

## STATEMENT FOR THE PRESS

Released for publication  
Friday morning, Oct. 11;  
not earlier.

Board of Governors  
of the Federal Reserve System  
October 10, 1940

## CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended October 9 member bank reserve balances increased \$127,000,000. Additions to member bank reserves arose from decreases of \$99,000,000 in Treasury deposits with Federal Reserve Banks and \$11,000,000 in nonmember deposits and other Federal Reserve accounts, and increases of \$78,000,000 in gold stock and \$2,000,000 in Treasury currency, offset in part by a decrease of \$37,000,000 in Reserve Bank credit and an increase of \$27,000,000 in money in circulation. Excess reserves of member banks on October 9 were estimated to be approximately \$6,820,000,000, an increase of \$100,000,000 for the week.

The principal change in holdings of bills and securities was in United States Government securities, direct and guaranteed; holdings of bonds increased \$81,000,000 and of notes decreased \$106,000,000.

Changes in member bank reserve balances and related items during the week and the year ended October 9, 1940, were as follows:

	Increase or decrease since		
	Oct. 9, 1940	Oct. 2, 1940	Oct. 11, 1939
	(In millions of dollars)		
Bills discounted	8	+ 2	+ 1
Bills bought	- -	- -	- 1
U. S. Gov't securities, direct and guaranteed	2,399	- 25	-366
Industrial advances (not including 8 million commitments - October 9)	8	- -	- 4
Other Reserve Bank credit	30	- 15	+ 4
 Total Reserve Bank credit	 2,445	 - 37	 -365
Gold stock	21,349	+ 78	+4,376
Treasury currency	3,048	+ 2	+ 124
 Member bank reserve balances	 13,927	 +127	 +2,188
Money in circulation	8,199	+ 27	+ 853
Treasury cash	2,294	- -	+ 56
Treasury deposits with F. R. Banks	579	- 99	+ 175
Nonmember deposits and other F. R. accounts	1,844	- 11	+ 864

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

	Increase or decrease since		
	Oct. 9, 1940	Oct. 2, 1940	Oct. 11, 1939
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	19,032,300	+ 78,997	+4,306,585
Redemption fund - F. R. notes	11,381	- 408	+ 2,394
Other cash	319,347	- 8,630	+ 4,153
<u>Total reserves</u>	19,363,028	+ 69,959	+4,313,132
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	3,370	+ 2,021	+ 2,039
Other bills discounted	4,615	+ 317	- 568
<u>Total bills discounted</u>	7,985	+ 2,338	+ 1,471
Bills bought in open market	- -	- -	- 498
Industrial advances	8,400	+ 25	- 3,403
U. S. Government securities, direct and guaranteed:			
Bonds	1,400,100	+ 81,500	+ 84,158
Notes	999,000	-106,000	- 246,497
Bills	- -	- -	- 203,457
<u>Total U. S. Government securities, direct and guaranteed</u>	2,399,100	- 24,500	- 365,796
<u>Total bills and securities</u>	2,415,485	- 22,137	- 368,226
Due from foreign banks	47	- -	- 178
F. R. notes of other banks	20,573	- 1,576	- 263
Uncollected items	689,084	- 78,962	+ 21,448
Bank premises	41,259	+ 2	- 823
Other assets	54,893	+ 214	- 16,225
<u>T O T A L A S S E T S</u>	22,584,369	- 32,500	+3,948,865
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	5,479,364	+ 15,126	+ 721,552
Deposits:			
Member bank - reserve account	13,927,014	+126,809	+2,187,858
U.S. Treasurer- General account	579,053	- 99,007	+ 175,518
Foreign	1,056,401	+ 10,943	+ 612,194
Other deposits	517,853	- 23,213	+ 220,453
<u>Total deposits</u>	16,080,321	+ 15,532	+3,196,023
Deferred availability items	659,124	- 64,267	+ 17,504
Other liabilities including accrued dividends	3,874	+ 433	- 497
<u>T O T A L L I A B I L I T I E S</u>	22,222,683	- 33,176	+3,934,582
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	137,641	+ 9	+ 2,080
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	45,486	+ 667	+ 10,060
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	22,584,369	- 32,500	+3,948,865
Ratio of total reserves to deposit and F.R. note liabilities combined	89.8%	+ .2%	+ 4.5%
Contingent liability on bills purchased for foreign correspondents	- -	- -	- 101
Commitments to make industrial advances	7,598	+ 15	- 2,730

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON OCTOBER 9, 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	19,032,300	1,169,758	9,249,309	971,735	1,257,907	511,989	355,492	2,941,244	465,688	302,136	410,477	266,253	1,130,312
Redemption fund - F.R.notes	11,381	1,606	1,522	706	676	1,663	894	1,339	296	445	538	594	1,102
Other cash	319,347	33,019	88,883	26,201	19,853	18,763	14,398	37,352	14,169	6,463	16,951	12,263	31,032
<u>Total reserves</u>	19,363,028	1,204,383	9,339,714	998,642	1,278,436	532,415	370,784	2,979,935	480,153	309,044	427,966	279,110	1,162,446
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	3,370	--	2,744	111	133	50	2	15	--	50	79	146	40
Other bills discounted	4,615	--	3,195	158	82	22	152	96	36	85	334	319	86
<u>Total bills discounted</u>	7,985	--	5,939	269	215	72	154	111	86	135	413	465	126
Industrial advances	8,400	1,120	1,781	2,411	371	822	261	269	5	270	214	253	623
U. S. Government securities, direct and guaranteed:													
Bonds	1,400,100	100,056	423,467	117,715	140,503	72,498	53,161	158,121	58,867	39,032	66,504	53,334	116,842
Notes	999,000	71,391	302,153	83,991	100,251	51,730	37,932	112,821	42,003	27,850	47,452	38,056	83,370
<u>Total U.S. Gov't securities, direct and guaranteed</u>	2,399,100	171,447	725,620	201,706	240,754	124,228	91,093	270,942	100,870	66,882	113,956	91,390	200,212
<u>Total bills and securities</u>	2,415,485	172,567	733,340	204,386	241,340	125,122	91,508	271,322	100,961	67,287	114,583	92,108	200,961
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	20,573	919	2,543	1,000	1,455	1,727	2,394	2,219	2,040	759	1,338	583	3,596
Uncollected items	689,084	64,563	155,694	47,303	74,220	63,161	29,367	99,196	40,706	20,581	32,809	26,846	34,638
Bank premises	41,259	2,847	9,750	4,488	5,436	2,488	2,002	3,358	2,423	1,374	3,097	1,121	2,875
Other assets	54,893	3,686	16,047	4,574	5,957	3,143	1,971	5,789	2,136	1,548	2,440	2,770	4,832
<u>T O T A L A S S E T S</u>	22,584,369	1,448,968	10,257,106	1,260,398	1,606,848	728,058	498,028	3,361,825	628,420	400,593	582,234	402,539	1,409,352

\*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON OCTOBER 9, 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	5,479,364	445,368	1,458,801	376,547	502,077	253,404	176,523	1,174,800	203,729	151,671	197,398	89,112	449,934
Deposits:													
Member bank-reserve acct.	13,927,014	824,209	7,350,053	672,486	877,091	334,524	224,388	1,887,697	315,787	169,106	278,594	219,104	773,975
U.S.Treasurer-General acct.	579,053	32,706	179,226	32,311	45,925	27,198	25,950	59,026	27,677	32,194	35,027	32,115	49,698
Foreign	1,056,401	49,749	591,079	71,071	67,445	31,184	25,383	87,026	21,756	15,955	21,031	21,757	52,965
Other deposits	517,853	7,189	412,208	26,215	8,037	4,179	4,835	7,676	7,888	4,332	8,666	2,803	23,825
<u>Total deposits</u>	16,080,321	913,853	8,532,566	802,083	998,498	397,085	280,556	2,041,425	373,108	221,587	343,318	275,779	900,463
Deferred availability items	659,124	64,388	139,876	47,966	71,870	61,786	27,658	99,209	40,134	17,821	30,649	25,951	31,816
Other liabilities including accrued dividends	3,374	414	1,041	404	419	129	172	422	130	162	145	165	271

**TOTAL LIABILITIES** 22,222,683 1,424,023 10,132,284 1,227,000 1,572,864 712,404 484,909 3,315,856 617,101 391,241 571,510 391,007 1,382,484

CAPITAL ACCOUNTS

Capital paid in	137,641	9,333	51,052	11,884	14,066	5,340	4,677	13,937	4,164	2,952	4,423	4,157	11,656
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	45,486	2,333	13,335	2,923	4,588	1,821	2,004	7,779	1,908	2,247	1,546	2,135	2,867

**TOTAL LIABILITIES AND CAPITAL ACCOUNTS** 22,584,369 1,448,968 10,257,106 1,260,398 1,606,848 728,058 498,028 3,361,825 628,420 400,593 582,234 402,539 1,409,352

Commitments to make industrial advances	7,598	358	728	1,041	982	617	509	14	417	50	136	4	2,742
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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	7,985	6,334	235	391	735	279	11	--	--	--
Industrial advances	8,400	1,345	148	255	592	792	1,308	1,445	2,515	--
U. S. Government securities, direct and guaranteed	2,399,100	--	--	--	--	103,300	115,300	194,000	662,000	1,324,500

FEDERAL RESERVE NOTE STATEMENT ON OCTOBER 9, 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	5,771,996	464,006	1,542,683	394,967	523,224	265,924	192,266	1,204,620	216,735	156,532	205,293	97,042	503,699
Held by Federal Reserve Bank	292,632	18,638	83,887	18,420	21,147	12,520	15,743	29,820	13,006	4,861	7,895	7,930	58,765
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<u>In actual circulation</u>	5,479,364	445,368	1,458,801	376,547	502,077	253,404	176,523	1,174,800	203,729	151,671	197,398	89,112	449,934
 Collateral held by agent as security for notes issued to bank:													
 Gold certificates on hand and due from U. S. Treasury													
Eligible paper	5,844,500	470,000	1,555,000	400,000	524,500	275,000	195,000	1,220,000	219,000	157,500	210,000	99,500	519,000
	6,485	- -	5,662	218	- -	50	- -	- -	70	98	387	- -	- -
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<u>Total collateral</u>	5,350,985	470,000	1,560,662	400,218	524,500	275,050	195,000	1,220,000	219,070	157,598	210,387	99,500	519,000