

## SECURITY OFFERINGS

(Monthly totals or monthly averages, in millions of dollars)  
Not seasonally adjusted

	1977	1978					
	Year	QI <sup>e/</sup>	QII <sup>e/</sup>	May <sup>e/</sup>	June <sup>e/</sup>	July <sup>f/</sup>	Aug. <sup>f/</sup>
		<u>Gross offerings</u>					
Corporate securities--total	4,518	3,371	3,566	3,200	4,200	3,200	3,000
Publicly offered bonds	2,016	1,583	1,833	1,700	1,800	2,000	1,600
By quality <u>1/</u>							
Aaa and Aa	1,089	765	883	825	700	--	--
Less than Aa <u>2/</u>	927	817	950	875	1,100	--	--
By type of borrower							
Utility	692	475	575	500	800	--	--
Industrial <u>3/</u>	700	546	633	700	525	--	--
Financial	624	561	625	500	475	--	--
Privately placed bonds	1,501	1,128	933	800	1,200	800	800
Stocks	1,001	660	800	700	1,200	400	600
Foreign securities--total	621	537	630	792	501	--	--
Publicly offered	437	425	507	650	320	300	300
Privately placed	184	112	123	142	181	--	--
State and local govt. securities--total	5,771	5,172	7,060	6,305	6,100	4,700	5,000
Long-term	3,891	3,594	4,391	5,300	4,100	3,200	3,500
Short-term	1,880	1,578	2,669	1,005	2,000	1,500	1,500
		<u>Net offerings</u>					
U.S. Treasury	3,433	7,180	-2,417	659	3,381	600	5,200
Sponsored Federal agencies	604	1,804	2,127	3,737	1,833	1,248	2,975

1/ Bonds categorized according to Moody's bond ratings.

2/ Includes issues not rated by Moody's.

3/ Includes equipment trust certificates.

4/ Classified by original offering date.

e/ Estimated.

f/ Forecast.

CONFIDENTIAL (FR)  
CLASS II - FOMC

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SUPPLEMENT

CURRENT ECONOMIC AND FINANCIAL CONDITIONS

Prepared for the  
Federal Open Market Committee

By the Staff  
Board of Governors  
of the Federal Reserve System

Durable wholesale inventories rose at an annual rate of \$2.2 billion in May, well below the April pace of \$10.0 billion. The large increase in stocks at wholesalers of motor vehicles, primarily importers of foreign cars, was offset by a substantial reduction in merchants' stocks of machinery. Nondurable inventories declined at an annual rate of \$3.4 billion following the strong April accumulation of \$13.8 billion. While the book value of stocks at wholesale groceries increased, merchants of raw farm products reported a sharp decline after 9 months of accumulation.

#### The Domestic Financial Economy

No textual addendums to the Greenbook were required, but the usual updating of the interest rate developments and monetary aggregates tables are contained on pages 5 and 6, respectively.

#### CORRECTIONS

Part III - Page III-14, lines 4-5 "third quarter of 1974" should read "second quarter of 1977."

Part IV - Page IV-8, line 3 of table, final column, ".0" should be "+0.8." Page IV-12, line 18, "industry exports" should be "industry experts." Page IV-13, lines 1-3 should read: "Foreign official assets in the United States (excluding OPEC holdings) rose by \$0.6 billion in May, after having fallen by \$2.8 billion in April. Exchange-" Page IV-24, 3-Month Rates for Switzerland in final column, "4.25" should be "1.62."