

STATEMENT FOR THE PRESS

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Federal Reserve Board,
September 6, 1923.

CONDITION OF FEDERAL RESERVE BANKS

Increases of \$34,600,000 in the holdings of discounted bills and of \$32,500,000 in Federal reserve note circulation, together with a reduction of \$22,900,000 in cash reserves, are shown in the Federal Reserve Board's weekly consolidated bank statement issued as at close of business on September 5, 1923. The reserve ratio declined from 77.5 to 76.4 per cent.

Larger holdings of discounted bills are reported by seven of the reserve banks, increases of \$29,500,000, \$5,500,000, and \$4,600,000, respectively, being shown for the Federal Reserve Banks of New York, Chicago, and Atlanta, and an aggregate increase of \$6,400,000 for Boston, Richmond, St. Louis, and San Francisco. Liquidation of \$11,400,000 in discounted bills is reported by the five remaining banks, \$5,800,000 of this amount representing the reduction at Cleveland. Holdings of paper secured by U. S. Government obligations increased by \$22,900,000 during the week, the total of \$399,100,000 held on September 5, being composed of \$263,700,000 secured by U. S. bonds, \$121,000,000 by Treasury notes, and \$14,400,000 by certificates of indebtedness.

The usual demand for additional currency in connection with the observance of Labor Day is largely responsible for the increase of \$32,500,000 in Federal reserve note circulation. All Federal reserve banks, except Cleveland and St. Louis, report increases in their note circulation, the banks at Boston, Chicago, Dallas, and San Francisco, with increases of \$5,400,000, \$7,200,000, \$3,900,000, and \$6,500,000, respectively, accounting for the greater part of the total increase.

Declines of \$19,000,000 in gold reserves, of \$3,900,000 in reserves other than gold, and of \$3,700,000 in non-reserve cash reported for the week are also due, in part at least, to increased demand for currency for holiday use.

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	
	Aug. 29, 1923	Sept. 6, 1922
Total reserves	- 22.9	- 8.4
Gold reserves	- 19.0	+ 41.2
Total earning assets	+ 40.9	+ 21.8
Discounted bills, total	+ 34.6	+ 445.0
Secured by U. S. Government obligations	+ 22.9	+ 268.7
Other bills discounted	+ 11.7	+ 176.3
Purchased bills	+ 1.1	- 13.8
United States securities, total	+ 5.2	- 409.4
Bonds and notes	+ 5.0	- 111.2
U. S. Certificates of indebtedness	+ .2	- 298.2
Total deposits	- 5.2	+ 45.6
Member's reserve deposits	- 5.6	+ 47.0
Government deposits	+ .6	+ .8
Other deposits	- .2	- 2.2
Federal Reserve notes in circulation	+ 32.5	+ 45.4
F. R. Bank notes in circulation - net liability	- 1.1	- 52.3

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RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

RESOURCES

	<u>Sept. 5, 1923</u>	<u>Aug. 29, 1923</u>	<u>Sept. 6, 1922</u>
Gold and gold certificates	344,746	361,066	285,316
Gold settlement fund - F. R. Board	645,876	649,455	530,125
<u>Total gold held by banks</u>	990,622	1,010,521	815,441
Gold with Federal Reserve Agents	2,060,700	2,061,164	2,206,468
Gold redemption fund	50,688	49,304	38,914
<u>Total gold reserves</u>	3,102,010	3,120,989	3,060,823
Reserves other than gold	76,324	80,245	125,864
<u>Total reserves</u>	3,178,334	3,201,234	3,186,687
Non-reserve cash	65,782	(a)69,504	*
Bills discounted:			
Sec. by U.S. Government obligations	399,118	376,194	130,447
Other bills discounted	450,976	439,324	274,636
Bills bought in open market	174,563	173,485	188,365
<u>Total bills on hand</u>	1,024,657	989,003	593,448
U. S. bonds and notes	96,320	91,328	207,514
U. S. Certificates of indebtedness	2,452	2,202	300,678
Municipal warrants	20	20	21
<u>Total earning assets</u>	1,123,449	1,082,553	1,101,661
Bank premises	54,269	54,239	43,636
5% Redemption fund against F. R. Bank notes	28	93	4,698
Uncollected items	594,984	(a)546,129	576,078
All other resources	13,339	13,477	18,193
TOTAL RESOURCES	5,030,185	(a)4,967,229	4,930,953

LIABILITIES

Capital paid in	109,718	109,751	106,085
Surplus	218,369	218,369	215,398
Deposits:			
Government	38,534	37,960	37,730
Member bank - reserve account	1,843,065	1,848,617	1,796,081
Other deposits	20,776	21,005	22,986
<u>Total deposits</u>	1,902,375	1,907,582	1,856,797
F. R. notes in actual circulation	2,257,278	2,224,760	2,211,889
F. R. Bank notes in circulation - net liability	509	1,565	52,793
Deferred availability items	522,057	485,041	465,764
All other liabilities	19,879	(a)20,161	22,227
TOTAL LIABILITIES	5,030,185	(a)4,967,229	4,930,953
Ratio of total reserves to deposit and F. R. note liabilities combined	76.4%	77.5%	78.3%
Contingent liability on bills purchased for foreign correspondents	34,304	35,404	29,859

* Not shown separately prior to January 1923.

(a) Revised figures

C.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AS AT CLOSE OF BUSINESS, SEPTEMBER 5, 1923.

(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	17,109	165,975	33,213	13,358	10,973	6,114	48,534	4,268	7,964	3,350	12,651	21,237	344,746
Gold settlement fund - F.R. Board	54,769	122,197	40,497	100,589	31,132	12,015	137,727	21,030	21,543	50,274	15,807	38,296	645,876
Total gold held by banks	71,878	288,172	73,710	113,947	42,105	18,129	186,261	25,298	29,507	53,624	28,458	59,533	990,622
Gold with F. R. Agents	190,593	635,872	169,176	207,556	28,071	92,056	391,824	49,163	35,805	40,029	18,324	202,231	2,060,700
Gold redemption fund	6,476	9,640	6,171	4,657	3,637	2,429	3,580	3,157	1,573	3,783	1,893	3,692	50,688
Total gold reserves	268,947	933,684	249,057	326,160	73,813	112,614	581,665	77,618	66,885	97,436	48,675	265,456	3,102,010
Reserves other than gold	4,404	17,346	12,841	3,587	3,083	4,715	9,792	10,187	945	2,604	5,240	1,580	76,324
Total reserves	273,351	951,030	261,898	329,747	76,896	117,329	591,457	87,805	67,830	100,040	53,915	267,036	3,178,334
Non-reserve cash	13,449	6,988	2,492	4,108	1,611	10,473	6,434	5,254	1,836	4,202	2,456	6,479	65,782
Bills discounted:													
Secured by U.S. Govt. obligations	21,264	152,620	39,147	27,635	28,756	10,983	37,145	22,195	5,529	10,932	8,265	34,647	399,118
Other bills discounted	48,936	57,168	23,253	19,406	42,772	41,789	37,003	37,380	21,016	28,182	37,276	56,795	450,976
Bills bought in open market	10,748	41,271	19,866	39,056	723	8,505	39,897	389	-	2,012	435	11,661	174,563
Total bills on hand	80,948	251,059	82,266	86,097	72,251	61,277	114,045	59,964	26,545	41,126	45,976	103,103	1,024,657
U. S. bonds and notes	3,728	16,881	17,367	9,953	1,341	257	9,152	3,668	12,836	10,173	1,779	9,185	96,320
U. S. Certificates of indebtedness	35	1,500	14	305	-	1	324	-	20	253	-	-	2,452
Municipal warrants	-	-	-	-	-	20	-	-	-	-	-	-	20
Total earning assets	84,711	269,440	99,647	96,355	73,592	61,555	123,521	63,632	39,401	51,552	47,755	112,288	1,123,449
Bank premises	4,434	13,012	723	9,440	2,617	2,775	8,715	1,097	1,681	4,970	1,950	2,855	54,269
5% Redemption fund against F. R. Bank notes	-	-	-	-	-	-	-	-	-	-	28	-	28
Uncollected items	53,779	131,303	50,876	65,111	47,683	20,813	78,408	34,609	14,208	37,234	24,537	36,423	594,984
All other resources	144	1,081	470	373	526	646	583	123	2,026	792	2,732	3,843	13,339
TOTAL RESOURCES	429,868	1,372,854	416,106	505,134	202,925	213,591	809,118	192,520	126,982	198,790	133,373	428,924	5,030,185

C.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS SEPTEMBER 5, 1923.

LIABILITIES

(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	7,867	29,342	9,830	12,234	5,768	4,424	15,164	4,994	3,522	4,544	4,188	7,841	109,718
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	3,797	4,991	1,395	5,164	1,727	1,002	10,472	3,860	346	1,432	1,359	2,939	38,534
Member bank - reserve account	122,361	674,965	120,292	161,632	59,869	52,838	267,141	67,877	43,602	81,132	47,196	144,160	1,843,065
Other deposits	182	12,251	363	1,040	123	129	1,277	519	332	512	209	3,839	20,776
Total deposits	126,340	692,207	122,050	167,836	61,719	53,969	278,890	72,256	44,280	83,076	48,764	150,988	1,902,375
F. R. notes in actual circulation	228,297	486,765	218,611	241,383	82,493	128,483	417,207	71,527	56,691	63,997	44,290	217,534	2,257,278
F. R. Bank notes in circulation - net liability	-	-	-	-	-	-	-	-	-	-	509	-	509
Deferred availability items	50,137	100,767	45,288	58,446	40,478	16,664	65,657	32,883	13,641	36,714	26,041	35,341	522,057
All other liabilities	915	3,973	1,578	1,740	1,179	1,109	1,802	1,195	1,375	971	2,085	1,957	19,879
TOTAL LIABILITIES	429,868	1,372,854	416,106	505,134	202,925	213,591	809,118	192,520	126,982	198,790	133,373	428,924	5,030,185
Ratio of total reserves to deposits and F. R. note liabilities combined, per cent	77.1	80.7	76.9	80.6	53.3	64.3	85.0	61.1	67.2	68.0	57.9	72.5	76.4
Contingent liability on bills purchased for foreign correspondents	-	11,143	3,046	3,815 ²⁴	1,842	1,452	4,932 ²³	1,558	1,204	1,523	1,275	2,514	34,304
FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION													
F. R. notes outstanding	239,330	741,481	232,683	264,343	89,940	141,918	467,162	90,058	61,316	74,273	48,638	250,435	2,701,577
F. R. notes held by banks	11,033	254,716	14,072	22,960	7,447	13,435	49,955	18,531	4,625	10,276	4,348	32,901	444,299
F. R. notes in actual circulation	228,297	486,765	218,611	241,383	82,493	128,483	417,207	71,527	56,691	63,997	44,290	217,534	2,257,278
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	572,012		74,317	117,292	68,487	221	850,094						
Bills bought in open market	60,115		33,815	48,277	28,501	-	174,563						
U. S. Certificates of indebtedness	1,827		-	-	377	248	2,452						
Municipal warrants	-		-	-	20	-	20						
C.													

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS, SEPTEMBER 5, 1923.

(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	83,950	313,260	46,840	31,720	25,630	80,557	115,700	24,790	11,080	30,613	28,514	69,200	861,854
Federal Reserve notes outstanding	239,330	741,481	232,683	264,343	89,940	141,918	467,162	90,058	61,316	74,273	48,638	250,435	2,701,577
Collateral security for Federal reserve notes outstanding:													
Gold and gold certificates	35,300	235,531	7,000	8,805	-	2,400	-	11,880	13,552	-	6,456	-	320,924
Gold redemption fund	17,293	29,341	15,787	13,751	3,276	5,656	10,180	3,283	1,253	2,669	2,368	14,853	119,710
Gold fund - F. R. Board	138,000	371,000	146,389	185,000	24,795	84,000	381,644	34,000	21,000	37,360	9,500	187,378	1,620,066
Eligible paper -													
Amount required	48,737	105,609	63,507	56,787	61,869	49,862	75,338	40,895	25,511	34,244	30,314	48,204	640,877
Excess amount held	32,211	121,018	4,432	28,880	7,745	11,346	38,682	19,055	289	6,870	15,537	54,005	340,070
TOTAL	594,821	1,917,240	516,638	589,286	213,255	375,739	1,088,706	223,961	134,001	186,029	141,327	624,075	6,605,078

L I A B I L I T I E S

Net amount of Federal Reserve notes received from Comptroller of the Currency	323,280	1,054,741	279,523	296,063	115,570	222,475	582,862	114,848	72,396	104,886	77,152	319,635	3,563,431
Collateral received from Federal Reserve Bank:													
Gold	190,593	635,872	169,176	207,556	28,071	92,056	391,824	49,163	35,805	40,029	18,324	202,231	2,060,700
Eligible paper	80,948	226,627	67,939	85,667	69,614	61,208	114,020	59,950	25,800	41,114	45,851	102,209	980,947
TOTAL	594,821	1,917,240	516,638	589,286	213,255	375,739	1,088,706	223,961	134,001	186,029	141,327	624,075	6,605,078

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