

FEDERAL RESERVE



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

H. 4. 1

For immediate release
September 23, 1965

The average of daily figures of total member bank reserves held during the week ended September 22 increased a net of \$560 million to \$22,143 million. Estimated currency and coin of member banks decreased \$82 million and their reserve balances at the Federal Reserve Banks increased \$642 million. Estimated required reserves increased \$564 million; and estimated excess reserves decreased \$4 million to \$460 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$167 million, compared with the revised net borrowed figure of \$94 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$718 million in Federal Reserve float, \$87 million in U. S. Government securities held under repurchase agreements, and \$69 million in member bank borrowings, and decreases of \$169 million in currency in circulation, \$92 million in "other" F. R. accounts (net), and \$25 million in foreign deposits with Federal Reserve Banks. The principal offsetting changes were a decrease of \$467 million in U. S. Government securities bought outright, and increases of \$36 million in Treasury deposits with Federal Reserve Banks and \$16 million in other deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$410 million.

As of Wednesday, September 22, holdings of U. S. Government securities bought outright were \$349 million lower than a week earlier and member bank borrowings were \$665 million higher.

	Averages of daily figures			Wednesday, Sept. 22, 1965
	Week ended Sept. 22, 1965	Change from week ended		
		Sept. 15, 1965	Sept. 23, 1964	
Member bank reserves, Reserve Bank credit, and related items				
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	38,621	-467	+3,717	38,619
Held under repurchase agreements	87	+ 87	+ 87	--
Acceptances--				
Bought outright	35	--	--	36
Held under repurchase agreements	--	--	6	--
Discounts and advances--				
Member bank borrowings	627	+ 69	+ 218	900
Other	8	+ 2	+ 7	6
Float	2,539	+718	+ 74	1,986
Total Reserve Bank credit	41,918	+410	+4,098	41,547
Gold stock	13,858	+ 1	-1,604	13,859
Treasury currency outstanding	5,470	--	- 99	5,469
	61,245	+410	+2,394	60,875
Currency in circulation	40,319	-169	+2,127	40,315
Treasury cash holdings	812	+ 3	+ 364	826
Treasury deposits with F. R. Banks	1,023	+ 36	+ 61	1,000
Foreign deposits with F. R. Banks	187	- 25	+ 56	180
Other deposits with F. R. Banks	207	+ 16	+ 14	208
Other F. R. accounts (net)	220	- 92	- 834	218
	42,768	-232	+1,787	42,747
Member bank reserves:				
With Federal Reserve Banks	18,478	+642	+ 608	18,128
Currency and coin (estimated)	3,665	- 82	+ 279	4,033
Total reserves held	22,143	+560	+ 887	22,161
Required reserves (estimated)	21,683	+564	+ 908	21,714
Excess reserves (estimated)	460	- 4	- 21	447

On September 22, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,646 million, an increase of \$257 million for the week and a decrease of \$861 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. 22, 1965	Change since	
		Sept. 15, 1965	Sept. 23, 1964
<u>A S S E T S</u>			
Gold certificate account	11,931	- 1	-1,772
Redemption fund for F. R. notes	<u>1,653</u>	<u>- 2</u>	<u>+ 160</u>
<u>Total gold certificate reserves</u>	<u>13,584</u>	<u>- 3</u>	<u>-1,612</u>
Cash	(747) 123	+ 6	- 40
Discounts and advances	906	+665	+ 175
Acceptances:			
Bought outright	36	--	--
Held under repurchase agreements	--	--	14
U. S. Government securities:			
Bought outright--			
Bills	7,241	-349	+2,663
Certificates	--	--	--
Notes	24,828	--	- 249
Bonds	<u>6,550</u>	<u>--</u>	<u>+1,424</u>
Total bought outright	<u>38,619</u>	<u>-349</u>	<u>+3,838</u>
Held under repurchase agreements	--	--	--
<u>Total U. S. Government securities</u>	<u>38,619</u>	<u>-349</u>	<u>+3,838</u>
<u>Total loans and securities</u>	39,561	+316	+3,999
Cash items in process of collection	(1,738) 7,686	-129	+1,010
Bank premises	102	--	--
Other assets	<u>1,168</u>	<u>+ 22</u>	<u>+ 579</u>
<u>TOTAL ASSETS</u>	(2,485) <u>62,224</u>	<u>+212</u>	<u>+3,936</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(747) 35,520	-135	+2,585
Deposits:			
Member bank reserves	18,128	+644	+ 516
U. S. Treasurer--general account	1,000	-146	- 47
Foreign	180	- 16	+ 52
Other	<u>208</u>	<u>- 3</u>	<u>+ 9</u>
<u>Total deposits</u>	<u>19,516</u>	<u>+479</u>	<u>+ 530</u>
Deferred availability cash items	(1,738) 5,700	-156	+1,054
Other liabilities and accrued dividends	<u>323</u>	<u>--</u>	<u>+ 226</u>
<u>TOTAL LIABILITIES</u>	(2,485) <u>61,059</u>	<u>+188</u>	<u>+4,395</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>97</u>	<u>+ 24</u>	<u>- 20</u>
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,485) <u>62,224</u>	<u>+212</u>	<u>+3,936</u>

Ratio of gold certificate reserves to
F. R. note liability (computed from
figures as shown on the following
pages--not consolidated)

37.5% +.1% - 7.8%

Contingent liability on acceptances purchased
for foreign correspondents

141 + 1 + 11

* 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 22, 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	893	9	923	- 33
16 days to 90 days	13	27	9,583	-289
91 days to 1 year	--	--	17,795	- 27
Over 1 year to 5 years	--	--	8,484	--
Over 5 years to 10 years	--	--	<u>1,449</u>	--
Over 10 years	--	--	<u>385</u>	--
<u>Total</u>	<u>906</u>	<u>36</u>	<u>38,619</u>	<u>-349</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 22, 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	11,931	723	2,998	640	1,069	1,089	566	2,024	420	152	376	283	1,591
Redemption fund for F. R. notes	1,653	94	381	89	140	134	96	313	62	31	66	55	192
<u>Total gold certificate reserves</u>	<u>13,584</u>	<u>817</u>	<u>3,379</u>	<u>729</u>	<u>1,209</u>	<u>1,223</u>	<u>662</u>	<u>2,337</u>	<u>482</u>	<u>183</u>	<u>442</u>	<u>338</u>	<u>1,783</u>
F. R. notes of other Banks	747	78	153	64	38	83	63	76	25	32	25	33	77
Other cash	123	11	18	6	10	7	10	24	6	4	5	5	17
Discounts and advances	906	5	339	8	1	32	42	333	7	28	63	19	29
Acceptances:													
Bought outright	36	--	36	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	7,241	372	1,776	375	597	492	398	1,210	269	160	291	301	1,000
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	<u>38,619</u>	<u>1,985</u>	<u>9,471</u>	<u>2,003</u>	<u>3,184</u>	<u>2,623</u>	<u>2,121</u>	<u>6,451</u>	<u>1,433</u>	<u>855</u>	<u>1,553</u>	<u>1,608</u>	<u>5,332</u>
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>38,619</u>	<u>1,985</u>	<u>9,471</u>	<u>2,003</u>	<u>3,184</u>	<u>2,623</u>	<u>2,121</u>	<u>6,451</u>	<u>1,433</u>	<u>855</u>	<u>1,553</u>	<u>1,608</u>	<u>5,332</u>
<u>Total loans and securities</u>	<u>39,561</u>	<u>1,990</u>	<u>9,846</u>	<u>2,011</u>	<u>3,185</u>	<u>2,655</u>	<u>2,163</u>	<u>6,784</u>	<u>1,440</u>	<u>883</u>	<u>1,616</u>	<u>1,627</u>	<u>5,361</u>
Cash items in process of collection	9,424	605	1,759	548	640	750	761	1,549	457	301	575	467	1,012
Bank premises	102	3	8	3	5	5	20	21	7	3	6	11	10
Other assets	1,168	56	302	63	102	63	68	170	40	27	54	63	160
TOTAL ASSETS	64,709	3,560	15,465	3,424	5,189	4,786	3,747	10,961	2,457	1,433	2,723	2,544	8,420

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 22, 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>LIABILITIES</u>													
Federal Reserve notes	36,267	2,162	8,154	2,126	3,101	3,205	2,080	6,657	1,393	679	1,391	1,147	4,172
Deposits:													
Member bank reserves	18,128	701	5,081	694	1,336	777	959	2,774	612	418	824	896	3,056
U.S. Treasurer-general account	1,000	40	385	34	34	107	63	81	30	41	32	37	116
Foreign	180	9	1/47	10	16	9	11	26	6	4	8	10	24
Other	208	*	135	*	1	6	1	2	*	3	3	1	56
<u>Total deposits</u>	19,516	750	5,648	738	1,387	899	1,034	2,883	648	466	867	944	3,252
Deferred availability cash items	7,438	576	1,275	481	569	603	547	1,203	365	253	400	369	797
Other liabilities and accrued dividends	323	16	82	17	28	19	18	49	11	8	14	17	44
TOTAL LIABILITIES	63,544	3,504	15,159	3,362	5,085	4,726	3,679	10,792	2,417	1,406	2,672	2,477	8,265
<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	97	5	26	4	8	7	5	16	3	2	4	4	13
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	64,709	3,560	15,465	3,424	5,189	4,786	3,747	10,961	2,457	1,433	2,723	2,544	8,420
Contingent liability on accept- ances purchased for foreign correspondents	141	7	2/37	8	13	7	8	20	5	3	6	8	19
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	38,332	2,263	8,516	2,211	3,313	3,346	2,237	7,083	1,479	717	1,459	1,243	4,465
Collateral for F. R. notes:													
Gold certificate account	6,430	420	1,000	465	600	833	450	1,100	295	127	225	180	735
Eligible paper	14	--	--	7	--	--	--	--	7	--	--	--	--
U. S. Government securities	32,865	1,865	7,700	1,800	2,775	2,560	1,850	6,100	1,260	605	1,250	1,100	4,000
<u>Total collateral</u>	39,309	2,285	8,700	2,272	3,375	3,393	2,300	7,200	1,562	732	1,475	1,280	4,735

1/ After deducting \$133 million participations of other Federal Reserve Banks.

2/ After deducting \$104 million participations of other Federal Reserve Banks.

* Less than \$500,000.