

# ECONOMIC INDICATORS – December 2008

## Market Rates and Bond Yields

	Dec08	Jun08	Dec07	Jun07	Dec06	Dec05
Reserve Bank Discount Rate	0.86	2.25	4.83	6.25	6.25	5.15
Prime Rate (monthly average)	3.61	5.00	7.33	8.25	8.25	7.15
Federal Funds Rate	0.16	2.00	4.24	5.25	5.24	4.16
3-Month Treasury Bills	0.03	1.86	3.00	4.61	4.85	3.89
6-Month Treasury Bills	0.26	2.13	3.23	4.76	4.88	4.18
3-Month Certificates of Deposit	1.77	2.76	5.02	5.33	5.32	4.45
LIBOR-3 month rate	2.47	2.95	5.17	5.35	5.35	4.47
U.S. 5-Year Bond	1.52	4.37	3.49	5.03	4.53	4.39
U.S. 10-Year Bond	2.42	4.78	4.10	5.10	4.56	4.47
U.S. 30-Year Bond*	2.87*	5.12*	4.53*	5.20*	4.68*	4.73*
Municipal Tax Exempts (Aaa)†	5.17	4.50	4.23	4.34	3.76	4.46
Municipal Tax Exempts (A)†	6.15	4.92	4.58	4.65	4.14	4.68
Corporate Bonds (Aaa)	5.08	5.68	5.49	5.79	5.32	5.37
Corporate Bonds (A)†	6.70	6.43	6.19	6.33	5.78	5.84
Corporate Bonds (Baa)	8.46	7.07	6.65	6.70	6.22	6.32

## Stock Dividend Yields

Common Stocks—500	3.00	2.15	2.06	1.81	1.79	1.83
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## Other Benchmarks

Industrial Production Index ¶ **	103.6**	111.7**	114.1**	113.4**	112.2**	110.4**
Unemployment (%) ¶	7.2	5.5	5.0	4.5	4.5	4.9
Monetary Aggregates, daily avg. ¶						
M1, \$-Billions	1,595.8	1,385.6	1,364.2	1,363.9	1,365.7	1,396.9
M2, \$-Billions	8,154.1	7,687.2	7,447.1	7,241.2	7,021.0	6,718.1
Member Bank Borrowed Reserves \$-Billions <sup>^</sup>	n/a <sup>^</sup>	n/a <sup>^</sup>	n/a <sup>^</sup>	0.187	0.191	0.169
Consumer Price Index All Urban Consumers	210.2	218.8	210.0	208.4	201.8	196.8

	3Q08	2Q08	3Q07	2Q07	3Q06	2Q06	3Q05
Per Capita Personal Disposable Income	35,152	35,579	33,820	33,441	32,380	32,038	30,557
Annual Rate in Current \$s Savings as % of DPI(††)	1.3	2.7	0.5	0.3	0.5	0.6	-0.7

\*As of April 2006, the Fed went back to reporting 30-yr rates; the historical data is 20+ year rates. A factor for adjusting the daily nominal 20-year constant maturity in order to estimate a 30-year nominal rate can be found at [www.treas.gov/offices/domestic-finance/debt-management/interest-rate/ltcompositeindex.html](http://www.treas.gov/offices/domestic-finance/debt-management/interest-rate/ltcompositeindex.html).

\*\* On November 7, 2005, the Federal Reserve Board advanced to 2002 the base year for the indexes of industrial production, capacity, and electric power use. This follows the December 5, 2002, change to a 1997 baseline, from the previous 1992 baseline. Historical data has also been updated.

## As of March 2008, the Federal Reserve no longer supplied the total reserves.

## Conventional Home Mortgage Terms

	Dec08	Jun08	Dec07	Jun07	Dec06	Dec05
<b>New House Loans—U.S. Averages</b>						
Interest rate (%)	5.67	6.13	6.21	6.54	6.37	6.39
Term (years)	29.1	29.1	29.2	29.5	29.3	29.5
Loan ratio (%)	74.9	75.6	79.4	76.7	74.9	74.4
Price (thou. \$)	351.6	352.7	347.7	357.9	348.6	358.5
<b>Used House Loans—U.S. Averages</b>						
Interest rate (%)	5.59	6.28	6.31	6.63	6.45	6.33
Term (years)	28.5	28.3	28.9	29.7	29.1	28.5
Loan ratio (%)	75.1	77.3	80.6	80.4	78.9	75.0
Price (thou. \$)	284.9	310.3	280.0	297.9	292.1	289.6

## Conventional Home Mortgage Rates by Metropolitan Area

	3Q08	3Q07	3Q06	3Q05
Atlanta	6.44	6.73	6.77	5.84
Boston-Lawrence-NH-ME-CT#	6.12	6.65	6.55	5.61
Chicago-Gary-IN-WI#	6.45	6.78	6.60	5.73
Cleveland-Akron#	6.16	6.74	6.80	5.87
Dallas-Fort Worth#	6.47	6.78	6.78	5.82
Denver-Boulder-Greely#	6.46	6.74	6.83	5.73
Detroit-Ann Arbor-Flint#	6.36	6.79	6.79	5.75
Houston-Galveston-Brazoria#	6.48	6.84	6.92	5.86
Indianapolis	6.57	6.82	7.00	6.18
Kansas City, MO-KS	6.18	6.50	6.46	5.66
Los Angeles-Riverside#	6.48	6.72	6.79	5.60
Miami-Fort Lauderdale#	6.53	6.86	7.06	5.93
Milwaukee-Racine#	6.47	6.76	6.61	5.73
Minneapolis-St. Paul-WI	6.37	6.65	6.66	5.63
New York-Long Island-N. NJ-CT#	6.30	6.66	6.71	5.73
Philadelphia-Wilmington-NJ#	6.27	6.73	6.86	6.06
Phoenix-Mesa	6.56	6.79	6.81	5.85
Pittsburgh	6.15	6.57	6.56	6.01
Portland-Salem#	6.39	6.71	6.63	5.75
St. Louis-IL	6.58	6.88	6.78	5.57
San Diego	6.40	6.68	6.65	5.58
San Francisco-Oakland-San Jose#	6.48	6.77	6.72	5.68
Seattle-Tacoma-Bremerton	6.28	6.72	6.72	5.87
Tampa-St. Petersburg-Clearwater	6.50	6.87	6.95	5.91
Washington, DC-Baltimore-VA#	6.37	6.83	6.85	6.01

\* As of the first quarter 2003, the Federal Housing Finance Board no longer reported on the markets of Greensboro, Honolulu and Louisville.

- ¶ Seasonally adjusted
- † Source: *Moody's Bond Record*
- †† Revised figures used when available
- # Consolidated Metropolitan Statistical area
- ^ The Fed stopped releasing this figure in 2008