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MONETARY AGGREGATES AND MONEY MARKET CONDITIONS

Prepared for the Federal Open Market Committee

By the staff Board of Governors of the Federal Reserve System

May 16, 1974

MONETARY AGGREGATES AND
MONEY MARKET CONDITIONS

Recent developments

(1) M_1 expanded at an annual rate of about 5.9 per cent in April, and current data suggest about a 9 per cent growth rate for May.^{1/} Thus, for the two-month target period M_1 appears to be growing at around a 7½ per cent annual rate, a shade below the mid-point of the Committee's range of tolerance. The higher rate of growth in M_1 for May in part reflects the substantial volume of tax rebates being disbursed by the Treasury. Growth in time deposits other than large money market CD's has been somewhat slower than expected, and M_2 appears to be expanding at an annual rate of around 9½ per cent over the April-May period, the lower end of its range of tolerance.

^{1/} These figures do not incorporate the regular quarterly benchmark revision of monetary aggregates that will be published this coming Thursday. Revisions in the series (based in large part on the results of the December call report and new data for foreign agencies and branches) lowered M_1 by about \$700 million in March of 1975 and as a result first quarter M_1 growth at an annual rate was lowered from 3.5 to 2.4 per cent. Growth in M_2 and M_3 , however, was little changed by the revision. All tables on subsequent pages of this report (with the exception of Tables 1 and 2 following the charts) are based on the new series. The new and old series are compared in Appendix Table VI.

Growth in Monetary Aggregates and RPD's
over April-May period 1/

<u>Reserve and monetary aggregates</u> (Growth at SAAR in per cent)	<u>Range of</u> <u>Tolerance</u>	<u>Latest Estimates</u>
M ₁	6-1/2--9	7.5
M ₂	9-1/2--11-3/4	9.4
RPD	1-1/2--4-3/4	-1.8
<u>Memo:</u>		
Federal funds rate (per cent per annum)	4-3/4--5-3/4	<u>Avg. for statement</u> <u>week ending</u>
		Apr. 23 5.54
		30 5.71
		May 7 5.42
		14 5.20

(2) The bank credit proxy appears to be expanding at an annual rate of about 4 per cent over the April-May period. With business demand for short-term credit remaining weak and the spread between commercial paper rates and the bank prime rate continuing relatively wide, bank loans to businesses contracted further in April and early May. The weakness in loan demand along with the strength in time and savings deposit flows led banks to continue adding to their holdings of Government securities, while allowing further runoffs in CD's. Over the first 4 months of 1975 Government security portfolios have expanded by about \$16 billion, while CD's have dropped by about \$6 billion. Banks have apparently also found it attractive to advance funds to their branches abroad; preliminary reports from branches indicate that liabilities to their head offices in the U.S. increased by about \$2½ billion in the first quarter.

(3) Following the April 15 FOMC meeting, the Account Manager initially sought reserve conditions consistent with a Federal funds rate

of $5\frac{1}{2}$ per cent or a shade lower. In following weeks, with incoming data on the monetary aggregates suggesting that M_1 growth over the April-May target period would be in the lower half of the Committee's range of tolerance, the Account Manager sought easier money market conditions. In doing so, however, the Manager tried to avoid aggressive operations that might distort market expectations about monetary policy during the course of the Treasury's large May refinancing. In the statement week just ended, when the Desk sought a Federal funds rate declining into the $5-5\frac{1}{4}$ per cent area, an average rate of 5.20 per cent was realized.

(4) Short-term interest rates, after showing little change in late April, have since declined 25-50 basis points. Most recently, 3-month bills have traded around 5 per cent--the lowest level since December 1972--and 3-month CD's and commercial paper around $5-3/4$ per cent. These markdowns of short rates have reflected the decline in the funds rate, against a background of continuing weakness in short-term credit demands, the return to more moderate money growth in April, and somewhat disappointing economic data. Market reaction to the decline in the discount rate to 6 per cent was mild.

(5) Bond yields rose in the last half of April, but have since declined 10-25 basis points. The recent rally began following the May 1 Treasury announcement that its borrowing needs over the May-June period would be \$5 billion less than previously stated, and it has since been sustained by the decline of short-term rates. Against this background, the Treasury's sale of \$7 billion of coupon issues thus far in May has gone smoothly. The well publicized problems with respect to New York City have led to a virtual halt in trading in New York City issues, but have

thus far had only minor spill-over effects on the municipal market as a whole.

(6) Deposits at nonbank thrift institutions continued to expand at a rapid pace in April, reflecting lower market interest rates and the placement of tax refunds. Growth in deposits at S&L's and MSB's combined is estimated at an annual rate of 15 per cent in April, the same as the first-quarter experience. While mortgage lenders have remained cautious, commitments appear to have risen somewhat further in March and April. Mortgage market interest rates have risen somewhat over the past few weeks.

(7) The table on the following page shows (in percentage annual rates of change) selected monetary and financing flows over various time periods. Appendix table III compares money supply growth rates computed on a quarterly-average basis with those computed on a last-month-of-quarter basis.

	Calendar Year	Past Twelve Months	Past Six Months	Past Three Months	Past Month
	1974	Apr. '75 over Apr. '74	Apr. '75 over Oct. '74	Apr. '75 over Jan. '75	Apr. '75 over Mar. '75
Total reserves	8.6	4.0	-.5	-8.2	8.4
Nonborrowed reserves	10.8	9.3	9.7	-5.0	8.3
Reserves available to support private nonbank deposits	8.9	4.7	-1.2	-3.6	3.2
<u>Concepts of Money (Revised Series)</u>					
M ₁ (currency plus demand deposits) <u>1/</u>	4.8	3.8	3.9	7.0	4.2
M ₂ (M ₁ plus time deposits at commercial banks other than large CD's)	7.2	7.0	7.5	9.7	7.7
M ₃ (M ₂ plus deposits at thrift institutions)	6.8	7.5	9.5	12.2	11.7
M ₄ (M ₂ plus CD's)	10.7	8.4	7.2	5.9	4.4
M ₅ (M ₃ plus CD's)	9.0	8.4	9.2	9.5	9.2
<u>Bank Credit</u>					
Total member bank deposits (bank credit proxy adj.)	10.2	6.6	4.8	3.5	4.8
Loans and investments of commercial banks <u>2/</u>	9.2	4.4	1.8	3.9	2.2
<u>Short-term Market Paper</u>					
(Monthly average change in billions)					
Large CD's	2.2	1.2	.4	-1.4	-1.4
Nonbank commercial paper	.4	.4	.2	--	.1

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 average 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

(8) Summarized below for Committee consideration are alternative short-run operating ranges of tolerance for key monetary aggregates and the Federal funds rate. More detailed figures on monetary aggregates, including growth rates for six month periods comprising the second and third quarters, are shown in the table on p. 6a. Appendix table V shows associated figures for total reserves, nonborrowed reserves, and RPD's.

	<u>Alt. A</u>	<u>Alt. B</u>	<u>Alt. C</u>
Ranges of tolerance for May-June			
M ₁	8-10	7½-9½	7-9
M ₂	10½-12½	10-12	9-11
RPD	3½-5½	2¼-4¼	1¼-3¼
Federal funds rate (intermeeting range)	4-5	4¾-5¾	5½-6½

(9) The ranges of tolerance summarized above are generally consistent with the longer-run 12-month growth ranges adopted by the Committee at its last meeting. These growth ranges for the March '75-March '76 period included: M₁, 5-7½ per cent; M₂, 8½-10½ per cent; M₃, 10-12 per cent; and the bank credit proxy, 6½-9½ per cent. In all three of the alternatives for short-run operating targets, the two-month monetary growth rates are above longer-run ranges, mainly reflecting the temporary impact of large tax rebates paid out by the Treasury in May and June. In some cases, 6-month growth rates are also above longer-run objectives.

(10) Each of the alternative short-run operating targets would, of course, imply different patterns of interest rate change and monetary

Alternative Longer-Run 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	Mar.	286.1	286.1	286.1	626.4	626.4	626.4	1007.2	1007.2	1007.2
	Apr.	287.1	287.1	287.1	630.4	630.4	630.4	1017.0	1017.0	1017.0
	May	289.4	289.3	289.2	636.2	636.0	635.8	1028.2	1027.8	1027.4
	June	291.6	291.2	290.9	642.7	641.8	641.1	1041.3	1039.6	1038.0
	Sept.	297.9	296.4	294.9	661.5	658.0	655.0	1077.2	1071.1	1066.1
1976	Mar.	304.0	304.0	304.0	685.9	685.9	685.9	1097.8	1097.8	1097.8
		<u>Growth Rates</u>								
1975	QII	7.7	7.1	6.7	10.4	9.8	9.4	13.5	12.9	12.2
	QIII	8.6	7.1	5.5	11.7	10.1	8.7	13.8	12.1	10.8
	Mar. '75-Sept. '75	8.3	7.2	6.2	11.2	10.1	9.1	13.9	12.7	11.7
1975	May	9.6	9.2	8.8	11.0	10.7	10.3	13.2	12.7	12.3
	June	9.1	7.9	7.1	12.3	10.9	10.0	15.3	13.8	12.4
		<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	Mar.	716.2	716.2	716.2	1097.0	1097.0	1097.0	498.1	498.1	498.1
	Apr.	718.8	718.8	718.8	1105.4	1105.4	1105.4	500.1	500.1	500.1
	May	722.1	721.9	721.8	1114.1	1113.7	1113.3	501.7	501.5	501.4
	June	727.6	727.0	726.5	1126.3	1124.7	1123.3	506.3	505.7	505.3
	Sept.	744.9	742.3	740.2	1160.6	1155.4	1151.2	520.1	518.0	516.4
1976	Mar.	779.9	779.9	779.9	1212.2	1212.2	1212.2	537.9	537.9	537.9
		<u>Growth Rates</u>								
1975	QII	6.4	6.0	5.8	10.7	10.1	9.6	6.6	6.1	5.8
	QIII	9.5	8.4	7.5	12.2	10.9	9.9	10.9	9.7	8.8
	Mar. '75-Sept. '75	8.0	7.3	6.7	11.6	10.7	9.9	8.8	8.0	7.4
1975	May	5.5	5.2	5.0	9.4	9.0	8.6	3.8	3.4	3.1
	June	9.1	8.5	7.8	13.1	11.9	10.8	11.0	10.0	9.3

aggregate growth as the year progresses. Alternative A, which contemplates a near-term easing of money market conditions, and an 8 per cent rate of growth in M_1 over the second and third quarters, would imply a considerable turn-around of interest rates later this year if growth in the aggregates over the 12-month period is to be kept at around the mid-points of the indicated longer-term ranges, assuming the GNP projection is correct. Alternative B implies a somewhat smaller rise in interest rates later. Alternative C involves rising interest rates over the near-term, lower growth in the monetary aggregates in the second and third quarters, and hence less upward interest rate pressure later.

(11) The Federal funds rate range for alternative B is centered near the 5-5½ per cent area in which funds have been most frequently trading in recent days. Given this funds rate, M_1 in the May-June period is expected to increase at a 7½-9½ per cent annual rate. The rate of growth in M_1 is expected to moderate in the third quarter, even though nominal GNP is projected to expand markedly, as the public reduces balances temporarily swollen by tax refunds. For the second and third quarters combined, M_1 under this alternative is indicated to expand at about a 7 per cent annual rate. M_2 over the same period would be expected to expand at about a 10 per cent annual rate, as inflows of consumer-type time and savings deposits to banks remain sizable.

(12) If the Federal funds rate shows little change over the next few weeks, we would expect other market interest rates to fluctuate within a narrow range. After the Treasury auctions \$1½ billion of 2-year notes

next week, it will have essentially completed its new cash financing for this half year (apart from continuing cash additions to bill auctions through mid-June). The corporate and state and local bond calendars remain sizable, but recent issues have been accorded good receptions, and the steepness of the yield curve may continue to encourage some investors to acquire longer-term issues. Business credit demands on banks and in the commercial paper market are expected to remain weak, at least into early summer, as corporations continue to restructure balance sheets and liquidate inventories.

(12) Credit markets remain highly sensitive, however. U.S. Government security dealer positions have risen substantially in the wake of recent financing activity, with positions totaling about \$8½ billion on May 15 (or \$2-3/4 billion more than a month ago). Under the circumstances, and given the very recent decline in the funds rate, any significant increase in the rate would probably lead to fairly sharp upward adjustments of interest rates as market expectations abruptly change.

(13) Alternative C contemplates a rise of the Federal funds rate into a 5½-6½ per cent range. Under this option, the rise in short-term interest rates may be substantial over the next few weeks--with the 3-month bill rate rising into the 6-7 per cent area--and long-term rates would probably also rise significantly. It is expected that such a tightening of money market conditions would lead to M_1 growth over the second and third quarters at around a 6 per cent annual rate. As market interest rates rise, net inflows of time and savings deposits to banks and thrift institutions would also diminish, as compared with alternative B. Mortgage market conditions would certainly tighten further.

(14) Alternative A involves a further easing of money market conditions, which would likely be accompanied by further downward adjustments in market interest rates more generally. Declines in bond rates might be rather limited, however, as corporate borrowers would be expected to accelerate offerings in order to take advantage of a more favorable market environment. Over the second and third quarters, M_1 growth would be projected at around 8 per cent at an annual rate, while growth in M_2 might be at an 11 per cent rate. A substantially lower rate of monetary growth would be required in the fourth and first quarters unless the Committee were to raise its longer-run targets, and, as noted earlier, this would probably require a marked upward readjustment in interest rates later this year.

(15) Securities markets generally, and the municipal market in particular, have shown little reaction thus far to the prospect of a default by New York City on its outstanding notes. It is possible, however, that an actual default could have wider market repercussions if investors back away from other issues judged to involve a fair degree of capital risk. In addition, there may be diminished investor confidence in institutions with large holdings of New York City obligations. Should markets become very unsettled, the Manager might need to engage in stabilizing operations, taking account of the customary directive language regarding "developments in domestic and international financial markets", in which case the aggregate specifications might temporarily have to be disregarded.

Proposed directive

(16) Presented below are three alternative formulations for the operational paragraph of the directive, which are intended to correspond to the similarly lettered policy alternatives discussed in the preceding section. In all three alternatives, it is proposed to delete the reference to Treasury financing because the regular mid-May financing has been completed. As will be noted, alternatives A and B refer to growth in monetary aggregates "on average in recent months." Over the first 4 months of this year, growth rates (using revised data) were 2.9, 8.3, and 10.8 per cent for M_1 , M_2 , and M_3 , respectively.

Alternative A

To implement this policy, while taking account of ~~the-forth-~~
~~coming-Treasury-financing-and-of~~ developments in domestic and international financial markets, the Committee seeks to achieve bank reserve and money market conditions consistent with somewhat more rapid growth in monetary aggregates over the months ahead than has occurred on average in recent months.

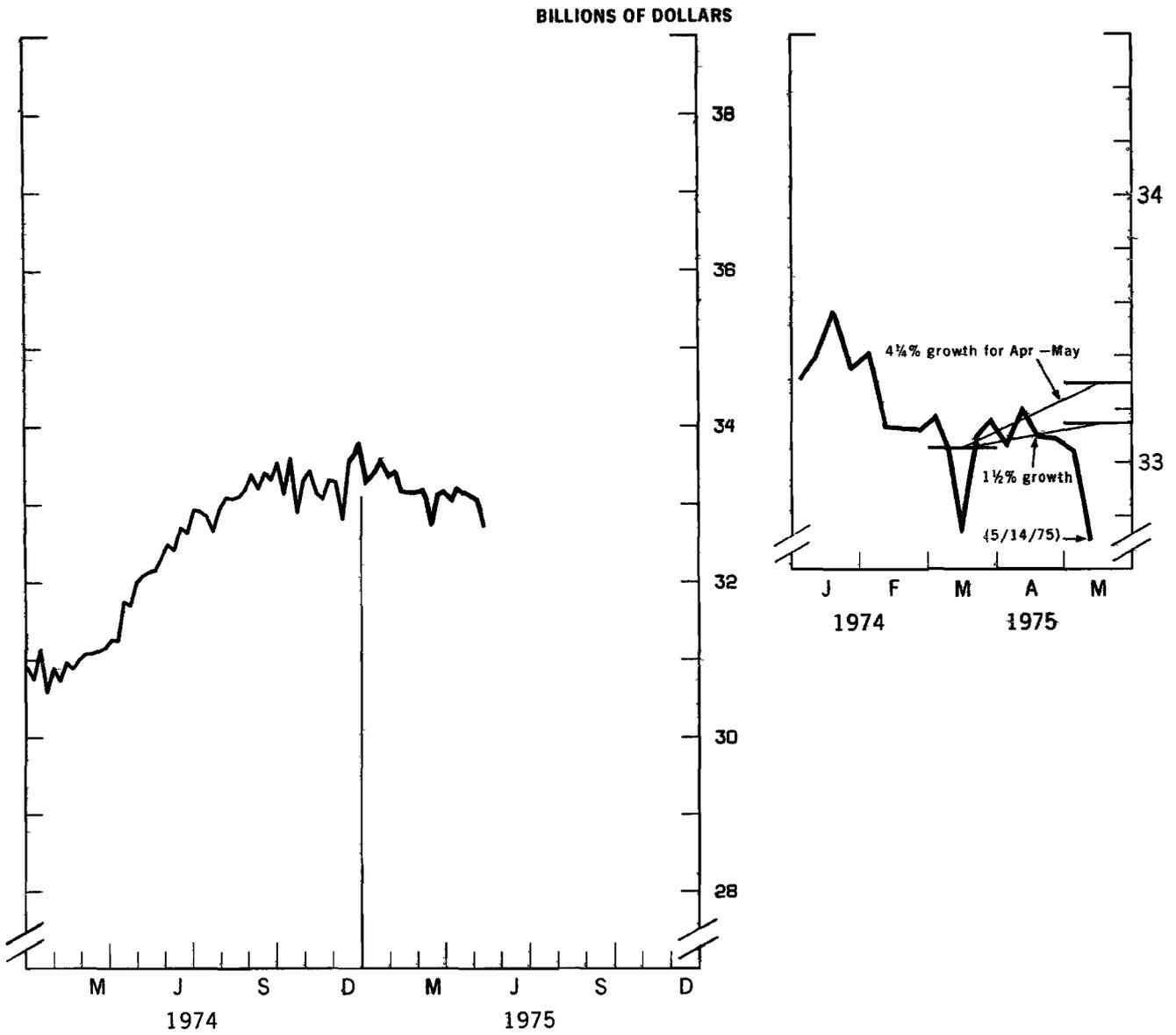
Alternative B

To implement this policy, while taking account of ~~the-forth-~~
~~coming-Treasury-financing-and-of~~ developments in domestic and international financial markets, the Committee seeks to achieve bank reserve and money market conditions consistent with somewhat more rapid growth in monetary aggregates over the months ahead than has occurred on average in recent months.

Alternative C

To implement this policy, while taking account of ~~the-forth-~~
~~coming-Treasury-finaneing-and-of~~ developments in domestic and inter-
national financial markets, the Committee seeks to achieve bank
reserve and money market conditions consistent with ~~somewhat-more~~
~~rapid~~ MODERATE growth in monetary aggregates over the months ahead
~~than-has-occurred-on-average-in-recent-months.~~

RESERVES AVAILABLE TO SUPPORT PRIVATE NONBANK DEPOSITS

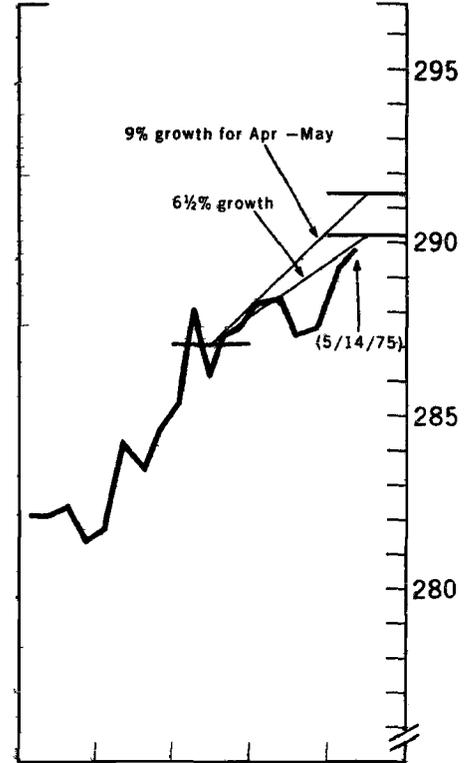
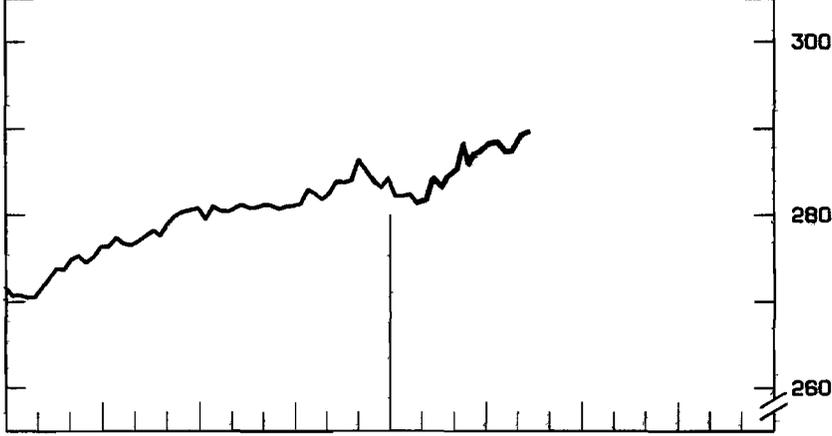


RPD series has been adjusted to remove discontinuities associated with changes in reserve requirement ratios

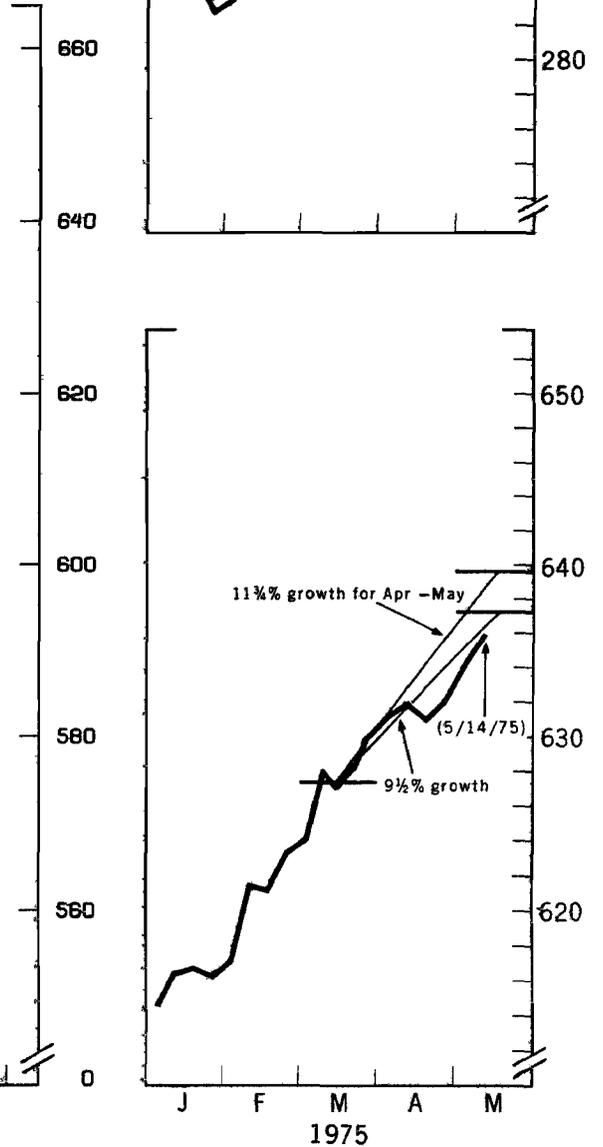
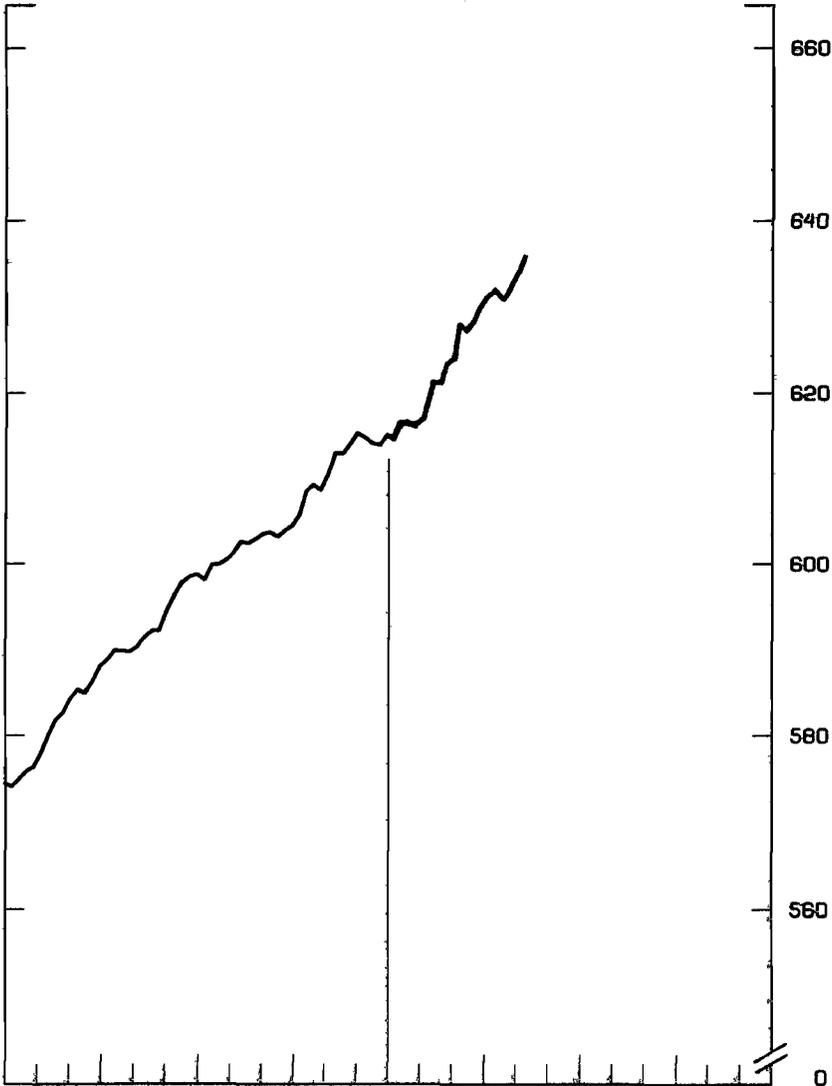
MONETARY AGGREGATES

NARROW MONEY SUPPLY M1

BILLIONS OF DOLLARS



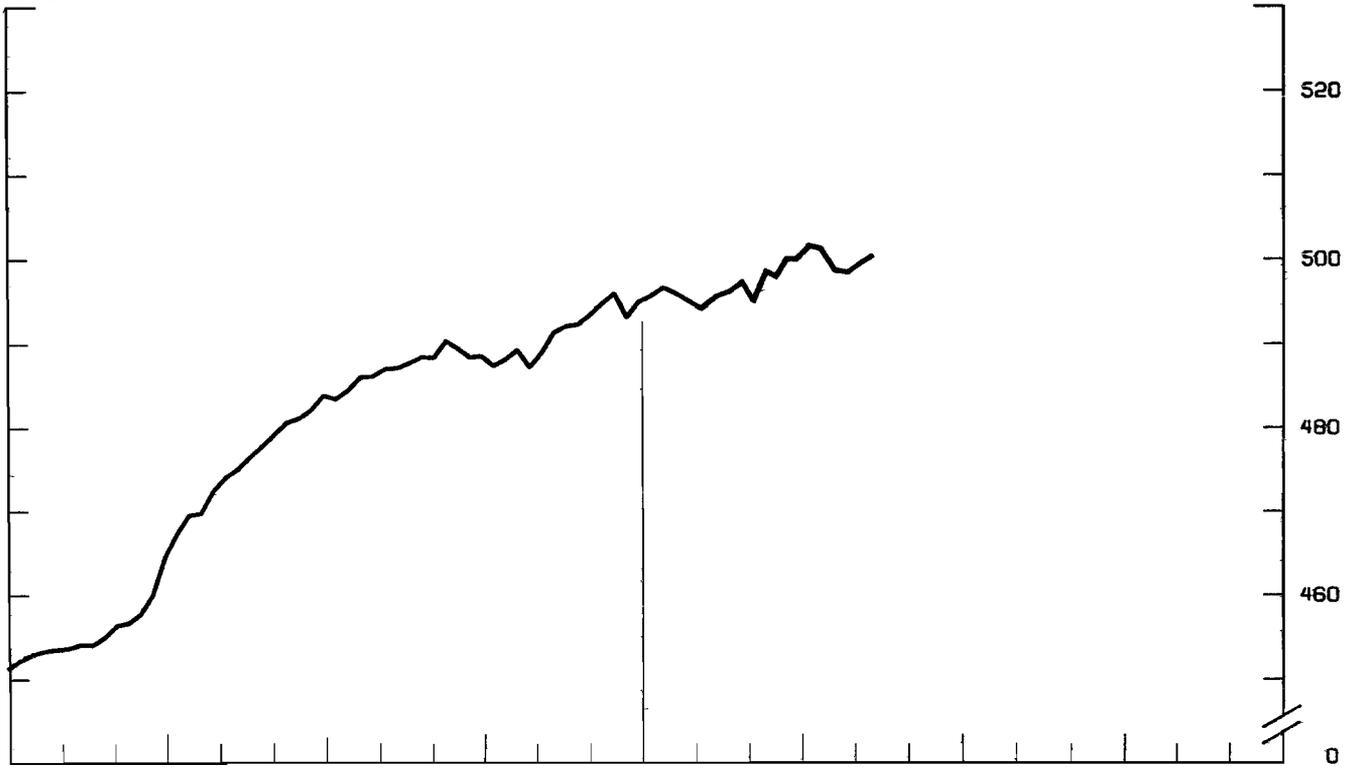
BROADER MONEY SUPPLY M2



MONETARY AGGREGATES

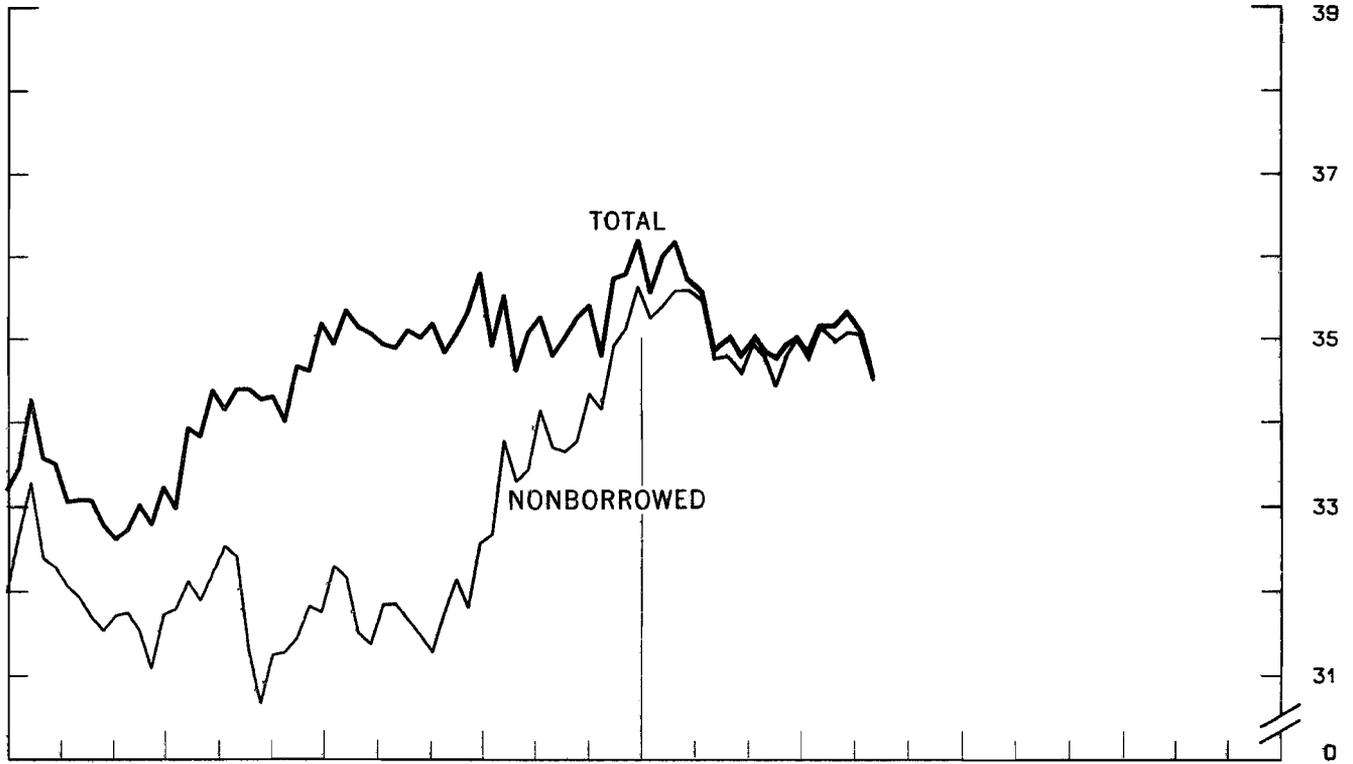
ADJUSTED CREDIT PROXY

BILLIONS OF DOLLARS



RESERVES

BILLIONS OF DOLLARS

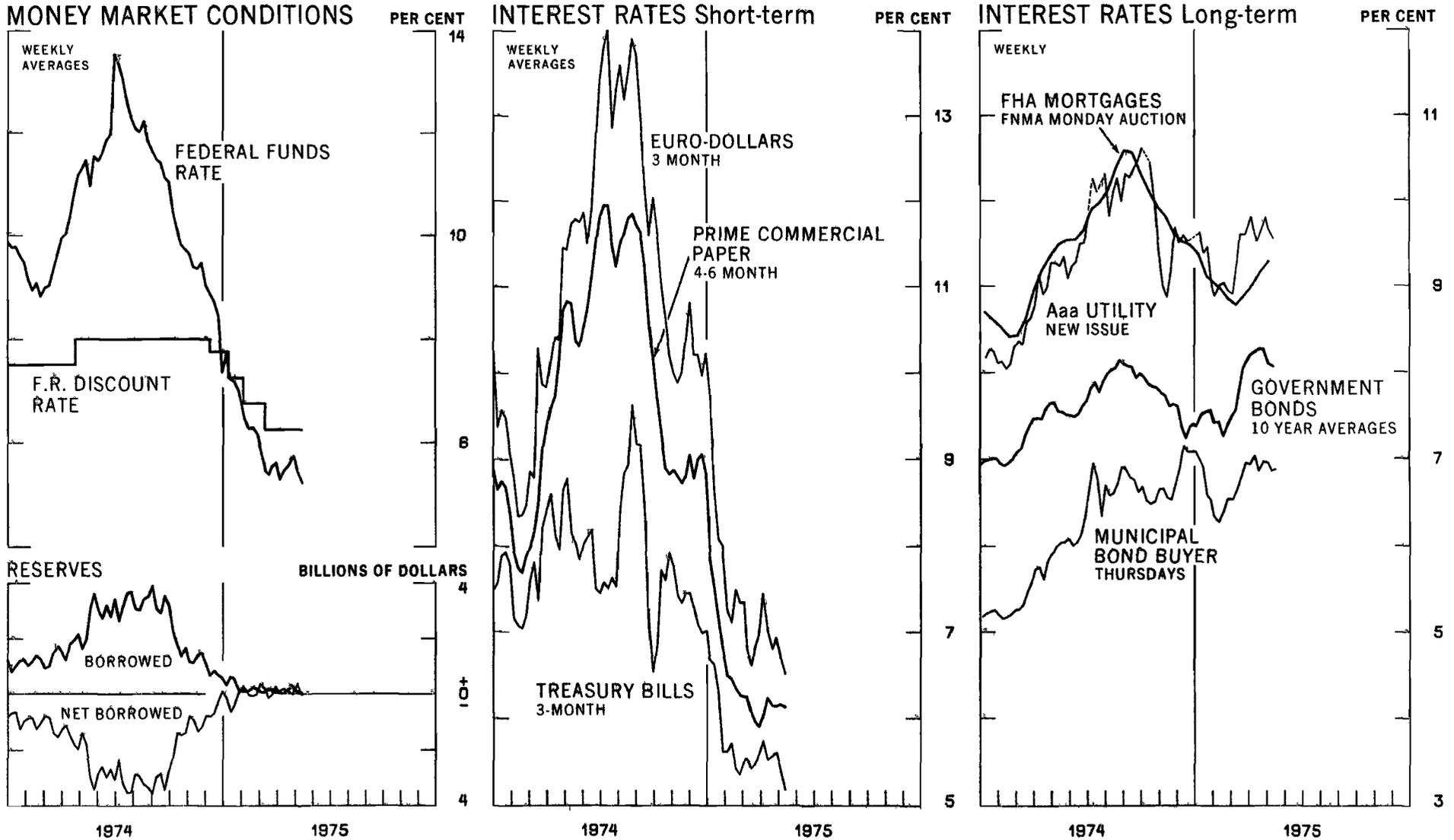


1974

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



MAY 16, 1975

TABLE I
BANK RESERVES
(ACTUAL AND CURRENT PROJECTIONS)

Period	RESERVES AVAILABLE FOR PRIVATE NONBANK DEPOSITS		AGGREGATE RESERVES		REQUIRED RESERVES				
			Total Reserves	Nonborrowed Reserves	SEASONALLY ADJUSTED				
	SA	NSA			Total Required	Private Demand	Other Time Deposits	CD's and Nondeposits	Gov't. and Interbank
	1	2	3	4	5	6	7	8	9
MONTHLY LEVELS--\$MILLIONS									
1975--JAN.	33,423	34,414	35,820	35,421	35,673	19,199	9,117	4,966	2,392
FEB.	33,184	33,179	35,006	34,858	34,812	19,095	8,996	4,902	1,820
MAR.	33,031	32,775	34,845	34,739	34,645	19,236	8,868	4,727	1,814
APR.	33,119	33,186	35,088	34,978	34,926	19,476	8,796	4,685	1,969
MAY	(32,930)	(32,786)	(34,809)	(34,770)	(34,632)	(19,438)	(8,759)	(4,557)	(1,878)
PERCENT ANNUAL GROWTH									
QUARTERLY									
1974--2ND QTR.	19.1		20.5	-0.1	19.8	2.2	9.7		
3RD QTR.	9.1		8.3	5.6	8.4	0.0	11.0		
4TH QTR.	0.8		3.6	35.9	2.9	5.3	6.5		
1975--1ST QTR.	-4.7		-8.3	-1.4	-7.7	-4.2	-7.6		
MONTHLY									
1975--JAN.	0.0		8.0	19.4	11.8	-14.9	10.4		
FEB.	-8.6		-27.3	-19.1	-29.0	-6.5	-15.9		
MAR.	-5.5		-5.5	-4.1	-5.8	8.9	-17.1		
APR.	3.2		8.4	8.3	9.7	15.0	-9.7		
MAY	(-6.8)		(-9.5)	(-7.1)	(-10.1)	(-2.3)	(-5.0)		
APR.--MAY	(-1.8)		(-0.6)	(0.5)	(-0.2)	(6.3)	(-7.4)		
WEEKLY LEVELS--\$MILLIONS									
1975--MAR. 19	32,737	32,641	34,579	34,412	34,559	19,156	8,844	4,717	1,842
26	33,107	32,904	34,923	34,768	34,779	19,424	8,871	4,669	1,816
APR. 2	33,164	33,009	35,001	34,950	34,722	19,331	8,872	4,682	1,837
9	33,074	32,682	34,791	34,761	34,673	19,432	8,813	4,712	1,716
16	33,201	33,196	35,139	35,117	34,920	19,444	8,827	4,712	1,937
23	33,095	33,349	35,144	34,979	35,074	19,592	8,764	4,668	2,050
30	33,091	33,569	35,303	35,062	35,095	19,478	8,759	4,647	2,211
MAY 7	33,053	33,350	35,078	35,045	34,693	19,344	8,713	4,610	2,025
14	32,696	32,516	34,506	34,489	34,533	19,403	8,742	4,578	1,810

NOTE: RESERVE SERIES HAVE BEEN ADJUSTED TO REMOVE DISCONTINUITIES ASSOCIATED WITH CHANGES IN RESERVE REQUIREMENT RATIO. DATA SHOWN IN PARANTHESES ARE CURRENT PROJECTIONS. AT THE FOMC MEETING OF APRIL 15, 1975 THE COMMITTEE AGREED ON A RPD RANGE OF 1.50 TO 4.25 PERCENT FOR THE APRIL-MAY PERIOD.

Table 2

CONFIDENTIAL (F.R.)
CLASS II-FOMC**MONETARY AGGREGATES**

ACTUAL AND CURRENT PROJECTIONS, SEASONALLY ADJUSTED

MAY 16, 1975

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--JAN.	282.2	616.2	495.8	0.7	426.7	334.0	92.7	7.6
FEB.	283.8	621.1	495.7	0.6	429.4	337.3	92.1	6.5
MAR.	286.8	627.4	498.1	0.7	430.3	340.5	89.8	6.5
APR.	288.2	631.6	500.1	2.1	431.8	343.4	88.4	6.7
MAY	(290.4)	(637.2)	(501.4)	(2.1)	(432.6)	(346.7)	(85.9)	(7.0)
PERCENT ANNUAL GROWTH								
QUARTERLY								
1974--2ND QTR.	7.0	7.9	20.4		21.3	8.8	78.2	
3RD QTR.	1.6	4.5	6.7		9.1	7.1	17.2	
4TH QTR.	4.6	7.0	4.2		12.6	9.0	25.9	
1975--1ST QTR.	3.5	8.5	3.1		9.5	12.7	-2.2	
MONTHLY								
1975--JAN.	-8.9	3.7	3.6		18.3	14.5	31.9	
FEB.	6.8	9.5	-0.2		7.6	11.9	-7.8	
MAR.	12.7	12.2	5.8		2.5	11.4	-30.0	
APR.	5.9	8.0	4.8		4.2	10.2	-18.7	
MAY	(9.2)	(10.6)	(3.1)		(2.2)	(11.5)	(-33.9)	
APR.--MAY	(7.5)	(9.4)	(4.0)		(3.2)	(10.9)	(-26.1)	
WEEKLY LEVELS--\$BILLIONS								
1975--MAR. 19	286.2	627.2	498.0	0.0	430.5	341.0	89.5	6.7
26	287.3	628.2	500.0	0.7	431.0	340.8	90.1	6.8
APR. 2	287.5	629.7	500.0	0.8	432.4	342.2	90.2	6.4
9	288.3	631.0	501.5	2.7	432.1	342.7	89.4	6.3
16	288.4	631.8	501.2	3.0	432.0	343.4	88.6	6.6
23	287.4	631.0	498.6	1.4	431.5	343.6	87.9	7.2
30	287.5	632.0	498.2	1.9	431.6	344.4	87.2	6.9
MAY 7 P	289.3	634.3	499.2	2.0	431.5	345.1	86.5	7.0
14 PE	289.8	635.9	500.5	1.9	432.0	346.1	85.9	6.9

NOTE: DATA SHOWN IN PARENTHESES ARE CURRENT PROJECTIONS.

P - PRELIMINARY
PE - PARTIALLY ESTIMATED

TABLE 3

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

	Open Market Operations 1/					Daily Average Reserve Effects 2/			Δ in reserve categories		Δ Target
	Bills & Accept. (1)	Coupon Issues (2)	Agency Issues (3)	RP's Net 3/ (4)	Total (5)	Open Market Operations (6)	Δ Member Bank Borrowing (7)	Other 4/ Factors (8)	Req. res. against U.S.G. and interb. (9)	available res. 5/ (6)+(7)+(8)-(9) (10)	available reserves 5/ (11)
Monthly											
1974--Oct.	-1,727	--	--	-243	-1,970	-633	-1,494	1,990	177	- 314	315
Nov.	1,217	212	331	981	2,739	327	- 507	201	-183	204	395
Dec.	729	280	360	-976	393	2,963	- 583	-2,395	66	- 81	450
1975--Jan.	-1,102	406	-14	1,097	388	-636	- 313	1,548	258	341	965
Feb.	-1,015	316	295	714	309	-1,241	- 243	- 499	-356	-1,627	-670
Mar.	112	1,301	207	-1,758	-136	53	- 41	- 773	5	- 766	-495
Apr.	1,319	1,070	- 2	5,442	7,829	2,229	4	-1,767	52	414	495
May											-170
June											
Weekly											
1975--Mar. 5	19	--	376	-4,202	-3,807	193	- 110	106	128	61	
12	-289	1,043*	- 2	-3,417	-2,666**	-3,025**	- 9	2,721	40	-353	
19	431	-1,043*	--	3,929	3,318**	676**	106	- 754	- 80	108	
26	276	928	--	3,292	4,496	3,679	- 12	-3,361	46	260	
Apr. 2	-282	373	208	-2,371	-2,072	- 493	- 104	868	163	108	
9	-669	--	--	-1,906	-2,575	-2,016	- 21	1,613	- 90	-334	
16	416	--	--	3,750	4,166	620	- 11	23	111	521	
23	317	539	--	- 324	532	2,383	144	-2,481	-199	245	
30	1,231	530	--	4,189	5,950	4,097	76	-3,910p	43p	220p	
May 7	274	--	-27	-2,827	-2,580	966	-208	-951p	26p	-219p	
14	425	50	--	-698	-223	-905	-15	111p	21p	-830p	
21											
28											

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 preceding 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 Apr. and May reflects the target adopted at the Apr. 15, 1975 FOMC meeting. Target change for previous months reflects the bluebook patterns that are consistent with target ranges that were adopted during the month.

* Special certificate (Direct Treasury borrowing from F.R.) ** Reflects special certificate purchase. p - preliminary.

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

Period	Treasury Bills Net Purchases 2/	Treasury Coupons					Federal Agencies					Net Change Outright Holdings Total 4/	RP's Net 5/
		Net Purchases 3/					Net Purchases 3/						
		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. I	- 497	9	232	133	25	399	--	138	135	45	318	88	1,431
Qtr. II	874	160	232	109	54	555	106	430	229	103	870	2,188	- 358
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	795	625	312	1,765	69	169	285	61	584	508	53
1975--Jan.	-1,205	14	305	61	26	406	--	--	--	--	--	- 710	1,097
Feb.	-1,003	--	129	113	74	316	69	167	121	19	376	- 404	714
Mar.	115	19	361	451	212	1,043	--	2	166	42	210	1,620	-1,758
Apr.	1,300	148	485	274	164	1,070	--	--	- 2	--	- 2	2,390	5,442
1975--Mar. 5	--	--	--	--	--	--	69	167	121	19	376	395	-4,202
12	- 280	--	--	--	--	--	--	--	--	--	--	754	-3,417
19	442	--	--	--	--	--	--	--	--	--	--	- 612	3,929
26	265	19	361	410	139	929	--	--	--	--	--	1,204	3,292
Apr. 2	- 293	--	--	41	73	114	--	2	164	42	208	300	-2,371
9	- 642	--	--	--	--	--	--	--	--	--	--	- 669	-1,906
16	422	--	--	--	--	--	--	--	--	--	--	416	3,750
23	311	108	209	168	55	539	--	--	--	--	--	856	-324
30	1,192	40	276	106	109	530	--	--	--	--	--	1,761	4,189
May 7	265	--	--	--	--	--	--	--	--	--	--	247	-2,827
14	396	50	--	--	--	50	--	--	--	--	--	476	- 698
21													
28													

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 with market and with foreign accounts only. Excludes redemptions and maturity shifts.

4/ 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.

5/ 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		Excess** Reserves	Member Bank Reserve Positions			
	Bills	Coupon Issues	Corporate Bonds	Municipal Bonds		Borrowing at FRB*		Basic Reserve Deficit	
						Total	Seasonal	8 New York	38 Others
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
1974--High	3,678	2,203	253	384	628	3,906	176	-7,870	-12,826
Low	-289	-309	0	27	-168	647	13	-2,447	- 6,046
1975--High	4,470	2,845	464	389	577	609	22	-7,387	-11,390
Low	1,586	532	0	48	-42	18	5	-1,918	- 7,976
1974--Apr.	1,435	99	39	78	182	1,736	40	-3,952	-11,603
May	408	85	142	83	178	2,590	102	-3,171	- 9,091
June	580	9	66	124	204	3,020	134	-4,445	- 9,920
July	457	-214	14	79	162	3,075	149	-3,522	- 9,555
Aug.	1,758	398	33	108	197	3,337	164	-4,231	- 9,224
Sept.	2,309	552	23	85	180	3,282	139	-4,235	- 8,250
Oct.	2,174	654	25	166	197	1,813	117	-4,602	- 8,689
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	167p	110p	7p	-4,119p	- 9,714p
1975--Mar. 5	3,146	2,249	266	117	409	70	9	-6,006	- 9,828
12	3,215	2,159	290	168	230	60	7	-7,387	-11,297
19	3,139	2,839	464	389	20	167	5	-5,548	-10,899
26	3,066	2,771	208	107	144	155	7	-4,664	-10,024
Apr. 2	3,287	2,501	47	154	279	51	7	-4,643	- 9,617
9	3,138	2,336	13	92	118	30	7	-5,716	-11,390
16	*2,772	*1,862	26	91	219	22	5	-5,025	-11,326
23	*2,296	*1,286	55	122	70	165	6	-3,590	-10,893
30	*2,291	* 601	0	109	208p	241p	6p	-1,918p	- 7,976p
May 7	*4,129	* 532	80	130	385p	33p	10p	-2,815p	- 9,550p
14	*4,470	*2,144	62p	168p	-23p	18p	8p	4,965p	- 9,753p
21									
28									

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 available 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	Treasury Bills		90-119 Day Commercial Paper	CD's New Issue-NYC		Aaa Utility		Municipal Bond Buyer	U.S. Government (10-yr. Constant Maturity)	FNMA Auctions Yields
		90-day	1-year		60-89 Day	90-119 Day	New Issue	Recently Offered			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
1974--High	13.55	9.63	9.54	12.25	12.25	12.00	10.61	10.52	7.15	8.14	10.59
Low	8.45	6.53	6.39	7.88	8.00	7.88	8.05	8.14	5.16	6.93	8.43
1975--High	7.70	7.02	6.69	9.34	9.00	9.00	9.80	9.71	7.08	8.28	9.47
Low	5.20	5.18	5.46	5.90	5.50	5.75	8.89	9.06	6.27	7.27	8.78
1974--Apr.	10.51	8.33	8.08	9.92	9.81	9.78	8.99	8.95	5.73	7.51	9.07
May	11.31	8.23	8.21	10.82	10.83	10.90	9.24	9.13	6.02	7.58	9.41
June	11.93	7.90	8.16	11.18	11.06	10.88	9.38	9.40	6.13	7.54	9.54
July	12.92	7.55	8.04	11.93	11.83	11.83	10.20	10.04	6.68	7.81	9.84
Aug.	12.01	8.96	8.88	11.79	11.69	11.91	10.07	10.19	6.69	8.04	10.25
Sept.	11.34	8.06	8.52	11.36	11.19	11.38	10.38	10.30	6.76	8.04	10.58
Oct.	10.06	7.46	7.59	9.55	9.35	9.33	10.16	10.23	6.57	7.90	10.22
Nov.	9.45	7.47	7.29	8.95	8.78	8.72	9.21	9.34	6.61	7.68	9.87
Dec.	8.53	7.15	6.79	9.18	9.00	8.84	9.53	9.56	7.05	7.43*	9.53
1975--Jan.	7.13	6.26	6.27	7.39	7.43	7.45	9.36	9.45	6.82	7.50*	9.25
Feb.	6.24	5.50	5.56	6.36	6.00	6.25	8.97	9.09	6.39	7.39*	8.93
Mar.	5.54	5.49	5.70	6.06	5.88	6.03	9.35	9.38	6.74	7.73	8.82
Apr.	5.49	5.61	6.40	6.11	5.85	6.03	9.67	9.66	6.94	8.23	9.06
Mar. 5	5.88	5.54	5.70	6.25	6.00	6.13	8.91	9.17	6.54	7.50	--
12	5.44	5.53	5.64	6.18	5.88	6.13	9.27	9.31	6.65	7.57	8.78
19	5.38	5.42	5.62	5.98	5.75	5.88	9.60	9.41	6.80	7.80	--
26	5.53	5.47	5.76	5.90	5.88	6.00	9.60	9.62	6.95	8.05	8.85
Apr. 2	5.59	5.58	6.01	6.03	5.75	5.88	9.80	9.70	6.93	8.12	--
9	5.28	5.74	6.48	6.10	5.88	6.13	9.65	9.60	7.03	8.21	8.98
16	5.44	5.52	6.33	6.18	5.88	6.13	9.51	9.55	6.86	8.19	--
23	5.54	5.57	6.44	6.13	5.88	6.00	9.66	9.71	6.97	8.28	9.13
30	5.71	5.60	6.44	6.08	5.93	6.00	9.80	9.09	6.95	8.28	--
May 7	5.42	5.41	6.21	5.98	5.75	5.88	9.65	9.60	6.86	8.09	9.29
14	5.20	5.18	5.90	5.90	5.50	5.75	9.54p	9.58p	6.88	8.06p	--
21											
28											
Daily--May 8	5.37	5.43	6.12	6.00	--	--	--	--	--	8.09	--
15	5.10p	5.05	5.87	5.75	--	--	--	--	--	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 preceeding 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.

* The Treasury has revised its procedure for computing the constant maturity yields. Data have been revised back through December 1974 and result in an average increase of about 8 basis points in the level of the 10-year yield.

p- preliminary.

MONEY AND CREDIT AGGREGATE MEASURES

MAY 16, 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 ^{1/}	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)											
	Series Revised											
1972	10.8	7.5	10.1	11.3	14.6	8.7	11.1	13.2	12.5	14.0	12.9	12.9
1973	7.8	7.2	9.2	10.4	13.5	6.1	8.8	8.8	11.6	10.6	11.2	11.9
1974	8.6	10.8	8.9	10.2	9.2	4.8	7.2	6.8	10.7	9.0	9.1	9.2
SEMI-ANNUALLY:												
1ST HALF 1973	6.4	1.2	9.8	13.5	16.6	7.4	9.1	9.7	14.2	13.0	13.4	13.1
2ND HALF 1973	8.8	13.2	8.2	6.8	9.6	4.7	8.3	7.6	8.5	7.8	8.4	10.0
1ST HALF 1974	10.9	0.5	17.7	14.5	15.0	6.3	8.7	7.9	13.3	10.9	10.9	11.2
2ND HALF 1974	5.9	21.0	0.2	5.4	3.1	3.1	5.5	5.4	7.5	6.7	7.0	6.9
QUARTERLY:												
1ST QTR. 1974	1.3	1.1	5.8	8.2	17.5	5.5	9.3	8.9	10.9	10.0	9.7	10.3
2ND QTR. 1974	20.5	-0.1	29.1	20.4	12.0	7.0	7.9	6.8	15.3	11.6	11.8	11.8
3RD QTR. 1974	8.3	5.6	-0.4	6.7	7.3	1.0	4.2	3.8	5.8	4.9	5.6	6.4
4TH QTR. 1974	3.6	35.9	0.8	4.2	-1.1	5.3	6.7	6.9	9.1	8.4	8.3	7.2
1ST QTR. 1975	-8.3	-1.4	-4.7	3.1	4.4	2.4	8.4	10.4	7.0	9.3	9.0	8.3
MONTHLY:												
1974--APR.	31.3	16.6	19.2	29.6	17.9	6.1	8.0	7.5	18.2	14.2	15.2	15.2
MAY.	21.8	-9.1	21.5	16.9	12.1	4.3	4.5	3.7	12.5	8.8	8.7	8.8
JUNE	7.5	-7.6	44.7	13.6	5.7	10.4	11.2	9.0	14.7	11.6	11.2	11.2
JULY	21.7	12.5	53.4	9.2	17.6	1.7	5.0	4.9	8.5	7.2	7.9	8.6
AUG.	-3.9	-5.6	-59.7	6.4	11.1	0.4	4.6	3.6	4.4	3.5	4.2	5.4
SEPT.	7.0	9.8	7.8	4.2	-6.9	0.9	3.0	2.9	4.4	4.0	4.5	5.3
OCT.	-3.1	51.7	-1.5	-0.2	1.4	3.8	8.4	7.1	9.8	8.0	8.8	8.4
NOV.	-1.7	18.3	-2.8	5.2	5.0	8.5	7.9	7.7	5.7	6.2	5.9	4.7
DEC.	15.6	34.7	6.6	7.6	-9.6	3.4	3.7	5.9	11.5	10.8	10.0	8.3
1975--JAN.	8.0	19.4	0.0	3.6	3.6	-9.3	3.9	6.5	7.7	8.7	9.3	8.0
FEB.	-27.3	-19.1	-8.6	-0.2	2.8	5.5	9.4	10.5	6.9	8.7	8.5	8.1
MAR.	-5.5	-4.1	-5.5	5.8	6.7	11.0	11.8	14.0	6.4	10.4	9.1	8.7
APR. P	8.4	8.3	3.1	4.8	2.2	4.2	7.7	11.7	4.4	9.2	10.4	10.0

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/ BASED ON DATA ADJUSTED FOR CHANGES IN RESERVE REQUIREMENTS.

P - PROFITMAY.

MONEY AND CREDIT AGGREGATE MEASURES

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 ^{1/}	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	30,401	29,351	28,108	406.4	559.0	255.8	525.7	844.9	569.7	888.8	985.5	1013.1
1973	32,763	31,466	30,685	448.7	634.6	271.5	572.2	919.6	636.0	983.4	1095.4	1133.6
MONTHLY:												
1974--FEB.	32,996	31,805	30,920	454.4	652.4	273.1	580.8	932.5	649.0	1000.7	1113.6	1153.6
MAR.	32,870	31,556	31,131	457.9	662.4	275.2	585.5	940.0	653.4	1007.9	1122.1	1162.8
APR.	33,728	31,992	31,628	469.2	672.3	276.6	589.4	945.9	663.3	1019.8	1136.3	1177.5
MAY.	34,340	31,750	32,194	475.8	679.1	277.6	591.6	948.8	670.2	1027.3	1144.5	1186.1
JUNE	34,556	31,550	33,393	481.2	682.9	280.0	597.1	955.9	678.4	1037.2	1155.2	1197.2
JULY	35,180	31,879	34,880	484.9	692.9	280.4	599.6	959.8	683.2	1043.4	1162.8	1205.8
AUG.	35,066	31,730	33,145	487.5	690.2	280.5	601.9	962.7	685.7	1046.4	1166.9	1211.2
SEPT.	35,270	31,988	33,360	489.2	695.2	280.7	603.4	965.0	688.2	1049.9	1171.3	1216.5
OCT.	35,179	33,366	33,318	488.3	696.0	281.6	607.6	970.7	693.8	1056.9	1179.9	1225.0
NOV.	35,128	33,876	33,241	491.2	697.4	283.6	611.6	976.9	697.1	1062.4	1185.7	1229.8
DEC.	35,584	34,857	33,423	494.3	691.8	284.4	613.5	981.7	703.8	1072.0	1195.6	1238.3
1975--JAN.	35,820	35,421	33,423	495.8	693.0	282.2	615.5	987.0	708.3	1079.8	1204.9	1246.6
FEB.	35,006	34,858	33,184	495.7	695.5	283.5	620.3	995.6	712.4	1087.6	1213.4	1255.0
MAR.	34,845	34,739	33,031	498.1	699.4	286.1	626.4	1007.2	716.2	1097.0	1222.6	1264.1
APR. P	35,088	34,978	33,117	500.1	700.7	287.1	630.4	1017.0	718.8	1105.4	1233.2	1274.6
WEEKLY:												
1975--MAR. 12	34,809	34,749	33,056	498.5		287.6	627.1		716.3			
19	34,579	34,412	32,737	498.0		285.6	626.3		715.8			
26	34,923	34,768	33,107	500.0		286.7	627.2		717.4			
APR. 2	35,001	34,950	33,164	500.0		286.2	628.2		718.4			
9	34,791	34,761	33,074	501.5		287.4	629.9		719.3			
16	35,139	35,117	33,201	501.2		287.1	630.4		719.0			
23	35,144	34,979	33,095	498.6		286.4	629.9		717.7			
30P	35,303	35,062	33,084	498.2		286.7	631.0		718.2			
MAY 7P	35,078	35,045	33,053	499.2		288.0	633.1		719.5			

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/ BASED ON DATA ADJUSTED FOR CHANGES IN RESERVE REQUIREMENTS.
 P - PRELIMINARY.

COMPONENTS OF MONEY STOCK AND RELATED MEASURES

Period	Currency	Demand Deposits	Time Total 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:		Series Revised		(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	15.1	9.4	5.6	11.8	41.5	4.8	16.5	11.5
SEMI-ANNUALLY:										
1ST HALF 1973	8.4	7.1	19.8	10.6	10.4	17.6	76.1	6.0	30.7	5.1
2ND HALF 1973	7.8	3.8	11.4	11.6	6.3	9.4	10.6	4.1	27.0	70.7
1ST HALF 1974	9.7	5.2	18.6	10.9	5.9	13.8	54.9	4.3	17.7	19.8
2ND HALF 1974	10.2	1.0	10.5	7.6	5.1	9.1	22.1	5.2	14.1	2.9
QUARTERLY:										
1ST QTR. 1974	11.0	3.8	15.1	12.8	7.9	13.0	26.3	4.0	12.3	25.1
2ND QTR. 1974	8.2	6.6	21.3	8.8	3.9	14.2	78.2	4.6	22.3	13.8
3RD QTR. 1974	8.0	-1.1	9.1	7.1	3.1	6.1	17.2	5.2	19.0	29.5
4TH QTR. 1974	12.1	3.2	11.7	7.9	6.9	12.0	25.9	5.2	8.8	-22.1
1ST QTR. 1975	9.4	0.2	10.1	13.6	13.1	18.9	-2.2	6.4	7.2	-11.2
MONTHLY:										
1974--APR.	11.4	5.1	26.6	9.3	5.8	14.2	104.1	5.9	44.7	17.7
MAY	7.5	2.8	18.0	5.0	1.5	9.3	74.7	3.9	10.8	8.7
JUNE	5.6	11.8	18.0	11.8	4.3	18.5	42.8	3.9	10.7	14.4
JULY	3.7	1.1	13.3	7.9	4.7	9.1	33.9	5.9	25.4	22.8
AUG.	13.0	-3.3	7.1	8.6	1.8	0.0	2.9	3.9	18.7	39.2
SEPT.	7.3	-1.1	6.8	4.5	2.9	9.1	14.3	5.8	12.2	24.4
OCT.	10.9	2.2	13.5	11.9	4.3	9.0	19.8	5.8	28.3	-2.7
NOV.	16.2	5.6	4.4	7.7	7.1	13.4	-9.7	3.9	-2.0	-29.3
DEC.	8.9	1.7	16.8	4.0	9.2	13.2	67.4	5.8	0.0	-35.5
1975--JAN.	5.3	-13.9	18.9	15.3	9.9	17.5	31.9	7.6	23.7	-28.1
FEB.	10.6	3.9	8.2	12.6	11.5	17.2	-7.8	5.7	7.8	-5.8
MAR.	12.2	10.6	3.1	12.5	17.6	21.2	-30.0	5.7	-9.6	0.0
APR. P	1.7	5.0	4.7	10.6	18.1	20.8	-18.7	5.6	36.9	-2.9

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.

COMPONENTS OF MONEY STOCK AND RELATED MEASURES

Period	Currency	Demand Deposits	Time Total 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	Commercial Paper ^{1/}	Non-deposit Funds	U.S. Gov't Demand
	1	2	3	4	5	6	7	8	9	10	11	12
ANNUALLY:												
	Series Revised											
1972	56.9	198.9	313.8	269.9	297.5	21.6	43.9	57.0	39.8	27.6	4.3	5.6
1973	61.6	209.9	364.5	300.7	322.8	24.6	63.8	59.9	52.1	38.3	6.6	3.9
MONTHLY:												
1974--FEB.	62.7	210.4	375.9	307.7	326.6	25.0	68.2	60.3	52.7	39.9	6.9	2.2
MAR.	63.3	211.9	378.3	310.3	329.2	25.4	68.0	60.5	53.7	40.7	7.5	3.2
APR.	63.9	212.8	386.7	312.7	330.8	25.7	73.9	60.8	55.7	41.3	8.1	4.6
MAY	64.3	213.3	392.5	314.0	331.2	25.9	78.5	61.0	56.2	41.6	8.8	5.6
JUNE	64.6	215.4	398.4	317.1	332.4	26.3	81.3	61.2	56.7	42.1	8.4	5.3
JULY	64.8	215.6	402.8	319.2	333.7	26.5	83.6	61.5	57.9	42.9	9.2	4.2
AUG.	65.5	215.0	405.2	321.5	334.2	26.5	83.8	61.7	58.8	44.3	9.0	6.2
SEPT.	65.9	214.8	407.5	322.7	335.0	26.7	84.8	62.0	59.4	45.2	8.6	6.3
OCT.	66.5	215.2	412.1	325.9	336.2	26.9	86.2	62.3	60.8	45.1	7.9	3.7
NOV.	67.4	216.2	413.6	328.0	338.2	27.2	85.5	62.5	60.7	44.0	7.6	4.6
DEC.	67.9	216.5	419.4	329.1	340.8	27.5	90.3	62.8	60.7	42.7	8.4	1.9
1975--JAN.	68.2	214.0	426.0	333.3	343.6	27.9	92.7	63.2	61.9	41.7	7.6	0.7
FEB.	68.8	214.7	428.9	336.8	346.9	28.3	92.1	63.5	62.3	41.5	6.5	0.6
MAR.	69.5	216.6	430.0	340.3	352.0	28.8	89.8	63.8	61.8	41.5	6.5	0.7
APR. P	69.6	217.5	431.7	343.3	357.3	29.3	88.4	64.1	63.7	41.4	6.7	2.1
WEEKLY:												
1975--MAR. 12	69.5	218.1	428.8	339.6	0.0	0.0	89.2	0.0	0.0	0.0	6.2	1.7
19	69.5	218.1	430.2	340.7	0.0	0.0	89.5	0.0	0.0	0.0	6.7	0.0
26	69.5	217.1	430.7	340.6	0.0	0.0	90.1	0.0	0.0	0.0	6.8	0.7
APR. 2	69.7	216.5	432.2	342.0	0.0	0.0	90.2	0.0	0.0	0.0	6.4	0.8
9	69.5	217.8	432.0	342.6	0.0	0.0	89.4	0.0	0.0	0.0	6.3	2.7
16	69.5	217.6	431.8	343.3	0.0	0.0	88.6	0.0	0.0	0.0	6.6	3.0
23	69.7	216.7	431.4	343.5	0.0	0.0	87.9	0.0	0.0	0.0	7.2	1.4
30P	69.8	216.9	431.6	344.4	0.0	0.0	87.2	0.0	0.0	0.0	6.9	1.9
MAY 7P	69.8	218.2	431.5	345.1	0.0	0.0	86.5	0.0	0.0	0.0	7.0	2.0

NOTES: ADJUSTED CREDIT PROXY INCLUDES MAINLY TOTAL MEMBER BANK DEPOSITS SUBJECT TO RESERVE REQUIREMENTS, LOANS SOLD TO BANK-RELATED INSTITUTIONS, AND EURODDLAP 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

Appendix Table III

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

		<u>M₁</u>		<u>M₂</u>		<u>M₃</u>	
		<u>M</u>	<u>Q</u>	<u>M</u>	<u>Q</u>	<u>M</u>	<u>Q</u>
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
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
1975	I	2.4	1.0	8.4	6.4	10.4	8.3

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

Growth Rates in Money Supply for Alternatives

		M_1		M_2		M_3	
		<u>M</u>	<u>Q</u>	<u>M</u>	<u>Q</u>	<u>M</u>	<u>Q</u>
1975	II	7.7	8.8	10.4	10.1	13.5	12.9
	III	8.6	8.4	11.7	11.7	13.8	14.2
1975	II	7.1	7.5	9.8	9.9	12.9	12.6
	III	7.1	7.2	10.1	10.3	12.1	12.7
1975	II	6.7	7.3	9.4	9.7	12.2	12.4
	III	5.5	5.8	8.7	9.1	10.8	11.4

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

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

Appendix Table VI
 Impact of Benchmark Revisions on Money Stock Growth Rates
 (Seasonally adjusted, per cent annual rates)

	M_1		M_2		M_3	
	<u>Old</u>	<u>Revised</u>	<u>Old</u>	<u>Revised</u>	<u>Old</u>	<u>Revised</u>
Annual:						
1974	4.7	4.8	7.4	7.2	6.8	6.8
Half year:						
1974--I	6.3	6.3	8.7	8.7	7.9	7.9
II	3.1	3.1	5.8	5.5	5.6	5.4
Quarterly:						
1974--III	1.6	1.0	4.5	4.2	4.0	3.8
IV	4.6	5.3	7.0	6.7	7.0	6.9
1975--I	3.5	2.4	8.5	8.4	10.3	10.4
Monthly:						
1974--June	10.4	10.4	11.2	11.2	9.0	9.0
July	2.1	1.7	5.2	5.0	5.0	4.9
Aug.	0.9	0.4	5.0	4.6	3.9	3.6
Sept.	1.7	0.9	3.2	3.0	3.1	2.9
Oct.	4.7	3.8	8.5	8.4	7.1	7.1
Nov.	6.8	8.5	9.7	7.9	8.8	7.7
Dec.	2.1	3.4	2.5	3.7	5.2	5.9
1975--Jan.	-8.9	-9.3	3.7	3.9	6.4	6.5
Feb.	6.8	5.5	9.5	9.4	10.6	10.5
Mar.	12.7	11.0	12.2	11.8	14.2	14.0
Apr.	5.9	4.2	8.0	7.7	11.9	11.7