



FEDERAL RESERVE

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

For immediate release
September 9, 1965

The average of daily figures of total member bank reserves held during the week ended September 8 decreased a net of \$143 million to \$21,432 million. Estimated currency and coin of member banks decreased \$379 million and their reserve balances at the Federal Reserve Banks increased \$236 million. Estimated required reserves decreased \$80 million; and estimated excess reserves decreased \$63 million to \$367 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$116 million, compared with the revised net borrowed figure of \$107 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$265 million in U. S. Government securities bought outright, \$125 million in Federal Reserve float, and \$63 million in U. S. Government securities held under repurchase agreements, and a decrease of \$53 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were a decrease of \$54 million in member bank borrowings, and an increase of \$252 million in currency in circulation. Total Reserve Bank credit increased \$416 million.

As of Wednesday, September 8, holdings of U. S. Government securities bought outright were \$217 million higher than a week earlier, and member bank borrowings were \$305 million higher. Outright holdings of bills, notes, and bonds increased \$65 million, \$69 million, and \$83 million, respectively.

	Averages of daily figures			Wednesday, Sept. 8, 1965
	Week ended Sept. 8, 1965	Change from week ended		
		Sept. 1, 1965	Sept. 9, 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	39,339	+265	+4,105	39,216
Held under repurchase agreements	141	+ 63	- 236	--
Acceptances--				
Bought outright	36	--	- 3	36
Held under repurchase agreements	35	+ 16	9	23
Discounts and advances--				
Member bank borrowings	483	- 54	5	436
Other	--	--	--	--
Float	1,552	+125	- 11	1,532
Total Reserve Bank credit	41,586	+416	+3,870	41,243
Gold stock	13,858	--	-1,604	13,859
Treasury currency outstanding	5,462	+ 8	- 104	5,469
	60,906	+423	+2,161	60,571
Currency in circulation	40,307	+252	+2,064	40,569
Treasury cash holdings	807	- 8	+ 381	812
Treasury deposits with F. R. Banks	898	- 53	+ 41	951
Foreign deposits with F. R. Banks	243	+ 3	+ 112	231
Other deposits with F. R. Banks	179	+ 2	- 9	175
Other F. R. accounts (net)	389	- 9	- 831	386
	42,824	+188	+1,759	43,124
Member bank reserves:				
With Federal Reserve Banks	18,082	+236	+ 403	17,447
Currency and coin (estimated)	3,350	-379	+ 350	3,741
Total reserves held	21,432	-143	+ 753	21,188
Required reserves (estimated)	21,065	- 80	+ 883	21,098
Excess reserves (estimated)	367	- 63	- 130	90

On September 8, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,271 million, an increase of \$6 million for the week and a decrease of \$874 million from the comparable date a year ago.

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

	Sept. 8, 1965	Change since	
		Sept. 1, 1965	Sept. 9, 1964
<u>A S S E T S</u>			
Gold certificate account	11,950	--	-1,759
Redemption fund for F. R. notes	<u>1,643</u>	<u>- 3</u>	<u>+ 169</u>
<u>Total gold certificate reserves</u>	13,593	- 3	-1,590
Cash	(610) 119	+ 6	- 29
Discounts and advances	436	+305	+ 294
Acceptances:			
Bought outright	36	--	- 2
Held under repurchase agreements	23	+ 5	1
U. S. Government securities:			
Bought outright--			
Bills	7,838	+ 65	+2,726
Certificates	--	--	--
Notes	24,828	+ 69	- 236
Bonds	<u>6,550</u>	<u>+ 83</u>	<u>+1,453</u>
<u>Total bought outright</u>	39,216	+217	+3,943
Held under repurchase agreements	--	--	- 360
<u>Total U. S. Government securities</u>	<u>39,216</u>	<u>+217</u>	<u>+3,583</u>
<u>Total loans and securities</u>	39,711	+527	+3,876
Cash items in process of collection	(1,284) 5,499	-348	+ 252
Bank premises	102	--	--
Other assets	<u>1,114</u>	<u>+ 23</u>	<u>+ 642</u>
<u>TOTAL ASSETS</u>	(1,894) <u>60,138</u>	<u>+205</u>	<u>+3,151</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(610) 35,765	+393	+2,548
Deposits:			
Member bank reserves	17,447	+665	+ 304
U. S. Treasurer--general account	951	-309	+ 112
Foreign	231	+ 24	+ 110
Other	<u>175</u>	<u>- 6</u>	<u>- 31</u>
<u>Total deposits</u>	18,804	+374	+ 495
Deferred availability cash items	(1,284) 3,967	-596	+ 321
Other liabilities and accrued dividends	<u>374</u>	<u>+ 10</u>	<u>+ 235</u>
<u>TOTAL LIABILITIES</u>	(1,894) <u>58,910</u>	<u>+181</u>	<u>+3,599</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	<u>160</u>	<u>+ 24</u>	<u>- 9</u>
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(1,894) <u>60,138</u>	<u>+205</u>	<u>+3,151</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	37.4%	-.3%	- 7.6%
Contingent liability on acceptances purchased for foreign correspondents	142	- 2	+ 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 8, 1965

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

	<u>U. S. Government securities</u>			Changes during week
	<u>Discounts and advances</u>	<u>Acceptances</u>	<u>Holdings</u>	
Within 15 days	428	31	785	-210
16 days to 90 days	8	28	10,201	+ 12
91 days to 1 year	--	--	17,912	+264
Over 1 year to 5 years	--	--	8,484	+106
Over 5 years to 10 years	--	--	<u>1,449</u>	+ 41
Over 10 years	--	--	<u>385</u>	+ 4
<u>Total</u>	<u>436</u>	<u>59</u>	<u>39,216</u>	<u>+217</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 8, 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	794	2,516	727	1,036	1,153	631	2,096	465	181	505	326	1,520
Redemption fund for F. R. notes	1,643	94	383	90	140	136	92	304	62	31	63	55	193
<u>Total gold certificate reserves</u>	13,593	888	2,899	817	1,176	1,289	723	2,400	527	212	568	381	1,713
F. R. notes of other Banks	610	69	114	51	37	67	66	70	20	32	21	24	39
Other cash	119	11	26	5	8	7	10	21	6	4	4	4	13
Discounts and advances	436	20	51	48		5	36	229	2	3	25	11	6
Acceptances:													
Bought outright	36	--	36	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	23	--	23	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	7,838	402	1,923	406	646	533	430	1,309	291	174	316	326	1,082
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	24,828	1,276	6,089	1,288	2,047	1,686	1,363	4,147	921	550	999	1,034	3,428
Bonds	6,550	337	1,606	340	540	445	360	1,094	243	145	263	273	904
Total	39,216	2,015	9,618	2,034	3,233	2,664	2,153	6,550	1,455	869	1,578	1,633	5,414
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	39,216	2,015	9,618	2,034	3,233	2,664	2,153	6,550	1,455	869	1,578	1,633	5,414
<u>Total loans and securities</u>	39,711	2,035	9,728	2,082	3,233	2,669	2,189	6,779	1,457	872	1,603	1,644	5,420
Cash items in process of collection	6,783	416	1,264	437	457	584	594	1,114	324	213	433	307	640
Bank premises	102	3	8	3	5	5	20	21	7	3	6	11	10
Other assets	1,114	53	289	61	98	59	65	162	38	24	52	60	153
TOTAL ASSETS	62,032	3,475	14,328	3,456	5,014	4,680	3,667	10,567	2,379	1,360	2,687	2,431	7,988

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 8, 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	36,375	2,162	8,185	2,131	3,096	3,206	2,086	6,658	1,397	670	1,400	1,150	4,234
Deposits:													
Member bank reserves	17,447	712	4,517	777	1,280	864	981	2,717	594	432	797	896	2,880
U.S. Treasurer-general account	951	81	162	83	84	68	69	64	59	53	102	34	92
Foreign	231	11	<u>1/61</u>	13	21	11	14	33	8	5	10	13	32
Other	175	*	106	*	*	7	1	2	1	1	3	1	52
<u>Total deposits</u>	18,804	804	4,846	873	1,385	950	1,065	2,816	662	491	912	944	3,050
Deferred availability cash items	5,251	432	879	367	392	438	423	855	265	162	306	248	484
Other liabilities and accrued dividends	374	18	96	20	32	22	21	58	13	9	16	19	50
TOTAL LIABILITIES	60,804	3,416	14,006	3,391	4,905	4,616	3,595	10,387	2,337	1,332	2,634	2,361	7,824
<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	160	8	42	7	13	11	9	27	5	3	6	7	22
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	62,032	3,475	14,328	3,456	5,014	4,680	3,667	10,567	2,379	1,360	2,687	2,431	7,988
Contingent liability on accept- ances purchased for foreign correspondents	142	7	<u>2/37</u>	8	13	7	8	20	5	3	7	8	19
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	38,258	2,260	8,540	2,210	3,290	3,326	2,232	7,097	1,465	704	1,452	1,241	4,441
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	11	--	--	10	--	--	--	--	1	--	--	--	--
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>	39,216	2,285	8,700	2,275	3,375	3,363	2,250	7,200	1,556	722	1,475	1,280	4,735

1/ After deducting \$170 million participations of other Federal Reserve Banks.

2/ After deducting \$105 million participations of other Federal Reserve Banks.

* Less than \$500,000.