

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Sept. 23;
not earlier.

Board of Governors
of the Federal Reserve System
September 22, 1938

CONDITION OF FEDERAL RESERVE BANKS

During the week ended September 21 member bank reserve balances decreased \$411,000,000. Reductions in member bank reserves arose from increases of \$571,000,000 in Treasury deposits with Federal Reserve banks, \$74,000,000 in Treasury cash and \$2,000,000 in money in circulation, offset in part by increases of \$167,000,000 in gold stock and \$2,000,000 in Treasury currency and a decrease of \$67,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on September 21 were estimated to be approximately \$2,740,000,000, a decrease of \$390,000,000 for the week.

The principal changes in holdings of bills and securities were an increase of \$45,000,000 in United States Treasury bonds and decreases of \$31,000,000 in United States Treasury notes and \$14,000,000 in United States Treasury bills.

Changes in member bank reserve balances and related items during the week and the year ended September 21, 1938, were as follows:

	Increase or decrease since		
	Sept. 21, 1938	Sept. 14, 1938	Sept. 22, 1937
	(In millions of dollars)		
Bills discounted	8	+1	-16
Bills bought	1	—	-2
U. S. Government securities	2,564	—	+38
Industrial advances (not including 14 million commitments - September 21)	16	—	-5
Other Reserve bank credit	7	-2	+ 4
 Total Reserve bank credit	 2,596	 —	 +18
Gold stock	13,588	+167	+894
Treasury currency	2,735	+2	+142
 Member bank reserve balances	 8,014	 -411	 +1,037
Money in circulation	6,552	+2	+23
Treasury cash	2,833	+74	-704
Treasury deposits with F. R. banks	917	+571	+724
Nonmember deposits and other F. R. accounts	603	-67	-25

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ASSETS AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED

(In thousands of dollars)

		Increase or decrease since	
	Sept. 21, <u>1938</u>	Sept. 14, <u>1938</u>	Sept. 22, <u>1937</u>
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	10,719,741	+90,008	+1,589,851
Redemption fund - F.R. notes	8,690	- 742	+ 27
Other cash	<u>383,339</u>	<u>+ 3,927</u>	<u>+74,923</u>
<u>Total reserves</u>	11,111,770	+93,193	+1,664,801
Bills discounted:			
Secured by U. S. Gov't obligations, direct or fully guaranteed	5,506	+ 1,680	- 7,850
Other bills discounted	<u>2,706</u>	<u>- 422</u>	<u>- 8,133</u>
<u>Total bills discounted</u>	8,212	+ 1,258	-15,983
Bills bought in open market	540	—	- 2,486
Industrial advances	15,683	- 164	- 4,918
U. S. Government securities:			
Bonds	788,655	+44,550	+50,582
Treasury notes	1,165,205	-30,983	+ 7,492
Treasury bills	<u>610,155</u>	<u>-13,567</u>	<u>-20,249</u>
<u>Total U. S. Government securities</u>	2,564,015	—	+37,825
<u>Total bills and securities</u>	2,588,450	+ 1,094	+ 14,438
Due from foreign banks	181	—	- 9
F. R. notes of other banks	27,031	- 261	- 388
Uncollected items	610,821	-128,923	- 82,507
Bank premises	44,405	- 2	-1,012
All other assets	<u>46,715</u>	<u>-10,287</u>	<u>+9,423</u>
TOTAL ASSETS	14,429,373	-45,186	+1,604,746
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,201,169	+ 340	- 51,987
Deposits:			
Member bank - reserve account	8,013,536	-411,800	+1,036,350
U. S. Treasurer - General account	917,078	+570,773	+ 723,588
Foreign bank	195,499	+ 28,839	- 41,833
Other deposits	<u>146,010</u>	<u>-103,318</u>	<u>+ 21,276</u>
<u>Total deposits</u>	9,272,123	+ 84,494	+1,739,381
Deferred availability items	603,701	-127,247	- 86,324
Capital paid in	133,998	+ 7	+ 1,393
Surplus (Section 7)	147,739	—	+ 1,885
Surplus (Section 13 b)	27,683	—	+ 193
Reserve for contingencies	32,741	- 34	- 3,062
All other liabilities	<u>10,219</u>	<u>-2,746</u>	<u>+ 3,267</u>
TOTAL LIABILITIES	14,429,373	- 45,186	+1,604,746
Ratio of total reserves to deposit and F. R. note liabilities combined	82.5%	+ .2%	+2.3%
Contingent liability on bills purchased for foreign correspondents	234	-50	- 1,309
Commitments to make industrial advances	13,553	+ 72	- 1,417

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 21, 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	10,719,741	666,108	4,384,035	489,025	742,255	347,415	254,368	2,023,564	328,489	242,990	306,574	200,413	734,505
Redemption fund - F.R.notes	8,690	689	1,648	838	888	838	407	281	985	696	150	281	989
Other cash	383,339	45,973	111,820	31,814	24,184	21,371	13,024	50,097	15,284	7,960	16,723	11,085	34,004
<u>Total reserves</u>	<u>11,111,770</u>	<u>712,770</u>	<u>4,497,503</u>	<u>521,677</u>	<u>767,327</u>	<u>369,624</u>	<u>267,799</u>	<u>2,073,942</u>	<u>344,758</u>	<u>251,646</u>	<u>323,447</u>	<u>211,779</u>	<u>769,498</u>
Bills discounted:													
Secured by U.S.Gov't obligations, direct or fully guaranteed	5,506	105	2,837	518	665	247	93	185	254	88	58	143	313
Other bills discounted	2,706	34	410	564	155	253	505	20	81	15	197	312	160
<u>Total bills discounted</u>	<u>8,212</u>	<u>139</u>	<u>3,247</u>	<u>1,082</u>	<u>820</u>	<u>500</u>	<u>598</u>	<u>205</u>	<u>335</u>	<u>103</u>	<u>255</u>	<u>455</u>	<u>473</u>
Bills bought in open market	540	40	213	55	49	23	19	67	2	2	16	16	38
Industrial advances	15,683	2,370	3,678	3,271	662	1,468	118	437	44	1,105	420	830	1,280
U. S. Government securities:													
Bonds	788,655	60,349	239,963	70,982	73,901	39,133	34,202	85,764	35,192	22,586	36,489	26,133	63,961
Treasury notes	1,165,205	89,164	354,533	104,873	109,186	57,816	50,533	136,714	51,993	33,370	53,912	38,611	94,500
Treasury bills	610,155	46,690	185,651	54,916	57,175	30,275	26,461	66,353	27,236	17,474	28,230	20,219	49,485
<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>2,588,450</u>	<u>198,752</u>	<u>787,285</u>	<u>235,179</u>	<u>241,793</u>	<u>129,215</u>	<u>111,931</u>	<u>279,540</u>	<u>114,792</u>	<u>74,640</u>	<u>119,322</u>	<u>86,264</u>	<u>209,737</u>
Due from foreign banks	181	14	67	18	17	8	7	22	3	2	5	5	13
F. R. notes of other banks	27,031	1,632	5,205	1,452	1,076	1,834	1,711	3,982	1,567	1,552	2,096	348	4,576
Uncollected items	610,821	57,264	146,635	47,659	66,659	54,683	22,425	81,252	27,981	18,941	29,892	24,045	33,325
Bank premises	44,405	2,964	9,841	4,741	6,092	2,647	2,087	4,516	2,310	1,545	3,109	1,276	3,277
All other assets	46,715	3,067	13,950	4,572	4,936	2,871	2,213	4,432	1,838	1,470	1,964	1,535	3,267
TOTAL ASSETS	14,429,373	976,463	5,460,486	815,298	1,087,900	560,882	408,173	2,447,686	493,249	349,796	479,835	325,252	1,024,353

ASSETS AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 21, 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	4,201,169	358,088	938,660	304,410	411,245	197,960	141,542	959,608	173,867	134,145	164,924	77,752	338,968
Deposits:													
Member bank - reserve account	8,013,536	411,541	3,923,201	354,221	453,378	224,390	159,046	1,233,573	224,239	118,702	219,768	165,416	526,061
U.S.Treasurer - General account	917,078	106,898	176,036	56,435	97,390	59,357	60,734	104,022	43,408	61,730	47,282	35,022	68,764
Foreign bank	195,499	14,057	70,357	19,132	17,961	8,395	6,833	23,232	5,857	4,490	5,662	5,662	13,861
Other deposits	146,010	4,828	88,712	2,358	10,540	2,867	4,634	2,233	5,902	3,394	1,349	2,466	16,727
<u>Total deposits</u>	9,272,123	537,324	4,258,306	432,146	579,269	295,009	231,247	1,363,060	279,406	188,316	274,061	208,566	625,413
Deferred availability items	603,701	56,711	141,766	45,791	64,603	52,722	22,284	79,576	29,242	17,789	30,543	27,756	34,918
Capital paid in	133,998	9,407	50,937	12,214	13,389	4,990	4,469	13,277	3,921	2,907	4,197	3,946	10,344
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	32,741	1,448	8,210	2,000	3,176	1,401	1,603	7,090	1,215	1,887	935	1,776	2,000
All other liabilities	10,219	711	2,920	860	888	427	672	1,259	386	598	420	294	784
TOTAL LIABILITIES	14,429,373	976,463	5,460,486	815,298	1,087,900	560,882	408,173	2,447,686	493,249	349,796	479,835	325,252	1,024,353
Contingent liability on bills purchased for foreign correspondents	234	17	84	23	21	10	8	28	7	5	7	7	17
Commitments to make industrial advances	13,553	1,343	3,723	284	1,497	1,777	178	17	639	236	352	51	3,456

MATURITY DISTRIBUTION OF BILLS AND SECURITIES

	Total	Within 15 days	16 to 30 days	31 to 60 days	61 days 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	8,212	6,858	533	428	265	125	3	—	—	—
Bills bought	540	—	111	313	116	—	—	—	—	—
Industrial advances	15,683	1,250	158	757	653	1,757	3,404	5,172	2,532	—
U. S. Government securities	2,564,015	105,370	101,409	174,113	191,473	121,356	155,663	401,744	604,827	708,060

FEDERAL RESERVE NOTE STATEMENT ON SEPTEMBER 21, 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	4,514,135	381,246	1,046,261	324,663	434,238	208,285	158,566	985,773	187,754	138,830	176,095	86,697	385,727
Held by Federal Reserve bank	312,966	23,158	107,601	20,253	22,993	10,325	17,024	26,165	13,887	4,685	11,171	8,945	46,759

<u>In actual circulation</u>	4,201,169	358,088	938,660	304,410	411,245	197,960	141,542	959,608	173,867	134,145	164,924	77,752	338,968
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Collateral held by agent as security for notes issued to bank:

Gold certificates on hand and

due from U. S. Treasury	4,604,000	390,000	1,062,000	327,000	436,000	215,000	161,000	1,010,000	190,000	141,500	180,000	87,500	404,000
Eligible paper	7,373	105	3,227	672	699	452	465	205	279	103	244	449	473

<u>Total collateral</u>	4,611,373	390,105	1,065,227	327,672	436,699	215,452	161,465	1,010,205	190,279	141,603	180,244	87,949	404,473
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