

STATEMENT FOR THE PRESS

Released for publication
Friday morning, July 1;
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Board of Governors
of the Federal Reserve System
June 30, 1938

CONDITION OF FEDERAL RESERVE BANKS

During the week ended June 29 member bank reserve balances increased \$119,000,000. Additions to member bank reserves arose from decreases of \$65,000,000 in Treasury deposits with Federal Reserve banks and \$80,000,000 in nonmember deposits and other Federal Reserve accounts and increases of \$5,000,000 in gold stock and \$2,000,000 in Treasury currency, offset in part by increases of \$26,000,000 in money in circulation and \$6,000,000 in Treasury cash. Excess reserves of member banks on June 29 were estimated to be approximately \$2,900,000,000, an increase of \$120,000,000 for the week.

Principal changes in holdings of bills and securities were an increase of \$23,000,000 in United States Treasury notes and a decrease of \$23,000,000 in United States Treasury bills.

Changes in member bank reserve balances and related items during the week and the year ended June 29, 1938, were as follows:

		Increase or decrease since	
	June 29 <u>1938</u>	June 22 <u>1938</u>	June 30 <u>1937</u>
(In millions of dollars)			
Bills discounted	10	- -	- -
Bills bought	1	- -	-3
U. S. Government securities	2,564	- -	+38
Industrial advances (not including 14 million commitments - June 29)	17	- -	-5
Other Reserve bank credit	-1	-1	-1
 Total Reserve bank credit	 2,590	 -1	 +28
Gold stock	12,962	+5	+644
Treasury currency	2,712	+2	+162
 Member bank reserve balances	 8,041	 +119	 +1,141
Money in circulation	6,428	+26	-19
Treasury cash	2,299	+6	-1,146
Treasury deposits with F. R. banks	864	-65	+771
Nonmember deposits and other F.R. accounts	632	-80	+87

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ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	<u>June 29, 1938</u>	<u>June 22, 1938</u>	<u>June 30, 1937</u>
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	10,635,929	10,635,912	8,835,907
Redemption fund - F. R. notes	9,387	9,900	10,471
Other cash	<u>406,523</u>	<u>411,562</u>	<u>312,309</u>
<u>Total reserves</u>	<u>11,051,839</u>	<u>11,057,374</u>	<u>9,158,687</u>
Bills discounted:			
Secured by U. S. Gov't obligations, direct or fully guaranteed	6,111	6,054	7,042
Other bills discounted	<u>3,580</u>	<u>3,454</u>	<u>2,887</u>
<u>Total bills discounted</u>	<u>9,691</u>	<u>9,508</u>	<u>9,929</u>
Bills bought in open market	537	537	3,801
Industrial advances	16,590	16,535	22,152
U. S. Government securities:			
Bonds	744,105	744,105	732,508
Treasury notes	1,165,105	1,141,819	1,170,713
Treasury bills	<u>654,805</u>	<u>678,091</u>	<u>622,969</u>
<u>Total U. S. Government securities</u>	<u>2,564,015</u>	<u>2,564,015</u>	<u>2,526,190</u>
<u>Total bills and securities</u>	<u>2,590,833</u>	<u>2,590,595</u>	<u>2,562,072</u>
Due from foreign banks	183	183	219
F. R. notes of other banks	19,505	22,473	23,933
Uncollected items	520,057	549,768	664,235
Bank premises	44,616	44,621	45,615
All other assets	<u>44,953</u>	<u>42,560</u>	<u>41,720</u>
TOTAL ASSETS	14,271,986	14,307,574	12,496,481
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,124,442	4,108,568	4,206,477
Deposits:			
Member bank - reserve account	8,040,951	7,921,888	6,900,288
U.S. Treasurer - General account	863,897	928,590	92,813
Foreign bank	138,612	149,500	157,400
Other deposits	<u>227,441</u>	<u>295,508</u>	<u>127,671</u>
<u>Total deposits</u>	<u>9,270,901</u>	<u>9,295,486</u>	<u>7,278,172</u>
Deferred availability items	521,301	549,504	664,852
Capital paid in	133,570	133,569	132,302
Surplus (section 7)	147,739	147,739	145,854
Surplus (section 13 b)	27,683	27,683	27,490
Reserve for contingencies	32,846	32,846	35,906
All other liabilities	<u>13,504</u>	<u>12,179</u>	<u>5,428</u>
TOTAL LIABILITIES	14,271,986	14,307,574	12,496,481
Ratio of total reserves to deposit and F. R. note liabilities combined	82.5%	82.5%	79.7%
Contingent liability on bills purchased for foreign correspondents	1,506	1,686	4,015
Commitments to make industrial advances	13,649	13,600	16,331

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JUNE 29, 1938
(In millions of dollars)

ASSETS

	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	10,635,929	595,370	4,467,058	512,785	701,163	296,809	215,548	2,196,452	320,202	208,227	254,728	181,571	686,016
Redemption fund - F.R. notes	9,387	1,008	980	1,299	1,481	628	365	441	479	853	268	362	1,223
Other cash	406,523	39,075	97,882	25,346	31,812	23,565	25,303	56,898	18,565	10,311	26,680	16,923	34,163
<u>Total reserves</u>	11,051,839	635,453	4,565,920	539,430	734,456	321,002	241,216	2,253,791	339,246	219,391	281,676	198,856	721,402
Bills discounted:													
Secured by U.S. Gov't obligations, direct or fully guaranteed	6,111	596	3,155	743	242	649	237	25	50	32	44	50	288
Other bills discounted	3,580	170	525	598	202	402	756	--	60	94	182	329	262
<u>Total bills discounted</u>	9,691	766	3,680	1,341	444	1,051	993	25	110	126	226	379	550
Bills bought in open market	537	40	211	55	49	23	19	66	2	2	16	16	38
Industrial advances	16,590	2,381	4,267	2,947	851	1,537	121	559	137	1,185	433	827	1,345
U. S. Government securities:													
Bonds	744,105	53,679	216,454	61,097	71,357	40,623	32,335	80,458	34,599	25,646	36,169	28,232	63,456
Treasury notes	1,165,105	84,047	338,922	95,666	111,727	63,608	50,628	125,979	54,174	40,159	56,631	44,206	99,358
Treasury bills	654,805	47,236	190,479	53,765	62,793	35,748	28,453	70,802	30,447	22,570	31,827	24,845	55,840
<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>	2,590,833	188,149	754,013	214,871	247,221	142,590	112,549	277,889	119,469	89,688	125,302	98,505	220,587
Due from foreign banks	183	14	68	19	17	8	6	23	3	2	5	5	13
F. R. notes of other banks	19,505	431	3,401	871	855	1,738	2,352	2,867	1,394	1,348	1,178	559	2,511
Uncollected items	520,057	56,159	126,367	37,113	58,594	44,249	18,091	67,303	21,955	16,247	26,833	18,804	28,342
Bank premises	44,616	2,973	9,890	4,762	6,138	2,661	2,097	4,538	2,317	1,542	3,126	1,277	3,295
All other assets	44,953	2,661	12,865	4,906	4,766	2,944	2,030	4,111	1,770	1,596	1,956	1,564	3,784
TOTAL ASSETS	14,271,986	885,840	5,472,524	801,972	1,052,047	515,192	378,341	2,610,522	486,154	329,814	440,076	319,570	979,934

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JUNE 29, 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	4,124,442	355,038	901,498	302,065	404,520	190,375	140,449	956,763	173,643	133,002	162,634	75,852	328,603
Deposits:													
Member bank - reserve account	8,040,951	390,927	3,822,759	368,194	461,248	204,549	155,604	1,344,232	242,420	122,627	218,101	164,117	546,173
U.S. Treasurer - General account	863,897	44,820	275,269	45,827	72,741	53,392	41,925	176,051	24,605	43,702	16,542	40,430	28,593
Foreign bank	138,612	9,919	50,309	13,500	12,674	5,924	4,821	16,393	4,133	3,168	3,995	3,995	9,781
Other deposits	227,441	4,103	177,848	1,617	9,386	2,945	4,902	1,826	6,819	2,773	775	1,875	12,572
<u>Total deposits</u>	<u>9,270,901</u>	<u>449,769</u>	<u>4,326,185</u>	<u>429,138</u>	<u>556,049</u>	<u>266,810</u>	<u>207,252</u>	<u>1,538,502</u>	<u>277,977</u>	<u>172,270</u>	<u>239,413</u>	<u>210,417</u>	<u>597,119</u>
Deferred availability items	521,301	56,474	122,224	36,837	58,398	42,732	17,496	69,634	23,730	14,974	27,583	21,991	29,228
Capital paid in	133,570	9,405	50,937	12,245	13,377	4,954	4,449	13,153	3,904	2,907	4,159	3,938	10,142
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	32,846	1,448	8,210	2,000	3,177	1,401	1,603	7,174	1,215	1,908	934	1,776	2,000
All other liabilities	13,504	932	3,783	1,810	1,196	547	736	1,480	473	599	598	434	916
TOTAL LIABILITIES	14,271,986	885,840	5,472,524	801,972	1,052,047	515,192	378,341	2,610,522	486,154	329,814	440,076	319,570	979,934
Contingent liability on bills purchased for foreign correspondents	1,506	108	541	147	138	65	53	179	45	35	44	44	107
Commitments to make industrial advances	13,649	1,414	4,027	118	1,542	1,856	183	24	569	237	443	91	3,145

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	9,691	7,807	471	477	355	575	6	--	--	--
Bills bought	537	110	69	229	129	--	--	--	--	--
Industrial advances	16,590	1,239	171	286	934	2,146	2,927	6,636	2,251	--
U. S. Government securities	2,564,015	106,776	112,246	174,203	215,480	88,885	168,763	453,645	579,257	664,760

FEDERAL RESERVE NOTE STATEMENT ON JUNE 29, 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	4,418,328	381,012	996,800	318,226	427,393	200,480	155,864	982,643	186,538	138,160	172,048	84,636	374,528
Held by Federal Reserve bank	293,886	25,974	95,302	16,161	22,873	10,105	15,415	25,880	12,895	5,158	9,414	8,784	45,925
<u>In actual circulation</u>	4,124,442	355,038	901,498	302,065	404,520	190,375	140,449	956,763	173,643	133,002	162,634	75,852	328,603
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,533,632	390,000	1,010,000	337,000	432,000	202,000	159,000	1,000,000	192,632	141,500	177,000	88,500	404,000
Eligible paper	7,810	- -	3,506	989	269	942	763	25	50	126	217	379	544
<u>Total collateral</u>	4,541,442	390,000	1,013,506	337,989	432,269	202,942	159,763	1,000,025	192,682	141,626	177,217	88,879	404,544