

## STATEMENT FOR THE PRESS

Released for publication  
Friday morning, Jan. 9;  
not earlier.

Board of Governors  
of the Federal Reserve System  
January 8, 1942.

## CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended January 7 member bank reserve balances increased \$267,000,000. Additions to member bank reserves arose from decreases of \$204,000,000 in Treasury deposits with Federal Reserve Banks and \$52,000,000 in money in circulation, and increases of \$25,000,000 in Reserve Bank credit and \$6,000,000 in gold stock, offset in part by increases of \$5,000,000 in Treasury cash and \$16,000,000 in nonmember deposits and other Federal Reserve accounts. Excess reserves of member banks on January 7 were estimated to be approximately \$5,390,000,000, an increase of \$300,000,000 for the week.

Changes in member bank reserve balances and related items during the week and the year ended January 7, 1942, were as follows:

|   | Increase or decrease<br>since |                  |                 |
|---|-------------------------------|------------------|-----------------|
|   | Jan. 7,<br>1942               | Dec. 31,<br>1941 | Jan. 8,<br>1941 |
|   | (In millions of dollars)      |                  |                 |
| Bills discounted  | 4                             | + 1              | + 1             |
| U. S. Government direct obligations                                       | 2,249                         | --               | + 70            |
| U. S. Government guaranteed obligations                                   | 5                             | --               | --              |
| Industrial advances (not including 15 million<br>commitments - January 7) | 10                            | --               | + 2             |
| Other Reserve Bank credit   | 118                           | + 24             | + 76            |
| <br>  |                               |                  |                 |
| Total Reserve Bank credit   | 2,386                         | + 25             | + 149           |
| Gold stock  | 22,742                        | + 6              | + 703           |
| Treasury currency   | 3,246                         | --               | + 160           |
| <br>  |                               |                  |                 |
| member bank reserve balances  | 12,717                        | +267             | -1,567          |
| Money in circulation  | 11,109                        | - 52             | +2,481          |
| Treasury cash   | 2,220                         | + 5              | + 17            |
| Treasury deposits with F. R. Banks  | 563                           | -204             | + 443           |
| Nonmember deposits and other F. R. accounts                               | 1,667                         | + 16             | - 357           |

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

|   | Jan. 7,<br><u>1942</u> | Dec. 31,<br><u>1941</u> | Increase or decrease<br>since<br><u>Jan. 8,<br/>1941</u> |
|---|------------------------|-------------------------|--|
| <u>A S S E T S</u>  |                        |                         |  |
| Gold certificates on hand and<br>due from U. S. Treasury                  | 20,490,017             | + 2                     | + 685,236  |
| Redemption fund - F. R. notes   | 13,669                 | + 1                     | + 4,561  |
| Other cash  | 296,423                | + 35,745                | - 27,921   |
| <u>Total reserves</u>   | <u>20,800,109</u>      | <u>+ 35,748</u>         | <u>+ 661,876</u>   |
| Bills discounted:   |                        |                         |  |
| Secured by U. S. Gov't obligations,<br>direct and guaranteed              | 1,991                  | + 223                   | + 1,091  |
| Other bills discounted  | 2,129                  | + 942                   | + 197  |
| <u>Total bills discounted</u>   | <u>4,120</u>           | <u>+ 1,165</u>          | <u>+ 1,288</u>   |
| Industrial advances   | 9,619                  | + 115                   | + 1,906  |
| U. S. Government securities,<br>direct and guaranteed:                    |                        |                         |  |
| Bonds   | 1,406,805              | --                      | + 182,205  |
| Notes   | 777,300                | --                      | - 122,200  |
| Bills   | 10,370                 | --                      | + 10,370   |
| <u>Total U. S. Government securities,<br/>  direct and guaranteed</u>     | <u>2,254,475</u>       | <u>--</u>               | <u>+ 70,375</u>  |
| <u>Total bills and securities</u>   | <u>2,268,214</u>       | <u>+ 1,280</u>          | <u>+ 73,569</u>  |
| Due from foreignbanks   | 47                     | --                      | --   |
| F. R. notes of other banks  | 39,414                 | + 3,127                 | + 9,231  |
| Uncollected items   | 998,458                | - 202,266               | + 253,262  |
| Bank premises   | 40,761                 | -                       | + 685  |
| Other assets  | 44,035                 | + 356                   | - 3,922  |
| <u>T O T A L A S S E T S</u>  | <u>24,191,038</u>      | <u>-161,761</u>         | <u>+ 994,701</u>   |
| <u>L I A B I L I T I E S</u>  |                        |                         |  |
| F. R. notes in actual circulation   | 8,176,757              | - 13,412                | +2,301,509   |
| Deposits:   |                        |                         |  |
| Member bank - reserve account   | 12,716,754             | +266,421                | -1,567,608   |
| U.S. Treasurer-General account  | 603,254                | -204,239                | + 443,466  |
| Foreign   | 767,364                | + 13,302*               | - 335,167  |
| Other deposits  | 500,184                | + 2,014*                | - 28,955   |
| <u>Total deposits</u>   | <u>14,755,956</u>      | <u>+ 77,498</u>         | <u>-1,488,264</u>  |
| Deferred availability items   | 880,244                | -226,685                | + 176,952  |
| Other liabilities including<br>accrued dividends                          | 2,550                  | + 400                   | + 441  |
| <u>TOTAL LIABILITIES</u>  | <u>23,617,107</u>      | <u>-162,199</u>         | <u>+ 990,638</u>   |
| <u>C A P I T A L A C C O U N T S</u>                                      |                        |                         |  |
| Capital paid in   | 142,687                | + 507                   | + 3,544  |
| Surplus (Section 7)   | 157,502                | + 1                     | + 437  |
| Surplus (Section 13b)   | 26,730                 | --                      | 5  |
| Other capital accounts  | 40,962                 | - 70                    | + 87   |
| <u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>                             | <u>24,191,038</u>      | <u>-161,761</u>         | <u>+ 994,701</u>   |
| Ratio of total reserves to deposit and<br>F. R. note liabilities combined | 90.7%                  | - .1%                   | - .3%  |
| Commitments to make industrial advances                                   | 14,834                 | + 237                   | + 9,742  |

\*Dec. 31, figures revised.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JANUARY 7, 1942  
(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 | 20,490,017 | 1,198,928 | 8,131,620 | 1,211,575 | 1,636,134 | 793,826   | 550,029 | 3,429,729 | 633,243  | 392,345 | 534,018  | 392,355 | 1,586,215 |
| Redemption fund - F.R. notes                          | 13,609     | 4,143     | 1,047     | 893       | 919       | 1,437     | 451     | 1,122     | 643      | 401     | 754      | 566     | 1,293     |
| Other cash  | 296,423    | 28,847    | 54,678    | 22,830    | 23,342    | 16,393    | 23,309  | 44,871    | 21,970   | 5,550   | 13,349   | 14,233  | 27,051    |
| <u>Total reserves</u>                                 | 20,800,109 | 1,231,918 | 8,187,345 | 1,235,298 | 1,660,395 | 811,656   | 573,789 | 3,475,722 | 655,856  | 398,296 | 548,121  | 407,154 | 1,614,559 |
| Bills discounted:                                     |            |           |           |           |           |           |         |           |          |         |          |         |           |
| Secured by U. S. Gov't obligations,                   |            |           |           |           |           |           |         |           |          |         |          |         |           |
| direct and guaranteed                                 | 1,991      | 570       | 520       | 657       | 75        | --        | 14      | --        | --       | 35      | 105      | --      | 15        |
| Other bills discounted                                | 2,129      | --        | 65        | 50        | 87        | --        | --      | 15        | --       | --      | 1,814    | 98      | --        |
| <u>Total bills discounted</u>                         | 4,120      | 570       | 585       | 707       | 162       | --        | 14      | 15        | --       | 35      | 1,919    | 98      | 15        |
| Industrial advances                                   | 9,619      | 1,879     | 1,098     | 3,517     | 278       | 765       | 527     | 298       | 300      | 496     | 92       | 246     | 123       |
| U. S. Government securities,                          |            |           |           |           |           |           |         |           |          |         |          |         |           |
| direct and guaranteed:                                |            |           |           |           |           |           |         |           |          |         |          |         |           |
| Bonds   | 1,466,805  | 107,926   | 404,959   | 115,841   | 145,076   | 87,666    | 62,391  | 173,434   | 69,282   | 44,291  | 67,575   | 57,154  | 126,710   |
| Notes   | 777,300    | 57,193    | 214,597   | 61,388    | 76,880    | 46,458    | 33,063  | 94,557    | 56,713   | 23,471  | 35,546   | 30,287  | 67,147    |
| Bills   | 10,370     | 763       | 2,863     | 819       | 1,026     | 620       | 441     | 1,261     | 490      | 313     | 474      | 404     | 896       |
| <u>Total U. S. Gov't securities,</u>                  |            |           |           |           |           |           |         |           |          |         |          |         |           |
| <u>direct and guaranteed</u>                          | 2,254,475  | 165,882   | 622,419   | 178,048   | 222,982   | 134,744   | 95,895  | 274,252   | 106,485  | 68,075  | 103,095  | 87,845  | 194,753   |
| <u>Total bills and securities</u>                     | 2,268,214  | 168,331   | 624,102   | 182,272   | 223,422   | 135,509   | 96,436  | 274,565   | 106,785  | 68,606  | 105,106  | 88,189  | 194,891   |
| Due from foreign banks                                | 47         | 3         | 18        | 5         | 4         | 2         | 2       | 6         | 1        | *       | 1        | 1       | 4         |
| F. R. notes of other banks                            | 39,414     | 1,233     | 3,716     | 2,088     | 2,161     | 10,244    | 5,335   | 3,192     | 3,248    | 1,197   | 2,362    | 1,136   | 3,502     |
| Uncollected items                                     | 998,458    | 95,950    | 220,362   | 72,392    | 116,612   | 80,621    | 40,945  | 149,912   | 51,697   | 25,739  | 42,468   | 38,290  | 63,470    |
| Bank premises   | 40,761     | 2,778     | 10,507    | 4,866     | 4,439     | 2,982     | 1,948   | 2,971     | 2,155    | 1,338   | 2,874    | 1,137   | 2,766     |
| Other assets  | 44,035     | 3,050     | 11,926    | 3,495     | 4,753     | 2,778     | 1,813   | 5,091     | 1,957    | 1,364   | 1,951    | 1,687   | 4,170     |
| <b>T O T A L A S S E T S</b>                          | 24,191,038 | 1,503,263 | 9,057,976 | 1,500,416 | 2,011,786 | 1,043,792 | 720,268 | 3,911,459 | 821,699  | 496,540 | 702,883  | 537,594 | 1,883,362 |

\*Less than \$500.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON JANUARY 7, 1942  
(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             | 3,178,757         | 667,071          | 2,099,932        | 573,740          | 776,907          | 427,089          | 279,654        | 1,720,497        | 321,278        | 207,017        | 264,808        | 134,221        | 705,883          |
| Deposits:                                     |                   |                  |                  |                  |                  |                  |                |                  |                |                |                |                |                  |
| Member bank-reserve acct.                     | 12,716,754        | 631,801          | 5,688,053        | 673,942          | 945,211          | 460,316          | 335,021        | 1,796,797        | 372,709        | 185,754        | 345,109        | 302,050        | 979,991          |
| U.S. Treasurer-General acct.                  | 663,254           | 42,821           | 184,551          | 59,614           | 64,907           | 27,087           | 23,205         | 104,871          | 30,553         | 47,771         | 22,077         | 28,371         | 27,426           |
| Foreign                                       | 787,364           | 31,087           | 313,219          | 74,990           | 71,124           | 33,243           | 27,058         | 92,771           | 23,193         | 17,008         | 22,420         | 22,420         | 58,831           |
| Other deposits                                | 588,184           | 19,070           | 465,351          | 11,398           | 16,794           | 5,636            | 5,223          | 3,377            | 14,027         | 10,588         | 1,721          | 4,333          | 30,666           |
| <u>Total deposits</u>                         | <u>14,755,556</u> | <u>724,779</u>   | <u>6,651,174</u> | <u>819,944</u>   | <u>1,098,036</u> | <u>526,282</u>   | <u>390,507</u> | <u>1,997,816</u> | <u>440,432</u> | <u>261,121</u> | <u>391,327</u> | <u>357,174</u> | <u>1,096,914</u> |
| Deferred availability items                   | 880,244           | 85,042           | 177,766          | 72,066           | 101,957          | 73,995           | 36,283         | 144,457          | 48,041         | 18,021         | 35,230         | 34,607         | 52,779           |
| Other liabilities including accrued dividends | 2,550             | 713              | 330              | 230              | 255              | 268              | 137            | 250              | 46             | 102            | 71             | 97             | 51               |
| <b>TOTAL LIABILITIES</b>                      | <b>23,817,107</b> | <b>1,477,605</b> | <b>8,929,202</b> | <b>1,465,980</b> | <b>1,977,155</b> | <b>1,027,634</b> | <b>706,581</b> | <b>3,363,020</b> | <b>809,617</b> | <b>486,861</b> | <b>691,496</b> | <b>526,099</b> | <b>1,855,627</b> |
| <u>CAPITAL ACCOUNTS</u>                       |                   |                  |                  |                  |                  |                  |                |                  |                |                |                |                |                  |
| Capital paid in                               | 142,687           | 9,403            | 52,187           | 11,378           | 14,731           | 5,720            | 4,884          | 15,065           | 4,412          | 3,012          | 4,606          | 4,362          | 11,827           |
| Surplus (Section 7)                           | 157,502           | 10,949           | 56,651           | 15,171           | 14,346           | 5,236            | 5,725          | 22,925           | 4,966          | 3,152          | 3,613          | 3,976          | 10,792           |
| Surplus (Section 13b)                         | 26,780            | 2,874            | 7,070            | 4,393            | 1,007            | 3,244            | 713            | 1,429            | 529            | 1,000          | 1,137          | 1,263          | 2,121            |
| Other capital accounts                        | 46,962            | 2,432            | 12,866           | 2,994            | 4,547            | 1,958            | 2,365          | 8,420            | 1,945          | 2,515          | 2,031          | 1,894          | 2,995            |
| <b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b> | <b>24,191,038</b> | <b>1,503,263</b> | <b>9,057,976</b> | <b>1,500,416</b> | <b>2,011,786</b> | <b>1,043,792</b> | <b>720,268</b> | <b>3,911,459</b> | <b>821,699</b> | <b>496,540</b> | <b>702,883</b> | <b>537,594</b> | <b>1,883,362</b> |
| Commitments to make industrial advances       | 14,834            | 139              | 450              | 2,806            | 1,042            | 856              | 1,720          | 1,874            | 1,226          | 28             | 1,500          | 23             | 3,170            |

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                                   | 4,120     | 3,127          | 31            | 110           | 219           | 511                 | 122                | --                | --                 | --           |
| Industrial advances                                | 9,619     | 3,042          | 695           | 142           | 221           | 1,262               | 1,340              | 1,554             | 1,363              | --           |
| U. S. Government securities, direct and guaranteed | 2,254,475 | 1,000          | --            | --            | 95,170        | --                  | 97,000             | 247,200           | 477,000            | 1,337,105    |

FEDERAL RESERVE NOTE STATEMENT ON JANUARY 7, 1942  
(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                                | 8,623,423 | 701,420 | 2,216,782 | 601,843 | 812,453 | 461,939 | 303,161 | 1,764,792 | 341,692  | 212,703 | 273,798  | 149,571 | 763,209   |
| Held by Federal Reserve Bank                                   | 444,666   | 34,349  | 116,850   | 28,103  | 35,546  | 34,850  | 23,507  | 44,295    | 20,414   | 5,146   | 8,930    | 15,350  | 77,326    |
| <hr/>  |           |         |           |         |         |         |         |           |          |         |          |         |           |
| <u>In actual circulation</u>                                   | 8,178,757 | 667,071 | 2,099,932 | 573,740 | 776,907 | 427,089 | 279,654 | 1,720,497 | 321,278  | 207,557 | 264,868  | 134,221 | 705,883   |
| Collateral held by agent as security for notes issued to bank: |           |         |           |         |         |         |         |           |          |         |          |         |           |
| Gold certificates on hand and due from U. S. Treasury          |           |         |           |         |         |         |         |           |          |         |          |         |           |
| Eligible paper   | 8,734,000 | 720,000 | 2,230,000 | 615,000 | 815,000 | 475,000 | 310,000 | 1,780,000 | 350,000  | 214,000 | 275,000  | 156,000 | 794,000   |
|  | 3,756     | 570     | 585       | 657     | --      | --      | --      | --        | --       | 35      | 1,909    | --      | --        |
| <hr/>  |           |         |           |         |         |         |         |           |          |         |          |         |           |
| <u>Total collateral</u>  | 8,737,756 | 720,570 | 2,230,585 | 615,657 | 815,000 | 475,000 | 310,000 | 1,780,000 | 350,000  | 214,035 | 276,909  | 156,000 | 794,000   |