

STATEMENT FOR THE PRESS

Released for publication
Friday morning, June 28;
not earlier.

Board of Governors
of the Federal Reserve System
June 27, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended June 26 member bank reserve balances increased \$11,000,000. Additions to member bank reserves arose from an increase of \$102,000,000 in gold stock and a decrease of \$18,000,000 in Treasury cash, offset in part by a decrease of \$28,000,000 in Reserve bank credit and increases of \$39,000,000 in money in circulation, \$3,000,000 in Treasury deposits with Federal Reserve banks and \$41,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on June 26 were estimated to be approximately \$6,800,000,000, an increase of \$30,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended June 26, 1940, were as follows:

		Increase or decrease since	
	June 26, <u>1940</u>	June 19, <u>1940</u>	June 28, <u>1939</u>
	(In millions of dollars)		
Bills discounted	2	- -	- 3
Bills bought	- -	- -	- 1
U. S. Gov't securities, direct and guaranteed	2,473	- -	- 78
Industrial advances (not including 9 million commitments - June 26)	9	- -	- 3
Other Reserve bank credit	27	- 27	+ 29
 Total Reserve bank credit	 2,511	 - 28	 - 56
Gold stock	19,871	+ 102	+3,778
Treasury currency	3,012	+ 1	+ 133
 Member bank reserve balances	 13,723	 + 11	 +3,607
Money in circulation	7,780	+ 39	+ 818
Treasury cash	2,186	- 18	- 373
Treasury deposits with F. R. banks	301	+ 3	- 661
Nonmember deposits and other F. R. accounts	1,405	+ 41	+ 465

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

		Increase or decrease since	
	June 26, <u>1940</u>	June 19, <u>1940</u>	June 28, <u>1939</u>
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	17,653,476	+117,001	+4,147,757
Redemption fund - F. R. notes	10,862	- 329	+ 2,549
Other cash	<u>378,780</u>	+ 7,757	+ 11,423
<u>Total reserves</u>	18,043,118	+124,429	+4,161,729
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	704	+ 13	- 871
Other bills discounted	<u>1,557</u>	+ 56	- 2,238
<u>Total bills discounted</u>	2,261	+ 69	- 3,109
Bills bought in open market	- -	- -	- 556
Industrial advances	8,975	- 36	- 3,465
U. S. Government securities, direct and guaranteed:			
Bonds	1,343,183	- -	+ 432,093
Notes	1,130,125	- -	- 45,984
Bills	<u>- -</u>	- -	- 463,438
<u>Total U. S. Government securities, direct and guaranteed</u>	2,473,308	- -	- 77,329
<u>Total bills and securities</u>	2,484,544	+ 33	- 84,459
Due from foreign banks	47	- -	- 120
F. R. notes of other banks	18,489	- 2,153	- 397
Uncollected items	656,231	-148,995	+ 72,409
Bank premises	41,490	- 46	- 915
Other assets	<u>54,057</u>	+ 1,038	+ 7,339
T O T A L A S S E T S	21,297,976	- 25,694	+4,155,586
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	5,144,450	+ 40,534	+ 695,144
Deposits:			
Member bank - reserve account	13,722,819	+ 10,586	+3,607,075
U. S. Treasurer - General account	300,610	+ 2,398	- 661,484
Foreign bank	658,679	- 1,149	+ 307,584
Other deposits	<u>480,897</u>	+ 42,410	+ 154,764
<u>Total deposits</u>	15,163,005	+ 54,245	+3,407,939
Deferred availability items	629,569	-121,293	+ 43,771
Other liabilities including accrued dividends	<u>5,786</u>	+ 485	- 880
T O T A L L I A B I L I T I E S	20,942,810	- 26,029	+4,145,974
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	137,103	+ 6	+ 2,066
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	<u>39,504</u>	+ 329	+ 5,403
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	21,297,976	- 25,694	+4,155,586
Ratio of total reserves to deposit and F. R. note liabilities combined	88.8%	+ .1%	+ 3.1%
Commitments to make industrial advances	8,762	+ 175	- 2,413

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JUNE 26, 1940
(In thousands of dollars)

A S S E T S

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cv.	Dallas	San Fran.
Gold certificates on hand and due from U.S. Treasury	17,653,476	990,878	8,845,071	924,841	1,111,726	443,334	320,941	2,748,468	411,249	259,486	356,085	233,062	1,008,335
Redemption fund - F.R. notes	10,862	2,055	1,311	414	698	1,605	291	1,250	477	531	194	695	1,341
Other cash	378,780	32,535	106,127	30,804	27,220	24,036	20,880	49,630	18,412	4,972	20,439	13,520	30,205
<u>Total reserves</u>	18,043,118	1,025,468	8,952,509	956,059	1,139,644	468,975	342,112	2,799,348	430,138	264,989	376,718	247,277	1,039,881
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	704	152	120	82	73	50	15	71	- -	80	22	39	- -
Other bills discounted	1,557	30	242	40	31	120	149	10	115	121	334	293	72
<u>Total bills discounted</u>	2,261	182	362	122	104	170	164	81	115	201	356	332	72
Industrial advances	8,975	1,145	2,004	2,563	337	893	245	327	- -	225	95	473	668
U. S. Government securities, direct and guaranteed:													
Bonds	1,343,183	97,929	402,946	107,282	137,361	68,495	56,708	146,973	61,530	40,412	61,949	51,705	109,893
Notes	1,130,125	82,395	339,030	90,267	115,573	57,630	47,712	123,659	51,769	34,002	52,123	43,505	92,460
<u>Total U.S. Gov't securities, direct and guaranteed</u>	2,473,308	180,324	741,976	197,549	252,934	126,125	104,420	270,632	113,299	74,414	114,072	95,210	202,353
<u>Total bills and securities</u>	2,484,544	181,651	744,342	200,234	253,375	127,188	104,829	271,040	113,414	74,840	114,523	96,015	203,093
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	18,489	562	1,624	908	1,332	2,362	2,019	2,051	1,269	1,216	1,443	435	3,268
Uncollected items	656,231	58,941	171,610	48,930	77,589	52,587	22,710	91,686	26,532	16,828	30,764	22,067	35,987
Bank premises	41,490	2,866	9,820	4,509	5,473	2,507	2,012	3,362	2,344	1,384	3,165	1,146	2,902
Other assets	54,057	3,627	15,468	4,423	6,085	3,210	2,179	5,550	2,300	1,655	2,369	2,426	4,765
T O T A L A S S E T S	21,297,976	1,273,118	9,895,391	1,215,068	1,483,502	656,831	475,863	3,173,043	575,998	360,912	528,983	369,367	1,289,900

*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JUNE 26, 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	5,144,450	423,039	1,369,821	357,690	467,804	226,226	164,716	1,121,633	194,294	142,188	186,598	79,795	410,646
Deposits:													
Member bank-reserve acct.	13,722,819	701,362	7,524,016	674,262	813,533	314,394	228,925	1,800,942	302,540	155,834	265,745	217,238	724,028
U.S.Treasurer-General acct.	300,610	10,139	93,433	19,115	19,001	20,668	17,435	28,552	15,476	18,599	17,191	16,937	24,064
Foreign bank	658,679	47,699	229,788	65,183	61,858	28,601	23,280	79,817	19,954	14,633	19,289	19,954	48,623
Other deposits	480,897	8,100	395,267	17,024	10,603	2,241	5,834	3,731	5,615	6,288	518	2,549	23,127
<u>Total deposits</u>	15,163,005	767,300	8,242,504	775,584	904,995	365,904	275,474	1,913,042	343,585	195,354	302,743	256,678	819,842
Deferred availability items	629,569	57,706	158,784	48,148	76,771	49,124	22,555	92,627	26,938	13,971	28,884	21,377	32,684
Other liabilities including accrued dividends	5,786	521	1,687	713	603	203	214	638	159	188	278	210	372
<u>TOTAL LIABILITIES</u>	20,942,810	1,248,566	9,772,796	1,182,135	1,450,173	641,457	462,959	3,127,940	564,976	351,701	518,503	358,060	1,263,544

CAPITAL ACCOUNTS

Capital paid in	137,103	9,333	51,033	11,903	14,020	5,280	4,639	13,682	4,139	2,956	4,382	4,121	11,615
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	39,504	1,940	11,127	2,439	3,979	1,601	1,827	7,168	1,636	2,102	1,343	1,946	2,396
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	21,297,976	1,273,118	9,895,391	1,215,068	1,483,502	656,831	475,863	3,173,043	575,998	360,912	528,983	369,367	1,289,900

Commitments to make industrial advances	8,762	267	820	1,137	1,170	681	511	17	361	56	159	--	3,583
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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	2,261	1,171	178	182	214	510	6	--	--	--
Industrial advances	8,975	2,057	98	352	218	641	1,070	1,592	2,947	--
U. S. Government securities, direct and guaranteed	2,473,308	--	--	--	--	105,974	177,219	188,020	734,608	1,267,487

FEDERAL RESERVE NOTE STATEMENT ON JUNE 26, 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	5,452,808	443,150	1,458,934	374,549	489,215	243,108	179,357	1,163,193	203,896	147,879	196,319	87,461	465,747
Held by Federal Reserve bank	308,358	20,111	89,113	16,859	21,411	16,882	14,641	41,560	9,602	5,691	9,721	7,666	55,101
<u>In actual circulation</u>	5,144,450	423,039	1,369,821	357,690	467,804	226,226	164,716	1,121,633	194,294	142,188	186,598	79,795	410,646
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	5,557,500	460,000	1,485,000	385,000	490,000	250,000	185,000	1,170,000	209,000	148,500	200,000	91,000	484,000
Eligible paper	1,434	182	362	114	- -	120	- -	- -	105	201	350	- -	- -
<u>Total collateral</u>	5,558,934	460,182	1,485,362	385,114	490,000	250,120	185,000	1,170,000	209,105	148,701	200,350	91,000	484,000