



FEDERAL RESERVE

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

H.4.1

For immediate release
August 5, 1965

The average of daily figures of total member bank reserves held during the week ended August 4 increased a net of \$166 million to \$21,763 million. Estimated currency and coin of member banks decreased \$124 million and their reserve balances at the Federal Reserve Banks increased \$290 million. Estimated required reserves increased \$105 million; and estimated excess reserves increased \$61 million to \$384 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$160 million, compared with the revised net borrowed figure of \$156 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$283 million in U. S. Government securities held under repurchase agreements, \$104 million in U. S. Government securities bought outright, and \$65 million in member bank borrowings, and a decrease of \$210 million in "other" F. R. accounts (net). The principal offsetting changes were decreases of \$234 million in Federal Reserve float and \$65 million in gold stock, and increases of \$38 million in currency in circulation and \$30 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$217 million.

As of Wednesday, August 4, holdings of U. S. Government securities bought outright were \$323 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$258 million higher, and member bank borrowings were \$99 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Aug. 4, 1965
	Week ended	Change from week ended		
	Aug. 4, 1965	July 28, 1965	Aug. 5, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	38,903	+104	+3,923	39,127
Held under repurchase agreements	497	+283	+ 365	685
Acceptances--				
Bought outright	35	- 1	5	36
Held under repurchase agreements	--	--	18	--
Discounts and advances--				
Member bank borrowings	544	+ 65	+ 284	472
Other	--	--	- 2	--
Float	1,440	-234	- 20	1,281
Total Reserve Bank credit	41,418	+217	+4,526	41,601
Gold stock	13,858	- 65	-1,604	13,859
Treasury currency outstanding	5,422	+ 14	- 148	5,429
	60,698	+166	+2,774	60,889
Currency in circulation	39,939	+ 38	+2,046	40,043
Treasury cash holdings	803	+ 11	+ 370	811
Treasury deposits with F. R. Banks	903	+ 30	+ 134	206
Foreign deposits with F. R. Banks	155	- 1	+ 18	158
Other deposits with F. R. Banks	196	+ 10	- 3	184
Other F. R. accounts (net)	500	-210	- 632	476
	42,495	-124	+1,933	42,480
Member bank reserves:				
With Federal Reserve Banks	18,204	+290	+ 841	18,409
Currency and coin (estimated)	3,559	-124	+ 362	3,604
Total reserves held	21,763	+166	+1,203	22,103
Required reserves (estimated)	21,379	+105	+1,170	21,499
Excess reserves (estimated)	384	+ 61	+ 33	604

On August 4, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,253 million, an increase of \$61 million for the week and a decrease of \$968 million from the comparable date a year ago.

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

		Change since		
		Aug. 4, 1965	July 28, 1965	Aug. 5, 1964
<u>A S S E T S</u>				
Gold certificate account		11,950	- 12	-1,780
Redemption fund for F. R. notes		1,637	+ 8	+ 183
<u>Total gold certificate reserves</u>		<u>13,587</u>	<u>- 4</u>	<u>-1,597</u>
Cash	(625)	117	- 3	- 23
Discounts and advances		472	- 99	- 263
Acceptances:				
Bought outright		36	--	5
Held under repurchase agreements		--	--	25
U. S. Government securities:				
Bought outright--				
Bills		8,006	+323	+2,608
Certificates		--	--	--
Notes		25,737	--	+ 825
Bonds		5,384	--	+ 643
<u>Total bought outright</u>		<u>39,127</u>	<u>+323</u>	<u>+4,076</u>
Held under repurchase agreements		685	+258	+ 478
<u>Total U. S. Government securities</u>		<u>39,812</u>	<u>+581</u>	<u>+4,554</u>
<u>Total loans and securities</u>		<u>40,320</u>	<u>+482</u>	<u>+4,261</u>
Cash items in process of collection	(1,416)	5,920	+246	+ 590
Bank premises		102	--	+ 1
Other assets		1,043	+269	+ 513
<u>TOTAL ASSETS</u>	<u>(2,041)</u>	<u>61,089</u>	<u>+990</u>	<u>+3,745</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(625)	35,270	+105	+2,506
Deposits:				
Member bank reserves		18,409	+571	+ 825
U. S. Treasurer--general account		808	+ 9	- 20
Foreign		158	+ 1	+ 29
Other		184	- 8	- 2
<u>Total deposits</u>		<u>19,559</u>	<u>+573</u>	<u>+ 832</u>
Deferred availability cash items	(1,416)	4,639	+272	+ 546
Other liabilities and accrued dividends		412	+ 16	+ 308
<u>TOTAL LIABILITIES</u>	<u>(2,041)</u>	<u>59,880</u>	<u>+966</u>	<u>+4,192</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		542	--	+ 26
Surplus		524	--	- 466
Other capital accounts		143	+ 24	- 7
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS (2,041)</u>		<u>61,089</u>	<u>+990</u>	<u>+3,745</u>
Ratio of gold certificate reserves to				
F. R. note liability (computed from				
figures as shown on the following				
pages--not consolidated)		37.9%	-.1%	- 7.8%
Contingent liability on acceptances purchased				
for foreign correspondents		149	- 3	+ 12
* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on the following pages.				
<u>MATURITY DISTRIBUTION OF LOANS AND SECURITIES, AUGUST 4, 1965</u>				
(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	465	7	5,728	+4,030
16 days to 90 days	7	29	3,902	-3,668
91 days to 1 year	--	--	18,184	+ 219
Over 1 year to 5 years	--	--	10,138	--
Over 5 years to 10 years	--	--	1,489	--
Over 10 years	--	--	371	--
<u>Total</u>	<u>472</u>	<u>36</u>	<u>39,812</u>	<u>+ 581</u>

	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
(In millions of dollars)													
<u>A S S E T S</u>													
Gold certificate account	11,950	755	2,601	664	966	1,134	669	2,254	466	187	496	353	1,405
Redemption fund for F. R. notes	1,637	93	386	89	142	130	93	305	62	31	63	54	189
<u>Total gold certificate reserves</u>	<u>13,587</u>	<u>848</u>	<u>2,987</u>	<u>753</u>	<u>1,108</u>	<u>1,264</u>	<u>762</u>	<u>2,559</u>	<u>528</u>	<u>218</u>	<u>559</u>	<u>407</u>	<u>1,594</u>
F. R. notes of other Banks	625	59	158	45	34	64	63	56	23	27	19	27	50
Other cash	117	10	21	4	9	9	11	22	6	4	5	5	11
Discounts and advances	472	8	155	29	14	19	17	122		18	35	8	40
Acceptances:													
Bought outright	36		36			--					--		
U. S. Government securities:													
Bought outright--													
Bills	8,006	417	1,968	415	666	545	434	1,341	298	168	316	332	1,106
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	25,737	1,339	6,329	1,336	2,139	1,751	1,396	4,308	959	540	1,014	1,070	3,556
Bonds	5,384	280	1,324	280	447	366	292	901	201	113	212	224	744
Total	<u>39,127</u>	<u>2,036</u>	<u>9,621</u>	<u>2,031</u>	<u>3,252</u>	<u>2,662</u>	<u>2,122</u>	<u>6,550</u>	<u>1,458</u>	<u>821</u>	<u>1,542</u>	<u>1,626</u>	<u>5,406</u>
Held under repurchase agreements	685	--	685	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>39,812</u>	<u>2,036</u>	<u>10,306</u>	<u>2,031</u>	<u>3,252</u>	<u>2,662</u>	<u>2,122</u>	<u>6,550</u>	<u>1,458</u>	<u>821</u>	<u>1,542</u>	<u>1,626</u>	<u>5,406</u>
<u>Total loans and securities</u>	<u>40,320</u>	<u>2,044</u>	<u>10,497</u>	<u>2,060</u>	<u>3,266</u>	<u>2,681</u>	<u>2,139</u>	<u>6,672</u>	<u>1,465</u>	<u>839</u>	<u>1,577</u>	<u>1,634</u>	<u>5,446</u>
Cash items in process of collection	7,336	506	1,270	476	511	566	608	1,209	347	233	488	367	755
Bank premises	102	3	8	3	5	5	20	21	7	3	6	11	10
Other assets	1,043	51	268	56	90	59	59	156	37	23	47	53	144
<u>TOTAL ASSETS</u>	<u>63,130</u>	<u>3,521</u>	<u>15,209</u>	<u>3,397</u>	<u>5,023</u>	<u>4,648</u>	<u>3,662</u>	<u>10,695</u>	<u>2,413</u>	<u>1,347</u>	<u>2,701</u>	<u>2,504</u>	<u>8,010</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	35,895	2,142	8,148	2,110	3,051	3,144	2,061	6,544	1,388	670	1,385	1,134	4,118
Deposits:													
Member bank reserves	18,409	776	5,451	753	1,298	823	948	2,831	626	391	768	901	2,843
U.S. Treasurer-general account	808	45	66	21	32	118	77	51	55	43	120	63	117
Foreign	158	7	1/47	8	14	8	9	21	5	3	7	9	20
Other	184	*	108	1	2	6	2	2	1	3	3	1	55
<u>Total deposits</u>	19,559	828	5,672	783	1,346	955	1,036	2,905	687	440	898	974	3,035
Deferred availability cash items	6,055	473	955	417	484	465	472	1,009	283	200	349	306	642
Other liabilities and accrued dividends	412	20	116	22	35	22	22	60	14	9	17	21	54
<u>TOTAL LIABILITIES</u>	61,921	3,463	14,891	3,332	4,916	4,586	3,591	10,518	2,372	1,319	2,649	2,435	7,849
<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	143	7	39	7	11	9	8	24	5	3	5	6	19
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	63,130	3,521	15,209	3,397	5,023	4,648	3,662	10,695	2,413	1,347	2,701	2,504	8,010
Contingent liability on acceptances purchased for foreign correspondents	149	7	2/39	8	13	8	9	21	5	3	7	9	20
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	37,915	2,233	8,565	2,198	3,262	3,283	2,208	6,943	1,478	709	1,437	1,225	4,374
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	17	--	--	10	--	--	--	--	7	--	--	--	--
U. S. Government securities	32,715	1,845	7,700	1,800	2,775	2,440	1,850	6,100	1,260	595	1,250	1,100	4,000
<u>Total collateral</u>	39,162	2,265	8,700	2,275	3,375	3,323	2,250	7,200	1,562	722	1,475	1,280	4,735

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

2/ After deducting \$110 million participations of other Federal Reserve Banks.

* Less than \$500,000.