

CONTINGENT LIABILITIES OF THE UNITED STATES, MARCH 31, 1935

COMPILED FROM LATEST REPORTS RECEIVED BY THE TREASURY

DETAIL	AUTHORIZING ACT	AMOUNT OF CONTINGENT LIABILITY		
		PRINCIPAL	INTEREST ^a	TOTAL
GUARANTEED BY THE UNITED STATES:				
Federal Farm Mortgage Corporation:				
✓ 3% bonds of 1944-49.....	Jan. 31, 1934, as amended.....	\$864,136,300.00	\$9,721,756.13	\$873,858,056.13
✓ 3 1/4% bonds of 1944-64.....	do.....	98,028,700.00	132,747.20	98,161,447.20
✓ 3% bonds of 1942-47.....	do.....	139,607,100.00	872,873.13	140,479,973.13
✓ 1 1/4% bonds of 1937.....	do.....	22,325,000.00	34,882.81	22,359,882.81
2 1/4% bonds of 1942-47.....	do.....	271,400.00	601.23	272,001.23
		¹ 1,124,368,500.00	10,762,860.50	\$1,135,131,360.50
Federal Housing Administration.....				
Home Owners' Loan Corporation:				
4% bonds of 1933-51.....	June 13, 1933.....	1,115,737,275.00	^b 3,143,289.25	3,143,289.25
3% bonds, Series A, 1944-52.....	June 13, 1933, as amended.....	949,812,175.00	14,247,839.44	1,129,985,114.44
2 1/4% bonds, Series B, 1939-49.....	do.....	49,736,000.00	6,552,886.77	956,365,061.77
1 1/2% bonds, Series C, 1936.....	do.....	49,843,000.00	93,255.00	49,829,255.00
1 1/4% bonds, Series D, 1937.....	do.....	49,532,100.00	109,031.55	49,952,031.55
2% bonds, Series E, 1938.....	do.....		123,830.25	49,655,930.25
		¹ 2,214,660,550.00	24,270,132.26	2,238,930,682.26
Reconstruction Finance Corporation:				
2 1/4% notes, Series E.....	Jan. 22, 1932, as amended.....	149,621,666.67	1,553,763.46	151,175,430.13
3% notes, Series G.....	do.....	16,000,000.00	188,287.29	16,188,287.29
2% notes, Series H.....	do.....	84,025,000.00	700,982.04	84,725,982.04
		249,646,666.67	2,443,032.79	^c 252,089,699.46
TOTAL, BASED UPON GUARANTEES.....				
				3,626,151,742.22
ON CREDIT OF THE UNITED STATES:				
Secretary of Agriculture.....				
Postal Savings System:	May 12, 1933.....	70,000,000.00	58,750.00	^d 70,058,750.00
Funds due depositors.....	June 25, 1910, as amended.....	1,205,509,000.40	25,428,568.55	^e 1,230,937,568.95
Tennessee Valley Authority.....	May 18, 1933.....			
TOTAL, BASED UPON CREDIT OF THE UNITED STATES.....				
				1,300,996,318.95
OTHER OBLIGATIONS:				
Federal Reserve notes (face amount).....	Dec. 23, 1913, as amended.....			^f 3,149,999,960.00

¹ Includes only bonds issued and outstanding.
^a After deducting amounts of funds deposited with the Treasury to meet interest payments.
^b Interest on \$324,865,825 face amount of bonds and interim receipts outstanding.
^c Does not include \$3,555,000,000 face amount of notes and accrued interest thereon, held by Treasury and reflected in the public debt.
^d Funds borrowed by Secretary of Agriculture pursuant to sec. 4 of the act of May 12, 1933, upon cotton in his possession or control, for which the warehouse receipts for such cotton have been pledged as collateral.
^e Figures as of February 28, 1935—figures as of March 31, 1935, not available. Offset by cash in designated depository banks and accrued interest amounting to \$493,219,262.74, which is secured by the pledge of collateral as provided in the Regulations of the Postal Savings System having a face value of \$511,111,174.69; cash in possession of System amounting to \$105,331,371.13, and Government securities with a face value of \$628,238,375 held as investments, and other assets.
^f In actual circulation, exclusive of \$15,648,755 redemption fund deposited in the Treasury and \$250,440,705 of their own Federal Reserve notes held by the issuing banks. Federal Reserve notes issued are secured by gold certificates in the amount of \$3,268,179,000; United States Government securities of a face value of \$231,100,000, and commercial paper of a face amount of \$5,761,000.

DETAIL OF CONTINGENT LIABILITIES AS SHOWN ABOVE, MARCH 31, 1935

TITLE	EXTENT OF GUARANTY BY THE UNITED STATES	TAX EXEMPTIONS	RATE OF INTEREST	DATE OF ISSUE	REDEEMABLE (on and after) ¹	PAYABLE	INTEREST PAYABLE
GUARANTEED BY THE UNITED STATES:							
Federal Farm Mortgage Corporation:							
3% bonds of 1944-49.....	Principal and interest.....	(^a)	3%	May 15, 1934.....	May 15, 1944.....	May 15, 1949.....	May 15, Nov. 15.
3 1/4% bonds of 1944-64.....	do.....	(^a)	3 1/4%	Mar. 15, 1934.....	Mar. 15, 1944.....	Mar. 15, 1964.....	Mar. 15, Sept. 15.
3% bonds of 1942-47.....	do.....	(^a)	3%	Jan. 15, 1935.....	Jan. 15, 1942.....	Jan. 15, 1947.....	Jan. 15, July 15.
1 1/4% bonds of 1937.....	do.....	(^a)	1 1/4%	Feb. 15, 1935.....	Feb. 15, 1935.....	Aug. 15, 1937.....	Feb. 15, Aug. 15.
2 1/4% bonds of 1942-47.....	do.....	(^a)	2 1/4%	Mar. 1, 1935.....	Mar. 1, 1942.....	Mar. 1, 1947.....	Mar. 1, Sept. 1.
Federal Housing Administration:							
Home Owners' Loan Corporation:							
4% bonds of 1933-51.....	Interest.....	(^b)	4%	July 1, 1933.....	Callable by lot at par on any interest date upon not over 60 days' or under 30 days' published notice.	July 1, 1951.....	Jan. 1, July 1.
3% bonds, Series A, 1944-52.....	Principal and interest.....	(^b)	3%	May 1, 1934.....	May 1, 1944.....	May 1, 1952.....	May 1, Nov. 1.
2 1/4% bonds, Series B, 1939-49.....	do.....	(^b)	2 1/4%	Aug. 1, 1934.....	Aug. 1, 1939.....	Aug. 1, 1949.....	Feb. 1, Aug. 1.
1 1/2% bonds, Series C, 1936.....	do.....	(^b)	1 1/2%	Aug. 15, 1934.....	do.....	Aug. 15, 1936.....	Feb. 15, Aug. 15.
1 1/4% bonds, Series D, 1937.....	do.....	(^b)	1 1/4%	do.....	do.....	Aug. 15, 1937.....	Do.
2% bonds, Series E, 1938.....	do.....	(^b)	2%	do.....	do.....	Aug. 15, 1938.....	Do.
Reconstruction Finance Corporation:							
2 1/4% notes, Series E.....	do.....	(^c)	2 1/4%	Various.....	do.....	Dec. 15, 1935.....	June 15, Dec. 15.
3% notes, Series G.....	do.....	(^c)	3%	do.....	do.....	June 10, 1936.....	Jan. 10, July 10 (last payment June 10).
2% notes, Series H.....	do.....	(^c)	2%	do.....	do.....	July 1, 1937.....	Jan. 1, July 1.
ON CREDIT OF THE UNITED STATES:							
Secretary of Agriculture.....							
Postal Savings System.....	(^d)		2%	Date of deposit.....	On or before maturity.....	July 31, 1935.....	At maturity or earlier payment.
Tennessee Valley Authority.....	(^e)					On demand.....	Quarterly from first day of month following date of deposit.
OTHER OBLIGATIONS:							
Federal Reserve notes.....	(^f)						

¹ Except where otherwise noted.
^a Debentures authorized to be issued by Federal Housing Administrator under National Housing Act in exchange for mortgages insured under the Mutual Mortgage Insurance Fund prior to July 1, 1937, shall be fully guaranteed as to principal and interest by the United States.
^b Secretary of Agriculture is authorized pursuant to act of May 12, 1933, to borrow money upon all cotton in his possession or control and deposit as collateral for such loans warehouse receipts for such cotton.
^c The faith of the United States is solemnly pledged to the payment of the deposits made in Postal Savings depository offices, with accrued interest thereon.
^d For certain purposes, Corporation is authorized and empowered to issue on credit of the United States and to sell serial bonds not exceeding \$50,000,000 in amount, having a maturity not more than 50 years from date of issue thereof, and bearing interest not exceeding 3% percent per annum.
^e Federal Reserve notes are obligations of the United States and shall be receivable by all national and member banks and Federal Reserve banks and for all taxes, customs, and other public dues. They are redeemable in lawful money on demand at the Treasury Department, in the city of Washington, District of Columbia, or at any Federal Reserve bank.
TAX EXEMPTIONS:
^a Bonds and the income derived therefrom exempt from Federal, State, municipal, and local taxation (except surtaxes, estate, inheritance, and gift taxes).
^b Exempt, both as to principal and interest, from all taxation (except surtaxes, estate, inheritance, and gift taxes) now or hereafter imposed by the United States or any District, Territory, dependency, or possession thereof, or by any State, county, municipality, or local taxing authority.
^c Exempt, both as to principal and interest, from all taxation (except surtaxes, estate, inheritance, and gift taxes) now or hereafter imposed by the United States, by any Territory, dependency, or possession thereof, or by any State, county, municipality, or local taxing authority.

SECURITIES OWNED BY THE UNITED STATES GOVERNMENT

COMPILED FROM LATEST REPORTS RECEIVED BY THE TREASURY

MARCH 31, 1935

FOREIGN OBLIGATIONS:

FUNDED INDEBTEDNESS:

UNDER THE DEBT-FUNDING AGREEMENTS AS AUTHORIZED BY ACTS OF CONGRESS AND MORATORIUM AGREEMENTS AS AUTHORIZED BY THE ACT OF CONGRESS APPROVED DEC. 23, 1931.

	<i>Principal amount held</i>		<i>Principal amount held</i>
Austria.....	\$23,752,217.00	Hungary ^b	\$1,908,560.00
Belgium.....	400,680,000.00	Italy.....	2,004,900,000.00
Czechoslovakia ^a	91,879,671.03	Latvia ^b	6,879,464.20
Estonia ^b	16,466,012.87	Lithuania ^b	6,197,682.00
Finland.....	8,414,485.27	Poland ^b	206,057,000.00
France.....	3,863,650,000.00	Rumania ^c	63,860,560.43
Great Britain.....	4,368,000,000.00	Yugoslavia.....	61,625,000.00
Greece.....	31,516,000.00		

\$11,155,786,652.80

UNFUNDED INDEBTEDNESS:

REPRESENTED BY OBLIGATIONS RECEIVED FOR (1) CASH ADVANCES MADE UNDER AUTHORITY OF ACTS OF CONGRESS APPROVED APR. 24, 1917, AND SEPT. 24, 1917, AS AMENDED; (2) SURPLUS WAR SUPPLIES SOLD ON CREDIT BY SECRETARY OF WAR UNDER AUTHORITY OF ACTS OF CONGRESS APPROVED JULY 9, 1918, AND JUNE 5, 1920; (3) RELIEF SUPPLIES SOLD ON CREDIT BY AMERICAN RELIEF ADMINISTRATION UNDER AUTHORITY OF ACT OF CONGRESS APPROVED FEB. 25, 1919; AND (4) RELIEF SUPPLIES SOLD ON CREDIT BY UNITED STATES GRAIN CORPORATION UNDER AUTHORITY OF ACT OF CONGRESS APPROVED MAR. 30, 1920:

	<i>Principal amount held</i>
Armenia.....	\$11,959,917.49
Nicaragua.....	289,898.78
Russia.....	192,601,297.37

204,851,113.64

GERMAN BONDS:

FOR ACCOUNT OF REIMBURSEMENTS OF THE COSTS OF THE UNITED STATES ARMY OF OCCUPATION AND THE AWARDS OF THE MIXED CLAIMS COMMISSION, UNDER THE FUNDING AGREEMENT OF JUNE 23, 1930, AS AUTHORIZED BY THE ACT OF CONGRESS APPROVED JUNE 5, 1930 (BONDS ARE IN REICHSMARKS, WHICH FOR THE PURPOSE OF THIS STATEMENT ARE CONVERTED AT 40.33 CENTS TO THE REICHSMARK):

Army costs.....	RM997,500,000	\$402,291,750.00
Mixed claims (d).....	RM2,040,000,000	
Private awards (estimated).....	1,415,000,000	
Government awards (estimated).....	625,000,000	252,062,500.00
	RM 1,622,500,000	\$654,354,250.00

Total foreign obligations.....\$12,014,992,016.44

CAPITAL STOCK OF WAR EMERGENCY CORPORATIONS:

Capital stock of the United States Shipping Board Merchant Fleet Corporation.....	\$50,000,000.00
Capital stock of the United States Housing Corporation, issued.....	\$70,000,000.00
Less amount retired.....	3,500,000.00
Cash deposited in Treasury on account of repayments on capital stock.....	32,910,519.50
	36,410,519.50
Capital stock of the United States Spruce Production Corporation.....	100,000.00
WAR FINANCE CORPORATION (IN LIQUIDATION):	
Capital stock outstanding.....	10,000.00

83,699,480.50

CAPITAL STOCK, ETC., OF OTHER GOVERNMENTAL CORPORATIONS AND CREDIT AGENCIES:^f

Capital stock of the Panama Railroad Co.....	\$7,000,000.00
Capital stock of the Inland Waterways Corporation (acquired pursuant to the act approved June 3, 1924, as amended by act of May 29, 1928).....	12,000,000.00

RECONSTRUCTION FINANCE CORPORATION:

Capital stock.....	\$500,000,000.00
Notes, Series "D".....	3,555,000,000.00
	\$4,055,000,000.00

Less:

Funds expended for subscriptions to capital stock of other governmental corporations shown on this statement.....	623,645,700.00
Funds disbursed to other governmental agencies for making loans shown in this statement.....	35,587,902.98
	659,233,602.98

3,395,766,397.02

Capital stock of the Home Owners' Loan Corporation, Home Owners' Loan Act of 1933, approved June 13, 1933, as amended ^g	200,000,000.00
Less: Funds expended for subscriptions to capital stock of Federal Savings and Loan Insurance Corporation.....	100,000,000.00

100,000,000.00

Capital stock of the Federal Savings and Loan Insurance Corporation, National Housing Act, approved June 27, 1934 ^h	100,000,000.00
Capital stock of the Regional Agricultural Credit Corporations, Emergency Relief and Construction Act of 1932, approved July 21, 1932 as amended ⁱ	44,500,000.00
Capital stock of Federal Home Loan Banks, Act of July 22, 1932, as amended ^j	81,645,700.00
Capital stock of the Federal Farm Mortgage Corporation, Federal Farm Mortgage Corporation Act, approved Jan. 31, 1934, as amended ^k	200,000,000.00
Capital stock of the Export-Import Bank of Washington, Executive order of Feb. 2, 1934, issued under authority of the National Industrial Recovery Act, approved June 16, 1933, as amended ^l	11,000,000.00
Capital stock of the Second Export-Import Bank of Washington, D. C., Executive order of Mar. 9, 1934, issued under authority of the National Industrial Recovery Act approved June 16, 1933, as amended ^m	2,750,000.00
Capital stock of Production Credit Corporations acquired under the provisions of sec. 4 of the Farm Credit Act of 1933, approved June 16, 1933, as amended ⁿ	112,000,000.00
Capital stock of the Commodity Credit Corporation, Executive order of Oct. 16, 1933, issued under authority of the National Industrial Recovery Act approved June 16, 1933, as amended.....	3,000,000.00
Capital stock of Electric Home and Farm Authority, Inc., Executive order dated Dec. 19, 1933, issued under authority of National Industrial Recovery Act approved June 16, 1933, as amended.....	1,000,000.00
Capital stock of the Federal Deposit Insurance Corporation, Banking Act of 1933, approved June 16, 1933, as amended.....	150,000,000.00
Capital stock (preferred and full paid income shares) of Federal Savings and Loan Associations, Home Owners' Loan Act of 1933, approved June 13, 1933, as amended.....	20,294,000.00
Federal Subsistence Homesteads Corporation, Executive order of July 21, 1933, issued under authority of the National Industrial Recovery Act approved June 16, 1933, as amended.....	10,000.00
Capital stock of Federal Land Banks, Federal Farm Loan Act approved July 17, 1916, as amended.....	113,958,815.00
Subscriptions to paid-in surplus of Federal Land Banks, Federal Farm Loan Act approved July 17, 1916, as amended.....	63,100,124.27
Capital stock of Federal Intermediate Credit Banks acquired pursuant to the Federal Farm Loan Act approved July 17, 1916, as amended ^o	70,000,000.00
Subscriptions to paid-in surplus of Federal Intermediate Credit Banks, pursuant to the Federal Farm Loan Act, approved July 17, 1916, as amended ^p	30,000,000.00
Capital stock of Central Bank for Cooperatives acquired under the provisions of sec. 33 of the Farm Credit Act of 1933, approved June 16, 1933, as amended.....	65,000,000.00
Capital stock of Banks for Cooperatives acquired under the provisions of sec. 40, of the Farm Credit Act of 1933, approved June 16, 1933, as amended.....	60,000,000.00

4,643,025,036.29

OTHER OBLIGATIONS AND SECURITIES:

Obligations of Carriers acquired pursuant to sec. 207 of the Transportation Act, approved Feb. 28, 1920, as amended.....	\$5,219,500.00
Obligations of Carriers acquired pursuant to sec. 210 of the Transportation Act, approved Feb. 28, 1920, as amended.....	26,270,770.06
Obligations acquired by the Federal Emergency Administration of Public Works.....	292,875,299.52
Notes received by the Farm Credit Administration evidencing outstanding advances made from the Revolving Fund created by the Agricultural Marketing Act.....	141,829,509.92
Securities received by the Secretary of War on account of sales of surplus war supplies.....	486,000.00
Securities received by the Secretary of the Navy on account of sales of surplus property.....	5,166,739.33
Securities received by the United States Shipping Board Bureau on account of sales of ships, etc.....	131,841,327.29
Obligations of farmers for seed, feed, and drought relief loans made in pursuance of various acts from 1921 to 1934.....	100,489,020.34
Obligations of farmers for crop production loans made in pursuance of sec. 2 of the Act approved Jan. 22, 1932, as amended ^q	35,022,022.48
Obligations of Joint Stock Land Banks in pursuance of sec. 30, (a) of the Emergency Farm Mortgage Act of 1933, approved May 12, 1933, as amended ^r	565,880.50

TOTAL.....\$739,766,069.44

GRAND TOTAL.....\$17,481,482,602.67

MEMORANDUM

AMOUNT DUE THE UNITED STATES FROM THE CENTRAL BRANCH UNION PACIFIC RAILROAD ON ACCOUNT OF BONDS ISSUED (PACIFIC RAILROAD AID BONDS ACTS APPROVED JULY 1, 1862, JULY 2, 1864, AND MAY 7, 1878):

Principal.....	\$1,600,000.00
Interest.....	1,700,007.39
Total.....	\$3,300,007.39

NOTE.—This statement is made on the basis of the face value of the securities therein described as received by the United States, with due allowance for repayments. To the extent that the securities are not held in the custody of the Treasury, the statement is made up from reports received from other Government departments and establishments.

^a Indebtedness of Czechoslovakia has been funded under the agreement of Oct. 13, 1925, but the original obligations have not been exchanged for the new bonds of that Government.

^b Differences between principal here stated and face amount of obligations provided for in funding agreements represent deferred payments for which, under the funding agreements, gold bonds of the respective debtor governments have been or will be delivered to the Treasury.

^c Original amount (\$66,560,560.43) included bonds aggregating \$21,970,560.43 representing interest accruing and remaining unpaid during first 14 years, payment of which, under the Funding Agreement, is extended over the last 48 years.

^d Division of German bonds between private awards and Government awards is an estimate based upon best information available at this time. When Mixed Claims Commission has completed its duties, a more accurate division may be made. Awards generally bear interest at 5 percent per annum. Bonds do not bear interest, but the aggregate face amount thereof will be sufficient to cover payment of the principal and interest due on the total awards finally entered by the Mixed Claims Commission. Bonds for private awards are held in trust, the proceeds thereof when received at maturity to be distributed by the Treasury to the claimants. Bonds mature on Mar. 31 and Sept. 30 of each year in the principal amount of RM20,400,000 each. No payments are to be made on Government awards until all private awards are paid in full.

^e Cash on deposit with the Treasurer of the United States to the credit of all War emergency corporations having such deposits amounted to \$18,214,319.16.

^f Cash on deposit with the Treasurer of the United States to the credit of corporations included in this group having such deposits amounted to \$240,654,225.08.

^g Reconstruction Finance Corporation funds.

^h Home Owners' Loan Corporation funds made available for capital stock subscriptions.

ⁱ Reconstruction Finance Corporation funds amounting to \$10,000,000, and appropriated funds amounting to \$1,000,000, set aside for capital stock subscriptions.

^j Reconstruction Finance Corporation funds amounting to \$2,500,000, and appropriated funds amounting to \$250,000, set aside for capital stock subscriptions.

^k Reconstruction Finance Corporation funds amounting to \$37,500,000, and appropriated funds amounting to \$72,500,000, set aside for capital stock subscriptions.

^l Reconstruction Finance Corporation funds amounting to \$10,000,000, and appropriated funds amounting to \$60,000,000, authorized under act of July 17, 1916.