

STATEMENT FOR THE PRESS

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St. 2603.
Federal Reserve Board,
February 16, 1922.

CONDITION OF FEDERAL RESERVE BANKS.

Continued gains of \$14,700,000 in gold, as against a loss of \$1,400,000 in other reserve cash, largely silver certificates and greenbacks, accompanied by a reduction of about \$1,000,000 in deposit liabilities and an increase of \$3,800,000 in Federal reserve note circulation, are indicated in the Federal Reserve Board's weekly consolidated bank statement issued as at close of business on February 15, 1922. The reserve ratio shows a rise for the week from 76.1 to 76.4 per cent.

Bill holdings of the Federal reserve banks show considerable liquidation for the week: bills secured by Government obligations (so-called Government paper) totaling \$34,200,000 less than the week before, other discounts - \$3,600,000, and bills purchased in open market - \$16,000,000 less. These reductions are partly offset by increases in the holdings of Government securities: thus U. S. bonds and notes are shown \$15,700,000 larger than the week before, while Treasury certificates, held largely under repurchase agreements by the New York bank, show an increase for the week of \$26,800,000. No change is shown in the totals of Pittman certificates or of municipal warrants held. Total earning assets, in consequence of the changes noted, were \$11,300,000 less than the week before, increases under this head reported by the Boston, Philadelphia and St. Louis banks being offset by liquidation of paper or securities reported by the other Federal reserve banks.

Government paper held under discount shows a decrease for the week from \$361,900,000 to \$327,600,000. Of the total held \$241,700,000, or 73.8 per cent, were secured by Liberty and other U. S. bonds, \$26,800,000, or 8.2 per cent, - by Victory notes, \$22,700,000, or 6.9 per cent, - by Treasury notes and \$36,400,000, or 11.1 per cent, - by Treasury certificates, compared with \$265,300,000, \$27,100,000, \$19,200,000 and \$50,300,000 reported the week before.

As against a reduction of \$33,400,000 in Government deposits, the banks report increases of \$29,800,000 in reserve deposits and of \$2,600,000 in other deposits, composed largely of non-members' clearing accounts and cashier's checks.

For the first time during the present year Federal reserve note circulation shows a gain for the week, an increase of \$14,400,000 in Federal reserve note circulation reported by the New York, Philadelphia, Chicago and St. Louis banks being largely offset by further decreases shown for the other Federal reserve banks. The banks also show a decrease of about \$500,000 in their aggregate net liabilities on Federal reserve bank notes in circulation, as against a reduction of over \$2,500,000 in the amount of these notes outstanding reported by the Treasury Department.

A substantial shift of gold holdings for the week is noted. Thus Boston reports a loss of \$10,200,000, San Francisco - a loss of \$3,000,000 and Philadelphia - a loss of \$4,200,000, while smaller losses aggregating \$8,300,000 are shown for the New York, Richmond, Minneapolis and Dallas reserve banks. The largest gains are reported by Atlanta - \$12,200,000, Chicago - \$11,200,000 and Cleveland - about \$11,000,000, while smaller gains aggregating \$5,000,000 are shown for the Federal reserve banks of Kansas City and St. Louis. Since February 18 of last year gold holdings of the Federal reserve banks have increased by \$803,400,000. New York shows a gain in gold for the period of \$629,200,000, Chicago - a gain of \$106,600,000 and San Francisco - a gain of \$96,800,000, while smaller gains for the period are reported by Minneapolis, Philadelphia, St. Louis and Kansas City. The largest losses for the period are shown for Boston - \$45,000,000 and Cleveland - \$43,200,000, while smaller losses are reported by the Richmond and Dallas banks. Losses of gold by the ^{first} two named banks are due in a large part to the return of their notes by other Federal reserve banks.

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED.

(In thousands of dollars)

RESOURCES

	Feb. 15, 1922	Feb. 8, 1922	Feb. 18, 1921
Gold and gold certificates	382,260	332,418	210,978
Gold settlement fund - F.R. Board	531,354	514,110	511,751
<u>Total gold held by banks</u>	<u>913,614</u>	<u>896,528</u>	<u>722,729</u>
Gold with Federal Reserve Agents	1,940,665	1,942,725	1,260,546
Gold redemption fund	81,775	82,099	149,377
<u>Total gold reserves</u>	<u>2,936,054</u>	<u>2,921,352</u>	<u>2,132,652</u>
Legal tender notes, silver, etc.	139,886	141,277	220,338
<u>Total reserves</u>	<u>3,075,940</u>	<u>3,062,629</u>	<u>2,352,990</u>
Bills discounted:			
Sec. by U.S. Government obligations. .	327,641	361,906	990,182
All other	457,979	461,553	1,374,226
Bills bought in open market	78,287	94,255	166,874
<u>Total bills on hand</u>	<u>863,907</u>	<u>917,714</u>	<u>2,531,282</u>
U. S. bonds and notes	125,633	109,919	25,867
U. S. Certificates of indebtedness:			
One-year certificates (Pittman Act). .	98,466	98,466	259,375
All other	160,499	133,723	2,384
Municipal warrants	193	193	-
<u>Total earning assets</u>	<u>1,248,698</u>	<u>1,260,015</u>	<u>2,818,908</u>
Bank premises	36,908	36,496	19,309
5% Redemption fund against			
F. R. Bank notes	7,930	8,029	12,114
Gold abroad in custody or in transit . .	548	-	3,300
Uncollected items	555,990	450,841	640,972
All other resources	15,583	14,769	8,428
<u>TOTAL RESOURCES</u>	<u>4,941,049</u> 39.54	<u>4,832,779</u>	<u>5,856,021</u>

LIABILITIES

Capital paid in	103,325	103,233	100,740
Surplus	215,398	215,398	202,036
Reserved for Gov't. franchise tax . . .	1,504	1,548	-
Deposits:			
Government	79,316	112,717	61,516
Member bank - reserve account . . .	1,744,430	1,714,668	1,720,855
All other	33,728	31,111	24,609
<u>Total deposits</u>	<u>1,857,474</u>	<u>1,858,496</u>	<u>1,806,980</u>
F.R. notes in actual circulation	2,169,953	2,166,179	3,037,444
F.R. Bank notes in circulation -			
net liability	82,988	83,507	193,431
Deferred availability items	494,568	388,650	479,799
All other liabilities	15,839	15,768	35,591
<u>TOTAL LIABILITIES</u>	<u>4,941,049</u> 39.54	<u>4,832,779</u>	<u>5,856,021</u>
Ratio of total reserves to deposit and			
F.R. note liabilities combined . . .	76.4%	76.1%	*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 FEB. 15, 1922.

(In thousands of dollars)

	R E S O U R C E S													
	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total	
Federal Reserve Bank of														
Gold and gold certificates	7,355	286,244	2,032	12,361	2,862	5,111	22,630	3,569	9,276	2,575	8,635	19,060	382,260	
Gold settlement fund - F.R.Board	25,518	53,005	51,022	57,316	31,728	32,056	109,400	34,053	31,968	45,702	15,813	43,773	531,354	
Total gold held by banks	33,373	339,249	53,104	69,677	34,590	37,167	132,030	37,622	41,244	48,277	24,448	62,833	913,614	
Gold with F. R. Agents	132,880	711,647	136,508	185,099	27,942	59,917	327,115	75,213	23,135	31,336	10,925	218,947	1,940,665	
Gold redemption fund	19,493	10,000	6,919	6,750	9,943	3,868	10,517	2,143	2,606	2,779	1,821	4,936	81,775	
Total gold reserves	185,746	1,060,896	196,531	261,526	72,475	100,952	469,662	114,978	66,936	82,392	37,194	286,716	2,936,054	
Legal tender notes, silver, etc.	24,785	40,366	9,089	8,330	6,773	4,166	14,056	14,247	800	6,781	5,900	4,538	139,886	
Total reserves	210,531	1,101,262	205,620	269,856	79,253	105,118	483,718	129,225	67,736	89,173	43,094	291,304	3,075,940	
Bills discounted:														
Secured by U.S.Govt. obligations	12,997	86,258	59,502	29,411	34,999	16,106	35,238	13,572	5,485	10,301	6,471	17,300	327,641	
All other	26,683	54,531	20,472	43,969	41,823	43,448	64,491	24,364	32,395	33,750	33,777	38,276	457,979	
Bills bought in open market	11,784	19,277	17,229	2,310	2,364	2,390	16,161	1,469	-	45	15	5,243	78,287	
Total bills on hand	51,464	160,066	97,203	75,690	79,186	61,944	115,890	39,405	37,881	44,096	40,263	60,819	863,907	
U. S. bonds and notes	3,569	37,017	14,475	11,561	1,233	116	21,124	4,133	240	17,381	2,630	12,154	125,633	
U. S. Certificates of indebtedness:														
One-year certificates (Pittman Act)	8,450	33,900	8,000	6,000	3,560	7,866	8,667	4,071	4,350	5,320	1,900	6,382	98,466	
All other	26,816	92,397	27	10,355	-	1	24,793	4,747	833	520	-	10	160,499	
Municipal warrants	-	-	191	-	-	-	-	-	2	-	-	-	193	
Total earning assets	90,299	323,380	119,896	103,606	83,979	69,927	170,474	52,356	43,306	67,317	44,793	79,365	1,248,698	
Bank premises	4,896	7,269	600	4,220	2,568	1,082	7,129	643	828	4,740	2,099	834	36,908	
5% Redemption fund against														
F. R. Bank notes	422	1,576	700	539	188	506	1,665	523	365	916	136	394	7,930	
Uncollected items	50,885	122,214	52,754	55,322	39,828	21,673	70,739	28,268	12,624	34,326	26,473	39,366	555,990	
All other resources	477	3,219	183	343	98	114	715	278	1,045	362	2,675	6,074	15,583	
TOTAL RESOURCES	357,510	1,558,920	379,753	433,886	205,914	199,938	734,440	211,293	125,954	196,834	119,270	417,337	4,941,049	
					8,420								37,543	

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS FEB. 15, 1922

St.2603c.

(In thousands of dollars)													
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	7,969	27,029	8,748	11,133	5,463	4,215	14,458	4,604	3,555	4,580	4,194	7,377	103,325
Surplus	16,483	60,197	17,945	22,509	11,030	9,114	29,025	9,388	7,468	9,646	7,394	15,199	215,398
Reserved for Govt. franchise tax	38	249	189	180	218	298	-	62	163	98	-	9	1,504
Deposits:													
Government	13,587	20,542	6,380	6,821	3,870	2,635	3,145	6,165	2,703	2,315	3,413	7,740	79,316
Member bank - reserve account	111,308	689,778	97,092	144,554	53,486	49,648	245,843	71,365	42,533	73,326	42,708	122,789	1,744,430
All other	1,080	11,849	1,378	870	503	503	3,692	805	502	769	785	10,992	33,728
Total deposits	125,975	722,169	104,850	152,245	57,859	52,786	252,680	78,335	45,738	76,410	46,906	141,521	1,857,474
F. R. notes in actual circulation	159,685	621,792	185,907	192,625	94,431	108,943	364,388	85,017	52,162	61,355	29,895	213,753	2,169,953
F. R. Bank notes in circulation - net liability	8,221	19,592	7,863	5,788	3,063	6,190	7,987	3,679	3,715	9,662	2,540	4,688	82,988
Deferred availability items	38,279	104,365	53,763	48,650	33,249	17,690	61,999	29,611	12,159	34,358	26,824	33,621	494,568
All other liabilities	860	3,527	488	756	601	702	3,903	597	994	725	1,517	1,169	15,839
TOTAL LIABILITIES	357,510	1,558,920	379,753	433,886	205,914	199,938	734,440	211,293	125,954	196,834	119,270	417,337	4,941,049
Ratio of total reserves to deposit and F. R. note liabilities combined, per cent	73.7	81.9	70.7	78.2	52.0	65.0	78.4	79.1	69.2	64.7	56.1	82.0	76.4
Contingent liability on bills purchased for foreign correspondents	2,336	12,000	2,560	2,624	1,568	1,152	3,808	1,504	864	1,536	832	1,472	32,256
FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION													
F. R. notes outstanding	168,067	793,890	202,495	212,036	100,505	114,040	396,170	103,798	53,972	68,483	33,214	260,559	2,507,229
F. R. notes held by banks	8,382	172,098	16,588	19,411	6,074	5,097	31,782	18,781	1,810	7,128	3,319	46,806	337,276
F. R. notes in actual circulation	159,685	621,792	185,907	192,625	94,431	108,943	364,388	85,017	52,162	61,355	29,895	213,753	2,169,953
DISTRIBUTION OF BILLS, U. S. CERTIFICATES OF INDEBTEDNESS AND MUNICIPAL WARRANTS BY MATURITIES													
	Within 15 days	16 to 30 days		31 to 60 days		61 to 90 days		Over 90 days		Total			
Bills discounted	485,495	75,271		104,904		77,396		42,549		785,615			
Bills bought in open market	28,665	19,161		15,137		15,011		313		78,287			
U. S. Certificates of indebtedness	23,768	35,999		9,671		2,700		186,827		258,965			
Municipal warrants	142	-		-		51		-		193			

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS FEB. 15, 1922.

(In thousands of dollars)

Federal Reserve Agent at	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
R E S O U R C E S													
Federal Reserve notes on hand	130,200	373,510	42,880	37,300	27,655	74,296	150,280	25,260	8,355	11,990	21,530	52,010	960,766
Federal Reserve notes outstanding	168,067	793,890	202,495	212,036	100,505	114,040	396,170	103,798	53,972	68,483	33,214	260,559	2,507,229
Collateral security for Federal Reserve notes outstanding:													
Gold and gold certificates	5,600	296,924	-	13,375	-	2,400	-	5,960	13,052	-	6,701	-	344,012
Gold redemption fund	17,280	33,723	11,119	11,724	2,647	4,017	15,471	2,953	1,884	2,976	2,740	16,840	123,374
Gold fund - F. R. Board	110,000	381,000	125,389	160,000	25,295	53,500	311,644	66,300	8,200	28,360	1,484	202,107	1,473,279
Eligible paper -													
Amount required	35,187	82,243	65,987	26,937	72,563	54,123	69,055	28,585	30,836	37,147	22,289	41,612	556,564
Excess amount held	16,277	61,077	17,298	48,653	2,821	7,503	46,836	10,820	6,002	6,937	17,861	18,995	260,990
TOTAL	482,611	2,027,367	465,168	510,025	231,486	309,879	989,456	243,676	122,801	155,893	105,819	592,033	6,236,214
													5957
L I A B I L I T I E S													
Net amount of Federal Reserve notes received from Comptroller of the Currency	298,267	1,172,400	245,375	249,336	128,160	188,336	546,450	129,058	62,827	80,473	54,744	312,569	3,467,995
Collateral received from Federal Reserve Bank:													
Gold	132,880	711,647	136,508	185,099	27,942	59,917	327,115	75,213	23,136	31,336	10,925	218,947	1,940,665
Eligible paper	51,464	143,320	83,285	75,590	75,384	61,626	115,891	39,405	36,838	44,084	40,150	60,517	827,554
TOTAL	482,611	2,027,367	465,168	510,025	231,486	309,879	989,456	243,676	122,801	155,893	105,819	592,033	6,236,214
													5957