

## FEDERAL RESERVE BOARD

WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO  
THE FEDERAL RESERVE BOARDJune 14, 1932.  
B-327.

SUBJECT: Call Condition Reports of Member Banks.

Dear Sir:

There have been forwarded to you under separate cover copies of Form 105 to be used by State bank members in submitting their condition reports as of the next call date. Kindly hold the blanks at your bank until you are advised by the Board to forward them to the State bank members, whereupon please mail three copies to each such bank with the request that they be held pending receipt of a call for condition reports.

A new schedule (AA) has been added to Form 105 in which State bank members should report the amount of assets pledged, rediscounted, loaned, or sold under repurchase agreement. In Schedule H, new items have been added to provide for the reporting separately of bills payable and rediscounts, respectively, with the Reconstruction Finance Corporation. Corresponding revisions have been made in the Comptroller's form 2130, used by national banks.

If any State bank member belongs to a group formed under Section 10(a) of the Federal Reserve Act, it should be instructed to report its pro-

portionate liability, based on gross deposits, on any advance made to the group by the Federal reserve bank as advances "from Federal reserve bank," item 1(a) of Schedule H of the quarterly condition report form 105, and, unless it has received the proceeds of such advance, should also report the same amount as "loans to banks and trust companies," item 4 of Schedule E. A bank which has received the proceeds of an advance made to the group by the Federal reserve bank should report the excess in the amount of its indebtedness to the group over the amount of its proportionate liability on such advance as advances "from other banks and trust companies," item 1(b) of Schedule H. The books of a bank that obtains an advance from the group should, of course, show that the note given by it to the group covers the full amount of such advance. We are informed by the Comptroller of the Currency that National banks also will be instructed to report liabilities under Section 10(a) in the manner described.

It will be appreciated if you will kindly arrange to have the usual preliminary classification of loans and investments of reserve city and of country banks in your district wired to the Board within three weeks, if practicable, from the date of the next call report. It is suggested that the figures be compared with corresponding data for the preceding call before they are telegraphed to the Board, in order that any obvious discrepancies may be detected and promptly reconciled.

Very truly yours,

Chester Morrill,  
Secretary.

TO ALL FEDERAL RESERVE AGENTS\*