

STATEMENT FOR THE PRESS

Released for publication  
Friday morning, August 26;  
not earlier.

St. 2223.  
Federal Reserve Board.  
August 25, 1921.

CONDITION OF FEDERAL RESERVE BANKS

Further additions of \$18,800,000 to gold and of \$20,700,000 to total cash reserves, accompanied by a reduction of Federal reserve note circulation by \$17,700,000, is indicated in the Federal Reserve Board's weekly bank statement issued as at close of business on August 24, 1921. Total deposits show an increase of \$2,400,000 for the week, while the reserve ratio rose from 65.8 to 66.5 per cent.

The reserve bank holdings of paper secured by U. S. government obligations show a decrease of \$17,900,000 for the week, while other discounts increased by \$1,200,000 and acceptances declined by \$6,700,000. The banks report their holdings of Pittman certificates as \$1,500,000 smaller than the week before, and those of other Treasury certificates as \$5,000,000 smaller. In consequence of these changes the total earning assets of the reserve banks were \$30,000,000 lower on August 24 than a week earlier and stood at \$1,769,300,000, or about 46 per cent below the total reported a year ago.

Of the total holdings of \$541,800,000 of paper secured by U. S. Government obligations, \$365,500,000, or 67.5 per cent, were secured by Liberty and other U. S. bonds, \$147,000,000, or 27.1 per cent, - by Victory notes, \$5,300,000, or 1 per cent, - by Treasury notes, and \$24,000,000, or 4.4 per cent, - by Treasury certificates, compared with \$367,200,000, \$161,300,000, \$5,300,000, and \$25,900,000 reported the week before.

Discounted bills held by the Boston, New York, and Cleveland reserve banks include \$67,600,000 of bills discounted for the Richmond, Atlanta, Minneapolis and Dallas banks, compared with \$54,400,000 reported on the previous Wednesday. The Richmond bank's rediscounts with the New York bank remain practically unchanged; the Atlanta bank's rediscounts with the Boston bank increased from \$2,000,000 to \$8,000,000. The Minneapolis bank's rediscounts with the New York bank increased from \$12,600,000 to \$17,900,000, and the Dallas bank's rediscounts with the Boston and Cleveland banks increased from \$20,000,000 to \$22,000,000.

Government deposits show an increase of \$12,500,000, while members' reserve deposits declined by \$4,600,000, and other deposits composed largely of non-members' clearing accounts and cashiers' checks declined by \$5,500,000.

The decrease of \$17,700,000 in Federal reserve note circulation brought the total volume of these notes down to \$2,485,900,000, the lowest figure since February 28, 1919. Federal reserve note circulation has not been below \$2,500,000,000 since June 27, 1919. Federal reserve bank note circulation declined by \$1,700,000 during the week under review.

RESOURCES AND LIABILITIES  
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED.

(In thousands of dollars)

| R E S O U R C E S  | Aug. 24, 1921 | Aug. 17, 1921 | Aug. 27, 1920 |
|--|---------------|---------------|---------------|
| Gold and gold certificates . . . . .   | 425,699       | 407,452       | 186,139       |
| Gold settlement fund - F.R.Board . . . . .   | 426,454       | 418,738       | 373,272       |
| Gold with foreign agencies . . . . .   | -             | -             | 111,455       |
| <u>Total gold held by banks</u> . . . . .  | 852,153       | 826,190       | 670,866       |
| Gold with Federal Reserve Agents . . . . .   | 1,646,109     | 1,660,062     | 1,154,684     |
| Gold redemption fund . . . . .   | 120,816       | 114,043       | 146,275       |
| <u>Total gold reserves</u> . . . . .   | 2,619,078     | 2,600,295     | 1,971,825     |
| Legal tender notes, silver, etc. . . . .   | 147,078       | 145,173       | 156,002       |
| <u>Total reserves</u> . . . . .  | 2,766,156     | 2,745,468     | 2,127,827     |
| Bills discounted:  |               |               |               |
| Sec. by U.S. Government obligations. . . . .   | 541,754       | 559,689       | 1,314,830     |
| All other . . . . .  | 953,597       | 952,428       | 1,352,297     |
| Bills bought in open market . . . . .  | 35,209        | 41,910        | 321,965       |
| <u>Total bills on hand</u> . . . . .   | 1,530,560     | 1,554,027     | 2,989,092     |
| U.S. bonds and notes . . . . .   | 34,099        | 34,028        | 26,879        |
| U.S. Certificates of indebtedness:   |               |               |               |
| One-year certificates (Pittman Act). . . . .   | 201,875       | 203,375       | 259,375       |
| All other . . . . .  | 2,800         | 7,876         | 14,326        |
| <u>Total earning assets</u> . . . . .  | 1,769,334     | 1,799,306     | 3,289,672     |
| Bank premises . . . . .  | 27,256        | 26,952        | 14,869        |
| 5% Redemption fund against   |               |               |               |
| F. R. Bank notes . . . . .   | 9,583         | 9,471         | 11,956        |
| Uncollected items . . . . .  | 463,592       | 531,871       | 728,774       |
| All other resources . . . . .  | 17,253        | 17,302        | 5,673         |
| <u>TOTAL RESOURCES</u> . . . . .   | 5,053,174     | 5,130,370     | 6,178,771     |
| <br>L I A B I L I T I E S  |               |               |               |
| Capital paid in . . . . .  | 103,030       | 102,896       | 97,055        |
| Surplus . . . . .  | 213,824       | 213,824       | 164,745       |
| Reserved for Gov't. franchise tax . . . . .  | 47,824        | 47,006        | -             |
| Deposits:  |               |               |               |
| Government . . . . .   | 31,479        | 19,014        | 43,510        |
| Member bank - reserve account . . . . .  | 1,616,964     | 1,621,570     | 1,818,502     |
| All other . . . . .  | 25,188        | 30,665        | 43,180        |
| <u>Total deposits</u> . . . . .  | 1,673,631     | 1,671,249     | 1,905,192     |
| F.R. notes in actual circulation . . . . .   | 2,485,914     | 2,503,642     | 3,203,637     |
| F.R. Bank notes in circulation -<br>net liability . . . . .  | 112,811       | 114,502       | 200,793       |
| Deferred availability items . . . . .  | 397,011       | 458,120       | 542,564       |
| All other liabilities . . . . .  | 19,129        | 19,131        | 64,785        |
| <u>TOTAL LIABILITIES</u> . . . . .   | 5,053,174     | 5,130,370     | 6,178,771     |
| Ratio of total reserves to deposit and<br>F.R. note liabilities combined . . . . .                                       | 66.5%         | 65.8%         | *43.2%        |
| Ratio of gold reserves to F. R. notes<br>in circulation after setting aside<br>35% against deposit liabilities . . . . . | 87.7%         | 86.3%         | *47.7%        |

\*Calculated on basis of net deposits and F. R. notes in circulation.

Released for publication Friday morning, August 26, 1921; not earlier.

St. 2223b.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS AUGUST 24, 1921.

(In thousands of dollars)

|  | R E S O U R C E S |           |         |         |         |         |         |           |         |           |         |           | Total     |
|--|-------------------|-----------|---------|---------|---------|---------|---------|-----------|---------|-----------|---------|-----------|-----------|
|  | Boston            | New York  | Phila.  | Clevel. | Richm.  | Atlanta | Chicago | St. Louis | Minn.   | Kans. Cy. | Dallas  | San Fran. |           |
| Federal Reserve Bank of                                      |                   |           |         |         |         |         |         |           |         |           |         |           |           |
| Gold and gold certificates                                   | 8,196             | 335,972   | 2,015   | 6,536   | 2,743   | 4,844   | 21,735  | 2,988     | 8,667   | 2,194     | 8,951   | 20,858    | 425,699   |
| Gold settlement fund - F.R. Board                            | 32,210            | 61,718    | 46,119  | 65,399  | 18,100  | 4,069   | 89,737  | 18,738    | 8,638   | 42,774    | 3,000   | 35,952    | 426,454   |
| Total gold held by banks                                     | 40,406            | 397,690   | 48,134  | 71,935  | 20,843  | 8,913   | 111,472 | 21,726    | 17,305  | 44,968    | 11,951  | 56,810    | 852,153   |
| Gold with F. R. Agents                                       | 182,252           | 472,291   | 146,352 | 183,445 | 27,251  | 47,286  | 307,324 | 56,822    | 18,354  | 36,229    | 9,359   | 159,144   | 1,646,109 |
| Gold redemption fund   | 21,548            | 20,000    | 6,040   | 6,554   | 14,507  | 5,394   | 25,061  | 4,022     | 2,895   | 3,455     | 4,059   | 7,281     | 120,816   |
| Total gold reserves  | 244,206           | 889,981   | 200,526 | 261,934 | 62,601  | 61,593  | 443,857 | 82,570    | 38,554  | 84,652    | 25,369  | 223,235   | 2,619,078 |
| Legal tender notes, silver, etc.                             | 16,961            | 61,775    | 3,348   | 5,917   | 4,318   | 7,886   | 18,129  | 13,304    | 857     | 4,459     | 6,581   | 3,543     | 147,078   |
| Total reserves   | 261,167           | 951,756   | 203,874 | 267,851 | 66,919  | 69,479  | 461,986 | 95,874    | 39,411  | 89,111    | 31,950  | 226,778   | 2,766,156 |
| Bills discounted: (a)  |                   |           |         |         |         |         |         |           |         |           |         |           |           |
| Secured by U.S. Govt. obligations                            | 32,486            | 155,554   | 78,073  | 42,921  | 30,413  | 35,612  | 72,084  | 27,174    | 4,169   | 17,470    | 7,894   | 37,904    | 541,754   |
| All other  | 58,372            | 205,097   | 29,508  | 86,705  | 72,152  | 65,036  | 146,306 | 43,592    | 63,708  | 46,660    | 47,077  | 89,384    | 953,597   |
| Bills bought in open market                                  | 4,997             | 13,879    | 3,245   | 1,323   | 2,341   | 1,054   | 3,313   | 139       | -       | 1,018     | 70      | 3,830     | 35,209    |
| Total bills on hand  | 95,855            | 374,530   | 110,826 | 130,949 | 104,906 | 101,702 | 221,703 | 70,905    | 67,877  | 65,148    | 55,041  | 131,118   | 1,530,560 |
| U. S. bonds and notes  | 557               | 1,005     | 1,449   | 844     | 1,233   | 10,098  | 4,490   | 1,153     | 219     | 8,868     | 3,979   | 204       | 34,099    |
| U. S. Certificates of indebtedness:                          |                   |           |         |         |         |         |         |           |         |           |         |           |           |
| One-year certificates (Pittman Act)                          | 17,436            | 52,276    | 25,280  | 19,799  | 5,260   | 10,564  | 33,612  | 11,568    | 5,480   | 8,320     | 2,400   | 9,880     | 201,875   |
| All other  | 151               | -         | 150     | 1       | -       | 1       | 2,219   | 212       | 64      | -         | -       | 2         | 2,800     |
| Total earning assets   | 113,999           | 427,811   | 137,705 | 151,593 | 111,399 | 122,365 | 262,024 | 83,838    | 73,640  | 82,336    | 61,420  | 141,204   | 1,769,334 |
| Bank premises  | 4,020             | 5,515     | 529     | 2,541   | 2,351   | 844     | 4,429   | 627       | 658     | 3,155     | 1,975   | 612       | 27,256    |
| 5% Redemption fund against                                   |                   |           |         |         |         |         |         |           |         |           |         |           |           |
| F. R. Bank notes   | 772               | 1,684     | 700     | 1,239   | 263     | 609     | 1,968   | 523       | 229     | 916       | 186     | 494       | 9,583     |
| Uncollected items  | 37,341            | 99,720    | 44,283  | 41,048  | 36,915  | 16,417  | 60,999  | 26,341    | 12,938  | 39,119    | 21,147  | 27,324    | 463,592   |
| All other resources  | 441               | 2,828     | 395     | 944     | 288     | 829     | 1,958   | 749       | 528     | 449       | 2,079   | 5,765     | 17,253    |
| TOTAL RESOURCES  | 417,740           | 1,489,314 | 387,486 | 465,216 | 218,135 | 210,543 | 793,364 | 207,952   | 127,404 | 215,086   | 118,757 | 402,177   | 5,053,174 |
| (a) Includes bills discounted for<br>other F. R. Banks, viz: | 25,618            | 3,372     | -       | 4,079   | -       | -       | -       | -         | -       | -         | -       | -         | 67,569    |

Released for publication Friday morning, Aug. 26, 1921; not earlier,

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS AUG. 24, 1921.

St.223c.

(In thousands of dollars)

LIABILITIES

| Federal Reserve Bank   | Boston         | New York         | Phila.         | Clevel.        | Richm.         | Atlanta        | Chicago        | St.Louis       | Minn.          | Kans.Cy.       | Dallas         | San Fran.      | Total            |
|--|----------------|------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|------------------|
| Capital paid in  | 7,935          | 27,067           | 8,676          | 11,151         | 5,389          | 4,123          | 14,316         | 4,555          | 3,550          | 4,537          | 4,318          | 7,413          | 103,030          |
| Surplus  | 16,342         | 59,318           | 17,564         | 22,263         | 11,026         | 8,708          | 30,536         | 9,114          | 7,303          | 9,330          | 7,113          | 15,207         | 213,824          |
| Reserved for Govt. franchise tax   | 2,423          | 18,880           | 3,087          | 2,111          | 2,129          | 3,147          | 8,998          | 1,173          | 1,697          | 1,689          | -              | 2,490          | 47,824           |
| Deposits:  |                |                  |                |                |                |                |                |                |                |                |                |                |                  |
| Government   | 1,881          | 7,944            | 1,088          | 1,377          | 3,649          | 2,319          | 3,783          | 1,914          | 1,188          | 1,604          | 1,981          | 2,751          | 31,479           |
| Member bank - reserve account  | 107,503        | 621,420          | 95,965         | 138,255        | 50,795         | 41,271         | 237,605        | 59,603         | 40,664         | 69,624         | 40,318         | 113,941        | 1,616,964        |
| All other  | 856            | 11,949           | 972            | 807            | 430            | 415            | 2,706          | 764            | 554            | 667            | 464            | 4,604          | 25,188           |
| Total deposits   | 110,240        | 641,313          | 98,025         | 140,439        | 54,874         | 44,005         | 244,094        | 62,281         | 42,406         | 71,895         | 42,763         | 121,296        | 1,673,631        |
| F. R. notes in actual circulation  | 241,022        | 634,018          | 214,334        | 236,969        | 107,915        | 129,250        | 430,920        | 97,771         | 55,470         | 74,637         | 39,059         | 224,549        | 2,485,914        |
| F. R. Bank notes in circulation - net liability  | 6,191          | 28,571           | 7,019          | 12,417         | 4,280          | 8,213          | 13,142         | 5,915          | 4,255          | 13,921         | 3,631          | 5,256          | 112,811          |
| Deferred availability items  | 32,388         | 76,085           | 37,834         | 38,583         | 31,402         | 12,196         | 48,249         | 26,121         | 11,515         | 37,940         | 20,520         | 24,178         | 397,011          |
| All other liabilities  | 1,199          | 4,062            | 947            | 1,283          | 1,120          | 901            | 3,109          | 1,022          | 1,208          | 1,137          | 1,353          | 1,788          | 19,129           |
| <b>TOTAL LIABILITIES</b>   | <b>417,740</b> | <b>1,489,314</b> | <b>387,486</b> | <b>465,216</b> | <b>218,135</b> | <b>210,543</b> | <b>793,364</b> | <b>207,952</b> | <b>127,404</b> | <b>215,086</b> | <b>118,757</b> | <b>402,177</b> | <b>5,053,174</b> |
| Ratio of total reserves to deposit and F.R. note liabilities combined, per cent          | 74.4           | 74.6             | 65.3           | 71.0           | 41.1           | 40.1           | 68.4           | 59.9           | 40.3           | 60.8           | 39.0           | 65.6           | 66.5             |
| Contingent liability as endorser on discounted paper rediscounted with other F. R. Banks | -              | -                | -              | -              | 19,950         | 7,971          | -              | -              | 17,922         | -              | 21,726         | -              | 67,569           |
| Contingent liability on bills purchased for foreign correspondents                       | 2,851          | 12,827           | 3,124          | 3,202          | 1,914          | 1,406          | 4,647          | 1,835          | 1,054          | 1,875          | 1,015          | 1,796          | 37,546           |
| FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION                              |                |                  |                |                |                |                |                |                |                |                |                |                |                  |
| F. R. notes outstanding  | 256,528        | 774,710          | 241,019        | 259,842        | 116,996        | 136,173        | 480,279        | 119,027        | 58,570         | 82,946         | 42,946         | 285,587        | 2,854,623        |
| F. R. notes held by banks  | 15,506         | 140,692          | 26,685         | 22,873         | 9,081          | 6,923          | 49,359         | 21,256         | 3,100          | 8,309          | 3,887          | 61,038         | 368,709          |
| F. R. notes in actual circulation  | 241,022        | 634,018          | 214,334        | 236,969        | 107,915        | 129,250        | 430,920        | 97,771         | 55,470         | 74,637         | 39,059         | 224,549        | 2,485,914        |
| DISTRIBUTION OF BILLS AND U. S. CERTIFICATES OF INDEBTEDNESS BY MATURITIES               |                |                  |                |                |                |                |                |                |                |                |                |                |                  |
|  | Within 15 days | 16 to 30 days    |                | 31 to 60 days  |                | 61 to 90 days  |                | Over 90 days   |                |                |                |                | Total            |
| Bills discounted   | 854,600        | 149,549          |                | 291,860        |                | 162,983        |                | 36,353         |                |                |                |                | 1,495,351        |
| Bills bought in open market  | 18,351         | 7,375            |                | 5,892          |                | 3,588          |                | 3              |                |                |                |                | 35,209           |
| U. S. Certificates of indebtedness   | 9,000          | 17,333           |                | 30,690         |                | 14,701         |                | 132,951        |                |                |                |                | 204,675          |

Released for publication Friday morning, August 26, 1921; not earlier.

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS AUG. 24, 1921.

St.2223d.

(In thousands of dollars)

| Federal Reserve Agent at  | Boston         | New York         | Phila.         | Clevel.        | Richm.         | Atlanta        | Chicago          | St.Louis       | Minn.          | Kans.Cy.       | Dallas         | San Fran.      | Total            |
|---|----------------|------------------|----------------|----------------|----------------|----------------|------------------|----------------|----------------|----------------|----------------|----------------|------------------|
| <b>R E S O U R C E S</b>  |                |                  |                |                |                |                |                  |                |                |                |                |                |                  |
| Federal Reserve notes on hand   | 98,610         | 309,600          | 20,620         | 42,900         | 24,089         | 78,953         | 167,940          | 24,540         | 13,115         | 4,840          | 24,632         | 29,660         | 839,499          |
| Federal Reserve notes outstanding   | 256,528        | 774,710          | 241,019        | 259,842        | 116,996        | 136,173        | 480,279          | 119,027        | 58,570         | 82,946         | 42,946         | 285,587        | 2,854,623        |
| Collateral security for Federal Reserve notes outstanding:                    |                |                  |                |                |                |                |                  |                |                |                |                |                |                  |
| Gold and gold certificates  | 5,600          | 316,924          | -              | 23,775         | -              | 3,400          | -                | 6,110          | 13,052         | -              | 3,131          | -              | 371,992          |
| Gold redemption fund  | 16,652         | 19,367           | 12,963         | 14,670         | 3,251          | 3,686          | 15,680           | 3,381          | 1,102          | 1,869          | 3,994          | 12,802         | 109,417          |
| Gold settlement fund-F.R.Board  | 160,000        | 136,000          | 133,389        | 145,000        | 24,000         | 40,200         | 291,644          | 47,331         | 4,200          | 34,360         | 2,234          | 146,342        | 1,164,700        |
| Eligible paper -  |                |                  |                |                |                |                |                  |                |                |                |                |                |                  |
| Amount required   | 74,276         | 302,419          | 94,667         | 76,397         | 89,745         | 88,887         | 172,955          | 62,205         | 40,216         | 46,717         | 33,587         | 126,443        | 1,208,514        |
| Excess amount held  | 21,579         | 45,981           | 4,849          | 54,413         | 13,517         | 12,805         | 48,657           | 8,640          | 27,244         | 18,409         | 21,464         | 4,475          | 282,033          |
| <b>TOTAL</b>  | <b>633,245</b> | <b>1,905,001</b> | <b>507,507</b> | <b>616,997</b> | <b>271,598</b> | <b>364,104</b> | <b>1,177,155</b> | <b>271,234</b> | <b>157,499</b> | <b>189,141</b> | <b>131,988</b> | <b>605,309</b> | <b>6,830,778</b> |
| <b>L I A B I L I T I E S</b>  |                |                  |                |                |                |                |                  |                |                |                |                |                |                  |
| Net amount of Federal Reserve notes received from Comptroller of the Currency | 355,138        | 1,084,310        | 261,639        | 302,742        | 141,085        | 215,126        | 648,219          | 143,567        | 71,685         | 87,786         | 67,578         | 315,247        | 3,694,122        |
| Collateral received from Federal Reserve Bank:                                |                |                  |                |                |                |                |                  |                |                |                |                |                |                  |
| Gold  | 182,252        | 472,291          | 146,352        | 183,445        | 27,251         | 47,286         | 307,324          | 56,822         | 18,354         | 36,229         | 9,359          | 159,144        | 1,646,109        |
| Eligible paper  | 95,855         | 348,400          | 99,516         | 130,810        | 103,262        | 101,692        | 221,612          | 70,845         | 67,460         | 65,126         | 55,051         | 130,918        | 1,490,547        |
| <b>TOTAL</b>  | <b>633,245</b> | <b>1,905,001</b> | <b>507,507</b> | <b>616,997</b> | <b>271,598</b> | <b>364,104</b> | <b>1,177,155</b> | <b>271,234</b> | <b>157,499</b> | <b>189,141</b> | <b>131,988</b> | <b>605,309</b> | <b>6,830,778</b> |