

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Oct. 6;
not earlier.

Board of Governors
of the Federal Reserve System
October 5, 1939

CONDITION OF FEDERAL RESERVE BANKS

During the week ended October 4 member bank reserve balances increased \$51,000,000. Additions to member bank reserves arose from increases of \$33,000,000 in gold stock and \$6,000,000 in Treasury currency and decreases of \$83,000,000 in Treasury deposits with Federal Reserve banks and \$10,000,000 in Treasury cash offset in part by a decrease of \$9,000,000 in Reserve bank credit and increases of \$71,000,000 in money in circulation, and \$2,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on October 4 were estimated to be approximately \$5,360,000,000, an increase of \$30,000,000 for the week.

The principal change in holdings of bills and securities was a decrease of \$19,000,000 in holdings of United States Treasury bills.

Changes in member bank reserve balances and related items during the week and the year ended October 4, 1939, were as follows:

	Increase or decrease since		
	Oct. 4, 1939	Sept. 27, 1939	Oct. 5, 1938
(In millions of dollars)			
Bills discounted	7	+ 1	--
Bills bought	1	--	--
U. S. Government securities, direct and guaranteed	2,785	- 19	+ 221
Industrial advances (not including 10 million commitments - October 4)	12	--	- 3
Other Reserve bank credit	33	+ 9	+ 27
Total Reserve bank credit	2,837	- 9	+ 244
Gold stock	16,958	+ 33	+3,146
Treasury currency	2,920	+ 6	+ 179
Member bank reserve balances	11,672	+ 51	+3,351
Money in circulation	7,309	+ 71	+ 669
Treasury cash	2,250	- 10	- 559
Treasury deposits with F. R. banks	469	- 83	- 301
Nonmember deposits and other F.R. accounts	1,015	+ 2	+ 408

As Thursday, October 12, will be observed as a holiday in most Federal Reserve bank cities, the statement for next week will be issued on Friday, October 13.

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

		Increase or decrease since	
	Oct. 4, 1939	Sept. 27, 1939	Oct. 5, 1938
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	14,696,217	+ 39,500	+3,729,004
Redemption fund - F. R. notes	9,005	+ 1,661	- 133
Other cash	<u>325,153</u>	<u>- 13,893</u>	<u>- 42,265</u>
<u>Total reserves</u>	15,030,375	+27,268	+3,686,606
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	1,277	- 295	- 2,620
Other bills discounted	<u>5,472</u>	<u>+ 688</u>	<u>+ 2,024</u>
<u>Total bills discounted</u>	6,749	+ 393	- 596
Bills bought in open market	548	--	+ 7
Industrial advances	11,841	+ 197	- 3,614
U. S. Government securities, direct and guaranteed:			
Bonds	1,315,942	--	+ 528,615
Notes	1,245,497	--	+ 80,932
Bills	<u>223,457</u>	<u>- 18,913</u>	<u>- 388,666</u>
<u>Total U.S. Government securities, direct and guaranteed</u>	2,784,896	- 18,913	+ 220,881
<u>Total bills and securities</u>	2,804,034	- 18,323	+ 216,678
Due from foreign banks	176	--	- 4
F. R. notes of other banks	20,583	- 216	- 2,986
Uncollected items	666,514	+ 19,876	+ 34,397
Bank premises	42,082	- 58	- 2,222
Other assets	<u>68,951</u>	<u>+ 1,062</u>	<u>+ 21,098</u>
T O T A L A S S E T S	18,632,715	+ 29,609	+3,953,567
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,732,133	+ 48,407	+ 469,273
Deposits:			
Member bank - reserve account	11,671,664	+ 50,326	+3,351,028
U. S. Treasurer - General account	469,127	- 82,763	- 300,959
Foreign bank	466,137	- 1,443	+ 271,081
Other deposits	<u>309,403</u>	<u>+ 5,490</u>	<u>+ 158,479</u>
<u>Total deposits</u>	12,916,331	- 28,390	+3,479,629
Deferred availability items	633,483	+ 10,724	+ 6,798
Other liabilities including accrued dividends	<u>3,815</u>	<u>- 1,155</u>	<u>- 32</u>
T O T A L L I A B I L I T I E S	18,285,762	+ 29,586	+3,955,668
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	135,460	- 51	+ 1,475
Surplus (Section 7)	149,152	--	+ 1,413
Surplus (Section 13b)	27,264	--	- 418
Other capital accounts	<u>35,077</u>	<u>+ 74</u>	<u>- 4,571</u>
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	18,632,715	+ 29,609	+3,953,567
Ratio of total reserves to deposit and F. R. note liabilities combined	85.2%	+ .1%	+ 2.4%
Contingent liability on bills purchased for foreign correspondents	101	--	- 56
Commitments to make industrial advances	10,278	- 239	- 3,321

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON OCTOBER 4, 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	14,696,217	859,424	7,010,441	719,107	860,899	382,051	307,591	2,449,484	423,831	264,430	348,981	235,923	834,055
Redemption fund - F.R.notes	9,005	214	1,792	546	705	1,252	548	663	883	350	593	432	1,027
Other cash	325,153	28,104	81,121	27,973	22,378	21,823	17,207	42,562	14,462	8,460	18,454	14,942	27,637
<u>Total reserves</u>	15,030,375	887,742	7,093,354	747,626	883,982	405,126	325,346	2,492,709	439,176	273,240	368,028	251,297	862,749
Bills discounted:													
Secured by U.S. Gov't obligations, direct and guaranteed	1,277	410	387	115	63	96	20	34	60	—	—	17	75
Other bills discounted	5,472	—	2,213	321	472	322	151	400	236	87	480	157	633
<u>Total bills discounted</u>	6,749	410	2,600	436	535	418	171	434	296	87	480	174	708
Bills bought in open market	548	41	213	56	51	24	19	69	2	2	16	16	39
Industrial advances	11,841	1,595	2,024	3,096	336	1,035	645	445	7	846	202	536	1,074
U. S. Government securities, direct and guaranteed:													
Bonds	1,315,942	95,114	418,066	113,204	136,887	66,230	52,202	143,485	43,984	34,933	57,502	46,772	107,563
Notes	1,245,497	90,022	395,688	107,143	129,559	62,684	49,408	135,804	41,629	33,063	54,426	44,266	101,805
Bills	223,457	16,151	70,991	19,223	23,245	11,246	8,864	24,365	7,469	5,932	9,764	7,942	18,265
<u>Total U.S.Gov't securities, direct and guaranteed</u>	2,784,896	201,287	884,745	239,570	289,691	140,160	110,474	303,654	93,082	73,928	121,692	98,980	227,633
<u>Total bills and securities</u>	2,804,034	203,333	889,582	243,158	290,613	141,637	111,309	304,602	93,387	74,863	122,390	99,706	229,454
Due from foreign banks	176	13	66	18	16	7	6	22	3	2	5	5	13
F. R. notes of other banks	20,583	492	4,529	904	1,727	1,608	1,783	2,418	1,543	1,274	1,841	511	1,953
Uncollected items	666,514	68,133	162,018	48,644	74,091	54,633	26,129	90,896	31,656	19,324	30,728	26,389	33,873
Bank premises	42,082	2,903	8,908	4,604	5,906	2,564	2,044	3,880	2,256	1,503	3,132	1,216	3,166
Other assets	68,951	4,495	22,128	5,980	7,592	4,027	2,898	6,861	2,157	1,855	2,811	2,429	5,718
TOTAL ASSETS	18,632,715	1,167,111	8,180,585	1,050,934	1,263,927	609,602	469,515	2,901,388	570,178	372,061	528,935	381,552	1,136,926

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON OCTOBER 4, 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	4,732,133	402,045	1,196,981	330,565	434,547	208,923	158,092	1,039,533	185,613	138,005	178,373	83,451	376,005
Deposits:													
Member bank-reserve account	11,671,664	596,204	6,283,681	559,247	627,541	274,051	210,367	1,618,190	280,749	146,288	265,723	202,018	607,605
U.S.Treasurer-General account	469,127	38,993	60,033	23,837	38,303	38,882	39,766	40,900	39,881	46,178	30,940	44,494	26,920
Foreign bank	466,137	33,398	167,082	45,121	43,260	20,002	16,281	56,284	13,490	10,699	13,490	13,490	33,540
Other deposits	309,403	6,791	206,772	12,440	14,116	1,747	6,864	8,368	8,247	5,487	391	1,509	36,671
<u>Total deposits</u>	12,916,331	675,386	6,717,568	640,645	723,220	334,682	273,278	1,723,742	342,367	208,652	310,544	261,511	704,736
Deferred availability items	633,483	65,419	145,083	46,927	73,083	50,990	25,281	92,935	31,435	16,135	29,737	25,398	31,060
Other liabilities including accrued dividends	3,815	323	1,328	383	349	101	168	338	170	146	183	116	210
<u>TOTAL LIABILITIES</u>	18,285,762	1,143,173	8,060,960	1,018,520	1,231,199	594,696	456,819	2,856,548	559,585	362,938	518,837	370,476	1,112,011

CAPITAL ACCOUNTS

Capital paid in	135,460	9,384	50,832	12,116	13,768	5,117	4,561	13,800	3,995	2,918	4,302	4,049	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	35,077	1,597	8,873	2,186	3,630	1,513	1,792	6,945	1,368	2,051	1,041	1,870	2,211

TOTAL LIABILITIES AND
CAPITAL ACCOUNTS

18,632,715 1,167,111 8,180,585 1,050,934 1,263,927 609,602 469,515 2,901,388 570,178 372,061 528,935 381,553 1,136,926

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	10,278	472	1,898	900	1,408	891	79	27	413	64	583	—	3,543

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	6,749	2,451	237	353	3,547	133	28	—	—	—
Bills bought	548	255	—	140	153	—	—	—	—	—
Industrial advances	11,841	1,406	133	395	1,191	1,217	2,117	2,973	2,409	—
U. S. Government securities, direct and guaranteed	2,784,896	36,637	27,440	123,955	141,173	161,705	138,783	347,365	589,282	1,218,556

FEDERAL RESERVE NOTE STATEMENT ON OCTOBER 4, 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	5,002,399	431,405	1,276,001	345,571	455,646	221,461	168,426	1,061,294	195,476	141,620	185,775	91,157	428,567
Held by Federal Reserve bank	270,266	29,360	79,020	15,006	21,099	12,538	10,334	21,761	9,863	3,615	7,402	7,706	52,562

In actual circulation

4,732,133	402,045	1,196,981	330,565	434,547	208,923	158,092	1,039,533	185,613	138,005	178,373	83,451	376,005
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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

5,108,000	440,000	1,290,000	350,000	460,000	225,000	174,000	1,030,000	199,000	143,500	188,000	94,500	464,000
2,406	410	1,180	115	—	276	—	—	110	6	309	—	—

Total collateral

5,110,406	440,410	1,291,180	350,115	460,000	225,276	174,000	1,080,000	199,110	143,506	188,309	94,500	464,000
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