

## STATEMENT FOR THE PRESS

Released for publication  
Friday morning, August 21;  
not earlier.

Board of Governors  
of the Federal Reserve System  
August 20, 1942

## CONDITION OF THE FEDERAL RESERVE BANKS

During the week ended August 19 member bank reserve balances decreased \$56,000,000. Reductions in member bank reserves arose from increases of \$86,000,000 in money in circulation, \$66,000,000 in Treasury deposits with Federal Reserve Banks, and \$11,000,000 in nonmember deposits and other Federal Reserve accounts, offset in part by increases of \$103,000,000 in Reserve Bank credit and \$2,000,000 in gold stock. Excess reserves of member banks on August 19 were estimated to be approximately \$2,100,000,000, a decrease of \$280,000,000 for the week.

The principal change in holdings of bills and securities was an increase of \$61,000,000 in United States Government securities. Bills increased \$43,000,000 and certificates \$18,000,000.

Changes in member bank reserve balances and related items during the week and the year ended August 19, 1942, were as follows:

	Increase or decrease since		
	Aug. 19, 1942	Aug. 12, 1942	Aug. 20, 1941
	(In millions of dollars)		
Bills discounted	4	- 1	- 4
U. S. Government direct obligations	3,443	+ 61	+1,264
U. S. Government guaranteed obligations	5	--	--
Industrial advances (not including 19 million commitments--August 19)	14	+ 1	+ 4
Other Reserve Bank credit	149	+ 42	+ 79
Total Reserve Bank credit	3,615	+103	+1,343
Gold stock	22,744	+ 2	+ 34
Treasury currency	3,333	+ 1	+ 155
Member bank reserve balances	12,653	- 56	- 384
Money in circulation	12,956	+ 86	+3,116
Treasury cash	2,206	--	- 171
Treasury deposits with F. R. Banks	240	+ 66	- 545
Nonmember deposits and other F. R. accounts	1,638	+ 11	- 482

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON AUGUST 19, 1942  
(In thousands of dollars)

<u>LIABILITIES</u>	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.
F.R.notes in actual circulation	9,923,080	736,918	2,418,751	707,166	947,916	570,453	391,173	2,035,593	392,991	242,629	335,915	177,796	965,779
Deposits:													
Member bank-reserve acct.	12,652,843	621,788	5,256,161	639,546	939,802	471,342	336,416	1,874,200	371,780	208,392	417,048	356,700	1,109,668
U.S.Treasurer-general acct.	239,778	8,719	64,683	19,497	14,171	14,354	10,505	37,784	10,457	12,961	13,198	6,823	26,126
Foreign	914,334	23,774	475,698	69,228	66,343	31,729	25,239	87,977	21,634	15,865	20,913	20,913	55,021
Other	429,224	5,891	280,271	9,571	60,571	7,929	2,110	2,763	12,542	7,949	6,698	2,533	30,396
<u>Total deposits</u>	<u>14,236,179</u>	<u>660,172</u>	<u>6,076,813</u>	<u>737,842</u>	<u>1,080,887</u>	<u>525,854</u>	<u>424,270</u>	<u>2,002,724</u>	<u>416,413</u>	<u>245,167</u>	<u>457,857</u>	<u>386,969</u>	<u>1,221,211</u>
Deferred availability items	1,023,478	96,803	210,508	73,592	121,684	88,021	38,373	157,815	52,993	21,198	48,841	39,254	74,396
Other liabilities including accrued dividends	3,550	530	766	227	326	320	194	351	107	125	226	202	176
<b>TOTAL LIABILITIES</b>	<b>25,186,287</b>	<b>1,494,423</b>	<b>8,706,838</b>	<b>1,518,827</b>	<b>2,150,813</b>	<b>1,184,648</b>	<b>854,010</b>	<b>4,196,483</b>	<b>862,504</b>	<b>509,119</b>	<b>842,839</b>	<b>604,221</b>	<b>2,261,562</b>
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	145,146	9,439	53,472	11,776	14,825	5,833	5,133	15,996	4,507	3,065	4,692	4,446	11,962
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)	26,781	2,874	7,070	4,393	1,007	3,244	713	1,429	530	1,000	1,137	1,263	2,121
Other capital accounts	50,523	2,671	14,220	3,357	4,966	2,125	2,486	8,727	2,058	2,643	2,147	2,009	3,109
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	<b>25,566,239</b>	<b>1,520,356</b>	<b>8,838,251</b>	<b>1,553,524</b>	<b>2,185,957</b>	<b>1,201,086</b>	<b>868,067</b>	<b>4,245,560</b>	<b>874,565</b>	<b>518,934</b>	<b>854,428</b>	<b>615,915</b>	<b>2,289,546</b>
Commitments to make industrial advances	18,726	753	433	1,732	603	1,249	646	1,842	1,047	--	2,332	--	8,089
F.R. notes outstanding	10,374,689	772,561	2,527,640	734,038	979,773	604,988	421,581	2,081,948	421,759	246,993	349,030	192,598	1,041,760
Collateral for F.R.notes held by F.R.Agents:													
Gold certificates	10,497,500	785,000	2,540,000	740,000	985,000	625,000	425,000	2,100,000	430,000	250,000	350,000	198,500	1,069,000
Eligible paper	2,565	600	1,615	205	--	--	--	--	145	--	--	--	--
<b>MATURITY DISTRIBUTION OF BILLS AND SECURITIES</b>													
	<u>Total</u>	<u>Within 15 days</u>	<u>16 to 30 days</u>	<u>31 to 60 days</u>	<u>61 to 90 days</u>	<u>91 days to 6 months</u>	<u>6 months to 1 year</u>	<u>1 to 2 years</u>	<u>2 to 5 years</u>	<u>Over 5 years</u>			
Bills discounted	4,341	3,028	109	1,052	125	27	--	--	--	--			
Industrial advances	13,547	7,949	371	170	1,126	745	1,520	830	836	--			
U.S.Government securities, direct and guaranteed	3,448,099	83,440	177,017	254,950	483,046	171,655	134,700	268,175	385,330	1,489,786			

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

	Increase or decrease since		
	Aug. 19, 1942	Aug. 12, 1942	Aug. 20, 1941
<u>A S S E T S</u>			
Gold certificates on hand and due from U. S. Treasury	20,547,619	+ 978	+ 248,087
Redemption fund--F. R. notes	13,992	+1,050	- 2,237
Other cash	248,914	-2,800	- 25,725
<u>Total reserves</u>	20,810,525	- 772	+ 220,125
Bills discounted:			
Secured by U. S. Gov't obligations, direct and guaranteed	2,745	- 925	+ 558
Other bills discounted	1,596	--	- 4,506
<u>Total bills discounted</u>	4,341	- 925	- 3,948
Industrial advances	13,547	+ 619	+ 3,961
U. S. Government securities, direct and guaranteed:			
Bonds	1,646,886	--	+ 283,086
Notes	728,105	--	- 92,195
Certificates	340,973	+18,115	+ 340,973
Bills	732,135	+43,095	+ 732,135
<u>Total U. S. Government securities, direct and guaranteed</u>	3,448,099	+61,210	+1,263,999
<u>Total bills and securities</u>	3,465,987	+60,904	+1,264,012
Due from foreign banks	47	--	--
F. R. notes of other banks	28,162	+ 1,453	- 5,143
Uncollected items	1,172,399	+48,963	+ 183,606
Bank premises	40,401	--	- 266
Other assets	48,718	+ 652	- 641
<u>TOTAL ASSETS</u>	25,566,239	+111,200	+1,661,693
<u>L I A B I L I T I E S</u>			
F. R. notes in actual circulation	9,923,080	+82,328	+2,970,475
Deposits:			
Member bank--reserve account	12,652,843	-55,802	- 384,627
U. S. Treasurer--general account	239,778	+65,801	- 545,566
Foreign	914,334	+25,716	- 288,538
Other	429,224	-13,617	- 202,606
<u>Total deposits</u>	14,236,179	+ 22,098	-1,421,337
Deferred availability items	1,023,478	+ 6,878	+ 104,633
Other liabilities including accrued dividends	3,550	- 281	+ 619
<u>TOTAL LIABILITIES</u>	25,186,287	+111,023	+1,654,390
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	145,146	+ 10	+ 4,278
Surplus (Section 7)	157,502	--	+ 437
Surplus (Section 13b)	26,781	--	- 4
Other capital accounts	50,523	+ 167	+ 2,592
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	25,566,239	+111,200	+1,661,693
Ratio of total reserves to deposit and F.R. note liabilities combined	86.1%	- .4%	- 5.0%
Commitments to make industrial advances	18,726	+ 1,617	+ 5,646

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON AUGUST 19, 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	20,547,619	1,119,417	7,536,697	1,188,080	1,700,324	872,002	647,728	3,586,010	627,827	388,874	625,557	421,423	1,833,670
Redemption fund--F.R.notes	13,992	2,365	1,817	554	529	1,543	442	1,493	607	92	700	653	3,197
Other cash	248,914	19,034	60,320	13,630	16,563	14,343	17,071	40,356	13,740	6,689	10,298	10,261	26,609
<u>Total reserves</u>	20,810,525	1,140,816	7,598,834	1,202,264	1,717,416	887,888	665,241	3,627,859	642,174	395,655	636,565	432,337	1,863,476
Bills discounted:													
Secured by U.S.Gov't obligations,													
direct and guaranteed	2,745	600	1,615	205	100	--	--	--	145	--	--	80	--
Other bills discounted	1,596	--	638	144	158	66	53	183	45	33	43	119	114
<u>Total bills discounted</u>	4,341	600	2,253	349	258	66	53	183	190	33	43	199	114
Industrial advances	13,547	1,159	623	5,281	472	840	1,193	216	14	497	1,069	140	2,043
U. S. Government securities,													
direct and guaranteed:													
Bonds	1,646,886	117,183	458,713	122,393	153,674	99,632	71,211	210,538	81,926	14,260	72,788	63,721	150,847
Notes	728,105	51,807	202,804	54,111	67,941	44,047	31,481	93,083	36,222	19,566	32,181	28,172	66,590
Certificates	340,973	24,262	94,972	25,340	31,817	20,628	14,744	43,590	16,962	9,164	15,070	13,193	31,231
Bills	732,135	52,094	203,924	54,411	68,317	44,292	31,658	93,596	36,421	19,676	32,358	28,328	67,060
<u>Total U.S.Gov't securities, direct and guaranteed</u>	3,448,099	245,346	960,413	256,255	321,749	208,599	149,094	440,807	171,531	92,666	152,397	133,414	315,828
<u>Total bills and securities</u>	3,465,987	247,105	963,289	261,885	322,479	209,505	150,340	441,206	171,735	93,196	153,509	133,753	317,985
Due from foreign banks	47	3	18	5	4	2	2	6	1	*	1	1	4
F.R. notes of other banks	28,162	1,098	3,056	1,576	1,796	2,508	3,299	3,433	2,132	936	3,337	1,140	3,851
Uncollected items	1,172,399	125,334	249,834	79,329	134,731	95,040	45,175	164,021	54,133	26,506	56,004	45,712	96,580
Bank premises	40,401	2,745	10,379	4,827	4,373	3,074	1,954	2,956	2,128	1,321	2,831	1,090	2,723
Other assets	48,718	3,255	12,841	3,638	5,158	3,069	2,056	6,079	2,262	1,370	2,181	1,882	4,927
<b>TOTAL ASSETS</b>	<b>25,566,239</b>	<b>1,520,356</b>	<b>8,838,251</b>	<b>1,553,524</b>	<b>2,185,957</b>	<b>1,201,086</b>	<b>868,067</b>	<b>4,245,560</b>	<b>874,565</b>	<b>518,984</b>	<b>854,428</b>	<b>615,915</b>	<b>2,289,546</b>

\*Less than \$500.