APPENDIX

Charts used by Mr. Kos.
3-Month Deposit Rates
January 1, 2001 - May 11, 2001
Current Deposit Rate and Rates Implied by Traded Forward Rate Agreements
Total Individual and Federal Tax Deposits
April - May Levels and Percent Growth over Prior Year

Actual 1998
Actual 1999
Actual 2000
NY Estimate 2001
Reflecting actual data through 5/11/01

Actual Treasury Balances
April 2 to May 11 2001

TT&L Capacity (Including Special Direct Investment)
General Balance (Fed plus TT&L)
Fed Balance
* The projected purchases, redemptions and net expansion in the SOMA in 2001 assume:

(1) 5 percent currency expansion (saar) over the second half of the year; (2) no change in outstanding long-term RPs from their current $12 billion level, except for a temporary increase to meet any seasonal increase in currency ahead of the year-end; and (3) no changes in the maturity distribution of new Treasury security issuance and in the Desk’s purchases. Actual purchases in 2001 through May 14 have totaled $28 billion, and redemptions have totaled $12 billion.