

STATEMENT FOR THE PRESS

Released for publication
Friday morning, March 8;
not earlier.

Board of Governors
of the Federal Reserve System
March 7, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended March 6 member bank reserve balances increased \$49,000,000. Additions to member bank reserves arose from increases of \$54,000,000 in gold stock and \$4,000,000 in Treasury currency, and decreases of \$25,000,000 in Treasury deposits with Federal Reserve banks, \$16,000,000 in Treasury cash and \$15,000,000 in nonmember deposits and other Federal Reserve accounts, offset in part by an increase of \$42,000,000 in money in circulation and a decrease of \$22,000,000 in Reserve bank credit. Excess reserves of member banks on March 6 were estimated to be approximately \$5,730,000,000, an increase of \$40,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended March 6, 1940, were as follows:

	Mar. 6, <u>1940</u>	Feb. 28, <u>1940</u>	Mar. 8, <u>1939</u>
	Increase or decrease since		
	(In millions of dollars)		
Bills discounted	3	- 4	--
Bills bought	--	--	- 1
U. S. Government securities, direct and guaranteed	2,477	--	- 87
Industrial advances (not including 9 million commitments - March 6)	10	- 1	- 4
Other Reserve bank credit	25	- 18	+ 42
 Total Reserve bank credit	 2,515	 - 22	 - 50
Gold stock	18,220	+ 54	+ 3,297
Treasury currency	2,984	+ 4	+ 155
 Member bank reserve balances	 12,367	 + 49	 + 3,382
Money in circulation	7,481	+ 42	+ 730
Treasury cash	2,358	- 16	- 358
Treasury deposits with F. R. banks	536	- 25	- 566
Nonmember deposits and other F. R. accounts	977	- 15	+ 214

Released for publication Friday morning, March 8, 1940; not earlier.

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

	Increase or decrease since		
	Mar. 6, 1940	Feb. 28, 1940	Mar. 8, 1939
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	15,868,621	+ 75,000	+3,684,902
Redemption fund - F. R. notes	9,572	- 2	- 558
Other cash	356,186	- 11,269	- 59,057
<u>Total reserves</u>	16,234,379	+ 63,729	+3,625,287
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	470	- 42	- 1,226
Other bills discounted	2,507	- 3,660	+ 858
<u>Total bills discounted</u>	2,977	- 3,702	- 368
Bills bought in open market	--	--	- 553
Industrial advances	10,404	- 300	- 3,718
U. S. Government securities, direct and guaranteed:			
Bonds	1,344,045	--	+ 503,152
Notes	1,133,225	--	- 82,241
Bills	--	--	- 507,656
<u>Total U. S. Government securities, direct and guaranteed</u>	2,477,270	--	- 86,745
<u>Total bills and securities</u>	2,490,651	- 4,002	- 91,384
Due from foreign banks	47	--	- 122
F. R. notes of other banks	19,935	- 1,647	+ 553
Uncollected items	619,180	- 19,574	+ 83,534
Bank premises	41,703	- 38	- 1,032
Other assets	65,695	+ 936	+ 14,008
<u>T O T A L A S S E T S</u>	19,471,590	+ 39,404	+3,630,844
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,889,287	+ 30,610	+ 545,721
Deposits:			
Member bank - reserve account	12,367,086	+ 49,292	+3,382,097
U. S. Treasurer - General account	535,988	- 25,418	- 565,574
Foreign bank	353,533	- 27,311	+ 97,598
Other deposits	377,032	+ 13,651	+ 122,919
<u>Total deposits</u>	13,633,639	+ 10,214	+3,037,040
Deferred availability items	594,538	- 1,571	+ 41,482
Other liabilities including accrued dividends	3,098	- 42	- 238
<u>T O T A L L I A B I L I T I E S</u>	19,120,562	+ 39,211	+3,624,005
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	136,074	- 7	+ 1,126
Surplus (Section 7)	151,720	--	+ 2,568
Surplus (Section 13b)	26,839	--	- 425
Other capital accounts	36,395	+ 200	+ 3,570
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	19,471,590	+ 39,404	+3,630,844
Ratio of total reserves to deposit and F. R. note liabilities combined	87.6%	+ .1%	+ 3.2%
Commitments to make industrial advances	9,126	+ 160	- 3,444

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON MARCH 6, 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	15,868,621	878,990	7,956,005	831,127	991,934	412,723	306,482	2,407,278	408,223	248,703	353,601	224,766	848,789
Redemption fund -F.R. notes	9,572	647	1,540	631	934	768	782	1,149	664	661	377	302	1,117
Other cash	356,186	29,768	89,821	28,751	25,806	22,632	20,386	45,984	14,839	9,528	18,546	13,771	36,354
<u>Total reserves</u>	16,234,379	909,405	8,047,366	860,509	1,018,674	436,123	327,650	2,454,411	423,726	258,892	372,524	238,839	886,260
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	470	70	145	60	13	41	10	59	—	25	—	4	43
Other bills discounted	2,507	—	854	252	238	86	112	263	79	56	263	106	198
<u>Total bills discounted</u>	2,977	70	999	312	251	127	122	322	79	81	263	110	241
Industrial advances	10,404	1,406	2,049	3,097	318	925	801	330	—	186	119	482	691
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>	2,477,270	177,170	752,337	203,155	252,665	125,582	100,440	267,020	111,091	73,304	115,928	94,363	204,215
<u>Total bills and securities</u>	2,490,651	178,646	755,385	206,564	253,234	126,634	101,363	267,672	111,170	73,571	116,310	94,955	205,147
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	19,935	558	1,981	828	1,405	2,766	1,829	2,882	1,920	1,379	1,578	741	2,068
Uncollected items	619,180	58,247	147,223	49,561	68,744	50,510	26,601	88,050	27,652	15,642	29,025	29,328	28,597
Bank premises	41,703	2,880	9,858	4,551	5,523	2,532	2,027	3,379	2,246	1,391	3,213	1,165	2,938
Other assets	65,695	4,393	19,211	5,476	7,255	3,831	2,615	6,716	2,808	1,978	2,967	2,653	5,792
T O T A L A S S E T S	19,471,590	1,154,132	8,981,042	1,127,494	1,354,839	622,398	462,087	2,823,116	569,523	352,853	525,618	367,682	1,130,806

*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON MARCH 6, 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	4,889,287	403,480	1,254,079	345,288	454,329	218,391	159,269	1,072,007	191,673	141,053	183,680	81,074	384,964
Deposits:													
Member bank-reserve account	12,367,086	593,321	6,945,742	595,645	703,654	295,474	221,521	1,465,367	286,307	151,080	271,302	213,859	623,914
U.S.Treasurer-General account	535,988	43,348	118,303	43,294	53,919	23,942	21,991	105,057	33,312	23,600	22,026	22,056	25,140
Foreign bank	353,533	25,350	125,649	34,629	32,862	15,194	12,367	42,402	10,601	7,774	10,247	10,601	25,857
Other deposits	377,032	6,389	280,897	26,092	10,507	4,151	8,410	3,424	9,255	6,291	394	2,299	18,923
<u>Total deposits</u>	13,633,639	668,408	7,470,591	699,660	800,942	338,761	264,289	1,616,250	339,475	188,745	303,369	248,815	693,834
Deferred availability items	594,538	57,633	134,027	49,455	66,216	49,925	25,665	89,774	27,460	13,782	27,458	26,499	26,644
Other liabilities including accrued dividends	3,098	297	725	435	342	85	119	378	72	138	230	110	167
<u>TOTAL LIABILITIES</u>	19,120,562	1,129,818	8,859,422	1,094,838	1,321,829	607,162	449,342	2,778,409	558,680	343,718	515,237	356,498	1,105,609
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	136,074	9,340	51,105	11,909	14,004	5,265	4,622	13,585	4,106	2,958	4,377	4,094	10,709
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	36,395	1,695	10,080	2,156	3,676	1,478	1,685	6,869	1,490	2,024	1,249	1,850	2,143
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	19,471,590	1,154,132	8,981,042	1,127,494	1,354,839	622,398	462,087	2,823,116	569,523	352,853	525,618	367,682	1,130,806
Commitments to make industrial advances	9,126	356	1,684	711	1,119	760	18	20	151	61	492	--	3,754

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	2,977	1,468	45	181	1,126	91	66	--	--	--
Industrial advances	10,404	1,493	415	339	157	1,728	1,983	2,125	2,164	--
U. S. Government securities, direct and guaranteed	2,477,270	--	--	--	--	136,783	105,974	281,363	684,796	1,268,349

FEDERAL RESERVE NOTE STATEMENT ON MARCH 6, 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	5,210,592	422,184	1,349,118	366,330	480,525	233,091	172,270	1,118,041	202,207	144,856	192,721	89,990	439,259
Held by Federal Reserve bank	321,305	18,704	95,039	21,042	26,196	14,700	13,001	46,034	10,534	3,803	9,041	8,916	54,295

In actual circulation

4,889,287	403,480	1,254,079	345,288	454,329	218,391	159,269	1,072,007	191,673	141,053	183,630	81,074	384,964
-----------	---------	-----------	---------	---------	---------	---------	-----------	---------	---------	---------	--------	---------

Collateral held by agent as security for notes issued to bank:

Gold certificates on hand and

due from U. S. Treasury	5,323,500	440,000	1,365,000	375,000	482,000	250,000	175,000	1,130,000	209,000	147,500	195,000	91,000	464,000
Eligible paper	615	70	145	116	—	42	—	—	—	37	205	—	—

Total collateral

5,324,115	440,070	1,365,145	375,116	482,000	250,042	175,000	1,130,000	209,000	147,537	195,205	91,000	464,000
-----------	---------	-----------	---------	---------	---------	---------	-----------	---------	---------	---------	--------	---------