

STATEMENT FOR THE PRESS

Released for publication
Friday morning, July 14;
not earlier.

Board of Governors
of the Federal Reserve System
July 13, 1939

CONDITION OF FEDERAL RESERVE BANKS

During the week ended July 12 member bank reserve balances increased \$199,000,000. Additions to member bank reserves arose from decreases of \$59,000,000 in money in circulation, \$40,000,000 in nonmember deposits and other Federal Reserve accounts, \$29,000,000 in Treasury deposits with Federal Reserve banks and \$25,000,000 in Treasury cash, and from increases of \$38,000,000 in gold stock and \$5,000,000 in Treasury currency. Excess reserves of member banks on July 12 were estimated to be approximately \$4,450,000,000, an increase of \$160,000,000 for the week.

The principal change in holdings of bills and securities was a reduction of \$16,000,000 in United States Treasury bills.

Changes in member bank reserve balances and related items during the week and the year ended July 12, 1939, were as follows:

	July 12, 1939	July 5, 1939	July 12, 1938
	Increase or decrease since		
	(In millions of dollars)		
Bills discounted	5	--	- 4
Bills bought	1	--	--
U. S. Government securities	2,535	- 16	- 29
Industrial advances (not including 11 million commitments - July 12)	12	--	- 4
Other Reserve bank credit	16	+ 15	+ 10
Total Reserve bank credit	2,569	--	- 27
Gold stock	16,174	+ 38	+3,195
Treasury currency	2,885	+ 5	+ 169
Member bank reserve balances	10,350	+199	+2,077
Money in circulation	7,041	- 59	+ 597
Treasury cash	2,552	- 25	+ 237
Treasury deposits with F. R. banks	791	- 29	+ 163
Nonmember deposits and other F.R. accounts	895	- 40	+ 262

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STATEMENT OF CONDITION
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED
(In thousands of dollars)

	Increase or decrease since		
	July 12, 1939	July 5, 1939	July 13, 1938
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	13,604,719	+70,000	+2,969,797
Redemption fund - F. R. notes	8,242	- 170	- 1,642
Other cash	353,161	+35,405	- 47,968
<u>Total reserves</u>	<u>13,966,122</u>	<u>+105,235</u>	<u>+2,920,187</u>
Bills discounted:			
Secured by U.S. Gov't obligations, direct or fully guaranteed	1,493	+ 553	- 4,512
Other bills discounted	3,773	+ 75	+ 512
<u>Total bills discounted</u>	<u>5,266</u>	<u>+ 628</u>	<u>- 4,000</u>
Bills bought in open market	556	--	+ 16
Industrial advances	12,496	+ 178	- 3,778
U. S. Government securities:			
Bonds	911,090	--	+ 166,985
Treasury notes	1,176,109	--	+ 2,004
Treasury bills	447,938	- 15,500	- 197,867
<u>Total U. S. Government securities</u>	<u>2,535,137</u>	<u>- 15,500</u>	<u>- 28,878</u>
<u>Total bills and securities</u>	<u>2,553,455</u>	<u>- 14,694</u>	<u>- 36,640</u>
Due from foreign banks	167	--	- 13
F. R. notes of other banks	22,563	+ 2,345	- 2,989
Uncollected items	707,815	+117,016	+ 63,725
Bank premises	42,356	--	- 2,222
Other assets	48,235	+ 858	+ 2,208
<u>TOTAL ASSETS</u>	<u>17,340,713</u>	<u>+210,760</u>	<u>+2,944,256</u>
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,522,709	- 20,468	+ 388,548
Deposits:			
Member bank - reserve account	10,349,946	+198,893	+2,076,877
U.S. Treasurer - General account	790,596	- 29,612	+ 162,668
Foreign bank	289,485	- 7,780	+ 160,528
Other deposits	348,115	- 32,184	+ 105,299
<u>Total deposits</u>	<u>11,778,142</u>	<u>+129,317</u>	<u>+2,505,372</u>
Deferred availability items	692,031	+101,619	+ 54,031
Other liabilities including accrued dividends	2,148	- 33	- 768
<u>TOTAL LIABILITIES</u>	<u>16,995,030</u>	<u>+210,435</u>	<u>+2,947,183</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	135,137	+ 84	+ 1,431
Surplus (Section 7)	149,152	--	+ 1,413
Surplus (Section 13 b)	27,264	--	- 419
Other capital accounts	34,130	+ 241	- 5,352
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	<u>17,340,713</u>	<u>+210,760</u>	<u>+2,944,256</u>
Ratio of total reserves to deposit and F.R. note liabilities combined	85.7%	+ .1%	+ 3.3%
Contingent liability on bills purchased for foreign correspondents	--	--	- 1,097
Commitments to make industrial advances	11,353	+ 395	- 2,147

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JULY 12, 1939
(In thousands of dollars)

<u>A S S E T S</u>	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	13,604,719	796,428	6,463,756	671,267	840,030	338,524	283,601	2,224,609	366,524	259,331	340,340	218,314	801,995
Redemption fund - F.R.notes	8,242	520	1,040	1,064	692	465	326	1,257	534	418	206	513	1,207
Other cash	353,161	21,641	99,009	28,282	23,803	22,916	21,164	42,886	17,639	9,002	19,245	14,707	32,867
<u>Total reserves</u>	<u>13,966,122</u>	<u>818,589</u>	<u>6,563,805</u>	<u>700,613</u>	<u>864,525</u>	<u>361,905</u>	<u>305,091</u>	<u>2,268,752</u>	<u>384,697</u>	<u>268,751</u>	<u>359,791</u>	<u>233,534</u>	<u>836,069</u>
Bills discounted:													
Secured by U.S.Gov't obligations, direct or fully guaranteed	1,493	704	281	130	23	194	20	--	--	10	24	67	40
Other bills discounted	3,773	31	1,003	221	240	346	101	276	176	61	315	335	668
<u>Total bills discounted</u>	<u>5,266</u>	<u>735</u>	<u>1,284</u>	<u>351</u>	<u>263</u>	<u>540</u>	<u>121</u>	<u>276</u>	<u>176</u>	<u>71</u>	<u>339</u>	<u>402</u>	<u>708</u>
Bills bought in open market	556	42	216	56	52	24	20	70	2	2	16	16	40
Industrial advances	12,496	1,616	2,804	2,694	361	1,153	769	474	4	902	207	569	943
U.S. Government securities:													
Bonds	911,090	66,846	268,574	77,351	91,282	50,504	38,422	98,375	41,602	25,662	44,653	34,510	73,309
Treasury notes	1,176,109	86,290	346,697	99,851	117,835	65,193	49,598	126,990	53,703	33,129	57,643	44,548	94,632
Treasury bills	447,938	32,865	132,045	38,029	44,879	24,830	18,890	48,366	20,454	12,617	21,954	16,967	36,042
<u>Total U.S.Gov't securities</u>	<u>2,535,137</u>	<u>186,001</u>	<u>747,316</u>	<u>215,231</u>	<u>253,996</u>	<u>140,527</u>	<u>106,910</u>	<u>273,731</u>	<u>115,759</u>	<u>71,408</u>	<u>124,250</u>	<u>96,025</u>	<u>203,983</u>
<u>Total bills and securities</u>	<u>2,553,455</u>	<u>188,394</u>	<u>751,620</u>	<u>218,332</u>	<u>254,672</u>	<u>142,214</u>	<u>107,820</u>	<u>274,551</u>	<u>115,941</u>	<u>72,383</u>	<u>124,812</u>	<u>97,012</u>	<u>205,674</u>
Due from foreign banks	167	12	63	17	15	7	6	21	2	2	5	5	12
F.R. notes of other banks	22,563	457	4,348	1,357	1,707	1,649	1,757	3,399	1,423	1,529	1,368	591	2,978
Uncollected items	707,815	70,064	184,528	51,371	81,633	57,060	22,929	99,908	29,185	20,512	34,253	24,724	31,648
Bank premises	42,356	2,917	8,942	4,636	5,943	2,583	2,055	3,908	2,268	1,510	3,170	1,233	3,191
Other assets	48,235	2,998	14,655	4,313	5,335	3,202	2,032	4,553	1,914	1,392	2,144	1,748	3,949
<u>TOTAL ASSETS</u>	<u>17,340,713</u>	<u>1,083,431</u>	<u>7,527,961</u>	<u>980,639</u>	<u>1,213,830</u>	<u>568,650</u>	<u>441,690</u>	<u>2,655,092</u>	<u>535,430</u>	<u>366,079</u>	<u>525,543</u>	<u>358,847</u>	<u>1,083,521</u>

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JULY 12, 1939
(In thousands of dollars)

<u>L I A B I L I T I E S</u>													
	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
F.R.notes in actual circulation	4,522,709	386,915	1,130,418	317,980	421,894	197,109	152,620	996,352	179,194	132,561	171,268	76,628	359,770
Deposits:													
Member bank-reserve account	10,349,946	531,549	5,591,342	501,772	571,006	244,675	185,127	1,316,684	253,872	138,983	251,321	189,184	574,431
U.S.Treasurer-General account	790,596	44,524	161,497	36,472	69,727	42,411	51,760	151,057	47,921	53,747	40,966	45,289	45,225
Foreign bank	289,485	20,839	103,320	28,077	26,920	12,447	10,131	35,024	8,394	6,658	8,394	8,394	20,887
Other deposits	348,115	5,654	255,845	12,185	11,561	1,807	6,568	10,207	5,248	4,938	8,507	1,664	23,931
<u>Total deposits</u>	<u>11,778,142</u>	<u>602,566</u>	<u>6,112,004</u>	<u>578,506</u>	<u>679,214</u>	<u>301,340</u>	<u>253,586</u>	<u>1,512,972</u>	<u>315,435</u>	<u>204,326</u>	<u>309,188</u>	<u>244,531</u>	<u>664,474</u>
Deferred availability items	692,031	69,779	165,659	51,596	79,977	55,391	22,753	100,829	30,229	19,988	34,837	26,583	34,410
Other liabilities including accrued dividends	2,148	291	668	297	180	15	98	185	41	88	192	55	38
TOTAL LIABILITIES	16,995,030	1,059,551	7,408,749	948,379	1,181,265	553,855	429,057	2,610,338	524,899	356,963	515,485	347,797	1,058,692
<u>C A P I T A L A C C O U N T S</u>													
Capital paid in	135,137	9,406	50,854	12,051	13,669	5,062	4,534	13,766	3,989	2,914	4,281	4,032	10,579
Surplus (Section 7)	149,152	10,083	52,463	13,696	14,323	4,983	5,630	22,666	4,685	3,153	3,613	3,892	9,965
Surplus (Section 13b)	27,264	2,874	7,457	4,416	1,007	3,293	713	1,429	545	1,001	1,142	1,266	2,121
Other capital accounts	34,130	1,517	8,438	2,097	3,566	1,457	1,756	6,893	1,312	2,048	1,022	1,860	2,164
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	17,340,713	1,083,431	7,527,961	980,639	1,213,830	568,650	441,690	2,655,092	535,430	360,079	525,543	358,847	1,083,521
Commitments to make industrial advances	11,353	563	2,211	1,351	1,460	972	140	63	436	67	635	--	3,455
<u>M A T U R I T Y D I S T R I B U T I O N O F B I L L S A N D S E C U R I T I E S</u>													
	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	5,266	2,126	150	195	2,271	520	4	--	--	--			
Bills bought	556	342	121	23	70	--	--	--	--	--			
Industrial advances	12,496	1,225	913	200	551	1,695	1,943	2,603	3,366	--			
U. S. Government securities	2,535,137	76,055	79,305	161,415	111,163	122,676	296,068	270,250	587,860	830,345			

FEDERAL RESERVE NOTE STATEMENT ON JULY 12, 1939
(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	4,835,140	407,692	1,235,935	337,120	440,834	209,792	165,149	1,027,770	191,751	138,576	182,102	84,638	413,781
Held by Federal Reserve bank	312,431	20,777	105,517	19,140	18,940	12,683	12,529	31,418	12,557	6,015	10,834	8,010	54,011
<u>In actual circulation</u>	4,522,709	386,915	1,130,418	317,980	421,894	197,109	152,620	996,352	179,194	132,561	171,268	76,628	359,770
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	4,940,000	420,000	1,265,000	345,000	443,000	210,000	169,000	1,045,000	196,000	143,500	182,000	87,500	434,000
Eligible paper	3,039	715	378	130	73	443	39	31	20	25	280	343	562
<u>Total collateral</u>	4,943,039	420,715	1,265,378	345,130	443,073	210,443	169,039	1,045,031	196,020	143,525	182,280	87,843	434,562