

FEDERAL RESERVE BANK

OF DALLAS

Dallas, Texas, May 26, 1953

CONDITION OF MEMBER BANKS, APRIL 20, 1953 ELEVENTH FEDERAL RESERVE DISTRICT

To the Member Banks of the
Eleventh Federal Reserve District:

The consolidated statement of condition of all member banks in the Eleventh Federal Reserve District as of April 20, 1953, is presented on the reverse of this letter. For purposes of comparison, statements for March 31 and December 31, 1952, are shown. These data reflect a substantial expansion in practically all major categories of assets and liabilities between March 31, 1952, and April 20, 1953. In more recent months (between December 31, 1952, and April 20, 1953), cash and balances due from banks, investments in United States Government securities, and deposits declined, reflecting in part seasonal factors. In contrast with these changes, loans increased.

Loans of the District's member banks expanded \$308,563,000, or almost 12 percent, between March 31, 1952, and April 20, 1953, rising to a record total of \$2,890,996,000. A sharp expansion in consumer lending represents one of the more notable features of the increase in loans during the period. Expansion in the category which includes consumer-type loans was greater than in any other category and accounted for approximately 45 percent of the increase in total loans. The remaining rise reflects principally the rather strong demand for commercial and industrial loans which prevailed in the second half of 1952. From December 31, 1952, to April 20, 1953, there was a continued strong demand for consumer loans, a seasonal expansion of loans to farmers at country member banks, and a seasonal reduction of commodity loans at reserve city member banks. Total loans rose \$34,065,000, or 1.2 percent.

On April 20, 1953, total investments of the member banks amounted to \$2,715,974,000, reflecting an increase of \$28,776,000 over holdings on March 31, 1952, but a reduction of \$156,902,000 from December 31, 1952. Contraction of investments during the more recent period is attributable principally to a decrease in holdings of Government securities. Holdings of municipal securities were practically unchanged.

Deposits of the member banks declined rather sharply between December 31, 1952, and April 20, 1953, with the total reduction amounting to \$614,999,000, or 7.5 percent. Interbank deposits accounted for somewhat more than one-half of the decrease. Demand deposits of individuals and businesses declined \$256,930,000, or almost 5 percent, reflecting in part corporate and individual income tax payments during the first 2½ months of the year and a net outflow of funds from the District. In contrast with the trend of demand deposits, time deposits of individuals and businesses rose \$49,339,000, continuing the expansion in these accounts which has prevailed for many months. Partly because of deposit withdrawals, member banks drew down cash and balances in the amount of \$467,485,000, or 16.1 percent, between December 31, 1952, and April 20, 1953.

Capital accounts of the District's member banks amounted to \$538,307,000 on April 20, 1953, an increase of 8 percent over the total reported March 31, 1952.

Yours very truly,

R. R. GILBERT

President

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

(Amounts in thousands of dollars)

Item	April 20, 1953 ^p	December 31, 1952 ^r	March 31, 1952 ^r
Loans, including overdrafts	2,890,996	2,856,931	2,582,433
U. S. Government obligations, direct and guaranteed	2,305,603	2,446,220	2,288,483
Obligations of states and political sub- divisions	344,369	344,150	325,879
Other securities	66,002	82,506	72,836
TOTAL LOANS AND INVESTMENTS	5,606,970	5,729,807	5,269,631
Cash and balances due from banks	2,433,790	2,901,275	2,383,343
TOTAL ASSETS	8,179,966	8,777,554	7,778,526
Individual — Demand deposits	5,031,253	5,288,183	4,824,753
Individual — Time deposits	724,579	675,240	609,984
Deposits of U. S. Government, including postal savings	151,785	177,215	219,754
Deposits of states and political sub- divisions	644,891	631,129	605,621
Deposits of banks	937,190	1,275,768	893,048
Other deposits	86,834	143,996	76,104
TOTAL DEPOSITS	7,576,532	8,191,531	7,229,264
TOTAL CAPITAL ACCOUNTS	538,307	516,276	498,270
Borrowings from Federal Reserve Bank	8,125	30	—0—
All other borrowings	—0—	477	7
Ratio of loans to total deposits	38.2%	34.9%	35.7%
Ratio of cash and balances due from banks to total deposits	32.1%	35.4%	33.0%
Ratio of total capital accounts to risk assets (total assets less Government securities and cash assets)	15.6%	15.1%	16.0%
Number of banks	634	634	633

p—Preliminary.

r—Revised.

PRINCIPAL ASSET AND LIABILITY ITEMS OF MEMBER BANKS AS OF SELECTED CALL DATES ELEVENTH FEDERAL RESERVE DISTRICT

(In thousands of dollars)

Date	Total Deposits	Total Loans	Total Investments	Total Loans and Investments	Total U. S. Gov. Secs.	Total Capital Accounts
March 20, 1945	4,484,246	815,794	2,331,123	3,146,917	2,202,830	239,085
April 12, 1948	5,595,769	1,625,015	2,454,168	4,079,183	2,163,177	336,341
April 11, 1949	5,672,188	1,779,887	2,344,376	4,124,263	2,036,676	358,495
April 24, 1950	6,190,885	2,039,175	2,579,306	4,618,481	2,261,143	389,547
April 9, 1951	6,592,675	2,430,596	2,433,799	4,864,395	2,055,853	440,622
March 31, 1952 ^r	7,229,264	2,582,433	2,687,198	5,269,631	2,288,483	498,270
April 20, 1953 ^p	7,576,532	2,890,996	2,715,974	5,606,970	2,305,603	538,307

p—Preliminary.

r—Revised.