

## STATEMENT FOR THE PRESS

Released for publication  
Friday morning, Dec. 27;  
not earlier.

Board of Governors  
of the Federal Reserve System  
December 26, 1940

## CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended December 24 member bank reserve balances increased \$33,000,000. Additions to member bank reserves arose from a decrease of \$39,000,000 in Treasury deposits with Federal Reserve Banks, and increases of \$30,000,000 in Reserve Bank credit and \$32,000,000 in gold stock, offset in part by increases of \$101,000,000 in money in circulation, \$9,000,000 in Treasury cash, and \$9,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on December 24 were estimated to be approximately \$6,440,000,000, an increase of \$40,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended December 24, 1940, were as follows:

	Dec. 24, <u>1940</u>	Dec. 18, <u>1940</u>	Dec. 27, <u>1939</u>
		Increase or decrease since	
			(In millions of dollars)
Bills discounted	4	- -	- 4
U. S. Gov't securities, direct and guaranteed	2,184	- -	- 305
Industrial advances (not including 6 million commitments - December 24)	8	+ 1	- 3
Other Reserve Bank credit	141	+ 31	+ 81
 Total Reserve Bank credit	 2,336	 + 30	 - 232
Gold stock	21,930	+ 32	+4,310
Treasury currency	3,082	+ 1	+ 119
 Member bank reserve balances	 13,837	 + 33	 +2,344
Money in circulation	8,817	+101	+1,154
Treasury cash	2,213	+ 9	- 204
Treasury deposits with F. R. Banks	481	- 89	- 165
Nonmember deposits and other F. R. accounts	2,000	+ 9	+1,067

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

		Increase or decrease since	
	Dec. 24, 1940	Dec. 18, 1940	Dec. 27, 1939
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	19,680,782	+ 20,001	+4,506,988
Redemption fund - F. R. notes	11,228	- -	+ 1,325
Other cash	<u>228,561</u>	<u>- 19,443</u>	<u>- 40,767</u>
<u>Total reserves</u>	19,920,571	+ 558	+4,467,546
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	1,799	- 11	+ 284
Other bills discounted	<u>2,401</u>	<u>- 138</u>	<u>- 4,135</u>
<u>Total bills discounted</u>	4,200	- 149	- 3,851
Industrial advances	7,598	+ 165	- 3,515
U. S. Government securities, direct and guaranteed:			
Bonds	1,284,600	- -	- 71,597
Notes	<u>899,500</u>	<u>- -</u>	<u>- 233,725</u>
<u>Total U. S. Government securities, direct and guaranteed</u>	2,184,100	- -	- 305,322
<u>Total bills and securities</u>	2,195,898	+ 16	- 312,688
Due from foreign banks	47	- -	- -
F. R. notes of other banks	26,542	+ 3,649	- 1,622
Uncollected items	914,424	+110,040	+ 126,946
Bank premises	41,188	- 33	- 976
Other assets	<u>46,931</u>	<u>+ 386</u>	<u>- 12,563</u>
<u>T O T A L A S S E T S</u>	23,145,601	-105,464	+4,266,643
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	5,964,938	+ 81,363	+ 987,284
Deposits:			
Member bank - reserve account	13,837,243	+ 32,807	+2,344,125
U. S. Treasurer - General account	481,494	- 88,958	- 164,520
Foreign	1,111,262	- 28,823	+ 703,422
Other deposits	<u>600,207</u>	<u>+ 38,069</u>	<u>+ 330,246</u>
<u>Total deposits</u>	16,030,206	- 46,905	+3,213,273
Deferred availability items	773,925	-140,341	+ 45,965
Other liabilities including accrued dividends	<u>5,437</u>	<u>+ 308</u>	<u>- 138</u>
<u>TOTAL LIABILITIES</u>	22,774,506	-105,575	+4,246,384
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	138,267	+ 54	+ 2,773
Surplus (Section 7)	151,720	- -	+ 2,568
Surplus (Section 13b)	26,839	- -	- 425
Other capital accounts	<u>54,269</u>	<u>+ 57</u>	<u>+ 15,343</u>
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	23,145,601	-105,464	+4,266,643
Ratio of total reserves to deposit and F. R. note liabilities combined	90.6%	- .1%	+ 3.8%
Commitments to make industrial advances	6,253	- 51	- 2,967

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON DECEMBER 24, 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	19,650,782	1,141,014	9,647,199	1,035,785	1,315,790	555,368	386,744	2,913,856	507,567	316,164	423,687	279,869	1,157,539
Redemption fund - F.R.notes	11,228	1,279	1,241	1,183	741	1,861	670	1,333	190	359	433	521	1,417
Other cash	228,561	21,704	48,729	15,561	13,778	15,732	13,773	27,999	12,995	5,548	13,433	12,194	27,115
<u>Total reserves</u>	19,920,571	1,163,997	9,697,169	1,052,529	1,330,309	572,961	401,187	2,943,188	520,752	322,071	437,553	292,584	1,186,071
Bills discounted:													
Secured by U. S. Gov't obligations, direct and guaranteed	1,799	285	532	304	150	220	2	15	50	129	108	4	- -
Other bills discounted	2,401	- -	516	288	162	41	36	157	78	160	854	40	69
<u>Total bills discounted</u>	4,200	285	1,048	592	312	261	38	172	128	289	962	44	69
Industrial advances	7,598	974	1,767	2,091	239	781	334	265	- -	227	80	279	561
U. S. Government securities, direct and guaranteed:													
Bonds	1,284,600	92,213	379,572	107,638	128,649	68,168	49,278	146,651	55,508	36,611	62,958	49,948	107,406
Notes	899,500	64,568	265,783	75,369	90,082	47,732	34,506	102,688	38,868	25,636	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	94,376	62,247	107,043	84,922	182,615
<u>Total bills and securities</u>	2,195,898	158,040	648,170	185,690	219,282	116,942	84,156	249,776	94,504	62,763	108,085	85,245	183,245
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F. R. notes of other banks	26,542	687	4,426	1,237	2,275	2,213	3,479	3,863	2,307	801	1,990	762	2,502
Uncollected items	914,424	80,337	221,168	61,672	106,648	74,544	38,043	130,762	51,554	21,006	38,900	35,213	54,577
Bank premises	41,188	2,838	9,721	4,503	5,400	2,579	1,991	3,328	2,428	1,369	3,065	1,108	2,858
Other assets	46,931	3,120	13,291	3,837	5,181	2,781	1,713	4,986	1,865	1,365	2,134	2,419	4,239
<u>T O T A L A S S E T S</u>	23,145,601	1,409,022	10,593,963	1,309,473	1,669,099	772,022	530,571	3,335,909	673,411	409,375	591,928	417,332	1,433,496

\*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON DECEMBER 24, 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	5,964,938	482,878	1,573,086	415,952	551,356	287,881	199,199	1,265,993	222,681	159,730	211,113	98,261	496,808
Deposits:													
Member bank-reserve acct.	13,837,243	746,901	7,393,928	681,438	888,484	345,337	237,021	1,738,708	341,171	176,721	284,943	236,567	766,019
U.S.Treasurer-General acct.	481,494	16,801	215,090	15,212	24,697	18,419	17,972	71,080	21,070	24,260	16,690	14,470	25,733
Foreign	1,111,262	55,126	612,667	75,841	71,972	33,277	27,086	92,867	23,217	17,026	22,443	23,217	56,523
Other deposits	600,207	8,814	489,773	31,808	5,074	5,177	4,900	3,750	6,995	5,484	12,456	2,217	23,759
<u>Total deposits</u>	16,030,206	827,642	8,711,458	804,299	990,227	402,210	286,979	1,906,405	392,453	223,491	336,537	276,471	872,034
Deferred availability items	773,925	72,407	180,156	54,545	91,894	65,634	30,755	115,595	46,403	16,339	32,918	30,537	36,742
Other liabilities including accrued dividends	5,437	507	1,737	496	618	178	185	652	159	187	186	189	343
<b>TOTAL LIABILITIES</b>	22,774,506	1,383,434	10,466,437	1,275,292	1,634,095	755,903	517,118	3,288,645	661,696	399,747	580,754	405,458	1,405,927
<u>C A P I T A L   A C C O U N T S</u>													
Capital paid in	138,267	9,335	51,094	11,881	14,197	5,363	4,693	14,294	4,186	2,976	4,458	4,171	11,619
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	54,269	2,974	15,997	3,709	5,477	2,263	2,322	8,717	2,282	2,499	1,961	2,463	3,605
<b>TOTAL LIABILITIES AND   CAPITAL ACCOUNTS</b>	23,145,601	1,409,022	10,593,963	1,309,473	1,669,099	772,022	530,571	3,335,909	673,411	409,375	591,928	417,332	1,433,496
Commitments to make industrial advances	6,253	244	701	1,025	784	518	- -	24	424	50	35	4	2,444

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	4,200	2,059	467	810	224	603	37	- -	- -	- -
Industrial advances	7,598	1,477	196	110	156	488	1,354	1,462	2,355	- -
U. S. Government securities, direct and guaranteed	2,184,100	- -	- -	- -	74,800	58,300	100,000	181,800	633,400	1,135,800

FEDERAL RESERVE NOTE STATEMENT ON DECEMBER 24, 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	6,247,538	498,593	1,649,475	431,213	570,158	299,902	216,842	1,296,716	234,476	164,848	220,025	107,525	557,765
Held by Federal Reserve Bank	282,436	15,715	76,389	15,261	18,802	12,021	17,643	30,723	11,751	4,998	3,912	9,264	60,957
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<u>In actual circulation</u>	5,965,102	482,878	1,573,086	415,952	551,356	287,881	199,199	1,265,993	222,725	159,850	211,113	98,261	496,808
Collateral held by agent as security for notes issued to bank:													
Gold certificates on hand and due from U. S. Treasury	6,364,500	510,000	1,675,000	440,000	575,000	315,000	220,000	1,310,000	244,000	165,500	225,000	111,000	574,000
Eligible paper	2,912	285	643	499	- -	220	- -	- -	100	250	915	- -	- -
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<u>Total collateral</u>	6,367,412	510,285	1,675,643	440,499	575,000	315,220	220,000	1,310,000	244,100	165,750	225,915	111,000	574,000