

STATEMENT FOR THE PRESS

Released for publication
Friday morning, June 7;
not earlier.

Board of Governors
of the Federal Reserve System
June 6, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended June 5 member bank reserve balances increased \$172,000,000. Additions to member bank reserves arose from increases of \$119,000,000 in gold stock and \$19,000,000 in Reserve bank credit and decreases of \$70,000,000 in Treasury deposits with Federal Reserve banks, and \$2,000,000 in nonmember deposits and other Federal Reserve accounts, offset in part by increases of \$33,000,000 in money in circulation and \$5,000,000 in Treasury cash. Excess reserves of member banks on June 5 were estimated to be approximately \$6,530,000,000, an increase of \$170,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended June 5, 1940, were as follows:

	June 5, <u>1940</u>	May 29, <u>1940</u>	June 7, <u>1939</u>
	Increase or decrease since		
	(In millions of dollars)		
Bills discounted	3	--	--
Bills bought	--	--	1
U. S. Gov't securities, direct and guaranteed	2,477	--	87
Industrial advances (not including 9 million commitments - June 5)	9	--	3
Other Reserve bank credit	41	+ 19	+ 45
 Total Reserve bank credit	 2,530	 + 19	 + 46
Gold stock	19,281	+ 119	+3,294
Treasury currency	3,008	+ 1	+ 144
 Member bank reserve balances	 13,387	 + 172	 +3,334
Money in circulation	7,718	+ 33	+ 732
Treasury cash	2,205	+ 5	- 366
Treasury deposits with F. R. banks	308	- 70	- 627
Nonmember deposits and other F.R. accounts	1,201	- 2	+ 318

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

		Increase or decrease since	
	June 5, 1940	May 29, 1940	June 7, 1939
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	17,053,492	+118,019	+3,661,773
Redemption fund - F. R. notes	10,490	+ 1,469	+ 1,217
Other cash	<u>348,578</u>	<u>- 10,448</u>	<u>- 1,298</u>
<u>Total reserves</u>	17,412,560	+109,040	+3,661,692
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	1,450	- 310	- 358
Other bills discounted	<u>1,332</u>	<u>+ 29</u>	<u>- 327</u>
<u>Total bills discounted</u>	2,782	- 281	- 685
Bills bought in open market	- -	- -	- 561
Industrial advances	9,088	- 73	- 3,341
U. S. Government securities, direct and guaranteed:			
Bonds	1,346,995	- -	+ 435,905
Notes	1,130,125	- -	- 45,984
Bills	<u>- -</u>	<u>- -</u>	<u>- 476,816</u>
<u>Total U. S. Government securities, direct and guaranteed</u>	2,477,120	- -	- 86,895
<u>Total bills and securities</u>	2,488,990	- 354	- 91,482
Due from foreign banks	47	- -	- 114
F. R. notes of other banks	18,871	- 391	- 741
Uncollected items	673,347	+ 36,055	+ 93,492
Bank premises	41,511	- 44	- 942
Other assets	<u>64,396</u>	<u>+ 835</u>	<u>+ 7,406</u>
T O T A L A S S E T S	20,699,722	+145,141	+3,669,311
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	5,065,239	+26,853	+ 588,929
Deposits:			
Member bank - reserve account	13,386,697	+171,549	+3,334,054
U. S. Treasurer - General account	308,135	- 69,614	- 626,829
Foreign bank	454,181	+ 14,095	+ 144,581
Other deposits	<u>494,321</u>	<u>- 15,143</u>	<u>+ 173,880</u>
<u>Total deposits</u>	14,643,334	+100,887	+3,025,686
Deferred availability items	632,339	+ 17,150	+ 48,132
Other liabilities including accrued dividends	<u>5,277</u>	<u>+ 96</u>	<u>- 1,550</u>
T O T A L L I A B I L I T I E S	20,346,189	+144,986	+3,661,197
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	136,165	+ 14	+ 1,212
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	<u>38,809</u>	<u>+ 141</u>	<u>+ 4,759</u>
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	20,699,722	+145,141	+3,669,311
Ratio of total reserves to deposit and F. R. note liabilities combined	88.4%	- -	+ 3.0%
Commitments to make industrial advances	8,828	- 24	- 2,645

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JUNE 5, 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	17,053,492	944,878	8,443,951	892,154	1,078,403	428,891	335,192	2,703,548	414,654	260,057	344,538	232,780	974,446
Redemption fund - F.R.notes	10,490	2,179	852	615	851	1,781	369	454	511	549	228	716	1,385
Other cash	348,578	29,478	102,598	24,963	23,490	20,209	17,767	48,279	16,382	6,296	17,698	13,792	27,626
<u>Total reserves</u>	17,412,560	976,535	8,547,401	917,732	1,102,744	450,881	353,328	2,752,281	431,547	266,902	362,464	247,288	1,003,457
Bills discounted:													
Secured by U. S. Gov't obligations,													
direct and guaranteed	1,450	70	990	49	23	60	24	54	- -	80	23	39	38
Other bills discounted	1,332	13	188	29	36	70	95	10	160	84	287	279	81
<u>Total bills discounted</u>	2,782	83	1,178	78	59	130	119	64	160	164	310	318	119
Industrial advances	9,088	1,163	2,010	2,588	350	912	267	330	60	163	102	475	668
U. S. Government securities,													
direct and guaranteed:													
Bonds	1,346,995	98,199	404,247	107,604	137,752	68,663	56,851	147,369	61,672	40,510	62,096	51,835	110,197
Notes	1,130,125	82,387	339,160	90,279	115,574	57,610	47,699	123,644	51,742	33,987	52,098	43,490	92,455
<u>Total U. S. Gov't securities,</u> <u>direct and guaranteed</u>	2,477,120	180,586	743,407	197,883	253,326	126,273	104,550	271,013	113,414	74,497	114,194	95,325	202,652
<u>Total bills and securities</u>	2,488,990	181,832	746,595	200,549	253,735	127,315	104,936	271,407	113,634	74,824	114,606	96,118	203,439
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	18,871	534	1,366	962	1,539	2,442	2,072	2,970	1,990	411	1,238	508	2,839
Uncollected items	673,347	62,690	154,581	50,047	73,497	62,743	33,687	90,294	32,628	17,379	29,861	30,852	35,088
Bank premises	41,511	2,866	9,820	4,520	5,486	2,513	2,016	3,362	2,321	1,384	3,165	1,147	2,911
Other assets	64,396	4,366	18,484	5,371	7,140	3,701	2,630	6,666	2,798	1,971	2,857	2,784	5,628
<u>T O T A L A S S E T S</u>	20,699,722	1,228,826	9,478,265	1,179,186	1,444,145	649,597	498,671	3,126,986	584,919	362,871	514,192	378,698	1,253,366

*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JUNE 5, 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	5,065,239	415,642	1,341,163	352,194	458,871	222,831	163,682	1,105,868	193,651	142,536	185,218	79,564	404,019
Deposits:													
Member bank-reserve acct.	13,386,697	678,461	7,229,475	657,833	810,102	312,611	249,848	1,792,606	309,645	162,362	259,598	219,815	704,341
U.S. Treasurer-General acct.	308,135	10,916	77,328	27,563	21,901	14,856	20,425	35,721	18,808	19,211	16,969	20,179	24,258
Foreign bank	454,181	32,456	161,218	44,547	42,274	19,546	15,909	54,547	13,637	10,000	13,182	13,637	33,228
Other deposits	494,321	6,392	409,878	15,664	7,335	2,886	7,463	4,834	5,953	5,511	433	2,747	25,225
<u>Total deposits</u>	<u>14,643,334</u>	<u>728,225</u>	<u>7,877,899</u>	<u>745,607</u>	<u>881,612</u>	<u>349,899</u>	<u>293,645</u>	<u>1,887,708</u>	<u>348,043</u>	<u>197,084</u>	<u>290,182</u>	<u>256,378</u>	<u>787,052</u>
Deferred availability items	632,339	59,961	135,359	47,725	69,836	61,352	23,237	87,839	32,095	13,891	28,076	31,289	36,579
Other liabilities including accrued dividends	5,277	518	1,470	773	534	172	194	540	147	166	268	181	314
TOTAL LIABILITIES	20,346,189	1,204,346	9,355,891	1,146,299	1,410,903	634,254	435,808	3,081,955	573,936	353,677	503,744	367,412	1,227,964

CAPITAL ACCOUNTS

Capital paid in	136,165	9,332	51,039	11,917	14,000	5,276	4,632	13,659	4,137	2,957	4,378	4,124	10,714
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	38,809	1,869	10,900	2,379	3,912	1,574	1,793	7,119	1,599	2,084	1,315	1,922	2,343
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	20,699,722	1,228,826	9,478,265	1,179,186	1,444,145	649,597	498,671	3,126,986	584,919	362,871	514,192	378,698	1,253,366
Commitments to make industrial advances	8,828	322	828	1,139	1,177	691	515	18	175	56	167	- -	3,740

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	2,782	1,814	149	196	132	491	- -	- -	- -	- -
Industrial advances	9,088	1,623	588	893	85	780	1,157	1,901	2,061	- -
U. S. Government securities, direct and guaranteed	2,477,120	- -	- -	- -	- -	- -	224,796	248,417	732,608	1,271,299

FEDERAL RESERVE NOTE STATEMENT ON JUNE 5, 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
Held by Federal Reserve bank

5,367,189	430,770	1,432,080	369,526	482,885	238,477	177,413	1,149,333	203,373	146,850	195,020	86,329	455,133
301,950	15,128	90,917	17,332	24,014	15,646	13,731	43,465	9,722	4,314	9,802	6,765	51,114

In actual circulation

5,065,239	415,642	1,341,163	352,194	458,871	222,831	163,682	1,105,868	193,651	142,536	185,218	79,564	404,019
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Collateral held by agent as se-
curity for notes issued to bank:

Gold certificates on hand and
due from U. S. Treasury
Eligible paper

5,455,500	440,000	1,455,000	375,000	484,000	250,000	180,000	1,160,000	209,000	148,500	200,000	90,000	464,000
2,028	83	1,178	58	- -	130	- -	- -	105	164	310	- -	- -

Total collateral

5,457,528	440,083	1,456,178	375,058	484,000	250,130	180,000	1,160,000	209,105	148,664	200,310	90,000	464,000
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