



FEDERAL RESERVE

Factors Affecting Bank Reserves and Condition Statement of F.R. Banks

For immediate release
March 4, 1965

The average of daily figures of total member bank reserves held during the week ended March 3 decreased a net of \$48 million to \$21,137 million. Estimated currency and coin of member banks increased \$21 million and their reserve balances at the Federal Reserve Banks decreased \$69 million. Estimated required reserves increased \$237 million; and estimated excess reserves decreased \$285 million to \$248 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$22 million; the week before revised excess reserves were \$13 million more than member bank borrowings.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$250 million in member bank borrowings, \$36 million in gold stock, and \$18 million in U. S. Government securities held under repurchase agreements, and increases of \$44 million in Treasury deposits with Federal Reserve Banks, \$29 million in "other" F. R. accounts (net), and \$20 million in foreign deposits with Federal Reserve Banks. The principal offsetting changes were increases of \$194 million in Federal Reserve float, \$117 million in U. S. Government securities bought outright, and \$22 million in acceptances held under repurchase agreements. Total Reserve Bank credit increased \$64 million.

As of Wednesday, March 3, holdings of U. S. Government securities bought outright were \$309 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$17 million lower, and member bank borrowings were \$468 million higher.

By law approved March 3, 1965, the gold certificate reserve requirements of the Federal Reserve Banks were amended to apply to Federal Reserve note liability alone, rather than to both Federal Reserve note liability and deposit liabilities, as heretofore. The ratio shown on Table H. 4.1(a) is calculated to conform with the new provision of law.

	Averages of daily figures			Wednesday, Mar. 3, 1965
	Week ended Mar. 3, 1965	Change from week ended		
Member bank reserves, Reserve Bank credit, and related items		Feb. 24, 1965	Mar. 4, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	36,835	+117	+3,590	36,937
Held under repurchase agreements	76	- 18	+ 76	36
Acceptances--				
Bought outright	54	- 1	- 9	55
Held under repurchase agreements	22	+ 22	+ 16	35
Discounts and advances--				
Member bank borrowings	270	-250	- 92	555
Other	45	--	+ 45	45
Float	1,924	+194	+ 395	1,593
Total Reserve Bank credit	39,226	+ 64	+4,022	39,256
Gold stock	14,902	- 36	- 560	14,813
Treasury currency outstanding	5,398	+ 7	- 188	5,407
	59,525	+ 34	+3,273	59,476
Currency in circulation	38,616	+ 3	+2,264	38,702
Treasury cash holdings	712	- 7	+ 269	719
Treasury deposits with F. R. Banks	922	+ 44	- 67	858
Foreign deposits with F. R. Banks	159	+ 20	+ 9	143
Other deposits with F. R. Banks	217	+ 13	+ 10	212
Other F. R. accounts (net)	1,224	+ 29	+ 184	1,233
	41,850	+102	+2,669	41,867
Member bank reserves:				
With Federal Reserve Banks	17,675	- 69	+ 603	17,608
Currency and coin (estimated)	3,462	+ 21	+ 351	3,636
Total reserves held	21,137	- 48	+ 954	21,244
Required reserves (estimated)	20,889	+237	+1,196	20,993
Excess reserves (estimated)	248	-285	- 242	251

On March 3, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$8,219 million, an increase of \$83 million for the week and a decrease of \$536 million from the comparable date a year ago.

CONSOLIDATED STATEMENT OF CONDITION
OF THE TWELVE FEDERAL RESERVE BANKS
(In millions of dollars)

	Mar. 3, 1965	Change since	
		Feb. 24, 1965	Mar. 4, 1964
<u>A S S E T S</u>			
Gold certificate account	12,986	- 106	- 788
Redemption fund for F. R. notes	1,547	- 2	+ 140
<u>Total gold certificate reserves</u>	14,533	- 108	- 648
Cash	(724) 163	- 1	- 104
Discounts and advances	600	+ 468	+ 523
Acceptances:			
Bought outright	55	--	- 7
Held under repurchase agreements	35	35	+ 20
U. S. Government securities:			
Bought outright--			
Bills	6,394	+ 309	+2,383
Certificates	--	--	-3,265
Notes	25,697	--	+4,076
Bonds	4,846	--	+ 291
<u>Total bought outright</u>	36,937	+ 309	+3,485
Held under repurchase agreements	36	- 17	+ 36
<u>Total U. S. Government securities</u>	36,973	+ 292	+3,521
<u>Total loans and securities</u>	37,663	+ 795	+4,057
Cash items in process of collection	(1,425) 6,226	+ 397	+ 789
Bank premises	102	--	- 1
Other assets	434	- 15	- 128
<u>TOTAL ASSETS</u>	(2,149) <u>59,121</u>	<u>+1,068</u>	<u>+3,965</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(724) 33,898	+ 17	+2,589
Deposits:			
Member bank reserves	17,608	+ 725	+ 734
U. S. Treasurer--general account	858	- 61	- 89
Foreign	143	+ 9	+ 7
Other	212	+ 3	+ 9
<u>Total deposits</u>	18,821	+ 676	+ 661
Deferred availability cash items	(1,425) 4,633	+ 349	+ 643
Other liabilities and accrued dividends	602	+ 3	+ 510
<u>TOTAL LIABILITIES</u>	(2,149) <u>57,954</u>	<u>+1,045</u>	<u>+4,403</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	532	--	+ 24
Surplus	524	--	- 466
Other capital accounts	111	+ 23	+ 4
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,149) <u>59,121</u>	<u>+1,068</u>	<u>+3,965</u>

Ratio of gold certificate reserves to			
F. R. note liability (computed from			
figures as shown on the following			
pages--not consolidated)	42.0%	.3%	- 5.5%
Contingent liability on acceptances purchased			
for foreign correspondents	119	+ 1	+ 22

* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on the following pages.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, MARCH 3, 1965

(Acceptances and securities held under repurchase agreements are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

	Discounts and advances	Acceptances	U. S. Government securities	
			Holdings	Changes during week
Within 15 days	582	49	845	-117
16 days to 90 days	18	41	7,534	+375
91 days to 1 year	--	--	14,669	+ 34
Over 1 year to 5 years	--	--	11,799	--
Over 5 years to 10 years	--	--	1,820	--
Over 10 years	--	--	306	--
<u>Total</u>	<u>600</u>	<u>90</u>	<u>36,973</u>	<u>+292</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON MARCH 3, 1965

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
	(In millions of dollars)												
<u>A S S E T S</u>													
Gold certificate account	12,986	665	2,982	694	988	986	651	2,305	534	254	579	520	1,828
Redemption fund for F. R. notes	1,547	88	346	85	135	133	93	284	62	29	61	51	180
<u>Total gold certificate reserves</u>	<u>14,533</u>	<u>753</u>	<u>3,328</u>	<u>779</u>	<u>1,123</u>	<u>1,119</u>	<u>744</u>	<u>2,589</u>	<u>596</u>	<u>283</u>	<u>640</u>	<u>571</u>	<u>2,008</u>
F. R. notes of other Banks	724	63	222	47	58	47	87	50	32	15	13	35	55
Other cash	163	12	38	4	12	10	15	26	7	6	8	5	20
Discounts and advances	600	37	262	14	32	60	27	50	10	31	54	17	6
Acceptances:													
Bought outright	55	--	55	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	35	--	35	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	6,394	338	1,576	348	540	447	354	1,079	249	129	245	244	845
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	25,697	1,359	6,333	1,397	2,170	1,798	1,421	4,337	1,001	520	983	982	3,396
Bonds	4,846	256	1,195	263	409	339	268	810	189	98	185	186	640
Total	36,937	1,953	9,104	2,008	3,119	2,584	2,043	6,234	1,439	747	1,413	1,412	4,881
Held under repurchase agreements	36	--	36	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>36,973</u>	<u>1,953</u>	<u>9,140</u>	<u>2,008</u>	<u>3,119</u>	<u>2,584</u>	<u>2,043</u>	<u>6,234</u>	<u>1,439</u>	<u>747</u>	<u>1,413</u>	<u>1,412</u>	<u>4,881</u>
<u>Total loans and securities</u>	<u>37,663</u>	<u>1,990</u>	<u>9,492</u>	<u>2,022</u>	<u>3,151</u>	<u>2,644</u>	<u>2,070</u>	<u>6,284</u>	<u>1,449</u>	<u>778</u>	<u>1,467</u>	<u>1,429</u>	<u>4,887</u>
Cash items in process of collection	7,651	527	1,391	472	594	556	611	1,359	340	238	468	372	723
Bank premises	102	3	8	3	6	5	19	21	6	4	6	11	10
Other assets	434	22	107	23	37	28	24	67	16	9	20	19	62
TOTAL ASSETS	61,270	3,370	14,586	3,350	4,981	4,409	3,570	10,396	2,446	1,333	2,622	2,442	7,765

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON MARCH 3, 1965

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
(In millions of dollars)													
LIABILITIES													
Federal Reserve notes	34,622	2,054	8,053	2,022	2,953	2,971	2,004	6,281	1,374	631	1,331	1,067	3,881
Deposits:													
Member bank reserves	17,608	687	4,730	777	1,245	814	940	2,711	603	429	814	925	2,873
U.S. Treasurer-general account	858	43	136	54	96	78	48	74	73	53	55	55	93
Foreign	143	7	1/36	8	13	7	9	21	5	3	7	8	19
Other	212	*	132	1	*	7	*	1	1	1	2	2	65
Total deposits	18,821	737	5,034	840	1,354	906	997	2,807	742	486	878	990	3,050
Deferred availability cash items	6,058	494	1,037	391	517	440	466	1,049	269	175	336	286	598
Other liabilities and accrued dividends	602	29	156	33	54	32	35	89	21	14	26	33	80
TOTAL LIABILITIES	60,103	3,314	14,280	3,286	4,878	4,349	3,502	10,226	2,406	1,306	2,571	2,376	7,609
CAPITAL ACCOUNTS													
Capital paid in	532	25	140	29	48	27	31	76	18	12	24	31	71
Surplus	524	25	137	29	47	26	31	75	18	12	23	31	70
Other capital accounts	111	6	29	6	8	7	6	19	4	3	4	4	15
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	61,270	3,370	14,586	3,350	4,981	4,409	3,570	10,396	2,446	1,333	2,622	2,442	7,765
Contingent liability on acceptances purchased for foreign correspondents	119	5	2/31	7	11	6	7	17	4	3	5	7	16
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	36,579	2,135	8,554	2,092	3,175	3,091	2,165	6,616	1,454	656	1,384	1,150	4,107
Collateral for F. R. notes:													
Gold certificate account	6,670	420	1,710	435	500	633	340	1,100	280	112	225	180	735
Eligible paper	19	-	--	11	--	--	--	--	8	--	--	--	--
U. S. Government securities	31,365	1,765	7,200	1,800	2,775	2,510	1,850	5,700	1,260	555	1,200	1,050	3,700
Total collateral	38,054	2,185	8,910	2,246	3,275	3,143	2,190	6,800	1,548	667	1,425	1,230	4,435

1/ After deducting \$107 million participations of other Federal Reserve Banks.

2/ After deducting \$ 88 million participations of other Federal Reserve Banks.

* Less than \$500,000.