

STATEMENT FOR THE PRESS

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Board of Governors
of the Federal Reserve System
August 13, 1936

CONDITION OF FEDERAL RESERVE BANKS

The daily average volume of Federal Reserve bank credit outstanding during the week ended August 12, as reported by the Federal Reserve banks, was \$2,476,000,000, an increase of \$6,000,000 compared with the preceding week and the same amount as reported for the corresponding week in 1935.

On August 12 total Reserve bank credit amounted to \$2,477,000,000, an increase of \$14,000,000 for the week. This increase corresponds with increases of \$111,000,000 in member bank reserve balances, \$7,000,000 in money in circulation, and \$17,000,000 in nonmember deposits and other Federal Reserve accounts, offset in part by increases of \$11,000,000 in monetary gold stock and \$2,000,000 in Treasury currency, and a decrease of \$107,000,000 in Treasury cash and deposits with Federal Reserve banks.

Member bank reserve balances on August 12 were estimated at approximately \$3,170,000,000 in excess of legal requirements. Owing to considerable repayments to the Treasury by the Reconstruction Finance Corporation and to the deposit of the proceeds of an issue of notes by the Commodity Credit Corporation, Treasury balances held on deposit with the Federal Reserve banks have not decreased as much in recent weeks as was expected on July 14 when the Board announced the increase in reserve requirements. As a consequence the increase in member bank reserve balances has been temporarily smaller than was estimated at the time. According to present indications excess reserves of member banks after the increased requirements go into effect on August 15 will be between \$1,700,000,000, and \$1,750,000,000 rather than \$1,900,000,000 as was previously estimated.

The System's holdings of bills discounted increased \$4,000,000 during the week. Relatively small changes were reported in holdings of purchased bills, industrial advances and United States Government securities.

Changes in the amount of Reserve bank credit outstanding and in related items during the week and the year ended August 12, were as follows:

	Increase or decrease since		
	Aug. 12 <u>1936</u>	Aug. 5 <u>1936</u>	Aug. 14 <u>1935</u>
	(In millions of dollars)		
Bills discounted	8	+4	+2
Bills bought	3	--	+2
U. S. Government securities	2,430	--	--
Industrial advances (not including 23 million commitments - August 12)	29	--	--
Other Reserve bank credit	7	+10	--
TOTAL RESERVE BANK CREDIT	2,477	+14	--
Monetary gold stock	10,661	+11	+1,477
Treasury currency	2,498	+2	+61
 Money in circulation	 6,170	 +7	 +612
Member bank reserve balances	6,116	+111	+862
Treasury cash and deposits with F.R. banks	2,759	-107	-16
Nonmember deposits and other F.R. accounts	592	+17	+82

(B-801)

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

(In thousands of dollars)

	<u>Aug. 12, 1936</u>	<u>Aug. 5, 1936</u>	<u>Aug. 14, 1935</u>
A S S E T S			
Gold certificates on hand and due			
from U. S. Treasury	8,225,038	8,211,046	6,365,767
Redemption fund - F. R. notes	13,720	13,720	21,527
Other cash	<u>289,980</u>	<u>288,635</u>	<u>236,987</u>
<u>Total reserves</u>	<u>8,528,738</u>	<u>8,513,401</u>	<u>6,624,281</u>
Bills discounted:			
Secured by U.S. Gov't obligations, direct			
or fully guaranteed	5,552	1,856	2,726
Other bills discounted	<u>2,311</u>	<u>2,104</u>	<u>3,427</u>
<u>Total bills discounted</u>	<u>7,863</u>	<u>3,960</u>	<u>6,153</u>
Bills bought in open market	3,094	3,092	4,693
Industrial advances	<u>28,782</u>	<u>28,888</u>	<u>29,147</u>
U. S. Government securities:			
Bonds	324,721	324,721	290,213
Treasury notes	1,496,719	1,496,719	1,597,783
Treasury bills	<u>608,787</u>	<u>608,787</u>	<u>542,209</u>
<u>Total U.S. Government securities</u>	<u>2,430,227</u>	<u>2,430,227</u>	<u>2,430,205</u>
Other securities	<u>181</u>	<u>181</u>	<u>--</u>
<u>Total bills and securities</u>	<u>2,470,147</u>	<u>2,466,348</u>	<u>2,470,198</u>
Due from foreign banks	219	221	631
F. R. notes of other banks	23,348	22,540	18,484
Uncollected items	598,183	547,616	530,511
Bank premises	48,055	48,056	49,965
All other assets	<u>44,152</u>	<u>44,190</u>	<u>45,717</u>
<u>TOTAL ASSETS</u>	<u>11,712,842</u>	<u>11,642,372</u>	<u>9,739,787</u>
L I A B I L I T I E S			
F. R. notes in actual circulation	3,983,473	3,979,814	3,321,026
Deposits:			
Member bank - reserve account	6,116,084	6,004,796	5,254,282
U.S. Treasurer - General account	338,062	439,391	33,798
Foreign bank	86,438	71,040	23,995
Other deposits	<u>250,309</u>	<u>249,675</u>	<u>226,588</u>
<u>Total deposits</u>	<u>6,790,893</u>	<u>6,764,902</u>	<u>5,538,663</u>
Deferred availability items	591,154	550,985	524,540
Capital paid in	130,177	130,205	146,665
Surplus (Section 7)	145,501	145,501	144,893
Surplus (Section 13 b)	26,513	26,513	22,621
Reserve for contingencies	34,141	34,105	30,782
All other liabilities	<u>10,990</u>	<u>10,347</u>	<u>10,597</u>
<u>TOTAL LIABILITIES</u>	<u>11,712,842</u>	<u>11,642,372</u>	<u>9,739,787</u>
Ratio of total reserves to deposit and			
F. R. note liabilities combined	79.2%	79.2%	74.8%
Commitments to make industrial advances	23,394	23,453	23,981

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON AUGUST 12, 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	8,225,038	508,473	3,220,518	402,708	602,171	271,391	215,891	1,614,326	219,887	181,798	255,243	157,122	575,510
Redemption fund - F. R. notes	13,720	2,011	1,753	916	483	676	2,990	574	853	204	932	375	1,953
Other cash	289,980	33,879	74,215	37,540	26,413	15,253	10,911	35,983	13,816	7,727	12,760	6,927	14,556
<u>Total reserves</u>	8,528,738	544,363	3,296,486	441,164	629,067	287,320	229,792	1,650,883	234,556	189,729	268,935	164,424	592,019
Bills discounted:													
Secured by U.S. Gov't obligations direct or fully guaranteed	5,552	65	4,918	195	100	2	30	--	25	--	23	164	30
Other bills discounted	2,311	--	1,737	--	--	69	42	--	22	--	59	382	--
<u>Total bills discounted</u>	7,863	65	6,655	195	100	71	72	--	47	--	82	546	30
Bills bought in open market	3,094	225	1,103	317	294	121	108	386	87	61	87	87	218
Industrial advances	28,782	3,096	7,090	5,089	1,500	3,611	705	1,804	534	1,170	893	1,562	1,728
U. S. Government securities:													
Bonds	324,721	21,607	88,263	28,217	31,507	17,104	13,142	38,630	17,361	11,571	16,425	12,502	28,392
Treasury notes	1,496,719	99,596	406,823	130,061	145,220	78,839	60,575	178,054	80,018	53,334	75,708	57,628	130,863
Treasury bills	608,787	40,510	165,475	52,902	59,068	32,067	24,639	72,423	32,548	21,693	30,794	23,440	53,228
<u>Total U.S. Gov't securities</u>	2,430,227	161,713	660,561	211,180	235,795	128,010	98,356	289,107	129,927	86,598	122,927	93,570	212,483
Other securities	181	--	--	--	--	--	--	--	--	--	181	--	--
<u>Total bills and securities</u>	2,470,147	165,099	675,409	216,781	237,689	131,813	99,241	291,297	130,595	87,829	124,170	95,765	214,459
Due from foreign banks	219	17	82	21	21	10	8	26	4	3	6	6	15
F. R. notes of other banks	23,348	327	5,828	763	1,194	1,600	1,685	2,806	1,707	1,265	1,758	740	3,675
Uncollected items	598,183	59,330	141,562	44,288	57,219	49,739	22,429	86,110	24,870	18,740	35,650	22,297	35,949
Bank premises	48,055	3,113	10,854	5,080	6,525	2,919	2,284	4,830	2,453	1,531	3,360	1,526	3,580
All other assets	44,152	281	33,699	3,452	1,671	1,135	1,433	708	248	363	413	258	491
<u>TOTAL ASSETS</u>	11,712,842	772,530	4,163,920	711,549	933,386	474,536	356,872	2,036,660	394,433	299,460	434,292	285,016	850,188

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON AUGUST 12, 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	3,983,473	356,191	815,166	295,659	393,414	182,914	174,831	914,255	170,139	124,522	152,883	84,878	318,621
Deposits:													
Member bank - reserve account	6,116,084	305,430	2,762,499	315,689	414,144	202,063	124,240	934,730	159,085	123,770	209,838	136,932	427,664
U.S.Treasurer - General account	338,062	17,712	99,445	14,168	24,390	19,275	17,770	45,749	18,378	16,949	24,185	23,853	16,188
Foreign bank	86,438	6,392	31,587	8,034	7,947	3,801	3,023	10,021	2,592	2,073	2,502	2,505	5,961
Other deposits	250,309	3,416	196,188	1,724	5,167	3,010	2,068	2,215	7,632	4,007	271	1,573	23,038
<u>Total deposits</u>	6,790,893	332,950	3,089,719	339,615	451,648	228,149	147,101	992,715	187,687	146,799	236,796	164,863	472,851
Deferred availability items	591,154	59,702	134,836	43,066	56,974	48,668	21,572	86,072	26,463	18,908	34,939	24,263	35,691
Capital paid in	130,177	9,407	50,194	12,222	12,567	4,723	4,253	12,130	3,762	2,968	3,940	3,816	10,195
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 13 b)	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	34,141	1,413	8,849	3,000	3,111	1,281	2,555	7,573	894	1,449	839	1,328	1,849
All other liabilities	10,990	91	6,587	350	294	167	190	1,174	287	662	140	833	215
TOTAL LIABILITIES	11,712,842	772,530	4,163,920	711,549	933,386	474,536	356,872	2,036,660	394,433	299,460	434,292	285,016	850,188
Commitments to make industrial advances	23,394	2,768	9,047	304	1,427	2,319	283	77	1,745	90	394	536	4,404

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	7,863	6,097	34	873	205	654	—
Bills bought	3,094	768	233	236	1,857	—	—
Industrial advances	28,782	1,395	294	674	876	1,731	23,812
U. S. Government securities	2,430,227	31,956	37,930	130,275	85,659	302,345	1,842,062
Other securities	181	—	—	—	—	—	181

FEDERAL RESERVE NOTE STATEMENT ON AUGUST 12, 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	4,292,938	378,594	917,310	312,732	413,477	195,751	195,735	950,660	179,003	128,925	166,260	95,304	359,187
Held by Federal Reserve bank	309,465	22,403	102,144	17,073	20,063	12,837	20,904	36,405	8,864	4,403	13,377	10,426	40,566
In actual circulation	3,983,473	356,191	815,166	295,659	393,414	182,914	174,831	914,255	170,139	124,522	152,883	84,878	318,621
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,299,338	396,000	935,706	314,000	414,000	197,000	161,000	966,000	155,632	130,000	165,000	96,000	369,000
Eligible paper	6,507	65	5,356	195	100	71	72	--	47	--	78	493	30
U. S. Gov't securities	73,000	--	--	--	--	--	45,000	--	25,000	--	3,000	--	--
Total collateral	4,378,845	396,065	941,062	314,195	414,100	197,071	206,072	966,000	180,679	130,000	168,078	96,493	369,030