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RECENT DEVELOPMENTS IN BLACK BANKING: 1970-1971

Report By

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Washington, D.C.

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During 1971, banks owned and controlled by blacks continued to expand their deposits at a faster pace than did commercial banks in the country as a whole. While the bulk of the gain in deposits originated with the private sector, the largest relative gains occurred in deposits attracted from the Federal Government. The black banks also continued to increase their earning assets at a faster pace than that achieved by all insured commercial banks. However, reflecting the limited outlets for funds in the black community, the black banks channeled a significant share of their new deposits into loans and investments outside the area that is the principal focus of their activities.

In particular, they greatly expanded their holdings of U.S. Government securities. In fact, the black banks seem to be in an anomalous position: they exert considerable effort to attract Federal Government deposits to enhance their ability to lend in the black community; at the same time, they invest a disproportionate share of their total resources in Federal Government securities. So while trying to serve as a magnet to attract U.S. Government funds to the black community, the

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Miss Jacqueline McDaniel of the Board's staff did the computer programming to obtain the statistics on which this report is based.

black banks (because of difficulties inherent in lending in the urban ghetto) perhaps inadvertently may be diverting resources from the black community into the financing of the national debt.

These are some of the main conclusions which emerge from a review of trends and developments among black banks during 1971. The review was based on statistics from the "Consolidated Report of Condition" ("Call Report") collected by Federal bank supervisory agencies each quarter for all insured commercial banks.^{1/} Part of the information in the Call Report must be published by each bank in a newspaper in its hometown, and it is this information that is being used here. Last October, in response to inquiries about data relating to black banks, a special statistical tabulation was prepared, and it was indicated that additional reports would be made following receipt of data from the June and December Call Reports. Because of the time required to process and analyze the statistics, the reports may not be ready until four or five months following the receipt of the Call Reports. The present report is based on statistics from the Call Report as of December 31, 1971. The data are presented in four attached tables. Tables I A-D show data as of December 31, 1970; Tables II A-D show data as of June 30, 1971, and Tables III A-D show data as of December 31, 1971. In each case, Table A is a summary of assets and liabilities for all black banks combined. Table B shows principal assets of individual black banks, and Tables C

^{1/} The reports by national banks are received by the Comptroller of the Currency; reports by Federal Reserve member banks are received by the Federal Reserve Board; and reports by insured nonmember banks are received by the Federal Deposit Insurance Corporation.

and D show for each bank principal liabilities, reserves and capital accounts. Table IV shows deposit growth and changes in selected types of assets of black banks during 1971.

All of the statistics in the tables are from that part of the Call Report which each bank must publish locally. The individual bank reports are presented here as a matter of convenience.

Trend in Assets of Black Banks

On December 31, 1971, there were 29 banks owned and operated by blacks in the United States. Three of these institutions had been started within that calendar year. Eleven of the banks were members of the Federal Reserve System, and 18 were insured nonmembers. Ten of the banks had national charters (and thus they were required by law to be members of the Federal Reserve). And 18 had State charters. Among the latter, only one had elected to join the Federal Reserve System.

At the end of last December, the 29 black banks had total assets of \$460 million. Two-fifths of this total (\$189 million) was held by member banks. During 1971, total assets of black banks rose by \$138 million, or by 43 per cent. The assets of member banks expanded by \$65 million--a rate of growth not quite as rapid as that recorded by nonmembers. The three newly-chartered banks accounted for about \$12 million of the increase in assets. Over three-quarters of the 1971 rise in the black banks' total assets (\$105 million) occurred in the last six months of the year. As one would expect, the highest growth rates were generally recorded by the newest banks. But several of the older banks also expanded their assets at rates well above the group average.

Black banks expanded their assets in 1971 about four times as fast as did all insured commercial banks (43 per cent vs. 11 per cent). Consequently, their combined assets rose to 0.072 per cent of the total for all insured banks at the end of last year--compared with 0.056 per cent at the end of 1970, and 0.049 per cent at the close of 1969. Nevertheless, the average black bank remains about one-third the size of the average bank in the country. For instance, as of December 31, 1971, the average insured U.S. bank had assets of \$46.8 million; the average black bank had assets of \$15.8 million.

Sources of Funds: Growth of Deposits

At the end of last December, total deposits of black banks amounted to \$419 million. This was a rise of \$131 million (or 46 per cent) during the year. Nearly three-fifths of the increase centered in time and savings deposits. At the end of 1970, the black banks' total deposits were divided roughly 50-50 between checking accounts and time and savings balances. The general structure of deposits at black banks seems to be roughly the same as that at other banks. As of last December 31, total deposits of both groups of banks were distributed as follows: 49 per cent demand and 51 per cent time. During 1971, the black banks raised slightly their share of total deposits in the banking system. At the end of last year, they held 0.078 per cent of the total--compared with 0.060 per cent a year earlier and 0.053 per cent at the end of 1969.

However, the extent to which black banks have attracted deposits from broad segments of the economy varies considerably. As mentioned

above, these institutions held 0.078 per cent of total deposits as of last December 31. On the same date, they held 0.071 per cent of private deposits (i.e., deposits of individuals, partnerships, and corporations). Their share of deposits of State and local governments was 0.102 per cent. In the case of the Federal Government, the proportion was 0.492 per cent. Thus, in relation to their size in the banking system as a whole, the black banks had performed best in attracting deposits of the Federal Government, and State and local units were next in line. The black banks' holdings of Federal Government deposits are examined further below.

Uses of Funds: Scarcity of Loan Demand

Black banks have demonstrated clearly their ability to attract deposits. Yet, they continued to face difficulties in finding reasonably secure outlets for their funds in the black community. At the end of 1971, they recorded \$172 million in loans to businesses and individuals. This amount represented 41.1 per cent of their total deposits. For all insured banks, loans represented 64.5 per cent of deposits at the end of last year. Over the last few years, the ratio of loans to deposits has been shrinking for all banks. Black banks have exhibited the same trend, but the relative decline in the ratio has been somewhat greater for them. In the case of all insured banks, the proportion declined from 67.9 per cent at the end of 1969 to 64.5 per cent last year--a drop of 3.4 percentage points. For black banks, the decline was 6.0 percentage points--from 56.8 per cent to 50.8 per cent. To some extent, the lag in the growth of loans reflects the economic sluggishness associated with the 1969-70

recession. The black banks may have been affected by the same factors, but more fundamental circumstances may also have been at work.

The fact that black banks face a much higher degree of risk in extending loans than do banks in the nation as a whole is widely recognized: the lower income of the typical individual borrower, the smaller size of the average black business, and the higher incidence of crime in urban areas--all combine to compound the exposure of black banks to loan losses. The results can be traced in the evidence on relative loan losses and profitability.

Reflecting this experience, the black banks have been cautious in channeling their new deposits into loans. For example, in the two years ending last December, the black banks lifted their share of total loans outstanding at all insured commercial banks from 0.044 per cent to 0.062 per cent. However, this relative increase was less than the rise in their share of total deposits--which rose from 0.053 per cent to 0.078 per cent. Thus, there was a widening of the gap between the ability of the black banks to attract funds and their ability to lend the funds in the black community.

Because of these limited outlets for loans in their local communities, the black banks have relied heavily on the acquisition of investments as earning assets. They have concentrated particularly on U.S. Government issues, but obligations of States and political subdivisions have also been acquired in substantial amounts. At the end of last December, total investments in marketable securities by the black banks amounted to \$177.8 million. These holdings consisted of \$138.9

million in U.S. Government and agency issues, \$30.0 million in State and local obligations, and \$8.9 million of other securities (including corporate stocks). In the aggregate, these investments represented 42.4 per cent of the black banks' total deposits. On the same date, at all insured commercial banks, investments amounted to \$169.6 billion-- or 31.5 per cent of their total deposits.

Over the last few years, the black banks have come to rely even more heavily on sales of Federal funds as deposit outlets. These funds represent short-term lending of member banks' excess reserves at Federal Reserve Banks. Usually smaller institutions supply such funds to the largest banks on an over-night basis. This allows them to employ their money at little cost and at a fairly good rate of interest--depending on money market conditions. For example, the Federal funds rate averaged about 4.91 per cent in June; interest rates on 3-month U.S. Treasury bills averaged 4.74 per cent; yields on residential mortgages were about 7.38 per cent, and interest rates charged on small business loans probably were even higher.

At the end of last December, black banks as a group had sold about \$41.4 million in Federal funds. This represented about 9.9 per cent of their total deposits. Both the level and ratio of Federal funds to deposits have been rising over the last few years. At the end of 1969, the percentage was 6.2, and it rose to 7.8 by December 31, 1970. Moreover, if Federal funds sold are classified as loans, the increased reliance on such outlets is still noticeable. As a proportion of total loans, fund sales rose from 10.9 per cent in 1969 to 14.3 per cent in 1970 to 19.4 per cent at the end of last year.

Sales of Federal funds by all insured commercial banks have also been rising relative to total deposits, but the pace has been somewhat slower than at black banks. For example, at the end of 1969, the Federal funds/deposit proportion for all insured banks was 2.2 per cent; this rose to 3.3 per cent at the end of 1970 and to 3.7 per cent at the end of last year. Again if sales of Federal funds are classed as loans, the percentage rose from 3.2 in 1969 to 4.8 in 1970 to 5.4 at the end of last year.

Furthermore, participation in the Federal funds market by black banks has risen substantially in the last few years. At the end of 1969, 13 of the 22 black banks (59 per cent) had sold such funds. One year later, 22 of the 26 institutions (85 per cent) had done so; and at the end of last year, 23 out of 29 (80 per cent) were carrying fund sales on their books.

As one would expect, the dependence on sales of Federal funds varied appreciably from one bank to another. While for all banks fund sales represented 19.4 per cent of total loans at the end of 1971, the proportion was 50 per cent or more at two banks. It was between one-quarter and one-half at six other banks. To some extent, the heavy reliance on sales of Federal funds reflects the fact that several of the banks were recently opened for business. As is generally known, it takes time to develop loan outlets for deposits, so the banks put their liquid funds to work in the short-term money market. Yet, a number of the older banks seem to do so because of a scarcity of sound loan prospects.

Black Banks and the Federal Government

In the last year or so, black banks have made a special effort to attract deposits of the Federal Government. They have argued that such funds would help them strengthen their lending in the black community. Partly in response to those arguments, a special \$100 million-deposit program was announced on October 2, 1970, to be achieved within one year. The Federal Government's share of this total was set at \$35 million, and the rest was to come from State and local governments and the private sector.

The goals apparently were achieved by the target date--October 2, 1971. A few months later--December 31--the black banks held \$50.3 million in U.S. Government deposits. This was an increase of \$20 million (or two-thirds) over the \$30.3 million outstanding at the end of 1970. As mentioned above, the black banks' total deposits rose by 46 per cent during 1971. By the end of last year, U.S. Government deposits amounted to 12.0 per cent of total deposits at black banks--compared with 6.5 per cent at the end of 1969 and 10.4 per cent at the close of 1970. The corresponding figures for all insured banks were 1.1 per cent in 1969, 1.6 per cent in 1970, and 1.9 per cent at the end of last year.

Thus, the black banks have clearly demonstrated their ability to attract deposits from the Federal Government. What is less clear is the extent to which they have been able to use the funds to expand lending in the black community. Instead, it appears that black banks may be in the anomalous position of campaigning for U.S. Government funds which they then use to finance a disproportionate share of the Federal debt.

As indicated above, black banks have channeled a much larger proportion of their total deposits into U.S. Government issues than have banks generally. As of December 31, 1971, black banks held \$88.2 million of U.S. Treasury securities and \$50.6 million of Federal agency issues--for a total of \$138.9 million of Federal Government obligations. During the course of 1971, this total rose by \$56.4 million--or by 68 per cent. In comparison, the black banks' total assets rose by only 43 per cent in the same period. So at the end of last year, Federal Government securities represented 30 per cent of the black banks' total assets. In contrast, as of December 31, 1971, all insured commercial banks held \$82.5 billion of Federal Government securities--consisting of \$64.7 billion of Treasury issues and \$17.8 billion of obligations of United States agencies. During 1971, this total rose by \$7.9 billion--or by 11 per cent. These banks' total assets expanded by 11 per cent. Thus, Federal Government securities accounted for 13 per cent of the total assets of all insured commercial banks at the end of 1971.

To some extent, of course, the greater proportion of Federal Government issues in the portfolios of black banks reflects the relatively small size of these institutions. In general, smaller banks tend to hold a higher proportion of their assets in U.S. Government securities than do larger banks. But even after allowing for this fact, the black banks are still much more dependent on U.S. Government securities as outlets for their deposits. While these investments obviously provide black banks with earnings--and thus make a positive contribution to their progress--they also represent a use of funds alternative to the expansion of loans in the black community.

Table I-A CONSOLIDATED REPORT OF CONDITION FOR BLACK BANKS AS OF 70/12/31
(AMOUNTS IN THOUSANDS OF DOLLARS)

ASSETS	NATIONAL	STATE MEMBER	ALL MEMBER	NONMEMBER	TOTAL
1. CASH AND DUE FROM BANKS	17,538	3,955	21,493	18,500	39,993
2. U.S. TREASURY SECURITIES	24,636	704	25,340	22,105	47,445
3. OBLIGATIONS OF OTHER U.S. GOVT AGENCIES & CORPS	14,902	86	14,988	20,019	35,007
4. OBLIGATIONS OF STATES & POLITICAL SUBDIVISIONS	3,009	10,111	13,120	9,884	23,004
5. OTHER SECURITIES (INCLUDING CORPORATE STOCKS)	699	62	761	3,130	3,891
6. TRADING ACCOUNT SECURITIES	0	0	0	0	0
7. FEDERAL FUNDS SOLD	9,150	1,550	10,700	11,725	22,425
8. OTHER LOANS	51,107	11,520	62,627	72,284	134,911
9. BANK PREMISES, FURNITURE AND FIXTURES	2,380	4,589	6,969	4,461	11,430
10. REAL ESTATE OWNED OTHER THAN BANK PREMISES	486	108	594	480	1,074
11. ALL OTHER ASSETS	1,679	205	1,884	1,457	3,341
12. TOTAL ASSETS	125,586	32,890	158,476	164,045	322,521
LIABILITIES					
13. DEMAND DEPOSITS, IPC	41,425	15,035	56,460	49,229	105,689
14. TIME AND SAVINGS DEPOSITS, IPC	48,907	8,838	57,745	68,525	126,270
15. DEPOSITS OF U.S. GOVERNMENT	12,641	1,513	14,154	16,118	30,272
16. DEPOSITS OF STATES AND POLITICAL SUBDIVISIONS	8,506	791	9,297	10,144	19,441
17. DEPOSITS OF FOREIGN GOVTS, OFFICIAL INSTITUTIONS	0	0	0	0	0
18. DEPOSITS OF COMMERCIAL BANKS	226	0	226	437	663
19. CERTIFIED AND OFFICERS CHECKS, ETC	2,125	382	2,507	3,262	5,769
20. TOTAL DEPOSITS	113,830	26,559	140,389	147,715	288,104
(A) TOTAL DEMAND DEPOSITS	57,111	17,282	74,393	73,184	147,577
(B) TOTAL TIME & SAVINGS DEPOSITS	56,719	9,277	65,996	74,531	140,527
21. FEDERAL FUNDS PURCHASED	0	0	0	150	150
22. MORTGAGE INDEBTEDNESS	111	3,200	3,311	879	4,190
23. ALL OTHER LIABILITIES	2,393	522	2,915	2,915	5,830
24. TOTAL LIABILITIES	116,334	30,281	146,615	151,659	298,274
25. MINORITY INTEREST IN CONSOLIDATED SUBSIDIARIES	0	0	0	19	19
26. TOTAL RESERVES ON LOANS AND SECURITIES	288	179	467	625	1,092
CAPITAL ACCOUNTS					
27. CAPITAL NOTES AND DEBENTURES	825	0	825	350	1,175
28. PREFERRED STOCK	0	0	0	0	0
29. COMMON STOCK	4,181	880	5,061	5,552	10,613
30. SURPLUS	2,140	1,171	3,311	5,111	8,422
31. UNDIVIDED PROFITS	1,811	175	1,986	414	2,400
32. RESERVES FOR CONTINGENCIES & OTHER CAP RESERVES	7	204	211	315	526
33. TOTAL CAPITAL ACCOUNTS	8,964	2,430	11,394	11,742	23,136
34. TOTAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS	125,586	32,890	158,476	164,045	322,521
NUMBER OF BANKS	8	1	9	17	26

Table I-B PRINCIPAL ASSETS OF BLACK BANKS AS OF 70/12/31
(AMOUNTS IN THOUSANDS OF DOLLARS)

		CASH & DUE FR BANKS	U.S. TREAS SECUR	OBLIG GOVT AGEN & CORPS	OBLIG STATES & POLIT SUBDIV	OTHER SECUR	TRADG ACCT SECUR	FED FUNDS SOLD	OTHER LOANS	BANK PREM & FURN	REAL ESTATE	ALL OTHER ASSETS	TOTAL ASSETS
UNITY BANK & TRUST CO													
BOSTON	MA	941	288	2,392	0	0	0	1,300	5,521	409	0	85	10,936
FREEDOM NATIONAL BANK													
NEW YORK	NY	6,773	8,589	10,020	0	113	0	2,200	16,187	605	486	671	45,644
UNITY STATE BANK													
DAYTON	OH	205	629	0	0	0	0	475	923	55	0	32	2,319
INDUSTRIAL BANK OF													
WASHINGTON	DC	1,953	4,348	2,483	3,532	2,893	0	0	7,955	506	64	53	23,787
UNITED COMMUNITY NAT BANK OF													
WASHINGTON	DC	1,177	2,072	0	0	35	0	2,775	3,879	126	0	107	10,171
MECHANICS AND FARMERS BANK													
DURHAM	NC	1,475	3,288	4,177	2,443	3	0	2,200	9,347	847	11	247	24,038
VICTORY SAVINGS BANK													
COLUMBIA	SC	143	483	333	344	0	0	500	1,458	50	3	48	3,362
FIRST STATE BANK													
DANVILLE	VA	345	393	0	803	101	0	1,250	2,719	49	3	4	5,667
CONSOLIDATED BANK AND TRUST													
RICHMOND	VA	2,066	1,058	800	1,191	0	0	1,300	7,262	221	0	138	14,036
CITIZENS TRUST COMPANY													
ATLANTA	GA	3,955	704	86	10,111	62	0	1,550	11,520	4,589	108	205	32,890
CARVER STATE BANK													
SAVANNAH	GA	701	1,364	100	286	0	0	0	1,454	47	0	1	3,953
CITIZENS SAVINGS BANK AND TR													
NASHVILLE	TN	2,189	955	1,760	15	0	0	0	2,415	29	0	0	7,363
HIGHLAND COMMUNITY BANK													
CHICAGO	IL	239	300	1,006	0	0	0	650	38	25	0	35	2,293
INDEPENDENCE BANK OF CHICAGO													
CHICAGO	IL	2,715	1,933	3,701	0	0	0	1,000	6,577	134	11	170	16,241
SEAWAY NATIONAL BANK OF													
CHICAGO	IL	3,777	3,768	1,600	3,009	42	0	0	12,621	631	0	403	25,851
FIRST INDEPENDENCE NAT BANK													
DETROIT	MI	1,250	2,414	901	0	446	0	2,000	1,727	215	0	101	9,054
GATEWAY NATIONAL BANK													
ST LOUIS	MO	1,189	2,528	880	0	13	0	600	5,152	240	0	92	10,694
TRI STATE BANK OF MEMPHIS													
MEMPHIS	TN	937	2,380	298	379	50	0	800	6,747	250	39	110	11,990
FIRST PLYMOUTH NAT BANK													
MINNEAPOLIS	MN	688	3,911	200	0	11	0	125	1,987	203	0	45	7,170
DOUGLASS STATE BANK													
KANSAS CITY	KS	1,525	1,582	226	891	13	0	250	6,194	484	174	62	11,401
SWOPE PARKWAY NATL BANK													
KANSAS CITY.	MO	1,770	854	0	0	23	0	900	5,974	102	0	102	9,725
AMERICAN STATE BANK													
TULSA	OK	432	196	0	0	0	0	100	719	57	0	12	1,516
RIVERSIDE NAT BANK													
HOUSTON	TX	914	500	1,301	0	16	0	550	3,580	258	0	158	7,277
BANK OF FINANCE													
LOS ANGELES	CA	1,740	1,289	1,934	0	69	0	900	10,056	884	175	364	17,411
FREEDOM BANK OF FINANCE													
PORTLAND	OR	342	1,065	0	0	1	0	300	636	200	0	47	2,591
LIBERTY BANK OF SEATTLE													
SEATTLE	WA	552	554	809	0	0	0	700	2,263	214	0	49	5,141

Table I-C PRINCIPAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS OF BLACK BANKS AS OF 70/12/31
(AMOUNTS IN THOUSANDS OF DOLLARS)

		DEMAND DEPS IPC	TIME & SAVNGS DEPS IPC	DEPS U.S. GOVT	DEPS STATES & POLIT SUBDIV	DEPS FOREIGN GOVTS	DEPS COML BANKS	CERT & OFFICERS CHECKS ETC	TOTAL DEPS	TOTAL DEMAND DEPS	TOTAL TIME & SAVNGS DEPS	FED FUNDS PUR- CHASFD	MORT INDEBT
UNITY BANK & TRUST CO													
BOSTON	MA	3,253	4,583	1,619	50	0	5	493	10,003	5,420	4,583	0	0
FREEDOM NATIONAL BANK													
NEW YORK	NY	15,718	18,423	2,195	5,753	0	70	898	43,057	19,074	23,983	0	0
UNITY STATE BANK													
DAYTON	OH	610	586	421	0	0	0	56	1,673	1,087	586	0	0
INDUSTRIAL BANK OF													
WASHINGTON	DC	8,289	12,768	1,113	0	0	0	231	22,401	9,633	12,768	0	0
UNITED COMMUNITY NAT BANK OF													
WASHINGTON	DC	3,495	4,002	1,181	0	0	0	100	8,778	4,767	4,011	0	0
MECHANICS AND FARMERS BANK													
DURHAM	NC	7,734	10,307	1,463	1,789	0	0	339	21,632	10,570	11,062	0	248
VICTORY SAVINGS BANK													
COLUMBIA	SC	931	1,465	418	182	0	0	20	3,016	1,406	1,610	0	0
FIRST STATE BANK													
DANVILLE	VA	1,002	3,324	467	225	0	0	39	5,057	1,533	3,524	0	0
CONSOLIDATED BANK AND TRUST													
RICHMOND	VA	3,569	7,355	1,483	239	0	0	86	12,732	5,377	7,355	0	0
CITIZENS TRUST COMPANY													
ATLANTA	GA	15,035	8,838	1,513	791	0	0	382	26,559	17,282	9,277	0	3,200
CARVER STATE BANK													
SAVANNAH	GA	474	2,038	428	538	0	15	68	3,561	1,029	2,532	0	0
CITIZENS SAVINGS BANK AND TR													
NASHVILLE	TN	2,637	2,839	485	794	0	0	43	6,798	3,699	3,099	0	0
HIGHLAND COMMUNITY BANK													
CHICAGO	IL	397	496	614	0	0	0	95	1,602	1,106	496	0	0
INDEPENDENCE BANK OF CHICAGO													
CHICAGO	IL	5,314	6,081	2,230	1,414	0	0	197	15,236	7,847	7,389	0	0
SEAWAY NATIONAL BANK OF													
CHICAGO	IL	9,016	11,444	1,085	1,260	0	20	387	23,212	10,572	12,640	0	0
FIRST INDEPENDENCE NAT BANK													
DETROIT	MI	1,935	3,348	2,218	101	0	0	63	7,665	4,217	3,448	0	0
GATEWAY NATIONAL BANK													
ST LOUIS	MO	3,583	4,429	744	708	0	0	317	9,781	4,850	4,931	0	111
TRI STATE BANK OF MEMPHIS													
MEMPHIS	TN	3,186	5,298	998	1,098	0	0	85	10,665	4,402	6,263	0	0
FIRST PLYMOUTH NAT BANK													
MINNEAPOLIS	MN	1,213	1,447	3,417	354	0	0	85	6,516	4,769	1,747	0	0
DOUGLASS STATE BANK													
KANSAS CITY	KS	2,859	4,464	900	1,702	0	14	169	10,108	4,840	5,268	0	205
SWOPE PARKWAY NATL BANK													
KANSAS CITY	MO	4,278	2,962	969	0	0	135	112	8,456	5,494	2,962	0	0
AMERICAN STATE BANK													
TULSA	OK	257	251	10	109	0	395	9	1,031	695	336	0	0
RIVERSIDE NAT BANK													
HOUSTON	TX	2,187	2,852	832	330	0	1	163	6,365	3,368	2,997	0	0
BANK OF FINANCE													
LOS ANGELES	CA	6,490	4,496	2,184	1,372	0	0	1,284	15,826	10,840	4,986	0	339
FREEDOM BANK OF FINANCE													
PORTLAND	OR	620	715	322	302	0	0	14	1,973	958	1,015	0	0
LIBERTY BANK OF SEATTLE													
SEATTLE	WA	1,607	1,459	963	330	0	8	34	4,401	2,742	1,659	150	87

Table I-D PRINCIPAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS OF BLACK BANKS AS OF 70/12/31 (cont'd.)
(AMOUNTS IN THOUSANDS OF DOLLARS)

		ALL OTHER LIABS	TOTAL LIABS	MINOR INT IN CONSOL SUBSID	RESERVES ON LNS AND SECUR	CAP NOTES & DEB	PREFER STOCK	COMMON STOCK	SUR- PLUS	UNDIV PROFIT	RESERVES FOR CONTING	TOTAL CAPITAL ACCTS	TOTAL LIABS, RESER, CAP ACCT
UNITY BANK & TRUST CO BOSTON	MA	619	10,622	0	231	0	0	600	315	-832	0	83	10,936
FREEDOM NATIONAL BANK NEW YORK	NY	497	43,554	0	82	400	0	876	400	325	7	2,008	45,644
UNITY STATE BANK DAYTON	OH	64	1,737	0	0	0	0	254	211	117	0	582	2,319
INDUSTRIAL BANK OF WASHINGTON	DC	329	22,730	0	23	0	0	248	606	175	5	1,034	23,787
UNITED COMMUNITY NAT BANK OF WASHINGTON	DC	98	8,876	0	54	0	0	750	250	241	0	1,241	10,171
MECHANICS AND FARMERS BANK DURHAM	NC	299	22,179	19	157	200	0	565	803	115	0	1,683	24,038
VICTORY SAVINGS BANK COLUMBIA	SC	38	3,054	0	31	0	0	112	118	47	0	277	3,362
FIRST STATE BANK DANVILLE	VA	40	5,097	0	30	0	0	50	375	10	105	540	5,667
CONSOLIDATED BANK AND TRUST RICHMOND	VA	251	12,983	0	61	0	0	300	625	67	0	992	14,036
CITIZENS TRUST COMPANY ATLANTA	GA	522	30,281	0	179	0	0	880	1,171	175	204	2,430	32,890
CARVER STATE BANK SAVANNAH	GA	35	3,596	0	15	0	0	149	56	82	55	342	3,953
CITIZENS SAVINGS BANK AND TR NASHVILLE	TN	75	6,873	0	0	0	0	250	182	58	0	490	7,363
HIGHLAND COMMUNITY BANK CHICAGO	IL	5	1,607	0	0	0	0	300	300	-64	150	686	2,293
INDEPENDENCE BANK OF CHICAGO CHICAGO	IL	151	15,387	0	5	0	0	400	267	182	0	849	16,241
SEAWAY NATIONAL BANK OF CHICAGO	IL	659	23,871	0	61	425	0	625	430	439	0	1,919	25,851
FIRST INDEPENDENCE NAT BANK DETROIT	MI	87	7,752	0	0	0	0	750	350	202	0	1,302	9,054
GATEWAY NATIONAL BANK ST LOUIS	MO	267	10,159	0	30	0	0	235	185	85	0	505	10,694
TRI STATE BANK OF MEMPHIS MEMPHIS	TN	400	11,065	0	44	0	0	340	385	156	0	881	11,990
FIRST PLYMOUTH NAT BANK MINNEAPOLIS	MN	181	6,697	0	16	0	0	250	100	107	0	457	7,170
DOUGLASS STATE BANK KANSAS CITY	KS	187	10,500	0	6	0	0	375	397	123	0	895	11,401
SWOPE PARKWAY NATL BANK KANSAS CITY	MO	458	8,914	0	40	0	0	375	225	171	0	771	9,725
AMERICAN STATE BANK TULSA	OK	2	1,033	0	3	0	0	290	145	45	0	480	1,516
RIVERSIDE NAT BANK HOUSTON	TX	146	6,511	0	5	0	0	320	200	241	0	761	7,277
BANK OF FINANCE LOS ANGELES	CA	369	16,534	0	0	150	0	667	60	0	0	877	17,411
FREEDOM BANK OF FINANCE PORTLAND	OR	5	1,978	0	0	0	0	400	100	113	0	613	2,591
LIBERTY BANK OF SEATTLE SEATTLE	WA	46	4,684	0	19	0	0	252	166	20	0	438	5,141

Table II-A CONSOLIDATED REPORT OF CONDITION FOR BLACK BANKS AS OF 71/06/3C
(AMOUNTS IN THOUSANDS OF DOLLARS)

ASSETS	NATIONAL	STATE MEMBER	ALL MEMBER	NONMEMBER	TOTAL
1. CASH AND DUE FROM BANKS	14,370	4,773	19,143	20,190	39,333
2. U.S. TREASURY SECURITIES	27,557	1,923	29,480	27,900	57,380
3. OBLIGATIONS OF OTHER U.S. GOVT AGENCIES & CORPS	19,025	65	19,090	21,896	40,986
4. OBLIGATIONS OF STATES & POLITICAL SUBDIVISIONS	4,542	7,263	11,805	12,200	24,005
5. OTHER SECURITIES (INCLUDING CORPORATE STOCKS)	1,836	62	1,898	5,316	7,214
6. TRADING ACCOUNT SECURITIES	0	0	0	0	0
7. FEDERAL FUNDS SOLD	9,575	0	9,575	10,974	20,549
8. OTHER LOANS	54,483	13,260	67,743	80,978	148,721
9. BANK PREMISES, FURNITURE AND FIXTURES	2,775	5,013	7,788	4,541	12,329
10. REAL ESTATE OWNED OTHER THAN BANK PREMISES	589	41	630	536	1,166
11. ALL OTHER ASSETS	1,224	188	1,412	1,776	3,188
12. TOTAL ASSETS	135,976	32,588	168,564	186,307	354,871
LIABILITIES					
13. DEMAND DEPOSITS, IPC	42,314	9,771	52,085	59,218	111,303
14. TIME AND SAVINGS DEPOSITS, IPC	61,201	9,314	70,515	83,010	153,525
15. DEPOSITS OF U.S. GOVERNMENT	9,806	293	10,099	11,475	21,574
16. DEPOSITS OF STATES AND POLITICAL SUBDIVISIONS	9,101	5,646	14,747	11,053	25,800
17. DEPOSITS OF FOREIGN GOVTS, OFFICIAL INSTITUTIONS	0	0	0	0	0
18. DEPOSITS OF COMMERCIAL BANKS	76	0	76	538	614
19. CERTIFIED AND OFFICERS CHECKS, ETC	1,836	241	2,077	2,927	5,004
20. TOTAL DEPOSITS	124,334	25,265	149,599	168,221	317,820
(A) TOTAL DEMAND DEPOSITS	56,468	14,232	70,700	77,430	148,130
(B) TOTAL TIME & SAVINGS DEPOSITS	67,866	11,033	78,899	90,791	169,690
21. FEDERAL FUNDS PURCHASED	0	1,300	1,300	650	1,950
22. MORTGAGE INDEBTEDNESS	306	3,195	3,501	860	4,361
23. ALL OTHER LIABILITIES	2,316	500	2,816	3,544	6,360
24. TOTAL LIABILITIES	126,956	30,260	157,216	173,275	330,491
25. MINORITY INTEREST IN CONSOLIDATED SUBSIDIARIES	0	0	0	20	20
26. TOTAL RESERVES ON LOANS AND SECURITIES	206	-13	193	620	813
CAPITAL ACCOUNTS					
27. CAPITAL NOTES AND DEBENTURES	825	0	825	450	1,275
28. PREFERRED STOCK	0	0	0	33	33
29. COMMON STOCK	4,181	880	5,061	5,837	10,898
30. SURPLUS	2,282	1,171	3,453	5,397	8,850
31. UNDIVIDED PROFITS	1,519	86	1,605	659	2,264
32. RESERVES FOR CONTINGENCIES & OTHER CAP RESERVES	7	204	211	16	227
33. TOTAL CAPITAL ACCOUNTS	8,814	2,341	11,155	12,392	23,547
34. TOTAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS	135,976	32,588	168,564	186,307	354,871
NUMBER OF BANKS	8	1	9	18	27

Table II-B PRINCIPAL ASSETS OF BLACK BANKS AS OF 7/1/63
(AMOUNTS IN THOUSANDS OF DOLLARS)

		CASH & DUE FR BANKS	U. S. TREAS SECUR	OBLIG GOVT AGEN & CORPS	OBLIG STATES & POLIT SUBDIV	OTHER SECUR	TRADG ACCT SECUR	FED FUNDS SOLD	OTHER LOANS	BANK PREM & FURN	REAL ESTATE	ALL OTHER ASSETS	TOTAL ASSETS
UNITY BANK & TRUST CO BOSTON	MA	637	509	1,842	0	429	0	1,050	4,464	405	0	161	9,497
FREEDOM NATIONAL BANK NEW YORK	NY	4,561	9,289	11,064	530	124	0	0	16,904	584	539	416	44,011
UNITY STATE BANK DAYTON	OH	286	693	0	0	0	0	500	1,748	59	0	44	3,330
INDUSTRIAL BANK OF WASHINGTON	DC	2,263	4,792	2,258	3,649	4,360	0	800	8,284	490	86	64	27,046
UNITED COMMUNITY NAT BANK OF WASHINGTON	DC	1,199	2,575	750	0	38	0	4,000	2,971	123	0	86	11,742
MECHANICS AND FARMERS BANK DURHAM	NC	2,481	3,751	4,577	3,714	3	0	400	10,022	835	12	254	26,049
VICTORY SAVINGS BANK COLUMBIA	SC	223	483	356	377	0	0	450	1,539	69	3	42	3,542
FIRST STATE BANK DANVILLE	VA	319	687	0	793	101	0	1,100	2,713	50	2	4	5,769
CONSOLIDATED BANK AND TRUST RICHMOND	VA	1,759	1,552	1,840	1,145	0	0	500	7,403	240	0	186	14,625
CITIZENS TRUST COMPANY ATLANTA	GA	4,773	1,923	65	7,263	62	0	0	13,260	5,013	41	188	32,588
CARVER STATE BANK SAVANNAH	GA	648	1,510	100	386	0	0	0	1,513	48	0	0	4,205
CITIZENS SAVINGS BANK AND TR NASHVILLE	TN	1,974	954	1,861	416	0	0	0	2,385	29	0	0	7,619
HIGHLAND COMMUNITY BANK CHICAGO	IL	511	1,201	953	0	0	0	1,200	1,961	46	0	78	5,950
INDEPENDENCE BANK OF CHICAGO CHICAGO	IL	2,958	2,802	2,703	309	0	0	1,050	9,853	134	11	223	20,043
SEAWAY NATIONAL BANK OF CHICAGO	IL	3,332	4,864	1,696	4,012	52	0	0	13,656	785	0	240	28,637
FIRST INDEPENDENCE NAT BANK DETROIT	MI	1,053	3,453	1,973	0	1,559	0	2,300	2,764	212	0	160	13,474
NORTH MILWAUKEE STATE BANK MILWAUKEE	WI	224	801	46	0	0	0	150	938	23	0	11	2,193
GATEWAY NATIONAL BANK ST LOUIS	MO	1,480	2,365	2,040	0	13	0	1,100	5,546	241	50	120	12,955
TRI STATE BANK OF MEMPHIS MEMPHIS	TN	1,253	3,105	714	415	50	0	1,500	6,617	241	7	134	14,036
FIRST PLYMOUTH NAT BANK MINNEAPOLIS	MN	211	1,814	200	0	12	0	1,000	2,330	352	0	68	5,987
DOUGLASS STATE BANK KANSAS CITY	KS	1,207	1,591	1,275	996	13	0	624	6,482	486	197	138	13,009
SWOPE PARKWAY NATL BANK KANSAS CITY	MO	1,455	2,647	0	0	23	0	200	6,516	173	0	8	11,022
AMERICAN STATE BANK TULSA	OK	446	495	0	0	225	0	100	1,344	95	0	11	2,716
RIVERSIDE NAT BANK HOUSTON	TX	1,079	550	1,302	0	15	0	975	3,796	305	0	126	8,148
BANK OF FINANCE LOS ANGELES	CA	1,871	907	2,296	0	135	0	0	10,733	865	218	315	17,340
FREEDOM BANK OF FINANCE PORTLAND	OR	500	1,416	0	0	0	0	700	670	206	0	44	3,536
LIBERTY BANK OF SEATTLE SEATTLE	WA	630	651	1,075	0	0	0	850	2,309	220	0	67	5,802

Table II-C PRINCIPAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS OF BLACK BANKS AS OF 7/1/63
(AMOUNTS IN THOUSANDS OF DOLLARS)

		DEMAND DEPS IPC	TIME & SAVNGS DEPS IPC	DEPS U.S. GOVT	DEPS STATES & POLIT SUBDIV	DEPS FOREIGN GOVTS	DEPS COML BANKS	CERT & OFFICERS CHECKS ETC	TOTAL DEPS	TOTAL DEMAND DEPS	TOTAL TIME & SAVNGS DEPS	FED FUNDS PUR- CHASED	MORT INDEBT
UNITY BANK & TRUST CO													
ROSTON	MA	3,229	4,933	854	61	0	2	193	9,272	4,319	4,953	0	0
FREEDOM NATIONAL BANK													
NEW YORK	NY	15,713	19,845	1,884	3,656	0	70	412	41,580	18,480	23,100	0	0
UNITY STATE BANK													
DAYTON	OH	908	1,052	586	0	0	0	26	2,572	1,520	1,052	0	0
INDUSTRIAL BANK OF													
WASHINGTON	DC	9,338	14,821	1,095	0	0	0	249	25,503	10,682	14,821	0	0
UNITED COMMUNITY NAT BANK OF													
WASHINGTON	DC	3,331	5,291	1,525	0	0	0	143	10,290	4,990	5,300	0	0
MECHANICS AND FARMERS BANK													
DUPHAM	NC	8,672	11,496	353	2,447	0	0	598	23,566	10,599	12,967	0	242
VICTORY SAVINGS BANK													
COLUMBIA	SC	915	1,605	378	242	0	0	21	3,161	1,411	1,750	0	0
FIRST STATE BANK													
DANVILLE	VA	994	3,487	275	356	0	0	33	5,145	1,358	3,787	0	0
CONSOLIDATED BANK AND TRUST													
RICHMOND	VA	3,867	8,161	887	202	0	0	82	13,199	5,038	8,161	0	0
CITIZENS TRUST COMPANY													
ATLANTA	GA	9,771	9,314	293	5,646	0	0	241	25,265	14,232	11,033	1,300	3,195
CARVER STATE BANK													
SAVANNAH	GA	671	2,281	380	455	0	15	21	3,823	1,072	2,751	0	0
CITIZENS SAVINGS BANK AND TR													
NASHVILLE	TN	2,883	3,022	451	660	0	0	39	7,055	3,483	3,572	0	0
HIGHLAND COMMUNITY BANK													
CHICAGO	IL	1,562	1,855	1,659	100	0	0	60	5,236	3,281	1,955	0	0
INDEPENDENCE BANK OF CHICAGO													
CHICAGO	IL	7,577	9,168	1,057	835	0	0	254	18,891	8,920	9,971	0	0
SEAWAY NATIONAL BANK OF													
CHICAGO	IL	8,979	13,907	1,073	1,830	0	0	379	26,168	10,434	15,734	0	0
FIRST INDEPENDENCE NAT BANK													
DETROIT	MI	1,792	6,333	1,969	1,873	0	0	79	12,046	5,413	6,633	0	0
NORTH MILWAUKEE STATE BANK													
MILWAUKEE	WI	637	514	163	300	0	0	57	1,671	857	814	0	0
GATEWAY NATIONAL BANK													
ST LOUIS	MO	4,607	5,489	222	1,290	0	0	371	11,979	5,563	6,416	0	106
TRI STATE BANK OF MEMPHIS													
MEMPHIS	TN	3,713	6,320	860	1,622	0	0	137	12,652	4,764	7,888	0	0
FIRST PLYMOUTH NAT BANK													
MINNEAPOLIS	MN	1,426	1,948	1,471	231	0	0	113	5,189	3,039	2,150	0	200
DOUGLASS STATE BANK													
KANSAS CITY	KS	3,218	4,955	645	2,166	0	14	162	11,160	5,118	6,042	0	200
SWOPE PARKWAY NATL BANK													
KANSAS CITY	MO	3,748	5,054	978	0	0	5	139	9,924	4,870	5,054	0	0
AMERICAN STATE BANK													
TULSA	OK	543	712	222	199	0	499	25	2,200	1,313	887	0	0
RIVERSIDE NAT BANK													
HOUSTON	TX	2,718	3,334	684	221	0	1	200	7,158	3,679	3,479	0	0
BANK OF FINANCE													
LOS ANGELES	CA	7,774	5,395	514	577	0	0	804	15,064	9,379	5,685	650	332
FREEDOM BANK OF FINANCE													
PORTLAND	OR	1,093	970	368	390	0	0	16	2,837	1,567	1,270	0	0
LIBERTY BANK OF SEATTLE													
SEATTLE	WA	1,624	2,263	728	441	0	8	150	5,214	2,749	2,465	0	86

Table II-D PRINCIPAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS OF BLACK BANKS AS OF 7/1/06/30 (cont'd.)
(AMOUNTS IN THOUSANDS OF DOLLARS)

		ALL OTHER LIABS	TOTAL LIABS	MINOR INT IN CONSOL SUBSID	RESERVES ON LNS AND SECUR	CAP NOTES & DEB	PREFER STOCK	COMMON STOCK	SUR- PLUS	UNDIV PROFIT	RESERVES FOR CONTING	TOTAL CAPITAL ACCTS	TOTAL LIABS, RESER, CAP ACCT
UNITY BANK & TRUST CO													
BOSTON	MA	150	9,422	0	178	0	0	600	314	-1,017	0	-103	9,497
FREEDOM NATIONAL BANK													
NEW YORK	NY	541	42,121	0	44	400	0	876	424	143	3	1,846	44,011
UNITY STATE BANK													
DAYTON	OH	170	2,742	0	0	0	0	258	215	115	0	588	3,330
INDUSTRIAL BANK OF													
WASHINGTON	DC	376	25,879	0	33	0	0	248	606	275	5	1,134	27,046
UNITED COMMUNITY NAT BANK OF													
WASHINGTON	DC	165	10,455	0	57	0	0	750	350	130	0	1,230	11,742
MECHANICS AND FARMERS BANK													
DURHAM	NC	351	24,159	20	138	200	0	569	857	106	0	1,732	26,049
VICTORY SAVINGS BANK													
COLUMBIA	SC	32	3,193	0	31	0	0	112	140	66	0	318	3,542
FIRST STATE BANK													
DANVILLE	VA	139	5,284	0	30	0	0	50	375	30	0	455	5,769
CONSOLIDATED BANK AND TRUST													
RICHMOND	VA	289	13,498	0	82	0	0	300	625	130	0	1,055	14,625
CITIZENS TRUST COMPANY													
ATLANTA	GA	500	30,260	0	-13	0	0	880	1,171	86	204	2,341	32,588
CARVER STATE BANK													
SAVANNAH	GA	32	3,855	0	15	0	0	150	56	118	11	335	4,205
CITIZENS SAVINGS BANK AND TR													
NASHVILLE	TN	8	7,063	0	0	0	0	250	182	124	0	556	7,619
HIGHLAND COMMUNITY BANK													
CHICAGO	IL	117	5,353	0	1	0	0	300	300	-4	0	596	5,950
INDEPENDENCE BANK OF CHICAGO													
CHICAGO	IL	229	19,120	0	21	0	0	400	267	235	0	902	20,043
SEAWAY NATIONAL BANK OF													
CHICAGO	IL	424	26,592	0	62	425	0	625	440	489	4	1,983	28,637
FIRST INDEPENDENCE NAT BANK													
DETROIT	MI	174	12,220	0	0	0	0	750	350	154	0	1,254	13,474
NORTH MILWAUKEE STATE BANK													
MILWAUKEE	WI	19	1,690	0	0	0	0	275	165	63	0	503	2,193
GATEWAY NATIONAL BANK													
ST LOUIS	MO	289	12,374	0	36	0	0	235	185	125	0	545	12,955
TRI STATE BANK OF MEMPHIS													
MEMPHIS	TN	382	13,034	0	50	0	0	341	387	224	0	952	14,036
FIRST PLYMOUTH NAT BANK													
MINNEAPOLIS	MN	132	5,521	0	17	0	0	250	100	99	0	449	5,987
DOUGLASS STATE BANK													
KANSAS CITY	KS	735	12,095	0	18	0	33	375	397	91	0	896	13,009
SWOPE PARKWAY NATL BANK													
KANSAS CITY	MO	389	10,313	0	-19	0	0	375	225	128	0	728	11,022
AMERICAN STATE BANK													
TULSA	OK	32	2,232	0	3	0	0	290	145	46	0	481	2,716
RIVERSIDE NAT BANK													
HOUSTON	TX	202	7,360	0	9	0	0	320	208	251	0	779	8,148
BANK OF FINANCE													
LOS ANGELES	CA	275	16,321	0	1	250	0	668	100	0	0	1,018	17,340
FREEDOM BANK OF FINANCE													
PORTLAND	OR	146	2,983	0	0	0	0	400	100	53	0	553	3,536
LIBERTY BANK OF SEATTLE													
SEATTLE	WA	62	5,362	0	19	0	0	251	166	4	0	421	5,802

Table III-A CONSOLIDATED REPORT OF CONDITION FOR BLACK BANKS AS OF 7/12/31
(AMOUNTS IN THOUSANDS OF DOLLARS)

ASSETS	NATIONAL	STATE MEMBER	ALL MEMBER	NONMEMBER	TOTAL
1. CASH AND DUE FROM BANKS	24,496	4,626	29,122	21,588	50,710
2. U.S. TREASURY SECURITIES	43,172	2,878	46,050	42,178	88,228
3. OBLIGATIONS OF OTHER U.S. GOVT AGENCIES & CORPS	23,079	343	23,422	27,210	50,632
4. OBLIGATIONS OF STATES & POLITICAL SUBDIVISIONS	6,316	7,444	13,760	16,237	29,997
5. OTHER SECURITIES (INCLUDING CORPORATE STOCKS)	2,124	67	2,186	6,602	8,788
6. TRADING ACCOUNT SECURITIES	0	0	0	0	0
7. FEDERAL FUNDS SOLD	22,226	0	22,226	19,200	41,426
8. OTHER LOANS	61,944	13,156	75,100	96,422	171,522
9. BANK PREMISES, FURNITURE AND FIXTURES	3,317	6,051	9,368	4,494	13,862
10. REAL ESTATE OWNED OTHER THAN BANK PREMISES	652	43	695	483	1,178
11. ALL OTHER ASSETS	1,594	249	1,843	2,201	4,044
12. TOTAL ASSETS	188,920	34,852	223,772	236,615	460,387
LIABILITIES					
13. DEMAND DEPOSITS, IPC	52,843	10,571	63,414	66,559	129,973
14. TIME AND SAVINGS DEPOSITS, IPC	72,611	10,101	82,712	95,755	178,467
15. DEPOSITS OF U.S. GOVERNMENT	25,822	1,944	27,766	22,530	50,296
16. DEPOSITS OF STATES AND POLITICAL SUBDIVISIONS	20,771	5,185	25,956	22,638	48,594
17. DEPOSITS OF FOREIGN GOVTS, OFFICIAL INSTITUTIONS	0	0	0	0	0
18. DEPOSITS OF COMMERCIAL BANKS	101	0	101	696	797
19. CERTIFIED AND OFFICERS CHECKS, ETC	2,631	431	3,062	7,946	11,008
20. TOTAL DEPOSITS	174,779	28,232	203,011	216,124	419,135
(A) TOTAL DEMAND DEPOSITS	83,137	16,628	99,765	102,728	202,493
(B) TOTAL TIME & SAVINGS DEPOSITS	91,642	11,604	103,246	113,396	216,642
21. FEDERAL FUNDS PURCHASED	0	0	0	0	0
22. MORTGAGE INDEBTEDNESS	103	3,465	3,568	842	4,410
23. ALL OTHER LIABILITIES	3,465	726	4,191	3,840	8,031
24. TOTAL LIABILITIES	178,347	32,423	210,770	220,806	431,576
25. MINORITY INTEREST IN CONSOLIDATED SUBSIDIARIES	0	0	0	21	21
26. TOTAL RESERVES ON LOANS AND SECURITIES	381	25	406	832	1,238
CAPITAL ACCOUNTS					
27. CAPITAL NOTES AND DEBENTURES	825	0	825	2,675	3,500
28. PREFERRED STOCK	0	0	0	34	34
29. COMMON STOCK	5,044	897	5,941	6,007	11,948
30. SURPLUS	2,615	1,171	3,786	5,954	9,740
31. UNDIVIDED PROFITS	1,670	132	1,802	214	2,016
32. RESERVES FOR CONTINGENCIES & OTHER CAP RESERVES	38	204	242	72	314
33. TOTAL CAPITAL ACCOUNTS	10,192	2,404	12,596	14,956	27,552
34. TOTAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS	188,920	34,852	223,772	236,615	460,387
NUMBER OF BANKS	10	1	11	18	29

Table III-B PRINCIPAL ASSETS OF BLACK BANKS AS OF 7/1/73
(AMOUNTS IN THOUSANDS OF DOLLARS)

		CASH & DUE FR BANKS	U.S. TREAS SECUR	ORLIG GOVT AGEN & CORPS	ORLIG STATES & POLIT SUBDIV	OTHER SECUR	TRADG ACCT SECUR	FED FUNDS SOLD	OTHER LOANS	BANK PRFM & FURN	REAL ESTATE	ALL OTHER ASSETS	TOTAL ASSETS
UNITY BANK & TRUST CO BOSTON MA		615	508	4,247	0	382	0	2,600	5,032	387	0	206	13,977
FREEDOM NATIONAL BANK NEW YORK NY		7,967	10,536	10,257	1,581	123	0	6,500	15,468	585	601	543	54,161
UNITY STATE BANK DAYTON OH		579	1,585	0	0	0	0	400	2,376	75	0	85	5,101
INDUSTRIAL BANK OF WASHINGTON DC		1,810	4,752	2,657	3,990	5,579	0	900	8,756	489	72	45	29,050
UNITED COMMUNITY NAT BANK OF WASHINGTON DC		1,536	2,594	2,300	0	38	0	4,851	4,518	121	0	99	16,057
MECHANICS AND FARMERS BANK DURHAM NC		3,553	4,253	5,188	5,235	4	0	4,600	10,181	838	24	286	34,162
GREENSBORO NATIONAL BANK GREENSBORO NC		275	450	130	0	367	0	0	712	66	0	11	2,011
VICTORY SAVINGS BANK COLUMBIA SC		267	489	384	403	0	0	500	1,687	62	1	19	3,812
FIRST STATE BANK DANVILLE VA		674	0	1,191	1,018	133	0	1,050	3,084	44	2	4	7,200
ATLANTIC NAT BK NORFOLK VA		460	99	900	0	24	0	0	1,971	241	0	30	3,725
CONSOLIDATED BANK AND TRUST RICHMOND VA		1,460	1,013	2,494	1,665	0	0	1,300	9,135	197	0	193	17,457
CITIZENS TRUST COMPANY ATLANTA GA		4,626	2,878	343	7,444	62	0	0	13,156	6,051	43	249	34,852
CARVER STATE BANK SAVANNAH GA		1,009	1,576	100	380	0	0	200	1,676	49	0	0	4,990
CITIZENS SAVINGS BANK AND TR NASHVILLE TN		948	1,258	1,860	458	0	0	350	2,507	27	0	0	7,408
HIGHLAND COMMUNITY BANK CHICAGO IL		722	3,984	736	0	0	0	0	2,884	49	0	52	8,427
INDEPENDENCE BANK OF CHICAGO CHICAGO IL		3,039	8,706	1,902	629	0	0	1,500	13,109	137	10	349	29,381
SEAWAY NATIONAL BANK OF CHICAGO IL		5,825	8,296	1,398	4,219	52	0	0	14,272	929	0	322	35,313
FIRST INDEPENDENCE NAT BANK DETROIT MI		2,527	7,102	2,668	0	1,347	0	6,600	4,297	211	0	167	24,919
NORTH MILWAUKEE STATE BANK MILWAUKEE WI		445	3,103	0	0	0	0	950	1,453	36	0	37	6,024
GATEWAY NATIONAL BANK ST LOUIS MO		1,789	3,687	2,589	516	22	0	1,000	6,855	239	51	156	16,903
TRI STATE BANK OF MEMPHIS MEMPHIS TN		1,048	3,010	711	1,476	50	0	1,200	7,803	262	18	152	15,730
FIRST PLYMOUTH NAT BANK MINNEAPOLIS MN		1,280	5,532	200	0	112	0	800	3,038	361	0	79	11,402
DOUGLASS STATE BANK KANSAS CITY KS		1,049	1,893	1,107	983	7	0	1,300	6,786	496	209	150	14,030
SWOPE PARKWAY NATL BANK KANSAS CITY MO		1,463	3,670	1,125	0	23	0	1,400	6,234	264	0	22	14,201
AMERICAN STATE BANK TULSA OK		526	690	0	0	231	0	100	1,534	93	0	10	3,284
RIVERSIDE NAT BANK HOUSTON TX		1,374	1,206	1,512	0	16	0	1,075	4,579	301	0	165	10,228
BANK OF FINANCE LOS ANGELES CA		1,832	2,598	3,004	0	205	0	1,500	14,428	834	112	451	24,964
FREEDOM BANK OF FINANCE PORTLAND OR		371	1,975	100	0	0	0	750	793	197	0	94	4,270
LIBERTY BANK OF SEATTLE SEATTLE WA		1,591	785	1,529	0	11	0	0	3,098	221	35	79	7,348

Table III-C PRINCIPAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS OF BLACK BANKS AS OF 7/12/31
(AMOUNTS IN THOUSANDS OF DOLLARS)

		DEMAND DEPS IPC	TIME & SAVNGS DEPS IPC	DEPS U.S. GOVT	DEPS STATES & POLIT SUBDIV	DEPS FOREIGN GOVTS	DEPS COML BANKS	CERT & OFFICERS CHECKS ETC	TOTAL DEPS	TOTAL DEMAND DEPS	TOTAL TIME & SAVNGS DEPS	FED FUNDS PUR- CHASED	MORT INDENT
UNITY BANK & TRUST CO BOSTON MA		3,414	4,931	2,243	1,128	0	70	188	11,974	7,018	4,956	0	0
FREEDOM NATIONAL BANK NEW YORK NY		16,300	20,941	4,766	9,073	0	70	660	51,810	22,397	29,413	0	0
UNITY STATE BANK DAYTON OH		1,537	1,610	643	402	0	0	41	4,233	2,433	1,800	0	0
INDUSTRIAL BANK OF WASHINGTON DC		9,910	16,169	1,005	0	0	0	229	27,312	11,143	16,169	0	0
UNITED COMMUNITY NAT BANK OF WASHINGTON DC		6,188	6,614	1,432	0	0	0	132	14,366	7,752	6,614	0	0
MECHANICS AND FARMERS BANK DURHAM NC		10,028	13,259	1,285	6,413	0	0	496	31,481	13,182	18,299	0	236
GREENSBORO NATIONAL BANK GREENSBORO NC		480	413	116	280	0	25	13	1,327	634	693	0	0
VICTORY SAVINGS BANK COLUMBIA SC		1,028	1,860	319	176	0	0	35	3,418	1,393	2,025	0	0
FIRST STATE BANK DANVILLE VA		1,503	3,720	375	919	0	0	45	6,562	1,752	4,810	0	0
ATLANTIC NAT BK NORFOLK VA		907	1,015	205	404	0	0	157	2,688	1,303	1,385	0	0
CONSOLIDATED BANK AND TRUST RICHMOND VA		4,569	8,346	1,336	1,595	0	0	201	16,047	6,001	10,046	0	0
CITIZENS TRUST COMPANY ATLANTA GA		10,571	10,101	1,944	5,185	0	0	431	28,232	16,628	11,604	0	3,465
CARVER STATE BANK SAVANNAH GA		814	2,678	372	645	0	15	49	4,573	1,255	3,317	0	0
CITIZENS SAVINGS BANK AND TR NASHVILLE TN		2,326	3,412	307	670	0	0	78	6,793	2,811	3,982	0	0
HIGHLAND COMMUNITY BANK CHICAGO IL		1,992	2,621	2,142	800	0	60	60	7,675	4,254	3,421	0	0
INDEPENDENCE BANK OF CHICAGO CHICAGO IL		8,417	11,895	4,479	2,398	0	0	294	27,483	13,230	14,253	0	0
SEAWAY NATIONAL BANK OF CHICAGO IL		11,121	15,161	2,998	2,970	0	0	471	32,721	14,509	18,212	0	0
FIRST INDEPENDENCE NAT BANK DETROIT MI		3,174	8,529	8,016	3,380	0	0	162	23,261	11,857	11,404	0	0
NORTH MILWAUKEE STATE BANK MILWAUKEE WI		1,006	1,588	2,398	370	0	0	55	5,417	3,529	1,888	0	0
GATEWAY NATIONAL BANK ST LOUIS MO		4,551	7,146	2,203	1,019	0	0	600	15,519	7,125	8,394	0	103
TRI STATE BANK OF MEMPHIS MEMPHIS TN		4,453	6,881	1,053	1,778	0	0	129	14,294	5,837	8,457	0	0
FIRST PLYMOUTH NAT BANK MINNEAPOLIS MN		2,720	3,818	3,446	607	0	0	137	10,728	6,313	4,415	0	0
DOUGLASS STATE BANK KANSAS CITY KS		3,298	5,426	900	2,660	0	15	189	12,488	5,941	6,547	0	196
SWOPE PARKWAY NATL BANK KANSAS CITY MO		4,525	5,084	1,559	2,060	0	5	0	13,233	6,856	6,377	0	0
AMERICAN STATE BANK TULSA OK		645	1,086	69	350	0	528	48	2,726	1,315	1,411	0	0
RIVERSIDE NAT BANK HOUSTON TX		2,877	3,890	1,081	978	0	1	299	9,126	4,391	4,735	0	0
BANK OF FINANCE LOS ANGELES CA		7,266	6,837	2,279	1,152	0	0	5,628	23,162	15,543	7,619	0	325
FREEDOM BANK OF FINANCE PORTLAND OR		1,521	1,243	425	449	0	0	36	3,674	2,065	1,608	0	0
LIBERTY BANK OF SEATTLE SEATTLE WA		2,832	2,193	900	733	0	8	146	6,812	4,024	2,788	0	85

Table III-D PRINCIPAL LIABILITIES, RESERVES, AND CAPITAL ACCOUNTS OF BLACK BANKS AS OF 7/1/2/31 (cont'd.)
(AMOUNTS IN THOUSANDS OF DOLLARS)

		ALL OTHER LIARS	TOTAL LIARS	MINOR INT IN CONSOL SUBSID	RESERVES ON LNS AND SECUR	CAP NOTES & DEF	PREFER STOCK	COMMON STOCK	SUR- PLUS	UNDIV PROFIT	RESERVES FOR CONTING	TOTAL CAPITAL ACCTS	TOTAL LIARS, RESER, CAP ACCT
UNITY BANK & TRUST CO BOSTON MA		133	12,107	0	334	1,985	0	600	314	-1,363	0	1,536	13,977
FREEDOM NATIONAL BANK NEW YORK NY		1,014	52,824	0	0	400	0	876	50	11	0	1,337	54,161
UNITY STATE BANK DAYTON OH		256	4,489	0	0	0	0	266	227	119	0	612	5,101
INDUSTRIAL BANK OF WASHINGTON DC		391	27,703	0	27	0	0	248	649	398	25	1,320	29,050
UNITED COMMUNITY NAT BANK OF WASHINGTON DC		299	14,665	0	54	0	0	750	350	238	0	1,338	16,057
MECHANICS AND FARMERS BANK DURHAM NC		475	32,192	21	145	190	0	580	967	67	0	1,804	34,162
GREENSBORO NATIONAL BANK GREENSBORO NC		13	1,340	0	0	0	0	280	280	111	0	671	2,011
VICTORY SAVINGS BANK COLUMBIA SC		54	3,472	0	33	0	0	112	140	55	0	307	3,812
FIRST STATE BANK DANVILLE VA		159	6,721	0	30	0	0	50	375	24	0	449	7,200
ATLANTIC NAT BK NORFOLK VA		187	2,875	0	12	0	0	500	300	38	0	839	3,725
CONSOLIDATED BANK AND TRUST RICHMOND VA		309	16,356	0	77	0	0	300	675	49	0	1,024	17,457
CITIZENS TRUST COMPANY ATLANTA GA		726	32,423	0	25	0	0	897	1,171	132	204	2,404	34,852
CARVER STATE BANK SAVANNAH GA		63	4,636	0	16	0	0	150	56	86	46	338	4,990
CITIZENS SAVINGS BANK AND TR NASHVILLE TN		99	6,892	0	0	0	0	250	189	77	0	516	7,408
HIGHLAND COMMUNITY BANK CHICAGO IL		187	7,862	0	2	0	0	300	263	0	0	563	8,427
INDEPENDENCE BANK OF CHICAGO CHICAGO IL		407	27,890	0	51	250	0	550	450	190	0	1,440	29,381
SEAWAY NATIONAL BANK OF CHICAGO IL		449	33,169	0	82	425	0	625	450	559	4	2,062	35,313
FIRST INDEPENDENCE NAT BANK DETROIT MI		375	23,636	0	17	0	0	750	350	166	0	1,266	24,919
NORTH MILWAUKEE STATE BANK MILWAUKEE WI		80	5,497	0	0	0	0	275	165	87	0	527	6,024
GATEWAY NATIONAL BANK ST LOUIS MO		394	16,016	0	60	0	0	318	352	157	0	827	16,903
TRI STATE BANK OF MEMPHIS MEMPHIS TN		436	14,730	0	59	0	0	341	387	212	1	941	15,730
FIRST PLYMOUTH NAT BANK MINNEAPOLIS MN		228	10,956	0	18	0	0	250	100	79	0	428	11,402
DOUGLASS STATE BANK KANSAS CITY KS		280	12,964	0	46	0	34	375	556	55	0	1,020	14,030
SWOPE PARKWAY NATL BANK KANSAS CITY MO		271	13,504	0	113	0	0	375	175	0	34	584	14,201
AMERICAN STATE BANK TULSA OK		29	2,755	0	12	0	0	290	145	82	0	517	3,284
RIVERSIDE NAT BANK HOUSTON TX		236	9,362	0	25	0	0	320	208	313	0	841	10,228
BANK OF FINANCE LOS ANGELES CA		390	23,877	0	0	250	0	669	168	0	0	1,087	24,964
FREEDOM BANK OF FINANCE PORTLAND OR		30	3,704	0	0	0	0	400	100	66	0	566	4,270
LIBERTY BANK OF SEATTLE SEATTLE WA		62	6,959	0	0	0	0	251	128	10	0	389	7,348

Table IV Deposit Growth and Changes in Selected Types of Assets of Black Banks, December 31, 1970 to December 31, 1971

(Amounts in thousands of dollars)

Name of Bank	Total Deposits		Total Assets		Changes in Major Types of Assets							
	Amount (12/31/71)	Rate of Growth 1971 (Per cent)	Amount (12/31/71)	Rate of Growth 1971 (Per cent)	Cash and Due from Banks		U.S. Government and Agency Securities		Federal Funds Sold		Other Loans	
					Amount (12/31/71)	Per cent of Change in Total Assets	Amount (12/31/71)	Per cent of Change in Total Assets	Amount (12/31/71)	Per cent of Change in Total Assets	Amount (12/31/71)	Per cent of Change in Total Assets
Unity Bank and Trust Co., Boston	1,971	19.7	3,041	27.8	- 326	- 10.7	2,075	68.2	1,300	42.7	- 489	- 16.1
Freedom National Bank, New York	8,753	20.3	8,517	18.7	0	-	2,184	25.6	4,300	50.5	- 719	- 8.4
Unity State Bank, Dayton	2,560	153.0	2,782	120.0	374	13.4	956	34.4	- 75	- 2.7	1,453	52.2
Industrial Bank of Washing- ton, D.C.	4,911	21.9	5,263	22.1	- 143	- 2.7	578	11.0	900	17.1	801	15.2
United Community National Bank, Washington, D.C.	5,588	63.7	5,886	57.9	0	-	2,822	47.9	2,076	35.3	639	10.9
Mechanics and Farmers Bank, Durham	9,849	45.5	10,124	42.1	2,078	20.5	1,976	19.5	2,400	23.7	834	8.2
Victory Savings Bank, Columbia	402	13.3	450	13.4	124	27.6	57	12.7	0	-	229	50.9
First State Bank, Danville	1,505	29.6	1,533	27.1	329	21.5	798	52.1	- 200	- 13.0	365	23.8
Consolidated Bank and Trust, Richmond	3,315	26.0	3,421	24.4	- 606	- 17.7	1,649	48.2	0	-	1,873	54.8
Citizens Trust Company, Atlanta	1,673	6.3	1,962	6.0	671	34.2	257	13.1	- 1,550	- 79.0	1,636	83.4
Carver State Bank, Savannah	1,012	28.4	1,037	26.2	308	29.7	212	20.4	200	19.3	222	21.4
Citizen's Savings Bank and Trust, Nashville	- 5	-0.7	45	0.6	1,241	- 2,757.8	403	895.6	350	777.8	92	204.4
Highland Community Bank, Chicago	6,073	379.1	6,134	267.5	483	7.9	3,414	55.7	- 650	- 10.6	2,846	46.4
Independence Bank of Chicago	12,247	80.4	13,140	80.9	324	2.5	4,974	37.9	500	3.8	6,532	49.7
Seaway National Bank, Chicago	9,509	41.0	9,462	36.6	0	-	4,326	45.7	0	-	1,651	17.4
First Independence National Bank, Detroit	15,596	203.5	15,865	175.2	0	-	6,455	40.7	4,600	29.0	2,570	16.2
Gateway National Bank, St. Louis	5,738	58.7	6,209	58.1	0	-	2,868	46.2	400	6.4	1,703	27.4
Tri State Bank of Memphis	3,629	34.0	3,740	31.2	111	3.0	1,043	27.8	400	10.7	1,056	28.2
First Plymouth National Bank, Minneapolis	4,212	64.6	4,232	59.0	0	-	1,621	38.3	675	15.9	1,051	24.8
Douglass State Bank, Kansas City, Kansas	2,380	23.5	2,629	23.1	- 426	- 16.2	1,192	45.3	1,050	40.0	592	22.5
Swope Parkway National Bank, Kansas City, Mo.	4,777	56.5	4,476	46.0	0	-	3,941	88.0	500	11.2	260	5.8
American State Bank, Tulsa	1,695	164.4	1,768	116.6	94	5.3	494	27.9	0	-	915	51.8
Riverside National Bank, Houston	2,761	43.4	2,951	40.6	0	-	917	31.1	525	17.8	999	33.9
Bank of Finance, Los Angeles	7,336	46.4	7,553	43.4	92	1.2	2,379	31.5	600	7.9	4,372	57.9
Freedom Bank of Finance, Portland	1,701	86.2	1,679	64.8	29	1.7	1,010	60.2	450	26.8	157	9.4
Liberty Bank of Seattle	2,411	54.8	2,207	42.9	1,039	47.1	951	43.1	- 700	- 31.7	835	37.8
Memorandum All Black Banks	131,031	45.5	137,866	42.7	10,717	7.8	56,625	41.1	19,001	13.8	36,611	26.6