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THE PRESIDENT HAS SEEN *def.*

THE CHAIRMAN OF THE
COUNCIL OF ECONOMIC ADVISERS
WASHINGTON

April 11, 1975

gms

MEMORANDUM FOR THE PRESIDENT

Subject: Weekly Monetary and Financial Conditions

Monetary aggregates are continuing the rapid rate of expansion that began about two months ago. M_1 has grown at a 12.9 percent annual rate over the past two months: M_2 has expanded at a 13.0 percent rate. Growth rates over the past 26 and 52 weeks, however, are still quite moderate (attached table). Both long-term and short-term interest rates rose substantially in the most recent week.

Gary L. Seavers
Gary L. Seavers
Member

[Handwritten signature]

Alan Greenspan
Chairman



Some Details
(Optional Reading)

Money Growth

Percent Changes of Monetary Aggregates,
Seasonally Adjusted Annual Rates

Period	M ₁ (currency plus demand deposits)	M ₂ (currency plus all commercial bank deposits except large CD's)	Credit (adjusted bank credit proxy)
Past 52 weeks (from average of four weeks ending Apr. 3, 1974 to average of four weeks ending Apr. 2, 1975)	4.3	7.2	8.6
Past 26 weeks (from average of four weeks ending Oct. 2, 1974 to average of four weeks ending Apr 2, 1975)	4.5	8.2	4.1
Past 13 weeks (from average of four weeks ending Jan. 1, 1975 to average of four weeks ending Apr. 2, 1975)	4.4	9.2	3.6
Past 4 weeks (from average of four weeks ending Mar. 5, 1975 to average of four weeks ending Apr. 2, 1975)	13.6	12.6	8.7

Interest Rates
(average of daily figures)

(percent)

Period	U.S. Government			Prime commercial paper 4-6 months	Moody's Aaa bond rate
	3-month bills	3-5 year issues	long term bonds		
October	7.24	7.98	7.22	9.36	9.27
November	7.59	7.65	6.93	8.81	8.90
December	7.18	7.22	6.78	8.98	8.89
January	6.49	7.29	6.68	7.30	8.83
February	5.58	6.85	6.61	6.33	8.62
March	5.54	7.00	6.73	6.05	8.67
Week ending:					
Mar. 14	5.62	6.88	6.67	6.08	8.61
Mar. 21	5.38	7.05	6.75	5.95	8.69
Mar. 28	5.54	7.19	6.83	5.93	8.78
April 4	5.56	7.47	6.88	6.03	8.87
April 11 ^P	6.02	7.74	7.05	6.22	8.93