

STATEMENT FOR THE PRESS

Released for publication  
Friday morning, August 19;  
not earlier.

St.2212  
Federal Reserve Board  
August 18, 1921.

CONDITION OF FEDERAL RESERVE BANKS

Further gains of \$24,400,000 of gold and of \$24,600,000 of total cash reserves, accompanied by a reduction of \$17,100,000 in Federal reserve note circulation and an increase of \$8,800,000 in deposit liabilities, are indicated in the Federal Reserve Board's weekly bank statement issued as at close of business on August 17, 1921. The banks' reserve ratio shows a rise for the week from 65 to 65.8 per cent.

All classes of earning assets show smaller totals than the week before: bills secured by United States Government obligations - by \$3,200,000, other discounts - by \$11,300,000, acceptances purchased in open market - by \$3,100,000, Pittman certificates to secure outstanding Federal reserve bank note circulation - by \$3,000,000 and other Treasury certificates, largely held under repurchase agreements by the New York and Chicago reserve banks - by \$11,300,000. Total earning assets in consequence of the changes noted show a further reduction for the week of \$32,100,000 and on August 17 stood at \$1,799,300,000, or about 44 per cent below the total reported about a year ago.

Of the total holdings of \$559,700,000 of paper secured by United States Government obligations, \$367,200,000, or 65.6 per cent, were secured by Liberty and other U. S. bonds, \$161,300,000, or 28.8 per cent, - by Victory notes, \$5,300,000, or 1 per cent, - by Treasury notes, and \$25,900,000, or 4.6 per cent, - by Treasury certificates, compared with \$370,700,000, \$165,100,000, \$5,200,000 and \$21,900,000 reported the week before.

Discounted bills held by the Boston, New York and Cleveland banks include \$54,400,000 of bills discounted for the Richmond, Atlanta, Minneapolis and Dallas banks, compared with \$53,300,000 reported on the previous Wednesday. The Richmond bank reports a further reduction of its accommodation at the New York reserve bank from \$24,000,000 to \$20,000,000, the Atlanta bank shows an increase in the amount of bills rediscounted with the Boston reserve bank from \$1,500,000 to \$2,100,000. The reserve bank of Minneapolis reports an increase in bills discounted with the New York bank from slightly over \$10,000,000 to \$12,600,000, while the Dallas bank shows an increase in its accommodation at the Boston and Cleveland banks from \$17,700,000 to \$19,800,000.

As against a decrease of \$16,600,000 in Government deposits, there is shown an increase of about \$20,000,000 in members' reserve deposits, and of \$5,400,000 in other deposits, composed largely of non-members' clearing accounts and cashier's checks.

In addition to the decrease of \$17,100,000 in Federal reserve note circulation, there is also shown a reduction of \$3,800,000 in the reserve banks' combined liabilities on Federal reserve bank notes in circulation. Since December 23, 1920, when the high total of \$3,404,931,000 was reached, Federal reserve note circulation has fallen off over \$900,000,000, or over 26 per cent. During the same period the reserve banks' aggregate liabilities on Federal reserve bank notes have decreased by over \$104,000,000, or nearly 48 per cent.

Owing largely to increases in capitalization of member banks in the Kansas City, Philadelphia, New York and Boston districts, the reserve banks' paid-in capital shows an increase of \$296,000 for the week.

RESOURCES AND LIABILITIES  
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED.

(In thousands of dollars)

R E S O U R C E S

	Aug. 17, 1921	Aug. 10, 1921	Aug. 20, 1920
Gold and gold certificates . . . . .	407,452	423,005	183,125
Gold settlement fund - F.R. Board . . . . .	418,738	408,756	366,892
Gold with foreign agencies . . . . .	-	-	111,455
<u>Total gold held by banks</u> . . . . .	826,190	831,761	661,472
Gold with Federal Reserve Agents . . . . .	1,660,062	1,640,626	1,164,264
Gold redemption fund . . . . .	114,043	103,514	140,615
<u>Total gold reserves</u> . . . . .	2,600,295	2,575,901	1,966,351
Legal tender notes, silver, etc. . . . .	145,173	144,947	155,486
<u>Total reserves</u> . . . . .	2,745,468	2,720,848	2,121,837
Bills discounted:			
Sec. by U.S. Government obligations. . . . .	559,689	562,918	1,301,609
All other . . . . .	952,428	963,741	1,320,820
Bills bought in open market . . . . .	41,910	44,978	320,597
<u>Total bills on hand</u> . . . . .	1,554,027	1,571,637	2,943,026
U.S. bonds and notes . . . . .	34,028	34,152	26,878
U.S. Certificates of indebtedness:			
One-year certificates (Pittman Act). . . . .	203,375	206,375	259,375
All other . . . . .	7,876	19,215	17,783
<u>Total earning assets</u> . . . . .	1,799,306	1,831,379	3,247,062
Bank premises . . . . .	26,952	26,720	14,654
5% Redemption fund against			
F. R. Bank notes . . . . .	9,471	9,516	11,600
Uncollected items . . . . .	531,871	483,486	781,125
All other resources . . . . .	17,302	16,787	4,942
<u>TOTAL RESOURCES</u> . . . . .	5,130,370	5,088,736	6,181,220

L I A B I L I T I E S

Capital paid in . . . . .	102,896	102,600	96,759
Surplus . . . . .	213,824	213,824	164,745
Reserved for Gov't. franchise tax . . . . .	47,006	46,608	-
Deposits:			
Government . . . . .	19,014	35,595	54,959
Member bank - reserve account . . . . .	1,621,570	1,601,583	1,793,675
All other. . . . .	30,665	25,294	44,828
<u>Total deposits</u> . . . . .	1,671,249	1,662,472	1,893,462
F.R. notes in actual circulation . . . . .	2,503,642	2,520,784	3,174,725
F.R. Bank notes in circulation -			
net liability . . . . .	114,502	118,301	198,563
Deferred availability items . . . . .	458,120	405,696	591,094
All other liabilities. . . . .	19,131	18,451	61,872
<u>TOTAL LIABILITIES</u> . . . . .	5,130,370	5,088,736	6,181,220

Ratio of total reserves to deposit and F.R. note liabilities combined . . . . .	65.8%	65.0%	*43.5%
------------------------------------------------------------------------------------	-------	-------	--------

Ratio of gold reserves to F.R. notes in circulation after setting aside 35% against deposit liabilities . . . . .	86.3%	84.9%	*48.1%
-------------------------------------------------------------------------------------------------------------------------	-------	-------	--------

\*Calculated on basis of net deposits and F.R. notes in circulation.

Released for publication Friday morning, August 19, 1921; not earlier.

St.2212b.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS AUGUST 17, 1921.

(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
Federal Reserve Bank of													
Gold and gold certificates	8,150	318,093	2,295	6,608	2,725	4,809	21,549	2,981	8,634	2,177	8,646	20,785	407,452
Gold settlement fund - F.R.Board	31,295	39,771	48,627	58,200	22,471	5,660	107,773	18,338	7,986	44,093	4,602	29,922	418,738
Total gold held by banks	39,445	357,864	50,922	64,808	25,196	10,469	129,322	21,319	16,620	46,270	13,248	50,707	826,190
Gold with F. R. Agents	186,874	472,526	147,512	181,565	30,220	49,294	306,521	57,392	19,239	37,669	10,281	160,969	1,660,062
Gold redemption fund	26,981	20,000	6,395	8,520	12,018	4,653	16,348	3,672	2,065	2,348	3,340	7,703	114,043
Total gold reserves	253,300	850,390	204,829	254,893	67,434	64,416	452,191	82,383	37,924	86,287	26,869	219,379	2,600,295
Legal tender notes, silver, etc.	16,548	61,969	3,010	5,816	4,136	7,762	17,923	13,130	928	3,949	6,598	3,404	145,173
Total reserves	269,848	912,359	207,839	260,709	71,570	72,178	470,114	95,513	38,852	90,236	33,467	222,783	2,745,468
Bills discounted: (a)													
Secured by U.S. Govt. obligations	38,095	167,961	85,949	38,406	28,546	35,023	71,198	28,100	4,252	18,056	6,086	38,017	559,689
All other	42,658	200,175	29,371	95,177	71,800	67,308	146,806	45,714	65,400	48,139	48,166	91,714	952,428
Bills bought in open market	6,634	20,269	1,887	1,830	2,409	1,140	2,985	357	-	1,018	70	3,311	41,910
Total bills on hand	87,387	388,405	117,207	135,413	102,755	103,471	220,989	74,171	69,652	67,213	54,322	133,042	1,554,027
U. S. bonds and notes	555	1,005	1,481	844	1,233	10,099	4,490	1,153	117	8,868	3,979	204	34,028
U. S. Certificates of indebtedness:													
One-year certificates (Pittman Act)	17,436	52,276	25,780	19,799	6,260	10,564	33,612	11,568	5,480	8,320	2,400	9,880	203,375
All other	479	5,522	116	1	-	1	1,133	430	51	-	-	143	7,876
Total earning assets	105,857	447,208	144,584	156,057	110,248	124,135	260,224	87,322	75,300	84,401	60,701	143,269	1,799,306
Bank premises	3,990	5,515	529	2,383	2,351	753	4,429	627	658	3,155	1,970	592	26,952
5% Redemption fund against													
F. R. Bank notes	772	1,659	700	1,239	363	608	1,665	523	296	916	236	494	9,471
Uncollected items	43,729	120,167	49,263	50,042	43,161	19,390	65,875	29,021	13,579	41,633	23,013	32,998	531,871
All other resources	538	2,615	383	913	283	761	1,917	736	561	496	2,309	5,790	17,302
TOTAL RESOURCES	424,734	1,489,523	403,298	471,343	227,976	217,825	804,224	213,742	129,246	220,837	121,696	405,926	5,130,370
(a) Includes bills discounted for													
other F. R. Banks, viz:	17,061	32,597	-	4,763	-	-	-	-	-	-	-	-	54,421

Released for publication Friday morning, Aug. 19, 1921; not earlier.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS AUG. 17, 1921.

St.2212c.

(In thousands of dollars)

LIABILITIES

Federal Reserve Bank	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
Capital paid in	7,935	26,983	8,656	11,139	5,391	4,122	14,312	4,541	3,549	4,536	4,318	7,414	102,896
Surplus	16,342	59,318	17,564	22,263	11,026	8,708	30,536	9,114	7,303	9,330	7,113	15,207	213,824
Reserved for Govt. franchise tax	2,395	18,677	3,068	2,022	2,043	3,047	8,942	1,143	1,633	1,635	-	2,401	47,006
Deposits:													
Government	583	283	847	514	895	1,254	5,728	2,122	1,357	2,087	1,442	1,902	19,014
Member bank - reserve account	109,354	610,152	103,337	138,495	51,603	42,929	237,957	61,164	40,445	72,529	40,727	112,878	1,621,570
All other	887	15,133	1,320	1,073	476	393	3,507	820	577	1,170	539	4,770	30,665
Total deposits	110,824	625,568	105,504	140,082	52,974	44,576	247,192	64,106	42,379	75,786	42,708	119,550	1,671,249
F. R. notes in actual circulation	241,611	637,645	216,543	236,790	109,675	131,745	433,247	99,298	55,617	75,581	39,946	225,944	2,503,642
F. R. Bank notes in circulation - net liability	6,046	28,492	7,320	12,379	5,201	8,221	13,173	5,994	4,475	14,075	3,707	5,419	114,502
Deferred availability items	38,471	88,663	43,762	45,385	40,542	16,502	53,780	28,531	13,044	38,653	22,609	28,178	458,120
All other liabilities	1,110	4,177	881	1,283	1,124	904	3,042	1,015	1,246	1,241	1,295	1,813	19,131
TOTAL LIABILITIES	424,734	1,489,523	403,298	471,343	227,976	217,825	804,224	213,742	129,246	220,837	121,696	405,926	5,130,370

Ratio of total reserves to deposit and F.R. note liabilities combined, per cent

MEMORANDA

Contingent liability as endorser on discounted paper rediscounted with other F. R. Banks

Contingent liability on bills purchased for foreign correspondents

	76.6	72.2	64.5	69.2	44.0	40.9	69.1	58.5	39.6	59.6	40.5	64.5	65.8
	-	-	-	-	20,000	2,071	-	-	12,597	-	19,753	-	54,421
	3,279	15,298	3,594	3,683	2,201	1,617	5,345	2,111	1,213	2,156	1,168	2,066	43,731

FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION

F. R. notes outstanding	261,151	783,269	243,180	262,462	118,265	139,151	483,296	121,096	58,480	84,186	43,488	287,193	2,885,217
F. R. notes held by banks	19,540	145,624	26,637	25,672	8,590	7,406	50,049	21,798	2,863	8,605	3,542	61,249	381,575
F. R. notes in actual circulation	241,611	637,645	216,543	236,790	109,675	131,745	433,247	99,298	55,617	75,581	39,946	225,944	2,503,642

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	860,478	157,136	273,237	181,320	39,946	1,512,117
Bills bought in open market	24,264	8,472	4,813	4,358	3	41,910
U. S. Certificates of indebtedness	19,026	12,397	32,663	13,659	133,506	211,251

Released for publication Friday morning, Aug. 19, 1921; not earlier.

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS AUG. 17, 1921.

St.2212d.

(In thousands of dollars)

Federal Reserve Agent at	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
<b>R E S O U R C E S</b>													
Federal Reserve notes on hand	94,010	303,120	20,620	43,320	22,929	78,183	167,720	24,540	14,090	3,840	25,012	31,960	829,344
Federal Reserve notes outstanding	261,151	783,269	243,180	262,462	118,265	139,151	483,296	121,096	58,480	84,186	43,488	287,193	2,885,217
Collateral security for Federal Reserve notes outstanding:													
Gold and gold certificates	5,600	316,924	-	23,775	-	3,400	-	6,110	13,052	-	5,131	-	373,992
Gold redemption fund	21,274	19,502	19,123	12,790	3,220	5,894	15,876	3,451	1,987	3,309	2,915	16,109	125,550
Gold settlement fund-F.R.Board	160,000	136,000	128,389	145,000	27,000	40,000	290,645	47,831	4,200	34,360	2,235	144,860	1,160,520
Eligible paper -													
Amount required	74,277	310,743	95,668	80,897	88,045	89,857	176,775	63,704	39,241	46,517	33,207	126,224	1,225,155
Excess amount held	13,110	49,798	5,144	54,173	12,460	13,601	44,211	10,420	30,030	20,635	21,051	6,655	281,128
<b>TOTAL</b>	<b>629,422</b>	<b>1,919,456</b>	<b>512,124</b>	<b>622,417</b>	<b>271,919</b>	<b>370,086</b>	<b>1,178,523</b>	<b>277,152</b>	<b>161,030</b>	<b>192,847</b>	<b>133,039</b>	<b>612,901</b>	<b>6,880,966</b>
<b>L I A B I L I T I E S</b>													
Net amount of Federal Reserve notes received from Comptroller of the Currency	355,161	1,086,389	263,800	305,782	141,194	217,334	651,016	145,636	72,570	88,026	68,500	319,153	3,714,561
Collateral received from Federal Reserve Bank:													
Gold	186,874	472,526	147,512	181,565	30,220	49,294	306,521	57,392	19,239	37,669	10,281	160,969	1,660,062
Eligible paper	87,387	360,541	100,812	135,070	100,505	103,458	221,986	74,124	69,271	67,152	54,253	132,773	1,506,543
<b>TOTAL</b>	<b>629,422</b>	<b>1,919,456</b>	<b>512,124</b>	<b>622,417</b>	<b>271,919</b>	<b>370,086</b>	<b>1,178,523</b>	<b>277,152</b>	<b>161,080</b>	<b>192,847</b>	<b>133,039</b>	<b>612,901</b>	<b>6,880,966</b>