

FEDERAL RESERVE BANK
OF DALLAS

Dallas, Texas, November 2, 1946

CONDITION OF MEMBER BANKS, SEPTEMBER 30, 1946

To the Member Banks of the
Eleventh Federal Reserve District:

There is presented on the opposite page a statement of the condition of all member banks in the Eleventh Federal Reserve District as of September 30, 1946, with comparative figures for June 29, 1946 and December 31, 1945. This statement reveals a continuation during the third quarter of the trends in the principal items of assets and liabilities of member banks in this district that were in evidence during the first half of the year.

The gross deposits of member banks showed a further decline of \$118,000,000 during the third quarter, bringing the aggregate decrease in 1946 to \$388,000,000. The largest decline occurred in Government deposits, reflecting the Treasury withdrawal of war loan deposits from depository banks and their utilization to retire additional amounts of the outstanding Federal debt. Interbank deposits also declined substantially, although a seasonal increase in that type of deposit usually occurs during the third quarter when marketings of agricultural products are at a high level. The demand and time deposits of individuals, partnerships, and corporations showed a further increase during the quarter, but at a slower rate than during the first six months of the year.

The investments of member banks in United States Government securities declined \$97,000,000 during the period, but this decrease was partially offset by an increase of \$21,000,000 in holdings of state and municipal securities.

The loans of member banks increased by \$66,000,000 during the quarter and reached a new peak of \$1,215,000,000 on September 30. This expansion reflected primarily the strong demand for commercial, industrial, and agricultural loans, real estate loans, and consumer loans. The cash assets of member banks, which amounted to \$1,684,000,000 on September 30, were \$100,000,000 less than at the end of June and \$268,000,000 below those at the end of December, 1945. On September 30, the ratio of cash assets to total deposits amounted to 31.5 per cent, as compared with 32.6 per cent on June 29, 1946 and 34.0 per cent on December 31, 1945.

Yours very truly,

R. R. GILBERT,
President.

**COMPARATIVE STATEMENT OF CONDITION OF MEMBER BANKS
IN THE ELEVENTH FEDERAL RESERVE DISTRICT**

ITEM	September 30, 1946 (Preliminary)	June 29, 1946 (Revised)	December 31, 1945 (Revised)
Member banks in Eleventh District	592	589	585
Loans, including overdrafts	1,215,143,000	1,148,996,000	1,138,936,000
U. S. Government obligations direct and guaranteed	2,493,304,000	2,590,122,000	2,702,604,000
Obligations of States and political subdivisions	166,542,000	145,257,000	132,142,000
Other securities	44,388,000	45,542,000	29,107,000
TOTAL LOANS AND INVESTMENTS	3,919,377,000	3,929,917,000	4,002,789,000
Individual—Demand deposits	3,596,815,000	3,503,173,000	3,303,687,000
Individual—Time deposits	453,055,000	447,441,000	414,298,000
Deposits of U. S. Government, including postal savings	262,372,000	410,940,000	767,306,000
Deposits of States and political subdivisions	319,155,000	319,111,000	281,304,000
Deposits of banks	670,786,000	737,767,000	870,818,000
Other deposits	47,904,000	49,428,000	101,051,000
TOTAL DEPOSITS	5,350,087,000	5,467,860,000	5,738,464,000
TOTAL CAPITAL ACCOUNTS	292,797,000	283,936,000	253,741,000
Cash and balances due from banks	1,683,702,000	1,783,148,000	1,951,263,000
Borrowings from Federal Reserve Bank	—0—	—0—	—0—
All other borrowings	—0—	—0—	—0—
Ratio of loans to total loans and investments	31.0%	29.2%	28.5%
Ratio of cash and exchange to total deposits	31.5%	32.6%	34.0%

**PRINCIPAL ASSET AND LIABILITY ITEMS OF ALL MEMBER BANKS IN THE
ELEVENTH FEDERAL RESERVE DISTRICT AS OF JUNE 30 OF EACH
YEAR 1939 TO 1946, INCLUSIVE, AND SEPTEMBER 30, 1946
(Thousands of Dollars)**

June 30,	Total Deposits	Total Loans	Total Investments	Total Loans and Investments	Total U. S. Gov. Secs.	Total Capital Accounts
1939	1,436,977	474,688	419,029	893,717	279,998	166,351
1940	1,571,489	489,655	418,587	908,242	275,819	173,513
1941	1,813,657	569,475	482,994	1,052,469	332,020	181,719
1942	2,094,757	591,477	656,032	1,247,509	500,034	188,288
1943	3,115,118	544,657	1,488,739	2,033,396	1,346,185	195,584
1944	3,866,006	741,970	1,933,527	2,675,497	1,813,127	215,327
1945	4,933,955	921,048	2,523,365	3,444,413	2,386,686	245,669
1946	5,467,860	1,148,996	2,780,921	3,929,917	2,590,122	283,936
September 30, 1946	5,350,087	1,215,143	2,704,234	3,919,377	2,493,304	292,797