

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Feb. 4;
not earlier.

Board of Governors
of the Federal Reserve System
February 3, 1938.

CONDITION OF FEDERAL RESERVE BANKS

During the week ended February 2 member bank reserve balances decreased \$47,000,000. Reductions in member bank reserves arose from increases of \$29,000,000 in money in circulation, \$26,000,000 in Treasury deposits with Federal Reserve banks and \$6,000,000 in Treasury cash other than inactive gold, offset in part by a decrease of \$11,000,000 in nonmember deposits and other Federal Reserve accounts and an increase of \$3,000,000 in Treasury currency. Excess reserves of member banks on February 2 were estimated to be approximately \$1,390,000,000, a decrease of \$50,000,000 for the week. Inactive gold included in the gold stock and Treasury cash amounted to \$1,223,000,000 on February 2, unchanged for the week.

Changes in member bank reserve balances and related items during the week and the year ended February 2, 1938, were as follows:

		Increase or decrease since	
	Feb. 2 <u>1938</u>	Jan. 26 <u>1938</u>	Feb. 3 <u>1937</u>
	(In millions of dollars)		
Bills discounted	11	—	+8
Bills bought	1	—	-2
U. S. Government securities	2,564	—	+134
Industrial advances (not including 13 million commitments - February 2)	18	—	-6
Other Reserve bank credit	*	—	-4
Total Reserve bank credit	2,594	—	+131
Gold stock	12,755	—	+1,391
Treasury currency	2,657	+3	+126
Member bank reserve balances	7,249	-47	+491
Money in circulation	6,323	+29	-25
Treasury cash	3,648	+6	+1,119
Treasury deposits with F. R. banks	143	+26	-33
Nonmember deposits and other F.R. accounts	643	-11	+96

*Less than \$500,000.

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ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	<u>Feb. 2, 1938</u>	<u>Jan. 26, 1938</u>	<u>Feb. 3, 1937</u>
<u>A S S E T S</u>			
Gold certificates on hand and due			
U. S. Treasury	9,116,097	9,117,895	8,848,389
Redemption fund— F. R. notes	10,612	9,443	12,746
Other cash	<u>430,902</u>	<u>440,664</u>	<u>289,041</u>
<u>Total reserves</u>	9,557,611	9,568,002	9,150,176
Bills discounted:			
Secured by U.S. Gov't obligations, direct or fully guaranteed	7,545	7,632	2,359
Other bills discounted	<u>3,675</u>	<u>3,838</u>	<u>442</u>
<u>Total bills discounted</u>	11,220	11,470	2,801
Bills bought in open market	548	548	3,081
Industrial advances	17,788	17,929	23,649
U. S. Government securities:			
Bonds	727,573	727,573	492,182
Treasury notes	1,172,213	1,172,213	1,345,963
Treasury bills	<u>664,229</u>	<u>664,229</u>	<u>592,082</u>
<u>Total U.S. Government securities</u>	2,564,015	2,564,015	2,430,227
<u>Total bills and securities</u>	2,593,571	2,593,962	2,459,758
Due from foreign banks	171	171	226
F. R. notes of other banks	21,522	24,584	24,497
Uncollected items	533,885	503,242	584,725
Bank premises	44,971	45,011	46,140
All other assets	<u>41,962</u>	<u>40,840</u>	<u>40,369</u>
<u>TOTAL ASSETS</u>	12,793,693	12,775,812	12,305,891
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,137,756	4,119,084	4,158,067
Deposits:			
Member bank - reserve account	7,249,296	7,295,871	6,757,714
U.S. Treasurer - General account	142,671	117,322	175,745
Foreign bank	151,864	157,748	76,265
Other deposits	<u>231,389</u>	<u>235,604</u>	<u>209,520</u>
<u>Total deposits</u>	7,775,220	7,806,545	7,219,244
Deferred availability items	534,050	503,674	581,348
Capital paid in	133,087	133,069	132,321
Surplus (Section 7)	147,739	147,739	145,854
Surplus (Section 13 b)	27,683	27,683	27,190
Reserve for contingencies	33,019	33,019	36,235
All other liabilities	<u>5,139</u>	<u>4,999</u>	<u>5,632</u>
<u>TOTAL LIABILITIES</u>	12,793,693	12,775,812	12,305,891
Ratio of total reserves to deposit and F. R. note liabilities combined	80.2%	80.2%	80.4%
Contingent liability on bills purchased for foreign correspondents	1,379	1,592	--
Commitments to make industrial advances	13,369	13,388	19,999

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON FEBRUARY 2, 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	9,116,097	488,546	3,756,357	478,692	621,978	276,075	218,793	1,724,068	275,906	179,072	265,404	173,900	655,306
Redemption fund - F.R.notes	10,612	641	1,588	1,295	962	989	1,446	462	740	375	497	504	1,113
Other cash	430,902	46,078	90,877	33,077	37,299	28,968	20,871	61,108	16,168	10,992	26,915	14,448	44,101
<u>Total reserves</u>	<u>9,557,611</u>	<u>535,265</u>	<u>3,848,822</u>	<u>513,064</u>	<u>660,239</u>	<u>306,032</u>	<u>241,110</u>	<u>1,785,638</u>	<u>292,814</u>	<u>190,439</u>	<u>292,816</u>	<u>190,852</u>	<u>700,520</u>
Bills discounted:													
Secured by U.S.Gov't obligations, direct or fully guaranteed	7,545	519	2,772	1,750	399	295	940	95	247	79	252	17	180
Other bills discounted	3,675	113	341	874	310	192	640	50	2	159	733	120	141
<u>Total bills discounted</u>	<u>11,220</u>	<u>632</u>	<u>3,113</u>	<u>2,624</u>	<u>709</u>	<u>487</u>	<u>1,580</u>	<u>145</u>	<u>249</u>	<u>238</u>	<u>985</u>	<u>137</u>	<u>321</u>
Bills bought in open market	548	41	214	56	50	24	19	68	3	2	16	16	39
Industrial advances	17,788	2,742	4,282	3,555	999	1,728	125	688	202	578	475	935	1,479
U. S. Government securities:													
Bonds	727,573	53,415	209,858	60,047	71,802	38,677	30,494	80,132	32,485	23,622	37,486	28,310	61,245
Treasury notes	1,172,213	86,060	338,108	96,744	115,685	62,311	49,128	129,102	52,337	38,058	60,395	45,611	98,674
Treasury bills	664,229	48,764	191,588	54,819	65,551	35,309	27,839	73,156	29,656	21,566	34,222	25,846	55,913
<u>Total U.S. Govt. securities</u>	<u>2,564,015</u>	<u>188,239</u>	<u>739,554</u>	<u>211,610</u>	<u>253,038</u>	<u>136,297</u>	<u>107,461</u>	<u>282,390</u>	<u>114,478</u>	<u>83,246</u>	<u>132,103</u>	<u>99,767</u>	<u>215,832</u>
<u>Total bills and securities</u>	<u>2,593,571</u>	<u>191,654</u>	<u>747,163</u>	<u>217,845</u>	<u>254,796</u>	<u>138,536</u>	<u>109,185</u>	<u>283,291</u>	<u>114,932</u>	<u>84,064</u>	<u>133,579</u>	<u>100,855</u>	<u>217,671</u>
Due from foreign banks	171	13	65	17	16	7	6	21	2	2	5	5	12
F. R. notes of other banks	21,522	326	5,423	710	1,274	2,061	1,890	3,422	986	682	898	541	3,309
Uncollected items	533,885	54,048	129,321	41,772	55,834	45,185	21,187	67,409	23,917	14,092	30,571	23,651	26,898
Bank premises	44,971	2,996	9,956	4,845	6,203	2,694	2,115	4,579	2,336	1,486	3,148	1,275	3,338
All other assets	41,962	2,628	12,322	3,934	4,659	2,569	1,661	3,960	1,627	1,488	1,935	1,571	3,608
TOTAL ASSETS	12,793,693	786,930	4,753,072	782,187	983,021	497,084	377,154	2,148,320	436,614	292,253	462,952	318,750	955,356

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON FEBRUARY 2, 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	4,137,756	275,703	917,680	310,813	416,964	198,158	155,743	966,026	178,906	135,421	165,472	82,267	334,603
Deposits:													
Member bank - reserve account	7,249,296	414,657	3,323,310	376,852	450,017	221,201	176,544	1,002,934	206,532	118,702	234,601	188,000	535,946
U.S.Treasurer - General account	142,671	3,752	23,042	2,579	12,744	7,835	2,045	44,352	5,329	7,478	17,428	5,254	10,833
Foreign bank	151,864	10,735	56,293	14,611	13,717	6,411	5,218	17,743	4,473	3,429	4,324	4,324	10,586
Other deposits	231,389	3,288	188,747	1,099	3,654	3,619	3,379	1,019	5,458	3,830	316	3,007	13,973
<u>Total deposits</u>	7,775,220	432,432	3,591,392	395,141	480,132	239,066	187,186	1,066,048	221,792	133,439	256,669	200,585	571,338
Deferred availability items	534,050	54,649	123,531	43,687	53,869	44,979	21,414	71,617	25,444	14,083	30,808	24,911	25,058
Capital paid in	133,087	9,398	50,973	12,280	13,154	4,916	4,432	13,016	3,878	2,896	4,119	3,921	10,104
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	33,019	1,448	8,210	2,000	3,177	1,401	1,603	7,312	1,215	1,943	934	1,776	2,000
All other liabilities	5,139	526	1,599	389	395	191	420	485	167	317	195	128	327
TOTAL LIABILITIES	12,793,693	786,930	4,753,072	782,187	983,021	497,084	377,154	2,148,320	436,614	292,253	462,952	318,750	955,356
Contingent liability on bills purchased for foreign correspondents	1,379	100	494	135	127	59	48	164	42	32	40	40	98
Commitments to make industrial advances	13,369	1,509	4,575	138	1,490	1,614	332	--	430	42	99	269	2,871

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	11,220	9,118	458	589	664	379	12	--	--
Bills bought	548	281	150	47	70	--	--	--	--
Industrial advances	17,788	1,250	270	619	496	1,738	3,549	5,314	4,552
U.S.Government securities	2,564,015	33,725	38,857	243,626	129,204	403,950	133,569	303,105	603,739

FEDERAL RESERVE NOTE STATEMENT ON FEBRUARY 2, 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	4,474,787	312,220	1,021,589	333,913	448,955	209,637	176,065	991,396	192,096	139,160	174,166	92,850	382,740
Held by Federal Reserve bank	337,031	36,517	103,909	23,100	31,991	11,479	20,322	25,370	13,190	3,739	8,694	10,583	48,137
<u>In actual circulation</u>	4,137,756	275,703	917,680	310,813	416,964	198,158	155,743	966,026	178,906	135,421	165,472	82,267	334,603
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,536,632	341,000	1,035,000	337,000	452,000	203,000	161,000	995,000	196,632	136,500	182,000	93,500	404,000
Eligible paper	9,907	570	3,034	2,051	415	484	1,353	135	247	202	965	135	316
U. S. Gov't securities	33,000	--	--	--	--	8,000	20,000	--	--	5,000	--	--	--
<u>Total collateral</u>	4,579,539	341,570	1,038,034	339,051	452,415	211,484	182,353	995,135	196,879	141,702	182,965	93,635	404,316