

STATEMENT FOR THE PRESS

Released for publication  
Friday morning, Jan. 5;  
not earlier.

Board of Governors  
of the Federal Reserve System  
January 4, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended January 3 member bank reserve balances increased \$228,000,000. Additions to member bank reserves arose from decreases of \$82,000,000 in money in circulation, \$50,000,000 in Treasury cash, and \$29,000,000 in nonmember deposits and other Federal Reserve accounts, and from an increase of \$77,000,000 in gold stock, offset in part by a decrease of \$4,000,000 in Reserve bank credit and an increase of \$5,000,000 in Treasury deposits with Federal Reserve banks. Excess reserves of member banks on January 3 were estimated to be approximately \$5,270,000,000, an increase of \$220,000,000 for the week.

Holdings of United States Government bonds, direct and guaranteed, declined \$5,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended January 3, 1940, were as follows:

	Increase or decrease since		
	Jan. 3, 1940	Dec. 27, 1939	Jan. 4, 1939
(In millions of dollars)			
Bills discounted	7	- 1	+ 3
Bills bought	—	—	✓ 1
U.S.Gov't securities, direct and guaranteed	2,484	- 5	- 30
Industrial advances (not including 8 million commitments - January 3)	11	—	- 5
Other Reserve bank credit	62	+ 2	+ 43
Total Reserve bank credit	2,564	- 4	- 40
Gold stock	17,697	+ 77	+ 3,132
Treasury currency	2,963	—	+ 163
Member bank reserve balances	11,721	+ 228	+ 2,902
Money in circulation	7,581	- 82	+ 742
Treasury cash	2,367	- 50	- 358
Treasury deposits with F. R. banks	651	+ 5	- 240
Nonmember deposits and other F.R. accounts	904	- 29	+ 210

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

	Jan. 3, 1940	Dec. 27, 1939	Jan. 4, 1939
		Increase or decrease since	
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	15,304,121	+130,327	+3,466,402
Redemption fund - F. R. notes	9,903	—	+ 29
Other cash	315,569	+ 46,241	+ 49,194
<u>Total reserves</u>	15,629,593	+176,568	+3,417,237
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	623	- 892	- 1,711
Other bills discounted	6,185	- 351	+ 4,212
<u>Total bills discounted</u>	6,808	- 1,243	+ 2,501
Bills bought in open market	—	—	- 549
Industrial advances	10,883	- 230	- 4,622
U. S. Government securities, direct and guaranteed:			
Bonds	1,351,045	- 5,152	+ 510,152
Notes	1,133,225	—	- 23,722
Bills	—	—	- 566,175
<u>Total U. S. Government securities, direct and guaranteed</u>	2,484,270	- 5,152	- 79,745
<u>Total bills and securities</u>	2,501,961	- 6,625	- 82,415
Due from foreign banks	47	—	- 125
F. R. notes of other banks	29,790	+ 1,626	+ 364
Uncollected items	841,095	+ 53,617	+ 101,353
Bank premises	41,736	- 428	- 1,192
Other assets	58,293	- 1,201	+ 13,652
<u>T O T A L A S S E T S</u>	19,102,515	+223,557	+3,448,874
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,947,763	- 29,891	+ 506,713
Deposits:			
Member bank - reserve account	11,720,622	+227,504	+2,901,379
U. S. Treasurer - General account	651,075	+ 5,061	- 240,044
Foreign bank	402,425	- 5,415	+ 212,509
Other deposits	251,072	- 18,829	+ 5,388
<u>Total deposits</u>	13,025,194	+208,261	+2,879,232
Deferred availability items	779,077	+ 51,117	+ 58,288
Other liabilities including accrued dividends	1,332	- 4,243	- 649
<u>T O T A L L I A B I L I T I E S</u>	18,753,366	+225,244	+3,443,584
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	135,889	+ 395	+ 1,166
Surplus (Section 7)	151,720	+ 2,568	+ 2,568
Surplus (Section 13b)	26,839	- 425	- 425
Other capital accounts	34,701	- 4,225	+ 1,981
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	19,102,515	+223,557	+3,448,874
Ratio of total reserves to deposit and F. R. note liabilities combined	87.0%	+ .2%	+ 3.3%
Contingent liability on bills purchased for foreign correspondents	—	—	- 29
Commitments to make industrial advances	8,454	- 766	- 5,104

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JANUARY 3, 1940  
(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	15,304,121	883,846	7,331,603	862,525	1,033,826	401,874	297,705	2,451,904	389,742	253,922	350,814	236,947	809,353
Redemption fund - F.R. notes	9,903	924	1,619	1,071	816	935	745	624	772	219	478	364	1,336
Other cash	315,569	28,664	73,253	26,165	19,870	18,887	17,078	41,830	17,118	8,928	17,092	14,642	32,042
<u>Total reserves</u>	<u>15,629,593</u>	<u>913,434</u>	<u>7,406,475</u>	<u>889,821</u>	<u>1,054,512</u>	<u>421,696</u>	<u>315,528</u>	<u>2,494,358</u>	<u>407,632</u>	<u>263,069</u>	<u>368,384</u>	<u>251,953</u>	<u>842,731</u>
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	623	30	110	198	113	42	20	—	—	50	25	—	35
Other bills discounted	6,185	—	2,238	570	542	230	190	643	171	210	835	145	361
<u>Total bills discounted</u>	<u>6,808</u>	<u>30</u>	<u>2,348</u>	<u>768</u>	<u>655</u>	<u>272</u>	<u>210</u>	<u>643</u>	<u>171</u>	<u>260</u>	<u>910</u>	<u>145</u>	<u>396</u>
Industrial advances	10,883	1,297	2,031	3,138	315	948	694	322	11	741	177	488	721
U. S. Government securities, direct and guaranteed:													
Bonds	1,351,045	96,616	410,582	110,824	137,799	68,442	54,752	145,594	60,530	39,948	63,167	51,433	111,358
Notes	1,133,225	81,039	344,387	92,957	115,581	57,407	45,924	122,122	50,771	33,508	52,984	43,139	93,406
<u>Total U. S. Gov't securities, direct and guaranteed</u>	<u>2,484,270</u>	<u>177,655</u>	<u>754,969</u>	<u>203,781</u>	<u>253,380</u>	<u>125,849</u>	<u>100,676</u>	<u>267,716</u>	<u>111,301</u>	<u>73,456</u>	<u>116,151</u>	<u>94,572</u>	<u>204,764</u>
<u>Total bills and securities</u>	<u>2,501,961</u>	<u>178,982</u>	<u>759,348</u>	<u>207,687</u>	<u>254,350</u>	<u>127,069</u>	<u>101,550</u>	<u>268,681</u>	<u>111,483</u>	<u>74,457</u>	<u>117,238</u>	<u>95,205</u>	<u>205,881</u>
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	29,790	780	4,140	984	1,332	3,799	2,480	4,519	2,623	1,386	2,276	653	4,818
Uncollected items	341,095	75,946	204,611	62,803	97,687	75,426	35,572	114,716	37,448	18,968	39,387	30,957	47,574
Bank premises	41,736	2,889	9,895	4,573	5,547	2,545	2,034	3,390	2,243	1,396	3,093	1,175	2,956
Other assets	56,293	3,873	17,063	4,813	6,483	3,447	2,375	5,929	2,490	1,763	2,639	2,251	5,167
<u>TOTAL ASSETS</u>	<u>19,102,515</u>	<u>1,175,907</u>	<u>8,401,550</u>	<u>1,170,686</u>	<u>1,419,915</u>	<u>633,984</u>	<u>459,571</u>	<u>2,891,599</u>	<u>563,920</u>	<u>361,039</u>	<u>533,018</u>	<u>382,195</u>	<u>1,109,131</u>

\*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JANUARY 3, 1940  
(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	4,947,763	408,831	1,265,159	348,503	460,651	227,100	162,856	1,084,233	193,021	141,448	183,683	83,867	388,406
Deposits:													
Member bank-reserve account	11,720,622	567,083	6,403,172	612,384	680,700	283,852	208,350	1,471,908	275,725	151,872	259,495	216,089	589,992
U.S.Treasurer-General account	651,075	70,235	128,867	59,336	110,128	20,939	23,388	111,245	29,979	25,763	29,893	23,929	17,373
Foreign bank	402,425	29,243	141,090	39,417	37,791	17,473	14,222	49,169	11,784	9,346	11,784	11,784	29,322
Other deposits	251,072	6,460	164,332	18,717	8,150	2,897	6,626	4,659	7,588	6,212	1,004	5,720	18,707
<u>Total deposits</u>	<u>13,025,194</u>	<u>673,021</u>	<u>6,837,461</u>	<u>729,854</u>	<u>836,769</u>	<u>325,161</u>	<u>252,586</u>	<u>1,636,981</u>	<u>325,076</u>	<u>193,193</u>	<u>302,176</u>	<u>257,522</u>	<u>655,394</u>
Deferred availability items	779,077	69,622	177,514	59,442	89,585	66,643	31,438	125,757	35,069	17,239	36,008	29,642	40,318
Other liabilities including accrued dividends	1,332	168	338	177	146	15	22	165	17	88	37	51	8
<u>TOTAL LIABILITIES</u>	<u>18,753,366</u>	<u>1,151,642</u>	<u>8,280,522</u>	<u>1,137,976</u>	<u>1,387,151</u>	<u>618,919</u>	<u>446,902</u>	<u>2,847,136</u>	<u>553,183</u>	<u>351,968</u>	<u>522,759</u>	<u>371,082</u>	<u>1,084,126</u>

CAPITAL ACCOUNTS

Capital paid in	135,889	9,388	51,121	12,115	13,920	5,173	4,623	13,509	4,074	2,933	4,319	4,067	10,647
Surplus (Section 7)	151,720	10,405	53,326	14,198	14,323	5,247	5,725	22,824	4,709	3,152	3,613	3,974	10,224
Surplus (Section 13b)	26,839	2,874	7,109	4,393	1,007	3,246	713	1,429	538	1,001	1,142	1,266	2,121
Other capital accounts	34,701	1,598	9,472	2,004	3,514	1,399	1,608	6,701	1,416	1,985	1,185	1,806	2,013

TOTAL LIABILITIES AND CAPITAL ACCOUNTS

	19,102,515	1,175,907	8,401,550	1,170,686	1,419,915	633,984	459,571	2,891,599	563,920	361,039	533,018	382,195	1,109,131
Commitments to make industrial advances	8,454	460	1,797	350	1,108	759	78	22	152	62	532	—	3,134

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	6,808	743	145	1,703	3,741	459	17	—	—	—
Industrial advances	10,883	1,471	164	187	511	1,111	2,873	2,416	2,150	—
U. S. Government securities, direct and guaranteed	2,484,270	—	—	—	—	136,783	105,974	280,315	696,524	1,264,674

FEDERAL RESERVE NOTE STATEMENT ON JANUARY 3, 1940  
(In thousands of dollars)

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
<b>Federal Reserve notes:</b>													
Issued to F.R. bank by F.R. agent	5,268,551	428,710	1,360,308	370,448	487,535	246,073	176,434	1,120,453	204,703	146,248	193,710	92,098	441,831
Held by Federal Reserve bank	320,788	19,879	95,149	21,945	26,884	18,973	13,578	36,220	11,682	4,800	10,022	8,231	53,425
<u>In actual circulation</u>	4,947,763	408,831	1,265,159	348,503	460,651	227,100	162,856	1,084,233	193,021	141,448	183,688	83,867	388,406
 <b>Collateral held by agent as security for notes issued to bank:</b>													
Gold certificates on hand and due from U. S. Treasury	5,371,000	440,000	1,385,000	375,000	491,000	250,000	180,000	1,140,000	209,000	147,500	195,000	94,500	464,000
Eligible paper	1,371	30	194	225	—	57	—	—	25	115	725	—	—
<u>Total collateral</u>	5,372,371	440,030	1,385,194	375,225	491,000	250,057	180,000	1,140,000	209,025	147,615	195,725	94,500	464,000