

FEDERAL RESERVE BANK OF DALLAS

DALLAS, TEXAS 75222

Circular No. 67-171
September 7, 1967

CONDITION OF MEMBER BANKS, JUNE 30, 1967 ELEVENTH FEDERAL RESERVE DISTRICT

**To All Member Banks
in the Eleventh Federal Reserve District:**

Reflecting the easing of monetary policy, total loans and investments at the District's member banks increased \$296 million, or 2.2 percent, during the first half of 1967. Most of the rise in bank credit at all District member banks occurred in loans, which advanced \$210 million.

The increase in loans at all District member banks was centered in commercial and industrial loans, farm loans, and consumer loans. Of all the major loan categories, only loans for purchasing or carrying securities declined. In the investment portfolio of the District's member banks, holdings of municipals rose \$110 million, or 5.8 percent; holdings of other securities, which include participation certificates, increased \$65 million, or 16.9 percent. In contrast, holdings of U.S. Government obligations declined \$89 million, or 3.8 percent.

At the larger banks, however, the rise in bank credit was more heavily concentrated in security holdings. Although total loans rose only modestly at these banks, holdings of municipals and other securities increased sharply. U.S. Government security holdings declined slightly.

Total deposits at all District member banks fell \$312 million, or 1.9 percent, a decline which was less than the \$408-million reduction in the first half of 1966. The decline was principally the result of a \$427-million reduction in the demand deposits of individuals, partnerships, and corporations, together with a \$279-million fall in interbank deposits, which more than offset a rise of \$420 million in IPC time deposits.

With total loans increasing and total deposits declining, the loan-deposit ratio rose from 56.0 percent on December 31, 1966, to 58.5 percent on June 30, 1967, but was about the same as the 58.1-percent ratio on June 30, 1966. The ratio of total capital accounts to risk assets, which are defined as total assets less Government securities and cash assets, remained roughly unchanged at 12.4 percent on June 30, 1967.

Yours very truly,

Watrous H. Irons
President

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

(Amounts in thousands of dollars)

Item	June 30, 1967p	Dec. 31, 1966	June 30, 1966
Loans (net), including overdrafts ¹	9,218,252	9,008,633	8,697,580
U.S. Government obligations, direct and guaranteed.....	2,266,956	2,355,472	2,282,741
Obligations of states and political subdivisions.....	1,988,970	1,879,082	1,783,579
Other securities.....	448,886	383,831	387,950
TOTAL LOANS (NET) AND INVESTMENTS	13,923,064	13,627,018	13,151,850
Cash and balances due from banks.....	3,456,380	3,930,450	3,254,386
TOTAL ASSETS	17,909,696	18,096,045	16,911,827
Individual — Demand deposits.....	6,756,953	7,183,613	6,479,071
Individual — Time deposits.....	5,447,012	5,026,958	4,959,925
Deposits of U.S. Government, including postal savings.....	212,178	172,113	375,657
Deposits of states and political subdivisions.....	1,717,961	1,761,794	1,661,848
Deposits of banks.....	1,465,913	1,745,193	1,345,698
Certified and officers' checks, etc.....	161,161	183,559	136,027
TOTAL DEPOSITS	15,761,178	16,073,230	14,958,226
TOTAL CAPITAL ACCOUNTS	1,511,695	1,454,963	1,436,338
Borrowings from Federal Reserve Bank.....	3,435	400	7,324
All other borrowings.....	392,441	316,814	284,468
Ratio of loans to total deposits.....	58.5%	56.0%	58.1%
Ratio of cash and balances due from banks to total deposits.....	21.9%	24.5%	21.8%
Ratio of total capital accounts to risk assets (total assets less Government securities and cash assets).....	12.4%	12.3%	12.6%
Number of member banks.....	671	673	676

¹ Includes Federal funds sold.
p—Preliminary.

**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 (Net) ¹	Total Investments	Total Loans (Net) and Investments	Total U.S. Gov. Secs.	Total Capital Accounts
June 23, 1958	9,654,924	4,291,757	3,349,611	7,641,368	2,590,560	841,816
June 10, 1959	9,864,995	4,632,461	3,400,541	8,033,002	2,576,445	902,267
June 15, 1960	9,815,514	4,877,424	3,206,915	8,084,339	2,387,143	953,245
June 30, 1961	10,653,569	5,089,470	3,576,367	8,665,837	2,645,929	1,006,705
June 30, 1962	11,612,983	5,709,653	3,823,628	9,533,281	2,756,538	1,084,510
June 29, 1963	12,544,624	6,301,403	4,114,110	10,415,513	2,834,081	1,154,072
June 30, 1964	13,131,582	7,214,565	4,078,522	11,293,087	2,564,231	1,238,498
June 30, 1965	14,026,491	8,141,491	4,169,763	12,311,254	2,418,691	1,359,843
June 30, 1966	14,958,226	² 8,697,580	² 4,454,270	13,151,850	2,282,741	1,436,338
June 30, 1967p	15,761,178	9,218,252	4,704,812	13,923,064	2,266,956	1,511,695

¹ Includes Federal funds sold.

² Commodity Credit Corporation certificates of interest and Export-Import Bank participations are henceforth included in "Total Investments," rather than "Total Loans (Net)."

p—Preliminary.