

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Jan. 12;
not earlier.

Board of Governors
of the Federal Reserve System
January 11, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended January 10 member bank reserve balances increased \$109,000,000. Additions to member bank reserves arose from decreases of \$118,000,000 in money in circulation and \$26,000,000 in Treasury cash, and increases of \$50,000,000 in gold stock and \$2,000,000 in Treasury currency, offset in part by a decrease of \$60,000,000 in Reserve bank credit and increases of \$4,000,000 in Treasury deposits with Federal Reserve banks and \$23,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on January 10 were estimated to be approximately \$5,380,000,000, an increase of \$110,000,000 for the week.

Holdings of United States Government bonds, direct and guaranteed, declined \$7,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended January 10, 1940, were as follows:

	Increase or decrease since		
	Jan. 10, <u>1940</u>	Jan. 3, <u>1940</u>	Jan. 11, <u>1939</u>
	(In millions of dollars)		
Bills discounted	7	--	+ 2
Bills bought	--	--	- 1
U. S. Gov't securities, direct and guaranteed	2,477	- 7	- 87
Industrial advances (not including 8 million commitments - January 10)	11	--	- 5
Other Reserve bank credit	9	- 53	+ 2
 Total Reserve bank credit	 2,504	 - 60	 - 83
Gold stock	17,747	+ 50	+3,170
Treasury currency	2,965	+ 2	+ 160
 Member bank reserve balances	 11,830	 +109	 +2,874
Money in circulation	7,463	-118	+ 747
Treasury cash	2,341	- 26	- 371
Treasury deposits with F. R. banks	655	+ 4	- 218
Nonmember deposits and other F.R. accounts	927	+ 23	+ 210

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

		Increase or decrease since		
	Jan. 10, <u>1940</u>	Jan. 3, <u>1940</u>	Jan. 11, <u>1939</u>	
<u>A S S E T S</u>				
Gold certificates on hand and due from U. S. Treasury	15,384,025	+ 79,904	+3,516,305	
Redemption fund - F. R. notes	9,903	--	+ 1,470	
Other cash	<u>370,419</u>	+ 54,850	- 47,606	
Total reserves	15,764,347	+134,754	+3,470,169	
Bills discounted:				
Secured by U. S. Gov't obligations, direct and guaranteed	606	- 17	- 2,029	
Other bills discounted	<u>6,236</u>	+ 51	+ 4,117	
Total bills discounted	6,842	+ 34	+ 2,088	
Bills bought in open market	--	--	- 549	
Industrial advances	10,843	- 40	- 4,707	
U. S. Government securities, direct and guaranteed:				
Bonds	1,344,045	- 7,000	+ 503,152	
Notes	1,133,225	--	- 46,352	
Bills	<u>--</u>	<u>--</u>	- 543,545	
Total U. S. Government securities, direct and guaranteed	2,477,270	- 7,000	- 86,745	
Total bills and securities	2,494,955	- 7,006	- 89,913	
Due from foreign banks	47	--	- 125	
F. R. notes of other banks	30,623	+ 833	- 4,914	
Uncollected items	618,796	-222,299	+ 21,056	
Bank premises	41,735	- 1	- 1,193	
Other assets	<u>59,104</u>	+ 811	+ 13,131	
TOTAL ASSETS	19,009,607	- 92,908	+3,408,211	
<u>L I A B I L I T I E S</u>				
F. R. notes in actual circulation	4,886,229	- 61,534	+ 511,267	
Deposits:				
Member bank - reserve account	11,829,930	+109,308	+2,873,791	
U. S. Treasurer - General account	655,434	+ 4,359	- 217,509	
Foreign bank	409,375	+ 6,950	+ 232,608	
Other deposits	<u>267,376</u>	+ 16,304	- 15,336	
Total deposits	13,162,115	+136,921	+2,873,554	
Deferred availability items	609,799	-169,278	+ 18,531	
Other liabilities including accrued dividends	<u>1,518</u>	+ 186	- 780	
TOTAL LIABILITIES	18,659,661	- 93,705	+3,402,572	
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in	136,041	+ 152	+ 1,130	
Surplus (Section 7)	151,720	--	+ 2,568	
Surplus (Section 13b)	26,839	--	- 425	
Other capital accounts	<u>35,346</u>	+ 645	+ 2,366	
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	19,009,607	- 92,908	+3,408,211	
Ratio of total reserves to deposit and F. R. note liabilities combined	87.3%	+ .3%	+ 3.5%	
Commitments to make industrial advances	8,403	- 51	- 4,936	

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JANUARY 10, 1940
(In thousands of dollars)

ASSETS

	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	15,384,025	886,976	7,383,927	866,402	1,012,103	407,936	292,910	2,482,656	389,832	248,769	350,311	233,421	828,782
Redemption fund - F.R. notes	9,903	924	1,619	1,071	816	935	745	624	772	219	478	364	1,336
Other cash	370,419	34,351	86,987	29,258	22,605	24,320	22,517	47,729	19,100	9,698	20,119	16,083	37,652
<u>Total reserves</u>	<u>15,764,347</u>	<u>922,251</u>	<u>7,472,533</u>	<u>896,731</u>	<u>1,035,524</u>	<u>433,191</u>	<u>315,172</u>	<u>2,531,009</u>	<u>409,704</u>	<u>258,686</u>	<u>370,908</u>	<u>249,868</u>	<u>867,770</u>
Bills discounted:													
Secured by U.S. Gov't obligations, direct and guaranteed	606	—	135	143	113	41	20	24	—	60	35	—	35
Other bills discounted	6,236	—	2,228	561	542	261	231	638	196	194	868	151	366
<u>Total bills discounted</u>	<u>6,842</u>	<u>—</u>	<u>2,363</u>	<u>704</u>	<u>655</u>	<u>302</u>	<u>251</u>	<u>662</u>	<u>196</u>	<u>254</u>	<u>903</u>	<u>151</u>	<u>401</u>
Industrial advances	10,843	1,296	2,041	3,123	295	947	694	323	11	737	169	487	720
U. S. Government securities, direct and guaranteed:													
Bonds	1,344,045	96,123	408,181	110,221	137,084	68,135	54,495	144,872	60,273	39,771	62,897	51,196	110,797
Notes	1,133,225	81,047	344,156	92,934	115,581	57,447	45,945	122,148	50,818	33,533	53,031	43,167	93,418
<u>Total U.S. Gov't securities, direct and guaranteed</u>	<u>2,477,270</u>	<u>177,170</u>	<u>752,337</u>	<u>203,155</u>	<u>252,665</u>	<u>125,582</u>	<u>100,440</u>	<u>267,020</u>	<u>111,091</u>	<u>73,304</u>	<u>115,928</u>	<u>94,363</u>	<u>204,215</u>
<u>Total bills and securities</u>	<u>2,494,955</u>	<u>178,466</u>	<u>756,741</u>	<u>206,982</u>	<u>253,615</u>	<u>126,831</u>	<u>101,385</u>	<u>268,005</u>	<u>111,298</u>	<u>74,295</u>	<u>117,000</u>	<u>95,001</u>	<u>205,336</u>
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	30,623	998	4,639	1,372	1,653	4,841	3,123	3,125	2,568	1,871	1,911	889	3,633
Uncollected items	618,796	64,695	145,034	46,809	69,921	51,450	27,868	86,098	29,460	16,680	28,539	22,731	29,511
Bank premises	41,735	2,889	9,895	4,573	5,547	2,545	2,034	3,390	2,242	1,396	3,093	1,175	2,956
Other assets	59,104	3,909	17,386	4,883	6,563	3,551	2,375	5,999	2,502	1,787	2,656	2,267	5,226
TOTAL ASSETS	19,009,607	1,173,211	8,406,246	1,161,355	1,372,827	622,411	452,959	2,897,632	557,775	354,715	524,108	371,932	1,114,436

*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON ~~JANUARY~~ 10, 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 cir- culation	4,886,229	403,476	1,241,394	345,624	460,335	222,648	160,036	1,075,520	190,900	139,900	181,493	81,998	382,905
Deposits:													
Member bank-reserve account	11,829,930	592,980	6,436,686	623,411	682,756	291,712	208,654	1,470,607	283,566	152,395	268,090	218,301	600,772
U.S.Treasurer-General account	655,434	52,840	149,824	55,458	82,227	23,457	24,797	145,775	23,824	22,720	24,143	21,446	28,923
Foreign bank	409,375	30,192	138,725	41,114	39,017	18,040	14,684	50,344	12,586	9,230	12,166	12,536	30,691
Other deposits	267,376	8,063	179,005	18,416	8,650	3,040	6,573	4,305	7,162	6,866	1,427	3,839	20,030
<u>Total deposits</u>	13,162,115	684,075	6,904,240	738,399	812,650	336,249	254,708	1,671,031	327,138	191,211	305,826	256,172	680,416
Deferred availability items	609,799	61,185	138,967	44,364	66,795	48,375	25,468	106,312	28,940	14,414	26,399	22,566	26,014
Other liabilities including accrued dividends	1,518	186	455	195	161	39	24	181	22	90	91	54	20
<u>TOTAL LIABILITIES</u>	18,659,661	1,148,922	8,285,056	1,128,582	1,339,941	607,311	440,236	2,853,044	547,000	345,615	513,809	360,790	1,089,355
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	136,041	9,403	51,141	12,116	13,955	5,179	4,647	13,534	4,080	2,940	4,324	4,067	10,655
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	35,346	1,607	9,614	2,066	3,601	1,428	1,638	6,801	1,448	2,007	1,220	1,835	2,081
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	19,009,607	1,173,211	8,406,246	1,161,355	1,372,827	622,411	452,959	2,897,632	557,775	354,715	524,108	371,932	1,114,436
Commitments to make industrial advances	8,403	460	1,793	345	1,083	759	77	20	152	62	532	—	3,120

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	6,842	796	205	1,563	3,814	446	18	—	—	—
Industrial advances	10,843	1,407	154	205	522	1,126	2,870	2,416	2,143	—
U. S. Government securities, direct and guaranteed	2,477,270	—	—	—	—	136,783	105,974	280,315	696,524	1,257,674

FEDERAL RESERVE NOTE STATEMENT ON JANUARY 10, 1940
(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	5,227,565	429,109	1,337,487	367,665	485,680	239,686	175,531	1,118,771	203,690	145,570	192,852	90,826	440,698
Held by Federal Reserve bank	341,336	25,633	96,093	22,041	25,345	17,038	15,495	43,251	12,790	5,670	11,359	6,828	57,793

In actual circulation

4,886,229	403,476	1,241,394	345,624	460,335	222,648	160,036	1,075,520	190,900	139,900	181,493	81,998	382,905
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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

5,341,000	440,000	1,355,000	375,000	491,000	250,000	180,000	1,140,000	209,000	147,500	195,000	94,500	464,000
1,374	—	219	156	—	87	—	—	45	118	749	—	—

Total collateral

5,342,374	440,000	1,355,219	375,156	491,000	250,087	180,000	1,140,000	209,045	147,618	195,749	94,500	464,000
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