

# MONTHLY REVIEW

*of Credit and Business Conditions*

FEDERAL RESERVE BANK OF NEW YORK

## INDEX FOR THE YEAR 1950

### Guide to Page Numbers

<i>Month of Issue</i>	<i>Pages</i>	<i>Month of Issue</i>	<i>Pages</i>	<i>Month of Issue</i>	<i>Pages</i>	<i>Month of Issue</i>	<i>Pages</i>
January . . . . .	1 — 12	April . . . . .	37 — 48	July . . . . .	73 — 84	October . . . . .	109 — 120
February . . . . .	13 — 24	May . . . . .	49 — 60	August . . . . .	85 — 96	November . . . . .	121 — 136
March . . . . .	25 — 36	June . . . . .	61 — 72	September . . . . .	97 — 108	December . . . . .	137 — 152

	Page		Page
<b>Agriculture</b>		<b>Bonds</b>	
American agriculture in 1950	104	Bond market	4, 73, 76
Output of farm commodities	105	<i>Chart</i>	
Farm prices	106	Yields on long-term bonds and stocks, 1941-49	5
Agricultural income	106	<i>See, also,</i> Money Market, Securities and Security Markets	
Changes in farm productivity	106	<b>Budget Message, The President's</b>	15
<i>Chart</i>		Budget accounts	16, 93
Changes in the output of important farm products in New York State	105	<b>Business</b>	
<b>Apparel Stores</b>		The trend of	53
Percentage change in apparel store sales and stocks	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	<b>Business Indexes</b>	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150
<i>See, also,</i> Retail Credit Survey		<b>Business Inventories</b>	
<b>Balance of Payments</b>		Inventory situation, The	82
Recent trends in the United States balance of payments	112	<i>Charts</i>	
<i>Chart</i>		Gross national product, 1947-first quarter of 1950	82
United States exports and imports of goods and services, 1948-second quarter of 1950	113	Total business inventories, 1948-April 1950	83
<b>Bank Credit</b>		<i>See, also,</i> Department Stores, Retail Credit Survey	
Member bank credit	2, 26, 99, 111	<b>Canada</b>	
Bank credit and institutional loans and investments	74	Canada's international economic position	44
Chairman McCabe's letter to member banks	138	Canadian foreign exchange developments	132
<i>Charts</i>		<b>Capital</b>	
Changes in business and agricultural loans and all other types of loans at the weekly reporting member banks during 1949	2	<i>See</i> Corporate Financing, New Issues	
Changes in major types of assets held by leading financial institutions	74	<b>Census of Manufactures</b>	
Changes in business loans at weekly reporting member banks, 1949 and 1950	99	Data for Second District States	21
<i>See, also,</i> Inflation, Loans, Money Market		<b>Chairman McCabe's Letter to Member Banks</b>	138
<b>Bank Deposits</b>		<b>Commercial Banks</b>	
Indexes of velocity of demand deposits, New York City and outside New York City	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	<i>Charts</i>	
Turnover in bank deposits	90	Adjusted demand deposits—all commercial banks and weekly reporting banks	27
<i>Chart</i>		Estimated ownership of business and personal demand deposits at all commercial banks in the Second Federal Reserve District	42
Turnover of demand deposits at member banks in leading cities	90	<i>See, also,</i> Member Banks	
<b>Banking of Federal Taxes</b>	3	<b>Commercial Paper Market, The</b>	115
<b>Banking and Business Developments in the Second District</b>	8, 40, 78, 118	<b>Commodities</b>	
<b>Bank Earnings</b>		International commodity prices since devaluation	9
Earnings and expenses of Second District member banks	42, 102	Commodity prices since the Korean crisis	86
<i>Chart</i>		Output of farm commodities	105
Net profits of various deposit size groups of Second District member banks by semiannual periods	104	International commodity price trends	141
		<i>Charts</i>	
		Price indexes, 1949 and 1950	87
		Dollar price movements of certain internationally traded commodities	142

INDEX FOR THE YEAR 1950 (Continued)

	Page		Page
<b>Connecticut</b>		Survey of ownership of business and personal demand deposits	4
Manufacturing in	23	Turnover in bank deposits	90
<b>Construction</b>		<i>Charts</i>	
Restriction of residential real estate credit	126	Adjusted demand deposits—all commercial banks and weekly reporting banks	27
Housing boom, The 1950	127	Estimated ownership of business and personal demand deposits at all commercial banks in the Second Federal Reserve District	42
<i>See, also, Real Estate</i>		Turnover of demand deposits at member banks in leading cities	90
<b>Consumer Credit</b>		<b>Devaluation</b>	
Retail credit survey	47, 57	International commodity prices since devaluation	9
Instalment lending by Second District member banks	63	Discussion of	114
Department store credit	108	<b>Direct Security Purchases from the Treasury by the Federal Reserve Banks</b>	90
Role of Federal Reserve Banks under the Defense Production Act, The	112	<b>Discount Rates</b>	
Changes in consumer credit control	132	Increase in	97
<b>Corporate Financing</b>		<i>See, also, Money Market</i>	
New issues	6, 77	<b>Dollar Position of Latin America, The</b>	18
Private "deficit financing" and inflation	124	Reduced drain on gold and dollar reserves	18
<i>Chart</i>		Changes in the trade balance	19
Business capital expenditures and new capital security issues	7	Causes of the continued dollar problem	20
<b>Credit</b>		Methods of reducing the dollar deficit	21
Member bank credit	2, 26, 99, 111	<b>Earnings and Expenses of Second District Member Banks</b>	42, 107
Bank credit and institutional loans and investments	74	<i>Chart</i>	
Restriction of residential real estate credit	126	Net profits of various deposit size groups of Second District member banks by semiannual periods	104
Changes in consumer credit control	132	<b>Economic Cooperation Administration</b>	
Chairman McCabe's letter to member banks	138	Discussion of	19
<i>See, also, Consumer Credit, Loans, Money Market</i>		<b>Electric Power</b>	
<b>Currency</b>		Index of electric power output	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150
<i>Chart</i>		Growth of the electric power industry	145
Weekly changes in the volume of United States currency in circulation, cumulated by fiscal years	14	<i>Charts</i>	
<b>Debt of the United States</b>		Electric energy production by class of ownership	145
Interest payments on the Federal debt	51	Sales of electric energy	146
<i>See, also, Money Market, President's Budget Message, Public Debt, Securities and Security Markets, Treasury Operations</i>		<b>Employment</b>	
<b>Defense Production Act</b>		Indexes of factory employment, United States and New York State	4, 150
The role of the Federal Reserve Banks under the	112	<b>European Payments Union, The</b>	100
<b>Department Stores</b>		<b>Factory Employment</b>	
Trade in Second Federal Reserve District, monthly review of	11, 23, 33, 47, 59, 71, 83, 95, 107, 119, 135, 149	<i>See Employment</i>	
Sales in 1949	11	<b>Factory Payrolls</b>	
Recent inventory policy	23, 135	<i>See Payrolls</i>	
Pre-Easter department store trade	47	<b>Farm Prices</b>	106
Departmental distribution of 1949 sales	59	<i>See, also, Agriculture</i>	
Recent pattern of department store sales	71	<b>Federal Funds</b>	28
Recent changes in forward buying	83	<b>Federal Open Market Committee Statement</b>	97
Department store credit	108	<b>Federal Taxes</b>	
Sales during July and August	119	Banking of	3
Inventories in October	149	<b>Foreign Gold and Dollar Assets, The Rise in</b>	79
<i>Charts</i>		<i>Chart</i>	
Indexes of department store sales and stocks, Second Federal Reserve District	11, 34, 95, 149	Foreign gold reserves and short-term dollar balances	79
Outstanding orders and stocks of Second District department stores, 1946-49	23	<b>Foreign Trade</b>	
Weekly indexes of New York City department store sales, January-April, 1948-50	47	Dollar position of Latin America, The	18
Percentage distribution of department store sales by major departmental classifications in 1949, Second Federal Reserve District	59	Recent trends in the United States balance of payments	112
Department store sales by type of merchandise, Second Federal Reserve District	71, 119	<i>Chart</i>	
Estimated receipts of merchandise and outstanding orders of Second District department stores, 1948-September 1950	136	United States exports and imports of goods and services, 1948-second quarter of 1950	113
<i>See, also, Retail Credit Survey</i>		<b>French Recovery, The</b>	65
<b>Deposits</b>		<b>Freight</b>	
Indexes of velocity of demand deposits	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	Index of ton-miles of railway freight	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150

INDEX FOR THE YEAR 1950 (Continued)

	Page		Page
<b>Furniture Store Trade</b>	107	Member bank loan expansion	122, 140
<i>See, also</i> , Retail Credit Survey		Nonfarm real estate lending of Second District member banks	129
<b>Germany</b>		Chairman McCabe's letter to member banks	138
Western Germany's problem of economic adjustment	55	<i>Charts</i>	
<b>Gold</b>		Changes in business and agricultural loans and all other types of loans at the weekly reporting member banks during 1949	2
Reduced drain on gold and dollar reserves	18	Relation of instalment loans of member banks to total income payments to individuals in the Second District and in the United States	65
Rise in foreign gold and dollar assets, The	79	Changes in major types of assets held by leading financial institutions	74
Gold and foreign account operations	123	Changes in business loans at weekly reporting member banks, 1949 and 1950	99
<i>Charts</i>		<i>See, also</i> , Consumer Credit, Credit	
Foreign gold reserves and short-term dollar balances	79	<b>Manufacturing</b>	
United States gold stock and foreign deposits in the Federal Reserve Banks, 1948-50	123	Census of manufactures' data for Second District States	21
<b>Government Security Market</b>		Manufacturing activity in New York	21
<i>See</i> Bonds, Money Market, Securities and Security Markets		Manufacturing in Connecticut	23
<b>Housing Boom, The 1950</b>	127	Industrial growth in New Jersey	23
<i>Chart</i>		<b>Member Banks</b>	
New permanent dwelling units started in New York City and in the metropolitan area outside New York City, percentage distribution by type, 1949 and January-August 1950	128	Credit	2, 26, 99, 111
<b>Income</b>		Banking and business developments in the Second District	8, 40, 78, 118
Index of personal income	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	Reserve position	14, 25, 38, 50, 62, 73, 86, 98, 110, 121, 137
<b>Industrial Growth in Second District States, 1939-47</b>	21	Earnings and expenses of Second District member banks	42, 102
<i>Chart</i>		Instalment lending by Second District member banks	63
The relative importance of industries, New York and all other States combined, 1947	22	Turnover in bank deposits	90
<b>Industrial Production</b>		Loan expansion	122, 140
<i>See</i> Production		Nonfarm real estate lending in Second District member banks	129
<b>Inflation</b>		<i>Charts</i>	
Federal Open Market Committee statement	97	Changes in business and agricultural loans and all other types of loans at the weekly reporting member banks during 1949	2
Private "deficit financing" and inflation	124	Relation of instalment loans of member banks to total income payments to individuals in the Second District and in the United States	65
Chairman McCabe's letter to member banks	138	Turnover of demand deposits at member banks in leading cities	90
<b>Instalment Lending by Second District Member Banks</b>	63	Changes in business loans at weekly reporting member banks, 1949 and 1950	99
<i>Chart</i>		Net profits of various deposit size groups of Second District member banks by semiannual periods	104
Relation of instalment loans of member banks to total income payments to individuals in the Second District and in the United States	65	<b>Monetary and Debt Management Policy Developments</b>	97
<b>Interest Payments on the Federal Debt</b>	51	<b>Money Market</b>	
<b>International Commodity Prices</b>		Monthly review of	1, 13, 25, 37, 49, 61, 73, 85, 97, 109, 121, 137
Since devaluation	9	<i>Charts</i>	
Since the Korean crisis	86	Changes in business and agricultural loans and all other types of loans at the weekly reporting member banks during 1949	2
Trends	141	Weekly changes in the volume of United States currency in circulation, cumulated by fiscal years	14
<i>Charts</i>		Adjusted demand deposits—all commercial banks and weekly reporting banks	27
Price indexes, 1949 and 1950	87	U. S. Government public marketable securities, by maturity or call class, outstanding at the end of April, 1946-50	39
Dollar price movements of certain internationally traded commodities	142	Cumulated net changes in holdings of Government securities by type of investor, December 31, 1948 to March 31, 1950	51
<b>Inventory Situation, The</b>	82	Major factors affecting the Treasury's cash balance, July 1, 1949-May 31, 1950	63
<i>Charts</i>		Changes in major types of assets held by leading financial institutions	74
Gross national product, 1947-first quarter of 1950, before and after change in inventories	82	Changes in business loans at weekly reporting member banks, 1949 and 1950	99
Total business inventories, 1948-April 1950	83	Ownership of Treasury bills	140
<b>Investments</b>		<b>New Issues</b>	6, 77
<i>See</i> Bonds, Money Market, Securities and Security Markets		<i>Chart</i>	
<b>Korea</b>		Business capital expenditures and new capital security issues	7
Commodity prices since the Korean crisis	86	<b>New Jersey</b>	
International commodity price trends	141	Industrial growth in	23
<b>Latin America</b>		<b>New York City</b>	
Dollar position of	18	<i>See</i> Apparel Stores, Department Stores, Deposits, Earnings, Housing Boom, Member Banks, Retail Credit Survey	
<b>Loans</b>			
Member bank credit	2, 26, 99, 111		
Banking and business developments in the Second District	8, 40, 78, 118		
Instalment lending by Second District member banks	63		
Bank credit and institutional loans and investments	74		

INDEX FOR THE YEAR 1950 (Continued)

	Page		Page
<b>New York State</b>		<b>Reserves</b>	
Manufacturing activity in	21	Monthly review of	1, 13, 25, 37, 49, 61, 73, 85, 97, 109, 121, 137
<i>Charts</i>		Changes in reserve classification	27
The relative importance of industries, New York and all other States combined, 1947	22	<b>Restriction of Residential Real Estate Credit</b>	126
Changes in the output of important farm products in New York State	105	<b>Retail Credit Survey</b>	
<i>See, also, Agriculture, Employment, Payrolls</i>		Preliminary retail credit survey results	47
<b>Nonfarm Real Estate Lending of Second District Member Banks</b>	129	Retail credit survey, 1949	57
<b>Open Market Policy</b>		<i>Chart</i>	
Increase in discount rates	97	Cash and credit sales at credit-granting retail stores in the Second Federal Reserve District	58
<b>Organization for European Economic Cooperation</b>		<b>Retail Trade</b>	
The second OEEC report	30	Index of sales of all retail stores	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150
Discussion of	100	<i>See, also, Department Stores, Furniture Stores</i>	
<b>Payrolls</b>		<b>Salaries</b>	
Indexes of factory payrolls, United States and New York State	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	<i>See Wages</i>	
<b>Personal Income</b>		<b>Savings</b>	
Index of	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	Recent changes in personal	68
<b>President's Budget Message, The</b>	15	<b>Second Federal Reserve District</b>	
<b>Prices</b>		Banking and business developments in the	8, 40, 78, 118
International commodity prices since devaluation	9	Industrial growth in Second District States, 1939-47	21
Index of consumer prices	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	Survey of ownership of business and personal demand deposits	41
Commodity prices since the Korean crisis	86	Earnings and expenses of the Second District member banks	42, 102
Farm prices	106	Retail credit survey	47, 57
International commodity price trends	141	Instalment lending by Second District member banks	63
<i>Charts</i>		Nonfarm real estate lending of Second District member banks	129
Price indexes, 1949 and 1950	87	<i>See, also, Apparel Stores, Credit, Department Stores, Deposits, Earnings, Employment, Loans, Member Banks, Money Market</i>	
Dollar price movements of certain internationally traded commodities	142	<b>Securities and Security Markets</b>	
<b>Private "Deficit Financing" and Inflation</b>	124	Security markets	4, 75
<i>Charts</i>		Bond market	4, 73, 76
U. S. Government net cash operating income or outgo, 1946-September 1950	125	Stock market	5, 75
Ownership of the interest-bearing public debt, December 31, 1945-July 31, 1950	125	New issues	6, 77
<b>Production</b>		Government security market	13, 37, 49, 61, 75, 85, 110, 122, 139
Index of industrial production	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150	Direct security purchases from the Treasury by the Federal Reserve Banks	98
<b>Public Debt, The</b>	18	<i>Charts</i>	
Ownership of the public debt	50	Yields on long-term bonds and stocks, 1941-49	5
Interest payments on the Federal debt	51	Price indexes of low-priced and high-grade stocks and earnings of large and small manufacturing corporations	6
Change in public debt	94	Business capital expenditures and new capital security issues	7
Private "deficit financing" and inflation	124	Corporate retained earnings and changes in stock prices	76
<i>See, also, Money Market, Securities and Security Markets, Treasury Operations</i>		<b>Trade, Foreign</b>	
<b>Railway Freight</b>		Changes in the trade balance (Latin America)	19
<i>See Freight</i>		Canada's international economic position	44
<b>Real Estate</b>		<b>Treasury Bills</b>	
Restriction of residential real estate credit	126	<i>See Money Market</i>	
Nonfarm real estate lending of Second District member banks	129	<b>Treasury Bonds</b>	
<i>See, also, Construction, Housing Boom</i>		<i>See Money Market, Public Debt, Securities and Security Markets</i>	
<b>Recent Trends in the United States Balance of Payments</b>	112	<b>Treasury Operations</b>	
<i>Chart</i>		Banking of Federal taxes	3
United States exports and imports of goods and services, 1948-second quarter of 1950	113	President's budget message, The	15
<b>Recent Wage and Salary Trends</b>	32	Treasury financing	39
<i>Chart</i>		Treasury operations	62
Indexes of weekly earnings in nonagricultural industries, 1945-49	33	Direct security purchases from the Treasury by the Federal Reserve Banks	90
<b>Regulations V and W</b>		Treasury financing in the fiscal year 1950	92
Role of Federal Reserve Banks under the Defense Production Act	112	Private "deficit financing" and inflation	124
Changes in consumer credit control	132	<i>Charts</i>	
<b>Regulation X</b>		U. S. Government public marketable securities, by maturity or call class, outstanding at the end of April, 1946-50	39
Restriction of residential real estate credit	126	Major factors affecting the Treasury's cash balance, July 1, 1949-May 31, 1950	63
<b>Reserve Bank Credit</b>		Federal cash receipts and expenditures	92
<i>See Bank Credit, Money Market</i>		U. S. Government net cash operating income or outgo, 1946-September 1950	125
		Ownership of the interest-bearing public debt, December 31, 1945-July 31, 1950	125
		<b>Wages</b>	
		Composite index of wages and salaries	12, 24, 34, 48, 60, 72, 84, 96, 108, 120, 136, 150
		Recent wage and salary trends	32
		<i>Chart</i>	
		Indexes of weekly earnings in nonagricultural industries, 1945-49	33