

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Sept. 22;
not earlier.

Board of Governors
of the Federal Reserve System
September 21, 1939

CONDITION OF FEDERAL RESERVE BANKS

During the week ended September 20 member bank reserve balances increased \$23,000,000. Additions to member bank reserves arose from increases of \$94,000,000 in gold stock, \$10,000,000 in Reserve bank credit, and \$4,000,000 in Treasury currency, offset in part by increases of \$45,000,000 in Treasury cash, \$4,000,000 in Treasury deposits with Federal Reserve banks, and \$34,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on September 20 were estimated to be approximately \$5,280,000,000, an increase of \$10,000,000 for the week.

The principal change in holdings of bills and securities was a net increase of \$2,000,000 in United States Government securities, direct and guaranteed; holdings of bonds increased \$39,000,000, while holdings of bills declined \$37,000,000.

Changes in member bank reserve balances and related items during the week and the year ended September 20, 1939, were as follows:

	Sept. 20, <u>1939</u>	Sept. 13, <u>1939</u>	Sept. 21, <u>1938</u>
	Increase or decrease since		
	(In millions of dollars)		
Bills discounted	6	- 1	- 2
Bills bought	1	—	—
U. S. Government securities, direct and guaranteed	2,826	+ 2	+ 262
Industrial advances (not including 11 million commitments - September 20)	12	—	- 4
Other Reserve bank credit	38	+ 8	+ 31
Total Reserve bank credit	2,883	+ 10	+ 287
Gold stock	16,902	+ 94	+ 3,314
Treasury currency	2,915	+ 4	+ 180
Member bank reserve balances	11,549	+ 23	+ 3,535
Money in circulation	7,236	+ 1	+ 684
Treasury cash	2,272	+ 45	- 561
Treasury deposits with F. R. banks	619	+ 4	- 298
Nonmember deposits and other F. R. accounts	1,023	+ 34	+ 420

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

		Increase or decrease since		
	Sept. 20, 1939	Sept. 13, 1939	Sept. 21, 1938	
<u>A S S E T S</u>				
Gold certificates on hand and due from U.S. Treasury	14,621,718	+ 44,999	+3,901,977	
Redemption fund - F. R. notes	8,288	--	- 402	
Other cash	<u>334,281</u>	+ 9,859	- 49,058	
<u>Total reserves</u>	14,964,287	+ 54,858	+3,852,517	
Bills discounted:				
Secured by U. S. Gov't obligations, direct and guaranteed:	969	- 587	- 4,537	
Other bills discounted	<u>4,619</u>	- 1,078	+ 1,913	
<u>Total bills discounted</u>	5,588	- 1,665	- 2,624	
Bills bought in open market	545	- 1	+ 5	
Industrial advances	11,667	+ 50	- 4,016	
U. S. Government securities, direct and guaranteed:				
Bonds	1,308,616	+ 39,816	+ 519,961	
Notes	1,245,497	--	+ 80,292	
Bills	<u>272,370</u>	- 37,050	- 337,785	
<u>Total U. S. Government securities, direct and guaranteed</u>	2,826,483	+ 2,766	+ 262,468	
<u>Total bills and securities</u>	2,844,283	+ 1,150	+ 255,833	
Due from foreign banks	178	+ 1	- 3	
F. R. notes of other banks	21,513	- 4,876	- 5,518	
Uncollected items	720,313	- 13,451	+ 109,492	
Bank premises	42,159	- 7	- 2,246	
Other assets	<u>66,771</u>	- 10,698	+ 20,056	
T O T A L A S S E T S	18,659,504	+ 26,977	+4,230,131	
<u>L I A B I L I T I E S</u>				
F. R. notes in actual circulation	4,677,608	- 1,384	+ 476,439	
Deposits:				
Member bank - reserve account	11,549,309	+ 23,601	+3,535,773	
U. S. Treasurer - General account	618,613	+ 3,227	- 298,465	
Foreign bank	495,787	+ 45,711	+ 300,288	
Other deposits	<u>285,554</u>	- 19,742	+ 139,544	
<u>Total deposits</u>	12,949,263	+ 52,797	+3,677,140	
Deferred availability items	682,167	- 21,957	+ 78,466	
Other liabilities including accrued dividends	<u>3,894</u>	- 2,349	+ 325	
T O T A L L I A B I L I T I E S	18,312,932	+ 27,107	+4,232,370	
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in	135,506	+ 9	+ 1,508	
Surplus (Section 7)	149,152	--	+ 1,413	
Surplus (Section 13b)	27,264	--	- 419	
Other capital accounts	<u>34,650</u>	- 139	- 4,741	
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	18,659,504	+ 26,977	+4,230,131	
Ratio of total reserves to deposit and F. R. note liabilities combined	84.9%	+ .1%	+ 2.4%	
Contingent liability on bills purchased for foreign correspondents	101	--	- 133	
Commitments to make industrial advances	10,806	- 113	- 2,747	

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 20, 1939
(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	14,621,718	829,532	7,074,236	721,984	852,914	378,256	295,074	2,413,920	391,976	250,809	348,316	230,130	834,571
Redemption fund - F.R.notes	8,288	298	1,137	680	821	1,005	607	813	417	366	621	454	1,064
Other cash	334,281	26,025	89,189	26,966	23,076	21,850	18,048	42,466	15,026	8,926	19,707	14,635	28,367
<u>Total reserves</u>	14,964,287	855,855	7,164,562	749,630	876,811	401,111	313,729	2,457,204	407,419	260,101	368,644	245,219	864,002
<u>Bills discounted:</u>													
Secured by U.S. Gov't obligations, direct and guaranteed	969	—	445	65	63	166	20	76	43	—	—	36	55
Other bills discounted	4,619	—	1,472	321	363	267	187	400	126	82	342	309	750
<u>Total bills discounted</u>	5,588	—	1,917	386	426	433	207	476	169	82	342	345	805
Bills bought in open market	545	41	211	55	51	24	19	69	2	2	16	16	39
Industrial advances	11,667	1,736	2,039	2,677	358	1,042	751	446	3	819	203	545	1,048
U. S. Government securities, direct and guaranteed:													
Bonds	1,308,616	95,510	396,866	111,709	131,255	70,125	54,012	140,376	57,575	35,977	61,772	48,455	104,984
Notes	1,245,497	90,904	377,724	106,319	124,925	66,742	51,406	133,604	54,800	34,240	58,793	46,119	99,921
Bills	272,370	19,879	82,602	23,251	27,319	14,596	11,242	29,217	11,983	7,488	12,857	10,085	21,851
<u>Total U.S.Gov't securities, direct and guaranteed</u>	2,826,483	206,293	857,192	241,279	283,499	151,463	116,660	303,197	124,358	77,705	133,422	104,659	226,756
<u>Total bills and securities</u>	2,844,283	208,070	861,359	244,397	284,334	152,962	117,637	304,188	124,532	78,608	133,983	105,565	228,648
Due from foreign banks	178	13	67	18	16	8	6	22	3	2	5	5	13
F. R. notes of other banks	21,513	750	5,290	951	1,437	1,523	1,576	2,334	2,054	1,350	1,633	417	2,198
Uncollected items	720,313	70,813	173,450	51,683	83,173	62,683	25,251	96,973	32,043	22,066	35,399	28,673	38,106
Bank premises	42,159	2,908	8,929	4,615	5,906	2,570	2,044	3,890	2,260	1,505	3,144	1,222	3,166
Other assets	66,771	4,386	20,418	5,828	7,161	4,113	2,905	6,560	2,711	1,872	2,919	2,432	5,466
TOTAL ASSETS	18,659,504	1,142,795	8,234,075	1,057,122	1,258,838	624,970	463,148	2,871,171	571,022	365,504	545,727	383,533	1,141,599

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 20, 1939
(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	4,677,608	397,436	1,181,234	327,270	433,466	208,812	155,220	1,029,850	182,714	135,642	175,754	81,309	368,901
Deposits:													
Member bank-reserve account	11,549,309	562,607	6,284,869	549,667	611,929	273,225	201,427	1,575,269	277,500	141,797	267,145	203,525	600,349
U.S. Treasurer-General account	618,613	46,197	124,024	44,702	39,355	45,897	44,280	54,668	46,041	43,124	43,825	44,172	42,328
Foreign bank	495,787	35,630	176,795	48,128	46,143	21,335	17,366	60,036	14,339	11,412	14,389	14,389	35,775
Other deposits	285,554	6,911	191,614	4,799	14,851	1,735	6,479	8,885	7,150	5,565	1,417	1,927	34,201
<u>Total deposits</u>	<u>12,949,263</u>	<u>651,345</u>	<u>6,777,302</u>	<u>647,296</u>	<u>712,288</u>	<u>342,192</u>	<u>269,552</u>	<u>1,698,853</u>	<u>345,090</u>	<u>201,898</u>	<u>326,776</u>	<u>264,013</u>	<u>712,653</u>
Deferred availability items	682,167	69,665	154,692	49,759	80,107	58,980	25,549	97,343	32,391	18,716	32,944	27,039	34,982
Other liabilities including accrued dividends	3,894	414	1,360	406	311	91	159	299	260	134	176	106	178
TOTAL LIABILITIES	18,312,932	1,118,860	8,114,588	1,024,731	1,226,172	610,075	450,480	2,826,350	560,455	356,390	535,650	372,467	1,116,714

CAPITAL ACCOUNTS

Capital paid in	135,506	9,399	50,873	12,116	13,764	5,116	4,561	13,800	3,995	2,917	4,299	4,048	10,618
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	34,650	1,579	8,694	2,163	3,572	1,503	1,764	6,926	1,342	2,043	1,023	1,860	2,181

TOTAL LIABILITIES ANDCAPITAL ACCOUNTS

	18,659,504	1,142,795	8,234,075	1,057,122	1,258,838	624,970	463,148	2,871,171	571,022	365,504	545,727	383,533	1,141,599
Contingent liability on bills purchased for foreign correspondents	101	7	36	10	10	4	4	12	3	2	3	3	7
Commitments to make industrial advances	10,806	591	1,932	1,336	1,428	912	79	30	424	65	589	—	3,420

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	5,588	1,287	173	456	3,509	161	2	—	—	—
Bills bought	545	—	255	23	267	—	—	—	—	—
Industrial advances	11,667	1,448	220	483	551	1,601	2,340	2,511	2,513	—
U.S. Government securities, direct and guaranteed	2,826,483	48,913	36,637	82,115	210,453	161,705	138,783	347,365	589,282	1,211,230

FEDERAL RESERVE NOTE STATEMENT ON SEPTEMBER 20, 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	4,994,686	421,654	1,273,192	343,750	458,212	221,683	166,633	1,057,956	194,095	139,895	183,876	90,215	443,525
Held by Federal Reserve bank	317,078	24,218	91,958	16,480	24,746	12,871	11,413	28,106	11,381	4,253	8,122	8,906	74,624
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<u>In actual circulation</u>	4,677,608	397,436	1,181,234	327,270	433,466	208,812	155,220	1,029,850	182,714	135,642	175,754	81,309	368,901
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	5,104,000	430,000	1,303,000	350,000	460,000	225,000	169,000	1,080,000	199,000	141,500	188,000	94,500	464,000
Eligible paper	1,172	—	490	65	—	291	—	—	74	6	246	—	—
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<u>Total collateral</u>	5,105,172	430,000	1,303,490	350,065	460,000	225,291	169,000	1,080,000	199,074	141,506	188,246	94,500	464,000