



FEDERAL RESERVE

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

H.4.1

For immediate release
September 2, 1965

The average of daily figures of total member bank reserves held during the week ended September 1 increased a net of \$63 million to \$21,581 million. Estimated currency and coin of member banks increased \$102 million and their reserve balances at the Federal Reserve Banks decreased \$39 million. Estimated required reserves increased \$16 million; and estimated excess reserves increased \$47 million to \$450 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$87 million compared with the revised net borrowed figure of \$143 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$265 million in Federal Reserve float, \$85 million in U. S. Government securities held under repurchase agreements, and increases of \$43 million in Treasury deposits with Federal Reserve Banks, and \$22 million in foreign deposits with Federal Reserve Banks. The principal offsetting changes were an increase of \$103 million in U. S. Government securities bought outright, and decreases of \$180 million in "other" F. R. accounts (net), and \$64 million in currency in circulation. Total Reserve Bank credit decreased \$239 million.

As of Wednesday, September 1, holdings of U. S. Government securities bought outright were \$27 million lower than a week earlier, U. S. Government securities held under repurchase agreements were \$174 million lower, and member bank borrowings were \$323 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Sept. 1, 1965
	Week ended Sept. 1, 1965	Change from week ended		
		Aug. 25, 1965	Sept. 2, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	39,074	+103	+3,930	38,999
Held under repurchase agreements	78	- 85	+ 60	--
Acceptances--				
Bought outright	36	--	1	36
Held under repurchase agreements	19	+ 19	16	18
Discounts and advances--				
Member bank borrowings	537	9	+ 222	131
Other	--	- 1	--	--
Float	1,427	-265	- 24	1,284
Total Reserve Bank credit	41,170	-239	+4,202	40,468
Gold stock	13,858	--	-1,604	13,859
Treasury currency outstanding	5,454	+ 13	- 118	5,463
	60,483	-224	+2,481	59,790
Currency in circulation	40,055	- 64	+2,048	40,170
Treasury cash holdings	815	- 9	+ 392	815
Treasury deposits with F. R. Banks	951	+ 43	+ 93	1,260
Foreign deposits with F. R. Banks	240	+ 22	+ 76	207
Other deposits with F. R. Banks	177	- 1	- 14	181
Other F. R. accounts (net)	398	-180	- 801	375
	42,636	-187	+1,794	43,008
Member bank reserves:				
With Federal Reserve Banks	17,846	- 39	+ 687	16,782
Currency and coin (estimated)	3,735	+102	+ 363	3,862
Total reserves held	21,581	+ 63	+1,050	20,644
Required reserves (estimated)	21,131	+ 16	+ 998	21,231
Excess reserves (estimated)	450	+ 47	+ 52	-587

On September 1, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,265 million, an increase of \$119 million for the week and a decrease of \$904 million from the comparable date a year ago.

H.4.1(a)

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

	Sept. 1, 1965	Change since	
		Aug. 25, 1965	Sept. 2, 1964
<u>A S S E T S</u>			
Gold certificate account	11,950	- 7	-1,775
Redemption fund for F. R. notes	1,646	+ 7	+ 183
<u>Total gold certificate reserves</u>	<u>13,596</u>	<u>--</u>	<u>-1,592</u>
Cash	(695) 113	+ 2	- 43
Discounts and advances	131	-323	32
Acceptances:			
Bought outright	36	--	2
Held under repurchase agreements	18	+ 18	6
U. S. Government securities:			
Bought outright--			
Bills	7,773	- 95	+2,661
Certificates	--	--	--
Notes	24,759	+ 9	- 278
Bonds	6,467	+ 59	+1,422
<u>Total bought outright</u>	<u>38,999</u>	<u>- 27</u>	<u>+3,805</u>
Held under repurchase agreements	--	-174	- 123
<u>Total U. S. Government securities</u>	<u>38,999</u>	<u>-201</u>	<u>+3,682</u>
<u>Total loans and securities</u>	<u>39,184</u>	<u>-506</u>	<u>+3,706</u>
Cash items in process of collection	(1,476) 5,847	+192	+ 468
Bank premises	102	--	--
Other assets	1,091	+192	+ 610
<u>TOTAL ASSETS</u>	<u>(2,171) 59,933</u>	<u>-120</u>	<u>+3,149</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(695) 35,372	+ 30	+2,525
Deposits:			
Member bank reserves	16,782	-837	- 197
U. S. Treasurer--general account	1,260	+448	+ 529
Foreign	207	- 10	+ 30
Other	181	- 3	- 2
<u>Total deposits</u>	<u>18,430</u>	<u>-402</u>	<u>+ 360</u>
Deferred availability cash items	(1,476) 4,563	+225	+ 450
Other liabilities and accrued dividends	364	+ 2	+ 261
<u>TOTAL LIABILITIES</u>	<u>(2,171) 58,729</u>	<u>-145</u>	<u>+3,596</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	544	--	+ 27
Surplus	524	--	- 466
Other capital accounts	136	+ 25	- 8
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	<u>(2,171) 59,933</u>	<u>-120</u>	<u>+3,149</u>

Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	37.7%	-.1%	- 7.8%
Contingent liability on acceptances purchased for foreign correspondents	144	- 3	+ 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, SEPTEMBER 1, 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	121	27	995	-391
16 days to 90 days	10	27	10,189	+ 93
91 days to 1 year	--	--	17,648	+ 29
Over 1 year to 5 years	--	--	8,378	+ 37
Over 5 years to 10 years	--	--	1,408	+ 21
Over 10 years	--	--	381	+ 10
<u>Total</u>	<u>131</u>	<u>54</u>	<u>38,999</u>	<u>-201</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	11,950	642	2,496	701	1,067	1,183	646	2,330	409	178	480	305	1,513
Redemption fund for F. R. notes	1,646	94	384	90	141	137	92	304	62	31	63	55	193
<u>Total gold certificate reserves</u>	<u>13,596</u>	<u>736</u>	<u>2,880</u>	<u>791</u>	<u>1,208</u>	<u>1,320</u>	<u>738</u>	<u>2,634</u>	<u>471</u>	<u>209</u>	<u>543</u>	<u>360</u>	<u>1,706</u>
F. R. notes of other Banks	695	73	146	60	37	71	71	69	27	32	23	28	58
Other cash	113	10	17	5	9	7	11	23	6	4	4	5	12
Discounts and advances	131	6	25	2	10	15	11	19	13	7	12	11	
Acceptances:													
Bought outright	36	--	36		--	--	--	--	--	--	--	--	
Held under repurchase agreements	18		18										
U. S. Government securities:													
Bought outright--													
Bills	7,773	400	1,907	403	641	528	426	1,298	288	172	313	324	1,073
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	24,759	1,272	6,072	1,284	2,041	1,682	1,360	4,136	919	548	996	1,031	3,418
Bonds	6,467	332	1,586	336	533	439	355	1,080	240	144	260	269	893
Total	<u>38,999</u>	<u>2,004</u>	<u>9,565</u>	<u>2,023</u>	<u>3,215</u>	<u>2,649</u>	<u>2,141</u>	<u>6,514</u>	<u>1,447</u>	<u>864</u>	<u>1,569</u>	<u>1,624</u>	<u>5,384</u>
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>38,999</u>	<u>2,004</u>	<u>9,565</u>	<u>2,023</u>	<u>3,215</u>	<u>2,649</u>	<u>2,141</u>	<u>6,514</u>	<u>1,447</u>	<u>864</u>	<u>1,569</u>	<u>1,624</u>	<u>5,384</u>
<u>Total loans and securities</u>	<u>39,184</u>	<u>2,010</u>	<u>9,644</u>	<u>2,025</u>	<u>3,225</u>	<u>2,664</u>	<u>2,152</u>	<u>6,533</u>	<u>1,460</u>	<u>871</u>	<u>1,581</u>	<u>1,635</u>	<u>5,384</u>
Cash items in process of collection	7,323	499	1,375	452	523	541	622	1,239	342	241	444	363	682
Bank premises	102	3	8	3	5	5	20	21	7	3	6	11	10
Other assets	1,091	53	283	59	96	59	63	159	37	24	50	59	149
TOTAL ASSETS	62,104	3,384	14,353	3,395	5,103	4,667	3,677	10,678	2,350	1,384	2,651	2,461	8,001

	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	36,067	2,147	8,147	2,120	3,073	3,183	2,066	6,598	1,387	667	1,390	1,141	4,148
Deposits:													
Member bank reserves	16,782	600	4,303	705	1,272	833	939	2,652	574	422	757	867	2,858
U.S. Treasurer-general account	1,260	75	251	84	129	113	78	130	61	59	90	56	134
Foreign	207	10	1/55	12	18	10	12	29	7	5	9	12	28
Other	181	*	116	1	1	6	2	1	*	*	3	1	50
<u>Total deposits</u>	18,430	685	4,725	802	1,420	962	1,031	2,812	642	486	859	936	3,070
Deferred availability cash items	6,039	476	1,073	390	471	439	489	1,036	267	195	334	296	573
Other liabilities and accrued dividends	364	18	92	19	32	20	21	56	13	9	16	19	49
TOTAL LIABILITIES	60,900	3,326	14,037	3,331	4,996	4,604	3,607	10,502	2,309	1,357	2,599	2,392	7,840
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	544	26	143	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	136	7	36	6	11	10	7	23	4	2	5	6	19
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	62,104	3,384	14,353	3,395	5,103	4,667	3,677	10,678	2,350	1,384	2,651	2,461	8,001
Contingent liability on acceptances purchased for foreign correspondents	144	7	2/38	8	13	7	9	21	5	3	6	8	19
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	38,134	2,265	8,526	2,211	3,278	3,321	2,216	7,027	1,462	706	1,449	1,243	4,430
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	14	--	--	1	--	--	--	--	13	--	--	--	--
U. S. Government securities	32,855	1,865	7,700	1,800	2,775	2,560	1,850	6,100	1,260	595	1,250	1,100	4,000
<u>Total collateral</u>	39,219	2,285	8,700	2,266	3,375	3,363	2,250	7,200	1,568	722	1,475	1,280	4,735

1/ After deducting \$152 million participations of other Federal Reserve Banks.

2/ After deducting \$106 million participations of other Federal Reserve Banks.

* Less than \$500,000.