

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Date _____

To Governor Eccles

From Mr. Chaudhry

MESSAGE:

The data you wanted
is attached. I did not
include any figures on
changes in "saving" since
Korea because there are
so many conceptual difficulties.
In one form the data would
support your position, - in
another they would weaken
your position.

The objection to Snyder's
figures in Goldsmith are,
of course, valid.

Message delivered by _____

F.R. 468
Rev. 1/47

1. GROWTH IN BANK LOANS, ALL BANKS

Korea to end of 1950	\$ 8.8 billion
Like period of 1949	2.5 billion
Previous postwar record	4.5 billion

2. GROWTH IN BANK LOANS AND CORPORATE AND MUNICIPAL INVESTMENTS

Korea to end of 1950	\$ 9.8 billion
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3. GROWTH OF BANK DEPOSITS IN 1950

1950	\$ 6.8 billion
Since Korea	7.6 billion

4. DECREASE IN ALL BANKS' HOLDINGS OF U. S. GOVERNMENT SECURITIES

Since Korea to end of 1950	\$ 4.1 billion
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5. INCREASE IN FEDERAL RESERVE HOLDINGS OF U. S. GOVERNMENT SECURITIES

Korea to end of 1950	\$ 2.4 billion
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6. INCREASE IN HOLDINGS OF U. S. GOVERNMENT SECURITIES BY NONBANK INVESTORS

Korea to end of 1950	\$ 800 million
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