

SECURITIES AND EXCHANGE COMMISSION

FORM 10-Q

Quarterly report pursuant to sections 13 or 15(d)

Filing Date: **1994-05-13** | Period of Report: **1994-03-31**
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FILER

REPUBLIC NEW YORK CORP

CIK: **83246** | IRS No.: **132764867** | State of Incorporation: **MD** | Fiscal Year End: **1231**
Type: **10-Q** | Act: **34** | File No.: **001-07436** | Film No.: **94528364**
SIC: **6021** National commercial banks

Business Address
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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT UNDER SECTION 13 OR 15(D)
OF THE SECURITIES EXCHANGE ACT OF 1934

For the Quarter Ended March 31, 1994 Commission File No. 1-7436

REPUBLIC NEW YORK CORPORATION
(Exact name of registrant specified in its charter)

Maryland
(State or other jurisdiction of
incorporation or organization)

13-2764867
(I.R.S. Employer
Identification No.)

452 Fifth Avenue, New York, New York
(Address of principal executive offices)

10018
(Zip Code)

Registrant's telephone number, including area code (212) 525-6100

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes.X.. No....

Number of shares outstanding of the issuer's common stock, as of April 30, 1994: 52,463,963 shares.

REPUBLIC NEW YORK CORPORATION AND SUBSIDIARIES

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The information contained in the financial statements furnished in this report is unaudited. However, in the opinion of management, all adjustments, consisting of normal recurring accruals, necessary for a

fair presentation of the results of operations for the interim periods presented, have been included.

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ITEM 1. FINANCIAL STATEMENTS

<TABLE>

<CAPTION>

REPUBLIC NEW YORK CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CONDITION
UNAUDITED

(Dollars in thousands)

	March 31, 1994	December 31, 1993
<S>	<C>	<C>
Assets		
Cash and due from banks	\$ 602,263	\$ 636,633
Interest-bearing deposits with banks	5,505,088	5,346,647
Precious metals	1,521,937	1,117,610
Securities held to maturity (approximate market value of \$1,986,239 in 1994 and \$2,088,805 in 1993)	1,984,730	1,992,847
Securities available for sale (at approximate market value)	12,601,033	12,956,946
Total investment securities	14,585,763	14,949,793
Trading account assets (note 1)	2,954,056	1,194,629
Federal funds sold and securities purchased under resale agreements	2,159,596	2,322,465
Loans (net of unearned income of \$92,137 in 1994 and \$94,825 in 1993)	10,051,994	9,508,558
Allowance for possible loan losses	(313,416)	(311,855)
Loans (net)	9,738,578	9,196,703
Customers' liability on acceptances	1,314,756	1,134,294
Accounts receivable and accrued interest	2,095,877	2,117,879
Investment in affiliate	581,395	625,333
Premises and equipment	398,632	399,626
Other assets	404,675	451,860
Total assets	\$41,862,616	\$39,493,472
Liabilities and Stockholders' Equity		
Noninterest-bearing deposits:		
In domestic offices	\$ 1,311,338	\$ 1,427,518
In foreign offices	142,574	135,251
Interest-bearing deposits:		
In domestic offices	8,648,135	8,724,797
In foreign offices	12,037,254	12,513,684
Total deposits	22,139,301	22,801,250
Trading account liabilities (note 1)	2,484,177	177,475
Short-term borrowings (note 2)	5,879,697	4,164,419
Acceptances outstanding	1,315,706	1,137,636
Accounts payable and accrued expenses	2,040,936	2,873,903
Due to factored clients	558,558	614,549
Other liabilities	95,769	122,203
Long-term debt	2,628,242	2,582,875
Subordinated long-term debt and perpetual capital notes	2,205,674	2,271,940
Stockholders' equity:		
Cumulative preferred stock, no par value		
8,131,000 shares outstanding	556,425	556,425
Common stock, \$5 par value		
150,000,000 shares authorized; 52,475,051 shares outstanding in 1994 and 52,703,271 in 1993	262,375	263,516
Surplus	452,427	459,713
Retained earnings	1,265,093	1,204,818
Net unrealized gain (loss) on securities available for sale, net of taxes	(21,764)	262,750
Total stockholders' equity	2,514,556	2,747,222
Total liabilities and stockholders' equity	\$41,862,616	\$39,493,472

<FN>

</TABLE>

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<TABLE>
<CAPTION>

REPUBLIC NEW YORK CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
UNAUDITED
(In thousands except per share data)

	Three Months Ended March 31,	
	1994	1993
<S>	<C>	<C>
INTEREST INCOME:		
Interest and fees on loans	\$165,306	\$149,155
Interest on deposits with banks	53,322	94,035
Interest and dividends on investment securities:		
Taxable	218,443	216,685
Exempt from federal income taxes	17,499	15,837
Interest on trading account assets	18,447	8,718
Interest on federal funds sold and securities purchased under resale agreements	11,312	7,049
Total interest income	484,329	491,479
INTEREST EXPENSE:		
Interest on deposits	168,027	175,647
Interest on short-term borrowings	53,214	55,483
Interest on long-term debt	64,902	68,864
Total interest expense	286,143	299,994
NET INTEREST INCOME	198,186	191,485
Provision for loan losses	10,000	25,000
Net interest income after provision for loan losses	188,186	166,485
OTHER OPERATING INCOME:		
Income from precious metals	13,181	5,484
Foreign exchange trading income	22,332	24,979
Trading account profits and commissions	13,243	8,764
Investment securities gains (losses), net	3,088	(86)
Net loss on loans sold or held for sale	(500)	(675)
Commission income	17,500	9,429
Equity in earnings of affiliate	21,110	13,302
Other income	14,591	19,779
Total other operating income	104,545	80,976
OTHER OPERATING EXPENSES:		
Salaries	56,791	48,237
Employee benefits	38,812	31,737
Occupancy, net	13,986	11,767
Other expenses	66,339	55,124
Total other operating expenses	175,928	146,865
INCOME BEFORE INCOME TAXES	116,803	100,596
Income taxes	37,024	31,851
NET INCOME	\$ 79,779	\$ 68,745
NET INCOME APPLICABLE TO COMMON STOCK	\$ 72,695	\$ 61,580
Net income per common share:		
Primary	\$ 1.38	\$ 1.18
Fully diluted	\$ 1.34	\$ 1.15
Average common shares outstanding:		
Primary	52,557	52,196
Fully diluted	56,396	56,052

<FN>

See accompanying notes to consolidated financial statements.

</TABLE>

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<TABLE>
<CAPTION>

REPUBLIC NEW YORK CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS

UNAUDITED
(In thousands)

	Three Months Ended	
	March 31,	
	1994	1993
<S>	<C>	<C>
Cash Flows From Operating Activities:		
Net income	\$ 79,779	\$ 68,745
Adjustments to reconcile net income to net cash provided (used) by operating activities:		
Depreciation and amortization, net	16,361	9,890
Provision for loan losses	10,000	25,000
(Gains) losses on sales of investment securities, net	(3,088)	86
Net loss on loans sold or held for sale	500	675
Equity in earnings of affiliate	(21,110)	(13,302)
Net (increase) decrease in trading accounts	142,948	(108,916)
Net increase in accounts receivable and accrued interest	30,060	14,132
Net decrease in accounts payable and accrued expenses	(480,812)	(14,740)
Other, net	66,028	(204,470)
Net cash used by operating activities	(159,334)	(222,900)
Cash Flows From Investing Activities:		
Net (increase) decrease in interest-bearing deposits with banks	(158,441)	3,291,462
Net (increase) decrease in federal funds sold and securities purchased under resale agreements	162,869	(263,926)
Net decrease in short-term investments	57,259	16,838
Purchases of securities available for sale	(1,535,092)	-
Proceeds from sales of securities available for sale	184,906	-
Proceeds from maturities of securities available for sale	1,099,173	-
Purchases of securities held to maturity	(22,870)	(973,775)
Proceeds from sales of securities held to maturity	-	6,201
Proceeds from maturities of securities held to maturity	15,592	442,169
Net increase in loans	(624,814)	(51,379)
Net cash provided (used) by investing activities	(821,418)	2,467,590
Cash Flows From Financing Activities:		
Net decrease in deposits	(661,815)	(387,938)
Net increase (decrease) in short-term borrowings	1,715,278	(1,490,734)
Net decrease in due to factored clients	(55,991)	(60,533)
Proceeds from issuance of long-term debt	145,586	-
Repayment of long-term debt	(100,000)	(323,887)
Repayment of subordinated long-term debt	(66,000)	-
Cash dividends paid	(21,294)	(20,213)
Other, net	(6,637)	1,914
Net cash provided (used) by financing activities	949,127	(2,281,391)
Effect of exchange rate changes on cash and due from banks	(2,745)	(7,076)
Net decrease in cash and due from banks	(34,370)	(43,777)
Cash and due from banks at beginning of period	636,633	490,711
Cash and due from banks at end of period	\$ 602,263	\$ 446,934
Supplemental disclosures of cash flow information:		
Cash paid during the period for:		
Interest	\$ 259,525	\$ 314,734
Income taxes	16,297	15,145

<FN>
See accompanying notes to consolidated financial statements.
</TABLE>

1. On January 1, 1994, the Corporation adopted Financial Accounting Standards Board Interpretation No.39, "Offsetting of Amounts Related to Certain Contracts." This interpretation requires, among other things, that unrealized gains and losses on certain off-balance sheet financial instruments be reported on a gross basis except when a legally enforceable netting agreement with a counterparty exists. At March 31, 1994, the adoption of this interpretation resulted in an increase in the Corporation's trading account assets and liabilities of approximately \$1.6 billion. The Corporation has elected not to restate prior periods under this interpretation.
2. On March 8, 1994, Republic National Bank of New York (the "Bank"), the principal banking subsidiary of the Corporation, received the net proceeds from the public sale, on March 1, 1994, of \$1.0 billion principal amount of 4.30% Notes due March 8, 1995. The Notes are not redeemable prior to maturity and are unsecured and, except with respect to domestic deposits, are unsubordinated debt obligations of the Bank. The net proceeds of this short-term borrowing will be used for the general banking business of the Bank.
3. On January 1, 1994, the Corporation adopted Statement of Financial Accounting Standards No. 112, "Employers' Accounting for Postemployment Benefits" ("SFAS No. 112"). SFAS No. 112 requires the recognition of an obligation for the estimated cost of postemployment benefits. Postemployment is defined as the period after employment but before retirement if certain conditions are met. Postemployment benefits include, but are not limited to, salary continuation, severance benefits, job training and counseling, health care and life insurance coverage. The effect of initially adopting this SFAS and the impact of the ongoing costs are not material to the results of operations.
4. Certain amounts from the prior year have been reclassified to conform with 1994 classifications.

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Item 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL
CONDITION AND RESULTS OF OPERATIONS

RESULTS OF OPERATIONS

Management's discussion and analysis of the summary of operations should be read in conjunction with the consolidated financial statements (unaudited) and notes shown elsewhere in this Report. In the following discussion, the interest income earned on tax exempt obligations has been adjusted (increased) to a fully-taxable equivalent basis. The rate used for this adjustment was approximately 44% in 1994 and 42% in 1993. This tax equivalent adjustment permits all interest income and net interest income to be analyzed on a comparable basis. The following table presents a comparative summary of the increases (decreases) in income and expense for the first quarter of 1994 compared to the first quarter of 1993.

<TABLE>
<CAPTION>

	Increase (Decrease)	
	1st Qtr. 1994 vs.	
	1st Qtr. 1993	
	Amount	Percent
(Dollars in thousands)		
<S>	<C>	<C>
Interest income	\$(6,441)	(1.3)
Interest expense	(13,851)	(4.6)
Net interest income	7,410	3.7
Provision for loan losses	(15,000)	(60.0)
Net interest income after		

provision for loan losses	22,410	12.9
Other operating income	23,569	29.1
Other operating expenses	29,063	19.8
Income before income taxes	16,916	15.6
Applicable income taxes	5,173	16.2
Tax equivalent adjustment	709	9.4
Total applicable income taxes	5,882	14.9
Net income	\$ 11,034	16.1
Net income applicable to common stock	\$ 11,115	18.0

</TABLE>

Net Interest Income - on a fully-taxable equivalent basis, increased 3.7% to \$206.4 million in the first quarter of 1994, compared to \$199.0 million in the first quarter of 1993.

As shown in the table on page 7, average interest-earning assets were \$33.1 billion in the first quarter of 1994 compared to \$33.5 billion in the first quarter of 1993. During the first quarter of 1994, interest-bearing deposits with banks declined significantly, while investment securities of U.S. Government agency mortgage-backed securities, federal funds sold and securities purchased under resale agreements and loans in both domestic and foreign offices each increased over the respective amounts from the first quarter of 1993. Increases in interest-bearing deposit liabilities, long-term debt and trading account liabilities were offset by a decline in short-term borrowings. The net interest rate differential was 2.53% in the first quarter of 1994, compared to 2.41% in the first quarter of last year. This increase is due primarily to a decrease in the cost of interest-bearing funds, primarily deposits and long-term debt.

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<TABLE>
<CAPTION>

REPUBLIC NEW YORK CORPORATION AND SUBSIDIARIES
AVERAGE BALANCES, NET INTEREST DIFFERENTIAL,
AVERAGE RATES EARNED AND PAID
UNAUDITED
(Fully taxable equivalent basis)
(Dollars in thousands)

	Quarter Ended March 31,					
	1994		1993			
	Average Balance	Interest Income/ Expense	Average Rates Earned/ Paid	Average Balance	Interest Income/ Expense	Average Rates Earned/ Paid
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Interest-earning assets:						
Interest-bearing deposits with banks	\$ 4,878,003	\$ 53,322	4.43%	\$ 9,646,318	\$ 94,035	3.95%
Investment securities(1):						
Taxable	14,244,415	218,443	6.22	13,020,158	216,685	6.75
Exempt from federal income taxes	1,116,525	25,763	9.36	922,423	23,307	10.25
Total investment securities	15,360,940	244,206	6.45	13,942,581	239,992	6.98
Trading account assets(2)	1,088,990	18,447	6.87	793,624	8,718	4.46
Federal funds sold and securities purchased under resale agreements	1,358,480	11,312	3.38	893,200	7,049	3.20
Loans, net of unearned income:						
Domestic offices	6,724,601	114,517	6.91	6,032,711	119,947	8.06
Foreign offices	3,670,611	50,789	5.61	2,171,673	29,293	5.47
Total loans, net of unearned income	10,395,212	165,306	6.45	8,204,384	149,240	7.38
Total interest-earning assets	33,081,625	\$492,593	6.04%	33,480,107	\$499,034	6.04%
Cash and due from banks	754,030			499,732		
Other assets	7,058,686			3,395,708		
Total assets	\$40,894,341			\$37,375,547		

Interest-bearing funds:						
Consumer and other time deposits	\$ 8,071,084	\$ 57,486	2.89%	\$ 8,288,450	\$ 67,477	3.30%
Certificates of deposit	607,275	5,133	3.43	804,235	6,511	3.28
Deposits in foreign offices	11,088,367	105,408	3.86	10,482,731	101,659	3.93
Total interest-bearing deposits	19,766,726	168,027	3.45	19,575,416	175,647	3.64
Trading account liabilities (2)	164,870	2,271	5.59	30,063	343	4.63
Short-term borrowings	5,957,837	50,943	3.47	6,623,923	55,140	3.38
Total long-term debt	4,916,743	64,902	5.35	4,472,588	68,864	6.24
Total interest-bearing funds	30,806,176	\$286,143	3.77%	30,701,990	\$299,994	3.96%
Noninterest-bearing deposits:						
In domestic offices	1,294,187			1,072,741		
In foreign offices	140,903			95,096		
Other liabilities	5,901,990			3,222,227		
Stockholders' equity:						
Preferred stock	556,425			556,425		
Common stockholders' equity	2,194,660			1,727,068		
Total stockholders' equity	2,751,085			2,283,493		
Total liabilities and stockholders' equity	\$40,894,341			\$37,375,547		
Interest income/earning assets						
		\$492,593	6.04%		\$499,034	6.04%
Interest expense/earning assets						
		286,143	3.51		299,994	3.63
Net interest differential						
		\$206,450	2.53%		\$199,040	2.41%

<FN>

<F1>

(1) Based on amortized or historic cost with the mark-to-market adjustment included in other assets.

<F2>

(2) Excludes non-interest bearing balances, which are included in other assets or other liabilities, respectively.

</TABLE>

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The Corporation manages its sensitivity to interest rates through transactions in the cash market and by entering into off-balance-sheet contracts, including interest rate and currency swaps and interest rate caps and floors. These contracts hedge specifically identified assets or liabilities with the corresponding revenues or expenses reflected in the yield of the related on-balance-sheet asset or liability. During the past year, the Corporation has taken steps to lengthen the maturity of its liabilities. At March 31, 1994, the gross notional amount of such contracts used in asset and liability management was approximately \$8.3 billion. At March 31, 1994, the net effect of these contracts was to decrease the net interest rate differential by 17 basis points. If the trend of rising interest rates during the first quarter of 1994 continues and the Corporation continues its program of lengthening liabilities without increasing earning asset balances, then net interest income and the net interest rate differential could decline.

Provision for Loan Losses - was \$10.0 million in the first quarter of 1994 compared to \$25.0 million in the first quarter of 1993. Net loan charge-offs, excluding restructuring country debt, were \$14.1 million in the first quarter of 1994 and \$14.9 million in the first quarter of 1993. Net recoveries of restructuring country debt in the first quarter of 1994 were \$5.7 million, compared to recoveries of \$1.2 million in the first quarter of last year.

The allowance for possible loan losses at March 31, 1994 was \$313.4 million compared to \$311.9 million at December 31, 1993, while loans increased \$543 million from the level at year end 1993. The allowance for possible loan losses as a percentage of loans outstanding, net of unearned income, was 3.12% at March 31, 1994 compared to 3.28% at December 31, 1993.

At March 31, 1994, non-accrual loans were \$90.3 million compared to \$94.9 million at December 31, 1993 and \$124.7 million at March 31, 1993. The decline from the first quarter of 1993 is primarily attributable to the decline in other foreign loans. See "Statement of Condition" below for a discussion of total non-performing assets.

The following is a summary of total non-accrual loans at periods

ending:

<TABLE>
<CAPTION>

(in thousands)	March 31, 1994	March 31, 1993	Dec. 31, 1993
<S>	<C>	<C>	<C>
Non-accrual loans:			
Domestic	\$46,510	\$ 49,318	\$48,084
Foreign-restructuring countries*	33,989	41,596	33,853
Foreign-other	9,776	33,792	12,956
Total non-accrual loans	\$90,275	\$124,706	\$94,893

<FN>

*On April 15, 1994, as part of the Brazilian restructuring settlement, the Corporation received bonds in exchange for substantially all of its outstandings due from Brazil, including bonds for payment of past-due interest. The market value of the bonds received exceeded the carrying value of the non-accrual loans. Upon sale of the bonds, the Corporation will recognize any gain as a recovery to the allowance for loan losses. The effect of this receipt is to reduce non-accrual loans by \$33.4 million.

</TABLE>

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Other Operating Income - total other operating income was \$104.5 million in the first quarter of 1994, compared to \$81.0 million in the first quarter of 1993.

Income from trading activities rose to \$48.8 million in the first quarter of 1994, from \$39.2 million in the first quarter of last year. This increase was primarily due to higher levels of income from precious metals, a portion of which is attributable to the additional business generated by the acquisition on December 31, 1993 of Republic Mase Bank Limited. Trading account profits and commissions also rose in comparison to the first quarter of 1993, principally as a result of the derivative products group activities. This group contributed \$10.0 million of revenue in the first quarter of 1994, compared to \$3.9 million in the first quarter of last year when they commenced operations. These increases were partially offset by a decline in foreign exchange trading income.

Investment securities gains were \$3.1 million in the first quarter of 1994, resulting from sales of securities available for sale and redemptions prior to maturity of securities held to maturity, compared to investment securities losses of \$0.1 million in the first quarter of 1993. A net loss on loans sold or held for sale of \$0.5 million in the first quarter of 1994 compared to a net loss of \$0.7 million in the first quarter of last year.

Commission income amounted to \$17.5 million in the first quarter of 1994, compared with \$9.4 million in the corresponding period of 1993. The increase in the first quarter of 1994 was attributable to fees earned from the Corporation's full-service securities brokerage and investment management activities, as well as to growth in other institutional fee-based services.

Equity in the earnings of Safra Republic Holdings S.A. ("Safra Republic"), a European international private banking group of which the Corporation owns approximately 49% of the outstanding shares, increased 58.7% to \$21.1 million in the first quarter of 1994, from \$13.3 million in the first quarter of 1993.

Other income was \$14.6 million in the first quarter of 1994. In the first quarter of 1993, other income was \$19.8 million, which included a \$5.1 million gain on the sale of certain data processing rights.

Other Operating Expenses - were \$175.9 million in the first quarter of 1994, compared to \$146.9 million in the first quarter of 1993. Total operating expenses increased \$29.1 million, or 19.8%, in the first quarter of 1994 from the first quarter of 1993. Of this increase, approximately

\$21.9 million is associated with investments in recently established business units, including Republic Mase Bank Limited, the derivative products group and retail banking expansion in California, New York and Toronto, increased domestic private banking and global trust activities and securities brokerage and investment management activities, as well as increased levels of incentive-based compensation.

Salaries and employee benefits of \$95.6 million in the first quarter of 1994 reflected an increase of 19.5% from \$80.0 million in the first quarter of last year. This increase was attributable primarily to recently established business units mentioned above, which required increased staffing levels, as well as increased levels of incentive-based compensation.

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Total Applicable Income Taxes - have been adjusted (increased) to reflect the inclusion of interest income on tax exempt obligations as if it was subject to federal, state and local income taxes, after giving effect to the deductibility of state and local taxes for federal income tax purposes. Total applicable income taxes increased \$5.9 million, or 14.9%, between the first quarters of 1994 and 1993. This change was primarily due to the higher level of income subject to state and local and federal income taxes at an increased federal statutory tax rate. The effective tax rate, total applicable income taxes as a percentage of income before income taxes, for the first quarters of 1994 and 1993 was 36%, respectively.

STATEMENT OF CONDITION

Stockholders' Equity and Capital Ratios

On December 31, 1993, the Corporation adopted Statement of Financial Accounting Standards No. 115, "Accounting for Certain Investments in Debt and Equity Securities" ("SFAS No. 115"). SFAS No. 115 requires, among other things, that securities designated as available for sale be carried at market value with the unrealized gain or loss, net of tax effect, recorded as a component of stockholders' equity. At March 31, 1994, stockholders' equity included a deduction of \$21.8 million, which represents the after-tax unrealized loss in the securities available for sale portfolio and approximately 49% of Safra Republic's unrealized loss in its securities available for sale portfolio.

The Corporation's leverage ratio, Tier 1 capital to quarterly average assets, and its risk-based capital ratios, Tier 1 and total qualifying capital to risk-weighted assets, include the assets and capital of Safra Republic on a consolidated basis in accordance with the requirements of the Federal Reserve Board specifically applied to the Corporation. Regulatory guidelines require the Corporation to exclude Republic New York Securities Corporation's assets and off-balance-sheet contracts from the Corporation's capital calculations. It also requires the Corporation to exclude one-half of its investment in this subsidiary from each of Tier 1 and Tier 2 capital. These regulations also require the Corporation to exclude the \$21.8 million reduction of stockholders' equity related to the net unrealized losses on securities available for sale, net of income taxes as recorded in accordance with SFAS No. 115.

At March 31, 1994, the Corporation's leverage ratio was 5.73% compared to 5.61% at year end 1993. At March 31, 1994, risk-based capital ratios were 16.59% for Tier 1, or "core", capital and 28.40% for total qualifying capital compared to 15.16% and 26.20%, respectively, at December 31, 1993. These ratios substantially exceeded the minimums in effect for bank holding companies.

At March 31, 1994, the ratio of the Corporation's total common stockholders' equity to total assets was 4.68%, compared to 5.55% at December 31, 1993. The decline in this ratio was primarily attributable to the growth in total assets combined with the reduction in common equity related to the unrealized decline in the market value of the Corporation's portfolio of securities available for sale accounted for in accordance with SFAS No. 115.

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Non-performing Assets

At March 31, 1994, total non-performing assets of \$118.2 million included \$90.3 million of non-accrual loans and \$27.9 million of other real estate owned. At December 31, 1993, total non-performing assets of \$118.2 million included \$94.9 million of non-accrual loans and \$23.3 million of other real estate owned.

The following is a summary of total non-accrual loans and other non-performing assets at periods ending:

	March 31, 1994	March 31, 1993	Dec. 31, 1993
(in thousands)			
<S>	<C>	<C>	<C>
Total non-accrual loans	\$ 90,275	\$124,706	\$ 94,893
Other non-performing assets:			
Other real estate owned	27,882	55,029	23,338
Other non-accrual assets	-	3,670	-
Total other non-performing assets	27,882	58,699	23,338
Total non-accrual loans and non-performing assets	\$118,157	\$183,405	\$118,231

Financial Instruments

At March 31, 1994, the net fair value appreciation of the Corporation's on balance sheet financial instruments, excluding those with maturities of under six months, was \$105 million. This amount represents a decline in fair value appreciation of approximately \$137 million from the \$242 million net appreciation at December 31, 1993. This change in value reflects the effect of rising interest rates during the first quarter of 1994.

Not included in the information above is the fair value of deposit liabilities with no stated maturity that are required to be reported at their carrying value. These deposits have an increased value to the Corporation during periods of rising interest rates.

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PART II - OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits

11. Computation of Earnings Per Common Share

(b) Reports on Form 8-K

There were no reports on Form 8-K filed during the quarter ended March 31, 1994.

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

REPUBLIC NEW YORK CORPORATION

Dated: May 13, 1994

By /s/Walter H. Weiner
Walter H. Weiner
Chairman of the Board

Dated: May 13, 1994

By /s/John D. Kaberle, Jr.
John D. Kaberle, Jr.
Executive Vice President and
Comptroller
(Principal Accounting Officer)

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FORM 10-Q

QUARTERLY REPORT

For the fiscal quarter ended March 31, 1994

REPUBLIC NEW YORK CORPORATION

EXHIBIT INDEX

No.	Exhibit Description
11	Computation of Earnings Per Common Share

<TABLE>
<CAPTION>

REPUBLIC NEW YORK CORPORATION AND SUBSIDIARIES
COMPUTATION OF EARNINGS PER COMMON SHARE
UNAUDITED
(In thousands except per share data)

	Three Months Ended	
	March 31,	
	1994	1993
<S>	<C>	<C>
Primary:		
Earnings:		
Net income	\$79,779	\$68,745
Less preferred stock dividends	7,084	7,165
Net income applicable to common stock	\$72,695	\$61,580
Shares:		
Average number of common shares outstanding	52,557	52,196
Net income per common share	\$ 1.34	\$ 1.18
Fully Diluted:		
Earnings:		
Net income applicable to common stock	\$72,695	\$61,580
Add dividends applicable to convertible preferred stock	2,911	2,911
Net income applicable to common stock as adjusted	\$75,606	\$64,491
Shares:		
Average number of common shares outstanding	52,557	52,196
Add shares assumed issued upon exercise of stock options	270	287

Add shares assumed issued upon conversion of preferred stock	3,569	3,569
Average number of common shares outstanding as adjusted	56,396	56,052
Net income per common share	\$ 1.34	\$ 1.15

</TABLE>