



FEDERAL RESERVE

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

H.4.1

For immediate release
July 22, 1965

The average of daily figures of total member bank reserves held during the week ended July 21 decreased \$460 million to \$21,643 million. Estimated currency and coin of member banks decreased \$15 million and their reserve balances at the Federal Reserve Banks decreased \$445 million. Estimated required reserves decreased \$126 million; and estimated excess reserves decreased \$334 million to \$191 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$234 million, compared with the revised net borrowed figure of \$95 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$485 million in U. S. Government securities held under repurchase agreements, \$221 million in U. S. Government securities bought outright, and \$195 million in member bank borrowings, and increases of \$46 million in Treasury deposits with Federal Reserve Banks, \$33 million in foreign deposits with Federal Reserve Banks, and \$23 million in Treasury cash holdings. The principal offsetting changes were an increase of \$323 million in Federal Reserve float, and decreases of \$136 million in Currency in circulation and \$104 million in "other" F. R. accounts (net). Total Reserve Bank credit decreased \$593 million.

As of Wednesday, July 21, holdings of U. S. Government securities bought outright were unchanged from a week earlier, U. S. Government securities held under repurchase agreements were \$88 million lower, and member bank borrowings were \$59 million higher.

	Averages of daily figures			Wednesday, July 21, 1965
	Week ended July 21, 1965	Change from week ended		
		July 14, 1965	July 22, 1964	
Member bank reserves, Reserve Bank credit, and related items				
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	38,766	-221	+4,374	38,766
Held under repurchase agreements	98	-485	+ 98	213
Acceptances--				
Bought outright	38	- 2	4	36
Held under repurchase agreements	--	- 12	--	--
Discounts and advances--				
Member bank borrowings	425	-195	+ 266	271
Other	2	- 1	+ 2	--
Float	2,206	+323	+ 11	1,651
Total Reserve Bank credit	41,535	-593	+4,746	40,937
Gold stock	13,934	--	-1,529	13,934
Treasury currency outstanding	5,412	+ 7	- 154	5,412
	60,880	-587	+3,062	60,283
Currency in circulation	40,065	-136	+2,096	40,024
Treasury cash holdings	785	+ 23	+ 341	796
Treasury deposits with F. R. Banks	888	+ 46	+ 118	670
Foreign deposits with F. R. Banks	179	+ 33	+ 48	151
Other deposits with F. R. Banks	194	- 2	+ 3	202
Other F. R. accounts (net)	725	-104	- 433	710
	42,836	-141	+2,172	42,553
Member bank reserves:				
With Federal Reserve Banks	18,046	-445	+ 892	17,731
Currency and coin (estimated)	3,597	- 15	+ 322	3,927
Total reserves held	21,643	-460	+1,214	21,658
Required reserves (estimated)	21,452	-126	+1,301	21,476
Excess reserves (estimated)	191	-334	- 87	182

On July 21, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,281 million, a decrease of \$72 million for the week and a decrease of \$793 million from the comparable date a year ago.

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

	July 21, 1965	Change since	
		July 14, 1965	July 22, 1964
<u>A S S E T S</u>			
Gold certificate account	12,034	- 4	-1,687
Redemption fund for F. R. notes	1,625	+ 1	+ 173
<u>Total gold certificate reserves</u>	13,659	- 3	-1,514
Cash	(604)	+ 10	- 20
Discounts and advances	271	+ 59	+ 167
Acceptances:			
Bought outright	36	- 2	5
Held under repurchase agreements	--	- 8	--
U. S. Government securities:			
Bought outright--			
Bills	7,645	--	+3,108
Certificates	--	--	--
Notes	25,737	--	+ 825
Bonds	5,384	--	+ 673
<u>Total bought outright</u>	38,766	--	+4,606
Held under repurchase agreements	213	- 88	+ 213
<u>Total U. S. Government securities</u>	38,979	- 88	+4,819
<u>Total loans and securities</u>	39,286	- 39	+4,981
Cash items in process of collection	(1,688)	6,522	-742
Bank premises		101	- 1
Other assets		739	+ 38
<u>TOTAL ASSETS</u>	(2,292)	<u>60,425</u>	<u>-737</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(604)	35,250	-141
Deposits:			
Member bank reserves		17,731	+131
U. S. Treasurer--general account		670	-250
Foreign		151	- 5
Other		202	- 1
<u>Total deposits</u>		18,754	-125
Deferred availability cash items	(1,688)	4,871	-490
Other liabilities and accrued dividends		391	- 5
<u>TOTAL LIABILITIES</u>	(2,292)	<u>59,266</u>	<u>-761</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in		542	+ 1
Surplus		524	--
Other capital accounts		93	+ 23
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,292)	<u>60,425</u>	<u>-737</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)		38.1%	+ .1%
Contingent liability on acceptances purchased for foreign correspondents		155	- 1
* 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, JULY 21, 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	264	9	1,509	+133
16 days to 90 days	7	27	7,497	-228
91 days to 1 year	--	--	17,975	+ 7
Over 1 year to 5 years	--	--	10,138	--
Over 5 years to 10 years	--	--	1,489	--
Over 10 years	--	--	371	--
<u>Total</u>	<u>271</u>	<u>36</u>	<u>38,979</u>	<u>- 88</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>A S S E T S</u>													
Gold certificate account	12,034	673	2,770	669	1,079	1,086	686	2,261	419	195	443	296	1,457
Redemption fund for F. R. notes	1,625	94	390	90	143	123	93	297	60	30	63	53	189
<u>Total gold certificate reserves</u>	13,659	767	3,160	759	1,222	1,209	779	2,558	479	225	506	349	1,646
F. R. notes of other Banks	604	49	158	38	34	61	56	55	23	24	19	27	60
Other cash	118	9	21	4	9	9	10	24	6	4	6	5	11
Discounts and advances	271	42	31	9	1	6	18	50	5	10	35	5	59
Acceptances:													
Bought outright	36		36										
U. S. Government securities:													
Bought outright--													
Bills	7,645	403	1,898	399	623	506	408	1,277	290	163	300	320	1,058
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	25,737	1,356	6,390	1,345	2,096	1,704	1,374	4,302	977	548	1,007	1,076	3,562
Bonds	5,384	284	1,337	281	438	356	288	900	204	115	211	225	745
Total	38,766	2,043	9,625	2,025	3,157	2,566	2,070	6,479	1,471	826	1,518	1,621	5,365
Held under repurchase agreements	213	--	213	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	38,979	2,043	9,838	2,025	3,157	2,566	2,070	6,479	1,471	826	1,518	1,621	5,365
<u>Total loans and securities</u>	39,286	2,085	9,905	2,034	3,158	2,572	2,088	6,529	1,476	836	1,553	1,626	5,424
Cash items in process of collection	8,210	529	1,460	466	600	649	688	1,406	383	259	554	396	820
Bank premises	101	3	8	3	5	5	20	21	6	3	6	11	10
Other assets	739	37	188	39	61	43	42	112	27	17	33	37	103
<u>TOTAL ASSETS</u>	62,717	3,479	14,900	3,343	5,089	4,548	3,683	10,705	2,400	1,368	2,677	2,451	8,074

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 21, 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>LIABILITIES</u>													
Federal Reserve notes	35,854	2,149	8,153	2,119	3,055	3,132	2,045	6,523	1,390	674	1,380	1,128	4,106
Deposits:													
Member bank reserves	17,731	715	4,982	681	1,308	762	952	2,752	614	384	789	865	2,927
U.S. Treasurer-general account	670	42	98	45	46	63	52	61	37	45	44	44	93
Foreign	151	7	1/40	8	14	8	9	21	5	3	7	9	20
Other	202	*	130	1	*	6	2	2	1	1	2	1	56
<u>Total deposits</u>	18,754	764	5,250	735	1,368	839	1,015	2,836	657	433	842	919	3,096
Deferred availability cash items	6,559	491	1,089	406	530	496	533	1,119	300	225	387	317	666
Other liabilities and accrued dividends	391	19	103	21	33	22	22	59	14	9	17	20	52
TOTAL LIABILITIES	61,558	3,423	14,595	3,281	4,986	4,489	3,615	10,537	2,361	1,341	2,626	2,384	7,920
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	542	26	142	29	49	27	32	78	18	13	24	32	72
Surplus	524	25	137	29	47	26	31	75	18	12	23	31	70
Other capital accounts	93	5	26	4	7	6	5	15	3	2	4	4	12
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	62,717	3,479	14,900	3,343	5,089	4,548	3,683	10,705	2,400	1,368	2,677	2,451	8,074
Contingent liability on acceptances purchased for foreign correspondents	155	7	2/41	9	14	8	9	22	5	3	7	9	21
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	37,896	2,243	8,571	2,203	3,260	3,272	2,199	6,925	1,475	707	1,435	1,222	4,384
Collateral for F. R. notes:													
Gold certificate account	6,430	420	1,000	465	600	883	400	1,100	295	127	225	180	735
Eligible paper	14	--	--	9	--	--	--	--	5	--	--	--	--
U. S. Government securities	32,515	1,845	7,700	1,800	2,775	2,440	1,850	5,900	1,260	595	1,250	1,100	4,000
<u>Total collateral</u>	<u>38,959</u>	<u>2,265</u>	<u>8,700</u>	<u>2,274</u>	<u>3,375</u>	<u>3,323</u>	<u>2,250</u>	<u>7,000</u>	<u>1,560</u>	<u>722</u>	<u>1,475</u>	<u>1,280</u>	<u>4,735</u>

1/ After deducting \$111 million participations of other Federal Reserve Banks.

2/ After deducting \$114 million participations of other Federal Reserve Banks.

* Less than \$500,000.