

JANUARY 1, 1959

To the Member Banks of the
Twelfth Federal Reserve District.

DEAR SIRs:

There is presented herewith a condensed comparative statement of condition of the Federal Reserve Bank of San Francisco, including branches, at the close of business December 31, 1958, and December 31, 1957, together with a comparison of earnings and expenses for 1958 and 1957.

Yours very truly,

A handwritten signature in cursive script, appearing to read "Armstrong", written in dark ink.

President.

COMPARATIVE STATEMENT OF CONDITION

ASSETS	<u>Dec. 31, 1958</u>	<u>Dec. 31, 1957</u>
Gold certificates - - - - -	\$2,459,771,212.61	\$2,620,994,286.95
Redemption fund for Federal Reserve notes - - - - -	84,915,119.57	75,059,619.57
Total gold certificate reserves - - - - -	\$2,544,686,332.18	\$2,696,053,906.52
Federal Reserve notes of other Federal Reserve banks - - - - -	43,581,230.00	36,659,155.00
Other cash - - - - -	38,862,272.51	47,934,586.32
 Discounts and advances:		
Secured by United States Government obligations - - - - -	—0—	200,000.00
Other discounts and advances - - - - -	2,004,800.00	560,000.00
Total discounts and advances - - - - -	\$ 2,004,800.00	\$ 760,000.00
 United States Government securities:		
Bills - - - - -	254,380,000.00	111,994,000.00
Certificates - - - - -	2,108,072,000.00	2,269,720,000.00
Notes - - - - -	324,135,000.00	—0—
Bonds - - - - -	280,753,000.00	319,019,000.00
Total United States Government securities - - - - -	\$2,967,340,000.00	\$2,700,733,000.00
Total loans and securities - - - - -	\$2,969,344,800.00	\$2,701,493,000.00
Due from foreign banks - - - - -	1,625.71	1,625.71
Uncollected cash items - - - - -	468,517,648.11	455,949,450.99
Bank premises - - - - -	12,528,657.80	10,971,980.83
Other assets - - - - -	16,503,943.93	25,153,917.42
Total assets - - - - -	\$6,094,026,510.24	\$5,974,217,622.79
 LIABILITIES		
Federal Reserve notes - - - - -	\$2,755,237,070.00	\$2,657,520,360.00
 Deposits:		
Member bank—reserve accounts - - - - -	2,657,738,091.72	2,685,733,245.53
United States Treasurer—general account - - - - -	51,232,893.57	30,532,569.14
Foreign - - - - -	26,320,000.00	38,192,000.00
Other deposits - - - - -	47,001,334.37	44,724,131.77
Total deposits - - - - -	\$2,782,292,319.66	\$2,799,181,946.44
Deferred availability cash items - - - - -	405,729,029.30	374,508,174.12
Other liabilities - - - - -	2,672,070.84	1,251,759.82
Total liabilities - - - - -	\$5,945,930,489.80	\$5,832,462,240.38
 CAPITAL ACCOUNTS		
Capital paid in - - - - -	\$ 42,245,800.00	\$ 40,427,150.00
Surplus (Section 7) - - - - -	95,760,622.90	89,129,690.03
Surplus (Section 13b) - - - - -	—0*—	2,139,706.03
Other capital accounts - - - - -	10,089,597.54	10,058,836.35
Total liabilities and capital accounts - - - - -	\$6,094,026,510.24	\$5,974,217,622.79
Contingent liability on acceptances purchased for foreign correspondents - - - - -	\$ 7,593,600.00	\$ 8,523,200.00
Industrial loan commitments - - - - -	—0—	—0—

*\$2,156,795.01 previously advanced by the Secretary of the Treasury was repaid on September 2, 1958, pursuant to the provisions of the Small Business Investment Act of 1958. This included entire Section 13b surplus of \$2,139,706.03 plus \$17,088.98 transferred from Section 7 surplus.

EARNINGS AND EXPENSES

CURRENT EARNINGS	<u>1958</u>	<u>1957</u>
Discounts and advances - - - - -	\$ 217,860.24	\$ 1,136,236.23
Industrial loans - - - - -	—0—	—0—
Commitments to make industrial loans - - - - -	—0—	—0—
United States Government securities - - - - -	83,026,558.30	83,061,696.35
All other - - - - -	25,628.27	16,058.94
Total current earnings - - - - -	\$ 83,270,046.81	\$ 84,213,991.52
 CURRENT EXPENSES		
Total current expenses - - - - -	\$ 16,454,909.62	\$ 16,154,837.73
Less Reimbursement for certain fiscal agency and other expenses - - - - -	2,142,094.55	2,039,107.99
Net expenses - - - - -	\$ 14,312,815.07	\$ 14,115,729.74
 PROFIT AND LOSS		
Current net earnings - - - - -	\$ 68,957,231.74	\$ 70,098,261.78
Additions to current net earnings:		
Profits on sales of United States Government securities (net) - - - - -	16,889.55	17,747.49
Reimbursement for fiscal agency expenses incurred in prior years - - - - -	—0—	132,834.08
All other - - - - -	5,296.86	335.11
Total additions - - - - -	\$ 22,186.41	\$ 150,916.68
Deductions from current net earnings:		
Retirement System (adjustment for revised benefits) - - - - -	—0—	662,048.00
Reserves for contingencies - - - - -	30,497.06	36,111.76
All other - - - - -	1,310.69	17,418.34
Total deductions - - - - -	\$ 31,807.75	\$ 715,578.10
Net deductions - - - - -	\$ 9,621.34	\$ 564,661.42
Net earnings before payments to United States Treasury - - - - -	\$ 68,947,610.40	\$ 69,533,600.36
Paid United States Treasury (interest on Federal Reserve notes) - - - - -	59,832,313.71	60,447,071.20
Dividends - - - - -	2,467,274.84	2,370,195.05
Transferred to Surplus (Section 7) - - - - -	\$ 6,648,021.85	\$ 6,716,334.11
Withdrawn from Surplus (Section 7) (See footnote on opposite page) - - - - -	17,088.98	—0—
Surplus (Section 7) January 1 - - - - -	89,129,690.03	82,413,355.92
Surplus (Section 7) December 31 - - - - -	\$ 95,760,622.90	\$ 89,129,690.03

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December 31, 1958

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