13 | 5.02 | 5.46 | 5.38 | 5.25 | 5.38 | 8.89 | 9.06 | 6.27 | 7.63 | 8.78 | 7.93 |
| 1974--Nov. | 9.45 | 7.47 | 7.29 | 8.95 | 8.78 | 8.72 | 9.21 | 9.34 | 6.61 | 7.99 | 9.87 | 8.71 |
| Dec. | 8.53 | 7.15 | 6.79 | 9.18 | 9.00 | 8.84 | 9.53 | 9.56 | 7.05 | 7.91 | 9.53 | 8.62 |
| 1975--Jan. | 7.13 | 6.26 | 6.27 | 7.39 | 7.43 | 7.45 | 9.36 | 9.45 | 6.82 | 7.88 | 9.25 | 8.48 |
| Feb. | 6.24 | 5.50 | 5.56 | 6.36 | 6.00 | 6.25 | 8.97 | 9.09 | 6.39 | 7.71 | 8.93 | 8.03 |
| Mar. | 5.54 | 5.49 | 5.70 | 6.06 | 5.88 | 6.03 | 9.35 | 9.38 | 6.74 | 7.99 | 8.82 | 8.09 |
| Apr. | 5.49 | 5.61 | 6.40 | 6.11 | 5.85 | 6.03 | 9.67 | 9.66 | 6.94 | 8.36 | 9.06 | 8.48 |
| May | 5.22 | 5.23 | 5.91 | 5.70 | 5.44 | 5.63 | 9.63 | 9.65 | 6.97 | 8.22 | 9.27 | 8.51 |
| June | 5.55 | 5.34 | 5.86 | 5.67 | 5.34 | 5.51 | 9.20 | 9.33 | 6.94 | 8.04 | 9.09 | 8.34 |
| July | 6.10 | 6.13 | 6.64 | 6.32 | 6.05 | 6.25 | 9.42 | 9.43 | 7.06 | 8.17 | 9.14 | 8.50 |
| Aug. | 6.14 | 6.44 | 7.16 | 6.59 | 6.31 | 6.63 | 9.45 | 9.49 | 7.17 | 8.50 | 9.41 | 8.75 |
| Sept. | 6.24 | 6.42 | 7.20 | 6.79 | 6.44 | 6.81 | 9.68 | 9.57 | 7.44 | 8.57 | 9.78 | 8.97 |
| Oct. | 5.82 | 5.96 | 6.48 | 6.35 | 6.08 | 6.45 | 9.45 | 9.43 | 7.39 | 8.35 | 9.80 | 8.87 |
| Nov. | 5.22 | 5.48 | 6.07 | 5.78 | 5.69 | 6.03 | 9.20 | 9.26 | 7.43 | 8.28 | 9.80 | 8.50 |
| Dec. | | | | | | | | | | | | |
| 1975--Oct. 1 | 6.36 | 6.47 | 7.26 | 6.80 | 6.50 | 7.00 | 9.72 | 9.70 | 7.67 | 8.59 | -- | 9.10 |
| 8 | 6.06 | 6.32 | 6.88 | 6.83 | 6.38 | 6.75 | 9.60 | 9.56 | 7.48 | 8.43 | 9.95 | 9.01 |
| 15 | 5.82 | 6.13 | 6.61 | 6.53 | 6.13 | 6.38 | 9.53 | 9.41 | 7.29 | 8.34 | -- | 8.95 |
| 22 | 5.73 | 5.83 | 6.37 | 6.23 | 5.75 | 6.00 | 9.32 | 9.30 | 7.17 | 8.26 | 9.65 | 8.94 |
| 29 | 5.65 | 5.66 | 6.18 | 5.93 | 5.63 | 6.13 | 9.22 | 9.33 | 7.36 | 8.22 | -- | 8.59 |
| Nov. 5 | 5.17 | 5.52 | 5.87 | 5.88 | 5.88 | 6.13 | 9.10 | 9.24 | 7.52 | 8.19 | 9.32 | 8.40 |
| 12 | 5.24 | 5.39 | 5.86 | 5.81 | 5.63 | 6.00 | 9.11 | 9.24 | 7.43 | 8.22 | -- | 8.40 |
| 19 | 5.24 | 5.44 | 6.10 | 5.75 | 5.50 | 6.00 | 9.40 | 9.30 | 7.39 | 8.34 | 9.33 | 8.52 |
| 26 | 5.28 | 5.54 | 6.23 | 5.75 | 5.75 | 6.00 | -- | 9.25 | 7.39 | 8.35 | -- | 8.66 |
| Dec. 3 | 5.25 | 5.56 | 6.24 | 5.81 | 5.75 | 6.13 | 9.46 | 9.34 | 7.31 | 8.34 | 9.32 | 8.57 |
| 10 | 5.26 | 5.62 | 6.44 | 5.93 | 6.00 | 6.00 | 9.37p | 9.27p | 7.34 | 8.39p | -- | 8.61 |
| 17 | | | | | | | | | | | | |
| 24 | | | | | | | | | | | | |
| 31 | | | | | | | | | | | | |
| Daily--Dec. 4 | 5.24 | 5.61 | 6.39 | 5.88 | -- | -- | -- | -- | -- | 8.32 | -- | -- |
| 11 | 5.25p | 5.56 | 6.38 | 6.00 | -- | -- | -- | -- | -- | n.a. | -- | -- |

NOTE: Weekly data for columns 1 to 4 are statement week averages of daily data. Columns 5 and 6 are one-day Wednesday quotes. For columns 7, 8, and 10, the weekly date is the mid-point of the calendar week over which data are averaged. Column 9 is a one-day quote for Thursday following the end of the statement week. Column 11 gives FNMA auction data for the Monday preceding the end of the statement week. Column 12 is a one-day quote for the Monday preceding the end of the statement week. The FNMA auction yield is the average yield in bi-weekly auction for short-term forward commitments for Government underwritten mortgages. GNMA yields are average net yields to investors on mortgage-backed securities for immediate delivery, assuming prepayment in 12 years on pools of 30-year FHA/VA mortgages carrying the prevailing ceiling rate.

APPENDIX TABLE 1-A
MONEY AND CREDIT AGGREGATE MEASURES

DEC. 12, 1975

| Period | RESERVES ^{1/} | | | BANK CREDIT MEASURES | | MONEY STOCK MEASURES | | | | | | |
|-----------------------|-----------------------------------|--------------|-----------------------------------|----------------------|-----------------------------|----------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | Total | Non-borrowed | Available to Support Pvt Deposits | Adj Credit proxy | Total Loans and Investments | M ₁ | M ₂ | M ₃ | M ₄ | M ₅ | M ₆ | M ₇ |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| ANNUALLY: | (Per cent annual rates of growth) | | | | | | | | | | | |
| 1972 | 10.8 | 7.4 | 10.1 | 11.3 | 14.6 | 8.7 | 11.1 | 13.2 | 12.5 | 14.0 | 12.4 | 12.4 |
| 1973 | 7.9 | 7.3 | 9.2 | 10.4 | 13.5 | 6.1 | 8.8 | 8.8 | 11.6 | 10.6 | 11.2 | 11.9 |
| 1974 | 8.5 | 10.7 | 8.9 | 10.2 | 9.2 | 4.8 | 7.2 | 6.8 | 10.6 | 9.0 | 9.1 | 8.9 |
| SEMI-ANNUALLY: | | | | | | | | | | | | |
| 1ST HALF 1974 | 10.9 | 0.3 | 12.6 | 14.5 | 15.0 | 6.3 | 8.7 | 7.9 | 13.3 | 10.9 | 11.0 | 11.0 |
| 2ND HALF 1974 | 5.9 | 21.1 | 5.0 | 5.4 | 3.1 | 3.1 | 5.5 | 5.4 | 7.3 | 6.7 | 6.9 | 6.5 |
| 1ST HALF 1975 | -3.6 | -0.7 | -2.1 | 5.3 | 5.1 | 6.0 | 10.6 | 13.0 | 7.5 | 10.7 | 10.1 | 9.9 |
| QUARTERLY: | | | | | | | | | | | | |
| 4TH QTR. 1974 | 3.6 | 36.4 | 0.9 | 4.2 | -1.0 | 5.3 | 6.7 | 6.9 | 9.0 | 8.4 | 8.1 | 6.5 |
| 1ST QTR. 1975 | -8.4 | -1.5 | -4.7 | 3.1 | 5.7 | 0.8 | 7.6 | 9.9 | 6.3 | 8.8 | 7.9 | 7.6 |
| 2ND QTR. 1975 | 1.2 | -0.2 | 0.6 | 7.5 | 4.6 | 11.2 | 13.4 | 15.7 | 8.6 | 12.3 | 12.0 | 11.9 |
| 3RD QTR. 1975 | -2.2 | -4.2 | -2.6 | -1.3 | 3.6 | 2.3 | 6.3 | 9.9 | 2.9 | 7.4 | 7.0 | 6.2 |
| QUARTERLY-AV: | | | | | | | | | | | | |
| 4TH QTR. 1974 | 1.4 | 27.5 | 2.6 | 3.5 | 0.2 | 3.9 | 6.2 | 5.8 | 7.3 | 6.6 | 6.8 | 6.2 |
| 1ST QTR. 1975 | -0.9 | 11.6 | -1.4 | 4.1 | 1.0 | -0.3 | 5.8 | 7.8 | 7.4 | 8.8 | 8.0 | 7.0 |
| 2ND QTR. 1975 | -3.7 | -2.8 | -2.5 | 5.2 | 5.1 | 8.6 | 11.2 | 13.8 | 6.6 | 10.6 | 9.9 | 9.9 |
| 3RD QTR. 1975 | -0.8 | -2.8 | -1.2 | 1.4 | 4.1 | 0.9 | 10.4 | 13.2 | 5.6 | 9.9 | 9.6 | 9.0 |
| MONTHLY: | | | | | | | | | | | | |
| 1974--NOV. | -1.4 | 19.0 | -2.5 | 5.2 | 5.0 | 8.5 | 7.9 | 7.7 | 5.7 | 6.2 | 5.8 | 3.6 |
| DEC. | 15.4 | 34.8 | 6.6 | 7.6 | -9.4 | 3.4 | 3.7 | 5.9 | 11.4 | 10.8 | 9.4 | 7.3 |
| 1975--JAN. | 7.9 | 19.5 | 0.0 | 3.6 | 4.7 | -11.8 | 2.5 | 5.6 | 6.7 | 7.9 | 8.2 | 7.5 |
| FEB. | -27.3 | -19.0 | -8.6 | -0.2 | 4.3 | 3.4 | 8.4 | 9.9 | 6.1 | 8.2 | 7.0 | 6.9 |
| MAR. | -5.6 | -4.1 | -5.5 | 5.8 | 7.9 | 11.0 | 11.6 | 13.9 | 6.1 | 10.2 | 8.2 | 8.5 |
| APR. | 8.2 | 8.1 | 2.9 | 5.1 | 3.4 | 3.4 | 7.3 | 11.7 | 4.2 | 9.2 | 9.6 | 9.5 |
| MAY | -14.7 | -13.2 | -10.3 | 2.4 | 5.1 | 11.3 | 13.4 | 14.9 | 7.0 | 10.7 | 10.0 | 9.8 |
| JUNE | 10.3 | 4.7 | 9.1 | 15.1 | 5.1 | 18.7 | 19.2 | 19.8 | 14.3 | 16.7 | 16.3 | 15.9 |
| JULY | 4.1 | 1.5 | -2.1 | -5.2 | 2.0 | 2.0 | 8.2 | 12.2 | 4.1 | 9.1 | 9.2 | 8.8 |
| AUG. | -14.6 | -11.5 | -6.1 | -5.5 | 6.8 | 2.9 | 5.9 | 9.4 | -1.5 | 4.4 | 3.7 | 2.9 |
| SEPT. | 3.9 | -2.6 | 0.6 | 6.7 | 2.0 | 2.0 | 4.8 | 7.8 | 6.1 | 8.4 | 8.1 | 6.9 |
| OCT. P | -2.2 | 5.1 | -2.9 | 5.2 | 6.0 | -2.9 | 4.0 | 7.2 | 7.2 | 9.0 | 8.2 | 7.3 |
| NOV. P | 12.3 | 16.9 | 5.2 | 11.6 | 10.5 | 12.2 | 12.9 | 12.5 | 11.7 | 11.7 | 10.7 | 9.5 |

NOTES: ADJUSTED CREDIT PROXY INCLUDES MAINLY TOTAL MEMBER BANK DEPOSITS SUBJECT TO RESERVE REQUIREMENTS, LOANS SOLD TO BANK-RELATED INSTITUTIONS, AND EURO-DOLLAR BORROWINGS OF U.S. BANKS. WEEKLY DATA ARE DAILY AVERAGES FOR STATEMENT WEEKS. MONTHLY DATA ARE DAILY AVERAGES. WEEKLY DATA ARE NOT AVAILABLE FOR M₃, M₅, M₆, M₇, TOTAL LOANS AND INVESTMENTS AND THRIFT INSTITUTIONS, M₇, TOTAL LOANS AND INVESTMENTS AND THRIFT INSTITUTION DEPOSITS.

^{1/} BASED ON DATA ADJUSTED FOR CHANGES IN RESERVE REQUIREMENTS.

P - PRELIMINARY

APPENDIX TABLE 1-B

MONEY AND CREDIT AGGREGATE MEASURES

DEC. 12, 1975

SEASONALLY ADJUSTED, BILLIONS OF DOLLARS

| Period | RESERVES ^{1/} | | | BANK CREDIT MEASURES | | MONEY STOCK MEASURES | | | | | | |
|------------------|------------------------|--------------|-----------------------------------|----------------------|-----------------------------|----------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | Total | Non borrowed | Available to Support Pvt Deposits | Adj Credit proxy | Total Loans and Investments | M ₁ | M ₂ | M ₃ | M ₄ | M ₅ | M ₆ | M ₇ |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| ANNUALLY: | | | | | | | | | | | | |
| 1972 | 30,016 | 28,966 | 27,734 | 406.4 | 559.0 | 255.8 | 525.7 | 844.9 | 569.7 | 888.8 | 985.5 | 1013.1 |
| 1973 | 32,377 | 31,078 | 30,272 | 448.7 | 634.6 | 271.5 | 572.2 | 919.6 | 636.0 | 983.4 | 1095.4 | 1133.6 |
| MONTHLY: | | | | | | | | | | | | |
| 1974--NOV. | 34,693 | 33,441 | 32,795 | 491.2 | 697.4 | 283.6 | 611.6 | 976.9 | 697.1 | 1062.4 | 1185.8 | 1227.2 |
| DEC. | 35,138 | 34,411 | 32,975 | 494.3 | 691.9 | 284.4 | 613.5 | 981.7 | 703.7 | 1072.0 | 1195.1 | 1234.7 |
| 1975--JAN. | 35,368 | 34,970 | 32,974 | 495.8 | 694.6 | 281.6 | 614.8 | 986.3 | 707.6 | 1079.1 | 1203.3 | 1242.4 |
| FEB. | 34,564 | 34,417 | 32,739 | 495.7 | 697.1 | 282.4 | 619.1 | 994.4 | 711.2 | 1086.5 | 1210.3 | 1249.5 |
| MAR. | 34,404 | 34,298 | 32,588 | 498.1 | 701.7 | 285.0 | 625.1 | 1005.9 | 714.8 | 1095.7 | 1218.6 | 1258.3 |
| APR. | 34,640 | 34,530 | 32,668 | 500.2 | 703.7 | 285.8 | 628.9 | 1015.7 | 717.3 | 1104.1 | 1228.3 | 1268.3 |
| MAY | 34,216 | 34,150 | 32,388 | 501.2 | 706.7 | 288.5 | 635.9 | 1028.3 | 721.5 | 1113.9 | 1238.5 | 1278.7 |
| JUNE | 34,510 | 34,283 | 32,633 | 507.5 | 709.7 | 293.0 | 646.1 | 1045.3 | 730.1 | 1129.4 | 1255.3 | 1295.6 |
| JULY | 34,628 | 34,326 | 32,575 | 505.3 | 710.9 | 293.5 | 650.5 | 1055.9 | 732.6 | 1138.0 | 1264.0 | 1305.1 |
| AUG. | 34,208 | 33,996 | 32,409 | 503.0 | 714.9 | 294.2 | 653.7 | 1064.2 | 731.7 | 1142.2 | 1268.8 | 1308.3 |
| SEPT. | 34,320 | 33,923 | 32,424 | 505.8 | 716.1 | 294.7 | 656.3 | 1071.1 | 735.4 | 1150.2 | 1277.4 | 1315.8 |
| OCT. P | 34,257 | 34,067 | 32,345 | 508.0 | 719.7 | 294.0 | 658.5 | 1077.5 | 739.8 | 1158.8 | 1286.1 | 1323.8 |
| NOV. P | 34,607 | 34,547 | 32,486 | 512.9 | 726.0 | 297.0 | 665.6 | 1088.7 | 747.0 | 1170.1 | 1297.6 | 1334.3 |
| WEEKLY: | | | | | | | | | | | | |
| 1975--OCT. 8 | 33,945 | 33,706 | 32,087 | 506.9 | | 293.4 | 656.3 | | 737.9 | | | |
| 15 | 34,312 | 34,139 | 32,500 | 507.9 | | 294.7 | 659.1 | | 740.5 | | | |
| 22P | 34,153 | 33,920 | 32,051 | 508.7 | | 294.3 | 659.0 | | 740.0 | | | |
| 29P | 34,320 | 34,225 | 32,518 | 507.2 | | 292.5 | 658.0 | | 739.3 | | | |
| NOV. 5P | 34,970 | 34,903 | 32,920 | 510.2 | | 296.1 | 662.0 | | 743.0 | | | |
| 12P | 33,842 | 33,802 | 32,016 | 513.1 | | 298.0 | 665.7 | | 746.7 | | | |
| 19P | 34,707 | 34,648 | 32,426 | 513.5 | | 296.4 | 664.9 | | 746.2 | | | |
| 26P | 34,833 | 34,759 | 32,620 | 514.1 | | 296.7 | 666.8 | | 748.3 | | | |
| DEC. 3P | 34,924 | 34,857 | 32,635 | 516.2 | | 299.1 | 669.1 | | 751.4 | | | |

NOTES: ADJUSTED CREDIT PROXY INCLUDES MAINLY TOTAL MEMBER BANK DEPOSITS SUBJECT TO RESERVE REQUIREMENTS, LOANS SOLD TO BANK-RELATED INSTITUTIONS, AND EURO-DOLLAR BORROWINGS OF U.S. BANKS. WEEKLY DATA ARE DAILY AVERAGES FOR STATEMENT WEEKS. MONTHLY DATA ARE DAILY AVERAGES. WEEKLY DATA ARE NOT AVAILABLE FOR M₃, M₅, M₆, M₇, TOTAL LOANS AND INVESTMENTS AND THRIFT INSTITUTION DEPOSITS.

^{1/} ESTIMATED MONTHLY AVERAGE LEVELS DERIVED BY AVERAGING END OF CURRENT MONTH AND END OF PREVIOUS MONTH REPORTED DATA.

P - PRELIMINARY

COMPONENTS OF MONEY STOCK AND RELATED MEASURES

| Period | Currency | Demand Deposits | Total Time Deposits | Time Other Than CD's | Mutual Savings Bank and S & L Shares ^{1/} | Credit Union Shares ^{1/} | CD's | Savings Bonds ^{1/} | Short Term U S Gov't Securities ^{1/} | Commercial Paper ^{1/} | |
|-----------------------------------|----------|-----------------|---------------------|----------------------|--|-----------------------------------|-------|-----------------------------|---|--------------------------------|--|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | |
| ANNUALLY: | | | | | | | | | | | |
| (Per cent annual rates of growth) | | | | | | | | | | | |
| 1972 | 8.2 | 8.9 | 15.7 | 13.5 | 16.7 | 18.0 | 31.0 | 6.1 | 0.5 | 15.0 | |
| 1973 | 8.3 | 5.5 | 16.2 | 11.4 | 8.5 | 13.9 | 45.3 | 5.1 | 30.9 | 38.8 | |
| 1974 | 10.2 | 3.1 | 15.0 | 9.4 | 5.0 | 11.8 | 41.5 | 4.8 | 15.7 | 3.4 | |
| SEMI-ANNUALLY: | | | | | | | | | | | |
| 1ST HALF 1974 | 9.7 | 5.2 | 18.6 | 10.9 | 5.9 | 13.0 | 54.9 | 4.3 | 19.2 | 12.5 | |
| 2ND HALF 1974 | 10.2 | 1.0 | 10.5 | 7.6 | 5.1 | 9.9 | 22.1 | 5.2 | 11.2 | -5.4 | |
| 1ST HALF 1975 | 9.4 | 5.0 | 8.5 | 14.6 | 16.3 | 22.5 | -13.7 | 6.1 | 3.0 | 3.5 | |
| QUARTERLY: | | | | | | | | | | | |
| 4TH QTR. 1974 | 12.1 | 3.2 | 11.0 | 7.9 | 6.9 | 12.0 | 25.9 | 5.2 | 4.0 | -34.2 | |
| 1ST QTR. 1975 | 8.8 | -1.7 | 10.1 | 13.4 | 13.1 | 20.4 | -2.2 | 6.4 | -7.3 | 1.0 | |
| 2ND QTR. 1975 | 9.8 | 11.7 | 6.7 | 15.3 | 18.9 | 23.5 | -25.4 | 5.6 | 13.5 | 6.0 | |
| 3RD QTR. 1975 | 5.1 | 1.4 | 3.3 | 9.7 | 15.5 | 17.0 | -23.8 | 6.8 | 1.3 | -18.9 | |
| QUARTERLY-AV: | | | | | | | | | | | |
| 4TH QTR. 1974 | 11.6 | 1.7 | 9.7 | 8.2 | 4.9 | 10.0 | 15.2 | 5.8 | 10.8 | -9.4 | |
| 1ST QTR. 1975 | 8.9 | -3.3 | 12.7 | 11.0 | 10.8 | 17.6 | 19.2 | 5.8 | -3.3 | -20.2 | |
| 2ND QTR. 1975 | 8.7 | 8.6 | 5.2 | 13.3 | 17.6 | 22.5 | -24.0 | 5.7 | 2.0 | 8.1 | |
| 3RD QTR. 1975 | 8.5 | 6.6 | 4.9 | 13.2 | 17.6 | 20.0 | -29.3 | 6.2 | 6.6 | -9.0 | |
| MONTHLY: | | | | | | | | | | | |
| 1974--NOV. | 16.2 | 5.6 | 4.1 | 7.7 | 7.1 | 13.4 | -9.7 | 5.8 | -2.0 | -55.3 | |
| DEC. | 8.9 | 1.7 | 16.8 | 4.0 | 9.2 | 13.2 | 67.4 | 3.8 | -9.9 | -52.2 | |
| 1975--JAN. | 5.3 | -17.2 | 19.2 | 14.9 | 9.9 | 17.5 | 31.9 | 7.6 | 15.9 | -15.2 | |
| FEB. | 8.8 | 1.7 | 7.9 | 12.6 | 11.5 | 17.2 | -7.8 | 5.7 | -15.7 | 6.1 | |
| MAR. | 12.2 | 10.7 | 3.1 | 12.1 | 17.6 | 25.4 | -30.0 | 5.7 | -21.9 | 12.2 | |
| APR. | 1.7 | 3.9 | 4.5 | 10.6 | 18.4 | 20.4 | -18.7 | 5.6 | 20.3 | 9.1 | |
| MAY | 12.1 | 11.1 | 3.9 | 15.0 | 17.1 | 20.4 | -39.4 | 5.6 | 0.0 | 6.0 | |
| JUNE | 15.4 | 19.8 | 11.6 | 19.7 | 20.2 | 28.1 | -19.6 | 5.6 | 19.9 | 3.0 | |
| JULY | 5.1 | 1.1 | 5.5 | 13.3 | 18.9 | 15.7 | -28.5 | 7.4 | 11.8 | -3.0 | |
| AUG. | 8.4 | 1.1 | -4.6 | 8.1 | 14.7 | 19.4 | -59.9 | 5.5 | -11.7 | -23.9 | |
| SEPT. | 1.7 | 2.2 | 9.1 | 7.7 | 12.3 | 15.2 | 16.9 | 7.3 | 3.9 | -30.5 | |
| OCT. P | 10.0 | -6.5 | 13.6 | 9.3 | 11.6 | 18.8 | 33.4 | 7.3 | -5.9 | -21.9 | |
| NOV. P | 11.6 | 11.9 | 11.6 | 13.5 | 11.2 | 18.5 | 1.5 | 7.3 | -3.9 | -28.6 | |

NOTES: RESERVE REQUIREMENTS ON EURODOLLAR BORROWINGS ARE INCLUDED BEGINNING OCTOBER 16, 1969, AND REQUIREMENTS ON BANK-RELATED COMMERCIAL PAPER ARE INCLUDED BEGINNING OCTOBER 1, 1970.

1/ GROWTH RATES ARE BASED ON ESTIMATED MONTHLY AVERAGE LEVELS DERIVED BY AVERAGING END OF CURRENT MONTH AND END OF PREVIOUS MONTH REPORTED DATA.

P - PRELIMINARY.

APPENDIX TABLE 2-B
COMPONENTS OF MONEY STOCK AND RELATED MEASURES

| Period | Currency | Demand Deposits | Total Time Deposits | Time Other Than CD's | Mutual Savings Bank and S & L Shares ^{1/} | Credit Union Shares ^{1/} | CD's | Savings Bonds ^{1/} | Short Term U.S. Gov't Securities ^{1/} | Commercial Paper ^{1/} | Non-deposit Funds | U.S. Gov't Demand |
|------------------|----------|-----------------|---------------------|----------------------|--|-----------------------------------|------|-----------------------------|--|--------------------------------|-------------------|-------------------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| ANNUALLY: | | | | | | | | | | | | |
| 1972 | 56.9 | 198.9 | 313.8 | 269.9 | 297.5 | 21.6 | 43.9 | 57.0 | 39.8 | 27.0 | 4.3 | 5.6 |
| 1973 | 61.6 | 209.9 | 304.5 | 300.7 | 322.8 | 24.6 | 63.8 | 59.9 | 52.1 | 38.3 | 6.3 | 3.9 |
| MONTHLY: | | | | | | | | | | | | |
| 1974--OCT. | 66.5 | 215.2 | 412.1 | 325.9 | 336.2 | 26.9 | 86.2 | 62.3 | 60.9 | 43.4 | 7.9 | 3.7 |
| NOV. | 67.4 | 216.2 | 413.5 | 328.0 | 338.2 | 27.2 | 85.5 | 62.6 | 60.8 | 41.4 | 7.6 | 4.6 |
| DEC. | 67.9 | 216.5 | 419.3 | 329.1 | 340.8 | 27.3 | 90.3 | 62.8 | 60.3 | 39.6 | 8.4 | 1.9 |
| 1975--JAN. | 68.2 | 213.4 | 426.0 | 333.2 | 343.0 | 27.9 | 92.7 | 63.2 | 61.1 | 39.1 | 7.6 | 0.7 |
| FEB. | 66.7 | 213.7 | 428.8 | 336.7 | 346.9 | 28.3 | 92.1 | 63.5 | 60.3 | 39.3 | 6.5 | 0.6 |
| MAR. | 69.4 | 215.6 | 429.9 | 340.1 | 352.0 | 28.9 | 89.6 | 63.8 | 59.2 | 39.7 | 6.5 | 0.7 |
| APR. | 69.5 | 216.3 | 431.5 | 343.1 | 357.4 | 29.4 | 88.4 | 64.1 | 60.2 | 40.0 | 6.7 | 2.1 |
| MAY | 70.2 | 218.3 | 432.9 | 347.4 | 362.5 | 29.9 | 85.5 | 64.4 | 60.2 | 40.2 | 7.7 | 2.1 |
| JUNE | 71.1 | 221.9 | 437.1 | 353.1 | 368.6 | 30.6 | 84.1 | 64.7 | 61.2 | 40.3 | 7.0 | 3.8 |
| JULY | 71.4 | 222.1 | 439.1 | 357.0 | 374.4 | 31.0 | 82.1 | 65.1 | 61.8 | 40.2 | 6.8 | 2.5 |
| AUG. | 71.9 | 222.3 | 437.4 | 359.4 | 379.0 | 31.5 | 78.0 | 65.4 | 61.2 | 39.4 | 7.0 | 2.9 |
| SEPT. | 72.0 | 222.7 | 440.7 | 361.7 | 382.9 | 31.9 | 79.1 | 65.8 | 61.4 | 38.4 | 7.0 | 3.1 |
| OCT. P | 72.6 | 221.5 | 445.7 | 364.5 | 386.0 | 32.4 | 81.3 | 66.2 | 61.1 | 37.7 | 7.9 | 2.9 |
| NOV. P | 73.3 | 223.7 | 450.0 | 368.6 | 390.2 | 32.9 | 81.4 | 66.6 | 60.9 | 36.8 | 8.2 | 3.5 |
| WEEKLY: | | | | | | | | | | | | |
| 1975--OCT. 8 | 72.5 | 221.0 | 444.5 | 362.9 | | | 81.6 | | | | 7.5 | 2.9 |
| 15 | 72.6 | 222.1 | 445.8 | 364.4 | | | 81.4 | | | | 7.8 | 3.3 |
| 22P | 72.5 | 221.9 | 445.7 | 364.6 | | | 81.0 | | | | 8.4 | 3.5 |
| 29P | 72.7 | 219.9 | 446.7 | 365.5 | | | 81.3 | | | | 7.9 | 2.3 |
| NOV. 5P | 72.8 | 223.3 | 446.9 | 365.9 | | | 81.0 | | | | 8.0 | 3.0 |
| 12P | 73.3 | 224.7 | 448.7 | 367.7 | | | 80.9 | | | | 7.9 | 3.9 |
| 19P | 73.4 | 223.0 | 449.8 | 368.5 | | | 81.2 | | | | 8.6 | 3.9 |
| 26P | 73.4 | 223.3 | 451.6 | 370.0 | | | 81.5 | | | | 8.5 | 3.3 |
| DEC. 3P | 73.9 | 225.3 | 452.3 | 369.9 | | | 82.4 | | | | 8.0 | 3.4 |

NOTES: RESERVE REQUIREMENTS ON EURODDOLLAR BORROWINGS ARE INCLUDED BEGINNING OCTOBER 16, 1969, AND REQUIREMENTS ON BANK-RELATED COMMERCIAL PAPER ARE INCLUDED BEGINNING OCTOBER 1, 1970.

1/ ESTIMATED MONTHLY AVERAGE LEVELS DERIVED BY AVERAGING END OF CURRENT MONTH AND END OF PREVIOUS MONTH REPORTED DATA.

P - PRELIMINARY

Appendix Table III

Growth Rate in Money Supply
(Per cent change in an annual rate)

| | | M_1 | | M_2 | | M_3 | |
|-----------------|-----|-------|------|-------|------|-------|------|
| | | M | Q | M | Q | M | Q |
| 1973 | I | 3.4 | 6.8 | 7.3 | 9.1 | 8.8 | 10.4 |
| | II | 11.3 | 7.3 | 10.6 | 8.6 | 10.5 | 9.1 |
| | III | 0.6 | 5.5 | 5.6 | 7.8 | 5.2 | 7.5 |
| | IV | 8.7 | 5.0 | 10.8 | 8.9 | 9.8 | 7.9 |
| QIV '72-QIV '73 | | 6.1 | 6.3 | 8.8 | 8.9 | 8.8 | 9.0 |
| 1974 | I | 5.5 | 5.8 | 9.3 | 9.6 | 8.9 | 9.1 |
| | II | 7.0 | 7.3 | 7.9 | 8.3 | 6.8 | 7.6 |
| | III | 1.0 | 3.5 | 4.2 | 6.0 | 3.8 | 5.2 |
| | IV | 5.3 | 3.9 | 6.7 | 6.2 | 6.9 | 5.8 |
| QIV '73-QIV '74 | | 4.8 | 5.2 | 7.2 | 7.7 | 6.8 | 7.1 |
| 1975 | I | 0.8 | -0.3 | 7.6 | 5.8 | 9.9 | 7.8 |
| | II | 11.2 | 8.6 | 13.4 | 11.2 | 15.7 | 13.8 |
| | III | 2.3 | 6.9 | 6.3 | 10.4 | 9.9 | 13.2 |

M = Annual rates of growth calculated from average levels in the final months of the quarters.

Q = Annual rate calculated from average levels in all three months of the quarters.

Appendix Table IV

Projected Federal Funds Rates

| | <u>Alt. A</u> | <u>Alt. B</u> | <u>Alt. C</u> |
|----------|---------------|---------------|---------------|
| 1975 QIV | 5-3/8 | 5-3/8 | 5-3/8 |
| 1976 QI | 5½ | 5½ | 6 |
| QII | 6½ | 6½ | 6½ |
| QIII | 7½ | 7½ | 6½ |

Appendix Table V

Preliminary Revised Seasonal Factors on Demand Deposits
and Effects on M_1 Growth Rates

| | <u>Old factors</u> | <u>New factors</u> | <u>Effect on M_1 growth (at annual rate)^{1/}</u> |
|-----------|--------------------|--------------------|--|
| January | 103.5 | 103.1 | 5.5 |
| February | 99.0 | 98.7 | -0.4 |
| March | 99.0 | 99.0 | -3.4 |
| April | 100.9 | 100.9 | 0.4 |
| May | 97.9 | 97.9 | 0 |
| June | 99.1 | 99.5 | -4.1 |
| July | 99.55 | 99.8 | 2.1 |
| August | 98.4 | 98.4 | 2.0 |
| September | 99.2 | 99.2 | -- |
| October | 98.8 | 99.6 | 1.5 |
| November | 100.5 | 100.6 | -3.2 |
| December | 103.1 | 103.3 | -1.2 |

^{1/} Includes effect of currency seasonals.