

## STATEMENT FOR THE PRESS

Released for publication  
Friday morning, Aug. 16;  
not earlier.

Board of Governors  
of the Federal Reserve System  
August 15, 1940

## CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended August 14 member bank reserve balances increased \$54,000,000. Additions to member bank reserves arose from increases of \$121,000,000 in gold stock, \$24,000,000 in Reserve bank credit and \$2,000,000 in Treasury currency, offset in part by increases of \$17,000,000 in Treasury deposits with Federal Reserve banks, \$15,000,000 in money in circulation, \$5,000,000 in Treasury cash and \$57,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on August 14 were estimated to be approximately \$6,390,000,000, an increase of \$60,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended August 14, 1940, were as follows:

	Increase or decrease since		
	Aug. 14, <u>1940</u>	Aug. 7, <u>1940</u>	Aug. 16, <u>1939</u>
(In millions of dollars)			
Bills discounted	3	- -	- 2
Bills bought	- -	- -	- 1
U.S. Gov't securities, direct and guaranteed	2,446	- -	+ 23
Industrial advances (not including 8 million commitments - August 14)	9	- -	- 3
Other Reserve bank credit	38	+ 25	+ 25
Total Reserve bank credit	2,495	+ 24	+ 42
Gold stock	20,689	+ 121	+ 4,354
Treasury currency	3,027	+ 2	+ 127
Member bank reserve balances	13,340	+ 54	+ 2,707
Money in circulation	7,944	+ 15	+ 853
Treasury cash	2,281	+ 5	- 85
Treasury deposits with F. R. banks	940	+ 17	+ 164
Nonmember deposits and other F.R. accounts	1,706	+ 57	+ 885

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

	Increase or decrease since		
	Aug. 14, 1940	Aug. 7, 1940	Aug. 16, 1939
<b><u>A S S E T S</u></b>			
Gold certificates on hand and due from U. S. Treasury	18,387,980	+114,005	+4,419,759
Redemption fund - F. R. notes	11,951	- 902	+ 2,895
Other cash	362,066	+ 3,144	+ 20,557
<u>Total reserves</u>	18,761,997	+116,247	+4,443,211
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	1,012	- 225	- 40
Other bills discounted	1,935	- 64	- 1,565
<u>Total bills discounted</u>	2,947	- 289	- 1,605
Bills bought in open market	- -	- -	- 545
Industrial advances	8,545	- 57	- 3,070
U. S. Government securities, direct and guaranteed:			
Bonds	1,319,196	- -	+ 408,106
Notes	1,126,732	- -	- 49,377
Bills	- -	- -	- 335,540
<u>Total U. S. Government securities, direct and guaranteed</u>	2,445,928	- -	+ 23,189
<u>Total bills and securities</u>	2,457,420	- 346	+ 17,969
Due from foreign banks	47	- -	- 131
F. R. notes of other banks	21,679	- 1,115	- 956
Uncollected items	778,624	+164,586	+ 56,810
Bank premises	41,407	- -	- 852
Other assets	58,754	+ 1,231	+ 8,304
<b>T O T A L A S S E T S</b>	22,119,928	+280,603	+4,524,355
<b><u>L I A B I L I T I E S</u></b>			
F. R. notes in actual circulation	5,292,803	+ 11,877	+ 728,981
Deposits:			
Member bank - reserve account	13,339,587	+ 53,726	+2,706,138
U. S. Treasurer - General account	940,004	+ 16,610	+ 154,265
Foreign bank	841,341	+ 25,000	+ 560,676
Other deposits	602,924	+ 32,911	+ 318,339
<u>Total deposits</u>	15,723,856	+120,247	+3,749,418
Deferred availability items	740,963	+139,915	+ 32,180
Other liabilities including accrued dividends	2,891	+ 431	- 57
<b>T O T A L L I A B I L I T I E S</b>	21,760,513	+280,470	+4,510,522
<b><u>C A P I T A L A C C O U N T S</u></b>			
Capital paid in	137,553	+ 10	+ 2,076
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	43,303	+ 123	+ 9,614
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	22,119,928	+280,603	+4,524,355
Ratio of total reserves to deposit and F. R. note liabilities combined	89.3%	- -	+ 2.7%
Contingent liability on bills purchased for foreign correspondents	- -	- -	- 101
Commitments to make industrial advances	8,370	- 61	- 2,891

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON AUGUST 14, 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	18,387,980	1,135,625	8,926,155	977,932	1,234,774	468,350	365,796	2,853,093	447,912	281,353	398,845	256,196	1,041,949
Redemption fund - F.R.notes	11,951	1,900	1,679	1,160	478	1,112	1,184	942	417	503	649	659	1,268
Other cash	362,066	31,167	101,964	32,003	24,680	21,740	17,996	43,776	16,589	8,356	16,717	14,867	32,211
<u>Total reserves</u>	18,761,997	1,168,692	9,029,798	1,011,095	1,259,932	491,202	384,976	2,897,811	464,918	290,212	416,211	271,722	1,075,428
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	1,012	15	380	94	138	50	10	41	- -	65	28	151	40
Other bills discounted	1,935	12	331	58	39	90	213	10	110	78	274	682	38
<u>Total bills discounted</u>	2,947	27	711	152	177	140	223	51	110	143	302	833	78
Industrial advances	8,545	1,136	1,808	2,422	374	790	209	272	5	220	193	464	652
U. S. Government securities, direct and guaranteed:													
Bonds	1,319,196	96,236	404,294	104,677	135,286	66,053	48,383	139,987	61,076	38,829	62,345	51,423	110,607
Notes	1,126,732	82,194	345,311	89,406	115,550	56,416	41,324	119,562	52,166	33,165	53,249	43,920	94,469
<u>Total U.S.Gov't securities, direct and guaranteed</u>	2,445,928	178,430	749,605	194,083	250,836	122,469	89,707	259,549	113,242	71,994	115,594	95,343	205,076
<u>Total bills and securities</u>	2,457,420	179,593	752,124	196,657	251,387	123,399	90,139	259,872	113,357	72,357	116,089	96,640	205,806
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	21,679	781	1,934	1,304	1,431	2,808	1,961	3,041	1,693	1,087	1,912	455	3,272
Uncollected items	778,624	73,386	195,635	66,673	97,490	62,123	26,126	106,943	31,820	18,874	32,091	25,625	41,838
Bank premises	41,407	2,857	9,785	4,508	5,462	2,500	2,009	3,351	2,397	1,379	3,133	1,133	2,893
Other assets	58,754	4,030	17,196	4,573	6,548	3,371	2,086	5,979	2,555	1,768	2,690	2,708	5,250
<u>T O T A L A S S E T S</u>	22,119,928	1,429,342	10,006,490	1,284,815	1,622,254	685,405	507,299	3,277,003	616,741	385,677	572,127	398,284	1,334,491

\*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON AUGUST 14, 1940  
(In thousands of dollars)

LIABILITIES

	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Miami	Kans.Cy.	Dallas	San Fran.
F. R. notes in actual circulation	5,292,803	431,255	1,414,373	367,365	434,972	231,324	171,659	1,145,469	198,672	143,164	193,171	82,357	429,022
Deposits:													
Member bank-reserve acct.	13,339,587	758,703	7,128,806	646,700	835,731	301,163	230,706	1,759,176	300,927	162,325	276,351	214,821	724,178
U.S.Treasurer-General acct.	940,004	74,755	362,454	51,797	88,860	40,718	32,841	108,735	41,502	31,186	35,493	37,522	34,141
Foreign bank	841,341	60,268	299,428	82,365	78,162	36,140	29,416	100,855	25,214	18,490	24,373	25,214	61,416
Other deposits	602,924	6,946	500,317	36,680	6,717	1,226	5,076	10,318	7,450	4,256	1,329	2,258	20,351
<u>Total deposits</u>	<u>15,723,856</u>	<u>900,672</u>	<u>8,291,005</u>	<u>817,542</u>	<u>1,009,470</u>	<u>379,247</u>	<u>298,039</u>	<u>1,979,084</u>	<u>375,093</u>	<u>216,257</u>	<u>337,546</u>	<u>279,815</u>	<u>840,086</u>
Deferred availability items	740,963	72,188	176,405	66,604	93,691	59,178	24,411	106,305	31,670	16,801	30,600	24,538	38,572
Other liabilities including accrued dividends	2,891	408	674	235	345	86	133	372	108	137	163	121	109

<b>TOTAL LIABILITIES</b>	<b>21,760,513</b>	<b>1,404,523</b>	<b>9,882,457</b>	<b>1,251,746</b>	<b>1,588,478</b>	<b>669,835</b>	<b>494,242</b>	<b>3,231,230</b>	<b>605,543</b>	<b>376,359</b>	<b>561,480</b>	<b>386,831</b>	<b>1,307,789</b>
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CAPITAL ACCOUNTS

Capital paid in	137,553	9,333	51,075	11,881	14,057	5,325	4,667	13,906	4,153	2,960	4,416	4,137	11,643
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	43,303	2,207	12,523	2,597	4,389	1,752	1,952	7,614	1,798	2,205	1,476	2,076	2,714

<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	<b>22,119,928</b>	<b>1,429,342</b>	<b>10,006,490</b>	<b>1,284,815</b>	<b>1,622,254</b>	<b>685,405</b>	<b>507,299</b>	<b>3,277,003</b>	<b>616,741</b>	<b>385,677</b>	<b>572,127</b>	<b>398,284</b>	<b>1,334,491</b>
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Commitments to make industrial advances	8,370	263	749	1,034	1,126	690	510	16	375	54	152	4	3,397
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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	2,947	1,405	161	415	575	387	4	--	--	--
Industrial advances	8,545	1,503	136	309	150	1,081	1,307	1,496	2,563	--
U. S. Government securities, direct and guaranteed	2,445,928	--	--	--	--	105,974	234,247	129,940	732,267	1,243,500

FEDERAL RESERVE NOTE STATEMENT ON AUGUST 14, 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	5,588,093	449,911	1,496,848	384,490	505,133	249,525	184,818	1,180,807	209,831	149,252	202,923	89,649	484,906
Held by Federal Reserve bank	295,290	18,656	82,475	17,125	20,161	18,201	13,159	35,338	11,159	6,088	9,752	7,292	55,884

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<u>In actual circulation</u>	5,292,803	431,255	1,414,373	367,365	484,972	231,324	171,659	1,145,469	198,672	143,164	193,171	82,357	429,022
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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	5,685,000	460,000	1,515,000	390,000	508,500	260,000	190,000	1,200,000	219,000	150,500	205,000	93,000	494,000
Eligible paper	1,543	27	711	152	- -	140	- -	- -	85	136	292	- -	- -

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<u>Total collateral</u>	5,686,543	460,027	1,515,711	390,152	508,500	260,140	190,000	1,200,000	219,085	150,636	205,292	93,000	494,000
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