

JANUARY 4, 1968

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, 1967, and December 31, 1966, together with a comparison of earnings and expenses for 1967 and 1966.

Yours very truly,

A handwritten signature in cursive script, reading "Eliot L. Swan".

President.

COMPARATIVE STATEMENT OF CONDITION

ASSETS	<u>Dec. 31, 1967</u>	<u>Dec. 31, 1966</u>
Gold certificates - - - - -	\$1,075,712,288.53	\$1,353,160,459.95
Redemption fund for Federal Reserve notes - - - - -	242,786,075.57	219,387,960.57
Total gold certificate reserves - - - - -	<u>\$1,318,498,364.10</u>	<u>\$1,572,548,420.52</u>
Federal Reserve notes of other Federal Reserve banks - - - - -	81,882,948.00	87,147,454.00
Other cash - - - - -	37,040,224.75	32,175,448.80
 Discounts and advances:		
Secured by United States Government obligations - - - - -	63,000,000.00	15,482,000.00
Other discounts and advances - - - - -	—0—	42,518,000.00
Total discounts and advances - - - - -	<u>\$ 63,000,000.00</u>	<u>\$ 58,000,000.00</u>
 United States Government securities:		
Bills - - - - -	2,280,687,000.00	1,617,739,000.00
Certificates - - - - -	—0—	596,324,000.00
Notes - - - - -	3,842,949,000.00	2,919,518,000.00
Bonds - - - - -	868,927,000.00	849,565,000.00
Total United States Government securities - - - - -	<u>\$6,992,563,000.00</u>	<u>\$5,983,146,000.00</u>
Total loans and securities - - - - -	<u>\$7,055,563,000.00</u>	<u>\$6,041,146,000.00</u>
 Cash items in process of collection - - - - -	 997,971,991.04	 1,006,392,038.14
Bank premises - - - - -	8,960,046.61	9,390,287.14
Other assets - - - - -	252,376,585.09	160,400,141.64
Total assets - - - - -	<u><u>\$9,752,293,159.59</u></u>	<u><u>\$8,909,199,790.24</u></u>
 LIABILITIES		
Federal Reserve notes - - - - -	\$5,155,149,659.00	\$4,681,767,159.00
 Deposits:		
Member bank — reserve accounts - - - - -	3,441,491,427.80	3,248,511,244.13
United States Treasurer — general account - - - - -	119,034,471.80	2,495,341.49
Foreign - - - - -	18,200,000.00	20,960,000.00
Other deposits - - - - -	57,567,655.50	84,839,362.39
Total deposits - - - - -	<u>\$3,636,293,555.10</u>	<u>\$3,356,805,948.01</u>
Deferred availability cash items - - - - -	762,384,966.55	691,928,763.73
Other liabilities - - - - -	40,095,978.94	30,588,719.50
Total liabilities - - - - -	<u>9,593,924,159.59</u>	<u>8,761,090,590.24</u>
 CAPITAL ACCOUNTS		
Capital paid in - - - - -	\$ 79,184,500.00	\$ 74,054,600.00
Surplus - - - - -	\$ 79,184,500.00	\$ 74,054,600.00
Total liabilities and capital accounts - - - - -	<u><u>\$9,752,293,159.59</u></u>	<u><u>\$8,909,199,790.24</u></u>
Contingent liability on acceptances purchased for foreign correspondents - - - - -	\$ 20,345,000.00	\$ 25,125,800.00

EARNINGS AND EXPENSES

CURRENT EARNINGS	<u>1967</u>	<u>1966</u>
Discounts and advances - - - - -	\$ 949,317.55	\$ 1,620,206.36
United States Government securities - - - - -	297,707,134.78	255,421,562.74
Foreign currencies - - - - -	3,283,664.28	2,881,908.25
All other - - - - -	62,281.46	61,452.17
Total current earnings - - - - -	\$302,002,398.07	\$259,985,129.52
CURRENT EXPENSES		
Total current expenses - - - - -	\$ 24,884,017.78	\$ 23,731,971.25
<i>Less</i> Reimbursement for certain fiscal agency and other expenses - - -	2,206,558.87	2,031,515.59
Net expenses - - - - -	\$ 22,677,458.91	\$ 21,700,455.66
PROFIT AND LOSS		
Current net earnings - - - - -	\$279,324,939.16	\$238,284,673.86
Additions to current net earnings:		
Profits on sales of United States Government securities (net) - - -	\$ 106,755.04	\$ —0—
All other - - - - -	244,397.64	183,361.12
Total additions - - - - -	\$ 351,152.68	\$ 183,361.12
Deductions from current net earnings:		
Loss on sales of United States Government securities - - - - -	\$ —0—	\$ 344,379.08
All other - - - - -	9,690.25	7,189.01
Total deductions - - - - -	\$ 9,690.25	\$ 351,568.09
Net additions (+) or deductions (—) - - - - -	\$ +341,462.43	\$ —168,206.97
Net earnings before payments to United States Treasury - - - - -	\$279,666,401.59	\$238,116,466.89
Dividends paid - - - - -	4,513,525.11	4,391,237.90
Payments to United States Treasury (interest on Federal Reserve notes) -	270,022,976.48	231,975,428.99
Transferred to Surplus - - - - -	\$ 5,129,900.00	\$ 1,749,800.00
Surplus January 1 - - - - -	74,054,600.00	72,304,800.00
Surplus December 31 - - - - -	\$ 79,184,500.00	\$ 74,054,600.00

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December 31, 1967

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