

FEDERAL RESERVE BANK  
of KANSAS CITY

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BANKING AND MONETARY DEVELOPMENTS IN JULY 1961

Total reserves of all member banks were about unchanged in July. The seasonally adjusted money supply increased slightly between the second half of June and the second half of July. Time deposits at all commercial banks continued to expand rapidly. Bank credit increased substantially further as banks added to holdings of U. S. Government securities in connection with Treasury financing operations. Loans declined somewhat and holdings of State, local, and other securities rose.

Bank credit. Total credit at all commercial banks increased \$2.8 billion further in July. This was accounted for mainly by increased holdings of U. S. Government securities. Banks made large additions to such holdings in the second half of the month, after having reduced their holdings somewhat in the first half. They took about half of the \$2 billion bills offered on July 15 for cash or in exchange for \$1.5 billion bills maturing on that date; most bank takings were for cash, as they held only about \$200 million of the maturing issue at the end of June. On July 26, commercial banks acquired practically all of the \$3.5 billion Treasury tax anticipation bills offered for cash.

Total credit growth in July was considerably larger than in the same month of any past year since 1953. Credit movements in July are generally closely related to Treasury financing operations. Large cash financings have often occurred in July of other years, but they have generally been scheduled earlier in the month than during this year and the usual post-financing sales have then occurred during the month.

Through July this year, total credit at all commercial banks has increased \$4.6 billion, more than in the comparable period of any other year except 1958; in some years credit has declined. Holdings of U. S. Government securities increased contraseasonally while holdings of State, local, and other securities rose more than usual. Loans have declined \$800 million on balance since the beginning of the year, about the same as in the first seven months of 1958 and 1954 and in contrast with substantial growth in other years. Credit increased substantially both at weekly reporting banks in lending cities, where it usually declines, and at banks outside leading cities where growth appeared somewhat larger than usual.

Loan reduction in July was more moderate than in July last year and also smaller than reductions that had occurred in 1956-58. In 1955 and 1959, loans had expanded rapidly in July, but the increase in 1959 was influenced by anticipation of the steel strike that began in mid-July.

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Business loans at weekly reporting banks in leading cities declined \$450 million in the month just past. This was smaller than the reduction in the comparable period of last year but June tax and dividend related borrowing also had been somewhat smaller than in 1960. So far this year, business loans at all commercial banks have declined \$1 billion, somewhat less than in the comparable periods of 1958 and 1954; in all other recent years business loans have increased substantially, however.

Loans to metals manufacturers declined substantially in July following a smaller-than-usual rise in June and a net decline earlier in the year when normally there is an increase. These loans generally decline in July but the 1961 reduction was larger than in any other year except 1960 where substantial repayments had followed a sharp expansion in the first half of 1960. Loans to public utilities and petroleum processors declined during July as is usual following tax borrowing. Loans to food processors declined further and loans to commodity dealers began to rise as usually occurs in this period.

Loans to nonbank financial institutions declined in July, as is usual, but this followed a contraseasonal reduction in June. So far this year, these loans have declined a record \$1.4 billion.

Loans to U. S. Government security dealers increased in July as a sharp rise late in the month associated with Treasury financing operations was offset only in part by reductions at other times. Loans for purchasing and carrying securities other than those of the U. S. Government declined slightly following substantial expansion in other recent months. Total security loans have shown little over-all change so far this year whereas generally they decline during this period.

Real estate loans continued to increase moderately in July. Growth this year appears to have been slightly larger than in the comparable period last year and slightly smaller than in 1958. Consumer loans showed little further change in July. As in 1958 and 1954, they have increased only slightly this year (after allowance for the Sears' transaction).

Deposit ratios. The ratio of total loans to total deposits at all commercial banks declined slightly in July to 54.6 per cent, about the same as the recent low in January 1961. This ratio reached a post-war peak, 57 per cent, in mid-1960 and then declined fairly steadily through early 1961. The ratio of U. S. Government securities maturing within one year to total deposits rose further in June (data for July not yet available) to 10.8 per cent. This rate has risen almost steadily from its mid-1960 low of 4.1 per cent.

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Money supply. The daily average money supply, seasonally adjusted, increased slightly between the second half of June and the second half of July. The level in late July, however, was little different from that of late March, following rapid growth earlier in the year. The money supply is now about 1-1/2-per cent above the year-ago level. The end-of-month series increased \$600 million in July and is about 2 per cent above July 1960.

Average U. S. Government deposits at all commercial banks declined \$1.9 billion between the second half of June and the second half of July. Variation in this series in past years have been wide with substantial declines in some years and large increases in others.

Time deposits at all commercial banks, seasonally adjusted, increased \$1.1 billion further in July, slightly more rapidly than in most past months. At the month end, time deposits were almost 15 per cent above a year ago. Recent expansion has reflected in part the increased use of negotiable time certificates of deposit issued by large city banks, mainly to business corporations.

Deposit turnover. The seasonally adjusted annual rate of demand deposit turnover at banks outside New York and other financial centers declined from 26.6 per cent in June to 26.2 per cent in July. Over the past three months, turnover has been averaging about 2 per cent above the comparable period of last year. Earlier in the year turnover had been averaging about the same as last year.

Bank reserves. Average total reserves were about unchanged over July. Required reserves increased somewhat as a sharp rise toward the month end reflecting credit and deposit expansion associated with bank acquisitions of new Treasury securities offset reductions over most of the earlier part of the month. Excess reserves declined slightly. Borrowings were also reduced in small volume and free reserves averaged \$535 million, very little changed from the June average. Reserve positions were somewhat tighter at central reserve city banks in New York and easier at country banks in July than in June. The effective rate on Federal funds continued low until late July--often below 1 per cent and only infrequently as high as 2 per cent. It rose somewhat toward the month end and remained at a generally higher level during early August.

During July, on a daily average basis, reserves were absorbed principally through currency outflow; heavy currency drains early in the month around the July 4 holiday were followed by less than seasonal inflow. Reserves were supplied through increases in Reserve Bank float, and reductions in Treasury and other deposits at the Reserve Banks. Gold stock

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rose somewhat on a monthly average basis, but declined on a weekly average basis as sales occurred toward the month end. System holdings of U. S. Government securities increased \$90 million, including additional acquisitions of longer term issues. Purchases were heavy early in the month, associated with currency and float drains and again late in July when required reserves increased sharply.

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Banking Section,  
Division of Research and Statistics,  
Board of Governors of the Federal Reserve System.

August 17, 1961

**Note:** A corrected page 11 of "Banking and Monetary Developments in June 1961" is appended to this report.

L.4.3

Table 1

Estimated Changes in Loans and Investments at All Commercial Banks  
(In billions of dollars)

Item	End of June to last Wednesday of July					
	1961 6/	1960 6/	1959 6/	1958 6/	1957 6/	1956
Total loans (less interbank)	-0.3	-0.7	+1.1	-1.4	-1.0	-0.4
Business (excluding nonbank financial or sales finance companies) <sup>2/</sup>	-0.5	-0.7	<u>1/</u>	-0.8	-0.6	-0.1
Nonbank financial	-0.2	-0.1	+0.3	<u>3/</u>	<u>3/</u>	<u>3/</u>
Sales finance companies	<u>4/</u>	<u>4/</u>	<u>4/</u>	-0.1	-0.3	-0.2
(Business (including nonbank financial or sales finance companies))	(-0.7)	(-0.8)	(+0.3)	(-0.9)	(-0.9)	(-0.3)
Real estate	+0.1	<u>1/</u>	+0.2	+0.2	+0.1	+0.1
Security	+0.3	<u>1/</u>	+0.1	-0.9	-0.2	-0.1
Agricultural	-0.1	+0.1	+0.1	<u>1/</u>	-0.1	-0.1
Consumer	<u>1/</u>	+0.1	+0.3	+0.1	+0.1	+0.1
All other <sup>2/</sup>	<u>1/</u>	-0.2	<u>1/</u>	<u>1/</u>	<u>1/</u>	-0.1
U. S. Government securities	+2.8	+2.5	+0.2	-0.5	+0.8	-0.4
Other securities	+0.2	+0.1	<u>1/</u>	-0.1	<u>1/</u>	-0.2
Total (less bank)	+2.8	+1.9	+1.5	-2.0	-0.2	-1.0

Item	End of June to last Wednesday of July					
	1955	1954	1953	1952	1951	1950
Total loans (less interbank)	+0.6	-0.6	+0.3	+0.2	-0.6	+1.0
Business (excluding nonbank financial or sales finance companies) <sup>2/</sup>	+0.2	-0.3	+0.1	-0.2	n.a.	n.a.
Nonbank financial	<u>3/</u>	<u>3/</u>	<u>3/</u>	<u>3/</u>	<u>3/</u>	<u>3/</u>
Sales finance companies	<u>1/</u>	<u>1/</u>	<u>1/</u>	n.a.	n.a.	n.a.
(Business (including nonbank financial or sales finance companies))	(+0.2)	(-0.3)	(+0.1)	(-0.2)	(-0.3)	(+0.4)
Real estate	+0.2	+0.2	+0.1	+0.1	+0.1	+0.2
Security	<u>1/</u>	-0.4	+0.2	<u>1/</u>	-0.1	+0.3
Agricultural	-0.2	<u>1/</u>	+0.1	+0.1	+0.1	-0.1
Consumer	+0.2	<u>1/</u>	+0.1	+0.1	<u>1/</u>	+0.2
All other <sup>2/</sup>	+0.1	+0.1	<u>1/</u>	+0.1	-0.2	+0.1
U. S. Government securities	+0.4	+0.8	+4.6	+1.7	+0.2	-0.8
Other securities	-0.1	+0.2	<u>1/</u>	+0.1	+0.1	+0.2
Total (less bank)	+1.0	+0.4	+5.0	+2.1	-0.3	+0.3

<sup>1/</sup> Less than \$50 million. n.a.--Not available. <sup>2/</sup> Data are on revised basis beginning June 1959 and exclude loans to nonbank financial institutions. For previous years, loans to sales finance companies at weekly reporting banks have been shown separately to provide roughly comparable changes in business loans on revised basis. <sup>3/</sup> Included in business and "all other." <sup>4/</sup> Included with nonbank financial. <sup>5/</sup> Includes about \$100 million repayment on Sears' transaction. <sup>6/</sup> Data are for last Wednesday of June

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Table 1

Estimated Changes in Loans and Investments at All Commercial Banks  
(In billions of dollars)

Item	End of December to last Wednesday of July					
	1961 6/	1960 6/	1959 6/8/	1958 6/	1957 6/	1956
Total loans (less interbank)	7/0.8	+1.9	+6.4	-1.0	+1.4	+3.8
Business (excluding nonbank financial or sales finance companies) 2/	-1.0	+1.0	+1.8	-1.6	+1.0	+3.1
Nonbank financial	-1.4	-0.1 2/	+0.3	3/	3/	3/
Sales finance companies	4/	4/	10/ +0.3	-1.0	-0.1	-0.5
(Business (including nonbank financial or sales finance companies))	(-2.4)	(+0.9)	(+2.4)	(-2.6)	(+0.9)	(+2.6)
Real estate	+0.5	+0.3	+1.8	+0.8	+0.2	+1.1
Security	1/	-1.1	-0.5	+0.3	-0.6	-0.7
Agricultural	+0.2	+0.5	+0.1	+0.5	-0.3	-0.3
Consumer	+0.7	+1.1	+1.9	1/	+0.9	+1.1
All other 2/	7/ +0.1	+0.2	+0.6	1/	+0.2	+0.2
U. S. Government securities	+3.8	-2.2	-5.3	+5.9	-2.3	-5.4
Other securities	+1.5	-0.5	1/	+2.0	+0.5	-0.4
Total (less bank)	7/4.6	-0.9	+1.3	+6.9	-0.4	-2.0

Item	End of December to last Wednesday of July					
	1955	1954	1953	1952	1951	1950
Total loans (less interbank)	+5.0	-0.8	+1.2	+1.7	+1.9	+2.8
Business (excluding nonbank financial or sales finance companies) 2/	+1.6	-1.2	-0.3	-0.6	n.a.	n.a.
Nonbank financial	3/	3/	3/	3/	3/	3/
Sales finance companies	+0.6	-0.2	-0.1	-0.2	n.a.	n.a.
(Business (including nonbank financial or sales finance companies))	(+2.2)	(-1.4)	(-0.4)	(-0.8)	(+1.5)	(+0.2)
Real estate	+1.6	+0.7	+0.6	+0.5	+0.7	+1.1
Security	1/	-0.3	-0.2	+0.5	-0.4	+0.5
Agricultural	-1.0	+0.1	-0.1	+0.4	+0.3	-0.3
Consumer	+1.4	-0.1	+1.3	+0.9	1/	+1.0
All other 2/	+0.7	+0.2	+0.2	+0.2	1/	+0.3
U. S. Government securities	-5.3	+0.9	-0.1	+1.4	-3.3	-2.0
Other securities	+0.4	+1.0	+0.2	+0.8	+0.4	+1.2
Total (less bank)	+0.1	+1.1	+1.3	+3.9	-1.0	+1.9

1/ Less than \$50 million. n.a.--Not available. 2/ Data are on revised basis beginning June 1959 and exclude loans to nonbank financial institutions. For previous years, loans to sales finance companies at weekly reporting banks have been shown separately to provide roughly comparable changes in business loans on revised basis. 3/ Included in business and "all other." 4/ Included with nonbank financial. 5/ Includes about \$600 million net increase due to Sears' transaction. 6/ Data are for last Wednesday of June. 7/ Increase of \$200 million due to reclassification of foreign official loans into "Other loans." 8/ As a result of bank structure changes in January and April 1959 total credit increased about \$700 million; total loans \$400 million; U. S. Government securities \$200 million; and other securities \$100 million. 9/ July. 10/ January - June.

**Changes in Loans and Investments at Weekly Reporting  
Member Banks and Nonreporting Banks**  
(in billions of dollars)

Item	Last Wednesday in June to last Wednesday in July					
	1961	1960	1959	1958	1957	1956
<b>Weekly reporting banks <sup>1/</sup></b>						
Total loans	-0.3	-0.8	+0.8	-1.6	-0.9	-0.4
U. S. Government securities	+2.1	+2.0	+0.1	-0.6	+0.3	-0.5
Other securities	+0.1	+0.2	-0.1	-0.1	<sup>2/</sup>	-0.2
Total loans and investments	+1.9	+1.3	+0.9	-2.3	-0.6	-1.1
<b>Nonreporting banks <sup>1/</sup></b>						
Total loans	<sup>2/</sup>	+0.1	+0.3	+0.2	-0.1	<sup>2/</sup>
U. S. Government securities	+0.7	+0.5	+0.1	+0.1	+0.5	+0.1
Other securities	+0.1	-0.1	+0.1	<sup>2/</sup>	<sup>2/</sup>	<sup>2/</sup>
Total loans and investments	+0.9	+0.6	+0.6	+0.3	+0.4	+0.1
Item	Last Wednesday in June to last Wednesday in July					
	1955	1954	1953	1952	1951	1950
<b>Weekly reporting banks <sup>1/</sup></b>						
Total loans	+0.4	-0.7	+0.2	<sup>2/</sup>	-0.4	+0.8
U. S. Government securities	+0.1	+0.5	+3.5	+0.8	-0.2	-0.9
Other securities	<sup>2/</sup>	+0.1	+0.1	+0.2	+0.1	+0.2
Total loans and investments	+0.4	-0.2	+3.8	+1.0	-0.5	+0.1
<b>Nonreporting banks <sup>1/</sup></b>						
Total loans	+0.2	+0.1	+0.1	+0.2	-0.2	+0.2
U. S. Government	+0.3	+0.3	+1.1	+0.9	+0.4	+0.1
Other securities	-0.1	+0.1	-0.1	-0.1	<sup>2/</sup>	<sup>2/</sup>
Total loans and investments	+0.6	+0.6	+1.2	+1.1	+0.2	+0.2

<sup>1/</sup> Changes may not correspond exactly with published data for weekly reporting banks because loans to foreign banks have been excluded from this tabulation.

<sup>2/</sup> Less than \$50 million.

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Table 2

**Changes in Loans and Investments at Weekly Reporting  
Member Banks and Nonreporting Banks**  
(In billions of dollars)

Item	End of December to last Wednesday in July					
	1961	1960	1959	1958	1957	1956
<b>Weekly reporting banks <sup>1/</sup></b>						
Total loans	<u>4/</u> -2.0	-0.4	+3.2	-2.5	-0.2	+2.3
U. S. Government securities	+3.5	-0.4	-4.3	+5.6	-1.4	-4.1
Other securities	+0.9	-0.3	-0.1	+1.4	+0.1	-0.5
Total loans and investments	<u>4/</u> +2.5	-1.0	-1.2	+4.5	-1.6	-2.2
<b>Nonreporting banks <sup>1/</sup></b>						
Total loans	+1.2	+2.3	<u>3/</u> +3.2	+1.5	+1.6	+1.5
U. S. Government securities	+0.3	-1.8	<u>3/</u> -1.0	+0.3	-0.9	-1.3
Other securities	+0.6	-0.2	<u>3/</u> +0.1	+0.6	+0.4	+0.1
Total loans and investments	+2.1	+0.1	<u>3/</u> +2.5	+2.4	+1.2	+0.2
Item	End of December to last Wednesday in July					
	1955	1954	1953	1952	1951	1950
<b>Weekly reporting banks <sup>1/</sup></b>						
Total loans	+3.1	-2.1	<u>2/</u>	+0.4	+0.9	+1.5
U. S. Government securities	-4.7	+1.4	-0.3	+1.0	-2.7	-1.7
Other securities	+0.1	+0.8	+0.1	+0.7	+0.1	+0.9
Total loans and investments	-1.6	+0.1	-0.2	+2.1	-1.7	+0.6
<b>Nonreporting banks <sup>1/</sup></b>						
Total loans	+1.9	+1.3	+1.2	+1.3	+1.0	+1.3
U. S. Government	-0.6	-0.5	+0.2	+0.4	-0.6	-0.3
Other securities	+0.3	+0.2	+0.1	+0.1	+0.3	+0.3
Total loans and investments	+1.7	+1.0	+1.5	+1.8	+0.7	+1.3

<sup>1/</sup> Changes may not correspond exactly with published data for weekly reporting banks because loans to foreign banks have been excluded from this tabulation. Also call report data for weekly reporting banks for end of December 1959 and 1960 have been used. <sup>2/</sup> Less than \$50 million. <sup>3/</sup> As a result of bank structure changes in January and April 1959, total credit increased about \$700 million; total loans \$400 million; U. S. Govt. securities, \$200 million; and other securities, \$100 million. <sup>4/</sup> Credit expansion overstated by \$200 million due to reclassification of foreign interbank loans into "other loans."



Table 3

**Changes in Commercial and Industrial Loans 1/ 2/**  
(In millions of dollars)

Business of Borrower	Last Wednesday in June to last Wednesday in July							
	1961	1960	1959	1958	1957	1956	1955	1954
Food processors	-108	-104	- 60	- 85	- 52	-100	- 65	+ 5
Commodity dealers	+ 51	- 9	+ 44	+ 30	+ 33	+142	+ 66	+ 66
Trade concerns	- 28	- 45	+ 6	- 6	- 32	- 4	+ 30	- 27
<b>Total</b>	<u>- 85</u>	<u>- 158</u>	<u>- 10</u>	<u>- 61</u>	<u>- 51</u>	<u>+ 38</u>	<u>+ 31</u>	<u>+ 44</u>
Sales finance	<u>3/</u>	<u>3/</u>	<u>3/</u>	-389	-323	-204	- 37	- 14
Metals and products	-242	-308	+ 21	-228	-197	-121	- 46	-133
Textiles, apparel and leather	- 4	+ 25	+ 50	- 26	+ 17	+ 29	+ 28	+ 36
Petroleum, coal etc.	- 51	- 79	+ 6	- 13	+ 5	+ 64	+ 18	- 64
Other manufacturing and mining	- 25	+ 7	+ 73	- 20	+ 21	+ 75	+ 29	- 13
Public utilities	- 50	- 20	+ 47	- 96	+ 38	- 28	+ 2	- 88
Construction	+ 16	+ 5	- 2	+ 10	+ 17	- 16	+ 36	+ 16
All other types of business	+ 15	+ 5	-129	+ 41	- 31	+ 24	+ 65	- 29
Classified	-425	-524	+ 55	-782	-504	-139	+125	-245
Unclassified	- 24	-140	+ 48	- 76	- 63	- 90	<u>4/</u> -100	<u>5/</u> -115
<b>Total change</b>	<u>-449</u>	<u>-664</u>	<u>+103</u>	<u>-858</u>	<u>-567</u>	<u>-229</u>	<u>4/</u> + 25	<u>5/</u> -360
<b>Total change excluding sales finance</b>	<u>-449</u>	<u>-664</u>	<u>+103</u>	<u>-469</u>	<u>-244</u>	<u>- 25</u>	<u>4/</u> + 62	<u>5/</u> -346

1/ Prior to week ending January 11, 1956, includes changes in agricultural loans.

2/ At weekly reporting banks. 3/ Not included in business loans on revised basis.

4/ Includes CCC certificates of interest which are estimated to have declined \$100

million. 5/ Includes CCC certificates of interest which are estimated to have

declined \$40 million. 6/ In order to keep comparisons on a four-week basis, the following dates were used: 1959, July 1-29; 1958, July 2-30; 1957, July 3-31.

Not for publication

Table 3

**Changes in Commercial and Industrial Loans 1/ 2/**  
(In millions of dollars)

Business of Borrower	Last Wednesday in December to last Wednesday in July							
	1961	1960	1959	1958	1957	1956	1955	1954
Food processors	-607	-662	-579	-775	-538	-402	-605	-500
Commodity dealers	-274	-686	-320	-263	-497	-244	-395	-297
Trade concerns	-203	-327	+289	-169	= 43	+167	+176	- 67
<b>Total</b>	<b>-1084</b>	<b>-1021</b>	<b>-610</b>	<b>-1207</b>	<b>-1078</b>	<b>-479</b>	<b>-824</b>	<b>-864</b>
Sales finance	<u>3/</u>	<u>3/</u>	<u>4/</u> +455	-968	+ 86	-525	+552	-189
Metals and products	-342	+754	+886	-212	+706	+1241	+131	-710
Textiles, apparel and leather	+173	+298	+268	+ 62	+168	+267	+248	+ 91
Petroleum, coal etc.	+ 30	-131	-156	-225	+263	+488	+331	- 75
Other manufacturing and mining	+224	+361	+261	+146	+223	+445	+182	- 14
Public utilities	-380	- 68	- 94	-303	+429	+337	+386	+ 38
Construction	+ 69	+101	+104	+ 67	- 2	+ 39	+169	+ 87
All other types of business	+421	+160	+ 16	+ 97	- 57	+172	+208	+ 77
Classified	-888	+453	+1130	-2543	+739	+1985	+1382	-1559
Unclassified	+ 33	+ 63	+190	-247	-277	+ 29	<u>5/</u> -279	<u>6/</u> -297
<b>Total change</b>	<b>-855</b>	<b>+516</b>	<b>+1320</b>	<b>-2790</b>	<b>+462</b>	<b>+2014</b>	<u>5/</u> <b>+1103</b>	<u>6/</u> <b>-1856</b>
<b>Total change excluding sales finance</b>	<b>-855</b>	<b>+516</b>	<b>+865</b>	<b>-1822</b>	<b>+376</b>	<b>+2539</b>	<u>5/</u> <b>+551</b>	<u>6/</u> <b>-1667</b>

1/ Prior to week ending January 11, 1956, includes changes in agricultural loans.

2/ At weekly reporting banks. 3/ Not included in business loans on revised basis.

4/ December 31-July 1. 5/ Includes CCC certificates of interest which are estimated to have declined \$620 million. 6/ Includes CCC certificates of interest which are estimated to have increased \$25 million.

Not for publication

Table 4

Estimated Changes in Deposits and Currency  
(In billions of dollars)

Item	1961	1960	1959	1958	1957	1956
	Last half of June to last half of July					
Seasonally adjusted data 1/ Demand deposit component	3/	+0.2	+0.2	+0.2	+0.1	-0.6
Currency component	+0.1	+0.1	3/	3/	3/	3/
Total	+0.1	+0.3	+0.3	+0.2	+0.1	-0.6
	End of June to last Wednesday of July 5/					
Seasonally adjusted data 2/ Demand deposits adjusted	+0.5	+0.4	+0.3	+0.8	-0.1	-0.9
Currency outside banks	+0.1	+0.2	3/	3/	3/	-0.1
Total	+0.6	+0.6	+0.3	+0.8	-0.1	-1.0
Seasonally unadjusted data 2/ Demand deposits adjusted	+2.2	+2.3	+2.0	+2.4	+1.0	+0.5
Currency outside banks	+0.2	+0.1	+0.1	+0.1	3/	-0.9
Total	+2.4	+2.4	+2.1	+2.5	+1.0	-0.4
Time deposits	+1.1	+0.6	-0.3	+0.8	+0.3	+0.1
Commercial banks	+0.9	+0.5	-0.1	+0.7	+0.4	3/
Mutual savings banks	+0.2	+0.1	-0.1	+0.1	3/	3/
U. S. Government deposits	-0.1	-0.8	+0.4	-5.4	-1.0	-1.9
Total	+3.4	+1.9	+2.2	-2.1	+0.3	-2.2
	(signs indicate effect on deposits and currency)					
<u>Factors affecting deposits and currency</u>						
Bank loans and investments other than U. S. Govt. sec. 4/	+0.3	-0.7	+1.5	-1.4	-0.8	-0.8
Commercial	-0.1	-0.6	+1.3	-1.5	-1.0	-0.6
Mutual savings	+0.4	+0.2	+0.1	+0.3	+0.2	+0.2
Bank holdings of U. S. Govt. securities:	+3.0	+2.9	+0.8	-0.6	+1.2	-0.8
Federal Reserve	+0.2	+0.5	+0.6	-0.1	+0.4	-0.4
Commercial	+2.8	+2.5	+0.2	-0.5	+0.8	-0.4
Mutual saving and other	-0.1	-0.1	-0.1	+0.1	-0.1	3/
Gold stock and foreign deposits at F. R. Banks	-0.1	-0.1	-0.1	-0.2	+0.1	+0.1
Other factors	+0.2	-0.2	3/	+0.1	-0.2	-0.7

1/ Averages of daily figures. 2/ Seasonally adjusted data are for last Wednesday throughout; unadjusted data are for last Wednesday except in case of June and December call dates, when available. 3/ Less than \$50 million. 4/ Total includes foreign loans on gold, holdings of bankers' acceptances at the Federal Reserve, and loans to foreign banks; changes in these items are generally relatively small. Even if there were no changes in other items, changes at commercial banks exclude all interbank loans, domestic and foreign, while total loans exclude only those to domestic banks. In addition there is some lack of synchronization in reporting asset and liability items used in computing "loans net." 5/ Except for 1956, data are for last Wednesday of June

Table 4

Estimated Changes in Deposits and Currency  
(In billions of dollars)

Item	1961	1960	1959 6/	1958	1957	1956
Last half of December to last half of July						
Seasonally adjusted data 1/ Demand deposit component	+1.4	-1.9	+1.7	+2.4	-0.2	+0.5
Currency component	+0.1	+0.1	+0.4	+0.1	3/	+0.2
Total	+1.5	-1.8	+2.1	+2.5	-0.2	+0.6
End of December to last Wednesday of July 7/						
Seasonally adjusted data 2/ Demand deposits adjusted	5/ +2.2	-1.7	+2.2	+2.5	+0.1	-0.3
Currency outside banks	+0.2	+0.1	+0.2	3/	+0.4	3/
Total	5/ +2.4	-1.6	+2.4	+2.5	+0.5	-0.3
Seasonally unadjusted data 2/ Demand deposits adjusted	5/ -2.1	-5.3	-2.8	-2.2	-4.8	-4.7
Currency outside banks	-0.9	-1.0	-0.3	-0.4	-0.5	-0.9
Total	5/ -3.0	-6.3	-3.1	-2.6	-5.3	-5.6
Time deposits	+9.2	+2.4	+2.5	+7.3	+4.5	+2.3
Commercial banks	5/ +8.1	+2.0	+2.1	+6.2	+3.8	+1.3
Mutual savings banks	+1.2	+0.6	+0.5	+1.2	+0.9	+1.1
U. S. Government deposits	-0.3	+1.2	+0.7	+0.1	-0.3	-0.2
Total	5/ +6.0	-2.8	+0.1	+4.9	-1.2	-3.5
(signs indicate effect on deposits and currency)						
<u>Factors affecting deposits and currency</u>						
Bank loans and investments other than U. S. Govt. sec. 4/	+2.1	+2.0	+6.8	+2.7	+3.0	+4.6
Commercial	+0.8	+1.4	+6.4	+1.0	+1.9	+3.4
Mutual savings	+1.5	+1.3	+0.9	+1.9	+1.3	+1.5
Bank holdings of U. S. Govt. securities:	+3.3	-2.7	-5.2	+6.3	-4.2	-7.0
Federal Reserve	-0.5	3/	+0.2	+0.7	-1.6	-1.4
Commercial	+3.8	-2.3	-5.3	+5.9	-2.3	-5.4
Mutual saving and other	-0.1	-0.5	-0.1	-0.2	-0.3	-0.3
Gold stock and foreign deposits at F. R. Banks	-0.3	-0.2	-0.9	-1.5	+0.6	+0.3
Other factors	+0.9	-1.9	-0.6	-2.6	-0.6	-1.4

1/ Averages of daily figures. 2/ Seasonally adjusted data are for last Wednesday throughout; unadjusted data are for last Wednesday except in case of June and December call dates, when available. 3/ Less than \$50 million. 4/ Total includes foreign loans on gold, holdings of bankers' acceptances at the Federal Reserve, and loans to foreign banks; changes in these items are generally relatively small. Even if there were no changes in other items, changes at commercial banks exclude all interbank loans, domestic and foreign, while total loans exclude only those to domestic banks. In addition there is some lack of synchronization in reporting asset and liability items used in computing "loans net." 5/ Due to the reclassification of deposits of foreign official institutions in May 1961, demand deposits adjusted were increased by about \$400 million and time deposits by about \$1.5 billion; deposits of banks were reduced by about \$1.9 billion. 6/ In January and April 1959, as a result of bank structure changes, demand deposits adjusted were increased by about \$200 million and time deposits by about \$500 million. Deposits at mutual savings banks were reduced \$300 million. 7/ Except for 1956, data are for last Wednesday of June throughout.

Table 5

Ratios to Total Deposits

Date	L O A N S							U.S. Govt. secur- ities maturing within one year
	All com- mercial banks	Member banks					All commercial banks	
		Total	Central reserve city		Reserve city	Country		
			New York	Chicago				
1946: Dec. 31	23.3	23.7	27.7	27.3	26.0	18.9	2/	14.3
1947: Dec. 31	27.7	28.2	31.0	30.3	31.1	23.4	2/	14.0
1948: Dec. 31	31.2	31.3	35.9	30.4	33.4	27.1	2/	14.2
1949: Dec. 31	31.1	30.9	34.9	25.6	32.4	28.5	2/	19.2
1950: Dec. 31	35.8	36.1	42.5	32.3	38.1	31.5	2/	15.2
1951: Dec. 31	37.2	37.6	46.3	36.2	39.4	32.1		9.8
1952: Dec. 31	39.3	39.9	50.6	38.9	41.1	33.9		11.7
1953: Dec. 31	40.5	41.1	50.6	39.1	42.2	36.1		16.9
1954: Dec. 31	40.3	40.7	46.8	38.3	41.9	37.1		10.0
1955: Dec. 31	45.8	46.7	56.7	46.3	48.5	40.7		5.1
1956: Dec. 31	48.8	50.1	61.7	52.7	52.7	42.6		7.5
1957: Dec. 31	49.7	51.0	61.9	55.2	53.3	44.1		8.4
1958: Dec. 31	48.4	49.4	57.7	49.4	51.3	44.4		8.3
1959: Dec. 31	54.0	55.6	67.3	58.2	58.2	48.2		6.7
1960: Apr. 27	56.2	57.7	67.6	62.0	61.1	50.6		4.9
May 25	56.8	58.3	68.0	63.8	61.7	51.4		4.4
June 29	57.1	58.5	67.4	63.2	61.9	51.7		4.1
July 27	56.2	57.5	66.9	61.7	60.5	51.1		5.2
Aug. 31	56.6	58.0	67.7	61.1	61.0	51.6		5.4
Sept. 38	56.3	57.6	66.0	61.4	60.6	51.5		6.4
Oct. 26	55.3	56.7	65.5	61.4	59.4	50.6		7.7
Nov. 30	55.4	56.8	3/ 66.0	60.3	59.7	3/ 50.4		8.1
Dec. 31	55.1	56.5	65.9	60.8	59.0	50.3		8.1
1961: Jan. 25p	54.5	55.8	62.7	58.8	58.8	50.1		8.5
Mar. 1p	55.5	56.8	65.8	62.0	4/ 59.7	50.5		8.9
Mar. 29p	55.8	57.2	65.0	64.7	5/ 60.2	5/ 51.0		8.1
Apr. 26p	55.6	56.9	65.3	62.1	59.5	51.0		9.3
May 31p	55.7	56.9	65.4	58.3	59.3	51.6		9.8
June 28p	55.5	56.6	63.9	57.5	58.9	51.8		10.8
July 26p	54.6	55.7	62.0	54.8	58.0	51.3		n.a.

- 1/ Total loans (adjusted to exclude loans to banks); U. S. Government securities maturing within one year estimated on basis of Treasury survey of ownership; and total deposits (adjusted to exclude cash items in process of collection).
- 2/ Prior to 1951, data are on call basis and beginning in 1951, they are on maturity basis. On a call basis, data for 1951 and 1952 are 21.5 and 19.1 respectively.
- 3/ Data not strictly comparable with previous figures as one large country bank merged with a central reserve city bank.
- 4/ Includes merger with nonmember.
- 5/ Reserve city banks reclassified to country banks. n.a. Not available.

Table 6

Free Reserves and Total Reserves Held

(Based on averages of daily figures; in millions of dollars)

Date	Free reserves (excess reserves minus borrowings)					Total reserves held seasonally adjusted
	All member	Central reserve city New York	Chicago	Reserve city	Country	All member
<u>Monthly averages:</u>						
1958: Dec.	- 41	- 80	- 32	- 197	268	18,602
1959: Dec.	- 425	- 109	- 104	- 449	237	18,671
1960: Feb.	- 361	- 50	- 126	- 381	197	18,360
Mar.	- 219	1	- 152	- 252	182	18,228
Apr.	- 195	- 31	- 100	- 254	190	18,104
May	- 33	45	- 49	- 173	144	18,276
June	41	16	- 59	- 120	204	18,275
July	120	- 3	- 39	- 128	290	18,389
Aug.	247	- 27	- 38	- 62	375	18,464
Sept.	413	- 2	- 5	- 44	464	18,750
Oct.	489	9	- 2	- 2	483	18,915
Nov.	614	34	- 4	38	546	19,097
Dec.	681	10	- 4	80	596	19,031
1961: Jan.	695	26	---	89	583	19,119
Feb.	517	26	- 29	10	510	19,112
Mar.	476	9	1	35	431	19,013
Apr.	562	60	- 4	39	467	18,879
May	453	- 22	5	18	451	18,889
June	549	40	5	66	438	19,018
July	533	7	---	57	469	18,918
<u>Weekly averages:</u>						
1961: June 8	547	37	16	99	394	n.a.
July 5	498	10	4	51	433	n.a.
12	610	25	6	89	489	n.a.
19	638	- 7	- 2	30	615	n.a.
26	599	62	5	115	417	n.a.
Aug. 2	420	- 20	---	19	420	n.a.

NOTE: Data for late July and August are preliminary.

1/ Data have been adjusted to exclude effect of changes in reserve requirements.

Not for publication

Changes in Member Bank Reserves, with Relevant Factors  
(Monthly average of daily figures; in millions of dollars)

Item	July		January-July 2/		Year ending July	
	1961	1960	1961	1960	1961	1960
<u>Member bank reserves</u>						
Required reserves 1/	+ 41	+ 182	- 44	- 440	+ 461	- 262
Effect of change in requirements	--	--	--	--	+ 5	--
Effect of deposit change	+ 41	+ 182	- 44	- 440	+ 456	- 262
Excess reserves 1/	- 28	+ 42	- 184	+ 26	+ 76	+ 109
Total reserves held 1/	<u>+ 13</u>	<u>+ 224</u>	<u>- 228</u>	<u>- 414</u>	<u>+ 537</u>	<u>- 153</u>
Cash allowed as reserves 1/	+ 12	+ 17	- 88	+ 6	+2198	+ 310
Reserve balances	+ 1	+ 207	- 140	- 420	-1661	- 463
Total reserves held, seasonally adjusted	- 100	+ 114	- 113	- 282	+ 529	- 170
<u>Principal factors</u>						
			(signs indicate effect on reserves)			
Currency in circulation	- 340	- 247	+ 433	+ 601	- 413	- 124
Gold stock and foreign accounts	+ 35	- 90	- 399	- 89	-1727	- 373
Treasury operations	+ 69	+ 14	+ 109	+ 67	+ 118	+ 68
Federal Reserve float 3/	+ 123	- 19	- 277	- 285	+ 248	+ 118
Other factors 3/	+ 41	+ 90	+ 278	+ 256	+ 39	+ 227
<u>Effect of above factors on reserves</u>	- 72	- 253	+ 144	+ 550	-1735	- 84
Federal Reserve loans and investments:						
<u>Total</u>	+ 72	+ 458	- 284	- 972	+ 75	- 382
U. S. Govt. securities	+ 90	+ 495	- 223	- 417	+ 406	+ 197
Outright	+ 87	+ 403	- 156	- 472	+ 493	+ 167
Repurchase agreements	+ 2	+ 92	- 68	+ 55	- 88	+ 30
Acceptances	- 4	--	- 19	- 32	+ 5	+ 2
Discounts and advances:						
To member banks	- 12	- 37	- 36	- 518	- 337	- 569
To others	- 2	--	- 6	- 5	+ 1	- 12

1/ Preliminary for July 1961.

2/ Computed on daily averages for December and July.

3/ Beginning February 1960, data are on new basis excluding collected funds.

Not for publication

L.4.3

Table 8

Liquid Assets Held by the Public -- Seasonally Adjusted Series  
(Amounts in billions of dollars; ratios expressed as percentages)

End of year or month	Total liquid assets (2+3+8)	Demand deposits adjusted and currency outside banks 1/	Total personal-type savings (4+5+6+7)	Personal-type savings			U. S. Govt securities maturing within one year 5/	Commercial bank demand and time deposits adj. and currency (2 + 4)	Ratio: Commercial bank deposits + currency to total liquid assets (9 + 1)	Ratio: Total liquid assets to gross national product 6/	
				Time deposits adjusted 1/		Savings and loan shares 3/					
				Commer- cial banks 4	Mutual savings banks 2/						
	1	2	3	4	5	6	7	8	9	10	11
1950	271.8	114.6	129.0	36.3	23.0	14.0	55.7	28.2	150.9	55.5	89.1
1951	284.0	120.2	132.7	37.8	23.6	16.1	55.2	31.1	158.0	55.6	83.3
1952	296.2	124.1	140.6	40.6	25.2	19.2	55.6	31.5	164.7	55.6	82.2
1953	308.3	126.6	148.6	43.6	26.7	22.8	55.5	33.1	170.2	55.2	85.1
1954	318.0	130.0	158.1	46.8	28.5	27.2	55.6	29.9	176.8	55.6	85.3
1955	330.3	133.5	166.4	48.5	30.0	32.0	55.9	30.4	182.0	55.1	80.7
1956	339.9	134.5	174.1	50.7	31.6	37.0	54.8	31.3	185.2	54.5	78.8
1957	351.7	133.6	182.8	56.4	33.0	41.7	51.7	35.3	190.0	54.0	79.3
1958	368.9	138.8	196.7	63.4	35.1	47.7	50.5	33.4	202.2	54.8	79.4
1959	388.7	140.2	204.4	66.2	35.9	54.3	48.0	44.1	206.4	53.1	79.5
1960											
June	388.7	138.0	207.7	66.8	36.1	57.7	47.1	43.0	204.8	52.7	76.8
July	388.8	138.6	209.2	67.5	36.4	58.3	47.0	41.0	206.1	53.0	
Aug.	390.3	138.6	211.0	68.6	36.4	59.1	46.9	40.7	207.2	53.1	
Sept.	392.7	138.5	212.6	69.3	36.6	59.7	47.0	41.6	207.8	52.9	77.2
Oct.	394.0	139.9	214.2	70.0	36.8	60.5	46.9	39.9	209.9	53.3	
Nov.	393.7	138.8	216.0	71.1	36.9	61.1	46.9	38.9	209.9	53.3	
Dec.	396.0	139.2	217.7	71.7	37.1	61.8	47.1	39.1	210.9	53.3	78.1
1961											
Jan.	398.1	140.7	219.3	72.2	37.3	62.6	47.2	38.1	212.9	53.5	
Feb.	400.8	139.4	221.4	73.7	37.3	63.2	47.2	40.0	213.1	53.2	
Mar.	403.9	140.4	222.7	74.1	37.5	63.9	47.2	40.8	214.5	53.1	79.8
Apr.	406.8	141.5	224.0	74.8	37.6	64.5	47.1	41.3	216.3	53.2	
May	408.0	140.8	227.4	77.3	37.7	65.2	47.2	39.8	218.1	53.5	
June	412.6	141.0	228.9	77.9	37.9	65.9	47.2	42.7	218.9	53.1	79.2

For footnotes see other side.



p Preliminary.

- 1/ Data for demand and time deposits adjusted and currency outside banks are as of last Wednesday of month, except that time deposits are as of June 30 and December 31 when call data for these dates were available.
- 2/ Includes savings deposits in the Postal Savings System.
- 3/ Prior to 1955 data are Board estimates based on monthly figures of inflow of new savings and withdrawals of savings capital compiled by the Federal Home Loan Bank Board.
- 4/ Includes all types of savings bonds held by investors other than banks and U. S. Government agencies and trust funds.
- 5/ Beginning May 1953 includes all marketable securities maturing within one year (adjusted to include partially tax exempt securities 12 months prior to first call date) and, prior to 1956, nonmarketable Treasury savings notes with maturities up to 24 months; figures include holdings of insurance companies, brokers and dealers, State and local governments, nonbank corporations, corporate pension funds, non-profit institutions, foreign accounts, and individuals; prior to May 1953 includes securities callable within one year.
- 6/ Gross national product estimates are available quarterly and annually only. For 1950-58 ratios are for last quarter of year; for 1959 and 1960, for each quarter of year. Data for total liquid assets used in computing these ratios are quarterly average for four dates: each month of the current quarter and the last month of the preceding quarter.
- 7/ Demand deposits adjusted (before seasonal adjustment) was increased by \$400 million and time deposits adjusted (before seasonal adjustment) was increased by \$1.5 billion due to the reclassification of deposits of foreign official institutions which formerly were grouped with interbank deposits and excluded from demand and time deposits adjusted.

L.4.3.

Table 9  
Demand Deposits, Currency, and Related Items  
(Averages of daily figures. In billions of dollars)

Period	Money Supply			Related deposits--all commercial banks	
	Seasonally adjusted			Without seasonal adjustment	
	Total	Currency	demand deposits	Gross time	U. S. Govt. demand
1954--Dec. (2)	132.0	27.4	104.6	48.7	4.6
1955--Dec. (2)	134.7	27.8	106.9	50.1	3.5
1956--Dec. (2)	136.6	28.3	108.3	52.0	3.5
1957--Dec. (2)	135.5	28.3	107.2	57.3	3.7
1958--Dec. (2)	140.9	28.6	112.3	65.3	4.0
1959--Dec. (2)	141.5	28.9	112.6	67.2	5.2
1960--July (1)	139.6	28.9	110.6	69.3	6.5
(2)	139.7	29.0	110.7	69.7	6.8
Aug. (1)	139.7	29.0	110.7	70.0	6.1
(2)	139.8	28.8	111.0	70.7	6.0
Sept. (1)	140.3	29.0	111.3	71.0	4.4
(2)	140.5	28.9	111.6	71.3	6.3
Oct. (1)	140.0	29.0	111.0	71.7	5.9
(2)	141.2	29.0	112.2	72.0	5.4
Nov. (1)	140.6	29.0	111.6	72.1	5.8
(2)	139.9	29.0	110.9	71.9	5.8
Dec. (1)	140.3	28.9	111.4	72.2	4.1
(2)	140.5	29.0	111.5	72.8	5.2
1961--Jan. (1)	140.2	28.9	111.3	73.5	4.7
(2)	141.0	29.0	112.0	73.9	3.5
Feb. (1)	141.3	28.9	112.4	74.9	4.0
(2)	141.1	28.9	112.1	75.2	5.7
March (1)	141.1	29.0	112.1	75.7	4.6
(2)	142.0	29.0	113.0	76.1	4.9
April (1)	141.8	29.0	112.8	76.7	3.4
(2)	142.2	29.0	113.2	77.1	2.3
May (1)	142.0	29.0	113.0	77.8	3.9
(2)	141.9	28.9	113.0	78.3	5.3
June (1)	142.4	28.9	113.5	78.8	3.3
(2)	141.9	29.0	112.9	79.2	5.8
July (1)	142.1	29.0	113.1	79.7	4.8
(2) p	142.0	29.1	112.9	80.1	3.9

p - Preliminary.

NOTE--Demand deposits are those other than domestic commercial interbank and U. S. Government, less cash items reported as in process of collection and Federal Reserve float. Currency is that outside the Treasury, the Federal Reserve, and the vaults of all commercial banks.

L.4.3

Table 10  
Deposits and Currency  
(In billions of dollars)

Year or month	(1) Seasonally adjusted money supply 1/			(4) Seasonally adjusted money supply and time dep. at comm. banks (1+7)	(5) Demand deposits adjusted	(6) Time deposits				(10) U. S. Govt. deposits 2/	(11) Currency outside banks	(12) Total deposits and currency (5+6+10+11)
	(2) Total (2+3)	(3) Demand deposits adjusted	(3) Currency outside banks			(7) Total (7+8+9)	(7) Commercial	(8) Mutual savings	(9) Postal savings			
End of Dec.												
1954	130.0	103.1	26.9	176.8	106.6	75.3	46.8	26.3	2.1	5.1	27.9	214.8
1955	133.5	106.1	27.4	181.9	109.9	78.4	48.4	28.1	1.9	4.4	28.3	221.0
1956	134.5	107.1	27.4	185.1	111.4	82.2	50.6	30.0	1.6	4.5	28.3	226.4
1957	133.6	105.8	27.8	189.7	110.3	89.1	56.1	31.7	1.3	4.7	28.3	232.3
1958	138.8	110.7	28.1	202.0	115.5	98.3	63.2	34.0	1.1	4.9	28.7	247.5
1959 3/	140.2	112.0	28.2	206.1	115.4	101.8	65.9	34.9	0.9	5.8	29.4	252.4
1960:												
June 29	138.0	109.9	28.1	205.4	107.8	103.6	67.4	35.4	0.8	7.8	28.3	247.7
July 27	138.6	110.3	28.3	206.5	110.1	104.2	67.9	35.5	0.8	7.0	28.4	249.6
Aug. 31	138.6	110.3	28.3	207.5	108.9	105.3	68.9	35.6	0.8	6.2	28.5	248.8
Sept. 28	138.5	110.3	28.2	207.9	109.3	106.0	69.4	35.8	0.8	8.2	28.3	251.8
Oct. 26	139.9	111.5	28.4	209.9	112.2	106.7	70.0	35.9	0.8	6.7	28.3	254.0
Nov. 30	138.8	110.6	28.2	208.8	111.9	106.7	70.0	35.9	0.8	6.1	28.7	253.5
Dec. 31	139.2	111.0	28.2	210.6	115.1	108.5	71.4	36.3	0.8	6.7	29.4	259.6
1961:												
Jan. 25p	140.7	112.3	28.4	212.4	114.7	109.0	71.7	36.5	0.8	4.1	28.0	255.7
Mar. 1p	139.4	110.9	28.5	212.7	110.6	110.7	73.3	36.6	0.7	6.5	28.2	256.0
Mar. 29p	140.4	112.1	28.3	214.6	110.3	111.9	74.2	37.0	0.7	4.9	28.0	255.1
Apr. 26p	141.5	113.3	28.2	216.5	113.6	112.7	75.0	36.9	0.7	2.8	27.9	257.0
May 31p	4/140.8	4/112.3	28.5	4/218.6	4/110.6	4/115.6	4/77.8	37.0	0.7	5.5	28.4	4/260.1
June 28p	141.0	112.7	28.3	219.6	110.8	110.6	78.6	37.3	0.7	6.5	28.3	262.2
July 26p	141.6	113.2	28.4	221.1	113.0	117.7	79.5	37.5	0.7	6.4	28.5	265.6

p Preliminary. 1/ Seasonally adjusted series begins in 1946 and is available only for last Wednesday of the month. 2/ At commercial, savings and Federal Reserve Banks. 3/ Demand deposits were reduced about \$400 million as a result of a technical change under Regulation D amending the definition of such deposits. On balance in 1959, as a result of structure changes, demand deposits adjusted increased \$400 million, time deposits at commercial banks increased \$700 million, and time deposits at mutual savings banks declined \$300 million. 4/ Demand deposits adjusted increased \$400 million and time deposits at commercial banks increased \$1.5 billion due to the reclassification of deposits of foreign central banks.

L.4.3

Table 11  
Loans and Investments at All Commercial Banks  
(In billions of dollars)

Date	Loans and investments	U. S. Govt. securities	Other securities	Total loans	Business	Real estate	Security	Farm	Consumer	Nonbank financial institutions	All other
1954: Dec. 31	155.7	69.0	16.3	70.4	26.9	18.4	4.5	5.2	10.9	---	5.6
1955: Dec. 31	160.3	61.6	16.7	82.0	33.2	20.8	5.0	4.5	13.2	---	6.5
1956: Dec. 31	164.5	58.6	16.3	89.7	38.7	22.5	4.3	4.2	14.6	---	6.9
1957: Dec. 31	169.3	58.2	17.9	93.2	40.5	23.1	4.2	4.1	15.8	---	7.2
1958: Dec. 31	184.4	66.4	20.6	97.5	40.4	25.3	4.7	5.0	15.9	---	8.2
1959: June (old)	184.2	60.9	20.6	102.8	42.5	26.9	4.1	5.0	17.5	---	8.8
June (new)	184.2	60.9	20.6	102.8	37.8	26.9	4.1	5.0	17.5	5.9	7.6
Dec. 31 <sup>1/</sup>	189.5	58.9	20.5	110.0	40.2	28.1	4.9	5.0	18.8	7.1	8.1
1960: May 25	185.9	55.1	19.8	110.9	41.3	28.3	3.7	5.3	19.5	6.7	8.4
June 29	186.7	54.2	19.9	112.6	41.9	28.4	3.8	5.4	19.8	7.1	8.5
July 27	188.6	56.7	20.0	111.9	41.2	28.4	3.8	5.5	19.9	7.0	8.3
Aug. 31	189.0	56.6	20.0	112.5	41.2	28.5	4.1	5.6	20.0	6.8	8.5
Sept. 28	191.4	57.7	20.2	113.5	41.8	28.6	4.4	5.6	20.1	6.7	8.6
Oct. 26	193.8	60.4	20.4	113.0	41.8	28.7	4.2	5.7	20.1	6.2	8.5
Nov. 30	193.9	60.2	20.3	113.4	42.3	28.7	4.0	5.7	20.1	6.1	8.8
Dec. 31	198.5	61.0	20.9	116.7	43.1	28.7	5.1	5.7	20.1	7.1	9.2
1961: Jan. 25	195.6	61.9	20.9	112.8	41.5	28.7	4.2	5.9	20.0	6.1	8.9
Mar. 1	197.0	61.3	21.3	114.4	41.8	28.7	4.5	6.0	20.8	6.2	8.8
Mar. 29 p	195.6	59.7	21.7	114.2	42.8r	28.8	4.0r	6.0r	20.7	5.9r	8.5r
Apr. 26 p	197.2	60.7	21.8	114.7	42.4r	28.8r	4.7r	6.1r	20.6	5.8r	8.8
May 31 p	<sup>2/</sup> 198.9	61.5	21.9	115.5	42.2r	29.0r	4.8r	6.0r	20.7	6.0	<sup>2/</sup> 9.2r
June 28 p	200.3	62.0	22.2	116.2	42.7r	29.1r	4.8r	6.0	20.8	5.9	9.3r
July 26 p	203.1	64.8	22.4	115.9	42.2	29.2	5.1	5.9	20.8	5.7	9.3

p-Preliminary. <sup>1/</sup> Structure changes in 1959, on balance through August, added almost \$1 billion to total credit; \$600 million in loans; \$300 million in U. S. Government securities; and \$100 million in other securities. Real estate loans increased about \$300 million; business loans \$100 million; consumer loans, \$100 million; and other loans \$100 million. <sup>2/</sup> Increase of \$200 million due to reclassification of foreign interbank loans into other loans. Total loans are also affected by this same amount.

NOTE: Data exclude interbank loans. Total loans are after and types of loans before deductions for valuation reserves. Consumer and "other loans" are partly estimated for all dates. Other data are partly estimated on all but June and December call dates. Beginning June 24, 1959, "business loans" and "all other loans" have been revised to exclude loans to nonbank financial institutions. Loan detail revised on basis of April 12 call.

Table 4

Estimated Changes in Deposits and Currency  
(In billions of dollars)

Item	1961	1960	1959 <sup>6/</sup>	1958	1957	1956
Last half of December to last half of June						
Seasonally adjusted data 1/ Demand deposit component	+1.5	-2.1	+1.5	+2.2	-0.3	+1.1
Currency component	<u>3/</u>	<u>3/</u>	+0.4	+0.1	<u>3/</u>	+0.2
Total	<u>+1.4</u>	<u>-2.1</u>	<u>+1.8</u>	<u>+2.3</u>	<u>-0.3</u>	<u>+1.2</u>
End of December to last Wednesday of June 7/						
Seasonally adjusted data 2/ Demand deposits adjusted	+1.7	-2.1	+1.9	+1.7	+0.2	+0.6
Currency outside banks	+0.1	-0.1	+0.2	<u>3/</u>	+0.4	+0.1
Total	<u>+1.8</u>	<u>-2.2</u>	<u>+2.1</u>	<u>+1.7</u>	<u>+0.6</u>	<u>+0.7</u>
Seasonally unadjusted data 2/ Demand deposits adjusted	<u>5/</u> -4.3	-7.6	-4.8	-4.6	-5.8	-5.2
Currency outside banks	-1.1	-1.1	-0.4	-0.5	-0.5	<u>3/</u>
Total	<u>5/</u> -5.4	<u>-8.7</u>	<u>-5.2</u>	<u>-5.1</u>	<u>-6.3</u>	<u>-5.2</u>
Time deposits	<u>5/</u> +8.1	+1.8	+2.8	+6.5	+4.2	+2.2
Commercial banks	<u>5/</u> +7.2	+1.5	+2.2	+5.5	+3.4	+1.3
Mutual savings banks	+1.0	+0.5	+0.6	+1.1	+0.9	+1.0
U. S. Government deposits	-0.2	+2.0	+0.3	+5.5	+0.7	+1.6
Total	<u>5/</u> +2.6	<u>-4.7</u>	<u>-2.1</u>	<u>+7.0</u>	<u>-1.5</u>	<u>-1.3</u>
(signs indicate effect on deposits and currency)						
<u>Factors affecting deposits and currency</u>						
Bank loans and investments other than U. S. Govt. sec. <u>4/</u>	+1.8	+2.7	+5.3	+4.1	+3.8	+5.4
Commercial	<u>+0.8</u>	<u>+2.0</u>	<u>+5.1</u>	<u>+2.5</u>	<u>+2.9</u>	<u>+4.0</u>
Mutual savings	+1.1	+1.1	+0.8	+1.6	+1.2	+1.3
Bank holdings of U. S. Govt. securities:	+0.3	-5.6	-6.0	+6.9	-5.4	-6.2
Federal Reserve	-0.6	-0.4	-0.4	+0.8	-2.0	-1.0
Commercial	+1.0	-4.8	-5.5	+6.4	-3.1	-5.0
Mutual saving and other	<u>3/</u>	-0.4	<u>3/</u>	-0.3	-0.2	-0.2
Gold stock and foreign deposits at F. R. Banks	-0.2	-0.1	-0.8	-1.3	+0.6	+0.2
Other factors	+0.7	-1.9	-0.6	-2.7	-0.5	-0.7

1/ Averages of daily figures. 2/ Seasonally adjusted data are for last Wednesday throughout; unadjusted data are for last Wednesday except in case of June and December call dates, when available. 3/ Less than \$50 million. 4/ Total includes foreign loans on gold, holdings of bankers' acceptances at the Federal Reserve, and loans to foreign banks; changes in these items are generally relatively small. Even if there were no changes in other items, changes at commercial banks exclude all interbank loans, domestic and foreign, while total loans exclude only those to domestic banks. In addition there is some lack of synchronization in reporting asset and liability items used in computing "loans net." 5/ Due to the reclassification of deposits of foreign central banks in May 1961 demand deposits adjusted were increased by about \$400 million and time deposits by about \$1.5 billion; deposits of banks were reduced by about \$1.9 billion. 6/ In January and April 1959, as a result of bank structure changes, demand deposits adjusted were increased by about \$200 million and time deposits by about \$500 million. Deposits at mutual savings banks were reduced \$300 million. 7/ Except for 1956, data are for last Wednesday of June throughout.