

STATEMENT FOR THE PRESS

Released for publication
Friday morning, May 3;
not earlier.

Board of Governors
of the Federal Reserve System
May 2, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended May 1 member bank reserve balances decreased \$13,000,000. Reductions in member bank reserves arose from increases of \$50,000,000 in money in circulation, \$20,000,000 in Treasury deposits with Federal Reserve banks, and \$20,000,000 in nonmember deposits and other Federal Reserve accounts, offset in part by a decrease of \$12,000,000 in Treasury cash and increases of \$63,000,000 in gold stock and \$3,000,000 in Treasury currency. Excess reserves of member banks on May 1 were estimated to be approximately \$6,110,000,000, a decrease of \$10,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended May 1, 1940, were as follows:

	Increase or decrease since		
	May 1, 1940	April 24, 1940	May 3, 1939
	(In millions of dollars)		
Bills discounted	3	+ 1	- -
Bills bought	- -	- -	- 1
U. S. Gov't securities, direct and guaranteed	2,467	- -	- 97
Industrial advances (not including 9 million commitments - May 1)	9	- 1	- 4
Other Reserve bank credit	21	- 1	+ 30
Total Reserve bank credit	2,500	- 1	- 72
Gold stock	18,771	+ 63	+2,970
Treasury currency	3,000	+ 3	+ 149
Member bank reserve balances	12,870	- 13	+2,998
Money in circulation	7,570	+ 50	+ 655
Treasury cash	2,293	- 12	- 398
Treasury deposits with F. R. banks	490	+ 20	- 446
Nonmember deposits and other F. R. accounts	1,049	+ 20	+ 240

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

		Increase or decrease since	
	May 1, <u>1940</u>	April 24, <u>1940</u>	May 3, <u>1939</u>
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	16,442,978	+ 64,501	+3,323,260
Redemption fund - F. R. notes	9,640	+ 500	+ 1,817
Other cash	<u>379,962</u>	<u>- 9,663</u>	<u>+ 16,456</u>
<u>Total reserves</u>	16,832,580	+ 55,338	+3,341,533
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	621	+ 178	- 1,152
Other bills discounted	<u>2,047</u>	<u>+ 118</u>	<u>+ 330</u>
<u>Total bills discounted</u>	2,668	+ 296	- 822
Bills bought in open market	- -	- -	- 562
Industrial advances	9,333	- 585	- 3,478
U.S. Government securities, direct and guaranteed:			
Bonds	1,337,495	- -	+ 426,405
Notes	1,129,225	- -	- 46,884
Bills	<u>- -</u>	<u>- -</u>	<u>- 476,816</u>
<u>Total U. S. Government securities, direct and guaranteed</u>	2,466,720	- -	- 97,295
<u>Total bills and securities</u>	2,478,721	- 289	- 102,157
Due from foreign banks	47	- -	- 113
F. R. notes of other banks	21,751	- 362	+ 2,113
Uncollected items	688,329	+ 49,608	+ 78,424
Bank premisses	41,533	- 88	- 1,016
Other assets	<u>59,524</u>	<u>+ 379</u>	<u>+ 8,830</u>
T O T A L A S S E T S	20,122,485	+104,586	+3,327,614
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	4,945,500	+ 26,997	+ 480,496
Deposits:			
Member bank - reserve account	12,869,916	- 13,118	+2,997,776
U.S. Treasurer - General account	490,106	+ 20,132	- 446,165
Foreign bank	357,212	- 19,190	+ 131,556
Other deposits	<u>435,912</u>	<u>+ 39,617</u>	<u>+ 107,655</u>
<u>Total deposits</u>	14,153,146	+ 27,441	+2,790,822
Deferred availability items	667,041	+ 50,580	+ 48,098
Other liabilities including accrued dividends	<u>4,064</u>	<u>- 502</u>	<u>- 455</u>
T O T A L L I A B I L I T I E S	19,769,751	+104,516	+3,318,961
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	136,113	- 12	+ 1,115
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	<u>38,062</u>	<u>+ 82</u>	<u>+ 5,395</u>
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	20,122,485	+104,586	+3,327,614
Ratio of total reserves to deposit and F. R. note liabilities combined	88.1%	- -	+ 2.9%
Commitments to make industrial advances	9,225	+ 500	- 2,497

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON MAY 1, 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	16,442,978	888,133	8,221,053	904,183	1,032,549	416,966	307,959	2,559,398	361,456	233,662	356,523	232,259	928,837
Redemption fund - F.R.notes	9,640	380	1,559	870	601	1,192	574	771	568	616	280	748	1,481
Other cash	379,962	31,570	105,899	29,482	25,533	23,282	21,104	47,726	17,089	9,594	19,350	15,684	33,649
<u>Total reserves</u>	16,832,580	920,083	8,328,511	934,535	1,058,683	441,440	329,637	2,607,895	379,113	243,872	376,153	248,691	963,967
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	621	77	270	30	13	40	19	54	25	30	5	35	23
Other bills discounted	2,047	- -	590	130	130	113	106	128	140	62	243	270	135
<u>Total bills discounted</u>	2,668	77	860	160	143	153	125	182	165	92	248	305	158
Industrial advances	9,333	1,199	2,028	2,708	353	910	301	339	60	172	111	479	673
U. S. Government securities, direct and guaranteed:													
Bonds	1,337,495	97,529	400,969	106,802	136,778	68,248	56,495	146,385	61,325	40,271	61,738	51,517	109,438
Notes	1,129,225	82,343	338,532	90,170	115,478	57,622	47,700	123,590	51,775	34,000	52,123	43,495	92,397
<u>Total U. S. Gov't securities, direct and guaranteed</u>	2,466,720	179,872	739,501	196,972	252,256	125,870	104,195	269,975	113,100	74,271	113,861	95,012	201,835
<u>Total bills and securities</u>	2,478,721	181,148	742,389	199,840	252,752	126,933	104,621	270,496	113,325	74,535	114,220	95,796	202,666
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	21,751	848	1,584	910	1,672	3,994	2,598	3,213	1,708	749	1,539	708	2,228
Uncollected items	688,329	66,641	168,013	53,749	81,766	53,516	30,606	96,423	29,214	17,570	31,702	24,831	34,298
Bank premises	41,533	2,871	9,821	4,530	5,498	2,519	2,019	3,367	2,268	1,386	3,181	1,153	2,920
Other assets	59,524	4,026	17,095	4,711	6,668	3,467	2,475	6,172	2,601	1,835	2,654	2,566	5,254
T O T A L A S S E T S	20,122,485	1,175,620	9,267,431	1,198,280	1,407,043	631,871	471,958	2,987,572	528,230	339,947	529,450	373,746	1,211,337

*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON MAY 1, 1940
(In thousands of dollars)

<u>LIABILITIES</u>													
	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
F. R. notes in actual cir- culation	4,945,500	405,301	1,289,308	345,472	452,834	218,645	160,356	1,088,560	192,777	142,507	182,466	79,959	387,315
Deposits:													
Member bank-reserve acct.	12,869,916	627,747	7,055,987	692,572	765,069	294,504	225,799	1,656,493	249,989	131,255	264,018	213,489	692,994
U.S.Treasurer-General acct.	490,106	20,193	167,353	22,153	31,106	29,160	23,938	52,998	28,271	28,049	29,641	28,156	29,088
Foreign bank	357,212	25,628	126,259	35,104	33,312	15,402	12,537	42,984	10,746	7,880	10,388	10,746	26,226
Other deposits	435,912	6,656	350,668	13,769	8,839	6,428	6,531	5,059	6,825	5,688	1,706	5,806	17,937
<u>Total deposits</u>	<u>14,153,146</u>	<u>680,224</u>	<u>7,700,267</u>	<u>763,598</u>	<u>838,326</u>	<u>345,494</u>	<u>268,805</u>	<u>1,757,534</u>	<u>295,831</u>	<u>172,872</u>	<u>305,753</u>	<u>258,197</u>	<u>766,245</u>
Deferred availability items	667,041	65,248	154,623	56,012	82,231	52,287	29,808	96,055	28,582	15,228	30,558	24,195	32,214
Other liabilities including accrued dividends	4,064	416	1,108	384	460	130	166	491	112	166	257	146	228
<u>TOTAL LIABILITIES</u>	<u>19,769,751</u>	<u>1,151,189</u>	<u>9,145,306</u>	<u>1,165,466</u>	<u>1,373,851</u>	<u>616,556</u>	<u>459,135</u>	<u>2,942,640</u>	<u>517,302</u>	<u>330,773</u>	<u>519,034</u>	<u>362,497</u>	<u>1,186,002</u>
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	136,113	9,336	51,049	11,911	14,013	5,276	4,632	13,624	4,122	2,955	4,377	4,111	10,707
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	38,062	1,816	10,641	2,312	3,849	1,546	1,753	7,055	1,559	2,066	1,284	1,898	2,283
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	<u>20,122,485</u>	<u>1,175,620</u>	<u>9,267,431</u>	<u>1,198,280</u>	<u>1,407,043</u>	<u>631,871</u>	<u>471,958</u>	<u>2,987,572</u>	<u>528,230</u>	<u>339,947</u>	<u>529,450</u>	<u>373,746</u>	<u>1,211,337</u>
Commitments to make industrial advances	9,225	330	849	1,145	1,182	713	516	18	179	58	457	- -	3,778
<u>MATURITY DISTRIBUTION OF BILLS AND SECURITIES</u>													
	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	2,668	927	1,059	224	189	262	7	- -	- -	- -			
Industrial advances	9,333	1,437	77	244	646	1,413	1,329	2,012	2,175	- -			
U. S. Government securities, direct and guaranteed	2,466,720	- -	- -	- -	- -	- -	224,796	248,417	731,708	1,261,799			

FEDERAL RESERVE NOTE STATEMENT ON MAY 1, 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	5,246,984	419,046	1,386,426	362,503	474,951	234,476	173,345	1,129,275	202,923	145,814	190,525	86,240	441,460
Held by Federal Reserve bank	301,484	13,745	97,118	17,031	22,117	15,831	12,989	40,715	10,146	3,307	8,059	6,281	54,145
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<u>In actual circulation</u>	4,945,500	405,301	1,289,308	345,472	452,834	218,645	160,356	1,088,560	192,777	142,507	182,466	79,959	387,315
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	5,374,500	440,000	1,405,000	375,000	479,000	250,000	180,000	1,140,000	209,000	147,500	195,000	90,000	464,000
Eligible paper	1,059	77	433	62	- -	110	- -	- -	90	70	217	- -	- -
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<u>Total collateral</u>	5,375,559	440,077	1,405,433	375,062	479,000	250,110	180,000	1,140,000	209,090	147,570	195,217	90,000	464,000