

STATEMENT FOR THE PRESS

Released for publication
Friday morning, June 30;
not earlier.

St.2867.
Federal Reserve Board,
June 29, 1922.

CONDITION OF FEDERAL RESERVE BANKS.

Resumption of borrowings in some volume from the Boston and New York reserve banks following the reduction by them of the discount rate from $4\frac{1}{2}$ to 4 per cent is indicated by the Federal Reserve Board's weekly bank statement issued as at close of business on June 28, 1922. Combined holdings of discounted bills reported by the above two banks show an increase of \$57,700,000, as against a further reduction of \$10,200,000 in the total holdings of discounted bills shown for the other ten reserve banks. Acceptances purchased in open market increased by \$32,600,000, all the Federal reserve banks, except those at Atlanta and Kansas City, reporting larger holdings of this class of paper than for the previous Wednesday. United States securities on hand increased by \$1,100,000, a larger increase of Treasury certificates being offset in part by liquidation of \$2,700,000 of United States bonds and notes. Deposit liabilities of the reserve banks, in keeping with the increase in earning assets, show a growth of \$84,900,000, Federal reserve note circulation decreased by \$1,900,000, while cash reserves show a gain of about \$1,000,000. In consequence of the substantial increase in deposits the reserve ratio shows a decline for the week from 79.1 to 77.5 per cent.

Interbank shifting of gold through the gold settlement fund during the week accounts largely for the increase of \$18,800,000 in the gold reserves of the New York bank and of \$14,700,000 in the combined gold reserves of the Chicago, Cleveland and Richmond banks. Philadelphia reports the largest decrease of gold reserves, viz., by \$14,900,000, while smaller decreases, totaling \$17,700,000, are shown for the remaining seven banks.

Holdings of paper secured by Government obligations increased from \$140,700,000 to \$189,800,000. Of the total held \$136,100,000, or 71.7 per cent, were secured by Liberty and other U. S. bonds, \$6,100,000, or 3.2 per cent, - by Victory notes, \$29,700,000, or 15.6 per cent, - by Treasury notes, and \$18,000,000, or 9.5 per cent, by Treasury certificates, compared with \$114,500,000, \$6,700,000, \$11,700,000 and \$7,800,000 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	
	June 21, 1922	June 29, 1921
Total reserves	Inc. .7	Inc. 522.9
Gold reserves	Inc. .9	Inc. 558.9
Total earning assets	Inc. 81.2	Dec. 880.7
Discounted bills, total	Inc. 47.5	Dec. 1,302.5
Secured by U. S. Government obligations	Inc. 49.2	Dec. 457.9
Other bills discounted	Dec. 1.7	Dec. 844.6
Purchased bills	Inc. 32.6	Inc. 122.5
United States securities, total	Inc. 1.1	Inc. 299.3
Bonds and notes	Dec. 2.7	Inc. 190.1
Pittman certificates	-	Dec. 141.9
Other Treasury certificates	Inc. 3.8	Inc. 251.1
Total deposits	Inc. 84.9	Inc. 253.5
Members' reserve deposits	Inc. 53.2	Inc. 224.1
Government deposits	Inc. 33.4	Inc. 28.4
Other deposits	Dec. 1.7	Inc. 1.0
Federal reserve notes in circulation	Dec. 1.9	Dec. 510.1
F. R. Bank notes in circulation, net liability	Dec. .4	Dec. 65.1

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED.

(In thousands of dollars)

RESOURCES

	June 23, 1922	June 21, 1922	June 29, 1921
Gold and gold certificates	316,937	318,614	323,900
Gold settlement fund - F. R. Board . . .	532,351	521,290	407,234
<u>Total gold held by banks</u>	<u>849,288</u>	<u>849,904</u>	<u>731,134</u>
Gold with Federal Reserve Agents	2,123,373	2,121,680	1,597,219
Gold redemption fund	48,207	48,376	133,578
<u>Total gold reserves</u>	<u>3,020,868</u>	<u>3,019,960</u>	<u>2,461,931</u>
Legal tender notes, silver, etc.	127,498	127,715	163,527
<u>Total reserves</u>	<u>3,148,366</u>	<u>3,147,675</u>	<u>2,625,458</u>
Bills discounted:			
Sec. by U.S. Government obligations. .	189,909	140,713	647,761
Other bills discounted	279,192	280,855	1,123,801
Bills bought in open market	154,060	121,467	31,601
<u>Total bills on hand</u>	<u>623,161</u>	<u>543,035</u>	<u>1,803,163</u>
U. S. bonds and notes	224,638	227,374	34,549
U. S. Certificates of indebtedness:			
One-year certificates (Pittman Act) . .	74,000	74,000	215,875
Other certificates	257,969	254,160	6,908
<u>Total earning assets</u>	<u>1,179,768</u>	<u>1,098,569</u>	<u>2,060,495</u>
Bank premises	41,568	41,368	24,845
5% Redemption fund against			
F. R. Bank notes	7,587	7,565	10,042
Uncollected items	511,571	580,959	506,454
All other resources	15,988	15,672	14,747
<u>TOTAL RESOURCES</u>	<u>4,904,848</u>	<u>4,891,808</u>	<u>5,242,041</u>

LIABILITIES

Capital paid in	105,078	105,079	102,184
Surplus	215,398	215,398	202,036
Reserved for Gov't. franchise tax . . .	2,281	2,231	40,910
Deposits:			
Government	43,780	10,383	15,352
Member bank - reserve account	1,865,199	1,812,010	1,641,156
Other deposits	30,297	32,006	29,280
<u>Total deposits</u>	<u>1,939,276</u>	<u>1,854,399</u>	<u>1,685,788</u>
F. R. notes in actual circulation	2,124,422	2,126,304	2,634,475
F. R. Bank notes in circulation -			
net liability	67,259	67,689	132,400
Deferred availability items	430,314	500,049	412,214
All other liabilities	20,820	20,659	32,034
<u>TOTAL LIABILITIES</u>	<u>4,904,848</u>	<u>4,891,808</u>	<u>5,242,041</u>
Ratio of total reserves to deposit and			
F. R. note liabilities combined . . .	77.5%	79.1%	60.8%

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS, JUNE 28, 1922.

(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	13,820	207,847	5,600	13,368	3,229	5,659	24,049	4,215	7,189	2,525	9,753	19,683		316,937
Gold settlement fund - F. R. Board	31,125	156,274	42,764	45,120	39,655	21,492	89,223	16,145	23,404	27,506	8,205	31,438		532,351
Total gold held by banks	44,945	364,121	48,364	58,488	42,884	27,151	113,272	20,360	30,593	30,031	17,958	51,121		849,288
Gold with F. R. Agents	129,470	804,156	153,315	170,010	54,546	101,027	364,604	57,570	30,452	50,937	19,221	188,065		2,123,373
Gold redemption fund	8,725	5,113	7,996	2,182	3,973	1,119	10,290	1,437	1,823	1,479	726	3,344		48,207
Total gold reserves	183,140	1,173,390	209,675	230,680	101,403	129,297	438,166	79,367	62,868	82,447	37,905	242,530		3,020,868
Legal tender notes, silver, etc.	11,991	30,443	7,484	10,142	7,298	6,362	20,235	15,651	709	5,041	6,042	6,100		127,498
Total reserves	195,131	1,203,833	217,159	240,822	108,701	135,659	508,401	95,018	63,577	87,488	43,947	248,630		3,148,366
Bills discounted:														
Secured by U.S.Govt. obligations	12,427	70,233	32,660	23,640	12,544	2,456	14,769	7,576	2,746	2,889	1,220	6,749		189,909
Other bills discounted	14,795	17,607	12,055	13,310	27,700	27,629	42,090	12,011	23,945	18,225	31,536	38,289		279,192
Bills bought in open market	24,206	46,226	18,201	16,200	870	667	16,318	11,538	-	5	2,876	16,953		154,060
Total bills on hand	51,428	134,066	62,916	53,150	41,114	30,752	73,177	31,125	26,691	21,119	35,632	61,991		623,161
U. S. bonds and notes	4,567	66,250	23,564	26,392	1,233	188	7,355	11,410	4,751	28,302	2,816	47,310		224,638
U. S. Certificates of indebtedness:														
One-year certificates (Pittman Act)	5,450	19,500	5,500	5,500	3,560	6,699	8,667	3,571	4,000	4,321	1,900	5,332		74,000
Other certificates	38,501	92,730	3,805	43,809	-	2,031	41,132	10,207	4,524	12,993	775	7,462		257,969
Total earning assets	99,946	312,546	95,785	128,851	45,907	39,670	130,331	56,313	39,966	66,735	41,123	122,595		1,179,768
Bank premises	5,248	8,743	600	5,332	2,571	1,424	7,552	928	914	4,976	2,093	1,187		41,568
5% Redemption fund against														
F. R. Bank notes	422	899	700	539	188	468	753	2,023	254	916	146	279		7,587
Uncollected items	48,919	104,799	45,114	51,126	43,360	20,734	65,507	28,091	13,375	35,126	18,403	37,017		511,571
All other resources	636	2,968	507	1,072	358	166	865	562	1,371	757	1,838	4,888		15,988
TOTAL RESOURCES	350,302	1,633,788	359,865	427,742	201,085	198,121	713,409	182,935	119,457	195,998	107,550	414,596		4,904,848

Released for publication, Friday morning, June 30, 1922; not earlier.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JUNE 28, 1922.

(In thousands of dollars)

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	L I A B I L I T I E S												Total
Federal Reserve Bank	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	
Capital paid in	7,981	27,570	8,991	11,603	5,538	4,271	14,615	4,770	3,569	4,622	4,186	7,362	105,078
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	276	104	272	-	391	416	-	-	363	309	-	150	2,281
Deposits:													
Government	3,071	10,223	3,810	3,103	4,846	3,037	3,123	2,360	1,711	2,316	2,411	3,769	43,780
Member bank - reserve account	119,715	805,166	103,347	140,261	55,253	47,623	240,565	66,380	41,515	77,141	44,772	123,461	1,865,199
Other deposits	408	10,941	773	1,479	229	528	1,753	621	285	531	163	12,586	30,297
Total deposits	123,194	826,330	107,930	144,843	60,328	51,188	245,441	69,361	43,511	79,988	47,346	139,816	1,939,276
F. R. notes in actual circulation	157,164	618,785	177,870	197,279	81,896	113,336	362,162	67,307	48,628	57,267	25,624	217,104	2,124,422
F. R. Bank notes in circulation - net liability	5,192	15,719	5,133	4,921	2,756	4,743	7,820	3,352	3,182	8,510	2,712	3,219	67,259
Deferred availability items	38,786	80,361	40,582	44,799	38,246	14,203	50,673	27,788	11,652	34,796	18,499	29,929	430,314
All other liabilities	1,226	4,722	1,142	1,788	900	850	3,673	969	1,084	860	1,789	1,817	20,820
TOTAL LIABILITIES	350,302	1,633,788	359,865	427,742	201,085	198,121	713,409	182,935	119,457	195,998	107,550	414,596	4,904,848
Ratio of total reserves to deposit and F. R. note liabilities combined, per cent	69.6	83.3	76.0	70.4	76.4	82.5	83.7	69.5	69.0	63.7	60.2	69.7	77.5
Contingent liability on bills purchased for foreign correspondents	2,514	12,783	2,756	2,824	1,688	1,240	4,099	1,619	930	1,653	896	1,584	34,586
FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION													
F. R. notes outstanding	169,907	860,340	202,862	212,303	89,785	118,897	404,699	83,575	51,033	69,174	28,491	246,419	2,537,485
F. R. notes held by banks	12,743	241,555	24,992	15,024	7,889	5,561	42,537	16,268	2,405	11,907	2,867	29,315	413,063
F. R. notes in actual circulation	157,164	618,785	177,870	197,279	81,896	113,336	362,162	67,307	48,628	57,267	25,624	217,104	2,124,422
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	263,576		38,675		61,811		50,208		54,831		469,101		
Bills bought in open market	59,415		27,845		43,064		15,156		8,580		154,060		
U. S. Certificates of indebtedness	4,106		1,500		26,292		40,873		259,198		331,969		

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS, JUNE 28, 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	91,650	271,150	45,120	33,405	31,520	67,049	86,120	22,450	11,650	17,900	19,633	58,930	756,577
Federal Reserve notes outstanding	169,907	860,340	202,862	212,303	89,785	118,897	404,699	83,575	51,033	69,174	28,491	246,419	2,537,485
Collateral security for Federal Reserve notes outstanding:													
Gold and gold certificates	5,300	363,134	-	13,275	-	2,400	-	11,210	13,052	-	7,702	-	416,123
Gold redemption fund	16,170	39,972	14,926	11,735	1,751	4,127	14,959	3,560	1,400	2,577	1,519	14,613	127,309
Gold fund - F. R. Board	108,000	401,000	138,389	145,000	52,795	94,500	349,645	42,800	16,000	48,360	10,000	173,452	1,579,941
Eligible paper -													
Amount required	40,437	56,184	49,547	42,293	35,239	17,870	40,095	26,005	20,581	18,237	9,270	58,354	414,112
Excess amount held	10,991	73,481	3,468	9,806	5,507	12,704	33,041	5,110	5,798	2,679	26,248	3,503	192,536
TOTAL	442,455	2,065,311	454,312	467,817	216,597	317,547	928,559	194,710	119,514	159,127	102,863	555,271	6,024,083
L I A B I L I T I E S													
Net amount of Federal Reserve notes received from Comptroller of the Currency	261,557	1,131,490	247,982	245,703	121,305	185,946	490,819	106,025	62,683	87,074	48,124	305,349	3,294,062
Collateral received from Federal Reserve Bank:													
Gold	129,470	804,156	153,315	170,010	54,546	101,027	364,604	57,570	30,452	50,937	19,221	188,065	2,123,373
Eligible paper	51,428	129,665	53,015	52,099	40,746	30,574	73,136	31,115	26,379	21,116	35,518	61,857	606,648
TOTAL	442,455	2,065,311	454,312	467,817	216,597	317,547	928,559	194,710	119,514	159,127	102,863	555,271	6,024,083