

## STATEMENT FOR THE PRESS

Released for publication  
Friday morning, July 29;  
not earlier.

Board of Governors  
of the Federal Reserve System  
July 28, 1938.

## CONDITION OF FEDERAL RESERVE BANKS

During the week ended July 27 member bank reserve balances decreased \$14,000,000. Reductions in member bank reserves arose from increases of \$7,000,000 in Treasury cash, \$8,000,000 in Treasury deposits with Federal Reserve banks and \$29,000,000 in nonmember deposits and other Federal Reserve accounts and a decrease of \$2,000,000 in Reserve bank credit, offset in part by increases of \$13,000,000 in gold stock and \$2,000,000 in Treasury currency and a decrease of \$17,000,000 in money in circulation. Excess reserves of member banks on July 27 were estimated to be approximately \$3,040,000,000, unchanged for the week.

The principal changes in holdings of bills and securities were an increase of \$17,000,000 in United States Treasury notes and a decrease of \$17,000,000 in United States Treasury bills.

Changes in member bank reserve balances and related items during the week and the year ended July 27, 1938, were as follows:

	Increase or decrease since		
	July 27 <u>1938</u>	July 20 <u>1938</u>	July 28 <u>1937</u>
(In millions of dollars)			
Bills discounted	7	-1	-8
Bills bought	1	- -	-2
U. S. Government securities	2,564	- -	+38
Industrial advances (not including 14 million commitments - July 27)	16	- -	-6
Other Reserve bank credit	-5	-2	+1
 Total Reserve bank credit	 2,583	 -2	 +23
Gold stock	13,002	+13	+569
Treasury currency	2,719	+2	+145
 Member bank reserve balances	 8,188	 -14	 +1,412
Money in circulation	6,416	-17	-8
Treasury cash	2,328	+7	-1,248
Treasury deposits with F. R. banks	732	+8	+504
Nonmember deposits and other F. R. accounts	641	+29	+78

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

(In thousands of dollars)

	<u>July 27, 1938</u>	<u>July 20, 1938</u>	<u>July 28, 1937</u>
<b><u>A S S E T S</u></b>			
Gold certificates on hand and due from U. S. Treasury . . . . .	10,633,400	10,633,423	8,833,899
Redemption fund - F. R. notes . . .	9,098	9,996	9,936
Other cash . . . . .	<u>421,229</u>	<u>406,959</u>	<u>323,657</u>
<u>Total reserves</u> . . . . .	11,063,727	11,050,378	9,167,492
Bills discounted:			
Secured by U.S. Gov't obligations, direct or fully guaranteed . . . .	4,179	4,467	10,316
Other bills discounted . . . . .	<u>3,143</u>	<u>3,118</u>	<u>4,901</u>
<u>Total bills discounted</u> . . . . .	7,322	7,585	15,217
Bills bought in open market . . . .	539	540	3,201
Industrial advances . . . . .	16,308	16,214	21,596
U. S. Government securities:			
Bonds . . . . .	744,105	744,105	732,508
Treasury notes . . . . .	1,190,870	1,174,105	1,162,713
Treasury bills . . . . .	<u>629,040</u>	<u>645,805</u>	<u>630,969</u>
<u>Total U.S. Government securities</u> .	2,564,015	2,564,015	2,526,190
<u>Total bills and securities</u> . . . .	2,588,184	2,588,354	2,566,204
Due from foreign banks . . . . .	181	180	222
F. R. notes of other banks . . . . .	23,516	26,602	32,396
Uncollected items . . . . .	534,141	593,833	582,875
Bank premises . . . . .	44,559	44,581	45,572
All other assets . . . . .	<u>49,113</u>	<u>47,486</u>	<u>44,769</u>
<b>TOTAL ASSETS</b> . . . . .	14,303,421	14,351,414	12,439,530
<b><u>L I A B I L I T I E S</u></b>			
F. R. notes in actual circulation .	4,109,643	4,124,138	4,193,413
Deposits:			
Member bank - reserve account . . .	8,187,723	8,201,896	6,775,505
U. S. Treasurer - General account .	732,462	723,989	227,818
Foreign bank . . . . .	125,243	126,908	185,042
Other deposits . . . . .	<u>257,455</u>	<u>226,518</u>	<u>120,372</u>
<u>Total deposits</u> . . . . .	9,302,883	9,279,311	7,308,737
Deferred availability items . . . .	539,276	597,151	589,461
Capital paid in . . . . .	133,785	133,760	132,407
Surplus (Section 7) . . . . .	147,739	147,739	145,854
Surplus (Section 13 b) . . . . .	27,683	27,683	27,490
Reserve for contingencies . . . . .	32,810	32,810	35,871
All other liabilities . . . . .	<u>9,602</u>	<u>8,822</u>	<u>6,297</u>
<b>TOTAL LIABILITIES</b> . . . . .	14,303,421	14,351,414	12,439,530
Ratio of total reserves to deposit and F. R. note liabilities combined	82.5%	82.4%	79.7%
Contingent liability on bills purchased for foreign correspondents . . . .	879	975	3,212
Commitments to make industrial advances	13,731	13,432	15,726

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JULY 27, 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	10,633,400	613,850	4,534,489	467,849	691,037	309,724	225,720	2,106,569	311,221	223,213	274,994	186,963	687,771
Redemption fund - F.R. notes	9,098	902	1,398	1,124	1,218	732	164	698	384	821	214	334	1,109
Other cash	421,229	43,711	112,185	28,028	30,671	23,380	17,895	57,537	18,684	10,808	21,595	17,107	39,628
<u>Total reserves</u>	11,063,727	658,463	4,648,072	497,001	722,926	333,836	243,779	2,164,804	330,289	234,842	296,803	204,404	728,508
Bills discounted:													
Secured by U.S. Gov't obligations, direct or fully guaranteed	4,179	240	1,133	921	374	606	191	115	95	111	38	140	215
Other bills discounted	3,143	97	395	606	211	398	606	12	60	70	147	235	306
<u>Total bills discounted</u>	7,322	337	1,528	1,527	585	1,004	797	127	155	181	185	375	521
Bills bought in open market	539	40	212	55	49	23	19	67	2	2	16	16	38
Industrial advances	16,308	2,390	4,190	2,950	768	1,487	120	523	135	1,176	418	807	1,344
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	34,429	24,656	60,348
Treasury notes	1,190,870	91,127	362,343	107,183	111,591	59,090	51,645	129,505	53,139	34,105	55,098	39,462	96,582
Treasury bills	629,040	48,135	191,397	56,616	58,944	31,212	27,280	68,407	28,069	18,015	29,104	20,845	51,016
<u>Total U.S. Gov't securities</u>	2,564,015	196,203	780,147	230,771	240,262	127,224	111,196	278,831	114,411	73,430	118,631	84,963	207,946
<u>Total bills and securities</u>	2,588,184	198,970	786,077	235,303	241,664	129,738	112,132	279,548	114,703	74,789	119,250	86,161	209,849
Due from foreign banks	181	14	67	18	17	8	6	23	3	2	5	5	13
F. R. notes of other banks	23,516	1,214	5,115	1,577	1,070	1,281	1,472	2,669	2,269	1,055	1,547	443	3,804
Uncollected items	534,141	50,774	131,021	41,028	60,095	40,196	17,060	69,465	22,540	17,165	30,478	25,530	28,789
Bank premises	44,559	2,973	9,874	4,752	6,143	2,654	2,094	4,528	2,316	1,547	3,121	1,271	3,286
All other assets	49,113	3,182	14,638	5,157	5,162	3,010	2,241	4,656	1,917	1,510	2,076	1,545	4,019
<u>TOTAL ASSETS</u>	14,303,421	915,590	5,594,864	784,836	1,037,077	510,723	378,784	2,525,693	474,037	330,910	453,280	319,359	978,268

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JULY 27, 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	4,109,643	354,966	898,328	300,283	405,740	186,431	139,562	955,621	171,886	131,441	162,748	75,388	327,249
Deposits:													
Member bank - reserve account	8,187,723	434,720	3,907,142	369,336	473,419	222,106	161,959	1,334,264	229,890	123,185	223,713	167,564	540,425
U.S. Treasurer - General account	732,462	37,407	289,889	26,123	45,152	38,829	38,371	101,337	27,780	43,531	21,986	30,906	31,151
Foreign bank	125,243	9,021	44,930	12,279	11,527	5,388	4,385	14,910	3,759	2,882	3,633	3,633	8,896
Other deposits	257,455	3,784	204,620	2,654	9,335	2,801	4,743	1,845	6,156	3,492	471	2,484	15,070
<u>Total deposits</u>	9,302,883	484,932	4,446,581	410,392	539,433	269,124	209,458	1,452,356	267,585	173,090	249,803	204,587	595,542
Deferred availability items	539,276	51,340	128,677	41,002	59,147	40,026	16,714	72,351	23,858	16,861	30,410	28,198	30,692
Capital paid in	133,785	9,415	50,959	12,228	13,389	4,962	4,460	13,250	3,919	2,911	4,177	3,941	10,174
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	32,810	1,448	8,210	2,000	3,176	1,401	1,603	7,146	1,215	1,901	934	1,776	2,000
All other liabilities	9,602	715	2,422	1,054	862	406	631	1,153	362	552	453	307	685
<b>TOTAL LIABILITIES</b>	<b>14,303,421</b>	<b>915,590</b>	<b>5,594,864</b>	<b>784,836</b>	<b>1,037,077</b>	<b>510,723</b>	<b>378,784</b>	<b>2,525,693</b>	<b>474,037</b>	<b>330,910</b>	<b>453,280</b>	<b>319,359</b>	<b>978,268</b>
Contingent liability on bills purchased for foreign correspondents	879	63	316	86	81	38	31	105	26	20	25	25	63
Commitments to make industrial advances	13,731	1,414	3,933	405	1,482	1,840	183	22	586	237	442	91	3,096

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	7,322	5,478	529	418	613	280	4	--	--	--
Bills bought	539	307	105	90	37	--	--	--	--	--
Industrial advances	16,308	1,728	47	380	626	2,441	2,401	6,334	2,351	--
U. S. Government securities	2,564,015	86,493	87,710	215,480	223,779	58,363	168,763	479,410	579,257	664,760

FEDERAL RESERVE NOTE STATEMENT ON JULY 27, 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	4,433,662	379,422	998,768	319,612	430,056	197,796	155,121	996,709	185,100	137,551	173,596	83,485	376,446
Held by Federal Reserve bank	324,019	24,456	100,440	19,329	24,316	11,365	15,559	41,088	13,214	6,110	10,848	8,097	49,197
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<u>In actual circulation</u>	4,109,643	354,966	898,328	300,283	405,740	186,431	139,562	955,621	171,886	131,441	162,748	75,388	327,249
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,528,632	390,000	1,010,000	327,000	434,000	202,000	159,000	1,010,000	188,632	141,500	177,000	85,500	404,000
Eligible paper	6,292	302	1,452	1,099	410	880	714	127	95	167	176	353	517
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<u>Total collateral</u>	4,534,924	390,302	1,011,452	328,099	434,410	202,880	159,714	1,010,127	188,727	141,667	177,176	85,853	404,517