

STATEMENT FOR THE PRESS

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St. 4655
Federal Reserve Board,
September 17, 1925.

CONDITION OF THE FEDERAL RESERVE BANKS

The consolidated statement of condition of the Federal reserve banks on September 16, made public by the Federal Reserve Board, shows a decline of \$151,300,000 in holdings of discounted bills and of \$2,200,000 in acceptances purchased in open market, and an increase of \$82,100,000 in Government securities, holdings of which on September 16 included \$94,000,000 of temporary certificates issued to the Federal reserve banks by the Treasury pending the collection of the quarterly installment of taxes. Total earning assets went down \$71,200,000 to \$1,119,100,000, and Federal reserve note circulation declined \$2,800,000, while cash reserves increased \$800,000, and non-reserve cash \$7,900,000.

Largely as a result of the Treasury's financial operations on September 15, which included the redemption of Treasury certificates maturing on that date, member banks in the New York district reduced their borrowings from the Federal reserve bank by \$144,000,000. Discount holdings of the Federal Reserve Bank of Chicago went down \$8,400,000, and of the Federal reserve banks of San Francisco and Boston by \$6,400,000 and \$3,600,000, respectively, while discount holdings of the St. Louis bank show an increase of \$8,800,000. The New York bank also reports a decline of \$10,200,000 in acceptances purchased in the open market, while Boston reports an increase of \$2,900,000.

The increase of \$88,200,000 in holdings of Treasury certificates of indebtedness is more than accounted for by \$89,000,000 of temporary certificates issued by the Treasury to the Federal Reserve Bank of New York and \$5,000,000 to three other banks pending the collection of the quarterly installment of taxes. Treasury notes on hand went up \$8,900,000, while U. S. bonds declined \$15,000,000.

A decrease of \$3,900,000 in Federal reserve note circulation is reported by the Federal Reserve Bank of Boston and an increase of \$2,800,000 by Atlanta. The remaining banks report smaller changes in Federal reserve note circulation.

A summary of changes in the principal assets and liabilities of the reserve banks during the week and the year ending September 16, 1925, follows:

	Increase or decrease during	
	Week	Year
Total reserves	+ \$800,000	- \$283,700,000
Gold reserves	+ 2,000,000	- 308,800,000
Total earning assets	- 71,200,000	+ 136,200,000
Bills discounted, total	- 151,300,000	+ 230,000,000
Secured by U.S. Government obligations	- 136,300,000	+ 145,000,000
Other bills discounted	- 15,000,000	+ 85,000,000
Bills bought in open market	- 2,200,000	+ 112,800,000
U.S. Government securities, total	+ 82,100,000	- 209,500,000
Bonds	- 15,000,000	+ 19,400,000
Treasury notes	+ 8,900,000	- 152,100,000
Certificates of indebtedness	+ 88,200,000	- 76,800,000
Federal Reserve notes in circulation	- 2,800,000	- 57,400,000
Total deposits	- 14,300,000	- 67,000,000
Members' reserve deposits	+ 2,000,000	- 63,600,000
Government deposits	- 19,200,000	- 2,800,000
Other deposits	+ 2,900,000	- 600,000

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED
(In thousands of dollars)

	Sept. 16, 1925	Sept. 9, 1925	Sept. 17, 1924
R E S O U R C E S			
Gold with Federal reserve agents	1,489,568	1,451,175	2,038,632
Gold redemption fund with U.S. Treasury	48,019	44,340	36,638
Gold held exclusively against F.R. notes	1,537,587	1,495,515	2,075,270
Gold settlement fund with F. R. Board .	636,567	679,480	611,304
Gold and gold certificates held by banks	598,530	595,696	394,919
Total gold reserves	2,772,684	2,770,691	3,081,493
Reserves other than gold	109,020	110,230	83,919
Total reserves	2,881,704	2,880,921	3,165,412
Non-reserve cash	51,520	43,614	44,543
Bills discounted:			
Sec. by U. S. Government obligations .	228,594	*364,841	83,601
Other bills discounted	259,346	*274,351	174,366
Total bills discounted	487,940	639,192	257,967
Bills bought in open market	211,962	214,143	99,212
U. S. Government securities:			
Bonds	55,418	70,403	35,951
Treasury notes	245,751	236,801	397,863
Certificates of indebtedness	108,080	19,910	184,915
Total U. S. Government securities .	409,249	327,114	618,729
Foreign loans on gold	7,500	7,500	-
All other earning assets	2,420	2,320	6,950
Total earning assets	1,119,071	1,190,269	982,858
Uncollected items	928,961	658,563	775,917
Bank premises	61,370	61,333	59,672
All other resources	20,305	23,260	26,464
TOTAL RESOURCES	5,062,931	4,857,960	5,054,866
L I A B I L I T I E S			
F. R. notes in actual circulation . . .	1,677,299	1,680,115	1,734,666
Deposits:			
Member bank - reserve account	2,197,663	2,195,648	2,261,255
Government	3,528	22,786	6,339
Other deposits	29,007	26,072	29,583
Total deposits	2,230,198	2,244,506	2,297,177
Deferred availability items	807,583	585,596	678,050
Capital paid in	116,423	116,380	112,032
Surplus	217,837	217,837	220,915
All other liabilities	13,591	13,526	12,026
TOTAL LIABILITIES	5,062,931	4,857,960	5,054,866
Ratio of total reserves to deposit and F. R. note liabilities combined . . .	73.7%	73.4%	78.5%
Contingent liability on bills purchased for foreign correspondents	34,665	34,646	20,959

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*Revised figures

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 16, 1925.
(In thousands of dollars)

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RESOURCES

	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Gold with Federal Reserve Agents	147,910	375,728	129,555	180,783	41,580	128,866	135,074	16,299	44,977	51,203	33,014	204,579	1,489,568
Gold redemption fund with U.S. Treas.	8,182	11,545	5,719	4,435	2,867	2,919	3,007	1,347	1,870	2,553	1,469	2,106	48,019
<u>Gold held exclusively against</u>													
<u>F. R. notes</u>	156,092	387,273	135,274	185,218	44,447	131,785	138,081	17,646	46,847	53,756	34,483	206,685	1,537,587
Gold settlement fund with F.R. Board	55,377	174,529	57,198	58,466	28,504	27,693	124,991	15,455	12,919	34,751	14,184	32,500	636,567
Gold and gold certificates	25,454	357,652	18,924	45,983	8,109	2,341	88,214	9,698	7,472	4,003	7,113	23,567	598,530
<u>Total gold reserves</u>	236,923	919,454	211,396	289,667	81,060	161,819	351,286	42,799	67,238	92,510	55,780	262,752	2,772,684
Reserves other than gold	13,654	25,697	5,080	7,969	4,021	7,118	15,620	10,216	1,747	4,325	8,237	5,336	109,020
<u>Total reserves</u>	250,577	945,151	216,476	297,636	85,081	168,937	366,906	53,015	68,985	96,835	64,017	268,088	2,881,704
Non-reserve cash	3,796	16,497	1,048	4,035	3,528	2,844	9,214	2,897	898	2,358	1,797	2,608	51,520
Bills discounted:													
Secured by U.S. Gov't. obligations	12,013	70,200	23,236	38,896	15,099	6,494	19,395	7,297	3,064	1,069	2,006	29,825	228,594
Other bills discounted	9,462	40,161	25,315	30,555	39,224	22,391	24,184	32,266	4,818	6,134	6,489	18,347	259,346
<u>Total bills discounted</u>	21,475	110,361	48,551	69,451	54,323	28,885	43,579	39,563	7,882	7,203	8,495	48,172	487,940
Bills bought in open market	38,981	11,960	19,961	18,077	5,142	12,088	28,912	2,374	23,670	18,698	11,251	20,848	211,962
U. S. Government securities:													
Bonds	537	1,257	585	7,965	1,191	829	19,785	1,197	7,558	8,052	6,409	53	55,418
Treasury notes	518	50,902	17,228	21,189	4,253	11,965	20,269	28,873	8,220	21,505	22,687	38,142	245,751
Certificates of indebtedness	5,206	89,700	50	1,792	-	1,066	932	93	2,500	1,729	79	4,933	108,080
<u>Total U.S. Gov't. securities</u>	6,261	141,859	17,863	30,946	5,444	13,860	40,986	30,163	18,278	31,286	29,175	43,128	409,249
Foreign loans on gold	555	2,025	697	803	398	307	1,035	345	247	300	263	525	7,500
All other earning assets	-	-	2,320	-	-	-	-	-	-	100	-	-	2,420
<u>Total earning assets</u>	67,272	266,205	89,392	119,277	65,307	55,140	114,512	72,445	50,077	57,587	49,184	112,673	1,119,071
Uncollected items	79,340	224,497	86,164	84,300	76,719	48,149	128,308	45,742	18,266	48,255	34,852	54,369	928,961
Bank premises	4,190	17,134	1,252	7,948	2,446	2,780	8,099	4,706	3,047	4,612	1,833	3,323	61,370
All other resources	90	4,002	327	285	607	2,356	1,300	338	4,629	711	1,450	4,210	20,305
<u>TOTAL RESOURCES</u>	405,265	1,473,486	394,659	513,481	233,688	280,206	628,339	179,143	145,902	210,358	153,133	445,271	5,062,931

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RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 16, 1925.

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LIABILITIES

(In thousands of dollars)

	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
F.R. notes in actual circulation	158,469	350,615	150,142	224,968	75,666	147,631	144,968	40,052	65,340	65,749	46,172	207,527	1,677,299
Deposits:													
Member bank - reserve account	143,728	833,865	134,767	177,654	66,458	80,153	328,374	77,467	51,834	87,252	58,096	158,015	2,197,663
Government	214	263	263	190	555	613	248	482	210	53	144	293	3,528
Other deposits	265	16,478	513	1,238	268	386	1,811	1,366	413	1,145	183	4,941	29,007
Total deposits	144,207	850,606	135,543	179,082	67,281	81,152	330,433	79,315	52,457	88,450	58,423	163,249	2,230,198
Deferred availability items	77,028	178,155	76,951	72,832	72,053	37,000	105,187	43,971	16,320	42,314	35,853	49,919	807,583
Capital paid in	8,596	31,919	11,501	13,059	5,980	4,617	15,619	5,121	3,202	4,304	4,314	8,191	116,423
Surplus	16,382	58,749	20,059	22,462	11,701	8,950	30,426	9,971	7,497	8,977	7,592	15,071	217,837
All other liabilities	583	3,442	463	1,078	1,007	856	1,706	713	1,086	564	779	1,314	13,591
TOTAL LIABILITIES	405,265	1,473,486	394,659	513,481	233,638	280,206	628,339	179,143	145,902	210,358	153,133	445,271	5,062,931
Reserve ratio (per cent)	82.8	78.7	75.8	73.7	59.5	73.8	77.2	44.4	58.6	62.8	61.2	72.3	73.7
Contingent liability on bills purchased for foreign correspondents	2,583	9,187	3,246	3,734	1,850	1,431	4,816	1,605	1,152	1,396	1,222	2,443	34,665
F.R. notes on hand (notes rec'd from F.R. Agent less notes in circulation)	19,698	117,722	34,941	16,398	14,693	21,130	13,429	4,557	3,488	6,738	5,339	40,196	298,329

FEDERAL RESERVE NOTE ACCOUNTS OF FEDERAL RESERVE AGENTS

F.R. notes rec'd from Comptroller	275,797	764,797	214,883	287,836	114,919	216,346	429,904	68,769	87,798	98,220	72,303	314,723	2,946,295
F.R. notes held by F. R. Agent	97,630	296,460	29,800	46,470	24,560	47,585	271,507	24,160	18,970	25,733	20,792	67,000	970,667
F.R. notes issued to F. R. Bank	178,167	468,337	185,083	241,366	90,359	168,761	158,397	44,609	68,828	72,487	51,511	247,723	1,975,628
Collateral held as security for F.R. notes issued to F.R. Bank:													
Gold and gold certificates	35,300	186,698	4,800	8,780	21,160	10,000	-	11,775	13,052	-	17,136	-	308,701
Gold redemption fund	12,610	28,030	11,866	12,003	4,125	7,866	4,429	1,024	925	2,843	5,378	19,051	110,150
Gold fund - F. R. Board	100,000	161,000	112,889	160,000	16,295	111,000	130,645	3,500	31,000	48,360	10,500	185,528	1,070,717
Eligible paper	60,456	100,757	62,856	87,079	57,865	40,944	72,392	41,856	31,162	25,849	19,696	68,607	669,519
Total collateral	208,366	476,485	192,411	267,862	99,445	169,810	207,466	58,155	76,139	77,052	52,710	273,186	2,159,087

MATURITY DISTRIBUTION OF BILLS AND CERTIFICATES OF INDEBTEDNESS

	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	91 days to 6 months	Over 6 months	Total
Bills discounted	352,410	38,305	55,644	34,858	6,560	163	487,940
Bills bought in open market	50,778	43,260	61,111	45,022	11,791	-	211,962
Certificates of indebtedness	94,810	-	-	1,203	4,129	7,938	108,080