

## STATEMENT FOR THE PRESS

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

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

## CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended July 31 member bank reserve balances decreased \$67,000,000. Reductions in member bank reserves arose from increases of \$29,000,000 in money in circulation, \$20,000,000 in Treasury cash, \$51,000,000 in Treasury deposits with Federal Reserve banks, and \$56,000,000 in nonmember deposits and other Federal Reserve accounts, and a decrease of \$7,000,000 in Reserve bank credit, offset in part by increases of \$95,000,000 in gold stock and \$4,000,000 in Treasury currency. Excess reserves of member banks on July 31 were estimated to be approximately \$6,510,000,000, a decrease of \$60,000,000 for the week.

Holdings of United States Government bonds, direct and guaranteed, decreased \$2,000,000 for the week.

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

	Increase or decrease since		
	July 31, 1940	July 24, 1940	Aug. 2, 1939
	(In millions of dollars)		
Bills discounted	4	+ 1	- 1
Bills bought	- -	- -	- 1
U.S. Gov't securities, direct and guaranteed	2,448	- 2	- 5
Industrial advances (not including 9 million commitments - July 31)	9	- -	- 3
Other Reserve bank credit	23	- 6	+ 17
 Total Reserve bank credit	 2,484	 - 7	 + 8
Gold stock	20,462	+ 95	+4,214
Treasury currency	3,024	+ 4	+ 129
 Member bank reserve balances	 13,498	 - 67	 +3,085
Money in circulation	7,883	+ 29	+ 829
Treasury cash	2,249	+ 20	- 121
Treasury deposits with F. R. banks	694	+ 51	- 169
Nonmember deposits and other F.R. accounts	1,644	+ 56	+ 725

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

	Increase or decrease since		
	July 31, 1940	July 24, 1940	Aug. 2, 1939
<b><u>A S S E T S</u></b>			
Gold certificates on hand and due from U. S. Treasury	18,188,977	+ 75,001	+4,319,755
Redemption fund - F. R. notes	12,852	- 1	+ 3,751
Other cash	<u>377,336</u>	<u>- 2,948</u>	<u>+ 27,831</u>
<b>Total reserves</b>	18,579,165	+ 72,052	+4,351,337
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	1,891	+ 893	+ 818
Other bills discounted	<u>1,781</u>	<u>+ 52</u>	<u>- 1,806</u>
<b>Total bills discounted</b>	3,672	+ 945	- 988
Bills bought in open market	- -	- -	- 545
Industrial advances	8,884	- 219	- 2,862
U. S. Government securities, direct and guaranteed:			
Bonds	1,321,196	- 2,000	+ 410,106
Notes	1,126,732	- -	- 49,377
Bills	<u>- -</u>	<u>- -</u>	<u>- 366,220</u>
<b>Total U. S. Government securities, direct and guaranteed</b>	2,447,928	- 2,000	- 5,491
<b>Total bills and securities</b>	2,460,484	- 1,274	- 9,886
Due from foreign banks	47	- -	- 131
F. R. notes of other banks	21,433	+ 240	- 697
Uncollected items	640,802	- 14,092	- 8,024
Bank premises	41,417	- 15	- 842
Other assets	<u>57,854</u>	<u>+ 701</u>	<u>+ 8,728</u>
<b>T O T A L A S S E T S</b>	21,801,202	+ 57,612	+4,340,485
<b><u>L I A B I L I T I E S</u></b>			
F. R. notes in actual circulation	5,247,601	+ 24,319	+ 716,886
Deposits:			
Member bank - reserve account	13,498,134	- 66,427	+3,085,251
U. S. Treasurer - General account	694,083	+ 51,158	- 169,379
Foreign bank	787,371	+ 45,294	+ 476,235
Other deposits	<u>594,991</u>	<u>+ 9,633</u>	<u>+ 243,811</u>
<b>Total deposits</b>	15,574,579	+ 39,658	+3,635,918
Deferred availability items	617,784	- 8,226	- 25,162
Other liabilities including accrued dividends	<u>2,303</u>	<u>+ 98</u>	<u>- 576</u>
<b>T O T A L L I A B I L I T I E S</b>	21,442,267	+ 55,849	+4,327,063
<b><u>C A P I T A L A C C O U N T S</u></b>			
Capital paid in	137,499	+ 39	+ 2,091
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	<u>42,877</u>	<u>+ 1,724</u>	<u>+ 9,185</u>
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	21,801,202	+ 57,612	+4,340,485
Ratio of total reserves to deposit and F. R. note liabilities combined	89.2%	- -	+ 2.8%
Commitments to make industrial advances	8,586	- 1	- 2,817

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JULY 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	18,188,977	1,115,198	8,938,862	953,196	1,205,624	456,880	361,069	2,826,384	433,540	261,827	382,061	242,950	1,011,386
Redemption fund - F.R. notes	12,852	1,988	1,035	1,302	606	1,935	1,246	1,109	451	518	675	678	1,309
Other cash	377,336	31,503	104,395	32,607	26,579	22,482	19,177	47,308	17,043	8,305	17,636	14,809	35,492
<u>Total reserves</u>	18,579,165	1,148,689	9,044,292	987,105	1,232,809	481,297	381,492	2,874,801	451,034	270,650	400,372	258,437	1,048,187
<u>Bills discounted:</u>													
Secured by U.S. Gov't obligations, direct and guaranteed	1,891	85	165	126	148	100	14	571	- -	475	31	136	40
Other bills discounted	1,781	21	204	86	44	90	208	18	85	83	301	573	68
<u>Total bills discounted</u>	3,672	106	369	212	192	190	222	589	85	558	332	709	108
Industrial advances	8,884	1,138	1,811	2,664	366	843	217	302	5	221	193	465	659
U. S. Government securities, direct and guaranteed:													
Bonds	1,321,196	96,376	404,981	104,845	135,492	66,140	48,453	140,192	61,152	38,880	62,422	51,491	110,772
Notes	1,126,732	82,190	345,372	89,412	115,549	56,406	41,322	119,557	52,151	33,157	53,236	43,913	94,467
<u>Total U.S. Gov't securities, direct and guaranteed</u>	2,447,928	178,566	750,353	194,257	251,041	122,546	89,775	259,749	113,303	72,037	115,658	95,404	205,239
<u>Total bills and securities</u>	2,460,484	179,810	752,533	197,133	251,599	123,579	90,214	260,640	113,393	72,816	116,183	96,578	206,006
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	21,433	607	1,463	1,084	1,803	2,885	1,579	2,758	1,016	1,786	1,479	542	4,431
Uncollected items	640,802	58,989	163,845	45,733	77,883	52,687	22,269	89,062	27,320	14,280	27,862	27,591	33,281
Bank premises	41,417	2,857	9,785	4,508	5,462	2,500	2,009	3,351	2,391	1,379	3,149	1,133	2,893
Other assets	57,854	3,853	16,827	4,669	6,491	3,297	2,058	5,881	2,534	1,742	2,647	2,659	5,196
<u>T O T A L A S S E T S</u>	21,801,202	1,394,808	9,988,763	1,240,237	1,576,051	666,247	499,623	3,236,499	597,689	362,653	551,693	386,941	1,299,998

\*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JULY 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	5,247,601	428,922	1,406,292	363,282	476,874	228,569	168,208	1,139,325	197,973	142,923	191,824	82,196	421,213
Deposits:													
Member bank-reserve acct.	13,498,134	774,968	7,281,537	669,016	845,980	300,748	229,204	1,745,704	301,634	149,863	268,169	217,955	713,356
U.S.Treasurer-General acct.	694,083	44,152	245,194	29,603	60,005	33,311	32,160	115,114	28,749	24,471	28,226	24,951	28,147
Foreign bank	787,371	55,979	282,547	76,755	72,839	33,678	27,413	93,986	23,496	17,231	22,713	23,496	57,238
Other deposits	594,991	7,796	503,288	23,662	9,678	2,187	5,279	6,183	7,262	4,954	1,004	2,185	21,513
<b>Total deposits</b>	<b>15,574,579</b>	<b>882,895</b>	<b>8,312,566</b>	<b>799,036</b>	<b>988,502</b>	<b>369,924</b>	<b>294,056</b>	<b>1,960,987</b>	<b>361,141</b>	<b>196,519</b>	<b>320,112</b>	<b>268,587</b>	<b>820,254</b>
Deferred availability items	617,784	57,944	145,654	44,348	76,723	52,163	24,216	90,216	27,311	13,800	28,992	24,632	31,785
Other liabilities including accrued dividends	2,303	384	323	519	219	38	100	234	84	103	137	83	79

**TOTAL LIABILITIES** 21,442,267 1,370,145 9,864,835 1,207,185 1,542,318 650,694 486,580 3,190,762 586,509 353,345 541,065 375,498 1,273,331

CAPITAL ACCOUNTS

Capital paid in	137,499	9,335	51,084	11,880	14,041	5,320	4,659	13,898	4,143	2,959	4,409	4,136	11,635
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	42,877	2,049	12,409	2,581	4,362	1,740	1,946	7,586	1,790	2,196	1,464	2,067	2,687

**TOTAL LIABILITIES AND CAPITAL ACCOUNTS** 21,801,202 1,394,808 9,988,763 1,240,237 1,576,051 666,247 499,623 3,236,499 597,689 362,653 551,693 386,941 1,299,998

Commitments to make industrial advances 8,586 265 756 1,136 1,161 696 510 16 375 59 152 - - 3,460

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	3,672	2,212	80	320	489	563	8	- -	- -	- -
Industrial advances	8,884	1,881	63	207	251	1,042	942	1,428	3,070	- -
U. S. Government securities, direct and guaranteed	2,447,928	- -	- -	- -	- -	105,974	177,220	186,967	732,267	1,245,500

FEDERAL RESERVE NOTE STATEMENT ON JULY 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	5,553,139	450,262	1,487,155	379,790	499,275	244,436	183,069	1,183,019	209,204	148,416	199,970	89,154	479,389
Held by Federal Reserve bank	305,538	21,340	80,863	16,508	22,401	15,867	14,861	43,694	11,231	5,493	8,146	6,958	58,176

In actual circulation

5,247,601	428,922	1,406,292	363,282	476,874	228,569	168,208	1,139,325	197,973	142,923	191,824	82,196	421,213
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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

## Eligible paper

5,664,500	460,000	1,505,000	390,000	503,000	260,000	190,000	1,200,000	219,000	150,500	205,000	93,000	489,000
1,836	106	369	212	- -	190	- -	- -	85	557	317	- -	- -

Total collateral

5,666,336	460,106	1,505,369	390,212	503,000	260,190	190,000	1,200,000	219,085	151,057	205,317	93,000	489,000
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