

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Jan. 7;
not earlier.

Board of Governors
of the Federal Reserve System
January 6, 1938.

CONDITION OF FEDERAL RESERVE BANKS

During the week ended January 5 member bank reserve balances increased \$88,000,000. Additions to member bank reserves arose from decreases of \$61,000,000 in money in circulation, \$13,000,000 in Treasury deposits with Federal Reserve banks and \$16,000,000 in nonmember deposits and other Federal Reserve accounts, and an increase of \$5,000,000 in Treasury currency, offset in part by an increase of \$7,000,000 in Treasury cash other than inactive gold. Excess reserves of member banks on January 5 were estimated to be approximately \$1,270,000,000, an increase of \$110,000,000 for the week. Inactive gold included in the gold stock and in Treasury cash amounted to \$1,223,000,000 on January 5, a decrease of \$5,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended January 5, 1938, were as follows:

	Increase or decrease since		
	Jan. 5 <u>1938</u>	Dec. 29 <u>1937</u>	Jan. 6 <u>1937</u>
	(In millions of dollars)		
Bills discounted	11	-2	+8
Bills bought	1	-2	-2
U. S. Government securities	2,564	—	+134
Industrial advances (not including 13 million commitments - January 5)	18	—	-6
Other Reserve bank credit	9	+5	+5
Total Reserve bank credit	2,603	+1	+139
Gold stock	12,755	-5	+1,484
Treasury currency	2,639	+5	+108
Member bank reserve balances	7,071	+88	+444
Money in circulation	6,510	-61	+37
Treasury cash	3,622	+2	+1,227
Treasury deposits with F. R. banks	127	-13	-105
Nonmember deposits and other F. R. accounts	666	-16	+127

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ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	<u>Jan. 5, 1938</u>	<u>Dec. 29, 1937</u>	<u>Jan. 6, 1937</u>
A S S E T S			
Gold certificates on hand and due from U. S. Treasury	9,119,892	9,120,391	8,851,383
Redemption fund - F. R. notes	9,436	9,913	12,533
Other cash	<u>362,631</u>	<u>330,544</u>	<u>278,370</u>
<u>Total reserves</u>	9,491,959	9,460,848	9,142,286
Bills discounted:			
Secured by U.S. Gov't obligations, direct or fully guaranteed	7,096	9,340	2,191
Other bills discounted	<u>3,984</u>	<u>3,507</u>	<u>850</u>
<u>Total bills discounted</u>	11,080	12,847	3,041
Bills bought in open market	540	2,827	3,089
Industrial advances	17,894	18,291	24,328
U. S. Government securities:			
Bonds	751,539	751,539	490,643
Treasury notes	1,154,997	1,154,997	1,340,963
Treasury bills	<u>657,479</u>	<u>657,479</u>	<u>598,621</u>
<u>Total U. S. Government securities</u>	2,564,015	2,564,015	2,430,227
<u>Total bills and securities</u>	2,593,529	2,597,980	2,460,685
Due from foreign banks	179	179	220
F. R. notes of other banks	27,441	25,740	34,381
Uncollected items	637,442	685,237	660,987
Bank premises	45,021	45,235	46,146
All other assets	<u>37,361</u>	<u>37,802</u>	<u>37,727</u>
TOTAL ASSETS	12,832,932	12,853,021	12,382,432
L I A B I L I T I E S			
F. R. notes in actual circulation	4,257,846	4,283,385	4,242,336
Deposits:			
Member bank - reserve account	7,071,249	6,982,752	6,627,004
U. S. Treasurer - General account	126,896	139,604	232,287
Foreign bank	175,313	172,634	95,601
Other deposits	<u>228,428</u>	<u>239,983</u>	<u>182,021</u>
<u>Total deposits</u>	7,601,886	7,534,973	7,136,913
Deferred availability items	628,339	681,839	657,442
Capital paid in	132,927	132,737	131,704
Surplus (Section 7)	147,739	145,854	145,854
Surplus (Section 13 b)	27,683	27,615	27,190
Reserve for contingencies	33,052	35,673	36,248
All other liabilities	<u>3,460</u>	<u>10,945</u>	<u>4,745</u>
TOTAL LIABILITIES	12,832,932	12,853,021	12,382,432
Ratio of total reserves to deposit and F. R. note liabilities combined	80.0%	80.1%	80.3%
Contingent liability on bills purchased for foreign correspondents	1,466	1,696	--
Commitments to make industrial advances	12,792	12,780	20,640

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 5, 1938
(In thousands of dollars)

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	9,119,892	495,296	3,596,835	498,689	656,643	285,724	224,919	1,764,778	280,414	185,550	262,482	187,454	681,108
Redemption fund - F. R. notes	9,436	804	1,124	501	659	921	1,535	695	792	446	543	236	1,180
Other cash	362,631	35,552	84,641	28,445	29,855	25,004	18,441	44,226	16,355	9,090	24,125	14,141	32,756
<u>Total reserves</u>	9,491,959	531,652	3,682,600	527,635	687,157	311,649	244,895	1,809,699	297,561	195,086	287,150	201,831	715,044
Bills discounted:													
Secured by U.S. Gov't obligations, direct or fully guaranteed	7,096	491	2,806	1,638	428	340	851	150	71	- -	144	17	160
Other bills discounted	3,984	95	385	1,249	189	165	624	76	1	172	904	26	98
<u>Total bills discounted</u>	11,080	586	3,191	2,887	617	505	1,475	226	72	172	1,048	43	258
Bills bought in open market	540	41	212	55	50	23	19	65	3	2	16	16	38
Industrial advances	17,894	2,709	4,382	3,552	867	1,766	128	700	235	631	458	945	1,521
U. S. Government securities:													
Bonds	751,539	55,174	216,771	62,025	74,168	39,950	31,498	82,771	33,555	24,400	38,721	29,243	63,263
Treasury notes	1,154,997	84,796	333,142	95,323	113,985	61,397	48,407	127,207	51,568	37,500	59,507	44,941	97,224
Treasury bills	657,479	48,269	189,641	54,262	64,885	34,950	27,556	72,412	29,355	21,346	33,875	25,583	55,345
<u>Total U.S. Govt. securities</u>	2,564,015	188,239	739,554	211,610	253,038	136,297	107,461	282,390	114,478	83,246	132,103	99,767	215,832
<u>Total bills and securities</u>	2,593,529	191,575	747,339	218,104	254,572	138,591	109,083	283,381	114,788	84,051	133,625	100,771	217,649
Due from foreign banks	179	13	68	18	17	8	6	21	3	2	5	5	13
F. R. notes of other banks	27,441	411	6,582	987	1,616	2,332	2,605	4,108	1,695	1,377	1,566	948	3,214
Uncollected items	637,442	65,085	148,643	55,246	57,522	55,811	25,330	84,424	29,418	16,560	35,848	28,505	35,050
Bank premises	45,021	3,001	9,973	4,826	6,215	2,700	2,119	4,589	2,341	1,477	3,153	1,281	3,346
All other assets	37,361	2,317	10,972	3,626	4,183	2,321	1,462	3,437	1,422	1,330	1,701	1,360	3,230
TOTAL ASSETS	12,832,932	794,054	4,606,177	810,442	1,011,282	513,412	385,500	2,189,659	447,228	299,883	463,048	334,701	977,546

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 5, 1938
(In thousands of dollars)

LIABILITIES

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
F.R.notes in actual circulation	4,257,846	283,225	951,772	316,391	431,564	207,285	161,551	988,572	181,196	137,652	167,911	86,318	344,409
Deposits:													
Member bank - reserve account	7,071,249	401,739	3,126,502	387,265	461,422	226,414	175,350	991,500	207,290	126,499	236,164	191,966	539,138
U.S.Treasurer - General account	126,896	4,527	16,766	2,210	11,982	858	3,774	57,565	6,213	2,761	7,282	6,534	6,424
Foreign bank	175,313	12,665	64,455	17,002	15,961	7,460	6,072	20,124	5,205	3,990	5,031	5,031	12,317
Other deposits	228,428	3,904	184,706	1,041	3,550	3,703	1,693	1,056	5,675	3,180	564	2,900	16,456
<u>Total deposits</u>	7,601,886	422,835	3,392,429	407,518	492,915	238,435	186,889	1,070,245	224,383	136,430	249,041	206,431	574,335
Deferred availability items	628,339	64,021	142,345	54,022	54,905	52,826	24,325	86,381	31,236	16,526	36,178	30,993	34,581
Capital paid in	132,927	9,387	51,079	12,258	13,125	4,897	4,402	12,987	3,869	2,892	4,093	3,892	10,046
Surplus (Section 7)	147,739	9,900	51,943	13,466	14,323	4,964	5,626	22,387	4,667	3,153	3,613	3,892	9,805
Surplus (Section 13 b)	27,683	2,874	7,744	4,411	1,007	3,409	730	1,429	545	1,001	1,142	1,270	2,121
Reserve for contingencies	33,052	1,448	8,210	2,000	3,176	1,401	1,603	7,340	1,215	1,949	934	1,776	2,000
All other liabilities	3,460	364	655	376	267	195	374	318	117	280	136	129	249
TOTAL LIABILITIES	12,832,932	794,054	4,606,177	810,442	1,011,282	513,412	385,500	2,189,659	447,228	299,883	463,048	334,701	977,546
Contingent liability on bills purchased for foreign correspondents	1,466	124	382	166	156	73	59	197	51	39	49	49	121
Commitments to make industrial advances	12,792	1,670	4,703	173	727	1,612	345	--	176	51	109	269	2,957

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	6 months to 1 Year	1 Year to 2 Years	2 Years to 5 Years	Over 5 Years
Bills discounted	11,080	8,966	314	681	437	661	21	--	--	--
Bills bought	540	--	138	262	140	--	--	--	--	--
Industrial advances	17,894	1,201	538	319	624	1,261	3,606	5,293	5,052	--
U. S. Government securities	2,564,015	27,720	32,746	72,582	259,626	379,612	213,895	283,389	593,739	700,706

FEDERAL RESERVE NOTE STATEMENT ON JANUARY 5, 1938
(In thousands of dollars)

	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	4,623,282	320,351	1,069,532	338,610	461,749	222,593	182,040	1,024,284	196,261	142,746	178,424	96,268	390,424
Held by Federal Reserve bank	365,436	37,126	117,760	22,219	30,185	15,308	20,489	35,712	15,065	5,094	10,513	9,950	46,015
<u>In actual circulation</u>	4,257,846	283,225	951,772	316,391	431,564	207,285	161,551	988,572	181,196	137,652	167,911	86,318	344,409
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,685,632	341,000	1,080,000	347,000	467,000	223,000	166,000	1,035,000	200,632	140,500	182,000	99,500	404,000
Eligible paper	9,538	520	3,146	1,876	512	505	1,245	226	72	106	1,029	43	258
U. S. Gov't securities	25,000	- -	- -	- -	- -	- -	20,000	- -	- -	5,000	- -	- -	- -
<u>Total collateral</u>	4,720,170	341,520	1,083,146	348,876	467,512	223,505	187,245	1,035,226	200,704	145,606	183,029	99,543	404,258