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June 23, 2000

CURRENT ECONOMIC AND FINANCIAL CONDITIONS

Supplemental Notes

Prepared for the Federal Open Market Committee
by the staff of the Board of Governors of the Federal Reserve System

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Selected Financial Market Quotations

(One-day quotes in percent except as noted)

Instrument	1999		2000		Change to June 22 from selected dates (percentage points)		
	June 29	Dec. 31	FOMC* May 16	June 22	1999 June 29	1999 Dec. 31	FOMC* May 16
<i>Short-term</i>							
FOMC intended federal funds rate	4.75	5.50	6.00	6.50	1.75	1.00	.50
<i>Treasury bills</i> ¹							
3-month	4.70	5.17	5.94	5.67	.97	.50	-.27
6-month	4.92	5.49	6.24	5.90	.98	.41	-.34
1-year	4.89	5.63	6.05	5.82	.93	.19	-.23
<i>Commercial paper</i>							
1-month	5.18	5.13	6.47	6.54	1.36	1.41	.07
3-month	5.12	5.75	6.59	6.58	1.46	.83	-.01
<i>Large negotiable CDs</i> ¹							
1-month	5.21	5.72	6.55	6.62	1.41	.90	.07
3-month	5.32	5.90	6.74	6.71	1.39	.81	-.03
6-month	5.43	6.08	6.97	6.87	1.44	.79	-.10
<i>Eurodollar deposits</i> ²							
1-month	5.13	5.69	6.53	6.59	1.46	.90	.06
3-month	5.25	5.88	6.72	6.72	1.47	.84	.00
Bank prime rate	7.75	8.50	9.00	9.50	1.75	1.00	.50
<i>Intermediate- and long-term</i>							
<i>U.S. Treasury (constant maturity)</i>							
2-year	5.68	6.24	6.88	6.50	.82	.26	-.38
10-year	5.93	6.45	6.47	6.12	.19	-.33	-.35
30-year	6.07	6.48	6.17	5.98	-.09	-.50	-.19
U.S. Treasury 10-year indexed note	4.01	4.33	4.21	4.07	.06	-.26	-.14
Municipal revenue (Bond Buyer) ³	5.62	6.23	6.23	5.99	.37	-.24	-.24
Corporate bonds, Moody's seasoned Baa	8.05	8.18	8.99	8.49	.44	.31	-.50
High-yield corporate ⁴	10.53	10.94	11.94	11.92	1.39	.98	-.02
<i>Home mortgages (FHLMC survey rate)</i> ⁵							
30-year fixed	7.63	8.06	8.52	8.22	.59	.16	-.30
1-year adjustable	5.93	6.56	6.96	7.21	1.28	.65	.25

Stock exchange index	Record high		1999	2000		Change to June 22 from selected dates (percent)		
	Level	Date	Dec. 31	FOMC* May 16	June 22	Record high	Dec. 31	FOMC* May 16
Dow-Jones Industrial	11,723	1-14-00	11,497	10,808	10,376	-11.49	-9.75	-3.99
S&P 500 Composite	1,527	3-24-00	1,469	1,452	1,452	-4.93	-1.16	-.01
Nasdaq (OTC)	5,049	3-10-00	4,069	3,608	3,937	-22.02	-3.26	9.12
Russell 2000	606	3-9-00	505	498	515	-15.03	2.03	3.46
Wilshire 5000	14,752	3-24-00	13,813	13,438	13,605	-7.77	-1.50	1.25

1. Secondary market.
 2. Bid rates for Eurodollar deposits collected around 9:30 a.m. Eastern time.
 3. Most recent Thursday quote.
 4. Merrill Lynch 175 high-yield bond index composite.
 5. For week ending Friday previous to date shown.
- * Data are as of the close on May 15, 2000.