Document 0238 Yields on savings-type certificates of deposit dropped slightly in the week ended yesterday . n:x p:e-u-i n_of-n:x-i n_of:x-i _ n_o The average yield on a six-month CD of \$ 50,000 or less was 7.90 %, compared with 7.94 % a week earlier q:i-h-h a:e-p n:x p:e-u-i q:i-h-h n:x n:x p:e-x-i n:x card:i-i-c _ little-few_a:e-i v_id:e-p-i card:i-i-c n_of:x _ v_with:e-i-p-i _ card:i-i-c n_of:x q:i-h-h n:x time_n:x _ ... was 7.90 % This week was uneventful for the CD market , " said Norberto Mehl , chairman of Banxquote . _ dem:i-h-h n.x _ a.e-u p:e-u-i q:i-h-h n.x n.x _ v_o:e-i-h-i named:x-c _ named:x-(ARG2) "The major banks have n't even reacted to sharp rises in the three-month Treasury bill rates " in the past two weeks q:i-h-h a:e-p n_of:x-i _ neg:e-h a:e-e v_to:e-i-i _ a:e-p n:x p:e-u-i q:i-h-h n:x n:x n_of:x-i _ p:e-u-i q:i-h-h a:e-p card:i-i-c n:x (ARG2) ARG2 ARG1 ARG2 Banks that adjusted payouts on CDs in the most recent week made only fractional moves , he said n_of:x-i _ v_to:e-i-p n:x p:e-u-i n:x p:e-u-i q:i-h-h super!:e-u a:e-p n:x v:e-i-p-u x:e-u a:e-u n:x _ pron:x v_to:e-i-h-i _ (ARGI) (ARGI) ARGI The CD trend runs counter to the direction of short-term interest rates at the Treasury bill auction Monday . q:i-h-h n:x n:x v:e-i p:e-u-i q:i-h-h n_of:x-i _ n_of:x-i _ n_of:x-i _ n_of:x-i _ n_of:x-i _ p:e-u-i q:i-h-h named:x-c _ n_of:x-i _ n_of:x-i _ dofw:x-c _ The average six-month bill was sold with a yield of 8.04 % , up from 7.90 % q:i-h-h a:e-p n:x n_of:x-i _ v:e-i-p p:e-u-i q:i-h-h n:x p:e-x-i card:i-i-c n_of:x _ p:e-u-i card:i-i-c n_of:x The average three-month issue rose to 8.05 % from 7.77 % q:i-h-h a:e-p n:x n:x v:e-i p:e-u-i card:i-i-c n_of:x p:e-u-i card:i-i-c n_of:x y , banks offer CD yields higher than those on Treasury bills , which are considered the safest short-term investments ; banks need a competitive edge to sell their products . _ n_of:x-i v:e-i-p n:x n:x a:e-i _ x:x p:e-u-i named:x-c n_of:x-i _ _ v:e-i-i-i q:i-h-h a:for:e-i n_of:x-i n:x _ n_of:x-i v:e-i-p q:i-h-h a:e-p n_of:x v:e-i-p q:i-h-h a:e-p n_of:x v:e-i-p q:i-h-h n:x _ _ compound (ARGI) (ARGI) But when market interest rates move up rapidly , increases in bank CD yields sometimes lag c:i-i-i x:e-h-h n:x n_in:x-i n_of:x-i v:e-i p:e-i a:e-e _ n:x p:e-u-i n_of:x-i n:x n:x a:e-e v:e-i-p_ [20238012] —(ARGI)— Most yields on short-term jumbo CDs , those with denominations over \$ 90,000 , also moved in the opposite direction of Treasury bill yields q:i-h-h n:x p:e-u-i n_of:x-i a:e-u n:x _ x:x p:e-u-i n:x card:i-i-c _ a:e-h v:e-i p:e-u-i q:i-h-h a_of-to:e-p-i n_of:x-i _ named:x-c n_of:x-i _ n:x _ x:x The average six-month yield on a jumbo CD was at 7.90 %, down from 7.93 %, Banxquote said q:i-h-h a:e-p n:x n:x p:e-u-i q:i-h-h a:e-u n:x p:e-u-i card:i-i-c n_of:x p:e-u-i ca

1		

