

STATEMENT FOR THE PRESS

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B-501
Federal Reserve Board
February 1, 1934.

CONDITION OF FEDERAL RESERVE BANKS

The daily average volume of Federal Reserve bank credit outstanding during the week ended January 31, as reported by the Federal Reserve banks, was \$2,640,000,000, a decrease of \$8,000,000 compared with the preceding week and an increase of \$561,000,000 compared with the corresponding week in 1933.

On January 31 total Reserve bank credit amounted to \$2,630,000,000, a decrease of \$1,000,000 for the week. A decrease of \$199,000,000 in member bank reserve balances and an increase of \$11,000,000 in monetary gold stock were practically offset by increases of \$198,000,000 in Treasury cash and deposits with Federal Reserve banks and \$9,000,000 in money in circulation.

Bills discounted declined \$8,000,000 at the Federal Reserve Bank of New York and \$14,000,000 at all Federal Reserve banks. The System's holdings of bills bought in open market increased \$7,000,000, of Treasury certificates and bills \$25,000,000 and of United States bonds \$2,000,000, while holdings of United States Treasury notes decreased \$25,000,000.

In view of the transfer to the U. S. Treasury on January 30, by the Gold Reserve Act of 1934, of title to all gold held by the Federal Reserve banks, in exchange for credits in accounts maintained with the Treasurer of the United States payable in gold certificates, certain changes have been made in the weekly condition statement of the Federal Reserve banks particularly in respect to the captions showing the distribution of cash reserves.

Certain changes have also been made at this time in the items shown below in connection with the volume and composition of reserve bank credit. The two new items: "Treasury and National bank currency" and "Treasury cash and deposits with F. R. banks" were previously shown in combination under the caption "Treasury currency adjusted", which was derived by deducting the second of the items from the first. The item "Treasury and National bank currency" represents the aggregate amount of United States notes, National bank notes, silver certificates, Treasury notes of 1890, and silver and minor coin outstanding, and the Federal Reserve bank notes for the retirement of which lawful money has been deposited with the Treasurer of the United States. The item "Treasury cash and deposits with F. R. banks" represents the aggregate of Government funds on deposit with the Federal Reserve banks and cash (including gold bullion) held in the Treasury, not including gold and silver held against gold and silver certificates and Treasury notes of 1890, or amounts held for the Federal Reserve banks. The item

"Nonmember deposits and other F. R. accounts" represents a change in caption from the former item "Unexpended capital funds, nonmember deposits, etc." This item, as heretofore, is derived by adding capital, surplus, unpaid subscription to stock of the Federal Deposit Insurance Corporation, foreign, special, and non-member bank deposits, and "all other liabilities," and subtracting therefrom the sum of bank premises and "all other assets" of the Federal Reserve banks.

	Increase or decrease since		
	Jan. 31 <u>1934</u>	Jan. 24 <u>1934</u>	Feb. 1 <u>1933</u>
	(In millions of dollars)		
Bills discounted	83	- 14	- 186
Bills bought	111	+ 7	+ 80
U. S. Government securities	2,434	+ 2	+ 670
Other reserve bank credit	2	+ 4	- 5
 TOTAL RESERVE BANK CREDIT	 2,630	 - 1	 + 560
Monetary gold stock*	4,333	+ 11	- 215
Treasury and National bank currency	2,302	+ 1	+ 98
 Money in circulation	 5,590	 + 9	 - 62
Member bank reserve balances	2,652	-199	+ 214
Treasury cash and deposits with F.R.banks	596	+198	+ 277
Nonmember deposits and other F.R. accounts	428	+ 4	+ 15

*Valued at \$20.67 an ounce as the books of the United States Treasury were closed on January 31 prior to issuance of the Presidential proclamation reducing the weight of the gold dollar.

ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	<u>Jan. 31, 1934</u>	<u>Jan. 24, 1934</u>	<u>Feb. 1, 1933</u>
A S S E T S			
Gold certificates on hand and due from U. S. Treasury	3,513,884	947,440	730,384
Gold	--	2,569,167	2,487,642
Redemption fund - F. R. notes	43,356	43,356	37,148
Other cash	<u>234,848</u>	<u>248,163</u>	<u>280,209</u>
<u>Total reserves</u>	3,792,088	3,808,126	3,535,383
Redemption fund - F. R. bank notes . .	12,977	13,004	--
Bills discounted:			
Sec. by U.S. Government obligations	26,377	35,910	66,737
Other bills discounted	<u>56,355</u>	<u>61,320</u>	<u>201,953</u>
<u>Total bills discounted . . .</u>	82,732	97,230	268,690
Bills bought in open market	111,397	104,126	31,338
U. S. Government securities:			
Bonds	445,012	442,781	421,173
Treasury notes	1,028,139	1,053,138	333,895
Certificates and bills	<u>960,819</u>	<u>935,820</u>	<u>1,008,547</u>
<u>Total U.S. Government securities</u>	2,433,970	2,431,739	1,763,615
Other securities	<u>1,293</u>	<u>1,293</u>	<u>3,415</u>
<u>Total bills and securities . . .</u>	2,629,392	2,634,382	2,067,058
Gold held abroad	--	3,120	--
Due from foreign banks	3,392	3,395	3,505
F. R. notes of other banks	15,780	19,783	11,835
Uncollected items	364,053	377,583	329,504
Bank premises	52,339	51,980	53,880
Fed. Dep. Ins. Corp. stock	69,650	69,650	--
All other assets	<u>49,025</u>	<u>48,987</u>	<u>47,814</u>
TOTAL ASSETS	6,988,696	7,030,016	6,048,979
L I A B I L I T I E S			
F. R. notes in actual circulation . .	2,926,243	2,931,359	2,729,971
F. R. bank notes in actual circulation	203,057	203,176	--
Deposits:			
Member bank - reserve account . . .	2,651,945	2,850,961	2,437,705
Government	241,860	65,240	36,520
Foreign bank	3,952	4,483	37,542
Special deposits - member bank . .	43,248	43,068	--
nonmember bank .	10,183	10,005	--
Other deposits	<u>83,847</u>	<u>79,266</u>	<u>27,972</u>
<u>Total deposits</u>	3,035,035	3,053,023	2,539,739
Deferred availability items	366,476	384,702	329,894
Capital paid in	145,359	145,400	151,086
Surplus	138,383	138,383	278,599
Subscription for Fed. Dep. Ins. Corp. stock:			
Paid	69,650	69,650	--
Called for payment on April 15 .	69,650	69,650	--
All other liabilities	<u>34,843</u>	<u>34,673</u>	<u>19,690</u>
TOTAL LIABILITIES	6,988,696	7,030,016	6,048,979
Ratio of total reserves to deposit and F. R. note liabilities combined . .	63.6%	63.6%	67.1%
Contingent liability on bills purchased for foreign correspondents.	4,477	4,474	40,655

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 31, 1934
(In thousands of dollars)

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A S S E T S

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
Gold certificates on hand and due from U.S.Treasury	3,513,884	228,043	903,054	207,166	306,810	160,954	114,834	857,662	161,693	96,041	158,208	81,508	237,911
Redemption fund - F. R. notes	43,356	3,246	9,717	4,155	4,283	1,402	3,008	7,357	1,210	1,482	1,063	811	5,622
Other cash	234,848	22,142	53,468	34,706	16,908	12,085	12,593	30,708	9,361	8,581	9,293	6,216	18,787
<u>Total reserves</u>	3,792,088	253,431	966,239	246,027	328,001	174,441	130,435	895,727	172,264	106,104	168,564	88,535	262,320
Redemption fund - F.R.bank notes	12,977	1,250	2,879	1,100	1,496	252	612	2,256	563	579	500	713	777
Bills discounted:													
Sec. by U.S.Govt. obligations	26,377	2,440	14,983	4,157	1,390	344	1,494	623	498	43	39	40	326
Other bills discounted	56,355	1,137	21,926	17,627	3,593	3,082	2,842	1,842	374	1,404	772	201	1,555
<u>Total bills discounted</u>	82,732	3,577	36,909	21,784	4,983	3,426	4,336	2,465	872	1,447	811	241	1,881
Bills bought in open market	111,397	28,947	6,570	5,830	12,040	3,430	3,691	13,886	4,096	2,523	3,713	12,937	13,734
U.S. Government securities:													
Bonds	445,012	24,389	172,237	28,068	32,159	11,860	10,774	76,952	14,493	16,329	14,114	18,527	25,110
Treasury notes	1,028,139	69,190	353,258	72,200	93,892	34,627	31,385	172,948	40,858	25,587	35,991	24,892	73,311
Certificates and bills	960,819	64,092	308,451	66,852	86,974	32,076	29,074	187,443	37,849	23,703	33,339	23,056	67,910
<u>Total U.S.Govt. securities</u>	2,433,970	157,671	833,946	167,120	213,025	78,563	71,233	437,343	93,200	65,619	83,444	66,475	166,331
Other securities	1,293	--	783	510	--	--	--	--	--	--	--	--	--
<u>Total bills and securities</u>	2,629,392	190,195	878,208	195,244	230,048	85,419	79,260	453,694	98,168	69,589	87,968	79,653	181,946
Due from foreign banks	3,392	256	1,289	369	325	129	119	448	15	11	95	95	241
F. R. notes of other banks	15,780	453	3,684	1,090	733	1,294	1,068	2,230	1,164	951	1,430	304	1,379
Uncollected items	364,053	40,590	96,916	26,899	34,486	30,800	11,019	46,833	16,316	9,067	20,737	13,534	16,856
Bank premises	52,339	3,224	11,423	3,936	6,788	3,128	2,372	7,375	3,110	1,657	3,485	1,751	4,090
Fed. Dep. Ins. Corp. stock	69,650	5,115	21,265	7,310	7,073	2,904	2,636	9,874	2,547	1,755	2,066	2,180	4,925
All other assets	49,025	916	28,437	5,565	1,540	2,394	3,729	1,465	409	1,421	1,043	910	1,196
TOTAL ASSETS	6,988,696	495,430	2,010,340	487,540	610,490	300,761	231,250	1,419,902	294,556	191,134	285,888	187,675	473,730

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 31, 1934
(In thousands of dollars)

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LIABILITIES

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
F.R.notes in actual circulation	2,926,243	221,688	597,683	228,799	280,736	147,658	120,252	756,006	137,465	93,322	106,419	40,630	195,585
F.R.bank notes in actual circulation	203,057	21,639	52,308	19,913	23,640	4,452	4,715	27,840	7,818	7,049	9,489	9,665	14,529
Deposits:													
Member bank - reserve account	2,651,945	166,347	929,209	146,953	215,152	89,144	65,950	475,050	96,897	55,441	126,824	101,776	183,202
Government	241,860	9,746	143,723	9,792	5,576	7,719	2,703	36,207	4,010	5,824	2,516	1,973	12,071
Foreign bank	3,952	268	1,516	387	358	142	130	469	123	86	104	104	265
Special deposits: member bank	43,248	200	2,477	6,153	4,540	1,654	1,664	17,927	2,631	946	1,909	347	2,800
nonmember bank	10,183	--	734	1,897	130	773	281	--	5,476	375	--	--	517
Other deposits	83,847	2,000	27,404	720	3,343	2,028	7,176	1,219	8,635	7,718	4,912	4,547	14,145
<u>Total deposits</u>	<u>3,035,035</u>	<u>178,561</u>	<u>1,105,063</u>	<u>165,902</u>	<u>229,099</u>	<u>101,460</u>	<u>77,904</u>	<u>530,872</u>	<u>117,772</u>	<u>70,390</u>	<u>136,265</u>	<u>108,747</u>	<u>213,000</u>
Deferred availability items	366,476	41,562	96,459	25,871	33,560	29,842	10,635	47,945	16,645	9,176	21,057	14,865	18,759
Capital paid in	145,359	10,643	58,607	15,713	12,531	5,037	4,457	12,894	3,938	2,873	4,122	3,906	10,638
Surplus	138,383	9,610	45,217	13,352	14,090	5,171	5,145	20,681	4,756	3,420	3,613	3,683	9,645
Subscription for Fed. Dep. Ins. Corp. stock:													
Paid	69,650	5,115	21,265	7,310	7,073	2,904	2,636	9,874	2,547	1,755	2,066	2,180	4,925
Called for payment on April 15	69,650	5,115	21,265	7,310	7,073	2,904	2,636	9,874	2,547	1,755	2,066	2,180	4,925
All other liabilities	34,843	1,497	12,473	3,370	2,588	1,333	2,870	3,916	1,068	1,394	791	1,819	1,724
TOTAL LIABILITIES	6,988,696	495,430	2,010,340	487,540	610,490	300,761	231,250	1,419,902	294,556	191,134	285,888	187,675	473,730
Ratio of total reserves to deposit and Federal Reserve note liabilities combined	63.6	63.3	56.7	62.3	64.3	70.0	65.8	69.6	67.5	64.8	69.5	59.3	64.2
Contingent liability on bills pur- chased for foreign correspondents	4,477	317	1,594	459	423	168	154	556	146	101	123	123	313

MATURITY DISTRIBUTION OF BILLS AND SHORT TERM SECURITIES

	Total	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	91 days to 6 months	Over 6 months
Bills discounted	82,732	61,744	7,341	9,730	3,245	619	53
Bills bought in open market	111,397	33,092	31,661	29,153	17,431	60	--
Certificates and bills	960,819	45,260	74,170	316,087	128,893	210,881	185,528
Municipal warrants	1,293	1,240	36	--	--	17	--

FEDERAL RESERVE NOTE STATEMENT ON JANUARY 31, 1934
(In thousands of dollars)

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	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
Federal Reserve notes													
Issued to F.R.bank by F.R.agent	3,180,943	234,752	669,321	242,298	295,287	155,793	139,662	798,776	142,759	98,429	112,616	45,128	246,122
Held by Federal Reserve bank	254,700	13,064	71,638	13,499	14,551	8,135	19,410	42,770	5,294	5,107	6,197	4,498	50,537
<u>In actual circulation</u>	2,926,243	221,688	597,683	228,799	280,736	147,658	120,252	756,006	137,465	93,322	106,419	40,630	195,585
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand													
and due from U.S.Treasury	2,516,317	178,672	538,706	170,500	218,886	132,598	90,385	672,713	121,697	77,944	108,290	33,163	172,753
Eligible paper	158,736	31,769	30,416	15,144	15,213	5,510	6,497	14,164	4,668	3,376	4,034	13,010	14,935
U. S. Govt. securities	570,100	26,000	125,000	57,000	70,000	21,000	48,000	120,000	18,000	18,100	2,000	--	65,000
<u>Total collateral</u>	3,245,153	236,441	694,122	242,644	304,099	159,108	144,882	806,877	144,365	99,420	114,324	46,173	252,698

FEDERAL RESERVE BANK NOTE STATEMENT ON JANUARY 31, 1934
(In thousands of dollars)

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
Federal Reserve bank notes:													
Issued to F.R.Bank(outstanding)	225,500	23,987	62,113	25,142	24,295	4,452	5,252	29,376	8,003	7,809	9,661	10,543	14,867
Held by Federal Reserve bank	22,443	2,348	9,805	5,229	655	--	537	1,536	185	760	172	878	338
<u>In actual circulation</u>	203,057	21,639	52,308	19,913	23,640	4,452	4,715	27,840	7,818	7,049	9,489	9,665	14,529
Collateral pledged against outstanding notes:													
Discounted and purchased bills	1,495	--	--	--	1,235	--	201	--	59	--	--	--	--
U. S. Govt. securities	253,774	30,000	64,274	26,500	30,000	5,000	7,000	36,000	9,000	10,000	10,000	11,000	15,000
<u>Total collateral</u>	255,269	30,000	64,274	26,500	31,235	5,000	7,201	36,000	9,059	10,000	10,000	11,000	15,000