

economic  
Magnetic  
Oils

SECRET

23.6.80

1 W George  
3 EPS  
CR 23/6

FOR BOOKS

DOMESTIC MARKETS AND POLICY THIS WEEK

AAC - suggest we bear  
this in mind for the  
future & indicate where  
that wd. put us.

? Cumulative  
figures.

MONETARY AGGREGATES

Figures for the first three weeks of Banking June provide tentative evidence of an outcome for  $\text{EM3}$  over the month in the range of 1-1½%. They lend some support to the belief that the rate of increase of bank lending may be slowing down.

MONEY MARKETS

At the tender the pro rata price rose by 3½p and the average rate of discount fell from 15.83 to 15.73. The money market forecast for the coming week is as follows:

£ mns.

M.-620 Tu.-120 W.+160 Th.-310 Fr.-70  
Total -960

GILT-EDGED MARKET

Having exhausted the long tap first thing on Monday the market did not display the indigestion customary in those circumstances and went strongly ahead until mid-week when it paused on the money figures and in anticipation of further taps. The announcement of two new issues on Friday afternoon was taken in the market's stride.

ANNOUNCEMENTS

Tuesday Unemployment figures  
Wednesday Report of Wilson Committee.

23 June 1980

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