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MONEY AND BANKING, 1936/37

PREFACE

These two volumes are a continuation of the memoranda on *Commercial Banks* issued in 1931, 1934 and 1935 and of *Money and Banking, 1935/36*, issued in 1936.

The first volume, *Monetary Review*, contains five separate studies dealing with foreign exchanges in general, forward exchanges, stabilisation funds, the supply of gold and gold reserves and, finally, money rates and bond yields. These studies cover the period from 1929 to March 1937, but the events of the last two or three years are dealt with in greater detail. Seventeen international tables, which summarise the principal monetary statistics of about forty countries, are appended.

In the companion volume, *Commercial Banks*, one important change has been made. In the earlier editions, each chapter was prefaced by an introductory note either describing the banking structure of the country with which that chapter dealt or, when that had already been done, summarising the important monetary and banking developments of the past year. A description has now been given of all the banking systems of the countries contained in this volume, so that further descriptive notes are no longer necessary — at any rate for the time being. The introductory notes referring to recent events have been replaced in the present edition by additional monetary and related statistics for the period 1929 to March 1937. It is believed that the real trend of developments can be better ascertained from these data relating to a relatively long period than from a survey confined to a single year. Each country continues to be treated separately, and the statistics are accompanied by brief notes explaining the data given and summarising recent legislative and other measures.

The Summary Tables, in which national statistics relating to commercial bank accounts are adapted to a standard balance-sheet form, are carried in most cases up to the end of 1935, whereas for some of the more important countries the accounts for the end of 1936 have been added.

A. LOVEDAY,

*Director of the Financial Section
and Economic Intelligence Service.*

League of Nations,
Geneva, June 1937.

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A review of developments in recent years in international exchanges,
the supply of gold and central monetary gold reserves,
and interest rates will be found in the
companion volume
"MONETARY REVIEW".

ARGENTINE

End of	Banco Central de la República Argentina										Subsidiary notes and coin in circulation
	Gold	Foreign exchange	Guarantee bond	Consolidated Treasury bills	Government securities	Notes in circulation	Deposits			Capital and reserves of Instituto Movilizador	
							Total	Member banks	Official deposits		
Pesos (000,000's)											
May 1935	1,224	123	119	400	—	964	717	579	136	174	201
June 1935	1,224	117	119	189	—	940	521	246	147	174	195
Sept. 1935	1,224	111	119	150	10	932	497	241	146	174	193
Dec. 1935	1,224	129	119	221	14	982	707	482	219	—	196
March 1936	1,224	121	119	182	15	998	648	447	191	—	197
June 1936	1,224	106	119	54	18	1,013	493	327	158	—	198
Sept. 1936	1,224	131	119	67	20	1,004	543	320	219	—	201
Dec. 1936	1,224	303	119	—	19	1,094	552	426	121	—	208
March 1937	1,224	286	119	—	25	1,140	505	383	117	—	207

Value of Currency as % of the Gold Parity in 1929^a.

End of	Official rate	Free rate	End of	Official rate	Free rate
1929	96.4	—	March 1935	44.3	35.2
1930	78.1	—	June 1935	45.9	36.8
1931	60.7	—	Sept. 1935	46.0	37.9
1932	60.7	—	Dec. 1935	46.0	38.1
1933	50.3	—	March 1936	46.1	38.3
1934	46.1	35.0	June 1936	46.8	38.7
			Sept. 1936	46.8	39.5
			Dec. 1936	45.5	41.5
			March 1937	45.3	41.9

^a Gold parity in 1929 : 1 peso oro = 0.96476 U.S.A. dollar ; 1 U.S.A. dollar = 1.03653 peso oro.

Position of the Caja de Conversión previous to the Establishment of the Banco Central.

End of	Total note issue	Note issue against				Fiduciary issue
		Gold reserve (1 peso = 44 gold cents)	Bills re-discounted	Advances on Patriotic Loan bonds		
Pesos (000,000's)						
1929	1,247	954	—	—	293	
1930	1,261	968	—	—	293	
1931	1,245	593	359	—	293	
1932	1,338	584	295	166	293	
1933	1,214	561	207	153	293	
1934	1,171	561	172	145	293	
May 1935	1,216	561	216	145	293	

See *Commercial Banks 1913-1929*, page 350 ; *1925-1933*, page 268 ; *1929-1934*, page 155 ; and *Money and Banking 1935/36*, Vol. II, page 9.

Value of Currency : Gold parity in 1929 : 1 paper peso = 0.44 gold peso. Gold standard officially suspended, December 17th, 1929. Exchange control introduced, October 13th, 1931. Since November 29th, 1933, there are two recognised exchange rates for the peso : the official rate (dealings in foreign exchange derived from "regular" exports), which in effect was stabilised on January 19th, 1934, at 15 pesos to the £ sterling, and which was fixed by the Banco Central on January 2nd, 1936, at 15 pesos for the purchase of foreign currency and at 17.02 pesos to the £ sterling for sales ; and the free rate (foreign exchange derived from "supplementary" exports, from the liquidation of blocked accounts, etc.). On December 10th, 1936, the official selling rate was brought down to 16 pesos to the £ sterling.

Banco Central de la República Argentina : The Banco Central was established on May 31st, 1935. For the measures leading to its establishment, see *Money and Banking 1935/36*, Vol. II, page 10. *Gold :* Valued at the rate of 25 paper pesos to the gold £ (approximately 15 paper pesos to the £ sterling). *Non-interest-bearing guarantee bond :* Bond issued by the Government to the Bank as cover for that part of the fiduciary issue taken up by the Bank. *Consolidated Treasury bills :* Bills issued at the time of the establishment of the Banco Central through conversion of the balance of Patriotic Loan bonds deposited as security with the former Caja de Conversión (145 millions), and of Treasury bills deposited as security with the Banco de la Nación Argentina (255 millions). In view of the liquidity of the market, commercial banks took up participation certificates in these bills, which the

Commercial Banks.

Table 1.

End of the year :	1929	1930	1931	1932	1933	1934
Number of Banks	26	26	26	26	26	.
SUMMARY BALANCE-SHEET.						
ASSETS.						
Pesos (000,000's)						
1. Cash	470	467	514	643	516	403
(a) Gold, silver and small coins	94	22	7	5	5	3
(b) Inland notes and balances with Central Bank	376	445	507	638	511	400
2. Other Items of a Cash Nature	93	136	77	121	136	122
3. Bills discounted and bought	1,684	1,699	1,710	1,558	1,441	1,399
(a) Treasury bills	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—
4. Investments and Securities	211	242	271	262	242	233
(a) Government	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—
6. Due from Banks (Correspondents)	92	—	—	—	22	20
(a) At home	—	—	—	—	—	—
(b) Abroad	92	—	—	—	22	20
7. Loans and Advances	2,032	2,220	2,014	1,933	2,030	2,059
(a) On current account	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—
9. Premises, etc.	—	—	—	—	—	—
10. Sundry Assets	—	—	—	—	—	—
11. Total Balance-sheet	4,582	4,764	4,586	4,517	4,387	4,236
LIABILITIES.						
12. Capital paid up	522	537	554	557	.	.
13. Reserve Funds	169	174	176	178	.	.
14. Profit and Loss, etc.	2	2	3	3	.	.
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—
16. Due to Banks (Correspondents)	—	25	46	27	—	—
(a) At home	—	—	—	—	—	—
(b) Abroad	—	25	46	27	—	—
17. Deposits	3,945	4,029	3,555	3,554	3,512	3,484
(a) Current accounts and sight deposits	1,218	1,263	1,009	1,112	1,216	1,168
(b) Savings accounts	1,771	1,713	1,648	1,570	1,533	1,589
(c) Time or fixed deposits	710	795	667	654	537	504
(d) Other deposits	246	258	231	218	226	223
18. Rediscounts	—	—	359	295	207	172
19. Acceptances and Endorsements	—	—	—	—	—	—
20. Sundry Liabilities	—	—	—	—	—	—
21. Other Borrowings	404	379	524	490	480	508

Bank must in fact redeem as and when presented by the commercial banks. The amount of such bills thus varies according to the state of the money market. *Capital and reserves of Instituto Movilizador de Inversiones Bancarias:* Since the establishment of the Instituto Movilizador, these items (10 and 163.6 millions respectively) no longer figure in the Bank statement. Commercial banks have not resorted to rediscount at the Banco Central.

Subsidiary Notes and Coin in Circulation : Notes not exceeding 5 pesos and small coin, excluding amounts held by the Banco Central. The Government is solely responsible for this subsidiary issue.

Commercial Banks : The Act for the control of banking operations (reform enactments of March 28th, 1935) has now come into operation. Publication of banking statistics, which was held up at the time of the banking reform, has not yet been resumed.

Sources : Weekly Statements and First Annual Report of the Banco Central.

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume. The banking statistics for the year 1935 were not available at the time of preparing the Summary Balance-sheet (February 1937).

1. Cash.

The amounts shown under (a) consist entirely of gold. Those shown under (b) consist of:

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
Notes	292	318	383	552	376	321
Banco de la Nación (97)	(97)	(92)	(114)	(166)	(110)	(99)
Ordinary banks	(195)	(226)	(269)	(386)	(266)	(222)
Clearing-house balances of ordinary banks	84	127	124	86	135	82
Total	376	445	507	635	511	403

3. Bills discounted and bought.

The sums shown in the Summary Table consist of bills discounted for the public. They do not include the Banco de la Nación's rediscounts for the ordinary banks, which are given outside the balance-sheet (see note to group 21 below). The amounts discounted by the Banco de la Nación and by the ordinary banks are shown below:

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
Banco de la Nación	681	683	675	633	569	523
Ordinary banks	1,003	1,016	1,035	925	872	876
Total	1,684	1,699	1,710	1,558	1,441	1,399

6 and 16. Due from and to Banks (Correspondent Accounts).

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
Banco de la Nación	+ 55	+ 72	0	+ 10	+ 12	+ 32
Ordinary banks	+ 37	- 97	- 46	- 37	+ 10	- 12
Total	+ 92	- 25	- 46	- 27	+ 22	+ 20

7. Loans and Advances.

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
Loans	1,058	1,072	748	650	645	669
Banco de la Nación	(143)	(108)	(126)	(130)	(140)	(128)
Ordinary banks	(915)	(964)	(622)	(520)	(505)	(541)
Advances on Government securities	528	657	691	673	686	696
Banco de la Nación	(197)	(265)	(247)	(248)	(259)	(272)
Ordinary banks	(331)	(392)	(444)	(425)	(427)	(424)
Other loans and advances	446	491	575	610	699	695
Banco de la Nación	(96)	(103)	(120)	(146)	(205)	(205)
Ordinary banks	(350)	(388)	(455)	(464)	(494)	(490)
Total loans and advances	2,032	2,220	2,014	1,933	2,030	2,059
Banco de la Nación	(436)	(476)	(493)	(524)	(604)	(605)
Ordinary banks	(1,596)	(1,744)	(1,521)	(1,409)	(1,426)	(1,455)

17. Deposits.

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
Current accounts	1,218	1,263	1,009	1,112	1,216	1,168
Banco de la Nación	(448)	(452)	(320)	(363)	(440)	(433)
Ordinary banks	(770)	(811)	(689)	(749)	(776)	(735)
Savings deposits	1,771	1,713	1,648	1,570	1,533	1,589
Banco de la Nación	(956)	(882)	(847)	(805)	(801)	(846)
Ordinary banks	(815)	(831)	(801)	(765)	(732)	(742)
Time deposits	710	795	667	654	537	504
Banco de la Nación	(53)	(78)	(57)	(134)	(94)	(89)
Ordinary banks	(657)	(717)	(610)	(520)	(443)	(417)
Other deposits	246	258	231	218	226	223
Banco de la Nación	(112)	(111)	(103)	(102)	(100)	(109)
Ordinary banks	(132)	(147)	(128)	(116)	(126)	(114)
Total deposits	3,945	4,029	3,555	3,554	3,512	3,484
Banco de la Nación	(1,569)	(1,523)	(1,327)	(1,404)	(1,435)	(1,477)
Ordinary banks	(2,376)	(2,506)	(2,228)	(2,150)	(2,077)	(2,008)

18. Rediscounts.

The amounts shown under this heading in the Summary Table represent rediscounts of commercial paper which the Banco de la Nación effected with the Caja de Conversión.

The ordinary banks rediscount commercial paper with the Banco de la Nación and borrow from it against Government securities. As these borrowings represent neither a net asset nor liability of the commercial banking system as a whole, they have been excluded from the Summary Table and are shown separately outside the balance-sheet proper. See following note.

21. Other Borrowings.

As stated above, the Banco de la Nación's rediscounts of commercial paper for the ordinary banks and its advances to them against Government securities have been excluded from groups 3 and 7 under assets and from group 18 under liabilities. They are shown in the present group and were composed in the years under review as follows:

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
Rediscounts of commercial paper	138	135	252	287	267	268
Borrowings against Government securities	266	244	272	203	213	240
Total	404	379	524	490	480	508

AUSTRALIA AND NEW ZEALAND

Australia.

End of	Value of currency as % of gold parity in 1929 ^a	Commonwealth Bank of Australia												
		Gold	Foreign exchange			Funds held temporarily in London on account of Conversion Loan	Debentures and other securities (Issue department)	Government securities (Banking department)		Short-term loans in Australia	Discounts and advances	Notes in circulation	Special reserve: Premium on gold sold	Deposits
			English sterling reserve	Money at short call in London	Bills receivable in London			British and colonial	Commonwealth					
£ (000,000's) ^b														
1929	98.7	18.3	—	6.2	1.7	—	21.1	7.7	4.7	5.8	12.9	45.3	—	33.8
1930	91.8	15.4	—	3.2	1.1	—	8.2	6.3	15.1	6.3	14.6	48.2	—	44.5
1931	55.2	10.5	—	12.0	1.2	—	44.2	10.5	17.7	10.0	9.3	54.8	—	60.7
1932	53.8	8.5	3.0	13.8	1.2	—	38.1	10.8	19.5	12.2	10.0	50.1	—	63.1
1933	53.6	0.5	13.0	20.4	1.3	0.1	31.4	9.4	27.4	9.5	8.7	49.3	3.9	64.1
1934	47.9	0.5	15.2	22.5	1.5	0.9	32.4	9.5	27.6	12.9	9.8	50.3	3.9	74.9
March 1935	46.0	0.5	15.2	19.6	—	14.5	30.1	—	—	7.1	6.3	47.1	3.9	85.8
June 1935	47.6	0.5	15.5	18.3	1.9	0.3	34.6	9.6	27.1	4.6	10.3	47.0	3.9	67.5
Sept. 1935	47.8	0.5	15.5	15.2	3.7	0.4	34.6	—	35.9	9.5	6.9	47.0	3.9	69.0
Dec. 1935	47.7	0.5	15.5	12.8	2.1	—	39.2	9.5	26.8	6.9	10.2	51.3	3.9	62.4
March 1936	48.1	0.3	15.7	19.3	2.6	7.3	39.4	—	35.7	3.2	7.9	47.0	7.8	70.9
June 1936	48.8	0.3	15.7	22.9	2.0	3.0	39.1	9.5	27.3	7.5	9.5	47.0	7.8	74.9
Sept. 1936	48.7	0.3	15.7	21.3	2.4	0.5	39.1	—	36.2	7.0	8.5	47.0	7.8	71.2
Dec. 1936	47.5	0.3	15.7	22.8	2.8	—	42.0	—	35.3	7.0	8.8	50.5	7.8	69.0
March 1937	47.2	0.3	15.7	26.3	2.4	—	39.8	—	38.3	5.9	9.2	48.3	7.8	76.5

^a Gold parity in 1929 : £1 = 4.86656 U.S.A. dollars ; 1 U.S.A. dollar = £0.20548.

^b See the note relating to the Commonwealth Bank.

Average for the quarter ending	Trading Banks							Savings Banks	Clearing turnover
	Cash	Government and municipal securities	Loans	Notes in circulation	Deposits				
					Total	Non-interest-bearing	Interest-bearing		
£A (000,000's)									
Dec. 1934	47.1	50.5	248.1	0.170	294.8	102.7	189.3	212.9	33.0
March 1935	41.8	53.4	249.4	0.169	295.7	105.9	187.0	213.5	32.5
June 1935	38.5	52.0	253.7	0.169	294.4	106.5	185.2	218.0	36.0
Sept. 1935	34.4	49.6	258.0	0.168	286.7	102.5	181.5	220.0	32.3
Dec. 1935	33.6	48.0	260.8	0.168	292.3	109.7	179.9	220.5	39.0
March 1936	33.6	45.8	258.6	0.167	296.1	114.5	178.9	221.6	35.8
June 1936	30.9	44.3	262.4	0.167	294.2	109.5	182.0	224.1	34.7
Sept. 1936	30.0	43.1	266.5	0.167	286.9	103.1	181.2	225.0	33.2
Dec. 1936	31.2	41.4	267.6	0.167	294.0	110.5	180.8	224.2	41.0
March 1937	37.6	43.9	261.5	0.167	309.9	120.4	186.8	220.2	...

See *Commercial Banks 1913-1929*, page 411 ; *1925-1933*, page 325 ; *1929-1934*, page 206 ; *Money and Banking 1935/36*, Vol. II, page 14.

Commonwealth Bank of Australia : In the above table the balance-sheets of the issue and banking departments have been combined. From March 23rd, 1936, onwards, the balance-sheet items hitherto shown partly in

Australia.

Commercial Banks.

Table 3.

Averages for quarter ending June 30th :	1930	1931	1932	1933	1934	1935	1936
Number of Banks	11	11	10	10	10	10	10
SUMMARY BALANCE-SHEET.		£A (000,000's)					
ASSETS.							
1. Cash	37.6	53.2	49.8	41.3	53.3	38.5	30.9
(a) Gold, silver and small coins	4.6	2.0	2.0	1.9	1.9	1.9	2.0
(b) Inland notes and balances with Central Bank	33.0	51.2	47.8	39.4	51.4	36.6	28.9
2. Other Items of a Cash Nature	1.9	1.3	1.3	1.4	1.6	1.8	1.9
3. Bills discounted and bought	—	—	—	—	—	—	—
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	19.3	21.5	43.7	52.8	52.1	52.0	44.3
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	4.1	2.9	3.8	3.7	3.5	2.2	2.1
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	262.8	241.3	229.3	234.1	237.0	253.7	262.4
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	7.6	8.0	8.0	8.0	8.2	8.4	8.4
10. Sundry Assets	—	—	—	—	—	—	—
11. Total Balance-sheet	333.3	328.2	335.9	341.3	355.6	356.6	350.0
LIABILITIES.							
12. Capital paid up	—	—	—	—	—	—	—
13. Reserve Funds	—	—	—	—	—	—	—
14. Profit and Loss, etc.	—	—	—	—	—	—	—
15. Notes in circulation	0.2	0.2	0.2	0.2	0.2	0.2	0.2
16. Cheques and Drafts, etc., in circulation	2.8	2.3	2.1	2.1	2.4	2.5	2.7
17. Due to Banks (Correspondents)	2.7	1.5	1.3	1.2	1.3	1.0	0.9
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	270.0	262.8	280.0	277.6	299.7	294.4	294.2
(a) Current accounts and sight deposits	89.8	81.1	87.1	89.0	101.4	106.5	109.5
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	180.2	181.7	192.9	188.6	198.3	187.9	184.7
(d) Other deposits	—	—	—	—	—	—	—
19. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
20. Acceptances and Endorsements	—	—	—	—	—	—	—
21. Sundry Liabilities	—	—	—	—	—	—	—

£A and partly in £ sterling are, in accordance with the Commonwealth Bank Act, shown in Australian currency. The Royal Commission appointed by the Commonwealth Government in October 1935 to enquire into the monetary and banking systems as at present operating in Australia began its work on January 15th, 1936.

Trading Banks : Ten chief banks, excluding the Commonwealth Bank. *Government and municipal securities :* Including Treasury bills. *Deposits :* In addition to the total of the two columns, the aggregate figure includes the "Perpetual inscribed stock".

Savings Banks : Including the Commonwealth Savings Bank of Australia. End-of-month figures.

Clearing Turnover : Amounts cleared at Sydney and Melbourne. Weekly average.

Sources : Balance-sheets of the Commonwealth Bank of Australia. *The Australasian Insurance and Banking Record. Quarterly Summary of Australian Statistics.*

Summary Balance-sheet.

The commercial banking statistics given in this table refer exclusively to the assets and liabilities of the banking offices *within* Australia and exclude capital and reserve accounts.

For detailed notes of various items of the balance-sheet, see previous editions of this volume.

1. Cash.

The amounts shown under (a) are made up as follows :

June quarter	Coin	Bullion £A (000,000's)	Total
1930.	4.5	0.1	4.6
1931.	1.8	0.2	2.0
1932.	1.7	0.3	2.0
1933.	1.6	0.3	1.9
1934.	1.6	0.3	1.9
1935.	1.6	0.3	1.9
1936.	1.6	0.4	2.0

The sums shown under (b) consist of Australian notes issued by the Commonwealth Bank and deposits held by the joint-stock banks with that Bank. The amounts due by the Commonwealth Bank to other banks are shown below :

June quarter	£A (000,000's)
1930.	16.9
1931.	32.2
1932.	29.1
1933.	23.6
1934.	38.4
1935.	23.7
1936.	16.9

2. Other Items of a Cash Nature.

These consist of the banks' holdings of cheques and drafts on other banks.

4. Investments and Securities.

These include the banks' holdings of Treasury bills.

11. Total Balance-sheet.

As the official statistics do not cover the complete balance-sheets, the totals of the assets and liabilities shown do not correspond.

12, 13 and 14. Capital, Reserves and Undivided Profits.

The paid-up capital and reserves, etc., of all the Australian trading banks with head offices in either Australia or London were as follows :

End of June	Capital £A (000,000's)	Reserves and undivided profits £A (000,000's)
1930.	44.6	36.2
1931.	44.9	36.8
1932.	44.0	35.4
1933.	44.0	35.4
1934.	44.0	35.4
1935.	43.5	35.4
1936.	43.5	34.0

These figures do not include the capital and reserves of the foreign banks operating in Australia.

New Zealand.

Value of currency as % of the gold parity in 1929 ^a		
End of	Average of	
1929	99.4	March 1935 46.3
1930	95.5	June 1935 47.9
1931	63.3	Sept. 1935 48.1
1932	61.5	Dec. 1935 48.1
1933	53.8	March 1936 48.4
1934	48.2	June 1936 49.2
		Sept. 1936 49.0
		Dec. 1936 47.8
		March 1937 47.6

^a Gold parity in 1929 : £N.Z.1 = 4.86656 U.S.A. dollars ; 1 U.S.A. dollar = £N.Z.0.20548.

Situation prior to the establishment of the Reserve Bank		
End of	Issue Banks	
	Gold	Notes in public circulation
	£N.Z. (000,000's)	
1929	6.6	7.2
1930	6.9	6.7
1931	6.6	7.3
1932	5.1	7.1
1933	5.0	7.6
July 1934	5.0	6.2

End of	Reserve Bank of New Zealand						
	Gold	Sterling exchange	Investments	Notes in circulation	Demand liabilities		
					Total	Government	Banks
	£N.Z. (000,000's)						
Aug. 6th, 1934	0.3	24.5	1.5	7.8	17.0	14.5	2.5
Dec. 1934	3.0	22.1	1.9	9.8	15.8	6.7	9.1
March 1935	3.0	22.4	2.1	9.3	16.8	12.0	4.8
June 1935	2.8	22.8	2.1	9.1	17.2	13.3	3.9
Sept. 1935	2.8	19.7	2.1	8.9	14.3	9.2	4.6
Dec. 1935	2.8	21.4	1.6	10.7	13.7	3.7	9.7
March 1936	2.8	24.8	1.8	10.2	17.9	8.8	9.0
June 1936	2.8	22.1	2.0	10.0	15.8	8.8	6.7
Sept. 1936	2.8	16.8	2.1	11.2	11.0	3.9	6.9
Dec. 1936	2.8	16.5	2.7	13.6	14.8	3.5	11.1
March 1937	2.8	19.1	2.5	13.2	16.9	7.9	8.9

End of	Commercial Banks									Five savings banks	Postal savings banks	Bank debits
	Cash	Overseas assets		Discounts and advances	Government securities	Notes in circulation	Deposits					
		Total	In London				New Zealand		Liabilities abroad			
							Free	Fixed					Deposits	Deposits
	£N.Z. (000,000's)											
Aug. 1934	23.8	20.4	11.1	41.3	—	3.6	27.2	40.3	5.8	11.0	46.8	11.2 ^a
Dec. 1934	14.1	19.5	10.6	44.9	—	1.5	24.2	36.8	1.3	11.3	47.7	12.4 ^a
March 1935	9.4	23.9	16.6	44.6	—	0.9	27.7	35.5	1.1	11.3	49.4	15.6
June 1935	8.4	24.5	18.7	45.2	—	0.7	25.9	35.8	1.3	11.3	50.1	11.9
Sept. 1935	8.4	21.9	16.2	47.7	—	0.6	24.6	36.7	1.5	11.4	50.9	12.8
Dec. 1935	14.1	15.8	9.7	46.6	4.7	0.6	27.2	37.1	1.1	11.4	50.8	15.8
March 1936	13.3	20.4	14.1	44.9	5.1	0.6	31.9	36.5	1.1	11.8	52.9	17.7
June 1936	10.7	23.2	17.3	44.6	5.3	0.5	30.8	36.1	1.4	11.8	52.4	14.2
Sept. 1936	10.9	18.7	12.9	45.4	5.2	—	28.9	34.5	1.5	12.0	53.3	13.6
Dec. 1936	14.8	13.3	7.9	48.3	5.7	—	31.1	33.1	1.7	11.9	53.5	19.9
March 1937	^b 16.7	^b 13.9	^b 8.3	^b 45.8	^b 7.6	—	^b 36.7	^b 32.6	^b 1.4	12.3	55.1	...

^a Quarterly average.
^b February 1937.

See *Commercial Banks 1913-1929*, page 422 ; *1925-1933*, page 330 ; *1929-1934*, page 209 ; *Money and Banking 1935/36*, Vol. II, page 16.

Reserve Bank of New Zealand : For the initial operations on August 1st, 1934, see *Money and Banking 1935/36*, Vol. II, page 16. **Gold :** Nominal value. No application for rediscount or loans has been made to the bank. **Banking legislation :** The Reserve Bank of New Zealand Act of November 27th, 1933, was amended on April 8th, 1936 (Reserve Bank of New Zealand Amendment Bill) ; the Bank has been converted into a Government institution and authorised to undertake open-market operations.

Commercial Banks : Monthly returns published in the *New Zealand Gazette* in accordance with Article 46 of the Reserve Bank Act, 1933. **Cash :** Gold, silver and coins, Reserve Bank notes and balances with the Reserve Bank. **Government securities :** This item has only been published since October 1935. **Liabilities abroad :** Demand and time liabilities in respect of New Zealand business.

Bank Debits : Bank debits for accounts other than Government accounts. Monthly average.

Sources : Reserve Bank of New Zealand : Weekly statements and annual reports. Department of Industries and Commerce : *Bulletin*. Census and Statistics Office : *Monthly Abstracts of Statistics*. *The Australasian Insurance and Banking Record*.

New Zealand.

Commercial Banks.

Table 4.

Averages for quarter ending June 30th :	1930	1931	1932	1933	1934	1935	1936
Number of Banks	6	6	6	6	6	6	6
SUMMARY BALANCE-SHEET.		£N. Z. (000,000's)					
ASSETS.							
1. Cash	6.9	7.0	6.3	5.2	5.1	4.0	10.7
(a) Gold, silver and small coins . . .	6.8	6.9	6.2	5.1	5.0	0.8	0.7
(b) Inland notes and balances with Central Bank	0.1	0.1	0.1	0.1	0.1	3.2	10.0
2. Other Items of a Cash Nature	0.7	0.5	0.4	0.3	0.5	2.5	23.2
3. Bills discounted and bought	1.2	0.9	0.7	0.6	1.9	0.5	0.5
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	6.3	5.0	9.5	14.8	27.6	6.0	5.6
(a) Government	6.6	4.6	9.1	14.4	27.2	5.8	5.3
(b) Other	0.7	0.4	0.4	0.4	0.4	0.2	0.3
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents) . . .	0.7	1.7	1.3	1.7	0.8	2.5	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	52.9	52.5	49.9	46.1	39.4	43.4	44.7
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	1.2	1.3	1.3	1.3	1.3	1.4	1.5
10. Sundry Assets	—	—	—	—	—	—	—
11. Total Balance-sheet	69.9	68.9	69.4	70.0	76.6	60.3	86.2
LIABILITIES.							
12. Capital paid up	—	—	—	—	—	—	—
13. Reserve Funds	—	—	—	—	—	—	—
14. Profit and Loss, etc.	—	—	—	—	—	—	—
15. Notes in circulation	6.4	5.8	6.0	6.3	6.4	0.8	0.5
16. Cheques and Drafts in circulation . .	0.3	0.2	0.2	0.1	0.2	0.2	—
17. Due to Banks (Correspondents) . . .	0.7	1.6	1.3	1.7	0.8	0.1	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	58.8	55.0	54.0	57.5	64.8	61.8	68.3
(a) Current accounts and sight deposits	23.2	18.1	16.8	18.9	22.9	24.4	31.4
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	30.5	33.1	35.4	36.9	40.0	36.8	36.9
(d) Other deposits	5.1	3.8	1.8	1.7	1.0	0.6	—
19. Rediscounts and Other Borrowings . .	—	—	0.1	0.1	0.2	0.3	—
20. Acceptances and Endorsements	—	—	—	—	—	—	—
21. Sundry Liabilities	—	—	—	—	—	—	17.4

Summary Balance-sheet.

The series given up to June 1935 was discontinued after that date. The figures for 1936, taken from a new series, are not directly comparable with those for the preceding years. The commercial banking statistics given in this table refer exclusively to the assets and liabilities of the banking offices *within* New Zealand and exclude capital and reserve accounts. For detailed notes on various items of the balance-sheet, see previous editions of this volume.

2. Other Items of a Cash Nature.

Mainly cheques and drafts on other banks in 1935 : "Overseas assets in respect of New Zealand business" (in London : 17.3 ; elsewhere : 5.9 millions).

3. Bills discounted and bought.

Part of discounts may be included under advances in the official returns. Treasury bills issued in connection with the taking-over of the exchange reserves of the banks are included under securities.

11. Total Balance-sheet.

As the official statistics do not cover the complete balance-sheets, the totals of the assets and liabilities do not correspond.

18. Deposits.

The figures shown for June 1936 represent : demand liabilities in New Zealand (30.8) and elsewhere (0.6) and time liabilities in New Zealand (31.1) and elsewhere (0.8).

21. Sundry Liabilities.

The figure shown for June 1936 represents New Zealand business excess of assets over liabilities.

Australia and New Zealand. Commercial Banks.

Table 4.

End of June :	1929	1930	1931	1932	1933	1934	1935	1936
Number of Banks	12	12	12	12	11	11	11	11
SUMMARY BALANCE-SHEET.								
ASSETS.								
£ sterling (000,000's)								
1. Cash	85.8	74.8	74.8	79.8	74.9	74.2	82.5	67.7
(a) Gold, silver and small coins . . .	—	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	43.2	33.8	21.7	22.2	22.5	29.4	24.8	28.6
3. Bills discounted and bought	—	—	—	—	—	—	—	—
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign.	—	—	—	—	—	—	—	—
4. Investments and Securities	54.5	40.7	41.1	59.8	72.8	82.7	75.4	69.4
(a) Government	—	—	—	—	—	—	—	—
(b) Other.	—	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents). . .	—	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
7. Loans and Advances	298.8	322.8	308.1	290.0	287.2	289.3	293.9	310.0
(a) On current account	—	—	—	—	—	—	—	—
(b) Other.	—	—	—	—	—	—	—	—
8. Cover for Acceptances	6.0	5.9	4.7	4.4	4.6	6.0	6.6	5.6
9. Premises, etc.	8.5	9.1	9.5	9.7	9.8	9.8	9.9	10.1
10. Sundry Assets	—	—	—	—	—	—	—	—
11. Total Balance-sheet	498.8	487.1	459.9	465.9	471.8	491.4	493.1	491.4
LIABILITIES.								
12. Capital paid up	46.1	46.3	46.4	46.4	45.4	45.5	45.5	45.5
13. Reserve Funds	35.7	36.7	37.0	37.1	36.0	36.0	35.5	35.6
14. Profit and Loss, etc.	4.5	4.3	3.9	3.1	2.7	2.6	2.8	2.8
15. Notes in circulation	7.5	6.8	6.4	6.5	7.0	7.1	1.4	0.7
16. Cheques and Drafts in circulation . .	31.2	29.3	22.2	19.0	19.8	21.6	21.7	23.1
17. Due to Banks (Correspondents) . . .	—	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
18. Deposits	365.8	357.8	339.3	349.4	356.3	372.6	379.6	373.1
(a) Current accounts and sight deposits	—	—	—	—	—	—	—	—
(b) Savings accounts.	—	—	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—	—	—
(d) Other deposits.	—	—	—	—	—	—	—	—
19. Rediscunts and Other Borrowings . .	—	—	—	—	—	—	—	—
20. Acceptances and Endorsements . . .	6.0	5.9	4.7	4.4	4.6	6.0	6.6	5.6
21. Sundry Liabilities	—	—	—	—	—	—	—	—
PROFIT-AND-LOSS ACCOUNTS.								
Number of Banks	12	12	12	11	11	11	10	10
Capital and Reserves	86.6	88.1	89.4	86.2	87.5	87.3	77.2	86.2
1. Gross Profits	6.76	6.22	4.85	3.11	2.48	2.69	2.37	.
To be deducted :								
2. Expenses	—	—	—	—	—	—	—	—
(a) Salaries, etc.	—	—	—	—	—	—	—	—
(b) Other working expenses	—	—	—	—	—	—	—	—
(c) Taxes, etc.	—	—	—	—	—	—	—	—
3. Reserved for Pension Funds, etc. . .	0.02	0.02	0.02	0.02	0.02	0.02	0.02	.
4. Written off on.	0.25	0.21	0.13	0.01	0.07	0.07	0.04	.
(a) Premises, etc.	0.25	0.21	0.13	0.01	0.07	0.07	0.04	.
(b) Investments and securities	—	—	—	—	—	—	—	—
(c) Other assets.	—	—	—	—	—	—	—	—
5. Remaining Net Profit	6.49	5.99	4.70	3.08	2.39	2.60	2.31	2.56
6. Carried forward from preceding year .	1.79	1.85	1.97	1.96	1.60	1.08	1.09	1.10
7. Taken from Reserves or Capital. . . .	—	—	—	—	—	—	—	—
8. Total disposed of for Dividends, etc. .	8.28	7.84	6.67	5.04	3.99	3.68	3.40	3.66
9. Carried to Reserves	1.07	0.82	0.30	0.11	0.55	0.10	0.12	0.10
10. Dividends	5.36	5.05	4.41	3.33	2.36	2.49	2.18	2.25
11. Directors' Fees, etc.	—	—	—	—	—	—	—	—
12. Carried forward to following year . .	1.85	1.97	1.96	1.60	1.08	1.09	1.10	1.31

Summary Balance-sheet.

The Balance-sheet Summary of Australian and New Zealand banks together covers all business in Australia, New Zealand, London and elsewhere and includes capital and reserve accounts.

The table covers the ten trading banks operating in Australia and, in addition, the National Bank of New Zealand, which carries on business only in New Zealand, apart from its London head office. Table 41 (a) therefore represents a combination of Tables 39 (a) and 40 (a) plus the accounts of Australian and New Zealand banks held in London. For the composition of each item in the Summary Table, reference may be made to the detailed notes to the Summary Tables for Australia and New Zealand above. The amounts shown under "1. Cash" include coin and bullion, cash balances, Australian notes, notes of

the Reserve Bank of New Zealand and other banks, money at short call and some relatively small amounts of Government and other securities held by the Bank of New Zealand in London; "2. Other Items of a Cash Nature" refer to bills receivable in London and remittances in transit, including a certain amount of remittances in transit between branches. For the middle of 1935, the Commercial Banking Co. of Sydney, Ltd., is omitted from the profit-and-loss accounts table as the accounts of that bank are not yet available. Its dividends amounted to £0.24 million.

Sources: *The Australasian Insurance and Banking Record.* *The Economist* (Profit-and-Loss Accounts).

AUSTRIA

End of	Value of currency as % of gold parity in 1929 ^a	National Bank							Savings deposits	Percentage yield of bonds	
		Gold	Foreign exchange	Bills discounted	Government debt	Sight liabilities	Note circulation	Discount rate			
		Schillings (000,000's)							%	b	
1929	99.9	169	572	306	109	64	1,094	7.5	2,119	.	
1930	100.1	214	715	148	101	93	1,090	5	2,419	7.35	
1931	83.9	190	128	908	96	128	1,183	8	2,025	9.09	
1932	84.4	149	39	379	663	218	914	6	2,054	9.79	
1933	79.3	189	13	275	624	143	952	5	2,066	9.16	
1934	78.6	242	35	236	624	154	964	4.5	2,113	7.41	
1935	79.3	242	112	226	624	216	976	3.5	2,236	6.89	
1936	78.5	243	99	208	620	204	944	3.5	2,280	6.66	
March 1935	78.0	242	32	234	624	199	914	4	2,256	7.17	
June 1935	79.1	242	82	232	624	237	937	4	2,246	6.91	
Sept. 1935	79.6	242	139	230	624	274	953	3.5	2,255	7.06	
Dec. 1935	79.3	242	112	226	624	216	976	3.5	2,236	6.89	
March 1936	79.1	243	81	218	624	234	929	3.5	2,352	6.79	
June 1936	79.2	243	87	220	624	221	950	3.5	2,331	6.75	
Sept. 1936	79.1	243	132	213	624	262	944	3.5	2,336	6.71	
Dec. 1936	78.5	243	99	208	620	204	944	3.5	2,280	6.66	
March 1937	78.4	243	96	196	620	243	891	3.5	...	...

^a Parity in 1929 : 1 schilling = 14.07 U.S.A. cents ; 1 U.S.A. dollar = 7.107 schillings.

^b Millions of schillings.

See *Commercial Banks 1913-1929*, page 62 ; *1925-1933*, page 55 ; *1929-1934*, page 1 ; *Money and Banking 1935/36*, Vol. II, page 22.

Value of Currency : The exchange control imposed in 1931 was gradually relaxed in the following years by an extension of private clearing transactions, the only restrictions in force at the end of 1936 being those relating to the export of capital. On April 30th, 1934, the gold value of the currency was officially reduced by 21.3%. The gold and foreign-exchange reserve of the National Bank was written up 27%, the revaluation profit of 20.7 million schillings being used for the reconstruction of the Bankverein (involving its amalgamation with the Creditanstalt) and of the Escompte-Gesellschaft.

National Bank : The figures refer throughout to the last date in the year or month shown. *Gold and foreign exchange :* These items were written up by 27% on April 30th, 1934 ; the rate at which the revaluation was effected was 1 schilling = 0.16667 gramme of fine gold.

In addition to the figures for foreign exchange shown above, the annual end-of-year accounts of the National Bank give the following amounts of net foreign exchange under " Other assets " in the years 1929-1935 (in million schillings) : 88, 86, 12, 15, 25, 34, 42.

An agreement regarding the settlement of the " live claims " of the *Creditanstalt's* foreign creditors, amounting to about 200 million schillings, was reached on January 29th, 1936, under which the Austrian Government paid 60 million schillings in cash to the foreign creditors and, in addition, undertook to make an annual payment of 2 million schillings to them for twenty years. The funds required for the cash payment of 60 million schillings were obtained by the Government from the Creditanstalt in exchange for 4% Government bonds. The effects of this operation on the National Bank are reflected in a decline of the Bank's foreign assets in the early part of 1936. The Government bonds received by the Creditanstalt were allocated to its staff pensions fund. *Bills discounted :* At the end of 1934 and 1935, the National Bank applied almost the whole of its net profit of about 10 million schillings in each year to the writing-off of " frozen " bills of the Industriekredit A.G., which constitute almost its entire bill portfolio. *Government debt :* The sharp rise in this item in 1932 was due to the reconstruction of the Creditanstalt, in the course of which the Government took over from the National Bank its entire portfolio of rediscounted Creditanstalt finance bills, amounting to 571.4 million schillings, which it subsequently cancelled, and incurred a liability to the Bank to the same amount.

Savings Deposits : The figures comprise the Post Office Savings Bank, other savings banks, commercial banks, mortgage banks and other credit institutions in Vienna and in the provinces.

Interest Rates : *Discount rate :* Date of last change : July 10th, 1935. *Bond yields :* 7% International Loan, 1930, Austrian tranche.

Sources : Annual reports, monthly *Mitteilungen* and weekly balance-sheet returns of the National Bank. *Monatsberichte des österreichischen Instituts für Konjunkturforschung.*

Commercial Banks.

Table 5.

End of the year:	1930	1931	1932	1930	1932	1933	1934	1935	
Number of Banks	4	4	4	5	5	5	4	4	
SUMMARY BALANCE-SHEET.				Schillings (000,000's)					
ASSETS.									
1. Cash	59.7	51.4	37.9	88.8	45.7	71.6	105.3	138.3	
(a) Gold, silver and small coins	—	—	—	—	—	—	—	—	
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—	—	
2. Other Items of a Cash Nature	—	—	—	—	—	—	—	—	
3. Bills discounted and bought	234.8	169.2	106.8	326.5	147.3	143.9	159.6	155.2	
(a) Treasury bills	—	—	—	—	—	—	—	—	
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—	
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—	
4. Investments and Securities	30.5	23.2	17.9	101.3	57.4	59.1	82.8	95.2	
(a) Government	—	—	—	—	—	—	—	—	
(b) Other	—	—	—	—	—	—	—	—	
5. Participations	178.8	158.7	136.7	281.4	145.2	136.5	93.9	91.9	
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—	—	
(a) At home	—	—	—	—	—	—	—	—	
(b) Abroad	—	—	—	—	—	—	—	—	
7. Loans and Advances	1,062.4	851.3	807.7	2,443.0	1,265.2	1,071.3	942.4	887.5	
(a) On current account	—	—	—	—	—	—	—	—	
(b) Other	—	—	—	—	—	—	—	—	
8. Cover for Acceptances	0.5	0.4	0.2	2.0	0.2	0.2	0.3	0.6	
9. Premises, etc.	10.7	10.0	9.9	33.1	13.1	15.3	11.3	10.9	
10. Sundry Assets	0.5	0.5	0.1	186.4	78.0	88.9	88.8	73.9	
11. Total Balance-sheet	1,577.9	1,264.7	1,117.2	3,462.5	1,752.2	1,586.8	1,484.4	1,453.5	
LIABILITIES.									
12. Capital paid up	129.0	114.0	74.0	381.1	221.0	198.8	193.8	194.0	
13. Reserve Funds	74.6	48.3	5.0	—	—	—	—	—	
14. Profit and Loss, etc.	11.7	4.4	0.3	11.7	0.5	1.0	0.8	2.1	
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—	—	
16. Due to Banks (Correspondents)	—	—	—	—	—	—	—	—	
(a) At home	—	—	—	—	—	—	—	—	
(b) Abroad	—	—	—	—	—	—	—	—	
17. Deposits	1,361.3	1,096.8	1,037.4	3,036.5	1,400.7	1,302.9	1,215.8	1,190.5	
(a) Current accounts and sight deposits	1,098.3	878.0	821.3	2,464.2	1,149.5	1,059.3	953.0	906.6	
(b) Savings accounts	—	—	—	—	—	—	—	—	
(c) Time or fixed deposits	266.0	218.8	216.1	582.3	251.2	243.6	262.8	284.0	
(d) Other deposits	—	—	—	—	—	—	—	—	
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—	—	
19. Acceptances and Endorsements	0.5	0.4	0.2	2.0	0.2	0.2	0.3	0.6	
20. Sundry Liabilities	0.8	0.8	0.3	31.2	129.8	83.9	73.7	66.3	
21. Guarantees (<i>Avale</i> and <i>Bürgschaften</i>)	—	34.8	46.1	—	114.8	118.6	98.2	82.8	
22. Other Contingent Liabilities	—	—	—	—	212.2	207.5	211.5	212.9	
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.									
	1930	1931	1932	1929	1930	1931 & 1932	1933	1934	1935
1. Gross Profits	60.8	52.6	37.4	107.6	124.0	145.3	59.7	51.0	51.9
<i>To be deducted:</i>									
2. Expenses	43.6	40.9	35.0	77.9	77.4	117.9	39.5	35.3	30.6
(a) Salaries, etc.	27.8	26.2	24.0	60.0	49.6	82.7	27.3	24.5	20.0
(b) Other working expenses	6.7	6.4	6.6	9.8	11.1	19.7	7.7	7.6	6.6
(c) Taxes, etc.	9.1	8.3	6.4	18.1	16.7	16.6	4.5	3.2	3.4
3. Reserved for Pension Funds, etc.	6.1	7.2	7.3	10.3	16.1	40.8	16.8	15.0	14.5
4. Written off:									
(a) Ordinary depreciation accounts	0.1	0.1	0.1	0.5	0.6	1.4	0.1	0.1	5.0
(b) Extraordinary accounts	—	60.4	102.6	—	159.0	977.0	38.5	46.0	—
5. Net Profit or Loss:									
(a) Including extraordinary off-writings	11.0	— 56.0	— 107.6	18.9	— 129.1	— 991.8	— 35.2	— 45.4	1.8
(b) On current transactions	11.0	4.4	— 5.0	18.9	20.8	— 14.8	— 2.9	0.8	1.8
6. Carried forward from preceding year	0.7	1.1	4.0	1.1	1.2	5.1	—	0.2	0.3
7. (a) Taken from Reserves or Capital	—	59.3	103.8	—	76.5	272.5	36.1	30.0	—
(b) Contributions & <i>fonds perdus</i>	—	—	—	—	63.1	722.7	—	16.0	—
8. Total disposed of for Dividends, etc.	11.7	4.4	0.3	20.0	11.7	0.6	0.9	0.8	2.1
9. Carried to Reserves	0.1	0.1	0.2	1.9	0.1	0.3	0.5	0.1	1.4
10. Dividends	9.4	—	—	15.3	9.4	—	—	—	—
11. Directors' Fees, etc.	0.4	—	—	0.9	0.4	—	—	—	—
12. Carried forward to following year	1.0	4.1	—	1.0	1.0	—	0.2	0.4	0.4
13. Transferred to Head Office account	0.8	0.2	0.1	0.9	0.8	0.3	0.2	0.3	0.3

Summary Balance-sheet.

General Note.— The summary balance-sheet table can only be understood in the light of the frequent measures of banking reconstruction carried out in the period from the Creditanstalt collapse in May 1931 to the merger of the Bankverein with the Creditanstalt in April 1934. For detailed information regarding these measures, reference should be made to the preceding three editions of the present publication.

The figures in the first 3 columns (1930-1932) of the summary table do not include the Creditanstalt, whose accounts have not been published for 1931.

3. Discounts.	1932	1933	1934	1935
<i>Creditanstalt</i> :		Schillings (000,000's)		
Home bills	35	39	54	51
Foreign bills	6	2	9	9
Total	41	41	63	60

6 and 7. Correspondent Accounts and Loans and Advances.

<i>Bankverein, Länderbank and Merkurbank</i> :	1930	1931	1932	1933	1934	1935 ^a
			Schillings (000,000's)			
Correspondent accounts	83	33	30	20	12	11
Loans and advances . . .	572	472	464	420	192	214
Total	655	505	494	440	204	225

^a Länderbank and Merkurbank only.

The figures in the Summary Table represent almost exclusively the item *Debitoren* shown in the bank balance-sheets. The following details under this item are shown by the Creditanstalt :

End of :	1932	1933	1934	1935
		Schillings (000,000's)		
"Nostro" accounts with foreign banks	8.8	8.5	10.1	11.5
Domestic bank accounts . . .	36.2	14.5	37.5	12.5
Advances to associated industrial concerns	141.5	129.6	141.0	122.7
Public bodies	49.4	30.1	43.6	42.6
Loans on current bank account	211.5	150.3	248.7	232.1
Other accounts (transitory, etc.)	10.1	12.0	26.8	15.8
Total	457.5	345.0	507.7	437.2
Of which in foreign currencies	271.4	61.4	91.8	66.5

9. Sundry Assets.

Includes the following :	1932	1933	1934	1935
		Schillings (000,000's)		
<i>Creditanstalt</i> :				
Mortgage loans	40.4	38.3	34.8	29.6
Building loans	37.5	46.7	48.9	44.3

12 and 13. Capital and Reserves.

Excluding capital and reserves of the Länderbank, which are held abroad.

16 and 17. Correspondent Accounts and Deposits.

Item 17 (a) represents the aggregate of a number of different accounts which, in the balance-sheets of the banks, are combined under the general heading *Kreditoren*. The Creditanstalt shows the following details :

Summary of Profit-and-Loss Accounts.

The 1934 and 1935 figures for gross profits of the Creditanstalt are obtained by deducting from interest, commissions, etc., received both the interest paid on deposits and the payment made to the Industriekredit A.G. in accordance with the bank reorganisation of April 1934.

The extraordinary off-writings (item 4 (b)) in 1934,

Current-account deposits of :	1932	1933	1934	1935
		Schillings (000,000's)		
Savings banks	263.7	56.9	105.4	76.5
Public bodies		9.8	14.5	26.3
Financial institutions . . .		34.2	86.0	56.8
Others		101.5	167.9	172.4
Other creditors ^a	64.6	50.7	69.2	60.8
Total	328.3	253.2	443.0	392.8
Of which in foreign currencies	54.6	36.1	70.6	

^a Bills payable, pension funds, transitory items, special reserves, etc.

Items 17 (b) to (d) represent *Kassenscheine*, deposits and savings accounts of the public.

18. Rediscounts.

<i>Creditanstalt, 1932-1934</i> :	1932	1933	1934	1935
		Schillings (000,000's)		
Rediscounted finance bills	61	68	—	—
Rediscounted commercial bills	21	9	—	—
Total	82	77	—	—

Rediscounted finance bills are shown under the balance-sheet liabilities (included in group 20, below); rediscounted commercial bills, given below the balance-sheet of the bank, are excluded entirely from the Summary Table.

20. Sundry Liabilities.

<i>Creditanstalt, 1932-1934</i> :	1932	1933	1934	1935
		Schillings (000,000's)		
Rediscounted finance bills	61.0	8.0	—	—
Mortgage bonds	30.6	29.0	26.8	22.0
Bonds covered by building loans	37.9	46.7	46.9	44.3
Total	129.5	83.7	73.7	66.3

21. Guarantees.

For 1933, 1934 and 1935, this item includes the Government guarantee of 20 million schillings accorded to the Industriekredit A.G. in April 1934. The *aval* liabilities of the Creditanstalt amounted to 68.7 millions at the end of 1932, 51.8 millions in 1933, 71.0 millions in 1934 and 56.2 millions in 1935.

22. Other Contingent Liabilities.

The figures for 1932 and 1933 represent "live claims" of the foreign creditors of the Creditanstalt. The figures for 1934 and 1935 include, besides the "live claims", a contingent liability of 15.3 and 14.3 millions respectively of the Creditanstalt to the Industriekredit A.G.

which have their counterpart in items 7 (a) and (b), are due to the Bankverein, as described in *Commercial Banks 1929-1934*, page 1.

Item 13 refers to the net profits of the Länderbank, which are transferred to its head office in Paris.

BELGIUM

End of	Value of currency as % of gold parity in 1929 ^a	Banque Nationale de Belgique							Subsidiary coin	General Savings Bank	Clearing turnover
		Gold	Domestic bills and foreign gold exchange	Advances on Belgian public securities	Belgian Treasury bills, annuities and securities	Notes in circulation	Current accounts					Savings deposits
							Treasury	Private accounts			
Francs (000,000's)											
1929	100.7	8,671	4,039	166	1,688	13,437	152	923	750	5,438	40,024
1930	100.4	11,157	4,024	156	1,462	15,818	212	809	714	7,653	35,941
1931	100.0	12,751	4,558	298	1,440	18,015	104	1,190	660	9,115	28,318
1932	99.6	12,977	3,440	362	1,814	18,053	380	627	219	9,813	26,136
1933	100.0	13,661	3,857	265	1,737	16,981	882	2,135	111	9,964	19,525
1934	99.9	12,523	3,336	578	1,699	17,591	165	949	178	10,452	25,896
March 28th, 1935	99.7 ^b	11,293	4,665	1,629	1,699	18,851	127	928	.	10,239	25,052
April 4th, 1935	—	12,997	4,873	1,223	829	19,125	133	1,156	.	—	—
June 1935	72.2	17,951	7,228	562	829	20,153	147	6,722	.	10,100	24,980
Sept. 1935	72.1	17,094	6,748	569	812	20,703	183	4,786	.	10,197	19,396
Dec. 1935	72.0	17,286	6,532	437	799	20,637	342	4,555	635	10,584	23,950
March 1936	72.1	16,597	5,910	422	799	20,817	45	3,359	.	10,682	25,913
June 1936	72.3	18,811	7,008	392	799	21,768	66	5,646	.	10,797	26,749
Sept. 1936	71.8	18,628	6,835	366	786	22,531	317	4,198	.	10,978	26,269
Dec. 1936	71.8	18,684	6,875	351	774	22,452	540	4,111	619	11,459	29,082
March 1937	71.6	18,256	6,867	188	774	22,022	829	3,670	.	11,719	33,492

^a Gold parity in 1929 : 1 belga = 0.13905 U.S.A. dollar ; 1 U.S.A. dollar = 7.19193 belgas.

^b March 21st.

End of	Commercial Banks							
	Cash	Due from banks	Bills receivable	Current accounts (debit)	Belgian public securities	Due to banks	Deposits	
							Sight and under 30 days	Above 30 days
Francs (000,000's)								
Dec. 1935	4,455	3,135	4,456	8,133	3,122	2,528	16,067	3,036
March 1936	3,000	3,521	4,479	7,708	3,307	2,191	15,788	3,073
June 1936	4,837	3,814	4,126	7,654	3,720	2,727	17,347	3,381
Sept. 1936	4,378	4,263	4,033	7,739	3,961	2,592	17,684	3,059
Dec. 1936 . . . . .	...	...	...	...	...	...	...	...

See *Commercial Banks 1913-1929*, page 71 ; *1925-1933*, page 66 ; *1929-1934*, page 7 ; *Money and Banking 1935/36*, Vol. II, page 27.

Value of Currency : The devaluation rate of the belga, provisionally fixed on March 31st, 1935, at 28% (1 belga = 0.150632 gramme of fine gold), became final on March 31st, 1936. Note convertibility, suspended on March 30th, 1935, was restored on March 31st, 1936, and the Exchange Equalisation Fund created on April 3rd, 1935, was abolished. On September 26th, 1936, the Belgian Government acceded to the Franco-Anglo-American Tripartite Agreement of September 25th, 1936, and in November to the arrangements for ensuring technical co-operation referred to in the Declaration of October 13th, 1936, made by the United States Secretary of the Treasury.

Banque Nationale de Belgique : Last weekly statement of the month, except the end-of-year figures referring to annual balances. **Gold :** Revalued on March 29th, 1935 (provisional rate of valuation : 25%), and on March 31st, 1936 (final rate : 28%). The Bank's foreign-exchange holdings on March 29th, 1935, were revalued on the same basis on March 31st, 1936. The additional assets accruing from this revaluation were taken over by the Treasury (4,350 million francs). Including, in 1929 and 1930, bills and gold holdings abroad. *Belgian Treasury*

Commercial Banks.

Table 6.

End of the year:	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	87	88	62	62	59	.	125
Branches and Sub-Branches							1,130
SUMMARY BALANCE-SHEET.		Francs (000,000's)					
ASSETS.							
1. Cash							4,455
(a) Gold, silver and small coins							—
(b) Inland notes and balances with Central Bank	3,659	3,456	3,649	4,769	5,930	.	—
2. Other Items of a Cash Nature							—
3. Bills discounted and bought	6,482	6,726	6,557	5,384	5,480	.	4,456
(a) Treasury bills	—	—	—	—	—	.	—
(b) Commercial bills, Inland	—	—	—	—	—	.	—
(c) Commercial bills, Foreign	—	—	—	—	—	.	—
4. Investments and Securities							4,178
(a) Government	5,717	7,154	7,208	7,046	6,927	.	3,122
(b) Other							1,056
5. Participations							27
6. Due from Banks (Correspondents)							3,135
(a) At home							—
(b) Abroad							—
7. Loans and Advances	21,471	21,091	15,789	12,602	11,756	.	8,133
(a) On current account							8,133
(b) Other							—
8. Cover for Acceptances							—
9. Premises, etc.							521
10. Sundry Assets	411	514	447	473	485	.	1,510
11. Total Balance-sheet	37,740	38,941	33,650	30,274	30,578	.	26,415
LIABILITIES.							
12. Capital paid up	4,157	4,591	3,828	3,986	4,088	.	2,576
13. Reserve Funds	3,350	3,548	2,755	2,653	2,777	.	676
14. Profit and Loss, etc.	870	801	474	421	424	.	—
15. Cheques and Drafts, etc., in circulation							—
16. Due to Banks (Correspondents)							2,528
(a) At home							—
(b) Abroad							—
17. Deposits							19,103
(a) Current accounts and sight deposits	29,363	30,001	26,593	23,214	23,289	.	18,067
(b) Savings accounts							—
(c) Time or fixed deposits							3,036
(d) Other deposits							—
18. Rediscounts and Other Borrowings							69
19. Acceptances and Endorsements							—
20. Sundry Liabilities							1,463

bills, annuities and securities : Balance of the Government debt (Decree of October 25th, 1926) and difference between the cost of the Bank's sterling holdings on September 21st, 1931, and the revaluation of such holdings on June 24th, 1932 (Law of July 19th, 1932) ; this balance written off by the Government (Law of December 27th, 1930) and the Bank (Law of July 19th, 1932, and Agreement of July 27th, 1932, regarding exchange losses sustained by the Bank in September 1931) has been reduced, more particularly by drawing on the proceeds of revaluation of the gold stocks and by the Treasury resuming the circulation of 50-franc notes (see below).

Subsidiary Coin : Metallic currency and small notes for Treasury account. When the franc was devalued, the 50-franc notes were taken over into circulation by the Treasury (Agreement of April 4th, 1935, between the Bank and the State, approved by Royal Decree of April 16th, 1935).

Commercial Banks : The statistics of commercial banks compiled by the Banking Commission (Royal Decree of July 9th, 1935) and drawn up at the end of each quarter since December 31st, 1935, refer to 125 so-called private banks (see below : Summary Balance-sheet).

Movement of Clearings : Clearing operations of the Brussels and provincial clearing-houses ; monthly figures.

Sources : Banque Nationale de Belgique : Weekly statements, annual reports and *Bulletin d'Information et de Documentation*. First Annual Report of the Banking Commission.

Summary Balance-sheet.

The statistics of commercial banks compiled by the Banking Commission since December 31st, 1935, cannot be compared with the statistics for 1929-1933. The differences are due, *inter alia*, to the following reasons: (1) Number of banks: the new statistics refer to 125 so-called private banks, nine of which are constituted as companies in foreign law and are obliged to keep separate books for their transactions in Belgium; forty-five of the agencies and branches operate in Luxemburg; (2) rules governing the framing of the balance-sheets and monthly returns of banks; (3) effects of the banking reform (Royal Decree of August 22nd, 1934), particularly the prohibition of mixed banks which both engage in commercial transactions and control industrial concerns, and the separation

of mixed banks into banks properly so called and financial companies.

4. Investments and Securities.

Item 4 (b) is subdivided as follows (end of 1935)

	Francs (100,000's)
1. Foreign public securities	120
2. Bank shares	337
3. Other shares	487
4. Bonds	3
5. Securities in the legal reserve	109
Total	1,056

BOLIVIA

End of	Value of currency as % of gold parity in 1929 ^a		Banco Central de Bolivia								
			Gold	Foreign exchange	Bills discounted, loans and advances	Govern- ment securities	Sundry bonds	Other securities	Note circulation	Deposits	
	Official rate	Export rate								Total	Banks
	Bolivianos (000,000's)										
1929	98.3 ^b	—	9.2	46.4	17.2	3.8	4.4	0.6	42.5	17.9	5.1
1930	96.5	—	2.8	36.3	19.7	5.2	3.3	2.0	31.8	14.7	0.6
1931	69.5	—	3.3	23.3	21.0	6.5	2.2	4.6	26.6	11.2	1.8
1932	50.2	—	6.2	23.2	17.8	57.1	12.7	4.8	37.6	42.3	4.5
1933	44.7	—	7.9	6.7	15.0	115.3	3.9	5.2	53.8	54.0	21.5
1934	39.1	—	0.9	12.8	10.1	207.3	34.9	3.8	83.6	139.0	47.4
June 1935	42.2	9.7	5.6	15.4	8.4	326.5	5.0	3.3	120.0	195.8	66.6
Dec. 1935	38.3	9.9	11.1	17.7	5.3	388.7	4.8	3.1	145.9	231.8	92.4
June 1936	16.0	7.3 ^c	.	.	.	.	.	.	168.0	240.2	.
Dec. 1936	15.6	4.9 ^d	22.7	82.9	7.1	413.4	3.7	4.7	210.3	232.7	95.5

^a Gold parity in 1929 : 1 boliviano = 0.36499 U.S.A. dollar ; 1 U.S.A. dollar = 2.73978 bolivianos.

^b Average 1929.

^c Free rate.

^d Bank rate.

See *Commercial Banks 1925-1933*, page 274 ; *1929-1934*, page 159 ; *Money and Banking 1935/36*, Vol. II, page 30.

Value of Currency : Official suspension of the gold standard : September 25th, 1931. Introduction of exchange control : October 3rd, 1931. Since that date the boliviano has had two rates : the official rate and the free rate. The Decree of January 24th, 1935, established two legal rates of exchange — the official rate and the export rate — and fixed the percentage of foreign exchange (varying according to the commodities) which exporters were required to sell to the Banco Central at the official rate and at the export rate. On April 1st, 1936, the export rate, after being reduced from 80 to 50 bolivianos per £, was declared the "official rate". The former official rate of 20 bolivianos per £ was abolished, except, however, in the case of Government purchases of foreign exchange. At the beginning of 1937, the boliviano had three rates : an "official" rate (80 bolivianos = £ 1) for the importation of articles of first necessity subject to rationing ; a "commercial" rate (120 bolivianos = £ 1) for non-luxury articles attended to by the "Committee of Control" ; and a "bank" rate (140 bolivianos = £ 1) for the importation of other articles.

Banco Central de Bolivia : *Gold and foreign exchange :* On December 31st, 1936, the gold and foreign exchange reserves were revalued at the rate of 80 bolivianos = £ 1. *Foreign exchange :* Including, since 1931, gold earmarked in London. *Government securities :* This item began to grow in 1932, the year of the outbreak of hostilities with Paraguay. *Sundry bonds :* Loans issued by departments and municipalities. *Other securities :* Bonds issued by mortgage banks and shares.

Commercial Banks : The Balance-sheet Summary, which is drawn up on the same principles as that in the preceding editions of this volume, furnishes particulars, not only for all three banks of the country, including the Banco Central, but also for the two purely commercial banks.

Sources : Banco Central de Bolivia : Annual reports. "El Banco Central de Bolivia durante la Guerra del Chaco" (Editorial "America", La Paz).

Summary Balance-sheet.

The Summary Table, which is drawn up on the same principles as that in the preceding edition of this volume, furnishes not only particulars for all the banks in the country, including the Banco Central, but also the special figures relating to the two purely commercial banks.

For detailed notes on various items of the Summary Balance-sheet, see previous editions of this volume.

Commercial Banks.

Table 7.

End of the year :	1929	1930	1931	1932	1933	1934 ^a	1935 ^a	1931	1932	1933	1934 ^a	1935 ^a
Number of Banks	3	3	3	3	3	3	3	2	2	2	2	2
SUMMARY BALANCE-SHEET.												
ASSETS.												
Bolivianos (000,000's)												
1. Cash	20.9	8.9	11.1	14.4	38.6	49.1	90.1	6.3	6.9	30.4	48.0	78.3
(a) Gold, silver and small coins	15.0	7.7	8.4	9.2	11.8	1.1	11.8	3.6	1.7	3.6	—	—
(b) Inland notes and balances with Central Bank	5.0	1.2	2.7	5.2	26.8	48.0	78.3	2.7	5.2	26.8	48.0	78.3
2. Other Items of a Cash Nature	—	—	—	—	—	—	—	—	—	—	—	—
3. Bills discounted and bought	22.2	20.1	20.3	12.0	13.9	9.7	13.2	11.4	7.3	6.7	6.8	7.3
(a) Treasury bills	16.7	18.2	18.8	11.7	9.5	8.1	8.5	—	—	—	—	—
(b) Commercial bills, Inland	5.5	1.9	4.0	0.3	4.4	1.6	4.7	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—	—	—	—	—
4. Investments and Securities	19.1	22.5	28.3	85.1	136.3	257.7	407.0	15.0	10.5	11.8	11.6	10.4
(a) Government	—	—	—	—	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	47.0	39.6	22.8	29.5	4.8	20.1	21.7	3.5	6.6	2.6	1.8	1.7
(a) At home	—	—	—	2.5	—	—	—	—	2.5	—	—	—
(b) Abroad	47.0	39.6	22.8	27.0	4.8	20.1	21.7	3.5	4.1	2.6	1.8	1.7
7. Loans and Advances	47.1	46.0	41.0	41.8	38.2	39.7	40.5	27.7	28.3	26.0	30.9	36.4
(a) On current account	26.1	22.1	20.5	16.5	13.6	—	—	15.7	11.9	9.8	—	—
(b) Other	21.0	23.9	20.5	25.3	24.6	—	—	12.0	16.4	16.4	—	—
8. Cover for Acceptances	0.5	0.5	0.5	0.2	0.2	—	—	0.5	0.2	0.2	—	—
9. Premises, etc.	6.4	6.6	6.2	7.1	7.1	5.7	4.8	3.2	4.1	4.4	3.7	3.3
10. Sundry Assets	4.8	5.6	5.5	4.7	5.4	7.2	6.2	2.0	1.2	2.2	0.9	1.0
11. Total Balance-sheet	168.0	149.8	135.7	194.8	244.5	389.2	583.5	69.6	65.1	84.3	103.7	138.4
LIABILITIES.												
12. Capital paid up	45.6	46.5	46.5	47.3	48.3	48.3	49.1	22.7	23.5	24.5	24.5	24.5
13. Reserve Funds	20.3	21.3	19.7	20.1	19.7	22.8	23.3	13.5	13.8	12.8	15.3	14.6
14. Profit and Loss, etc.	3.1	3.2	2.7	4.5	3.7	3.7	6.0	2.0	2.6	1.5	0.9	2.3
15. Notes in circulation	43.0	32.2	27.0	37.7	53.8	83.6	145.9	0.4	0.1	—	—	—
16. Cheques and Drafts in circulation	1.7	5.6	0.1	—	—	—	—	—	—	—	—	—
17. Due to Banks (Correspondents)	5.7	0.9	2.1	5.4	25.7	48.2	95.2	0.3	0.9	0.3	—	—
(a) At home	5.7	0.9	2.1	4.5	21.6	47.7	92.4	0.3	—	0.1	—	—
(b) Abroad	—	—	—	0.9	4.1	0.8	2.8	—	0.9	0.2	—	—
18. Deposits	45.3	38.0	35.0	60.2	64.9	145.0	223.9	26.3	23.8	39.8	58.3	92.6
(a) Current accounts and sight deposits	26.3	20.7	19.2	48.6	47.9	137.3	215.2	11.7	13.2	23.8	51.9	85.8
(b) Savings accounts	4.8	4.1	3.9	3.4	3.5	3.3	3.4	3.8	3.3	3.5	3.2	3.4
(c) Time or fixed deposits	12.9	12.0	10.8	7.3	12.5	3.2	3.4	10.8	7.3	12.4	3.2	3.4
(d) Other deposits	1.3	1.2	1.1	0.9	1.0	1.2	1.9	—	—	0.1	—	—
19. Rediscounts and Other Borrowings	—	—	—	—	—	—	—	2.7	—	—	—	—
20. Acceptances and Endorsements	0.5	0.5	0.5	0.2	0.2	—	—	0.5	0.2	0.2	—	—
21. Sundry Liabilities	2.8	1.6	2.1	19.4	28.2	37.6	40.1	1.2	0.2	5.2	4.7	4.4

^a The annual reports of all the banks not being available, the figures for 1934 and 1935 are provisional.

BRAZIL

End of	Value of currency as % of gold parity in 1929 ^a		Note issue				Gold	Foreign exchange	Rediscount Department	
	Official rate	Free rate	Treasury	Caixa de Estabilização	Banco do Brasil	Total issue	Banco do Brasil and Caixa de Estabilização	Banco do Brasil	Bills rediscounted (Monthly average)	
			Milreis (000,000's)							
1929	94.4	—	1,952	848	592	3,395	1,257	228	—	
1930	80.4	—	2,544	129	170	2,845	129	298	—	
1931	51.8	—	2,683	89	170	2,942	—	205	—	
1932	63.8	—	3,004	65	170	3,239	—	702	1	
1933	46.0	—	2,978	39	20	3,037	4	939	13	
1934	40.7	33.8	3,108	29	20	3,157	96	691	146	
March 1935	40.7	30.6	3,087	29	20	3,136	128	788	208	
June 1935	41.2	27.0	3,131	27	20	3,178	167	734	226	
Sept. 1935	41.4	27.3	3,326	26	20	3,372	215	784	415	
Dec. 1935	41.6	27.3	3,567	25	20	3,612	254	851	631	
March 1936	41.9	27.8	3,550	24	10	3,584	290	853	416	
June 1936	42.9	28.5	3,669		10	3,679	322	600	496	
Sept. 1936	42.7	29.0	3,790		10	3,800	357	508	.	
Dec. 1936	42.9	29.3	4,030		—	4,030	388	555	.	
March 1937	43.0	30.2	4,010		—	4,010	416	538	.	

^a Gold parity in 1929 : 1 milreis = 0.11963 U.S.A. dollar ; 1 U.S.A. dollar = 8.35906 milreis.

End of	Commercial Banks							Clearing turnover
	Cash	Advances		Deposits				
		Bills discounted	Advances on current accounts	Total	Current accounts	Savings deposits	Time deposits	
	Milreis (000,000's)							
Dec. 1934	775	2,958	4,448	7,419	5,056	566	1,797	1,691
March 1935	773	3,125	4,346	7,210	4,878	577	1,755	1,704
June 1935	712	3,483	4,405	7,326	5,004	578	1,744	1,691
Sept. 1935	676	3,442	4,741	7,580	5,022	586	1,972	2,005
Dec. 1935	760	3,204	4,548	7,767	4,873	615	2,279	2,069
March 1936	773	3,322	4,274	7,893	5,338	630	1,925	2,105
June 1936	743	3,255	4,555	8,044	5,363	637	2,044	1,961
Sept. 1936	742	3,153	4,470	8,201	5,257	653	2,292	2,094
Dec. 1936	761	3,026	4,691	8,332	5,245	712	2,375	...

See *Commercial Banks 1913-1929*, page 361 ; *1925-1933*, page 280 ; *1929-1934*, page 162 ; *Money and Banking 1935/36*, Vol. II, page 33.

Value of Currency : Exchange control was introduced on May 18th, 1931. The free rate of the milreis was recognised on May 22nd, 1934. Since February 11th, 1935, 65% of the foreign exchange derived from exports may be sold at the free rate ; the remainder must be surrendered at the official rate to the Banco do Brasil for Government requirements. Since June 28th, 1935, purchases of foreign exchange on the free market, which from February 11th to June 28th, 1935, were free within the quota of 65%, have again been subject to the previous authorisation of the exchange control — a system which was in force prior to May 1934. On October 15th, 1936, the currency was attached to the United States dollar.

Note Issue : The notes issued by the Caixa de Estabilização, which was abolished at the end of 1931, and by the Banco do Brasil, are being gradually withdrawn from circulation, and replaced by Federal Treasury notes. In 1929 and 1930 the total issue included notes issued by the Caixa de Conversão to the value of 3 and 2 million

Commercial Banks.

Table 8.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks . . . . .	.	.	.	.	.	.	.
SUMMARY BALANCE-SHEET.		Milreis (000,000's)					
ASSETS.							
1. Cash	1,550	1,164	1,228	1,845	1,473	1,410	1,343
(a) Gold, silver and small coins	17	16	30	2	3	5	4
(b) Bank notes, State notes and balances with Central Bank	1,533	1,148	1,198	1,843	1,470	1,405	1,339
2. Other Items of a Cash Nature	204	191	166	114	136	143	138
3. Bills discounted and bought	3,070	2,619	2,538	3,144	3,255	3,211	3,591
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	254	352	398	410	423	398	498
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	677	667	401	459	459	400	622
(a) At home	108	88	73	98	106	121	149
(b) Abroad	569	579	328	361	353	279	473
7. Loans and Advances	3,588	3,690	3,609	3,781	3,937	4,448	4,548
(a) On current account	3,588	3,690	3,609	3,781	3,937	4,448	4,548
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	—	—	—	—	—	—	—
10. Sundry Assets	2,987	2,816	3,557	3,561	3,792	4,400	4,653
11. Total Balance-sheet	12,330	11,499	11,897	13,314	13,475	14,410	15,393
LIABILITIES.							
12. Capital paid up	851	788	848	864	853	885	930
13. Reserve Funds	509	562	587	627	643	668	725
14. Profit and Loss, etc.	21	25	39	35	52	59	65
15. Cheques and Drafts, etc., in circulation	45	34	49	285	818	663	50
16. Due to Banks (Correspondents)	706	685	402	991	277	450	398
(a) At home	78	74	86	872	98	109	184
(b) Abroad	628	611	316	119	179	341	214
17. Deposits	5,925	5,731	5,962	6,843	6,484	7,419	7,767
(a) Current accounts	3,487	2,856	3,490	4,732	4,447	5,056	4,873
(b) Savings accounts	481	394	451	510	524	566	615
(c) Time or fixed deposits	2,007	2,481	2,021	1,601	1,513	1,797	2,279
(d) Other deposits	—	—	—	—	—	—	—
18. Rediscounts	—	—	—	—	—	—	—
19. Acceptances and Endorsements	—	—	—	—	—	—	—
20. Sundry Liabilities	4,273	3,674	4,010	3,669	4,348	4,266	5,458

milreis respectively ; the total amount of the issue does not therefore correspond to the aggregate of the first three columns.

Gold : In 1929-1930, gold held by the Caixa de Estabilização and the Banco do Brasil ; since 1933, gold bought by the Banco do Brasil for the account of the Federal Government (Decree of December 4th, 1933). Valued, in 1929-1930, in accordance with the legal parity (5⁵⁷/₆₄d.), and since 1933 at cost ; converted at the legal parity, the gold held represented 37 million old gold milreis in December 1934 and 82 millions in December 1935 (6,683 kg. and 14,845 kg. of fine gold respectively). *Rediscount Department of the Banco do Brasil :* In virtue of the Law of December 31st, 1935, the maximum limit for rediscount was fixed at 1,550 million milreis.

Foreign Exchange : Banco do Brasil : Correspondents abroad (net balance), securities and bills for collection.

Commercial Banks : National and foreign banks operating in the chief Brazilian States. *Cash :* The differences between the figures given above and those in the Summary Balance-sheet are due to the fact that the quarterly statistics only include bank notes and Treasury notes under this item, whereas the annual figures also include balances at the Banco do Brasil. *Bills discounted :* The differences between the quarterly and annual figures are due to the fact that the former do not include bills receivable for the bank's own account, whereas the latter do. See notes 1 and 3 to the Summary Balance-sheet.

Clearing Turnover : Banco do Brasil, cheques cleared ; monthly figures.

Sources : Banco do Brasil : *Relatorio et Boletim Estatistico*. Directoria de Estatistica Economica e Financiera : *Movimento Bancario do Brasil*.

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume.

1. Cash.

The sums shown under (b) are composed as follows :

	1929	1930	1931	1932 Milreis (000,000's)	1933	1934	1935
Bank and State notes	1,269	896	925	1,029	821	775	760
Balances with Banco do Brasil	264	252	273	814	649	630	579
Total	1,533	1,148	1,198	1,843	1,470	1,405	1,339

2. Other Items of a Cash Nature.

This item consists of funds " at call " in other banks.

	1929	1930	1931	1932 Milreis (000,000's)	1933	1934	1935
Bills discounted	2,488	2,272	2,284	2,916	3,017	2,958	3,204
Bills receivable for own account :							
Inland	429	274	196	217	220	228	313
Foreign	153	73	58	11	18	25	74
Total	3,070	2,619	2,538	3,144	3,255	3,211	3,591

3. Bills discounted and bought.

The composition of the sums shown in this group of the Summary Table is as follows :

	1929	1930	1931	1932 Milreis (000,000's)	1933	1934	1935
Assets in liquidation	29	50	99	66	49	49	40
Mortgage loans	1,081	965	1,256	1,610	1,319	1,521	1,545
Net balance of collection guarantee and safe deposit accounts	—	318	160	275	178	22	—
Accounts of Note Issue Department of Banco do Brasil	353	53	54	—	68	76	68
Other accounts	1,524	1,430	1,988	1,610	2,178	2,732	3,000
Total	2,987	2,816	3,557	3,561	3,792	4,400	4,653

7. Loans and Advances.

According to the nomenclature adopted in the official statistics, practically all the loans of the Brazilian banks would appear to be granted in the form of current-account advances. In fact, a considerable proportion of the sums shown represent long-term credits.

In addition, some banks grant mortgage loans against the issue of mortgage bonds. But, as these operations

do not fall within the field of commercial banking proper, mortgage loans and corresponding bond issues, which as a rule are handled by separate mortgage departments, have been included under sundry assets and liabilities in the Summary Table.

10. Sundry Assets.

The sums shown in the table are composed as follows :

	1929	1930	1931	1932 Milreis (000,000's)	1933	1934	1935
Mortgage bonds	943	973	1,275	846	1,491	1,543	1,545
Net balance of branches' and agencies' accounts	642	870	491	333	321	343	381
Net balance of collection guarantee and safe deposit accounts	209	—	—	—	—	—	105
Accounts of Note Issue Department of Banco do Brasil	715	170	170	170	20	20	20
Other accounts	1,764	1,661	2,074	2,320	2,516	2,360	3,407
Total	4,273	3,674	4,010	3,669	4,348	4,266	5,458

20. Sundry Liabilities.

The sums shown in the table are composed as follows :

	1929	1930	1931	1932 Milreis (000,000's)	1933	1934	1935
Mortgage bonds	943	973	1,275	846	1,491	1,543	1,545
Net balance of branches' and agencies' accounts	642	870	491	333	321	343	381
Net balance of collection guarantee and safe deposit accounts	209	—	—	—	—	—	105
Accounts of Note Issue Department of Banco do Brasil	715	170	170	170	20	20	20
Other accounts	1,764	1,661	2,074	2,320	2,516	2,360	3,407
Total	4,273	3,674	4,010	3,669	4,348	4,266	5,458

BULGARIA

End of	Value of currency		National Bank of Bulgaria										Subsidiary coin	
	Percentage of gold parity in 1929 ^a	Clearing premiums for free foreign exchange (in %)	Gold	Foreign exchange		Commercial bills	Treasury bills and loans to Government	Government debt	Notes in circulation	Deposits		Liabilities in foreign exchange		
				Gold	Others					Total	Bankers' sight deposits	Gold		Others
Leva (000,000's)														
1929	100.1	—	1,389	1,063	247	907	—	3,470	3,609	2,534	353	152	—	143
1930	99.3	—	1,455	424	481	362	157	3,162	3,296	1,817	869	112	—	206
1931	99.0	—	1,511	265	142	342	279	2,995	2,919	1,642	975	123	26	710
1932	99.7	—	1,519	93	116	231	423	2,903	2,635	1,813	1,034	83	2	886
1933	96.2	—	1,545	108	94	298	818	2,813	2,984	1,680	589	51	9	941
1934	96.2	—	1,547	26	174	181	655	2,728	2,449	1,872	692	73	5	1,287
March 1935 . .	98.8	44.4	1,552	32	412	83	616	2,698	2,140	2,390	1,005	75	11	1,118
June 1935 . .	98.8	38.7	1,583	11	290	136	670	2,698	2,152	2,333	734	98	28	1,134
Sept. 1935 . .	98.8	30.3	1,583	19	173	369	605	2,671	2,408	2,039	493	92	7	1,261
Dec. 1935 . .	98.8	25.3	1,591	17	566	361	910	2,671	2,497	2,043	765	120	15	1,234
March 1936 . .	98.8	29.1	1,591	10	358	151	927	2,671	2,293	1,908	756	110	20	1,123
June 1936 . .	98.8	32.8	1,607	2	446	275	1,031	2,671	2,453	2,174	843	123	19	1,097
Sept. 1936 . .	98.8	28.0	1,616	14	476	532	1,234	2,671	2,790	2,176	795	34	49	1,298
Dec. 1936 . .	99.1	34.7	1,652	—	772	316	936	2,552	2,571	2,382	810	—	49	1,244
March 1937 . .	98.6	31.1 ^b	1,755	—	554	315	375	3,551	2,440	3,109	1,478	—	40	1,186

^a Gold parity in 1929 : 1 lev = 0.00722 U.S.A. dollar ; 1 U.S.A. dollar = 138.42604 leva.

^b February 1937.

End of	Commercial Banks								Agricultural and Co-operative Bank		Popular Banks	Post Office Savings Bank	Clearing turnover
	Cash	Bills discounted	Advances	Contested accounts and protested bills	Deposits		Other creditors	Reds-counts	Loans and advances	Deposits	Deposits	Deposits	
					Trade	Savings							
Leva (000,000's)													
Dec. 1934 . .	530	1,151	1,785	637	1,400	1,239	591	258	.	.	.	2,024	561
March 1935 . .	496	1,056	1,842	648	1,359	1,230	551	213	6,043	4,589	2,239	2,092	586
June 1935 . .	351	1,127	1,975	652	1,381	1,230	525	266	6,084	4,596	2,192	2,098	339
Sept. 1935 . .	394	1,359	1,801	656	1,362	1,213	570	401	6,227	4,605	2,158	2,123	627
Dec. 1935 . .	654	1,297	1,528	588	1,447	1,257	649	357	6,196	4,806	2,225	2,252	807
March 1936 . .	365	1,266	1,592	587	1,431	1,287	541	289	6,159	4,808	2,289	2,349	912
June 1936 . .	352	1,413	1,556	571	1,386	1,309	366	399	6,155	4,920	2,278	2,349	536
Sept. 1936 . .	409	1,707	1,561	559	1,474	1,323	376	633	6,130	5,046	2,331	2,406	1,363
Dec. 1936 . .	557	1,501	1,456	506	1,583	1,333	413	430	6,464	5,208	2,549	2,520	1,232
March 1937 . .	...	...	...	...	...	...	...	...	6,902	5,292	...	2,627	...

See *Commercial Banks 1925-1933*, page 69 ; *1929-1934*, page 10 ; *Money and Banking 1935/36*, Vol. II, page 37.

Value of Currency : After having been stabilised *de facto* since 1924, the lev was legally stabilised under the Act of December 4th, 1928 (92 leva = 1 gramme gold fine). The monopoly of dealings in foreign exchange, set up in 1918 and retained after the legal stabilisation of the lev was tightened up on October 15th, 1931 : the National Bank, which since 1923 had enjoyed the exclusive right of purchase and sale of foreign exchange, was then entrusted with the supervision of foreign trade. This system, supplemented at the end of 1934 by a system of private compensations, worked as follows : (1) import quotas ; (2) permission to import goods freely against export of certain Bulgarian products specified by the Bank ; (3) handing-over to the Bank, at the official rates, of a certain percentage (30% on the average) of free foreign exchange and compensation of the balance against payment by the importers of premiums varying from 25% to 33%, according to the category of goods. As from April 1st, 1936, the Bank was authorised to purchase foreign exchange derived from private compensation trade by paying a premium not exceeding 35%. On November 1st, 1936, all export goods were placed under the same regulations, exporters being obliged to surrender a varying percentage of their foreign exchange to the Bank. The balance of such foreign exchange may, if the Bank allows, be dealt with through private compensation arrangements. In the above table, the value of the currency has been calculated, until the end of August 1936, on the basis of exchange rates in Basle, and on London rates since September 1936.

Commercial Banks.

Table 9.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks, Branches and Sub-Branches	135	138	131	129	118	106	.
SUMMARY BALANCE-SHEET.							
ASSETS.							
Leva (000,000's)							
1. Cash			708	721	526	523	645
(a) Gold, silver and small coins			—	—	—	—	—
(b) Inland notes and balances with Central Bank	714	870	—	—	—	—	—
2. Other Items of a Cash Nature			260	163	136	132	266
3. Bills discounted and bought			1,400	1,117	850	893	940
(a) Treasury bills			—	—	—	—	—
(b) Commercial bills, Inland			—	—	—	—	—
(c) Commercial bills, Foreign	3,056	2,293	—	—	—	—	—
4. Investments and Securities			207	205	184	214	180
(a) Government			46	17	11	78	60
(b) Other			161	188	173	136	120
5. Participations			51	48	44	31	25
6. Due from Banks (Correspondents)			57	61	39	22	23
(a) At home			—	—	—	—	—
(b) Abroad	3,938	3,489	—	—	—	—	—
7. Loans and Advances			2,564	2,040	1,953	1,785	1,528
(a) On current account			—	—	—	—	—
(b) Other			—	—	—	—	—
8. Cover for Acceptances			29	36	32	25	26
9. Premises, etc.	223	215	275	297	271	257	255
10. Sundry Assets	511	545	1,133	1,173	1,037	1,047	997
11. Total Balance-sheet	8,442	7,412	6,684	5,861	5,072	4,929	4,885
LIABILITIES.							
12. Capital paid up	1,002	1,085	1,129	1,107	1,041	875	798
13. Reserve Funds	155	162	174	182	204	198	200
14. Profit and Loss, etc.	118	114	62	30	22	16	17
15. Cheques and Drafts, etc., in circulation	—	—	20	19	16	22	24
16. Due to Banks (Correspondents)			96	78	54	48	48
(a) At home			—	—	—	—	—
(b) Abroad			—	—	—	—	—
17. Deposits			4,449	3,918	3,293	3,230	3,353
(a) Current accounts and sundry deposits	6,959	5,887	—	—	—	—	—
(b) Savings accounts			—	—	—	—	—
(c) Time and fixed deposits			—	—	—	—	—
(d) Other deposits			—	—	—	—	—
18. Rediscounts and Other Borrowings			—	—	—	—	—
19. Acceptances and Endorsements			29	36	32	25	26
20. Sundry Liabilities	208	164	725	491	410	515	419
21. Rediscounts			400	277	352	258	357
22. Guarantees			408	361	307	283	245

National Bank of Bulgaria : *Gold* : Official rate : 92 leva to 1 gramme ; free rate on the Bulgarian market in 1935 : 110-114 leva to 1 gramme — *i.e.*, an average premium of 18.06%. *Foreign exchange* : Including clearing accounts. *Government debt* : Amortised through (1) the Government share in the profits of the Bank ; (2) an interest charge of 2% on Treasury accounts ; (3) Treasury payments made in 1929/30, but suspended since 1931. *Deposits* : Including time deposits (126 millions in 1935). Clearing accounts appear among liabilities, under the headings " Deposits " and " Other liabilities ".

Commercial Banks : Private banks. Figures taken from reports of the League of Nations Commissioner, compiled and presented differently from the figures in the summary balance-sheet.

Agricultural and Co-operative Bank : *Loans and advances* : Excluding investments in popular banks and their unions. *Deposits* : Excluding deposits of other credit institutions. An Act of April 1st, 1936, authorises the Agricultural and Co-operative Bank to acquire the Bulgarian Mortgage Bank.

Clearing Turnover : Amounts cleared by the clearing-house of the National Bank ; monthly figures.

Sources : National Bank of Bulgaria : Annual reports, *Monthly Bulletin*. *Bulletin statistique mensuel de la Direction générale de la Statistique*. Reports by the Commissioner of the League of Nations in Bulgaria.

Summary Balance-sheet.

For detailed notes on certain items of the Summary Balance-sheet, see preceding editions of this volume.

9. Sundry Assets.

This item includes, in addition to sundry accounts, the following sums :

	1931	1932	1933	1934	1935
	Leva (000,000's)				
Credits in litigation	391	448	511	511	486
Protested bills . . .	134	169	151	126	102
Total	525	617	662	637	588

14. Profit-and-Loss Account, etc.

The net losses incurred by some banks are included under sundry assets, and amounted to 8, 15, 54, 31, 29

and 37 million leva in 1929, 1930, 1931, 1932, 1933 and 1934, respectively.

17. Deposits.

	1931	1932	1933	1934	1935
	Leva (000,000's)				
Savings deposits, up to one month . .	1,640	1,436	1,127	1,133	1,138
Savings deposits, more than one month	226	165	128	106	119
Commercial deposits	2,001	1,929	1,639	1,400	1,447
Other creditors . .	582	388	399	591	649
Total deposits.	4,449	3,918	3,293	3,230	3,353

CANADA

End of	Value of currency as % of gold parity in 1929 *	Situation prior to the Establishment of the Bank of Canada					
		Gold		Foreign exchange	Notes in circulation issued by		
		Dominion Government	Chartered banks	Chartered banks	Chartered banks	Dominion Government	
						Total	Notes held by the public
Dollars (000,000's)							
1929	99.1	63	88	72	176	204	32
1930	99.9	96	98	35	148	175	30
1931	82.7	67	77	39	141	174	31
1932	86.6	73	64	— 4	127	191	29
1933	64.4	72	55	— 31	132	183	30
1934	60.2	74	55	— 17	136	217	37
Feb. 1935	—	75	56	— 15	130	220	35

* Gold parity in 1929 : 1 Canadian dollar = 1 U.S.A. dollar.

End of	Value of currency as % of gold parity in 1929	Bank of Canada										Dominion Government	
		Gold	Foreign exchange	Advances			Dominion Government securities		Notes in circulation	Deposits			
				Dominion Government	Provincial Governments	Chartered banks	Short-term	Other		Total	Dominion Government		Chartered banks
Dollars (000,000's)													
March 13th, 1935	—	106.6	0.4	—	—	—	34.8	115.0	97.8	156.4	4.2	151.9	—
March 1935 . .	58.6	106.6	7.4	—	—	—	37.1	115.0	96.3	167.7	18.3	149.0	5.0
July 3rd, 1935	59.2*	106.7	13.9	4.2	—	1.0	30.5	119.9	76.8	196.4	24.6	171.3	5.0*
July 10th, 1935	—	180.2	14.1	4.2	—	1.0	19.0	79.9	76.9	219.5	35.4	183.2	—
Sept. 1935 . .	59.0	181.4	2.7	2.8	—	—	24.7	79.5	85.1	205.2	20.7	183.8	5.0
Dec. 1935 . .	58.8	180.5	4.2	3.5	—	—	30.9	83.4	99.7	200.7	18.3	181.6	5.0
March 1936 . .	59.0	180.4	7.5	—	—	—	29.7	81.1	85.5	210.9	21.1	188.2	2.2
June 1936 . .	59.3	180.0	9.8	—	3.0	—	28.1	83.6	95.8	207.7	17.9	189.5	3.9
Sept. 1936 . .	59.1	179.4	3.1	—	3.0	—	46.1	92.0	127.8	187.6	13.6	173.8	5.9
Dec. 1936 . .	59.1	179.4	11.4	—	—	—	61.3	99.0	135.7	207.8	18.8	187.0	4.6
March 1937 . .	59.1	187.9	19.7	—	—	—	51.0	101.8	126.0	232.5	36.8	194.3	2.7

* June.

End of	Chartered Banks										Savings Bank	Bank debits	
	Cash in Canada	Securities		Loans				Liabilities					
		Dominion and Provincial	Other	Canada		Foreign		Deposits					
				Call	Current	Call	Current	Demand	Time	Dominion and Provincial			Foreign
Dollars (000,000's)													
Dec. 1935 . .	222	956	199	83	945	65	145	641	1,486	53	380	90	2,932
March 1936 . .	221	1,071	244	77	864	70	140	569	1,532	96	414	92	2,599
June 1936 . .	224	1,084	284	91	777	64	150	622	1,505	80	389	92	3,136
Sept. 1936 . .	221	1,107	273	105	807	60	156	648	1,501	114	406	91	3,134
Dec. 1936 . .	235	1,116	268	114	791	75	162	682	1,548	72	418	92	3,405
March 1937 . .	237	1,135	292	124	814	76	172	711	1,584	75	424	94	3,190

See *Commercial Banks 1913-1929*, page 310 ; *1925-1933*, page 227 ; *1929-1934*, page 139 ; *Money and Banking 1935/36*, Vol. II, page 40.

Situation prior to the Establishment of the Bank of Canada : *Gold* : Valued at the rate of 20.67 dollars per ounce of fine gold. *Chartered banks* : Including the gold in the central reserves and gold abroad. *Notes in circulation* : Chartered banks : Total issue, including each bank's holdings of other banks' notes. *Dominion Government* : Total issue, consisting of the notes held by the public and those held as reserve by chartered banks. *Foreign exchange* : Difference between sums due from and sums due to banks and banking correspondents outside Canada. See also notes on items 1 and 15 of the Balance-sheet Summary.

Bank of Canada : For the initial establishment operations on March 13th, 1935, and the revaluation of the gold reserve on July 10th, 1935, see *Money and Banking 1935/36*, Vol. II, page 40. *Gold* : Valued up to July 3rd, 1935, on the basis of the rate of 20.67 dollars per ounce of fine gold, and from July 10th, 1935, onwards, under the Exchange Fund Act, at the current selling price of gold on the London or New York market converted into Canadian dollars at the rate of exchange of the day. *Banking legislation* : The Law of July 3rd, 1934, on the establishment of the Bank of Canada has been amended by the Law of June 23rd, 1936 (Bank of Canada Act Amendment Act, 1936), increasing the authorised capital from 5 to 10 million dollars, the difference to be subscribed by the Government, and providing for the appointment by the Government of Directors of the Bank. The amendments introduced by this Law came into force on September 11th, 1936.

Dominion Government : *Gold* : Valued at the rate of 20.67 dollars per ounce of fine gold.

Bank Debits : Bank debits to individual account ; monthly figures.

Interest Rates : From June 1st, 1936, the interest rate on time and saving deposits has been reduced from 2 to 1½%. The rates for loans vary as follows : loans to agriculturists, from 6 to 7% ; commercial loans, from 5½ to 6½% ; and loans on securities, from 5 to 6%.

Sources : Bank of Canada : Weekly and monthly statements, First annual report, *Statistical Summary. Supplement to the Canada Gazette : Return of the Chartered Banks of the Dominion of Canada.* Dominion Bureau of Statistics : *Bank Debits to Individual Accounts at Clearing-house Centres in Canada.*

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume.

1. Cash.	1929	1930	1931	1932	1933	1934	1935	1936
				Dollars (000,000's)				
Circulation Redemption Fund	6.4	6.8	6.8	6.6	6.5	6.7	6.9	7.0
Central Gold Reserves	56.6	32.6	25.7	19.9	17.8	18.6	—	—
Total	63.0	39.4	32.5	26.5	24.3	25.3	6.9	7.0
	1929	1930	1931	1932	1933	1934	1935	1936
				Dollars (000,000's)				
1. Current gold and subsidiary coin in hands of banks	73.3	84.0	65.8	53.2	49.9	50.1	15.8	11.2
At home	(46.9)	(47.4)	(46.0)	(38.0)	(39.3)	(39.1)	(5.4)	(5.1)
Abroad	(26.4)	(36.6)	(19.8)	(15.2)	(10.6)	(11.0)	(10.4)	(6.1)
2. Gold deposits in central gold reserves	14.6	13.7	10.7	11.1	5.2	5.2	—	—
3. Total metallic reserve (1 + 2)	87.9	97.7	76.5	64.3	55.1	55.3	15.8	11.2
4. Dominion notes in hands of banks	130.9	126.9	128.9	153.2	139.7	169.8	40.6 ^a	47.8 ^a
5. Dominion notes deposited in central gold reserves	41.5	18.9	15.1	8.8	12.6	13.4	181.6 ^b	187.0 ^b
6. Bank circulation redemption fund	6.4	6.8	6.8	6.6	6.5	6.7	6.9	7.0
7. U.S. and other foreign notes	23.7	22.2	14.7	17.9	18.6	19.7	24.3	24.1
8. Total non-metallic reserve (4-7)	202.5	174.8	165.5	186.5	177.4	209.6	253.4	277.1

^a Bank of Canada notes.

^b Deposits with the Bank of Canada.

2. Other Items of a Cash Nature.	1929	1930	1931	1932	1933	1934	1935	1936
				Dollars (000,000's)				
Notes of other banks	20.0	15.0	11.9	12.1	11.4	12.9	7.9	5.9
Cheques on other banks	152.2	127.2	102.1	80.4	85.7	102.2	119.5	127.9
Total	172.2	142.2	114.0	92.5	97.1	115.1	127.4	133.8

Commercial Banks.

Table 10.

End of the year :	1929	1930	1931	1932	1933	1934	1935	1936
Number of : Banks	11	11	10	10	10	10	10	10
Branches and Sub-Branches . .	4,069	4,083	3,970	3,772				
SUMMARY BALANCE-SHEET.		Dollars (000,000's)						
ASSETS.								
1. Cash	290.4	272.5	242.0	250.9	232.5	264.9	269.2	277.1
(a) Gold, silver and small coins . . .	87.9	97.7	76.5	64.3	55.1	55.3	15.8	18.2
(b) Inland notes and balances with Central Bank	202.5	174.8	165.5	186.6	177.4	209.6	253.4	258.9
2. Other Items of a Cash Nature	172.2	142.2	114.0	92.5	97.1	115.1	127.4	133.8
3. Bills discounted and bought	—	—	—	—	—	—	—	—
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—
4. Investments and Securities	448.4	604.1	694.0	778.2	861.1	966.6	1,154.6	1,383.6
(a) Government	391.0	536.7	632.0	729.3	809.2	927.0	1,101.4	1,272.0
(b) Other	57.4	67.4	62.0	48.9	51.9	39.6	53.2	111.6
5. Participations	9.8	12.0	14.3	13.2	13.0	13.0	10.8	9.3
6. Due from Banks (Correspondents) . .	107.9	94.4	113.8	117.0	86.2	90.3	117.0	128.4
(a) At home	6.3	4.6	4.1	4.3	3.5	4.6	5.3	3.0
(b) Abroad	101.6	89.8	109.7	112.7	82.7	85.7	111.0	125.4
7. Loans and Advances	2,282.5	1,839.7	1,659.6	1,450.2	1,369.8	1,311.9	1,237.3	1,142.1
(a) On current account	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
8. Cover for Acceptances	112.6	78.4	55.5	42.6	49.4	50.8	58.2	66.6
9. Premises, etc.	75.2	78.6	79.8	78.7	78.3	77.6	76.0	74.9
10. Sundry Assets	22.1	21.9	24.7	28.8	28.3	29.1	28.6	26.5
11. Total Balance-sheet	3,521.1	3,143.8	2,997.7	2,852.1	2,815.7	2,919.3	3,079.1	3,242.3
LIABILITIES.								
12. Capital paid up	142.9	145.0	144.5	144.5	144.5	145.5	145.5	145.5
13. Reserve Funds	158.1	162.2	162.0	162.0	132.5	132.8	132.8	133.8
14. Profit and Loss, etc.	17.7	15.4	15.9	10.1	10.0	9.8	9.9	10.0
15. Notes in circulation	175.5	148.0	141.0	127.1	132.0	136.4	118.9	109.1
16. Cheques and Drafts, etc., in circulation	8.2	5.3	3.2	0.6	0.9	1.0	1.5	0.7
17. Due to Banks (Correspondents)	122.9	77.9	58.5	61.1	51.4	44.6	50.2	52.6
(a) At home	14.9	12.8	11.4	12.3	13.1	15.1	14.3	12.3
(b) Abroad	108.0	65.1	47.1	48.8	38.3	29.5	35.9	40.3
18. Deposits	2,696.9	2,487.3	2,367.6	2,244.5	2,242.2	2,360.7	2,559.0	2,720.8
(a) Current accounts and sight deposits	820.9	689.2	697.5	638.3	563.1	628.1	693.5	754.8
(b) Savings accounts	—	—	—	—	—	—	—	—
(c) Time or fixed deposits	1,434.4	1,425.8	1,360.0	1,377.5	1,356.9	1,407.2	1,486.0	1,547.8
(d) Other deposits	441.6	372.3	310.1	328.7	322.2	325.4	379.5	418.3
19. Rediscounts and Other Borrowings . .	81.7	20.5	46.5	57.0	50.4	35.2	—	—
20. Acceptances and Endorsements	112.6	78.4	55.5	42.6	49.4	50.8	58.2	66.6
21. Sundry Liabilities	4.6	3.8	3.0	2.6	2.4	2.5	3.1	3.2

4. Investments and Securities.

The sums shown for Government securities (item (a) of present group) are composed as follows :

	1929	1930	1931	1932	1933	1934	1935	1936
	Dollars (000,000's)							
Dominion and Provincial Govt. securities . .	297.0	408.6	477.9	562.4	651.1	780.8	955.9	1,115.5
Municipal and other public securities . . .	94.0	128.1	154.1	166.9	158.1	146.2	145.5	156.5
Total	391.0	536.7	632.0	729.3	809.2	927.0	1,101.4	1,272.0

The other investments (b) consist of railways and other bonds, debentures and stocks.

6. Due from Banks (Correspondents).

	1929	1930	1931	1932	1933	1934	1935	1936
	Dollars (000,000's)							
United Kingdom	5.2	9.0	5.0	7.8	12.2	26.9	17.2	15.4
Elsewhere	96.4	80.8	104.7	104.9	70.5	58.8	94.5	110.0
Total	101.6	89.8	109.7	112.7	82.7	85.7	111.7	125.4

7. *Loans and Advances.*

The sums given in this group of the Summary Table are composed of the following items shown separately in the official statistics :

	1929	1930	1931	1932	1933	1934	1935	1936
	Dollars (000,000's)							
1. Call and short (up to 30 days) loans :								
In Canada	262.3	204.8	134.7	103.2	105.9	102.7	83.0	114.0
Elsewhere	245.1	145.9	83.1	91.5	90.1	98.8	64.7	75.4
Total (1)	507.4	350.7	217.8	194.7	196.0	201.5	147.7	189.4
2. Other current loans and discounts :								
In Canada	1,402.8	1,149.2	1,082.1	964.0	898.2	838.8	819.5	675.5
Elsewhere	250.6	213.9	188.4	151.7	138.0	133.9	145.0	161.9
Total (2)	1,653.4	1,363.1	1,270.5	1,115.7	1,036.2	972.7	964.5	837.4
Total (1 + 2)	2,160.8	1,713.8	1,488.3	1,310.4	1,232.2	1,174.2	1,112.2	1,026.8
3. Loans to Public bodies :								
Provincial Governments	25.0	29.7	45.6	28.3	28.8	30.2	19.4	19.7
Others	96.7	96.2	125.7	111.5	108.8	107.5	105.7	95.6
Total (3)	121.7	125.9	171.3	139.8	137.6	137.7	125.1	115.3
Grand total (1 + 2 + 3)	2,282.5	1,839.7	1,659.6	1,450.2	1,369.8	1,311.9	1,237.3	1,142.1

15. *Notes in Circulation.*

	1929	1930	1931	1932	1933	1934	1935	1936
	Dollars (000,000's)							
Gross circulation	175.5	148.0	141.0	127.1	132.0	136.4	118.9	109.1
Less notes in tills of other banks	20.0	15.0	11.9	12.1	11.4	12.9	7.9	5.9
Net circulation	155.5	133.0	129.1	115.0	120.6	123.5	111.0	103.2

17. *Due to Banks (Correspondents).*

	1929	1930	1931	1932	1933	1934	1935	1936
	Dollars (000,000's)							
United Kingdom	26.7	5.8	4.8	7.4	4.9	6.5	8.5	9.0
Elsewhere	81.3	59.3	42.3	41.4	33.4	23.0	27.4	31.3
Total	108.0	65.1	47.1	48.8	38.3	29.5	35.9	40.3

18. *Deposits.*

The detailed composition of the amounts shown under current accounts (a) in the Summary Table is given below :

	1929	1930	1931	1932	1933	1934	1935	1936
	Dollars (000,000's)							
Sight deposits made by the public in Canada	729.3	641.7	566.6	466.2	501.9	575.5	640.9	682.3
Balances due to Governments :								
Dominion Government	60.0	26.9	111.1	53.1	33.3	24.3	11.9	25.1
Provincial Governments	31.6	20.6	19.8	19.0	27.9	28.3	40.7	47.4
Total	91.6	47.5	130.9	72.1	61.2	52.6	52.6	72.5
Grand total	820.9	689.2	697.5	538.3	563.1	628.1	693.5	754.8

CHILE

End of	Value of currency as % of gold parity in 1929 ^a		Banco Central de Chile ^c							
	Official rate	Free rate	Gold	Foreign exchange	Loans and advances			Notes in circulation	Deposits	
					Total	Redeemable accounts of member banks	Treasury		Total	Banks
Pesos (000,000's)										
1929	99.4	.	63	385	93	93	—	352	128	97
1930	99.4	.	62	279	112	118	—	306	85	65
1931	99.2	74.1 ^b	67	128	222	84	92	319	90	76
1932	49.5	22.8 ^c	77	77	634	27	507	488	319	219
1933	50.5	20.0	85	82	793	4	673	515	350	208
1934	50.0	20.5	127	15	763	7	704	516	346	190
March 1935	24.7	19.6	139	3	763	5	704	512	317	167
June 1935	24.8	18.5	141	1	764	3	704	523	358	220
Sept. 1935	24.7	19.3	142	—	789	3	701	526	350	224
Dec. 1935	24.9	18.6	141	1	786	2	697	567	297	169
March 1936	24.7	18.3	140	2	796	6	697	595	274	200
June 1936	24.7	17.4	141	2	819	11	694	612	278	199
Sept. 1936	25.1	16.8	142	1	830	12	694	616	273	178
Dec. 1936	25.1	16.8	141	3	866	16	690	653	288	210
March 1937	25.1	17.6	142	2	927	13	790	702	291	210

^a Gold parity in 1929 : 1 peso = 0.12166 U.S.A. dollar ; 1 U.S.A. dollar = 8.21947 pesos.

^b August to December.

^c January to December.

End of	Commercial Banks									Savings Banks	Clearing turnover	
	Cash	Loans and advances		Bills discounted	Investments and securities	Deposits						Savings deposits
		On current account	Other			Current accounts and sight	Time	Total	Thereof: Treasury			
Pesos (000,000's)												
Dec. 1934	288	388	600	361	108	1,000	368	1,368	263	338	1,270	
March 1935	259	407	634	431	105	1,063	369	1,431	324	347	1,304	
June 1935	319	423	623	421	116	1,050	435	1,485	312	362	1,286	
Sept. 1935	315	496	614	366	149	1,108	430	1,539	375	383	1,118	
Dec. 1935	255	544	609	425	144	1,075	466	1,541	391	412	1,454	
March 1936	293	576	643	508	192	1,251	513	1,764	422	421	1,570	
June 1936	302	547	619	556	178	1,249	504	1,753	478	436	1,507	
Sept. 1936	322	561	624	541	128	1,256	491	1,747	423	447	1,426	
Dec. 1936	319	614	646	549	142	1,157	618	1,775	447	465	1,664	
March 1937 . . . . .	...	...	...	...	...	1,275	614	1,889	473	466	...

See *Commercial Banks 1913-1929*, page 368 ; *1925-1933*, page 283 ; *1929-1934*, page 166 ; *Money and Banking 1935/36*, Vol. II, page 44.

Value of Currency : Official suspension of the gold standard : April 20th, 1932. The official value of the peso, reduced in April 1932 from 6*d.* gold to 3*d.* gold, was fixed on January 2nd, 1935, at 1½*d.* gold. Introduction of exchange control : July 30th, 1931. In addition to the official rate of the peso, there are also an export rate (for transactions with countries, such as the United States of America and the United Kingdom, which have not concluded any compensation agreement with Chile), so-called compensation rates (for transactions with countries which have concluded compensation agreements : Austria, Belgian-Luxemburg Union, Brazil, Czechoslovakia, Denmark, France, Germany, Italy, Netherlands, Spain, Sweden, Switzerland) and a free rate (for transactions involving foreign exchange not derived from exports and for operations which are not covered by the law on exchange control). The fall in the export rate does not differ appreciably from that in the free rate.

Commercial Banks.

Table 11.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	23	23	22	22	22	21	18
Branches and Sub-Branches	105	.	85	79	79	75	76
SUMMARY BALANCE-SHEET.		Pesos (000,000's)					
ASSETS.							
1. Cash	166	131	186	354	348	299	260
(a) Gold, silver and small coins	14	15	7	7	7	13	13
(b) Bank-notes, State notes and balances with Central Bank	152	116	179	347	341	286	247
2. Other Items of a Cash Nature	64	46	30	34	52	84	71
3. Bills discounted and bought	495	374	153	138	307	372	469
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	462	355	—	—	—	—	—
(c) Commercial bills, Foreign	33	19	—	—	—	—	—
4. Investments and Securities	129	129	118	159	128	208	178
(a) Government	16	14	30	61	28	13	22
(b) Other	113	115	88	98	100	195	156
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	151	113	90	72	72	120	111
(a) At home	14	11	13	10	14	18	12
(b) Abroad	137	102	77	62	58	102	99
7. Loans and Advances	1,118	1,156	1,031	1,039	1,025	1,275	1,398
(a) On current account	578	635	443	423	412	435	573
(b) Other	540	521	588	616	613	840	825
8. Cover for Acceptances	94	95	65	44	49	88	104
9. Premises, etc.	80	85	94	96	96	54	49
10. Sundry Assets	422	301	78	123	135	138	207
11. Total Balance-sheet	2,719	2,430	1,845	2,059	2,212	2,638	2,847
LIABILITIES.							
12. Capital paid up	423	427	418	406	386	392	398
13. Reserve Funds	215	217	200	166	165	192	228
14. Profit and Loss, etc.	—	—	—	—	—	—	—
15. Cheques and Drafts, etc., in circulation	18	36	7	4	4	6	4
16. Due to Banks (Correspondents)	158	132	48	68	67	95	98
(a) At home	6	8	17	5	2	1	—
(b) Abroad	152	124	31	63	65	94	98
17. Deposits	1,276	1,119	896	1,132	1,290	1,550	1,702
(a) Current accounts and sight deposits	512	434	419	706	893	1,124	1,191
(b) Savings accounts	41	47	12	—	—	—	—
(c) Time or fixed deposits	709	630	461	423	393	423	511
(d) Other deposits	14	8	4	3	4	3	—
18. Rediscounts and Other Borrowings	47	29	77	1	1	3	3
19. Acceptances and Endorsements	95	93	61	46	52	105	119
20. Sundry Liabilities	487	377	138	236	247	295	295

Banco Central de Chile : Gold : Valued at the rate of 1 peso = 6*d.* gold. **Foreign exchange :** Including, since 1931, gold abroad. **Loans and advances :** Advances to the Treasury, made by the Bank to the Government, more particularly in 1932, were consolidated by the Law of November 11th, 1933, so as to constitute a single advance of 672.5 millions, of which 13.7 millions had been repaid by December 1935, the Treasury having undertaken to pay the Bank each year a sum equivalent to interest at 2 % together with amortisation at the rate of 1% of the total amount of this debt. In addition to the balance of this advance — *i.e.*, 658.8 millions in December 1935 — this item includes a further advance of 38.4 millions which the Bank made to the Treasury under the Law of December 23rd, 1933, for the purpose of increasing the capital of the Caja de Crédito Minero. The other loans and advances are made up of rediscounted bills from the nitrates industry (20.5 millions in December 1935), advances to Government credit institutions (32.1 millions), to land banks (11.6 millions), etc.

Commercial Banks : The differences between the figures given above and the corresponding items in the Summary Balance-sheet are due to the fact that the annual figures relate to a greater number of banks than do the quarterly figures. Foreign exchange, deposits and loans in foreign currencies are valued in 1934 and 1935 at the rate of 6*d.* and in 1936 at the rate of 1½*d.* per peso. **Deposits :** These include deposits in foreign currencies.

Savings Banks : The savings deposits of the Caja Nacional de Ahorros account for 95 % of the total amount of savings deposits.

Clearing Turnover : All clearing-houses; monthly figures.

Sources : Banco Central de Chile : Annual reports and *Boletín Mensual*. Superintendencia de Bancos : *Estadística Bancaria. Estadística Chilena.*

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume.

1. Cash.

The sums given under (a) include gold and token coins as below:

	Gold	Token coins Pesos (000,000's)	Total
1929.	11	3	14
1931.	5	2	7
1932.	6	1	7
1933.	6	1	7
1934.	12	1	13
1935.	12	1	13

The sums given under (b) consist of notes and sight balances with the Central Bank, as shown below:

	Bank-notes	Balances with Central Bank Pesos (000,000's)	Total
1929.	71	81	152
1931.	99	80	179
1932.	133	214	347
1933.	132	209	341
1934.	92	194	286
1935.	82	165	247

2. Other Items of a Cash Nature.

	Foreign bank-notes	"Exchange" (canjes) Pesos (000,000's)	Total
1929.	25	39	64
1931.	11	19	30
1932.	9	25	34
1933.	13	39	52
1934.	12	72	84
1935.	17	54	71

4 and 5. Securities and Participations.

The commercial banks do not practise participation in industrial or other business undertakings.

The figures for Government securities also include municipal bonds. The greater part of "Other securities" has, in recent years, consisted of shares in the Central Bank of Chile, as shown below:

	1929	1931	1932	1933	1934	1935
Shares in Central Bank	62	65	64	56	57	58
Other shares and bonds	42	18	30	40	138	98
Securities in possession of "Superintendencia de Bancos"	9	5	4	4	—	—
Total	113	88	98	100	195	156

6. Due from Banks.

The sums under (b) include deposits with head offices and branches abroad.

7. Loans and Advances.

(a) Advances on Current Account.

	1929	1931	1932	1933	1934	1935
In national currency:						
Against security	245	162	131	153	183	225
Without special security	205	146	128	139	192	310
Total	450	308	259	292	375	535

In foreign currency:

	1929	1931	1932	1933	1934	1935
Against security	73	35	49	32	17	17
Without special security	55	100	115	88	43	21
Total (a)	128	135	164	120	60	38
Total (a)	578	443	423	412	435	573

(b) Other Loans and Advances.

In national currency:

	1929	1931	1932	1933	1934	1935
Against security	322	201	250	284	.	.
Without special security	93	78	95	136	.	.
Total (b)	415	279	345	420	535	575

In foreign currency:

	1929	1931	1932	1933	1934	1935
Against security	24	14	8	7	.	.
Without special security	10	5	4	4	.	.
Total (b)	34	19	12	11	44	16
Credits to directors and staff	22	14	6	4	.	.
Other loans	69	276	253	178	261	234
Total (b)	91	290	259	182	261	234

Grand total	1,118	1,031	1,039	1,025	1,275	1,398
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Thereof:

In national currency	956	851	801	846	1,053	1,238
In foreign currency	162	180	238	179	222	160

16. Due to Banks (Correspondents).

The sums shown under (b) include certain amounts due to banks at home in foreign currency, which amounts are not shown separately in the official summary balance-sheet.

17. Deposits.

	1929	1931	1932	1933	1934	1935
Sight deposits (less than 30 days):						
In national currency	464	357	640	828	997	1,080
In foreign currency	48	62	66	65	127	111
Total (a)	512	419	706	893	1,124	1,191
Savings accounts (b)	41	12	—	—	—	—
Time deposits (more than 30 days):						
In national currency	582	348	308	330	347	453
In foreign currency	127	113	115	63	76	58
Total (c)	709	461	423	393	423	511
Other deposits (d)	13	4	3	4	3	—
Grand total	1,275	896	1,132	1,290	1,550	1,702

Thereof:

In national currency	1,100	719	950	1,161	1,344	1,533
In foreign currency	175	177	182	129	206	169

CHINA

End of	Value of currency as % of the average 1929 rate ^a	Stocks of silver in Shanghai		Import (+) or export (-) surplus of silver ^b	Import (+) or export (-) surplus of gold ^b	Price of silver in New York (in cents per 1 oz. fine)	Prices		
		Chinese banks	Foreign banks				Shanghai wholesale prices: 1926 = 100 (simple geometric average)	Cost of living in Shanghai: 1926 = 100 (weighted arithmet. average)	
		Chinese dollars (000,000's)							
1929	91.9	144	96	+ 165	- 3	48.48	104.5	107.9	
1930	61.1	166	96	+ 104	- 25	32.64	114.8	121.8	
1931	56.2	179	87	+ 71	- 50	30.12	126.7	125.9	
1932	47.3	253	185	- 11	- 109	25.01	112.4	119.1	
1933	51.3	272	276	- 14	- 69	43.35	103.8	107.2	
1934	48.7	280	55	- 257	- 52	54.39	97.1	106.2	
March 1935	54.2	276	49	+ 4	- 26	59.05	96.4	104.8	
June 1935	57.3	296	45	+ 1	-	71.94	92.1	105.9	
Sept. 1935	53.6	293	42	+ 1	-	65.38	91.1	105.4	
Dec. 1935	41.9	239	36	- 66	- 16	56.68	103.3	109.3	
March 1936	42.2	148	9	- 14	+ 2	44.75	106.4	114.1	
June 1936	42.5	86	9	- 86	-	44.75	106.1	111.8	
Sept. 1936	42.3	80	9	- 113	- 20	44.75	107.0	113.5	
Dec. 1936	41.8	.	.	- 36	.	45.25	118.8	117.5	

^a Average rate in 1929 : 1 National dollar = 0.4176 U.S.A. dollar ; 1 U.S.A. dollar = 2.3944 National dollars (calculated from the rate of the Shanghai tael).

^b One year or one quarter.

End of	Central Bank of China								Shanghai native interest rates	Yield of domestic bonds	Bank clearings in Shanghai		
	Gold	Silver	Foreign exchange	Due from banks	Loans and discounts	Securities	Note circulation	Deposits					
	Chinese dollars (000,000's)										Ch. dollars (000,000')		
1929	—	24	—	—	15	14	15	50	—	—	13	12.1	—
1930	—	35	—	—	28	4	23	76	—	—	7	14.7	—
1931	—	35	12	9	75	6	25	91	77	8	13	16.1	30,900
1932	7	57	13	37	97	8	40	154	98	47	10	20.4	22,715
1933	23	111	15	31	143	13	71	289	237	42	6	14.5	22,130
1934	20	104	10	38	85	174	86	250	197	39	9	10.4	25,053
March 1935	24	109	8	41	88	184	93	290	230	46	8	—	5,099
June 1935	25	119	6	44	127	179	99	314	234	63	19	—	4,953
Sept. 1935	17	129	7	34	201	175	119	366	245	84	14	12.0	6,806
Dec. 1935	31	120	123	39	154	253	180	536	267	213	10	9.7	7,643
March 1936	51	211	74	104	213	310	254	627	305	292	8	9.3	6,632
June 1936	45	270	52	92	365	184	300	639	295	316	8	9.9	5,866
Sept. 1936	66	262	60	132	413	164	317	710	300	387	8	9.5	5,553
Dec. 1936	27	223	116	131	477	156	340	714	369	317	8	9.5	6,658

End of	Three Government Banks							Other Banks						
	Cash in hand	Loans	Securities	Deposits	Notes in circulation	Paid-up capital and reserves	Total balance-sheet	Cash in hand	Loans	Securities	Deposits	Notes in circulation	Paid-up capital and reserves	Total balance-sheet
	Chinese dollars (000,000's)													
1932	133	791	91	940	319	70	1,381	147	1,067	136	1,176	133	204	1,623
1933	133	1,042	62	1,147	348	79	1,639	179	1,285	195	1,447	187	249	2,019
1934	90	1,104	210	1,251	403	148	1,879	193	1,503	265	1,730	219	261	2,417
1935	152	1,717	342	2,026	647	175	2,938	261	1,469	252	1,754	221	273	2,491

See *Money and Banking 1935/36*, Vol. II, page 49.

Value of Currency : The Chinese (silver) dollar, equivalent to 0.715 former Shanghai tael, was introduced and officially declared the standard coin in April 1933. The rise in the price of bar silver as a result of the purchases of silver for the account of the United States Government under the Silver Purchase Act of 1934 led the Chinese Government to institute foreign-exchange control on September 9th, 1934, with a view to preventing exports of silver. On October 15th, 1934, an export duty of $7\frac{3}{4}\%$ was imposed on export of silver dollars and mint bars, and a duty of 10% on export of other forms of silver, together with an equalisation charge equal to the deficiency, if any, existing between the theoretical parity of London silver and a rate of exchange officially fixed by the Central Bank of China after making allowance for the export duty. On November 3rd, 1935, the Government abandoned the silver standard and fixed the rate of the Chinese dollar in sterling ($14\frac{1}{2}d.$) and United States dollar ($29\frac{3}{4}$ cents). The silver export duty and the equalisation charge, however, remained in force as before. In May 1936, the Chinese and the United States Governments concluded an agreement by which the Central Bank of China was enabled to draw on New York against the silver deposited by the Chinese Government in that city. As the result of this agreement, the Chinese Government announced, on May 17th, 1936, that the 60% specie reserve against note issue would consist of silver as well as of gold and foreign exchange: the silver constituting not less than 25%, and the gold and foreign-exchange portion to be increased to 35% as its maximum.

Central Bank of China : In the statement given above, the balance-sheets of the Issue department and of the Banking department have been consolidated.

Interest Rates : *The Shanghai native interest rate* (yearly or monthly average) is a rate for inter-bank loans. It is quoted in cents per 1,000 Chinese dollars per day and is considered the most accurate barometer for the Shanghai money market. *Bond yields :* Domestic bonds, according to Shanghai quotations.

Three Government Banks : Central Bank of China, Bank of China and Bank of Communications. They are all under the control of the Government and enjoy special privileges. The notes they issue are full legal tender and the reserves held against them are placed under one control. In fact, these three banks act more or less as one in discharging the duties that are performed by central banks in other countries.

Other Banks : They include 161 provincial banks, commercial banks, savings banks, etc. — practically all the banks in existence in China at the end of 1935. (Three Government banks excluded.)

Sources : *The Bank of China Monthly* (in Chinese); *the Central Bank of China Monthly* (in Chinese); *Shanghai Bankers' Weekly* (in Chinese); *Financial and Commercial Monthly Bulletin* by the Bank of China (in Chinese); *Chinese Year-Book, 1936*. *Federal Reserve Bulletin*.

COLOMBIA

End of	Value of currency as % of 1929 gold parity ^a Official rate	Banco de la República											Monetary circulation Silver coins
		Gold	Foreign exchange	Loans and discounts			Advances to Government	Investments	Notes in circulation	Deposits		Special exchange account	
				Total	Banks	Government				Total	Banks		
Pesos (000,000's)													
1929.	99.0	22.4	15.4	19.6	18.1	1.5	—	0.5	39.1	6.2	3.9	—	12.3 ^b
1930.	99.2	17.5	9.9	17.5	13.4	4.0	—	—	27.3	6.1	3.3	—	11.9 ^b
1931.	99.2	9.1	4.6	23.7	18.2	4.2	3.8	2.2	20.6	10.2	6.6	—	11.7 ^b
1932.	97.9	11.2	5.9	13.7	7.3	4.6	14.8	8.3	22.5	18.4	10.9	—	13.7 ^b
1933.	42.1	13.5	3.3	11.3	4.8	4.7	16.9	21.4	31.8	20.9	12.3	—	13.6 ^b
1934.	39.4	12.9	3.2	14.7	8.1	2.6	25.6	25.2	40.1	24.3	14.8	—	14.0 ^b
March 1935.	32.9	9.2	3.6	9.6	6.5	0.1	25.5	25.4	36.1	22.6	13.6	—	18.3
June 1935.	33.1	24.2	6.3	8.4	5.3	0.1	25.2	29.2	39.1	25.5	15.9	18.8	19.0
Sept. 1935.	34.2	28.6		6.2	3.6	0.1	27.7	29.7	38.5	28.5	17.0	17.6	19.3
Dec. 1935.	34.8	32.2		6.9	4.4	0.1	27.6	29.7	43.2	28.8	17.4	17.6	19.5
March 1936.	34.7	33.3		3.8	0.9	0.4	27.5	29.6	41.3	30.8	19.9	17.5	19.5
June 1936.	34.7	31.9		7.9	3.6	1.4	27.4	29.6	45.3	28.0	19.5	17.6	19.6
Sept. 1936.	34.3	32.0		7.7	5.1	0.3	27.6	29.4	46.2	29.2	18.3	17.6	19.6
Dec. 1936.	34.8	40.3		13.3	8.5	0.3	27.9	29.2	57.2	33.1	19.2	17.4	19.6
March 1937.	34.6	47.8		7.3	2.7	0.3	28.6	29.1	51.5	40.2	21.9	17.9	19.6

^a Gold parity in 1929 : 1 peso oro = 0.97331 U.S.A. dollar ; 1 U.S.A. dollar = 1.02742 peso oro.

^b June 30th.

End of	Commercial and Mortgage Banks							Mortgage Banks	Clearing turnover
	Cash	Bills discounted	Investments	Loans	Deposits				
					Sight	Savings	Time	Loans	
Pesos (000,000's)									
Dec. 1934.	19.1	30.0	36.6	18.6	49.0	8.5	11.0	43.3	38.4
March 1935.	18.8	31.9	37.0	18.6	48.6	8.8	13.6	43.0	56.5
June 1935.	21.0	31.9	33.7	18.2	47.8	8.9	13.7	41.4 ^a	49.4
Sept. 1935.	22.3	34.7	34.6	18.3	52.6	9.2	14.5	41.5	55.5
Dec. 1935.	19.9	38.0	36.7	17.3	50.1	9.2	14.3	42.8	54.1
March 1936.	24.4	38.7	44.5	17.5	57.5	9.8	15.4	43.4	68.3
June 1936.	21.2	41.6	42.9	22.7	54.8	10.3	13.0	43.7	53.4
Sept. 1936.	21.3	45.4	41.6	21.0	59.3	10.6	12.6	45.5	59.0
Dec. 1936.	20.5	50.6	42.7	24.0	59.4	11.0	10.1	46.3	60.6

^a July 18th, 1935.

See *Commercial Banks 1913-1929*, page 378 ; *1925-1933*, page 287 ; *1929-1934*, page 172 ; *Money and Banking 1935/36*, Vol. II, page 56.

Value of Currency : The gold standard was officially suspended and exchange control introduced on September 25th, 1931. There are two exchange rates for the peso : the official rate, fixed until February 1933 at the ratio 1.05 peso = 1 U.S.A. dollar and raised on several occasions since the dollar devaluation, and the free rate. The margin between these two rates is narrow.

Banco de la República : Gold : Since 1934 (Decree of March 20th), newly acquired gold is valued at cost. In virtue of a Decree of April 6th, 1935, the valuation of the gold reserve is based on the New York price of gold (35 dollars per fine ounce) and the peso exchange rate. The increase in the gold reserve due to revaluation is counterbalanced on the liabilities side by the *Special Exchange Account*. **Advances to Governments :** (1) Loans secured by salt-mines concessions (18.2 millions at June 30th, 1936) ; (2) loans granted since 1933 for purposes of national defence (9.2 millions at June 30th, 1936). **Investments :** (1) Government securities ; (2) shares of the Banco Central Hipotecario (4 millions in 1932, 12 millions since 1933).

Monetary Circulation : There should be added to the notes issued by the Banco de la República, in order to ascertain the total monetary circulation : (1) *National notes* issued by the State : 8.2 millions in 1929, 7.9 millions since 1930 ; (2) *silver coins*, including silver certificates and nickel coins.

Commercial and Mortgage Banks : The discrepancy between the figures given above and the corresponding items in the Summary Balance-sheet is due to the fact that the yearly totals apply to commercial (national or foreign) banks only, and not to mortgage banks or savings banks, whereas the quarterly figures apply to all banks within the country. *Discounts :* Paper eligible for discount or rediscounted at the Banco de la República. *Investments :* Including shares of the Banco de la República held by member banks. *Loans :* Paper not eligible for rediscount at the Banco de la República. *Banking legislation :* A Law of January 28th, 1936, contains various provisions relating to commercial banks, mortgage banks, agricultural credit, exchange, etc.

Mortgage Banks : Loans : Mortgage loans properly so called, including mortgage loans granted by commercial banks but excluding loans by mortgage banks which figure under the items "Discounts" and "Loans" of the heading "Commercial and Mortgage Banks".

Clearing Turnover : Clearing-houses in eight towns : monthly figures.

Sources : Banco de la República : Annual reports, *Revista del Banco de la República*. *Boletín de la Superintendencia Bancaria*.

Commercial Banks.

Table 12.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	16	16	16	16	16	16	16
SUMMARY BALANCE-SHEET.		Pesos (000,000's)					
ASSETS.							
1. Cash	10.3	8.9	9.0	14.8	14.8	17.4	17.7
(a) Gold, silver and small coins	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	—	—	—	—	—	—	—
3. Bills discounted and bought	53.7	45.2	31.4	19.5	18.0	25.8	31.8
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	12.9	13.7	14.7	19.8	26.9	29.5	24.1
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	8.6	7.3	4.0	3.7	5.7	6.1	6.1
(a) At home	0.4	1.0	0.4	0.6	0.7	0.9	1.7
(b) Abroad	8.2	6.3	3.6	3.1	5.0	5.2	4.4
7. Loans and Advances	44.4	41.0	38.2	30.3	26.1	16.1	15.0
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	5.2	4.1	1.1	0.4	0.8	1.3	2.1
9. Premises, etc.	4.1	5.4	6.1	4.1	5.3	6.6	7.4
10. Sundry Assets	4.7	6.2	10.6	9.5	10.2	9.3	10.0
11. Total Balance-sheet	143.9	131.8	115.1	102.1	107.8	112.1	114.2
LIABILITIES.							
12. Capital paid up	24.8	24.8	25.0	20.3	20.3	20.3	19.1
13. Reserve Funds	11.8	13.8	16.0	10.4	12.3	11.1	10.2
14. Profit and Loss, etc.	2.5	1.8	0.1	0.6	0.9	1.2	1.0
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	16.1	15.3	5.6	4.9	4.8	4.0	3.3
(a) At home	—	—	—	—	—	—	—
(b) Abroad	16.1	15.3	5.6	4.9	4.8	4.0	3.3
17. Deposits	60.6	53.6	48.0	55.4	58.8	62.6	66.0
(a) Current accounts and sight deposits	39.6	30.2	26.5	34.4	39.4	48.5	49.0
(b) Savings accounts	6.5	7.3	8.0	6.8	5.9	4.7	5.0
(c) Time or fixed deposits	14.5	16.1	13.5	14.2	13.5	9.4	12.0
(d) Other deposits	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	17.8	13.4	17.3	7.1	4.5	6.6	2.3
19. Acceptances and Endorsements	5.2	4.1	1.1	0.4	0.8	1.3	2.1
20. Sundry Liabilities	5.1	5.0	2.0	3.0	5.4	5.0	10.2

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume.

1. <i>Cash.</i>	1929	1930	1931	1932	1933	1934	1935	Investments of savings depart- ments	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)								Pesos (000,000's)						
Gold coins, bank- notes, State notes, other currency	6.4	5.9	2.8	3.8	2.7	2.7	2.5	6.3	7.0	7.2	6.1	5.5	4.1	—	
Reserve balances with Banco de la República	3.9	3.0	6.2	11.0	12.1	14.7	15.2	Thereof invest- ments of "im- mediate con- vertibility"	(5.7)	(6.4)	(6.0)	(5.9)	(5.5)	(4.1)	—
Grand total	10.3	8.9	9.0	14.8	14.8	17.4	17.7	Grand total	12.9	13.7	14.7	19.8	26.9	29.5	24.1

3. *Bills discounted and bought.*

The official statistics make no distinction between discounts, loans and advances, nor is Government paper shown separately from commercial paper. Distinction is made, however, between paper eligible for rediscount at the Banco de la República and non-eligible paper. The former category is shown under discounts in the Summary Table, and the latter under group (7). The composition of the sums given under (3) is shown below :

	Bills eligible for rediscount		
	Actually rediscounted	Other	Total
	Pesos (000,000's)		
1929.	16.8	36.9	53.7
1930.	13.3	31.9	45.2
1931.	15.3	16.1	31.4
1932.	4.9	14.6	19.5
1933.	3.4	14.6	18.0
1934.	2.5	23.3	25.8
1935.	1.2	30.6	31.8

4 and 5. *Investments and Securities ; Participations.*

	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)						
Ordinary invest- ments :							
Shares in the Banco de la República	4.9	4.9	4.9	3.8	3.5	3.5	3.4
Other securities	1.7	1.8	2.6	9.9	17.9	21.9	20.7
Total	6.6	6.7	7.5	13.7	21.4	25.4	24.1

17. *Deposits.*

Deposits include amounts due to domestic banks. The sums shown under (a) represent deposits payable within thirty days ; time deposits (c) are those payable after thirty days. The statistics show separately deposits in national and in other currencies as follows :

	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)						
(a) Sight deposits :							
In national currency	31.6	25.2	22.5	32.0	37.9	46.3	46.3
In other cur- rencies	8.0	5.0	4.0	2.4	1.5	2.2	2.7
Total sight deposits	39.6	30.2	26.5	34.4	39.4	48.5	49.0
(b) Savings depo- sits	6.5	7.3	8.0	6.8	5.9	4.7	5.0
(c) Time deposits:							
In national currency	11.6	12.7	10.7	12.6	12.6	9.1	11.6
In other cur- rencies	2.9	3.4	2.8	1.6	0.9	0.3	0.4
Total time deposits	14.5	16.1	13.5	14.2	13.5	9.4	12.0
Grand total	60.6	53.6	48.0	55.4	58.8	62.6	66.0

18. *Rediscounts and Other Borrowings.*

Under this heading are given the rediscounts of the commercial banks with the Banco de la República and other borrowings from that bank.

CZECHOSLOVAKIA

End of	Value of currency as % of 1929 gold parity ^a	National Bank of Czechoslovakia							Token coin	
		Gold	Foreign exchange	Discounts		Advances on collateral	State Notes Debt balance	Notes in circulation		Cheque accounts and sight deposits
				Bills	Securities					
Crowns (000,000's)										
1929	100.1	1,258	2,270	526	396	89	3,761	8,230	675	332
1930	100.1	1,545	2,447	360	133	32	3,453	7,824	570	362
1931	100.0	1,649	1,060	1,682	477	157	3,121	7,679	361	437
1932	100.0	1,708	1,029	1,139	200	337	2,687	6,267	602	1,007
1933	100.4	1,707	926	1,234	56	461	2,593	5,905	871	973
February 15th, 1934	—	1,706	587	904	15	572	2,583	5,538	591	.
February 28th, 1934	83.4	2,668	78	775	74	497	2,150	5,523	444	919
Dec. 1934	83.8	2,680	229	892	64	422	2,095	5,640	766	979
March 1935	83.8	2,684	291	773	—	351	2,087	5,560	796	943
June 1935	83.7	2,691	325	757	35	346	2,072	5,780	742	933
Sept. 1935	83.0	2,692	104	866	—	299	2,059	5,730	412	966
Dec. 1935	83.0	2,691	81	602	12	731	2,046	5,761	411	980
March 1936	83.0	2,692	47	640	25	749	2,040	5,413	778	937
June 1936	83.0	2,697	30	857	36	1,030	2,037	5,701	851	984
Sept. 30th, 1936	82.4 ^b	2,595	41	754	—	1,018	2,031	5,742	391	1,039
Oct. 15th, 1936	70.5 ^c	2,592	411	827	—	1,102	2,030	5,638	649	.
Dec. 1936	70.2	2,592	439	1,194	59	1,086	2,022	6,478	410	1,062
March 1937	69.5	2,583	146	1,100	79	1,069	2,018	5,948	464	995

^a Gold parity in 1929 : 1 crown = 0.02963 U.S.A. dollar ; 1 U.S.A. dollar = 40.50150 crowns.

^b September.

^c October 10-31:

End of	Commercial Banks						Banks of the Provinces		Savings Banks	Clearing turnover (Crowns : 000,000,000's)	
	Cash	Bills discounted	Securities	Participations	Loans	Deposits		Loans	Deposits		
						On current account	Savings				
Crowns (000,000's)											
Dec. 1934	2,394	1,991	2,971	799	13,506	11,190	8,429	6,090	5,248	32,665	4.2
March 1935	2,759	1,724	3,048	792	13,747	11,525	8,585	6,119	5,519	32,860	4.3
June 1935	2,676	1,941	3,224	790	13,231	11,443	8,560	6,165	5,441	33,089	3.6
Sept. 1935	2,531	2,184	3,287	816	13,369	11,727	8,636	6,210	5,616	33,060	4.4
Dec. 1935	2,783	2,257	3,322	843	13,287	11,832	8,732	6,419	5,551	33,619	5.6
March 1936	2,958	2,140	3,533	802	13,301	12,048	8,976	6,373	5,767	33,733	4.8
June 1936	2,728	2,233	3,549	808	13,133	11,847	8,932	6,407	5,486	33,838	8.4
Sept. 1936	2,312	2,347	3,478	809	13,444	11,796	8,783	6,426	5,258	33,264	8.7
Dec. 1936	2,784	2,182	3,496	832	13,559	12,142	8,907	6,512	5,165	33,644	8.3
March 1937	2,792	2,254	3,661	809	13,818	12,683	9,041	6,531	5,175	33,960	9.2

See *Commercial Banks 1913-1929*, page 80 ; *1925-1933*, page 74 ; *1929-1934*, page 13 ; *Money and Banking 1935/36*, Vol. II, page 60.

Value of Currency : Exchange control was introduced on October 2nd, 1931, and its stringency increased on several subsequent occasions, more particularly September 10th, 1934 (compulsory declaration and surrender of precious metals and foreign exchange), January 3rd, 1935 (compulsory sale abroad of fixed-interest-bearing foreign securities, except those of countries with exchange control, and transfer to the National Bank of the foreign exchange thus obtained), November 30th, 1935 (prohibition of the export of bank-notes), and December 6th, 1935 (prohibition of the import of Czechoslovak bank-notes by persons other than foreign tourists). The crown has been twice devalued : on February 17th, 1934, when its gold content was reduced from 0.04458 to 0.03715 gramme of fine gold — that is, by 16.66% — and on October 9th, 1936, when the Government was empowered to fix the crown's gold content between the limits of 0.03221 and 0.03021 gramme of fine gold. By a Decree of the same date, the Government fixed the parity at 0.03121 gramme of fine gold, representing a total depreciation of 30%.

National Bank of Czechoslovakia : Gold : Valued at the legal rate. The profit made on the first revaluation of the gold reserve (422.3 millions) was set aside for the redemption of the State Notes Debt (*cf.* below) ; the profit on the second revaluation was converted into foreign exchange and brought into account partly under the item "Foreign exchange" and partly under "Miscellaneous" ; on October 15th, 1936, the date of the first balance-sheet after the revaluation of the gold reserve, the latter item showed an increase of 106 millions. The profit on the second revaluation of the gold went to the State, which leaves it at the National Bank on permanent deposit to be used by the Bank to maintain the value of the crown within the limits fixed by the Law of October 9th, 1936 (*cf.* above, "Value of Currency"). On the liabilities side of the balance-sheet, the revaluation of the gold is apparent in an increase of 498 millions in "Miscellaneous". *State Notes Debt balance :* This debt, representing the stamped notes, negotiable cash certificates and current accounts of the Austro-Hungarian Bank, which were used after the foundation of the Czechoslovak State as cover for the fiduciary currency, is redeemed through a levy on capital and capital increases ; in addition, the profit resulting from the first revaluation of the crown was applied to the reduction of this item (*cf.* above ; see also the following note). *Notes in circulation :* Under the Law of June 9th, 1932, the 10- and 20-Kč. bank-notes were assimilated to subsidiary coins, and their total value (548.7 millions) was therefore deducted from the note circulation. The amount thus released was applied to writing off the balance of the account of the former Banking Office of the Ministry of Finance (286.2 millions) and to the redemption of the State Notes Debt (262.5 millions ; see above).

Commercial Banks : Twelve commercial joint-stock banks in Bohemia, Moravia and Silesia (*National Bank Monthly Bulletin*).

Provincial Credit Establishments : Zemská Banka, Bohemian Mortgage Bank, Moravian Mortgage and Agricultural Bank, Silesian Mortgage and Communal Credit Institution.

Savings Banks : Savings banks in Bohemia, Moravia, Silesia and Slovakia ; district agricultural credit and savings associations in Bohemia ; peoples' credit and savings associations in Bohemia, Moravia and Silesia affiliated to the Union ; agricultural mutual savings banks in Slovakia and Carpathian Ruthenia.

Clearing Turnover : Clearing-houses at Prague, Brno and Bratislava ; monthly figures.

Sources : National Bank of Czechoslovakia : Weekly Statements, Annual Reports and *Monthly Bulletin*. Reports of the Statistical Office of the Czechoslovak Republic.

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume.

1 and 2. Cash and Other Items of a Cash Nature.

	1929	1930	1931	1932	1933	1934	1935
	Crowns (000,000's)						
Cash (Kassabarschaft)	1,039	967	1,715	2,630	2,431	2,656	756
Sight balances with the Central Bank and the Post-cheque Clearing Office	971	869						2,446
Total (1)	2,010	1,836	1,715	2,630	2,431	2,656	3,202
Money on call with domestic banks ^a	530	725	—	—	—	—	—
Notes, bills and cheques, etc., in foreign currency ^b	514	598	218	68	33	23	32
Total (2)	1,044	1,323	218	68	2,464	2,679	3,234

^a Included in (1) as from 1931.

^b Notes transferred to (1) as from 1931.

7. Loans and Advances.

	1929	1930	1931	1932	1933	1934	1935
	Crowns (000,000's)						
Credits covered by securities	3,126	2,774	1,759	1,314	1,276	1,440	1,426
Other debtors from the banking business	17,495	17,730	15,443	13,295	12,296	12,417	12,070
Debtors of the Commercial Departments	22	43	40	30	27	37	51
Total	20,643	20,548	17,242	14,639	13,599	13,894	13,547

10. Sundry Assets.

	1929	1930	1931	1932	1933	1934	1935
	Crowns (000,000's)						
Mortgage, municipal land improvement and railway loans	272	368	485	173	168	525	517
Real estate	82	65	68	80	78	91	101
Temporary and sundry accounts	402	435	300	274	242	309	360
Net loss	—	—	—	—	—	98	122
Total	756	868	853	527	488	1,023	1,100

Commercial Banks.

Table 13.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	22	23	23	22	22	23	23
SUMMARY BALANCE-SHEET.		Crowns (000,000's)					
ASSETS.							
1. Cash	2,010	1,836					
(a) Gold, silver and small coins	—	—					
(b) Inland notes and balances with Central Bank	—	—	1,933	2,697	2,464	2,679	3,234
2. Other Items of a Cash Nature	1,044	1,323					
3. Bills discounted and bought	2,728	2,818	2,157	1,917	1,958	1,974	2,257
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	2,728	2,818	2,157	1,917	1,958	1,974	2,257
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	2,725	3,044	3,419	2,631	2,745	2,855	2,988
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	1,054	1,100	821	801	793	791	802
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	20,643	20,548	17,242	14,639	13,599	13,894	13,547
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	385	415	531	516	557	566	541
10. Sundry Assets	756	868	853	527	488	1,023	1,100
11. Total Balance-sheet	31,345	31,952	26,956	23,728	22,604	23,782	24,469
LIABILITIES.							
12. Capital paid up	1,845	1,852	1,533	1,284	1,283	1,307	1,267
13. Reserve Funds	1,382	1,431	1,011	904	909	917	839
14. Profit and Loss, etc.	253	205	66	65	64	71	77
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	7,787	7,038	5,542	4,154	3,548	4,157	4,676
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
17. Deposits	18,630	19,871	17,382	16,337	15,850	16,035	16,332
(a) Current accounts and sight deposits	9,703	9,972	8,285	7,741	7,659	7,525	7,517
(b) Savings accounts	8,927	9,899	9,097	8,596	8,191	8,510	8,815
(c) Time or fixed deposits	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
19. Acceptances and Endorsements	—	—	—	—	—	—	—
20. Sundry Liabilities	1,448	1,555	1,422	984	950	1,295	1,272
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	884	826	639	541	502	482	481
<i>To be deducted :</i>							
2. Expenses	630	620	550	485	440	413	408
(a) Salaries, etc.	479	477	445	403	362	339	333
(b) Other working expenses	86	81	68	55	59	49	46
(c) Taxes, etc.	65	62	37	27	26	25	29
3. Reserved for Pension Funds, etc.	13	15	2	1	6	9	13
4. Written off on	23	23	693	13	22	64	47
(a) Premises, etc.	12	14	12	9	9	10	10
(b) Investments and securities	—	—	676	—	9	50	34
(c) Other assets	11	9	5	4	4	4	3
5. Remaining Net Profit or Loss (—)	218	168	— 607	42	34	— 4	13
6. Carried forward from preceding year	22	22	28	21	24	— 31	— 71
7. Taken from Reserves or Capital	—	—	642	—	—	—	—
8. Total disposed of for Dividends, etc.	240	190	64	63	58	— 35	— 58
9. Carried to Reserves	52	24	8	13	7	5	5
10. Dividends	154	129	33	25	24	27	27
11. Directors' Fees, etc.	12	9	2	1	2	2	2
12. Carried forward to following year	22	28	21	24	25	— 69	— 92

17. *Deposits.*

The combined figures for (b) and (c) are composed as follows :

	1929	1930	1931	1932	1933	1934	1935
	Crowns (000,000's)						
Deposits on savings account	7,865	8,396	7,877	7,491	7,090	7,408	7,740
"Cash certificates"	1,062	1,503	1,220	1,105	1,101	1,102	1,075
Total	8,927	9,899	9,097	8,596	8,191	8,510	8,815

20. *Sundry Liabilities.*

	1929	1930	1931	1932	1933	1934	1935
	Crowns (000,000's)						
Bonds and debentures issued	268	362	483	157	168	491	487
Other accounts of the mortgage departments	2	2	2	1	2	2	3
Pension funds	220	238	213	254	258	271	276
Other funds not serving as cover for losses	34	68	15	11	8	10	10
Temporary and sundry accounts	924	885	703	561	514	521	502
Total	1,448	1,555	1,422	984	950	1,295	1,278

Summary of Profit-and-Loss Accounts.

1. *Gross Profits.*

	1929	1930	1931	1932	1933	1934	1935
	Crowns (000,000's)						
Net interest and discounts	510	484	451	319	285	263	240
Provisions and commissions	287	270	236	184	168	155	155
Profits on securities, investments and participations	70	58	— 67	26	40	63	75
Sundry profits (net)	17	14	19	12	9	1	11
Total gross profits	884	826	639	541	502	482	481

3. *Reserved for Pension Funds, etc.*

	1929	1930	1931	1932	1933	1934	1935
	Crowns (000,000's)						
Reserved for :							
Pension funds	8.9	8.4	0.4	0.7	0.7	0.7	3.9
Other funds not serving as cover for losses	2.1	0.2	—	—	—	0.8	—
Other purposes	2.4	5.9	1.6	0.5	5.5	7.0	8.8
Total	13.4	14.5	2.0	1.2	6.2	8.5	12.7

FREE CITY OF DANZIG

End of	Value of currency as % of gold parity in 1929 *	Bank of Danzig						Commercial bank deposits	Savings bank deposits		Bills discounted by commercial and savings banks
		Gold	Foreign exchange	Loans and discounts	Sight deposits	Note circulation	Discount rate		Total	Of which current accounts and deposits in foreign currency	
		Gulden (000,000's)						%	Gulden (000,000's)		
1929	99.5	—	39.4	9.5	4.2	37.8	6	154.1	89.1	33.7	54.7
1930	99.7	0.1	41.7	4.4	2.4	37.9	5	150.5	95.4	37.6	38.7
1931	100.3	21.8	19.2	10.6	10.2	44.0	5	97.5	75.6	29.5	14.3
1932	99.7	21.4	14.0	14.2	9.0	36.5	4	96.7	73.4	26.0	12.2
1933	100.5	29.9	9.9	15.8	10.9	40.2	3	82.7	73.5	20.0	14.1
1934	99.6	23.6	2.9	22.2	3.8	38.9	4	88.5	69.7	18.1	18.6
1935	57.6	20.7	9.2	18.1	3.3	29.2	5	.	.	.	.
1936	57.2	29.7	1.5	18.3	8.3	32.0	5	.	.	.	.
March 1935	100	20.1	1.1	24.6	1.3	39.3	4	.	.	.	.
June 1935	56.9	15.8	7.8	27.2	3.6	31.8	6	.	.	.	.
Sept. 1935	57.5	17.0	10.6	20.2	1.2	30.6	6	.	.	.	.
Dec. 1935	57.6	20.7	9.2	18.1	3.3	29.2	5	.	.	.	.
March 1936	57.5	20.8	8.0	15.9	3.9	28.3	5	.	.	.	.
June 1936	57.6	20.8	9.9	15.2	4.7	30.0	5	.	.	.	.
Sept. 1936	57.0	29.0	4.5	16.8	11.6	31.5	5	.	.	.	.
Dec. 1936	57.2	29.7	1.5	18.3	8.3	32.0	5	.	.	.	.
March 1937	57.5	29.6	2.4	12.8	13.2	32.0	4	.	.	.	.

* Parity in 1929 : 1 gulden = 19.47 U.S.A. cents ; 1 U.S.A. dollar = 5.14 gulden.

See *Commercial Banks 1929-1934*, page 18 ; *Money and Banking 1935/36*, Vol. II, page 64.

Value of Currency : On April 30th, 1935, the gulden was devalued by 42.37% to the level of the Polish zloty, and the gold and foreign-exchange reserve was written up accordingly (by 73%). Exchange control was introduced on June 11th, 1935.

Bank of Danzig : The figures refer to the last day of the year or month shown. *Gold and foreign exchange :* These items were written up by 73% on April 30th, 1935. The revaluation profit of 10 million gulden was allocated to a special reserve fund of the Bank. *Discount rate :* Date of last change : January 2nd, 1937 (reduction from 5% to 4%).

Sources : Annual reports and fortnightly returns of the Bank of Danzig. *Danziger statistische Mitteilungen*.

DENMARK

End of	Value of currency as % of gold parity in 1929 ^a	National Bank							Discount rate
		Gold	Net foreign assets (+) or liabilities (-)	Securities	Loans and discounts (excluding Government)	Advances to "Crisis Fund"	Current accounts and sight deposits (excluding Government)	Notes in circulation	
		Kroner (000,000's)							%
1929	99.6	172	+ 90	38	182	—	57	367	5
1930	99.4	172	+ 99	51	166	—	69	360	3.5
1931	69.4	144	+ 15	49	246	—	63	346	6
1932	63.5	133	— 5	145	189	—	131	332	3.5
1933	54.6	133	— 27	120	201	14	78	375	2.5
1934	48.9	133	— 68	141	217	145	123	386	2.5
1935	48.7	118	— 73	94	212	138	99	384	3.5
1936	48.3	118	— 41	50	222	131	69	399	4
March 1935	47.1	133	— 85	153	177	142	99	369	2.5
June 1935	48.7	133	— 105	148	190	141	118	378	2.5
Sept. 1935	48.8	118	— 72	122	169	138	71	368	3.5
Dec. 1935	48.7	118	— 73	94	212	138	99	384	3.5
March 1936	48.9	118	— 28	79	182	136	80	371	3.5
June 1936	49.7	118	+ 4	71	149	135	85	381	3.5
Sept. 1936	49.5	118	— 19	61	152	134	47	377	3.5
Dec. 1936	48.3	118	— 41	50	222	131	69	399	4
March 1937	48.1	118	— 16	54	186	118	36	378	4

^a Parity in 1929 : 1 krone = 26.80 U.S.A. cents ; 1 U.S.A. dollar = 3.73 kroner.

End of	Commercial Banks						Deposits in savings banks	Clearing turnover	Percentage yield of bonds
	Cash assets	Securities	Loans and discounts	Current accounts and sight deposits	Time and savings deposits	Total deposits			
	Kroner (000,000's)								
Dec. 1934	200	673	1,676	571	1,488	2,059	2,162	2,076	3.83
March 1935	160	681	1,651	498	1,527	2,025	2,181	1,834	4.02
June 1935	209	679	1,675	556	1,535	2,091	2,155	1,599	4.27
Sept. 1935	155	684	1,701	507	1,573	2,080	2,177	1,653	4.35
Dec. 1935	190	658	1,747	576	1,516	2,092	2,148	1,855	4.34
March 1936	156	635	1,712	501	1,551	2,052	2,172	1,773	4.36
June 1936	194	624	1,797	576	1,566	2,142	2,166	1,706	4.35
Sept. 1936	141	615	1,836	530	1,597	2,127	2,195	1,770	4.30
Dec. 1936	162	604	1,940	618	1,551	2,169	2,164	2,056	4.52
March 1937	97	570	1,944	518	1,571	2,089	2,180	1,869	4.56

See *Commercial Banks 1913-1929*, page 90 ; *1925-1933*, page 80 ; *1929-1934*, page 20 ; *Money and Banking 1935/36*, Vol. II, page 65.

Value of Currency : The gold standard was suspended on September 29th, 1931. Exchange control was introduced in November 1931. The currency has been pegged to sterling at 22.40 kroner to the £ since January 1933.

National Bank : Last day of year or month. **Gold :** The gold reserve is entered at the old legal parity. **New Central Bank Law :** By a Law of April 7th, 1936, the private joint-stock company which, under the name of "The National Bank in Copenhagen", had exercised the sole right of note issue for 118 years previously was transformed into an autonomous State institution, called "The National Bank of Denmark". The shareholders of the National Bank in Copenhagen received, in compensation, 4 % State-guaranteed redeemable bonds. Under the statutes of the new bank, 25% of the note issue must be covered by gold, the rest by bills, bonds and collateral

loans. *Advances to the "Crisis Fund"* : This Fund was set up on May 1st, 1933. Its object, at first, was to make advances to banks whose position was endangered by withdrawals of deposits. Later it came to be used mainly for facilitating conversion operations by purchases of agricultural bonds, but this policy of debt relief met with comparatively little success and the borrowings of the Fund at the National Bank have gradually decreased in the last two years. *Discount rate* : Date of last change : November 19th, 1936.

Commercial Banks : For reasons of a technical nature (such as end-of-year revaluations of security holdings, etc.), the monthly returns on which these figures are based differ slightly from the final end-of-year statements reproduced in the summary balance-sheet below.

Clearing Turnover : Quarterly totals of clearings at National Bank.

Bond Yields : Irredeemable 3½% Government Bonds.

Sources : Annual reports and periodic returns of National Bank. *Statistiske Efterretninger. Finanstidende.*

Summary Balance-sheet.

1. Cash.

The composition of item (b) is given below :

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Notes of the National Bank	31.5	32.0	25.1	24.6	33.7	31.2	33.1
Sight balances with the National Bank	43.2	57.7	48.6	113.5	66.2	98.1	80.8
Total	74.7	89.7	73.7	138.1	99.9	129.3	113.9

3. Discounts.

Including rediscounts, given also in group 18 of the summary balance-sheet, as follows :

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Bills rediscounted :							
Inland	2.2	2.7	4.7	4.8	2.5	2.3	5.0
Foreign . . . . .	.	.	.	6.7	4.0	7.6	11.6
Total . . . . .	.	.	.	11.5	6.5	9.9	16.6

4. Investments and Securities.

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Government bonds	84.3	99.2	79.2	89.2	116.2	160.4	135.1
Municipal bonds	18.5	32.1	29.3	47.2	53.3	68.2	85.9
Bonds of credit associations, etc.	196.9	238.5	170.0	148.1	184.1	196.3	135.2
Mortgage bonds (<i>Panteobligationer</i>)	153.0	157.1	168.8	169.9	167.0	170.8	178.2
Other Danish bonds	54.1	47.9	53.4	47.9	46.6	46.9	59.9
Shares	71.0	72.2	71.7	70.7	59.2	55.6	59.5
Foreign bonds and shares	5.2	8.4	4.9	4.3	4.2	2.5	2.3
Total	583.0	655.4	577.3	577.3	630.6	700.7	656.1

The Government and municipal bonds are shown under 4 (a) in the Summary Table.

6. Due from Banks (Correspondents).

The sums due by foreign correspondents are as follows :

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Foreign currency	128.0	105.4	32.1	46.4	75.0	36.7	34.5
Danish currency	9.6	12.2	10.4	10.4	9.3	9.0	7.4
Total	137.6	117.6	42.5	56.8	84.3	45.7	41.9

10. Sundry Assets.

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Sundry debtors	39.1	77.4	87.4	50.0	53.8	59.7	61.6
Interest accounts	4.3	4.3	4.6	4.3	4.4	3.7	4.3
Deficit	28.5	25.9	27.8	25.8	24.0	22.3	21.7
Total	71.9	107.6	119.8	80.1	82.2	85.7	87.6

The item "Sundry Debtors" includes the accounts of the mortgage department of the Landmandsbank. The item "Deficit" consists almost exclusively of the deficit of the Landmandsbank carried forward from year to year.

Commercial Banks.

Table 14.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	180	180	179	175	174	173	168
Branches and Sub-Branches	550	575	582	590	603	632	664
SUMMARY BALANCE-SHEET.		Kroner (000,000's)					
ASSETS.							
1. Cash	77.2	92.4	76.6	140.7	102.7	132.5	117.4
(a) Gold, silver and small coins	2.8	2.7	2.9	2.6	2.8	3.2	3.5
(b) Inland notes and balances with Central Bank	74.7	89.7	73.7	138.1	99.9	129.3	113.9
2. Other Items of a Cash Nature	24.6	28.5	26.6	31.7	97.1	67.6	73.4
3. Bills discounted and bought	403.2	428.3	428.8	358.0	351.8	357.5	380.5
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	386.1	416.7	424.4	346.1	341.6	344.3	364.7
(c) Commercial bills, Foreign	17.1	11.6	4.4	11.9	10.2	13.2	15.8
4. Investments and Securities	583.0	655.4	577.3	577.3	630.6	700.7	656.1
(a) Government	102.8	99.2	79.2	89.2	116.2	160.4	135.1
(b) Other	480.2	556.2	498.1	488.1	514.4	540.3	521.0
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	216.9	194.9	120.1	147.3	186.9	173.9	137.1
(a) At home	79.3	77.3	77.6	90.5	102.6	129.1	96.1
(b) Abroad	137.6	117.6	42.5	56.8	84.3	44.8	41.0
7. Loans and Advances	1,454.6	1,446.8	1,423.0	1,281.7	1,301.0	1,350.1	1,397.1
(a) On current account	1,160.2	1,137.0	1,100.1	984.1	994.3	1,039.7	1,033.0
(b) Other	294.4	309.8	322.9	297.6	306.7	320.4	364.1
8. Cover for Acceptances	2.5	2.7	4.1	0.9	0.8	1.5	1.2
9. Premises, etc.	79.7	79.7	84.7	84.9	81.1	79.9	85.2
10. Sundry Assets	71.9	107.6	119.8	80.1	82.2	85.7	87.6
11. Total Balance-sheet	2,913.6	3,036.3	2,861.0	2,702.6	2,834.2	2,949.4	2,935.6
LIABILITIES.							
12. Capital paid up	279.4	282.3	280.3	281.4	282.5	284.0	284.9
13. Reserve Funds	138.9	143.2	126.2	141.6	158.3	177.9	165.6
14. Profit and Loss, etc.	38.6	34.2	23.3	20.9	23.0	22.8	21.2
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	383.4	354.9	353.5	297.8	307.9	315.5	264.1
(a) At home	265.1	234.2	285.7	219.9	237.3	248.9	199.0
(b) Abroad	118.3	120.7	67.8	77.9	70.6	66.6	64.5
17. Deposits	1,992.1	2,110.0	1,959.7	1,888.9	1,990.5	2,082.3	2,120.2
(a) Current accounts and sight deposits	550.6	614.2	544.9	533.2	569.1	575.0	580.6
(b) Savings accounts	543.3	576.7	535.8	476.2	521.0	581.7	593.8
(c) Time or fixed deposits	898.2	920.1	879.0	879.5	900.4	926.6	945.8
(d) Other deposits	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	19.9	21.6	20.8	27.7	20.2	12.2	17.7
19. Acceptances and Endorsements	2.5	2.7	4.1	0.9	0.8	1.5	1.2
20. Sundry Liabilities	58.8	87.3	93.1	43.4	51.0	53.2	60.7
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	75.9	79.1	80.3	87.4	102.0	96.2	82.2
<i>To be deducted :</i>							
2. Expenses	33.3	34.1	34.6	33.9	37.4	39.9	40.6
(a) Salaries, etc.	21.4	21.7	21.5	22.2	22.7	23.4	24.7
(b) Other working expenses	9.5	10.0	10.8	10.4	11.2	11.5	12.3
(c) Taxes, etc.	2.4	2.4	2.3	1.3	3.5	5.0	3.6
3. Reserved for Pension Funds, etc.	0.8	0.9	0.9	1.3	1.4	1.4	1.5
4. Written off on	13.8	17.7	52.9	18.9	18.6	8.6	17.2
(a) Premises, etc.	1.2	1.2	1.0	1.9	2.4	2.0	1.9
(b) Investments and securities	0.2	0.2	40.7	1.4	2.1	0.5	10.2
(c) Other assets	12.4	16.3	11.2	15.6	14.1	6.1	5.1
5. Remaining Net Profit or Loss	+ 28.0	+ 26.4	- 8.1	+ 33.3	+ 44.6	+ 46.3	+ 22.9
6. Carried forward from preceding year	17.4	16.4	11.1	8.3	10.2	12.9	14.1
7. Taken from Reserves or Capital	6.9	3.4	24.3	2.5	3.0	2.8	8.2
8. Deficit left uncovered	—	—	0.4	0.4	—	—	—
9. Total disposed of for Dividends, etc.	52.3	46.2	27.7	44.5	57.8	62.0	45.2
10. Carried to Reserves	12.7	11.0	3.2	9.4	14.6	11.3	7.1
11. Dividends	18.7	19.5	13.4	18.0	19.0	19.3	18.4
12. Directors' Fees, etc.	3.9	3.9	2.4	4.2	5.3	4.7	4.1
13. Other Purposes	0.3	0.6	0.4	2.7	5.3	3.7	1.6
14. Carried forward to following year	16.7	11.2	8.3	10.2	15.6	23.0	14.0

16. *Due to Banks (Correspondents).*

The sums due to foreign correspondents are as follows :

	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Foreign currency	70.6	71.7	41.7	44.6	43.4	35.9	33.3
Danish currency	47.7	49.0	26.1	33.3	27.2	30.7	31.2
Total	118.3	120.7	67.8	77.9	70.6	66.6	64.5

Summary of Profit-and-Loss Accounts.

1. *Gross Profits.*

The composition of the gross profits of all the banks is shown below.

The first item represents the net balance of interest earned on discounts, loans and advances after deduction of all interest paid on the various deposit accounts. The third item represents the yield (including appreciation) of the bonds and shares in the possession of the banks.

	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Net interest from discounts and loans . .	24.7	26.0	28.9	34.0	31.2	32.8	36.0
Interest on foreign assets	10.5	6.8	8.6	5.2	7.6	5.2	4.5
Profits from securities	22.8	28.0	23.9	31.4	46.2	37.7	24.2
Commissions	15.6	15.6	16.0	15.0	14.2	14.9	15.0
Recovered from assets previously written down	0.7	0.9	1.1	0.7	1.5	4.5	1.2
Sundry profits	1.6	1.8	1.8	1.1	1.3	1.1	1.3
Total gross profits	75.9	79.1	80.3	87.4	102.0	96.2	82.2

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End of	Value of currency as % of gold parity in 1929 ^a	Banco Central del Ecuador							Commercial and Mortgage Banks					
		Gold	Foreign ex- change	Loans and discounts			Notes in circula- tion	Deposits		Cash	Loans and advances	Mortgage loans	Deposits	
				Government	Banks	Public		Banks	Government				Sight	Time
	b	Suces (000,000's)												
1929	100.0	5.6	29.5	9.6	4.0	0.8	30.0	4.1	10.3	15.3	38.7	52.3	28.8	7.2
1930	100.0	5.6	23.3	8.5	2.9	1.9	23.5	4.1	9.4	14.7	36.3	55.2	26.9	8.5
1931	100.0	5.7	9.9	8.2	2.3	3.7	19.1	1.4	6.7	8.0	24.2	54.9	15.2	6.0
1932	80.0	14.3	3.1	19.5	1.8	7.3	24.0	9.4	2.2	16.7	28.1	53.5	25.8	7.5
1933	53.3	14.3	4.0	33.4	1.5	15.4	35.6	15.1	2.7	30.5	45.9	54.8	43.9	8.8
1934	24.7	15.8	10.4	35.7	0.8	14.6	46.6	11.1	11.0	30.2	58.4	56.0	57.1	10.9
March 1935 .	28.2	15.2	9.1	35.7	1.6	15.2	43.2	6.3	12.3	24.0	56.5	56.5	49.4	13.7
June 1935 .	28.2	17.3	6.3	35.6	2.8	17.0	42.8	5.0	9.4	24.3	57.5	57.2	50.6	13.4
Sept. 1935 .	28.3	16.2	5.1	35.6	2.9	20.5	45.6	6.4	10.9	24.6	55.3	56.9	46.3	14.1
Dec. 1935 .	28.3	36.6	3.1	18.5	3.2	21.5	48.8	9.4	17.7	29.1	58.6	56.8	53.0	13.9
March 1936 .	28.1	31.3	4.2	18.5	3.1	16.5	47.5	7.2	3.7	24.2	62.6	56.9	53.2	15.2
June 1936 .	28.3	33.3	5.0	14.1	3.5	14.8	47.2	6.6	5.6	27.7	62.2	57.1	50.3	19.1
Sept. 1936 .	28.2	31.9	15.7	7.6	22.4		52.2	18.8	5.5	34.5	61.7	58.0	53.8	18.1
Dec. 1936 .	28.2	32.6	19.3	15.9	23.2		56.6	23.4	5.6	35.9	66.7	59.0	60.1	17.9
March 1937 .	28.2	34.0	21.8	15.5	24.6		58.3	25.0	6.4	36.6	75.3	58.4	68.1	17.4

^a Gold parity in 1929 : 1 sucre = 0.20000 U.S.A. dollar ; 1 U.S.A. dollar = 5 sucres.

^b From 1934 to VI. 1936 : free rate.

See *Commercial Banks 1925-1933*, page 291 ; *1929-1934*, page 175 ; *Money and Banking 1935/36*, Vol. II, page 69.

Value of Currency : The gold standard was officially suspended on February 8th, 1932, and exchange control introduced on May 2nd, 1932. After being abolished on October 7th, 1935, the exchange control was reintroduced on July 31st, 1936. The official buying rate, fixed in May 1932 at 5.95 sucres = 1 U.S.A. dollar, has been maintained since the depreciation of the dollar. On December 19th, 1935, the rate of the sucre was fixed at 10.50 sucres = 1 U.S.A. dollar, rate around which the free rate fluctuated since January 1935.

Banco Central del Ecuador : Gold : Revalued on December 19th, 1935, at 9.968331 sucres per gramme of fine gold, and on June 13th, 1936, at 11.6466 sucres per gramme of fine gold (market value of gold at the rate of 10.50 sucres = 1 U.S.A. dollar). **Loans and discounts :** The fall in the amount of Government loans is due to the earmarking of part of the profit on revaluation of the gold reserve. **Banking legislation :** Decree of January 15th, 1936, amending the Organic Law of the Banco Central concerning its administration.

Commercial and Mortgage Banks : Commercial banks, mortgage banks, savings banks, pensions fund (except the Banco Central). **Mortgage loans :** Mortgage loans by mortgage banks and the mortgage departments of commercial banks. **Deposits :** Deposits by the public. **Sight deposits :** Deposits in national currency at thirty days' sight and deposits in foreign currencies. **Time deposits :** Deposits in national currency at more than thirty days' notice.

Sources : Banco Central del Ecuador : *Informe Anual* and *Boletín Mensual*. *Informe del Superintendente de Bancos*. Superintendencia de Bancos : *Estado Consolidado de los Bancos del País*. Gobierno de la República del Ecuador : *Boletín de Hacienda*.

Summary Balance-sheet.

For detailed notes on various items of the Balance-sheet Summary, see preceding editions of this volume.

1. Cash.

The amounts shown under (b) are composed as follows :

	1929	1931	1932	1933	1934	1935
	Suces (000,000's)					
Notes of Banco Central	4.2	2.0	3.2	5.7	6.7	5.8
Deposits with Banco Central .	4.0	1.8	10.1	16.4	12.9	10.4
Total	8.2	3.8	13.3	22.1	19.6	16.2

2. Other Items of a Cash Nature.

	1929	1931	1932	1933	1934	1935
	Suces (000,000's)					
Cheques, etc. . .	—	—	0.2	0.6	0.7	1.4
Sight deposits with other banks . .	0.4	0.3	0.4	1.7	1.3	1.5
Foreign currencies .	0.1	0.1	—	0.1	0.4	0.1
Total	0.5	0.4	0.6	2.4	2.4	3.0

Commercial Banks.

Table 15.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	16	14	12	12	11	11	12
SUMMARY BALANCE-SHEET.							
ASSETS.							
Sucres (000,000's)							
1. Cash	8.8	8.5	3.9	13.4	22.2	19.8	16.6
(a) Gold, silver and small coins	0.6	1.1	0.1	0.1	0.1	0.2	0.4
(b) Inland notes and balances with Central Bank	8.2	7.4	3.8	13.3	22.1	19.6	16.2
2. Other Items of a Cash Nature	0.5	1.0	0.4	0.6	2.4	2.4	3.0
3. Bills discounted and bought	13.9	15.1	10.1	11.7	27.0	37.1	38.4
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	12.8	14.0	8.2	10.8	26.7	36.6	37.3
(c) Commercial bills, Foreign	1.1	1.1	1.9	0.9	0.3	0.5	1.1
4. Investments and Securities	6.3	6.5	5.0	4.9	4.7	4.8	5.3
(a) Government	0.1	0.1	0.1	0.1	0.1	0.1	0.1
(b) Other	6.2	6.4	4.9	4.8	4.6	4.7	5.2
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	4.0	3.0	2.0	0.3	0.9	5.1	7.4
(a) At home	—	—	—	—	—	—	—
(b) Abroad	4.0	3.0	2.0	0.3	0.9	5.1	7.4
7. Loans and Advances	43.1	39.3	31.5	31.5	28.7	31.1	28.9
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	0.4	0.4	0.5	0.8	0.8	0.3	0.8
9. Premises, etc.	3.6	3.8	3.0	4.2	3.9	4.3	4.4
10. Sundry Assets	0.7	0.9	0.8	0.7	0.6	3.1	2.2
11. Total Balance-sheet	81.3	78.5	57.2	68.1	91.2	108.0	107.0
LIABILITIES.							
12. Capital paid up	21.1	20.9	16.3	16.2	15.9	17.0	18.3
13. Reserve Funds	7.8	3.7	3.7	3.9	4.0	4.9	6.6
14. Profit and Loss, etc.	—	1.6	0.9	0.9	0.8	1.6	1.0
15. Notes in circulation	—	—	—	—	—	—	—
16. Cheques and Drafts in circulation	—	—	—	—	—	—	—
17. Due to Banks (Correspondents)	2.8	4.1	3.1	3.9	4.2	5.7	4.5
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	34.1	33.0	19.3	30.4	50.2	64.8	62.6
(a) Current accounts and sight deposits	24.3	22.1	12.8	24.9	42.7	49.8	43.3
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time deposits	6.5	7.2	4.7	5.4	7.3	9.1	11.6
(d) Other deposits	3.3	3.7	2.0	0.1	0.2	5.9	7.9
19. Rediscounts and Other Borrowings	14.5	14.1	13.1	11.7	9.7	9.6	12.1
20. Acceptances and Endorsements	0.4	0.4	0.5	0.8	0.8	0.3	0.8
21. Sundry Liabilities	0.6	0.7	0.3	0.3	5.6	4.1	1.1

3. Bills discounted and bought.

Amounts shown under (a) consist of bills eligible for rediscount with the Banco Central; amounts shown under (b) represent discounts of bills payable in foreign currencies. For rediscounts, see group 19.

4. Investments and Securities.

The sums shown under (b) are composed as follows:

	1929	1931	1932	1933	1934	1935
	Sucres (000,000's)					
Mortgage bonds of other banks	2.1	1.2	1.2	0.9	0.9	0.7
Shares of Banco Central	3.5	2.4	2.4	2.4	2.6	3.0
Other securities	0.6	1.3	1.2	1.3	1.2	1.5
Total	6.2	4.9	4.8	4.6	4.7	5.2

7. Loans and Advances.

	1929	1931	1932	1933	1934	1935
	Sucres (000,000's)					
Mortgage loans	13.9	14.2	13.1	11.4	11.3	10.9
Short-period loans	8.0	5.7	5.4	6.4	6.8	6.7
Other loans not eligible for re-discount	21.2	11.6	13.0	10.9	13.0	11.3
Total	43.1	31.5	31.5	28.7	31.1	28.9

9. Premises, etc.

	1929	1931	1932	1933	1934	1935
	Sucres (000,000's)					
Buildings	2.9	2.5	3.7	3.3	4.0	3.6
Furniture	0.7	0.5	0.5	0.6	0.3	0.8
Total	3.6	3.0	4.2	3.9	4.3	4.4

10. *Sundry Assets.*

Under this heading are grouped the balance of inter-branch accounts, and other accounts due in national and foreign currencies.

17. *Due to Banks (Correspondents).*

	1929	1931	1932	1933	1934	1935
	Sucrea (000,000's)					
Due to banks at home and abroad	1.6	1.0	2.8	3.8	4.6	4.2
Overdrafts with foreign banks . .	1.2	2.1	1.1	0.4	1.1	0.3
Total	2.8	3.1	3.9	4.2	5.7	4.5

18. *Deposits.*

Sight deposits (a) include deposits of the public and Government, as follows :

	1929	1931	1932	1933	1934	1935
	Sucrea (000,000's)					
Public	23.9	12.4	24.7	42.3	49.5	42.8
Government	0.4	0.2	0.2	0.4	0.3	0.4
Total	24.3	12.6	24.9	42.7	49.8	43.2

Other deposits (d) consist of deposits in foreign currencies.

19. *Rediscounts and Other Borrowings.*

This item consists of rediscounts with the Banco Central, other domestic banks and foreign banking institutions, and of mortgage bonds issued by the mortgage sections of the commercial banks outstanding at the end of each year under review, as follows :

	1929	1931	1932	1933	1934	1935
	Sucrea (000,000's)					
Rediscounts with Banco Central .	3.4	2.5	2.0	1.2	0.8	3.1
Rediscounts with other domestic banks	0.1	0.1	0.3	—	0.2	0.1
Rediscounts abroad	0.2	0.1	—	—	—	—
Total rediscounts . .	3.7	2.7	2.3	1.2	1.0	3.2
Mortgage bonds outstanding . .	10.8	10.4	9.4	8.5	8.6	8.9
Grand total	14.5	13.1	11.7	9.7	9.6	12.1

21. *Sundry Liabilities.*

Sundry liabilities consist of unearned interest received, balance of inter-branch accounts and other accounts payable in sucrea and foreign currencies.

ESTONIA

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Estonia							Joint-stock and Principal Co-operative Banks				
		Gold	Foreign exchange	Loans and discounts	Notes in circulation	Sight deposits of		Discount rate	Loans and discounts	Securities	Deposits	Rediscounts and borrowings	
						Government	Bankers						
		Krooni (000,000's)							%	Krooni (000,000's)			
1929	99.8	6.4	20.8	27.6	34.0	8.1	5.7	8	101.9	1.5	65.6	26.4	
1930	99.6	6.6	16.5	25.4	32.2	8.9	4.2	7	106.7	2.1	72.7	25.1	
1931	100.1	6.6	14.9	23.9	35.2	6.0	5.3	6.5	87.4	1.7	59.8	18.5	
1932	99.7	15.2	4.5	22.0	31.2	3.4	6.8	5.5	73.3	2.2	51.5	16.3	
1933	67.8	20.1	2.3	21.4	32.2	4.7	6.8	5.5	73.5	2.6	51.4	18.9	
1934	60.7	27.7	4.4	16.6	36.7	7.7	9.6	5	76.4	3.4	64.9	13.5	
1935	60.4	34.1	1.6	19.6	40.0	15.8	11.5	4.5	81.7	6.7	74.5	13.5	
1936	60.0	34.2	8.8	25.9	44.5	19.7	9.8	4.5	94.5	11.0	93.4	13.8	
March 1935	58.4	28.6	5.3	14.2	37.7	8.3	8.1	5	80.2	4.0	66.8	13.2	
June 1935	60.4	32.8	1.6	10.7	36.0	10.6	8.9	5	80.8	4.4	71.5	11.1	
Sept. 1935	60.6	34.2	1.1	10.7	38.1	13.7	7.9	5	79.2	4.9	72.5	7.5	
Dec. 1935	60.4	34.1	1.6	19.6	40.0	15.8	11.5	4.5	81.7	6.7	74.5	13.5	
March 1936	60.6	34.1	2.5	22.2	41.7	14.0	10.6	4.5	86.7	8.3	78.0	13.4	
June 1936	61.9	34.1	3.1	18.9	39.4	13.7	9.8	4.5	87.3	8.9	84.5	9.9	
Sept. 1936	61.7	34.2	6.0	21.3	43.2	13.4	9.6	4.5	88.4	9.3	87.2	8.3	
Dec. 1936	60.0	34.2	8.8	25.9	44.5	19.7	9.8	4.5	94.5	11.0	93.4	13.8	
March 1937	59.7	34.2	17.2	26.1	47.2	24.1	8.8	4.5	103.2	11.4	93.2	15.2	

^a Parity in 1929 : 1 kroon = 26.80 U.S.A. cents ; 1 U.S.A. dollar = 3.73 krooni.

See *Commercial Banks 1925-1933*, page 85 ; *1929-1934*, page 25 ; *Money and Banking 1935/36*, Vol. II, page 74.

Value of Currency : The currency was devalued on June 28th, 1933, and has been pegged to sterling since September 1933 at the old parity of 18.16 krooni to the £. The exchange control imposed in the autumn of 1931 has been considerably relaxed since 1934 by an extension of the exchange dealings permitted to private banks ; such restrictions as were in force at the end of 1936 related mainly to the export of capital.

Bank of Estonia : The figures refer to the last day of the year or month shown. *Gold reserve :* The gold held at the moment of devaluation (19 million krooni) is still entered at the old parity, the remainder at purchase price. *Loans and discounts :* At the end of 1935, items bearing the character of loan accounts, totalling 4.2 million krooni, were transferred from " Other assets " to " Loans ". *Discount rate :* Date of last change : October 1st, 1935.

Commercial Banks : *Securities :* This item, which only recently has become of some importance, represents mainly certain State-guaranteed bonds issued by mortgage banks for the financing of building, land improvement and other long-term investment.

Sources : Annual reports and weekly returns of the Bank of Estonia. *Eesti Statistika*.

Summary Balance-sheet.

1. Cash.

Coins and notes are not shown separately. Balances with the Central Bank are given for the joint-stock banks and, since 1933, the co-operative banks, as follows :

	Krooni (000,000's)
1930	1.3
1931	1.5
1932	1.2
1933	2.3
1934	2.9
1935	4.7

2. Other Items of a Cash Nature.

Foreign bank-notes and sight claims on credit institutions other than the Bank of Estonia.

3. Bills discounted and bought.

The official statistics distinguish between total discounts and rediscounts of all the banks and discounts and rediscounts of bills payable at home of the joint-stock banks

Commercial Banks.¹

Table 16:

End of the year.	1929	1930	1931	1932	1933	1934	1935	1936
Number of Banks	40	44	41	41	41	38	38	38
SUMMARY BALANCE-SHEET.								
ASSETS.								
Krooni (000,000's)								
1. Cash	3.8	3.7	4.1	3.1	4.4	5.1	7.1	7.4
(a) Gold, silver and small coins	—	—	—	—	—	—	—	—
(b) Bank notes, State notes and balances with Central Bank	—	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	2.3	3.6	3.1	3.2	3.4	7.8	7.8	7.5
3. Bills discounted and bought	46.5	45.4	36.2	31.0	32.4	37.2	39.1	47.9
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	37.0	37.1	31.8	27.9	28.7	32.3	37.1	46.3
(c) Commercial bills, Foreign	9.5	8.3	4.4	3.1	3.7	4.9	2.0	1.6
4. Investments and Securities	1.5	2.1	1.7	2.2	2.6	3.4	6.6	11.0
(a) Government	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	4.8	5.6	3.7	2.9	2.2	3.0	4.4	6.9
(a) At home	3.7	3.9	2.3	1.6	1.4	1.2	1.4	1.7
(b) Abroad	1.1	1.7	1.4	1.3	0.8	1.8	3.0	5.2
7. Loans and Advances	55.3	61.4	51.2	42.3	41.1	39.2	42.6	46.6
(a) On current account	47.4	53.3	44.1	36.2	38.6	34.5	37.9	41.7
(b) Other	7.9	8.1	7.1	6.1	5.5	4.7	4.7	4.9
8. Cover for Acceptances	—	—	—	—	—	—	—	—
9. Premises, etc.	7.3	7.9	7.4	8.1	9.2	8.5	7.6	7.6
10. Sundry Assets	5.8	8.8	9.2	4.0	5.2	3.1	3.3	3.9
11. Total Balance-sheet	127.3	138.5	116.6	96.8	100.5	107.3	118.5	138.8
LIABILITIES.								
12. Capital paid up	9.0	9.1	7.5	7.8	8.0	7.6	7.7	8.1
13. Reserve Funds	2.2	2.5	2.5	2.6	2.7	2.8	2.9	3.0
14. Profit and Loss, etc.	2.5	2.2	1.8	1.3	1.2	1.3	1.5	1.8
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	12.9	15.9	15.5	12.9	12.4	12.0	13.2	12.2
(a) At home	4.1	4.0	8.8	9.3	9.7	8.7	8.8	9.0
(b) Abroad	8.8	11.3	6.7	3.6	2.7	3.3	4.4	3.3
17. Deposits	65.6	72.7	59.8	51.5	51.4	64.9	74.5	93.4
(a) Current accounts	41.5	45.8	37.8	34.7	36.4	48.6	54.3	69.6
(b) Savings accounts	—	—	—	—	—	—	—	—
(c) Time or fixed deposits	21.1	23.4	20.2	15.1	13.4	14.0	17.4	21.4
(d) Other deposits	3.0	3.5	1.8	1.7	1.6	2.3	2.8	2.4
18. Rediscounts and Borrowings	26.4	25.1	18.5	16.3	18.9	13.5	13.5	13.8
19. Acceptances and Endorsements	0.3	0.1	0.5	—	—	—	—	—
20. Sundry Liabilities	8.4	10.9	10.5	4.4	5.9	5.2	5.2	6.5
21. Guarantees	18.0	12.6	7.6	5.2	4.6	6.7	8.0	11.9

¹ Joint-stock banks and larger co-operative banks.

Joint-stock Banks.

Table 16 (b).

End of the year :	DISTRIBUTION OF PROFITS OF THE JOINT-STOCK BANKS :						
	1929	1930	1931	1932	1933	1934	1935
Number of Banks	19	16	16	15	14	13	13
Krooni (000,000's)							
Capital paid up	6.92	6.81	5.47	5.78	5.93	5.53	5.56
Reserves and Undivided Profits	1.72	1.83	1.79	1.89	1.92	1.86	1.89
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	4.3	3.5	3.2	2.5	2.5	2.8	3.1
<i>To be deducted :</i>							
2. Expenses	2.4	1.9	1.8	1.6	1.4	1.4	1.4
(a) Salaries, etc.	1.4	1.2	1.2	0.8	0.9	0.9	0.9
(b) Other working expenses	0.7	0.6	0.5	0.6	0.3	0.3	0.3
(c) Taxes, etc.	0.3	0.2	0.2	0.2	0.2	0.2	0.2
3. Reserved for Pension Funds, etc.	—	—	—	—	—	—	—
4. Written off on	1.2	1.2	1.1	1.0	0.9	0.9	1.2
(a) Premises, etc.	0.1	0.1	0.1	0.1	0.1	0.1	0.2
(b) Investments and securities	1.1	1.1	1.0	0.9	0.8	0.8	1.0
(c) Other assets	—	—	—	—	—	—	—
5. Remaining Net Profit (+) or Loss (—)	+ 0.7	+ 0.4	+ 0.3	— 0.1	+ 0.2	+ 0.5	+ 0.5
6. Carried forward from preceding year	—	—	—	—	—	—	0.1
7. Taken from Reserves or Capital	0.4	0.1	—	0.3	0.1	—	—
8. Total disposed of for Dividends, etc.	1.1	0.5	0.3	0.2	0.3	0.5	0.6

only. As in practice the co-operative banks discount almost exclusively inland bills, the difference between the two sets of figures is taken to represent bills payable abroad as follows:

	1929	1930	1931	1932	1933	1934	1935	1936
	Krooni (000,000's)							
<i>Inland bills:</i>								
Discounted	37.0	37.0	31.8	27.9	28.7	32.3	37.1	46.3
Rediscounted	6.4	5.5	4.9	4.4	5.1	3.4	5.1	5.6
Net balance	30.6	31.5	26.9	23.5	23.6	28.9	32.0	40.7
<i>Bills payable abroad:</i>								
Discounted	9.5	8.4	4.4	3.1	3.7	4.9	2.0	1.6
Rediscounted	9.7	8.4	3.9	3.0	3.6	4.8	1.8	1.4
Net balance	- 0.2	—	0.5	0.1	0.1	0.1	0.2	0.2
<i>All bills:</i>								
Discounted	46.5	45.4	36.2	31.0	32.4	37.2	39.1	47.9
Rediscounted	16.1	13.9	8.8	7.4	8.7	8.2	6.9	7.0
Net balance	30.4	31.5	27.4	23.6	23.7	29.0	32.2	40.9

10. <i>Sundry Assets.</i>	1929	1930	1931	1932	1933	1934	1935	1936
	Krooni (000,000's)							
Protested bills	0.3	0.4	0.4	0.3	0.3	0.2	0.2	0.1
Current expenses, interest and commissions paid	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Transitory accounts	1.1	1.0	0.9	0.9	0.4	0.5	0.5	0.8
Other accounts	4.3	7.3	7.8	2.7	4.4	2.3	2.5	2.9
Total	5.8	8.8	9.2	4.0	5.2	3.1	3.3	3.9

18. <i>Rediscounts and Borrowings.</i>	1929	1930	1931	1932	1933	1934	1935	1936
	Krooni (000,000's)							
<i>Rediscounts:</i>								
Inland bills	6.4	5.5	4.9	4.4	5.1	3.4	5.1	5.6
Bills payable abroad	9.7	8.4	3.9	3.0	3.6	4.8	1.8	1.4
Total	16.1	13.9	8.8	7.4	8.7	8.2	6.9	7.0
<i>Borrowings:</i>								
At home	8.4	9.3	8.4	8.9	10.2	5.3	6.6	6.8
Abroad	1.9	1.9	1.3	—	—	—	—	—
Total	10.3	11.2	9.7	8.9	10.2	5.3	6.6	6.8
Grand total	26.4	25.1	18.5	16.3	18.9	13.5	13.5	13.8

The difference between total creditors and creditors at home of the joint-stock banks as shown in the official statistics has been taken to represent borrowings abroad by these banks. The co-operative banks do not borrow abroad to any significant extent. See also note to item 3 of the Summary Table.

20. <i>Sundry Liabilities.</i>	1929	1930	1931	1932	1933	1934	1935	1936
	Krooni (000,000's)							
Interest and commissions received	0.6	0.6	0.5	0.3	0.4	0.4	0.5	0.7
Transitory accounts	1.2	1.0	1.3	1.0	0.7	0.8	0.8	0.9
Other liabilities, including net balance of inter-branch accounts	6.6	9.3	8.7	3.1	4.8	4.0	3.9	4.9
Total	8.4	10.9	10.5	4.4	5.9	5.2	5.2	6.5

Summary of Profit-and-Loss Accounts.

1. *Gross Profits.*

Total receipts from interest and commissions, foreign exchange, real estate and security transactions, etc., less interest and commissions paid. These items are all given in detail in the official statistics.

2. *Expenses.*

The sums shown for salaries (a) include remuneration of directors, members of the board and of advisory committees, etc., in addition to salaries of the staff.

FINLAND

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Finland								Discount rate
		Gold	Foreign exchange	Discounts, loans and advances (to others than banks)	Rediscounts (to banks)	Bonds		Notes in circulation	Current-account liabilities	
						In Finnish currency	In foreign currency			
		Markkaa (000,000's)								%
1929	99.9	302	683	831	550	36	287	1,361	48	7
1930	99.9	301	935	785	150	56	315	1,279	23	6
1931	67.3	304	587	826	483	66	293	1,293	51	8
1932	56.5	304	736	917	301	65	236	1,085	63	6.5
1933	57.7	323	1,324	716	—	70	246	1,184	327	4.5
1934	51.6	323	1,436	672	—	85	273	1,277	181	4
1935	51.3	472	1,325	782	—	190	223	1,381	402	4
1936	50.7	815	1,486	950	—	348	93	1,630	571	4
March 1935	49.6	323	1,417	861	—	106	242	1,441	216	4
June 1935	51.3	324	1,407	850	—	200	206	1,328	431	4
Sept. 1935	51.3	461	1,320	748	—	220	208	1,336	396	4
Dec. 1935	51.3	472	1,325	782	—	190	223	1,381	402	4
March 1936	51.4	501	1,397	1,002	—	267	121	1,520	420	4
June 1936	52.1	531	1,194	1,005	—	280	124	1,465	620	4
Sept. 1936	52.0	715	1,172	963	—	357	121	1,551	624	4
Dec. 1936	50.7	815	1,486	950	—	348	93	1,630	571	4
March 1937	50.5	816	1,725	1,085	—	308	106	1,913	483	4

^a Parity in 1929 : 1 markkaa = 2.519 U.S.A. cents ; 1 U.S.A. dollar = 39.71 markkaa.

End of	Commercial Banks							Clearing turnover	Savings banks deposits
	Net foreign assets	Domestic discounts	Loans and advances	Total domestic discounts, loans and advances	Current-account deposits	Other deposits	Total deposits		
	Markkaa (000,000's)								
Dec. 1934	372	1,250	6,007	7,256	1,274	5,635	6,909	5,786	4,755
March 1935	229	1,370	6,042	7,412	1,255	5,769	7,024	5,604	4,912
June 1935	168	1,422	6,072	7,494	1,317	5,862	7,179	5,617	4,972
Sept. 1935	207	1,330	6,070	7,400	1,335	5,790	7,125	5,964	4,994
Dec. 1935	182	1,391	5,883	7,274	1,339	5,810	7,149	6,459	5,188
March 1936	328	1,360	5,974	7,334	1,159	5,942	7,101	6,103	5,345
June 1936	210	1,446	6,028	7,475	1,388	6,052	7,440	6,236	5,449
Sept. 1936	501	1,263	5,953	7,216	1,451	6,050	7,501	6,956	5,539
Dec. 1936	309	1,347	5,870	7,217	1,541	6,132	7,673	7,834	5,862
March 1937	274	1,568	6,145	7,713	1,583	6,364	7,947	8,371	6,108

See *Commercial Banks 1913-1929*, page 102 ; *1925-1933*, page 92 ; *1929-1934*, page 29 ; *Money and Banking 1935/36*, Vol. II, page 78.

Value of Currency : The gold standard was suspended on October 12th, 1931. Since March 1933, the exchange rate is pegged to sterling at a level of 227 markkaa to the £, as compared with the par rate of 193 markkaa to the £.

Bank of Finland : The figures refer to the last day of the year or month shown. *Gold and foreign exchange :* The gold and foreign-exchange reserves continue to be entered at the parities ruling before the suspension of the gold standard on October 12th, 1931. *Security portfolio :* The recent substitution of bonds expressed in foreign currency by bonds in Finnish currency is largely attributable to the repayment of the Government foreign debts by means of cheaper loans raised at home. Finland's total net foreign indebtedness is estimated to have declined from 8,160 million markkaa at the end of 1930 to 3,830 millions at the end of 1934 and to about 2,900 million markkaa at the end of 1935. *Discount rate :* Date of last change : December 3rd, 1934.

Commercial Banks.

Table 17.

End of the year :	1929	1930	1931	1932	1933	1934	1935	1936
Number of : Banks	17	17	14	12	11	11	11	10
Branches and Sub-Branches	611	606	566	499	478	476	477	472
SUMMARY BALANCE-SHEET.		Markkaa (000,000's)						
ASSETS.								
1. Cash	238.4	223.1	231.8	213.4	533.9	399.3	633.3	851.3
(a) Gold, silver and small coins	—	—	—	—	0.2	—	—	—
(b) Inland notes and balances with Central Bank	238.4	223.1	231.8	213.4	533.7	—	—	—
2. Other Items of a Cash Nature	67.5	52.1	43.3	32.3	46.6	—	—	—
3. Bills discounted and bought	3,356.4	2,756.9	2,395.1	1,853.3	1,435.5	1,387.6	1,551.6	1,510.2
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	3,297.3	2,696.3	2,273.1	1,828.5	1,355.3	1,251.9	1,393.1	1,347.5
(c) Commercial bills, Foreign	69.1	60.6	122.0	24.8	80.2	135.7	158.5	162.7
4. Investments and Securities	266.1	318.6	339.9	415.7	485.8	893.6	994.7	1,421.4
(a) Government	31.7	34.1	39.2	40.6	84.1	104.8	122.9	328.4
(b) Other	234.4	284.5	300.7	375.1	401.7	788.8	871.8	1,093.0
5. Participations	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	236.0	210.2	192.7	137.4	371.9	643.2	388.9	554.9
(a) At home	61.2	46.8	16.8	32.4	124.7	160.0	175.1	157.6
(b) Abroad	174.8	163.4	175.9	105.0	247.2	483.2	213.8	397.3
7. Loans and Advances	6,222.8	6,471.2	6,422.9	6,366.8	6,173.4	6,027.6	5,894.0	5,837.6
(a) On current account	3,586.8	3,588.9	3,394.9	3,140.4	2,952.4	2,776.0	2,646.5	2,487.7
(b) Other	2,636.0	2,882.3	3,028.0	3,226.4	3,221.0	3,251.6	3,247.5	3,350.0
8. Cover for Acceptances	—	—	—	—	—	—	—	—
9. Premises, etc.	262.5	286.2	286.4	287.6	262.9	251.9	281.4	259.3
10. Sundry Assets	243.9	222.5	407.3	203.1	294.3	319.5	342.9	392.5
11. Total Balance-sheet	10,893.6	10,540.8	10,319.4	9,509.6	9,604.3	9,922.7	10,086.8	10,863.2
LIABILITIES.								
12. Capital paid up	1,115.0	1,115.0	1,115.5	928.5	914.0	754.8	756.3	746.3
13. Reserve Funds	568.1	596.3	584.0	546.2	531.2	481.0	479.9	487.3
14. Profit and Loss, etc.	240.4	198.4	186.8	141.1	127.8	125.1	129.1	128.2
15. Cheques and Drafts, etc., in circulation	169.1	160.8	151.3	116.2	131.5	138.2	146.1	200.8
16. Due to Banks (Correspondents)	482.4	358.2	196.2	132.3	184.1	247.3	190.4	250.7
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	482.4	358.2	196.2	132.3	184.1	247.3	190.4	250.7
17. Deposits	7,481.3	7,697.8	7,378.5	7,154.7	7,498.0	7,663.8	7,979.7	8,604.6
(a) Current accounts and sight deposits	1,486.1	1,555.5	1,635.0	1,607.2	1,765.8	1,524.9	1,621.0	1,822.3
(b) Savings accounts	766.7	828.8	793.0	786.4	837.8	6,138.9	6,358.7	6,782.3
(c) Time or fixed deposits	5,228.5	5,313.5	4,950.5	4,761.1	4,894.4	—	—	—
(d) Other deposits	—	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	530.3	161.7	487.5	314.4	30.0	—	—	—
19. Acceptances and Endorsements	—	—	—	—	—	—	—	—
20. Sundry Liabilities	307.0	252.6	219.6	176.2	187.7	512.5	405.3	445.3
21. Contingent Liabilities	1,078.9	1,001.4	988.9	846.3	1,015.8	819.9	923.3	1,410.7
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.								
1. Gross Profits	498.1	463.1	431.1	355.2	317.9	298.5	289.6	283.5
To be deducted :								
2. Expenses	241.6	236.7	211.5	185.4	170.2	161.9	160.9	161.1
(a) Salaries, etc.	133.6	121.3	111.3	99.8	98.3	95.1	94.5	93.9
(b) Other working expenses	48.0	46.6	43.0	37.0	32.5	32.7	30.6	33.5
(c) Taxes, etc.	70.0	68.8	57.2	48.6	39.4	34.1	35.8	33.7
3. Reserved for Pension Funds, etc.	1.2	1.1	2.1	—	—	2.0	1.5	1.2
4. Written off on	69.6	74.4	305.2	97.5	151.5	43.8	35.3	27.9
(a) Premises, etc.	6.6	1.0	0.3	0.2	6.9	2.5	3.4	3.1
(b) Investments and securities	10.2	3.8	8.1	3.4	5.6	3.1	3.3	4.0
(c) Other assets	52.8	69.6	296.8	93.9	139.1	38.2	28.6	20.8
5. Remaining Net Profit or Loss ()	185.7	150.9	— 87.7	72.3	— 3.8	90.8	91.9	93.3
6. Carried forward from preceding year	37.9	43.2	55.4	42.8	40.9	30.0	37.0	34.7
7. Taken from Reserves or Capital	14.8	1.9	205.3	22.3	86.6	3.9	—	—
8. Total disposed of for Dividends, etc.	238.4	196.0	173.0	137.4	123.7	124.7	128.9	128.0
9. Carried to Reserves	30.5	4.1	9.4	1.0	2.2	2.5	7.9	2.9
10. Dividends	159.2	141.2	119.7	94.8	91.5	85.0	86.0	85.0
11. Directors' Fees, etc.	0.8	0.5	0.6	0.3	—	—	—	—
12. Other purposes	4.7	0.8	0.6	0.4	—	0.2	0.3	0.3
13. Carried forward to following year	43.2	49.4	42.7	40.9	30.0	37.0	34.7	39.8

Commercial Banks : These figures, which cover the same banks as the summary balance-sheet below, are based on the rearranged system of banking statistics which was adopted at the end of 1934. They differ therefore from the summary balance-sheet table, in which comparability with earlier years is aimed at as far as possible.

Clearing Turnover : Quarterly totals of clearings at the Bank of Finland.

Sources : Annual reports, *Monthly Bulletin* and weekly returns of the Bank of Finland. Reports of Bank Inspectorate.

Summary Balance-sheet.

Certain changes were introduced in the Finnish banking statistics as from 1934. For a detailed description of these changes and of the methods of adapting the rearranged official statistics to the standard balance-sheet form employed in this volume, see *Money and Banking 1935/36*, pages 79-82. In the present edition these methods have been maintained and notes to certain items for which no details are given after 1933 have been dropped.

4 (b) Investments and Securities.

	1929	1930	1931	1932	1933	1934	1935	1936
	Markkaa (000,000's)							
Bonds :								
In foreign currency	33.2	48.8	54.0	56.6	30.2	87.0	91.2	110.5
Of municipalities	23.1	32.1	27.2	27.3	27.9	44.9	133.9	160.2
Of bank and mortgage institutions	16.6	35.8	35.3	45.0	62.8	302.6	252.3	223.1
Other	70.6	66.1	69.0	69.3	87.5	147.6	191.0	384.2
Total bonds	143.5	182.8	185.5	198.2	208.4	582.1	668.4	878.0
Shares :								
In credit and insurance institutions	66.4	65.2	61.9	56.2	56.1	58.5	59.1	55.1
Other	24.5	36.5	53.3	120.7	137.2	148.2	144.3	159.9
Total shares	90.9	101.7	115.2	176.9	193.3	206.7	203.4	215.0
Total "Other securities"	234.4	284.5	300.7	375.1	401.7	788.8	871.8	1,093.0

7. Loans and Advances.

These sums represent amounts actually drawn. The unutilised balances of the total credits opened are shown outside the balance-sheet under "Contingent liabilities" at the bottom of the Summary Table (item 21).

The composition of 7 (b) according to the character of the cover is shown below :

	1929	1930	1931	1932	1933	1934 ^a	1935 ^a	1936 ^a
	Markkaa (000,000's)							
Loans and advances against :								
Mortgages	1,937.7	2,148.0	2,379.4	2,270.6	2,390.4	2,256.4	2,262.2	2,297.3
Bonds and bank deposit certificates	85.8	98.1	90.5	65.3	112.9	35.1	30.9	29.4
Shares	1,108.5	1,043.2	930.5	770.3	699.7	644.7	623.3	629.4
Goods	10.8	17.5	20.2	16.2	17.3	8.5	6.3	22.7
Guarantee	1,886.2	1,774.3	1,532.6	1,314.3	1,084.5	970.6	925.0	917.7
Single signature	2,272.6	2,391.5	2,458.6	2,776.4	2,884.4	2,911.3	2,958.3	3,038.1
Total	7,301.6	7,472.6	7,411.8	7,213.1	7,189.2	6,826.6	6,806.0	6,934.6

^a Excluding two banks in liquidation.

10. Sundry Assets.

	1929	1930	1931	1932	1933	1934	1935	1936
	Markkaa (000,000's)							
Mortgage loans, etc.	5.3	4.9	2.6	1.0	1.8	—	—	—
Interest receivable	92.9	94.9	95.9	77.1	66.2	50.4	49.0	46.8
Sundries	145.7	122.7	308.8	125.0	226.3	269.1	293.9	345.7
Total	243.9	222.5	407.3	203.1	294.3	319.5	342.9	392.5

17. Deposits.

The current-account deposits and the home correspondents' accounts forming together item 17 (a) of the Summary Table are shown separately in the following statement, which includes, in addition, the unutilised balances of the "Cash credits" and other current-account credits accorded to the clients.

	1929	1930	1931	1932	1933	1934	1935	1936
	Markkaa (000,000's)							
Deposits on current account	724.0	669.8	667.1	626.0	756.4	1,273.5	1,339.0	1,541.5
Inland correspondents	762.1	885.7	967.9	981.2	1,009.4	251.4	282.0	280.8
Total (item 17 (a))	1,486.1	1,555.5	1,635.0	1,607.2	1,765.8	1,524.9	1,621.0	1,822.3
Unutilised balances of credits opened	1,078.9	1,001.4	988.9	846.3	1,015.8	819.9	923.3	1,410.7
Total (including credit balances)	2,565.0	2,556.9	2,623.9	2,453.5	2,781.6	2,344.8	2,544.3	3,233.0

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20. <i>Sundry Liabilities.</i>	1929	1930	1931	1932	1933	1934	1935	1936
				Markkaa (000,000's)				
Pension funds	52.3	54.9	57.1	53.5	54.2	55.5	56.6	56.8
Unpaid dividends	2.2	2.2	2.2	2.6	1.8	1.8	—	—
Interest payable	84.3	68.4	56.4	44.7	34.1	19.1	18.2	17.2
Bills collected for third parties	21.7	17.2	12.7	7.7	7.0	5.0	—	—
Sundry accounts	146.5	109.9	91.2	67.7	90.6	431.1	330.5	371.3
Total	307.0	252.6	219.6	176.2	187.7	512.5	405.3	445.3

21. *Contingent Liabilities.*

See note to item 7, above.

Summary of Profit-and-Loss Accounts.

1. <i>Gross Profits.</i>	1929	1930	1931	1932	1933	1934	1935	1936
				Markkaa (000,000's)				
Net interest and commissions from discounts, loans and advances	424.2	395.6	328.4	269.8	231.5	195.4	170.8	156.6
Profit on securities and exchange	46.5	42.0	65.5	62.1	60.6	66.9	80.6	86.8
Recovered from assets written off.	1.8	3.0	4.2	2.3	4.0	4.0	3.3	5.2
Sundry profits	25.6	22.5	33.0	21.0	21.8	32.2	34.9	34.9
Total	498.1	463.1	431.1	355.2	317.9	298.5	289.6	283.5

In conformity with the banking practice in most countries, net figures for interest earned are given above. These figures have been calculated by deducting interest paid shown under expenses in the official Finnish banking statistics from the total of the interest earned as given in these statistics.

4. *Depreciation Accounts.*

The amounts included under (c) in this group of the Summary Table were written down as follows :

	1929	1930	1931	1932	1933	1934	1935	1936
				Markkaa (000,000's)				
Written off on :								
Discounts, loans and advances	51.9	68.3	285.1	90.2	135.0	34.4	23.9	17.7
Assets not specified	0.9	1.3	11.7	3.7	4.1	3.8	2.7	3.1
Total	52.8	69.6	296.8	93.9	139.1	38.2	26.6	20.8

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See *Commercial Banks 1913-1929*, pages 112-128 ; *Commercial Banks 1925-1933*, pages 98-109 ; *Commercial Banks 1929-1934*, pages 35-44 ; *Money and Banking 1935/36*, Vol. I, pages 41-49, and Vol. II, pages 84-93.

I. THE DEVALUATION OF THE FRANC, THE TRIPARTITE MONETARY AGREEMENT AND EXCHANGE STABILISATION FUND, AND GOLD MOVEMENTS.

1. The French Government's decision to devalue the franc was announced on September 26th, 1936, in a statement couched in the same terms as the statements issued simultaneously by the Treasuries of the United Kingdom and the United States of America, making public the conclusion of a tripartite monetary agreement. Pending the ratification of the devaluation Bill, the Government ordered the closing of the Bourse and exchanges, the suspension of the payment of commercial claims in gold or foreign exchange, and the Bank of France virtually suspended gold payments by raising the requirements for obtaining gold from a minimum of 215,000 francs to 5,000 million francs. The *tripartite* statement, while expressing the welcome of the Governments of the United Kingdom and the United States for the projected readjustment of the franc, reaffirms the purpose of each of the three Governments in pursuing, within the limits set by the intention " to take into full account the requirements of the internal prosperity " of the country and its oversea possessions, a monetary policy which will " maintain the greatest possible equilibrium in the international exchanges " and which will " avoid to the utmost extent the creation of any disturbance of that system " that might come from its monetary action. Each of the three Governments also expresses its intention to use all the appropriate available resources so as to avoid exchange disturbances resulting from the devaluation of the franc and to consult with each other for this purpose. The Belgian Government announced its adherence to this Agreement in an analogous statement issued on September 27th. Switzerland and the Netherlands announced their adhesion on October 5th and November 23rd respectively.

2. The *devaluation* was ratified by the Chamber in a *law* passed on the 1st and published on the 2nd of October. The Law provides for the lowering of the gold content of the franc between the limits of 49 and 43 milligrammes of gold of a fineness of 900/1000 as compared with the previous rate of 65.5 milligrammes, the determination of the exact content as well as the conditions of the convertibility of the franc being left to a decision of the Government. The Law approves the Convention of September 25th, 1936, between the Bank of France and the Minister of Finance, whereby the former agreed to cede to the latter the profits of revaluation of its gold and foreign assets ; recommends similar action by the banks of issue of Algeria, French colonies and protectorates, and provides for the establishment of an Exchange Stabilisation Fund. Purchase and sale and imports and exports of gold are made subject to an authorisation of the Bank of France which will be delivered only in cases when the transaction relates to genuine industrial or commercial operations. International payments agreed to and international securities issued before the devaluation and labelled in francs are not subject to the new definition of the franc. The Law also requires the cession to the Bank of France for the account of the Exchange Fund, by November 1st, 1936, of all gold bullion, bar or coin above 200 grammes in the possession, either in France or abroad, of persons and companies resident in France on September 26th, 1936, at the old rate of 65.5 milligrammes to the franc.

Those who do not comply with this requirement are to declare all such holdings to the public authorities by November 15th, 1936, and will be taxed to the extent of the increment in the value of their gold holdings. This provision was put into effect by a decision of the Government published on October 14th, 1936. All exchange operations engaged in between September 1st and 26th, 1936, are to be declared to the Ministry of Finance, and the profit on all dealings on the stock exchanges, with the exception of those on Government securities, between September 21st and 26th are subjected to a 50% tax. The last two provisions formed the subject of two detailed Government decisions published on October 7th, 1936. The last title of the Law relates to measures to prevent an unjustifiable increase in prices and the cost of living. Three special laws accompany the monetary law, the first relating to the restitution of reductions in certain pensions, the second approving the Convention of the Government with the Caisse Autonome relating to annuities which authorised certain privileges to be granted to certain holders of Government securities, the third authorising

a Convention with the Crédit Foncier de France, whereby it will obtain an advance of 3,000 million francs from the Treasury with a view to lowering its rate on certain loans.

The provision of the Law regarding the declaration of gold holdings was modified so that the final date for declaration was changed to February 1st, 1937. The provision of the Law relating to the terms on which gold was to be ceded was altered on December 16th, 1936, when holders of gold were offered three-year certificates in exchange for their gold. The certificates will be issued at the rate of 100 francs bearing interest at $3\frac{1}{2}\%$, but will, on their maturity in three years, benefit from a reimbursement premium of 40 francs per certificate of 100 francs. These certificates were to be admitted on the market at their reimbursement rate and to be accepted as partial payment of estate duty. The article of the law exempting international payments from the new definition of the franc was repealed in the middle of February 1937. The free market in gold was re-established as from March 8th, 1937, the Bank of France purchasing gold offered at the price of the day without requiring any specifications as to ownership or origin.

3. The *Exchange Stabilisation Fund*, whose object is stated to be "the regulation of the relation between the franc and foreign currencies, while maintaining the parity of the franc in relation to gold within the limits fixed" by the Law, is placed under the management of the Bank of France, but is to be run for the account and under the responsibility of the Treasury. The Bank is further authorised to buy from and sell gold and foreign exchange to the Stabilisation Fund. Under the Convention of September 25th, 1936, between the Bank of France and the Finance Minister, the latter undertook to revalue its gold holdings at the rate of 49 milligrammes 900/1000 fine to the franc, its foreign assets convertible into gold on the basis of the new parities with the franc at 49 milligrammes of gold, and its foreign assets not attached to gold on the basis of the average quotation during the first day on which the devaluation law became operative. The *revaluation profits* were to be utilised to the extent of 10,000 million francs for the Stabilisation Fund, and the remainder was to be applied to reducing the provisional advances to the Treasury granted according to the Convention of June 18th, 1936 (see Section II below). Any supplementary profits resulting from the definite stabilisation of the franc, as well as the proceeds of the Stabilisation Fund when it is wound up, are to be ceded to the State and used for the amortisation of public debt.

On the day before devaluation, the gold stocks of the Bank of France amounted to 50,111 million francs and its total foreign assets to 1,245 millions (see table below). According to the annual report of the Bank of France revaluation profits amounted to slightly over 17,000 million francs.

The first report of the Bank after devaluation, on October 2nd, shows gold and foreign assets at 57,353 and 1,493 million francs respectively, or only some 7,500 millions over the combined gold and foreign assets on September 25th. The difference between that and the above estimate for the revaluation profits is about 10,000 million francs, and represents the amount of credit allocated to the Stabilisation Fund; only half of this sum was immediately converted into gold. Other important changes in the accounts of the Bank revealed by its return of October 2nd are a reduction of 1,529 million francs in the provisional advances to the State under Articles 1 and 2 of the Convention of June 1936, and the complete liquidation of 2,070 millions of provisional advances under Article 3 of the same Convention outstanding on September 25th, or a total of 3,599 millions. The difference of about 4,000 millions represents the amount of provisional advances obtained by the Treasury and redeemed by the revaluation profits.

With the publication of the first weekly return, it was officially stated that these returns would, in the future, be so drawn up as to render futile any deductions regarding the operations of the Stabilisation Fund.

4. Arrangements involving the *free exchange of gold* and implementing the Tripartite Monetary Agreement of September 26th were announced on October 12th. In a declaration, the Secretary of the Treasury of the United States undertook to sell or earmark gold for the account of equalisation or stabilisation funds which would accord the same facilities to the United States, and that such gold would be sold at the rate of \$35 per fine ounce plus $\frac{1}{4}\%$ charges. The British Treasury also announced that arrangements for such facilities to the United States authorities in London had been made, and that a similar agreement had been reached with the Bank of France in order to ensure effective co-operation between the three financial centres. The United States Treasury had, prior to this declaration, sold gold only to countries whose currencies were linked to gold,

and the United States and British Exchange Equalisation Accounts had, prior to the devaluation of the franc, bought and sold gold through operations on the franc.

On November 23rd, it was announced that the Belgian, Netherlands and Swiss authorities had become parties to these arrangements. On the following day, the Secretary of the United States Treasury announced the abolition of the right of private individuals to export gold. Gold exports could, in the future, be made only through the Stabilisation Fund or its agents to those countries adhering to the arrangements of October 12th for the export of gold.

II. THE BANK OF FRANCE : ADVANCES TO THE GOVERNMENT AND REFORM OF THE BANK.

1. **Treasury Borrowing at the Bank.** — The cash position of the Treasury induced the Government to raise the upper limit of bill issues from 10,000 to 15,000 million francs on January 31st, 1935, and from 15,000 to 20,000 millions on June 23rd, 1936. Some of these bills were rediscounted at the Bank of France. A Convention between the Bank of France and the Treasury, signed on June 18th and approved by the Government on June 23rd, 1936, provides for the extension by the latter of provisional advances bearing no interest, those under Article 1 being for a maximum amount of 14,000 million francs and those under Article 3 for a maximum amount of 10,000 million francs. The purpose of the first set of advances was to redeem Governmental bills rediscounted by the Bank as they matured. The effect of these provisions on the accounts of the Bank has been principally the substitution of interest-bearing Treasury bills rediscounted by the Bank by non-interest-bearing Treasury bills of three months' maturity and renewable, which the Bank receives for its provisional advances.

2. **Reform of the Bank.** — The principal provisions of the Law of July 24th, which came into effect on August 14th, 1936, on the reform of the Bank of France, relate to the administration of the Bank and to the rediscounting of Treasury bills. The administration of the Bank is altered so that all shareholders may take part in its general meetings and that the most representative economic groups constituting the national economy may be represented on its General Council. Regarding rediscounts, Article 13 provides that "all bills of the floating debt issued by the public Treasury and coming to maturity within a maximum period of three months are admitted without limit to rediscount at the bank of issue, except for the benefit of the Treasury" ("sauf au profit du Trésor public").

III. PRINCIPAL ACCOUNTS OF THE BANK OF FRANCE AND OF FOUR LEADING DEPOSIT BANKS. (See table on the following page.)

Bank of France.

Weekly Returns : The accounts of the last weekly return before devaluation, September 25th, and of the first weekly return after devaluation, October 2nd, are given in the table, the latter figure *€* being in italics.

Regarding the *devaluation of the franc, discounts and Government advances of the Bank of France*, see preceding notes.

Foreign Assets : Are composed of sight balances abroad, foreign bills and other foreign assets shown separately in the Bank returns.

Domestic Bill Portfolio : Treasury bills are shown separately in the Bank's returns only as from June 19th, 1936, when they amounted to 13,833 million francs, in conformity with a decision contained in the Convention of the same date referred to above. By the end of June, all but a small fraction had been converted into *provisional advances* by the Bank of France.

Advances on Securities : Include advances on Government securities with a maturity not exceeding two years which the Bank consented to grant as from February 21st, 1935. See *Money and Banking 1935/36*, Vol. II, page 87.

Sight Liabilities other than Notes : Those on public account consist of the balances of the Caisse autonome d'amortissement and of the Treasury. The latter since 1931 have been relatively small compared with the former.

Four Leading Deposit Banks.

The Banks are the Crédit Lyonnais, Comptoir National d'Escompte, Société Générale, and Crédit industriel et commercial. Data for the other banks are available only for the end of the year, and are given in the adjoining balance-sheet statements.

Cash in Hand : Includes net balances with banks at home and abroad. These rose from 604 million francs in April 1935 to 1,477 and 1,694 millions in May and November of the same year respectively, and were maintained at the last level through May 1936.

Bill Portfolio : Includes foreign bills, domestic commercial bills, and national defence bonds.

III. PRINCIPAL ACCOUNTS OF THE BANK OF FRANCE AND OF FOUR LEADING DEPOSIT BANKS.

End of year or month	Value of currency in % of its gold parity in 1929 ^a	Principal accounts of the Bank of France								Principal assets of four leading deposit banks			
		Gold	Foreign assets	Domestic bill portfolio	Provisional advances to the Government	Advances on securities	Notes in circulation	Other sight liabilities		Cash in hand	Bill portfolio	Correspondents and debtors on current account	Advances, including acceptances
								On private account	On public account				
Francs (000,000's)													
1929	100	41,668	25,942	8,624	.	2,521	68,571	7,850	11,737	2,827	21,064	12,589	1,935
1930	100	53,578	26,179	8,429	.	2,901	76,436	11,698	12,624	3,957	20,224	14,761	1,577
1931	100	68,863	21,111	7,389	.	2,730	85,725	22,183	5,898	12,599	18,269	9,803	1,100
1932	100	83,017	4,483	3,438	.	2,515	85,028	20,072	2,311	9,945	21,932	8,011	1,044
1933	100	77,098	1,159	4,739	.	2,921	82,613	13,414	2,322	6,514	19,698	8,253	1,250
1934	100	82,124	963	3,971	.	3,211	83,412	15,359	3,717	6,394	18,162	8,009	1,347
1935	100	66,296	1,328	9,712	.	3,253	81,150	8,716	2,861	5,434	16,030	7,913	1,350
March 1935	100	82,635	1,017	4,170	.	3,119	83,044	16,213	3,667	6,726	18,926	7,747	1,245
June 1935	100	71,017	1,210	8,021	.	3,277	82,099	10,969	2,982	5,606	17,854	7,762	1,401
Sept. 1935	100	71,952	1,233	8,060	.	3,098	82,399	10,848	3,051	5,462	17,488	7,462	1,299
Dec. 1935	100	66,296	1,328	9,712	.	3,253	81,150	8,716	2,861	5,434	16,030	7,913	1,350
March 1936	100	65,586	1,297	12,053	.	3,325	83,197	8,434	2,889	5,397	16,064	7,582	1,388
April 1936	100	61,937	1,305	14,394	.	3,349	82,557	7,895	2,722				
May 1936	100	57,022	1,427	19,381	.	3,381	84,705	6,909	1,850				
June 1936	100	53,999	1,297	7,750	.	3,441	85,106	6,527	1,305	5,506	14,821	7,357	1,270
July 1936	100	54,942	1,267	6,041	14,333	3,555	85,892	6,254	1,594				
Aug. 1936	100	54,511	1,250	7,063	14,333	3,454	84,324	7,037	1,523				
Sept. 25th, 1936	100	50,111	1,245	7,511	15,903	3,553	83,750	6,660	1,679	5,270	14,701	7,163	1,250
Oct. 2nd, 1936	70.2	57,353	1,493	7,920	12,304	4,008	86,027	6,698	2,130	—	—	—	—
Oct. 1936	70.2	64,359	1,471	7,879	12,303	3,447	87,198	9,247	3,974	5,204	16,895	7,410	1,381
Nov. 1936	70.1	64,359	1,466	8,056	12,298	3,464	86,651	13,058	2,069	5,610	17,106	7,191	1,482
Dec. 1936	70.4	60,359	1,461	8,465	15,798	3,583	89,342	13,655	2,090	5,503	17,399	7,410	1,448
March 1937	69.3	57,359	1,195	8,440	20,066	3,698	85,746	16,404	1,977	8,324	16,507	8,089	1,572

^a Parity in 1929 : 1 franc = 3.918 cents ; \$1 = 25.52 francs.

IV. DEPOSITS, BANK CLEARINGS AND PRINCIPAL MONEY RATES.

End of the month or year, except for clearings and money rates	Deposits with four leading deposit banks				Deposits with private savings banks	Deposits with the Caisse Nationale d'Epargne	Bank clearings (monthly average)		Paris money rates (averages)				
	Total	Sight	Current-account creditors	Fixed			Paris	Provincial	Yield of 3 % R-nts	Bank rate	Treasury-bill discount rate	Private (fine bills) discount rate	
Francs (000,000's)											Per cent		
1929	34,065	13,554	19,437	1,074	20,314	11,658	42,721	8,898	3.98	3 ½	3.25	3.48	
1930	36,681	14,837	20,447	1,397	23,570	15,033	42,485	9,033	3.44	2 ½	2.56	2.06	
1931	38,245	14,672	22,351	1,222	30,175	20,686	28,293	7,116	3.48	2 ½	1.50	1.88	
1932	37,759	15,313	21,178	1,268	33,669	23,614	31,420	6,575	3.84	2 ½	0.89	1.06	
1933	32,635	13,827	17,946	862	34,739	24,120	30,652	6,193	4.38	2 ½	2.69	2.39	
1934	30,943	12,979	17,060	904	36,040	24,696	24,049	5,319	4.14	2 ½	1.48	1.50	
1935	27,553	11,580	15,279	694	37,352	25,442	25,480	5,340	3.88	6 & 5	5.96	5.91	
1936	28,484	11,170	16,785	529	35,714	23,315	25,585	7,519	4.32	2	1.96	2.13	
March 1935	31,670	13,057	17,795	818	36,997	25,484	28,687	5,083	4.00	2 ½	2.02	2.13	
June 1935	29,521	12,339	16,416	766	36,446	24,962	27,390	5,232	3.79	6 & 5	5.34	5.59	
Sept. 1935	28,684	12,482	15,534	668	36,501	25,063	24,295	4,718	3.87	3	2.80	2.92	
Dec. 1935	27,553	11,580	15,279	694	37,352	25,442	25,480	5,340	4.18	6 & 5	5.96	5.91	
March 1936	27,243	11,265	15,256	722	37,078	25,202	27,062	5,319	4.56	3 ½ & 5	3.98	3.61	
June 1936	25,655	10,295	14,727	633	35,666	23,982	25,308	5,338	4.37	6, 5 & 4	5.65	5.63	
Sept. 1936	25,137	10,075	14,538	524	34,971	23,441	21,616	5,644	4.38	3 & 5	3.07	3.48	
Oct. 1936	27,549	11,285	15,743	521	34,615	23,297	26,159	6,691	3.88	3, 2 ½ & 2	2.20	2.45	
Nov. 1936	28,015	11,154	16,313	548	34,524	23,317	23,385	6,668	3.98	2	2.00	2.11	
Dec. 1936	24,484	11,170	16,785	529	35,714	23,315	25,585	7,519	4.01	2	1.96	2.13	
March 1937	31,008	11,031	19,434	543	35,903	23,387	30,183	7,642	4.31	4	3.87	4.13	

Principal Deposit Banks.

Table 18 — I.

End of the year:	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	6	6	6	6	6	6	6
Branches and Sub-Branches	2,069	2,166	2,202	2,161	2,127	2,111	2,100
SUMMARY BALANCE-SHEET.		Francs (000,000's omitted)					
ASSETS.							
1. Cash			11,759	9,666	6,387	6,422	4,081
(a) Gold, silver and small coins			—	—	—	—	—
(b) Inland notes and balances with Central Bank	6,422	7,900	—	—	—	—	—
2. Other Items of a Cash Nature			1,584	1,527	1,463	1,372	2,557
3. Bills discounted and bought	25,907	24,555	20,911	25,425	22,957	21,209	18,772
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	135	160	182	126	134	132	126
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	138	159	177	150	151	153	148
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	13,966	16,032	13,473	10,206	10,890	10,788	10,527
(a) On current account	10,883	13,065	11,811	8,664	9,110	8,931	8,715
(b) Other	3,133	2,967	1,662	1,542	1,780	1,857	1,812
8. Cover for Acceptances	1,742	1,242	718	357	350	259	451
9. Premises, etc.	260	280	297	187	202	206	206
10. Sundry Assets	189	184	159	132	143	186	160
11. Total Balance-sheet	48,759	50,512	49,260	47,776	42,677	40,727	37,028
LIABILITIES.							
12. Capital paid up	1,643	1,701	1,383	1,490	1,491	1,491	1,474
13. Reserve Funds	1,897	2,038	1,884	1,897	1,905	1,910	1,916
14. Profit and Loss, etc.	379	390	305	295	292	291	294
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
17. Deposits	42,608	44,749	44,568	43,385	38,310	36,467	32,556
(a) Current accounts and sight deposits	39,502	41,279	41,800	40,888	36,340	34,665	30,993
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	2,890	3,219	2,500	2,392	1,780	1,631	1,392
(d) Other deposits	216	251	268	207	190	181	171
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
19. Acceptances and Endorsements	1,742	1,242	718	357	350	259	451
20. Sundry Liabilities	490	392	402	352	329	309	337
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits							
To be deducted :							
2. Expenses							
(a) Salaries, etc.							
(b) Other working expenses							
(c) Taxes, etc.							
3. Reserved for Pension Funds, etc.							
4. Written off on							
(a) Premises, etc.							
(b) Investments and securities							
(c) Other assets							
5. Remaining Net Profit or Loss	316.4	320.7	— 266.7	216.9	217.7	213.7	220.1
6. Carried forward from preceding year	51.6	61.1	69.2	69.9	66.3	69.7	66.4
7. Taken from Reserves or Capital	—	—	494.7	—	—	—	—
8. Total disposed of for Dividends, etc.	368.0	381.8	297.2	286.8	284.0	283.4	286.5
9. Carried to Reserves	22.1	21.8	13.8	9.4	4.7	7.3	8.5
10. Dividends	271.6	277.5	206.0	204.8	203.7	240.0	200.7
11. Directors' Fees, etc.	13.2	13.3	7.5	6.3	5.9	5.6	6.0
12. Carried forward to following year	61.1	69.2	69.9	66.3	69.7	66.5	71.3

Principal Investment Banks.

Table 18 — II.

End of the year:	1929	1930	1931	1932	1933	1934	1935
Number of Banks	3	3	3	2	2	2	2
SUMMARY BALANCE-SHEET.							
Assets.							
1. Cash	414	425	543	602	545	402	259
(a) Gold, silver and small coins	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	660	985	420	364	268	185	291
3. Bills discounted and bought	1,678	1,624	1,383	1,611	1,080	983	862
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	601	697	793	761	702	607	594
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	297	285	269	270	244	185	184
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	2,855	2,217	1,310	947	1,141	1,039	1,040
(a) On current account	2,683	2,050	1,291	839	1,097	1,013	1,029
(b) Other	172	167	19	8	44	26	11
8. Cover for Acceptances	217	217	207	92	60	46	82
9. Premises, etc.	67	73	72	79	79	79	78
10. Sundry Assets	75	80	92	105	112	104	41
11. Total Balance-sheet	6,864	6,603	5,089	4,831	4,231	3,630	3,431
LIABILITIES.							
12. Capital paid up	600	600	600	600	600	500	500
13. Reserve Funds	421	428	433	418	292	318	318
14. Profit and Loss, etc.	158	158	110	50	36	6	11
15. Cheques and Drafts, etc., in circulation	397	264	206	100	112	96	141
16. Due to Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
17. Deposits	4,917	4,813	3,442	3,472	3,023	2,549	2,306
(a) Current accounts and sight deposits	2,823	3,079	2,228	2,448	1,747	1,544	1,457
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	2,029	1,661	1,164	976	1,221	912	820
(d) Other deposits	65	73	50	48	55	93	29
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
19. Acceptances and Endorsements	217	217	207	92	60	46	82
20. Sundry Liabilities	154	123	91	99	108	115	73
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	246.0	251.2	251.2	146.6	128.8	98.9	96.5
<i>To be deducted:</i>							
2. Expenses	117.0	125.0	125.0	102.1	93.9	86.9	80.8
(a) Salaries, etc.	92.2	94.4	94.4	85.2	78.9	72.7	67.6
(b) Other working expenses	24.8	28.6	28.6	16.9	16.0	14.2	13.2
(c) Taxes, etc.	—	—	—	—	—	—	—
3. Reserved for Pension Funds, etc.	2.6	4.8	4.8	4.9	4.3	4.3	4.4
4. Written off on	10.5	11.3	11.3	8.1	141.5	6.6	6.3
(a) Premises, etc.	—	—	—	—	—	—	—
(b) Investments and securities	—	—	—	—	—	—	—
(c) Other assets	—	—	—	—	—	—	—
5. Remaining Net Profit or Loss	115.9	110.1	110.1	31.5	—110.9	1.1	5.0
6. Carried forward from preceding year	44.1	49.1	49.1	18.5	18.4	5.2	6.3
7. Taken from Reserves or Capital	—	—	—	—	128.6	—	—
8. Total disposed of for Dividends, etc.	160.0	159.2	159.2	50.0	36.1	6.3	11.3
9. Carried to Reserves	8.1	8.3	8.3	1.6	0.8	—	0.2
10. Dividends	96.0	95.0	95.0	30.0	30.0	—	—
11. Directors' Fees, etc.	6.8	6.3	6.3	—	—	—	—
12. Carried forward to following year	49.1	49.6	49.6	18.4	5.3	6.3	11.1

Principal Commercial Banks.

Table 18 — III.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	9	9	9	8	8	8	8
Branches and Sub-Branches	2,069	2,166	2,202	2,161	2,127	2,111	2,100
SUMMARY BALANCE-SHEET.		Francs (000,000's omitted)					
ASSETS.							
1. Cash			12,302	10,268	6,932	6,824	4,340
(a) Gold, silver and small coins			—	—	—	—	—
(b) Inland notes and balances with Central Bank	7,496	9,310	—	—	—	—	—
2. Other Items of a Cash Nature			2,004	1,891	1,731	1,557	2,848
3. Bills discounted and bought	27,585	26,179	22,294	27,036	24,037	22,192	19,634
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	736	857	975	887	836	739	720
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	435	444	446	420	395	338	332
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	16,821	18,249	14,783	11,153	12,031	11,827	11,567
(a) On current account	13,516	15,115	13,102	9,603	10,207	9,944	9,744
(b) Other	3,305	3,134	1,681	1,550	1,824	1,883	1,823
8. Cover for Acceptances	1,959	1,459	925	449	410	305	533
9. Premises, etc.	327	353	369	266	281	285	284
10. Sundry Assets	264	264	251	237	255	290	201
11. Total Balance-sheet	55,623	57,115	54,349	52,607	46,908	44,357	40,459
LIABILITIES.							
12. Capital paid up	2,243	2,301	1,983	2,090	2,091	1,991	1,974
13. Reserve Funds	2,318	2,466	2,317	2,315	2,197	2,228	2,234
14. Profit and Loss, etc.	537	548	415	345	328	297	305
15. Cheques and Drafts, etc., in circulation	397	264	206	100	112	96	141
16. Due to Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
17. Deposits	47,525	49,562	48,010	46,857	41,333	39,016	34,862
(a) Current accounts and sight deposits	42,325	44,858	44,028	43,334	38,087	36,199	32,450
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	4,919	4,880	3,664	3,268	3,001	2,543	2,212
(d) Other deposits	281	324	318	265	245	274	200
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
19. Acceptances and Endorsements	1,959	1,459	925	449	410	305	533
20. Sundry Liabilities	644	515	493	451	437	424	410
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits							
To be deducted :							
2. Expenses							
(a) Salaries, etc.							
(b) Other working expenses							
(c) Taxes, etc.							
3. Reserved for Pension Funds, etc.							
4. Written off on							
(a) Premises, etc.							
(b) Investments and securities							
(c) Other assets							
5. Remaining Net Profit or Loss	432.3	430.8	— 259.8	248.4	106.8	214.8	225.1
6. Carried forward from preceding year	95.7	110.2	114.8	88.4	84.7	74.9	72.7
7. Taken from Reserves or Capital	—	—	562.9	—	128.6	—	—
8. Total disposed of for Dividends, etc.	528.0	541.0	417.9	336.8	320.1	289.7	297.8
9. Carried to Reserves	30.2	30.1	80.0	11.0	5.5	7.3	8.7
10. Dividends	367.6	372.5	242.0	234.8	233.7	204.0	200.7
11. Directors' Fees, etc.	20.0	19.6	7.5	6.3	5.9	5.6	6.0
12. Carried forward to following year	110.2	118.8	88.4	84.7	75.0	72.8	82.4

Summary Balance-sheet.

GENERAL NOTE. — The figures in the attached Summary Tables are based on the annual reports of the principal deposit and investment banks, Table 18—I showing six deposit banks — *i.e.*, the Crédit Lyonnais, the Société générale pour favoriser le développement du commerce et de l'industrie, the Comptoir National d'Escompte, the Banque nationale pour le commerce et l'industrie (formerly Banque nationale de crédit), the Crédit commercial de France and the Société générale de crédit industriel et commercial; Table 18—II showing two investment banks — the Banque de Paris et des Pays-Bas and the Banque de l'Union parisienne (the latter having absorbed the Crédit mobilier français in May 1932); and Table 18—III giving the total of Tables 18—I and 18—II.

1 and 2. *Cash Assets, etc.*

The amounts given under item 2 for deposit banks in 1931-1934 and for investment banks throughout consist chiefly of balances with banks and sums due from correspondents; they also include small amounts of coupons due for payment.

3. *Bills discounted and bought.*

The sums in this group of the Summary Tables include chiefly Treasury bills (*bons de la Défense nationale*).

7. *Loans and Advances.*

Current accounts include correspondents. In the case

of banks which do not show cover for acceptances as a separate item, an amount equivalent to their acceptances has been deducted from current accounts and carried to group 8 of the Summary Table. The other loans and advances (7 (b)) consist of guaranteed advances (*avances sur garanties*) and contangos (*reports*).

17. *Deposits.*

Current and cheque accounts (17 (a)) also include correspondent accounts. The sums given under "other deposits" (17 (d)) represent "accounts payable after collection", etc., where shown separately.

Summary of Profit-and-Loss Accounts.

No profit-and-loss accounts were published for the Banque nationale pour le Commerce et l'Industrie until the end of 1933. Summary Table 18—I therefore covers only five deposit banks for 1932. Most of the deposit banks show their net profits only after deduction of working expenses, depreciation, provision for doubtful claims, allocations to staff funds, and sometimes even directors' fees. This policy obviously allows the directors to make whatever statement of net profits they wish and facilitates the setting-aside of hidden reserves.

The investment banks publish more or less detailed profit-and-loss accounts. No statement was published relating to the Crédit mobilier français in 1931. Figures are accordingly not given in Summary Table 18—II for that year.

1 and 2. *Gross Profits and Expenditure.*

The figures for salaries and other working expenditure shown in the table of investment banks include a large proportion of the fees and remunerations of directors.

3. *Reserved for Pension Funds, etc.*

The sums given in the investment-bank table refer solely to the Banque de Paris et des Pays-Bas.

4. *Depreciation.*

Including sums used in or reserved for building and construction purposes.

5. *Net Profit or Loss.*

The figures in Tables 18—I and 18—III for 1931 are chiefly affected by inclusion of the net disclosed loss of the Banque nationale de Crédit, amounting to 500 million francs. This loss was covered out of capital, reserves and undivided profits, which are included in the figures given at the top of those tables for 1931.

The capital and reserves (114 million francs) of the Crédit mobilier français are also included in the figures shown at the top of Table 18—III in 1931, although no profit-and-loss accounts of the bank were published for that year.

10. *Dividends.*

The banks do not follow a common practice with regard to the dividend tax; some include it in their dividend figures, while others do not.

11. *Directors' Fees, etc.*

The sums shown in this group of the Summary Tables include a small sum representing dividends or "founders' shares". Some banks do not disclose directors' fees, but include them wholly or in part in the expenses which they deduct before showing profits.

GERMANY

See *Commercial Banks, 1913-1929*, page 129; *1925-1933*, page 110; *1929-1934*, page 45; *Money and Banking, 1935/36*, Vol. II, page 94.

End of	Value of currency as % of gold parity in 1929 ^a				
	Official mark	Registermark ^b	Reisemark ^c	Kreditspermark ^c	Effekten spermark ^c
1929	100.5	—	—	—	—
1930	100.1	—	—	—	—
1931	99.2	—	—	—	—
1932	99.9	—	—	—	—
1933	100.3	—	—	—	—
1934	100.2	60.6	67.9	48.4	39.2
March 1935	100.3	60.7	69.8	44.8	33.9
June 1935	100.5	55.7	64.8	33.6	24.9
Sept. 1935	100.4	52.1	65.5	29.0	21.9
Dec. 1935	100.2	53.0	61.9	36.1	24.0
March 1936	100.3	53.4	62.4	33.9	24.9
June 1936	100.5	52.6	62.4	28.9	23.7
Sept. 1936	99.4	54.3	62.8	23.2	22.7
Dec. 1936	99.8	49.3	55.3	22.2	20.3
March 1937	99.7	48.7	59.7	25.8	25.2

^a Gold parity in 1929 : 1 Reichsmark = 0.2382 U.S.A. dollar ; 1 U.S.A. dollar = 4.1979 Reichsmark.

^b London quotations. ^c Zurich quotations.

Value of Currency : The system of exchange control introduced in July 1931 (centralisation of foreign-exchange dealings at the Reichsbank, July 15th ; compulsory surrender of foreign-exchange holdings and claims to the Reichsbank, July 18th ; creation of the *Stellen für Devisenbewirtschaftung* to superintend foreign-exchange dealings, August 1st) has since been reinforced by other measures, the more important of which are as follows : Control of foreign exchange derived from exports, November 17th, 1931 ; gradual reduction of the quota allotted to importers from 50% to 5% of their imports prior to the introduction of the restrictions, February-July 1934 ; imports to be kept strictly within the limits of exports (" New Plan "), September 4th, 1934, and creation of twenty-five *Überwachungsstellen* to control imports, September 11th, 1934 ; reduction of the total amount of means of payment that a traveller can export from Germany without a permit from 200 marks to 50 marks (April 1934) and subsequently to 10 marks (September 1934) ; extension of the system of compulsory import permits to goods in respect of which such permits were not previously required, July 24th, 1935 ; prohibition of importation of German bank-notes, except by travellers, to an amount not exceeding 30 marks per head, December 1st, 1935 ; regulations regarding emigration and the transfer of property abroad, January 2nd, 1936 ; new regulations regarding the buying and sale of gold and gold articles, February 1st, 1936 ; prohibition of importation of German coins, except by travellers, to an amount not exceeding 60 marks per head, June 1st, 1936 ; compulsory surrender of gold, gold currency and foreign bank-notes, the surrender of which had previously not been demanded if they had been acquired prior to October 3rd, 1931, and did not exceed a total value of 200 marks, November 4th, 1936 ; compulsory deposit of foreign securities in banks authorised to deal in foreign exchange and prohibition of any dealings in such securities save by the accredited banks, November 19th, 1936 ; application of the death penalty and confiscation of property to cases of economic sabotage, more especially the smuggling of foreign exchange abroad and failure to declare foreign exchange held abroad, December 1st, 1936, and temporary amnesty in respect of offences under the foreign-exchange legislation for persons declaring by January 31st, 1937, any foreign exchange illegally in their possession, December 15th, 1936 ; complete prohibition of importation of bank-notes and limitation to 30 marks of the amount in coins which a foreign traveller may have about him on entering Germany, December 23rd, 1936 ; taxation of profits of German debtors as the result of devaluation of foreign currencies, such debtors being further required to ensure the service of their foreign loans through the Conversion Office at the former parities, December 23rd, 1936 ; the Reichsbank empowered to make the purchase of foreign securities quoted on the German stock exchange subject to the obtaining of a permit from the Reich Foreign Exchange Office, February 19th, 1937 ; entry into force of the foregoing rule and consequent discontinuance of the quotation of foreign securities on German stock exchanges, February 28th, 1937.

In addition to the official mark, which has been kept at parity, there are various kinds of depreciated marks, of which the following have been included in the above table : *Registermark* (*Registerguthaben*), resulting from short-term credits granted by foreign banks before the 1931 crisis which are subject to " standstill " agreements : it may be used for investment in Germany, tourists' expenses, etc. ; *Reisemark*, a particular category of Registermark which may be used solely for tourists' expenses ; *Kreditspermark* (*Kreditsperguthaben*), being the proceeds

from repayments of credits not governed by "standstill" agreements and from the sale of property owned by foreigners: it may be used under certain conditions for the purchase of securities, long-term investments, etc.; *Effektenspermark (Wertpapiersperguthaben)*, being the proceeds of the sale of securities in Germany, excluding German foreign loans; it may be used, under certain conditions, for long-term investments in accordance with the regulations. Of the other kinds of depreciated marks, reference may be made to: *Freie Reichsmark*, resulting from the sale of foreign currency to the German banks either by foreigners or, with special permission, by persons resident in Germany: it may be used freely for all transactions within the country; *Notenspermark*, representing the amount of German bank-notes paid into blocked accounts: it may be used, under certain conditions, for the same purposes as the *Kreditspermark*; *Allguthaben*, representing bank deposits of foreign nationals in German banks prior to July 16th, 1931, and not governed by "standstill" agreements: they may be used, under certain conditions, for the same purposes as *Kreditspermark*; *Auswandererspermark*, resulting from the bank deposits of persons who left Germany after August 3rd, 1931, and from all payments into their accounts: it may be used, under certain conditions, for the same purposes as *Kreditspermark*; *Sonderkonten* — that is, special accounts into which are paid interest, dividends, amortisation, etc., usually paid to the Conversion Office: the marks in this account can be used for certain payments other than purchases of goods and investments; *Konversionsguthaben*, which are created through payments of interest, dividends and amortisation, and repayments of loans, deposits, etc., by German debtors to the Conversion Office for the benefit of foreign creditors (in respect of debts prior to July 16th, 1931): they may be used — unless the creditors accept the Office's scrip representing payment of interest (not amortisation) — for the payment of taxation and certain non-business payments; *Verrechnungsmark*, the result of the conversion of marks into the currencies of foreign countries with which Germany has concluded clearing agreements; *Aski-mark (Ausländer-Sonderkonten für Inlands-Zahlungen)*, which is the name used to describe the sum standing to the credits of the accounts opened in German banks in the name of foreign business houses, who accept these marks in payment for their exports to Germany and who are authorised to use them in payment of one-third of the value of goods bought in Germany, on condition that the balance is paid in free foreign currency. For particulars of the various kinds of blocked marks, see *Die Wirtschaftskurve*, Heft IV, April 1936, and *Department of Overseas Trade: Economic Conditions in Germany, 1936*.

End of	Reichsbank									Circulation of coin and notes other than those of the Reichsbank	
	Gold	Foreign exchange	Treasury bills	Other bills and cheques	Advances on securities	Securities		Notes in circulation	Other sight liabilities	Coin	Notes
						Eligible as note cover	Other				
	Reichsmarks (000,000's)										
1929.	2,283	404	241	2,608	251	—	93	5,044	755	994	571
1930.	2,216	469	206	2,366	256	—	102	4,778	652	1,001	616
1931.	984	172	98	4,144	245	—	161	4,776	755	1,293	605
1932.	806	114	1	2,806	176	—	398	3,560	540	1,496	591
1933.	386	9	49	3,177	183	259	322	3,645	640	1,507	560
1934.	79	5	45	4,021	146	445	319	3,901	984	1,523	554
March 1935.	81	4	8	3,799	66	427	330	3,664	922	1,605	560
June 1935.	86	4	53	3,879	89	337	324	3,895	819	1,538	529
Sept. 1935.	95	6	40	4,144	73	346	324	4,143	774	1,553	550
Dec. 1935.	82	5	53	4,498	84	349	315	4,285	1,032	1,538	543
March 1936.	72	5	54	4,201	56	336	321	4,267	768	1,522	463
June 1936.	72	5	98	4,699	56	220	311	4,389	960	1,535	411
Sept. 1936.	63	6	51	4,875	59	219	308	4,657	744	1,583	387
Dec. 1936.	66	6	62	5,448	74	221	303	4,980	1,012	1,597	368
March 1937.	68	6	10	5,101	51	167	312	4,938	970	1,539	354

Reichsbank: Last weekly statement of the month. **Gold:** Valued at the legal rate (*cf.* above, "Value of Currency"). **Foreign exchange:** Securities eligible as cover for the note issue. **Other bills and cheques:** Bills and cheques, both inland and foreign, only some of the bills being commercial bills in the strict sense of the term. **Securities eligible as note cover:** Securities purchased by the Bank in the open market (Law of October 27th, 1933) and eligible as cover for the note issue. **Other liabilities:** Including the balances of the Conversion Office (*cf.* below) and Clearing Office (Law of October 16th, 1934), to which the Reichsbank has transferred the clearing accounts. Since May 1935, these two offices have invested part of their funds in promissory notes of the Golddiskontbank (see below), so that the item "Other liabilities" has fluctuated considerably. **Banking legislation:** On January 30th, 1937, the Reichsbank was "placed under the exclusive authority of the Government of the Reich" and the Reichsbank Law was amended, more especially in the following particulars: (1) the Directorate of the Reichsbank will henceforward be under the direct authority of the Führer (paragraph 6 of the Law); (2) the Reichsbank's obligations under the reparations settlement are abolished (paragraph 21, last sub-paragraph).

Circulation of Coins and Bills other than those of the Reichsbank : In addition to the Reichsbank notes, the total currency in circulation includes (1) coins ; (2) the notes issued by four private banks of issue (*Privatbanknoten*) and Rentenbank notes (*Rentenbankscheine*). *Coins :* Under the Order of the Minister for Economic Affairs of October 6th, 1936, the buying or selling of silver at a price higher than that fixed by the authorities is prohibited. As from April 1st, 1937, the 5- and 1-mark silver coins will be withdrawn from circulation. *Notes :* (1) Rentenbank notes (*Rentenbankscheine*), 392 and 372 millions in December 1935 and 1936 respectively ; under the Law of March 7th, 1934, the State's share in the profits of the Reichsbank is no longer earmarked for the redemption of Rentenbank notes ; (2) notes of private banks (*Privatbanknoten*) : In accordance with the Law of December 29th, 1934, the privilege of note issue enjoyed by the four private banks expired on December 31st, 1935, and the *Privatbanknoten* were withdrawn from circulation during 1936.

End of	Golddiskontbank					Konversionskasse					
	Bills	Treasury bills	Securities	Deposits	Solawechsel	Deposits at the Reichsbank	Securities	4 % sterling scrip	Ordinary scrip	Sundry liabilities	4 % Swiss francs scrip
	Reichsmarks (000,000's)										
Dec. 1934 . . .	102	98	58	96	—	272	—	—	20	252	—
March 1935 . . .	387 ^a	77 ^a	75 ^a	102 ^a	202 ^a	264	22	—	53	234	—
June 1935 . . .	714	92	80	304	358	176	172	17	48	290	—
Sept. 1935 . . .	1,043	140	293	563	495	201	191	24	33	338	—
Nov. 1935 . . .	1,316	127	300	594	701	^b 204	^b 217	^b 35	^b 25	^b 345	^b 26
March 1936 . . .	1,365	96	280	608	750	235	218	41	23	351	38
June 1936 . . .	1,181	142	279	490	716	.	.	.	.	.	.
Sept. 1936 . . .	525	157	261	393	30	183	292	54	18	322	64
Nov. 1936 . . .	959	160	251	456	463	^b 202	^b 307	^b 64	^b 17	^b 339	^b 70
March 1937 . . .	1,584	113	259	564	1,082	180	349	73	20	322	74

^a May.

^b December.

Golddiskontbank and Konversionskasse : As regards the past few years, the Reichsbank statements require to be read in conjunction with the statements of the Golddiskontbank and the Konversionskasse. The third of the Reichsbank subsidiaries, the Clearing Office opened under the Law of October 16th, 1934, to manage the clearing accounts, does not publish statements.

Deutsche Golddiskontbank : This establishment, which played an important part during the 1931 credit crisis and in the banking reorganisation, and which has been chiefly engaged, since 1933, in operations connected with the financing of foreign trade, was authorised, by the Reichsbank's decision of May 20th, 1935, to issue three-month promissory notes (*Solawechsel*), eligible for rediscount by the Reichsbank, for sale to credit institutions at the private discount rate ; the funds thus procured by the Golddiskontbank have been used more particularly for the purchase of "work-creation bills" (*Arbeitsbeschaffungswechsel*) from the Reichsbank or in the market. As a result, the total amount of the Golddiskontbank's bill holding steadily increased until, in April 1936, it reached its maximum (the statement for April 1936 gives the following figures in millions of marks : bills, 1,517 ; Treasury bills, 96 ; securities, 272 ; deposits, 615 ; *Solawechsel*, 862). Since April, and more particularly since June, 1936, the Golddiskontbank's bill holding has fallen as a result of the increase in the investments of the ordinary banks consequent upon the repayment of loans and advances and the increase in deposits and also in consequence of the consolidation of the public short-term debt (consolidation loans were issued in July and November 1936) and of the efforts to substitute short-term for long-term bills. During Spring, 1937, new issues of *Solawechsel* were made to absorb the excess of funds on the market (the maximum amount of *Solawechsel* reached in February 1937 : RM. 1,185 millions).

Konversionskasse für Deutsche Auslandsschulden : The Conversion Office for German foreign debts was created by the Law of June 9th, 1933, as one of the Reichsbank's subsidiaries, to administer the sums paid in marks by German debtors in respect of the service of the short- and medium-term foreign loans. As a result of the suspension of transfers for the service of the German foreign loans, creditors receive "scrip", or consolidation bonds issued by the Conversion Office, for part of the interest not transferred in cash. This scrip represents new foreign indebtedness, the amount in circulation being shown by the figures in the last four columns of the Konversionskasse statement.¹ The Office's assets are made up as follows: (1) Balance at the Reichsbank (*cf.* above, "Reichsbank"); (2) securities and more particularly Golddiskontbank bills (since May 1935). For various available particulars of the German foreign debt and the liquidation of blocked credits, see *Balances of Payments, 1935*, pages 88 *et seq.*, published by the League of Nations Economic Intelligence Service.

¹ In addition to scrips and other liabilities included in the last four columns of the above statement, the Conversion Office has also issued 4 % scrips in Netherlands gulden and Swedish crowns, and, in 1937, 3 % scrips in Swiss francs, gulden, French francs, and United States dollars. These scrips are, however, not considerable in amount.

End of	All Banks							
	Bills	Treasury bills	Securities		Debtors other than banks	Creditors		Acceptances
			Total	Reich and Länder		Banks	Other (including saving deposits)	
	Reichsmarks (000,000's)							
March 1935	3,587	1,835	2,374	—	7,116	4,698	9,882	2,313
June 1935	3,702	2,050	2,603	—	6,885	4,689	10,281	2,117
Sept. 1935	3,592	2,017	2,794	1,221	6,722	4,701	10,273	1,990
Nov. 1935	3,908	2,044	2,774	1,216	6,528	4,814	10,319	1,940
March 1936	4,086	2,047	2,896	1,293	6,475	5,030	10,482	1,880
June 1936	4,243	2,221	2,858	1,327	6,269	4,897	10,843	1,636
Sept. 1936	4,563	1,902	3,060	1,492	6,072	4,822	10,901	1,511
Nov. 1936	5,157	1,768	3,078	1,539	6,004	4,939	11,193	1,468
March 1937	5,842	1,599	3,042	1,565	5,899	5,201	11,604	1,399

All Banks : Banks publishing monthly balance-sheets (*Alle Monatsbilanzbanken*) — that is to say, the credit banks, including the five big Berlin banks and the eighty-three special credit banks (*Sonstige Kreditbanken*), special banks, State and provincial banks and *Girozentralen*.

End of	Big Berlin Banks													
	Cash	Commer- cial bills	Treasury bills	Securities		Partici- pations	Loans on current account		Reim- bursement and other credits	Deposits	"Loro" corres- pondents	Due to German credit in- stitutions	Accept- ances	Redis- counts
				Government	Other		Bank	Other						
	Reichsmarks (000,000's)													
Dec. 1934	245	1,508	495	301	297	285	239	2,751	391	4,727	469	1,078	772	730
March 1935	185	1,534	574	347	317	239	223	3,535	364	4,691	463	1,292	777	662
June 1935	194	1,674	590	409	317	233	209	3,394	327	4,757	440	1,128	735	627
Sept. 1935	195	1,424	612	448	349	231	200	3,374	316	4,614	414	1,056	739	631
Dec. 1935	257	1,589	613	401	366	205	182	2,535	282	4,677	417	822	720	560
March 1936	186	1,687	597	367	366	214	185	3,251	352	4,715	412	1,128	676	475
June 1936	175	1,837	599	363	377	231	169	3,171	319	4,916	391	1,026	594	470
Sept. 1936	180	1,834	526	395	405	227	164	3,124	302	4,818	366	1,011	609	579
Dec. 1936	257	2,069	442	443	432	210	148	2,985	274	5,022	362	957	625	803

The Big Berlin Banks (*Berliner Grossbanken*) : Deutsche Bank und Disconto-Gesellschaft, Dresdner Bank, Commerz- und Privatbank, Reichskreditgesellschaft, Berliner Handels-Gesellschaft. For annual figures prior to December 1934 and notes on certain items, see the Balance-sheet Summary.

End of	Special Banks							State and Provincial Banks						
	Bills	Treasury bills	Securities		Debtors other than banks	Creditors		Accept- ances	Bills	Treasury bills	Securities		Debtors other than banks	Creditors (banks and other, including savings deposits)
			Total	Reich and Länder		Banks	Other (including savings deposits)				Total	Reich and Länder		
	Reichsmarks (000,000's)													
March 1935	875	160	438	—	1,447	351	1,724	1,115	601	384	221	—	532	1,964
June 1935	828	176	468	—	1,396	359	1,740	1,025	597	478	255	—	512	2,059
Sept. 1935	929	161	515	277	1,337	352	1,812	919	607	434	275	151	542	2,038
Nov. 1935	889	199	506	264	1,319	429	1,834	896	622	451	275	152	544	2,022
March 1936	863	220	482	262	1,354	452	1,739	919	553	409	436	222	557	2,025
June 1936	905	193	496	286	1,296	439	1,785	818	617	450	388	187	548	2,088
Sept. 1936	1,093	120	508	313	1,163	364	1,991	688	615	427	411	193	542	2,066
Nov. 1936	1,173	121	484	301	1,163	387	2,067	662	665	390	431	214	537	2,066
March 1937	1,181	113	536	364	1,169	414	2,028	633	730	346	440	218	502	2,037

Special Banks (*Spezialbanken*) : Seventy special banks — *i.e.*, banks for civil servants and employees, workers' banks, agricultural banks, land banks (*Bodenbanken*), banks for the construction of buildings (*Baubanken*), banks founded solely for certain industrial or commercial undertakings (*Hausbanken*), etc.

State and Provincial Banks (*Staats- und Landesbanken*) : Twenty-one banks, financial agents and bankers of public authorities ; these banks also work with the municipal, co-operative and mortgage banks and transact ordinary banking business.

End of	Girozentralen								Reichs- bank	Interest Rates			
	Bills	Treasury bills	Securities		Debtors other than banks	Creditors		Accept- ances		Transfers	Reichs- bank's discount rate	Private discount rate	Blanko- tages- geld	Yield of Govern- ment securities 4½% (6%)
			Total	Reich and Länder		Banks	Other (including savings deposits)						
	Reichsmarks (000,000's)												
Dec. 1934 . .	—	—	—	—	—	—	—	—	5,086	4	3.50	4.13	6.51
March 1935 . .	380	665	825	—	720	2,925	825	207	4,980	4	3.38	4.01	6.37
June 1935 . .	379	754	894	—	648	2,946	812	172	4,712	4	3.00	3.33	4.82
Sept. 1935 . .	438	744	930	236	525	3,033	839	162	4,944	4	3.02	3.31	4.86
Nov. 1935 . .	651	695	942	272	402	3,070	890	149	4,964 ^a	4 ^a	3.00 ^a	3.13 ^a	4.85 ^a
March 1936 . .	698	740	941	307	347	3,125	937	116	4,824	4	3.00	3.15	4.80
June 1936 . .	568	900	908	346	325	3,069	933	79	5,203	4	2.88	2.50	4.77
Sept. 1936 . .	692	759	964	424	321	3,076	908	68	5,288	4	3.00	2.75	4.73
Nov. 1936 . .	914	687	970	415	319	3,188	958	46	5,834 ^a	4 ^a	3.00 ^a	2.88 ^a	4.73 ^a
March 1937 . .	1,096	618	968	460	291	3,394	988	36	5,800	4	3.00	3.31	4.63

^a December.

Girozentralen : Twenty district clearing-houses (*regionale Girozentralen*) and a central clearing-house (*Deutsche Girozentrale*), which make clearing payments and also carry out certain banking transactions.

Transfer Turnover : Monthly amount of transfers through the Reichsbank.

Interest Rates : *Reichsbank's discount rate* : Date of last change, September 22nd, 1932. *Private discount rate* : 56 to 90 days' bills ; average of maximum and minimum rates. *Blankotagesgeld* : Rate on day-to-day inter-bank loans to members of the *Stempelvereinigung* (association of Berlin banks), not secured by any specific collateral. This rate has been published since 1933. *Yield of Government securities* : Since April 1st, 1935, the 6% bonds have been converted into 4½% bonds. *Chief measures taken to lower the rate of interest* : Conversion of agricultural debts (Law of June 1st, 1933) ; conversion of municipal debts (Law of September 21st, 1933) : e.g., reduction from 6% to 4% of the interest rate on Prussian municipal loans ; issue of the 4% Reich loan of 1934 (June 1934) to convert the 6 (7)% tax-free loan of 1929 ; conversion to a 4½% basis of the mortgage bills and communal bonds issued by mortgage and semi-public banks (Law of January 24th, 1935) ; conversion to a 4½% basis of the Public Debt (Law of February 27th, 1935) ; readjustment of banks' interest rates (March 1st, 1935) ; limitation to 6½% of the maximum rate of interest on loans made by the banks, to 5% of the rate for mortgage loans (loans by insurance companies) and to 4½-5% (loans by savings banks) ; regulation of the interest rates on loans obtained on the open money market (loans not exceeding 600 marks) ; reduction of the interest rate on private mortgage loans (Law of July 2nd, 1936) ; measures for consolidating the floating debt of the Reich : January 1935 (first measure for consolidating work-creation and special rearmament bills) September 1935, June 1936, November 1936, February 1937). For details of the various schemes for conversion and consolidation of the Public Debt, see the publication of the League of Nations Economic Intelligence Service, *Public Finance : Germany*.

End of	Savings Banks										
	Cash and bank balances	Bills		Short-term loans		Mortgage loans	Securities	Bonds of municipa- lities	Deposits	Redis- counts and other loans	Total balance- sheet
		Treasury	Other	Municipal	Other						
	Reichsmarks (000,000's)										
Dec. 1929 . .	1,342	312			2,315	4,145	1,440	1,442	10,296		11,879
Dec. 1930 . .	1,598	109	230	420	2,135	4,850	1,749	1,306	11,764	225	13,670
Dec. 1931 . .	1,019	63	106	422	1,930	5,246	1,916	1,395	10,881	838	13,937
Dec. 1932 . .	1,166	55	95	423	1,773	5,472	1,810	1,420	10,979	910	13,885
Dec. 1933 . .	1,683	89	104	350	1,752	5,555	1,884	1,461	12,055	488	14,528
Dec. 1934 . .	2,019	191	115	142	1,727	6,434	2,695	1,402	13,757	291	15,875
June 1935 . .	2,154	284	137	122	1,731	6,584	3,197	1,476	14,858	197	16,625
Dec. 1935 . .	2,280	302	134	96	1,700	6,670	3,560	1,483	15,189	163	17,250
June 1936 . .	2,410	335	145	72	1,705	6,762	3,926	1,449	15,941	129	17,670
Oct. 1936 . .	2,535	340	157	63	1,710	6,864	4,123	1,433	16,179	116	18,142

Savings Banks : Since January 1935, includes the Saar. Based on monthly balance-sheets.

Banking Legislation : The chief measures relating to banking are substantially as follows : Law of December 5th, 1934, giving effect to the Banking Commission's recommendations (*cf. Commercial Banks, 1929-1934*, page 50) ; new form for the compilation of banks' annual balance-sheets, January 17th, 1936 ; Law of February 4th, 1937, on deposits and purchases of securities, coming into effect on May 1st, 1937 (protection of persons depositing securities with banks or purchasing them through banks) ; new law on share companies coming into force on October 1st, 1937.

State Participation in Banks : In October 1936, the German Government liquidated its holding in the Commerz- und Privatbank (*cf. Commercial Banks, 1925-1933*, page 118) by selling its holding of shares (11 million marks) to a consortium of private banks. The Golddiskontbank also sold to the same consortium its holding (11 millions) of Commerz- und Privatbank shares, but retained shares (34 million marks' worth) in that bank (total capital, 80 millions ; *cf. Wochenberichte des Instituts für Konjunkturforschung*, November 25th, 1936). According to the *Deutscher Volkswirt* (January 22nd, 1937), the Golddiskontbank has also reduced from 50 to 15 or 18 millions its holding of shares of the Deutsche Bank and Disconto-Gesellschaft (total capital, 130 millions). According to the same source, 90% of the *Dresdner Bank's* capital (150 millions) is still controlled by the Government. — The *Akzeptbank* has been wound up (*cf. Commercial Banks, 1929-1934*, page 49).

End of November, unless otherwise stated	Government Securities held by Credit and Insurance Institutions										
	Reichsbank	Gold-diskont-bank	Eight leading banks	Deutsche Girozentrale and Deutsche Kommunalbank	Staat- und Landesbanken and District Girozentralen	Savings banks ^a	Five special institutes	Co-operative banks and consumers' co-operative societies ^b	Employees' insurance funds and invalidity insurance funds ^c	Life insurance companies	Total
	(Reichsmarks 000,000's)										
1929.	93	—	307	80	318	1,413	96	97	724	276	3,404
1930.	102	—	283	41	329	1,755	134	138	978	347	4,107
1931.	103	194	569	37	424	1,916	138	141	958	443	4,923
1932.	395	164	671	31	319	1,810	119	116	863	489	4,977
1933.	518	26	633	23	272	1,884	158	122	903	643	5,182
1934.	752	62	731	74	1,008	2,699	255	191	1,356	822	7,950
1935.	662	301	932	77	1,140	3,560	259	334	1,604	1,107	9,976
June 1936 . .	530	279	895	148	1,148	3,966	270	.	1,797	1,227	10,669
1936.	522	251	1,015	153	1,249	4,165 ^d	287	.	2,004	1,335 ^d	11,415

^a December (on the basis of bi-monthly statistics).

^b Since 1934, figures of interim balance-sheets.

^c Based on annual reports or balance-sheets.

^d October.

Government Securities held by Credit and Insurance Institutions : This table, taken from the *Wochenbericht des Instituts für Konjunkturforschung* for January 27th, 1937, summarises and amplifies the particulars in the above statements regarding the securities and Treasury bonds held by various classes of banks. *Eight leading banks :* Five big Berlin banks and three credit banks (Adca, Bayerische Hypotheken- und Wechselbank, Bayerische Vereinsbank). *Five special institutes :* Deutsche Bau- und Bodenbank, Bank der Deutschen Arbeit, Bank für Deutsche Industrie-Obligationen, Deutsche Verkehrs Kreditbank, Deutsche Rentenbank-Kreditanstalt. *Co-operative banks and consumers' co-operative societies :* Excluding securities held by agricultural credit co-operative societies. *Total :* Totals for June and November 1936 include the estimated amount of securities held by co-operative banks and consumers' co-operative societies.

Sources : Reichsbank : Weekly returns and annual reports. Statistisches Amt : *Statistisches Jahrbuch für das Deutsche Reich, Vierteljahrshefte zur Statistik des Deutschen Reichs, Wirtschaft und Statistik*. Institut für Konjunkturforschung : *Vierteljahrshefte, Wochenberichte, Halbjahrsberichte zur Wirtschaftslage, Deutscher Reichsanzeiger*.

Summary Balance-sheet.

As in the previous edition, three separate summary balance-sheets are given in the following tables. Table 19 — I summarises (1) the statistics of the *Statistisches Jahrbuch* covering all the commercial banks of the country and (2) the interim reports of the *Kreditbanken* (excluding the Deutsche Golddiskontbank), as published in the *Reichsanzeiger*. The former include the big Berlin banks, provincial banks having branches, other commercial banks and special banks for building, etc. The *Kreditbanken* covered appear to account for about 95% of the total balance-sheet of all commercial banks in 1931. Table 19 — II summarises the annual balance-sheets of the big Berlin banks.

For reasons of space, the following notes show the detailed composition of the statistics only of the *Kreditbanken* and the big Berlin banks, and not of all the commercial banks, as shown in the first part of Table 19 — I. A comparison of the details given in the first edition of this volume will show, however, that the *Kreditbanken* are fully representative of all the banks. The returns of the big Berlin banks for the end of 1936 are provisional.

Commercial Banks.¹

Table 19.

End of the year :	1929	1930	1931	1932	1933	1934
Number of Banks	406	364	325	265	249	235
SUMMARY BALANCE-SHEET.						
ASSETS.						
1. Cash						
(a) Gold, silver and small coins						
(b) Inland notes and balances with Central Bank	634	643	516	411	428	421
2. Other Items of a Cash Nature						
3. Bills discounted and bought	4,180	3,767	2,570	2,736	2,760	3,264
(a) Treasury bills	646	797	604	747	861	739
(b) Commercial bills, Inland						
(c) Commercial bills, Foreign	3,534	2,970	1,966	1,989	1,899	2,525
4. Investments and Securities	731	709	1,050	1,073	851	980
(a) Government	23	29	382	512	432	397
(b) Other	708	680	668	561	419	583
5. Participations	389	386	397	374	352	333
6. Due from Banks (Correspondents)	2,706	2,416	1,450	1,399	1,283	1,355
(a) At home	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—
7. Loans and Advances	11,014	10,690	7,287	6,165	5,457	5,051
(a) On current account	7,490	7,323	5,383	4,513	4,419	3,690
(b) Other	3,524	3,367	1,904	1,652	1,038	1,361
8. Cover for Acceptances	700	940	1,288	976	1,399	1,124
9. Premises, etc.	389	389	390	357	342	337
10. Sundry Assets	110	80	136	357	338	334
11. Total Balance-sheet	20,853	20,020	15,084	13,848	13,210	13,199
LIABILITIES.						
12. Capital paid up	1,408	1,422	1,124	1,370	1,325	1,305
13. Reserve Funds	551	568	323	365	409	515
14. Profit and Loss, etc.	156	118	38	44	40	52
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—
16. Due to Banks (Correspondents)	3,600	3,813	2,770	3,013	2,459	2,054
(a) At home	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—
17. Deposits	13,831	12,653	8,902	7,575	6,953	7,297
(a) Current accounts and sight deposits	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—
18. Borrowings	524	443	449	411	474	642
19. Acceptances and Endorsements	700	940	1,288	976	1,399	1,124
20. Sundry Liabilities	83	63	190	94	151	210
21. Guarantees, etc. (<i>Avale und Bürgschaften</i>)	1,000	858	827	939	802	702
22. Rediscounts	1,728	1,785	2,092	1,512	2,307	2,986

¹ Source : " Official Statistics " (*Statistisches Reichsamt*).

1 and 2. Cash and Cash Assets.

The detailed composition of this item is as follows :

	<i>Kreditbanken</i>							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Reichsmarks (000,000's)								
Cash, foreign money and coupons	133	126	101	92	96	81	95	104
Balances with banks of issue	91	109	116	81	63	59	78	75
Balances with clearing institutions	34	28	20	14	25	18	—	—
Not specified	—	—	—	—	—	—	—	—
Total	258	263	237	187	184	158	173	179
Big Berlin banks								
	1929	1930	1931	1932	1933	1934	1935	1936
Reichsmarks (000,000's)								
Cash, foreign money and coupons	166	170	128	111	119	120	108	.
Balances with banks of issue	252	253	264	143	135	125	149	.
Balances with clearing institutions								
Not specified	8	8	8	—	—	—	—	—
Total	426	431	400	254	254	245	257	257

Commercial Banks.¹

Table 19. — I.

End of :	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Number of Banks	96	91	77	70	71	69	88	90
SUMMARY BALANCE-SHEET.								
ASSETS								
Reichsmarks (000,000's)								
1. Cash								
(a) Gold, silver and small coins								
(b) Inland notes and balances with Central Bank	258	263	237	187	184	158	173	179
2. Other Items of a Cash Nature								
3. Bills discounted and bought	3,363	2,847	1,678	1,865	1,970	2,378	2,501	3,046
(a) Treasury bills	491	551	370	500	580	584	701	571
(b) Commercial bills, Inland								
(c) Commercial bills, Foreign	2,872	2,296	1,308	1,365	1,390	1,794	1,800	2,475
4. Investments and Securities	430	411	666	748	716	838	1,051	1,192
(a) Government	29	41	342	502	436	362	527	609
(b) Other	401	370	324	246	280	476	524	583
5. Participations	408	393	431	408	376	331	278	278
6. Due from Banks (Correspondents)	1,948	1,753	975	712	596	567	500	478
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
7. Loans and Advances	10,252	10,413	8,041	6,762	5,847	5,540	4,955	4,843
(a) On current account	6,442	6,563	5,258	4,363	3,860	3,610	3,445	3,280
(b) Other	3,810	3,850	2,783	2,399	1,987	1,930	1,510	1,563
8. Cover for Acceptances	624	808	1,039	859	850	848	819	704
9. Premises, etc.	292	296	290	302	326	307	312	327
10. Sundry Assets	89	55	44	55	46	45	57	45
11. Total Balance-sheet	17,664	17,239	13,401	11,898	10,911	11,012	10,646	11,092
LIABILITIES.								
12. Capital paid up	982	980	1,246	783	699	679	647	665
13. Reserve Funds	450	453	448	198	188	167	210	218
14. Profit and Loss, etc.	—	—	—	—	—	—	—	—
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	3,270	3,691	2,375	2,506	2,082	1,765	1,665	1,563
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
17. Deposits	10,965	9,814	6,802	6,159	5,642	6,029	6,014	6,573
(a) Current accounts and sight deposits	—	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—	704	785
(c) Time or fixed deposits	—	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—	—
18. Borrowings	1,159	1,341	1,409	1,332	1,361	1,399	1,134	1,206
19. Acceptances and Endorsements	624	808	1,039	859	850	848	819	704
20. Sundry Liabilities	214	152	82	61	89	125	157	163
21. Guarantees, etc. (<i>Avale und Bürgschaften</i>)	828	776	637	502	454	468	467	525
22. Rediscunts	1,816	1,877	1,896	1,031	1,232	1,496	764	1,002

¹ Source : *Reichsanzeiger Bilanzübersichten.*

3. Discounts.

No distinction is made in the balance-sheets between domestic and foreign bills. The following details are available regarding the bill portfolio of the *Kreditbanken* :

	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Reichsmarks (000,000's)								
Treasury bills :								
Rediscountable at Reichsbank	245	73	134	110	120	87	599	493
Other	246	478	236	390	460	497	102	78
Total 3 (a)	491	551	370	500	580	584	701	571
Commercial bills :								
Cheques and bills (ordinary discounts)	2,863	2,288	1,299	1,327	1,369	1,773	1,787	2,458
Own acceptances	5	2	2	15	8	8	6	10
Own drawings	3	1	3	3	2	9	2	2
Promissory notes drawn by customers to bank's order	1	5	4	20	11	4	5	5
Total 3 (b)	2,872	2,296	1,308	1,365	1,390	1,794	1,800	2,475
Grand total	3,363	2,847	1,678	1,865	1,970	2,378	2,501	3,046

Big Berlin Banks (Berliner Grossbanken).

Table 19. — II.

End of the year :	1929	1930	1931	1932	1933	1934	1935	1936
Number of Banks	6	6	5	5	5	5	5	5
SUMMARY BALANCE-SHEET.		Reichsmarks (000,000's)						
ASSETS.								
1. Cash								
(a) Gold, silver and small coins								
(b) Inland notes and balances with Central Bank	426	431	400	254	254	245	257	257
2. Other Items of a Cash Nature								
3. Bills discounted and bought	3,038	2,573	1,478	1,718	1,748	2,003	2,202	2,511
(a) Treasury bills	380	549	374	497	548	495	613	442
(b) Commercial bills, Inland	2,658	2,024	1,104	1,221	1,200	1,508	1,589	2,069
(c) Commercial bills, Foreign								
4. Investments and Securities	211	173	170	213	206	598	767	875
(a) Government	15	19	56	66	78	301	401	443
(b) Other	196	154	114	147	128	297	366	432
5. Participations	279	280	289	313	293	285	205	210
6. Due from Banks (Correspondents)	1,674	1,479	664	586	479	388	305	273
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
7. Loans and Advances	7,407	7,128	4,788	4,270	3,615	3,164	2,867	2,674
(a) On current account	4,769	4,554	3,518	3,275	3,009	2,761	2,535	2,360
(b) Other	2,638	2,574	1,270	895	606	413	332	314
8. Cover for Acceptances	513	701	919	770	765	772	720	625
9. Premises, etc.	213	207	208	235	215	212	215	204
10. Sundry Assets	4	4	321	444	340	19	9	.
11. Total Balance-sheet	13,765	12,976	9,237	8,803	7,915	7,686	7,547	.
LIABILITIES.								
12. Capital paid up	588	553	429	442	426	427	427	428
13. Reserve Funds	330	330	115	100	80	93	114	122
14. Profit and Loss, etc.	79	51	7	7	9	13	29	.
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	2,809	3,137	2,161	2,380	1,926	1,547	1,482	1,319
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
17. Deposits	9,228	7,993	5,398	4,946	4,581	4,727	4,677	5,022
(a) Current accounts and sight deposits	—	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	205	475	531
(c) Time or fixed deposits	—	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	189	189	189	128	86	58	51	.
19. Acceptances and Endorsements	513	701	919	770	765	772	720	625
20. Sundry Liabilities	30	22	19	30	42	49	47	.
21. Guarantees (<i>Avale und Bürgschaften</i>)	676	642	528	448	395	373	371	.
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.								
1. Gross Profits	480	450	368	320	300	300	283	304
<i>To be deducted :</i>								
2. Expenses	410	366	316	271	246	243	257	273
(a) Salaries, etc.	366	326	286	247	229	226	234	241
(b) Other working expenses	44	40	30	24	17	17	23	32
(c) Taxes, etc.	54	—	30	24	17	17	23	32
3. Reserved for Pensions Funds, etc.	3	1	—	—	—	2	3	3
4. Written off on	2	43	706	131	69	36	2	1
(a) Premises, etc.	2	1	—	1	1	1	2	1
(b) Investments and securities	—	42	706	130	68	35	—	—
(c) Other assets	—	—	—	—	—	—	—	—
5. Remaining Net Profit or Loss	+ 65	+ 40	— 654	— 82	— 15	+ 19	+ 21	+ 27
6. Carried forward from preceding year	9	10	10	4	3	5	7	8
7. Taken from Reserves or Capital	—	—	651	85	20	—	—	—
8. Total disposed of for Dividends, etc.	74	50	7	7	8	24	28	35
9. Carried to Reserves	—	—	—	—	—	13	2	6
10. Dividends	61	38	3	4	3	4	18	21
11. Director's Fees, etc.	3	2	—	—	—	—	—	—
12. Carried forward to following year	10	10	4	3	5	7	8	8

Treasury bills are non-interest-bearing and are issued by the States as well as by the Reich. The commercial bill portfolio as shown above excludes bills rediscounted,

which are not included under liabilities, but are shown separately outside the balance-sheet.

4. Investments and Securities.

The sums shown under (a) consist of "Loans and interest-bearing bonds of the Reich and the States". The Treasury certificates given to the big Berlin banks by the Reich in 1931 and 1932 pending their reorganisation

have not been included in the present group of the Summary Table, but are shown under "Sundry Assets" in group 10. Other securities (b) are classified in the official statistics as follows:

	Kreditbanken							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
	Reichsmarks (000,000's)							
Pledgeable at Reichsbank and other central banks	57	69	33	26	30	223	251	274
Other quoted securities	273	226	226	157	162	141	180	192
Sundry securities	71	75	65	63	88	112	93	117
Total	401	370	324	246	280	476	524	583
	Big Berlin banks							
	Reichsmarks (000,000's)							
	1929	1930	1931	1932	1933	1934	1935	1936
Pledgeable at Reichsbank and other central banks	12	12	9	7	8	175	210	225
Other quoted securities	152	120	80	99	69	76	98	123
Sundry securities	32	22	25	41	51	46	58	84
Total	196	154	114	147	128	297	366	432

5. Participations.

The sums given in the summary tables are composed of permanent participations in banks and banking firms and syndicate participations (*Konsortialbeteiligungen*) as follows:

	Kreditbanken							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
	Reichsmarks (000,000's)							
Bank participations	187	181	200	187	190	147	119	116
Syndicate participations	221	212	231	221	186	184	159	162
Total	408	393	431	408	376	331	278	278
	Big Berlin banks							
	Reichsmarks (000,000's)							
	1929	1930	1931	1932	1933	1934	1935	1936
Bank participations	111	114	127	144	121	97	91	89
Syndicate participations	168	166	162	169	172	188	114	121
Total	279	280	289	313	293	285	205	210

6. Due from Banks (Correspondents).

In the official statistics, the banks' "advances to banks, banking firms, savings banks and other credit institutions" are included with other advances on current account.

In the Summary Tables, this item has been carried to group 6 and added to "nostro" balances, which represent balances accruing in the ordinary course of banking transactions. (They do not include sums due after more than three months.) This division is shown below:

	Kreditbanken							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
	Reichsmarks (000,000's)							
"Nostro" balances	1,507	1,290	484	354	282	273	283	294
Advances to credit institutions	441	463	491	358	314	294	217	184
Total	1,948	1,753	975	712	596	567	500	478
	Big Berlin banks							
	Reichsmarks (000,000's)							
	1929	1930	1931	1932	1933	1934	1935	1936
"Nostro" balances	1,305	1,011	373	249	189	149	123	125
Advances to credit institutions	369	468	291	337	290	239	182	148
Total	1,674	1,479	664	586	479	388	305	273

The bulk of the "nostro" balances are due within seven days.

7. Loans and Advances.

The sums given under (a) in the Summary Tables represent "debtors in current account", less cover for acceptances. The latter item is not shown separately by the banks, but amounts equal to the acceptance liabilities shown in the balance-sheets have been deducted from "debtors" and carried to group 8 of the Summary Tables.

Current-account debtors, as shown in the official statistics, include advances to credit institutions; these advances have been carried to group 6 of the Summary Tables.

The amounts shown under (b) represent contangos and other advances to the Stock Exchange, reimbursement credits and other loans and advances. The detailed composition of loans and advances in the years under review is shown in the following table:

	<i>Kreditbanken</i>							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Reichsmarks (000,000's)								
<i>Debtors in current account :</i>								
1. Covered by :								
Stock-Exchange security	1,587	1,536	989	744	689	660	596	615
Other security	3,993	4,437	4,015	3,624	3,309	3,020	2,821	2,521
2. Uncovered	1,927	1,861	1,784	1,212	1,026	1,072	1,064	1,032
3. Total	7,507	7,834	6,788	5,580	5,024	4,752	4,481	4,168
<i>Less :</i>								
Advances to credit institutions	441	463	491	358	314	294	217	184
Cover for acceptances	624	808	1,039	859	850	848	819	704
4. Total 7 (a)	6,442	6,563	5,258	4,363	3,860	3,610	3,445	3,280
<i>Other loans and advances :</i>								
5. Advances on Stock-Exchange securities :								
Contangos	318	196	58	1	1	1	—	—
Lombards	284	227	124	40	32	26	18	25
Total	602	423	182	41	33	27	18	25
6. Reimbursement credits :								
Secured by shipping or warehouse warrants	238	182	99	130	64	57	.	.
Otherwise secured	859	967	679	543	329	226	.	.
Unsecured	966	1,000	540	407	226	161	.	.
Total	2,063	2,149	1,318	1,080	619	444	236	213
7. Other short-term credits on pledge of marketable goods	185	170	75	65	95	125	82	85
8. Total short-term loans and advances (5 + 6 + 7)	2,850	2,742	1,575	1,186	747	596	336	323
9. Long-term loans	960	1,108	1,208	1,213	1,240	1,334	1,174	1,240
10. Total 7 (b)	3,810	3,850	2,783	2,399	1,987	1,930	1,510	1,563
Grand total (4 + 10)	10,252	10,413	8,041	6,762	5,847	5,540	4,955	4,843

	<i>Big Berlin banks</i>							
	1929	1930	1931	1932	1933	1934	1935	1936
Reichsmarks (000,000's)								
<i>Debtors in current account :</i>								
1. Covered by :								
Stock-Exchange security	1,363	1,298	721	618	610	581	.	.
Other security	2,863	3,095	2,775	2,753	2,463	2,316	.	.
2. Uncovered	1,425	1,330	1,232	1,011	992	865	.	.
3. Total	5,651	5,723	4,728	4,382	4,065	3,762	3,438	3,133
<i>Less :</i>								
Advances to credit institutions	369	468	291	337	291	239	183	148
Cover for acceptances	513	701	919	770	765	772	720	625
4. Total 7 (a)	4,769	4,554	3,518	3,275	3,009	2,751	2,535	2,360
<i>Other loans and advances :</i>								
5. Advances on Stock-Exchange securities :								
Contangos	298	166	60	1	—	1	.	.
Lombards	264	187	69	31	24	21	.	.
Total	562	353	129	32	24	22	13	17
6. Reimbursement credits :								
Secured by shipping or warehouse warrants	211	189	75	89	70	45	.	.
Otherwise secured	791	955	568	486	279	169	.	.
Unsecured	799	821	427	326	192	119	.	.
Total	1,801	1,965	1,070	901	541	333	282	256
7. Other short-term credits on pledge of marketable goods	171	152	71	62	42	58	.	.
8. Total short-term loans and advances (5 + 6 + 7)	2,534	2,470	1,270	995	606	413	295	273
9. Long-term loans	104	104	—	—	—	—	37	41
10. Total 7 (b)	2,638	2,574	1,270	995	606	413	332	314
Grand total (4 + 10)	7,407	7,128	4,788	4,270	3,615	3,164	2,867	2,674

8. *Cover for Acceptances.*

See note to previous group.

10. *Sundry Assets.*

The amounts shown under this heading for the Berlin banks in 1931, 1932 and 1933 include 300, 410, and 313 million Reichsmarks respectively of Treasury certificates given by the Reich in connection with their reorganisation.

12, 13 and 14. *Capital, Reserves and Undivided Profits.*

The capital account involves double counting in respect of the bank participations included under assets.

16. *Due to Banks (Correspondents).*

Sums due to foreign banks are not shown separately, but the bulk of the credits obtained with other banks for the account of customers (*seitens der Kundschaft bei Dritten*)

benutzte Kredite) probably represents liabilities to foreign banks.

The detailed composition of the sums shown in the Summary Tables is given below :

	<i>Kreditbanken</i>							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Reichsmarks (000,000's)								
Credits obtained with other banks for the account of customers	2,122	2,297	1,531	1,223	709	540	458	404
Due to German banks, banking firms, etc.	1,148	1,394	844	1,283	1,373	1,225	1,207	1,159
Total	3,270	3,691	2,375	2,506	2,082	1,765	1,665	1,563
<i>Big Berlin banks</i>								
Reichsmarks (000,000's)								
Credits obtained with other banks for the account of customers	1,872	2,114	1,223	1,095	637	469	417	362
Due to German banks, banking firms, etc.	937	1,023	938	1,285	1,289	1,078	1,065	957
Total	2,809	3,137	2,161	2,380	1,926	1,547	1,482	1,319

17. Deposits.

The official statistics include balances due to German credit institutions (which have been shown under group 16 of the Summary Table) along with other *Kreditoren* and show the time distribution of the whole as follows :

	<i>Kreditbanken</i>							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Reichsmarks (000,000's)								
Deposits	10,965	9,814	6,802	6,159	5,642	6,029	5,310	5,788
Due to German banks	1,148	1,394	844	1,283	1,373	1,225	883	893
Total	12,113	11,208	7,646	7,442	7,015	7,254	6,193	6,681
<i>Thereof :</i>								
Payable within seven days	4,490	4,565	3,870	3,494	3,155	3,372	3,297	3,674
Payable after seven days and up to three months	6,679	5,827	3,119	2,948	3,041	3,052	2,180	2,250
Payable after three months	944	816	657	1,000	819	830	716	757
Total, as above	12,113	11,208	7,646	7,442	7,015	7,254	6,193	6,681
Savings deposits	—	—	—	—	—	—	704	785
<i>Big Berlin banks</i>								
Reichsmarks (000,000's)								
Deposits	9,228	7,993	5,398	4,946	4,581	4,522	4,202	4,491
Due to German banks	937	1,023	938	1,285	1,289	1,078	822	717
Total	10,165	9,016	6,336	6,231	5,870	5,600	5,024	5,208
<i>Thereof :</i>								
Payable within seven days	4,247	4,128	3,316	3,002	2,779	2,890	2,585	2,857
Payable after seven days and up to three months	5,419	4,538	2,535	2,621	2,516	2,187	2,439	2,351
Payable after three months	499	350	485	608	575	523	—	—
Total, as above	10,165	9,016	6,336	6,231	5,870	5,600	5,024	5,208
Savings deposits	—	—	—	—	—	205	475	531

18. Borrowings.

The sums shown in the Summary Table for *Kreditbanken* are composed as follows :

	<i>Kreditbanken</i>							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Reichsmarks (000,000's)								
Mortgage and municipal bond issues	861	1,045	1,141	1,086	1,059	1,033	1,074	1,124
Other long-term borrowings	298	296	268	246	302	366	60	82
Total	1,159	1,341	1,409	1,332	1,361	1,399	1,134	1,206

Rediscounts are shown by the German banks as contingent liabilities outside the balance-sheet. They are therefore excluded from the present group in the Summary

Tables and given as an independent group (23) outside the balance-sheet proper.

22 and 23. Guarantees and Rediscounts.

These items are classified as contingent liabilities and excluded from the balance-sheet. Rediscount liabilities

arise in respect of bank acceptances and other bills, shown separately by the *Kreditbanken* as follows :

	<i>Kreditbanken</i>							
	Nov. 1929	Nov. 1930	Nov. 1931	Nov. 1932	Nov. 1933	Nov. 1934	Nov. 1935	Nov. 1936
Reichsmarks (000,000's)								
Rediscount liabilities in respect of :								
Bank acceptances	974	1,135	1,007	348	335	294	386	242
Other bills	842	742	889	683	897	1,202	378	760
Total	1,816	1,877	1,896	1,031	1,232	1,496	764	1,002
<i>Thereof</i> due within fifteen days	562	486	464	246	252	362	...	...

The interim reports on which the Summary Table is based also show under contingent liabilities small amounts of the banks' own drawings, both for their own account and for the account of customers.

Summary of Profit-and-Loss Accounts of the Big Berlin Banks.

No official profit-and-loss statistics are published in Germany. Table 19 — II is based on the annual reports of the leading Berlin banks.

1. Gross Profits.

The composition of gross profits according to the sources from which they are derived is shown below :

	1929	1930	1931	1932	1933	1934	1935	1936
	Reichsmarks (000,000's)							
Net interest from discounts and loans . .	227	208	170	160	134	133	133	145
Commissions	244	237	193	157	163	163	139	148
Profits from investments and participations	9	5	5	3	3	4	11	11
Total	480	450	368	320	300	300	283	304

The first item represents the net balance of interest earned on discounts, loans and advances after deduction of interest paid on deposit accounts ; some banks include this latter item under expenses. The sums for total gross

profits as shown above may be incomplete in certain years in so far as the banks follow the practice of making allowance for depreciation of their investments, participations and outstanding credits before disclosing their profits.

11. Directors' Fees, etc.

This item consists only of the directors' share in profits (*Gewinnanteil des Aufsichtsrates*). Their salaries (*Bezüge*

des Vorstandes) are included under expenses in item 2 of the Summary Table.

GREECE

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Greece										Liabilities in gold and foreign currencies	
		Gold and foreign exchange	Government gold loan securities	Commercial and agricultural bills	Treasury bills	Advances		Government debt	Investments	Notes in circulation	Sight liabilities in drachmæ		
						Government	Other				Total		Banks
Drachmæ (000,000's)													
1929	100.1	4,775	—	157	—	—	168	3,596	56	5,193	1,529	432	1,658
1930	99.8	3,792	—	145	—	—	182	3,389	299	4,803	1,868	707	780
1931	99.2	2,137	—	153	—	—	380	3,126	287	4,003	1,963	635	218
1932	41.8	1,825	654	195	102	1,825	859	2,714	360	4,714	3,451	349	225
1933	43.7	4,020	641	187	—	2,603	529	2,714	371	5,449	5,424	1,221	66
1934	42.9	4,106	639	245	—	1,361	966	2,714	282	5,686	4,165	1,671	93
March 1935	42.9	3,787	552	242	—	1,339	986	2,714	274	5,541	3,770	1,183	170
June 1935	43.0	3,528	575	272	—	1,619	950	2,714	273	5,417	3,920	757	114
Sept. 1935	43.0	3,621	567	312	—	2,309	1,317	2,714	276	6,078	3,924	261	129
Dec. 1935	42.9	3,490	567	306	—	3,174	1,355	2,714	299	5,988	4,784	453	229
March 1936	43.0	3,341	567	282	—	3,890	982	3,605	299	5,670	5,953	772	275
June 1936	42.7	3,039	567	286	—	4,381	987	3,605	499	5,608	6,597	748	193
Sept. 1936	42.5	3,076	557	302	56	4,327	1,060	3,605	499	5,926	6,451	628	244
Dec. 1936	40.8	3,385	557	275	159	3,268	1,212	3,605	488	6,203	5,715	1,058	212
March 1937	40.7	3,419	549	312	230	1,121	1,403	3,605	478	6,368	4,363	1,439	147

^a Gold parity in 1929 : 1 drachma = 0.01298 U.S.A. dollar ; 1 U.S.A. dollar = 77.05647 drachmæ.

End of	Commercial Banks							Mortgage Banks	Agricultural Banks	Post Office Savings Bank	Clearing turnover
	Cash	Commercial bills	Advances		Government securities	Deposits					
			At three months	Over three months		Sight and savings deposits	Time				
Drachmæ (000,000's)											
Dec. 1934	1,247	2,092	5,483	2,960	1,609	11,187	3,388	2,348	1,655	2,139	673
March 1935	1,664	1,917	5,716	2,925	1,694	10,863	3,338	2,279	1,570	2,188	550
June 1935	1,322	2,073	6,073	3,078	1,692	11,098	3,117	2,180	1,566	2,220	610
Sept. 1935	895	2,097	6,514	3,232	1,680	10,858	3,130	2,136	1,403	2,268	744
Dec. 1935	1,253	1,903	6,334	3,503	1,672	11,180	3,116	2,081	1,704	2,402	712
March 1936	1,217	2,012	6,300	3,492	1,666	11,337	3,153	2,033	1,807	2,541	743
June 1936	1,176	2,060	6,277	3,648	1,713	11,307	3,153	2,010	1,906	2,616	537
Sept. 1936	1,122	2,010	6,183	3,644	1,682	11,243	3,081	2,006	1,996	2,651	607
Dec. 1936	1,592	2,017	6,199	3,616	1,696	11,634	3,075	2,110	2,738	2,771	810

See *Commercial Banks 1913-1929*, page 160 ; *1925-1933*, page 129 ; *1929-1934*, page 58 ; *Money and Banking 1935/36*, Vol. II, page 107.

Value of Currency : During the period of the legal stabilisation of the drachma (1928-1931), the Bank of Greece was bound to buy and sell exchange on London at the rate of 375 drachmæ = £1. On September 21st, 1931, the Bank announced that it would buy and sell exchange on New York at the stabilised rate of the drachma, and, by the Laws of September 28th and October 8th, 1931, it secured a monopoly of the purchase and sale of foreign currencies. The Law of April 26th, 1932, suspended the Bank's obligation to buy and sell foreign currency at a fixed rate. Under the terms of the Decree of July 29th, 1932, debts in foreign currency (including bank deposits) arising before April 26th, 1932, were compulsorily converted into debts in drachmæ at the rate of 100 drachmæ = \$1, with certain exceptions relating to foreign transactions. On September 28th, 1936, the drachma was again pegged to the pound sterling within these limits : minimum, £1 = 540 drachmæ ; maximum, £1 = 550 drachmæ. As from September 28th, the buying rate for the £ was fixed at 546 drachmæ, and the selling rate at 550 drachmæ. The strict measures taken in August 1936 to prevent the flight of currency abroad were abolished in October 1936.

Bank of Greece : Up to April 23rd, 1932, the items in the balance-sheet are expressed in stabilised drachmæ. **Gold and foreign exchange :** Including currency not used as cover, which does not, however, amount to a very large sum (2 million drachmæ in 1929, 0.5 million in December 1935). In December 1934 and 1935, the coin and

bullion holdings amounted to 3,210 and 2,628 million drachmæ respectively. *Government gold loan securities*: Since May 1st, 1933, these securities are no longer added to the total of the Bank's reserve. *Advances to the Government*: Non-interest-bearing advances granted by the Bank to the Government, under arrangements with foreign creditors, out of the accumulated deposits in the account of the International Financial Commission. These deposits represent the sums paid into the account of that institution by deduction from the revenues securing the service of the external debt, and accumulated through the suspension of the transfer of part of the interest on the external debt. *Government debt*: Debt arising from the former compulsory rate and from other gold advances, and transferred to the Bank of Greece by the National Bank of Greece; the annual payment of 200 million drachmæ for the amortisation of this debt (Agreement of October 27th, 1927, between the Government and the Bank) has been suspended since 1932, so that the debt has been reduced only by the amount of the Government's participation in the profits of the Bank of Greece and the amount of the taxes and charges due to the Government by the National Bank of Greece. *Sight liabilities in drachmæ*: Including the deposits of the International Financial Commission (*cf. supra*, "Advances to the Government"). In 1930 and 1931, the total comprised 140 millions and 1,261 millions respectively in time deposits (including 140 millions and 447 millions respectively of banks' deposits).

Commercial Banks: Five big banks. *Cash*: Including balances with the Bank of Greece.

Mortgage Banks: Two mortgage banks.

Agricultural Banks: Two agricultural banks. Total of short-term and long-term loans.

Clearing Turnover: Total of amounts cleared in the clearing-houses of Athens, the Piræus and Salonica; monthly figures.

Sources: Bank of Greece: Weekly balance-sheets, annual reports ("The Economic Situation in Greece"), *Monthly Bulletin. Official Journal*.

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume.

1. <i>Cash.</i>				3. <i>Discounts.</i>			
End of	Notes and coins	Balances with and claims on the Bank of Greece Drachmæ (000,000's)	Total	End of	In drachmæ	In foreign currencies Drachmæ (000,000's)	Total
1930.	473	715	1,188	1930.	2,057	371	2,428
1931.	382	745	1,127	1931.	1,842	212	2,054
1932.	462	409	871	1932.	1,327	111	1,443
1933.	516	1,456	1,972	1933.	2,443	50	2,493
1934.	560	1,926	2,486	1934.	2,455	47	2,502
1935.	494	826	1,320	1935.	2,270	29	2,299

banks", and those under (b) of "gold, foreign bank-notes and exchange".

2. <i>Due from Banks (Correspondents).</i>		7. <i>Loans and Advances.</i>						
Sums given under (a) consist of "balances with other		End of	1930	1931	1932	1933	1934	1935
			Drachmæ (000,000's)					
Up to 3 months		6,944	6,597	6,673	5,800	6,489	7,255	
Over 3 months		3,159	3,129	2,958	2,779	3,192	3,788	
Total		10,103	9,726	9,631	8,579	9,681	11,043	
<i>Of which:</i>								
In drachmæ		7,104	7,282	8,290	7,733	8,855	10,202	
In foreign currencies		2,999	2,444	1,341	846	826	841	

17. <i>Deposits.</i>		End of	1930	1931	1932	1933	1934	1935
			Drachmæ (000,000's)					
<i>(a) and (b) Sight and Savings Deposits:</i>								
In drachmæ		6,665	5,912	7,438	8,888	9,975	9,748	
In foreign currency		4,150	3,372	1,374	1,016	974	1,000	
Total		10,815	9,284	8,812	9,904	10,949	10,748	
<i>(c) and (d) Time and Other Deposits:</i>								
In drachmæ		1,161	1,317	2,839	2,828	2,653	2,608	
In foreign currency		1,487	1,803	418	296	285	249	
Total		2,648	3,120	3,257	3,124	2,938	2,857	

Commercial Banks.

Table 20.

End of the year :	1929	1930 *	1931	1932	1933	1934	1935
Number of Banks	35	34	32	26	27	26	27
SUMMARY BALANCE-SHEET.							
ASSETS.							
Drachmæ (000,000's)							
1. Cash	1,109	1,188	1,127	871	1,972	2,486	1,320
(a) Gold, silver and small coins	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	—	—	—	—	—	—	—
3. Bills discounted and bought	3,523	2,428	2,054	1,443	2,493	2,502	2,299
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	1,906	2,084	2,021	1,868	1,998	1,645	1,702
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	410	918	839	710	384	810	730
6. Due from Banks (Correspondents)	1,627	1,327	787	890	855	640	623
(a) At home	240	229	74	45	249	196	115
(b) Abroad	1,387	1,098	713	845	606	444	508
7. Loans and Advances	6,857	10,103	9,726	9,631	8,579	9,681	11,043
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	439	—	—	—	—	—	—
10. Sundry Assets	4,324	3,594	3,420	3,912	4,146	4,451	4,294
11. Total Balance-sheet	20,195	21,642	19,974	19,325	20,427	22,215	22,011
LIABILITIES.							
12. Capital paid up	688	2,713	2,766	2,551	1,952	1,963	2,021
13. Reserve Funds	2,099	—	—	—	—	—	—
14. Profit and Loss, etc.	—	—	—	—	—	—	—
15. Cheques and Drafts, etc., in circulation	109	—	—	—	—	—	—
16. Due to Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
17. Deposits	13,235	13,463	12,404	12,069	13,028	13,887	13,605
(a) Current accounts and sight deposits	8,817	10,815	9,284	8,812	9,904	10,949	10,748
(b) Savings accounts	3,088	—	—	—	—	—	—
(c) Time or fixed deposits	1,830	—	—	—	—	—	—
(d) Other deposits	—	2,648	3,120	3,257	3,124	2,938	2,857
18. Rediscounts and Other Borrowings	345	327	326	324	313	252	53
19. Acceptances and Endorsements	—	—	—	—	—	—	—
20. Sundry Liabilities	3,719	5,139	4,478	4,381	5,134	6,113	6,332
End of the year :							
	1929	1931	1932	1933	1934	1935	
Number of Banks	28	23	21	22	20	20	
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
Drachmæ (000,000's)							
Capital paid up	662	525	622	644	634	635	
Reserves and Undivided Profits	2,098	1,843	1,571	1,601	1,591	1,598	
1. Gross Profits	1,563	1,307	1,168	1,136	754	799	
<i>To be deducted :</i>							
2. Expenses	1,214	1,008	903	901	521	526	
(a) Salaries, etc.	512	—	—	—	—	—	
(b) Other working expenses	609	—	—	—	473	472	
(c) Taxes, etc.	93	—	—	—	48	54	
3. Reserved for Pension Funds, etc.	—	—	—	—	—	—	
4. Written off on	141	169	167	122	108	136	
(a) Premises, etc.	—	—	—	—	—	—	
(b) Investments and securities	—	—	—	—	—	—	
(c) Other assets	—	—	—	—	—	—	
5. Remaining Net Profit or Loss	208	130	98	113	125	137	
6. Carried forward from preceding year	—	—	—	—	—	—	
7. Taken from Reserves or Capital	—	—	—	—	—	—	
8. Total disposed of for Dividends, etc.	208	130	98	113	125	137	
9. Carried to Reserves	20	7	4	9	9	6	
10. Dividends	188	123	80	86	96	99	
11. Directors' Fees, etc.	—	—	—	—	—	12	
12. Carried forward to following year	—	—	14	18	20	20	

* January 31st, 1931.

HUNGARY

End of	Value of currency as % of gold parity in 1929 ^a	National Bank of Hungary								Percentage yield of bonds	Commercial Banks		Deposits in Post Office Savings Bank
		Gold	Foreign exchange	Loans and discounts	State debt	Sight deposits		Notes in circulation	Discount rate		Current accounts	Total deposits	
						State	Other						
		Pengö (000,000's)								%	Pengö (000,000's)		
1929	99.7	163	80	330	88	70	28	501	7.5	8.66	920	1,912	55
1930	99.9	163	68	298	64	33	34	469	5.5	8.59	898	1,917	75
1931	99.8	102	24	441	58	30	96	423	8	.	797	1,609	59
1932	99.6	97	20	472	52	42	37	353	4.5	24.41	769	1,489	69
1933	98.9	79	33	636	50	65	39	369	4.5	15.23	775	1,506	78
1934	98.0	79	35	631	50	72	34	381	4.5	12.29	674	1,435	90
1935	99.9	79	33	587	77	105	42	417	4	10.16	701	1,501	102
1936	99.4	84	42	549	98	170	43	436	4	7.03	684	1,524	108
March 1935	97.2	79	20	535	58	65	21	370	4.5	9.20	670	1,441	99
June 1935	99.9	79	21	537	60	71	30	375	4.5	9.22	687	1,473	98
Sept. 1935	99.9	79	15	548	73	75	22	389	4	9.81	687	1,457	100
Dec. 1935	99.9	79	33	587	77	105	42	417	4	10.16	701	1,501	102
March 1936	100.1	79	33	514	80	97	25	391	4	8.00	687	1,488	108
June 1936	100.0	79	26	512	90	98	36	393	4	7.52	674	1,497	109
Sept. 1936	99.3	79	31	525	93	130	25	417	4	7.00	690	1,511	112
Dec. 1936	99.4	84	42	549	98	170	43	436	4	7.03	684	1,524	108
March 1937	99.4	84	47	463	102	179	22	417	4	6.56	690	1,537	^b 119

^a Parity in 1929 : 1 pengö = 17.49 U.S.A. cents ; 1 U.S.A. dollar = 5.72 pengö.

^b February 1937.

See *Commercial Banks 1913-1929*, page 170 ; *1925-1933*, page 133 ; *1929-1934*, page 62 ; *Money and Banking 1935/36*, Vol. II, page 111.

Value of Currency : The nominal gold value of the currency has been maintained by means of exchange restrictions introduced in 1931. Already in 1932, however, a system was started under which the National Bank applied premia and surcharges on the foreign exchange surrendered to it by exporters and allotted by it to importers respectively. These premia and surcharges varied greatly according to the commodity in question and according to the country of origin or destination. In December 1935, the premium and surcharge rates were unified at 50% and 53% respectively, with the exception of certain countries for which lower rates were fixed. These exceptions included France and Switzerland, for which, however, the premium and surcharge rates were raised, in October 1936, from 38 and 41% respectively to 50 and 53%, while those for Czechoslovakia were increased from 40 and 43% to 45 and 46.5%. At the end of November 1936, the premium and surcharge rates on Italian lire were likewise raised from 40 and 43% to 45 and 46.5%.

A Decree of March 6th, 1935, required all gold held by private persons or firms to be reported at the National Bank, but at the same time authorised the Central Corporation of Banking Companies to buy such gold at the price of 6,000 pengö per kilogramme, which represented a premium of 58% on the official parity of 3,794 pengö. At the end of March 1935, the buying price was reduced to 5,840 pengö. It stood at 5,760 pengö at the end of December 1935.

National Bank : Last day of year or month indicated. **State debt :** The recent rise in this item is largely due to certain measures of agricultural debt relief, which were described in *Commercial Banks 1929-1934*, page 62. **Discount rate :** Date of last change : August 29th, 1935.

Commercial Bank Deposits : The above figures exclude the item of "Creditors", which is included under deposits in the Summary Balance-sheet below.

Bond Yields : 5% Forced Loan, 1924.

Sources : Reports and periodic returns of the National Bank of Hungary. *Economic Bulletin of the Central Corporation of Banking Companies*. *Ungarisches Wirtschafts-Jahrbuch*.

Commercial Banks.

Table 21.

End of the year:	1929	1930	1931	1932	1933	1934	1935	1936
Number of Banks	529	506	474	450	436	426	426	421
SUMMARY BALANCE-SHEET.								
ASSETS.								
1. Cash								
(a) Gold, silver and small coins								
(b) Inland notes and balances with Central Bank	301	277	234	208	167	171	187	184
2. Other Items of a Cash Nature								
3. Bills discounted and bought	1,836	2,010	1,894	1,714	1,684	1,730	1,729	1,756
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—
4. Investments and Securities	123	121	118	262	258	260	267	265
(a) Government	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
7. Loans and Advances	1,974	2,066	1,793	1,531	1,442	1,383	1,374	1,338
(a) On current account	1,310	1,409	1,147	892	842	815	830	820
(b) Other	664	657	646	639	600	568	544	518
8. Cover for Acceptances	—	—	—	—	—	—	—	—
9. Premises, etc.	118	114	115	125	136	141	144	149
10. Sundry Assets	70	45	104	197	201	175	166	152
11. Total Balance-sheet	4,422	4,633	4,258	4,037	3,888	3,860	3,867	3,844
LIABILITIES.								
12. Capital paid up	394	386	386	383	378	376	376	381
13. Reserve Funds	219	225	249	231	248	254	260	230
14. Profit and Loss, etc.	62	59	35	27	16	25	26	29
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	—	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
17. Deposits	2,820	2,970	2,413	2,164	2,099	2,100	2,182	2,183
(a) Current accounts and sight deposits	—	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	818	895	1,071	1,077	973	927	839	816
19. Acceptances and Endorsements	—	—	—	—	—	—	—	—
20. Sundry Liabilities	109	98	104	155	174	178	184	205

Summary Balance-sheet.

3. Bills discounted and bought.

Bills rediscounted are maintained under assets and are shown as a separate item under liabilities.

7. Loans and Advances.

The sums under (a) include participations, while (b) represents mortgage loans.

17. Deposits.	1929	1930	1931	1932	1933	1934	1935	1936
	Pengö (000,000's)							
Current accounts :								
Budapest	845	828	745	724	733	630	653	631
Provinces	75	70	52	45	42	44	48	53
Total	920	898	797	769	775	674	701	684
Savings accounts :								
Budapest	635	641	536	499	519	546	578	603
Provinces	357	378	275	220	212	215	222	237
Total	992	1,019	811	719	731	761	800	840
"Creditors" :								
Budapest	799	885	694	600	568	575	596	583
Provinces	110	107	110	111	101	90	85	76
Total	909	992	804	711	669	665	681	659
Grand total	2,821	2,909	2,412	2,199	2,175	2,100	2,182	2,183

The discrepancy between these totals and the figures shown in the Summary Table is stated to be "due to reasons of a technical nature in constructing the balance-sheets of some institutes".¹

18. <i>Rediscounts and Borrowings.</i>		1929	1930	1931	1932	1933	1934	1935	1936
		Pengo (000,000's)							
1. <i>Rediscounts :</i>									
	Budapest	83	63	206	169	150	151	110	103
	Provinces	364	394	415	412	386	374	361	350
2. <i>Own bond issues (Budapest banks) . .</i>		371	438	450	496	437	402	368	363
Total.		818	895	1,071	1,077	973	927	839	816

The rediscount figures do not include several big Budapest banks which do not show the amount of rediscounts in their balance-sheets. In the case of the provincial institutions, 53% of their total bill portfolio of 675 million pengö was rediscounted at the end of 1935.

The second item represents the mortgage and "communal" bonds issued in connection with the long-term loans (item 7 (b) above) of the banks.

Profit-and-Loss Accounts.

The following figures are available for the eleven large Budapest banks, which — with a combined share capital of 198.2 millions and deposits amounting to 1,271 million pengö at the end of 1935 — account for well over half of the total resources of Hungarian banks.

	1930	1932	1933	1934	1935
Pengo (000,000's)					
Gross profits	81.3	61.0	56.6	55.9	55.0
Expenses (including taxes)	46.6	38.6	36.7	35.6	35.6
Net profit	32.6	12.9	10.4	10.8	11.1
Dividends	22.7	5.6	3.8	3.8	3.8

¹ *Economic Bulletin of the Central Corporation of Banking Companies, No. 3, 1933.*

INDIA

In millions of rupees unless otherwise stated	Value of currency as % of gold parity in 1929 ^a	Situation prior to the constitution of the Reserve Bank of India							Deposits				
		Gold	Silver	Foreign exchange			Notes in circulation	Scheduled banks			Others		
				Paper Currency Reserve	Gold Standard Reserve	Cash balances at Home Treasury		Imperial Bank	Exchange banks	Joint-stock banks	Joint-stock banks	Co-operative banks	
End of				£ (000,000's)									
1929.	99.6	351	1,081	1.0	40.0	15.6	727	1,794	716	666	627	36	270
1930.	98.4	352	1,200	—	39.6	1.3	519	1,613	766	681	633	44	301
1931.	69.5	443	1,230	—	12.3	13.8	322	1,793	638	675	623	39	318
1932.	67.9	444	1,107	—	22.9	19.0	539	1,748	684	731	723	39	370
1933.	67.3	444	1,012	—	31.7	12.7	562	1,781	741	708	717	47	306
1934.	60.5	444	951	10.7	40.0	11.9	805	1,839	743	714	768	51	411
March 1935.	58.4	444	904	—	—	—	898	1,861	—	—	—	—	—

^a Gold parity in 1929 : 1 rupee = 0.36499 U.S.A. dollar ; 1 U.S.A. dollar = 2.73978 rupees.

End of	Value of currency as % of gold parity in 1929	Reserve Bank of India							Scheduled Banks							
		Gold	Silver	Foreign exchange		Government of India securities	Notes in circulation	Deposits		Cash	Bills dis-counted	Advances	Liabilities			
				British Government securities	Others			Government	Banks				Demand	Time		
				Rupees (000,000's)												
March 1935.	58.4	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
April 5th, 1935	—	444	500	486	119	481	1,670	184	78	—	—	—	—	—	—	—
June 1935	60.4	444	519	532	183	445	1,624	223	171	54	39	1,028	1,098	977		
Sept. 1935	60.6	444	580	662	158	309	1,563	358	134	59	38	850	1,189	975		
Dec. 1935	60.5	444	572	662	174	308	1,718	60	283	66	35	817	1,232	983		
March 1936.	60.7	444	595	673	231	295	1,688	86	360	57	62	928	1,201	1,019		
June 1936	61.7	444	634	683	158	294	1,641	163	305	75	44	906	1,237	995		
Sept. 1936	61.5	444	681	673	69	290	1,645	127	279	58	24	866	1,291	1,010		
Dec. 1936	60.0	444	641	673	166	297	1,898	69	152	89	53	976	1,278	1,018		
March 1937.	59.7	444	620	793	265	300	1,944	145	231	61	80	1,197	1,336	1,053		

See *Commercial Banks 1925-1933*, page 318 ; *1929-1934*, page 194 ; *Money and Banking 1935/36*, Vol. II, page 114.

Situation prior to the Constitution of the Reserve Bank of India : The returns of the Paper Currency Reserve (Treasury) and those of the Gold Standard Reserve (Government of India) have been combined in the foregoing table. *Gold* : Valued at the rate of $13\frac{1}{3}$ rupees = £1, fixed on April 1st, 1927. In March 1935, 415 million rupees were held by the Paper Currency Reserve and 29 millions by the Gold Standard Reserve. *Silver* : Coin held by the Paper Currency Reserve. *Notes in circulation* : The notes issued by the Government of India, and since April 1935 by the Central Bank, represent only a part of the currency in circulation, which to a large extent consists of coin, the exact amount being unknown.

Deposits : *Scheduled banks* : Imperial Bank of India, seventeen exchange banks, thirty-six Indian joint-stock banks with a paid-up capital and reserves of more than 500,000 rupees. *Other banks* : Sixty-nine joint-stock banks with a paid-up capital and reserves of less than 500,000 rupees and 236 co-operative banks (number of banks in 1934).

Value of Currency : Section 40 of the Reserve Bank Act of February 16th, 1934 (which established the Reserve Bank of India), requires the Bank to buy sterling at 1s. $5\frac{10}{16}$ d. and to sell sterling at 1s. $6\frac{3}{16}$ d. per rupee.

Reserve Bank of India : See, for the initial transactions relating to its constitution on April 5th, 1935, *Money and Banking 1935/36*, Vol. II, page 114. In the foregoing return, the balance-sheet of the Issue department and

that of the Banking department have been consolidated. Last weekly statement for the month. *Gold* : Including the gold held by the Bank of England. *Silver* : Rupees held by the two departments. *Foreign exchange* : British Government securities held by the Issue department, maturing within five years. *Other* : Notes, cash, and short-term securities maturing within ten years from the date of their purchase, converted into rupees at the rate of 1s. 6d., held by the Banking department. *Government of India securities* : Securities held by the two departments. *Notes in circulation* : Net circulation, not including notes held by the Banking department. *Bank deposits* : Compulsory deposits of the scheduled banks and deposits of other non-scheduled banks.

The Reserve Bank of India continues to be responsible for the monetary policy of Burma, and the rupee remains the legal currency of Burma, since the separation of the latter from India in April 1937.

Scheduled Banks : Banks controlled by the Reserve Bank of India (see above). Last weekly statement for the month (beginning on July 5th, 1935). Figures relate solely to cash in India and transactions in India. *Cash* : Not including balances with the Reserve Bank of India. *Discount* : The portfolio does not include Treasury bills.

Rate of Interest : The discount rate of the Reserve Bank of India, which had been fixed on July 4th, 1935, at 3½% — a rate corresponding to that of the Imperial Bank of India for advances — was reduced to 3% on November 28th, 1935.

Sources : Reserve Bank of India : Report of the First Annual General Meeting of Shareholders, Weekly Statements, Statements of the position of Scheduled Banks. Department of Commercial Intelligence and Statistics : *Statistical Tables relating to Banks in India*, *Statistical Abstract for British India*. *The Economist* (London) : "A Survey of India To-day" (Special Supplement of December 12th, 1936).

ITALY

End of	Value of currency as % of gold parity in 1929 ^a	Banca d'Italia											Metallic circulation
		Gold at home	Foreign exchange	Gold abroad	Domestic bill holdings	Loans against public securities	Public securities held by the Bank	Advances to Istituto per la Ricostruzione Industriale	Notes in circulation	Sight liabilities	Time liabilities		
											Treasury	Other	
Lire (000,000's)													
1929.	99.5	5,190	5,151	1,813	4,319	1,802	1,053	851	16,774	1,985	1,489	41	1,992
1930.	99.5	5,297	4,327	1,784	3,946	1,662	1,285	626	15,680	2,421	1,386	33	2,135
1931.	97.1	5,626	2,170	1,773	4,598	1,067	1,375	1,541	14,295	2,070	1,989	141	2,138
1932.	97.1	5,839	1,305	1,773	5,250	1,290	1,366	1,888	13,672	1,622	2,637	666	2,139
1933.	100.0	7,092	305	1,773	3,684	1,010	1,371	1,138	13,243	1,569	1,759	51	2,141
1934.	96.4	5,811	72	1,773	4,005	2,450	1,385	1,091	13,145	1,105	2,436	274	2,144
March 1935.	93.7	5,825	52	1,773	3,597	1,303	1,383	972	12,894	1,145	841	228	2,144
June 1935.	93.0	5,589	295	1,773	3,449	2,116	1,382	961	13,029	1,135	1,121	289	2,145
Sept. 1935.	92.0	4,251	392	1,773	4,560	3,007	1,382	845	12,273	1,382	472	107	2,145 ^c
Oct. 20th, 1935	—	3,936	379	1,773	4,593	3,234	1,382	845	15,278	1,296	68	144	—
Dec. 1935.	91.1	3,027	367	1,773	4,898	4,090	1,399	802	16,297	1,090	285		2,363
March 1936.	89.6	.	.	.	.	.	.	.	15,514 ^b	.	.	.	.
June 1936.	88.8	.	.	.	.	.	.	.	.	.	.	.	.
Sept. 1936.	88.1	.	.	.	.	.	.	.	.	.	.	.	.
Dec. 1936.	59.0	3,959 ^d	63 ^d	1,773	1,267	1,599	1,533	4,708	16,525	1,432	8	529	.
March 1937.	59.0	.	.	.	.	.	.	.	15,871 ^b	.	.	.	.

^a Gold parity in 1929 : 1 lira = 0.05263 U.S.A. dollar ; 1 U.S.A. dollar = 18.99999 lire.

^b March 20th.

^c August 1935.

^d Valued at the rate : 1 lire = 0.04677 g. of fine gold.

End of	Commercial Banks									Ordinary savings banks	Postal savings banks	Clearing turnover
	Cash	Bill holdings	Rediscounts	Loans and advances		Correspondent debtors	Securities	Deposits	Correspondent creditors			
				Current accounts	Contango accounts					Savings deposits	Savings deposits	
Lire (000,000's)												
Dec. 1934.	1,144	9,514	1,962	1,988	1,081	5,289	3,472	8,447	13,642	16,988	20,295	49,215
April 1935.	881	9,640	1,716	1,922	998	5,164	3,440	8,608	13,451	16,980 ^a	20,230 ^a	37,530 ^a
June 1935.	1,008	9,625	1,703	1,925	1,020	5,187	3,419	8,601	13,391	16,760	19,845	42,283
August 1935.	739	9,479	1,463	1,938	910	5,652	3,358	8,566	13,220	16,785	19,621	44,808
Oct. 1935.	832	9,099	1,926	1,794	718	5,377	3,339	8,137	12,096	16,362 ^b	19,288 ^b	44,326 ^b
Dec. 1935.	1,105	9,176	1,976	1,722	739	5,241	3,498	8,165	12,486	16,295	19,832	40,895
April 1936.	835	9,272	1,584	1,712	794	4,945	3,603	8,525	12,522	16,565 ^a	19,945 ^a	36,553 ^a
June 1936.	1,080	9,270	1,574	1,371	781	5,120	3,502	8,755	12,617	16,675	20,271	39,449
Oct. 1936.	798	9,909	1,387	1,649	1,158	5,432	3,444	8,895	13,415	17,179 ^b	20,911 ^b	33,641 ^b
Dec. 1936.	1,251	9,795	519	1,423	1,118	5,710	3,361	9,192	14,224	17,045	21,293	49,193

^a March. ^b September.

See *Commercial Banks 1913-1929*, page 176 ; *1925-1933*, page 138 ; *1929-1934*, page 63 ; *Money and Banking 1935/36*, Vol. II, page 116.

Value of Currency : After being legally stabilised on December 21st, 1927, at 92.46 lire to the £ and 19 lire to the U.S.A. dollar, the lira began to depreciate in relation to gold parity in March 1934. The official system of exchange control introduced on May 26th, 1934 (prohibition to export notes and cheques payable in Italy, obligation to submit for stamping foreign securities held in Italy and to declare the amount of foreign-exchange holdings and credits abroad), has undergone frequent alterations, more particularly on December 15th, 1934 (compulsory offer of foreign holdings), November 16th, 1935 (ban on the import of 1,000- and 500-lire bank-notes), June 10th, 1936 (limitation to 300 lire of the amounts which may be exported without special licence), and November 21st, 1936 (banks authorised to accept in deposit, as from December 1st, the proceeds in lire of sales

of foreign exchange, convertible at the owner's option into foreign exchange). On November 27th, 1935, the Banca d'Italia raised the price of gold by 18.53% by fixing the buying price of gold at 15.5 lire per gramme of fine gold (buying price fixed by the Law of 1927 at 12.6276 lire per gramme). A tourist lira was introduced under the Decree of March 20th, 1936, depreciated by 31.6% in relation to parity. On October 5th, 1936, the gold content of the lira was reduced by 40.94% (1 lira = 0.04677 gramme of fine gold as compared with 0.07919 gramme, the 1927 parity), corresponding exactly to the reduction in the gold content of the dollar, thus restoring the old parity of 19 lire per U.S.A. dollar. The value of the lira may be reduced by Royal Decree up to 10%. The tourist lira has been kept at a rate lower than the official exchange rate of the lira.

Banca d'Italia : The Bank's statements have not been published since October 20th, 1935. *Gold at home :* Reckoned at the legal rate (see above : " Value of Currency "). The revaluation profits resulting from the writing-up of the gold reserve on October 5th, 1936, was attributed to the State. *Foreign exchange :* Foreign exchange and holdings included in the note cover. *Gold abroad :* Claim on the Government relating to gold deposited in London during the negotiations for war loans and not included in the legal cover. *Advances to Istituto per la Ricostruzione Industriale :* Amounts advanced in 1929-1932 to the Istituto di Liquidazioni, founded in 1926 to take over from the Banca d'Italia the frozen credits discounted by the latter for the Banco di Sconto and other financial institutions; amounts advanced since 1933 to the Istituto per la Ricostruzione Industriale, set up by the Decree of January 23rd, 1933, the second section of which (Sezione Smobilizzi) took over the assets and liabilities of the Istituto di Liquidazioni. The rise in 1936 in the amount of advances to the I.R.I. is due to the agreement concerning the final settlement of the relations between the Bank of Italy and the I.R.I. concluded in accordance with the Decree-Laws of March 12th, 1936, and May 25th, 1936. *Advances to the Treasury :* The balance-sheet drawn up as at December 31st, 1936, contains two new items: Temporary advance to the Treasury amounting to 1 milliard of lire and Extraordinary advance to the Treasury against ordinary Treasury bills, amounting to two milliards of lire. *Notes in circulation :* In 1929, the total note circulation included, in addition to Banca d'Italia notes, 80 million lire of Government notes subsequently withdrawn. Since December 1935, Government notes issued on the basis of the Law of May 20th, 1935, are included (see below : Metallic Circulation). *Sight liabilities :* Assignments on the Bank, interest-bearing current accounts and the Treasury current account (300 million lire in the years 1929-1935).

Metallic Circulation : Silver, nickel and bronze coins for Treasury account. Under the Decree of May 20th, 1935, the 20- and 10-lire silver coins were withdrawn from circulation and replaced by 10-lire Government notes.

Commercial Banks : Number of banks : December 1934 to August 1935 : 211 ; October 1935 : 206 ; December 1935 : 205 ; April 1936 : 198 ; June 1936 : 196 ; October 1936 : 189. These statistics, published every two months, are not available for March and September. See the note to the Balance-sheet Summary. *Banking laws :* For the reform of March 12th, 1936, see the previous edition of this volume.

Clearing Turnover : Average of daily clearings at clearing-houses in eleven principal towns.

Sources : Banca d'Italia : Weekly statements, annual reports. *Bollettino Mensile di Statistica dell' Istituto Centrale di Statistica.*

Summary Balance-sheet.

The Summary Table is based on the official statistics in the *Bollettino Mensile di Statistica dell' Istituto Centrale di Statistica.* They comprise ordinary joint-stock banks and financial companies. They do not, however, give a complete balance-sheet. The balance-sheet totals shown therefore do not coincide with the totals of the items mentioned.

3. Bills discounted and bought.	1929	1930	1931	1932	1933	1934	1935	1936
	Lire (000,000's)							
Bill portfolio	13,390	13,282	13,059	12,466	12,370	9,514	9,175	9,795
Rediscounts	1,485	2,193	2,109	3,714	2,014	1,962	1,976	519
Total	14,875	15,475	15,168	16,180	14,384	11,476	11,151	10,314
7. Loans and Advances.								
	1929	1930	1931	1932	1933	1934	1935	1936
	Lire (000,000's)							
Total	6,188	5,543	3,844	3,339	3,688	3,315	2,736	2,789
Of which : Current-account loans	2,336	2,462	1,886	1,815	1,707	1,989	1,722	1,423
Contango loans	3,591	2,762	1,806	1,332	1,618	1,081	739	1,118
10. Sundry Assets.								
	1929	1930	1931	1932	1933	1934	1935	1936
	Lire (000,000's)							
Agrarian current accounts	10	5	4	32	1	—	1	—
Inter-branch accounts	1,128	739	885	689	705	731	629	896
Total	1,138	744	889	721	706	731	630	896

Principal Commercial Banks.

Table 22.

End of the year:	1929	1930	1931	1932	1933	1934	1935	1936
Number of Banks	337	301	282	252	223	211	205	188
SUMMARY BALANCE-SHEET.								
ASSETS.								
Lire (000,000's)								
1. Cash	1,174	1,516	1,096	1,164	1,206	1,144	1,105	1,251
(a) Gold, silver and small coins	—	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	1,805	1,004	1,444	1,193	1,040	3,960	3,627	4,098
3. Bills discounted and bought	14,875	15,475	15,168	16,180	14,384	11,476	11,151	10,314
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—
4. Investments and Securities	4,437	3,978	3,188	3,053	3,531	3,472	3,498	3,361
(a) Government	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
5. Participations	1,122	1,200	652	608	583	488	434	437
6. Due from Banks (Correspondents)	7,997	8,313	6,582	6,235	6,367	5,289	5,241	5,710
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
7. Loans and Advances	6,188	5,543	3,844	3,339	3,688	3,315	2,736	2,789
(a) On current account	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—	—
9. Premises, etc.	—	—	—	—	—	—	—	—
10. Sundry Assets	1,138	744	889	721	706	731	630	896
11. Total Balance-sheet	44,777	43,506	38,038	37,345	34,960	33,047	31,110	31,548
LIABILITIES.								
12. Capital paid up	3,411	3,146	2,988	2,882	2,840	2,785	2,642	2,511
13. Reserve Funds	1,218	1,282	1,277	1,755	1,253	599	595	624
14. Profit and Loss, etc.	—	—	—	—	—	—	—	—
15. Cheques and Drafts, etc., in circulation	775	702	584	517	555	523	621	699
16. Due to Banks (Correspondents)	19,919	19,809	17,123	15,561	15,479	13,642	12,486	14,224
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
17. Deposits	11,200	10,619	8,633	8,751	8,874	9,861	9,777	9,503
(a) Current accounts and sight deposits	—	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—	—
19. Acceptances and Endorsements	1,566	1,259	584	448	418	436	45	68
20. Sundry Liabilities	1,056	720	780	690	689	597	497	779
21. Guarantees	1,569	1,610	1,704	1,444	842	691	588	612

17. Deposits.	1929	1930	1931	1932	1933	1934	1935	1936
	Lire (000,000's)							
Deposits	9,703	9,444	7,977	7,517	8,205	8,447	8,165	9,192
Rediscounts	550	589	336	875	405	1,234	1,533	242
Borrowings	947	586	320	359	264	180	79	69
Total	11,200	10,619	8,633	8,751	8,874	9,861	9,777	9,503

20. Sundry Liabilities.	1929	1930	1931	1932	1933	1934	1935	1936
	Lire (000,000's)							
Agrarian current accounts	20	17	5	28	3	—	—	2
Inter-branch accounts	1,036	703	775	662	686	597	497	777
Total	1,056	720	780	690	689	597	497	779

JAPAN

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Japan								Market rate of discount	Call money rate	Yield of bonds	
		Gold reserve	Advances on foreign bills	Discounts	Advances to Government	Government bonds	Notes issued	Government deposits	Other deposits				Discount rate
		Yen (000,000's)								Per cent			
1929.	92.5	1,087	30	650	22	222	1,642	392	141	5.48	4.85	2.92	5.04
1930.	99.1	826	66	688	25	176	1,436	344	119	5.11	4.85	3.83	5.53
1931.	87.2	470	82	880	25	260	1,331	260	116	6.57	4.85	6.75	6.00
1932.	41.6	425	140	632	47	565	1,426	271	117	4.38	5.24	2.92	4.92
1933.	39.5	425	148	780	25	667	1,598	260	116	3.65	4.49	2.56	4.56
1934.	34.3	466	165	772	68	647	1,669	249	92	3.65	4.38	2.74	4.61
1935.	34.2	504	164	672	118	746	1,767	309	95	3.65	4.38	2.84	4.32
1936.	33.8	548	165	602	186	765	1,790	302	88	3.29	4.02	2.89	3.91
March 1935.	33.2	472	164	657	76	643	1,334	501	77	3.65	4.38	2.72	4.54
June 1935.	34.5	482	95	550	89	579	1,376	223	105	3.65	4.38	2.49	4.46
Sept. 1935.	34.5	492	144	676	102	342	1,300	331	67	3.65	4.38	2.65	4.46
Dec. 1935.	34.2	504	164	672	118	746	1,767	309	95	3.65	4.38	2.84	4.32
March 1936.	34.3	513	166	691	129	533	1,367	583	74	3.65	4.38	3.03	4.50
June 1936.	35.0	524	87	548	147	545	1,439	260	72	3.29	4.02	2.73	3.89
Sept. 1936.	34.9	536	72	547	166	556	1,312	459	70	3.29	4.02	2.96	3.95
Dec. 1936.	33.8	548	165	602	186	765	1,790	302	88	3.29	4.02	2.89	3.91
March 1937.	33.8	540	61	572	204	629	1,464	400	83	3.29	4.02	3.01	3.90

^a Parity in 1929 : 1 yen = 49.85 U.S.A. cents : 1 U.S.A. dollar = 2.006 yen.

See *Commercial Banks 1929-1934*, page 196 ; *Money and Banking 1935/36*, Vol. II, page 122.

Value of Currency : The gold standard was suspended and exports of gold prohibited in December 1931. Exchange restrictions, mainly intended to prevent a flight of capital, were imposed under a Law of July 1st, 1932 ("Law concerning the Prevention of Exports of Capital"). Since 1933, the yen has been held practically stable in relation to sterling at a rate of *1s. 2d.* per yen, as compared with the par rate of *2s. 0.582d.* Exchange control was rendered more stringent by regulations which came into force on January 8th, 1937, under which a licensing system administered by a Foreign Exchange Control Bureau at the Ministry of Finance was applied to transactions in foreign exchange in settlement of imports to Japan for all amounts exceeding 30,000 yen per month.

Bank of Japan : The figures are based on the last weekly return in the year or month indicated. *Gold :* The gold reserve of the Bank of Japan is still entered at the parity of 1.33 yen per gramme of fine gold fixed by the Coinage Law of 1897. After the imposition of the embargo on gold exports in December 1931, the Government undertook, in March 1932, to purchase gold from domestic producers, this gold being used for meeting the Government's foreign obligations. By a Law of April 1934, this policy of domestic gold purchases was transferred to the Bank of Japan. The Bank's buying price per gramme of fine gold was fixed at 2.95 yen in April 1934, raised to 3.10 yen in January 1935, and raised further to 3.50 yen in May 1936. It should be noted that the Bank's gold price, being fixed mainly with a view to stimulating domestic production, bears no direct relation to the actual gold value of the currency. The difference between the book value of the gold bought and the actual price paid by the Bank is entered among the assets of the Bank under "Advances to the Government". *Advances to Government :* The increase of this item in recent years is due to the Bank's gold purchases and represents the excess of the purchase price over the legal book value of the gold bought. *Notes issued :* On July 1st, 1932, the maximum limit of the fiduciary issue was raised from 120 to 1,000 million yen, and the annual tax on any issues in excess of this amount was reduced from 5% to 3%.

Interest Rates : *Discount rate :* Date of last change : April 7th, 1936. *Market rate of discount :* Sixty days' commercial paper, Tokio. *Call money rate :* Average rate on loans callable at a day's notice in Tokio. *Bond yields :* Average yield of eight public bonds.

"Ordinary Banks" : This group represents the commercial banks proper and covers approximately the same institutions as those included in the end-of-year accounts in the adjoining summary balance-sheet.

End of	Ordinary Banks						Special Banks				Savings Banks			
	Cash	Government bonds	Other securities	Discounts, loans and advances	Deposits		Government bonds	Other securities	Loans and discounts	Deposits	Government bonds	Other securities	Loans	Deposits
					Total	Sight								
1	2	3	4	5	6	7	8	9	10	11	12	13	14	
Yen (000,000's)														
1932.	858	1,189	1,707	6,494	8,131	2,699	849	320	3,854	1,346	696	460	406	1,687
1933.	955	1,568	1,737	6,447	8,727	2,901	963	290	3,712	1,331	862	458	350	1,825
1934.	1,096	2,017	1,855	6,239	9,354	3,052	974	315	3,614	1,305	935	457	335	1,881
1935.	1,007	2,205	2,017	6,511	9,874	3,089	1,052	432	3,591	1,392	1,070	518	330	2,045
1936.	1,014	2,561	2,235	6,998	10,932	3,430	1,152	397	3,538	1,538	1,016	508	239	1,843
March 1935.	702	2,116	1,943	6,262	9,141	2,785	967	315	3,564	1,529	984	486	324	1,917
June 1935.	876	2,222	1,966	6,318	9,545	2,976	891	382	3,362	1,333	1,034	493	317	1,969
Sept. 1935.	817	2,350	2,014	6,273	9,550	2,912	667	397	3,562	1,417	1,068	504	319	2,006
Dec. 1935.	1,007	2,205	2,017	6,511	9,874	3,089	1,052	432	3,591	1,392	1,070	518	330	2,045
March 1936.	781	2,501	2,085	6,339	9,758	2,963	838	427	3,683	1,602	1,108	541	320	2,075
June 1936.	989	2,448	2,109	6,593	10,255	3,200	827	414	3,425	1,372	1,122	555	320	2,137
Sept. 1936.	781	2,641	2,312	6,750	10,527	3,126	872	403	3,350	1,604	1,019	504	225	1,808
Dec. 1936.	1,014	2,561	2,235	6,998	10,932	3,430	1,152	397	3,538	1,538	1,016	508	239	1,843
March 1937.	973	2,622	2,206	7,403	11,261	3,673	997	380	3,539	1,652	1,048	533	240	1,898

End of	Trust Companies				Treasury Deposit Bureau				Total Government bonds (2+7+11+15+19)	Total other securities (3+8+12+16+20)	Total discounts loans and advances (4+9+13+17+21)	Total deposits (5+10+14+18+22)	Clearing turnover
	Government bonds	Other securities	Loans	Deposits	Government bonds	Other securities	Advances	Deposits of Post Office Savings Bank					
Yen (000,000's)													
1932.	105	371	877	1,220	1,093	1,610	668	2,781	3,932	4,468	12,299	15,165	15,482
1933.	154	425	928	1,387	1,348	1,703	531	2,881	4,895	4,613	11,968	16,151	18,885
1934.	245	561	899	1,575	1,614	1,784	471	3,034	5,785	4,972	11,558	17,149	15,866
1935.	277	667	966	1,738	1,740	1,804	505	3,203	6,344	5,438	11,903	18,252	18,105
1936.	360	776	985	1,842	1,910	1,809	739	3,454	6,999	5,725	12,499	19,609	18,841
March 1935.	269	581	918	1,609	1,718	1,780	452	3,074	6,054	5,105	11,520	17,270	14,803
June 1935.	263	601	913	1,643	1,660	1,827	462	3,149	6,070	5,269	11,372	17,639	15,405
Sept. 1935.	283	630	944	1,697	1,750	1,813	478	3,194	6,118	5,358	11,576	17,864	15,504
Dec. 1935.	277	667	966	1,738	1,740	1,804	505	3,203	6,344	5,438	11,903	18,252	18,105
March 1936.	317	699	951	1,776	1,790	1,809	509	3,247	6,554	5,561	11,802	18,458	15,823
June 1936.	332	740	970	1,815	1,829	1,837	548	3,348	6,558	5,655	11,856	18,927	17,102
Sept. 1936.	349	773	983	1,850	1,868	1,818	561	3,448	6,749	5,810	12,027	19,237	18,090
Dec. 1936.	360	776	985	1,842	1,910	1,809	739	3,454	6,999	5,725	12,499	19,609	18,841
March 1937.	375	754	1,036	1,856	2,134	1,834	647	3,503	7,176	5,707	12,865	20,170	20,723

"Special" Banks : This group comprises the following semi-public institutions : the Bank of Japan, the Yokohama Specie Bank, the Hypothec Bank of Japan, the Industrial Bank of Japan, the Bank of Taiwan, the Bank of Chosen, the Chosen Industrial Bank, the Hokkaido Colonial Bank and nineteen "agricultural-and-industrial" banks. Most of these banks raise their funds largely through the issue of debentures.

Savings Banks : Excluding Post Office Savings Bank, for the deposits of which see under "Treasury Deposit Bureau".

Treasury Deposit Bureau : This institution, which is attached to the Japanese Ministry of Finance, invests the deposits received by the Post Office Savings Bank from the public.

Total "Other Securities" : From particulars available for the "ordinary" banks and the Treasury Deposit Bureau, it would appear that these "other securities" represent to a large extent bonds of local Governments and debentures of the "special" banks.

Clearing Turnover : Quarterly totals of clearings at all clearing-houses in Japan proper.

Sources : Annual reports and *Monetary Statistics* (monthly) of the Bank of Japan ; the *Oriental Economist* ; the *Monthly Circular* of the Mitsubishi Economic Research Bureau. The summary balance-sheet below, which covers all "ordinary" banks operating in Japan and in addition the Tokio office of the Bank of Chosen and the "ordinary" banks of Formosa, is based on statistics kindly furnished by the Director of the Economic Research Department of the Bank of Japan and by the London Agent of the Bank of Japan.

Commercial Banks ("Ordinary Banks").

Table 23.

End of the year:	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	881	782	683	538	516	483	466
Branches	4,956	4,802	4,582	4,311	4,021	3,893	3,708
SUMMARY BALANCE-SHEET.							
ASSETS.							
Yen (000,000's)							
1. Cash	703	635	537	557	623	747	641
(a) Gold, silver and small coins	—	—	—	—	—	—	—
(b) Domestic notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	461	348	292	327	354	352	368
3. Bills discounted and bought	3,027	771	712	821	891	973	1,100
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	826	628	564	663	726	776	881
(c) Commercial bills, Foreign	202	143	148	158	165	197	219
4. Investments and Securities	3,323	3,127	2,929	2,941	3,325	3,895	4,243
(a) Government	1,750	1,624	1,448	1,492	1,850	2,326	2,204
(b) Other	1,573	1,503	1,481	1,449	1,475	1,569	2,039
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	6,586	6,393	6,186	5,939	5,780	5,528	5,703
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	163	84	78	83	85	69	75
9. Premises, etc.	406	426	432	434	418	407	396
10. Sundry Assets	209	159	170	159	205	220	214
11. Total Balance-sheet	12,878	11,943	11,336	11,261	11,681	12,191	12,740
LIABILITIES.							
12. Capital paid up	1,381	1,296	1,249	1,217	1,187	1,162	1,134
13. Reserve Funds	604	590	536	531	515	541	564
14. Profit and Loss, etc.	124	119	104	114	118	134	126
15. Cheques and Drafts in circulation	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	146	66	35	36	44	39	61
(a) At home	—	—	—	—	—	—	—
(b) Abroad	146	66	35	36	44	39	61
17. Deposits	9,292	8,738	8,269	8,319	8,816	9,438	9,950
(a) Current accounts	3,241	2,931	2,643	2,773	2,933	3,076	3,115
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time deposits	5,175	5,506	5,323	5,211	5,559	6,038	6,550
(d) Other deposits	876	301	303	335	324	324	285
18. Rediscounts and Other Borrowings	889	827	817	712	665	576	555
19. Acceptances and Endorsements	163	84	78	83	85	69	75
20. Sundry Liabilities	279	223	248	249	251	232	275
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	1,022	997	837	829	797	818	810
To be deducted :							
2. Expenses							
(a) Salaries, etc.							
(b) Other working expenses							
(c) Taxes, etc.							
3. Reserved for Pension Funds, etc.	898	875	801	743	706	713	709
4. Written off on							
(a) Premises, etc.							
(b) Investments and securities							
(c) Other assets							
5. Remaining Net Profit or Loss	124	122	36	86	91	105	101
6. Carried forward from preceding year	75	65	128	78	77	88	93
7. Taken from Reserves or Capital	18	30					11
8. Total disposed of for Dividends, etc.	217	217	164	164	168	193	205
9. Carried to Reserves	42	29	26	32	35	41	41
10. Dividends	95	84	72	68	63	63	62
11. Other purposes	7	5	3	4	4	4	13
12. Carried forward to following year	73	63	63	66	74	90	94

Summary Balance-sheet.

1. Cash.

Consists of notes and coins and cheques and coupons due, while balances with the Central Bank are included in the figures given under (2) "Other items of a cash nature".

2. Other Items of a Cash Nature.

The figures shown represent "balances with other banks" (presumably including those with the Central Bank).

3. Bills discounted and bought.

	1929	1930	1931	1932	1933	1934	1935
	Yen (000,000's)						
Discounted bills	761	592	522	602	662	776	881
Documentary bills	65	37	42	61	64		
Foreign bills	201	142	148	158	165	197	219
Total	1,027	771	712	821	891	973	1,100

4 and 5. Investments and Securities. — Participations.

	1929	1930	1931	1932	1933	1934	1935
	Yen (000,000's)						
Central Government bonds	1,438	1,313	1,146	1,210	1,567	2,017	2,205
Local Government bonds	311	311	302	282	284	309	348
Bank and corporation bonds	1,151	1,138	1,140	1,125	1,097	1,147	1,203
Shares	393	331	304	302	341	383	410
Foreign securities	30	34	37	22	36	39	77
Total	3,323	3,127	2,929	2,941	3,325	3,895	4,243

7. Loans and Advances.

	1929	1930	1931	1932	1933	1934	1935
	Yen (000,000's)						
Loans on :							
Government and local Government bonds	196	220	202	188	232	242	258
Bank and Corporation bonds and other securities	445	502	518	471	582	731	806
Shares	1,633	1,412	1,343	1,374	1,461	1,562	1,567
Total loans on securities	2,274	2,134	2,063	2,033	2,275	2,535	2,631
Merchandise	239	172	188	161	182	165	179
Land and buildings	1,496	1,491	1,421	1,314	1,170	1,057	969
Other collateral	412	423	469	471	351	179	174
Total loans against other collateral	2,147	2,086	2,078	1,946	1,703	1,401	1,322
Personal credits	2,165	2,173	2,045	1,960	1,802	1,592	1,750
Grand total	6,586	6,393	6,186	5,939	5,780	5,528	5,703

The composition of loans and advances is shown in detail below :

	1929	1930	1931	1932	1933	1934	1935
	Yen (000,000's)						
Loans on bills	4,261	.	4,102	3,833	3,632	3,593	3,748
Ordinary loans	1,187	.	1,058	968	943	832	808
Call loans	919	.	847	800	778	726	751
Overdrafts	54	.	24	18	7	8	6
Other loans	165	.	155	320	420	369	390
Total	6,586	6,393	6,186	5,939	5,780	5,528	5,703

17. Deposits.

Deposits are composed as follows :

	1929	1930	1931	1932	1933	1934	1935
	Yen (000,000's)						
Sight deposits :							
Current deposits	1,258	1,112	976	1,043	1,145	1,249	1,215
Special current deposits	1,983	1,819	1,667	1,730	1,788	1,827	1,900
Time deposits :							
Deposits at notice	—	502	476	484	553	573	580
Fixed deposits	5,175	5,004	4,847	4,727	5,006	5,465	5,970
Other deposits	876	301	303	335	324	324	285
Total	9,292	8,738	8,269	8,319	8,816	9,438	9,950

18. Rediscounts and Other Borrowings.

This item is composed as follows :

	1929	1930	1931	1932	1933	1934	1935
	Yen (000,000's)						
Call money borrowed	107	101	77	89	68	71	89
Other borrowings	782	726	740	623	597	505	466
Total	889	827	817	712	665	576	555

Summary of Profit-and-Loss Accounts.

The summary of profit-and-loss accounts is compiled from half-yearly data provided by the London agent of the Bank of Japan, and by the Director of the Economic Research Department of the Bank of Japan. The banks covered by this table and by the Summary Balance-sheet are identical.

The Summary Table is established in the following way: By working backwards from items 12 to 9, for each of which individual figures are available, item 8, "Total disposed of for Dividends, etc.", is obtained. Item 11, "Other Purposes", represents the "bonus and allowances" of the original figures. "Remaining Net Profit

or Loss", item 5 of the table, has been obtained by subtracting from item 8 the sum of items 6 and 7, "Carried forward from Preceding Year" and "Taken from Reserves or Capital" respectively, for which separate figures are likewise available. The lump-sum figures for "Expenses", "Depreciation Accounts", "Pensions Fund", etc., have similarly been arrived at by subtracting from the original data on "Gross Profits" the sum representing "Net Profits". The figures so obtained for items 2 to 4 correspond fairly closely to an item given in the Japanese as "Gross Loss for the Year".

LATVIA

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Latvia						Treasury notes in circulation	Subsidiary coins in circulation	Total currency in circulation	State Credit Institutions		Private Credit Institutions	
		Discount rate	Gold	Foreign exchange	Loans and discounts	Current accounts	Notes in circulation				Loans and discounts	Deposits	Loans and discounts	Deposits
		%	Lats (000,000's)											
1929	99.9	6	23.9	49.5	147.7	61.2	48.5	34.5	23	106.0	394	86	188	90
1930	100.0	6	24.1	36.5	157.4	61.0	49.6	36.8	26	112.4	437	96	192	99
1931	99.9	6	31.6	11.9	133.5	72.5	41.2	34.7	27	102.9	425	102	120	49
1932	100.1	6	35.7	10.3	126.6	70.3	36.1	31.6	29	96.7	423	108	100	49
1933	98.6	5.5	45.0	3.2	132.3	87.5	36.7	38.3	30	105.0	436	134	97	52
1934	98.7	5.5	46.3	3.6	137.3	94.7	38.8	43.1	30	111.9	448	158	96	63
1935	98.9	5.5	46.4	7.3	113.8	92.4	38.1	42.9	30.7	111.7	405	174	109	74
1936	59.0	5	76.9	25.9	118.4	117.9	42.2	43.0	30.1	115.3	415	208	145	117
March 1935 .	98.3	5.5	46.3	6.3	134.5	82.9	39.3	44.4	29.8	113.5	446	151	98	61
June 1935 .	98.4	5.5	46.4	3.8	123.2	88.8	35.1	40.5	29.3	104.9	433	161	96	66
Sept. 1935 .	99.1	5.5	46.4	5.3	106.4	89.2	36.1	42.5	29.3	107.9	413	163	96	68
Dec. 1935 .	98.9	5.5	46.4	7.3	113.8	92.4	38.1	42.9	30.7	111.7	405	174	109	74
March 1936 .	100.0	5.5	46.4	6.2	111.0	71.9	39.0	44.7	30.4	114.1	405	157	127	87
June 1936 .	99.7	5.5	46.4	8.1	113.0	87.7	35.8	40.5	29.6	105.9	406	177	124	93
Sept. 1936 .	99.4	5.5	46.4	14.6	130.3	109.5	38.5	42.7	29.6	110.8	428	199	131	96
Dec. 1936 .	59.0	5	76.9	25.9	118.4	117.9	42.2	43.0	30.1	115.3	415	208	145	117
March 1937 .	59.2	5	77.4	39.8	118.0	113.7	48.6	45.5	30.4	124.5	^b 415	^b 214	^b 148	^b 116

^a Parity in 1929 : 1 lat = 19.30 U.S.A. cents ; 1 U.S.A. dollar = 5.18 lats.

^b February 1937.

See *Commercial Banks 1925-1933*, page 146 ; *1929-1934*, page 72 ; *Money and Banking 1935/36*, Vol. II, page 128.

Value of Currency : Exchange control was introduced in October 1931. On September 28th, 1936, the Latvian currency, which had remained nominally on gold at a rate, equal to that of the Swiss franc, of 15 to 16 lats to the £ sterling, was legally linked to sterling at a rate of 25.22 lats to the £—i.e., at the parity which was in effect before the suspension of the gold standard in the United Kingdom. This corresponded to a devaluation of the currency by about 40 %. (The actual depreciation was considerably less, as for some time previously direct exchange dealings between exporters and importers were authorised, the ruling rate being about 21 to 22 lats to the £.)

Bank of Latvia : The figures refer to the last day of the year or month indicated. *Gold and foreign exchange :* At the beginning of October 1936, these items were written up by about 65%, in accordance with the devaluation. The revaluation profit of 38 million lats was credited (partly under "Government deposits", partly under "Other liabilities" of the Bank) to a newly formed Exchange Equalisation Fund. *Current accounts :* Excluding Government accounts. *Discount rate :* Date of last change : November 1st, 1936.

State Credit Institutions : The most important of these are : the State Agricultural Bank, the State Mortgage Bank and the Post Office Savings Bank.

Private Credit Institutions : Including the Latvian Credit Bank, mutual credit associations, communal banks, etc., in addition to the joint-stock commercial banks proper.

Sources : Annual reports and periodic returns of the Bank of Latvia. Official *Monthly Bulletin of Statistics*.

Summary Balance-sheet.

General Note. — The Summary Tables below include the Riga Stock Exchange Bank, in addition to the other commercial banks of the country. The sharp reduction in the number of banks in 1935 was due to the establishment, under a Law of April 11th, 1935, of the Latvian Credit Bank, a State-controlled institution included in the commercial-bank accounts given below, which took over a number of private banks which had been in difficulties for several years.

LATVIA

1. Cash.	1929	1930	1931	1932 Lats (000,000's)	1933	1934	1935
Notes and coins	5.3	5.0	1.4	1.6	1.7	2.2	2.5
Balances with Bank of Latvia	1.9	2.4	3.5	3.3	3.3	6.4	9.7
Total	7.2	7.4	4.9	4.9	5.0	8.6	12.2

2. Other Items of a Cash Nature.

Sight claims on credit institutions other than the Bank of Latvia.

3. Bills discounted and bought.

Item (b) includes rediscounts, shown separately under liabilities (group 18). The net balance of domestic discounts is given below.

Inland bills :	1929	1930	1931	1932 Lats (000,000's)	1933	1934	1935
Discounted	49.2	44.7	21.7	16.5	16.2	16.6	13.0
Rediscounted	14.2	14.4	9.4	8.7	7.8	7.4	2.0
Net balance	35.0	30.3	12.3	7.8	8.4	9.2	11.0

10. Sundry Assets.

	1929	1930	1931	1932 Lats (000,000's)	1933	1934	1935
Branch accounts	4.6	4.8	3.1	2.8	2.4	2.0	1.0
Transitory items	3.1	2.9	3.4	2.7	3.2	2.7	0.6
Expenditure accounts	0.7	0.1	0.6	—	—	0.1	—
Protested bills	0.1	0.1	0.2	0.1	0.6	0.8	—
Other accounts	1.2	2.7	4.0	2.5	2.0	2.2	0.8
Total	9.7	10.6	11.3	8.1	8.2	7.8	2.4

13. Reserve Funds.

	1929	1930	1931	1932 Lats (000,000's)	1933	1934	1935
Ordinary reserve funds	1.2	1.5	1.6	0.6	0.6	0.4	0.4
Special reserves	0.5	0.6	0.6	1.3	0.7	0.6	0.5
Other capital accounts	1.7	1.9	2.0	1.8	2.1	1.9	1.1
Total	3.4	4.0	4.2	3.7	3.4	2.9	2.0

17. Deposits.

The sums under (a) are composed as follows :

	1929	1930	1931	1932 Lats (000,000's)	1933	1934	1935
Current accounts	56.6	58.2	24.0	24.8	26.0	32.8	38.5
Demand deposits	1.3	1.4	1.1	0.9	0.8	0.7	0.3
Total	57.9	59.6	25.1	25.7	26.8	33.5	38.8

18. Rediscounts and Borrowings.

	1929	1930	1931	1932 Lats (000,000's)	1933	1934	1935
Bills rediscounted :							
With the Bank of Latvia	14.1	14.1	9.3	8.5	7.6	7.2	2.0
With other credit institutions	0.1	0.3	0.1	0.2	0.2	0.2	—
Total rediscounts	14.2	14.4	9.4	8.7	7.8	7.4	2.0
Borrowings on special current accounts :							
With the Bank of Latvia	8.4	6.0	3.6	2.1	3.0	2.3	0.6
With other credit institutions	—	—	—	—	—	0.3	0.3
Total special current accounts	8.4	6.0	3.6	2.1	3.0	2.6	0.9
Borrowings abroad	35.0	27.5	12.9	5.2	2.9	2.5	1.6
Other borrowings	0.2	0.3	0.5	0.4	0.7	0.6	—
Total rediscounts and borrowings	57.8	48.2	26.4	16.4	14.4	13.1	4.5
Thereof with :							
Bank of Latvia	22.5	20.1	12.9	10.6	10.6	9.5	2.6
Other credit institutions	0.1	0.3	0.1	0.2	0.2	0.5	0.3

20. Sundry Liabilities.

	1929	1930	1931	1932 Lats (000,000's)	1933	1934	1935
Branch accounts	4.5	4.8	3.1	2.7	2.4	2.0	1.0
Transitory items	2.6	2.8	2.6	2.2	3.1	3.2	2.4
Other accounts	9.5	4.5	2.2	1.9	1.3	1.1	4.6
Total	16.6	12.1	7.9	6.8	6.8	6.3	8.0

Commercial Banks.

Table 24.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	20	20	19	18	17	17	8
SUMMARY BALANCE-SHEET.							
ASSETS.							
Lats (000,000's)							
1. Cash	7.2	7.4	4.9	4.9	5.0	8.6	12.2
(a) Gold, silver and small coins	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	1.3	1.5	0.4	0.3	0.3	0.5	1.5
3. Bills discounted and bought	57.3	52.2	23.3	16.9	16.4	16.3	13.3
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	49.2	44.7	21.7	18.6	18.2	18.0	13.0
(c) Commercial bills, Foreign.	8.1	7.5	1.6	0.4	0.2	0.3	0.3
4. Investments and Securities	3.6	4.5	4.5	4.7	3.0	4.5	20.2
(a) Government	—	—	—	—	—	—	—
(b) Other.	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	22.0	14.2	9.3	8.5	4.9	3.0	5.0
(a) At home	10.0	5.7	3.6	3.0	0.6	0.7	2.9
(b) Abroad	12.0	8.5	5.7	5.5	4.3	2.3	2.1
7. Loans and Advances	86.2	81.0	44.3	36.0	32.0	30.6	34.5
(a) On current account	82.6	78.7	42.2	33.8	28.5	28.5	23.4
(b) Other.	3.7	2.3	2.1	2.2	3.5	2.1	11.1
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	12.4	13.0	14.0	13.6	13.7	14.7	7.1
10. Sundry Assets	9.7	10.6	11.3	8.1	8.2	7.8	2.4
11. Total Balance-sheet	199.7	184.4	112.0	93.0	83.5	86.0	96.2
LIABILITIES.							
12. Capital paid up	30.3	30.4	29.6	27.7	24.7	24.7	35.2
13. Reserve Funds	3.4	4.0	4.2	3.7	3.4	2.9	2.0
14. Profit and Loss, etc.	1.9	0.7	0.9	0.3	0.2	0.2	0.3
15. Cheques and Drafts in circulation	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	28.1	25.4	15.6	10.8	5.6	3.6	5.8
(a) At home	8.3	5.9	1.9	0.6	0.4	0.4	2.7
(b) Abroad	19.8	19.5	13.7	10.2	5.2	3.2	3.1
17. Deposits	61.6	63.6	27.4	27.3	28.4	35.2	40.4
(a) Current accounts and sight deposits	57.9	59.6	25.1	25.7	26.8	33.5	38.8
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time and fixed deposits	3.7	4.0	2.3	1.6	1.6	1.7	1.6
(d) Other deposits.	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	57.8	48.2	26.4	16.4	14.4	13.1	4.5
19. Acceptances and Endorsements	—	—	—	—	—	—	—
20. Sundry Liabilities	16.6	12.1	7.9	6.8	6.8	6.3	8.0
21. Guarantees	42.3	27.7	14.4	10.1	10.4	11.5	3.3
22. Collection Accounts	39.5	43.6	22.6	15.1	16.8	15.5	40.3
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	9.3	9.3	6.3	3.7	4.5	3.5	0.3
<i>To be deducted :</i>							
2. Expenses	5.6	5.6	4.8	3.4	2.4	2.6	2.3
(a) Salaries, etc.	(3.6)	(3.7)	(3.1)	(2.1)	(1.6)	(1.6)	(1.3)
(b) Other working expenses	(2.0)	(1.9)	(1.7)	(1.3)	(0.9)	(1.0)	(1.0)
(c) Taxes, etc.	—	—	—	—	—	—	—
3. Reserved for Pension Funds, etc.	—	—	—	—	—	—	—
4. Written off on.	1.6	3.8	4.9	1.8	3.3	2.1	0.4
(a) Premises, etc. . . . .	.	.	.	.	.	.	.
(b) Investments and securities . . . . .	.	.	.	.	.	.	.
(c) Other assets. . . . .	.	.	.	.	.	.	.
5. Remaining Net Profit (+) or Loss (—)	+ 2.1	— 0.1	— 3.4	— 1.5	— 1.3	— 1.2	+ 0.3
6. Carried forward from preceding year . . . . .	.	.	.	.	.	.	.
7. Taken from Reserves or Capital. . . . .	.	.	.	.	.	.	.
8. Total disposed of for Dividends, etc. . . . .	.	.	.	.	.	.	.
9. Carried to Reserves . . . . .	.	.	.	.	.	.	.
10. Dividends	1.2	0.4	—	—	—	—	—
11. Directors' Fees, etc. . . . .	.	.	.	.	.	.	.
12. Carried forward to following year . . . . .	.	.	.	.	.	.	.

Summary of Profit-and-Loss Accounts.

1. Gross Profits.	1929	1930	1931	1932	1933	1934	1935
				Lats (000,000's)			
Interest received	13.8	14.5	8.8	4.8	3.1	3.3	2.4
Less interest paid	8.1	8.5	5.3	3.2	2.2	2.0	1.5
Net interest from discounts and loans	5.7	6.0	3.5	1.6	0.9	1.3	0.9
Commissions	1.9	1.7	0.9	0.6	0.6	0.5	0.6
Profit on exchange	1.0	0.8	0.9	0.6	2.0	0.7	0.4
Profit from real estate	0.3	0.4	0.4	0.3	0.3	0.3	0.2
Profit from securities	0.1	0.1	0.2	0.2	0.1	0.1	0.3
Sundry profits	0.3	0.3	0.4	0.4	0.6	0.6	0.6
Total	9.3	9.3	6.3	3.7	4.5	3.5	3.0

5. Net Profit or Loss.

The figures represent the net balance of the banks as a whole. Even in years when there was a loss, certain banks made a net profit which, however, was exceeded by the loss of the others, as shown below :

	1929	1930	1931	1932	1933	1934	1935
				Lats (000,000's)			
Aggregate net profits	2.2	1.2	0.1	0.2	0.2	0.3	0.3
Aggregate loss	0.1	1.3	3.5	1.7	1.5	1.5	—
Balance	+ 2.1	— 0.1	— 3.4	— 1.5	— 1.3	— 1.2	+ 0.3

LITHUANIA

End of	Value of currency as % of gold parity in 1929*	Bank of Lithuania						All Credit Institutions			
		Gold	Foreign exchange	Loans and discounts	Deposit accounts	Current accounts	Note circulation	Discount rate	Private deposits	State deposits	Total
		Litas (000,000's)						%	Litas (000,000's)		
1929	99.7	35.1	78.5	84.1	75.6	24.0	94.8	7	.	.	.
1930	100.1	39.4	86.3	101.6	75.3	27.4	117.2	6-7	.	.	276
1931	100.3	50.1	33.2	109.1	54.9	23.1	109.0	6-8.5	164	79	243
1932	100.3	49.1	16.0	92.0	37.0	20.2	96.2	6-7	173	63	237
1933	100.5	52.0	15.3	83.8	35.2	25.6	87.6	6-7	158	69	227
1934	100.1	52.1	8.4	101.0	36.8	31.7	88.2	6	145	81	226
1935	99.9	36.1	17.6	95.3	20.0	25.8	103.5	6	126	63	189
1936	99.4	73.1	9.6	99.8	36.5	41.5	110.3	5.5	161	92	253
March 1935	99.8	45.7	7.7	104.1	32.0	23.6	98.1	6	134	73	207
June 1935	99.9	43.4	6.4	97.0	25.2	25.4	92.6	6	132	68	200
Sept. 1935	100.0	34.0	14.6	89.0	23.9	17.8	95.7	6	126	60	186
Dec. 1935	99.9	36.1	17.6	95.3	20.0	25.8	103.5	6	126	63	189
March 1936	99.9	51.0	19.5	86.6	19.2	28.2	109.4	6	136	63	199
June 1936	100.0	59.0	16.0	72.9	14.9	33.2	105.9	6	153	58	211
Sept. 1936	99.5	65.3	14.8	76.9	11.8	41.8	108.0	5.5	164	59	223
Dec. 1936	99.4	73.1	9.6	99.8	36.5	41.5	110.3	5.5	161	92	253
March 1937	99.4	76.6	6.3	98.6	35.1	45.3	113.5	5.5	176	90	266

* Parity in 1929 : 1 lita = 10 U.S.A. cents ; 1 U.S.A. dollar = 10 litas.

See *Commercial Banks 1925-1933*, page 154 ; *1929-1934*, page 76 ; *Money and Banking 1935/36*, Vol. II, page 132.

Value of Currency : Exchange restrictions were introduced by a Law of October 1st, 1935, which centralised all foreign-exchange transactions with the Bank of Lithuania, made foreign payments subject to the permit of an Exchange Commission set up at the Ministry of Finance, and required all firms and persons to surrender at the official rates of exchange any foreign means of payment in their possession.

Bank of Lithuania : Last day of year or month shown. *Discount rate :* Date of last change : July 1st, 1936.

All Credit Institutions : Including the Bank of Lithuania, the commercial banks, such State-controlled institutions as the Land Bank and the State Savings Bank, etc. Excluding co-operative credit societies.

Sources : Annual reports, *Quarterly Bulletin* and fortnightly returns of the Bank of Lithuania. *Monthly Bulletin* of the Central Bureau of Statistics.

Summary Balance-sheet.

1 and 2. Cash and Other Items of a Cash Nature.

The composition of the cash assets of the Memel banks is not shown. These appear to hold very small balances, if any, with the Bank of Lithuania. The balances held with that institution by the banks in "Great Lithuania" since 1931 are as follows :

	1931	1932	1933	1934	1935
	Litas (000,000's)				
Inland notes and coins	4.1	2.6	2.6	3.1	3.3
Balances with the Central Bank	1.6	1.3	2.3	1.1	1.8
Total	5.7	3.9	4.9	4.2	5.1

The sums under (2) consist of foreign bank-notes and cheques.

3. Bills discounted.

The bill portfolio includes rediscounts. The liability of the banks of "Great Lithuania" for bills rediscounted is given in group 18 ; their net portfolio is shown below :

	1929	1930	1931	1932	1933	1934	1935
	Litas (000,000's)						
Bills :							
Discounted	21.7	37.2	24.9	21.3	22.4	19.7	17.7
Rediscounted	2.4	1.4	3.2	1.2	1.7	1.8	1.5
Net portfolio	19.3	35.8	21.7	20.1	20.7	17.9	16.2

Rediscounts are not shown separately in the statistics relating to the Memel banks, which do not rediscount much with the Bank of Lithuania.

17. Deposits.

	1931	1932	1933	1934	1935
"Great Lithuania" :	Litas (000,000's)				
Sight and time deposits :					
National currency	22.8	20.8	20.8	19.6	15.6
Foreign currency	8.8	6.3	3.5	1.6	0.9
Total	31.6	27.1	24.3	21.2	16.5
Current accounts :					
National currency	29.0	33.1	32.0	32.2	32.1
Foreign currency	3.6	3.4	2.8	1.8	0.2
Total	32.6	36.5	34.8	34.0	32.3
Grand total	64.2	63.6	59.1	55.2	48.8
Thereof :					
National currency	51.8	53.9	52.8	51.8	47.7
Foreign currency	12.4	9.7	6.3	3.4	1.1

Memel Territory :

Deposits	32.0	27.8	22.3	15.2	12.3
Creditors	9.2	10.5	8.7	10.0	9.4
Total	41.2	38.3	31.0	25.2	21.7

Commercial Banks.

Table 25.

End of the year :	" Great Lithuania "							Memel (Klaipėda) Territory						
	1929	1930	1931	1932	1933	1934	1935	1929	1930	1931	1932	1933	1934	1935 ^a
Number of Banks	9	8	8	7	7	7	7	11	10	9	7	8	8	8
SUMMARY BALANCE-SHEET.														
ASSETS.														
Litas (000,000's)														
1. Cash			5.7	3.9	4.9	4.2	5.1	1.1	1.1	1.2	1.5	1.4	0.8	1.2
(a) Gold, silver and small coins			—	—	—	—	—	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	6.5	8.8	—	—	—	—	—	—	—	—	—	—	—	—
2. Other Items of a Cash Nature			1.1	1.6	1.1	1.2	0.1	—	—	—	—	—	—	—
3. Bills discounted or bought	21.7	37.2	24.9	21.3	22.4	19.7	17.7	8.5	12.2	12.2	7.7	5.8	5.2	6.0
(a) Treasury bills	—	—	—	—	—	—	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—	—	—	—	—	—	—
4. Investments and Securities	17.9	17.4	16.8	16.8	16.7	16.8	17.1	0.5	0.4	1.0	0.5	0.4	0.7	0.9
(a) Government	0.3	0.3	—	—	—	—	—	—	—	—	—	—	—	—
(b) Other	17.6	17.1	—	—	—	—	—	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	11.5	4.0	2.5	5.6	3.5	2.6	1.6	2.4	2.6	1.6	2.3	2.2	1.9	1.3
(a) At home	—	—	1.0	3.0	2.5	1.0	0.5	—	—	—	—	—	—	—
(b) Abroad	—	—	1.5	2.6	1.0	1.6	1.1	—	—	—	—	—	—	—
7. Loans and Advances	45.8	52.3	48.5	41.4	44.9	50.3	48.4	32.6	36.2	39.6	33.9	29.7	26.3	22.6
(a) On current account	—	—	—	—	—	—	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—	—	—	—	—	—	—	—
9. Premises, etc.	7.1	8.2	8.3	8.6	8.4	8.6	8.5	2.2	2.1	2.1	3.0	3.1	2.6	2.5
10. Sundry Assets	6.1	4.6	13.4	10.2	9.0	8.0	6.3	7.2	8.0	4.7	3.3	4.2	2.9	1.3
11. Total Balance-sheet	118.6	132.5	121.2	109.4	110.9	111.4	104.8	54.5	62.6	62.4	52.2	46.8	40.4	35.8
LIABILITIES.														
12. Capital paid up	25.8	25.5	25.8	25.0	27.5	27.5	27.5	4.9	5.0	4.8	4.3	4.3	4.5	4.5
13. Reserve Funds	0.9	1.1	1.9	2.0	2.1	2.1	1.9	1.1	1.3	1.5	1.4	1.4	1.3	1.4
14. Profit and Loss, etc.	0.8	1.0	—	—	—	—	—	0.5	0.5	0.5	0.4	0.4	0.6	0.4
15. Cheques and Drafts in circulation	—	—	—	—	—	—	—	1.3	0.1	2.2	0.6	1.3	0.8	0.9
16. Due to Banks (Correspondents)	10.5	10.6	4.4	3.7	4.4	2.9	2.1	3.0	4.4	2.6	0.9	4.5	4.5	4.8
(a) At home	—	—	3.3	3.3	2.2	2.1	1.9	—	—	—	—	—	—	—
(b) Abroad	—	—	1.1	0.4	2.2	0.8	0.2	—	—	—	—	—	—	—
17. Deposits	65.3	83.6	64.2	63.6	59.1	55.2	48.8	35.8	43.3	41.2	38.3	31.0	25.2	21.7
(a) Current accounts and sight deposits	—	—	—	—	—	—	—	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—	—	—	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—	—	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	7.5	5.5	9.9	5.2	8.2	16.0	18.7	—	—	—	—	—	—	—
19. Acceptances and Endorsements	—	—	—	—	—	—	—	—	—	—	—	—	—	—
20. Sundry Liabilities	5.8	5.2	15.0	9.9	9.6	7.7	5.8	7.9	8.0	9.6	6.3	3.9	3.5	2.1
21. Guarantees, etc.	13.8	12.1	13.7	9.1	20.3	9.5	9.1	6.4	3.6	3.4	2.7	6.2	2.4	2.3
22. Bills for Collection	31.0	36.3	27.3	16.0	20.2	19.2	20.0	—	—	—	—	—	—	—

^a Provisional figures.

For the Memel Territory, foreign currency deposits are not shown separately.

1929 1930 1931 1932 1933 1934 1935
Litas (000,000's)

Rediscounts	2.4	1.4	3.2	1.2	1.7	1.8	1.5
Borrowings	5.1	4.1	6.7	4.0	6.5	14.2	17.2
Total	7.5	5.5	9.9	5.2	8.2	16.0	18.7

18. *Rediscounts and Other Borrowings.*

The composition of this item, for the banks of " Great Lithuania ", is shown opposite :

The above sums represent in part foreign credits, which, however, are not shown separately.

Profit-and-Loss Accounts.

The following figures are available for the seven commercial banks of " Great Lithuania " in existence at the end of 1934 :

	Gross profits ^a	Expenses ^b	Net profits	Dividends ^c
	Litas (000,000's)			
1929	12.5	4.7	1.0	0.6
1930	13.2	4.8	1.0	0.7
1931	14.0	4.9	0.7	0.4
1932	10.6	4.4	0.4	0.1
1933	9.9	3.7	0.9	0.1
1934	7.7	3.6	0.3	...
1935	7.3	3.4	0.2	...

^a Including interest received.

^b Excluding interest paid.

^c Calculated from the percentage rate of dividend and the paid-up share capital of each bank.

MEXICO

End of	Value of currency as % of gold parity in 1929 ^a	Situation before the Reform of April 27th, 1935					
		Gold		Foreign assets	Money in circulation		
		Bank of Mexico	Other banks		Notes		Metallic coins
				Bank of Mexico	Bank of Mexico	Other banks of issue	
		Pesos (000,000's)					
1929	96.3	14.5	30.2	19.6	2.7	11.4	.
1930	91.4	8.9	27.1	3.6	2.8	5.7	.
1931	78.3	5.3	3.7	3.2	1.1	5.5	205.2
1932	64.2	8.3	2.4	12.6	42.1	5.2	193.4
1933	35.6	17.8	2.0	0.5	77.7	—	210.0
1934	33.1	27.0	...	9.6	100.0	—	...
March 1935	32.9	...	...	...	104.3	—	...

^a Gold parity in 1929 : 1 gold peso = 0.49846 U.S.A. dollar ; 1 U.S.A. dollar = 2.00617 gold pesos.

End of	Value of currency as % of gold parity in 1929	Bank of Mexico						Commercial Banks			
		Gold, silver and foreign assets	Discounts, loans and advances			Monetary circulation	Sight deposits		Deposits		
			Banks		Other		Total	Banks	Sight	Savings	Time
			Total	Re-discounts							
		Pesos (000,000's)									
April 1935	33.3	314.1	66.0	41.0	22.9	249.8	146.5	58.0	193.1 ^a	—	41.6 ^a
June 1935	33.0	338.5	68.1	43.6	23.5	299.7	121.9	33.4	199.7	—	40.7
Sept. 1935	33.1	346.2	64.8	40.7	21.7	341.5	131.1	30.6	218.3	—	44.9
Dec. 1935	33.1	294.8	65.0	41.0	14.4	344.3	121.6	26.8	234.5	19.8	43.8
March 1936	32.9	296.6	69.2	46.4	16.8	362.8	128.2	35.3	233.8	20.8	42.4
June 1936	33.1	313.5	83.4	60.7	18.8	379.1	126.7	34.8	244.6	21.9	46.1
Aug. 1936	33.1	309.4	81.6	60.3	19.7	375.4	106.8	33.1	233.9	23.7	43.9
		Metallic reserve and silver for monetary certificates	Loans and discounts		Investments	Notes and silver certificates	Sight deposits				
			Total	Associated institutions							
Sept. 1936	32.9	351.3	69.6	12.3	39.1	269.3	136.6	251.6	25.0	43.6	
Dec. 1936	32.9	321.5	79.7	13.8	33.4	270.1	112.0	241.3	26.5	44.3	

^a December 1934.

See *Commercial Banks 1913-1929*, page 386 ; *1925-1933*, page 296 ; *1929-1934*, page 178 ; *Money and Banking 1935/36*, Vol. II, page 136.

Value of Currency : Mexico left the gold standard on July 25th, 1931 ; under the new monetary law which came into force on that date, the peso of 0.75 gramme of fine gold remained the monetary unit, but the silver peso was made legal tender to any amount. Since July 1933, the peso has been attached to the U.S.A. dollar, first at the rate of 3.55 pesos (July-November 1933) and then at the rate of 3.60 pesos per dollar. Following the rise in silver prices due to the policy pursued by the United States of America, the Mexican Government decreed on April 27th, 1935, that all silver and silver coins in the hands of the public and the banks were State property and would be withdrawn from circulation, and the Bank of Mexico was authorised to suspend the conversion of notes into metal and to sell exchange at the rate of 3.60 pesos per dollar. Actually, however, the peso-U.S.A. dollar rate has been maintained. On September 1st, 1936, the essential provisions of the Law of April 27th, 1935, were

abrogated and the silver piastre 720/1000 fine was brought into circulation again. The equivalent value of the piastre will be fixed by a later law.

Situation before the Reform of April 27th, 1935 : Owing to the frequent changes made by the Bank of Mexico in the form of its balance-sheet (see below, "Bank of Mexico"), it is impossible to give comparable figures for the whole of the period covered by the present work ; the table showing the general monetary situation has, therefore, had to be confined to the most important items in the balance-sheets of the Bank of Mexico and private banks of issue. *Gold* : Valued at the legal parity (peso-oro). *Money in circulation* : *Notes* : The legal basis for issuing notes was broadened in 1932 (see below, "Bank of Mexico"). *Metallic coins* : Estimated amounts held by private banks and the public. Since April 1935, silver coins have been withdrawn from circulation and exchanged for bank-notes (see above, "Value of Currency").

Bank of Mexico : Founded in August 1925, the Bank of Mexico has been reformed four times. The first three reforms were enacted in June 1931, April 1932 and April 1935 (*cf.* previous editions of this volume). The fourth reform of the Bank, carried out in pursuance of the Presidential Decree of September 1st, 1936, deals more especially with the following points : (1) Remonetisation of silver (see above, "Value of Currency") ; (2) Bank of Mexico notes made legal tender for any amount ; (3) silver coins made legal tender for limited amounts : 100 piastres for a single payment, in the case of 1-piastre and 50-centavo coins, 50 piastres in the case of 20-centavo coins ; (4) issue by the Bank of Mexico of 5-peso currency certificates, representing legal tender silver coins or bar silver at the rate of 12 grammes of pure silver per piastre, the Bank being obliged to exchange such certificates for notes or metallic currency at the holder's option ; (5) fixing of two limits for the note issue : (a) a limit defined by the nature of the transactions giving rise to the issue of notes ((i) investments authorised by the law ; (ii) payments obligatory on the Bank, particularly payments due to withdrawal of deposits ; (iii) manipulation or withdrawal from circulation of other current forms of cash) ; (b) a limit represented by fixing the maximum issue, including sight obligations, at 50 piastres per head ; (6) metallic reserve consisting of gold or foreign exchange in a proportion of not less than 80% of its total amount, the balance of 20% being in the form of silver ; (7) autonomy of the Bank ; (8) Bank not allowed to deal direct with the public. — Owing to changes made in September 1936 in the form of the Bank's balance-sheet, returns since that date are not strictly comparable with those for the period when the Bank was governed by the Law of April 27th, 1935. — *Gold, silver and foreign assets* : Return of the issue department set up under the Law of April 27th, 1935, valued at cost. Since September 1936, metallic reserve and silver earmarked as cover for the silver certificate issue. *Monetary circulation* : Return of the issue department ; including small coins. Since September 1936, note issue plus silver certificates issued by the Bank.

Commercial Banks : Deposits by the public in all banks and banking institutions, except the Bank of Mexico and the mortgage banks. Since July 1936, all private credit institutions.

Sources : Bank of Mexico : Monthly Returns and Annual Reports. *Boletín de la Comisión Nacional Bancaria.*

Balance-sheet Summary.

It should be noted that, in consequence of the banking reorganisation in 1932, the banking statistics for 1932, 1933 and 1934 are not comparable with those for previous years. In 1935, a new complete change was made in the presentation of the banking statistics. The summary includes now all private credit institutions in the country. Their number is not stated.

1. Cash.

Composition of the metallic cash holdings :

	1929	1930	1931	1932	1933	1934	1935
				Pesos (000,000's)			
Gold	30.2	27.1	3.7	2.2	2.0	9.3	3.8
Silver and small coins	20.3	36.4	23.1	35.2	35.4	35.6	45.5
Total	50.5	63.5	26.8	37.4	37.4	44.9	49.3

3. Discounts.

Including, in 1935, bills in course of collection : 12.4 millions.

4 and 5. Investments and Securities ; Participations.

	1929	1930	1931	1932	1933	1934	1935
				Pesos (000,000's)			
Approved securities	6.5	5.8	6.6	8.3	1.9	12.9	4.8
Other investments	25.1	25.0	12.3	13.1	26.7	18.0	12.4
Total	31.6	30.8	18.9	21.4	28.6	30.9	17.2

Commercial Banks.

Table 26.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	53	56	58	48	63	69	
SUMMARY BALANCE-SHEET.							
ASSETS.							
1. Cash	54.5	71.8	30.0	62.1	79.2	91.6	84.0
(a) Gold, silver and small coins	50.5	63.5	26.8	37.4	37.4	44.9	—
(b) Bank notes, State notes and balances with Central Bank	4.0	8.3	3.2	24.7	41.8	46.7	—
2. Other Items of a Cash Nature	8.3	6.7	3.5	5.9	7.1	8.2	13.6
3. Bills discounted and bought	92.4	95.9	41.6	46.9	68.4	88.3	66.6
(a) Government bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	31.6	30.8	18.9	21.4	28.6	30.9	17.2
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	49.9	25.1	29.4	18.7	32.7	24.9	58.4
(a) At home	19.9	9.8	8.8	6.8	19.4	10.0	7.9
(b) Abroad	30.0	15.3	20.6	11.9	13.3	14.9	50.5
7. Loans and Advances	130.8	126.9	135.8	115.7	156.5	147.1	193.8
(a) On current account	37.1	44.5	33.3	33.9	63.4	86.1	153.5
(b) Other	93.7	82.4	102.5	81.8	94.1	61.0	40.3
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	24.1	24.2	17.5	20.5	12.3	14.4	22.1
10. Sundry Assets	23.9	35.5	31.9	29.2	34.0	31.4	43.7
11. Total Balance-sheet	415.5	416.9	308.6	320.4	418.8	436.8	499.4
LIABILITIES.							
12. Capital paid up	100.9	100.6	98.6	95.8	97.3	85.4	66.2
13. Reserve Funds	28.1	21.6	19.9	14.6	23.8	11.0	20.0
14. Profit and Loss, etc.	—	—	—	—	—	—	—
15. Notes in circulation	11.2	5.5	5.5	5.2	—	—	—
16. Cheques and Drafts, etc., in circulation	14.7	5.2	5.0	4.8	7.0	9.6	15.8
17. Due to Banks (Correspondents)	11.8	12.0	7.7	11.9	12.5	27.1	23.7
(a) At home	10.1	8.6	2.0	8.2	12.3	26.1	16.6
(b) Abroad	1.7	3.4	5.7	3.7	0.2	1.0	7.1
18. Deposits	218.5	243.2	145.4	162.1	233.6	234.7	297.0
(a) Current accounts and sight deposits	175.6	183.0	102.0	135.2	182.4	193.1	233.8
(b) Savings accounts	—	—	—	—	—	—	20.8
(c) Time deposits	42.9	60.2	43.4	26.9	51.2	41.6	42.4
(d) Other deposits	—	—	—	—	—	—	—
19. Rediscounts and Other Borrowings	8.2	7.8	5.5	14.5	20.9	41.5	34.1
20. Acceptances	—	—	—	—	—	—	—
21. Sundry Liabilities	22.1	21.0	21.0	11.5	23.7	27.5	42.6

6. Due from Banks (Correspondents).

	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)						
Inter-bank deposits	7.1	8.1	5.3	5.6	11.1	7.9	6.7
Balances due from banks	12.8	1.7	0.5	1.2	8.3	2.1	1.2
Total	19.9	9.8	5.8	6.8	19.4	10.0	7.9

The sums shown under (b) are officially described as "assets held in foreign banks".

7. Loans and Advances.

The sums given under (a) are as follows :

	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)						
On current account	8.5	10.1	2.5	2.0	16.9	11.1	14.2
Against collateral	26.0	31.7	28.3	31.0	45.4	75.0	139.3
To Federal Government	2.6	2.7	2.5	0.9	0.1	—	—
Total (a)	37.1	44.5	33.3	33.9	62.4	86.1	153.5

The sums given under (b) are as follows :

	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)						
1. Promotion loans	15.2	12.3	15.5	9.2	9.6	11.6	12.0
2. Sundry debtors	60.8	58.5	77.7	66.4	77.0	43.1	17.9
3. Other loans	1.2	1.1	1.0	0.9	3.2	6.1	10.4
Total 1-3	77.2	71.9	94.2	76.5	89.8	60.8	40.3
Subject to moratoria :							
4. " Constitutional Government " debt	0.3	—	—	—	—	—	—
5. Other old loans	16.2	10.5	8.3	5.3	4.3	0.2	—
Total 4-5	16.5	10.5	8.3	5.3	4.3	0.2	—
Grand total (b)	93.7	82.4	102.5	81.8	94.1	61.0	40.3

10. *Sundry Assets.*

	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)						
Mortgage loans	16.3	15.3	14.6	12.9	15.2	10.5	22.0
Miscellaneous	7.6	20.2	17.3	16.3	18.8	20.9	17.1
Total	23.9	35.5	31.9	29.2	34.0	31.4	39.1

12 and 13. *Capital and Reserves.*

For foreign banks, only the capital assigned to the branches in Mexico is included. In 1935, the capital reserved for savings or other departments of the banks is excluded.

16. *Cheques and Drafts, etc., in circulation.*

	1929	1930	1931	1932	1933	1934	1935
	Pesos (000,000's)						
Provisional bonds	13.2	3.7	4.0	4.2	0.3	0.2	8.9
Cash bonds	1.5	1.5	1.0	0.6	6.7	9.4	6.9
Total	14.7	5.2	5.0	4.8	7.0	9.6	15.8

18. *Deposits.*

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
A. Sight deposits :						
In national currency	123.5	139.3	62.5	97.5	143.2	152.5
In foreign currency	35.2	31.9	31.3	26.4	22.0	22.6
Total	158.7	171.2	93.8	123.9	165.2	175.1
B. Undrawn balances of current-account credits opened	2.4	2.3	0.2	0.5	0.4	1.0
Sundry creditors	14.5	9.5	8.0	10.8	16.8	17.0
Total	175.6	183.0	102.0	135.2	182.4	193.1
C. Time deposits :						
In national currency	34.1	46.9	22.9	20.3	29.9	32.3
In foreign currency	8.8	13.3	20.5	6.6	21.3	9.3
Total	42.9	60.2	43.4	26.9	51.2	41.6
Grand total	218.5	243.2	145.4	162.1	233.6	234.7

21. *Sundry Liabilities.*

	1929	1930	1931	1932	1933	1934
	Pesos (000,000's)					
Federal notes, etc.	—	2.2	0.1	—	—	—
Miscellaneous liabilities	15.3	14.1	15.9	11.2	23.6	27.4
" Old accounts "	6.8	4.7	5.0	0.3	0.1	0.1
Total	22.1	21.0	21.0	11.5	23.7	27.5

The miscellaneous liabilities include, in addition to transitory accounts, the profits of the banks, which are not shown separately.

NETHERLANDS

End of	Value of currency as % of gold parity in 1929 ^a	Nederlandsche Bank							Post Office Savings Bank	Princi- pal Savings Banks	Clearing turnover (Neder- landsche Bank) ^c
		Gold	Foreign bills	Inland bills	Loans and advances	Notes in circulation	Deposits				
							Government	Others	Savings deposits	Savings deposits	
Florins (000,000's)											
1929	100.4	447.5	219.9	70.7	111.0	851.3	14.0	19.3	351	257	3,102
1930	100.2	426.2	246.8	49.5	98.5	843.0	6.7	23.5	375	292	2,963
1931	100.1	887.2	86.3	77.8	110.4	1,023.4	5.5	174.2	439	302	1,680
1932	99.9	1,032.7	71.3	38.6	79.3	961.6	11.3	293.0	511	303	1,352
1933	100.1	921.9	1.4	31.6	145.3	911.6	7.2	223.2	529	317	1,405
1934	99.9	842.0	0.9	23.0	151.4	912.2	30.1	115.9	540	330	1,552
March 1935	100.0	812.6	0.4	21.2	132.7	847.8	42.0	120.6	549	340	1,311
June 1935	100.1	627.1	0.8	34.8	148.2	808.5	3.0	45.0	538	334	1,487
Sept. 1935	99.9	536.1	1.1	65.4	212.6	819.3	—	42.1	531	327	1,478
Dec. 1935	100.1	643.4	1.6	33.1	139.6	808.6	3.4	47.0	543	327	1,443
March 1936	100.4	713.6	1.1	24.4	127.5	781.4	54.7	66.6	540	333	1,222
June 1936	100.1	594.2	1.5	45.8	144.1	766.9	13.5	48.1	534	332	1,529
Sept. 28th, 1936	80.8 ^b	669.8	2.2	23.4	137.5	772.7	49.4	51.1	535	333	1,379
Oct. 5th, 1936	—	570.0	2.2	22.8	263.3	789.1	26.7	80.2	—	—	—
Dec. 1936	80.2	720.0	2.3	23.2	320.2	792.4	93.6	216.5	546	338	2,294
March 1937	80.4	919.5	2.4	20.6	178.8	813.7	74.0	268.7	557	353	1,805

^a Gold parity : 1 florin = 0.40196 U.S.A. dollar ; 1 U.S.A. dollar = 2.48782 florins.

^b September 30th.

^c Monthly figures.

See *Commercial Banks 1913-1929*, page 191 ; *1925-1933*, page 161 ; *1929-1934*, page 79 ; *Money and Banking 1935/36*, Vol. II, page 140.

Value of Currency : On September 26th, 1936, the Government placed an embargo on gold exports and suspended the gold standard. An Exchange Equalisation Fund of 300 million florins was created to prevent excessive fluctuations of the florin, the limits of which have not yet been fixed. On November 21st, 1936, the Government acceded to the Franco-Anglo-American Tripartite Agreement of September 25th, 1936, and to the arrangements for ensuring the technical co-operation referred to by the Secretary of the Treasury of the United States in his statement on October 13th, 1936.

Nederlandsche Bank : Last weekly statement of the month. *Gold :* Valued at the legal rate. The gold taken from the Bank on September 30th, 1936, to constitute the metallic reserves of the Exchange Equalisation Fund (100 million florins) was returned to it between December 7th and 14th, 1936. *Foreign bills :* The annual balance-sheets as at March 31st show, in addition to foreign bills, "Balances with Correspondents abroad", the amount of which during the years 1929-1936 varied as follows : (florins 000,000's) 37 ; 24 ; 32 ; 18 ; 8 ; 1 ; 1 ; 2. *Loans and advances :* The increase in this item in October 1936 and the corresponding decrease in December are partly due to gold transfers between the Bank and the Exchange Equalisation Fund (*cf.* Gold, above). *Banking legislation :* On February 22nd, 1937, the privilege of the Nederlandsche Bank was renewed for five years as from April 1st, 1937, and the Bank was authorised to undertake open-market operations.

Commercial Banks : For detailed notes on certain items of the Summary Balance-sheet see the previous editions of this volume.

Sources : Annual Reports of the Nederlandsche Bank. *Economisch-Statistische Berichten*. Reports of the leading commercial banks.

Leading Commercial Banks.

Table 27.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	6	6	6	6	6	6	6
SUMMARY BALANCE-SHEET.		Florins (000,000's)					
ASSETS.							
1. Cash							
(a) Gold, silver and small coins							
(b) Inland notes and balances with Central Bank	93.0	105.8	120.6	211.7	214.8	168.5	81.6
2. Other Items of a Cash Nature							
3. Bills discounted and bought	414.1	419.0	341.1	334.3	268.6	271.8	262.3
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	101.1	120.3	110.8	91.6	70.5	65.2	53.2
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	41.2	70.2	96.4	89.9	84.2	43.9	38.6
6. Due from Banks (Correspondents)	110.5	236.3	91.7	78.4	57.0	64.8	104.2
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	1,062.8	964.1	875.7	686.8	664.8	616.8	548.8
(a) On current account	582.9	646.9	593.3	476.8	466.7	386.1	376.9
(b) Other	479.9	317.2	282.4	210.0	208.1	231.7	171.9
8. Cover for Acceptances	128.8	106.3	65.2	40.2	31.7	24.3	33.1
9. Premises, etc.	29.1	31.5	35.5	36.1	34.6	30.9	29.3
10. Sundry Assets	2.1	1.5	1.7	1.4	2.9	1.9	1.9
11. Total Balance-sheet	1,982.7	2,055.0	1,738.7	1,570.4	1,429.1	1,288.1	1,153.0
LIABILITIES.							
12. Capital paid up	258.3	262.8	262.8	262.4	257.4	197.4	212.5
13. Reserve Funds	139.7	135.5	116.8	113.8	107.3	84.3	83.8
14. Profit and Loss, etc.	27.5	21.4	7.1	10.2	7.6	8.5	11.6
15. Cheques and Drafts, etc., in circulation	45.2	40.1	25.0	14.5	10.5	11.3	12.8
16. Due to Banks (Correspondents)	19.2	5.9	10.1	6.0	7.0	5.0	15.4
(a) At home	—	—	—	—	—	—	—
(b) Abroad	19.2	5.9	10.1	6.0	7.0	5.0	15.4
17. Deposits	1,355.2	1,473.1	1,241.2	1,112.0	996.0	944.2	775.9
(a) Current accounts and sight deposits	634.4	711.9	584.0	606.8	550.9	537.8	464.9
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	458.1	510.5	381.9	311.1	265.0	233.0	199.3
(d) Other deposits	262.7	250.7	275.3	195.1	180.1	173.4	111.7
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
19. Acceptances and Endorsements	128.8	106.3	65.2	40.2	31.7	24.3	33.1
20. Sundry Liabilities	8.8	9.9	10.5	11.3	11.6	13.1	7.9
21. Guarantees	42.2	46.1	38.2	35.7	37.4	41.0	50.4
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	81.2	70.2	60.8	60.7	53.8	50.1	49.7
<i>To be deducted :</i>							
2. Expenses	37.4	34.2	33.3	31.3	30.5	29.8	28.3
(a) Salaries, etc.	—	—	—	—	—	—	—
(b) Other working expenses	—	—	—	—	—	—	—
(c) Taxes, etc.	—	—	—	—	—	—	—
3. Reserved for Pension Funds, etc.	2.2	1.7	1.6	1.5	2.1	1.9	1.6
4. Written off on	17.3	15.0	27.8	19.8	15.2	11.4	6.8
(a) Premises, etc.	4.8	4.0	2.2	3.1	2.4	1.3	2.0
(b) Investments and securities	12.5	11.0	25.6	16.7	12.8	10.1	4.8
(c) Other assets	—	—	—	—	—	—	—
5. Remaining Net Profit or Loss	24.3	19.3	— 1.9	8.1	6.0	7.0	13.0
6. Carried forward from preceding year	1.5	1.6	1.4	1.3	0.9	0.6	1.4
7. Taken from Reserves or Capital	1.4	—	6.0	—	—	—	—
8. Total disposed of for Dividends, etc.	27.2	20.9	5.5	9.4	6.9	7.6	14.4
9. Carried to Reserves	2.1	1.2	0.2	1.2	0.6	0.3	4.3
10. Dividends	20.5	16.5	4.0	6.8	5.6	5.8	8.5
11. Directors' Fees, etc.	3.0	1.8	—	0.5	0.1	0.1	0.5
12. Carried forward to following year	1.6	1.4	1.3	0.9	0.6	1.4	1.1

NORWAY ¹

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Norway							Discount rate
		Gold	Foreign exchange	Securities	Loans and discounts	Sight deposits		Notes in circulation	
						Public	Other		
		Kroner (000,000's)							%
1929.	99.6	147	59	27	240	27	61	318	5
1930.	99.9	146	40	47	200	16	48	312	4
1931.	69.0	155	16	38	256	9	58	334	6
1932.	63.0	144	30	27	256	7	67	315	4
1933.	61.4	143	5	29	274	10	53	327	3.5
1934.	55.1	135	40	34	263	9	73	333	3.5
1935.	54.9	185	36	39	223	23	57	348	3.5
1936.	54.3	215	96	54	221	56	49	429	4
March 1935.	53.0	135	45	36	232	26	54	323	3.5
June 1935	54.8	165	41	35	207	29	43	332	3.5
Sept. 1935	55.0	185	28	37	191	16	50	331	3.5
Dec. 1935	54.9	185	36	39	223	23	57	348	3.5
March 1936.	55.0	185	46	43	202	31	44	357	3.5
June 1936	55.9	195	66	41	190	29	47	376	3.5
Sept. 1936	55.8	215	63	45	214	57	48	390	3.5
Dec. 1936	54.3	215	96	54	221	56	49	429	4
March 1937.	54.1	215	85	68	174	46	44	410	4

^a Parity in 1929 : 1 krone = 26.80 U.S.A. cents ; 1 U.S.A. dollar = 3.73 kroner.

End of	Commercial Banks						Deposits in savings banks	Clearing turnover	Percentage yield of bonds
	Cash	Net foreign assets	Discounts	Loans and advances	Sight deposits	Time and savings deposits			
	Kroner (000,000's)								
Dec. 1934	53	10	306	666	96	668	1,610	665	4.48
March 1935	23	11	306	680	87	684	1,613	646	4.48
June 1935	24	21	308	677	97	703	1,602	683	4.40
Sept. 1935	24	18	310	681	109	707	1,595	699	4.46
Dec. 1935	47	3	335	686	117	713	1,590	835	4.47
March 1936	21	16	335	679	109	707	1,590	748	4.47
June 1936	33	23	339	676	116	706	1,561	774	4.52
Sept. 1936	27	18	335	678	114	681	1,524	785	4.59
Dec. 1936	48	20	348	663	125	680	1,516	878	4.53
March 1937	31	9	351	693	134	712	1,514	807	4.49

See *Commercial Banks 1913-1929*, page 202 ; *1925-1933*, page 165 ; *1929-1934*, page 84 ; *Money and Banking 1935/36*, Vol. II, page 144.

Value of Currency : The gold standard was suspended on September 27th, 1931. Since 1933, the currency has been pegged to sterling at the rate of 19.90 kroner to the £.

Bank of Norway : The figures refer throughout to the last day of the year or month indicated. *Change in Statutes :* The upper limit of the Bank's fiduciary issue was raised from 250 million kroner to 325 million kroner by a Law of June 30th, 1936. This law, moreover, expressly authorised the Bank to carry out open-market operations. *Gold and foreign exchange :* The gold and foreign-exchange reserve is still valued at the old parities. *Discount rate :* Date of last change : December 7th, 1936.

¹ In the preceding edition of this publication (*Money and Banking 1935/36*, Vol. II, page 144) it was stated that the proceeds of a loan of £1.15 million issued in London in September 1934 on behalf of a Norwegian firm were used to liquidate the firm's indebtedness to the Bank of Norway. This statement was erroneous. In fact, the proceeds of the loan were used to liquidate the firm's indebtedness to a commercial bank, and the Bank of Norway took no part in the transaction.

Commercial Banks : The monthly returns on which the above figures are based cover only sixty-four " free " banks and are therefore not fully comparable with the complete annual accounts shown in the summary balance-sheet table below. *Tax on bank deposits :* In January 1936, the Government imposed a tax of 25 % on interest derived from deposits in commercial and savings banks. The recent decline in deposits, accompanied by an increase in the note circulation, should be considered in the light of this measure.

Clearing Turnover : Quarterly totals of clearings at Oslo.

Bond Yields : Five 4½% bonds (3 Government, 1 mortgage, 1 municipal).

Sources : Annual reports, monthly reports and periodic returns of the Bank of Norway. *Statistiske meddelelser.*

Summary Balance-sheet.

1. Cash.

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Gold, subsidiary coins and notes	23.3	24.2	28.2	20.7	23.2	27.4	26.5
Balances with Central Bank	33.2	31.9	17.1	33.0	24.0	26.6	22.1
Total	56.5	56.1	45.3	53.7	47.2	54.0	48.6

2. Other Items of a Cash Nature.

Coins and notes in foreign currency.

3. Bills discounted and bought.

Rediscounts, also shown in group 18, are included in the inland bill portfolio as follows :

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Discounted	334.5	358.2	335.8	328.8	316.8	317.9	348.5
Rediscounted	3.6	3.0	10.1	3.9	3.4	4.1	2.0
Total	338.1	361.2	345.9	332.7	320.2	322.0	350.5

4 and 5. Investments and Securities ; Participations.

Group 4 (b) is composed as follows :

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
<i>Norwegian securities :</i>							
Municipal bonds	64.7	57.8	45.7	42.3	36.7	34.0	34.5
Bonds of Mortgage and Fisher Banks, etc.	45.1	39.3	37.7	35.9	38.8	44.1	51.0
Other bonds	38.9	40.0	40.6	35.3	32.7	27.4	29.6
Shares	40.1	43.8	37.7	40.4	37.9	34.3	31.6
Total	188.8	180.9	161.7	153.9	146.1	139.8	146.7
<i>Foreign securities :</i>							
Government	7.8	13.6	7.4	7.2	7.0	5.7	4.1
Other	5.2	13.4	7.3	7.0	6.9	3.5	1.9
Total	13.0	27.0	14.7	14.2	13.9	9.2	6.0
Grand total	201.8	207.9	176.4	168.1	160.0	149.0	152.7

6. Due from Banks (Correspondents).

Group 6 (b) includes debtors in foreign currency :

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Due from banks abroad	57.9	43.4	21.7	19.3	17.5	29.9	29.3
Debtors in foreign currency	25.8	31.5	35.8	33.2	36.5	52.1	34.8
Total	83.7	74.9	57.5	52.5	54.0	82.0	64.1

7. Loans and Advances.

The sums under (a) represent sundry debtors, cash credits, etc. An amount equal to the acceptances has been deducted from this and carried to group 8. The figures under (b) represent collateral loans.

8. Cover for Acceptances and Reimbursement Credits.

	1929	1930	1931	1932	1933	1934	1935
				Kroner (000,000's)			
Cover for acceptances	1.0	1.5	0.5	0.6	0.5	0.6	2.0
Current reimbursements	16.8	15.4	8.9	9.8	9.4	11.6	12.1
Total	17.8	16.9	9.4	10.4	9.9	12.2	14.1

Commercial Banks.

Table 28.

End of the year :	1929	1930	1931	1932	1933	1934	1935
	Free banks	Free banks	Free banks	Free banks	Free banks	Free banks	Free banks
Number of Banks	112	112	112	105	105	105	105
SUMMARY BALANCE-SHEET.		Kroner (000,000's)					
ASSETS.							
1. Cash	56.5	56.1	45.3	53.7	47.2	54.0	48.6
(a) Gold, silver and small coins . . .	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	0.6	0.6	0.4	0.4	0.3	0.5	0.5
3. Bills discounted and bought	357.8	373.4	357.2	343.7	329.3	331.8	361.7
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	338.1	361.2	345.9	332.7	320.2	322.0	350.5
(c) Commercial bills, Foreign	19.7	12.2	11.3	11.0	9.1	9.8	11.2
4. Investments and Securities	285.9	289.7	248.6	232.0	223.9	201.3	205.0
(a) Government	84.1	81.8	72.2	63.9	63.9	52.3	52.3
(b) Other	201.8	207.9	176.4	168.1	160.0	149.0	152.7
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents) . . .	176.8	173.7	138.9	158.5	137.8	179.2	183.4
(a) At home	93.1	98.8	81.4	106.0	83.8	97.2	119.2
(b) Abroad	83.7	74.9	57.5	52.5	54.0	82.0	64.1
7. Loans and Advances	754.7	753.8	755.4	708.2	696.6	686.9	704.1
(a) On current account	674.6	672.0	668.0	627.4	610.5	597.9	610.8
(b) Other	80.1	81.8	87.4	80.8	86.1	89.0	93.3
8. Cover for Acceptances	17.8	16.9	9.4	10.4	9.9	12.2	14.1
9. Premises, etc.	23.1	23.4	23.5	22.7	23.3	23.1	22.7
10. Sundry Assets	36.6	35.6	33.0	33.9	33.7	31.3	28.6
11. Total Balance-sheet	1,709.8	1,723.2	1,611.7	1,563.5	1,502.0	1,520.3	1,568.6
LIABILITIES.							
12. Capital paid up	196.1	200.8	170.5	183.3	181.9	180.0	175.3
13. Reserve Funds	66.6	70.8	51.3	53.1	54.3	58.5	58.2
14. Profit and Loss, etc.	12.0	—	—	—	—	—	—
15. Cheques and Drafts, etc., in circulation	13.1	10.5	9.6	10.4	10.1	10.2	11.6
16. Due to Banks (Correspondents)	321.0	320.2	348.3	399.9	388.3	402.8	394.7
(a) At home	263.3	269.9	306.2	348.8	330.7	338.0	344.5
(b) Abroad	57.7	50.3	42.1	51.1	57.6	64.8	50.2
17. Deposits	1,058.2	1,084.1	993.7	883.2	836.6	839.6	903.7
(a) Current accounts and sight deposits	124.1	127.8	112.7	99.5	82.6	99.0	119.2
(b) Savings accounts	894.4	897.0	885.4	782.1	718.9	699.9	745.0
(c) Time or fixed deposits	39.7	59.3	45.6	31.6	35.1	40.7	39.5
(d) Other deposits	9.7	59.3	45.6	31.6	35.1	40.7	39.5
18. Rediscounts and Other Borrowings . .	9.8	8.5	15.7	10.0	9.0	9.7	7.6
19. Acceptances and Endorsements	17.0	15.6	9.2	12.3	10.9	11.8	12.2
20. Sundry Liabilities	16.0	12.7	13.4	11.3	10.9	7.7	5.3
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	42.6	44.7	44.8	43.2	42.9	44.0	44.8
To be deducted :							
2. Expenses	21.2	22.0	23.9	22.7	22.6	23.1	24.0
(a) Salaries, etc.	13.4	13.8	14.3	13.4	13.7	13.9	14.2
(b) Other working expenses	4.5	4.4	4.6	4.4	4.3	4.3	4.8
(c) Taxes, etc.	3.3	3.8	5.0	4.9	4.6	4.9	5.0
3. Reserved for Pension Funds, etc. . . .	—	—	—	—	—	—	—
4. Written off on	8.8	9.1	63.8	12.5	14.2	11.6	12.7
(a) Premises, etc.	0.7	—	—	—	—	—	—
(b) Investments and securities	1.4	—	—	—	—	—	—
(c) Other assets	6.7	—	—	—	—	—	—
5. Remaining Net Profit (+) or Loss (—)	+ 12.6	+ 13.6	— 42.9	+ 8.0	+ 6.1	+ 9.3	+ 8.1
6. Carried forward from preceding year .	0.8	1.1	1.0	0.7	1.8	1.8	2.2
7. Taken from Reserves or Capital	3.6	1.4	22.9	0.5	2.2	0.6	0.2
8. Deficit left uncovered	—	—	32.6	4.2	2.7	2.4	3.8
9. Total disposed of for Dividends, etc. .	17.0	16.1	13.6	13.4	12.8	14.1	14.3
10. Carried to Reserves	5.8	4.6	6.9	5.5	4.3	4.4	4.4
11. Dividends	10.1	10.5	6.0	6.1	6.7	7.5	7.8
12. Directors' Fees, etc.	—	—	—	—	—	—	—
13. Carried forward to following year . . .	1.1	1.0	0.7	1.8	1.8	2.2	2.1

10. <i>Sundry Assets.</i>	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Real estate	4.1	3.7	3.6	4.2	4.5	4.3	3.5
Protested bills	2.6	2.1	2.1	1.8	1.5	1.0	0.8
Branch accounts	3.1	9.9	6.3	11.9	13.1	13.0	12.1
Other assets	26.8	19.9	21.0	16.0	14.6	13.0	12.2
Total	36.6	35.6	33.0	33.9	33.7	31.3	28.6

13. <i>Reserve Funds.</i>	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Ordinary reserve funds	57.1	60.0	40.1	43.0	41.4	45.1	45.9
Other reserve funds	9.5	10.8	11.2	10.1	12.9	13.4	12.3
Total	66.6	70.8	51.3	53.1	54.3	58.5	58.2

15. *Cheques and Drafts in Circulation.*

The sums given in this group of the Summary Table consist of post bills and notified cheques.

16. *Due to Banks (Correspondents).*

The amounts shown as due to banks at home include indebtedness to the Central Bank. (Rediscunts, under group 18 below, usually constitute but a small part of that indebtedness.) This can be isolated as follows. The mutual indebtedness of the banks is eliminated by subtracting 6 (a) from 16 (a). Of the balance, part is due to the savings banks and part to the Norges Bank. The net deposits of the savings banks with commercial banks can be calculated from the reports of the Bank Inspector (which, however, cover only 81% of the total balances of the savings banks). Deducting these deposits from the difference between 16 (a) and 6 (a), one obtains a balance which represents borrowings of the commercial banks from the Norges Bank. Calculated in this way, these borrowings, at the end of the years 1929 to 1935, stood at about 50, 75, 150, 160, 180, 140 and 104 million kroner respectively; the exact figures cannot be arrived at owing to the incompleteness of the savings banks' statistics.

The sums shown as due to banks abroad include creditors in foreign currency as follows:

	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Due to banks abroad	41.3	37.2	17.3	15.0	14.4	11.9	12.8
Creditors in foreign currency	16.4	13.1	24.8	36.1	43.2	52.9	37.4
Total	57.7	50.3	42.1	51.1	57.6	64.8	50.2

The greater part of sums due to creditors in foreign currency represents balances received from customers for deposit on exchange account with foreign banks. These balances are included in the assets under debtors in foreign currency (group 6), and thus represent operations for third parties.

17. *Deposits.*

Savings accounts are not shown separately from time deposits. Other deposits (group 17 (d)) are shown in the statistics as "Sundry creditors".

18. <i>Rediscunts and Other Borrowings.</i>	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Capital borrowings	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Rediscunts:							
At home	3.6	2.9	10.1	3.9	3.4	4.1	2.0
Abroad	0.7	0.2	0.5	0.4	0.4	0.4	0.5
Acceptances for own account	0.5	0.4	0.1	0.7	0.2	0.2	0.1
Total	9.8	8.5	15.7	10.0	9.0	9.7	7.6

19. <i>Acceptances and Reimbursement Credits.</i>	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Acceptances	1.0	1.5	0.5	0.6	0.5	0.6	2.0
Current reimbursements	16.0	14.1	8.7	11.7	10.4	11.2	10.2
Total	17.0	15.6	9.2	12.3	10.9	11.8	12.2

20. <i>Sundry Liabilities.</i>	1929	1930	1931	1932	1933	1934	1935
	Kroner (000,000's)						
Mortgage debts	1.2	0.7	0.7	0.9	1.1	1.0	1.0
Interest accounts	3.6	3.3	4.4	2.9	2.6	2.4	2.5
Branch accounts	1.6	1.6	4.6	0.3	4.4	2.1	1.1
Other accounts	9.6	7.1	3.7	7.2	2.8	2.2	0.7
Total	16.0	12.7	13.4	11.3	10.9	7.7	5.3

Summary of Profit-and-Loss Accounts.

1. *Gross Profits.*

According to details given in the official statistics, 75 to 80% of gross profits is derived from net interest on loans and discounts, the remainder from commissions, securities, foreign exchange, etc.

2. *Expenses.*

The sums shown under the heading "Salaries, etc." include directors' fees, which are not shown separately in the statistics.

PARAGUAY

See *Money and Banking, 1935/36*, Volume II, page 149.

Value of the Currency : Since 1923, the Paraguayan peso has been officially pegged to the Argentine gold peso. The official currency rate, which was fixed at 42.6136 Paraguayan paper pesos to one Argentine gold peso (18.75 Paraguayan paper pesos to one Argentine paper peso) was raised twice after the end of the war with Bolivia, first on August 17th, 1935 (one Argentine paper peso = 25 Paraguayan paper pesos or one Argentine gold peso = 56.8182 Paraguayan paper pesos), and again on February 1st, 1936 (one Argentine paper peso = 35 Paraguayan paper pesos or one Argentine gold peso = 79.5454 Paraguayan paper pesos). Shortly after this second modification, the official exchange value of the peso was fixed at 61.50 Paraguayan paper pesos to one Argentine paper peso. Besides the official exchange value, the peso has an open market rate which fell in October 1935 to about 95 Paraguayan pesos = one Argentine paper peso, although it recovered somewhat subsequently. Exchange control was introduced in August 1932 and exporters were obliged to sell to the Oficina de Cambios part of the proceeds of their exports at the official rates given above.

Notes Issue : Notes in circulation : The amount of paper money in circulation, estimated just before the Chaco war at 200 million pesos, increased very considerably during the years 1932-1935 ; in spite of a certain deflation accomplished after the cessation of hostilities in June 1935, the amount of paper money in circulation in the second half of 1936 was estimated at 1,125 million pesos, as compared with 1,400 millions a year ago (*Department of Overseas Trade : Report on Economic and Commercial Conditions in Paraguay, 1937*). Argentine currency, used for certain commercial transactions, is recognised as legal tender in Paraguay. **Banking legislation :** The Oficina de Cambios, a Government institution which performs both central and commercial banking operations and has charge of the exchange control, was transformed into the Banco de la República del Paraguay ; this Government bank, to which the Oficina de Cambios has transferred its assets and liabilities, is still governed by the charter of the former institution, since its own statutes have not yet been drawn up (Decree of February 22nd, 1936).

Commercial Banks.

	1931		1932		1933		March 1935		June 1935	
	Paper	Gold	Paper	Gold	Paper	Gold	Paper	Gold	Paper	Gold
ASSETS.	Paraguayan pesos (000,000's)									
1. Cash	20.1	0.5	25.0	0.2	73.7	0.1	177.8	0.1	174.2	0.1
2. Balances with banks	24.2	0.6	17.6	0.5	34.4	0.2	80.9	0.2	79.3	0.3
3. Discounts	16.6	0.6	13.6	0.9	12.2	0.7	11.2	0.3	22.0	0.2
4. Current-account creditors	51.6	0.6	40.6	0.5	46.8	0.3	59.2	0.4	68.0	0.4
5. Mortgage loans	—	0.7	—	0.7	—	0.6	0.1	0.5	—	0.5
6. Other loans	6.2	0.4	6.1	0.4	6.5	0.4	4.1	0.2	3.5	0.2
7. Other assets	51.0	2.9	39.5	2.9	29.3	2.7	26.2	3.6	27.9	3.7
LIABILITIES.										
8. Capital	1.0	0.9	1.0	0.9	1.0	0.9	1.0	0.9	1.0	0.9
9. Reserves, etc.	0.6	—	0.5	—	—	—	—	—	—	—
10. Deposits	119.8	1.9	102.7	1.5	156.3	0.8	296.1	0.8	325.0	0.9
Of which :										
(a) On current account	(78.5)	(0.8)	(73.1)	(0.7)	(123.7)	(0.4)	(249.7)	(0.4)	(274.3)	(0.5)
(b) Savings deposits	(34.2)	(0.7)	(23.1)	(0.5)	(24.4)	(0.2)	(36.9)	(0.2)	(40.6)	(0.2)
(c) Fixed deposits	(7.1)	(0.4)	(6.5)	(0.3)	(8.2)	(0.2)	(9.5)	(0.2)	(10.1)	(0.2)
11. Other liabilities	48.4	3.5	38.2	4.0	45.6	3.3	62.4	3.6	48.9	3.6
Total balance-sheet	169.8	6.5	142.4	6.4	203.0	5.0	359.5	5.3	374.9	5.4

This table is a summary of the accounts of the private banks, as given in the official *Boletín Trimestral de Estadística* and as far as they were available when the present chapter was written in March 1937. No details are available with regard to the number of institutions covered by the above table. The accounts of the two Government institutions, the Oficina de Cambios and the Banco Agrícola del Paraguay, are however excluded. The banks keep two separate accounts, one in Paraguayan gold pesos and one in Paraguayan paper pesos.

PERU

End of	Value of currency as % of 1929 average rate ^a	Banco Central de Reserva del Perú						
		Gold	Foreign exchange	Discounts and advances			Notes in circulation	Deposits
				Total	Treasury bills	Advances to the Treasury		
Sols (000,000's)								
1929	100.0	76.8	9.7	0.5	—	—	65.2	11.6
1930	75.8	62.7	7.7	3.5	—	—	64.0	6.3
1931	69.9	43.1	17.1	12.9	—	—	54.6	7.7
1932	43.1	39.8	0.4	20.7	6.9	2.0	50.1	5.5
1933	35.4	42.1	6.3	49.1	13.6	26.7	67.3	20.5
1934	35.0	39.6	4.5	61.8	26.4	33.6	73.7	28.3
March 1935	35.6	39.6	4.1	61.5	27.2	33.2	71.8	29.3
June 1935	35.7	39.7	4.0	62.7	28.8	32.9	74.0	28.2
Sept. 1935	36.0	39.6	5.9	57.5	24.2	32.5	80.3	18.7
Dec. 1935	37.2	39.9	7.8	58.1	24.6	32.2	84.5	17.2
March 1936	37.1	40.9	0.3	67.9	34.8	31.8	84.9	20.2
June 1936	37.3	39.2	5.4	77.6	35.0	41.3	90.3	27.7
Sept. 1936	37.0	40.6	3.1	85.6	38.1	45.6	91.3	33.4
Dec. 1936	37.3	43.8	4.8	83.7	36.8	45.6	95.9	31.8
March 1937	38.4	41.8	...	...	...	...	93.5	...

^a 1929 average rate : 1 sol = 0.40 U.S.A. dollar ; 1 U.S.A. dollar = 2.50 sols.

End of	Commercial Banks									Mortgage Banks		Clearing turnover
	Cash	Treasury bills rediscounted at the Banco Central	Loans and advances	Discounts		Deposits			Loans	Bonds in circulation		
				Total	Treasury bills	Total	Current accounts and sight	Savings			Time	
Sols (000,000's)												
Dec. 1934	37.6	26.0	72.1	47.2	0.4	163.5	97.7	32.9	32.9	53.4	43.2	45.9
June 1935	38.0	23.1	76.2	61.8	0.5	169.1	96.6	37.0	35.5	54.0	44.8	50.0
Dec. 1935	29.1	26.4	74.8	66.1	0.2	184.4	104.4	40.3	39.7	55.7	44.8	52.4
June 1936	43.2	28.5	83.1	92.1	12.9	206.5	116.9	44.6	45.0	56.9	44.5	62.5
Dec. 1936	48.3	24.7	89.7	87.7	12.4	225.3	127.4	49.3	48.6	59.6	45.5	58.9

See *Commercial Banks 1913-1929*, page 396 ; *1925-1933*, page 300 ; *1929-1934*, page 182 ; *Money and Banking 1935/36*, Vol. II, page 151.

Value of Currency : The gold parity was fixed on April 18th, 1931, at 1 sol = 0.27998 U.S.A. dollar, 1 U.S.A. dollar = 3.57171 sols (1 Peruvian pound = 10 sols). As the gold parity was not fixed until 1931, the value of the currency, as shown in the above table, has been calculated on the basis of the average rate of the Peruvian currency in 1929. Official exchange control has not been introduced.

Banco Central de Reserva del Perú : Till 1930, Banco de Reserva del Perú. *Gold :* Since May 18th, 1932 (Law No. 7526 suspending the convertibility of notes), the gold holding has been made up as follows : (1) 38.8 millions of gold, " which cannot be touched ", valued at the legal parity of 2.3738 gold sols = 1 gramme of fine gold, and (2) the remainder valued at cost (Law No. 7538) — that is, at 4.66 gold sols in December 1934 and 4.38 gold sols in December 1935 (monthly average for 1 gramme of fine gold). *Foreign exchange :* Since April 1935, these include gold abroad. *Discounts and advances :* *Treasury bills :* Rediscounted by the commercial banks at the Banco Central since 1930. *Advances to the Treasury :* Direct advances (Laws Nos. 7760, 7837, and, since June 1936, Laws Nos. 8040 and 8191).

Commercial Banks : Including the Lima Savings Bank. *Treasury bills :* These bills rediscounted at the Banco Central form part of the legal reserve (Laws Nos. 6745, 7538, 7701, 7737 and 7881). *Deposits :* Excluding inter-bank deposits and court deposits.

Commercial Banks.

Table 29.

End of the year :	1930	1931	1932	1933	1934	1935
Number of Banks	13	11	9	9	9	9
SUMMARY BALANCE-SHEET.						
ASSETS.						
1. Cash	18.5	17.4	17.8	34.4	37.7	29.1
(a) Gold, silver and small coins	3.0	4.1	4.6	2.0	2.0	2.7
(b) Bank-notes, State notes and balances with Central Bank.	15.5	13.3	13.2	32.4	35.7	26.4
2. Other Items of a Cash Nature	0.1	0.4	0.4	18.2	26.4	28.5
3. Bills discounted and bought	55.7	38.0	52.6	35.5	47.2	59.0
(a) Treasury bills	—	4.6	4.8	0.9	0.4	0.3
(b) Commercial bills, Inland	55.7	29.6	27.6	30.1	36.2	47.5
(c) Commercial bills, Foreign.	—	3.8	20.2	4.5	10.6	11.2
4. Investments and Securities	32.1	17.3	17.9	17.5	17.8	24.9
(a) Government.	—	1.5	3.4	3.3	3.8	4.8
(b) Other.	—	15.8	14.5	14.2	14.0	20.1
5. Participations	—	—	—	—	—	—
6. Due from Banks (Correspondents)	20.0	14.1	9.7	12.2	13.9	19.6
(a) At home	3.9	1.4	0.1	0.7	0.8	1.2
(b) Abroad	16.1	12.7	9.6	11.5	13.1	18.4
7. Loans and Advances.	76.1	80.2	81.7	59.2	72.1	82.5
(a) On current account	—	57.4	57.9	43.6	56.7	64.7
(b) Other.	—	22.8	23.8	16.6	15.4	17.8
8. Cover for Acceptances	—	—	—	—	—	—
9. Premises, etc.	5.0	5.8	4.5	4.9	5.1	5.1
10. Sundry Assets.	14.2	17.5	23.3	33.5	67.4	64.9
11. Total Balance-sheet	221.8	190.7	207.9	215.4	287.6	313.6
LIABILITIES.						
12. Capital paid up	44.7	26.5	25.9	25.9	25.9	26.9
13. Reserve Funds	12.3	13.8	13.0	13.3	14.2	15.1
14. Profit and Loss, etc.	4.9	1.7	1.3	1.9	1.9	2.9
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—
16. Due to Banks (Correspondents)	3.9	19.4	23.7	9.3	6.8	4.6
(a) At home	3.9	0.2	0.8	—	2.7	1.2
(b) Abroad	—	19.2	22.9	9.3	4.1	3.4
17. Deposits	120.1	103.4	102.6	127.4	163.7	190.6
(a) Current accounts and sight deposits	54.1	50.5	53.8	70.4	97.7	108.0
(b) Savings accounts.	16.3	18.3	20.1	26.4	32.9	40.3
(c) Time or fixed deposits.	43.3	34.3	28.5	30.5	33.9	43.1
(d) Other deposits.	6.4	0.3	0.2	0.1	0.3	0.3
18. Rediscounts and Other Borrowings	—	6.5	17.4	3.2	6.3	7.4
19. Acceptances and Endorsements	—	—	—	—	—	—
20. Sundry Liabilities	35.9	19.4	24.0	34.4	68.8	66.1

Clearing Turnover : Bank debits on private accounts; monthly figures.

Sources : Banco Central de Reserva del Perú : *Memoria anual* and *Boletín mensual*. Superintendencia de Bancos : *Situación de las Empresas Bancarias del Perú. Memoria de la Superintendencia de Bancos y Estadística bancaria*.

Summary Balance-sheet.

For detailed notes on various items of the balance-sheet, see preceding editions of this volume.

1. Cash.						7. Loans and Advances.					
	1931	1932	1933	1934	1935		1931	1932	1933	1934	1935
	Sols (000,000's)						Sols (000,000's)				
Gold	2.9	3.8	1.5	1.3	1.5	(a) On current account :					
Silver, nickel, etc.	1.2	0.8	0.5	0.7	1.2	In Peruvian currency :					
Total 1 (a)	4.1	4.6	2.0	2.0	2.7	Against collateral	26.5	18.2	23.0	27.4	34.8
Notes	7.0	8.0	12.0	13.4	12.6	Without collateral	15.2	14.5	11.7	21.5	25.8
Balances with Central Bank	6.3	5.2	20.4	22.3	13.8	In foreign currency :					
Total 1 (b)	13.3	13.2	32.4	35.7	26.4	Against collateral	13.6	17.9	4.8	5.0	1.9
						Without collateral	2.1	6.8	3.1	2.8	2.2
						Total	57.4	57.9	42.6	56.7	64.7
2. Other Items of a Cash Nature.						(b) Other loans :					
	1931	1932	1933	1934	1935		1931	1932	1933	1934	1935
	Sols (000,000's)						Sols (000,000's)				
Foreign notes and coins	0.1	0.3	0.3	0.2	0.1	In Peruvian currency :					
Balances due from other banks	0.3	0.1	0.1	0.2	2.0	Against collateral	7.3	6.4	5.8	6.3	6.9
Special Treasury bills of 1933 rediscounted with Banco Central	—	—	17.8	26.0	26.4	Without collateral	0.9	1.1	1.6	0.7	1.0
Total	0.4	0.4	18.2	26.4	28.5	To Government	4.5	3.6	1.0	0.9	1.4
						In foreign currency :					
						Against collateral	1.5	1.6	1.6	0.8	0.5
						Without collateral	1.6	0.3	—	0.3	0.3
						To Government	—	1.0	0.6	0.5	0.1
						Certificates of deposit	0.2	0.2	0.2	0.9	2.1
						Other loans	6.8	9.6	5.8	4.8	5.5
						Total	22.8	23.8	16.6	15.4	17.8
						Grand total	80.2	81.7	59.2	72.1	82.5
3. Bills discounted and bought.						10. Sundry Assets.					
	1931	1932	1933	1934	1935		1931	1932	1933	1934	1935
	Sols (000,000's)						Sols (000,000's)				
Treasury bills :						Branch accounts	0.4	0.3	0.3	0.9	0.5
Discounted	4.6	4.8	0.9	0.4	0.3	Exchange operations	10.7	15.5	24.0	53.7	51.0
Rediscounted	—	6.1	—	—	—	Profit-and-loss account	—	0.1	—	—	—
Inland bills :						Other accounts	6.4	7.4	9.2	12.8	13.4
Discounted	29.6	27.6	30.1	36.2	47.5	Total	17.5	23.3	33.5	67.4	64.9
Rediscounted	6.5	0.3	—	—	—						
Foreign bills :											
Discounted	3.3	20.1	4.2	10.4	10.7						
Bought	0.5	0.1	0.3	0.2	0.5						
Rediscounted	—	11.0	3.2	6.3	7.4						
Total { Discounts	38.0	52.6	35.5	47.2	59.0						
Rediscounts	6.5	17.4	3.2	6.3	7.4						
Net bill portfolio	31.5	35.2	32.3	40.9	51.6						
4. Investments and Securities.						18. Rediscounts.					
The sums shown under (a) include municipal securities ; the composition of (b) is given below :						Excluding special Treasury bills of 1933 rediscounted with Banco Central (see group 2).					
	1931	1932	1933	1934	1935		1931	1932	1933	1934	1935
	Sols (000,000's)						Sols (000,000's)				
Shares of Central Bank	1.8	1.7	1.7	1.8	1.9	20. Sundry Liabilities.					
Other shares	9.6	12.6	12.3	12.0	17.8	Branch accounts	0.8	—	0.5	0.7	0.4
Securities in savings department	4.3	—	—	—	—	Mortgage departments	0.6	0.4	—	—	—
Securities pledged with Banking Superintendent	0.1	0.2	0.2	0.2	0.4	Exchange operations	10.1	15.4	23.9	53.9	51.0
Total	15.8	14.5	14.2	14.0	20.1	Other accounts	7.9	8.2	10.0	14.2	14.7
						Total	19.4	24.0	34.4	68.8	66.1

Profit-and-Loss Accounts.

The following statement of the banks' profit-and-loss accounts is available since 1932 :

	1932	1933	1934	1935
	Sols (000,000's)			
Interest {	Income	9.6	9.0	9.9
	Outlay	4.3	4.2	4.8
	Net income	5.3	4.8	5.1
Commis- sions, etc. {	Income	3.2	4.2	3.8
	Outlay	2.2	1.7	1.9
	Net income	1.0	2.5	1.9
Gross profits	6.3	7.3	7.0	2.3
Salaries, etc.	3.1	3.1	3.2	3.5
Taxes	0.3	0.2	0.3	0.5
Written-off assets	1.4	1.8	1.0	1.1
Net profits	1.5	2.2	2.5	3.4

POLAND

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Poland									Coins in circulation	Total currency circulation
		Gold	Foreign exchange	Securities	Discount	Treasury bills	Loans against collateral	Sight deposits and current accounts	Notes in circulation			
Zloty (000,000's)												
1929	99.9	701	526	83	704	—	77	468	1,340	196	1,535	
1930	99.8	562	413	95	672	—	86	210	1,528	238	1,566	
1931	99.8	600	213	106	670	—	126	213	1,218	240	1,458	
1932	99.7	502	137	106	586	—	114	220	1,003	322	1,325	
1933	100.2	476	88	92	688	48	80	262	1,004	342	1,346	
1934	100.0	503	28	103	654	48	54	240	981	384	1,365	
1935	99.8	444	27	141	689	68	109	210	1,007	404	1,411	
1936	99.3	393	30	225	681	67	107	292	1,034	428	1,462	
March 1935	99.9	507	15	124	621	6	54	210	945	383	1,328	
June 1935	99.9	510	16	131	646	53	63	210	948	390	1,338	
Sept. 1935	99.8	466	27	139	665	59	74	158	981	406	1,387	
Dec. 1935	99.8	444	27	141	689	68	109	210	1,007	404	1,411	
March 1936	99.8	427	26	180	611	51	73	155	979	397	1,376	
June 1936	99.6	370	7	198	640	56	143	173	1,019	403	1,422	
Sept. 1936	99.1	373	16	223	662	47	120	196	1,048	421	1,469	
Dec. 1936	99.3	393	30	225	681	67	107	292	1,034	428	1,462	
March 1937	99.7	406	35	224	602	3	35	254	1,000	430	1,430	

^a Parity in 1929 : 1 zloty = 11.22 U.S.A. cents ; 1 U.S.A. dollar = 8.91 zloty.

End of	Commercial Banks							Deposits in savings banks	Clearing turnover	Percentage yield of bonds
	Cash	Discounts	Securities	Loans and advances	Current accounts and sight deposits	Time and savings deposits	Rediscounts			
Zloty (000,000's)										
Dec. 1934	70.7	337.3	121.5	501.5	314.8	281.5	172.6	1,521.1	15,600	10.80
March 1935	43.0	328.5	142.0	510.0	321.7	293.1	160.8	1,570.0	15,229	10.14
June 1935	43.4	330.6	147.5	492.0	330.2	287.0	177.8	1,590.7	15,206	10.64
Sept. 1935	42.5	336.1	162.2	481.2	349.3	285.9	177.0	1,564.5	16,460	10.45
Dec. 1935	80.7	326.4	155.7	498.9	333.8	285.6	187.9	1,592.9	18,095	11.59
March 1936	47.3	328.7	156.7	504.3	329.1	291.9	174.6	1,597.6	17,931	8.92
June 1936	57.1	314.6	144.9	479.5	349.6	269.1	160.4	1,541.2	17,993	10.32
Sept. 1936	46.0	313.2	145.5	470.0	374.0	263.0	137.2	1,561.5	16,219	10.46
Dec. 1936	75.5	341.9	146.2	454.2	368.5	262.5	173.4	1,616.2	17,474	10.55

See *Commercial Banks 1913-1929*, page 224 ; *1925-1933*, page 172 ; *1929-1934*, page 89 ; *Money and Banking 1935/36*, Vol. II, page 153.

Value of Currency : A system of exchange restrictions was introduced by a Decree of April 26th, 1936, which centralised all foreign-exchange transactions with the Bank of Poland and certain private banks authorised by it, made foreign payments subject to the permit of a Foreign Exchange Commission set up at the Bank, and required all firms and persons to surrender at the official rates of exchange any foreign means of payment in their possession. A comprehensive licensing system for imports was, in addition, instituted by a Decree of May 8th, 1936. In June 1936, the transfer of funds on account of foreign debts was suspended ; the Polish debtors concerned were required to make their payments in zloty into blocked accounts at the Bank of Poland.

Bank of Poland : The figures refer throughout to the last day of the year or month shown. *Discount rate :* Date of last change : October 26th, 1933.

Commercial Banks : The figures cover the same banks as the summary balance-sheet below.

Commercial Banks.

Table 30.

End of the year :	1929	1930	1931	1932	1933	1934	1935	1936
Number of Banks	63	64	64	60	54	51	51	49
SUMMARY BALANCE-SHEET.								
ASSETS.								
Zloty (000,000's)								
1. Cash	106	97	76	66	62	65	75	70
(a) Gold, silver and small coins	—	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	28	29	14	12	8	6	6	6
3. Bills discounted and bought	935	863	528	407	367	337	326	342
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—
4. Investments and Securities	—	—	—	—	—	—	—	—
(a) Government	—	—	—	—	—	—	—	—
(b) Other	112	114	98	93	91	122	156	146
5. Participations	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	122	135	108	112	93	73	74	76
(a) At home	46	53	45	43	45	38	39	41
(b) Abroad	76	82	63	69	48	35	35	35
7. Loans and Advances	1,092	1,204	872	754	637	647	653	606
(a) On current account	904	988	656	533	448	431	423	383
(b) Other	188	216	216	221	189	216	230	223
8. Cover for Acceptances	—	—	—	—	—	—	—	—
9. Premises, etc.	134	149	126	122	102	98	92	84
10. Sundry Assets	449	421	430	405	395	582	722	655
11. Total Balance-sheet	2,978	3,012	2,252	1,971	1,755	1,930	2,104	1,985
LIABILITIES.								
12. Capital paid up	239	263	250	243	216	218	218	215
13. Reserve Funds	66	74	72	68	62	63	61	60
14. Profit and Loss, etc.	—	—	—	—	—	—	—	—
15. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—	—
16. Due to Banks (Correspondents)	563	561	344	307	257	244	222	195
(a) At home	102	90	64	88	78	77	85	93
(b) Abroad	461	471	280	219	179	167	137	102
17. Deposits	1,090	1,184	730	646	572	596	619	631
(a) Current accounts and sight deposits	536	544	375	322	313	315	334	369
(b) Savings accounts	141	178	87	78	72	80	95	90
(c) Time or fixed deposits	413	462	268	246	187	201	190	172
(d) Other deposits	—	—	—	—	—	—	—	—
18. Rediscounts and Other Borrowings	495	473	427	361	318	291	316	325
19. Acceptances and Endorsements	—	—	—	—	—	—	—	—
20. Sundry Liabilities	525	457	429	346	330	518	668	559

Deposits in Savings Banks : Including Post Office Savings Bank.

Clearing Turnover : Quarterly totals of clearing at Bank of Poland.

Bond Yields : 5% Conversion Loan, 1924.

Sources : Annual reports, *Monthly Bulletin*, and periodic returns of the Bank of Poland.

Summary Balance-sheet.

3. Discounts.

Net figures excluding rediscounts are given below :

	1929	1930	1931	1932	1933	1934	1935	1936
	Zloty (000,000's)							
Total discounts	935	863	528	407	367	337	326	342
Less rediscounts	353	319	268	204	183	141	143	149
Net portfolio	582	544	260	203	184	196	183	193

6. *Due from Banks (Correspondents).*

	1929	1930	1931	1932	1933	1934	1935	1936	
	Zloty (000,000's)								
Due from banks :									
At home	{	Loro	17	21	18	20	17	15	16
		Nostro	29	32	27	22	28	23	25
Abroad	{	Loro	10	14	9	10	10	4	5
		Nostro	66	68	54	60	38	31	30
Total	{	Loro	27	35	27	30	27	19	21
		Nostro	95	100	81	82	66	54	55

7. *Loans and Advances.*

The composition of (b) is as follows :

	1929	1930	1931	1932	1933	1934	1935	1936
	Zloty (000,000's)							
Time loans	46	61	57	67	64	71	76	72
Mortgage loans	142	155	159	154	125	145	154	151
Total (b)	188	216	216	221	189	216	230	223

14. *Profit and Loss Accounts.*

The difference, shown below, between working expenses and earnings (interest and commissions only), included in the Summary Table under sundry assets and liabilities respectively, constitutes a rough measure of profits :

	1929	1930	1931	1932	1933	1934	1935	1936
	Zloty (000,000's)							
Interest and commissions	135	125	94	60	47	48	53	52
Expenditure	105	101	84	63	52	47	47	48
Balance	30	24	10	— 3	— 5	1	6	4

16. *Due to Banks (Correspondents).*

	1929	1930	1931	1932	1933	1934	1935	1936	
	Zloty (000,000's)								
Due to banks :									
At home	{	Loro	53	55	35	38	33	31	30
		Nostro	49	35	29	50	45	46	55
Abroad	{	Loro	83	89	59	36	27	29	24
		Nostro	378	382	221	183	152	138	113
Total	{	Loro	136	144	94	74	60	60	54
		Nostro	427	417	250	233	197	184	168

17. *Deposits.*

Item (a) is composed as follows :

	1929	1930	1931	1932	1933	1934	1935	1936
	Zloty (000,000's)							
Sight deposits	259	238	166	147	137	157	180	172
Current accounts	277	306	209	175	176	158	154	197
Total (a)	536	544	375	322	313	315	334	369

18. *Rediscounts and Other Borrowings.*

	1929	1930	1931	1932	1933	1934	1935	1936
	Zloty (000,000's)							
Bills rediscounted :								
At home	292	268	257	198	188	169	184	198
Abroad	61	51	11	6	5	4	4	1
Total	353	319	268	204	193	173	188	199
Mortgage and other bonds issued	142	154	159	157	125	118	128	126
Grand total	495	473	427	361	318	291	316	325

PORTUGAL

End of	Value of currency as % of gold parity in 1929 ^a	Bank of Portugal							Discount rate
		Gold	Foreign exchange	Domestic bills	State debt	Treasury deposits	Bankers' deposits	Notes in circulation	
		Escudos (000,000's)							%
1929	101.1	209	.	380	1,751	56	98	2,046	8
1930	101.6	209	.	435	1,531	19	152	1,994	7.5
1931	73.0	286	668	352	1,058	12	250	2,062	7
1932	68.2	539	663	343	1,055	205	311	2,001	6.5
1933	67.8	770	327	332	1,052	189	305	1,989	5.5
1934	60.4	903	456	318	1,049	322	398	2,137	5
1935	60.2	910	459	340	1,047	476	268	2,205	5
1936	59.4	911	570	342	1,044	309	473	2,257	4.5
March 1935	58.1	906	481	290	1,049	408	409	2,038	5
June 1935	60.1	909	439	313	1,048	445	397	2,026	5
Sept. 1935	60.3	909	443	320	1,047	531	267	2,070	5
Dec. 1935	60.2	910	459	340	1,047	476	268	2,205	5
March 1936	60.3	910	454	361	1,046	649	300	1,998	5
June 1936	61.1	910	501	348	1,046	538	417	2,053	4.5
Sept. 1936	60.9	910	502	324	1,045	483	385	2,156	4.5
Dec. 1936	59.4	911	570	342	1,044	309	473	2,257	4.5
March 1937	59.3	913	574	321	1,044	532	524	2,059	4.5

^a Parity in 1929 : 1 escudo = 4.424 U.S.A. cents ; 1 U.S.A. dollar = 22.60 escudos.

End of	Commercial Banks					Deposits with		Clearing turnover
	Cash	Bills discounted	Sight deposits	Time deposits	Total deposits	Caixa Geral de Depositos	Savings banks	
	Escudos (000,000's)							
Dec. 1934	195	484	606	226	832	2,113	980	2,095
March 1935	155	517	573	207	780	2,161	954	1,748
June 1935	155	499	569	200	769	2,206	937	1,969
Sept. 1935	169	525	577	206	783	2,160	928	1,906
Dec. 1935	183	538	626	215	841	2,176	921	1,936
March 1936	152	491	601	211	812	2,180	940	1,947
June 1936	170	510	648	215	863	2,212	928	2,057
Sept. 1936	181	518	692	215	907	2,278	924	2,034
Dec. 1936	242	531	754	208	962	2,265	959	2,776
March 1937	207	631	813	242	1,055	2,295	859	2,319

See *Commercial Banks 1925-1933*, page 178 ; *1929-1934*, page 93 ; *Money and Banking 1935/36*, Vol. II, page 156.

Value of Currency : A *de facto* stability of the exchange having been maintained since 1928, the currency was legally placed on a gold basis in June 1931. When, however, the United Kingdom suspended the gold standard on September 21st, 1931, Portugal linked her currency to sterling at the par rate of 110 escudos to the £.

Bank of Portugal : The annual figures refer to the last day of the year, while the quarterly figures are based on the last weekly return in the month shown. In June 1931, the gold reserve of the Bank of Portugal was written up in accordance with the new legal gold parity and the revaluation profit was in large part applied to the reduction of the State debt to the Bank. **Discount rate :** Date of last change : May 5th, 1936.

Commercial Banks : For reasons of a technical nature, these figures, based on the monthly returns published in the *Monthly Bulletin* of the National Institute of Statistics, differ slightly from the final end-of-year accounts published in *Situação Bancaria* and reproduced in the summary balance-sheet below, though the banks included are the same in both cases.

Caixa Geral de Depositos : This is a State credit institution intimately connected with the Treasury.

Clearing Turnover : Quarterly totals of clearings at the clearing-houses of Lisbon and Oporto.

Sources : Annual reports and weekly returns of the Bank of Portugal. *Monthly Bulletin* of the National Institute of Statistics. *Situação Bancaria*.

Commercial Banks.^a

Table 31.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	23	22	23	25	19	19	18
SUMMARY BALANCE-SHEET.		Escudos (000,000's)					
ASSETS.							
1. Cash							
(a) Gold, silver and small coins							
(b) Notes of inland banks, State notes and balances with Central Bank	162	145	210	168	170	197	184
2. Other Items of a Cash Nature							
3. Bills discounted and bought	581	386	320	343	381	454	494
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	565	371	308	333	374	447	489
(c) Commercial bills, Foreign	16	15	12	10	7	7	5
4. Investments and Securities	91	85	72	70	122	135	133
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	131	139	107	114	130	162	160
(a) At home	—	76	58	42	44	65	76
(b) Abroad	—	63	49	72	86	97	84
7. Loans and Advances	434	407	362	329	271	271	248
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	588	40	51	50	51	52	52
10. Sundry Assets	—	197	263	444	243	216	264
11. Total Balance-sheet	1,987	1,400	1,385	1,518	1,368	1,487	1,535
LIABILITIES.							
12. Capital paid up	198	198	223	237	195	152	149
13. Reserve Funds	50	81	84	102	94	91	91
14. Profit and Loss, etc.	23	17	15	17	17	17	17
15. Cheques and Drafts, etc., in circulation	14	17	16	11	8	12	12
16. Due to Banks (Correspondents)	119	76	62	44	50	73	70
(a) At home	—	39	32	21	21	41	48
(b) Abroad	—	37	30	24	29	32	22
17. Deposits	1,048	883	811	818	838	965	956
(a) Current accounts and sight deposits	481	389	464	481	521	606	626
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	277	255	225	207	211	226	215
(d) Other deposits	290	239	122	130	106	133	115
18. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
19. Acceptances and Endorsements	—	—	—	—	—	—	—
20. Sundry Liabilities	535	128	174	289	166	177	240

^a Excluding the Banco Nacional Ultramarino and the Banco de Angola.

Summary Balance-sheet.

1 and 2. Cash and Other Items of a Cash Nature ; 3 and 7. Bills, Loans and Advances.	1929	1930	1931	1932	1933	1934	1935
	Escudos (000,000's)						
Cash in hand	80	73	126	77	77	86	85
Deposits in other banks	82	70	82	89	92	110	98
Foreign notes and coin	—	2	2	2	1	1	1
Total (1 and 2)	162	145	210	168	170	197	184
Bills discounted	470	358	292	323	358	434	476
Bills receivable	95	13	16	10	16	13	13
Total (3)	565	371	308	333	374	447	489
Secured loans and advances	203	203	221	194	180	177	161
Sundry debtors :							
In national currency	231	117	112	110	74	78	67
In foreign currency		87	29	25	17	16	20
Total (7)	434	407	362	329	271	271	248

PORTUGAL

17. Deposits.	1929	1930	1931	1932	1933	1934	1935
				Escudos (000,000's)			
Demand deposits :							
National currency	—	356	433	451	492	568	587
Foreign currency	—	33	31	30	29	38	39
Total (a)	481	389	464	481	521	606	626
Time deposits :							
National currency	—	250	221	205	209	224	212
Foreign currency	—	5	4	2	2	2	3
Total (c)	277	255	225	207	211	226	215
Sundry creditors :							
National currency	—	180	81	74	62	85	69
Foreign currency	—	59	41	56	44	48	46
Total (d)	290	239	122	130	106	133	115
Grand total	1,048	883	811	818	838	965	956

ROUMANIA

End of	Value of currency as % of gold parity in 1929 ^a	National Bank of Roumania											
		Gold	Foreign exchange		Commer- cial bills	Agricul- tural and urban bills	Treasury bills	Advances on securi- ties and warrants	Govern- ment debt	Notes in circu- lation	Current accounts and sight deposits	Time deposits	Coins in circula- tion
			For cover purposes	Other									
Lei (000,000's)													
1929	99.8	9,185	6,745	—	8,839	—	—	878	3,797	21,144	9,371	—	420
1930	99.4	9,275	1,746	77	7,380	—	—	753	3,617	19,605	5,077	—	1,454
1931	99.6	9,675	277	45	13,116	—	—	641	3,767	23,750	3,865	2,556	2,653
1932	99.9	9,527	495	1,331	9,558	3,004	—	587	5,726	21,594	6,366	5,337	3,681
1933	98.5	9,895	257	2,199	8,823	3,166	—	503	5,681	21,219	7,257	3,959	3,653
1934	96.8	10,285	91	3,370	5,961	2,946	4,013	768	5,655	22,307	7,231	3,766	3,599
March 1935	100.0	10,461	91	3,904	5,389	2,876	4,169	529	5,655	21,904	7,700	3,334	3,570
June 1935	100.0	10,562	91	4,222	5,009	2,758	4,540	252	5,645	21,261	8,625	3,009	3,508
Sept. 1935	77.4	10,688	91	4,707	5,147	2,739	4,708	264	5,645	21,993	8,563	4,013	3,622
Dec. 1935	74.8	10,802	92	4,680	5,220	2,727	5,136	197	5,639	23,127	7,645	4,525	3,567
March 1936	72.8	10,929	—	4,485	5,248	2,594	5,541	261	5,639	23,056	7,856	4,670	3,637
June 1936	72.3	11,041	—	2,886	5,308	2,447	5,761	226	5,633	22,268	8,548	4,368	4,262
Sept. 1936	72.2	11,149	392	4,087	6,139	2,445	5,740	224	5,633	24,269	8,697	5,571	4,375
Nov. 6th, 1936	—	11,202	622	3,776	6,613	2,434	5,749	221	5,633	24,861	8,908	5,578	—
Nov. 14th, 1936	—	15,459	589	3,657	6,574	2,439	5,763	228	3,633	24,844	10,836	4,715	—
Dec. 1936	71.9	15,568	—	4,479	6,262	2,430	5,817	213	3,624	25,663	10,300	4,409	4,475
March 1937	71.9	15,731	—	4,460	6,144	2,157	6,196	185	3,624	25,949	11,657	3,751	—

^a Gold parity in 1929 : 1 leu = 0.00598 U.S.A. dollar ; 1 U.S.A. dollar = 167.18121 lei.

End of	Commercial Banks										National Savings Bank	Clearing turnover	
	Cash	Commer- cial bills	Debtors	Debtors benefiting under the Law of 7.IV.1934 (amount payable)	Loss due to the enforce- ment of the Law of 7.IV.1934	Partici- pations	Deposits			Creditors			Redu- counts
							Sight	Time	Savings				
Lei (000,000's)													
Dec. 1934	2,071	2,753	6,869	2,828	847	1,944	3,857	1,538	1,349	5,318	3,092	1,724	874
March 1935	1,642	2,923	6,249	2,570	644	1,866	3,810	1,737	1,136	5,281	2,299	1,818	786
June 1935	2,114	3,004	7,059	2,498	584	1,682	4,167	1,673	1,321	5,852	2,269	1,923	1,177
Sept. 1935	1,802	2,719	7,211	2,450	587	1,563	4,626	1,684	1,291	5,239	2,043	2,017	1,110
Dec. 1935	2,365	3,142	7,848	2,171	505	1,482	5,069	1,263	1,772	5,655	2,024	2,185	979
March 1936	1,445	2,850	7,572	1,889	328	1,419	4,309	1,462	1,602	5,278	1,651	2,254	1,086
June 1936	2,027	2,975	8,021	2,053	354	1,425	5,203	1,790	1,120	5,345	2,024	2,383	1,282
Sept. 1936	1,901	2,993	9,626	1,939	316	1,389	5,707	1,745	1,477	5,610	2,199	2,523	1,041
Dec. 1936	3,038	3,329	8,488	1,772	301	1,262	6,179	1,960	1,607	5,477	1,763	2,716	1,290

See *Commercial Banks 1913-1929*, page 238 ; *1925-1933*, page 182 ; *1929-1934*, page 96 ; *Money and Banking 1935/36*, Vol. II, page 158.

Value of Currency : The exchange control, introduced on May 18th, 1932, has been frequently altered ; as from June 11th, 1935, the National Bank gave exporters premiums of 10 to 40% on the official exchange rate and imposed a surcharge of 44% on importers. On December 1st, 1935, the various premiums were replaced by one single premium amounting in the case of "strong" currencies (not subject to any restrictions) to 38% of the official exchange rate ; an *ad valorem* tax of 12% was levied on all imports and a tax of 12% on oil exports. This depreciation of the leu has been recognised by putting a premium on the price of gold bought by the National Bank (30% since June 11th, 1935 ; 38% since July 1st, 1936) and, on November 6th, 1936, by revaluing the bank's gold reserve at 153,333.33 lei per kilogramme, which, compared with the rate of 111,111.11 lei fixed by the Stabilisation Law of February 7th, 1929, represents a depreciation of 27.54%.

National Bank of Roumania : Statement for the last week of the month, except end-of-year figures, which relate to December 31st. *Gold :* Including free gold abroad. The profit accruing from revaluation of the gold reserve (see above, "Value of Currency") belonging to the State has been applied as follows : (1) repayment of the advance of 2 milliard lei made by the Bank to the Government (see below, "Government Debt") ; (2) liquidation of various items in the Bank's balance-sheet (premium paid on gold purchases, 220 millions ; differences due to foreign currency devaluation, 275 millions), creation of a fund of 100 millions to cover the cost of foreign-exchange control and opening of a special account of 347 millions to pay the premium of 38% on the unpaid balance of the debt contracted by the National Bank in 1931 to the Bank of France and used for the transfer of payments to the State : total, 942 millions ; (3) appropriation for the army, 1,360 millions. *Foreign exchange :* For cover purposes : Gold foreign exchange, forming part of the statutory reserve. *Other :* Other foreign exchange, foreign exchange reserved for payment of imports and other payments, exchange available on the exchange account and special foreign-exchange reserves. *Commercial bills :* Current trade bills. *Agricultural and urban bills :* Non-realizable bills shown separately since the last quarter of 1932. *Treasury bills :* Bills of the Roumanian Government to cover losses on agricultural and urban debts (Law of April 7th, 1934). *Government debt :* (1) Old debt (4 milliards on February 7th, 1929), for the amortisation of which the Government earmarks particularly the dividends on its National Bank shares and its share in profits ; (2) temporary advance of 2 milliards immobilised since 1932 and repaid on November 6th, 1936.

Coins in Circulation : The Laws of February 23rd and December 20th, 1935, fixed the maximum metallic issue at 4,820 millions.

Commercial Banks : Commercial banks whose maximum nominal capital is 40 million lei. Number of banks : 37 in September 1935, 28 since December 1935.

Sources : National Bank of Roumania : Reports of the Governing Body, Weekly Statements, *Bulletin*. Institute of General Statistics : *Roumanian Statistical Bulletin*.

Summary Balance-sheet.

For detailed notes on various items of the Summary Balance-sheet, see preceding editions of this volume. The banking statistics for the years 1934 and 1935 were not published at the time of preparing the Summary Balance-sheet (February 1937).

1 and 2. Cash Assets.		1929	1930	1931	1932	1933								
		Lei (000,000's)					1929	1930	1931	1932	1933			
"Cash"	3,510	3,742	1,739	1,683	1,992	Net profit of individual banks	1,947	1,638	493	188	193			
"Banks"	3,119	4,268	1,321	839	933	Losses of individual banks	155	222	686	658	650			
Total	6,629	8,010	3,060	2,522	2,925	Balance of net profits or losses of banking system	1,792	1,416	—193	—470	—457			
7. Loans and Advances.							17. Deposits.							
The sums under (a) are "current-account debtors", and those under (b) are "sundry advances". Current accounts include inter-bank accounts.							Distinction is made only between current-account creditors and other deposits, as shown below :							
10. Sundry Assets.		1929	1930	1931	1932	1933	1929	1930	1931	1932	1933			
		Lei (000,000's)					Lei (000,000's)							
Merchandise	622	126	94	55	110	Current-account creditors	19,561	18,212	12,840	11,714	10,111			
Collection accounts	1,440	870	606	146	222	Deposits	31,753	35,111	17,366	14,469	12,886			
Transitory accounts	114	89	462	163	525	Total	51,314	53,323	30,206	26,183	22,997			
Expenditure relating to following year	26	25	14	17	11	20. Sundry Liabilities.								
Losses	155	223	686	658	650	1929	1930	1931	1932	1933				
Net balance of guarantee accounts and sundries	—	—	—	480	—	Lei (000,000's)								
Total	2,357	1,333	1,862	1,519	1,518	Depositors of bills for collection	1,575	774	769	340	396			
14. Profit and Loss, etc.							Transitory accounts	683	524	789	222	630		
The total of the losses incurred by the banks and included in group 10 should be deducted in order to arrive at the net profits or losses of the banking system as a whole :							Net balance of guarantee accounts and sundries	1,060	790	994	—	1,277		
							Unclaimed dividends	84	82	81	80	72		
							Earnings relating to following year	323	316	176	59	50		
							Total	3,725	2,486	2,809	701	2,425		

Commercial Banks.

Table 32.

End of the year :	1929	1930	1931	1932	1933
Number of Banks	1,097	1,102	1,037	953	893
SUMMARY BALANCE-SHEET.					
ASSETS.					
1. Cash					
(a) Gold, silver and small coins					
(b) Inland notes and balances with Central Bank	6,629	8,010	3,060	2,522	2,925
2. Other Items of a Cash Nature					
3. Bills discounted and bought	31,826	31,078	25,815	21,985	21,241
(a) Treasury bills	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—
4. Investments and Securities	2,781	2,804	2,625	2,227	2,020
(a) Government	—	—	—	—	—
(b) Other	—	—	—	—	—
5. Participations	3,582	3,300	3,667	2,535	1,782
6. Due from Banks (Correspondents)	—	—	—	—	—
(a) At home	—	—	—	—	—
(b) Abroad	—	—	—	—	—
7. Loans and Advances	34,504	34,475	24,952	21,880	20,458
(a) On current account	28,907	28,114	21,047	18,083	17,514
(b) Other	5,597	6,361	3,905	3,797	2,944
8. Cover for Acceptances	—	—	—	—	—
9. Premises, etc.	2,601	2,782	3,478	3,533	3,290
10. Sundry Assets	2,357	1,333	1,862	1,519	1,518
11. Total Balance-sheet	84,280	83,782	65,459	56,201	53,234
LIABILITIES.					
12. Capital paid up	10,411	10,730	10,652	10,060	9,574
13. Reserve Funds	4,433	5,353	4,919	4,459	4,129
14. Profit and Loss, etc.	1,947	1,638	493	188	193
15. Cheques and Drafts in circulation	280	219	122	156	212
16. Due to Banks (Correspondents)	—	—	—	—	—
(a) At home	—	—	—	—	—
(b) Abroad	—	—	—	—	—
17. Deposits	51,314	53,323	30,206	26,183	22,997
(a) Current accounts and sight deposits	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—
(d) Other deposits	—	—	—	—	—
18. Rediscounts and Other Borrowings	12,170	10,033	16,258	14,454	13,704
19. Acceptances and Endorsements	—	—	—	—	—
20. Sundry Liabilities	3,725	2,486	2,809	701	2,425

SPAIN

End of	Value of currency as % of the average rate in 1929 ^a	Banco de España							
		Gold	Foreign exchange	Silver	Bills dis-counted	Loans and advances	Government securities and advances to the Treasury	Notes in circulation	Current accounts
		Pesetas (000,000's)							
1929	93.9	2,566	101	704	757	2,916	494	4,458	981
1930	73.2	2,440	84	699	853	2,845	494	4,767	864
1931	57.2	2,247	279	515	1,393	3,414	494	4,993	1,135
1932	55.5	2,259	285	601	1,114	3,358	494	4,834	967
1933	55.8	2,261	279	644	1,138	3,313	494	4,825	935
1934	55.3	2,268	284	677	1,136	3,020	494	4,711	882
March 1935	55.3	2,269	281	697	1,126	2,919	494	4,561	1,051
June 1935	55.3	2,270	281	705	1,121	2,804	494	4,511	900
Sept. 1935	55.3	2,267	282	698	1,128	2,663	494	4,633	1,235
Dec. 1935	55.3	2,255	281	688	1,117	2,583	494	4,837	1,329
March 1936	55.3	2,228	311	689	1,183	2,950	494	5,171	1,109
June 1936	55.3	2,202	302	669	1,204	3,075	494	5,371	1,121
Aug. 1st, 1936	—	2,202	280	650	1,157	3,185	494	5,573	1,156
Sept. 1936	54.9 ^b	.	.	.	.	.	.	.	.
Dec. 1936 . . . . .	.	.	.	.	.	.	.	.	.

^a Average rate in 1929 : 1 peseta = 0.14683 U.S.A. dollar ; 1 U.S.A. dollar = 6.81046 pesetas.

^b September 1st to 21st.

End of	Commercial Banks							Postal Savings Banks	Clearing turnover
	Cash	Commercial bills	Loans and advances	Securities		Deposits				Savings deposits
				Government	Other	Sight	Time		
	Pesetas (000,000's)								
Dec. 1934	1,081	1,573	1,958	2,961	1,552	3,462	3,094	338	4,918
March 1935	1,203	1,553	2,920	2,920	1,519	3,427	3,252	346	5,285
June 1935	1,045	1,591	1,917	3,135	1,519	3,412	3,360	352	5,292
Sept. 1935	1,337	1,613	1,797	3,035	1,525	3,513	3,377	356	5,862
Dec. 1935	1,381	1,653	1,745	3,268	1,436	3,667	3,461	370	6,832
March 1936	1,044	1,547	1,844	3,479	1,396	3,324	3,356	373	6,483
June 1936 . . . . .	.	.	.	.	.	.	.	.	.
Sept. 1936 . . . . .	.	.	.	.	.	.	.	.	.
Dec. 1936 . . . . .	.	.	.	.	.	.	.	.	.

See *Commercial Banks 1925-1933*, page 187 ; *1929-1934*, page 99 ; *Money and Banking 1935/36*, Vol. II, page 161.

Value of Currency : Since the war, the gold standard (parity fixed on October 19th, 1868 : 1 peseta = 0.29032 gramme of fine gold = 0.19295 old U.S.A. dollar) has not been restored in Spain. The exchange control, instituted on May 18th, 1931 (exchange transactions centralised with the Centro Oficial de Contractación de Moneda), has, since 1935, been frequently modified, more particularly in June 1935 (measures designed to attract Spanish and foreign capital from abroad), on November 8th, 1935 (creation of endorsable certificates for payment of imports), on March 16th, 1936 (export of capital and repatriation of Spanish notes), on May 16th, 1936 (export of bank-notes, formerly authorised up to an amount of 5,000 pesetas, cut down to 500 pesetas), on May 29th, 1936 (creation of an Exchange Control Fund attached to the Centro Oficial, financed by means of 25.2 million gold pesetas taken from the Banco de España's cash balance and the proceeds of increased Customs duties on certain products), and on October 10th, 1936 (requisition of gold and foreign exchange in territory under Government control in exchange for compensation calculated at the rate of 293.18 silver pesetas for 100 gold pesetas). In August 1936, the chief stock exchanges suspended the peseta quotation.

Commercial Banks.

Table 33.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	123	128	122	122	124	122	148
SUMMARY BALANCE-SHEET.							
ASSETS.							
Pesetas (000,000's)							
1. Cash	965	1,001	1,049	1,057	1,152	1,082	1,381
(a) Gold, silver and small coins	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	577	582	563	580	547	581	577
3. Bills discounted and bought	1,662	1,708	1,397	1,515	1,474	1,573	1,653
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	3,550	3,922	3,740	3,867	4,038	4,514	4,704
(a) Government	2,117	2,381	2,296	2,441	2,586	2,961	3,268
(b) Other:	1,433	1,541	1,444	1,426	1,452	1,553	1,436
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	2,222	2,284	1,719	1,797	1,950	1,957	1,745
(a) On current account	880	835	586	582	876	682	646
(b) Other	1,362	1,449	1,133	1,215	1,274	1,275	1,099
8. Cover for Acceptances	114	136	95	79	74	123	199
9. Premises, etc.	243	254	262	276	290	303	306
10. Sundry Assets	1,446	1,403	1,307	2,049	2,158	1,493	1,769
11. Total Balance-sheet	10,779	11,290	10,132	11,220	11,683	11,626	12,334
LIABILITIES.							
12. Capital paid up	896	944	908	933	934	932	928
13. Reserve Funds	411	450	508	515	534	539	526
14. Profit and Loss, etc.	—	—	—	—	—	—	—
15. Notes in circulation	—	—	—	—	—	—	—
16. Cheques and Drafts, etc., in circulation	185	162	164	141	154	180	213
17. Due to Banks (Correspondents)	1,548	1,639	1,836	1,774	1,880	1,829	1,620
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	6,084	6,568	5,376	5,812	6,077	6,556	7,128
(a) Current accounts and sight deposits	3,605	3,899	3,015	3,197	3,265	3,462	3,667
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	2,479	2,669	2,361	2,615	2,812	3,094	3,461
(d) Other deposits	—	—	—	—	—	—	—
19. Rediscounts and Other Borrowings	—	—	—	—	—	—	—
20. Acceptances and Endorsements	107	133	96	80	76	123	199
21. Sundry Liabilities	1,548	1,394	1,244	1,965	2,028	1,467	1,720

Banco de España: Last weekly statement of the month, except the end-of-year figures concerning annual balance-sheets. Weekly statements ceased to be published in August 1936. *Gold:* Valued at the statutory rate (see above: Value of Currency). *Foreign exchange:* Foreign-exchange cover valued in gold pesetas. *Bills discounted:* Including Treasury bills (Law of August 2nd, 1899; 77 million pesetas in December 1935). *Loans and advances:* Private credit and loans on securities. *Government securities and advances to the Treasury:* Bonds of the 4% redeemable debt 1928 (344 million pesetas) and advance made to the Treasury under the Law of July 14th, 1891 (150 million pesetas). *Chief currency measures taken since July 19th, 1936:* (1) Silver coinage withdrawn and replaced by 5- and 10-peseta notes (October 13th, 1936); (2) compulsory stamping of Banco de España notes circulating in the territory controlled by the Burgos authorities (November 12th) and declaration by the Valencia Government annulling the notes stamped (November 29th, 1936); (3) issue of small-denomination notes in Catalonia and the Basque country.

Commercial Banks: The "inscribed" banks. The total figures of these banks' balance-sheets represent about 90% of the total of the balance-sheets of all banks. *Cash:* Including balances with the Banco de España. *Banking legislation:* The banking moratorium declared in consequence of the events of July 19th, 1936, has been constantly prolonged. — Banking statistics ceased to appear in August 1936.

Clearing Turnover: Amounts cleared in the clearing-houses of six larger cities. Monthly figures.

Sources: Banco de España: Annual Reports. Consejo Superior Bancario: *Balances trimestrales de la Banca Inscribida*; *Boletín del Consejo Superior Bancario*. Instituto Geográfico, Catastral y de Estadística: *Boletín del Centro de Investigaciones Especiales — Laboratorio de Estadística*. *La Semana Financiera*.

Summary Balance-sheet.

As the complete statistics of all the Spanish banks are usually published about eighteen months late, it has been thought preferable to reproduce in the Summary Balance-sheet only the accounts of the "inscribed" banks, which are published quarterly, and the total of whose balance-sheets represents about 90% of the total of the balance-sheets of all Spanish commercial banks. The 1935 figures are provisional.

For detailed comments on certain items in the balance-sheet, see previous editions of this volume.

1. Cash.

The amounts shown consist of "cash and balances with the Banco de España".

2. Other Items of a Cash Nature.

These consist of cheques, etc., on other banks and small amounts of foreign money.

3. Bills discounted and bought.

These consist entirely of commercial bills which are almost exclusively of a maturity of under ninety days.

7. Loans and Advances.

These are composed as follows:

	1929	1930	1931	1932	1933	1934	1935
	Pesetas (000,000's)						
Sight advances	448	437	375	414	491	559	554
Loans in foreign currencies	412	398	211	168	185	123	92
Total (a)	860	835	586	582	676	682	646
Time advances	633	662	493	546	566	580	464
Collateral advances	729	787	640	669	708	695	635
Total (b)	1,362	1,449	1,133	1,215	1,274	1,275	1,099
Grand total	2,222	2,284	1,719	1,797	1,950	1,957	1,745

11. Total Balance-sheet.

Not including unpaid capital or banks' holdings of own shares, which were as follows:

	Unpaid capital	Holding of own shares	Total
	Pesetas (000,000's)		
1929	154	401	555
1930	128	571	699
1931	154	547	701
1932	143	547	690
1933	141	546	687
1934	138	547	685
1935	129	534	663

13. Reserve Funds.

Since 1931 this item includes a special fund for currency fluctuations shown below:

	Pesetas (000,000's)
1931	95
1932	125
1933	123
1934	118
1935	5

18. Deposits.

These are composed as follows:

	1929	1930	1931	1932	1933	1934	1935
	Pesetas (000,000's)						
Sight deposits	3,197	3,425	2,708	2,922	2,978	3,244	3,536
Deposits in foreign currencies	408	474	307	275	287	218	131
Total (a)	3,605	3,899	3,015	3,197	3,265	3,462	3,667
Time deposits:							
Up to one month	1,192	1,368	1,339	1,589	1,695	1,904	2,127
Over one month	1,287	1,301	1,022	1,026	1,117	1,190	1,334
Total (c)	2,479	2,669	2,361	2,615	2,812	3,094	3,461
Grand total (a) + (c)	6,084	6,568	5,376	5,812	6,077	6,556	7,128

SWEDEN

End of	Value of currency as % of gold parity in 1929 ^a	Riksbank							
		Gold	Foreign exchange	Securities	Loans and discounts	Treasury current account	Bankers' current accounts	Note circulation	Discount rate
		Kronor (000,000's)							
1929.	99.9	245	265	24	379	262	9	569	5
1930.	100.2	241	390	4	321	284	8	594	3.5
1931.	69.8	206	49	4	558	157	15	583	6
1932.	66.8	206	214	238	205	153	49	598	3.5
1933.	63.0	370	446	227	56	220	249	648	2.5
1934.	56.5	351	553	149	43	209	196	708	2.5
1935.	56.3	408	629	33	42	180	181	786	2.5
1936.	55.8	529	717	33	37	278	294	893	2.5
March 1935.	54.4	352	600	148	45	177	257	705	2.5
June 1935	56.3	355	614	129	50	277	157	718	2.5
Sept. 1935	56.4	363	657	83	37	111	260	771	2.5
Dec. 1935	56.3	408	629	33	42	180	181	786	2.5
March 1936.	56.5	454	507	33	40	146	226	795	2.5
June 1936	57.4	509	496	33	46	269	146	792	2.5
Sept. 1936	57.2	526	556	33	41	118	306	853	2.5
Dec. 1936	55.8	529	717	33	37	278	294	893	2.5
March 1937.	55.5	531	830	33	33	112	590	873	2.5

^a Parity in 1929 : 1 krona = 26.80 U.S.A. cents ; 1 U.S.A. dollar = 3.73 kronor.

End of	Commercial Banks							Clearing turnover	Percentage yield of bonds
	Cash	Net foreign assets	Securities	Loans and discounts	Current accounts and sight deposits	Time and savings deposits	Total deposits		
	Kronor (000,000's)								
Dec. 1934	287	225	640	3,795	696	2,857	3,553	5,936	3.01
March 1935	348	150	634	3,906	744	2,919	3,663	5,364	3.09
June 1935	252	175	646	3,908	738	2,868	3,606	5,837	3.19
Sept. 1935	353	192	628	3,883	797	2,921	3,718	5,496	3.27
Dec. 1935	281	230	648	3,828	766	2,866	3,632	6,071	3.32
March 1936	309	220	603	3,882	833	2,931	3,764	5,334	3.21
June 1936	234	260	621	3,878	814	2,902	3,716	6,144	3.15
Sept. 1936	396	258	593	3,912	907	2,966	3,873	5,638	3.04
Dec. 1936	393	157	612	3,992	892	2,941	3,833	7,390	3.03
March 1937	684	53	573	4,064	999	3,065	4,064	7,168	3.05

See *Commercial Banks 1913-1929*, page 246 ; *1925-1933*, page 193 ; *1929-1934*, page 103 ; *Money and Banking 1935/36*, Vol. II, page 164.

Value of Currency : The gold standard was suspended on September 28th, 1931. Since July 1933, the currency has been linked to sterling at the rate of 19.40 kronor to the £.

Riksbank : The figures refer throughout to the last day of the year or month indicated. *Gold and foreign exchange :* The Riksbank's gold and foreign-exchange reserve is still valued at the old parities. *Securities :* The sharp rise of this item in 1932 was connected with the breakdown of the Kreuger concern and the measures taken by the Government, with the help of the Riksbank, to support a large commercial bank involved in it. Repayments by that bank of the loans it received for this purpose are reflected in the steady decline of the Riksbank's securities after 1932. *Loans and discounts :* Rediscounts to commercial banks have been nil since 1933. *Discount rate :* Date of last change : December 1st, 1933. Since that date, the rediscount rate for bills of less than three months' currency has been 2 %.

Commercial Banks : The quarterly figures given here refer to the same banks as those of the summary balance-sheet.

Clearing Turnover : Quarterly totals of clearings at Riksbank.

Bond Yields : Seven Government bonds.

Sources : Annual reports and monthly returns of the Riksbank. *Uppgifter om bankerna* (Bank Inspectorate). *Index* (Svenska Handelsbanken).

Commercial Banks.

Table 34.

End of the year :	1929	1930	1931	1932	1933	1934	1935	1936
Number of : Banks	30	30	30	30	29	29	28	28
Branches and Sub-Branches	1,015	1,015	1,016	1,012	1,011	1,008	1,004	996
SUMMARY BALANCE-SHEET.								
ASSETS.								
1. Cash	84	89	88	133	333	287	281	393
(a) Gold, silver and small coins	1	1	1	1	1	1	1	1
(b) Inland notes and balances with Central Bank	83	88	87	132	332	286	280	392
2. Other Items of a Cash Nature	43	46	47	47	58	62	70	72
3. Bills discounted and bought	1,047	1,150	1,066	1,239	1,166	1,117	1,141	1,134
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	966	1,028	976	1,160	1,103	1,045	1,065	1,060
(c) Commercial bills, Foreign	81	122	90	70	63	72	76	74
4. Investments and Securities	395	461	411	426	462	640	648	612
(a) Government	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	302	208	170	266	229	215	252	206
(a) At home	89	93	83	173	140	128	128	110
(b) Abroad	213	115	87	94	89	87	124	96
7. Loans and Advances	3,203	3,408	3,392	3,031	2,802	2,749	2,762	2,931
(a) On current account	732	849	792	650	542	509	481	512
(b) Other	2,471	2,559	2,600	2,381	2,260	2,240	2,281	2,419
8. Cover for Acceptances	—	—	—	—	—	—	—	—
9. Premises, etc.	89	87	88	94	98	96	92	89
10. Sundry Assets	220	258	230	453	506	221	176	191
11. Total Balance-sheet	5,383	5,707	5,492	5,689	5,654	5,387	5,422	5,628
LIABILITIES.								
12. Capital paid up	514	514	525	525	505	486	480	482
13. Reserve Funds	312	321	309	293	204	202	203	205
14. Profit and Loss, etc.	—	—	—	—	—	—	—	—
15. Cheques and Drafts in circulation	93	82	76	61	72	78	78	86
16. Due to Banks (Correspondents)	319	458	320	334	354	309	311	340
(a) At home	208	212	257	287	245	249	225	210
(b) Abroad	111	246	63	47	109	60	86	130
17. Deposits	3,481	3,631	3,553	3,556	3,628	3,553	3,632	3,833
(a) Current accounts and sight deposits	659	681	610	645	674	697	766	892
(b) Savings accounts	688	710	686	648	643	656	674	682
(c) Time or fixed deposits	2,134	2,240	2,257	2,283	2,311	2,200	2,192	2,259
(d) Other deposits	—	—	—	—	—	—	—	—
18. Borrowings by the Banks	297	314	325	532	487	421	360	322
19. Acceptances and Endorsements	6	1	2	1	3	7	8	6
20. Sundry Liabilities	361	386	382	387	401	331	350	354
21. Unutilised Balances of Credits granted	310	269	257	238	254	238	250	263
22. Rediscounts	254	199	327	116	1	—	9	4
23. Borrowings against Own or Pledged Securities	41	28	25	129	91	13	14	12
24. Guarantees	—	—	(265)	151	156	134	135	145
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.								
1. Gross Profits	160.4	156.4	169.9	162.2	135.7	136.1	135.3	159.5
To be deducted :								
2. Expenses	74.4	77.5	75.6	70.5	70.6	65.8	66.9	70.8
(a) Salaries, etc.	46.1	47.2	46.9	46.4	46.6	45.4	46.2	47.1
(b) Other working expenses	19.0	21.5	21.2	10.0	10.5	16.3	17.1	16.9
(c) Taxes, etc.	9.3	8.8	7.5	4.2	4.5	4.1	3.6	6.8
3. Reserved for Pension Funds, etc.	1.2	1.1	0.5	0.3	0.5	3.7	5.0	7.7
4. Written off on	19.8	38.6	61.9	236.8	47.1	56.1	26.8	14.0
(a) Premises, etc.	1.9	2.1	0.8	0.8	0.6	1.0	1.0	1.2
(b) Investments and securities	1.4	2.5	28.1	43.0	10.9	8.9	9.4	1.8
(c) Other assets	16.5	34.0	33.0	192.1	35.7	46.2	16.3	11.0
5. Remaining Net Profit (+) or Loss (—)	+ 65.0	+ 39.2	+ 31.9	— 145.4	+ 17.5	+ 10.5	+ 36.6	+ 67.0
6. Carried forward from preceding year	35.9	41.1	44.2	31.7	27.2	28.7	24.7	28.8
7. Taken from Reserves or Capital	—	17.1	1.7	160.4	8.7	23.9	6.3	—
8. Total disposed of for Dividends, etc.	100.9	97.4	77.8	46.7	53.4	63.1	67.6	95.8
9. Carried to Reserves	8.8	3.8	11.4	0.4	0.3	10.5	5.2	13.8
10. Dividends	51.0	49.4	34.7	19.1	23.9	27.6	33.6	52.6
11. Directors' Fees, etc.	—	—	—	—	—	—	—	—
12. Carried forward to following year	41.1	44.2	31.7	27.2	29.2	25.0	28.8	29.4

Summary Balance-sheet.

General Note. — It is stated that, at the beginning of 1935, certain changes were effected in the official banking statistics. The classification of items remains the same, but accounts of individual banks have in some cases been placed under different headings. In particular, a large part of the sums previously included under "Sundry Assets" has been transferred to other groups of assets. The figures for 1935, therefore, are not entirely comparable with those for the preceding years.

3. Bills discounted and bought.

Treasury bills are included under group 4. Group 3 (b) excludes bills rediscounted, which, in conformity with the

procedure adopted in the Swedish statistics until 1934, are given in a special account (item 23) outside the balance-sheet proper. In the following statement, total inland discounts are shown, including rediscounts:

	1929	1930	1931	1932	1933	1934	1935	1936
	Kronor (000,000's)							
Inland bills:								
In portfolio	966	1,028	976	1,169	1,103	1,045	1,065	1,060
Rediscounted	254	199	327	116	1	—	—	—
Total	1,220	1,227	1,303	1,284	1,104	1,045	1,065	1,060

4. Investments and Securities.

Government securities and interest-bearing bonds:

	1929	1930	1931	1932	1933	1934	1935	1936
	Kronor (000,000's)							
Inland	162	185	177	199	217	173	177	} 313
Foreign	135	173	126	98	63	126	116	
Shares	98	103	108	129	182	341	355	299
Total	395	461	411	426	462	640	648	612

7. Loans and Advances.

Credits opened in current account:

	1929	1930	1931	1932	1933	1934	1935	1936
	Kronor (000,000's)							
Actually drawn	732	849	792	650	542	509	481	512
Undrawn balances *	310	269	257	238	254	238	250	263
Loans	2,471	2,559	2,600	2,381	2,260	2,240	2,281	2,419
Total	3,513	3,677	3,649	3,269	3,056	2,987	3,012	3,194
Thereof granted against:								
1. Mortgages	1,468	1,427	1,398	1,419	1,427	1,496	1,546	1,657
2. Shares	1,123	1,253	1,183	888	707	597	546	580
3. Bonds, goods or other real security	384	475	589	495	495	460	480	507
4. Personal guarantees	538	522	479	467	427	434	440	450
Total as above	3,513	3,677	3,649	3,269	3,056	2,987	3,012	3,194

* Item 21 of Summary Table.

17. Deposits.

The potential sight liability represented by the unutilised balances of credits granted are not included under deposits,

but are shown as a separate account outside the balance-sheet. Had they been included, the sums under (a) would have been as follows:

	1929	1930	1931	1932	1933	1934	1935	1936
	Kronor (000,000's)							
Giro and cheque accounts	409	436	438	406	437	497	567	664
Unutilised balances of credits opened	310	269	257	238	254	238	250	263
Deposits under one month	250	245	172	219	237	199	199	228
Total	969	950	867	863	928	934	1,016	1,155

18. Rediscounts and Other Borrowings by the Banks.

Rediscounted bills and the liability incurred in respect of them are not included in the balance-sheet proper. The borrowings of the banks against their own securities or

securities received as collateral for loans are likewise excluded and are shown outside the balance-sheet. The totals of these items are shown below. (The figures for rediscounts in 1935 and 1936 represent exclusively rediscounts of foreign bills.)

	1929	1930	1931	1932	1933	1934	1935	1936
	Kronor (000,000's)							
Borrowings from other than banks:								
Mortgage bonds	135	150	160	151	147	151	157	170
Förlägsbevis	156	159	159	258	256	256	197	146
Other borrowings	6	5	6	123	84	14	6	6
Total (group 18)	297	314	325	532	487	421	360	322
Rediscounts	254	199	327	116	1	—	9	4
Borrowings against own or pledged securities	41	28	25	129	91	13	14	12
Grand total	592	541	677	777	579	434	383	338

SWITZERLAND

End of	Value of currency as % of gold parity in 1929 ^a	National Bank of Switzerland									
		Gold		Foreign exchange	Bills		Loan Fund bonds	Advances on collateral	Public securities	Notes in circulation	Other sight liabilities
		At home	Abroad		Bills and bonds	"Res-kripte"					
Francs (000,000's)											
1929	100.8	559	36	353	95	39	—	75	5	999	207
1930	100.4	640	73	344	95	—	—	53	104	1,062	242
1931	101.0	1,526	821	103	35	—	—	65	38	1,609	968
1932	99.7	2,224	247	87	20	—	5	49	51	1,613	1,041
1933	100.3	1,688	310	17	36	15	58	95	28	1,510	690
1934	99.7	1,735	175	7	22	4	6	118	52	1,440	624
March 1935	99.7	1,620	92	6	24	7	14	78	58	1,358	481
June 1935	100.4	1,123	73	11	108	70	63	129	60	1,307	313
Sept. 1935	100.1	1,165	207	20	23	74	59	111	55	1,317	333
Dec. 1935	99.8	1,171	218	7	38	115	86	142	45	1,366	401
March 1936	100.5	1,204	305	4	12	56	73	84	45	1,319	411
June 1936	99.9	1,233	174	3	17	84	60	88	45	1,301	340
Sept. 23rd, 1936	99.7 ^b	1,379	154	4	9	121	39	66	43	1,267	510
Oct. 7th, 1936	70.5 ^c	1,889	187	48	8	112	32	66	43	1,363	966
Dec. 1936	70.4	2,082	627	53	10	9	28	47	16	1,482	1,363
March 1937	70.3	2,088	630	18	14	—	16	43	18	1,394	1,409

^a Gold parity in 1929 : 1 franc = 0.19295 U.S.A. dollar ; 1 U.S.A. dollar = 5.18262 francs.

^b From September 1st to 25th.

^c September 30th.

End of	Big Swiss Banks								Cantonal Banks					Transfer turnover (National Bank) ^a
	Cash	Bills of exchange	Loans and advances	Securities and participations	Cheque accounts and sight deposits	Savings deposits	Time deposits	Cash bonds	Discounts, loans and advances	Loans to public corporations	Mortgage loans	Savings deposits	Cash bonds	
Francs (00,000's)														
Dec. 1931	995	951	3,960	384	1,520	892	889	1,614	.	.	.	2,481	3,064	4,936
Dec. 1934	689	617	2,983	240	1,106	596	516	1,140	.	.	.	2,687	3,056	3,014
March 1935	468	579	2,909	290	1,071	585	480	1,082	.	.	.	2,770	3,064	3,508
June 1935	319	465	2,655	316	863	541	363	1,026	1,401	473	4,887	2,730	3,012	3,461
Sept. 1935	342	461	2,532	294	886	518	337	986	1,398	493	4,914	2,703	3,001	2,606
Dec. 1935	367	453	2,497	281	867	509	357	960	1,412	452	4,935	2,674	3,011	2,845
March 1936	369	434	2,439	293	923	503	343	937	1,372	443	4,952	2,727	3,007	3,338
June 1936	320	504	2,367	304	1,072	495	341	919	1,375	454	4,959	2,702	3,009	3,098
Sept. 1936	419	459	2,338	300	1,270	494	338	888	1,348	456	4,968	2,689	3,013	2,845
Dec. 1936	921	476	2,174	367	1,447	504	337	863	1,323	441	4,970	2,718	3,120	3,930
March 1937	840	457	2,216	380	1,501	496	313	846	1,298	412	4,975	2,742	3,092	3,075

^a Monthly figures.

See *Commercial Banks 1913-1929*, page 258 ; *1925-1933*, page 190 ; *1929-1934*, page 121 ; *Money and Banking 1935/36*, Vol. II, page 168.

Value of Currency : On June 20th, 1935, a "gentlemen's agreement" was concluded between the National Bank and the Swiss banks under which they undertook to scrutinise all exchange operations proposed to them and avoid transactions of a speculative character. By a Decree dated June 23rd, 1936, the Federal Council prohibited the forward purchase and sale of gold, advances on gold or foreign exchange, and the forward buying of foreign exchange, when not based on a *bona-fide* commercial transaction. By the Federal Council's Decree of September 27th, 1936, the National Bank of Switzerland was released from its obligation to redeem its notes in gold or gold exchange and instructed to maintain the gold parity of the franc between 0.190 and 0.215 grammes of fine gold, which corresponded to a devaluation of from 25.94 to 34.56% of the franc's previous value (1 franc =

0.29032 gramme of fine gold). No restrictions were placed on the movements of gold. On November 21st, 1936, the Federal Council acceded to the Franco-Anglo-American Tripartite Agreement of September 25th, 1936, and to the arrangements for ensuring the technical co-operation referred to by the Secretary of the Treasury of the United States of America in his statement on October 13th, 1936. At the beginning of October 1936, the Government of the Principality of Liechtenstein decided to apply the monetary measures introduced in Switzerland.

National Bank of Switzerland : Gold : Valued at the legal rate. The gold in hand on September 26th has been written up by 35.033% (1 franc = 0.215 gramme of fine gold). The profit resulting from the revaluation (538.6 millions) is included in the balance-sheet at October 7th and is to form an Exchange Equalisation Fund. "*Reskripte*": Discounted bills of the Confederation, the Federal Railways, cantons and municipalities. *Bonds of the Swiss Federal Loan Fund* : This institution was created on July 8th, 1932, for the purpose of making loans on bills of exchange and other securities not quoted on the stock exchanges and not secured on a mortgage charge. *Public securities* : Including, in 1930, United States Treasury bills and securities (93 millions) and Netherlands Treasury bills and securities (6 millions).

Big Swiss Banks : Seven banks. *Cash* : Including balances at the National Bank.

Cantonal Banks : Members of the Union of Swiss Cantonal Banks.

Sources : National Bank of Switzerland : Statements, Annual Reports, *Monthly Bulletin*, *Das Schweizerische Bankwesen im Jahre 1935*.

Summary Balance-sheet.

The figures for the years 1931-1934 are not fully comparable to those for 1935, in consequence of the introduction in March 1935 of the new form of balance-sheet prescribed by the regulations in execution of the Federal Law of November 8th, 1934, on Banks and Savings Banks. Furthermore, the balance-sheets of thirty-five local banks (capital : 34.5 millions ; balance-sheet total : 117.7 millions) have been introduced in the banking statistics, while eight local banks (capital : 30.3 millions ; balance-sheet total : 220.8 millions) have been omitted.

For detailed notes on certain items of the Summary Balance-sheet, see previous editions of the present volume.

4 and 5. Investments and Participations.

The composition of the investment portfolio of all cantonal banks, all big banks, and most local banks is as follows :

	1929	1930	1931	1932	1933	1934	1935
	Francs (000,000's)						
<i>Swiss securities :</i>							
Bonds	734	894	951	979	921	903	945
Shares	157	189	190	202	182	156	150
Total	891	1,083	1,141	1,181	1,103	1,059	1,095
<i>Foreign securities :</i>							
Bonds	74	91	74	60	41	36	33
Shares	40	51	60	56	35	30	27
Total	114	142	134	116	76	66	60
Grand total	1,005	1,225	1,275	1,297	1,179	1,125	1,155

The composition of the Swiss portfolio is shown in the following statement, which includes all cantonal banks, but a smaller number of big banks and local banks than the preceding statement :

	1929	1930	1931	1932	1933	1934	1935
	Francs (000,000's)						
<i>Bonds of :</i>							
Federal Government and Railways	187	208	200	225	214	226	312
Cantons	144	168	186	174	180	176	195
Municipalities	58	97	89	88	84	82	73
Public Authorities total	389	473	475	487	478	484	580
Banks	249	310	372	352	312	289	238
Trust companies	13	22	23	19	15	11	9
Other enterprises	83	89	81	121	116	119	118
Private undertakings total	345	421	476	492	443	419	365
Total bonds	734	894	951	979	921	903	945
<i>Shares in :</i>							
Banks	51	60	67	78	69	50	56
Trust companies	53	57	46	48	43	41	36
Other enterprises	53	72	77	76	70	65	58
Total shares	157	189	190	202	182	156	150
Grand total	891	1,083	1,141	1,181	1,103	1,059	1,095

Commercial Banks.

Table 35.

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of Banks	212	217	217	216	223	222	249
SUMMARY BALANCE-SHEET.							
ASSETS.							
1. Cash	367	459	1,278	1,236	1,018	903	549
(a) Gold, silver and small coins	—	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—	—
2. Other Items of a Cash Nature	—	—	—	—	—	—	—
3. Bills discounted and bought	1,915	2,018	1,382	1,154	948	921	677
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities							
(a) Government	1,165	1,351	1,405	1,409	1,274	1,201	1,210
(b) Other	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	2,177	2,352	1,114	842	716	613	611
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	13,056	13,443	13,203	13,161	12,945	12,783	12,159
(a) On current account	5,947	5,023	4,475	4,113	3,700	3,444	3,187
(b) Other	7,109	8,420	8,728	9,048	9,245	9,339	8,972
8. Cover for Acceptances	—	—	—	—	—	—	—
9. Premises, etc.	171	180	187	197	197	213	231
10. Sundry Assets	214	183	207	189	178	176	256
11. Total Balance-sheet	19,065	19,986	18,776	18,188	17,276	16,810	15,693
LIABILITIES.							
12. Capital paid up	1,850	1,869	1,897	1,883	1,699	1,725	1,661
13. Reserve Funds	541	565	569	577	537	534	494
14. Profit and Loss, etc.	—	10	10	10	3	5	—
15. Cheques and Drafts, etc., in circulation	—	44	35	28	28	27	16
16. Due to Banks (Correspondents)	1,346	1,143	692	563	567	529	470
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
17. Deposits	13,678	14,719	14,229	13,909	13,189	12,643	11,549
(a) Current accounts and sight deposits	3,756	2,287	2,440	2,418	2,191	1,954	1,592
(b) Savings accounts	3,294	4,422	4,575	4,680	4,501	4,553	4,410
(c) Time or fixed deposits	1,283	2,139	1,453	1,123	1,035	1,068	879
(d) Other deposits	5,345	5,871	5,752	5,688	5,372	5,068	4,668
18. Rediscounts and Other Borrowings	665	659	734	789	871	1,003	1,123
19. Acceptances and Endorsements	702	733	385	235	165	170	120
20. Sundry Liabilities	283	244	225	194	217	174	260
21. Rediscounts	—	—	—	—	—	—	44
22. Guarantees	—	—	—	—	—	—	197
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	360.7	361.6	361.0	322.8	294.4	281.5	263.1
<i>To be deducted :</i>							
2. Expenses	173.6	179.3	179.0	165.5	151.7	147.6	140.8
(a) Salaries, etc.	150.2	154.4	154.3	144.0	134.3	120.2	123.4
(b) Other working expenses	23.4	24.9	24.7	20.6	17.4	18.4	17.4
(c) Taxes, etc.	—	1.2	1.0	1.2	0.4	0.3	0.4
3. Reserved for Pension Funds, etc.	23.4	21.6	91.7	117.8	174.6	73.4	77.4
(a) Premises, etc.	—	—	—	—	—	—	—
(b) Investments and securities	—	—	—	—	—	—	—
(c) Other assets	—	—	—	—	—	—	—
5. Remaining Net Profit or Loss	163.7	159.5	89.3	38.3	— 32.3	60.2	44.5
6. Carried forward from preceding year	10.9	10.0	9.9	9.7	2.7	5.0	1.8
7. Taken from Reserves or Capital	—	—	30.2	70.9	138.5	29.0	—
8. Total disposed of for Dividends, etc.	174.6	169.5	129.4	118.9	106.9	94.2	46.3
9. Carried to Reserves	26.3	24.2	8.4	10.6	10.9	9.1	3.2
10. Dividends	131.5	131.2	108.8	102.7	90.6	81.7	72.5
11. Directors' Fees, etc.	3.6	3.2	1.7	1.2	1.1	0.5	0.6
12. Other purposes	2.0	1.0	0.8	1.7	1.9	1.1	2.2
13. Carried forward to following year	11.2	9.9	9.7	2.7	5.0	1.8	32.2

7. *Loans and Advances.*

The following statement shows the importance of overdrafts in the total of current accounts and fixed loans and advances :

	Current accounts and fixed loans		
	Covered	Uncovered	Total
	Francs (000,000's)		
1932.	5,026	618	5,644
1933.	4,675	504	5,179
1934.	4,404	478	4,882
1935.	3,724	516	4,240

Loans on current account include cover for acceptances.

The following is the composition of the amounts shown under (b) since 1930 :

	1930	1931	1932		1933	1934	1935
	Francs (000,000's)						
Contangos	62	15	19	29	36	37	
Long-term advances :							
Ordinary	1,472	1,479	1,384	1,340	1,366	894	
Against mortgages	665	679	754	754	684	756	
Mortgage loans	6,221	6,555	6,891	7,122	7,253	7,285	
Total	8,420	8,728	9,048	9,245	9,339	8,972	

17. *Deposits, etc.*

The sums given under (d) in this group of the Summary Table represent bank cash bonds (*Obligationen*) which, in Switzerland, largely take the place of time deposits.

18. *Rediscounts and Other Borrowings.*

The sums given in this group of the Summary Table consist of bonds representing " fixed loans " raised by the banks (*feste Anleihen*) and of the long-term mortgage bonds issued since 1931.

Summary of Profit-and-Loss Accounts.

1. *Gross Profits.*

The following table shows the composition of gross profits by sources of revenue :

	1929	1930	1931	1932		1933	1934	1935
	Francs (000,000's)							
Discounts	86.0	80.9	73.6	59.0	50.0	45.8	43.2	
Net interest and commissions	195.8	190.2	196.8	172.5	160.0	157.7	157.2	
Securities and participations	62.6	76.8	74.3	69.0	61.9	55.9	46.4	
Other sources	15.3	12.8	15.8	21.6	22.3	21.6	16.3	
Recovered from assets previously written down	1.0	0.9	0.5	0.7	0.2	0.5	—	
Total	360.7	361.6	361.0	322.8	294.4	281.5	263.1	

4, 5 and 7. *Depreciation Accounts, Net Profit or Loss, and taken from Reserves or Capital.*

The 1933 figures for these items are affected principally by the reorganisation of the Banque populaire, whose losses amounted to 130.5 million francs.

TURKEY

End of	Value of currency as % of average rate in 1929 ^a	Central Bank of the Republic of Turkey										Clearing turnover		
		Foreign assets			Treasury bills	Bills		Securities	Advances	Notes in circulation	Deposits in £T		Deposits in foreign currencies	
		Gold	Free foreign exchange	Other foreign exchange and credit balances in clearing accounts		Treas-ury bills	Com-mercial bills						Free foreign exchange	Other foreign exchange and debit balances in clearing accounts
£T (000,000's)														
Jan. 7th, 1932	—	13.2	6.7	158.6	—	—	—	—	165.3	3.6	—	—	46.6	
1932.	97.6	20.6	0.8	154.8	0.4	2.3	28.2	—	148.6	13.3	1.5	—	32.2	
1933.	98.3	24.9	5.7	152.0	4.2	3.7	30.0	1.8	146.8	18.9	10.2	—	31.7	
1934.	97.9	27.5	22.2	148.9	3.7	9.3	33.5	2.5	158.2	17.9	22.1	—	29.0	
March 1935.	98.1	27.6	12.9	148.6	2.2	0.9	35.2	1.0	147.1	18.2	12.0	—	20.3	
June 1935.	97.8	28.7	1.2	148.1	3.0	11.3	35.2	3.1	144.2	16.2	12.5	—	25.4	
Sept. 1935.	97.9	29.2	1.9	148.1	—	14.8	36.2	4.3	142.6	16.6	13.4	—	21.6	
Dec. 1935.	98.0	29.5	0.8	147.8	26.4		38.8	5.3	162.7	14.6	1.3	17.6	24.5	
March 1936.	98.0	30.0	1.2	147.4	1.7	7.9	38.7	4.8	149.8	14.9	2.5	18.9	22.7	
June 1936.	97.7	30.2	0.3	146.7	3.0	7.5	38.6	17.3	147.5	17.3	4.5	22.7	23.3	
Sept. 1936.	97.1	30.2	0.6	146.7	2.2	17.6	38.4	16.8	152.5	14.6	3.9	26.5	24.6	
Dec. 1936.	97.5	32.1	0.1	146.7	0.4	27.3	41.1	9.2	171.4	14.8	—	22.2	38.4	
March 1937.	97.1	36.7	0.1	146.0	—	22.2	41.2	8.0	166.6	13.4	—	24.9	33.5	

^a Average exchange rate in 1929 : 1 £T = 0.4821 U.S.A. dollar ; 1 U.S.A. dollar = 2.0743 £T.

See *Commercial Banks 1929-1934*, page 112 ; *Money and Banking 1935/36*, Vol. II, page 173.

Value of Currency : The gold standard has not been re-established since the war ; the value of the currency shown in the above table has accordingly been calculated on the basis of the average exchange rate in 1929. At the end of 1929, 1930 and 1931, the currency was worth 97.2, 97.8 and 98.1 % respectively of that average. Exchange control was set up on February 26th, 1930. As from January 1st, 1932, supervision of exchange transactions was transferred from the Consortium des Banques d'Istamboul to the Central Bank. On September 28th, 1936, the Government linked the Turkish pound, previously attached to the French franc, to the £ sterling, fixing the buying rate at £T6.35, and the selling rate at £T6.38, to the £ sterling.

Central Bank of the Republic of Turkey : Last weekly statement in each month, except for figures relating to the first weekly statement, published on January 7th, 1932, and end-of-year figures, which are taken from yearly balance-sheets drawn up as at December 31st. *Gold :* From a total of 20,969 kg. held in December 1935, 3,307 kg., equivalent to £500,000 gold, or £T4,652,000, were transferred from the Treasury to the Bank, in accordance with Article 6 of the Act of June 11th, 1930, concerning the founding of the Bank ; the remainder of the gold reserve was acquired by the Bank out of its own resources. Including gold held abroad. *Treasury bills :* Bills transferred to the Bank by the Treasury, in exchange for the State notes taken over by the Bank (£T158,748,563), bearing interest at 1 % and amortised, *inter alia*, by a 1 % charge levied on the general budget and on subsidiary and local budgets. In accordance with a Decree of April 7th, 1935, however, the yield of this charge has been used by the Bank for the purchase of Government stock. *Securities :* Includes securities forming part of the note cover, and securities not eligible as cover for note issues (34.4 and 4.3 millions respectively at December 31st, 1935). *Advances :* Advances on gold, foreign exchange and, more particularly, on collateral. *Notes in circulation :* Including State notes taken over by the Bank since October 3rd, 1931. Total issues of the Ottoman Bank have been limited to £T279,069 since June 1933.

Clearings : Clearings of Istanbul clearing-house ; monthly figures.

Commercial Banks : *Summary Balance-sheet :* Accounts of joint-stock banks in Turkey, excluding public institutions, the Ottoman Bank and the Bank of Salonica, which do not publish separate balance-sheets relating to Turkey. The accounts prior to 1933 apply to national banks only ; those for 1933-1935 also apply to those foreign banks which publish separate accounts relating to their transactions in Turkey.

Commercial Banks.

Table 36.

End of the year :	1926	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	21	41	42	44	42	48	47	48
Branches	329	311	319	347	352	354	.	339
SUMMARY BALANCE-SHEET.								
ASSETS.								
£T (000,000's)								
1. Cash								
(a) Gold, silver and small coins								
(b) Inland notes and balances with Central Bank	20.8	57.4	46.1	38.9	39.7	55.1	48.7	54.9
2. Other Items of a Cash Nature								
3. Bills discounted and bought	9.1	18.0	20.3	18.6	20.2	23.9	18.4	29.6
(a) Treasury bills . . . . .	.	.	.	.	.	.	.	.
(b) Commercial bills, Inland . . . . .	.	.	.	.	.	.	.	.
(c) Commercial bills, Foreign . . . . .	.	.	.	.	.	.	.	.
4. Investments and Securities								
(a) Government	2.0	7.2	8.3	11.5	11.9	19.5	24.6	33.6
(b) Other								
5. Participations								
6. Due from Banks (Correspondents)								
(a) At home . . . . .	.	.	.	.	.	.	.	.
(b) Abroad . . . . .	.	.	.	.	.	.	.	.
7. Loans and Advances	37.5	72.8	95.1	91.0	87.7	108.6	121.1	107.9
(a) On current account . . . . .	.	.	.	.	.	.	.	.
(b) Other . . . . .	.	.	.	.	.	.	.	.
8. Cover for Acceptances								
9. Premises, etc.	1.1	11.0	13.2	14.4	12.8	13.5	12.6	11.7
10. Sundry Assets								
11. Total Balance-sheet								
LIABILITIES.								
12. Capital paid up	28.0	42.0	46.6	48.2	48.2	56.8	58.0	58.9
13. Reserve Funds	0.9	2.6	4.1	4.8	5.1	4.3	4.2	4.4
14. Profit and Loss, etc.	2.7	2.9	0.7	2.0	1.7	1.8	1.5	1.6
15. Cheques and Drafts, etc., in circulation . . . . .	.	.	.	.	.	.	.	.
16. Due to Banks (Correspondents)								
(a) At home . . . . .	.	.	.	.	.	.	.	.
(b) Abroad . . . . .	.	.	.	.	.	.	.	.
17. Deposits	40.0	114.2	114.0	113.4	110.1	140.4	140.7	151.8
(a) Current accounts and sight deposits . . . . .	.	.	.	.	.	(116.1)	(120.3)	(115.9)
(b) Savings accounts . . . . .	.	.	.	.	.	—	—	—
(c) Time or fixed deposits . . . . .	.	.	.	.	.	(23.8)	(20.3)	(35.7)
(d) Other deposits . . . . .	.	.	.	.	.	(0.5)	(0.1)	(0.2)
18. Rediscounts and Other Borrowings . . . . .	.	.	.	.	.	.	.	.
19. Acceptances and Endorsements . . . . .	.	.	.	.	.	.	.	.
20. Sundry Liabilities . . . . .	.	.	.	.	.	.	.	.

Banking Legislation : A new Bank Act of June 9th, 1936, which supplements a Law of 1933, regulates the creation, functions and solvency, and provides for the control, of banks ; it also lays down penalties applicable to breaches of the law.

Sources : Central Bank of the Republic of Turkey : Statutes, Weekly Statements, Reports of the Governing Body, *Bulletin*. In addition, the Bank has kindly provided explanations regarding the nature and composition of the various items included in the Summary Table ; these explanations are reproduced in the notes.

Summary Balance-sheet.

For detailed notes on various items of the balance-sheet, see preceding editions of this volume.

1 and 2. Cash Assets, etc.

In addition to bank-notes, silver and gold coins, gold bullion, foreign currencies, and (since 1932) balances with the Central Bank, this item includes cheques and other assets with correspondents at home and abroad.

3. Discounts.

These consist principally of commercial bills of under three months and Treasury bills. The proportion of foreign bills is not known. The following details are available for 1934 and 1935 with regard to the commercial bill portfolio

of four Turkish banks and seven foreign banks which held some 80% of the commercial bills of all the commercial banks :

	1934	1935
	£T (000,000's)	
Bills under three months	8.2	10.8
Bills over three months	0.9	1.3
Bills whose maturity is not indicated	0.6	0.1
Bills in litigation	0.6	0.5
Total	10.3	12.7

Treasury bills held by the banks at the end of 1934 and 1935 amounted to £T5.3 and 14.2 million respectively. Of this amount, £T4.7 and 12.1 million respectively were held by the Agricultural Bank and the Ish Bankasi.

4 and 5. Investments and Securities ; Participations.

The detailed composition of these items is not known. The following specifications are available for 1934 and 1935 with regard to three Turkish banks : the Ish Bankasi, the Agricultural Bank, and the Banque immobilière et des orphelins, which together held 50% of the investments and participations of all banks :

	1934	1935
	£T (000,000's)	
Securities quoted on the Stock Exchange	11.7	6.1
Securities not quoted on the Stock Exchange	3.9	3.6
Participations	6.7	21.8
Total	22.3	31.5

6. Due from Banks.

Correspondents are not shown separately and are given under "Cash assets".

7. Loans and Advances.

Details of the composition of this item are available only since the end of 1934 with regard to four Turkish banks and four foreign banks, whose combined loans and advances represented 93% of the loans and advances of all banks in 1934. The figures for 1935 refer to three Turkish and eight foreign banks.

	1934	1935
	£T (000,000's)	
<i>Current-account loans :</i>		
Against collateral	13.7	—
Against no collateral	18.2	15.0
Guaranteed	16.9	27.0
<i>Advances :</i>		
Against mortgages	28.9	31.1
Against goods	13.2	10.0
Against securities	2.4	1.6
Against bills and other guarantee	18.8	17.2
<i>Contango (Report) Loans</i>	0.4	—
Total	112.5	101.9

11 and 20. Total Assets and Liabilities.

As full data regarding the various items of the balance-sheets are not available, no totals have been given for either assets or liabilities. The amount of the balance-sheet totals as given by the Central Bank of the Republic of Turkey and exclusive of unpaid capital have been as follows :

	£T (000,000's)	
1926	114.5	1932 312.6
1929	378.3	1933 401.9
1930	381.9	1934 399.4
1931	371.6	1935 422.5

These include important *comptes d'ordre*.

12. Capital paid up.

The amount of uncalled capital of the Turkish banks is shown below :

	£T (000,000's)	
1926	12.6	1932 17.0
1929	22.5	1933 15.0
1930	19.5	1934 14.7
1931	18.2	1935 13.5

The capital which the foreign banks are required to allocate to their Turkish business is paid up.

13. Reserve Funds.

The foreign banks are not required to, and do not, keep reserve funds in Turkey.

17. Deposits.

The detailed composition of deposits is not available for the years prior to 1933. The following table shows the composition of deposits at the end of 1933, 1934 and 1935 of the banks covered by the Summary Table (Groups 1 and 2) and of the Caisse d'épargne d'Istanbul, the Sümer Bank, and of two foreign banks not publishing detailed returns for their operations in Turkey :

End of:	Current accounts and sight deposits			Time deposits			Other deposits			Total deposits		
	1933	1934	1935	1933	1934	1935	1933	1934	1935	1933	1934	1935
1. National banks	96.1	102.9	135.3	22.4	18.6	—	0.5	0.1	34.0	119.0	121.6	101.3
2. Foreign banks publishing separate returns	20.0	17.4	—	1.4	1.7	0.2	—	—	1.7	21.4	19.1	14.6
Total (1 and 2)	116.1	120.3	151.8	23.8	20.3	0.2	0.5	0.1	35.7	140.4	140.7	115.9
3. Caisse d'épargne d'Istanbul	1.9	2.1	20.4	18.7	18.6	—	—	—	18.1	20.6	20.7	2.3
4. Sümer Bank	1.4	1.2	3.1	0.9	1.2	—	—	—	1.4	2.3	2.4	1.7
5. Ottoman Bank	15.0	13.5	16.6	—	—	5.7	7.7	5.1	0.6	22.7	18.6	10.3
6. Bank of Salonica	2.8	2.7	5.5	0.2	0.1	2.4	2.7	2.4	0.1	5.8	5.2	3.0
Grand total	137.2	139.8	197.4	43.6	40.2	8.3	10.9	7.6	55.9	191.7	187.6	133.2

Other deposits represent funds whose period of deposit has not been ascertained.

UNION OF SOUTH AFRICA

End of	Value of currency as % of the gold parity in 1929 ^a	South African Reserve Bank								
		Gold	Foreign bills	Inland bills	Loans and advances	Union Government securities	Notes in circulation	Deposits		
								Total	Banks	Government
£ S.A. (000,000's)										
1929	99.8	7.5	6.6	1.4	0.3	2.4	9.2	7.2	4.7	1.8
1930	99.3	6.7	7.2	0.9	0.2	1.8	8.0	7.0	4.7	2.0
1931	96.9	8.1	—	2.9	2.2	1.9	8.8	6.1	4.3	1.3
1932	98.5	7.2	—	1.2	3.8	2.1	8.3	5.2	3.8	1.2
1933	66.5	17.1	18.9	—	2.7	1.7	11.9	31.1	27.0	0.9
1934	59.7	22.3	10.5	—	—	1.7	13.0	28.6	21.5	1.9
March 1935	57.4	28.3	6.5	0.2	—	1.7	13.2	36.2	25.7	7.9
June 1935	59.4	26.7	5.7	0.1	—	1.7	13.4	32.9	27.2	1.5
Sept. 1935	59.7	25.7	6.8	—	—	1.7	13.3	33.0	27.1	2.5
Dec. 1935	59.5	25.7	11.9	0.3	—	1.7	14.1	35.3	28.4	2.4
March 1936	59.6	29.4	5.2	0.2	—	1.7	14.6	35.3	27.1	5.7
June 1936	60.6	22.9	9.8	—	—	1.7	14.2	29.3	24.1	2.4
Sept. 1936	60.4	22.9	5.1	—	—	1.7	14.1	23.8	18.0	3.4
Dec. 1936	58.9	24.6	10.8	—	0.8	1.7	16.4	28.0	22.5	1.7
March 1937	58.7	28.9	5.5	—	...	1.7	15.4	...	22.6	6.4

^a Gold parity in 1929 : £1 = 4.86656 U.S.A. dollars ; 1 U.S.A. dollar = £0.20548.

End of	Commercial Banks								Post Office Savings Banks	Clearing turnover
	Cash	Discount	Investments and securities		Loans and advances	Deposits				
			Total	Government		Sight deposits	Savings deposits	Time deposits		
£ S.A. (000,000's)										
Dec. 1934	25.2	8.4	8.6	7.0	38.6	55.3	4.4	25.2	13.7	51.9
March 1935	28.3	8.1	5.7	4.1	38.4	56.0	4.6	20.9	14.1	63.5
June 1935	30.0	7.9	5.5	4.2	38.8	59.7	4.6	20.8	14.6	53.5
Sept. 1935	29.5	8.2	5.7	4.4	39.6	56.5	4.8	23.2	15.2	52.1
Dec. 1935	31.4	8.3	5.7	4.4	39.9	61.6	4.9	21.6	15.5	57.4
March 1936	30.2	8.1	5.5	4.3	38.4	59.7	5.1	18.7	16.0	67.6
June 1936	25.9	8.0	11.0	9.4	39.6	63.3	5.2	17.3	16.7	78.7
Sept. 1936	21.0	8.2	13.7	11.9	42.3	64.3	5.4	16.5	17.3	68.3
Dec. 1936	25.8	8.6	13.6	11.8	44.3	71.8	5.5	17.0	17.7	86.5

See *Commercial Banks 1913-1929*, page 401 ; *1925-1933*, page 315 ; *1929-1934*, page 191 ; *Money and Banking 1935/36*, Vol. II, page 176.

South African Reserve Bank : Last weekly statement of the month, with the exception of the figures in respect of March 1935 and March 1936, published in the Bank's annual balance-sheet, made out as at March 31st of each year. *Gold :* Valued at the statutory price of £3 17s. 10½d. per oz. The difference between the gold holding valued at the statutory price and gold purchases effected at the current market rate since the suspension of the gold standard on December 28th, 1932, is shown in the gold premium account among the " Other assets " (£13,500,000 at March 31st, 1936). Under the Currency and Exchanges Act of 1933, the profits made on such operations belong to the Government. *Foreign bills :* Including British Treasury bills. *Loans and advances :* The greater part of these loans were made to the Government. *Government securities :* For the years 1929-1932, these include the rediscounting of Treasury bills. *Bank deposits :* Compulsory deposits required by law and current bank deposits.

Commercial Banks : Commercial banks in the territory of the Union.

Clearing Turnover : Clearing-houses in seven chief towns ; monthly figures.

Sources : South African Reserve Banks : Annual reports. Office of Census and Statistics : *Monthly Bulletin of Union Statistics*.

Commercial Banks.

Table 37.

End of the year:	1929		1930	1931	1932	1933	1934	1935	
	A	B						A	B
Number of: Banks	7	7	7	7	8	7	8	8	8
Branches and Sub-Branches		666	679	690	671				
SUMMARY BALANCE-SHEET.			£ S.A. (000,000's)						
ASSETS.									
1. Cash	11.7	8.8	10.8	9.1	8.8	31.6	28.0	35.1	31.4
(a) Gold, silver and small coins	3.1	1.5	2.9	2.4	2.6	1.8	2.1	2.5	0.7
(b) Inland notes and balances with Central Bank	8.6	7.3	7.9	6.7	6.3	29.8	25.9	32.6	30.7
2. Other Items of a Cash Nature	4.1	—	5.5	3.0	5.8	3.9	4.6	4.7	—
3. Bills discounted and bought	21.5	13.1	17.6	11.8	13.3	14.7	13.7	16.3	8.3
(a) Treasury bills	—	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—	—
4. Investments and Securities	17.4	4.1	30.4	21.7	37.4	42.4	42.6	37.4	5.7
(a) Government	16.2	3.5	29.5	20.9	36.1	41.2	40.0	35.6	4.4
(b) Other	1.2	0.6	0.9	0.8	1.3	1.2	2.0	1.8	1.3
5. Participations	—	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	5.7	0.1	7.0	5.3	8.9	6.6	8.0	12.3	1.3
(a) At home	0.1	0.1	0.1	0.1	0.2	0.3	1.0	1.3	1.3
(b) Abroad	5.6	—	6.9	5.2	8.7	6.3	7.0	11.0	—
7. Loans and Advances	57.8	37.9	51.6	49.9	46.7	45.0	55.2	57.5	40.0
(a) On current account	55.9	36.8	50.0	47.7	43.8	43.5	53.7	56.3	39.5
(b) Other	1.9	1.1	1.6	2.2	2.9	1.5	1.5	1.2	0.5
8. Cover for Acceptances	—	—	—	—	—	—	—	—	—
9. Premises, etc.	3.7	2.1	3.8	3.6	4.1	4.4	4.4	4.4	3.1
10. Sundry Assets	9.4	1.2	6.1	2.6	4.1	4.8	4.4	5.5	2.3
11. Total Balance-sheet	131.3	67.2	132.8	107.0	129.1	153.4	160.3	173.2	92.1
LIABILITIES.									
12. Capital paid up	8.0	—	8.0	5.9	7.5	8.2	8.3	8.4	0.1
13. Reserve Funds	5.0	0.1	5.1	3.7	4.7	4.5	4.7	4.8	0.1
14. Profit and Loss, etc.	—	—	—	—	—	—	—	—	—
15. Notes in circulation	1.5	—	1.4	0.9	1.0	1.2	1.3	1.4	—
16. Cheques and Drafts, etc., in circulation	2.4	0.1	1.6	1.2	1.7	1.7	2.1	2.1	0.3
17. Due to Banks (Correspondents)	1.2	0.5	1.2	1.0	1.5	1.3	1.3	1.9	0.7
(a) At home	0.5	0.5	0.6	0.3	0.4	0.5	0.4	0.7	0.7
(b) Abroad	0.7	—	0.6	0.7	1.1	0.8	0.9	1.2	—
18. Deposits	101.4	60.6	104.5	85.6	101.1	124.0	129.4	139.7	88.4
(a) Current accounts and sight deposits	50.2	30.5	47.7	39.7	47.7	76.5	80.5	90.6	61.5
(b) Savings accounts	6.9	3.5	7.1	6.6	7.8	8.7	8.8	9.3	4.9
(c) Time or fixed deposits	43.3	26.2	48.9	38.8	45.2	37.7	37.5	35.5	21.6
(d) Other deposits	1.0	0.4	0.8	0.5	0.4	1.1	2.6	4.3	0.4
19. Rediscounts and Other Borrowings	—	—	—	—	—	—	—	—	—
20. Acceptances and Endorsements	—	—	—	—	—	—	—	—	—
21. Sundry Liabilities	11.8	3.9	11.0	8.7	11.6	12.5	13.2	14.9	2.6

Summary Balance-sheet.

The Summary Balance-sheet gives double columns for the years 1929 and 1935: the columns marked A for 1929 and 1935, and the single columns for other years, show the aggregate amount of the assets and liabilities, within and outside the Union, of all banks operating in South Africa; the columns marked B include only the accounts of offices situated within the Union.

For detailed notes on certain items of the Summary Balance-sheet, see the previous editions of this publication.

1. *Cash.*

The amounts under (b) are as follows :

End of	Notes of Reserve Bank	Balance with Reserve Bank	Notes of other banks outside the Union	Total
	£ (000,000's)			
1929	2.4	4.9	1.3	8.6
1930	1.9	5.0	1.0	7.9
1931	1.6	4.3	0.8	6.7
1932	1.7	3.9	0.7	6.3
1933	2.4	26.5	0.9	29.8
1934	2.8	21.7	1.4	25.9
1935	2.9	27.8	1.9	32.6

4 and 5. *Investments and Securities ; Participations.*

The division of Government securities is shown below:

End of	Union Government	British and Colonial Governments	Total
	£ (000,000's)		
1929	4.1	12.1	16.2
1930	6.1	23.4	29.5
1931	6.0	14.9	20.9
1932	8.1	28.0	36.1
1933	7.8	33.4	41.2
1934	7.2	32.8	40.0
1935	4.6	31.0	35.6

3. *Bills discounted and bought.*

The following statement shows the amount of paper under discount in the Union and abroad :

End of	In the Union	Elsewhere	Total
	£ (000,000's)		
1929	13.1	8.4	21.5
1930	8.9	8.7	17.6
1931	7.6	4.2	11.8
1932	7.5	5.8	13.3
1933	7.1	7.6	14.7
1934	8.5	5.2	13.7
1935	8.3	8.0	16.3

7. *Loans and Advances.*

The division of loans into "secured" and "unsecured" in the years under review is shown below :

End of	Secured	Unsecured	Total
	£ (000,000's)		
1929	46.2	9.7	55.9
1930	41.5	8.5	50.0
1931	39.9	7.8	47.7
1932	38.4	5.4	43.8
1933	39.4	4.1	43.5
1934	48.7	5.0	53.7
1935	50.3	6.0	56.3

10. *Sundry Assets.*

End of	1929	1930	1931	1932	1933	1934	1935
	£ (000,000's)						
Due by head offices and branches	9.6	11.1	3.4	5.5	6.2	3.1	3.8
Due to head offices and branches	3.9	7.3	2.7	4.2	4.0	1.2	1.4
1. Balance due by head offices and branches	5.7	3.8	0.7	1.3	2.2	1.9	2.4
2. Landed property other than bank pre-mises	0.3	0.3	0.4	0.6	0.5	0.5	0.4
3. Other assets	3.4	2.0	1.5	2.2	2.1	2.0	2.7
Total (1 + 2 + 3)	9.4	6.1	2.6	4.1	4.8	4.4	5.5

UNION OF SOVIET SOCIALIST REPUBLICS

January 1st :	Notes and coins in circulation								
	1929	1930	1931	1932	1933	1934	1935	1936	1937
	Roubles (000,000's)								
Bank-notes	1,122.6	1,537.0	2,100.4	2,784.4	4,099.1	3,432.5	3,838.4	5,723.1	8,020.3
Treasury notes	763.0	1,074.4	1,977.7	2,577.4	3,949.9	3,060.6	3,499.0	3,567.9	2,800.4
Coins	211.7	249.6	277.1	311.5	364.0	368.4	396.4	419.4	434.9
Total	2,097.3	2,861.0	4,355.2	5,673.3	8,413.0	6,861.5	7,733.8	9,710.4	11,255.6

January 1st	State Bank of the U.S.S.R.										
	ASSETS					Total balance-sheet	LIABILITIES				
	Precious metals and foreign exchange	Short-term loans	Government securities	Sundry assets	Capital and profits		Bank-notes and Treasury notes in circulation	Current accounts and deposits	Branch accounts, items in transit and letters of credit	Sundry liabilities	
	Roubles (000,000's)										
1932	719.9	10,217.7	4,113.5	1,525.8	16,576.9	1,212.9	5,361.8	8,538.9	396.0	1,067.2	
1933	839.0	10,451.7	5,974.2	4,910.6	22,175.5	1,190.1	8,049.0	10,825.3	871.6	1,239.5	
1934	941.1	14,192.8	6,000.2	4,407.0	25,541.1	1,525.8	6,493.1	15,442.7	826.9	1,252.6	
1935	957.8	17,223.3	6,134.9	4,588.9	28,904.9	1,756.0	7,337.4	17,588.2	706.1	1,517.2	
1936	1,079.4	26,666.0	6,138.2	5,192.3	39,075.9	2,292.3	9,291.0	20,472.7	2,424.8	4,595.1	
1937	2,215.3	34,819.3	6,138.3	6,484.9	49,657.8	2,207.5	10,820.7	26,561.3	5,344.6	4,723.7	

State Bank : After the banking reforms of 1930 and 1931, which were described in the chapter on the Union of Soviet Socialist Republics in *Commercial Banks 1929-1934*, page 117, the State Bank became the sole institution for the supply of short-term credit to production and trade. All payments between the individual State enterprises and organisations are effected through current accounts at the State Bank. The Bank maintains 3,000 branch offices.

Recent Economic Measures affecting the Monetary Circulation : The system of rationing was abolished for bread on January 1st, 1935, for other foodstuffs on October 1st, 1935, and for manufactured articles on January 1st, 1936, while money wages were increased in compensation. With the consequent rise in the turnover of retail trade, cash transactions relating to consumption goods have increased — a fact which has obviously influenced the volume of notes and coins in circulation.

Value of Currency : Under a Decree of November 1935, the selling-rate for roubles to foreign tourists was fixed on the basis of a rate of 1 rouble = 3 French francs (as compared with the gold parity of 1 rouble = 13.20 francs). By a Decree of February 1936, the new exchange rates corresponding to the rate of 1 rouble = 3 francs were extended to all other exchange transactions with foreign countries. On April 1st, 1936, the State Bank revalued its gold stock on the basis of the new rate ; the surplus resulting from the revaluation was transferred to the Treasury. After the devaluation of the French franc on September 26th, 1936, foreign-exchange rates were fixed on the basis of 1 rouble = 4.25 francs.

Reduction of Interest Rates : In July 1936, the interest rates charged by the State Bank on short-term loans and overdue loans were reduced from 6% and 8% respectively to 4% and 6% ; the rate allowed on savings-bank deposits was lowered from 8% to 3% ; and the interest on the internal State loans which have been issued since 1927 at rates of 8-10% was reduced to a uniform level of 4%.

Source : The above tables have been kindly furnished by the State Bank of the Union of Soviet Socialist Republics.

UNITED KINGDOM AND IRISH FREE STATE

Average	Value of currency as % of gold parity in 1929 ^a	Bank of England											Market rates of interest			
		Issue Department			Banking Department								Discount rate	Treasury bills	Three months' fine bank bills	Yield of Government bonds
		Gold coin and bullion	Government securities	Notes in circulation	Securities				Deposits							
					Reserve of notes and coin	Government	Dis-counts and advances	Other	Public	Bankers'	Other					
		£ (000,000's)											Per cent			
1929.	99.8	146.9	246.0	362.3	45.4	55.9	11.2	19.9	14.5	62.9	36.9	5.50	5.264	5.26	4.60	
1930.	99.9	155.1	244.1	358.6	57.3	49.7	8.7	18.1	14.8	65.5	36.5	3.42	2.484	2.57	4.48	
1931.	93.2	139.7	249.2	354.8	52.3	45.5	10.8	27.8	15.4	64.7	38.3	3.93	3.593	3.61	4.39	
1932.	72.0	130.4	247.7	359.5	46.7	64.0	12.8	26.2	16.3	81.3	34.3	3.01	1.486	1.87	3.76	
1933.	68.1	176.6	255.5	371.2	70.2	79.6	11.8	14.1	17.7	99.9	40.1	2.00	0.591	0.69	3.38	
1934.	61.8	191.5	255.9	378.7	73.5	81.1	7.8	11.1	18.6	100.3	36.7	2.00	0.727	0.82	3.08	
1935.	59.8	193.7	257.5	394.7	59.6	87.0	9.6	11.9	15.3	96.7	38.1	2.00	0.546	0.58	2.91	
1936.	60.5	227.7	254.8	431.4	53.7	88.8	9.8	17.1	16.7	96.2	38.5	2.00	0.583	0.60	2.95	
March 1935.	58.1	192.5	257.3	379.6	73.5	85.9	5.5	11.4	13.7	103.7	40.7	2.00	0.497	0.59	2.91	
June 1935	60.1	192.7	257.9	396.8	56.6	93.4	6.8	12.1	11.3	102.7	37.0	2.00	0.666	0.72	2.89	
Sept. 1935	60.3	193.5	257.5	399.5	54.7	83.6	12.7	12.9	14.7	92.6	38.3	2.00	0.551	0.59	3.09	
Dec. 1935	60.2	199.5	257.4	415.1	45.0	84.6	9.1	13.1	9.1	87.5	37.3	2.00	0.683	0.72	2.89	
March 1936.	60.3	200.6	257.0	404.9	56.5	80.6	8.9	15.9	14.3	92.6	36.7	2.00	0.521	0.56	2.95	
June 1936	61.3	211.0	259.1	433.3	38.6	98.5	6.2	15.2	13.9	89.5	37.2	2.00	0.780	0.78	2.94	
Sept. 1936	61.1	247.0	258.8	446.1	62.0	83.0	9.4	20.0	22.7	94.4	39.0	2.00	0.526	0.56	2.95	
Dec. 1936	59.6	287.7	223.5	463.9	48.3	94.2	9.5	20.8	14.5	101.0	39.3	2.00	0.848	0.84	2.96	
March 1937.	59.3	313.7	198.0	466.7	47.9	93.0	4.8	22.5	27.0	85.2	37.7	2.00	0.515	0.56	3.28	

^a Gold parity in 1929 : £1 = 4.87 U.S.A. dollars ; 1 U.S.A. dollar = 4s. 1½d.

See *Commercial Banks 1913-1929*, page 279 ; *1925-1933*, page 207 ; *1929-1934*, page 122 ; *Money and Banking 1935/36*, page 181.

Value of Currency : The gold standard was abandoned on September 21st, 1931. The Bank of England was released from the obligation to sell gold at the statutory price of £3 17s. 10½d. per standard ounce. No embargo, however, was placed on exports of gold.

On July 1st, 1932, an "Exchange Equalisation Account" was set up as a Government Fund attached to the Treasury. This Fund was originally empowered to borrow by means of Treasury bills up to a limit of £150 million, plus the balance of the old Dollar Exchange Reserve of £25 million. In May 1933, its resources in the form of Treasury bills were increased by £200 million. The purpose of the Fund is, as its name suggests, to even out irregular fluctuations in the exchanges, but its main significance lies in the fact that its operations are designed to prevent movements of foreign funds from affecting the domestic credit base. Thus, when there has been a movement of foreign balances to London, the Fund has acquired these balances, converting them subsequently into gold, by means of sterling obtained, in effect, by the sale of Treasury bills to the money market ; this procedure, though it has influenced the bill holdings and deposits of the commercial banks, has tended to avoid any direct effect on bankers' cash reserves.

For the declaration made by the United Kingdom Treasury simultaneously with the Treasuries of France and the United States of America on the occasion of the devaluation of the French franc on September 26th, 1936, and for the arrangements arrived at on October 12th, 1936, regarding the exchange of gold between these countries, reference should be made to the chapter on France, above.

Bank of England : The figures represent averages based on the published weekly returns relating to Wednesday of each week.

Issue Department : The total note issue of the Issue Department is made up of notes held in the "Reserve" of the Banking Department and of notes in circulation, the latter including, besides notes in the hands of the

public, notes forming part (usually rather more than one-half) of the Clearing Banks' cash reserves and about £20 million of notes held as cover by the Scottish and Irish note-issuing banks. All notes issued by the Issue Department in excess of the fiduciary issue must be covered in full by gold held by the Issue Department and entered at the statutory price of £3 17s. 10½*d.* per standard ounce (or approximately 85*s.* per ounce of fine gold). The maximum limit of the fiduciary issue was fixed at £260 million by the Currency and Bank Notes Act of 1928, raised to £275 million on August 1st, 1931, and lowered again to £260 million on March 31st, 1933; it was reduced by £60 million to £200 million on December 15th, 1936. The fiduciary issue is covered by the Government securities held by the Issue Department, which may include Treasury bills and other short- and medium-dated Government obligations in addition to long-term and irredeemable Government bonds; the composition of the total lies at the discretion of the Bank. The interest yield of these securities, allowing for any appreciation or depreciation of their capital value and after deducting all expenses connected with the note issue, accrues to the Treasury. It is believed that, similarly, the nominal loss involved in the Bank's purchases of gold since 1932 is borne by the Treasury or by the Treasury's Exchange Equalisation Account. Since the suspension of the gold standard, the London market price of gold, which stood at approximately 142*s.* per ounce of fine gold at the end of 1936, has been considerably higher than the Bank's statutory buying price of approximately 85*s.* per ounce of fine gold, and it is therefore generally assumed that the gold acquired by the Bank since 1932 has been transferred to it from the Exchange Equalisation Account. A particularly large transfer of this kind was carried out on December 15th, 1936, when the Bank acquired £65 million of gold at par; at the same time its fiduciary issue was reduced by £60 million, a corresponding amount of the Issue Department's Government securities being transferred to the Exchange Equalisation Account.

Banking Department: Reserve of notes and coin: Of this item, all but a relatively small amount of coin, fluctuating around £1 million, consists of notes. The "Reserve" can only be replenished by a transfer of gold or — in the case of an increase of the fiduciary issue — of Government securities to the Issue Department. Like the cash reserve of an ordinary commercial bank, the "Reserve" represents the liquid cover for the Bank's deposit liabilities, and the ratio which it bears to these (generally known as "the Proportion") is normally one of the factors determining the Bank's credit policy. *Government securities:* Besides long-term bonds, this item, which reflects the Bank's "open-market policy", includes temporary Ways and Means Advances to the Exchequer and such Treasury bills as have been purchased on the market on the Bank's own initiative. *Discounts and advances:* Besides commercial bills, discounted on the initiative of the Bank's customers, and advances made to discount houses, private clients, etc., this item includes such Treasury bills as may have been offered by bill brokers and others to the Bank for discount. *Other securities:* Including bonds guaranteed by the British Government, Indian, Colonial, foreign and other bonds, commercial bills — domestic and foreign — acquired by the Bank on its own initiative and any balances which the Bank may hold with foreign central banks. *Public deposits:* Under this heading, the Bank of England, which acts as the Government's banker, holds all free balances of Government departments and funds, including the accounts connected with the management of the National Debt, and — since 1932 — any sterling balances of the Exchange Equalisation Account which are temporarily not invested in Treasury bills. *Bankers' deposits:* The great bulk of these deposits is due to the London Clearing Banks, but the figures cover any British banks whose main business is in the United Kingdom. *Other deposits:* This item represents balances of foreign central banks, British banks operating overseas, dominion and colonial banks, merchant bankers, etc.; deposits of the Dominion, Indian and Colonial Governments, British municipalities, and the Bank's private clients. *Discount rate:* Date of last change: June 30th, 1932.

Market Rates of Interest: Treasury bills: Weighted average of weekly allotment rates. Since February 1935, the Clearing Banks have by agreement refrained from buying, or bidding for, Treasury bills at a rate below ½%. *Three months' fine bank bills:* Average of brokers' buying rates. *Yield of bonds:* Irredeemable 2½% Consols.

London Clearing Banks: These figures represent aggregates of the monthly averages which each of these ten banks calculates on the basis of (unpublished) weekly figures. For purposes of comparison, the figures exclude an eleventh bank, the District Bank, which was admitted to the London Clearing in January 1936. The figures are not comparable with the end-of-year accounts given in the Summary Balance-Sheet below, which covers a larger number of banks. *Cash:* Coin, notes and balances with the Bank of England. *Money at call and short notice:* The bulk of this is lent to the bill market; a certain proportion of money at short notice represents loans to the Stock Exchange. Since November 1934, the rate charged by the Clearing Banks on call loans secured by bills eligible for discount at the Bank of England has stood at ½%. *Bills discounted:* According to figures published in the report of the Macmillan Committee in 1931, which, however, are not fully comparable with those given above, the Clearing Banks' average holdings of Treasury bills and commercial bills respectively amounted to £98.3 and £122.9 million in 1929 and £128.6 and £127.2 million in 1930. The proportion of Treasury bills in the total is believed to have risen considerably since 1930. *Investments:* The practice of the banks is to enter their securities at purchase price or market value, whichever is lower. They do not, therefore, write up the book value of their securities when market quotations rise above purchase price. "Investments" consist predominantly of Government bonds. *Advances:* The movement of this item in 1936 was affected by the loan of £40

Average	London Clearing Banks											Bank Clearings			
	Cash	Money at call, etc.	Bills discounted	Investments	Advances, etc.	Deposits, etc.	Cash	Money at call, etc.	Bills discounted	Investments	Advances, etc.	Current accounts	Town	Metropolitan, country and provincial	Total
	£ (000,000's)						Per cent of total deposits					£ (000,000's)			
1929.	194	145	229	257	991	1,800	10.8	8.1	12.7	14.3	55.1	54.1	130.1	21.4	151.5
1939.	192	140	264	258	963	1,801	10.7	7.8	14.7	14.3	53.5	52.9	126.3	20.0	146.3
1931.	182	121	256	301	919	1,760	10.4	6.9	14.6	17.1	52.2	52.7	103.6	18.3	121.9
1932.	187	116	308	348	844	1,791	10.4	6.5	17.2	19.4	47.1	49.5	90.4	17.9	108.3
1933.	212	102	354	537	759	1,953	10.8	5.2	18.1	27.5	38.9	51.3	90.6	18.5	109.1
1934.	212	134	230	560	753	1,880	11.3	7.1	12.2	29.8	40.0	51.8	100.1	19.7	119.8
1935.	215	142	266	615	769	1,999	10.8	7.1	13.3	30.8	38.5	53.8	106.0	20.9	126.9
1936.	221	158	313	614	839	2,142	10.3	7.4	14.6	28.7	39.2	54.9	113.8	22.6	136.4
March 1935. . .	214	133	207	614	767	1,923	11.1	6.9	10.8	31.9	39.9	52.8	102.0	20.0	122.0
June 1935. . .	217	143	244	624	775	2,003	10.8	7.1	12.2	31.2	38.7	54.1	113.1	20.7	133.8
Sept. 1935. . .	208	147	299	618	763	2,024	10.3	7.3	14.8	30.6	37.7	54.5	92.8	19.0	111.8
Dec. 1935. . .	221	159	322	605	779	2,091	10.6	7.6	15.4	28.9	37.2	55.2	119.2	22.9	142.1
March 1936. . .	210	155	249	605	824	2,038	10.3	7.6	12.2	29.7	40.4	54.2	108.3	21.8	130.1
June 1936. . .	218	152	322	612	847	2,155	10.1	7.1	14.9	28.4	39.3	55.0	114.0	21.6	135.6
Sept. 1936. . .	222	159	336	620	850	2,180	10.2	7.3	15.4	28.4	39.0	55.1	113.8	20.5	134.3
Dec. 1936. . .	236	187	315	631	858	2,238	10.5	8.4	14.1	28.2	38.3	56.0	135.3	24.9	160.2
March 1937. . .	218	162	245	637	905	2,169	10.1	7.5	11.3	29.4	41.7	54.5	131.9	25.1	157.0

million at 3% which the French Treasury raised in London in February 1936, and of which over one-half was taken up by the Clearing Banks. The loan was repaid in instalments in November and December 1936. At the end of January 1937, another loan for the French Government, amounting to £40 million, carrying interest at 3½% and repayable in ten months, was arranged in London, of which the Clearing Banks again took up a considerable proportion. *Deposits, etc.* : Current, deposit and other accounts. These figures are taken as the basis for calculating the percentage ratio of the other items to "total deposits". The rate agreed upon by the Clearing Banks for interest allowance on deposit accounts in London at seven days' notice has stood at ½% since the middle of 1932. *Current accounts* : The percentage ratio of current accounts to total deposits in 1936 is based on figures which include the District Bank.

Bank Clearings : The figures represent averages per working day in the years or months shown. *Town* clearings are mainly influenced by the volume of Stock Exchange transactions, while *metropolitan, country and provincial* clearings are generally taken to reflect the movement of retail trade and productive activity.

Discount Companies.

The following table summarises the position of the three leading London discount houses :

End of :	1929	1930	1931	1932	1933	1934	1935	1936
ASSETS.								
£ (000,000's)								
1. Cash at bankers	2.6	2.7	2.4	2.7	2.7	2.9	3.0	3.1
2. Investments.	13.5	17.2	13.7	20.2	28.4	35.5	37.8	40.7
3. Bills discounted	121.6	125.6	111.2	117.0	111.5	90.6	101.7	110.6
4. Loans and sundry accounts	2.5	1.8	1.2	2.8	1.8	3.0	5.0	3.6
5. Total assets	140.2	147.3	128.5	142.7	144.4	132.0	147.5	158.0
LIABILITIES.								
6. Capital and reserves	6.2	7.0	7.0	7.0	7.0	7.0	7.0	7.7
7. Loans, deposits, etc. (including undivided profits)	92.4	98.5	86.4	105.0	111.7	105.9	114.2	121.8
8. Bills rediscounted	40.3	40.5	33.7	28.9	24.9	18.3	25.5	27.6
9. Rebate, etc.	1.3	1.3	1.4	1.8	0.8	0.8	0.8	0.7
10. Total liabilities	140.2	147.3	128.5	142.7	144.4	132.0	147.5	157.8

Savings Banks.

The development of deposits in savings banks is shown in the following table :

End of	Savings Banks			National Savings Certificates
	Trustee Savings Banks	Post Office Savings Banks	Total	
	£ (000,000's)			
1929	124.5 ^a	285.0	409.5	487.9
1930	133.2 ^a	290.2	423.4	506.7
1931	141.6	289.4	431.0	489.3
1932	159.2	305.7	464.9	478.9
1933	170.5	326.7	497.2	484.4
1934	182.3	354.8	537.1	495.2
1935	197.3	390.3	587.6	505.1
1936	211.8	432.4	644.2	512.3 *
March 1935	187.8	365.6	553.4	500.4
June 1935	191.2	374.7	565.9	502.0
September 1935	194.4	382.4	576.8	503.4
December 1935	197.3	390.3	587.6	505.1
March 1936	202.3	405.2	607.5	507.8
June 1936	206.6	414.7	621.3	509.1
September 1936	208.7	424.1	632.8	510.7
December 1936	211.8	432.4	644.2	512.3 *
March 1937	216.5	446.5	663.0	514.1 *

* November 20th. — * Provisional figure.

Banks in the Irish Free State and Northern Ireland.

The following table shows the principal accounts of the banks of the Irish Free State ; the figures represent averages for three selected dates in each quarter. It should be noted that, of the nine banks operating in the Irish Free State, only two confine their operations to that country. Of the remaining seven, four have their head offices outside the Irish Free State and two have important offices in London. The statistics published by the Irish Currency Commission show separately, however, assets and liabilities within and outside the Irish Free State.

	December quarter 1933		December quarter 1934		December quarter 1935		December quarter 1936	
	Within Free State	Elsewhere	Within Free State	Elsewhere	Within Free State	Elsewhere	Within Free State	Elsewhere
	£ (000,000's)							
1. Cash and bank balances	5.2	10.0	5.0	8.8	5.3	9.8	5.4	9.6
2. Money at call	—	10.7	—	10.5	—	10.3	—	10.7
3. Bills	5.7	2.4	5.4	1.8	5.2	1.2	4.9	1.4
4. Loans and advances	42.7	25.0	44.7	24.5	43.9	23.7	44.1	23.7
5. Investments	5.6	85.1	7.4	79.7	7.2	80.4	7.1	81.6
Total assets	62.7	137.8	66.2	129.8	65.1	130.0	64.9	131.6
6. Capital and reserves	13.1	3.8	13.2	3.9	13.3	3.9	10.2	7.2
7. Notes in circulation	5.1	3.1	5.1	3.3	5.1	3.5	5.1	3.7
8. Deposits	123.8	46.1	119.8	45.1	118.0	46.1	118.9	45.8
Total liabilities	145.7	54.8	141.6	54.4	139.5	55.5	137.5	59.0
<i>Excess of assets outside Irish Free State over liabilities outside Irish Free State</i>	83.0		75.4		74.5		72.6	

Sources : *Statistical Summary* of the Bank of England. Report of the Committee on Finance and Industry (1931, Cmd. 3897). *The Economist*. *The Statist*.

Summary Balance-sheet.

1 and 2. *Cash Assets, etc.*

The combined sums shown for the first two groups of the Summary Balance-sheet include the following items : (a) "Cash in hand" consisting of coin, bank and currency

notes and balances with the Bank of England ; (b) balances with, and cheques in the course of collection on, other banks ; (c) money at call and short notice. The balance-sheet form employed for the statistical summaries of the *Economist* distinguishes between (c) and the total of (a)

I. Joint-stock Banks in England and Wales.

Table 38 (a).

End of the year :	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	16	16	16	16	16	16	15
Branches and Sub-Branches	9,815	10,082	10,178	10,066	10,060	10,086	10,118
SUMMARY BALANCE-SHEET.		£ (000,000's)					
ASSETS.							
1. Cash							
(a) Gold, silver and small coins							
(b) Inland notes and balances with Central Bank	481.3	472.4	414.5	446.2	446.1	477.4	498.9
2. Other Items of a Cash Nature							
3. Bills discounted and bought	224.3	316.4	234.1	389.2	292.8	255.2	304.2
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	260.7	303.4	304.7	496.6	587.6	611.6	628.1
(a) Government	232.5	275.5	275.6	459.0	544.1	566.2	570.2
(b) Other	28.2	27.8	29.1	37.6	43.5	45.4	57.9
5. Participations	24.4	25.9	24.8	24.3	24.7	25.2	25.6
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	1,026.5	964.6	931.7	799.1	764.2	785.7	809.7
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	179.3	128.0	109.7	96.7	122.0	131.2	109.2
9. Premises, etc.	42.3	45.0	52.0	50.2	51.5	50.9	50.1
10. Sundry Assets	—	—	—	—	—	—	—
11. Total Balance-sheet	2,238.8	2,255.7	2,071.5	2,302.3	2,288.9	2,337.2	2,425.8
LIABILITIES.							
12. Capital paid up	78.1	80.0	80.0	80.0	80.0	80.0	79.7
13. Reserve Funds	63.5	64.4	54.5	55.3	55.4	57.7	58.1
14. Profit and Loss, etc.	6.6	6.2	6.0	5.9	6.2	6.3	6.0
15. Notes in circulation	0.1	0.1	0.1	0.1	0.1	0.1	0.1
16. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—
17. Due to Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	1,911.0	1,976.8	1,821.0	2,064.3	2,025.2	2,061.9	2,172.7
(a) Current accounts and sight deposits	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—
19. Acceptances and Endorsements	179.3	128.0	109.7	96.7	122.0	131.2	109.2
20. Sundry Liabilities	0.2	0.2	0.2	—	—	—	—
Number of Banks	12	12	12	12	12	12	11
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
Capital paid up	74.9	75.8	75.8	75.8	75.8	75.8	75.4
Reserves and Undivided Profits	67.4	67.8	57.6	58.3	58.3	61.0	61.2
1. Gross Profits	13.98	11.94	10.89	9.88	10.04	10.53	10.42
To be deducted :							
2. Expenses	—	—	—	—	—	—	—
(a) Salaries, etc.	—	—	—	—	—	—	—
(b) Other working expenses	—	—	—	—	—	—	—
(c) Taxes, etc.	—	—	—	—	—	—	—
3. Reserved for Pension Funds, etc.	0.89	0.66	0.37	0.37	0.42	0.37	0.65
4. Written off on	1.48	0.73	0.03	0.25	0.20	0.70	0.68
(a) Premises, etc.	1.48	0.73	0.03	0.25	0.20	0.70	0.68
(b) Investments and securities	—	—	—	—	—	—	—
(c) Other assets	—	—	—	—	—	—	—
5. Remaining Net Profit	11.61	10.55	10.49	9.26	9.42	9.46	9.09
6. Carried forward from preceding year	6.19	6.06	5.84	5.96	5.89	6.00	6.09
7. Taken from Reserves or Capital	—	—	—	—	—	—	—
8. Total disposed of for Dividends, etc.	17.80	16.61	16.33	15.22	15.31	15.46	15.18
9. Carried to Reserves	1.28	0.86	1.43	0.73	0.73	0.60	0.56
10. Dividends	10.46	9.91	8.94	8.60	8.58	8.77	8.94
11. Directors' Fees, etc.	—	—	—	—	—	—	—
12. Carried forward to following year	6.06	5.84	5.96	5.89	6.00	6.09	5.68

II. Scottish Joint-stock Banks.

Table 38 (b).

End of the year:	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	8	8	8	8	8	8	8
Branches and Sub-Branches	1,633	1,659	1,718	1,663	1,826	1,852	1,868
SUMMARY BALANCE-SHEET.		£ (000,000's)					
ASSETS.							
1. Cash							
(a) Gold, silver and small coins							
(b) Inland notes and balances with Central Bank	62.3	63.8	60.4	68.1	66.6	70.5	75.9
2. Other Items of a Cash Nature							
3. Bills discounted and bought	21.6	21.6	28.8	30.3	22.0	11.5	12.5
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	83.7	98.1	101.4	136.7	157.7	161.1	177.7
(a) Government	76.6	88.9	91.6	125.0	143.6	146.5	163.0
(b) Other	7.1	9.2	9.9	11.7	14.1	14.6	14.7
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	132.5	124.5	104.3	92.6	86.3	94.8	94.6
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	6.5	4.8	4.8	5.1	6.3	9.9	13.6
9. Premises, etc.	4.8	4.7	4.7	4.8	4.7	4.8	4.7
10. Sundry Assets	—	—	—	—	—	—	—
11. Total Balance-sheet	311.4	317.5	304.4	337.6	343.6	352.6	379.0
LIABILITIES.							
12. Capital paid up	12.0	13.1	13.5	13.5	13.5	13.5	13.5
13. Reserve Funds	15.7	17.0	17.2	17.3	17.4	17.5	17.9
14. Profit and Loss, etc.	1.9	2.0	1.9	1.9	2.0	2.0	2.0
15. Notes in circulation	21.4	21.4	21.4	21.0	19.2	21.4	21.9
16. Cheques and Drafts, etc., in circulation	3.0	3.1	2.1	2.3	1.5	1.6	1.6
17. Due to Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	250.9	256.1	243.5	276.5	281.7	286.7	308.5
(a) Current accounts and sight deposits	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—
19. Acceptances and Endorsements	6.5	4.8	4.8	5.1	6.3	9.9	13.6
20. Sundry Liabilities	—	—	—	—	—	—	—
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	2.79	2.87	2.74	2.73	2.71	2.75	2.79
To be deducted :							
2. Expenses	—	—	—	—	—	—	—
(a) Salaries, etc.	—	—	—	—	—	—	—
(b) Other working expenses	—	—	—	—	—	—	—
(c) Taxes, etc.	—	—	—	—	—	—	—
3. Reserved for Pension Funds, etc.	0.23	0.23	0.15	0.13	0.16	0.22	0.29
4. Written off on	0.26	0.27	0.22	0.22	0.16	0.30	0.27
(a) Premises, etc.	0.26	0.27	0.22	0.22	0.16	0.30	0.27
(b) Investments and securities	—	—	—	—	—	—	—
(c) Other assets	—	—	—	—	—	—	—
5. Remaining Net Profit	2.30	2.37	2.37	2.38	2.39	2.23	2.23
6. Carried forward from preceding year	2.00	2.06	2.09	2.05	2.08	2.12	2.12
7. Taken from Reserves or Capital	—	—	—	—	—	—	—
8. Total disposed of for Dividends, etc.	4.30	4.43	4.46	4.43	4.47	4.35	4.35
9. Carried to Reserves	0.53	0.52	0.57	0.53	0.53	0.37	0.35
10. Dividends	1.71	1.82	1.84	1.82	1.82	1.86	1.89
11. Directors' Fees, etc.	—	—	—	—	—	—	—
12. Carried forward to following year	2.06	2.09	2.05	2.08	2.12	2.12	2.11

III. Irish Joint-stock Banks.

Table 38 (c).

End of the year:	1929	1930	1931	1932	1933	1934	1935
Number of : Banks	9	9	9	9	9	9	9
Branches and Sub-Branches	1,064	1,063	1,071	1,079	1,077	1,073	1,073
SUMMARY BALANCE-SHEET.							
ASSETS.							
£ (000,000's)							
1. Cash							
(a) Gold, silver and small coins							
(b) Inland notes and balances with Central Bank	22.3	20.7	23.4	29.5	24.3	26.9	27.7
2. Other Items of a Cash Nature							
3. Bills discounted and bought	4.9	26.0	26.1	29.0	24.8	4.1	3.7
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	85.6	89.2	85.5	98.3	94.8	93.8	95.7
(a) Government	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	92.1	69.1	68.9	63.8	63.7	81.0	79.3
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	0.1	0.1	0.1	0.2	0.4	0.4	0.3
9. Premises, etc.	3.0	3.1	3.3	3.1	3.0	2.9	3.1
10. Sundry Assets							
11. Total Balance-sheet	208.0	208.2	207.3	223.9	211.0	209.1	209.8
LIABILITIES.							
12. Capital paid up	8.6	8.7	8.7	8.6	8.7	8.7	8.9
13. Reserve Funds	9.7	10.0	8.9	8.9	9.0	9.2	9.1
14. Profit and Loss, etc.	1.0	1.0	0.8	0.9	0.9	0.8	0.9
15. Notes in circulation	10.2	9.4	8.7	8.8	8.9	9.1	9.4
16. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—	—
17. Due to Banks (Correspondents)	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	176.4	177.1	178.0	196.3	183.0	180.9	181.2
(a) Current accounts and sight deposits	—	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—
19. Acceptances and Endorsements	0.1	0.1	0.1	0.2	0.4	0.4	0.3
20. Sundry Liabilities	2.0	1.9	2.1	0.2	0.1	—	—
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	1.72	1.74	1.62	1.43	1.34	1.34	
<i>To be deducted :</i>							
2. Expenses	—	—	—	—	—	—	—
(a) Salaries, etc.	—	—	—	—	—	—	—
(b) Other working expenses	—	—	—	—	—	—	—
(c) Taxes, etc.	—	—	—	—	—	—	—
3. Reserved for Pension Funds, etc.	0.02	0.02	0.02	0.02	—	0.01	
4. Written off on	0.09	0.08	0.04	0.03	—	0.03	
(a) Premises, etc.	0.09	0.08	0.04	0.03	—	0.03	
(b) Investments and securities	—	—	—	—	—	—	—
(c) Other assets	—	—	—	—	—	—	—
5. Remaining Net Profit	1.61	1.64	1.56	1.38	1.34	1.30	1.33
6. Carried forward from preceding year	0.44	0.49	0.44	0.40	0.44	0.48	0.41
7. Taken from Reserves or Capital	—	—	—	—	—	—	—
8. Total disposed of for Dividends, etc.	2.05	2.13	2.00	1.78	1.78	1.78	1.74
9. Carried to Reserves	0.40	0.43	0.48	0.38	0.35	0.40	0.32
10. Dividends	1.16	1.26	1.12	0.96	0.95	0.97	0.96
11. Directors' Fees, etc.	—	—	—	—	—	—	—
12. Carried forward to following year	0.49	0.44	0.40	0.44	0.48	0.41	0.46

and (b) wherever (c) is shown separately in the published accounts. It is, in fact, shown separately by all the leading banks throughout the period under review. In the case of the banks not showing money at call as a separate item, the total of (a), (b) and (c) has been included in the first column of the statement below:

End of	Cash in hand and at the Bank of England: Balances with and cheques on other banks		Money at call and short notice		Total (corresponding to the sums shown in Summary Table)				
	£ (000,000's)								
I. Joint-stock Banks in England and Wales.									
1929 .	328.4		152.9		481.3				
1930 .	325.6		146.8		472.4				
1931 .	288.7		125.8		414.5				
1932 .	296.9		149.3		446.2				
1933 .	300.8		145.3		446.1				
1934 .	311.8		165.6		477.4				
1935 .	340.5		158.4		498.9				
II. Scottish Banks.									
1929 .	40.2		22.1		62.3				
1930 .	40.2		23.6		63.8				
1931 .	39.3		21.1		60.4				
1932 .	42.0		26.1		68.1				
1933 .	40.9		25.7		66.6				
1934 .	43.2		27.3		70.5				
1935 .	46.4		29.5		75.9				
III. Irish Banks.									
	L.F.S.	N.I.	Total	L.F.S.	N.I.	Total	L.F.S.	N.I.	Total
1929 .	8.9	6.2	15.1	7.2	—	7.2	16.1	6.2	22.3
1930 .	8.2	5.8	14.0	6.7	—	6.7	14.9	5.8	20.7
1931 .	7.7	5.8	13.5	9.9	—	9.9	17.6	5.8	23.4
1932 .	9.7	8.0	17.7	11.8	—	11.8	21.5	8.0	29.5
1933 .	9.7	5.7	15.4	8.9	—	8.9	18.6	5.7	24.3
1934 .	10.5	7.1	17.6	9.3	—	9.3	19.8	7.1	26.9
1935 .	10.5	7.2	17.7	10.0	—	10.0	20.5	7.2	27.7

3. Bills discounted and bought.

The figures given for "bills discounted and bought" in balance-sheet summaries do not represent the total bill holdings of all the banks, as some of the minor banks include Treasury bills in their figures for Government securities (group 4 (a) of the Summary Table). In addition, a few banks do not show discounts separately from loans and advances, and in such cases they are included in group 7 of the Summary Balance-sheet.

4 and 5. Investments and Securities; Participations.

The banks do not give full details of the composition of their investments. A few of the minor banks in England and Wales do not show Government securities separately in their published accounts. In such cases these are included under 4 (b) in the Summary Balance-sheet. As mentioned above, a minor portion of the sums shown under (a) consists of Treasury bills not shown separately by some banks. The "other investments" are mainly gilt-edged and do not, as a rule, include stocks, shares and debentures of industrial companies. The sums shown in group 5 of the Summary Table for England and Wales represent the investments in affiliations of the "Big Five".

They consist mainly of capital participation in Scottish and Irish banks, and to a less extent in foreign and other auxiliary financial institutions. There is practically no direct participation in industry and trade.

6. Due from Banks.

Sight balances with, and the cheques in course of collection on, other banks are reported only by the London Clearing Banks and are included in their cash assets. Correspondent accounts are, as a rule, merged with loans and advances under assets and with deposits under liabilities in the published statements of the joint-stock banks.

7. Loans and Advances.

As already mentioned, this item includes discounts not shown separately by some of the minor banks, and part of the correspondent accounts.

9 and 10. Premises and Sundry Assets.

Premises are not shown separately in the statistics of the *Economist*, but they constitute practically the whole of the joint sums shown in the balance-sheet summaries. It is generally recognised that the market value of the premises of the banks exceeds their book value and that important reserves are therefore concealed in this item of the aggregate balance-sheet.

13. Reserve Funds.

In addition to the ordinary reserve fund shown in the Summary Balance-sheet, other reserves are maintained to meet emergencies. These other reserves are included under deposits in the published statements. Moreover, additional resources are concealed by the fact that the premises and the investments of the banks are booked below their actual market value.

15. Notes in Circulation.

Joint-stock banks do not possess the right of note issue in England and Wales. The small note circulation shown in the Summary Table for England and Wales refers exclusively to the Isle of Man, which is not governed by the English currency legislation. The legislation governing the note issue in Scotland and Ireland was set out in detail in the first edition of this *Memorandum*.

17. Due to Banks.

The correspondent accounts as a rule are not shown separately, but are merged in the deposits in the published statements of the banks.

18. Deposits.

The banking statistics as regularly published in English sources do not show current accounts separately from deposit accounts. The report of the Macmillan Committee gave these details for the deposits of the London Clearing Banks for the period January 1919-March 1931, and a continuation of these series is published currently in the Bank of England *Statistical Summary* and in the League of Nations *Monthly Bulletin of Statistics*. The division of total deposits into current accounts and deposit accounts for the years covered by the Summary Table is shown below:

	1929	1930	1931	Monthly averages (December)			1934	1935	1936
				1932	1933	1934			
£ (000,000's)									
Current accounts	957.7	991.8	865.1	991.6	1,015.4	1,044.4	1,140.1	1,287.9	
Deposit accounts	815.1	846.6	845.8	962.8	900.2	909.8	924.4	1,011.9	
Total	1,772.8	1,838.4	1,710.9	1,954.4	1,915.6	1,954.2	2,064.5	2,299.8	

19. *Acceptances and Endorsements.*

The greater part of the sums given represents bills accepted by the banks on behalf of their customers. These are almost entirely foreign bills accepted on behalf of home importers.

The figures shown in the Irish Summary Table refer almost exclusively to the Northern Irish banks, the acceptance business of the Free State banks being insignificant.

Summary of Profit-and-Loss Accounts.

Some of the minor English joint-stock banks are omitted from the profit-and-loss statistics of the *Economist*, on which the Summary Table is based. The banks included are, however, fully representative, the aggregate of their capital and reserves constituting over 99% of the total capital and reserves of all the banks included in the Balance-sheet Summary Table in 1933. The profit-and-loss statistics for the Scottish and Irish banks are complete.

1 and 2. *Gross Profits and Expenses.*

As most of the banks in the United Kingdom and the Irish Free State adhere to the practice of deducting working expenses and income tax before disclosing their profit, these items have been excluded throughout. In recent years, the banks have disclosed their profits "after making appropriations to contingency accounts out of which provision has been made for bad and doubtful debts". It is impossible to tell from this vague phrase to what extent depreciation of assets has been covered out of earnings and to what extent out of undisclosed reserves. The amount shown as profits is entirely at the discretion of the directors.

It is evident, then, that the sums shown under 1 in the Summary Table do not represent gross profits in a true sense and are not comparable with the corresponding figures given in the profit-and-loss summaries for other countries.

3. *Reserved for Pension Funds.*

This item of the Summary Table is headed "Staff" in the statistics of the *Economist* and includes all allocations for the benefit of the banking staff, which are shown separately by the banks.

4. *Depreciation.*

As mentioned in the note to group 1 above, the banks do not show depreciation of investments in their published accounts.

6 and 12. *Sums carried forward.*

The amounts shown in the summary for Scottish banks include the "Rest" (*i.e.*, the Reserve Funds) of the Royal Bank of Scotland.

10. *Dividends.*

The dividend figures given include a certain proportion of income tax not deducted from the sums distributed to shareholders by a number of banks.

UNITED STATES OF AMERICA

See *Commercial Banks 1913-1929*, pages 324-349 ; *Commercial Banks 1925-1933*, pages 236-267 ; *Commercial Banks 1929-1934*, pages 144-154 ; *Money and Banking 1935/36*, Vol. I, pages 30-38, and Vol. II, pages 193-203.

TABLE I. — FEDERAL RESERVE BANK CREDIT, GOLD STOCK, MONEY IN CIRCULATION, AND MEMBER-BANK RESERVE BALANCES.

Average of daily figures	Reserve Bank credit outstanding			Monetary gold stock (excl. revaluation profits)	Silver certificates and silver coin in circulation—end of year	Money in circulation	Treasury cash and deposits with Federal Reserve banks	Non-member-bank deposits with Federal Reserve banks	"Other Federal Reserve accounts"	Total member-bank reserve balances	Member-bank excess reserve balances			
	Total	U.S. Govt. securities	Bills discounted								Total	New York City	Other Reserve cities	"Country" banks
Yearly average :													\$ (000,000's)	
1929. . . .	1,459	208	952	3,996	753	4,476	229	30	376	2,358	43	11	10	22
1930. . . .	1,087	564	272	4,173	722	4,245	239	28	393	2,379	55	13	17	25
1931. . . .	1,274	669	327	4,417	693	4,672	251	97	373	2,323	89	34	26	29
1932. . . .	2,077	1,461	521	3,952	658	5,328	275	56	351	2,114	256	129	95	32
1933. . . .	2,429	2,052	283	4,059	708	5,576	343	147	350	2,343	528	119*	287*	122*
1934. . . .	2,502	2,432	36	4,706 ^a	918	5,403	2,879 ^b	185	253	3,676	1,564	469	741	353
1935. . . .	2,475	2,431	7	6,253 ^a	1,174	5,585	2,919	252	255	5,001	2,469	1,012	995	462
1936. . . .	2,481	2,430	6	7,772	1,432	6,101	2,920		551	5,989	2,512	944	1,041	527
March 1935. . .	2,461	2,431	7	5,746 ^a	944	5,477	3,122	236	250	4,452	2,065	779	842	444
June 1935 . . .	2,479	2,431	8	6,219 ^a	1,030	5,522	2,989	266	261	4,979	2,438	915	1,079	443
Sept. 1935 . .	2,480	2,430	10	6,440 ^a	1,091	5,651	2,734	236	252	5,243	2,628	1,177	980	471
Dec. 1935 . .	2,494	2,430	6	7,266 ^a	1,174	5,897	2,869	276	263	5,716	2,983	1,350	1,133	499
March 1936. .	2,484	2,430	6	7,366 ^a	1,205	5,857	3,278	336	266	5,420	2,653	1,056	1,054	543
June 1936 . .	2,478	2,430	6	7,708 ^a	1,306	6,062	3,372		567	5,484	2,593	908	1,189	496
Sept. 1936 . .	2,479	2,430	8	7,958 ^a	1,361	6,258	2,619		528	6,345	1,852 ^c	535 ^c	819 ^c	498 ^c
Dec. 1936 . .	2,498	2,434	7	8,414 ^a	1,432	6,563	2,512		506	6,665	2,046 ^c	697 ^c	850 ^c	498 ^c
March 1937. .	2,472	2,432	6	8,697 ^a	1,392	6,391	2,887		530	6,704	1,371 ^d	401 ^d	542 ^d	428 ^d

Source : *Federal Reserve Bulletin* and Annual Reports of Federal Reserve Board.

* Estimate.

^a Less revaluation increment of \$2,806 million.

^b Including revaluation increment of \$2,806 million.

^c Total reserve requirements raised by 50% as from August 25th, 1936.

^d Reserve requirements increased 16 2/3 per cent as from March 1st, 1937.

} See explanatory notes below.

Construction of Table : The table brings out the principal factors influencing the size and the movement of member-bank reserve balances with the Federal Reserve system upon which depend the size and the movement of commercial-bank credit which is analysed in Tables II and III below. The first five columns, relating to Federal Reserve bank credit outstanding, monetary gold stock (gold certificates) and standard silver dollars and silver bullion, represent the principal factors supplying member-bank reserve funds — that is, a change in any of these items influences member-bank reserve balances in the same direction. The next three columns and the last column show the principal uses made of the reserve funds, and a change in any of these items leads to a change in the opposite direction in reserve balances. For a detailed description of these items and of their significance, see *Federal Reserve Bulletin*, July 1935, pages 419-428.

Reserve Bank Credit outstanding : *Total* includes small amounts relating to "bills bought" and other Reserve Bank credit which are not shown here separately.

Monetary Gold Stock : Since June 1934, the gold stock is shown without the increment of \$2,806 million resulting from the *de facto* devaluation of the dollar in January 1934, which is reflected in a corresponding increase in Treasury cash and deposits with Federal Reserve banks. The Gold Reserve Act of January 30th, 1934, transferred the title to the gold stock of the Federal Reserve system to the United States Treasury, so that from that date this column represents only gold held by the Treasury. The Federal Reserve banks now hold gold certificates or gold-certificate credits in the books of the Treasury against which the Treasury holds gold. Since that date,

too, \$287 million of gold coin not recovered by the Treasury, though previously recorded as being in circulation, has been excluded from the monetary gold stock and from money in circulation. The gold stock excludes gold in the "inactive" account of the Treasury purchased under the "Sterilisation Plan" of December 21st, 1936. Gold so purchased amounted to \$26.5 millions in December 1936 and 310 millions in March 1937.

The special powers which the Gold Reserve Act of 1934 conferred on the President with regard to gold content of the dollar and the operation of the Exchange Equalisation Fund for a period of two years expired on January 30th, 1936, and were renewed for the one additional year of extension for which the Act provides. These powers were prolonged for two more years up to January 30th, 1939, by Act of Congress on January 20th, 1937.

Regarding the export of gold from the United States since the Tripartite Monetary Agreement of September 26th and the Gold Export Agreement of October 12th, 1936, see chapter on France above.

The movements of gold in and out of the United States since 1929 are shown in detail in Table VI below.

Silver Certificates and Silver Coin in Circulation : The third important source of member-bank reserve balances is Treasury currency, the most significant part of which is silver dollars and bullion. As figures for these items are not available for the whole period, silver certificates and silver coin in circulation have been given instead. These two items have shown significant variations recently, and, of the other items, silver dollars, subsidiary silver, minor coin, and United States notes have varied little in amount, while Federal Reserve bank notes and National Bank notes have tended to decline, the latter on account of the falling-due of certain Treasury bonds having the circulation privilege.

Money in Circulation : Consists, in the order of the volume of various currencies, of : Federal Reserve notes, silver certificates, National Bank notes, subsidiary silver, United States notes, minor coin, gold certificates, Federal Reserve bank notes, silver dollars, and Treasury notes of 1890.

The large increase in money in circulation during the second half of 1936 was in part due to disbursements by the Treasury in connection with the cashing of veterans' service bonds.

Treasury Cash and Deposits with Federal Reserve Banks : This item was increased by \$2,806 million on the close of business on January 30th, 1934, as a result of the reduction in the gold content of the dollar. Since the monetary gold stock of the Treasury was correspondingly increased, this change in itself did not affect the amount of member-bank reserve balances.

Of the same significance for member-bank reserves as Treasury cash and deposits with Federal Reserve banks are Treasury deposits held with all member banks — *i.e.*, an increase in them tends to reduce balances and a decrease tends to augment them. The movement of these deposits has been as follows (end-of-the-month figures):

\$ (000,000's)			
June 1929	348	June 1933	806
June 1930	281	June 1934	1,658
June 1931	395	June 1935	779
June 1932	387	June 1936	1,037

Non-member-bank Deposits with Federal Reserve Banks : Include deposits of non-member banks as well as of others such as foreign central banks and Governments. In 1933 and 1934, it included special deposits of unlicensed member and non-member banks.

" Other " Federal Reserve Accounts : Comprises " capital ", " surplus ", " reserve for contingencies ", and " all other liabilities " less the sum of " bank premises " and " all other assets ".

Member-bank Reserve Balances with Federal Reserve System : Excess reserves are estimated in the *Federal Reserve Bulletin* by subtracting from total reserves held the estimated required reserves. The reserves required by law prior to August 15th, 1936, to be held against net demand deposits amount to 13% for central city banks in New York and Chicago, 10% for reserve city banks and 7% for country banks ; and all banks are required to hold 3% against their time deposits. The Banking Act of 1935 which went into effect on August 24th, 1935, changed the method of computing net demand deposits against which reserves must be held. Previously, net demand deposits were computed for each member bank separately by adding to demand deposits, other than those of banks and the United States Government, any excess of amounts due to banks over and above amounts due from banks. The Banking Act of 1935 prescribes that reserves be carried by member banks against United States Government deposits and permits deductions to be made from gross demand deposits instead of only from balances due to banks.

The Banking Act of 1935 further conferred on the Board of Governors of the Federal Reserve system the power to alter reserve requirements from time to time " in order to prevent injurious credit expansion or contraction ", provided that the requirements are not reduced below present requirements or increased to more than twice present requirements. This power was utilised by the Board in its decision of July 14th, 1936, to become effective as from August 15th, which raised all reserve requirements by 50% as follows : for demand deposits at banks in central reserve cities, to 19½% ; at banks in reserve cities, to 15% , and at country banks, to 10½% ; for time deposits at all banks, to 6%. On August 15th, the new requirements reduced the latter to \$1,790 million. A further increase of 33⅓% was decided on January 30th, 1937, half of which is to become effective as from March 1st, 1937 and the remaining half to become effective as from May 1st, 1937.

TABLE II. — ALL BANKS: DEPOSITS (A), LOANS (B) AND INVESTMENTS (C).

	Number of banks			All banks			Member banks			Non-member banks		
	Total	Member	Non-member	A	B	C	A	B	C	A	B	C
	\$ (000,000's)											
June 30, 1923. . . .	25,115	8,707	16,408	53,852	41,512	16,962	32,284	25,658	10,052	21,567	15,854	6,910
June 30, 1930. . . .	23,852	8,315	15,537	54,954	40,618	17,490	33,690	25,214	10,442	21,264	15,404	7,048
June 30, 1931. . . .	21,903	7,782	14,121	51,782	35,384	19,637	31,566	21,816	12,106	20,216	13,568	7,531
June 30, 1932. . . .	19,046	6,980	12,066	41,963	27,834	18,237	24,755	16,587	11,414	17,208	11,247	6,823
June 30, 1933. . . .	14,519	5,606	8,913	37,998	22,203	17,872	23,338	12,858	11,928	14,653	9,345	5,944
June 30, 1934. . . .	15,835	6,375	9,460	41,870	21,278	21,224	26,615	12,523	14,652	14,255	8,755	6,572
Dec. 31, 1934. . . .	16,039	6,442	9,597	44,770	20,473	22,984	28,930	12,028	16,122	15,828	8,445	6,862
March 4, 1935. . . .	16,024	6,442	9,602	44,455	20,394	23,353	28,589	11,953	16,318	15,866	8,441	7,035
June 29, 1935. . . .	15,994	6,410	9,584	45,766	20,272	24,145	29,496	11,928	16,857	16,270	8,344	7,288
Nov. 1, 1935. . . .	15,904	6,400	9,504	47,522	20,140	24,868	31,072	11,841	17,460	16,449	8,299	7,408
Dec. 31, 1935. . . .	15,837	6,387	9,450	48,964	20,329	25,388	32,159	12,175	17,810	16,805	8,154	7,578
March 4, 1936. . . .	15,808	6,377	9,431	48,771	20,275	25,882	31,774	12,099	18,189	16,997	8,177	7,693
June 30, 1936. . . .	15,752	6,400	9,352	51,335	20,679	27,778	34,098	12,542	19,717	17,237	8,136	8,062
Dec. 31, 1936. . . .	15,628	6,376	9,252	53,701	21,449	28,075	35,893	13,360	19,640	17,809	8,089	8,436

Source: Annual Reports by Federal Reserve Board and *Federal Reserve Bulletin*.

This table covers all commercial banks, members as well as non-members of the Federal Reserve system, mutual and stock savings banks, trust companies and private banks. It relates to a greater number of banks than the adjoining detailed balance-sheet summary (Table 26—I), which is based on statistics published in the annual reports of the Comptroller of the Currency. A uniform balance-sheet statement covering the great majority of the commercial banks of the United States made available by the Federal Deposit Insurance Corporation will be found in Table VII. Beginning with June 30th, 1933, figures in Table II relate to licensed banks only, with some exceptions as to non-member banks. Figures on deposits exclude inter-bank deposits.

TABLE III. — MEMBER-BANK LOANS AND INVESTMENTS BY CLASSES.

Call date	Total loans and investments	Total loans	Loans to customers			Loans to banks	Open-market loans		Total investments	U.S. Government securities		Other securities
			On security	On real estate	"All other"		Purchased paper	To brokers in New York City		Direct	Guaranteed	
	\$ (000,000's)											
<i>All Member Banks:</i>												
March 4, 1935. . . .	28,271	10,420	3,215	2,250	4,955	133	524	875	16,318	9,821	1,200	5,298
June 29, 1935. . . .	28,785	10,369	3,123	2,277	4,969	119	465	975	16,857	9,871	1,558	5,427
Nov. 1, 1935. . . .	29,301	10,465	3,064	2,279	5,122	94	441	841	17,460	10,080	1,764	5,615
Dec. 31, 1935. . . .	29,985	10,548	3,089	2,284	5,175	98	482	1,047	17,810	10,501	1,768	5,541
March 4, 1936. . . .	30,288	10,460	3,043	2,301	5,116	82	469	1,089	18,189	10,564	1,880	5,745
June 30, 1936. . . .	32,259	10,943	3,129	2,340	5,472	81	440	1,079	19,717	11,721	1,950	6,045
Dec. 31, 1936. . . .	33,000	11,628	3,051	2,405	6,172	85	503	1,144	19,640	11,639	1,906	6,095
March 31, 1937. . . .	32,525	11,862	3,074	2,440	6,348	99	578	1,159	18,826	10,856	1,861	6,108
<i>New York City:</i>												
March 4, 1935. . . .	7,783	2,198	861	139	1,199	52	226	678	4,628	3,200	298	1,131
June 29, 1935. . . .	8,303	2,146	841	138	1,167	48	195	930	4,983	3,462	348	1,174
Nov. 1, 1935. . . .	8,167	2,185	834	136	1,215	35	151	828	4,968	3,340	405	1,223
Dec. 31, 1935. . . .	8,418	2,196	853	140	1,203	42	179	1,018	4,985	3,425	401	1,159
March 4, 1936. . . .	8,802	2,215	856	148	1,211	29	158	1,043	5,355	3,602	505	1,248
June 30, 1936. . . .	9,556	2,338	889	146	1,303	28	134	1,028	6,028	4,196	567	1,265
Dec. 31, 1936. . . .	9,280	2,567	831	144	1,592	42	151	1,095	5,425	3,739	470	1,217
March 31, 1937. . . .	9,101	2,676	864	142	1,669	51	129	1,105	5,140	3,356	473	1,311
<i>Other Reserve Cities:</i>												
March 4, 1935. . . .	11,740	4,436	1,374	1,094	1,969	56	181	134	6,933	4,601	454	1,878
June 29, 1935. . . .	11,743	4,425	1,336	1,120	1,970	50	148	26	7,093	4,478	658	1,957
Nov. 1, 1935. . . .	12,313	4,522	1,316	1,118	2,088	40	153	10	7,589	4,865	751	1,973
Dec. 31, 1935. . . .	12,648	4,599	1,330	1,109	2,160	40	163	22	7,824	5,137	744	1,944
March 4, 1936. . . .	12,601	4,527	1,308	1,109	2,111	36	160	31	7,845	5,089	745	2,011
June 30, 1936. . . .	13,257	4,755	1,363	1,115	2,275	36	151	35	8,282	5,363	743	2,175
Dec. 31, 1936. . . .	13,895	5,195	1,361	1,137	2,697	29	167	37	8,467	5,533	791	2,143
March 31, 1937. . . .	13,479	5,247	1,360	1,149	2,740	31	216	39	7,945	5,103	763	2,078

Source: *Federal Reserve Bulletin*.

Figures have been given in the table on the preceding page for only two out of three groups making up total membership, the third group, "country banks", representing the difference between the figures for all member banks and the sum of those for New York City and other Reserve cities.

Loans to Customers: *Loans on securities* comprise two items — a relatively small item on loans to brokers outside New York City and "loans to others" on securities. "All other" loans consist of a small amount of reporting banks' own acceptances, loans secured otherwise than on securities, and unsecured loans.

Open-market Loans: *Purchased paper* consists of acceptances payable in the United States, bills payable abroad, and commercial paper bought.

United States Government Securities: *Direct obligations* consist of Treasury bills, certificates, notes and bonds. *Fully guaranteed securities* are those issued by various credit organisations which are financed partly from Government and partly from private funds. (See below under Table IV.)

TABLE IV. — LOANS OF GOVERNMENT CREDIT CORPORATIONS AND AGENCIES.

End of :	June 1934	December 1934	June 1935	December 1935	June 1936	December 1936
\$ (000,000's)						
1. Loans of organisations financed wholly from Government funds (inclusive of preferred stock)	3,321	2,904	3,097	3,050	2,847	2,600
<i>Of which :</i>						
(a) Reconstruction Finance Corporation Loans . . .	(1,887)	(1,436)	(1,380)	(1,401)	(1,255)	(1,175)
(b) Preferred stock, capital notes and debentures held by the Reconstruction Finance Corporation . . .	(780)	(834)	(873)	(872)	(789)	(651)
2. Loans of organisations financed partly from Government and partly from private funds	3,223	5,265	5,798	6,125	6,264	6,198
Total	6,544	8,168	8,895	9,175	9,111	8,798

Source: *Federal Reserve Bulletin*.

With the exception of the Reconstruction Finance Corporation, most of the organisations covered by the table were established after the banking crisis of March 1933. The first group of organisations financed wholly from Government funds comprises, in addition to the Reconstruction Finance Corporation, the Commodity Credit Corporation, the Export-Import Banks, the Public Works Administration, the Regional Agricultural Credit Corporations, the Production Credit Corporation, and the United States Shipping Board Merchant Fleet Corporation.

The second group is made up of various credit agencies whose working funds are provided in large part by the Government in the form of capital stock and/or in a full guarantee of the obligations issued by them. These organisations are: the Federal Land Banks, Federal Intermediate Credit Banks, Federal Farm Mortgage Corporation, Banks for Co-operatives, Home Loan Banks, Home Owners' Loan Corporation, Federal Savings and Loan Insurance Corporation, Federal Savings and Loan Associations and the Federal Deposit Insurance Corporation.

A classification of the loans of these two groups of organisations according to the nature of the loan is given below:

End of :	December 1934	June 1935	December 1935	June 1936	December 1936
\$ (000,000's)					
1. Loans to financial institutions	984	792	679	556	521
2. Preferred stock, etc.	837	876	877	799	776
3. Home mortgage loans	2,394	2,685	2,897	2,945	2,765
4. Farm mortgage loans	2,597	2,859	2,924	2,954	2,937
5. Other agricultural loans	402	610	677	685	599
6. All other loans	953	1,100	1,121	1,199	1,200
Total loans and preferred stock	8,168	8,895	9,175	9,111	8,798

TABLE V. — BANK DEBITS, VELOCITY OF CIRCULATION OF DEMAND DEPOSITS, BOND YIELDS, AND PRINCIPAL MONEY RATES.

Yearly and quarterly averages of monthly averages	Bank debits to individual accounts (monthly averages)		Index of velocity of circulation of demand deposits		Bond yields		Principal money rates in New York City						
	New York City	Outside New York City (140 centres)	New York City	Outside New York City	Treasury	Industrial	Federal Reserve Bank of New York discount rate	Stock Exchange call loans	Commercial paper 4-6 months	Commercial paper 90 days	Customers' rate on commercial loans	Average yield on Treasury bills ^a	
													\$ (000,000's)		(1919-1925 = 100)		Per cent
Yearly :													
1929	50,257	27,662	205	127	3.60	5.31	5.16	7.61	5.84	5.03	5.88	—	
1930	32,053	23,110	126	107	3.28	5.25	3.04	2.94	3.58	2.46	4.69	—	
1931	21,986	18,127	84	88	3.31	6.09	2.12	1.74	2.67	1.58	4.22	1.41	
1932	13,997	12,867	61	78	3.65	6.71	2.81	2.05	2.84	1.26	4.49	0.88	
1933	13,409	11,989	55	76	3.31	5.32	2.56	1.16	1.72	0.61	4.02	0.52	
1934	13,829	13,832	51	70	3.10	4.52	1.54	1.00	1.02	0.24	3.33	0.24	
1935	15,334	14,640	45	68	2.70	4.02	1.50	0.56	0.76	0.13	2.70	0.14	
1936	17,412	18,306	...	...	2.47	3.50	1.50	0.91	0.75	0.15	2.49	0.14
Quarterly :													
1933 : I	12,301	10,687	48 ^b	73 ^b	3.31	5.86	°	1.77	1.92	1.04	4.37	1.00	
II	14,244	11,696	55	74	3.32	5.64	°	1.12	2.17	0.54	4.22	0.42	
III	14,257	12,823	64	83	3.20	4.89	2.50	0.91	1.50	0.38	3.90	0.23	
IV	12,832	12,747	52	74	3.40	4.96	°	0.81	1.29	0.42	3.59	0.43	
1934 : I	14,287	13,020	55	72	3.34	4.75	°	1.00	1.30	0.46	3.44	0.46	
II	15,664	14,379	56	74	3.02	4.47	1.50	1.00	1.00	0.19	3.37	0.13	
III	12,416	13,406	48	69	3.01	4.46	1.50	1.00	0.88	0.19	3.30	0.18	
IV	12,948	14,490	43	66	3.03	4.42	1.50	1.00	0.88	0.14	3.23	0.19	
1935 : I	14,480	14,667	45	67	2.75	4.30	1.50	1.00	0.79	0.13	2.79	0.12	
II	15,374	15,670	45	66	2.62	4.30	1.50	0.38	0.75	0.13	2.65	0.15	
III	15,161	15,701	46	68	2.68	4.25	1.50	0.25	0.75	0.13	2.67	0.13	
IV	16,320	17,402	43	69	2.74	4.14	1.50	0.60	0.75	0.13	2.70	0.14	
1936 : I	17,787	17,044	44	70	2.61	3.88	1.50	0.75	0.75	0.13	2.60	0.10	
II	17,379	17,792	42	71	2.50	3.80	1.50	0.89	0.75	0.13	2.50	0.17	
III	15,406	17,770	41	69	2.45	3.48	1.50	1.00	0.75	0.18	2.42	0.61	
IV	19,074	20,618	43	70	2.33	3.39	1.50	1.00	0.75	0.19	2.44	0.21	
1937 : I	18,800	19,869	50	72	2.37	3.46	1.50	1.00	0.88	0.32	2.47	0.58	

^a Figures from 1931 to March 1934 are for three-month bills ; from April 1934 to March 1935, for six-month bills, and from April 1935, for nine-month bills.

^b January-February.

^c 1.I.33-1.III.33, 2.50% ; 2.III.33-6.IV.33, 3.50% ; 7.IV.33-24.V.33, 3% ; 25.V.33-18.X.33, 2.50% ; 19.X.33-31.I.34, 2% ; from February 1st, 1934, 1.50%.

Bank Debits to Individual Accounts : Represent monthly debits or charges on the books of reporting member and non-member banks to deposit accounts of individuals, partnerships, corporations, and the Federal, State, County and Municipal Governments in 141 cities as published in the *Federal Reserve Bulletin*. Annual figures are also available for about another 130 cities ; these are relatively insignificant and are not given here.

Index of the Velocity of Circulation of Demand Deposits : Is the one computed by the Federal Reserve Bank of New York and published in its *Bulletin*. It is based on the period 1919-1925 and corrected for seasonal movements.

Bond Yields : *Treasury* : Computed by Division of Research and Statistics of United States Treasury Department and representing the average of yields of all outstanding bonds (6 to 11) due or callable after eight years. *Industrial* : Computed by Moody's Investors' Service and as published in the *Federal Reserve Bulletin*. It represents average yields on forty bonds up to 1934 and less than forty bonds since the early part of that year.

TABLE VI. — CHANGES IN GOLD STOCK AND GOLD MOVEMENTS.

Year or quarter	Changes in gold stock			Net imports from or exports to (—) during year or quarter							
	Stock at the end of the year or quarter	Net release from or addition (—) to earmark	Net gold import or export (—)	United Kingdom	France	Belgium + Netherlands + Switzerland	Mexico	China and Hong-Kong	Canada	India	All other
	\$ (000,000's)										
1929	3,997	— 55	175	41	— 65	— 10 ^a	6	— 1	74	0	131
1930	4,306	— 4	280	— 0	— 74	—	20	22	7	—	305
1931	4,173	— 32	145	7	—345	— 86	22	34	81	8	423
1932	4,226	458	—446	54	—442	—297	20	39	65	27	89
1933	4,036	— 58	—174	6	—216	— 5	4	13	20	26	—22
1934 *	8,238	83	1,132	500	260	116	30	17	87	77	46
1935 *	10,125	0	1,739	316	934	228	14	9	95	75	67
1936 *	11,258	— 86	1,117	174	574	82	40	8	73	78	89
1934 : I*	7,694	68	690	376	176	80	11	4	22	12	10
II.	7,856	0	152	61	13	2	6	7	25	27	11
III.	7,978	2	71	45	— 21	— 4	4	4	18	14	11
IV.	8,238	0	224	22	93	40	10	1	22	24	12
1935 : I.	8,567	1	285	149	60	15	7	2	22	13	17
II.	9,116	— 3	519	4	351	121	3	1	23	3	14
III.	9,368	2	219	37	41	67	2	2	26	27	17
IV.	10,125	—	716	126	483	26	2	4	24	32	19
1936 : I.	10,184	— 10	35	1	— 14	— 4	2	2	13	12	22
II.	10,608	— 28	476	9	338	48	20	2	14	21	26
III.	10,845	— 38	255	14	155	2	17	2	19	23	23
IV.	11,258	— 9	352	150	95	36	1	2	28	22	18
1937 : I.	11,574	— 57	396	271	12	28	14	1	21	17	32

Source : Federal Reserve Bulletin.

^a Excluding Belgium.

* Valuation of Gold : Is at rate of \$20.67 per fine ounce through January 1934 and at \$35 per fine ounce thereafter. The figures for gold movements during the first quarter of 1934 relate exclusively to February and March of that year.

Changes in Gold Stock : The difference between the gold stock and the sum of earmark operations and net import and export is due to such factors as domestic production, movements in and out of monetary use, imports and exports that do not affect gold stock during month or year, and the increment of \$2,806 million resulting from the revaluation of the dollar on January 30th, 1934.

Gold Exports and Purchases of Gold : Until the Gold Export Agreement of October 12th, which followed the Tripartite Monetary Agreement of September 26th, 1936, gold could be exported only to countries practising the gold standard. On the former date, the Treasury announced that gold could be obtained in the United States in exchange for dollars by any country which gave reciprocal facilities to the United States, and that such an agreement had been concluded with the United Kingdom and France. On November 22nd, it was announced that the Belgian, Netherlands and Swiss authorities had become parties to these arrangements. On the following day, the Secretary of the Treasury announced the abolition of the right of private individuals to export gold from the United States. Gold exports would in the future be made through the Stabilisation Fund or its agents to those countries adhering to the arrangements of October 12th. On December 21st, it was announced that the Treasury would in future buy domestic and foreign gold against the issue of Treasury bills. These purchases figure in the statement on the gold position of the Treasury as "inactive gold", shown for the first time on December 24th at \$14.8 million. At the end of March 1937 they amounted to \$310 million.

TABLE VII. — UNIFORM BALANCE-SHEET STATEMENT OF COMMERCIAL BANKS.

End of :	June 1934	June 1935	June 1936	Dec. 1936	End of :	June 1934	June 1935	June 1936	Dec. 1936
Number of banks	13,896	14,175	14,059	13,970					
ASSETS.					LIABILITIES.				
	\$ (000,000's)					\$ (000,000's)			
Cash in vault	623	706	916	917	Capital, notes, debentures . .	3,319	3,365	3,213	3,081
Balances with Federal Reserve banks	3,819	4,933	5,607	6,572	Surplus	1,962	1,893	2,042	2,185
Cash items in course of collec- tion	1,094	1,220	2,194	2,595	Undivided profits	471	529	629	666
Due from domestic banks . . .	3,661	4,522	5,267	5,647	Reserves	492	426	415	397
Due from foreign banks	146	76	55		Demand deposits	15,282	18,475	22,296	23,419
U.S. Govt. securities	10,302	12,352	14,772	14,750	Time deposits	11,320	12,254	13,005	13,454
State and municipal securities .	2,256	2,559	2,758	7,558	U.S. Govt. deposits	1,708	805	1,106	1,086
Foreign securities	334	296	298		Other public deposits	2,408	2,913	3,314	3,263
Other securities	3,460	3,684	4,225		Postal savings	661	372	196	.
Stock in Federal Reserve banks	146	146	131		Due to domestic banks	4,271	5,201	6,233	8,035
Loans and discounts	15,189	14,495	15,107	15,939	Due to foreign banks	164	280	475	
Cover for acceptances	254	159	159	181	Notes in circulation	695	222	—	—
Premises	1,213	1,210	1,195	1,178	Bills payable and rediscounts	73	46	39	32
Other real estate	427	508	574	560	Acceptances	268	176	180	203
Other assets	512	386	320	299	Other liabilities	342	295	435	375
Total assets	43,436	47,252	53,758	56,196	Total liabilities	43,436	47,252	53,578	56,196

Source : Reports of the Federal Deposit Insurance Corporation.

Table VII provides a balance-sheet statement covering the majority of commercial banks which is based on completely uniform methods of classification imposed by the Federal Deposit Insurance Corporation, to whose members it relates. It is naturally more homogeneous, though covering fewer banks, than the first of the attached balance-sheet statements (Table 26—I), which is based on the statistics published in the Annual Reports of the Comptroller of the Currency, which relates to national, State (commercial) and private banks, and loan and trust companies. The banks covered by Table VII represent over 90% of all licensed commercial banks in the United States, and at the end of 1935 were 14,123 in number. Of these, only 6,387 were member banks of the Federal Reserve system, but they accounted for almost 90% of the total deposits of all insured commercial banks and over 84% of the total deposits of all commercial banks.

Commercial Banks.¹

Table 39 — I.

SUMMARY BALANCE-SHEET.

End of June	1929	1930	1931	1932	1933	1934	1935
Number of Banks	24,719	23,473	21,471	18,569	14,048	15,316	15,482
ASSETS.							
\$ (000,000's omitted)							
1. Cash	3,944	4,238	4,215	3,375	3,327	5,103	11,201
(a) Gold, silver and small coins . . .	73	72	92	86	4	.	.
(b) Inland notes and balances with Central Bank	3,871	4,166	4,123	3,309	3,323	.	.
2. Other Items of a Cash Nature	1,686	2,884	1,944	979	1,099	623	674
3. Bills discounted and bought	—	—	—	—	—	—	—
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	13,573	14,073	55,586	14,029	13,827	17,033	19,706
(a) Government	6,082	4,923	7,312	7,624	9,065	12,418	13,489
(b) Other	8,491	9,150	8,274	6,405	4,762	4,615	6,217
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents) . . .	3,417	3,759	3,813	2,571	2,911	3,976	.
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
7. Loans and Advances	35,632	34,614	29,159	21,949	16,447	15,784	15,077
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	450	586	938	528	442	297	221
9. Premises, etc.	1,645	1,697	1,685	1,548	1,244	1,146	1,245
10. Sundry Assets	1,819	1,873	1,677	1,132	1,038	1,133	1,097
11. Total Balance-sheet	62,166	63,724	59,017	46,111	40,335	45,095	49,221
LIABILITIES.							
12. Capital paid up	3,798	3,889	3,670	3,318	2,900	3,530	3,580
13. Reserve Funds	4,077	4,447	4,271	3,683	2,774	2,560	2,552
14. Profit and Loss, etc.	950	999	845	563	502	499	479
15. Notes in circulation	649	652	639	652	730	698	222
16. Cheques and Drafts, etc., in circulation	837	1,615	1,083	566	653	353	458
17. Due to Banks (Correspondents)	3,629	4,337	4,829	3,212	3,316	4,372	5,438
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	44,441	44,680	40,917	31,573	27,851	32,120	35,771
(a) Current accounts and sight deposits	24,252	24,088	21,322	16,402	15,256	17,583	21,591
(b) Savings accounts	19,864	20,261	19,127	14,739	11,708	12,775	13,336
(c) Time or fixed deposits	305	331	468	432	887	1,762	844
(d) Other deposits	1,629	665	453	1,231	488	182	56
19. Rediscounts and Other Borrowings . .	450	586	939	528	442	297	221
20. Acceptances and Endorsements	1,706	1,854	1,371	785	679	484	444
21. Sundry Liabilities	—	—	—	—	—	—	—

¹ Abstract of combined reports of : national, State (commercial), stock savings and private banks, and loan and trust companies.

Summary Balance-sheet.

General Note. — Unless otherwise indicated, the following notes refer to Table 26—I, showing the combined accounts of national banks, State banks, trust companies, stock savings banks and private banks. The figures for 1933, 1934 and 1935 relate only to licensed banks.

	1929	1930	1931	1932	1933
	\$ (000,000's)				
1. Cash					
Gold coin	25	25	23	22	2
Gold certificates	48	47	69	44	2
Total (1 (a))	73	72	92	66	4
Paper currency	452	471	565	522	462
Cash not classified	263	288	190	148	145
Reserve with Federal Reserve banks or reserve agents .	3,156	3,407	3,368	2,639	2,716
Total (1 (b))	3,871	4,166	4,123	3,309	3,323
Grand total: (1 (a) + (b))	3,944	4,238	4,215	3,375	3,327

National Banks.

Table 39 — II.

End of June	1929	1930	1931	1932	1933	1934	1935
Number of Banks	7,536	7,252	6,805	6,150	4,902	5,422	5,431
SUMMARY BALANCE-SHEET.		\$ (000,000's omitted)					
ASSETS.							
1. Cash	1,643	1,764	1,787	1,490	1,700	2,850	3,498
(a) Gold, silver and small coins	61	49	53	39	2	—	—
(b) Inland notes and balances with Central Bank	1,592	1,715	1,734	1,451	1,698	—	—
2. Other Items of a Cash Nature	785	1,298	854	427	483	312	323
3. Bills discounted and bought	—	—	—	—	—	—	—
(a) Treasury bills	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—
4. Investments and Securities	6,656	6,888	7,675	7,197	7,372	9,349	10,716
(a) Government	3,561	3,546	4,253	4,384	5,100	6,858	7,464
(b) Other	3,095	3,342	3,422	2,813	2,272	2,491	3,252
5. Participations	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	1,854	2,353	2,354	1,569	1,936	2,535	3,047
(a) At home	1,777	—	—	—	—	—	—
(b) Abroad	77	—	—	—	—	—	—
7. Loans and Advances	14,811	14,897	13,185	10,286	8,120	7,698	7,369
(a) On current account	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—
8. Cover for Acceptances	393	511	442	279	229	133	85
9. Premises, etc.	748	788	796	760	642	656	651
10. Sundry Assets	550	617	550	360	379	369	372
11. Total Balance-sheet	27,440	29,116	27,643	22,368	20,861	23,902	26,061
LIABILITIES.							
12. Capital paid up	1,627	1,744	1,688	1,569	1,516	1,738	1,809
13. Reserve Funds	1,634	1,765	1,687	1,458	1,105	1,006	976
14. Profit and Loss, etc.	488	546	444	303	236	257	298
15. Notes in circulation	649	652	639	652	730	698	222
16. Cheques and Drafts, etc., in circulation	373	738	531	241	244	187	225
17. Due to Banks (Correspondents)	2,176	2,680	2,746	1,800	1,970	2,684	3,314
(a) At home	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—
18. Deposits	19,049	19,851	18,920	15,419	14,561	17,062	18,980
(a) Current accounts and sight deposits	10,504	10,926	10,106	7,941	7,894	9,281	11,297
(b) Savings accounts	8,317	8,753	8,579	7,265	6,217	6,891	7,246
(c) Time or fixed deposits	—	—	—	—	—	—	—
(d) Other deposits	228	172	235	213	450	890	437
19. Rediscounts and Other Borrowings	714	229	154	507	118	16	5
20. Acceptances and Endorsements	393	511	443	279	229	133	85
21. Sundry Liabilities	337	400	391	140	152	121	147
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.							
1. Gross Profits	970.4	973.3	894.6	787.9	689.4	759.4	835.2
<i>To be deducted:</i>							
2. Expenses	497.2	513.4	498.5	427.1	394.5	374.5	387.1
(a) Salaries, etc.	271.8	276.1	275.6	239.2	204.5	202.2	209.2
(b) Other working expenses	159.4	171.2	168.8	139.8	149.0	128.7	135.9
(c) Taxes, etc.	66.0	66.1	64.1	48.1	41.0	43.6	42.0
3. Reserved for Pension Funds, etc.	—	—	—	—	—	—	—
4. Written off on	171.4	213.6	343.5	500.5	513.3	688.4	376.8
(a) Premises, etc.	25.1	28.8	18.4	17.7	15.9	29.8	22.3
(b) Investments and securities	130.5	165.4	306.4	464.1	474.6	621.1	326.0
(c) Other assets	15.8	19.4	18.7	18.7	22.8	37.5	29.5
5. Remaining Net Profit or Loss	301.8	246.3	52.6	— 139.7	— 218.4	— 303.5	71.3
6. Carried forward from preceding year	—	—	—	—	—	—	—
7. Taken from Reserves or Capital	—	—	158.7	308.9	317.5	379.3	32.1
8. Total disposed of for Dividends, etc.	301.8	246.3	211.3	169.2	99.1	75.8	103.4
9. Dividends	222.7	237.0	211.3	169.2	99.1	75.8	103.4
10. Carried to Reserves	—	—	—	—	—	—	—
11. Directors' Fees, etc.	79.1	9.3	—	—	—	—	—
12. Carried forward to following year	—	—	—	—	—	—	—

The same detail is no longer given since 1934, and in 1935 even the distinction between reserves held with Federal Reserve banks or reserve agents and amounts due from other banks has been dropped.

	1934	1935
	\$ (000,000's)	
Cash in vault	661	738
Reserve with Federal Reserve banks or reserve agents	4,442	10,463
Other amounts due from banks	3,976	
Total	9,079	11,201

4. Investments and Securities.

	1929	1930	1931	1932	1933	1934	1935
	\$ (000,000's)						
<i>Government (public) securities :</i>							
United States bonds	3,845	3,695	5,560	5,925	7,251	10,004	10,822
State, county or municipal bonds	1,237	1,228	1,752	1,699	1,814	2,411	2,667
Total (4 (a))	5,082	4,923	7,312	7,624	9,065	12,415	13,489
<i>Other securities :</i>							
Railroad and other public service bonds	1,919	2,081	2,502	2,088	1,656	2,706	2,921
Other bonds, stocks, warrants, etc.	6,572	7,069	5,772	4,317	3,106	1,912	3,296
Total (4 (b))	8,491	9,150	8,274	6,405	4,762	4,618	6,217
Grand total (4 (a) + 4 (b))	13,573	14,073	15,586	14,029	13,827	17,033	19,706

6. Due from Banks.

Sums due from foreign correspondents are not shown separately in the official summary balance-sheets ; separate figures available for national banks for the end of June, 1929, 1933 and 1934, are shown below :

	1929	1933	1934
	\$ (000,000's)		
Items with Federal Reserve banks in process of collection	444	282	322
Due from banks and trust companies in the United States	1,333	1,570	2,150
Total due from banks at home (6 (a))	1,777	1,852	2,472
Balances payable in dollars from foreign branches of American banks	1	1	—
Due from banks and bankers in foreign countries	76	83	63
Total due from banks abroad (6 (b))	77	84	63
Grand total	1,854	1,936	2,535

7. Loans and Advances.

	1929	1930	1931	1932	1933	1934	1935
	\$ (000,000's)						
1. Commercial paper, etc., bought in the open market	2,731	836	1,057	638	497	632	894
2. Overdrafts	57	49	46	15	11	13	10
3. Loans to banks	372	346	369	489	316	164	133
4. Loans secured by United States and other bonds	11,163	11,472	9,053	5,968	4,664	5,187	4,632
5. Loans secured by real estate	5,106	4,929	4,406	4,046	3,807	3,631	3,436
Whereof : Farm land	1,858	409	442	496	401	625	529
Other real estate	3,248	4,520	3,964	3,550	3,406	3,006	2,907
6. All other loans	16,203	16,982	14,228	10,793	7,152	6,157	5,972
Grand total (1 to 6).	35,632	34,614	29,159	21,949	16,447	15,784	15,077

17. Due to Banks (Correspondents).

The composition of this item for national banks is as follows :

	1929	1933	1934
	\$ (000,000's)		
Due to Federal Reserve banks (deferred credits)	37	26	31
Due to other banks and trust companies in the United States	1,935	1,876	2,579
Due to banks in foreign countries	204	68	74
Total	2,176	1,970	2,684

18. Deposits.

	1929	1930	1931	1932	1933	1934	1935
	\$ (000,000's)						
Individual deposits subject to check	21,410	21,078	18,675	14,324	13,404	14,868	18,300
Demand certificates of deposits	412	406	370	251	186	156	186
State, county and municipal deposits	1,961	1,912	1,849	1,538	1,273	2,007	2,667
Other demand deposits	469	692	428	289	393	552	438
Total (a) sight deposits	24,252	24,088	21,322	16,402	15,256	17,583	21,591
Savings account deposits	15,167	14,926	13,647	10,544	8,100	9,320	10,271
Time certificates of deposit	3,168	3,130	2,970	2,119	1,691	1,513	1,666
Other time deposits	908	1,152	1,545	1,008	763	788	564
Postal savings deposits	90	140	263	653	778	671	375
State, county and municipal deposits	418	593	542	362	311	372	335
Deposits of other banks	133	320	160	53	65	111	125
Total (b) time deposits	19,884	20,261	19,127	14,739	11,708	12,775	13,336
United States deposits	287	249	448	424	859	1,736	824
Unclassified deposits	18	82	20	8	28	26	20
Total (c) other deposits	305	331	468	432	887	1,762	844
Grand total	44,441	44,680	40,917	31,573	27,851	32,120	35,771

Summary of Profit-and-Loss Accounts.

Profit-and-loss accounts are available only for licensed national banks.

	1929	1930	1931	1932	1933	1934	1935
1. Gross Profits.				\$ (000,000's)			
Net interest and discount earned	747.6	740.4	660.9	584.3	496.4	499.0	505.9
Exchange and collection charges	18.1	18.3	15.2	12.1	14.1	17.9	19.4
Foreign exchange	12.4	13.5	15.3	18.2	12.5	14.1	8.3
Insurance and real-estate loans	0.9	0.9	0.7	0.6	—	—	—
Trust department	20.6	22.8	26.7	22.4	21.5	23.6	26.5
Profits on securities sold	35.1	41.7	50.3	24.9	—	—	—
Recoveries on assets previously written down	35.6	31.6	35.3	42.3	78.6	135.4	198.2
Other earnings	100.1	104.1	90.2	83.1	66.3	69.4	76.9
Total	970.4	973.3	894.6	787.9	689.4	759.4	835.2
4. Amounts written off.				\$ (000,000's)			
Loans and discounts	86.8	103.8	186.9	259.5	231.4	379.3	188.2
Bonds, securities, etc.	43.5	61.4	119.3	201.8	236.6	241.8	136.8
Foreign exchange	0.2	0.2	0.2	2.8	(6.6)	—	—
Total	130.5	165.4	306.4	464.1	474.6	621.1	325.0

URUGUAY

End of	Value of currency as % of gold parity in 1929 ^a		Banco de la República								Commercial Banks				Clearing turnover
			Gold and foreign exchange	Advances on current account		Loans and discounts	Notes in circulation	Deposits		Finance Ministry's deposit	Cash	Loans	Deposits		
	Official rate	Uncontrolled free rate		Total	Government			Current account and eight	Savings				Current account and eight	Savings and time	
	Pesos (000,000's)														
1929.	91.7	.	67.4	36.8	8.2	71.1	71.3	42.4	44.9	—	17.6	89.5	37.4	41.1	80.8
1930.	72.5	.	59.5	39.3	9.5	71.6	74.1	41.9	45.5	—	22.1	99.5	41.2	48.3	79.5
1931.	43.1	.	50.9	39.6	12.1	63.3	81.0	32.1	38.9	—	29.4	95.5	43.3	46.6	54.7
1932.	45.8	.	49.9	46.8	21.4	61.5	84.6	31.8	37.7	—	41.0	89.7	54.0	44.9	57.9
1933.	46.2	.	52.2	47.1	23.6	50.5	78.4	32.0	42.6	—	27.2	93.3	43.9	45.7	81.3
1934.	46.1	23.0	46.6	58.1	26.3	46.7	79.6	32.0	39.2	—	22.9	99.6	42.7	49.2	68.6
March 1935. . .	46.0	22.1	46.8	55.1	24.4	46.0	75.0	32.8	39.3	—	21.5	100.1	40.9	51.9	70.4
June 1935. . .	46.0	23.1	43.2	48.1	16.0	44.9	72.9	34.8	40.6	—	21.4	102.7	40.6	54.2	73.5
Sept. 1935. . .	46.1	23.4	42.4	44.5	16.7	43.5	81.3	33.1	40.1	31.3	21.7	102.1	39.3	56.0	64.2
Dec. 1935. . .	46.1	26.0	42.3	57.3	12.3	41.2	81.8	28.6	40.8	25.1	22.8	102.2	38.9	58.4	93.8
March 1936. . .	45.7	26.8	42.1	53.0	8.8	41.6	84.4	32.0	41.9	21.0	21.9	104.6	41.5	60.6	94.3
June 1936. . .	45.8	28.5	38.8	42.1	7.1	40.9	77.5	30.5	43.3	19.2	20.9	106.0	40.1	62.1	82.2
Sept. 1936. . .	45.5	30.8	38.8	44.2	7.6	40.7	75.1	30.5	43.3	13.3	24.0	108.2	34.5	69.7	73.2
Dec. 1936. . .	45.7	31.1	39.5	46.8	9.0	40.0	88.6	33.2	44.6	9.7	27.9	118.3	36.4	72.9	117.1
March 1937. . .	45.0	...	37.7	36.2	9.6	40.0	90.5	35.1	46.7	7.1	...	...	...	...	...

^a 1929 parity : 1 peso = 1.03424 U.S.A. dollar ; 1 U.S.A. dollar = 0.96689 peso.

See *Commercial Banks 1925-1933*, page 303 ; *1929-1934*, page 185 ; *Money and Banking 1935/36*, Vol. II, page 204.

Value of Currency : Gold standard officially abolished : December 1929. Exchange control introduced : September 7th, 1931. Since the beginning of 1933, the peso has been aligned with the French franc at the rate of 12.06 francs per peso. Apart from this official rate, there are two free rates : the controlled rate (formerly known as the "compensado" rate) and the uncontrolled rate, which are usually applied according to the nature of the transactions. The depreciation in the controlled free rate, though less substantial, does not greatly differ from that of the uncontrolled free rate. In October 1936, the currency was linked to the pound sterling.

Banco de la República : Under the Law of August 14th, 1935, the commercial activities of the Bank were separated from the note issue. In the above table, however, the balance-sheets of the issue and banking departments, which had been published separately since September 1935, have been consolidated. *Gold and foreign exchange :* The gold reserve was revalued on August 14th, 1935, on the basis of the official rate of exchange of the peso for the last twelve months (\$2.1932 = 1 peso). The balance-sheet of the issue department, however, still shows the gold in terms of old pesos, and the profit on the revaluation of the gold and silver reserve (49 millions) is shown as a separate item on the assets side of the balance-sheet. Including gold abroad. *Advances on current account :* The fall in the amount of Government loans is due to the earmarking of part of the profits from the revaluation of the gold reserve. *Notes in circulation :* Not including, since September 1935, the notes held by the banking department. *Deposits :* Not including departmental and court deposits. *Finance Ministry's deposit :* The profit on the revaluation of the gold reserve, part of which has been transferred to the Government's deposit account, is, under the Law of August 14th, 1935, to be used for financing various financial operations spread over a period of three years.

Commercial Banks : Uruguayan and foreign banks, except the Banco de la República and the popular banks (Cajas del Interior). Monthly averages of the daily returns. In 1934, figures for the month of November.

Clearing Turnover : Montevideo clearing-house monthly cheque clearings.

Sources : Banco de la República O. del Uruguay : *Memoria y Balance General*. Ministerio de Hacienda : *Boletín de Hacienda*. Dirección General de Estadística : *Síntesis Estadística*.

Commercial Banks.

Table 40.

End of the year :	1929	1930	1931	1932	1933	1934*	1935	1936
Number of Banks	19	19	18	17	17	17	18	19
SUMMARY BALANCE-SHEET.								
ASSETS.								
Pesos (000,000's)								
1. Cash	17.6	22.1	29.4	41.1	27.2	22.9	22.8	27.9
(a) Gold, silver and small coins	0.9	0.3	0.5	0.3	0.7	0.6	0.9	0.4
(b) Inland notes and balances with Central Bank	16.7	21.8	28.9	40.8	26.5	22.3	21.9	27.5
2. Other Items of a Cash Nature	—	—	—	—	—	—	—	—
3. Bills discounted and bought	—	—	—	—	—	—	—	—
(a) Treasury bills	—	—	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—	—	—
4. Investments and Securities	—	—	—	—	—	—	—	—
(a) Government	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—	—	—
6. Due from Banks (Correspondents)	—	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
7. Loans and Advances	89.5	99.5	95.5	89.7	93.3	99.6	102.2	118.3
(a) On current account	—	—	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—	—	—
9. Premises, etc.	—	—	—	—	—	—	—	—
10. Sundry Assets	—	—	—	—	—	—	—	—
11. Total Balance-sheet	—	—	—	—	—	—	—	—
LIABILITIES.								
12. Capital paid up	22.2	22.3	22.4	21.9	21.9	22.2	22.5	24.1
13. Reserve Funds	7.1	8.0	8.8	8.9	8.3	8.3	9.0	9.1
14. Profit and Loss, etc.	—	—	—	—	—	—	—	—
15. Notes in circulation	—	—	—	—	—	—	—	—
16. Cheques and Drafts in circulation	—	—	—	—	—	—	—	—
17. Due to Banks (Correspondents)	—	—	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—	—	—
18. Deposits	78.5	89.5	89.9	98.9	89.6	91.9	97.3	109.3
(a) Current accounts and sight deposits	37.4	41.2	43.3	54.0	43.9	42.7	38.0	36.4
(b) Savings accounts	41.1	48.3	46.6	44.9	45.7	49.2	58.4	72.0
(c) Time or fixed deposits	—	—	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—	—	—
19. Rediscounts and Other Borrowings	—	—	—	—	—	—	—	—
20. Acceptances and Endorsements	—	—	—	—	—	—	—	—
21. Sundry Liabilities	—	—	—	—	—	—	—	—

* End of November 1934.

Summary Balance-sheet.

For detailed notes on the various items of the Summary Balance-sheet, see preceding editions of this volume.

1. Cash.	1929	1930	1931	1932	1933	1934	1935	1936
	Pesos (000,000's)							
Gold coins	0.6	—	—	—	—	—	—	—
Notes of Banco de la República	15.8	20.7	27.6	39.0	25.2	21.1	20.7	13.0
Sight deposits with Banco de la República	0.9	1.1	1.4	1.8	1.3	1.2	1.2	1.1
Sight deposits with "Cámara Compensadora"	—	—	—	—	—	—	—	13.4
Subsidiary issue of Banco de la República and subsidiary coin	0.3	0.3	0.4	0.3	0.7	0.6	0.9	0.4
Total	17.6	22.1	29.4	41.1	27.2	22.9	22.8	27.9

19. Rediscounts and Other Borrowings.

The rediscounts of the ordinary banks with the Banco de la República are as follows :

	Pesos (000,000's)		Pesos (000,000's)		Pesos (000,000's)		Pesos (000,000's)	
1929	2.3	1931	3.5	1933	2.1	1935	1.2	
1930	2.4	1932	2.5	1934	2.4	1936	2.0	

VENEZUELA

See *Commercial Banks 1925-1933*, page 310 ; *1929-1934*, page 188 ; *Money and Banking 1935/36*, Vol. II, page 207.

Value of Currency :

Value of currency as % of the gold parity in 1929 * :					
June 1930	98.3	June 1933	71.9	December 1935	79.2
June 1931	89.0	June 1934	93.0	June 1936	80.1
June 1932	78.5	June 1935	80.2	December 1936	77.7

* Gold parity in 1929 : 1 bolivar = 0.19295 U.S.A. dollar ; 1 U.S.A. dollar = 5.18262 bolivars.

From 1931 until October 1933, the rate of the bolivar was from 10 to 30 % below par. After October 1933 it rose rapidly : on that account, and in order to counteract the fall in the price of export products in national currency, due to the depreciation of the United States dollar, the Government, without legally devaluing the currency and without instituting official exchange control, fixed, in August 1934, the selling rate of the dollar at 3.93 and the buying rate at 3.90 bolivars, and the oil companies undertook to sell foreign exchange to the banks at that rate. According to the Decree of December 12th, 1936, foreign exchange proceeds from the export of goods subject to premium must be deposited at the Banco de Venezuela, at the rate of 3.90 bolivars for 1 U. S. A. dollar. This control may be extended by the Minister of Commerce to goods not subject to export premia. In April 1937, the buying and selling rates for dollars were fixed at 3.17 and 3.19 bolivars respectively.

Commercial Banks : The summary table compiled on the basis of the statistics published in the *Boletín de la Camara de Comercio de Caracas* includes the balance-sheets of the six national banks of issue (Banco de Venezuela, Banco Caracas, Banco Venezolano de Credito, Banco Mercantil y Agrícola, Banco de Maracaibo and Banco Comercial de Maracaibo) and those of the branches of the four foreign banks (Royal Bank of Canada, National City Bank of New York, Anglo-South American Bank and Hollandsche Bank voor West-Indië). The two State banks, Banco Agrícola y Pecuário and Banco Obrero, whose balance-sheets are not included in this summary, are engaged exclusively in real-estate transactions.

Sources : *Boletín de la Camara de Comercio de Caracas*. Article by M. Pierre Denis : " Un pays à monnaie chère : Le Venezuela ", in the *Revue d'Economie Politique*, November-December 1936.

Summary Balance-sheet.

1. Cash.	Gold	Silver coin and small coin Bolivars (000,000's)	Total	June 1930	June 1933	June 1934	June 1935	Dec. 1935	June 1936
June 1930	127.1	28.6	155.7	91.9	102.0	101.5	102.1	114.2	131.3
June 1933	106.3	37.8	144.1	16.4	29.0	34.0	36.0	53.1	66.9
June 1934	103.6	40.2	143.8	Gross circulation . Notes held by banks Note circulation in hands of public.					
June 1935	165.4	55.7	221.1						
Dec. 1935	189.5	48.1	237.6	75.5	73.0	67.5	66.1	61.1	64.4
June 1936	183.4	45.3	228.7						

The notes in circulation in 1935 and 1936 were issued by the following issue banks in the amounts shown :

2. Other Items of a Cash Nature.	June 1935	Dec. 1935 (000,000's)	June 1936
These are notes of national issue banks, held by national and foreign banks.	54.0	65.8	83.1
	9.6	9.6	9.5
	17.5	17.8	17.7
	12.0	12.0	12.0
	5.0	5.0	5.0
	4.0	4.0	4.0
	102.1	114.2	131.3

7. Loans and Advances.

The heading " Loans and Advances " accordingly covers all the liquid assets of national and foreign banks.

	Liquid assets (local) up to 30 days	Liquid assets (local) at more than 30 days	Total
	Bolivars (000,000's)		
June 1930	147.3	41.6	188.9
June 1933	145.2	38.8	184.0
June 1934	140.1	32.8	172.9
June 1935	102.4	34.3	136.7
Dec. 1935	94.7	30.4	125.1
June 1936	85.2	35.9	121.1

15. Notes in Circulation.

The amounts shown in the Summary Table represent the gross note circulation. The net note circulation in the hands of the public is as follows :

18. Deposits.	Private deposits in all banks	Sight deposits of the Government with the Banco de Venezuela	Total
	Bolivars (000,000's)		
June 1930	171.7	89.6	261.3
June 1933	128.5	65.5	194.0
June 1934	123.0	78.6	201.6
June 1935	144.4	102.7	247.1
Dec. 1935	163.2	90.6	253.8
June 1936	167.3	63.3	230.6

Commercial Banks.

Table 41.

	June 1930	June 1933	June 1934	June 1935	December 1935	June 1936
Number of Banks	10	10	10	10	10	10
SUMMARY BALANCE-SHEET.						
ASSETS.						
1. Cash	155.7	144.1	143.8	221.1	237.6	228.9
(a) Gold, silver and small coins	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—
2. Other Items of a Cash Nature	16.4	29.0	34.0	36.0	53.1	66.9
3. Bills discounted and bought	—	—	—	—	—	—
(a) Treasury bills	—	—	—	—	—	—
(b) Commercial bills, Inland	—	—	—	—	—	—
(c) Commercial bills, Foreign	—	—	—	—	—	—
4. Investments and Securities	—	—	—	—	—	—
(a) Government	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—
5. Participations	—	—	—	—	—	—
6. Due from Banks (Correspondents)	64.8	13.5	14.9	18.2	5.4	15.4
(a) At home	6.4	5.5	7.3	7.4	2.7	3.8
(b) Abroad	58.4	8.0	7.6	10.8	2.7	11.6
7. Loans and Advances	188.9	184.0	172.9	136.7	125.1	121.1
(a) On current account	—	—	—	—	—	—
(b) Other	—	—	—	—	—	—
8. Cover for Acceptances	—	—	—	—	—	—
9. Premises, etc.	—	6.5	12.1	20.6	22.0	19.7
10. Sundry Assets	117.7	162.2	170.3	169.2	172.4	166.5
11. Total Balance-sheet	543.5	539.3	548.0	601.8	615.6	618.5
LIABILITIES.						
12. Capital paid up	50.8	50.8	50.8	50.8	49.5	49.5
13. Reserve Funds	18.4	23.9	25.4	25.9	23.1	23.0
14. Profit and Loss, etc.	2.5	0.9	0.8	0.9	0.9	1.1
15. Notes in circulation	91.9	102.0	101.5	102.1	114.2	131.3
16. Cheques and Drafts, etc., in circulation	—	—	—	—	—	—
17. Due to Banks (Correspondents)	22.6	6.6	4.8	11.7	6.8	19.3
(a) At home	—	1.7	3.4	6.8	4.6	6.8
(b) Abroad	22.6	4.9	1.4	4.9	2.2	12.5
18. Deposits	261.3	194.0	201.6	247.1	253.8	230.6
(a) Current accounts and sight deposits	—	—	—	—	—	—
(b) Savings accounts	—	—	—	—	—	—
(c) Time or fixed deposits	—	—	—	—	—	—
(d) Other deposits	—	—	—	—	—	—
19. Rediscounts and Other Borrowings	—	—	—	—	—	—
20. Acceptances and Endorsements	—	—	—	—	—	—
21. Sundry Liabilities	96.0	162.1	163.1	163.7	167.3	163.7

YUGOSLAVIA

End of	Value of currency as % of average rate in 1929 ^a	National Bank of the Kingdom of Yugoslavia									Subsidiary coin	
		Gold	Foreign exchange		Bill portfolio	Loans on collateral	Government debt	Notes in circulation	Sight deposits			Time deposits
			For cover purposes	Other					Total	Transfer accounts		
Dinara (000,000's)												
1929	100.7	95	268	—	1,288	230	4,153	5,818	1,411	1,250	—	146
1930	100.6	99	120	—	1,434	203	4,021	5,397	863	667	—	143
1931	101.2	1,758	338	86	1,966	287	1,799	5,172	417	326	681	161
1932	76.4	1,761	207	—	2,112	345	2,409	4,773	698	385	1,459	479
1933	78.7	1,795	111	55	1,809	293	2,316	4,327	1,031	474	1,106	960
1934	76.8	1,785	121	104	1,529	235	2,287	4,384	866	532	953	994
March 1935	76.8	1,266	44	163	1,559	261	2,289	4,432	1,191	572	271	963
June 1935	77.2	1,346	19	187	1,518	268	2,291	4,473	1,200	559	294	931
Sept. 1935	77.1	1,351	45	280	1,539	269	2,279	4,777	1,262	597	215	950
Dec. 1935	77.2	1,431	33	332	1,523	258	2,271	4,890	1,386	690	193	870
March 1936	77.3	1,490	13	300	1,389	253	2,272	4,904	1,481	565	81	815
June 1936	77.3	1,531	17	422	1,353	253	2,261	4,833	1,616	719	50	795
Sept. 1936	76.9	1,553	—	574	1,420	251	2,262	5,250	1,500	739	50	874
Dec. 1936	77.2	1,626	—	552	1,459	259	2,248	5,409	1,629	651	50	865
March 1937	77.4	1,650	—	623	1,436	247	2,249	5,382	1,980	921	50	

^a Average exchange rate in 1929 : 1 dinar = 0.01759 U.S.A. dollar ; 1 U.S.A. dollar = 56.84725 dinara.

End of	Commercial Banks						Post Office Savings Banks		Mortgage Banks		Transfer turnover (National Bank) ^a	
	Cash	Discounts	Debit current accounts	Miscellaneous loans	Deposits		Miscellaneous creditors	Cheque accounts	Savings deposits	Mortgage loans		Loans to autonomous administrations
					On current account	On deposit account						
Dinara (000,000's)												
Dec. 1934	276	1,600	2,477	564	917	2,258	1,901	1,140	718	2,206	618	4,089
March 1935	272	1,502	2,394	531	933	2,258	1,746	1,063	777	2,172	606	3,514
June 1935	279	1,376	2,368	597	922	2,232	1,629	1,118	793	2,145	624	3,662
Sept. 1935	256	1,371	2,341	621	943	2,211	1,618	1,122	824	2,119	648	3,733
Dec. 1935	403	1,382	2,113	694	863	2,187	1,645	1,189	851	2,145	648	4,039
March 1936	309	1,263	2,146	685	868	2,173	1,521	1,178	886	2,117	705	3,520
June 1936	336	1,258	2,132	659	926	2,143	1,473	1,070	905	2,085	791	3,404
Sept. 1936	289	1,254	2,166	662	934	2,112	1,490	1,133	937	2,059	837	4,269
Dec. 1936	354	1,288	2,199	671	967	2,088	1,518	1,467	982	2,071	948	4,950

^a Monthly figures.

See *Commercial Banks 1913-1929*, page 304 ; *1925-1933*, page 224 ; *1929-1934*, page 134 ; *Money and Banking 1935/36*, Vol. II, page 210.

Value of Currency : The *de facto* stabilisation of 1925 was followed by legal stabilisation under the Law of May 31st, 1931, which took effect on June 20th, 1931, at the rate : 1 dinar = 26.5 milligrammes fine gold = 0.01761 U.S.A. dollar ; 1 U.S.A. dollar = 56.77852 dinara. (In the above table, the value of the currency has been calculated on the basis of the average 1929 exchange rate.) Exchange control was abolished on June 28th, 1931, but restored on October 7th, 1931 ; the percentage of foreign exchange which exporters must tender to the National Bank, fixed at 80 in 1931, was brought down to 60 in July 1934, to 50 in August 1935, and to 33¹/₃ on February 22nd, 1936. Exporters are free to dispose of the balance on the open market. Control of imports, and of payments for imported goods, was set up on April 6th, 1936. As from October 1932, the National Bank has granted a premium of 20 % above the official exchange rate for all transactions with countries having no clearing agreement with Yugoslavia. This premium was raised to 28¹/₂ % on January 15th, 1935, and made to apply to all countries. In accordance with a Ministerial Order of February 22nd, 1936, all deposits and credits in foreign currency have had to be

converted into dinara at the official rate, plus the premium of 28½ % ; credit institutions have also had to transfer their foreign-exchange holdings to the National Bank.

National Bank of Yugoslavia : Gold : Up to June 28th, 1931, valuation based on the pre-war parity of the dinar. The profit of 925 million dinara from the revaluation of the gold reserve in 1931 (see above under " Value of Currency ") was used, *inter alia*, for reduction of the Government debt. Since stabilisation, the gold reserve has been valued at the legal rate, although a Decree of January 15th, 1935, imposes a flat premium of 28½ % and includes provisions specifying a minimum cover of 25 % in gold or for sight liabilities, this cover to be calculated at the legal rate and increased by the 28½ % premium. The fall in the gold reserve during the first quarter of 1935 (724 million dinara, according to the weekly statement published on January 22nd, 1935) is due to the Bank having repaid revolving foreign credits. Gold held abroad is included. *Foreign exchange : Other :* Foreign exchange not included in reserve requirements. *Government debt :* (1) Old loans : This debt, which, prior to June 28th, 1931, amounted to 4,022 million dinara, was on that date reduced through the payment by the Government of 1,400 millions in cash and of part of the product of the revaluation of the gold reserve (770 millions). Under the Law setting up the National Bank, profits derived by the Government from its holding in the Bank are allotted each year for repayment of the Government debt. Interest paid on *bons de caisse* issued by the Bank under the Law of 1931, on the other hand, are a charge upon the Government, and figure under the heading " Old loans ". (2) Temporary advances to the Treasury : 600 million dinara—*i.e.*, the legal maximum—since the end of 1932. *Time deposits :* The reduction in this item during the first quarter of 1935 is mainly due to the repayment of revolving foreign credits.

Coin : Laws of November 28th, 1931, and August 14th, 1932. The profits from the issue of coinage, which were to have been used in paying off " old Government loans ", have been earmarked for meeting Government liabilities.

Commercial Banks : The twenty chief joint-stock banks. *Cash :* Includes balances with the National Bank. *Banking legislation :* The Law of November 22nd, 1933, on the protection of banks was renewed on October 5th, 1935, for a further year. At the end of 1935, 193 banks were still suspending payment, 10 had reorganised themselves, and 25 were in liquidation without bankruptcy (total number of banks, 610). A Decree of September 25th, 1936, provides for the liquidation of agricultural indebtedness (debt reduction, repayment of balance of debts by annual instalments, transfer of liabilities from private debtors to the Privileged Agricultural Bank).

Sources : National Bank of the Kingdom of Yugoslavia : Weekly statements, Reports of the Governing Body, *Quarterly Bulletin*. In addition, the National Bank has kindly supplied the summary balance-sheets and the profit-and-loss accounts of the commercial banks.

Summary Balance-sheet.

The balance-sheet summaries for the end of 1933 and 1934 supplied by the National Bank do not provide the detailed composition of various items. The composition of items 7 (b) and 18 for 1933 and 1934 has been taken from the *Bulletins* of the Bank.

1. Cash.

	1930	1931	1932
	Dinara (000,000's)		
Cash in hand	510	414	341
Balances with the National Bank and Post Office	262	214	189
Total cash	772	628	530

10. Sundry Assets.

	1930	1931	1932
	Dinara (000,000's)		
Merchandise	25	42	24
Balance of inter-branch accounts	—	—	12
Transitory accounts	64	39	39
Sundry assets	412	773	774
Total	501	854	849

7. Loans and Advances.

The sums under (b) are as follows :

	1930	1931	1932	1933	1934
	Dinara (000,000's)				
Loans against securities	497	210	123	154	140
Mortgage loans	712	1,039	997	852	879
Total	1,209	1,249	1,120	1,006	1,019

The totals given for item 7 (b) in the Bank *Bulletins* are somewhat lower than those shown in the Summary Table, the difference being included with current-account loans in the Bank *Bulletin* tables.

13. Reserve Funds.

	1930	1931	1932
	Dinara (000,000's)		
Reserve fund	819	769	774
Special reserves	105	129	119
Total reserve funds	924	898	893

14. Profit and-Loss Account, etc.

It should be noted that the amounts shown as net profits and as losses in the accounts of the operations of the joint-stock banks do not tally with those given in the profit-and-loss accounts.

Commercial Banks.

Table 42.

End of the year :	1930	1931	1932	1933	1934	1935
Number of Banks	649	639	632	620	615	610
SUMMARY BALANCE-SHEET.						
ASSETS.						
1. Cash	772	628	530	596	597	787
(a) Gold, silver and small coins	—	—	—	—	—	—
(b) Inland notes and balances with Central Bank	—	—	—	—	—	—
2. Other Items of a Cash Nature	47	68	21	18	27	21
3. Bills discounted and bought	5,600	5,328	4,336	4,117	3,916	3,523
(a) Treasury bills	—	—	—	—	—	80
(b) Commercial bills, Inland	—	—	—	—	—	3,443
(c) Commercial bills, Foreign	—	—	—	—	—	—
4. Investments and Securities	1,293	1,196	1,088	1,013	898	918
(a) Government	—	—	—	—	—	237
(b) Other	—	—	—	—	—	681
5. Participations	274	256	223	148	216	368
6. Due from Banks (Correspondents)	852	338	227	271	257	100
(a) At home	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—
7. Loans and Advances	9,625	8,356	7,366	6,473	5,746	5,560
(a) On current account	8,416	7,107	6,246	4,478	4,004	3,588
(b) Other	1,209	1,249	1,120	1,995	1,742	1,972
8. Cover for Acceptances	73	74	81	76	63	52
9. Premises, etc.	842	854	866	1,041	1,113	1,040
10. Sundry Assets	501	854	849	1,087	500	756
11. Total Balance-sheet	19,879	17,952	15,587	14,840	13,333	13,125
LIABILITIES.						
12. Capital paid up	2,960	2,968	2,952	2,785	2,543	2,494
13. Reserve Funds	924	898	893	926	768	850
14. Profit and Loss, etc.	230	172	55	85	91	115
15. Cheques and Drafts in circulation	—	—	—	—	—	—
16. Due to Banks (Correspondents)	—	—	—	—	—	—
(a) At home	—	—	—	—	—	—
(b) Abroad	—	—	—	—	—	—
17. Deposits	14,172	11,733	9,556	8,682	8,060	7,713
(a) Current accounts and sight deposits	2,709	1,936	1,426	1,460	866	1,101
(b) Savings accounts	7,597	6,867	5,343	4,900	4,522	4,354
(c) Time or fixed deposits	—	—	—	—	—	1,776
(d) Other deposits	3,866	2,930	2,787	2,322	2,672	482
18. Rediscounts and Other Borrowings	779	1,374	1,482	1,449	1,207	1,206
19. Acceptances and Endorsements	73	74	81	76	63	52
20. Sundry Liabilities	741	733	568	837	601	695
21. Guarantees	8,302	7,718	6,671	6,479	5,749	5,859
SUMMARY OF PROFIT-AND-LOSS ACCOUNTS.						
1. Gross Profits	1,571	1,510	1,169	986	891	782
<i>To be deducted :</i>						
2. Expenses	1,249	1,289	1,049	807	698	619
(a) Salaries, etc.	1,031	1,055	818	658	615	536
(b) Other working expenses	114	149	170	101	40	43
(c) Taxes, etc.	104	85	61	48	43	40
3. Reserved for Pension Funds, etc.	16	14	8	29	—	—
4. Written off on						
(a) Premises, etc.	50	32	49	283	140	80
(b) Investments and securities	—	—	—	—	—	—
(c) Other assets	—	—	—	—	—	—
5. Remaining Net Profit or Loss	256	175	63	— 133	53	83
6. Carried forward from preceding year	—	—	—	—	—	15
7. Taken from Reserves or Capital	24	32	49	224	55	35
8. Total disposed of for Dividends, etc.	280	207	112	91	108	133
9. Carried to Reserves	63	78	34	29	8	18
10. Dividends	189	110	71	57	55	64
11. Directors' Fees, etc.	28	19	7	5	5	5
12. Other purposes	—	—	—	—	25	26
13. Carried forward to following year	—	—	—	—	15	20

18. *Rediscounts and Other Borrowings.*

	1930	1931	1932	1933	1934
	Dinara (000,000's)				
Rediscounts	738	1,336	1,447	1,280	1,037
Mortgage debts	41	38	35	169	170
Total	779	1,374	1,482	1,449	1,207

20. *Sundry Liabilities.*

	1930	1931	1932
	Dinara (000,000's)		
Balance of inter-branch accounts	85	49	—
Transitory accounts	143	103	170
Sundry liabilities	513	581	397
Total	741	733	567

Summary of Profit-and-Loss Accounts.

This summary of profit-and-loss accounts of the joint-stock banks of Yugoslavia, prepared from the data supplied by the National Bank, relates to the same number of banks as the summary balance-sheet. The figures on paid-up capital and reserves and undivided profits of the latter have been used also for the table on profit-and-loss accounts.

Except for items 4, 5 and 7, all the specifications shown in the table correspond to the data as supplied by the National Bank. Item 4 represents an item entitled "Losses".

After the deduction of expenses, reserves for pensions funds, etc., and amortisation, the remaining net profit (item 5) is in each of the years under review smaller than the total amount disposed in reserves, dividends and directors' fees, etc., as shown by the original figures. This difference has been accounted for by item 7 (Taken from Reserves or Capital), which is not given in the original data, and may be taken to represent the uncovered losses of the banks which failed in the course of 1930, 1931, 1932 and 1933.