

BOARD OF GOVERNORS  
OF THE  
FEDERAL RESERVE SYSTEM

Office Correspondence

Date April 16, 1946

To Chairman E. C. Cles

Subject: Requested figures.

From Richard A. Musgrave R.A.M.

The requested figures are attached. The slight difference with the figure for 1944 which was given by the Congressman (77 billion as against 79.4 billion shown on the attached table) is due to the fact that the older figure excluded certain smaller items such as holdings by State and Local Government. The difference in the figures for 1945 is due to the preliminary nature of the data used in the earlier table.

*4/16/46  
Ch. Cles gave  
information to  
Coby table over phone*

CHART IV

INFLATION POTENTIAL IN LIQUID ASSETS

(in billions of dollars)

Type of Asset	June 30						Dec. 31	Feb. 28 1946
	1920	1929	1933	1940	1944	1945	1945	
<u>Deposits</u>								
Demand <sup>1/</sup>	18.6	22.5	14.4	31.9	60.0	69.0	75.9	76.0
Time	15.8	28.6	21.7	27.4	35.7	44.3	48.4	49.7
U. S. Gov't	<u>0.3</u>	<u>0.4</u>	<u>0.8</u>	<u>0.8</u>	<u>19.5</u>	<u>24.4</u>	<u>24.6</u>	<u>25.0</u>
Total	34.7	51.5	36.9	60.1	115.2	137.7	148.9	150.7
<u>Currency</u> <sup>2/</sup>	4.1	3.6	4.8	6.5	20.7	24.9	26.8	26.2
<u>U. S. Securities</u> <sup>3/</sup>	<u>18.9</u>	<u>10.0</u>	<u>10.3</u>	<u>12.8</u>	<u>74.0</u>	<u>93.7</u>	<u>100.1</u>	<u>99.4</u>
Grand Total	57.7	65.1	52.0	79.4	209.9	256.3	275.8	272.3

<sup>1/</sup> Demand deposits adjusted

<sup>2/</sup> Currency outside banks

<sup>3/</sup> Excludes holdings by U. S. Government Agencies, Federal Reserve Banks, Commercial Banks, Mutual Savings Banks, and Insurance Companies.

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F.R.