

STATEMENT FOR THE PRESS

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Federal Reserve Board
January 26, 1922.

CONDITION OF MEMBER BANKS IN LEADING CITIES.

Continued loan liquidation aggregating \$86,000,000, as against an increase of \$21,000,000 in investments, largely in U. S. Government securities, accompanied by commensurate reductions in demand deposits and in borrowings from the Federal reserve banks, is indicated in the Federal Reserve Board's weekly consolidated statement of condition on January 18 of 306 member banks in leading cities. The return flow of currency to the banks, while not so large as for the preceding week, was quite considerable and accounts in part for the decrease of loans and deposits of the reporting institutions, as well as for the reduction of their own borrowings from the reserve banks.

All classes of loans show smaller figures than at the close of the preceding week: loans secured by U. S. Government obligations - by about \$1,000,000, loans secured by corporate obligations - by \$45,000,000 and other loans, largely commercial loans and discounts, - by \$40,000,000. For member banks in New York City a reduction of \$30,000,000 in loans secured by corporate obligations, as against nominal reductions in other classes of loans is shown.

Investments of the reporting banks in United States bonds, largely Liberty bonds, show an increase of \$27,000,000 for the week and of \$116,000,000 since January 21 of last year. Holdings of Victory notes increased by about \$9,000,000, while those of Treasury notes and of Treasury certificates show declines of \$8,000,000 and \$7,000,000, respectively. For the New York City banks corresponding increases of \$17,000,000 in U. S. bonds and of \$8,000,000 in Victory notes, as against reductions of \$8,000,000 in Treasury notes and of \$1,000,000 in Treasury certificates are noted. Only nominal changes are reported in the investments of corporate and other securities. Total loans and investments, in consequence of the changes indicated, were \$65,000,000 less than the week before, the corresponding decrease for the member banks in New York City being \$16,000,000.

Accommodation of all reporting banks at the reserve banks, largely because of the considerable return movement of currency during the week, shows a reduction from \$531,000,000 to \$473,000,000, or from 3.6 to 3.2 per cent of the banks' total loans and investments. For member banks in New York City, a decrease from \$97,000,000 to \$84,000,000 in total borrowings from the local reserve bank and from 2 to 1.3 per cent in the ratio of accommodation is noted.

Government deposits of the reporting institutions show a decrease for the week of \$53,000,000. Net demand deposits declined by about \$95,000,000, while time deposits show only a nominal decrease. For the New York City banks a reduction of \$77,000,000 in net demand deposits is shown, caused partly by the reduction of balances due to outside banks, while Government deposits at these banks were \$18,000,000 less and time deposits about \$7,000,000 less than on the previous Wednesday.

In keeping with the substantial reductions in demand deposits and borrowings from the reserve banks, the reporting institutions show an aggregate decrease of \$58,000,000 in reserve balances. Most of this decrease, viz., \$52,000,000, is shown for the member banks in New York City. Cash in vault shows a further decline of about \$28,000,000, the total of \$288,000,000 being less than 3 per cent of the net demand deposits of all reporting institutions. Member banks in New York City report a reduction of \$10,000,000 in their cash holdings, these holdings being less than 2 per cent of their net demand deposits.

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

	Jan. 18, 1922	Jan. 11, 1922	July 20, 1921	Jan. 21, 1921
Number of reporting banks - - - - -	806	808	814	829
Loans and discounts, including bills rediscounted with F. R. Bank:				
Secured by U. S. Govt. obligations - - - - -	475,436	475,707	634,830	826,698
Secured by stocks and bonds (other than U. S. securities) - - - - -	3,106,892	3,152,323	3,004,416	3,096,952
All other loans and discounts - - - - -	7,437,827	7,478,399	8,037,581	9,079,497
Total loans and discounts - - - - -	11,020,155	11,106,429	11,676,827	13,003,147
U. S. bonds - - - - -	987,495	960,670	865,720	871,636
U. S. Victory notes - - - - -	189,302	179,915	167,506	204,476
U. S. Treasury notes - - - - -	120,391	127,545	69,711	-
U. S. Certificates of indebtedness - - - - -	203,764	211,104	122,650	277,091
Other bonds, stocks and securities - - - - -	2,094,853	2,095,673	2,047,617	2,039,588
Total loans & discounts & invest., including bills redis'd. with F.R.Bk.-	14,615,960	14,681,336	14,950,031	16,395,938
Reserve balance with F. R. Bank - - - - -	1,267,135	1,325,419	1,227,249	1,333,926
Cash in vault - - - - -	288,238	315,985	319,302	345,293
Net demand deposits - - - - -	10,331,732	10,427,495	10,029,198	10,754,180
Time deposits - - - - -	3,017,564	3,019,481	2,905,378	2,918,182
Government deposits - - - - -	186,084	238,573	124,469	210,319
Bills payable with Federal Reserve Bank:				
Secured by U. S. Govt. obligations - - - - -	198,403	227,458	309,216	578,404
All other - - - - -	1,068	1,138	506	1,375
Bills rediscounted with Federal Reserve Bank:				
Secured by U. S. Govt. obligations - - - - -	22,369	20,773	85,866	221,173
All other - - - - -	250,983	281,138	755,316	1,132,669
Ratio of bills payable and rediscounts with F. R. Bank to total loans and investments, per cent - - - - -	3.2	3.6	7.7	11.8

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PRINCIPAL RESOURCE AND LIABILITY ITEMS OF ALL REPORTING MEMBER BANKS IN EACH FEDERAL RESERVE DISTRICT AT CLOSE OF BUSINESS JAN. 13, 1922. St. 2575b.

(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	109	58	85	82	43	110	37	35	79	53	66	806
Loans and discounts, including bills rediscounted with F. R. Bank:													
Secured by U.S. Govt. oblig.	29,079	180,160	47,441	46,915	18,721	14,393	64,786	16,905	14,831	15,518	5,681	21,006	475,436
Secured by stocks and bonds	213,437	1,376,311	201,322	321,619	108,626	53,338	438,225	122,151	32,435	63,794	39,752	135,382	3,106,892
All other loans & discounts	558,022	2,481,477	316,344	614,610	314,668	295,398	1,069,904	296,727	206,925	357,265	192,992	733,495	7,437,827
Total loans and discounts	800,538	4,038,448	565,107	983,144	442,015	363,129	1,572,915	435,783	254,191	436,577	238,425	889,883	11,020,155
U. S. bonds	47,889	391,446	48,079	117,501	61,183	27,177	78,279	27,155	18,433	34,657	34,023	101,671	987,495
U. S. Victory notes	3,798	104,623	14,835	15,618	1,996	1,260	24,834	3,129	858	3,392	1,226	13,733	189,302
U. S. Treasury notes	4,597	82,675	5,156	2,575	4,088	-	8,241	547	1,208	517	738	10,049	120,391
U. S. Certificates of indebtedness	8,227	128,741	7,839	8,337	2,698	1,549	16,479	4,669	4,149	3,640	3,285	14,151	203,764
Other bonds, stocks & securities	143,168	733,411	164,696	267,814	43,470	35,325	381,310	69,468	20,897	47,686	9,082	173,526	2,094,853
Total loans and discounts and investments, including bills rediscounted with F.R.Bk.	1,008,217	5,479,344	805,712	1,394,989	560,452	428,440	2,082,058	540,751	299,736	526,469	286,779	1,203,013	14,615,960
Reserve balance with F. R. Bank	86,339	595,381	63,949	84,735	32,725	27,093	170,753	44,057	18,706	40,514	20,780	82,103	1,267,135
Cash in vault	19,719	91,908	15,447	28,732	14,598	9,124	51,520	7,234	6,349	11,717	9,076	22,814	288,238
Net demand deposits	766,074	4,721,691	623,309	763,610	305,712	221,894	1,269,643	310,051	178,428	357,634	193,645	610,041	10,331,732
Time deposits	182,956	477,842	46,790	426,409	130,624	142,744	650,709	154,821	76,493	104,211	60,829	563,136	3,017,564
Government deposits	14,176	73,345	17,701	20,658	5,649	4,956	22,291	4,643	5,291	4,408	4,525	8,441	186,084
Bills payable with F.R. Bank:													
Secured by U.S. Govt. oblig.	4,912	84,652	19,639	18,302	19,617	5,652	20,045	5,833	1,000	6,072	2,479	10,200	198,403
All other	-	-	-	27	200	-	57	-	84	-	350	350	1,068
Bills rediscounted with F.R. Bank:													
Secured by U.S. Govt. oblig.	839	179	5,861	2,010	1,341	2,294	2,117	1,209	5,046	932	1	490	22,369
All other	18,047	30,949	7,067	43,610	24,466	21,879	40,344	18,842	5,271	22,621	6,572	11,315	250,983

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	
	Jan. 18	Jan. 11	Jan. 18	Jan. 11	Jan. 18	Jan. 11	Jan. 18	Jan. 11	Jan. 18	Jan. 11
Number of reporting banks	67	67	50	50	275	275	214	215	317	318
Loans and discounts, including										
bills redis'd. with F. R. Bank:										
Secured by U.S. Govt. oblig.	161,251	161,577	50,255	51,072	331,055	331,124	76,977	80,084	67,404	64,499
Secured by stocks and bonds	1,208,323	1,238,452	320,200	316,276	2,224,908	2,263,320	454,481	459,917	427,503	429,086
All other loans and discounts	2,195,551	2,197,223	678,656	678,872	4,755,836	4,764,795	1,386,614	1,400,152	1,295,377	1,313,452
Total loans and discounts	3,565,125	3,597,252	1,049,111	1,046,220	7,311,799	7,359,239	1,918,072	1,940,153	1,790,284	1,807,037
U. S. bonds	342,569	325,978	21,488	21,734	537,451	516,931	224,332	222,011	225,712	221,728
U. S. Victory notes	96,602	88,736	10,717	13,860	132,025	123,287	37,695	37,037	19,582	19,591
U. S. Treasury notes	78,282	85,808	3,024	2,976	90,279	97,731	17,056	17,371	13,056	12,443
U. S. Certificates of indebtedness	123,794	125,127	8,544	10,042	159,580	166,199	22,392	22,379	21,792	22,526
Other bonds, stocks and securities	556,644	556,238	172,428	173,538	1,157,428	1,156,378	581,475	584,555	355,950	354,740
Total loans and discounts and investments, including bills rediscounted with F. R. Bank	4,763,016	4,779,139	1,265,312	1,268,370	9,388,562	9,419,765	2,801,022	2,823,506	2,426,376	2,438,065
Reserve balance with F. R. Bank	552,507	604,611	121,081	128,164	935,604	981,419	185,651	195,897	145,880	148,103
Cash in vault	79,734	90,199	30,587	32,760	161,193	178,711	54,812	59,262	72,233	78,012
Net demands deposits	4,252,499	4,328,718	875,294	895,412	7,312,035	7,389,178	1,566,485	1,577,601	1,453,212	1,460,716
Time deposits	299,013	306,479	313,398	313,346	1,405,163	1,411,919	927,915	926,406	684,486	681,156
Government deposits	68,574	87,049	16,512	22,325	139,811	180,426	29,235	36,581	17,038	21,566
Bills payable with F. R. Bank:										
Secured by U.S. Govt. obligations	67,930	86,680	1,102	2,022	107,296	129,746	57,042	62,301	34,065	35,411
All other	-	-	57	157	57	157	475	579	536	402
Bills rediscounted with F. R. Bank:										
Secured by U.S. Govt. obligations	-	-	1,525	1,727	10,021	12,330	4,153	4,713	8,195	3,730
All other	16,041	10,161	17,567	21,076	121,179	130,259	62,203	69,372	67,601	81,507
Ratio of bills payable and rediscounts with F. R. Bank to total loans and investments, per cent	1.8	2.0	1.6	2.0	2.5	2.9	4.4	4.9	4.5	5.0