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CONFIDENTIAL (FR)
CLASS II - FOMC

November 11, 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

The Domestic Nonfinancial Economy

No textual addendums to the Greenbook were required.

The Domestic Financial Situation

A continuation of the rally begun in early November has raised most broad measures of stock prices above their levels at the time of the October FOMC meeting. The Dow Jones Industrial Average, as well as the New York Stock Exchange, American Stock Exchange and NASDAQ Composite indexes have increased 1 to 2 per cent on balance. The Dow Jones Utilities index has fallen slightly, however.

Revisions and Corrections

Page II - 4, lines 21 and 22: Put period after "disbursements" and delete remainder of sentence.

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

	1977		1977	
	Highs	Lows	Oct. 17	Nov. 10
<u>Short-term Rates</u>				
Federal funds (wkly, avg.)	6.58(11/9)	4.47(1/5)	6.50(10/19)	6.58(11/9)
3-month				
Treasury bills (bid)	6.36(10/13)	4.39(4/28)	6.28	6.13
Comm. paper (90-119 days)	6.63(10/17)	4.63(1/10)	6.63	6.56
Bankers' acceptances	6.68(10/13)	4.66(1/3)	6.65	6.64
Euro-dollars	7.44(10/13)	4.88(1/5)	7.25	7.19
CD's (NYC) 90 days				
Most often quoted new	6.63(10/13)	4.50(1/5)	6.63(10/12)	6.60(11/9)
6-month				
Treasury bills (bid)	6.55(10/13)	4.54(1/3)	6.52	6.42
Comm. paper (4-6 mos.)	6.65(10/17)	4.63(1/7)	6.65	6.60
CD's (NYC) 180 days				
Most often quoted new	6.92(11/9)	4.65(1/5)	6.75(10/12)	6.92(11/9)
1-year				
Treasury bills (bid)	6.64(10/13)	4.66(1/3)	6.62	6.52
CD's (NYC)				
Most often quoted new	7.02(10/12)	5.00(1/5)	7.02(10/12)	7.00(11/9)
Prime municipals	3.65(10/14)	2.65(1/7)	3.65(10/14)	3.10p
<u>Intermediate- and Long-term</u>				
Treasury (constant maturity)				
3-year	7.26(10/17)	5.73(1/3)	7.26	7.23p
7-year	7.48(10/13)	6.50(1/3)	7.45	7.46p
20-year	7.80(5/11)	7.20(1/3)	7.73	7.79p
Corporate				
Seasoned Aaa	8.13(3/14)	7.87(1/5)	8.05	8.10
Baa	9.18(2/25)	8.77(9/9)	8.89	8.95
Aaa Utility New Issue	8.34(5/18)	7.90(1/5)	8.20(10/14)	8.30p
Recently Offered	8.33(5/4)	7.95(1/5)	8.21(10/14)	8.29p
Municipal				
Bond Buyer Index	5.93(2/2)	5.48(9/8)	5.70(10/13)	5.51
Mortgage--average yields in				
FNMA auction	8.86(11/2)	8.46(1/12)	8.77(10/3)	8.86(11/2)