

STATEMENT FOR THE PRESS

Released for publication
Friday morning, June 9;
not earlier.

St. 2824.
Federal Reserve Board,
June 8, 1922.

CONDITION OF FEDERAL RESERVE BANKS.

Further reduction of \$51,200,000 in discounted bills, as against increases of \$18,000,000 in purchased acceptances and of \$14,400,000 in United States securities, are indicated in the Federal Reserve Board's weekly bank statement issued as at close of business on June 7, 1922. Cash reserves of the reserve banks show an addition of \$3,600,000, of which \$2,500,000 represents a further gain of gold. Members' reserve deposits increased by \$42,000,000, while government deposits show a decline for the week of \$14,700,000 and other deposits, composed largely of cashier's checks and nonmembers' clearing accounts - a decline of about \$500,000. Federal reserve note circulation shows a nominal increase, substantial additions to note circulation reported by the Boston and San Francisco banks being counterbalanced by reductions in note circulation shown mainly for the New York, Philadelphia and Cleveland banks. Net liabilities of the reserve banks on Federal reserve bank notes in circulation increased by \$1,300,000. The reserve ratio, in consequence of the substantial increase in deposit liabilities, shows a decline from 78 to 77.6 per cent.

Interbank shifting of gold credits in the gold settlement fund, especially in connection with payments for the \$200,000,000 of tax certificates of the June 1 series, accounts largely for the increase of \$21,500,000 in gold reserves of the New York bank. Smaller increases in gold reserves, aggregating over \$20,000,000, are also shown for the Atlanta, St. Louis, Chicago, Richmond, San Francisco and Dallas banks. Boston and Cleveland report the largest decreases of gold reserves for the week, by \$16,400,000 and \$10,000,000 respectively, while smaller decreases, totaling \$12,600,000, are shown for the remaining three reserve banks.

Holdings of paper secured by Government obligations decreased from \$171,100,000 to \$148,900,000. Of the total held, \$122,300,000 or 82.1 per cent, were secured by Liberty and other U. S. bonds, \$7,700,000, or 5.2 per cent, by Victory notes, \$11,100,000 or 7.5 per cent, by Treasury notes, and \$7,800,000, or 5.2 per cent, by Treasury certificates, compared with \$133,300,000, \$10,300,000, \$17,800,000 and \$9,700,000 reported the week before.

A summary of changes in the principal asset and liability items of the reserve banks, as compared with a week and a year ago, follows:

	Increase or Decrease In millions of dollars since	
	May 31, 1922	June 8, 1921
Total reserves	Inc. 3.6	Inc. 541.5
Gold reserves	Inc. 2.5	Inc. 579.4
Total earning assets	Dec. 18.8	Dec. 1,051.3
Discounted bills, total	Dec. 51.2	Dec. 1,476.1
Secured by U. S. Government obligations	Dec. 22.2	Dec. 598.1
All other	Dec. 29.0	Dec. 878.0
Purchased bills	Inc. 18.0	Inc. 66.7
United States securities, total	Inc. 14.4	Inc. 358.1
Bonds and notes	Dec. .9	Inc. 211.1
Pittman certificates	-	Dec. 148.4
Other Treasury certificates	Inc. 15.3	Inc. 295.4
Total deposits	Inc. 26.8	Inc. 161.9
Members' reserve deposits	Inc. 42.0	Inc. 139.9
Government deposits	Dec. 14.7	Inc. 19.3
Other deposits	Dec. .5	Inc. 2.7
Federal reserve notes in circulation	Inc. .3	Dec. 569.2
F.R. Bank notes in circulation, net liability	Inc. 1.3	Dec. 69.2

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED.

(In thousands of dollars)

RESOURCES	June 7, 1922	May 31, 1922	June 8, 1921
Gold and gold certificates	323,745	324,740	297,476
Gold settlement fund - F. R. Board	502,204	486,689	521,539
<u>Total gold held by banks</u>	<u>825,949</u>	<u>811,429</u>	<u>819,015</u>
Gold with Federal Reserve Agents	2,128,242	2,140,891	1,460,358
Gold redemption fund	55,881	55,301	151,299
<u>Total gold reserves</u>	<u>3,010,072</u>	<u>3,007,621</u>	<u>2,430,672</u>
Legal tender notes, silver, etc.	123,994	122,876	161,874
<u>Total reserves</u>	<u>3,134,066</u>	<u>3,130,497</u>	<u>2,592,546</u>
Bills discounted:			
Sec. by U.S. Government obligations . . .	148,949	171,106	747,006
All other	271,305	300,384	1,149,353
Bills bought in open market	136,183	118,182	69,501
<u>Total bills on hand</u>	<u>556,437</u>	<u>589,672</u>	<u>1,965,860</u>
U. S. bonds and notes	243,775	244,648	32,685
U. S. Certificates of indebtedness:			
One-year certificates (Pittman Act) . . .	77,000	77,000	225,375
All other	297,101	281,771	1,652
<u>Total earning assets</u>	<u>1,174,313</u>	<u>1,193,091</u>	<u>2,225,572</u>
Bank premises	40,994	40,672	23,842
5% Redemption fund against			
F. R. Bank notes	7,518	7,580	10,449
Uncollected items	525,893	454,938	541,495
All other resources	20,684	20,490	13,482
<u>TOTAL RESOURCES</u>	<u>4,903,468</u>	<u>4,847,268</u>	<u>5,407,386</u>
LIABILITIES			
Capital paid in	104,859	104,729	102,066
Surplus	215,398	215,398	202,036
Reserved for Gov't. franchise tax	2,207	2,236	38,057
Deposits:			
Government	39,574	54,295	20,261
Member bank - reserve account	1,823,961	1,782,004	1,684,075
All other	33,455	33,854	30,751
<u>Total deposits</u>	<u>1,896,990</u>	<u>1,870,153</u>	<u>1,735,057</u>
F.R. notes in actual circulation	2,141,531	2,141,184	2,710,723
F.R. Bank notes in circulation -			
net liability	71,812	70,553	141,054
Deferred availability items	450,497	423,217	447,357
All other liabilities	20,174	19,798	31,036
<u>TOTAL LIABILITIES</u>	<u>4,903,468</u>	<u>4,847,268</u>	<u>5,407,386</u>
Ratio of total reserves to deposit and			
F.R. note liabilities combined	77.6%	78.0%	58.3%

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS, JUNE 7, 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	13,971	215,127	54,480	13,309	3,038	5,538	23,866	4,233	8,324	2,505	8,895	19,459	323,745
Gold settlement fund - F. R. Board	11,304	149,420	50,355	34,678	41,079	27,550	76,756	16,966	23,212	25,711	14,112	31,061	502,204
Total gold held by banks	25,275	364,547	55,835	47,987	44,117	33,088	100,622	21,199	31,536	28,216	23,007	50,520	825,949
Gold with F. R. Agents	135,994	798,570	153,244	175,154	53,058	103,267	352,745	58,533	31,892	48,009	19,296	198,480	2,128,242
Gold redemption fund	9,476	3,882	5,200	3,934	4,530	1,000	10,757	1,752	1,518	2,208	1,883	4,741	55,881
Total gold reserves	170,745	1,171,999	214,279	227,075	101,705	137,355	464,124	81,484	64,946	78,433	44,186	253,741	3,010,072
Legal tender notes, silver, etc.	16,196	24,297	7,814	7,869	7,619	5,593	18,255	17,879	824	5,388	5,562	6,698	123,994
Total reserves	186,941	1,196,296	222,093	234,944	109,324	142,948	482,379	99,363	65,770	83,821	49,748	260,439	3,134,066
Bills discounted:													
Secured by U.S.Govt. obligations	8,282	23,274	34,884	24,599	13,499	4,228	19,360	7,888	1,744	3,189	1,528	6,474	148,949
All other	11,632	16,028	10,335	19,167	29,200	27,192	41,940	11,686	22,760	20,246	29,783	31,336	271,305
Bills bought in open market	18,694	37,910	20,305	13,136	863	671	20,933	5,594	-	5	2,002	16,070	136,183
Total bills on hand	38,608	77,212	65,524	56,902	43,562	32,091	82,233	25,168	24,504	23,440	33,313	53,880	556,437
U. S. bonds and notes	4,576	47,927	23,553	27,124	1,233	156	34,258	11,681	7,752	28,299	2,816	54,400	243,775
U. S. Certificates of indebtedness:													
One-year certificates (Pittman Act)	5,950	21,000	6,000	6,000	3,560	6,699	8,667	3,571	4,000	4,321	1,900	5,332	77,000
All other	47,928	122,901	2,070	42,401	-	31	52,931	15,412	3,409	9,202	500	316	297,101
Total earning assets	97,062	269,040	97,147	132,427	48,355	38,977	178,089	55,832	39,665	65,262	38,529	113,928	1,174,313
Bank premises	5,265	8,470	600	5,239	2,571	1,342	7,468	921	914	4,975	2,092	1,137	40,994
5% Redemption fund against													
F. R. Bank notes	422	946	700	539	188	468	675	2,023	216	916	146	279	7,518
Uncollected items	50,935	104,754	42,675	46,700	44,549	24,467	66,133	33,617	14,556	36,434	24,180	36,893	525,893
All other resources	950	4,505	698	1,758	149	155	1,944	778	1,487	1,058	1,835	5,367	20,684
TOTAL RESOURCES	341,575	1,584,011	363,913	421,607	205,136	208,357	736,688	192,534	122,608	192,466	116,530	418,043	4,903,468

Released for publication, Friday morning, June 9, 1922; not earlier.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JUNE 7, 1922.

(In thousands of dollars)

St. 2824c.

LIABILITIES

	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans.	Cy.	Dallas	San Fran.	Total
Federal Reserve Bank														
Capital paid in	7,921	27,483	8,991	11,587	5,542	4,275	14,559	4,700	3,568	4,619	4,193	7,361		104,859
Surplus	16,483	60,197	17,945	22,509	11,030	9,114	29,025	9,383	7,468	9,646	7,394	15,192		215,398
Reserved for Govt. franchise tax	261	198	209	-	410	393	-	56	355	275	-	100		2,207
Deposits:														
Government	364	18,601	1,747	1,006	1,002	3,069	3,184	2,286	1,074	1,430	1,881	3,930		39,574
Member bank - reserve account	117,381	743,188	104,886	140,542	57,389	50,515	258,148	68,529	42,960	73,051	46,357	121,015		1,823,961
All other	481	11,338	796	1,364	242	331	1,642	687	393	462	139	15,580		33,455
Total deposits	118,226	773,127	107,429	142,912	58,633	53,915	262,974	71,502	44,427	74,943	48,377	140,525		1,896,990
F. R. notes in actual circulation	153,499	620,153	180,669	197,302	85,856	116,204	364,824	69,940	49,554	58,153	26,727	218,650		2,141,531
F. R. Bank notes in circulation - net liability	5,668	17,395	5,598	5,414	2,932	5,102	8,142	3,348	3,397	8,420	2,778	3,618		71,812
Deferred availability items	38,310	81,240	41,921	40,222	39,824	18,504	53,084	32,793	12,784	35,550	25,322	30,943		450,497
All other liabilities	1,147	4,218	1,151	1,661	909	850	4,080	857	1,055	860	1,739	1,647		20,174
TOTAL LIABILITIES	341,575	1,584,011	363,913	421,607	205,136	208,357	736,688	192,534	122,608	192,466	116,530	418,043		4,903,468
Ratio of total reserves to deposit and F.R. note liabilities combined, per cent	68.8	85.9	77.1	69.1	75.7	84.0	76.8	70.2	70.0	63.0	66.2	72.5		77.6
Contingent liability on bills purchased for foreign correspondents	2,392	13,816	2,621	2,687	1,605	1,179	3,899	1,540	885	1,573	852	1,507		34,556

FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION

F. R. notes outstanding	167,031	840,833	204,992	215,552	91,907	120,682	402,820	82,138	51,908	68,746	29,246	251,094		2,526,949
F. R. notes held by banks	13,532	220,680	24,323	18,250	6,051	4,478	37,996	12,198	2,354	10,593	2,519	32,444		385,418
F. R. notes in actual circulation	153,499	620,153	180,669	197,302	85,856	116,204	364,824	69,940	49,554	58,153	26,727	218,650		2,141,531

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	216,767	48,243	61,953	43,204	50,082	420,254
Bills bought in open market	39,608	27,267	40,176	24,347	4,785	136,183
U. S. Certificates of indebtedness	70,973	7,144	34,199	3,900	257,885	374,101

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS, JUNE 7, 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	101,050	272,470	43,920	31,920	32,910	64,004	90,220	24,450	11,795	19,600	18,953	56,730	768,022
Federal Reserve notes outstanding	167,031	840,833	204,992	215,552	91,907	120,682	402,820	82,138	51,908	68,746	29,246	251,094	2,526,949
Collateral security for Federal Reserve notes outstanding:													
Gold and gold certificates	5,300	356,925	-	13,275	-	2,400	-	11,210	13,052	-	7,701	-	409,863
Gold redemption fund	12,694	40,645	11,855	11,879	2,263	4,867	15,100	3,023	2,840	2,649	1,595	19,394	128,804
Gold fund - F. R. Board	118,000	401,000	141,389	150,000	50,795	96,000	337,645	44,300	16,000	45,360	10,000	179,086	1,589,575
Eligible paper -													
Amount required	31,037	42,263	51,748	40,398	38,849	17,415	50,075	23,605	20,016	20,737	9,950	52,614	398,707
Excess amount held	7,571	30,306	5,724	14,640	4,123	14,513	31,969	1,514	4,040	2,703	23,242	1,202	141,547
TOTAL	442,683	1,984,442	459,628	477,664	220,847	319,881	927,829	190,240	119,651	159,795	100,687	560,120	5,963,467
L I A B I L I T I E S													
Net amount of Federal Reserve notes received from Comptroller of the Currency	268,081	1,113,303	248,912	247,472	124,817	184,686	493,040	106,588	63,703	88,346	48,199	307,824	3,294,971
Collateral received from Federal Reserve Bank:													
Gold	135,994	798,570	153,244	175,154	53,058	103,267	352,745	58,533	31,892	48,009	19,296	198,480	2,128,242
Eligible paper	38,608	72,569	57,472	55,038	42,972	31,928	82,044	25,119	24,056	23,440	33,192	53,816	540,254
TOTAL	442,683	1,984,442	459,628	477,664	220,847	319,881	927,829	190,240	119,651	159,795	100,687	560,120	5,963,467