

## 8. MEMBER BANK OPERATING RATIOS BY SIZE OF BANK AND BY RATIO OF TIME TO TOTAL DEPOSITS, 1965

(Averages of individual ratios expressed as percentages)

Item	All groups	Size group—total deposits (in thousands of dollars)								Ratio of time deposits to total deposits (per cent)		
		1,000 and under	1,000– 2,000	2,000– 5,000	5,000– 10,000	10,000– 25,000	25,000– 50,000	50,000– 100,000	Over 100,000	Under 25	25–50	50 and over
<b>Summary ratios:</b>												
<i>Percentage of total capital accounts:</i>												
Net current earnings before income taxes	13.9	6.7	10.0	12.1	14.7	15.6	16.4	15.9	16.6	14.4	14.4	13.2
Net income before related taxes	11.3	4.8	8.0	10.0	11.9	12.6	13.1	13.3	14.1	12.5	11.6	10.6
Net income	8.3	3.8	6.3	7.6	8.7	8.9	9.2	9.3	9.9	8.9	8.4	8.0
Cash dividends declared	3.1	1.6	2.3	2.7	3.1	3.4	3.7	3.8	4.7	3.6	3.1	2.9
<i>Percentage of total assets:</i>												
Total operating revenue	5.06	5.68	5.27	5.09	5.02	5.06	5.00	4.89	4.80	4.67	5.12	5.10
Net current earnings before income taxes	1.19	.65	1.11	1.16	1.23	1.22	1.20	1.18	1.28	1.48	1.22	1.06
Net income	.70	.24	.67	.71	.72	.70	.68	.69	.75	.91	.70	.63
<b>Sources and disposition of income:</b>												
<i>Percentage of total operating revenue:</i>												
<i>Interest and dividends on:</i>												
U.S. Govt. securities	19.9	19.9	23.4	22.5	20.3	18.2	16.9	16.5	12.5	22.8	19.2	19.9
Other securities	7.1	3.1	4.7	6.4	7.7	8.1	8.2	8.3	7.6	6.8	7.0	7.4
Revenue on loans	63.6	65.6	63.2	62.7	63.4	63.9	63.5	63.7	67.1	59.9	63.3	64.9
Service charges on deposit accounts	5.7	7.1	5.4	5.4	5.7	6.2	6.3	5.7	4.8	6.5	6.4	4.7
All other revenue	3.7	4.3	3.3	3.0	2.9	3.6	5.1	5.8	8.0	4.0	4.1	3.1
Total revenue	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
<i>Expenses:</i>												
Salaries and wages	25.3	38.1	31.5	26.8	24.1	23.2	23.4	22.6	22.4	33.3	26.5	21.5
Officer and employee benefits	2.5	2.1	2.0	2.2	2.5	2.8	2.9	3.0	3.3	2.8	2.5	2.4
Interest on time deposits	27.9	14.4	20.7	26.9	29.4	30.2	29.9	30.4	28.2	8.6	24.8	37.3
Net occupancy expense	4.4	8.0	5.0	4.2	4.1	4.3	4.5	4.4	4.3	5.1	4.8	3.7
Other current expenses	16.0	23.2	18.4	16.5	15.2	15.4	15.2	15.4	15.0	18.0	16.9	14.2
Total expenses	76.1	85.8	77.6	76.6	75.3	75.9	75.9	75.8	73.2	67.8	75.5	79.1
Net current earnings before income taxes	23.9	14.2	22.4	23.4	24.7	24.1	24.1	24.2	26.8	32.2	24.5	20.9
<i>Net losses (or recoveries and profits +) 1:</i>												
Net increase in valuation reserves	1.7	.6	1.4	1.4	1.9	1.9	1.9	1.8	1.9	1.3	1.7	1.7
Taxes on net income	5.3	2.8	3.9	4.6	5.5	5.7	5.9	6.1	7.0	8.1	5.5	4.3
Net income after taxes	14.3	6.8	14.3	14.7	14.6	13.9	13.7	14.2	15.9	20.1	14.3	12.7
<b>Rates of return (per cent) on securities and loans:</b>												
<i>Return on securities:</i>												
Interest on U.S. Government securities	3.93	4.36	3.98	3.97	3.94	3.92	3.84	3.79	3.68	3.94	3.96	3.89
Interest and dividends on other securities	3.46	4.62	4.30	3.67	3.24	3.21	3.17	3.20	3.24	3.57	3.47	3.41
Net losses (or recoveries and profits +) 1	.02	.02	.02	.02	.03	.04	.03	.02	.04	+.01	.02	.04
<i>Return on loans:</i>												
Revenue on loans	6.83	8.07	7.28	6.99	6.84	6.73	6.45	6.29	6.10	6.82	6.94	6.69
Net losses 1	.23	.37	.29	.25	.22	.20	.24	.17	.16	.23	.27	.18
<b>Distribution of assets:</b>												
<i>Percentage of total assets:</i>												
U.S. Government securities	24.5	25.1	28.5	27.3	24.9	22.9	21.5	20.6	15.9	25.6	23.8	25.2
Other securities	10.8	4.3	6.3	9.4	11.8	12.8	13.0	12.5	11.4	9.8	10.6	11.4
Loans	47.5	46.6	45.8	46.1	46.9	48.4	49.3	49.7	52.7	41.6	47.0	49.8
Cash assets	15.3	21.6	17.7	15.5	14.7	14.0	14.2	15.1	17.6	21.5	16.6	12.0
Real estate assets	1.6	2.2	1.6	1.5	1.6	1.7	1.6	1.5	1.5	1.4	1.8	1.4
<b>Other ratios (per cent):</b>												
<i>Total capital accounts to:</i>												
Total assets	9.4	18.3	13.4	10.3	8.6	8.0	7.5	7.5	7.8	11.1	9.6	8.6
Total assets less U.S. Government securities and cash assets	16.4	35.6	26.8	19.0	14.8	13.0	11.9	12.0	11.9	22.8	16.8	14.3
Total deposits	10.8	25.4	16.6	11.9	9.7	9.0	8.4	8.4	8.8	12.9	11.1	9.8
<i>Time to total deposits:</i>												
Interest on time deposits to time deposits 2	3.47	3.28	3.38	3.42	3.44	3.48	3.55	3.62	3.76	3.09	3.55	3.46
Trust department revenue to total revenue 2	2.9	.5	2.3	1.5	2.2	3.2	3.4	3.4	5.4	4.3	3.2	2.2
Number of banks 3	6,091	104	494	1,699	1,495	1,276	449	247	327	672	3,015	2,404

For notes see p. 25.