

STATEMENT FOR THE PRESS

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

Board of Governors
of the Federal Reserve System
September 28, 1939

CONDITION OF FEDERAL RESERVE BANKS

During the week ended September 27 member bank reserve balances increased \$72,000,000. Additions to member bank reserves arose from decreases of \$67,000,000 in Treasury deposits with Federal Reserve banks, \$12,000,000 in Treasury cash, and \$10,000,000 in nonmember deposits and other Federal Reserve accounts, and an increase of \$23,000,000 in gold stock, offset in part by a decrease of \$37,000,000 in Reserve bank credit and an increase of \$2,000,000 in money in circulation. Excess reserves of member banks on September 27 were estimated to be approximately \$5,330,000,000, an increase of \$50,000,000 for the week.

The principal change in holdings of bills and securities was a net decrease of \$22,000,000 in United States Government securities, direct and guaranteed; holdings of bonds increased \$8,000,000, while holdings of bills decreased \$30,000,000.

Changes in member bank reserve balances and related items during the week and the year ended September 27, 1939, were as follows:

		Increase or decrease since		
	Sept. 27, 1939	Sept. 20, 1939	Sept. 28, 1938	
	(In millions of dollars)			
Bills discounted	6	—	—	3
Bills bought	1	—	—	—
U. S. Government securities, direct and guaranteed	2,804	— 22	—	+ 240
Industrial advances (not including 11 million commitments - September 27)	12	—	—	4
Other Reserve bank credit	24	— 14	—	+ 16
 Total Reserve bank credit	 2,846	 — 37	 —	 + 249
Gold stock	16,925	+ 23	—	+3,211
Treasury currency	2,914	— 1	—	+ 176
 Member bank reserve balances	 11,621	 + 72	 —	 +3,424
Money in circulation	7,238	+ 2	—	+ 664
Treasury cash	2,260	— 12	—	— 556
Treasury deposits with F. R. banks	552	— 67	—	— 312
Nonmember deposits and other F. R. accounts	1,013	— 10	—	+ 415

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

		Increase or decrease since	
	Sept. 27, 1939	Sept. 20, 1939	Sept. 28, 1938
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	14,656,717	+ 34,999	+3,793,495
Redemption fund - F. R. notes	7,344	- 944	- 2,267
Other cash	339,046	+ 4,765	- 43,475
<u>Total reserves</u>	15,003,107	+ 38,820	+3,747,753
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	1,572	+ 603	- 4,436
Other bills discounted	4,784	+ 165	+ 1,751
<u>Total bills discounted</u>	6,356	+ 768	- 2,685
Bills bought in open market	548	+ 3	+ 7
Industrial advances	11,644	- 23	- 4,033
U. S. Government securities, direct and guaranteed:			
Bonds	1,315,942	+ 7,326	+ 526,615
Notes	1,245,497	-	+ 79,432
Bills	242,370	- 30,000	- 366,253
<u>Total U. S. Government securities, direct and guaranteed</u>	2,803,809	- 22,674	+ 239,794
<u>Total bills and securities</u>	2,822,357	- 21,926	+ 233,083
Due from foreign banks	176	- 2	- 4
F. R. notes of other banks	20,799	- 714	- 5,695
Uncollected items	646,638	- 73,675	+ 86,059
Bank premises	42,140	- 19	- 2,208
Other assets	67,889	+ 1,118	+ 20,282
T O T A L A S S E T S	18,603,106	- 56,398	+4,079,270
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,683,726	+ 6,118	+ 464,242
Deposits:			
Member bank - reserve account	11,621,338	+ 72,029	+3,423,850
U. S. Treasurer - General account	551,890	- 66,723	- 312,591
Foreign bank	467,580	- 28,207	+ 284,355
Other deposits	303,913	+ 18,359	+ 150,227
<u>Total deposits</u>	12,944,721	- 4,542	+3,545,841
Deferred availability items	622,759	- 59,408	+ 70,133
Other liabilities including accrued dividends	4,970	+ 1,076	+ 1,130
T O T A L L I A B I L I T I E S	18,256,176	- 56,756	+4,081,346
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	135,511	+ 5	+ 1,513
Surplus (Section 7)	149,152	-	+ 1,413
Surplus (Section 13b)	27,264	-	- 419
Other capital accounts	35,003	+ 353	- 4,583
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	18,603,106	- 56,398	+4,079,270
Ratio of total reserves to deposit and F. R. note liabilities combined	85.1%	+ .2%	+ 2.5%
Contingent liability on bills purchased for foreign correspondents	101	-	- 56
Commitments to make industrial advances	10,517	- 289	- 3,080

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 27, 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	14,656,717	837,744	7,063,860	724,122	867,960	377,949	294,474	2,448,058	390,861	255,269	344,108	229,770	822,542
Redemption fund - F.R. notes	7,344	257	944	606	768	599	575	743	400	358	607	442	1,045
Other cash	339,046	27,929	88,924	26,559	22,552	20,179	16,941	45,884	16,600	8,822	19,647	16,793	28,216
<u>Total reserves</u>	15,003,107	865,930	7,153,728	751,287	891,280	398,727	311,990	2,494,685	407,861	264,449	364,362	247,005	851,803
Bills discounted:													
Secured by U.S. Gov't obligations, direct and guaranteed	1,572	225	902	90	63	91	20	76	25	—	—	35	45
Other bills discounted	4,784	—	1,772	321	361	267	159	400	126	82	346	275	675
<u>Total bills discounted</u>	6,356	225	2,674	411	424	358	179	476	151	82	346	310	720
Bills bought in open market	548	41	214	55	51	24	19	69	2	2	16	16	39
Industrial advances	11,644	1,690	2,042	2,678	357	1,037	751	446	3	818	202	545	1,075
U. S. Government securities, direct and guaranteed:													
Bonds	1,315,942	96,081	398,301	112,291	131,980	70,688	54,397	141,226	58,053	36,239	62,286	48,806	105,594
Notes	1,245,497	90,937	376,981	106,279	124,915	66,904	51,485	133,666	54,944	34,301	58,951	46,193	99,941
Bills	242,370	17,696	73,359	20,682	24,308	13,019	10,019	26,011	10,692	6,675	11,472	8,989	19,448
<u>Total U.S. Gov't securities, direct and guaranteed</u>	2,803,809	204,714	848,641	239,252	281,203	150,611	115,901	300,903	123,689	77,215	132,709	103,988	224,983
<u>Total bills and securities</u>	2,822,357	206,670	853,571	242,396	282,035	152,030	116,850	301,894	123,845	78,117	133,273	104,859	226,817
Due from foreign banks	176	13	65	18	16	8	6	22	3	2	5	5	13
F. R. notes of other banks	20,799	779	4,216	814	1,579	1,527	1,786	2,225	2,569	883	1,520	487	2,414
Uncollected items	646,638	68,026	154,978	45,487	72,080	57,282	22,900	91,474	29,429	18,451	28,361	24,543	33,627
Bank premises	42,140	2,908	8,929	4,604	5,906	2,564	2,044	3,890	2,258	1,505	3,144	1,222	3,166
Other assets	67,889	4,472	20,815	5,895	7,277	4,220	2,951	6,650	2,732	1,887	2,983	2,472	5,535
TOTAL ASSETS	18,603,106	1,148,798	8,196,302	1,050,501	1,260,173	616,358	458,527	2,900,840	568,697	365,294	533,648	380,593	1,123,375

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 27, 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	4,683,726	398,878	1,181,959	329,332	435,250	207,386	155,720	1,031,010	183,113	135,908	175,504	81,783	367,883
Deposits:													
Member bank-reserve account	11,621,338	573,626	6,275,556	560,539	626,332	270,322	207,508	1,616,769	279,803	145,472	263,983	202,547	598,881
U.S.Treasurer-General account	551,890	45,977	99,853	25,542	36,494	46,754	38,031	51,511	44,828	42,440	40,299	46,676	33,485
Foreign bank	467,580	33,411	168,407	45,138	43,277	20,010	16,287	56,307	13,495	10,703	13,495	13,495	33,555
Other deposits	303,913	6,041	207,447	12,642	14,135	1,724	6,749	7,248	6,696	5,567	377	2,174	33,113
<u>Total deposits</u>	12,944,721	659,055	6,751,263	643,861	720,238	338,810	268,575	1,731,835	344,822	204,182	318,154	264,892	699,034
Deferred availability items	622,759	66,490	141,159	44,513	71,633	55,138	21,370	92,801	29,906	15,935	29,701	22,722	31,391
Other liabilities including accrued dividends	4,970	419	2,371	379	323	100	165	315	268	137	181	112	200
TOTAL LIABILITIES	18,256,176	1,124,842	8,076,752	1,018,085	1,227,444	601,434	445,830	2,855,961	558,109	356,162	523,540	369,509	1,098,508

CAPITAL ACCOUNTS

Capital paid in	135,511	9,399	50,874	12,116	13,768	5,117	4,561	13,799	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	35,003	1,600	8,756	2,188	3,631	1,531	1,793	6,985	1,363	2,061	1,054	1,878	2,163

TOTAL LIABILITIES ANDCAPITAL ACCOUNTS

	18,603,106	1,148,798	8,196,302	1,050,501	1,260,173	616,358	458,527	2,900,840	568,697	365,294	533,648	380,593	1,123,375
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	10,517	481	1,932	1,336	1,428	904	79	30	423	66	583	—	3,255

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	6,356	2,164	168	500	3,372	131	21	—	—	—
Bills bought	548	124	149	140	135	—	—	—	—	—
Industrial advances	11,644	1,366	239	481	560	1,638	2,339	2,511	2,510	—
U. S. Government securities, direct and guaranteed	2,803,809	38,913	29,137	97,615	182,453	161,705	138,783	347,365	589,282	1,218,556

FEDERAL RESERVE NOTE STATEMENT ON SEPTEMBER 27, 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	4,991,190	428,753	1,271,572	347,529	456,703	221,115	168,054	1,059,401	195,556	139,572	185,506	90,747	426,682
Held by Federal Reserve bank	307,464	29,875	89,613	18,197	21,453	13,729	12,334	28,391	12,443	3,664	10,002	8,964	58,799

In actual circulation

4,683,726	398,878	1,181,959	329,332	435,250	207,386	155,720	1,031,010	183,113	135,908	175,504	81,783	367,883
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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
Eligible paper

5,101,000	440,000	1,290,000	350,000	460,000	225,000	169,000	1,080,000	199,000	141,500	188,000	94,500	464,000
2,022	225	1,247	90	—	216	—	—	55	6	183	—	—

Total collateral

5,103,022	440,225	1,291,247	350,090	460,000	225,216	169,000	1,080,000	199,055	141,506	188,183	94,500	464,000
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