

FEDERAL RESERVE BANK

OF DALLAS

Dallas, Texas, June 2, 1954

CONDITION OF MEMBER BANKS, APRIL 15, 1954 ELEVENTH FEDERAL RESERVE DISTRICT

To the Member Banks in the
Eleventh Federal Reserve District:

On April 15, 1954, practically all major categories of assets and liabilities of member banks in the Eleventh Federal Reserve District were substantially above the comparable year-earlier totals. At these advanced levels, however, most of the principal balance sheet items showed declines from December 31, 1953, principally because of seasonal factors. These results are reflected in the consolidated statements of condition presented on the reverse of this letter.

Loans of the District's member banks rose to a record total of \$3,146,784,000 on April 15, reflecting an increase of \$255,784,000 over the April 20, 1953, total and a rise of \$47,668,000 from December 31, 1953. Loan expansion in both of these periods was somewhat more than accounted for by the increase in loans directly guaranteed by the Commodity Credit Corporation, including the CCC certificates of interest which were offered to commercial banks in October, December, and January. Reserve city and country member banks shared about evenly in the rise in CCC financing.

Commercial and industrial loans of member banks on April 15 were virtually unchanged from the April 20, 1953, level but were down \$33,264,000 from December 31. Consumer-type loans were somewhat higher on April 15 than a year earlier, despite moderate net repayments during the first 3½ months of 1954. Although nonguaranteed loans to farmers increased \$20,485,000 seasonally at country member banks between December 31, 1953, and April 15, 1954, the volume of these loans outstanding on April 15 was well below a year earlier.

Member banks reduced their holdings of Government securities rather sharply from January to mid-April of this year and sold or redeemed smaller amounts of other investments. The over-all decline in portfolios in this period amounted to \$133,381,000, carrying the investment holdings of these banks to a total of \$2,753,194,000 — or to a level \$37,206,000 above a year earlier.

Deposits of the District's member banks increased \$377,043,000 between April 20, 1953, and April 15, 1954, to a total of \$7,953,649,000. Slightly less than one-half of the growth occurred in time and demand accounts of individuals and businesses. Interbank deposits also rose substantially. In more recent months, from December 31 to April 15, member bank deposits declined \$602,608,000, due principally to contractive seasonal forces. Most of the change was reflected in interbank and private deposit accounts.

Total capital accounts of member banks increased \$42,655,000 from April 20, 1953, to April 15, 1954, with \$22,860,000 of the rise occurring since December 31. On April 15 the ratio of total capital accounts to risk assets was 15.5 percent, slightly lower than the comparable 1953 ratio.

Yours very truly,

WATROUS H. IRONS

President

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

(Amounts in thousands of dollars)

Item	April 15, 1954	December 31, 1953 ^r	April 20, 1953
Loans, including overdrafts.....	3,146,784	3,099,116	2,891,000
U. S. Government obligations, direct and guaranteed.....	2,301,079	2,427,003	2,287,981
Obligations of states and political sub- divisions.....	377,362	381,635	365,596
Other securities.....	74,753	77,937	62,411
TOTAL LOANS AND INVESTMENTS	5,899,978	5,985,691	5,606,988
Cash and balances due from banks.....	2,539,282	3,040,350	2,433,833
TOTAL ASSETS	8,587,991	9,184,766	8,179,996
Individual — Demand deposits.....	5,092,026	5,344,633	5,030,900
Individual — Time deposits.....	848,034	797,952	724,421
Deposits of U. S. Government, including postal savings.....	161,998	172,493	151,794
Deposits of states and political sub- divisions.....	712,639	743,360	645,423
Deposits of banks.....	1,063,530	1,341,479	937,231
Other deposits.....	75,422	156,340	86,837
TOTAL DEPOSITS	7,953,649	8,556,257	7,576,606
TOTAL CAPITAL ACCOUNTS	580,931	558,071	538,276
Borrowings from Federal Reserve Bank	0	0	8,125
All other borrowings.....	0	0	0
Ratio of loans to total deposits.....	39.6%	36.2%	38.2%
Ratio of cash and balances due from banks to total deposits.....	31.9%	35.5%	32.1%
Ratio of total capital accounts to risk assets (total assets less Government securities and cash assets).....	15.5%	15.0%	15.6%
Number of banks.....	636	635	634

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 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	7,229,264	2,582,433	2,687,198	5,269,631	2,288,483	498,270
April 20, 1953 ^r	7,576,606	2,891,000	2,715,988	5,606,988	2,287,981	538,276
April 15, 1954	7,953,649	3,146,784	2,753,194	5,899,978	2,301,079	580,931

r—Revised.