

STATEMENT FOR THE PRESS

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St. 5646
Federal Reserve Board,
January 19, 1928.

CONDITION OF FEDERAL RESERVE BANKS

The consolidated statement of condition of the Federal reserve banks on January 18, made public by the Federal Reserve Board, shows further declines for the week of \$96,800,000 in bill and security holdings, of \$41,600,000 in member bank reserve deposits, and of \$55,800,000 in Federal reserve note circulation, and an increase of \$8,000,000 in cash reserves. All classes of bill and security holdings were below the preceding week's totals - Government securities by \$45,900,000, discounted bills by \$27,100,000, and acceptances purchased in the open market by \$23,500,000.

Most of the Federal reserve banks report larger holdings of discounts than a week ago, the principal increases being \$25,800,000 at the San Francisco bank, \$4,900,000 at Richmond, \$4,200,000 at St. Louis, and \$4,000,000 at Kansas City. These increases in discount holdings were, however, more than offset by a total decline of \$71,800,000 reported by four of the banks, principally New York which showed a decrease of \$63,900,000. Declines of \$161,700,000 and \$27,400,000 in the System's holdings of U. S. bonds and Treasury certificates, respectively, were largely offset by an increase of \$143,300,000 in holdings of Treasury notes. Holdings of acceptances purchased in the open market declined \$23,500,000.

All of the Federal reserve banks again report a smaller volume of Federal reserve notes in circulation, the principal decreases being as follows: Chicago \$10,900,000, Cleveland \$9,000,000, Boston \$8,000,000, Philadelphia \$6,900,000, New York \$5,600,000, and Atlanta \$4,200,000.

A summary of changes in the principal assets and liabilities of the reserve banks during the week and the year ending January 18, 1928, follows:

	Increase or decrease during	
	Week	Year
Total reserves	+ \$8,300,000	- \$119,900,000
Gold reserves	- 300,000	- 128,300,000
Total bills and securities	- 96,800,000	+ 212,300,000
Bills discounted, total	- 27,100,000	- 4,000,000
Secured by U.S. Govt. obligations . .	- 12,600,000	+ 83,200,000
Other bills discounted	- 14,500,000	- 87,200,000
Bills bought in open market	- 23,500,000	+ 31,700,000
U. S. Government securities, total . .	- 45,900,000	+ 186,600,000
Bonds	-161,700,000	+ 9,600,000
Treasury notes	+143,300,000	+ 146,100,000
Certificates of indebtedness	- 27,400,000	+ 31,000,000
Federal reserve notes in circulation .	- 55,800,000	- 86,100,000
Total deposits	- 45,800,000	+ 153,800,000
Members' reserve deposits	- 41,600,000	+ 188,300,000
Government deposits	- 2,000,000	- 21,100,000

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RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	Jan. 18, 1928	Jan. 11, 1928	Jan. 19, 1927
R E S O U R C E S			
Gold with Federal reserve agents	1,530,476	1,524,657	1,575,495
Gold redemption fund with U.S. Treasury . .	53,955	51,068	52,633
<u>Gold held exclusively against F.R. notes</u>	1,584,431	1,575,725	1,628,128
Gold settlement fund with F. R. Board . .	551,153	572,502	503,513
Gold and gold certificates held by banks .	672,044	659,672	804,294
<u>Total gold reserves</u>	2,807,628	2,807,899	2,935,935
Reserves other than gold	167,934	159,324	159,566
<u>Total reserves</u>	2,975,562	2,967,223	3,095,501
Non-reserve cash	94,118	93,146	81,174
Bills discounted:			
Sec. by U.S. Government obligations . . .	284,781	297,370	201,611
Other bills discounted	127,278	141,771	214,448
<u>Total bills discounted</u>	412,059	439,141	416,059
Bills bought in open market	369,035	392,567	337,360
U. S. Government securities:			
Bonds	65,033	226,765	55,463
Treasury notes	243,857	100,581	97,774
Certificates of indebtedness	190,478	217,917	159,505
<u>Total U.S. Government securities</u> .	499,368	545,263	312,742
Other securities	500	760	2,500
<u>Total bills and securities</u>	1,280,962	1,377,731	1,068,661
Due from foreign banks	568	566	657
Uncollected items	705,805	670,056	722,746
Bank premises	58,724	58,122	58,231
All other resources	11,122	14,888	12,053
TOTAL RESOURCES	5,126,861	5,181,732	5,039,023
L I A B I L I T I E S			
F. R. notes in actual circulation	1,623,785	1,679,624	1,709,919
Deposits:			
Member bank - reserve account	2,431,764	2,473,358	2,243,429
Government	15,160	17,134	36,238
Foreign bank	5,658	4,825	5,699
Other deposits	19,061	22,126	32,429
<u>Total deposits</u>	2,471,643	2,517,443	2,317,795
Deferred availability items	654,526	609,055	646,976
Capital paid in	133,775	132,585	125,480
Surplus	233,319	233,319	228,775
All other liabilities	9,813	9,696	10,078
TOTAL LIABILITIES	5,126,861	5,181,732	5,039,023
Ratio of total reserves to deposit and			
F. R. note liabilities combined	72.7%	70.7%	76.9%
Contingent liability on bills purchased			
for foreign correspondents	232,291	233,812	90,382

RESOURCES

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 18, 1928. (In thousands of dollars)

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	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.
Gold with Federal Reserve Agents	1,530,476	109,059	374,538	102,882	178,053	37,756	133,038	247,181	41,392	46,907	55,256	26,235	178,179
Gold redemption fund with U.S. Treas.	53,955	4,929	13,150	6,847	5,101	2,807	1,822	6,647	2,678	2,604	2,940	1,928	2,502
<u>Gold held exclusively against</u>													
<u>F. R. notes</u>	1,584,431	113,988	387,688	109,729	183,154	40,563	134,860	253,828	44,070	49,511	58,196	28,163	180,681
Gold settlement fund with F.R. Board	551,153	24,369	262,620	32,518	36,480	9,955	5,263	83,170	14,134	13,531	21,945	14,727	32,441
Gold and gold certif. held by banks	672,044	40,499	421,810	25,513	42,814	11,032	7,898	58,736	13,078	5,237	7,270	7,695	30,462
<u>Total gold reserves</u>	2,807,628	178,856	1,072,118	167,760	262,448	61,550	148,021	395,734	71,282	68,279	87,411	50,585	243,584
Reserves other than gold	167,934	15,031	33,231	11,508	14,198	10,329	15,250	21,061	14,936	4,915	7,018	10,033	10,424
<u>Total reserves</u>	2,975,562	193,887	1,105,349	179,268	276,646	71,879	163,271	416,795	86,218	73,194	94,429	60,618	254,008
Non-reserve cash	94,118	10,772	30,188	2,076	8,009	9,162	4,810	10,291	5,316	1,732	3,204	3,357	5,201
Bills discounted:													
Secured by U.S. Govt. obligations	284,781	12,756	64,778	28,332	39,538	10,605	8,362	46,674	7,994	2,622	9,205	4,174	49,741
Other bills discounted	127,278	8,432	20,124	8,776	11,552	16,818	21,339	17,457	8,180	1,532	7,321	2,249	4,498
<u>Total bills discounted</u>	412,059	21,188	84,902	37,108	51,090	27,423	29,701	64,131	16,174	4,154	16,526	5,423	54,239
Bills bought in open market.	369,035	49,301	78,620	34,598	27,273	38,391	6,644	59,932	9,229	16,756	10,340	22,556	15,395
U. S. Government securities:													
Bonds	65,033	1,637	5,745	1,104	1,365	1,432	267	21,090	7,620	4,746	10,794	8,285	948
Treasury notes	243,857	16,379	48,021	20,675	40,239	4,744	5,807	30,601	17,231	10,243	12,968	12,028	24,921
Certificates of indebtedness	190,478	13,758	47,346	19,918	16,045	4,805	6,206	27,388	10,508	6,783	12,593	9,656	15,472
<u>Total U.S. Govt. securities</u>	499,368	31,774	101,112	41,697	57,649	10,981	12,280	79,079	35,359	21,772	36,355	29,969	41,341
Other securities	500	-	-	-	-	-	-	-	-	500	-	-	-
<u>Total bills and securities</u>	1,280,962	102,263	264,634	113,403	136,012	76,795	48,625	203,142	60,762	43,182	63,221	57,948	110,975
Due from foreign banks	568	37	216	46	51	25	21	68	21	13	18	17	35
Uncollected items	705,805	69,279	185,653	62,766	63,766	54,890	28,058	83,658	35,262	12,758	40,368	28,512	40,835
Bank premises	58,724	3,824	16,498	1,749	6,865	2,889	2,825	8,615	3,790	2,202	4,308	1,785	3,374
All other resources	11,122	97	2,935	178	1,011	397	1,683	1,314	723	1,221	416	518	629
TOTAL RESOURCES	5,126,861	380,159	1,605,473	359,486	492,360	216,037	249,293	723,883	192,092	134,302	205,964	152,755	415,057

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 18, 1928.

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LIABILITIES

(In thousands of dollars)

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.
F.R. notes in actual circulation	1,623,785	129,145	348,726	121,406	201,024	70,685	136,484	237,401	54,453	58,225	63,769	42,973	159,494
Deposits:													
Member bank - reserve account	2,431,764	155,111	974,016	142,588	188,187	73,949	69,201	353,159	85,083	51,992	90,968	67,070	180,440
Government	15,160	613	1,688	1,989	1,346	236	1,263	1,915	511	1,090	223	1,199	3,087
Foreign bank	5,658	363	2,183	460	503	247	203	673	208	131	174	169	344
Other deposits	19,061	206	10,525	77	991	238	130	896	370	282	846	97	4,403
<u>Total deposits</u>	<u>2,471,643</u>	<u>156,293</u>	<u>988,412</u>	<u>145,114</u>	<u>191,027</u>	<u>74,670</u>	<u>70,797</u>	<u>356,643</u>	<u>86,172</u>	<u>53,495</u>	<u>92,211</u>	<u>68,535</u>	<u>188,274</u>
Deferred availability items	654,526	67,085	161,496	57,767	61,007	51,331	26,531	76,951	35,086	11,723	36,232	28,116	41,201
Capital paid in	133,775	9,403	41,460	13,245	14,122	6,227	5,172	17,971	5,341	3,025	4,252	4,261	9,296
Surplus	233,319	17,893	63,007	21,662	24,021	12,324	9,996	32,778	10,397	7,039	9,046	8,527	16,629
All other liabilities	9,813	340	2,372	292	1,159	800	313	2,139	643	795	454	343	163
<u>TOTAL LIABILITIES</u>	<u>5,126,861</u>	<u>380,159</u>	<u>1,605,473</u>	<u>359,486</u>	<u>492,360</u>	<u>216,037</u>	<u>249,293</u>	<u>723,883</u>	<u>192,092</u>	<u>134,302</u>	<u>205,964</u>	<u>152,755</u>	<u>415,057</u>
Reserve ratio (per cent)	72.7	67.9	82.7	67.3	70.6	49.5	78.8	70.2	61.3	65.5	60.5	54.4	73.0
Contingent liability on bills purchased for foreign correspondents	232,291	17,472	65,024	22,132	24,228	11,881	9,784	32,382	10,017	6,290	8,387	8,154	16,540
F.R. notes on hand (notes rec'd from F.R. Agent less notes in circulation)	501,663	46,331	160,931	47,476	41,342	21,860	30,523	54,438	7,574	5,124	9,304	9,531	67,229
FEDERAL RESERVE NOTE ACCOUNTS OF FEDERAL RESERVE AGENTS													
F.R. notes rec'd from Comptroller	2,971,203	241,346	786,137	203,982	282,346	118,144	229,027	471,939	78,717	82,613	110,893	72,036	294,023
F.R. notes held by F. R. Agent	845,755	65,870	276,480	35,100	39,980	25,599	62,020	180,100	16,690	19,264	37,820	19,532	67,300
F.R. notes issued to F.R. Bank	2,125,448	175,476	509,657	168,882	242,366	92,545	167,007	291,839	62,027	63,349	73,073	52,504	226,723
Collateral held as security for F.R. notes issued to F.R. Bank:													
Gold and gold certificates	411,341	35,300	205,150	-	40,000	31,021	20,000	-	8,400	14,167	-	17,303	40,000
Gold redemption fund	97,197	10,759	19,388	11,105	13,053	5,735	6,838	2,181	3,492	740	4,396	2,932	16,578
Gold fund - F.R. Board	1,021,938	63,000	150,000	91,777	125,000	1,000	106,200	245,000	29,500	32,000	50,860	6,000	121,601
Eligible paper	755,142	70,489	150,455	69,385	76,309	58,433	36,121	123,885	25,293	20,697	26,770	27,723	69,582
<u>Total collateral</u>	<u>2,285,618</u>	<u>179,548</u>	<u>524,993</u>	<u>172,267</u>	<u>254,362</u>	<u>96,189</u>	<u>169,159</u>	<u>371,066</u>	<u>66,685</u>	<u>67,604</u>	<u>82,026</u>	<u>53,958</u>	<u>247,761</u>

MATURITY DISTRIBUTION OF BILLS AND CERTIFICATES OF INDEBTEDNESS

	Total	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	91 days to 6 months	Over 6 months
Bills discounted	412,059	347,115	15,342	28,255	14,264	6,381	702
Bills bought in open market	369,035	149,752	73,298	67,676	75,015	3,294	-
Certificates of indebtedness	190,478	93	-	90,841	-	68,206	31,338

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