

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Dec. 16;
not earlier.

St. 2484.
Federal Reserve Board
December 15, 1921.

CONDITION OF FEDERAL RESERVE BANKS

Increases of \$24,500,000 in deposit liabilities and of \$20,400,000 in Federal reserve note circulation, as against a gain of about \$11,000,000 in cash reserves, are indicated in the Federal Reserve Board's weekly bank statement issued as at close of business on December 14, 1921. A gain during the week of \$18,200,000 in gold is partly offset by a loss of \$7,200,000 in other reserve cash. Total cash reserves for the first time are shown in excess of \$3,000,000,000. The reserve ratio, in consequence of the above changes, shows a decline for the week from 73.1 to 72.6 per cent.

Federal reserve bank holdings of bills secured by United States Government obligations show an increase of about \$2,000,000, larger increases in the holdings of paper secured by Treasury notes and Treasury certificates being offset in part by reductions in the amount of paper secured by United States bonds and Victory notes. Other discounts on hand show a decline of \$19,800,000, while holdings of acceptances purchased in open market, largely by the San Francisco, New York and Boston banks, increased by about \$18,000,000. United States bonds and notes show an increase of \$8,800,000, Pittman certificates, used as cover for Federal reserve^{bank} note circulation, show a further decline of \$5,000,000, while other Treasury certificates, largely held under repurchase agreements by the New York reserve bank, increased by \$23,500,000. Holdings of municipal warrants reported by the Philadelphia, Minneapolis and Kansas City banks totaled \$273,000, compared with \$227,000 the week before. Total earning assets of the reserve banks, as the result of the changes indicated, show an ~~increase~~ of \$27,600,000 for the week, the December 14 total of \$1,482,600,000 marking a decline of about 54 per cent from the total reported about a year ago.

Of the total holdings of \$459,600,000 of bills secured by United States Government obligations, \$330,100,000, or 71.8 per cent, were secured by Liberty and other U. S. bonds, \$68,500,000, or 14.9 per cent, - by Victory notes, \$26,000,000, or 5.7 per cent, - by Treasury notes, and \$35,000,000, or 7.6 per cent, - by Treasury certificates, compared with \$333,500,000, \$72,400,000, \$23,200,000 and \$28,500,000 reported the week before.

During the week the Atlanta bank redeemed \$4,300,000, the total amount of bills held under discount with the Boston bank, while Dallas reduced the total of bills rediscounted with that bank from \$1,900,000 to \$1,000,000, this being the total amount of rediscounted bills outstanding at present.

Government deposits are shown \$17,100,000 larger than the week before. Reserve deposits show an increase for the week of \$5,200,000, while other deposits, composed largely of non-member's clearing accounts and cashier's checks, increased by \$2,200,000.

An increase of \$24,200,000 in Federal reserve note circulation is reported by the New York reserve bank, and much more moderate increases by the Philadelphia and Cleveland banks. These increases are offset in part by reductions reported by five other reserve banks, the net increase for the system being \$20,400,000. In addition the reserve banks report an increase of \$1,300,000 in their aggregate net liabilities on Federal reserve bank notes in circulation, though the actual amount outstanding, according to Treasury records, shows an increase of slightly over \$700,000 for the week under review.

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED.

(In thousands of dollars)

R E S O U R C E S

	Dec. 14, 1921	Dec. 7, 1921	Dec. 17, 1920
Gold and gold certificates	430,560	484,048	200,494
Gold settlement fund - F.R. Board	504,744	457,202	353,866
Gold with foreign agencies	-	-	67,745
<u>Total gold held by banks</u>	<u>935,304</u>	<u>941,250</u>	<u>622,105</u>
Gold with Federal Reserve Agents	1,813,422	1,787,724	1,269,725
Gold redemption fund	120,447	122,053	150,538
<u>Total gold reserves</u>	<u>2,869,173</u>	<u>2,851,027</u>	<u>2,042,358</u>
Legal tender notes, silver, etc.	132,413	139,606	180,100
<u>Total reserves</u>	<u>3,001,586</u>	<u>2,990,633</u>	<u>2,222,458</u>
Bills discounted:			
Sec. by U.S. Government obligations.	459,630	457,618	1,158,974
All other	693,203	713,041	1,437,775
Bills bought in open market	99,735	81,784	234,609
<u>Total bills on hand</u>	<u>1,252,568</u>	<u>1,252,443</u>	<u>2,831,358</u>
U. S. bonds and notes	43,575	34,731	26,928
U. S. Certificates of indebtedness:			
One-year certificates (Pittman Act).	119,500	124,500	259,375
All other	66,710	43,168	106,180
Municipal warrants	273	227	-
<u>Total earning assets</u>	<u>1,482,626</u>	<u>1,455,069</u>	<u>3,223,841</u>
Bank premises	34,336	33,384	17,952
5% Redemption fund against			
F. R. Bank notes	7,889	7,854	12,530
Uncollected items	629,790	510,961	900,922
All other resources	20,209	19,476	9,550
<u>TOTAL RESOURCES</u>	<u>5,176,436</u>	<u>5,017,377</u>	<u>6,387,263</u>

L I A B I L I T I E S

Capital paid in	103,130	103,089	99,275
Surplus	213,824	213,824	164,745
Reserved for Gov't. franchise tax	56,080	55,566	-
Deposits:			
Government	69,407	52,337	53,173
Member bank - reserve account	1,645,610	1,640,445	1,738,826
All other	27,743	25,501	38,471
<u>Total deposits</u>	<u>1,742,760</u>	<u>1,718,283</u>	<u>1,830,470</u>
F.R. notes in actual circulation	2,393,777	2,373,355	3,344,332
F.R. Bank notes in circulation -			
net liability	78,309	77,014	217,434
Deferred availability items	562,974	450,792	614,166
All other liabilities	25,582	25,454	116,841
<u>TOTAL LIABILITIES</u>	<u>5,176,436</u>	<u>5,017,377</u>	<u>6,387,263</u>
Ratio of total reserves to deposit and			
F.R. note liabilities combined	72.6%	73.1%	*45.5%
Ratio of gold reserves to F.R. notes			
in circulation after setting aside			
35% against deposit liabilities	99.9%	100.7%	*50.3%

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

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS DEC. 14, 1921.

(In thousands of dollars)

	R E S O U R C E S												Total
Federal Reserve Bank of	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	
Gold and gold certificates	7,624	337,050	1,872	12,245	2,927	5,001	22,190	3,275	9,090	2,382	8,594	18,310	430,560
Gold settlement fund - F.R. Board	41,407	75,398	68,885	52,109	23,714	7,003	117,645	25,361	27,244	24,515	4,107	37,256	504,744
Total gold held by banks	49,031	412,448	70,757	64,354	26,641	12,004	139,835	28,636	36,334	26,997	12,701	55,566	935,304
Gold with F. R. Agents	179,017	593,537	143,157	175,978	28,074	42,377	306,661	66,812	17,314	29,803	11,131	219,561	1,813,422
Gold redemption fund	18,816	15,000	10,649	6,695	13,729	6,480	32,185	3,160	2,530	2,465	3,118	5,620	120,447
Total gold reserves	246,864	1,020,985	224,563	247,027	68,444	60,861	478,681	98,608	56,178	59,265	26,950	280,747	2,869,173
Legal tender notes, silver, etc.	16,508	43,560	6,277	7,296	5,489	6,787	13,707	12,917	638	8,089	6,776	3,369	132,413
Total reserves	263,372	1,064,545	230,840	254,323	74,933	67,648	492,388	111,525	56,816	67,354	33,726	284,116	3,001,586
Bills discounted: (a)													
Secured by U.S. Govt. obligations	26,493	126,448	66,405	44,537	39,255	24,966	50,646	24,877	8,747	18,979	9,093	19,184	459,630
All other	40,109	87,379	19,225	70,028	53,275	68,538	125,801	36,711	46,630	56,511	44,130	44,366	693,203
Bills bought in open market	8,299	44,688	8,665	2,696	3,702	3,808	3,975	180	-	1,334	155	22,223	99,735
Total bills on hand	74,901	258,515	94,295	117,261	96,232	97,312	180,422	61,768	55,377	76,824	53,388	86,273	1,252,568
U. S. bonds and notes	1,601	2,500	2,280	5,226	1,233	11,612	6,075	1,211	117	8,868	2,643	209	43,575
U. S. Certificates of indebtedness:													
One-year certificates (Pittman Act)	9,950	36,400	12,000	8,040	3,760	8,564	14,667	6,569	4,450	5,320	1,900	7,880	119,500
All other	161	66,089	11	184	-	1	18	139	40	17	-	-	66,710
Municipal warrants	-	-	45	-	-	-	-	-	78	150	-	-	273
Total earning assets	86,613	363,504	108,631	130,711	101,225	117,489	201,182	69,737	60,062	91,179	57,931	94,362	1,482,626
Bank premises	4,657	6,620	535	3,662	2,922	1,037	6,120	628	769	4,425	2,173	788	34,336
5% Redemption fund against													
F. R. Bank notes	422	1,629	700	539	188	506	1,665	523	251	916	156	394	7,889
Uncollected items	57,009	137,698	57,431	66,072	51,575	22,869	76,139	35,570	15,792	40,401	25,405	42,829	629,790
All other resources	422	4,116	450	1,056	419	741	1,632	777	965	573	2,598	6,410	20,209
TOTAL RESOURCES	412,495	1,578,112	398,587	456,363	231,262	210,290	779,176	218,760	134,655	204,848	122,989	428,899	5,176,436
(a) Includes bills discounted for other F. R. Banks, viz:	1,000	-	-	-	-	-	-	-	-	-	-	-	1,000

Released for publication Friday morning, Dec. 16, 1921; not earlier.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS DEC. 14, 1921.
(In thousands of dollars)

St.2484c.

L I A B I L I T I E S													
Federal Reserve Bank	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
Capital paid in	7,936	27,113	8,736	11,124	5,427	4,178	14,293	4,591	3,565	4,594	4,203	7,370	103,130
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	3,075	20,408	3,668	3,159	3,001	4,381	9,858	1,509	2,319	1,895	-	2,807	56,080
Deposits:													
Government	9,195	29,716	2,740	3,903	2,983	2,053	3,318	2,794	1,824	5,218	1,982	3,681	69,407
Member bank - reserve account	111,604	642,747	97,822	132,138	50,616	43,323	234,748	62,800	41,799	65,401	43,137	119,475	1,645,610
All other	946	15,435	1,366	921	470	389	2,151	803	455	604	309	3,894	27,743
Total deposits	121,745	687,898	101,928	136,962	54,069	45,765	240,217	66,397	44,078	71,223	45,428	127,050	1,742,760
F. R. notes in actual circulation	207,668	646,659	203,767	216,640	108,310	119,035	402,140	97,708	56,656	68,671	35,255	231,268	2,393,777
F. R. Bank notes in circulation - net liability	5,440	18,704	5,288	5,777	3,721	7,634	5,751	3,642	3,910	11,332	2,819	4,291	78,309
Deferred availability items	49,121	112,950	56,322	58,869	44,225	19,333	71,650	34,376	15,354	35,881	26,110	38,783	562,974
All other liabilities	1,168	5,062	1,314	1,569	1,483	1,256	4,731	1,423	1,470	1,922	2,061	2,123	25,582
TOTAL LIABILITIES	412,495	1,578,112	398,587	456,363	231,262	210,290	779,176	218,760	134,655	204,848	122,989	428,899	5,176,436
Ratio of total reserves to deposit and F. R. note liabilities combined, per cent	80.0	79.8	75.5	71.9	46.1	41.0	76.7	68.0	56.4	48.1	41.8	79.3	72.6
Contingent liability as endorser on discounted paper rediscounted with other F. R. Banks	-	-	-	-	-	-	-	-	-	-	1,000	-	1,000
Contingent liability on bills purchased for foreign correspondents	2,336	12,045	2,560	2,624	1,568	1,152	3,808	1,504	864	1,536	832	1,472	32,301
FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION													
F. R. notes outstanding	226,643	788,119	219,625	236,735	115,474	124,545	439,336	118,007	59,930	75,600	38,876	283,285	2,726,175
F. R. notes held by banks	18,975	141,460	15,858	20,095	7,164	5,510	37,196	20,299	3,274	6,929	3,621	52,017	332,398
F. R. notes in actual circulation	207,668	646,659	203,767	216,640	108,310	119,035	402,140	97,708	56,656	68,671	35,255	231,268	2,393,777
DISTRIBUTION OF BILLS, U. S. CERTIFICATES OF INDEBTEDNESS AND MUNICIPAL WARRANTS BY MATURITIES													
Bills discounted	696,923			123,154		167,762		106,217		58,777			1,152,833
Bills bought in open market	65,469			14,815		14,034		5,401		16			99,735
U. S. Certificates of indebtedness	29,490			1,500		2,500		11,869		140,851			186,210
Municipal warrants	-			32		194		47		-			273

Released for publication Friday morning, Dec. 16, 1921; not earlier.

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS DEC. 14, 1921.

St. 2484d.

Federal Reserve Agent at

(In thousands of dollars)
Boston New York Phila. Cleve. Rich. Atlanta Chicago St. Louis Minn. Kans. Cy. Dallas San Fran. Total

RESOURCES

Federal Reserve notes on hand	96,360	323,910	28,220	36,400	27,859	76,251	161,300	24,860	10,535	6,400	19,405	33,660	845,160
Federal Reserve notes outstanding	226,643	788,119	219,625	236,735	115,474	124,545	439,336	118,007	59,930	75,600	38,876	233,285	2,726,175
Collateral security for Federal Reserve notes outstanding:													
Gold and gold certificates	5,600	396,925	-	18,375	-	3,400	-	6,010	13,052	-	6,701	-	450,063
Gold redemption fund	18,417	25,612	12,768	12,603	2,479	3,577	16,017	3,802	2,062	2,443	2,196	14,325	116,301
Gold fund - F. R. Board	155,000	171,000	130,389	145,000	25,595	35,400	290,644	57,000	2,200	27,360	2,234	205,236	1,247,058
Eligible paper -													
Amount required	47,626	194,582	76,468	60,757	87,400	82,168	132,675	51,195	42,616	45,797	27,745	63,724	912,753
Excess amount held	27,275	36,150	740	56,487	6,665	14,911	47,722	10,525	10,697	30,994	25,186	21,638	288,990
TOTAL	576,921	1,936,298	468,210	566,357	265,472	340,252	1,087,694	271,399	141,092	188,594	122,343	621,868	6,586,500

LIABILITIES

Net amount of Federal Reserve notes received from Comptroller of the Currency	323,003	1,112,029	247,845	273,135	143,333	200,796	600,636	142,867	70,465	82,000	58,281	316,945	3,571,335
Collateral received from Federal Reserve Bank:													
Gold	179,017	593,537	143,157	175,978	28,074	42,377	306,661	66,812	17,314	29,803	11,131	219,561	1,813,422
Eligible paper	74,901	230,732	77,208	117,244	94,065	97,079	180,397	61,720	53,313	76,791	52,931	85,362	1,201,743
TOTAL	576,921	1,936,298	468,210	566,357	265,472	340,252	1,087,694	271,399	141,092	188,594	122,343	621,868	6,586,500