

FEDERAL RESERVE BANK
OF NEW YORK

[Circular No. 2752]
January 10, 1944]

Twenty-Ninth Annual Statement

*To the Stockholders of the
Federal Reserve Bank of New York:*

We hand you herewith a statement of condition of the Federal Reserve Bank of New York at the close of the year 1943, and of the profit and loss account for that year. For convenient comparison, the corresponding figures for the previous year, 1942, are also shown.

The regular annual report of the bank, containing an account of its operations for the year ended December 31, 1943, is in course of preparation. When it is issued a copy will be sent to each stockholder.

ALLAN SPROUL,
President.

Statement of Condition

(In thousands of dollars)

A S S E T S	Dec. 31, 1943	Dec. 31, 1942
GOLD CERTIFICATES on hand and due from U. S. Treasury . . .	\$ 5,904,288	\$ 6,855,451
REDEMPTION FUND—Federal Reserve Notes	22,844	1,364
OTHER CASH	74,244	73,223
TOTAL RESERVES	\$ 6,001,376	\$ 6,930,038
BILLS DISCOUNTED:		
SECURED BY U. S. GOVERNMENT OBLIGATIONS, direct and guaranteed	\$ 2,185	\$ 235
OTHER BILLS DISCOUNTED		1,062
TOTAL BILLS DISCOUNTED	\$ 2,185	\$ 1,297
INDUSTRIAL ADVANCES	\$ 126	\$ 611
U. S. GOVERNMENT SECURITIES, direct and guaranteed:		
BONDS	\$ 179,243	\$ 713,273
NOTES	74,569	343,553
CERTIFICATES	271,407	265,889
BILLS	2,474,891	372,606
TOTAL U. S. GOVERNMENT SECURITIES, direct and guaranteed	\$ 3,000,110	\$ 1,695,321
TOTAL BILLS AND SECURITIES	\$ 3,002,421	\$ 1,697,229
DUE FROM FOREIGN BANKS	\$ 56*	\$ 18*
FEDERAL RESERVE NOTES OF OTHER BANKS	12,394	7,019
UNCOLLECTED ITEMS	502,634	382,789
BANK PREMISES	9,121	9,823
OTHER ASSETS	9,936	21,947
TOTAL ASSETS	\$ 9,537,938	\$ 9,048,863

* After deducting participation of other Federal Reserve Banks

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Federal Reserve Bank of New York

(In thousands of dollars)

LIABILITIES	Dec. 31, 1943	Dec. 31, 1942
FEDERAL RESERVE NOTES in actual circulation.....	\$ 3,766,861	\$ 2,799,735
DEPOSITS:		
MEMBER BANK—reserve account.....	\$ 4,263,922	\$ 5,029,391
U. S. TREASURER—General Account.....	210,279	144,933
FOREIGN.....	600,236*	367,578*
OTHER DEPOSITS.....	246,308	303,762
TOTAL DEPOSITS.....	\$ 5,320,745	\$ 5,845,664
DEFERRED AVAILABILITY ITEMS.....	\$ 301,754	\$ 271,518
OTHER LIABILITIES.....	1,154	342
TOTAL LIABILITIES.....	\$ 9,390,514	\$ 8,917,259
CAPITAL ACCOUNTS:		
CAPITAL PAID IN.....	\$ 57,440	\$ 53,653
SURPLUS (Section 7).....	70,012	58,001
SURPLUS (Section 13b).....	7,092	7,070
OTHER CAPITAL ACCOUNTS.....	12,880	12,880
TOTAL CAPITAL ACCOUNTS.....	\$ 147,424	\$ 131,604
TOTAL LIABILITIES AND CAPITAL ACCOUNTS.....	\$ 9,537,938	\$ 9,048,863
RATIO OF TOTAL RESERVES to deposit and Federal Reserve note liabilities combined.....	66.0%	80.2%
COMMITMENTS to make industrial advances.....	\$ 9	\$ 261
* After deducting participation of other Federal Reserve Banks....	759,843	424,034

Profit and Loss Account

For the calendar years 1943 and 1942

(In thousands of dollars)

	1943	1942
EARNINGS	\$ 17,998	\$ 14,078
NET EXPENSES	10,034	8,880
CURRENT NET EARNINGS	\$ 7,964	\$ 5,198
ADDITIONS TO CURRENT NET EARNINGS:		
PROFITS ON SALES OF U. S. GOVERNMENT SECURITIES	\$ 10,217	\$ 967
ALL OTHER	28	7
TOTAL ADDITIONS	\$ 10,245	\$ 974
DEDUCTIONS FROM CURRENT NET EARNINGS:		
RETIREMENT SYSTEM	\$ 2,389	\$ 1,122
SPECIAL RESERVE ON BANK PREMISES	482	482
ALL OTHER	7	
TOTAL DEDUCTIONS	\$ 2,878	\$ 1,604
NET EARNINGS	\$ 15,331	\$ 4,568
PAID UNITED STATES TREASURY (Section 13b)	\$ 18	\$ 34
DIVIDENDS PAID	3,280	3,184
TRANSFERRED TO SURPLUS (Section 13b)	22	
TRANSFERRED TO SURPLUS (Section 7)	12,011	1,350
SURPLUS (Section 7) BEGINNING OF YEAR	\$ 58,001	\$ 56,651
ADDITION AS ABOVE	12,011	1,350
SURPLUS (Section 7) END OF YEAR	\$ 70,012	\$ 58,001

Federal Reserve Bank of New York

DIRECTORS

BEARDSLEY RUMML,

Treasurer, R. H. Macy & Co., Inc., New York, N. Y.

Chairman

DONALDSON BROWN,
Vice Chairman of the Board,
General Motors Corporation,
New York, N. Y.

CARLE C. CONWAY,
Chairman of the Board and President,
Continental Can Company, Inc.,
New York, N. Y.

ROBERT D. CALKINS,
Dean, School of Business,
Columbia University,
New York, N. Y.

WILLIAM J. FIELD,
President, Commercial Trust Company of New Jersey,
Jersey City, N. J.

WARREN W. CLUTE, JR.,
President, Glen National Bank of Watkins Glen,
Watkins Glen, N. Y.

WILLIAM I. MYERS,
Dean, New York State College of Agriculture,
Cornell University,
Ithaca, N. Y.

S. SLOAN COLT,
President, Bankers Trust Company,
New York, N. Y.

FREDERICK E. WILLIAMSON,
President, The New York Central Railroad
Company,
New York, N. Y.

OFFICERS

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J. WILSON JONES, *Vice President*
L. WERNER KNOKE, *Vice President*
WALTER S. LOGAN, *Vice President and General Counsel*

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JAMES M. RICE, *Vice President*
ROBERT G. ROUSE, *Vice President*
JOHN H. WILLIAMS, *Vice President*
VALENTINE WILLIS, *Vice President*

EDWARD O. DOUGLAS, *Assistant Vice President*
GEORGE W. FERGUSON, *Assistant Vice President*
HERBERT H. KIMBALL, *Assistant Vice President*

SILAS A. MILLER, *Assistant Vice President*
HAROLD V. ROELSE, *Assistant Vice President*
HORACE L. SANFORD, *Assistant Vice President*

TODD G. TIEBOUT, *Assistant General Counsel*
RUFUS J. TRIMBLE, *Assistant General Counsel*

LOREN B. ALLEN, *Manager, Credit Department*
DUDLEY H. BARROWS, *Manager, Cash Department*
HAROLD A. BILEY, *Manager, Check Department*
HARRY M. BOYD, *Manager, Savings Bond Redemption
Department*
ROBERT H. BROME, *Assistant Counsel, and Assistant
Secretary*
WESLEY W. BURT, *Manager, Government Bond Department*
FELIX T. DAVIS, *Manager, R. F. C. Custody Department*
NORMAN P. DAVIS, *Manager, Foreign Funds Control
Department, and Manager, Security Loans Department*
EDWIN C. FRENCH, *Manager, Collection Department*
MARCUS A. HARRIS, *Manager, Securities Department*
WILLIAM A. HEINL, *Manager, Personnel Department*

NORRIS O. JOHNSON, *Manager, Research Department*
WILLIAM M. KETTNER, *Manager, Security Custody
Department*
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MICHAEL J. McLAUGHLIN, *Manager, Accounting Department*
ROBERT F. McMURRAY, *Manager, Safekeeping Department*
FRANKLIN E. PETERSON, *Manager, Bank Relations Department*
WILLIAM F. SHEEHAN, *Manager, Bank Examinations
Department, and Chief Examiner*
INSLEY B. SMITH, *Manager, Government Check Department*
FREDERICK STOCKER, *Manager, Cash Custody Department*
WILLIAM F. TREIBER, *Assistant Counsel, and Secretary*
CHARLES N. VAN HOUTEN, *Manager, Foreign Funds
Control Department*

JOHN H. WURTS, *Manager, Government Bond Department*

WILLIAM H. DILLISTIN, *General Auditor*
DONALD J. CAMERON, *Assistant General Auditor*

Federal Reserve Bank of New York

INDUSTRIAL ADVISORY COMMITTEE

WILLIAM H. POUCH, *Chairman*
President, Concrete Steel Company,
New York, N. Y.

ARTHUR G. NELSON, *Vice Chairman*
President, A. G. Nelson Paper Company, Inc.,
New York, N. Y.

EDWARD J. NOBLE,
Chairman, Life Savers, Inc.,
Port Chester, N. Y.

FRANCIS B. REYNOLDS,
President, The Columbia Mills, Inc.,
New York, N. Y.

Buffalo Branch of Federal Reserve Bank of New York

DIRECTORS

ROBERT R. DEW,
President, Dunkirk Trust Company,
Dunkirk, N. Y.

ELMER B. MILLIMAN,
President, Central Trust Company Rochester, N. Y.,
Rochester, N. Y.

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Treasurer, Eastman Kodak Company,
Rochester, N. Y.

GILBERT A. PROLE,
Genesee Farm Supply Company,
Batavia, N. Y.

LEWIS G. HARRIMAN,
President, Manufacturers and Traders Trust
Company,
Buffalo, N. Y.

THOMAS ROBINS, JR.,
President, Hewitt Rubber Corporation,
Buffalo, N. Y.

REGINALD B. WILTSE, *Managing Director*

OFFICERS

REGINALD B. WILTSE, *Managing Director*

HALSEY W. SNOW, *Cashier*

GEORGE J. DOLL, *Assistant Cashier*

**FEDERAL RESERVE BANK
OF NEW YORK**
Fiscal Agent of the United States

January 10, 1944

FOURTH WAR LOAN
Subscriptions By Dealers and Brokers

*To All Dealers and Brokers in the
Second Federal Reserve District:*

In our letter of January 1, 1944, a copy of which you have already received, you were informed regarding the 2½ percent Treasury Bonds of 1965-70, the 2¼ percent Treasury Bonds of 1956-59 and the 7⁄8 percent Treasury Certificates of Indebtedness of Series A-1945 to be offered in the Fourth War Loan Drive which starts January 18, 1944. As stated in that letter, the objective of the drive is to sell as many securities as possible to investors other than commercial banks and to obtain the maximum investment of funds which are currently available or shortly to become available to such investors. To help in achieving this objective all banking institutions have been requested by the Treasury Department to decline to make loans to finance speculative subscriptions or any other loans on Government securities which cannot be paid out of anticipated income within a short period.

To reinforce the action of the banks in this respect, dealers and brokers in securities are requested by the Treasury to limit the amount of their subscriptions, in the drive, to the amount of securities which they will be able to retail to customers, other than commercial banks, for investment after the drive has closed, plus the amount required for the investment of their own funds to the extent these are, and are expected to continue to be, idle. Generally speaking, the volume of purchases for subsequent resale to customers should be small regardless of the size of the investment firm, as most customers will have ample opportunity to subscribe during the drive. If a dealer or broker anticipates placing a large subscription, it is suggested that the matter be discussed with this bank before the subscription is entered. In order that there can be no misunderstanding as to the amount subscribed by a dealer or broker for his own account, subscriptions for account of customers must not be entered in the name of the dealer or broker.

In further support of the Treasury's program for the Fourth War Loan Drive, and in order to avoid an unnecessary redistribution of securities in the Government security market following the drive, the public has been requested to refrain from entering subscriptions if subsequent prompt sale of the securities is intended. Dealers and brokers are requested to cooperate with the Treasury in discouraging the placement of subscriptions for Government securities by their customers for this purpose.

ALLAN SPROUL,
President.