



FEDERAL RESERVE

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

H.4.1

For immediate release
May 27, 1965

The average of daily figures of total member bank reserves held during the week ended May 26 decreased a net of \$78 million to \$21,364 million. Estimated currency and coin of member banks increased \$67 million and their reserve balances at the Federal Reserve Banks decreased \$145 million. Estimated required reserves decreased \$50 million; and estimated excess reserves decreased \$28 million to \$310 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$173 million, compared with the revised net borrowed figure of \$162 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$317 million in Federal Reserve float, \$105 million in U. S. Government securities held under repurchase agreements, \$13 million in gold stock, and \$17 million in member bank borrowings, and an increase of \$257 million in "other" F. R. accounts (net). The principal offsetting changes were an increase of \$242 million in U. S. Government securities bought outright, and decreases of \$269 million in Treasury deposits with Federal Reserve Banks and \$48 million in currency in circulation. Total Reserve Bank credit decreased \$187 million.

As of Wednesday, May 26, holdings of U. S. Government securities bought outright were \$589 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$97 million lower, and member bank borrowings were \$57 million lower. Outright holdings of bills, notes, and bonds increased \$539 million, \$11 million, and \$39 million, respectively.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, May 26, 1965
	Week ended May 26, 1965	Change from week ended		
		May 19, 1965	May 27, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	37,788	+242	+3,969	38,135
Held under repurchase agreements	192	-105	+ 172	154
Acceptances--				
Bought outright	50	- 2	+ 1	48
Held under repurchase agreements	20	+ 11	+ 13	24
Discounts and advances--				
Member bank borrowings	483	- 17	+ 275	325
Other	14	- 1	+ 13	14
Float	1,598	-317	- 141	1,252
Total Reserve Bank credit	40,146	-187	+4,302	39,952
Gold stock	14,335	- 18	-1,127	14,293
Treasury currency outstanding	5,397	- 10	- 184	5,395
	59,878	-215	+2,991	59,640
Currency in circulation	39,047	- 48	+1,924	39,122
Treasury cash holdings	762	--	+ 332	771
Treasury deposits with F. R. Banks	791	-269	- 136	652
Foreign deposits with F. R. Banks	142	+ 4	+ 11	156
Other deposits with F. R. Banks	172	- 14	- 2	157
Other F. R. accounts (net)	1,142	+257	- 108	1,281
	42,057	- 69	+2,022	42,139
Member bank reserves:				
With Federal Reserve Banks	17,821	-145	+ 969	17,501
Currency and coin (estimated)	3,543	+ 67	+ 281	3,942
Total reserves held	21,364	- 78	+1,250	21,443
Required reserves (estimated)	21,054	- 50	+1,271	21,085
Excess reserves (estimated)	310	- 28	- 21	357

On May 26, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,805 million, an increase of \$14 million for the week and a decrease of \$85 million from the comparable date a year ago.

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

	May 26, 1965	Change since	
		May 19, 1965	May 27, 1964
<u>A S S E T S</u>			
Gold certificate account	12,461	- 65	-1,303
Redemption fund for F. R. notes	1,547	--	+ 135
<u>Total gold certificate reserves</u>	14,008	- 65	-1,168
Cash	(574) 120	- 1	- 36
Discounts and advances	339	- 58	+ 135
Acceptances:			
Bought outright	48	- 2	--
Held under repurchase agreements	24	+ 4	17
U. S. Government securities:			
Bought outright--			
Bills	7,466	+539	+2,987
Certificates	--	--	--
Notes	25,702	+ 11	+ 815
Bonds	4,967	+ 39	+ 320
<u>Total bought outright</u>	38,135	+589	+4,122
Held under repurchase agreements	154	- 97	+ 144
<u>Total U. S. Government securities</u>	38,289	+492	+4,266
<u>Total loans and securities</u>	38,700	+436	+4,418
Cash items in process of collection	(1,473) 5,603	-861	+ 384
Bank premises	102	--	- 1
Other assets	279	-167	- 93
<u>TOTAL ASSETS</u>	(2,047) 58,812	-658	+3,504
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(574) 34,333	+ 22	+2,400
Deposits:			
Member bank reserves	17,501	+109	+1,011
U. S. Treasurer--general account	652	-285	- 232
Foreign	156	+ 1	+ 11
Other	157	- 13	- 28
<u>Total deposits</u>	18,466	-188	+ 762
Deferred availability cash items	(1,473) 4,351	-523	+ 406
Other liabilities and accrued dividends	496	+ 9	+ 385
<u>TOTAL LIABILITIES</u>	(2,047) 57,646	-680	+3,953
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	539	--	+ 27
Surplus	524	--	- 466
Other capital accounts	103	+ 22	- 10
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS (2,047)</u>	58,812	-658	+3,504
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	40.1%	-.2%	- 6.7%
Contingent liability on acceptances purchased for foreign correspondents	159	+ 9	+ 12

* 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 26, 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		U. S. Government securities	
		Acceptances	Holdings	Changes during week
Within 15 days	319	38	1,189	- 93
16 days to 90 days	20	34	7,404	+178
91 days to 1 year	--	--	18,150	+357
Over 1 year to 5 years	--	--	9,938	+ 50
Over 5 years to 10 years	--	--	1,292	--
Over 10 years	--	--	316	--
<u>Total</u>	339	72	38,289	+492

	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	12,461	854	2,907	811	1,109	1,117	650	2,313	500	209	505	286	1,200
Redemption fund for F. R. notes	1,547	89	345	86	135	129	89	289	61	30	61	52	181
<u>Total gold certificate reserves</u>	<u>14,008</u>	<u>943</u>	<u>3,252</u>	<u>897</u>	<u>1,244</u>	<u>1,246</u>	<u>739</u>	<u>2,602</u>	<u>561</u>	<u>239</u>	<u>566</u>	<u>338</u>	<u>1,381</u>
F. R. notes of other Banks	574	46	175	32	41	38	72	44	24	13	15	32	42
Other cash	120	9	23	4	8	9	9	24	8	5	6	5	10
Discounts and advances	339	28	19	13	17	8	59	69	8	18	28	6	66
Acceptances:													
Bought outright	48	--	48	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	24	--	24	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	7,466	371	1,878	388	597	490	396	1,252	272	157	294	319	1,052
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	25,702	1,280	6,465	1,335	2,054	1,685	1,362	4,310	938	540	1,013	1,099	3,621
Bonds	4,967	247	1,249	258	397	326	263	833	181	104	196	213	700
Total	<u>38,135</u>	<u>1,898</u>	<u>9,592</u>	<u>1,981</u>	<u>3,048</u>	<u>2,501</u>	<u>2,021</u>	<u>6,395</u>	<u>1,391</u>	<u>801</u>	<u>1,503</u>	<u>1,631</u>	<u>5,373</u>
Held under repurchase agreements	154	--	154	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>38,289</u>	<u>1,898</u>	<u>9,746</u>	<u>1,981</u>	<u>3,048</u>	<u>2,501</u>	<u>2,021</u>	<u>6,395</u>	<u>1,391</u>	<u>801</u>	<u>1,503</u>	<u>1,631</u>	<u>5,373</u>
<u>Total loans and securities</u>	<u>38,700</u>	<u>1,926</u>	<u>9,837</u>	<u>1,994</u>	<u>3,065</u>	<u>2,509</u>	<u>2,080</u>	<u>6,464</u>	<u>1,399</u>	<u>819</u>	<u>1,531</u>	<u>1,637</u>	<u>5,439</u>
Cash items in process of collection	7,076	478	1,254	439	531	543	601	1,164	350	218	457	378	663
Bank premises	102	3	8	3	6	5	20	21	6	3	6	11	10
Other assets	279	13	71	14	21	17	15	42	11	7	14	13	41
TOTAL ASSETS	60,859	3,418	14,620	3,383	4,916	4,367	3,536	10,361	2,359	1,304	2,595	2,414	7,586

STATEMENT OF CONLITION OF EACH FEDERAL RESERVE BANK ON MAY 26, 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>L I A B I L I T I E S</u>													
Federal Reserve notes	34,907	2,075	8,044	2,064	2,971	3,017	1,979	6,344	1,367	659	1,350	1,084	3,953
Deposits:													
Member bank reserves	17,501	737	4,950	775	1,265	755	920	2,725	629	392	772	890	2,691
U.S. Treasurer-general account	652	60	57	69	73	66	40	63	31	24	60	30	79
Foreign	156	7	1/41	9	14	8	9	22	5	4	7	9	21
Other	157	1	100	*	1	3	1	1	*	*	3	1	46
<u>Total deposits</u>	18,466	805	5,148	853	1,353	832	970	2,811	665	420	842	930	2,837
Deferred availability cash items	5,824	459	989	376	447	431	491	964	269	187	331	307	573
Other liabilities and accrued dividends	496	24	131	27	43	27	28	73	18	11	21	26	67
TOTAL LIABILITIES	59,693	3,363	14,312	3,320	4,814	4,307	3,468	10,192	2,319	1,277	2,544	2,347	7,430
<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	103	5	29	5	7	7	5	17	4	2	4	4	14
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	60,859	3,418	14,620	3,383	4,916	4,367	3,536	10,361	2,359	1,304	2,595	2,414	7,586
Contingent liability on accept- ances purchased for foreign correspondents	159	8	2/42	9	14	8	9	23	5	4	7	9	21
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	36,854	2,153	8,433	2,147	3,166	3,150	2,135	6,723	1,455	690	1,403	1,191	4,208
Collateral for F. R. notes:													
Gold certificate account	6,920	420	1,710	465	500	773	400	1,100	290	122	225	180	735
Eligible paper	11	--	--	3	--	--	--	--	8	--	--	--	--
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>	38,221	2,185	8,910	2,268	3,275	3,183	2,250	6,800	1,558	702	1,425	1,230	4,435

1/ After deducting \$115 million participations of other Federal Reserve Banks.

2/ After deducting \$117 million participations of other Federal Reserve Banks.

* Less than \$500,000.