



FEDERAL RESERVE

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

For immediate release
December 9, 1965

The average of daily figures of total member bank reserves held during the week ended December 8 increased a net of \$187 million to \$22,377 million. Estimated currency and coin of member banks decreased \$182 million and their reserve balances at the Federal Reserve Banks increased \$369 million. Estimated required reserves increased \$123 million; and estimated excess reserves increased \$64 million to \$487 million. Excess reserves exceeded member bank borrowings at the Federal Reserve Banks by \$9 million, compared with the revised figure of minus \$111 million the week before, when excess reserves were less than member bank borrowings.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$376 million in U. S. Government securities bought outright, \$103 million in U. S. Government securities held under repurchase agreements, and \$58 million in Federal Reserve float, and a decrease of \$91 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were a decrease of \$56 million in member bank borrowings, and increases of \$197 million in currency in circulation and \$48 million in "other" F. R. accounts (net). Total Reserve Bank credit increased \$501 million.

As of Wednesday, December 8, holdings of U. S. Government securities bought outright were \$144 million higher than a week earlier and member bank borrowings were \$68 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Dec. 8, 1965
	Week ended	Change from week ended		
	Dec. 8, 1965	Dec. 1, 1965	Dec. 9, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,911	+376	+3,576	40,926
Held under repurchase agreements	103	+103	+ 103	--
Acceptances--				
Bought outright	56	+ 7	+ 8	56
Held under repurchase agreements	76	+ 11	+ 53	65
Discounts and advances--				
Member bank borrowings	478	- 56	+ 356	148
Other	36	+ 3	+ 34	33
Float	1,860	+ 58	- 90	1,594
Total Reserve Bank credit	43,519	+501	+4,039	42,822
Gold stock	13,809	+ 1	-1,578	13,809
Treasury currency outstanding	5,548	+ 3	+ 148	5,557
	62,877	+506	+2,609	62,188
Currency in circulation	41,929	+197	+2,453	42,222
Treasury cash holdings	816	- 5	+ 245	804
Treasury deposits with F. R. Banks	670	- 91	- 203	658
Foreign deposits with F. R. Banks	155	- 4	- 31	146
Other deposits with F. R. Banks	225	- 10	+ 39	218
Other F. R. accounts (net)	460	+ 48	- 771	457
	44,255	+136	+1,732	44,505
Member bank reserves:				
With Federal Reserve Banks	18,622	+369	+ 877	17,683
Currency and coin (estimated)	3,755	-182	+ 358	4,131
Total reserves held	22,377	+187	+1,235	21,814
Required reserves (estimated)	21,890	+123	+1,038	21,843
Excess reserves (estimated)	487	+ 64	+ 197	-29

On December 8, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$8,281 million, an increase of \$185 million for the week and a decrease of \$54 million from the comparable date a year ago.

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

		Dec. 8, 1965	Dec. 1, 1965	Dec. 9, 1964
			Change since	
			1965	1964
<u>A S S E T S</u>				
Gold certificate account		11,812	5	-1,724
Redemption fund for F. R. notes		1,693	- 2	+ 146
<u>Total gold certificate reserves</u>		<u>13,505</u>	<u>- 7</u>	<u>-1,578</u>
	*			
Cash	(532)	103	- 5	- 8
Discounts and advances		181	- 68	65
Acceptances:				
Bought outright		56	+ 3	+ 7
Held under repurchase agreements		65	- 3	+ 56
U. S. Government securities:				
Bought outright--				
Bills		9,548	+144	+2,971
Certificates		--	--	--
Notes		24,828	--	- 360
Bonds		6,550	--	+1,276
<u>Total bought outright</u>		<u>40,926</u>	<u>+144</u>	<u>+3,887</u>
Held under repurchase agreements		--	--	--
<u>Total U. S. Government securities</u>		<u>40,926</u>	<u>+144</u>	<u>+3,887</u>
<u>Total loans and securities</u>		<u>41,228</u>	<u>+ 76</u>	<u>+3,885</u>
Cash items in process of collection	(1,421)	6,265	-481	+ 563
Bank premises		102	+ 1	--
Other assets		891	+ 25	+ 307
<u>TOTAL ASSETS</u>	(1,953)	<u>62,094</u>	<u>-391</u>	<u>+3,169</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(532)	37,268	+349	+2,557
Deposits:				
Member bank reserves		17,683	-205	+ 909
U. S. Treasurer--general account		658	-133	- 460
Foreign		146	+ 1	- 2
Other		218	- 26	+ 35
<u>Total deposits</u>		<u>18,705</u>	<u>-363</u>	<u>+ 482</u>
Deferred availability cash items	(1,421)	4,671	-416	+ 503
Other liabilities and accrued dividends		211	+ 10	+ 77
<u>TOTAL LIABILITIES</u>	(1,953)	<u>60,855</u>	<u>-420</u>	<u>+3,619</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		546	--	+ 24
Surplus		524	--	- 466
Other capital accounts		169	+ 29	- 8
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(1,953)	<u>62,094</u>	<u>-391</u>	<u>+3,169</u>

Ratio of gold certificate reserves to

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

35.7% -.4% - 7.2%

Contingent liability on acceptances purchased

for foreign correspondents

149 + 4 + 25

* 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, DECEMBER 8, 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	151	73	830	- 95
16 days to 90 days	30	48	6,199	- 15
91 days to 1 year	--	--	17,997	+254
Over 1 year to 5 years	--	--	14,066	--
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	385	--
<u>Total</u>	<u>181</u>	<u>121</u>	<u>40,926</u>	<u>+144</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 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	11,812	717	2,670	684	969	1,158	814	2,173	470	252	394	328	1,183
Redemption fund for F. R. notes	1,693	98	401	92	147	135	94	309	64	32	65	57	199
<u>Total gold certificate reserves</u>	<u>13,505</u>	<u>815</u>	<u>3,071</u>	<u>776</u>	<u>1,116</u>	<u>1,293</u>	<u>908</u>	<u>2,482</u>	<u>534</u>	<u>284</u>	<u>459</u>	<u>385</u>	<u>1,382</u>
F. R. notes of other Banks	532	46	111	27	23	62	55	54	21	23	22	33	55
Other cash	103	7	14	5	7	7	9	19	6	4	7	5	13
Discounts and advances	181	8	17	14	3	10	11	40	11	13	43	5	6
Acceptances:													
Bought outright	56	--	56	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	65		65										
U. S. Government securities:													
Bought outright--													
Bills	9,548	495	2,297	498	806	663	525	1,591	353	200	371	388	1,361
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	24,828	1,289	5,972	1,294	2,097	1,723	1,363	4,139	917	521	966	1,009	3,538
Bonds	6,550	340	1,576	341	553	455	360	1,092	242	137	255	266	933
Total	40,926	2,124	9,845	2,133	3,456	2,841	2,248	6,822	1,512	858	1,592	1,663	5,832
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>40,926</u>	<u>2,124</u>	<u>9,845</u>	<u>2,133</u>	<u>3,456</u>	<u>2,841</u>	<u>2,248</u>	<u>6,822</u>	<u>1,512</u>	<u>858</u>	<u>1,592</u>	<u>1,663</u>	<u>5,832</u>
<u>Total loans and securities</u>	<u>41,228</u>	<u>2,132</u>	<u>9,983</u>	<u>2,147</u>	<u>3,459</u>	<u>2,851</u>	<u>2,259</u>	<u>6,862</u>	<u>1,523</u>	<u>871</u>	<u>1,635</u>	<u>1,668</u>	<u>5,838</u>
Cash items in process of collection	7,686	507	1,288	463	529	605	630	1,328	400	267	499	370	800
Bank premises	102	3	8	3	5	5	20	21	7	3	6	11	10
Other assets	891	40	255	51	77	47	49	124	29	18	39	44	118
<u>TOTAL ASSETS</u>	<u>64,047</u>	<u>3,550</u>	<u>14,730</u>	<u>3,472</u>	<u>5,216</u>	<u>4,870</u>	<u>3,930</u>	<u>10,890</u>	<u>2,520</u>	<u>1,470</u>	<u>2,667</u>	<u>2,516</u>	<u>8,216</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 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	37,800	2,245	8,536	2,227	3,231	3,367	2,240	6,871	1,444	696	1,434	1,180	4,329
Deposits:													
Member bank reserves	17,683	719	4,590	712	1,325	864	1,055	2,679	662	460	771	910	2,936
U.S. Treasurer-general account	658	28	79	49	56	71	61	79	47	54	27	47	60
Foreign	146	7	1/39	8	13	7	9	21	5	3	7	8	19
Other	218	1	149	1	*	7	2	3	*	3	2	1	49
<u>Total deposits</u>	18,705	755	4,857	770	1,394	949	1,127	2,782	714	520	807	966	3,064
Deferred availability cash items	6,092	479	963	398	462	475	479	1,021	311	221	365	292	626
Other liabilities and accrued dividends	211	11	52	11	18	14	11	35	8	4	8	8	31
<u>TOTAL LIABILITIES</u>	62,808	3,490	14,408	3,406	5,105	4,805	3,857	10,709	2,477	1,441	2,614	2,446	8,050
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	546	26	143	29	49	28	33	78	19	13	24	32	72
Surplus	524	25	137	29	47	26	31	75	18	12	23	31	70
Other capital accounts	169	9	42	8	15	11	9	28	6	4	6	7	24
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	64,047	3,550	14,730	3,472	5,216	4,870	3,930	10,890	2,520	1,470	2,667	2,516	8,216
Contingent liability on acceptances purchased for foreign correspondents	149	7	2/39	8	13	8	9	21	5	3	7	9	20
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	39,780	2,329	8,942	2,307	3,457	3,502	2,390	7,206	1,531	726	1,497	1,280	4,613
Collateral for F. R. notes:													
Gold certificate account	6,645	440	1,000	500	600	883	550	1,100	305	127	225	180	735
Eligible paper	22	--	--	12	--	--	--	--	10	--	--	--	--
U. S. Government securities	34,150	1,945	8,100	1,900	2,950	2,650	1,900	6,400	1,260	615	1,300	1,130	4,000
<u>Total collateral</u>	40,817	2,385	9,100	2,412	3,550	3,533	2,450	7,500	1,575	742	1,525	1,310	4,735

1/ After deducting \$107 million participations of other Federal Reserve Banks.

2/ After deducting \$110 million participations of other Federal Reserve Banks.

* Less than \$500,000.