



FEDERAL RESERVE

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

For immediate release
December 23, 1965

The average of daily figures of total member bank reserves held during the week ended December 22 increased a net of \$354 million to \$22,815 million. Estimated currency and coin of member banks decreased \$26 million and their reserve balances at the Federal Reserve Banks increased \$380 million. Estimated required reserves increased \$678 million; and estimated excess reserves decreased \$324 million to \$235 million. Excess reserves exceeded member bank borrowings at the Federal Reserve Banks by \$17 million, compared with the revised figure of \$73 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were an increase of \$823 million in Federal Reserve float and a decrease of \$51 million in "other" F. R. accounts (net). The principal offsetting changes were decreases of \$268 million in member bank borrowings and \$55 million in holdings of U. S. Government securities, and increases of \$107 million in currency in circulation and \$83 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$495 million.

As of Wednesday, December 22, holdings of U. S. Government securities bought outright were \$193 million lower than a week earlier and member bank borrowings were \$176 million higher.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Dec. 22, 1965
	Week ended Dec. 22, 1965	Change from week ended		
		Dec. 15, 1965	Dec. 23, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,802	- 22	+4,142	40,631
Held under repurchase agreements	22	- 33	- 244	--
Acceptances--				
Bought outright	62	+ 5	+ 10	64
Held under repurchase agreements	57	- 7	+ 57	55
Discounts and advances--				
Member bank borrowings	218	-268	- 39	271
Other	29	- 3	- 5	27
Float	2,876	+823	- 31	2,627
Total Reserve Bank credit	44,066	+495	+3,891	43,675
Gold stock	13,809	+ 1	-1,578	13,809
Treasury currency outstanding	5,572	+ 16	+ 168	5,568
	63,447	+512	+2,481	63,052
Currency in circulation	42,367	+107	+2,533	42,509
Treasury cash holdings	802	- 1	+ 194	816
Treasury deposits with F. R. Banks	720	+ 83	- 258	843
Foreign deposits with F. R. Banks	146	- 12	+ 2	191
Other deposits with F. R. Banks	230	+ 5	+ 47	220
Other F. R. accounts (net)	359	- 51	- 698	346
	44,624	+131	+1,819	44,925
Member bank reserves:				
With Federal Reserve Banks	18,822	+380	+ 662	18,128
Currency and coin (estimated)	3,993	- 26	+ 312	4,401
Total reserves held	22,815	+354	+ 974	22,529
Required reserves (estimated)	22,580	+678	+1,136	22,620
Excess reserves (estimated)	235	-324	- 162	- 91

On December 22, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$8,330 million, an increase of \$67 million for the week and a decrease of \$206 million from the comparable date a year ago.

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

	Dec. 22, 1965	Change since	
		Dec. 15, 1965	Dec. 23, 1964
<u>A S S E T S</u>			
Gold certificate account	11,781	- 6	-1,725
Redemption fund for F. R. notes	1,734	+ 17	+ 165
<u>Total gold certificate reserves</u>	<u>13,515</u>	<u>+ 11</u>	<u>-1,560</u>
Cash	(615) 114	+ 8	--
Discounts and advances	298	+176	207
Acceptances:			
Bought outright	64	+ 4	+ 11
Held under repurchase agreements	55	- 5	+ 55
U. S. Government securities:			
Bought outright--			
Bills	9,253	-193	+3,097
Certificates	--	--	--
Notes	24,828	--	- 360
Bonds	6,550	--	+1,276
<u>Total bought outright</u>	<u>40,631</u>	<u>-193</u>	<u>+4,013</u>
Held under repurchase agreements	--	--	- 412
<u>Total U. S. Government securities</u>	<u>40,631</u>	<u>-193</u>	<u>+3,601</u>
<u>Total loans and securities</u>	<u>41,048</u>	<u>- 18</u>	<u>+3,460</u>
Cash items in process of collection	(1,814) 8,589	+665	+ 984
Bank premises	104	+ 1	+ 1
Other assets	936	+ 26	+ 260
<u>TOTAL ASSETS</u>	<u>(2,429) 64,306</u>	<u>+693</u>	<u>+3,145</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(615) 37,576	+157	+2,580
Deposits:			
Member bank reserves	18,128	- 94	19
U. S. Treasurer--general account	843	+231	75
Foreign	191	+ 47	- 15
Other	220	- 7	+ 57
<u>Total deposits</u>	<u>19,382</u>	<u>+177</u>	<u>- 52</u>
Deferred availability cash items	(1,814) 5,962	+333	+1,003
Other liabilities and accrued dividends	204	- 1	+ 74
<u>TOTAL LIABILITIES</u>	<u>(2,429) 63,124</u>	<u>+666</u>	<u>+3,605</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	548	+ 1	+ 26
Surplus	524	--	- 466
Other capital accounts	110	+ 26	- 20
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	<u>(2,429) 64,306</u>	<u>+693</u>	<u>+3,145</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	35.4%	-.1%	- 7.1%
Contingent liability on acceptances purchased for foreign correspondents	143	- 2	+ 19
* 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 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	275	64	680	-142
16 days to 90 days	23	55	6,207	+ 4
91 days to 1 year	--	--	17,844	- 55
Over 1 year to 5 years	--	--	14,066	--
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	385	--
Total	<u>298</u>	<u>119</u>	<u>40,631</u>	<u>-193</u>

STATEMENT OF CONDLITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 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	11,781	703	2,712	727	1,027	1,057	752	2,257	455	164	415	290	1,222
Redemption fund for F. R. notes	1,734	98	410	94	146	144	99	318	64	32	68	57	204
<u>Total gold certificate reserves</u>	13,515	801	3,122	821	1,173	1,201	851	2,575	519	196	483	347	1,426
F. R. notes of other Banks	615	47	117	43	37	74	59	60	28	25	26	37	62
Other cash	114	7	15	5	9	9	11	19	7	4	8	5	15
Discounts and advances	298	68	60	4	28	17	11	45	14	4	26	2	19
Acceptances:													
Bought outright	64	--	64	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	55	--	55	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	9,253	480	2,226	482	781	643	508	1,542	342	194	360	376	1,319
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	40,631	2,109	9,774	2,117	3,431	2,821	2,231	6,773	1,501	852	1,581	1,651	5,790
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	40,631	2,109	9,774	2,117	3,431	2,821	2,231	6,773	1,501	852	1,581	1,651	5,790
<u>Total loans and securities</u>	41,048	2,177	9,953	2,121	3,459	2,838	2,242	6,818	1,515	856	1,607	1,653	5,809
Cash items in process of collection	10,403	670	1,862	628	697	833	845	1,796	509	334	647	502	1,080
Bank premises	104	3	9	3	5	5	20	21	7	3	7	11	10
Other assets	936	43	266	51	81	49	52	132	31	20	40	46	125
TOTAL ASSETS	66,735	3,748	15,344	3,672	5,461	5,009	4,080	11,421	2,616	1,438	2,618	2,601	8,527

	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	34,610	2,034	8,099	2,026	2,944	2,950	2,007	6,276	1,382	601	1,326	1,062	3,903
Deposits:													
Member bank reserves	16,978	653	4,453	755	1,172	793	899	2,605	640	431	791	981	2,805
U.S. Treasurer-general account	752	49	83	54	65	52	57	60	56	37	62	59	118
Foreign	194	9	1/55	11	17	10	11	27	6	4	8	11	25
Other	186	*	109	1	1	6	1	3	1	*	3	2	59
<u>Total deposits</u>	18,110	711	4,700	821	1,255	861	968	2,695	703	472	864	1,053	3,007
Deferred availability cash items	5,830	463	1,016	364	444	422	443	959	279	200	314	298	628
Other liabilities and accrued dividends	118	6	28	6	10	7	7	20	5	3	5	5	16
<u>TOTAL LIABILITIES</u>	58,668	3,214	13,843	3,217	4,653	4,240	3,425	9,950	2,369	1,276	2,509	2,418	7,554
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	522	25	137	29	47	26	31	74	18	12	23	30	70
Surplus	990	47	264	55	90	49	56	140	34	23	43	57	132
Other capital accounts	130	6	30	7	9	9	9	22	5	2	6	7	18
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	60,310	3,292	14,274	3,308	4,799	4,324	3,521	10,186	2,426	1,313	2,581	2,512	7,774
Contingent liability on accept- ances purchased for foreign correspondents	123	6	2/33	7	11	6	7	17	4	3	5	7	17
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	36,405	2,102	8,675	2,093	3,134	3,030	2,126	6,532	1,469	621	1,374	1,146	4,103
Collateral for F. R. notes:													
Gold certificate account	6,667	410	1,720	450	500	615	340	1,100	280	112	225	180	735
Eligible paper	1	--	--	1	--	--	--	--	--	--	--	--	--
U. S. Government securities	30,645	1,720	7,100	1,800	2,700	2,450	1,800	5,600	1,260	515	1,200	1,000	3,500
<u>Total collateral</u>	37,313	2,130	8,820	2,251	3,200	3,065	2,140	6,700	1,540	627	1,425	1,180	4,235

1/ After deducting \$139 million participations of other Federal Reserve Banks.

* Less than \$500,000.

2/ After deducting \$ 90 million participations of other Federal Reserve Banks.