

STATEMENT FOR THE PRESS

Released for publication in
Friday afternoon papers, Sept. 30;
not earlier.

St. 2308
Federal Reserve Board
September 29, 1921.

CONDITION OF MEMBER BANKS IN LEADING CITIES

Aggregate increases of \$178,000,000 in the holdings of Government securities, following the issuance on September 15, of \$698,000,000 of Treasury notes and certificates, together with an increase of \$419,000,000, in Government deposits, representing largely book credits for notes and certificates allotted, as against reductions of \$298,000,000 in demand deposits, largely the result of payment of customers' tax checks, are indicated in the Federal Reserve Board's weekly consolidated statement of condition on September 21 of 810 member banks in leading cities.

Loans secured by Government obligations show a reduction of \$6,000,000 for the week, loans secured by corporate obligations increased by \$13,000,000, while all other loans and discounts, mainly of a commercial and industrial character, show a decrease of \$26,000,000. For the member banks in New York City an increase of \$52,000,000 in loans secured by corporate obligations, as against reductions of \$5,000,000 in loans secured by Government obligations and of \$34,000,000 in commercial loans, are noted.

Holdings of United States bonds and Victory notes increased by \$7,000,000, those of Treasury notes - by \$111,000,000, and those of Treasury certificates - by \$50,000,000, while the banks' investments in corporate and other securities fell off about \$15,000,000. The New York City banks report increases of about \$2,000,000 in their holdings of U. S. bonds and Victory notes, of \$46,000,000 in their investments in Treasury notes, and an increase of only \$2,000,000 in Treasury certificates, this smaller increase reflecting apparently the large demand for certificates by local corporate and other ultimate investors. Total loans and investments, in consequence of the changes noted, show an increase for the week of \$145,000,000, of which \$33,000,000 represents the increase for the member banks in New York City.

Notwithstanding the large reduction in demand deposits, the reporting banks were able during the week to reduce their accommodation at the Federal reserve banks from \$908,000,000 to \$860,000,000, or from 6.1 to 5.8 per cent of their total loans and investments. For the New York City banks a reduction from \$206,000,000 to \$130,000,000 in borrowings from the local reserve bank, and from 4.4 to 2.8 per cent in the ratio of accommodation is noted.

As against a decrease of \$298,000,000 in net demand deposits, the banks report a much larger increase, by \$419,000,000, in Government deposits, this excess apparently accounting for their ability to reduce their borrowings from the Federal reserve banks. Member banks in New York City report a decrease of \$70,000,000 in net demand deposits, as against a gain of \$180,000,000 in Government deposits and a correspondingly larger reduction in their borrowings from the local reserve bank. Only slight changes are shown in time deposits.

Reserve balances of the reporting banks, in keeping with the large reduction in demand deposits, show a total reduction of \$39,000,000, while cash in vault, largely Federal reserve notes, fell off about \$9,000,000. The New York City banks report a reduction of \$4,000,000 in their aggregate reserve balances and of \$2,000,000 in cash.

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PRINCIPAL RESOURCE AND LIABILITY ITEMS OF REPORTING MEMBER BANKS IN LEADING CITIES
(Amounts in thousands of dollars)

St.2308a.

	Sept. 21, 1921	Sept. 14, 1921	Mar. 25, 1921	Sept. 24, 1920
Number of reporting banks - - - - -	810	810	823	818
Loans and discounts, including bills rediscounted with F. R. Bank:				
Secured by U. S. Govt. obligations - - - - -	592,842	598,682	759,917	950,324
Secured by stocks and bonds (other than U. S. securities) - - - - -	2,979,307	2,966,321	3,026,912	3,055,942
All other loans and discounts - - - - -	<u>7,972,016</u>	<u>7,997,773</u>	<u>8,804,140</u>	<u>(a)</u>
Total loans and discounts - - - - -	11,544,165	11,562,776	12,590,969	(a)
U. S. bonds - - - - -	870,744	867,862	874,843	872,865
U. S. Victory notes - - - - -	166,263	162,475	192,730	191,472
U. S. Treasury notes - - - - -	164,685	53,369	-	-
U. S. Certificates of indebtedness - - - - -	200,914	141,029	274,846	383,420
Other bonds, stocks and securities - - - - -	<u>1,998,655</u>	<u>2,013,237</u>	<u>2,049,600</u>	<u>(a)</u>
Total loans & discounts & invest., including bills redis'd. with F.R.Bk. -	14,945,426	14,800,748	15,982,988	17,140,246
Reserve balance with F. R. Bank - - - - -	1,189,256	1,228,693	1,259,573	1,361,800
Cash in vault - - - - -	301,445	310,018	314,764	358,383
Net demand deposits - - - - -	9,833,196	10,130,875	10,185,727	11,160,537
Time deposits - - - - -	2,915,659	2,916,826	2,932,472	2,785,811
Government deposits - - - - -	549,131	130,499	328,613	315,364
Bills payable with Federal Reserve Bank:				
Secured by U. S. Govt. obligations - - - - -	224,323	232,493	573,124	677,935
All other - - - - -	794	2,623	3,993	6,873
Bills rediscounted with Federal Reserve Bank:				
Secured by U. S. Govt. obligations - - - - -	65,286	64,023	198,649	271,330
All other - - - - -	<u>570,277</u>	<u>609,187</u>	<u>988,420</u>	<u>1,194,772</u>
Ratio of bills payable and rediscounts with F. R. Bank: to total loans and investments, per cent - - - - -	5.8	6.1	11.0	12.5

(a) Comparable figures not available.

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PRINCIPAL RESOURCE AND LIABILITY ITEMS OF ALL REPORTING MEMBER BANKS IN EACH FEDERAL RESERVE DISTRICT AT CLOSE OF BUSINESS SEPT. 21, 1921.
(Amounts in thousands of dollars)

Federal Reserve District	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Number of reporting banks	49	112	58	85	82	43	112	37	35	79	52	66	810
Loans and discounts, including bills rediscounted with F. R. Bank:													
Secured by U.S. Govt. oblig.	34,348	230,399	68,347	55,746	24,483	17,675	79,627	18,535	12,570	17,651	6,751	26,710	592,842
Secured by stocks and bonds	187,764	1,289,885	183,227	336,814	109,289	52,189	424,981	117,938	31,540	65,980	37,964	141,736	2,979,307
All other loans & discounts	599,482	2,654,380	355,851	662,141	331,341	314,726	1,191,251	306,901	236,091	366,851	204,425	748,576	7,972,016
Total loans and discounts	821,594	4,174,664	607,425	1,054,701	465,113	384,590	1,695,859	443,374	280,201	450,482	249,140	917,022	11,544,165
U. S. bonds	37,571	311,486	46,238	105,610	61,304	30,229	72,081	26,387	15,721	30,475	34,430	99,212	870,744
U. S. Victory notes	5,603	82,674	5,347	16,205	4,452	2,148	27,607	1,850	698	2,792	1,318	15,569	166,263
U. S. Treasury notes	9,627	77,818	19,061	11,489	9,473	624	13,386	3,644	4,956	5,375	1,561	7,671	164,685
U. S. Certificates of indebtedness	9,202	66,382	15,476	12,562	4,896	2,805	42,216	5,257	3,383	7,039	8,449	23,247	200,914
Other bonds, stocks & securities	138,561	702,195	154,624	265,795	46,417	37,067	345,530	67,410	20,623	47,604	9,567	163,262	1,998,655
Total loans and discounts and investments, including bills rediscounted with F.R. Bk.	1,022,158	5,415,219	848,171	1,466,362	591,655	457,463	2,196,679	547,922	325,582	543,767	304,465	1,225,983	14,945,426
Reserve balance with F. R. Bank	72,625	557,453	59,970	89,386	29,030	23,559	171,013	37,112	16,587	39,501	18,558	74,462	1,189,256
Cash in vault	20,602	100,739	17,386	29,156	14,202	8,920	52,414	6,990	6,104	12,322	9,841	22,769	301,445
Net demand deposits	698,135	4,434,702	599,019	785,813	284,696	207,454	1,259,698	275,081	169,746	359,845	184,294	574,713	9,833,196
Time deposits	181,012	445,419	43,077	419,611	121,621	139,750	650,080	146,218	67,818	99,913	59,793	541,347	2,915,659
Government deposits	43,661	248,642	46,127	45,182	17,441	6,779	63,588	17,441	16,965	12,170	9,548	21,587	549,131
Bills payable with F.R. Bank:													
Secured by U.S. Govt. oblig.	7,631	55,873	24,933	15,243	24,213	14,060	27,436	11,634	4,041	12,183	5,389	21,687	224,323
All other	-	-	-	27	-	-	-	-	262	-	366	139	794
Bills rediscounted with F.R. Bank:													
Secured by U.S. Govt. oblig.	6,468	13,387	18,308	6,871	2,066	4,931	5,437	2,183	752	1,967	246	2,670	65,286
All other	33,533	106,535	23,532	75,330	47,600	38,886	102,651	33,185	27,897	30,865	17,850	32,413	570,277

PRINCIPAL RESOURCE AND LIABILITY ITEMS OF REPORTING MEMBER BANKS IN F. R. BANK AND BRANCH CITIES AND IN OTHER SELECTED CITIES
(Amounts in thousands of dollars)

	New York City		City of Chicago		All F. R. Bank cities		F. R. Branch cities		Other selected cities	
	Sept. 21	Sept. 14	Sept. 21	Sept. 14	Sept. 21	Sept. 14	Sept. 21	Sept. 14	Sept. 21	Sept. 14
Number of reporting banks	70	70	51	51	280	280	212	212	318	318
Loans and discounts, including bills redisc'd. with F.R.Bank:										
Secured by U.S.Govt. oblig.	207,090	211,922	57,053	57,188	418,742	422,491	95,895	96,662	78,205	79,529
Secured by stocks and bonds	1,128,542	1,096,777	305,461	318,583	2,098,332	2,079,879	464,235	470,101	416,740	416,341
All other loans and discounts	2,359,793	2,394,234	769,869	756,880	5,161,971	5,183,476	1,459,630	1,456,761	1,350,415	1,357,536
Total loans and discounts	3,695,425	3,702,933	1,132,383	1,132,651	7,679,045	7,685,846	2,019,760	2,023,524	1,845,360	1,853,406
U. S. bonds	266,252	268,985	17,979	17,895	444,007	444,984	210,970	210,108	215,767	212,770
U. S. Victory notes	74,889	70,151	11,474	11,445	100,265	96,736	40,015	40,011	25,983	25,728
U. S. Treasury notes	72,740	26,723	5,812	1,454	115,443	35,662	29,444	9,482	19,798	8,225
U. S. Certificates of indebtedness	60,623	58,310	28,283	7,769	137,973	89,331	39,402	30,554	23,539	21,144
Other bonds, stocks and securities	528,181	537,868	134,914	131,129	1,086,805	1,094,013	562,779	570,801	349,071	348,423
Total loans and discounts and investments, including bills rediscounted with F.R.Bank	4,698,110	4,664,970	1,330,845	1,302,343	9,563,538	9,446,572	2,902,370	2,884,480	2,479,518	2,469,696
Reserve balance with F. R. Bank	514,189	518,668	122,764	134,908	872,102	897,045	183,216	186,825	133,938	144,823
Cash in vault	87,392	89,881	30,252	30,275	170,067	175,843	57,446	59,728	73,932	74,447
Net demand deposits	3,973,769	4,043,910	881,067	929,663	6,918,348	7,108,413	1,523,318	1,585,660	1,391,530	1,436,802
Time deposits	277,290	272,772	310,069	312,282	1,361,570	1,359,013	904,260	906,865	649,829	650,948
Government deposits	238,446	58,785	44,497	5,816	431,689	102,888	71,426	17,523	46,016	10,088
Bills payable with F. R. Bank:										
Secured by U.S. Govt. obligations	37,275	51,491	4,263	3,633	102,462	114,719	79,329	76,214	42,532	41,560
All other	-	-	-	-	-	1,895	319	271	475	457
Bills rediscounted with F. R. Bank:										
Secured by U.S. Govt. obligations	11,883	11,281	3,675	3,247	45,022	42,710	13,061	13,623	7,203	7,690
All other	81,169	143,228	54,330	31,328	335,804	378,727	114,849	107,364	119,624	123,096
Ratio of bills payable and rediscounts with F.R. Bank to total loans and investments, per cent.	2.8	4.4	4.7	2.9	5.1	5.7	7.2	6.8	6.8	7.0