

## BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.4.1

(For Immediate Release)

September 3, 1953

CONDITION OF THE FEDERAL RESERVE BANKS

## Member Bank Reserves and Related Items

During the week ended September 2, Member bank reserves decreased \$115 million. The principal changes reducing reserves were increases of \$135 million in Money in circulation and \$20 million in Foreign deposits with Federal Reserve Banks, and decreases of \$60 million in Reserve Bank credit and \$50 million in Gold stock. The principal offsetting changes were decreases of \$128 million in Treasury deposits with Federal Reserve Banks and \$21 million in Other deposits with Federal Reserve Banks.

The decrease of \$60 million in Reserve Bank credit resulted from increases of \$25 million in U. S. Government securities bought outright, \$25 million in U. S. Government securities held under repurchase agreement, and \$23 million in Float, and a decrease of \$133 million in Loans, discounts and advances. Holdings of U. S. Government securities bought outright reflected an increase of \$25 million in bills.

Member Bank Reserves and Related Items	September 2 1953	Change since	
		August 26 1953	September 3 1952
(In millions of dollars)			
Reserve Bank credit:			
U. S. Government securities--			
Bought outright	25,014	+ 25	+1,898
Held under repurchase agreement	53	+ 25	- 13
Loans, discounts and advances	394	-133	- 579
Float	610	+ 23	- 51
Total	26,071	- 60	+1,255
Gold stock	22,178	- 50	-1,166
Treasury currency outstanding	4,865	+ 3	+ 91
Money in circulation	30,240	+135	+ 849
Treasury cash holdings	1,278	+ 5	- 7
Treasury deposits with F. R. Banks	541	-128	- 174
Foreign deposits with F. R. Banks	538	+ 20	- 277
Other deposits with F. R. Banks	333	- 21	+ 82
Other F. R. accounts (net)	859	- 3	+ 142
Member bank reserves	19,325	-115	- 435
Required reserves (estimated)	18,896 <sup>84</sup>	+ 25	- 615
Excess reserves (estimated)	429 <sup>41</sup>	-140	+ 180
Daily averages for period--			
Estimated excess reserves of member banks	586	- 23	- 1
Member bank borrowings at F. R. Banks	506	+ 17	- 662

U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$2,592 million, an increase of \$12 million for the week and an increase of \$488 million from the comparable date a year ago.

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

	September 2, 1953	August 26, 1953	Change since September 3, 1952
<u>A S S E T S</u>			
Gold certificates	20,130,102	- 115,000	- 1,318,399
Redemption fund for F. R. notes	862,665	+ 65,000	+ 164,412
<u>Total gold certificate reserves</u>	20,992,767	- 50,000	- 1,153,987
Other cash	334,941	- 10,063	+ 20,105
Discounts and advances	391,434	- 132,704	- 576,619
Industrial loans	2,710	- 141	- 2,022
U. S. Government securities:			
Bought outright--			
Bills	1,722,304	+ 25,000	+ 1,263,304
Certificates	4,995,716	--	- 6,857,500
Notes	13,773,671	--	+ 8,205,598
Bonds	4,521,975	--	- 713,848
<u>Total bought outright</u>	25,013,666	+ 25,000	+ 1,897,554
Held under repurchase agreement	53,000	+ 24,600	- 12,800
<u>Total U. S. Government securities</u>	25,066,666	+ 49,600	+ 1,884,754
<u>Total loans and securities</u>	25,460,810	- 83,245	+ 1,306,113
Due from foreign banks	22	--	- 1
F. R. notes of other banks	172,901	- 11,800	- 8,658
Uncollected cash items	3,426,101	- 6,265	+ 104,605
Bank premises	49,968	- 56	+ 4,684
Other assets	180,595	+ 9,997	- 68,018
<u>TOTAL ASSETS</u>	50,618,105	- 151,432	+ 204,843
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	25,975,399	+ 115,435	+ 774,937
Deposits:			
Member bank--reserve accounts	19,325,147	- 115,283	- 435,139
U. S. Treasurer--general account	540,684	- 128,558	- 174,729
Foreign	538,257	+ 20,619	- 276,477
Other	332,915	- 20,790	+ 82,253
<u>Total deposits</u>	20,737,003	- 244,012	- 804,092
Deferred availability cash items	2,816,193	- 29,504	+ 155,663
Other liabilities and accrued dividends	18,621	- 1,130	+ 2,177
<u>TOTAL LIABILITIES</u>	49,547,216	- 159,211	+ 128,685
<u>C A P I T A L    A C C O U N T S</u>			
Capital paid in	261,267	+ 75	+ 14,852
Surplus (Section 7)	584,676	--	+ 46,334
Surplus (Section 13b)	27,543	--	--
Other capital accounts	197,403	+ 7,704	+ 14,972
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	50,618,105	- 151,432	+ 204,843
Ratio of gold certificate reserves to deposit and F. R. note liabilities combined	44.9%	--	- 2.5%
Contingent liability on acceptances purchased for foreign correspondents	25,323	+ 32	+ 16,243
Industrial loan commitments	3,450	- 146	- 2,598

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, SEPTEMBER 2, 1953  
(Securities held under repurchase agreement are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

	Discounts and advances	Industrial loans	U. S. Government securities
Within 15 days	368,600	637	1,225,825
16 to 90 days	22,729	710	8,897,054
91 days to 1 year	105	1,002	5,702,266
Over 1 year to 5 years	--	361	6,452,264
Over 5 years to 10 years	--	--	1,374,400
Over 10 years	--	--	1,414,857
<u>Total</u>	391,434	2,710	25,066,666

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 2, 1953  
(In thousands of dollars)

H.4.1(b)

<u>A S S E T S</u>	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Mpls.	Kans.Cy.	Dallas	SanFran.
Gold certificates	20,130,102	1027,282	5,342,692	1237,874	1781,433	1056,140	870,506	3771,067	792,660	475,592	783,738	659,724	2331,394
Redemption fund for F. R. notes	862,665	64,918	140,694	60,889	84,999	82,885	60,714	134,232	50,276	25,896	40,053	31,095	86,014
<u>Total gold certificate reserves</u>	20,992,767	1092,200	5,483,386	1298,763	1866,432	1139,025	931,220	3905,299	842,936	501,488	823,791	690,819	2417,408
Other cash	334,941	29,478	64,778	21,925	22,393	15,775	26,883	70,429	16,397	5,593	11,253	11,702	38,335
Discounts and advances	391,434	6,730	43,150	14,172	27,821	26,988	39,520	80,185	5,700	17,000	55,242	29,241	45,685
Industrial loans	2,710	-	-	1,988	-	100	517	-	-	105	-	-	-
U. S. Govt. securities: <sup>1/</sup> Bought outright--													
Bills	1,722,304	94,838	443,369	103,775	146,205	102,132	88,094	297,669	72,459	42,508	75,064	68,415	187,776
Certificates	4,995,716	275,084	1,286,037	301,012	424,081	296,246	255,526	863,420	210,175	123,299	217,728	198,445	544,663
Notes	13,773,671	758,433	3,545,729	829,919	1169,233	816,779	704,509	2380,531	579,472	339,948	600,298	547,132	1501,688
Bonds	4,521,975	248,998	1,164,083	272,467	383,866	268,153	231,295	781,542	190,244	111,607	197,081	179,626	493,013
Total	25,013,666	1377,353	6,439,218	1507,173	2123,385	1483,310	1279,424	4323,162	1052,350	617,362	1090,171	993,618	2727,140
Held under repurchase agreement	53,000	-	53,000	-	-	-	-	-	-	-	-	-	-
<u>Total U. S. Government securities</u>	25,066,666	1377,353	6,492,218	1507,173	2123,385	1483,310	1279,424	4323,162	1052,350	617,362	1090,171	993,618	2727,140
<u>Total loans and securities</u>	25,460,810	1384,083	6,535,368	1523,333	2151,206	1510,398	1319,461	4403,347	1058,050	634,467	1145,413	1022,859	2772,825
Due from foreign banks	22	1	2/ 6	2	2	1	1	3	1	1	1	1	2
F.R. notes of other banks	172,901	6,184	24,527	11,315	6,890	20,080	18,918	19,693	9,005	16,834	6,784	7,882	24,789
Uncollected cash items	3,426,101	268,544	667,598	222,138	307,128	281,782	225,053	553,189	144,381	102,154	173,915	145,562	334,657
Bank premises	49,968	5,059	7,109	4,338	4,552	4,803	3,634	6,749	2,919	1,033	2,167	602	7,003
Other assets	180,595	10,716	44,965	10,731	16,057	10,673	9,922	30,155	7,274	4,453	8,495	7,647	19,507
<b>TOTAL ASSETS</b>	<b>50,618,105</b>	<b>2796,265</b>	<b>12,827,737</b>	<b>3092,545</b>	<b>4374,660</b>	<b>2982,537</b>	<b>2535,092</b>	<b>8988,864</b>	<b>2080,963</b>	<b>1266,023</b>	<b>2171,819</b>	<b>1887,074</b>	<b>5614,526</b>

<sup>1/</sup> Note on following page relates to allocation of securities in the Open Market Account.

<sup>2/</sup> After deducting \$16,000 participations of other Federal Reserve Banks.

Allocation of Securities  
in the Open Market Account

The statements of condition of the Federal Reserve Banks reflect a reallocation effective September 1, 1953 of securities held in the System Open Market Account. Under the reallocation, participations in the account are based on the size of the Federal Reserve Bank as measured by average total assets. Previously, securities were allocated primarily on the basis of expenses and dividend requirements of the Federal Reserve Banks.

Settlement for shifts in participations in the open market account between the Federal Reserve Banks is made through the Interdistrict Settlement (Gold Certificate) Fund. The reallocation, therefore, resulted in some changes in reserve ratios of individual Reserve Banks. It did not, of course, affect the reserve ratio of the twelve Reserve Banks combined or the total amount of assets of any Federal Reserve Bank.

STATEMENT OF CONDITION OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 2, 1953  
(In thousands of dollars)

<u>L I A B I L I T I E S</u>	Total	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Mpls.	Kans.Cy.	Dallas	SanFran.
Federal Reserve notes	25,975,399	1588,897	5,705,585	1841,540	2420,336	1805,521	1376,512	5019,511	1176,095	634,563	1017,053	738,475	2651,311
Deposits:													
Member bank-reserve accts.	19,325,147	824,581	5,773,787	899,333	1510,422	807,006	847,122	3230,062	690,290	458,650	918,118	925,124	2440,652
U.S.Treasurer-general acct.	540,684	38,104	92,337	36,452	44,838	45,891	46,647	76,750	26,767	38,510	30,850	18,894	44,644
Foreign	538,257	32,647	1/160,922	40,140	49,238	26,760	23,014	73,322	20,338	13,380	20,338	24,084	54,074
Other	332,915	4,553	267,762	2,637	5,436	3,613	929	706	8,641	1,509	2,212	723	34,194
<u>Total deposits</u>	20,737,003	899,885	6,294,808	978,562	1609,934	883,270	917,712	3380,840	746,036	512,049	971,518	968,825	2573,564
Deferred avail. cash items	2,816,193	238,929	522,641	191,997	243,857	235,093	190,559	437,848	114,339	89,841	140,446	129,582	281,061
Other liabilities and accrued dividends	18,621	1,112	5,652	1,002	1,996	872	814	3,026	651	505	694	664	1,633
<b>TOTAL LIABILITIES</b>	49,547,216	2728,823	12,528,686	3013,101	4276,123	2924,756	2485,597	8841,225	2037,121	1236,958	2129,711	1837,546	5507,569
Capital paid in	261,267	14,235	81,519	17,794	24,803	11,376	10,997	33,670	8,970	5,842	10,015	13,164	28,882
Surplus (Section 7)	584,676	36,462	167,503	43,578	54,064	29,248	25,803	84,628	23,628	15,131	21,925	25,381	57,325
Surplus (Section 13b)	27,543	3,011	7,319	4,489	1,006	3,349	762	1,429	521	1,073	1,137	1,307	2,140
Other capital accounts	197,403	13,734	42,710	13,583	18,664	13,808	11,933	27,912	10,723	7,019	9,031	9,676	18,610
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	50,618,105	2796,265	12,827,737	3092,545	4374,660	2982,537	2535,092	8988,864	2080,963	1266,023	2171,819	1887,074	5614,526
Contingent liability on acceptances purchased for foreign correspondents	25,323	1,545	2/7,464	1,900	2,331	1,267	1,089	3,470	963	633	963	1,140	2,558
Industrial loan commitments	3,450	--	--	1,723	749	52	--	40	--	--	886	--	--
<b>FEDERAL RESERVE AGENTS' ACCOUNTS</b>													
F. R. notes outstanding	26,928,452	1652,897	5,900,943	1901,450	2504,481	1887,338	1440,333	5134,854	1223,438	648,134	1044,810	770,123	2819,651
Collateral for F.R. notes:													
Gold certificates	11,193,000	390,000	3,220,000	745,000	1000,000	580,000	360,000	2500,000	280,000	175,000	280,000	283,000	1380,000
Eligible paper	212,967	6,730	41,650	14,172	--	26,988	--	--	5,500	17,000	55,242	--	45,685
U. S. Govt. securities	16,410,000	1300,000	2,800,000	1200,000	1550,000	1350,000	1100,000	2700,000	965,000	500,000	800,000	525,000	1620,000
<u>Total collateral</u>	27,815,967	1696,730	6,061,650	1959,172	2550,000	1956,988	1460,000	5200,000	1250,500	692,000	1135,242	808,000	3045,685

1/ After deducting \$377,316,000 participations of other Federal Reserve Banks.

2/ After deducting \$17,859,000 participations of other Federal Reserve Banks.