

ANNUAL REPORT
OF THE
FEDERAL DEPOSIT INSURANCE CORPORATION
FOR THE YEAR ENDED
DECEMBER 31, 1941



DIRECTORS
of the
FEDERAL DEPOSIT INSURANCE CORPORATION

LEO T. CROWLEY
Chairman

PHILLIPS LEE GOLDSBOROUGH

PRESTON DELANO
Comptroller of the Currency

LETTER OF TRANSMITTAL

FEDERAL DEPOSIT INSURANCE CORPORATION,
Washington, D. C., July 28, 1942.

SIR: Pursuant to the provisions of subsection (r) of section 12B of the Federal Reserve Act, as amended, the Federal Deposit Insurance Corporation has the honor to submit its annual report.

Respectfully,

LEO T. CROWLEY, *Chairman.*

THE PRESIDENT OF THE SENATE

THE SPEAKER OF THE HOUSE OF REPRESENTATIVES

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INTRODUCTION

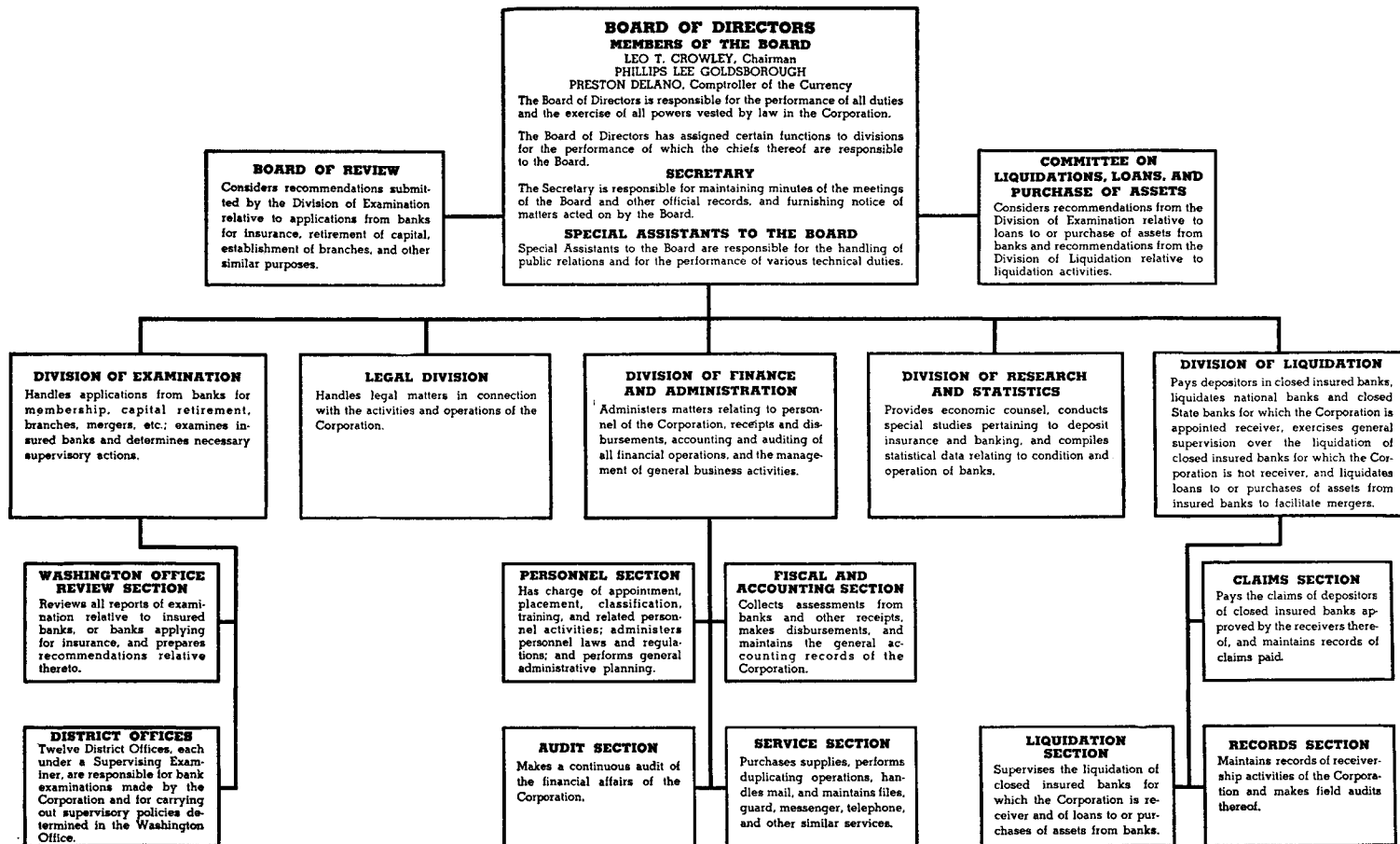
INTRODUCTION

The year 1941 was the eighth year of Federal insurance of bank deposits. During the eight years the Corporation disbursed \$239 million to protect 1,200,000 depositors in 370 insured banks in financial difficulties. The Corporation estimates that about 80 percent of its disbursements will be recovered and that its eventual losses will amount to about \$47 million, or about 10 percent of the deposits in the 370 banks. Of the depositors who filed claims against receivers less than 5,000 will suffer any loss at all. Their losses on deposit balances in excess of \$5,000, and thus in excess of the maximum insurance protection provided by law, are estimated at less than \$3 million. This is about three-fifths of 1 percent of total deposits in the 370 banks.

Over the eight-year period the Corporation's operating expenses plus its estimated losses have been slightly less than the income from its investments, and the Corporation's surplus has been increased by about the amount of insurance assessments collected from the banks. On December 31, 1941, the surplus of the Corporation amounted to \$264 million and the combined capital and surplus to \$553 million.

The transition from a peace time to a war economy has created problems for our entire industrial structure. Banking problems arising out of that shift, and the position of insured banks in relation to the war, are discussed in Part One of this report. Part One also deals with the operating results of the deposit insurance system. Part Two deals with banking developments pertinent to deposit insurance, particularly with the growth of bank assets and bank capital and changes in quality of bank assets. Part Three contains a special report of the deposits of insured banks on September 24, 1941. In Part Four is reprinted the text of Federal legislation and of Executive Orders affecting insured banks and the operations of the Corporation. Part Five consists of statistical tables relating to banks and deposit insurance.

FEDERAL DEPOSIT INSURANCE CORPORATION



PART ONE
OPERATIONS AND POLICIES OF THE CORPORATION

DEPOSIT INSURANCE, BANKING, AND THE WAR

The banking situation and deposit insurance. The end of 1941 marked the completion of eight years of successful operation of the system of Federal insurance of bank deposits. It also marked the close of a period of economic recovery under peacetime conditions, which provided especially favorable circumstances for the establishment of deposit insurance and for improvement in the condition of operating banks.

The proportion of the assets of insured banks which were subject to criticism at the time of the 1941 examinations—made under normal peacetime standards of evaluation—was smaller than in any previous year; and the number and liabilities of insured banks on the Corporation's list of institutions likely to require its financial aid during the forthcoming year were reduced to the smallest in its history. Judged by these criteria, the banking system and the Corporation were stronger in 1941 than at any previous time.

The ability of banks to withstand the shocks of economic dislocations is dependent on several important factors: the quality of the assets held by the banks; the degree to which banks regularly make provision out of current income to cover losses, which must be anticipated even though they have not yet been sustained; and the margin of equity, or net worth, available to absorb losses resulting from unforeseen developments. The insured banks' ratio of net sound capital to their assets and liabilities reached a peak in 1936 and has been declining steadily during the past five years.

Similarly, the ability of the Corporation to discharge its responsibilities depends not alone on the number and liabilities of banks in immediate financial difficulties but also on the character of impending developments likely to affect insured banks and the funds available to the Corporation. On December 31, 1941, the capital and surplus of the Corporation amounted to \$553 million, the largest amount of record. However, the volume of deposits protected by the Corporation was also larger than at any previous time.

By the close of the year 1941, it was apparent that far reaching economic changes, with important repercussions on bank operations, were in prospect. The shift from a predominantly peacetime economy to an all-out war effort has altered the outlook of practically all business enterprises. Many corporations in a position to handle war contracts need additional financing, and are better credit risks than formerly; while the contrary is true of some firms producing consumer

goods. The economic changes resulting from the war are also affecting the revenues hitherto depended upon by some governmental bodies and nonprofit associations for the servicing and retirement of their obligations.

These three elements in the banking situation at the beginning of 1942—the outstanding quality of bank assets judged by usual standards, the gradual weakening of the capital position of banks, and the effect upon banks of the nation's participation in the war—are outlined more fully in the following paragraphs.

The quality of bank assets. The improvement which has occurred in the quality of assets held by insured banks is indicated by the fact that in the examination of banks not members of the Federal Reserve System for admission to insurance in late 1933 and early 1934, examiners criticized more than one-third of the assets of the banks, while in 1941 less than 10 percent of the assets of insured banks examined by the Corporation were criticized. Data for insured banks which are not examined by the Corporation, but are examined by other Federal banking supervisory authorities, show a similar trend. The improvement in the condition of insured banks since 1933 has been due in part to the improvement in the general economic situation, in part to the acquisition by the banks of additional high grade assets, and in part to the writing off of assets.

A factor contributing to the improvement in the position of the banks was the aggressive action taken by the Federal Deposit Insurance Corporation and other bank supervisory authorities to rehabilitate or to close weak banks which were licensed after the banking holiday of 1933. The introduction into the banks of large amounts of new capital, chiefly supplied by the Reconstruction Finance Corporation during 1934, made it possible for many of the banks to write off assets of doubtful quality. Banks which could not be rehabilitated were closed, or were merged with other banks with the financial aid of the Federal Deposit Insurance Corporation. During the eight years of deposit insurance, 370 insured banks, with \$468 million of deposits belonging to 1,200,000 depositors, either were merged with other banks with financial aid of the Corporation or were closed and placed in receivership, the insured claims of depositors being paid by the Corporation.

Capital position of banks. The deposits of the banks insured by the Corporation when it began operations on January 1, 1934, excluding those mutual savings banks which withdrew within six months from the beginning of deposit insurance, amounted to approximately \$33 billion, of which about \$15 billion were in accounts, and portions of accounts, which would have been protected by

insurance with a limit of \$5,000 per depositor.¹ During the eight succeeding years the deposits held by insured banks increased more than 100 percent, amounting to \$71 billion on December 31, 1941. A relatively small part of this growth was due to the admission to insurance of banks which were not in existence or were not insured on January 1, 1934. Deposits insured with a maximum of \$5,000 for each depositor increased to approximately \$28 billion, a growth of about 85 percent. Tabulations are not available showing the net value of capital accounts of all insured banks as appraised by the examiners at the beginning of deposit insurance. However, book values of total capital accounts increased from approximately \$6 billion at the beginning of deposit insurance to \$7 billion on December 31, 1941, or about 15 percent. This is in striking contrast to the more than 100 percent growth of deposits during the same period.

The character of bank assets must also be taken into consideration in appraising the capital position of the banks. Assets acquired by the banks, accompanying the growth in their deposits, have for the most part been of the type least subject to deterioration, and most readily convertible into cash and reserves. However, the growth in the total capital accounts of insured banks was less than the growth in assets other than cash, balances with other banks, and United States Government obligations. The ratio of total capital accounts of insured banks to their loans, investments (excluding United States Government obligations), and miscellaneous assets, was smaller at the close of 1941 than at any previous time.

Effects of war time changes on the banks. The growth in resources of the banking system, without a corresponding increase in the capital of the banks, has diluted the margin of protection at the very time the banking system faces a critical period. Moreover, there is reason to believe that these tendencies will continue, perhaps even at an accelerated rate.

The transfer of a large proportion of the resources of the nation from normal peacetime pursuits to a war basis will inevitably impose a heavy burden upon the economy, a part of which will fall upon the banking system. Banks are being called upon to assist directly in war finance, and also to make loans to industry, trade, and agriculture associated with the war program. Bank obligations and bank assets will probably expand substantially over the next few years. Bank capital, on the other hand, is not increasing correspondingly.

Rapid changes in the outlook of business always alter the need for credit, and this is particularly evident when the reorientation of the economy is more drastic than at any other time in the nation's

¹ The limit of protection during the early months of Federal insurance of deposits was \$2,500 for each depositor in each bank.

history. Some notes which formerly appeared to be satisfactory bank loans have become less readily collectible, some have become of doubtful quality, and some may have to be written off as priorities and other restrictions cut deeper into businesses not directly associated with the war effort. Some securities heretofore considered to be of a quality suitable for bank investment are also being adversely affected. The loans and securities which are likely to deteriorate are not spread evenly throughout the banking system. Thus, while the quality of the assets of the banking system considered as a whole has improved, bank assets in some sections are being adversely affected.

Bank income and losses. The expansion in bank assets and obligations will undoubtedly be accompanied by a growth in the total income of most banks. However, the rate of return on these assets will, for the most part, be low. Expenses will increase and net income will be subject to additional taxation. While most of the assets of the banks will represent obligations of the Federal Government or loans to war producers guaranteed in whole or in part by the Federal Government, a large volume will continue to consist of obligations of private business and of non-Federal governmental units. The credit of some of these obligors will be improved by the impact of the war economy; that of others will deteriorate. Losses on some types of bank assets may, therefore, be expected to increase.

In the past, bankers and bank supervisors for the most part have been content to consider all income above expenses to be profit and to make provision for losses only when those losses have been ascertained or sustained as a result of a specific transaction. Such a policy results in overstatement of profits in good years and obscures the fact that a part of the gross income of the bank is a payment for risk bearing. The Corporation in its Annual Report for 1940 pointed out that:

“Losses on bank assets are, in a sense, a part of the cost of banking operations. A banker expects that some assets acquired will later prove worthless, in whole or in part, and the rate of interest in effect includes a charge to cover such losses. In the ordinary course of business, operating banks meet these losses out of current income along with other costs of doing business. So long as banks continue to meet these losses regularly from current income, the actual amount of the charge-offs affects chiefly the size of capital accounts and the ability of the banks to declare dividends. However, when banks fail to make adequate provision for these losses before paying dividends the losses accumulate.”¹

¹ *Annual Report of the Federal Deposit Insurance Corporation for the year ended December 31, 1940*, p. 61.

This uneven rate of loss contributes to banking difficulties. In prosperous periods, profits appear to be large, which tends to encourage payment of generous dividends, whereas in depression years the heavy charge-offs more than absorb undivided profits and sometimes even result in capital impairment. It is highly desirable, therefore, that each bank should make provision on a systematic basis during prosperous periods for losses which can be expected to develop in periods of readjustment. During the years 1918-1941, inclusive, losses less recoveries on loans of national banks averaged nine-tenths of 1 percent per annum; losses on securities other than obligations of the United States Government were materially higher. More than one-half of the losses sustained on these assets during the 24-year period were written off in six years; the assets upon which those losses were taken had been acquired in prior years.

Loan and investment policy. The requirements of war financing place heavy responsibilities on the banks, which continue to be the chief group of financing institutions in the country. Essential war production must be financed. Peace time standards of credit and loan extension are inadequate to meet the exigencies of war production. The basic requirements of a sound credit risk, however, remain the same as before—character, availability of labor and materials, technical and managerial skill for the job, and sufficient control over cost and profit margins to assure income adequate to meet obligations. Bankers will not be contributing to the war effort by financing producers not really qualified to produce acceptable war goods. Banks must also continue to finance activities not directly connected with the war effort. In all such cases the banks should take special care to avoid the acquisition of assets of borderline quality and which, as a consequence of the exigencies of the war, are subject to unreasonable risk.

Bank supervision and the war. The task of bank supervisors is to keep the banks of the country sound so that they can make the greatest possible contribution not only now but throughout the entire war and the period of post-war adjustment. Changes essential for the prosecution of the war must be made, and plans for handling necessary readjustments should be prepared before the full impact of economic changes hits the banking system. Some of the adjustments will be temporary in nature; others will be more permanent. Some of them will have serious effects upon the banks. Losses will inevitably be sustained. The manner in which these losses are taken will go far to determine the ability of our system of privately owned banks to survive.

Bank supervisors should avoid action likely to result in wholesale disposal of securities and collection of loans, hitherto regarded as

sound, which may suffer deterioration due to dislocations of the war. Such liquidation can lead to excessive losses, weaken the banks, impair the banks' usefulness, and also involve customers in losses and liquidation which might otherwise be avoided. However, bank supervisors should urge and require the banks to set aside regularly and systematically the amounts sufficient to build up adequate reserves or valuation allowances as protection against ultimate losses on loans and on other assets in which deterioration may occur.

Banking services must be maintained without interruption and depositors must be assured that such services may be used without fear of loss of their funds. Some losses will fall upon the banking system as a consequence of the financial changes resulting from shifts in the economy induced or intensified by war and post-war developments. The magnitude of the burden on the banking system depends in part upon relief measures taken to meet financial stringencies of groups of obligors adversely affected by war developments. A part of the financial burden will undoubtedly fall upon the Federal Deposit Insurance Corporation. How large the Corporation's outlay will be depends less upon the aggregate amount of bank assets which deteriorate than upon the concentration of such obligations within specific areas or groups of banks. Historical studies made by the Corporation emphasize the importance of scrutinizing carefully the concentration of risk in particular banks or groups of banks, and the necessity of taking effective action in the early stages of economic changes adversely affecting particular groups of banks.

As a consequence of improved standards of bank operation and bank supervision, improved rediscount facilities, and structural changes, our banking system possesses a degree of flexibility and adaptability not hitherto achieved. However, character, leadership and supervision of a high order will be required of bankers and of public officials concerned with banking if the banking system is to serve the emergency adequately during the war and is to be prepared to cope with the problems of post-war adjustment.

PROTECTION OF DEPOSITORS

Protection of depositors in insured banks. As is usual in periods of rapidly increasing bank deposits and sharply advancing prices, few banks experienced financial difficulties during the year 1941. Financial disbursements by the Corporation to protect depositors were made in connection with only 15 banks with 73,000 depositors and aggregate deposits of \$30 million. The disbursements of the Corporation amounting to \$23 million afforded full protection to all but 241 depositors. The closing of the largest of the 15 banks, an institution with deposits

of \$11 million, was occasioned by the action of a State banking department following the order of the Federal Government revoking the license of that bank, controlled by enemy aliens, to do business. It is estimated that the loss to the Corporation from its deposit insurance activities for the year will amount to only \$2 million and that the loss to depositors will be about \$35,000. The name and location of the insured banks placed in receivership or merged with the financial aid of the Corporation during 1941, together with data respecting their assets and liabilities and the Corporation's disbursements, are presented in Tables 138 to 141, pages 180 to 183.

During the eight years of Federal insurance of bank deposits—January 1, 1934, to December 31, 1941—370 insured banks with deposits of \$468 million were merged with the financial aid of the Corporation or suspended and were put into liquidation. The Corporation disbursed \$239 million to protect 1,200,000 depositors in these 370 banks and expects to lose about \$47 million, 20 percent of its disbursements, or about 10 percent of the deposits of the banks. Figures are presented in Table 1.

Table 1. LOSSES AND DISBURSEMENTS IN CONNECTION WITH INSURED BANKS IN FINANCIAL DIFFICULTIES, 1934-1941

	Total 1934-1941	Banks closed or merged in 1941
Number of banks.....	370	15
Estimated loss to depositors.....	\$2,801,000	\$35,000
Estimated loss to the Federal Deposit Insurance Corporation.....	46,598,000	2,086,000
Disbursements by the Federal Deposit Insurance Corporation.....	239,429,000	23,307,000

Depositors' losses in these banks are estimated at about \$3 million, or less than 1 percent of total deposits. Summary figures relating to depositors' losses and recoveries are given in Table 2.

Table 2. DEPOSITORS' RECOVERIES AND LOSSES IN INSURED BANKS IN FINANCIAL DIFFICULTIES, 1934-1941

Number of depositors.....	1,206,419
Depositors suffering no loss.....	1,173,516
Depositors suffering loss:	
Claims filed but recoveries from liquidation inadequate ¹	4,703
Claims not filed within period prescribed by law.....	28,200
Amount of deposits.....	\$468,350,000
Estimated recoveries by depositors.....	465,424,000
Estimated losses by depositors filing claims ¹	2,801,000
Estimated losses because of failure to file claims.....	125,000

¹ 1,497 depositors will lose an estimated \$2,616,000 of their deposits in accounts which exceeded the limit of \$5,000 insurance and which were not otherwise protected; and 3,206 depositors will lose about \$185,000 in accounts which had been restricted or deferred prior to 1934 or were otherwise ineligible for insurance protection.

Excluding those depositors who were fully protected by insurance but did not file claims or who could not be located by the Corporation's representatives, less than 5,000 depositors will suffer any loss at all. In 269 of the 370 banks not a single depositor who filed a claim will suffer any loss.

By the close of the year, 28,200 depositors with deposits totaling \$125,000, who originally were fully protected by insurance but who could not be located or who failed to claim their accounts within the time prescribed by law, were barred from further insurance protection. For the most part their accounts were dormant and had been abandoned or forgotten by their owners. Most of the accounts were small; many amounted to less than one dollar. The Banking Act of 1935 provides that, if any depositor who has been given at least three months' notice—either by mailing to his last known address or by publication—shall fail to claim his insured deposits within eighteen months after appointment of the receiver the rights of such depositor against the Corporation as insurer shall be barred.¹

Method of providing insurance protection. The Corporation protects depositors in insured banks in financial difficulties (1) by advancing cash to the banks to replace poor assets, where such action will facilitate mergers with other banks, or (2) by paying off depositors, up to \$5,000 per depositor, in insured banks which close without making adequate provision for payment of depositors. Disbursements under the two methods of dealing with insolvent or hazardous insured banks during the past eight years are presented in Table 3.

Table 3. DISBURSEMENTS OF THE CORPORATION IN CONNECTION WITH BANKS IN FINANCIAL DIFFICULTIES, 1934-1941

	Number of banks			Amount of disbursement (in millions)		
	Total	Placed in receivership	Merged	Total	Insured deposits paid ¹	Loans and assets purchased
Total.....	370	234	136	\$239	\$79	\$160
1941.....	15	8	7	23	12	11
1940.....	43	19	24	74	5	69
1939.....	60	32	28	68	26	42
1938.....	74	50	24	30	9	21
1937.....	75	50	25	19	12	7
1936.....	69	42	27	15	8	7
1935.....	25	24	1	9	6	3
1934.....	9	9	.....	1	1	.....

¹ In addition, the Corporation disbursed \$931,000 to purchase assets from the liquidators of 26 insured banks in receivership.

Detailed figures for 1941—See Table 138, page 180, and Table 141, page 183.

¹ Depositors in insured banks placed in receivership prior to the Banking Act of 1935 can continue to claim protection from the Corporation until the termination of the receiverships of those banks, or until termination otherwise of their right to file claims against the receiver and thus their right to subrogate their claims to the Corporation. The receiverships of 12 of the 24 banks which closed prior to August 23, 1935, had not been terminated by the close of 1941.

Of the 370 banks aided or closed, 136 with deposits of \$368 million were merged with no interruption of operations and without loss to depositors, while 234 banks with deposits of \$100 million were placed in receivership.¹ In all, nearly 98 percent of the deposits have been made available promptly to depositors, while payment of only 2 percent of the deposits has been dependent upon the course of liquidation of the banks in receivership. The percentage of deposits protected in banks closed because of financial difficulties was much higher than the percentage of deposits estimated to be insured in operating banks. The difference was due particularly to the high protection (averaging more than 95 percent of deposits) of depositors in the large banks which closed or merged as compared with the 50 percent estimated to be insured in operating banks of comparable size. A comparison of insurance protection in operating banks and of the protection in banks merged or placed in receivership because of financial difficulties, with the banks grouped by amount of deposits, is shown in Table 4.

Table 4. PERCENT OF DEPOSITS INSURED IN OPERATING INSURED BANKS AND PROTECTED IN INSURED BANKS IN FINANCIAL DIFFICULTIES
BANKS GROUPED BY AMOUNT OF DEPOSITS

	Insured in operating banks ¹	Protected in banks in financial difficulties ²		
		All banks	Banks placed in receivership	Banks merged
All banks	39.7%	97.7%	89.2%	100.0%
Banks with deposits of—				
\$100,000 or less.....	95.9	97.0	96.2	100.0
\$100,000 to \$250,000.....	92.3	96.9	96.0	100.0
\$250,000 to \$500,000.....	88.8	96.4	94.0	100.0
\$500,000 to \$1,000,000.....	84.7	93.8	87.8	100.0
\$1,000,000 to \$2,000,000.....	79.5	98.1	93.4	100.0
\$2,000,000 to \$5,000,000.....	72.9	97.3	84.4	100.0
\$5,000,000 to \$10,000,000.....	64.9	100.0	.....	100.0
\$10,000,000 to \$50,000,000.....	49.9	97.9	85.0	100.0
More than \$50,000,000.....	23.5	.....	.....	.....

¹ Estimated as insured in both insured commercial and mutual savings banks on September 24, 1941.

² Protected by insurance, security, offsetting claims, or priority over claims of other depositors in banks placed in receivership, 1934-1941; protected by terms of merger agreements in banks merged with financial aid of FDIC, 1935-1941.

Procedure for providing insurance protection. In the case of mergers and consolidations the Corporation has used two types of contract: (1) it makes a loan, taking as collateral all of the assets which are not taken by the absorbing bank; (2) it purchases assets with an agreement to return to the bank any cash collected above (a) the amount of the purchase price of the assets, (b) expenses incurred, and (c) a reasonable return on the investment equivalent to

¹ While the depositors are protected against loss in the case of mergers, the stockholders are not and receive no collections on their investment until after the Corporation has been reimbursed for expenses incurred and has been paid off in full with interest.

interest at 4 percent. This latter method was used in all of the seven banks merged in 1941. The amount of the disbursement by the Corporation is always the amount necessary to make up the deficiency between the amount of liabilities assumed and the value of the absorbed bank's acceptable assets taken over by the absorbing bank. Under the terms of the contract with the bank which is aided, the Corporation has control of the liquidation and disposition of the assets acquired by it from the bank.

Except where the Corporation is delayed by legal proceedings payment to depositors is started in insured banks which suspend and are placed in receivership as soon as the records for the payments can be prepared. Ordinarily insured deposits are made available within from 10 to 14 days after the actual closing of the bank.¹ In most cases the Corporation's representatives are sent in immediately following appointment of the receiver to verify the records and make arrangements to pay off insured depositors. As soon as these arrangements have been completed the Corporation notifies depositors by mail, posters, and advertisements of its readiness to pay all insured deposits. Thereafter payments are made as rapidly as depositors present and prove their claims. The procedure for presenting and proving claims has been so simplified that it imposes no greater effort on depositors than is ordinarily involved in the closing of a deposit account in an operating bank. Figures regarding payment of deposits in insured banks in receivership are given in Table 5.

Table 5. PAYMENT OF DEPOSITS OF INSURED BANKS PLACED IN RECEIVERSHIP, 1934-1941

	Total	Paid by Dec. 31, 1941 ¹	Unpaid on Dec. 31, 1941
Deposits—total	\$100,640,000	\$94,216,000	\$6,424,000
Insured.....	79,998,000	78,867,000	1,131,000
Secured, preferred, and subject to offset.....	9,865,000	9,297,000	568,000
Deposits in excess of \$5,000 not otherwise protected.....	9,621,000	5,408,000	4,213,000
Restricted or otherwise uninsured.....	1,031,000	644,000	387,000
Unclaimed.....	125,000		125,000

¹ Payments made both by the Federal Deposit Insurance Corporation and by receivers.
Detailed figures—See Table 141, page 183.

By the close of 1941, 94 percent of the \$100 million of deposits in insured banks placed in receivership had been paid to depositors. It is estimated that about \$3.6 million additional payments will be made and that depositors will lose about \$2.8 million.

¹ In a few cases delays have been longer due to the legal provisions of some States which require a waiting period before appointment of a receiver. Dates of suspension and of commencing payment of insured claims in banks placed in receivership during 1941 are given in Table 139, page 181.

Losses and recoveries of the Corporation. Insurance losses in the 370 banks are estimated at \$47 million: 10 percent of total deposits and slightly less than 20 percent of total disbursements.¹ In the banks placed in receivership, the Corporation estimates losses will be about 20 percent of total deposits compared with losses of 7 percent of total deposits of the banks merged. Out of the \$239 million of disbursements made during the past eight years in protecting depositors and assets, \$114 million had been repaid to the Corporation by the end of 1941. This is more than one-half of the amount which it expects to recover.

The distribution of banks in which the Corporation has made disbursements, according to the progress of liquidation and the percent of repayment to the Corporation on its subrogated claims and loans, is shown in Table 6.

Table 6. REPAYMENTS TO THE CORPORATION AS OF DECEMBER 31, 1941, OF DISBURSEMENTS IN CONNECTION WITH INSURED BANKS IN FINANCIAL DIFFICULTIES

	Liquidation completed ¹			Liquidation not completed		
	Total number of banks	Banks in receivership	Banks merged	Total number of banks	Banks in receivership	Banks merged
Total	84	61	23	286	173	113
Repayments to the Corporation						
100 percent.....	50	28	22	36	32	4
75 to 99 percent.....	24	23	1	71	50	21
50 to 74 percent.....	8	8	.....	91	48	43
25 to 49 percent.....	1	1	.....	54	19	35
Less than 25 percent.....	1	1	.....	26	16	10
None.....	.....	.....	.....	8	8	.....

¹ Excludes cases in which assets purchased by the Corporation to facilitate termination of receiverships or repayment of loans were not yet liquidated.

NOTE: In banks placed in receivership, repayments consist of amounts received from receivers by the Corporation on insured depositors' claims to which it has been subrogated; in banks merged, repayments consist of amounts collected from disposal of assets after deducting expenses incident to the transaction.

Of the 234 insured banks placed in receivership from 1934 to 1941, 61 were completely liquidated by the end of that period according to the records of the Corporation. This number does not include seven banks whose receiverships had been terminated but the residue of whose assets had been purchased by the Corporation and was not yet liquidated. Of the 61 banks, 28 made full repayment to the Corporation on its subrogated claims, 14 with interest.

¹ Figures of Corporation losses include expenses for which the Corporation is not reimbursed, incurred by the Corporation in connection with payment of claims and liquidation of assets. They do not, of course, include ordinary administrative expenses of the Corporation.

Detailed figures are as follows:

	Banks in receivership	Banks merged
Disbursements of principal.....	\$79,798,000	\$160,561,000
Estimated losses.....	19,677,000	26,922,000
Net collections to December 31, 1941.....	44,120,000	69,861,000

Of the 136 loan and purchase transactions, 23 were closed by December 31, 1941. In 22 of these cases all expenses incurred by the Corporation were repaid and collections were sufficient to repay the principal of the loan with interest. In all but 2 of the 22 cases the Corporation received a rate of return on its disbursement equivalent to 4 percent. In the remaining case collections after deductions of expenses amounted to 96 percent of the principal of the loan. All of the 23 cases involved small banks, the total of the Corporation's disbursements amounting to only \$1.3 million.

During the past three years, the Corporation has exercised its power to purchase assets from the receivers of closed insured banks in order to facilitate the termination of the receiverships. Assets were purchased from the receivers of 26 banks at a cost to the Corporation of \$931,000—\$835,000 from 14 banks prior to 1941 and \$96,000 from 12 banks during 1941.

Receivership activities of the Corporation. At the close of 1941, the Corporation was acting as receiver for 62 of the 166 insured banks in receivership. It was receiver for 14 national banks with deposits at time of suspension aggregating \$13.5 million and for 48 State banks with deposits aggregating \$11.4 million. The Corporation, as principal creditor through its subrogation to insured depositors' claims, maintains close contact with the receivers of the remaining 104 State banks with deposits at time of suspension of \$62.6 million and assists as much as possible in promoting efficient liquidation of those banks.

SUPERVISORY ACTIVITIES OF THE CORPORATION

Supervisory authority and policy. The Federal Deposit Insurance Corporation was established to protect bank depositors from losing money through bank failures. The Corporation believes that whenever possible this protection should be provided through preventive action rather than by paying off depositors after failure. The policies of the Corporation have been developed to make as effective use as possible of the provisions of the deposit insurance law designed for this purpose.

The Corporation examines insured banks not subject to examination by the Office of the Comptroller of the Currency or the Federal Reserve authorities, and reviews reports of examinations of insured banks made by those Federal agencies. It has the authority to terminate the insured status of any bank which continues to engage in unsafe or unsound banking practices or in violations of law or regulations. Noninsured banks which wish to become insured as banks not members of the Federal Reserve System, and insured banks not

members of the Federal Reserve System which wish to establish or relocate branches, must obtain the approval of the Corporation; and in considering applications for these purposes the Corporation is required to take into account the financial history and condition of the bank, the adequacy of its capital structure, its future earnings prospects, the character of its management, the convenience and needs of the community, and the consistency of its corporate powers with the purposes of deposit insurance. Insured banks not members of the Federal Reserve System must obtain the approval of the Corporation before reducing or retiring capital. Any insured bank must obtain the approval of the Corporation before assuming the deposit liabilities of, or consolidating or merging with, a noninsured bank. The Corporation is required to issue regulations regarding the payment of interest on deposits in insured banks not subject to similar regulations issued by the Board of Governors of the Federal Reserve System, and is authorized to issue such other regulations as are necessary to carry out its functions.

In carrying out its functions the Corporation has sought to increase rather than lessen the assumption of responsibilities by bank officers and directors over their own institutions. An important Government function like bank supervision may wisely be based on a conservative conception of the power of supervision. Supervision cannot be a substitute for strong and effective management of the individual units which form the system; it cannot cause banks to make loans or buy securities, or prevent mistakes in either of these actions. The aim of supervision must be to secure the continuous operation of banks, equipped and willing to bear the risks inherent in the extension of credit, and managed by responsible persons whose judgment of credit risks is based upon adequate information and a definite policy of maintaining the solvency of the banks under adverse as well as favorable conditions.

Unsound banking practices and violations of law or regulations are called to the attention of the officers and directors of the banks. When informal efforts fail to bring about corrections the Corporation initiates proceedings to terminate the insurance of the bank.

Bank examinations. The Corporation's most important activity in the maintenance of sound banks centers around the examination of and the review of examinations of banks. From the beginning of its operations in September 1933 to the close of 1941 the Corporation conducted nearly 70,000 examinations of banks. The Corporation has also examined the trust departments of the banks examined by it. In addition, the Corporation has reviewed examinations of banks and of their trust departments made by other Federal bank supervisory agencies.

All of the examinations of banks, except 176, were examinations of insured banks not examined by other Federal bank supervisory agencies.¹ Permission to conduct the 176 examinations was granted by the Comptroller of the Currency in the case of national banks and by the Board of Governors of the Federal Reserve System in the case of banks members of that system. These 176 examinations were made in connection with the following circumstances: actions against banks believed to be engaged in unsafe or unsound practices or violations of law or regulations; negotiations of loans to facilitate the merger of insolvent or hazardous banks; applications for insurance from banks wishing to withdraw from the national or Federal Reserve systems but to continue their insured status; proposed consolidations of a national bank with an insured bank not a member of the Federal Reserve System or with a bank applying for insurance as a nonmember bank.

During 1941, the Corporation conducted the following examinations of banks:

6,781 regular examinations of insured State banks subject to examination by the Corporation;

169 additional examinations of insured banks subject to examination by the Corporation believed to be engaged in unsafe or unsound practices, or to be insolvent, or otherwise to require special attention;

141 examinations and investigations of banks applying for admission to insurance (including 13 banks wishing to withdraw from the national or Federal Reserve systems but to continue to be insured), to change location, or for permission to establish or change location of branches;

6 examinations of insured banks not regularly subject to examination by the Corporation but believed to be engaged in unsafe or unsound practices or to be insolvent;

2 examinations of national banks in connection with proposed consolidations not requiring financial assistance from the Corporation;

998 examinations of trust departments of banks.

In addition to these examinations the Corporation in 1941 reviewed 7,263 reports of examinations of insured banks and 2,125 reports of examinations of trust departments made by other Federal agencies.

Unsafe and unsound banking practices and violations of law or regulations. The ultimate sanction which may be resorted to by the Corporation to check the development of unsound practices is to

¹ Insured national banks are examined by the Comptroller of the Currency and insured State banks members of the Federal Reserve System by the Federal Reserve banks.

terminate the insured status of banks which continue to engage in such practices. Up to the close of 1941, the Corporation took action against 110 banks for engaging in unsafe and unsound banking practices or violations of law or regulations. In 15 of these cases the practices were eliminated; in 82 cases banks ceased operations, by suspension, absorption, or succession; and in 4 cases the insured status of the bank was terminated for failure to make corrections. Two of these four banks have also suspended operations. Nine cases were pending at the close of 1941.

During the year 1941, proceedings were initiated against 14 banks (including a case in which a pending action was terminated and replaced by a new action during the year), and continued in 6 cases which were pending at the beginning of the year. Of the 20 cases, 11 were completed during the year. Further figures, both for the year 1941 and for the entire period since the effective date of the Banking Act of 1935, are given in Table 7.

Table 7. ACTION TO TERMINATE INSURED STATUS OF BANKS CHARGED WITH ENGAGING IN UNSAFE OR UNSOUND PRACTICES OR VIOLATIONS OF LAW OR REGULATIONS, 1936-1941

	Total cases 1936-1941 ¹	Cases in 1941	
		Pending beginning of year ²	Started during year
Total banks against which action was taken	110	6	14
Cases closed during period	101	5	6
Corrections made.....	15		
Insured status terminated or date for such termination set by Corporation, for failure to make corrections:			
Bank suspended prior to or on date of termination of insured status ³	6		1
Bank continued in operation ⁴	3		
Banks suspended prior to termination of insured status by Corporation.....	31	1	1
Banks absorbed or succeeded by other banks.....	46	4	4
Cases pending December 31, 1941	9	1	8
Deferred pending consummation of merger plans.....	5	1	4
Deferred pending results of hearing.....	2		2
Deferred pending results of reexamination.....	2		2

¹ No action to terminate status of any insured bank was taken before 1936. In 4 cases where initial action was replaced by action based upon additional charges, only the later action is included.

² Excludes 1 bank against which action pending at the beginning of 1941 was discontinued in order that a new action could be started.

³ Includes 1 national bank which, in accordance with the provisions of the law, suspended immediately following the action of the Corporation in terminating its insured status.

⁴ One of these banks suspended 4 months after its insured status was terminated.

⁵ In all except 2 of the 46 cases the Corporation made loans to facilitate the mergers or reorganizations.

Detailed figures—See Table 144, page 188.

The banks against which the Corporation proceeded were engaged in various types of unsafe and unsound practices and violations of law or regulations. All of the banks against which action was taken in 1941 were operating with seriously impaired capital. The majority

of them were holding excessive amounts of substandard assets, and were continuing to carry on their books assets which had become worthless, thus failing to disclose a true statement of condition in their reports of assets and liabilities. The majority of these banks were also operated by incompetent or untrustworthy managements. A list of the practices in which the 14 banks were engaged is given in Table 8.

Table 8. UNSAFE OR UNSOUND BANKING PRACTICES AND VIOLATIONS OF LAW OR REGULATIONS CHARGED AGAINST 14 BANKS BY THE CORPORATION DURING 1941

Type of practice or violation	Number of banks charged	Case identification letters
Capital:		
Operation of bank with seriously impaired capital	14	a, b, c, d, e, f, g, h, i, j, k, l, m, n
Operation of bank with inadequate capital funds	4	b, e, k, l
Management and general practices:		
Lax credit and collection policies	3	a, c, d
Continued carrying of losses in bank's assets, failing to disclose true statement of condition	10	c, d, e, f, g, h, j, l, m, n
Operation of bank by weak, hazardous, untrustworthy, or incapable management	8	a, c, d, f, g, k, m, n
Lax investment policy	1	c
Unwarranted and excessive loans to directors, officers, employees, or their interests	2	c, d
Dissipation of earnings through payment of excessive salaries	1	g
Loan and investment practices:		
Excessive volume of past due or nonincome-producing loans	2	c, d
Failure to obtain and maintain current and adequate credit data	1	c
Continued carrying of excessive and illegal loans	1	f
Continued carrying of excessive amounts of other real estate owned and potential other real estate	2	c, d
Excessive volume of assets in Classifications II and III or assets of questionable banking merit ¹	10	a, c, d, e, f, g, h, l, m, n
Excessive volume of assets in Classification IV ¹	8	c, d, e, f, g, h, l, n
Excessive investment in substandard, speculative, and defaulted securities	2	c, d
Carrying of other real estate in excess of maximum time permitted by law	1	d
Miscellaneous:		
Continued violation of law to which bank is subject	1	d
Illegal payment of cash dividend on capital	1	k
Publication of reports of condition which were false and in violation of law	1	k
Causing false entries to a liability account in violation of law	1	k

¹ For method of classifying assets, see Explanatory Note to Part Five, pages 95-96.

Back figures—See the Annual Report of the Corporation for 1940, Table 176, pages 247 to 249.

Other actions regarding banks in an unsound condition.

The Corporation uses its power to terminate the insured status of a bank as an ultimate sanction when other efforts to rectify an unsound situation have been insufficient. For the most part the Corporation attempts by informal action jointly with the appropriate supervisory authority to secure correction of unsafe situations, and these informal efforts are more successful than might otherwise be the case because of knowledge of the Corporation's power to terminate the insured status of a bank.

Most of the banks which suspended operations or were merged with the financial aid of the Corporation, and some of those which were absorbed or went into liquidation without financial aid from the Corporation, did so after informal or formal action by the Corporation regarding unsound banking practices and violations of law. In addition to these cases, a number of banks which were in poor financial condition were rehabilitated through recapitalization plans worked out with the approval of the Corporation. In all, 61 banks considered to be imminent or potential hazards to the banking system were eliminated or rehabilitated during 1941: of which 15 suspended or were merged with the aid of the Corporation, 28 were absorbed or succeeded by other insured banks without financial aid by the Corporation, 12 went into voluntary liquidation and paid off their depositors, and 6 were rehabilitated by capital improvement plans approved by the Corporation.

Admissions to and terminations of insurance. During 1941, the Corporation approved the application for admission to insurance of 80 banks.¹ In addition, 11 banks became insured through the granting of national charters by the Comptroller of the Currency or through admission to membership in the Federal Reserve System. Of the 80 banks approved for admission by the Corporation, 32 were new banks, 30 were banks in operation at the beginning of the year, and 18 were insured banks reorganizing or withdrawing from the Federal Reserve System. A few of the new banks replaced suspended banks, discontinued branches of other banks, or offices of financial institutions not engaged in deposit banking; and the banks in operation at the beginning of the year include a few which were reorganized or incorporated prior to admission to insurance. The application for admission to insurance of one bank was disapproved.

Some of the banks approved for admission to insurance had not opened, or the admission to insurance had not become effective, by the end of the year; and some cases approved during the preceding year became effective during 1941. Further details regarding the applications for admission to insurance are given in Table 142, page 184; and figures regarding banks admitted to insurance are given in Tables 101 and 104, pages 100 and 110.

The insurance of 104 banks terminated during the year. Of these banks, 21 were succeeded by other insured banks. The remaining terminations reflected absorptions of banks by other operating banks, voluntary liquidations, and suspensions. One of the suspensions was a national bank the insured status of which had been terminated by the Corporation.

¹ In two cases, the approval of the Corporation was later rescinded because of changes in the applicants' plans.

Establishment of branches. During 1941, the Corporation approved the applications of 40 banks to establish 48 branches.¹ In addition, 31 branches were opened for business by 25 national and State banks members of the Federal Reserve System. These banks are not required to obtain Corporation approval for establishment of branches. Further details regarding the branches approved by the Corporation are given in Table 142, page 185.

Capital adjustments of banks. Applications for the retirement of capital obligations held by the Reconstruction Finance Corporation, filed by banks required by law to secure the approval of the Federal Deposit Insurance Corporation, were approved in 1941 in amounts aggregating \$15.7 million and disapproved in amounts aggregating \$3.1 million.² These applications were filed by 1,642 banks. Applications for the retirement of capital obligations held by others than the Reconstruction Finance Corporation were approved in amounts aggregating \$1.2 million and were disapproved in amounts aggregating \$0.1 million. The Corporation approved the reduction of par or book value, but not retirable value, of preferred capital obligations (held chiefly by the Reconstruction Finance Corporation) to the extent of \$1.6 million in 13 banks; and the reduction of the par value of common stock to the extent of \$2.3 million in 35 banks. These reductions in value of capital accompanied reductions in values at which assets were carried on the banks' books. The assets had deteriorated in quality; some had become worthless.

From August 23, 1935, to the close of 1941, the Corporation has taken action on approximately 10,000 formal applications from 3,229 banks to approve the retirement or reduction of capital.³ The great bulk of these applications related to the retirement of preferred capital obligations held by the Reconstruction Finance Corporation.

Further details regarding Corporation actions on capital adjustment cases, both for the year 1941 and for the entire period from August 23, 1935, to the end of 1941, are given in Table 143, page 186.

Approval of assumption or release of deposits. Actions of the Corporation on applications of insured banks to assume deposit liabilities of noninsured banks or liabilities of other noninsured financial institutions, to purchase assets in conjunction with assumption of liabilities of other institutions, or to pay or release deposits which had been subordinated or restricted as to payment prior to August 23, 1935, are summarized in Table 143, page 187.

¹ This figure includes applications to continue in operation branches of banks which were being absorbed, and in 3 cases approval of operation of branches established prior to 1941.

² Retirement of capital obligations held by the Reconstruction Finance Corporation, by national banks, State banks members of the Federal Reserve System, and other insured banks in the District of Columbia is not subject to the approval of the Federal Deposit Insurance Corporation. These banks file applications for such approval with other Federal banking authorities.

³ August 23, 1935, was the effective date of the law requiring Corporation approval of retirement of capital of insured banks not subject to the supervision of the other Federal bank supervisory agencies.

Reports from banks. Semi-annual statements of daily deposits were submitted by each insured bank, as required by law, for the purpose of determining the amount of the assessment to be paid for deposit insurance.

Each insured bank was requested to submit, as of September 24, 1941, a report showing its total deposit liabilities, and the amounts of those liabilities in accounts with balances as follows: \$5,000 or less, \$5,000 to \$10,000, \$10,000 to \$25,000, and more than \$25,000.

The Corporation called for reports of assets, liabilities, and capital accounts as of June 30 and December 31, 1941, and for reports of earnings, expenses, and disposition of profits for the calendar year 1941, from each insured bank required by law to submit such reports to the Corporation.¹ The forms used for the reports of assets, liabilities, and capital accounts were those adopted by the three Federal bank supervisory agencies and the majority of the State authorities. In connection with both of these calls a supplementary schedule was requested showing the amount of instalment consumer loans outstanding.

Each insured bank required to submit reports of assets, liabilities, and capital accounts to the Corporation and which operated more than one banking office was also requested to report to the Corporation, as of June 30, 1941, the name and location, and the amount of deposits, of each of its banking offices.

Summaries of the tabulations prepared from these reports are given in this Annual Report, or in pamphlet form, as follows: data from the special call regarding size of accounts, Part Three of this report, pages 63-78; from the two calls for reports of assets, liabilities, and capital accounts in the pamphlets, "Assets and Liabilities of Operating Insured Banks," Report No. 15 and Report No. 16, and in Tables 103 and 110-114 in this report; from the reports for earnings, expenses, and disposition of profits, Tables 125-134 in this report; and from the reports for each office of banks operating more than one office, Tables 105-111 in this report.

LEGISLATION AND EXECUTIVE ORDERS

Federal legislation. The Federal statutes relating to the legal responsibilities of insured banks in handling accounts of a foreign state or central bank were amended by Congress in 1941. The amendment provided that payments or other transactions respecting the property of a foreign state or central bank made in accordance with

¹ Banks required to submit reports to the Corporation are insured banks not members of the Federal Reserve System except those in the District of Columbia and national banks in the possessions.

instructions issued by a person who had been certified by the Secretary of State as the representative of such foreign state or central bank, should constitute lawful discharge of the bank's responsibility. The amendment also provided that the United States District Courts should have exclusive jurisdiction over any legal proceedings against a bank or its officers, directors, or employees arising out of the seizure, possession, or disposition of property of a foreign state or of a central bank thereof.

The Revenue Act of 1941 provided that banks should hereafter be subject to the surtax applicable to the profits of business concerns, in addition to the normal corporation income tax to which they had been previously subject.

The sections of these amendments affecting insured banks or the Federal Deposit Insurance Corporation are given on pages 81-83.

Executive Order regarding civil service status of Corporation employees. By Executive Order of the President dated March 1, 1941, certain professional, scientific, administrative, technical, and other positions not previously covered, were brought into the competitive classified civil service; and the incumbents of these positions and other persons in the service of the Corporation on February 1, 1939, were authorized to acquire a classified civil service status in accordance with civil service regulations. The Executive Order is given on page 84.

State legislation directly affecting the operations of the Corporation. Regular sessions of State legislatures were held during 1941 in 43 States. In five States legislation was enacted which will aid in more effective coordination of the operations of the State banking systems and the Federal deposit insurance system.

In Arkansas the Bank Commissioner, and in Oregon the Superintendent of Banks, were authorized to furnish this Corporation or its examiners copies of all examinations of insured banks made by their departments and to disclose fully to the Corporation information regarding those banks.

In New York, banks and trust companies were authorized to borrow from this Corporation and pledge assets as security and to sell assets to this Corporation when entering into agreements with other banks or trust companies for the assumption of deposit liabilities. This was in line with former action taken to facilitate the extension of this Corporation's loan and merger powers to insured banks.

In North Carolina, trustees were authorized to deposit fiduciary funds in commercial departments of banking institutions, to the extent of the insurance provided by this Corporation, without other security.

In South Dakota, this Corporation was authorized, when acting as receiver or liquidator of a closed insured bank, to borrow from the Corporation on behalf of the bank and pledge assets as security, and to sell assets from the bank to the Corporation in the course of the liquidation. An additional amendment was adopted eliminating requirement for security for deposits of State funds to the extent of the insurance protection provided by this Corporation.

State legislation relating to bank supervision and bank operations. Most of the State legislatures which met during 1941 adopted legislation amending their banking codes. The most important subjects dealt with in this legislation are listed below.

Bank supervisory authority:

- Requiring members of the State Banking Commission to be appointed from a list recommended by the State Bankers Association South Dakota
- Enlarging powers of Banking Advisory Board Ohio
- Establishing a Department of Business Regulation within which the Governor shall appoint the Bank Commissioner Utah
- Changing title of "Department of Trade and Commerce" to "Department of Banking" and of Secretary of the first named to "Director of Banking" Nebraska

Organization of banks of deposit and changes in bank charters:

- Requiring the following additional factors to be taken into consideration in granting bank charters or approving the relocation of a bank, namely: the convenience and needs of the community, and whether the volume of business is sufficient to insure maintenance of solvency of the new or relocated bank Missouri
- Lowering minimum capital requirements in certain places of designated population Georgia, Illinois
- Requiring corporations operating under Banking Department, but not authorized to receive deposits or act as guardian or administrator, to have paid-up minimum capital of \$50,000 in place of 50,000 or more population Arkansas
- Forbidding transfer of bank franchises or charters without approval of Banking Commission Connecticut
- Regulating the conversion of State banks to national banks or vice versa Michigan, Texas

Operations of banks of deposit:

- Amending requirements for reserves against demand and time deposits Arkansas, Connecticut, Delaware, Kentucky, Maine, Maryland, Nevada, New Hampshire, New Jersey, New York, North Dakota, and (by authorized regulation) Ohio
- Amending requirements as to surplus Colorado, Oregon

- Clarifying the statute limiting amount of loans to any one borrower Colorado, Michigan, Missouri, Wisconsin, Wyoming
- Increasing maximum amount of a loan to a municipal corporation Wisconsin
- Amending act relative to loans secured by stock of another bank California
- Authorizing retirement of bank shares of any class, except common, from earnings reserved for the purpose, if at same time a dividend is paid in common shares of equal aggregate par value to those of the shares retired Pennsylvania
- Amending method of valuing shares of bank stock for taxation, by providing that surplus and reserve shall not be considered as adding to value of capital stock New Mexico
- Requiring fidelity or bankers blanket bond covering bank officers and employees in lieu of personal security Oklahoma
- Authorizing branch bank agencies "to make loans and do a general banking business" in addition to former powers New Mexico
- Defining liability of banks for payment of forged or raised checks New York, Ohio, Pennsylvania
- Requiring three reports (formerly four) each year to Department of Banking Nebraska
- Banks in financial difficulties or receivership:**
- Expediting collection of assessments to restore impaired capital Nebraska, Nevada
- Authorizing Department of Banking to act as receiver, if appointed by court, where liquidation is conducted as a judicial proceeding Nebraska
- Empowering Bank Commissioners to fix counsel fees in bank receiverships, subject to court review Maryland
- Additional action relative to repeal of "superadded liability" of bank stockholders Nebraska, North Dakota, Utah, Washington
- Providing a statute of limitations against enforcement of "superadded liability" of bank stockholders Illinois
- Trust funds and fiduciary institutions:**
- Handling of common trust funds Arizona, Florida, Massachusetts, Michigan, South Dakota
- Amending (mostly enlarging) list of eligible investments for trust funds California, Connecticut, Delaware, New Hampshire, Ohio
- Authorizing trust companies to deposit funds belonging to more than one trust in one account in any banking institution to credit of said trust company as trustee Wisconsin
- Authorizing banking institutions with trust powers to cause securities held in a fiduciary capacity to be registered in the name of a nominee, but holding the institution liable for any loss through such nominee New Hampshire, Wisconsin

Instalment loans or small loan institutions:

- Enabling banks and trust companies to make personal instalment loans Florida
- Amending personal instalment loan statutes applicable to commercial or savings banks¹. Nebraska, New Jersey, New York, Ohio, Wyoming
- Authorizing the establishment of industrial or Morris Plan banks and regulating their operation. Arkansas
- Amending statutes relative to industrial and Morris Plan banks. Colorado, Massachusetts, Michigan, Nebraska, Texas
- Increasing powers or supervision of credit unions Kansas, Maine, Maryland, Minnesota, Oklahoma, Ohio, Oregon, Tennessee, Texas, Virginia

Bank borrowers:

- Amending penalty for making false statement to obtain credit. Wisconsin

OPERATING STATEMENT OF THE CORPORATION

Organization and staff. No changes in the directorship of the Corporation occurred during 1941. Mr. Leo T. Crowley continued as Chairman; Mr. Phillips Lee Goldsborough and Mr. Preston Delano, Comptroller of the Currency, continued as Directors throughout the year.

The number of officers and employees in each division of the Corporation on December 31, 1941, is given in Table 9.

Table 9. OFFICERS AND EMPLOYEES OF THE CORPORATION, DECEMBER 31, 1941

	Total	Officers and administrative, supervisory, and technical employees	Clerical, stenographic and custodial employees
Total	2,538	688	1,850
<i>Washington office—total</i>	531	144	337
<i>District and field offices—total</i>	2,007	544	1,463
Directors and aides	23	8	15
Legal Division	34	16	18
Division of Examination	584	419	165
<i>Washington office</i>	34	16	18
<i>District and field offices</i>	550	403	147
Division of Liquidation	1,623	211	1,412
<i>Washington office</i>	166	70	96
<i>District and field offices</i>	1,457	141	1,316
Division of Finance and Administration	217	17	200
Division of Research and Statistics	57	17	40

¹ Nebraska and Wyoming statutes are applicable also to instalment loans made by institutions other than commercial and savings banks.

The personnel increased by 611 during the year and on December 31, 1941, consisted of 2,538 officers and employees, of whom 531 were located in the main office in Washington and 2,007 in the field and at regional offices.

The increase in personnel during the year occurred chiefly in the Division of Liquidation. The increase resulted from the expansion of the work of the Corporation in connection with the payment of insured deposits in closed banks, liquidation of banks for which the Corporation was receiver, and the liquidation of assets purchased by the Corporation or taken over as collateral on loans made by it.

The organization chart of the Corporation as of December 31, 1941, is shown on page 5.

The Corporation maintains 12 district offices. The States included in each district, and the cities in which the district offices are located, are given below.

District 1	... Maine, New Hampshire, Vermont, Massachusetts, Rhode Island, Connecticut	Boston
District 2	... New York, New Jersey, Delaware, Puerto Rico, Virgin Islands	New York
District 3	... Ohio, Pennsylvania	Columbus
District 4	... Maryland, District of Columbia, Virginia, West Virginia, North Carolina, South Carolina	Richmond
District 5	... Georgia, Florida, Alabama, Mississippi, Louisiana	Atlanta
District 6	... Kentucky, Tennessee, Missouri, Arkansas	St. Louis
District 7	... Indiana, Michigan, Wisconsin	Madison
District 8	... Illinois, Iowa	Chicago
District 9	... Minnesota, North Dakota, South Dakota, Montana	St. Paul
District 10	... Nebraska, Kansas, Oklahoma, Colorado, Wyoming	Kansas City, Mo.
District 11	... Texas, New Mexico, Arizona	Dallas
District 12	... Idaho, Utah, Nevada, Washington, Oregon, California, Alaska, Hawaii	San Francisco

Income and expenses. Total income of the Corporation for the entire period of its existence through December 31, 1941, amounted to \$336.5 million, of which \$262.5 million were received from assessments paid by insured banks and \$74.0 million were from income and profits on investments. Administrative expenses of the Corporation were \$25.7 million and charges on account of insurance expenses and estimated losses were \$46.6 million. Accumulated surplus of the Corporation on December 31, 1941, was \$264.2 million. The chief items of income and expense of the Corporation for each year since beginning operations are shown in Table 10.

**Table 10. INCOME AND EXPENSES OF THE CORPORATION
SINCE BEGINNING OPERATIONS¹**
(In millions of dollars)

	Income			Expenses			Net income added to surplus
	Total	Deposit insurance assess- ments ²	Investment income and profits	Total	Deposit insurance losses and expenses	Adminis- trative expenses ³	
1933-1941	336.5	262.5	74.0	72.3	46.6	25.7	264.2
1941....	62.0	51.4	10.6	5.8	2.1	3.7	56.2
1940....	55.9	46.2	9.7	17.6	14.0	3.6	38.3
1939....	51.2	40.7	10.5	18.3	14.9	3.4	32.9
1938....	47.8	38.3	9.5	7.5	4.5	3.0	40.3
1937....	48.1	38.8	9.3	7.3	4.6	2.7	40.8
1936....	43.8	35.6	8.2	5.7	3.2	2.5	38.1
1935....	20.7	11.5	9.2	5.7	3.0	2.7	15.0
1933-34 ⁴ ...	7.0	.....	7.0	4.4	.3	4.1 ⁵	2.6

¹ Figures of total expenses, deposit insurance losses and expenses, and net income added to surplus for years prior to 1941 differ from those shown in previous Annual Reports because of revisions in estimates of losses allocated to the different years.

² Assessments collected from insured banks, members of the temporary insurance funds, were credited to their accounts in total at the termination of the temporary funds, being applied toward subsequent assessments under the permanent insurance fund and resulting in no income to the Corporation from assessments for the term of the temporary insurance funds.

³ Includes furniture, fixtures, and equipment purchased and charged off.

⁴ Includes expenses from date of organization, September 11, 1933, to December 31, 1934.

⁵ After deducting portion of expenses and losses charged to banks withdrawing from the temporary funds on June 30, 1934.

Total income for the calendar year 1941 was \$62.0 million, of which \$51.4 million represented assessments and \$10.6 million interest on investments—net after provision for amortization of premiums, interest on loans and subrogated claims, and other interest received. Total losses and expenses for the year amounted to \$5.8 million, of which \$2.1 million were insurance losses and expenses and \$3.7 million were administrative expenses and other charges. The surplus of the Corporation was increased by \$57.5 million during the year, reflecting net income of \$56.2 million and adjustments to surplus, applicable to prior periods, of \$1.3 million.

A detailed statement of income and expenses of the Corporation for the year 1941 is given in Table 11.

Claims held by Corporation against suspended and merged banks. On December 31, 1941, the Corporation held subrogated and pending claims of depositors against closed banks, loans to merging banks made to avert or reduce losses, and other assets acquired through bank suspensions and mergers amounting at face value to a total of \$125.4 million. The reserve for losses against these claims and assets amounted to \$43.6 million on December 31, 1941, and the assets were carried at a net or appraised value of \$81.7 million.¹

¹ The reserve for losses of \$43.6 million given above is less than the amount of estimated losses of \$46.6 million, given in Tables 1 and 10 and on pages 19 and 32, by the amount of expenses and realized losses charged off.

Table 11. INCOME AND EXPENSES OF THE FEDERAL DEPOSIT INSURANCE CORPORATION, CALENDAR YEAR 1941

Income:		
Deposit insurance assessments	\$ 51,396,519.71	
Interest earned on securities (less provision for amortization of premiums)	10,628,638.59	
Other interest received	18,415.63	
Total income		\$ 62,043,573.93
Expenses:		
Deposit insurance losses and expenses	\$ 2,145,261.70	
Administrative expenses (see below)	3,634,855.94	
Furniture, fixtures, and equipment purchased and charged off	60,360.65	
Total expenses		\$ 5,840,478.29
Net income added to surplus		\$ 56,203,095.64
Surplus December 31, 1940:		
As previously reported	\$206,685,274.23	
Plus—net adjustments applicable to periods prior to Jan. 1, 1941	1,311,533.00	
Surplus as adjusted December 31, 1940		\$207,996,807.23
Surplus December 31, 1941		\$264,199,902.87

DISTRIBUTION OF ADMINISTRATIVE EXPENSES

Salaries	\$ 2,664,907.47	
Professional services	31,844.88	
Services of other governmental agencies	2,764.32	
Transportation	128,380.88	
Subsistence	393,274.49	
Office rental	281,183.19	
Printing, stationery, and supplies	96,992.99	
Postage, telephone, and telegraph	35,730.22	
Insurance and fidelity bond premiums	1,266.21	
Safekeeping and service charges on securities	118.61	
Subscriptions	7,406.58	
Equipment rental	8,845.94	
Repairs and alterations	20,123.51	
Transportation of things	2,177.76	
Miscellaneous	4,744.48	
		\$ 3,679,761.53
Less:		
Miscellaneous income and other credits applicable to reduction of administrative expenses	\$ 23,663.57	
Inter-departmental expense transfers	21,242.02	\$ 44,905.59
Administrative expenses for the year ending December 31, 1941		\$ 3,634,855.94

As soon as a disbursement in connection with a closed or merged bank is made the Corporation sets up a reserve to cover the loss which its appraisals indicate will result from the transaction. This reserve is deducted from the surplus and appropriate asset accounts in presenting the statement of condition. Periodically, the assets purchased or held as collateral are reappraised, and the progress of the liquidation of banks in receivership is reviewed. Reserves are then revised in accordance with the information obtained.

Assets and liabilities. Condensed balance sheets of the Corporation as of December 31, 1940, and December 31, 1941, are given in Table 13.

Audit. In accordance with the Corporation's policy of having an annual independent audit, the accounts as of June 30, 1941, were audited by Arthur Andersen & Co. The auditors' certificate is given below. The balance sheet of the Corporation as of that date, as shown in the auditors' report, is given in Table 12.

ARTHUR ANDERSEN & CO.

**67 WALL STREET
NEW YORK**

TO THE BOARD OF DIRECTORS,
FEDERAL DEPOSIT INSURANCE CORPORATION:

We have examined the balance sheet of the Federal Deposit Insurance Corporation (a corporation created under Section 12B of the Federal Reserve Act, as amended by Title I of the Banking Act of 1935) as of June 30, 1941, including the related statement of income and expenses for the year ended that date, which statement of income and expenses is summarized under the surplus account in the balance sheet. In connection therewith, we have examined or tested accounting records and other supporting evidence maintained in the Washington office of the Corporation (except the records as to the closed insured banks for which the Corporation is receiver) and have reviewed the system of internal control and the accounting procedures by methods and to the extent we deemed appropriate, but we did not make a detailed audit of the transactions. We did not examine the collateral under loans to merging insured banks nor the documents evidencing ownership of assets purchased from insured banks, which collateral and assets for the most part are held by Liquidating Agents of the Corporation, but we reviewed reports as of recent dates prepared by the Corporation's internal audit department or inventories of assets recently purchased prepared by the Corporation's examiners, covering their verification of such items.

In our opinion, the accompanying balance sheet fairly presents the financial position of the Federal Deposit Insurance Corporation at June 30, 1941, and the results of its operations for the year ended that date.

(Signed) ARTHUR ANDERSEN & Co.

New York, N. Y.,
October 1, 1941.

Table 12. FEDERAL DEPOSIT INSURANCE CORPORATION
BALANCE SHEET—JUNE 30, 1941—FROM AUDITORS' REPORT

ASSETS		
Cash on hand, in transit, and on deposit		\$ 19,632,800.43
United States Government Securities and accrued interest receivable thereon:		
United States Government securities, \$416,416,350 principal amount, stated at cost (\$420,153,797.16) less reserve for amortization of premiums (\$1,611,418.75)	\$418,542,378.41	
Accrued interest receivable	1,449,309.84	419,991,688.25
Assets acquired through bank suspensions and mergers, less collections:		
Subrogated claims of depositors against closed insured banks . .	\$ 33,649,632.04	
Net balances of depositors in closed insured banks, pending settlement or not claimed, to be subrogated when paid—per contra	303,213.58	
Loans made to, and assets purchased from, merging insured banks to reduce or avert deposit insurance losses—		
Loans and recoverable liquidation expenses (Note 1)	53,556,635.98	
Assets purchased under agreements to return any excess recoveries to the selling banks, and recoverable liquidation expenses (Note 1)	39,992,561.41	
Assets purchased, other	689,449.44	
Assets purchased from receivers of closed insured banks	689,110.96	
	<u>\$128,880,603.41</u>	
Less—Reserves for losses	<u>43,925,260.58</u>	84,955,342.83
Furniture, fixtures and equipment, at nominal value		1.00
Deferred charges and miscellaneous receivables		57,535.84
		<u>\$524,637,368.35</u>

NOTES:

(1) Loans to merging insured banks are evidenced by demand notes bearing interest at the rate of 4% per annum, and the Corporation is entitled to a return of 4% per annum with respect to its investments in assets purchased from merging insured banks under agreements to return any excess recoveries to the selling banks. The Corporation follows the practice of taking into income only such amounts of interest and allowable return as are realized after recovery in full of its investments (including recoverable liquidation expenses) in the respective loans and purchased assets, and of recording accrued interest receivable or accrued allowable return in memorandum accounts only.

(2) The Corporation from time to time revises its estimates of probable losses on assets acquired when appraisals are completed or reappraisals are made, and follows the practice of carrying direct to surplus the adjustments of the reserve for losses insofar as such adjustments relate to assets acquired through bank suspensions and mergers which occurred in prior periods. However, in the summary of surplus shown in the foregoing balance sheet, such adjustments (net credit of \$819,776.31) recorded during the year ended June 30, 1941, have been applied in reduction of deposit insurance losses and expenses for the year.

Table 12. FEDERAL DEPOSIT INSURANCE CORPORATION
BALANCE SHEET—JUNE 30, 1941—FROM AUDITORS' REPORT—Continued

LIABILITIES		
Liabilities:		
Accounts payable.....		\$ 120,527.22
Earnest money deposits and collections in suspense, arising from assets acquired through bank suspensions and mergers..		743,166.83
Net balances of depositors in closed insured banks, pending settlement or not claimed—per contra.....		303,213.58
Deferred credits.....		9,280.24
Reserve for expenses of paying insured deposits.....		89,119.73
Total liabilities.....		\$ 1,265,307.60
Capital stock and surplus (The entire capital stock and surplus constitutes a reserve for future deposit insurance losses and related expenses with respect to insured banks. It is estimated that the insured deposits in operating insured banks amounted to approximately \$28.5 billion at June 30, 1941):		
Capital stock, without nominal or par value (nonvoting and not entitled to the payment of dividends)—		
Held by—		
United States Government.....	\$150,000,000.00	
Federal Reserve banks.....	139,299,556.99	
		\$289,299,556.99
Surplus—		
Balance, June 30, 1940.....	\$180,264,574.29	
Net increase in surplus for the year ended June 30, 1941—		
Income—		
Deposit insurance assessments....	\$ 48,734,383.34	
Interest earned on United States Government securities, less provision for amortization of premiums.....	9,800,476.24	
Interest realized on settled loans to merging insured banks and on subrogated claims of depositors (Note 1).....	9,937.53	
	\$ 58,544,797.11	
Expenses—		
Deposit insurance losses and expenses (Note 2).....	\$ 1,011,537.20	
Administrative expenses.....	3,650,379.77	
Furniture, fixtures and equipment purchased.....	74,950.67	
	\$ 4,736,867.64	
Net increase in surplus for the year ended June 30, 1941.....	\$ 53,807,929.47	
Balance, June 30, 1941.....		234,072,503.76
Total capital stock and surplus.....		523,372,060.75
		\$524,637,368.35

(3) Under the provisions of Section 12B of the Federal Reserve Act, as amended by Title I of the Banking Act of 1935 (subsection "o"), the Corporation is authorized and empowered to issue and to have outstanding its notes, debentures, bonds or other such obligations in a par amount determined in accordance with said provisions, which amount as of June 30, 1941, was \$974,601,315.93.

The Secretary of the Treasury, in his discretion, is authorized to purchase any such obligations of the Corporation and is authorized and directed to purchase obligations of the Corporation in an amount not to exceed \$250,000,000 par value whenever in the judgment of the Board of Directors of the Corporation additional funds are required for insurance purposes.

The Reconstruction Finance Corporation, as provided in subsection (b) of section 5e of the Reconstruction Finance Corporation Act, as amended, shall purchase at par value such obligations of the Corporation as are authorized to be issued, upon request of the Board of Directors of the Corporation, whenever in the judgment of said Board additional funds are required for insurance purposes; provided that the Reconstruction Finance Corporation shall not purchase or hold at any time said obligations in excess of \$250,000,000 par value. If the Reconstruction Finance Corporation fails for any reason to purchase any of the obligations of the Corporation, the Secretary of the Treasury is authorized and directed to purchase such obligations in an amount equal to the amount of such obligations the Reconstruction Finance Corporation so fails to purchase.

Table 13. ASSETS AND LIABILITIES OF THE FEDERAL DEPOSIT INSURANCE CORPORATION, DECEMBER 31, 1941, AND DECEMBER 31, 1940

	1941	1940
ASSETS		
Assets acquired through bank suspensions and mergers:		
Subrogated claims of depositors against closed insured banks . . .	\$ 33,207,002.95	\$ 36,012,128.94
Net balances of depositors in closed insured banks pending settlement or not claimed, to be subrogated when paid—contra . . .	1,130,784.07	360,512.94
Loans to merging insured banks to avert deposit insurance losses . . .	48,829,768.23	58,981,488.18
Assets purchased from merging insured banks, to avert deposit insurance losses, under agreements to return any excess recovery to selling banks . . .	41,105,409.16	39,360,309.98
Assets purchased from merging insured banks and receivers of closed insured banks to avert deposit insurance losses	1,079,890.77	1,098,827.16
	\$125,352,355.18	\$135,813,267.20
Less: Reserve for losses	43,611,442.17	43,641,093.81
	\$ 81,740,913.01	\$ 92,172,173.39
Cash on hand and on deposit	19,964,141.20	20,460,790.83
United States Government securities (cost less reserve for amortization of premiums) and accrued interest receivable . .	453,892,071.94	384,513,854.80
Furniture, fixtures, and equipment	1.00	1.00
Deferred charges and miscellaneous assets	65,086.26	61,872.29
Total assets	\$555,662,213.41	\$497,208,692.31
LIABILITIES		
Current liabilities:		
Accounts and assessment rebates payable	\$ 172,955.96	\$ 90,810.45
Earnest money deposits and collections in suspense arising from subrogated claims of depositors, loans to merging insured banks, and assets purchased	727,677.90	672,703.30
Net balances of depositors in closed insured banks pending settlement or not claimed—contra	1,130,784.07	360,512.94
Unused credits for assessments paid to temporary Federal Deposit Insurance funds and prepaid assessments		1,696.48
Deferred credits	13,510.84	362.41
Reserve for deposit insurance expenses	117,824.78	97,775.51
Total liabilities	\$ 2,162,753.55	\$ 1,223,861.09
CAPITAL		
Capital stock:		
United States	\$150,000,000.00	\$150,000,000.00
Federal Reserve banks	139,299,556.99	139,299,556.99
	\$289,299,556.99	\$289,299,556.99
Surplus—(see Table 11)	264,199,902.87	206,685,274.23
Total capital	\$553,499,459.86	\$495,984,831.22
Total liabilities and capital	\$555,662,213.41	\$497,208,692.31

PART TWO

DEPOSIT INSURANCE AND BANKING DEVELOPMENTS

ASSETS AND LIABILITIES OF INSURED COMMERCIAL BANKS

Changes during 1941. On December 31, 1941, insured commercial banks reported total assets of \$76.8 billion and deposits of \$69.4 billion, the largest amounts ever reported by those banks. Assets and deposits each increased during the year by about \$6 billion, or 9 percent.

The growth in bank assets and bank deposits during 1941 reflected primarily the participation of the banks in the financing of defense and war activities. Nevertheless, the rate of growth in assets was about the same, and the rate of growth in deposits somewhat less, than the average annual rate during the preceding seven years of deposit insurance.

The total capital accounts of the banks, or stockholders' net worth, increased by \$0.2 billion during 1941. This increase, which amounted to 2.5 percent, was not commensurate with the growth in total assets nor with the growth in total deposits. Neither was the increase in total capital accounts commensurate with the growth in the banks' loans and securities other than United States Government obligations.

Changes during 1934-1941. During the eight years of Federal insurance of bank deposits, total assets of insured commercial banks increased by 94 percent, and deposits by 119 percent. This increase in assets and deposits was associated with the following factors:

- Purchase of monetary metal (chiefly imported gold) by the United States Treasury;
- Financing by the banks, through purchase of Government obligations, of a part of the Federal Government deficit;
- Financing by the banks, through an increase in loans, of expanding production and of inventory accumulation by business enterprises;
- Financing by the banks of expanding consumer purchases;
- An increase in interbank obligations;
- Admission to insurance of banks operating but not insured January 1, 1934, or which had been closed and were re-opened subsequent to that date.

The influence of each of the first two of these factors was approximately as great as that of the other four combined in bringing about an increase in bank assets and bank deposits. Purchase of monetary metal by the Treasury was at its peak in 1939 and 1940, reflecting heavy gold imports resulting from the flight of capital from foreign countries

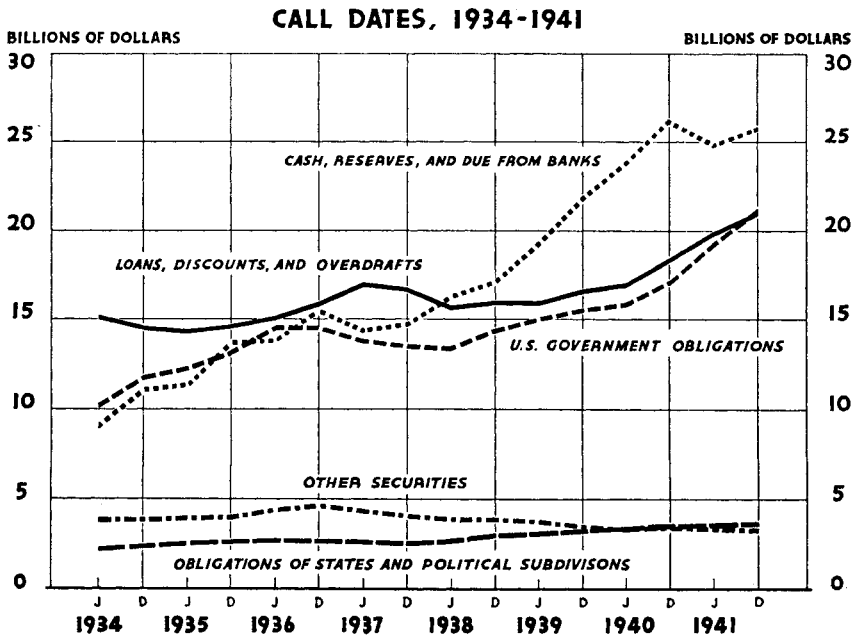
in the war zones and the use by foreign governments of their gold reserves to purchase military equipment and materials in this country. In 1941 purchase of monetary metal was of relatively small importance, while purchase by the banks of United States Government obligations was much greater than in any previous year since 1934, and other financing was the largest of any year since establishment of deposit insurance.

The capital accounts of insured commercial banks increased by 15 percent during the 8-year period. At the close of 1941, the banks had less capital, relative to total assets, and also relative to loans and securities other than United States Government obligations, than at any previous time since the beginning of deposit insurance.

TYPES AND QUALITY OF BANK ASSETS

The principal types of assets of insured commercial banks as of the middle and close of each year, 1934-1941, are shown in Chart A. The figures for the middle of each year are presented in Table 113, pages 126 to 129.

CHART A PRINCIPAL ASSETS OF INSURED COMMERCIAL BANKS



Types of assets. The assets of commercial banks may be divided into two broad groups. One of these groups includes cash and reserves (including balances with other banks) and other assets most readily convertible into cash or reserves, that is, obligations of the United States Government. On the whole, the assets in this group yield either no income or a relatively low rate of income to the banks and are subject to a relatively small risk of deterioration.¹ The other group consists of invested assets other than obligations of the United States Government, and includes loans and discounts, securities of business concerns and of States and political subdivisions, and fixed and miscellaneous assets. It is from this group of assets that the banks derive the major part of their earnings; and the assets which banks have written off in the past because of default or depreciation in value have come for the most part from this group. The amounts and percentages of assets of insured commercial banks in each of the two groups for the end of each year from 1933 to 1941 are shown in Table 14.

Table 14. DISTRIBUTION OF ASSETS OF INSURED COMMERCIAL BANKS, 1934-1941

December 31	Amount (billions of dollars)			Percent of total assets	
	Total	Cash, due from banks, and obligations of the U. S. Government	Loans, securities other than U. S. Government obligations, and fixed and miscellaneous assets	Cash, due from banks, and obligations of the U. S. Government	Loans, securities other than U. S. Government obligations, and fixed and miscellaneous assets
1941	76.8	46.8	30.0	61	39
1940	70.7	43.3	27.4	61	39
1939	63.1	37.4	25.7	59	41
1938	56.8	31.7	25.1	56	44
1937	54.2	28.6	25.6	53	47
1936	56.2	30.5	25.7	54	46
1935	50.9	27.1	23.8	53	47
1934	46.4	23.0	23.4	50	50
1933 ¹	39.7	15.3	24.4	38	62

¹ Assets on December 30, 1933, of banks which became insured January 1, 1934; figures are partly estimated.

The expansion of assets of insured commercial banks during the period, 1934-1941, occurred primarily in the assets in the first group. At the end of 1941 these assets—cash, balances with other banks (in large part reserve balances with Federal Reserve banks), and obligations of the United States Government—amounted to \$47 billion, or approximately three times the amount held on January 1, 1934. The assets in the second group—loans, securities other than United States Government obligations, and fixed and miscellaneous assets—amount-

¹ In the past some losses have been incurred on such assets. Many banks which closed during the years 1921-1933 were unable to liquidate such assets without loss, and some banks which operated throughout that period sustained losses on money deposited in other banks.

ed to \$30 billion at the end of 1941, or approximately one and one-fourth times the amount held on January 1, 1934.

As a result of the different rates of increase in the two groups of assets, the proportions of total assets in the two groups have changed significantly since January 1, 1934. On that date 38 percent of the assets of insured commercial banks consisted of cash, reserves and balances due from other banks, and United States Government obligations; while 62 percent consisted of loans and discounts, securities other than United States Government obligations, and fixed and miscellaneous assets. At the end of 1941, the proportions were practically reversed, 61 percent of the assets of the banks being in the former group, and 39 percent in the latter group.

Quality of assets. The assets of insured commercial banks examined in 1941 were appraised at 99.8 percent of book value, compared with 99.7 percent in 1940.¹ Less than 3 percent of the assets were considered to be of substandard quality in 1941, compared with approximately 4 percent in 1940 and 5 percent in 1939. The figures are shown in Table 15.

Table 15. APPRAISAL OF TOTAL ASSETS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941, 1940, AND 1939

	Amounts in billions of dollars			Amounts per \$100 of book value		
	1941	1940	1939	1941	1940	1939
Book value	\$71.7	\$65.2	\$58.3	\$100.00	\$100.00	\$100.00
Examiners' deductions (net) . . . . .	.2	.2	.3	.22	.34	.52
Appraised value	71.5	65.0	58.0	99.78	99.66	99.48
Substandard	2.0	2.6	3.0	2.83	3.92	5.10
Not criticized	69.5	62.4	55.0	96.95	95.74	94.38

Detailed figures for 1941—See Tables 119 to 122, pages 140 to 155.

About three-fifths of the reduction from 1939 to 1941 in the proportion of assets classified as substandard was due to the elimination of nearly \$1 billion of such classified assets either through sale, liquidation, or charge-off or through reclassification. Less than two-fifths of the reduction in the proportion of assets classified as substandard reflected a growth in total assets. A small part of the reduction may be attributed to the removal of substandard assets through the elimination of some weak banks by suspension, liquidation, or merger.

Substandard securities and loans each accounted for about two-fifths of all substandard assets in the banks in 1941. The remaining one-fifth consisted of substandard fixed and miscellaneous assets, which

¹ For explanation of banks included in the analysis of examinations, see page 94.

include real estate taken over through foreclosure of mortgages securing unpaid loans and valuation of banking premises considered by examiners to be excessive in proportion to the business of the bank. At the time of examinations in 1941, substandard fixed and miscellaneous assets continued to represent a high percentage of appraised value—19 percent—whereas substandard loans represented less than 5 percent and substandard securities less than 3 percent of appraised values of those types of assets, respectively. The figures are shown in Table 16.

Table 16. APPRAISED VALUE OF ASSETS AND SUBSTANDARD ASSETS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941, 1940, AND 1939

	Appraised value per \$100 of book value			Substandard assets per \$100 of appraised value		
	1941	1940	1939	1941	1940	1939
Total assets	\$99.78	\$99.66	\$99.48	\$2.84	\$3.93	\$5.12
Cash and due from banks	100.00	100.00	100.00			
Securities	99.86	99.74	99.62	2.93	4.58	5.68
Loans	99.61	99.34	99.02	4.36	6.23	7.73
Fixed and miscellaneous assets	98.22	97.77	97.19	19.10	22.60	24.55

Detailed figures for 1941—See Tables 119 to 122, pages 140 to 155.

Between the time of examinations in 1941 and of those in 1940, about 7,700 banks showed reductions in the ratio of substandard assets to appraised value of assets, 3,400 banks showed practically no change in the ratio, and 2,100 banks showed increases.

The number of banks grouped according to the percentage of substandard assets to appraised value of assets in 1941 and 1940 is shown in Table 17.

Table 17. DISTRIBUTION OF INSURED COMMERCIAL BANKS EXAMINED IN 1941 ACCORDING TO SUBSTANDARD ASSETS RATIO, EXAMINATIONS IN 1940 AND 1941

	Number of banks		Percentage distribution	
	1941	1940	1941	1940
All banks ¹	13,308	13,197	100.0%	100.0%
Banks with substandard assets per \$100 of appraised value of assets of—²				
Less than \$5.00	8,522	7,184	64.0	54.4
\$5.00 to \$9.99	3,044	3,426	22.9	26.0
\$10.00 to \$14.99	1,122	1,448	8.4	11.0
\$15.00 to \$19.99	360	653	2.7	4.9
\$20.00 to \$24.99	157	276	1.2	2.1
\$25.00 or more	103	210	.8	1.6

¹ Substandard assets ratios for 1940 are not available for 111 of the insured commercial banks examined in 1941.

² The appraised value of assets represents an estimated average for each individual bank of the values over the year immediately preceding the date of examination. See pages 94 and 95.

About 4,300 of the banks showing reductions were those with substandard assets of less than 10 percent of the appraised value of assets and, in addition, were among those for which the reduction in the ratio amounted to only one or two percentage points. Of the 2,100 banks showing increases in the ratio, about 1,400 had less than 10 percent of substandard assets in 1940 and showed increases of only one or two percentage points. However, about 400 of the banks which showed increases in the ratio between the time of the 1940 and 1941 examinations held substandard assets in excess of 10 percent of the appraised value of assets. In about 250 of these cases the increases were substantial.

CAPITAL OF INSURED COMMERCIAL BANKS

Total capital accounts. The total capital accounts of commercial banks represent the stockholders' equity in the banks' assets or the net worth, as carried on the books of the banks. During the 8-year period of deposit insurance, the total capital accounts of insured commercial banks increased by \$0.9 billion, and amounted to \$6.8 billion on December 31, 1941, the largest ever reported by these banks. The additions to the banks' total capital accounts were derived chiefly from earnings of the banks in excess of dividends paid to stockholders.

During the first two years of deposit insurance, particularly in 1934, a substantial amount of capital was supplied to insured banks by the Reconstruction Finance Corporation; and in each year some banks obtained new capital through the sale of stock to individuals. These subscriptions to capital contributed materially to an improvement in the net sound capital of the banks, but did not increase significantly the total capital accounts as carried on the banks' books and reported by them in their statements of condition. For the most part the new capital was used to replace, on the books of the banks, other capital which was eliminated by unusually large charge-offs of depreciated assets.¹

Capital stock and other capital accounts. The amount of capital stock has decreased in each year since 1934, and accounted for 42 percent of total capital accounts at the end of 1941, as compared with 54 percent at the end of 1934. The decrease in capital stock has occurred in the stock owned by the Reconstruction Finance Corporation.² Capital stock in the hands of the public remained at approximately the same amount throughout the entire period from the end of 1934 to the close of 1941. On December 31, 1941, about one-ninth

¹ Admission of banks to insurance, and closing of banks by suspension, merger, and liquidation, had a relatively slight effect upon the total capital accounts of insured banks.

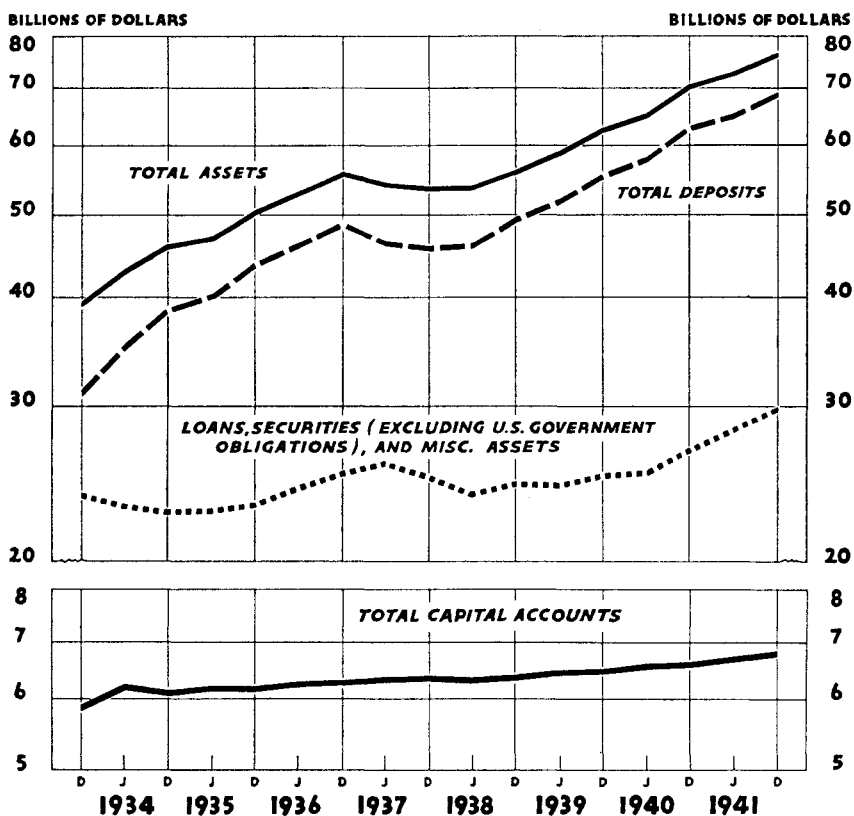
² Capital notes and debentures owned by the Reconstruction Finance Corporation are included with capital stock.

of the capital stock, or 5 percent of total capital accounts, of insured commercial banks was owned by the Reconstruction Finance Corporation. This is about two-fifths of the amount of capital stock owned by that Corporation at the end of 1934.

Other capital accounts—surplus, undivided profits, and reserves—increased each year, except in 1934 when these accounts were reduced by an extraordinary amount of charge-offs of depreciated assets. The total increase during the seven years since 1934 amounted to \$1.2 billion. Most of this increase came from current profits retained by the banks after payment of income taxes and dividends to stockholders.

Capital ratios. The capital accounts of insured commercial banks are compared with assets and deposits in Chart B.

CHART B
ASSETS, DEPOSITS, and CAPITAL ACCOUNTS
of **INSURED COMMERCIAL BANKS**
CALL DATES, 1934 - 1941



At the close of 1941 insured commercial banks had less capital relative to total assets and total deposits, and also relative to loans and securities other than obligations of the United States Government, than at any previous time. The relatively slow growth in capital accounts, compared with the growth in assets and deposits, has been characteristic of each year since the beginning of deposit insurance, except 1937 when deposits and assets were both reduced. For the entire 8-year period capital accounts of insured commercial banks increased by 15 percent, while deposits increased by 119 percent, total assets by 94 percent, and loans and securities other than United States Government obligations by 23 percent.

The difference between the rate of growth in total capital accounts of the banks and the rates of growth in deposits and assets has resulted in a steady decline, interrupted in only one year, in stockholders' equity relative to the obligations, or to the assets, of the banks. Total capital accounts of the banks were equal to 8.9 percent of their total assets at the close of 1941 compared with 14.9 percent on January 1, 1934. Total capital accounts amounted to 22.8 percent of loans and securities other than United States Government obligations at the end of 1941, compared with 24.2 percent at the beginning of deposit insurance, and 26.3 percent at the end of 1934, after the strengthening of the capital of many insured banks by the Reconstruction Finance Corporation. The ratios of total capital accounts to total deposits, total assets, and loans and securities other than United States Government obligations, for each year are given in Table 18.

Table 18. CAPITAL RATIOS OF INSURED COMMERCIAL BANKS, 1934-1941

December 31	Total capital accounts per \$100 of—		
	Total deposits	Total assets	Loans, securities other than U. S. Government obligations, and fixed and miscellaneous assets
1941	\$9.86	\$8.91	\$22.82
1940	10.51	9.44	24.38
1939	11.63	10.33	25.38
1938	12.93	11.33	25.62
1937	13.56	11.81	25.00
1936	12.84	11.26	24.60
1935	14.07	12.19	26.09
1934	15.77	13.24	26.30
1933 ¹	18.70	14.94	24.29

¹ Data for December 30, 1933, for banks which became insured January 1, 1934.

In the case of national banks, for which information regarding assets and capital are available since 1865, the ratios of total capital accounts to total assets are now lower than at any previous time, and the ratios of total capital accounts to loans and securities other than

United States Government obligations are lower than at any previous time except during the period, 1916-1932. The sequel to that period of bank credit expansion was the closing during 1921-1933 of more than 2,700 national banks because of financial difficulties, with losses to their depositors estimated at \$480 million. The ratios, at 5-year intervals since 1865, of the total capital accounts of national banks to their assets, and to their loans and securities other than United States Government obligations, are shown in Table 19.

**Table 19. CAPITAL RATIOS OF NATIONAL BANKS
5-YEAR INTERVALS, 1865-1940, AND 1941**

June 30	Total capital accounts per \$100 of---	
	Total assets	Loans, securities other than U. S. Government obligations, and fixed and miscellaneous assets
1865	\$33.76	\$97.87
1870	35.88	72.44
1875	35.90	64.16
1880	30.68	56.19
1885	29.94	51.65
1890	30.52	43.73
1895	28.44	42.48
1900	20.49	32.41
1905	19.20	29.20
1910	18.70	27.90
1915	17.85	25.22
1920	11.27	15.76
1925	12.24	17.51
1930	13.77	19.21
1935	11.85	25.69
1940	9.43	25.02
1941	8.71	22.98

Source: Computed from data in the annual reports of the Comptroller of the Currency.

Analysis of capital accounts. At the time of their 1941 examinations, the insured commercial banks had net sound capital of \$6.5 billion, about the same as in 1940.¹ Investments of the Reconstruction Finance Corporation in the preferred capital of the banks amounted to \$379 million (retirable value) or 5.8 percent of the net sound capital.

Due to the large growth in total assets, the ratio of net sound capital to appraised value of assets of insured commercial banks has steadily decreased in recent years. The average ratio of net sound capital to the appraised value of assets of insured commercial banks at the time of examinations over the past four years was:

1941	9.1 percent
1940	9.7 percent
1939	10.6 percent
1938	11.5 percent

It is estimated that by the close of the year the net sound capital of the banks averaged about 8.7 percent of assets.

¹ For definition of net sound capital, see page 96.

The proportion of net sound capital to total capital accounts, however, has improved concurrently with the improvement in the appraised value of assets. In the early years of deposit insurance, net sound capital of insured commercial banks examined by the Federal Deposit Insurance Corporation represented less than 75 percent of total capital accounts. The net sound capital of all insured commercial banks combined has amounted to more than 95 percent of total capital accounts during the last four years—97.6 percent at the time of the 1941 examinations.

Distributions of insured commercial banks according to their capital ratios in examinations made in 1938 through 1941, are shown in Table 20.

Table 20. PERCENTAGE DISTRIBUTION OF NUMBER AND DEPOSITS OF INSURED COMMERCIAL BANKS ACCORDING TO NET SOUND CAPITAL RATIO EXAMINATIONS IN 1938-1941

	All banks	Banks with net sound capital per \$100 of appraised value of assets of— ¹			
		\$0.00 or less	\$0.01 to \$9.99	\$10.00 to \$19.99	\$20.00 or more
Number of banks:					
1941	100.0%	0.1%	22.4%	67.7%	9.8%
1940	100.0	.1	21.7	66.5	11.7
1939	100.0	.1	21.3	65.6	13.0
1938	100.0	.3	24.2	62.4	13.1
Deposits of banks:					
1941	100.0	(²)	64.5	33.3	2.2
1940	100.0	.1	63.9	33.5	2.5
1939	100.0	(²)	58.3	38.7	3.0
1938	100.0	.1	46.6	49.6	3.7

¹ In order to eliminate the influence of seasonal fluctuations in total assets upon the ratios for individual banks, the base used in the computation of the ratio for individual banks for the most part consisted of the estimated average, over the year period preceding the date of examination, of total assets—adjusted for examiners' net deductions. In view of the growth in total assets over each period covered by this averaging process—particularly during 1940 and 1941—this table tends to represent the condition of banks considered as a whole at a period close to the *beginning* of the respective years shown. If assets as of the date of examination had been used in computing the ratio, over 1,000—or 8 percent—more banks would have shown net sound capital ratios in 1941 of less than \$10 per \$100 of appraised value of assets.

² Less than one-half of 1 percent.

Detailed figures for 1941—See Tables 123 and 124, pages 156 and 157.

The proportion of insured commercial banks with net sound capital of less than 10 percent of the appraised value of assets has increased slightly since 1939, while the proportion of deposits held by such banks has increased materially. In examinations made during 1941, over one-fifth of the banks holding almost two-thirds of the deposits had net sound capital ratios amounting to less than 10 percent of the appraised value of assets.¹ Ten of these banks with deposits of \$8 million had no

¹ The appraised value of assets used as the base for this ratio represents an estimated average of the values in each individual bank over the year immediately preceding the date of examination. If the base of the ratio had represented the appraised value as of the date of examination, nearly three-tenths of the banks (30 percent instead of 22 percent) would show ratios of less than 10 percent. See also footnote 1 to Table 20.

net sound capital at all after adjustment for estimated losses and for assets of doubtful worth, and 35 other banks, with deposits of \$786 million had net sound capital of less than 5 percent of the appraised value of assets.¹ In addition to the 10 banks with no net sound capital there were 44 banks with deposits of \$355 million whose 1941 examinations revealed no net sound capital except that represented by investment of the Reconstruction Finance Corporation.

In general, the small banks had higher ratios of net sound capital to appraised value of assets than did the large banks. Distributions of the number and deposits of insured commercial banks, grouped according to net sound capital ratio and by fixed and substandard assets ratio, by rate of net earnings, and by deposits, are shown in Tables 123 and 124, pages 156 and 157.

The amount of net sound capital is significant in relation not only to the total amount of assets but also to the amount of fixed and substandard assets. In seven-tenths of the insured banks, holding more than three-quarters of the deposits of the country, fixed and substandard assets amounted to less than 60 percent of net sound capital. However, in about 1,400 banks, or 10 percent of the insured banks of the country, holding 7 percent of the deposits, fixed and substandard assets exceeded net sound capital. In 176 of these banks, with total deposits of \$700 million, the amount of fixed and substandard assets was more than double the amount of the net sound capital.² There was little persistent difference between large and small banks with respect to the ratio of fixed and substandard assets to net sound capital.

EARNINGS OF INSURED COMMERCIAL BANKS

Net earnings of insured commercial banks before payment of income taxes were larger in 1941 than in any other year of Federal insurance of deposits, and net profits before income taxes are estimated to have increased to a level close to the record of 1936. The growth in net earnings reflected chiefly an increase in gross earnings to the largest amount ever reported; and the growth in net profits before payment of income taxes reflected also a decline in net charge-offs to the lowest figure of any year. Dividends to bank stockholders in 1941 also were larger than in any of the preceding seven years of Federal deposit insurance.

¹ Between the date of the examination and the end of the year, 1 of these 45 banks had its insured status terminated and suspended operations, 1 other also suspended operations, 3 were merged with the financial aid of the Federal Deposit Insurance Corporation, in 1 case action was pending on a loan to facilitate a merger, and action was taken against 3 for continuing to engage in unsafe and unsound banking practices. Plans for action with regard to a number of the remaining banks were being considered at the close of the year.

² In all such cases the Corporation has repeatedly urged that substandard assets be written down or disposed of and all profits be retained in the banks' capital accounts until the amount of such assets becomes substantially less than the amount of the net sound capital.

Gross earnings, expenses, net charge-offs, and profits of insured commercial banks for each year, from 1934 to 1941, are shown in Table 21.

Table 21. EARNINGS, EXPENSES, AND PROFITS OF INSURED COMMERCIAL BANKS, 1934-1941

(In millions of dollars)

	Gross earnings from current operations	Profits on securities sold	Expenses and net charge-offs			Net profits available for stockholders ²
			Current expenses other than taxes	Taxes, including income taxes	Net charge-offs on assets ¹	
1941	1,730	145	1,113	153	154	455
1940	1,631	178	1,070	123	215	401
1939	1,605	215	1,053	107	272	388
1938	1,584	173	1,055	103	299	300
1937	1,634	117	1,059	108	203	381
1936	1,567	268	1,028	98	185	524
1935	1,486	(³)	1,004	79	(⁴)	207
1934	1,518	(⁴)	1,040	77	(⁴)	←340

¹ Book value of assets charged off minus recoveries on assets previously charged off.

² Available for dividends or additions to the stockholders' investment in the banks.

³ Not available separately. In 1935 net charge-offs exceeded profits on securities sold by \$196 million, and in 1936 by \$741 million.

⁴ Net loss.

Detailed figures—See Table 125, page 158.

Earnings and expenses of current operations. Gross earnings of insured commercial banks from current operations in 1941 were 6 percent larger than in 1940, and exceeded by 16 percent the low figure reported in 1935. Current operating expenses also increased, but at a less rapid rate. Excluding taxes, current expenses in 1941 were 4 percent greater than in the previous year, and 11 percent greater than in 1935. The amount of such taxes ordinarily considered to be current expenses is unknown, but it is believed that the foregoing percentages would not be appreciably affected if those taxes were included. As a result of the difference between the growth in current earnings and that in current expenses, the net operating earnings of insured commercial banks have increased substantially in recent years.¹

In 1941, 49 percent of the current operating earnings of insured commercial banks was derived from income on the loans made by the banks. This was a larger proportion than in previous years of deposit insurance and reflected primarily an expansion in the volume of loans outstanding. Interest and dividends on securities accounted for 29

¹ The amount of growth in net earnings of insured commercial banks is unknown. The figures reported by the banks as "net current operating earnings", which are shown in Table 125, page 158, represent, in the case of banks not submitting reports to the Corporation, earnings after payment of income taxes and are smaller, therefore, than the actual net earnings. Furthermore, due to the increase in income taxes, particularly in 1941, and the comparative stability of other taxes, the figures for the various years shown in Table 125 conceal the real growth in net earnings from current operations.

percent of current operating earnings in 1941, a smaller proportion than in any previous year of deposit insurance.

The income derived from the loans made and securities owned by the banks has accounted for slightly less than four-fifths of current operating earnings in recent years compared with slightly more than four-fifths in the early years of deposit insurance. The remaining part of current operating earnings is derived from various sources, such as trust, foreign, and title departments, collection and exchange charges, fees charged in connection with transactions in which the bank does not extend credit, commissions on the sale of insurance policies, service charges on deposit accounts, safe deposit vault rentals, real estate rentals, and interest from time deposits with other banks. In Tables 125 to 129 these items are shown in two groups: commissions, fees, collection, exchange, and service charges, which accounted for 8 percent of current operating earnings in 1941; and earnings from miscellaneous sources, which were 14 percent of current operating earnings.

The proportion of current operating earnings received from commissions, fees, collection, exchange, and service charges has increased in every year of deposit insurance, reflecting chiefly an increase in the amount received from service charges on deposit accounts. The dollar amount of all these charges nearly doubled over the period and accounted for nearly one-third of the increase in current operating earnings between 1934 and 1941.

In 1941, compensation of officers and employees—including directors' and professional fees—accounted for 47 percent of total operating expenses (excluding all taxes) of insured commercial banks, interest paid on time and savings deposits for 17 percent, and other expenses for 36 percent. Throughout the period of deposit insurance, the amount of compensation paid to officers and employees, and the proportion which this amount represents of total operating expenses, has steadily increased; while the amount paid out as interest on time and savings deposits, and the proportion which this amount represents of total operating expenses, has steadily declined. The growth in compensation to officers and employees has been due in part to an increase in the number employed and in part to higher rates of compensation.

A part of the increase in operating expenses in 1941 reflected the cost to the banks of handling the sale of defense savings bonds for the United States Treasury. The banks are not reimbursed by the Government for the cost of rendering this service. Estimates of the average cost of handling these bonds range from one-fourth of 1 percent of the sale value in some banks to two-thirds of 1 percent in other banks.

Rates of income on loans and securities and of interest paid on deposits. In Table 22 are shown the average rates of income received by insured commercial banks on loans and on securities and the average rate of interest paid on time and savings deposits, for each year during the period, 1934-1941.

Table 22. RATES OF INCOME RECEIVED AND INTEREST PAID BY INSURED COMMERCIAL BANKS, 1934-1941

	Income on loans per \$100 of loans ¹	Income on securities per \$100 of securities ¹	Interest paid per \$100 of time and savings deposits ¹
1941.....	\$4.27	\$1.95	\$1.20
1940.....	4.41	2.16	1.30
1939.....	4.46	2.38	1.43
1938.....	4.36	2.56	1.55
1937.....	4.28	2.68	1.62
1936.....	4.34	2.66	1.72
1935.....	4.40	2.87	2.01
1934.....	4.63	3.17	2.40

¹ Loans, securities, and deposits are averages of figures reported at beginning, middle, and end of year by banks submitting statements of assets and liabilities.

Distributions of insured commercial banks according to rates of income received on loans in 1939, 1940, and 1941, are shown in Table 23.

Table 23. PERCENTAGE DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATES OF INCOME ON LOANS, 1939-1941

	1941	1940	1939
All banks ¹	100.0%	100.0%	100.0%
Banks with income on loans per \$100 of total loans of—²			
Less than \$4.00.....	3.4	3.5	2.8
\$4.00 to \$4.99.....	11.5	10.9	10.3
\$5.00 to \$5.99.....	30.8	30.8	32.2
\$6.00 to \$6.99.....	27.3	26.5	26.4
\$7.00 to \$7.99.....	12.7	13.2	13.1
\$8.00 to \$8.99.....	6.8	7.3	6.9
\$9.00 to \$9.99.....	3.2	3.5	3.5
\$10.00 to \$10.99.....	1.6	1.8	2.0
\$11.00 to \$11.99.....	1.1	1.1	1.2
\$12.00 or more.....	1.6	1.4	1.6

¹ Excludes banks submitting reports covering less than the full year's operations or materially affected by mergers.

² Loans are averages of figures for call dates during the year.

Detailed figures for 1941—See Tables 130 and 132, pages 169 and 171.

The average rate of income on loans received by insured commercial banks in 1941 was 4.27 percent, which was less than in 1940, and was approximately the same as the previous low in 1937. The actual amount of income from loans increased by 10 percent in 1941 but the average amount of loans held increased by 14 percent. Among individual in-

sured commercial banks there were wide differentials in the rate of income on loans. The average rates secured over the years 1939-1941 varied from less than 2 percent in some banks to over 20 percent in others. More than one-half of the banks reported effective rates of 6 percent or more; and one-seventh reported rates of 8 percent or more.

Interest and dividends received on securities by insured commercial banks in 1941 amounted to 1.95 percent of the average holdings of securities. This was a lower rate than in any prior year of deposit insurance, and compares with 3.17 percent in 1934, and 2.16 percent in 1940. Average holdings of securities were 11 percent larger in 1941 than in 1940, but the amount of income increased by only 2 percent. The lower average yield reflected the acquisition by the banks of securities with yields averaging lower than those already held in their portfolios. Three separate factors contributed to the lower average yield on the securities acquired in 1941: (1) interest rates declined during the year; (2) the largest expansion was in short and medium term issues; and (3) the growth in holdings of securities was chiefly in United States Government obligations which sell at relatively low yields.

Time and savings deposits held by the banks in 1941 were 2 percent more than in the previous year, but the amount paid out by the banks in interest to the owners of those deposits declined by 6 percent. The average rate of interest paid by insured commercial banks in 1941 was 1.2 percent, which compares with 1.3 percent paid in 1940 and 2.4 percent paid in 1934. The average rate paid has declined in every year since 1934. The proportion of banks paying rates above 1.5 percent also has been reduced in recent years. Percentage distributions of insured commercial banks according to rates of interest paid on time and savings deposits in 1939, 1940, and 1941, are shown in Table 24.

Table 24. PERCENTAGE DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATES OF INTEREST PAID ON TIME AND SAVINGS DEPOSITS, 1939-1941

	1941	1940	1939
All banks¹	100.0%	100.0%	100.0%
Banks paying interest per \$100 of time and savings deposits of—²			
Less than \$0.50	1.6	1.3	1.2
\$0.50 to \$0.99	13.7	10.0	5.3
\$1.00 to \$1.49	21.4	18.1	16.9
\$1.50 to \$1.99	37.5	40.5	43.5
\$2.00 to \$2.49	21.8	25.5	28.1
\$2.50 or more	4.0	4.6	5.0

¹ Excludes about 400 banks reporting no time and savings deposits. Also excludes banks operating less than the full year or materially affected by mergers.

² Time and savings deposits are averages of figures for call dates.
Detailed figures for 1941—See Tables 130 and 133, pages 169 and 172.

Taxes, charge-offs, recoveries, and profits on assets sold. The difference between current earnings and current expenses, exclusive of taxes, amounted in 1941 to \$617 million. This was a larger amount than in any previous year, and was 10 percent more than in 1940. It was equivalent to more than 9 percent on the capital accounts of the banks. This figure differs considerably from the net profits of the banks available for payment of dividends or retention in the capital accounts of the banks, because allowance must be made for taxes, charge-offs of depreciated assets, recoveries on assets previously charged off, and profits on securities sold. These items are subject to greater relative change, from year to year, than current earnings and expenses discussed above, with the result that the annual net profits of the banks show wide variations.

The amounts of taxes, net charge-offs (charge-offs less recoveries), and profits on securities each year during the period, 1934-1941, are given in Table 21. Taxes were considerably larger in 1941 than in 1940, net charge-offs on assets were lower, and profits on securities were lower. Taxes paid by insured commercial banks have increased each year since the beginning of deposit insurance, amounting in 1941 to twice the amount paid in 1934. Except for the increase in 1937 resulting from imposition of social security taxes, the growth in taxes has occurred primarily in income taxes. Income taxes of insured banks which do not submit reports to the Federal Deposit Insurance Corporation are included with other taxes under current operating expenses in Tables 125-131, pages 158 to 170, instead of as deductions from net profits or net income as is required in reports by banks to the Federal Deposit Insurance Corporation and as is customary with most businesses. As a consequence, an increase in income taxes is accompanied by reductions in the amounts reported as net current operating earnings and as net profits, giving an erroneous picture of the actual operating results and efficiency of these banks.

Net charge-offs in 1941 were smaller than in any previous year. Profits on securities sold were smaller than in any previous year for which figures are available, except 1937.¹

Net profits available for stockholders. The net profits of insured commercial banks available for stockholders—that is, profits after payment of all income taxes, and before payment of dividends—amounted in 1941 to \$455 million. This was equivalent to 6.7 percent of total capital accounts, and was a larger amount than in any previous year of deposit insurance, except 1936 when banks made large profits on sales of securities due to rapidly rising bond prices.

¹ Profits on securities are not available for 1934 or 1935. The precise figures for net charge-offs are also not available for those years, but they are known to have been relatively large, due to the continued writing off of assets which had been acquired prior to 1933.

A smaller proportion of the banks showed losses in 1941, and a larger proportion showed relatively high rates of profit, than in any of the preceding three years. Approximately one-third of the banks reported net profits of more than \$10 per \$100 of total capital accounts in 1941, and only 5 percent reported net losses. The improvement in the rates of net profits over the 4-year period is shown in Table 25.

Table 25. PERCENTAGE DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATES OF NET PROFITS ON TOTAL CAPITAL ACCOUNTS, 1938-1941

	1941	1940	1939	1938
All banks ¹	100.0%	100.0%	100.0%	100.0%
Banks with net profits² per \$100 of total capital accounts of—				
\$-10.00 or less.....	0.7	1.3	1.6	3.3
\$-5.00 to \$-9.99.....	.8	1.5	1.3	3.4
\$-0.01 to \$-4.99.....	3.9	6.2	6.0	9.3
\$0.00 to \$4.99.....	22.3	25.7	25.6	29.3
\$5.00 to \$9.99.....	38.9	36.7	36.9	32.0
\$10.00 to \$14.99.....	22.2	19.6	19.4	15.4
\$15.00 to \$19.99.....	7.8	6.3	6.2	5.2
\$20.00 or more.....	3.4	2.7	2.5	2.1

¹ Excludes banks submitting reports covering less than the full year's operations or materially affected by mergers.

² After payment of taxes.

³ Total capital accounts are averages of figures for call dates.

Dividends and additions to capital accounts. The rate of net profits, the proportion of profits paid out in dividends, and the rate of dividends paid by all insured commercial banks are shown in Table 26 for each year during the period, 1934-1941.

Table 26. NET PROFITS AVAILABLE FOR STOCKHOLDERS, AND DIVIDENDS PAID BY INSURED COMMERCIAL BANKS, 1934-1941

	Net profits after income taxes per \$100 of total capital accounts	Preferred and common dividends and interest on capital per \$100 of—		Dividends on common capital per \$100 of such capital ¹
		Net profits	Total capital accounts ¹	
1941.....	\$6.72	\$55.32	\$3.75	\$9.58
1940.....	6.08	59.10	3.59	8.98
1939.....	5.99	59.79	3.58	8.76
1938.....	4.68	74.00	3.46	8.33
1937.....	5.97	59.32	3.54	8.37
1936.....	8.35	42.56	3.56	8.22
1935.....	3.35	100.00	3.35	7.38
1934.....	-5.49	(⁴)	3.03	6.86

¹ Computed on average total capital accounts, or average common capital, on call dates.

² Partly estimated since preferred and common capital were not tabulated separately for those years.

³ Loss or deduction.

⁴ All banks combined showed a net loss.

In 1941 common and preferred cash dividends and interest paid on capital by insured commercial banks amounted to \$253 million, as compared with \$237 million in 1940. These payments to stockholders and holders of capital notes and debentures amounted to 56 percent of the net profits available for the stockholders and other investors in the banks. The remaining 44 percent of net profits, or \$201 million, was retained by the banks and added to their capital accounts.

The cash dividends declared and interest paid on capital by the banks in 1941 amounted to 3.75 percent of total capital accounts, compared with 3.59 percent in 1940. The amount and the rate of dividends paid on common capital in 1941 by insured commercial banks were both greater than in any previous year of deposit insurance. The amount in 1941 was \$236 million, and the rate 9.58 percent. A larger proportion of the insured banks declared dividends on common capital in 1941 than in any previous year.

Distribution of insured commercial banks according to rates of dividends paid on total capital accounts in 1939, 1940, and 1941, are shown in Table 27. Increases in the number and proportion of banks paying dividends have reflected the improvement in rates of net profits in recent years. Nevertheless, in each year, between 10 and 20 percent of the banks which paid dividends either had no profits in that year or paid dividends in excess of net profits.

Table 27. PERCENTAGE DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATES OF DIVIDENDS ON TOTAL CAPITAL ACCOUNTS, 1939-1941

	1941	1940	1939
All banks¹	100.0%	100.0%	100.0%
Banks paying dividends per \$100 of total capital accounts of—²			
None.....	12.7	14.6	18.4
Less than \$2.00.....	23.4	24.9	24.9
\$2.00 to \$3.99.....	37.5	35.8	33.7
\$4.00 to \$5.99.....	16.2	15.1	14.1
\$6.00 to \$7.99.....	5.4	5.3	5.0
\$8.00 to \$9.99.....	2.1	1.9	1.8
\$10.00 or more.....	2.7	2.4	2.1

¹ Excludes banks submitting reports covering less than the full year's operations or materially affected by mergers.

² Total capital accounts are averages of figures for call dates.

INSURED MUTUAL SAVINGS BANKS

On December 31, 1941, the Federal Deposit Insurance Corporation was insuring deposits in 52 of the 548 mutual savings banks in the country. Forty-one of the 52 insured mutual savings banks were unit banks; and 11 were head offices of branch systems, which operated 32

branches at the close of the year. The insured mutual savings banks held deposits of \$1.8 billion on December 31, 1941, amounting to 17 percent of the \$10.5 billion of deposits in all mutual savings banks. Nearly two-thirds of the deposits in insured mutual savings banks were held by five banks with deposits of more than \$100 million each.

Total assets of the insured mutual savings banks declined during the year by \$26 million from \$1,984 million on December 31, 1940, to \$1,958 million on December 31, 1941, reflecting withdrawals of deposits from the banks. Significant declines in asset items occurred in cash and balances with other banks of \$51 million and in holdings of securities other than obligations of the United States Government of \$49 million. Holdings of obligations of the United States Government increased by \$81 million during the year to a total of \$629 million on December 31, 1941, or from 28 to 32 percent of total assets. Holdings of real estate loans, which amounted to approximately 30 percent of total assets, increased by \$8 million. Miscellaneous assets declined by \$12 million.

Total capital accounts, which consist, for mutual savings banks, of surplus and reserve accounts and, in some banks, of capital notes and debentures also, increased by \$3.4 million during the year, or from 8.1 percent to 8.4 percent of total assets. The addition to capital accounts from profits of \$4.2 million during the year was offset by retirement of capital notes and debentures, or by reduction in retirable value of capital notes and debentures not repaid to shareholders, in 15 banks of \$933,000. At the close of the year the book value of capital notes and debentures held by the Reconstruction Finance Corporation in 14 banks amounted to \$6.6 million (\$8.2 million retirable value). Capital notes and debentures held by others were negligible in amount. Condensed statements of assets and liabilities of both insured and non-insured mutual savings banks for selected call dates since 1935 will be found in Table 112, pages 124 and 125.

The rate of dividends or interest paid depositors in insured mutual savings banks has declined steadily since 1935. The following figures show the amount of dividends and interest reported during the year as a percentage of total deposits held at the end of the year for each year from 1935 to 1941:

1941	1.66 percent	1937	1.92 percent
1940	1.73 percent	1936	1.96 percent
1939	1.88 percent	1935	2.26 percent
1938	1.91 percent		

Figures showing earnings, expenses, and dividends of insured mutual savings banks for the years, 1934-1941, are presented in Table 134, page 173. Due to the small number of banks, these data, relating only to insured mutual savings banks, may not be characteristic of the operations of all mutual savings banks in the country.

PART THREE
INSURANCE OF BANK DEPOSITS, 1941

INSURANCE OF BANK DEPOSITS, 1941

On September 24, 1941, 13,487 insured commercial and mutual savings banks reported approximately 69 million accounts, of which 68 million, or 98.1 percent, were accounts with balances not in excess of \$5,000, the maximum insurance for each depositor.¹ These banks reported total deposits of \$69.6 billion, of which \$27.6 billion, or 39.7 percent, were insured. These figures are compared with those for three other call dates in Table 28.

Table 28. INSURANCE PROTECTION WITH A MAXIMUM COVERAGE OF \$5,000 IN ALL INSURED BANKS, SPECIAL CALL DATES, 1934-1941

	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936	Oct. 1, 1934
Number of banks.....	13,487	13,754	14,141	14,128
Accounts				
Total number.....	69,495,000	62,731,000	58,785,000	51,246,000
Number of \$5,000 or less.....	68,175,000	61,690,000	57,817,000	50,423,000
Percent of \$5,000 or less.....	98.1%	98.3%	98.4%	98.4%
Deposits				
Total amount.....	\$69,566,000,000	\$49,224,000,000	\$46,168,000,000	\$37,026,000,000
Amount insured.....	\$27,639,000,000	\$22,610,000,000	\$20,456,000,000	\$16,455,000,000
Percent insured.....	39.7%	45.9%	44.3%	44.4%

From October 1, 1934, the first date on which insured banks reported the amount of deposits protected with a maximum coverage of \$5,000, to September 24, 1941, total deposits in insured commercial and mutual savings banks increased from \$37 billion to about \$70 billion, a gain of 88 percent. Deposits increased most rapidly in the early and late years of the period and remained relatively stable in 1937 and 1938. The expansion in deposits was more rapid in the large accounts than in the small accounts, and the percent of deposits insured decreased from 44.4 percent to 39.7 percent. The contingent liability of the Corporation as an insurer of bank deposits increased by about \$11 billion, or 68 percent, in the 7-year period.

OPERATING INSURED COMMERCIAL BANKS

Changes in insurance coverage, 1934-1941.² On September 24, 1941, the percent of accounts which did not exceed \$5,000 in insured commercial banks as a whole was 98.1, which may be compared with

¹ On the average, the number of depositors in each bank, as defined for insurance purposes, is about 10 percent less than the number of accounts. However, the percent of depositors fully protected is about the same as the percent of accounts with balances not in excess of \$5,000. The percent of deposits stated to be insured in all insured banks according to this special report is estimated to be higher by about 1 percent of total deposits than the percent actually protected by insurance. A more detailed discussion of these differences and of the limitations of the data is contained in Appendix A, page 78.

² For information concerning other special calls regarding insurance coverage see the following Annual Reports: 1934, pp. 59-67, pp. 140-147, pp. 184-193, and p. 244; 1936, pp. 65-77 and pp. 93-94; 1938, pp. 79-99 and pp. 109-111.

98.5 percent on October 1, 1934. For the four special call dates in the 7-year period, a relative stability was noticeable in the relationship between total accounts and accounts of \$5,000 or less for groups of banks whether the banks were grouped by amount of deposits, by class of bank, or by State.

No great differences in the percent of accounts of \$5,000 or less appeared among various size groups of banks. On September 24, 1941, in the group of smallest sized banks 99.8 percent of the accounts were \$5,000 or less; in the group of largest sized banks the figure was 96.9 percent. The percent of accounts of \$5,000 or less on special call dates in insured commercial banks grouped by amount of deposits is shown in Table 29.

Table 29. PERCENT OF TOTAL NUMBER OF ACCOUNTS WITH BALANCES OF \$5,000 OR LESS, SPECIAL CALL DATES, 1934-1941

INSURED COMMERCIAL BANKS GROUPED BY AMOUNT OF DEPOSITS

	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936	Oct. 1, 1934
All banks	98.1%	98.4%	98.4%	98.5%
Banks with deposits of—				
\$100,000 or less.....	99.8	99.8	99.8	99.7
\$100,000 to \$250,000.....	99.6	99.6	99.6	99.6
\$250,000 to \$500,000.....	99.3	99.4	99.4	99.4
\$500,000 to \$1,000,000.....	99.1	99.2	99.2	99.3
\$1,000,000 to \$2,000,000.....	98.9	99.0	99.0	99.1
\$2,000,000 to \$5,000,000.....	98.7	98.8	98.8	98.8
\$5,000,000 to \$50,000,000.....	98.1	98.3	98.2	98.3
More than \$50,000,000.....	96.9	97.1	97.0	97.2

Total deposits in the insured commercial banks increased from \$36.0 billion to \$67.8 billion, and insured deposits from \$15.7 billion to \$26.0 billion in the seven years from 1934 to 1941. The growth of deposits in large accounts was proportionately greater than the growth of deposits in accounts of \$5,000 or less. As a result, the percent of deposits insured declined from 43.5 percent in 1934 to 38.4 percent in 1941. The reduction occurred during the last three years of the period. Between 1934 and 1938 there was an increase in the percent of deposits insured in banks of all size groups. The decline since 1938 marks a change in trend and is accounted for chiefly by changes in deposits in the larger banks. The percent of deposits insured continued to increase in the smaller banks—banks with deposits not in excess of \$1,000,000 each—but decreased in the larger banks wherein the growth of deposits was greatest. The decline in percent of deposits insured was especially marked in the largest banks. The percent of deposits insured on special call dates in insured commercial banks grouped by amount of deposits is shown in Table 30.

Table 30. PERCENT OF DEPOSITS INSURED WITH A MAXIMUM COVERAGE OF \$5,000, SPECIAL CALL DATES, 1934-1941

INSURED COMMERCIAL BANKS GROUPED BY AMOUNT OF DEPOSITS				
	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936	Oct. 1, 1934
All banks	38.4%	45.0%	43.3%	43.5%
Banks with deposits of—				
\$100,000 or less.....	96.0	95.2	95.1	91.7
\$100,000 to \$250,000.....	92.3	91.5	90.3	86.9
\$250,000 to \$500,000.....	83.8	87.8	86.4	83.1
\$500,000 to \$1,000,000.....	84.8	84.0	82.2	78.8
\$1,000,000 to \$2,000,000.....	79.5	79.8	78.1	74.6
\$2,000,000 to \$5,000,000.....	72.8	74.0	72.2	69.1
\$5,000,000 to \$50,000,000.....	53.6	55.5	52.2	49.6
More than \$50,000,000.....	21.3	26.5	25.2	25.7

Insurance coverage was high in most banks throughout the period of deposit insurance. Eighty percent or more of the deposits were insured in about two-thirds of the banks. However, the number of banks with all deposits fully protected by insurance declined from 580 on May 13, 1936, to 228 on September 24, 1941. The distribution of banks by percent of deposits insured is shown in Table 31.

Table 31. NUMBER AND PERCENTAGE DISTRIBUTION OF INSURED COMMERCIAL BANKS, SPECIAL CALL DATES, 1936-1941
GROUPED BY PERCENT OF DEPOSITS INSURED

	Number of banks			Percent of total		
	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936
All banks	13,434	13,705	14,085	100.0%	100.0%	100.0%
Banks with percent of deposits insured of—						
100 percent.....	228	456	580	1.7	3.3	4.1
90 to 99 percent.....	4,190	4,602	4,419	31.2	33.6	31.3
80 to 89 percent.....	4,420	4,508	4,362	32.9	32.9	31.0
70 to 79 percent.....	2,431	2,335	2,567	18.1	17.0	18.2
60 to 69 percent.....	1,129	995	1,194	8.4	7.3	8.5
50 to 59 percent.....	512	395	491	3.8	2.9	3.5
40 to 49 percent.....	211	187	221	1.6	1.4	1.6
30 to 39 percent.....	141	126	144	1.0	.9	1.0
20 to 29 percent.....	108	59	67	.8	.4	.5
Less than 20 percent.....	64	42	40	.5	.3	.3

Full protection was given to 90 percent or more of the depositors of all but a few banks. In only one bank were less than two-thirds of the accounts fully protected by insurance. In that bank approximately two-fifths of the accounts were fully protected. In the 64 banks, less than 20 percent of whose deposits were covered by insurance, almost 94 percent of the accounts on the average had balances of \$5,000 or

less on September 21, 1941. The accounts and deposits protected in banks grouped by percent of deposits insured are shown in Table 32.

**Table 32. INSURANCE PROTECTION WITH A MAXIMUM COVERAGE OF \$5,000
SEPTEMBER 24, 1941**

INSURED COMMERCIAL BANKS GROUPED BY PERCENT OF DEPOSITS INSURED

	Accounts			Deposits		
	Number		Percent \$5,000 or less	Amount (in millions)		Percent insured
	Total	\$5,000 or less		Total	Insured	
All banks	66,918,000	65,668,000	98.1%	\$67,778	\$26,043	38%
Banks with percent of deposits insured of—						
100 percent.....	144,000	144,000	100.0	41	41	100
90 to 99 percent.....	7,023,000	6,978,000	99.4	2,254	2,110	93
80 to 89 percent.....	13,061,000	12,927,000	99.0	5,037	4,267	84
70 to 79 percent.....	11,419,000	11,261,000	98.6	5,397	4,055	75
60 to 69 percent.....	8,572,000	8,430,000	98.4	4,879	3,175	65
50 to 59 percent.....	10,390,000	10,202,000	98.2	7,408	4,138	55
40 to 49 percent.....	4,621,000	4,517,000	97.8	4,386	1,972	44
30 to 39 percent.....	3,878,000	3,780,000	97.5	4,647	1,598	34
20 to 29 percent.....	4,254,000	4,098,000	96.3	8,871	2,241	25
Less than 20 percent.....	3,556,000	3,331,000	93.6	24,858	2,446	9

Changes in size distribution of banks. The rapid growth in deposits in insured commercial banks since the beginning of deposit insurance, combined with reorganizations, consolidations, and other similar changes among the banks, has resulted in a substantial shift in the distribution of banks when grouped by amount of deposits. The number of banks in the various size groups on special call dates is shown in Table 33 and in Chart C.

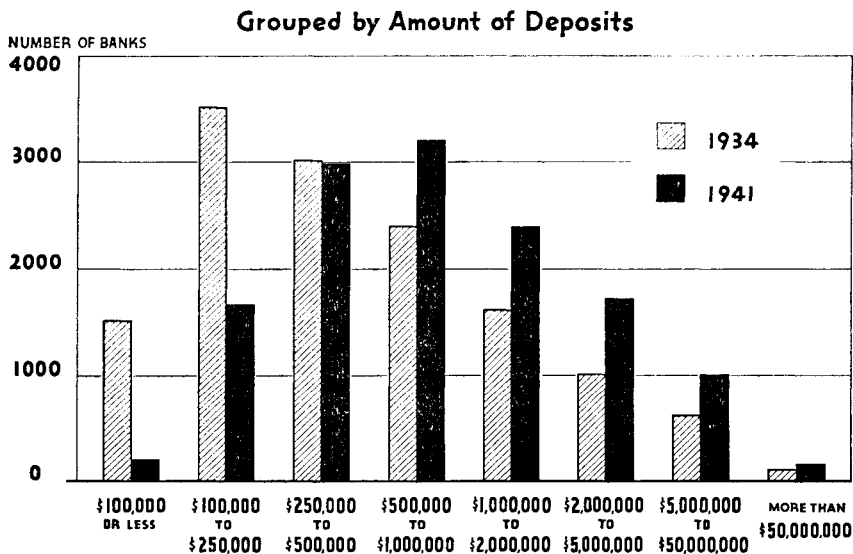
**Table 33. NUMBER OF INSURED COMMERCIAL BANKS
SPECIAL CALL DATES, 1934-1941**

GROUPED BY AMOUNT OF DEPOSITS

	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936	Oct. 1, 1934
All banks	13,434	13,705	14,085	14,060
Banks with deposits of—				
\$100,000 or less.....	188	570	917	1,513
\$100,000 to \$250,000.....	1,649	2,592	3,028	3,593
\$250,000 to \$500,000.....	2,986	3,203	3,300	3,115
\$500,000 to \$1,000,000.....	3,226	2,913	2,751	2,421
\$1,000,000 to \$2,000,000.....	2,413	2,052	1,926	1,681
\$2,000,000 to \$5,000,000.....	1,747	1,411	1,282	1,060
\$5,000,000 to \$10,000,000.....	589	484	441	631
\$10,000,000 to \$50,000,000.....	478	360	331	
More than \$50,000,000.....	158	120	109		96

Between October 1, 1934, and September 24, 1941, the number of insured commercial banks each with deposits of \$250,000 or less decreased from 5,106 to 1,837, a decline of 3,269. Most of these banks increased in size and moved into a group of banks with larger deposits. The average amount of deposits in the banks remaining in the group increased from \$139,000 to \$171,000. Furthermore, the number of banks in the group with deposits of \$250,000 to \$500,000 each also declined over the period, reflecting an even larger shift of these banks into larger size groups.

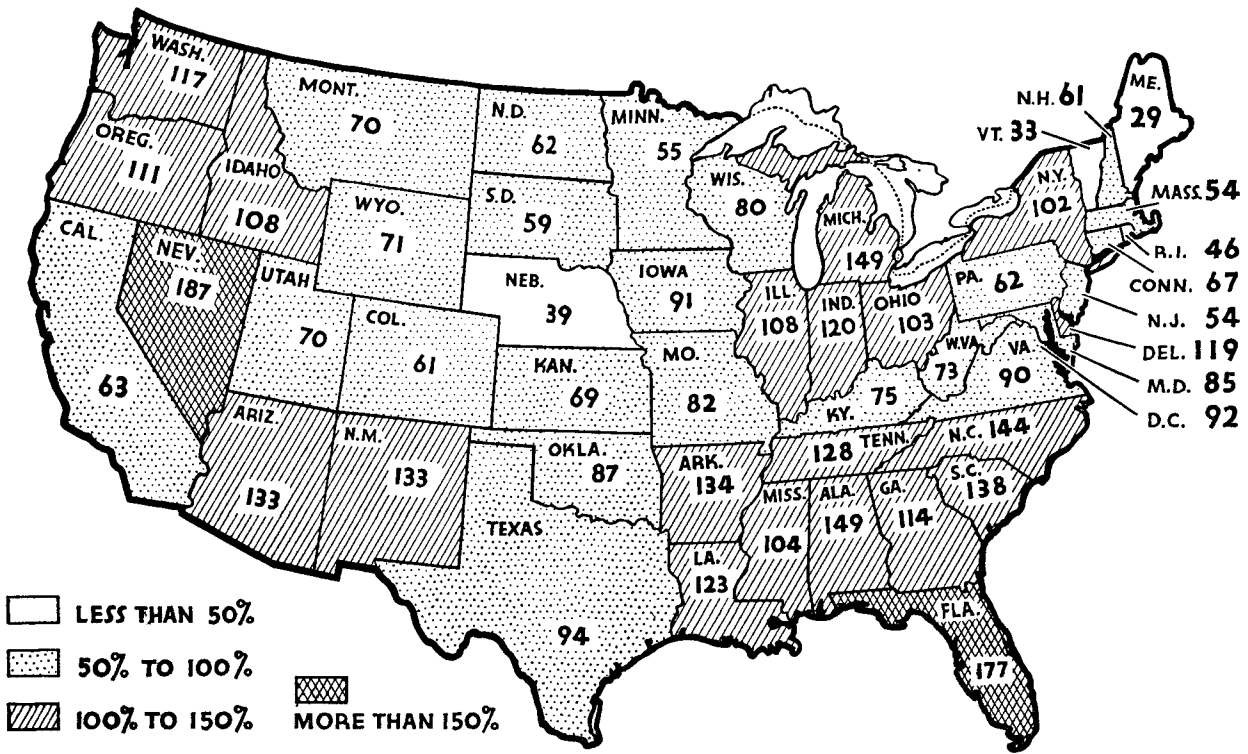
CHART C
NUMBER OF INSURED COMMERCIAL BANKS
SPECIAL CALL DATES, 1934-1941



Between 1934 and 1941, the number of insured commercial banks with deposits in excess of \$50,000,000 each increased from 96 to 158. Aggregate deposits in these large banks increased from \$18.9 billion to \$41.5 billion, a growth of \$22.6 billion. Deposits in the 96 banks which had deposits of more than \$50,000,000 each in 1934 increased by \$18.3 billion, while the addition to the group of 62 banks increased total deposits in the group by only \$4.3 billion. Deposits in all other insured commercial banks increased by \$9.2 billion. The rate of growth of deposits from 1934 in the 96 largest banks was 97 percent, while deposits in all other insured commercial banks increased by only 79 percent.

PERCENTAGE INCREASE IN DEPOSITS OF INSURED COMMERCIAL BANKS

OCTOBER 1, 1934 TO SEPTEMBER 24, 1941



Changes in deposits in banks grouped by State. Deposits have not increased at the same rate in all the States. Between October 1, 1934, and September 24, 1941, an increase of more than 100 percent occurred in 21 States, located chiefly in the South and in the Northwest and North Central parts of the United States. The greatest increases were in Nevada and Florida. An increase of from 50 to 100 percent occurred in 23 States,—chiefly States west of the Mississippi including the Western plains States and a belt of Eastern and Atlantic States just south of the Ohio river—and in the District of Columbia. Four States—Maine, Nebraska, Rhode Island, and Vermont—reported a growth in aggregate deposits of less than 50 percent. The percentage increase of deposits in the banks of the various States is indicated on the accompanying map.

Little variation existed among the various States in the percent of accounts with balances of \$5,000 or less. Delaware and New York had relatively the smallest number of such accounts—less than 97 percent—and North Dakota and West Virginia, the largest, 99.1 percent. In all other States between 97 and 99 percent of accounts had balances of \$5,000 or less. The figures are shown in Table 39.

With the growth in deposits, the percent of deposits insured was reduced in all but five States. Insurance coverage on September 24, 1941, varied widely among the States, ranging from 84 percent in North Dakota to 17 percent in New York. More than 40 percent of the deposits were insured in all but five States: Delaware, Illinois, Massachusetts, Missouri, and New York. The figures are shown in Table 40.

Insurance coverage by type of deposit. On September 24, 1941, the general public held 63.6 million accounts in the form of demand and time (including savings) accounts of individuals, partnerships, and corporations. These constituted about 95 percent of all accounts in the 13,434 insured commercial banks. Of the increase of 9.5 million in the number of accounts between May 13, 1936, and September 24, 1941, 8.9 million were accounts opened by the general public.¹ Demand deposits increased by \$14.5 billion, or 73 percent, accounting for more than two-thirds of the total growth in deposits during the 5½-year period. The average size of these accounts increased from \$893 to \$1,301. Insurance coverage decreased from 38 to 33 percent. Though savings and time deposits increased from \$12.6 billion to \$14.8 billion, the average size of such accounts increased only from \$386 to \$396, and insurance coverage increased from 82 to 86 percent.

Interbank deposits increased from \$6.3 billion to \$11.1 billion, or 75 percent between 1936 and 1941. The number of interbank accounts

¹ The classification of deposits by type used in 1934 differs from that used in the later calls.

increased from 93,000 to 104,000, and their average size increased from \$67,609 to \$106,298. Only one-fourth of the accounts were fully protected by the \$5,000 insurance coverage, and almost one-half were in excess of \$25,000. Most of the accounts were concentrated in about one hundred banks. Only about 4 percent of interbank deposits were protected by insurance.

Figures for accounts grouped by type of deposit are shown in Table 34.

Table 34. NUMBER AND AVERAGE SIZE OF ACCOUNTS IN INSURED COMMERCIAL BANKS, SPECIAL CALL DATES, 1936-1941

GROUPED BY TYPE OF DEPOSIT

	Number of accounts			Average size of account		
	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936
Total	66,918,000	61,392,000	57,398,000	\$1,032	\$785	\$787
Type of deposit						
Deposits of individuals, partnerships, and corporations:						
Demand.....	26,291,000	23,770,000	22,106,000	1,301	924	893
Savings and time.....	37,318,000	34,323,000	32,563,000	396	397	386
Interbank deposits.....	104,000	97,000	93,000	106,298	69,994	67,609
Deposits of States and political subdivisions.....	255,000	249,000	244,000	16,125	12,517	13,795
U. S. Government and postal savings deposits.....	18,000	17,000	14,000	49,222	49,660	84,717
Uninvested trust funds.....	620,000	579,000	516,000	2,361	1,722	2,228
Drafts.....	611,000	596,000	469,000	843	564	679
Other items.....	1,701,000	1,761,000	1,393,000	456	312	419

The amount of deposits of each type and the percent insured on special call dates are given in Table 35.

Table 35. DEPOSITS IN INSURED COMMERCIAL BANKS INSURED WITH A MAXIMUM COVERAGE OF \$5,000, SPECIAL CALL DATES, 1936-1941

GROUPED BY TYPE OF DEPOSIT

	Amount of deposits (in millions)			Percent of deposits insured		
	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936	Sept. 24, 1941	Sept. 21, 1938	May 13, 1936
Total	\$67,778	\$48,220	\$45,188	38%	45%	43%
Type of deposit						
Deposits of individuals, partnerships, and corporations:						
Demand.....	34,197	21,972	19,737	33	38	38
Savings and time.....	14,773	13,612	12,559	86	84	82
Interbank deposits.....	11,055	6,798	6,315	4	5	6
Deposits of States and political subdivisions.....	4,112	3,116	3,360	11	13	12
U. S. Government and postal savings deposits.....	886	839	1,165	3	4	3
Uninvested trust funds.....	1,464	997	1,150	29	35	30
Drafts.....	515	336	318	42	49	52
Other items.....	776	550	584	38	42	44

Accounts and deposits by size of account. On September 21, 1938, and September 24, 1941, banks reported the number of accounts and the amount of deposits according to the size of account. In each of the four size groups (\$5,000 or less, \$5,000 to \$10,000, \$10,000 to \$25,000, more than \$25,000) both the number of accounts and amount of deposits increased. A comparison for the two dates of the percentage distribution of accounts and deposits by size is shown in Table 36.

Table 36. PERCENTAGE DISTRIBUTION OF ACCOUNTS AND DEPOSITS IN INSURED COMMERCIAL BANKS, SEPTEMBER 24, 1941, AND SEPTEMBER 21, 1938

GROUPED BY SIZE OF ACCOUNT

	Number of accounts		Amount of deposits	
	Sept. 24, 1941	Sept. 21, 1938	Sept. 24, 1941	Sept. 21, 1938
Total	100.0%	100.0%	100.0%	100.0%
Accounts of—				
\$5,000 or less.....	98.1	98.4	29.2	34.7
\$5,000 to \$10,000.....	1.0	.9	6.9	7.8
\$10,000 to \$25,000.....	.5	.4	7.0	8.1
More than \$25,000.....	.4	.3	56.9	49.4

Most of the increase in accounts was in those of \$5,000 or less; this group included more than 98 percent of all accounts. However, the rate of increase in the number of accounts was relatively greater in the accounts in excess of \$5,000.

The greatest increase in deposits over the 3-year period was in accounts of more than \$25,000, the balances in which amounted to nearly 57 percent of all deposits in insured commercial banks.

The number of accounts and the amount of deposits in each of the four size groups on September 24, 1941, are shown in Tables 37 and 38 for each type of deposit and for banks grouped by size, and in Tables 39 and 40 for each State.

Table 37. DISTRIBUTION OF ACCOUNTS ACCORDING TO SIZE
SEPTEMBER 24, 1941

GROUPED BY TYPE OF DEPOSIT AND IN BANKS GROUPED BY AMOUNT OF DEPOSITS
INSURED COMMERCIAL BANKS

	Number of accounts (in thousands)					Percent of accounts of \$5,000 or less
	Total	\$5,000 or less	\$5,000 to \$10,000	\$10,000 to \$25,000	More than \$25,000	
Total	66,918	65,668	698	314	238	98.1%
Type of deposit						
Deposits of individuals, partnerships, and corporations:						
Demand.....	26,291	25,641	317	193	140	97.5
Savings and time....	37,318	36,915	323	67	13	98.9
Interbank deposits.....	104	26	10	17	51	25.2
Deposits of States and political subdivisions.....	255	202	18	17	18	79.2
U. S. Government and postal savings deposits.....	18	14	1	1	2	78.3
Uninvested trust funds.....	620	587	15	10	8	94.7
Drafts.....	611	596	7	5	3	97.5
Other items.....	1,701	1,687	7	4	3	99.2
Banks with deposits of-						
\$100,000 or less.....	78	78	.....	.....	.....	99.8
\$100,000 to \$250,000.....	1,117	1,112	4	1	.....	99.6
\$250,000 to \$500,000.....	3,349	3,326	17	5	1	99.3
\$500,000 to \$1,000,000.....	6,094	6,037	40	13	4	99.1
\$1,000,000 to \$2,000,000....	8,275	8,183	62	22	8	98.9
\$2,000,000 to \$5,000,000....	11,178	11,026	100	36	16	98.7
\$5,000,000 to \$10,000,000..	7,251	7,137	71	28	15	98.4
\$10,000,000 to \$50,000,000.	11,650	11,410	135	62	43	97.9
More than \$50,000,000.....	17,926	17,359	269	147	151	96.9

NOTE: Percentages were calculated from the original figures before rounding.

**Table 38. DISTRIBUTION OF DEPOSITS ACCORDING TO SIZE OF ACCOUNT
SEPTEMBER 24, 1941**

GROUPED BY TYPE OF DEPOSIT AND IN BANKS GROUPED BY AMOUNT OF DEPOSITS
INSURED COMMERCIAL BANKS

	Deposits (in millions)					Deposits insured with \$5,000 maximum coverage	
	Total	In accounts of—				Amount (in millions)	Percent
		\$5,000 or less	\$5,000 to \$10,000	\$10,000 to \$25,000	More than \$25,000		
Total	\$67,778	\$19,793	\$4,658	\$4,779	\$38,548	\$26,043	38%
Type of deposit							
Deposits of individuals, partnerships, and corporations:							
Demand.....	34,197	8,141	2,201	2,962	20,893	11,389	33
Savings and time.....	14,773	10,757	2,032	939	1,045	12,774	86
Interbank deposits.....	11,055	54	77	292	10,632	445	4
Deposits of States and political subdivisions.....							
U. S. Government and postal savings deposits.....	4,112	196	130	274	3,512	462	11
U. S. Government and postal savings deposits.....	886	15	9	16	846	35	3
Uninvested trust funds.....	1,464	260	106	159	939	425	29
Drafts.....	515	141	52	77	245	216	42
Other items.....	776	229	51	60	436	297	38
Banks with deposits of—							
\$100,000 or less.....	14	13	1	.....	.....	14	96
\$100,000 to \$250,000.....	301	252	26	17	6	278	92
\$250,000 to \$500,000.....	1,099	862	110	77	50	976	88
\$500,000 to \$1,000,000.....	2,312	1,676	266	190	180	1,960	84
\$1,000,000 to \$2,000,000.....	3,403	2,247	411	321	424	2,706	79
\$2,000,000 to \$5,000,000.....	5,348	3,133	655	540	1,020	3,893	72
\$5,000,000 to \$10,000,000.....	4,071	2,054	473	423	1,121	2,626	64
\$10,000,000 to \$50,000,000.....	9,691	3,553	903	944	4,291	4,755	49
More than \$50,000,000.....	41,539	6,003	1,813	2,267	31,456	8,835	21

NOTE: Percentages were calculated from the original figures before rounding.

Table 39. DISTRIBUTION OF ACCOUNTS ACCORDING TO SIZE
SEPTEMBER 24, 1941
INSURED COMMERCIAL BANKS GROUPED BY CLASS AND BY STATE

	Number of banks	Number of accounts (in thousands)					Percent of accounts \$5,000 or less
		Total	\$5,000 or less	\$5,000 to \$10,000	\$10,000 to \$25,000	More than \$25,000	
United States and possessions—total.....	13,434	66,918	65,668	698	314	238	98.1%
Class of bank							
National banks members							
F. R. System.....	5,125	35,869	35,170	380	177	142	98.0
State banks members							
F. R. System.....	1,468	14,602	14,246	185	92	79	97.6
Banks not members F. R. System.....	6,841	16,447	16,252	133	45	17	98.8
United States—total..	13,430	66,894	65,644	698	314	238	98.1%
State							
Alabama.....	210	910	899	6	3	2	98.8
Arizona.....	12	136	133	2	1	.....	97.8
Arkansas.....	208	468	461	4	2	1	98.6
California.....	194	5,614	5,484	83	31	16	97.7
Colorado.....	137	497	488	5	2	2	98.2
Connecticut.....	100	816	801	9	4	2	98.1
Delaware.....	41	157	152	3	1	1	96.9
District of Columbia.....	22	699	688	6	3	2	98.5
Florida.....	164	679	667	7	3	2	98.1
Georgia.....	271	1,095	1,081	7	4	3	98.7
Idaho.....	49	187	183	2	1	1	98.2
Illinois.....	817	4,297	4,198	54	24	21	97.7
Indiana.....	475	1,681	1,655	15	7	4	98.5
Iowa.....	587	1,314	1,297	10	4	3	98.7
Kansas.....	452	793	782	6	3	2	98.7
Kentucky.....	372	1,010	998	7	3	2	98.8
Louisiana.....	145	908	894	7	4	3	98.5
Maine.....	58	449	443	4	1	1	98.6
Maryland.....	172	1,061	1,044	10	4	3	98.4
Massachusetts.....	190	1,793	1,747	23	12	11	97.4
Michigan.....	421	2,542	2,499	26	10	7	98.3
Minnesota.....	643	1,549	1,529	11	5	4	98.7
Mississippi.....	200	503	496	4	2	1	98.5
Missouri.....	578	2,006	1,971	17	9	9	98.3
Montana.....	111	236	231	3	1	1	98.0
Nebraska.....	361	589	581	4	2	2	98.6
Nevada.....	11	55	53	1	1	.....	97.0
New Hampshire.....	56	188	185	2	1	.....	98.5
New Jersey.....	349	3,750	3,699	34	11	6	98.6
New Mexico.....	41	127	125	1	1	.....	98.4
New York.....	714	7,112	6,879	107	62	64	96.7
North Carolina.....	220	917	904	7	3	3	98.6
North Dakota.....	150	238	236	1	1	.....	99.1
Ohio.....	673	4,055	3,989	39	15	12	98.3
Oklahoma.....	381	863	852	6	3	2	98.6
Oregon.....	69	559	550	6	2	1	98.3
Pennsylvania.....	1,050	6,633	6,516	70	28	19	98.2
Rhode Island.....	16	452	444	5	2	1	98.3
South Carolina.....	114	375	370	3	1	1	98.6
South Dakota.....	161	274	271	2	1	.....	99.0
Tennessee.....	288	1,108	1,092	9	4	3	98.6
Texas.....	785	2,495	2,451	23	12	9	98.2
Utah.....	60	277	272	3	1	1	98.3
Vermont.....	72	279	276	2	1	.....	98.8
Virginia.....	314	1,554	1,535	11	5	3	98.8
Washington.....	131	772	757	9	4	2	98.1
West Virginia.....	174	954	945	5	2	2	99.1
Wisconsin.....	553	1,734	1,709	16	6	3	98.6
Wyoming.....	58	134	132	1	1	.....	98.4
Possessions—total....	4	24	24	.....	.....	.....	98.8%

NOTE: Percentages were calculated from the original figures before rounding.

**Table 40. DISTRIBUTION OF DEPOSITS ACCORDING TO SIZE OF ACCOUNT
SEPTEMBER 24, 1941**

INSURED COMMERCIAL BANKS GROUPED BY CLASS AND BY STATE

	Total	Deposits (in millions)				Deposits insured with \$5,000 maximum coverage	
		In accounts of—				Amount (in millions)	Percent
		\$5,000 or less	\$5,000 to \$10,000	\$10,000 to \$25,000	More than \$25,000		
United States and possessions—total.....	\$67,778	\$19,793	\$4,658	\$4,779	\$38,548	\$26,043	38%
Class of bank							
National banks members							
F. R. System.....	38,609	10,503	2,545	2,708	22,853	14,002	36
State banks members							
F. R. System.....	21,701	4,650	1,243	1,406	14,402	6,427	29
Banks not members F. R. System.....	7,468	4,640	870	665	1,293	5,614	75
United States—total..	\$67,767	\$19,786	\$4,657	\$4,778	\$38,546	\$26,035	38%
State							
Alabama.....	449	178	42	42	187	233	51
Arizona.....	102	49	13	12	23	64	62
Arkansas.....	260	113	24	29	94	146	56
California.....	4,991	1,989	543	460	1,999	2,636	52
Colorado.....	402	162	34	33	173	207	51
Connecticut.....	708	269	58	58	323	345	48
Delaware.....	228	54	17	19	133	78	34
District of Columbia..	484	180	39	45	220	233	43
Florida.....	516	180	48	52	236	244	47
Georgia.....	647	213	48	57	329	282	43
Idaho.....	119	62	13	13	31	78	65
Illinois.....	5,758	1,417	360	376	3,605	1,912	33
Indiana.....	1,108	501	100	100	407	629	56
Iowa.....	777	427	70	62	218	513	66
Kansas.....	459	217	40	46	156	270	53
Kentucky.....	557	257	48	48	204	319	57
Louisiana.....	634	195	48	56	335	264	41
Maine.....	223	119	26	22	56	151	67
Maryland.....	813	260	63	64	426	343	42
Massachusetts.....	2,447	585	154	188	1,520	815	33
Michigan.....	2,046	820	172	150	904	1,033	50
Minnesota.....	1,085	464	77	73	466	568	52
Mississippi.....	256	133	30	30	58	175	68
Missouri.....	1,905	565	117	137	1,086	733	38
Montana.....	176	86	18	18	54	109	61
Nebraska.....	384	165	30	36	153	207	53
Nevada.....	52	24	7	5	16	32	61
New Hampshire.....	103	50	11	12	30	65	62
New Jersey.....	2,115	1,071	222	168	654	1,323	62
New Mexico.....	75	37	8	8	22	47	62
New York.....	20,485	2,414	734	968	16,369	3,533	17
North Carolina.....	678	221	44	53	360	285	42
North Dakota.....	105	77	10	8	10	88	84
Ohio.....	3,064	1,188	256	237	1,383	1,519	49
Oklahoma.....	558	194	40	50	274	252	45
Oregon.....	427	198	39	34	156	246	57
Pennsylvania.....	5,946	1,910	460	423	3,153	2,496	42
Rhode Island.....	314	108	31	27	148	148	46
South Carolina.....	206	92	21	23	70	119	57
South Dakota.....	120	78	11	11	20	91	76
Tennessee.....	741	263	57	61	360	341	46
Texas.....	1,889	601	158	188	942	823	43
Utah.....	187	80	18	15	74	102	54
Vermont.....	126	87	16	10	13	104	82
Virginia.....	813	363	76	68	306	457	56
Washington.....	667	264	58	54	291	338	50
West Virginia.....	370	185	35	32	118	229	62
Wisconsin.....	1,114	575	104	83	352	698	62
Wyoming.....	78	41	9	9	19	52	66
Possessions—total....	\$11	\$7	\$1	\$1	\$2	\$8	77%

NOTE: Percentages were calculated from the original figures before rounding.

OPERATING INSURED MUTUAL SAVINGS BANKS

Changes in insurance coverage, 1936-1941.¹ Total deposits in insured mutual savings banks increased from \$980 million to \$1,788 million, and insured deposits from \$878 million to \$1,596 million between May 13, 1936, and September 24, 1941. Insurance protection amounted to 89 percent of deposits on both dates. This protection was slightly higher than the 86 percent coverage of savings and time deposits of individuals, partnerships, and corporations in insured commercial banks. Of the 2,577,000 accounts in the 53 insured mutual savings banks, 2,497,000 accounts had balances not in excess of \$5,000. In no insured mutual savings bank did insurance protect less than 80 percent of total deposits.

Tables 41 and 42 show the distribution of accounts and deposits according to size of account in insured mutual savings banks grouped by amount of deposits and by State.

Table 41. DISTRIBUTION OF ACCOUNTS ACCORDING TO SIZE
SEPTEMBER 24, 1941

INSURED MUTUAL SAVINGS BANKS GROUPED BY AMOUNT OF DEPOSITS AND BY STATE

	Number of banks	Number of accounts					Percent of accounts \$5,000 or less
		Total	\$5,000 or less	\$5,000 to \$10,000	\$10,000 to \$25,000	More than \$25,000	
United States—total	53	2,576,607	2,496,837	70,628	8,675	467	96.9%
Banks with deposits of—							
\$100,000 or less.....	1	568	568				100.0
\$100,000 to \$250,000.....	2	2,702	2,663	37	2		98.6
\$250,000 to \$500,000.....							
\$500,000 to \$1,000,000.....	5	19,120	19,011	90	17	2	99.4
\$1,000,000 to \$2,000,000.....	5	14,116	13,865	210	37	4	98.2
\$2,000,000 to \$5,000,000.....	12	90,366	89,244	997	119	6	98.8
\$5,000,000 to \$10,000,000...	10	135,431	133,273	1,905	230	23	98.4
\$10,000,000 to \$50,000,000...	9	366,845	359,058	6,714	1,006	67	97.9
More than \$50,000,000.....	9	1,947,459	1,879,155	60,675	7,264	365	96.5
State							
Indiana.....	3	20,368	19,890	380	79	19	97.7
Maine.....	6	32,206	31,785	375	44	2	98.7
Maryland.....	2	9,047	9,013	23	9	2	99.6
Minnesota.....	1	173,408	170,368	3,004	36		98.2
New Jersey.....	13	226,438	221,769	3,994	652	23	97.9
New York.....	4	671,531	634,545	36,122	863	1	94.5
Ohio.....	3	176,303	170,700	4,284	1,169	150	96.8
Oregon.....	1	3,042	2,889	153			95.0
Pennsylvania.....	6	937,533	913,498	18,104	5,669	262	97.4
Vermont.....	8	100,797	99,328	1,350	112	7	98.5
Washington.....	3	203,664	200,895	2,743	26		98.6
Wisconsin.....	3	22,270	22,157	96	16	1	99.5

NOTE: Percentages were calculated from the original figures before rounding.

¹ Figures for insured mutual savings banks as of October 1, 1934, are not comparable with later figures as deposits in 44 banks were insured to a maximum of \$5,000 and deposits in 24 banks, to a maximum of \$2,500.

**Table 42. DISTRIBUTION OF DEPOSITS ACCORDING TO SIZE OF ACCOUNT
SEPTEMBER 24, 1941**

INSURED MUTUAL SAVINGS BANKS GROUPED BY AMOUNT OF DEPOSITS AND BY STATE

	Deposits (in thousands)					Deposits insured with \$5,000 maximum coverage	
	Total	In accounts of—				Amount (in thousands)	Percent
		\$5,000 or less	\$5,000 to \$10,000	\$10,000 to \$25,000	More than \$25,000		
United States—total.....	\$1,788,236	\$1,197,303	\$457,145	\$116,511	\$17,277	\$1,596,153	89%
Banks with deposits of—							
\$100,000 or less.....							
\$100,000 to \$250,000.....	162	162				162	100
\$250,000 to \$500,000.....	783	542	219	22		737	94
\$500,000 to \$1,000,000....	4,571	3,706	560	239	66	4,251	93
\$1,000,000 to \$2,000,000...	7,838	5,907	1,322	503	106	7,162	91
\$2,000,000 to \$5,000,000...	37,079	29,140	6,041	1,590	308	34,750	93
\$5,000,000 to \$10,000,000..	71,950	55,664	12,218	3,036	1,032	66,454	92
\$10,000,000 to \$50,000,000.	218,436	159,782	42,355	14,044	2,255	198,717	90
More than \$50,000,000....	1,447,417	942,400	394,430	97,077	13,510	1,283,920	88
State							
Indiana.....	13,896	9,064	2,916	1,084	832	11,454	82
Maine.....	14,835	11,744	2,342	573	176	13,849	93
Maryland.....	1,750	1,411	141	132	66	1,581	90
Minnesota.....	68,304	50,582	17,273	449		65,782	96
New Jersey.....	131,357	97,214	24,615	8,899	629	120,559	91
New York.....	730,193	486,336	234,482	9,348	27	671,266	91
Ohio.....	124,756	75,464	27,464	16,405	5,423	103,479	82
Oregon.....	3,071	2,263	808			3,028	98
Pennsylvania.....	562,404	354,015	120,992	77,627	9,770	474,190	84
Vermont.....	56,871	47,066	8,031	1,502	272	54,411	95
Washington.....	75,905	58,151	17,478	276		71,996	94
Wisconsin.....	4,894	3,993	603	216	82	4,558	93

NOTE: Percentages were calculated from the original figures before rounding.

Appendix A

LIMITATIONS ON DATA OF INSURED DEPOSITS AS OF
SPECIAL CALL DATES, 1936-1941

The deposit insurance law provides that in any insured bank insurance protection up to a maximum of \$5,000 shall be given to each depositor in any single right or capacity.¹ If, in an insured bank closed on account of financial difficulties, a depositor has a personal checking account and a savings account, the two accounts are combined in determining what amount shall be paid to him by the Corporation. The total net amount up to a maximum of \$5,000 in the two accounts, after deducting the amount he owes the bank, is paid. If a deposit is protected in part by pledge of security, by priority, or by offsetting claims, only such part, up to a maximum of \$5,000, as is not protected by security, priority, or offsetting claims is paid by the Corporation.

In the insured banks placed in receivership, 9.8 percent of the deposits were protected by pledge of security, by priority of claims, or by offsets. The proportion of these deposits which would have been paid as insured claims had they not been otherwise protected by the preferential treatment has not been determined.

The term "insured deposits", when used in connection with deposits in banks placed in receivership, includes only those claims which the Federal Deposit Insurance Corporation has paid or expects to pay and does not include claims settled or expected to be settled by offset, by sale of security, or by the receiver on prior claims, even though these claims might otherwise have been eligible for insurance under the provision for a \$5,000 maximum coverage. Table 4, page 17, shows that the proportion of deposits protected by insurance, pledge of security, priority of claims, or by offsetting claims is considerably higher than the amount protected by insurance alone. In banks merged with the financial aid of the Federal Deposit Insurance Corporation full protection is given all depositors.

The term "insured deposits" used in connection with the estimates for September 24, 1941, September 21, 1938, and May 13, 1936, is applied to balances in accounts of \$5,000 or less and the first \$5,000 in accounts with balances in excess of that amount. No effort has been made to combine accounts into single rights and capacities or to adjust the deposits for the effects of pledge of security, priority, or amounts owed to the bank.

In submitting the reports of their deposits on September 24, 1941, the operating banks were instructed to report on the basis of accounts as they stood on their books, without combining accounts standing to the credit of a depositor in the same right and capacity and without deducting offsetting indebtedness.² This method was used in order to lessen the work required in the preparation of the report by the banks. The same method was used in the reports on September 21, 1938, and May 13, 1936. Studies made by the Corporation indicate that, although there are substantial differences among banks, on the average the number of depositors in a given bank is about 10 percent less than the number of accounts. It is also estimated that, for September 24, 1941, September 21, 1938, and May 13, 1936, the aggregates of deposits in accounts of not more than \$5,000 each and in the first \$5,000 of accounts with balances in excess of that amount were about 2 percent higher than the corresponding figures for deposits standing to the credit of depositors after combining accounts, and that, as a consequence, the percent of deposits "insured" in all insured banks as computed from the reports submitted was higher than the proportion actually protected by insurance by about 1 percent of total deposits.

¹ Paragraph (13), subsection (c), section 12B of the Federal Reserve Act, as amended.

² The form used for the reports on September 24, 1941, was similar to that used on September 21, 1938. See the Annual Report of the Corporation for 1938, pp. 109-11, for the instructions and form used in that year.

PART FOUR
LEGISLATION AND EXECUTIVE ORDERS

LEGISLATION RELATING TO INSURED BANKS

FOREIGN ACCOUNTS IN INSURED BANKS

[PUBLIC LAW 31—77TH CONGRESS]

[CHAPTER 43—1ST SESSION]

[S. 390]

AN ACT

Relating to foreign accounts in Federal Reserve banks and insured banks.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That subsection (e) of section 14 of the Federal Reserve Act, as amended, is amended by inserting before the period at the end of the first sentence thereof the following: “, or for foreign banks or bankers, or for foreign states as defined in section 25 (b) of this Act”.

SEC. 2. Section 25 (b) of the Federal Reserve Act, as amended, is amended by adding at the end thereof the following new paragraphs:

“Whenever (1) any Federal Reserve bank has received any property from or for the account of a foreign state which is recognized by the Government of the United States, or from or for the account of a central bank of any such foreign state, and holds such property in the name of such foreign state or such central bank; (2) a representative of such foreign state who is recognized by the Secretary of State as being the accredited representative of such foreign state to the Government of the United States has certified to the Secretary of State the name of a person as having authority to receive, control, or dispose of such property; and (3) the authority of such person to act with respect to such property is accepted and recognized by the Secretary of State, and so certified by the Secretary of State to the Federal Reserve bank, the payment, transfer, delivery, or other disposal of such property by such Federal Reserve bank to or upon the order of such person shall be conclusively presumed to be lawful and shall constitute a complete discharge and release of any liability of the Federal Reserve bank for or with respect to such property.

“Whenever (1) any insured bank has received any property from or for the account of a foreign state which is recognized by the Government of the United States, or from or for the account of a central bank of any such foreign state, and holds such property in the name of such foreign state or such central bank; (2) a representative of such foreign state who is recognized by the Secretary of State as being the accredited representative of such foreign state to the Government of the United States has certified to the Secretary of State the name of a person as having authority to receive, control, or dispose of such property; and (3) the authority of such person to act with respect to such property is accepted and recognized by the Secretary of State, and so certified by the Secretary of State to such insured bank, the payment, transfer, delivery, or other disposal of such property by such bank to or upon the order of such person shall be conclusively presumed to be lawful and shall constitute a complete discharge and release of any liability of such bank for or with respect to such property. Any suit or other legal proceeding against any insured bank or any officer, director, or employee thereof, arising out of the receipt, possession, or disposition of any such property shall be deemed to arise under the laws of the United States and the district courts of the United States shall have

exclusive jurisdiction thereof, regardless of the amount involved; and any such bank or any officer, director, or employee thereof which is a defendant in any such suit may, at any time before trial thereof, remove such suit from a State court into the district court of the United States for the proper district by following the procedure for the removal of causes otherwise provided by law.

“Nothing in this section shall be deemed to repeal or to modify in any manner any of the provisions of the Gold Reserve Act of 1934 (ch. 6, 48 Stat. 337), as amended, the Silver Purchase Act of 1934 (ch. 674, 48 Stat. 1178), as amended, or subdivision (b) of section 5 of the Act of October 6, 1917 (40 Stat. 411), as amended, or any actions, regulations, rules, orders, or proclamations taken, promulgated, made, or issued pursuant to any of such statutes. In any case in which a license to act with respect to any property referred to in this section is required under any of said statutes, regulations, rules, orders, or proclamations, notification to the Secretary of State by the proper Government officer or agency of the issuance of an appropriate license or that appropriate licenses will be issued on application shall be a prerequisite to any action by the Secretary of State pursuant to this section, and the action of the Secretary of State shall relate only to such property as is included in such notification. Each such notification shall include the terms and conditions of such license or licenses and a description of the property to which they relate.

“For the purposes of this section, (1) the term ‘property’ includes gold, silver, currency, credits, deposits, securities, choses in action, and any other form of property, the proceeds thereof, and any right, title, or interest therein; (2) the term ‘foreign state’ includes any foreign government or any department, district, province, county, possession, or other similar governmental organization or subdivision of a foreign government, and any agency or instrumentality of any such foreign government or of any such organization or subdivision; (3) the term ‘central bank’ includes any foreign bank or banker authorized to perform any one or more of the functions of a central bank; (4) the term ‘person’ includes any individual, or any corporation, partnership, association, or other similar organization; and (5) the term ‘insured bank’ shall have the meaning given to it in section 12B of this Act.”

Approved, April 7, 1941.

TAXATION OF BANK PROFITS

[PUBLIC LAW 250—77TH CONGRESS]

[CHAPTER 412—1ST SESSION]

[H. R. 5417]

AN ACT

To provide revenue, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That this Act, divided into titles and sections according to the following Table of Contents, may be cited as the “Revenue Act of 1941”:

* * * * *

SEC. 103. CORPORATION DEFENSE TAX RATES INCORPORATED IN RATE SCHEDULES.

(a) TAX ON CORPORATIONS IN GENERAL.—Section 13 (b) (1) and (2) of the Internal Revenue Code are amended to read as follows:

“(1) GENERAL RULE.—A tax of 24 per centum of the normal-tax net income; or

“(2) ALTERNATIVE TAX (CORPORATIONS WITH NORMAL-TAX NET INCOME SLIGHTLY MORE THAN \$25,000).—A tax of \$4,250, plus 37 per centum of the amount of the normal-tax net income in excess of \$25,000.”

(b) TAX ON SPECIAL CLASSES OF CORPORATIONS.—Section 14 (b) of the Internal Revenue Code is amended to read as follows:

“(b) CORPORATIONS WITH NORMAL-TAX NET INCOMES OF NOT MORE THAN \$25,000.—If the normal-tax net income of the corporation is not more than \$25,000, and if the corporation does not come within one of the classes specified in subsection (c), (d), or (e) of this section, the tax shall be as follows:

“Upon normal-tax net incomes not in excess of \$5,000, 15 per centum.

“\$750 upon normal-tax net incomes of \$5,000, and upon normal-tax net incomes in excess of \$5,000 and not in excess of \$20,000, 17 per centum in addition of such excess.

“\$3,300 upon normal-tax net incomes of \$20,000, and upon normal-tax net incomes in excess of \$20,000, 19 per centum in addition of such excess.”

* * * * *

SEC. 104. SURTAX ON CORPORATIONS AND TERMINATION OF DEFENSE TAX

(a) GENERAL RULE.—Section 15 of the Internal Revenue Code (relating to defense tax) is amended to read as follows:

“SEC. 15. SURTAX ON CORPORATIONS.

“(a) CORPORATION SURTAX NET INCOME.—For the purposes of this chapter the term ‘corporation surtax net income’ means the net income minus the credit for dividends received provided in section 26 (b), computed by limiting such credit to 85 per centum of the net income in lieu of 85 per centum of the adjusted net income.

“(b) IMPOSITION OF TAX.—There shall be levied, collected, and paid for each taxable year upon the corporation surtax net income of every corporation (except a corporation subject to the tax imposed by section 231 (a) or Supplement Q) a surtax as follows:

“Upon corporation surtax net incomes not in excess of \$25,000, 6 per centum of the amount thereof;

“Upon corporation surtax net incomes in excess of \$25,000, \$1,500, plus 7 per centum of the excess over \$25,000.”

* * * * *

“SEC. 363.

* * * * *

(c) SURTAX ON BANKS.—Section 104 (b) of the Internal Revenue Code (relating to certain banks and trust companies) is amended to read as follows:

“(b) RATE OF TAX.—Banks shall be subject to tax under section 13 or section 14 (b), and under section 15.”

* * * * *

Approved, Sept. 20, 12.15 p. m. E. S. T., 1941.

EXECUTIVE ORDERS**COVERING CERTAIN POSITIONS IN THE FEDERAL DEPOSIT INSURANCE CORPORATION INTO THE COMPETITIVE CLASSIFIED CIVIL SERVICE, AND AUTHORIZING CERTAIN EMPLOYEES OF THAT CORPORATION TO ACQUIRE A CLASSIFIED CIVIL SERVICE STATUS**

By virtue of the authority vested in me by paragraph Eighth of subdivision SECOND of section 2 of the Civil Service Act (22 Stat. 404), and section 1753 of the Revised Statutes of the United States, it is hereby ordered as follows:

1. All positions in the Federal Deposit Insurance Corporation which were not covered, under authority of Executive Order No. 7916 of June 24, 1938, into the classified civil service, effective February 1, 1939, by reason of operation of Executive Order No. 8044 of January 31, 1939, which deferred such action in the case of certain professional, scientific, administrative, technical, and other positions, are hereby covered into the competitive classified civil service effective March 1, 1941: *Provided, however*, that this shall not apply to positions excepted from competitive requirements under subdivision XXVI of Schedule A of the Civil Service Rules.

2. The incumbent of any position covered into the classified civil service by section 1 hereof, and any person in the employ of said Corporation on February 1, 1939 (other than incumbents of positions excepted from competitive requirements under subdivision XXVI of Schedule A of the Civil Service Rules) who has been employed continuously in said Corporation until the effective date of this order, may acquire a classified civil service status in accordance with the provisions of section 6 of Civil Service Rule II.

FRANKLIN D ROOSEVELT

THE WHITE HOUSE,
March 1, 1941.

[No. 8699]

AMENDING SCHEDULES A AND B OF THE CIVIL SERVICE RULES

By virtue of and pursuant to the authority vested in me by the Constitution, by section 1753 of the Revised Statutes (5 U. S. C. 631), by the Civil Service Act of January 16, 1883 (22 Stat. 403), and as President of the United States, Schedules A and B of the Civil Service Rules are hereby amended to read as follows:

SCHEDULE A

Positions Excepted From Examination Under Section 3, Civil Service Rule II

* * * * *

XXVI. FEDERAL DEPOSIT INSURANCE CORPORATION

1. One private secretary or confidential assistant to each member of the Board of Directors.

2. All field positions concerned with the work of liquidating the assets of closed banks or the liquidation of loans to banks, and all temporary field positions the work of which is concerned with paying the depositors of closed insured banks.

* * * * *

The Civil Service Commission with the concurrence of the department or agency concerned may revoke in whole or in part any paragraph of Schedule A or B.

Final decision as to whether the duties of any position in the executive civil service are such that appointments thereto are authorized under any paragraph of Schedule A or B shall rest with the Civil Service Commission.

This order shall be effective July 1, 1941.

FRANKLIN D ROOSEVELT

THE WHITE HOUSE,

December 30, 1941.

[No. 9004]

PART FIVE

STATISTICS OF BANKS AND DEPOSIT INSURANCE

EXPLANATORY NOTES

Sources of Data

Data relating to national banks and State banks in the District of Columbia were obtained from the Comptroller of the Currency or the Board of Governors of the Federal Reserve System, and data relating to State banks members of the Federal Reserve System from the Board of Governors of the Federal Reserve System, with the following exceptions: (1) analysis of examinations, the data of which were compiled by this Corporation from reports submitted by the Comptroller of the Currency and the Board of Governors of the Federal Reserve System and reviewed by the Corporation; and (2) data relating to suspensions, receiverships, and mergers with the financial aid of the Federal Deposit Insurance Corporation, which were obtained from the records of the Corporation.

Data relating to insured banks not members of the Federal Reserve System were obtained from the banks themselves or from the records of the Federal Deposit Insurance Corporation.

Data relating to noninsured banks were obtained from the Board of Governors of the Federal Reserve System, State banking authorities, Rand McNally *Bankers Directory*, and Polk's *Bankers Encyclopedia*.

Classification of Banks and Banking Offices

Insured banks include all operating banks insured by the Federal Deposit Insurance Corporation; **noninsured banks** include all banks not so insured.

Commercial banks include the following categories of banks:

All operating national banks;

All incorporated State banks, trust companies, and banks and trust companies, regularly engaged in the business of receiving deposits, whether demand or time, except mutual savings banks and, in New Hampshire, guaranty savings banks;

All stock savings banks, excluding guaranty savings banks in New Hampshire;

Banks in conservatorship or operating under restrictions, provided they are authorized to and in fact do accept new deposits, regardless of the character of the restrictions imposed on the operations of the bank;

Such industrial and Morris Plan banks as operate under general banking codes or operate under the same codes of law as insured industrial banks;

Branches of foreign banks which engage in a general deposit business;

Cash depositories;

Private banks under State supervision, and such other private banks as are reported by reliable unofficial sources to be engaged in deposit banking;

All insured trust companies, even though not engaged in regular deposit banking;

Branches of American and foreign banks maintained in the possessions to do a general deposit business. (Where more than one branch is maintained by a given bank in any one possession the chief or central office is classified as a bank and the other offices as branches).

Mutual savings banks include all banks operating under special State banking codes applying to mutual savings banks, including all guaranty savings banks in New Hampshire.

Unit banks include all banks operating only one office at which deposits are received or checks cashed.

Branches include all offices, other than head offices, of banks operating more than one office at which deposits are received or checks cashed, and all offices, other than head offices, of insured trust companies not engaged in deposit banking. The term "branch" is used in accordance with the definition in paragraph (15), subsection (c) of section 12B of the Federal Reserve Act, as amended, which is as follows:

"The term 'branch' includes any branch bank, branch office, branch agency, additional office, or any branch place of business located in any State of the United States or in Hawaii, Alaska, Puerto Rico, or the Virgin Islands at which deposits are received or checks paid or money lent."

Institutions excluded. Figures for operating banks do not include institutions in the following categories, though such institutions may perform many of the same functions as banks:

Banks which have suspended operations or have ceased to accept new deposits and are proceeding to liquidate their assets and pay off existing deposits, regardless of the amount of deposit liability still remaining and regardless of whether they are listed among operating banks or included in abstracts of condition of banks published by State banking authorities;

Building and loan associations, savings and loan associations, credit unions, personal loan companies, and similar institutions, chartered under special laws applying to such institutions or under general incorporation laws, regardless of whether such institutions are authorized to accept deposits from the public or from their members and regardless of whether such institutions are called "banks;"

Noninsured Morris Plan companies, industrial banks, loan and investment companies, and similar institutions, not operating under general State banking codes, or under the same codes of law as similar institutions which have been admitted to insurance;

Branches of foreign banks, and of private banks, which confine their business to foreign exchange dealings and do not receive "deposits" as that term is commonly understood;

A few special institutions chartered under general banking laws, but operating as mortgage or investment companies and not engaged in deposit banking;

Federal Reserve banks and other banks, such as the Savings and Loan Bank of the State of New York, which operate as rediscount banks and do not accept deposits from the general public;

Noninsured trust companies not engaged in receiving deposits from the general public, regardless of whether they are listed among banks or included in abstracts of condition of banks published by State banking authorities.

Institutions in the last of the foregoing groups, namely, trust companies not engaged in receiving deposits from the general public, are eligible, under paragraphs (1) and (12) of subsection (c) of Section 12B of the Federal Reserve Act,

as amended, for participation in deposit insurance with respect to their uninvested trust funds. The number of noninsured companies engaged in the trust business but not in deposit banking, excluding companies whose trust business is incidental to the title business, was 98 on June 30, 1941, and 94 on December 31, 1941.

Bank and Branch Changes

All changes during 1941 in the number of operating banks and branches, as defined above, are shown in Table 101. Similar figures for prior years are shown in previous Annual Reports of the Corporation.

The number of banks which suspended operations because of financial difficulties, and the number merged with the financial aid of the Corporation, in each of the years 1934-1940, are shown in Tables 135 and 136. The insured banks covered by these tables are classified in several categories in Table 101 in this Report and the corresponding tables in previous Annual Reports of the Corporation, to take account of other accompanying changes, as indicated below.

	Total number of suspended insured banks, as given in Table 135	Suspended banks not reopened or succeeded	Classification in Table 101 or corresponding table in previous Annual Reports		
			Succeeded by another bank in same class	Changes not involving number in any class	Suspended and reopened	Changes in classification, insured to noninsured (succeeded by noninsured bank)
1941	8	6	2	..	..
1940	19	19	..	..	..
1939	32	32	..	..	..
1938	49	49	..	..	..
1937	53	50	..	2	1
1936	41	40	1	..	..
1935	26	26	..	..	..
1934	9	9	..	..	..

	Total number of banks merged with financial aid of FDIC, as given in Table 136	Merged with financial aid of FDIC—net decrease	Change in classification among insured banks (succeeded by an insured bank in another class)	Classification in Table 101 or corresponding table in previous Annual Reports			Suspended banks not reopened or succeeded (loan made subsequent to suspension)	Omitted (continued operation under same name and charter)
				Succeeded by another bank in same class	Changes not involving number in any class	Change in title and location		
1941	7	6	1	..	..	..	..
1940	24	20	..	1	..	..	3
1939	28	21	3	..	1	..	3	
1938	24	22	..	..	1	1	..
1937	25	20	2	2	..	1	..	
1936	27	22	..	5	..	..	..
1935	1	1	..	..	..	..	..

Population of Center and Number of Offices

Classification of centers according to population is based, for incorporated places, upon the 1940 census of population and for unincorporated places upon figures published in Rand McNally *Bankers Directory*.

The number of banking offices in the center is the number of commercial banking offices operating on June 30.

Deposits of Banks and Banking Offices

Operating insured banks. Deposit data for operating insured banks are obtained from two separate sources: (1) deposit figures shown, or used for classifying insured banks by size groups, in Tables 103, 105-107, 110-113, and 128-134 are from reports of condition submitted by the banks for the dates indicated; or are averages of the figures from reports of condition for the dates indicated; (2) deposit figures shown, or used for classifying insured banks by size groups, in Tables 115, 120, 123, and 124, summarizing the reports of examinations of banks, are for the respective dates on which each bank was examined.

In Annual Reports of the Corporation for 1935 to 1938, inclusive, deposit liabilities reported by insured banks on certified statements submitted for the purpose of computing the deposit insurance assessment were used in tables showing deposits of banking offices. Deposit liabilities reported on certified statements include, in addition to deposits shown on reports of condition, outstanding drafts and uninvested trust funds held in the bank's own trust department, and exclude a portion of cashiers' and officers' checks outstanding. Total deposit liabilities reported on certified statements exceed total deposits shown on reports of condition by an amount estimated at less than 2 percent.

In determining the amount of insurance assessment, the banks have claimed deductions of about 4 percent of total deposit liabilities. Therefore, the amount of deposits on which the insurance assessment is based is approximately 4 percent less than total deposit liabilities reported on certified statements, and approximately 2 percent less than the amount of deposits shown on reports of condition.

Deposits shown in reports of examination are defined in the same way as those shown on reports of condition. In adjusting figures for examiners' appraisals, deposit liabilities not shown on the bank's books are added to deposits shown on the books.

Offices of insured banks operating branches. Deposits for branches and head offices of banks operating branches in Table 111, and used in classifying such offices by size in Table 106, are from special reports by banks operating branches. Total deposits for each branch system correspond to the deposit figure shown on the bank's report of condition.

Noninsured banks. Deposits of noninsured banks are from published figures or from reports received from State banking authorities, and are based on reports of condition submitted by the banks to State authorities or to bankers' directories. Figures refer to June 30 and December 31 or nearest available dates.

Figures for branches and head offices of noninsured banks operating branches are not available separately.

Suspended and merged banks and banks in receivership. Deposit figures for insured banks in Tables 135-138, relating to suspensions, receiverships, and mergers with the financial aid of the Corporation, are from the records of the Corporation with respect to such banks, and refer to the date of suspension or merger. Deposit figures for banks in receivership as shown by the books of the Corporation, December 31, 1941, given in Table 141, differ from those shown by the books of the banks at date of suspension, given in Table 140, because of reclassification of liabilities and discovery of additional liabilities during liquidation.

Banks Examined by, and Submitting Reports to, the Federal Deposit Insurance Corporation

The Federal Deposit Insurance Corporation regularly examines, and calls for reports of assets and liabilities, and of earnings and dividends, from all insured banks which are not members of the Federal Reserve System, except State banks in the District of Columbia and national banks in the possessions. The latter groups of banks are examined by and report to the Comptroller of the Currency.

The designations "Banks submitting reports to the Federal Deposit Insurance Corporation," used in Table 127 in this report and Tables 122-124 and 150-157 in the Annual Report of the Corporation for 1940, and "Banks examined by the Federal Deposit Insurance Corporation," used in Tables 135-138 in the Annual Report of the Corporation for 1940, are more accurate than the caption, "Banks not members of the Federal Reserve System," used in comparable tables in previous Annual Reports.

Assets and Liabilities of Operating Banks

Assets and liabilities of insured banks, in Tables 112-114, are tabulated from reports of condition submitted to Federal supervisory authorities: to the Comptroller of the Currency by all national banks, and by State banks located in the District of Columbia; to the Board of Governors of the Federal Reserve System by State banks members of that system; and to the Federal Deposit Insurance Corporation by all other insured State banks. Instructions provided to insured banks by the Federal supervisory authorities for the preparation of reports of condition are essentially uniform. Copies of the instructions issued to banks submitting reports to the Federal Deposit Insurance Corporation are available upon request.

Assets and liabilities of noninsured banks are from published figures or from reports received from State banking authorities, and are based on reports of condition submitted by the banks to State authorities or to bankers' directories.

Statements of assets and liabilities are submitted by insured commercial banks upon either a cash or an accrual basis, depending upon the bank's method of book-keeping. Assets and liabilities held in or administered by a savings, bond, insurance, real estate, foreign, or any other department of a bank, except a trust department, are consolidated with the respective assets and liabilities of the commercial department. Trust funds deposited by a trust department in a commercial or savings department are reported as "Deposits of individuals, partnerships, and corporations." Other assets held in trust are not included in statements of assets and liabilities. In the case of banks with one or more domestic branches, the assets and liabilities reported are consolidations of figures for the head office and all domestic branches. In the case of a bank with foreign branches, net amounts due from its own foreign branches are included in "Other assets," and net amounts due to its own foreign branches are included in "Other liabilities."

Assets reported represent aggregate book value, on the date of call, less valuation allowances, and, in the case of securities, less reserves for bond premiums. Reciprocal bank balances are reported gross. Instalment loans are ordinarily reported net if the instalment payments are applied directly to the reduction of the loan. Such loans are reported gross if, under contract, the payments do not immediately reduce the unpaid balances of the loan but are assigned or pledged to assure repayment at maturity.

Total deposits. All funds received by a bank in the course of its commercial or fiduciary business (except funds in payment of obligations to the bank) give rise to demand or time deposit liabilities and are classified under total deposits,

unless the funds are received as trust funds which the bank keeps segregated and apart from its general assets.

Analysis of Examinations of Insured Commercial Banks

Data for Tables 115-124, relating to the analysis of examinations of all insured commercial banks in 1941, are derived from the reports of examinations made by the Comptroller of the Currency in the case of national banks and of State banks in the District of Columbia, by the Federal Reserve banks in the case of State banks members of the Federal Reserve System, and by the Federal Deposit Insurance Corporation in the case of other insured State banks. Similar tables relating to the analysis of examinations of all insured commercial banks in 1939 and 1940 were published in the Annual Reports of the Corporation for those years. Corresponding tabulations for earlier years have not been made, except for banks examined by the Corporation.

Figures relating to commercial banks examined by the Federal Deposit Insurance Corporation covering the period 1933 to 1940 are presented in Tables 135-138 in the Annual Report of the Corporation for 1940. Examination procedures of the Federal bank supervisory authorities and of numerous State banking authorities were revised in 1938 so that the data for 1939 and 1940 are not strictly comparable with data for 1937 and earlier years. Data for banks examined by the Federal Deposit Insurance Corporation are shown for 1938 on both the original and the uniform or revised basis. For a discussion of the differences between the uniform procedure and the procedure previously followed by the Corporation in analyzing and valuing assets in examination reports, see the Annual Report of the Corporation for 1938, pages 61-78.

Banks included. The tabulations have been prepared from reports of examinations available during the year and do not cover precisely the banks examined during the year. The figures for 1941 include 13,278 insured commercial banks operating at the close of the year and 30 banks which ceased operations during the year. Figures for 152 insured banks operating at the close of the year were not included in the tabulations: 9 because they were not engaged in deposit banking and 143 because reports of examination were, for various reasons, not available for tabulation. The number and deposits of insured commercial banks included in the 1941 tabulations, distributed according to month of examination, are shown below.

Month of examination	Number of banks	Total deposits (in millions of dollars)
All banks	13,308	64,219
Banks examined in:		
January.....	1,223	5,554
February.....	1,170	5,042
March.....	1,244	4,537
April.....	1,211	3,291
May.....	1,278	6,082
June.....	1,165	10,436
July.....	827	2,738
August.....	1,022	2,645
September.....	1,183	7,138
October.....	1,123	6,096
November.....	1,126	8,085
December.....	1,736	2,575

Ratios for individual banks. The base used in the computation of ratios to the appraised value of assets, and to total assets, for each individual bank consists, for the most part, of the estimated average value of assets over the 12-month period preceding the date of examination. This method was adopted in order to elim-

inate the influence of seasonal fluctuations in total assets upon the ratios of individual banks. However, in view of the rapid increase in total assets during the period covered by this averaging process, the ratios for 1941 tend to represent the condition of the banks—considered as a whole—at a time close to the beginning of the year.

Explanation of terms. The principal terms and methods used, under the uniform procedure, in the tables relating to analysis of examinations of bank assets and capital accounts are described below.

Book value, applied to total assets, loans, securities, and fixed and miscellaneous assets, refers to the values (net, after deduction of valuation allowances and, in the case of securities, of premium allowances) carried by each bank on its books at the time of examination.

Appraised value of total assets, loans, securities, and fixed and miscellaneous assets, represents the value of assets as determined by the examiners. For explanation of method of valuing securities see the *Annual Report of the Federal Deposit Insurance Corporation for the Year Ending December 31, 1938*, pages 64-68. The term "appraised value" corresponds in meaning to the term "adjusted value" used in the Annual Report of the Corporation for 1938, and to the term "net sound value" used in the Annual Reports of the Corporation for 1935 and 1934.

Examiners' deductions (net) from assets represent the amount by which the examiners' evaluation of each bank's assets is less than the value carried by the bank on its books.

The deductions are derived from the examiners' evaluation of the assets classified on the basis of eventual collectibility. In the case of assets other than securities, the examiner, for reasons which he sets forth, deducts: (1) the amount of, or the portion of, loans and other assets regarded as worthless or uncollectible (Classification IV); and (2) one-half of the amount of, or the portion of, loans and other assets regarded as of doubtful worth or collectibility (Classification III). In the case of securities, the examiner deducts: (1) the amount by which the book value (less valuation allowances) exceeds the market value of stocks and defaulted securities; (2) one-half of the amount by which the book value (less valuation and premium allowances) of speculative securities exceeds the average of market prices over the 18 months preceding the month of examination; and (3) the amount by which book value (less valuation and premium allowances) exceeds cost less amortization of other (i.e., uncriticized) securities. The amounts of the deductions are reduced by the determinable sound values of assets not shown on the books.

Examiners' deductions (net) from total capital accounts represent the amount by which the examiners' evaluation of each bank's total capital accounts (net worth) is less than the value carried by the bank on its books. It exceeds examiners' deductions (net) from assets by the amount of determinable liabilities not shown on the books.

Substandard, applied to total assets, loans, securities, and fixed and miscellaneous assets, represents the appraised value of all assets believed by the examiner to involve a substantial or unreasonable degree of risk, and hence to be undesirable or hazardous for bank investment. It includes the value of assets in Classification II, including assets not shown on the books, and 50 percent of the value of assets in Classification III.¹ The appraised value of substandard assets also represents the book value of all **criticized** assets less examiners' deductions (net) on such

¹ See the *Annual Report of the Federal Deposit Insurance Corporation for the Year Ending December 31, 1938*, pages 76-78, particularly Table 40.

assets. The term "substandard" corresponds in meaning to the term "slow" used in the Annual Reports of the Corporation for 1936, 1935, and 1934, except in the case of securities and total assets.

Fixed and substandard assets include fixed assets not criticized, as well as all substandard assets. Fixed assets consist of banking house, furniture and fixtures, and other real estate.

Uncriticized, applied to total assets, cash, loans, securities, and fixed and miscellaneous assets, represents the appraised value of all assets regarded as suitable for bank investment. The appraised value of these assets (Classification I) represents acquisition values less charge-offs, valuation allowances, and, in the case of securities, amortization of bond premiums.

Total capital accounts, or book value of capital accounts, refers to the "net worth" or equity of stockholders (including holders of capital notes and debentures) in each bank as carried by the bank on its books at the time of examination.

Net sound capital represents total capital accounts less examiners' deductions (net) from capital; and is the examiners' evaluation of the net worth or equity of stockholders (including holders of capital notes and debentures) in each bank. The retirable value of R. F. C. capital is used to determine the amount of **net sound private capital**, so that the latter differs from book value of private capital accounts by the excess of retirable value of R. F. C. capital over book value as well as by the examiners' deductions (net) from total capital accounts. The term "net sound capital" corresponds in meaning to the term "adjusted capital account" used in the Annual Report of the Corporation for 1938, to the term "net capital account" used in the Annual Report of the Corporation for 1937, and to the term "sound capital" used in the Annual Report of the Corporation for 1936.

The amount of **R. F. C. capital** in banks may correspond to any one of three values: the par or face value; the book value, which is normally the same as par value but may be less; and the retirable value. The latter is the same as the investment of the Reconstruction Finance Corporation shown in reports of that Corporation.

Deposits, in all cases, represent deposits at the date of the examination.

Adjusted deposits and **adjusted liabilities** include, in addition to liabilities shown on the books of the bank, those not shown, but determined by the examiner to exist.

Net current operating earnings are for the calendar year 1940; and the figure for **total assets** to which net current operating earnings are related is the monthly average for the 12-month period immediately prior to the examination. The 22 banks for which no net earnings figures were available were, in general, new institutions or institutions which had been merged.

Irregularity in individual items. Items referred to in footnote 5 of Table 116 and footnote 2 of Table 120, as well as the dollar figures in the corresponding tables, are strongly affected by the figures of one bank with (i) \$4 million in fixed and miscellaneous assets not shown on the books, (ii) net sound capital of \$24.90 per \$100 of appraised value of assets, (iii) fixed and substandard assets of \$4.70 per \$100 of appraised value of assets, (iv) net earnings of \$1.28 per \$100 of average total assets, and (v) deposits on the date of examination of more than \$50 million.

The States included in each **Federal Deposit Insurance Corporation District** are listed on page 32.

Earnings, Expenses, and Dividends of Insured Commercial Banks

Banks included. Reports of earnings and dividends covering the calendar year 1941 were submitted to Federal bank supervisory agencies by all insured commercial banks. Reports for each six months' period were also submitted by banks not reporting to the Corporation. The figure for number of banks in 1941 in Tables 125-127 is the total number operating at the end of the year, excluding trust companies not engaged in deposit banking which submit reports to the Corporation. The earnings data in these tables relate to the same banks, except that data are also included, for the first six months of the year, for 17 national banks not operating on December 31, 1941.

For the years 1934-1940, reports of earnings and dividends of banks not submitting reports to the Federal Deposit Insurance Corporation were submitted semi-annually on a six months' basis to the Comptroller of the Currency by national banks and by State banks in the District of Columbia, and to the Board of Governors of the Federal Reserve System by State banks members of that system. Reports of other insured State banks were submitted to the Federal Deposit Insurance Corporation on an annual basis at the close of each calendar year. As a result, the figures relating to earnings of all insured banks, for the years 1934-1940, presented in Tables 125-126, include figures for the first half of the year for banks which submitted reports to the Board of Governors of the Federal Reserve System or to the Comptroller of the Currency on June 30, and for the second half of the year for those which submitted such reports on December 31; and for the full year, or such part as they were in existence, of those banks which submitted reports to the Federal Deposit Insurance Corporation on December 31. As a consequence, in the case of banks withdrawing from membership in the Federal Reserve System during the second half of the year but continuing insurance, figures for the first half of the year are included as well as figures for the entire year. In the case of insured banks joining the Federal Reserve System during the second half of the year, earnings for only the second half of the year are included. The figures for number of banks appearing in the tables represent the number at the close of the year indicated.

The figures in Tables 125-126 differ from those published in the Annual Reports of the Corporation for the years 1934-1939 by the inclusion of figures for insured national banks in the possessions and insured banks in the District of Columbia not members of the Federal Reserve System, which were formerly excluded.

The figures in Tables 128-129, and in the column in Table 127 entitled "Operating throughout the year," exclude data for the following banks: banks submitting reports covering less than the full year's operations, trust companies not engaged in deposit banking, one insured bank in the possessions reporting to the Corporation, and banks submitting reports to the Corporation whose operations were materially affected by mergers, consolidations, or other corporate changes. In Tables 130-133 the following additional banks not submitting reports to the Corporation are excluded: banks not members of the Federal Reserve System in the District of Columbia, insured national banks in the possessions, and banks members of the Federal Reserve System whose operations were materially affected by mergers, other corporate changes, or unusual types of transactions.

Asset and liability averages. The base used in the computation of ratios of earnings and dividends, shown in Table 126, consists of the average of the total assets of all insured banks reporting on the call dates specified. Such asset averages include figures for banks which reported on one call date but not on another because they became insured during the year or were in operation only part of the year. No duplications in the asset figures exist because of changes in class of insured banks during the period. The ratios presented in Table 129 are based upon assets

as of December 31 for the identical banks to which the earnings data pertain. The ratios presented in Tables 130-133 are based upon averages of assets and liabilities, for the identical banks to which the earnings data pertain, derived from reports for the following dates, viz: for banks submitting reports to the Federal Deposit Insurance Corporation, December 31, 1940, June 30, 1941, and December 31, 1941; for banks submitting reports to other Federal supervisory agencies, December 31, 1940, April 4, 1941, June 30, 1941, and September 24, 1941.

Method of reporting. Reports of earnings and dividends of insured commercial banks are submitted on the same basis, either cash or accrual, depending upon the bank's method of bookkeeping, as the reports of assets and liabilities. Except as indicated below, the instructions issued by the three Federal bank supervisory agencies are for the most part uniform. Copies of the instructions issued to banks reporting to the Federal Deposit Insurance Corporation are available upon request.

Rate of income on loans. This term refers to the reported amount of interest and discount on loans, divided by the average loans and discounts held on the dates indicated. Interest and discount on loans as reported to the Corporation includes renewal, mortgage, and other fees charged in connection with loans owned by the bank.

Interest on time and savings deposits. The term "rate of interest on time and savings deposits" refers to the reported amount of interest payments divided by the average amount of time and savings deposits reported on call dates each year. This computed rate is usually less than the announced rate in most banks, because of the methods used in computing interest. It is always less than the maximum announced rate, when rates are varied according to type, maturity, or size of deposit. The computed rate also varies from announced rates to the extent that the balance upon which interest is actually calculated by the bank differs from the average amount of the deposit.

Depreciation. Data relating to national banks and to State banks members of the Federal Reserve System given in Tables 125-129 differ from those published by the Comptroller of the Currency and the Board of Governors of the Federal Reserve System due to differences in the classification of depreciation. In Tables 125-129 all reported depreciation on banking house, furniture and fixtures is tabulated as a part of current operating expenses. Such depreciation is shown by the Comptroller of the Currency and the Board of Governors of the Federal Reserve System as a single item under losses and charge-offs.

In the case of insured banks submitting reports to the Federal Deposit Insurance Corporation regularly recurring depreciation is classified under current operating expenses; extraordinary charge-offs of banking house, furniture and fixtures are included with "Losses, charge-offs, and additions to valuation allowances."

Net current operating earnings. The figures of net current operating earnings, upon which the ratios to total assets of individual banks, given in Tables 130-133, are based, differ from the aggregate figures of net current operating earnings, given in Tables 125-129, due to the treatment of depreciation and income taxes. In Tables 130-133, depreciation on banking house, furniture and fixtures for banks submitting reports to the Comptroller of the Currency and the Board of Governors of the Federal Reserve System has not been included as a current operating expense and has not been deducted from net current operating earnings (as was done in Tables 125-129, see *Depreciation* above); and income taxes of banks submitting reports to the Federal Deposit Insurance Corporation are included in "Taxes" as a part of current operating expenses, and have been deducted from net current operating earnings (instead of being a separate deduction from net profits, as shown in Tables

125-129). The latter adjustment was not made in the preparation of the ratios of net current operating earnings to total assets for years prior to 1941, since the amount of income taxes paid by individual banks was not large enough, as a rule, to affect the comparability of their ratios significantly; with the increase in 1941 in the amount of income taxes paid, it was considered desirable to make the adjustment. With the exception of the unavoidable difference in the treatment of depreciation discussed above, the figures of net current operating earnings for individual banks are thus placed upon a comparable basis.

Suspensions, Receiverships, and Mergers

Figures for deposits which appear in Tables 135-137 and for disbursements which appear in Table 136 are calculated by rounding the figures for each bank to thousands of dollars. Totals appearing in these tables, therefore, in some cases do not agree exactly with totals appearing in Tables 138 and 140.

Differences between the number and deposits of insured banks included in suspensions and the number and deposits of insured banks included in receiverships are due to the cases listed below.

	Year of closing	State	Class	Deposits	Case Number
Included in suspensions but not in receiverships:					
Reopened	1935	Oklahoma	Not member FRS	\$85,000	.....
Reopened	1937	Kentucky	Not member FRS	206,000	.....
Taken over by another bank	1937	Tennessee	Not member FRS	122,000	.....
Merged with the financial aid of FDIC	1937	Iowa	National	3,594,000	.....
Merged with the financial aid of FDIC	1938	Illinois	Not member FRS	2,795,000	.....
Receiverships not in same year as suspensions:					
Placed in receivership in 1936	1935	Texas	Not member FRS	219,000	35
Placed in receivership in 1938	1937	Maryland	Not member FRS	669,000	126
Included in receiverships but not in suspensions of insured banks:					
Voluntary liquidation listed among receiverships (depositors paid by FDIC)	1937	Michigan	Not member FRS	64,000	90
Noninsured bank with insured deposits at date of suspension (insured status having been terminated prior to suspension) placed in receivership	1938	Tennessee	Not member FRS	278,000	162

All banks included in Tables 135-141 are commercial banks with the exception of two mutual savings banks. The data concerning these two mutual savings banks are as follows:

	Year of closing	State	Class	Deposits	Case number
Included in suspensions and in receiverships	1938	Vermont	Not member FRS	\$2,479,000	157
Included in banks merged with the financial aid of FDIC	1939	Indiana	Not member FRS	1,584,000	.....

NUMBER AND DEPOSITS OF BANKS AND BANKING OFFICES—END-OF-YEAR
Table 101. ANALYSIS OF CHANGES IN NUMBER AND CLASSIFICATION OF OPERATING BANKING OFFICES
IN THE UNITED STATES AND POSSESSIONS DURING 1941

	All banking offices			Commercial banking offices						Mutual savings banking offices		
	Total	Insured	Non-insured	Total	Insured			Non-insured	Total	Insured ¹	Non-insured	
					Total	Members F. R. System						Not members F. R. System
						National	State					
ALL BANKING OFFICES												
Number of offices, December 31, 1941.....	18,644	17,031	1,613	17,961	16,947	6,684	2,515	7,748	1,014	683	84	599
Number of offices, December 31, 1940.....	18,678	17,015	1,663	17,992	16,931	6,686	2,345	7,900	1,061	686	84	602
Net change during year.....	-34	+16	-50	-31	+16	-2	+170	-152	-47	-3	.....	-3
Changes resulting from—												
Offices opened.....	123	100	23	122	99	24	14	61	23	1	1	.....
Banks.....	45	37	8	45	37	6	1	30	8	.....	.....	.....
Branches.....	78	63	15	77	62	18	13	31	15	1	1	.....
Offices closed.....	157	119	38	153	118	41	12	65	35	4	1	3
Banks.....	118	83	35	115	82	31	3	48	33	3	1	2
Branches.....	39	36	3	38	36	10	9	17	2	1	.....	1
Changes in classification—net total.....	.....	+35	-35	.....	+35	+15	+168	-148	-35	.....	.....	.....
Noninsured banks to insured banks.....	.....	+33	-33	.....	+33	.....	+4	+29	-33	.....	.....	.....
Noninsured branches to insured branches.....	.....	+2	-2	.....	+2	.....	.....	+2	-2	.....	.....	.....
Among insured banks.....	.....	.....	.....	.....	.....	-2	+155	-153	.....	.....	±3	.....
Among branches of insured banks.....	.....	.....	.....	.....	.....	+17	+9	-26	.....	.....	.....	.....
BANKS												
Number of banks, December 31, 1941.....	14,877	13,482	1,395	14,329	13,430	5,117	1,499	6,814	899	548	52	496
Number of banks, December 31, 1940.....	14,950	13,495	1,455	14,399	13,442	5,144	1,342	6,956	957	551	53	498
Net change during year.....	-73	-13	-60	-70	-12	-27	+157	-142	-58	-3	-1	-2
Changes resulting from—												
Banks beginning deposit operations.....	45	37	8	45	37	6	1	30	8	.....	.....	.....
New banks ²	45	37	8	45	37	6	1	30	8	.....	.....	.....
Banks ceasing deposit operations.....	118	83	35	115	82	31	3	48	33	3	1	2
Suspended banks not reopened or succeeded ³	7	6	1	7	6	4	.....	2	1	.....	.....	.....
Merged with financial aid of FDIC—net decrease.....	6	6	.....	6	6	2	1	3	.....	.....	.....	.....
Other mergers, consolidations, and absorptions—net decrease.....	57	46	11	54	45	20	.....	25	9	3	1	2
Other liquidations.....	47	24	23	47	24	5	2	17	23	.....	.....	.....
Trust company voluntarily withdrawing from insurance ⁴	1	1	.....	1	1	.....	.....	1	.....	.....	.....	.....
Noninsured banks becoming insured.....	.....	+33	-33	.....	+33	.....	+4	+29	-33	.....	.....	.....
Successions to noninsured banks ⁵.....	.....	+3	-3	.....	+3	.....	.....	+3	-3	.....	.....	.....
Admissions to F. R. System.....	.....	+4	-4	.....	+4	.....	+4	.....	-4	.....	.....	.....
Admissions to insurance, banks operating at beginning of year.....	.....	+26	-26	.....	+26	.....	.....	+26	-26	.....	.....	.....

Changes in classification among insured banks						-2	+155	-153					
National banks succeeding State banks.....						+6	-4	-2					
State banks succeeding national banks.....						-8	+2	+6					
Admissions to F. R. System.....							+162	-162				±3	
Withdrawals from F. R. System with continuance of insurance.....							-4	+4					
Succession to bank closed with financial aid of FDIC.....							-1	+1					
Changes not involving number in any class:													
Suspended banks succeeded by other banks in same class.....	2	2		2	2			2					
Other successions.....	5	4	1	5	4	2		2	1				
Changes in title.....	18	18		18	18	8	2	8					
Changes in location.....	4	3	1	4	3	1		2	1				
Changes in title and location.....	14	12	2	14	12	3		9	2				
Changes in names of town.....	3	3		3	3			3	2				
BRANCHES													
Number of branches, December 31, 1941.....	3,767	3,549	218	3,632	3,517	1,567	1,016	934	115	135	32	103	
Number of branches, December 31, 1940.....	3,728	3,520	208	3,593	3,489	1,542	1,003	944	104	135	31	104	
Net change during year.....	+39	+29	+10	+39	+28	+25	+13	-10	+11		+1	-1	
Changes resulting from—													
Branches opened for business	78	63	15	77	62	18	13	31	15	1	1		
Absorbed banks converted into branches.....	19	19		18	18	3	6	9		1	1		
Branches replacing banks or branches closed or relocated.....	6	6		6	6	1		5					
Other branches opened.....	53	38	15	53	38	14	7	17	15				
Branches discontinued	39	36	3	38	36	10	9	17	2	1		1	
Branches of suspended banks.....	5	5		5	5			5					
Other branches discontinued.....	34	31	3	33	31	10	9	12	2	1		1	
Branches of noninsured banks admitted to insurance		+2	-2		+2			+2	-2				
Changes in classification among branches of insured banks						+17	+9	-26					
Branches of banks admitted to F. R. System.....							+28	-28					
Branches transferred as result of absorptions or successions.....							-2	+2					
From State banks to national banks.....						+19	-19						
Changes not involving number in any class:													
Branches transferred as result of absorptions or successions.....	2	2		2	2			2					
Changes in title.....	34	34		34	34	32	1	1					
Changes in location.....	27	26	1	26	26	15	9	2		1		1	
Change in title and location.....	5	5		5	5	4	1						

¹ At the close of the year 3 of the insured mutual savings banks, with no branches, were members of the Federal Reserve System and 49 insured mutual savings banks, with 32 branches, were not members of the Federal Reserve System. At the beginning of the year no insured mutual savings bank was a member of the Federal Reserve System.

² Includes, among insured banks not members of the Federal Reserve System, 2 banks organized to replace banks which suspended during the latter part of 1940; 2 banks organized to take over, in their respective communities, the business formerly handled by branches of an industrial loan company; and 2 banks organized to take over the business of discontinued branches of other banks.

³ Includes one national bank which, in conformity with law, suspended immediately after termination of its insured status by the Corporation.

⁴ This company paid off its depositors and ceased to engage in deposit banking in the latter part of 1940, withdrew from insurance during the early part of 1941, and was subsequently placed in voluntary liquidation.

⁵ Predecessor banks were unincorporated.

NOTE: For reconciliation of figures relating to number of suspensions, receiverships, and mergers with FDIC aid, see pages 91 and 99.

Back figures—See the following Annual Reports: 1940, p. 94; 1939, p. 88; 1938, p. 124; 1937, pp. 70-72; 1936, pp. 102-104; 1935, pp. 144-46; 1934, p. 177.

Table 102. NUMBER OF OPERATING BANKING OFFICES, DECEMBER 31, 1941

GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK AND BY TYPE OF OFFICE IN EACH STATE AND POSSESSION

	All banking offices			Commercial banking offices						Mutual savings banking offices			Insured banking offices as percentage of—		
	Total	Insured	Non-insured	Total	Insured				Non-insured	Total	Insured	Non-insured	All banking offices	Com-mercial banking offices	Mutual savings banking offices
					Total	Members F. R. System		Not members F. R. System							
						National	State								
United States and possessions—total	18,644	17,031	1,613	17,961	16,947	6,684	2,515	7,748	1,014	683	84	599	91.3	94.4	12.3
Unit banks.....	13,807	12,526	1,281	13,340	12,485	4,911	1,325	6,249	855	467	41	426	90.7	93.6	8.8
Head offices.....	1,070	956	114	989	945	206	174	565	44	81	11	70	89.3	95.6	13.6
Branches.....	3,767	3,549	218	3,632	3,517	1,567	1,016	934	115	135	32	103	94.2	96.8	23.7
United States	18,547	17,024	1,523	17,864	16,940	6,684	2,515	7,741	924	683	84	599	91.8	94.8	12.3
Unit banks.....	13,783	12,524	1,259	13,316	12,483	4,911	1,325	6,247	833	467	41	426	90.9	93.7	8.8
Head offices.....	1,059	954	105	978	943	206	174	563	35	81	11	70	90.1	96.4	13.6
Branches.....	3,705	3,546	159	3,570	3,514	1,567	1,016	931	56	135	32	103	95.7	98.4	23.7
Possessions	97	7	90	97	7			7	90				7.2	7.2	
Unit banks.....	24	2	22	24	2			2	22				8.3	8.3	
Head offices.....	11	2	9	11	2			2	9				18.2	18.2	
Branches.....	62	3	59	62	3			3	59				4.8	4.8	
State															
Alabama	238	231	7	238	231	85	17	129	7				97.1	97.1	
Unit banks.....	215	208	7	215	208	64	15	129	7				96.7	96.7	
Head offices.....	3	3		3	3	2	1						100.0	100.0	
Branches.....	20	20		20	20	19	1						100.0	100.0	
Arizona	38	38		38	38	26	2	10					100.0	100.0	
Unit banks.....	8	8		8	8	3	2	3					100.0	100.0	
Head offices.....	4	4		4	4	2	2	2					100.0	100.0	
Branches.....	26	26		26	26	21	5	5					100.0	100.0	
Arkansas	229	223	6	229	223	51	9	163	6				97.4	97.4	
Unit banks.....	200	194	6	200	194	49	9	136	6				97.0	97.0	
Head offices.....	14	14		14	14	1		13					100.0	100.0	
Branches.....	15	15		15	15	1		14					100.0	100.0	
California	1,045	1,039	6	1,045	1,039	776	142	121	6				99.4	99.4	
Unit banks.....	166	162	4	166	162	87	10	65	4				97.6	97.6	
Head offices.....	32	31	1	32	31	9	7	15	1				96.9	96.9	
Branches.....	847	846	1	847	846	680	125	41	1				99.9	99.9	
Colorado	144	137	7	144	137	78	15	44	7				95.1	95.1	
Unit banks.....	144	137	7	144	137	78	15	44	7				95.1	95.1	

Connecticut	206	108	98	133	108	57	9	42	25	73	73	52.4	81.2		
Unit banks.....	182	95	87	111	95	49	7	39	16	71	71	52.2	85.6		
Head offices.....	7	5	2	6	5	3	1	1	1	1	1	71.4	83.3		
Branches.....	17	8	9	16	8	5	1	2	8	1	1	47.1	50.0		
Delaware	58	54	4	55	54	14	7	33	1	3	3	93.1	98.2		
Unit banks.....	36	34	2	35	34	14	1	19	1	1	1	94.4	97.1		
Head offices.....	8	7	1	7	7	3	3	4	1	1	1	87.5	100.0		
Branches.....	14	13	1	13	13	3	3	10	1	1	1	92.9	100.0		
District of Columbia	52	52		52	52	26	20	6				100.0	100.0		
Unit banks.....	11	11		11	11	4	3	4				100.0	100.0		
Head offices.....	11	11		11	11	5	5	1				100.0	100.0		
Branches.....	30	30		30	30	17	12	1				100.0	100.0		
Florida	170	166	4	170	166	53	5	108	4			97.6	97.6		
Unit banks.....	166	164	2	166	164	53	5	106	2			98.8	98.8		
Head offices.....	2	1	1	2	1	1	1	1	1			50.0	50.0		
Branches.....	2	1	1	2	1	1	1	1	1			50.0	50.0		
Georgia	375	296	79	375	296	67	23	206	79			78.9	78.9		
Unit banks.....	336	263	73	336	263	48	15	200	73			78.3	78.3		
Head offices.....	12	9	3	12	9	3	3	3	3			75.0	75.0		
Branches.....	27	24	3	27	24	16	5	3	3			88.9	88.9		
Idaho	87	86	1	87	86	54	9	23	1			98.9	98.9		
Unit banks.....	43	42	1	43	42	13	9	20	1			97.7	97.7		
Head offices.....	7	7		7	7	6	6	1	1			100.0	100.0		
Branches.....	37	37		37	37	35	2	2	2			100.0	100.0		
Illinois	830	816	14	830	816	338	96	382	14			98.3	98.3		
Unit banks.....	830	816	14	830	816	338	96	382	14			98.3	98.3		
Head offices.....															
Branches.....															
Indiana	568	543	25	564	540	132	91	317	24	4	3	1	95.6	95.7	75.0
Unit banks.....	467	434	23	453	431	118	73	240	22	4	3	1	95.0	95.1	75.0
Head offices.....	43	42	1	43	42	6	3	33	1	1	1	1	97.7	97.7	
Branches.....	68	67	1	68	67	8	15	44	1	1	1	1	98.5	98.5	
Iowa	815	740	75	815	740	103	51	586	75			90.8	90.8		
Unit banks.....	539	475	64	539	475	103	51	321	64			88.1	88.1		
Head offices.....	119	114	5	119	114	10	5	114	5			95.8	95.8		
Branches.....	167	151	6	167	151	1	1	151	6			96.2	96.2		
Kansas	654	455	199	654	455	180	29	246	199			69.6	69.6		
Unit banks.....	654	455	199	654	455	180	29	246	199			69.6	69.6		
Head offices.....															
Branches.....															
Kentucky	427	401	26	427	401	114	20	267	26			93.9	93.9		
Unit banks.....	385	359	26	385	359	92	16	251	26			93.2	93.2		
Head offices.....	13	13		13	13	3	2	8	8			100.0	100.0		
Branches.....	29	29		29	29	19	2	8	8			100.0	100.0		
Louisiana	201	200	1	201	200	57	9	134	1			99.5	99.5		
Unit banks.....	118	117	1	118	117	22	7	88	1			99.2	99.2		
Head offices.....	28	28		28	28	7	1	20	1			100.0	100.0		
Branches.....	55	55		55	55	28	1	26	1			100.0	100.0		

Table 102. NUMBER OF OPERATING BANKING OFFICES, DECEMBER 31, 1941—Continued

GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK AND BY TYPE OF OFFICE IN EACH STATE AND POSSESSION

	All banking offices			Commercial banking offices						Mutual savings banking offices			Insured banking offices as percentage of—		
	Total	Insured	Non-insured	Total	Insured			Non-insured	Total	Insured	Non-insured	All banking offices	Com-mercial banking offices	Mutual savings banking offices	
					Total	Members F. R. System									Not mem-bers F. R. System
						National	State								
Maine	159	117	42	125	111	39	33	39	14	34	6	28	73.6	88.8	17.6
Unit banks.....	75	46	29	45	40	32	1	7	5	30	6	24	61.3	88.9	20.0
Head offices.....	23	17	6	21	17	3	4	10	4	2	.....	2	73.9	81.0	.....
Branches.....	61	54	7	59	54	4	28	22	5	2	.....	2	88.5	91.5	.....
Maryland	279	253	26	252	251	73	53	125	1	27	2	25	90.7	99.6	7.4
Unit banks.....	157	149	8	148	147	60	5	82	1	9	2	7	94.9	99.3	22.2
Head offices.....	27	25	2	25	25	3	6	16	.....	2	.....	2	92.6	100.0	.....
Branches.....	95	79	16	79	79	10	42	27	.....	16	.....	16	83.2	100.0	.....
Massachusetts	542	308	234	319	308	186	67	55	11	223	.....	223	56.8	96.6	.....
Unit banks.....	324	149	175	157	149	106	15	28	8	167	.....	167	46.0	94.9	.....
Head offices.....	66	41	25	42	41	18	14	9	1	24	.....	24	62.1	97.6	.....
Branches.....	152	118	34	120	118	62	38	18	2	32	.....	32	77.6	98.3	.....
Michigan	618	582	36	618	582	141	221	220	36	.....	.....	.....	94.2	94.2	.....
Unit banks.....	401	378	23	401	378	67	136	175	23	.....	.....	.....	94.3	94.3	.....
Head offices.....	47	43	4	47	43	11	10	22	4	.....	.....	.....	91.5	91.5	.....
Branches.....	170	161	9	170	161	63	75	23	9	.....	.....	.....	94.7	94.7	.....
Minnesota	681	650	31	680	649	192	21	436	31	1	1	.....	95.4	95.4	100.0
Unit banks.....	673	642	31	672	641	184	21	436	31	1	1	.....	95.4	95.4	100.0
Head offices.....	2	2	.....	2	2	2	.....	.....	.....	.....	.....	.....	100.0	100.0	.....
Branches.....	6	6	.....	6	6	6	.....	.....	.....	.....	.....	.....	100.0	100.0	.....
Mississippi	250	245	5	250	245	25	2	218	5	.....	.....	.....	98.0	98.0	.....
Unit banks.....	181	176	5	181	176	23	2	151	5	.....	.....	.....	97.2	97.2	.....
Head offices.....	25	25	.....	25	25	1	.....	24	.....	.....	.....	.....	100.0	100.0	.....
Branches.....	44	44	.....	44	44	1	.....	43	.....	.....	.....	.....	100.0	100.0	.....
Missouri	612	576	36	612	576	84	76	416	36	.....	.....	.....	94.1	94.1	.....
Unit banks.....	612	576	36	612	576	84	76	416	36	.....	.....	.....	94.1	94.1	.....
Head offices.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Branches.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Montana	112	112	.....	112	112	41	25	46	.....	.....	.....	.....	100.0	100.0	.....
Unit banks.....	112	112	.....	112	112	41	25	46	.....	.....	.....	.....	100.0	100.0	.....
Head offices.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Branches.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....

Nebraska	419	363	56	419	363	135	14	214	56					86.6	86.6	
Unit banks.....	415	359	56	415	359	131	14	214	56					86.5	86.5	
Head offices.....	2	2		2	2	2								100.0	100.0	
Branches.....	2	2		2	2	2								100.0	100.0	
Nevada	23	22	1	23	22	17	2	3	1					95.7	95.7	
Unit banks.....	10	9	1	10	9	4	2	3	1					90.0	90.0	
Head offices.....	2	2		2	2	2								100.0	100.0	
Branches.....	11	11		11	11	11								100.0	100.0	
New Hampshire	110	57	53	66	57	53	1	3	9	44		44		51.8	86.4	
Unit banks.....	104	55	49	62	55	51	1	3	7	42		42		52.9	88.7	
Head offices.....	3	1	2	2	1	1			1	1		1		33.3	50.0	
Branches.....	3	1	2	2	1	1			1	1		1		33.3	50.0	
New Jersey	500	484	16	472	469	258	127	84	3	28	15	13		96.8	99.4	53.6
Unit banks.....	322	309	13	301	298	206	44	48	3	21	11	10		86.0	99.0	52.4
Head offices.....	54	53	1	51	51	18	23	10		3	2	1		98.1	100.0	66.7
Branches.....	124	122	2	120	120	34	60	26		4	2	2		98.4	100.0	50.0
New Mexico	49	48	1	49	48	22	5	21	1					98.0	98.0	
Unit banks.....	37	36	1	37	36	22	5	9	1					97.3	97.3	
Head offices.....	5	5		5	5	5		5						100.0	100.0	
Branches.....	7	7		7	7	7		7						100.0	100.0	
New York	1,555	1,364	191	1,369	1,354	602	566	186	15	186	10	176		87.7	98.9	5.4
Unit banks.....	720	615	105	626	614	391	112	111	12	94	1	93		85.4	98.1	1.1
Head offices.....	136	97	39	96	94	31	46	17	2	40	3	37		71.3	97.9	7.5
Branches.....	699	652	47	647	646	180	408	58	1	52	6	46		93.3	99.8	11.5
North Carolina	358	349	9	358	349	51	21	277	9					97.5	97.5	
Unit banks.....	181	175	6	181	175	41	8	126	6					96.7	96.7	
Head offices.....	46	45	1	46	45	3	3	39	1					97.8	97.8	
Branches.....	131	129	2	131	129	7	10	112	2					98.5	98.5	
North Dakota	185	173	12	185	173	45		128	12					93.5	93.5	
Unit banks.....	144	134	10	144	134	45		89	10					93.1	93.1	
Head offices.....	17	16	1	17	16			16	1					94.1	94.1	
Branches.....	24	23	1	24	23			23	1					95.8	95.8	
Ohio	863	845	18	860	842	279	247	316	18	3	3			97.9	97.9	100.0
Unit banks.....	656	638	18	653	635	234	121	280	18	3	3			97.3	97.2	100.0
Head offices.....	38	38		38	38	8	16	14						100.0	100.0	
Branches.....	169	169		169	169	37	110	22						100.0	100.0	
Oklahoma	390	381	9	390	381	207	11	163	9					97.7	97.7	
Unit banks.....	390	381	9	390	381	207	11	163	9					97.7	97.7	
Head offices.....																
Branches.....																
Oregon	141	139	2	140	138	91	6	41	2	1	1			98.6	98.6	100.0
Unit banks.....	66	64	2	65	63	24	6	33	2	1	1			97.0	96.9	100.0
Head offices.....	6	6		6	6	2		4						100.0	100.0	
Branches.....	69	69		69	69	65		4						100.0	100.0	
Pennsylvania	1,190	1,163	27	1,169	1,143	728	128	287	26	21	20	1		97.7	97.8	95.2
Unit banks.....	1,026	1,006	20	1,023	1,004	664	80	260	19	3	2	1		98.1	98.1	66.7
Head offices.....	51	48	3	47	44	21	13	10	3	4	4			94.1	93.6	100.0
Branches.....	113	109	4	99	95	43	35	17	4	14	14			96.5	96.0	100.0

Table 102. NUMBER OF OPERATING BANKING OFFICES, DECEMBER 31, 1941—Continued
 GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK AND BY TYPE OF OFFICE IN EACH STATE AND POSSESSION

	All banking offices			Commercial banking offices						Mutual savings banking offices			Insured banking offices as percentage of—		
	Total	Insured	Non-insured	Total	Insured			Non-insured	Total	Insured	Non-insured	All banking offices	Commercial banking offices	Mutual savings banking offices	
					Total	Members F. R. System									Not members F. R. System
						National	State								
Rhode Island	72	44	28	61	44	20	21	3	17	11	11	61.1	72.1	.....
Unit banks.....	20	10	10	12	10	9	.....	1	2	8	8	50.0	83.3	.....
Head offices.....	12	6	6	11	6	3	2	1	5	1	1	50.0	54.5	.....
Branches.....	40	28	12	38	28	8	19	1	10	2	2	70.0	73.7	.....
South Carolina	175	138	37	175	138	42	6	90	37	.....	.....	78.9	78.9	.....
Unit banks.....	145	108	37	145	108	20	4	84	37	.....	.....	74.5	74.5	.....
Head offices.....	6	6	.....	6	6	2	1	3	.....	.....	.....	100.0	100.0	.....
Branches.....	24	24	.....	24	24	20	1	3	.....	.....	.....	100.0	100.0	.....
South Dakota	204	203	1	204	203	57	23	123	1	.....	.....	99.5	99.5	.....
Unit banks.....	139	138	1	139	138	33	23	82	1	.....	.....	99.3	99.3	.....
Head offices.....	23	23	.....	23	23	4	.....	19	.....	.....	.....	100.0	100.0	.....
Branches.....	42	42	.....	42	42	20	.....	22	.....	.....	.....	100.0	100.0	.....
Tennessee	349	340	9	349	340	90	16	234	9	.....	.....	97.4	97.4	.....
Unit banks.....	276	267	9	276	267	65	6	196	9	.....	.....	96.7	96.7	.....
Head offices.....	21	21	.....	21	21	5	1	15	.....	.....	.....	100.0	100.0	.....
Branches.....	52	52	.....	52	52	20	9	23	.....	.....	.....	100.0	100.0	.....
Texas	857	785	72	857	785	444	86	255	72	.....	.....	91.6	91.6	.....
Unit banks.....	857	785	72	857	785	444	86	255	72	.....	.....	91.6	91.6	.....
Head offices.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Branches.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Utah	72	72	.....	72	72	21	21	30	.....	.....	.....	100.0	100.0	.....
Unit banks.....	55	55	.....	55	55	11	21	23	.....	.....	.....	100.0	100.0	.....
Head offices.....	5	5	.....	5	5	2	.....	3	.....	.....	.....	100.0	100.0	.....
Branches.....	12	12	.....	12	12	8	.....	4	.....	.....	.....	100.0	100.0	.....
Vermont	98	98	.....	81	81	42	.....	39	.....	17	17	100.0	100.0	100.0
Unit banks.....	73	73	.....	66	66	38	.....	28	.....	7	7	100.0	100.0	100.0
Head offices.....	7	7	.....	6	6	2	.....	4	.....	1	1	100.0	100.0	100.0
Branches.....	18	18	.....	9	9	2	.....	7	.....	9	9	100.0	100.0	100.0
Virginia	384	384	.....	384	384	145	62	177	.....	.....	.....	100.0	100.0	.....
Unit banks.....	275	275	.....	275	275	124	50	101	.....	.....	.....	100.0	100.0	.....
Head offices.....	39	39	.....	39	39	6	4	29	.....	.....	.....	100.0	100.0	.....
Branches.....	70	70	.....	70	70	15	8	47	.....	.....	.....	100.0	100.0	.....

Washington	225	222	3	222	219	128	15	76	3	3	3	98.7	98.6	100.0
Unit banks.....	126	123	3	125	122	37	13	72	3	1	1	97.6	97.6	100.0
Head offices.....	10	10		9	9	6	1	2		1	1	100.0	100.0	100.0
Branches.....	89	89		88	88	85	1	2		1	1	100.0	100.0	100.0
West Virginia	180	175	5	180	175	77	24	74	5			97.2	97.2	
Unit banks.....	180	175	5	180	175	77	24	74	5			97.2	97.2	
Head offices.....														
Branches.....														
Wisconsin	700	689	11	696	686	112	52	522	10	4	3	98.4	98.6	75.0
Unit banks.....	483	474	9	479	471	95	41	335	8	4	3	98.1	98.3	75.0
Head offices.....	83	82	1	83	82	3	4	75	1			98.8	98.8	
Branches.....	134	133	1	134	133	14	7	112	1			99.3	99.3	
Wyoming	58	58		58	58	26	9	23				100.0	100.0	
Unit banks.....	58	58		58	58	26	9	23				100.0	100.0	
Head offices.....														
Branches.....														
Possessions														
Alaska¹	18	2	16	18	2			2	16			11.1	11.1	
Unit banks.....	16	2	14	16	2			2	14			12.5	12.5	
Head offices.....	1		1	1					1					
Branches.....	1		1	1					1					
Hawaii²	43	2	41	43	2			2	41			4.7	4.7	
Unit banks.....	1		1	1					1					
Head offices.....	3	1	2	3	1			1	2			33.3	33.3	
Branches.....	39	1	38	39	1			1	38			2.6	2.6	
Puerto Rico	32		32	32					32					
Unit banks.....	6		6	6					6					
Head offices.....	6		6	6					6					
Branches.....	20		20	20					20					
Virgin Islands³	4	3	1	4	3			3	1			75.0	75.0	
Unit banks.....	1		1	1					1					
Head offices.....	1	1		1	1			1				100.0	100.0	
Branches.....	2	2		2	2			2				100.0	100.0	

¹ Includes 4 national banks (all unit banks), 2 among insured banks not members of the Federal Reserve System, and 2 among noninsured banks.

² Includes, among noninsured banks, 1 national bank operating 16 branches.

³ Includes, among insured banks not members of the Federal Reserve System, 1 national bank operating 2 branches.

Back figures—See the following Annual Reports: 1940, p. 96; 1939, p. 90; 1938, p. 126; 1937, p. 73; 1936, p. 105; 1935, pp. 122-131.

Table 103. NUMBER AND DEPOSITS OF OPERATING COMMERCIAL AND MUTUAL SAVINGS BANKS, DECEMBER 31, 1941
BANKS GROUPED ACCORDING TO INSURANCE STATUS IN EACH STATE AND POSSESSION

	Number of banks							Deposits (in thousands of dollars)						
	All banks	Commercial banks			Mutual savings banks			All banks	Commercial banks			Mutual savings banks		
		Total	In-sured ¹	Nonin-sured ²	Total	In-sured	Nonin-sured		Total	Insured	Nonin-sured	Total	Insured	Nonin-sured
United States and possessions—total	14,877	14,329	13,430	899	548	52	496	82,045,322	71,511,415	69,420,573	2,090,842	10,533,907	1,788,695	8,745,212
United States.....	14,842	14,294	13,426	868	548	52	496	81,767,414	71,233,507	69,411,092	1,822,415	10,533,907	1,788,695	8,745,212
Possessions.....	35	35	4	31				277,908	277,908	9,481	268,427			
State														
Alabama.....	218	218	211	7				489,205	489,205	487,051	2,154			
Arizona.....	12	12	12					112,373	112,373	112,373				
Arkansas.....	214	214	208	6				289,750	289,750	288,417	1,333			
California.....	198	198	193	5				5,280,918	5,280,918	5,248,396	32,522			
Colorado.....	144	144	137	7				415,937	415,937	414,060	1,877			
Connecticut.....	189	117	100	17	72		72	1,615,985	849,795	735,276	114,519	766,190		766,190
Delaware.....	44	42	41	1	2		2	289,497	243,513	243,279	234	45,984		45,984
Dist. of Columbia.....	22	22	22					495,554	495,554	495,554				
Florida.....	168	168	165	3				562,652	562,652	559,952	2,690			
Georgia.....	348	348	272	76				688,566	688,566	680,352	8,214			
Idaho.....	50	50	49	1				125,547	125,547	122,606	2,941			
Illinois.....	830	830	816	14				5,895,815	5,895,815	5,878,632	17,183			
Indiana.....	500	496	473	23	4		3	1,205,583	1,185,045	1,172,667	12,378	20,538	14,069	6,469
Iowa.....	658	658	589	69				862,893	862,893	824,372	38,521			
Kansas.....	654	654	455	199				533,569	533,569	474,045	59,524			
Kentucky.....	398	398	372	26				642,531	642,531	634,389	8,142			
Louisiana.....	146	146	145	1				663,787	663,787	663,357	430			
Maine.....	98	66	57	9	32		6	363,539	232,903	218,887	19,016	130,636	14,703	115,933
Maryland.....	184	173	172	1	11		2	1,096,210	868,534	830,348	38,186	227,676	1,755	225,921
Massachusetts.....	390	199	190	9	191		191	4,563,887	2,424,210	2,350,875	73,335	2,139,677		2,139,677
Michigan.....	448	448	421	27				2,100,470	2,100,470	2,056,619	43,851			
Minnesota.....	675	674	643	31	1		1	1,190,817	1,122,176	1,110,337	11,839	68,641	68,641	
Mississippi.....	206	206	201	5				271,561	271,561	268,436	3,125			
Missouri.....	612	612	576	36				1,960,220	1,960,220	1,952,944	7,276			
Montana.....	112	112	112					184,278	184,278	184,278				

Nebraska.....	417	417	361	56				398,458	398,458	388,380	10,078			
Nevada.....	12	12	11	1				52,323	52,323	52,204	119			
New Hampshire...	107	64	56	8	43		43	304,399	109,175	101,331	7,844	195,224		195,224
New Jersey.....	376	352	349	3	24	13	11	2,463,677	2,154,526	2,152,315	2,211	309,151	128,969	180,182
New Mexico.....	42	42	41	1				81,997	81,997	81,582	415			
New York.....	856	722	708	14	184	4	130	27,506,817	21,951,558	20,892,893	1,058,665	5,555,259	722,644	4,832,615
North Carolina...	227	227	220	7				707,819	707,819	700,018	7,801			
North Dakota....	161	161	150	11				148,841	148,841	112,948	35,893			
Ohio.....	694	691	673	18	3	3		3,285,493	3,159,970	3,154,241	5,729	125,523	125,523	
Oklahoma.....	390	390	381	9				546,459	546,459	544,918	1,541			
Oregon.....	72	71	69	2	1	1		442,559	439,304	435,351	3,953	3,255	3,255	
Pennsylvania....	1,077	1,070	1,048	22	7	6	1	6,477,217	5,850,717	5,791,408	59,309	626,500	569,809	56,691
Rhode Island....	32	23	16	7	9		9	564,501	384,504	318,325	66,179	179,997		179,997
South Carolina...	151	151	114	37				224,709	224,709	214,049	10,660			
South Dakota....	162	162	161	1				127,287	127,287	126,548	739			
Tennessee.....	297	297	288	9				821,411	821,411	817,208	4,203			
Texas.....	857	857	785	72				2,082,087	2,082,087	2,052,597	29,490			
Utah.....	60	60	60					206,612	206,612	206,612				
Vermont.....	80	72	72		8	8		180,436	123,482	123,482		56,954	56,954	
Virginia.....	314	314	314					844,160	844,160	844,160				
Washington.....	136	134	131	3	2	2		792,532	715,069	705,764	9,305	77,463	77,463	
West Virginia....	180	180	175	5				365,325	365,325	360,517	4,808			
Wisconsin.....	566	562	553	9	4	3	1	1,154,957	1,149,718	1,145,535	4,183	5,239	4,910	329
Wyoming.....	58	58	58					86,194	86,194	86,194				
Possessions														
Alaska.....	17	17	2	15				26,949	26,949	4,143	22,806			
Hawaii.....	4	4	1	3				156,765	156,765	3,501	153,264			
Puerto Rico....	12	12		12				92,277	92,277		92,277			
Virgin Islands...	2	2	1	1				1,917	1,917	1,837	80			

¹ Includes 9 trust companies not engaged in deposit banking.
² Excludes trust companies not engaged in deposit banking. See pages 90-91.

Table 104. ANALYSIS OF ADMISSIONS TO AND TERMINATIONS OF INSURANCE IN EACH CLASS OF BANK, 1934-1941

	1934-1941					1941				
	All banks	National banks members F. R. System	State banks members F. R. System	Commercial banks not members F. R. System	Mutual savings banks	All banks	National banks members F. R. System	State banks members F. R. System	Commercial banks not members F. R. System	Mutual savings banks
Number insured at beginning of period.....	113,201	5,153	856	6,978	214	13,495	5,144	1,342	6,956	53
Number insured at end of period.....	13,482	5,117	1,499	6,814	52	13,482	5,117	1,499	6,814	52
Admissions not directly offset by terminations—total.....	2,047	432	67	1,518	30	70	6	5	59	.....
Banks operating, or with direct predecessors operating, when deposit insurance became effective:										
Banks of deposit operating January 1, 1934, not previously insured, or successors to such banks ¹	533	10	23	479	21	24	.....	4	20	.....
Banks previously insured, or successors to such banks ¹	23	.....	2	15	6	1	.....	.....	1	.....
Financial institutions operating January 1, 1934, but not engaged in deposit banking, or successors to such institutions ²	16	.....	4	12	.....	3	.....	.....	3	.....
Banks in conservatorship or operating under restrictions, or in receivership or liquidation, when deposit insurance became effective:										
Successors to or reorganizations of banks in conservatorship or operating under restrictions ³	1,006	339	25	640	2	.....	.....	.....	.....	.....
Successors to or reorganizations of banks in receivership or in process of liquidation ⁷	87	13	7	67	.....	1	.....	.....	1	.....
Banks organized and opened since deposit insurance became effective:										
Banks opened and admitted to insurance in the same calendar year ⁴	342	70	6	265	1	37	6	1	30	.....
Banks opened since January 1, 1934, prior to year of admission to insurance, or successors to such banks.....	39	.....	.....	39	.....	4	.....	.....	4	.....
Financial institution opened since January 1, 1934, but not engaged in deposit banking prior to year of admission to insurance.....	1	.....	.....	1	.....	.....	.....	.....	.....	.....
Admissions directly offset by terminations—total.....	1,129	164	758	204	3	190	8	164	15	3
Banks succeeding other banks in same class ⁵	143	61	7	75	.....	6	2	.....	4	.....
Banks succeeding other insured banks not in same class ⁶	201	102	10	89	.....	15	6	2	7	.....
Readmissions of banks which had suspended and reopened or had withdrawn from insurance.....	6	1	.....	5	.....	.....	.....	.....	.....	.....
Admissions to insurance of banks withdrawing from F. R. System	35	.....	.....	35	.....	4	.....	.....	4	.....
Admissions of insured banks to F. R. System ¹⁰	744	.....	741	.....	3	165	.....	162	.....	3

Terminations not directly offset by admissions—total	1,766	473	89	1,012	192	83	31	3	48
Banks suspended or merged with financial aid from FDIC:									
Suspended banks not reopened or succeeded ¹¹	228	16	6	205	1	5	3		2
Banks merged with financial aid of FDIC—net reduction.....	111	24	6	80	1	6	2	1	3
Other terminations:									
Withdrawals from insurance of operating banks (excluding those readmitted during same year) ¹²	229		2	50	177	1			1
Banks absorbed by, succeeded by, or consolidated with non-insured banks.....	20	11		9					
Banks absorbed by or consolidated with other insured banks without financial aid of FDIC—net reduction.....	901	358	61	471	11	46	20		25
Other liquidations.....	273	63	14	195	1	24	5	2	17
Insured status terminated by FDIC ¹³	4	1		2	1	1	1		
Terminations directly offset by admissions—total	1,129	159	93	874	3	190	10	9	168
Banks succeeded by other banks in same class.....	143	61	7	75		6	2		4
Banks succeeded by other insured banks not in same class.....	201	96	51	54		15	8	5	2
Suspended banks, or banks withdrawing from insurance, re-admitted.....	6	2		4					
Banks withdrawing from F. R. System and admitted to insurance.....	35		35			4		4	
Insured banks admitted to F. R. System ¹⁰	744			741	3	165			162

¹ The banks admitted to insurance as of January 1, 1934, were licensed, under the provisions of the Executive Order of the President issued March 10, 1933, prior to or on the date deposit insurance became effective, with the exception of a few banks which were fully or conditionally admitted to insurance as of January 1, 1934, though formally licensed at a later date. See also footnotes 2 and 5.

² Includes about 460 banks which had been approved for insurance, but from which assessment remittances were not received until after January 1, 1934. Also includes 40 institutions of the types described in footnote 5.

³ Excludes banks operating under restrictions but unlicensed under the provisions of the Executive Order of the President issued March 10, 1933.

⁴ Includes banks which withdrew from insurance during or at the close of the temporary funds, or which were succeeded by noninsured banks and operated as noninsured banks for three months or more prior to readmission to insurance.

⁵ These cases include the following types of institutions: (a) trust companies not engaged in deposit banking but with uninvested trust funds eligible for insurance; (b) industrial and Morris Plan banks and companies not legally authorized to receive deposits on January 1, 1934, which have been authorized by laws enacted since January 1, 1934, to engage in deposit banking, or whose obligations were recognized by the Corporation as eligible for the protection of deposit insurance; and (c) banks of deposit organized as successors to cooperative credit associations, savings and loan associations, Morris Plan companies, and similar institutions. In addition, 40 institutions of these types were admitted to insurance as of January 1, 1934.

⁶ Includes a few cases of banks placed under restrictions subsequent to January 1, 1934.

⁷ Includes a few cases of banks which were in conservatorship or operating under restrictions on January 1, 1934, which were subsequently placed in receivership or liquidation, and were in process of liquidation at the time of reorganization and admission to insurance.

⁸ Includes banks opened subsequent to the suspension of other insured banks in the same communities, but not direct successors to such banks.

⁹ Includes private banks incorporated, new charters obtained in connection with consolidation, and charter renewals in cases where corporate identity was not maintained and the bank was required to reapply for insurance.

¹⁰ No termination of insurance occurs in the case of insured banks not members of the Federal Reserve System which are admitted to that system, but they are insured thereafter under subsection (e) rather than subsection (f) of section 12B of the Federal Reserve Act, as amended. The number of insured banks admitted to Federal Reserve membership is shown in this table in order to indicate the admissions and terminations of insured banks by class.

¹¹ Excludes, in 1941, 1 bank which, in accordance with the provisions of law, suspended immediately following termination of its insured status by the Corporation.

¹² Includes 2 trust companies (of which 1 was in 1941) not engaged in deposit banking.

¹³ 1 of these banks subsequently suspended, and another (referred to in footnote 11) immediately suspended.

Back figures—For figures for each year, see the Annual Report for 1940, pp. 104-09.

NUMBER AND DEPOSITS OF BANKS AND BANKING OFFICES—MIDYEAR

Table 105. NUMBER OF OPERATING BANKS, JUNE 30, 1941

GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK AND BY TYPE OF BANK AND AMOUNT OF DEPOSITS

	All banks			Commercial banks						Mutual savings banks		
	Total	Insured	Non-insured	Total	Insured			Not members F. R. System	Non-insured	Total	Insured	Non-insured
					Total	Members F. R. S.						
						National	State					
All banks	14,903	13,479	1,424	14,353	13,426	5,130	1,423	6,873	927	550	53	497
With deposits of—												
\$100,000 or less.....	498	269	229	498	269	15	4	250	229			
\$100,000 to \$250,000.....	2,235	1,936	299	2,232	1,935	266	74	1,595	297	3	1	2
\$250,000 to \$500,000.....	3,196	3,041	155	3,191	3,039	799	226	2,014	152	5	2	3
\$500,000 to \$1,000,000.....	3,187	3,067	120	3,167	3,062	1,209	330	1,523	105	20	5	15
\$1,000,000 to \$2,000,000.....	2,398	2,311	87	2,346	2,306	1,197	260	849	40	52	5	47
\$2,000,000 to \$5,000,000.....	1,822	1,655	167	1,822	1,643	942	234	467	39	140	12	128
\$5,000,000 to \$10,000,000.....	693	570	123	575	560	344	115	101	15	118	10	108
\$10,000,000 to \$50,000,000.....	634	462	172	466	453	269	119	65	13	168	9	159
More than \$50,000,000.....	200	159	41	156	150	87	57	6	6	44	9	35
None or not available.....	40	9	31	40	9	2	4	3	31			
Unit banks	13,841	12,528	1,313	13,371	12,485	4,923	1,253	6,309	886	470	43	427
With deposits of—												
\$100,000 or less.....	498	269	229	498	269	15	4	250	229			
\$100,000 to \$250,000.....	2,221	1,924	297	2,218	1,923	266	74	1,583	295	3	1	2
\$250,000 to \$500,000.....	3,085	2,934	151	3,080	2,932	799	225	1,908	148	5	2	3
\$500,000 to \$1,000,000.....	3,009	2,897	112	2,989	2,892	1,208	329	1,355	97	20	5	15
\$1,000,000 to \$2,000,000.....	2,254	2,171	83	2,202	2,166	1,193	255	718	36	52	5	47
\$2,000,000 to \$5,000,000.....	1,690	1,540	150	1,561	1,528	917	222	389	33	129	12	117
\$5,000,000 to \$10,000,000.....	563	453	110	452	443	294	80	69	9	111	10	101
\$10,000,000 to \$50,000,000.....	417	283	134	286	279	194	52	33	7	131	4	127
More than \$50,000,000.....	66	49	17	47	45	35	9	1	2	19	4	15
None or not available.....	38	8	30	38	8	2	3	3	30			
Banks operating branches	1,062	951	111	982	941	207	170	564	41	80	10	70
With deposits of—												
\$100,000 or less.....												
\$100,000 to \$250,000.....	14	12	2	14	12			12	2			
\$250,000 to \$500,000.....	111	107	4	111	107			106	4			
\$500,000 to \$1,000,000.....	178	170	8	178	170	1	1	168	8			
\$1,000,000 to \$2,000,000.....	144	140	4	144	140	4	5	131	4			
\$2,000,000 to \$5,000,000.....	132	115	17	121	115	25	12	78	6	11		11
\$5,000,000 to \$10,000,000.....	130	117	13	123	117	50	35	32	6	7		7
\$10,000,000 to \$50,000,000.....	217	179	38	180	174	75	67	32	6	37	5	32
More than \$50,000,000.....	134	110	24	109	105	52	48	5	4	25	5	20
None or not available.....	2	1	1	2	1		1		1			

NOTE: For deposits of these banks, see Table 110. *Back figures*—See the following Annual Reports: 1940, p. 112; 1939, p. 100; 1938, p. 138; 1937, p. 82; 1936, p. 112.

Table 106. NUMBER OF OPERATING BANKING OFFICES, JUNE 30, 1941

GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK AND BY TYPE OF OFFICE AND AMOUNT OF DEPOSITS

	All banking offices			Commercial banking offices						Mutual savings banking offices		
	Total	Insured	Non-insured	Total	Insured			Non-insured	Total	Insured	Non-insured	
					Total	Members F. R. S.	Not members F. R. S.					
					National	State	System					
All banking offices	18,645	17,011	1,634	17,961	16,927	6,695	2,430	7,802	1,034	684	84	600
With deposits of—												
\$100,000 or less.....	632	403	229	632	403	23	7	373	229			
\$100,000 to \$250,000.....	2,578	2,281	297	2,575	2,280	294	91	1,895	295	3	1	2
\$250,000 to \$500,000.....	3,493	3,342	151	3,487	3,339	899	277	2,163	148	6	3	3
\$500,000 to \$1,000,000.....	3,649	3,537	112	3,628	3,531	1,525	447	1,559	97	21	6	15
\$1,000,000 to \$2,000,000.....	3,057	2,974	83	3,001	2,965	1,630	487	848	36	56	9	47
\$2,000,000 to \$5,000,000.....	2,509	2,359	150	2,371	2,338	1,316	538	484	33	138	21	117
\$5,000,000 to \$10,000,000.....	886	776	110	770	761	462	197	102	9	116	15	101
\$10,000,000 to \$50,000,000.....	671	537	134	526	519	323	143	53	7	145	18	127
More than \$50,000,000.....	162	145	17	136	134	89	41	4	2	26	11	15
None or not available.....	1,008	657	351	835	657	134	202	321	178	173		173
Unit banks (see Table 105)	13,841	12,528	1,313	13,371	12,485	4,923	1,253	6,309	886	470	43	427
Head offices	1,062	951	111	982	941	207	170	564	41	80	10	70
With deposits of—												
\$100,000 or less.....	4	4		4	4	1		3				
\$100,000 to \$250,000.....	39	39		39	39		1	38				
\$250,000 to \$500,000.....	102	102		102	102			102				
\$500,000 to \$1,000,000.....	115	115		115	115	2		113				
\$1,000,000 to \$2,000,000.....	94	94		94	94	8	7	79				
\$2,000,000 to \$5,000,000.....	103	103		103	103	32	17	54				
\$5,000,000 to \$10,000,000.....	88	88		86	86	39	28	19		2	2	
\$10,000,000 to \$50,000,000.....	109	109		104	104	50	39	15		5	5	
More than \$50,000,000.....	71	71		68	68	38	27	3		3	3	
None or not available.....	337	226	111	267	226	37	51	138	41	70		70
Branches	3,742	3,532	210	3,608	3,501	1,565	1,007	929	107	134	31	103
With deposits of—												
\$100,000 or less.....	130	130		130	130	7	3	120				
\$100,000 to \$250,000.....	318	318		318	318	28	16	274				
\$250,000 to \$500,000.....	306	306		305	305	100	52	153		1	1	
\$500,000 to \$1,000,000.....	525	525		524	524	315	118	91		1	1	
\$1,000,000 to \$2,000,000.....	709	709		705	705	429	225	51		4	4	
\$2,000,000 to \$5,000,000.....	716	716		707	707	367	299	41		9	9	
\$5,000,000 to \$10,000,000.....	235	235		232	232	129	89	14		3	3	
\$10,000,000 to \$50,000,000.....	145	145		136	136	79	52	5		9	9	
More than \$50,000,000.....	25	25		21	21	16	5	5		4	4	
None or not available.....	633	423	210	530	423	95	148	180	107	103		103

NOTE: For deposits of these offices, see Table 111. Back figures—See the following Annual Reports: 1940, p. 110; 1939, p. 98; 1938, p. 136; 1937, p. 80; 1936, p. 112.

NUMBER OF BANKING OFFICES—MIDYEAR

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Table 107. NUMBER OF OPERATING BANKING OFFICES OF COMMERCIAL BANKS, JUNE 30, 1941
GROUPED ACCORDING TO AMOUNT OF DEPOSITS AND BY TYPE OF OFFICE AND POPULATION OF CENTER IN WHICH LOCATED

	All banking offices	Banking offices with deposits of—									
		\$100,000 or less	\$100,000 to \$250,000	\$250,000 to \$500,000	\$500,000 to \$1,000,000	\$1,000,000 to \$2,000,000	\$2,000,000 to \$5,000,000	\$5,000,000 to \$10,000,000	\$10,000,000 to \$50,000,000	More than \$50,000,000	None or not available ¹
All banking offices	17,961	632	2,575	3,487	3,628	3,001	2,371	770	526	136	835
In centers with population of—											
Less than 250	888	202	430	170	36	5	1			1	43
250 to 500	1,947	210	917	576	138	12	1				93
500 to 1,000	2,736	141	809	1,106	502	78	12				88
1,000 to 2,500	3,437	41	328	1,144	1,367	418	43				96
2,500 to 5,000	2,043	6	42	279	797	699	173	2	1		44
5,000 to 10,000	1,684	6	10	81	364	743	411	24	2		43
10,000 to 25,000	1,411	6	10	32	117	374	674	138	17		43
25,000 to 50,000	662	4	4	17	30	88	254	177	56		32
50,000 or more	3,153	16	25	82	277	584	802	429	450	135	353
Unit banks	13,371	498	2,218	3,080	2,989	2,202	1,561	452	286	47	38
In centers with population of—											
Less than 250	751	174	382	151	32	4	1			1	6
250 to 500	1,618	152	804	525	120	11	1				5
500 to 1,000	2,343	107	693	1,008	453	71	7				4
1,000 to 2,500	2,917	37	274	1,030	1,187	351	33				5
2,500 to 5,000	1,723	4	36	240	706	589	143	2	1		2
5,000 to 10,000	1,403	5	7	67	311	645	345	20	2		1
10,000 to 25,000	1,151	5	9	22	92	322	579	109	13		
25,000 to 50,000	476	3	3	8	22	64	205	132	39		
50,000 or more	989	11	10	29	66	145	247	189	231	46	15

All offices of banks operating branches	4,590	134	357	407	639	799	810	318	240	89	797
In centers with population of—											
Less than 250.....	137	28	48	19	4	1					37
250 to 500.....	329	58	113	51	18	1					88
500 to 1,000.....	393	34	116	98	49	7	5				84
1,000 to 2,500.....	520	4	54	114	180	67	10				91
2,500 to 5,000.....	320	2	6	39	91	110	30				42
5,000 to 10,000.....	281	1	3	14	53	98	66	4			42
10,000 to 25,000.....	260	1	1	10	25	52	95	29	4		43
25,000 to 50,000.....	186	1	1	9	8	24	49	45	17		32
50,000 or more.....	2,164	5	15	53	211	439	555	240	219	89	338
Head offices.....	982	4	39	102	115	94	103	86	104	68	267
In centers with population of—											
Less than 250.....	26	1	9	7	1						8
250 to 500.....	62	1	12	22	6						21
500 to 1,000.....	87		14	31	14	3	1				24
1,000 to 2,500.....	148	1	4	35	52	13	3				40
2,500 to 5,000.....	85			6	22	30	6				21
5,000 to 10,000.....	76			1	11	27	17	1			19
10,000 to 25,000.....	76				5	12	26	14	2		17
25,000 to 50,000.....	67				1	2	16	25	10		13
50,000 or more.....	355	1			3	7	34	46	92	68	104
Branches.....	3,608	130	318	305	524	705	707	232	136	21	530
In centers with population of—											
Less than 250.....	111	27	39	12	3	1					29
250 to 500.....	267	57	101	29	12	1					67
500 to 1,000.....	306	34	102	67	35	4	4				60
1,000 to 2,500.....	372	3	50	79	128	54	7				51
2,500 to 5,000.....	235	2	6	33	69	80	24				21
5,000 to 10,000.....	205	1	3	13	42	71	49	3			23
10,000 to 25,000.....	184	1	1	10	20	40	69	15	2		26
25,000 to 50,000.....	119	1	1	9	7	22	33	20	7		19
50,000 or more.....	1,809	4	15	53	208	432	521	194	127	21	234

¹ Deposits of head offices and of branches of noninsured banks operating branches, and of 225 insured banks operating branches, are not available separately.

Back figures—See the Annual Report for 1940, p. 116.

Table 108. NUMBER OF OPERATING BANKING OFFICES OF COMMERCIAL BANKS, JUNE 30, 1941
 GROUPED ACCORDING TO NUMBER OF COMMERCIAL BANKING OFFICES IN CENTER IN WHICH LOCATED AND BY
 TYPE OF OFFICE AND POPULATION OF CENTER IN WHICH LOCATED

	All banking offices	Banking offices in centers with—								
		1 banking office	2 banking offices	3 banking offices	4 banking offices	5 banking offices	6 banking offices	7 or 8 banking offices	9 to 19 banking offices	20 or more banking offices
All banking offices	17,961	8,952	4,098	1,218	460	280	186	251	517	1,999
In centers with population of—										
Less than 250	888	884	4							
250 to 500	1,947	1,885	62							
500 to 1,000	2,736	2,440	288	3		5				
1,000 to 2,500	3,437	2,378	996	63						
2,500 to 5,000	2,043	813	1,076	132	12	10				
5,000 to 10,000	1,684	386	942	300	36	20				
10,000 to 25,000	1,411	149	610	450	152	32	18			
25,000 to 50,000	662	15	102	195	160	115	54	21		
50,000 or more	3,153	2	18	75	100	98	114	230	517	1,999
Unit banks	13,371	7,397	3,565	1,014	346	190	103	137	256	363
In centers with population of—										
Less than 250	751	748	3							
250 to 500	1,618	1,563	55							
500 to 1,000	2,343	2,073	267	2		1				
1,000 to 2,500	2,917	1,950	909	58						
2,500 to 5,000	1,723	647	935	123	8	10				
5,000 to 10,000	1,403	301	796	253	36	17				
10,000 to 25,000	1,151	107	507	370	126	25	16			
25,000 to 50,000	476	7	81	149	110	86	30	13		
50,000 or more	989	1	12	59	66	51	57	124	256	363

All offices of banks operating branches	4,590	1,555	533	204	114	90	83	114	261	1,636
In centers with population of—										
Less than 250.....	137	136	1							
250 to 500.....	329	322	7							
500 to 1,000.....	393	367	21	1		4				
1,000 to 2,500.....	520	428	87	5						
2,500 to 5,000.....	320	166	141	9	4					
5,000 to 10,000.....	281	85	146	47		3				
10,000 to 25,000.....	260	42	103	80	26	7	2			
25,000 to 50,000.....	186	8	21	46	50	29	24	8		
50,000 or more.....	2,164	1	6	16	34	47	57	106	261	1,636
Head offices	982	318	193	76	41	23	29	42	78	182
In centers with population of—										
Less than 250.....	26	26								
250 to 500.....	62	61	1							
500 to 1,000.....	87	77	10							
1,000 to 2,500.....	148	107	39	2						
2,500 to 5,000.....	85	29	48	4	4					
5,000 to 10,000.....	76	12	48	16						
10,000 to 25,000.....	76	5	38	23	8	2				
25,000 to 50,000.....	67	1	8	24	19	4	7	4		
50,000 or more.....	355		1	7	10	17	22	38	78	182
Branches	3,608	1,237	340	128	73	67	54	72	183	1,454
In centers with population of—										
Less than 250.....	111	110	1							
250 to 500.....	267	261	6							
500 to 1,000.....	306	290	11	1		4				
1,000 to 2,500.....	372	321	48	3						
2,500 to 5,000.....	235	137	98	5						
5,000 to 10,000.....	205	73	98	31		3				
10,000 to 25,000.....	184	37	65	57	18	5	2			
25,000 to 50,000.....	119	7	13	22	31	25	17	4		
50,000 or more.....	1,809	1	5	9	24	30	35	68	183	1,454

Back figures—See the Annual Report for 1940, p. 118.

Table 109. NUMBER OF COMMERCIAL BANKS OPERATING BRANCHES AND NUMBER OF BRANCHES, JUNE 30, 1941
BANKS OPERATING BRANCHES GROUPED ACCORDING TO CHARACTER OF BRANCH SYSTEM AND BRANCHES GROUPED ACCORDING TO
LOCATION OF BRANCH AND BY POPULATION OF CENTER IN WHICH LOCATED AND STATE

	Character of branch system					Location of branch				
	All branch systems	City wide	County wide	State wide	In more than one State ¹	All branches	In head office city	Elsewhere in head office county	Elsewhere in head office State	Outside head office State ¹
United States and possessions—total	982	277	453	249	3	3,608	1,620	791	1,191	6
United States	971	277	453	238	3	3,550	1,616	778	1,150	6
Possessions	11			11		58	4	13	41	
In centers with population of—										
Less than 250.....	26		19	7		111		71	40	
250 to 500.....	62		46	16		267	1	178	88	
500 to 1,000.....	87		50	37		306	1	173	132	
1,000 to 2,500.....	148	1	111	36		372	2	123	247	
2,500 to 5,000.....	85	1	62	22		235	3	72	160	
5,000 to 10,000.....	77	6	56	15		205	5	60	140	
10,000 to 25,000.....	76	13	35	23		184	17	44	123	
25,000 to 50,000.....	66	25	22	19		119	35	26	58	
50,000 or more.....	355	231	52	69	3	1,809	1,556	44	203	6
State										
Alabama.....	3		2	1		20	3	5	12	
Arizona.....	4		1	3		26	1	7	18	
Arkansas.....	14		10	4		15		10	5	
California.....	32	6	14	11	1	848	233	75	537	3
Colorado.....										
Connecticut.....	6	1	4	1		16	5	5	6	
Delaware.....	7	3	1	3		13	3	4	6	
District of Columbia.....	11	11				30	30			
Florida.....	2		1	1		2		1	1	
Georgia.....	11	2	2	7		26	11	2	13	
Idaho.....	7		2	5		37		3	34	
Illinois.....										
Indiana.....	43	11	32			68	25	43		
Iowa.....	119		86	33		158	1	118	39	
Kansas.....										

Kentucky	13	5	6	2	29	21	6	2
Louisiana	28	7	20	1	54	23	28	3
Maine	21	3	9	9	58	4	29	25
Maryland	25	8	11	6	79	39	18	22
Massachusetts	42	29	11	2	117	88	27	2
Michigan	47	17	21	9	165	123	24	18
Minnesota	2	2			6	6		
Mississippi	25		17	8	43		24	19
Missouri								
Montana								
Nebraska	2	2			2	2		
Nevada	2		1	1	11	1	2	8
New Hampshire	2				2			2
New Jersey	51	33	16	1	120	87	31	1
New Mexico	5		2	3	7		4	3
New York	95	64	16	14	646	590	36	18
North Carolina	45	5	14	26	129	9	32	88
North Dakota	15		5	10	22		12	10
Ohio	38	12	23	8	171	124	40	7
Oklahoma								
Oregon	6		4	2	68	11	3	54
Pennsylvania	47	32	12	3	97	79	14	4
Rhode Island	11	3	6	2	38	17	14	7
South Carolina	6	1	1	4	23	3	1	19
South Dakota	22		10	12	41		13	28
Tennessee	21	3	16	2	53	19	18	16
Texas								
Utah	5		2	3	12		2	
Vermont	6		3	3	10	1	7	9
Virginia	39	8	17	14	70	21	29	20
Washington	9	2	1	6	86	18	3	65
West Virginia								
Wisconsin	82	7	54	21	132	18	88	26
Wyoming								

¹ Out-of-State branches are operated as follows: 1 bank in California operates 1 branch in Oregon and 2 branches in Washington; 1 bank in New Jersey operates 1 branch in Pennsylvania; and 1 bank in New York operates 1 branch in Massachusetts and 1 branch in Pennsylvania.

Back figures—See the following Annual Reports: 1940, p. 124; 1939, p. 110; 1938, p. 134; 1937, p. 90; 1936, p. 120.

Table 110. DEPOSITS OF OPERATING BANKS, JUNE 30, 1941

BANKS GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK AND BY TYPE OF BANK AND AMOUNT OF DEPOSITS

	All banks			Commercial banks						Mutual savings banks		
	Total	Insured	Non-insured ¹	Total	Insured			Non-insured ¹	Total	Insured	Non-insured	
					Total	Members F. R. S.						
						National	State					Not members F. R. System
(In thousands of dollars)												
All banks	78,346,434	67,419,195	10,927,239	67,697,376	65,616,648	37,273,221	21,230,552	7,112,875	2,080,728	10,649,058	1,802,547	8,846,511
With deposits of—												
\$100,000 or less.....	33,723	20,414	13,309	33,723	20,414	1,159	299	18,956	13,309	.....	.....	.....
\$100,000 to \$250,000.....	395,777	347,878	47,899	395,222	347,732	50,410	14,530	282,792	47,490	555	146	409
\$250,000 to \$500,000.....	1,172,373	1,117,558	54,815	1,170,640	1,116,770	304,280	86,224	726,266	53,870	1,733	788	945
\$500,000 to \$1,000,000.....	2,278,789	2,194,907	83,882	2,263,027	2,190,429	886,734	238,878	1,064,817	72,598	15,762	4,478	11,284
\$1,000,000 to \$2,000,000.....	3,382,784	3,262,283	120,501	3,306,354	3,254,508	1,691,305	372,114	1,191,089	51,846	76,430	7,775	68,655
\$2,000,000 to \$5,000,000.....	5,625,945	5,083,350	542,595	5,162,203	5,046,609	2,924,280	740,131	1,382,198	115,594	463,742	36,741	427,001
\$5,000,000 to \$10,000,000.....	4,836,705	3,955,988	880,717	3,988,696	3,883,552	2,405,060	817,835	660,657	105,144	848,009	72,436	775,573
\$10,000,000 to \$50,000,000.....	13,378,366	9,501,534	3,876,832	9,627,542	9,282,146	5,558,521	2,459,571	1,264,054	345,396	3,750,824	219,388	3,531,436
More than \$50,000,000.....	47,241,972	41,935,283	5,306,689	41,749,969	40,474,488	23,451,472	16,500,970	522,046	1,275,481	5,492,003	1,460,795	4,031,208
Unit banks	35,993,686	29,296,368	6,697,318	30,302,199	28,765,541	18,921,544	4,693,372	5,150,625	1,536,658	5,691,487	530,827	5,160,660
With deposits of—												
\$100,000 or less.....	33,723	20,414	13,309	33,723	20,414	1,159	299	18,956	13,309	.....	.....	.....
\$100,000 to \$250,000.....	392,792	345,305	47,487	392,237	345,159	50,410	14,530	280,219	47,078	555	146	409
\$250,000 to \$500,000.....	1,129,831	1,076,656	53,175	1,128,098	1,075,868	304,280	85,729	683,859	52,230	1,733	788	945
\$500,000 to \$1,000,000.....	2,148,985	2,070,797	78,188	2,133,223	2,066,319	886,036	237,971	942,312	66,904	15,762	4,478	11,284
\$1,000,000 to \$2,000,000.....	3,174,474	3,059,503	114,971	3,098,044	3,051,728	1,685,184	363,871	1,002,673	46,316	76,430	7,775	68,655
\$2,000,000 to \$5,000,000.....	5,202,970	4,711,803	491,167	4,774,639	4,675,062	2,836,165	694,744	1,144,153	99,577	428,331	36,741	391,590
\$5,000,000 to \$10,000,000.....	3,920,175	3,132,316	787,859	3,126,428	3,059,880	2,050,999	552,385	456,496	66,548	793,747	72,436	721,311
\$10,000,000 to \$50,000,000.....	8,345,320	5,487,830	2,857,490	5,613,869	5,417,300	3,809,419	1,048,654	559,227	196,569	2,731,451	70,530	2,660,921
More than \$50,000,000.....	11,645,416	9,391,744	2,253,672	10,001,938	9,053,811	7,297,892	1,695,189	60,730	948,127	1,643,478	337,933	1,305,545
Banks operating branches	42,352,748	38,122,827	4,229,921	37,395,177	36,851,107	18,351,677	16,537,180	1,962,250	544,070	4,957,571	1,271,720	3,685,851
With deposits of—												
\$100,000 or less.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
\$100,000 to \$250,000.....	2,985	2,573	412	2,985	2,573	.....	.....	2,573	412	.....	.....	.....
\$250,000 to \$500,000.....	42,542	40,902	1,640	42,542	40,902	.....	495	40,407	1,640	.....	.....	.....
\$500,000 to \$1,000,000.....	129,804	124,110	5,694	129,804	124,110	698	907	122,505	5,694	.....	.....	.....
\$1,000,000 to \$2,000,000.....	208,310	202,780	5,530	208,310	202,780	6,121	8,243	188,416	5,530	.....	.....	.....
\$2,000,000 to \$5,000,000.....	422,975	371,547	51,428	387,564	371,547	88,115	45,387	238,045	16,017	35,411	.....	35,411
\$5,000,000 to \$10,000,000.....	916,530	823,672	92,858	862,268	823,672	354,061	265,450	204,161	38,596	54,262	.....	54,262
\$10,000,000 to \$50,000,000.....	5,033,046	4,013,704	1,019,342	4,013,733	3,864,846	1,749,102	1,410,917	704,827	148,827	1,019,373	148,853	870,515
More than \$50,000,000.....	35,596,556	32,548,539	3,053,017	31,748,031	31,420,677	16,153,580	14,805,781	461,816	327,354	3,848,525	1,122,862	2,725,663

¹ Excludes figures for 31 noninsured commercial banks for which data are not available.

NOTE: For number of banks, see Table 105. Back figures—See the following Annual Reports: 1940, p. 130; 1939, p. 114; 1938, p. 150; 1937, p. 96; 1936, p. 125; 1935,

Table 111. DEPOSITS OF OPERATING BANKING OFFICES, JUNE 30, 1941

OFFICES GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK AND BY TYPE OF OFFICE AND AMOUNT OF DEPOSITS

	All banking offices			Commercial banking offices						Mutual savings banking offices		
	Total	Insured	Non-insured	Total	Insured			Non-insured	Total	Insured	Non-insured	
					Total	Members F. R. S.						
						Nation	State					Not members F. R. System
(In thousands of dollars)												
All banking offices	78,346,434	67,419,195	10,927,239	67,697,376	65,616,648	37,273,221	21,230,552	7,112,875	2,080,728	10,649,058	1,802,547	8,846,511
With deposits of—												
\$100,000 or less.....	42,857	29,548	13,309	42,857	29,548	1,576	373	27,599	13,309	555	146	409
\$100,000 to \$250,000.....	453,425	405,938	47,487	452,970	405,792	55,787	17,850	332,155	47,078	2,083	1,138	945
\$250,000 to \$500,000.....	1,281,754	1,228,579	53,175	1,279,671	1,227,441	343,874	105,857	777,710	52,230			
\$500,000 to \$1,000,000.....	2,618,631	2,540,443	78,188	2,602,352	2,535,448	1,121,835	327,326	1,086,287	66,904	16,279	4,995	11,284
\$1,000,000 to \$2,000,000.....	4,329,359	4,214,888	114,971	4,247,744	4,201,428	2,316,705	701,129	1,183,594	46,316	82,115	13,460	68,655
\$2,000,000 to \$5,000,000.....	7,802,798	7,311,631	491,167	7,345,323	7,245,746	4,093,837	1,701,596	1,450,313	99,577	457,475	65,885	391,590
\$5,000,000 to \$10,000,000.....	6,155,985	5,368,126	787,859	5,325,837	5,259,289	3,211,929	1,373,584	673,776	66,548	830,148	108,837	721,311
\$10,000,000 to \$50,000,000.....	13,436,119	10,578,629	2,857,490	10,362,814	10,166,245	6,390,962	2,835,647	196,569	3,073,305	412,384	2,660,921	2,660,921
More than \$50,000,000.....	30,393,048	28,139,376	2,253,672	27,891,801	26,943,674	17,823,207	8,823,359	297,108	948,127	2,501,247	1,195,702	1,305,545
Not available ¹	11,831,958	7,602,037	4,229,921	8,146,107	7,602,037	1,913,509	5,343,831	344,697	544,070	3,685,851		3,685,851
Unit banks (see Table 110)	35,993,686	29,296,368	6,697,318	30,302,199	28,765,541	18,921,544	4,693,372	5,150,625	1,536,658	5,691,487	530,827	5,160,660
Head offices	19,906,865	19,906,865		19,242,812	19,242,812	10,424,730	7,756,321	1,061,761		664,053	664,053	
With deposits of—												
\$100,000 or less.....	256	256		256	256	14		242				
\$100,000 to \$250,000.....	7,182	7,182		7,182	7,182		117	7,065				
\$250,000 to \$500,000.....	38,182	38,182		38,182	38,182			38,182				
\$500,000 to \$1,000,000.....	82,114	82,114		82,114	82,114	1,520		80,594				
\$1,000,000 to \$2,000,000.....	132,755	132,755		132,755	132,755	12,260	9,713	110,782				
\$2,000,000 to \$5,000,000.....	355,496	355,496		355,496	355,496	114,779	68,876	171,841				
\$5,000,000 to \$10,000,000.....	623,731	623,731		610,006	610,006	281,905	202,874	125,227		18,725	13,725	
\$10,000,000 to \$50,000,000.....	2,362,903	2,362,903		2,195,133	2,195,133	1,111,107	792,576	291,450		167,770	167,770	
More than \$50,000,000.....	16,304,246	16,304,246		15,821,688	15,821,688	8,903,145	6,682,165	236,378		482,558	482,558	
Branches	10,613,925	10,613,925		10,006,258	10,006,258	6,013,438	3,437,028	555,792		607,667	607,667	
With deposits of—												
\$100,000 or less.....	8,878	8,878		8,878	8,878	403	74	8,401				
\$100,000 to \$250,000.....	53,451	53,451		53,451	53,451	5,377	3,203	44,871				
\$250,000 to \$500,000.....	113,741	113,741		113,391	113,391	39,594	20,128	53,669		350	350	
\$500,000 to \$1,000,000.....	387,532	387,532		387,015	387,015	234,279	89,355	63,381		517	517	
\$1,000,000 to \$2,000,000.....	1,022,630	1,022,630		1,016,945	1,016,945	619,261	327,545	70,139		5,685	5,685	
\$2,000,000 to \$5,000,000.....	2,244,332	2,244,332		2,215,188	2,215,188	1,142,893	937,976	134,319		29,144	29,144	
\$5,000,000 to \$10,000,000.....	1,612,079	1,612,079		1,589,403	1,589,403	879,025	618,325	92,053		22,676	22,676	
\$10,000,000 to \$50,000,000.....	2,727,896	2,727,896		2,553,812	2,553,812	1,470,436	994,417	88,959		174,084	174,084	
More than \$50,000,000.....	2,443,386	2,443,386		2,068,175	2,068,175	1,622,170	446,005			375,211	375,211	

¹ Deposits of head offices and branches of noninsured banks operating branches and of 225 insured banks operating branches are not available separately. Excludes figures for 31 noninsured commercial banks for which data are not available.

NOTE: For number of offices, see Table 106. Back figures—See the following Annual Reports: 1940, p. 128; 1939, p. 112.

ASSETS AND LIABILITIES OF OPERATING BANKS

Table 112. SUMMARY OF ASSETS AND LIABILITIES OF OPERATING BANKS IN THE UNITED STATES AND POSSESSIONS, 1935-1941

BANKS GROUPED BY INSURANCE STATUS AND TYPE OF BANK

(Amounts in millions of dollars)

	1935		1936		1937		1938		1939		1940		1941	
	Dec. 31	June 30	Dec. 31	June 30	Dec. 31	June 30	Dec. 31	June 30	Dec. 30	June 29	Dec. 31	June 30	Dec. 31	
ALL COMMERCIAL AND MUTUAL SAVINGS BANKS														
ASSETS														
Cash and due from other banks	14,872	15,060	16,819	15,520	15,902	17,392	18,262	20,544	23,324	25,597	28,122	26,794	27,397	
U. S. Government obligations ¹	15,510	17,330	17,479	16,933	16,683	16,787	18,006	18,800	19,462	19,753	21,032	23,577	25,539	
Other securities	10,035	10,509	10,618	10,260	9,739	9,496	9,609	9,522	9,283	9,326	9,438	9,113	9,027	
Loans, discounts, and overdrafts	20,291	20,601	21,388	22,461	22,119	21,053	21,315	21,309	22,130	22,310	23,742	25,286	26,640	
Miscellaneous assets	3,236	3,284	3,265	3,214	3,093	2,990	3,144	3,005	2,923	2,755	2,710	2,567	2,434	
Total assets	63,944	66,784	69,569	68,388	67,536	67,718	70,336	73,180	77,122	79,741	85,044	87,337	91,037	
LIABILITIES AND CAPITAL														
Total deposits	55,512	58,159	60,926	59,586	58,829	59,120	61,638	64,416	68,413	70,959	76,192	78,347	82,045	
Miscellaneous liabilities	657	728	689	775	671	594	668	651	609	624	644	663	624	
Total capital accounts	7,775	7,897	7,954	8,027	8,036	8,004	8,030	8,113	8,100	8,158	8,208	8,327	8,368	
Total liabilities and capital accounts	63,944	66,784	69,569	68,388	67,536	67,718	70,336	73,180	77,122	79,741	85,044	87,337	91,037	
Number of banks included	15,878	15,776	15,655	15,525	15,398	15,293	15,203	15,096	15,040	14,970	14,917	14,869	14,845	
Number of banks not included ²	62	62	59	59	46	50	54	41	45	37	33	34	32	
Total operating banks³	15,940	15,838	15,714	15,584	15,444	15,343	15,257	15,137	15,085	15,007	14,950	14,903	14,877	
ALL COMMERCIAL BANKS														
ASSETS														
Cash and amounts due from other banks	14,320	14,516	16,254	14,991	15,355	16,815	17,676	19,842	22,509	24,618	27,154	25,825	26,603	
U. S. Government obligations ¹	13,826	15,346	15,291	14,591	14,219	14,097	15,117	15,742	16,343	16,608	17,794	20,145	21,839	
Other securities	7,115	7,714	7,888	7,514	7,062	7,005	7,229	7,245	7,103	7,179	7,373	7,172	7,230	
Loans, discounts, and overdrafts	15,164	15,571	16,415	17,489	17,190	16,149	16,440	16,442	17,263	17,427	18,830	20,370	21,738	
Miscellaneous assets	2,361	2,347	2,323	2,276	2,171	2,090	2,260	2,140	2,058	1,964	1,945	1,859	1,805	
Total assets	52,786	55,494	58,171	56,861	55,997	56,156	58,722	61,411	65,276	67,796	73,096	75,371	79,215	
LIABILITIES AND CAPITAL														
Total deposits	45,632	48,184	50,865	49,423	48,656	48,908	51,355	53,985	57,887	60,325	65,532	67,698	71,512	
Miscellaneous liabilities	636	705	670	751	649	572	648	628	588	595	619	626	592	
Total capital accounts	6,518	6,605	6,636	6,687	6,692	6,676	6,719	6,798	6,801	6,876	6,945	7,047	7,111	
Total liabilities and capital accounts	52,786	55,494	58,171	56,861	55,997	56,156	58,722	61,411	65,276	67,796	73,096	75,371	79,215	
Number of banks included	15,312	15,211	15,092	14,963	14,836	14,731	14,649	14,544	14,489	14,419	14,366	14,319	14,297	
Number of banks not included ²	62	62	59	59	46	50	54	41	45	37	33	34	32	
Total operating banks³	15,374	15,273	15,151	15,022	14,882	14,781	14,703	14,585	14,534	14,456	14,399	14,353	14,329	

INSURED COMMERCIAL BANKS													
ASSETS													
Cash and due from other banks	13,851	14,039	15,730	14,540	14,931	16,371	17,176	19,354	21,876	23,864	26,291	24,998	25,793
U. S. Government obligations ¹	13,275	14,772	14,750	13,965	13,669	13,525	14,507	15,038	15,568	15,901	17,064	19,376	21,047
Other securities	6,841	7,412	7,558	7,214	6,807	6,753	6,944	6,955	6,860	6,920	7,099	6,908	6,985
Loans, discounts, and overdrafts	14,719	15,131	15,965	17,044	16,750	15,726	16,024	16,041	16,866	17,014	18,398	19,913	21,262
Miscellaneous assets	2,241	2,238	2,208	2,142	2,055	1,994	2,149	2,038	1,977	1,890	1,868	1,794	1,740
Total assets	50,927	53,592	56,211	54,905	54,212	54,369	56,800	59,426	63,147	65,589	70,720	72,984	76,827
LIABILITIES AND CAPITAL													
Total deposits	44,147	46,649	49,283	47,830	47,224	47,461	49,779	52,327	56,076	58,425	63,470	65,617	69,421
Miscellaneous liabilities	569	644	599	679	584	516	586	584	546	557	577	594	564
Total capital accounts	6,211	6,299	6,329	6,396	6,404	6,392	6,435	6,515	6,525	6,607	6,673	6,773	6,842
Total liabilities and capital accounts	50,927	53,592	56,211	54,905	54,212	54,369	56,800	59,426	63,147	65,589	70,720	72,984	76,827
Number of banks included	14,123	14,059	13,970	13,885	13,795	13,723	13,659	13,569	13,535	13,480	13,438	13,423	13,427
Number of banks not included ²	3	6	3	2	2	4	2	2	3	3	4	3	3
Total operating banks	14,126	14,065	13,973	13,887	13,797	13,727	13,661	13,571	13,538	13,483	13,442	13,426	13,430
NONINSURED COMMERCIAL BANKS													
ASSETS													
Cash and due from other banks	469	477	524	451	424	444	500	488	633	754	863	827	810
U. S. Government obligations ¹	551	574	541	626	550	572	610	704	775	707	730	774	792
Other securities	274	302	330	300	255	252	285	290	243	259	274	264	245
Loans, discounts, and overdrafts	445	440	450	445	440	423	416	401	397	413	432	457	476
Miscellaneous assets	120	109	115	134	116	96	111	102	81	74	77	65	65
Total assets	1,859	1,902	1,960	1,956	1,785	1,787	1,922	1,985	2,129	2,207	2,376	2,387	2,388
LIABILITIES AND CAPITAL													
Total deposits	1,485	1,535	1,582	1,593	1,432	1,447	1,576	1,658	1,811	1,900	2,062	2,081	2,091
Miscellaneous liabilities	67	61	71	72	65	56	62	44	42	38	42	32	28
Total capital accounts	307	306	307	291	288	284	284	283	276	269	272	274	269
Total liabilities and capital accounts	1,859	1,902	1,960	1,956	1,785	1,787	1,922	1,985	2,129	2,207	2,376	2,387	2,388
Number of banks included	1,189	1,152	1,122	1,078	1,041	1,008	990	975	954	939	928	896	870
Number of banks not included ²	59	56	56	57	44	46	52	39	42	34	29	31	29
Total operating banks	1,248	1,208	1,178	1,135	1,085	1,054	1,042	1,014	996	973	957	927	899

Table 112. SUMMARY OF ASSETS AND LIABILITIES OF OPERATING BANKS IN THE UNITED STATES AND POSSESSIONS, 1935-1941—Continued
BANKS GROUPED BY INSURANCE STATUS AND TYPE OF BANK

(Amounts in millions of dollars)

	1935	1936		1937		1938		1939		1940		1941	
	Dec. 31	June 30	Dec. 31	June 30	Dec. 31	June 30	Dec. 31	June 30	Dec. 30	June 29	Dec. 31	June 30	Dec. 31
ALL MUTUAL SAVINGS BANKS													
ASSETS													
Cash and due from other banks.....	552	544	565	529	547	577	586	702	815	979	968	969	794
U. S. Government obligations ¹	1,684	1,984	2,188	2,342	2,464	2,690	2,889	3,058	3,119	3,145	3,238	3,432	3,700
Other securities.....	2,920	2,795	2,730	2,746	2,677	2,491	2,380	2,277	2,180	2,147	2,065	1,941	1,797
Loans, discounts, and overdrafts.....	5,127	5,030	4,973	4,972	4,929	4,904	4,875	4,867	4,867	4,883	4,912	4,916	4,902
Miscellaneous assets.....	875	937	942	938	922	900	884	865	865	791	765	708	629
Total assets.....	11,158	11,290	11,398	11,527	11,539	11,562	11,614	11,769	11,846	11,945	11,948	11,966	11,822
LIABILITIES AND CAPITAL													
Total deposits.....	9,880	9,975	10,061	10,163	10,173	10,212	10,283	10,431	10,526	10,634	10,660	10,649	10,533
Miscellaneous liabilities.....	21	23	19	24	22	22	20	23	21	29	25	37	32
Total capital accounts.....	1,257	1,292	1,318	1,340	1,344	1,328	1,311	1,315	1,299	1,282	1,263	1,280	1,257
Total liabilities and capital accounts.....	11,158	11,290	11,398	11,527	11,539	11,562	11,614	11,769	11,846	11,945	11,948	11,966	11,822
Number of banks.....	566	565	563	562	562	562	554	552	551	551	551	550	548
INSURED MUTUAL SAVINGS BANKS													
ASSETS													
Cash and due from other banks.....	68	70	70	69	72	87	71	95	133	167	202	201	151
U. S. Government obligations ¹	179	210	237	252	250	254	280	377	421	421	548	569	629
Other securities.....	284	271	262	247	246	230	232	244	303	299	470	446	421
Loans, discounts, and overdrafts.....	489	476	469	470	472	466	461	576	605	598	637	641	642
Miscellaneous assets.....	88	95	94	101	101	100	93	101	104	100	127	122	115
Total assets.....	1,108	1,122	1,132	1,139	1,141	1,137	1,137	1,393	1,566	1,585	1,984	1,979	1,958
LIABILITIES AND CAPITAL													
Total deposits.....	978	988	998	1,002	1,004	1,008	1,012	1,246	1,409	1,428	1,818	1,802	1,788
Miscellaneous liabilities.....	4	4	3	4	3	4	3	3	4	6	5	11	6
Total capital accounts.....	126	130	131	133	134	125	122	144	153	151	161	166	164
Total liabilities and capital accounts.....	1,108	1,122	1,132	1,139	1,141	1,137	1,137	1,393	1,566	1,585	1,984	1,979	1,958
Number of banks.....	56	56	56	56	56	56	48	49	51	51	53	53	52

NONINSURED MUTUAL SAVINGS BANKS													
ASSETS													
Cash and due from other banks	484	474	495	460	475	490	515	607	682	812	766	768	643
U. S. Government obligations ¹	1,505	1,774	1,951	2,090	2,214	2,436	2,609	2,681	2,698	2,724	2,690	2,863	3,071
Other securities	2,636	2,524	2,468	2,499	2,431	2,261	2,148	2,033	1,877	1,848	1,595	1,495	1,376
Loans, discounts, and overdrafts	4,638	4,554	4,504	4,502	4,457	4,438	4,414	4,291	4,262	4,285	4,275	4,275	4,260
Miscellaneous assets	787	842	848	837	821	800	791	764	761	691	638	586	514
Total assets	10,050	10,168	10,266	10,388	10,398	10,425	10,477	10,376	10,280	10,360	9,964	9,987	9,864
LIABILITIES AND CAPITAL													
Total deposits	8,902	8,987	9,063	9,161	9,169	9,204	9,271	9,185	9,117	9,206	8,842	8,847	8,745
Miscellaneous liabilities	17	19	16	20	19	18	17	20	17	23	20	26	26
Total capital accounts	1,131	1,162	1,187	1,207	1,210	1,203	1,189	1,171	1,146	1,131	1,102	1,114	1,093
Total liabilities and capital accounts	10,050	10,168	10,266	10,388	10,398	10,425	10,477	10,376	10,280	10,360	9,964	9,987	9,864
Number of banks	510	509	507	506	506	506	506	503	500	500	498	497	496

¹ Includes both direct and fully guaranteed obligations.

² Banks for which statements of assets and liabilities are not available, and, among insured banks, trust companies not members of the Federal Reserve System which are not engaged in deposit banking.

³ Excludes noninsured trust companies not engaged in deposit banking. See pages 90-91.

Table 113. ASSETS AND LIABILITIES OF OPERATING INSURED COMMERCIAL BANKS, CALL DATES 1934-1941
(Amounts in thousands of dollars)

	1934	1935	1936	1937	1938	1939	1940	1941	
	June 30	June 29	June 30	June 30	June 30	June 30	June 29	June 30	Dec. 31
Number of banks ¹	13,896	14,175	14,059	13,885	13,723	13,569	13,480	13,423	13,427
ASSETS									
Cash, balances with other banks, and cash items in process of collection:									
Currency and coin.....	622,749	705,488	915,988	844,197	909,727	917,759	983,888	1,242,618	1,358,735
Reserve with Federal Reserve banks.....	3,819,410	4,933,277	5,607,119	6,896,663	8,004,090	10,010,744	13,750,656	12,958,527	12,395,664
Demand balances with banks in the United States (except private banks and American branches of foreign banks):									
In New York City.....	1,302,378	1,612,871	1,869,377	1,456,015	1,971,524	5,964,135	7,387,759	8,147,685	8,426,797
Elsewhere.....	2,232,294	2,759,445	3,201,486	2,384,490	3,266,066				
Other balances with banks in the United States..	126,325	150,266	195,625	155,296	154,856	178,301	152,328	150,856	146,847
Balances with banks in foreign countries.....	145,652	76,225	55,409	54,754	118,931	44,344	16,204	10,042	11,463
Cash items in process of collection.....	1,093,987	1,219,335	2,194,114	2,248,736	1,945,536	2,239,001	1,573,048	2,488,529	3,453,163
Total cash, balances with other banks, and cash items in process of collection.....	9,342,795	11,456,907	14,039,118	14,540,151	16,370,730	19,354,284	23,863,883	24,998,257	25,792,669
Direct obligations of the U. S. Government:									
Treasury bills.....	1,450,838	1,104,669	1,270,127	826,756	318,767	446,009	805,453	1,135,105	988,333
Treasury notes.....	3,046,894	4,476,099	5,423,167	4,637,033	3,925,676	2,925,415	2,698,508	2,757,808	3,158,664
Bonds.....	5,210,244	4,889,004	5,816,750	6,386,378	6,915,305	8,576,596	9,026,826	11,398,130	12,797,965
Total direct obligations of the United States Government.....	9,707,976	10,469,772	12,515,044	11,850,167	11,159,748	11,948,020	12,530,787	15,291,043	16,944,962
Obligations guaranteed by the U. S. Govt:									
Reconstruction Finance Corporation.....	235,942	246,715	238,076	221,111	262,725	658,870	870,416	1,341,673	1,402,251
Home Owners' Loan Corporation.....	295,997	1,198,549	1,444,000	1,409,116	1,440,444	1,616,440	1,589,066	1,507,004	1,533,562
Federal Farm Mortgage Corporation.....	61,585	447,451	575,357	484,318	493,955	550,646	498,353	531,430	559,803
Other Government corporations and agencies.....					168,322	264,239	412,263	699,564	606,534
Total obligations guaranteed by the United States Government.....	593,524	1,892,715	2,257,433	2,114,545	2,365,446	3,090,195	3,370,098	4,079,671	4,102,150
Other securities:									
Obligations of Government corporations and agencies, not guaranteed by U. S. Govt:									
Federal Land banks.....	273,466	205,925	258,191	199,937	158,164	117,293	122,726	171,996	185,737
Federal Intermediate Credit banks.....		134,422	139,687	131,772	162,856	142,030	162,749	193,869	200,077
Other Government corporations and agencies.....		(^a)				154,146	162,300	186,599	198,433
Obligations of States and political subdivisions.....	2,256,316	2,558,536	2,758,456	2,662,173	2,660,288	3,141,394	3,482,795	3,551,281	3,651,627
Obligations of territorial and insular possessions of the United States.....	23,256	21,507	19,521	22,057	19,408				
Obligations of other domestic corporations:									
Railroads.....	915,267	1,025,574	1,173,943	1,203,111	1,056,801	942,958	862,089	824,274	826,627
Public utilities.....	902,784	975,497	1,176,996	1,137,234	982,014	886,300	646,991	571,847	531,049
Industrials.....	810,139	808,747	945,644	959,041	887,791	134,666	185,359	157,461	619,451
All other ²									
Foreign bonds, notes, and debentures—public and private.....	834,236	295,610	297,859	273,068	207,938	216,903	202,461	175,384	164,606
Stocks of foreign corporations.....						2,599	1,871	2,088	1,372

Corporate stocks of:										
Federal Reserve banks.....	145,990	146,382	180,810	132,238	133,510	134,942	136,861	140,295	142,094	
Affiliates of reporting banks.....						112,046	108,557	105,244	105,770	
Other domestic banks.....	535,131	501,800	510,502	493,220	484,601	36,633	32,964	30,527	27,116	
Other domestic corporations.....						235,960	213,325	190,997	167,959	
Total other securities⁴.....	6,196,585	6,674,000	7,411,609	7,213,851	6,753,371	6,954,694	6,920,404	6,907,899	6,984,917	
Total securities⁴.....	16,498,085	19,036,487	22,184,086	21,178,563	20,278,565	21,992,909	22,821,289	26,278,613	28,032,029	
Loans, discounts, and overdrafts (including rediscouts):										
Commercial paper bought in open market.....	218,727	284,725	318,879	440,745	340,085	283,630	355,782	458,414	541,112	
Notes, bills, acceptances, etc., payable in foreign countries.....	20,559	17,751	17,979	15,533	13,640	8,605	5,319	6,211	6,991	
Acceptances of other banks, payable in U. S.....	265,222	201,164	144,298	131,645	75,673	66,911	46,550	52,698	45,045	
Reporting banks' own acceptances.....	216,690	138,969	118,780	115,626	113,460	101,511	91,012	79,585	77,990	
Loans to brokers and dealers in securities:										
In New York City.....	1,116,165	993,856	1,097,524	1,300,825	540,968					
Elsewhere.....	213,261	197,497	273,513	265,611	184,586	755,382	463,625	592,481	614,333	
Real estate loans:										
On farm land.....	555,885	497,475	489,244	504,217	512,872	530,740	543,575	551,224	535,300	
On residential properties.....						2,468,203	2,719,934	3,038,804	3,208,379	
On other properties.....	2,906,282	2,832,874	2,876,819	3,080,036	3,208,792	991,408	1,019,742	1,041,363	1,031,228	
Loans to banks.....	165,095	127,807	86,865	118,973	124,084	60,216	43,025	45,095	39,993	
Agricultural loans (excluding loans on farm land).....			661,606	726,400	925,708	1,193,478	1,182,728	1,167,209	1,449,941	
Commercial and industrial loans.....						5,227,799	6,004,170	7,746,276	8,544,001	
Other loans for the purpose of purchasing or carrying securities.....	9,504,205	9,216,329	9,037,835	9,103,310	9,677,036	828,220	741,741	702,910	661,789	
All other loans.....						3,509,824	3,787,966	4,420,380	4,493,849	
Overdrafts.....	7,680	6,966	7,393	9,996	8,676	14,446	9,203	10,519	11,770	
Total loans, discounts, and overdrafts⁵.....	15,189,771	14,515,413	15,130,735	17,043,917	15,725,580	16,040,373	17,014,372	19,913,169	21,261,521	
Total loans and securities⁵.....	31,687,856	33,551,900	37,314,821	38,222,480	36,004,145	38,033,282	39,835,661	46,191,782	49,293,550	
Bank premises, furniture and fixtures, and other real estate:										
Bank premises.....	1,212,843	1,209,938	1,194,621	1,172,617	1,153,259	1,005,581	985,404	976,086	970,344	
Furniture and fixtures.....						101,248	95,678	91,044	90,419	
Farm land (including improvements).....			74,186	63,052	53,096	46,568	38,353	28,608	22,841	
Residential properties.....	426,996	507,573	499,838	474,378	456,164	198,830	155,260	121,538	98,375	
Other real properties.....						206,352	176,420	156,609	140,314	
Investments indirectly representing bank premises or other real estate.....	(⁶)	(⁶)	(⁶)	(⁶)	(⁶)	104,186	92,374	85,354	78,298	
Other assets indirectly representing bank premises or other real estate.....						54,453	44,539	36,830	29,968	
Total bank premises, furniture and fixtures, and other real estate.....	1,639,839	1,717,511	1,768,645	1,710,047	1,662,519	1,717,218	1,588,028	1,496,069	1,430,559	
Miscellaneous assets:										
Customers' liability to reporting banks on acceptances outstanding.....	254,360	168,934	159,267	190,745	111,499	103,674	81,104	79,424	73,089	
Redemption fund and due from U. S. Treasurer.....	36,249	11,842								
Income accrued but not collected.....						110,572	109,398	111,837	117,200	
Prepaid expenses.....	473,411	368,289	309,751	241,135	220,369	10,973	11,289	11,046	11,469	
Other assets ⁶						95,856	99,817	95,697	108,218	
Total miscellaneous assets⁶.....	764,020	539,065	469,018	431,880	331,868	321,075	301,608	298,004	309,976	
Total assets⁶.....	43,434,510	47,265,383	53,591,602	54,904,558	54,369,262	59,425,859	65,589,180	72,984,112	76,826,754	

Table 113. ASSETS AND LIABILITIES OF OPERATING INSURED COMMERCIAL BANKS, CALL DATES 1934-1941—Continued
(Amounts in thousands of dollars)

	1934	1935	1936	1937	1938	1939	1940	1941	
	June 30	June 29	June 30	June 30	June 30	June 30	June 29	June 30	Dec. 31
LIABILITIES									
Demand deposits (exclusive of interbank deposits):									
Individuals, partnerships, and corporations.....	14,881,070	18,029,625	21,463,913	22,624,279	21,986,370	24,772,378	28,899,054	34,330,943	36,547,288
United States Government.....	1,708,141	804,567	1,105,886	651,489	560,370	738,520	755,795	665,693	1,762,509
States and political subdivisions.....	2,023,548	2,586,882	2,885,335	3,164,685	2,870,496	3,122,328	3,099,291	3,534,970	3,677,444
Certified and officers' checks, cash letters of credit and travelers' checks outstanding, and amounts due to Federal Reserve banks.....	400,287	445,727	832,437	802,196	703,876	837,899	521,339	792,235	1,077,414
Total demand deposits.....	19,013,046	21,866,801	26,287,571	27,242,649	26,121,112	29,471,125	33,275,479	39,323,841	43,064,655
Time deposits (exclusive of interbank deposits):									
Individuals, partnerships, and corporations:									
Savings deposits.....	9,163,890	10,236,013	10,933,195	11,814,508	12,054,836	12,355,298	12,754,750	13,107,022	13,261,402
Certificates of deposit.....	1,459,611	1,355,785	1,335,166	1,243,390	1,210,896	1,167,503	1,128,291	1,100,144	1,049,128
Christmas savings and similar accounts.....	79,656	85,102	100,291	120,922	123,046	129,517	147,664	170,056	38,007
Open accounts.....	636,555	597,319	660,595	784,037	640,024	645,897	748,863	830,266	802,667
Postal savings.....	661,327	372,479	195,840	131,602	110,192	79,527	73,811	65,033	58,741
States and political subdivisions.....	384,032	325,624	428,928	346,429	550,004	535,311	501,802	474,585	492,197
Total time deposits.....	12,385,071	12,972,322	13,654,015	14,440,888	14,688,998	14,913,053	15,355,181	15,747,206	15,702,142
Interbank deposits:									
Banks in the United States.....	4,270,506	5,201,586	6,232,648	5,514,043	6,318,202	7,333,723	9,087,992	9,856,039	9,973,303
Banks in foreign countries.....	164,485	279,638	475,065	332,375	332,429	608,853	706,739	689,562	680,473
Total interbank deposits.....	4,434,991	5,481,224	6,707,713	6,146,418	6,650,631	7,942,576	9,794,731	10,545,601	10,653,776
Total deposits^a.....	35,833,108	40,320,347	46,649,299	47,829,955	47,460,741	52,326,754	58,425,391	65,616,648	69,420,573
<i>Demand.....</i>	<i>23,519,808</i>	<i>27,198,282</i>	<i>32,325,743</i>	<i>33,240,411</i>	<i>32,613,351</i>	<i>37,242,573</i>	<i>42,910,829</i>	<i>49,705,679</i>	<i>53,560,860</i>
<i>Time^b.....</i>	<i>12,519,305</i>	<i>13,122,065</i>	<i>13,323,556</i>	<i>14,589,544</i>	<i>14,847,390</i>	<i>15,084,181</i>	<i>15,514,562</i>	<i>15,910,969</i>	<i>15,859,713</i>
Circulating notes outstanding.....	694,790	222,045							
Miscellaneous liabilities:									
Bills payable, rediscounts, and other liabilities for borrowed money.....	78,850	46,299	38,558	35,425	26,929	15,550	13,844	10,675	10,107
Acceptances executed by or for account of reporting banks and outstanding.....	279,212	175,659	180,299	215,267	122,601	122,169	96,114	94,387	87,021
Mortgage bonds and participation certificates outstanding.....	61,387	35,304	27,578	21,823	15,520	6,613	3,600	1,840	1,245
Dividends declared but not yet payable ^c	(^d)	37,897	45,682	46,599	44,640	37,451	38,019	38,833	40,567
Income collected but not earned.....						64,479	76,194	93,246	94,062
Expenses accrued and unpaid.....	242,836	214,630	351,598	359,431	306,338	86,786	91,075	101,861	108,835
Other liabilities ^e						251,017	238,444	248,516	221,947
Total miscellaneous liabilities^f.....	662,285	509,789	643,715	678,545	516,028	584,065	557,290	594,358	563,784
Total liabilities (excluding capital accounts)^g.....	37,190,183	41,052,181	47,293,014	48,508,500	47,976,769	52,910,819	58,982,681	66,211,006	69,984,357

CAPITAL ACCOUNTS									
Capital accounts:									
Capital stock, notes, and debentures.....	3,319,216	3,365,309	3,212,615	3,053,970	3,018,570	2,954,886	2,892,233	2,858,363	2,848,686
Surplus.....	1,962,163	1,892,655	2,042,072	2,225,180	2,292,137	2,381,233	2,483,865	2,603,327	2,686,250
Undivided profits ¹	469,837	529,230	626,823	701,477	723,885	799,018	836,841	898,317	895,882
Reserve for contingencies.....	491,126	418,597	399,333	382,287	317,722	322,503	332,995	349,646	350,162
All other capital accounts ²	1,985	7,411	17,745	33,144	40,179	57,400	60,565	63,453	61,417
Total capital accounts.....	6,244,327	6,213,202	6,298,588	6,396,058	6,392,493	6,515,040	6,606,499	6,773,106	6,842,397
Total liabilities and capital accounts³....	43,434,510	47,265,383	53,591,602	54,904,558	54,369,262	59,425,859	65,589,180	72,984,112	76,826,754
MEMORANDA									
Pledged assets and securities loaned:									
United States Government obligations, direct and guaranteed, pledged to secure liabilities....	3,922,453	3,101,588	3,438,857	3,114,308	2,922,595	3,130,765	3,347,795	3,663,559	4,908,464
Other assets pledged to secure liabilities.....	1,880,591	1,342,620	1,043,355	979,258	939,260	936,661	953,648	934,211	970,980
Assets pledged to qualify for exercise of fiduciary or corporate powers, and for purposes other than to secure liabilities ⁴									
Securities loaned ⁵						192,303	186,072	205,540	194,289
Total pledged assets and securities loaned						4,295,471	4,534,877	4,858,246	6,129,950
Secured and preferred liabilities:									
Deposits secured by pledged assets pursuant to requirements of law.....	4,202,769	3,445,769	3,838,827	3,368,921	3,122,346	3,380,256	3,591,185	3,818,213	5,045,944
Deposits preferred under the provisions of law but not secured by pledge of assets ⁶						796,510	974,707	994,902	967,647
Borrowings secured by pledged assets ⁷						23,760	13,084	10,301	9,199
Other liabilities secured by pledged assets ⁸						18,593	5,121	3,406	3,093
Total secured and preferred liabilities.....						4,224,119	4,584,097	4,826,822	6,025,888

¹ Excludes trust companies not engaged in deposit banking which submit reports to the FDIC (1 on June 30, 1934, and June 29, 1935; 2 on June 30, 1936, and June 30, 1937; 3 on June 30, 1938; 4 on June 30, 1939; 5 on June 29, 1940, June 30, 1941, and December 31, 1941); and banks for which statements are not available (42 on June 30, 1934; 3 on June 29, 1935; 4 on June 30, 1936; and 1 on June 30, 1938).

² Includes Home Owners' Loan Corporation 4 percent bonds guaranteed as to interest only.

³ Federal Home Loan Bank debentures held on June 30, 1938, are included with "Obligations of other domestic corporations".

⁴ Includes "Obligations of real estate corporations" for which separate figures for call dates prior to June 30, 1938, are given on page 109 of the Annual Report for 1937.

⁵ Amounts of loans and securities for call dates prior to December 31, 1938, are not entirely comparable with amounts reported for subsequent call dates because "Investments and other assets (chiefly loans) indirectly representing bank premises and other real estate" were not reported separately.

⁶ For revisions relating to call dates prior to December 31, 1938, see the Annual Report for 1938, pages 164-67.

⁷ Includes for call dates beginning December 31, 1938, "United States Treasurer's time deposits, open accounts".

⁸ Not reported separately.

⁹ Amounts not reported for call dates prior to December 31, 1938.

Back figures—For December 31, see the following Annual Reports: 1940, p. 144; 1938, p. 164.

Table 114. CLASSES OF SECURITIES HELD BY OPERATING INSURED COMMERCIAL BANKS, CALL DATES 1934-1941

	1934	1935	1936	1937	1938	1939	1940	1941	
	June 30	June 29	June 30	June 30	June 30	June 30	June 29	June 30	Dec. 31
Number of banks.....	13,896	14,175	14,059	13,885	13,723	13,569	13,480	13,423	13,427
	(In thousands of dollars)								
Total securities	16,498,085	19,036,487	22,184,086	21,178,563	20,278,565	21,992,909	22,821,289	26,278,613	28,032,029
Governmental obligations—total	12,854,538	15,282,877	17,948,332	16,980,651	16,525,910	18,593,078	19,831,455	23,474,459	25,282,986
U. S. Government, direct and guaranteed.....	10,301,500	12,362,487	14,772,477	13,964,712	13,525,194	15,038,215	15,900,885	19,370,714	21,047,112
U. S. Government agencies, not guaranteed.....	273,466	340,347	397,873	331,709	321,020	413,469	447,775	552,464	584,247
States and political subdivisions.....	2,279,572	2,580,043	2,777,977	2,684,230	2,679,696	3,141,394	3,482,795	3,551,281	3,651,627
Domestic corporate bonds—total	2,628,190	2,809,818	3,296,583	3,299,386	2,926,606	2,660,748	2,293,795	2,159,619	2,140,126
Railroads.....	915,267	1,025,574	1,173,943	1,203,111	1,056,801	942,958	862,089	824,274	826,627
Public utilities.....	902,784	975,497	1,176,996	1,137,234	982,014	886,300	646,991	571,847	531,049
Other.....	810,139	808,747	945,644	959,041	887,791	831,490	784,715	763,498	782,450
Miscellaneous securities—total	1,015,357	943,792	939,171	898,526	826,049	739,083	696,039	644,535	608,917
Foreign securities—public and private.....	334,236	295,610	297,859	273,068	207,938	219,502	204,332	177,472	165,978
Stocks of Federal Reserve banks.....	145,990	146,382	130,810	132,238	133,510	134,942	136,861	140,295	142,094
Stocks of other domestic corporations.....	535,131	501,800	510,502	493,220	484,601	384,639	354,846	326,768	300,845
	(As percentage of total assets)								
Total securities	38.0	40.3	41.4	38.6	37.3	37.0	34.8	36.0	36.5
Governmental obligations—total	29.6	32.3	33.5	30.9	30.4	31.3	30.2	32.2	32.9
U. S. Government, direct and guaranteed.....	23.7	26.2	27.6	25.4	24.9	25.3	24.2	26.5	27.4
U. S. Government agencies, not guaranteed.....	.6	.7	.7	.6	.6	.7	.7	.8	.8
States and political subdivisions.....	5.3	5.4	5.2	4.9	4.9	5.3	5.3	4.9	4.7
Domestic corporate bonds—total	6.1	6.0	6.2	6.0	5.4	4.5	3.5	3.0	2.8
Railroads.....	2.1	2.2	2.2	2.2	2.0	1.6	1.3	1.1	1.1
Public utilities.....	2.1	2.1	2.2	2.1	1.8	1.5	1.0	.8	.7
Other.....	1.9	1.7	1.8	1.7	1.6	1.4	1.2	1.1	1.0
Miscellaneous securities—total	2.3	2.0	1.7	1.7	1.5	1.2	1.1	.8	.8
Foreign securities—public and private.....	.8	.6	.6	.5	.4	.4	.3	.2	.2
Stocks of Federal Reserve banks.....	.3	.3	.2	.3	.2	.2	.2	.2	.2
Stocks of other domestic corporations.....	1.2	1.1	.9	.9	.9	.6	.6	.4	.4

(As percentage of total loans and securities)									
Total securities	52.1	56.7	59.5	55.4	56.3	57.8	57.3	56.9	56.9
Governmental obligations—total	40.6	45.5	48.1	44.4	45.9	48.9	49.8	50.8	51.3
U. S. Government, direct and guaranteed.....	32.5	36.8	39.6	36.5	37.6	39.5	39.9	41.9	42.7
U. S. Government agencies, not guaranteed.....	.9	1.0	1.1	.9	.9	1.1	1.1	1.2	1.2
States and political subdivisions.....	7.2	7.7	7.4	7.0	7.4	8.3	8.8	7.7	7.4
Domestic corporate bonds—total	8.3	8.4	8.9	8.6	8.1	7.0	5.8	4.7	4.4
Railroads.....	2.9	3.1	3.2	3.1	2.9	2.5	2.2	1.8	1.7
Public utilities.....	2.8	2.9	3.2	3.0	2.7	2.3	1.6	1.2	1.1
Other.....	2.6	2.4	2.5	2.5	2.5	2.2	2.0	1.7	1.6
Miscellaneous securities—total	3.2	2.8	2.5	2.4	2.3	1.9	1.7	1.4	1.2
Foreign securities—public and private.....	1.0	.9	.8	.7	.6	.6	.5	.4	.3
Stocks of Federal Reserve banks.....	.5	.4	.3	.4	.4	.3	.3	.3	.3
Stocks of other domestic corporations.....	1.7	1.5	1.4	1.3	1.3	1.0	.9	.7	.6
(As percentage of total securities)									
Total securities	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Governmental obligations—total	77.9	80.3	80.9	80.2	81.5	84.5	86.9	89.3	90.2
U. S. Government, direct and guaranteed.....	62.4	64.9	66.6	65.9	66.7	68.4	69.7	73.7	75.1
U. S. Government agencies, not guaranteed.....	1.7	1.8	1.8	1.6	1.6	1.9	2.0	2.1	2.1
States and political subdivisions.....	13.8	13.6	12.5	12.7	13.2	14.2	15.2	13.5	13.0
Domestic corporate bonds—total	15.9	14.8	14.9	15.6	14.4	12.1	10.0	8.2	7.6
Railroads.....	5.5	5.4	5.3	5.7	5.2	4.3	3.8	3.1	2.9
Public utilities.....	5.5	5.1	5.3	5.4	4.8	4.0	2.8	2.2	1.9
Other.....	4.9	4.3	4.3	4.5	4.4	3.8	3.4	2.9	2.8
Miscellaneous securities—total	6.2	4.9	4.2	4.2	4.1	3.4	3.1	2.5	2.2
Foreign securities—public and private.....	2.0	1.5	1.3	1.3	1.0	1.0	.9	.7	.6
Stocks of Federal Reserve banks.....	.9	.8	.6	.6	.7	.6	.6	.5	.5
Stocks of other domestic corporations.....	3.3	2.6	2.3	2.3	2.4	1.8	1.6	1.3	1.1
(As percentage of amount held on June 30, 1934)									
Total securities	100.0	115.4	134.5	128.4	122.9	133.3	138.3	159.3	169.9
Governmental obligations—total	100.0	118.9	139.6	132.1	128.6	144.6	154.3	182.6	196.7
U. S. Government, direct and guaranteed.....	100.0	120.0	143.4	135.6	131.3	146.0	154.4	185.0	204.3
U. S. Government agencies, not guaranteed.....	100.0	124.5	145.5	121.3	117.4	151.2	163.7	202.0	213.6
States and political subdivisions.....	100.0	113.2	121.9	117.8	117.6	137.8	152.8	155.8	160.2
Domestic corporate bonds—total	100.0	106.9	125.4	125.5	111.4	101.2	87.3	82.2	81.4
Railroads.....	100.0	112.1	128.3	131.4	115.5	103.0	94.2	90.1	90.3
Public utilities.....	100.0	108.1	130.4	126.0	108.8	98.2	71.7	63.3	58.8
Other.....	100.0	99.8	116.7	118.4	109.6	102.6	96.9	94.2	96.6
Miscellaneous securities—total	100.0	93.0	92.5	88.5	81.4	72.8	68.6	63.5	60.0
Foreign securities—public and private.....	100.0	88.4	89.1	81.7	62.2	65.7	61.1	53.1	49.7
Stocks of Federal Reserve banks.....	100.0	100.3	89.6	90.6	91.5	92.4	93.7	96.1	97.3
Stocks of other domestic corporations.....	100.0	93.8	95.4	92.2	90.6	71.9	66.3	61.1	56.2

NOTE: See footnotes 1 to 5, Table 113.

Back figures—For December 31, see the following Annual Reports: 1940, p. 148; 1938, p. 168.

ANALYSIS OF EXAMINATIONS OF INSURED COMMERCIAL BANKS

Table 115. ANALYSIS OF CAPITAL AND LIABILITIES OF INSURED COMMERCIAL BANKS EXAMINED IN 1941

BANKS GROUPED BY NET SOUND CAPITAL RATIO, FIXED AND SUBSTANDARD ASSETS RATIO, RATE OF NET EARNINGS,
AND AMOUNT OF DEPOSITS

	Number of banks	Capital accounts							Adjusted liabilities (exclusive of capital accounts)		
		Book value			Examiners' deductions (net) ²	Net sound capital			Total	Deposits	Other liabilities
		Total	R. F. C. ¹	Private		Total	R. F. C. ¹	Private			
(In thousands of dollars)											
All banks.....	13,308	6,684,808	312,833	6,371,975	160,270	6,524,538	378,809	6,145,729	65,018,596	64,218,740	799,856
Banks with net sound capital per \$100 of appraised value of assets of—											
\$0.00 or less.....	10	1,121	70	1,051	1,209	-88 ^a	70	-158 ^a	7,877	7,749	128
\$0.01 to \$4.99.....	35	39,796	1,239	38,557	2,496	37,300	1,559	35,741	788,432	786,129	2,303
\$5.00 to \$9.99.....	2,942	3,242,701	154,481	3,088,220	67,828	3,174,873	192,293	2,982,580	41,233,055	40,647,397	585,658
\$10.00 to \$14.99.....	6,275	2,401,978	115,853	2,286,125	61,958	2,340,020	140,792	2,199,228	18,722,856	18,549,188	173,668
\$15.00 to \$19.99.....	2,739	573,432	24,726	548,706	22,990	550,442	26,854	523,588	2,882,223	2,856,133	26,090
\$20.00 to \$24.99.....	863	320,910	13,665	307,245	1,507	319,403	14,442	304,961	1,137,360	1,129,395	7,965
\$25.00 to \$29.99.....	266	55,216	1,666	53,550	1,235	53,981	1,666	52,315	147,866	146,247	1,619
\$30.00 to \$34.99.....	103	33,230	557	32,673	595	32,635	557	32,078	75,610	74,130	1,480
\$35.00 or more.....	70	16,424	576	15,848	452	15,972	576	15,396	23,317	22,372	945
Banks with fixed and substandard assets per \$100 of appraised value of assets of—											
\$0.00.....	53	13,922	51	13,871	1 ²	13,934	51	13,883	118,680	118,020	660
\$0.01 to \$4.99.....	6,369	4,125,451	102,543	4,022,908	27,768	4,097,683	125,106	3,972,577	45,005,327	44,355,373	649,954
\$5.00 to \$9.99.....	4,225	1,634,761	104,314	1,530,447	48,624	1,586,137	128,470	1,457,667	14,118,584	14,013,092	105,492
\$10.00 to \$14.99.....	1,649	553,332	55,983	497,349	38,311	515,021	63,300	451,721	3,822,983	3,801,206	21,777
\$15.00 to \$19.99.....	615	202,246	22,466	179,780	18,105	184,141	31,320	152,821	1,203,109	1,197,996	5,113
\$20.00 to \$24.99.....	226	81,362	16,334	65,028	10,469	70,893	17,603	53,290	432,847	428,857	3,990
\$25.00 to \$29.99.....	99	29,555	5,485	24,070	4,082	25,473	6,325	19,148	150,572	148,160	2,412
\$30.00 to \$34.99.....	34	14,883	3,090	11,793	2,869	12,014	3,664	8,350	61,534	61,356	178
\$35.00 or more.....	38	29,296	2,567	26,729	10,054	19,242	2,970	16,272	104,960	94,680	10,280

Banks with net current operating earnings per \$100 of total assets of—											
\$-0.50 or less	37	4,092	268	3,824	188	3,904	280	3,624	32,873	32,739	134
\$-0.01 to \$-0.49	146	54,594	4,789	49,805	1,528	53,066	12,713	40,353	585,170	581,208	3,962
\$0.00 to \$0.49	1,278	1,442,308	71,232	1,371,076	25,810	1,416,498	103,893	1,312,605	16,754,648	16,649,872	104,776
\$0.50 to \$0.99	4,115	3,359,071	187,651	3,221,420	74,801	3,284,270	150,594	3,133,676	34,960,958	34,365,175	595,783
\$1.00 to \$1.49	4,313	1,364,432	77,083	1,287,349	44,735	1,319,697	86,905	1,232,792	9,898,571	9,841,302	57,269
\$1.50 to \$1.99	2,068	295,465	15,426	280,039	8,798	286,667	18,000	268,667	1,907,601	1,889,681	17,920
\$2.00 to \$2.49	855	108,845	4,667	104,178	2,927	105,918	4,691	101,227	573,298	564,818	8,480
\$2.50 to \$2.99	304	34,716	1,101	33,615	981	33,735	1,117	32,618	207,814	199,942	7,872
\$3.00 or more	170	18,717	468	18,249	440	18,277	468	17,809	77,590	74,090	3,500
Not available	22	2,568	148	2,420	62	2,506	148	2,358	20,073	19,913	160
Banks with deposits of—											
\$100,000 or less	244	6,495	634	5,861	275	6,220	635	5,585	18,656	18,428	228
\$100,000 to \$250,000	1,849	70,342	5,320	65,022	1,764	68,578	5,359	63,219	335,158	333,104	2,054
\$250,000 to \$500,000	2,992	177,727	11,317	166,410	3,304	174,423	11,424	162,999	1,105,468	1,101,199	4,269
\$500,000 to \$1,000,000	3,134	322,854	19,955	302,899	8,496	314,358	20,817	293,541	2,252,716	2,244,652	8,064
\$1,000,000 to \$2,000,000	2,279	449,304	29,368	419,936	15,011	434,293	30,718	403,575	3,233,511	3,215,478	18,033
\$2,000,000 to \$5,000,000	1,650	662,577	43,683	618,894	23,720	638,857	48,606	590,251	5,070,407	5,044,387	26,020
\$5,000,000 to \$10,000,000	559	478,469	43,528	434,941	18,354	460,115	47,604	412,511	3,889,781	3,861,431	28,350
\$10,000,000 to \$50,000,000	454	972,453	72,570	899,883	34,965	937,488	104,851	832,637	9,315,514	9,237,454	78,060
More than \$50,000,000	147	3,544,587	86,458	3,458,129	54,381	3,490,206	108,795	3,381,411	39,797,385	39,162,607	634,778

¹ Book value is normally the same as par value, but may be less. Retirable value, which may exceed par value, is used in computing net sound private capital.

² Figures in italics represent examiners' net additions. Examiners' net deductions from total capital accounts exceed examiners' net deductions from total assets by the amount of liabilities not shown on the books.

³ Adjusted liabilities exceed the appraised value of assets.

⁴ Adjusted liabilities plus the retirable value of R. F. C. capital exceed the appraised value of assets.

Note: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports: 1940, p. 160; 1939, p. 150.

Table 116. NET SOUND CAPITAL RATIOS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941
BANKS GROUPED BY NET SOUND CAPITAL RATIO, FIXED AND SUBSTANDARD ASSETS RATIO, RATE OF NET EARNINGS,
AND AMOUNT OF DEPOSITS

	Number of banks	Per \$100 of capital accounts (book value)						Net sound capital per \$100 of—		
		Book value			Examiners' deductions (net) ²	Net sound capital			Appraised value of assets	Deposits
		Total	R. F. C. ¹	Private		Total	R. F. C. ¹	Private		
All banks.....	13,308	\$100.00	\$ 4.68	\$95.32	\$ 2.40	\$97.60	\$ 5.67	\$91.93	\$ 9.12	\$10.16
Banks with net sound capital per \$100 of appraised value of assets of—										
\$0.00 or less.....	10	100.00	6.24	93.76	107.85	7.85	6.24	14.09	1.13	1.14
\$0.01 to \$4.99.....	35	100.00	3.11	96.89	6.27	93.73	3.92	89.81	4.52	4.74
\$5.00 to \$9.99.....	2,942	100.00	4.76	95.24	2.09	97.91	5.93	91.98	7.16	7.81
\$10.00 to \$14.99.....	6,275	100.00	4.82	95.18	2.58	97.42	5.86	91.56	11.11	12.62
\$15.00 to \$19.99.....	2,739	100.00	4.31	95.69	4.01	95.99	4.68	91.31	16.04	19.27
\$20.00 to \$24.99.....	863	100.00	4.26	95.74	4.47	99.53	4.50	95.03	21.93	28.28
\$25.00 to \$29.99.....	266	100.00	3.02	96.98	2.24	97.76	3.02	94.74	26.74	36.91
\$30.00 to \$34.99.....	108	100.00	1.68	98.32	1.79	98.21	1.68	96.53	30.15	44.02
\$35.00 or more.....	70	100.00	3.51	96.49	2.75	97.25	3.51	93.74	40.65	71.39
Banks with fixed and substandard assets per \$100 of appraised value of assets of—										
\$0.00.....	53	100.00	.37	99.63	.09	100.09	.37	99.72	10.51	11.81
\$0.01 to \$4.99.....	6,369	100.00	2.49	97.51	.67	99.33	3.03	96.30	8.35	9.24
\$5.00 to \$9.99.....	4,225	100.00	6.38	93.62	2.97	97.03	7.86	89.17	10.10	11.32
\$10.00 to \$14.99.....	1,649	100.00	10.12	89.88	6.92	93.08	11.44	81.64	11.87	13.55
\$15.00 to \$19.99.....	615	100.00	11.11	88.89	8.95	91.05	15.49	75.56	13.27	15.37
\$20.00 to \$24.99.....	226	100.00	20.08	79.92	12.87	87.13	21.63	65.50	14.07	16.53
\$25.00 to \$29.99.....	99	100.00	18.56	81.44	13.81	86.19	21.40	64.79	14.47	17.19
\$30.00 to \$34.99.....	34	100.00	20.76	79.24	19.28	80.72	24.62	56.10	16.34	19.58
\$35.00 or more.....	38	100.00	8.76	91.24	34.32	65.68	10.14	55.54	15.49	20.32

Banks with net current operating earnings per \$100 of total assets of—										
\$-0.50 or less.....	37	100.00	6.55	93.45	4.59	95.41	6.84	88.57	10.56	11.92
\$-0.01 to \$-0.49.....	146	100.00	8.77	91.23	2.80	97.20	23.29	73.91	8.30	9.13
\$0.00 to \$0.49.....	1,278	100.00	4.94	95.06	1.79	98.21	7.20	91.01	7.79	8.51
\$0.50 to \$0.99.....	4,115	100.00	4.10	95.90	2.23	97.77	4.48	93.29	8.57	9.56
\$1.00 to \$1.49.....	4,313	100.00	5.65	94.35	3.28	96.72	6.37	90.35	11.72	13.41
\$1.50 to \$1.99.....	2,068	100.00	5.22	94.78	2.98	97.02	6.09	90.93	13.01	15.17
\$2.00 to \$2.49.....	855	100.00	4.29	95.71	2.69	97.31	4.31	93.00	15.53	18.75
\$2.50 to \$2.99.....	304	100.00	3.17	96.83	2.83	97.17	3.22	93.95	13.91	16.87
\$3.00 or more.....	170	100.00	2.50	97.50	2.35	97.65	2.50	95.15	18.98	24.67
Not available.....	22	100.00	5.76	94.24	2.41	97.59	5.77	91.82	11.10	12.58
Banks with deposits of—										
\$100,000 or less.....	244	100.00	9.76	90.24	4.23	95.77	9.78	85.99	24.74	33.75
\$100,000 to \$250,000.....	1,849	100.00	7.56	92.44	2.51	97.49	7.62	89.87	16.92	20.59
\$250,000 to \$500,000.....	2,992	100.00	6.87	93.63	1.86	98.14	6.43	91.71	13.59	15.84
\$500,000 to \$1,000,000.....	3,134	100.00	6.18	93.82	2.63	97.37	6.45	90.92	12.21	14.00
\$1,000,000 to \$2,000,000.....	2,279	100.00	6.54	93.46	3.34	96.66	6.84	89.82	11.79	13.51
\$2,000,000 to \$5,000,000.....	1,650	100.00	6.59	93.41	3.58	96.42	7.34	89.08	11.14	12.66
\$5,000,000 to \$10,000,000.....	559	100.00	9.10	90.90	3.84	96.16	9.95	86.21	10.53	11.92
\$10,000,000 to \$50,000,000.....	454	100.00	7.46	92.54	3.60	96.40	10.78	85.62	9.12	10.15
More than \$50,000,000.....	147	100.00	2.44	97.56	1.53	98.47	3.07	95.40	8.05	8.91

¹ Book value is normally the same as par value, but may be less. Retirable value, which may exceed par value, is used in computing net sound private capital.

² Figures in italics represent examiners' net additions. Examiners' net deductions from total capital accounts exceed examiners' net deductions from total assets by the amount of liabilities not shown on the books.

³ Adjusted liabilities exceed the appraised value of assets.

⁴ Adjusted liabilities plus the retirable value of R. F. C. capital exceed the appraised value of assets.

⁵ For explanation of the apparent irregularity in this item, see page 96.

NOTE: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports: 1940, p. 162; 1939, p. 152.

Table 117. ANALYSIS OF CAPITAL AND LIABILITIES OF INSURED COMMERCIAL BANKS EXAMINED IN 1941
BANKS GROUPED BY FEDERAL DEPOSIT INSURANCE CORPORATION DISTRICT AND STATE
 (Amounts in thousands of dollars)

	Number of banks	Capital accounts							Adjusted liabilities (exclusive of capital accounts)		
		Book value			Examiners' deductions (net)	Net sound capital			Total	Deposits	Other liabilities
		Total	R. F. C. ¹	Private		Total	R. F. C. ¹	Private			
United States—total	13,308	6,684,808	312,833	6,371,975	160,270	6,524,538	378,809	6,145,729	65,018,596	64,218,740	799,856
FDIC District											
District 1.....	485	452,224	19,752	432,472	15,108	437,116	20,184	416,932	3,688,271	3,659,302	28,969
District 2.....	1,094	2,251,318	78,726	2,172,592	62,857	2,188,461	140,726	2,047,735	23,214,662	22,703,627	511,035
District 3.....	1,714	1,157,216	60,664	1,096,552	47,846	1,109,370	61,359	1,048,011	8,450,683	8,390,147	60,536
District 4.....	1,013	336,580	17,783	318,797	4,572	332,008	17,925	314,083	3,151,868	3,131,755	20,113
District 5.....	920	240,123	18,100	222,023	4,503	235,620	19,921	215,699	2,358,057	2,341,251	16,806
District 6.....	1,446	318,460	18,552	299,908	4,777	313,683	19,177	294,506	3,296,712	3,280,011	16,701
District 7.....	1,429	369,243	41,083	328,160	3,760	365,483	41,285	324,198	4,025,285	4,008,439	16,846
District 8.....	1,402	459,588	9,670	449,918	2,520	457,068	9,670	447,398	5,634,792	5,601,652	33,140
District 9.....	1,062	143,828	5,414	138,414	581	143,247	5,419	137,828	1,394,453	1,379,825	14,628
District 10.....	1,395	197,872	6,818	191,054	1,586	196,286	6,864	189,422	1,756,759	1,750,790	5,969
District 11.....	836	206,070	11,204	194,866	2,200	203,870	11,204	192,666	2,031,350	2,021,401	9,949
District 12 ^a	512	552,286	25,067	527,219	9,960	542,326	25,075	517,251	6,015,704	5,950,540	65,164
State											
Alabama.....	190	48,431	5,298	43,133	1,485	46,946	6,658	40,288	406,380	403,444	2,936
Arizona.....	12	8,225	1,178	7,047	90	8,135	1,178	6,957	102,563	101,315	1,248
Arkansas.....	208	26,601	1,642	24,959	238	26,363	1,658	24,705	239,850	239,303	547
California ^b	193	435,910	20,656	415,254	8,850	427,060	20,664	406,396	4,662,278	4,604,563	57,715
Colorado.....	138	37,378	1,574	35,804	144	37,234	1,574	35,660	388,974	387,592	1,382
Connecticut.....	99	74,045	4,586	69,459	2,358	71,687	4,586	67,101	656,198	652,345	3,853
Delaware.....	41	40,852	90	40,762	1,377	39,475	140	39,335	242,922	241,748	1,174
District of Columbia.....	22	49,874	1,181	48,693	897	48,977	1,181	47,796	463,867	461,363	2,504
Florida.....	164	47,562	690	46,872	779	46,783	690	46,093	541,872	538,923	2,949
Georgia.....	232	64,058	2,176	61,882	1,085	62,973	2,176	60,797	595,868	589,332	6,536
Idaho.....	49	10,515	985	9,530	58	10,457	985	9,472	106,683	106,364	319
Illinois.....	817	386,167	7,188	378,979	1,897	384,270	7,188	377,082	4,887,121	4,855,559	31,562
Indiana.....	468	106,517	7,850	98,667	1,120	105,397	7,936	97,461	1,012,078	1,008,443	3,635
Iowa.....	585	73,421	2,482	70,939	623	72,798	2,482	70,316	747,671	746,093	1,578
Kansas.....	457	48,310	2,219	46,091	708	47,602	2,265	45,337	417,611	416,329	1,282

Kentucky	372	71,289	4,288	67,001	1,286	70,003	4,385	65,618	546,388	544,209	2,179
Louisiana	142	53,506	4,681	48,825	708	52,798	4,681	48,117	586,270	582,539	3,731
Maine	56	23,755	2,942	26,813	2,619	27,136	3,341	23,795	204,335	203,612	723
Maryland	172	68,695	5,613	63,082	856	67,839	5,673	62,166	772,868	769,597	3,271
Massachusetts	187	272,675	5,443	267,232	6,106	266,569	5,443	261,126	2,304,603	2,283,547	21,056
Michigan	415	154,371	22,023	132,348	627	153,744	22,139	131,605	1,937,946	1,928,410	9,536
Minnesota	641	104,054	3,219	100,835	61	103,993	3,219	100,774	1,027,182	1,014,099	13,083
Mississippi	192	26,566	5,255	21,311	446	26,120	5,716	20,404	227,667	227,013	654
Missouri	577	151,098	4,799	146,299	1,409	149,689	4,799	144,890	1,830,817	1,821,146	9,671
Montana	110	16,095	443	15,652	124	15,971	443	15,528	166,568	166,041	527
Nebraska	361	40,908	1,315	39,593	69	40,839	1,315	39,524	356,738	355,373	1,365
Nevada	11	3,940	13	3,927	29	3,911	13	3,898	52,754	52,140	614
New Hampshire	55	15,567	409	16,158	722	15,845	409	15,436	95,569	95,239	330
New Jersey	347	220,580	39,854	180,726	15,220	205,360	77,570	127,790	2,020,724	2,008,748	11,976
New Mexico	40	5,948	438	5,510	147	5,801	438	5,363	69,511	69,379	132
New York	706	1,989,886	38,782	1,951,104	46,260	1,943,626	63,017	1,880,609	20,951,016	20,453,131	497,885
North Carolina	219	57,792	3,389	54,403	419	57,373	3,389	53,984	603,245	597,559	5,686
North Dakota	150	10,354	930	9,424	254	10,100	935	9,165	88,942	88,482	460
Ohio	670	303,815	35,230	268,585	4,392	299,423	35,283	264,140	2,894,543	2,868,537	26,006
Oklahoma	381	62,178	1,147	61,031	572	61,606	1,147	60,459	516,179	514,497	1,682
Oregon	69	28,366	422	27,944	211	28,155	422	27,733	372,878	370,934	1,944
Pennsylvania	1,044	853,401	25,434	827,967	43,454	809,947	26,076	783,871	5,556,140	5,521,610	34,530
Rhode Island	16	36,513	581	35,932	1,551	34,962	581	34,381	308,527	305,892	2,635
South Carolina	114	18,100	1,303	16,797	76	18,024	1,316	16,708	185,105	184,512	593
South Dakota	161	13,325	822	12,503	142	13,183	822	12,361	111,761	111,203	558
Tennessee	289	69,472	7,823	61,649	1,844	67,628	8,335	59,293	679,657	675,353	4,304
Texas	784	191,897	9,588	182,309	1,963	189,934	9,588	180,346	1,859,276	1,850,707	8,569
Utah	60	20,239	842	19,397	202	20,037	842	19,195	187,556	186,530	1,026
Vermont	72	22,669	5,791	16,878	1,752	20,917	5,823	15,094	119,039	118,667	372
Virginia	312	92,042	4,368	87,674	1,077	90,965	4,368	86,597	777,241	770,419	6,822
Washington	130	53,316	2,149	51,167	610	52,706	2,149	50,557	633,555	630,009	3,546
West Virginia	174	50,077	1,929	48,148	1,247	48,830	1,998	46,832	348,542	348,305	1,237
Wisconsin	546	108,355	11,210	97,145	2,013	106,342	11,210	95,132	1,075,261	1,071,586	3,675
Wyoming	58	9,098	563	8,535	93	9,005	563	8,442	77,257	76,999	258

¹ Book value is normally the same as par value, but may be less. Retirable value, which may exceed par value, is used in computing net sound private capital.
² Includes 1 national bank in Alaska and 1 State bank in Hawaii, not members of the Federal Reserve System.

NOTE: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports, 1940, p. 164; 1939, p. 154

Table 118. NET SOUND CAPITAL RATIOS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941
BANKS GROUPED BY FEDERAL DEPOSIT INSURANCE CORPORATION DISTRICT AND STATE

	Number of banks	Per \$100 of capital accounts (book value)						Net sound capital per \$100 of—		
		Book value			Examiners' deductions (net)	Net sound capital			Appraised value of assets	Deposits
		Total	R. F. C. ¹	Private		Total	R. F. C. ¹	Private		
United States—total.....	13,308	\$100.00	\$ 4.68	\$95.32	\$ 2.40	\$97.60	\$ 5.67	\$91.93	\$ 9.12	\$10.16
FDIC District										
District 1.....	485	100.00	4.37	95.63	3.34	96.66	4.46	92.20	10.60	11.95
District 2.....	1,094	100.00	3.50	96.50	2.79	97.21	6.25	90.96	8.61	9.64
District 3.....	1,714	100.00	5.24	94.76	4.13	95.87	5.30	90.57	11.60	13.22
District 4.....	1,013	100.00	5.28	94.72	1.36	98.64	5.33	93.31	9.53	10.60
District 5.....	920	100.00	7.54	92.46	1.88	98.12	8.30	89.82	9.08	10.06
District 6.....	1,446	100.00	5.83	94.17	1.50	98.50	6.02	92.48	8.69	9.56
District 7.....	1,429	100.00	11.13	88.87	1.02	98.98	11.18	87.80	8.32	9.12
District 8.....	1,402	100.00	2.10	97.90	.55	99.45	2.10	97.35	7.50	8.16
District 9.....	1,062	100.00	3.76	96.24	.40	99.60	3.77	95.83	9.32	10.38
District 10.....	1,395	100.00	3.45	96.55	.80	99.20	3.47	95.73	10.05	11.21
District 11.....	836	100.00	5.44	94.56	1.07	98.93	5.44	93.49	9.12	10.09
District 12 ²	512	100.00	4.54	95.46	1.80	98.20	4.54	93.66	8.27	9.11
State										
Alabama.....	190	100.00	10.94	89.06	3.07	96.93	13.75	83.18	10.36	11.64
Arizona.....	12	100.00	14.32	85.68	1.09	98.91	14.32	84.59	7.35	8.03
Arkansas.....	208	100.00	6.17	93.83	.89	99.11	6.23	92.88	9.90	11.02
California ²	193	100.00	4.74	95.26	2.03	97.97	4.74	93.23	8.39	9.27
Colorado.....	138	100.00	4.21	95.79	.39	99.61	4.21	95.40	8.74	9.61
Connecticut.....	99	100.00	6.19	93.81	3.18	96.82	6.20	90.62	9.85	10.99
Delaware.....	41	100.00	22	99.78	3.37	96.63	.34	96.29	13.98	16.33
District of Columbia.....	22	100.00	2.37	97.63	1.80	98.20	2.37	95.83	9.55	10.61
Florida.....	164	100.00	1.45	98.55	1.64	98.36	1.45	96.91	7.95	8.68
Georgia.....	232	100.00	3.40	96.60	1.09	98.31	3.40	94.91	9.56	10.69
Idaho.....	49	100.00	9.37	90.63	.55	99.45	9.37	90.08	8.93	9.83
Illinois.....	817	100.00	1.86	98.14	.49	99.51	1.86	97.65	7.29	7.91
Indiana.....	468	100.00	7.37	92.63	1.05	98.95	7.45	91.50	9.43	10.45
Iowa.....	535	100.00	3.38	96.62	.85	99.15	3.38	95.77	8.87	9.76
Kansas.....	457	100.00	4.59	95.41	1.47	98.53	4.68	93.85	10.23	11.43

Kentucky	372	100.00	6.01	93.99	1.80	98.20	6.15	92.05	11.36	12.86
Louisiana	142	100.00	8.75	91.25	1.32	95.68	8.75	89.93	8.26	9.06
Maine	56	100.00	9.89	90.11	8.80	91.20	11.23	79.97	11.72	13.33
Maryland	172	100.00	8.17	91.83	1.25	98.75	8.26	90.49	8.07	8.81
Massachusetts	187	100.00	2.00	98.00	2.24	97.76	2.00	95.76	10.37	11.67
Michigan	415	100.00	14.27	85.73	.41	99.59	14.34	85.25	7.35	7.97
Minnesota	641	100.00	3.09	96.91	.06	99.94	3.09	96.85	9.19	10.25
Mississippi	192	100.00	19.78	80.22	1.68	98.32	21.52	76.80	10.29	11.51
Missouri	577	100.00	3.18	96.82	.93	99.07	3.18	95.89	7.56	8.22
Montana	110	100.00	2.75	97.25	.77	99.23	2.75	96.48	8.75	9.62
Nebraska	361	100.00	3.21	96.79	.17	99.83	3.21	96.62	10.27	11.49
Nevada	11	100.00	.33	99.67	.74	99.26	.33	98.93	6.90	7.50
New Hampshire	55	100.00	2.47	97.53	4.36	95.64	2.47	93.17	14.22	16.64
New Jersey	347	100.00	18.07	81.93	6.90	93.10	35.17	57.93	9.23	10.22
New Mexico	40	100.00	7.36	92.64	2.47	97.53	7.36	90.17	7.70	8.36
New York	706	100.00	1.95	98.05	2.32	97.68	3.17	94.51	8.49	9.50
North Carolina	219	100.00	5.86	94.14	.73	99.27	5.86	93.41	8.63	9.60
North Dakota	150	100.00	8.98	91.02	2.45	97.55	9.03	88.52	10.20	11.41
Ohio	670	100.00	11.60	88.40	1.45	98.55	11.61	86.94	9.37	10.44
Oklahoma	381	100.00	1.84	98.16	.92	99.08	1.84	97.24	10.66	11.97
Oregon	69	100.00	1.49	98.51	.74	99.26	1.49	97.77	7.02	7.59
Pennsylvania	1,044	100.00	2.98	97.02	5.09	94.91	3.06	91.85	12.72	14.67
Rhode Island	16	100.00	1.59	98.41	4.25	95.75	1.59	94.16	10.13	11.43
South Carolina	114	100.00	7.20	92.80	.42	99.58	7.27	92.31	8.87	9.77
South Dakota	161	100.00	6.17	93.83	1.07	98.93	6.17	92.76	10.55	11.85
Tennessee	289	100.00	11.26	88.74	2.65	97.35	12.00	85.35	9.05	10.01
Texas	784	100.00	5.00	95.00	1.02	98.98	5.00	93.98	9.27	10.26
Utah	60	100.00	4.16	95.84	1.00	99.00	4.16	94.84	9.65	10.74
Vermont	72	100.00	25.55	74.45	7.73	92.27	25.69	66.58	14.94	17.63
Virginia	312	100.00	4.75	95.25	1.17	98.83	4.75	94.08	10.48	11.81
Washington	130	100.00	4.03	95.97	1.14	98.86	4.03	94.83	7.68	8.37
West Virginia	174	100.00	3.85	96.15	2.49	97.51	3.99	93.52	12.26	14.02
Wisconsin	546	100.00	10.35	89.65	1.86	98.14	10.34	87.80	9.00	9.92
Wyoming	58	100.00	6.19	93.81	1.02	98.98	6.19	92.79	10.44	11.69

¹ Book value is normally the same as par value, but may be less. Retirable value, which may exceed par value, is used in computing net sound private capital.

² Includes 1 national bank in Alaska and 1 State bank in Hawaii, not members of the Federal Reserve System.

NOTE: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Report: 1940, p. 166; 1939, p. 156.

Table 119. APPRAISAL OF ASSETS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941
BANKS GROUPED BY NET SOUND CAPITAL RATIO, FIXED AND SUBSTANDARD ASSETS RATIO, RATE OF NET EARNINGS,
AND AMOUNT OF DEPOSITS

	Number of banks	Total assets					Cash and due from banks	Securities				
		Book value	Examiners' deductions (net) ¹	Appraised value				Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized				Total	Sub-standard	Not criticized
(In thousands of dollars)												
All banks.....	13,308	71,697,320	154,186	71,543,134	2,030,622	69,512,512	24,107,119	25,759,640	36,656	25,722,984	752,572	24,970,412
Banks with net sound capital per \$100 of appraised value of assets of—												
\$0.00 or less.....	10	8,978	1,189	7,789	2,128	5,661	2,095	2,124	277	1,847	793	1,054
\$0.01 to \$4.99.....	35	828,142	2,410	825,732	12,386	813,346	336,503	315,620	91	315,529	3,289	312,240
\$5.00 to \$9.99.....	2,942	44,473,309	65,381	44,407,928	941,816	43,466,112	15,149,405	16,526,384	9,258	16,517,126	340,878	16,176,248
\$10.00 to \$14.99.....	6,275	21,123,495	60,619	21,062,876	724,369	20,338,507	7,090,297	7,180,300	19,389	7,160,911	272,641	6,888,270
\$15.00 to \$19.99.....	2,739	3,453,589	20,924	3,432,665	229,384	3,203,281	1,005,423	1,071,694	5,409	1,066,285	85,352	980,933
\$20.00 to \$24.99.....	863	1,458,157	1,394	1,456,763	88,296	1,368,467	437,414	552,817	1,252	551,565	36,953	514,612
\$25.00 to \$29.99.....	266	203,076	1,229	201,847	18,444	183,403	51,195	70,672	616	70,056	5,706	64,350
\$30.00 to \$34.99.....	108	108,836	591	108,245	8,221	100,024	24,629	29,601	169	29,432	3,758	25,674
\$35.00 or more.....	70	39,738	449	39,289	5,578	33,711	10,158	10,428	195	10,233	3,202	7,031
Banks with fixed and substandard assets per \$100 of appraised value of assets of—												
\$0.00.....	53	132,599	15	132,614	43	132,571	62,329	44,016	23	44,039	.....	44,039
\$0.01 to \$4.99.....	6,369	49,129,317	26,307	49,103,010	607,388	48,495,622	17,526,667	18,440,166	8,086	18,432,080	288,285	18,143,795
\$5.00 to \$9.99.....	4,225	15,751,484	46,763	15,704,721	664,322	15,040,399	4,805,198	5,042,183	9,465	5,032,718	215,046	4,817,672
\$10.00 to \$14.99.....	1,649	4,375,817	37,813	4,338,004	376,759	3,961,245	1,171,979	1,471,943	9,373	1,462,570	132,287	1,330,283
\$15.00 to \$19.99.....	615	1,405,208	17,958	1,387,250	182,293	1,204,957	359,999	486,510	4,770	481,740	62,084	419,656
\$20.00 to \$24.99.....	226	513,989	10,249	503,740	94,719	409,021	108,995	159,469	2,392	157,077	24,675	132,402
\$25.00 to \$29.99.....	99	180,113	4,068	176,045	41,816	134,229	33,362	62,393	1,117	61,276	14,998	46,278
\$30.00 to \$34.99.....	34	76,407	2,859	73,548	18,064	55,484	16,614	19,417	418	18,999	3,929	15,070
\$35.00 or more.....	38	132,386	8,184	124,202	45,218	78,984	21,976	33,543	1,058	32,485	11,268	21,217

Banks with net current operating earnings per \$100 of total assets of—												
\$-.50 or less.....	37	36,953	176	36,777	1,103	35,674	13,576	14,498	8	14,490	298	14,192
\$-.01 to \$-.49.....	146	639,257	1,021	638,236	17,977	620,259	228,137	254,091	283	253,808	10,129	243,679
\$0.00 to \$0.49.....	1,278	18,194,286	23,140	18,171,146	337,531	17,833,615	6,949,757	6,808,463	3,715	6,804,748	142,658	6,662,090
\$0.50 to \$0.99.....	4,115	38,318,799	73,571	38,245,228	963,232	37,281,996	12,589,774	14,157,284	14,700	14,142,584	330,866	13,811,718
\$1.00 to \$1.49.....	4,313	11,261,688	43,420	11,218,268	532,026	10,686,242	3,426,612	3,781,500	16,164	3,765,336	212,385	3,552,951
\$1.50 to \$1.99.....	2,068	2,202,844	8,576	2,194,268	122,460	2,071,808	624,923	544,705	1,451	543,254	40,158	503,096
\$2.00 to \$2.49.....	855	682,080	2,864	679,216	39,607	639,609	184,580	147,418	315	147,103	12,119	134,984
\$2.50 to \$2.99.....	304	242,498	949	241,549	12,740	228,809	57,424	33,828	10	33,838	2,958	30,880
\$3.00 or more.....	170	96,276	409	95,867	3,118	92,749	24,295	11,368	11	11,379	576	10,803
Not available.....	22	22,639	60	22,579	828	21,751	8,041	6,485	41	6,444	425	6,019
Banks with deposits of—												
\$100,000 or less.....	244	25,141	265	24,876	1,933	22,943	8,455	3,788	2	3,790	254	3,536
\$100,000 to \$250,000.....	1,849	405,415	1,679	403,736	22,010	381,726	131,762	76,550	129	76,679	5,000	71,679
\$250,000 to \$500,000.....	2,992	1,283,079	3,188	1,279,891	58,170	1,221,721	416,145	281,123	395	281,518	16,405	265,113
\$500,000 to \$1,000,000.....	3,134	2,575,419	8,345	2,567,074	115,287	2,451,787	828,768	646,975	1,193	645,782	38,891	606,891
\$1,000,000 to \$2,000,000.....	2,279	3,682,615	14,811	3,667,804	171,714	3,496,090	1,172,454	1,051,214	3,982	1,047,232	59,375	987,857
\$2,000,000 to \$5,000,000.....	1,650	5,732,713	23,449	5,709,264	271,089	5,438,175	1,803,685	1,791,411	6,963	1,784,448	93,774	1,690,674
\$5,000,000 to \$10,000,000.....	559	4,368,056	18,160	4,349,896	186,734	4,163,162	1,395,980	1,426,545	4,833	1,421,712	63,876	1,357,836
\$10,000,000 to \$50,000,000.....	454	10,285,015	32,013	10,253,002	343,405	9,909,597	3,567,639	3,239,600	5,800	3,233,800	103,684	3,130,116
More than \$50,000,000.....	147	43,339,867	52,276	43,287,591	860,280	42,427,311	14,782,231	17,242,434	14,411	17,228,023	371,313	16,856,710

Table 119. APPRAISAL OF ASSETS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941—Continued
BANKS GROUPED BY NET SOUND CAPITAL RATIO, FIXED AND SUBSTANDARD ASSETS RATIO, RATE OF NET EARNINGS,
AND AMOUNT OF DEPOSITS

	Number of banks	Loans, discounts, and overdrafts					Fixed and miscellaneous assets				
		Book value	Examiners' deductions (net)	Appraised value			Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized			Total	Sub-standard	Not criticized
(In thousands of dollars)											
All banks	13,308	19,544,145	76,723	19,467,422	849,113	18,618,309	2,286,416	40,807	2,245,609	428,937	1,816,672
Banks with net sound capital per \$100 of appraised value of assets of—											
\$0.00 or less.....	10	3,862	649	3,213	1,006	2,207	897	263	634	329	305
\$0.01 to \$4.99.....	35	162,407	1,301	161,106	4,671	156,435	13,612	1,018	12,594	4,426	8,168
\$5.00 to \$9.99.....	2,942	11,434,372	35,689	11,398,683	395,958	11,002,725	1,363,148	20,434	1,342,714	204,980	1,137,734
\$10.00 to \$14.99.....	6,275	6,188,766	27,452	6,161,314	314,302	5,847,012	664,132	13,778	650,354	137,426	512,928
\$15.00 to \$19.99.....	2,739	1,215,822	7,926	1,207,896	93,154	1,114,742	160,650	7,589	153,061	50,878	102,183
\$20.00 to \$24.99.....	863	402,974	2,795	400,179	27,779	372,400	64,952	2,653	67,605	23,564	44,041
\$25.00 to \$29.99.....	266	71,013	386	70,627	7,942	62,685	10,196	227	9,969	4,796	5,173
\$30.00 to \$34.99.....	108	48,313	364	47,949	2,827	45,122	6,293	58	6,235	1,636	4,599
\$35.00 or more.....	70	16,616	161	16,455	1,474	14,981	2,536	93	2,443	902	1,541
Banks with fixed and substandard assets per \$100 of appraised value of assets of—											
\$0.00.....	53	25,479	14	25,465	43	25,422	775	6	781	.....	781
\$0.01 to \$4.99.....	6,369	12,008,830	18,364	11,990,466	230,645	11,759,821	1,153,654	143	1,153,797	88,458	1,065,339
\$5.00 to \$9.99.....	4,225	5,246,642	24,416	5,222,226	302,908	4,919,318	657,461	12,882	644,579	146,368	498,211
\$10.00 to \$14.99.....	1,649	1,479,867	17,278	1,462,589	161,691	1,300,898	252,028	11,162	240,866	82,781	158,085
\$15.00 to \$19.99.....	615	454,337	7,928	446,409	73,494	372,915	104,362	5,260	99,102	46,715	52,387
\$20.00 to \$24.99.....	226	193,452	3,661	189,791	41,193	148,598	52,073	4,196	47,877	23,851	19,026
\$25.00 to \$29.99.....	99	64,779	1,537	63,242	15,372	47,870	19,579	1,414	18,165	11,446	6,719
\$30.00 to \$34.99.....	34	28,385	1,425	26,960	8,463	18,497	11,991	1,016	10,975	5,672	5,303
\$35.00 or more.....	38	42,374	2,100	40,274	15,304	24,970	34,493	5,026	29,467	18,646	10,821

Banks with net current operating earnings per \$100 of total assets of—											
\$-0.50 or less.....	37	7,681	96	7,585	527	7,058	1,198	72	1,126	278	848
\$-0.01 to \$-0.49.....	146	138,733	437	138,296	3,790	134,506	18,296	301	17,995	4,058	13,937
\$0.00 to \$0.49.....	1,278	3,987,661	8,171	3,979,490	111,712	3,867,778	448,405	11,254	437,151	83,161	353,990
\$0.50 to \$0.99.....	4,115	10,237,018	36,811	10,200,207	415,664	9,784,543	1,334,723	22,060	1,312,663	216,702	1,095,961
\$1.00 to \$1.49.....	4,313	3,671,455	22,263	3,649,192	224,014	3,425,178	382,121	4,993	377,128	95,627	281,501
\$1.50 to \$1.99.....	2,068	960,935	5,541	955,394	62,093	893,301	72,281	1,584	70,697	20,209	50,488
\$2.00 to \$2.49.....	855	329,986	2,273	327,713	20,738	306,975	20,096	276	19,820	6,750	13,070
\$2.50 to \$2.99.....	304	145,901	754	145,147	8,358	136,789	5,345	205	5,140	1,424	3,716
\$3.00 or more.....	170	57,457	362	57,095	1,961	55,134	3,156	58	3,098	581	2,517
Not available.....	22	7,318	15	7,303	256	7,047	795	4	791	147	644
Banks with deposits of—											
\$100,000 or less.....	244	11,790	172	11,618	1,355	10,263	1,108	95	1,013	324	689
\$100,000 to \$250,000.....	1,849	185,546	1,306	184,240	14,324	169,916	11,557	502	11,055	2,686	8,369
\$250,000 to \$500,000.....	2,992	552,258	2,735	549,523	34,585	514,938	33,553	848	32,705	7,180	25,525
\$500,000 to \$1,000,000.....	3,134	1,029,024	5,209	1,023,815	60,391	963,424	70,652	1,943	68,709	16,005	52,704
\$1,000,000 to \$2,000,000.....	2,279	1,342,357	6,979	1,335,378	83,008	1,252,370	116,590	3,850	112,740	29,331	83,409
\$2,000,000 to \$5,000,000.....	1,650	1,936,827	10,860	1,925,967	122,620	1,803,347	200,790	5,626	195,164	54,695	140,469
\$5,000,000 to \$10,000,000.....	559	1,380,259	8,018	1,372,241	80,254	1,291,987	165,272	5,309	159,963	42,604	117,359
\$10,000,000 to \$50,000,000.....	454	3,089,035	13,987	3,075,048	142,630	2,932,418	388,741	12,226	376,515	97,091	279,424
More than \$50,000,000.....	147	10,017,049	27,457	9,989,592	309,946	9,679,646	1,298,153	10,408	1,287,745	179,021	1,108,724

¹ Figures in italics represent excess of appraised value of assets over book value. Examiners' net deductions from total assets differ from examiners' net deductions from total capital accounts by the inclusion in the latter of liabilities not shown on the books.

NOTE. For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports: 1940, pp. 168-71; 1939, pp. 158-61.

Table 120. ASSET RATIOS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941

BANKS GROUPED BY NET SOUND CAPITAL RATIO, FIXED AND SUBSTANDARD ASSETS RATIO, RATE OF NET EARNINGS,
AND AMOUNT OF DEPOSITS

	Number of banks	Per \$100 of total assets (book value)					Cash and due from banks	Per \$100 of securities (book value)				
		Book value	Examiners' deductions (net) ¹	Appraised value				Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized				Total	Sub-standard	Not criticized
All banks	13,308	\$100.00	\$ 0.22	\$ 99.78	\$ 2.83	\$ 96.95	\$100.00	\$100.00	\$ 0.14	\$ 99.86	\$ 2.92	\$ 96.94
Banks with net sound capital per \$100 of appraised value of assets of—												
\$0.00 or less.....	10	100.00	13.24	86.76	23.70	63.06	100.00	100.00	13.04	86.96	37.34	49.62
\$0.01 to \$4.99.....	35	100.00	.29	99.71	1.50	98.21	100.00	100.00	.03	99.97	1.04	98.93
\$5.00 to \$9.99.....	2,942	100.00	.15	99.85	2.12	97.73	100.00	100.00	.06	99.94	2.06	97.88
\$10.00 to \$14.99.....	6,275	100.00	.29	99.71	3.43	96.28	100.00	100.00	.27	99.73	3.80	95.93
\$15.00 to \$19.99.....	2,739	100.00	.61	99.39	6.64	92.75	100.00	100.00	.50	99.50	7.36	91.54
\$20.00 to \$24.99.....	868	100.00	1.10	98.90	6.05	93.85	100.00	100.00	.23	99.77	6.68	93.09
\$25.00 to \$29.99.....	266	100.00	.61	99.39	9.08	90.31	100.00	100.00	.87	99.13	8.07	91.06
\$30.00 to \$34.99.....	108	100.00	.54	99.46	7.56	91.90	100.00	100.00	.57	99.43	12.70	86.73
\$35.00 or more.....	70	100.00	1.13	98.87	14.04	84.83	100.00	100.00	1.87	98.13	30.71	67.42
Banks with fixed and substandard assets per \$100 of appraised value of assets of—												
\$0.00.....	53	100.00	.01	100.01	.03	99.98	100.00	100.00	.05	100.05	.....	100.05
\$0.01 to \$4.99.....	6,369	100.00	.05	99.95	1.24	98.71	100.00	100.00	.04	99.96	1.57	98.39
\$5.00 to \$9.99.....	4,225	100.00	.30	99.70	4.22	95.48	100.00	100.00	.19	99.81	4.26	95.55
\$10.00 to \$14.99.....	1,649	100.00	.86	99.14	8.61	90.53	100.00	100.00	.64	99.36	8.99	90.37
\$15.00 to \$19.99.....	615	100.00	1.28	98.72	12.97	85.75	100.00	100.00	.98	99.02	12.76	86.26
\$20.00 to \$24.99.....	226	100.00	1.99	98.01	18.43	79.58	100.00	100.00	1.50	98.50	15.47	83.03
\$25.00 to \$29.99.....	99	100.00	2.26	97.74	23.22	74.52	100.00	100.00	1.79	98.21	24.04	74.17
\$30.00 to \$34.99.....	34	100.00	3.74	96.26	23.64	72.62	100.00	100.00	2.15	97.85	20.24	77.61
\$35.00 or more.....	38	100.00	6.18	93.82	34.16	59.66	100.00	100.00	3.15	96.85	33.59	63.26

Banks with net current operating earnings per \$100 of total assets of—												
\$-0.50 or less	37	100.00	.48	99.52	2.98	96.54	100.00	100.00	.06	99.94	2.05	97.89
\$-0.01 to \$-0.49	146	100.00	.16	99.84	2.81	97.03	100.00	100.00	.11	99.89	3.99	95.90
\$0.00 to \$0.49	1,278	100.00	.13	99.87	1.85	98.02	100.00	100.00	.05	99.95	2.10	97.85
\$0.50 to \$0.99	4,115	100.00	.19	99.81	2.52	97.29	100.00	100.00	.10	99.90	2.34	97.56
\$1.00 to \$1.49	4,313	100.00	.39	99.61	4.72	94.89	100.00	100.00	.43	99.57	5.61	93.96
\$1.50 to \$1.99	2,068	100.00	.39	99.61	5.56	94.05	100.00	100.00	.27	99.73	7.37	92.36
\$2.00 to \$2.49	855	100.00	.42	99.58	5.81	93.77	100.00	100.00	.21	99.79	8.22	91.57
\$2.50 to \$2.99	304	100.00	.39	99.61	5.26	94.35	100.00	100.00	.03	100.03	8.74	91.29
\$3.00 or more	170	100.00	.42	99.58	3.24	96.34	100.00	100.00	.10	100.10	5.07	95.03
Not available	22	100.00	.27	99.73	3.66	96.07	100.00	100.00	.63	99.37	6.55	92.82
Banks with deposits of—												
\$100,000 or less	244	100.00	1.05	98.95	7.69	91.26	100.00	100.00	.05	100.05	6.70	93.35
\$100,000 to \$250,000	1,849	100.00	.41	99.59	5.43	94.16	100.00	100.00	.17	100.17	6.53	93.64
\$250,000 to \$500,000	2,992	100.00	.25	99.75	4.53	95.22	100.00	100.00	.14	100.14	5.84	94.30
\$500,000 to \$1,000,000	3,134	100.00	.32	99.68	4.48	95.20	100.00	100.00	.18	99.82	6.01	93.81
\$1,000,000 to \$2,000,000	2,279	100.00	.40	99.60	4.67	94.93	100.00	100.00	.38	99.62	5.65	93.97
\$2,000,000 to \$5,000,000	1,650	100.00	.41	99.59	4.73	94.86	100.00	100.00	.39	99.61	5.23	94.38
\$5,000,000 to \$10,000,000	559	100.00	.42	99.58	4.27	95.31	100.00	100.00	.34	99.66	4.48	95.18
\$10,000,000 to \$50,000,000	454	100.00	.31	99.69	3.34	96.35	100.00	100.00	.18	99.82	3.20	96.62
More than \$50,000,000	147	100.00	.12	99.88	1.99	97.89	100.00	100.00	.08	99.92	2.16	97.76

Table 120. ASSET RATIOS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941—Continued
BANKS GROUPED BY NET SOUND CAPITAL RATIO, FIXED AND SUBSTANDARD ASSETS RATIO, RATE OF NET EARNINGS,
AND AMOUNT OF DEPOSITS

	Number of banks	Per \$100 of loans (book value)					Per \$100 of fixed and miscellaneous assets (book value)				
		Book value	Examiners' deductions (net)	Appraised value			Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized			Total	Sub-standard	Not criticized
All banks	13,308	\$100.00	\$ 0.39	\$ 99.61	\$ 4.35	\$ 95.26	\$100.00	\$ 1.78	\$ 98.22	\$ 18.76	\$ 79.46
Banks with net sound capital per \$100 of appraised value of assets of—											
\$0.00 or less.....	10	100.00	16.80	83.20	26.05	57.15	100.00	29.32	70.68	36.68	34.00
\$0.01 to \$4.99.....	35	100.00	.80	99.20	2.88	96.32	100.00	7.48	92.52	32.51	60.01
\$5.00 to \$9.99.....	2,942	100.00	.31	99.69	3.46	96.23	100.00	1.50	98.50	15.04	83.46
\$10.00 to \$14.99.....	6,275	100.00	.44	99.56	5.08	94.48	100.00	2.07	97.93	20.69	77.24
\$15.00 to \$19.99.....	2,739	100.00	.65	99.35	7.66	91.69	100.00	4.72	95.28	31.67	63.61
\$20.00 to \$24.99.....	863	100.00	.69	99.31	6.90	92.41	100.00	4.08	95.92	36.28	67.80
\$25.00 to \$29.99.....	266	100.00	.54	99.46	11.19	88.27	100.00	2.23	97.77	47.04	50.73
\$30.00 to \$34.99.....	108	100.00	.75	99.25	5.85	93.40	100.00	.92	99.08	26.00	73.08
\$35.00 or more.....	70	100.00	.97	99.03	8.87	90.16	100.00	3.67	96.33	35.57	60.76
Banks with fixed and substandard assets per \$100 of appraised value of assets of—											
\$0.00.....	53	100.00	.05	99.95	.17	99.78	100.00	.77	100.77	.....	100.77
\$0.01 to \$4.99.....	6,369	100.00	.15	99.85	1.92	97.93	100.00	.01	100.01	7.67	92.34
\$5.00 to \$9.99.....	4,225	100.00	.47	99.53	5.77	93.76	100.00	1.96	98.04	22.26	75.78
\$10.00 to \$14.99.....	1,649	100.00	1.17	98.83	10.92	87.91	100.00	4.43	95.57	32.85	62.72
\$15.00 to \$19.99.....	615	100.00	1.74	98.26	16.18	82.08	100.00	5.04	94.96	44.76	50.20
\$20.00 to \$24.99.....	226	100.00	1.89	98.11	21.29	76.82	100.00	8.06	91.94	55.40	36.54
\$25.00 to \$29.99.....	99	100.00	2.37	97.63	23.73	73.90	100.00	7.22	92.78	58.46	34.32
\$30.00 to \$34.99.....	34	100.00	5.02	94.98	29.82	65.16	100.00	8.47	91.53	47.30	44.23
\$35.00 or more.....	38	100.00	4.96	95.04	36.11	58.93	100.00	14.57	85.43	54.06	31.37

Banks with net current operating earnings per \$100 of total assets of—											
\$-0.50 or less	37	100.00	1.25	98.75	6.86	91.89	100.00	6.01	93.99	23.21	70.78
\$-0.01 to \$-0.49	146	100.00	.31	99.69	2.74	96.95	100.00	1.65	98.35	22.18	76.17
\$0.00 to \$0.49	1,278	100.00	.20	99.80	2.80	97.00	100.00	2.51	97.49	18.55	78.94
\$0.50 to \$0.99	4,115	100.00	.36	99.64	4.06	95.58	100.00	1.65	98.35	16.24	82.11
\$1.00 to \$1.49	4,313	100.00	.61	99.39	6.10	93.29	100.00	1.31	98.69	25.02	73.67
\$1.50 to \$1.99	2,068	100.00	.58	99.42	6.46	92.96	100.00	2.19	97.81	27.96	69.85
\$2.00 to \$2.49	855	100.00	.69	99.31	6.28	93.03	100.00	1.37	98.63	33.59	65.04
\$2.50 to \$2.99	304	100.00	.52	99.48	5.73	93.75	100.00	3.84	96.16	26.64	69.52
\$3.00 or more	170	100.00	.63	99.37	3.41	95.96	100.00	1.84	98.16	18.41	79.75
Not available	22	100.00	.20	99.80	3.50	96.30	100.00	.50	99.50	18.49	81.01
Banks with deposits of—											
\$100,000 or less	244	100.00	1.46	98.54	11.49	87.05	100.00	8.57	91.43	29.25	62.18
\$100,000 to \$250,000	1,849	100.00	.70	99.30	7.72	91.58	100.00	4.34	95.66	23.25	72.41
\$250,000 to \$500,000	2,992	100.00	.50	99.50	6.26	93.24	100.00	2.53	97.47	21.40	76.07
\$500,000 to \$1,000,000	3,134	100.00	.51	99.49	5.87	93.62	100.00	2.75	97.25	22.65	74.60
\$1,000,000 to \$2,000,000	2,279	100.00	.52	99.48	6.18	93.30	100.00	3.30	96.70	25.16	71.54
\$2,000,000 to \$5,000,000	1,650	100.00	.56	99.44	6.33	93.11	100.00	2.80	97.20	27.24	69.96
\$5,000,000 to \$10,000,000	559	100.00	.58	99.42	5.82	93.60	100.00	3.21	96.79	25.78	71.01
\$10,000,000 to \$50,000,000	454	100.00	.45	99.55	4.62	94.93	100.00	3.15	96.85	24.97	71.88
More than \$50,000,000	147	100.00	.27	99.73	3.10	96.63	100.00	.80	99.20	13.79	85.41

¹ Figures in italics represent excess of appraised value of assets over book value. Examiners' net deductions from total assets differ from examiners' net deductions from total capital accounts by the inclusion in the latter of liabilities not shown on the books.

² For explanation of the apparent irregularity in this item, see page 96.

NOTE: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports: 1940, pp. 172-75; 1939, pp. 162-65.

Table 121. APPRAISAL OF ASSETS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941

BANKS GROUPED BY FEDERAL DEPOSIT INSURANCE CORPORATION DISTRICT AND STATE

(Amounts in thousands of dollars)

	Number of banks	Total assets					Securities					
		Book value	Examiners' deductions (net) ¹	Appraised value			Cash and due from banks	Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized				Total	Sub-standard	Not criticized
United States—total	13,308	71,697,320	154,186	71,543,134	2,030,622	69,512,512	24,107,119	25,759,640	36,656	25,722,984	752,572	24,970,412
FDIC District												
District 1.....	485	4,140,453	15,066	4,125,387	147,964	3,977,423	1,479,011	1,124,372	4,323	1,120,049	55,674	1,064,375
District 2.....	1,094	25,462,119	58,996	25,403,123	597,893	24,805,230	8,101,800	10,891,260	15,463	10,875,797	259,367	10,616,430
District 3.....	1,714	9,607,280	47,227	9,560,053	520,525	9,039,528	3,163,892	3,441,196	14,380	3,426,816	215,039	3,211,777
District 4.....	1,013	3,488,329	4,453	3,483,876	86,502	3,397,374	1,328,301	968,624	1,300	967,324	32,710	934,614
District 5.....	920	2,597,257	3,580	2,593,677	68,897	2,524,780	1,034,502	669,276	808	668,468	22,311	646,157
District 6.....	1,446	3,615,066	4,671	3,610,395	101,910	3,508,485	1,340,750	1,020,718	118	1,020,600	41,924	978,676
District 7.....	1,429	4,394,422	3,654	4,390,768	90,882	4,299,886	1,528,480	1,614,502	641	1,613,861	29,707	1,584,154
District 8.....	1,402	6,094,340	2,480	6,091,860	112,398	5,979,462	2,203,881	2,300,950	217	2,301,167	43,017	2,258,150
District 9.....	1,062	1,538,249	549	1,537,700	18,699	1,519,001	511,615	446,977	523	447,505	6,759	440,746
District 10.....	1,395	1,954,469	1,424	1,953,045	28,913	1,924,132	783,587	487,048	531	487,579	4,703	482,876
District 11.....	836	2,237,374	2,154	2,235,220	31,467	2,203,753	968,519	525,054	91	525,145	8,646	516,499
District 12 ²	512	6,567,962	9,932	6,558,030	224,572	6,333,458	1,662,781	2,269,663	990	2,268,673	32,715	2,235,958
State												
Alabama.....	190	453,966	640	453,326	17,490	435,836	188,088	105,812	134	105,678	3,043	102,635
Arizona.....	12	110,772	74	110,698	2,217	108,481	34,555	29,552	39	29,513	516	28,997
Arkansas.....	208	266,442	229	266,213	3,999	262,214	125,721	64,181	12	64,169	1,628	62,541
California ²	193	5,098,163	8,825	5,089,338	208,362	4,880,976	1,134,682	1,836,417	759	1,835,658	28,010	1,807,648
Colorado.....	138	426,303	95	426,208	4,837	421,371	210,184	96,923	83	97,006	1,467	95,539
Connecticut.....	99	730,209	2,324	727,885	27,329	700,556	272,758	214,501	556	213,945	7,168	206,777
Delaware.....	41	283,764	1,367	282,397	11,606	270,791	93,196	108,674	744	107,930	5,689	102,241
District of Columbia.....	22	513,741	897	512,844	11,352	501,492	207,995	145,774	313	145,461	3,628	141,833
Florida.....	164	589,410	755	588,655	10,123	578,532	252,655	186,826	338	186,488	4,298	182,190
Georgia.....	232	659,894	1,053	658,841	18,795	640,046	237,112	122,609	267	122,342	6,500	115,842
Idaho.....	49	117,199	59	117,140	676	116,464	37,778	37,347	5	37,342	205	37,137
Illinois.....	817	5,273,260	1,869	5,271,391	91,717	5,179,674	1,927,225	2,114,732	25	2,114,707	39,677	2,075,030
Indiana.....	468	1,118,563	1,088	1,117,475	33,293	1,084,182	383,085	382,101	73	382,028	8,431	373,597
Iowa.....	585	821,080	611	820,469	20,681	799,788	276,656	186,218	212	186,460	3,340	183,120
Kansas.....	457	465,898	685	465,213	8,123	457,090	166,521	119,305	190	119,495	721	118,774

Kentucky	372	617,639	1,248	616,391	22,383	594,008	212,814	152,102	102	152,000	5,577	146,423
Louisiana	142	639,767	699	639,068	11,542	627,526	250,836	183,084	66	183,018	3,793	179,225
Maine	56	234,090	2,619	231,471	14,751	216,720	61,608	84,323	677	83,646	6,312	77,334
Maryland	172	841,557	850	840,707	19,234	821,473	283,763	338,525	350	338,175	3,954	329,221
Massachusetts	187	2,577,275	6,103	2,571,172	73,752	2,497,420	978,507	638,001	1,750	636,251	29,723	606,528
Michigan	415	2,092,290	600	2,091,690	20,406	2,071,284	733,398	817,023	89	817,112	5,665	811,447
Minnesota	641	1,131,216	41	1,131,175	12,857	1,118,318	374,636	339,469	423	339,892	5,389	334,503
Mississippi	192	254,220	433	253,787	10,947	242,840	105,811	70,945	3	70,942	4,877	66,265
Missouri	577	1,981,889	1,383	1,980,506	48,511	1,931,995	705,919	648,109	135	648,244	26,865	621,379
Montana	110	182,659	120	182,539	1,831	180,708	74,937	54,475	23	54,503	494	54,009
Nebraska	361	397,590	13	397,577	6,977	390,600	128,833	105,231	86	105,317	965	104,352
Nevada	11	56,694	29	56,665	314	56,351	19,157	18,614	10	18,604	159	18,445
New Hampshire	55	112,136	722	111,414	4,653	106,761	32,675	34,824	337	34,487	2,281	32,206
New Jersey	347	2,240,744	14,660	2,226,084	132,286	2,093,798	624,738	882,572	1,724	880,848	41,742	839,106
New Mexico	40	75,458	146	75,312	949	74,363	29,166	19,166	29	19,195	65	19,130
New York	706	22,937,611	42,969	22,894,642	454,001	22,440,641	7,383,866	9,900,014	12,995	9,887,019	211,936	9,675,083
North Carolina	219	661,014	396	660,618	18,202	642,816	270,868	171,284	118	171,166	8,139	163,027
North Dakota	150	99,293	251	99,042	2,221	96,821	27,892	23,673	46	23,719	460	23,259
Ohio	670	3,198,317	4,351	3,193,966	85,041	3,108,925	1,109,386	999,690	886	998,804	30,438	968,366
Oklahoma	381	578,334	549	577,785	7,683	570,102	239,665	148,069	143	148,217	1,390	146,827
Oregon	69	401,242	209	401,033	3,640	397,393	137,522	145,905	49	145,856	677	145,179
Pennsylvania	1,044	6,408,963	42,876	6,366,087	435,484	5,930,603	2,054,506	2,441,506	13,494	2,428,012	184,601	2,243,411
Rhode Island	16	345,039	1,550	343,489	11,490	331,999	105,542	112,834	521	112,313	5,743	106,570
South Carolina	114	203,202	73	203,129	2,556	200,573	95,331	39,761	3	39,769	1,422	38,347
South Dakota	161	125,081	137	124,944	1,790	123,154	34,150	29,360	31	29,391	416	28,975
Tennessee	289	749,096	1,811	747,285	27,017	720,268	296,296	156,326	139	156,187	7,854	148,333
Texas	784	2,051,144	1,934	2,049,210	28,301	2,020,909	904,798	476,336	101	476,437	8,065	468,372
Utah	60	207,795	202	207,593	2,302	205,291	77,566	51,263	5	51,258	613	50,645
Vermont	72	141,704	1,743	139,956	15,989	123,967	27,921	39,889	482	39,407	4,447	34,960
Virginia	312	869,243	1,037	868,206	23,136	845,070	315,029	187,362	227	187,135	6,301	180,834
Washington	130	686,869	608	686,261	9,278	676,983	256,076	180,117	162	179,955	3,051	176,904
West Virginia	174	399,572	1,200	398,372	17,022	381,350	155,315	85,918	300	85,618	4,266	81,352
Wisconsin	546	1,183,569	1,966	1,181,603	37,183	1,144,420	411,997	415,378	657	414,721	15,611	399,110
Wyoming	58	86,344	82	86,262	1,293	84,969	38,384	17,520	24	17,544	160	17,384

Table 121. APPRAISAL OF ASSETS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941—Continued

BANKS GROUPED BY FEDERAL DEPOSIT INSURANCE CORPORATION DISTRICT AND STATE

(Amounts in thousands of dollars)

	Number of banks	Loans, discounts, and overdrafts					Fixed and miscellaneous assets				
		Book value	Examiners' deductions (net)	Appraised value			Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized			Total	Sub-standard	Not criticized
United States—total	13,308	19,544,145	76,723	19,467,422	849,113	18,618,309	2,286,416	40,807	2,245,609	428,937	1,816,672
FDIC District											
District 1.....	485	1,408,815	8,164	1,400,651	71,660	1,328,991	128,255	2,579	125,676	20,630	105,046
District 2.....	1,094	5,581,475	24,953	5,556,522	210,031	5,346,491	887,584	18,580	869,004	128,495	740,509
District 3.....	1,714	2,596,421	18,932	2,577,489	171,294	2,406,195	405,771	13,915	391,856	134,192	257,664
District 4.....	1,013	1,083,844	2,664	1,081,180	35,446	1,045,734	107,560	489	107,071	18,346	88,725
District 5.....	920	808,066	2,168	805,898	29,402	776,496	85,413	604	84,809	17,184	67,625
District 6.....	1,446	1,174,788	3,512	1,171,276	45,138	1,126,138	78,810	1,041	77,769	14,848	62,921
District 7.....	1,429	1,154,742	1,918	1,152,824	42,302	1,110,522	96,698	1,095	95,603	18,873	76,730
District 8.....	1,402	1,491,305	2,169	1,489,136	53,846	1,435,290	98,204	528	97,676	15,535	82,141
District 9.....	1,062	543,554	817	542,737	9,821	532,916	36,103	260	35,843	2,119	33,724
District 10.....	1,395	644,187	2,046	642,141	22,386	619,755	39,647	91	39,738	1,824	37,914
District 11.....	836	680,661	2,047	678,614	16,508	662,106	63,140	198	62,942	6,313	56,629
District 12 ²	512	2,376,287	7,333	2,368,954	141,279	2,227,675	259,231	1,609	257,622	50,578	207,044
State											
Alabama.....	190	141,476	526	140,950	8,933	132,017	18,590	20	18,610	5,514	13,096
Arizona.....	12	42,427	67	42,360	1,145	41,215	4,238	32	4,270	556	3,714
Arkansas.....	208	71,245	174	71,071	1,729	69,342	5,295	43	5,252	642	4,610
California ²	193	1,898,212	6,634	1,891,578	131,594	1,759,984	228,852	1,432	227,420	48,758	178,662
Colorado.....	138	118,152	291	112,861	3,032	109,829	6,044	113	6,157	338	5,819
Connecticut.....	99	217,036	1,283	215,753	15,313	200,440	25,914	485	25,429	4,848	20,581
Delaware.....	41	75,848	439	75,409	4,394	71,015	6,046	184	5,862	1,523	4,339
District of Columbia.....	22	137,144	365	136,779	4,564	132,215	22,828	219	22,609	3,160	19,449
Florida.....	164	133,394	278	133,116	3,534	129,582	16,535	139	16,396	2,291	14,105
Georgia.....	232	277,466	513	276,953	7,128	269,825	22,707	273	22,434	5,167	17,267
Idaho.....	49	39,726	52	39,674	405	39,269	2,348	2	2,346	66	2,280
Illinois.....	817	1,149,078	1,446	1,147,632	38,128	1,109,504	82,225	398	81,827	13,912	67,915
Indiana.....	468	323,076	663	322,413	16,369	306,044	30,301	352	29,949	8,493	21,456
Iowa.....	585	342,227	723	341,504	15,718	325,786	15,979	130	15,849	1,623	14,226
Kansas.....	457	169,949	749	169,200	6,640	162,560	10,123	126	9,997	762	9,235

Kentucky	372	237,331	1,023	236,308	13,484	222,824	15,392	123	15,269	3,322	11,947
Louisiana	142	186,077	570	185,507	5,084	180,423	19,770	63	19,707	2,665	17,042
Maine	56	81,792	1,467	80,325	6,619	73,706	6,877	475	5,892	1,820	4,072
Maryland	172	199,074	420	198,654	7,649	191,005	20,195	80	20,115	2,631	17,484
Massachusetts	187	888,884	3,412	885,472	34,547	850,925	71,883	941	70,942	9,482	61,460
Michigan	415	504,095	622	503,473	9,965	493,508	37,774	67	37,707	4,776	32,931
Minnesota	641	391,973	397	391,576	6,273	385,303	25,138	67	25,071	1,195	23,876
Mississippi	192	69,653	281	69,372	4,723	64,649	7,811	149	7,662	1,547	6,115
Missouri	577	594,646	973	593,673	15,243	578,430	33,215	545	32,670	6,403	26,267
Montana	110	49,153	144	49,009	1,102	47,907	4,094	4	4,090	235	3,855
Nebraska	361	154,433	379	154,054	5,519	148,535	9,093	280	9,373	493	8,880
Nevada	11	17,761	17	17,744	137	17,607	1,162	2	1,160	18	1,142
New Hampshire	55	41,704	325	41,379	2,043	39,336	2,933	60	2,873	329	2,544
New Jersey	347	622,099	6,511	615,588	53,718	561,870	111,335	6,425	104,910	36,826	68,084
New Mexico	40	25,575	180	25,395	842	24,553	1,551	5	1,556	42	1,514
New York	706	4,883,528	18,003	4,865,525	151,919	4,713,606	770,203	11,971	758,232	90,146	668,086
North Carolina	219	203,735	240	203,495	3,193	200,302	15,127	38	15,089	1,870	13,219
North Dakota	150	44,362	176	44,186	1,363	42,823	3,366	121	3,245	398	2,847
Ohio	670	988,879	1,578	987,301	35,324	951,977	100,362	1,887	98,475	19,279	79,196
Oklahoma	381	177,773	536	177,237	6,116	171,121	12,827	161	12,666	177	12,489
Oregon	69	108,682	132	108,550	2,322	106,228	9,133	28	9,105	641	8,464
Pennsylvania	1,044	1,607,542	17,354	1,590,188	135,970	1,454,218	305,409	12,028	293,381	114,913	178,468
Rhode Island	16	111,990	894	111,096	4,747	106,349	14,673	135	14,538	1,000	13,538
South Carolina	114	64,137	59	64,078	857	63,221	3,973	22	3,951	277	3,674
South Dakota	161	58,066	100	57,966	1,083	56,883	3,505	63	3,437	291	3,146
Tennessee	289	271,566	1,342	270,224	14,682	255,542	24,908	390	24,578	4,481	20,097
Texas	784	612,659	1,800	610,859	14,521	596,338	57,351	235	57,116	5,715	51,401
Utah	60	74,062	139	73,923	1,229	72,694	4,904	58	4,846	460	4,386
Vermont	72	67,409	783	66,626	8,391	58,235	6,485	483	6,002	3,151	2,851
Virginia	312	337,887	956	336,931	11,470	325,461	28,965	146	29,111	5,365	23,746
Washington	130	237,844	359	237,485	5,592	231,893	12,832	87	12,745	635	12,110
West Virginia	174	141,867	624	141,243	7,713	133,530	16,472	276	16,196	5,043	11,153
Wisconsin	546	327,571	633	326,938	15,968	310,970	23,623	676	23,447	5,604	22,343
Wyoming	58	28,880	91	28,789	1,079	27,710	1,560	15	1,545	54	1,491

¹ Figures in italics represent excess of appraised value of assets over book value. Examiners' net deductions from total assets differ from examiners' net deductions from total capital accounts by the inclusion in the latter of liabilities not shown on the books.

² Includes 1 national bank in Alaska and 1 State bank in Hawaii, not members of the Federal Reserve System.

NOTE: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports: 1940, pp. 176-79; 1939, pp. 166-69.

Table 122. ASSET RATIOS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941
BANKS GROUPED BY FEDERAL DEPOSIT INSURANCE CORPORATION DISTRICT AND STATE

	Number of banks	Per \$100 of total assets (book value)					Cash and due from banks	Per \$100 of securities (book value)				
		Book value	Examiners' deductions (net) ¹	Appraised value				Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized				Total	Sub-standard	Not criticized
United States—total.....	13,308	\$100.00	\$ 0.22	\$ 99.78	\$ 2.83	\$ 96.95	\$100.00	\$100.00	\$ 0.14	\$ 99.86	\$ 2.92	\$ 96.94
FDIC District												
District 1.....	485	100.00	.36	99.64	3.57	96.07	100.00	100.00	.38	99.62	4.95	94.67
District 2.....	1,094	100.00	.23	99.77	2.35	97.42	100.00	100.00	.14	99.86	2.38	97.48
District 3.....	1,714	100.00	.49	99.51	5.42	94.09	100.00	100.00	.42	99.58	6.25	93.33
District 4.....	1,013	100.00	.13	99.87	2.48	97.39	100.00	100.00	.13	99.87	3.38	96.49
District 5.....	920	100.00	.14	99.86	2.65	97.21	100.00	100.00	.12	99.88	3.33	96.55
District 6.....	1,446	100.00	.13	99.87	2.82	97.05	100.00	100.00	.01	99.99	4.11	95.88
District 7.....	1,429	100.00	.08	99.92	2.07	97.85	100.00	100.00	.04	99.96	1.84	98.12
District 8.....	1,402	100.00	.04	99.96	1.84	98.12	100.00	100.00	.01	100.01	1.87	98.14
District 9.....	1,062	100.00	.04	99.96	1.22	98.74	100.00	100.00	.12	100.12	1.51	98.61
District 10.....	1,395	100.00	.07	99.93	1.48	98.45	100.00	100.00	.11	100.11	.97	99.14
District 11.....	836	100.00	.10	99.90	1.41	98.49	100.00	100.00	.02	100.02	1.65	98.37
District 12 ²	512	100.00	.15	99.85	3.42	96.43	100.00	100.00	.04	99.96	1.44	98.52
State												
Alabama.....	190	100.00	.14	99.86	3.85	96.01	100.00	100.00	.13	99.87	2.88	96.99
Arizona.....	12	100.00	.07	99.93	2.00	97.93	100.00	100.00	.13	99.87	1.75	98.12
Arkansas.....	208	100.00	.09	99.91	1.50	98.41	100.00	100.00	.02	99.98	2.54	97.44
California ²	193	100.00	.17	99.83	4.09	95.74	100.00	100.00	.04	99.96	1.53	98.43
Colorado.....	138	100.00	.02	99.98	1.13	98.85	100.00	100.00	.09	100.09	1.51	98.53
Connecticut.....	99	100.00	.32	99.68	3.74	95.94	100.00	100.00	.26	99.74	3.34	96.40
Delaware.....	41	100.00	.48	99.52	4.09	95.43	100.00	100.00	.68	99.32	5.24	94.08
District of Columbia.....	22	100.00	.17	99.83	2.21	97.62	100.00	100.00	.21	99.79	2.49	97.30
Florida.....	164	100.00	.13	99.87	1.72	98.15	100.00	100.00	.18	99.82	2.30	97.52
Georgia.....	232	100.00	.16	99.84	2.85	96.99	100.00	100.00	.22	99.78	5.30	94.48
Idaho.....	49	100.00	.05	99.95	.58	99.37	100.00	100.00	.01	99.99	.55	99.44
Illinois.....	817	100.00	.04	99.96	1.74	98.22	100.00	100.00	.00	100.00	1.88	98.12
Indiana.....	468	100.00	.10	99.90	2.98	96.92	100.00	100.00	.02	99.98	2.21	97.77
Iowa.....	585	100.00	.07	99.93	2.52	97.41	100.00	100.00	.13	100.13	1.79	98.34
Kansas.....	457	100.00	.15	99.85	1.74	98.11	100.00	100.00	.16	100.16	.60	99.56

Kentucky	372	100.00	.20	99.80	3.62	96.18	100.00	100.00	.07	99.93	3.67	96.26
Louisiana	142	100.00	.11	99.89	1.80	98.09	100.00	100.00	.04	99.96	2.07	97.89
Maine	56	100.00	1.12	98.88	6.30	92.58	100.00	100.00	.80	99.20	7.49	91.71
Maryland	172	100.00	.10	99.90	2.29	97.61	100.00	100.00	.10	99.90	2.65	97.25
Massachusetts	187	100.00	.24	99.76	2.86	96.90	100.00	100.00	.27	99.73	4.66	95.07
Michigan	415	100.00	.03	99.97	.97	99.00	100.00	100.00	.01	100.01	.70	99.31
Minnesota	641	100.00	.00	100.00	1.14	98.86	100.00	100.00	.11	100.11	1.59	98.52
Mississippi	192	100.00	.17	99.83	4.31	95.52	100.00	100.00	.00	100.00	6.59	93.41
Missouri	577	100.00	.07	99.93	2.45	97.48	100.00	100.00	.02	100.02	4.15	95.87
Montana	110	100.00	.07	99.93	1.00	98.93	100.00	100.00	.05	100.05	.91	99.14
Nebraska	361	100.00	.00	100.00	1.75	98.25	100.00	100.00	.08	100.08	.92	99.16
Nevada	11	100.00	.05	99.95	.55	99.40	100.00	100.00	.05	99.95	.85	99.10
New Hampshire	55	100.00	.64	99.36	4.15	95.21	100.00	100.00	.97	99.03	6.55	92.48
New Jersey	347	100.00	.65	99.35	5.90	93.45	100.00	100.00	.20	99.80	4.73	95.07
New Mexico	40	100.00	.19	99.81	1.26	98.55	100.00	100.00	.15	100.15	.34	99.81
New York	706	100.00	.19	99.81	1.98	97.83	100.00	100.00	.13	99.87	2.14	97.73
North Carolina	219	100.00	.06	99.94	2.00	97.94	100.00	100.00	.07	99.93	4.75	95.18
North Dakota	150	100.00	.25	99.75	2.24	97.51	100.00	100.00	.19	100.19	1.94	98.25
Ohio	670	100.00	.14	99.86	2.66	97.20	100.00	100.00	.09	99.91	3.04	96.87
Oklahoma	381	100.00	.09	99.91	1.33	98.58	100.00	100.00	.10	100.10	.94	99.16
Oregon	69	100.00	.05	99.95	.91	99.04	100.00	100.00	.03	99.97	.46	99.51
Pennsylvania	1,044	100.00	.67	99.33	6.79	92.54	100.00	100.00	.55	99.45	7.56	91.89
Rhode Island	16	100.00	.45	99.55	3.33	96.22	100.00	100.00	.46	99.54	5.09	94.45
South Carolina	114	100.00	.04	99.96	1.26	98.70	100.00	100.00	.02	100.02	3.58	96.44
South Dakota	161	100.00	.11	99.89	1.43	98.46	100.00	100.00	.11	100.11	1.42	98.69
Tennessee	289	100.00	.24	99.76	3.61	96.15	100.00	100.00	.09	99.91	5.02	94.89
Texas	784	100.00	.09	99.91	1.38	98.53	100.00	100.00	.02	100.02	1.69	98.33
Utah	60	100.00	.10	99.90	1.11	98.79	100.00	100.00	.01	99.99	1.20	98.79
Vermont	72	100.00	1.23	98.77	11.28	87.49	100.00	100.00	1.21	98.79	11.15	87.64
Virginia	312	100.00	.12	99.88	2.66	97.22	100.00	100.00	.12	99.88	3.36	96.52
Washington	130	100.00	.09	99.91	1.35	98.56	100.00	100.00	.09	99.91	1.69	98.22
West Virginia	174	100.00	.30	99.70	4.26	95.44	100.00	100.00	.35	99.65	4.97	94.68
Wisconsin	546	100.00	.17	99.83	3.14	96.69	100.00	100.00	.16	99.84	3.76	96.08
Wyoming	58	100.00	.09	99.91	1.50	98.41	100.00	100.00	.14	100.14	.91	99.23

Table 122. ASSET RATIOS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941—Continued

BANKS GROUPED BY FEDERAL DEPOSIT INSURANCE CORPORATION DISTRICT AND STATE

	Number of banks	Per \$100 of total loans (book value)					Per \$100 of fixed and miscellaneous assets (book value)				
		Book value	Examiners' deductions (net)	Appraised value			Book value	Examiners' deductions (net) ¹	Appraised value		
				Total	Sub-standard	Not criticized			Total	Sub-standard	Not criticized
United States—total.....	13,308	\$100.00	\$ 0.39	\$ 99.61	\$ 4.35	\$ 95.26	\$100.00	\$ 1.78	\$ 98.22	\$ 18.76	\$ 79.46
FDIC District											
District 1.....	485	100.00	.58	99.42	5.09	94.33	100.00	2.01	97.99	16.09	81.90
District 2.....	1,094	100.00	.45	99.55	3.76	95.79	100.00	2.09	97.91	14.48	83.43
District 3.....	1,714	100.00	.73	99.27	6.60	92.67	100.00	3.43	96.57	33.07	63.50
District 4.....	1,013	100.00	.25	99.75	3.27	96.48	100.00	.45	99.55	17.06	82.49
District 5.....	920	100.00	.27	99.73	3.64	96.09	100.00	.71	99.29	20.12	79.17
District 6.....	1,446	100.00	.30	99.70	3.34	95.86	100.00	1.32	98.68	18.84	79.84
District 7.....	1,429	100.00	.17	99.83	3.66	96.17	100.00	1.13	98.87	19.52	79.35
District 8.....	1,402	100.00	.15	99.85	3.61	96.24	100.00	.54	99.46	15.82	83.64
District 9.....	1,062	100.00	.15	99.85	1.81	98.04	100.00	.72	99.28	5.87	93.41
District 10.....	1,395	100.00	.32	99.68	3.47	96.21	100.00	.23	100.23	4.60	95.63
District 11.....	836	100.00	.30	99.70	2.43	97.27	100.00	.31	99.69	10.00	89.69
District 12 ²	512	100.00	.31	99.69	5.94	93.75	100.00	.62	99.38	19.51	79.87
State											
Alabama.....	190	100.00	.37	99.63	6.32	93.31	100.00	.11	100.11	29.66	70.45
Arizona.....	12	100.00	.16	99.84	2.70	97.14	100.00	.76	100.76	13.12	87.64
Arkansas.....	208	100.00	.24	99.76	2.43	97.33	100.00	.81	99.19	12.12	87.07
California ²	193	100.00	.35	99.65	6.93	92.72	100.00	.63	99.37	21.31	78.06
Colorado.....	138	100.00	.26	99.74	2.68	97.06	100.00	1.87	101.87	5.59	96.28
Connecticut.....	99	100.00	.59	99.41	7.06	92.35	100.00	1.87	98.13	18.71	79.42
Delaware.....	41	100.00	.58	99.42	5.79	93.63	100.00	3.04	96.96	25.19	71.77
District of Columbia.....	22	100.00	.27	99.73	3.33	96.40	100.00	.96	99.04	13.84	85.20
Florida.....	164	100.00	.21	99.79	2.65	97.14	100.00	.84	99.16	13.86	85.30
Georgia.....	232	100.00	.18	99.82	2.57	97.25	100.00	1.20	98.80	22.76	76.04
Idaho.....	49	100.00	.13	99.87	1.02	98.85	100.00	.09	99.91	2.81	97.10
Illinois.....	817	100.00	.13	99.87	3.32	96.55	100.00	.48	99.52	16.92	82.60
Indiana.....	468	100.00	.21	99.79	5.06	94.73	100.00	1.16	98.84	28.03	70.81
Iowa.....	585	100.00	.21	99.79	4.59	95.20	100.00	.81	99.19	10.16	89.03
Kansas.....	457	100.00	.44	99.56	3.91	95.65	100.00	1.24	98.76	7.53	91.23

Kentucky	372	100.00	.43	99.57	5.68	93.89	100.00	.80	99.20	21.58	77.62
Louisiana	142	100.00	.31	99.69	2.73	96.96	100.00	.32	99.68	13.48	86.20
Maine	56	100.00	1.79	98.21	8.09	90.12	100.00	7.46	92.54	28.58	63.96
Maryland	172	100.00	.21	99.79	3.84	95.95	100.00	.40	99.60	13.03	86.57
Massachusetts	187	100.00	.38	99.62	3.89	95.73	100.00	1.31	98.69	13.19	85.50
Michigan	415	100.00	.12	99.88	1.98	97.90	100.00	.18	99.82	12.64	87.18
Minnesota	641	100.00	.10	99.90	1.60	98.30	100.00	.27	99.73	4.75	94.98
Mississippi	192	100.00	.40	99.60	6.78	92.82	100.00	1.91	98.09	19.80	78.29
Missouri	577	100.00	.16	99.84	2.57	97.27	100.00	1.64	98.36	19.28	79.08
Montana	110	100.00	.29	99.71	2.24	97.47	100.00	.10	99.90	5.74	94.16
Nebraska	361	100.00	.25	99.75	3.57	96.18	100.00	3.08	103.08	5.42	97.66
Nevada	11	100.00	.10	99.90	.77	99.13	100.00	.17	99.83	1.55	98.28
New Hampshire	55	100.00	.78	99.22	4.90	94.32	100.00	2.05	97.95	11.21	86.74
New Jersey	347	100.00	1.05	98.95	8.63	90.32	100.00	5.77	94.23	33.08	61.15
New Mexico	40	100.00	.70	99.30	3.29	96.01	100.00	.32	100.32	2.71	97.61
New York	706	100.00	.37	99.63	3.11	96.52	100.00	1.55	98.45	11.71	86.74
North Carolina	219	100.00	.12	99.88	1.57	98.31	100.00	.25	99.75	12.36	87.39
North Dakota	150	100.00	.40	99.60	3.07	96.53	100.00	3.59	96.41	11.83	84.58
Ohio	670	100.00	.16	99.84	3.57	96.27	100.00	1.88	98.12	19.21	78.91
Oklahoma	381	100.00	.30	99.70	3.44	96.26	100.00	1.26	98.74	1.38	97.36
Oregon	69	100.00	.12	99.88	2.14	97.74	100.00	.31	99.69	7.02	92.67
Pennsylvania	1,044	100.00	1.08	98.92	8.46	90.46	100.00	3.94	96.06	37.62	58.44
Rhode Island	16	100.00	.80	99.20	4.24	94.96	100.00	.92	99.08	6.82	92.26
South Carolina	114	100.00	.09	99.91	1.34	98.57	100.00	.55	99.45	6.97	92.48
South Dakota	161	100.00	.17	99.83	1.87	97.96	100.00	1.94	98.06	8.30	89.76
Tennessee	289	100.00	.49	99.51	5.41	94.10	100.00	1.32	98.68	17.99	80.69
Texas	784	100.00	.29	99.71	2.37	97.34	100.00	.41	99.59	9.96	89.63
Utah	60	100.00	.19	99.81	1.66	98.15	100.00	1.18	98.82	9.38	89.44
Vermont	72	100.00	1.16	98.84	12.45	86.39	100.00	7.45	92.55	48.59	43.96
Virginia	312	100.00	.28	99.72	3.40	96.32	100.00	.50	100.50	18.52	81.98
Washington	130	100.00	.15	99.85	2.35	97.50	100.00	.68	99.32	4.95	94.37
West Virginia	174	100.00	.44	99.56	5.44	94.12	100.00	1.68	98.32	30.61	67.71
Wisconsin	546	100.00	.19	99.81	4.87	94.94	100.00	2.36	97.64	19.58	78.06
Wyoming	58	100.00	.32	99.68	3.73	95.95	100.00	.96	99.04	3.46	95.58

¹ Figures in italics represent excess of appraised value of assets over book value. Examiners' net deductions from total assets differ from examiners' net deductions from total capital accounts by the inclusion in the latter of liabilities not shown on the books.

² Includes 1 national bank in Alaska and 1 State bank in Hawaii, not members of the Federal Reserve System.

NOTE: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports: 1940, pp. 180-83; 1939, pp. 170-73.

Table 123. DISTRIBUTION OF INSURED COMMERCIAL BANKS EXAMINED IN 1941 ACCORDING TO NET SOUND CAPITAL RATIO
BANKS GROUPED BY FIXED AND SUBSTANDARD ASSETS RATIO, RATE OF NET EARNINGS, AND AMOUNT OF DEPOSITS

	All banks	Banks with net sound capital per \$100 of appraised value of assets of—								
		\$0.00 or less	\$0.01 to \$4.99	\$5.00 to \$9.99	\$10.00 to \$14.99	\$15.00 to \$19.99	\$20.00 to \$24.99	\$25.00 to \$29.99	\$30.00 to \$34.99	\$35.00 or more
All banks	13,308	10	35	2,942	6,275	2,739	863	266	108	70
Banks with fixed and substandard assets per \$100 of appraised value of assets of—										
\$0.00	53	3	2	10	16	20	.....	1	1	.....
\$0.01 to \$4.99	6,369	.....	16	1,851	3,085	997	294	76	32	18
\$5.00 to \$9.99	4,225	1	3	736	2,091	948	295	99	32	20
\$10.00 to \$14.99	1,649	.....	1	219	744	455	151	40	23	16
\$15.00 to \$19.99	615	1	3	79	220	192	76	24	14	6
\$20.00 to \$24.99	226	2	3	23	77	78	24	14	3	2
\$25.00 to \$29.99	99	1	2	14	29	31	13	7	1	1
\$30.00 to \$34.99	34	.....	2	3	9	12	5	2	1	.....
\$35.00 or more	38	2	3	7	4	6	5	3	1	7
Banks with net current operating earnings per \$100 of total assets of—										
\$-0.50 or less	37	.....	1	9	11	6	5	3	2	.....
\$-0.01 to \$-0.49	146	.....	1	53	50	26	9	5	2	.....
\$0.00 to \$0.49	1,278	2	11	467	537	174	56	19	6	6
\$0.50 to \$0.99	4,115	1	12	1,259	2,000	616	160	44	14	9
\$1.00 to \$1.49	4,313	2	7	817	2,153	946	265	84	29	10
\$1.50 to \$1.99	2,068	.....	1	254	986	555	191	46	21	14
\$2.00 to \$2.49	855	1	1	62	362	259	110	34	15	11
\$2.50 to \$2.99	304	.....	.....	13	127	103	34	17	6	4
\$3.00 or more	170	1	.....	6	40	52	28	14	13	16
Not available	22	3	1	2	9	2	5	.....	.....	.....
Banks with deposits of—										
\$100,000 or less	244	1	1	5	16	60	63	44	26	28
\$100,000 to \$250,000	1,849	1	3	61	531	723	355	122	35	18
\$250,000 to \$500,000	2,992	2	2	315	1,649	749	200	39	24	12
\$500,000 to \$1,000,000	3,134	5	2	784	1,688	532	123	33	9	8
\$1,000,000 to \$2,000,000	2,279	.....	7	645	1,155	380	66	17	7	2
\$2,000,000 to \$5,000,000	1,650	1	5	575	804	213	38	9	3	2
\$5,000,000 to \$10,000,000	559	.....	5	232	252	54	12	1	3	.....
\$10,000,000 to \$50,000,000	454	.....	6	271	145	27	3	1	1	.....
More than \$50,000,000	147	.....	4	104	35	1	3	.....	.....	.....

NOTE. For banks included and explanation of terms, see pages 94-96.
Bank figures— See the following Annual Reports: 1940, p. 184; 1939, p. 174.

Table 124. DISTRIBUTION OF DEPOSITS OF INSURED COMMERCIAL BANKS EXAMINED IN 1941

BANKS GROUPED ACCORDING TO NET SOUND CAPITAL RATIO AND BY FIXED AND SUBSTANDARD ASSETS RATIO,
RATE OF NET EARNINGS, AND AMOUNT OF DEPOSITS

	All banks	Banks with net sound capital per \$100 of appraised value of assets of—								
		\$0.00 or less	\$0.01 to \$4.99	\$5.00 to \$9.99	\$10.00 to \$14.99	\$15.00 to \$19.99	\$20.00 to \$24.99	\$25.00 to \$29.99	\$30.00 to \$34.99	\$35.00 or more
All banks	64,218,740	7,749	786,129	40,647,397	18,549,188	2,856,133	1,129,395	146,247	74,130	22,372
					(In thousands of dollars)					
Banks with fixed and substandard assets per \$100 of appraised value of assets of—										
\$0.00.....	118,020	926	7,494	56,661	39,858	12,845	56	180	.....	.....
\$0.01 to \$4.99.....	44,355,373	.....	742,368	31,147,224	10,919,261	909,968	584,066	30,863	18,201	3,422
\$5.00 to \$9.99.....	14,013,092	503	13,875	7,868,429	4,918,467	873,716	270,010	39,666	21,512	6,914
\$10.00 to \$14.99.....	3,801,206	.....	775	1,110,904	1,930,900	605,767	101,652	41,110	5,147	4,951
\$15.00 to \$19.99.....	1,197,996	673	3,590	317,596	487,737	254,966	92,231	20,581	19,748	874
\$20.00 to \$24.99.....	428,857	1,248	5,636	96,754	161,040	88,104	65,376	8,569	460	1,670
\$25.00 to \$29.99.....	148,160	581	3,213	19,517	54,969	53,487	11,290	3,092	1,375	636
\$30.00 to \$34.99.....	61,356	.....	1,770	8,952	20,348	20,545	2,260	366	7,115	.....
\$35.00 or more.....	94,680	3,818	7,408	21,360	16,608	36,735	2,510	1,944	392	3,905
Banks with net current operating earnings per \$100 of total assets of—										
\$-0.50 or less.....	32,739	.....	247	14,184	12,709	3,266	797	955	581	.....
\$-0.01 to \$-0.49.....	581,208	.....	193	481,184	73,593	23,322	1,716	1,069	131	.....
\$0.00 to \$0.49.....	16,649,872	1,248	463,406	13,296,493	2,466,363	294,047	114,274	11,140	480	2,421
\$0.50 to \$0.99.....	34,365,175	3,695	293,423	23,008,867	10,064,244	807,368	157,855	22,463	5,945	1,315
\$1.00 to \$1.49.....	9,841,302	1,254	24,988	3,441,376	4,472,256	1,155,528	685,144	42,691	13,112	4,953
\$1.50 to \$1.99.....	1,889,681	.....	1,128	312,399	1,054,637	369,263	105,273	23,411	17,084	6,486
\$2.00 to \$2.49.....	564,818	503	2,684	71,512	254,734	122,928	43,726	34,900	32,256	1,575
\$2.50 to \$2.99.....	199,942	.....	8,719	118,392	55,544	8,907	6,470	3,148	923	987
\$3.00 or more.....	74,090	123	6,991	20,675	24,123	10,777	3,147	3,618	3,618	4,635
Not available.....	19,913	926	60	5,672	11,585	744	926	.....	.....	.....
Banks with deposits of—										
\$100,000 or less.....	18,428	20	59	398	1,319	4,949	4,971	3,330	1,811	1,571
\$100,000 to \$250,000.....	333,104	123	688	12,155	102,234	130,336	58,978	20,010	5,820	2,760
\$250,000 to \$500,000.....	1,101,199	583	548	124,658	609,931	266,565	71,948	14,278	8,281	4,407
\$500,000 to \$1,000,000.....	2,244,652	3,327	1,357	530,490	1,208,495	378,294	88,092	23,283	5,651	5,663
\$1,000,000 to \$2,000,000.....	3,215,478	.....	10,251	923,233	1,629,687	521,103	95,596	23,446	9,510	2,652
\$2,000,000 to \$5,000,000.....	5,044,387	3,696	17,536	1,805,426	2,412,430	648,956	112,794	28,634	9,596	5,319
\$5,000,000 to \$10,000,000.....	3,861,431	.....	34,895	1,632,806	1,723,353	363,289	73,902	6,045	22,141	.....
\$10,000,000 to \$50,000,000.....	9,237,454	.....	89,255	5,928,945	2,622,699	484,895	73,119	27,221	11,320	.....
More than \$50,000,000.....	39,162,607	.....	631,540	29,689,286	8,234,040	57,746	549,995	.....	.....	.....

NOTE: For banks included and explanation of terms, see pages 94-96.

Back figures—See the following Annual Reports: 1940, p. 185; 1939, p. 175.

EARNINGS OF INSURED BANKS

Table 125. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS, 1934-1941

(Amounts in thousands of dollars)

	1934	1935	1936	1937	1938	1939	1940	1941
Number of banks ¹	14,137	14,123	13,969	13,795	13,657	13,534	13,438	13,427
Current operating earnings:								
Interest and discount on loans.....	690,601	643,217	663,195	709,962	705,037	726,922	768,770	847,832
Interest and dividends on securities.....	550,092	547,727	573,991	572,019	531,854	521,631	499,650	509,175
Commissions, fees, and collection, exchange, and service charges.....	75,748	90,003	105,056	110,995	115,226	121,525	129,380	139,698
Other current operating earnings.....	202,008	205,188	224,490	240,598	232,263	235,372	233,274	233,196
Gross current operating earnings.....	1,518,449	1,486,135	1,566,732	1,633,574	1,584,380	1,605,500	1,631,074	1,729,901
Current operating expenses:								
Interest on time and savings deposits.....	302,603	262,228	237,222	235,850	229,629	215,237	200,790	190,256
Interest and discount on borrowings.....	7,324	2,647	1,630	1,333	926	622	474	374
Directors' and professional fees.....			10,369	11,239	11,721	12,178	12,439	13,151
Officers' salaries.....	402,038	410,953	177,431	187,024	191,984	196,426	202,357	211,311
Employees' salaries and wages.....			249,611	265,141	269,952	274,934	282,837	302,627
Taxes ²	77,043	79,258	95,327	102,771	99,032	102,344	117,168	145,459
Other expenses of occupancy and maintenance of banking quarters ³	47,747	39,912	52,248	51,457	56,384	53,567	61,811	64,414
Other current operating expenses.....	280,412	288,074	299,738	307,559	294,851	299,795	309,489	330,262
Total current operating expenses.....	1,117,167	1,083,072	1,123,576	1,161,874	1,154,479	1,155,103	1,187,365	1,257,854
Net current operating earnings.....	401,282	403,063	443,156	471,700	429,901	450,397	443,709	472,047
Profits on assets sold or exchanged, recoveries, and reductions in valuation allowances:								
Profits on securities sold or exchanged.....	414,562	428,368	267,922	117,239	172,857	214,959	177,774	145,189
Recoveries and reductions in valuation allowances on loans.....	52,874	81,812	110,595	89,860	56,405	65,531	65,887	70,947
Recoveries and reductions in valuation allowances on securities.....	419,777	428,788	175,092	57,919	61,579	66,495	73,274	73,589
All other recoveries, profits on assets sold, and reductions in valuation allowances.....	32,814	34,484	31,532	43,836	38,381	34,137	32,200	34,728
Total profits on assets sold, recoveries, etc.....	292,027	432,452	585,141	308,854	329,222	381,172	349,135	324,453
Net earnings, profits and recoveries on assets, etc.....	693,309	835,515	1,028,297	780,554	759,123	831,569	792,844	796,500
Losses, charge-offs, and additions to valuation allowances:								
On loans.....	552,857	318,732	250,266	141,537	150,100	136,137	113,699	103,868
On securities.....	391,547	239,193	154,758	176,457	221,903	215,170	193,054	161,073
All other losses, charge-offs, and additions to valuation allowances.....	88,874	70,175	96,641	77,098	82,507	86,938	79,290	69,025
Total losses, charge-offs, etc.....	1,033,278	628,100	501,665	395,092	454,510	438,245	386,043	333,966

Net profits before income taxes and dividends	\$-339,969	\$207,415	\$526,632	\$385,462	\$304,613	\$393,324	\$406,801	\$462,534
Federal and State taxes on net income			\$2,442	\$4,848	\$4,344	\$4,641	\$5,690	\$7,912
Net profits after income taxes	-339,969	207,415	524,190	380,614	300,269	388,683	401,111	454,622
Cash dividends declared and interest paid on capital:								
Interest paid on capital notes and debentures and dividends declared on preferred stock	17,796	33,321	34,531	24,195	19,435	18,448	17,313	17,563
Dividends declared on common capital	169,973	174,216	188,886	201,450	202,674	213,836	219,437	235,833
Total cash dividends declared and interest paid on capital	187,769	207,537	223,417	225,645	222,109	232,284	236,750	253,396
Net profits after dividends	-527,738	-122	300,773	154,969	78,160	156,399	164,361	201,226
Number of active officers, December 31	(?)	(?)	52,518	53,235	54,080	54,713	55,717	57,067
Number of other employees, December 31	(?)	(?)	180,893	188,410	187,189	191,612	197,523	211,115
Total assets⁸	44,941,293	48,213,365	53,576,239	55,109,152	55,127,311	59,790,880	66,485,077	73,510,130

¹ Excludes trust companies not engaged in deposit banking, which submit reports to FDIC (1 for 1934, 1 for 1935, 2 for 1936, 2 for 1937, 2 for 1938, 3 for 1939, 4 for 1940, and 3 for 1941); and banks for which statements are not available (9 for 1934, 2 for 1935, 2 for 1936, 2 for 1938, and 1 for 1939). For additional exclusions and duplications, see pages 97-98.

² Except for 1934 and 1935, excludes income taxes paid by banks submitting reports to FDIC.

³ For banks submitting reports to FDIC, 1936-1941, consists of regular depreciation allowances on banking house, furniture and fixtures plus other expenses of occupancy and maintenance of banking quarters; for banks not submitting reports to FDIC, and in 1934 and 1935 for banks submitting reports to FDIC, consists of regular and extraordinary depreciation allowances on banking house, furniture and fixtures. See pages 98-99.

⁴ Profits on securities available separately only for banks submitting reports to FDIC; included with recoveries for banks not submitting reports to FDIC.

⁵ After payment of income taxes for banks not submitting reports to FDIC, and in 1934 and 1935 for banks submitting reports to FDIC. See footnote 2.

⁶ Income taxes available only for banks submitting reports to FDIC. See footnote 2.

⁷ Not available.

⁸ Total assets are averages of figures at beginning, middle, and end of year for banks submitting statements of assets and liabilities. See page 98.

NOTE: Minus (-) indicates net loss.

Table 126. RATIOS OF EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS, 1934-1941

(Amounts per \$100 of total assets¹)

	1934	1935	1936	1937	1938	1939	1940	1941
Number of banks ²	14,137	14,123	13,969	13,795	13,657	13,534	13,438	13,427
Current operating earnings:								
Interest and discount on loans.....	\$1.53	\$1.33	\$1.24	\$1.29	\$1.28	\$1.22	\$1.16	\$1.15
Interest and dividends on securities.....	1.22	1.14	1.07	1.04	.96	.87	.75	.69
Commissions, fees, and collection, exchange, and service charges.....	.17	.19	.20	.20	.21	.20	.19	.19
Other current operating earnings.....	.45	.42	.41	.44	.42	.39	.35	.32
Gross current operating earnings.....	3.37	3.08	2.92	2.97	2.87	2.68	2.45	2.35
Current operating expenses:								
Interest on time and savings deposits.....	\$0.67	\$0.54	\$0.44	\$0.43	\$0.42	\$0.36	\$0.30	\$0.26
Interest and discount on borrowings.....	.02	.01	.00	.00	.00	.00	.00	.00
Directors' and professional fees.....			.02	.02	.02	.02	.02	.02
Officers' salaries.....	.89	.85	.33	.34	.35	.33	.30	.29
Employees' salaries and wages.....			.47	.48	.49	.46	.43	.41
Taxes ³.....	.17	.16	.18	.19	.18	.17	.18	.20
Other expenses of occupancy and maintenance of banking quarters ⁴.....	.11	.08	.09	.09	.10	.09	.09	.09
Other current operating expenses.....	.62	.60	.56	.56	.53	.50	.47	.44
Total current operating expenses.....	2.48	2.24	2.09	2.11	2.09	1.93	1.79	1.71
Net current operating earnings.....	\$0.89	\$0.84	\$0.83	\$0.86	\$0.78	\$0.75	\$0.66	\$0.64
Profits on assets sold or exchanged, recoveries, and reductions in valuation allowances:								
Profits on securities sold or exchanged.....	\$0.03	\$0.06	\$0.50	\$0.21	\$0.31	\$0.36	\$0.27	\$0.20
Recoveries and reductions in valuation allowances on loans.....	.12	.17	.21	.16	.10	.11	.10	.10
Recoveries and reductions in valuation allowances on securities.....	5.43	5.60	.33	.11	.11	.11	.11	.10
All other recoveries, profits on assets sold, and reductions in valuation allowances.....	.07	.07	.05	.08	.07	.06	.05	.04
Total profits on assets sold, recoveries, etc.....	.65	.90	1.09	.56	.59	.64	.53	.44
Net earnings, profits and recoveries on assets, etc.....	\$1.54	\$1.74	\$1.92	\$1.42	\$1.37	\$1.39	\$1.19	\$1.08
Losses, charge-offs, and additions to valuation allowances:								
On loans.....	\$1.23	\$0.66	\$0.47	\$0.26	\$0.27	\$0.23	\$0.17	\$0.14
On securities.....	.87	.50	.29	.32	.40	.35	.29	.22
All other losses, charge-offs, and additions to valuation allowances.....	.19	.15	.18	.14	.15	.15	.12	.09
Total losses, charge-offs, etc.....	2.29	1.31	.94	.72	.82	.73	.58	.45

Net profits before income taxes and dividends	¢\$-0.75	¢\$0.43	¢\$0.98	¢\$0.70	¢\$0.55	¢\$0.66	¢\$0.61	¢\$0.63
Federal and State taxes on net income ⁷								
Net profits after income taxes	-0.75	.43	.98	.69	.54	.65	.60	.62
Cash dividends declared and interest paid on capital:								
Interest paid on capital notes and debentures and dividends declared on preferred stock	\$0.04	\$0.07	\$0.06	\$0.04	\$0.03	\$0.03	\$0.03	\$0.02
Dividends declared on common capital .....	.38	.36	.36	.37	.37	.36	.33	.33
Total cash dividends declared and interest paid on capital .....	.42	.43	.42	.41	.40	.39	.36	.35
Net profits after dividends	\$-1.17	\$-0.00	\$0.56	\$0.28	\$0.14	\$0.26	\$0.24	\$0.27
Number of active officers, December 31 (average per bank)	(⁸)	(⁸)	3.8	3.9	4.0	4.0	4.1	4.2
Number of other employees, December 31 (average per bank)	(⁸)	(⁸)	12.9	13.7	13.7	14.2	14.7	15.7

¹ Total assets are averages of figures at beginning, middle, and end of year for banks submitting statements of assets and liabilities. See page 98.

² Excludes trust companies not engaged in deposit banking which submit reports to FDIC (1 for 1934, 1 for 1935, 2 for 1936, 2 for 1937, 2 for 1938, 3 for 1939, 4 for 1940, and 3 for 1941); and banks for which statements are not available (9 for 1934, 2 for 1935, 2 for 1936, 2 for 1938, and 1 for 1939.) For additional exclusions and duplications, see pages 97-98.

³ Except for 1934 and 1935, excludes income taxes paid by banks submitting reports to FDIC.

⁴ For banks submitting reports to FDIC, 1936-1941, consists of regular depreciation allowances on banking house, furniture and fixtures plus other expenses of occupancy and maintenance of banking quarters; for banks not submitting reports to FDIC, and in 1934 and 1935 for banks submitting reports to FDIC, consists of regular and extraordinary depreciation allowances on banking house, furniture and fixtures. See pages 98-99.

⁵ Profits on securities available separately only for banks submitting reports to FDIC; included with recoveries for banks not submitting reports to FDIC.

⁶ After payment of income taxes for banks not submitting reports to FDIC, and in 1934 and 1935 for banks submitting reports to FDIC. See footnote 3.

⁷ The amount of income taxes per \$100 of total assets is not shown since income taxes are available only for banks submitting reports to FDIC. See footnote 3.

⁸ Not available.

NOTE: Minus (-) indicates net loss.

Table 127. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS, 1941

BY CLASS OF BANK

(Amounts in thousands of dollars)

	All insured banks ¹	Banks not submitting reports to FDIC			Banks submitting reports to FDIC	All insured banks	
		Members F. R. System		Other ²		Operating throughout the year	Operating less than full year ²
		National	State				
Number of banks	13,427	5,117	1,499	8	6,803	13,348	79
Current operating earnings:							
Interest and discount on loans	847,832	456,067	208,902	805	182,058	845,941	1,891
Interest and dividends on securities	509,175	291,162	154,038	87	63,888	508,115	1,060
Commissions, fees, and collection, exchange, and service charges	139,698	70,186	32,469	278	36,765	139,323	375
Other current operating earnings	233,196	105,534	98,220	76	29,366	230,405	2,791
Gross current operating earnings	1,729,901	922,949	493,629	1,246	312,077	1,723,784	6,117
Current operating expenses:							
Interest on time and savings deposits	190,256	98,708	41,095	176	50,277	189,784	472
Interest and discount on borrowings	374	77	41	.....	256	374	.....
Directors' and professional fees	13,151	5,565	2,595	9	4,982	13,101	50
Officers' salaries	211,311	108,395	54,841	145	47,930	210,323	988
Employees' salaries and wages	302,627	162,869	99,762	247	39,749	301,292	1,335
Taxes ⁴	145,459	84,968	43,997	141	16,353	145,000	459
Other expenses of occupancy and maintenance of banking quarters	64,414	33,796	13,782	16	16,820	64,121	293
Other current operating expenses	330,262	179,293	105,496	254	45,219	328,817	1,445
Total current operating expenses	1,257,854	673,671	361,609	988	221,586	1,252,812	5,042
Net current operating earnings	472,047	249,278	132,020	258	90,491	470,972	1,075
Profits on assets sold or exchanged, recoveries, and reductions in valuation allowances:							
Profits on securities sold or exchanged	145,189	79,951	48,981	21	16,236	144,682	507
Recoveries and reductions in valuation allowances on loans	70,947	43,608	15,303	23	12,013	70,828	119
Recoveries and reductions in valuation allowances on securities	73,589	48,154	15,831	16	9,588	73,535	54
All other recoveries, profits on assets sold, and reductions in valuation allowances	34,728	14,959	11,523	1	8,245	34,577	151
Total profits on assets sold, recoveries, etc.	324,453	186,672	91,638	61	46,082	323,622	831
Net earnings, profits and recoveries on assets, etc.	796,500	435,950	223,658	319	136,573	794,594	1,906

Losses, charge-offs, and additions to valuation allowances:							
On loans.....	103,868	51,868	31,717	78	20,205	103,694	174
On securities.....	161,073	92,095	45,620	34	23,324	160,823	250
All other losses, charge-offs, and additions to valuation allowances.....	69,025	23,488	25,145	24	20,368	68,545	480
Total losses, charge-offs, etc.....	333,966	167,451	102,482	136	63,897	333,062	904
Net profits before income taxes and dividends	462,534	268,499	121,176	183	72,676	461,532	1,002
Federal and State taxes on net income.....	77,912	(7)	(7)	(7)	7,912	77,888	724
Net profits after income taxes.....	454,622	268,499	121,176	183	64,764	453,644	978
Cash dividends declared and interest paid on capital:							
Interest paid on capital notes and debentures and dividends declared on preferred stock.....	17,563	8,195	4,928	16	4,424	17,529	34
Dividends declared on common capital.....	235,833	139,447	73,404	124	22,858	235,034	799
Total cash dividends declared and interest paid on capital.....	253,396	147,642	78,332	140	27,282	252,563	833
Net profits after dividends.....	201,226	120,857	42,844	43	37,482	201,081	145
Number of active officers, December 31.....	57,067	26,571	9,895	46	20,555	56,761	306
Number of other employees, December 31.....	211,115	112,753	63,695	208	34,459	210,026	1,089

¹ Excludes 3 trust companies not engaged in deposit banking, which submit reports to FDIC.

² National banks in the possessions and State banks in the District of Columbia, not members of the Federal Reserve System.

³ Banks submitting reports covering less than the full year's operations or materially affected by mergers. Also includes: 6 trust companies not engaged in deposit banking, which do not submit reports to FDIC; and 1 insured bank in the possessions, which submits report to FDIC. Includes, in addition, data for 17 national banks which reported for the first half of the year only.

⁴ Excludes income taxes paid by banks submitting reports to FDIC.

⁵ Consists of regular and extraordinary depreciation allowances on banking house, furniture and fixtures for banks not submitting reports to FDIC. See pages 98-99.

⁶ After payment of income taxes for banks not submitting reports to FDIC. See footnote 4.

⁷ Income taxes available only for banks submitting reports to FDIC. See footnote 4.

Back figures—See Table 125, and the following Annual Reports: 1940, p. 194; 1939, p. 182; 1938, p. 214; 1937, p. 141 and p. 144; 1936, p. 165; 1935, p. 198.

Table 128. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS, 1941

BANKS GROUPED ACCORDING TO AMOUNT OF DEPOSITS

	All banks	Banks with deposits of— ¹							
		\$100,000 or less	\$100,000 to \$250,000	\$250,000 to \$500,000	\$500,000 to \$1,000,000	\$1,000,000 to \$2,000,000	\$2,000,000 to \$5,000,000	\$5,000,000 to \$50,000,000	More than \$50,000,000
Number of banks ²	13,348	215	1,728	2,880	3,132	2,433	1,718	1,076	166
		(In thousands of dollars)							
Current operating earnings:									
Interest and discount on loans.....	845,941	861	12,402	34,169	62,726	81,553	107,371	209,156	337,703
Interest and dividends on securities.....	508,115	108	2,283	8,364	18,807	30,757	47,732	107,905	292,159
Commissions, fees, and collection, exchange, and service charges.....	139,323	193	2,727	7,208	11,435	14,204	18,341	39,541	45,674
Other current operating earnings.....	230,405	129	597	2,000	4,530	7,272	15,270	60,092	140,515
Gross current operating earnings.....	1,723,784	1,291	18,009	51,741	97,498	133,786	188,714	416,694	816,051
Current operating expenses:									
Interest on time and savings deposits.....	189,784	75	1,918	7,068	15,531	21,704	30,986	52,914	59,588
Interest and discount on borrowings.....	374	8	11	15	26	19	41	246	8
Directors' and professional fees.....	13,101	22	285	890	1,556	1,956	2,457	3,315	2,620
Officers' salaries.....	210,323	385	4,755	12,023	19,420	22,502	26,811	49,453	74,974
Employees' salaries and wages.....	301,292	102	1,061	3,544	8,243	15,335	26,384	76,526	170,097
Taxes ³	145,000	80	905	2,684	5,959	9,190	13,888	34,692	77,602
Other expenses of occupancy and maintenance of banking quarters ⁴	64,121	76	839	2,192	3,803	5,314	7,986	17,940	25,971
Other current operating expenses.....	328,817	221	2,765	7,881	14,908	20,999	31,352	80,783	169,908
Total current operating expenses.....	1,252,812	969	12,539	36,297	69,446	97,019	139,905	315,869	580,768
Net current operating earnings.....	470,972	322	5,470	15,444	28,052	36,767	48,809	100,825	235,283
Profits on assets sold or exchanged, recoveries, and reductions in valuation allowances:									
Profits on securities sold or exchanged.....	144,682	9	309	1,218	3,340	6,260	10,541	33,808	89,197
Recoveries and reductions in valuation allowances on loans.....	70,828	99	1,049	2,506	4,047	4,720	7,744	15,783	34,880
Recoveries and reductions in valuation allowances on securities.....	73,535	3	264	884	2,409	4,053	7,843	19,554	38,525
All other recoveries, profits on assets sold, and reductions in valuation allowances.....	34,577	23	388	970	1,944	2,598	4,014	9,676	14,964
Total profits on assets sold, recoveries, etc.....	323,622	134	2,010	5,578	11,740	17,631	30,142	78,821	177,566
Net earnings, profits and recoveries on assets, etc.....	794,594	456	7,480	21,022	39,792	54,398	78,951	179,646	412,849
Losses, charge-offs, and additions to valuation allowances:									
On loans.....	103,694	99	1,376	2,805	5,192	6,798	10,988	24,001	52,435
On securities.....	160,823	15	331	1,674	5,147	9,527	18,287	43,340	82,502
All other losses, charge-offs, and additions to valuation allowances.....	68,545	60	790	1,837	3,112	4,999	8,097	20,243	29,467
Total losses, charge-offs, etc.....	333,062	174	2,497	6,316	13,451	21,324	37,312	87,584	164,404

Net profits before income taxes and dividends	\$461,532	\$282	\$4,983	\$14,706	\$26,341	\$33,074	\$41,639	\$92,062	\$248,445
Federal and State taxes on net income	\$7,888	\$30	\$401	\$989	\$1,457	\$1,318	\$1,329	\$2,079	\$285
Net profits after income taxes	453,644	252	4,582	13,717	24,884	31,756	40,310	89,983	248,160
Cash dividends declared and interest paid on capital:									
Interest paid on capital notes and debentures and dividends declared on preferred stock	17,529	23	239	464	1,046	1,607	2,408	5,478	6,264
Dividends declared on common capital	235,034	91	1,621	5,043	9,599	12,847	17,142	40,296	148,395
Total cash dividends declared and interest paid on capital	252,563	114	1,860	5,507	10,645	14,454	19,550	45,774	154,659
Net profits after dividends	201,081	138	2,722	8,210	14,239	17,302	20,760	44,209	93,501
Number of active officers, December 31	56,761	343	3,416	7,119	9,570	8,855	8,051	9,927	9,480
Number of other employees, December 31	210,026	200	1,925	5,231	9,627	14,247	20,852	53,727	104,217
Total assets, December 31	76,631,801	24,303	413,115	1,319,231	2,678,601	3,999,977	6,018,211	15,501,849	46,676,514

¹ Total deposits are as of December 31 for banks not submitting reports to FDIC, and are averages of figures for December 31, 1940, June 30, 1941, and December 31, 1941, for banks submitting reports to FDIC.

² For banks included see footnotes 1 and 3 of Table 127.

³ Excludes income taxes paid by banks submitting reports to FDIC.

⁴ Consists of regular and extraordinary depreciation allowances on banking house, furniture and fixtures for banks not submitting reports to FDIC. See pages 98-99.

⁵ After payment of income taxes for banks not submitting reports to FDIC. See footnote 3.

⁶ Income taxes available only for banks submitting reports to FDIC. See footnote 3.

Table 129. RATIOS OF EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS, 1941

BANKS GROUPED ACCORDING TO AMOUNT OF DEPOSITS

	All banks	Banks with deposits of—							
		\$100,000 or less	\$100,000 to \$250,000	\$250,000 to \$500,000	\$500,000 to \$1,000,000	\$1,000,000 to \$2,000,000	\$2,000,000 to \$5,000,000	\$5,000,000 to \$50,000,000	More than \$50,000,000
Number of banks ²	13,348	215	1,728	2,880	3,132	2,433	1,718	1,076	166
		(Amounts per \$100 of total assets ³)							
Current operating earnings:									
Interest and discount on loans.....	\$1.11	\$3.55	\$3.00	\$2.59	\$2.34	\$2.04	\$1.78	\$1.35	\$0.72
Interest and dividends on securities.....	.66	.44	.55	.63	.70	.77	.80	.70	.63
Commissions, fees, and collection, exchange, and service charges.....	.18	.79	.66	.55	.43	.36	.31	.26	.10
Other current operating earnings.....	.30	.53	.14	.15	.17	.18	.25	.39	.30
Gross current operating earnings.....	2.25	5.31	4.35	3.92	3.64	3.35	3.14	2.70	1.75
Current operating expenses:									
Interest on time and savings deposits.....	\$0.25	\$0.31	\$0.46	\$0.54	\$0.58	\$0.55	\$0.51	\$0.34	\$0.13
Interest and discount on borrowings.....	.00	.03	.00	.00	.00	.00	.00	.00	.00
Directors' and professional fees.....	.02	.09	.07	.07	.06	.05	.04	.02	.01
Officers' salaries.....	.27	1.59	1.15	.91	.73	.57	.45	.32	.16
Employees' salaries and wages.....	.39	.42	.26	.27	.31	.38	.44	.50	.36
Taxes ⁴.....	.19	.33	.22	.20	.22	.23	.23	.22	.17
Other expenses of occupancy and maintenance of banking quarters ⁵.....	.08	.31	.20	.17	.14	.13	.13	.12	.06
Other current operating expenses.....	.43	.91	.67	.59	.55	.52	.52	.53	.35
Total current operating expenses.....	1.63	3.99	3.03	2.75	2.59	2.43	2.32	2.05	1.24
Net current operating earnings.....	\$0.62	\$1.32	\$1.32	\$1.17	\$1.05	\$0.92	\$0.82	\$0.65	\$0.51
Profits on assets sold or exchanged, recoveries, and reductions in valuation allowances:									
Profits on securities sold or exchanged.....	\$0.19	\$0.04	\$0.07	\$0.09	\$0.13	\$0.16	\$0.18	\$0.22	\$0.19
Recoveries and reductions in valuation allowances on loans.....	.09	.41	.27	.19	.16	.12	.13	.10	.07
Recoveries and reductions in valuation allowances on securities.....	.10	.01	.06	.07	.09	.10	.13	.13	.08
All other recoveries, profits on assets sold, and reductions in valuation allowances.....	.04	.10	.09	.07	.07	.06	.07	.07	.03
Total profits on assets sold, recoveries, etc.....	.42	.56	.49	.42	.45	.44	.51	.52	.37
Net earnings, profits and recoveries on assets, etc.....	\$1.04	\$1.88	\$1.81	\$1.59	\$1.50	\$1.36	\$1.33	\$1.17	\$0.88
Losses, charge-offs, and additions to valuation allowances:									
On loans.....	\$0.14	\$0.41	\$0.33	\$0.21	\$0.20	\$0.17	\$0.18	\$0.16	\$0.11
On securities.....	.21	.06	.08	.13	.20	.24	.31	.28	.18
All other losses, charge-offs, and additions to valuation allowances.....	.08	.25	.19	.14	.12	.12	.14	.13	.06
Total losses, charge-offs, etc.....	.43	.72	.60	.48	.52	.53	.63	.57	.35

Net profits before income taxes and dividends	\$0.61	\$1.16	\$1.21	\$1.11	\$0.98	\$0.83	\$0.70	\$0.60	\$0.53
Federal and State taxes on net income ⁷									
Net profits after income taxes .....	.60	1.04	1.11	1.04	.93	.80	.68	.58	.53
Cash dividends declared and interest paid on capital:									
Interest paid on capital notes and debentures and dividends declared on preferred stock	\$0.02	\$0.10	\$0.06	\$0.04	\$0.04	\$0.04	\$0.04	\$0.04	\$0.01
Dividends declared on common capital .....	.32	.37	.39	.38	.36	.33	.29	.26	.32
Total cash dividends declared and interest paid on capital .....	.34	.47	.45	.42	.40	.37	.33	.30	.33
Net profits after dividends	\$0.26	\$0.57	\$0.66	\$0.62	\$0.53	\$0.43	\$0.35	\$0.28	\$0.20
Number of active officers, December 31 (average per bank)	4.2	1.6	2.0	2.5	3.1	3.6	4.7	9.2	57.1
Number of other employees, December 31 (average per bank) . . .	15.7	.9	1.1	1.8	3.1	5.9	12.1	49.9	627.8

¹ Total deposits are as of December 31, for banks not submitting reports to FDIC, and are averages of figures for December 31, 1940, June 30, 1941, and December 31, 1941, for banks submitting reports to FDIC.

² For banks included see footnotes 1 and 3 of Table 127.

³ Total assets are as of December 31.

⁴ Excludes income taxes paid by banks submitting reports to FDIC.

⁵ Consists of regular and extraordinary depreciation allowances on banking house, furniture and fixtures for banks not submitting reports to FDIC. See pages 98-99.

⁶ After payment of income taxes for banks not submitting reports to FDIC. See footnote 4.

⁷ The amount of income taxes per \$100 of total assets is not shown since income taxes are available only for banks submitting reports to FDIC. See footnote 4.

NOTE: The ratios shown in this table are understated in comparison with those shown in Table 126. The base used in the computation of the ratios for this table consists of total assets as of December 31, whereas the base used in computing the ratios shown in Table 126 consists of the average of total assets for three call dates—at the beginning, middle and end of the year. Due to the large growth in total assets which occurred during the year 1941, the use of year-end figures understates the results of operations over the year period. However, the figures within each table are entirely comparable to each other and the columns within each table may be compared.

Table 130. DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATE OF NET EARNINGS, 1941

BANKS GROUPED BY AMOUNT OF DEPOSITS, POPULATION OF CENTER IN WHICH LOCATED, RATIO OF LOANS TO TOTAL ASSETS, RATE OF INCOME ON LOANS, RATIO OF TIME AND SAVINGS DEPOSITS TO TOTAL DEPOSITS, AND RATE OF INTEREST PAID ON TIME AND SAVINGS DEPOSITS

	All banks	Banks with net current operating earnings per \$100 of total assets of— ¹								
		\$-0.50 or less	\$-0.01 to \$-0.49	\$0.00 to \$0.49	\$0.50 to \$0.99	\$1.00 to \$1.49	\$1.50 to \$1.99	\$2.00 to \$2.49	\$2.50 to \$2.99	\$3.00 or more
All banks².....	13,320	22	97	1,049	4,453	4,481	2,081	742	240	155
Banks with deposits of—¹										
\$100,000 or less.....	219	2	7	22	49	64	34	21	6	14
\$100,000 to \$250,000.....	1,816	8	17	112	407	520	393	201	90	68
\$250,000 to \$500,000.....	3,051	2	15	193	848	991	612	244	88	58
\$500,000 to \$1,000,000.....	3,133	5	16	188	964	1,201	541	167	38	13
\$1,000,000 to \$2,000,000.....	2,320	2	13	189	823	888	313	78	12	2
\$2,000,000 to \$5,000,000.....	1,642	2	17	151	759	532	150	25	6	.....
\$5,000,000 to \$10,000,000.....	548	.....	8	71	277	165	24	3	.....	.....
\$10,000,000 to \$50,000,000.....	448	1	4	80	243	103	14	3	.....	.....
More than \$50,000,000.....	143	.....	.....	43	83	17	.....	.....	.....	.....
Banks in centers with population of—										
Less than 250.....	592	1	4	44	147	204	122	42	15	13
250 to 500.....	1,465	1	10	83	416	471	291	114	45	34
500 to 1,000.....	2,230	4	15	151	624	724	435	178	60	39
1,000 to 2,500.....	2,920	6	14	172	819	1,072	542	200	63	32
2,500 to 5,000.....	1,747	1	10	139	573	626	266	88	30	14
5,000 to 10,000.....	1,427	4	12	112	500	552	186	52	6	3
10,000 to 25,000.....	1,200	2	11	104	556	366	122	26	7	6
25,000 to 50,000.....	533	1	4	58	246	175	37	4	3	5
50,000 or more.....	1,206	2	17	186	572	291	80	38	11	9
Banks with loans per \$100 of total assets of—¹										
Less than \$10.00 ³	154	2	10	52	59	23	5	.....	2	1
\$10.00 to \$19.99.....	1,048	6	31	248	504	48	.....	8	4	1
\$20.00 to \$29.99.....	2,456	7	15	342	1,157	706	177	39	8	5
\$30.00 to \$39.99.....	3,405	4	26	239	1,366	1,194	422	110	30	14
\$40.00 to \$49.99.....	3,131	.....	10	113	874	1,288	558	205	55	23
\$50.00 to \$59.99.....	2,034	2	2	39	395	765	539	194	59	39
\$60.00 to \$69.99.....	814	.....	3	12	74	249	245	131	59	41
\$70.00 to \$79.99.....	249	.....	.....	4	23	56	80	47	23	19
\$80.00 or more.....	29	1	.....	.....	1	2	7	8	3	7

Banks with income on loans ¹ per \$100 of total loans of— ¹										
Less than \$4.00 ²	457	.....	12	121	243	50	20	5	6	.....
\$4.00 to \$4.99.....	1,537	4	8	216	790	414	79	19	3	4
\$5.00 to \$5.99.....	4,101	8	32	315	1,677	1,564	413	70	16	6
\$6.00 to \$6.99.....	3,636	6	23	233	1,111	1,376	677	159	38	13
\$7.00 to \$7.99.....	1,693	1	10	74	339	616	429	165	42	17
\$8.00 to \$8.99.....	905	1	4	49	165	250	235	137	40	24
\$9.00 to \$9.99.....	425	.....	3	16	65	108	103	85	28	17
\$10.00 to \$10.99.....	208	1	3	9	31	43	51	35	19	16
\$11.00 to \$11.99.....	152	1	1	11	17	20	31	32	19	20
\$12.00 or more.....	206	.....	1	5	15	40	43	35	29	38
Banks with time and savings deposits per \$100 of total deposits of— ¹										
None.....	447	1	5	43	113	135	88	35	15	12
Less than \$10.00.....	886	3	6	88	246	239	157	91	27	29
\$10.00 to \$19.99.....	1,451	2	14	78	456	424	262	146	50	19
\$20.00 to \$29.99.....	1,791	3	11	123	535	589	314	137	45	34
\$30.00 to \$39.99.....	2,010	3	12	139	646	691	351	110	39	19
\$40.00 to \$49.99.....	2,096	2	12	177	748	696	326	98	22	15
\$50.00 to \$59.99.....	2,052	4	16	183	745	755	269	58	17	5
\$60.00 to \$69.99.....	1,633	1	11	133	627	621	197	30	11	2
\$70.00 to \$79.99.....	706	2	9	63	272	256	80	19	2	3
\$80.00 or more.....	248	1	1	22	65	75	37	18	12	17
Banks with no time and savings deposits.....	447	1	5	43	113	135	88	35	15	12
Banks paying interest per \$100 of time and savings deposits of— ¹										
Less than \$0.50.....	204	.....	2	48	79	40	20	10	2	3
\$0.50 to \$0.99.....	1,757	6	22	217	804	508	165	28	4	3
\$1.00 to \$1.49.....	2,750	3	26	274	1,121	936	273	77	25	15
\$1.50 to \$1.99.....	4,832	8	28	312	1,482	1,767	844	273	74	44
\$2.00 to \$2.49.....	2,809	4	10	123	729	940	577	261	96	64
\$2.50 or more.....	521	.....	4	27	125	155	114	58	24	14

¹ Asset and liability items are averages of figures for December 31, 1940, April 4, 1941, June 30, 1941, and September 24, 1941, for banks not submitting reports to FDIC; and of figures for December 31, 1940, June 30, 1941, and December 31, 1941, for banks submitting reports to FDIC.

² For explanation of banks included, see pages 97-98.

³ Includes 5 cash depositories with no loans.

⁴ Income on loans consists of the amount reported against the caption, "Interest and discount on loans", which includes renewal, mortgage, and other fees charged in connection with loans owned by the bank for banks submitting reports to FDIC.

Back figures—See the following Annual Reports: 1940, pp. 196, 199, 201, 202, 203; 1939, pp. 184, 187, 188. For comparability of figures of net current operating earnings, see pages 98-99.

Table 131. DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATE OF NET PROFITS, 1941
BANKS GROUPED BY AMOUNT OF DEPOSITS, POPULATION OF CENTER IN WHICH LOCATED, AND RATE OF NET EARNINGS

	All banks	Banks with losses—total	Banks with profits—total	Banks with net profits before dividends per \$100 of total assets of— ¹								
				\$-.50 or less	\$-.01 to \$-.49	\$0.00 to \$0.49	\$0.50 to \$0.99	\$1.00 to \$1.49	\$1.50 to \$1.99	\$2.00 to \$2.49	\$2.50 to \$2.99	\$3.00 or more
All banks²	13,320	727	12,593	285	442	1,753	4,461	3,530	1,678	665	277	229
Banks with deposits of—¹												
\$100,000 or less.....	219	24	195	12	12	33	50	40	37	11	10	14
\$100,000 to \$250,000.....	1,816	111	1,705	43	68	192	395	432	338	180	79	89
\$250,000 to \$500,000.....	3,051	187	2,914	50	87	285	848	884	493	240	88	76
\$500,000 to \$1,000,000.....	3,133	150	2,983	65	85	356	1,000	929	455	143	63	37
\$1,000,000 to \$2,000,000.....	2,320	137	2,183	49	88	328	863	667	226	62	29	8
\$2,000,000 to \$5,000,000.....	1,642	112	1,530	45	67	288	720	391	98	22	7	4
\$5,000,000 to \$10,000,000.....	548	30	518	14	16	114	269	112	17	4	1	1
\$10,000,000 to \$50,000,000.....	448	22	426	6	16	105	238	66	14	3		
More than \$50,000,000.....	143	4	139	1	3	52	78	9				
Banks in centers with population of—												
Less than 250.....	592	31	561	13	18	58	147	155	114	49	19	19
250 to 500.....	1,465	78	1,387	30	48	153	411	374	251	99	46	53
500 to 1,000.....	2,230	117	2,113	36	81	235	628	622	330	161	73	64
1,000 to 2,500.....	2,920	140	2,780	58	82	304	871	862	438	189	71	45
2,500 to 5,000.....	1,747	87	1,660	43	44	237	590	480	227	72	34	20
5,000 to 10,000.....	1,427	79	1,348	30	49	210	530	402	139	45	13	9
10,000 to 25,000.....	1,200	88	1,112	34	54	179	513	302	83	18	10	7
25,000 to 50,000.....	533	28	505	12	16	102	233	123	33	6	3	5
50,000 or more.....	1,206	79	1,127	29	50	275	538	210	63	26	8	7
Banks with net current operating earnings per \$100 of total assets of—¹												
\$-.50 or less.....	22	16	6	12	4	5	1					
\$-.01 to \$-.49.....	97	42	55	18	24	33	17	4	1			
\$0.00 to \$0.49.....	1,049	134	915	46	88	499	305	85	15	4	4	3
\$0.50 to \$0.99.....	4,453	277	4,176	104	173	808	2,503	656	126	39	19	25
\$1.00 to \$1.49.....	4,481	177	4,304	66	111	320	1,357	2,021	469	85	30	22
\$1.50 to \$1.99.....	2,081	62	2,019	32	30	65	229	644	797	205	48	31
\$2.00 to \$2.49.....	742	13	729	5	8	13	35	95	231	252	68	35
\$2.50 to \$2.99.....	240	3	237	1	2	5	10	18	31	61	79	33
\$3.00 or more.....	155	3	152	1	2	5	4	7	8	19	29	80

¹ Asset and liability items are averages of figures for December 31, 1940, April 4, 1941, June 30, 1941 and September 24, 1941, for banks not submitting reports to FDIC; and of figures for December 31, 1940, June 30, 1941, and December 31, 1941, for banks submitting reports to FDIC.

² For explanation of banks included, see pages 97-98.

Back figures—See the following Annual Reports: 1940, pp. 197, 198; 1939, pp. 185, 186. For comparability of figures of net current operating earnings, see pages 98-99.

Table 132. DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATE OF INCOME ON LOANS, 1941

BANKS GROUPED BY AMOUNT OF DEPOSITS, POPULATION OF CENTER IN WHICH LOCATED, AND RATIO OF LOANS TO TOTAL ASSETS

	All banks	Banks with income on loans ¹ per \$100 of total loans of— ²									
		Less than \$4.00 ³	\$4.00 to \$4.99	\$5.00 to \$5.99	\$6.00 to \$6.99	\$7.00 to \$7.99	\$8.00 to \$8.99	\$9.00 to \$9.99	\$10.00 to \$10.99	\$11.00 to \$11.99	\$12.00 or more
All banks⁴	13,320	457	1,537	4,101	3,636	1,693	905	425	208	152	206
Banks with deposits of—²											
\$100,000 or less	219	4	5	12	35	46	38	27	18	12	22
\$100,000 to \$250,000	1,816	18	68	264	475	379	255	152	69	59	77
\$250,000 to \$500,000	3,051	37	175	742	977	517	311	126	56	48	62
\$500,000 to \$1,000,000	3,133	44	231	1,022	1,034	424	204	82	47	20	25
\$1,000,000 to \$2,000,000	2,320	54	272	942	688	224	80	25	11	8	16
\$2,000,000 to \$5,000,000	1,642	64	339	764	348	92	13	10	5	3	4
\$5,000,000 to \$10,000,000	548	44	205	229	56	8	2	3	1	1	1
\$10,000,000 to \$50,000,000	448	91	208	118	23	3	2	2	2	1	1
More than \$50,000,000	143	101	34	8							
Banks in centers with population of—											
Less than 250	592	7	35	151	185	114	64	20	7	5	4
250 to 500	1,465	19	86	364	452	269	121	76	30	22	26
500 to 1,000	2,230	24	141	563	706	337	213	114	46	39	47
1,000 to 2,500	2,920	52	199	807	910	441	234	114	62	42	59
2,500 to 5,000	1,747	26	145	605	485	222	150	50	27	14	23
5,000 to 10,000	1,427	31	179	543	392	155	74	21	11	10	11
10,000 to 25,000	1,200	46	198	495	297	99	27	15	7	6	10
25,000 to 50,000	533	25	147	235	86	21	6	5	4	4	4
50,000 or more	1,206	227	407	338	123	35	16	10	18	10	22
Banks with loans per \$100 of total assets of—²											
Less than \$10.00 ³	154	17	21	29	34	14	11	5	7	5	11
\$10.00 to \$19.99	1,048	95	161	306	231	93	59	34	22	17	30
\$20.00 to \$29.99	2,456	126	352	771	607	286	153	60	34	25	42
\$30.00 to \$39.99	3,405	100	443	1,046	908	423	240	116	52	31	46
\$40.00 to \$49.99	3,131	53	293	1,033	883	424	219	119	46	35	26
\$50.00 to \$59.99	2,034	37	201	610	639	292	148	51	23	18	15
\$60.00 to \$69.99	814	24	48	239	256	126	58	31	15	5	12
\$70.00 to \$79.99	249	5	18	65	71	35	16	7	4	9	19
\$80.00 or more	29			2	7		1	2	5	7	5

EARNINGS OF INSURED BANKS

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¹ Income on loans consists of the amount reported against the caption, "Interest and discount on loans," which includes renewal, mortgage, and other fees charged in connection with loans owned by the bank for banks submitting reports to FDIC.

² Asset and liability items are averages of figures for December 31, 1940, April 4, 1941, June 30, 1941 and September 24, 1941, for banks not submitting reports to FDIC; and of figures for December 31, 1940, June 30, 1941, and December 31, 1941, for banks submitting reports to FDIC.

³ Includes 5 cash depositories with no loans.

⁴ For explanation of banks included, see pages 97-98.

Back figures—See the Annual Report for 1940, pp. 199, 200.

Table 133. DISTRIBUTION OF INSURED COMMERCIAL BANKS ACCORDING TO RATE OF INTEREST PAID ON TIME AND SAVINGS DEPOSITS, 1941
BANKS GROUPED BY AMOUNT OF DEPOSITS, POPULATION OF CENTER IN WHICH LOCATED, AND
RATIO OF TIME AND SAVINGS DEPOSITS TO TOTAL DEPOSITS

	All banks	Banks with no time and savings deposits	Banks paying interest per \$100 of time and savings deposits of— ¹					\$2.50 or more
			Less than \$0.50	\$0.50 to \$0.99	\$1.00 to \$1.49	\$1.50 to \$1.99	\$2.00 to \$2.49	
All banks²	13,320	447	204	1,757	2,750	4,832	2,809	521
Banks with deposits of—¹								
\$100,000 or less	219	33	3	3	20	60	69	31
\$100,000 to \$250,000	1,816	131	12	38	138	667	656	174
\$250,000 to \$500,000	3,051	136	37	132	378	1,223	970	175
\$500,000 to \$1,000,000	3,133	91	50	234	601	1,354	695	108
\$1,000,000 to \$2,000,000	2,320	43	26	408	626	886	305	26
\$2,000,000 to \$5,000,000	1,642	9	27	452	562	492	93	7
\$5,000,000 to \$10,000,000	548	1	10	214	221	87	15	.....
\$10,000,000 to \$50,000,000	448	3	17	202	161	59	6	.....
More than \$50,000,000	143	.....	22	74	43	4	.....	.....
Banks in centers with population of—								
Less than 250	592	11	1	13	46	250	216	55
250 to 500	1,465	49	3	31	142	594	540	106
500 to 1,000	2,230	106	15	95	282	906	704	122
1,000 to 2,500	2,920	137	44	181	532	1,160	705	161
2,500 to 5,000	1,747	82	31	187	376	704	321	46
5,000 to 10,000	1,427	43	23	248	374	537	181	21
10,000 to 25,000	1,200	13	28	310	382	382	79	6
25,000 to 50,000	533	2	12	178	224	99	16	2
50,000 or more	1,206	4	47	514	392	200	47	2
Banks with time and savings deposits per \$100 of total deposits of—¹								
None	447	447	.....	.....	.....	.....	.....	.....
Less than \$10.00	886	.....	142	127	167	194	167	89
\$10.00 to \$19.99	1,451	.....	19	252	251	487	339	103
\$20.00 to \$29.99	1,791	.....	10	194	335	718	447	87
\$30.00 to \$39.99	2,010	.....	8	242	384	764	524	88
\$40.00 to \$49.99	2,096	.....	15	307	437	787	487	63
\$50.00 to \$59.99	2,052	.....	6	308	463	807	413	55
\$60.00 to \$69.99	1,633	.....	3	221	450	674	263	22
\$70.00 to \$79.99	706	.....	.....	77	201	310	110	8
\$80.00 or more	248	.....	1	29	62	91	59	6

¹ Asset and liability items are averages of figures for December 31, 1940, April 4, 1941, June 30, 1941, and September 24, 1941, for banks not submitting reports to FDIC; and of figures for December 31, 1940, June 30, 1941, and December 31, 1941, for banks submitting reports to FDIC.

² For explanation of banks included, see pages 97-98.

Back figures—See the following Annual Reports: 1940, pp. 202, 203; 1939, p. 189.

Table 134. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED MUTUAL SAVINGS BANKS, 1934-1941

(Amounts in thousands of dollars)

	1934	1935	1936	1937	1938	1939	1940	1941
Number of banks ¹	68	56	56	56	48	51	53	52
Current operating earnings:								
Interest and discount on loans.....	25,059	20,769	18,893	18,759	20,328	25,075	27,879	27,749
Interest and dividends on securities.....	18,866	17,152	16,551	15,649	15,581	22,489	32,251	31,023
Other current operating earnings.....	3,894	4,811	5,937	7,640	8,562	9,392	10,835	10,775
Gross current operating earnings.....	47,819	42,732	41,381	42,048	44,471	56,956	70,965	69,547
Current operating expenses:								
Officers' salaries, directors' and professional fees.....	3,509	3,162	1,416	1,561	1,556	1,988	2,422	2,521
Employees' salaries and wages.....			1,928	2,048	2,141	3,361	4,827	5,080
Taxes (other than on income).....	22,866	23,049	3,111	3,800	4,128	4,798	5,489	5,432
Other expenses of occupancy and maintenance of banking quarters.....	394	3124	606	751	700	931	1,461	1,915
Other current operating expenses.....	5,474	6,554	7,288	7,653	7,778	8,628	8,343	8,396
Total current operating expenses.....	11,943	12,889	14,349	15,813	16,303	19,706	22,542	23,344
Net current operating earnings.....	35,876	29,843	27,032	26,235	28,168	37,250	48,423	46,203
Profits and recoveries on assets, etc.:								
Profits on securities sold or exchanged.....	1,355	2,457	4,032	3,466	4,244	8,207	6,885	13,996
Profits on other assets sold or exchanged.....	(⁴)	(⁴)	1,843	2,414	2,250	781	373	913
Recoveries and reductions in valuation allowances on loans.....	702	1,813	999	774	693	345	405	462
Recoveries and reductions in valuation allowances on securities.....	833	1,170	263	93	108	1,163	1,615	3,432
All other recoveries and reductions in valuation allowances.....	2,591	1,527	4,524	3,675	1,057	3,436	2,964	4,211
Total profits on assets sold, recoveries, etc.....	5,481	6,967	11,661	10,422	8,352	13,932	12,242	23,014
Net earnings, profits and recoveries on assets, etc.....	41,357	36,810	38,693	36,657	36,520	51,182	60,665	69,217
Losses, charge-offs, and additions to valuation allowances:								
On loans.....	2,567	2,557	1,656	4,874	1,127	2,446	18,230	6,030
On securities.....	5,300	3,276	3,101	7,089	13,409	9,914	14,144	16,470
All other losses, charge-offs, and additions to valuation allowances.....	3,230	2,642	6,868	3,266	13,810	13,701	15,280	12,348
Total losses, charge-offs, etc.....	11,097	8,475	11,625	15,229	28,346	26,061	47,654	34,848
Net profits before income taxes and dividends.....	(⁵)	(⁵)	27,068	21,428	8,174	25,121	13,011	34,369
Federal and State taxes on net income.....	(⁵)	(⁵)	6	8	8	29	117	97
Net profits available for distribution to depositors and for addition to capital funds.....	30,260	28,335	27,062	21,420	8,166	25,092	12,894	34,272
Interest and dividends paid depositors and interest paid on capital:								
Interest and dividends paid depositors.....	26,701	22,132	19,607	19,262	19,304	26,550	31,363	29,684
Interest paid on capital notes and debentures.....	1,550	297	479	407	393	359	405	344
Total interest and dividends.....	28,251	22,429	20,086	19,669	19,697	26,909	31,768	30,028
Net profits after interest and dividends.....	2,009	5,906	6,976	1,751	-11,531	-1,817	-18,874	4,244
Number of active officers, December 31.....	(⁶)	(⁶)	244	250	232	273	310	317
Number of other employees, December 31.....	(⁶)	(⁶)	1,183	1,238	1,217	1,858	2,693	2,823

¹ For 1941, includes 3 mutual savings banks members of F. R. S.

² Includes income taxes.

NOTE: Minus (-) indicates net loss.

³ "Depreciation on banking house, furniture and fixtures" only.

⁴ Included with recoveries.

⁵ Not available. See footnote 2.

⁶ Not available.

SUSPENSIONS, RECEIVERSHIPS, AND MERGERS

Table 135. NUMBER AND DEPOSITS OF BANKS WHICH SUSPENDED OPERATIONS, 1934-1941
 GROUPED ACCORDING TO CLASS OF BANK AND BY YEAR, AMOUNT OF DEPOSITS, AND STATE

	Number						Deposits (in thousands of dollars) ¹					
	Total	Insured banks				Non-insured banks ²	Total	Insured banks				Non-insured banks ²
		Total	Members F. R. System		Not members F. R. System			Total	Members F. R. System		Not members F. R. System	
			National	State					National	State		
United States—total	324	237	20	6	211	87	146,755	105,772	17,957	26,548	61,267	40,983
Calendar year												
1934.....	57	9	1		8	48	36,937	1,952	40		1,912	34,985
1935.....	34	26	4		22	8	9,852	9,005	5,263		3,742	847
1936.....	44	41	1		40	3	11,412	10,820	507		10,313	592
1937.....	59	53	4	2	47	6	19,722	19,242	7,379	1,708	10,155	480
1938.....	56	49	1	1	47	7	13,172	11,969	36	211	11,722	1,203
1939.....	42	32	4	3	25	10	34,997	32,558	1,341	24,629	6,588	2,439
1940.....	23	19	1		18	4	5,958	5,600	256		5,344	358
1941.....	9	8	4		4	1	14,705	14,626	3,135		11,491	79
Banks with deposits of—												
\$100,000 or less.....	125	86	2		84	39	7,152	5,042	76		4,966	2,110
\$100,000 to \$250,000.....	105	82	2	2	78	23	16,451	12,937	376	313	12,248	3,514
\$250,000 to \$500,000.....	49	32	8	1	23	17	16,768	10,750	2,621	365	7,764	6,018
\$500,000 to \$1,000,000.....	23	20	3		17	3	16,732	14,388	2,139		12,249	2,344
\$1,000,000 to \$2,000,000.....	10	10	3	1	6		13,774	13,774	4,656	1,343	7,775	
\$2,000,000 to \$5,000,000.....	8	5	2	1	2	3	26,104	16,223	8,089	2,860	5,274	9,881
\$5,000,000 to \$10,000,000.....	2					2	17,116					17,116
\$10,000,000 to \$50,000,000.....	2	2		1	1		32,658			21,667	10,991	
More than \$50,000,000.....												
State												
Alabama.....	1	1			1		100	100			100	
Arkansas.....	5	5			5		1,081	1,081			1,081	
California.....	1					1	84					84
Colorado.....	1	1			1		8	8			8	
Connecticut.....	2	2	1		1		1,514	1,514	464		1,050	
Georgia.....	9	7			7	2	1,013	967			967	46
Illinois.....	8	6		1	5	2	4,049	3,908		102	3,806	141
Indiana.....	31	14			14	17	5,704	3,416			3,416	2,288
Iowa.....	8	4	1		3	4	4,805	4,097	3,594		503	708
Kansas.....	10	5	1		4	5	944	552	256		296	392

Kentucky	23	19	1	18	4	6,445	4,639	1,474	3,165	1,806
Louisiana	4	3		3	1	1,697	1,654		1,654	43
Maryland	2	2		2		828	828		828	
Michigan	4	2		2	2	294	81		81	213
Minnesota	4	4	1	3		552	552	285	267	
Mississippi	3	3		3		332	332		332	
Missouri	47	33		33	14	6,875	4,827		4,827	2,048
Montana	3	3	1	2		213	213	40	173	
Nebraska	8	4	1	3	4	965	532	194	338	433
New Jersey	19	11		7	8	53,031	30,917		4,682	22,114
New York	5	3	2	1	2	20,335	13,276	2,285	10,991	7,059
North Dakota	19	18		18	1	1,524	1,509		1,509	15
Ohio	5	2	1	1	3	2,964	2,242	261	1,981	722
Oklahoma	8	6	1	5	2	1,614	1,550	725	825	64
Pennsylvania	9	7	3	4	2	10,366	9,899	6,024	3,875	467
South Carolina	3	1		1	2	347	136		136	211
South Dakota	22	22	1	20		2,759	2,759	507	2,041	211
Tennessee	10	8		8	2	1,679	1,389		1,389	290
Texas	19	16	1	15	3	3,724	3,071	36	3,035	653
Vermont	1	1		1		2,479	2,479		2,479	
Virginia	5	3	2	1	2	1,025	558	495	63	467
West Virginia	3	3	1	2		1,649	1,649	410	1,239	
Wisconsin	22	18	1	17	4	5,756	5,037	907	4,130	719

¹ Deposits of insured banks are as of date of suspension; deposits of noninsured banks are as of latest report prior to suspension. Figures for each bank are rounded to thousands of dollars.

² Excludes noninsured banks operating under restrictions or moratoria which were placed in receivership or liquidation.

NOTE: For additional information and for reconciliation of figures relating to number of suspensions, receiverships, and mergers with FDIC aid, see pages 91 and 99.

Table 136. NUMBER AND DEPOSITS OF AND DISBURSEMENTS TO INSURED BANKS MERGED WITH THE FINANCIAL AID OF THE FEDERAL DEPOSIT INSURANCE CORPORATION, 1935-1941

GROUPED ACCORDING TO CLASS OF BANK AND BY YEAR, AMOUNT OF DEPOSITS, AND STATE

	Number				Deposits (in thousands of dollars) ¹				Disbursement (in thousands of dollars) ²			
	Total	Banks members F. R. System		Banks not members F. R. System	Total	Banks members F. R. System		Banks not members F. R. System	Total	Banks members F. R. System		Banks not members F. R. System
		National	State			National	State			National	State	
United States—total.....	136	32	12	92	367,711	55,594	151,014	161,103	160,558	22,426	76,624	61,508
Calendar year												
1935.....	1			1	4,357			4,357	2,865			2,865
1936.....	27	2	1	24	16,696	2,166	3,734	10,796	6,771	783	1,552	4,436
1937.....	25	10	1	14	18,296	12,246	648	5,402	7,125	4,946	97	2,082
1938.....	24	4	1	19	50,054	4,631	22,564	22,859	21,386	1,810	8,595	10,981
1939.....	28	7	1	20	125,145	18,100	1,187	105,858	41,571	6,703	703	34,165
1940.....	24	7	6	11	138,172	10,818	119,974	7,380	69,238	3,730	62,768	2,740
1941.....	7	2	2	3	14,991	7,633	2,907	4,451	11,602	4,454	2,909	4,239
Banks with deposits of—¹												
\$100,000 or less.....	23	2		21	1,426	161		1,265	643	71		572
\$100,000 to \$250,000.....	22	1		21	3,678	127		3,551	1,309	23		1,286
\$250,000 to \$500,000.....	21	6	1	14	7,705	2,185	412	5,108	3,909	696	406	2,807
\$500,000 to \$1,000,000.....	20	6	1	13	15,437	4,457	648	10,332	7,510	2,512	97	4,901
\$1,000,000 to \$2,000,000.....	18	7	2	9	26,010	10,105	2,461	13,444	10,648	3,574	1,532	5,542
\$2,000,000 to \$5,000,000.....	19	8	4	7	58,812	24,553	13,034	21,225	29,189	10,821	6,363	12,005
\$5,000,000 to \$10,000,000.....	7	2		5	46,878	14,006		32,872	18,464	4,729		13,735
\$10,000,000 to \$50,000,000.....	6		4	2	207,765		134,459	73,306	88,886		68,226	20,660
More than \$50,000,000.....												
State												
Alabama.....	1	1			428	428			143	143		
California.....	1	1			1,078	1,078			861	861		
Florida.....	1	1			274	274			97	97		
Georgia.....	1			1	29			29	17			17
Illinois.....	8	2		6	4,780	1,164		3,616	2,050	194		1,856
Indiana.....	3			3	5,769			5,769	1,234			1,234
Iowa.....	3	1		2	5,019	3,594		1,425	1,076	220		856
Kansas.....	4			4	695			695	492			492
Kentucky.....	3			3	3,528			3,528	1,093			1,093
Maryland.....	3			3	3,707			3,707	2,374			2,374

Massachusetts	2	1		1	3,042	2,233		809	1,564	1,298		266
Michigan	4	1	2	1	12,633	1,729	4,146	6,758	5,201	730	1,958	2,513
Missouri	11			11	1,876			1,876	582			582
Montana	1	1			83	83			27	27		
New Hampshire	1	1			297	297			117	117		
New Jersey	25	7	4	14	151,731	13,764	29,067	108,900	53,464	7,001	10,498	35,965
New York	19	8	5	6	117,590	23,605	88,439	5,546	53,319	6,393	44,391	2,535
North Carolina	4			4	869			869	292			292
North Dakota	11			11	2,292			2,292	1,262			1,262
Oklahoma	2	1		1	586	437		149	85	53		32
Pennsylvania	7	3	1	3	42,217	5,155	29,362	7,700	30,261	4,290	19,777	6,194
South Dakota	1	1			127	127			23	23		
Tennessee	4			4	322			322	114			114
Texas	1	1			78	78			44	44		
Vermont	1			1	352			352	186			186
Virginia	3			3	4,085			4,085	2,364			2,364
Washington	1	1			1,548	1,548			935	935		
Wisconsin	10			10	2,676			2,676	1,281			1,281

¹ Deposits are as of date of examination prior to loan, computed from figures for each bank rounded to thousands of dollars.

² Principal of loans and purchase price of assets as shown by books of FDIC, December 31, 1941, computed from figures for each bank rounded to thousands of dollars. Includes under date of original disbursement all disbursements made in subsequent years. Does not include preliminary and field liquidation expenses, or advances for the protection of assets, incident to the transaction.

NOTE: For additional information and for reconciliation of figures relating to suspensions, receiverships, and mergers with FDIC aid, see pages 91 and 99.

Table 137. NUMBER AND DEPOSITS OF INSURED BANKS PLACED IN RECEIVERSHIP OR MERGED WITH THE FINANCIAL AID OF THE FEDERAL DEPOSIT INSURANCE CORPORATION, 1934-1941

GROUPED ACCORDING TO CLASS OF BANK AND BY YEAR, AMOUNT OF DEPOSITS, AND STATE

	Number				Deposits (in thousands of dollars) ¹			
	Total	Banks members F. R. System		Banks not members F. R. System	Total	Banks members F. R. System		Banks not members F. R. System
		National	State			National	State	
United States—total	370	51	18	301	467,023	69,957	177,562	219,504
Calendar year								
1934.....	9	1		8	1,952	40		1,912
1935.....	25	4		21	13,058	5,263		7,795
1936.....	69	3	1	65	27,735	2,673	3,734	21,328
1937.....	75	13	1	59	33,011	16,031	2,356	14,624
1938.....	74	5	2	67	60,175	4,667	22,775	32,733
1939.....	60	11	4	45	157,703	19,441	25,816	112,446
1940.....	43	8	6	29	143,772	11,074	119,974	12,724
1941.....	15	6	2	7	29,617	10,768	2,907	15,942
Banks with deposits of—¹								
\$100,000 or less.....	109	4		105	6,447	237		6,210
\$100,000 to \$250,000.....	102	3	2	97	18,287	503	313	15,471
\$250,000 to \$500,000.....	54	14	2	38	18,733	4,806	777	13,150
\$500,000 to \$1,000,000.....	40	9	1	30	29,825	6,596	648	22,581
\$1,000,000 to \$2,000,000.....	28	10	3	15	39,784	14,761	3,804	21,219
\$2,000,000 to \$5,000,000.....	22	9	5	8	68,646	29,048	15,394	23,704
\$5,000,000 to \$10,000,000.....	7	2		5	46,378	14,006		32,872
\$10,000,000 to \$50,000,000.....	8		5	3	240,423		156,126	84,297
More than \$50,000,000.....								
State								
Alabama.....	2	1		1	528	428		100
Arkansas.....	5			5	1,081			1,081
California.....	1	1			1,078	1,078		
Colorado.....	1			1	8			8
Connecticut.....	2	1		1	1,514	464		1,050
Florida.....	1				274	274		
Georgia.....	8	1		8	996			996
Illinois.....	13	2	1	10	5,893	1,164	102	4,627
Indiana.....	17			17	9,185			9,185
Iowa.....	6	1		5	5,522	3,594		1,928

Kansas	9	1		8	1,247	256		991
Kentucky	21	1		20	7,961	1,474		6,487
Louisiana	3			3	1,654			1,654
Maryland	5			5	4,535			4,535
Massachusetts	2	1		1	3,042	2,233		809
Michigan	7	1	2	4	12,778	1,729	4,146	6,903
Minnesota	4	1		3	552	285		267
Mississippi	3			3	332			332
Missouri	4	2		2	296	123		173
Montana	44			44	6,703			6,703
Nebraska	4	1		3	532	194		338
New Hampshire	1	1			297	297		
New Jersey	36	7	8	21	182,648	13,764	55,302	113,582
New York	22	10	5	7	130,866	25,890	88,439	16,537
North Carolina	4			4	869			869
North Dakota	29			29	3,801			3,801
Ohio	2	1		1	2,242			1,981
Oklahoma	7	2		5	2,051	1,162		889
Pennsylvania	14	6	1	7	52,116	11,179	29,362	11,575
South Carolina	1			1	136			136
South Dakota	23	2	1	20	2,886	634	211	2,041
Tennessee	12			12	1,867			1,867
Texas	17	2		15	3,149	114		3,035
Vermont	2			2	2,831			2,831
Virginia	6	2		4	4,643	495		4,148
Washington	1	1			1,548	1,548		
West Virginia	3	1		2	1,649	410		1,239
Wisconsin	28	1		27	7,713	907		6,806

¹ Deposits of banks placed in receivership are as of date of suspension; deposits of banks merged with the aid of FDIC loans are as of date of examination prior to loan. Figures for each bank are rounded to thousands of dollars.

NOTE: For additional information and for reconciliation of figures relating to suspensions, receiverships, and mergers with FDIC aid, see pages 91 and 99.

Table 138. ACCOUNTS AND DEPOSITS OF AND DISBURSEMENTS TO INSURED BANKS MERGED WITH THE FINANCIAL AID OF THE FEDERAL DEPOSIT INSURANCE CORPORATION, 1935-1941

Case number	Name and location	Class of bank ¹	Number of accounts ²	Total deposits ²	Disbursements ³		Absorbing bank
					Date	Amount	
	Total, 1935-1941 (136 banks)		847,315	\$367,710,348		\$160,561,278	
	Calendar year						
	1935 (1 bank).....		12,324	4,356,778		2,864,893	
	1936 (27 banks).....		46,258	16,698,882		6,769,840	
	1937 (25 banks).....		56,300	18,294,152		7,124,639	
	1938 (24 banks).....		159,682	50,054,822		21,387,133	
	1939 (23 banks).....		302,573	125,142,006		41,573,579	
	1940 (24 banks).....		235,726	138,172,942		69,238,917	
	1941 (7 banks).....		34,452	14,990,766		11,602,277	
	1941						
130	The First National Bank and Trust Company Port Chester, New York.....	A	13,366	5,157,050	April 26	1,959,801	Washington Irving Trust Company Tarrytown, New York (Port Chester branch)
131	Mutual Trust Company of Westchester County Port Chester, New York.....	B	8,384	2,494,900	April 26	2,503,343	
132	The Exchange State Bank Parsons, Kansas.....	C	1,174	454,832	June 23	420,260	The State Bank of Parsons Parsons, Kansas
133	Bank of Au Sable Forks, N. Y. Au Sable Forks, New York.....	C	1,836	799,611	September 29	597,688	Plattsburg National Bank & Trust Company Plattsburg, New York (Au Sable Forks branch)
134	The St. Charles State Bank St. Charles, Michigan.....	B	1,967	412,155	December 13	406,350	Community State Bank of St. Charles St. Charles, Michigan
135	The Franklin Trust Co. Franklin, Pennsylvania.....	C	4,528	3,196,475	December 22	3,220,648	The Exchange Bank & Trust Company Franklin, Pennsylvania
136	The Lambert National Bank of Franklin Franklin, Pennsylvania.....	A	3,197	2,475,743	December 22	2,494,187	

¹ A—National bank member of the Federal Reserve System; B—State bank member of the Federal Reserve System; C—Commercial bank not member of the Federal Reserve System.

² Number of accounts and total deposits are as of date of examination prior to loan.

³ Principal of loans and purchase price of assets as shown by books of FDIC, December 31, 1941. Includes under date of original disbursement all disbursements made in subsequent years. Does not include preliminary and field liquidation expenses, or advances for the protection of assets, incident to the transaction.

NOTE: For additional information and for reconciliation of figures relating to suspensions, receiverships, and mergers with FDIC aid, see pages 91 and 99.

Back figures—See the following Annual Reports: 1940, p. 232; 1939, p. 216; 1938, p. 248; 1937, p. 180; 1936, p. 202.

Table 139. LIST OF INSURED BANKS PLACED IN RECEIVERSHIP, 1941

Case number	Name and location	Class of bank ¹	Year of organization	Date of suspension	Date of first payment to depositors by FDIC	Receiver
227	Bank of Jamestown Jamestown, Missouri.....	C	1891	January 11, 1941	January 18, 1941	State banking authority
228	The First National Bank of Anadarko Anadarko, Oklahoma.....	A	1901	January 17, 1941	February 6, 1941	FDIC
229	First State Bank and Trust Company of Indianola Indianola, Illinois.....	C	1920	January 29, 1941	March 4, 1941	State banking authority
230	Bank of Baldwin Baldwyn, Mississippi.....	C	1897	March 8, 1941	March 17, 1941	FDIC
231	The Keswick National Bank of Glenside Glenside, Pennsylvania.....	A	1927	April 12, 1941	April 28, 1941	FDIC
232	The First National Bank of Forestville Forestville, New York.....	A	1913	November 1, 1941	November 17, 1941	FDIC
233	The First National Bank of Dodgeville Dodgeville, Wisconsin.....	A	1869	November 29, 1941	December 12, 1941	FDIC
234	Banco Di Napoli Trust Company of New York New York, New York.....	C	1929	December 11, 1941	December 24, 1941	State banking authority

¹ A—National bank member of the Federal Reserve System; B—State bank member of the Federal Reserve System; C—Commercial bank not member of the Federal Reserve System.

Back data—See the following Annual Reports: 1940, p. 235; 1939, p. 219; 1938, p. 250; 1937, p. 170; 1936, p. 193; 1935, p. 225.

**Table 140. ASSETS AND LIABILITIES OF INSURED BANKS PLACED IN RECEIVERSHIP, 1934-1941
AS SHOWN BY BOOKS OF BANK AT DATE OF SUSPENSION**

	Assets							Total	Liabilities and capital account				
	Cash and due from banks	United States Government securities	Other securities	Loans, discounts, and overdrafts	Banking house, furniture and fixtures	Other real estate	Other assets		Total deposits	Other liabilities	R. F. C. capital	Private capital stock	Other capital accounts ¹
Total	\$19,012,823	\$8,947,856	\$15,448,097	\$62,860,767	\$4,530,138	\$11,824,154	\$8,236,366	\$130,860,201	\$99,315,517	\$10,106,790	\$5,777,396	\$11,411,999	\$4,248,499
Year													
1934	185,056	603,519	273,638	1,329,865	79,365	120,319	69,565	2,661,327	1,951,992	104,963	90,000	432,100	82,272
1935	1,974,181	698,440	510,479	6,842,116	459,055	242,274	1,597,493	12,323,948	8,700,485	2,111,886	223,000	950,000	338,577
1936	2,194,712	902,215	1,955,104	6,454,624	459,700	734,874	273,559	12,974,788	11,039,098	93,695	793,000	1,069,350	-15,355
1937	2,238,648	1,293,683	2,307,696	11,107,699	486,995	837,966	1,010,689	19,283,376	14,715,286	1,132,758	755,250	2,498,815	181,267
1938	1,610,297	451,570	2,215,638	6,574,061	412,911	2,125,022	530,408	13,919,907	10,124,255	1,213,354	1,052,900	1,059,200	470,198
1939	3,329,557	1,052,424	4,855,519	21,839,422	1,845,901	7,221,558	3,781,385	43,925,766	32,557,805	4,695,820	2,249,996	2,775,001	1,647,144
1940	1,018,215	452,574	1,519,677	3,314,762	694,900	435,526	523,899	7,959,553	5,599,438	455,788	422,750	1,045,533	436,044
1941	6,462,157	3,493,431	1,810,346	5,398,218	91,311	106,615	449,458	17,811,536	14,627,158	298,526	195,500	1,582,000	1,108,352
1941													
Case number													
227	28,937	15,300	.....	134,786	6,715	400	259	186,397	156,163	.....	15,000	15,000	234
228	184,761	31,752	214,241	372,089	12,500	.....	6,699	822,042	724,702	484	13,000	37,000	46,856
229	72,328	7,600	3,140	111,182	2	781	158	195,191	165,481	12	.....	25,000	4,698
230	43,738	.....	31,960	143,800	9,000	3,417	1,420	233,335	179,370	180	47,500	15,000	-8,715
231	242,610	184,179	492,576	372,137	2,861	10,137	2,308	1,306,808	1,200,433	256	50,000	100,000	-43,881
232	172,212	5,000	17,572	112,960	7,733	4,256	8,418	328,151	303,339	29	20,000	40,000	-35,217
233	267,711	163,200	88,989	283,164	52,500	72,623	12,769	940,956	907,038	24	50,000	50,000	-66,106
234	5,449,860	3,086,400	961,868	3,868,100	.....	15,001	417,427	13,798,656	10,990,632	297,541	.....	1,300,000	1,210,483

¹ Includes surplus, undivided profits, and reserve funds minus operating deficit, if any, as shown by books. Minus (—) indicates net operating deficit.

NOTE: Figures for 1937 include 1 bank (case no. 90) placed in voluntary liquidation. Figures for 1938 include 1 noninsured bank (case no. 162) which suspended subsequent to termination of its insured status. For additional information and for reconciliation of figures relating to number of suspensions, receiverships, and mergers with FDIC aid, see pages 91 and 99.

Back figures—See the following Annual Reports: 1940, p. 236 and p. 237; 1939, p. 220 and p. 222; 1938, p. 252 and p. 254; 1937, p. 172 and p. 174; 1936, p. 194 and p. 196; 1935, p. 226 and p. 227.

Table 141. DEPOSITORS AND DEPOSITS OF INSURED BANKS PLACED IN RECEIVERSHIP, 1934-1941
AS SHOWN BY BOOKS OF FDIC, DECEMBER 31, 1941

	Number of depositors					Amount of deposits							
	Total	Eligible for insurance protection			Not eligible for insurance protection ²	Total ³	Insured ⁴			Secured and preferred ⁵	Subject to offset	Uninsured, unsecured, not preferred, and not subject to offset	
		Paid by FDIC	Fully paid by other methods ¹	Unpaid			Total	Paid	Unpaid			In excess of insurance maximum	Other ⁶
Total..	359,104	275,008	33,700	19,920	30,476	\$100,639,853	\$79,998,051	\$78,867,267	\$1,130,784	\$4,225,780	\$5,639,285	\$9,620,918	\$1,155,819
Year													
1934	15,733	11,259	934	3,284	256	1,966,873	946,027	941,002	5,025	830,216	88,466	30,607	71,557
1935	32,233	23,419	2,867	4,979	968	9,088,462	6,050,173	6,024,076	26,097	472,073	558,173	1,998,499	9,544
1936	43,224	30,915	4,619	45	7,645	11,239,780	8,056,946	8,055,409	1,537	657,972	623,282	1,048,186	853,394
1937	74,164	56,795	7,723	137	9,509	14,961,490	12,049,854	12,042,504	7,350	1,157,196	1,066,815	642,707	44,918
1938	44,280	31,737	7,378	58	5,107	10,287,090	9,077,006	9,069,773	7,233	312,855	496,066	254,121	147,042
1939	90,188	72,196	6,201	4,923	8,868	32,716,840	26,272,321	26,152,059	120,262	447,518	1,739,963	4,227,937	29,101
1940	20,700	15,655	2,928	1,994	123	5,656,748	4,921,957	4,877,434	44,523	175,051	336,371	223,106	263
1941	38,582	33,032	1,050	4,500	.....	14,722,570	12,623,767	11,705,010	918,757	172,899	730,149	1,195,755	.....
1941													
Case number													
227	962	653	150	159	.....	156,163	143,532	143,281	251	3,165	9,466	.....	.....
228	2,533	1,393	182	958	.....	808,744	521,679	516,718	4,961	119,583	77,238	90,194	.....
229	538	413	93	32	.....	179,647	155,264	155,219	45	.....	16,016	8,367	.....
230	864	543	140	181	.....	179,529	139,058	134,033	5,025	28,031	12,440	.....	.....
231	6,326	5,669	290	367	.....	1,200,387	1,102,157	1,098,431	3,726	22,120	46,701	29,409	.....
232	1,564	863	133	568	.....	303,339	276,379	252,415	23,964	.....	18,733	8,227	.....
233	1,668	1,316	62	290	.....	996,580	870,778	821,381	49,397	.....	32,793	3,009	.....
234	24,127	22,182	.....	1,945	.....	10,988,181	9,414,920	8,583,532	831,388	.....	516,712	1,056,549	.....

¹ Includes all depositors whose claims have been fully paid by counterclaim, by sale of security, or directly by the receiver because of preferred status.

² Includes depositors holding only uninsured deposits. See footnote 6.

³ Includes deposits discovered or reclassified subsequent to date of suspension, and for this reason the figures differ from those in Table 140.

⁴ Includes all deposits paid or to be paid by FDIC.

⁵ Includes only the portions of secured deposits met or to be met by sale of security and of preferred deposits paid by the receiver.

⁶ Includes (a) deposits barred from insurance because not claimed before the expiration of the period set by law, (b) restricted and deferred deposits not eligible for insurance, and (c) deposits made after termination of insured status in 1 bank which suspended after its insured status had been terminated.

NOTE: See NOTE to Table 140.

Back figures—See the following Annual Reports: 1940, p. 238 and p. 239; 1939, p. 224 and p. 226; 1938, p. 256 and p. 258; 1937, p. 176 and p. 178; 1936, p. 198 and p. 200; 1935, p. 228 and p. 229.

SUPERVISORY ACTIONS BY THE CORPORATION

Table 142. ACTIONS BY THE FEDERAL DEPOSIT INSURANCE CORPORATION UPON APPLICATIONS FROM BANKS NOT MEMBERS OF THE FEDERAL RESERVE SYSTEM FOR ADMISSION TO INSURANCE, APPROVAL OF ESTABLISHMENT OF BRANCHES, AND APPROVAL OF CHANGE OF LOCATION OF BANKING OFFICES, AUGUST 23, 1935, TO DECEMBER 31, 1941

	Total	1935	1936	1937	1938	1939	1940	1941
ADMISSION TO INSURANCE								
Total number of applications acted upon	688	75	165	133	82	85	67	81
Applications approved ¹	545	45	114	111	67	72	58	78
Banks opening or opening contemplated:								
New banks without predecessors ²	150	15	24	38	14	19	13	27
Successor to suspended insured bank or to branch of insured bank.....	2		1					1
Closed noninsured banks reopening.....	8	3	3				2	
Banks replacing closed banks or branches but not successors thereto.....	31		5	5	5	6	8	2
Banks operating but not insured at beginning of year, or successors to such banks:								
Banks previously insured ³	19	3	3	1	3	4	4	1
Banks operating without restrictions January 1, 1934, not previously insured.....	104	12	28	19	10	11	5	19
Banks opened for business since January 1, 1934 ⁴	31		2	6	5	4	4	10
Banks operating under restrictions ⁵	22	5	8	5	4			
Other financial institutions:								
Trust company not engaged in deposit banking.....	1		1					
Financial institutions becoming banks of deposit, or banks succeeding institutions not engaged in deposit banking.....	8		1	1		3	2	1
Insured banks reorganizing or withdrawing from F. R. System:								
Conversion of national to State banks.....	79	4	17	15	12	10	14	7
State banks contemplating withdrawal from F. R. System.....	31		7	6	5	5	3	5
Financial reorganization of banks not members F. R. System.....	33	3	11	7	5	4	1	2
Reorganization to effect change of powers or to renew expiring charters.....	26		3	8	4	6	2	3
Applications approved but approval later rescinded ⁶	30	1	10	8	3	3	3	2
New banks without predecessors.....	8	1	1	2	1	1	1	1
Banks operating January 1, 1934, but not insured at beginning of year.....	9		5	3		1		
Bank succeeding financial institution not engaged in deposit banking.....	1			1				
Insured banks reorganizing or withdrawing from F. R. System:								
Conversion of national to State banks.....	7		3	1	1	1		1
State banks contemplating withdrawal from F. R. System.....	2			1	1			
Financial reorganization of banks not members F. R. System.....	1		1					
Reorganization to effect change of powers or to renew expiring charters.....	2						2	
Applications disapproved	113	29	41	14	12	10	6	1
Banks opening or opening contemplated:								
New banks without predecessors.....	43	6	16	9	1	8	2	1
Closed noninsured banks reopening.....	9		3					
Banks replacing closed banks.....	4	1		1	2			
Banks operating but not insured at beginning of year, or successors to such banks:								
Bank previously insured.....	1	1						
Banks operating without restrictions January 1, 1934, not previously insured.....	26	11	10	2	2		1	
Banks opened for business since January 1, 1934.....	10		4		2	2	2	
Banks operating under restrictions ⁵	6	3	3					
Other financial institutions:								
Trust companies not engaged in deposit banking.....	3		1	1	1			
Financial institutions becoming banks of deposit, or banks succeeding institutions not engaged in deposit banking.....	4	1	1	1	1			
Conversion of national to State banks.....	2				1		1	
Financial reorganization of banks not members F. R. System.....	4		2		2			
Reorganization to effect change of powers or to renew expiring charters.....	1		1					

Applications disapproved—classified by status of bank, December 31, 1941	113	29	41	14	12	10	6	1
Plans for organization or reorganization abandoned.....	742	5	14	9	6	8	2	1
Banks discontinued operations.....	78	2	5	1	.....	1	1	.....
Banks opened or continued to operate without insurance.....	24	10	8	1	3	.....	2	.....
Banks approved for insurance in later years.....	731	12	14	3	3	1	1	.....
ESTABLISHMENT OF BRANCHES								
Total number of applications acted upon	432	15	93	89	82	62	43	48
Applications approved ¹	381	9	80	82	71	53	40	46
To establish additional banking offices:								
Establishment of de novo branches ²	153	7	37	33	16	14	22	24
Conversion of head offices into branches after relocation of banks.....	14	2	2	1	3	2	1	3
To replace banks by branches:								
Conversion of absorbed banks into branches.....	116	.....	22	27	28	18	10	11
Replacement of closed or relocated banks.....	32	.....	4	7	10	7	4	.....
To continue branches in operation:								
Retention of branches in operation at time of admission to insurance or relocation.....	5	.....	4	.....	.....	1	.....	.....
Replacement of branches previously operated by absorbed or succeeded banks.....	33	.....	7	8	8	4	2	4
Replacement of branches discontinued by other banks.....	15	.....	.....	3	3	6	1	2
Continuance in operation of branches not previously approved.....	10	.....	3	2	3	.....	.....	2
Extension of full branch powers to teller's windows or seasonal offices.....	3	.....	1	1	.....	1	.....	.....
Applications approved but approval later rescinded ⁶	23	.....	5	5	6	4	1	2
To establish additional banking offices:								
Establishment of de novo branches.....	11	.....	3	3	1	3	.....	1
Conversion of head offices into branches after relocation of banks.....	2	.....	1	.....	.....	1	.....	.....
To replace banks by branches:								
Conversion of absorbed banks into branches.....	7	.....	1	1	4	.....	.....	1
Replacement of closed banks.....	2	.....	.....	1	1	.....	.....	.....
To continue branches in operation:								
Retention of branches previously operated by absorbed or succeeded banks.....	1	.....	.....	.....	.....	.....	1	.....
Applications disapproved	28	6	8	2	5	5	2	.....
To establish additional banking offices:								
Establishment of de novo branches.....	24	5	7	1	4	5	2	.....
Conversion of head office into branch after relocation of bank.....	1	.....	1	.....	.....	.....	.....	.....
To replace banks by branches:								
Conversion of absorbed bank into branch.....	1	.....	.....	1	.....	.....	.....	.....
Replacement of closed banks.....	2	1	.....	.....	1	.....	.....	.....
CHANGE OF LOCATION OF OFFICES								
Applications approved ¹ :								
Banks.....	99	4	9	15	17	9	18	27
Branches.....	35	3	6	3	5	7	4	7
Applications approved but approval later rescinded—branches	2	.....	.....	.....	.....	2	.....	.....
Applications disapproved—banks	3	1	1	.....	.....	.....	1	.....

¹ Includes applications disapproved but approved later in the same year.

² Two of these banks took over the business in their respective localities of an industrial loan company not engaged in deposit banking and therefore excluded from tabulation of operating banks.

³ One of these banks withdrew from insurance at the close of the temporary funds, but immediately applied for readmission to insurance. In addition, the Corporation approved 2 applications, not tabulated, from banks which wished to retain their insured status when they reopened after starting voluntary liquidation.

⁴ Includes one bank originally organized in 1903, discontinued in 1932, and reopened in 1936. Includes financial institutions becoming banks of deposit since January 1, 1934.

⁵ In some cases, restrictions were removed during the year prior to application for insurance. Most of the banks were restricted on January 1, 1934, but a few were placed under restrictions during 1934.

⁶ In most of these cases approval was rescinded because of failure of bank to meet conditions required by the Corporation. In cases of banks members of the Federal Reserve System applying for insurance as banks not members, the banks decided to continue as members, and approval was rescinded in order to close each case.

⁷ Totals for the 7-year period are adjusted to eliminate banks disapproved more than once.

⁸ Includes conversions or replacements of 4 cooperative banks, 1 trust company, and 4 exchanges not included in FDIC tabulations of noninsured banks.

Table 143. ACTIONS BY THE FEDERAL DEPOSIT INSURANCE CORPORATION UPON APPLICATIONS REGARDING CAPITAL AND OTHER FINANCIAL ADJUSTMENTS, AUGUST 23, 1935, TO DECEMBER 31, 1941

	Number of banks		Number of applications		Amounts involved in applications	
	1935-1941	1941	1935-1941	1941	1935-1941	1941
TO APPROVE CAPITAL ADJUSTMENTS¹						
Applications approved in full						
To retire:						
Preferred capital obligations held by RFC.....	2,840	1,361	8,312	1,681	86,511,001	15,733,239
Preferred capital not held by RFC.....	170	64	211	72	4,202,043	1,180,992
Common stock.....	8		8		537,270	
To reduce or cancel:						
Preferred capital obligations held by RFC ²	66	7	72	7	10,905,550	1,120,500
Preferred capital not held by RFC ²	47	8	51	8	6,017,107	429,000
Common stock.....	251	34	260	34	22,515,126	2,272,946
To sell additional capital: ³						
Preferred capital obligations to RFC.....	13	1	13	1	3,206,845	250,000
Preferred capital to others than RFC.....	44	8	46	9	1,692,905	697,500
Common stock.....	64	6	65	6	2,842,375	403,600
To make miscellaneous capital adjustments:						
To convert preferred capital not held by RFC into common stock.....	25	5	25	5	1,466,400	142,000
To pay cash premiums to RFC ⁴	2	1	3	1	57,583	42,583
To pay cash premiums on preferred capital ⁵	9	1	10	1	387,950	168,949
To pay cash premiums to common stockholders.....	1		1		50,000	
To reduce surplus in connection with capital reductions.....	6		6		63,406	
To revise common capital structure.....	1		1		(⁶)	
To transfer reserves to valuation allowance for loans.....	1		1		84,692	
Applications approved in part						
To retire:						
Preferred capital obligations held by RFC.....	738	326	919	338	(⁷)	(⁷)
Preferred capital not held by RFC.....	6	3	7	3	(⁷)	(⁷)
To reduce or cancel:						
Common stock.....	1	1	1	1	(⁷)	(⁷)
To make miscellaneous capital adjustments:						
To pay cash premiums to RFC.....	2	2	2	2	(⁷)	(⁷)
To pay cash premium on preferred capital.....	1	1	1	1	(⁷)	(⁷)
Applications disapproved or rescinded⁷						
To retire:						
Preferred capital obligations held by RFC.....	599	31	803	31	21,676,448	3,140,740
Preferred capital not held by RFC.....	25	2	29	2	902,294	125,200
Common stock.....	2		2		50,625	

To reduce or cancel:						
Preferred capital obligations held by RFC ¹	16		17		1,310,650	
Preferred capital not held by RFC ²	5		5		642,900	
Common stock	49	1	53	1	3,388,100	65,000
To sell additional capital: ³						
Preferred capital obligations to RFC	7		7		225,000	
Preferred capital to others than RFC	11	1	12	1	380,000	60,000
Common stock	12		13		299,500	
To make miscellaneous capital adjustments:						
To convert preferred capital not held by RFC into common stock	6		6		261,800	
To pay cash premium to RFC ⁴					41,897	41,897
To pay cash premiums on preferred capital ⁴	2		2		66,019	2,700
To reduce surplus in connection with capital reductions	2		2		67,000	
TO APPROVE OTHER FINANCIAL ADJUSTMENTS⁵						
Applications approved						
To repay or release restricted deposits:						
To repay waived deposits or certificates of beneficial interest	176	6	244	9	7,738,035	485,862
To release restricted or subordinated deposits	41		46		4,039,127	
To release directors' or stockholders' guaranties	47	5	53	5	2,361,302	75,394
To repay directors' or stockholders' contributions	17	4	29	6	470,962	62,584
To assume liabilities or purchase assets of noninsured institutions:						
Of noninsured banks	54	8	57	8		
Of other financial institutions	7	2	8	2		
Of closed banks	5		5			
Applications disapproved						
To repay or release restricted deposits:						
To repay waived deposits or certificates of beneficial interest	11		12		1,256,789	
To release restricted or subordinated deposits	6		6		236,757	
To release directors' or stockholders' guaranties	8		11		403,416	
To repay directors' or stockholders' contributions	3	1	5	1	235,000	50,000
To assume liabilities or purchase assets of noninsured banks	1		2	1		

¹ Banks not members of the Federal Reserve System. The number of banks submitting these applications during 1935-1941 was 3,232, of which 3,229 applied for retirement or reduction of capital; the number submitting applications during 1941 was 1,736. Many banks applied for approval of more than one type of adjustment, or made more than one application during the period.

² To reduce par but not retirable value.

³ Includes cases in which capital issues were to be sold for more than their par value and premiums transferred to surplus or undivided profits accounts.

⁴ These premiums represent retirable value of preferred stock not carried on books.

⁵ The number of shares was increased without changing the total amount of capital outstanding to facilitate a merger.

⁶ Portions approved are included with applications approved in full; portions disapproved with applications disapproved or rescinded.

⁷ Includes applications first approved and later rescinded in full, not included with applications approved.

⁸ Banks not members of the Federal Reserve System—except in the case of applications to assume liabilities or purchase assets from noninsured institutions, which are for all insured banks. The number of banks submitting these applications was 366. Some banks applied for approval of more than one type of adjustment, or made more than one application during the period.

Back figures—For figures for each year see the Annual Report for 1940, pages 242-45.

Table 144. ACTION TO TERMINATE INSURED STATUS OF BANKS FOR ENGAGING IN UNSAFE OR UNSOUND BANKING PRACTICES OR VIOLATIONS OF LAW OR REGULATIONS, AUGUST 23, 1935, TO DECEMBER 31, 1941

	Total	Number of banks against which action was started in— ¹					
		1936	1937	1938	1939	1940	1941
Number of banks²	110	22	25	12	19	18	14
Disposition as of December 31, 1941:							
Cases closed:							
Corrections made.....	15	10	3	1	1		
Insured status terminated for failure to make corrections ³	4	1	2				1
Banks suspended ⁴	36	9	14	6	4	2	1
Banks absorbed or succeeded by other banks ⁵	46	2	6	4	14	16	4
Cases pending:							
Deferred pending consummation of recapitalization or merger plans.....	5			1			4
Deferred pending reexamination or hearing.....	4						4

¹ No action to terminate insured status of any bank was started before 1936. In 4 cases where initial action was replaced by action based upon additional charges, only the latter action is included.

² In the case of 2 banks against which action was started in 1939, 17 banks in 1940, and 5 in 1941, resolutions relative to unsafe or unsound practices or violations of law or regulations were formally adopted by the Board of Directors of the Corporation, but the sending of statements to the appropriate supervisory agencies was indefinitely delayed.

³ One of these banks suspended 4 months after its insured status was terminated; and one national bank, in accordance with the provisions of law, suspended immediately following the action of the Corporation in terminating its insured status.

⁴ The date for official termination of insured status was set in 5 of these cases, but was not effective before the banks suspended.

⁵ In all except 2 of these 46 cases, the Corporation made loans to facilitate the mergers or reorganizations.

NOTE: For a list of the unsafe and unsound practices and violations of law in which these banks were engaged, see page 24 of this report, and pages 247-49 of the Annual Report of the Corporation for 1940.

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