

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Feb. 2;
not earlier.

Board of Governors
of the Federal Reserve System
February 1, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended January 31 member bank reserve balances increased \$2,000,000. Additions to member bank reserves arose from a decrease of \$23,000,000 in Treasury cash and increases of \$52,000,000 in gold stock and \$2,000,000 in Treasury currency, offset in part by increases of \$42,000,000 in Treasury deposits with Federal Reserve banks, \$9,000,000 in nonmember deposits and other Federal Reserve accounts and \$11,000,000 in money in circulation and by a decrease of \$11,000,000 in Reserve bank credit. Excess reserves of member banks on January 31 were estimated to be approximately \$5,560,000,000, a decrease of \$30,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended January 31, 1940, were as follows:

	Jan. 31, 1940	Jan. 24, 1940	Feb. 1, 1939
	(In millions of dollars)		
Bills discounted	7	--	+ 2
Bills bought	--	--	- 1
U.S. Gov't securities, direct and guaranteed	2,477	--	- 87
Industrial advances (not including 8 million commitments - January 31)	10	- 1	- 5
Other Reserve bank credit	8	- 11	+ 10
 Total Reserve bank credit	 2,503	 - 11	 - 79
Gold stock	17,931	+ 52	+3,237
Treasury currency	2,971	+ 2	+ 154
 Member bank reserve balances	 12,150	 + 2	 +3,103
Money in circulation	7,376	+ 11	+ 713
Treasury cash	2,358	- 23	- 412
Treasury deposits with F. R. banks	549	+ 42	- 338
Nonmember deposits and other F. R. accounts	971	+ 9	+ 246

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

		Increase or decrease since	
	Jan. 31, 1940	Jan. 24, 1940	Feb. 1, 1939
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	15,552,120	+ 69,000	+3,604,902
Redemption fund - F. R. notes	9,335	+ 733	- 1,106
Other cash	413,222	+ 42	- 26,920
<u>Total reserves</u>	15,974,677	+ 69,782	+3,576,876
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	558	- 86	- 2,322
Other bills discounted	6,383	+ 31	+ 4,395
<u>Total bills discounted</u>	6,946	- 55	+ 2,073
Bills bought in open market	--	--	- 556
Industrial advances	10,373	- 538	- 4,438
U. S. Government securities, direct and guaranteed:			
Bonds	1,344,045	--	+ 503,152
Notes	1,133,225	--	- 76,706
Bills	--	--	- 513,191
<u>Total U. S. Government securities, direct and guaranteed</u>	2,477,270	--	- 86,745
<u>Total bills and securities</u>	2,494,589	- 593	- 89,666
Due from foreign banks	47	--	- 119
F. R. notes of other banks	24,626	- 1,640	- 1,698
Uncollected items	625,068	- 15,503	+ 41,194
Bank premises	41,808	+ 97	- 1,023
Other assets	61,973	+ 1,270	+ 14,103
<u>T O T A L A S S E T S</u>	19,222,788	+ 53,413	+3,539,667
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,832,101	+ 4,349	+ 484,892
Deposits:			
Member bank - reserve account	12,149,576	+ 1,920	+3,102,765
U. S. Treasurer - General account	549,441	+ 41,856	- 337,580
Foreign bank	407,313	- 5,254	+ 221,547
Other deposits	315,284	+ 15,270	+ 32,123
<u>Total deposits</u>	13,421,614	+ 53,892	+3,018,855
Deferred availability items	616,701	- 5,249	+ 30,608
Other liabilities including accrued dividends	2,153	+ 162	- 978
<u>T O T A L L I A B I L I T I E S</u>	18,872,569	+ 53,154	+3,533,377
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	136,008	+ 54	+ 1,218
Surplus (Section 7)	151,720	--	+ 2,568
Surplus (Section 13b)	26,839	--	- 425
Other capital accounts	35,652	+ 205	+ 2,929
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	19,222,788	+ 53,413	+3,539,667
Ratio of total reserves to deposit and F. R. note liabilities combined	87.5%	+ .1%	+ 3.4%
Commitments to make industrial advances	8,376	- 19	- 4,516

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JANUARY 31, 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	15,552,120	865,470	7,690,760	822,584	975,695	403,777	294,179	2,428,526	424,363	250,953	348,173	224,798	822,842
Redemption fund - F.R. notes	9,335	805	1,090	873	658	1,161	419	1,394	718	195	434	335	1,253
Other cash	413,222	36,701	95,478	34,339	31,347	27,024	22,411	54,561	18,286	9,965	20,482	17,366	45,262
<u>Total reserves</u>	<u>15,974,677</u>	<u>902,976</u>	<u>7,787,328</u>	<u>857,796</u>	<u>1,007,700</u>	<u>431,962</u>	<u>317,009</u>	<u>2,484,481</u>	<u>443,367</u>	<u>261,113</u>	<u>369,089</u>	<u>242,499</u>	<u>869,357</u>
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	558	25	160	135	63	44	10	24	—	40	10	4	43
Other bills discounted	6,388	125	2,232	547	541	330	369	632	201	156	693	164	398
<u>Total bills discounted</u>	<u>6,946</u>	<u>150</u>	<u>2,392</u>	<u>682</u>	<u>604</u>	<u>374</u>	<u>379</u>	<u>656</u>	<u>201</u>	<u>196</u>	<u>703</u>	<u>168</u>	<u>441</u>
Industrial advances	10,373	1,350	2,040	3,129	305	934	698	331	11	201	169	485	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>2,494,589</u>	<u>178,670</u>	<u>756,769</u>	<u>206,966</u>	<u>253,574</u>	<u>126,890</u>	<u>101,517</u>	<u>268,007</u>	<u>111,303</u>	<u>73,701</u>	<u>116,800</u>	<u>95,016</u>	<u>205,376</u>
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	24,626	801	3,357	832	1,778	4,760	3,314	3,384	1,141	952	1,365	596	2,346
Uncollected items	625,068	63,302	161,057	44,272	72,597	49,066	23,916	91,353	26,779	14,274	25,414	22,408	30,630
Bank premises	41,808	2,885	9,876	4,562	5,535	2,538	2,030	3,384	2,244	1,393	3,245	1,169	2,947
Other assets	61,973	4,087	17,998	5,356	6,858	3,672	2,525	6,315	2,639	1,863	2,795	2,426	5,439
<u>TOTAL ASSETS</u>	<u>19,222,788</u>	<u>1,152,724</u>	<u>8,736,403</u>	<u>1,119,789</u>	<u>1,348,046</u>	<u>618,890</u>	<u>450,313</u>	<u>2,856,930</u>	<u>587,474</u>	<u>353,296</u>	<u>518,709</u>	<u>364,115</u>	<u>1,116,099</u>

*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JANUARY 31, 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	4,832,101	397,937	1,233,250	343,467	451,877	218,952	158,620	1,064,756	190,341	138,769	179,806	80,821	373,505
Deposits:													
Member bank-reserve account	12,149,576	597,648	6,715,297	600,835	705,007	285,907	209,900	1,484,330	312,000	151,361	267,159	216,425	603,707
U.S.Treasurer-General account	549,441	36,040	143,917	40,482	41,921	31,356	23,105	99,613	28,103	26,438	23,653	19,342	35,471
Foreign bank	407,313	29,166	145,864	39,717	37,691	17,427	14,185	48,634	12,158	8,916	11,753	12,158	29,644
Other deposits	315,284	6,021	229,375	17,991	8,130	2,058	8,052	4,262	8,413	5,866	606	2,981	21,529
<u>Total deposits</u>	13,421,614	668,875	7,234,453	699,025	792,749	336,748	255,242	1,636,839	360,674	192,581	303,171	250,906	690,351
Deferred availability items	616,701	61,410	146,946	44,169	70,298	47,996	23,661	110,501	25,618	12,726	25,138	21,159	27,079
Other liabilities including accrued dividends	2,153	228	324	527	212	38	42	242	42	106	256	71	65
<u>TOTAL LIABILITIES</u>	18,872,569	1,128,450	8,614,973	1,087,188	1,315,136	603,734	437,565	2,812,338	576,675	344,182	508,371	352,957	1,091,000

CAPITAL ACCOUNTS

Capital paid in	136,008	9,347	51,179	11,920	13,973	5,222	4,664	13,553	4,088	2,951	4,360	4,082	10,669
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	35,652	1,648	9,816	2,090	3,607	1,441	1,646	6,786	1,464	2,010	1,223	1,836	2,085
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	19,222,788	1,152,724	8,736,403	1,119,789	1,348,046	618,890	450,313	2,856,930	587,474	353,296	518,709	364,115	1,116,099

Commitments to make industrial advances	8,376	366	1,760	434	1,095	737	75	20	152	62	512	—	3,163
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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	6,946	1,038	1,580	3,708	377	177	66	—	—	—
Industrial advances	10,373	1,484	149	178	493	1,093	2,909	2,136	1,931	—
U. S. Government securities, direct and guaranteed	2,477,270	—	—	—	—	136,783	105,974	281,368	695,471	1,257,674

FEDERAL RESERVE NOTE STATEMENT ON JANUARY 31, 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	5,164,940	423,526	1,322,056	363,575	479,819	232,334	171,019	1,112,920	201,468	144,854	187,655	89,392	436,322
Held by Federal Reserve bank	332,839	25,589	88,806	20,108	27,942	13,382	12,399	48,164	11,127	6,085	7,849	8,571	62,817

In actual circulation

4,832,101	397,937	1,233,250	343,467	451,877	218,952	158,620	1,064,756	190,341	138,769	179,806	80,821	373,505
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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	5,309,000	440,000	1,340,000	375,000	486,000	250,000	180,000	1,130,000	209,000	147,500	195,000	92,500	464,000
Eligible paper	1,307	150	248	141	--	159	--	--	--	58	551	--	--

Total collateral

5,310,307	440,150	1,340,248	375,141	486,000	250,159	180,000	1,130,000	209,000	147,558	195,551	92,500	464,000
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