

borderline and I think that was an important fact which had not been brought out the other day in the testimony. It isn't confined to the New York banks, in other words.

Mr. PERKINS. I couldn't agree with you more. That is what I am trying to emphasize, that while the very large dollar amounts may be in some of the New York banks and one or two others around the country, in Chicago and San Francisco, there are very important dollar amounts elsewhere and to the individual banks elsewhere, particularly in along both the borders, these are very important amounts to those banks and I think would have a very substantial effect on the operations of those banks.

Senator CARLSON. Mr. Chairman, right on that point, Mr. Perkins, who represents The American Bankers here, we disputed this figure of \$1.9 billion, \$1.9 billion in New York. Would you be willing to estimate a guess as to what we have in this country?

Mr. PERKINS. I think it would be very hard to guess. We are trying, through the Reserve City Bankers Association to get some more accurate figures, but we don't have those available yet. I understand Secretary Fowler used a figure of about \$2.5 billion as the total dollar amount. This would presumably then say there is roughly \$600 million of this type of money spread elsewhere. I don't think this is an unreasonable figure. My own guess would be that if we added not only the nonresident alien deposits, but we got into some of these estate matters and others, my guess would be it would be larger than the \$600 million, if we got all the figures together, but I just don't know.

Senator CARLSON. Larger than \$600 million, in addition to the \$1.9 billion?

Mr. PERKINS. Yes, sir.

Senator CARLSON. That would be \$3.5 billion, a little better than that.

Senator ANDERSON. Senator Carlson, all along the border there are banking institutions that do business in Mexico. I know the El Paso banks do a lot of business.

Mr. PERKINS. For example, Senator, taking this one bank I referred to, a \$40 million bank. He has got \$10 million in his \$40 million bank alone. Well, you can imagine what the impact would be on his bank of such a tax bite. Also I think that is indicative of the kind of money that is around that is not normally thought of.

This particular bank is in a little Texas town where you would not expect this kind of money at all, of that size.

Senator ANDERSON. I am glad you cleared up that point because it was bothering some people.

Mr. PERKINS. Well, I have been impressed in our informal survey just how many cities this does affect. It is not just Miami and New Orleans and a few of the larger cities but it is widespread, and even in areas like Pittsburgh that have this kind of deposit.

I go on. Many of the resources of agencies in the United States are being utilized to encourage the expansion of our export business in order to strengthen our balance-of-payments position. Our American banks and industry have wholeheartedly supported efforts of the administration to increase our exports and to reduce the amount of American investments abroad. Withdrawal of balances of nonresi-