

Supplement to

**BANKING &
MONETARY
STATISTICS**

SECTION 6

Bank Income

**BOARD OF GOVERNORS OF THE
FEDERAL RESERVE SYSTEM**

Preface

In 1943 the Board of Governors published *Banking and Monetary Statistics* to make available in one place and on a uniform basis major series relating to banking, monetary, and other financial developments. The statistics usually covered the period from 1914, when the Federal Reserve System was established, through December 1941.

To bring together for the period since 1941 the most important series in that volume, to revise the data previously published, and to present new series, the Board is publishing a series of pamphlets. Most of these pamphlets correspond to sections in *Banking and Monetary Statistics*, but some may cover new subjects. Most of the data included in these pamphlets have already been published in the

Federal Reserve Bulletin, and current figures for most of the series are published in it each month. In some instances, however, the type of presentation may vary considerably from that in the *Bulletin*.

This is one of the new pamphlets. As in *Banking and Monetary Statistics*, there is a brief description of the purpose and history of the data, the sources of the figures and the methods by which they were compiled, and other facts to guide the reader in using the figures. Much of the information that is customarily included in footnotes to tables has been incorporated in the text. Footnotes have been used for the most part to call the reader's attention to any lack of comparability of items over the period covered.

Board of Governors
of the Federal Reserve System

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6. Bank Income

REPORTS OF BANK income and expenses are of value both to bank supervisors in reviewing the condition of individual banks and to bank officers and stockholders. Statistics compiled from these reports provide significant information for credit and fiscal authorities and for others concerned with general banking and credit developments. The level of bank income has a long-run bearing on the stability of the banking system. Banks should have sufficient revenue to (1) pay reasonable expenses, (2) retain sufficient funds to insulate capital against the losses that banks must anticipate, (3) maintain capital funds for the protection of depositors, and (4) provide capital as a basis for growth of the banking system. Income and prospects for income also determine whether an individual bank or the banking system as a whole can obtain new capital from the investment markets.

Income statistics for all member banks of the Federal Reserve System (Tables 1-10) and for all insured commercial banks (Tables 11 and 12) are presented in this section. Details of income and expenses annually for the period 1941-65 are shown for both groups of banks. For member banks, there are additional breakdowns for 1965 that indicate the types of data available—such as by size of bank, or by class of bank and Federal Reserve district. For selected years a breakdown of member bank data by class of bank is shown. There are similar breakdowns for income ratios. For insured commercial banks, a breakdown of data is presented for 1965 by size of bank. There are no breakdowns here by type of bank (national or State) as there were in *Banking and Monetary Statistics*.

Tables showing amounts of revenue and expenses include average annual amounts of assets,

deposits, and capital accounts, except for Tables 7 and 12, which show data for size of bank as of the end of the year. Numbers of officers, employees, and banks are shown at year-end. The number of call reports on which the averages are based for each year of the period 1941-65 are shown in the accompanying table.

CALL REPORTS USED IN COMPUTING AVERAGE ASSET AND LIABILITY DATA

Year	No. of calls	Date
		End of previous year, end of current year, and:
Member banks:		
1941	5	Calls for 3 intervening dates
1942 43, 1945	4	Calls for 2 intervening dates
1944, 1946 48, 1965	3	Calls for 1 intervening date
1949 60	3	Call for middle of current year, plus last-Wednesday-of-month figures for the 10 intervening months
1961 62 ¹	4	Calls for 2 intervening dates ¹
1963 64	4	Calls for 2 intervening dates
Insured commercial banks:		
1941 62, 1964-65	3	Call for 1 intervening date
1963	4	Calls for 2 intervening dates

¹ Fall of current year instead of end of year.

Data for national member banks are based on annual income and dividend reports submitted to the Comptroller of the Currency; those for State member banks, on reports submitted to the Reserve Banks. Data for insured commercial banks are assembled by the Federal Deposit Insurance Corporation.

COMPARABILITY OF DATA¹

Two major changes in reporting instructions—in 1941 and in 1961—and one major change

¹ For 1963 65, data for national banks have been adjusted to make them comparable with State member bank data. Revenue and expenses incident to Federal funds transactions have been classified as interest and discount on loans and as interest on borrowed money, respectively.

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in accounting procedure—in 1948—affect the comparability of the data in tables shown here with those that were published in *Banking and Monetary Statistics* and with those published annually in the *Federal Reserve Bulletin*, usually in the May issue. Changes in 1941 and comparability of the new series with figures through 1941 as published previously by the Board of Governors are discussed separately below for member banks and for insured commercial banks. Later paragraphs describe the changes in 1961 and how they affected figures beginning in 1961 for both of these classes of banks. Still later paragraphs discuss the effects of the change in accounting methods in 1948.

THE 1941 CHANGE—MEMBER BANKS

“Other charges on loans” were included in “collection charges, commissions, fees, etc.,” in the figures for 1941 published in *Banking and Monetary Statistics*, but are included here in “other charges, fees, etc.” Beginning with 1942, they have been shown separately, and they appear under this caption throughout the period beginning with 1942 in the accompanying tables.

“Foreign department” income, shown as a separate item in 1941, is included in “other current revenue.”

“Real estate taxes” and **“other taxes”** (including taxes on net income) were shown separately in 1941 but are included here in “other current expenses.” In 1942, these taxes were separated into two parts: (a) “taxes on net income,” which have been shown as a separate item since that time, and as a deduction from net current earnings rather than an expense, and (b) “taxes other than income”; these were shown as a separate item until 1961, but they are included in the accompanying tables in “other current expenses” because they were no longer available separately after the 1961 revision, as indicated later.

“Rent received” was shown as a separate item in 1941, but is included here for the period 1941–60 in “other current revenue.”

“Recurring depreciation” on real estate was included under “losses and depreciation on banking house and equipment” in 1941, but is included here for the period 1942–60 in “other current expenses.”

THE 1941 CHANGE—INSURED COMMERCIAL BANKS

“Service charges on deposits” were included in “collection and service charges, commissions, fees, etc.” in *Banking and Monetary Statistics* in 1941 but are included here in “other charges, fees, etc.” Beginning with 1942 they have been shown separately.

“Other charges on loans” were included in “interest and discount on loans” in 1941, but in succeeding years have been shown separately.

“Trust department” income was included in “other current revenue” in 1941, but beginning with 1942 has been shown separately.

“Rent received” is included in “other current revenue” for the period 1941–60.

“Taxes on net income” were shown as “taxes” in 1941 and earlier years. They have been estimated for 1941 in Table 12. Since then they have been reported separately. Throughout the period 1941–65 they have been treated as a deduction from net current earnings rather than an expense, as shown in *Banking and Monetary Statistics*.

“Recurring depreciation”—formerly shown as part of “all other” losses and depreciation—is included here in “other current expenses” for the period 1941–60.

THE 1961 CHANGE—ALL INSURED BANKS

Beginning in 1961 the form used by banks in reporting certain items of income and expenses was revised, and as a result the following items shown in the accompanying tables are not entirely comparable with those for earlier years:

(1) salaries—officers; (2) salaries and wages—others; (3) other current operating expenses; and (4) other current operating revenues.

As a result of the changes in the composition of the above items and other reporting changes, the following expense items are available separately beginning with 1961: (1) officer and employee benefits; (2) net occupancy expense; and (3) furniture and equipment.

Two other items formerly available separately are combined with other items beginning with 1961: (1) taxes other than on net income, which are now included in other current expenses (with certain exceptions); and (2) recurring depreciation, which is now included in the items furniture and equipment and net occupancy expense. The table on page 5 shows in detail all of the changes made in 1961, including the change in treatment of rental income.

1948 CHANGE TO RESERVE METHOD OF ACCOUNTING

For several years during the early part of the period covered by this section, Federal tax law permitted commercial banks to set up “reasonable” reserves for bad debt losses out of taxable income, subject to interpretation of the word “reasonable” in the light of the circumstances surrounding each particular case. In December 1947 a ruling by the Commissioner of Internal Revenue provided a fixed formula, based on a bank’s prior experience, for determining allowable deductions from taxable income for the setting up and maintenance of reserves for bad debt losses on loans. With certain exceptions, the amounts that might be set up were limited to three times the annual allowable deduction. This formula has undergone some modification over the period since 1947. In 1965 the ruling was revised to provide for accumulation of such reserves up to a fixed percentage of total loans.

As of the end of 1964, 67 per cent of the 6,225 member banks were using the reserve

method of accounting for bad debt losses on loans. Comparable percentages for years prior to the ruling, were they available, doubtless would be quite small.

Although net income reported by member banks is reduced somewhat while such reserves are being built up, the long-term tendency is to modify the fluctuations in net income that result from losses on loans. In other words, by using the reserve method, banks build up reserves during prosperous years to offset possible losses in other years.

It should be noted, however, that the long-term smoothing of net income through use of a reserve method of providing for losses does not preclude using figures for these reserves in analyzing losses as they occur. For such purposes, it is necessary to combine (1) losses charged against the current year’s net income by banks that do not use the reserve method and (2) losses that do not directly affect the current year’s net income of other banks because they are charges against reserve accounts—with the realization, of course, that the latter losses were provided for by charges against net income in prior years.

Figures in the income tables published in the annual *Bulletin* article represent condensations of figures published herein, as described below:

1. Recoveries on securities and loans as shown in the summary tables are obtained by combining the recoveries credited to net income and the recoveries credited to valuation reserves (these are shown as memoranda in the detailed tables here). The combined figures represent the gross recoveries of member banks during the year regardless of the accounting methods of the individual banks.

2. Likewise, losses on securities and loans shown in the summary tables in the *Bulletin* article are a combination of the losses charged against net income and the losses charged to valuation reserves (shown as memoranda in the detailed tables here). These totals represent the gross losses of member banks during

the year regardless of the accounting methods of the individual banks.

3. The items of net additions to valuation reserves on securities and loans represent the combination of four amounts: the sum of the two items that increase valuation reserves (transfers to the reserves reported in the body of the detailed tables, plus recoveries credited to the reserves reported as memoranda) less the sum of the two items that decrease valuation reserves (transfers from the reserves reported in the body of the detailed tables, plus losses charged to the reserves reported as memoranda).

INCOME AND OPERATING RATIOS OF MEMBER BANKS.

There are important differences between the two types of ratios presented here. Tables 2, 4, and 6 present income ratios, which reflect

relationships between aggregate dollar figures of various groups of banks; Tables 8–10 present what are often referred to as “operating ratios”—that is, arithmetic averages of ratios computed for individual banks.

These two types of ratios sometimes show wide variations, owing to differences in relative weights of banks of different size: average operating ratios assign an equal weight to each bank regardless of its size, whereas ratios computed from aggregate dollar figures reflect primarily the performance or position of those banks (usually a very small number) whose figures are disproportionately large. Averages of individual ratios are useful primarily for studying the financial results of operations of individual banks, while ratios based on aggregates show results for the banking system as a whole and, broadly speaking, are the more significant for purposes of credit and monetary analysis.

KEY TO SYMBOLS USED IN TABLES

..... Zero;

Amounts insignificant in terms of the particular unit (e.g., less than 500,000 when the unit is millions); or

No figure to be expected (e.g., one or more series in a table may start at a later date than others shown).

CHANGES IN 1961 IN CLASSIFICATION OF BANK EXPENSES

Type of item	Previous reporting procedure	Present reporting procedure
Salaries and wages (including bonuses and other extra compensation) of officers and employees working on bank building or related housekeeping functions	Combined with salaries and wages of other bank officers and employees	Reported as separate item under occupancy expense
Taxes related to salaries and wages paid by the bank on its own account, e.g., social security and unemployment taxes, etc.	Included in taxes other than income	Officer and employee benefits shown as a separate item; expenses related to building officers and employees shown separately under occupancy expense
Other expenses of employee benefits except taxes and direct compensation paid by the bank, e.g., hospitalization and life insurance premiums, pension contributions, cost of medical services, net cost of restaurant, etc.	Included in other current operating expenses	
Recurring depreciation on bank premises and leasehold improvements	All recurring depreciation combined in a separate item	Reported as separate item under occupancy expense
Recurring depreciation on furniture and equipment		
Other furniture and equipment expense, e.g., servicing, maintenance, rentals paid, uncapitalized costs, etc.		Included as a separate item, furniture and equipment expense
Rent paid on bank premises	Included in other current operating expense	Reported as separate items under occupancy expense
Maintenance, repairs, and uncapitalized alteration costs of bank premises and leasehold improvements		
Insurance, utilities (heat, light, water), etc.		
Taxes on bank premises and leasehold improvements		
Taxes other than those related to officers and employees and to furniture and equipment or bank premises and leasehold improvements, e.g., franchise taxes and taxes on other real estate	Included in taxes other than income	Included in other current operating expenses
Current operating revenue item reclassified as offset to expenses:		
Rental income from bank premises and other credits such as income from bank premises affiliate	Included in other current operating revenue	Deducted from gross occupancy expense to derive net occupancy expense

1. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, 1941-65

(Income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Item	1941	1942	1943	1944	1945	1946	1947	1948	1949
Revenue.....	1,416,866	1,486,734	1,650,170	1,873,768	2,102,177	2,402,532	2,578,629	2,828,342	2,985,639
Interest and dividends on securities:									
U.S. Govt.....	445,281	539,673	765,828	959,787	996,802	1,053,532	920,821	854,803	859,218
Other.....					139,368	147,586	149,166	157,844	168,502
Interest and discount on loans.....	665,152	639,721	552,128	548,274	571,776	760,668	1,028,863	1,289,454	1,405,636
Other charges on loans.....		9,040	10,849	14,900	16,386	11,717	14,855	18,331	21,434
Service charges on deposits.....	64,869	68,177	76,407	85,500	87,499	99,634	119,254	141,133	157,957
Other charges, fees, etc.....	37,799	36,271	45,137	53,206	63,833	67,827	65,803	65,329	64,497
Trust department.....	93,116	91,925	96,333	104,333	112,134	131,195	135,934	147,513	151,384
Other current revenue.....	110,649	101,927	103,488	107,768	114,379	130,373	143,933	153,935	157,012
Expenses.....	987,917	1,001,556	1,038,787	1,126,733	1,267,633	1,468,550	1,649,980	1,795,225	1,888,915
Salaries—officers.....	163,264	169,912	174,877	187,503	208,237	242,422	269,456	297,325	318,189
Salaries and wages—others.....	262,639	290,625	312,125	337,440	371,374	457,020	527,525	578,468	607,927
Officer and employee benefits.....									
Directors' fees, etc.....	8,169	8,539	8,706	9,514	10,757	12,401	13,731	14,910	16,064
Interest on time deposits.....	139,930	128,289	123,707	144,103	182,874	211,603	235,948	250,487	261,102
Interest on borrowed money.....	124	110	353	967	2,286	2,175	2,461	3,133	3,336
Net occupancy expense.....									
Furniture and equipment.....									
Other current expenses.....	413,791	404,081	419,019	447,206	492,105	542,929	600,859	650,902	682,297
Net current earnings before income taxes..	428,949	485,178	611,383	747,035	834,544	933,982	928,649	1,033,117	1,096,724
Recoveries, transfers from reserves, and profits.....	278,339	188,466	312,333	318,133	453,785	355,805	232,065	242,523	182,476
On securities:									
Profits on securities.....	128,956	59,911	93,854	116,267	238,835	183,010	89,647	54,754	63,943
Recoveries.....	63,989	48,301	81,812	82,821	113,221	53,587	40,358	26,477	13,447
Transfers from reserves.....								23,363	22,289
On loans:									
Recoveries.....	58,905	55,903	72,533	72,540	55,918	63,742	59,082	33,908	18,125
Transfers from reserves.....	26,489	24,351	64,134	46,505	45,811	55,466	42,978	45,547	24,918
All other.....								58,474	39,753
Losses, charge-offs, and transfers to reserves.....	317,525	223,050	250,972	232,183	229,856	246,962	251,205	421,175	317,875
On securities:									
Sold.....	137,731	102,691	101,559	97,146	117,785	115,455	101,342	68,334	30,857
Charge-offs prior to sale.....								35,521	28,004
Transfers to reserves.....									
On loans:									
Losses and charge-offs.....	83,590	64,770	63,360	60,283	46,541	61,492	102,653	23,784	19,152
Transfers to reserves.....	96,204	55,589	86,053	74,754	65,530	70,015	47,210	247,178	191,254
All other.....								46,358	48,607
Net income before related taxes.....	389,763	450,594	672,744	832,985	1,058,473	1,042,825	909,509	854,465	961,325
Taxes on net income.....	67,530	67,530	115,491	183,715	270,062	285,026	256,518	233,556	275,066
Federal.....			102,976	169,136	250,281	264,512	239,481	218,711	257,069
State.....			12,515	14,579	19,781	20,514	17,037	14,845	17,997
Net income.....	389,763	383,064	557,253	649,270	788,411	757,799	652,991	620,909	686,259
Cash dividends declared.....	210,618	203,007	208,368	226,002	245,934	266,647	280,942	293,818	312,666
On preferred stock ¹	12,745	11,090	10,828	9,687	8,262	5,873	4,304	3,866	3,488
On common stock.....	197,873	191,917	197,540	216,315	237,672	260,774	276,638	289,952	309,178
Memoranda items:									
Recoveries credited to reserves: ²									
On securities.....								7,017	2,399
On loans.....								9,305	17,512
Losses charged to reserves: ³									
On securities.....								17,079	5,144
On loans.....								39,645	61,857
Assets, deposits, and capital accounts:									
Loans.....	16,699	17,218	16,229	17,682	19,815	24,258	29,326	34,187	35,249
U.S. Govt. securities.....	17,753	25,408	48,182	60,324	71,795	71,217	60,051	54,736	54,063
Other securities.....	5,994	5,842	5,286	5,131	5,566	6,384	6,959	7,382	7,847
Cash assets ⁴	23,062	22,705	23,243	24,482	26,700	29,171	30,375	32,450	30,098
Other assets.....	1,536	1,437	1,359	1,301	1,256	1,285	1,321	1,496	1,554
Total assets.....	65,044	72,610	94,299	108,920	125,132	132,315	128,033	130,250	128,810
Time deposits.....	12,458	12,413	14,176	17,198	21,487	25,905	27,905	28,721	29,145
Total deposits.....	58,717	66,103	87,381	101,484	116,983	123,453	118,711	120,447	118,264
Total capital accounts ⁴	5,798	5,977	6,304	6,712	7,243	7,868	8,291	8,630	8,999
Number of officers.....	36,476	35,604	36,398	37,693	39,903	42,512	44,960	46,278	47,454
Number of employees.....	176,466	182,023	190,354	193,279	207,460	230,442	241,011	247,628	250,367
Number of banks.....	6,619	6,679	6,738	6,814	6,884	6,900	6,923	6,918	6,892

For notes see p. 8.

1. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, 1941-65 — Continued

(Income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Item	1950	1951	1952	1953	1954	1955	1956	1957
Revenue	3,264,686	3,668,715	4,119,649	4,590,236	4,826,113	5,342,589	6,078,173	6,770,958
Interest and dividends on securities:								
U.S. Govt.....	865,063	831,920	929,307	1,011,000	1,066,379	1,118,106	1,100,589	1,167,739
Other.....	190,173	210,766	234,528	251,777	272,808	295,606	307,846	339,451
Interest and discount on loans.....	1,607,967	1,974,325	2,269,944	2,591,483	2,662,168	3,021,843	3,662,480	4,136,112
Other charges on loans.....	26,068	28,670	35,936	40,538	49,079	61,362	62,685	71,803
Service charges on deposits.....	172,489	186,872	197,734	218,831	252,266	274,024	310,165	354,187
Other charges, fees, etc.....	70,754	79,003	82,871	92,324	102,484	109,755	121,585	136,558
Trust department.....	170,519	182,421	194,430	207,218	235,655	266,992	309,105	340,234
Other current revenue.....	161,655	174,737	174,901	177,065	185,274	194,902	203,719	224,875
Expenses	2,019,746	2,231,946	2,501,091	2,781,518	2,998,535	3,265,126	3,679,898	4,222,375
Salaries—officers.....	344,777	375,298	408,330	447,142	478,877	511,736	553,292	592,380
Salaries and wages—others.....	655,151	750,039	835,300	924,348	983,820	1,059,667	1,181,906	1,284,885
Officer and employee benefits.....								
Directors' fees, etc.....	17,449	19,150	21,514	23,714	25,541	27,189	29,161	30,856
Interest on time deposits.....	271,016	305,536	364,503	424,738	493,649	543,122	649,679	927,199
Interest on borrowed money.....	3,895	9,077	19,825	22,657	7,985	21,942	43,793	47,875
Net occupancy expense.....								
Furniture and equipment.....								
Other current expenses.....	727,458	772,847	851,619	938,920	1,008,662	1,101,471	1,222,066	1,339,180
Net current earnings before income taxes	1,244,941	1,436,769	1,618,558	1,808,718	1,827,578	2,077,463	2,398,275	2,548,583
Recoveries, transfers from reserves, and profits	218,570	148,624	125,008	132,274	551,971	212,508	225,807	169,938
On securities:								
Profits on securities.....	82,149	51,881	29,047	34,603	374,610	50,668	27,526	57,162
Recoveries.....	12,789	13,531	9,954	9,847	11,709	18,317	12,578	8,190
Transfers from reserves.....	36,799	10,936	19,646	25,877	43,142	37,547	39,745	19,345
On loans:								
Recoveries.....	22,548	17,577	16,966	23,158	27,353	20,741	14,309	14,037
Transfers from reserves.....	26,960	25,622	24,734	15,729	54,558	47,728	73,279	36,848
All other.....	37,327	29,076	24,660	23,060	40,599	37,508	58,370	34,357
Losses, charge-offs, and transfers to reserves	313,661	338,857	306,381	383,477	479,263	613,959	879,830	655,063
On securities:								
Sold.....	32,623	72,103	83,851	139,880	58,549	195,493	276,573	206,908
Charge-offs prior to sale.....								
Transfers to reserves.....	50,933	28,418	27,040	48,299	118,857	63,086	97,001	78,269
On loans:								
Losses and charge-offs.....	14,269	13,555	15,652	20,416	17,771	17,843	21,851	15,675
Transfers to reserves.....	166,272	180,034	132,896	111,976	196,140	265,632	407,544	280,887
All other.....	49,565	44,747	46,942	62,906	87,946	71,904	76,862	73,324
Net income before related taxes	1,149,850	1,246,536	1,437,185	1,557,515	1,900,286	1,676,013	1,744,253	2,063,459
Taxes on net income	369,060	490,919	607,850	692,252	804,188	690,770	717,688	894,515
Federal.....	346,909	465,480	578,682	660,206	762,686	655,361	677,206	848,679
State.....	22,151	25,439	29,168	32,045	41,502	35,410	40,482	45,836
Net income	780,790	755,617	829,335	865,263	1,096,099	985,242	1,026,565	1,168,944
Cash dividends declared	345,522	370,504	390,430	418,652	456,145	500,941	546,931	603,767
On preferred stock ¹	2,835	2,587	2,310	1,955	2,030	1,730	1,592	1,485
On common stock.....	342,687	367,917	388,121	416,697	454,116	499,211	545,339	602,282
Memoranda items:								
Recoveries credited to reserves: ²								
On securities.....	3,036	2,085	4,308	767	2,936	2,719	3,185	2,099
On loans.....	17,016	25,054	28,088	28,930	34,682	33,589	35,443	43,673
Losses charged to reserves: ³								
On securities.....	5,808	15,919	24,642	33,926	15,247	65,502	92,830	71,394
On loans.....	46,329	55,581	54,938	74,494	74,746	75,669	108,536	100,611
Assets, deposits, and capital accounts:								
Loans.....	39,098	47,016	51,169	56,142	57,513	64,651	74,279	79,024
U.S. Govt. securities.....	54,916	50,075	51,811	51,091	54,485	53,453	47,554	46,081
Other securities.....	9,398	10,583	11,557	11,923	12,844	13,876	13,421	13,579
Cash assets ⁴	29,854	33,727	35,564	35,608	35,774	36,047	36,924	37,435
Other assets.....	1,622	1,811	1,977	2,049	2,306	2,620	2,883	3,450
Total assets	134,889	143,212	152,079	156,813	162,921	170,646	175,061	179,568
Time deposits.....	29,506	30,074	32,120	32,647	38,053	39,983	41,200	44,596
Total deposits.....	123,559	130,760	138,398	142,380	148,198	154,464	157,561	160,753
Total capital accounts ¹	9,455	9,947	10,480	11,043	11,724	12,499	13,270	14,108
Number of officers.....	48,967	50,553	52,652	54,639	56,541	58,623	61,325	63,410
Number of employees.....	263,643	282,266	300,868	315,972	323,945	342,181	363,639	378,317
Number of banks.....	6,873	6,840	6,798	6,743	6,660	6,543	6,462	6,393

For notes see p. 8.

1. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, 1941-65 — Continued

(Income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Item	1958	1959	1960	1961	1962	1963	1964	1965
Revenue	7,126,594	8,074,868	8,927,868	9,216,795	10,153,594	11,169,491	12,385,803	13,841,782
Interest and dividends on securities:								
U.S. Govt.....	1,266,176	1,398,835	1,414,361	1,537,142	1,686,765	1,725,561	1,741,509	1,686,444
Other.....	411,403	444,652	467,351	513,410	629,130	773,150	911,252	1,078,870
Interest and discount on loans.....	4,245,404	4,925,848	5,640,438	5,773,423	6,319,741	7,072,778	7,970,810	9,127,320
Other charges on loans.....	80,902	95,397	89,469	96,221	115,200	127,034	140,430	167,776
Service charges on deposits.....	388,500	421,689	463,666	494,535	532,409	567,682	607,193	653,233
Other charges, fees, etc.....	139,686	149,399	162,140	164,256	175,259	180,270	207,184	223,910
Trust department.....	364,360	408,503	442,083	483,580	529,701	556,684	611,043	667,907
Other current revenue.....	230,163	230,545	248,360	154,228	165,389	166,332	196,382	236,322
Expenses	4,616,925	5,139,614	5,654,675	6,073,550	7,041,375	7,930,985	8,894,583	10,206,320
Salaries—officers.....	632,081	680,090	731,508	778,428	830,300	892,580	968,442	1,047,366
Salaries and wages—others.....	1,349,170	1,438,261	1,557,204	1,585,010	1,671,111	1,768,197	1,871,935	1,976,578
Officer and employee benefits.....				330,584	363,561	393,150	420,078	448,318
Directors' fees, etc.....	32,485	34,586	36,884	38,844	40,692	43,230	45,855	48,610
Interest on time deposits.....	1,123,415	1,279,719	1,434,259	1,720,414	2,358,132	2,857,600	3,383,524	4,214,144
Interest on borrowed money.....	23,183	75,898	84,220	36,402	62,542	104,074	122,054	183,695
Net occupancy expense.....				423,592	458,634	500,550	549,756	598,174
Furniture and equipment.....				179,876	217,703	254,865	296,599	333,664
Other current expenses.....	1,456,591	1,631,060	1,810,600	980,400	1,038,700	1,116,739	1,236,340	1,355,771
Net current earnings before income taxes	2,509,669	2,935,254	3,273,193	3,143,245	3,112,219	3,238,506	3,491,220	3,635,462
Recoveries, transfers from reserves, and profits	777,390	296,179	503,710	627,393	396,291	409,072	274,775	329,907
On securities:								
Profits on securities.....	611,514	41,693	283,991	402,424	216,336	140,361	58,301	67,456
Recoveries.....	8,157	25,448	10,336	7,133	4,377	2,902	5,473	5,133
Transfers from reserves.....	54,261	106,235	51,287	79,598	50,147	56,705	53,978	90,954
On loans:								
Recoveries.....	15,848	13,892	19,883	10,230	10,035	10,551	10,369	10,524
Transfers from reserves.....	39,679	53,173	66,545	47,237	51,859	124,361	56,385	73,105
All other.....	47,931	55,738	71,668	80,771	63,537	74,192	90,269	82,735
Losses, charge-offs, and transfers to reserves	681,456	1,199,926	847,465	808,173	703,795	737,728	845,272	982,477
On securities:								
Sold.....	74,869	666,514	195,526	32,174	51,169	42,929	79,732	70,068
Charge-offs prior to sale.....				18,200	9,230	9,917	8,378	4,850
Transfers to reserves.....	253,282	157,997	142,435	210,042	84,632	56,646	65,260	54,176
On loans:								
Losses and charge-offs.....	15,109	15,382	22,813	21,051	16,825	16,165	16,845	19,302
Transfers to reserves.....	240,813	273,068	389,856	417,095	451,526	516,448	551,796	723,997
All other.....	97,383	86,965	86,835	109,611	90,413	95,623	123,261	110,084
Net income before related taxes	2,605,603	2,031,507	2,929,438	2,962,465	2,804,715	2,909,850	2,920,723	2,982,892
Taxes on net income	1,148,409	774,622	1,240,662	1,250,492	1,109,798	1,078,789	997,626	879,965
Federal.....	1,081,498	728,418	1,165,534	1,170,215	1,021,782	991,081	909,928	788,710
State.....	66,911	46,204	75,128	80,277	88,016	87,708	87,698	91,255
Net income	1,457,194	1,256,885	1,688,776	1,711,973	1,694,917	1,831,061	1,923,097	2,102,927
Cash dividends declared	646,178	689,721	734,830	792,635	831,955	877,770	960,847	1,057,517
On preferred stock ¹	1,566	1,461	1,173	1,113	1,064	2,578	24,270	52,248
On common stock.....	644,612	688,260	733,657	791,522	830,891	875,192	936,577	1,005,269
Memoranda items:								
Recoveries credited to reserves: ²								
On securities.....	8,919	2,848	16,476	10,510	3,541	5,724	4,136	3,703
On loans.....	61,132	66,050	58,052	67,224	71,942	81,604	139,413	100,276
Losses charged to reserves: ³								
On securities.....	18,823	195,044	43,652	18,350	11,950	14,860	42,030	21,338
On loans.....	109,169	101,989	233,782	212,941	196,822	273,439	319,906	346,200
Assets, deposits, and capital accounts:								
Loans.....	80,819	88,848	96,671	100,446	108,551	122,732	137,915	158,774
U.S. Govt. securities.....	51,604	50,125	45,609	50,415	52,343	51,043	47,945	45,702
Other securities.....	15,721	16,476	16,018	17,660	21,328	26,321	30,307	34,658
Cash assets ⁴	37,916	38,402	39,063	41,068	43,548	44,968	47,698	51,916
Other assets.....	3,893	4,047	4,719	5,508	5,977	6,594	7,471	8,475
Total assets	189,953	197,898	202,080	215,097	231,746	251,657	271,336	299,525
Time deposits.....	51,054	54,142	55,598	63,099	73,097	85,505	97,538	112,962
Total deposits.....	170,058	176,303	177,862	189,983	205,029	221,479	238,862	263,661
Total capital accounts ⁴	15,086	15,898	16,820	17,917	19,066	20,266	21,932	24,050
Number of officers	65,694	68,072	71,698	74,734	78,406	82,045	87,087	91,419
Number of employees	381,086	399,285	418,339	410,080	420,886	433,299	444,016	459,882
Number of banks	6,312	6,233	6,174	6,113	6,047	6,108	6,225	6,221

¹ Includes interest on capital notes and debentures.

² Not included in recoveries shown above.

³ Not included in losses shown above.

⁴ Cash assets are composed of cash, balances with other banks (including reserve balances), and cash items in process of collection. Total capital accounts are composed of the aggregate book value of capital stock, capi-

tal notes and debentures, surplus, undivided profits, reserves for contingencies, and other capital reserves.

NOTE.—See text for effect of changes affecting comparability of items. Data for assets and liabilities are averages for various call dates; see text p. 1. Other data are end-of-year.

2. MEMBER BANK INCOME RATIOS, 1941-65

(Computed from aggregate dollar amounts)

Item	1941	1942	1943	1944	1945	1946	1947	1948	1949
Summary ratios:									
<i>Percentage of total capital accounts:</i>									
Net current earnings before income taxes.....	7.4	8.1	9.7	11.1	11.5	11.9	11.2	12.0	12.2
Net income before related taxes.....	6.7	7.5	10.7	12.4	14.6	13.3	11.0	9.9	10.7
Net income.....	6.7	6.4	8.8	9.7	10.9	9.6	7.9	7.2	7.6
Cash dividends declared.....	3.6	3.4	3.3	3.4	3.4	3.4	3.4	3.4	3.5
<i>Percentage of total assets:</i>									
Total operating revenue.....	2.18	2.05	1.75	1.72	1.68	1.82	2.01	2.17	2.31
Net current earnings before income taxes.....	.66	.67	.65	.69	.67	.71	.72	.79	.85
Net income.....	.60	.53	.59	.60	.63	.57	.51	.47	.53
Sources and disposition of income:									
<i>Percentage of total operating revenue:</i>									
Interest and dividends on:									
U.S. Govt. securities.....	31.4	36.3	46.4	51.2	47.4	43.9	35.7	30.2	28.8
Other securities.....					6.6	6.1	5.8	5.6	5.6
Revenue on loans.....	47.0	43.6	34.1	30.1	28.0	32.2	40.5	46.2	47.8
Service charges on deposit accounts.....	4.6	4.6	4.6	4.6	4.2	4.1	4.6	5.0	5.3
All other revenue.....	17.0	15.5	14.9	14.1	13.8	13.7	13.4	13.0	12.5
Total revenue.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages.....	30.0	31.0	29.5	28.0	27.6	29.1	30.9	31.0	31.0
Officer and employee benefits.....									
Interest on time deposits.....	9.9	8.6	7.5	7.7	8.7	8.8	9.2	8.9	8.8
Net occupancy expense.....									
Other current expenses.....	29.8	27.8	26.0	24.4	24.0	23.2	23.9	23.6	23.5
Total expenses.....	69.7	67.4	63.0	60.1	60.3	61.1	64.0	63.5	63.3
Net current earnings before income taxes....	30.3	32.6	37.0	39.9	39.7	38.9	36.0	36.5	36.7
Net losses including transfers (or recoveries and profits +).....	2.8	2.3	+3.8	+4.6	+10.7	+4.5	.7	6.3	4.5
Taxes on net income.....		4.5	7.0	9.8	12.9	11.9	10.0	8.2	9.2
Net income after taxes.....	27.5	25.8	33.8	34.7	37.5	31.5	25.3	22.0	23.0
Rates of return (per cent) on securities and loans:									
<i>Return on securities:</i>									
Interest on U.S. Govt. securities.....	1.88	1.73	1.43	1.47	1.39	1.48	1.53	1.56	1.58
Interest and dividends on other securities.....					2.50	2.31	2.14	2.14	2.15
Net losses (or recoveries and profits +)¹.....	+23	+02	+14	+16	+30	+16	+04	+02	+07
<i>Return on loans:</i>									
Revenue on loans.....	3.98	3.77	3.47	3.19	2.97	3.18	3.55	3.82	4.04
Net losses (or recoveries +)¹.....	.15	.05	+06	+07	+05	+01	.15	.06	.12
Distribution of assets:									
<i>Percentage of total assets:</i>									
U.S. Govt. securities.....	27.3	35.0	51.1	55.4	57.4	53.8	46.9	42.0	42.0
Other securities.....	9.2	8.0	5.6	4.7	4.4	4.8	5.4	5.7	6.1
Loans.....	25.7	23.7	17.2	16.2	15.8	18.3	22.9	26.2	27.4
Cash assets.....	35.4	31.3	24.6	22.5	21.3	22.0	23.7	24.9	23.3
Other assets.....	2.4	2.0	1.5	1.2	1.1	1.1	1.1	1.2	1.2
Other ratios (per cent):									
<i>Total capital accounts to:</i>									
Total assets.....	8.9	8.2	6.7	6.2	5.8	5.9	6.5	6.6	7.0
Total assets less U.S. Govt. securities and cash assets.....	23.9	24.4	27.6	27.8	27.2	24.6	22.0	20.0	20.2
Total deposits.....	9.9	9.0	7.2	6.6	6.2	6.4	7.0	7.2	7.6
Time to total deposits.....	21.2	18.8	16.2	16.9	18.4	21.0	23.5	23.8	24.6
Interest on time deposits to time deposits.....	1.12	1.03	.87	.84	.85	.82	.84	.87	.90
Number of banks.....	6,619	6,679	6,738	6,814	6,884	6,900	6,923	6,918	6,892

For notes see p. 11.

2. MEMBER BANK INCOME RATIOS, 1941-65

(Computed from aggregate dollar amounts)

Item	1941	1942	1943	1944	1945	1946	1947	1948	1949
Summary ratios:									
<i>Percentage of total capital accounts:</i>									
Net current earnings before income taxes.....	7.4	8.1	9.7	11.1	11.5	11.9	11.2	12.0	12.2
Net income before related taxes.....	6.7	7.5	10.7	12.4	14.6	13.3	11.0	9.9	10.7
Net income.....	6.7	6.4	8.8	9.7	10.9	9.6	7.9	7.2	7.6
Cash dividends declared.....	3.6	3.4	3.3	3.4	3.4	3.4	3.4	3.4	3.5
<i>Percentage of total assets:</i>									
Total operating revenue.....	2.18	2.05	1.75	1.72	1.68	1.82	2.01	2.17	2.31
Net current earnings before income taxes.....	.66	.67	.65	.69	.67	.71	.72	.79	.85
Net income.....	.60	.53	.59	.60	.63	.57	.51	.47	.53
Sources and disposition of income:									
<i>Percentage of total operating revenue:</i>									
<i>Interest and dividends on:</i>									
U.S. Govt. securities.....	31.4	36.3	46.4	51.2	47.4	43.9	35.7	30.2	28.8
Other securities.....					6.6	6.1	5.8	5.6	5.6
Revenue on loans.....	47.0	43.6	34.1	30.1	28.0	32.2	40.5	46.2	47.8
Service charges on deposit accounts.....	4.6	4.6	4.6	4.6	4.2	4.1	4.6	5.0	5.3
All other revenue.....	17.0	15.5	14.9	14.1	13.8	13.7	13.4	13.0	12.5
Total revenue.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages.....	30.0	31.0	29.5	28.0	27.6	29.1	30.9	31.0	31.0
Officer and employee benefits.....									
Interest on time deposits.....	9.9	8.6	7.5	7.7	8.7	8.8	9.2	8.9	8.8
Net occupancy expense.....									
Other current expenses.....	29.8	27.8	26.0	24.4	24.0	23.2	23.9	23.6	23.5
Total expenses.....	69.7	67.4	63.0	60.1	60.3	61.1	64.0	63.5	63.3
Net current earnings before income taxes....	30.3	32.6	37.0	39.9	39.7	38.9	36.0	36.5	36.7
Net losses including transfers (or recoveries and profits +).....	2.8	2.3	+3.8	+4.6	+10.7	+4.5	.7	6.3	4.5
Taxes on net income.....		4.5	7.0	9.8	12.9	11.9	10.0	8.2	9.2
Net income after taxes.....	27.5	25.8	33.8	34.7	37.5	31.5	25.3	22.0	23.0
Rates of return (per cent) on securities and loans:									
<i>Return on securities:</i>									
Interest on U.S. Govt. securities.....	1.88	1.73	1.43	1.47	1.39	1.48	1.53	1.56	1.58
Interest and dividends on other securities.....					2.50	2.31	2.14	2.14	2.15
Net losses (or recoveries and profits +).....	+23	+02	+14	+16	+30	+16	+04	+(?)	+07
<i>Return on loans:</i>									
Revenue on loans.....	3.98	3.77	3.47	3.19	2.97	3.18	3.55	3.82	4.04
Net losses (or recoveries +).....	.15	.05	+06	+07	+05	+01	.15	.06	.12
Distribution of assets:									
<i>Percentage of total assets:</i>									
U.S. Govt. securities.....	27.3	35.0	51.1	55.4	57.4	53.8	46.9	42.0	42.0
Other securities.....	9.2	8.0	5.6	4.7	4.4	4.8	5.4	5.7	6.1
Loans.....	25.7	23.7	17.2	16.2	15.8	18.3	22.9	26.2	27.4
Cash assets.....	35.4	31.3	24.6	22.5	21.3	22.0	23.7	24.9	23.3
Other assets.....	2.4	2.0	1.5	1.2	1.1	1.1	1.1	1.2	1.2
Other ratios (per cent):									
<i>Total capital accounts to:</i>									
Total assets.....	8.9	8.2	6.7	6.2	5.8	5.9	6.5	6.6	7.0
Total assets less U.S. Govt. securities and cash assets.....	23.9	24.4	27.6	27.8	27.2	24.6	22.0	20.0	20.2
Total deposits.....	9.9	9.0	7.2	6.6	6.2	6.4	7.0	7.2	7.6
Time to total deposits.....	21.2	18.8	16.2	16.9	18.4	21.0	23.5	23.8	24.6
Interest on time deposits to time deposits.....	1.12	1.03	.87	.84	.85	.82	.84	.87	.90
Number of banks.....	6,619	6,679	6,738	6,814	6,884	6,900	6,923	6,918	6,892

For notes see p. 11.

2. MEMBER BANK INCOME RATIOS, 1941-65 — Continued

(Computed from aggregate dollar amounts)

Item	1950	1951	1952	1953	1954	1955	1956	1957
Summary ratios:								
<i>Percentage of total capital accounts:</i>								
Net current earnings before income taxes	13.2	14.4	15.4	16.4	15.6	16.6	18.1	18.1
Net income before related taxes	12.2	12.5	13.7	14.1	16.2	13.4	13.1	14.6
Net income	8.3	7.6	7.9	7.8	9.3	7.9	7.7	8.3
Cash dividends declared	3.7	3.7	3.7	3.8	3.9	4.0	4.1	4.3
<i>Percentage of total assets:</i>								
Total operating revenue	2.42	2.56	2.71	2.93	2.96	3.13	3.47	3.77
Net current earnings before income taxes .....	.92	1.00	1.06	1.15	1.12	1.22	1.37	1.42
Net income .....	.57	.53	.55	.55	.67	.58	.59	.65
Sources and disposition of income:								
<i>Percentage of total operating revenue:</i>								
Interest and dividends on:								
U.S. Govt. securities	26.5	22.7	22.5	22.0	22.1	20.9	18.1	17.3
Other securities	5.8	5.7	5.7	5.5	5.7	5.6	5.1	5.0
Revenue on loans	50.1	54.6	56.0	57.3	56.2	57.7	61.3	62.1
Service charges on deposit accounts	5.3	5.1	4.8	4.8	5.2	5.1	5.1	5.2
All other revenue	12.3	11.9	11.0	10.4	10.8	10.7	10.4	10.4
Total revenue	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages	30.6	30.7	30.2	29.9	30.3	29.4	28.5	27.7
Officer and employee benefits								
Interest on time deposits	8.3	8.3	8.8	9.3	10.2	10.2	10.7	13.7
Net occupancy expense								
Other current expenses	23.0	21.8	21.7	21.4	21.6	21.5	21.3	21.0
Total expenses	61.9	60.8	60.7	60.6	62.1	61.1	60.5	62.4
Net current earnings before income taxes	38.1	39.2	39.3	39.4	37.9	38.9	39.5	37.6
Net losses including transfers (or recoveries and profits +)	2.9	5.2	4.4	5.4	+1.5	7.5	10.8	7.1
Taxes on net income	11.3	13.4	14.8	15.1	16.7	13.0	11.8	13.2
Net income after taxes	23.9	20.6	20.1	18.9	22.7	18.4	16.9	17.3
Rates of return (per cent) on securities and loans:								
<i>Return on securities:</i>								
Interest on U.S. Govt. securities	1.57	1.66	1.79	1.98	1.96	2.09	2.31	2.53
Interest and dividends on other securities	1.64	1.72	2.03	2.11	2.12	2.13	2.29	2.50
Net losses (or recoveries and profits +) ¹	+ .09	.03	.10	.20	+ .47	.28	.53	.35
<i>Return on loans:</i>								
Revenue on loans	4.17	4.26	4.51	4.69	4.71	4.77	5.02	5.32
Net losses (or recoveries +) ¹ .....	.05	.06	.05	.08	.05	.06	.11	.07
Distribution of assets:								
<i>Percentage of total assets:</i>								
U.S. Govt. securities	40.7	35.0	34.1	32.6	33.4	31.3	27.2	25.7
Other securities	7.0	7.4	7.6	7.6	7.9	8.1	7.7	7.6
Loans	29.0	32.8	33.6	35.8	35.3	37.9	42.4	44.0
Cash assets	22.1	23.6	23.4	22.7	22.0	22.7	21.1	20.8
Other assets	1.2	1.2	1.3	1.3	1.4	1.6	1.6	1.9
Other ratios (per cent):								
<i>Total capital accounts to:</i>								
Total assets	7.0	6.9	6.9	7.0	7.2	7.3	7.6	7.9
Total assets less U.S. Govt. securities and cash assets	18.9	16.7	16.2	15.8	16.1	15.4	14.6	14.7
Total deposits	7.7	7.6	7.6	7.8	7.9	8.1	8.4	8.8
Time to total deposits	23.9	23.0	23.2	24.3	25.7	25.9	26.1	27.7
Interest on time deposits to time deposits .....	.91	1.02	1.13	1.23	1.30	1.36	1.58	2.08
Number of banks	6,873	6,840	6,798	6,743	6,660	6,543	6,462	6,393

For notes see p. 11.

2. MEMBER BANK INCOME RATIOS, 1941-65 — Continued

(Computed from aggregate dollar amounts)

Item	1958	1959	1960	1961	1962	1963	1964	1965
Summary ratios:								
<i>Percentage of total capital accounts:</i>								
Net current earnings before income taxes.....	16.6	18.5	19.5	17.5	16.3	16.0	15.9	15.1
Net income before related taxes.....	17.3	12.8	17.4	16.5	14.7	14.4	13.3	12.4
Net income.....	9.7	7.9	10.0	9.6	8.9	9.0	8.8	8.7
Cash dividends declared.....	4.3	4.3	4.4	4.4	4.4	4.3	4.4	4.4
<i>Percentage of total assets:</i>								
Total operating revenue.....	3.75	4.08	4.42	4.28	4.38	4.44	4.56	4.62
Net current earnings before income taxes.....	1.32	1.48	1.62	1.46	1.34	1.29	1.29	1.21
Net income.....	.77	.64	.84	.80	.73	.73	.71	.70
Sources and disposition of income:								
<i>Percentage of total operating revenue:</i>								
Interest and dividends on:								
U.S. Govt. securities.....	17.8	17.3	15.8	16.7	16.6	15.4	14.1	12.2
Other securities.....	5.8	5.5	5.2	5.6	6.2	6.9	7.3	7.8
Revenue on loans.....	60.7	62.2	64.2	63.7	63.4	64.5	65.5	67.2
Service charges on deposit accounts.....	5.4	5.2	5.2	5.3	5.2	5.1	4.9	4.7
All other revenue.....	10.3	9.8	9.6	8.7	8.6	8.1	8.2	8.1
Total revenue.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages.....	27.8	26.2	25.6	25.6	24.6	23.8	22.9	21.9
Officer and employee benefits.....				3.6	3.6	3.5	3.4	3.2
Interest on time deposits.....	15.8	15.8	16.1	18.7	23.2	25.6	27.3	30.4
Net occupancy expense.....				4.6	4.5	4.5	4.4	4.3
Other current expenses.....	21.2	21.6	21.6	13.4	13.4	13.6	13.8	13.9
Total expenses.....	64.8	63.6	63.3	65.9	69.3	71.0	71.8	73.7
Net current earnings before income taxes.....	35.2	36.4	36.7	34.1	30.7	29.0	28.2	26.3
Net losses including transfers (or recoveries and profits +).....	+1.3	11.2	3.9	2.0	3.0	2.9	4.6	4.7
Taxes on net income.....	16.1	9.6	13.9	13.5	11.0	9.7	8.1	6.4
Net income after taxes.....	20.4	15.6	18.9	18.6	16.7	16.4	15.5	15.2
Rates of return (per cent) on securities and loans:								
<i>Return on securities:</i>								
Interest on U.S. Govt. securities.....	2.45	2.79	3.10	3.05	3.22	3.38	3.63	3.69
Interest and dividends on other securities.....	2.62	2.70	2.92	2.91	2.95	2.94	3.01	3.11
Net losses (or recoveries and profits +) ¹	+1.79	1.19	+1.12	+1.52	+1.21	+1.11	.08	.02
<i>Return on loans:</i>								
Revenue on loans.....	5.35	5.65	5.93	5.84	5.93	5.87	5.88	5.85
Net losses (or recoveries +) ¹.....	.06	.04	.18	.16	.12	.16	.14	.16
Distribution of assets:								
<i>Percentage of total assets:</i>								
U.S. Govt. securities.....	27.2	25.3	22.6	23.4	22.6	20.3	17.7	15.3
Other securities.....	8.3	8.3	7.9	8.2	9.2	10.4	11.2	11.6
Loans.....	42.5	44.9	47.8	46.7	46.8	48.8	50.8	53.0
Cash assets.....	20.0	19.4	19.3	19.1	18.8	17.9	17.6	17.3
Other assets.....	2.0	2.1	2.4	2.6	2.6	2.6	2.7	2.8
Other ratios (per cent):								
<i>Total capital accounts to:</i>								
Total assets.....	7.9	8.0	8.3	8.3	8.2	8.1	8.1	8.0
Total assets less U.S. Govt. securities and cash assets.....	15.0	14.5	14.3	14.5	14.0	13.0	12.5	11.9
Total deposits.....	8.9	9.0	9.5	9.4	9.3	9.2	9.2	9.1
Time to total deposits.....	30.0	30.7	31.3	33.2	35.7	38.6	40.8	42.8
Interest on time deposits to time deposits.....	2.20	2.36	2.58	2.73	3.23	3.34	3.47	3.73
Number of banks.....	6,312	6,233	6,174	6,113	6,047	6,108	6,225	6,221

¹ Net losses is the excess of (1) actual losses charged against net income plus losses charged against valuation reserves over (2) actual recoveries and profits credited to net income plus recoveries credited to valuation reserves; net recoveries and profits is the reverse. Transfers to and from

valuation reserves are excluded for 1948 and thereafter. Before 1948, they were included with losses and recoveries respectively, and are estimated to have been relatively small.

² Ratio of less than .005.

3. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, BY CLASS OF BANK, 1945, 1955, AND 1965

(Income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Item	Reserve city			Country	Reserve city			Country
	New York City	City of Chicago	Other		New York City	City of Chicago	Other	
	1945				1955			
Revenue	432,224	105,017	782,646	782,290	866,548	208,703	2,094,761	2,172,578
Interest and dividends on securities:								
U.S. Govt.	222,070	53,482	366,508	354,742	156,184	56,709	419,979	485,235
Other	24,240	9,613	47,173	58,342	50,928	15,414	112,486	116,778
Interest and discount on loans	99,427	23,588	221,537	227,224	475,573	103,266	1,196,560	1,246,443
Other charges on loans	6,183	1,903	6,069	2,231	8,250	1,399	35,214	16,499
Service charges on deposits	7,521	947	31,403	47,628	20,377	2,169	112,599	138,879
Other charges, fees, etc.	7,696	742	24,773	30,622	20,523	2,091	39,958	47,183
Trust department	40,700	9,512	41,880	20,042	88,016	22,033	103,132	53,811
Other current revenue	24,387	5,230	43,303	41,459	46,697	5,623	74,833	67,750
Expenses	216,387	55,697	478,741	516,808	471,505	110,987	1,274,185	1,408,449
Salaries—officers	32,142	7,819	66,294	101,982	59,719	15,577	169,376	267,063
Salaries and wages—others	84,681	17,002	151,146	118,545	192,971	40,333	435,128	391,234
Officer and employee benefits								
Directors' fees, etc.	1,109	137	2,150	7,361	1,729	296	4,818	20,345
Interest on time deposits	5,638	7,288	71,529	98,419	42,524	16,520	230,031	254,048
Interest on borrowed money	978	3	767	538	6,581	1,952	9,955	3,455
Net occupancy expense								
Furniture and equipment								
Other current expenses	91,839	23,448	186,855	189,963	167,982	36,309	424,877	472,304
Net current earnings before income taxes	215,837	49,320	303,905	265,482	395,042	97,716	820,576	764,129
Recoveries, transfers from reserves, and profits	129,016	25,821	149,592	149,356	47,582	12,380	90,516	62,031
On securities:								
Profits on securities	67,875	9,711	75,292	85,957	6,921	5,480	25,349	12,918
Recoveries					1,101	4,123	7,463	5,630
Transfers from reserves	47,600	6,041	36,707	22,873	9,755	1,278	19,462	7,052
On loans:								
Recoveries	7,941	4,129	20,416	23,432	5,501	410	3,779	11,050
Transfers from reserves					17,084	257	18,992	11,396
All other	5,600	5,940	17,177	17,094	7,221	831	15,471	13,985
Losses, charge-offs, and transfers to reserves	39,909	20,420	94,650	74,877	123,597	26,625	240,186	223,551
On securities:								
Sold					41,423	12,180	70,180	71,710
Charge-offs prior to sale	15,289	17,034	48,377	37,085				
Transfers to reserves					5,209	2,645	45,604	9,628
On loans:								
Losses and charge-offs	6,635	1,475	23,153	15,278	3,202	18	1,119	13,504
Transfers to reserves					66,285	7,411	94,666	97,270
All other	17,985	1,911	23,120	22,514	7,478	4,371	28,617	31,439
Net income before related taxes	304,944	54,721	358,847	339,961	319,027	83,470	670,906	602,609
Taxes on net income	90,687	15,539	90,454	73,382	132,510	34,112	278,177	245,971
Federal	79,484	15,533	85,479	69,785	118,110	34,112	266,305	236,834
State	11,203	6	4,975	3,597	14,400		11,872	9,138
Net income	214,257	39,182	268,393	266,579	186,518	49,358	392,729	356,637
Cash dividends declared	73,069	13,196	88,459	71,210	123,909	20,887	201,840	154,305
On preferred stock ¹	427		3,296	4,539	53	68	239	1,370
On common stock	72,642	13,196	85,163	66,671	123,856	20,819	201,601	152,935
Memoranda items:								
Recoveries credited to reserves: ²								
On securities					1,648		603	468
On loans					3,867	1,154	14,159	14,410
Losses charged to reserves: ³								
On securities					8,051	1,096	48,244	8,111
On loans					16,669	857	25,815	32,327
Assets, deposits, and capital accounts:								
Loans	6,304	1,195	7,209	5,107	13,219	2,845	25,872	22,715
U.S. Govt. securities	17,203	4,024	26,855	23,712	7,746	2,764	20,071	22,871
Other securities	1,152	360	1,869	2,185	2,370	684	5,169	5,652
Cash assets ⁴	5,335	1,379	10,398	9,588	7,308	1,893	14,697	12,149
Other assets	298	37	487	434	724	52	1,030	814
Total assets	30,292	6,995	46,818	41,026	31,368	8,238	66,839	64,201
Time deposits	1,123	659	8,655	11,050	3,431	1,312	16,113	19,126
Total deposits	27,742	6,594	44,150	38,497	27,242	7,464	60,847	58,911
Total capital accounts ⁴	2,026	362	2,435	2,420	2,744	611	4,483	4,661
Number of officers	2,873	645	9,805	26,580	4,080	1,005	16,540	36,998
Number of employees	39,465	7,909	82,248	77,838	50,842	10,882	136,857	143,600
Number of banks	37	12	359	6,476	18	13	292	6,220

For notes see p. 8.

3. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, BY CLASS OF BANK, 1945, 1955, AND 1965—Continued

(income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Reserve city			Country	Item
New York City	City of Chicago	Other		
1965				
2,295,580	576,159	5,239,591	5,730,452	Revenue
180,019	60,137	549,243	897,045	Interest and dividends on securities:
204,142	52,385	374,306	448,037	U.S. Govt.
1,544,001	379,063	3,529,868	3,674,388	Other
18,674	2,934	86,198	59,970	Interest and discount on loans
46,689	4,077	260,533	341,934	Other charges on loans
32,807	7,016	89,000	95,087	Service charges on deposits
195,121	52,299	266,420	154,067	Other charges, fees, etc.
74,127	18,248	84,023	59,924	Trust department
				Other current revenue
1,607,259	400,818	3,871,058	4,327,185	Expenses
112,608	29,411	358,316	547,031	Salaries—officers
328,008	70,140	780,265	798,165	Salaries and wages—others
92,408	19,770	162,947	173,193	Officer and employee benefits
1,907	532	7,010	39,161	Directors' fees, etc.
712,673	191,590	1,632,455	1,677,426	Interest on time deposits
63,457	17,387	80,172	22,679	Interest on borrowed money
107,019	17,381	218,517	255,257	Net occupancy expense
33,550	11,272	131,068	157,774	Furniture and equipment
155,629	43,335	500,308	656,499	Other current expenses
688,321	175,341	1,368,533	1,403,267	Net current earnings before income taxes
33,838	29,474	136,916	129,679	Recoveries, transfers from reserves, and profits
7,270	6,568	22,176	31,442	On securities:
129	94	3,091	1,819	Profits on securities
16,668	11,675	36,464	26,147	Recoveries
				Transfers from reserves
788		725	9,011	On loans:
6,154	4,429	41,931	20,591	Recoveries
2,829	6,708	32,529	40,669	Transfers from reserves
				All other
216,500	39,730	361,176	365,071	Losses, charge-offs, and transfers to reserves
5,171	3,802	29,081	32,014	On securities:
5		483	4,362	Sold
1,086	7,008	28,300	17,782	Charge-offs prior to sale
				Transfers to reserves
74		176	19,052	On loans:
201,022	23,449	260,330	239,196	Losses and charge-offs
9,142	5,471	42,806	52,665	Transfers to reserves
				All other
505,659	165,085	1,144,273	1,167,875	Net income before related taxes
130,701	51,311	357,760	340,193	Taxes on net income
103,709	51,311	316,427	317,263	Federal
26,992		41,333	22,930	State
374,958	113,774	786,513	827,682	Net income
240,354	44,503	425,774	346,886	Cash dividends declared
19,192	199	24,193	8,664	On preferred stock ¹
221,162	44,304	401,581	338,222	On common stock
63	2,248	346	1,046	Memoranda items:
10,990	2,268	33,969	53,049	Recoveries credited to reserves: ²
				On securities
				On loans
1,471	2,340	10,978	6,549	Losses charged to reserves: ³
51,851	11,183	122,300	160,866	On securities
				On loans
30,467	7,563	61,250	59,494	Assets, deposits, and capital accounts:
5,429	1,778	14,903	23,591	Loans
6,268	1,610	11,810	14,970	U.S. Govt. securities
11,960	2,368	20,873	16,715	Other securities
2,720	386	2,986	2,384	Cash assets ⁴
				Other assets
56,845	13,704	111,822	117,154	Total assets
16,849	4,805	42,827	48,482	Time deposits
47,261	11,993	99,199	105,208	Total deposits
4,893	1,095	8,756	9,306	Total capital accounts ⁴
6,818	1,587	29,800	53,214	Number of officers
60,192	13,697	175,158	210,835	Number of employees
12	11	171	6,027	Number of banks

For notes see p. 8.

4. MEMBER BANK INCOME RATIOS, BY CLASS OF BANK, 1945, 1955, AND 1965

(Computed from aggregate dollar amounts)

Item	Reserve city			Country	Reserve city			Country
	New York City	City of Chicago	Other		New York City	City of Chicago	Other	
	1945				1955			
Summary ratios:								
<i>Percentage of total capital accounts:</i>								
Net current earnings before income taxes.....	10.7	13.6	12.5	11.0	14.4	16.0	18.3	16.4
Net income before related taxes.....	15.1	15.1	14.7	14.0	11.6	13.7	15.0	12.9
Net income.....	10.6	10.8	11.0	11.0	6.8	8.1	8.8	7.7
Cash dividends declared.....	3.6	3.6	3.6	2.9	4.5	3.4	4.5	3.3
<i>Percentage of total assets:</i>								
Total operating revenue.....	1.43	1.50	1.67	1.91	2.76	2.53	3.13	3.38
Net current earnings before income taxes.....	.71	.71	.65	.65	1.26	1.19	1.23	1.19
Net income.....	.71	.56	.57	.65	.59	.60	.59	.56
Sources and disposition of income:								
<i>Percentage of total operating revenue:</i>								
<i>Interest and dividends on:</i>								
U.S. Govt. securities.....	51.4	50.9	46.9	45.3	18.0	27.2	20.0	22.3
Other securities.....	5.6	9.2	6.0	7.5	5.9	7.4	5.4	5.4
Revenue on loans.....	24.4	24.3	29.1	29.3	55.8	50.1	58.8	58.1
Service charges on deposit accounts.....	1.7	.9	4.0	6.1	2.4	1.0	5.4	6.4
All other revenue.....	16.9	14.7	14.0	11.8	17.9	14.3	10.4	7.8
Total revenue.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages.....	27.0	23.6	27.8	28.2	29.2	26.8	28.8	30.3
Officer and employee benefits.....								
Interest on time deposits.....	1.3	6.9	9.1	12.6	4.9	7.9	11.0	11.7
Net occupancy expense.....								
Other current expenses.....	21.8	22.5	24.3	25.2	20.3	18.5	21.0	22.8
Total expenses.....	50.1	53.0	61.2	66.0	54.4	53.2	60.8	64.8
Net current earnings before income taxes.....	49.9	47.0	38.8	34.0	45.6	46.8	39.2	35.2
Net losses including transfers (or recoveries and profits +).....	+20.7	+5.1	+7.0	+9.5	8.8	6.8	7.2	7.5
Taxes on net income.....	21.0	14.8	11.5	9.4	15.3	16.4	13.3	11.3
Net income after taxes.....	49.6	37.3	34.3	34.1	21.5	23.6	18.7	16.4
Rates of return (per cent) on securities and loans:								
<i>Return on securities:</i>								
Interest on U.S. Govt. securities.....	1.29	1.33	1.36	1.50	2.02	2.05	2.09	2.12
Interest and dividends on other securities.....	2.10	2.67	2.52	2.67	2.15	2.25	2.18	2.07
Net losses (or recoveries and profits +) ¹	+55	.03	+22	+28	.39	.11	.34	.21
<i>Return on loans:</i>								
Revenue on loans.....	1.68	2.13	3.16	4.49	3.66	3.68	4.76	5.56
Net losses (or recoveries +) ¹	+02	+22	.04	.16	.08	+02	.03	.09
Distribution of assets:								
<i>Percentage of total assets:</i>								
U.S. Govt. securities.....	56.8	57.5	57.4	57.8	24.7	33.6	30.0	35.6
Other securities.....	3.8	5.1	4.0	5.3	7.6	8.3	7.7	8.8
Loans.....	20.8	17.1	15.4	12.4	42.1	34.5	38.7	35.4
Cash assets.....	17.6	19.7	22.2	23.4	23.3	23.0	22.0	18.9
Other assets.....	1.0	.6	1.0	1.1	2.3	.6	1.6	1.3
Other ratios (per cent):								
<i>Total capital accounts to:</i>								
Total assets.....	6.7	5.2	5.2	5.9	8.7	7.4	6.7	7.3
Total assets less U.S. Govt. securities and cash assets.....	26.1	22.7	25.5	31.3	16.8	17.1	14.0	16.0
Total deposits.....	7.3	5.5	5.5	6.3	10.1	8.2	7.4	7.9
Time to total deposits.....	4.0	10.0	19.6	28.7	12.6	17.6	26.5	32.5
Interest on time deposits to time deposits.....	.50	1.11	.83	.89	1.24	1.26	1.43	1.33
Number of banks.....	37	12	359	6,476	18	13	292	6,220

4. MEMBER BANK INCOME RATIOS, BY CLASS OF BANK, 1945, 1955, AND 1965 — Continued

(Computed from aggregate dollar amounts)

Reserve city			Country	Item
New York City	City of Chicago	Other		
1965				
14.1	16.0	15.6	15.1	Summary ratios:
10.3	15.1	13.1	12.5	Percentage of total capital accounts:
7.7	10.4	9.0	8.9	Net current earnings before income taxes
4.9	4.1	4.9	3.7	Net income before related taxes
				Net income
				Cash dividends declared
4.04	4.20	4.69	4.89	Percentage of total assets:
1.21	1.28	1.22	1.20	Total operating revenue
.66	.83	.70	.71	Net current earnings before income taxes
				Net income
				Sources and disposition of income:
				Percentage of total operating revenue:
				Interest and dividends on:
7.8	10.4	10.5	15.6	U.S. Govt. securities
8.9	9.1	7.1	7.8	Other securities
68.1	66.3	69.0	65.2	Revenue on loans
2.0	.7	5.0	6.0	Service charges on deposit accounts
13.2	13.5	8.4	5.4	All other revenue
100.0	100.0	100.0	100.0	Total revenue
19.2	17.3	21.7	23.5	Salaries and wages
4.0	3.4	3.1	3.0	Officer and employee benefits
31.0	33.3	31.2	29.3	Interest on time deposits
4.7	3.0	4.2	4.4	Net occupancy expense
11.1	12.6	13.7	15.3	Other current expenses
70.0	69.6	73.9	75.5	Total expenses
30.0	30.4	26.1	24.5	Net current earnings before income taxes
8.0	1.8	4.3	4.1	Net losses including transfers (or recoveries and profits +)
5.7	8.9	6.8	5.9	Taxes on net income
16.3	19.7	15.0	14.5	Net income after taxes
				Rates of return (per cent) on securities and loans:
3.32	3.38	3.69	3.80	Return on securities:
3.26	3.25	3.17	2.99	Interest on U.S. Govt. securities
+ .01	+ .08	.06	.02	Interest and dividends on other securities
				Net losses (or recoveries and profits +) ¹
5.13	5.05	5.90	6.28	Return on loans:
.13	.12	.14	.20	Revenue on loans
				Net losses (or recoveries +) ¹
				Distribution of assets:
9.6	13.0	13.3	20.1	Percentage of total assets:
11.0	11.7	10.5	12.8	U.S. Govt. securities
53.6	55.2	54.8	50.8	Other securities
21.0	17.3	18.7	14.3	Loans
4.8	2.8	2.7	2.0	Cash assets
				Other assets
				Other ratios (per cent):
8.6	8.0	7.8	7.9	Total capital accounts to:
12.4	11.5	11.5	12.1	Total assets
10.4	9.1	8.8	8.8	Total assets less U.S. Govt. securities and cash assets
				Total deposits
35.7	40.1	43.2	46.1	Time to total deposits
4.23	3.99	3.81	3.46	Interest on time deposits to time deposits
12	11	171	6,027	Number of banks

For note see p. 11.

5. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, BY FEDERAL RESERVE DISTRICT, 1965

A. ALL BANKS

(Income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Item	Federal Reserve district											
	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
Revenue	620,004	3,396,081	669,023	1,040,164	684,431	814,557	2,037,954	435,417	359,729	583,306	701,424	2,499,692
Interest and dividends on securities:												
U.S. Govt.....	56,342	312,086	82,459	155,056	93,646	119,668	320,535	69,606	56,209	89,405	95,293	236,139
Other.....	38,279	306,261	48,217	102,595	41,583	57,434	172,067	36,699	27,012	37,809	53,209	157,705
Interest and discount on loans.....	401,034	2,277,952	443,056	654,418	451,551	519,319	1,299,601	284,890	226,182	381,236	477,218	1,710,863
Other charges on loans.....	5,231	31,512	5,025	8,977	11,117	11,750	16,087	2,516	3,506	4,506	7,073	60,476
Service charges on deposits.....	36,007	109,682	25,188	41,859	39,622	52,507	72,150	16,855	19,726	33,925	29,808	175,904
Other charges, fees, etc.....	15,571	45,333	9,122	12,287	14,972	16,737	29,935	6,362	12,561	9,361	11,047	40,622
Trust department.....	56,388	228,563	46,127	53,318	25,724	27,295	94,531	13,829	10,959	19,248	18,639	73,286
Other current revenue.....	11,152	84,692	9,829	11,654	6,216	9,847	33,048	4,660	3,574	7,816	9,137	44,697
Expenses	429,984	2,469,277	477,854	760,407	484,350	599,436	1,532,975	310,307	265,687	420,251	509,130	1,946,662
Salaries—officers.....	52,188	197,129	49,925	68,825	61,037	72,185	143,586	38,892	35,708	65,079	66,046	196,766
Salaries and wages—others.....	105,043	492,989	97,310	138,450	104,175	122,292	269,512	57,405	44,144	78,489	82,541	384,228
Officer and employee benefits.....	24,481	129,882	23,371	28,032	20,120	25,903	62,437	12,666	11,459	15,892	17,987	76,088
Directors' fees, etc.....	2,681	6,933	4,866	3,835	3,798	4,006	7,016	3,113	2,119	3,800	4,045	2,398
Interest on time deposits.....	121,296	1,075,972	175,601	336,516	165,073	202,997	701,734	114,205	103,869	142,275	189,294	885,312
Interest on borrowed money.....	8,010	70,769	7,992	8,373	4,929	6,563	26,844	5,482	4,138	5,435	12,446	22,714
Net occupancy expense.....	29,874	161,285	30,127	35,420	28,817	34,668	76,994	17,339	14,458	25,983	31,683	111,526
Furniture and equipment.....	18,163	60,904	17,737	23,253	18,717	26,596	46,288	11,505	9,794	18,633	17,148	64,926
Other current expenses.....	68,248	273,414	70,925	117,703	77,684	104,226	198,564	49,700	39,998	64,665	87,940	202,704
Net current earnings before income taxes	190,020	926,804	191,169	279,757	200,081	215,121	504,979	125,110	94,042	163,055	192,294	553,030
Recoveries, transfers from reserves, and profits	21,753	66,317	12,191	27,374	11,976	11,346	67,294	18,093	8,218	12,021	9,569	63,755
On securities:												
Profits on securities.....	1,927	12,085	3,585	3,126	4,313	4,071	13,759	5,537	744	4,127	2,832	11,350
Recoveries.....	233	285	71	78	40	110	407	57	295	361	78	3,118
Transfers from reserves.....	4,799	24,210	4,225	7,118	1,072	1,138	20,578	2,601	1,009	1,112	527	22,565
On loans:												
Recoveries.....	319	1,269	481	570	489	515	555	563	1,171	1,705	2,153	734
Transfers from reserves.....	4,952	13,509	1,643	12,625	3,304	1,114	8,098	6,717	2,436	542	1,219	16,946
All other.....	9,523	14,959	2,186	3,857	2,758	4,398	23,897	2,618	2,563	4,174	2,760	9,042
Losses, charge-offs, and transfers to reserves	46,534	284,850	36,438	67,315	42,473	57,572	139,454	36,882	22,379	39,256	50,802	158,522
On securities:												
Sold.....	6,831	10,710	4,531	6,216	4,006	3,209	15,528	4,456	1,777	2,015	3,163	7,626
Charge-offs prior to sale.....	141	265	201	265	249	357	614	725	346	1,010	420	257
Transfers to reserves.....	1,964	7,953	2,243	4,200	898	1,576	17,490	1,693	585	871	3,530	11,173
On loans:												
Losses and charge-offs.....	359	1,172	634	1,068	1,080	2,437	1,068	1,227	826	4,330	3,541	1,560
Transfers to reserves.....	27,226	244,765	22,479	50,777	30,197	42,773	84,960	23,356	17,307	26,882	35,077	118,198
All other.....	10,013	19,985	6,350	4,789	6,043	7,220	19,794	5,425	1,538	4,148	5,071	19,708
Net income before related taxes	165,239	708,271	166,922	239,816	169,584	168,895	432,819	106,321	79,881	135,820	151,061	458,263
Taxes on net income	58,130	175,126	52,914	60,505	61,491	54,634	119,187	31,302	27,292	45,737	45,061	147,686
Federal.....	47,682	141,847	52,477	60,505	60,084	53,417	116,944	30,667	22,650	42,093	45,900	114,444
State.....	10,448	33,279	437	.....	1,407	1,217	2,243	635	4,642	3,644	61	33,242
Net income	107,109	533,145	114,008	179,311	108,093	114,261	313,632	75,019	52,589	90,083	105,100	310,577
Cash dividends declared	53,508	315,048	59,245	79,166	50,348	48,135	123,999	32,273	24,506	40,971	56,080	174,238
On preferred stock ¹	353	23,017	428	1,086	1,642	1,942	3,324	1,418	167	1,231	2,029	15,611
On common stock.....	53,155	292,031	58,817	78,080	48,706	46,193	120,675	30,855	24,339	39,740	54,051	158,627
Memoranda items:												
Recoveries credited to reserves: ²												
On securities.....	14	474	9	134	255	42	2,331	74	6	18	116	230
On loans.....	4,257	20,233	3,440	6,482	3,010	7,536	15,656	2,458	2,446	7,361	11,230	16,167
Losses charged to reserves: ³												
On securities.....	1,117	5,531	1,019	5,215	273	86	3,004	454	25	466	1,824	2,324
On loans.....	13,663	79,496	12,269	16,680	12,002	26,470	43,400	8,348	8,818	22,099	30,756	72,199
Assets, deposits, and capital accounts:												
Loans.....	6,779	42,637	7,634	11,724	7,535	8,445	23,205	4,964	3,740	6,308	8,130	27,674
U.S. Govt. securities.....	1,599	8,954	2,265	4,101	2,469	3,202	8,640	1,870	1,461	2,309	2,529	6,302
Other securities.....	1,314	9,732	1,623	3,302	1,385	1,815	5,537	1,217	872	1,249	1,778	4,833
Cash assets ⁴	2,112	14,644	2,300	3,463	2,487	3,462	7,119	2,010	1,222	2,559	3,494	7,044
Other assets.....	305	3,168	304	413	303	424	946	175	163	255	477	1,542
Total assets	12,108	79,136	14,125	23,003	14,179	17,349	45,448	10,237	7,458	12,679	16,408	47,395
Time deposits.....	3,274	26,991	5,466	9,890	4,738	5,526	19,171	3,252	3,034	3,836	5,184	22,599
Total deposits.....	10,393	67,201	12,479	20,409	12,598	15,554	40,815	9,160	6,707	11,342	14,627	42,376
Total capital accounts ⁴	1,086	6,550	1,211	1,999	1,169	1,395	3,305	854	569	1,122	1,346	3,445
Number of officers	4,387	14,201	4,768	5,845	5,756	6,664	11,329	3,887	3,530	6,132	6,193	18,727
Number of employees	25,125	101,531	23,892	32,441	28,037	32,214	63,516	15,595	11,751	20,072	21,245	84,463
Number of banks	252	409	408	504	409	520	1,006	483	495	835	675	225

For notes see p. 8.

**5. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS,
BY FEDERAL RESERVE DISTRICT, 1965 — Continued**

B. RESERVE CITY BANKS

(Income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Item	Federal Reserve district											
	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
Revenue	212,167	118,821	283,469	606,564	350,304	319,587	462,595	198,574	106,754	210,177	313,257	2,057,322
Interest and dividends on securities:												
U.S. Govt.....	15,710	11,194	23,655	70,200	44,457	38,932	61,824	21,315	10,648	24,463	38,813	188,032
Other.....	9,414	10,441	14,878	67,881	20,487	20,757	39,151	16,604	6,539	13,433	22,342	132,379
Interest and discount on loans.....	133,979	83,948	192,058	384,611	227,911	212,025	305,284	138,558	71,080	144,451	220,957	1,415,006
Other charges on loans.....	2,709	2,238	2,134	6,207	6,183	6,109	4,105	1,278	1,035	1,696	4,484	48,020
Service charges on deposits.....	5,069	5,260	10,745	20,372	21,473	15,945	17,605	6,759	3,232	6,657	4,690	142,726
Other charges, fees, etc.....	9,720	1,395	4,941	7,447	7,742	7,321	7,861	2,315	4,901	2,158	4,827	28,372
Trust department.....	29,416	3,042	29,183	41,854	18,368	14,919	20,768	9,353	8,300	13,526	13,212	64,479
Other current revenue.....	6,150	1,303	5,875	7,992	3,683	3,579	5,997	2,392	1,019	3,793	3,932	38,308
Expenses	134,720	94,737	197,149	437,329	243,728	229,305	358,814	137,380	74,086	147,873	217,586	1,598,351
Salaries—officers.....	14,904	8,089	18,542	32,302	27,848	23,573	23,672	12,778	7,065	15,816	18,988	154,739
Salaries and wages—others.....	36,377	16,581	47,434	82,363	56,286	48,456	72,728	28,236	15,908	31,086	31,282	313,528
Officer and employee benefits.....	7,593	3,613	12,105	16,381	10,685	11,045	14,852	6,228	3,643	6,010	8,201	62,591
Directors' fees, etc.....	228	380	537	693	1,053	703	577	451	253	402	431	1,302
Interest on time deposits.....	35,019	46,566	59,673	201,364	79,743	77,099	161,520	48,857	25,257	52,766	92,940	751,660
Interest on borrowed money.....	6,207	809	6,731	7,316	4,105	3,959	6,847	4,930	3,411	3,787	11,399	20,671
Net occupancy expense.....	8,707	5,412	14,277	19,728	16,072	13,108	19,893	7,483	4,354	9,409	10,667	89,407
Furniture and equipment.....	5,285	2,261	7,918	12,723	9,513	9,620	10,785	5,535	3,219	7,597	6,512	50,100
Other current expenses.....	20,400	11,026	29,932	64,459	38,423	41,751	47,940	22,882	10,976	21,000	37,166	154,353
Net current earnings before income taxes	77,447	24,084	86,320	169,235	106,576	90,282	103,781	61,194	32,668	62,304	95,671	458,971
Recoveries, transfers from reserves, and profits	5,328	3,505	5,517	19,347	5,506	4,696	21,225	12,984	2,881	5,130	2,262	48,535
On securities:												
Profits.....	277	244	348	1,152	1,798	1,709	1,186	3,530	42	2,377	729	8,784
Recoveries.....	2,340	1,072	4,136	4,498	301	889	5,609	2,250	312	262	121	14,674
On loans:												
Recoveries.....	29	1	26	3	24	111	41	73	42	22	22	353
Transfers from reserves.....	661	1,918	68	11,310	2,135	2	698	5,967	2,174	431	431	16,567
All other.....	2,021	270	939	2,378	1,248	1,959	13,689	1,231	280	2,449	955	5,110
Losses, charge-offs, and transfers to reserves	20,457	7,066	13,624	45,955	22,173	21,535	43,450	20,546	7,256	13,864	19,068	126,182
On securities:												
Sold.....	3,836	543	1,913	3,609	2,239	1,327	3,816	3,039	777	521	1,093	6,368
Charge-offs prior to sale.....				3	13		7	231		26	13	190
Transfers to reserves.....	918	1,126	1,322	3,471	728	180	8,901	919	9	462	2,380	7,884
On loans:												
Losses and charge-offs.....						48			43			85
Transfers to reserves.....	10,876	5,031	8,340	36,524	15,144	17,262	23,585	14,442	6,247	12,308	14,176	96,395
All other.....	4,827	366	2,049	2,348	4,049	2,718	7,141	1,915	180	547	1,406	15,260
Net income before related taxes	62,318	20,523	78,213	142,627	89,909	73,443	81,556	53,632	28,293	53,570	78,865	381,324
Taxes on net income	26,072	4,622	27,047	31,337	34,028	23,919	16,614	15,809	10,319	18,983	26,286	122,724
Federal.....	21,643	3,733	27,047	31,337	33,079	23,497	15,644	15,547	8,310	17,555	26,286	92,749
State.....	4,429	889			949	422	970	262	2,009	1,428		29,975
Net income	36,246	15,901	51,166	111,290	55,881	49,524	64,942	37,823	17,974	34,587	52,579	258,600
Cash dividends declared	22,423	10,209	29,018	51,968	29,041	22,752	32,077	18,773	9,328	18,999	32,939	148,247
On preferred stock ¹	295	459		773	1,536	1,711	2,285	1,252	91	1,100	1,758	12,933
On common stock.....	22,128	9,750	29,018	51,195	27,505	21,041	29,792	17,521	9,237	17,899	31,181	135,314
Memoranda items:												
Recoveries credited to reserves: ²												
On securities.....		27		106	62		56	65			30	
On loans.....	1,269	2,234	1,078	2,566	1,074	1,872	4,133	655	896	2,175	3,838	12,179
Losses charged to reserves: ³												
On securities.....	850	1,161		4,863	53	3	50	19		218	1,567	2,194
On loans.....	4,422	4,058	4,846	8,489	5,255	6,540	9,019	2,687	1,497	8,209	11,124	56,154
Assets, deposits, and capital accounts:												
Loans.....	2,414	1,294	3,417	7,189	3,986	3,600	5,509	2,609	1,298	2,660	4,159	23,115
U.S. Govt. securities.....	481	283	613	1,911	1,164	1,080	1,711	584	288	649	1,097	5,043
Other securities.....	329	333	485	2,167	674	633	1,235	537	209	419	720	4,069
Cash assets ⁴	879	309	1,295	2,241	1,459	1,691	2,066	1,177	591	1,256	1,911	5,997
Other assets.....	134	63	154	265	167	175	204	89	52	127	274	1,281
Total assets	4,237	2,283	5,964	13,774	7,450	7,179	10,725	4,996	2,439	5,111	8,160	39,504
Time deposits.....	866	1,172	1,660	5,671	2,209	1,979	4,264	1,299	699	1,370	2,517	19,119
Total deposits.....	3,560	2,037	5,234	12,125	6,619	6,386	9,654	4,403	2,153	4,534	7,149	35,345
Total capital accounts ⁵	413	160	492	1,243	584	595	745	430	191	464	678	2,761
Number of officers.....	976	671	1,342	2,172	2,256	1,858	1,581	1,030	530	1,204	1,400	14,780
Number of employees.....	7,555	4,430	10,643	17,201	14,311	11,901	16,388	7,205	3,732	7,052	7,219	67,521
Number of banks.....	5	3	6	16	17	26	15	15	8	22	17	21

NOTE.—Figures do not include reserve city banks in the cities of New York and Chicago.
For other notes, see p. 8.

5. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, BY FEDERAL RESERVE DISTRICT, 1965—Continued

C. COUNTRY BANKS

(Income and expense items in thousands of dollars; asset and liability items in millions of dollars)

Item	Federal Reserve district											
	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Francisco
Revenue	407,837	981,680	385,554	433,600	334,127	494,970	999,200	236,843	252,975	373,129	388,167	442,370
Interest and dividends on securities:												
U.S. Govt.....	40,632	120,873	58,804	84,856	49,189	80,736	198,574	48,291	45,561	64,942	56,480	48,107
Other.....	28,865	91,678	33,339	34,714	21,096	36,677	80,531	20,095	20,473	24,376	30,867	25,326
Interest and discount on loans.....	267,055	650,003	250,998	269,807	223,640	307,294	615,254	146,332	155,102	236,785	256,261	295,857
Other charges on loans.....	2,522	10,600	2,891	2,770	4,934	5,641	9,048	1,238	2,471	2,810	2,589	12,456
Service charges on deposits.....	30,938	57,733	14,443	21,487	18,149	36,562	50,468	10,096	16,494	27,268	25,118	33,178
Other charges, fees, etc.....	5,851	11,131	4,181	4,840	7,230	9,416	15,058	4,047	7,660	7,203	6,220	12,250
Trust department.....	26,972	30,400	16,944	11,464	7,356	12,376	21,464	4,476	2,659	5,722	5,427	8,807
Other current revenue.....	5,002	9,262	3,954	3,662	2,533	6,268	8,803	2,268	2,555	4,023	5,205	6,389
Expenses	295,264	767,281	280,705	323,078	240,622	370,131	773,343	172,927	191,601	272,378	291,544	348,311
Salaries—officers.....	37,284	76,432	31,383	36,523	33,189	48,612	90,503	26,114	28,643	49,263	47,058	42,027
Salaries and wages—others.....	68,666	148,400	49,876	56,087	47,889	73,836	126,644	29,169	28,236	47,403	51,259	70,700
Officer and employee benefits.....	16,888	33,861	11,266	11,651	9,435	14,858	27,815	6,438	7,816	9,882	9,786	13,497
Directors' fees, etc.....	2,453	4,646	4,329	3,142	2,745	3,303	5,907	2,662	1,866	3,398	3,614	1,096
Interest on time deposits.....	86,277	316,733	115,928	135,152	85,330	125,907	348,624	65,348	78,612	89,509	96,354	133,652
Interest on borrowed money.....	1,803	6,503	1,261	1,057	824	2,604	2,610	552	727	1,648	1,047	2,043
Net occupancy expense.....	21,167	48,854	15,850	15,692	12,745	21,560	39,720	9,856	10,104	16,574	21,016	22,119
Furniture and equipment.....	12,878	25,093	9,819	10,530	9,204	16,976	24,231	5,970	6,575	11,036	10,636	14,826
Other current expenses.....	47,848	106,759	40,993	53,244	39,261	62,475	107,289	26,818	29,022	43,665	50,774	48,351
Net current earnings before income taxes	112,573	214,399	104,849	110,522	93,505	124,839	225,857	63,916	61,374	100,751	96,623	94,059
Recoveries, transfers from reserves, and profits	16,425	28,974	6,674	8,027	6,470	6,650	16,595	5,109	5,337	6,891	7,307	15,220
On securities:												
Profits on securities.....	1,650	4,571	3,237	1,974	2,515	2,362	6,005	2,007	702	1,750	2,103	2,566
Recoveries.....	233	156	71	72	40	84	311	51	295	361	74	71
Transfers from reserves.....	2,459	6,470	89	2,620	771	249	3,294	351	697	850	406	7,891
On loans:												
Recoveries.....	290	480	455	567	465	404	514	563	1,098	1,663	2,131	381
Transfers from reserves.....	4,291	5,437	1,575	1,315	1,169	1,112	2,971	750	262	542	788	379
All other.....	7,502	11,860	1,247	1,479	1,510	2,439	3,500	1,387	2,283	1,725	1,805	3,932
Losses, charge-offs, and transfers to reserves	26,077	61,284	22,814	21,360	20,300	36,037	56,274	16,336	15,123	25,392	31,734	32,340
On securities:												
Sold.....	2,995	4,996	2,618	2,607	1,767	1,882	7,910	1,417	1,000	1,494	2,070	1,258
Charge-offs prior to sale.....	141	260	201	262	236	357	607	494	346	984	407	67
Transfers to reserves.....	1,046	5,741	921	729	170	1,396	1,581	774	576	409	1,150	3,289
On loans:												
Losses and charge-offs.....	359	1,098	634	1,068	1,080	2,389	1,068	1,227	783	4,330	3,541	1,475
Transfers to reserves.....	16,350	38,712	14,139	14,253	15,053	25,511	37,926	8,914	11,060	14,574	20,901	21,803
All other.....	5,186	10,477	4,301	2,441	1,994	4,502	7,182	3,510	1,358	3,601	3,665	4,448
Net income before related taxes	102,921	182,089	88,709	97,189	79,675	95,452	186,178	52,689	51,588	82,250	72,196	76,939
Taxes on net income	32,058	39,803	25,867	29,168	27,463	30,715	51,262	15,493	16,973	26,754	19,675	24,962
Federal.....	26,039	34,405	25,430	29,168	27,005	29,920	49,989	15,120	14,340	24,538	19,614	21,695
State.....	6,019	5,398	437	458	795	1,273	373	2,633	2,216	2,216	61	3,267
Net income	70,863	142,286	62,842	68,021	52,212	64,737	134,916	37,196	34,615	55,496	52,521	51,977
Cash dividends declared	31,085	64,485	30,227	27,198	21,307	25,383	47,419	13,500	15,178	21,972	23,141	25,991
On preferred stock ¹	58	3,366	428	313	106	231	840	166	76	131	271	2,678
On common stock.....	31,027	61,119	29,799	26,885	21,201	25,152	46,579	13,334	15,102	21,841	22,870	23,313
Memoranda items:												
Recoveries credited to reserves: ²												
On securities.....	14	384	9	28	193	42	27	9	6	18	86	230
On loans.....	2,988	7,009	2,362	3,916	1,936	5,664	9,255	1,803	1,550	5,186	7,392	3,988
Losses charged to reserves: ³												
On securities.....	267	2,899	1,019	352	220	83	614	435	25	248	257	130
On loans.....	9,241	23,587	7,423	8,191	6,747	19,930	23,198	5,661	7,321	13,890	19,632	16,045
Assets, deposits, and capital accounts:												
Loans.....	4,365	10,876	4,217	4,535	3,548	4,846	10,134	2,354	2,442	3,647	3,972	4,558
U.S. Govt. securities.....	1,118	3,241	1,651	2,190	1,305	2,123	5,152	1,286	1,172	1,660	1,432	1,260
Other securities.....	985	3,131	1,138	1,135	711	1,182	2,692	680	663	830	1,058	764
Cash assets ⁴	1,233	2,375	1,005	1,222	1,029	1,771	2,685	834	630	1,303	1,583	1,047
Other assets.....	170	385	150	148	136	249	356	86	111	127	204	261
Total assets	7,872	20,008	8,162	9,229	6,728	10,170	21,018	5,241	5,019	7,568	8,248	7,891
Time deposits.....	2,408	8,970	3,806	4,219	2,529	3,548	10,102	1,953	2,334	2,466	2,667	3,479
Total deposits.....	6,833	17,903	7,245	8,284	5,979	9,168	19,168	4,757	4,553	6,808	7,478	7,031
Total capital accounts ⁵	674	1,497	719	756	585	800	1,465	424	378	658	667	683
Number of officers.....	3,411	6,712	3,426	3,673	3,500	4,806	8,161	2,857	3,000	4,928	4,793	3,947
Number of employees.....	17,570	36,909	13,249	15,240	13,726	20,313	33,431	8,390	8,019	13,020	14,026	16,942
Number of banks.....	247	394	402	488	392	494	980	468	487	813	658	204

For notes see p. 8.

6. MEMBER BANK INCOME RATIOS, BY FEDERAL RESERVE DISTRICT, 1965

A. ALL BANKS

(Computed from aggregate dollar amounts)

Item	Federal Reserve district											
	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
Summary ratios:												
<i>Percentage of total capital accounts:</i>												
Net current earnings before income taxes	17.5	14.1	15.8	14.0	17.1	15.4	15.3	14.6	16.5	14.5	14.3	16.1
Net income before related taxes	15.2	10.8	13.8	12.0	14.5	12.1	13.1	12.4	14.0	12.1	11.2	13.3
Net income	9.9	8.1	9.4	9.0	9.2	8.2	9.5	8.8	9.2	8.0	7.8	9.0
Cash dividends declared	4.9	4.8	4.9	4.0	4.3	3.5	3.8	3.8	4.3	3.7	4.2	5.1
<i>Percentage of total assets:</i>												
Total operating revenue	5.12	4.29	4.74	4.52	4.83	4.70	4.48	4.25	4.82	4.60	4.27	5.27
Net current earnings before income taxes	1.57	1.17	1.35	1.22	1.41	1.24	1.11	1.22	1.26	1.29	1.17	1.17
Net income	.88	.67	.81	.78	.76	.66	.69	.73	.71	.71	.64	.66
Sources and disposition of income:												
<i>Percentage of total operating revenue:</i>												
Interest and dividends on:												
U.S. Govt. securities	9.1	9.2	12.3	14.9	13.7	14.7	15.7	16.0	15.6	15.3	13.6	9.4
Other securities	6.2	9.0	7.2	9.9	6.1	7.1	8.5	8.4	7.5	6.5	7.6	6.3
Revenue on loans	65.5	68.0	67.0	63.8	67.6	65.2	64.6	66.0	63.9	66.1	69.0	70.9
Service charges on deposit accounts	5.8	3.2	3.8	4.0	5.8	6.4	3.5	3.9	5.5	5.8	4.3	7.0
All other revenue	13.4	10.6	9.7	7.4	6.8	6.6	7.7	5.7	7.5	6.3	5.5	6.4
Total revenue	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages	25.4	20.3	22.0	19.9	24.1	23.9	20.3	22.1	22.2	24.6	21.2	23.2
Officer and employee benefits	3.9	3.8	3.5	2.7	2.9	3.2	3.0	2.9	3.2	2.7	2.6	3.1
Interest on time deposits	19.6	31.7	26.2	32.4	24.1	24.9	34.4	26.2	28.9	24.4	27.0	35.4
Net occupancy expense	4.8	4.8	4.5	3.4	4.2	4.3	3.8	4.0	4.0	4.4	4.5	4.5
Other current expenses	15.7	12.1	15.2	14.7	15.4	17.3	13.7	16.0	15.6	15.9	17.3	11.7
Total expenses	69.4	72.7	71.4	73.1	70.7	73.6	75.2	71.2	73.9	72.0	72.6	77.9
Net current earnings before income taxes	30.6	27.3	28.6	26.9	29.3	26.4	24.8	28.8	26.1	28.0	27.4	22.1
Net losses including transfers (or recoveries and profits +)	4.0	6.4	3.6	3.8	4.5	5.7	3.5	4.3	3.9	4.7	5.9	3.8
Taxes on net income	9.3	5.2	7.9	5.8	9.0	6.7	5.9	7.2	7.6	7.9	6.5	5.9
Net income after taxes	17.3	15.7	17.1	17.3	15.8	14.0	15.4	17.3	14.6	15.4	15.0	12.4
Rates of return (per cent) on securities and loans:												
<i>Return on securities:</i>												
Interest on U.S. Govt. securities	3.52	3.49	3.64	3.78	3.79	3.74	3.71	3.72	3.85	3.87	3.77	3.75
Interest and dividends on other securities	2.91	3.15	2.97	3.11	3.00	3.16	3.11	3.02	3.10	3.03	2.99	3.26
Net losses (or recoveries and profits +) ¹	.20	.02	.05	.11	+(2)	+.01	.02	+(2)	.05	+.03	.06	+.04
<i>Return on loans:</i>												
Revenue on loans	5.99	5.42	5.87	5.66	6.14	6.29	5.67	5.79	6.14	6.12	5.96	6.40
Net losses (or recoveries +) ¹	.14	.14	.12	.09	.13	.25	.12	.13	.16	.28	.26	.21
Distribution of assets:												
<i>Percentage of total assets:</i>												
U.S. Govt. securities	13.2	11.3	16.0	17.8	17.4	18.5	19.0	18.3	19.6	18.2	15.4	13.3
Other securities	10.9	12.3	11.5	14.4	9.8	10.5	12.2	11.9	11.7	9.8	10.8	10.2
Loans	56.0	53.9	54.0	51.0	53.2	48.7	51.0	48.5	50.1	49.8	49.6	58.4
Cash assets	17.4	18.5	16.3	15.0	17.5	19.9	15.7	19.6	16.4	20.2	21.3	14.9
Other assets	2.5	4.0	2.2	1.8	2.1	2.4	2.1	1.7	2.2	2.0	2.9	3.2
Other ratios (per cent):												
<i>Total capital accounts to:</i>												
Total assets	9.0	8.3	8.6	8.7	8.2	8.0	7.3	8.3	7.6	8.8	8.2	7.3
Total assets less U.S. Govt. securities and cash assets	12.9	11.8	12.7	12.9	12.7	13.1	11.1	13.4	11.9	14.4	13.0	10.1
Total deposits	10.4	9.7	9.7	9.8	9.3	9.0	8.1	9.3	8.5	9.9	9.2	8.1
Time to total deposits	31.5	40.2	43.8	48.5	37.6	35.5	47.0	35.5	45.2	33.8	35.4	53.3
Interest on time deposits to time deposits	3.70	3.99	3.21	3.40	3.48	3.67	3.66	3.51	3.42	3.71	3.65	3.92
Number of banks	252	409	408	504	409	520	1,006	483	495	835	675	225

¹ Net losses is the excess of (1) actual losses charged against net income plus losses charged against valuation reserves over (2) actual recoveries and profits credited to net income plus recoveries credited to valuation

reserves; net recoveries and profits is the reverse. Transfers to and from valuation reserves are excluded.

² Ratio of less than .005.

6. MEMBER BANK INCOME RATIOS, BY FEDERAL RESERVE DISTRICT, 1965 — Continued

B. RESERVE CITY BANKS

(Computed from aggregate dollar amounts)

Item	Federal Reserve district											
	Boston	New York	Phila- del- phia	Cleve- land	Rich- mond	At- lanta	Chi- cago	St. Louis	Min- neap- olis	Kan- sas City	Dallas	San Fran- cisco
Summary ratios:												
<i>Percentage of total capital accounts:</i>												
Net current earnings before income taxes.	18.8	15.1	17.5	13.6	18.2	15.2	13.9	14.2	17.1	13.4	14.1	16.6
Net income before related taxes	15.1	12.8	15.9	11.5	15.4	12.3	10.9	12.5	14.8	11.5	11.6	13.8
Net income.	8.8	9.9	10.4	9.0	9.6	8.3	8.7	8.8	9.4	7.5	7.8	9.4
Cash dividends declared.	5.4	6.4	5.9	4.2	5.0	3.8	4.3	4.4	4.9	4.1	4.9	5.4
<i>Percentage of total assets:</i>												
Total operating revenue.	5.01	5.20	4.75	4.40	4.70	4.45	4.31	3.97	4.38	4.11	3.84	5.21
Net current earnings before income taxes.	1.83	1.05	1.45	1.23	1.43	1.26	.97	1.22	1.34	1.22	1.17	1.16
Net income.	.86	.70	.86	.81	.75	.69	.61	.76	.74	.68	.64	.65
Sources and disposition of income:												
<i>Percentage of total operating revenue:</i>												
Interest and dividends on:												
U.S. Govt. securities.	7.4	9.4	8.3	11.6	12.7	12.2	13.4	10.7	10.0	11.6	12.4	9.2
Other securities.	4.4	8.8	5.3	11.2	5.9	6.5	8.4	8.4	6.1	6.4	7.1	6.4
Revenue on loans.	64.4	72.6	68.5	64.4	66.8	68.2	66.9	70.4	67.6	69.5	72.0	71.1
Service charges on deposit accounts.	2.4	4.4	3.8	3.4	6.1	5.0	3.8	3.4	3.0	3.2	1.5	6.9
All other revenue.	21.4	4.8	14.1	9.4	8.5	8.1	7.5	7.1	13.3	9.3	7.0	6.4
Total revenue.	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages.	24.2	20.8	23.3	18.9	24.0	22.5	20.9	20.7	21.5	22.3	16.1	22.8
Officer and employee benefits.	3.6	3.0	4.3	2.7	3.0	3.5	3.2	3.1	3.4	2.9	2.6	3.0
Interest on time deposits.	16.5	39.2	21.0	33.2	22.8	24.1	34.9	24.6	23.7	25.1	29.7	36.5
Net occupancy expense.	4.1	4.5	5.0	3.3	4.6	4.1	4.3	3.8	4.1	4.5	3.4	4.4
Other current expenses.	15.1	12.2	15.9	14.0	15.2	17.5	14.3	17.0	16.7	15.6	17.7	11.0
Total expenses.	63.5	79.7	69.5	72.1	69.6	71.7	77.6	69.2	69.4	70.4	69.5	77.7
Net current earnings before income taxes.	36.5	20.3	30.5	27.9	30.4	28.3	22.4	30.8	30.6	29.6	30.5	22.3
Net losses including transfers (or recoveries and profits +).	7.1	3.0	2.9	4.4	4.7	5.3	4.8	3.8	4.1	4.1	5.3	3.8
Taxes on net income.	12.3	3.9	9.5	5.2	9.7	7.5	3.6	8.0	9.7	9.0	8.4	6.0
Net income after taxes.	17.1	13.4	18.1	18.3	16.0	15.5	14.0	19.0	16.8	16.5	16.8	12.5
Rates of return (per cent) on securities and loans:												
<i>Return on securities:</i>												
Interest on U.S. Govt. securities.	3.27	3.96	3.86	3.67	3.82	3.60	3.61	3.65	3.70	3.77	3.54	3.73
Interest and dividends on other securities.	2.86	3.14	3.07	3.13	3.04	3.28	3.17	3.09	3.13	3.21	3.10	3.25
Net losses (or recoveries and profits +) ¹ .	.54	.23	.14	.18	.02	+.02	.09	+.03	.15	+.15	.11	+.03
<i>Return on loans:</i>												
Revenue on loans.	5.66	6.66	5.68	5.44	5.87	6.06	5.62	5.36	5.56	5.49	5.42	6.33
Net losses (or recoveries +) ¹ .	.13	.14	.11	.08	.10	.13	.09	.08	.04	.23	.17	.19
Distribution of assets:												
<i>Percentage of total assets:</i>												
U.S. Govt. securities.	11.3	12.4	10.3	13.9	15.6	15.0	15.9	11.7	11.8	12.7	13.4	12.8
Other securities.	7.8	14.6	8.1	15.7	9.1	8.8	11.5	10.7	8.6	8.2	8.8	10.3
Loans.	57.0	56.7	57.3	52.2	53.5	50.2	51.4	52.2	53.2	52.0	51.0	58.5
Cash assets.	20.7	13.5	21.7	16.3	19.6	23.6	19.3	23.6	24.2	24.6	23.4	15.2
Other assets.	3.2	2.8	2.6	1.9	2.2	2.4	1.9	1.8	2.2	2.5	3.4	3.2
Other ratios (per cent):												
<i>Total capital accounts to:</i>												
Total assets.	9.7	7.0	8.2	9.0	7.8	8.3	6.9	8.6	7.8	9.1	8.3	7.0
Total assets less U.S. Govt. securities and cash assets.	14.4	9.5	12.1	12.9	12.1	13.5	10.7	13.3	12.2	14.5	13.2	9.7
Total deposits.	11.6	7.9	9.4	10.3	8.8	9.3	7.7	9.8	8.9	10.2	9.5	7.8
Time to total deposits.	24.3	57.5	31.7	46.8	33.4	31.0	44.2	29.5	32.5	30.2	35.2	54.1
Interest on time deposits to time deposits.	4.04	3.97	3.59	3.55	3.61	3.90	3.79	3.76	3.61	3.85	3.69	3.93
Number of banks.	5	3	6	16	17	26	15	15	8	22	17	21

For other notes, see p. 19.

NOTE.—Figures do not include reserve city banks in the cities of New York and Chicago.

6. MEMBER BANK INCOME RATIOS, BY FEDERAL RESERVE DISTRICT, 1965 — Continued

C. COUNTRY BANKS

(Computed from aggregate dollar amounts)

Item	Federal Reserve district											
	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
Summary ratios:												
<i>Percentage of total capital accounts:</i>												
Net current earnings before income taxes.	16.7	14.3	14.6	14.6	16.0	15.6	15.4	15.1	16.2	15.3	14.5	13.8
Net income before related taxes.	15.3	12.2	12.3	12.9	13.6	11.9	12.7	12.4	13.6	12.5	10.8	11.3
Net income.	10.5	9.5	8.7	9.0	8.9	8.1	9.2	8.8	9.2	8.4	7.9	7.6
Cash dividends declared.	4.6	4.3	4.2	3.6	3.6	3.2	3.2	3.2	4.0	3.3	3.5	3.8
<i>Percentage of total assets:</i>												
Total operating revenue.	5.18	4.91	4.72	4.70	4.97	4.87	4.75	4.52	5.04	4.93	4.71	5.61
Net current earnings before income taxes.	1.43	1.07	1.28	1.20	1.39	1.23	1.07	1.22	1.22	1.33	1.17	1.19
Net income.	.90	.71	.77	.74	.78	.64	.64	.71	.69	.73	.64	.66
Sources and disposition of income:												
<i>Percentage of total operating revenue:</i>												
Interest and dividends on:												
U.S. Govt. securities.	9.9	12.3	15.3	19.6	14.7	16.3	19.9	20.4	18.0	17.4	14.6	10.9
Other securities.	7.1	9.3	8.6	8.0	6.3	7.4	8.1	8.5	8.1	6.5	7.9	5.7
Revenue on loans.	66.1	67.3	65.9	62.9	68.4	63.2	62.5	62.3	62.3	64.2	66.7	69.7
Service charges on deposit accounts.	7.6	5.9	3.7	4.9	5.5	7.4	5.0	4.3	6.5	7.3	6.5	7.5
All other revenue.	9.3	5.2	6.5	4.6	5.1	5.7	4.5	4.5	5.1	4.6	4.3	6.2
Total revenue.	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages.	26.0	22.9	21.1	21.3	24.3	24.7	21.7	23.3	22.5	25.9	25.4	25.5
Officer and employee benefits.	4.1	3.4	2.9	2.7	2.8	3.0	2.8	2.7	3.1	2.7	2.5	3.0
Interest on time deposits.	21.2	32.3	30.1	31.2	25.5	25.4	34.9	27.6	31.0	24.0	24.8	30.2
Net occupancy expense.	5.2	5.0	4.1	3.6	3.8	4.4	4.0	4.2	4.0	4.4	5.4	5.0
Other current expenses.	15.9	14.6	14.6	15.7	15.6	17.3	14.0	15.2	15.1	16.0	17.0	15.0
Total expenses.	72.4	78.2	72.8	74.5	72.0	74.8	77.4	73.0	75.7	73.0	75.1	78.7
Net current earnings before income taxes.	27.6	21.8	27.2	25.5	28.0	25.2	22.6	27.0	24.3	27.0	24.9	21.3
Net losses including transfers (or recoveries and profits +).	2.4	3.3	4.2	3.1	4.2	5.9	4.0	4.7	3.9	4.9	6.3	3.9
Taxes on net income.	7.8	4.0	6.7	6.7	8.2	6.2	5.1	6.6	6.7	7.2	5.1	5.7
Net income after taxes.	17.4	14.5	16.3	15.7	15.6	13.1	13.5	15.7	13.7	14.9	13.5	11.7
Rates of return (per cent) on securities and loans:												
<i>Return on securities:</i>												
Interest on U.S. Govt. securities.	3.63	3.73	3.56	3.87	3.77	3.80	3.85	3.76	3.89	3.91	3.94	3.82
Interest and dividends on other securities.	2.93	2.93	2.93	3.06	2.97	3.10	2.99	2.96	3.09	2.94	2.92	3.31
Net losses (or recoveries and profits +)¹.	.07	.05	.02	.03	+.03	+.01	.04	.01	.02	.02	.02	+.07
<i>Return on loans:</i>												
Revenue on loans.	6.18	6.07	6.02	6.01	6.44	6.46	6.16	6.27	6.45	6.57	6.52	6.76
Net losses (or recoveries +)¹.	.14	.16	.12	.11	.15	.34	.14	.19	.22	.31	.34	.29
Distribution of assets:												
<i>Percentage of total assets:</i>												
U.S. Govt. securities.	14.2	16.2	20.2	23.7	19.4	20.9	24.5	24.5	23.4	21.9	17.4	16.0
Other securities.	12.5	15.6	14.0	12.3	10.6	11.6	12.8	13.0	13.2	11.0	12.8	9.7
Loans.	55.4	54.4	51.7	49.1	52.7	47.7	48.2	44.9	48.7	48.2	48.1	57.7
Cash assets.	15.7	11.9	12.3	13.3	15.3	17.4	12.8	15.9	12.5	17.2	19.2	13.3
Other assets.	2.2	1.9	1.8	1.6	2.0	2.4	1.7	1.7	2.2	1.7	2.5	3.3
Other ratios (per cent):												
<i>Total capital accounts to:</i>												
Total assets.	8.6	7.5	8.8	8.2	8.7	7.9	7.0	8.1	7.5	8.7	8.1	8.7
Total assets less U.S. Govt. securities and cash assets.	12.2	10.4	13.1	13.0	13.3	12.7	11.1	13.6	11.8	14.3	12.7	12.2
Total deposits.	9.9	8.4	9.9	9.1	9.8	8.7	7.6	8.9	8.3	9.7	8.9	9.7
Time to total deposits.	35.2	50.1	52.5	50.9	42.3	38.7	52.7	41.1	51.3	36.2	35.7	49.5
Interest on time deposits to time deposits.	3.58	3.53	3.05	3.20	3.37	3.55	3.45	3.35	3.37	3.63	3.61	3.84
Number of banks.	247	394	402	488	392	494	980	468	487	813	658	204

For notes, see p. 19.

7. MEMBER BANK INCOME, EXPENSES, AND DIVIDENDS, BY SIZE OF BANK, 1965

(Amounts in thousands of dollars)

Item	Total	Size group—total deposits (in thousands of dollars)							
		Less than 2,000	2,000– 5,000	5,000– 10,000	10,000– 25,000	25,000– 50,000	50,000– 100,000	100,000– 500,000	500,000 or more
Revenue	13,817,774	33,046	291,753	555,715	1,123,271	861,958	908,025	2,704,833	7,339,173
Interest and dividends on securities:									
U.S. Govt.....	1,682,843	7,553	61,609	107,600	197,608	142,364	142,477	345,538	678,094
Other.....	1,078,177	1,415	17,339	40,634	87,707	68,463	71,452	204,978	586,189
Interest and discount on loans.....	9,119,348	20,885	184,406	352,778	711,620	542,030	574,873	1,773,734	4,959,022
Other charges on loans.....	167,657	152	1,786	3,998	10,855	9,613	10,150	32,824	98,279
Service charges on deposits.....	652,716	1,903	17,111	33,789	72,759	53,613	54,644	139,346	279,551
Other charges, fees, etc.....	223,650	797	6,350	9,779	18,230	15,699	15,887	41,281	115,627
Trust department.....	657,123	.....	442	1,837	13,444	20,512	27,638	135,978	457,272
Other current revenue.....	236,260	341	2,710	5,300	11,048	9,664	10,904	31,154	165,139
Expenses	10,185,358	25,768	226,972	421,542	852,661	655,069	690,571	1,991,953	5,320,822
Salaries—officers.....	1,043,650	7,523	47,075	69,597	115,554	80,845	79,319	204,551	439,186
Salaries and wages—others.....	1,972,305	3,266	33,073	66,392	146,993	122,128	129,386	410,741	1,060,326
Officer and employee benefits.....	447,270	683	6,564	13,657	30,931	25,228	28,315	88,249	253,643
Directors' fees, etc.....	48,513	669	4,911	7,255	10,515	5,564	4,265	8,026	7,308
Interest on time deposits.....	4,210,058	6,460	76,112	160,233	335,024	255,402	271,367	758,420	2,347,040
Interest on borrowed money.....	183,645	40	343	702	2,019	2,449	4,910	25,359	147,823
Net occupancy expense.....	596,627	1,704	13,187	23,985	48,974	38,988	41,679	118,016	310,094
Furniture and equipment.....	332,947	850	7,747	13,905	28,935	22,630	26,660	81,064	151,156
Other current expenses.....	1,350,343	4,573	37,960	65,816	133,716	101,835	104,670	297,527	604,246
Net current earnings before income taxes ..	3,632,416	7,278	64,781	134,173	270,610	206,889	217,454	712,880	2,018,351
Recoveries, transfers from reserves, and profits	329,728	775	5,375	9,783	19,555	13,924	15,401	79,201	185,714
On securities:									
Profits.....	67,418	64	1,159	3,090	5,861	4,189	5,365	17,560	30,130
Recoveries.....	5,129	12	101	456	537	241	131	313	3,338
Transfers from reserves.....	90,947	2	85	535	2,133	1,745	1,271	21,670	63,506
On loans:									
Recoveries.....	10,502	572	2,546	2,550	2,096	788	284	299	1,367
Transfers from reserves.....	73,097	39	520	1,046	3,056	2,514	2,463	15,229	48,230
All other.....	82,635	86	964	2,106	5,872	4,447	5,887	24,130	39,143
Losses, charge-offs, and transfers to reserves	980,749	2,305	20,328	36,629	70,675	53,097	54,991	171,771	570,953
On securities:									
Sold.....	69,802	77	1,014	2,698	7,417	4,917	5,526	16,283	31,870
Charge-offs prior to sale.....	4,828	14	449	1,226	1,200	982	255	166	536
Transfers to reserves.....	54,164	5	110	575	2,148	1,442	3,145	12,852	33,887
On loans:									
Losses and charge-offs.....	19,269	1,085	7,167	5,381	3,506	1,425	139	375	191
Transfers to reserves.....	723,461	927	9,087	22,071	46,647	37,509	39,288	120,483	447,449
All other.....	109,225	197	2,501	4,678	9,757	6,822	6,638	21,612	57,020
Net income before related taxes	2,981,395	5,748	49,828	107,327	219,490	167,716	177,864	620,310	1,633,112
Taxes on net income	877,654	1,349	12,797	29,688	64,451	50,640	55,659	188,489	474,581
Federal.....	786,709	1,245	11,736	27,702	60,936	48,029	52,877	176,815	407,369
State.....	90,945	104	1,061	1,986	3,515	2,611	2,782	11,674	67,212
Net income	2,103,741	4,399	37,031	77,639	155,039	117,076	122,205	431,821	1,158,531
Cash dividends declared	1,055,273	1,797	14,544	28,459	59,243	47,286	53,257	199,746	650,941
On preferred stock ¹	52,194	.....	28	64	354	600	1,056	6,804	43,288
On common stock.....	1,003,079	1,797	14,516	28,395	58,889	46,686	52,201	192,942	607,653
Memoranda items:									
Recoveries credited to reserves: ²									
On securities.....	3,704	.....	22	31	179	118	175	514	2,665
On loans.....	100,196	269	2,997	6,808	11,976	8,725	8,224	19,025	42,172
Losses charged to reserves: ³									
On securities.....	21,335	.....	20	187	1,008	720	1,896	4,019	13,485
On loans.....	345,791	728	7,610	17,270	33,600	26,862	27,776	64,896	167,049
Assets, deposits, and capital accounts:									
Loans.....	169,528,379	323,353	2,972,812	5,734,825	11,796,980	9,353,567	10,202,900	32,244,415	96,899,527
U.S. Govt. securities.....	44,864,748	204,880	1,671,335	2,935,065	5,197,569	3,683,505	3,656,664	9,023,690	18,492,040
Other securities.....	36,735,381	46,968	631,398	1,482,957	3,270,490	2,530,078	2,581,223	7,182,567	19,009,700
Cash assets ⁴	52,728,044	133,618	1,018,708	1,794,519	3,367,678	2,576,275	2,925,882	10,294,846	30,616,518
Other assets.....	8,975,153	10,396	110,469	211,501	459,544	375,949	405,396	1,327,700	6,074,198
Total assets	312,831,705	719,215	6,404,722	12,158,867	24,092,261	18,519,374	19,772,065	60,073,218	171,091,983
Time deposits.....	120,843,644	221,791	2,513,749	5,157,830	10,615,906	7,978,755	8,266,866	22,514,297	63,574,450
Total deposits.....	275,067,146	625,183	5,709,906	10,986,265	21,819,847	16,740,182	17,828,088	53,726,798	147,630,877
Total capital accounts ⁴	24,834,157	87,857	637,586	1,033,836	1,882,039	1,384,160	1,473,833	4,590,888	13,743,958
Number of officers	90,959	1,235	6,008	7,861	11,518	7,473	6,635	16,698	33,531
Number of employees	458,386	1,204	10,157	19,039	40,964	34,181	33,197	99,349	220,295
Number of banks	6,134	443	1,651	1,541	1,402	487	258	263	89

For other notes see p. 8.

NOTE.—Figures for assets, deposits, and capital accounts are as of the end of the year; all other figures are for banks operating during the entire year.

8. MEMBER BANK OPERATING RATIOS BY SIZE OF BANK AND BY RATIO OF TIME TO TOTAL DEPOSITS, 1965

(Averages of individual ratios expressed as percentages)

Item	All groups	Size group—total deposits (in thousands of dollars)								Ratio of time deposits to total deposits (per cent)		
		1,000 and under	1,000– 2,000	2,000– 5,000	5,000– 10,000	10,000– 25,000	25,000– 50,000	50,000– 100,000	Over 100,000	Under 25	25–50	50 and over
Summary ratios:												
<i>Percentage of total capital accounts:</i>												
Net current earnings before income taxes.....	13.9	6.7	10.0	12.1	14.7	15.6	16.4	15.9	16.6	14.4	14.4	13.2
Net income before related taxes.....	11.3	4.8	8.0	10.0	11.9	12.6	13.1	13.3	14.1	12.5	11.6	10.6
Net income.....	8.3	3.8	6.3	7.6	8.7	8.9	9.2	9.3	9.9	8.9	8.4	8.0
Cash dividends declared.....	3.1	1.6	2.3	2.7	3.1	3.4	3.7	3.8	4.7	3.6	3.1	2.9
<i>Percentage of total assets:</i>												
Total operating revenue.....	5.06	5.68	5.27	5.09	5.02	5.06	5.00	4.89	4.80	4.67	5.12	5.10
Net current earnings before income taxes.....	1.19	.65	1.11	1.16	1.23	1.22	1.20	1.18	1.28	1.48	1.22	1.06
Net income.....	.70	.24	.67	.71	.72	.70	.68	.69	.75	.91	.70	.63
Sources and disposition of income:												
<i>Percentage of total operating revenue:</i>												
<i>Interest and dividends on:</i>												
U.S. Govt. securities.....	19.9	19.9	23.4	22.5	20.3	18.2	16.9	16.5	12.5	22.8	19.2	19.9
Other securities.....	7.1	3.1	4.7	6.4	7.7	8.1	8.2	8.3	7.6	6.8	7.0	7.4
Revenue on loans.....	63.6	65.6	63.2	62.7	63.4	63.9	63.5	63.7	67.1	59.9	63.3	64.9
Service charges on deposit accounts.....	5.7	7.1	5.4	5.4	5.7	6.2	6.3	5.7	4.8	6.5	6.4	4.7
All other revenue.....	3.7	4.3	3.3	3.0	2.9	3.6	5.1	5.8	8.0	4.0	4.1	3.1
Total revenue.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages.....	25.3	38.1	31.5	26.8	24.1	23.2	23.4	22.6	22.4	33.3	26.5	21.5
Officer and employee benefits.....	2.5	2.1	2.0	2.2	2.5	2.8	2.9	3.0	3.3	2.8	2.5	2.4
Interest on time deposits.....	27.9	14.4	20.7	26.9	29.4	30.2	29.9	30.4	28.2	8.6	24.8	37.3
Net occupancy expense.....	4.4	8.0	5.0	4.2	4.1	4.3	4.5	4.4	4.3	5.1	4.8	3.7
Other current expenses.....	16.0	23.2	18.4	16.5	15.2	15.4	15.2	15.4	15.0	18.0	16.9	14.2
Total expenses.....	76.1	85.8	77.6	76.6	75.3	75.9	75.9	75.8	73.2	67.8	75.5	79.1
Net current earnings before income taxes.....	23.9	14.2	22.4	23.4	24.7	24.1	24.1	24.2	26.8	32.2	24.5	20.9
Net losses (or recoveries and profits +) ¹	2.6	4.0	2.8	2.7	2.7	2.6	2.6	2.1	2.0	2.7	3.0	2.2
Net increase in valuation reserves.....	1.7	.6	1.4	1.4	1.9	1.9	1.9	1.8	1.9	1.3	1.7	1.7
Taxes on net income.....	5.3	2.8	3.9	4.6	5.5	5.7	5.9	6.1	7.0	8.1	5.5	4.3
Net income after taxes.....	14.3	6.8	14.3	14.7	14.6	13.9	13.7	14.2	15.9	20.1	14.3	12.7
Rates of return (per cent) on securities and loans:												
<i>Return on securities:</i>												
Interest on U.S. Government securities.....	3.93	4.36	3.98	3.97	3.94	3.92	3.84	3.79	3.68	3.94	3.96	3.89
Interest and dividends on other securities.....	3.46	4.62	4.30	3.67	3.24	3.21	3.17	3.20	3.24	3.57	3.47	3.41
Net losses (or recoveries and profits +) ¹.....	.02		.02		.03	.04	.03	.02	.04	+.01	.02	.04
<i>Return on loans:</i>												
Revenue on loans.....	6.83	8.07	7.28	6.99	6.84	6.73	6.45	6.29	6.10	6.82	6.94	6.69
Net losses ¹.....	.23	.37	.29	.25	.22	.20	.24	.17	.16	.23	.27	.18
Distribution of assets:												
<i>Percentage of total assets:</i>												
U.S. Government securities.....	24.5	25.1	28.5	27.3	24.9	22.9	21.5	20.6	15.9	25.6	23.8	25.2
Other securities.....	10.8	4.3	6.3	9.4	11.8	12.8	13.0	12.5	11.4	9.8	10.6	11.4
Loans.....	47.5	46.6	45.8	46.1	46.9	48.4	49.3	49.7	52.7	41.6	47.0	49.8
Cash assets.....	15.3	21.6	17.7	15.5	14.7	14.0	14.2	15.1	17.6	21.5	16.6	12.0
Real estate assets.....	1.6	2.2	1.6	1.5	1.6	1.7	1.6	1.5	1.5	1.4	1.8	1.4
Other ratios (per cent):												
<i>Total capital accounts to:</i>												
Total assets.....	9.4	18.3	13.4	10.3	8.6	8.0	7.5	7.5	7.8	11.1	9.6	8.6
Total assets less U.S. Government securities and cash assets.....	16.4	35.6	26.8	19.0	14.8	13.0	11.9	12.0	11.9	22.8	16.8	14.3
Total deposits.....	10.8	25.4	16.6	11.9	9.7	9.0	8.4	8.4	8.8	12.9	11.1	9.8
Time to total deposits.....	44.5	28.5	36.2	43.6	46.8	48.0	46.3	45.2	40.1	13.5	39.0	60.2
Interest on time deposits to time deposits ²	3.47	3.28	3.38	3.42	3.44	3.48	3.55	3.62	3.76	3.09	3.55	3.46
Trust department revenue to total revenue ²	2.9		.5	2.3	1.5	2.2	3.2	3.4	5.4	4.3	3.2	2.2
Number of banks ¹	6,091	104	494	1,699	1,495	1,276	449	247	327	672	3,015	2,404

For notes see p. 25.

9. MEMBER BANK OPERATING RATIOS BY RATIO OF TIME TO TOTAL DEPOSITS, BY SIZE OF BANK, 1965

(Averages of individual ratios expressed as percentages)

Item	All groups	Banks with ratios of time to total deposits of under 25 per cent				Banks with ratios of time to total deposits of 25-50 per cent				Banks with ratios of time to total deposits of 50 per cent and over			
		Size group—total deposits (in thousands of dollars)											
		2,000 and under	2,000-5,000	5,000-25,000	Over 25,000	2,000 and under	2,000-5,000	5,000-25,000	Over 25,000	2,000 and under	2,000-5,000	5,000-25,000	Over 25,000
Summary ratios:													
<i>Percentage of total capital accounts:</i>													
Net current earnings before income taxes	13.9	10.8	14.1	16.5	18.5	9.2	12.2	16.0	16.9	8.2	11.4	14.1	15.0
Net income before related taxes	11.3	9.4	12.3	13.6	16.7	6.8	9.8	12.9	13.9	6.3	9.3	11.3	12.1
Net income	8.3	7.5	9.1	9.1	10.3	5.4	7.6	9.2	9.4	4.8	7.1	8.3	9.2
Cash dividends declared	3.1	3.1	3.9	3.5	4.2	1.8	2.6	3.3	4.2	1.7	2.4	3.1	3.7
<i>Percentage of total assets:</i>													
Total operating revenue	5.06	4.79	4.57	4.74	4.54	5.59	5.22	5.06	4.85	5.47	5.12	5.05	5.08
Net current earnings before income taxes	1.19	1.34	1.51	1.53	1.57	.96	1.15	1.30	1.29	.80	1.04	1.10	1.04
Net income . . . . .	.70	.93	.96	.85	.88	.48	.69	.75	.72	.42	.64	.65	.64
Sources and disposition of income:													
<i>Percentage of total operating revenue:</i>													
Interest and dividends on:													
U.S. Government securities	19.9	25.6	24.5	21.3	15.1	21.6	21.8	19.0	14.8	22.0	22.6	19.4	16.3
Other securities	7.1	4.4	8.1	7.5	6.3	4.4	6.2	7.7	7.7	4.3	5.9	8.1	9.0
Revenue on loans	63.6	61.0	58.3	59.4	63.8	64.0	62.6	62.9	64.9	66.4	64.5	65.0	64.5
Service charges on deposit accounts	5.7	5.8	6.1	7.9	5.9	6.1	6.2	6.8	5.7	4.5	4.2	4.8	5.6
All other revenue	3.7	3.2	3.0	3.9	8.9	3.9	3.2	3.6	6.9	2.8	2.8	2.7	4.6
Total revenue	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Salaries and wages	25.3	39.3	33.5	30.6	26.0	31.6	28.3	25.5	23.6	26.0	22.5	20.8	21.1
Officer and employee benefits	2.5	2.2	2.6	3.2	3.5	2.0	2.1	2.7	3.2	1.8	2.1	2.4	2.7
Interest on time deposits	27.9	5.9	7.8	10.1	13.3	21.5	24.5	25.1	26.3	33.6	37.0	37.6	37.9
Net occupancy expense	4.4	5.4	4.7	5.5	4.7	6.1	4.8	4.6	4.5	4.3	3.4	3.6	4.3
Other current expenses	16.0	18.7	17.9	17.7	17.8	20.0	17.5	16.2	15.8	18.1	14.5	13.9	13.6
Total expenses	76.1	71.5	66.5	67.1	65.3	81.2	77.2	74.1	73.4	83.8	79.5	78.3	79
Net current earnings before income taxes	23.9	28.5	33.5	32.9	34.7	18.8	22.8	25.9	26.6	16.2	20.5	21.7	20.1
Net losses (or recoveries and profits +) ¹	2.6	2.0	3.1	3.5	1.1	3.8	2.8	3.0	2.5	2.4	2.4	2.1	2.1
Net increase in valuation reserves	1.7	1.3	.9	1.8	2.0	1.2	1.6	1.8	2.0	1.4	1.2	2.0	1.7
Taxes on net income	5.3	5.2	8.0	9.1	12.0	3.2	4.2	6.1	7.0	3.0	4.0	4.6	4.0
Net income after taxes	14.3	20.0	21.5	18.5	19.6	10.6	14.2	15.0	15.1	9.4	12.9	13.0	12.6
Rates of return (per cent) on securities and loans:													
<i>Return on securities:</i>													
Interest on U.S. Government securities	3.93	4.02	3.95	3.95	3.70	4.10	4.01	3.98	3.74	3.95	3.93	3.87	3.86
Interest and dividends on other securities	3.46	4.63	3.24	3.15	3.31	4.18	3.85	3.20	3.19	4.41	3.61	3.26	3.20
Net losses (or recoveries and profits +) ¹ . . . . .	.02	.01	. . . . .	+.03	+.03	.03	+.01	.03	.03	+.02	.02	.04	.05
<i>Return on loans:</i>													
Revenue on loans	6.83	7.17	6.85	6.82	6.01	7.65	7.18	6.92	6.27	7.18	6.81	6.65	6.41
Net losses ¹ . . . . .	.23	.16	.26	.29	.15	.43	.29	.25	.22	.22	.21	.16	.17
Distribution of assets:													
<i>Percentage of total assets:</i>													
U.S. Government securities	24.5	28.8	27.1	24.1	17.7	27.1	26.6	23.5	18.8	28.6	28.2	24.5	21.0
Other securities	10.8	5.8	11.8	11.2	8.9	6.1	9.1	12.1	11.7	5.9	8.8	12.5	14.3
Loans	47.5	41.0	39.5	42.0	48.1	46.6	45.9	44.4	50.3	51.0	48.9	49.7	51.3
Cash assets	15.3	23.1	20.2	20.8	23.2	18.0	16.5	16.1	17.0	12.9	12.6	11.7	11.6
Real estate assets	1.6	1.1	1.3	1.7	1.5	2.0	1.8	1.7	1.7	1.5	1.4	1.5	1.4
Other ratios (per cent):													
<i>Total capital accounts to:</i>													
Total assets	9.4	13.8	11.2	9.5	8.7	14.8	10.6	8.5	7.8	13.7	9.7	8.1	7.1
Total assets less U.S. Government securities and cash assets	16.4	31.4	22.6	18.3	15.2	28.2	19.5	14.4	12.3	24.5	17.1	12.9	10.5
Total deposits	10.8	16.8	12.8	10.8	9.9	19.1	12.3	9.5	8.8	17.3	11.0	9.0	7.8
Time to total deposits	44.5	10.4	12.2	15.7	18.8	38.2	39.2	39.4	38.3	59.9	60.9	60.3	58.5
Interest on time deposits to time deposits ²	3.47	2.94	2.88	3.25	3.54	3.52	3.57	3.50	3.67	3.45	3.42	3.44	3.59
Trust department revenue to total revenue ²	2.9	. . . . .	2.9	2.5	6.4	(4)	3.0	2.1	4.3	(4)	1.1	1.7	2.9
Number of banks ³	6,091	168	245	179	80	307	803	1,329	576	123	651	1,263	367

For notes see p. 25.

10. MEMBER BANK OPERATING RATIOS BY FEDERAL RESERVE DISTRICT, 1965

(Averages of individual ratios expressed as percentages)

Item	All districts	Federal Reserve district											
		Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
Summary ratios:													
Percentage of total capital accounts:													
Net current earnings before income taxes	13.9	14.6	13.0	12.7	13.4	14.9	14.7	14.3	14.7	14.9	13.7	13.5	11.7
Net income before related taxes	11.3	12.2	10.5	10.6	11.5	12.5	11.5	11.7	12.2	13.0	10.9	10.0	8.6
Net income	8.3	8.3	7.9	8.0	8.4	8.6	8.5	8.7	9.0	9.3	7.9	7.8	5.7
Cash dividends declared	3.1	3.6	3.3	3.1	3.2	3.1	2.8	3.0	3.0	3.6	3.1	3.2	2.5
Percentage of total assets:													
Total operating revenue	5.06	5.38	5.11	4.85	4.75	5.17	5.28	4.80	4.59	5.17	5.19	5.21	6.03
Net current earnings before income taxes	1.19	1.38	1.04	1.17	1.17	1.33	1.22	1.09	1.26	1.17	1.25	1.21	.93
Net income . . . . .	.70	.78	.61	.74	.74	.75	.70	.67	.78	.73	.69	.69	.35
Sources and disposition of income:													
Percentage of total operating revenue:													
Interest and dividends on:													
U.S. Government securities	19.9	14.3	16.3	18.3	21.1	18.5	18.3	24.8	24.8	21.1	19.4	16.3	16.0
Other securities	7.1	4.8	8.2	8.2	7.2	6.0	7.3	7.2	8.2	8.4	6.0	7.8	4.5
Revenue on loans	63.6	66.2	65.9	67.1	64.6	67.3	62.6	59.5	60.4	59.7	64.1	66.0	66.8
Service charges on deposit accounts	5.7	9.3	6.1	3.2	4.2	4.3	7.6	5.0	3.6	5.8	7.1	6.5	7.9
All other revenue	3.7	5.4	3.5	3.2	2.9	3.9	4.2	3.5	3.0	5.0	3.4	3.4	4.8
Total revenue	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Expenses:													
Salaries and wages	25.3	28.0	23.3	20.4	21.3	23.4	25.8	24.1	24.5	24.4	29.6	29.1	27.8
Officer and employee benefits	2.5	3.5	2.8	2.5	2.4	2.5	2.6	2.5	2.4	2.7	2.4	2.0	2.6
Interest on time deposits	27.9	19.3	34.9	34.5	32.7	28.6	25.8	31.7	25.7	31.7	21.9	20.7	29.7
Net occupancy expense	4.4	5.4	4.5	3.6	3.4	3.8	4.8	4.0	4.1	3.7	4.5	5.9	5.5
Other current expenses	16.0	18.0	14.1	14.8	15.5	15.6	17.5	14.6	15.7	14.8	16.5	18.2	18.1
Total expenses	76.1	74.2	79.6	75.8	75.3	73.9	76.5	76.9	72.4	77.3	74.9	75.9	83.7
Net current earnings before income taxes	23.9	25.8	20.4	24.2	24.7	26.1	23.5	23.1	27.6	22.7	25.1	24.1	16.3
Net losses (or recoveries and profits +) ¹	2.6	2.2	2.4	2.1	2.0	2.1	3.0	1.9	2.7	.7	3.8	4.3	4.2
Net increase in valuation reserves	1.7	1.8	1.6	1.7	1.2	2.1	2.0	1.9	1.7	1.9	1.3	1.5	1.6
Taxes on net income	5.3	7.1	4.1	5.0	5.8	6.9	4.9	5.0	6.0	5.6	5.6	4.1	4.0
Net income after taxes	14.3	14.7	12.3	15.4	15.7	15.0	13.6	14.3	17.2	14.5	14.4	14.2	6.5
Rates of return (per cent) on securities and loans:													
Return on securities:													
Interest on U.S. Government securities	3.93	3.80	3.86	3.66	3.80	3.93	4.02	3.90	3.89	3.98	3.94	4.12	4.20
Interest and dividends on other securities	3.46	3.20	3.24	3.31	3.27	3.50	3.59	3.42	3.46	3.32	3.63	3.41	4.50
Net losses (or recoveries and profits +) ¹ . . . . .	.02	.07	.06	.04	.04	.01	.01	.01	.01	.02	.01	.03	.01
Return on loans:													
Revenue on loans	6.83	6.72	6.53	6.41	6.32	6.99	7.21	6.50	6.63	6.79	7.09	7.34	7.68
Net losses ¹ . . . . .	.23	.19	.21	.15	.14	.19	.29	.14	.18	.06	.35	.42	.44
Distribution of assets:													
Percentage of total assets:													
U.S. Government securities	24.5	19.5	21.0	23.5	25.9	23.4	23.1	29.6	28.3	26.6	24.3	19.2	22.2
Other securities	10.8	8.5	13.2	12.1	10.5	9.5	11.1	10.8	11.3	12.9	9.3	11.8	7.0
Loans	47.5	53.6	52.0	51.0	49.0	50.4	46.2	44.4	42.2	45.9	47.4	46.6	53.0
Cash assets	15.3	16.3	11.9	11.9	13.2	14.7	16.8	13.8	16.7	12.9	17.5	20.2	14.9
Real estate assets	1.6	2.0	1.5	1.4	1.4	1.8	2.4	1.2	1.4	1.4	1.3	2.1	2.3
Other ratios (per cent):													
Total capital accounts to:													
Total assets	9.4	10.0	8.7	9.6	9.0	9.9	9.1	8.2	9.0	8.4	10.3	10.2	12.5
Total assets less U.S. Government securities and cash assets	16.4	17.0	13.7	15.3	15.5	16.7	15.6	15.5	17.6	14.5	18.7	17.7	20.8
Total deposits	10.8	11.7	10.1	10.8	10.1	11.5	10.4	9.2	10.1	9.3	11.9	11.8	16.5
Time to total deposits	44.5	33.4	55.1	59.5	53.8	47.1	40.6	48.6	38.1	51.9	35.2	31.2	48.1
Interest on time deposits to time deposits ²	3.47	3.41	3.59	3.13	3.18	3.48	3.66	3.40	3.34	3.44	3.48	3.63	3.88
Trust department revenue to total revenue ²	2.9	4.6	3.3	3.0	3.3	2.7	2.9	2.6	2.4	2.7	2.6	2.3	3.0
Number of banks ³	6,091	246	404	406	488	403	487	996	473	488	826	666	208

¹ Net losses is the excess of (a) actual losses charged against net income plus losses charged against valuation reserves over (b) actual recoveries and profits credited to net income plus recoveries credited to valuation reserves; net recoveries and profits is the reverse. Transfers to and from reserves are excluded.

² Banks reporting no interest paid on time deposits or trust department revenue, as the case may be, were excluded in computing this average.

³ The ratios for 130 member banks in operation at the end of 1965 were excluded from the compilations because of unavailability of data

covering the complete year's operations, certain accounting adjustments, lack of comparability, etc.

⁴ No ratios are shown for groups of less than 3 banks.

NOTE.—Figures for revenue, expenses, etc., used in the calculations were taken from the annual income and dividends reports for 1965. Balance-sheet figures used in the compilations were obtained by averaging the amounts shown in each bank's official condition reports submitted for Dec. 31, 1964, and June 30, 1965. Savings deposits are included in the time deposit figures used in these tables.

11. INSURED COMMERCIAL BANK INCOME, EXPENSES, AND DIVIDENDS, 1941-65

(Amounts in thousands of dollars)

Item	1941	1942	1943	1944	1945	1946	1947	1948	1949
Revenue	1,729,901	1,790,692	1,959,481	2,214,905	2,482,278	2,862,875	3,097,670	3,403,586	3,606,879
Interest and dividends on securities:									
U.S. Govt.....	509,175	610,298	861,412	1,090,253	1,132,977	1,218,517	1,079,535	1,008,138	1,013,515
Other.....					167,198	176,620	179,408	189,559	201,691
Interest and discount on loans.....	847,832	804,717	692,305	680,708	707,738	936,554	1,263,788	1,577,633	1,733,690
Other charges on loans.....		12,084	13,513	17,320	18,860	14,564	18,386	22,315	26,090
Service charges on deposits.....		84,309	95,332	107,375	109,789	124,696	147,761	173,791	194,013
Other charges, fees, etc.....	139,698	55,148	67,533	78,485	90,617	97,995	97,264	97,456	95,420
Trust department.....		100,652	104,710	112,486	120,317	140,340	144,734	156,678	160,430
Other current revenue.....	233,196	123,484	124,676	128,278	134,782	153,589	166,794	178,016	182,030
Expenses	1,215,766	1,222,157	1,256,025	1,356,680	1,522,778	1,762,634	1,981,787	2,163,514	2,283,727
Salaries—officers.....	211,311	219,388	225,142	240,354	266,018	309,220	344,845	381,756	410,685
Salaries and wages—others.....	302,627	333,171	356,958	386,346	424,881	521,709	602,266	662,696	700,065
Officer and employee benefits.....									
Directors' fees, etc.....	13,151	11,541	11,775	12,907	14,610	16,936	18,954	20,859	22,608
Interest on time deposits.....	190,256	174,674	163,900	186,773	233,321	268,624	298,274	316,570	328,010
Interest on borrowed money.....	374	336	502	1,112	2,448	2,364	2,656	3,432	3,582
Net occupancy expense.....									
Furniture and equipment.....									
Other current expenses.....	498,047	483,047	497,748	529,188	581,500	643,781	714,792	778,201	818,776
Net current earnings before income taxes ..	514,135	568,535	703,456	858,225	959,500	1,100,241	1,115,883	1,240,072	1,323,153
Recoveries, transfers from reserves, and profits	324,453	222,775	353,015	361,726	509,329	408,608	262,042	266,439	213,187
On securities:									
Profits.....	145,189	66,457	103,143	129,834	266,764	208,700	100,189	60,025	73,196
Recoveries.....								29,221	16,412
Transfers from reserves.....	73,589	55,947	91,891	92,778	122,364	59,515	45,360	24,161	26,672
On loans:									
Recoveries.....								39,748	23,142
Transfers from reserves.....	70,947	68,546	85,664	84,224	67,014	74,499	67,687	48,934	28,220
All other.....	34,728	31,825	72,317	54,890	53,187	65,894	48,806	64,350	45,546
Losses, charge-offs, and transfers to reserves	333,966	271,118	290,645	265,881	264,122	283,175	294,286	485,753	379,824
On securities:									
Sold.....								78,590	38,671
Charge-offs prior to sale.....	161,073	120,614	116,383	110,439	132,870	132,254	118,498	40,941	33,044
Transfers to reserves.....									
On loans:									
Losses and charge-offs.....	103,868	80,647	75,223	70,090	55,901	71,253	120,370	32,393	29,064
Transfers to reserves.....								278,666	221,167
All other.....	69,025	69,857	99,039	85,352	75,351	79,668	55,418	55,163	57,878
Net income before related taxes	504,622	520,192	765,826	954,070	1,204,707	1,225,674	1,083,639	1,020,758	1,156,514
Taxes on net income	50,000	79,541	127,865	202,821	298,795	323,328	302,242	275,422	325,148
Federal.....	50,000	79,541	114,316	187,032	277,538	301,048	283,046	258,490	304,572
State.....			13,549	15,789	21,257	22,280	19,196	16,932	20,576
Net income	454,622	440,651	637,961	751,249	905,912	902,346	781,397	745,336	831,364
Cash dividends declared	253,396	227,608	233,490	253,193	274,438	298,983	315,215	331,833	354,144
On preferred stock ¹	17,563	14,523	14,324	13,645	11,769	8,345	5,981	5,230	5,093
On common stock.....	235,833	213,085	219,166	239,548	262,669	290,638	309,234	326,603	349,052
Memoranda:									
Recoveries credited to reserves: ²									
On securities.....								7,224	2,600
On loans.....								10,844	19,645
Losses charged to reserves: ³									
On securities.....								18,031	6,104
On loans.....								46,486	72,978
Assets, deposits, and capital accounts:									
Loans.....	19,857,387	20,030,625	18,380,838	20,310,112	23,500,772	27,768,295	33,863,334	39,650,962	41,670,879
U.S. Govt. securities.....	19,160,565	29,231,826	50,315,698	67,231,161	82,417,236	81,835,381	70,229,835	64,291,298	63,080,739
Other securities.....	6,997,406	6,802,771	6,321,794	6,088,482	6,623,089	7,556,923	8,315,081	8,872,676	9,387,984
Cash assets ⁴	25,693,758	25,922,701	26,774,094	28,042,727	31,236,090	33,286,775	34,279,792	36,247,026	35,683,829
Other assets.....	1,801,014	1,678,528	1,577,765	1,496,381	1,440,251	1,449,396	1,482,219	1,664,551	1,742,647
Total assets	73,510,130	83,666,451	103,370,189	123,168,863	145,217,438	151,896,770	148,170,261	150,726,513	151,566,078
Time deposits.....	15,841,335	15,888,547	17,627,615	21,415,276	26,979,470	31,939,078	34,378,653	35,322,398	35,902,235
Total deposits.....	66,168,797	76,134,514	95,506,221	114,682,390	135,948,387	141,829,678	137,537,907	139,517,461	139,764,394
Total capital accounts ⁴	6,762,963	6,951,393	7,246,433	7,718,193	8,334,670	9,010,013	9,527,968	9,951,200	10,421,106
Number of officers	57,067	54,925	55,309	56,494	59,119	62,697	65,740	67,609	69,439
Number of employees	211,115	216,473	225,647	229,377	245,275	271,395	284,072	292,015	296,308
Number of banks	13,427	13,347	13,274	13,268	13,302	13,359	13,403	13,419	13,436

¹ Includes interest on capital notes and debentures.

² Not included in recoveries above.

³ Not included in losses above.

⁴ See note 4 on p. 8.

11. INSURED COMMERCIAL BANK INCOME, EXPENSES, AND DIVIDENDS, 1941-65 — Continued

(Amounts in thousands of dollars)

Item	1950	1951	1952	1953	1954	1955	1956	1957
Revenue	3,930,696	4,395,411	4,931,688	5,483,954	5,773,787	6,377,705	7,231,921	8,050,416
Interest and dividends on securities:								
U.S. Govt.....	1,015,456	983,662	1,099,059	1,206,965	1,272,731	1,333,690	1,342,842	1,442,379
Other.....	225,425	249,495	276,993	297,739	324,823	351,041	370,045	412,497
Interest and discount on loans.....	1,976,100	2,390,106	2,742,100	3,107,885	3,205,894	3,625,528	4,339,866	4,879,676
Other charges on loans.....	31,724	34,595	42,295	47,850	57,550	71,048	73,562	83,815
Service charges on deposits.....	212,272	230,507	244,696	271,444	311,806	339,975	385,927	440,892
Other charges, fees, etc.....	104,602	116,140	121,868	132,978	144,140	155,004	168,497	186,815
Trust department.....	180,674	192,313	204,967	217,996	246,223	281,841	322,117	354,520
Other current revenue.....	184,445	198,593	199,713	201,101	210,621	219,579	229,068	249,828
Expenses	2,444,534	2,701,313	3,028,575	3,375,552	3,638,087	3,960,173	4,457,198	5,119,182
Salaries—officers.....	446,043	486,300	530,035	582,405	622,862	666,152	720,866	773,769
Salaries and wages—others.....	755,681	864,519	965,197	1,069,890	1,139,013	1,229,756	1,372,262	1,493,778
Officer and employee benefits.....								
Directors' fees, etc.....	24,745	27,343	30,871	34,591	37,197	39,563	42,614	45,396
Interest on time deposits.....	343,040	385,344	458,059	534,493	618,341	678,237	805,857	1,141,715
Interest on borrowed money.....	4,296	9,667	20,921	24,171	8,556	23,093	45,392	49,538
Net occupancy expense.....								
Furniture and equipment.....								
Other current expenses.....	870,729	928,142	1,023,495	1,130,005	1,212,117	1,323,374	1,470,211	1,614,988
Net current earnings before income taxes	1,486,164	1,694,100	1,903,112	2,108,398	2,135,700	2,417,533	2,774,724	2,931,235
Recoveries, transfers from reserves, and profits	245,461	169,233	144,146	152,373	631,496	239,598	250,171	198,413
On securities:								
Profits on securities.....	90,469	56,563	33,806	38,865	416,520	57,085	31,151	64,368
Recoveries.....	14,718	15,292	11,191	11,454	14,912	20,586	14,090	9,295
Transfers from reserves.....	38,639	12,285	20,492	27,545	60,555	39,930	41,001	20,751
On loans:								
Recoveries.....	28,506	22,595	22,004	28,423	34,014	27,379	20,762	21,183
Transfers from reserves.....	29,971	28,453	27,330	18,292	57,965	50,899	77,606	39,757
All other.....	43,157	34,046	29,324	27,794	47,530	43,722	65,563	43,063
Losses, charge-offs, and transfers to reserves	366,932	395,687	362,444	448,323	552,606	707,155	993,534	757,432
On securities:								
Sold.....	38,721	83,756	97,512	155,969	66,670	221,232	317,381	237,480
Charge-offs prior to sale.....								
Transfers to reserves.....	54,518	31,680	29,531	54,160	126,173	67,276	101,830	84,996
On loans:								
Losses and charge-offs.....	23,030	21,215	23,637	31,774	29,269	28,159	32,018	25,636
Transfers to reserves.....	191,248	204,202	154,510	132,127	222,998	303,600	452,940	321,870
All other.....	59,414	54,836	57,253	74,291	107,497	86,886	93,369	87,453
Net income before related taxes	1,364,690	1,467,645	1,684,813	1,812,451	2,214,591	1,949,976	2,031,360	2,372,217
Taxes on net income	427,776	559,475	694,883	786,490	907,560	793,737	814,636	998,397
Federal.....	402,582	530,810	662,277	750,796	862,065	753,883	769,843	947,298
State.....	25,194	28,664	32,606	35,693	45,495	39,855	44,793	50,401
Net income	936,915	908,175	989,931	1,025,963	1,307,032	1,156,240	1,216,725	1,373,821
Cash dividends declared	391,249	418,860	441,971	473,866	516,977	566,124	616,890	678,101
On preferred stock ¹	4,333	3,876	3,675	2,979	2,912	2,581	2,389	2,234
On common stock.....	386,916	414,984	438,298	470,888	514,066	563,543	614,501	675,867
Memoranda items:								
Recoveries credited to reserves: ²								
On securities.....	3,565	2,363	4,355	2,232	3,154	3,146	3,332	2,646
On loans.....	20,385	28,477	31,508	33,612	40,384	39,794	42,717	50,824
Losses charged to reserves: ³								
On securities.....	6,324	17,725	25,598	38,480	15,841	68,140	95,505	74,529
On loans.....	56,250	64,735	64,607	89,186	89,495	88,417	123,529	117,937
Assets, deposits, and capital accounts:								
Loans.....	46,250,272	54,533,221	59,999,743	65,213,144	68,148,039	75,800,688	86,291,628	91,493,989
U.S. Govt. securities.....	63,846,830	59,711,922	61,065,059	60,868,295	64,372,065	63,808,049	58,257,149	57,238,574
Other securities.....	11,043,342	12,554,632	13,562,462	14,082,070	15,209,165	16,294,075	16,179,498	16,725,206
Cash assets ⁴	36,006,423	40,373,273	42,952,808	43,192,523	42,976,798	43,510,745	45,728,691	45,474,318
Other assets.....	1,840,027	2,034,346	2,223,391	2,329,251	2,633,547	2,918,119	3,255,814	3,858,353
Total assets	158,986,894	169,207,394	179,803,463	185,685,283	193,339,614	202,331,676	209,712,780	214,790,440
Time deposits.....	36,446,656	37,271,294	39,817,653	43,047,556	46,842,306	49,311,341	51,096,090	54,969,887
Total deposits.....	146,269,294	155,460,465	165,031,495	170,075,888	176,865,497	184,734,232	190,786,522	193,993,484
Total capital accounts ⁴	11,007,396	11,615,767	12,270,913	12,941,478	13,761,339	14,631,680	15,553,298	16,554,663
Number of officers.....	71,566	73,806	76,754	79,574	82,167	84,931	88,462	91,597
Number of employees.....	312,324	334,961	358,325	376,750	386,625	408,791	433,563	452,218
Number of banks.....	13,446	13,455	13,439	13,432	13,323	13,237	13,218	13,165

For notes see p. 26.

11. INSURED COMMERCIAL BANK INCOME, EXPENSES, AND DIVIDENDS, 1941-65 — Continued

(Amounts in thousands of dollars)

Item	1958	1959	1960	1961	1962	1963	1964	1965
Revenue	8,500,949	9,669,352	10,723,545	11,069,604	12,218,959	13,509,713	15,024,487	16,817,187
Interest and dividends on securities:								
U.S. Govt.	1,544,023	1,732,174	1,790,341	1,901,732	2,093,207	2,176,454	2,240,389	2,224,711
Other	501,978	546,253	578,783	629,134	759,030	921,060	1,085,334	1,285,287
Interest and discount on loans	5,046,782	5,856,688	6,698,655	6,891,442	7,578,200	8,516,837	9,612,079	10,999,867
Other charges on loans	94,674	111,991	108,655	117,259	139,645	155,478	173,159	204,996
Service charges on deposits	486,507	531,916	589,954	630,458	681,243	728,857	781,405	842,775
Other charges, fees, etc.	191,408	205,935	218,566	223,283	237,446	248,362	280,289	304,276
Trust department	379,395	426,016	460,251	502,871	543,916	573,252	629,694	689,628
Other current revenue	256,183	258,381	278,340	173,425	186,272	189,413	222,138	265,647
Expenses	5,612,723	6,264,207	6,932,820	7,440,492	8,589,177	9,714,980	10,897,460	12,486,120
Salaries—officers	827,142	892,657	966,643	1,028,869	1,098,146	1,183,264	1,284,140	1,392,765
Salaries and wages—others	1,573,330	1,684,159	1,831,323	1,869,961	1,975,406	2,101,111	2,234,922	2,369,259
Officer and employee benefits				377,494	419,098	457,033	490,732	525,692
Directors' fees, etc.	48,271	51,866	56,292	59,794	63,236	67,469	72,176	77,093
Interest on time deposits	1,380,575	1,580,250	1,785,086	2,106,645	2,845,283	3,464,308	4,088,061	5,070,781
Interest on borrowed money	24,161	78,350	87,385	37,997	64,325	106,517	127,277	189,519
Net occupancy expense				510,691	555,670	608,462	670,243	731,573
Furniture and equipment				224,852	267,885	311,518	362,301	411,889
Other current expenses	1,759,247	1,976,926	2,206,091	1,224,189	1,300,128	1,415,298	1,567,608	1,717,549
Net current earnings before income taxes	2,888,223	3,405,145	3,790,725	3,629,112	3,629,782	3,794,733	4,127,027	4,331,067
Recoveries, transfers from reserves, and profits	868,115	328,889	574,826	708,171	467,061	468,450	322,104	390,368
On securities:								
Profits on securities	681,554	47,277	329,322	453,730	256,987	167,445	74,723	84,619
Recoveries	9,646	27,946	12,927	9,934	6,241	4,046	6,633	7,114
Transfers from reserves	57,145	111,447	55,568	86,574	56,761	60,516	57,284	97,435
On loans:								
Recoveries	22,439	20,551	25,684	16,825	16,902	17,913	17,383	17,962
Transfers from reserves	42,158	57,607	70,211	51,817	56,610	131,235	62,313	84,001
All other	55,176	64,062	81,114	89,291	73,560	87,295	103,768	99,237
Losses, charge-offs, and transfers to reserves	783,213	1,361,515	978,422	935,461	836,665	883,637	1,017,299	1,177,540
On securities:								
Sold	93,657	745,081	219,767	44,290	58,939	49,887	88,397	85,045
Charge-offs prior to sale				21,354	12,603	12,827	11,256	9,224
Transfers to reserves	268,159	168,003	156,232	224,678	95,039	63,530	72,213	63,370
On loans:								
Losses and charge-offs	25,053	25,459	35,760	31,194	30,107	29,588	32,385	36,188
Transfers to reserves	282,227	318,965	451,667	481,200	528,710	609,059	666,040	846,877
All other	114,117	104,006	114,996	132,745	111,267	118,746	147,008	136,836
Net income before related taxes	2,973,128	2,372,519	3,387,129	3,401,822	3,260,178	3,379,546	3,431,832	3,543,895
Taxes on net income	1,271,459	884,458	1,384,397	1,406,102	1,256,382	1,226,783	1,148,203	1,029,162
Federal	1,198,890	832,797	1,300,940	1,317,292	1,159,725	1,130,629	1,050,624	927,423
State	72,570	51,661	83,457	88,810	96,657	96,154	97,579	101,739
Net income	1,701,667	1,488,061	2,002,732	1,995,720	2,003,796	2,152,763	2,283,629	2,514,733
Cash dividends declared	725,866	776,386	831,546	895,053	941,189	993,374	1,088,310	1,202,349
On preferred stock ¹	2,366	2,219	2,024	1,823	1,763	3,335	25,749	56,163
On common stock	723,500	774,167	829,522	893,230	939,426	990,039	1,062,561	1,146,186
Memoranda items:								
Recoveries credited to reserves: ²								
On securities	10,410	5,585	18,294	9,911	4,714	6,216	4,515	4,158
On loans	69,073	73,790	68,232	73,844	84,863	96,897	157,791	124,062
Losses charged to reserves: ³								
On securities	19,741	207,061	47,716	22,463	16,305	17,314	43,683	25,761
On loans	127,515	122,315	264,405	249,500	238,825	323,475	394,181	429,490
Assets, deposits, and capital accounts:								
Loans	95,666,835	103,872,351	114,275,450	117,969,985	127,789,110	145,028,233	164,816,703	187,661,591
U.S. Govt. securities	62,355,819	61,878,548	57,773,429	61,792,135	64,519,914	64,058,431	61,439,390	59,419,551
Other securities	19,237,561	20,284,525	20,092,632	21,660,321	25,761,084	31,421,875	36,360,062	41,540,772
Cash assets ⁴	46,766,041	46,881,654	49,317,003	46,613,211	49,438,670	50,997,566	54,449,343	59,013,596
Other assets	4,333,431	4,660,311	5,318,208	6,162,547	6,712,000	7,434,673	8,425,128	9,578,899
Total assets	228,359,687	237,577,389	246,776,722	254,198,199	274,220,778	298,940,778	325,490,626	357,214,409
Time deposits	62,382,540	66,829,234	69,647,547	77,658,528	89,470,056	104,507,516	119,606,438	137,554,173
Total deposits	206,196,015	213,428,979	220,099,028	225,214,703	243,319,550	264,069,489	287,988,560	315,645,533
Total capital accounts ⁴	17,723,575	18,738,160	19,965,172	21,288,987	22,703,808	24,283,900	26,391,374	28,820,861
Number of officers	95,308	98,934	103,211	107,060	112,200	117,417	123,996	130,042
Number of employees	457,023	481,666	506,596	496,040	512,739	531,820	546,771	569,276
Number of banks	13,124	13,114	13,126	13,115	13,124	13,291	13,493	13,547

For notes see p. 26.

12. INSURED COMMERCIAL BANK INCOME, EXPENSES, AND DIVIDENDS, BY SIZE OF BANK, 1965

(Amounts in thousands of dollars)

Item	All banks	Size group—total deposits (in thousands of dollars)								
		Less than 1,000	1,000– 2,000	2,000– 5,000	5,000– 10,000	10,000– 25,000	25,000– 50,000	50,000– 100,000	100,000– 500,000	500,000 or more
Revenue	16,784,582	21,072	142,465	745,699	1,109,993	1,839,236	1,233,131	1,163,841	3,146,122	7,383,023
Interest and dividends on securities:										
U.S. Govt.....	2,217,838	5,339	34,601	165,093	214,626	323,874	204,751	182,389	402,882	684,283
Other.....	1,283,430	731	6,664	43,854	80,842	142,208	94,889	90,597	235,451	588,194
Interest and discount on loans.....	10,979,742	12,540	86,954	461,084	695,545	1,156,029	775,222	739,044	2,065,974	4,987,350
Other charges on loans.....	204,583	103	655	4,527	8,406	19,429	15,321	14,873	42,163	99,106
Service charges on deposits.....	841,332	984	6,713	40,596	69,936	127,757	80,572	69,950	162,026	282,798
Other charges, fees, etc.....	303,558	900	5,581	23,430	25,625	34,485	23,333	20,273	53,211	116,720
Trust department.....	688,855	194	72	701	5,060	18,117	25,600	32,405	148,279	458,427
Other current revenue.....	265,244	281	1,225	6,414	9,953	17,337	13,443	14,310	36,136	166,145
Expenses	12,455,607	16,168	107,241	570,040	838,849	1,403,810	942,201	888,751	2,331,393	5,357,154
Salaries—officers.....	1,387,912	5,710	31,182	120,691	139,270	189,872	115,703	102,525	239,341	443,618
Salaries and wages—others.....	2,364,536	1,854	12,567	79,392	132,114	244,966	176,481	166,875	482,803	1,067,484
Officer and employee benefits.....	524,920	429	2,888	16,476	27,363	49,485	35,481	35,934	101,909	254,955
Directors' fees, etc.....	76,926	484	2,736	12,324	14,307	16,786	8,002	5,447	9,500	7,340
Interest on time deposits.....	5,062,273	3,569	32,386	201,091	317,965	545,582	364,836	348,359	886,088	2,362,397
Interest on borrowed money.....	189,438	33	140	696	1,199	2,924	2,928	5,288	28,174	148,038
Net occupancy expense.....	729,269	919	5,512	30,678	47,066	82,137	56,525	54,959	138,880	312,593
Furniture and equipment.....	410,715	415	2,992	18,186	27,857	47,757	33,169	33,755	94,060	152,524
Other current expenses.....	1,709,618	2,755	16,838	90,506	131,708	224,301	149,058	135,609	350,638	608,205
Net current earnings before income taxes	4,328,975	4,904	35,224	175,659	271,144	435,426	290,930	275,090	814,729	2,025,869
Recoveries, transfers from reserves, and profits	389,103	625	2,773	13,604	20,663	32,119	19,614	21,930	89,798	187,977
On securities:										
Profits on securities.....	84,128	36	346	3,156	6,385	10,111	5,936	6,481	20,588	31,089
Recoveries.....	7,110	35	70	390	857	1,242	543	138	497	3,338
Transfers from reserves.....	97,346	5	63	269	1,326	2,950	2,689	3,579	21,720	64,745
On loans:										
Recoveries.....	17,927	421	1,474	5,116	4,710	2,862	894	526	548	1,376
Transfers from reserves.....	83,775	41	316	2,106	3,020	5,171	3,427	3,733	17,731	48,230
All other.....	98,817	87	504	2,567	4,365	9,783	6,125	7,473	28,714	39,199
Losses, charge-offs, and transfers to reserves	1,174,251	1,365	7,719	46,726	72,778	120,131	75,913	73,288	202,252	574,079
On securities:										
Sold.....	84,855	31	242	2,568	5,091	10,928	7,611	7,162	18,528	32,694
Charge-offs prior to sale.....	9,198	20	80	1,189	2,419	1,986	1,198	1,585	185	536
Transfers to reserves.....	63,183	12	143	653	1,621	3,590	2,357	4,688	16,232	33,887
On loans:										
Losses and charge-offs.....	35,796	813	2,806	12,231	9,134	7,232	1,748	309	1,332	191
Transfers to reserves.....	845,592	330	3,334	23,512	44,787	80,440	52,993	50,829	140,118	449,249
All other.....	135,627	159	1,114	6,573	9,726	15,955	10,006	8,715	25,857	57,522
Net income before related taxes	3,543,827	4,164	30,278	142,537	219,029	347,414	234,631	223,732	702,275	1,639,767
Taxes on net income	1,027,492	857	6,462	34,015	59,045	100,069	71,238	69,551	211,206	475,049
Federal.....	925,864	795	5,880	31,264	54,927	94,343	67,276	65,740	198,252	407,387
State.....	101,628	62	582	2,751	4,118	5,726	3,962	3,811	12,954	67,662
Net income	2,516,335	3,307	23,816	108,522	159,984	247,345	163,393	154,181	491,069	1,164,718
Cash dividends declared	1,201,455	1,103	8,116	35,715	55,020	89,405	64,443	66,000	228,058	653,595
On preferred stock ¹	56,109	.....	5	44	180	597	855	1,674	8,859	43,895
On common stock.....	1,145,346	1,103	8,111	35,671	54,840	88,808	63,588	64,326	219,199	609,700
Memoranda items:										
Recoveries credited to reserves: ²										
On securities.....	4,158	.....	7	109	91	278	138	301	570	2,664
On loans.....	123,696	77	881	6,567	11,279	19,215	11,496	10,104	21,476	42,601
Losses charged to reserves: ³										
On securities.....	25,758	1	1	175	293	1,326	1,050	1,991	7,436	13,485
On loans.....	427,838	208	2,186	16,664	31,798	57,698	36,813	35,408	77,622	169,441
Assets, deposits, and capital accounts:										
Cash and due from banks.....	60,276,798	84,984	474,996	2,357,381	3,314,447	5,151,557	3,456,325	3,533,788	11,213,644	30,689,676
U.S. Govt. obligations.....	59,012,116	141,125	944,466	4,457,141	5,797,710	8,543,127	5,316,455	4,662,523	10,499,726	18,649,843
Other securities ⁴	44,365,449	26,920	234,891	1,668,837	3,018,538	5,306,693	3,543,296	3,253,062	8,255,868	19,057,344
Loans and discounts.....	200,216,192	190,135	1,366,929	7,391,564	11,215,891	19,139,674	13,276,232	12,991,328	37,277,412	97,367,021
All other assets.....	10,124,042	4,189	33,113	243,975	394,881	737,942	526,621	522,946	1,551,859	6,108,516
Total assets	373,994,597	447,353	3,054,395	16,118,898	23,741,467	38,878,993	26,118,929	24,963,647	68,798,509	171,872,406
Total deposits.....	330,309,463	388,846	2,707,335	14,468,893	21,501,660	35,278,953	23,637,742	22,529,077	61,485,591	148,311,366
Time and savings deposits.....	147,077,447	116,530	1,047,342	6,480,808	10,124,884	17,196,133	11,329,735	10,570,890	26,234,074	63,977,051
Total capital accounts ⁵	29,768,101	56,523	331,003	1,520,667	1,986,328	2,989,537	1,932,292	1,855,443	5,285,705	13,810,603
Number of officers.....	129,463	1,195	4,993	15,574	15,693	18,955	10,644	8,628	19,809	33,972
Number of employees.....	567,693	814	4,544	24,794	38,263	68,243	49,016	42,746	117,620	221,653
Number of banks.....	13,366	521	1,790	4,301	3,046	2,295	691	330	302	90

For other notes see p. 26.

NOTE.—Data are for banks operating throughout the year in the United States and other areas as reported by the F.D.I.C.

