

## STATEMENT FOR THE PRESS

Released for publication  
Friday morning, Dec. 13;  
not earlier.

Board of Governors  
of the Federal Reserve System  
December 12, 1940

## CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended December 11 member bank reserve balances decreased \$2,000,000. Reductions in member bank reserves arose from an increase of \$56,000,000 in money in circulation and a decrease of \$25,000,000 in Reserve Bank credit, offset in part by decreases of \$20,000,000 in Treasury deposits with Federal Reserve Banks, \$7,000,000 in Treasury cash, and \$20,000,000 in nonmember deposits and other Federal Reserve accounts, and increases of \$31,000,000 in gold stock and \$3,000,000 in Treasury currency. Excess reserves of member banks on December 11 were estimated to be approximately \$6,790,000,000, a decrease of \$30,000,000 for the week.

The principal change in holdings of bills and securities was a reduction of \$11,000,000 in holdings of United States Government bonds.

Changes in member bank reserve balances and related items during the week and the year ended December 11, 1940, were as follows:

	Dec. 11, <u>1940</u>	Dec. 4, <u>1940</u>	Dec. 13, <u>1939</u>
	Increase or decrease since		
	(In millions of dollars)		
Bills discounted	5	+ 1	- 3
U.S. Gov't securities, direct and guaranteed	2,184	- 11	- 328
Industrial advances (not including 6 million commitments - December 11)	7	- 1	- 4
Other Reserve Bank credit	44	- 15	+ 32
 Total Reserve Bank credit	 2,241	 - 25	 - 302
Gold stock	21,858	+ 31	+4,394
Treasury currency	3,077	+ 3	+ 123
 Member bank reserve balances	 14,152	 - 2	 +2,864
Money in circulation	8,625	+ 56	+1,061
Treasury cash	2,197	- 7	- 201
Treasury deposits with F. R. Banks	235	- 20	- 518
Nonmember deposits and other F. R. accounts	1,966	- 20	+1,007

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

	Increase or decrease since		
	Dec. 11, 1940	Dec. 4, 1940	Dec. 13, 1939
<b><u>A S S E T S</u></b>			
Gold certificates on hand and due from U. S. Treasury	19,629,780	+ 35,000	+4,605,161
Redemption fund - F. R. notes	11,515	- -	+ 1,102
Other cash	269,522	- 4,961	- 33,186
<u>Total reserves</u>	19,910,817	+ 30,039	+4,573,077
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	2,257	+ 672	+ 692
Other bills discounted	2,529	- 21	- 3,958
<u>Total bills discounted</u>	4,786	+ 651	- 3,266
Industrial advances	7,492	- 77	- 3,651
U. S. Government securities, direct and guaranteed:			
Bonds	1,284,600	- 11,300	+ 5,653
Notes	899,500	- -	- 333,725
<u>Total U. S. Government securities, direct and guaranteed</u>	2,184,100	- 11,300	- 328,072
<u>Total bills and securities</u>	2,196,378	- 10,726	- 334,989
Due from foreign banks	47	- -	- -
F. R. notes of other banks	21,465	+ 804	- 2,234
Uncollected items	785,658	+ 12,332	+ 11,545
Bank premises	41,220	+ 27	- 755
Other assets	59,047	+ 2,794	- 17,383
<b>T O T A L A S S E T S</b>	23,014,632	+ 35,270	+4,229,261
<b><u>L I A B I L I T I E S</u></b>			
F. R. notes in actual circulation	5,819,333	+ 46,126	+ 913,900
Deposits:			
Member bank - reserve account	14,152,454	- 1,119	+2,864,846
U.S. Treasurer - General account	235,468	- 19,448	- 517,112
Foreign	1,105,580	- 26,898	+ 730,490
Other deposits	581,807	+ 5,831	+ 238,229
<u>Total deposits</u>	16,075,309	- 41,634	+3,316,453
Deferred availability items	741,558	+ 26,898	- 20,489
Other liabilities including accrued dividends	7,761	+ 2,789	- 1,476
<b>TOTAL LIABILITIES</b>	22,643,961	+ 34,179	+4,208,388
<b><u>C A P I T A L A C C O U N T S</u></b>			
Capital paid in	137,944	+ 54	+ 2,583
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	54,168	+ 1,037	+ 16,147
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	23,014,632	+ 35,270	+4,229,261
Ratio of total reserves to deposit and F. R. note liabilities combined	90.9%	+ .1%	+ 4.1%
Commitments to make industrial advances	6,429	- 76	- 2,919

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON DECEMBER 11, 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	19,629,780	1,182,629	9,563,054	1,018,735	1,333,226	547,228	365,872	2,938,419	513,180	307,292	414,113	275,978	1,170,054
Redemption fund - F.R.notes	11,515	1,336	1,483	1,281	817	1,462	705	1,419	209	368	448	541	1,446
Other cash	269,522	25,973	58,693	19,440	16,206	20,140	19,315	31,408	14,943	6,229	16,282	12,517	28,376
<u>Total reserves</u>	19,910,817	1,209,938	9,623,230	1,039,456	1,350,249	568,830	385,892	2,971,246	528,332	313,889	430,843	289,036	1,199,876
Bills discounted:													
Secured by U.S. Gov't obligations, direct and guaranteed	2,257	- -	681	361	135	55	2	15	690	203	115	- -	- -
Other bills discounted	2,529	- -	501	289	150	39	36	200	98	197	908	44	67
<u>Total bills discounted</u>	4,786	- -	1,182	650	285	94	38	215	788	400	1,023	44	67
Industrial advances	7,492	984	1,783	2,092	235	783	323	265	5	252	87	82	601
U. S. Government securities, direct and guaranteed:													
Bonds	1,284,600	92,213	379,573	107,638	128,649	68,168	49,278	146,651	55,507	36,611	62,958	49,948	107,406
Notes	899,500	64,568	265,782	75,369	90,082	47,732	34,506	102,688	38,868	25,637	44,085	34,974	75,209
<u>Total U. S. Gov't securities, direct and guaranteed</u>	2,184,100	156,781	645,355	183,007	218,731	115,900	83,784	249,339	94,375	62,248	107,043	84,922	182,615
<u>Total bills and securities</u>	2,196,378	157,765	648,320	185,749	219,251	116,777	84,145	249,819	95,168	62,900	108,153	85,048	183,283
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	21,465	487	2,176	993	1,876	2,834	2,447	3,000	2,092	642	1,306	645	2,967
Uncollected items	785,658	75,175	186,436	53,233	90,763	65,166	33,905	106,590	45,174	18,895	35,903	28,424	45,994
Bank premises	41,220	2,838	9,720	4,513	5,412	2,586	1,995	3,328	2,428	1,369	3,065	1,108	2,858
Other assets	59,047	3,796	16,147	7,138	6,109	3,319	2,059	5,998	2,282	1,630	2,601	2,953	5,015
<u>T O T A L A S S E T S</u>	23,014,632	1,450,002	10,486,047	1,291,087	1,673,664	759,514	510,445	3,339,987	675,477	399,325	581,872	407,215	1,439,997

\*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON DECEMBER 11, 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	5,819,333	472,205	1,545,827	404,582	535,716	277,311	191,097	1,234,471	216,271	157,605	207,657	95,327	481,264
Deposits:													
Member bank-reserve acct.	14,152,454	807,970	7,509,818	679,327	920,396	357,722	232,048	1,829,499	352,282	180,424	282,092	235,620	765,256
U.S.Treasurer-General acct.	235,468	8,802	55,873	11,978	16,735	7,067	9,534	26,804	19,867	12,646	11,762	11,551	42,849
Foreign	1,105,580	53,790	611,434	75,310	71,467	33,044	26,896	92,216	23,054	16,906	22,286	23,054	56,123
Other deposits	581,807	7,894	471,047	30,100	6,338	3,234	4,575	6,025	7,168	5,745	12,567	2,325	24,789
<u>Total deposits</u>	16,075,309	878,456	8,648,172	796,715	1,014,936	401,067	273,053	1,954,544	402,371	215,721	328,707	272,550	889,017
Deferred availability items	741,558	73,278	162,962	52,647	87,445	64,835	32,618	103,346	44,969	16,196	34,180	27,289	41,793
Other liabilities including accrued dividends	7,761	488	1,616	2,974	601	198	214	606	156	178	183	183	364

TOTAL LIABILITIES 22,643,961 1,424,427 10,358,577 1,256,918 1,638,698 743,411 496,982 3,292,967 663,767 389,700 570,727 395,349 1,412,438

CAPITAL ACCOUNTS

Capital paid in	137,944	9,337	51,089	11,882	14,179	5,355	4,684	14,048	4,180	2,974	4,432	4,166	11,618
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	54,168	2,959	15,946	3,696	5,457	2,255	2,341	8,719	2,283	2,498	1,958	2,460	3,596

TOTAL LIABILITIES AND CAPITAL ACCOUNTS 23,014,632 1,450,002 10,486,047 1,291,087 1,673,664 759,514 510,445 3,339,987 675,477 399,325 581,872 407,215 1,439,997

Commitments to make industrial advances	6,429	247	711	1,031	837	540	6	24	428	51	- -	4	2,550
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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	4,786	2,614	424	788	251	664	45	- -	- -	- -
Industrial advances	7,492	1,314	341	276	76	588	1,308	1,408	2,181	- -
U. S. Government securities, direct and guaranteed	2,184,100	- -	- -	- -	- -	74,800	115,300	194,000	635,500	1,164,500

FEDERAL RESERVE NOTE STATEMENT ON DECEMBER 11, 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	6,135,348	489,375	1,631,401	426,078	557,048	288,950	213,296	1,264,463	228,957	163,136	216,897	105,505	550,242
Held by Federal Reserve Bank	316,015	17,170	85,574	21,496	21,332	11,639	22,199	29,992	12,686	5,531	9,240	10,178	68,978
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<u>In actual circulation</u>	5,819,333	472,205	1,545,827	404,582	535,716	277,311	191,097	1,234,471	216,271	157,605	207,657	95,327	481,264
 Collateral held by agent as security for notes issued to bank:													
 Gold certificates on hand and due from U. S. Treasury													
Eligible paper	6,261,500	500,000	1,655,000	430,000	561,000	300,000	220,000	1,300,000	234,000	163,500	220,000	109,000	569,000
	3,459	- -	788	550	- -	55	- -	- -	760	330	976	- -	- -
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<u>Total collateral</u>	6,264,959	500,000	1,655,788	430,550	561,000	300,055	220,000	1,300,000	234,760	163,830	220,976	109,000	569,000