

Mr Lewis
HOUSING AND HOME FINANCE AGENCY

HOME LOAN BANK BOARD

SUMMARY OF OPERATIONS FOR 1952

FEDERAL HOME LOAN BANK SYSTEM

**FEDERAL SAVINGS AND LOAN
INSURANCE CORPORATION**

FEDERAL SAVINGS AND LOAN SYSTEM



Washington, D. C.

The enclosed card contains selected current statistics on the operations of the Federal Home Loan Banks and the Federal Savings and Loan Insurance Corporation. It is detached from the Summary of Operations so that it may serve as a ready reference.

STATEMENT OF CONDITION
DECEMBER 31, 1952
ASSETS

Cash	\$ 1,208,241
Accounts Receivable	3,747,757
Investments	208,297,182
Accr. Int. on Investments	290,759
Insured Accounts - Pending and Unclaimed	6,450
Deferred Charges	140,492
Other Assets	431
Total	\$213,691,312

LIABILITIES AND CAPITAL

Accounts Payable	\$ 65,873
Due U. S. Treasury	876,975
Deferred Credits	6,508,631
Capital Stock	85,755,000
Legal Reserve	112,944,154
Unallocated Income	7,540,679
Total	\$213,691,312

INSURED ASSNS.	NO.	ASSETS
Federal	1,581	\$11,782,000,000
State	1,591	7,894,000,000
Total	3,172	\$19,656,000,000
Insured Share Liability		\$18,327,000,000
No. of Private Investors		10,806,000
Reserves and Undivided Profits of Insured Inst.		\$ 1,375,000,000*
Average Size Insured Inst.		6,197,000

*Preliminary estimate

INCOME AND EXPENSE STATEMENT
12 MONTHS ENDING DECEMBER 31, 1952
INCOME

Insurance Premiums	\$12,026,721
Admission Fees	98,591
Interest on Investments	4,813,144
Miscellaneous	45,210
Total	\$16,983,666

EXPENSES

Administrative	\$ 430,374
Liquidation & Other	40
Services Rendered by H. L. B. B.	284,799
Depreciation	4,475
Miscellaneous	33,838
Total	\$ 753,526

NET INCOME BEFORE ADJ.	\$ 16,230,140
Adj. Provision for Losses	-0-
Net Income Before Payment of Return on Capital	\$ 16,230,140
Return on Capital Stock in Lieu of Dividends	1,863,889
NET INCOME	\$ 14,366,251

SOURCE OF INCOME	% TO TOTAL
Premiums and Fees	71.4
Interest and Miscellaneous	28.6

APPLICATION OF INCOME

Expenses	4.4
Return on Capital Stock	11.0
Legal Reserve	84.6

CUMULATIVE INCOME AND EXPENSE
JUNE 27, 1934 TO DECEMBER 31, 1952
INCOME

Insurance Premiums	\$ 95,754,727
Admission Fees	879,790
Interest on Investments	69,384,843
Profit - Sale of Securities	3,674,248
Recoveries	475,797
Miscellaneous	60,326
Total	\$170,229,731

EXPENSES

Administrative	\$ 6,634,871
Liquidation & Other	226,173
Services Rendered by H. L. B. B.	428,987*
Depreciation	71,820
Insurance Losses	5,683,872
Miscellaneous	55,878
Total	\$ 13,101,401
NET INCOME BEFORE ADJ.	\$157,128,330
Adj. Provision for Losses	596
Net Income Before Payment of Return on Capital	\$157,127,734
Return on Capital Stock	38,642,901
Legal Reserve	\$120,484,833

SOURCE OF INCOME	% TO TOTAL
Premiums and Fees	58.8
Interest	40.7
Other	2.5

APPLICATION OF INCOME

Expenses	4.4
Insurance Losses (Net)	3.1
Return on Capital Stock	21.6
Legal Reserve	70.9

*Classified as administrative expenses prior to June 30, 1951.

Federal Home Loan Banks

CONSOLIDATED STATEMENT OF CONDITION DECEMBER 31, 1952			
ASSETS			
Cash	\$	42,892,159	
U. S. Treasury Obligations:			
Bills, Cof I's, & Notes		137,177,183	
Bonds		173,759,828	
*Advances		864,188,531	
Other		3,684,321	
Total Assets	\$1,221,702,022		
LIABILITIES AND CAPITAL			
Deposits	\$	419,904,841	
Consolidated Obligations (Net)		445,050,000	
Other		6,846,424	
Total Liabilities	\$	871,801,265	
Cap. Stock: Member owned		315,487,875	
Legal Reserve		17,460,692	
Reserve for Contingencies		4,831,260	
Undivided Profits		12,120,930	
Total Capital	\$	349,900,757	
Total Liab. & Capital	\$1,221,702,022		
Borrowers			
	No.	Amount	
Federal S&L Assns.	849	\$534,374,670	
State Assns: Insured	796	282,176,472	
Noninsured (a)	411	42,995,014	
Insurance Company	1	4,642,375	
Total	2,057	\$864,188,531	
(a) Includes 1 nonmember with adv. of \$37,500			
*Unsecured	26.7%	\$230,542,629	

Federal Home Loan Banks

CONSOLIDATED INCOME AND EXPENSES CALENDAR YEAR 1952		
OPERATING INCOME		
	Amount	%
Int. on: Advances	\$17,026,155	70.8
Securities	7,036,211	29.2
Other	5,235	-
Total	\$24,067,601	100.0
OPERATING EXPENSES		
Compensation	\$ 1,118,317	4.7
Travel	103,106	0.4
Cons. Oblig. Int. Costs	7,995,235	33.2
Int. on Deposits	5,470,140	22.7
Fiscal Agent's Office	67,327	0.3
HLB Board Assess.	389,861	1.6
Other	420,661	1.8
Total	\$15,564,647	64.7
NET OPER. INCOME	\$ 8,502,954	35.3
Nonoperating: Income	266,436	
Expense	144,314	
NET INCOME	\$ 8,625,076	
MEMBER INSTITUTIONS		
	No.	Est. Assets
Federal S&L Assns.	1,581	\$11,762,000,000
State Assns: Insured	1,591	7,894,000,000
Nonins'd	856	1,690,000,000
Savings Banks	23	431,000,000
Insurance Cos.	5	94,000,000
Total	4,056	\$21,871,000,000

Federal Home Loan Banks

INTEREST RATES IN EFFECT JANUARY 1, 1953		
Bank	Advances	Deposits
Boston	2.5%	1.25%-1.75%
New York	2.75%	2%
Pittsburgh	2.5%-2.75%	1%-2%
Greensboro	2.5%	1.5%-1.75%
Cincinnati	2.75%	1.25%-1.75%
Indianapolis	2.5%	2%
Chicago	2.5%-2.75%-3%	1% to 1.75%*
Des Moines	2.5%	1.75%
Little Rock	2.5%	1.5%
Topeka	2.75%	1.75%
San Francisco	3%	1%-1.75%-2%
*Includes 1.25% and 1.5%		
DISPOSITION OF NET INCOME Through December 31, 1952		
Dividends Paid:	\$51,213,765	59.1%
U. S. Government	26,176,171	30.2
Members	25,037,594	28.9
Retirement Fund	1,045,254	1.2
Legal Reserve	17,460,692	20.1
Conting. Reserve	4,831,260	5.6
Undivided Profits	12,120,930	14.0
Total	\$86,671,901	100.0%

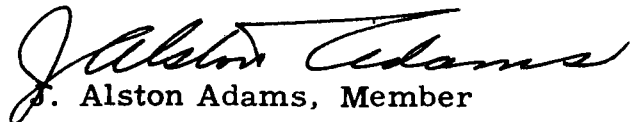
FOREWORD

The calendar year 1952 marked the twentieth anniversary of the creation of the Home Loan Bank Board. During the past year, new peaks in membership, assets, insurance coverage, and general savings and lending activity were recorded by the agencies under the Board.

In the following "Summary" the Home Loan Bank Board presents a brief account of the operations of the Federal Home Loan Bank System, the Federal Savings and Loan Insurance Corporation, and the Federal Savings and Loan System during the calendar year 1952.



William K. Divers, Chairman



J. Alston Adams, Member



Kenneth G. Heisler, Member

HOME LOAN BANK BOARD

February 1953

FEDERAL HOME LOAN BANK SYSTEM

During the calendar year 1952 the number of members of the Federal Home Loan Bank System reached an all-time peak. As of December 31, 1952, there were 4,056 members with estimated assets of almost \$22,000,000,000. This membership consisted of 4,028 savings and loan associations and similar home financing institutions, 23 savings banks, and 5 insurance companies.

The assets of the eleven Federal Home Loan Banks also reached an all-time peak of more than \$1,221,000,000. The year 1952 marked the first full year of complete ownership of the Banks by their member institutions, the U. S. Government's original investment of \$124,741,000 in the capital stock of the Banks having been completely repaid by July 2, 1951, and dividends of over \$26,000,000 having been paid to the Government on such investment. During the year the member institutions increased their investments in the capital stock of the Banks by almost \$45,000,000, resulting in a total investment in such stock of more than \$315,000,000 as of December 31, 1952.

At the close of 1952 the Federal Home Loan Banks had advances outstanding to 2,056 member institutions or 50.7 percent of the total membership, as contrasted to 2,220 member institutions representing 55.8 percent of the total membership as of the close of the preceding year. A comparison of the 1952 lending operations of the Federal Home Loan Banks with those of prior years is presented in Exhibit 1 of this Summary. With advances of \$585,813,272 and repayments of \$527,561,508, the \$864,188,531 balance outstanding on December 31, 1952, established a new peak. Secured advances outstanding to 1,358 borrowing institutions on December 31, 1952, established a new high of \$633,645,902. On the same date unsecured advances of \$230,542,629 were held by 955 member institutions. On December 31, 1952, secured advances represented 73.3 percent of the total, as compared to 74.0 percent at the close of 1951.

United States Government securities owned by the Banks increased from \$248,037,500 par value at the close of 1951 to a total par value of \$310,607,500 on December 31, 1952.

As will be noted from Exhibit 2, the capital structure of the Federal Home Loan Banks as of the close of 1952 and 1951 was as follows:

	<u>December 31, 1952</u>	<u>December 31, 1951</u>
CAPITAL STOCK		
Stock Subscribed by Members	\$315,686,500	\$271,374,700
Less: Unpaid Subscriptions	<u>198,625</u>	<u>723,075</u>
Total Paid-in Capital	\$315,487,875	\$270,651,625
SURPLUS		
Legal Reserve	17,460,692	15,735,677
Reserve for Contingencies	4,831,260	5,510,758
Undivided Profits	<u>12,120,930</u>	<u>10,580,756</u>
Total Surplus	<u>34,412,882</u>	<u>31,827,191</u>
Total Capital	<u>\$349,900,757</u>	<u>\$302,478,816</u>

During the calendar year 1952 six issues of consolidated Federal Home Loan Bank notes aggregating \$548,550,000 were sold, while eight issues totaling \$629,500,000 were retired. At the close of 1952 five issues were outstanding in the net amount of \$445,050,000.

Deposits of members in the Federal Home Loan Banks on December 31, 1952, reached a new peak of \$419,661,116 and represented an increase of \$158,425,336 over the total at the end of the preceding year. Time deposits accounted for \$135,347,105 of the increase, resulting in a total of such deposits of \$352,605,194 as compared to \$217,258,089 at the close of 1951.

During 1952 deposits of \$30,000,000 were made by Federal Home Loan Banks in other Federal Home Loan Banks, all of which were repaid before the close of the year.

A comparative condensed statement of income and expense of the eleven Federal Home Loan Banks for the calendar years 1952 and 1951 is set forth in Exhibit 3. This exhibit shows an earned operating income for 1952 of \$24,067,600, reflecting an increase of \$2,092,887 over that for the preceding year. On the other hand, operating expenses decreased during 1952 to a total of \$15,564,646.

The net income for 1952 of \$8,625,076, which was 37 percent higher than in 1951, and the total net income of \$86,671,901 cumulative from the beginning of the Banks' operations through December 31, 1952, was distributed as follows:

	Calendar Year 1952	October 1932 to December 31, 1952
Dividends Paid:		
U. S. Government	\$ -0-	\$26,176,171
Member Institutions	<u>5,661,591</u>	<u>25,037,594</u>
Total	\$5,661,591	\$51,213,765
Retirement Fund of the		
FHL Bank System	377,794	1,045,254
Legal Reserve	1,725,015	17,460,692
Contingent Reserve and		
Undivided Profits	<u>860,676</u>	<u>16,952,190</u>
Total Net Income	<u>\$8,625,076</u>	<u>\$86,671,901</u>

Dividend declarations by the individual Banks during 1952 ranged from 1.25 percent to 2.25 percent per annum representing an average of 1.91 percent.

FEDERAL SAVINGS AND LOAN INSURANCE CORPORATION

A new record was reached during 1952 in the number of savings and loan associations offering the benefits of insurance to their savers and investors through the Federal Savings and Loan Insurance Corporation. The membership of the Corporation numbered 3,172 at year-end: 1,591 were state-chartered institutions for which insurance is optional, and 1,581 were Federally chartered for which insurance is mandatory. Insurance of accounts was extended to 157 additional savings and loan associations during 1952. In the same period, five institutions voluntarily terminated their insurance: two reincorporating under other charters, one merging with another insured association, and two canceling insurance in connection with complete sale of association assets.

Assets of the insured membership, totaling \$19,656,000,000 on December 31, 1952, increased 21 percent during the year and represented 87 percent of the combined assets of the savings and loan industry.

Outstanding first mortgage loans of insured associations, amounting to \$16,092,000,000, accounted for 82 percent of assets at year-end. Of these mortgages, 19 percent were guaranteed or insured by the Veterans Administration and 5 percent were insured by the Federal Housing Administration. The number of borrowers totaled almost 3,500,000. Liquid assets of \$2,696,000,000 on December 31, consisting of cash and U. S. Government securities, were equivalent to 14 percent of assets and 16 percent of savings capital.

At the close of 1952, over 10,800,000 savers had accounts in insured associations. These individuals held total savings of \$16,732,000,000, an increase of \$3,079,000,000 during the year. Nearly 98 percent of the savings was covered by insurance, as the Federal Savings and Loan Insurance Corporation guarantees the safety of savings against any type of loss in each insured association up to \$10,000 for each saver or investor.

The reserves and undivided profits of insured associations, which would be available for losses in case of need, continued to increase in 1952. At the close of the year, such reserve accounts totaled approximately \$1,375,000,000 and were equivalent to 7.0 percent of total assets, or 8.2 percent of savings capital.

Total assets of the Federal Savings and Loan Insurance Corporation had risen to \$213,691,312 as of December 31, 1952, with over 98 percent of the total consisting of cash and U. S. Government securities.

The combined capital stock and reserve of the Corporation, totaling \$206,239,833, was equivalent to 1.3 percent of the insured share liability at year-end. The Corporation's ability to meet its insurance obligations is further strengthened by its continuing authority to borrow up to \$750,000,000 from the U. S. Treasury.

The gross income of the Corporation during the calendar year amounted to \$16,983,666, of which \$12,125,312 consisted of insurance premiums and admission fees, and \$4,813,144, interest on investments. Expenses amounted to \$753,526, or 4.4 percent of gross income.

Since the beginning of operations in 1934, cumulative insurance premiums and admission fees have accounted for 56.8 percent of total income, and interest on investments for 40.7 percent. An analysis of the distribution of income during the entire history of the Corporation reveals that 70.9 percent has been added to reserves, 21.6 percent has been paid as a return on the Corporation's capital stock, 4.4 percent has been used for expenses, and 3.1 percent for insurance losses.

As required by law, the systematic retirement of the Corporation's capital stock was begun in July, 1951. The original amount of \$100,000,000 is being retired by annual payments to the U. S. Treasury equivalent to one-half of the Corporation's net income each fiscal year. In July of 1952, stock totaling \$7,529,000 was retired, reducing the total outstanding stock to \$85,755,000. Also in accordance with statutory requirements, annual payments from net income

are made to the Treasury as a return in lieu of dividends on the average amount of capital stock outstanding during the fiscal year. From organization to June 30, 1952, the Corporation has paid \$36,642,901 for the use of its capital.

During 1952, the Corporation completed the liquidation of assets purchased in April 1950 for \$4,405,175 in order to prevent default of an insured institution. Excepting the cost to the Corporation of the funds involved in the purchase, the transaction was closed without loss. This has been the only case requiring financial action by the Corporation since 1944. During its eighteen and one-half years of operation, the Corporation has had net losses of \$5,165,137 in 36 insurance cases.

FEDERAL SAVINGS AND LOAN SYSTEM

There were 1,581 Federal savings and loan associations in operation as of December 31, 1952, with combined assets of \$11,762,000,000. These assets, which grew by 20 percent during the year, represent about 52 percent of the total assets of all savings and loan associations in the country. Of the 1,581 Federal associations, 689 were newly organized under Federal charter and 892 converted from State to Federal charter.

During the 1952 calendar year 18 charters were issued to newly organized Federal associations and 16 to associations converting from State charter. Since 2 charters were canceled due to reincorporation under State charter, there was a net increase of 32 in the number of outstanding Federal charters. Approvals were granted during the year for 37 branch offices, while 3 previously granted approvals were rescinded, bringing the total at the close of 1952 to 161 branch offices operated by 113 Federal associations.

New savings invested in Federal associations during 1952 totaled \$4,367,000,000, which was the largest amount for any year in their history, being 24 percent more than was invested during the preceding year. Withdrawals during the year totaled \$2,636,000,000, making a withdrawal ratio of 60 percent as compared with 67 percent for 1951. The number of investors in Federal associations increased by 15 percent from 5,481,000 to 6,310,000 at the close of 1952. The aggregate of savings accounts in Federal associations was \$10,035,000,000 on December 31, 1952.

Federal savings and loan associations registered a record increase of \$1,629,000,000 in their mortgage loan portfolio during 1952. Total mortgage loans which represent 82 percent of their total assets, rose from \$7,964,000,000 to \$9,593,000,000, or by 20 percent as compared with an increase of 16 percent in 1951.

Conventional loans accounted for \$7,075,000,000, or 74 percent of the mortgage loan portfolio; G. I. loans represented \$1,935,000,000, or 20 percent; and F. H. A. loans of \$583,000,000 accounted for 6 percent of the total. Over two-fifths of the new mortgage loans made by Federal associations during the year were for the purchase of homes, accounting for \$1,449,000,000 of the total. An additional one-third, or \$1,180,000,000, represented loans for new home construction while the remainder of the \$3,427,000,000 total served for refinancing, reconditioning, and other purposes.

Federal savings and loan associations held liquid assets of \$1,644,000,000 in cash and Government obligations on December 31, 1952, an increase of \$246,000,000, or 18 percent, during the year. These liquid assets were equivalent to 16 percent of all savings accounts and 14 percent of total assets. There was a 19 percent increase in the general reserves and undivided profits accounts of all Federal associations during the calendar year 1952. These reserve accounts, which rose from \$673,000,000 to an estimated \$800,000,000, equaled 6.8 percent of assets at the close of 1952 as compared with 6.9 percent on December 31, 1951, and 6.7 percent at the end of 1950.

LIST OF EXHIBITS

1. Federal Home Loan Banks--Summary of Lending Operations, 1932-1952.
2. Federal Home Loan Banks--Comparative Consolidated Statement of Condition as of December 31, 1952, and December 31, 1951.
3. Federal Home Loan Banks--Comparative Consolidated Statement of Operations for the Calendar Years 1952 and 1951.
4. Federal Savings and Loan Insurance Corporation--Number and Assets of Insured Savings and Loan Associations, by Type, December 31, 1952, and December 31, 1951.
5. Federal Savings and Loan Insurance Corporation--Statement of Condition as of December 31, 1952, and December 31, 1951.
6. Federal Savings and Loan Insurance Corporation--Statement of Operations for the Calendar Years 1952 and 1951.

EXHIBIT 1

FEDERAL HOME LOAN BANKS

Summary of Lending Operations

Federal Home Loan Banks	Calendar Year 1952		Balance Outstanding End of Year
	Advances	Repayments	
Boston	\$ 43,867,700.00	\$ 31,944,618.00	\$ 62,257,168.00
New York	81,926,775.00	92,856,390.66	92,732,414.94
Pittsburgh	39,513,800.00	31,752,175.00	73,791,140.00
Greensboro	62,432,075.00	56,209,883.10	98,847,567.85
Cincinnati	41,107,300.00	37,065,500.00	56,255,450.00
Indianapolis	19,403,500.00	26,474,151.71	50,950,396.66
Chicago	51,033,720.00	66,157,735.00	132,566,332.00
Des Moines	38,398,504.50	28,354,917.98	62,712,193.02
Little Rock	18,617,000.00	28,847,269.00	33,175,593.00
Topeka	17,153,500.00	22,553,390.00	25,449,880.00
San Francisco	172,359,397.18	105,345,477.35	175,450,395.83
Total - Year 1952	\$ 585,813,271.68	\$ 527,561,507.80	\$864,188,531.30
1951	422,977,074.15	432,997,024.55	805,936,767.42
1950	674,756,649.69	292,229,081.73	815,956,717.82
1949	255,662,641.50	337,249,580.83	433,429,149.86
1948	359,612,776.74	280,168,873.35	515,016,089.19
1947	351,079,350.99	208,961,931.93	435,572,185.80
1946	329,231,890.68	230,649,366.93	293,454,766.74
1945	277,748,276.84	213,438,982.95	194,872,242.99
1944	239,254,221.89	218,759,089.74	130,562,949.10
1943	156,925,588.93	176,070,303.60	110,067,816.95
1942	99,461,876.19	189,695,394.41	129,212,531.62
1941	157,600,420.85	139,646,335.38	219,446,049.84
1940	134,212,165.93	114,033,192.20	201,491,964.37
1939	94,780,586.64	112,310,034.15	181,312,990.64
1938	81,958,343.39	83,153,601.22	198,842,438.15
1937	123,251,172.91	68,440,498.13	200,037,695.98
1936	93,257,057.50	50,715,704.66	145,227,021.20
1935	59,130,068.56	43,046,971.39	102,685,668.36
1934	38,675,566.12	37,515,249.30	86,602,571.19
1933	90,032,164.49	5,427,410.12	85,442,254.37
1932	837,500.00	-0-	837,500.00
Grand Total	\$4,626,258,665.67	\$3,762,070,134.37	

EXHIBIT 2

FEDERAL HOME LOAN BANKS

Comparative Consolidated Statement of Condition as of Dates Indicated

	December 31, 1952	December 31, 1951
ASSETS		
Cash:		
On hand - Including Imprest Funds.	\$ 18,735.00	\$ 19,660.28
On deposit with:		
Treasurer of the United States	14,795,564.95	9,729,204.85
Commercial Banks	28,077,858.82	26,146,436.68
Total Cash	42,892,158.77	35,895,301.81
Investment Securities - U. S. Obligations	310,937,012.38	249,520,917.81
Advances Outstanding:		
Secured	633,645,902.32	596,622,190.42
Unsecured	230,542,628.98	209,314,577.00
Total Advances Outstanding	864,188,531.30	805,936,767.42
Accrued Interest Receivable	3,292,955.84	3,171,119.14
Deferred Charges	378,822.43	739,431.70
Other Assets	12,541.54	12,111.14
Total Assets	<u>\$1,221,702,022.26</u>	<u>\$1,095,275,649.02</u>
LIABILITIES AND CAPITAL		
Liabilities		
Deposits:		
Members - Time	\$ 352,605,193.53	\$ 217,258,088.99
Members - Demand	67,055,922.01	43,977,691.13
Applicants for Membership	243,725.00	471,100.00
Total Deposits	419,904,840.54	261,706,880.12
Accrued Interest Payable.	4,009,729.93	4,431,358.75
Dividends Payable	2,799,493.33	2,126,375.65
Accounts Payable	8,910.69	32,218.20
Deferred Credits	28,290.34	-0-
Consolidated Obligations (Net) ^{1/}	445,050,000.00	524,500,000.00
Total Liabilities	<u>\$ 871,801,264.83</u>	<u>\$ 792,796,832.72</u>
Capital		
Capital Stock:		
Stock Subscribed by Member Institutions	\$ 315,686,500.00	\$ 271,374,700.00
Less: Unpaid Subscriptions.	198,625.00	723,075.00
Total Paid-in on Subscriptions.	315,487,875.00	270,651,625.00
Surplus-Earned:		
Legal Reserve	17,460,692.14	15,735,676.93
Reserve for Contingencies	4,831,259.91	5,510,758.42
Undivided Profits	12,120,930.38	10,580,755.95
Total Earned Surplus	34,412,882.43	31,827,191.30
Total Capital	<u>\$ 349,900,757.43</u>	<u>\$ 302,478,816.30</u>
Total Liabilities and Capital	<u>\$1,221,702,022.26</u>	<u>\$1,095,275,649.02</u>

^{1/} Consolidated Federal Home Loan Bank Obligations issued by the Home Loan Bank Board and now outstanding are the joint and several obligations of all Federal Home Loan Banks and are not guaranteed by the United States or by any agency thereof. The amounts shown represent total unmatured obligations less amounts acquired in the open market and held by some of the Federal Home Loan Banks.

EXHIBIT 3

FEDERAL HOME LOAN BANKS

Comparative Consolidated Statement of Income and Expense
for the Calendar Years Indicated

	Year ended December 31, 1952	Year ended December 31, 1951
Earned Operating Income:		
Interest on Advances	\$17,026,155.12	\$17,089,441.76
Interest on Securities	7,036,210.84	4,879,682.27
Miscellaneous	5,234.71	5,588.93
Total Operating Income	24,067,600.67	21,974,712.96
Operating Expenses:		
Compensation	1,118,316.50	1,044,478.85
Travel	103,105.46	103,737.10
Other Administrative Expenses	414,962.45	394,144.86
Interest on Consolidated Obligations	7,642,736.01	10,224,127.90
Concessions on Consolidated Obligations	352,498.97	533,019.16
Paid Through Office of Fiscal Agent	67,327.19	70,134.04
Interest on Members' Deposits	5,470,140.04	2,958,732.30
GAO Audit Expense	5,698.87	8,350.88
Assessment for Expenses of HLBB	389,861.00	392,789.00
Total Operating Expenses	15,564,646.49	15,729,514.09
Net Operating Income	\$ 8,502,954.18	\$ 6,245,198.87
Non-Operating Income:		
Profit - Sales of Securities	264,305.62	88,096.38
Furniture and Equipment Sales	667.20	3,650.40
Miscellaneous	1,463.08	974.86
Total Non-Operating Income	266,435.90	92,721.64
Non-Operating Charges:		
Loss - Sales of Securities	128,089.35	16,670.15
Furniture and Equipment Purchased	16,224.69	26,101.19
Total Non-Operating Charges	144,314.04	42,771.34
Net Income	\$ 8,625,076.04	\$ 6,295,149.17

EXHIBIT 4 - Continued

FEDERAL SAVINGS AND LOAN INSURANCE CORPORATION

Number and Assets of Insured Savings and Loan Associations, by Type,
December 31, 1952 and 1951 - continued

(Dollar amounts shown in thousands)

	All Insured						Federal						Insured State					
	1952			1951			1952			1951			1952			1951		
	Num- ber	Assets	Num- ber	Assets	Num- ber	Assets	Num- ber	Assets	Num- ber	Assets	Num- ber	Assets	Num- ber	Assets	Num- ber	Assets	Num- ber	Assets
District No. 7--Chicago.....	450	\$ 2,394,012	425	\$ 1,974,410	146	\$ 1,169,075	145	\$ 994,081	304	\$ 1,224,937	280	\$ 980,329	304	\$ 1,224,937	280	\$ 980,329		
Illinois.....	323	1,890,785	306	1,567,777	106	1,003,981	105	855,539	217	886,804	201	712,238	217	886,804	201	712,238		
Wisconsin.....	127	503,227	119	406,633	40	165,094	40	136,542	87	338,133	79	268,091	87	338,133	79	268,091		
District No. 8--Des Moines.....	198	1,175,550	184	972,662	111	773,752	109	645,677	87	401,798	75	326,985	87	401,798	75	326,985		
Iowa.....	53	216,627	52	176,646	32	134,026	32	108,980	21	82,601	20	67,666	21	82,601	20	67,666		
Minnesota.....	40	472,548	39	413,677	32	379,630	31	326,538	8	92,918	8	87,139	8	92,918	8	87,139		
Missouri.....	90	424,912	80	336,799	36	225,184	36	183,057	54	199,728	44	153,742	54	199,728	44	153,742		
North Dakota.....	8	44,426	7	31,999	6	23,506	6	18,066	2	20,920	1	13,933	2	20,920	1	13,933		
South Dakota.....	7	17,037	6	13,541	5	11,406	4	9,036	2	5,631	2	4,505	2	5,631	2	4,505		
District No. 9--Little Rock.....	293	1,079,709	286	900,227	159	501,455	160	421,319	134	578,254	126	478,908	134	578,254	126	478,908		
Arkansas.....	41	89,950	40	76,494	35	78,347	35	66,740	6	11,603	5	9,754	6	11,603	5	9,754		
Louisiana.....	72	315,696	72	275,358	14	59,378	14	49,542	58	256,318	58	225,816	58	256,318	58	225,816		
Mississippi.....	26	68,514	26	55,410	21	56,955	21	46,293	5	11,559	5	9,117	5	11,559	5	9,117		
New Mexico.....	15	47,329	14	38,051	7	28,836	7	24,902	8	17,493	7	13,149	8	17,493	7	13,149		
Texas.....	139	558,220	134	454,914	82	276,939	83	233,842	57	281,281	51	221,072	57	281,281	51	221,072		
District No. 10--Topeka.....	185	778,769	179	619,568	97	508,845	97	425,059	88	269,924	82	194,509	88	269,924	82	194,509		
Colorado.....	44	202,938	43	164,487	23	138,226	23	111,209	21	64,712	20	53,278	21	64,712	20	53,278		
Kansas.....	69	234,787	68	191,397	28	136,710	28	111,532	41	98,077	40	80,365	41	98,077	40	80,365		
Nebraska.....	27	91,717	23	47,267	15	37,544	15	29,748	12	54,173	8	17,519	12	54,173	8	17,519		
Oklahoma.....	45	249,327	45	215,917	31	196,365	31	172,570	14	52,962	14	43,347	14	52,962	14	43,347		
District No. 11--San Francisco.....	289	2,943,546	285	2,344,679	161	1,827,874	162	1,477,560	128	1,115,672	123	867,119	128	1,115,672	123	867,119		
Alaska.....	1	1,851	1	1,691	1	1,851	1	1,691	-	-	-0-	-	-	-	-0-	-		
Arizona.....	4	53,838	4	41,959	2	36,772	2	29,968	2	15,066	2	11,991	2	15,066	2	11,991		
California.....	165	2,134,065	163	1,662,899	73	1,216,630	74	967,979	92	917,435	89	694,920	92	917,435	89	694,920		
Hawaii.....	4	17,196	4	14,900	1	10,455	1	8,905	3	6,741	3	5,995	3	6,741	3	5,995		
Idaho.....	9	49,615	8	42,103	8	48,921	8	42,103	1	694	-0-	-	1	694	-0-	-		
Montana.....	10	40,584	10	34,288	4	13,661	4	11,286	6	26,923	6	23,002	6	26,923	6	23,002		
Nevada.....	1	7,312	1	6,457	1	7,312	1	6,457	-	-	-0-	-	-	-	-0-	-		
Oregon.....	21	110,364	21	89,508	21	110,364	21	89,508	-	-	-0-	-	-	-	-0-	-		
Utah.....	10	91,029	10	78,307	6	46,239	6	37,341	4	44,790	4	40,966	4	44,790	4	40,966		
Washington.....	55	412,541	54	351,362	35	308,518	35	261,117	20	104,023	19	90,245	20	104,023	19	90,245		
Wyoming.....	9	25,151	9	21,205	9	25,151	9	21,205	-	-	-0-	-	-	-	-0-	-		

EXHIBIT 5

FEDERAL SAVINGS AND LOAN INSURANCE CORPORATION

Statement of Condition as of Dates Indicated

Items	December 31, 1952	December 31, 1951
ASSETS		
Cash	\$ 1,208,240.82	\$ 3,203,906.61
Accounts receivable:		
Insurance premiums - payments due	273,179.09	240,915.33
Insurance premiums - payments deferred	3,473,344.76	2,868,250.64
Admission fees receivable	1,226.99	2,561.01
Miscellaneous	6.00	4.00
Total	3,747,756.84	3,111,730.98
Investments:		
U. S. Government securities (par value)	208,740,000.00	199,990,000.00
Net unamortized premium and discount on investments	442,817.65	208,406.33
Total	208,297,182.35	199,781,593.67
Accrued interest on investments	290,758.57	994,254.36
Pending and unclaimed insured accounts in liquidated institutions	7,046.38	7,046.38
Less: Allowance for losses	596.23	596.23
Total	6,450.15	6,450.15
Assets purchased from insured institutions to prevent default	-0-	969,298.94
Furniture, fixtures and equipment	56,596.60	55,347.10
Less: Allowance for depreciation	56,596.60	55,347.10
Total	-0-	-0-
Deferred charges:		
Home Loan Bank Board	140,131.35	143,108.91
Fidelity bond and other insurance premiums	361.06	722.12
Total	140,492.41	143,831.03
Other assets	431.10	720.32
Total assets	213,691,312.24	208,211,786.06
LIABILITIES AND CAPITAL		
Liabilities:		
Accounts payable	34.08	-0-
Accrued liabilities	32,274.73	2,477,974.84
Accrued payments in lieu of dividends on capital stock	876,974.79	887,573.22
Deductions from employees' salaries	18,385.63	19,293.03
Pending and unclaimed insured accounts in liquidated institutions	7,046.38	7,046.38
Custodial funds - receiverships	8,132.84	8,132.84
Total	942,848.45	3,400,020.31
Deferred credits:		
Unearned insurance premiums	6,508,416.79	5,409,175.34
Prepaid insurance premiums	214.41	9.06
Total	6,508,631.20	5,409,184.40
Capital:		
Capital stock	85,755,000.00	93,284,000.00
Reserve fund as provided by law	112,944,153.51	99,761,632.55
Unallocated income	7,540,679.08	6,356,948.80
Total	120,484,832.59	106,118,581.35
Total liabilities and capital	\$213,691,312.24	\$208,211,786.06

EXHIBIT 6

FEDERAL SAVINGS AND LOAN INSURANCE CORPORATION

Statement of Operations for the Calendar Years 1951 and 1952

Items	January 1, 1952 through December 31, 1952	January 1, 1951 through December 31, 1951
Operating income:		
Insurance premiums earned.....	\$12,026,721.41	\$10,125,281.36
Admission fees earned	98,590.77	161,137.40
Interest earned on U. S. Government securities..	4,813,143.88	4,515,070.95
Miscellaneous	3.25	6.57
Total operating income.....	16,938,459.31	14,801,496.28
Operating expenses and losses:		
Administrative expenses.....	430,373.65	489,734.12
Liquidation and other expenses	39.87	5,838.98
Services rendered by Home Loan Bank Board....	284,799.45	144,187.31*
Depreciation of furniture, fixtures and equipment..	4,475.15	4,764.30
Losses on subrogated accounts	-0-	112.55
Total operating expenses and losses.....	719,688.12	644,637.26
Net income from operations	16,218,771.19	14,156,859.02
Nonoperating income:		
Gains on assets purchased from insured institutions	43,333.70	-0-
Sale of furniture, fixtures and equipment.....	1,768.50	984.00
Miscellaneous	104.98	1,142.25
Total nonoperating income.....	45,207.18	2,126.25
Nonoperating charges:		
Loss on sale of securities	33,837.69	-0-
Commission on securities	-0-	375.02
Total nonoperating charges.....	33,837.69	375.02
Net income before adjustment of valuation reserves..	16,230,140.68	14,158,610.25
Adjustment of valuation reserves:		
Provision for losses on assets purchased from insured institutions	-0-	132,155.25
Provision for losses on pending and unclaimed insured accounts in liquidated institutions	-0-	114.12
Net adjustment of valuation reserves	-0-	132,269.37
Net income before payment of return on capital stock.....	16,230,140.68	14,290,879.62
Provision for return on capital stock in lieu of dividends	1,863,889.44	1,762,573.22
Net income	14,366,251.24	12,528,306.40

* Classified as administrative expenses prior to June 30, 1951.