

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Oct. 4;
not earlier.

Board of Governors
of the Federal Reserve System
October 3, 1940

CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended October 2 member bank reserve balances increased \$97,000,000. Additions to member bank reserves arose from decreases of \$115,000,000 in Treasury deposits with Federal Reserve Banks and \$4,000,000 in Treasury cash and increases of \$105,000,000 in gold stock, \$10,000,000 in Reserve Bank credit, and \$5,000,000 in Treasury currency, offset in part by increases of \$82,000,000 in money in circulation, and \$60,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on October 2 were estimated to be approximately \$6,720,000,000, an increase of \$70,000,000 for the week.

Holdings of United States Treasury notes decreased \$10,000,000 during the week.

Changes in member bank reserve balances and related items during the week and the year ended October 2, 1940, were as follows:

	Increase or decrease since		
	Oct. 2, 1940	Sept. 25, 1940	Oct. 4, 1939

(In millions of dollars)

Bills discounted	6	+ 1	- 1
Bills bought	- -	- -	- 1
U. S. Gov't securities, direct and guaranteed	2,424	- 10	- 361
Industrial advances (not including 8 million commitments - October 2)	8	- 1	- 4
Other Reserve Bank credit	45	+ 20	+ 12
Total Reserve Bank credit	2,482	+ 10	- 355
Gold stock	21,271	+105	+4,313
Treasury currency	3,046	+ 5	+ 126
Member bank reserve balances	13,800	+ 97	+2,128
Money in circulation	8,172	+ 82	+ 863
Treasury cash	2,294	- 4	+ 44
Treasury deposits with F. R. Banks	678	-115	+ 209
Nonmember deposits and other F. R. accounts	1,855	+ 60	+ 840

Released for publication Friday morning, October 4, 1940; not earlier.

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

	Increase or decrease since		
	Oct. 2, 1940	Sept. 25, 1940	Oct. 4, 1939
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	18,953,303	+110,003	+4,257,086
Redemption fund - F. R. notes	11,789	- 1	+ 2,784
Other cash	327,977	- 19,557	+ 2,824
<u>Total reserves</u>	19,293,069	+ 90,445	+4,262,694
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	1,349	+ 489	+ 72
Other bills discounted	4,298	+ 576	- 1,174
<u>Total bills discounted</u>	5,647	+ 1,065	- 1,102
Bills bought in open market	- -	- -	- 548
Industrial advances	8,375	- 289	- 3,466
U.S. Government securities, direct and guaranteed:			
Bonds	1,318,600	- -	+ 2,658
Notes	1,105,000	- 10,000	- 140,497
Bills	- -	- -	- 223,457
<u>Total U. S. Government securities, direct and guaranteed</u>	2,423,600	- 10,000	- 361,296
<u>Total bills and securities</u>	2,437,622	- 9,224	- 366,412
Due from foreign banks	47	- -	- 129
F. R. notes of other banks	22,149	- 726	+ 1,566
Uncollected items	768,046	+ 73,076	+ 101,532
Bank premises	41,257	- 37	- 825
Other assets	54,679	+ 1,132	- 14,272
<u>T O T A L A S S E T S</u>	22,616,869	+154,666	+3,984,154
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	5,464,238	+ 57,253	+ 732,105
Deposits:			
Member bank - reserve account	13,800,205	+ 97,093	+2,128,541
U.S. Treasurer - General account	678,060	-114,472	+ 208,933
Foreign	1,045,458	+ 34,134	+ 579,321
Other deposits	541,066	+ 27,421	+ 231,663
<u>Total deposits</u>	16,064,789	+ 44,176	+3,148,458
Deferred availability items	723,391	+ 53,234	+ 89,908
Other liabilities including accrued dividends	3,441	- 212	- 374
<u>T O T A L L I A B I L I T I E S</u>	22,255,859	+154,451	+3,970,097
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	137,632	+ 2	+ 2,172
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	44,819	+ 213	+ 9,742
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	22,616,869	+154,666	+3,984,154
Ratio of total reserves to deposit and F. R. note liabilities combined	89.6%	- - -	+ 4.4%
Contingent liability on bills purchased for foreign correspondents	- -	- -	- 101
Commitments to make industrial advances	7,583	- 495	- 2,695

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON OCTOBER 2, 1940
(In thousands of dollars)

<u>A S S E T S</u>	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	18,953,303	1,172,013	9,249,490	963,649	1,262,544	493,796	351,876	2,962,703	461,388	296,660	400,885	265,556	1,072,743
Redemption fund - F.R.notes	11,789	1,672	1,788	812	774	1,285	936	1,454	317	456	556	607	1,132
Other cash	327,977	34,526	83,741	27,461	21,059	22,001	17,284	36,375	14,243	6,631	18,607	12,263	33,786
<u>Total reserves</u>	19,293,069	1,208,211	9,335,019	991,922	1,284,377	517,082	370,096	3,000,532	475,948	303,747	420,048	278,426	1,107,661
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	1,349	- -	714	139	133	50	2	15	- -	50	70	136	40
Other bills discounted	4,298	- -	2,949	128	72	68	168	61	82	83	245	364	78
<u>Total bills discounted</u>	5,647	- -	3,663	267	205	118	170	76	82	133	315	500	118
Industrial advances	8,375	1,135	1,781	2,364	371	822	265	270	5	271	214	253	624
U. S. Government securities, direct and guaranteed:													
Bonds	1,318,600	94,188	399,763	110,901	132,352	68,104	50,013	148,750	55,282	36,675	62,428	50,124	110,020
Notes	1,105,000	78,930	335,004	92,936	110,911	57,073	41,912	124,654	46,328	30,735	52,316	42,003	92,198
<u>Total U.S. Gov't securities, direct and guaranteed</u>	2,423,600	173,118	734,767	203,837	243,263	125,177	91,925	273,404	101,610	67,410	114,744	92,127	202,218
<u>Total bills and securities</u>	2,437,622	174,253	740,211	206,468	243,839	126,117	92,360	273,750	101,697	67,814	115,273	92,880	202,960
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	22,149	933	1,854	941	1,847	2,888	1,929	2,540	1,051	1,800	1,758	515	4,093
Uncollected items	768,046	76,764	184,989	56,406	94,334	66,012	27,897	107,099	39,336	19,937	32,529	25,844	36,899
Bank premises	41,257	2,847	9,750	4,488	5,436	2,487	2,002	3,358	2,422	1,374	3,097	1,121	2,875
Other assets	54,679	3,698	15,891	4,555	5,957	3,131	1,978	5,781	2,122	1,552	2,441	2,766	4,807
<u>T O T A L A S S E T S</u>	22,616,869	1,466,709	10,287,732	1,264,785	1,635,794	717,719	496,264	3,393,066	622,577	396,224	575,147	401,553	1,359,299

*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON OCTOBER 2, 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 cir- culation	5,464,238	443,637	1,466,079	374,741	498,651	250,752	175,533	1,171,378	202,506	150,944	196,672	88,307	445,038
Deposits:													
Member bank-reserve acct.	13,800,205	815,461	7,277,233	670,077	880,357	323,940	218,467	1,897,098	311,016	164,821	272,581	223,637	745,517
U.S.Treasurer-General acct.	678,060	51,846	233,485	34,275	59,197	29,220	31,973	77,272	29,470	33,384	30,767	30,698	36,473
Foreign	1,045,458	48,961	588,914	69,702	66,146	30,584	24,894	85,350	21,337	15,647	20,626	21,337	51,960
Other deposits	541,066	6,984	434,053	26,852	8,523	3,254	4,712	8,397	7,796	4,235	12,203	2,146	21,911
<u>Total deposits</u>	16,064,789	923,252	8,533,685	800,906	1,014,223	386,998	280,046	2,068,117	369,619	218,087	336,177	277,818	855,861
Deferred availability items	723,391	74,532	162,477	55,440	88,563	64,244	27,433	107,336	39,026	17,709	31,485	23,785	31,361
Other liabilities including accrued dividends	3,441	391	874	355	434	104	154	349	138	149	136	133	224
TOTAL LIABILITIES	22,255,859	1,441,812	10,163,115	1,231,442	1,601,871	702,098	483,166	3,347,180	611,289	386,839	564,470	390,043	1,332,484
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	137,632	9,333	51,051	11,884	14,066	5,339	4,679	13,929	4,164	2,952	4,423	4,157	11,655
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	44,819	2,285	13,131	2,868	4,527	1,789	1,981	7,704	1,877	2,230	1,499	2,113	2,815
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	22,616,869	1,466,709	10,287,732	1,264,785	1,635,794	717,719	496,264	3,393,066	622,577	396,224	575,147	401,553	1,359,299
Commitments to make industrial advances	7,583	336	728	1,041	982	619	509	14	407	49	136	4	2,758

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	5,647	4,113	369	288	677	189	11	--	--	--
Industrial advances	8,375	1,382	131	251	407	930	1,294	1,445	2,535	--
U. S. Government securities, direct and guaranteed	2,423,600	--	--	--	92,500	110,800	117,300	196,000	664,000	1,243,000

FEDERAL RESERVE NOTE STATEMENT ON OCTOBER 2, 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	5,732,623	458,869	1,539,034	394,138	518,911	263,546	189,441	1,194,170	212,353	155,752	204,636	97,331	504,392
Held by Federal Reserve Bank	268,385	15,232	72,955	19,397	20,260	12,794	13,908	22,792	9,847	4,808	8,014	9,024	59,354

In actual circulation

5,464,238	443,637	1,466,079	374,741	498,651	250,752	175,533	1,171,378	202,506	150,944	196,672	88,307	445,038
-----------	---------	-----------	---------	---------	---------	---------	-----------	---------	---------	---------	--------	---------

Collateral held by agent as
security for notes issued to bank:

Gold certificates on hand and

due from U. S. Treasury	5,830,500	470,000	1,555,000	400,000	521,500	275,000	195,000	1,210,000	219,000	157,500	210,000	98,500	519,000
Eligible paper	4,226	- -	3,488	227	- -	50	- -	- -	70	98	293	- -	- -

Total collateral

5,834,726	470,000	1,558,488	400,227	521,500	275,050	195,000	1,210,000	219,070	157,598	210,293	98,500	519,000
-----------	---------	-----------	---------	---------	---------	---------	-----------	---------	---------	---------	--------	---------