

STATEMENT FOR THE PRESS

Released for publication
Friday morning, May 13;
not earlier.

Board of Governors
of the Federal Reserve System
May 12, 1938.

CONDITION OF FEDERAL RESERVE BANKS

During the week ended May 11 member bank reserve balances increased \$56,000,000. Additions to member bank reserves arose from decreases of \$11,000,000 in money in circulation and \$68,000,000 in Treasury deposits with Federal Reserve banks and increases of \$10,000,000 in gold stock and \$2,000,000 in Treasury currency, offset in part by increases of \$19,000,000 in Treasury cash and \$16,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on May 11 were estimated to be approximately \$2,480,000,000, an increase of \$40,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended May 11, 1938, were as follows:

	May 11 <u>1938</u>	May 4 <u>1938</u>	May 12 <u>1937</u>
	Increase or decrease since		
	(In millions of dollars)		
Bills discounted	8	--	-8
Bills bought	1	--	-4
U. S. Government securities	2,564	--	+38
Industrial advances (not including 13 million commitments - May 11)	16	-1	-7
Other Reserve bank credit	*	+1	-6
 Total Reserve bank credit	 2,589	 --	 +13
Gold stock	12,880	+10	+998
Treasury currency	2,695	+2	+150
 Member bank reserve balances	 7,560	 +56	 +617
Money in circulation	6,396	-11	-9
Treasury cash	2,215	+19	-841
Treasury deposits with F. R. banks	1,361	-68	+1,255
Nonmember deposits and other F. R. accounts	632	+16	+138

*Less than \$500,000.

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

(In thousands of dollars)

	<u>May 11, 1938</u>	<u>May 4, 1938</u>	<u>May 12, 1937</u>
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	10,640,912	10,641,412	8,839,408
Redemption fund - F. R. notes . .	8,886	8,386	11,713
Other cash	<u>427,070</u>	<u>434,876</u>	<u>288,280</u>
<u>Total reserves</u>	11,076,868	11,084,674	9,139,401
Bills discounted:			
Secured by U.S. Gov't obligations, direct or fully guaranteed . . .	5,321	5,379	12,949
Other bills discounted	<u>2,844</u>	<u>2,813</u>	<u>2,705</u>
<u>Total bills discounted</u>	8,165	8,192	15,654
Bills bought in open market . . .	550	550	4,534
Industrial advances	16,421	16,798	22,779
U.S. Government securities:			
Bonds	657,253	657,253	732,428
Treasury notes	1,191,905	1,191,905	1,152,393
Treasury bills	<u>714,857</u>	<u>714,857</u>	<u>641,469</u>
<u>Total U.S. Government securities</u>	2,564,015	2,564,015	2,526,290
<u>Total bills and securities</u> . . .	2,589,151	2,589,555	2,569,257
Due from foreign banks	170	170	230
F. R. notes of other banks	19,973	23,005	21,542
Uncollected items	527,996	550,492	666,762
Bank premises	44,730	44,717	45,787
All other assets	<u>46,396</u>	<u>45,214</u>	<u>45,956</u>
TOTAL ASSETS	14,305,284	14,337,827	12,488,935
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,132,337	4,147,997	4,193,868
Deposits:			
Member bank - reserve account . .	7,560,482	7,503,630	6,942,727
U. S. Treasurer - General account	1,361,133	1,428,693	106,177
Foreign bank	133,908	125,674	104,979
Other deposits	<u>236,245</u>	<u>227,746</u>	<u>131,566</u>
<u>Total deposits</u>	9,291,768	9,285,743	7,285,449
Deferred availability items . . .	527,933	551,583	660,697
Capital paid in	133,523	133,482	132,193
Surplus (Section 7)	147,739	147,739	145,854
Surplus (Section 13 b)	27,683	27,683	27,490
Reserve for contingencies	32,915	32,915	35,974
All other liabilities	<u>11,386</u>	<u>10,685</u>	<u>7,410</u>
TOTAL LIABILITIES	14,305,284	14,337,827	12,488,935
Ratio of total reserves to deposit and F. R. note liabilities combined	82.5%	82.5%	79.6%
Contingent liability on bills pur- chased for foreign correspondents	1,357	1,357	1,532
Commitments to make industrial advances	12,700	12,678	17,183

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON MAY 11, 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	10,640,912	587,521	4,526,529	543,064	719,755	309,345	239,112	2,025,965	295,864	193,307	288,307	186,116	726,027
Redemption fund - F.R. notes	8,886	311	927	653	832	804	1,035	793	562	889	338	413	1,329
Other cash	427,070	40,970	98,499	27,763	39,500	30,997	19,479	60,640	18,136	9,443	29,227	15,903	36,513
<u>Total reserves</u>	11,076,868	628,802	4,625,955	571,480	760,087	341,146	259,626	2,087,398	314,562	203,639	317,872	202,432	763,869
Bills discounted:													
Secured by U.S. Gov't obligations, direct or fully guaranteed	5,321	572	2,335	895	413	135	238	210	--	50	43	167	263
Other bills discounted	2,844	157	403	563	192	334	475	--	40	62	173	152	293
<u>Total bills discounted</u>	8,165	729	2,738	1,458	605	469	713	210	40	112	216	319	556
Bills bought in open market	550	41	215	56	51	24	19	68	3	2	16	16	39
Industrial advances	16,421	2,377	4,446	3,080	918	1,477	73	677	159	551	465	901	1,297
U. S. Government securities:													
Bonds	657,253	47,412	191,191	53,966	63,027	35,882	28,560	71,067	30,561	22,654	31,947	24,937	56,049
Treasury notes	1,191,905	85,982	346,716	97,866	114,299	65,070	51,793	128,877	55,420	41,081	57,934	45,223	101,644
Treasury bills	714,857	51,568	207,948	58,696	68,551	39,027	31,063	77,295	33,239	24,640	34,746	27,123	60,961
<u>Total U.S. Gov't securities</u>	2,564,015	184,962	745,855	210,528	245,877	139,979	111,416	277,239	119,220	88,375	124,627	97,283	218,654
<u>Total bills and securities</u>	2,589,151	188,109	753,254	215,122	247,451	141,949	112,221	278,194	119,422	89,040	125,324	98,519	220,546
Due from foreign banks	170	12	65	17	16	7	6	21	2	2	5	5	12
F. R. notes of other banks	19,973	479	4,025	846	1,461	1,351	2,065	2,746	1,659	844	1,451	536	2,510
Uncollected items	527,996	51,439	133,382	41,211	52,434	44,383	18,964	70,456	24,915	14,148	28,283	21,748	26,633
Bank premises	44,730	2,982	9,907	4,783	6,164	2,674	2,105	4,548	2,325	1,518	3,130	1,282	3,312
All other assets	46,396	2,830	13,602	4,504	4,980	3,043	2,059	4,257	1,886	1,639	1,979	1,625	3,992
TOTAL ASSETS	14,305,284	874,653	5,540,190	837,963	1,072,593	534,553	397,046	2,447,620	464,771	310,830	478,044	326,147	1,020,874

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON MAY 11, 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	4,132,337	345,229	888,495	304,674	409,149	190,291	145,734	963,481	175,675	137,165	166,168	78,168	328,108
Deposits:													
Member bank - reserve account	7,560,482	390,716	3,483,916	395,519	499,747	220,080	165,697	1,199,381	193,437	113,646	223,789	158,908	515,646
U.S.Treasurer - General account	1,361,133	48,206	677,597	49,358	60,031	51,956	46,318	150,370	49,296	31,791	45,282	48,639	102,289
Foreign bank	133,908	9,628	48,194	13,104	12,302	5,750	4,680	15,913	4,012	3,075	3,878	3,878	9,494
Other deposits	236,245	4,693	189,105	1,173	7,070	8,564	2,657	1,441	5,640	2,345	218	1,852	11,487
<u>Total deposits</u>	9,291,768	453,243	4,398,812	459,154	579,150	286,350	219,352	1,367,105	252,385	150,857	273,167	213,277	638,916
Deferred availability items	527,933	51,742	130,890	40,862	51,354	42,703	18,870	71,557	25,956	13,251	28,380	23,448	28,920
Capital paid in	133,523	9,405	50,961	12,258	13,370	4,950	4,445	13,100	3,897	2,904	4,147	3,937	10,149
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	32,915	1,448	8,210	2,000	3,177	1,401	1,603	7,229	1,215	1,922	934	1,776	2,000
All other liabilities	11,386	812	3,135	1,138	1,063	485	686	1,332	431	577	493	379	855
TOTAL LIABILITIES	14,305,284	874,653	5,540,190	837,963	1,072,593	534,553	397,046	2,447,620	464,771	310,830	478,044	326,147	1,020,874
Contingent liability on bills purchased for foreign correspondents	1,357	98	488	133	125	58	48	161	41	31	39	39	96
Commitments to make industrial advances	12,700	1,367	3,886	123	1,538	1,503	178	--	508	40	373	244	2,940

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	8,165	6,572	330	702	268	286	7	--	--	--
Bills bought	550	178	75	--	297	--	--	--	--	--
Industrial advances	16,421	1,419	234	522	960	1,657	3,173	6,604	1,852	--
U. S. Government securities	2,564,015	115,354	85,874	357,781	191,294	138,259	126,351	376,428	577,569	595,105

FEDERAL RESERVE NOTE STATEMENT ON MAY 11, 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	4,425,484	372,899	981,571	322,451	432,050	201,239	161,376	991,088	191,725	141,336	173,907	85,850	369,992
Held by Federal Reserve bank	293,147	27,670	93,076	17,777	22,901	10,948	15,642	27,607	16,050	4,171	7,739	7,682	41,884
<u>In actual circulation</u>	4,132,337	345,229	888,495	304,674	409,149	190,291	145,734	963,481	175,675	137,165	166,168	78,168	328,108
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U.S.Treasury	4,539,632	390,000	1,000,000	337,000	436,000	203,000	164,000	1,000,000	196,632	143,500	177,000	88,500	404,000
Eligible paper	7,208	699	2,626	1,121	452	409	504	210	- -	112	206	317	552
<u>Total collateral</u>	4,546,840	390,699	1,002,626	338,121	436,452	203,409	164,504	1,000,210	196,632	143,612	177,206	88,817	404,552