



# FEDERAL RESERVE

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

H.4.1

For immediate release  
August 19, 1965

The average of daily figures of total member bank reserves held during the week ended August 18 decreased a net of \$71 million to \$21,530 million. Estimated currency and coin of member banks increased \$194 million and their reserve balances at the Federal Reserve Banks decreased \$265 million. Estimated required reserves increased \$9 million; and estimated excess reserves decreased \$80 million to \$338 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$153 million, compared with the revised net borrowed figure of \$198 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$293 million in U. S. Government securities held under repurchase agreements, \$222 million in U. S. Government securities bought outright, and \$125 million in member bank borrowings, and increases of \$77 million in currency in circulation and \$37 million in foreign deposits with Federal Reserve Banks. The principal offsetting changes were an increase of \$290 million in Federal Reserve float and a decrease of \$202 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit decreased \$352 million.

As of Wednesday, August 18, holdings of U. S. Government securities bought outright were \$236 million lower than a week earlier, U. S. Government securities held under repurchase agreements were \$274 million lower, and member bank borrowings were \$36 million higher. Holdings of notes decreased \$1,000 million and bonds increased \$1,000 million reflecting the exchange of \$3,892 million 3-7/8% notes maturing August 13, for \$2,892 million 4% notes maturing February 15, 1967, and \$1,000 million 4% bonds maturing February 15, 1969.

	Averages of daily figures			
Member bank reserves, Reserve Bank credit, and related items	Week ended	Change from week ended		Wednesday, Aug. 18, 1965
	Aug. 18, 1965	Aug. 11, 1965	Aug. 19, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	39,037	-222	+4,182	38,949
Held under repurchase agreements	99	-293	+ 99	--
Acceptances--bought outright	35	- 1	- 5	36
Discounts and advances--				
Member bank borrowings	491	-125	+ 213	328
Other	2	- 1	+ 1	--
Float	1,770	+290	- 254	1,756
Total Reserve Bank credit	41,434	-352	+4,237	41,069
Gold stock	13,858	--	-1,603	13,859
Treasury currency outstanding	5,426	+ 4	- 132	5,434
	60,719	-347	+2,503	60,362
Currency in circulation	40,202	+ 77	+2,089	40,212
Treasury cash holdings	812	+ 12	+ 400	829
Treasury deposits with F. R. Banks	848	-202	- 84	949
Foreign deposits with F. R. Banks	235	+ 37	+ 91	217
Other deposits with F. R. Banks	190	- 1	- 9	188
Other F. R. accounts (net)	466	- 4	- 636	586
	42,753	- 83	+1,851	42,981
Member bank reserves:				
With Federal Reserve Banks	17,965	-265	+ 651	17,381
Currency and coin (estimated)	3,565	+194	+ 296	3,879
Total reserves held	21,530	- 71	+ 947	21,260
Required reserves (estimated)	21,192	+ 9	+1,000	21,258
Excess reserves (estimated)	338	- 80	- 53	2

On August 18, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,159 million, an increase of \$46 million for the week and a decrease of \$1,106 million from the comparable date a year ago.

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

		Aug. 18, 1965	Change since	
			Aug. 11, 1965	Aug. 19, 1964
<u>A S S E T S</u>				
Gold certificate account		11,939	- 11	-1,783
Redemption fund for F. R. notes		<u>1,641</u>	+ 7	+ 187
<u>Total gold certificate reserves</u>		13,580	- 4	-1,596
Cash	(602)	111	+ 1	- 45
Discounts and advances		328	+ 36	+ 148
Acceptances--bought outright		36	--	- 2
U. S. Government securities:				
Bought outright--				
Bills		7,828	236	+2,842
Certificates		--	--	--
Notes		24,737	-1,000	- 180
Bonds		<u>6,384</u>	+1,000	+1,548
Total bought outright		38,949	- 236	+4,210
Held under repurchase agreements		--	- 274	--
<u>Total U. S. Government securities</u>		<u>38,949</u>	- 510	+4,210
<u>Total loans and securities</u>		39,313	- 474	+4,356
Cash items in process of collection	(1,736)	6,654	+ 741	+ 491
Bank premises		102	+ 1	--
Other assets		<u>825</u>	- 247	+ 430
<u>TOTAL ASSETS</u>	(2,338)	<u>60,585</u>	+ 18	+3,636
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(602)	35,439	23	+2,602
Deposits:				
Member bank reserves		17,381	- 99	+ 769
U. S. Treasurer--general account		949	+ 33	- 76
Foreign		217	- 28	+ 77
Other		<u>188</u>	- 4	- 7
<u>Total deposits</u>		18,735	- 98	+ 763
Deferred availability cash items	(1,736)	4,898	+ 266	+ 463
Other liabilities and accrued dividends		<u>363</u>	- 40	+ 267
<u>TOTAL LIABILITIES</u>	(2,338)	<u>59,435</u>	+ 105	+4,095
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		543	--	+ 27
Surplus		524	--	- 466
Other capital accounts		<u>83</u>	- 87	- 20
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,338)	<u>60,585</u>	+ 18	+3,636

Ratio of gold certificate reserves to

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

37.7%

- 7.8%

Contingent liability on acceptances purchased for foreign correspondents

148

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+ 13

\* 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 18, 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	322	10	1,283	-3,963
16 days to 90 days	6	26	10,005	+6,028
91 days to 1 year	--	--	17,599	- 639
Over 1 year to 5 years	--	--	8,317	-1,821
Over 5 years to 10 years	--	--	1,374	- 115
Over 10 years	--	--	<u>371</u>	--
<u>Total</u>	<u>328</u>	<u>36</u>	<u>38,949</u>	- 510

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Milne- apolis	Kansas City	Lallas	San Fran- cisco
(In millions of dollars)													
<u>A S S E T S</u>													
Gold certificate account	11,939	671	3,062	600	992	1,039	666	2,060	480	195	469	331	1,314
Redemption fund for F. R. notes	1,641	93	385	88	141	138	92	305	62	30	63	55	189
<u>Total gold certificate reserves</u>	13,580	764	3,447	748	1,133	1,177	758	2,365	542	225	532	386	1,503
F. R. notes of other Banks	602	65	146	48	30	64	58	58	17	22	19	25	50
Other cash	111	10	20	4	8	7	10	21	6	3	5	4	13
Discounts and advances	328	65	47	22	4		20	77	6	5	37	10	28
Acceptances:													
Bought outright	36		36										
U. S. Government securities:													
Bought outright--													
Bills	7,828	408	1,924	407	650	532	425	1,310	292	164	308	326	1,082
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	24,737	1,287	6,063	1,284	2,056	1,683	1,341	4,141	922	519	975	1,028	3,418
Bonds	6,384	332	1,570	331	531	434	346	1,069	238	134	252	265	882
Total	38,949	2,027	9,577	2,022	3,237	2,649	2,112	6,520	1,452	817	1,535	1,619	5,382
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	38,949	2,027	9,577	2,022	3,237	2,649	2,112	6,520	1,452	817	1,535	1,619	5,382
<u>Total loans and securities</u>	39,313	2,092	9,660	2,044	3,241	2,656	2,132	6,597	1,458	822	1,572	1,629	5,410
Cash items in process of collection	8,390	531	1,426	512	607	689	713	1,429	392	271	540	436	844
Bank premises	102	3	8	3	5	5	20	21	7	3	6	11	10
Other assets	825	39	213	45	73	46	47	120	28	19	38	44	113
<u>TOTAL ASSETS</u>	62,923	3,504	14,920	3,404	5,097	4,644	3,738	10,611	2,450	1,365	2,712	2,535	7,943

## STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 18, 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	36,041	2,150	8,146	2,120	3,073	3,162	2,067	6,596	1,389	670	1,386	1,140	4,142
Deposits:													
Member bank reserves	17,381	713	4,988	707	1,278	767	954	2,607	620	394	779	896	2,678
U.S. Treasurer-general account	949	65	154	44	70	82	69	47	73	40	94	67	144
Foreign	217	10	1/58	12	19	11	13	31	7	5	10	12	29
Other	188	2	117	1	1	4	2	4	1	*	3	1	52
<u>Total deposits</u>	18,735	790	5,317	764	1,368	864	1,038	2,689	701	439	886	976	2,903
Deferred availability cash items	6,634	491	1,063	440	521	538	545	1,103	308	221	374	333	697
Other liabilities and accrued dividends	363	18	93	19	32	20	21	56	13	8	16	19	48
<b>TOTAL LIABILITIES</b>	61,773	3,449	14,619	3,343	4,994	4,584	3,671	10,444	2,411	1,338	2,662	2,468	7,790
<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	83	4	22	3	7	7	4	14	2	2	3	4	11
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	62,923	3,504	14,920	3,404	5,097	4,644	3,738	10,611	2,450	1,365	2,712	2,535	7,943
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	38,077	2,254	8,533	2,202	3,290	3,301	2,219	7,008	1,472	705	1,441	1,245	4,407
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	--	--	13	--	--	--	--	6	--	--	--	--
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	2,278	3,375	3,343	2,250	7,200	1,561	722	1,475	1,280	4,735

1/ After deducting \$159 million participations of other Federal Reserve Banks.

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

\* Less than \$500,000.