

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON



ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

R-371

December 27, 1938.

Dear Sir:

There are inclosed six copies of revised Form F.R. 414,
"Computation of Reserve to be Carried with the Federal Reserve
Bank by Member Banks". The form has been revised so that the
references to the call report will correspond with the revised
call report form to be used by member banks in submitting
condition reports as of the next call date.

Very truly yours,

A handwritten signature in cursive script, appearing to read "L. P. Bethea", written in dark ink.

L. P. Bethea,
Assistant Secretary.

Inclosures

TO PRESIDENTS OF ALL FEDERAL RESERVE BANKS

COMPUTATION OF RESERVE TO BE CARRIED WITH THE FEDERAL RESERVE BANK

BY MEMBER BANKS

(For definitions of the terms gross demand deposits, deductions allowed in computing reserves, cash items in process of collection, net demand deposits and time deposits, see Regulation D of the Board of Governors of the Federal Reserve System)

1. GROSS DEMAND DEPOSITS, including U. S. Government deposits and demand balances of other banks \$ _____

(See Schedule E of the quarterly condition report for items constituting demand deposits)

2. DEDUCTIONS ALLOWED IN COMPUTING RESERVES:

(a) Cash items in process of collection, except to the extent included in item 2-b (including checks with Federal Reserve banks in process of collection and checks on hand which will be presented for payment or forwarded for collection on the following business day) \$ _____

(Corresponds to item 1 in Schedule D of the quarterly condition report)

(b) Balances subject to immediate withdrawal due from other banks* (except balances due from Federal Reserve banks, from foreign banks or branches thereof, from foreign branches of domestic banks, or from private banks) _____

(Corresponds to item 2 in Schedule D of the quarterly condition report)

3. NET DEMAND DEPOSITS (item 1 minus item 2) _____

4. TIME DEPOSITS _____

(See Schedule F of the quarterly condition report for items constituting time deposits)

5. RESERVE REQUIRED**:

(a) On net demand deposits (item 3 above):
Banks in central reserve cities, 13 percent;
Banks in reserve cities, 10 percent;
Banks located elsewhere, 7 percent _____

(b) On time deposits (item 4 above): 3 percent _____

(c) Total reserve to be maintained with Federal Reserve bank _____

*Including cash items forwarded to a correspondent bank for collection and credit and charged to item "Due from banks".

**Basic statutory requirements. For actual current reserve percentages, see latest issue of Federal Reserve Bulletin.