

**ANNUAL REPORT**  
**OF THE**  
**FEDERAL DEPOSIT INSURANCE CORPORATION**  
**FOR THE YEAR ENDED**  
**DECEMBER 31, 1956**





**LETTER OF TRANSMITTAL**

FEDERAL DEPOSIT INSURANCE CORPORATION  
*Washington, D. C., July 25, 1957*

SIRS: Pursuant to the provisions of Section 17(a) of the Federal Deposit Insurance Act, the Federal Deposit Insurance Corporation is pleased to offer its annual report. Part One of the report, separately submitted earlier in the year, is included in this volume.

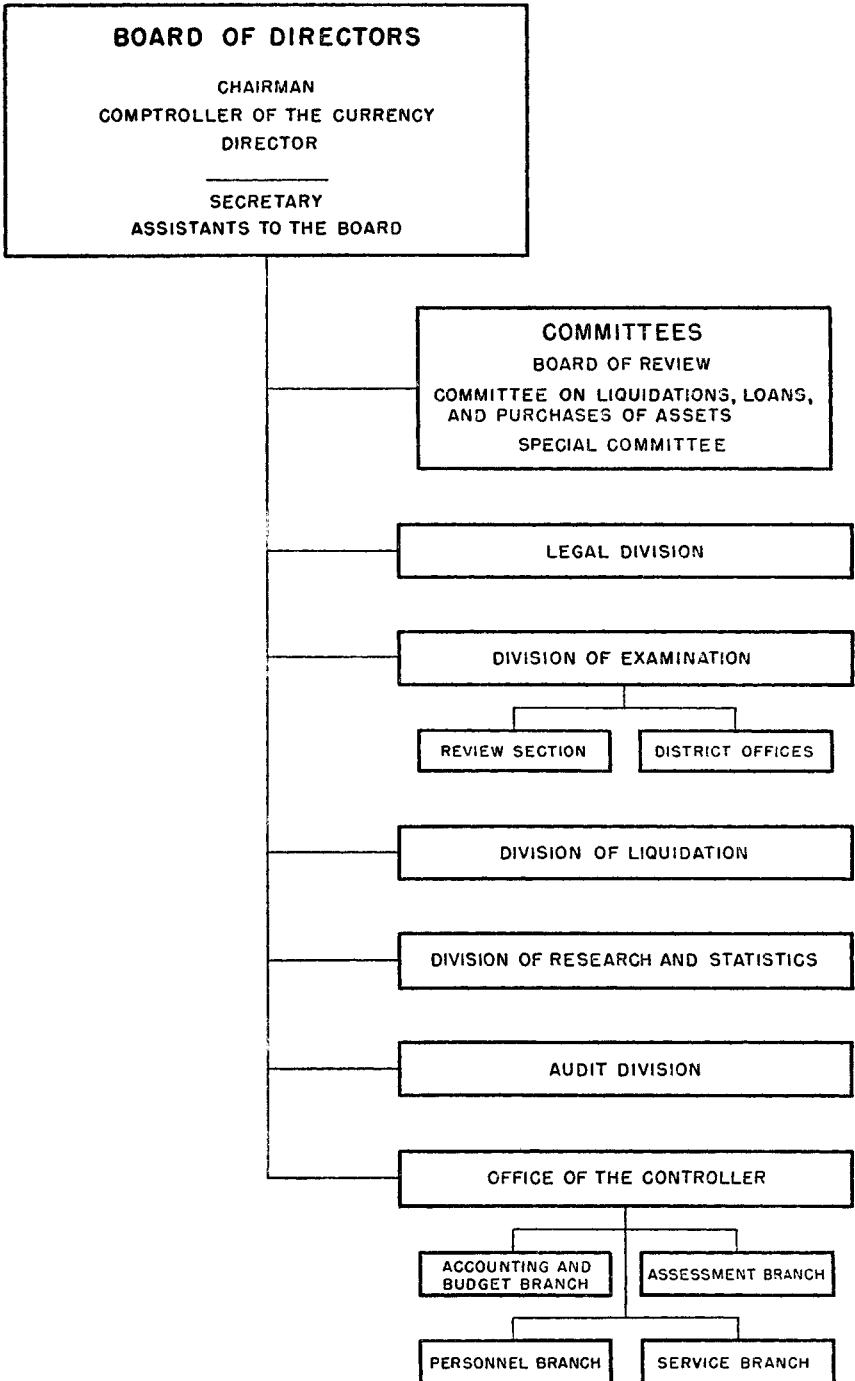
Respectfully,

H. E. COOK, *Chairman*

THE PRESIDENT OF THE SENATE

THE SPEAKER OF THE HOUSE OF REPRESENTATIVES

# FEDERAL DEPOSIT INSURANCE CORPORATION



# FEDERAL DEPOSIT INSURANCE CORPORATION

NATIONAL PRESS BUILDING — WASHINGTON 25, D. C.

## BOARD OF DIRECTORS

*Chairman* . . . . . H. E. COOK  
*Comptroller of the Currency* . . . . . RAY M. GIDNEY  
*Director* . . . . . MAPLE T. HARL<sup>1</sup>

## OFFICIALS—July 25, 1957

*Assistant to Chairman (Acting)* . . . . . Neil G. Greensides  
*Secretary* . . . . . Miss E. F. Downey  
*General Counsel, Legal Division* . . . . . Royal L. Coburn  
*Chief, Division of Examination* . . . . . Neil G. Greensides  
*Deputy Chief, Division of Examination* . . . . . Edward H. DeHority  
*Chief, Division of Liquidation* . . . . . A. E. Anderson  
*Chief, Division of Research and Statistics* . . . . . Edison H. Cramer  
*Chief, Audit Division* . . . . . Mark A. Heck  
*Controller* . . . . . William G. Loeffler  
*Director of Publications and Information* . . . . . Forbes Campbell

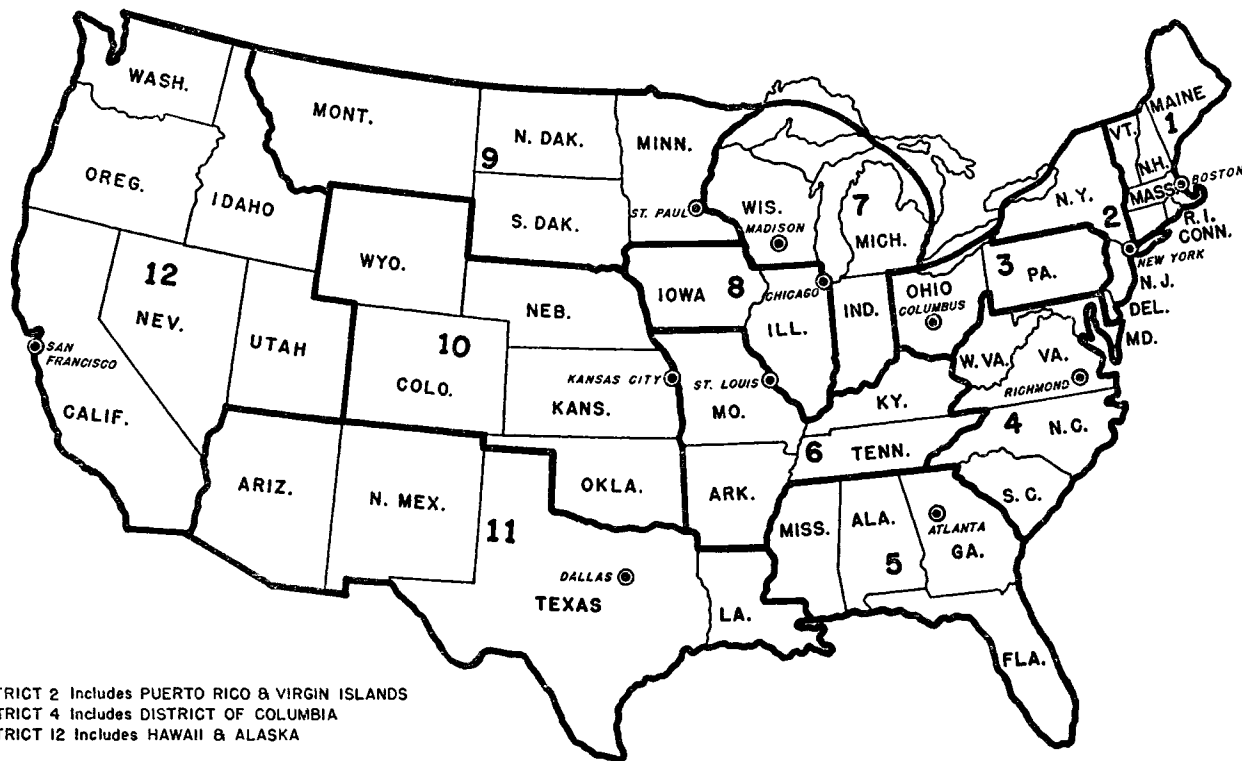
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<sup>1</sup> Deceased April 17, 1957

## DISTRICT OFFICES

<u>DIST. No.</u>	<u>SUPERVISING EXAMINER</u>	<u>ADDRESS</u>	<u>STATES IN DISTRICT</u>
1.	Lundie W. Barlow	Room 1365, No. 10 P.O. Square, Boston 9, Mass.	Maine, New Hampshire, Vermont, Massachusetts, Rhode Island, Connecticut
2.	Philip C. Lods	Room 1900, 14 Wall Street, New York 5, N. Y.	New York, New Jersey, Delaware, Puerto Rico, Virgin Islands
3.	Gilbert E. Mounts	City National Bank Building, 20 East Broad Street, Columbus 15, Ohio	Ohio, Pennsylvania
4.	Robert N. McLeod	200 The Bank of Virginia Building, Fourth and Grace Streets, Richmond 19, Va.	District of Columbia, Maryland, Virginia, West Virginia, North Carolina, South Carolina
5.	John E. Freeman	Fifth floor, 114 Marietta St., N. W., Atlanta 3, Ga.	Georgia, Florida, Alabama, Mississippi
6.	Charles M. Dunn	1059 Arcade Building, St. Louis 1, Mo.	Kentucky, Tennessee, Missouri, Arkansas
7.	Raby L. Hopkins	715 Tenney Building, Madison 3, Wis.	Indiana, Michigan, Wisconsin
8.	Darrell E. Wilkins	164 W. Jackson Blvd., Chicago 4, Ill.	Illinois, Iowa
9.	Charles F. Alden	1200 Minnesota Building, St. Paul 1, Minn.	Minnesota, North Dakota, South Dakota, Montana
10.	George M. Hirning	1201 Federal Reserve Bank Building, Kansas City 6, Mo.	Nebraska, Kansas, Oklahoma, Colorado, Wyoming
11.	Lloyd Thomas	Federal Reserve Bank Building, Station K, Dallas 13, Texas	Louisiana, Texas, New Mexico, Arizona
12.	David A. Linder	Suite 1120, 315 Montgomery Street, San Francisco 4, Calif.	Idaho, Utah, Nevada, Washington, Oregon, California, Alaska, Hawaii

# FEDERAL DEPOSIT INSURANCE CORPORATION DISTRICTS



DISTRICT 2 Includes PUERTO RICO & VIRGIN ISLANDS  
 DISTRICT 4 Includes DISTRICT OF COLUMBIA  
 DISTRICT 12 Includes HAWAII & ALASKA





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## SUMMARY

About 95 percent of the banks of deposit in the United States were insured by the Federal Deposit Insurance Corporation at the end of 1956. Deposits in insured banks totaled \$219 billion; an estimated \$121 billion was insured under the insurance limit of \$10,000 for each depositor. (Pp. 3, 16.)

During 1956 the Corporation brought charges against seven banks for continuing to engage in unsafe or unsound practices or violations of law. Disbursements were made to protect depositors in two insured banks, bringing to 431 the total number of banks whose depositors have been so aided by the Corporation since its beginning in 1934. (Pp. 5, 9.)

The deposit insurance fund amounted to \$1,742 million at the end of 1956. This was equal to 0.79 percent of total deposits of insured banks, or 1.44 percent of insured deposits. (Pp. 13, 16.)

Assets of all banks increased \$9 billion during 1956, reaching a total of \$252 billion. Deposits amounted to \$229 billion, and capital accounts exceeded \$19 billion. (Pp. 27, 36.)

Total income of insured commercial banks rose 13 percent in 1956. Almost two-fifths of current operating earnings remained after payment of current expenses. Net profits after taxes were 5 percent greater than in 1955 and represented a return of 7.8 percent on total capital accounts. The ratio of total capital accounts to total assets averaged 7.4 percent at the year-end. (Pp. 38, 42, 43.)

A study of results of the eight State deposit insurance systems operating between 1908 and 1930 indicates that they were less successful than the six State insurance systems which operated between 1829 and 1866. Each of the eight systems became insolvent, following varied degrees of success in protecting depositors. (P. 47.)

During 1956 Federal deposit insurance was extended to Guam. The Corporation raised to 3 percent, effective January 1, 1957, the maximum permissible rate of interest payable on time and savings deposits. (Pp. 17, 77, 83.)





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**PART ONE**

**OPERATIONS OF THE CORPORATION**

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## DEPOSIT INSURANCE COVERAGE

The Federal Deposit Insurance Corporation was created by the Banking Act of June 16, 1933, to pay depositors of failed banks the amount of their insured deposits. By making such deposits readily available, it has strengthened confidence in the banking system and thereby exerted a stabilizing influence upon the economy of the nation.

Insurance was initially limited to \$2,500 for each depositor. The limit was raised to \$5,000 on July 1, 1934, and continued at that amount until September 21, 1950, when it was increased to \$10,000 per depositor.

**Participation of banks in Federal deposit insurance.** From the beginning of deposit insurance most banks in the United States have been insured. The proportion insured has increased nearly every year from an initial 90 percent to almost 95 percent at the end of 1956, when there were 13,441 insured banks.

In 12 States and the District of Columbia all banks of deposit were insured on December 31, 1956. This was the same number of States with 100 percent of the banks participating in insurance as a year earlier; the addition of California to that category was offset by deletion of Utah when a long dormant bank charter was reactivated and the business of banking was resumed without deposit insurance. In 24 other States 95 percent or more of the banks of deposit participated in Federal deposit insurance. Only in four States, all in New England, was the proportion less than three-fourths, and this was due chiefly to the fact that relatively few of the considerable number of mutual savings banks in those States have applied for Federal deposit insurance.

**Deposits of insured banks.** At the end of 1956 insured banks held deposits of over \$219 billion. An estimated 55 percent of these deposits, or approximately \$121 billion, were insured. However, approximately 98 percent of all accounts had balances of less than \$10,000 and were therefore fully protected.

## SUPERVISORY ACTIVITIES

**Bank examinations.** As an insurer of deposits the Corporation has a substantial interest in the sound operation of banks participating in Federal deposit insurance. Accordingly, the Corporation regularly examines insured banks not members of the Federal Reserve System and reviews reports of examinations of national banks and State banks members of the Federal Reserve System.

It is the policy of the Corporation to make an annual examination of each insured bank not a member of the Federal Reserve System. More frequent examinations are made when special problems or unusual conditions exist; and under special circumstances the Corporation examines an insured bank normally examined by another Federal supervisory agency. Examinations of trust departments and branches are conducted separately, and the results consolidated with the report of examination of the bank. In addition, the Corporation investigates such matters as proposed new banks and branches, and conducts formal follow-up conferences where difficulties are encountered. As indicated in Table 1, during 1956 the Corporation conducted a total of 10,227 examinations and investigations.

**Table 1. BANK EXAMINATION ACTIVITIES OF THE  
FEDERAL DEPOSIT INSURANCE CORPORATION IN 1955 AND 1956**

Activity	Number	
	1956	1955
<b>Examinations and investigations—total</b> .....	<b>10,227</b>	<b>10,226</b>
<b>Examinations of main offices</b> .....	<b>6,935</b>	<b>6,896</b>
<i>Regular examinations of insured banks not members of Federal Reserve System</i> .....	<i>6,699</i>	<i>6,696</i>
<i>Re-examinations; or other than regular examinations</i> .....	<i>154</i>	<i>222</i>
<i>Entrance examinations of operating noninsured banks</i> .....	<i>82</i>	<i>38</i>
<b>Examinations of departments and branches</b> .....	<b>2,503</b>	<b>2,422</b>
<i>Examinations of trust departments</i> .....	<i>842</i>	<i>810</i>
<i>Examinations of branches</i> .....	<i>1,661</i>	<i>1,612</i>
<b>Investigations</b> .....	<b>789</b>	<b>908</b>
<i>New bank investigations:</i>		
<i>Banks members of Federal Reserve System</i> .....	<i>51</i>	<i>58</i>
<i>Banks not members of Federal Reserve System</i> .....	<i>117</i>	<i>176</i>
<i>New branch investigations</i> .....	<i>193</i>	<i>176</i>
<i>Miscellaneous investigations</i> .....	<i>423</i>	<i>498</i>
<b>Review of reports of examination of insured banks—total</b> .....	<b>13,422</b>	<b>13,520</b>
National banks.....	<i>5,019</i>	<i>4,862</i>
State banks members of Federal Reserve System.....	<i>1,692</i>	<i>1,901</i>
State banks not members of Federal Reserve System.....	<i>6,711</i>	<i>6,757</i>

The information on the condition of banks provided through examinations forms the basis of most of the Corporation's decisions with respect to individual banks. Through examination the Corporation seeks to determine the net worth or sound capital of a bank and the degree of protection thus afforded depositors or other creditors; the quality of the bank's assets; the existence of practices likely to lead to financial difficulties; and whether there are any indications of violations of law.

A report of examination covers many specific items. The condition of the loan portfolio usually provides the most occasion for comment. In

general, Corporation examiners are instructed to classify for further attention the following types of loans: those involving undue risk; those representing an over-extension of credit or undue concentration in a single line of credit; those not adequately supported by credit information on the borrower; and loans which do not conform to statutory provisions. Banks are urged to take their losses currently and to make regular provision for losses which may develop.

Because of the importance of securities in a bank's asset structure, the Corporation urges the adoption by each bank of a carefully formulated investment program. An effort is made by examiners to determine the suitability of the individual bank's securities portfolio to its own needs from the standpoint of both liquidity and quality. Banks are encouraged to limit their commitments to high grade bonds of short to medium term maturity, and to give due consideration to diversification, marketability, and income.

The adequacy of capital, which is the depositors' first line of protection, is always of major concern. The examiner also scrutinizes the effectiveness of internal controls, the use of sound accounting procedures, and the adequacy of fidelity bonds. Finally, the quality of the bank's management is carefully appraised.

All reports of examination are reviewed in the Washington office and an analysis made of each bank. For each examination which exhibits an unusual insurance risk a detailed memorandum is prepared analyzing the bank's weaknesses. Through constant scrutiny and follow-up of such banks, unfavorable developments are corrected in most cases before they reach serious proportions.

**Citations for unsafe and unsound banking practices and violations of law.** When examination of a bank reveals unsafe or unsound banking practices or a violation of law or regulations, the Corporation has the authority and duty under Section 8(a) of the Federal Deposit Insurance Act to institute proceedings for the involuntary termination of the insured status of such bank. Proceedings are initiated only after a diligent effort has been made to obtain satisfactory corrective action by the bank itself.

At the start of 1956 formal proceedings were pending against nine banks; during the year proceedings were initiated against seven additional banks. Unsafe practices and violations of law cited against the seven banks included self-serving or hazardous management, operating with an impairment of capital, and holding excessive amounts of sub-standard assets. Specific charges against the banks are presented in more detail in Table 2.

**Table 2. UNSAFE OR UNSOUND BANKING PRACTICES AND VIOLATIONS OF LAW CHARGED AGAINST SEVEN BANKS BY THE CORPORATION DURING 1956**

Type of practice or violation	Number of banks charged
<b>Capital:</b>	
Impaired capital or surplus .....	5
Inadequate capital or surplus .....	7
<b>Loans and investments:</b>	
Concentration of bank's funds in non-conforming lines of credit in an amount exceeding the bank's capital structure .....	1
Continued carrying of a large amount of overdue loans .....	1
Excessive volume of loans in relation to total assets .....	2
Further extension of credit to borrowers whose lines of credit have been previously adversely classified .....	1
Large amount of adversely classified assets .....	4
Lax credit, lending, and collection policies .....	4
Loans and advances to builders made without adequate collateral security or credit information .....	1
<b>Management:</b>	
Abuse of bank's credit facilities by bank's president .....	2
Creation of shortages in the assets of the bank .....	1
Dispipation of the bank's funds in worthless overdrafts .....	1
Failure of Board of Directors to direct and supervise lending and collection policies ..	2
Failure to comply with corrective recommendations of supervisory authorities and their respective examiners .....	5
Failure to maintain adequate credit files and supporting instruments on loans .....	1
Unauthorized disposition of collateral without application of proceeds to loan .....	1
Use of bank's credit facilities by officers and directors or by principal stockholders for their personal benefit or for enterprises in which they have a substantial financial interest .....	3
Weak, self-serving and hazardous management .....	5
<b>Violations of law:</b>	
Change of location of main office of bank without consent of the Corporation .....	1
Diversion to own use by bank's officers of earnings and commissions due bank as a result of construction loans .....	1
Failure to maintain legally required reserves .....	1
Illegal loans .....	2
Violation of other specific State laws .....	2

After a bank is cited under Section 8(a) it is allowed a further period of time as prescribed by statute to make the required corrections. If at the end of such period, or possible extension of such period, the necessary corrections have not been made, a hearing is held at which time the bank is afforded an opportunity to show cause why its insured status should not be terminated. No such hearings were held during 1956.

Of the 16 cases active in 1956, 9 were dismissed during the year when the banks involved made the required corrections. One case was closed when the bank concerned was absorbed by another bank. Six cases were still pending at the end of 1956. The disposition or status of all Section 8(a) cases in 1956 and during the Corporation's existence is shown in Table 3.

**Admission to insured status.** Banks that become members of the Federal Reserve System are insured without application to the Corporation. National banks located outside the 48 States and the District of Columbia which are not members of the Federal Reserve System may become insured upon application by the bank and certification by the

**Table 3. ACTIONS TO TERMINATE INSURED STATUS OF BANKS CHARGED WITH UNSAFE OR UNSOUND BANKING PRACTICES OR VIOLATIONS OF LAW OR REGULATIONS, 1936-1956**

Disposition or status	1936-1956 <sup>1</sup>	Pending Jan. 1, 1956	Started during 1956
<b>Total banks against which action was taken</b> .....	<b>177</b>	<b>9</b>	<b>7</b>
<b>Cases closed</b> .....	<b>171</b>	<b>7</b>	<b>3</b>
Corrections made.....	59	7	2
Banks absorbed or succeeded by other banks.....	68		1
<i>With financial aid of the Corporation</i> .....	62		
<i>Without financial aid of the Corporation</i> .....	6		1
Banks suspended prior to setting date of termination of insured status by Corporation.....	32		
Insured status terminated, or date for such termination set by Corporation, for failure to make corrections.....	12		
<i>Banks suspended prior to or on date of termination of insured status</i> .....	9		
<i>Banks continued in operation</i> <sup>2</sup> .....	3		
<b>Cases not closed December 31, 1956</b> .....	<b>6</b>	<b>2</b>	<b>4</b>
Correction period not expired.....	3		3
Action deferred pending analysis of examination.....	3	2	1

<sup>1</sup> No action to terminate the insured status of any bank was taken before 1936. In 5 cases where initial action was replaced by action based upon additional charges, only the latter action is included.

<sup>2</sup> One of these suspended 4 months after its insured status was terminated.

Comptroller of the Currency. Other banks of deposit may apply to the Board of Directors of the Corporation for admission to insurance. In the case of a new State nonmember bank, the Board acts upon an application for admission to insurance only after the bank has obtained a charter, or a commitment for one, from the appropriate State banking authority.

During 1956 the Board acted upon 136 applications for admission to insurance; 72 were from new banks and 64 from operating banks. All but 15 of the applications were approved.

Of the 58 new banks approved for admission to insurance, there were 10 each in Illinois and Texas, with the remainder scattered among 21 States. Forty-six of the 63 operating banks admitted to insurance were in Kansas.

**Other applications from banks.** In addition to the applications for admission to insurance, the Board of Directors in 1956 acted upon 451 other applications from banks. These included petitions to operate branches, change the location of banking offices, retire capital, and engage in other types of business. The various types of applications acted upon by the Board in 1956, and its decisions, are presented in Table 4.

**Reports from banks.** All insured banks were required to submit statements of their assets and liabilities as of June 30 and December 31,

**Table 4.** APPLICATIONS FROM BANKS ACTED UPON BY THE BOARD OF DIRECTORS OF THE FEDERAL DEPOSIT INSURANCE CORPORATION DURING 1956<sup>1</sup>

Type of application	Total acted upon	Approved	Dis-approved
<b>All applications<sup>2</sup>.....</b>	<b>587</b>	<b>556</b>	<b>31</b>
Admission to insurance—total.....	136	121	15
<i>New banks.....</i>	<i>72</i>	<i>58</i>	<i>14</i>
<i>Operating banks.....</i>	<i>64</i>	<i>63</i>	<i>1</i>
Continuation of insurance of banks withdrawing from FRS....	15	14	1
Change in type of business—total.....	34	32	2
<i>To engage in trust business.....</i>	<i>33</i>	<i>31</i>	<i>2</i>
<i>To engage in commercial banking.....</i>	<i>1</i>	<i>1</i>	.....
Assumption of deposit liabilities—total.....	26	26	.....
<i>Of another insured bank.....</i>	<i>14</i>	<i>14</i>	.....
<i>Of a noninsured bank.....</i>	<i>6</i>	<i>6</i>	.....
<i>Of a financial institution not a bank.....</i>	<i>6</i>	<i>6</i>	.....
Operation of branches—total.....	181	176	5
<i>New branch offices.....</i>	<i>149</i>	<i>146</i>	<i>3</i>
<i>New facilities.....</i>	<i>3</i>	<i>3</i>	.....
<i>Conversion of absorbed bank or financial institution.....</i>	<i>22</i>	<i>2</i>	.....
<i>Continue operating existing branches.....</i>	<i>7</i>	<i>5</i>	<i>2</i>
Change of location of offices—total.....	146	144	2
<i>Main offices.....</i>	<i>114</i>	<i>112</i>	<i>2</i>
<i>Branches.....</i>	<i>32</i>	<i>32</i>	.....
Retirement of capital—total.....	41	40	1
<i>Held by RFC.....</i>	<i>1</i>	<i>1</i>	.....
<i>Held by others.....</i>	<i>40</i>	<i>39</i>	<i>1</i>
Other capital adjustments.....	3	3	.....
Service of persons convicted of breach of trust.....	5	.....	5

<sup>1</sup> Excludes applications from banks for financial assistance under Section 13 of the Federal Deposit Insurance Act.

<sup>2</sup> Tabulations are on the basis of final action taken by the Board of Directors. Excludes six actions taken during prior years which were either confirmed or rescinded during 1956.

1956, and statements of their earnings, expenses, and dividends for the calendar year 1956. As required by law, national banks and all banks in the District of Columbia submitted the reports to the Comptroller of the Currency; State banks belonging to the Federal Reserve System sent their reports to the respective Federal Reserve banks; all other insured banks made their reports to the Federal Deposit Insurance Corporation. Each of the Federal agencies tabulates and summarizes the data reported to it and makes the results available to the other agencies.

Supplementing the reports from insured banks, the Corporation, by inter-agency agreement, gathers and prepares statistics of assets and liabilities of noninsured banks and trust companies, and provides the only tabulation covering assets and liabilities of all operating banks. Reports relating to noninsured banks as of June 30 and December 31, 1956, were obtained through the assistance of State banking authorities and of officials of unincorporated banks or other banking institutions not under supervision of Federal or State banking authorities.



The data on assets and liabilities, and on earnings and expenses of banks, are discussed in Part Two of this report, and shown in the statistical tables of Part Five. Tabulations of the reports of assets and liabilities of all banks and of insured banks classified by State and class of bank are published by the Corporation in separate reports.

### DISBURSEMENTS TO PROTECT DEPOSITORS

**Disbursements in 1956.** During 1956 disbursements were made by the Corporation to protect depositors in two insured banks. In both cases financial irregularities were responsible for the difficulties.

One of the banks, the River Oaks State Bank, Fort Worth, Texas, was involved in a check kiting operation. It was placed in receivership by the State banking authority, and the Corporation paid the bank's depositors up to the insurance limit of \$10,000. Additional recoveries by those depositors having balances greater than \$10,000 depend upon the results of liquidation of the assets taken over by the Corporation in its separate capacity as receiver.

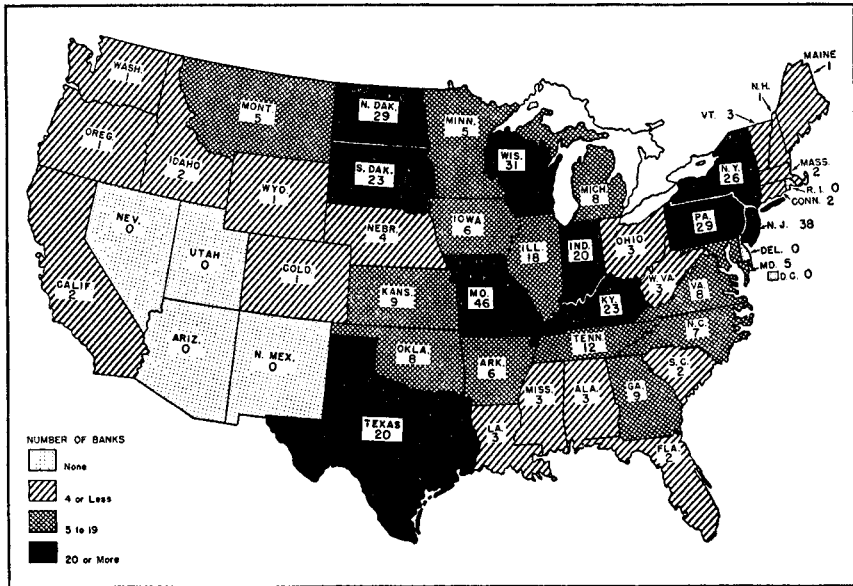
The other bank was The Home National Bank of Ellenville, Ellenville, New York, which was also closed because of a large shortage. As required by law, the Comptroller of the Currency appointed the Corporation as receiver. Instead of paying the insured deposits directly, however, as is usually the procedure in a receivership, the Corporation assisted a newly organized national bank in assuming the total deposits of the closed bank. This assistance by the Corporation took the form of a loan to the receivership which, with the acceptable assets of the closed bank, equalled the amount of the liabilities assumed by the new bank.

These two banks requiring assistance in 1956 had a combined total of over 15,000 depositors with deposits totaling almost \$12 million. Disbursements by the Corporation in these cases amounted to over \$3 million as of December 31, 1956. It is expected that a substantial part of this amount will eventually be recovered from the proceeds of liquidation of the assets of the two banks.

**Disbursements, 1934-1956.** During the 23 years of Federal deposit insurance ending December 31, 1956, the Corporation made disbursements to protect depositors of 431 banks. The location of the banks involved in these cases is shown in Chart A.

The 431 banks together had more than 1.4 million deposit accounts and \$583 million of deposits. Deposits were paid up to the insurance maximum in 250 cases; deposit assumptions were arranged in the remaining 181 cases.

**Chart A. LOCATION OF THE 431 BANKS REQUIRING DISBURSEMENTS BY THE CORPORATION TO PROTECT DEPOSITORS, 1934-1956**



In fulfilling its responsibility to depositors in these cases, the Corporation had disbursed or provided for disbursements of \$340.1 million by the end of 1956. Except for certain liquidation costs absorbed by the Corporation, amounting to \$1.1 million, these disbursements are subject to recovery from the proceeds of liquidation, insofar as may be possible. The different types of disbursements and related data concerning recoveries and losses by the Corporation are presented in Table 5.

In payoff cases the depositors who are paid by the Corporation assign to it equivalent claims against the receiver of the bank. These entitle the Corporation to receiver's dividends on a parity with similar claims. From liquidation of assets acquired in deposit assumption cases the Corporation is entitled first to recover its liquidation expenses and advances made to protect the value of assets awaiting liquidation. Further proceeds are next applied to recovery of the principal disbursement. From any further proceeds the Corporation retains an amount equal to interest or a return on investment of 4 percent on the amounts advanced.

At the end of 1956 the Corporation had recovered \$305.7 million. Expected additional recoveries of \$4.4 million, if realized, will reduce losses on total disbursements to \$30.0 million. Allowing further for interest collected on loans and allowable return received on purchased assets, together amounting to \$9.0 million, the Corporation's net loss of funds through 1956 is estimated at \$20.9 million.

**Table 5. ANALYSIS OF DISBURSEMENTS TO PROTECT DEPOSITORS, AND RECOVERIES AND LOSSES OF THE FEDERAL DEPOSIT INSURANCE CORPORATION, 1934-1956**

(In thousands)

Item	All disbursements	Principal			Advances and expenses
		Total principal disbursements	Loans and assets purchased <sup>1</sup>	Insured deposits paid <sup>2</sup>	
<b>Disbursements</b> .....	<b>\$340,051</b>	<b>\$292,238</b>	<b>\$197,769</b>	<b>\$94,469</b>	<b>\$47,813</b>
To December 31, 1956:					
Potentially recoverable <sup>3</sup> .....	338,524	291,918	197,769	94,149	46,606 <sup>4</sup>
Not recoverable .....	1,099				1,099 <sup>5</sup>
Estimated additional:					
Potentially recoverable <sup>3</sup> .....	320	320		320	
Not recoverable .....	108				108
<b>Recoveries</b> .....	<b>310,100</b>	<b>263,494</b>	<b>184,399</b>	<b>79,095</b>	<b>46,606</b>
To December 31, 1956 .....	305,683	259,077	182,547	76,530	46,606
Estimated additional <sup>6</sup> .....	4,417	4,417	1,852	2,565	
<b>Deposit insurance losses</b> .....	<b>29,951</b>	<b>28,744</b>	<b>13,370</b>	<b>15,374</b>	<b>1,207</b>
On recoverable disbursements .....	28,744	28,744	13,370	15,374	
On nonrecoverable disbursements .....	1,207				1,207
<b>Interest and allowable return collected</b> .....	<b>9,005</b>	<b>9,005</b>	<b>8,658</b>	<b>347</b>	
<b>Net loss of funds</b> .....	<b>20,946</b>	<b>19,739</b>	<b>4,712</b>	<b>15,027</b>	<b>1,207</b>

<sup>1</sup> In 181 deposit assumption cases.<sup>2</sup> In 250 deposit payoff cases.<sup>3</sup> A potentially recoverable disbursement is a disbursement for which the Corporation acquires a claim against a receiver or liquidator.<sup>4</sup> This item comprises \$32,490 thousand advances for asset protection and \$14,116 thousand liquidation expenses.<sup>5</sup> Includes \$941 thousand field payoff expenses, and \$158 thousand other nonrecoverable expenses.<sup>6</sup> This figure excludes transactions to facilitate termination of liquidations of closed banks, and for this reason differs from the balance shown for "Assets acquired in receivership and deposit assumption transactions," in Table 10.

**Transactions to facilitate termination of liquidations.** Aside from the above disbursements, the Corporation has purchased at public sale the last assets remaining in several bank liquidations in order to facilitate their termination. For such assets the Corporation paid \$1.6 million and, as outright owner, is entitled to all proceeds on them. Profits and income on these transactions, which amount to \$0.6 million, are a partial offset to the deposit insurance losses noted above.

**Losses of depositors.** Of the two cases arising in 1956, depositors of one of the banks, The Home National Bank of Ellenville, experienced no loss. Their deposits were transferred to and made available at the newly established and insured Ellenville National Bank.

Deposit claims of about nine-tenths of the depositors of the River Oaks State Bank were paid or made available in full by the Corporation. Most of the remaining depositors did not suffer any loss because their claims were offset in full against their indebtedness to the bank. A relatively few depositors had balances in excess of the insurance maximum. They received \$10,000 each in the deposit payoff, and on their excess

deposits will participate with the Corporation and other creditors in dividends from the liquidation.

Losses to depositors of insured banks since establishment of the Corporation have amounted to 0.5 percent of their deposits; and only 0.3 percent of the depositors have experienced any loss. All depositors of the 181 banks whose deposits were assumed by another insured bank were fully protected. In the 250 banks where payoffs occurred, 97.4 percent of deposits have been paid or made available; and full recovery has been received or made available to 99.1 percent of the depositors. The sources of these payments and their respective amounts are shown in Table 6.

**Table 6. PROTECTION OF DEPOSITORS OF INSURED BANKS REQUIRING DISBURSEMENTS BY THE FEDERAL DEPOSIT INSURANCE CORPORATION, 1934-1956**

Item	All cases (431 banks)		Deposit payoff cases (250 banks)		Deposit assumption cases (181 banks)	
	Number or amount	Percent	Number or amount	Percent	Number or amount	Percent
<b>Number of depositors or accounts—total<sup>1</sup>.....</b>	<b>1,425,735</b>	<b>100.0%</b>	<b>396,258</b>	<b>100.0%</b>	<b>1,029,477</b>	<b>100.0%</b>
Full recovery received or available	1,421,974	99.7	392,497	99.1	1,029,477	100.0
From FDIC.....	1,381,931	96.9	352,454 <sup>2</sup>	89.0	1,029,477	100.0
By offset <sup>3</sup> .....	34,558	2.4	34,558	8.7	.....	.....
Through security or preference <sup>4</sup> .....	2,742	0.2	2,742	0.7	.....	.....
From receiver <sup>5</sup> .....	2,743	0.2	2,743	0.7	.....	.....
Full recovery not received as of Dec. 31, 1956.....	3,761	0.3	3,761	0.9	.....	.....
Terminated cases.....	2,771	0.2	2,771	0.7	.....	.....
Active cases.....	990	0.1	990	0.2	.....	.....
<b>Amount of deposits (in thousands)—total.....</b>	<b>\$583,192</b>	<b>100.0%</b>	<b>\$120,795</b>	<b>100.0%</b>	<b>\$462,397</b>	<b>100.0%</b>
Paid or made available.....	580,070	99.5	117,673	97.4	462,397	100.0
By FDIC.....	556,721	95.5	94,324 <sup>6</sup>	78.1	462,397	100.0
By offset <sup>7</sup> .....	7,035	1.2	7,035	5.8	.....	.....
By security or preference <sup>8</sup> .....	6,541	1.1	6,541	5.4	.....	.....
By receiver <sup>9</sup> .....	9,773	1.7	9,773	8.1	.....	.....
Not paid or available as of Dec. 31, 1956.....	3,122	0.5	3,122	2.6	.....	.....
Terminated cases.....	1,777	0.3	1,777	1.5	.....	.....
Active cases.....	1,345	0.2	1,345	1.1	.....	.....

<sup>1</sup> Number of depositors in deposit payoff cases; number of accounts in deposit assumption cases.

<sup>2</sup> Includes 55,262 depositors who failed to claim their insured deposits.

<sup>3</sup> Includes only depositors with claims offset in full; most of these would have been fully protected by insurance in the absence of offsets.

<sup>4</sup> Includes only depositors whose total balances were more than the insurance maximum.

<sup>5</sup> The insured portions of these depositors' claims were paid by the Corporation.

<sup>6</sup> Includes \$175 thousand insured deposits, available but unclaimed from Corporation (see note 2).

<sup>7</sup> Includes all amounts paid by offset.

<sup>8</sup> Includes all secured and preferred claims paid by receiver; excludes secured and preferred claims paid by Corporation.

<sup>9</sup> Includes unclaimed deposits paid into trusts by receivers.

## FINANCES OF THE CORPORATION

**Sources of income.** Regular assessments upon insured banks are the primary source of income of the Corporation. The statutory assessment rate is one-twelfth of 1 percent annually of total deposits less certain authorized exclusions and deductions. Against current assessments the banks are allowed a credit amounting to 60 percent of net assessment income for the prior year; i.e., assessment income remaining after deduction of the Corporation's insurance losses and operating expenses. The remaining 40 percent of net assessment income is retained by the Corporation, along with other funds received, and invested principally in United States Government securities. Interest on these obligations constitutes an important secondary source of income. The Corporation also receives some incidental income from assets acquired from closed insured banks.

**Table 7. INCOME AND EXPENSES OF THE FEDERAL DEPOSIT INSURANCE CORPORATION AND CHANGES IN THE DEPOSIT INSURANCE FUND FOR THE YEAR ENDED DECEMBER 31, 1956**

<b>INCOME AND EXPENSES</b>		
<b>Net income for the year ended December 31, 1956:</b>		
<b>Income:</b>		
Deposit insurance assessments . . . . .	\$155,382,810	
Less net assessment income credit due insured banks (see table 9) . . . . .	87,310,642	
	\$ 68,072,168	
Net income from U. S. Government securities . . . . .	43,673,817	
Other income . . . . .	75,434	
<b>Total income . . . . .</b>		<b>\$ 111,821,419</b>
<b>Expenses and losses:</b>		
Administrative and operating expenses (see table 8) . . . . .	\$ 9,066,942	
Provision for reserves for insurance losses . . . . .	1,221,144	
Other insurance losses and expenses . . . . .	13,320	
<b>Total expenses and losses . . . . .</b>		<b>10,301,406</b>
<b>Net income (addition to the deposit insurance fund) for the year ended December 31, 1956 . . . . .</b>		<b>\$ 101,520,013</b>
<b>DEPOSIT INSURANCE FUND</b>		
<b>Deposit insurance fund, December 31, 1955 . . . . .</b>		<b>\$1,639,588,832</b>
<b>Adjustments applicable to periods prior to January 1, 1956 (increasing the fund):</b>		
<b>By reduction of reserves for insurance losses (net):</b>		
Applicable to net assessment income . . . . .	\$ 436,333	
Not applicable to net assessment income . . . . .	1,631	
	\$ 437,964	
<b>By additional assessments (net) . . . . .</b>	<b>530,240</b>	
<b>Total adjustments . . . . .</b>		<b>968,204</b>
<b>Deposit insurance fund, December 31, 1955 as adjusted . .</b>		<b>\$1,640,557,036</b>
<b>Net income for the year ended December 31, 1956 (see above)— addition to the fund . . . . .</b>		<b>101,520,013</b>
<b>Deposit insurance fund, December 31, 1956<sup>1</sup> . . . . .</b>		<b>\$1,742,077,049</b>

<sup>1</sup> See footnote 2, Table 10.

**Income and expenses in 1956.** Net income of the Corporation was \$101.5 million in 1956. Total income for the year, amounting to \$111.8 million, consisted of \$68.1 million of insurance assessments retained by the Corporation, \$43.6 million of net income from investments in United States Government securities, and \$0.1 million of other income. Income and expenses of the Corporation in 1956 are shown in Table 7.

Expenses and losses of the Corporation totaled \$10.3 million in 1956. Administrative and operating expenses, classified by major items in Table 8, amounted to \$9.1 million. Reserves provided for insurance losses and expenses amounted to \$1.2 million.

**Table 8. ADMINISTRATIVE AND OPERATING EXPENSES OF THE FEDERAL DEPOSIT INSURANCE CORPORATION FOR THE YEAR ENDED DECEMBER 31, 1956**

Personal services .....	\$6,474,061
Travel .....	1,645,188
Transportation of things .....	14,180
Communication services .....	78,902
Rents and utilities .....	422,541
Printing and reproduction .....	75,694
Supplies and materials .....	42,624
Equipment .....	74,417
Other contractual services .....	246,269
<b>Total</b> .....	<b>\$9,073,876</b>
Less: Recoverable expenses and other credits .....	6,934
<b>Net administrative and operating expenses</b> .....	<b>\$9,066,942</b>

**Table 9. DETERMINATION AND DISTRIBUTION OF NET ASSESSMENT INCOME OF THE FEDERAL DEPOSIT INSURANCE CORPORATION FOR THE YEAR ENDED DECEMBER 31, 1956**

<b>Determination of net assessment income:</b>		
Total assessments which became due during the calendar year .....		\$155,382,810
Less:		
Administrative and operating expenses .....		\$ 9,066,942
Net additions to reserves to provide for insurance losses:		
Provided in 1956 .....	\$ 1,221,144	
Adjustments to provisions for reserves made prior to 1956 (reduction) .....	436,333	784,811
Other insurance losses and expenses .....		13,320
<b>Total deductions</b> .....		<b>\$ 9,865,073</b>
Net assessment income for 1956 .....		<b>\$145,517,737</b>
<b>Distribution of net assessment income, December 31, 1956:</b>		
Net assessment income for 1956:		
40 percent transferred to deposit insurance fund .....		\$ 58,207,095
Balance credited to insured banks .....		87,310,642
<b>Total</b> .....		<b>\$145,517,737</b>
<b>Allocation of net assessment income credit among insured banks, December 31, 1956:</b>		
Credit for 1956 .....	\$87,310,642	Percent of total assessments becoming due in 1956 56.19%
Adjustment of credits for prior years .....	27,401	.02
<b>Total</b> .....	<b>\$87,338,043</b>	<b>56.21%</b>

Assessments due the Corporation in 1956 totaled \$155.4 million. Net assessment income for the year was \$145.5 million. Forty percent of this amount, or \$58.2 million, was retained by the Corporation. The balance, amounting to \$87.3 million, was credited and allocated among insured banks in proportion to their assessments which became due in 1956, and becomes available to them on July 1, 1957, for use in paying current deposit insurance assessments. The current credit is equal to 56.21 percent of the 1956 assessment of each insured bank, approximately the same percentage as in each year since the credit was first provided in 1950. A statement showing the determination and distribution of net assessment income in 1956 is presented in Table 9.

**Table 10. ASSETS AND LIABILITIES OF THE  
FEDERAL DEPOSIT INSURANCE CORPORATION, DECEMBER 31, 1956**

ASSETS		
Cash.....		\$ 4,221,686
U. S. Government obligations:		
Securities at amortized cost (face value \$1,830,000,000; market or redemption value \$1,757,519,391).....	\$1,825,165,990	
Accrued interest receivable.....	6,071,880	1,831,237,870
<b>Assets acquired in receivership and deposit assumption trans- actions:</b>		
Subrogated claims of depositors against closed banks.....	\$ 3,442,589	
Net insured balances of depositors in closed banks, to be subrogated when paid—contra.....	320,466	
Loans to insured banks.....	2,085,169	
Loan to receiver for closed bank.....	463,022	
Assets purchased under agreements to return any excess recovery to selling banks.....	6,739,213	
Other purchased assets.....	13,456	
	\$ 13,063,915	
Less reserves for losses.....	8,638,669	4,425,246
Deferred charges and sundry assets.....		124,145
Furniture, fixtures, and equipment.....		1
<b>Total assets.....</b>		<b>\$1,840,008,948</b>
LIABILITIES <sup>1</sup>		
Accounts payable and miscellaneous accrued liabilities.....		\$ 494,924
Earnest money, escrow funds, and collections held for others...		189,534
Accrued annual leave of employees.....		1,043,586
Due insured banks:		
Net assessment income credits available July 1, 1957.....	\$ 87,338,043	
Other.....	8,432,733	95,770,776
Deferred credits.....		4,891
Net insured balances of depositors in closed banks—contra.....		320,466
Reserve for deposit insurance expenses.....		107,722
<b>Total liabilities.....</b>		<b>\$ 97,931,899</b>
DEPOSIT INSURANCE FUND		
<b>Fund (see table 7)<sup>2</sup>.....</b>		<b>1,742,077,049</b>
<b>Total liabilities and fund.....</b>		<b>\$1,840,008,948</b>

<sup>1</sup> Capital stock was retired by payments to the United States Treasury in 1947 and 1948, pursuant to the Acts of August 5, 1947, (61 Stat. 773) and June 29, 1948, (62 Stat. 1092).

<sup>2</sup> The Deposit Insurance Fund represents the cumulative net income (surplus) of the Corporation from its inception to December 31, 1956. For the protection of depositors, in addition to this Fund, the Corporation is authorized to borrow up to three billion dollars from the United States Treasury when in the judgment of the Board of Directors such funds are required for insurance purposes.

**Assets and liabilities, December 31, 1956.** The assets of the Corporation on December 31, 1956, totaled \$1,840 million. Of this amount, \$1,831 million was represented by holdings of United States Government securities, including accrued interest thereon. Assets held which had been acquired in deposit payoff and deposit assumption cases were valued at \$4 million, after provision for losses. Cash held at the year-end amounted to \$4 million.

Liabilities totaled \$98 million on December 31, 1956. Nearly all of this amount represented net assessment income credits due insured banks. The excess of the Corporation's assets over its liabilities, amounting at the end of 1956 to \$1,742 million, constitutes the deposit insurance fund. Assets and liabilities of the Corporation on December 31, 1956, are given in Table 10.

**The insurance fund and insured deposits.** The ratio of the deposit insurance fund to deposits has increased slightly in the last few years. At the end of 1956 the fund amounted to 0.79 percent of deposits in insured banks. The relationship of the insurance fund to deposits in insured banks and to estimated insured deposits for each year-end date since 1934 is shown in Table 11.

**Table 11. INSURED DEPOSITS AND THE DEPOSIT INSURANCE FUND, 1934-1956**

Year (Dec. 31)	Deposits in insured banks (in millions)		Percent of deposits insured	Deposit insurance fund (in millions)	Ratio of deposit insurance fund to—	
	Total	Insured <sup>1</sup>			Total deposits	Insured deposits
1956 .....	\$219,393	\$121,008	55.2%	\$1,742.1	.79%	1.44%
1955 .....	212,226	116,380	54.8	1,639.6	.77	1.41
1954 .....	203,195	110,973	54.6	1,542.7	.76	1.39
1953 .....	193,466	105,610	54.6	1,450.7	.75	1.37
1952 .....	188,142	101,842	54.1	1,363.5	.72	1.34
1951 .....	178,540	96,713	54.2	1,282.2	.72	1.33
1950 .....	167,818	91,359	54.4	1,243.9	.74	1.36
1949 .....	156,786	76,589	48.8	1,203.9	.77	1.57
1948 .....	153,454	75,320	49.1	1,065.9	.69	1.42
1947 .....	154,096	76,254	49.5	1,006.1	.65	1.32
1946 .....	148,458	73,759	49.7	1,058.5	.71	1.44
1945 .....	158,174	67,021	42.4	929.2	.59	1.39
1944 .....	134,662	56,398	41.9	804.3	.60	1.43
1943 .....	111,650	48,440	43.4	703.1	.63	1.45
1942 .....	89,869	32,837	36.5	616.9	.69	1.88
1941 .....	71,209	28,249	39.7	553.5	.78	1.96
1940 .....	65,288	26,638	40.8	496.0	.76	1.86
1939 .....	57,485	24,650	42.9	452.7	.79	1.84
1938 .....	50,791	23,121	45.5	420.5	.83	1.82
1937 .....	48,228	22,557	46.8	383.1	.79	1.70
1936 .....	50,281	22,330	44.4	343.4	.68	1.54
1935 .....	45,125	20,158	44.7	306.0	.68	1.52
1934 .....	40,060	18,075	45.1	333.0	.88	1.84

<sup>1</sup> Estimated by applying to the deposits in the various types of account at the regular call dates the percentages insured as determined from special reports secured from insured banks.



**Audit.** As required by the Federal Deposit Insurance Act, the Comptroller General of the United States makes an annual audit of the Corporation. The short form of the audit report for the year ended June 30, 1956, as furnished to the Corporation by the Comptroller General, is given in Table 13, on pages 19-21.

#### LEGAL DEVELOPMENTS

**Federal legislation.** The Federal Deposit Insurance Act was amended by Section 3 of Public Law 896, 84th Congress, approved August 1, 1956, to extend Federal deposit insurance to Guam. The National Bank Act and all other acts of Congress relating to national banks were also made applicable to Guam by Section 2 of Public Law 896.

The Bank Holding Company Act of 1956, to define bank holding companies, control their future expansion, and require divestment of their nonbank interests, was approved May 9, 1956 (Public Law 511, 84th Congress).

These enactments are given in Part Four of this report.

**Rules and regulations of the Corporation.** A proposed amendment of Section 329.6 of the Corporation's rules and regulations, which relates to the maximum rates of interest payable on time and savings deposits by insured nonmember banks, to permit compounding of interest monthly, instead of quarterly, at maximum permissible rates was published in the Federal Register of February 25, 1956 (21 F.R. 1275), but was not adopted.

Section 329.6 of the Corporation's rules and regulations was amended effective January 1, 1957 (21 F.R. 9693, Dec. 7, 1956). This amendment changed the maximum permissible rate of interest payable on time and savings deposits of 2½ percent in paragraph (a) of Section 329.6 to 3 percent, and the maximum permissible rate of 2 percent in paragraph (b) of Section 329.6 to 2½ percent. No change was made in the maximum permissible rate of 1 percent in paragraph (c) of Section 329.6. The amendment also eliminates provisions as to maximum rates payable under deposit contracts entered into before specified dates in 1936, since with the passage of time these provisions have become obsolete and of no significance. The amended Section 329.6 is given in Part Four of this report.

**State legislation.** A summary of State banking legislation enacted in 1956 is given in Part Four of this report.

## ORGANIZATION AND PERSONNEL

**Directors and employees.** The management of the Federal Deposit Insurance Corporation is vested in a three-member Board of Directors. There were no changes in the membership of the Board during 1956.<sup>1</sup> The directors and other Corporation officials are listed on page v, and an organization chart of the Corporation is shown on page iv. Names of the Corporation's supervising examiners and locations of the district offices are given on pages vi and vii.

The Corporation had 1,144 employees on December 31, 1956, an increase of 13 over the previous year-end. About three-fourths of the Corporation's personnel are employed in the Division of Examination. A distribution of the Corporation's employees according to Division and location is presented in Table 12.

**Table 12. NUMBER OF OFFICERS AND EMPLOYEES OF THE  
FEDERAL DEPOSIT INSURANCE CORPORATION, DECEMBER 31, 1956**

Division	Total	Washington office	District and other field offices
<b>Total</b> .....	<b>1,144</b>	<b>289</b>	<b>855</b>
Directors.....	3	3	.....
Executive Offices.....	16	16	.....
Legal Division.....	24	24	.....
Division of Examination.....	818	46	772
Division of Liquidation.....	60	18	42
Division of Research and Statistics.....	41	41	.....
Audit Division.....	59	13	41
Office of the Controller.....	123	123	.....

During the last 10 years employment has ranged from a low of 1,002 to a high of 1,160. Turnover in 1956 amounted to 17 employees per 100, exclusive of temporary personnel engaged in field liquidation activities. Competing employment opportunities have made it difficult to attract and retain examiner personnel; at the end of 1956 there were 57 vacancies in the authorized field examiner staff.

**Employee benefits and programs.** Benefits available to Corporation employees include vacation and sick leave, retirement annuities, life insurance, and medical benefits. At the end of 1956, 98 percent of the Corporation's employees were included in the United States Civil Service Retirement System; the remaining 2 percent were covered under the retirement provisions of the Social Security Act. Also on that date, 96 percent of the eligible employees had availed themselves of the group life insurance benefits provided under the Federal Employees' Group

<sup>1</sup> Mr. Maple T. Harl, who had been a director of the Corporation since January 5, 1946, died on April 17, 1957.

Life Insurance Act of 1954. Employees are eligible for benefits in case of disabling injuries under terms of the Federal Employees' Compensation Act, and for unemployment benefits under terms of legislation extending such benefits to Federal employees on January 1, 1955.

Since 1952 the Corporation has provided hospitalization, surgical benefits and in-hospital medical benefits for its employees. The Corporation bears the cost of this program for its employees, who may individually extend it to cover dependents by paying the additional cost. The Corporation provides facilities for an employees' credit union, which is particularly helpful to examiners, who are prohibited by law from borrowing from insured banks.

The Corporation encourages examiners and auditors to participate in a somewhat formalized educational program. At the end of 1956 about half of the examiners were enrolled in courses of study whose costs are paid by the Corporation. During the eleven years the program has been in operation, over 2,000 formal courses of study have been completed by examiners. The program consists principally of correspondence courses given by the American Institute of Banking and special graduate courses in banking at three universities. In addition, Corporation examiners participate in the Inter-Agency Bank Examination School sponsored by the Federal bank supervisory agencies and conducted by the Board of Governors of the Federal Reserve System. Further educational purposes are served by the District conferences of Corporation examiners; these are held every other year, and are a valued medium for instruction and appraisal.

**Table 13. AUDIT REPORT OF THE FEDERAL DEPOSIT INSURANCE CORPORATION FOR THE FISCAL YEAR ENDED JUNE 30, 1956**

COMPTROLLER GENERAL OF THE UNITED STATES  
WASHINGTON 25

B-11483

December 14, 1956

Board of Directors  
Federal Deposit Insurance Corporation

Gentlemen:

The General Accounting Office has made an audit of FEDERAL DEPOSIT INSURANCE CORPORATION, an independent Government agency, for the fiscal year ended June 30, 1956, in accordance with section 17(b) of the Federal Deposit Insurance Act (12 U.S.C. 1827).

This audit included an examination of the balance sheet of Federal Deposit Insurance Corporation as of June 30, 1956, and the related statement of income and deposit insurance fund for the year then ended. The examination was made in accordance with generally accepted auditing standards and included such tests of the accounting records and such other auditing procedures as were considered necessary in the circumstances and appropriate in view of the effectiveness of the system of internal control, including the work performed by the Corporation's internal auditors.

**Table 13. AUDIT REPORT OF THE FEDERAL DEPOSIT INSURANCE CORPORATION FOR THE FISCAL YEAR ENDED JUNE 30, 1956—Continued**

In the opinion of the General Accounting Office, the accompanying balance sheet (exhibit 1) and statement of income and deposit insurance fund (exhibit 2) present fairly the financial position of Federal Deposit Insurance Corporation at June 30, 1956, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year and with applicable Federal laws.

Sincerely yours,

/s/ JOSEPH CAMPBELL

Comptroller General of the United States

**Exhibit 1. FEDERAL DEPOSIT INSURANCE CORPORATION,  
BALANCE SHEET, JUNE 30, 1956**

ASSETS			
Cash.....			\$ 2,562,146
<b>U. S. Government obligations:</b>			
Securities, at amortized cost (face value, \$1,815,200,000; market or redemption value, \$1,778,666,328).....	\$1,810,140,116		
Accrued interest receivable.....	6,707,097	1,816,847,213	
<b>Assets acquired in deposit assumption and receivership transactions:</b>			
Subrogated claims of depositors against closed insured banks.	1,265,926		
Net balances of depositors in closed insured banks, to be subrogated when paid—contra.....	18,971		
Loans to insured banks.....	2,239,479		
Equity in assets acquired under purchase agreements.....	7,745,212		
Assets purchased outright.....	13,415		
	11,277,003		
Less estimate for losses.....	8,346,249	2,930,754	
Accounts receivable, deferred charges, and sundry assets.			122,098
Furniture, fixtures, and equipment, less accumulated depreciation of \$602,460.....			1
			<u>\$1,822,462,212</u>
<b>LIABILITIES AND DEPOSIT INSURANCE FUND</b>			
Accounts payable and accrued liabilities.....			\$ 552,758
Earnest money, escrow funds, and collections held for others.....			164,230
Employees' accrued annual leave.....			1,101,734
Deferred credits.....			8,446
Net balances of depositors in closed insured banks—contra			18,971
Net assessment income credits due insured banks (note 1):			
Available July 1, 1956.....	\$ 85,409,716		
Estimated amount available July 1, 1957, from net assessment income for 6 months ended June 30, 1956.....	44,387,963	129,797,679	
Total liabilities.....			131,643,818
Deposit insurance fund, representing accumulated income from inception to June 30, 1956, available for future deposit insurance losses and related expenses (note 2 and exhibit 2).			1,690,818,394
			<u>\$1,822,462,212</u>

The notes following exhibit 2 are an integral part of this statement.

**Table 13. AUDIT REPORT OF THE FEDERAL DEPOSIT INSURANCE CORPORATION FOR THE FISCAL YEAR ENDED JUNE 30, 1956—Continued**

**Exhibit 2. FEDERAL DEPOSIT INSURANCE CORPORATION, STATEMENT OF INCOME AND DEPOSIT INSURANCE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 1956**

Deposit insurance assessments . . . . .		\$ 155,141,790
Deduct net assessment income credits due insured banks (note 1)		87,741,613
		67,400,177
Income from U. S. Government securities . . . . .		41,517,468
Other income . . . . .		33,578
		108,951,228
Deduct:		
Administrative and operating expenses:		
Salaries . . . . .	\$6,273,334	
Travel . . . . .	1,607,925	
Rents and utilities . . . . .	421,416	
Other . . . . .	570,691	
	8,873,366	
Nonrecoverable deposit insurance expenses . . . . .	103,593	8,976,959
		99,974,264
Add reduction in estimate for deposit insurance losses on acquired banking assets:		
Reduction in loss estimate on prior year cases . . . . .	448,232	
Loss estimate on case acquired during the year . . . . .	144,769	303,463
Net income for year transferred to deposit insurance fund . . . .		100,277,727
Deposit insurance fund, June 30, 1955 . . . . .		1,590,540,667
Deposit insurance fund, June 30, 1956 (note 2 and exhibit 1) . .		\$1,690,818,394

The notes on the following pages are an integral part of this statement.

**NOTES TO THE FINANCIAL STATEMENTS—JUNE 30, 1956**

1. Section 7(d) of the Federal Deposit Insurance Act (12 U.S.C. 1817(d) ) provides that, as of December 31, 1950, and as of December 31 of each year thereafter, the Corporation shall credit pro rata to the insured banks 60 percent of the net assessment income (as defined by the act) for the calendar year, the credit to be applied toward the payment of assessments becoming due for the semiannual period beginning the next July 1 and any excess credit to be applied to the assessment of the following period.

At June 30, 1956, the net amount due the banks for credits computed on the net assessment income for calendar year 1955 and on adjustments of such income for prior years was \$85,409,716. The actual amount of credit due the banks from calendar year 1956 net assessment income is not determinable until after December 31, 1956. However, an estimated credit for the first 6 months of 1956 has been computed to be \$44,387,963.

2. At June 30, 1956, the deposit insurance fund of \$1,690,818,394 was equivalent to 1.48 percent of the insured deposits in all banks, estimated by the Corporation at 114.6 billion dollars. This fund, however, is not a measure of the deposit insurance risk, and its adequacy to meet future losses will depend on future economic conditions which cannot be predicted. From its inception to June 30, 1956, the Corporation disbursed about \$338,000,000 in protecting depositors of 429 insured banks and facilitating the termination of liquidations, on which incurred losses amount to \$28,083,613, including estimated losses of \$8,346,249 on cases not terminated.

Existing law does not specify either the amount or the ratio of insured deposits to which the insurance fund is to be accumulated.

The Corporation may borrow from the United States Treasury, at interest, such funds as in the judgment of the board of directors of the Corporation are required from time to time for insurance purposes, not exceeding, in the aggregate, three billion dollars outstanding at any time. The Corporation has never used this borrowing power.

3. In accordance with the law, the Corporation has not borne the Government's share of the cost of providing retirement, disability, and compensation (including unemployment) benefits for the employees of the Corporation. These costs are estimated to be approximately \$285,000 for the fiscal year 1956.

4. The securities owned by the Corporation at June 30, 1956, with a face value of \$1,815,200,000, were held in safekeeping by the Treasurer of the United States (\$1,157,700,000) and by the Federal Reserve Bank of New York (\$657,500,000). The cash balance (\$2,562,146) of the Corporation at that date included \$2,363,439 deposited with the Treasurer of the United States.



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**PART TWO**  
**BANKING DEVELOPMENTS**

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## NUMBER OF BANKS AND THEIR INSURANCE STATUS

**Changes in number of operating banks and branches.** At the end of 1956 there were 22,314 banking offices in the United States. The number of banks has decreased annually since 1947, but the opening of additional branches has resulted each year in an increase in the number of banking offices. Table 14 shows the number of banks and branches at the end of each year, and the changes occurring annually, from 1946 to 1956.

**Table 14. NUMBER AND CHANGES IN BANKING OFFICES IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1946-1956**

Year or period	Number at end of year or period			Change in number			Percentage change		
	Total banking offices	Banks	Branches <sup>1</sup>	Total banking offices	Banks	Branches <sup>1</sup>	Total banking offices	Banks	Branches <sup>1</sup>
<b>1946-1956..</b>	<b>22,314</b>	<b>14,208</b>	<b>8,106</b>	<b>3,335</b>	<b>-551</b>	<b>3,886</b>	<b>17.6%</b>	<b>-3.7%</b>	<b>92.1%</b>
1956.....	22,314	14,208	8,106	639	-76	715	2.9	-.5	9.7
1955.....	21,675	14,284	7,391	515	-125	640	2.4	-.9	9.5
1954.....	21,160	14,409	6,751	381	-143	524	1.8	-1.0	8.4
1953.....	20,779	14,552	6,227	329	-65	394	1.6	-.4	6.8
1952.....	20,450	14,617	5,833	295	-44	339	1.5	-.3	6.2
1951.....	20,155	14,661	5,494	304	-32	336	1.5	-.2	6.5
1950.....	19,851	14,693	5,158	251	-43	294	1.3	-.3	6.0
1949.....	19,600	14,736	4,864	234	-17	251	1.2	-.1	5.4
1948.....	19,366	14,753	4,613	191	-14	205	1.0	-.1	4.7
1947.....	19,175	14,767	4,408	196	8	188	1.0	.1	4.5
1946.....	18,979	14,759	4,220						

<sup>1</sup> Includes "facilities" at military installations.

In recent years the relative number of banks and branches has been altered by an increased number of deposit assumption transactions and of new branches opened. On December 31, 1946, there were 1,194 banks operating branches, with a total of 4,220 branches; ten years later the numbers had risen to 2,060 banks and 8,106 branches. During the 10-year period 90 percent of the banks which ceased operations were absorbed by other banks, and more than four-fifths of that group were converted into branches. Of the new banking offices opened during the period 79 percent were branches. The number of branches opened increased in each of the ten years. The number of absorptions in 1956, while smaller than in 1955 and 1954, was more than twice as great as that for any of the years 1947 through 1951. However, because of new banks opened the total number of banks decreased less than 4 percent during the ten years. The changes which occurred in the numbers of banks and branches each year from 1947 through 1956 are analyzed in Table 15.

**Table 15. ANALYSIS OF CHANGES IN THE NUMBER OF BANKING OFFICES IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1947-1956**

Year	All banking offices—net increase	Banks					Branches				
		Net change	Began operations <sup>1</sup>	Ceased operations		Other additions to (+) or deletions from (-) count-net <sup>4</sup>	Net increase	Opened for business		Discontinued-total <sup>4</sup>	Other additions to (+) or deletions from (-) count-net <sup>4</sup>
				Ab-sorbed <sup>2</sup>	Liqui-dated <sup>3</sup>			Suc-ceeded ab-sorbed banks	Other new branches <sup>5</sup>		
1956	639	-76	119	189	9	+8	715	168	582	39	+4
1955	515	-125	116	231	10	.....	640	206	483	50	+1
1954	381	-143	72	207	9	+1	524	181	878	37	+2
1953	329	-65	65	115	12	-8	894	97	823	29	+3
1952	295	-44	69	99	16	+2	339	84	278	21	-2
1951	304	-32	63	78	18	+1	336	59	298	24	+8
1950	251	-43	69	89	15	-8	294	73	231	22	+12
1949	234	-17	72	76	20	+7	251	61	195	8	+8
1948	191	-14	78	77	15	.....	205	59	162	20	+4
1947	196	8	113	82	15	-8	188	55	165	81	-1

<sup>1</sup> Mostly new banks, but includes a few previously operating financial institutions which became banks of deposit.

<sup>2</sup> Net decrease as a consequence of absorptions, consolidations, and mergers.

<sup>3</sup> Suspensions and voluntary liquidations. Also includes in each year from one to four cases of banks, the deposits of which were assumed with FDIC aid.

<sup>4</sup> Includes revisions in classification and changes occurring in prior years, but on which no information was available until given year.

<sup>5</sup> In each year includes: from one to seven cases of branches replacing banks relocated or placed in liquidation or receivership; and from one to thirty-nine facilities established in or near military installations at the request of the Treasury or Commanding Officer of the installation.

<sup>6</sup> In each year (except 1949, 1951, and 1952) includes from one to ten facilities discontinued at military installations.

*Detailed data:* Table 101, Annual Reports of the Federal Deposit Insurance Corporation, 1947-1956.

From 1946 to 1956 the population of the continental United States rose by 19 percent, and the number of banking offices increased by 17 percent. There was an increase in population in each of the States, but the number of banking offices declined in three States. In 22 States the number of banking offices increased by a greater percentage than did the population.

**Types of operating banks and their insurance status.** Almost 96 percent of banks operating in the United States at the end of 1956 were classified as commercial banks, approximately 4 percent were mutual savings banks, while trust companies not regularly engaged in deposit banking constituted less than one-half of 1 percent. The proportion of the banks in each category is virtually the same as that existing ten years ago. In Table 16 all banks in the United States are classified by type and insurance status.

The proportion of all banks which participate in insurance provided by the Federal Deposit Insurance Corporation has continued to increase gradually. At the close of 1956 the participating institutions comprised 97 percent of commercial banks and 42 percent of mutual savings banks. Ten years earlier the percentages were 94 and 35, respectively. Trust

companies which are not regularly engaged in deposit banking are not eligible for deposit insurance.

**Table 16. NUMBER AND DEPOSITS OF ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956**

	Number or deposits			Percentage of total	
	Total	Insured banks	Non-insured banks	Insured banks	Non-insured banks
<b>Number of banks—total</b> .....	<b>14,208</b>	<b>13,441</b>	<b>767</b>	<b>94.6%</b>	<b>5.4%</b>
Banks of deposit.....	14,148	13,441	707	95.0	5.0
<i>Commercial</i> .....	13,620	13,218	402	97.0	3.0
<i>Mutual savings</i> .....	528	223	305	42.2	57.8
Trust companies not regularly engaged in deposit banking.....	60	.....	60	.....	100.0
<b>Deposits (in millions)—total</b> .....	<b>\$228,579</b>	<b>\$219,393</b>	<b>\$9,186</b>	<b>96.0</b>	<b>4.0</b>
Banks of deposit.....	228,506	219,393	9,113	96.0	4.0
<i>Commercial</i> .....	198,474	196,507	1,967	99.0	1.0
<i>Mutual savings</i> .....	30,032	22,886	7,146	76.2	23.8
Trust companies not regularly engaged in deposit banking <sup>1</sup> .....	73	.....	73	.....	100.0

<sup>1</sup> Deposits of these companies consist of uninvested trust funds and special accounts.

Detailed data: See Table 103, pp. 100-101.

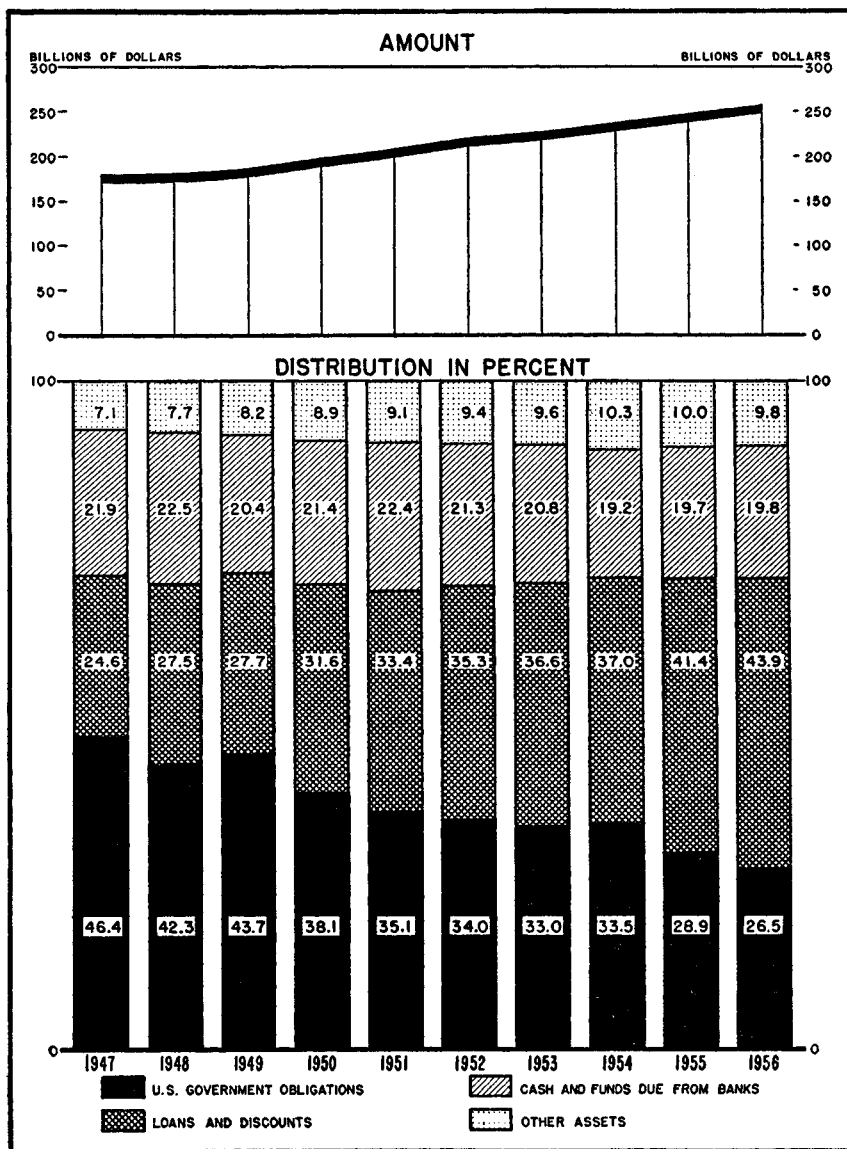
## BANK ASSETS

**Growth of assets in 1956 and prior years.** During the year 1956 the assets of all banks increased by \$9 billion, reaching a total of \$252 billion. The increase, which amounted to 3.6 percent, was slightly smaller than that in 1955. At the close of 1956 the assets of all banks were 49 percent greater than they had been ten years earlier.

The assets of commercial banks rose by 3.2 percent in 1956, compared with an increase of 3.9 percent in the year previous. During 1956 the assets of mutual savings banks continued to grow more rapidly than those of commercial banks. Assets of mutual savings banks increased 6.5 percent in 1956 and 6.8 percent in 1955. In the 10-year period ending December 31, 1956, the assets of commercial banks increased 45 percent, while the assets of mutual savings banks increased 78 percent. At the close of 1956 commercial banks held 86 percent of the assets of all banks.

**Composition of total assets.** During the ten years from the end of 1946 to the close of 1956 important changes took place in the composition of total bank assets. The banks' holdings of United States Government obligations were reduced by nearly one-fourth. At the same time, the banks responded to the needs of the expanding economy by a three-fold increase in their loans. Chart B shows the percentages of total assets in the form of United States Government obligations and in loans, and also in cash and due from banks and in other assets, at the close of each year during the period.

**Chart B. AMOUNT AND DISTRIBUTION OF ASSETS, ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), ANNUALLY, DECEMBER 31, 1947-1956**



The distribution of the assets of all banks in the United States on December 31, 1956, is shown in Table 17. On that date 27 percent of the assets of commercial banks consisted of United States Government obligations and 42 percent were loans. For mutual savings banks the proportions were 24 percent and 59 percent, respectively. For both

groups of banks these percentages represent a marked change from ten years previously, when United States Government obligations were 55 percent and loans were 18 percent of total assets in commercial banks, while for mutual savings banks the percentages were 63 and 24, respectively.

**Table 17. DISTRIBUTION OF ASSETS OF ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY TYPE AND INSURANCE STATUS OF BANKS, DECEMBER 31, 1956**

(Amounts in millions)

Assets	All banks	Commercial banks		Mutual savings banks	
		Insured	Non-insured	Insured	Non-insured
<b>Total assets</b> . . . . .	<b>\$251,965</b>	<b>\$216,145</b>	<b>\$2,509</b>	<b>\$25,282</b>	<b>\$8,028</b>
Cash and funds due from banks . .	49,897	48,444	472	789	182
Securities . . . . .	87,352	78,947	1,242	8,628	3,595
<i>U. S. Government obligations</i> . . . .	<i>66,795</i>	<i>57,958</i>	<i>867</i>	<i>5,518</i>	<i>2,453</i>
<i>Obligations of States and sub-</i>					
<i>divisions</i> . . . . .	<i>13,637</i>	<i>12,716</i>	<i>251</i>	<i>562</i>	<i>107</i>
<i>Other securities</i> . . . . .	<i>6,920</i>	<i>3,273</i>	<i>124</i>	<i>2,548</i>	<i>975</i>
Loans and discounts, net . . . . .	110,632	90,143	712	15,542	4,236
<i>Valuation reserves</i> . . . . .	<i>1,785</i>	<i>1,562</i>	<i>4</i>	<i>191</i>	<i>25</i>
Loans and discounts, gross . . . . .	112,417	91,705	716	15,736	4,261
<i>Commercial and industrial</i> . . . . .	<i>38,965</i>	<i>38,707</i>	<i>216</i>	<i>38</i>	<i>4</i>
<i>Agricultural (excluding real estate)</i>	<i>4,181</i>	<i>4,116</i>	<i>61</i>	<i>2</i>	<i>3</i>
<i>For carrying securities</i> . . . . .	<i>4,322</i>	<i>4,236</i>	<i>65</i>	<i>17</i>	<i>3</i>
<i>Real estate</i> . . . . .	<i>42,464</i>	<i>22,484</i>	<i>235</i>	<i>15,563</i>	<i>4,177</i>
<i>Other loans to individuals</i> . . . . .	<i>19,116</i>	<i>18,829</i>	<i>112</i>	<i>103</i>	<i>73</i>
<i>All other loans</i> . . . . .	<i>3,368</i>	<i>3,333</i>	<i>24</i>	<i>8</i>	<i>3</i>
Fixed and miscellaneous assets . . . .	4,144	3,611	84	373	76
Number of banks, Dec. 31, 1956 . . .	14,208	13,218	462	223	305

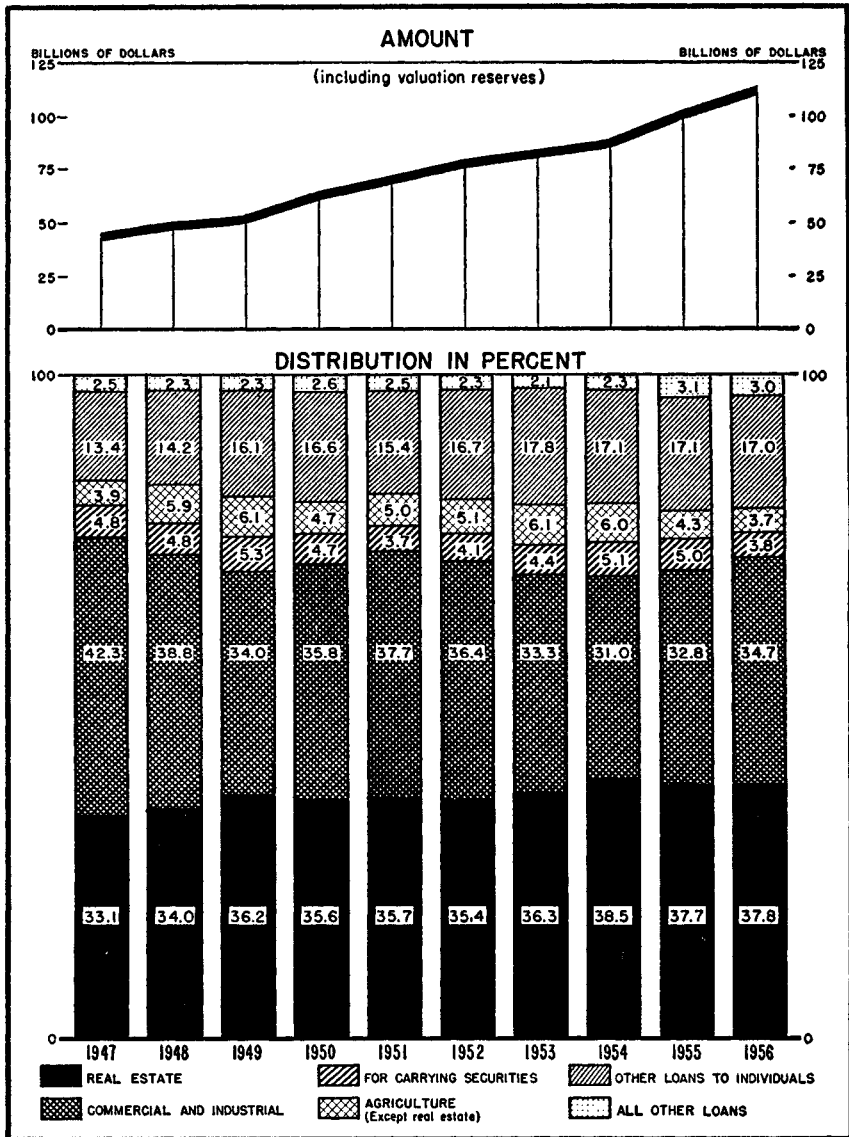
Detailed data: See Table 105, pp. 106-107.

Note: Due to rounding differences, components may not add precisely to the indicated totals.

**Types of loans.** During each of the ten years, 1947 through 1956, loans increased both in amount and as a percentage of the total assets of all banks in the United States. At the same time, as is shown by Chart C, there was considerable fluctuation in the percentages of total loans represented by each of the major types of loans. Two categories of loans, commercial and industrial and those on real estate, each accounted for approximately one-third of the total volume of loans outstanding at the end of each year. However, real estate loans were the largest category of loans in each of the last four years, while commercial and industrial loans exceeded the other categories in most of the earlier years. The volume of loans in the category "other loans to individuals" increased during the period, and at the end of 1956 was approximately one-half that of the commercial and industrial loans.

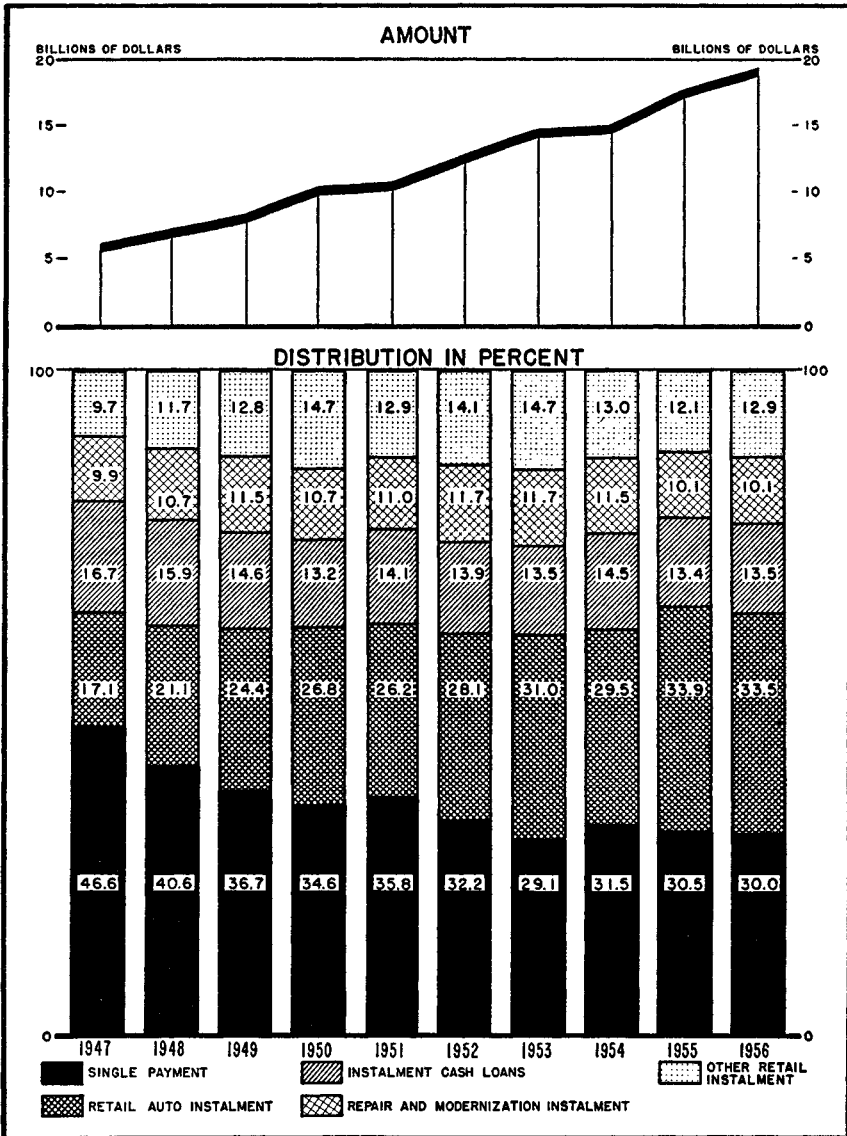
Chart D shows the relative volume of the various types of "other loans to individuals" which insured commercial banks had outstanding

Chart C. AMOUNT AND DISTRIBUTION OF LOANS, ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), ANNUALLY, DECEMBER 31, 1947-1956



at the close of each of the past ten years. The total volume of such loans outstanding increased in each year, but this was not true for every category of loans. Consequently, there were fluctuations in the percentages of total loans represented by each of the various classes. Approximately one-third of the total "other loans to individuals" now

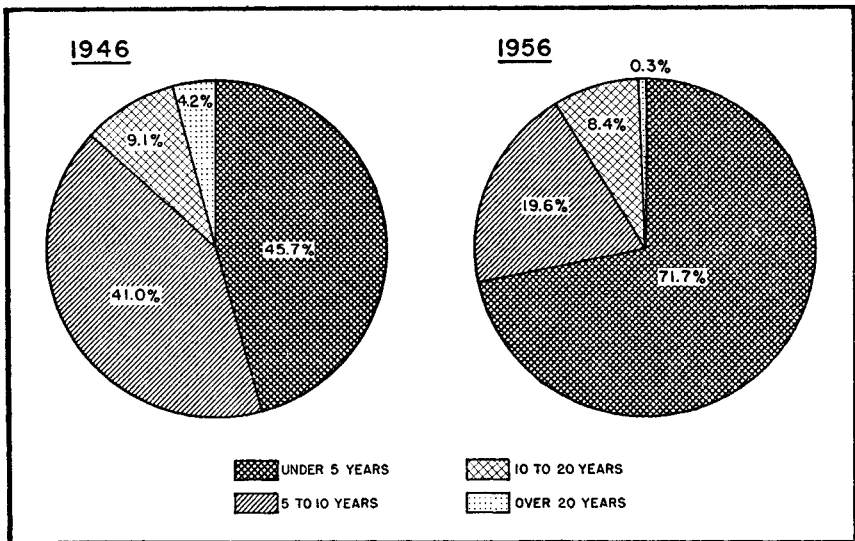
**Chart D. AMOUNT AND DISTRIBUTION OF "OTHER LOANS TO INDIVIDUALS", INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), ANNUALLY, DECEMBER 31, 1947-1956**



consists of retail automobile instalment loans, more than double the proportion represented by this category on December 31, 1945. Single payment loans, on the other hand, declined from more than 50 percent of "other loans to individuals" at the close of 1946 to 30 percent ten years later.

**Obligations of the United States Government, and of States and subdivisions.** In the investment portfolios of banks, that portion of the United States Government obligations which will mature in less than five years has increased greatly in recent years. The change which occurred from the end of 1946 to the close of 1956 in the maturity distribution of the marketable United States Government obligations held by insured commercial banks is shown by Chart E. There was also a movement toward shorter maturities for the marketable United States Government obligations owned by insured mutual savings banks. However, at the end of 1956, almost two-thirds of these securities held by mutual savings banks had maturities of between 10 and 20 years.

**Chart E. MATURITIES OF DIRECT MARKETABLE OBLIGATIONS OF THE UNITED STATES GOVERNMENT OWNED BY OPERATING INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1946, AND DECEMBER 31, 1956**



The amount of the obligations of States and their subdivisions held by all banks at the close of 1956 was three times as great as that ten years earlier. On December 31, 1956, 5.4 percent of the assets of all banks consisted of obligations of States and their subdivisions. Of these obligations owned by insured commercial banks on June 30, 1956, 50 percent had maturities of five years or less, compared with 46 percent nine years earlier. On June 30, 1956, 79 percent of the obligations of States and subdivisions owned by insured commercial banks consisted of general obligation bonds and long-term Public Housing Authority obligations, 15 percent were revenue bonds, and 6 percent were notes and warrants without specific maturity.



## BANK DEPOSITS

**Deposit growth in 1956 and prior years.** At the end of 1956 total deposits in all banks were 46 percent greater than they had been ten years earlier. The rate of increase of 3.2 percent in 1956 was lower than for either 1955 or 1954.

As is shown by Table 18, great differences exist in the rates at which total deposits in various classes of banks have changed since 1946. At the close of 1956, 87 percent of total deposits were in commercial banks. However, during the preceeding ten years, the deposits in mutual savings banks increased 78 percent while those in commercial banks grew 42 percent. In the ten years ending December 31, 1956, deposits in banks participating in insurance provided by the Federal Deposit Insurance Corporation increased more rapidly than deposits in banks not having this insurance. This is largely explained by changes in the number of insured and noninsured banks. From December 31, 1946, to the end of 1956 the number of insured commercial banks declined 1 percent; at

**Table 18. DEPOSITS OF ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY TYPE AND INSURANCE STATUS OF BANKS, DECEMBER 31, 1956, AND PERCENTAGE CHANGES FROM 1946 TO 1956**

Deposits or percentage change	All banks	Commercial banks			Mutual savings banks		
		Total	Insured	Non-insured	Total	Insured	Non-insured
<b>Amount (in millions):</b>							
<b>Total deposits</b> .....	<b>\$228,579</b>	<b>\$198,547</b>	<b>\$196,507</b>	<b>\$2,040</b>	<b>\$30,032</b>	<b>\$22,886</b>	<b>\$7,146</b>
Business and personal:							
Demand <sup>1</sup> .....	115,292	115,268	114,235	1,033	24	22	2
Time and savings...	78,510	48,525	48,113	412	29,985	22,843	7,141
States and subdivisions	13,005	12,988	12,768	219	18	16	2
United States Government	4,130	4,126	4,071	56	4	3	1
Interbank <sup>2</sup> .....	17,643	17,641	17,320	321	2	2	.....
<b>Total demand deposits</b> .....	<b>115,794</b>	<b>115,765</b>	<b>114,334</b>	<b>1,381</b>	<b>29</b>	<b>26</b>	<b>3</b>
<b>Total time deposits</b> .....	<b>82,785</b>	<b>52,782</b>	<b>52,122</b>	<b>660</b>	<b>30,003</b>	<b>22,859</b>	<b>7,143</b>
<b>Percentage change Dec. 31, 1946, to Dec. 31, 1956</b>							
<b>Total deposits</b> .....	<b>45.8%</b>	<b>41.9%</b>	<b>43.4%</b>	<b>-28.5%</b>	<b>78.0%</b>	<b>100.3%</b>	<b>31.3%</b>
Business and personal:							
Demand.....	37.8	37.8	38.9	-26.0	100.0	120.0	.....
Time and savings...	56.1	45.1	46.9	-38.6	77.9	100.1	31.3
States and subdivisions	88.6	88.4	92.5	-15.8	900.0	700.0	.....
United States Government	30.6	30.5	33.6	-50.9	200.0	50.0	.....
Interbank <sup>2</sup> .....	38.5	38.5	40.5	-22.1	.....	.....	.....
<b>Number of banks:</b>							
December 31, 1956.....	14,208	13,680	13,218	462	528	223	305
December 31, 1946.....	14,759	14,218	13,359	859	541	191	350

<sup>1</sup> Includes certified and officers' checks, cash letters of credit, etc.

<sup>2</sup> Includes postal savings deposits.

\* In the tabulations for 1946 a small amount of unclassified deposits was included with interbank deposits.

Detailed data for 1956: See Table 105, pp. 106-107.

Note: Due to rounding differences, data may not add precisely to the indicated totals.

the same time the number of noninsured commercial banks was reduced by 46 percent, and the number of noninsured mutual savings banks diminished 13 percent. Insured mutual savings banks increased in number by 17 percent during this period.

While the total deposits of banks in the United States have been rising, the deposits held by a number of banks have declined. Total deposits in insured commercial banks rose 7 percent between June 30, 1954, and June 30, 1956, yet 23 percent of these banks reported a decline in deposits in that period. Reductions in deposits were reported by some banks in all States except Arizona. In 18 States more than 20 percent of the insured commercial banks experienced declines in deposits. However, because of gains by other banks, total deposits in insured commercial banks were lower in only one of these States. As is shown by Table 19, three-fourths of the banks which reported decreases in deposits had declines of less than 10 percent.

**Table 19. NUMBER OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS) IN WHICH DEPOSITS DECLINED BETWEEN JUNE 30, 1954, AND JUNE 30, 1956**

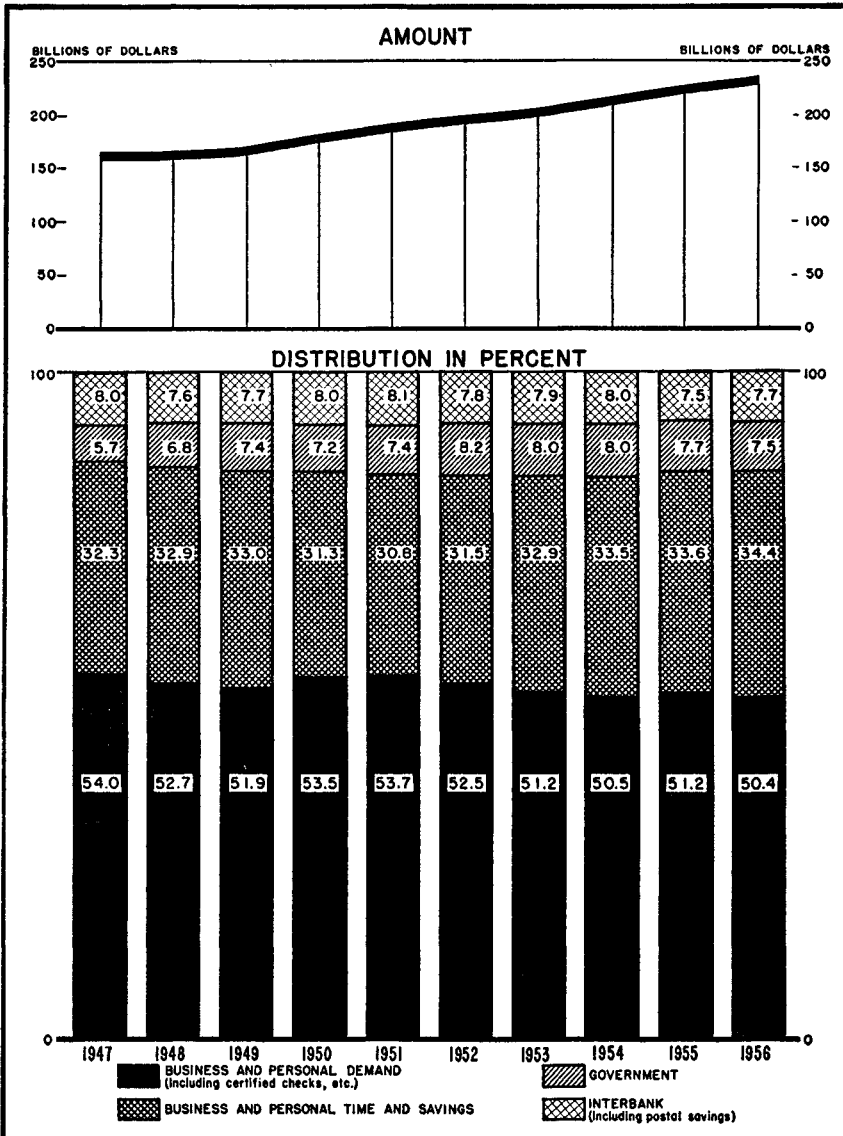
Item	Number of banks
<b>Total number with decline in deposits</b> .....	<b>3,092</b>
<b>Number with percentage decline of—</b>	
Under 5.....	1,471
5 to 10.....	860
10 to 15.....	422
15 to 20.....	208
20 to 25.....	80
25 to 30.....	33
30 or more.....	18

**Components of bank deposits.** Reference again to Table 18 shows the amounts deposited to the credit of various classes of depositors on December 31, 1956. For all banks, business and personal deposits represented 85 percent of total deposits. The remainder was divided almost equally between the deposits of governmental units and those of banks. Chart F shows that, as a percentage of all deposits, total business and personal deposits fluctuated only moderately during the ten years ending December 31, 1956. However, in each of the years, 1952-1956, the savings and time deposits of individuals and business increased as a percentage of total deposits. Since the major part of the deposits in mutual savings banks consists of savings accounts of individuals, these banks are affected to a greater degree than are commercial banks by the more rapid rise of time and savings deposits.

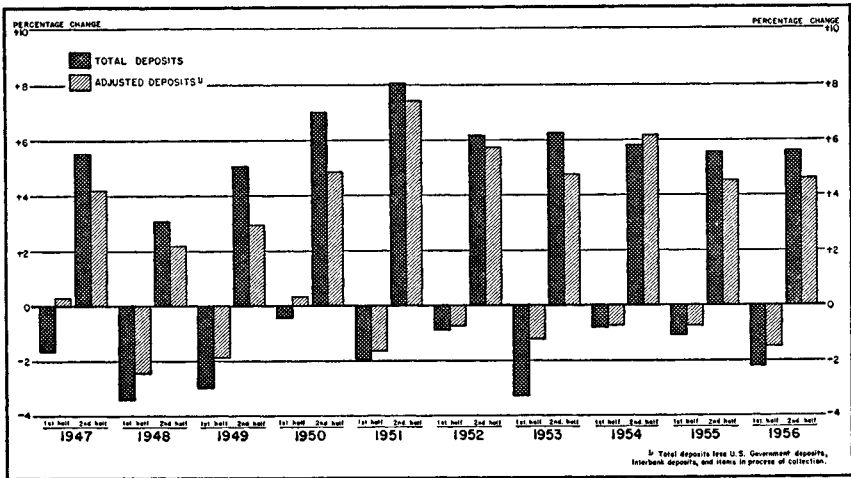
Adjustment of the reported figures to eliminate the amount of checks in process of collection improves the data for the amount of deposits available to individuals and business enterprises and State and local

governments. Chart G, which shows rates of change of such adjusted deposits and of total deposits of all banks semiannually for the past ten years, indicates that variations of the two generally coincide in direction but that in most instances, total deposits are more volatile. Pronounced seasonal fluctuations in both total and adjusted deposits are also evident.

**Chart F. AMOUNT AND DISTRIBUTION OF DEPOSITS, ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), ANNUALLY, DECEMBER 31, 1947-1956**



**Chart G. PERCENTAGE CHANGE IN TOTAL DEPOSITS AND IN ADJUSTED DEPOSITS, ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY HALF-YEAR PERIODS ENDING JUNE 30 AND DECEMBER 31, 1947-1956**



The amounts and annual percentage changes of total, adjusted, and other deposits for the years, 1947-1956, are given in Table 20.

**Table 20. TOTAL DEPOSITS, ADJUSTED DEPOSITS, AND OTHER DEPOSITS OF ALL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1947-1956, WITH ANNUAL PERCENTAGE CHANGES**

Year	Amount (in millions)			Percentage change from previous year		
	Total deposits	Adjusted deposits <sup>1</sup>	Other deposits <sup>2</sup>	Total deposits	Adjusted deposits	Other deposits
1956	\$228,579	\$192,843	\$35,736	3.2%	3.0%	4.5%
1955	221,391	187,204	34,187	4.4	3.7	8.3
1954	212,080	180,471	31,559	5.0	5.4	2.6
1953	201,978	171,211	30,767	2.8	3.5	-5
1952	196,481	165,500	30,981	5.3	5.0	7.0
1951	186,604	157,698	28,906	6.0	5.6	7.8
1950	176,120	149,316	26,804	6.6	5.3	14.6
1949	165,244	141,848	23,396	2.0	1.0	8.1
1948	162,041	140,406	21,635	-4	-3	-1.1
1947	162,713	140,848	21,865	3.8	4.5	-8

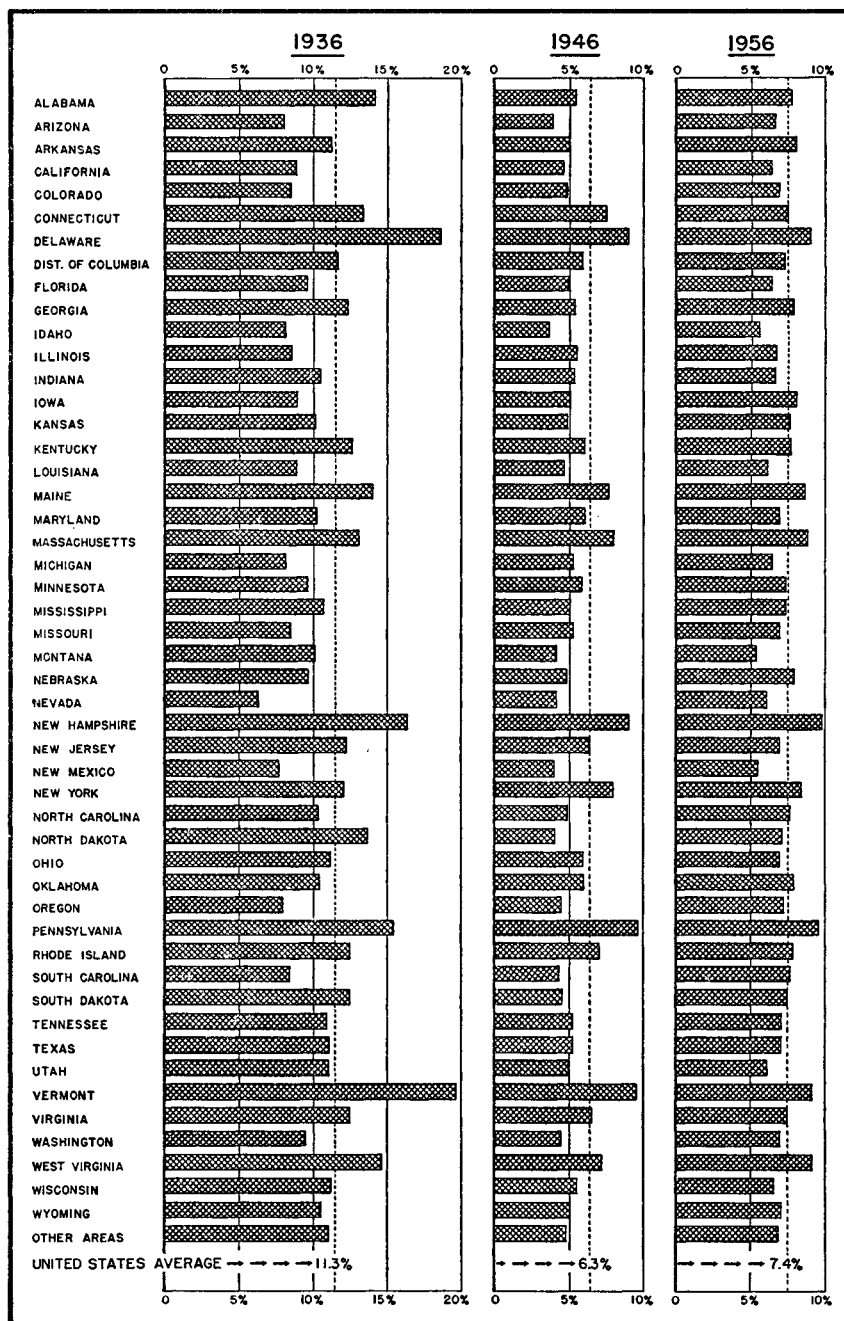
<sup>1</sup> Business and personal deposits (including certified checks, etc.) and those of States and subdivisions, less the amount of cash items in process of collection.

<sup>2</sup> United States Government deposits, interbank deposits, plus the amount of cash items in process of collection.

## BANK CAPITAL

**Growth in capital accounts.** The total capital accounts of all banks in the United States amounted to \$19,350 million at the close of 1956. The rate of increase was 6.3 percent in 1956, compared with 4.9 percent in the previous year. During the ten years ending December 31, 1956, total capital accounts increased 71 percent.

**Chart H. RATIO OF CAPITAL TO TOTAL ASSETS, INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1936, 1946, AND 1956**



As is shown on Chart H, the average ratio of capital to total assets of insured commercial banks rose from 6.3 percent at the end of 1946 to 7.4 percent on December 31, 1956. However, at the end of 1956 the ratio was substantially lower than it had been twenty years earlier.

### INCOME OF INSURED BANKS

**Growth of bank income in 1956 and prior years.** Total income of insured commercial banks was 13 percent greater in 1956 than in the preceding year, and nearly two and one-fourth times as large as in 1947. Total income has increased in each year of the 10-year period ended December 31, 1956.

The total income of insured mutual savings banks in 1956 was 12 percent greater than in 1955, and approximately twice as large as in 1947.

**Sources of bank income.** Insured commercial banks received more than four-fifths of their total income from loans and securities in 1956. The proportion of the total income of insured commercial banks derived from loans increased from 38 percent in 1947 to 59 percent in 1956; while, in the same period, the proportion of income obtained from securities declined from 37 percent to 23 percent.

**Table 21. SOURCES AND DISPOSITION OF TOTAL INCOME, INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1947 AND 1952-1956**

Income	Amounts (in millions)						Percent of total		
	1956	1955	1954	1953	1952	1947	1956	1952	1947
<b>Total income</b> . . . . .	<b>\$7,482</b>	<b>\$6,617</b>	<b>\$6,405</b>	<b>\$5,636</b>	<b>\$5,076</b>	<b>\$3,360</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Sources</b>									
Loans . . . . .	4,413	3,697	3,263	3,156	2,784	1,282	59.0	54.9	38.2
U. S. Government obligations . . . . .	1,343	1,334	1,273	1,207	1,099	1,080	17.9	21.6	32.1
Other securities . . . . .	370	351	325	298	277	179	5.0	5.5	5.3
Service charges on deposits . . . . .	386	340	312	271	245	148	5.2	4.3	4.4
Other current income . . . . .	720	656	601	552	527	409	9.6	10.4	12.2
Recoveries, etc. <sup>1</sup> . . . . .	250	240	681	152	144	262	3.3	2.8	7.8
<b>Disposition</b>									
Salaries and wages . . . . .	2,093	1,896	1,762	1,652	1,495	947	27.9	29.5	28.2
Interest on deposits . . . . .	806	678	618	535	468	298	10.8	9.0	8.9
Other current expenses . . . . .	1,558	1,386	1,258	1,189	1,076	737	20.8	21.2	21.9
Charge-offs, etc. <sup>2</sup> . . . . .	994	707	553	448	362	295	13.3	7.1	8.8
Income taxes . . . . .	815	794	907	786	695	302	10.9	13.7	9.0
Dividends to stockholders <sup>3</sup> . . . . .	617	566	517	474	442	315	8.3	8.7	9.4
Additions to capital accounts . . . . .	600	590	790	552	548	466	8.0	10.8	13.8

<sup>1</sup> Recoveries from assets previously charged off except those credited to valuation reserve accounts; profits on assets sold; and transfers from valuation reserve accounts.

<sup>2</sup> Losses and other charge-offs except those charged to valuation reserve accounts, and transfers to valuation reserve accounts.

<sup>3</sup> Includes interest on capital notes and debentures.

Note: Due to rounding differences, components may not add precisely to the totals.

Service charges made by insured commercial banks on demand deposits yielded more than two and one-half times as much income in 1956 as in 1947, while demand deposits rose only 35 percent in this period. Other current income, which includes various fees, rents, and income from trust departments, was 76 percent greater in 1956 than in 1947. Non-operating items consisting of recoveries on assets previously charged off, transfers from valuation reserves to income, and profits on the sale of assets provide a fluctuating source of income. Table 21 shows the amounts of income from each of the various sources for 1947 and in each of the years 1952-1956.

Insured mutual savings banks in 1956 received 93 percent of their income from loans and securities. For insured mutual savings banks the proportion of total income received from United States Government obligations declined from 39 percent in 1947 to 15 percent in 1956. In the same period the proportion of their income which the mutual savings banks received from other securities doubled. Two-thirds of the income of insured mutual savings banks in 1956 was derived from loans, compared with less than one-third in 1947. Table 22 shows the amounts of income from each of the various sources for 1947 and in each of the years 1952-1956.

**Table 22. SOURCES AND DISPOSITION OF TOTAL INCOME,  
INSURED MUTUAL SAVINGS BANKS IN THE UNITED STATES  
(CONTINENTAL U. S. AND OTHER AREAS), 1947 AND 1952-1956<sup>1</sup>**

Item	Amounts (in millions)						Percent of total		
	1956	1955	1954	1953	1952	1947	1956	1952	1947
<b>Total income</b> . . . . .	<b>\$947</b>	<b>\$846</b>	<b>\$781</b>	<b>\$684</b>	<b>\$626</b>	<b>\$475</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Sources</b>									
Loans . . . . .	632	536	454	387	331	153	66.7	52.9	32.2
U. S. Government obligations . . . . .	147	151	156	165	164	185	15.5	26.2	38.9
Other securities . . . . .	103	99	96	82	63	24	10.9	10.0	5.1
Other current income <sup>2</sup> . . . . .	28	28	28	26	26	13	2.9	4.1	2.7
Recoveries, etc. <sup>3</sup> . . . . .	38	33	47	25	43	100	4.0	6.8	21.1
<b>Disposition</b>									
Salaries and wages . . . . .	80	75	71	65	60	45	8.5	9.6	9.5
Dividends and interest on deposits . . . . .	609	536	466	415	365	181	64.3	58.3	38.1
Other current expenses <sup>4</sup> . . . . .	89	83	83	74	80	49	9.4	12.8	10.3
Charge-offs, etc. <sup>4</sup> . . . . .	61	56	51	58	60	112	6.5	9.6	23.6
Income taxes <sup>5</sup> . . . . .	9	9	11	9	9	6	1.0	1.4	1.3
Additions to capital accounts . . . . .	98	87	99	63	51	82	10.3	8.2	17.2

<sup>1</sup> Because of changes in 1951 in the method of reporting, data for subsequent years are not strictly comparable with those for 1947 nor with those for commercial banks.

<sup>2</sup> Except for 1947, includes amounts classified as "nonrecurring" income or expenses.

<sup>3</sup> Recoveries from assets previously charged off except those credited to valuation reserve accounts; profits on assets sold; and transfers from valuation reserve accounts.

<sup>4</sup> Losses and other items charged off except those charged to valuation reserve accounts; and transfers to valuation reserve accounts.

<sup>5</sup> Includes franchise taxes computed on an income basis.

**Note:** Due to rounding differences, components may not add precisely to the totals.

The income of insured commercial banks from loans was almost three and one-half times, and that of insured mutual savings banks four times, as large in 1956 as in 1947. For insured commercial banks income from securities increased less than one-half, and for insured mutual savings banks by one-fifth. For both categories of banks the increase in income from loans was due largely to the greater volume, while the increase in income from securities was due to higher yields. The average amount of loans held by insured commercial banks in 1956 was 155 percent greater than in 1947; for insured mutual savings banks the increase was 331 percent. Holdings of securities decreased, 5 percent for insured commercial banks and 2 percent for insured mutual savings banks. The average rates of income received by insured commercial banks and by insured mutual savings banks on loans, on United States Government obligations, and on other securities, for each of the years from 1947 to 1956, are shown in Table 23.

**Table 23. AVERAGE RATES OF INCOME, INSURED BANKS, 1947-1956**

Year	Insured commercial banks			Insured mutual savings banks		
	On loans	On U. S. Government obligations	On other securities	On loans <sup>1</sup>	On U. S. Government obligations	On other securities
1956 .....	5.11%	2.31%	2.29%	4.31%	2.56%	3.38%
1955 .....	4.88	2.09	2.15	4.25	2.51	3.30
1954 .....	4.79	1.98	2.14	4.15	2.31	3.19
1953 .....	4.84	1.98	2.11	4.12	2.49	3.16
1952 .....	4.64	1.80	2.04	4.09	2.43	3.05
1951 .....	4.45	1.65	1.99	4.14	2.35	2.98
1950 .....	4.34	1.59	2.04	4.35	2.35	2.95
1949 .....	4.22	1.61	2.15	4.37	2.33	3.00
1948 .....	4.04	1.57	2.14	4.43	2.29	3.00
1947 .....	3.79	1.54	2.16	4.51	2.28	2.99

<sup>1</sup> Because of changes in 1951 in the method of reporting by insured mutual savings banks, data for 1951-1956 are not strictly comparable with those for previous years nor with those for insured commercial banks.

**Disposition of bank income.** Payments for salaries and wages are the largest item among the expenditures of insured commercial banks, amounting to 28 percent of total income both in 1947 and 1956. In the 10-year period ending December 31, 1956, the number of employees increased by 56 percent, while salaries and wages increased 152 percent.

The disposition of income by mutual savings banks differs in many respects from that of commercial banks. Because of differences in the type of business transacted, mutual savings banks pay out a much larger proportion of their income for interest and dividends and a much smaller proportion for wages and salaries than do commercial banks. In the 10 years prior to the close of 1956 the number of employees of insured mutual savings banks increased 25 percent, and salaries and wages increased 105 percent.



Table 24 gives, for insured commercial banks and for insured mutual savings banks, ratios to deposits of current operating expenses, and of salaries and wages; and the average rate of interest paid on time and savings accounts. In the 10-year period ending December 31, 1956, each of these ratios for insured commercial banks increased. For insured mutual savings banks the ratios of current operating expenses to deposits, and of salaries and wages to deposits were slightly lower in 1956 than they had been in 1947. The rate of return paid on deposits by mutual savings banks is higher than the rate of interest paid on time and savings accounts by commercial banks. The average rate of return paid on time and savings accounts by insured mutual savings banks in 1956 was 2.75 percent, while the average interest rate paid on time and savings deposits by insured commercial banks was 1.58 percent. Both the rate of return paid by insured mutual savings banks on time and savings accounts and the rate of interest paid by insured commercial banks approximately doubled in the 10-year period ended December 31, 1956.

**Table 24. EXPENSE RATIOS AND INTEREST PAID ON DEPOSITS, INSURED BANKS, 1947-1956**

Year	Insured commercial banks			Insured mutual savings banks		
	Total current operating expenses to total deposits <sup>1</sup>	Salaries and wages to total deposits	Interest on time and savings deposits	Total current operating expenses to total deposits <sup>1</sup>	Salaries and wages to total deposits	Interest and dividends on time and savings deposits
1956.....	2.33%	1.10%	1.58%	0.76%	0.36%	2.75%
1955.....	2.14	1.03	1.38	.77	.36	2.61
1954.....	2.06	1.00	1.32	.78	.36	2.37
1953.....	1.98	.97	1.24	.79	.37	2.35
1952.....	1.84	.91	1.15	.87	.37	2.27
1951.....	1.74	.87	1.03	.88	.37	1.88
1950.....	1.67	.82	.94	.82	.39	1.84
1949.....	1.63	.79	.91	.79	.39	1.79
1948.....	1.55	.75	.90	.80	.39	1.57
1947.....	1.44	.69	.87	.79	.38	1.53

<sup>1</sup> For insured commercial banks includes interest on time and savings deposits, which is about one-sixth of total current operating expenses; for insured mutual savings banks excludes dividends on time and savings deposits and includes amounts reported for 1951-1956 as "nonrecurring expenses". Because of changes in 1951 in the method of reporting by insured mutual savings banks, data for 1951-1956 are not strictly comparable with those for previous years nor with those for insured commercial banks.

**Reserves for losses on loans and securities.** Losses and assets written off may be charged directly to earnings or to reserves which have been established for that purpose. Recoveries on assets previously charged off and profits on the sale of assets may be credited to income or to reserve accounts. In 1956 losses and charge-offs of loans by insured commercial banks exceeded recoveries by \$92 million. Of this, \$81 million was charged to reserves and \$11 million directly to income. Losses and charge-offs on securities exceeded recoveries and profits on sale of securities in 1956 by \$364 million. The amount charged to reserves was \$92 million, and \$272 million was charged directly to income.

Table 25 shows that in 1956 the reserves established for losses on loans by insured commercial banks continued to increase both in amount and in relation to the volume of loans outstanding. However, the reserves for losses on securities declined in 1956 in amount and as a ratio of securities held.

**Table 25. RESERVES FOR LOSSES ON LOANS AND ON SECURITIES, INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1948-1956**

(Amounts in millions of dollars)

Year	Amount of reserves, end of year	Computed net change during year <sup>1</sup>	Changes reported		Ratio of reserves to loans or securities, end of year
			Net transfers from earnings <sup>2</sup>	Net losses charged to reserve accounts <sup>3</sup>	
<b>On loans</b>					
1956	\$1,561	\$293	\$375	\$81	1.70%
1955	1,268	196	258	49	1.51
1954	1,072	108	165	49	1.50
1953	964	58	114	56	1.41
1952	906	88	127	33	1.39
1951	818	144	176	36	1.40
1950	674	125	161	34	1.28
1949	549	139	193	53	1.27
1948	410	( <sup>4</sup> )	230	36	.96
<b>On securities</b>					
1956	209	-30	61	92	.28
1955	239	-38	27	65	.30
1954	277	42	66	13	.32
1953	235	-8	27	36	.30
1952	243	-11	9	21	.31
1951	254	4	19	15	.34
1950	250	12	16	3	.34
1949	238	5	6	4	.31
1948	233	( <sup>4</sup> )	17	11	.33

<sup>1</sup> Difference from amount of reserves reported for end of the preceding year. Differs in some years from change reported for the year because of banks ceasing operations and not submitting earnings reports, or because of other adjustments.

<sup>2</sup> Transfers to reserve accounts in excess of transfers from reserve accounts.

<sup>3</sup> Losses charged to reserve accounts in excess of recoveries credited to reserve accounts.

<sup>4</sup> Not available.

Insured mutual savings banks had reserves for losses on loans equal to 1.24 percent of loans outstanding at the close of 1956. A year earlier the reserves were 1.34 percent of loans. The reserves for losses on securities were 1.27 percent of securities in 1956, and 1.04 percent in 1955.

**Profits of insured commercial banks in 1956 and prior years.** In 1956 net profits after income taxes of insured commercial banks were 5 percent greater than in 1955, but 7 percent less than in 1954 when banks had unusually large profits from the sale of securities. Net profits in 1956 were 56 percent greater than in 1947.

Selected operating ratios of insured commercial banks for each year of the period 1947-1956 are shown in Table 26. Current operating earnings of insured commercial banks were 11 percent higher in 1956 than 1955. Current operating expenses rose less rapidly, and the ratio of

current operating expenses to current earnings was lower in 1956 than in 1955. The average of this ratio for the period 1947-1956 was 62 percent. The ratio of service charges on checking accounts to total demand deposits doubled in this period, and the ratio of net current operating earnings to total assets rose in each year.

**Table 26. SELECTED OPERATING RATIOS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1947-1956<sup>1</sup>**

Year	Current operating expenses to current earnings	Average service charges on demand deposits	Net current operating earnings to total assets	Profits before income taxes to total assets	Profits after income taxes to total capital accounts	Dividends to total capital accounts	Retained profits to total capital accounts
1956.....	61.63%	0.28%	1.32%	0.97%	7.82%	3.96%	3.86%
1955.....	62.09	.25	1.19	.96	7.90	3.87	4.03
1954.....	63.01	.24	1.10	1.15	9.50	3.76	5.74
1953.....	61.55	.21	1.14	.98	7.93	3.66	4.27
1952.....	61.41	.20	1.06	.94	8.07	3.60	4.47
1951.....	61.46	.20	1.00	.87	7.82	3.61	4.21
1950.....	62.19	.19	.93	.86	8.51	3.55	4.96
1949.....	63.32	.19	.87	.76	7.98	3.40	4.58
1948.....	63.57	.17	.82	.68	7.49	3.33	4.16
1947.....	63.98	.14	.75	.73	8.20	3.31	4.89

<sup>1</sup> Asset and liability items are average of figures reported at beginning, middle, and end of year.

In 1956 the ratio of profits after income taxes to total capital accounts was slightly lower than in 1955. This ratio averaged 8.12 percent for the years 1947-1956, and in only one year during this period was the ratio below the 1956 figure of 7.82 percent. The ratio of dividends to total capital accounts was one-fifth higher in 1956 than in 1947. Profits for 1956 which were not distributed as dividends amounted to 3.86 percent of total capital accounts; the comparable figure was 4.03 percent in 1955, and 4.89 percent in 1947. Dividends absorbed 51 percent of the profits after income taxes in 1956, compared with 49 percent in 1955 and 40 percent in 1947.

Table 27 gives selected operating ratios for banks in various size groups in 1956. Banks with deposits of less than \$1 million had the highest average ratio of current operating expenses to current earnings, while banks with \$500 million or more deposits had the lowest average ratio. Banks in these two size groups had the highest average interest paid on time and savings deposits, as well as having low average service charges on demand deposits. Banks with deposits of \$25 to \$50 million had the lowest average ratios of profits before income taxes to total assets and of profits after income taxes to total capital accounts. The average rate of dividends to total capital accounts was highest for banks with deposits of \$500 million or more, which distributed to stockholders 62 percent of their profits; they were lowest for banks with deposits of less than \$1 million, which distributed only 35 percent of their profits.

**Table 27. SELECTED OPERATING RATIOS OF INSURED COMMERCIAL BANKS  
OPERATING THROUGHOUT THE YEAR 1956 IN THE UNITED STATES  
(CONTINENTAL U. S. AND OTHER AREAS),  
BANKS GROUPED ACCORDING TO AMOUNT OF DEPOSITS**

Size group	Current operating expenses to current earnings	Average interest paid on time and savings deposits	Average service charges on demand deposits	Profits before income taxes to total assets	Profits after income taxes to total capital accounts	Dividends to total capital accounts
<b>All banks<sup>1</sup></b> .....	<b>61.56%</b>	<b>1.54%</b>	<b>0.27%</b>	<b>0.93%</b>	<b>7.53%</b>	<b>3.84%</b>
<b>Banks with deposits of—</b>						
Less than \$1,000,000 .....	67.54	1.64	.25	1.06	7.10	2.48
\$1,000,000 to \$2,000,000 .....	65.74	1.56	.27	1.04	7.82	2.69
\$2,000,000 to \$5,000,000 .....	65.71	1.53	.32	.94	7.91	2.87
\$5,000,000 to \$10,000,000 .....	66.13	1.49	.41	.86	7.46	2.93
\$10,000,000 to \$25,000,000 .....	66.77	1.45	.45	.82	7.21	3.01
\$25,000,000 to \$50,000,000 .....	66.30	1.50	.40	.78	7.00	3.19
\$50,000,000 to \$100,000,000 .....	65.38	1.50	.32	.82	7.32	3.50
\$100,000,000 to \$500,000,000 .....	61.71	1.53	.22	.91	7.58	3.87
\$500,000,000 or more .....	55.70	1.63	.18	1.03	7.64	4.71

<sup>1</sup> Basic data differ from those used in preparing Table 26 in that asset and liability items are as of December 31, 1956, and banks which operated only part of the year are not included here.

**Additions to surplus by insured mutual savings banks in 1956 and prior years.** The net additions to surplus accounts in 1956 by insured mutual savings banks were 13 percent higher than in 1955, but 14 percent lower than in 1954. Net additions to surplus accounts from operations were at the rate of 4.73 percent in 1956, 4.42 percent in 1955, and 5.00 percent in 1954.

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**PART THREE**  
**STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**

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## STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930

Fourteen States, prior to Federal deposit insurance, established insurance systems for the protection of bank depositors or noteholders, or both. Six of the systems were established prior to passage of the National Bank Act and none of these continued after the levy of a prohibitive tax on State banknotes in 1865. It was anticipated that the most important part of the nation's money supply, or circulating medium, would thereafter be guaranteed by the Federal Government, as the notes of national banks, which had such a guaranty, would take the place of the notes previously issued by State banks. However, bank deposits rapidly increased in importance relative to circulating notes, and various proposals were made to provide insurance or guaranty of deposits, both in the Federal Congress and in State legislatures.<sup>1</sup> From 1907 to 1917 eight States established deposit insurance systems that operated for varying lengths of time, some of them until 1930.

The fourteen State systems of bank-obligation insurance were described in the Annual Report of the Corporation for 1952, and the results achieved under the six systems that operated prior to 1866 in the Report for 1953.<sup>2</sup> The results of the eight systems that operated during the period from 1908 to 1930 are described here.

The experience with insurance of bank obligations during the 1908-1930 period was on the whole less successful than that during the period 1829-1866. In four of the six earlier systems all claims arising from insured obligations of banks in financial difficulties were paid; this was accomplished in only two of the eight later systems, and in one of these a part of the obligations was met from proceeds of a State bond issue. All eight systems of the 1908-1930 period became insolvent, whereas four of the six earlier systems continued to operate until expiration of the charters of the participating banks or their conversion to national banks.

Nevertheless, the systems of the 1908-1930 period were considered highly successful up to the time of the bank failures associated with the depression of 1921. This is illustrated by the following comments on the Texas system after it had been in operation for ten years. At the end of 1919 the Commissioner of Insurance and Banking stated:

There is a feature of the State banking system that, while it does not stamp it as unique among the financial systems of the country, accords to it a prestige, in fact, which few of them possess. I refer, of course, to the protection of unsecured and

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<sup>1</sup> Proposals for Federal legislation for deposit insurance, beginning in 1886, are described in the Annual Report of the Federal Deposit Insurance Corporation for 1950, pp. 68-101.

<sup>2</sup> Annual Report of the Federal Deposit Insurance Corporation for 1952, pp. 59-72, and 1953, pp. 45-67.

non-interest bearing deposits. Without this protection to the public, the system, under the excellent supervision of Texas laws, would be admirable; with it, it is unsurpassed. There is no question to my mind that its steady growth to its present colossal proportions has been due in a large measure to the increasing public confidence in its impregnable solidarity and strength which this guaranty against public loss engenders.

By creating this device, the Legislature has not alone accorded absolute protection to the public; it has induced the public to turn its funds freely over to the banks for use in promoting the public welfare. During all the years the guaranty fund has been in operation, it has cost the banks only about \$300,000—a sum about one-tenth of one percent of the present deposits of the system, which in proportion to the amount of money protected at this cost over the period of years it has been established, becomes infinitesimal . . .

But the good it has wrought has not been confined to the protection of depositors' money. It has utterly eliminated from community life the injurious effects of a bank failure. State banks may close today; but if they do, the serenity of the people is not disturbed, for the depositors know that within a few weeks at the longest, their funds will be returned to them. This effect, by itself, is well worth the cost of procuring it.<sup>1</sup>

A few years later, the Secretary of the Texas Bankers Association described the view of Texas bankers in 1920 as follows:

Bankers of recognized ability insisted that the guaranty fund system was the greatest piece of constructive legislation ever enacted in the country. They pointed to its record of ten years. They preached the plan at bankers' conventions. They expanded with pride over the fund's accomplishments and growing importance.<sup>2</sup>

In Nebraska the favorable opinion of deposit insurance on the part of the bankers continued through the depression of 1921. In the early part of 1922 a meeting of State bankers adopted a resolution which included the following:

The present depositors' guarantee law has been in operation for eleven years, during which time not a single dollar has been lost to a single depositor in a state bank in Nebraska.

The law has established and maintained the confidence of the people of our state.

It has successfully met and been tested by the severest price declines and business disturbances ever experienced in this state . . .

It has stabilized banking and business conditions throughout our state. It commands the confidence and hearty support of the bankers themselves who have organized a great corporation to help make the law function more efficiently and to promote higher standards of banking in this state; therefore be it

Resolved by the State Bankers of Nebraska, in convention assembled, that

We favor and approve the present guarantee law of this state and that we are opposed to the enactment of any amendments or changes in the law by the coming special session of the Nebraska legislature.<sup>3</sup>

<sup>1</sup> State of Texas, *Forty-fourth Annual Report of the Commissioner of Insurance and Banking for the year ending August 31, 1919, Pertaining to Banking*, pp. 9-10.

<sup>2</sup> W. A. Philpott, Jr., Secretary, Texas Bankers Association, *American Bankers Association Journal*, March 1927, p. 659.

<sup>3</sup> *The Northwestern Banker*, Vol. 27, March 1922, p. 76.



**Character and extent of insurance.** The bank-obligation insurance systems of the 1908-1930 period pertained to deposits only. They were known as "deposit guaranty" systems, but in all cases the guaranty was that of a fund derived from assessments on the banks; in no case did the State guarantee the deposits, though in one the remaining obligations of the system after its closing were assumed by the State through a bond issue. The limitation of the insurance to deposits reflects, of course, the fact that State-chartered banks did not issue circulating notes, as they had done when the systems of the 1829-1866 period were in operation.

The systems of the 1908-1930 period were also relatively less important at the height of their operations than those of the 1829-1866 period. The maximum proportion of the deposits of all operating banks in the respective States that were in the banks participating in insurance ranged from 19 percent to 79 percent as compared with 50 percent to 100 percent of circulating notes and deposits in the six earlier systems. This difference is due chiefly to the fact that the earlier systems operated at a time when State governments were responsible for chartering and regulating all incorporated banking institutions within their borders; while in the more recent period banks chartered by the Federal Government, which were excluded from the State deposit insurance systems, held a very large portion of all bank deposits in each of the States.

The deposit insurance systems of the 1908-1930 period were in predominantly agricultural areas. Six were in the Great Plains region east of the Rocky Mountains: North Dakota, South Dakota, Nebraska, Kansas, Oklahoma, and Texas. The other two were in Mississippi and Washington. The period of operation of each of the systems and a summary of participation in them are given in Tables 28 and 29.

**Table 28. PARTICIPATION OF OPERATING BANKS IN STATE DEPOSIT INSURANCE SYSTEMS, DECEMBER 31, 1908-1930**

State	Period of operation <sup>1</sup>	Number of participating banks <sup>2</sup>		Percent of eligible banks <sup>3</sup>		Percent of all banks in State <sup>4</sup>	
		Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
Oklahoma.....	1908-1923	463	695	100.0%	100.0%	50.9%	75.3%
Kansas.....	1909-1929	39	714	4.7	65.6	3.5	51.9
Texas.....	1910-1927	34	990	4.3	96.6	2.2	57.7
Nebraska.....	1911-1930	647	1,009	100.0	100.0	73.0	84.7
Mississippi.....	1914-1930	253	306	100.0	100.0	83.1	91.1
South Dakota.....	1916-1927	322	566	100.0	100.0	76.3	81.8
North Dakota.....	1917-1929	837	723	100.0	100.0	71.7	81.4
Washington.....	1917-1921	46	116	16.1	37.9	12.6	28.9

<sup>1</sup> In each State the system operated for only a part of the initial year or of the terminal year, or both.

<sup>2</sup> For data by years, see Table 36.

<sup>3</sup> In five States all incorporated State banks which accepted deposits (except trust companies in Oklahoma after 1911, and mutual savings banks in Washington) were required to participate. In the other three States participation was voluntary. For data by years, see Table 38.

<sup>4</sup> Banks ineligible for participation were predominantly national banks, but included trust companies in Oklahoma after 1911, trust companies and private banks in Kansas, and the State-owned Bank of North Dakota in that State. For data by years, see Table 38.

**Table 29.** DEPOSITS IN BANKS INSURED UNDER STATE DEPOSIT INSURANCE SYSTEMS, DECEMBER 31, 1908-1930

State	Amount (in thousands) <sup>1</sup>		Percent of total deposits in eligible banks <sup>2</sup>		Percent of total deposits in all banks in State <sup>2</sup>	
	Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
Oklahoma.....	\$31,617	\$190,900	100.0%	100.0%	19.1%	51.8%
Kansas.....	3,340	204,669	1.5	74.4	.7	43.8
Texas.....	2,750	321,008	1.2	95.9	.3	30.9
Nebraska.....	73,890	281,547	100.0	100.0	38.2	59.0
Mississippi.....	45,493	187,850	100.0	100.0	66.8	79.2
South Dakota.....	63,317	184,098	100.0	100.0	55.1	67.3
North Dakota.....	59,773	130,837	100.0	100.0	41.6	61.1
Washington.....	39,823	79,814	26.8	41.1	12.4	18.9

<sup>1</sup> For data by years, see Table 37.

<sup>2</sup> For data by years, see Table 38.

None of the eight States, except Kansas for a brief period, placed a limit on the size of account, or amount of deposits owned by a depositor, protected by the insurance; but all the States excluded some types of deposits or those to which specified conditions were attached. In Texas the insurance was limited to non-interest bearing deposits payable on demand. In Kansas, for the first two years, insurance on savings deposits was limited to \$100 per person and to accounts bearing not over 3 percent interest per year; and on other interest-bearing accounts to those with the same interest limitation and with a six-month to one year maturity date. In the other States, and in Kansas after 1911, the insurance applied to both demand and time deposits. In these States a maximum rate of interest payable on deposits was prescribed by law or required to be set by the bank supervisory authority, and except in Nebraska payment of a higher rate of interest made a deposit ineligible for insurance. All the States except Nebraska excluded deposits otherwise secured. In Kansas, Mississippi, South Dakota, North Dakota, and Washington the insurance did not cover deposits that represented rediscounts or money borrowed by the banks. In Nebraska, deposits with a collateral agreement or condition other than length of time to maturity and rate of interest were excluded. In Texas public deposits, certificates of deposit, deposits made for the purpose of converting a loan to the bank into a deposit, and after 1923 certificates converted to non-interest bearing deposits within 90 days of a bank's failure were not eligible for insurance. In Mississippi after 1916 cashiers' checks, certified checks, and sight exchange were excluded. In most of the States the statutory provisions regarding coverage were supplemented by court decisions resulting from litigation. Such litigation arose both as to whether certain obligations were deposits, and if deposits whether they were protected. Thus in Texas special deposits, trust funds, and cashiers' checks not arising from deposit accounts were excluded; and in several

States payment of a bonus for making or renewing a deposit was construed to be interest.

**Banks in financial difficulties.** The number of participant banks which suspended operations because of financial difficulties during the periods the funds were in operation ranged from 1 in Washington to 372 in North Dakota. In several of the States some of the suspended banks were reorganized or taken over with no contribution from or obligation falling on the insurance fund. Table 30 shows the total number of suspended banks in each State, and the number entailing obligations on the respective insurance funds, together with the total and insured deposits involved in the latter cases. Data by years for those resulting in obligations on the funds are shown in Tables 39 and 40, pages 69 and 70.

**Table 30. FAILED BANKS AMONG PARTICIPANTS IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**

State	Total number of suspended banks	Reopened without obligations on the insurance funds <sup>1</sup>	Entailing obligations on the insurance funds <sup>2</sup>			
			Number <sup>3</sup>	Total deposits (in thousands) <sup>3</sup>	Insured deposits	
					Amount (in thousands) <sup>4</sup>	Percent of total deposits
Oklahoma.....	140	1	139	\$29,486	\$25,068	85.0%
Kansas.....	141	22	119	25,265	21,151	83.7
Texas.....	154	16	138	37,627	25,469	67.7
Nebraska.....	359	42	317	61,489	61,790	100.5
Mississippi.....	64	.....	64	14,550	14,833	101.9
South Dakota.....	324	82	242	56,586	48,375	85.5
North Dakota.....	372	32	340	39,094	24,274	62.1
Washington.....	1	.....	1	10,443	8,452	80.9

<sup>1</sup> Includes some banks taken over by other banks.

<sup>2</sup> Includes a few cases with no eventual loss to the insurance funds because proceeds of liquidation, including assessment on stockholders, were sufficient to repay all deposit liabilities.

<sup>3</sup> For data by years, see Table 39.

<sup>4</sup> For data by years, see Table 40.

In some of the States, because of the deposits excluded from insurance, there was a substantial difference between the deposits of a failed bank, as reported at the time of failure, and the deposits finally adjudged to be covered by the insurance. This was particularly true in Texas where interest-bearing deposits were excluded, and in North Dakota where many depositors' claims for insurance were rejected by the Depositors' Guaranty Commission on the ground that they bore a higher rate of interest than that permitted, or were discounts representing an exchange of credit that was not a deposit of cash or its equivalent, or were cashiers' checks representing merely a transfer of funds and not a deposit in the bank. In Mississippi and Nebraska, on the other hand, the deposit obligations finally paid from the insurance funds, or judged to be covered by the insurance, exceeded the deposits of the banks as reported at time of failure.

Table 31 shows average annual failure rates among the participants in these deposit insurance systems, with the banks grouped by size. The proportion of all participating banks that failed ranged from about one in 300 per year for Washington to five per 100 per year in North Dakota. There was also a wide range in the average annual amount of deposits in failed banks relative to the deposits in operating banks, but the rates differ substantially from those pertaining to number of banks because of differences in the size of the banks involved.

**Table 31. BANK FAILURE RATES AMONG PARTICIPANTS IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930<sup>1</sup>**

	All participant 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	More than \$2,000,000
<b>Average annual number per 100 operating banks</b>							
Oklahoma.....	1.6	1.2	1.7	2.9	3.3	1.7	10.0
Kansas.....	1.2	1.8	1.2	.8	1.4	.5	1.8
Texas.....	1.1	.8	1.2	.8	1.6	2.0	1.5
Nebraska.....	2.0	2.6	2.1	1.4	1.5	.6	.....
Mississippi.....	1.4	3.7	1.6	1.2	.6	.3	.....
South Dakota.....	4.2	4.9	4.4	3.7	4.0	1.5	4.5
North Dakota.....	5.0	9.2	4.0	2.5	2.0	.....	.....
Washington.....	.3	.....	.....	.....	.....	.....	8.8
<b>Average annual deposits in failed banks per \$100 of deposits in operating banks</b>							
Oklahoma.....	\$2.34	\$1.31	\$1.70	\$3.17	\$3.84	\$1.92	\$8.51
Kansas.....	1.13	1.55	1.20	.77	1.39	.50	2.34
Texas.....	1.42	.82	1.19	.77	1.75	2.14	1.00
Nebraska.....	1.63	2.52	1.98	1.42	1.56	.72	.....
Mississippi.....	.70	2.79	1.49	1.17	.61	.25	.....
South Dakota.....	3.87	4.98	4.32	3.53	4.29	1.45	11.47
North Dakota.....	3.58	7.46	3.62	2.33	1.96	.....	.....
Washington.....	4.18	.....	.....	.....	.....	.....	8.13

<sup>1</sup> Covers failed banks entailing obligations on the insurance funds (see Table 30).

The distribution of failure rates by size of bank indicates that in Nebraska, Mississippi, and North Dakota there were relatively more failures among the smaller banks than among the larger banks; but in Oklahoma the failure rate was highest in the larger banks, and in Washington the only failure was the largest bank in the system. In fact, in both of the latter States, and also in Kansas and South Dakota the largest bank participating in the insurance system was among the failures.

**Methods used in paying depositors of banks in financial difficulty.** In six of the eight systems—Oklahoma, Nebraska, Texas, South Dakota, North Dakota, and Washington—the deposit insurance law provided that depositors of a failed bank were to be paid by the fund in cash immediately, either in full or to whatever extent could not be paid from the readily available assets of the bank. In Kansas the de-

positors were given interest-bearing certificates of indebtedness which were reduced as the proceeds of liquidation became available, with the final deficiency paid from the fund. However, it was expected that depositors would be able to obtain their deposits promptly because the certificates were negotiable and it was assumed that operating banks would acquire them from the depositors of a closed bank. The same procedure was used in Mississippi for several years, and then modified to provide for payment from the insurance fund whenever it appeared to the officer in charge of liquidation of a failed bank that the amount to be collected was likely to be insufficient to pay the depositors.

In most of the States in which the depositors were to be paid in cash, provision was also made for the issue of certificates of indebtedness in the event that there was insufficient money in the fund, with such certificates to be paid from future receipts. In these cases also it was expected that the operating banks would regard the certificates as suitable assets and would, therefore, acquire them from depositors who needed their funds immediately.

In Oklahoma, the first of the systems to be established, the procedure of paying the depositors of a failed bank in cash was followed in only a small number of cases. In the majority of cases, the Bank Commissioner, under his powers with respect to the handling of closed banks, approved a reorganization of a failed bank or the assumption of its deposits by another bank, with a payment from the fund, in cash or in certificates of indebtedness payable from future receipts, or with a guaranty that the fund would provide the difference between the deposits assumed and the proceeds of liquidation. This procedure was also followed to some extent in Texas, and in a very small number of cases in some other States.

**Assessments on participating banks.** In all of the States the insurance funds relied upon assessments on participating banks as a means of obtaining the money necessary to pay depositors in failed banks. The assessments were based on total deposits, or on deposits other than those excluded from insurance. In six of the States—Oklahoma, Kansas, Nebraska, Mississippi, South Dakota, and North Dakota—such assessments were levied annually at specified rates, with a larger initial rate in three of the States, and except for South Dakota with provision for an additional assessment if necessary. In the cases where additional assessments were authorized, a maximum rate in any one year was established, either at the beginning of the system or after it had been in operation for a few years. In Texas an annual assessment was levied for the purpose of accumulating a revolving fund usable for the immediate payment of depositors of a closed bank. The amounts withdrawn were restored by a special assessment upon the participating banks for

each failure, with a maximum for such assessments of 2 percent per year. In Washington an initial assessment was levied with no provision (until 1921) for an annual assessment thereafter but with a provision for special assessments as needed, with a specified maximum in any year.

In certain of the States which had an initial assessment of 1 percent of deposits, a similar rate was assessed on the increase in deposits each year, usually with a rebate if deposits declined. In most cases the assessments collected in any one year were levied on average deposits for the preceding year; and in cases where certain classes of deposits (particularly interest-bearing or secured deposits in Texas) were not insured, such deposits were omitted from the assessment base. In all the States special provisions were made for assessments on new banks, usually a specified rate on the bank's capital to be adjusted later on the basis of deposits. In Kansas, operating banks joining the system after it was established were required to contribute their proportionate share to the fund, equivalent to what they would have paid had they joined at the beginning of the system. Because of these various provisions the average rate of assessment, as computed by comparing the amount of assessments collected in a calendar year with the reported deposits for some date in that year, sometimes varied considerably from the combined rate for regular and special assessments. Table 32 shows the principal statutory provisions in each State, and also the range in assessments levied and in the computed rate of assessments paid.

In four of the States—Oklahoma, Kansas, Mississippi, and Washington—participating banks were required to deposit with the Bank Commissioner securities or cash, in an amount equal to 1 percent or one-half of 1 percent of their deposits, as security for the payment of future assessments. These, and the accumulated revolving fund in Texas, were regarded as the property of the individual banks, to be refunded, after allowance for any assessments due or necessary to meet existing obligations of the fund, if a bank went into liquidation or ceased to be a member of the system.

**Insolvency of the insurance funds.** In all the States except Texas the bank failures associated with the depression of 1921 or with the continued unfavorable condition of agriculture throughout the 1920's resulted in obligations upon the funds greatly in excess of the receipts from assessments. In Texas, all obligations of the fund for insured deposits were eventually met, but the fund became insolvent after most of the participating banks withdrew, with conflicting claims on the fund. There was considerable variation in the length of time the funds were able to meet their obligations as they became due. By March 1930, all of the funds had ceased to operate, though in two cases—Nebraska and Mississippi—amendments to the law provided for continuance of

the assessments on participating banks, with the insurance inapplicable in Nebraska to future failures and in Mississippi to future failures until the obligations of the fund for past failures had been met.

**Table 32.** ASSESSMENT RATES IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930

State	Statutory rates (percent of deposits) <sup>1</sup>			Range of annual assessment rates levied (regular and special) <sup>1</sup>	Computed yearly rate of assessments collected <sup>2</sup>		Deposits of cash or securities to secure payment of assessments (percent of deposits) <sup>4</sup>
	Initial	Regular annual	Special (maximum per year)		Minimum and maximum <sup>3</sup>	Average per year	
Oklahoma <sup>5</sup> . . . . .	1.00	.05 to .20	2.00 to none	.20 to 1.20	.15 to 1.49	.29	1.00
Kansas . . . . .		.05	.20	.05 to .25	.04 to .21	.08	.50
Texas <sup>6</sup> . . . . .	1.00	.25	2.00	( <sup>6</sup> )	none to 1.84	.67	.....
Nebraska <sup>7</sup> . . . . .	1.00	.10	1.00 to .50	.05 to .95	.13 to .91	.43	.....
Mississippi . . . . .		.05	.20	.05 to .25	.03 to .25	.17	.50
South							
Dakota . . . . .		.25	.....	.25	.22 to .30	.24	.....
North							
Dakota <sup>8</sup> . . . . .		.05	.20	.05 to .35	.05 to .32	.18	.....
Washington <sup>9</sup> . . . . .	.50 to 1.00	none to .10	.50	none to 1.10	.07 to .90	.41	1.00

<sup>1</sup> Percent of total deposits, or of deposits covered by insurance, on basis of preceding year's daily average or specified date. In some States provisions were made for omission of assessments if the fund reached a specified size, but this did not occur except with the annual assessment for the revolving fund in Texas where after omitting the assessment for one year the specified size was raised. For rates levied by years, see Table 43.

<sup>2</sup> Computed from assessments collected and the total deposits of banks in system at the beginning of the year. Because of assessments on new banks and of various adjustments and refunds, and the differences between total deposits at beginning of year and the deposits used as the assessment base, the computed rates, either maximum or minimum, may be larger or smaller than the rates levied.

<sup>3</sup> Excluding years in which assessments covered only part of a year because of repeal of the law, or the computed rate was substantially distorted because of withdrawals from the system. See also note 6.

<sup>4</sup> With a minimum of \$500 in each of the four States. In Washington the required deposit was dropped in 1921.

<sup>5</sup> Annual assessments 1/20 of 1 percent from 1909 to 1913 and 1/5 of 1 percent from 1913 to 1923; maximum special assessments per year 2 percent from 1909 to 1913, 1/5 of 1 percent from 1913 to 1915, and none thereafter.

<sup>6</sup> The proceeds of the initial and regular annual assessments were used as a revolving fund, with the withdrawals to pay depositors of failed banks replaced by the proceeds of special assessments. The range of rates levied is omitted because data are not available for the special assessments. The computed rate of assessment collected, both maximum and minimum and average per year, pertains only to the special assessments, because the entire amount of the revolving fund accumulated from the initial and annual assessments was returned to the participating banks.

<sup>7</sup> The assessment tabulated here as "initial" consisted of four semi-annual assessments of 1/4 of 1 percent each, after payment of which the regular semi-annual assessments of 1/20 of 1 percent applied. The maximum special assessment was 1 percent per year to 1923, but not more than sufficient to maintain the fund at 1 percent of deposits, and 1/2 of 1 percent subsequent to 1923. The range of rates levied shown here is approximate because data are not available for the actual special rates levied to restore the fund to 1 percent of deposits.

<sup>8</sup> The maximum rate levied exceeded in one calendar year the maximum permitted because the latter related to years ended June 30, and a change was made in the dates on which special assessments were payable.

<sup>9</sup> The original law provided for an initial assessment of 1/2 of 1 percent and annual assessments to maintain this percentage. An amendment of 1921 raised the initial assessment to 1 percent of deposits, thus requiring the banks to pay 1/2 of 1 percent in the early part of that year, and also for future annual assessments of 1/10 of 1 percent. Late in 1921 after the failure of the Scandinavian-American Bank the maximum special assessment of 1/2 of 1 percent was levied.

The first fund to cease operations was that of Washington, the last to be established. After four years with no failure the largest bank, holding about one-fifth of the deposits of all the banks in the system, failed on June 30, 1921. The maximum assessment for that year was levied but was insufficient to meet the obligations of the fund for insured deposits after allowing for liquidation of the assets of the bank. Faced with the prospect of another relatively large assessment the next year

all the participants in the system withdrew as they were permitted to do under the law in that State.

The next system to be discontinued was the first one established. The Oklahoma system ran into serious difficulties early in its history, but the procedures used in handling failed banks, together with special assessments as high as 1 percent per year, enabled the fund to survive them. However, some indebtedness of the fund remained outstanding after 1915, when because of a change in the law no further special assessments could be levied, and was not fully retired until June 1919. When a wave of failures occurred in late 1920 and throughout 1921, the fund could not meet its obligations, though the procedure used in handling most of the closed banks—that of arranging for reopening or assumption of the deposits by another institution with a guaranty by the fund—resulted in smaller outlays than would have been required had all the deposits in each case been paid immediately from the fund. It was soon necessary for the fund to resort again to issuance of warrants, or certificates of indebtedness, and to attempt to sell these to participating banks. Before long the banks became reluctant to acquire the warrants, and the State Banking Board then requested participant banks to permit their use as the security for payment of future assessments, enabling the Board to sell the United States Government bonds and other marketable securities previously deposited and to use the cash thus obtained to meet the obligations of the fund with respect to current failures. By the latter part of 1921 almost all of the previously deposited marketable securities had been used, and it became obvious that the fund could no longer meet its obligations. At a meeting of the State Banking Board in November 1921 the issuance of warrants on the fund was discontinued, which meant in practice the end of any protection to depositors by the fund. By that date the depositors of 82 failed banks had been protected by the fund. Assessments continued until the legislature early in 1923 repealed the law, though they were not fully collected, and during that period 57 more banks failed. After repeal of the law the State Banking Board proposed the issue of warrants to the depositors of these banks, with the remaining assets of the fund to be used to pay a small dividend to them and to the holders of the other outstanding warrants. This procedure was approved by a District Court in 1932, with claims that had not been presented to the court barred from participation; and early in 1933 a 7 percent dividend was paid to the warrant holders and to a few depositors of failed banks who had presented their claims, with the fund retaining a portion of the balance on hand because some holders of the earliest-issued warrants refused to accept the District Court's award and appealed to the State Supreme Court. In 1934 the State Supreme Court ordered the remnant of the fund paid to the appealing warrant-holders.



The next State to repeal its guaranty law was Texas, in 1927. This was the most successful of all the systems. The combination of provisions for a sizable revolving fund and for special assessments to reimburse the fund for payments to depositors enabled the fund to meet promptly all of its obligations until the middle 1920's. By that time, however, the special assessments were running close to the permitted maximum of 2 percent a year, which the participating banks felt to be an intolerable burden. Under the pressure of the bankers, the Legislature considered repeal of the law in 1925, but this was rejected in favor of an amendment permitting the participant banks to withdraw, and to be refunded their respective shares of the revolving fund, by joining the alternative "bond security system" that had been established at the same time as the guaranty system. Also, the provisions for posting of security by the individual banks under the bond security system were relaxed, so that each bank could, in effect, merely segregate some of its investments to be held by the Bank Commissioner instead of in its own vault. With this change in the law most of the banks participating in the deposit insurance system withdrew. In the latter part of 1926 one of the banks remaining in the system failed, with an amount of insured deposits substantially larger than the remaining revolving fund after allowance for sums refunded or due to be refunded to the banks that had withdrawn, and eight more failures occurred before the law was repealed in February 1927. Eventually, the insured deposits of these banks were paid in full either from the proceeds of liquidation of the banks' assets, or from remaining assets of the fund upon its final settlement. In addition, the entire revolving fund was returned to the participating banks, and a considerable part of the receipts from special assessments was also repaid from the proceeds of liquidation of the assets of the failed banks.

South Dakota also repealed its deposit insurance law in 1927. The fund had run into difficulties early in 1923. Depositors in 16 failed banks had been paid in full, but in the next case, the fund was able to pay only half of the deposits. From that time until repeal of the law no payments were made to depositors of failed banks, but they were given certificates of indebtedness of the fund for the amounts of the deposits approved as insured, and the regular annual assessments continued to be collected. In 1932, in accordance with a decision of the State Supreme Court, the remaining assets of the fund were used to pay a dividend of  $\frac{3}{4}$  of 1 percent on the balances of the certificates remaining unpaid after dividends from liquidation, and a final dividend of  $\frac{23}{100}$  of 1 percent was paid in 1939. These dividends went to depositors of 225 banks.

In Kansas, where participation in the deposit insurance system was voluntary and withdrawal permitted at any time, the system operated successfully until failure of the American State Bank, Wichita, in 1923. This had been the largest bank in the system and it was apparent that

the fund would be unable to meet the resulting claims, though under the Kansas law the fund was not called upon until completion of liquidation of a failed bank. To reduce if possible the loss which eventually would have to be met a successor bank was organized to assume most of the deposits of the failed bank, with banks participating in the insurance system subscribing to its stock and absorbing the loss on the assumed deposits. The impact of this failure on the participating banks influenced them to begin withdrawing from the insurance system; and most of them did so after a court decision in 1926 which held that they could forfeit the securities they had deposited as a guaranty of payment of future assessments without liability for such assessments as might be needed to meet the losses in the failures that had already occurred. With these withdrawals the insolvency of the fund was apparent, and the deposit insurance law was repealed in March 1929. The order of completion of liquidation of the failed banks was followed in making payments by the fund; and because of variation in the time required to complete liquidation, the order in which the guaranty fund redeemed its certificates of indebtedness differed from the order in which the banks failed. The fund eventually paid the remaining unpaid insured deposit claims in 29 banks, and more than nine-tenths of the claims in 2 additional banks; and made no payment in the case of the remaining 88 banks that failed while participating in the insurance system.

In North Dakota the deposit insurance law was also repealed in 1929. The fund had run into difficulties in the latter part of 1920. Up to that time, two banks in the system had failed, and in both cases the insured deposits were paid in full from the fund. But with numerous failures during the last few weeks of 1920, the fund was unable to meet its obligations and payments were discontinued. In addition, receivership procedures were found inadequate and difficulties encountered in determining the deposit claims that were insured. Consequently, no payments to depositors were made until near the end of 1924. At that time the Depositors Guaranty Fund Commission adopted the procedure of paying a 10 percent dividend on the insured deposits of each failed bank, in the order of failure, with the expectation that more might be paid later, as rapidly as funds became available from assessment receipts. This procedure continued until repeal of the law. By that time the 10 percent dividend on insured deposits had been paid to depositors of 201 banks, and nothing in the case of 137 other failed banks. Settlement of the affairs of the fund was made in 1932, with a payment of 1 percent dividend on insured deposits of the 137 banks.

Bankers operating under State law in Nebraska made a more determined effort than those of any other State with deposit insurance to make the system successful under adverse circumstances. Disturbed by the large number of new banks opened, many of them operated by

men with little banking experience, they obtained passage of legislation in 1921 requiring the licensing of all executive officers of State banks, the law stating that they must be "of good moral character, known integrity, business experience and responsibility, and be capable of conducting the affairs of a bank on sound banking principles." Bank officers at the time the act took effect were given a three months' license subject to revocation by the Department of Trade and Commerce. In 1923, another amendment provided for a Guaranty Fund Commission of which seven members were appointed respectively from among nominees of the banks in seven groups of counties, with the Secretary of the Department of Trade and Commerce as chairman. The same law also provided for a Bankers Conservation Fund, supported by an annual assessment not exceeding one-fourth of 1 percent of deposits on participating banks, which could be used by the Guaranty Fund Commission to operate banks in a failing condition, with the hope that they could be rejuvenated and thus reduce the losses falling on the insurance fund. However, the insurance fund itself was weakened by reducing from 1 percent to one-half of 1 percent of deposits the maximum special assessment per year on the participating banks which could be levied to pay depositors of banks placed in receivership.

By 1926, though all depositors in banks placed in receivership were being paid, it appeared that the Nebraska insurance fund might be headed toward insolvency because of the large losses in the banks that were operated by the Guaranty Fund Commission. The editor of the chief banking journal in the area, after surveying the opinions of bankers and the facts regarding the operation of the system, published a series of articles under the title, "Both Sides of the 'Story No Other State Can Tell' ", in which he summarized the situation as follows:

All in all, it would seem that those who say the Nebraska plan is a complete success, are just as far wrong as those who say it is a dismal failure . . . The sane observer might well conclude that the Nebraska plan is neither a success nor a failure. With several years of fat crops, the situation may work out splendidly. With a few lean years, the whole law would collapse. Some State bankers say the Guaranty Fund is now hopelessly insolvent. Others believe it will straighten out Nebraska's financial situation in three years or less.<sup>1</sup>

The next year, when the Commission began to place in receivership the banks it had been operating, depositors could not be paid from the insurance fund. An investigation and audit of the fund was ordered by the Legislature, and in March 1930, after a report to the Governor, the law was repealed. A plan was adopted for a final settlement fund to be made up of a small assessment on participating banks for the next ten years, collection of assessments already levied which many of the banks had not paid, and a State bond issue large enough to permit payment of all

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<sup>1</sup> *The Northwestern Banker*, Vol. 31, September 1926, p. 14.

deposits of the failed banks to the date of repeal. However, the bond issue was rejected by the voters at a referendum, and the State Supreme Court, in a decision that the Supreme Court of the United States declined to review, declared the plan for continued assessments and the regular and special assessments for the insurance fund during its last two years were unconstitutional because under the changed conditions the law served no public purpose and the assessments were confiscatory. A final settlement of the affairs of the fund, made in 1934, resulted in payment of depositors in two banks, and a partial payment in another, in which no previous payments had been made by the insurance fund. In all, depositors of 129 banks that failed from the beginning of the system to the early months of 1927 were paid in full, those of 24 banks that failed during the next three years received partial payments from the fund or the final settlement fund before that was declared unconstitutional, and depositors of 164 banks failing from 1927 to the time of repeal received nothing from the insurance fund.

In Mississippi, where the insurance system also appeared to be successful during its early years, difficulties in the cotton areas in the middle 1920's brought about bank failures with obligations on the fund that could not be met. The original law in Mississippi, as in Kansas, provided for the issue of negotiable interest-bearing certificates to the depositors of a failed bank, with dividends paid from proceeds of liquidation and the final deficiency by the insurance fund. In 1924, an amendment provided for immediate payment from the fund, with a proviso that if the fund were insufficient, the depositors would be issued interest-bearing certificates payable from future receipts of the insurance fund. For several years, operating banks purchased the certificates, thus giving prompt recovery to depositors who wanted immediate payment. However, the amount of such obligations outstanding became so great that operating banks were no longer willing to purchase them. In March 1930 the legislature approved an amendment to the deposit insurance law providing that the guaranty would not be applicable to future failures until existing obligations had been met, though the amount outstanding was so large that the projected collections from assessments would be absorbed for nearly twenty years. Two months later, the legislature approved a bond issue to provide funds for retirement of the outstanding certificates, with the bonds to be retired from the assessments on operating banks. When the bonds were ready for issue, they could not be sold under the terms set by the legislature, but an arrangement was worked out through which the bonds were exchanged for the outstanding certificates of indebtedness of the fund and therefore were eventually paid when the bonds became due. The assessments on insured banks continued until 1934, when the entire deposit insurance law of the State was repealed.

**Disbursements to depositors and unpaid obligations of the funds.** Table 33 summarizes the experience of the eight States with respect to the extent to which the obligations falling upon the respective insurance funds were met by the funds or were never paid. The table shows how insured deposits were paid, and the extent to which they remained unpaid. Recoveries from liquidation of assets, directly or through the insurance funds, ranged from 17 percent in North Dakota to 75 percent in Washington. Recoveries from the insurance funds, in addition to those made possible by liquidation of assets, ranged from 6 percent in South Dakota to 46 percent in Texas. The insured deposits which were never paid from any source ranged from none in Texas and Mississippi to 70 percent in South Dakota. Recoveries and losses in the banks that failed each year in each of the States are given in Tables 41 and 42, pages 71 and 72.

**Table 33. INSURED DEPOSITS AND OBLIGATIONS TO DEPOSITORS OF FAILED BANKS, STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**

	Insured deposits <sup>1</sup>	Recovered directly from liquidation of assets <sup>2</sup>	Recovered through insurance funds		Paid from other sources <sup>5</sup>	Not paid <sup>6</sup>
			Paid by fund and recovered from liquidation of assets <sup>3</sup>	Paid by fund and not recovered from assets (loss to fund) <sup>4</sup>		
<b>Amounts (in thousands):</b>						
Oklahoma <sup>7</sup> .....	\$25,068	\$11,175	\$2,913	\$4,754		\$6,225
Kansas.....	21,151	11,241		2,435	\$1,424	6,051
Texas.....	25,469	7,490	6,333	11,646		
Nebraska.....	61,790	19,420	2,456	16,608		23,306
Mississippi.....	14,833	7,080	640	2,834	4,279	
South Dakota.....	48,375	10,385	1,239	3,023		33,728
North Dakota.....	24,274	4,154	18	1,820		18,282
Washington.....	8,452	6,361		851		1,240
<b>Percentage of insured deposits</b>						
Oklahoma.....	100.0%	44.6%	11.6%	19.0%		24.8%
Kansas.....	100.0	53.1		11.5	6.7%	28.6
Texas.....	100.0	29.4	24.9	45.7		
Nebraska.....	100.0	31.4	4.0	26.9		37.7
Mississippi.....	100.0	47.7	4.3	19.1	28.8	
South Dakota.....	100.0	21.5	2.6	6.2		69.7
North Dakota.....	100.0	17.1	.1	7.5		75.3
Washington.....	100.0		75.3	10.1		14.7

<sup>1</sup> Insured deposit claims arising from bank failures. Excludes interest on certificates of indebtedness issued by the funds. For data by years, see Table 40.

<sup>2</sup> Includes dividends by receivers or liquidators to insured depositors, and insured deposits assumed by other banks in excess of payments from the funds. For data by years, see Table 41.

<sup>3</sup> Recoveries by the funds on subrogated deposit claims which the funds had paid. In Mississippi, includes recoveries on deposit claims paid from proceeds of bond issue.

<sup>4</sup> Payments on insured deposits by the fund adjusted for recoveries received by the funds from liquidation of assets of the failed banks; i.e., loss to the funds. For data by years, see Table 41.

<sup>5</sup> In Kansas, loss to banks participating in the insurance system in the reorganization of the American State Bank, Wichita. In Mississippi, paid from the proceeds of a State bond issue, adjusted for subsequent recoveries on the claims paid.

<sup>6</sup> Loss to depositors, or holders of certificates of indebtedness of the funds. For data by years, see Table 42. See also note 7.

<sup>7</sup> In addition to the unpaid deposits, approximately \$1,113,000 of warrants, or certificates of indebtedness of the fund, mostly held by the banks participating in the system, were never paid.

*Note:* Because of rounding, data may not add precisely to the indicated totals.

Table 34. INCOME AND EXPENDITURES OF  
STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930

(In thousands)

State	Income <sup>1</sup>			Expenditures			
	Total <sup>2</sup>	Assess-ments <sup>3</sup>	Other <sup>4</sup>	Total <sup>2</sup>	Payments on insured deposits <sup>5</sup>	Interest and losses <sup>6</sup>	Operating expenses <sup>7</sup>
Oklahoma.....	\$5,303	\$5,279	\$24	\$5,310	\$4,754	\$304	\$252
Kansas.....	2,821	2,678	143	2,797	2,435	361	.....
Texas <sup>8</sup> .....	17,723	17,723	.....	11,646	11,646	.....	.....
Nebraska.....	16,483	16,483	.....	16,608	16,608	.....	.....
Mississippi <sup>9</sup> .....	3,656	3,604	52	3,614	2,834	681	99
South Dakota.....	3,647	3,585	62	3,646	3,023	545	78
North Dakota.....	2,054	2,002	52	2,042	1,820	59	163
Washington.....	937	921	16	937	851	26	60

<sup>1</sup> Excludes receipts by the funds from proceeds of liquidation of failed banks, which are not comparable because of differing provisions of law regarding the procedures for payment of depositors.

<sup>2</sup> Except for Texas (see note 8), differences between total receipts and total expenditures represent balances remaining at latest available statements for the insurance funds, or transferred to the general fund of the State, or unexplained differences in data derived from various sources where complete information is not available.

<sup>3</sup> In Oklahoma, includes \$1,539,000 of guaranty fund warrants or other securities deposited as security for payment of future assessments which were never paid or were sold for the benefit of the guaranty fund (see note 6 to Table 43, p. 73). In Kansas, includes securities deposited as security for payment of future assessments that were forfeited when most of the participating banks withdrew, but does not include the loss of \$1,424,000 taken by participating banks in the reorganization of the failed American State Bank, Wichita. In Texas, relates to the special assessments for paying depositors of failed banks, not to the annual assessments to accumulate a revolving fund. In all States excludes assessments refunded because of adjustments or other reasons, except the refunds in Texas from the proceeds of liquidation of failed banks.

<sup>4</sup> Chiefly interest received, but includes some income from other sources in South Dakota and from fees in North Dakota.

<sup>5</sup> Net after allowance for recoveries by the insurance funds from proceeds of liquidation of the banks. Includes payments to operating banks which assumed the insured deposits of failed banks (in Oklahoma and Texas and a few cases in other States).

<sup>6</sup> In Oklahoma, estimated amount of interest paid on guaranty fund warrants. In Kansas, represents interest paid on principal of insured deposits in the 29 banks for which such deposits were paid in full; and in Mississippi, interest on the guaranty certificates (representing insured deposits) that were paid by the insurance fund, on bills payable, and on the State bond issue for one year. In South Dakota mostly and in Washington entirely, loss on portions of the insurance funds deposited in banks that failed. In North Dakota uncollectible accounts.

<sup>7</sup> In Oklahoma, Mississippi, and North Dakota, a portion of the operating expenses and in Kansas all of such expenses were met from proceeds of examination fees, special assessments on operating banks, or appropriations from the State. In Nebraska, operating expenses were met largely from assessments on the banks in receivership, thus becoming part of the liquidation expenses of failed banks, but in part from assessments on operating banks and legislative appropriations. For operating expenses in Texas, see note 8.

<sup>8</sup> Income and expenditures shown here pertain only to the special assessments, including assessment adjustments at time of final settlement of the fund, to pay depositors in failed banks. The excess of assessments over the net payments on insured deposits was returned to the participating banks. In addition, assessments for the revolving fund, which amounted to more than \$5 million over the course of the years the fund operated, were also returned to the participating banks, partly at time of liquidation or withdrawal from the fund (prior to 1926) but mostly at time of final settlement of the affairs of the fund. Some interest receipts were also available for return to the banks, but expenses incurred in settling the affairs of the fund were deducted—which may have been more or less than the interest receipts; and part of the operating expenses appear to have been included with those of the Banking Department. Full information is not available for receipts and expenditures of the revolving fund subsequent to August 31, 1922.

<sup>9</sup> Excludes \$5 million receipts from bond issue, from which the deficit on insured deposits of \$4,279,000 and interest on guaranty certificates of about \$524,000 were paid.

A summary of the income and expenditures of each of the insurance funds is given in Table 34. Most of the income was derived from assessments on the participating banks. For two States—Oklahoma and Kansas—the amounts shown in the table as assessments collected include the value of securities which had been deposited by participating banks to assure payment of future assessments, but had been diverted to the use of the fund through the substitution of warrants that were never paid or through forfeiture to the fund upon the banks' withdrawal from

the system. In six States there were small amounts received from interest or other sources. The bulk of the expenditures consisted of payments on insured deposits or to banks that assumed such deposits. In three States—Oklahoma, Kansas and Mississippi—interest payments were made on guaranty fund certificates outstanding before they were retired, and in three States portions of the funds collected were lost in the failures of banks in which they had been deposited. Provisions for operating expenses were varied, being met in whole or in part, in some of the States, from funds appropriated or collected through examination fees for support of the State banking department. In five of the States a portion or all of the operating expenses of the deposit insurance systems were met from the deposit insurance funds.

**Table 35. ASSESSMENTS RELATIVE TO LOSSES,  
STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**

(Amounts in thousands)

State	Number of years fund operated <sup>1</sup>	Assessments collected <sup>2</sup>	Assessments necessary to meet losses on insured deposits <sup>3</sup>	Equivalent average annual rate of assessment on participating banks (percent of total deposits)	
				Paid	Necessary to meet losses on insured deposits
Oklahoma.....	15.0	\$5,279	\$10,979	0.42%	0.87%
Kansas.....	19.7	2,678	9,910	.12	.44
Texas <sup>4</sup> .....	17.1	17,723	11,646	.67	.44
Nebraska.....	18.7	16,483	39,914	.43	1.04
Mississippi.....	16.0	3,604	7,113	.17	.34
South Dakota.....	11.5	3,585	36,751	.25	2.52
North Dakota.....	12.0	2,002	20,102	.18	1.84
Washington.....	4.5	921	2,091	.37	.84

<sup>1</sup> In Mississippi, to date of amendment making the insurance inapplicable to future failures; in Washington, to withdrawal of all banks in system; in other States, to repeal of the law.

<sup>2</sup> See Table 34.

<sup>3</sup> Insured deposits of failed banks in excess of recoveries from the proceeds of liquidation of the banks' assets.

<sup>4</sup> In Texas, the excess of assessments collected over the net payments by the insurance fund was returned to participating banks upon completion of the liquidation of failed banks or the final settlement of the affairs of the fund.

In Table 35 the assessments collected, as given in the preceding table, are compared with the amounts that would have been necessary to meet the losses on insured deposits. In this comparison no allowance is made for income from other sources, nor for interest payments on depositors' claims, operating costs, and other expenses. Further, no allowance is made for the funds needed to make immediate payment to depositors of that portion of their insured claims eventually recovered from the liquidation of the assets of the banks. Though some of the States attempted, by providing an initial fund of 1 percent of deposits, to establish such a reserve, these provisions were inadequate except in the case of the revolving fund of Texas, and that became insufficient

when the great majority of the banks participating in the system withdrew.

The assessments collected ranged from an amount equivalent to an average annual rate on the deposits of participating banks of about one-eighth of 1 percent in Kansas to about two-thirds of 1 percent in Texas. The amounts that would have been necessary to meet losses on insured deposits ranged from the equivalent of one-third of 1 percent per year of deposits of participating banks in Mississippi to about 2.5 percent in South Dakota. The total assessments collected varied from less than one-tenth of the amount needed to cover all losses on insured deposits in South Dakota, to full coverage of such losses in Texas.

**Inadequacies and factors responsible for failure of the State deposit insurance systems.** Various explanations have been given for the failure of these State experiments with deposit insurance. The most prevalent is an assumption that deposit insurance provided a great temptation toward ill-considered expansion and reckless loan management policies. This assumption is supported by the observation that in most of the States with a deposit insurance system a relatively rapid expansion occurred during the early years of the systems. Such expansion took two principal forms: in some States a large increase in the number of banks relative to population and wealth, and in most of the States an expansion of bank loans and deposits by individual banks with inadequate attention to the quality of assets acquired. The latter appears to have occurred in the larger banks to as great an extent as in the smaller banks: certainly it was a specific factor in the failure of some of the relatively large banks in the systems. Inadequate regulation of banks, with respect both to statutory requirements and to the quality of supervision provided by banking departments, is also frequently cited as an important factor in the failure of these insurance systems. Deficiencies in legislative standards are in fact suggested by the extent and nature of amendments to the banking codes after the funds had been operating a few years, or after they had ceased to function; and inadequacy of supervision appears obvious in some of the States, where there were frequent turnovers in the personnel of the bank supervisory agency, and provision for only a few examiners with salaries inadequate to retain well-qualified men.

However, it is easy to place more stress than is warranted on the presumption that deposit insurance itself led to ill-considered expansion and reckless management, and that this together with inadequate supervision was the dominant element in the failure of the systems. This is clear from the fact that in six of the systems the failure rates were lower than among State-chartered banks in several contiguous States during the same periods, and in two of the systems lower than in



all State banks in the nation. The more fundamental underlying factors in the failures of the systems were the impact of the deflationary monetary policy after the close of World War I and the accompanying business depression, and the continued adverse economic circumstances throughout the 1920's in the agricultural areas of the nation.

In a sense all the funds failed from inadequate assessments and insufficient accumulated reserves. But it would be unrealistic to assume that the rates could have been made, as a practical matter, high enough to have covered the cost. If the insurance had been required for all banks this might have been possible, because the costs would have fallen upon all establishments providing banking service and hence could have been passed on to bank customers. But with the alternative open to the banks of withdrawing from the system—under the provisions of State law or by liquidation and conversion to national banks—the rates which would have been necessary to have covered the costs could not have been maintained.

**Detailed tables and sources of data.** Tables 36-43 give annual data regarding the number of banks, their total deposits, insured deposits and the degree to which they were paid, and the assessments collected.

The information from which these tables have been prepared was obtained for the most part from the respective State banking departments, partly from official reports published in State documents, partly from records remaining in the offices of the State departments which have been made available through the courtesy of the respective bank supervisory officials, and partly from data published or available elsewhere but largely derived from the records of the State banking departments. In some respects the published material, together with the available records in the offices of the banking departments, do not provide all the information needed for accurate tabulations, and in most of the States it has been necessary to supplement the data actually collected by estimates derived from partial data.

Table 36. NUMBER OF BANKS, AND NUMBER PARTICIPATING IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930<sup>1</sup>

Year end <sup>2</sup>	Oklahoma		Kansas			Texas			Nebraska		Mississippi		South Dakota		North Dakota		Washington		
	Total <sup>3</sup>	Partic- ipating <sup>4</sup>	Total <sup>3</sup>	Eligible		Total <sup>3</sup>	Eligible		Total <sup>3</sup>	Partic- ipating <sup>4</sup>	Total <sup>3</sup>	Partic- ipating <sup>4</sup>	Total <sup>3</sup>	Partic- ipating <sup>4</sup>	Total <sup>3</sup>	Partic- ipating <sup>4</sup>	Total <sup>3</sup>	Eligible	
				Not partic- ipating	Partic- ipating		Not partic- ipating	Partic- ipating										Not partic- ipating	Partic- ipating
1908.....	834	546																	
1909.....	887	668	1,038	421	404	1,203	43	472											
1910.....	924	695	1,077	459	401	1,308	45	582											
1911.....	914	631	1,107	446	442	1,370	45	643	916	669									
1912.....	923	615	1,113	432	462	1,442	55	704	935	694									
1913.....	913	582	1,141	439	481	1,536	61	788	965	728									
1914.....	913	563	1,153	420	508	1,551	59	790	983	765	308	273							
1915.....	903	557	1,196	427	526	1,532	54	777	1,007	803	293	258	648	530					
1916.....	885	547	1,220	437	546	1,530	47	789	1,031	839	293	258	628	503					
1917.....	901	566	1,250	430	577	1,572	46	828	1,110	920	297	263	639	514	866	705	364	239	46
1918.....	936	581	1,291	426	613	1,579	43	841	1,133	942	299	266	647	521	877	709	364	197	85
1919.....	944	599	1,338	427	649	1,641	41	907	1,188	999	316	284	673	543	898	723	381	191	104
1920.....	977	622	1,374	409	683	1,717	41	990	1,196	1,009	337	306	702	566	874	694	401	190	116
1921.....	938	556	1,375	377	714	1,681	34	970	1,170	986	336	306	702	566	843	661			
1922.....	910	463	1,349	369	698	1,647	34	936	1,137	955	331	300	692	561	849	665			
1923.....			1,323	357	681	1,645	34	916	1,118	938	338	306	662	535	743	569			
1924.....			1,297	371	651	1,618	37	896	1,101	928	335	299	552	438	678	513			
1925.....			1,269	381	611	1,582	497	337	1,072	903	338	301	495	385	642	482			
1926.....			1,223	547	399	1,524	748	34	1,043	883	325	289	422	322	555	409			
1927.....			1,109	794	78				1,012	855	325	288			512	371			
1928.....			1,102	794	39				882	726	321	285			470	337			
1929.....									804	647	306								

<sup>1</sup> For periods of operation of the deposit insurance systems.<sup>2</sup> December 31 or nearest available date.<sup>3</sup> Total number includes all banks and trust companies operating in the State. Of these, national banks were ineligible for participation in State deposit insurance systems under a ruling of the Comptroller of the Currency, and in some States certain types of banking institutions were ineligible under State law (Oklahoma, trust companies after 1911; Kansas, trust companies and private banks; Texas, private banks; Washington, mutual savings banks).<sup>4</sup> Required to participate. Figure for Mississippi for 1914 includes all State banks, part of which may not have been participating banks on that date; participation was voluntary to May 15, 1915.

**Table 37. TOTAL DEPOSITS OF ALL BANKS, AND OF BANKS PARTICIPATING IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930<sup>1</sup>**  
(In millions of dollars)

Year end <sup>2</sup>	Oklahoma		Kansas			Texas			Nebraska		Mississippi		South Dakota		North Dakota		Washington		
	Total	Participating	Total	Eligible		Total	Eligible		Total	Participating	Total	Participating	Total	Participating	Total	Participating	Total	Eligible	
				Not participating	Participating		Not participating	Participating										Not participating	Participating
1908.....	75	32																	
1909.....	106	55	189	54	46	274	4	47											
1910.....	121	61	171	45	47	299	6	55											
1911.....	107	44	183	46	55	300	7	57	194	74									
1912.....	123	46	194	42	63	395	10	89	205	83									
1913.....	135	46	191	41	66	358	10	85	214	93									
1914.....	129	45	211	44	75	305	9	64	217	101	63	45							
1915.....	158	48	233	49	86	390	8	93	241	114	75	55	111	63					
1916.....	265	85	330	65	118	666	11	149	343	166	103	79	141	84					
1917.....	382	137	400	73	152	763	12	204	419	223	141	107	195	123	171	105	322	109	40
1918.....	339	121	428	80	170	643	12	179	478	260	159	120	239	151	210	123	363	112	55
1919.....	513	191	487	88	205	1,132	15	321	513	279	237	188	281	184	214	131	451	123	80
1920.....	434	161	447	81	191	862	14	266	432	255	160	123	219	145	174	104	396	107	75
1921.....	360	113	411	66	180	756	10	227	388	216	154	117	202	135	152	85			
1922.....	393	75	427	62	180	913	11	252	434	239	187	139	222	150	173	95			
1923.....			411	64	168	1,075	17	289	430	240	200	148	226	151	156	80			
1924.....			484	75	195	1,159	21	302	485	272	211	146	199	122	184	88			
1925.....			457	180	168	1,257	2	302	487	282	246	167	179	106	182	86			
1926.....			451	154	79	1,066	226	3	470	276	227	151	143	79	153	70			
1927.....			443	210	7				474	275	255	172			149	65			
1928.....			457	219	3				462	252	250	163			144	60			
1929.....									407	192	240	161							

<sup>1</sup> For periods of operation of the deposit insurance systems.

<sup>2</sup> December 31 or nearest available date.

<sup>3</sup> Not available because of lack of information regarding the identity of the banks that withdrew prior to January 1, 1926, or those that withdrew between that date and September 29, 1926. In May 1926, 160 banks that remained in the system had deposits of \$29,657,000 (statement of Bank Commissioner, *The Texas Bankers Record*, June 1926, p. 38).

Table 38. PARTICIPATION IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930

Year end	Percentage of banks participating										Percentage of deposits in participating banks												
	Oklahoma		Kansas		Texas		Nebraska	Mississippi	South Dakota	North Dakota	Washington	Oklahoma		Kansas		Texas		Nebraska	Mississippi	South Dakota	North Dakota	Washington	
	Of all banks	Of all banks	Of eligible banks	Of all banks	Of eligible banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	Of eligible banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	Of all banks	
1908	65.5											42.0											
1909	75.3	38.9	48.9	39.2	91.7							51.8	24.0	45.7	17.3	92.2							
1910	75.3	37.2	46.6	44.5	92.8							50.7	27.4	51.0	18.4	90.4							
1911	69.0	39.9	49.8	46.9	93.5	73.0						41.2	29.9	54.5	18.9	89.5	38.2						
1912	66.6	41.5	51.7	48.8	92.8	74.2						37.4	32.5	59.8	22.6	90.3	40.3						
1913	63.7	42.2	52.3	51.3	92.8	75.4						34.1	34.7	61.7	23.9	89.1	43.4						
1914	61.7	44.1	54.7	50.9	93.1	77.8	88.6					34.6	35.3	62.8	21.0	87.4	46.5	72.3					
1915	61.7	44.0	55.2	50.7	93.5	79.7	88.1	81.8				30.6	36.9	63.9	23.8	91.7	47.5	73.4	56.9				
1916	61.8	44.8	55.5	51.6	94.4	81.4	88.1	80.1				31.9	35.8	64.3	24.6	93.1	48.3	76.2	59.4				
1917	62.8	46.2	57.3	52.7	94.7	82.9	88.6	80.4	81.4	12.6	16.1	35.9	38.1	67.7	26.7	94.5	53.3	75.8	62.7	60.9	12.4	26.8	
1918	62.1	47.5	59.0	53.3	95.1	83.1	90.0	80.5	80.8	23.4	30.1	35.6	39.6	67.9	27.8	93.7	54.4	75.4	63.1	58.4	15.3	32.9	
1919	63.5	48.5	60.3	55.3	95.7	84.1	89.9	80.7	80.5	27.3	35.3	37.2	42.0	69.9	28.4	95.7	54.3	79.2	65.5	61.1	17.7	39.4	
1920	63.7	49.7	62.5	57.7	96.0	84.4	90.8	80.6	79.4	28.9	37.9	36.9	42.8	70.3	30.9	95.0	59.0	76.8	66.4	59.9	18.9	41.1	
1921	59.3	51.9	65.4	57.7	96.6	84.3	91.1	80.6	78.4			31.3	43.8	73.2	30.1	95.7	55.8	75.6	66.6	56.1			
1922	50.9	51.7	65.4	56.8	96.5	83.9	90.6	81.1	78.3			19.1	42.1	74.4	27.6	95.9	55.0	74.3	67.3	55.2			
1923		51.5	65.6	55.7	96.4	83.9	90.5	80.8	76.6				40.8	72.3	26.9	94.4	55.8	74.2	66.8	51.4			
1924		50.2	63.7	55.4	96.0	84.3	89.3	79.3	75.7				40.3	72.2	26.0	93.6	55.9	69.2	61.4	47.8			
1925		48.1	61.6	21.3	40.4	84.2	89.1	77.8	75.1				36.8	67.8	1	1	57.8	67.9	59.3	47.6			
1926		32.6	42.2	2.2	4.3	84.7	88.9	76.3	73.7				17.2	33.9	.3	1.2	53.6	66.8	55.1	45.4			
1927		7.0	8.9			84.5	89.6		72.5				1.6	3.2			57.9	67.3		43.7			
1928		3.5	4.7			82.3	88.8		71.7				.7	1.5			54.7	67.3		41.6			
1929						80.5	88.6										47.1	67.1					

1 See note 3, Table 37.

**Table 39. NUMBER AND DEPOSITS OF FAILED BANKS PARTICIPATING IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**

Year of failure	Number of failed banks <sup>1</sup>								Deposits (in thousands of dollars) <sup>2</sup>							
	Oklahoma	Kansas	Texas	Nebraska*	Mississippi	South Dakota	North Dakota	Washington	Oklahoma	Kansas	Texas	Nebraska	Mississippi	South Dakota	North Dakota	Washington
<b>Total.....</b>	<b>139</b>	<b>119</b>	<b>138</b>	<b>317</b>	<b>64</b>	<b>242</b>	<b>340</b>	<b>1</b>	<b>29,486</b>	<b>25,265</b>	<b>37,627</b>	<b>61,489</b>	<b>14,550</b>	<b>56,586</b>	<b>39,094</b>	<b>10,443</b>
1908.....	1								37							
1909.....	2								2,873							
1910.....	2	1							661	156						
1911.....	8		2						1,144		230					
1912.....	4		1						656		35					
1913.....	16		4						1,993		125					
1914.....	6			1					501		207	122				
1915.....	6		3						360		513					
1916.....	1		3	1	4	1			40		3,343	110	623	32		
1917.....	2				1				85				64			
1918.....	3								1,203		193					
1919.....	6	1	1			1	1		1,133	648	24				201	
1920.....	8	2	9	5	2	1	18		2,375	219	1,255	1,026	481	141	201	3,478
1921.....	28	8	30	25	4	1	27	1	6,509	2,110	12,002	6,041	1,469	316	4,062	10,443
1922.....	33	15	19	22	10	9	7		8,404	3,357	5,815	4,758	1,169	1,991	1,071	
1923.....	11	19	10	15	2	39	77		1,460	7,235	2,839	2,418	171	10,173	9,136	
1924.....		10	15	13	3	94	61			2,593	4,246	1,546	571	27,751	6,745	
1925.....		15	21	20	5	38	25			2,237	4,826	5,154	1,596	6,401	2,395	
1926.....		27	16	22	6	47	43			3,600	1,833	5,847	1,454	7,889	4,383	
1927.....		17	2	22	6	11	33			2,306		5,629	2,294	1,364	3,691	
1928.....		3		46	5		30			223	151	7,725	1,554		2,160	
1929.....		1		116	10		18			82		19,835	2,172		1,772	
1930.....				9	6							1,278	932			

<sup>1</sup> Exclusive of suspended banks not placed in receivership that reopened or were taken over without payments from, or due from, the deposit insurance funds.

<sup>2</sup> As of date of failure or, where this is not available, last available report prior to failure. Due to rounding, data may not add precisely to the indicated totals.

<sup>3</sup> For the later years, many of the banks had become insolvent at earlier dates, and had been operated by the Guarantee Fund Commission.

**Table 40. INSURED DEPOSITS AND THEIR RATIO TO TOTAL DEPOSITS IN BANKS THAT FAILED WHILE PARTICIPATING IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**

Year of failure	Insured deposits (in thousands of dollars) <sup>1</sup>								Percentage ratio: insured deposits to total deposits at date of failure							
	Oklahoma <sup>2</sup>	Kansas <sup>3</sup>	Texas <sup>4</sup>	Nebraska <sup>5</sup>	Mississippi <sup>6</sup>	South Dakota <sup>7</sup>	North Dakota <sup>8</sup>	Washington <sup>9</sup>	Oklahoma	Kansas	Texas	Nebraska	Mississippi	South Dakota	North Dakota	Washington
<b>Total</b> .....	<b>25,068</b>	<b>21,151</b>	<b>25,469</b>	<b>61,790</b>	<b>14,833</b>	<b>48,375</b>	<b>24,274</b>	<b>8,452</b>	<b>85.0</b>	<b>83.7</b>	<b>67.7</b>	<b>100.5</b>	<b>101.9</b>	<b>85.5</b>	<b>62.1</b>	<b>80.9</b>
1908.....	37								100.0							
1909.....	1,741								60.6							
1910.....	588	47							88.9	30.1						
1911.....	1,065		152						93.1		66.2					
1912.....	535		28						81.5		80.3					
1913.....	1,716		98						86.1		73.2					
1914.....	451		162	122					90.0		73.3	99.7				
1915.....	332		378						92.2		73.7					
1916.....	40		2,196	111	623	26			100.0		65.7	100.7	100.0	81.6		
1917.....	84				64				99.1				100.0			
1918.....	1,078		105						89.6		78.9					
1919.....	906	497	19			128	87		76.6	76.7	80.7			90.7	43.2	
1920.....	2,009	190	961	968	481	496	2,098		84.6	86.5	76.6	94.4	100.0	94.0	60.3	
1921.....	5,415	1,910	8,044	6,303	1,465	210	2,619	8,452	83.2	90.6	67.0	104.3	99.8	66.5	64.5	80.9
1922.....	8,033	2,637	3,807	4,916	1,843	591			95.6	78.5	65.5	103.3	98.3	92.6	55.1	
1923.....	1,038	5,825	1,846	2,648	166	8,494	5,668		71.1	80.5	63.9	109.5	97.5	83.5	62.0	
1924.....		2,226	2,860	1,470	571	24,718	4,721			85.8	67.4	95.1	100.1	89.1	70.0	
1925.....		2,081	3,258	5,005	1,976	5,409	1,619			93.0	67.5	97.1	123.8	84.5	67.6	
1926.....		3,230	1,410	5,963	1,431	5,859	2,276			89.7	76.9	102.0	98.4	74.3	51.9	
1927.....		2,244	144	5,941	2,176	1,191	2,326			80.0	95.1	105.5	94.9	87.3	63.0	
1928.....		197		7,874	1,614		1,334			88.5		101.9	103.9		61.7	
1929.....		69		19,307	2,170		935			83.9		97.3	99.9		52.7	
1930.....				1,162	945							90.9	101.4			

<sup>1</sup> The major part of the differences between insured deposits, as given here, and total deposits at date of failure, shown in Table 39, is due to deposits excluded from insurance coverage (see text, pages 50-51). However, some differences are due to deposit claims allowed that were not on the books or not included in those tabulated as of date of failure, or to deposits on the books for which claims were not filed or which were disallowed on the ground that they were not deposit liabilities.

<sup>2</sup> Estimated for a large proportion of the banks as the amount of deposits at date of failure, excluding those of banks and government and cashier's checks. For failed banks that were liquidated without being taken over or reorganized, such deposits exceeded by 1½ percent the claims of the guaranty fund against the receivers. For the majority of the failed banks the actual amount of insured deposits is unavailable, because the claims of the guaranty fund represented payments to an absorbing or successor bank that assumed the deposits of a failed bank without a definite determination of the deposits covered by insurance.

<sup>3</sup> Guaranty fund certificates issued (estimated for a few banks for which the amount of certificates issued is not available). The figure for 1923 includes the estimated amount of insured deposits of the American State Bank, Wichita, which were assumed by the successor bank and represented on the liquidation accounts of the American State Bank by receivers' certificates instead of guaranty fund certificates.

<sup>4</sup> Claims paid or payable by the guaranty fund (estimated for some banks, chiefly those absorbed by another bank with a payment by the fund).

<sup>5</sup> Claims payable by the guaranty fund (estimated for a few of the banks).

<sup>6</sup> All deposits eventually paid from assets, the guaranty fund, and proceeds of a State bond issue (estimated for one bank).

<sup>7</sup> Amount paid by guaranty fund for 16 banks for which all guaranteed claims were paid, and amount of guaranty fund certificates issued for the remaining failed banks.

For additional notes, see p. 71.

**Table 41. RECOVERIES ON INSURED DEPOSITS IN BANKS THAT FAILED WHILE PARTICIPATING IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**  
(In thousands of dollars)

Year of failure	Recoveries from liquidation of assets <sup>1</sup>								Net payments to depositors from insurance fund <sup>2</sup>							
	Oklahoma	Kansas	Texas	Nebraska	Mississippi	South Dakota	North Dakota	Washington	Oklahoma	Kansas	Texas	Nebraska	Mississippi	South Dakota	North Dakota	Washington
<b>Total</b> .....	<b>14,088</b>	<b>11,241</b>	<b>13,823</b>	<b>21,876</b>	<b>7,720</b>	<b>11,624</b>	<b>4,172</b>	<b>6,361</b>	<b>4,754</b>	<b>2,435</b>	<b>11,646</b>	<b>16,608</b>	<b>2,834</b>	<b>3,023</b>	<b>1,820</b>	<b>851</b>
1908.....	37								616							
1909.....	1,125								241							
1910.....	347	18								29						
1911.....	526		109						540		43					
1912.....	385		16						150		12					
1913.....	1,187		97						529		1					
1914.....	290		158	103					161		4	19				
1915.....	245		367						87		11					
1916.....	38		1,919	67	389	26			3		277	44	235			
1917.....	84				32								32			
1918.....	1,043		105						35							
1919.....	823	94	19			53	7		83	402				75	80	
1920.....	997	93	499	318	177	123	232		1,012	96	462	649	303	372	285	
1921.....	2,588	1,485	3,176	3,320	484	85	367	6,361	1,285	329	4,868	2,983	982	125	244	851
1922.....	3,792	1,051	2,343	1,695	560	270	20		14	1,041	1,464	3,221	589	1,573	58	
1923.....	582	2,459	1,236	580	105	1,074	589			366	611	2,068	61	604	550	
1924.....		1,410	1,298	349	382	7,031	1,165			173	1,562	1,121	189	177	438	
1925.....		1,216	1,848	2,177	1,306	1,168	279				1,411	2,823	356	42	99	
1926.....		1,613	583	3,026	698	1,455	416				827	2,937	87	45	22	
1927.....		1,589	50	1,067	678	338	566				93	567		9	23	
1928.....		156		1,482	677		252					154			12	
1929.....		57		7,045	1,582		279					17			9	
1930.....				645	649											

<sup>1</sup> Includes dividends paid directly to depositors, and those paid to the insurance funds on depositors' claims, and estimated amount of insured deposits assumed by absorbing or successor banks with payments from the insurance funds.

<sup>2</sup> Payments to depositors by the insurance funds, or to absorbing or successor banks, less recoveries by the fund.

Note: Because of rounding, data may not add precisely to indicated totals.

Notes to Table 40—continued

<sup>3</sup> Claims approved by Guaranty Fund Commission, estimated as follows: for 2 banks paid in full by the fund, the amount of deposits paid; for banks on which a 10 percent dividend was paid, ten times the amount of such dividend allowed; for banks on which a 1 percent dividend was paid, one hundred times the amount of those dividends; total deposits in a few cases paid in full by receivers.

<sup>4</sup> Warrants issued for the guaranteed deposits.

Note: Because of rounding, data may not add precisely to the indicated totals.

**Table 42. LOSSES ON DEPOSITS AND OTHER LIABILITIES IN BANKS THAT FAILED WHILE PARTICIPATING IN STATE DEPOSIT INSURANCE SYSTEMS, 1908-1930**  
(In thousands of dollars)

Year of failure	On insured deposits <sup>1</sup>								On noninsured deposits and other liabilities							
	Oklahoma	Kansas <sup>2</sup>	Texas	Nebraska	Mississippi <sup>3</sup>	South Dakota	North Dakota	Washington	Oklahoma	Kansas	Texas	Nebraska	Mississippi	South Dakota	North Dakota	Washington
<b>Total</b> .....	<b>6,225</b>	<b>7,475</b>	<b>none</b>	<b>23,306</b>	<b>4,279</b>	<b>33,728</b>	<b>18,282</b>	<b>1,240</b>	<sup>4</sup>	<b>1,958</b>	<b>2,968</b>	<b>1,704</b>	<sup>4</sup>	<b>2,859</b>	<b>23,719</b>	<b>141</b>
1908.....																
1909.....																
1910.....										52						
1911.....											4					
1912.....											4					
1913.....											4					
1914.....											4	4				
1915.....											4					
1916.....											4	4				
1917.....																
1918.....																
1919.....										122					10	
1920.....							1,582			21	215	4		6	1,697	
1921.....	1,542	97					2,008	1,240		188	1,543	278		26	2,207	141
1922.....	4,227	545					513			256	121	60		142	808	
1923.....	456	2,999				6,816	4,530			827	182	91		600	6,782	
1924.....		644				17,509	3,118			22	192	134		1,141	4,668	
1925.....		864			314	4,199	1,241			97	498	31		435	1,385	
1926.....		1,617			646	4,359	1,838			227	208	74		419	2,716	
1927.....		655		4,306	1,498	845	1,737			142	9	48		90	1,611	
1928.....		42		6,237	937		1,070			3		142			1,013	
1929.....		12		12,245	588		646			5		780			828	
1930.....				517	296							65				

<sup>1</sup> Insured deposits never repaid to depositors, either from the insurance fund or liquidation of assets, except for a portion of the loss in Kansas (see note 2) and the loss in Mississippi which was assumed by the State (see note 3).

<sup>2</sup> Of this loss, \$1,424,000 was assumed by the participating banks in the reorganization of the American State Bank, Wichita, which failed in 1923.

<sup>3</sup> Paid from proceeds of a State bond issue.

<sup>4</sup> Data not available.

<sup>5</sup> Less than \$500.

Note: Because of rounding data may not add precisely to indicated totals.



Table 43. ASSESSMENT RATES AND COLLECTIONS BY STATE DEPOSIT INSURANCE SYSTEMS, 1908-1934

Year	Assessment rates (percent) <sup>1</sup>								Net collections from assessments (in thousands of dollars) <sup>2</sup>							
	Oklahoma	Kansas	Texas <sup>3</sup>	Nebraska <sup>4</sup>	Mississippi	South Dakota	North Dakota	Washington	Oklahoma	Kansas	Texas	Nebraska	Mississippi	South Dakota	North Dakota	Washington
<b>Total</b> .....									5,279	2,678	17,723	16,483	3,604	3,585	2,002	921
1908.....	1.00								199							
1909.....	.95	.05							327	17						
1910.....	.20	.05							285	18						
1911.....	1.20	.05		.25					601	23		177				
1912.....	.95	.05	.24	.50					511	23	133	407				
1913.....	.40	.05		.30					202	28		272				
1914.....	.40	.05	.07	.15	.05				148	32	61	141	5			
1915.....	.40	.05	.03	.15	.05				162	30	18	145	14			
1916.....	.20	.05	.22	.15	.05	.25			90	37	200	182	15	139		
1917.....	.20	.05	.04	.15	.10	.25	.05	.50	133	48	62	220	44	186	43	139
1918.....	.20	.05		.15	.15	.25	.05		209	71		318	98	255	60	74
1919.....	.20	.05		.20	.20	.25	.05		232	84		506	153	330	75	39
1920.....	.20	.05		.20	.10	.25	.05		302	97		639	118	427	62	86
1921.....	.20	.05	1.50	.95	.25	.25	.25	1.10	247	107	3,991	2,318	238	442	235	533
1922.....	.20	.10	1.84	.90	.25	.25	.25			157	4,179	1,972	199	335	249	
1923.....		.05	.49	.85	.25	.25	.25		82	78	1,245	2,046	228	350	205	
1924.....		.25	.84	.40	.25	.25	.35			344	2,416	1,005	253	330	256	
1925.....		.25	1.25	.60	.25	.25	.25			343	3,772	1,616	251	274	202	
1926.....		.25	§	.60	.25	.25	.25			129	934	1,672	289	264	205	
1927.....		.25	5.34	.60	.25	.25	.25			25	147	1,653	299	253	167	
1928.....		.25		.30	.25	.25	.25			9		885	309		148	
1929.....		.05		.05	.25	.25	.10			1		309	296		44	
1930.....					.25								292			
Additional <sup>6</sup> .....									1,549	975	564		502			

<sup>1</sup> Includes initial, regular annual, and special assessments (excluding regular annual assessment in Texas of 0.25 percent per year for revolving fund). The assessment base to which the rates were applied was a daily or call-date average of deposits for the preceding year, excluding uninsured deposits in most of the States.

<sup>2</sup> Collections from assessments described in note 1, and from banks entering the system, with allowance for refunds and other adjustments.

<sup>3</sup> Relates to special assessments only, computed from assessments collected and deposits of participating banks at the beginning of the year. No information is available regarding rates levied.

<sup>4</sup> Rates for some years are approximations to include additional assessments to bring fund to 1 percent of deposits, for which rate information is not available.

<sup>5</sup> Not available.

<sup>6</sup> In Oklahoma, includes \$426,000 in guaranty fund warrants or other securities deposited as security for payment of future assessments by banks that had nationalized and which were cancelled or sold for the benefit of the guaranty fund; \$1,113,000 of warrants outstanding and not paid upon final settlement of the affairs of the fund, most of which had been deposited by participating banks as security for payment of future assessments; and \$10,000 unpaid assessments collected at time of final settlement as a condition for the return of securities deposited as security for payment of future assessments. In Kansas, amount is difference between total receipts of the fund (except interest) and assessments collected in the respective years, and consists mostly or wholly of proceeds from sale of securities deposited for payment of future assessments that were forfeited by withdrawing banks. In Texas, consists of adjustments at time of final settlement of the affairs of the fund to cover insured deposits in failed banks for which assessments had not been levied. In Mississippi, consists of assessments at the 0.25 percent annual rate from the end of 1930 after deposit insurance had ceased to apply to current failures, to early 1934, when the guaranty law was repealed.



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**PART FOUR**  
**LEGISLATION AND REGULATIONS**

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## FEDERAL LEGISLATION

### EXTENSION OF THE FEDERAL DEPOSIT INSURANCE ACT AND THE NATIONAL BANK ACT TO GUAM

PUBLIC LAW 896—84TH CONGRESS<sup>1</sup>

CHAPTER 852—2D SESSION

H. R. 11522

#### AN ACT

To implement section 25 (b) of the Organic Act of Guam by carrying out the recommendations of the Commission on the Application of Federal Laws to Guam, and for other purposes.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled . . .*

SEC. 2. The National Bank Act, and all other Acts of Congress relating to national banks, shall, insofar as not locally inapplicable hereafter, apply to Guam.

SEC. 3. The Federal Deposit Insurance Act (64 Stat. 873; 12 U. S. C., secs. 1811-1831), is amended—

(a) by inserting the word “Guam,” after the words “Puerto Rico,” in subsection (a) of section 3, and by substituting a comma for the period at the end of such subsection (a) and adding the following words “and the word ‘State’ means any State of the United States, the District of Columbia, any Territory of the United States, Puerto Rico, Guam, or the Virgin Islands.”;

(b) by inserting the word “Guam,” after the words “Puerto Rico,” in each place where they appear in subsections (d), (e), and (o) of section 3;

(c) by inserting the word “Guam,” after the words “Puerto Rico,” in the first proviso of subsection (l) of section 3; and

(d) by inserting the words “of Guam,” after the words “of Puerto Rico,” where they appear in subsection (m) of section 3 . . . . .

Approved August 1, 1956.

### BANK HOLDING COMPANY ACT OF 1956

PUBLIC LAW 511—84TH CONGRESS<sup>2</sup>

CHAPTER 240—2D SESSION

H. R. 6227

#### AN ACT

To define bank holding companies, control their future expansion, and require divestment of their nonbanking interests.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That this Act may be cited as the “Bank Holding Company Act of 1956”.*

<sup>1</sup> 70 Stat. 908.

<sup>2</sup> 70 Stat. 133.

## DEFINITIONS

SEC. 2. (a) "Bank holding company" means any company (1) which directly or indirectly owns, controls, or holds with power to vote, 25 per centum or more of the voting shares of each of two or more banks or of a company which is or becomes a bank holding company by virtue of this Act, or (2) which controls in any manner the election of a majority of the directors of each of two or more banks, or (3) for the benefit of whose shareholders or members 25 per centum or more of the voting shares of each of two or more banks or a bank holding company is held by trustees; and for the purposes of this Act, any successor to any such company shall be deemed to be a bank holding company from the date as of which such predecessor company became a bank holding company. Notwithstanding the foregoing (A) no bank shall be a bank holding company by virtue of its ownership or control of shares in a fiduciary capacity, except where such shares are held for the benefit of the shareholders of such bank, (B) no company shall be a bank holding company which is registered under the Investment Company Act of 1940, and was so registered prior to May 15, 1955 (or which is affiliated with any such company in such manner as to constitute an affiliated company within the meaning of such Act), unless such company (or such affiliated company), as the case may be, directly owns 25 per centum or more of the voting shares of each of two or more banks, (C) no company shall be a bank holding company by virtue of its ownership or control of shares acquired by it in connection with its underwriting of securities and which are held only for such period of time as will permit the sale thereof upon a reasonable basis, (D) no company formed for the sole purpose of participating in a proxy solicitation shall be a bank holding company by virtue of its control of voting rights of shares acquired in the course of such solicitation, and (E) no company shall be a bank holding company if at least 80 per centum of its total assets are composed of holdings in the field of agriculture.

(b) "Company" means any corporation, business trust, association, or similar organization, but shall not include (1) any corporation the majority of the shares of which are owned by the United States or by any State, or (2) any corporation or community chest, fund, or foundation, organized and operated exclusively for religious, charitable, or educational purposes, no part of the net earnings of which inures to the benefit of any private shareholder or individual, and no substantial part of the activities of which is carrying on propaganda, or otherwise attempting to influence legislation, or (3) any partnership.

(c) "Bank" means any national banking association or any State bank, savings bank, or trust company, but shall not include any organization operating under section 25 (a) of the Federal Reserve Act, or any organization which does not do business within the United States. "State member bank" means any State bank which is a member of the Federal Reserve System. "District bank" means any State bank organized or operating under the Code of Law for the District of Columbia.

(d) "Subsidiary", with respect to a specified bank holding company, means (1) any company 25 per centum or more of whose voting shares (excluding shares owned by the United States or by any company wholly owned by the United States) is owned or controlled by such bank holding company; or (2) any company the election of a majority of whose directors is controlled in any manner by such bank holding company; or (3) any company 25 per centum or more of whose voting shares are held by trustees for the benefit of the shareholders or members of such bank holding company.

(e) The term "successor" shall include any company which acquires directly or indirectly from a bank holding company shares of any bank, when and if the relationship between such company and the bank holding company is such that the transaction effects no substantial change in the control of the bank or beneficial ownership of

such shares of such bank. The Board may, by regulation, further define the term "successor" to the extent necessary to prevent evasion of the purposes of this Act.

(f) "Board" means the Board of Governors of the Federal Reserve System.

(g) "Agriculture", as used in section 2 (a), includes farming in all its branches including fruitgrowing, dairying, the raising of livestock, bees, fur-bearing animals, or poultry, forestry or lumbering operations, and the production of naval stores, and operations directly related thereto.

#### ACQUISITION OF BANK SHARES OR ASSETS

SEC. 3. (a) It shall be unlawful except with the prior approval of the Board (1) for any action to be taken which results in a company becoming a bank holding company under section 2 (a) of this Act; (2) for any bank holding company to acquire direct or indirect ownership or control of any voting shares of any bank if, after such acquisition, such company will directly or indirectly own or control more than 5 per centum of the voting shares of such bank; (3) for any bank holding company or subsidiary thereof, other than a bank, to acquire all or substantially all of the assets of a bank; or (4) for any bank holding company to merge or consolidate with any other bank holding company. Notwithstanding the foregoing this prohibition shall not apply to (A) shares acquired by a bank, (i) in good faith in a fiduciary capacity, except where such shares are held for the benefit of the shareholders of such bank, or (ii) in the regular course of securing or collecting a debt previously contracted in good faith, but any shares acquired after the date of enactment of this Act in securing or collecting any such previously contracted debt shall be disposed of within a period of two years from the date on which they were acquired; or (B) additional shares acquired by a bank holding company in a bank in which such bank holding company owned or controlled a majority of the voting shares prior to such acquisition.

(b) Upon receiving from a company any application for approval under this section, the Board shall give notice to the Comptroller of the Currency, if the applicant company or any bank the voting shares or assets of which are sought to be acquired is a national banking association or a District bank, or to the appropriate supervisory authority of the interested State, if the applicant company or any bank the voting shares or assets of which are sought to be acquired is a State bank, and shall allow thirty days within which the views and recommendations of the Comptroller of the Currency or the State supervisory authority, as the case may be, may be submitted. If the Comptroller of the Currency or the State supervisory authority so notified by the Board disapproves the application in writing within said thirty days, the Board shall forthwith give written notice of that fact to the applicant. Within three days after giving such notice to the applicant, the Board shall notify in writing the applicant and the disapproving authority of the date for commencement of a hearing by it on such application. Any such hearing shall be commenced not less than ten nor more than thirty days after the Board has given written notice to the applicant of the action of the disapproving authority. The length of any such hearing shall be determined by the Board, but it shall afford all interested parties a reasonable opportunity to testify at such hearing. At the conclusion thereof, the Board shall by order grant or deny the application on the basis of the record made at such hearing.

(c) In determining whether or not to approve any acquisition or merger or consolidation under this section, the Board shall take into consideration the following factors: (1) the financial history and condition of the company or companies and the banks concerned; (2) their prospects; (3) the character of their management; (4) the convenience, needs, and welfare of the communities and the area concerned; and (5) whether or not the effect of such acquisition or merger or consolidation would be to expand the size or extent of the bank holding company system involved beyond

limits consistent with adequate and sound banking, the public interest, and the preservation of competition in the field of banking.

(d) Notwithstanding any other provision of this section, no application shall be approved under this section which will permit any bank holding company or any subsidiary thereof to acquire, directly or indirectly, any voting shares of, interest in, or all or substantially all of the assets of any additional bank located outside of the State in which such bank holding company maintains its principal office and place of business or in which it conducts its principal operations unless the acquisition of such shares or assets of a State bank by an out-of-State bank holding company is specifically authorized by the statute laws of the State in which such bank is located, by language to that effect and not merely by implication.

#### INTERESTS IN NONBANKING ORGANIZATIONS

SEC. 4. (a) Except as otherwise provided in this Act, no bank holding company shall—

(1) after the date of enactment of this Act acquire direct or indirect ownership or control of any voting shares of any company which is not a bank, or

(2) after two years from the date of enactment of this Act or from the date as of which it becomes a bank holding company, whichever is later, retain direct or indirect ownership or control of any voting shares of any company which is not a bank or a bank holding company or engage in any business other than that of banking or of managing or controlling banks or of furnishing services to or performing services for any bank of which it owns or controls 25 per centum or more of the voting shares.

The Board is authorized, upon application by a bank holding company, to extend the period referred to in paragraph (2) above from time to time as to such bank holding company for not more than one year at a time if, in its judgment, such an extension would not be detrimental to the public interest, but no such extensions shall extend beyond a date five years after the date of enactment of this Act or five years after the date as of which a company becomes a bank holding company, whichever is later.

(b) After two years from the date of enactment of this Act, no certificate evidencing shares of any bank holding company shall bear any statement purporting to represent shares of any other company except a bank or a bank holding company, nor shall the ownership, sale, or transfer of shares of any bank holding company be conditioned in any manner whatsoever upon the ownership, sale, or transfer of shares of any other company except a bank or a bank holding company.

(c) The prohibitions in this section shall not apply—

(1) to shares owned or acquired by a bank holding company in any company engaged solely in holding or operating properties used wholly or substantially by any bank with respect to which it is a bank holding company in its operations or acquired for such future use or engaged solely in conducting a safe deposit business, or solely in the business of furnishing services to or performing services for such holding company and banks with respect to which it is a bank holding company, or in liquidating assets acquired from such bank holding company and such banks;

(2) to shares acquired by a bank holding company which is a bank, or by any banking subsidiary of a bank holding company, in satisfaction of a debt previously contracted in good faith, but such bank holding company or such subsidiaries shall dispose of such shares within a period of two years from the date on which they were acquired or from the date of enactment of this Act, whichever is later;



(3) to shares acquired by a bank holding company from any of its subsidiaries which subsidiary has been requested to dispose of such shares by any Federal or State authority having statutory power to examine such subsidiary, but such bank holding company shall dispose of such shares within a period of two years from the date on which they were acquired or from the date of enactment of this Act, whichever is later;

(4) to shares which are held or acquired by a bank holding company which is a bank or by any banking subsidiary of a bank holding company, in good faith in a fiduciary capacity, except where such shares are held for the benefit of the shareholders of such bank holding company or any of its subsidiaries, or to shares which are of the kinds and amounts eligible for investment by National banking associations under the provisions of section 5136 of the Revised Statutes, or to shares lawfully acquired and owned prior to the date of enactment of this Act by a bank which is a bank holding company, or by any of its wholly owned subsidiaries;

(5) to shares of any company which are held or acquired by a bank holding company which do not include more than 5 per centum of the outstanding voting securities of such company, and do not have a value greater than 5 per centum of the value of the total assets of the bank holding company, or to the ownership by a bank holding company of shares, securities, or obligations of an investment company which is not a bank holding company and which is not engaged in any business other than investing in securities, which securities do not include more than 5 per centum of the outstanding voting securities of any company and do not include any single asset having a value greater than 5 per centum of the value of the total assets of the bank holding company;

(6) to shares of any company all the activities of which are of a financial, fiduciary, or insurance nature and which the Board after due notice and hearing, and on the basis of the record made at such hearing, by order has determined to be so closely related to the business of banking or of managing or controlling banks as to be a proper incident thereto and as to make it unnecessary for the prohibitions of this section to apply in order to carry out the purposes of this Act;

(7) to any bank holding company which is a labor, agricultural, or horticultural organization and which is exempt from taxation under section 501 of the Internal Revenue Code of 1954; or

(8) to shares held or acquired by a bank holding company in any company which is organized under the laws of a foreign country and which is engaged principally in the banking business outside the United States.

#### ADMINISTRATION

Sec. 5. (a) Within one hundred and eighty days after the date of enactment of this Act, or within one hundred and eighty days after becoming a bank holding company, whichever is later, each bank holding company shall register with the Board on forms prescribed by the Board, which shall include such information with respect to the financial condition and operations, management, and intercompany relationships of the bank holding company and its subsidiaries, and related matters, as the Board may deem necessary or appropriate to carry out the purposes of this Act. The Board may, in its discretion, extend the time within which a bank holding company shall register and file the requisite information.

(b) The Board is authorized to issue such regulations and orders as may be necessary to enable it to administer and carry out the purposes of this Act and prevent evasions thereof.

(c) The Board from time to time may require reports under oath to keep it informed as to whether the provisions of this Act and such regulations and orders issued thereunder have been complied with; and the Board may make examinations of each bank holding company and each subsidiary thereof, the cost of which shall be assessed against, and paid by, such holding company. The Board shall, as far as possible, use the reports of examinations made by the Comptroller of the Currency, the Federal Deposit Insurance Corporation, or the appropriate State bank supervisory authority for the purposes of this section.

(d) Before the expiration of two years following the date of enactment of this Act, and each year thereafter in the Board's annual report to the Congress, the Board shall report to the Congress the results of the administration of this Act, stating what, if any, substantial difficulties have been encountered in carrying out the purposes of this Act, and any recommendations as to changes in the law which in the opinion of the Board would be desirable.

#### BORROWING BY BANK HOLDING COMPANY OR ITS SUBSIDIARIES

SEC. 6. (a) From and after the date of enactment of this Act, it shall be unlawful for a bank—

(1) to invest any of its funds in the capital stock, bonds, debentures, or other obligations of a bank holding company of which it is a subsidiary, or of any other subsidiary of such bank holding company;

(2) to accept the capital stock, bonds, debentures, or other obligations of a bank holding company of which it is a subsidiary or any other subsidiary of such bank holding company, as collateral security for advances made to any person or company: *Provided, however,* That any bank may accept such capital stock, bonds, debentures, or other obligations as security for debts previously contracted, but such collateral shall not be held for a period of over two years;

(3) to purchase securities, other assets or obligations under repurchase agreement from a bank holding company of which it is a subsidiary or any other subsidiary of such bank holding company; and

(4) to make any loan, discount or extension of credit to a bank holding company of which it is a subsidiary or to any other subsidiary of such bank holding company.

Non-interest-bearing deposits to the credit of a bank shall not be deemed to be a loan or advance to the bank of deposit, nor shall the giving of immediate credit to a bank upon uncollected items received in the ordinary course of business be deemed to be a loan or advance to the depositing bank.

(b) The provisions of this section shall not apply (1) to the capital stock, bonds, debentures, or other obligations of any company described in section 4 (c) (1) of this Act, or (2) to any company whose subsidiary status has arisen out of a bona fide debt to the bank contracted prior to the date of the creation of such status, or (3) to any company whose subsidiary status exists by reason of the ownership or control of voting shares thereof by the bank as executor, administrator, trustee, receiver, agent, or depository, or in any other fiduciary capacity, except where such shares are held for the benefit of all or a majority of the stockholders of such bank.

#### RESERVATION OF RIGHTS TO STATES

SEC. 7. The enactment by the Congress of the Bank Holding Company Act of 1956 shall not be construed as preventing any State from exercising such powers and jurisdiction which it now has or may hereafter have with respect to banks, bank holding companies, and subsidiaries thereof.

## PENALTIES

SEC. 8. Any company which willfully violates any provision of this Act, or any regulation or order issued by the Board pursuant thereto, shall upon conviction be fined not more than \$1,000 for each day during which the violation continues. Any individual who willfully participates in a violation of any provision of this Act shall upon conviction be fined not more than \$10,000 or imprisoned not more than one year, or both. Every officer, director, agent, and employee of a bank holding company shall be subject to the same penalties for false entries in any book, report, or statement of such bank holding company as are applicable to officers, directors, agents, and employees of member banks for false entries in any books, reports, or statements of member banks under section 1005 of title 18, United States Code.

## JUDICIAL REVIEW

SEC. 9. Any party aggrieved by an order of the Board under this Act may obtain a review of such order in the United States Court of Appeals within any circuit wherein such party has its principal place of business, or in the Court of Appeals in the District of Columbia, by filing in the court, within sixty days after the entry of the Board's order, a petition praying that the order of the Board be set aside. A copy of such petition shall be forthwith served upon the Board, and thereupon the Board shall certify and file in the court a transcript of the record made before the Board. Upon the filing of the transcript the court shall have jurisdiction to affirm, set aside, or modify the order of the Board and to require the Board to take such action with regard to the matter under review as the court deems proper. The findings of the Board as to the facts, if supported by substantial evidence, shall be conclusive.

*(The provisions of Section 10, which amend the Internal Revenue Code of 1954, have been omitted.)*

## SAVING PROVISION

SEC. 11. Nothing herein contained shall be interpreted or construed as approving any act, action, or conduct which is or has been or may be in violation of existing law, nor shall anything herein contained constitute a defense to any action, suit, or proceeding pending or hereafter instituted on account of any prohibited antitrust or monopolistic act, action, or conduct.

## SEPARABILITY OF PROVISIONS

SEC. 12. If any provision of this Act, or the application of such provision to any person or circumstance, shall be held invalid, the remainder of the Act, and the application of such provision to persons or circumstances other than those to which it is held invalid, shall not be affected thereby.

Approved May 9, 1956.

**RULES AND REGULATIONS OF THE CORPORATION****PAYMENT OF DEPOSITS AND INTEREST THEREON BY  
INSURED NONMEMBER BANKS****MAXIMUM RATES OF INTEREST PAYABLE ON  
TIME AND SAVINGS DEPOSITS**

Section 329.6 of the rules and regulations of the Corporation was amended, effective January 1, 1957, to read as follows (21 F.R. 9693, December 7, 1956):

§ 329.6 *Maximum rates<sup>12</sup> of interest payable on time and savings deposits by insured nonmember banks*—(a) *Maximum rate of 3 percent.* No insured nonmember bank shall pay interest at a rate in excess of 3 percent per annum, compounded quarterly,<sup>13</sup> regardless of the basis upon which such interest may be computed:

(1) On any savings deposit,

(2) On any time deposit having a maturity date 6 months or more after the date of deposit or payable upon written notice of 6 months or more,

(3) On any postal savings deposit which constitutes a time deposit.

(b) *Maximum rate of 2½ percent.* No insured nonmember bank shall pay interest at a rate in excess of 2½ percent per annum, compounded quarterly,<sup>13</sup> regardless of the basis upon which such interest may be computed, on any time deposit (except postal savings deposits which constitute time deposits) having a maturity date less than 6 months and not less than 90 days after the date of deposit or which is originally or becomes payable upon written notice of less than 6 months and not less than 90 days.

(c) *Maximum rate of 1 percent.* No insured nonmember bank shall pay interest at a rate in excess of 1 percent per annum, compounded quarterly,<sup>13</sup> regardless of the basis upon which such interest may be computed, on any time deposit (except postal savings deposits which constitute time deposits) having a maturity date less than 90 days after the date of deposit or which is originally or becomes payable upon written notice of less than 90 days.

## STATE BANKING LEGISLATION

In 1956 the legislatures of seventeen States held regular sessions and nine of these legislatures had special sessions. The legislature of one State continued its 1955 regular session into 1956. The legislatures of six other States held special sessions.

This summary includes the more important State banking legislation enacted in 1956.

### SUPERVISORY AUTHORITY

Banking code.....	Illinois (S.B. 324, 1955, adopted 1956)
Application fees.....	New York (Ch. 464), Virginia (Ch. 176)
Examination fees.....	Colorado (Ch. 67), Maryland (Ch. 92), Massachusetts (Ch. 171), Virginia (Ch. 176)
Acceptance of bank examination reports and bank reports of condition from Federal banking agencies and furnishing same and other bank information to Federal banking agencies.....	Maryland (Ch. 75)
Superintendent authorized to regulate the servicing of mortgages by banks.....	New York (Ch. 56)

### ORGANIZATION AND CHARTER CHANGES

Branch offices and agencies.....	Alabama (Act 75), Georgia (Ch. 195)
Capital requirements.....	Arizona (Ch. 94)
Capital notes and debentures.....	New Jersey (Ch. 114)
Change of principal place of business.....	New York (Ch. 114)

<sup>12</sup> The maximum rates of interest payable by insured nonmember banks on time and savings deposits as prescribed herein are not applicable to any deposit which is payable only at an insured nonmember bank, or at an office of an insured nonmember bank, located outside of the States of the United States and the District of Columbia.

<sup>13</sup> This limitation is not to be interpreted as preventing the compounding of interest at other than quarterly intervals: *Provided*, That the aggregate amount of such interest so compounded does not exceed the aggregate amount of interest at the rate above prescribed when compounded quarterly.

Limitation on ownership or control of voting shares in two or more banks by any company.....	Georgia (Ch. 195)
Merger or consolidation.....	New York (Ch. 39)
Authorization for State banks to become national banks by conversion, merger or consolidation.....	Michigan (Act 14)
Authorization for national banks to become State banks by merger or consolidation.....	Michigan (Act 14)

## GENERAL OPERATING PROVISIONS

Savings banks authorized to become insured by the Federal Deposit Insurance Corporation.....	Massachusetts (Ch. 324)
Change of name or use of deceptive names.....	Pennsylvania (Ch. 604)
Admission in evidence of photographs or microphotographs of bank records.....	South Carolina (Act 727)
Investigation fees.....	Virginia (Ch. 209)

## DEPOSITS

Deposits of and security for public funds....	Alabama (Act 122), Arizona (Ch. 119), Mississippi (S.B. 1599), New Jersey (Ch. 83), New York (Chs. 203, 483, 648)
Collateral security required for deposits of State funds in excess of amounts insured under the provisions of Federal law.....	Louisiana (Act 42)
Escheat of deposits.....	Arizona (Ch. 126), Delaware (Ch. 628)
Joint deposits.....	Louisiana (Act 244), Virginia (Ch. 230)
Payment of deposit of deceased depositor....	Louisiana (Act 559), Virginia (Ch. 423)
Deposits in savings banks of private retirement or pension systems.....	Massachusetts (Ch. 175)
Collection and receipt of deposits by payroll deductions....	Massachusetts (Ch. 244)
Payment of tentative trust deposits to minor after death of depositor.....	New York (Ch. 231)

## LOANS

Real estate loans.....	Massachusetts (Ch. 242), Michigan (Act 35), Rhode Island (Ch. 3695), Virginia (Ch. 622)
No loan or discount permitted on shares of bank's own capital stock.....	Kentucky (Ch. 80)
Savings bank charges for loans to depositors on security of their deposit books....	Massachusetts (Ch. 88)
Loans of deposits in savings departments of trust companies..	Massachusetts (Ch. 94)
Loans to officers.....	Michigan (Act 16)
Loans to development credit corporation.....	Michigan (Act 158)
Loan limits.....	New Jersey (Ch. 115)
Loan to Federal National Mortgage Association.....	New York (Ch. 50)
Participation real estate loans by savings bank.....	New York (Ch. 363)

## INVESTMENTS

Real estate for transaction of business.....	Massachusetts (Ch. 197), Pennsylvania (Ch. 604)
Stock of Federal National Mortgage Association in connection with sale of mortgage loans thereto.....	Massachusetts (Ch. 204), New York (Ch. 51), Pennsylvania (Ch. 604), Virginia (Ch. 81)

No purchase or holding permitted of shares of bank's own capital stock except to satisfy or protect loan previously made with sale or disposal required within six months.....	Kentucky (Ch. 80)
Savings bank investments in preferred stock, guaranteed stock and common stock .....	Pennsylvania (Ch. 367)
Investment of deposits in savings departments of trust companies.....	Massachusetts (Ch. 94)
Revenue bonds.....	Alabama (Act 4)
Investment in obligations of Federal National Mortgage Association.....	New York (Ch. 50)

## TRUST ACTIVITIES

Authorization for foreign corporations to act in fiduciary capacity.....	Alabama (Act 107), Mississippi (Ch. 145), Pennsylvania (Ch. 557)
Prudent man investment rule authorized for fiduciaries.....	Mississippi (Ch. 212)
Registration in name of nominee of securities held by fiduciary bank or trust company .....	Mississippi (S.B. 1743)
Commission rates of executors, administrators and guardians....	New York (Ch. 54)
Mortgage investment fund.....	Pennsylvania (Ch. 619)
Investment of trust funds.....	Pennsylvania (Ch. 606), Virginia (Ch. 83)
Common trust funds.....	Rhode Island (Ch. 3839)

## CHECKS AND COLLECTIONS

Time limit on stop-payment orders on checks.....	Kentucky (Ch. 48-six months)
Deferred posting and delayed returns act.....	Kentucky (Ch. 47)
Authority to refuse payment of checks one year after date.....	Kentucky (Ch. 48)

## DIRECTORS, TRUSTEES, OFFICERS, AND EMPLOYEES

Loans to officers.....	Michigan (Act 16)
Limitations on purchase of life insurance by savings bank for its officers or employees .....	New York (Ch. 160)

## HOLIDAYS

Legal holidays.....	Louisiana (Acts 463, 549), Pennsylvania (Ch. 423), South Carolina (Act 718)
Saturday holiday.....	Virginia (Ch. 366)

## TAXATION

Capital stock tax.....	Ohio (H.B. 94XX, 945XX), Virginia (Ch. 188)
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## LIQUIDATION

Voluntary liquidation.....	Pennsylvania (Ch. 604)
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**PART FIVE**  
**STATISTICS OF BANKS AND DEPOSIT INSURANCE**

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## NUMBER, OFFICES, AND DEPOSITS OF OPERATING BANKS

Table 101. Changes in number and classification of operating banks and branches in the United States (continental U. S. and other areas) during 1956

Table 102. Number of operating banking offices in the United States (continental U. S. and other areas), December 31, 1956

*Grouped according to insurance status and class of bank, and by State and type of office*

Table 103. Number and deposits of operating banks in the United States (continental U. S. and other areas), December 31, 1956

*Banks grouped according to insurance status and by district and State*

The line of demarcation between banks and other types of financial institutions is not always clear. In these tables provision of deposit facilities for the general public is the chief criterion. However, trust companies engaged in general fiduciary business though not in deposit banking are included; and credit unions and savings and loan associations are excluded except in the case of a few which accept deposits under the terms of special charters.

The tabulations for all banks and trust companies are prepared in accordance with an agreement among the Federal bank supervisory agencies. Deposit data are tabulated from individual reports of assets and liabilities of the banks included. Institutions included are classified in three groups: commercial and stock savings banks, nondeposit trust companies, and mutual savings banks. However, the second category does not apply to insured banks.



**Commercial and stock savings banks** include the following categories of banking institutions:

National banks;

Incorporated State banks, trust companies, and bank and trust companies, regularly engaged in the business of receiving deposits, whether demand or time, except mutual savings banks;

Stock savings banks, including guaranty savings banks in New Hampshire;

Industrial and Morris Plan banks which operate under general banking codes, or are specifically authorized by law to accept deposits and in practice do so, or the obligations of which are regarded as deposits for deposit insurance;

Special types of banks of deposit: cash depositories in South Carolina; cooperative exchanges in Arkansas; savings and loan companies operating under Superior Court charters in Georgia; government operated banks in American Samoa, North Dakota, and Puerto Rico; a cooperative bank, usually classified as a credit union, operating under a special charter in New Hampshire; two savings institutions, known as "trust companies," operating under special charters in Texas; employes' mutual banking associations in Pennsylvania; the Savings Banks Trust Company in New York; and four branches of foreign banks which engage in a general deposit business in the continental United States or in Puerto Rico.

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

**Nondeposit trust companies** include institutions operating under trust company charters which are not regularly engaged in deposit banking but are engaged in fiduciary business other than that incidental to real estate title or investment activities.

**Mutual savings banks** include all banks operating under State banking codes applying to mutual savings banks.

**Institutions excluded.** Institutions in the following categories are excluded, though such institutions may perform many of the same functions as commercial and savings 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;

Building and loan associations, savings and loan associations, credit unions, personal loan companies, and similar institutions, chartered under 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" (a few institutions accepting deposits under powers granted in special charters are included);

Morris Plan companies, industrial banks, loan and investment companies, and similar institutions except those mentioned in the description of institutions included;

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

Institutions chartered under banking or trust company laws, but operating as investment or title insurance companies and not engaged in deposit banking or fiduciary activities;

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

The postal savings system.

**Table 101. CHANGES IN NUMBER AND CLASSIFICATION OF OPERATING BANKS AND BRANCHES  
IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS) DURING 1956**

Type of change	All banks			Commercial and stock savings banks and nondeposit trust companies							Mutual savings banks		
	Total	In- sured	Non- insured	Total	Insured				Noninsured		Total	In- sured <sup>2</sup>	Non- insured
					Total	Members F. R. System		Not members F. R. System	Banks of de- posit	Non- deposit trust com- panies <sup>1</sup>			
						National	State						
<b>BANKS</b>													
Number of banks, December 31, 1956.....	14,208	13,441	767	13,680	13,218	4,651	1,807	6,760	402	60	528	223	305
Number of banks, December 31, 1955.....	14,284	13,457	827	13,756	13,237	4,692	1,847	6,698	460	59	528	220	308
Net change during year.....	-76	-16	-60	-76	-19	-41	-40	+62	-58	+1	.....	+3	-3
<b>Banks beginning operations.....</b>	<b>122</b>	<b>107</b>	<b>15</b>	<b>122</b>	<b>107</b>	<b>29</b>	<b>6</b>	<b>72</b>	<b>13</b>	<b>2</b>	.....	.....	.....
New banks <sup>3</sup> .....	119	107	12	119	107	29	6	72	10	2	.....	.....	.....
Banks added to count <sup>4</sup> .....	3	.....	3	3	.....	.....	.....	.....	3	.....	.....	.....	.....
<b>Banks ceasing operations.....</b>	<b>198</b>	<b>190</b>	<b>8</b>	<b>198</b>	<b>190</b>	<b>76</b>	<b>40</b>	<b>74</b>	<b>7</b>	<b>1</b>	.....	.....	.....
Suspended banks not reopened or succeeded.....	2	1	1	2	1	.....	.....	1	1	.....	.....	.....	.....
Absorptions, consolidations, and mergers.....	189	183	6	189	183	75	39	69	5	1	.....	.....	.....
Other liquidations.....	7	6	1	7	6	1	1	4	1	.....	.....	.....	.....
<b>Noninsured banks becoming insured.....</b>	.....	<b>+67</b>	<b>-67</b>	.....	<b>+64</b>	<b>+1</b>	<b>+2</b>	<b>+61</b>	<b>-64</b>	.....	.....	<b>+3</b>	<b>-3</b>
Successors to noninsured operating banks.....	.....	+2	-2	.....	+2	+1	.....	+1	-2	.....	.....	.....	.....
Admissions to insurance, operating banks.....	.....	+63	-63	.....	+60	.....	.....	+60	-60	.....	.....	+3	-3
Admissions to F. R. System, operating banks.....	.....	+2	-2	.....	+2	.....	+2	.....	-2	.....	.....	.....	.....
<b>Other changes in classification.....</b>	.....	.....	.....	.....	.....	<b>+5</b>	<b>-8</b>	<b>+3</b>	.....	.....	.....	.....	.....
National banks succeeding state banks.....	.....	.....	.....	.....	.....	+8	-2	-6	.....	.....	.....	.....	.....
State banks succeeding national banks.....	.....	.....	.....	.....	.....	-3	.....	+3	.....	.....	.....	.....	.....
Admissions to F. R. System.....	.....	.....	.....	.....	.....	.....	+8	-8	.....	.....	.....	.....	.....
Withdrawals from F. R. System.....	.....	.....	.....	.....	.....	.....	-14	+14	.....	.....	.....	.....	.....
<b>Changes not involving number in any class:</b>	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Suspended bank succeeded by other bank in same class.....	1	1	.....	1	1	1	.....	.....	.....	.....	.....	.....	.....
Other successions.....	3	.....	3	3	.....	.....	.....	.....	3	.....	.....	.....	.....
Absorptions of noninsured nondeposit financial institution (not accompanied by establishment of additional bank- ing offices).....	3	3	.....	3	3	.....	3	.....	.....	.....	.....	.....	.....
Changes in title, location, or name of location.....	185	181	4	178	177	43	19	115	1	.....	7	4	3
Changes in corporate powers.....	32	32	.....	32	32	.....	.....	32	.....	.....	.....	.....	.....
Closed bank reopened.....	1	.....	1	1	.....	.....	.....	.....	1	.....	.....	.....	.....

BRANCHES													
Number of branches, December 31, 1956	8,106	7,898	208	7,740	7,641	3,809	2,077	1,755	91	8	366	257	109
Number of branches, December 31, 1955	7,391	7,199	192	7,062	6,965	3,364	1,938	1,663	93	4	329	234	95
Net change during year	+715	+699	+16	+678	+676	+445	+139	+92	-2	+4	+37	+23	+14
<b>Branches opened for business</b>	754	728	26	716	711	416	162	133	1	4	38	17	21
Facilities provided as agents of the government <sup>1</sup>	20	20		20	20	16	1	3					
Absorbed banks converted into branches	168	168		168	168	96	51	21					
Branches replacing head offices relocated or placed in liquidation or receivership	7	7		7	7	1	3	3					
Other branches opened	554	530	24	516	513	301	107	105	1	2	38	17	21
Financial institution becoming a branch	1	1		1	1			1					
Branches added to count <sup>2</sup>	4	2	2	4	2	2				2			
<b>Branches discontinued</b>	39	39		38	38	16	14	8			1	1	
Facilities	5	5		5	5	5							
Branches	34	34		33	33	11	14	8			1	1	
<b>Other changes in classification among branches</b>		+10	-10		+3	+45	-9	-33	-3			+7	-7
Branches of national banks succeeding branches of State banks						+7		-7					
Branches of noninsured banks admitted to insurance		+8	-8		+1			+1	-1			+7	-7
Noninsured branches of insured banks becoming insured		+2	-2		+2			+2	-2				
Branches of insured banks admitted to F. R. System							+10	-10					
Branches of insured banks withdrawing from F. R. System								-7	+7				
Facility transferred as result of absorption or succession						+1		-1					
Branches transferred as result of absorption or succession						+37	-12	-25					
<b>Changes not involving number in any class:</b>													
Facility succeeded by a branch	1	1		1	1	1							
Branches transferred as result of absorption or succession	67	67		67	67	55	8	4					
Changes in title, location, or name of location	396	370	26	386	364	235	92	37	22		10	6	4
ALL BANKING OFFICES													
Number of offices, December 31, 1956	22,314	21,339	975	21,420	20,859	8,460	3,884	8,515	493	68	894	480	414
Number of offices, December 31, 1955	21,675	20,656	1,019	20,818	20,202	8,056	3,785	8,361	553	63	857	454	403
Net change during year	+639	+683	-44	+602	+657	+404	+99	+154	-60	+5	+37	+26	+11
<b>Offices opened</b>	876	835	41	838	818	445	168	205	14	6	38	17	21
Banks	122	107	15	122	107	29	6	72	13	2			
Branches	754	728	26	716	711	416	162	133	1	4	38	17	21
<b>Offices closed</b>	237	229	8	236	228	92	54	82	7	1	1	1	
Banks	198	190	8	198	190	76	40	74	7	1			
Branches	39	39		38	38	16	14	8			1	1	
<b>Changes in classification</b>		+77	-77		+67	+51	-15	+31	-67			+10	-10
Among banks		+67	-67		+64	+6	-6	+64	-64			+3	-3
Among branches		+10	-10		+3	+45	-9	-33	-3			+7	-7

NUMBER, OFFICES, AND DEPOSITS OF OPERATING BANKS

<sup>1</sup> Includes 1 trust company member of the Federal Reserve System, December 31, 1956, and December 31, 1955.  
<sup>2</sup> Includes 3 mutual savings banks members of the Federal Reserve System, December 31, 1956, and December 31, 1955.  
<sup>3</sup> Includes 3 cases in which a bank replaced an existing branch.  
<sup>4</sup> Banks opened prior to 1956 but not included in count as of December 31, 1955.  
<sup>5</sup> Facilities established in or near military installations at request of the Treasury or Commanding Officer of the installation; includes 2 facilities in operation prior to beginning of year but not included in count as of December 31, 1955.  
<sup>6</sup> Branches opened prior to 1956 but not included in count as of December 31, 1955.

**Table 102. NUMBER OF OPERATING BANKING OFFICES IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956**  
 GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK, AND BY STATE AND TYPE OF OFFICE

State and type of bank or office	All banks			Commercial and stock savings banks and nondeposit trust companies							Mutual savings banks			Percentage insured <sup>1</sup>		
	Total	In-sured	Non-insured	Total	Insured			Noninsured		Total	In-sured <sup>2</sup>	Non-insured	All banks of deposit	Com-mercial banks of deposit	Mutual savings banks	
					Total	Members F. R. System		Not members F.R.S.	Banks of de-posit							Non-deposit trust com-panies <sup>2</sup>
						National	State									
<b>United States—all offices.....</b>	<b>22,314</b>	<b>21,339</b>	<b>975</b>	<b>21,420</b>	<b>20,859</b>	<b>8,460</b>	<b>3,884</b>	<b>8,515</b>	<b>493</b>	<b>68</b>	<b>894</b>	<b>480</b>	<b>414</b>	<b>95.9</b>	<b>97.7</b>	<b>53.7</b>
Banks.....	14,208	13,441	767	13,680	13,218	4,651	1,807	6,760	402	60	528	223	305	95.0	97.0	42.2
<i>Unit banks.....</i>	<i>12,148</i>	<i>11,479</i>	<i>669</i>	<i>11,792</i>	<i>11,356</i>	<i>3,958</i>	<i>1,477</i>	<i>5,921</i>	<i>379</i>	<i>57</i>	<i>356</i>	<i>123</i>	<i>233</i>	<i>94.9</i>	<i>96.8</i>	<i>34.6</i>
<i>Banks operating branches.....</i>	<i>2,060</i>	<i>1,962</i>	<i>98</i>	<i>1,838</i>	<i>1,862</i>	<i>693</i>	<i>330</i>	<i>839</i>	<i>23</i>	<i>3</i>	<i>172</i>	<i>100</i>	<i>72</i>	<i>95.4</i>	<i>98.8</i>	<i>58.1</i>
Branches.....	8,106	7,898	208	7,740	7,641	3,809	2,077	1,755	91	8	366	257	109	97.5	98.8	70.2
<b>Continental U. S.—all offices.....</b>	<b>22,123</b>	<b>21,228</b>	<b>895</b>	<b>21,230</b>	<b>20,748</b>	<b>8,459</b>	<b>3,884</b>	<b>8,405</b>	<b>420</b>	<b>62</b>	<b>893</b>	<b>480</b>	<b>413</b>	<b>96.2</b>	<b>98.0</b>	<b>53.8</b>
Banks.....	14,166	13,417	749	13,639	13,194	4,650	1,807	6,737	390	55	527	223	304	95.1	97.1	42.3
<i>Unit banks.....</i>	<i>12,127</i>	<i>11,471</i>	<i>656</i>	<i>11,772</i>	<i>11,348</i>	<i>3,957</i>	<i>1,477</i>	<i>5,914</i>	<i>371</i>	<i>53</i>	<i>355</i>	<i>123</i>	<i>232</i>	<i>95.0</i>	<i>96.8</i>	<i>34.6</i>
<i>Banks operating branches.....</i>	<i>2,039</i>	<i>1,946</i>	<i>93</i>	<i>1,867</i>	<i>1,846</i>	<i>693</i>	<i>330</i>	<i>823</i>	<i>19</i>	<i>2</i>	<i>172</i>	<i>100</i>	<i>72</i>	<i>95.5</i>	<i>99.0</i>	<i>58.1</i>
Branches.....	7,957	7,811	146	7,591	7,554	3,809	2,077	1,668	30	7	366	257	109	98.3	99.6	70.2
<b>Other areas—all offices.....</b>	<b>191</b>	<b>111</b>	<b>80</b>	<b>190</b>	<b>111</b>	<b>1</b>	<b>.....</b>	<b>110</b>	<b>73</b>	<b>6</b>	<b>1</b>	<b>.....</b>	<b>1</b>	<b>60.0</b>	<b>60.3</b>	<b>.....</b>
Banks.....	42	24	18	41	24	1	.....	23	12	5	1	.....	1	64.9	66.7	.....
<i>Unit banks.....</i>	<i>21</i>	<i>8</i>	<i>13</i>	<i>20</i>	<i>8</i>	<i>1</i>	<i>.....</i>	<i>7</i>	<i>8</i>	<i>4</i>	<i>1</i>	<i>.....</i>	<i>1</i>	<i>47.1</i>	<i>50.0</i>	<i>.....</i>
<i>Banks operating branches.....</i>	<i>21</i>	<i>16</i>	<i>5</i>	<i>21</i>	<i>16</i>	<i>.....</i>	<i>.....</i>	<i>16</i>	<i>4</i>	<i>1</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>80.0</i>	<i>80.0</i>	<i>.....</i>
Branches.....	149	87	62	149	87	.....	.....	87	61	1	.....	.....	.....	58.8	58.8	.....
<b>State</b>																
<b>Alabama—all offices.....</b>	<b>290</b>	<b>290</b>	<b>.....</b>	<b>290</b>	<b>290</b>	<b>116</b>	<b>30</b>	<b>144</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>100.0</b>	<b>100.0</b>	<b>.....</b>
Banks.....	237	237	.....	237	237	69	25	143	.....	.....	.....	.....	.....	100.0	100.0	.....
<i>Unit banks.....</i>	<i>218</i>	<i>218</i>	<i>.....</i>	<i>218</i>	<i>218</i>	<i>54</i>	<i>22</i>	<i>142</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>100.0</i>	<i>100.0</i>	<i>.....</i>
<i>Banks operating branches.....</i>	<i>19</i>	<i>19</i>	<i>.....</i>	<i>19</i>	<i>19</i>	<i>15</i>	<i>3</i>	<i>1</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>100.0</i>	<i>100.0</i>	<i>.....</i>
Branches.....	53	53	.....	53	53	47	5	1	.....	.....	.....	.....	.....	100.0	100.0	.....
<b>Arizona—all offices.....</b>	<b>126</b>	<b>120</b>	<b>6</b>	<b>126</b>	<b>120</b>	<b>85</b>	<b>7</b>	<b>28</b>	<b>.....</b>	<b>6</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>100.0</b>	<b>100.0</b>	<b>.....</b>
Banks.....	10	9	1	10	9	3	1	5	.....	1	.....	.....	.....	100.0	100.0	.....
<i>Unit banks.....</i>	<i>3</i>	<i>3</i>	<i>.....</i>	<i>3</i>	<i>3</i>	<i>1</i>	<i>.....</i>	<i>2</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>100.0</i>	<i>100.0</i>	<i>.....</i>
<i>Banks operating branches.....</i>	<i>7</i>	<i>6</i>	<i>1</i>	<i>7</i>	<i>6</i>	<i>2</i>	<i>1</i>	<i>3</i>	<i>.....</i>	<i>1</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>100.0</i>	<i>100.0</i>	<i>.....</i>
Branches.....	116	111	5	116	111	82	6	23	.....	5	.....	.....	.....	100.0	100.0	.....
<b>Arkansas—all offices.....</b>	<b>263</b>	<b>258</b>	<b>5</b>	<b>263</b>	<b>258</b>	<b>58</b>	<b>19</b>	<b>181</b>	<b>4</b>	<b>1</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>98.5</b>	<b>98.5</b>	<b>.....</b>
Banks.....	236	231	5	236	231	54	19	158	4	1	.....	.....	.....	98.3	98.3	.....
<i>Unit banks.....</i>	<i>212</i>	<i>207</i>	<i>5</i>	<i>212</i>	<i>207</i>	<i>50</i>	<i>19</i>	<i>138</i>	<i>4</i>	<i>1</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>98.1</i>	<i>98.1</i>	<i>.....</i>
<i>Banks operating branches.....</i>	<i>24</i>	<i>24</i>	<i>.....</i>	<i>24</i>	<i>24</i>	<i>4</i>	<i>.....</i>	<i>20</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>.....</i>	<i>100.0</i>	<i>100.0</i>	<i>.....</i>
Branches.....	27	27	.....	27	27	4	.....	23	.....	.....	.....	.....	.....	100.0	100.0	.....

<b>California—all offices</b> .....	1,443	1,434	9	1,443	1,434	1,029	233	172		9					100.0	100.0	
Banks.....	139	132	7	139	132	49	33	50		7					100.0	100.0	
Unit banks.....	85	79	6	85	79	30	18	31		6					100.0	100.0	
Banks operating branches.....	54	53	1	54	53	19	15	19		1					100.0	100.0	
Branches.....	1,304	1,302	2	1,304	1,302	980	200	122		2					100.0	100.0	
<b>Colorado—all offices</b> .....	175	161	14	175	161	80	19	62	14						92.0	92.0	
Banks.....	170	156	14	170	156	77	18	61	14						91.8	91.8	
Unit banks.....	165	151	14	165	151	74	17	60	14						91.5	91.5	
Banks operating branches.....	5	5		5	5	3	1	1							100.0	100.0	
Branches.....	5	5		5	5	3	1	1							100.0	100.0	
<b>Connecticut—all offices</b> .....	312	211	101	214	204	93	55	56	9						67.8	95.8	7.1
Banks.....	166	90	76	95	85	38	13	34	9	1	71	7	66	54.5	90.4	7.0	
Unit banks.....	116	53	63	60	50	23	4	23	9	1	56	3	53	46.1	84.7	5.4	
Banks operating branches.....	50	37	13	35	35	15	9	11			15	2	13	74.0	100.0	18.3	
Branches.....	146	121	25	119	119	55	42	22			27	2	25	82.9	100.0	7.4	
<b>Delaware—all offices</b> .....	71	66	5	68	65	8	19	38	3		3	1	2	93.0	95.6	33.3	
Banks.....	30	28	2	28	27	8	2	17	1		1	1	1	93.3	96.4	50.0	
Unit banks.....	22	22		21	21	8		13			1	1		100.0	100.0	100.0	
Banks operating branches.....	8	6	2	7	6		2	4	1		1		1	75.0	85.7		
Branches.....	41	38	3	40	38		17	21	2		1		1	92.7	95.0		
<b>District of Columbia—all offices</b> .....	71	71		71	71	39	18	14						100.0	100.0		
Banks.....	17	17		17	17	8	5	4						100.0	100.0		
Unit banks.....	3	3		3	3	1	1	1						100.0	100.0		
Banks operating branches.....	14	14		14	14	7	4	3						100.0	100.0		
Branches.....	54	54		54	54	31	13	10						100.0	100.0		
<b>Florida—all offices</b> .....	273	268	5	273	268	104	12	152	2		3			99.3	99.3		
Banks.....	261	256	5	261	256	94	12	150	2	3				99.2	99.2		
Unit banks.....	249	244	5	249	244	84	12	148	2	3				99.2	99.2		
Banks operating branches.....	12	12		12	12	10		2						100.0	100.0		
Branches.....	12	12		12	12	10		2						100.0	100.0		
<b>Georgia—all offices</b> .....	479	419	60	479	419	94	28	297	60					87.5	87.5		
Banks.....	412	352	60	412	352	52	13	287	60					85.4	85.4		
Unit banks.....	390	330	60	390	330	42	8	280	60					84.6	84.6		
Banks operating branches.....	22	22		22	22	10	5	7						100.0	100.0		
Branches.....	67	67		67	67	42	15	10						100.0	100.0		
<b>Idaho—all offices</b> .....	105	105		105	105	73	12	20						100.0	100.0		
Banks.....	33	33		33	33	10	8	15						100.0	100.0		
Unit banks.....	24	24		24	24	5	6	13						100.0	100.0		
Banks operating branches.....	9	9		9	9	5	2	2						100.0	100.0		
Branches.....	72	72		72	72	63	4	5						100.0	100.0		
<b>Illinois—all offices</b> .....	932	926	6	932	926	397	128	401	3		3			99.7	99.7		
Banks.....	928	922	6	928	922	393	128	401	3	3				99.7	99.7		
Unit banks.....	924	918	6	924	918	389	128	401	3	3				99.7	99.7		
Banks operating branches.....	4	4		4	4	4		4						100.0	100.0		
Branches.....	4	4		4	4	4		4						100.0	100.0		

NUMBER, OFFICES, AND DEPOSITS OF OPERATING BANKS

**Table 102. NUMBER OF OPERATING BANKING OFFICES IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956—Cont.**  
 GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK, AND BY STATE AND TYPE OF OFFICE

State and type of bank or office	All banks			Commercial and stock savings banks and nondeposit trust companies							Mutual savings banks			Percentage insured <sup>1</sup>					
	Total	In-sured	Non-insured	Total	Insured			Noninsured				Total	In-sured <sup>2</sup>	Non-insured	All banks of deposit	Com-mercial banks of deposit	Mutual savings banks		
					Total	Members F. R. System		Not mem-bers F.R.S.	Banks of deposit	Non-deposit trust com-panies <sup>3</sup>	Total							In-sured <sup>2</sup>	Non-insured
						National	State												
<b>Indiana—all offices</b> .....	<b>667</b>	<b>659</b>	<b>8</b>	<b>663</b>	<b>656</b>	<b>218</b>	<b>137</b>	<b>301</b>	<b>6</b>	<b>1</b>	<b>4</b>	<b>3</b>	<b>1</b>	<b>98.9</b>	<b>99.1</b>	<b>75.0</b>			
Banks.....	474	466	8	470	463	123	111	229	6	1	4	3	1	98.5	98.7	75.0			
Unit banks.....	386	378	8	382	375	95	101	179	6	1	4	3	1	98.2	98.4	75.0			
Banks operating branches.....	88	88	.....	88	88	28	10	50	.....	.....	.....	.....	.....	100.0	100.0	.....			
Branches.....	193	193	.....	193	193	95	26	72	.....	.....	.....	.....	.....	100.0	100.0	.....			
<b>Iowa—all offices</b> .....	<b>829</b>	<b>781</b>	<b>48</b>	<b>829</b>	<b>781</b>	<b>95</b>	<b>74</b>	<b>612</b>	<b>47</b>	<b>1</b>	<b>4</b>	<b>3</b>	<b>1</b>	<b>94.3</b>	<b>94.3</b>	<b>.....</b>			
Banks.....	668	622	46	668	622	95	70	457	45	1	4	3	1	93.3	93.3	.....			
Unit banks.....	550	506	44	550	506	95	67	344	43	1	4	3	1	92.2	92.2	.....			
Banks operating branches.....	118	116	2	118	116	.....	3	113	2	.....	.....	.....	.....	98.3	98.3	.....			
Branches.....	161	159	2	161	159	.....	4	155	2	.....	.....	.....	.....	98.8	98.8	.....			
<b>Kansas—all offices</b> .....	<b>601</b>	<b>551</b>	<b>50</b>	<b>601</b>	<b>551</b>	<b>173</b>	<b>44</b>	<b>334</b>	<b>50</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>91.7</b>	<b>91.7</b>	<b>.....</b>			
Banks.....	598	548	50	598	548	170	44	334	50	.....	.....	.....	.....	91.6	91.6	.....			
Unit banks.....	595	545	50	595	545	167	44	334	50	.....	.....	.....	.....	91.6	91.6	.....			
Banks operating branches.....	3	3	.....	3	3	.....	.....	.....	.....	.....	.....	.....	.....	100.0	100.0	.....			
Branches.....	3	3	.....	3	3	.....	.....	.....	.....	.....	.....	.....	.....	100.0	100.0	.....			
<b>Kentucky—all offices</b> .....	<b>461</b>	<b>448</b>	<b>13</b>	<b>461</b>	<b>448</b>	<b>133</b>	<b>42</b>	<b>273</b>	<b>13</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>97.2</b>	<b>97.2</b>	<b>.....</b>			
Banks.....	365	352	13	365	352	89	20	243	13	.....	.....	.....	.....	96.4	96.4	.....			
Unit banks.....	319	306	13	319	306	74	14	218	13	.....	.....	.....	.....	95.9	95.9	.....			
Banks operating branches.....	46	46	.....	46	46	15	6	25	.....	.....	.....	.....	.....	100.0	100.0	.....			
Branches.....	96	96	.....	96	96	44	22	30	.....	.....	.....	.....	.....	100.0	100.0	.....			
<b>Louisiana—all offices</b> .....	<b>309</b>	<b>308</b>	<b>1</b>	<b>309</b>	<b>308</b>	<b>109</b>	<b>27</b>	<b>172</b>	<b>1</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>99.7</b>	<b>99.7</b>	<b>.....</b>			
Banks.....	180	179	1	180	179	41	11	127	1	.....	.....	.....	.....	99.4	99.4	.....			
Unit banks.....	127	126	1	127	126	25	5	96	1	.....	.....	.....	.....	99.2	99.2	.....			
Banks operating branches.....	53	53	.....	53	53	16	6	31	.....	.....	.....	.....	.....	100.0	100.0	.....			
Branches.....	129	129	.....	129	129	68	16	45	.....	.....	.....	.....	.....	100.0	100.0	.....			
<b>Maine—all offices</b> .....	<b>194</b>	<b>153</b>	<b>41</b>	<b>160</b>	<b>143</b>	<b>58</b>	<b>41</b>	<b>44</b>	<b>17</b>	<b>.....</b>	<b>34</b>	<b>10</b>	<b>24</b>	<b>78.9</b>	<b>89.4</b>	<b>29.4</b>			
Banks.....	90	61	29	58	51	30	6	15	7	.....	32	10	22	67.8	87.9	31.3			
Unit banks.....	60	39	21	30	29	20	2	7	1	.....	30	10	20	65.0	96.7	33.3			
Banks operating branches.....	30	22	8	28	22	10	4	8	6	.....	2	.....	2	73.3	78.6	.....			
Branches.....	104	92	12	102	92	28	35	29	10	.....	2	.....	2	88.5	90.2	.....			

<b>Maryland—all offices</b> .....	<b>366</b>	<b>362</b>	<b>4</b>	<b>330</b>	<b>327</b>	<b>107</b>	<b>66</b>	<b>154</b>	<b>3</b>	<b>36</b>	<b>35</b>	<b>1</b>	<b>98.9</b>	<b>99.1</b>	<b>97.2</b>
Banks.....	158	156	2	150	149	56	12	81	1	8	7	1	98.7	99.3	87.5
<i>Unit banks</i> .....	104	103	1	101	101	89	4	68	1	5	5	1	99.0	100.0	66.7
<i>Banks operating branches</i> .....	54	53	1	49	48	17	8	28	1	5	5		98.1	98.0	100.0
Branches.....	208	206	2	180	178	51	54	73	2	28	28		99.0	98.9	100.0
<b>Massachusetts—all offices</b> .....	<b>723</b>	<b>446</b>	<b>277</b>	<b>452</b>	<b>444</b>	<b>258</b>	<b>114</b>	<b>72</b>	<b>8</b>	<b>271</b>	<b>2</b>	<b>269</b>	<b>61.7</b>	<b>98.2</b>	<b>0.7</b>
Banks.....	362	168	194	173	167	110	24	33	6	189	1	188	46.4	96.5	0.5
<i>Unit banks</i> .....	284	97	187	102	97	75	6	16	5	182		182	41.5	95.1	
<i>Banks operating branches</i> .....	128	71	57	71	70	35	18	17	2	57	1	56	55.5	98.6	1.8
Branches.....	361	278	88	279	277	148	90	39	2	82	1	81	77.0	99.3	1.2
<b>Michigan—all offices</b> .....	<b>824</b>	<b>817</b>	<b>7</b>	<b>824</b>	<b>817</b>	<b>232</b>	<b>346</b>	<b>239</b>	<b>2</b>	<b>5</b>			<b>99.8</b>	<b>99.8</b>	
Banks.....	408	401	7	408	401	75	153	173	2	5			99.5	99.5	
<i>Unit banks</i> .....	308	301	7	308	301	54	118	129	2	5			99.8	99.3	
<i>Banks operating branches</i> .....	100	100		100	100	21	35	44					100.0	100.0	
Branches.....	416	416		416	416	157	193	66					100.0	100.0	
<b>Minnesota—all offices</b> .....	<b>689</b>	<b>679</b>	<b>10</b>	<b>688</b>	<b>678</b>	<b>184</b>	<b>29</b>	<b>465</b>	<b>9</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>98.7</b>	<b>98.7</b>	<b>100.0</b>
Banks.....	683	673	10	682	672	178	29	465	9	1	1	1	98.7	98.7	100.0
<i>Unit banks</i> .....	681	671	10	680	670	176	29	465	9	1	1	1	98.7	98.7	100.0
<i>Banks operating branches</i> .....	2	2		2	2	2							100.0	100.0	
Branches.....	6	6		6	6	6							100.0	100.0	
<b>Mississippi—all offices</b> .....	<b>299</b>	<b>296</b>	<b>3</b>	<b>299</b>	<b>296</b>	<b>40</b>	<b>13</b>	<b>243</b>	<b>3</b>				<b>99.0</b>	<b>99.0</b>	
Banks.....	196	193	3	196	193	27	7	159	3				98.5	98.5	
<i>Unit banks</i> .....	145	142	3	145	142	19	6	117	3				97.9	97.9	
<i>Banks operating branches</i> .....	51	51		51	51	8	1	42					100.0	100.0	
Branches.....	103	103		103	103	13	6	84					100.0	100.0	
<b>Missouri—all offices</b> .....	<b>614</b>	<b>592</b>	<b>22</b>	<b>614</b>	<b>592</b>	<b>78</b>	<b>101</b>	<b>413</b>	<b>18</b>	<b>4</b>			<b>97.0</b>	<b>97.0</b>	
Banks.....	610	588	22	610	588	76	99	413	18	4			97.0	97.0	
<i>Unit banks</i> .....	606	584	22	606	584	74	97	413	18	4			97.0	97.0	
<i>Banks operating branches</i> .....	4	4		4	4	2	2						100.0	100.0	
Branches.....	4	4		4	4	2	2						100.0	100.0	
<b>Montana—all offices</b> .....	<b>114</b>	<b>113</b>	<b>1</b>	<b>114</b>	<b>113</b>	<b>40</b>	<b>44</b>	<b>29</b>		<b>1</b>			<b>100.0</b>	<b>100.0</b>	
Banks.....	114	113	1	114	113	40	44	29		1			100.0	100.0	
<i>Unit banks</i> .....	114	113	1	114	113	40	44	29		1			100.0	100.0	
<i>Banks operating branches</i> .....															
Branches.....															
<b>Nebraska—all offices</b> .....	<b>423</b>	<b>384</b>	<b>39</b>	<b>423</b>	<b>384</b>	<b>125</b>	<b>17</b>	<b>242</b>	<b>33</b>	<b>6</b>			<b>92.1</b>	<b>92.1</b>	
Banks.....	421	382	39	421	382	123	17	242	33	6			92.0	92.0	
<i>Unit banks</i> .....	419	380	39	419	380	121	17	242	33	6			92.0	92.0	
<i>Banks operating branches</i> .....	2	2		2	2	2	2						100.0	100.0	
Branches.....	2	2		2	2	2	2						100.0	100.0	
<b>Nevada—all offices</b> .....	<b>35</b>	<b>35</b>		<b>35</b>	<b>35</b>	<b>21</b>	<b>9</b>	<b>5</b>					<b>100.0</b>	<b>100.0</b>	
Banks.....	6	6		6	6	3	2	1					100.0	100.0	
<i>Unit banks</i> .....	1	1		1	1	1							100.0	100.0	
<i>Banks operating branches</i> .....	5	5		5	5	2	2	1					100.0	100.0	
Branches.....	29	29		29	29	18	7	4					100.0	100.0	

NUMBER, OFFICES, AND DEPOSITS OF OPERATING BANKS

**Table 102. NUMBER OF OPERATING BANKING OFFICES IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956—Cont.**  
 GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK, AND BY STATE AND TYPE OF OFFICE

State and type of bank or office	All banks			Commercial and stock savings banks and nondeposit trust companies						Mutual savings banks			Percentage insured <sup>1</sup>			
	Total	In-sured	Non-insured	Total	Insured			Noninsured			Total	In-sured <sup>2</sup>	Non-insured	All banks of deposit	Com-mercial banks of deposit	Mutual savings banks
					Total	Members F. R. System		Not mem-bers F. R. S.	Banks of de-posit	Non-deposit trust com-pa-nies <sup>3</sup>						
						National	State									
<b>New Hampshire—all offices</b> .....	<b>111</b>	<b>77</b>	<b>34</b>	<b>76</b>	<b>64</b>	<b>51</b>	<b>1</b>	<b>12</b>	<b>12</b>	<b>35</b>	<b>13</b>	<b>22</b>	<b>69.4</b>	<b>84.2</b>	<b>37.1</b>	
<i>Banks</i> .....	108	74	34	74	62	50	1	11	12	34	12	22	68.5	83.3	35.3	
<i>Unit banks</i> .....	105	71	34	72	60	49	1	10	12	33	11	22	67.6	83.8	33.3	
<i>Banks operating branches</i> .....	3	3		2	2	1		1		1	1		100.0	100.0	100.0	
<i>Branches</i> .....	3	3		2	2	1		1		1	1		100.0	100.0	100.0	
<b>New Jersey—all offices</b> .....	<b>623</b>	<b>620</b>	<b>3</b>	<b>584</b>	<b>581</b>	<b>346</b>	<b>158</b>	<b>77</b>		<b>39</b>	<b>39</b>		<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	
<i>Banks</i> .....	299	296	3	276	273	174	59	40		23	23		100.0	100.0	100.0	
<i>Unit banks</i> .....	188	185	3	174	171	116	28	27		14	14		100.0	100.0	100.0	
<i>Banks operating branches</i> .....	111	111		102	102	58	31	13		9	9		100.0	100.0	100.0	
<i>Branches</i> .....	324	324		308	308	172	99	37		16	16		100.0	100.0	100.0	
<b>New Mexico—all offices</b> .....	<b>87</b>	<b>87</b>		<b>87</b>	<b>87</b>	<b>44</b>	<b>9</b>	<b>34</b>					<b>100.0</b>	<b>100.0</b>		
<i>Banks</i> .....	52	52		52	52	26	8	18					100.0	100.0		
<i>Unit banks</i> .....	32	32		32	32	16	7	9					100.0	100.0		
<i>Banks operating branches</i> .....	20	20		20	20	10	1	9					100.0	100.0		
<i>Branches</i> .....	35	35		35	35	18	1	16					100.0	100.0		
<b>New York—all offices</b> .....	<b>1,854</b>	<b>1,839</b>	<b>15</b>	<b>1,595</b>	<b>1,580</b>	<b>615</b>	<b>852</b>	<b>113</b>	<b>11</b>	<b>4</b>	<b>259</b>	<b>259</b>	<b>99.4</b>	<b>99.3</b>	<b>100.0</b>	
<i>Banks</i> .....	612	601	11	483	472	289	130	53	7	4	129	129	98.8	98.5	100.0	
<i>Unit banks</i> .....	402	394	8	341	333	224	72	37	4	4	61	61	99.0	98.8	100.0	
<i>Banks operating branches</i> .....	210	207	3	142	139	65	58	16	3		68	68	98.6	97.9	100.0	
<i>Branches</i> <sup>4</sup> .....	1,242	1,238	4	1,112	1,108	326	722	60	4		130	130	99.7	99.6	100.0	
<b>North Carolina—all offices</b> .....	<b>571</b>	<b>567</b>	<b>4</b>	<b>571</b>	<b>567</b>	<b>116</b>	<b>55</b>	<b>396</b>	<b>4</b>				<b>99.3</b>	<b>99.3</b>		
<i>Banks</i> .....	214	213	1	214	213	47	6	160	1				99.5	99.5		
<i>Unit banks</i> .....	126	126		126	126	24	2	100					100.0	100.0		
<i>Banks operating branches</i> .....	88	87	1	88	87	23	4	60	1				98.9	98.9		
<i>Branches</i> .....	357	354	3	357	354	69	49	236	3				99.2	99.2		
<b>North Dakota—all offices</b> .....	<b>180</b>	<b>175</b>	<b>5</b>	<b>180</b>	<b>175</b>	<b>38</b>	<b>3</b>	<b>134</b>	<b>5</b>				<b>97.2</b>	<b>97.2</b>		
<i>Banks</i> .....	154	149	5	154	149	38	2	109	5				96.8	96.8		
<i>Unit banks</i> .....	136	131	5	136	131	38	1	92	5				96.3	96.3		
<i>Banks operating branches</i> .....	18	18		18	18		1	17					100.0	100.0		
<i>Branches</i> .....	26	26		26	26		1	25					100.0	100.0		



<b>Ohio—all offices</b> .....	<b>1,066</b>	<b>1,064</b>	<b>2</b>	<b>1,052</b>	<b>1,050</b>	<b>433</b>	<b>349</b>	<b>268</b>	<b>2</b>	<b>14</b>	<b>14</b>	<b>99.8</b>	<b>99.8</b>	<b>100.0</b>
Banks.....	620	618	2	617	615	229	166	220	2	3	3	99.7	99.7	100.0
Unit banks.....	486	484	2	485	483	168	134	181	2	1	1	99.6	99.6	100.0
Banks operating branches.....	134	134	.....	132	132	61	32	39	.....	2	2	100.0	100.0	100.0
Branches.....	446	446	.....	435	435	204	183	48	.....	11	11	100.0	100.0	100.0
<b>Oklahoma—all offices</b> .....	<b>392</b>	<b>384</b>	<b>8</b>	<b>392</b>	<b>384</b>	<b>201</b>	<b>25</b>	<b>158</b>	<b>7</b>	<b>1</b>	<b>.....</b>	<b>98.2</b>	<b>98.2</b>	<b>.....</b>
Banks.....	386	378	8	386	378	197	25	156	7	1	.....	98.2	98.2	.....
Unit banks.....	380	372	8	380	372	193	25	154	7	1	.....	98.2	98.2	.....
Banks operating branches.....	6	6	.....	6	6	4	.....	2	.....	.....	.....	100.0	100.0	.....
Branches.....	6	6	.....	6	6	4	.....	2	.....	.....	.....	100.0	100.0	.....
<b>Oregon—all offices</b> .....	<b>203</b>	<b>201</b>	<b>2</b>	<b>202</b>	<b>200</b>	<b>149</b>	<b>10</b>	<b>41</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>99.5</b>	<b>99.5</b>	<b>100.0</b>
Banks.....	52	50	2	51	49	12	7	30	1	1	1	98.0	98.0	100.0
Unit banks.....	41	39	2	40	38	10	6	22	1	1	1	97.5	97.4	100.0
Banks operating branches.....	11	11	.....	11	11	2	.....	8	.....	.....	.....	100.0	100.0	.....
Branches <sup>1</sup> .....	151	151	.....	151	151	137	3	11	.....	.....	.....	100.0	100.0	.....
<b>Pennsylvania—all offices</b> .....	<b>1,371</b>	<b>1,354</b>	<b>17</b>	<b>1,330</b>	<b>1,313</b>	<b>832</b>	<b>239</b>	<b>242</b>	<b>14</b>	<b>3</b>	<b>41</b>	<b>99.0</b>	<b>98.9</b>	<b>109.0</b>
Banks.....	799	785	14	792	778	510	91	177	11	3	7	98.6	98.6	100.0
Unit banks.....	636	624	12	633	621	411	62	143	9	3	3	98.6	98.6	100.0
Banks operating branches.....	163	161	2	159	157	99	29	29	2	.....	4	98.8	98.7	100.0
Branches <sup>1</sup> .....	572	569	3	538	535	322	148	65	3	.....	34	99.5	99.4	100.0
<b>Rhode Island—all offices</b> .....	<b>108</b>	<b>103</b>	<b>5</b>	<b>83</b>	<b>80</b>	<b>45</b>	<b>18</b>	<b>17</b>	<b>2</b>	<b>1</b>	<b>25</b>	<b>96.3</b>	<b>97.6</b>	<b>92.0</b>
Banks.....	18	14	4	10	8	5	1	2	1	1	8	82.4	88.9	75.0
Unit banks.....	7	4	3	3	2	.....	.....	.....	.....	1	4	66.7	100.0	50.0
Banks operating branches.....	11	10	1	7	6	3	1	2	1	.....	4	90.9	85.7	100.0
Branches.....	90	89	1	73	72	40	17	15	1	.....	17	98.9	98.6	100.0
<b>South Carolina—all offices</b> .....	<b>243</b>	<b>234</b>	<b>9</b>	<b>243</b>	<b>234</b>	<b>98</b>	<b>7</b>	<b>129</b>	<b>9</b>	<b>.....</b>	<b>.....</b>	<b>96.3</b>	<b>96.3</b>	<b>.....</b>
Banks.....	148	139	9	148	139	27	6	106	9	.....	.....	93.9	93.9	.....
Unit banks.....	118	109	9	118	109	13	5	91	9	.....	.....	92.4	92.4	.....
Banks operating branches.....	30	30	.....	30	30	14	1	15	.....	.....	.....	100.0	100.0	.....
Branches.....	95	95	.....	95	95	71	1	23	.....	.....	.....	100.0	100.0	.....
<b>South Dakota—all offices</b> .....	<b>225</b>	<b>225</b>	<b>.....</b>	<b>225</b>	<b>225</b>	<b>58</b>	<b>26</b>	<b>141</b>	<b>.....</b>	<b>.....</b>	<b>.....</b>	<b>100.0</b>	<b>100.0</b>	<b>.....</b>
Banks.....	171	171	.....	171	171	34	26	111	.....	.....	.....	100.0	100.0	.....
Unit banks.....	142	142	.....	142	142	30	26	86	.....	.....	.....	100.0	100.0	.....
Banks operating branches.....	29	29	.....	29	29	4	.....	25	.....	.....	.....	100.0	100.0	.....
Branches.....	54	54	.....	54	54	24	.....	30	.....	.....	.....	100.0	100.0	.....
<b>Tennessee—all offices</b> .....	<b>449</b>	<b>442</b>	<b>7</b>	<b>449</b>	<b>442</b>	<b>155</b>	<b>25</b>	<b>262</b>	<b>4</b>	<b>3</b>	<b>.....</b>	<b>99.1</b>	<b>99.1</b>	<b>.....</b>
Banks.....	297	290	7	297	290	73	9	208	4	3	.....	98.6	98.6	.....
Unit banks.....	246	239	7	246	239	54	7	173	4	3	.....	98.4	98.4	.....
Banks operating branches.....	51	51	.....	51	51	19	2	30	.....	.....	.....	100.0	100.0	.....
Branches.....	152	152	.....	152	152	82	16	54	.....	.....	.....	100.0	100.0	.....
<b>Texas—all offices</b> .....	<b>971</b>	<b>939</b>	<b>32</b>	<b>971</b>	<b>939</b>	<b>471</b>	<b>130</b>	<b>338</b>	<b>32</b>	<b>.....</b>	<b>.....</b>	<b>96.7</b>	<b>96.7</b>	<b>.....</b>
Banks.....	949	917	32	949	917	452	127	338	32	.....	.....	96.6	96.6	.....
Unit banks.....	826	894	32	826	894	432	124	338	32	.....	.....	96.5	96.5	.....
Banks operating branches.....	23	23	.....	23	23	20	3	.....	.....	.....	.....	100.0	100.0	.....
Branches.....	22	22	.....	22	22	19	3	.....	.....	.....	.....	100.0	100.0	.....

**Table 102. NUMBER OF OPERATING BANKING OFFICES IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956—Cont.**  
 GROUPED ACCORDING TO INSURANCE STATUS AND CLASS OF BANK, AND BY STATE AND TYPE OF OFFICE

State and type of bank or office	All banks			Commercial and stock savings banks and nondeposit trust companies							Mutual savings banks			Percentage insured <sup>1</sup>		
	Total	In-sured	Non-insured	Total	Insured				Noninsured		Total	In-sured <sup>2</sup>	Non-insured	All banks of deposit	Com-mercial banks of deposit	Mutual savings banks
					Total	Members F. R. System		Not members F.R.S.	Banks of deposit	Non-deposit trust companies <sup>2</sup>						
						National	State									
<b>Utah—all offices</b> .....	<b>102</b>	<b>101</b>	<b>1</b>	<b>102</b>	<b>101</b>	<b>43</b>	<b>26</b>	<b>32</b>	<b>1</b>				<b>99.0</b>	<b>99.0</b>		
Banks.....	48	47	1	48	47	7	14	26	1				97.9	97.9		
Unit banks.....	37	36	1	37	36	6	8	22	1				97.3	97.3		
Banks operating branches.....	11	11		11	11	1	6	4					100.0	100.0		
Branches.....	54	54		54	54	36	12	6					100.0	100.0		
<b>Vermont—all offices</b> .....	<b>94</b>	<b>93</b>	<b>1</b>	<b>77</b>	<b>76</b>	<b>40</b>	<b>2</b>	<b>34</b>		<b>1</b>		<b>17</b>	<b>17</b>	<b>100.0</b>	<b>100.0</b>	
Banks.....	68	67	1	61	60	34	1	25		1		7	7	100.0	100.0	
Unit banks.....	56	55	1	51	50	30		20		1		5	5	100.0	100.0	
Banks operating branches.....	12	12		10	10	4	1	5				2	2	100.0	100.0	
Branches.....	26	26		16	16	6	1	9				10	10	100.0	100.0	
<b>Virginia—all offices</b> .....	<b>511</b>	<b>511</b>		<b>511</b>	<b>511</b>	<b>227</b>	<b>116</b>	<b>168</b>						<b>100.0</b>	<b>100.0</b>	
Banks.....	312	312		312	312	182	71	109						100.0	100.0	
Unit banks.....	229	229		229	229	98	56	75						100.0	100.0	
Banks operating branches.....	83	83		83	83	34	15	34						100.0	100.0	
Branches.....	199	199		199	199	95	45	59						100.0	100.0	
<b>Washington—all offices</b> .....	<b>333</b>	<b>330</b>	<b>3</b>	<b>322</b>	<b>319</b>	<b>238</b>	<b>22</b>	<b>59</b>	<b>3</b>			<b>11</b>	<b>11</b>	<b>99.1</b>	<b>99.1</b>	
Banks.....	97	94	3	93	90	27	11	52	3			4	4	96.9	96.8	
Unit banks.....	75	72	3	73	70	16	8	46	3			2	2	96.0	95.9	
Banks operating branches.....	22	22		20	20	11	3	6				2	2	100.0	100.0	
Branches.....	236	236		229	229	211	11	7				7	7	100.0	100.0	
<b>West Virginia—all offices</b> .....	<b>182</b>	<b>178</b>	<b>4</b>	<b>182</b>	<b>178</b>	<b>76</b>	<b>36</b>	<b>66</b>	<b>4</b>					<b>97.8</b>	<b>97.8</b>	
Banks.....	182	178	4	182	178	76	36	66	4					97.8	97.8	
Unit banks.....	182	178	4	182	178	76	36	66	4					97.8	97.8	
Banks operating branches.....																
Branches.....																
<b>Wisconsin—all offices</b> .....	<b>705</b>	<b>697</b>	<b>8</b>	<b>701</b>	<b>694</b>	<b>110</b>	<b>76</b>	<b>508</b>	<b>4</b>	<b>3</b>		<b>4</b>	<b>3</b>	<b>1</b>	<b>99.3</b>	<b>99.4</b>
Banks.....	555	548	7	551	545	95	69	381	3	3		4	3	1	99.3	99.5
Unit banks.....	465	459	6	461	456	91	65	300	2	3		4	3	1	99.4	99.6
Banks operating branches.....	90	89	1	90	89	4	4	81	1						98.9	98.9
Branches.....	150	149	1	150	149	15	7	127	1						99.3	99.3

<b>Wyoming—all offices</b> .....	<b>54</b>	<b>54</b>	<b>54</b>	<b>54</b>	<b>26</b>	<b>15</b>	<b>13</b>					<b>100.0</b>	<b>100.0</b>
Banks.....	53	53	53	53	25	15	13					100.0	100.0
Unit banks.....	52	52	52	52	24	15	13					100.0	100.0
Banks operating branches.....	1	1	1	1	1							100.0	100.0
Branches.....	1	1	1	1	1							100.0	100.0
<b>Other area</b>													
<b>Alaska—all offices<sup>5</sup></b> .....	<b>32</b>	<b>26</b>	<b>6</b>	<b>32</b>	<b>26</b>	<b>1</b>	<b>25</b>	<b>6</b>				<b>81.3</b>	<b>81.3</b>
Banks.....	18	12	6	18	12	1	11	6				66.7	66.7
Unit banks.....	12	6	6	12	6	1	5	6				50.0	50.0
Banks operating branches.....	6	6		6	6		6					100.0	100.0
Branches.....	14	14		14	14		14					100.0	100.0
<b>American Samoa—all offices</b> .....	<b>1</b>		<b>1</b>	<b>1</b>				<b>1</b>					
Banks.....	1		1	1				1					
Unit banks.....	1		1	1				1					
Banks operating branches.....													
Branches.....													
<b>Hawaii—all offices<sup>6</sup></b> .....	<b>69</b>	<b>9</b>	<b>60</b>	<b>69</b>	<b>9</b>		<b>9</b>	<b>54</b>	<b>6</b>			<b>14.3</b>	<b>14.3</b>
Banks.....	10	3	7	10	3		3	2	5			60.0	60.0
Unit banks.....	4		4	4					4			60.0	60.0
Banks operating branches.....	6	3	3	6	3		3	2	1			10.3	10.3
Branches.....	59	6	53	59	6		6	52	1				
<b>Mariana Islands—all offices</b> .....	<b>3</b>	<b>2</b>	<b>1</b>	<b>3</b>	<b>2</b>		<b>2</b>	<b>1</b>				<b>66.7</b>	<b>66.7</b>
Banks.....													
Unit banks.....													
Banks operating branches.....													
Branches <sup>4</sup> .....	3	2	1	3	2		2	1				66.7	66.7
<b>Panama Canal Zone—all offices</b> .....	<b>4</b>		<b>4</b>	<b>4</b>				<b>4</b>					
Banks.....													
Unit banks.....													
Banks operating branches.....													
Branches <sup>4</sup> .....	4		4	4				4					
<b>Puerto Rico—all offices</b> .....	<b>77</b>	<b>70</b>	<b>7</b>	<b>77</b>	<b>70</b>		<b>70</b>	<b>7</b>	<b>3</b>			<b>90.9</b>	<b>90.9</b>
Banks.....	10	7	3	10	7		7	3	7			70.0	70.0
Unit banks.....	3	2	1	3	2		2	1				66.7	66.7
Banks operating branches.....	7	5	2	7	5		5	2				71.4	71.4
Branches <sup>4</sup> .....	67	63	4	67	63		63	4				94.0	94.0
<b>Virgin Islands—all offices<sup>7</sup></b> .....	<b>5</b>	<b>4</b>	<b>1</b>	<b>4</b>	<b>4</b>		<b>4</b>		<b>1</b>			<b>80.0</b>	<b>100.0</b>
Banks.....	3	2	1	2	2		2		1			66.7	100.0
Unit banks.....	1		1						1				
Banks operating branches.....	2	2		2	2		2					100.0	100.0
Branches.....	2	2		2	2		2					100.0	100.0

<sup>1</sup> Nondeposit trust companies are excluded in computing these percentages.

<sup>2</sup> Includes 1 trust company in Missouri member of the Federal Reserve System.

<sup>3</sup> Includes 3 banks members of the Federal Reserve System: 1 in Indiana and 2 in Wisconsin.

<sup>4</sup> Includes branches operated by banks located in other states or areas as follows: 1 noninsured branch in Massachusetts operated by a New York bank; 2 insured branches in New York operated by a Puerto Rico bank; 1 insured branch in Oregon operated by a California bank; 1 insured branch in Pennsylvania operated by a New Jersey bank and 1 non-insured branch in Pennsylvania operated by a New York bank; 2 insured branches in Washington operated by a California bank; 2 insured branches and 1 noninsured branch in the Mariana Islands operated by a California bank; 4 noninsured branches in the Panama Canal Zone operated by 2 New York banks; and 12 insured branches in Puerto Rico operated by 2 New York banks.

<sup>5</sup> Includes 6 insured national banks, not members of the Federal Reserve System.

<sup>6</sup> Includes, among noninsured banks, 1 national bank operating 22 branches.

<sup>7</sup> Includes, among insured banks not members of the Federal Reserve System, 1 national bank operating 1 branch.

**Back figures:** See the Annual Report for 1955, pp. 110-117, and earlier reports.

**Table 103. NUMBER AND DEPOSITS OF OPERATING BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956**  
BANKS GROUPED ACCORDING TO INSURANCE STATUS AND BY DISTRICT AND STATE

FDIC District and State	Number of banks								Deposits (in thousands of dollars)						
	All banks <sup>1</sup>	Commercial and stock savings banks and nondeposit trust companies				Mutual savings banks			All banks	Commercial and stock savings banks and nondeposit trust companies			Mutual savings banks		
		Total	In-sured	Noninsured		Total	In-sured	Noninsured		Total	Insured	Noninsured	Total	Insured	Noninsured
<b>Total United States</b> .....	14,208	13,680	13,218	402	60	528	223	305	228,578,958	198,547,224	196,507,125	2,040,099	30,031,734	22,885,564	7,146,170
<b>Continental U. S.</b> .....	14,166	13,639	13,194	390	55	527	223	304	227,540,328	197,508,786	195,947,227	1,561,559	30,031,542	22,885,564	7,145,978
<b>Other areas</b> .....	42	41	24	12	5	1		1	1,038,630	1,038,438	559,898	478,540	192		192
<b>FDIC District</b>															
District 1.....	812	471	433	35	3	341	41	300	17,351,403	9,317,072	9,075,745	241,327	8,034,331	1,005,459	7,028,872
District 2 <sup>2</sup> .....	954	799	781	11	7	155	153	2	64,680,033	45,799,116	45,207,466	591,650	18,880,917	18,783,244	97,673
District 3.....	1,419	1,409	1,393	13	3	10	10		25,007,837	23,071,464	23,022,636	48,828	1,936,373	1,936,373	
District 4.....	1,081	1,023	1,008	15		8	7	1	11,418,765	10,906,274	10,760,032	146,242	512,491	507,724	4,767
District 5.....	1,106	1,106	1,038	65	3				8,886,633	8,886,633	8,851,183	35,450			
District 6.....	1,508	1,508	1,461	39	8				11,479,078	11,479,078	11,438,684	40,394			
District 7.....	1,437	1,429	1,409	11	9	8	6	2	16,144,219	16,068,334	16,043,515	24,819	75,885	61,027	14,858
District 8.....	1,596	1,596	1,544	48	4				18,650,196	18,650,196	18,529,536	120,660			
District 9.....	1,122	1,121	1,105	14	2	1	1		5,851,022	5,594,888	5,466,011	128,877	256,134	256,134	
District 10.....	1,628	1,628	1,517	104	7				7,876,430	7,876,430	7,780,608	95,827			
District 11.....	1,191	1,191	1,157	33	1				14,585,334	14,585,334	14,498,219	87,615			
District 12 <sup>3</sup> .....	404	399	372	14	13	5	5		26,647,508	26,311,905	25,833,495	478,410	335,603	335,603	
<b>State</b>															
Alabama.....	237	237	237						1,723,344	1,723,344	1,723,344				
Arizona.....	10	10	9		1				854,139	854,139	848,736	5,403			
Arkansas.....	236	236	231	4	1				1,059,262	1,059,262	1,056,528	2,734			
California.....	139	139	132		7				19,651,272	19,651,272	19,651,217	55			
Colorado.....	170	170	156	14					1,642,437	1,642,437	1,636,207	6,230			
Connecticut.....	166	95	85	9	1	71	5	66	4,260,365	2,273,919	2,243,347	30,572	1,936,446	115,128	1,871,318
Delaware.....	30	28	27	1		2	1	1	748,454	624,771	619,010	5,761	123,683	26,202	97,481
District of Columbia.....	17	17	17						1,408,888	1,408,888	1,408,888				
Florida.....	261	261	256	2	3				3,685,899	3,685,899	3,674,168	11,731			
Georgia.....	412	412	352	60					2,434,226	2,434,226	2,420,018	14,208			
Idaho.....	33	33	33						555,667	555,667	555,667				
Illinois.....	928	928	922	3	3				15,923,672	15,923,672	15,884,180	39,492			
Indiana.....	474	470	463	6	1	4	3	1	4,342,056	4,286,954	4,281,092	5,862	55,102	40,925	14,177
Iowa.....	668	668	622	45	1				2,726,524	2,726,524	2,645,356	81,168			
Kansas.....	598	598	548	50					2,081,744	2,081,744	2,025,562	56,182			

Kentucky	365	365	352	13					2,093,839	2,093,839	2,082,143	11,696								
Louisiana	180	180	179	1					2,785,974	2,785,974	2,785,178	796								
Maine	90	58	51	7					919,990	584,140	538,200	45,940	395,850	60,383	275,467					
Maryland	158	150	149	1					2,693,737	2,181,246	2,076,782	104,464	512,491	507,724	4,767					
Massachusetts	362	173	167	6		189	1	188	9,711,722	4,944,853	4,855,817	89,036	4,766,869	116,109	4,650,760					
Michigan	408	408	401	2	5				7,907,625	7,907,625	7,895,070	12,555								
Minnesota	683	682	672	9	1	1	1		3,882,213	3,626,079	3,615,728	10,351	256,134	256,134						
Mississippi	196	196	193	3					1,043,164	1,043,164	1,033,653	9,511								
Missouri	610	610	588	18	4				5,590,897	5,590,897	5,571,364	19,533								
Montana	114	114	113	1					729,524	729,524	729,524									
Nebraska	421	421	382	33	6				1,502,206	1,502,206	1,473,287	28,919								
Nevada	6	6	6						307,786	307,786	307,786									
New Hampshire	108	74	62	12		34	12	22	790,608	360,177	309,441	50,736	430,431	248,193	182,238					
New Jersey	299	276	273		3	23	23		7,218,329	6,118,940	6,118,919	21	1,099,389	1,099,389						
New Mexico	52	52	52						573,130	573,130	573,130									
New York	612	483	472	7	4	129	129		56,322,049	38,664,396	38,120,113	544,283	17,657,653	17,657,653						
North Carolina	214	214	213	1					2,486,788	2,486,788	2,463,192	23,596								
North Dakota	154	154	149	5					650,355	650,355	650,355									
Ohio	620	617	615	2		3	3		10,485,857	10,161,715	10,157,859	3,856	324,142	324,142						
Oklahoma	386	386	378	7	1				2,305,622	2,305,622	2,301,126	4,496								
Oregon	52	51	49	1	1	1	1		1,844,419	1,805,304	1,805,304	9,464	29,651	29,651						
Pennsylvania	799	792	778	11	3	7	7		14,521,980	12,909,749	12,864,777	44,972	1,612,231	1,612,231						
Rhode Island	18	10	8	1	1	3	6	2	1,224,958	830,900	805,857	25,043	394,058	344,969	49,089					
South Carolina	148	148	139	9					864,258	864,258	859,291	4,967								
South Dakota	171	171	171						588,930	588,930	588,930									
Tennessee	297	297	290	4	3				2,735,080	2,735,080	2,728,649	6,431								
Texas	949	949	917	32					10,372,591	10,372,591	10,291,175	81,416								
Utah	48	48	47	1					844,743	844,743	844,488	255								
Vermont	68	61	60		1	7	7		443,760	323,083	323,083		120,677	120,677						
Virginia	312	312	312						2,818,407	2,818,407	2,818,407									
Washington	97	93	90	3		4	4		2,796,192	2,490,240	2,458,559	31,681	305,952	305,952						
West Virginia	182	182	178	4					1,146,687	1,146,687	1,139,472	13,215								
Wisconsin	555	551	545	3	3	4	3	1	3,894,538	3,873,755	3,867,353	6,402	20,783	20,102	681					
Wyoming	53	53	53						344,421	344,421	344,421									
<b>Other area</b>																				
Alaska	18	18	12	6					166,631	166,631	144,987	21,644								
American Samoa	1	1		1					1,857	1,857		1,857								
Hawaii	10	10	3	2	5				435,216	435,216	44,585	390,631								
Mariana Islands <sup>1</sup>									21,595	21,595	20,902	693								
Panama Canal Zone <sup>4</sup>									22,130	22,130		22,130								
Puerto Rico <sup>2</sup>	10	10	7	3					374,187	374,187	332,602	41,585								
Virgin Islands	3	2	2			1		1	17,014	16,822	16,822		192		192					

NUMBER, OFFICES, AND DEPOSITS OF OPERATING BANKS

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<sup>1</sup> Includes 20 noninsured banks of deposit (14 in Georgia, 2 in Iowa, and 4 in Texas) for which deposits are not available.

<sup>2</sup> Includes Puerto Rico and the Virgin Islands.

<sup>3</sup> Includes Alaska, American Samoa, Hawaii, Mariana Islands, and the Panama Canal Zone.

<sup>4</sup> Includes deposit data for the following branches of insured banks in continental United States: 2 insured branches and 1 noninsured branch in the Mariana Islands (2 insured in Guam and 1 noninsured in Saipan); 4 noninsured branches in the Panama Canal Zone; and 12 insured branches in Puerto Rico. Data for these branches are not included in the figures for the States in which the parent banks are located.

Back figures: See the Annual Report for 1955, pp. 118-119, and earlier reports.

## ASSETS AND LIABILITIES OF OPERATING BANKS

- Table 104. Assets and liabilities of operating banks in the United States (continental U. S. and other areas), June 30, 1956  
*Banks grouped according to insurance status and type of bank*
- Table 105. Assets and liabilities of operating banks in the United States (continental U. S. and other areas), December 31, 1956  
*Banks grouped according to insurance status and type of bank*
- Table 106. Assets and liabilities of operating banks in the United States (continental U. S. and other areas), December 31, 1956  
*Banks grouped by district and State*
- Table 107. Assets and liabilities of operating insured banks in the United States (continental U. S. and other areas), December 31, 1956, June 30, 1956, and December 31, 1955

The data in these tables relate to banks operating in the United States (continental U. S. and other areas). Data from the same tabulations for all operating banks in each State and other area are also shown in the Corporation's publication, "Assets, Liabilities, and Capital Accounts, Commercial and Mutual Savings Banks," as follows:

For June 30, 1956	Report No. 45, pp. 4-5.
For December 31, 1956	Report No. 46, pp. 4-5.

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 bookkeeping. Assets reported represent aggregate book value, on the date of call, less valuation and premium reserves.

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. "Deposits of individuals, partnerships, and corporations" include trust funds deposited by a trust department in a commercial or savings department. 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." Branches outside the continental United States of insured banks in the United States are treated as separate entities but as in the case of other branches are not included in the count of banks. Data for such branches are not included in the figures for the States in which the parent banks are located.

Demand balances with and demand deposits due to banks in the United States, except private banks and American branches of foreign banks, exclude reciprocal interbank deposits. Reciprocal interbank deposits arise when two banks maintain deposit accounts with each other.

Individual loan items are reported gross instead of net of valuation reserves. Accordingly, reserves for losses on loans are shown separately.

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 shown in these tables are not the same as the deposits upon which assessments paid to the Federal Deposit Insurance Corporation are based. The assessment base is slightly lower due to certain exclusions which are permitted and deductions which may be claimed.

Asset and liability data for noninsured banks are tabulated from reports pertaining to the individual banks. In a few cases these reports are not as detailed as those submitted by insured banks, and some of the items reported have been allocated to more detailed categories according to the distribution of asset and liability data for insured State banks not members of the Federal Reserve System or for other noninsured banks.

#### **Sources of data**

National banks and State banks in the District of Columbia not members of the Federal Reserve System: Office of the Comptroller of the Currency.

State banks members of the Federal Reserve System: Board of Governors of the Federal Reserve System.

Other insured banks: Federal Deposit Insurance Corporation.

Noninsured banks: State banking authorities; and reports from individual banks.

**Table 104. ASSETS AND LIABILITIES OF OPERATING BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), JUNE 30, 1956**  
 BANKS GROUPED ACCORDING TO INSURANCE STATUS AND TYPE OF BANK  
 (Amounts in thousands of dollars)

Asset, liability, or capital account item	All banks			Commercial and stock savings banks and nondeposit trust companies				Mutual savings banks		
	Total	Insured	Non-insured	Total	Insured	Noninsured		Total	Insured	Non-insured
						Banks of deposit	Nondeposit trust companies <sup>1</sup>			
<b>Total assets</b> . . . . .	<b>239,266,752</b>	<b>228,523,563</b>	<b>10,743,189</b>	<b>206,845,638</b>	<b>204,252,339</b>	<b>2,421,721</b>	<b>171,578</b>	<b>32,421,114</b>	<b>24,271,224</b>	<b>8,149,890</b>
<b>Cash, balances with other banks, and cash collection items—total</b> . . . . .	<b>43,540,085</b>	<b>42,953,472</b>	<b>586,613</b>	<b>42,622,949</b>	<b>42,214,582</b>	<b>378,676</b>	<b>29,691</b>	<b>917,136</b>	<b>738,890</b>	<b>178,246</b>
Currency and coin . . . . .	2,430,746	2,356,624	74,122	2,321,413	2,276,039	43,790	1,584	109,333	80,585	28,748
Reserve with F. R. banks (member banks) . . . . .	18,233,783	18,233,783	0	18,232,470	18,232,470	0	0	1,313	1,313	0
Demand balances with banks in U. S. . . . .	11,370,779	10,929,352	441,427	10,840,364	10,529,397	285,680	25,287	530,415	399,955	130,460
Other balances with banks in U. S. . . . .	283,921	273,207	10,714	273,937	273,937	0	0	233,554	229,495	4,059
Balances with banks in foreign countries . . . . .	72,993	66,299	6,694	72,993	66,299	5,143	1,551	0	0	0
Cash items in process of collection . . . . .	11,147,863	11,094,207	53,656	11,105,342	11,066,665	37,564	1,113	42,521	27,542	14,979
<b>Securities—total</b> . . . . .	<b>85,887,610</b>	<b>80,780,531</b>	<b>5,107,079</b>	<b>73,460,574</b>	<b>72,126,538</b>	<b>1,236,307</b>	<b>97,729</b>	<b>12,427,036</b>	<b>8,653,993</b>	<b>3,773,043</b>
U. S. Gov't. obligations (incl. guaranteed) . . . . .	65,166,354	61,577,967	3,588,387	56,869,065	55,941,475	878,950	48,640	8,297,289	5,636,492	2,660,797
Obligations of States and subdivisions . . . . .	13,656,028	13,236,433	419,595	12,938,620	12,730,551	232,299	25,770	667,408	555,882	111,526
Other bonds, notes, and debentures . . . . .	5,893,554	5,161,811	731,743	3,123,363	3,020,182	99,571	3,610	2,770,191	2,141,629	628,562
Corporate stocks . . . . .	1,171,674	764,320	417,354	479,526	434,330	25,487	19,709	692,148	319,990	372,158
<b>Loans and discounts, net—total</b> . . . . .	<b>106,085,592</b>	<b>101,204,800</b>	<b>4,880,792</b>	<b>87,446,788</b>	<b>86,691,019</b>	<b>731,471</b>	<b>24,298</b>	<b>18,638,804</b>	<b>14,513,781</b>	<b>4,125,023</b>
Valuation reserves . . . . .	1,573,925	1,541,921	32,004	1,353,330	1,350,060	3,222	48	220,599	191,861	28,734
<b>Loans and discounts, gross—total</b> . . . . .	<b>107,659,517</b>	<b>102,746,721</b>	<b>4,912,796</b>	<b>88,800,118</b>	<b>88,041,079</b>	<b>734,693</b>	<b>24,346</b>	<b>18,859,399</b>	<b>14,705,642</b>	<b>4,153,757</b>
Real estate loans—total . . . . .	40,599,391	36,232,355	4,307,036	21,989,839	21,753,420	220,627	15,792	18,609,552	14,538,935	4,070,617
Secured by farm land . . . . .	1,411,304	1,376,196	35,008	1,352,492	1,332,527	19,135	880	58,712	43,669	15,043
Secured by residential properties:										
Insured by FHA . . . . .	8,942,080	8,383,401	558,629	4,667,847	4,614,348	51,705	1,794	4,274,133	3,769,053	505,150
Insured or guaranteed by VA . . . . .	10,343,515	9,003,907	1,339,608	3,337,511	3,797,397	36,830	3,234	6,506,004	5,806,510	1,299,494
Not insured or guaranteed by FHA or VA . . . . .	13,867,429	11,930,313	1,937,116	7,994,949	7,918,143	69,826	6,975	5,872,400	4,012,165	1,860,315
Secured by other properties . . . . .	6,035,213	5,533,533	496,675	4,137,040	4,091,000	43,081	2,959	1,898,173	1,507,538	390,635
Loans to banks . . . . .	666,451	665,890	561	666,451	665,890	561	0	0	0	0
Loans to brokers and dealers in securities . . . . .	2,695,693	2,669,159	26,534	2,695,693	2,669,159	26,534	0	0	0	0
Other loans for carrying securities . . . . .	1,786,769	1,732,771	53,998	1,756,221	1,705,396	46,241	4,584	30,548	27,375	3,173
Loans to farmers directly guaranteed by the Commodity Credit Corporation . . . . .	598,801	585,732	13,069	598,801	585,732	13,069	0	0	0	0
Other loans to farmers (excl. real estate) . . . . .	3,676,842	3,622,212	54,630	3,675,102	3,620,612	54,321	169	1,740	1,600	140
Commercial and industrial loans . . . . .	36,374,877	36,135,955	238,922	36,333,449	36,096,938	233,497	1,014	43,428	39,017	4,411
Other loans to individuals . . . . .	18,613,151	18,433,491	179,660	18,449,978	18,342,631	105,895	1,452	163,173	90,860	72,313
All other loans (including overdrafts) . . . . .	2,647,542	2,609,156	38,386	2,636,584	2,601,301	33,948	1,335	10,958	7,855	3,103
<b>Miscellaneous assets—total</b> . . . . .	<b>3,753,465</b>	<b>3,584,760</b>	<b>168,705</b>	<b>3,315,327</b>	<b>3,220,200</b>	<b>75,267</b>	<b>19,860</b>	<b>438,138</b>	<b>364,560</b>	<b>73,578</b>
Bank premises owned, furniture and fixtures . . . . .	2,009,687	1,948,237	61,450	1,821,676	1,801,907	13,640	6,129	188,011	146,330	41,681
Other real estate—direct and indirect . . . . .	181,045	166,086	14,959	176,325	164,452	4,768	7,105	4,720	1,634	3,086
All other miscellaneous assets . . . . .	1,562,733	1,470,437	92,296	1,317,326	1,253,841	56,859	6,626	245,407	216,596	28,811



<b>Total liabilities and capital accounts</b> .....	<b>239,266,752</b>	<b>228,523,563</b>	<b>10,743,189</b>	<b>206,845,638</b>	<b>204,252,339</b>	<b>2,421,721</b>	<b>171,578</b>	<b>32,421,114</b>	<b>24,271,224</b>	<b>8,149,890</b>
<b>Business and personal deposits—total</b> ....	<b>182,130,058</b>	<b>173,487,450</b>	<b>8,642,608</b>	<b>152,970,678</b>	<b>151,549,838</b>	<b>1,361,715</b>	<b>59,125</b>	<b>29,159,380</b>	<b>21,937,612</b>	<b>7,221,768</b>
Deposits of individuals, partnerships, and corporations—demand.....	102,207,302	101,254,722	952,580	102,189,235	101,237,520	893,533	58,182	18,067	17,202	865
Deposits of individuals, partnerships, and corporations—time.....	76,657,889	69,000,002	7,657,887	47,521,732	47,084,264	436,545	923	29,136,157	21,915,738	7,220,419
Certified and officers' checks, cash letters of credit and travelers' checks outstanding, and amounts due to Federal Reserve banks.....	3,264,867	3,232,726	32,141	3,259,711	3,228,054	31,637	20	5,156	4,672	484
<b>Government deposits—total</b> .....	<b>19,058,189</b>	<b>18,742,016</b>	<b>316,173</b>	<b>19,036,157</b>	<b>18,723,027</b>	<b>313,130</b>		<b>22,032</b>	<b>18,989</b>	<b>3,043</b>
United States Government—demand.....	5,318,208	5,255,274	62,934	5,315,014	5,252,969	62,045		3,194	2,305	889
United States Government—time.....	316,832	314,982	1,850	316,502	314,967	1,535		330	15	315
States and subdivisions—demand.....	10,848,008	10,687,006	161,002	10,845,164	10,684,522	160,642		2,844	2,484	360
States and subdivisions—time.....	2,575,141	2,484,754	90,387	2,559,477	2,470,569	88,908		15,664	14,185	1,479
<b>Interbank and postal savings deposits—total</b> .....	<b>15,294,442</b>	<b>14,908,682</b>	<b>385,760</b>	<b>15,291,883</b>	<b>14,906,181</b>	<b>385,201</b>	<b>501</b>	<b>2,559</b>	<b>2,501</b>	<b>58</b>
Banks in the United States—demand.....	12,085,776	11,974,521	111,255	12,085,389	11,974,134	110,755	500	387	387	.....
Banks in the United States—time.....	284,492	57,217	227,275	282,320	55,103	227,217		2,172	2,114	58
Banks in foreign countries—demand.....	1,559,426	1,516,739	42,687	1,559,426	1,516,739	42,686	1			
Banks in foreign countries—time.....	1,333,642	1,329,742	3,900	1,333,642	1,329,742	3,900				
Postal savings.....	31,106	30,463	643	31,106	30,463	643				
<b>Total deposits</b> .....	<b>216,482,689</b>	<b>207,138,148</b>	<b>9,344,541</b>	<b>187,298,718</b>	<b>185,179,046</b>	<b>2,060,046</b>	<b>59,626</b>	<b>29,183,971</b>	<b>21,959,102</b>	<b>7,224,869</b>
Demand.....	135,233,587	133,920,988	1,362,599	135,253,939	133,893,938	1,301,298	53,703	29,648	27,050	2,598
Time.....	81,199,102	73,217,160	7,981,942	52,044,779	51,285,108	758,748	923	29,154,323	21,932,052	7,222,271
<b>Miscellaneous liabilities—total</b> .....	<b>3,872,760</b>	<b>3,693,961</b>	<b>178,799</b>	<b>3,520,279</b>	<b>3,442,620</b>	<b>64,470</b>	<b>13,189</b>	<b>352,481</b>	<b>251,341</b>	<b>101,140</b>
Rediscounts and other borrowed money.....	365,908	342,193	23,715	363,795	341,843	17,627	4,325	2,113	850	1,763
All other miscellaneous liabilities.....	3,506,852	3,351,768	155,084	3,156,484	3,100,777	46,843	8,864	350,368	250,991	99,377
<b>Total liabilities (excluding capital accounts)</b> .....	<b>220,355,449</b>	<b>210,832,109</b>	<b>9,523,340</b>	<b>190,818,997</b>	<b>188,621,666</b>	<b>2,124,516</b>	<b>72,815</b>	<b>29,536,452</b>	<b>22,210,443</b>	<b>7,326,009</b>
<b>Capital accounts—total</b> .....	<b>18,911,303</b>	<b>17,691,454</b>	<b>1,219,849</b>	<b>16,026,641</b>	<b>15,630,673</b>	<b>297,205</b>	<b>98,763</b>	<b>2,884,662</b>	<b>2,060,781</b>	<b>823,881</b>
Preferred capital.....	69,340	47,967	21,373	69,340	47,967	21,373		(?)	(?)	
Common stock.....	4,828,659	4,709,676	118,983	4,828,659	4,709,676	82,627	36,356			
Surplus.....	9,655,712	9,047,694	608,018	7,630,199	7,496,145	100,140	33,914	2,025,513	1,551,549	478,964
Undivided profits and reserves.....	4,357,592	3,886,117	471,475	3,498,443	3,376,885	93,065	28,493	859,149	509,232	349,917
<b>Number of banks</b> <sup>a</sup> .....	<b>14,247</b>	<b>13,449</b>	<b>798</b>	<b>13,719</b>	<b>13,229</b>	<b>431</b>	<b>59</b>	<b>523</b>	<b>220</b>	<b>308</b>

<sup>1</sup> Amounts shown as deposits are special accounts and uninvested trust funds, with the latter classified as demand deposits of individuals, partnerships, and corporations.

<sup>2</sup> Not reported separately. Included with "Undivided profits and reserves."

<sup>3</sup> Includes 18 noninsured banks of which asset and liability data are not available.

Back figures: See the Annual Report for 1955, pp. 122-123, and earlier reports.

**Table 105. ASSETS AND LIABILITIES OF OPERATING BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956**  
**BANKS GROUPED ACCORDING TO INSURANCE STATUS AND TYPE OF BANK**  
 (Amounts in thousands of dollars)

Asset, liability, or capital account item	All banks			Commercial and stock savings banks and nondeposit trust companies				Mutual savings banks		
	Total	Insured	Non-insured	Total	Insured	Noninsured		Total	Insured	Non-insured
						Banks of deposit	Nondeposit trust companies <sup>1</sup>			
<b>Total assets</b> .....	<b>251,965,327</b>	<b>241,427,659</b>	<b>10,537,668</b>	<b>218,654,513</b>	<b>216,145,285</b>	<b>2,308,304</b>	<b>200,924</b>	<b>33,310,814</b>	<b>25,282,374</b>	<b>8,028,440</b>
<b>Cash, balances with other banks, and cash collection items—total</b> .....	<b>49,836,733</b>	<b>49,182,762</b>	<b>653,971</b>	<b>48,916,268</b>	<b>48,444,022</b>	<b>431,137</b>	<b>41,109</b>	<b>920,465</b>	<b>738,740</b>	<b>181,725</b>
Currency and coin.....	3,454,476	3,370,417	84,059	3,321,433	3,270,129	49,786	1,518	133,043	100,288	32,755
Reserve with F. R. banks (member banks).....	18,707,348	18,707,348	0	18,706,986	18,705,986	0	0	1,362	1,362	0
Demand balances with banks in U. S.....	13,436,393	12,935,726	500,667	12,849,590	12,483,040	329,906	36,644	586,808	452,686	134,117
Other balances with banks in U. S.....	209,187	202,872	6,315	50,009	45,133	3,743	133	159,178	156,739	2,439
Balances with banks in foreign countries.....	64,923	59,533	5,390	64,923	59,533	4,996	394	0	0	0
Cash items in process of collection.....	13,964,406	13,906,866	57,540	13,924,327	13,879,201	42,706	2,420	40,079	27,665	12,414
<b>Securities—total</b> .....	<b>87,351,869</b>	<b>82,575,679</b>	<b>4,776,190</b>	<b>75,188,766</b>	<b>73,947,336</b>	<b>1,127,523</b>	<b>113,907</b>	<b>12,163,103</b>	<b>8,628,343</b>	<b>3,534,760</b>
U. S. Gov't. obligations (incl. guaranteed).....	66,795,281	63,475,833	3,319,448	58,824,259	57,957,686	810,373	56,200	7,971,022	5,518,147	2,452,875
Obligations of States and subdivisions.....	13,636,697	13,278,368	358,329	12,967,747	12,716,647	220,947	30,153	668,950	561,721	107,229
Other bonds, notes, and debentures.....	5,722,921	5,033,225	689,696	2,904,296	2,829,373	72,978	1,945	2,818,625	2,208,852	614,773
Corporate stocks.....	1,196,970	788,253	408,717	492,464	443,630	23,225	25,609	704,506	344,623	359,883
<b>Loans and discounts, net—total</b> .....	<b>110,632,011</b>	<b>105,684,643</b>	<b>4,947,368</b>	<b>90,854,600</b>	<b>90,142,790</b>	<b>686,687</b>	<b>25,123</b>	<b>19,777,411</b>	<b>15,541,853</b>	<b>4,235,558</b>
Valuation reserves.....	1,784,587	1,755,896	28,691	1,565,435	1,561,775	3,609	51	219,152	194,121	25,031
<b>Loans and discounts, gross—total</b> .....	<b>112,416,598</b>	<b>107,440,539</b>	<b>4,976,059</b>	<b>92,420,035</b>	<b>91,704,565</b>	<b>690,296</b>	<b>25,174</b>	<b>19,996,563</b>	<b>15,735,974</b>	<b>4,260,589</b>
Real estate loans—total.....	42,464,321	38,052,575	4,411,746	22,718,943	22,484,310	219,914	14,719	19,745,378	15,568,265	4,177,113
Secured by farm land.....	1,394,494	1,360,569	33,925	1,335,828	1,317,065	17,947	816	53,666	48,504	15,162
Secured by residential properties:										
Insured by FHA.....	9,211,863	8,702,767	509,096	4,802,559	4,751,046	49,558	1,955	4,409,304	3,951,721	457,583
Insured or guaranteed by VA.....	11,040,596	9,681,049	1,359,547	3,901,804	3,861,325	31,907	2,672	7,133,739	5,816,824	1,317,968
Not insured or guaranteed by FHA or VA.....	14,451,799	12,895,755	2,059,044	8,300,048	8,220,892	72,728	6,428	6,154,751	4,174,563	1,979,888
Secured by other properties.....	6,362,569	5,912,435	450,134	4,373,704	4,331,082	44,774	2,448	1,933,865	1,531,353	402,512
Loans to banks.....	654,917	653,962	955	654,917	653,962	955	0	0	0	0
Loans to brokers and dealers in securities.....	2,589,829	2,565,350	24,479	2,589,829	2,565,350	23,479	1,000	0	0	0
Other loans for carrying securities.....	1,732,279	1,688,023	44,256	1,711,903	1,670,750	36,104	5,049	20,376	17,273	3,103
Loans to farmers directly guaranteed by the Commodity Credit Corporation.....	883,115	864,426	18,689	883,115	864,426	18,689	0	0	0	0
Other loans to farmers (excl. real estate).....	3,298,012	3,252,853	45,159	3,296,289	3,251,264	44,883	142	1,723	1,589	134
Commercial and industrial loans.....	38,965,031	38,744,361	220,670	38,923,180	38,706,798	215,032	1,350	41,851	37,563	4,288
Other loans to individuals.....	19,115,948	18,931,432	184,516	18,940,165	18,823,502	110,003	1,660	175,783	102,930	72,853
All other loans (including overdrafts).....	2,713,146	2,687,557	25,589	2,701,694	2,679,203	21,237	1,254	11,452	8,354	3,098
<b>Miscellaneous assets—total</b> .....	<b>4,144,714</b>	<b>3,984,575</b>	<b>160,139</b>	<b>3,694,879</b>	<b>3,611,137</b>	<b>62,957</b>	<b>20,785</b>	<b>449,835</b>	<b>373,438</b>	<b>76,397</b>
Bank premises owned, furniture and fixtures.....	2,111,378	2,045,666	65,712	1,914,346	1,893,536	13,758	7,052	197,032	152,130	44,902
Other real estate—direct and indirect.....	194,396	179,122	15,274	187,969	176,073	4,668	4,427	8,427	8,049	3,378
All other miscellaneous assets.....	1,838,940	1,759,787	79,153	1,592,564	1,541,528	44,531	6,505	246,376	218,259	28,117

<b>Total liabilities and capital accounts</b> .....	<b>251,965,327</b>	<b>241,427,659</b>	<b>10,537,668</b>	<b>218,654,513</b>	<b>216,145,285</b>	<b>2,308,304</b>	<b>200,924</b>	<b>33,310,814</b>	<b>25,282,374</b>	<b>8,028,440</b>
<b>Business and personal deposits—total</b> ....	<b>193,801,181</b>	<b>185,213,185</b>	<b>8,587,996</b>	<b>163,793,060</b>	<b>162,348,150</b>	<b>1,372,250</b>	<b>72,660</b>	<b>30,008,121</b>	<b>22,865,035</b>	<b>7,143,086</b>
Deposits of individuals, partnerships, and corporations—demand.....	111,489,082	110,500,065	989,017	111,470,595	110,482,676	917,309	70,610	18,487	17,389	1,098
Deposits of individuals, partnerships, and corporations—time.....	78,509,669	70,956,096	7,553,578	48,524,741	48,112,609	410,120	2,012	29,984,928	22,843,437	7,141,441
Certified and officers' checks, cash letters of credit and travelers' checks outstanding, and amounts due to Federal Reserve banks.	3,802,430	3,757,024	45,406	3,797,724	3,752,865	44,821	38	4,706	4,159	547
<b>Government deposits—total</b> .....	<b>17,134,991</b>	<b>16,857,786</b>	<b>277,205</b>	<b>17,113,585</b>	<b>16,839,408</b>	<b>274,177</b>	.....	<b>21,406</b>	<b>18,378</b>	<b>3,028</b>
United States Government—demand.....	3,812,552	3,756,745	55,807	3,809,169	3,754,223	54,946	.....	3,883	2,522	861
United States Government—time.....	316,795	316,386	409	316,709	316,377	332	.....	86	9	77
States and subdivisions—demand.....	10,539,730	10,407,745	131,985	10,537,531	10,405,838	181,693	.....	2,199	1,907	292
States and subdivisions—time.....	2,465,914	2,376,910	89,004	2,450,176	2,362,970	87,206	.....	15,738	13,940	1,798
<b>Interbank and postal savings deposits—total</b> .....	<b>17,642,786</b>	<b>17,321,718</b>	<b>321,068</b>	<b>17,640,579</b>	<b>17,319,567</b>	<b>320,660</b>	<b>352</b>	<b>2,207</b>	<b>2,151</b>	<b>56</b>
Banks in the United States—demand.....	14,353,652	14,233,338	120,314	14,353,312	14,232,938	119,964	350	340	340	.....
Banks in the United States—time.....	208,597	52,942	155,655	206,730	51,131	155,599	.....	1,867	1,811	56
Banks in foreign countries—demand.....	1,796,835	1,756,076	40,759	1,796,835	1,756,076	40,757	2	.....	.....	.....
Banks in foreign countries—time.....	1,254,829	1,251,129	3,700	1,254,829	1,251,129	3,700	.....	.....	.....	.....
Postal savings.....time.....	28,873	28,233	640	28,873	28,233	640	.....	.....	.....	.....
<b>Total deposits</b> .....	<b>228,578,958</b>	<b>219,392,689</b>	<b>9,186,269</b>	<b>198,547,224</b>	<b>196,507,125</b>	<b>1,967,087</b>	<b>73,012</b>	<b>30,031,734</b>	<b>22,885,564</b>	<b>7,146,170</b>
<i>Demand</i> .....	<i>145,794,231</i>	<i>144,410,993</i>	<i>1,383,288</i>	<i>145,765,166</i>	<i>144,334,676</i>	<i>1,309,490</i>	<i>71,000</i>	<i>29,115</i>	<i>26,317</i>	<i>2,798</i>
<i>Time</i> .....	<i>82,784,677</i>	<i>74,981,696</i>	<i>7,802,981</i>	<i>52,782,058</i>	<i>52,122,449</i>	<i>657,597</i>	<i>2,012</i>	<i>30,002,619</i>	<i>22,859,247</i>	<i>7,143,372</i>
<b>Miscellaneous liabilities—total</b> .....	<b>4,035,917</b>	<b>3,885,102</b>	<b>150,815</b>	<b>3,703,874</b>	<b>3,617,998</b>	<b>69,225</b>	<b>16,651</b>	<b>332,043</b>	<b>267,104</b>	<b>64,939</b>
Rediscouts and other borrowed money.....	88,202	63,671	24,531	84,369	63,331	17,997	3,041	3,833	340	3,493
All other miscellaneous liabilities.....	3,947,715	3,821,431	126,284	3,619,505	3,554,667	51,228	13,610	328,210	266,764	61,446
<b>Total liabilities (excluding capital accounts)</b> .....	<b>232,614,875</b>	<b>223,277,791</b>	<b>9,337,084</b>	<b>202,251,098</b>	<b>200,125,123</b>	<b>2,036,312</b>	<b>89,663</b>	<b>30,363,777</b>	<b>23,152,668</b>	<b>7,211,109</b>
<b>Capital accounts—total</b> .....	<b>19,350,452</b>	<b>18,149,868</b>	<b>1,200,584</b>	<b>16,403,415</b>	<b>16,020,162</b>	<b>271,992</b>	<b>111,261</b>	<b>2,947,037</b>	<b>2,129,706</b>	<b>817,331</b>
Preferred capital.....	68,596	47,223	21,373	68,596	47,223	21,373	.....	( <sup>2</sup> )	( <sup>2</sup> )	.....
Common stock.....	4,938,987	4,824,997	113,990	4,938,987	4,824,997	77,373	36,617	.....	.....	.....
Surplus.....	9,975,791	9,378,151	597,640	7,886,444	7,760,016	90,148	36,280	2,089,347	1,618,135	471,212
Undivided profits and reserves.....	4,367,078	3,899,497	467,681	3,609,388	3,387,926	83,098	38,364	857,690	511,571	346,119
<b>Number of banks</b> <sup>3</sup> .....	<b>14,208</b>	<b>13,441</b>	<b>767</b>	<b>13,680</b>	<b>13,218</b>	<b>402</b>	<b>60</b>	<b>528</b>	<b>223</b>	<b>305</b>

<sup>1</sup> Amounts shown as deposits are special accounts and uninvested trust funds, with the latter classified as demand deposits of individuals, partnerships, and corporations.

<sup>2</sup> Not reported separately. Included with "Undivided profits and reserves."

<sup>3</sup> Includes 20 noninsured banks of deposit for which asset and liability data are not available.

Back figures, 1934-1955: See the preceding table and the Annual Report for 1955, pp. 124-125, and earlier reports.

**Table 106. ASSETS AND LIABILITIES OF OPERATING BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), DECEMBER 31, 1956**  
**BANKS GROUPED BY DISTRICT AND STATE**  
 (Amounts in thousands of dollars)

FDIC District and State	Number of banks <sup>1</sup>	Assets					Total	Liabilities and capital accounts				
		Cash and due from banks	U. S. Government obligations	Other securities	Loans, discounts, and overdrafts	Miscellaneous assets		Deposits				Total capital accounts
								Business and personal <sup>2</sup>	Government <sup>3</sup>	Inter-bank <sup>4</sup>	Miscellaneous liabilities	
<b>Total United States...</b>	<b>14,208</b>	<b>49,836,733</b>	<b>66,795,281</b>	<b>20,556,588</b>	<b>110,632,011</b>	<b>4,144,714</b>	<b>251,965,327</b>	<b>193,801,181</b>	<b>17,134,991</b>	<b>17,642,786</b>	<b>4,035,917</b>	<b>19,350,452</b>
<b>Continental U. S....</b>	<b>14,166</b>	<b>49,639,720</b>	<b>66,520,890</b>	<b>20,461,425</b>	<b>110,075,729</b>	<b>4,066,095</b>	<b>250,763,859</b>	<b>193,029,552</b>	<b>16,887,777</b>	<b>17,622,999</b>	<b>3,975,218</b>	<b>19,248,313</b>
<b>Other areas.....</b>	<b>42</b>	<b>197,013</b>	<b>274,391</b>	<b>95,163</b>	<b>556,282</b>	<b>78,619</b>	<b>1,201,468</b>	<b>771,629</b>	<b>247,214</b>	<b>19,787</b>	<b>60,699</b>	<b>102,139</b>
<b>FDIC District</b>												
District 1.....	812	2,385,010	5,348,047	1,908,477	9,480,412	263,130	19,385,076	16,111,592	704,555	595,256	250,429	1,783,244
District 2.....	954	12,470,521	15,460,006	5,806,247	37,306,958	1,578,458	72,622,190	55,379,094	2,781,130	6,519,809	1,880,805	6,061,352
District 3.....	1,419	5,402,507	7,411,083	2,740,535	11,860,547	390,094	27,604,766	22,257,277	1,550,685	1,199,875	305,585	2,291,344
District 4.....	1,031	5,783,553	3,761,164	987,382	4,786,938	213,922	12,532,959	9,507,706	1,058,519	852,540	151,977	962,217
District 5.....	1,106	2,408,083	2,763,580	793,129	3,553,415	152,168	9,670,375	6,993,205	1,112,518	780,910	91,271	692,471
District 6.....	1,508	3,274,921	3,473,733	877,485	4,754,902	133,429	12,514,470	8,925,694	1,020,711	1,532,673	120,749	914,643
District 7.....	1,497	3,963,517	6,204,070	1,292,187	6,386,606	199,557	17,449,037	14,155,911	1,417,141	571,167	164,095	1,140,723
District 8.....	1,596	4,832,156	6,586,661	1,706,025	7,477,091	155,066	20,256,999	15,549,085	1,452,893	1,648,218	163,737	1,449,066
District 9.....	1,122	1,252,463	3,918,478	776,722	2,548,462	67,910	6,364,035	4,804,684	626,525	419,813	58,470	454,543
District 10.....	1,628	2,173,886	2,598,284	520,527	3,000,303	85,664	8,578,664	6,202,863	1,025,506	648,061	53,789	648,445
District 11.....	1,191	4,615,949	3,946,835	1,034,436	5,881,417	349,330	15,827,967	10,852,308	1,831,362	1,902,164	176,755	1,065,378
District 12 <sup>a</sup> .....	404	5,374,167	7,323,340	2,110,436	13,794,960	555,886	29,158,739	23,061,762	2,553,446	1,032,300	618,255	1,893,026
<b>State</b>												
Alabama.....	237	463,812	521,240	196,253	678,244	24,445	1,893,994	1,411,928	216,333	95,083	18,219	142,481
Arizona.....	10	189,841	211,322	70,516	432,323	29,135	932,642	717,390	117,073	19,676	15,733	62,770
Arkansas.....	236	296,164	324,119	130,206	391,872	12,631	1,154,992	888,776	96,603	73,888	4,361	91,369
California.....	139	3,929,461	5,237,545	1,530,143	10,450,564	406,183	21,553,896	17,099,128	1,705,230	846,914	527,613	1,375,011
Colorado.....	170	439,292	547,517	78,611	702,738	18,744	1,786,902	1,382,875	122,344	122,344	18,657	125,808
Connecticut.....	166	568,225	1,331,983	603,708	2,138,153	64,984	4,707,053	4,059,622	148,185	52,558	46,105	400,583
Delaware.....	30	133,171	233,502	115,940	344,906	11,291	838,810	680,617	60,774	7,063	8,156	82,200
District of Columbia.....	17	355,493	459,533	61,552	631,394	27,937	1,535,909	1,263,334	47,055	97,999	16,475	110,546
Florida.....	261	996,779	1,290,212	272,633	1,347,930	71,155	3,978,709	2,390,041	460,971	334,887	36,831	255,979
Georgia.....	412	679,832	654,960	160,106	1,141,080	41,436	2,677,414	1,877,785	280,096	276,345	31,194	211,994
Idaho.....	33	106,756	199,150	27,115	251,756	7,892	592,669	470,374	78,026	7,267	4,079	32,923
Illinois.....	928	3,762,929	5,648,567	1,444,721	6,293,679	133,081	17,282,977	13,262,646	1,151,519	1,509,507	155,665	1,208,640
Indiana.....	474	1,011,906	1,793,390	271,163	1,565,662	47,541	4,689,662	3,720,152	470,434	151,470	37,509	310,997
Iowa.....	668	569,227	938,094	261,304	1,198,412	21,985	2,974,022	2,286,439	301,374	138,711	8,072	293,426
Kansas.....	598	539,291	699,668	258,312	746,048	17,938	2,261,257	1,539,048	427,879	114,817	8,976	170,537

Kentucky	365	605,873	718,127	110,120	831,255	18,589	2,283,964	1,707,472	170,695	215,672	15,249	174,876
Louisiana	180	828,648	896,214	259,481	967,459	40,324	2,992,126	1,918,091	529,750	338,133	24,285	181,867
Maine	90	127,374	307,229	128,686	454,602	13,401	1,031,232	832,222	45,915	11,853	9,494	101,808
Maryland	158	538,381	1,006,875	251,980	1,074,347	70,646	2,942,229	2,337,916	220,452	135,369	24,592	225,900
Massachusetts	362	1,377,755	3,013,877	892,087	5,474,182	149,738	10,907,639	8,862,414	406,587	442,721	164,780	1,031,137
Michigan	408	1,513,471	2,981,204	708,651	3,251,862	107,939	8,563,127	6,939,352	720,107	248,166	106,351	549,151
Minnesota	683	861,550	1,129,127	387,121	1,813,847	45,365	4,237,010	3,191,706	328,308	362,199	43,420	311,377
Mississippi	196	267,660	297,168	164,137	386,161	15,132	1,130,258	818,451	155,118	74,595	5,027	82,067
Missouri	610	1,590,063	1,706,965	431,558	2,807,191	53,539	6,089,316	4,245,354	490,082	855,461	62,764	435,655
Montana	114	164,893	263,187	65,001	275,286	9,510	777,877	611,522	86,237	31,765	7,220	41,138
Nebraska	421	401,838	530,099	130,581	564,233	14,010	1,640,761	1,195,401	146,742	160,063	8,752	129,808
Nevada	6	50,298	117,911	18,285	158,423	6,760	331,677	255,349	50,398	2,039	3,373	19,918
New Hampshire	108	89,706	247,831	86,398	461,176	9,554	894,667	746,692	31,791	12,125	9,680	94,372
New Jersey	299	1,208,213	2,266,070	930,667	3,257,005	118,008	7,899,963	6,633,549	491,942	92,838	72,511	549,123
New Mexico	52	159,845	216,854	23,084	201,171	8,668	609,622	427,424	130,870	14,836	3,646	14,836
New York	612	11,070,660	12,833,934	4,650,636	33,427,221	1,413,207	63,445,658	47,785,258	2,124,792	6,411,999	1,745,228	5,378,381
North Carolina	214	688,075	659,675	291,657	1,074,955	39,842	2,754,144	1,924,161	256,077	806,550	58,556	208,800
North Dakota	154	107,245	282,143	83,673	229,187	6,882	709,130	502,523	134,945	42,836	4,243	43,579
Ohio	620	2,346,572	3,491,053	830,355	4,575,785	139,700	11,383,465	9,203,151	864,268	413,438	114,175	783,433
Oklahoma	386	705,518	678,377	231,926	870,091	31,090	2,517,002	1,809,920	256,894	238,808	15,192	196,188
Oregon	52	341,111	578,612	188,889	880,912	35,166	2,024,690	1,585,169	230,473	28,777	34,876	145,395
Pennsylvania	799	3,055,935	3,920,030	1,910,180	7,084,762	250,394	16,221,301	13,049,126	686,417	786,437	191,410	1,507,911
Rhode Island	18	162,134	333,684	169,911	673,811	19,135	1,352,675	1,159,276	51,921	13,761	16,708	111,009
South Carolina	148	234,049	283,760	93,467	320,889	11,314	943,479	711,491	124,569	28,198	7,246	71,975
South Dakota	171	118,775	244,021	40,927	230,142	6,153	640,018	493,933	77,034	12,963	3,537	47,501
Tennessee	297	782,821	724,522	205,601	1,224,584	48,670	2,986,198	2,084,092	263,331	387,657	38,375	212,743
Texas	949	3,438,115	2,622,445	681,355	4,280,459	271,203	11,293,577	7,789,403	1,053,669	1,529,519	133,091	787,895
Utah	43	204,237	243,256	50,563	399,979	12,239	910,324	680,239	121,354	43,150	9,346	55,735
Vermont	68	59,816	113,443	33,692	278,488	6,318	491,757	421,366	20,136	2,238	3,662	44,335
Virginia	312	679,277	872,384	213,750	1,264,382	49,170	3,078,963	2,295,359	291,865	230,638	32,399	228,157
Washington	97	608,718	748,975	249,282	1,394,870	44,979	3,041,824	2,479,544	224,373	92,275	32,079	213,553
West Virginia	182	288,278	478,937	74,976	421,031	15,013	1,278,235	974,445	118,501	53,741	12,709	118,839
Wisconsin	555	838,140	1,429,476	315,373	1,569,082	44,177	4,196,243	3,496,407	226,600	171,531	20,235	281,475
Wyoming	53	87,947	142,623	21,097	117,193	3,882	372,742	275,619	56,773	12,029	2,212	26,109
<b>Other area</b>												
Alaska	18	36,292	70,336	15,033	52,066	2,871	176,598	114,929	49,600	2,102	727	9,240
American Samoa	1	336	1,482		216	27	2,061	917	900	40	21	183
Hawaii	10	96,587	124,938	31,126	216,852	11,545	481,048	358,999	72,136	9,081	4,764	41,068
Mariana Islands <sup>1</sup>		1,244			7,758	12,868	21,870	12,021	9,574		275	
Panama Canal Zone <sup>2</sup>		4,077	1,135		1,584	15,356	22,132	10,093	11,382	655	2	
Puerto Rico <sup>3</sup>	10	55,865	67,093	48,996	271,581	35,782	479,417	269,868	96,418	7,901	54,569	50,661
Virgin Islands	3	2,612	9,407	8	6,145	170	18,342	9,802	7,204	8	341	987

<sup>1</sup> Includes 20 noninsured banks of deposit (14 in Georgia, 2 in Iowa, and 4 in Texas) for which asset, liability, and capital account data are not available.

<sup>2</sup> Demand and time deposits of individuals, partnerships, and corporations, certified and officers' checks, cash letters of credit, etc.

<sup>3</sup> Deposits of the United States Government and of States and subdivisions.

<sup>4</sup> Interbank deposits and postal savings deposits.

<sup>5</sup> Includes Puerto Rico and the Virgin Islands.

<sup>6</sup> Includes Alaska, American Samoa, Hawaii, Mariana Islands, and the Panama Canal Zone.

<sup>7</sup> Includes asset and liability data for the following branches of insured banks in continental United States: 2 insured branches and 1 noninsured branch in the Mariana Islands (2 insured in Guam and 1 noninsured in Saipan); 4 noninsured branches in the Panama Canal Zone; and 12 insured branches in Puerto Rico. Data for these branches are not included in the figures for the States in which the parent banks are located.

Back figures, 1945-1955: See the Annual Report for 1955, pp. 126-127, and earlier reports.

**Table 107. ASSETS AND LIABILITIES OF OPERATING INSURED BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS),  
DECEMBER 31, 1956, JUNE 30, 1956, AND DECEMBER 31, 1955**  
(Amounts in thousands of dollars)

Assets	All insured banks			Insured commercial banks <sup>1</sup>			Insured mutual savings banks		
	Dec. 31, 1956	June 30, 1956	Dec. 31, 1955	Dec. 31, 1956	June 30, 1956	Dec. 31, 1955	Dec. 31, 1956	June 30, 1956	Dec. 31, 1955
<b>Total assets</b> .....	<b>241,427,659</b>	<b>228,523,563</b>	<b>232,602,859</b>	<b>216,145,285</b>	<b>204,252,339</b>	<b>209,144,779</b>	<b>25,282,374</b>	<b>24,271,224</b>	<b>23,458,080</b>
<b>Cash, balances with other banks, and cash collection items—total</b> .....	<b>49,182,762</b>	<b>42,953,472</b>	<b>47,345,333</b>	<b>48,444,022</b>	<b>42,214,582</b>	<b>46,559,853</b>	<b>738,740</b>	<b>738,890</b>	<b>785,480</b>
Currency and coin.....	3,370,417	2,356,624	2,784,624	3,270,129	2,276,039	2,683,954	100,238	80,585	100,670
Reserve with Federal Reserve banks (member banks)	18,707,348	18,233,783	18,722,421	18,705,986	18,232,470	18,721,112	1,362	1,313	1,309
Demand balances with banks in the United States (except private banks and American branches of foreign banks).....	12,935,726	10,929,352	12,164,941	12,483,040	10,529,397	11,732,460	452,686	399,955	432,481
Other balances with banks in the United States.....	202,872	273,207	266,079	46,133	43,712	45,208	156,739	229,495	220,871
Balances with banks in foreign countries.....	59,533	66,299	98,017	59,533	66,299	98,017	.....	.....	.....
Cash items in process of collection.....	13,906,866	11,094,207	13,309,251	13,879,201	11,066,665	13,279,102	27,665	27,542	30,149
<b>Obligations of the U. S. Government, direct and guaranteed—total</b> .....	<b>63,475,833</b>	<b>61,577,967</b>	<b>66,734,713</b>	<b>57,957,686</b>	<b>55,941,475</b>	<b>60,876,637</b>	<b>5,518,147</b>	<b>5,636,492</b>	<b>5,858,076</b>
<b>Direct:</b>									
Treasury bills.....	5,877,173	2,822,811	4,212,896	5,779,261	2,760,305	4,112,240	97,912	62,506	100,656
Treasury certificates of indebtedness.....	1,997,447	1,232,505	2,322,688	1,985,124	1,228,368	2,295,833	12,323	4,137	26,855
Treasury notes.....	11,919,792	12,766,505	14,072,973	11,746,396	12,574,427	13,878,904	173,396	192,078	194,069
United States non-marketable bonds.....	2,985,290	3,169,157	3,696,038	1,882,908	2,033,497	2,493,775	1,102,382	1,135,660	1,202,263
Other bonds maturing in 5 years or less.....	21,198,173	12,704,985	13,107,027	20,677,142	12,533,246	12,908,772	521,031	171,739	198,255
Other bonds maturing in 5 to 10 years.....	11,492,502	20,978,564	21,488,954	11,007,207	20,047,935	20,529,312	485,295	930,629	959,642
Other bonds maturing in 10 to 20 years.....	7,506,976	7,322,315	7,208,743	4,683,793	4,566,726	4,364,924	2,823,183	2,755,589	2,843,819
Other bonds maturing after 20 years.....	462,439	553,246	605,712	183,104	183,640	282,548	279,335	369,606	323,164
Guaranteed obligations (FHA debentures).....	36,041	27,879	19,682	12,751	13,331	10,329	23,290	14,548	9,353
<b>Other securities—total</b> .....	<b>19,099,846</b>	<b>19,202,564</b>	<b>19,273,939</b>	<b>15,989,650</b>	<b>16,185,063</b>	<b>16,363,782</b>	<b>3,110,196</b>	<b>3,017,501</b>	<b>2,910,157</b>
Obligations of States and subdivisions.....	13,278,368	13,286,433	13,034,895	12,716,647	12,730,551	12,500,910	561,721	555,882	533,985
Other bonds, notes, and debentures.....	5,033,225	5,161,811	5,517,344	2,829,373	3,020,182	3,441,695	2,203,852	2,141,629	2,075,649
Federal Reserve bank stock.....	325,564	315,765	302,678	325,489	315,692	302,608	75	73	70
Other corporate stocks.....	462,689	438,555	419,022	118,141	118,638	118,569	844,548	319,917	300,453
<b>Total securities</b> .....	<b>82,575,679</b>	<b>80,780,531</b>	<b>86,008,652</b>	<b>73,947,336</b>	<b>72,126,538</b>	<b>77,240,419</b>	<b>8,628,343</b>	<b>8,653,993</b>	<b>8,768,233</b>

<b>Loans and discounts, net—total</b> .....	<b>105,684,643</b>	<b>101,204,800</b>	<b>95,923,415</b>	<b>90,142,790</b>	<b>86,691,019</b>	<b>82,360,421</b>	<b>15,541,853</b>	<b>14,513,781</b>	<b>13,562,994</b>
Valuation reserves.....	1,755,896	1,541,921	1,457,247	1,561,775	1,350,060	1,267,677	194,121	191,861	189,570
<b>Loans and discounts, gross—total</b> .....	<b>107,440,539</b>	<b>102,746,721</b>	<b>97,380,662</b>	<b>91,704,565</b>	<b>88,041,079</b>	<b>83,628,098</b>	<b>15,735,974</b>	<b>14,705,642</b>	<b>13,752,564</b>
Real estate loans—total.....	38,052,575	36,292,355	34,375,911	22,484,310	21,753,420	20,767,275	15,568,265	14,538,935	13,608,636
Secured by farm land.....	1,360,569	1,376,196	1,322,578	1,317,065	1,332,527	1,278,753	43,504	43,669	43,825
Secured by residential properties:									
Insured by FHA.....	8,702,767	8,383,401	8,178,227	4,751,046	4,614,348	4,506,346	8,951,721	3,769,053	3,671,881
Insured or guaranteed by VA.....	9,681,049	9,003,907	8,217,482	3,364,225	3,797,397	3,670,740	5,316,824	5,206,510	4,546,742
Not insured or guaranteed by FHA or VA.....	12,395,755	11,920,313	11,419,564	3,220,892	7,913,148	7,538,257	4,174,363	4,012,165	3,881,307
Secured by other properties.....	5,912,425	5,598,593	5,235,060	4,331,082	4,021,000	3,773,179	1,531,353	1,507,538	1,464,831
Loans to banks.....	864,426	585,732	1,146,742	864,426	585,732	1,146,742			
Loans to brokers and dealers in securities.....	2,565,350	2,669,159	3,229,525	2,565,350	2,669,159	3,229,525			
Other loans for carrying securities.....	1,688,023	1,732,771	1,759,572	1,670,750	1,705,396	1,744,381	17,273	27,375	15,191
Loans to farmers directly guaranteed by the Commodity Credit Corporation.....									
Other loans to farmers (excl. real estate).....	3,252,853	3,622,212	3,266,323	3,251,264	3,620,612	3,264,723	1,589	1,600	1,600
Commercial and industrial loans (including open market paper).....	38,744,361	36,135,955	33,238,262	38,706,798	36,096,938	33,209,723	37,563	39,017	28,539
Other loans to individuals.....	18,931,432	18,433,491	17,237,082	18,328,502	18,342,631	17,159,640	102,930	90,860	77,442
All other loans (including overdrafts).....	2,687,557	2,609,156	2,554,419	2,679,203	2,601,301	2,533,263	8,354	7,855	71,156
<b>Total loans and securities</b> .....	<b>188,260,322</b>	<b>181,985,331</b>	<b>181,932,067</b>	<b>164,090,126</b>	<b>158,817,557</b>	<b>159,600,840</b>	<b>24,170,196</b>	<b>23,167,774</b>	<b>22,331,227</b>
<b>Bank premises, furniture and fixtures, and other real estate—total</b> .....	<b>2,224,788</b>	<b>2,114,323</b>	<b>1,994,795</b>	<b>2,069,609</b>	<b>1,966,359</b>	<b>1,854,168</b>	<b>155,179</b>	<b>147,964</b>	<b>140,627</b>
Bank premises.....	1,628,899	1,556,430	1,480,921	1,485,716	1,418,030	1,349,122	143,183	138,400	131,799
Furniture and fixtures.....	416,767	391,807	358,062	407,820	383,877	350,914	8,947	7,930	7,143
Real estate owned other than bank premises.....	51,304	45,120	37,731	48,255	43,436	36,051	3,049	1,634	1,680
Investments and other assets indirectly representing bank premises or other real estate.....	127,818	120,966	118,081	127,818	120,966	118,081			
<b>Miscellaneous assets—total</b> .....	<b>1,759,787</b>	<b>1,470,437</b>	<b>1,330,664</b>	<b>1,541,528</b>	<b>1,253,841</b>	<b>1,129,918</b>	<b>218,259</b>	<b>216,596</b>	<b>200,746</b>
Customers' liability on acceptances outstanding.....	709,090	487,918	426,937	709,090	487,918	426,937			
Income accrued but not collected.....	512,890	500,806	487,055	412,953	403,414	394,103	99,937	97,392	92,952
Prepaid expenses.....	65,859	84,318	61,016	60,111	76,660	55,739		5,277	
Other assets.....	471,948	397,395	355,656	359,374	285,849	253,139	112,574	111,546	102,517
<b>RATIOS</b>									
<b>Percentages of total assets:</b>									
Cash and balances with other banks.....	20.4%	18.8%	20.4%	22.4%	20.7%	22.3%	2.9%	3.1%	3.3%
U. S. Government obligations, direct and guaranteed.....	26.3	26.9	28.7	26.8	27.4	29.1	21.8	23.2	25.0
Other securities.....	7.9	8.4	8.3	7.4	7.9	7.8	12.3	12.4	12.4
Loans and discounts.....	43.8	44.8	41.2	41.7	42.4	39.4	61.5	59.8	57.8
Other assets.....	1.6	1.6	1.4	1.7	1.6	1.4	1.5	1.5	1.5
Total capital accounts.....	7.5	7.7	7.3	7.4	7.7	7.2	8.4	8.5	8.6

**Table 107. ASSETS AND LIABILITIES OF OPERATING INSURED BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS),  
DECEMBER 31, 1956, JUNE 30, 1956, AND DECEMBER 31, 1955—Continued**  
(Amounts in thousands of dollars)

Liabilities and capital	All insured banks			Insured commercial banks <sup>1</sup>			Insured mutual savings banks		
	Dec. 31, 1956	June 30, 1956	Dec. 31, 1955	Dec. 31, 1956	June 30, 1956	Dec. 31, 1955	Dec. 31, 1956	June 30, 1956	Dec. 31, 1955
<b>Total liabilities and capital accounts</b> .....	<b>241,427,659</b>	<b>228,523,563</b>	<b>232,602,859</b>	<b>216,145,285</b>	<b>204,252,339</b>	<b>209,144,779</b>	<b>25,282,374</b>	<b>24,271,224</b>	<b>23,458,080</b>
<b>Business and personal deposits—total</b> .....	<b>185,213,185</b>	<b>173,487,450</b>	<b>179,317,302</b>	<b>162,348,150</b>	<b>151,549,838</b>	<b>158,104,999</b>	<b>22,865,035</b>	<b>21,937,612</b>	<b>21,212,303</b>
Deposits of individuals, partnerships, and corporations—demand.....	110,500,065	101,254,722	108,365,703	110,482,676	101,237,520	108,326,298	17,389	17,202	39,405
Deposits of individuals, partnerships, and corporations—time.....	70,956,096	69,000,002	67,058,281	48,112,609	47,084,264	45,890,648	22,843,487	21,915,738	21,167,633
Certified and officers' checks, cash letters of credit and travelers' checks outstanding, and amounts due to Federal Reserve banks.....	3,757,024	3,232,726	3,893,318	3,752,865	3,228,054	3,888,053	4,159	4,672	5,265
<b>Government deposits—total</b> .....	<b>16,857,786</b>	<b>18,742,016</b>	<b>16,592,560</b>	<b>16,839,408</b>	<b>18,723,027</b>	<b>16,570,473</b>	<b>18,378</b>	<b>18,989</b>	<b>22,087</b>
United States Government—demand.....	3,756,745	5,255,274	3,729,538	3,754,223	5,252,969	3,726,758	2,522	2,305	2,780
United States Government—time.....	316,386	314,982	339,013	316,377	314,967	339,003	9	15	10
States and subdivisions—demand.....	10,407,745	10,687,006	10,187,514	10,405,838	10,684,522	10,182,708	1,907	2,484	4,806
States and subdivisions—time.....	2,376,910	2,484,754	2,336,495	2,362,970	2,470,569	2,322,004	13,940	14,185	14,491
<b>Interbank and postal savings deposits—total</b> .....	<b>17,321,718</b>	<b>14,908,682</b>	<b>16,315,786</b>	<b>17,319,567</b>	<b>14,906,181</b>	<b>16,313,156</b>	<b>2,151</b>	<b>2,501</b>	<b>2,630</b>
Banks in the United States—demand.....	14,233,338	11,974,521	13,397,581	14,232,998	11,974,134	13,397,246	340	387	335
Banks in the United States—time.....	52,942	57,217	53,439	51,131	55,103	51,144	1,811	2,114	2,295
Banks in foreign countries—demand.....	1,756,076	1,516,739	1,516,423	1,756,076	1,516,739	1,516,423	.....	.....	.....
Banks in foreign countries—time.....	1,251,129	1,329,742	1,317,629	1,251,129	1,329,742	1,317,629	.....	.....	.....
Postal savings.....	28,233	30,463	30,714	28,233	30,463	30,714	.....	.....	.....
<b>Total deposits</b> .....	<b>219,392,689</b>	<b>207,138,148</b>	<b>212,225,648</b>	<b>196,507,125</b>	<b>185,179,046</b>	<b>190,988,628</b>	<b>22,885,564</b>	<b>21,959,102</b>	<b>21,237,020</b>
Demand.....	144,410,993	133,920,988	141,690,077	144,384,076	133,893,938	141,037,486	26,317	27,050	52,591
Time.....	74,981,696	73,217,160	71,135,571	52,122,449	51,285,108	49,951,142	22,859,247	21,932,052	21,184,429
<b>Miscellaneous liabilities—total</b> .....	<b>3,885,102</b>	<b>3,693,961</b>	<b>3,362,435</b>	<b>3,617,998</b>	<b>3,442,620</b>	<b>3,147,093</b>	<b>267,104</b>	<b>251,341</b>	<b>215,342</b>
Bills payable, rediscounts, and other liabilities for borrowed money.....	63,671	342,193	151,618	63,331	341,843	150,318	340	350	1,300
Acceptances outstanding.....	739,874	512,623	456,058	739,674	512,623	456,058	.....	.....	.....
Dividends declared but not yet payable.....	114,787	103,244	104,954	99,204	77,053	94,243	15,583	26,191	10,711
Income collected but not earned.....	904,518	845,011	781,944	881,878	831,601	766,686	22,640	13,410	15,258
Expenses accrued and unpaid.....	854,476	719,235	796,940	843,543	705,579	787,582	10,933	13,656	9,353
Other liabilities.....	1,207,976	1,171,655	1,070,921	990,368	973,921	892,206	217,608	197,734	178,715
<b>Total liabilities (excluding capital accounts)</b> .....	<b>223,277,791</b>	<b>210,832,109</b>	<b>215,588,083</b>	<b>200,125,123</b>	<b>188,621,666</b>	<b>194,135,721</b>	<b>23,152,668</b>	<b>22,210,443</b>	<b>21,452,362</b>



<b>Capital accounts—total</b> .....	<b>18,149,868</b>	<b>17,691,454</b>	<b>17,014,776</b>	<b>16,020,162</b>	<b>15,630,673</b>	<b>15,009,058</b>	<b>2,129,706</b>	<b>2,060,781</b>	<b>2,005,718</b>
Capital stock, notes, and debentures.....	4,872,220	4,757,643	4,567,389	4,872,220	4,757,843	4,567,389	( <sup>1</sup> )	( <sup>1</sup> )	( <sup>2</sup> )
Surplus.....	9,378,151	9,047,894	8,723,412	7,760,016	7,496,145	7,208,545	1,618,135	1,551,549	1,514,867
Undivided profits.....	3,305,715	3,297,676	3,143,900	2,941,353	2,929,525	2,776,533	364,862	368,151	367,367
Reserves.....	593,782	688,441	580,075	446,578	447,360	456,591	147,209	141,081	123,484
<b>MEMORANDA</b>									
<b>Pledged assets and securities loaned</b> .....	<b>22,202,637</b>	<b>23,216,543</b>	<b>21,972,415</b>	<b>22,202,637</b>	<b>23,216,543</b>	<b>21,972,415</b>	.....	.....	.....
<b>Capital stock, notes, and debentures:</b>									
<b>Par or face value—total</b> .....	<b>4,875,740</b>	<b>4,761,213</b>	<b>4,570,999</b>	<b>4,872,620</b>	<b>4,758,043</b>	<b>4,567,789</b>	<b>3,120</b>	<b>3,170</b>	<b>3,210</b>
Common stock.....	4,825,397	4,710,076	4,517,665	4,825,397	4,710,076	4,517,665	.....	.....	.....
Capital notes and debentures.....	32,045	32,068	33,001	28,925	28,898	29,791	3,120	3,170	3,210
Preferred stock.....	18,298	19,069	20,333	18,298	19,069	20,333	.....	.....	.....
Retrifiable value of preferred stock.....	27,941	29,316	30,884	27,941	29,316	30,884	.....	.....	.....
<b>Number of banks</b> .....	<b>13,441</b>	<b>13,449</b>	<b>13,457</b>	<b>13,218</b>	<b>13,229</b>	<b>13,237</b>	<b>223</b>	<b>220</b>	<b>220</b>

<sup>1</sup> Includes stock savings banks.

<sup>2</sup> Not reported separately. Included with "Reserves."

Back figures, 1934-1955: See the Annual Report for 1955, pp. 128-131, and earlier reports.

## EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED BANKS

- Table 108. Earnings, expenses, and dividends of insured commercial banks in the United States (continental U. S. and other areas), 1948-1956
- Table 109. Ratios of earnings, expenses, and dividends of insured commercial banks in the United States (continental U. S. and other areas), 1948-1956
- Table 110. Earnings, expenses, and dividends of insured commercial banks in the United States (continental U. S. and other areas), 1956  
*By class of bank*
- Table 111. Ratios of earnings, expenses, and dividends of insured commercial banks in the United States (continental U. S. and other areas), 1956  
*By class of bank*
- Table 112. Earnings, expenses, and dividends of insured commercial banks operating throughout 1956 in the United States (continental U. S. and other areas)  
*Banks grouped according to amount of deposits*
- Table 113. Ratios of earnings, expenses, and dividends of insured commercial banks operating throughout 1956 in the United States (continental U. S. and other areas)  
*Banks grouped according to amount of deposits*
- Table 114. Earnings, expenses, and dividends of insured commercial banks in the United States (continental U. S. and other areas), by State, 1956
- Table 115. Income, expenses, and dividends of insured mutual savings banks, 1951-1956
- Table 116. Ratios of income, expenses, and dividends of insured mutual savings banks, 1951-1956

### Commercial banks

Reports of earnings, expenses, and dividends are submitted to the Federal supervisory agencies on either a cash or an accrual basis.

Earnings data are included for all insured banks operating at the end of the respective years, unless indicated otherwise. In addition, appropriate adjustments have been made for banks in operation during part of the year but not at the end of the year. Data for 2 insured branches in Guam of an insured bank in California and for 12 insured branches in Puerto Rico of insured banks in New York are not available.

The uniform report of earnings and dividends for commercial banks was revised in 1948 to show separately for the first time charge-offs and transfers to valuation reserves as well as recoveries and transfers from valuation reserves. Also, the actual recoveries and losses that are credited and charged to valuation reserves were reported as memoranda items.

Averages of assets and liabilities shown in Tables 108-111 and 114 are based upon figures at the beginning, middle, and end of each year, as reported by banks operating on those dates, adjusted to exclude asset and liability figures for insured branches in Guam of an insured bank in California and in Puerto Rico of insured banks in New York. Consequently, the asset and liability averages are not strictly comparable with the earnings data, but the differences are not large enough to affect the totals significantly. Some further incomparability is also introduced into the data by class of bank by shifts between those classes during the year.

Assets and liabilities shown in Table 112, and utilized for computation of ratios shown in Table 113, are for the identical banks to which the earnings data pertain. The assets and liabilities are as of December 31, 1956.

### Mutual savings banks

A uniform report of income, expenses, and dividends for mutual savings banks was adopted by the Corporation for the calendar year 1951. Summaries of these reports for 1951-1956 are given in Tables 115 and 116. Data prior to 1951 are omitted because of lack of comparability.

The new form attempts to present operations on a basis accurately reflecting actual income and profit and loss, and provides more detailed information regarding losses and valuation adjustments. For a discussion of the history and principles of this uniform report see pp. 50-52 in Part Two of the 1951 Annual Report.

### Sources of data

National banks and State banks not members of the Federal Reserve System in the District of Columbia: Office of the Comptroller of the Currency.

State banks members of the Federal Reserve System: Board of Governors of the Federal Reserve System.

Other insured banks: Federal Deposit Insurance Corporation.

**Table 108. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1948-1956**  
(Amounts in thousands of dollars)

Earnings or expense item	1948	1949	1950	1951	1952	1953	1954	1955	1956
<b>Current operating earnings—total</b> .....	<b>3,403,586</b>	<b>3,606,879</b>	<b>3,930,696</b>	<b>4,395,411</b>	<b>4,931,688</b>	<b>5,483,954</b>	<b>5,773,787</b>	<b>6,377,705</b>	<b>7,231,921</b>
Interest on U. S. Government obligations.....	1,008,138	1,013,515	1,015,456	983,662	1,099,059	1,206,965	1,272,731	1,333,690	1,342,842
Interest and dividends on other securities.....	189,559	201,691	225,425	249,495	276,993	297,739	324,823	351,041	370,045
Interest and discount on loans.....	1,577,633	1,733,690	1,976,100	2,390,106	2,742,100	3,107,885	3,205,894	3,625,628	4,339,866
Service charges and fees on bank's loans.....	22,315	26,090	31,724	34,595	42,295	47,850	57,550	71,048	73,562
Service charges on deposit accounts.....	178,791	194,013	212,272	230,507	244,696	271,444	311,806	339,975	385,927
Other service charges, commissions, fees, and collection and exchange charges.....	97,456	95,420	104,602	116,140	121,868	132,978	144,140	155,004	168,497
Trust department.....	156,678	160,430	180,674	192,313	204,967	217,996	246,223	281,841	322,117
Other current operating earnings.....	178,016	182,030	184,445	198,593	199,713	201,101	210,621	219,579	229,068
<b>Current operating expenses—total</b> .....	<b>2,163,514</b>	<b>2,283,727</b>	<b>2,444,534</b>	<b>2,701,313</b>	<b>3,028,575</b>	<b>3,375,552</b>	<b>3,638,087</b>	<b>3,960,173</b>	<b>4,457,198</b>
Salaries—officers.....	381,756	410,685	446,043	486,300	530,035	582,405	622,862	666,152	720,866
Salaries and wages—employees.....	662,696	700,065	755,681	864,519	965,197	1,069,890	1,139,013	1,229,756	1,372,262
Fees paid to directors and members of executive, discount, and other committees.....	20,859	22,608	24,745	27,343	30,871	34,591	37,197	39,563	42,614
Interest on time and savings deposits.....	316,570	328,010	343,040	385,344	458,059	534,493	618,341	678,237	805,857
Interest and discount on borrowed money.....	3,432	3,582	4,296	9,667	20,921	24,171	8,556	23,093	45,392
Taxes other than on net income.....	106,163	113,569	128,101	135,590	139,290	148,783	166,452	176,840	187,526
Recurring depreciation on banking house, furniture and fixtures.....	48,271	53,988	59,469	65,845	74,953	84,085	94,720	108,306	128,085
Other current operating expenses.....	623,767	651,219	683,159	726,707	809,252	897,137	950,945	1,038,228	1,154,600
<b>Net current operating earnings</b> .....	<b>1,240,072</b>	<b>1,323,153</b>	<b>1,486,164</b>	<b>1,694,100</b>	<b>1,903,112</b>	<b>2,108,398</b>	<b>2,135,700</b>	<b>2,417,533</b>	<b>2,774,724</b>
<b>Recoveries, transfers from reserve accounts, and profits—total</b> .....	<b>266,439</b>	<b>213,187</b>	<b>245,461</b>	<b>169,233</b>	<b>144,146</b>	<b>152,373</b>	<b>631,496</b>	<b>239,598</b>	<b>250,171</b>
On securities:									
Recoveries.....	29,221	16,412	14,718	15,292	11,191	11,454	14,912	20,586	14,090
Transfers from reserve accounts.....	24,161	26,672	38,639	12,285	20,492	27,545	60,555	39,930	41,001
Profits on securities sold or redeemed.....	60,025	73,196	90,469	66,563	33,806	38,865	416,520	57,085	31,151
On loans:									
Recoveries.....	39,748	23,142	28,506	22,595	22,004	28,423	34,014	27,379	20,762
Transfers from reserve accounts.....	48,934	28,220	29,971	28,453	27,330	18,292	67,965	50,899	77,606
All other.....	64,350	45,546	43,187	34,046	29,324	27,794	47,530	43,722	65,563
<b>Losses, charge-offs, and transfers to reserve accounts—total</b> .....	<b>485,753</b>	<b>379,824</b>	<b>366,932</b>	<b>395,687</b>	<b>362,444</b>	<b>448,323</b>	<b>552,606</b>	<b>707,155</b>	<b>993,534</b>
On securities:									
Losses and charge-offs.....	78,590	88,671	38,721	83,756	97,512	155,969	66,670	221,232	317,381
Transfers to reserve accounts.....	40,941	33,044	54,518	31,680	29,531	54,160	126,173	67,276	101,830
On loans:									
Losses and charge-offs.....	32,393	29,064	23,030	21,215	23,637	31,774	29,269	28,159	32,018
Transfers to reserve accounts.....	278,666	221,167	191,248	204,202	154,510	132,127	222,998	303,600	452,940
All other.....	55,163	57,878	59,414	54,836	57,253	74,291	107,497	86,886	89,369

<b>Net profits before income taxes</b> .....	<b>1,020,758</b>	<b>1,156,514</b>	<b>1,364,690</b>	<b>1,467,645</b>	<b>1,684,813</b>	<b>1,812,451</b>	<b>2,214,591</b>	<b>1,949,976</b>	<b>2,031,360</b>
<b>Taxes on net income—total</b> .....	<b>275,422</b>	<b>325,148</b>	<b>427,776</b>	<b>559,475</b>	<b>694,883</b>	<b>786,490</b>	<b>907,560</b>	<b>793,737</b>	<b>814,636</b>
Federal.....	258,490	304,572	402,582	530,810	662,277	750,786	862,065	753,883	769,843
State.....	16,932	20,576	25,194	28,664	32,606	35,693	45,495	39,855	44,793
<b>Net profits after income taxes</b> .....	<b>745,336</b>	<b>831,364</b>	<b>936,915</b>	<b>908,175</b>	<b>989,931</b>	<b>1,025,963</b>	<b>1,307,032</b>	<b>1,156,240</b>	<b>1,216,725</b>
<b>Dividends and interest on capital—total</b> .....	<b>331,833</b>	<b>354,144</b>	<b>391,249</b>	<b>418,860</b>	<b>441,971</b>	<b>473,866</b>	<b>516,977</b>	<b>566,124</b>	<b>616,890</b>
Dividends declared on preferred stock and interest on capital notes and debentures.....	5,230	5,093	4,333	3,876	3,675	2,979	2,912	2,581	2,389
Cash dividends declared on common stock.....	326,603	349,052	386,916	414,984	438,298	470,888	514,066	563,543	614,501
<b>Net additions to capital from profits</b> .....	<b>413,503</b>	<b>477,220</b>	<b>545,666</b>	<b>489,315</b>	<b>547,961</b>	<b>552,097</b>	<b>790,055</b>	<b>590,118</b>	<b>599,835</b>
<b>Memoranda</b>									
<b>Recoveries credited to reserve accounts (not included in recoveries above):</b>									
On securities.....	7,224	2,600	3,565	2,363	4,855	2,232	3,154	3,146	3,332
On loans.....	10,844	19,645	28,507	28,477	31,508	33,612	40,384	39,794	42,717
<b>Losses charged to reserve accounts (not included in losses above):</b>									
On securities.....	18,031	6,104	6,324	17,725	25,598	38,480	15,841	68,140	95,505
On loans.....	46,487	72,978	157,733	64,735	64,607	89,186	89,495	88,417	123,529
<b>Average assets and liabilities<sup>2</sup></b>									
<b>Assets—total</b> .....	<b>150,726,513</b>	<b>151,566,078</b>	<b>158,986,894</b>	<b>169,207,394</b>	<b>179,803,463</b>	<b>185,685,283</b>	<b>193,339,614</b>	<b>202,331,676</b>	<b>209,712,780</b>
Cash and due from banks.....	36,247,026	35,683,829	36,006,423	40,373,273	42,952,808	43,192,523	42,976,798	43,510,745	45,728,691
United States Government obligations.....	64,291,298	63,080,759	63,846,830	59,711,922	61,065,059	60,868,295	64,372,065	63,808,049	58,257,149
Other securities.....	8,372,676	9,387,984	11,043,342	12,554,632	13,562,462	14,082,070	15,209,165	16,294,075	16,179,498
Loans and discounts.....	39,650,962	41,670,879	46,250,272	54,533,221	59,999,743	65,213,144	68,148,039	75,800,688	86,291,628
All other assets.....	1,664,551	1,742,647	1,840,027	2,034,346	2,223,391	2,329,251	2,633,547	2,918,119	3,255,814
<b>Liabilities and capital—total</b> .....	<b>150,726,513</b>	<b>151,566,078</b>	<b>158,986,894</b>	<b>169,207,394</b>	<b>179,803,463</b>	<b>185,685,283</b>	<b>193,339,614</b>	<b>202,331,676</b>	<b>209,712,780</b>
Total deposits.....	139,517,461	139,764,394	146,269,294	155,460,465	165,031,495	170,075,888	176,865,497	184,734,232	190,786,522
Demand deposits.....	104,195,063	103,362,159	109,322,633	118,189,171	126,213,312	127,028,332	130,023,191	135,122,391	139,690,432
Time and savings deposits.....	35,322,398	35,802,235	36,446,656	37,271,294	39,817,653	43,047,556	46,842,306	49,611,841	51,096,090
Borrowings and other liabilities.....	1,257,852	1,380,578	1,710,204	2,131,162	2,501,055	2,667,917	2,712,778	2,965,764	3,372,960
Total capital accounts.....	9,951,200	10,421,106	11,007,396	11,615,767	12,270,913	12,941,478	13,761,339	14,631,680	15,553,298
<b>Number of active officers, December 31</b> .....	<b>67,609</b>	<b>69,439</b>	<b>71,566</b>	<b>73,806</b>	<b>76,754</b>	<b>79,574</b>	<b>82,167</b>	<b>84,931</b>	<b>88,462</b>
<b>Number of other employees, December 31</b> .....	<b>292,015</b>	<b>296,308</b>	<b>312,324</b>	<b>334,961</b>	<b>358,325</b>	<b>376,750</b>	<b>386,625</b>	<b>408,791</b>	<b>433,563</b>
<b>Number of banks, December 31</b> .....	<b>13,419</b>	<b>13,436</b>	<b>13,446</b>	<b>13,455</b>	<b>13,439</b>	<b>13,432</b>	<b>13,323</b>	<b>13,237</b>	<b>13,218</b>

Note: Due to rounding differences, data for 1949 through 1956 may not add precisely to the indicated totals.

<sup>1</sup> Revised.

<sup>2</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1934-1947: See the following Annual Reports: 1950, pp. 250-251, and 1941, pp. 158-159.

Table 109. RATIOS OF EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1948-1956

Earnings or expense item	1948	1949	1950	1951	1952	1953	1954	1955	1956
<b>Amounts per \$100 of current operating earnings</b>									
<b>Current operating earnings—total</b> .....	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>
Interest on U. S. Government obligations.....	29.62	28.10	25.83	22.38	22.29	22.01	22.04	20.91	18.57
Interest and dividends on other securities.....	5.57	5.59	5.74	5.68	5.62	5.43	5.63	5.51	5.12
Income on loans.....	47.01	48.79	51.08	55.17	56.46	57.55	56.52	57.96	61.03
Service charges on deposit accounts.....	5.11	5.38	5.40	5.24	4.96	4.95	5.40	5.33	5.33
Other service charges, commissions, fees, and collection and exchange charges.....	2.86	2.65	2.66	2.64	2.47	2.42	2.50	2.43	2.33
Other current operating earnings.....	9.83	9.49	9.29	8.89	8.20	7.64	7.91	7.86	7.62
<b>Current operating expenses—total</b> .....	<b>63.57</b>	<b>63.32</b>	<b>62.19</b>	<b>61.46</b>	<b>61.41</b>	<b>61.55</b>	<b>63.01</b>	<b>62.09</b>	<b>61.63</b>
Salaries, wages, and fees.....	31.30	31.42	31.20	31.35	30.95	30.76	31.16	30.35	29.53
Interest on time and savings deposits.....	9.30	9.10	8.73	8.77	9.29	9.75	10.71	10.63	11.14
Taxes other than on net income.....	3.12	3.15	3.26	3.09	2.82	2.71	2.88	2.77	2.60
Recurring depreciation on banking house, furniture and fixtures.....	1.42	1.50	1.51	1.50	1.52	1.53	1.64	1.70	1.77
Other current operating expenses.....	18.43	18.15	17.49	16.75	16.83	16.80	16.62	16.64	16.59
<b>Net current operating earnings</b> .....	<b>36.43</b>	<b>36.68</b>	<b>37.81</b>	<b>38.54</b>	<b>38.59</b>	<b>38.45</b>	<b>36.99</b>	<b>37.91</b>	<b>38.37</b>
<b>Amounts per \$100 of total assets<sup>1</sup></b>									
Current operating earnings—total.....	2.26	2.38	2.47	2.60	2.74	2.96	2.98	3.15	3.45
Current operating expenses—total.....	1.44	1.51	1.54	1.60	1.68	1.82	1.88	1.96	2.13
Net current operating earnings.....	.82	.87	.93	1.00	1.06	1.14	1.10	1.19	1.32
Recoveries, transfers from reserve accounts, and profits—total.....	.18	.14	.16	.10	.08	.08	.33	.12	.12
Losses, charge-offs, and transfers to reserve accounts—total.....	.32	.25	.23	.23	.20	.24	.28	.35	.47
Net profits before income taxes.....	.68	.76	.86	.87	.94	.98	1.15	.96	.97
Net profits after income taxes.....	.49	.55	.59	.54	.55	.55	.68	.57	.58
<b>Amounts per \$100 of total capital accounts<sup>1</sup></b>									
Net current operating earnings.....	12.46	12.70	13.50	14.58	15.51	16.29	15.52	16.52	17.84
Recoveries, transfers from reserve accounts, and profits—total.....	2.68	2.04	2.23	1.46	1.17	1.18	4.59	1.64	1.61
Losses, charge-offs, and transfers to reserve accounts—total.....	4.88	3.64	3.33	3.41	2.95	3.46	4.02	4.83	6.39
Net profits before income taxes.....	10.26	11.10	12.40	12.63	13.73	14.01	16.09	13.33	13.06
Taxes on net income.....	2.77	3.12	3.89	4.81	5.66	6.08	6.59	5.43	5.24
Net profits after income taxes.....	7.49	7.98	8.51	7.82	8.07	7.93	9.50	7.82	7.82
Cash dividends declared.....	3.33	3.40	3.55	3.61	3.60	3.66	3.76	3.87	3.96
Net additions to capital from profits.....	4.16	4.58	4.96	4.21	4.47	4.27	5.74	4.03	3.86

<b>Special ratios<sup>1</sup></b>									
Income on loans per \$100 of loans .....	4.04	4.22	4.34	4.45	4.64	4.84	4.79	4.88	5.11
Income on U. S. Government obligations per \$100 of U. S. Government obligations .....	1.57	1.61	1.59	1.65	1.80	1.98	1.98	2.09	2.31
Income on other securities per \$100 of other securities .....	2.14	2.15	2.04	1.99	2.04	2.11	2.14	2.15	2.29
Service charges per \$100 of demand deposits .....	.17	.19	.19	.20	.20	.21	.24	.25	.28
Interest paid per \$100 of time and savings deposits .....	.90	.91	.94	1.03	1.15	1.24	1.32	1.38	1.58
<b>Assets and liabilities per \$100 of total assets<sup>1</sup></b>									
<b>Assets—total .....</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Cash and due from banks .....	24.05	23.55	22.65	23.86	23.89	23.26	22.23	21.51	21.81
United States Government obligations .....	42.65	41.62	40.16	35.29	33.96	32.78	33.29	31.54	27.78
Other securities .....	5.89	6.19	6.94	7.42	7.54	7.58	7.87	8.05	7.71
Loans and discounts .....	26.31	27.49	29.09	32.23	33.37	35.12	35.25	37.46	41.15
All other assets .....	1.10	1.15	1.16	1.20	1.24	1.26	1.36	1.44	1.55
<b>Liabilities and capital—total .....</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total deposits .....	92.56	92.21	92.00	91.88	91.78	91.59	91.48	91.30	90.97
<i>Demand deposits .....</i>	<i>69.13</i>	<i>68.52</i>	<i>69.08</i>	<i>69.85</i>	<i>69.64</i>	<i>68.41</i>	<i>67.85</i>	<i>66.93</i>	<i>66.61</i>
<i>Time and savings deposits .....</i>	<i>23.43</i>	<i>23.69</i>	<i>22.92</i>	<i>22.03</i>	<i>22.14</i>	<i>23.18</i>	<i>24.23</i>	<i>24.37</i>	<i>24.36</i>
Borrowings and other liabilities .....	.84	.91	1.08	1.26	1.39	1.44	1.40	1.47	1.61
Total capital accounts .....	6.60	6.88	6.92	6.86	6.83	6.97	7.12	7.23	7.42
Number of banks, December 31 .....	13,419	13,436	13,446	13,455	13,439	13,432	13,323	13,237	13,218

<sup>1</sup>Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1934-1947: See the following Annual Reports: 1950, pp. 252-253, and 1941, pp. 160-161.

**Table 110. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1956**

BY CLASS OF BANK  
(Amounts in thousands of dollars)

Earnings or expense item	Total	Members F. R. System		Not members F. R. System	Operating throughout the year	Operating less than full year <sup>1</sup>
		National	State			
<b>Current operating earnings—total</b> .....	<b>7,231,921</b>	<b>3,820,540</b>	<b>2,256,697</b>	<b>1,154,684</b>	<b>7,162,228</b>	<b>69,693</b>
Interest on U. S. Government obligations.....	1,342,842	735,039	365,226	242,577	1,329,704	13,138
Interest and dividends on other securities.....	370,045	201,823	105,947	62,275	367,450	2,595
Interest and discount on loans.....	4,339,866	2,314,120	1,347,884	677,862	4,314,788	25,078
Service charges and fees on bank's loans.....	73,562	37,773	24,901	10,888	73,244	319
Service charges on deposit accounts.....	385,927	210,674	99,491	75,762	382,894	3,033
Other service charges, commissions, fees, and collection and exchange charges.....	168,497	69,931	51,643	46,923	167,636	861
Trust department.....	322,117	116,794	192,280	13,043	299,964	22,153
Other current operating earnings.....	229,068	134,386	69,326	25,356	226,550	2,518
<b>Current operating expenses—total</b> .....	<b>4,457,198</b>	<b>2,327,841</b>	<b>1,351,302</b>	<b>778,055</b>	<b>4,409,292</b>	<b>47,906</b>
Salaries—officers.....	720,866	858,031	195,164	167,671	713,342	7,525
Salaries and wages—employees.....	1,372,262	716,822	465,010	190,430	1,356,018	16,244
Fees paid to directors and members of executive, discount, and other committees.....	42,614	19,252	9,903	13,459	42,268	347
Interest on time and savings deposits.....	805,857	435,444	213,778	156,635	800,140	5,717
Interest and discount on borrowed money.....	45,392	25,542	18,251	1,599	45,270	122
Taxes other than on net income.....	187,526	106,219	50,989	30,318	186,104	1,422
Recurring depreciation on banking house, furniture and fixtures.....	128,085	69,967	32,880	25,238	126,935	1,150
Other current operating expenses.....	1,154,600	596,564	365,326	192,710	1,139,219	15,382
<b>Net current operating earnings</b> .....	<b>2,774,724</b>	<b>1,492,699</b>	<b>905,395</b>	<b>376,630</b>	<b>2,752,938</b>	<b>21,787</b>
<b>Recoveries, transfers from reserve accounts, and profits—total</b> .....	<b>250,171</b>	<b>119,005</b>	<b>106,801</b>	<b>24,365</b>	<b>239,459</b>	<b>10,713</b>
On securities:						
Recoveries.....	14,090	10,082	2,496	1,512	12,987	1,103
Transfers from reserve accounts.....	41,001	25,462	14,283	1,256	35,991	5,010
Profits on securities sold or redeemed.....	31,151	11,414	16,112	3,625	30,876	275
On loans:						
Recoveries.....	20,762	10,494	8,815	6,453	20,349	413
Transfers from reserve accounts.....	77,606	32,930	40,349	4,327	77,421	185
All other.....	65,563	28,623	29,747	7,193	61,835	3,727
<b>Losses, charge-offs, and transfers to reserve accounts—total</b> .....	<b>993,534</b>	<b>536,031</b>	<b>343,793</b>	<b>113,710</b>	<b>987,624</b>	<b>5,910</b>
On securities:						
Losses and charge-offs.....	817,381	182,519	94,052	40,810	314,204	3,177
Transfers to reserve accounts.....	101,830	61,319	35,682	4,829	101,623	207
On loans:						
Losses and charge-offs.....	32,018	11,119	10,732	10,167	31,755	264
Transfers to reserve accounts.....	452,940	232,893	174,651	45,396	451,240	1,699
All other.....	89,369	48,181	28,677	12,511	88,804	665



<b>Net profits before income taxes</b> .....	2,031,360	1,075,673	668,404	287,283	2,004,771	26,589
<b>Taxes on net income—total</b> .....	814,636	430,366	287,318	96,952	805,626	9,011
Federal.....	769,843	411,649	265,558	92,641	761,715	8,128
State.....	44,793	18,717	21,765	4,311	43,911	883
<b>Net profits after income taxes</b> .....	1,216,725	645,307	381,086	190,332	1,199,146	17,579
<b>Dividends and interest on capital—total</b> .....	616,890	329,230	217,681	69,979	612,055	4,835
Dividends declared on preferred stock and interest on capital notes and debentures.....	2,389	177	1,415	797	2,387	2
Cash dividends declared on common stock.....	614,501	329,053	216,266	69,182	609,669	4,833
<b>Net additions to capital from profits</b> .....	599,835	316,077	163,405	120,353	587,091	12,744
<b>Memoranda</b>						
Recoveries credited to reserve accounts (not included in recoveries above):						
On securities.....	3,332	2,945	240	147	2,846	486
On loans.....	42,717	26,663	8,780	7,274	42,600	117
Losses charged to reserve accounts (not included in losses above):						
On securities.....	95,505	56,170	36,660	2,675	95,471	34
On loans.....	123,529	66,863	41,673	14,998	123,319	210
<b>Average assets and liabilities<sup>1</sup></b>						
<b>Assets—total</b> .....	209,712,780	113,819,808	65,855,444	30,037,528		
Cash and due from banks.....	45,728,691	25,415,842	15,201,124	5,111,725		
United States Government obligations.....	58,257,149	31,900,555	16,253,144	10,103,450		
Other securities.....	16,179,498	8,994,661	4,422,079	2,762,758		
Loans and discounts.....	86,291,628	45,799,314	28,790,315	11,701,999		
All other assets.....	3,255,814	1,709,436	1,188,782	357,596		
<b>Liabilities and capital—total</b> .....	209,712,780	113,819,808	65,855,444	30,037,528		
Total deposits.....	190,786,522	103,963,387	59,362,059	27,461,076		
Demand deposits.....	139,690,432	76,155,822	45,775,316	17,759,294		
Time and savings deposits.....	51,096,090	27,807,565	13,586,743	9,701,782		
Borrowings and other liabilities.....	3,372,960	1,657,346	1,451,336	264,278		
Total capital accounts.....	15,553,298	8,199,075	5,042,049	2,312,174		
Number of active officers, December 31.....	88,462	41,923	19,386	27,153	87,903	559
Number of other employees, December 31.....	433,563	228,463	135,151	69,949	430,402	3,161
Number of banks, December 31.....	13,218	4,651	1,807	6,760	13,101	117

Note: Due to rounding differences, earnings data of State banks may not add precisely to the indicated totals.

<sup>1</sup> Includes banks operating less than full year and a few banks which engage primarily in fiduciary business.

<sup>2</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1934-1955: See Table 108, pp. 116-117, the Annual Report for 1955, pp. 138-139, and earlier reports.

**Table III. RATIOS OF EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), 1956**  
BY CLASS OF BANK

Earnings or expense item	Total	Members F. R. System		Not members F. R. System
		National	State	
<b>Amounts per \$100 of current operating earnings</b>				
<b>Current operating earnings—total</b> .....	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>
Interest on United States Government obligations.....	18.57	19.24	16.18	21.01
Interest and dividends on other securities.....	5.12	5.28	4.70	5.39
Income on loans.....	61.03	61.56	60.83	59.65
Service charges on deposits accounts.....	5.33	5.51	4.41	6.56
Other service charges, commissions, fees, and collection and exchange charges.....	2.33	1.83	2.29	4.06
Other current operating earnings.....	7.62	6.58	11.59	3.33
<b>Current operating expenses—total</b> .....	<b>61.63</b>	<b>60.93</b>	<b>59.88</b>	<b>67.38</b>
Salaries, wages, and fees.....	29.53	28.64	29.69	32.18
Interest on time and savings deposits.....	11.14	11.40	9.47	13.56
Taxes other than on net income.....	2.60	2.78	2.26	2.62
Recurring depreciation on banking house, furniture and fixtures.....	1.77	1.83	1.46	2.19
Other current operating expenses.....	16.59	16.28	17.00	16.83
<b>Net current operating earnings</b> .....	<b>38.37</b>	<b>39.07</b>	<b>40.12</b>	<b>32.62</b>
<b>Amounts per \$100 of total assets<sup>1</sup></b>				
Current operating earnings—total.....	3.45	3.36	3.42	3.84
Current operating expenses—total.....	2.13	2.05	2.05	2.59
Net current operating earnings.....	1.32	1.31	1.37	1.25
Recoveries, transfers from reserve accounts, and profits—total.....	.12	.10	.16	.08
Losses, charge-offs, and transfers to reserve accounts—total.....	.47	.47	.52	.38
Net profits before income taxes.....	.97	.94	1.01	.95
Net profits after income taxes.....	.58	.57	.58	.63
<b>Memoranda</b>				
Recoveries credited to reserve accounts (not included in recoveries above):				
On securities.....	( <sup>2</sup> )	( <sup>2</sup> )	( <sup>2</sup> )	( <sup>2</sup> )
On loans.....	.02	.02	.01	.02
Losses charged to reserve accounts (not included in losses above):				
On securities.....	.05	.05	.06	.01
On loans.....	.06	.06	.06	.05

<b>Amounts per \$100 of total capital accounts<sup>1</sup></b>				
Net current operating earnings.....	17.84	18.21	17.96	16.29
Recoveries, transfers from reserve accounts, and profits—total.....	1.61	1.45	2.12	1.05
Losses, charge-offs, and transfers to reserve accounts—total.....	6.39	6.64	6.82	4.92
Net profits before income taxes.....	13.06	13.12	13.26	12.42
Taxes on net income.....	5.24	5.25	5.70	4.19
Net profits after income taxes.....	7.82	7.87	7.56	8.23
Cash dividends declared.....	3.96	4.01	4.32	3.03
Net additions to capital from profits.....	3.86	3.86	3.24	5.20
<b>Memoranda</b>				
Recoveries credited to reserve accounts (not included in recoveries above):				
On securities.....	.02	.04	( <sup>2</sup> )	.01
On loans.....	.27	.33	.17	.31
Losses charged to reserve accounts (not included in losses above):				
On securities.....	.61	.69	.73	.12
On loans.....	.79	.82	.83	.65
<b>Special ratios<sup>1</sup></b>				
Income on loans per \$100 of loans.....	5.11	5.14	4.77	5.89
Income on U. S. Government obligations per \$100 of U. S. Government obligations.....	2.31	2.30	2.25	2.40
Income on other securities per \$100 of other securities.....	2.29	2.24	2.40	2.25
Service charges per \$100 of demand deposits.....	.28	.28	.22	.43
Interest paid per \$100 of time and savings deposits.....	1.58	1.57	1.57	1.61
<b>Assets and liabilities per \$100 of total assets<sup>1</sup></b>				
<b>Assets—total.....</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Cash and due from banks.....	21.81	22.33	23.08	17.02
United States Government obligations.....	27.78	28.03	24.68	33.63
Other securities.....	7.71	7.90	6.71	9.20
Loans and discounts.....	41.15	40.24	43.72	38.96
All other assets.....	1.55	1.50	1.81	1.19
<b>Liabilities and capital—total.....</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total deposits.....	90.97	91.34	90.14	91.42
Demand deposits.....	66.67	66.91	69.51	59.12
Time deposits.....	24.30	24.43	20.63	32.30
Borrowings and other liabilities.....	1.61	1.46	2.20	.88
Total capital accounts.....	7.42	7.20	7.66	7.70
Number of banks, December 31.....	13,218	4,651	1,807	6,760

<sup>1</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

<sup>2</sup> Less than .005.

Back figures, 1934-1955: See Table 109, pp. 118-119, the Annual Report for 1955, pp. 140-141, and earlier reports.

**Table 112. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS OPERATING THROUGHOUT 1956  
IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS)**

BANKS GROUPED ACCORDING TO AMOUNT OF DEPOSITS

Earnings or expense item	All banks <sup>1</sup>	Banks with deposits of— <sup>2</sup>								
		Less than \$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 \$25,000,000	\$25,000,000 to \$50,000,000	\$50,000,000 to \$100,000,000	\$100,000,000 to \$500,000,000	\$500,000,000 or more
		(Amounts in thousands of dollars)								
<b>Current operating earnings—total</b> .....	<b>7,162,228</b>	<b>47,752</b>	<b>160,515</b>	<b>529,974</b>	<b>565,686</b>	<b>787,339</b>	<b>546,803</b>	<b>539,843</b>	<b>1,475,561</b>	<b>2,508,756</b>
Interest on U. S. Government obligations.....	1,329,704	10,487	38,110	125,768	128,237	171,310	116,415	105,965	261,159	372,254
Interest and dividends on other securities.....	367,450	1,686	6,846	29,660	34,561	42,991	28,787	27,491	70,350	125,080
Interest and discount on loans.....	4,314,788	29,360	96,199	312,237	328,908	468,041	311,581	315,064	882,060	1,586,339
Service charges and fees on bank's loans.....	73,244	251	592	2,591	3,805	7,374	4,994	6,257	12,881	34,500
Service charges on deposit accounts.....	382,894	2,195	7,775	30,140	39,894	60,475	39,184	34,227	71,621	97,382
Other service charges, commissions, fees, and collection and exchange charges.....	167,636	3,048	8,298	19,041	14,945	19,305	12,272	11,765	29,395	49,567
Trust department.....	299,964	39	200	964	3,637	12,832	14,990	20,482	89,353	157,478
Other current operating earnings.....	226,550	687	2,495	9,583	11,699	20,010	18,581	18,594	58,744	86,158
<b>Current operating expenses—total</b> .....	<b>4,409,292</b>	<b>32,250</b>	<b>105,530</b>	<b>348,226</b>	<b>374,084</b>	<b>525,718</b>	<b>362,530</b>	<b>352,928</b>	<b>910,600</b>	<b>1,397,425</b>
Salaries—officers.....	713,342	13,180	36,069	94,077	79,823	92,138	56,647	52,534	124,205	164,668
Salaries and wages—employees.....	1,356,018	4,127	16,587	69,302	90,567	145,494	106,841	110,919	309,146	503,036
Fees paid to directors and members of execu- tive, discount, and other committees.....	42,268	940	3,097	9,531	7,367	7,464	3,363	2,596	4,451	3,461
Interest on time and savings deposits.....	800,140	4,407	18,189	69,009	76,808	104,371	72,085	59,134	138,914	257,224
Interest and discount on borrowed money.....	45,270	41	123	546	618	1,111	1,457	2,675	10,362	28,336
Taxes other than on net income.....	186,104	1,405	4,851	15,229	16,208	20,952	15,096	15,254	40,294	56,816
Recurring depreciation on banking house, furniture and fixtures.....	126,935	730	3,010	11,947	13,666	19,529	12,613	11,608	25,643	28,187
Other current operating expenses.....	1,139,219	7,422	23,605	78,585	89,028	134,659	94,430	98,210	257,585	355,696
<b>Net current operating earnings</b> .....	<b>2,752,938</b>	<b>15,502</b>	<b>54,985</b>	<b>181,748</b>	<b>191,601</b>	<b>261,620</b>	<b>184,271</b>	<b>186,916</b>	<b>564,961</b>	<b>1,111,333</b>
<b>Recoveries, transfers from reserve ac- counts, and profits—total</b> .....	<b>239,459</b>	<b>1,230</b>	<b>3,541</b>	<b>10,155</b>	<b>9,436</b>	<b>13,084</b>	<b>10,714</b>	<b>9,465</b>	<b>46,193</b>	<b>135,639</b>
On securities:										
Recoveries.....	12,987	40	118	753	1,096	912	1,779	740	4,989	2,565
Transfers from reserve accounts.....	35,991	3	75	197	607	1,207	1,162	1,102	12,198	19,442
Profits on securities sold or redeemed.....	30,876	36	211	894	1,301	1,528	1,215	2,101	6,843	16,747
On loans:										
Recoveries.....	20,349	907	2,231	4,916	3,191	2,574	1,370	686	2,023	2,453
Transfers from reserve accounts.....	77,421	77	183	939	1,246	2,318	1,692	2,435	12,484	56,047
All other.....	61,835	169	728	2,457	1,996	4,545	3,497	2,402	7,658	38,385
<b>Losses, charge-offs, and transfers to re- serve accounts—total</b> .....	<b>987,624</b>	<b>3,180</b>	<b>11,951</b>	<b>47,550</b>	<b>60,779</b>	<b>90,175</b>	<b>70,793</b>	<b>67,002</b>	<b>204,161</b>	<b>432,035</b>
On securities:										
Losses and charge-offs.....	314,204	372	2,422	16,834	25,143	37,879	28,912	22,792	69,607	110,244
Transfers to reserve accounts.....	101,623	139	463	1,330	1,498	3,133	2,535	4,654	15,664	72,209
On loans:										
Losses and charge-offs.....	31,755	1,506	8,890	7,779	5,005	3,169	1,179	575	1,402	7,247
Transfers to reserve accounts.....	451,240	783	3,302	15,372	22,015	36,164	31,138	31,614	97,597	213,260
All other.....	88,804	382	1,875	6,236	7,118	9,880	7,030	7,367	19,892	29,076

Net profits before income taxes.....	2,004,771	13,553	46,575	144,353	140,259	184,529	124,194	129,379	406,992	814,937
Taxes on net income—total.....	805,626	3,700	13,119	43,588	49,249	72,110	50,659	53,061	174,537	345,601
Federal.....	761,715	3,545	12,571	42,006	47,697	69,802	49,127	51,037	167,303	318,628
State.....	43,911	155	547	1,582	1,552	2,309	1,533	2,024	7,236	26,973
Net profits after income taxes.....	1,199,146	9,852	33,456	100,766	91,010	112,419	73,534	76,319	232,455	469,336
Dividends and interest on capital—total.....	612,055	3,440	11,517	36,526	35,769	46,974	33,491	36,493	118,577	289,269
Dividends declared on preferred stock and interest on capital notes and debentures..	2,387	7	23	94	84	250	206	550	1,175	.....
Cash dividends declared on common stock..	609,669	3,434	11,494	36,432	35,685	46,725	33,285	35,942	117,402	289,269
Net additions to capital from profits.....	587,091	6,412	21,940	64,240	55,241	65,446	40,044	39,826	113,878	180,066
<b>Memoranda</b>										
Recoveries credited to reserve accounts (not included in recoveries above):										
On securities.....	2,846	.....	8	55	82	17	57	23	751	1,858
On loans.....	42,600	232	942	3,727	4,549	5,258	3,372	3,274	6,945	14,303
Losses charged to reserve accounts (not included in losses above):										
On securities.....	95,471	1	60	238	670	1,869	1,779	5,549	16,942	68,365
On loans.....	123,319	451	1,914	7,787	9,471	11,679	8,290	8,349	17,808	57,574
<b>Assets and Liabilities<sup>1</sup></b>										
<b>Assets—total.....</b>	<b>215,388,851</b>	<b>1,278,201</b>	<b>4,491,759</b>	<b>15,304,399</b>	<b>16,309,124</b>	<b>22,435,817</b>	<b>15,923,960</b>	<b>15,871,886</b>	<b>44,674,956</b>	<b>79,098,749</b>
Cash and due from banks.....	48,274,049	281,656	919,444	3,055,213	3,186,379	4,398,420	3,231,470	3,518,087	10,983,283	18,695,097
United States Government obligations.....	57,721,093	443,688	1,612,080	5,304,817	5,464,056	7,322,692	5,088,221	4,677,789	11,468,614	16,339,136
Other securities.....	15,948,275	75,274	314,678	1,378,393	1,637,117	2,078,961	1,338,560	1,253,924	2,977,819	4,393,549
Loans and discounts.....	89,893,937	470,011	1,611,442	5,419,250	5,832,840	8,329,277	6,030,958	6,181,152	18,538,770	37,480,237
All other assets.....	3,551,497	7,572	34,115	146,726	188,732	306,467	234,751	240,934	701,470	1,690,730
<b>Liabilities and capital—total.....</b>	<b>215,388,851</b>	<b>1,278,201</b>	<b>4,491,759</b>	<b>15,304,399</b>	<b>16,309,124</b>	<b>22,435,817</b>	<b>15,923,960</b>	<b>15,871,886</b>	<b>44,674,956</b>	<b>79,098,749</b>
Total deposits.....	195,896,830	1,136,518	4,050,200	13,969,122	14,988,817	20,678,880	14,706,814	14,641,959	41,027,278	70,697,242
Demand deposits.....	143,948,518	867,225	2,882,408	9,455,959	9,834,342	13,431,208	9,893,879	10,706,060	31,950,459	54,876,978
Time and savings deposits.....	51,948,312	269,293	1,167,792	4,513,163	5,154,475	7,197,672	4,812,935	3,935,899	9,076,819	15,820,264
Borrowings and other liabilities.....	3,569,403	2,838	13,841	60,598	100,138	198,383	167,409	186,827	582,012	2,257,357
Total capital accounts.....	15,922,618	138,845	427,718	1,274,679	1,220,169	1,558,554	1,049,737	1,043,100	3,065,666	6,144,150
Number of active officers, December 31.....	87,903	3,673	7,795	16,375	11,397	11,223	6,279	5,383	11,399	14,379
Number of other employees, December 31....	430,402	2,427	7,979	28,426	33,474	51,145	36,518	37,230	97,142	186,061
Number of banks, December 31.....	13,101	1,606	2,768	4,345	2,144	1,369	433	209	192	45

Note: Due to rounding differences, components may not add precisely to the indicated totals.

<sup>1</sup> This group of banks is the same as the group shown in Table 110 under the heading "Operating throughout the year."

<sup>2</sup> Asset and liability items are as of December 31, 1956.

Back figures, 1941-1955: See the Annual Report for 1955, pp. 142-143, and earlier reports.

**Table 113. RATIOS OF EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS OPERATING THROUGHOUT 1956  
IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS)**

**BANKS GROUPED ACCORDING TO AMOUNT OF DEPOSITS**

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FEDERAL DEPOSIT INSURANCE CORPORATION

Earnings or expense item	All banks <sup>1</sup>	Banks with deposits of— <sup>2</sup>								
		Less than \$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 \$25,000,000	\$25,000,000 to \$50,000,000	\$50,000,000 to \$100,000,000	\$100,000,000 to \$500,000,000	\$500,000,000 or more
<b>Amounts per \$100 of current operating earnings</b>										
<b>Current operating earnings—total</b> .....	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>
Interest on U. S. Government obligations..	18.56	21.96	23.74	23.73	22.67	21.76	21.29	19.63	17.70	14.84
Interest and dividends on other securities...	5.13	3.53	4.27	5.60	6.11	5.46	5.26	5.09	4.77	4.98
Income on loans.....	61.27	62.01	60.30	59.40	58.82	58.48	57.90	59.52	60.65	64.61
Service charges on deposit accounts.....	5.35	4.60	4.84	5.69	7.05	7.68	7.17	6.34	4.85	3.88
Other service charges, commissions, fees, and collection and exchange charges.....	2.34	6.38	5.17	3.59	2.64	2.45	2.24	2.18	1.99	1.98
Other current operating earnings.....	7.35	1.52	1.68	1.99	2.71	4.17	6.14	7.24	10.04	9.71
<b>Current operating expenses—total</b> .....	<b>61.56</b>	<b>67.54</b>	<b>65.74</b>	<b>65.71</b>	<b>66.13</b>	<b>66.77</b>	<b>66.30</b>	<b>65.38</b>	<b>61.71</b>	<b>55.70</b>
Salaries, wages, and fees.....	29.48	38.21	34.73	32.63	31.42	31.13	30.51	30.76	29.67	26.75
Interest on time and savings deposits.....	11.17	9.23	11.33	13.02	13.58	13.26	13.18	10.95	9.41	10.25
Taxes other than on net income.....	2.60	2.94	3.02	2.87	2.86	2.66	2.76	2.83	2.73	2.27
Recurring depreciation on banking house, furniture and fixtures.....	1.77	1.53	1.88	2.26	2.42	2.48	2.31	2.15	1.74	1.12
Other current operating expenses.....	16.54	15.63	14.78	14.93	15.85	17.24	17.54	18.69	18.16	15.31
<b>Net current operating earnings</b> .....	<b>38.44</b>	<b>32.46</b>	<b>34.26</b>	<b>34.29</b>	<b>33.87</b>	<b>33.23</b>	<b>33.70</b>	<b>34.62</b>	<b>38.29</b>	<b>44.30</b>
<b>Amounts per \$100 of total assets<sup>2</sup></b>										
Current operating earnings—total.....	3.33	3.73	3.57	3.46	3.47	3.51	3.43	3.40	3.30	3.17
Current operating expenses—total.....	2.05	2.52	2.35	2.27	2.29	2.34	2.27	2.22	2.04	1.76
Net current operating earnings.....	1.28	1.21	1.22	1.19	1.18	1.17	1.16	1.18	1.26	1.41
Recoveries, transfers from reserve accounts, and profits—total.....	.11	.10	.08	.06	.05	.05	.07	.06	.10	.17
Losses, charge-offs, and transfers to reserve accounts—total.....	.46	.25	.26	.31	.37	.40	.45	.42	.45	.55
Net profits before income taxes.....	.93	1.06	1.04	.94	.86	.82	.78	.82	.91	1.03
Net profits after income taxes.....	.56	.77	.74	.66	.56	.50	.46	.48	.52	.59
<b>Memoranda</b>										
Recoveries credited to reserve accounts (not included in recoveries above):										
On securities.....	(3)		(3)	(3)	(3)	(3)	(3)	(3)	(3)	(3)
On loans.....	.02	.02	.02	.02	.03	.02	.02	.02	.02	.02
Losses charged to reserve accounts (not included in losses above):										
On securities.....	.04	(3)	(3)	(3)	(3)	.01	.01	.03	.04	.09
On loans.....	.06	.04	.04	.05	.06	.05	.05	.05	.04	.07

Amounts per \$100 of total capital accounts <sup>1</sup>										
Net current operating earnings.....	17.29	11.16	12.85	14.26	15.70	16.79	17.55	17.92	18.43	18.09
Recoveries, transfers from reserve accounts, and profits—total.....	1.50	.89	.83	.80	.78	.84	1.02	.91	1.51	2.20
Losses, charge-offs, and transfers to reserve accounts—total.....	6.20	2.29	2.79	3.73	4.98	5.79	6.74	6.42	6.66	7.03
Net profits before income taxes.....	12.59	9.76	10.89	11.33	11.50	11.84	11.83	12.41	13.28	13.26
Taxes on net income.....	5.06	2.66	3.07	3.42	4.04	4.63	4.83	5.09	5.70	5.62
Net profits after income taxes.....	7.53	7.10	7.82	7.91	7.46	7.21	7.00	7.32	7.58	7.64
Cash dividends declared.....	3.84	2.48	2.69	2.87	2.93	3.01	3.19	3.50	3.87	4.71
Net additions to capital from profits.....	3.69	4.62	5.13	5.04	4.53	4.20	3.81	3.82	3.71	2.93
<b>Memoranda</b>										
Recoveries credited to reserve accounts (not included in recoveries above):										
On securities.....	.02		( <sup>2</sup> )	( <sup>3</sup> )	.01	( <sup>3</sup> )	.01	( <sup>3</sup> )	.02	.03
On loans.....	.27	.17	.22	.29	.37	.34	.32	.31	.23	.23
Losses charged to reserve accounts (not included in losses above):										
On securities.....	.60	( <sup>3</sup> )	.01	.02	.05	.12	.17	.53	.55	1.11
On loans.....	.77	.32	.45	.61	.78	.75	.79	.80	.58	.94
<b>Special ratios<sup>2</sup></b>										
Income on loans per \$100 of loans.....	4.88	6.30	6.01	5.81	5.70	5.53	5.25	5.20	4.83	4.32
Income on U. S. Government obligations per \$100 of U. S. Government obligations....	2.30	2.36	2.36	2.37	2.35	2.34	2.29	2.27	2.28	2.28
Income on other securities per \$100 of other securities.....	2.30	2.24	2.18	2.15	2.11	2.07	2.15	2.19	2.36	2.56
Service charges per \$100 of demand deposits..	.27	.25	.27	.32	.41	.45	.40	.32	.22	.18
Interest paid per \$100 of time and savings deposits.....	1.54	1.64	1.56	1.53	1.49	1.45	1.50	1.50	1.53	1.63
<b>Assets and liabilities per \$100 of total assets<sup>2</sup></b>										
<b>Assets—total.....</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Cash and due from banks.....	22.41	22.04	20.47	19.96	19.54	19.60	20.29	22.17	24.60	23.63
United States Government obligations.....	26.80	34.71	35.89	34.66	33.50	32.64	31.95	29.47	25.67	20.66
Other securities.....	7.40	5.89	7.01	9.01	10.04	9.27	8.41	7.90	6.66	6.19
Loans and discounts.....	41.74	36.77	35.87	35.41	35.76	37.12	37.87	38.94	41.50	47.38
All other assets.....	1.65	.59	.76	.96	1.16	1.37	1.48	1.52	1.57	2.14
<b>Liabilities and capital—total.....</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total deposits.....	90.95	88.92	90.17	91.28	91.90	92.17	92.36	92.25	91.84	89.38
Demand deposits.....	66.83	67.85	64.17	61.79	60.30	60.09	62.13	67.45	71.52	69.38
Time deposits.....	24.12	21.07	26.00	29.49	31.60	32.08	30.23	24.80	20.32	20.00
Borrowings and other liabilities.....	1.66	.22	.31	.39	.62	.88	1.05	1.18	1.30	2.85
Total capital accounts.....	7.39	10.86	9.52	8.33	7.48	6.95	6.59	6.57	6.86	7.77
Number of banks, December 31.....	13,101	1,606	2,758	4,345	2,144	1,369	433	209	192	45

<sup>1</sup> This group of banks is the same as the group shown in Table 110 under the heading "Operating throughout the year." These ratios differ slightly from the ratios for all insured commercial banks shown in Tables 109 and 111.

<sup>2</sup> Asset and liability items are as of December 31, 1956.

<sup>3</sup> Less than .005.

Back figures, 1941-1955: See the Annual Report for 1955, pp. 144-145, and earlier reports.

**Table 114. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY STATE, 1956**  
(Amounts in thousands of dollars)

Earnings or expense item	U. S. (continental U. S. and other areas)	Other areas			Continental United States	Alabama	Arizona	Arkansas	California	Colorado	Connecticut
		Alaska	Puerto Rico	Other <sup>1</sup>							
<b>Current operating earnings—total</b> .....	<b>7,231,921</b>	<b>6,658</b>	<b>11,759</b>	<b>2,424</b>	<b>7,211,080</b>	<b>64,138</b>	<b>37,359</b>	<b>37,017</b>	<b>811,064</b>	<b>63,844</b>	<b>88,758</b>
Interest on U. S. Government obligations.....	1,342,842	1,316	738	479	1,340,309	11,698	4,849	7,260	126,062	12,686	15,110
Interest and dividends on other securities..	370,045	272	788	125	368,860	4,170	1,710	2,971	35,525	1,811	4,267
Interest and discount on loans.....	4,339,866	3,361	8,027	1,374	4,327,104	39,005	23,978	20,943	512,802	38,399	49,991
Service charges and fees on bank's loans....	73,562	310	282	37	72,933	366	909	83	19,481	729	472
Service charges on deposit accounts.....	385,927	463	312	162	384,990	3,666	2,875	2,210	57,769	5,561	5,605
Other service charges, commissions, fees, and collection and exchange charges.....	168,497	745	1,417	176	166,159	1,905	899	2,297	15,213	1,311	1,756
Trust department.....	322,117	51	8	.....	322,058	1,478	715	339	24,473	2,027	8,422
Other current operating earnings.....	229,068	140	189	70	228,669	1,851	1,424	914	19,738	1,323	3,136
<b>Current operating expenses—total</b> .....	<b>4,457,198</b>	<b>4,508</b>	<b>9,331</b>	<b>1,900</b>	<b>4,441,459</b>	<b>38,402</b>	<b>26,076</b>	<b>23,381</b>	<b>512,827</b>	<b>39,909</b>	<b>59,431</b>
Salaries—officers.....	720,866	893	1,325	276	718,372	8,263	4,063	5,986	60,915	7,714	10,008
Salaries and wages—employees.....	1,372,262	1,569	2,739	558	1,367,401	11,065	8,986	5,598	166,238	11,913	19,354
Fees paid to directors and members of execu- tive, discount, and other committees.....	42,614	26	113	42	42,493	490	62	565	1,054	540	561
Interest on time and savings deposits.....	805,857	501	1,813	431	803,112	5,420	3,452	2,987	145,956	7,017	8,457
Interest and discount on borrowed money..	45,392	.....	171	3	45,218	146	57	38	4,211	353	467
Taxes other than on net income.....	187,526	122	557	44	186,803	730	687	945	19,355	805	1,851
Recurring depreciation on banking house, furniture and fixtures.....	128,085	224	319	62	127,480	1,355	1,066	819	10,926	961	1,656
Other current operating expenses.....	1,154,600	1,174	2,295	489	1,150,642	10,930	7,704	6,449	104,173	10,607	17,078
<b>Net current operating earnings</b> .....	<b>2,774,724</b>	<b>2,151</b>	<b>2,428</b>	<b>524</b>	<b>2,769,621</b>	<b>25,737</b>	<b>11,282</b>	<b>13,635</b>	<b>298,237</b>	<b>23,935</b>	<b>29,326</b>
<b>Recoveries, transfers from reserve ac- counts, and profits—total</b> .....	<b>250,171</b>	<b>137</b>	<b>60</b>	<b>58</b>	<b>249,916</b>	<b>1,051</b>	<b>516</b>	<b>771</b>	<b>17,755</b>	<b>1,246</b>	<b>1,215</b>
On securities:											
Recoveries.....	14,090	.....	.....	.....	14,090	9	.....	7	2,060	137	108
Transfers from reserve accounts.....	41,001	14	.....	1	40,986	66	.....	51	6,971	.....	69
Profits on securities sold or redeemed....	31,151	4	20	.....	31,127	221	96	65	2,033	75	139
On loans:											
Recoveries.....	20,762	48	.....	32	20,682	235	36	432	614	657	123
Transfers from reserve accounts.....	77,606	23	13	24	77,546	152	300	89	1,128	144	326
All other.....	65,563	49	27	1	65,486	320	84	127	4,949	234	452
<b>Losses, charge-offs, and transfers to re- serve accounts—total</b> .....	<b>993,534</b>	<b>935</b>	<b>295</b>	<b>91</b>	<b>992,213</b>	<b>7,779</b>	<b>2,289</b>	<b>4,642</b>	<b>67,482</b>	<b>7,853</b>	<b>11,375</b>
On securities:											
Losses and charge-offs.....	317,381	313	1	1	317,066	3,104	974	2,480	13,346	1,801	2,549
Transfers to reserve accounts.....	101,830	.....	26	37	101,767	27	.....	76	18,526	10	634
On loans:											
Losses and charge-offs.....	32,018	66	23	15	31,914	437	18	353	1,026	662	265
Transfers to reserve accounts.....	452,940	521	107	30	452,282	3,472	1,099	1,420	23,650	3,694	5,748
All other.....	89,369	35	138	9	89,187	740	198	814	5,936	1,686	2,179
<b>Net profits before income taxes</b> .....	<b>2,031,360</b>	<b>1,352</b>	<b>2,193</b>	<b>491</b>	<b>2,027,324</b>	<b>19,008</b>	<b>9,509</b>	<b>9,765</b>	<b>248,509</b>	<b>17,328</b>	<b>19,167</b>



<b>Taxes on net income—total</b> .....	<b>814,636</b>	<b>559</b>	<b>286</b>	<b>150</b>	<b>813,641</b>	<b>7,372</b>	<b>4,147</b>	<b>2,871</b>	<b>110,603</b>	<b>8,470</b>	<b>7,906</b>
Federal.....	769,843	549	190	150	768,954	6,618	3,894	2,871	102,422	7,803	6,944
State.....	44,793	10	96	.....	44,687	754	253	.....	8,181	667	962
<b>Net profits after income taxes</b> .....	<b>1,216,725</b>	<b>794</b>	<b>1,907</b>	<b>341</b>	<b>1,213,683</b>	<b>11,636</b>	<b>5,362</b>	<b>6,893</b>	<b>137,906</b>	<b>8,858</b>	<b>11,261</b>
<b>Dividends and interest on capital—total</b> .....	<b>616,890</b>	<b>275</b>	<b>848</b>	<b>109</b>	<b>615,658</b>	<b>5,075</b>	<b>2,716</b>	<b>2,913</b>	<b>76,632</b>	<b>4,327</b>	<b>7,226</b>
Dividends declared on preferred stock and interest on capital notes and debentures.....	2,889	.....	.....	.....	2,389	.....	.....	.....	50	.....	.....
Cash dividends declared on common stock.....	614,501	275	848	109	613,269	5,075	2,716	2,913	76,581	4,327	7,226
<b>Net addition to capital from profits</b> .....	<b>599,835</b>	<b>518</b>	<b>1,060</b>	<b>232</b>	<b>598,025</b>	<b>6,561</b>	<b>2,646</b>	<b>3,980</b>	<b>61,275</b>	<b>4,530</b>	<b>4,035</b>
<b>Memoranda</b>											
Recoveries credited to reserve accounts (not included in recoveries above):											
On securities.....	3,332	.....	.....	.....	3,332	.....	.....	5	692	6	.....
On loans.....	42,717	139	234	6	42,338	394	649	122	4,998	1,166	396
Losses charged to reserve accounts (not included in losses above):											
On securities.....	95,505	.....	.....	35	95,470	4	.....	6	21,853	14	704
On loans.....	123,529	259	164	83	123,073	884	940	514	9,851	2,090	1,236
<b>Average assets and liabilities<sup>2</sup></b>											
<b>Assets—total</b> .....	<b>209,712,780</b>	<b>143,019</b>	<b>248,281</b>	<b>61,620</b>	<b>209,259,860</b>	<b>1,819,710</b>	<b>862,210</b>	<b>1,111,958</b>	<b>20,954,173</b>	<b>1,726,031</b>	<b>2,370,858</b>
Cash and due from banks.....	45,728,691	28,252	38,038	11,017	45,651,384	434,991	153,765	282,868	3,666,228	414,184	483,679
United States Government obligations.....	58,257,149	57,276	35,785	20,125	58,143,963	502,111	212,738	305,624	5,603,842	533,635	673,151
Other securities.....	16,179,498	12,531	33,701	4,264	16,129,002	196,770	72,571	123,069	1,699,630	79,021	242,876
Loans and discounts.....	86,291,628	42,518	131,742	24,895	86,092,473	662,704	399,105	388,863	9,812,153	682,633	936,937
All other assets.....	3,255,814	2,442	9,015	1,319	3,243,038	23,134	24,031	11,534	372,320	16,558	34,215
<b>Liabilities and capital—total</b> .....	<b>209,712,780</b>	<b>143,019</b>	<b>248,281</b>	<b>61,620</b>	<b>209,259,860</b>	<b>1,819,710</b>	<b>862,210</b>	<b>1,111,958</b>	<b>20,954,173</b>	<b>1,726,031</b>	<b>2,370,858</b>
Total deposits.....	190,786,522	135,475	218,369	56,594	190,376,084	1,666,042	791,405	1,019,393	19,150,275	1,589,975	2,169,417
Demand deposits.....	139,690,432	85,750	116,467	23,623	139,459,537	1,303,843	634,623	843,660	10,843,336	1,199,406	1,664,456
Time and savings deposits.....	51,096,090	49,725	101,902	27,966	50,916,437	362,194	206,782	175,733	8,306,439	390,569	504,961
Borrowings and other liabilities.....	3,372,960	626	10,297	577	3,361,460	15,450	13,423	4,013	497,102	15,975	26,508
Total capital accounts.....	15,553,298	6,918	19,615	4,449	15,522,316	138,218	57,382	88,552	1,306,796	120,081	174,933
Number of active officers, December 31.....	88,462	79	236	39	88,108	1,146	467	1,016	7,086	1,005	1,027
Number of other employees, December 31.....	433,563	389	1,205	206	431,763	4,132	2,870	2,169	46,491	3,991	6,258
Number of banks, December 31.....	13,218	12	7	5	13,194	237	9	231	182	156	85

Note: Due to rounding differences, components may not add precisely to the indicated totals.

<sup>1</sup> Includes 3 banks in Hawaii, and 2 banks in the Virgin Islands, not members of the Federal Reserve System.

<sup>2</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year, adjusted to exclude data for 2 insured branches as of December 31, 1956, in Guam of an insured bank in California and insured branches (12 as of December 31, 1956, 12 as of June 30, 1956, and 9 as of December 31, 1955) in Puerto Rico of insured banks in New York; earnings data of these branches are not available.

Back figures, 1946-1955: See the Annual Report for 1955, pp. 146-155, and earlier reports.

**Table 114. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY STATE, 1956—Continued**  
(Amounts in thousands of dollars)

Earnings or expense item	Delaware	District of Columbia	Florida	Georgia	Idaho	Illinois	Indiana	Iowa	Kansas	Kentucky	Louisiana
<b>Current operating earnings—total</b> .....	<b>25,078</b>	<b>49,580</b>	<b>129,416</b>	<b>103,516</b>	<b>22,646</b>	<b>501,602</b>	<b>147,025</b>	<b>97,968</b>	<b>68,870</b>	<b>69,998</b>	<b>88,659</b>
Interest on U. S. Government obligations.....	4,288	10,421	30,303	14,787	4,794	130,227	40,794	22,322	16,376	15,487	20,865
Interest and dividends on other securities.....	875	1,660	6,079	4,123	635	32,115	5,480	4,967	5,204	2,835	5,426
Interest and discount on loans.....	14,596	27,987	69,162	64,226	14,276	265,839	81,506	58,575	37,804	43,152	48,831
Service charges and fees on bank's loans.....	343	486	2,145	1,286	324	4,813	730	319	418	584	419
Service charges on deposit accounts.....	525	3,443	10,929	6,284	1,582	20,746	6,867	6,198	5,005	2,665	5,198
Other service charges, commissions, fees, and collection and exchange charges.....	177	1,517	3,662	5,444	415	7,239	3,270	2,641	1,326	914	3,753
Trust department.....	3,993	2,880	2,910	3,196	113	28,301	3,633	952	654	2,752	897
Other current operating earnings.....	280	1,186	4,227	4,167	509	12,322	4,744	1,996	2,083	1,609	3,270
<b>Current operating expenses—total</b> .....	<b>13,713</b>	<b>31,917</b>	<b>81,179</b>	<b>69,793</b>	<b>14,461</b>	<b>293,627</b>	<b>95,014</b>	<b>61,439</b>	<b>42,813</b>	<b>41,363</b>	<b>55,578</b>
Salaries—officers.....	2,757	5,060	13,715	12,866	3,113	47,982	17,291	16,490	12,023	9,537	10,121
Salaries and wages—employees.....	4,699	10,670	25,092	18,562	3,846	88,888	26,764	13,868	10,280	10,996	15,666
Fees paid to directors and members of executive, discount, and other committees.....	215	341	990	925	93	2,744	1,346	724	710	793	795
Interest on time and savings deposits.....	1,346	5,128	10,857	9,110	3,153	56,872	16,723	11,285	5,240	4,920	6,721
Interest and discount on borrowed money.....	118	169	308	495	5	5,142	187	284	90	273	642
Taxes other than on net income.....	349	1,967	2,284	4,231	271	11,890	6,503	2,088	1,929	2,612	4,701
Recurring depreciation on banking house, furniture and fixtures.....	495	1,122	4,139	2,488	539	5,975	2,568	1,580	1,071	1,177	1,676
Other current operating expenses.....	3,735	7,462	23,795	21,116	3,444	74,634	23,634	15,121	11,470	11,056	15,257
<b>Net current operating earnings</b> .....	<b>11,364</b>	<b>17,662</b>	<b>48,237</b>	<b>33,723</b>	<b>8,186</b>	<b>207,974</b>	<b>52,010</b>	<b>36,528</b>	<b>26,057</b>	<b>28,634</b>	<b>33,082</b>
<b>Recoveries, transfers from reserve accounts, and profits—total</b> .....	<b>882</b>	<b>296</b>	<b>1,169</b>	<b>1,120</b>	<b>110</b>	<b>17,985</b>	<b>6,285</b>	<b>2,273</b>	<b>1,382</b>	<b>926</b>	<b>3,572</b>
On securities:											
Recoveries.....	354	.....	51	62	3	3,030	1,726	510	49	32	131
Transfers from reserve accounts.....	2	.....	28	2	.....	5,994	2,039	28	43	22	1,489
Profits on securities sold or redeemed.....	67	23	194	315	23	2,661	222	305	76	144	148
On loans:											
Recoveries.....	18	63	151	359	35	1,096	605	403	867	239	191
Transfers from reserve accounts.....	373	42	202	78	.....	1,278	862	350	103	290	635
All other.....	68	169	542	306	49	3,926	833	677	244	200	979
<b>Losses, charge-offs, and transfers to reserve accounts—total</b> .....	<b>2,786</b>	<b>3,358</b>	<b>13,226</b>	<b>12,711</b>	<b>4,205</b>	<b>88,119</b>	<b>23,121</b>	<b>10,922</b>	<b>6,907</b>	<b>7,488</b>	<b>9,917</b>
On securities:											
Losses and charge-offs.....	657	862	4,454	7,560	2,269	41,427	9,991	6,316	2,354	2,340	2,157
Transfers to reserve accounts.....	332	238	92	158	.....	6,211	2,028	32	111	1,021	1,510
On loans:											
Losses and charge-offs.....	37	121	455	498	89	1,045	761	794	1,392	524	480
Transfers to reserve accounts.....	1,528	1,933	7,496	3,251	1,236	32,368	6,173	2,905	1,845	2,887	4,349
All other.....	233	203	723	1,243	611	7,069	4,168	875	1,205	716	1,421
<b>Net profits before income taxes</b> .....	<b>9,459</b>	<b>14,601</b>	<b>36,181</b>	<b>22,134</b>	<b>4,091</b>	<b>137,840</b>	<b>35,174</b>	<b>27,880</b>	<b>20,533</b>	<b>22,072</b>	<b>26,373</b>

<b>Taxes on net income—total</b> .....	<b>4,285</b>	<b>6,893</b>	<b>13,758</b>	<b>8,796</b>	<b>2,329</b>	<b>49,024</b>	<b>13,779</b>	<b>9,449</b>	<b>6,758</b>	<b>8,290</b>	<b>9,604</b>
Federal.....	4,285	6,893	13,758	8,796	2,088	49,024	13,779	9,449	6,758	8,290	9,604
State.....					240						
<b>Net profits after income taxes</b> .....	<b>5,174</b>	<b>7,708</b>	<b>22,422</b>	<b>13,338</b>	<b>1,762</b>	<b>88,817</b>	<b>21,396</b>	<b>18,430</b>	<b>13,775</b>	<b>13,782</b>	<b>17,133</b>
<b>Dividends and interest on capital—total</b> ..	<b>3,199</b>	<b>4,449</b>	<b>6,677</b>	<b>7,456</b>	<b>1,536</b>	<b>35,642</b>	<b>7,582</b>	<b>6,794</b>	<b>4,352</b>	<b>5,313</b>	<b>4,956</b>
Dividends declared on preferred stock and interest on capital notes and debentures..			10			68	8	28	3	4	1
Cash dividends declared on common stock..	3,199	4,449	6,667	7,456	1,536	35,574	7,573	6,766	4,349	5,309	4,955
<b>Net addition to capital from profits</b> .....	<b>1,975</b>	<b>3,259</b>	<b>15,745</b>	<b>5,882</b>	<b>227</b>	<b>53,175</b>	<b>13,814</b>	<b>11,637</b>	<b>9,423</b>	<b>8,469</b>	<b>12,177</b>
<b>Memoranda</b>											
Recoveries credited to reserve accounts (not included in recoveries above):											
On securities.....			12			27	4	3		140	12
On loans.....	151	110	389	749	58	2,881	1,023	576	824	328	236
Losses charged to reserve accounts (not in- cluded in losses above):											
On securities.....	371	362	51	23	1	4,769	2,623		16	2,173	689
On loans.....	473	302	2,083	1,271	172	11,520	2,046	1,437	1,257	736	816
<b>Average assets and liabilities<sup>1</sup></b>											
<b>Assets—total</b> .....	<b>670,916</b>	<b>1,512,398</b>	<b>3,736,264</b>	<b>2,564,625</b>	<b>574,119</b>	<b>16,803,274</b>	<b>4,491,031</b>	<b>2,835,419</b>	<b>2,102,568</b>	<b>2,144,369</b>	<b>2,820,718</b>
Cash and due from banks.....	111,652	349,720	935,095	644,274	98,999	3,601,648	943,614	536,877	488,337	529,830	747,050
United States Government obligations.....	217,765	462,578	1,258,569	619,668	194,927	5,659,618	1,766,385	895,636	671,924	687,963	883,730
Other securities.....	26,946	66,087	267,084	158,150	26,233	1,454,788	267,633	252,598	245,832	109,295	244,565
Loans and discounts.....	304,790	606,745	1,211,589	1,103,531	246,693	5,969,097	1,478,124	1,129,205	680,594	799,395	906,951
All other assets.....	9,763	27,268	63,927	39,002	7,267	118,123	45,275	21,103	15,881	17,886	38,422
<b>Liabilities and capital—total</b> .....	<b>670,916</b>	<b>1,512,398</b>	<b>3,736,264</b>	<b>2,564,625</b>	<b>574,119</b>	<b>16,803,274</b>	<b>4,491,031</b>	<b>2,835,419</b>	<b>2,102,568</b>	<b>2,144,369</b>	<b>2,820,718</b>
Total deposits.....	601,033	1,389,882	3,467,899	2,333,310	537,651	15,536,575	4,165,424	2,602,972	1,938,943	1,960,866	2,621,792
Demand deposits.....	489,467	1,068,887	2,737,315	1,870,134	867,998	11,336,242	2,977,377	1,899,268	1,640,657	1,610,106	2,199,541
Time and savings deposits.....	111,566	320,995	730,584	463,126	169,653	4,200,333	1,188,047	703,704	298,286	350,260	422,251
Borrowings and other liabilities.....	7,435	15,198	33,984	31,717	3,632	139,108	35,422	7,329	8,202	15,199	26,944
Total capital accounts.....	62,448	107,318	234,381	199,598	32,836	1,127,591	290,185	225,118	155,605	168,804	171,982
<b>Number of active officers, December 31</b> .....	<b>298</b>	<b>457</b>	<b>1,798</b>	<b>1,758</b>	<b>364</b>	<b>5,325</b>	<b>2,353</b>	<b>2,452</b>	<b>1,979</b>	<b>1,624</b>	<b>1,198</b>
<b>Number of other employees, December 31</b> .....	<b>1,562</b>	<b>3,271</b>	<b>9,200</b>	<b>6,380</b>	<b>1,369</b>	<b>26,665</b>	<b>9,311</b>	<b>5,334</b>	<b>3,946</b>	<b>4,330</b>	<b>5,400</b>
<b>Number of banks, December 31</b> .....	<b>27</b>	<b>17</b>	<b>256</b>	<b>352</b>	<b>33</b>	<b>922</b>	<b>463</b>	<b>622</b>	<b>548</b>	<b>352</b>	<b>179</b>

Note: Due to rounding differences, components may not add precisely to the indicated totals.

<sup>1</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1946-1955: See the Annual Report for 1955, pp. 146-155, and earlier reports.

**Table 114. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY STATE, 1956—Continued**  
(Amounts in thousands of dollars)

Earnings or expense item	Maine	Maryland	Massachusetts	Michigan	Minnesota	Mississippi	Missouri	Montana	Nebraska	Nevada	New Hampshire
<b>Current operating earnings—total</b> .....	<b>23,420</b>	<b>70,539</b>	<b>201,225</b>	<b>292,347</b>	<b>142,829</b>	<b>39,313</b>	<b>181,665</b>	<b>28,782</b>	<b>50,874</b>	<b>13,048</b>	<b>13,236</b>
Interest on U. S. Government obligations..	4,192	16,248	29,920	70,285	26,187	7,202	37,516	6,408	11,674	2,699	2,037
Interest and dividends on other securities..	845	3,241	7,386	14,340	7,428	3,737	9,710	1,497	2,566	418	611
Interest and discount on loans.....	15,255	39,964	118,251	170,952	83,413	21,476	113,951	16,287	29,966	7,848	8,628
Service charges and fees on bank's loans....	109	295	900	2,124	1,129	101	666	401	96	481	59
Service charges on deposit accounts.....	1,484	5,365	12,451	15,012	8,726	2,173	8,110	2,174	3,181	741	1,147
Other service charges, commissions, fees, and collection and exchange charges.....	428	1,399	6,247	6,059	8,539	3,209	2,826	864	1,139	226	240
Trust department.....	647	1,833	17,048	8,166	3,815	267	4,467	133	636	356	173
Other current operating earnings.....	459	2,145	9,024	5,410	3,594	1,151	4,421	1,017	1,615	281	341
<b>Current operating expenses—total</b> .....	<b>16,180</b>	<b>44,886</b>	<b>118,648</b>	<b>187,817</b>	<b>92,618</b>	<b>26,155</b>	<b>105,115</b>	<b>17,991</b>	<b>31,131</b>	<b>8,438</b>	<b>8,922</b>
Salaries—officers.....	2,472	6,470	18,930	24,474	19,978	6,280	20,348	3,656	9,225	1,496	1,532
Salaries and wages—employees.....	4,695	14,312	42,581	61,706	29,078	6,598	31,548	4,599	7,891	2,830	2,144
Fees paid to directors and members of executive, discourt, and other committees.....	231	640	1,001	1,477	1,287	470	1,324	158	579	15	159
Interest on time and savings deposits.....	3,586	7,825	9,906	39,611	18,346	2,754	14,394	2,476	1,800	1,696	1,891
Interest and discount on borrowed money...	57	300	945	1,605	1,438	71	775	66	394	1	51
Taxes other than on net income.....	684	2,375	4,383	9,393	1,873	1,620	3,812	1,783	1,203	407	294
Recurring depreciation on banking house, furniture and fixtures.....	421	1,455	4,344	5,270	1,919	807	3,358	503	888	273	278
Other current operating expenses.....	4,135	11,507	36,560	44,283	23,701	7,555	29,559	4,719	9,149	1,719	2,576
<b>Net current operating earnings</b> .....	<b>7,240</b>	<b>25,653</b>	<b>82,578</b>	<b>104,530</b>	<b>50,211</b>	<b>13,160</b>	<b>76,550</b>	<b>10,791</b>	<b>19,744</b>	<b>4,611</b>	<b>4,313</b>
<b>Recoveries, transfers from reserve accounts, and profits—total</b> .....	<b>508</b>	<b>886</b>	<b>11,192</b>	<b>10,921</b>	<b>2,853</b>	<b>1,178</b>	<b>4,928</b>	<b>1,640</b>	<b>1,299</b>	<b>45</b>	<b>254</b>
On securities:											
Recoveries.....	43	55	799	133	413	148	112	141	221	.....	54
Transfers from reserve accounts.....	.....	300	1,326	1,255	512	243	561	312	18	.....	25
Profits on securities sold or redeemed.....	68	86	447	927	260	55	1,160	63	52	9	66
On loans:											
Recoveries.....	82	116	650	255	910	289	588	777	355	1	36
Transfers from reserve accounts.....	34	124	3,945	6,807	69	146	2,096	261	172	.....	12
All other.....	281	206	4,025	1,545	688	298	411	85	480	35	61
<b>Losses, charge-offs, and transfers to reserve accounts—total</b> .....	<b>2,648</b>	<b>7,606</b>	<b>33,784</b>	<b>39,418</b>	<b>15,297</b>	<b>5,512</b>	<b>21,800</b>	<b>5,682</b>	<b>6,484</b>	<b>542</b>	<b>1,686</b>
On securities:											
Losses and charge-offs.....	951	3,777	11,269	12,485	7,821	2,019	10,424	2,123	2,580	134	806
Transfers to reserve accounts.....	8	198	1,277	3,974	97	476	1,651	801	424	.....	110
On loans:											
Losses and charge-offs.....	72	115	105	827	960	349	888	666	574	1	61
Transfers to reserve accounts.....	1,235	2,524	14,802	19,125	4,680	2,058	6,167	1,751	1,944	380	520
All other.....	383	992	6,332	3,006	1,739	610	2,670	340	961	77	189
<b>Net profits before income taxes</b> .....	<b>5,099</b>	<b>18,934</b>	<b>59,985</b>	<b>76,034</b>	<b>37,766</b>	<b>8,826</b>	<b>59,679</b>	<b>6,748</b>	<b>14,558</b>	<b>4,115</b>	<b>2,880</b>

<b>Taxes on net income—total</b> .....	<b>2,167</b>	<b>7,807</b>	<b>25,928</b>	<b>28,391</b>	<b>14,694</b>	<b>2,265</b>	<b>24,502</b>	<b>2,915</b>	<b>5,481</b>	<b>1,961</b>	<b>927</b>
Federal.....	2,167	7,807	21,805	28,391	12,522	2,265	23,662	2,854	5,481	1,961	927
State.....			4,123		2,172		840	61			
<b>Net profits after income taxes</b> .....	<b>2,933</b>	<b>11,127</b>	<b>34,058</b>	<b>47,643</b>	<b>23,072</b>	<b>6,561</b>	<b>35,177</b>	<b>3,833</b>	<b>9,077</b>	<b>2,154</b>	<b>1,953</b>
<b>Dividends and interest on capital—total</b> .....	<b>1,589</b>	<b>5,373</b>	<b>20,297</b>	<b>19,631</b>	<b>11,068</b>	<b>2,692</b>	<b>13,985</b>	<b>2,432</b>	<b>3,848</b>	<b>1,196</b>	<b>833</b>
Dividends declared on preferred stock and interest on capital notes and debentures...	5	13	14	124		20	34		1		
Cash dividends declared on common stock...	1,584	5,360	20,283	19,507	11,068	2,672	13,951	2,432	3,847	1,196	833
<b>Net addition to capital from profits</b> .....	<b>1,345</b>	<b>5,754</b>	<b>13,762</b>	<b>28,012</b>	<b>12,004</b>	<b>3,869</b>	<b>21,192</b>	<b>1,401</b>	<b>5,229</b>	<b>958</b>	<b>1,121</b>
<b>Memoranda</b>											
<b>Recoveries credited to reserve accounts (not included in recoveries above):</b>											
On securities.....			43	719			13				
On loans.....	104	191	1,232	1,893	543	36	1,183	291	588	97	51
<b>Losses charged to reserve accounts (not included in losses above):</b>											
On securities.....	4	148	1,813	4,464	10	71	2,601		841		
On loans.....	388	584	3,897	6,219	987	577	1,902	553	1,199	284	141
<b>Average assets and liabilities<sup>1</sup></b>											
<b>Assets—total</b> .....	<b>587,182</b>	<b>2,158,384</b>	<b>5,336,845</b>	<b>8,372,555</b>	<b>3,806,038</b>	<b>1,080,304</b>	<b>5,826,527</b>	<b>749,056</b>	<b>1,567,761</b>	<b>318,384</b>	<b>333,276</b>
Cash and due from banks.....	104,978	455,540	1,196,781	1,506,158	773,611	252,480	1,456,185	154,153	364,658	48,798	69,669
United States Government obligations.....	175,425	721,696	1,298,435	2,987,287	1,068,041	283,650	1,634,505	256,507	508,192	113,616	84,973
Other securities.....	39,885	157,493	330,691	680,213	329,961	154,946	417,838	61,987	129,378	17,898	26,186
Loans and discounts.....	257,841	790,939	2,417,472	3,097,438	1,593,953	375,546	2,261,327	267,342	552,621	131,659	148,765
All other assets.....	9,053	32,716	93,466	101,459	40,472	13,682	56,672	9,067	12,912	6,413	3,683
<b>Liabilities and capital—total</b> .....	<b>587,182</b>	<b>2,158,384</b>	<b>5,336,845</b>	<b>8,372,555</b>	<b>3,806,038</b>	<b>1,080,304</b>	<b>5,826,527</b>	<b>749,056</b>	<b>1,567,761</b>	<b>318,384</b>	<b>333,276</b>
Total deposits.....	530,807	1,990,620	4,767,267	7,741,770	3,475,328	995,207	5,364,272	702,471	1,432,327	295,295	297,905
<i>Demand deposits</i> .....	<i>814,804</i>	<i>1,460,566</i>	<i>4,048,996</i>	<i>4,578,400</i>	<i>2,357,808</i>	<i>814,091</i>	<i>4,355,782</i>	<i>555,265</i>	<i>1,273,405</i>	<i>197,374</i>	<i>210,536</i>
<i>Time and savings deposits</i> .....	<i>216,003</i>	<i>530,054</i>	<i>718,331</i>	<i>3,163,370</i>	<i>1,117,520</i>	<i>181,116</i>	<i>1,008,490</i>	<i>147,206</i>	<i>158,922</i>	<i>97,921</i>	<i>87,369</i>
Borrowings and other liabilities.....	5,801	17,270	102,109	112,152	49,250	5,002	56,322	6,557	13,577	3,702	2,527
Total capital accounts.....	50,574	150,494	467,469	518,633	281,460	80,095	405,933	40,028	121,857	19,387	32,844
<b>Number of active officers, December 31</b> .....	<b>375</b>	<b>957</b>	<b>2,048</b>	<b>2,555</b>	<b>2,889</b>	<b>942</b>	<b>2,904</b>	<b>503</b>	<b>1,402</b>	<b>204</b>	<b>246</b>
<b>Number of other employees, December 31</b> ....	<b>1,816</b>	<b>5,165</b>	<b>14,737</b>	<b>18,440</b>	<b>8,549</b>	<b>2,462</b>	<b>11,301</b>	<b>1,656</b>	<b>2,957</b>	<b>857</b>	<b>833</b>
<b>Number of banks, December 31</b> .....	<b>51</b>	<b>149</b>	<b>167</b>	<b>401</b>	<b>672</b>	<b>193</b>	<b>588</b>	<b>113</b>	<b>382</b>	<b>6</b>	<b>62</b>

Note: Due to rounding differences, components may not add precisely to the indicated totals.

<sup>1</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1946-1955: See the Annual Report for 1955, pp. 146-155, and earlier reports.

**Table 114. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY STATE, 1956—Continued**  
(Amounts in thousands of dollars)

Earnings or expense item	New Jersey	New Mexico	New York	North Carolina	North Dakota	Ohio	Oklahoma	Oregon	Pennsylvania	Rhode Island	South Carolina
<b>Current operating earnings—total</b> .....	<b>227,102</b>	<b>20,822</b>	<b>1,393,402</b>	<b>97,904</b>	<b>21,528</b>	<b>353,363</b>	<b>82,846</b>	<b>73,522</b>	<b>502,372</b>	<b>34,147</b>	<b>33,623</b>
Interest on U. S. Government obligations.....	45,249	4,608	191,597	15,150	5,070	81,931	16,037	11,811	85,680	4,908	6,910
Interest and dividends on other securities.....	16,949	430	65,078	6,186	987	18,770	4,591	4,184	32,706	1,542	2,058
Interest and discount on loans.....	131,392	12,589	866,429	58,049	11,148	200,729	50,100	46,257	306,221	21,359	18,462
Service charges and fees on bank's loans.....	1,273	167	14,173	1,203	140	3,279	317	622	3,063	23	85
Service charges on deposit accounts.....	15,923	1,661	51,792	5,257	1,377	17,757	6,066	6,086	17,549	1,505	2,688
Other service charges, commissions, fees, and collection and exchange charges.....	3,061	691	31,002	6,408	2,256	5,765	1,318	1,363	7,184	314	2,279
Trust department.....	7,012	174	114,674	2,946	88	13,100	777	1,621	34,648	2,816	541
Other current operating earnings.....	6,243	501	58,669	2,705	463	12,034	3,640	1,579	15,322	1,680	600
<b>Current operating expenses—total</b> .....	<b>161,109</b>	<b>13,744</b>	<b>793,547</b>	<b>61,571</b>	<b>12,870</b>	<b>217,856</b>	<b>49,273</b>	<b>47,315</b>	<b>303,455</b>	<b>22,391</b>	<b>20,538</b>
Salaries—officers.....	21,730	2,698	89,474	12,460	3,427	30,238	12,090	8,033	46,280	2,693	4,802
Salaries and wages—employees.....	47,732	4,178	288,130	17,386	2,972	62,655	13,249	14,535	92,870	6,822	6,316
Fees paid to directors and members of execu- tive, discount, and other committees.....	1,957	132	4,494	546	148	2,097	546	172	4,311	221	294
Interest on time and savings deposits.....	37,081	1,877	116,566	9,779	2,165	45,589	5,556	12,004	53,894	5,215	1,747
Interest and discount on borrowed money.....	721	18	15,010	710	24	1,774	624	290	3,570	128	39
Taxes other than on net income.....	8,104	695	20,870	1,835	361	16,565	1,032	1,166	13,359	1,268	387
Recurring depreciation on banking house, furniture and fixtures.....	5,891	680	17,772	2,077	320	5,660	1,919	1,560	10,320	664	761
Other current operating expenses.....	37,894	3,467	231,231	16,780	3,452	53,229	14,259	9,555	78,851	5,378	6,192
<b>Net current operating earnings</b> .....	<b>65,993</b>	<b>7,077</b>	<b>599,856</b>	<b>36,333</b>	<b>8,657</b>	<b>135,508</b>	<b>33,573</b>	<b>26,208</b>	<b>198,918</b>	<b>11,756</b>	<b>13,085</b>
<b>Recoveries, transfers from reserve ac- counts, and profits—total</b> .....	<b>5,359</b>	<b>219</b>	<b>93,358</b>	<b>2,885</b>	<b>382</b>	<b>8,197</b>	<b>1,541</b>	<b>819</b>	<b>20,115</b>	<b>1,934</b>	<b>194</b>
On securities:											
Recoveries.....	338	.....	444	89	85	752	9	157	583	.....	2
Transfers from reserve accounts.....	928	.....	12,007	5	30	998	78	.....	888	719	3
Profits on securities sold or redeemed.....	1,126	25	13,393	678	34	1,146	104	341	1,778	8	22
On loans:											
Recoveries.....	751	99	2,331	297	80	478	894	36	886	12	73
Transfers from reserve accounts.....	1,325	17	34,770	1,298	28	3,817	217	.....	11,562	1,156	10
All other.....	892	77	30,413	518	126	1,006	239	284	4,417	39	85
<b>Losses, charge-offs, and transfers to re- serve accounts—total</b> .....	<b>25,927</b>	<b>2,559</b>	<b>272,513</b>	<b>12,318</b>	<b>3,055</b>	<b>41,855</b>	<b>8,342</b>	<b>4,031</b>	<b>77,312</b>	<b>6,456</b>	<b>3,449</b>
On securities:											
Losses and charge-offs.....	7,506	390	73,718	5,608	1,321	9,937	3,319	1,382	13,872	2,764	1,232
Transfers to reserve accounts.....	925	.....	21,176	62	34	6,953	108	.....	26,176	.....	444
On loans:											
Losses and charge-offs.....	463	312	7,198	284	119	598	1,331	39	1,000	47	106
Transfers to reserve accounts.....	14,438	1,467	157,081	5,400	1,051	21,342	3,009	2,296	28,058	2,863	1,311
All other.....	2,595	389	13,341	965	531	3,025	575	315	8,206	783	357
<b>Net profits before income taxes</b> .....	<b>45,425</b>	<b>4,737</b>	<b>420,701</b>	<b>26,900</b>	<b>5,984</b>	<b>101,850</b>	<b>26,773</b>	<b>22,995</b>	<b>141,720</b>	<b>7,232</b>	<b>9,829</b>

<b>Taxes on net income—total</b> .....	<b>14,669</b>	<b>1,866</b>	<b>185,967</b>	<b>10,193</b>	<b>2,160</b>	<b>40,324</b>	<b>10,026</b>	<b>10,358</b>	<b>47,842</b>	<b>2,514</b>	<b>4,061</b>
Federal.....	14,669	1,866	163,861	9,857	2,056	40,324	9,341	8,549	47,842	2,293	3,774
State.....			22,106	336	104		685	1,808		221	287
<b>Net profits after income taxes</b> .....	<b>30,755</b>	<b>2,871</b>	<b>234,733</b>	<b>16,707</b>	<b>3,824</b>	<b>61,527</b>	<b>16,748</b>	<b>12,637</b>	<b>93,879</b>	<b>4,718</b>	<b>5,769</b>
<b>Dividends and interest on capital—total</b> .....	<b>14,809</b>	<b>1,116</b>	<b>158,982</b>	<b>6,117</b>	<b>1,914</b>	<b>24,247</b>	<b>6,148</b>	<b>6,188</b>	<b>51,053</b>	<b>2,545</b>	<b>2,622</b>
Dividends declared on preferred stock and interest on capital notes and debentures.....	623	1	1,154	1		19			15		1
Cash dividends declared on common stock.....	14,186	1,116	157,828	6,116	1,914	24,228	6,148	6,188	51,039	2,545	2,621
<b>Net addition to capital from profits</b> .....	<b>15,946</b>	<b>1,755</b>	<b>75,751</b>	<b>10,591</b>	<b>1,910</b>	<b>37,278</b>	<b>10,599</b>	<b>6,449</b>	<b>42,826</b>	<b>2,173</b>	<b>3,148</b>
<b>Memoranda</b>											
Recoveries credited to reserve accounts (not included in recoveries above):											
On securities.....	4		955			382			31		
On loans.....	1,719	273	7,689	266	184	1,267	478	395	1,958	134	123
Losses charged to reserve accounts (not included in losses above):											
On securities.....	1,036	125	8,135	42		10,177			28,582		116
On loans.....	3,003	863	37,073	682	270	2,602	765	1,156	8,037	945	364
<b>Average assets and liabilities<sup>1</sup></b>											
<b>Assets—total</b> .....	<b>6,411,964</b>	<b>572,246</b>	<b>42,369,022</b>	<b>2,625,174</b>	<b>543,944</b>	<b>10,707,156</b>	<b>2,437,339</b>	<b>1,946,779</b>	<b>14,043,320</b>	<b>884,894</b>	<b>911,591</b>
Cash and due from banks.....	1,073,667	154,925	10,026,317	620,900	84,016	2,148,939	685,088	319,977	2,804,231	143,187	219,867
United States Government obligations.....	1,956,943	191,005	8,866,062	642,520	205,209	3,480,019	664,298	565,995	3,663,493	219,808	280,380
Other securities.....	770,274	21,860	2,731,865	280,083	46,432	810,326	220,513	187,828	1,320,090	70,216	87,646
Loans and discounts.....	2,513,479	196,578	19,788,576	1,044,245	202,030	4,140,024	899,708	840,005	6,034,471	436,135	313,018
All other assets.....	97,601	7,878	956,202	37,426	6,257	127,848	27,732	32,974	221,035	15,548	10,680
<b>Liabilities and capital—total</b> .....	<b>6,411,964</b>	<b>572,246</b>	<b>42,369,022</b>	<b>2,625,174</b>	<b>543,944</b>	<b>10,707,156</b>	<b>2,437,339</b>	<b>1,946,779</b>	<b>14,043,320</b>	<b>884,894</b>	<b>911,591</b>
Total deposits.....	5,910,756	537,349	37,469,170	2,367,284	499,206	9,874,914	2,231,040	1,776,338	12,494,802	805,387	835,574
Demand deposits.....	3,552,061	419,746	30,822,688	1,810,502	366,897	6,492,525	1,931,198	1,111,245	8,763,730	510,247	713,193
Time and savings deposits.....	2,353,695	117,603	6,646,482	556,782	132,309	3,382,389	299,842	665,093	3,731,072	295,140	122,381
Borrowings and other liabilities.....	58,842	3,481	1,365,813	59,439	4,552	101,134	16,456	31,306	202,812	12,364	6,683
Total capital accounts.....	442,366	31,416	3,534,039	198,451	40,186	731,108	189,843	139,135	1,345,706	67,143	69,334
Number of active officers, December 31.....	2,524	347	8,401	1,632	539	3,628	1,798	1,093	5,630	287	714
Number of other employees, December 31.....	15,086	1,480	77,568	6,309	1,207	19,909	4,769	4,382	30,062	2,384	2,362
Number of banks, December 31.....	273	52	472	213	149	615	378	49	778	8	139

Note: Due to rounding differences, components may not add precisely to the indicated totals.

<sup>1</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1946-1955: See the Annual Report for 1955, pp. 146-155, and earlier reports.

**Table 114. EARNINGS, EXPENSES, AND DIVIDENDS OF INSURED COMMERCIAL BANKS IN THE UNITED STATES (CONTINENTAL U. S. AND OTHER AREAS), BY STATE, 1956—Continued**

(Amounts in thousands of dollars)

Earnings or expense item	South Dakota	Tennessee	Texas	Utah	Vermont	Virginia	Washington	West Virginia	Wisconsin	Wyoming
<b>Current operating earnings—total</b> .....	<b>24,507</b>	<b>99,518</b>	<b>340,218</b>	<b>32,878</b>	<b>14,235</b>	<b>109,677</b>	<b>101,771</b>	<b>43,084</b>	<b>128,248</b>	<b>12,500</b>
Interest on U. S. Government obligations.....	5,889	16,705	56,474	5,960	2,232	19,794	14,469	11,246	32,879	3,014
Interest and dividends on other securities.....	931	4,825	16,906	1,122	693	4,652	5,545	1,669	6,885	519
Interest and discount on loans.....	13,517	66,979	217,719	20,626	9,582	69,928	63,292	25,070	73,521	7,083
Service charges and fees on bank's loans.....	182	578	2,894	1,176	137	812	1,152	381	889	126
Service charges on deposit accounts.....	1,565	2,978	17,557	1,309	841	6,197	9,793	1,442	6,596	862
Other service charges, commissions, fees, and collection and exchange charges.....	1,816	2,680	5,237	1,014	197	2,386	2,792	933	2,126	428
Trust department.....	155	1,923	5,921	693	293	3,630	2,455	1,128	2,077	66
Other current operating earnings.....	452	2,851	17,512	476	261	2,276	2,276	1,218	3,277	402
<b>Current operating expenses—total</b> .....	<b>15,455</b>	<b>64,094</b>	<b>211,975</b>	<b>21,158</b>	<b>10,433</b>	<b>71,353</b>	<b>67,525</b>	<b>25,188</b>	<b>83,902</b>	<b>7,883</b>
Salaries—officers.....	4,366	11,197	43,302	3,290	1,519	12,409	11,094	4,943	17,622	1,865
Salaries and wages—employees.....	3,474	16,305	57,534	5,523	2,172	18,818	22,107	6,507	21,272	1,982
Fees paid to directors and members of execu- tive, discount, and other committees.....	293	587	2,466	248	212	1,031	278	487	1,492	136
Interest on time and savings deposits.....	2,635	14,041	22,403	5,877	3,816	16,384	12,617	4,784	18,601	1,557
Interest and discount on borrowed money.....	56	523	1,576	92	34	386	254	70	613	28
Taxes other than on net income.....	357	3,301	17,314	294	199	3,101	1,763	1,072	1,923	316
Recurring depreciation on banking house, furniture and fixtures.....	431	1,996	8,287	523	298	2,867	2,560	967	2,461	339
Other current operating expenses.....	3,844	15,645	59,093	5,314	2,184	16,357	16,851	6,359	19,917	1,660
<b>Net current operating earnings</b> .....	<b>9,052</b>	<b>35,424</b>	<b>128,243</b>	<b>11,720</b>	<b>3,802</b>	<b>38,323</b>	<b>34,246</b>	<b>17,897</b>	<b>44,347</b>	<b>4,618</b>
<b>Recoveries, transfers from reserve ac- counts, and profits—total</b> .....	<b>528</b>	<b>2,546</b>	<b>8,639</b>	<b>633</b>	<b>298</b>	<b>2,348</b>	<b>2,900</b>	<b>633</b>	<b>1,814</b>	<b>323</b>
On securities:										
Recoveries.....	31	88	86	3	4	197	429	19	383	5
Transfers from reserve accounts.....	45	1,062	2,035	.....	.....	680	12	6	137	.....
Profits on securities sold or redeemed.....	44	614	597	84	57	444	169	67	449	13
On loans:										
Recoveries.....	225	193	2,907	412	49	193	73	178	122	168
Transfers from reserve accounts.....	48	173	826	19	69	330	1,623	55	140	42
All other.....	135	417	2,249	115	118	503	595	310	583	96
<b>Losses, charge-offs, and transfers to re- serve accounts—total</b> .....	<b>2,964</b>	<b>10,437</b>	<b>40,483</b>	<b>3,881</b>	<b>1,395</b>	<b>11,299</b>	<b>13,551</b>	<b>4,081</b>	<b>20,462</b>	<b>1,207</b>
On securities:										
Losses and charge-offs.....	867	3,070	8,150	1,651	499	4,697	3,192	1,737	12,716	409
Transfers to reserve accounts.....	10	685	1,385	.....	39	2,112	1,504	45	91	.....
On loans:										
Losses and charge-offs.....	458	515	4,756	127	58	336	124	153	113	200
Transfers to reserve accounts.....	1,443	5,119	21,385	1,986	659	3,335	5,940	1,635	6,828	452
All other.....	188	1,048	4,807	117	141	821	2,791	511	714	146
<b>Net profits before income taxes</b> .....	<b>6,614</b>	<b>27,533</b>	<b>96,399</b>	<b>8,472</b>	<b>2,703</b>	<b>29,372</b>	<b>23,595</b>	<b>14,449</b>	<b>25,699</b>	<b>3,735</b>



<b>Taxes on net income—total</b> .....	<b>2,440</b>	<b>11,195</b>	<b>37,433</b>	<b>3,785</b>	<b>848</b>	<b>10,775</b>	<b>9,525</b>	<b>6,315</b>	<b>8,264</b>	<b>1,715</b>
Federal.....	2,316	11,012	37,433	3,612	764	10,775	9,525	6,315	7,951	1,715
State.....	124	184		173	94				313	
<b>Net profits after income taxes</b> .....	<b>4,175</b>	<b>16,337</b>	<b>58,966</b>	<b>4,687</b>	<b>1,856</b>	<b>18,597</b>	<b>14,071</b>	<b>8,134</b>	<b>17,436</b>	<b>2,020</b>
<b>Dividends and interest on capital—total</b> ..	<b>1,895</b>	<b>7,398</b>	<b>30,200</b>	<b>2,069</b>	<b>866</b>	<b>8,069</b>	<b>6,995</b>	<b>3,235</b>	<b>8,523</b>	<b>882</b>
Dividends declared on preferred stock and interest on capital notes and debentures.....	2			5	33	50		1	94	6
Cash dividends declared on common stock..	1,893	7,398	30,200	2,064	833	8,019	6,995	3,234	8,429	876
<b>Net addition to capital from profits</b> .....	<b>2,280</b>	<b>8,939</b>	<b>28,766</b>	<b>2,617</b>	<b>989</b>	<b>10,526</b>	<b>7,076</b>	<b>4,899</b>	<b>8,913</b>	<b>1,138</b>
<b>Memoranda</b>										
Recoveries credited to reserve accounts (not included in recoveries above):										
On securities.....			116				130		5	
On loans.....	195	406	3,571	153	81	548	414	159	634	127
Losses charged to reserve accounts (not in- cluded in losses above):										
On securities.....		224	28		7	2,277	1,609		5	
On loans.....	353	1,016	7,252	339	183	1,246	1,002	287	1,112	174
<b>Average assets and liabilities<sup>1</sup></b>										
<b>Assets—total</b> .....	<b>625,108</b>	<b>2,857,155</b>	<b>10,718,412</b>	<b>879,461</b>	<b>348,629</b>	<b>2,942,795</b>	<b>2,587,730</b>	<b>1,228,810</b>	<b>4,023,781</b>	<b>357,597</b>
Cash and due from banks.....	109,344	737,239	3,215,735	185,205	50,222	621,959	540,179	267,995	752,485	84,085
United States Government obligations.....	239,390	713,422	2,463,866	255,959	91,084	849,009	617,180	465,378	1,407,363	133,389
Other securities.....	39,469	199,003	639,067	48,302	30,404	205,195	227,295	73,963	318,159	21,328
Loans and discounts.....	230,996	1,166,474	4,174,083	378,453	172,224	1,220,019	1,162,752	406,629	1,503,437	115,125
All other assets.....	5,909	41,017	225,661	11,432	4,695	46,613	40,324	14,845	42,337	3,670
<b>Liabilities and capital—total</b> .....	<b>625,108</b>	<b>2,857,155</b>	<b>10,718,412</b>	<b>879,461</b>	<b>348,629</b>	<b>2,942,795</b>	<b>2,587,730</b>	<b>1,228,810</b>	<b>4,023,781</b>	<b>357,597</b>
Total deposits.....	575,049	2,623,983	9,877,058	816,602	313,089	2,689,851	2,378,538	1,104,452	3,729,854	330,165
Demand deposits.....	425,613	1,899,925	8,426,490	542,328	131,746	1,743,186	1,669,412	789,900	2,286,084	247,058
Time and savings deposits.....	149,406	724,058	1,450,568	274,274	181,343	946,715	709,126	314,552	1,443,770	83,107
Borrowings and other liabilities.....	3,735	28,864	89,953	8,664	2,873	30,702	28,884	10,506	21,174	2,475
Total capital accounts.....	46,324	204,308	751,401	54,175	32,667	222,242	180,308	113,852	272,753	24,957
<b>Number of active officers, December 31</b> .....	<b>703</b>	<b>1,718</b>	<b>5,535</b>	<b>433</b>	<b>247</b>	<b>1,836</b>	<b>1,306</b>	<b>730</b>	<b>2,371</b>	<b>258</b>
<b>Number of other employees, December 31</b> ....	<b>1,355</b>	<b>6,140</b>	<b>19,860</b>	<b>1,977</b>	<b>817</b>	<b>6,985</b>	<b>6,864</b>	<b>2,295</b>	<b>7,850</b>	<b>650</b>
<b>Number of banks, December 31</b> .....	<b>171</b>	<b>290</b>	<b>917</b>	<b>47</b>	<b>60</b>	<b>312</b>	<b>90</b>	<b>178</b>	<b>545</b>	<b>58</b>

Note: Due to rounding differences, components may not add precisely to the indicated totals.

<sup>1</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1946-1955: See the Annual Report for 1955, pp. 146-155, and earlier reports.

**Table 115. INCOME, EXPENSES, AND DIVIDENDS OF INSURED MUTUAL SAVINGS BANKS, 1951-1956**  
(Amounts in thousands of dollars)

Sources and disposition of income	1951	1952	1953	1954	1955	1956
<b>Current operating income—total</b> .....	<b>513,817</b>	<b>568,498</b>	<b>647,067</b>	<b>721,323</b>	<b>801,682</b>	<b>898,440</b>
Interest on U. S. Government obligations.....	171,169	163,879	164,630	155,869	150,657	146,624
Interest and dividends on other securities.....	49,630	62,958	82,003	96,205	99,190	102,590
Interest and discount on real estate mortgage loans—net.....	279,405	326,785	381,895	447,022	528,426	623,586
<i>Interest and discount on real estate mortgage loans—gross</i> .....	<i>291,790</i>	<i>340,497</i>	<i>396,264</i>	<i>461,769</i>	<i>545,841</i>	<i>645,592</i>
<i>Less: Mortgage servicing fees</i> .....	<i>6,051</i>	<i>7,666</i>	<i>9,483</i>	<i>11,922</i>	<i>15,623</i>	<i>20,475</i>
<i>Premium amortization</i> .....	<i>6,334</i>	<i>6,046</i>	<i>4,886</i>	<i>2,825</i>	<i>1,792</i>	<i>1,531</i>
Interest and discount on other loans and discounts—net.....	3,878	4,068	5,184	6,642	7,322	8,439
Income on real estate other than bank building—net.....	163	102	77	86	-17	6
<i>Income on real estate other than bank building—gross</i> .....	<i>699</i>	<i>533</i>	<i>338</i>	<i>292</i>	<i>217</i>	<i>103</i>
<i>Less: Operating expense</i> .....	<i>536</i>	<i>431</i>	<i>261</i>	<i>206</i>	<i>264</i>	<i>97</i>
Income on other assets.....	5,052	5,833	7,171	7,746	8,171	8,328
Income from service operations.....	4,520	4,873	6,107	7,753	7,933	8,867
<b>Current operating expense—total</b> .....	<b>106,654</b>	<b>116,763</b>	<b>127,336</b>	<b>139,931</b>	<b>147,678</b>	<b>158,317</b>
Salaries—officers.....	18,080	19,249	21,142	22,870	24,200	25,861
Salaries and wages—employees.....	37,707	40,996	44,351	48,074	50,879	53,962
Pension, hospitalization and group insurance payments, and other employee benefits.....	8,989	10,648	11,566	12,623	13,544	14,643
Fees paid to trustees and committee members.....	1,872	2,123	2,303	2,526	2,697	2,809
Occupancy, maintenance, etc. of bank premises (including taxes and recurring depreciation)—net.....	11,589	12,162	13,521	15,019	15,094	17,492
<i>Occupancy, maintenance, etc. of bank premises (including taxes and recurring depreciation)—gross</i> .....	<i>18,243</i>	<i>19,104</i>	<i>20,926</i>	<i>22,495</i>	<i>22,793</i>	<i>25,380</i>
<i>Less: Income from bank building</i> .....	<i>6,659</i>	<i>6,942</i>	<i>7,405</i>	<i>7,476</i>	<i>7,699</i>	<i>7,888</i>
Deposit insurance assessments.....	5,907	6,203	6,837	7,562	7,979	8,437
Furniture and fixtures (including recurring depreciation).....	2,280	2,387	2,445	2,755	2,790	3,058
All other current operating expense.....	20,330	22,995	25,171	28,502	30,495	32,055
<b>Net current operating income</b> .....	<b>407,163</b>	<b>451,735</b>	<b>519,731</b>	<b>581,392</b>	<b>654,004</b>	<b>740,123</b>
<b>Franchise and income taxes—total</b> .....	<b>6,094</b>	<b>9,189</b>	<b>8,569</b>	<b>10,643</b>	<b>9,047</b>	<b>8,955</b>
State franchise and income taxes.....	6,094	6,962	6,459	7,231	7,818	8,321
Federal income taxes.....		2,227	2,110	3,412	1,229	634
<b>Net current operating income after taxes</b> .....	<b>401,069</b>	<b>442,546</b>	<b>511,162</b>	<b>570,749</b>	<b>644,957</b>	<b>731,168</b>
<b>Dividends and interest on deposits</b> .....	<b>282,235</b>	<b>365,481</b>	<b>414,951</b>	<b>466,119</b>	<b>536,256</b>	<b>609,335</b>
<b>Net current operating income after taxes and dividends</b> .....	<b>118,834</b>	<b>77,065</b>	<b>96,211</b>	<b>104,630</b>	<b>108,701</b>	<b>121,833</b>
<b>Non-recurring income, realized profits and recoveries credited to profit and loss, and transfers from valuation adjustment provisions—total</b> .....	<b>128,790</b>	<b>57,917</b>	<b>36,962</b>	<b>59,228</b>	<b>44,430</b>	<b>48,192</b>
Non-recurring income.....	21,045	14,893	12,372	12,334	11,586	10,537
Realized profits and recoveries on:						
Securities sold or matured.....	8,567	5,243	5,287	23,914	18,070	17,355
Real estate mortgage loans.....	484	155	783	389	481	456
Other real estate.....	300	216	304	219	3,179	413
All other assets.....	2,843	240	1,489	943	977	1,435
Transfers from valuation adjustment provisions <sup>1</sup> on:						
Securities.....	11,968	12,223	6,132	10,858	1,878	4,463
Real estate mortgage loans.....	80,676	24,692	9,965	8,450	7,710	12,501
Other real estate.....	373	111	275	126	157	29
All other assets.....	2,534	144	355	1,995	392	1,003

<b>Non-recurring expense, realized losses charged to profit and loss, and transfers to valuation adjustment provisions—total</b> .....	<b>124,491</b>	<b>84,023</b>	<b>70,507</b>	<b>65,050</b>	<b>66,385</b>	<b>71,580</b>
Non-recurring expense.....	24,724	23,804	12,156	14,279	10,087	10,645
Realized losses on:						
Securities sold.....	25,264	25,875	28,333	12,773	21,673	26,991
Real estate mortgage loans.....	179	176	152	112	636	542
Other real estate.....	230	110	39	49	101	171
All other assets.....	200	62	106	551	823	149
Transfers to valuation adjustment provisions <sup>1</sup> on:						
Securities.....	52,574	14,359	10,639	12,403	10,630	16,689
Real estate mortgage loans.....	18,580	15,474	17,005	20,380	19,219	16,194
Other real estate.....	37	63	11	7	42	46
All other assets.....	2,913	4,100	2,066	4,496	3,174	153
<b>Net additions to total surplus accounts from operations</b> .....	<b>123,133</b>	<b>50,959</b>	<b>62,666</b>	<b>98,808</b>	<b>86,746</b>	<b>98,445</b>
<b>Memoranda</b>						
<b>Recoveries credited to valuation adjustment provisions<sup>1</sup> (not included in recoveries above) on:</b>						
Securities.....	445	135	15	220	23	1,151
Real estate mortgage loans.....	274	69	33	41	50	268
Other real estate.....			10			
All other assets.....	105	218	1	2	24	9
<b>Realized losses charged to valuation adjustment provisions<sup>1</sup> (not included in realized losses above) on:</b>						
Securities.....	9,175	14,581	12,523	7,527	4,250	4,055
Real estate mortgage loans.....	255	832	469	166	326	318
Other real estate.....	294	206	683	234	180	
All other assets.....	108	616	89	45	326	51
<b>Average assets and liabilities<sup>2</sup></b>						
<b>Assets—total</b> .....	<b>16,694,810</b>	<b>17,905,674</b>	<b>19,625,429</b>	<b>21,872,622</b>	<b>22,740,783</b>	<b>24,533,839</b>
Cash and due from banks.....	662,190	728,979	744,369	874,215	809,152	757,496
United States Government obligations.....	7,292,576	6,755,471	6,620,535	6,755,891	5,993,243	5,730,449
Other securities.....	1,662,971	2,064,761	2,591,176	3,015,662	3,008,656	3,034,920
Real estate mortgage loans.....	6,764,780	8,012,488	9,288,364	10,802,477	12,467,355	14,494,241
Other loans and discounts.....	79,331	85,996	102,768	120,350	190,165	155,376
Other real estate.....	3,886	2,675	2,432	2,957	2,019	2,197
All other assets.....	229,576	255,304	275,785	301,570	330,193	359,160
<b>Liabilities and surplus accounts—total</b> .....	<b>16,694,810</b>	<b>17,905,674</b>	<b>19,625,429</b>	<b>21,872,622</b>	<b>22,740,783</b>	<b>24,533,839</b>
Total deposits.....	15,000,933	16,102,806	17,718,957	19,738,300	20,577,403	22,202,156
<i>Savings and time deposits</i> .....	<i>14,982,111</i>	<i>16,080,015</i>	<i>17,688,777</i>	<i>19,694,981</i>	<i>20,525,629</i>	<i>22,167,537</i>
<i>Demand deposits</i> .....	<i>18,822</i>	<i>22,791</i>	<i>30,180</i>	<i>43,319</i>	<i>51,774</i>	<i>34,619</i>
Other liabilities.....	80,463	93,253	119,369	159,912	190,228	249,779
Total surplus accounts.....	1,613,414	1,709,615	1,787,113	1,974,410	1,964,152	2,081,904
Number of active officers, December 31.....	1,714	1,810	1,908	1,999	2,042	2,130
Number of other employees, December 31.....	11,530	11,982	12,525	13,227	13,618	13,860
Number of banks, December 31.....	202	206	219	218	220	223

<sup>1</sup> Includes "Valuation reserves" and "Other asset valuation provisions (direct write-downs)".

<sup>2</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

Back figures, 1934-1950: Data for 1934-1950, which however are not comparable with figures for 1951-1956, may be found in the following Annual Reports: 1950, pp. 272-273, and 1941, p. 173.

Table 116. RATIOS OF INCOME, EXPENSES, AND DIVIDENDS OF INSURED MUTUAL SAVINGS BANKS, 1951-1956

Sources and disposition of income	1951	1952	1953	1954	1955	1956
<b>Amounts per \$100 of current operating income</b>						
<b>Current operating income—total</b> .....	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>	<b>\$100.00</b>
Interest on U. S. Government obligations.....	33.31	28.83	25.44	21.61	18.79	16.32
Interest and dividends on other securities.....	9.66	11.07	12.67	13.34	12.37	11.42
Interest and discount on real estate mortgage loans—net.....	64.38	57.48	69.02	61.97	65.92	69.41
Interest and discount on other loans and discounts—net.....	.75	.72	.80	.92	.91	.94
Income on other assets.....	1.02	1.04	1.12	1.09	1.02	.92
Income from service operations.....	.88	.86	.95	1.07	.99	.99
<b>Current operating expense—total</b> .....	<b>20.76</b>	<b>20.54</b>	<b>19.68</b>	<b>19.40</b>	<b>18.42</b>	<b>17.62</b>
Salaries—officers.....	3.51	3.39	3.27	3.17	3.02	2.88
Salaries and wages—employees.....	7.34	7.21	6.85	6.67	6.35	6.00
Pension, hospitalization and group insurance payments, and other employee benefits.....	1.74	1.87	1.79	1.75	1.69	1.63
Fees paid to trustees and committee members.....	.36	.37	.35	.35	.34	.31
Occupancy, maintenance, etc. of bank premises (including taxes and recurring depreciation)—net.....	2.26	2.14	2.09	2.08	1.88	1.95
Deposit insurance assessments.....	1.15	1.09	1.06	1.05	.99	.94
Furniture and fixtures (including recurring depreciation).....	.44	.42	.38	.38	.35	.34
All other current operating expense.....	3.96	4.05	3.89	3.95	3.80	3.57
<b>Net current operating income</b> .....	<b>79.24</b>	<b>79.46</b>	<b>80.32</b>	<b>80.60</b>	<b>81.58</b>	<b>82.38</b>
<b>Franchise and income taxes—total</b> .....	<b>1.18</b>	<b>1.62</b>	<b>1.32</b>	<b>1.47</b>	<b>1.13</b>	<b>1.00</b>
State franchise and income taxes.....	1.18	1.23	1.00	1.00	.98	.93
Federal income taxes.....	.....	.39	.32	.47	.15	.07
<b>Net current operating income after taxes</b> .....	<b>78.06</b>	<b>77.84</b>	<b>79.00</b>	<b>79.13</b>	<b>80.45</b>	<b>81.38</b>
<b>Dividends and interest on deposits</b> .....	<b>54.93</b>	<b>64.29</b>	<b>64.13</b>	<b>64.62</b>	<b>66.89</b>	<b>67.82</b>
<b>Net current operating income after taxes and dividends</b> .....	<b>23.13</b>	<b>13.55</b>	<b>14.87</b>	<b>14.51</b>	<b>13.56</b>	<b>13.56</b>

Amounts per \$100 of total assets <sup>1</sup>						
Current operating income—total	3.08	3.17	3.30	3.30	3.53	3.66
Current operating expense—total	.64	.65	.65	.64	.65	.64
Net current operating income	2.44	2.52	2.65	2.66	2.88	3.02
State franchise and income taxes	.04	.05	.05	.05	.04	.04
Net current operating income after taxes	2.40	2.47	2.60	2.61	2.84	2.98
Dividends and interest on deposits	1.69	2.04	2.11	2.13	2.36	2.48
Net current operating income after taxes and dividends	.71	.43	.49	.48	.48	.50
Non-recurring income, realized profits and recoveries credited to profit and loss, and transfers from valuation adjustment provisions <sup>2</sup> —total	.77	.32	.19	.27	.19	.19
Non-recurring expense, realized losses charged to profit and loss, and transfers to valuation adjustment provisions <sup>2</sup> —total	.74	.47	.36	.30	.29	.29
Net additions to total surplus accounts from operations	.74	.28	.32	.45	.38	.40
<b>Special ratios<sup>1</sup></b>						
Interest on U. S. Government obligations per \$100 of U. S. Government obligations	2.35	2.43	2.49	2.31	2.51	2.56
Interest and dividends on other securities per \$100 of other securities	2.98	3.05	3.16	3.19	3.30	3.38
Interest and discount on real estate mortgage loans per \$100 of real estate mortgage loans	4.13	4.08	4.11	4.14	4.24	4.30
Interest and discount on other loans and discounts per \$100 of other loans and discounts	4.39	4.73	5.04	5.52	5.63	5.43
Dividends and interest on deposits per \$100 of savings and time deposits	1.88	2.27	2.35	2.37	2.61	2.75
Net additions to total surplus accounts from operations per \$100 of total surplus accounts	7.63	2.98	3.51	5.00	4.42	4.73
<b>Assets and liabilities per \$100 of total assets<sup>1</sup></b>						
<b>Assets—total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Cash and due from banks	3.97	4.07	3.79	4.00	3.56	3.09
United States Government obligations	43.68	37.73	33.74	30.88	26.36	23.36
Other securities	9.96	11.53	13.20	13.79	13.23	12.37
Real estate mortgage loans	40.52	44.75	47.33	49.39	54.82	59.08
Other loans and discounts	.48	.48	.52	.55	.57	.63
Other real estate	.02	.01	.01	.01	.01	.01
All other assets	1.37	1.43	1.41	1.38	1.45	1.46
<b>Liabilities and surplus accounts—total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total deposits	89.85	89.93	90.23	90.24	90.49	90.50
<i>Savings and time deposits</i>	<i>89.74</i>	<i>89.80</i>	<i>90.13</i>	<i>90.04</i>	<i>90.26</i>	<i>90.36</i>
<i>Demand deposits</i>	<i>.11</i>	<i>.13</i>	<i>.10</i>	<i>.20</i>	<i>.23</i>	<i>.14</i>
Other liabilities	.48	.52	.51	.73	.87	1.02
Total surplus accounts	9.67	9.55	9.11	9.03	8.64	8.48
Number of banks, December 31	202	206	219	218	220	223

<sup>1</sup> Asset and liability items are averages of figures reported at beginning, middle, and end of year.

<sup>2</sup> Includes "Valuation reserves" and "Other asset valuation provisions (direct write-downs)".

Back figures, 1934 and 1941-1950: Data for 1934 and 1941-1950, which however are not comparable with figures for 1951-1956, may be found in the following Annual Reports: 1950, pp. 274-275, and 1947, pp. 156-157.

## DEPOSIT INSURANCE DISBURSEMENTS

- Table 117. Depositors, deposits, and disbursements in insured banks requiring disbursements by the Federal Deposit Insurance Corporation, 1934-1956  
*Banks grouped by class of bank, year of deposit pay-off or deposit assumption, amount of deposits, and State*
- Table 118. Assets and liabilities of insured banks requiring disbursements by the Federal Deposit Insurance Corporation, 1934-1956
- Table 119. Insured banks requiring disbursements by the Federal Deposit Insurance Corporation during 1956
- Table 120. Recoveries and losses by the Federal Deposit Insurance Corporation on principal disbursements for protection of depositors, 1934-1956

**Disbursements by the Federal Deposit Insurance Corporation to protect depositors** are made when the insured deposits of banks in financial difficulties are paid off, or when the deposits of a failing bank are assumed by another insured bank with the financial aid of the Corporation. In deposit pay-off cases the disbursement is the amount paid by the Corporation on insured deposits. In deposit assumption cases the principal disbursement is the amount loaned to failing banks, or the price paid for assets purchased from them; additional disbursements are made in those cases as advances for protection of assets in process of liquidation and for liquidation expenses.

#### **Noninsured bank failures**

One noninsured bank failed in 1956. This was Smolan State Bank, Smolan, Kansas, February 17, 1956, deposits \$359,664. For suspensions of noninsured banks in previous years see the Annual Reports of the Corporation as follows: 1943, p. 102; 1946, p. 167; 1947, p. 159; 1949, p. 187; 1950, p. 277; 1951, p. 187; 1952, p. 139; 1953, p. 131; 1954, p. 165; and 1955, p. 161.

#### **Sources of data**

Insured banks: books of bank at date of closing; and books of FDIC, December 31, 1956.

**Table 117. DEPOSITORS, DEPOSITS, AND DISBURSEMENTS IN INSURED BANKS REQUIRING DISBURSEMENTS BY THE FEDERAL DEPOSIT INSURANCE CORPORATION, 1934-1956**

**BANKS GROUPED BY CLASS OF BANK, YEAR OF DEPOSIT PAY-OFF OR DEPOSIT ASSUMPTION, AMOUNT OF DEPOSITS, AND STATE**

Classification	Number of banks			Number of depositors <sup>1</sup>			Deposits <sup>1</sup> (in thousands of dollars)			Disbursements by FDIC <sup>2</sup> (in thousands of dollars)				
	Total	Deposit pay-off cases	Deposit assumption cases	Total	Deposit pay-off cases	Deposit assumption cases <sup>3</sup>	Total	Deposit pay-off cases	Deposit assumption cases	Principal disbursements			Advances and expenses	
										Total	Deposit pay-off cases <sup>4</sup>	Deposit assumption cases <sup>5</sup>	Deposit pay-off cases <sup>6</sup>	Deposit assumption cases <sup>7</sup>
<b>All banks.....</b>	<b>431</b>	<b>250</b>	<b>181</b>	<b>1,425,735</b>	<b>396,258</b>	<b>1,029,477</b>	<b>583,192</b>	<b>120,795</b>	<b>462,397</b>	<b>292,238</b>	<b>94,469</b>	<b>197,769</b>	<b>1,018</b>	<b>46,779</b>
<b>Class of bank</b>														
National banks.....	76	23	53	305,657	61,038	244,619	123,734	24,082	99,652	56,293	17,755	38,538	209	6,180
State banks members F. R. S.	22	6	16	368,424	82,818	285,606	187,656	26,537	161,119	101,205	20,934	80,271	89	19,268
Banks not members F. R. S.	333	221	112	751,654	252,402	499,252	271,802	70,176	201,626	134,740	55,780	78,960	720	21,331
<b>Year<sup>8</sup></b>														
1934.....	9	9	.....	15,767	15,767	.....	1,968	1,968	.....	941	941	.....	46	.....
1935.....	25	24	1	44,655	32,331	12,324	13,320	9,091	4,229	8,890	6,025	2,865	114	272
1936.....	69	42	27	89,018	43,225	45,793	27,508	11,241	6,267	14,781	8,056	6,725	67	934
1937.....	75	50	25	130,387	74,148	56,239	33,349	14,960	18,389	19,160	12,044	7,116	103	882
1938.....	74	50	24	203,961	44,288	159,673	69,684	10,296	49,388	30,479	9,092	21,387	92	4,902
1939.....	60	32	28	392,718	90,169	302,549	157,772	32,738	125,034	67,770	26,197	41,573	162	17,603
1940.....	43	19	24	256,361	20,667	235,694	142,430	5,657	136,773	74,134	4,395	69,239	89	17,234
1941.....	15	8	7	73,005	38,594	34,411	29,717	14,730	14,987	23,880	12,278	11,602	50	1,476
1942.....	20	6	14	60,688	5,717	54,971	19,185	1,816	17,369	10,825	1,612	9,213	38	1,076
1943.....	5	4	1	27,371	16,917	10,454	12,525	6,637	5,888	7,172	5,500	1,672	54	72
1944.....	2	1	1	5,487	899	4,588	1,915	456	1,459	1,503	404	1,099	9	37
1945.....	1	.....	1	12,483	.....	12,483	5,695	.....	5,695	1,768	.....	1,768	.....	97
1946.....	1	.....	1	1,383	.....	1,383	347	.....	347	265	.....	265	.....	11
1947.....	5	.....	5	10,637	.....	10,637	7,040	.....	7,040	1,724	.....	1,724	.....	296
1948.....	3	.....	3	18,540	.....	18,540	10,674	.....	10,674	2,990	.....	2,990	.....	199
1949.....	4	.....	4	5,671	.....	5,671	5,475	.....	5,475	2,552	.....	2,552	.....	166
1950.....	4	.....	4	6,365	.....	6,365	5,502	.....	5,502	3,986	.....	3,986	.....	475
1951.....	2	.....	2	5,276	.....	5,276	3,408	.....	3,408	1,885	.....	1,885	.....	126
1952.....	3	.....	3	6,752	.....	6,752	3,171	.....	3,171	1,969	.....	1,969	.....	178
1953.....	2	.....	2	24,469	.....	24,469	18,262	.....	18,262	5,017	.....	5,017	.....	363
1954.....	2	.....	2	1,807	.....	1,807	997	.....	997	913	.....	913	.....	98
1955.....	5	4	.....	17,304	8,082	9,222	11,968	6,503	5,465	6,789	4,443	2,346	119	207
1956.....	2	1	.....	15,130	5,454	9,676	11,280	4,702	6,578	3,445	2,982	463	75	75
<b>Banks with deposits of—</b>														
\$100,000 or less.....	107	83	24	38,350	29,695	8,655	6,426	4,947	1,479	4,998	4,308	690	89	153
\$100,000 to \$250,000.....	109	86	23	83,370	65,512	17,858	17,759	13,920	3,839	12,906	11,554	1,352	213	150
\$250,000 to \$500,000.....	59	36	23	89,949	56,777	33,172	20,976	12,462	8,514	14,588	10,223	4,365	146	592
\$500,000 to \$1,000,000.....	68	27	36	162,579	67,219	95,360	52,628	20,379	32,244	33,423	16,222	17,201	231	2,061
\$1,000,000 to \$2,000,000.....	42	9	38	193,531	54,324	139,207	60,554	11,748	48,806	31,140	8,961	22,179	61	3,227
\$2,000,000 to \$5,000,000.....	31	7	24	234,992	61,560	173,432	173,432	96,749	24,695	72,054	51,917	20,137	194	5,525
\$5,000,000 to \$10,000,000.....	11	.....	11	180,517	.....	180,517	171,975	.....	71,975	23,866	.....	23,866	.....	5,011
\$10,000,000 to \$25,000,000.....	5	2	3	170,119	61,171	108,948	96,712	32,644	64,066	45,747	25,676	20,071	84	5,341
\$25,000,000 to \$50,000,000.....	4	.....	4	272,328	.....	272,328	159,418	.....	159,418	73,653	.....	73,653	.....	24,719



State																
Alabama	3	1	2	7,906	794	7,112	2,286	101	2,185	1,089	94	995	1	81		
Arkansas	6	5	1	4,433	3,529	904	1,764	1,168	596	985	841	144	8	48		
California	1	1	1	7,519	4,350	3,169	4,791	3,713	1,078	2,984	2,123	861	50	138		
Colorado	1	1		10	10		8	8		8	8		(*)	8		
Connecticut	2	2		5,379	5,379		1,526	1,526		1,242	1,242					
Florida	2	1	1	1,642	448	1,194	491	217	274	300	203	97	3	13		
Georgia	9	7	2	8,387	7,773	614	1,089	998	91	915	846	69	16	32		
Idaho	2	2		2,450			1,893	1,893		1,495	1,495		26			
Illinois	18	6	12	43,291	5,372	37,919	27,321	1,637	25,684	9,225	1,242	7,983	30	720		
Indiana	15	5	5	30,006	12,549	17,457	13,694	3,932	9,662	6,197	3,096	3,101	39	384		
Iowa	6	3	3	13,665	1,676	11,989	5,516	498	5,018	1,456	385	1,071	6	113		
Kansas	9	5	4	5,145	2,254	2,891	1,233	539	694	974	482	492	6	72		
Kentucky	23	18	5	36,134	18,490	17,644	8,886	3,954	4,932	5,455	3,329	2,126	44	153		
Louisiana	3	3		6,087	6,087		1,652	1,652		668	668		10			
Maine	1		1	9,722		9,722	5,465		5,465	2,346		2,346		207		
Maryland	5	2	3	22,567	6,643	15,924	4,566	828	3,738	3,109	735	2,374	9	371		
Massachusetts	2			9,046		9,046	3,019		3,019	1,564		1,564		1,030		
Michigan	8	3	5	31,663	928	30,735	13,531	160	13,371	6,289	139	6,150	1	752		
Minnesota	5	5		2,650	2,650		818	818		640	640		17			
Mississippi	3	3		1,651	1,651		334	334		257	257		5			
Missouri	46	34	12	34,929	26,760	8,169	7,149	5,116	2,033	4,981	4,335	646	79	77		
Montana	5	3	2	1,500	849	651	1,095	215	880	639	186	453	5	21		
Nebraska	4	4		2,224	2,224		538	538		469	469		6			
New Hampshire	1		1	1,780		1,780	296		296	118		118		7		
New Jersey	38	11	27	520,380	101,614	418,766	192,417	30,915	161,502	80,760	25,103	55,657	147	20,153		
New York	26	3	23	269,565	28,440	241,125	145,389	13,286	132,103	67,797	10,835	56,962	32	10,870		
North Carolina	7	2	5	10,408	3,677	6,731	3,266	1,421	1,845	2,387	1,166	1,231	23	181		
North Dakota	29	18	11	14,103	6,760	7,343	3,830	1,552	2,278	2,656	1,397	1,259	23	203		
Ohio	3	2	1	8,544	7,585	959	3,139	2,345	794	1,868	1,610	258	9	14		
Oklahoma	8	5	3	10,795	5,874	4,921	4,371	1,659	2,712	2,444	1,133	1,311	44	104		
Oregon	1		1	2,209		2,209	1,302		1,302	962		962		81		
Pennsylvania	29	8	21	166,893	43,828	123,065	75,746	14,340	61,406	51,292	10,133	41,159	75	9,479		
South Carolina	1		1	1,848	403	1,445	850	136	714	274	136	138	(*)	10		
South Dakota	23	22	1	12,515	11,412	1,103	2,988	2,862	126	2,412	2,388	24	27	9		
Tennessee	12	8	4	12,358	9,993		1,942	1,620	322	1,278	1,164	114	23	25		
Texas	20	18	2	26,598	25,070	1,528	9,524	8,838	686	6,568	6,275	293	145	44		
Vermont	3	2	1	11,057	8,687	2,370	3,725	3,375	350	3,445	3,259	186	21	22		
Virginia	8	3	5	26,041	2,964	23,077	10,756	629	10,127	4,907	511	4,396	8	505		
Washington	1		1	4,179		4,179	1,536		1,536	935		935		512		
West Virginia	3	3		8,346	8,346		2,006	2,006		1,458	1,458		11	325		
Wisconsin	31	20	11	26,898	18,739	8,159	9,511	5,966	3,545	7,188	5,096	2,092	56	23		
Wyoming	1		1	3,212		3,212	2,033		2,033	202		202				

<sup>1</sup> Adjusted to December 31, 1956.

<sup>2</sup> Excludes \$17 thousand of non-recoverable insurance expenses in cases which were resolved without payment of claims or a disbursement to facilitate assumption of deposits by another insured bank.

<sup>3</sup> Number of deposit accounts.

<sup>4</sup> Includes estimated additional disbursements in active cases.

<sup>5</sup> Excludes excess collections turned over to banks as additional purchase price at termination of liquidation.

<sup>6</sup> None of these disbursements, which include estimated additional disbursements in active cases, are recoverable by the Corporation; they consist almost wholly of field pay-off expenses.

<sup>7</sup> Includes advances to protect assets and liquidation expenses of \$46,606 thousand, all of which have been fully recovered by the Corporation, and \$173 thousand of non-recoverable expenses.

<sup>8</sup> Disbursement totals for each year relate to cases occurring during that year and may thus contain some amounts disbursed in subsequent years for such cases.

<sup>9</sup> Less than \$500.

**Table 118. ASSETS AND LIABILITIES OF INSURED BANKS REQUIRING DISBURSEMENTS BY THE FEDERAL DEPOSIT INSURANCE CORPORATION, 1934-1956<sup>1</sup>**

Year	Assets							Total	Liabilities and capital accounts			
	Cash and due from banks	U. S. Government obligations	Other securities	Loans, discounts, and overdrafts	Banking house, furniture & fixtures	Other real estate	Other assets		Total deposits	Other liabilities	Capital stock	Other capital accounts <sup>2</sup>
<b>Total....</b>	<b>\$132,953,429</b>	<b>\$93,982,038</b>	<b>\$75,517,919</b>	<b>\$259,238,402</b>	<b>\$23,108,322</b>	<b>\$59,587,391</b>	<b>\$16,543,096</b>	<b>\$660,930,597</b>	<b>\$579,802,988</b>	<b>\$12,134,399</b>	<b>\$64,748,725<sup>3</sup></b>	<b>\$4,244,485</b>
<b>DEPOSIT PAY-OFF CASES</b>												
<b>Total....</b>	<b>\$24,789,737</b>	<b>\$12,615,103</b>	<b>\$16,161,189</b>	<b>\$70,603,989</b>	<b>\$5,557,145</b>	<b>\$12,293,686</b>	<b>\$9,420,763</b>	<b>\$151,441,612</b>	<b>\$118,575,110</b>	<b>\$10,267,478</b>	<b>\$18,540,545<sup>4</sup></b>	<b>\$4,058,479</b>
1934-1951 <sup>5</sup>	22,620,382	10,154,078	15,946,562	65,569,217	5,375,616	12,293,686	8,330,507	140,290,048	107,374,564	10,122,023	18,150,545	4,642,916
1955.....	1,584,793	1,861,820	154,627	2,191,398	104,298	.....	52,663	5,949,599	6,497,918	7,713	140,000	-696,032
1956.....	584,562	599,205	60,000	2,843,374	77,231	.....	1,037,593	5,201,965	4,702,628	137,742	250,000	111,595
<b>DEPOSIT ASSUMPTION CASES</b>												
<b>Total....</b>	<b>\$108,163,692</b>	<b>\$81,366,935</b>	<b>\$59,356,730</b>	<b>\$188,634,413</b>	<b>\$17,551,177</b>	<b>\$47,293,705</b>	<b>\$7,122,333</b>	<b>\$509,488,985</b>	<b>\$461,227,878</b>	<b>\$1,866,921</b>	<b>\$46,208,180<sup>6</sup></b>	<b>\$186,006</b>
1935-1951 <sup>7</sup>	100,209,306	71,078,303	58,427,796	173,946,208	17,157,906	47,270,110	5,314,676	473,404,305	426,926,717	1,562,284	45,406,180	-490,876
1952.....	552,710	781,093	40,728	924,419	35,121	.....	54,320	2,388,391	3,006,036	8,908	62,000	-688,553
1953.....	4,485,650	8,326,289	660,548	4,878,142	141,556	.....	319,032	18,311,217	18,262,055	22,339	250,000	276,823
1954.....	88,414	141,600	2,000	884,925	1,306	.....	19,431	1,137,676	990,283	13	50,000	97,380
1955.....	2,523,201	600,000	80,000	2,695,617	96,671	18,067	22,185	6,035,741	5,464,660	240	160,000	410,841
1956.....	304,411	439,650	145,658	5,305,102	118,617	5,528	1,392,689	7,711,655	6,578,127	273,137	280,000	580,391

<sup>1</sup> As shown by books of banks after adjustments, if any, for liabilities or overdrafts discovered subsequent to closing.

<sup>2</sup> Includes surplus, undivided profits, and reserve funds, minus deficit, if any, as determined after adjustment of books of banks.

<sup>3</sup> Includes R. F. C. capital of \$25,180,114.

<sup>4</sup> Includes R. F. C. capital of \$5,896,246.

<sup>5</sup> There were no deposit pay-off cases from 1945 through 1954. For data by years see Annual Report of the Corporation for 1950, p. 280.

<sup>6</sup> Includes R. F. C. capital of \$19,283,868.

<sup>7</sup> For data by years see Annual Report of the Corporation for 1954, p. 168.

**Table 119. INSURED BANKS REQUIRING DISBURSEMENTS BY THE FEDERAL DEPOSIT INSURANCE CORPORATION DURING 1956**

Case number	Name and location	Class of bank	Number of depositors or accounts <sup>1</sup>	Date of closing	First payment to depositors, or disbursement by FDIC	Disbursement <sup>2</sup>	Receiver or assuming bank
Deposit pay-off 250	River Oaks State Bank, Fort Worth, Texas	State bank not member F. R. System	5,465	October 15, 1956	October 23, 1956	\$2,981,466	Federal Deposit Insurance Corporation
Deposit assumption 181	The Home National Bank of Ellenville, Ellenville, New York	National	9,676	December 4, 1956	December 21, 1956	\$463,022	Ellenville National Bank <sup>3</sup> Ellenville, New York

Case number	Assets <sup>4</sup>							Total	Liabilities and capital accounts <sup>4</sup>			
	Cash and due from banks	U. S. Government obligations	Other securities	Loans, discounts, and overdrafts	Banking house, furniture & fixtures	Other real estate	Other assets <sup>5</sup>		Deposits	Other liabilities	Capital stock	Other capital accounts
<b>Total</b>	<b>\$888,973</b>	<b>\$1,038,855</b>	<b>\$205,658</b>	<b>\$8,148,476</b>	<b>\$195,848</b>	<b>\$5,528</b>	<b>\$2,430,282</b>	<b>\$12,913,620</b>	<b>\$11,280,755</b>	<b>\$410,879</b>	<b>\$530,000</b>	<b>\$691,986</b>
Deposit pay-off 250	584,562	599,205	60,000	2,843,374	77,231	.....	1,037,593	5,201,965	4,702,628	137,742	250,000	111,595
Deposit assumption 181	304,411	439,650	145,658	5,305,102	118,617	5,528	1,392,689	7,711,655	6,578,127	273,137	280,000	580,391

<sup>1</sup> At date of closing. Number of depositors in deposit pay-off case; number of deposit accounts in deposit assumption case.

<sup>2</sup> In deposit pay-off case includes disbursements made to December 31, 1956, plus estimated additional disbursements.

<sup>3</sup> The Home National Bank of Ellenville was placed in receivership, and the Corporation named receiver, on December 4, 1956; the assumption of deposits by the Ellenville National Bank was facilitated by a loan to the receiver by the Corporation on December 21, 1956.

<sup>4</sup> As determined by FDIC agents after adjustment of books of bank for liabilities or overdrafts discovered subsequent to closing.

<sup>5</sup> In deposit pay-off case includes \$962,862 of items involved in kite which caused bank's suspension; in deposit assumption case includes \$1,079,510 of "unreconciled differences," most or all of which is attributable to overdrafts.

**Table 120. RECOVERIES AND LOSSES BY THE FEDERAL DEPOSIT INSURANCE CORPORATION ON PRINCIPAL DISBURSEMENTS FOR PROTECTION OF DEPOSITORS, 1934-1956**  
(Amounts in thousands of dollars)

Liquidation status and year of deposit pay-off or deposit assumption	All cases					Deposit pay-off cases					Deposit assumption cases				
	Number of banks	Principal disbursements	Recoveries to Dec. 31, 1956 <sup>1</sup>	Estimated additional recoveries	Losses <sup>2</sup>	Number of banks	Principal disbursements <sup>3</sup>	Recoveries to Dec. 31, 1956	Estimated additional recoveries	Losses <sup>3</sup>	Number of banks	Principal disbursements <sup>4</sup>	Recoveries to Dec. 31, 1956 <sup>1</sup>	Estimated additional recoveries	Losses <sup>5</sup>
<b>Total</b> .....	<b>431</b>	<b>292,238</b>	<b>259,077</b>	<b>4,417</b>	<b>28,744</b>	<b>250</b>	<b>94,469</b>	<b>76,530</b>	<b>2,565</b>	<b>15,374</b>	<b>181</b>	<b>197,769</b>	<b>182,547</b>	<b>1,852</b>	<b>13,370</b>
<b>Status</b>															
Active.....	35	109,626	96,554	4,417	8,655	5	7,425	3,662	2,565	1,198	30	102,201	92,892	1,852	7,457
Terminated..	396	182,612	162,523	.....	20,089	245	87,044	72,868	.....	14,176	151	95,568	89,655	.....	5,913
<b>Year</b>															
1934.....	9	941	734	.....	207	9	941	734	.....	207	.....	.....	.....	.....	.....
1935.....	25	8,890	6,154	20	2,716	24	6,025	4,274	.....	1,751	1	2,865	1,880	20	965
1936.....	69	14,781	12,315	7	2,469	42	8,056	6,596	.....	1,460	27	6,725	5,719	7	999
1937.....	75	19,160	15,610	.....	3,550	50	12,044	9,519	.....	2,525	25	7,116	6,091	.....	1,025
1938.....	74	30,479	28,054	.....	2,425	50	9,092	7,908	.....	1,184	24	21,387	20,146	.....	1,241
1939.....	60	67,770	60,597	16	7,157	32	26,197	20,399	.....	5,798	28	41,573	40,198	16	1,859
1940.....	43	74,184	70,100	162	3,872	19	4,895	4,313	.....	582	24	69,239	65,787	162	3,290
1941.....	15	23,880	23,233	52	595	8	12,278	12,065	.....	213	7	11,602	11,168	52	382
1942.....	20	10,825	10,136	.....	689	6	1,612	1,320	.....	292	14	9,213	8,816	.....	897
1943.....	5	7,172	7,048	.....	124	4	5,500	5,376	.....	124	1	1,672	1,672	.....	.....
1944.....	2	1,503	1,463	.....	40	1	404	364	.....	40	1	1,099	1,099	.....	.....
1945.....	1	1,768	1,768	.....	.....	.....	.....	.....	.....	.....	1	1,768	1,768	.....	.....
1946.....	1	265	265	.....	.....	.....	.....	.....	.....	.....	1	265	265	.....	.....
1947.....	5	1,724	1,480	170	74	5	1,724	1,480	.....	.....	5	1,724	1,480	170	74
1948.....	3	2,990	2,350	.....	640	3	2,990	2,350	.....	.....	3	2,990	2,350	.....	640
1949.....	4	2,552	2,179	3	370	4	2,552	2,179	.....	.....	4	2,552	2,179	3	370
1950.....	4	3,986	2,573	25	1,388	4	3,986	2,573	.....	.....	4	3,986	2,573	25	1,388
1951.....	2	1,885	1,792	93	.....	.....	.....	.....	.....	.....	2	1,885	1,792	93	.....
1952.....	3	1,369	563	22	784	.....	.....	.....	.....	.....	3	1,369	563	22	784
1953.....	2	5,017	5,017	.....	.....	.....	.....	.....	.....	.....	2	5,017	5,017	.....	.....
1954.....	2	913	531	80	302	.....	.....	.....	.....	.....	2	913	531	80	302
1955.....	5	6,789	5,114	1,394	281	4	4,443	3,662	500	281	1	2,346	1,452	894	.....
1956.....	2	3,445	.....	2,373	1,072	1	2,982	.....	2,065	917	1	463	.....	308	155

Note: Due to rounding differences, components may not add precisely to the indicated totals.

<sup>1</sup> Excludes in deposit assumption cases recovery of all advances for asset protection, totaling \$32,490 thousand, and of all liquidation expenses, totaling \$14,116 thousand.

<sup>2</sup> Includes estimated losses in active cases. Not adjusted for interest or allowable return, which was collected in some cases in which the disbursement was fully recovered.

<sup>3</sup> Includes estimated additional disbursements in active cases.

<sup>4</sup> Excludes excess collections turned over to banks as additional purchase price at termination of liquidations.

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