

STATEMENT FOR THE PRESS

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Federal Reserve Board,
July 26, 1923.

CONDITION OF FEDERAL RESERVE BANKS

Continued liquidation of discounted bills to the amount of \$45,300,000, of \$6,200,000 in acceptances purchased in open market, and of \$1,700,000 in Government security holdings, is shown in the Federal Reserve Board's weekly consolidated bank statement issued as at close of business on July 25, 1923. Deposit liabilities declined by \$45,900,000 and Federal reserve note circulation by \$22,100,000, the latter item reaching the lowest figure reported since August 30, 1922. Total cash reserves increased by \$16,600,000, and the reserve ratio rose from 76.5 to 78.2 per cent.

Seven of the Federal reserve banks report smaller holdings of discounted bills, the decline in the case of the New York and Cleveland banks being the greatest and amounting to \$18,300,000 and \$14,900,000, respectively. The banks at Boston, Richmond, Atlanta, Dallas and San Francisco show somewhat larger holdings of discounted bills, the total increase for these banks being \$8,500,000.

Total gold reserves increased by \$13,800,000, the Federal Reserve Bank of Cleveland alone showing a net addition of \$18,700,000 to its gold reserves, while six other banks report net increases aggregating \$23,900,000, reflecting primarily the receipt of gold from other districts through the Gold Settlement Fund. These increases were partly offset by a decline of \$18,100,000 reported by New York and \$10,700,000 by the four remaining banks. In the case of the New York Bank the decline in gold reserves is due to a considerable loss in its vault holdings of gold and gold certificates as well as to the reduction of its balance in the Gold Settlement Fund. All the Federal reserve banks except Cleveland, Atlanta, Minneapolis, and San Francisco show increases in holdings of other reserve cash, the net increase for all banks amounting to \$2,800,000. All Federal reserve banks report a smaller circulation of Federal reserve notes except Dallas, which shows an increase of \$300,000.

Holdings of paper secured by Government obligations continued to decrease, accounting for most of the decline in discounted bills, the total amount of such paper on July 25 being \$364,400,000, as compared with \$408,500,000 a week earlier. Of the total holdings on July 25, \$231,800,000, or 63.6 per cent, was secured by U. S. bonds; \$115,900,000, or 31.8 per cent, by Treasury notes; and \$16,700,000, or 4.6 per cent, by certificates of indebtedness, compared with \$259,100,000, \$131,500,000, and \$17,900,000, respectively, reported the week before.

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

	Increase or Decrease In millions of dollars since	
	July 18, 1923	July 26, 1922
Total reserves	+ 16.6	+ 18.5
Gold reserves	+ 13.8	+ 59.0
Total earning assets	- 53.2	- 43.2
Discounted bills, total	- 45.3	+ 380.6
Secured by U. S. Government obligations . .	- 44.1	+ 249.2
Other bills discounted	- 1.2	+ 131.4
Purchased bills	- 6.2	+ 20.7
United States securities, total	- 1.7	- 444.5
Bonds and notes	- 7.0	- 116.6
U. S. Certificates of indebtedness	+ 5.3	- 327.9
Total deposits	- 45.9	+ 8.4
Members' reserve deposits	- 44.4	+ 24.0
Government deposits	+ .4	- 11.7
Other deposits	- 1.9	- 3.9
Federal Reserve notes in circulation	- 22.1	+ 68.1
F. R. Bank notes in circulation - net liability	+ .3	- 62.0

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	<u>July 25, 1923</u>	<u>July 18, 1923</u>	<u>July 26, 1922</u>
RESOURCES			
Gold and gold certificates	332,289	341,804	317,459
Gold settlement fund - F. R. Board	662,477	653,784	498,309
<u>Total gold held by banks</u>	<u>994,766</u>	<u>995,588</u>	<u>815,768</u>
Gold with Federal Reserve Agents	2,058,246	2,052,131	2,197,645
Gold redemption fund	60,539	52,001	41,118
<u>Total gold reserves</u>	<u>3,113,551</u>	<u>3,099,720</u>	<u>3,054,531</u>
Reserves other than gold	86,454	83,702	126,967
<u>Total reserves</u>	<u>3,200,005</u>	<u>3,183,422</u>	<u>3,181,498</u>
Non-reserve cash	74,025	81,261	*
Bills discounted:			
Sec. by U.S. Government obligations . . .	364,413	408,466	115,238
Other bills discounted	396,126	397,363	264,743
Bills bought in open market	176,864	183,121	156,138
<u>Total bills on hand</u>	<u>937,403</u>	<u>988,950</u>	<u>536,119</u>
U. S. bonds and notes	85,016	92,015	201,624
U. S. Certificates of indebtedness	11,268	5,940	339,175
Municipal warrants	10	10	9
<u>Total earning assets</u>	<u>1,033,697</u>	<u>1,086,915</u>	<u>1,076,927</u>
Bank premises	53,309	53,203	42,494
5% Redemption fund against			
F. R. Bank notes	193	193	7,527
Uncollected items	578,566	674,936	537,883
All other resources	12,967	13,031	16,805
<u>TOTAL RESOURCES</u>	<u>4,952,762</u>	<u>5,092,961</u>	<u>4,863,134</u>
LIABILITIES			
Capital paid in	109,629	109,714	105,198
Surplus	218,369	218,369	215,398
Deposits:			
Government	34,784	34,432	46,455
Member bank - reserve account	1,839,262	1,883,644	1,815,278
Other deposits	22,521	24,445	26,381
<u>Total deposits</u>	<u>1,896,567</u>	<u>1,942,521</u>	<u>1,888,114</u>
F. R. notes in actual circulation	2,194,871	2,216,994	2,126,809
F. R. Bank notes in circulation -			
net liability	1,608	1,296	63,622
Deferred availability items	513,767	586,567	442,713
All other liabilities	17,951	17,500	21,280
<u>TOTAL LIABILITIES</u>	<u>4,952,762</u>	<u>5,092,961</u>	<u>4,863,134</u>
Ratio of total reserves to deposit and			
F. R. note liabilities combined	78.2%	76.5%	79.2%
Contingent liability on bills purchased			
for foreign correspondents	34,944	35,848	25,867

*Not shown separately prior to January 1923.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS, JULY 25, 1923.
(In thousands of dollars)

	R E S O U R C E S												
Federal Reserve Bank of	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy	Dallas	San Fran.	Total
Gold and gold certificates	17,031	156,501	27,420	14,172	10,246	6,384	51,266	4,212	8,275	3,286	12,079	21,417	332,289
Gold settlement fund - F. R. Board	56,349	179,206	26,395	99,623	30,258	18,690	110,245	22,675	23,309	54,337	5,682	35,717	662,477
Total gold held by banks	73,380	335,707	53,815	113,795	40,504	25,074	161,511	26,887	31,575	57,623	17,761	57,134	994,766
Gold with F. R. Agents	190,282	636,805	170,183	208,266	28,816	109,798	382,518	50,969	35,637	33,581	12,294	199,097	2,058,246
Gold redemption fund	10,689	11,258	8,510	2,624	6,326	2,889	4,069	4,391	2,055	2,873	1,399	3,456	60,539
Total gold reserves	274,351	983,770	232,508	324,685	75,646	137,761	548,098	82,247	69,267	94,077	31,454	259,687	3,113,551
Reserves other than gold	5,545	27,428	7,955	4,775	2,588	5,001	8,264	13,773	780	3,354	4,924	2,067	86,454
Total reserves	279,896	1,011,198	240,463	329,460	78,234	142,762	556,362	96,020	70,047	97,431	36,378	261,754	3,200,005
Non-reserve cash	15,016	8,727	3,890	2,674	1,835	6,752	7,826	6,627	2,972	4,746	3,738	9,222	74,025
Bills discounted:													
Secured by U.S.Govt. obligations	18,449	126,417	43,604	33,025	29,795	7,118	31,254	16,390	6,791	13,100	6,158	32,312	364,413
Other bills discounted	26,873	41,152	18,843	21,835	37,803	33,670	46,149	29,683	22,154	30,968	37,432	49,564	396,126
Bills bought in open market	16,512	39,671	20,313	26,643	1,881	4,640	45,575	3,111	-	26	2,627	15,865	176,864
Total bills on hand	61,834	207,240	82,760	81,503	69,479	45,428	122,978	49,184	28,945	44,094	46,217	97,741	937,403
U. S. bonds and notes	3,570	4,656	17,367	9,953	1,341	193	7,194	7,251	11,081	11,445	1,780	9,185	85,016
U. S. Certificates of indebtedness	321	7,579	14	249	-	1	2,834	-	223	47	-	-	11,268
Municipal warrants	-	-	-	-	-	10	-	-	-	-	-	-	10
Total earning assets	65,725	219,475	100,141	91,705	70,820	45,632	133,006	56,435	40,249	55,586	47,997	106,926	1,033,697
Bank premises	4,434	12,716	721	9,110	2,617	2,674	8,715	1,039	1,624	4,965	1,947	2,747	53,309
5% Redemption fund against F. R. Bank notes	-	-	-	-	-	-	65	-	-	100	28	-	193
Uncollected items	50,893	126,906	52,044	62,952	50,114	21,078	78,655	31,827	14,763	33,131	19,035	37,168	578,566
All other resources	112	1,311	262	417	468	482	601	152	1,841	818	2,649	3,854	12,967
TOTAL RESOURCES	416,076	1,380,333	397,521	496,318	204,088	219,380	785,230	192,100	131,496	196,777	111,772	421,671	4,952,168

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JULY 25, 1923.

L I A B I L I T I E S
(In thousands of dollars)

Federal Reserve Bank of	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Capital paid in	8,073	29,266	9,772	12,168	5,708	4,416	15,139	4,948	3,550	4,587	4,202	7,800	109,629
Surplus	16,312	59,800	18,749	23,495	11,288	8,942	30,398	9,665	7,473	9,488	7,496	15,263	218,369
Deposits:													
Government	858	9,227	2,109	3,924	2,634	965	2,252	3,380	2,092	3,148	1,433	2,762	34,784
Member Bank - reserve account	125,056	661,780	114,756	165,534	59,697	53,848	269,127	69,748	47,550	82,090	44,293	145,783	1,839,262
Other deposits	293	13,307	652	980	158	143	1,209	782	347	539	199	3,912	22,521
Total deposits	126,207	684,314	117,517	170,438	62,489	54,956	272,588	73,910	49,989	85,777	45,925	152,457	1,896,567
F.R. notes in actual circulation	216,489	503,111	203,458	232,169	77,012	133,906	400,976	72,108	55,595	60,678	31,036	208,333	2,194,871
F.R. Bank notes in circulation - net liability	-	-	-	-	-	-	1,085	-	-	43	480	-	1,608
Deferred availability items	48,256	100,391	46,690	56,569	46,617	16,209	63,152	30,381	13,667	35,255	20,595	35,985	513,767
All other liabilities	739	3,451	1,335	1,479	974	951	1,892	1,088	1,222	949	2,038	1,833	17,951
TOTAL LIABILITIES	416,076	1,380,333	397,521	496,318	204,088	219,380	785,230	192,100	131,496	196,777	111,772	421,671	4,952,762
Ratio of total reserves to deposit and F. R. note liabilities combined, per cent	81.7	85.2	74.9	81.8	56.1	75.6	82.6	65.8	66.3	66.5	47.3	72.6	73.2
Contingent liability on bills purchased for foreign correspondents	-	10,982	3,151	3,957	1,905	1,502	5,093	1,612	1,246	1,576	1,319	2,601	34,944

FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION

F. R. notes outstanding	242,320	748,692	240,291	257,254	85,185	139,828	457,181	90,373	61,209	69,924	34,488	253,381	2,680,126
F. R. notes held by banks	25,831	245,581	36,833	25,085	8,173	5,922	56,205	18,265	5,614	9,246	3,452	45,048	485,255
F. R. notes in actual circulation	216,489	503,111	203,458	232,169	77,012	133,906	400,976	72,108	55,595	60,678	31,036	208,333	2,194,871

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	From 91 days to 6 months	Over 6 months	Total
Bills discounted	484,677	58,725	91,938	85,073	39,997	129	760,539
Bills bought in open market	53,114	27,600	38,337	55,535	2,278	-	176,864
U. S. Certificates of indebtedness	7,900	-	1,376	16	1,691	285	11,268
Municipal warrants	-	-	-	-	10	-	10

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS, JULY 25, 1923.

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(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	90,650	313,260	54,400	33,120	25,210	75,990	117,900	25,040	11,720	29,913	20,569	71,300	869,072
Federal Reserve notes outstanding	242,320	748,692	240,291	257,254	85,185	139,828	457,181	90,373	61,209	69,924	34,488	253,381	2,680,126
Collateral security for Federal Reserve notes outstanding:													
Gold and gold certificates	35,300	235,531	7,000	8,805	-	2,400	-	11,880	13,052	-	6,461	-	320,429
Gold redemption fund	16,982	30,274	12,794	14,461	4,021	6,398	10,874	3,089	1,585	2,221	1,833	18,435	122,967
Gold fund - F. R. Board	138,000	371,000	150,389	185,000	24,795	101,000	371,644	36,000	21,000	31,360	4,000	180,662	1,614,850
Eligible paper -													
Amount required	52,038	111,887	70,108	48,988	56,369	30,030	74,663	39,404	25,572	36,343	22,194	54,284	621,880
Excess amount held	9,796	72,249	1,084	25,600	9,386	15,298	48,306	9,780	2,869	7,744	23,942	42,493	268,547
TOTAL	585,086	1,882,893	536,066	573,228	204,966	370,944	1,080,568	215,566	137,007	177,505	113,487	620,555	6,497,871
L I A B I L I T I E S													
Net amount of Federal Reserve notes received from Comptroller of the Currency	332,970	1,061,952	294,691	290,374	110,395	215,818	575,081	115,413	72,929	99,837	55,057	324,681	3,549,198
Collateral received from Federal Reserve Bank:													
Gold	190,282	636,805	170,183	208,266	28,816	109,798	382,518	50,969	35,637	33,581	12,294	199,097	2,058,246
Eligible paper	61,834	184,136	71,192	74,588	65,755	45,328	122,969	49,184	28,441	44,087	46,136	96,777	890,427
TOTAL	585,086	1,882,893	536,066	573,228	204,966	370,944	1,080,568	215,566	137,007	177,505	113,487	620,555	6,497,871