APPENDIX 1

Charts used by Mr. Fisher in his presentation
3-Month Deposit Rates
January 1, 1998 - May 18, 1998

Current Euro-deposit Rate and Rates Implied by Traded Forward Rate Agreements

<table>
<thead>
<tr>
<th></th>
<th>LIBOR Fixing</th>
<th>3-mo. forward</th>
<th>9-mo. forward</th>
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<tbody>
<tr>
<td>United States</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Germany</td>
<td></td>
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<td></td>
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<tr>
<td>Japan</td>
<td></td>
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</tr>
</tbody>
</table>

United States

Germany

Japan

Percent

March 31, FOMC
April 3, Nonfarm Payroll
April 27, Wall Street Journal Article
May 1-3 EU Summit
April 9, Stimulus Package and Intervention
May 7, Yamaguchi's Comments

Jan  Feb  Mar  Apr  May
Dollar Exchange Rates
January 1, 1998 - May 18, 1998

$/DM

Marks per dollar (left axis)

Jan 1998
Feb 1998
Mar 1998
Apr 1998
May 1998

$/Yen

Yen per dollar (right axis)

Jan 1998
Feb 1998
Mar 1998
Apr 1998
May 1998

Constant Maturity U.S. Treasury Yields
January 1, 1998 - May 18, 1998

Percent

30 Year Bond
10 Year Note
2 Year Note

Jan 1998
Feb 1998
Mar 1998
Apr 1998
May 1998

March 31, FOMC
April 9, Stimulus Package and Intervention
May 1-3 EMU Summit

March 31, FOMC
April 3, Nonfarm Payroll
April 27, WSJ Article
Federal Budget Receipts
April - June 1998
($Billions)

<table>
<thead>
<tr>
<th></th>
<th>Forecast as of March FOMC</th>
<th>Current Forecast</th>
</tr>
</thead>
<tbody>
<tr>
<td>Board</td>
<td>516</td>
<td>542</td>
</tr>
<tr>
<td>FRBNY</td>
<td>548</td>
<td>543</td>
</tr>
</tbody>
</table>

Forecasts of Daily Treasury Balances at Fed
April 9 - May 20, 1998

Total Treasury Balance
Actual - 3/31 NY forecast: 3 5 -1 -6 -8 -10 -14 -15 -14 -11 -9 -5 -6 -6 -8 -15 -8 -8 -6 -8 -9 -7

Total Deposits
Actual - 3/31 NY forecast: 1 4 -1 -3 -5 4 -9 3 9 11 12 13 7 9 4 4 6 7 8 9 11 8
DAILY FEDERAL FUNDS
TRADING RANGE, EFFECTIVE AVERAGE & ONE STANDARD DEVIATION
March 26 to Present

Per. Avg. Rate: 5.54% 10
Per Avg. Excess: $1.3bn.

5.42%
$1.5bn.

5.38%
$1.3bn.

5.57%
$0.5bn.
through May 15.

Effective standard deviation (+/- one)

Range

Fed Funds Target Rate
APPENDIX 2

Charts used by Governor Meyer
Core CPI Inflation
(Annual rate)

Published

- 3 month changes
- 6 month changes
- 12 month changes

Methodologically consistent

- 3 month changes
- 6 month changes
- 12 month changes

Percent


1.5 2.0 2.5 3.0 3.5 4.0
