

STATEMENT FOR THE PRESS

Released for publication
Sunday morning, June 6,
1920; not earlier.

St. 1202
Federal Reserve Board
June 5, 1920

CONDITION OF FEDERAL RESERVE BANKS.

Further gains of 7.7 millions in gold reserves, as against total additions of about 37 millions to the holdings of discounted and purchased paper, and measurable increases in deposit and note liabilities are indicated in the Federal Reserve Board's weekly bank statement issued as at close of business on June 4, 1920. The Banks' reserve ratio shows a decline from 42.7 to 42.5 per cent.

Holdings of paper secured by U. S. war obligations were 14.5 millions less than the week before, while other discounts on hand show an increase of 59.4 millions. Acceptances purchased in open market declined 7.9 millions, and

Treasury certificates, because of liquidation by the New York Bank, -4.7 millions

Of the total war paper holdings of 1,433.4 millions, 626.7 millions, or 43.7 per cent, were secured by Liberty bonds, 285.3 millions, or 20 per cent, by Victory notes, and 521.4 millions, or 36.3 per cent, by Treasury certificates, compared with 46.6, 19 and 34.4 per cent of about 1,448 millions of war paper shown the week before. Total discounts held by the Boston, New York and Cleveland banks are inclusive of 132.8 millions of bills discounted for 7 Southern and Western banks, as against 144.7 millions the week before. Acceptance holdings of the Cleveland and San Francisco Banks comprise 5.4 millions of bills acquired from the New York and St. Louis Banks, compared with 5.9 millions a week earlier.

All classes of deposits show increases over the previous week's totals: government deposits - by 0.3 million, members' reserve deposits - by 5.8 millions, and other deposits, including foreign Government credits and non-member banks' clearing accounts - by 0.7 million. The "float" carried by the Reserve banks and treated as a deduction from gross deposits shows a decrease of 5.9 millions, with the consequence that calculated net deposits are 12.7 millions larger than the week before.

Federal Reserve note circulation shows an expansion during the week of 20.3 millions, while the Reserve Banks' combined liabilities on Federal Reserve bank notes show an addition of 2.1 millions. An increase of \$108,000 in paid-in capital reflects largely increases in capitalization reported by member banks in the Richmond, Cleveland, St. Louis and Dallas districts.

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STATEMENT OF COMBINED RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS

St. 1202a

RESOURCES	June 4, 1920	May 28, 1920	June 6, 1919
Gold and gold certificates	\$164,519,000	\$167,135,000	\$354,969,000
Gold settlement fund - F. R. Board	431,227,000	424,452,000	581,055,000
Gold with foreign agencies	111,531,000	111,530,000	-
Total gold held by banks	707,277,000	703,117,000	936,024,000
Gold with Federal Reserve Agents	1,110,864,000	1,112,040,000	1,139,508,000
Gold redemption fund	142,712,000	137,946,000	126,272,000
Total gold reserves		\$1,960,853,000	\$1,953,103,000
Legal tender notes, silver, etc.		138,087,000	139,393,000
Total reserves		2,098,940,000	2,092,496,000
Bills discounted (Secured by Government war obligations)	1,433,415,000	1,447,962,000	1,620,994,000
(All Other)	1,130,843,000	1,071,469,000	190,130,000
Bills bought in open market	410,688,000	418,600,000	198,307,000
Total bills on hand		2,974,946,000	2,938,031,000
U. S. Government bonds		26,795,000	26,794,000
U. S. Victory notes		69,000	69,000
U. S. Certificates of Indebtedness		274,816,000	279,531,000
Total earning assets		3,276,626,000	3,244,425,000
Bank premises		12,942,000	12,668,000
Uncollected items and other deductions from gross deposits		789,616,000	747,190,000
5% Redemption fund against F.R. Bank notes		11,745,000	11,862,000
All other resources		5,640,000	5,699,000
TOTAL RESOURCES		6,195,509,000	6,114,340,000
LIABILITIES			
Capital paid-in		94,108,000	94,000,000
Surplus		120,120,000	120,120,000
Government deposits	37,113,000	36,433,000	26,058,000
Due to members - Reserve account	1,858,774,000	1,852,916,000	1,705,104,000
Deferred availability items	601,639,000	553,703,000	497,349,000
Other deposits, including foreign government credits	99,265,000	98,578,000	134,364,000
Total gross deposits	1,876	2,596,791,000	2,541,630,000
F. R. notes in actual circulation		3,127,291,000	3,107,021,000
F. R. Bank notes in circulation - net liability		181,252,000	179,185,000
All other liabilities		75,947,000	72,384,000
TOTAL LIABILITIES		6,195,509,000	6,114,340,000
Ratio of total reserves to net deposit and F. R. note liabilities combined		42.5%	42.7%
Ratio of gold reserves to F.R. notes in circulation after setting aside 35% against net deposit liabilities		46.9%	53.7%

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JUNE 4, 1920.

	R E S O U R C E S										(In thousands of dollars)			
	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total	
Federal Reserve Bank of														
Gold and gold certificates	11,143	79,215	1,090	10,065	2,399	8,311	24,337	2,830	7,204	442	5,284	12,199	164,519	
Gold Settlement Fund - F.R. Board	38,887	103,300	33,923	69,399	13,807	8,615	70,536	11,534	8,377	27,865	6,890	38,094	431,227	
Gold with foreign agencies	8,142	40,932	8,922	9,146	5,465	4,015	13,272	5,242	3,011	5,353	2,900	5,131	111,531	
Total gold held by banks	58,172	223,447	43,935	88,610	21,671	20,941	108,145	19,606	18,592	33,660	15,074	55,424	707,277	
Gold with F.R. Agents	115,850	285,182	87,705	144,059	35,492	50,889	166,944	45,931	32,698	37,207	27,539	81,368	1,110,864	
Gold redemption fund	19,278	33,993	13,330	4,150	11,590	7,868	25,818	5,797	165	3,693	6,431	10,599	142,712	
Total gold reserves	193,300	542,622	144,970	236,819	68,753	79,698	300,907	71,334	51,455	74,560	49,044	147,391	1,960,853	
Legal tender notes, silver, etc.	8,472	105,366	417	1,683	193	1,369	10,032	7,064	195	1,417	1,335	544	138,087	
Total reserves	201,772	647,988	145,387	238,502	68,946	81,067	310,939	78,398	51,650	75,977	50,379	147,935	2,098,940	
Bills discounted: (a)														
Secured by Govt. war obligations	100,331	561,146	186,209	104,376	59,268	55,351	158,780	61,895	13,409	31,646	42,801	58,203	1,433,415	
All other	68,035	279,189	28,749	55,419	41,560	58,196	279,154	49,368	62,940	75,091	35,409	97,733	1,130,843	
Bills bought in open market (b)	32,253	179,007	2,227	57,304	9,619	5,739	54,943	3,122	4,266	1,396	1,025	59,787	410,688	
Total bills on hand	200,619	1,019,342	217,185	217,099	110,447	119,286	492,877	114,385	80,615	108,133	79,235	215,723	2,974,946	
U. S. Government bonds	560	1,457	1,386	833	1,235	114	4,477	1,153	115	8,867	3,966	2,632	26,795	
U. S. Victory notes	5	50	-	10	-	3	-	-	-	1	-	-	69	
U. S. Certificates of indebtedness	21,750	72,876	30,829	23,356	12,260	15,666	39,635	17,150	8,488	12,980	8,300	11,526	274,816	
Total earning assets	222,934	1,093,725	249,400	241,298	123,942	135,069	536,989	132,688	89,218	129,981	91,501	229,881	3,276,626	
Bank premises	1,293	3,500	500	1,155	716	575	2,116	866	548	660	782	231	12,942	
Uncollected items and other deductions from gross deposits	64,885	167,015	64,892	75,240	61,369	23,995	112,373	47,409	23,804	68,451	45,466	34,717	789,616	
5% Redemption fund against F. R.														
Bank notes	1,273	2,890	1,300	731	451	519	1,455	523	460	916	562	665	11,745	
All other resources	441	975	581	390	382	353	759	461	201	267	357	453	5,640	
TOTAL RESOURCES	492,598	1,916,093	462,060	557,316	255,806	241,578	964,631	260,345	165,881	276,272	189,047	413,882	6,195,509	
(a) Includes bills discounted for other F. R. Banks, viz:	17,402	78,544	-	36,875	-	-	-	-	-	-	-	-	132,821	
(b) Includes bankers' acceptances bought from other F. R. Banks:														
With their endorsement	-	-	-	2,988	-	-	-	-	-	-	-	-	2,988	
Without their endorsement	-	-	-	-	-	-	-	-	-	-	-	2,371	2,371	

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JUNE 4, 1920.

(In thousands of dollars)

L I A B I L I T I E S

Federal Reserve Bank of	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Capital paid-in	7,532	24,668	8,313	10,068	4,798	3,737	13,127	4,240	3,251	4,310	3,694	6,370	94,108
Surplus	8,359	45,082	8,805	9,089	5,820	4,695	14,292	3,724	3,569	6,116	3,030	7,539	120,120
Government deposits	3,455	9,322	3,821	2,876	1,459	2,328	3,992	2,037	1,344	1,564	1,371	3,176	36,743
Due to members - Reserve account	120,187	753,272	103,593	141,792	59,868	53,076	263,033	62,585	49,421	80,139	53,162	118,646	1,858,774
Deferred availability items	49,977	114,945	57,602	62,170	47,623	15,901	80,187	42,910	18,155	62,928	32,935	16,674	602,007
Other deposits, including foreign government credits	4,965	43,503	6,240	5,546	3,293	2,494	8,605	3,430	2,095	3,314	1,880	13,900	99,265
Total gross deposits	178,584	921,042	171,256	212,384	112,243	73,799	355,817	110,962	71,015	147,945	89,348	152,396	2,596,791
F. R. notes in actual circulation	278,353	861,807	249,225	306,057	121,247	146,164	539,895	129,301	79,165	99,089	83,677	233,311	3,127,291
F. R. Bank notes in circulation - net liability	14,810	37,440	19,121	14,063	8,980	10,257	29,338	9,138	6,574	15,443	7,343	8,745	181,252
All other liabilities	4,960	26,054	5,340	5,655	2,718	2,926	12,162	2,980	2,307	3,369	1,955	5,521	75,947
TOTAL LIABILITIES	492,598	1,916,093	462,060	557,316	255,806	241,578	964,631	260,345	165,881	276,272	189,047	413,882	6,195,509

M E M O R A N D A

Contingent liability as endorser on -													
Discounted paper rediscounted with other F. R. Banks	-	-	-	-	24,883	8,000	19,000	43,838	13,670	15,430	8,000	-	132,821
Bankers' acceptances sold to other F. R. Banks	-	-	-	-	-	-	-	2,988	-	-	-	-	2,988
Contingent liability on bills purchased for foreign correspondents	-	16,216	-	-	-	-	-	-	-	-	-	-	16,216

FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION

F. R. notes outstanding	287,337	967,069	262,633	322,447	125,952	150,048	579,619	145,996	80,729	103,414	86,824	265,121	3,377,189
F. R. notes held by bank	8,984	105,262	13,408	16,390	4,705	3,884	39,724	16,695	1,564	4,325	3,147	31,810	249,898
F. R. notes in actual circulation	278,353	861,807	249,225	306,057	121,247	146,164	539,895	129,301	79,165	99,089	83,677	233,311	3,127,291

DISTRIBUTION OF BILLS AND U. S. CERTIFICATES OF INDEBTEDNESS BY MATURITIES

	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	Over 90 days	Total
Bills discounted	1,480,231	245,573	486,228	289,520	62,706	2,564,258
Bills bought in open market	112,306	91,779	163,403	43,200	-	410,688
U. S. Certificates of indebtedness	8,300	4,796	11,560	35,869	214,291	274,816

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS JUNE 4, 1920.

(In thousands of dollars)

	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
FEDERAL RESERVE NOTES:													
Received from Comptroller	576,500	2,174,240	583,200	591,000	326,600	345,540	1,033,760	328,320	166,580	222,520	164,780	449,400	6,962,440
Returned to Comptroller	246,463	1,080,171	295,287	237,773	169,774	133,092	397,281	165,384	74,376	114,616	68,021	180,929	3,163,167
Chargeable to F. R. Agent	330,037	1,094,069	287,913	353,227	156,826	212,448	636,479	162,936	92,204	107,904	96,759	268,471	3,799,273
In hands of F. R. Agent	42,700	127,000	25,280	30,780	30,874	62,400	56,860	16,940	11,475	4,490	9,935	3,350	422,084
Issued to F. R. Bank less amount returned to F. R. Agent for redemption	287,337	967,069	262,633	322,447	125,952	150,048	579,619	145,996	80,729	103,414	86,824	265,121	3,377,189
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COLLATERAL SECURITY FOR OUTSTANDING NOTES:													
Gold and gold certificates on hand	900	195,734	-	32,025	-	2,500	-	4,010	13,052	-	10,331	-	258,552
Gold redemption fund	17,950	16,448	15,816	17,034	2,992	2,389	8,799	2,191	1,046	2,347	5,974	15,712	108,698
Gold settlement fund - F.R.Board	97,000	73,000	71,889	95,000	32,500	46,000	158,145	39,730	18,600	34,660	11,234	65,656	743,614
Eligible paper, minimum required	171,487	681,887	174,928	178,388	90,460	99,159	412,675	100,065	48,031	66,207	59,285	183,753	2,266,325
TOTAL	287,337	967,069	262,633	322,447	125,952	150,048	579,619	145,996	80,729	103,414	86,824	265,121	3,377,189
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AMOUNT OF ELIGIBLE PAPER DELIVERED TO F. R. AGENT	200,619	1,016,753	188,756	214,030	108,456	119,286	492,863	114,349	67,597	108,070	79,235	198,659	2,908,673