

STATEMENT FOR THE PRESS

Released for publication
Friday morning, July 15,
not earlier

Board of Governors
of the Federal Reserve System
July 14, 1938

CONDITION OF FEDERAL RESERVE BANKS

During the week ended July 13 member bank reserve balances increased \$199,000,000. Additions to member bank reserves arose from decreases of \$70,000,000 in money in circulation and \$142,000,000 in Treasury deposits with Federal Reserve banks and an increase of \$12,000,000 in gold stock, offset in part by increases of \$12,000,000 in Treasury cash and \$9,000,000 in nonmember deposits and other Federal Reserve accounts and a decrease of \$7,000,000 in Reserve bank credit. Excess reserves of member banks on July 13 were estimated to be approximately \$3,150,000,000, an increase of \$160,000,000 for the week.

Principal changes in holdings of bills and securities were an increase of \$9,000,000 in United States Treasury notes and a decrease of \$9,000,000 in United States Treasury bills.

Changes in member bank reserve balances and related items during the week and the year ended July 13, 1938 were as follows:

	Increase or decrease since		
	July 13 1938	July 6 1938	July 14 1937
	(In millions of dollars)		
Bills discounted	9	+ 1	- 6
Bills bought	1	--	- 3
U. S. Government securities	2,564	--	+ 38
Industrial advances (not including 14 million commitments - July 13)	16	--	- 6
Other Reserve bank credit	6	- 8	- 12
Total Reserve bank credit	2,596	- 7	+ 11
Gold stock	12,979	+12	+ 556
Treasury currency	2,716	+ 1	+ 165
Member bank reserve balances	8,273	+199	+1,345
Money in circulation	6,444	- 70	- 13
Treasury cash	2,315	+ 12	-1,235
Treasury deposits with F. R. banks	628	-142	+ 538
Nonmember deposits and other F.R.accounts	633	+ 9	+ 100

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ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

	<u>July 13, 1938</u>	<u>July 6, 1938</u>	<u>July 14, 1937</u>
<u>A S S E T S</u>			
Gold certificates on hand and due			
from U. S. Treasury	10,634,922	10,634,927	8,835,407
Redemption fund - F. R. notes	9,884	9,884	9,549
Other cash	<u>401,129</u>	<u>374,414</u>	<u>307,824</u>
<u>Total reserves</u>	11,045,935	11,019,225	9,152,780
Bills discounted:			
Secured by U.S.Gov't obligations, direct			
or fully guaranteed	6,005	4,704	11,718
Other bills discounted	<u>3,261</u>	<u>3,254</u>	<u>3,328</u>
<u>Total bills discounted</u>	9,266	7,958	15,046
Bills bought in open market	540	537	3,596
Industrial advances	16,274	16,361	21,759
U. S. Government securities:			
Bonds	744,105	744,105	732,508
Treasury notes	1,174,105	1,165,105	1,165,713
Treasury bills	<u>645,805</u>	<u>654,805</u>	<u>627,969</u>
<u>Total U.S.Government securities</u>	2,564,015	2,564,015	2,526,190
<u>Total bills and securities</u>	<u>2,590,095</u>	<u>2,588,871</u>	<u>2,566,591</u>
Due from foreign banks	180	183	219
F. R. notes of other banks	25,552	20,252	26,890
Uncollected items	644,090	585,567	759,714
Bank premises	44,578	44,577	45,601
All other assets	<u>46,027</u>	<u>44,837</u>	<u>42,945</u>
TOTAL ASSETS	14,396,457	14,303,512	12,594,740
<u>L I A B I L I T I E S</u>			
F.R. notes in actual circulation	4,134,161	4,174,869	4,213,898
Deposits:			
Member bank - reserve account	8,273,069	8,073,675	6,927,951
U.S. Treasurer - General account	627,928	770,193	90,232
Foreign bank	128,957	134,865	159,009
Other deposits	<u>242,816</u>	<u>227,997</u>	<u>115,621</u>
<u>Total deposits</u>	9,272,770	9,206,730	7,292,813
Deferred availability items	638,000	571,624	741,434
Capital paid in	133,706	133,667	132,459
Surplus (Section 7)	147,739	147,739	145,854
Surplus (Section 13 b)	27,683	27,683	27,490
Reserve for contingencies	32,845	32,846	35,906
All other liabilities	<u>9,553</u>	<u>8,354</u>	<u>4,886</u>
TOTAL LIABILITIES	14,396,457	14,303,512	12,594,740
Ratio of total reserves to deposit and			
F. R. note liabilities combined	82.4%	82.3%	79.5%
Contingent liability on bills purchased			
for foreign correspondents	1,097	1,368	4,150
Commitments to make industrial advances	13,500	13,468	16,171

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JULY 13, 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	10,634,922	630,242	4,458,423	492,977	692,736	298,648	229,145	2,129,485	312,805	224,669	275,231	194,098	696,463
Redemption fund - F.R. notes	9,884	994	1,854	1,263	1,431	613	292	375	442	846	255	356	1,163
Other cash	401,129	41,050	108,833	22,994	28,682	22,906	20,381	54,401	17,012	9,311	22,334	16,817	36,408
<u>Total reserves</u>	<u>11,045,935</u>	<u>672,286</u>	<u>4,569,110</u>	<u>517,234</u>	<u>722,849</u>	<u>322,167</u>	<u>249,818</u>	<u>2,184,261</u>	<u>330,259</u>	<u>234,826</u>	<u>297,820</u>	<u>211,271</u>	<u>734,034</u>
Bills discounted:													
Secured by U.S.Gov't obligations, direct or fully guaranteed	6,005	245	2,433	681	284	579	212	1,150	20	58	35	105	203
Other bills discounted	3,261	109	440	617	219	394	582	11	60	91	167	202	369
<u>Total bills discounted</u>	<u>9,266</u>	<u>354</u>	<u>2,873</u>	<u>1,298</u>	<u>503</u>	<u>973</u>	<u>794</u>	<u>1,161</u>	<u>80</u>	<u>149</u>	<u>202</u>	<u>307</u>	<u>572</u>
Bills bought in open market	540	40	213	55	49	23	19	67	2	2	16	16	30
Industrial advances	16,274	2,416	4,198	2,855	765	1,496	117	528	135	1,183	420	816	1,345
U. S. Government securities:													
Bonds	744,105	56,941	226,407	66,972	69,727	36,922	32,271	80,919	33,203	21,310	34,428	24,657	60,348
Treasury notes	1,174,105	89,844	357,242	105,674	110,020	58,258	50,918	127,682	52,391	33,625	54,323	38,906	95,222
Treasury bills	645,805	49,418	196,498	58,125	60,515	32,044	28,007	70,230	28,817	18,495	29,880	21,400	52,376
<u>Total U.S.Gov't securities</u>	<u>2,564,015</u>	<u>196,203</u>	<u>780,147</u>	<u>230,771</u>	<u>240,262</u>	<u>127,224</u>	<u>111,196</u>	<u>278,831</u>	<u>114,411</u>	<u>73,430</u>	<u>118,631</u>	<u>84,963</u>	<u>207,946</u>
<u>Total bills and securities</u>	<u>2,590,095</u>	<u>199,013</u>	<u>787,431</u>	<u>234,979</u>	<u>241,579</u>	<u>129,716</u>	<u>112,126</u>	<u>280,587</u>	<u>114,628</u>	<u>74,764</u>	<u>119,269</u>	<u>86,102</u>	<u>209,901</u>
Due from foreign banks	180	14	66	18	17	8	7	22	3	2	5	5	13
F. R. notes of other banks	25,552	688	5,426	1,518	1,382	1,781	1,873	3,432	2,045	1,469	1,732	544	3,662
Uncollected items	644,090	64,447	160,892	49,608	68,227	52,500	21,959	86,236	28,659	18,514	35,010	25,241	32,797
Bank premises	44,578	2,973	9,874	4,762	6,138	2,661	2,098	4,528	2,316	1,541	3,121	1,271	3,295
All other assets	46,027	2,963	13,888	4,624	4,874	2,871	2,111	4,329	1,790	1,433	1,904	1,432	3,808
<u>TOTAL ASSETS</u>	<u>14,396,457</u>	<u>942,384</u>	<u>5,546,687</u>	<u>812,743</u>	<u>1,045,066</u>	<u>511,704</u>	<u>389,992</u>	<u>2,563,395</u>	<u>479,700</u>	<u>332,549</u>	<u>458,861</u>	<u>325,866</u>	<u>987,510</u>

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JULY 13, 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	4,134,161	356,751	899,523	302,016	408,027	189,969	140,499	960,644	172,930	132,915	163,038	75,996	331,853
Deposits:													
Member bank - reserve account	8,273,069	455,191	3,921,663	385,450	474,934	211,445	164,781	1,353,990	234,954	125,022	227,332	170,153	548,154
U.S.Treasurer - General account	627,928	28,401	211,032	28,100	40,388	36,392	41,068	99,743	21,418	42,425	16,863	35,033	27,065
Foreign bank	128,957	9,241	46,691	12,577	11,807	5,519	4,492	15,272	3,850	2,952	3,722	3,722	9,112
Other deposits	242,816	4,019	191,680	2,561	10,119	3,336	4,303	1,755	6,637	3,043	657	2,453	12,253
<u>Total deposits</u>	<u>9,272,770</u>	<u>496,852</u>	<u>4,371,066</u>	<u>428,688</u>	<u>537,248</u>	<u>256,692</u>	<u>214,644</u>	<u>1,470,760</u>	<u>266,859</u>	<u>173,442</u>	<u>248,574</u>	<u>211,361</u>	<u>596,584</u>
Deferred availability items	638,000	63,762	154,970	49,225	67,081	49,921	21,814	86,698	29,213	16,710	36,988	27,324	34,294
Capital paid in	133,706	9,412	50,956	12,246	13,380	4,957	4,455	13,209	3,909	2,908	4,165	3,938	10,171
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	32,845	1,448	8,210	2,000	3,176	1,401	1,603	7,174	1,215	1,908	934	1,776	2,000
All other liabilities	9,553	1,385	2,275	691	824	391	621	1,094	362	512	407	309	682
TOTAL LIABILITIES	14,396,457	942,384	5,546,687	812,743	1,045,066	511,704	389,992	2,563,395	479,700	332,549	458,861	325,866	987,510
Contingent liability on bills purchased for foreign correspondents	1,097	79	394	107	101	47	38	131	33	25	32	32	78
Commitments to make industrial advances	13,500	1,416	3,955	129	1,494	1,849	183	22	611	237	381	91	3,132

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	9,266	7,369	418	536	528	410	5	--	--	--
Bills bought	540	69	275	86	110	--	--	--	--	--
Industrial advances	16,274	1,233	277	283	1,150	1,979	2,644	6,492	2,216	--
U. S. Government securities	2 564,015	92,271	86,493	171,040	236,036	102,750	168,763	462,645	579,257	664,760

FEDERAL RESERVE NOTE STATEMENT ON JULY 13, 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	4,472,648	380,891	1,004,776	318,965	431,133	200,421	155,751	1,005,174	186,826	138,853	173,959	83,248	392,651
Held by Federal Reserve bank	338,487	24,140	105,253	16,949	23,106	10,452	15,252	44,530	13,896	5,938	10,921	7,252	60,798
<u>In actual circulation</u>	4,134,161	356,751	899,523	302,016	408,027	189,969	140,499	960,644	172,930	132,915	163,038	75,996	331,853
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,542,632	390,000	1,010,000	337,000	434,000	202,000	159,000	1,010,000	192,632	141,500	177,000	85,500	404,000
Eligible paper	8,267	319	2,779	901	328	863	712	1,161	20	130	193	292	569
<u>Total collateral</u>	4,550,899	390,319	1,012,779	337,901	434,328	202,863	159,712	1,011,161	192,652	141,630	177,193	85,792	404,569