

**CONFIDENTIAL (FR)**

# **CURRENT ECONOMIC and FINANCIAL CONDITIONS**

**Prepared for the  
Federal Open Market Committee**

*By the Staff*

**BOARD OF GOVERNORS  
OF THE FEDERAL RESERVE SYSTEM**

July 10, 1974

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to change relatively little rather than increasing as had been anticipated four weeks ago. The unemployment rate is now projected to rise to about 6-1/2 per cent by mid-1975, even though growth in the civilian labor force is expected to be relatively slow.

## STAFF GNP PROJECTIONS

	Per cent change annual rate							
	Changes in nominal GNP \$ billion		Gross private product fixed weighted price index				Unemployment rate	
			Real GNP					
	6/12/74	7/10/74	6/12/74	7/10/74	6/12/74	7/10/74	6/12/74	7/10/74
1971 <u>1/</u>	78.3	78.3	3.2	3.2	4.6	4.6	5.9	5.9
1972 <u>1/</u>	99.7	99.7	6.1	6.1	3.2	3.2	5.6	5.6
1973 <u>1/</u>	133.9	133.9	5.9	5.9	6.1	6.1	4.9	4.9
1974 <u>1/</u>	107.2	103.2	- .6	- .8	9.6	9.7	5.5	5.4
1973: I <u>1/</u>	43.3	43.3	8.7	8.7	7.0	7.0	5.0	5.0
II <u>1/</u>	29.5	29.5	2.4	2.4	7.9	7.9	4.9	4.9
III <u>1/</u>	32.5	32.5	3.4	3.4	7.0	7.0	4.7	4.7
IV <u>1/</u>	33.0	33.0	1.6	1.6	8.6	8.6	4.7	4.7
1974: I <u>1/</u>	14.7	14.7	-6.3	-6.3	13.5	13.5	5.2	5.2
II	27.8	23.1	- .5	- .8	9.4	9.0	5.2	5.1
III	29.5	29.2	1.3	.2	7.6	8.8	5.6	5.5
IV	33.9	32.5	2.2	1.3	7.1	7.8	5.9	5.8
1975: I	27.4	26.5	1.6	.8	6.0	6.7	6.1	6.2
II	25.0	24.5	1.6	.8	5.3	6.0	6.3	6.5
Change: 72-IV to 73-IV	138.3	138.3	4.0	4.0	7.8	7.8	- .6	- .6
73-IV to 74-IV	105.9	98.5	- .9	-1.5	9.4	9.8	1.2	1.1
74-II to 75-II	115.8	112.7	1.7	.8	6.5	7.3	1.1	1.4

1/ Actual.