

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Aug. 12;
not earlier.

Board of Governors
of the Federal Reserve System
August 11, 1938

CONDITION OF FEDERAL RESERVE BANKS

During the week ended August 10 member bank reserve balances decreased \$28,000,000. Reductions in member bank reserves arose from increases of \$64,000,000 in Treasury deposits with Federal Reserve banks, and \$10,000,000 in Treasury cash, offset in part by a decrease of \$28,000,000 in nonmember deposits and other Federal Reserve accounts and increases of \$8,000,000 in Reserve bank credit, \$8,000,000 in gold stock and \$2,000,000 in Treasury currency. Excess reserves of member banks on August 10 were estimated to be approximately \$2,920,000,000, unchanged for the week.

Changes in member bank reserve balances and related items during the week and the year ended August 10, 1938, were as follows:

	Aug. 10 1938	Aug. 3 1938	Aug. 11 1937
	Increase or decrease since		
	(In millions of dollars)		
Bills discounted	7	+1	-10
Bills bought	1	- -	-2
U. S. Government securities	2,564	- -	+38
Industrial advances (not including 14 million commitments - August 10)	16	- -	-5
Other Reserve bank credit	-5	+7	-10
 Total Reserve bank credit	 2,582	 +8	 +10
Gold stock	13,033	+8	+536
Treasury currency	2,723	+2	+150
 Member bank reserve balances	 8,046	 -28	 +1,365
Money in circulation	6,466	+1	-16
Treasury cash	2,367	+10	-1,273
Treasury deposits with F. R. banks	839	+64	+586
Nonmember deposits and other F. R. accounts	621	-28	+35

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

(In thousands of dollars)

	<u>Aug. 10, 1938</u>	<u>Aug. 3, 1938</u>	<u>Aug. 11, 1937</u>
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	10,632,907	10,632,904	8,832,398
Redemption fund - F. R. notes	8,680	9,437	10,784
Other cash	<u>394,075</u>	<u>397,013</u>	<u>306,903</u>
<u>Total reserves</u>	11,035,662	11,039,354	9,150,085
Bills discounted:			
Secured by U. S. Gov't obligations, direct or fully guaranteed	3,775	3,339	11,674
Other bills discounted	<u>3,099</u>	<u>3,127</u>	<u>5,023</u>
<u>Total bills discounted</u>	6,874	6,466	16,697
Bills bought in open market	540	539	3,072
Industrial advances	15,965	15,647	21,043
U. S. Government securities:			
Bonds	744,105	744,105	732,508
Treasury notes	1,196,188	1,196,188	1,157,713
Treasury bills	<u>623,722</u>	<u>623,722</u>	<u>635,969</u>
<u>Total U.S. Government securities</u>	2,564,015	2,564,015	2,526,190
<u>Total bills and securities</u>	2,587,394	2,586,667	2,567,002
Due from foreign banks	180	181	227
F. R. notes of other banks	23,587	22,948	25,686
Uncollected items	507,628	547,727	582,630
Bank premises	44,486	44,486	45,502
All other assets	<u>50,684</u>	<u>49,585</u>	<u>43,520</u>
TOTAL ASSETS	14,249,621	14,290,948	12,414,652
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,135,656	4,138,706	4,228,043
Deposits:			
Member bank - reserve account	8,045,525	8,074,340	6,681,124
U. S. Treasurer - General account	838,820	774,757	252,690
Foreign bank	117,267	123,956	193,493
Other deposits	<u>247,425</u>	<u>267,742</u>	<u>133,626</u>
<u>Total deposits</u>	9,249,037	9,240,795	7,260,933
Deferred availability items	513,223	560,292	578,259
Capital paid in	133,829	133,814	132,530
Surplus (Section 7)	147,739	147,739	145,854
Surplus (Section 13 b)	27,683	27,682	27,490
Reserve for contingencies	32,809	32,810	35,871
All other liabilities	<u>9,645</u>	<u>9,110</u>	<u>5,672</u>
TOTAL LIABILITIES	14,249,621	14,290,948	12,414,652
Ratio of total reserves to deposit and F. R. note liabilities combined	82.4%	82.5%	79.6%
Contingent liability on bills purchased for foreign correspondents	704	727	2,780
Commitments to make industrial advances	13,767	13,809	15,304

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON AUGUST 10, 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	10,632,907	624,882	4,526,180	465,860	691,997	316,696	236,487	2,057,685	318,452	226,921	281,875	182,904	702,968
Redemption fund - F.R. notes	8,680	827	1,237	1,059	1,151	402	635	577	368	814	202	315	1,093
Other cash	394,075	41,099	112,381	30,071	23,654	21,168	14,532	53,092	15,372	9,244	18,018	15,484	39,960
<u>Total reserves</u>	11,035,662	666,808	4,639,798	496,990	716,802	338,266	251,654	2,111,354	334,192	236,979	300,095	198,703	744,021
Bills discounted:													
Secured by U.S.Gov't obligations, direct or fully guaranteed	3,775	145	1,276	564	284	502	122	205	135	111	28	190	213
Other bills discounted	3,099	60	329	659	181	417	633	25	60	49	113	308	265
<u>Total bills discounted</u>	6,874	205	1,605	1,223	465	919	755	230	195	160	141	498	478
Bills bought in open market	540	40	213	55	49	23	19	67	2	2	16	16	38
Industrial advances	15,965	2,381	3,699	3,244	740	1,481	115	448	135	1,119	406	850	1,347
U. S. Government securities:													
Bonds	744,105	56,940	226,408	66,972	69,727	36,921	32,270	80,920	33,204	21,310	34,428	24,657	60,348
Treasury notes	1,196,188	91,535	363,960	107,662	112,089	59,355	51,876	130,083	53,375	34,257	55,345	39,638	97,013
Treasury bills	623,722	47,728	189,779	56,137	58,446	30,948	27,050	67,828	27,832	17,863	28,858	20,668	50,585
<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>	2,587,394	198,829	785,664	235,293	241,516	129,647	112,085	279,576	114,743	74,711	119,194	86,327	209,809
Due from foreign banks	180	14	66	18	17	8	7	22	3	2	5	5	13
F. R. notes of other banks	23,587	1,360	3,995	1,637	997	1,963	2,083	3,356	1,331	2,177	1,264	391	3,033
Uncollected items	507,628	49,602	123,969	43,129	51,483	43,585	17,670	67,270	22,305	15,969	28,104	19,708	24,834
Bank premises	44,486	2,968	9,857	4,752	6,117	2,654	2,094	4,518	2,314	1,545	3,115	1,266	3,286
All other assets	50,684	3,324	15,224	4,944	5,283	3,108	2,350	4,937	2,013	1,578	2,107	1,639	4,177
TOTAL ASSETS	14,249,621	922,905	5,578,573	786,763	1,022,215	519,231	387,943	2,471,033	476,901	332,961	453,884	308,039	989,173

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON AUGUST 10, 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	4,135,656	356,599	903,910	302,024	404,796	193,740	142,822	955,963	171,686	131,635	165,501	75,184	331,796
Deposits:													
Member bank - reserve account	8,045,525	436,442	3,798,756	357,402	472,231	226,803	169,504	1,283,045	234,931	126,309	224,271	165,390	550,441
U.S.Treasurer - General account	838,820	40,395	400,889	35,599	39,836	32,072	37,173	102,373	25,956	44,248	19,385	27,708	33,186
Foreign bank	117,267	8,404	42,444	11,439	10,739	5,019	4,086	13,891	3,502	2,685	3,385	3,385	8,288
Other deposits	247,425	7,344	191,658	2,568	9,616	3,222	3,696	1,858	6,450	3,496	808	2,240	14,469
<u>Total deposits</u>	9,249,037	492,585	4,433,747	407,008	532,422	267,116	214,459	1,401,167	270,839	176,738	247,849	198,723	606,384
Deferred availability items	513,223	49,351	119,469	44,881	52,222	43,202	17,580	68,471	23,640	15,088	30,225	22,947	26,147
Capital paid in	133,829	9,407	50,966	12,216	13,392	4,977	4,469	13,269	3,926	2,907	4,188	3,940	10,172
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	32,809	1,448	8,210	2,000	3,176	1,401	1,602	7,146	1,215	1,901	934	1,776	2,000
All other liabilities	9,645	741	2,584	757	877	422	655	1,201	383	538	432	307	748
TOTAL LIABILITIES	14,249,621	922,905	5,578,573	786,763	1,022,215	519,231	387,943	2,471,033	476,901	332,961	453,884	308,039	989,173
Contingent liability on bills purchased for foreign correspondents	704	53	231	72	68	32	26	88	22	17	21	21	53
Commitments to make industrial advances	13,767	1,385	3,944	405	1,487	1,835	180	19	586	236	442	91	3,157

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	6,874	5,340	302	694	383	152	3	--	--	--
Bills bought	540	201	137	--	202	--	--	--	--	--
Industrial advances	15,965	1,046	249	614	569	2,298	3,038	5,511	2,640	--
U. S. Government securities	2,564,015	87,710	83,330	237,520	160,187	97,760	168,763	479,410	584,575	664,760

FEDERAL RESERVE NOTE STATEMENT ON AUGUST 10, 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	4,445,959	378,911	1,002,161	320,439	429,128	204,028	158,910	988,114	184,525	138,442	176,442	82,898	381,961
Held by Federal Reserve bank	310,303	22,312	98,251	18,415	24,332	10,288	16,088	32,151	12,839	6,807	10,941	7,714	50,165
<u>In actual circulation</u>	4,135,656	356,599	903,910	302,024	404,796	193,740	142,822	955,963	171,686	131,635	165,501	75,184	331,796
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	1,010,000	327,000	434,000	205,000	164,000	1,010,000	188,632	141,500	180,000	85,500	404,000
Eligible paper	5,694	165	1,575	710	326	788	533	210	135	146	132	498	476
<u>Total collateral</u>	4,545,326	390,165	1,011,575	327,710	434,326	205,788	164,533	1,010,210	188,767	141,646	180,132	85,998	404,476