

**FEDERAL RESERVE BANK
OF RICHMOND**

THIRTY-FIFTH ANNUAL REPORT
— YEAR 1949 —

RICHMOND, VA., January 11, 1950.

*To Member Banks
of the Fifth Federal Reserve District:*

There is submitted herein a comparative statement of the condition of the Federal Reserve Bank of Richmond at the close of business December 31, 1949, and December 31, 1948, together with a comparative statement of profit and loss for the years 1949 and 1948, and other operating data.

Very truly yours,



President.

COMPARATIVE STATEMENT OF CONDITION

<u>ASSETS:</u>	<u>DECEMBER 31, 1949</u>	<u>DECEMBER 31, 1948</u>
Gold certificates	\$1,087,376,006.37	\$ 971,500,150.66
Redemption Fund for Federal Reserve notes.....	52,047,235.40	57,788,449.00
TOTAL GOLD CERTIFICATE RESERVES.....	1,139,423,241.77	1,029,288,599.66
Other cash	21,366,479.42	20,826,361.94
Discounts and advances	5,806,500.00	10,591,125.00
Industrial loans	106,498.09	65,121.53
U. S. GOVERNMENT SECURITIES:		
Bills	310,023,000.00	356,374,000.00
Certificates	402,865,000.00	394,702,000.00
Notes	36,092,000.00	51,341,000.00
Bonds	463,355,000.00	712,905,000.00
TOTAL U. S. GOVERNMENT SECURITIES.....	1,212,335,000.00	1,515,322,000.00
TOTAL LOANS AND SECURITIES.....	1,218,247,998.09	1,525,978,246.53
Due from foreign banks	1,844.69	2,392.71
Federal Reserve notes of other banks	19,975,540.00	33,918,110.00
Uncollected items	291,047,221.39	243,580,107.99
Bank premises	2,469,588.98	2,556,637.83
Other assets	6,474,694.87	9,682,210.71
TOTAL ASSETS	2,699,006,609.21	2,865,832,667.37
 <u>LIABILITIES:</u>		
Federal Reserve notes	1,580,159,750.00	1,657,802,235.00
DEPOSITS:		
Member bank—reserve account	708,358,979.54	848,900,856.66
U. S. Treasurer—general account	62,146,520.19	69,936,749.52
Foreign	37,269,400.00	31,149,300.00
Other	43,503,326.87	5,918,874.07
TOTAL DEPOSITS	851,278,226.60	955,905,780.25
Deferred availability items	223,471,436.28	212,326,502.15
Other liabilities	518,166.57	623,983.71
TOTAL LIABILITIES	2,655,427,579.45	2,826,658,501.11
 <u>CAPITAL ACCOUNTS:</u>		
Capital paid in	9,222,550.00	8,717,400.00
Surplus (Section 7)	23,779,189.48	22,416,667.53
Surplus (Section 13b)	3,349,144.81	3,349,144.81
Other capital accounts	7,228,145.47	4,690,953.92
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	2,699,006,609.21	2,865,832,667.37
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Contingent liability on Bills Purchased for Foreign Correspondents.....	514,909.11	163,131.73
Commitments to make industrial loans	15,000.00	130,621.87

COMPARATIVE PROFIT AND LOSS ACCOUNT

EARNINGS:	<u>1949</u>	<u>1948</u>
Discounts and advances	\$ 197,358.00	\$ 259,604.26
Interest earned on industrial loans under Section 13b	2,769.60	2,350.87
Fees received on commitments to make industrial loans	733.83	1,119.78
Interest on U. S. Government securities	20,042,916.88	19,411,677.52
Other earnings	16,974.63	22,316.19
Total Current Earnings	20,260,752.94	19,697,068.62
EXPENSES:		
Operating expenses (including depreciation on bank premises) after deducting reimbursements received for certain Fiscal Agency and other expenses.....	4,723,084.32	4,338,742.01
Assessments for expenses of Board of Governors	161,000.00	158,693.82
Cost of Federal Reserve Currency	502,786.44	430,229.12
Total Net Expenses	5,386,870.76	4,927,664.95
Current Net Earnings	14,873,882.18	14,769,403.67
ADDITIONS TO AND DEDUCTIONS FROM CURRENT NET EARNINGS:		
Profits on sales of U. S. Government securities	1,995,189.79	396,690.48
Sundry additions	768.47	358.03
Total Additions	1,995,958.26	397,048.51
Retirement System (Adjustment for Revised Benefits).....	163,429.88
Sundry deductions	5,128.35	4,586.88
Total Deductions	168,558.23	4,586.88
Net Additions	1,827,400.03	392,461.63
Transferred to Reserves for Contingencies	2,537,242.52	2,592,032.93
AVAILABLE FOR DIVIDENDS, PAYMENT TO TREASURER OF U. S. AND SURPLUS ACCOUNT....	14,164,039.69	12,569,832.37
Dividends paid member banks	539,947.90	508,236.53
Payment to Treasurer of U. S.—Interest on outstanding Federal Reserve Notes.....	12,261,569.84	10,855,278.42
Addition to Surplus Account (Section 7).....	1,362,521.95	1,206,317.42
Total	14,164,039.69	12,569,832.37

SURPLUS ACCOUNT (Section 7)

Balance at close of previous year	22,416,667.53	21,210,350.11
Addition a/c profits for year	1,362,521.95	1,206,317.42
BALANCE AT CLOSE OF CURRENT YEAR.....	23,779,189.48	22,416,667.53

CAPITAL STOCK ACCOUNT

(Representing amount paid in, which is 50% of amount subscribed)

Balance at close of previous year	8,717,400.00	8,220,500.00
Issued during the year	575,650.00	499,900.00
Cancelled during the year	9,293,050.00	8,720,400.00
BALANCE AT CLOSE OF CURRENT YEAR.....	9,222,550.00	8,717,400.00

VOLUME OF PRINCIPAL OPERATIONS

CHECKS HANDLED:	Total Number of Items	Total Amount	Average Amount Per Item	Daily Averages	
				Number of Items	Amount
YEAR 1949 (300 days).....	141,650,000	\$50,098,503,000	\$354	472,167	\$166,995,010
YEAR 1948 (301 days).....	137,356,000	52,241,370,000	380	456,332	173,559,369
YEAR 1947 (299 days).....	132,044,000	49,068,737,000	372	441,619	164,109,488
YEAR 1946 (300 days).....	128,903,000	41,695,704,000	323	429,677	138,985,680
YEAR 1945 (303 days).....	118,938,000	35,241,788,000	296	392,535	116,309,531
YEAR 1944 (307 days).....	110,683,000	32,645,462,000	295	360,531	106,337,010
YEAR 1943 (307 days).....	100,844,000	31,083,430,000	308	328,482	101,248,958
YEAR 1942 (302 days).....	92,257,000	25,756,755,000	279	305,487	85,287,268
YEAR 1941 (299 days).....	87,796,000	20,410,680,000	232	293,632	68,263,144
YEAR 1940 (301 days).....	79,938,000	15,474,834,000	194	265,575	51,411,409
YEAR 1939 (299 days).....	76,814,000	13,720,123,000	179	256,903	45,886,699
YEAR 1938 (301 days).....	74,114,000	12,145,850,000	164	246,226	40,351,661
YEAR 1937 (301 days).....	71,878,000	13,174,474,000	183	238,798	43,769,016
YEAR 1936 (301 days).....	69,683,000	11,897,385,000	171	231,505	39,526,196
YEAR 1935 (301 days).....	59,518,000	10,436,538,000	175	197,734	34,672,884
YEAR 1930 (301 days).....	54,109,000	12,795,015,000	236	179,764	42,508,355
YEAR 1925 (302 days).....	48,171,677	14,038,542,000	291	159,509	46,485,238
YEAR 1920 (304 days).....	33,731,801	11,505,945,224	341	110,960	37,848,504

NON-CASH COLLECTION ITEMS RECEIVED:

	<u>1949</u>	<u>1948</u>
Number	378,974	354,296
Amount	\$ 167,929,000	\$ 182,555,000

TRANSFERS OF FUNDS FOR MEMBER BANKS:

Number	75,370	72,952
Amount	\$20,413,758,000	\$18,360,311,000

INTERDISTRICT SETTLEMENT FUND DAILY TRANSIT CLEARINGS:

Total received from F. R. Banks and Branches	\$27,335,062,000	\$27,708,924,000
Total paid to F. R. Banks and Branches	27,391,286,000	27,357,704,000

CURRENCY AND COIN HANDLED:

Currency received (including new notes):

Number of notes	377,213,528	369,032,349
Amount	\$ 2,093,524,996	\$ 2,130,315,483

Currency paid out (including notes returned for redemption):

Number of notes	379,785,275	367,975,096
Amount	\$ 2,108,985,713	\$ 2,115,371,360

Coin received (including new coin):

Number of coins	460,011,232	509,649,367
Amount	\$ 38,697,574	\$ 39,357,995

Coin paid out (including coin returned for redemption):

Number of coins	448,594,335	506,337,770
Amount	\$ 37,780,528	\$ 39,147,458

VOLUME OF PRINCIPAL OPERATIONS
(Continued)

	1949	1948
U. S. GOVERNMENT SECURITIES (EXCLUSIVE OF SAVINGS BONDS AND ARMED FORCES LEAVE BONDS) ISSUED, EXCHANGED AND REDEEMED:		
Number	104,000	108,000
Amount	\$ 2,568,289,000	\$ 2,159,516,000
 U. S. SAVINGS BONDS—ISSUED:		
Number	4,001,000	3,698,000
Issue price	\$ 302,198,000	\$ 396,910,000
 U. S. SAVINGS BONDS—REDEEMED:		
Number	6,535,000	7,001,000
Redemption value	\$ 311,364,000	\$ 369,513,000
 U. S. SAVINGS BONDS HELD IN SAFEKEEPING FOR OWNERS ON LAST DAY OF YEAR:		
Number	151,000	153,000
Amount	\$ 37,120,000	\$ 37,837,000
 COUPONS PAID—FROM DIRECT AND FULLY GUARANTEED GOVERNMENT OBLIGATIONS:		
Number	612,000	656,000
Amount	\$ 45,469,000	\$ 49,869,000
 U. S. GOVERNMENT CHECKS AND WARRANTS RECEIVED:		
Number	23,570,000	22,155,000
Amount	\$ 3,518,515,000	\$ 3,418,231,000
 WITHHELD TAXES—RECEIVED AND CREDITED TO TREASURY:		
Number of Depository Receipts	228,000	232,000
Amount	\$ 344,035,000	\$ 369,051,000

PERSONNEL

Number of officers and employees at end of year:		
Officers	24	24
Employees	1,211	1,273
Total.....	1,235	1,297

MEMBER BANKS

Number of member banks at end of year:		
National banks	340	339
State banks	139	139
Total.....	479	478

DIRECTORS AND OFFICERS

FOR YEAR 1950

DIRECTORS

CHARLES P. McCORMICK,
CHAIRMAN OF THE BOARD AND
FEDERAL RESERVE AGENT.

JOHN B. WOODWARD, JR.,
DEPUTY CHAIRMAN OF THE BOARD.

Class A

JOHN A. SYDENSTRICKER, 1950,
MARLINTON, W. VA.

JAMES D. HARRISON, 1951,
BALTIMORE, MD.

WARREN S. JOHNSON, 1952,
WILMINGTON, N. C.

CASHIER, FIRST NATIONAL BANK IN MARLINTON,
MARLINTON, W. VA.

PRESIDENT, FIRST NATIONAL BANK,
BALTIMORE, MD.

PRESIDENT, PEOPLES SAVINGS BANK & TRUST Co.,
WILMINGTON, N. C.

Class B

CARY L. PAGE, 1950,
TRYON, N. C.

CHARLES C. REED, 1951,
RICHMOND, VA.

H. L. RUST, JR., 1952,
WASHINGTON, D. C.

PRESIDENT AND TREASURER, JACKSON MILLS,
WELLFORD, S. C.

PRESIDENT, WILLIAMS & REED, INC.,
WHOLESALE DRY GOODS,
RICHMOND, VA.

PRESIDENT, H. L. RUST COMPANY,
WASHINGTON, D. C.

Class C

CHARLES P. McCORMICK, 1950,
BALTIMORE, MD.

W. G. WYSOR, 1951,
RICHMOND, VA.

JOHN B. WOODWARD, JR., 1952,
NEWPORT NEWS, VA.

PRESIDENT AND CHAIRMAN OF BOARD, McCORMICK
& COMPANY, INC., MFRS. OF TEAS, SPICES,
EXTRACTS, INSECTICIDES, ETC.,
BALTIMORE, MD.

MANAGEMENT COUNSEL, SOUTHERN STATES
COOPERATIVE, INC.,
RICHMOND, VA.

PRESIDENT AND GENERAL MANAGER,
NEWPORT NEWS SHIPBUILDING AND DRY DOCK Co.,
NEWPORT NEWS, VA.

OFFICERS

HUGH LEACH,
PRESIDENT.

J. S. WALDEN, JR.,
FIRST VICE PRESIDENT.

EDWARD A. WAYNE,
VICE PRESIDENT.

R. W. MERCER,
VICE PRESIDENT AND CASHIER.

C. B. STRATHY,
VICE PRESIDENT.

W. R. MILFORD,
VICE PRESIDENT.

R. L. CHERRY,
VICE PRESIDENT.

K. BRANTLEY WATSON,
VICE PRESIDENT.

CHARLES W. WILLIAMS,
VICE PRESIDENT.

UPTON S. MARTIN,
ASSISTANT VICE PRESIDENT.

EDWARD WALLER, JR.,
ASSISTANT CASHIER.

JOSEPH M. NOWLAN,
ASSISTANT CASHIER.

W. B. WAKEHAM,
ASSISTANT CASHIER.

R. S. BROCK, JR.,
AUDITOR.

N. L. ARMISTEAD,
CHIEF EXAMINER.

MAXWELL G. WALLACE,
COUNSEL.

AUBREY N. HEFLIN,
ASSISTANT COUNSEL.

MEMBER FEDERAL ADVISORY COUNCIL

ROBERT V. FLEMING, 1950,
PRESIDENT & CHAIRMAN OF THE BOARD,
THE RIGGS NATIONAL BANK,
WASHINGTON, D. C.

INDUSTRIAL ADVISORY COMMITTEE

J. G. HOLTZCLAW, *Chairman*
PRESIDENT, VIRGINIA ELECTRIC & POWER Co.,
RICHMOND, VA.

WALKER D. STUART,
PRESIDENT, RICHMOND HARDWARE Co.,
RICHMOND, VA.

W. L. MANNING,
PRESIDENT, ROSEMARY MANUFACTURING Co.,
ROANOKE RAPIDS, N. C.

OVERTON D. DENNIS,
DOMINION OIL COMPANY,
RICHMOND, VA.

JOHN L. WHITEHURST,
PRESIDENT AND TREASURER,
BURT MACHINE Co., INC.,
BALTIMORE, MD.

DIRECTORS AND OFFICERS

FOR YEAR 1950

(Continued)

BALTIMORE BRANCH

DIRECTORS

W. BLADEN LOWNDES, 1950, BALTIMORE, MD.	PRESIDENT, FIDELITY TRUST COMPANY, BALTIMORE, MD.
HOLMES D. BAKER, 1951, FREDERICK, MD.	PRESIDENT, THE CITIZENS NATIONAL BANK, FREDERICK, MD.
EUGENE G. GRADY, 1952, BALTIMORE, MD.	PRESIDENT, THE WESTERN NATIONAL BANK, BALTIMORE, MD.
LACY I. RICE, 1952, MARTINSBURG, W. VA.	PRESIDENT, THE OLD NATIONAL BANK, MARTINSBURG, W. VA.
JAMES M. SHRIVER, 1950, WESTMINSTER, MD.	PRESIDENT, THE B. F. SHRIVER COMPANY, WESTMINSTER, MD.
JAMES E. HOOPER, 1951, BALTIMORE, MD.	VICE PRESIDENT, WILLIAM E. HOOPER & SONS COMPANY, BALTIMORE, MD.
L. VINTON HERSHEY, 1952, HAGERSTOWN, MD.	PRESIDENT AND GENERAL MANAGER, HAGERSTOWN SHOE Co., HAGERSTOWN, MD.

OFFICERS

W. R. MILFORD, VICE PRESIDENT.
D. F. HAGNER, CASHIER.
J. A. JOHNSTON, ASSISTANT CASHIER.
A. C. WIENERT, ASSISTANT CASHIER.
B. F. ARMSTRONG, ASSISTANT CASHIER.

CHARLOTTE BRANCH

DIRECTORS

N. S. CALHOUN, 1950, GREENSBORO, N. C.	PRESIDENT, SECURITY NATIONAL BANK, GREENSBORO, N. C.
THOMAS J. ROBERTSON, 1951, COLUMBIA, S. C.	PRESIDENT, THE FIRST NATIONAL BANK OF SOUTH CAROLINA, COLUMBIA, S. C.
GEORGE S. CROUCH, 1952, CHARLOTTE, N. C.	PRESIDENT, UNION NATIONAL BANK, CHARLOTTE, N. C.
JONATHAN WOODY, 1952, WAYNESVILLE, N. C.	PRESIDENT, FIRST NATIONAL BANK, WAYNESVILLE, N. C.
R. E. EBERT, 1950, GREENVILLE, S. C.	PRESIDENT, DIXIE HOME STORES, INC., GREENVILLE, S. C.
R. FLAKE SHAW, 1951, GREENSBORO, N. C.	EXECUTIVE VICE PRESIDENT, NORTH CAROLINA FARM BUREAU FEDERATION, GREENSBORO, N. C.
W. A. L. SIBLEY, 1952, UNION, S. C.	VICE PRESIDENT AND TREASURER, MONARCH MILLS, UNION, S. C.

OFFICERS

R. L. CHERRY, VICE PRESIDENT.
S. A. LIGON, CASHIER.
R. L. HONEYCUTT, ASSISTANT CASHIER.
E. C. MONDY, ASSISTANT CASHIER.