

STATEMENT FOR THE PRESS

Released for publication
Friday morning, May 27;
not earlier.

Board of Governors
of the Federal Reserve System
May 26, 1938

CONDITION OF FEDERAL RESERVE BANKS

During the week ended May 25 member bank reserve balances increased \$94,000,000. Additions to member bank reserves arose from decreases of \$9,000,000 in money in circulation and \$100,000,000 in Treasury deposits with Federal Reserve banks and increases of \$13,000,000 in gold stock and \$4,000,000 in Treasury currency, offset in part by increases of \$22,000,000 in Treasury cash and \$4,000,000 in nonmember deposits and other Federal Reserve accounts and a decrease of \$6,000,000 in Reserve bank credit. Excess reserves of member banks on May 25 were estimated to be approximately \$2,630,000,000, an increase of \$70,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended May 25, 1938, were as follows:

	Increase or decrease since		
	May 25 <u>1938</u>	May 18 <u>1938</u>	May 26 <u>1937</u>
	(In millions of dollars)		
Bills discounted	9	+1	-7
Bills bought	1	- -	-5
U. S. Government securities	2,564	- -	+38
Industrial advances (not including 13 million commitments - May 25)	17	- -	-5
Other Reserve bank credit	-7	-7	+6
Total Reserve bank credit	2,583	-6	+26
Gold stock	12,905	+13	+928
Treasury currency	2,701	+4	+155
Member bank reserve balances	7,716	+94	+772
Money in circulation	6,393	-9	-6
Treasury cash	2,248	+22	-892
Treasury deposits with F. R. banks	1,183	-100	+1,103
Nonmember deposits and other F. R. accounts	648	+4	+131

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ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	<u>May 25, 1938</u>	<u>May 18, 1938</u>	<u>May 26, 1937</u>
<u>A S S E T S</u>			
Gold certificates on hand and due			
from U. S. Treasury	10,639,417	10,639,916	8,838,414
Redemption fund - F. R. notes	8,881	8,948	11,341
Other cash	<u>411,903</u>	<u>414,244</u>	<u>296,310</u>
<u>Total reserves</u>	11,060,201	11,063,108	9,146,065
Bills discounted:			
Secured by U. S. Gov't obligations,			
direct or fully guaranteed	5,661	4,932	12,326
Other bills discounted	<u>3,007</u>	<u>2,903</u>	<u>3,372</u>
<u>Total bills discounted</u>	8,668	7,835	15,698
Bills bought in open market	534	534	6,260
Industrial advances	16,771	16,899	22,407
U. S. Government securities:			
Bonds	657,253	657,253	732,608
Treasury notes	1,191,905	1,191,905	1,152,213
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>	2,589,988	2,589,283	2,570,655
Due from foreign banks	186	186	228
F. R. notes of other banks	20,427	21,109	21,615
Uncollected items	527,851	597,351	604,558
Bank premises	44,695	44,730	45,776
All other assets	<u>47,547</u>	<u>46,746</u>	<u>47,202</u>
TOTAL ASSETS	14,290,895	14,362,513	12,436,099
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,116,875	4,123,513	4,184,042
Deposits:			
Member bank - reserve account	7,716,352	7,622,253	6,943,597
U. S. Treasurer - General account	1,182,761	1,283,396	80,486
Foreign bank	133,118	137,609	124,041
Other deposits	<u>253,844</u>	<u>245,233</u>	<u>136,725</u>
<u>Total deposits</u>	9,286,075	9,288,491	7,284,849
Deferred availability items	534,887	597,742	618,046
Capital paid in	133,575	133,575	132,202
Surplus (Section 7)	147,739	147,739	145,854
Surplus (Section 13 b)	27,683	27,683	27,490
Reserve for contingencies	32,880	32,880	35,939
All other liabilities	<u>11,181</u>	<u>10,890</u>	<u>7,677</u>
TOTAL LIABILITIES	14,290,895	14,362,513	12,436,099
Ratio of total reserves to deposit			
and F. R. note liabilities combined	82.5%	82.5%	79.7%
Contingent liability on bills pur-			
chased for foreign correspondents	1,460	1,357	1,532
Commitments to make industrial advances	13,260	13,144	17,188

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON MAY 25, 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	10,639,417	580,571	4,602,745	534,673	710,189	295,802	219,341	2,031,865	311,581	183,366	272,242	185,077	711,965
Redemption fund - F.R. notes	8,881	228	1,600	532	719	704	980	680	539	881	322	399	1,297
Other cash	411,903	38,979	93,972	24,714	38,445	30,837	20,389	56,794	19,773	9,072	29,404	14,892	34,632
<u>Total reserves</u>	11,060,201	619,778	4,698,317	559,919	749,353	327,343	240,710	2,089,339	331,893	193,319	301,968	200,368	747,894
Bills discounted:													
Secured by U.S. Gov't obligations, direct or fully guaranteed	5,661	646	1,890	1,087	408	429	305	190	70	58	13	187	378
Other bills discounted	3,007	195	402	593	193	331	459	-	10	62	232	247	283
<u>Total bills discounted</u>	8,668	841	2,292	1,680	601	760	764	190	80	120	245	434	661
Bills bought in open market	534	41	199	56	51	24	19	68	3	2	16	16	39
Industrial advances	16,771	2,346	4,365	3,060	907	1,434	69	677	158	1,082	468	885	1,320
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>	2,589,988	188,190	752,711	215,324	247,436	142,197	112,268	278,174	119,461	89,579	125,356	98,618	220,674
Due from foreign banks	186	12	81	17	16	7	6	21	2	2	5	5	12
F. R. notes of other banks	20,427	439	4,019	865	1,209	1,813	2,286	3,024	2,212	1,055	1,018	476	2,011
Uncollected items	527,851	50,380	149,658	41,919	53,048	43,477	18,676	66,858	21,721	13,824	24,215	21,331	22,744
Bank premises	44,695	2,982	9,907	4,773	6,151	2,674	2,102	4,548	2,324	1,519	3,130	1,282	3,303
All other assets	47,547	2,929	13,921	4,375	5,107	3,125	2,140	4,428	1,950	1,703	2,090	1,697	4,082
<u>TOTAL ASSETS</u>	14,290,895	864,710	5,628,614	827,192	1,062,320	520,636	378,188	2,446,392	479,563	301,001	457,782	323,777	1,000,720

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON MAY 25, 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	4,116,875	352,597	827,376	301,975	408,456	187,339	143,677	960,323	174,472	135,275	163,192	76,962	325,231
Deposits:													
Member bank - reserve account	7,716,352	379,328	3,640,920	385,522	486,039	209,060	158,626	1,223,520	215,972	103,781	218,529	165,561	529,494
U.S.Treasurer - General account	1,182,761	43,081	579,869	48,750	61,829	53,931	36,891	129,961	45,398	32,953	36,502	40,081	73,510
Foreign bank	133,118	9,590	47,742	13,053	12,254	5,727	4,662	15,850	3,996	3,063	3,862	3,862	9,457
Other deposits	253,844	4,847	204,112	1,546	8,572	6,027	2,749	2,163	5,588	2,676	248	2,363	12,953
<u>Total deposits</u>	<u>9,286,075</u>	<u>436,846</u>	<u>4,472,643</u>	<u>448,871</u>	<u>568,694</u>	<u>274,745</u>	<u>202,928</u>	<u>1,371,494</u>	<u>270,954</u>	<u>142,478</u>	<u>259,141</u>	<u>211,867</u>	<u>625,414</u>
Deferred availability items	534,887	50,805	146,591	43,309	52,231	43,348	18,495	69,101	23,330	13,725	25,080	23,681	25,141
Capital paid in	133,575	9,405	50,960	12,258	13,368	4,950	4,445	13,141	3,903	2,903	4,147	3,946	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	32,880	1,448	8,210	2,000	3,177	1,401	1,603	7,201	1,215	1,915	934	1,776	2,000
All other liabilities	11,181	835	3,147	902	1,064	480	684	1,316	427	551	533	383	859
TOTAL LIABILITIES	14,290,895	864,710	5,628,614	827,192	1,062,320	520,636	378,188	2,446,392	479,563	301,001	457,782	323,777	1,000,720
Contingent liability on bills purchased for foreign correspondents	1,460	105	524	143	134	63	51	174	44	34	42	42	104
Commitments to make industrial advances	13,260	1,348	4,160	128	1,553	1,690	178	--	508	277	368	92	2,958

MATURITY DISTRIBUTION OF BILLS AND SECURITIES

	Total	Within 15 days	15 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	8,668	6,986	359	613	184	517	9	--	--	--
Bills bought	534	75	117	104	238	--	--	--	--	--
Industrial advances	16,771	1,472	274	367	923	1,853	3,105	6,733	2,044	--
U. S. Government securities	2,564,015	95,524	252,711	232,997	173,696	133,634	126,351	376,428	580,569	592,105

FEDERAL RESERVE NOTE STATEMENT ON MAY 25, 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	4,412,650	382,076	980,194	317,829	432,919	196,675	159,279	987,378	189,907	139,976	173,177	84,816	368,424	
Held by Federal Reserve bank	295,775	29,479	92,818	15,854	24,463	9,336	15,602	27,055	15,435	4,701	9,985	7,854	43,193	
<u>In actual circulation</u>	4,116,875	352,597	887,376	301,975	408,456	187,339	143,677	960,323	174,472	135,275	163,192	76,962	325,231	
Collateral held by agent as security for notes issued to bank:														
Gold certificates on hand and due from U. S. Treasury	4,527,632	390,000	1,000,000	337,000	436,000	200,000	164,000	1,000,000	192,632	138,500	177,000	88,500	404,000	
Eligible paper	7,707	801	2,177	1,343	445	686	552	190	71	120	235	433	654	
U. S. Gov't securities	5,000	--	--	--	--	--	--	--	--	5,000	--	--	--	
<u>Total collateral</u>	4,540,339	390,801	1,002,177	338,343	436,445	200,686	164,552	1,000,190	192,703	143,620	177,235	88,933	404,654	