



FEDERAL RESERVE

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

For immediate release
August 12, 1965

The average of daily figures of total member bank reserves held during the week ended August 11 decreased a net of \$158 million to \$21,621 million. Estimated currency and coin of member banks decreased \$184 million and their reserve balances at the Federal Reserve Banks increased \$26 million. Estimated required reserves decreased \$203 million; and estimated excess reserves increased \$45 million to \$428 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$188 million, compared with the revised net borrowed figure of \$161 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$356 million in U. S. Government securities bought outright, \$72 million in member bank borrowings, and \$40 million in Federal Reserve float, and a decrease of \$30 million in "other" F. R. accounts (net). The principal offsetting changes were a decrease of \$105 million in U. S. Government securities held under repurchase agreements, and increases of \$186 million in currency in circulation, \$147 million in Treasury deposits with Federal Reserve Banks, and \$43 million in foreign deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$368 million.

As of Wednesday, August 11, holdings of U. S. Government securities bought outright were \$58 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$411 million lower, and member bank borrowings were \$180 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Aug. 11, 1965
	Week ended	Change from week ended		
	Aug. 11, 1965	Aug. 4, 1965	Aug. 12, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	39,259	+356	+4,162	39,185
Held under repurchase agreements	392	-105	+ 92	274
Acceptances--				
Bought outright	36	+ 1	5	36
Held under repurchase agreements	--	--	25	--
Discounts and advances--				
Member bank borrowings	616	+ 72	+ 240	292
Other	3	+ 3	+ 3	--
Float	1,480	+ 40	- 74	1,281
Total Reserve Bank credit	41,766	+368	+4,393	41,068
Gold stock	13,858	--	-1,604	13,859
Treasury currency outstanding	5,422	--	- 132	5,421
	61,066	+368	+2,657	60,348
Currency in circulation	40,125	+186	+2,011	40,238
Treasury cash holdings	800	- 3	+ 383	810
Treasury deposits with F. R. Banks	1,050	+147	+ 86	916
Foreign deposits with F. R. Banks	198	+ 43	+ 57	245
Other deposits with F. R. Banks	191	- 5	- 2	192
Other F. R. accounts (net)	470	- 30	- 643	467
	42,836	+341	+1,894	42,868
Member bank reserves:				
With Federal Reserve Banks	18,230	+ 26	+ 763	17,480
Currency and coin (estimated)	3,391	-184	+ 261	3,833
Total reserves held	21,621	-158	+1,024	21,313
Required reserves (estimated)	21,193	-203	+1,070	21,220
Excess reserves (estimated)	428	+ 45	- 46	93

On August 11, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,113 million, a decrease of \$140 million for the week and a decrease of \$1,153 million from the comparable date a year ago.

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

		Aug. 11, 1965	Aug. 4, 1965	Aug. 12, 1964
Change since				
<u>A S S E T S</u>				
Gold certificate account		11,950	--	-1,779
Redemption fund for F. R. notes		<u>1,634</u>	- 3	+ 183
<u>Total gold certificate reserves</u>		13,584	- 3	-1,596
Cash	(583)	110	- 7	- 46
Discounts and advances		292	-180	+ 129
Acceptances:				
Bought outright		36	--	- 4
Held under repurchase agreements		--		20
U. S. Government securities:				
Bought outright--				
Bills		8,064	+ 58	+2,896
Certificates		--	--	--
Notes		25,737	--	+ 820
Bonds		<u>5,384</u>	--	+ 548
Total bought outright		39,185	+ 58	+4,264
Held under repurchase agreements		<u>274</u>	-411	+ 186
<u>Total U. S. Government securities</u>		39,459	-353	+4,450
<u>Total loans and securities</u>		39,787	-533	+4,555
Cash items in process of collection	(1,342)	5,913	- 7	- 89
Bank premises		101	- 1	- 1
Other assets		<u>1,072</u>	+ 29	+ 514
<u>TOTAL ASSETS</u>	(1,925)	<u>60,567</u>	<u>-522</u>	<u>+3,337</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(583)	35,462	+192	+2,546
Deposits:				
Member bank reserves		17,480	-929	+ 727
U. S. Treasurer--general account		916	+108	- 101
Foreign		245	+ 87	+ 107
Other		<u>192</u>	+ 8	- 11
<u>Total deposits</u>		18,833	-726	+ 722
Deferred availability cash items	(1,342)	4,632	- 7	+ 119
Other liabilities and accrued dividends		<u>403</u>	- 9	+ 209
<u>TOTAL LIABILITIES</u>	(1,925)	<u>50,330</u>	<u>-550</u>	<u>+3,686</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		543	+ 1	+ 27
Surplus		524	--	- 466
Other capital accounts		<u>170</u>	+ 27	+ 90
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(1,925)	<u>60,567</u>	<u>-522</u>	<u>+3,337</u>
Ratio of gold certificate reserves to				
F. R. note liability (computed from				
figures as shown on the following				
pages--not consolidated)		37.7%	-.2%	- 7.8%
Contingent liability on acceptances purchased				
for foreign correspondents		148	- 1	+ 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, AUGUST 11, 1965

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

	U. S. Government securities			
	Discounts and advances	Acceptances	Holdings	Changes during week
Within 15 days	286	8	5,246	-482
16 days to 90 days	6	28	3,977	+ 75
91 days to 1 year	--	--	18,238	+ 54
Over 1 year to 5 years	--	--	10,138	--
Over 5 years to 10 years	--	--	1,489	--
Over 10 years	--	--	<u>371</u>	--
<u>Total</u>	<u>292</u>	<u>36</u>	<u>39,459</u>	<u>-353</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 11, 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	11,950	665	2,620	700	975	1,051	747	2,290	467	214	471	343	1,407
Redemption fund for F. R. notes	1,634	92	386	89	141	129	93	305	62	31	63	54	189
<u>Total gold certificate reserves</u>	<u>13,584</u>	<u>757</u>	<u>3,006</u>	<u>789</u>	<u>1,116</u>	<u>1,180</u>	<u>840</u>	<u>2,595</u>	<u>529</u>	<u>245</u>	<u>534</u>	<u>397</u>	<u>1,596</u>
F. R. notes of other Banks	583	60	150	44	32	63	56	52	19	23	16	24	44
Other cash	110	10	20	4	8	7	10	22	6	3	5	4	11
Discounts and advances	292	33	72	17			13	93		4	33	11	--
Acceptances:													
Bought outright	36	--	36				--						
U. S. Government securities:													
Bought outright--													
Bills	8,064	420	1,983	419	670	549	437	1,350	300	169	318	335	1,114
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>39,185</u>	<u>2,039</u>	<u>9,636</u>	<u>2,035</u>	<u>3,256</u>	<u>2,666</u>	<u>2,125</u>	<u>6,559</u>	<u>1,460</u>	<u>822</u>	<u>1,544</u>	<u>1,629</u>	<u>5,414</u>
Held under repurchase agreements	274	--	274	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>39,459</u>	<u>2,039</u>	<u>9,910</u>	<u>2,035</u>	<u>3,256</u>	<u>2,666</u>	<u>2,125</u>	<u>6,559</u>	<u>1,460</u>	<u>822</u>	<u>1,544</u>	<u>1,629</u>	<u>5,414</u>
<u>Total loans and securities</u>	<u>39,787</u>	<u>2,072</u>	<u>10,018</u>	<u>2,052</u>	<u>3,258</u>	<u>2,675</u>	<u>2,138</u>	<u>6,652</u>	<u>1,465</u>	<u>826</u>	<u>1,577</u>	<u>1,640</u>	<u>5,414</u>
Cash items in process of collection	7,255	474	1,225	473	517	557	644	1,189	362	245	452	367	750
Bank premises	101	3	8	3	5	5	20	21	6	3	6	11	10
Other assets	1,072	53	274	57	93	61	61	161	38	25	47	54	148
<u>TOTAL ASSETS</u>	<u>62,492</u>	<u>3,429</u>	<u>14,701</u>	<u>3,422</u>	<u>5,029</u>	<u>4,548</u>	<u>3,769</u>	<u>10,692</u>	<u>2,425</u>	<u>1,370</u>	<u>2,637</u>	<u>2,497</u>	<u>7,973</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	36,045	2,153	8,147	2,120	3,071	3,157	2,071	6,584	1,392	671	1,391	1,138	4,150
Deposits:													
Member bank reserves	17,480	663	4,831	735	1,261	780	999	2,733	622	407	779	872	2,798
U.S. Treasurer-general account	916	58	186	45	62	60	94	110	48	44	50	73	86
Foreign	245	11	1/72	13	21	12	14	33	8	5	11	14	31
Other	192	*	122	2	1	5	1	2	*	2	2	1	54
<u>Total deposits</u>	18,833	732	5,211	795	1,345	857	1,108	2,878	678	458	842	960	2,969
Deferred availability cash items	5,974	465	911	420	469	447	495	988	299	204	334	307	635
Other liabilities and accrued dividends	403	19	107	21	35	22	23	60	14	9	17	22	54
TOTAL LIABILITIES	61,255	3,309	14,376	3,356	4,920	4,483	3,697	10,510	2,383	1,342	2,584	2,427	7,808
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	543	26	142	29	49	27	32	78	19	13	24	32	72
Surplus	524	25	137	29	47	26	31	75	18	12	23	31	70
Other capital accounts	170	9	46	8	13	12	9	29	5	3	6	7	23
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	62,492	3,429	14,701	3,422	5,029	4,548	3,769	10,692	2,425	1,370	2,637	2,497	7,973
Contingent liability on acceptances purchased for foreign correspondents	148	7	2/39	8	13	7	9	21	5	3	7	9	20

FEDERAL RESERVE AGENT'S ACCOUNTS

F. R. notes outstanding	38,004	2,247	8,541	2,193	3,275	3,296	2,223	6,994	1,475	706	1,445	1,228	4,381
Collateral for F. R. notes:													
Gold certificate account	6,350	420	1,000	465	600	803	400	1,100	295	127	225	180	735
Eligible paper	19	--	--	14	--	--	--	--	5	--	--	--	--
U. S. Government securities	32,815	1,845	7,700	1,800	2,775	2,540	1,850	6,100	1,260	595	1,250	1,100	4,000
<u>Total collateral</u>	39,184	2,265	8,700	2,279	3,375	3,343	2,250	7,200	1,560	722	1,475	1,280	4,735

1/ After deducting \$173 million participations of other Federal Reserve Banks.

2/ After deducting \$109 million participations of other Federal Reserve Banks.

* Less than \$500,000.