



FEDERAL RESERVE

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

H. 4. 1

For immediate release
May 13, 1965

The average of daily figures of total member bank reserves held during the week ended May 12 decreased \$275 million to \$21,472 million. Estimated currency and coin of member banks decreased \$76 million and their reserve balances at the Federal Reserve Banks decreased \$199 million. Estimated required reserves decreased \$319 million; and estimated excess reserves increased \$44 million to \$378 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$120 million, compared with the revised net borrowed figure of \$144 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$84 million in Federal Reserve float, \$36 million in acceptances held under repurchase agreements, and \$16 million in gold stock, and increases of \$252 million in currency in circulation and \$173 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were increases of \$232 million in U. S. Government securities held under repurchase agreements, \$64 million in U. S. Government securities bought outright, and \$20 million in member bank borrowings, and a decrease of \$30 million in foreign deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$195 million.

As of Wednesday, May 12, holdings of U. S. Government securities bought outright were \$26 million lower than a week earlier, U. S. Government securities held under repurchase agreements were \$145 million lower, and member bank borrowings were \$249 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, May 12, 1965
	Week ended	Change from week ended		
	May 12, 1965	May 5, 1965	May 13, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	37,565	+ 64	+3,661	37,546
Held under repurchase agreements	625	+232	+ 542	541
Acceptances--				
Bought outright	53	- 1	+ 2	52
Held under repurchase agreements	18	- 36	- 9	11
Discounts and advances--				
Member bank borrowings	498	+ 20	+ 184	118
Other	16	--	+ 16	20
Float	1,557	- 84	- 83	1,358
Total Reserve Bank credit	40,332	+195	+4,312	39,646
Gold stock	14,395	- 16	-1,068	14,353
Treasury currency outstanding	5,399	- 12	- 172	5,398
	60,126	+166	+3,072	59,397
Currency in circulation	39,071	+252	+1,921	39,171
Treasury cash holdings	744	- 10	+ 327	747
Treasury deposits with F. R. Banks	1,010	+173	+ 20	1,080
Foreign deposits with F. R. Banks	134	- 30	- 26	120
Other deposits with F. R. Banks	191	- 14	+ 12	174
Other F. R. accounts (net)	821	- 6	- 118	732
	41,972	+365	+2,136	42,024
Member bank reserves:				
With Federal Reserve Banks	18,154	-199	+ 936	17,374
Currency and coin (estimated)	3,318	- 76	+ 231	3,801
Total reserves held	21,472	-275	+1,167	21,175
Required reserves (estimated)	21,094	-319	+1,202	21,109
Excess reserves (estimated)	378	+ 44	- 35	66

On May 12, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,614 million, a decrease of \$59 million for the week and a decrease of \$303 million from the comparable date a year ago.

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

		Change since	
	May 12, 1965	May 5, 1965	May 13, 1964
<u>A S S E T S</u>			
Gold certificate account	12,534	- 73	-1,232
Redemption fund for F. R. notes	1,541	+ 8	+ 122
<u>Total gold certificate reserves</u>	<u>14,075</u>	<u>- 65</u>	<u>-1,110</u>
Cash	(557) 120	- 3	- 44
Discounts and advances	138	- 244	- 41
Acceptances:			
Bought outright	52	2	+ 2
Held under repurchase agreements	11	54	- 12
U. S. Government securities:			
Bought outright--			
Bills	6,927	26	+2,536
Certificates	--	--	-3,265
Notes	25,691	--	+4,069
Bonds	4,928	--	+ 302
<u>Total bought outright</u>	<u>37,546</u>	<u>- 26</u>	<u>+3,642</u>
Held under repurchase agreements	541	- 145	+ 501
<u>Total U. S. Government securities</u>	<u>38,087</u>	<u>- 171</u>	<u>+4,143</u>
<u>Total loans and securities</u>	<u>38,288</u>	<u>- 471</u>	<u>+4,092</u>
Cash items in process of collection	(1,402) 6,378	+ 187	+ 254
Bank premises	102	--	- 1
Other assets	765	- 24	+ 70
<u>TOTAL ASSETS</u>	<u>(1,959) 59,728</u>	<u>- 376</u>	<u>+3,261</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(557) 34,361	+ 182	+2,405
Deposits:			
Member bank reserves	17,374	-1,114	+ 298
U. S. Treasurer--general account	1,080	+ 447	+ 251
Foreign	120	- 33	- 45
Other	174	- 12	+ 3
<u>Total deposits</u>	<u>18,748</u>	<u>- 712</u>	<u>+ 507</u>
Deferred availability cash items	(1,402) 5,020	+ 275	+ 423
Other liabilities and accrued dividends	482	- 44	+ 380
<u>TOTAL LIABILITIES</u>	<u>(1,959) 58,611</u>	<u>- 299</u>	<u>+3,715</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	539	--	+ 28
Surplus	524	--	- 466
Other capital accounts	54	- 77	- 16
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	<u>(1,959) 59,728</u>	<u>- 376</u>	<u>+3,261</u>

Ratio of gold certificate reserves to

F. R. note liability (computed from
figures as shown on the following
pages--not consolidated)

40.3% .3% - 6.6%

Contingent liability on acceptances purchased
for foreign correspondents

145 + 7 + 16

* 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, MAY 12, 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	120	21	5,626	-177
16 days to 90 days	18	42	3,402	+ 20
91 days to 1 year	--	--	15,042	- 14
Over 1 year to 5 years	--	--	12,409	--
Over 5 years to 10 years	--	--	1,292	--
Over 10 years	--	--	316	--
<u>Total</u>	<u>138</u>	<u>63</u>	<u>38,087</u>	<u>-171</u>

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Lallas	San Fran- cisco
(In millions of dollars)													
<u>A S S E T S</u>													
Gold certificate account	12,534	859	2,283	849	1,141	1,088	720	2,489	559	227	540	292	1,487
Redemption fund for F. R. notes	1,541	89	347	84	135	131	90	285	61	30	61	51	177
<u>Total gold certificate reserves</u>	<u>14,075</u>	<u>948</u>	<u>2,630</u>	<u>933</u>	<u>1,276</u>	<u>1,219</u>	<u>810</u>	<u>2,774</u>	<u>620</u>	<u>257</u>	<u>601</u>	<u>343</u>	<u>1,664</u>
F. R. notes of other Banks	557	48	171	33	43	36	70	46	21	11	13	31	34
Other cash	120	9	25	4	7	9	9	24	7	4	6	5	11
Discounts and advances	138	9	14	6	6	8	16	37	6	17	12	2	5
Acceptances:													
Bought outright	52	--	52	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	11	--	11	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	6,927	345	1,743	360	554	454	367	1,161	253	145	273	296	976
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	25,691	1,279	6,462	1,334	2,053	1,685	1,362	4,308	937	540	1,013	1,099	3,619
Bonds	4,928	245	1,239	256	394	323	261	827	180	104	194	211	694
Total	<u>37,546</u>	<u>1,869</u>	<u>9,444</u>	<u>1,950</u>	<u>3,001</u>	<u>2,462</u>	<u>1,990</u>	<u>6,296</u>	<u>1,370</u>	<u>789</u>	<u>1,480</u>	<u>1,606</u>	<u>5,289</u>
Held under repurchase agreements	541	--	541	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>38,087</u>	<u>1,869</u>	<u>9,985</u>	<u>1,950</u>	<u>3,001</u>	<u>2,462</u>	<u>1,990</u>	<u>6,296</u>	<u>1,370</u>	<u>789</u>	<u>1,480</u>	<u>1,606</u>	<u>5,289</u>
<u>Total loans and securities</u>	<u>38,288</u>	<u>1,878</u>	<u>10,062</u>	<u>1,956</u>	<u>3,007</u>	<u>2,470</u>	<u>2,006</u>	<u>6,333</u>	<u>1,376</u>	<u>806</u>	<u>1,492</u>	<u>1,608</u>	<u>5,294</u>
Cash items in process of collection	7,780	540	1,375	495	593	594	662	1,258	391	246	475	389	762
Bank premises	102	3	8	3	6	5	20	21	6	3	6	11	10
Other assets	765	37	196	40	62	46	41	119	27	18	34	36	109
<u>TOTAL ASSETS</u>	<u>61,687</u>	<u>3,463</u>	<u>14,467</u>	<u>3,464</u>	<u>4,994</u>	<u>4,379</u>	<u>3,618</u>	<u>10,575</u>	<u>2,448</u>	<u>1,345</u>	<u>2,627</u>	<u>2,423</u>	<u>7,884</u>

	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>L I A B I L I T I E S</u>													
Federal Reserve notes	34,918	2,079	8,037	2,060	2,972	3,008	1,983	6,348	1,375	660	1,351	1,084	3,961
Deposits:													
Member bank reserves	17,374	636	4,742	756	1,258	774	928	2,770	623	398	778	848	2,863
U. S. Treasurer-general account	1,080	145	101	105	94	38	64	148	75	44	59	73	134
Foreign	120	6	1/28	7	11	6	7	18	4	3	6	7	17
Other	174	*	106	1	*	7	2	1	1	1	2	1	52
<u>Total deposits</u>	18,748	787	4,977	869	1,363	825	1,001	2,937	703	446	845	929	3,066
Deferred availability cash items	6,422	521	1,031	448	518	465	542	1,057	315	202	361	319	643
Other liabilities and accrued dividends	482	23	127	26	43	24	27	72	17	11	21	26	65
<u>TOTAL LIABILITIES</u>	60,570	3,410	14,172	3,403	4,896	4,322	3,553	10,414	2,410	1,319	2,578	2,358	7,735
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	539	25	142	29	48	27	32	77	18	13	24	32	72
Surplus	524	25	137	29	47	26	31	75	18	12	23	31	70
Other capital accounts	54	3	16	3	3	4	2	9	2	1	2	2	7
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	61,687	3,463	14,467	3,464	4,994	4,379	3,618	10,575	2,448	1,345	2,627	2,423	7,884
Contingent liability on acceptances purchased for foreign correspondents	145	7	2/38	8	13	7	9	21	5	3	7	8	19
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	36,732	2,156	8,439	2,137	3,174	3,128	2,140	6,679	1,460	685	1,397	1,167	4,168
Collateral for F. R. notes:													
Gold certificate account	6,900	420	1,710	465	500	753	400	1,100	290	122	225	180	735
Eligible paper	8	--	--	3	--	--	--	--	5	--	--	--	--
U. S. Government securities	31,290	1,765	7,200	1,800	2,775	2,410	1,850	5,700	1,260	580	1,200	1,050	3,700
<u>Total collateral</u>	38,198	2,185	8,910	2,268	3,275	3,163	2,250	6,800	1,555	702	1,425	1,230	4,435

1/ After deducting \$92 million participations of other Federal Reserve Banks.

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

* Less than \$500,000.