

STATEMENT FOR THE PRESS

Released for publication
Friday morning, July 3;
not earlier.

Board of Governors
of the Federal Reserve System
July 2, 1936

CONDITION OF FEDERAL RESERVE BANKS

The daily average volume of Federal Reserve bank credit outstanding during the week ended July 1, as reported by the Federal Reserve banks, was \$2,473,000,000, a decrease of \$5,000,000 compared with the preceding week and of \$2,000,000 compared with the corresponding week in 1935.

On July 1 total Reserve bank credit amounted to \$2,473,000,000; an increase of \$1,000,000 for the week. This increase corresponds with increases of \$77,000,000 in money in circulation and \$281,000,000 in member bank reserve balances, and a decrease of \$2,000,000 in Treasury and national bank currency, offset in part by an increase of \$12,000,000 in monetary gold stock and a decrease of \$345,000,000 in Treasury cash and deposits with Federal Reserve banks. Member bank reserve balances on July 1 were estimated to be approximately \$2,670,000,000 in excess of legal requirements.

Changes for the week in the holdings of Government securities of individual Federal Reserve banks resulted from the transfer of all Government securities previously held in the separate investment accounts of these banks to the System Open Market Account and the reallocation of participations in this account among the Federal Reserve banks. The total holdings of Government securities of the Federal Reserve banks remain practically unchanged.

Since the reserve ratios of individual Federal Reserve banks do not reflect conditions in the several Federal Reserve districts because most of the earning assets of the Federal Reserve banks consist of Government securities bought in the open market at the direction of the Federal Open Market Committee, the individual ratios of the several Federal Reserve banks are eliminated from the weekly statement of condition. The ratio of total reserves to Federal Reserve note and deposit liabilities will continue to be shown in the consolidated statement of assets and liabilities of all of the Federal Reserve banks combined.

Changes in the amount of Reserve bank credit outstanding and in related items during the week and the year ended July 1, 1936, were as follows:

	Increase or decrease since		
	July 1 1936	June 24 1936	July 3 1935
	(In millions of dollars)		
Bills discounted	4	-2	-4
Bills bought	3	--	-2
U. S. Government securities	2,430	--	-1
Industrial advances (not including 24 million commitments - July 1)	30	--	+2
Other Reserve bank credit	5	+3	+9
TOTAL RESERVE BANK CREDIT	2,473	+1	+5
Monetary gold stock	10,612	+12	+1,493
Treasury and national bank currency	2,498	-2	-6
 Money in circulation	 6,250	 +77	 +631
Member bank reserve balances	5,589	+281	+689
Treasury cash and deposits with F.R. banks	3,232	-345	+230
Nonmember deposits and other F.R. accounts	512	-1	-58

(B-801)

**ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED**

(In thousands of dollars)

	<u>July 1, 1936</u>	<u>June 24, 1936</u>	<u>July 3, 1935</u>
A S S E T S			
Gold certificates on hand and due			
from U. S. Treasury	8,106,541	7,958,042	6,226,221
Redemption fund - F. R. notes	12,949	12,364	22,881
Other cash	<u>266,238</u>	<u>272,844</u>	<u>216,175</u>
<u>Total reserves</u>	8,385,728	8,243,250	6,465,277
Bills discounted:			
Secured by U.S.Gov't obligations, direct			
and/or fully guaranteed	2,006	3,985	5,384
Other bills discounted	<u>2,215</u>	<u>2,204</u>	<u>2,987</u>
<u>Total bills discounted</u>	4,221	6,189	8,371
Bills bought in open market	3,077	3,077	4,687
Industrial advances	29,785	29,936	27,904
U. S. Government securities:			
Bonds	315,673	315,678	292,743
Treasury notes	1,494,218	1,494,199	1,533,137
Treasury bills	<u>620,337</u>	<u>620,357</u>	<u>604,879</u>
<u>Total U.S. Government securities</u> . .	2,430,228	2,430,234	2,430,759
Other securities	<u>181</u>	<u>181</u>	<u>--</u>
<u>Total bills and securities</u>	2,467,492	2,469,617	2,471,721
Due from foreign banks	237	237	636
F. R. notes of other banks	20,020	15,392	17,940
Uncollected items	678,636	551,560	527,436
Bank premises	48,051	48,052	49,839
All other assets	<u>42,331</u>	<u>38,813</u>	<u>44,652</u>
<u>TOTAL ASSETS</u>	11,642,495	11,366,921	9,577,501
L I A B I L I T I E S			
F. R. notes in actual circulation . . .	4,046,086	3,980,018	3,299,860
Deposits:			
Member bank - reserve account	5,589,134	5,307,954	4,899,723
U.S.Treasurer - General account	731,016	929,072	181,686
Foreign bank	55,192	56,258	25,700
Other deposits	<u>201,277</u>	<u>195,677</u>	<u>286,484</u>
<u>Total deposits</u>	6,576,619	6,488,961	5,393,593
Deferred availability items	673,759	*549,671	531,850
Capital paid in	130,947	130,879	146,570
Surplus (Section 7)	145,501	145,501	144,893
Surplus (Section 13 b)	26,513	26,513	20,870
Reserve for contingencies	34,117	*34,116	30,777
All other liabilities	<u>8,953</u>	<u>11,262</u>	<u>9,088</u>
<u>TOTAL LIABILITIES</u>	11,642,495	11,366,921	9,577,501
Ratio of total reserves to deposit and			
F. R. note liabilities combined . . .	78.9%	78.7%	74.4%
Commitments to make industrial advances	23,870	24,452	20,844

*Revised.

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JULY 1, 1936
(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	8,106,541	501,699	3,089,972	388,281	593,900	257,131	224,709	1,708,983	239,238	170,529	228,915	164,978	538,206
Redemption fund - F.R. notes	12,949	2,114	1,281	1,119	686	618	1,705	825	920	231	1,000	417	2,033
Other cash	266,238	27,452	70,202	37,349	24,317	15,348	9,957	32,101	11,135	6,732	13,875	5,791	11,979
<u>Total reserves</u>	8,385,728	531,265	3,161,455	426,749	618,903	273,097	236,371	1,741,909	251,293	177,492	243,790	171,186	552,218
Bills discounted:													
Secured by U.S.Gov't obligations direct and/or fully guaranteed	2,006	520	1,059	280	25	27	--	--	25	--	--	50	20
Other bills discounted	2,215	76	1,569	--	13	52	21	--	6	35	86	349	8
<u>Total bills discounted</u>	4,221	596	2,628	280	38	79	21	--	31	35	86	399	28
Bills bought in open market	3,077	224	1,095	316	293	120	108	384	87	61	86	86	217
Industrial advances	29,785	2,869	7,327	5,160	1,735	3,617	732	2,104	555	1,355	1,009	1,644	1,678
U.S. Government securities:													
Bonds	315,673	21,006	85,802	27,431	30,629	16,628	12,776	37,553	16,876	11,249	15,968	12,155	27,600
Treasury notes	1,494,218	99,429	406,145	129,844	144,977	78,707	60,474	177,757	79,886	53,244	75,580	57,530	130,645
Treasury bills	620,337	41,278	168,614	53,905	60,189	32,676	25,106	73,797	33,165	22,105	31,379	23,885	54,238
<u>Total U.S.Gov't securities</u>	2,430,228	161,713	660,561	211,180	235,795	128,011	98,356	289,107	129,927	86,598	122,927	93,570	212,483
Other securities	181	--	--	--	--	--	--	--	--	--	181	--	--
<u>Total bills and securities</u>	2,467,492	165,402	671,611	216,936	237,861	131,827	99,217	291,595	130,600	88,049	124,289	95,699	214,406
Due from foreign banks	237	18	91	23	22	10	8	28	4	3	7	7	16
F. R. notes of other banks	20,020	341	5,597	789	1,313	1,043	1,293	2,821	1,513	1,380	1,831	423	1,676
Uncollected items	678,636	74,192	192,671	53,624	70,207	51,689	18,129	88,357	25,025	18,366	33,051	21,229	32,096
Bank premises	48,051	3,113	10,851	5,080	6,525	2,919	2,284	4,830	2,452	1,531	3,360	1,526	3,580
All other assets	42,331	308	31,289	3,548	1,762	1,095	1,519	797	340	388	469	325	491
TOTAL ASSETS	11,642,495	774,639	4,073,565	706,749	936,593	461,680	358,821	2,130,337	411,227	287,209	406,797	290,395	804,483

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JULY 1, 1936
(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	4,046,086	366,905	833,841	303,232	389,266	187,895	180,431	922,777	175,282	122,756	151,996	87,794	323,911
Deposits:													
Member bank - reserve account	5,589,134	271,160	2,342,709	286,182	410,830	178,282	117,511	1,034,798	162,561	104,726	183,006	138,433	358,936
U.S.Treasurer - General account	731,016	33,407	402,778	24,312	27,908	25,400	24,803	30,995	27,690	27,714	26,668	27,050	52,291
Foreign bank	55,192	4,132	19,748	5,192	5,136	2,457	1,954	6,476	1,675	1,340	1,611	1,619	3,852
Other deposits	201,277	2,447	158,065	2,047	2,758	3,389	3,575	2,586	8,098	4,271	314	2,519	11,208
<u>Total deposits</u>	<u>6,576,619</u>	<u>311,146</u>	<u>2,923,300</u>	<u>317,733</u>	<u>446,632</u>	<u>209,528</u>	<u>147,843</u>	<u>1,074,855</u>	<u>200,024</u>	<u>138,051</u>	<u>211,599</u>	<u>169,621</u>	<u>426,287</u>
Deferred availability items	673,759	72,993	192,623	52,676	69,253	49,550	17,296	89,418	25,853	17,204	33,507	22,031	31,355
Capital paid in	130,947	9,369	50,967	12,283	12,635	4,709	4,235	12,057	3,767	2,977	3,955	3,806	10,187
Surplus (Section 7)	145,501	9,902	50,825	13,406	14,371	5,186	5,616	21,350	4,655	3,149	3,613	3,783	9,645
Surplus (Section 13b)	26,513	2,874	7,744	4,231	1,007	3,448	754	1,391	546	1,003	1,142	1,252	1,121
Reserve for contingencies	34,117	1,413	8,849	3,000	3,111	1,279	2,519	7,573	894	1,456	846	1,328	1,849
All other liabilities	8,953	37	5,416	188	318	85	127	916	206	613	139	780	128
TOTAL LIABILITIES	11,642,495	774,639	4,073,565	706,749	936,593	461,680	358,821	2,130,337	411,227	287,209	406,797	290,395	804,483
Commitments to make industrial advances	23,870	2,773	9,394	282	1,453	2,332	289	78	1,760	93	406	538	4,472

MATURITY DISTRIBUTION OF BILLS AND 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	4,221	2,500	650	52	660	359	--
Bills bought	3,077	270	763	16	2,028	--	--
Industrial advances	29,785	1,482	261	561	647	2,241	24,593
U. S. Government securities	2,430,228	28,225	28,827	60,415	123,716	378,898	1,810,147
Other securities	181	--	--	--	--	--	181

FEDERAL RESERVE NOTE STATEMENT ON JULY 1, 1936

(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	4,304,059	381,802	924,920	315,474	402,068	196,461	198,262	952,647	182,189	127,807	164,272	95,863	362,294
Held by Federal Reserve bank	257,973	14,897	91,079	12,242	12,802	8,566	17,831	29,870	6,907	5,051	12,276	8,069	38,383
In actual circulation	4,046,086	366,905	833,841	303,232	389,266	187,895	180,431	922,777	175,282	122,756	151,996	87,794	323,911
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,271,523	396,000	930,706	301,000	402,500	192,000	170,685	956,000	169,632	125,000	165,000	96,000	367,000
Eligible paper	2,744	596	1,382	105	38	79	21	—	31	35	80	349	28
U. S. Gov't securities	67,000	--	--	15,000	--	5,000	30,000	--	13,000	4,000	--	--	--
Total collateral	4,341,267	396,596	932,088	316,105	402,538	197,079	200,706	956,000	182,663	129,035	165,080	96,349	367,028