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BANKING AND MONETARY DEVELOPMENTS IN FEBRUARY 1966

Summary. Following a large expansion in January, seasonally adjusted commercial bank credit was essentially unchanged in February. Total loans rose less than in other recent months, reflecting for the most part a large decline in security loans. Bank holdings of U. S. Government securities were reduced substantially, while holdings of municipal and agency issues rose somewhat more than in other recent months. After increasing sharply in the two previous months, the money supply declined slightly. Growth in time and savings deposits--slowing in recent months--continued to slacken during February. Seasonally adjusted total and required reserves showed little further change. There was a small rise in excess reserves, but a larger increase in member bank borrowing resulted in an increase in net borrowed reserves.

Changes in Commercial Bank Credit,
Money Supply and Time Deposits
(Seasonally adjusted)

	Annual rate (per cent)							
	1966			1965				
	Jan.- Feb.	Feb.	Jan.	4th Qtr.	3rd Qtr.	2nd Qtr.	1st Qtr.	Year
Total loans and investments	6.3	0.4	12.2	10.9	4.8	10.6	12.4	10.0
U. S. Gov't. securities	+13.6	-23.0	-4.2	7.8	-8.3	-12.8	-11.7	-6.2
Other securities	9.4	18.7	--	10.1	13.3	20.0	14.5	15.2
Total loans	11.5	3.0	20.0	12.0	7.0	16.4	20.8	14.8
Business loans	19.0	11.8	25.9	15.5	11.7	19.4	26.1	19.4
Money supply	2.5	- 2.2	7.1	7.5	6.2	3.7	1.5	4.8
Time deposits at all commercial banks	7.3	6.5	8.2	15.0	16.8	11.5	17.4	16.1

Bank Credit. Seasonally adjusted loans and investments grew at a negligible rate in February, following the very rapid 12.2 per cent annual rate of growth in January. Expansion of total loans occurred at a slower pace than in other recent months, due largely to a sizable decline in security loans. Business loans at all commercial banks rose by about half of the unusually rapid December-January pace, but at a

rate comparable to that of the second half of 1965. At city banks, the demand for loans by food processors and petroleum and chemical companies--strong in January--continued vigorous during February. Loan demand by textile groups and public utilities was also strong, while demand for bank credit by trade concerns was about seasonal. On the other hand, loan demand by metals groups appeared weak.

Real Estate loans continued to expand during February at a rate comparable to that of recent months. The pace of consumer loans was also about the same as in 1965, following an unusually small rate of increase in January--probably associated with the adverse effect on sales of unfavorable weather.

There was a sizable decline of \$900 million in February in loans to brokers and Government securities dealers, the latter reflecting reductions in dealer inventories. Loans to nonbank financial businesses declined slightly. In the case of both security loans and loans to nonfinancial businesses, the February declines followed increases in the previous month.

Bank holdings of U. S. Government securities declined \$1.1 billion in February, following a moderate reduction in January. The sizable adjustments in the Government securities portfolio resulted largely from continued large business loan demands, reduced reserve availability, and the absence of any significant Treasury financing operations in February. Holdings of municipal and agency issues, unchanged in the preceeding month, rose \$700 million in February--a somewhat faster rate than in other recent months. Most of the increased holdings of municipal and agency securities occurred at smaller banks, while most of the liquidation of Treasury issues was accounted for by larger banks.

Money supply and time deposits. The seasonally adjusted money supply declined \$300 million in February in contrast to the rapid expansion of the two previous months. The February decline brought the annual rate of increase for 1966 down to 2.5 per cent, only a third as large as the high fourth quarter rate.

Commercial bank time and savings deposits rose \$800 million in February, thereby continuing the trend in recent months of successively smaller monthly increases. In February the 6.5 per cent annual rate of expansion--1.7 percentage points below the January rate--was less than half that for the year 1965. At weekly reporting banks the increase in total time and savings deposits was small, due to an increase in deposits at banks outside New York only slightly larger than a decline in these same deposits at reporting banks in New York. A contra-seasonal decline in savings deposits at New York City banks was

offset only in part at banks outside New York. Outstanding CD's of New York City banks declined in February, while outstandings of banks outside New York rose enough to more than offset this decline. Consequently, outstanding CD's at leading city banks rose slightly. Moderate growth in time deposits other than CD's was accounted for entirely by banks outside New York.

Bank reserves. Seasonally adjusted total and required reserves increased a negligible amount following a moderate rise in January. Excess reserves increased by a small amount, but member bank borrowing also rose, the combined effect of which was to raise net borrowed reserves to a level of about \$100 million. Reserves were supplied principally through currency inflows and absorbed through a decline in Federal Reserve float and other factors.

LOANS AND INVESTMENTS AT ALL COMMERCIAL BANKS

Last Wednesday of month, seasonally adjusted.

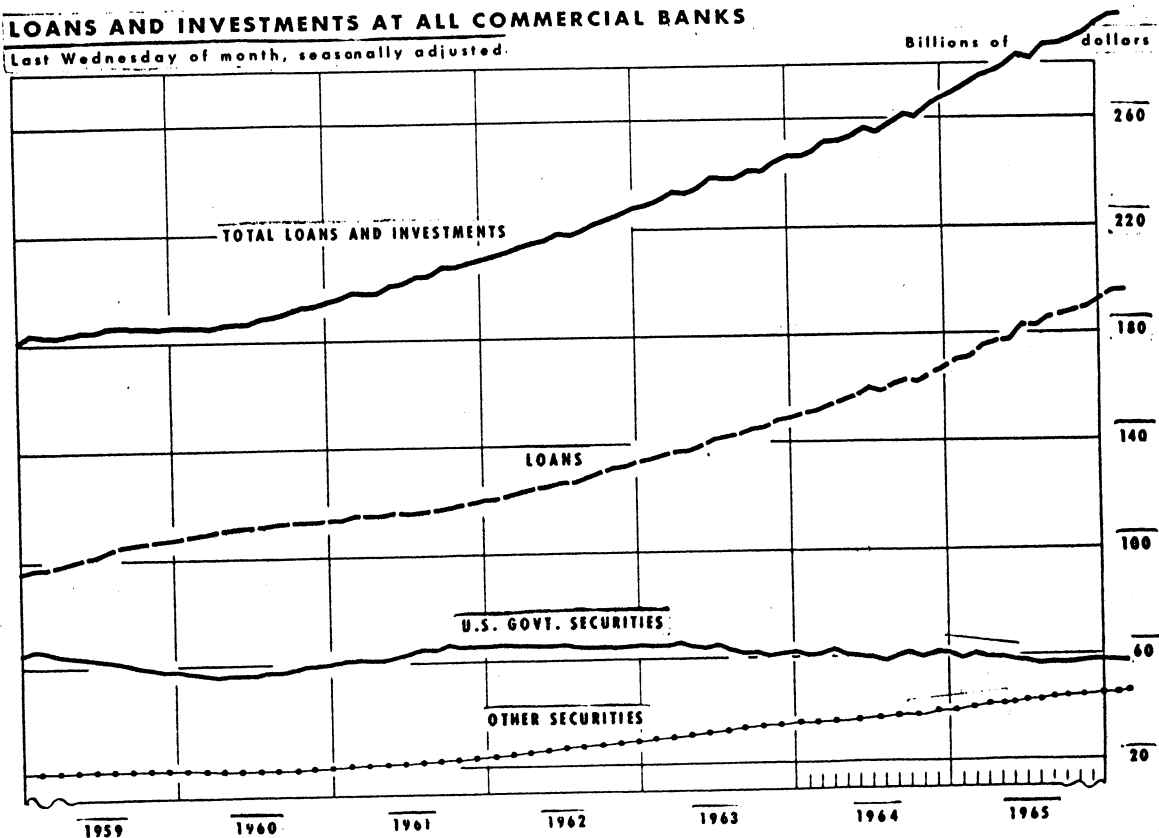


Exhibit A - Part II

Date	Total <u>1/</u>	Loans <u>1/</u>	U.S. Gov't. securities	other securities
	(In billions of dollars)			
1960--Dec. 31	194.5	113.8	59.9	20.8
1961--Dec. 31	209.8	120.5	65.4	23.9
1962--Dec. 31 <u>2/</u>	228.3	133.9	65.2	29.2
1963--Dec. 31 <u>2/</u>	246.5	149.4	62.1	35.0
1964--Dec. 31	267.2	167.1	61.4	38.7
1965--Jan. 27	269.6	170.2	59.9	39.5
Feb. 24	272.1	171.9	60.2	40.0
Mar. 31	275.5	175.8	59.6	40.1
Apr. 28	277.3	177.1	59.1	41.1
May 26	279.4	179.5	58.6	41.3
June 30	282.8	183.0	57.7	42.1
July 28	281.5	182.7	56.4	42.4
Aug. 25	286.1	185.8	57.0	43.3
Sept. 29	286.2	186.2	56.5	43.5
Oct. 27 p	288.9	188.0	57.0	43.9
Nov. 24 p	291.5	189.8	57.6	44.1
Dec. 31 p <u>2/</u>	294.0	191.8	57.6	44.6
1966--Jan. 26 p	297.0	195.0	57.4	44.6
Feb. 23 p	297.1	195.5	56.3	45.3

1/ Adjusted to exclude interbank loans.

2/ Estimated as of December 31.

p - Preliminary.

LOANS AT ALL COMMERCIAL BANKS

Last Wednesday of month, seasonally adjusted

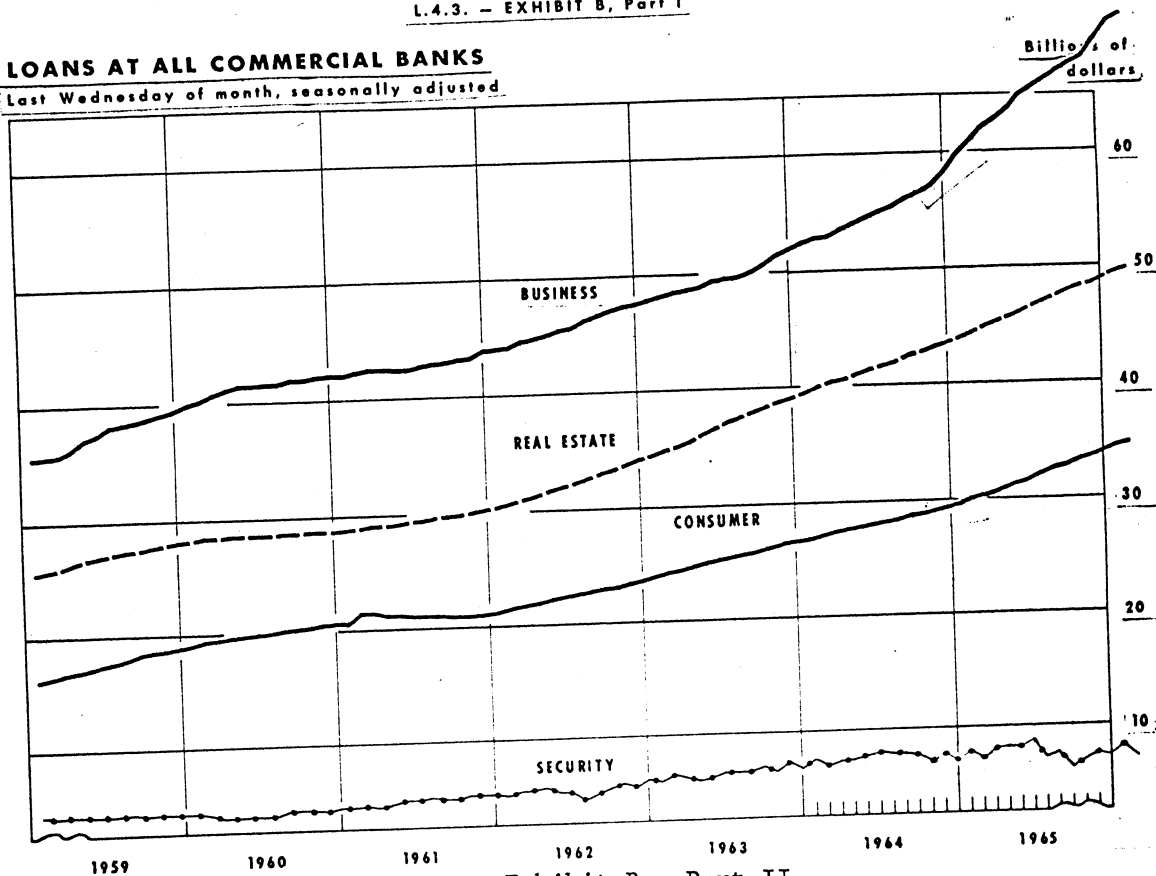


Exhibit B - Part II

Date	Business	Real estate	Consumer	Security
(In billion of dollars)				
1960--Dec. 31	42.1	28.6	20.6	4.4
1961--Dec. 31	43.9	30.2	21.1	5.2
1962--Dec. 31 ^{1/}	47.6	34.2	23.7	6.2
1963--Dec. 31 ^{1/}	52.0	39.1	26.7	6.7
1964--Dec. 31	58.2	43.5	29.4	7.1
1965--Jan. 27	59.7	43.9	29.7	7.8
Feb. 24	60.8	44.4	30.1	7.1
Mar. 31	62.0	44.9	30.4	8.0
Apr. 28	62.7	45.3	30.9	8.1
May 26	63.6	45.7	31.2	8.1
June 30	65.0	46.2	31.6	8.7
July 28	65.6	46.6	32.0	7.2
Aug. 25	66.2	47.1	32.4	7.6
Sept. 29	66.9	47.6	32.8	6.3
Oct. 27 p	67.4	48.0	33.2	6.9
Nov. 24 p	68.1	48.3	33.5	7.5
Dec. 31 p ^{1/}	69.5	48.8	33.9	7.3
1966--Jan. 26 p	71.0	49.2	34.0	8.0
Feb. 23 p	71.7	49.7	34.7	7.1

^{1/} Estimated as of December 31.

p - Preliminary.

These data are not for publication.

Exhibit C
Changes in Loans and Investments at All Commercial Banks, Seasonally Adjusted
(In billions of dollars)

Item	1965											1966		
	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct. p	Nov. p	Dec. p ^{4/}	Jan. p	Feb. p
Loans and Investments ^{2/}	<u>+2.4</u>	<u>+2.5</u>	<u>+3.4</u>	<u>+1.8</u>	<u>+2.1</u>	<u>+3.4</u>	<u>-1.3</u>	<u>+4.6</u>	<u>+0.1</u>	<u>+2.7</u>	<u>+2.6</u>	<u>+2.5</u>	<u>+3.0</u>	<u>+0.1</u>
U. S. Gov't. securities	-1.5	+0.3	-0.6	-0.5	-0.5	-0.9	-1.3	+0.6	-0.5	+0.5	+0.6	<u>1/</u>	-0.2	-1.1
Other securities	+0.8	+0.5	+0.1	+1.0	+0.2	+0.8	+0.3	+0.9	+0.2	+0.4	+0.2	+0.5	<u>1/</u>	+0.7
Loans ^{2/}	<u>+3.1</u>	<u>+1.7</u>	<u>+3.9</u>	<u>+1.3</u>	<u>+2.4</u>	<u>+3.5</u>	<u>-0.3</u>	<u>+3.1</u>	<u>+0.4</u>	<u>+1.8</u>	<u>+1.8</u>	<u>+2.0</u>	<u>+3.2</u>	<u>+0.5</u>
Business	+1.5	+1.1	+1.2	+0.7	+0.9	+1.4	+0.6	+0.6	+0.7	+0.5	+0.7	+1.4	+1.5	+0.7
Real estate	+0.4	+0.5	+0.5	+0.4	+0.4	+0.5	+0.4	+0.5	+0.5	+0.4	+0.3	+0.5	+0.4	+0.5
Consumer	+0.3	+0.4	+0.3	+0.5	+0.3	+0.4	+0.4	+0.4	+0.4	+0.4	+0.3	+0.4	+0.1	+0.4
Security	+0.7	-0.7	+0.9	+0.1	<u>1/</u>	+0.6	-1.5	+0.4	-1.3	+0.6	+0.6	-0.2	+0.7	-0.9
Nonbank financial	+0.3	+0.1	+0.5	<u>1/</u>	+0.2	+0.4	<u>1/</u>	+0.2	+0.3	+0.1	+0.2	-0.2	+0.4	-0.1
Agriculture	<u>1/</u>	<u>1/</u>	+0.1	+0.2	+0.1	-0.1	+0.3	+0.1	<u>1/</u>	-0.2	<u>1/</u>	-0.1	+0.1	+0.1
All other	<u>1/</u>	+0.3	+0.3	<u>1/</u>	<u>1/</u>	+0.3	-0.1	+0.2	+0.1	<u>1/</u>	-0.1	<u>1/</u>	<u>1/</u>	+0.1
Total loans excluding security ^{3/}	+2.5	+2.4	+2.9	+1.8	+1.9	+2.9	+1.6	+2.0	+2.0	+1.2	+1.4	+2.0	+2.5	+1.7
Total loans excluding security and non-bank financial ^{3/}	+2.2	+2.3	+2.4	+1.8	+1.7	+2.5	+1.6	+1.8	+1.7	+1.1	+1.2	+2.2	+2.1	+1.8

NOTE--Individual loan items may not add to change in total loans because: (1) loan items are gross of valuation reserves while total loans are net and (2) loan items and total loans are independently seasonally adjusted. Seasonally adjusted loans, by category, are experimental and are subject to revision.

^{1/} Less than \$50 million.

^{2/} Adjusted to exclude interbank loans.

^{3/} Derived by addition of items and not by subtraction from total loans.

Exhibit D
 Changes in Loans and Investments at All Commercial Banks, at Weekly
 Reporting Banks, and at Other Banks, Not Seasonally Adjusted
 (In billions of dollars)

Item	Last Wednesday of January to last Wednesday of February						
	1966	1965	1964	1963	1962	1961	1960
All commercial banks							
Total loans	+0.9	+2.0	+1.1	+1.8	+1.5	+1.6	+0.7
U. S. Gov't. securities	-2.3	-1.0	-0.6	-0.9	-1.2	-0.6	-1.8
Other securities	+0.7	+0.6	+0.5	+0.4	+0.4	+0.4	-0.2
Total	-0.7	+1.6	+1.0	+1.3	+0.7	+1.4	-1.3
Weekly reporting banks							
Total loans	+0.6	+1.5	+0.7	+1.2	+1.0	+1.4	+0.3
U. S. Gov't. securities	-1.8	-0.8	-0.2	-0.5	-1.0	-0.4	-1.2
Other securities	+0.4	+0.5	+0.4	+0.3	+0.4	+0.3	1/
Total	-0.8	+1.1	+1.0	+1.0	+0.4	+1.3	-0.9
Other banks							
Total loans	+0.3	+0.5	+0.3	+0.6	+0.5	+0.2	+0.4
U. S. Gov't. securities	-0.5	-0.2	-0.4	-0.4	-0.2	-0.2	-0.6
Other securities	+0.3	+0.1	+0.1	+0.1	1/	+0.1	-0.2
Total	+0.1	+0.5	1/	+0.3	+0.3	+0.1	-0.4
Item	End of December to end of February						
	1966 ^{2/}	1965 ^{2/}	1964 ^{2/}	1963 ^{2/}	1962	1961	1960
All commercial banks							
Total loans	-3.7	-1.6	-3.3	-2.7	-2.8	-2.3	-1.9
U. S. Gov't. securities	-2.0	-2.5	-1.9	-1.1	-0.6	+0.3	-2.7
Other securities	+0.2	+0.9	1/	+0.6	+0.6	+0.4	-0.4
Total	-5.6	3/-3.2	-5.2	-3.2	-2.8	-1.5	-5.2
Weekly reporting banks							
Total loans	-3.2	-1.6	-3.0	-2.7	-2.5	-1.9	-2.1
U. S. Gov't. securities	-2.3	-2.1	-1.4	-0.9	-0.7	1/	-2.2
Other securities	-0.3	+0.7	1/	+0.4	+0.4	+0.4	-0.2
Total	-5.8	-3.1	-4.5	-3.1	-2.8	-1.5	-4.4
Other banks							
Total loans	-0.5	1/	-0.3	1/	-0.3	-0.4	+0.2
U. S. Gov't. securities	+0.3	-0.4	-0.5	-0.2	+0.1	+0.3	-0.5
Other securities	+0.5	+0.2	1/	+0.2	+0.2	1/	-0.2
Total	+0.2	4/-0.1	-0.7	-0.1	1/	1/	-0.8

NOTE--Data exclude all interbank loans; call report data for weekly reporting banks used when available.

1/ Less than \$50 million. 2/ Estimated as of December 31, 1965, and December 31, 1962, for all commercial banks and weekly reporting banks and for all commercial banks, December 31, 1963. 3/ Credit decline understated by \$200 million, about equally divided between loans and investments, as a result of a correction for reporting errors in one district. 4/ Credit increase overstated by \$200 million; see footnote 3/.

Exhibit E
Changes in Commercial and Industrial Loans at Weekly Reporting Banks
(In millions of dollars)

Business of borrower	End of January to end of February 1/					Late-December to end of February 2/				
	1966	1965	1964	1963	1962	1966	1965	1964	1963	1962
Food processors	+ 24	- 76	-126	- 99	- 75	- 24	-190	-426	-304	-279
Commodity dealers	- 5	+ 54	-104	- 5	- 30	+ 10	+128	-136	+ 14	- 28
Trade concerns	<u>+ 82</u>	<u>+100</u>	<u>+109</u>	<u>+ 91</u>	<u>+ 32</u>	<u>-441</u>	<u>+ 53</u>	<u>-286</u>	<u>-197</u>	<u>-153</u>
Total	<u>+101</u>	<u>+ 78</u>	<u>-121</u>	<u>- 13</u>	<u>- 73</u>	<u>-455</u>	<u>- 9</u>	<u>-848</u>	<u>-487</u>	<u>-460</u>
Metals and products	+117	+239	+185	+140	+172	+151	+311	+266	+ 11	- 32
Textiles, apparel, etc.	+190	+115	+191	+121	+133	+ 85	+ 97	+ 88	+ 83	+144
Petroleum, coal, etc.	+147	+280	- 22	- 9	- 40	+310	+264	+ 96	- 60	-102
Other manufacturing and mining	+ 14	+202	+ 8	+ 49	+ 8	+220	+367	+ 34	+217	+161
Public utilities	- 1	+ 19	-135	- 67	-140	-132	+ 32	-241	-250	-374
Construction	+ 1	+ 47	+ 26	+ 2	- 2	- 29	+ 9	+ 21	- 65	- 19
All other types of business	<u>+ 36</u>	<u>+ 54</u>	<u>+161</u>	<u>+ 18</u>	<u>+ 64</u>	<u>+187</u>	<u>+174</u>	<u>+250</u>	<u>- 27</u>	<u>+ 12</u>
Banker's acceptances	+ 6	- 67	+ 43	n.a.	n.a.	+ 16	-254	n.a.	n.a.	n.a.
Other, mainly services	+ 30	+121	+118	n.a.	n.a.	+171	+428	n.a.	n.a.	n.a.
Classified	+605	+1,034	+293	+244	+123	+337	+1,245	-334	-577	-669
Unclassified	+197	+158	+102	+ 25	+ 72	+211	+128	+ 66	- 25	- 47
Total change	<u>+802</u>	<u>+1,192</u>	<u>+395</u>	<u>+269</u>	<u>+195</u>	<u>+548</u>	<u>+1,373</u>	<u>-268</u>	<u>-602</u>	<u>-716</u>

1/ Four most comparable weeks used throughout.

2/ Changes are compiled from December 22, 1965; December 23, 1964; December 25, 1963; December 26, 1962; December 27, 1961; and December 28, 1960. Dates other than last Wednesdays of 1963 and 1964 were selected in order to avoid turn-of-the-year dating differences. These data cannot be linked with all commercial bank data which are always for December 31.

Exhibit F
Loans and Investments at All Commercial Banks
(In billions of dollars)

Date	Loans and investments	U. S. Gov't.	Other securities	Total loans	Business	Real estate	Security	Farm	Consumer	Nonbank financial institutions	All other
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 24 (old)	184.2	60.9	20.6	102.8	42.5	26.9	4.1	5.0	17.5	--	8.8
June 24 (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 <u>1/</u>	189.5	58.9	20.5	110.0	40.2	28.1	4.9	5.0	18.8	7.1	8.1
1960--Dec. 31	198.5	61.0	20.9	116.7	43.1	28.7	5.1	5.7	20.6	7.1	8.7
1961--Dec. 30	214.4	66.6	23.9	123.9	45.2	30.3	6.2	6.2	21.4	7.3	9.8
1962--Dec. 31 (est.)	233.6	66.4	29.3	137.9	49.1	34.3	7.3	7.1	23.7	8.5	10.7
1963--Dec. 31 (est.)	252.4	63.4	35.1	153.9	53.7	39.2	7.9	7.4	26.7	10.2	11.8
1964--Oct. 28	262.4	61.4	38.0	163.0	56.3	43.0	7.1	7.5	29.0	9.5	14.0
Nov. 25	266.3	62.7	38.1	165.5	57.4	43.4	7.4	7.6	29.1	9.6	14.4
Dec. 31	273.9	63.0	38.8	172.1	60.2	43.7	8.4	7.5	29.4	10.9	15.5
1965--Jan. 27	269.1	61.5	39.1	168.5	58.9	43.9	7.4	7.7	29.5	9.8	15.0
Feb. 24	270.7	60.5	39.7	170.5	60.3	44.1	7.1	7.8	29.7	9.9	15.1
Mar. 31	273.9	59.0	40.3	174.5	62.2	44.5	7.8	7.9	30.0	10.5	15.2
Apr. 28	275.9	58.3	41.4	176.2	62.5	45.0	7.9	8.1	30.7	10.3	15.4
May 26	277.1	57.2	41.1	178.8	63.4	45.5	7.9	8.1	31.2	10.4	15.8
June 30	283.9	56.9	42.2	184.9	65.5	46.2	9.0	8.1	31.9	11.5	16.3
July 28	281.2	56.3	42.6	182.4	64.8	46.7	7.0	8.2	32.3	11.2	15.9
Aug. 25	283.2	55.5	43.4	184.3	65.5	47.3	7.0	7.9	32.7	11.5	16.1
Sept. 29	286.8	55.9	43.9	187.0	66.9	47.8	6.7	7.9	33.0	12.0	16.3
Oct. 27 p	290.3	58.5	44.1	187.8	67.3	48.2	6.9	7.9	33.3	11.4	16.3
Nov. 24 p	292.4	58.7	43.7	190.0	68.6	48.6	7.2	8.0	33.5	11.6	16.2
Dec. 31 p (est.)	301.3	58.9	44.7	197.6	71.9	48.9	8.6	8.0	33.9	13.3	16.6
1966--Jan. 26 p	296.4	59.2	44.2	193.0	70.1	49.2	7.6	8.2	33.8	11.9	16.0
Feb. 23 p	295.7	56.9	44.9	193.9	71.1	49.4	7.1	8.3	34.3	11.9	15.8

p - Preliminary.

1/ Structure changes in 1959, on balance through August, added almost \$1 billion 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.

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.

Individual loan category data are available for publication only on a June and December call date basis.

Exhibit G

Ratios to Total Deposits 1/

Date	L O A N S						U. S. Government securities maturing within one year
	All commercial banks	Total	Member banks			Country	All commercial banks
			Reserve city banks				
			New York City	City of Chicago	Other		
1948--Dec. 31	31.2	31.3	35.9	30.4	33.4	27.1	<u>2/</u> 14.2
1949--Dec. 31	31.1	30.9	34.9	25.6	32.4	28.5	<u>2/</u> 19.2
1950--Dec. 31	35.8	36.1	42.5	32.3	38.1	31.5	<u>2/</u> 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	7.4
1960--Dec. 31	55.1	56.5	65.9	60.8	59.0	50.3	8.7
1961--Dec. 31	54.5	55.7	65.0	58.0	57.7	50.2	11.2
1962--Dec. 28	56.5	57.7	67.9	61.4	60.1	51.7	9.5
1963--Dec. 25	58.6	59.9	67.4	62.1	63.3	53.8	<u>3/</u> 7.5
1964--Oct. 28	60.4	61.6	67.8	62.0	65.5	55.8	7.2
Nov. 25	60.7	62.0	69.4	62.1	66.1	55.9	8.0
Dec. 31	60.5	61.9	69.3	64.4	65.0	56.0	8.0
1965--Jan. 27	60.9	62.2	69.9	63.4	65.4	56.3	7.1
Feb. 24	61.6	63.0	71.8	65.0	66.4	56.4	7.0
Mar. 31	61.9	63.3	71.9	67.6	66.1	56.9	6.4
Apr. 28	62.4	63.7	71.2	64.9	67.1	57.6	6.3
May 26	63.3	64.6	72.7	65.3	68.1	58.3	6.2
June 30	63.6	64.9	74.3	67.0	67.8	58.3	6.0
July 28	63.7	65.0	72.2	67.1	68.9	58.6	5.7
Aug. 25	64.1	65.5	74.8	67.7	69.0	58.7	6.1
Sept. 29	63.9	65.3	73.4	69.3	69.1	58.4	6.4
Oct. 27 p	63.8	65.2	73.8	69.6	69.1	58.3	r7.1
Nov. 24 p	64.3	65.9	77.6	68.2	69.3	58.4	7.3
Dec. 29 p	64.2	65.7	75.9	71.5	68.9	58.4	7.4
1966--Jan. 26 p	64.0	65.6	75.9	71.3	69.2	58.1	7.6
Feb. 23 p	64.9	66.6	77.5	73.4	70.6	58.5	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/ Estimated for December 31.

NOTE: Comparability of figures affected by changes in Federal Reserve membership, mergers, and by changes in the reserve classification of cities or individual banks.

p - Preliminary.

r - Revised.

DEPOSITS AND CURRENCY AND TURNOVER OF DEMAND DEPOSITS.

Seasonally adjusted; deposits, monthly averages of daily figures;
turnover, monthly
Annual rate.

Billions of dollars

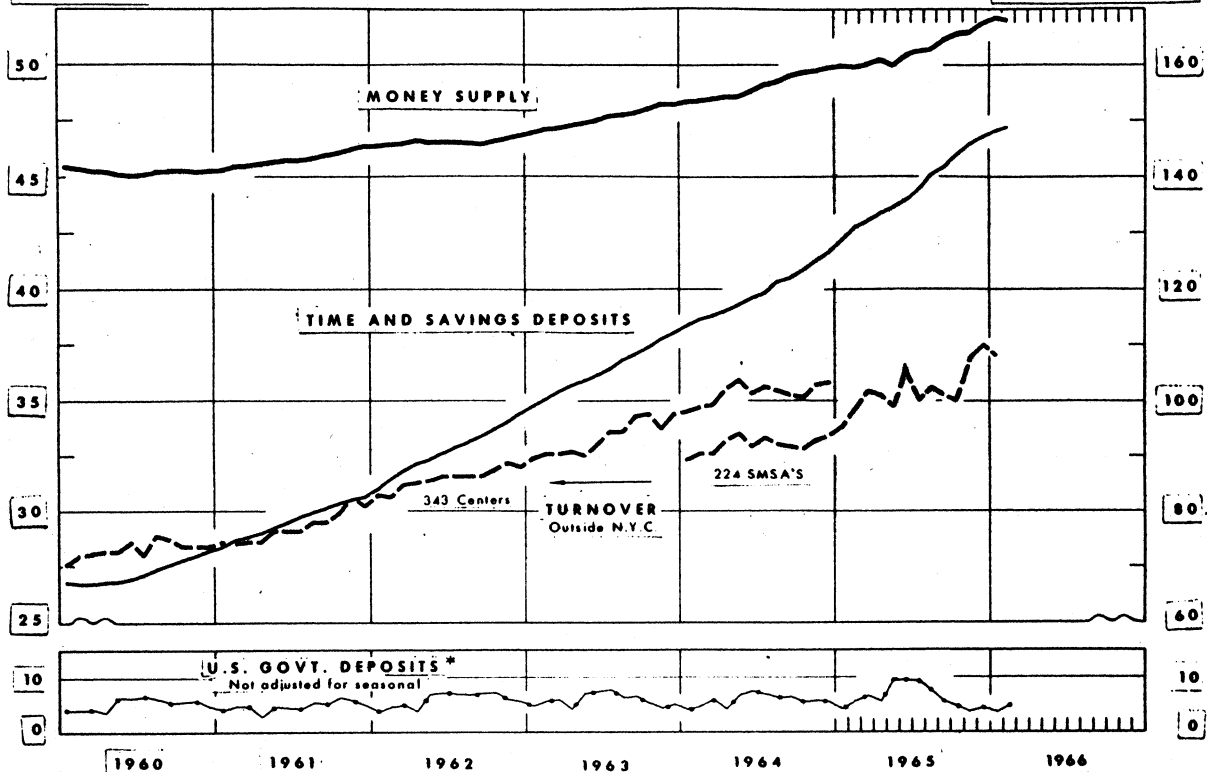


Exhibit H - Part II

*All commercial banks.

Period	Seasonally Adjusted Data					U. S. Gov't. deposits
	Money Supply			Time and savings deposits	Turnover outside N. Y. City*	
	Total	Demand deposits	Currency			
1963--December	153.1	120.6	32.5	112.2	33.9	5.1
1964--December	159.7	125.4	34.2	126.6	* 33.4	5.5
1965--February	159.7	125.1	34.7	131.0	34.6	5.7
November	165.7	129.6	36.1	145.5	37.0	4.0
December	167.4	131.2	36.3	147.0	37.5	4.5
1966--January	168.4	131.8	36.7	148.0	37.0	3.7
February p	168.1	131.2	36.8	148.8	n.a.	5.1
Week ending:						
Feb. 2	167.9	131.2	36.7	148.4	n.a.	4.2
9	168.1	131.3	36.9	148.4	n.a.	4.3
16	168.3	131.5	36.8	148.8	n.a.	4.5
23 p	167.6	130.8	36.8	149.0	n.a.	6.2

p - Preliminary.

*Beginning January 1964, data are for 224 metropolitan centers outside New York City. Figure for December 1964 on old basis is 35.3.

NOTE: Dollar amounts in billions.

TIME AND SAVINGS DEPOSITS AT MEMBER BANKS IN LEADING CITIES

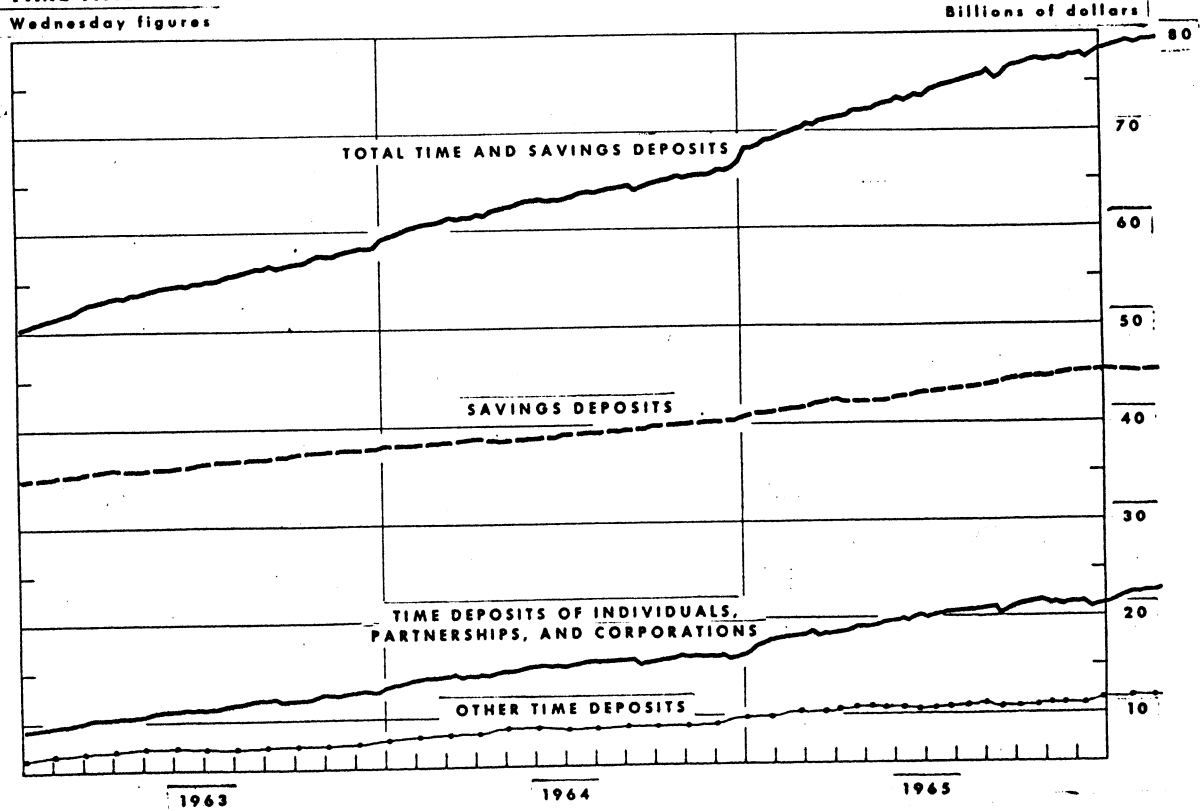


Exhibit I - Part II

Period	Time and Savings Deposits			
	Total	Savings	Individuals partnerships, and corporations	Other time deposits <u>1/</u>
	(In millions of dollars)			
1961--Dec. 27	41,472	30,082	5,969	5,421
1962--Dec. 26	50,011	34,712	9,080	6,219
1963--Dec. 31	59,227	38,083	13,310	7,834
1964--Dec. 30	66,881	40,698	16,407	9,776
1965--Feb. 24				
Nov. 24	77,694	45,048	21,552	11,094
Dec. 29	78,260	45,362	21,258	11,640
1966--Jan. 26	79,170	45,081	22,414	11,675
Feb. 2	78,868	45,015	22,259	11,396
9	79,130	45,053	22,499	11,578
16	79,146	45,049	22,515	11,582
23	79,324	45,064	22,716	11,344

1/ Includes States and political subdivisions, U. S. Government, foreign governments and official institutions, and interbank.

Exhibit J

Member Bank Reserves

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

Date	Free reserves (excess reserves minus borrowings)					Country	Excess reserves	Borrowings	Total reserves held seasonally adjusted		
	All member	Reserve City Banks			All member					All member	All member
		New York City	City of Chicago	Other							
<u>Monthly averages:</u>											
1956--December	- 36	- 91	- 86	-203	344	652	688	17,185			
1957--December	-133	-105	- 77	-228	277	577	710	17,077			
1958--December	- 41	- 80	- 32	-197	268	516	557	17,942			
1959--December	-424	-109	-104	-449	237	482	906	17,978			
1960--December	669	10	- 4	80	583	756	87	18,283			
1961--December	419	- 50	- 22	20	471	568	149	18,977			
1962--December	268	- 62	- 11	- 52	394	572	304	19,548			
1963--December	209	19	- 21	-122	334	536	327	20,240			
1964--October	106	- 34	- 26	-116	282	415	309	20,949			
Novemeber	- 34	- 86	- 16	-178	246	396	430	21,033			
December	168	- 14	- 31	-103	315	411	243	21,082			
1965--January	103	- 70	- 17	- 83	273	402	299	21,174			
February	32	- 90	- 37	-144	302	437	405	21,355			
March	- 76	- 97	- 45	-148	215	340	416	21,506			
April	-112	- 50	- 40	-239	217	359	471	21,722			
May	-178	- 13	- 4	-333	172	327	505	21,671			
June	-185	-114	- 15	-274	214	343	528	21,840			
July	-175	-135	- 25	-214	199	349	524	21,865			
Aug.	-136	- 32	- 36	-228	160	428	564	21,816			
Sept.	-155	- 47	- 43	-246	181	373	528	21,816			
Oct.	-149	- 28	- 80	-207	166	341	490	21,872			
Nov.	- 82	- 78	- 31	-177	203	370	452	21,827			
Dec.	- 11	- 71	- 3	-165	232	443	454	22,160			
1966--Jan. p	- 44	- 74	- 49	-141	219	358	402	22,282			
Feb. p	-105	- 75	- 26	-155	130	374	478	22,306			

NOTE: Beginning July 26, 1962, figures for both New York and the City of Chicago include banks formerly classified as central reserve city and three banks whose classification as reserve city is continued.

p - preliminary.

Exhibit K
Liquid Assets Held by the Public - Seasonally Adjusted Series 1/
(Amounts in billions of dollars; ratios expressed as percentages)

End of year or month	Total	Demand deposits and currency 2/	Time deposits		Postal Savings System	Savings and loan shares 4/	U. S. Gov't. savings bonds 5/	U. S. Gov't. securities maturing within one year 6/	Ratios:		
			Commercial banks 3/	Mutual savings banks					Liquid assets to gross national product 7/	Demand deposits and currency to gross national product 7/	Commercial bank deposits and currency to liquid assets (2 + 3 ÷ 1)
	1	2	3	4	5	6	7	8	9	10	11
1954	320.2	130.2	48.2	26.3	2.1	27.2	55.6	30.6	85.9	35.0	55.7
1955	332.5	133.3	49.7	28.1	1.9	32.0	55.9	31.6	81.3	32.6	55.0
1956	343.2	134.6	52.0	30.0	1.6	37.0	54.8	33.2	79.6	31.2	54.4
1957	356.0	133.5	57.5	31.6	1.3	41.7	51.6	38.8	80.3	30.3	53.6
1958	373.1	138.8	65.4	33.9	1.1	47.7	50.5	35.6	80.2	29.9	54.8
1959	393.9	139.7	67.4	34.9	0.9	54.3	47.9	48.8	80.5	28.7	52.6
1960	399.2	138.4	73.1	36.2	0.8	61.8	47.0	41.9	79.2	27.6	53.0
1961	424.6	142.6	82.5	38.3	0.6	70.5	47.4	42.6	78.5	26.4	53.0
1962	459.0	144.8	98.1	41.4	0.5	79.8	47.6	46.8	80.4	25.4	52.9
1963	495.4	149.6	112.9	44.5	0.5	90.9	49.0	48.1	81.3	24.7	53.0
1964											
Oct.	523.4	155.0	123.8	48.3	0.4	99.8	49.4	46.8			53.3
Nov.	526.9	155.0	125.9	48.6	0.4	100.8	49.5	46.7			53.3
Dec.	530.4	156.7	127.1	49.0	0.4	101.3	49.9	46.1	82.0	24.2	53.5
1965											
Jan.	534.9	156.1	130.6	49.4	0.4	101.7	50.0	46.8			53.6
Feb.	536.4	154.8	131.9	49.6	0.4	102.6	49.9	47.3			53.4
Mar.	542.8	158.6	133.0	49.8	0.4	103.6	49.9	47.6	81.5	23.8	53.7
Apr.	543.3	156.3	134.1	50.1	0.4	103.9	49.9	48.6			53.5
May	543.0	155.4	134.9	50.4	0.4	104.4	49.9	47.6			53.5
June	550.2	159.6	136.3	50.8	0.4	105.1	50.0	48.0	81.5	23.5	53.8
July	550.9	157.7	138.3	51.1	0.4	105.5	50.1	47.9			53.7
Aug.	555.6	157.8	139.8	51.3	0.3	106.5	50.1	49.8			53.6
Sept.	560.6	160.6	141.6	51.6	0.3	107.7	50.1	48.7	81.3	23.3	53.9
Oct. p	565.0	161.1	144.0	52.0	0.3	108.3	50.1	49.1			54.0
Nov. p	568.2	160.3	146.5	52.3	0.3	109.2	50.1	49.4			54.0
Dec. p	572.4	163.7	147.1	52.5	0.3	109.7	50.5	48.6	81.3	23.2	54.3
1966											
Jan. p	577.7	164.0	149.2	52.8	0.3	109.8	50.5	51.2			54.2
Feb. p	574.8	162.1	149.4	53.0	0.3	e110.3	50.3	49.4			

For footnotes see next page.

p - Preliminary

e - Estimated.

Exhibit K (Continued)

1. Excludes holdings of the United States Government, Government agencies and trust funds, domestic commercial banks, and Federal Reserve Banks. Adjusted to avoid double counting whenever possible. All series adjusted for seasonal variation by the X-9 variant of Method II developed by the Bureau of the Census.
2. Data are for demand deposits adjusted and currency outside banks and are as of the last Wednesday of the month. In concept the figures agree with the daily average money supply described in detail in the Federal Reserve Bulletin for August 1962, p. 941, except that demand deposits held by mutual savings banks and by savings and loan associations have been deducted to avoid double counting. Demand deposits of commercial banks in Alaska and Hawaii are included beginning January 1959 and August 1959, respectively, except that one national bank in Alaska and one national bank in Hawaii were included in April 1954 and April 1959, respectively. Demand deposits due to banks in United States possessions are included throughout.
3. Total time deposits at commercial banks except interbank, U.S. Treasurer's open account, and postal savings redeposited in commercial banks. Data are as of the last Wednesday of month except June 30 and December 31 when call data for these dates were used when available. Time deposits of commercial banks in Alaska and Hawaii and time deposits due to banks in U. S. possessions are included as indicated for demand deposits in footnote 2 above.
4. Figures compiled by the Federal Savings and Loan Insurance Corporation except that prior to 1955 data are Board estimates based on monthly figures of inflow of new savings and withdrawal of savings capital compiled by the Federal Home Loan Bank Board.
5. Includes all types of savings bonds held by investors other than commercial and mutual savings banks and U.S. Government agencies and trust funds. Holdings of savings and loan associations are also excluded beginning in February 1960, the earliest date for which separate figures for these institutions are available. Figures are from data compiled by the U. S. Treasury Department.
6. Beginning December 1950 figures include Treasury marketable securities and Federal agency securities maturing within one year, except holdings of domestic commercial, mutual savings, and Federal Reserve Banks, Government agencies and trust funds, and beginning February 1960, savings and loan associations. Figures have been 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 36 months. Prior to December 1950 figures for marketable issues include securities callable within one year. Figures represent par value and are from the U. S. Treasury Department's Survey of Ownership of U. S. Government Securities.
7. Gross national product figures are available quarterly and annually only. Data for total liquid assets used in computing these ratios are quarterly averages calculated for four dates (each month of the current quarter and the last month of the preceding quarter).