

STATEMENT FOR THE PRESS.

September 14, 1918.

Further increases in the discount activity of the Federal Reserve banks in connection with the more recent war finance operations of the government accompanied by substantial issues of Federal Reserve notes are indicated in the Federal Reserve Board's weekly bank statement issued as at close of business on September 13, 1918. Concentration of gold in the Reserve banks continues, the additions to the banks' gold holdings being about 7.6 millions.

INVESTMENTS: Holdings of discounted paper show an increase for the week of 71.3 millions, the New York, Minneapolis and Kansas City banks reporting the largest increases under this head. By far the greater portion of the additional holdings is made up of war loan paper, which constitutes at present 66.4 per cent of the total discounts held, as against 65.3 per cent the week before. Acceptances on hand increased about 6 millions, New York, Cleveland and Philadelphia accounting for most of the increase shown. An increase of 5.7 millions in the total holdings of U.S. short-term securities is due largely to the temporary investment in these securities by the New York bank for the accommodation of local banks, also to the purchase from the government of additional 1-year Treasury certificates, to secure further issues of reserve bank notes. Total investments show an increase for the week of 82.8 millions.

DEPOSITS: Government deposits were 9.4 millions larger than the week before, members' reserve deposits increased 4.5 millions, the western banks showing considerable increases in their members' reserve balances. Net deposits are 20.6 millions larger than the week before.

RESERVES: Since the end of June gold reserves have increased by about 75 millions, partly through the exchange of F.R. notes for gold. The banks' reserve percentage shows a decline for the week from 54.7 to 53.7 per cent.

NOTE CIRCULATION: Federal Reserve Agents report a net addition of 69.1 millions to the total of F.R. notes outstanding. The banks show an increase for the week of 64.7 millions of F.R. notes in circulation, besides an increase of 3.7 millions in their combined liabilities on F.R. bank notes in circulation.

CAPITAL: An increase of \$194,000 in paid-in capital is due largely to payment for Federal Reserve bank stock by newly admitted members. The largest gains under this head are shown for the New York, Boston and Richmond banks.

CONDITION OF MEMBER BANKS SEPTEMBER 6, 1918.

Renewed investments in Treasury certificates following the September 3 issue accompanied by increases in deposits on Government and private accounts are indicated by the Board's consolidated weekly statement showing condition on September 6 of 733 member banks in leading cities.

Treasury certificates on hand show an increase of 271.3 millions, while holdings of U.S. bonds other than circulation bonds declined 19.1 millions. For the central reserve cities an increase of 159.8 millions in Treasury certificates is accompanied by net liquidation of 16.7 millions of U.S. bonds. Aggregate loans secured by U.S. war obligations went up 14.6 millions, largely at the central reserve city banks. All other loans and investments decreased 62.8 millions, the banks in the central reserve cities reporting an even larger decrease of 72.6 millions. Of the total loans and investments the combined share of U.S. war obligations and loans secured by such obligations constitute 16.2 per cent, as against 14.9 per cent the week before. For the central reserve city banks a rise in this percentage from 16.1 to 18.3 per cent is noted.

Government deposits increased 67.9 millions, of which about 40 millions represents the increase at the banks outside the central reserve cities. Net demand deposits of all reporting institutions show an increase of 54.2 millions, by far the larger portion of the increase falling to the share of the central reserve city banks. Time deposits increased 8.3 millions. Reserve balances with the F.R. banks show a reduction of 40.8 millions for all reporting banks and of 34.7 millions for the central reserve city banks alone, while total cash in vault went up 1.3 millions.

For all reporting banks the ratio of loans and investments to total deposits shows a rise from 125 to 125.7 per cent. For the central reserve city banks, this ratio remains unchanged at 116.3 per cent. The ratio of reserve balances (with the F.R. bank) and cash to total deposits declined from 15.5 to 14.9 per cent for all reporting banks, and from 17 to 16.2 per cent for the central reserve city banks. "Excess reserves" of all reporting banks work out at 88.9 millions as against 136.5 millions the week before. For the central reserve city banks a decrease of this item from 109.3 to 68.3 millions is noted.

Released for publication Sunday morning September 15, 1918.

Not earlier.

STATEMENT OF COMBINED RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS SEPTEMBER 13, 1918.

X-1195a

RESOURCES	September 13, 1918	September 6, 1918	September 14, 1917.
Gold in vault and in transit	386,214,000	\$ 383,228,000	408,206,000
Gold settlement fund, F.R.Board	465,298,000	496,531,000	384,646,000
Gold with foreign agencies	5,829,000	5,830,000	52,500,000
Total gold held by banks	857,341,000	885,589,000	845,352,000
Gold with Federal Reserve Agents	1,123,132,000	1,087,760,000	520,470,000
Gold redemption fund	44,086,000	43,634,000	9,127,000
Total gold reserves	2,024,559,000	2,016,983,000	1,374,949,000
Legal tender notes, silver, etc.	53,173,000	53,511,000	51,085,000
Total reserves	2,077,732,000	2,070,494,000	1,426,034,000
Bills discounted for members and F.R.Banks	1,613,247,000	(a) 1,541,974,000	167,333,000
Bills bought in open market	239,750,000	(a) 233,766,000	168,445,000
Total bills on hand	1,852,997,000	1,775,740,000	335,778,000
U.S.Government long-term securities	29,563,000	29,768,000	45,358,000
U.S.Government short-term securities	33,777,000	28,030,000	42,366,000
All other earning assets	81,000	75,000	214,000
Total earning assets	1,916,418,000	1,833,613,000	423,716,000
Uncollected items (deduct from gross deposits)	697,225,000	642,377,000	231,176,000
5% Redemption fund against F.R. bank notes	1,405,000	1,313,000	500,000
All other resources	13,013,000	12,076,000	308,000
TOTAL RESOURCES	4,705,793,000	4,559,873,000	2,081,734,000
LIABILITIES			
Capital paid-in	78,553,000	78,359,000	59,368,000
Surplus	1,134,000	1,134,000	-
Government deposits	206,733,000	197,325,000	21,602,000
Due to members - reserve account	1,469,603,000	1,465,102,000	1,139,291,000
Collection items	527,752,000	461,640,000	156,268,000
Other deposits, including foreign gov't. credits	115,302,000	119,960,000	51,621,000
Total gross deposits	2,319,390,000	2,244,027,000	1,368,782,000
F.R. notes in actual circulation	2,245,429,000	2,180,679,000	644,567,000
F.R. bank notes in circulation - net liability	27,672,000	23,964,000	7,561,000
All other liabilities	33,615,000	31,710,000	1,456,000
TOTAL LIABILITIES	4,705,793,000	4,559,873,000	2,081,734,000
Ratio of total reserves to net deposit and F.R. note liabilities combined	53.7%	(a) 54.7%	80.0%
Ratio of gold reserves to F.R. notes in actual circulation after setting aside 35% against net deposit liabilities	67.2%	(a) 69.2%	

(a) Amended figures.

WEEKLY STATEMENT OF RESOURCES AND LIABILITIES FOR EACH OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS SEPTEMBER 13, 1913.

X-1195b

(In thousands of dollars.)

R E S O U R C E S	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Gold in vault and in transit	3,163	288,712	290	25,010	6,198	6,881	26,651	1,411	8,259	207	7,043	12,389	386,214
Gold settlement fund, F.R. Board	77,965	43,235	62,016	69,052	27,003	13,776	63,299	21,694	22,463	20,662	4,327	39,806	465,298
Gold with foreign agencies	408	2,011	408	525	204	175	816	233	233	291	204	321	5,829
Total gold held by banks	81,536	333,958	62,714	94,587	33,405	20,832	90,766	23,338	30,955	21,160	11,574	52,516	857,341
Gold with Federal Reserve agents	59,450	297,165	110,466	134,306	43,439	31,173	191,244	56,668	25,604	57,562	24,319	91,736	1,123,132
Gold redemption fund	4,599	15,000	5,000	812	727	3,953	5,162	2,588	2,716	1,148	2,146	255	44,086
Total gold reserves	145,585	646,123	178,180	229,705	77,571	55,958	287,172	82,594	59,275	79,870	38,039	144,487	2,024,559
Legal tender notes, silver, etc.	2,315	45,358	910	327	805	162	1,707	471	75	246	622	175	53,173
Total reserves	147,900	691,481	179,090	230,032	78,376	56,120	288,879	83,065	59,350	80,116	38,661	144,662	2,077,732
Bills discounted for members and F.R. Banks	83,504	621,845	97,328	94,939	68,704	61,831	243,861	63,819	77,368	65,063	46,359	88,626	1,613,247
Bills bought in open market	29,821	123,016	9,693	29,476	4,548	3,702	16,393	1,600	262	136	634	20,469	239,750
Total bills on hand	113,325	744,861	107,021	124,415	73,252	65,533	260,254	65,419	77,630	65,199	46,993	109,095	1,852,997
U.S. Government long-term securities	538	1,449	1,348	2,292	1,233	621	4,508	1,153	116	8,867	3,977	3,461	29,563
U.S. Government short-term "	1,416	18,330	2,410	1,725	1,510	991	2,112	321	984	1,324	1,651	1,003	33,777
All other earning assets	---	---	---	---	---	70	---	---	---	---	---	11	81
Total earning assets	115,279	764,640	110,779	128,432	75,995	67,215	266,874	66,893	78,730	75,390	52,621	113,570	1,916,418
Uncollected items (deduct from gross deposits)	56,185	170,440	64,760	50,042	48,063	32,217	83,516	42,601	17,960	52,697	24,173	54,571	697,225
5% Redemption fund against F.R. bank notes	21	424	100	30	---	18	200	---	---	391	137	84	1,405
All other resources	851	2,033	2,153	617	716	776	1,279	538	213	912	1,074	1,851	13,013
TOTAL RESOURCES	320,236	1,629,018	356,882	409,153	203,150	156,346	640,748	193,097	156,253	209,506	116,666	314,738	4,705,793
L I A B I L I T I E S													
Capital paid in	6,555	20,162	7,351	8,756	3,978	3,140	10,811	3,731	2,888	3,597	3,063	4,521	78,553
Surplus	75	649	---	---	116	40	216	---	38	---	---	---	1,134
Government deposits	25,975	21,487	14,459	19,182	9,746	6,898	26,018	9,696	35,354	7,564	8,799	21,555	206,733
Due to members, reserve account	9,1283	633,944	85,665	116,843	46,259	38,755	197,814	53,537	39,928	66,851	32,282	66,442	1,469,603
Collection items	49,323	134,280	51,823	42,200	41,050	21,349	57,433	31,428	8,832	28,731	15,434	45,869	527,752
Other deposits including foreign government credits	---	111,289	---	210	---	15	1,300	476	18	---	---	1,994	115,302
Total gross deposits	166,581	901,000	151,947	178,435	97,055	67,017	282,565	95,137	84,132	103,146	56,515	135,860	2,319,390
F.R. Notes in actual circulation	144,288	686,399	195,109	219,108	100,450	85,078	337,548	92,866	67,772	92,850	53,223	170,738	2,245,429
F.R. Bank notes in circulation, net liability	272	8,364	831	458	---	159	5,236	52	---	7,869	2,751	1,680	27,672
All other liabilities	2,465	12,444	1,644	2,396	1,551	912	4,372	1,311	1,423	2,044	1,114	1,939	33,615
TOTAL LIABILITIES	320,236	1,629,018	356,882	409,153	203,150	156,346	640,748	193,097	156,253	209,506	116,666	314,738	4,705,793

STATEMENT OF FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS SEPTEMBER 13, 1918.
(In thousands of dollars.)

FEDERAL RESERVE NOTES:	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St. Louis	^{min.} Kans. Cy.	^{K.C.} Dallas	^{Dallas} San Fran.	^{San F.} Total	Total
Received from Comptroller	205,540	1,093,080	263,540	269,840	141,120	152,460	423,680	124,900	90,080	125,700	82,640	200,500	3,153,080
Returned to Comptroller	39,267	251,047	47,567	23,314	28,989	22,411	29,361	21,770	16,310	21,321	18,153	13,560	533,070
Chargeable to F.R. Agent	166,273	842,033	215,973	246,526	112,131	110,049	394,319	103,130	73,770	104,379	64,487	186,940	2,620,010
In hands of F.R. Agent	17,200	95,000	8,920	17,740	7,500	22,865	37,900	3,140	4,310	6,020	10,570	---	231,165
Issued to F.R. banks less amount returned to F.R. Agent for redemption	149,073	747,038	207,053	228,786	104,631	87,184	356,419	99,990	69,460	98,359	53,917	186,940	2,388,845

COLLATERAL SECURITY FOR
OUTSTANDING NOTES:

Gold coin and certificates on hand	5,000	163,740	---	21,813	---	2,504	---	---	13,102	---	11,081	---	217,240
Gold redemption fund	8,450	13,425	10,874	12,493	1,439	1,899	478	3,037	1,202	2,202	2,754	7,535	65,788
Gold settlement fund, F.R. Board	46,000	120,000	99,592	100,000	42,000	26,770	190,766	53,631	11,300	55,360	10,484	84,201	840,104
Eligible paper, minimum required	89,623	449,868	96,587	94,480	61,192	56,011	165,175	43,322	43,856	40,797	29,598	95,204	1,265,713
Total	149,073	747,033	207,053	228,786	104,631	87,184	356,419	99,990	69,460	98,359	53,917	186,940	2,388,845

AMOUNT OF ELIGIBLE PAPER
DELIVERED TO F. R. AGENT

113,324	744,861	102,022	122,146	69,726	56,090	260,254	54,853	68,667	65,199	46,993	93,411	1,797,546
---------	---------	---------	---------	--------	--------	---------	--------	--------	--------	--------	--------	-----------

MEMORANDA

FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION.

F. R. notes outstanding	149,073	747,033	207,053	228,786	104,631	87,184	356,419	99,990	69,460	98,359	53,917	186,958	2,388,863
F. R. notes held by bank	4,785	60,634	11,944	9,678	4,181	2,106	18,871	7,124	1,688	5,509	694	16,220	143,434
F.R. notes in actual circulation	144,288	686,399	195,109	219,108	100,450	85,078	337,548	92,866	67,772	92,850	53,223	170,738	2,245,429

DISTRIBUTION OF BILLS, U.S. GOVERNMENT SHORT-TERM SECURITIES AND WARRANTS BY MATURITIES.

	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	Over 90 days	Total
Bills discounted and bought	1,172,359	184,223	294,595	187,668	14,152	1,852,997
U.S. Government short-term securities	7,182	4,414	901	1,716	19,564	33,777
Municipal warrants	---	10.	33	11	16	70

STATEMENT SHOWING PRINCIPAL RESOURCE AND LIABILITY ITEMS OF MEMBER BANKS LOCATED IN CENTRAL RESERVE, RESERVE AND OTHER
SELECTED CITIES AS AT CLOSE OF BUSINESS SEPTEMBER 6, 1918.
(In thousands of dollars.)

1. Data for all reporting banks in each district.

	Boston	New York	Phila	Clevel.	Richm.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
No. reporting banks	42	102	49	85	77	45	96	32	35	73	45	52	733
U.S.bonds to secure circulation	14,352	50,222	11,492	42,410	24,251	15,465	18,467	17,414	6,382	13,710	17,929	34,505	266,599
Other U.S. bonds including													
Liberty bonds	11,862	220,250	28,749	50,111	27,944	22,548	53,842	14,740	10,519	13,839	15,173	26,267	495,844
U.S.certificates of indebtedness	75,262	603,721	61,387	88,369	32,584	34,051	134,187	35,168	21,617	38,244	16,435	61,463	1,202,488
Total U.S. securities	101,476	874,193	101,628	180,890	84,779	72,064	206,495	67,322	38,518	65,793	49,537	122,235	1,964,951
Loans secured by U.S.bonds, etc.	40,029	212,860	45,153	36,601	19,848	9,067	60,614	14,778	12,221	4,396	5,204	9,018	469,789
All other loans & investments	762,252	4,303,899	606,284	974,465	373,094	289,335	1,412,921	372,893	280,687	466,250	178,210	532,803	10,553,093
Reserve with F.R. bank	63,782	635,973	59,447	83,182	31,033	31,779	136,749	32,701	17,720	40,075	15,130	43,842	1,191,415
Cash in vault	24,920	118,048	19,365	34,137	16,610	14,886	55,521	12,989	9,026	15,443	12,002	19,583	352,530
Net demand deposits	659,755	4,428,862	597,785	715,207	298,445	206,289	1,032,336	263,568	166,434	384,509	142,762	389,151	9,285,103
Time deposits	97,273	271,167	13,930	236,390	52,524	92,017	357,165	73,995	45,439	73,846	25,324	119,213	1,458,283
Government deposits	56,215	285,100	35,371	61,794	17,155	15,894	55,025	16,801	29,704	23,162	7,555	12,009	615,785

2. Data for banks in each central reserve city, banks in all other reserve cities, and other reporting banks.

	New York		Chicago	St.Louis	Total	Cen.Res.Cities	Reserve Cities		Country Banks		Total	
	Sept. 6	Aug. 30	Sept. 6	Sept. 6	Sept. 6	Aug. 30	Sept. 6	Aug. 30	Sept. 6	Aug. 30	Sept. 6	Aug. 30
No. reporting banks	69	69	40	14	123	123	445	446	165	165	733	734
U.S.bonds to secure circulation	36,328	36,278	1,132	10,314	47,774	47,718	170,584	171,714	48,241	48,107	266,599	267,539
Other U.S.bonds including												
Liberty bonds	199,445	212,406	21,200	9,073	229,718	246,456	216,194	217,871	49,932	50,652	495,844	514,979
U.S. certificates of indebtedness	574,985	436,929	71,084	26,805	672,874	513,034	451,037	356,151	78,577	61,929	1,202,488	931,114
Total U.S. securities	810,758	685,613	93,416	46,192	950,366	807,208	837,815	745,736	176,750	160,688	1,964,931	1,713,632
Loans secured by U.S. bonds, etc.	193,479	184,052	43,820	11,827	249,126	236,108	194,218	192,125	26,445	26,798	469,789	455,031
All other loans and investments	3,956,509	4,016,821	856,753	270,117	5,083,379	5,155,997	4,639,225	4,633,684	830,489	826,187	10,553,093	10,615,868
Reserve with F.R. bank	611,230	638,007	93,438	25,618	730,286	764,986	407,660	413,929	53,467	53,248	1,191,413	1,232,163
Cash in vault	104,982	103,379	32,467	6,045	143,494	141,483	171,959	175,543	37,077	34,210	352,530	351,236
Net demand deposits	4,127,044	4,050,583	683,066	189,347	4,999,457	4,950,702	3,626,957	3,630,859	658,689	649,336	9,285,103	9,230,897
Time deposits	218,277	217,843	129,617	53,082	400,976	401,915	864,708	855,168	192,599	192,937	1,458,283	1,450,020
Government deposits	262,608	237,075	33,932	13,751	310,291	287,713	267,397	227,584	38,097	32,613	615,785	547,910
Rate of combined reserve and cash to total net deposits, per cent	16.1	17.1	16.9	14.7	16.2	17.0	14.0	14.3	-	-	14.9	15.5