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CONFIDENTIAL (FR)  
CLASS II - FOMC

May 13, 1977

SUPPLEMENT

CURRENT ECONOMIC AND FINANCIAL CONDITIONS

Prepared for the  
Federal Open Market Committee

By the Staff  
Board of Governors  
of the Federal Reserve System

SUPPLEMENTAL NOTES

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The Domestic Nonfinancial Economy

No textual addendums to the Greenbook were required.

The Domestic Financial Economy

No textual addendums to the Greenbook were required, but the usual updating of interest rate developments is contained in the table on page 2.

ERRATA - PART II:

Appendix A - page A-1, line 16: change 3 per cent to 2 per cent.

Addendum - page III-4 (footnote): The estimated excess of individuals' nonwithheld Federal income tax payments over last year's was revised downward from \$2.5 billion to \$1.5 billion. As a consequence, the impact of that source as a special factor stimulating demand deposits is reduced commensurately.

INTEREST RATES  
(One day quotes--in per cent)

	1977		1977	
	Highs	Lows	Apr. 18	May 12
<b>Short-Term Rates</b>				
Federal funds (wkly. avg.)	5.31(5/11)	4.47(1/5)	4.71(4/20)	5.31(5/11)
3-month				
Treasury bills (bid)	5.04(5/11)	4.39(1/3)	4.51	5.00
Comm. paper (90-119 days)	5.25(5/12)	4.63(1/10)	4.75	5.25
Bankers' acceptances—	5.38(5/12)	4.66(1/3)	4.75	5.38
Euro-dollars	5.94(5/12)	4.88(1/5)	5.13	5.94
CD's (NYC) 90 days				
Most often quoted new	5.13(5/11)	4.50(1/5)	4.70(4/13)	5.13(5/11)
6-month				
Treasury bills (bid)	5.30(5/11)	4.54(1/3)	4.71	5.26
Comm. paper (4-6 mos.)	5.38(5/12)	4.63(1/7)	4.88	5.38
CD's (NYC) 180 days				
Most often quoted new	5.50(5/11)	4.65(1/5)	5.00(4/13)	5.50(5/11)
1-year				
Treasury bills (bid)	5.52(5/11)	4.66(1/3)	4.97	5.49
CD's (NYC)				
Most often quoted new	5.72(5/11)	5.00(1/5)	5.25(4/13)	5.72(5/11)
Prime municipals	3.00(1/21)	2.65(1/7)	2.80(4/15)	3.00(5/6)
<b>Intermediate- and Long-Term</b>				
Treasury (constant maturity)				
3-year	6.66(2/2)	5.73(1/3)	6.08	6.60
7-year	7.35(5/11)	6.50(1/3)	6.96	7.31
20-year	7.80(5/11)	7.20(1/3)	7.58	7.78
Corporate				
Seasoned Aaa	8.13(3/14)	7.87(1/5)	7.99	8.08(5/11)
Baa	9.18(2/25)	9.01(5/11)	9.04	9.01(5/11)
Aaa Utility New Issue	8.33(5/13)	7.90(1/5)	8.25(4/15)	8.33p(5/13)
Recently Offered	8.35(5/13)	7.95(1/5)	8.16(4/15)	8.35p(5/13)
Municipal				
Bond Buyer Index	5.93(2/2)	5.70(4/13)	5.70(4/14)	5.82
Mortgage—average yield in				
FNMA auction	8.72(4/6)	8.46(1/12)	8.62	8.70(5/2)