



# FEDERAL RESERVE

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

H.4.1

For immediate release  
December 30, 1965

The average of daily figures of total member bank reserves held during the week ended December 29 increased \$278 million to \$23,082 million. Estimated currency and coin of member banks increased \$26 million and their reserve balances at the Federal Reserve Banks increased \$252 million. Estimated required reserves increased \$47 million; and estimated excess reserves increased \$231 million to \$467 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$79 million; the week before revised excess reserves were \$18 million greater than member bank borrowings.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$328 million in member bank borrowings and \$199 million in U. S. Government securities held under repurchase agreements, and a decrease of \$33 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were decreases of \$171 million in U. S. Government securities bought outright, \$163 million in Federal Reserve float, and \$23 million in gold stock. Total Reserve Bank credit increased \$223 million.

As of Wednesday, December 29, holdings of U. S. Government securities bought outright remained unchanged from a week earlier, U. S. Government securities held under repurchase agreements were \$258 million higher, and member bank borrowings were \$228 million higher.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Dec. 29, 1965
	Week ended Dec. 29, 1965	Change from week ended		
		Dec. 22, 1965	Dec. 30, 1964	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,631	-171	+4,061	40,631
Held under repurchase agreements	221	+199	- 145	258
Acceptances--				
Bought outright	66	+ 4	+ 13	73
Held under repurchase agreements	66	+ 9	+ 64	91
Discounts and advances--				
Member bank borrowings	546	+328	+ 42	499
Other	46	+ 17	+ 15	41
Float	2,713	-163	- 171	2,215
Total Reserve Bank credit	44,289	+223	+3,880	43,808
Gold stock	13,786	- 23	-1,602	13,734
Treasury currency outstanding	5,585	+ 13	+ 188	5,591
	63,659	+212	+2,465	63,133
Currency in circulation	42,348	- 19	+2,496	42,314
Treasury cash holdings	817	+ 15	+ 197	820
Treasury deposits with F. R. Banks	687	- 33	- 303	533
Foreign deposits with F. R. Banks	159	+ 13	- 62	159
Other deposits with F. R. Banks	226	- 4	+ 49	227
Other F. R. accounts (net)	349	- 10	- 647	338
	44,586	- 38	+1,730	44,391
Member bank reserves:				
With Federal Reserve Banks	19,074	+252	+ 736	18,742
Currency and coin (estimated)	4,008	+ 26	+ 355	4,629
Total reserves held	23,082	+278	+1,091	23,371
Required reserves (estimated)	22,615	+ 47	+1,186	22,797
Excess reserves (estimated)	467	+231	- 95	574

On December 29, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$8,384 million, an increase of \$54 million for the week and a decrease of \$131 million from the comparable date a year ago.

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

	Dec. 29, 1965	Change since	
		Dec. 22, 1965	Dec. 30, 1964
<u>A S S E T S</u>			
Gold certificate account	11,704	- 77	-1,801
Redemption fund for F. R. notes	1,732	- 2	+ 162
<u>Total gold certificate reserves</u>	<u>13,436</u>	<u>- 79</u>	<u>-1,639</u>
Cash	(740) 119	+ 5	- 12
Discounts and advances	540	+ 242	+ 183
Acceptances:			
Bought outright	73	+ 9	+ 17
Held under repurchase agreements	91	+ 36	+ 81
U. S. Government securities:			
Bought outright--			
Bills	9,253	--	+3,209
Certificates	--	--	--
Notes	24,828	--	- 360
Bonds	6,550	--	+1,276
<u>Total bought outright</u>	<u>40,631</u>	<u>--</u>	<u>+4,125</u>
Held under repurchase agreements	258	+ 258	+ 1
<u>Total U. S. Government securities</u>	<u>40,889</u>	<u>+ 258</u>	<u>+4,126</u>
<u>Total loans and securities</u>	<u>41,593</u>	<u>+ 545</u>	<u>+4,407</u>
Cash items in process of collection	(1,841) 7,161	-1,428	+ 144
Bank premises	103	- 1	--
Other assets	973	+ 37	+ 348
<u>TOTAL ASSETS</u>	<u>(2,581) 63,385</u>	<u>- 921</u>	<u>+3,248</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(740) 37,364	212	+2,533
Deposits:			
Member bank reserves	18,742	+ 614	+ 916
U. S. Treasurer--general account	533	- 310	- 221
Foreign	159	- 32	- 69
Other	227	+ 7	+ 39
<u>Total deposits</u>	<u>19,661</u>	<u>+ 279</u>	<u>+ 665</u>
Deferred availability cash items	(1,841) 4,946	-1,016	+ 431
Other liabilities and accrued dividends	206	+ 2	+ 76
<u>TOTAL LIABILITIES</u>	<u>(2,581) 62,177</u>	<u>- 947</u>	<u>+3,705</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	548	--	+ 24
Surplus	524	--	- 466
Other capital accounts	136	+ 26	- 15
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS (2,581)</u>	<u>63,385</u>	<u>- 921</u>	<u>+3,248</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	35.3%	.1%	- 7.2%
Contingent liability on acceptances purchased for foreign correspondents	143	--	+ 20

\* 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 29, 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	501	101	1,012	+332
16 days to 90 days	39	63	6,267	+ 60
91 days to 1 year	--	--	17,710	-134
Over 1 year to 5 years	--	--	14,066	--
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	385	--
<u>Total</u>	<u>540</u>	<u>164</u>	<u>40,889</u>	<u>+258</u>

## STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 29, 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	11,704	709	2,612	723	1,069	1,096	757	2,087	528	198	449	370	1,106
Redemption fund for F. R. notes	1,732	97	409	94	148	143	99	318	64	33	67	56	204
<u>Total gold certificate reserves</u>	<u>13,436</u>	<u>806</u>	<u>3,021</u>	<u>817</u>	<u>1,217</u>	<u>1,239</u>	<u>856</u>	<u>2,405</u>	<u>592</u>	<u>231</u>	<u>516</u>	<u>426</u>	<u>1,310</u>
F. R. notes of other Banks	740	59	140	51	51	85	66	77	35	30	30	40	76
Other cash	119	8	16	6	10	8	11	20	7	4	7	6	16
Discounts and advances	540	82	136	4	4	53	40	64	21	7	59	16	54
Acceptances:													
Bought outright	73	--	73	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	91	--	91	--	--	--	--	--	--	--	--	--	--
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	258	--	258	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>40,889</u>	<u>2,109</u>	<u>10,032</u>	<u>2,117</u>	<u>3,431</u>	<u>2,821</u>	<u>2,231</u>	<u>6,773</u>	<u>1,501</u>	<u>852</u>	<u>1,581</u>	<u>1,651</u>	<u>5,790</u>
<u>Total loans and securities</u>	<u>41,511</u>	<u>2,191</u>	<u>10,332</u>	<u>2,121</u>	<u>3,435</u>	<u>2,874</u>	<u>2,271</u>	<u>6,837</u>	<u>1,522</u>	<u>859</u>	<u>1,640</u>	<u>1,667</u>	<u>5,844</u>
Cash items in process of collection	9,002	554	1,764	526	607	737	750	1,587	449	281	508	421	818
Bank premises	103	3	9	3	5	5	20	20	7	3	7	11	10
Other assets	973	45	274	52	84	52	54	139	33	20	43	48	129
<b>TOTAL ASSETS</b>	<b>65,966</b>	<b>3,666</b>	<b>15,556</b>	<b>3,576</b>	<b>5,409</b>	<b>5,000</b>	<b>4,028</b>	<b>11,085</b>	<b>2,645</b>	<b>1,428</b>	<b>2,751</b>	<b>2,619</b>	<b>8,203</b>

	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)													
<b>LIABILITIES</b>													
Federal Reserve notes	38,104	2,266	8,609	2,254	3,253	3,405	2,269	6,917	1,457	702	1,432	1,198	4,342
Deposits:													
Member bank reserves	18,742	768	5,153	757	1,443	842	1,060	2,719	716	442	837	983	3,022
U.S. Treasurer-general account	533	59	60	35	51	75	34	63	48	35	45	24	4
Foreign	159	8	1/41	9	14	8	9	23	5	4	7	9	22
Other	227	*	150	*	1	5	5	1	1	2	2	1	59
<u>Total deposits</u>	19,661	835	5,404	801	1,509	930	1,108	2,806	770	483	891	1,017	3,107
Deferred availability cash items	6,787	497	1,175	446	521	588	568	1,153	369	210	368	327	565
Other liabilities and accrued dividends	206	10	53	10	18	14	11	33	7	5	8	9	28
<b>TOTAL LIABILITIES</b>	64,758	3,608	15,241	3,511	5,301	4,937	3,956	10,909	2,603	1,400	2,699	2,551	8,042
<b>CAPITAL ACCOUNTS</b>													
Capital paid in	548	26	143	30	50	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	136	7	35	6	11	9	8	23	5	3	5	5	19
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	65,966	3,666	15,556	3,576	5,409	5,000	4,028	11,085	2,645	1,428	2,751	2,619	8,203
Contingent liability on acceptances purchased for foreign correspondents	143	7	2/37	8	13	7	9	20	5	3	7	8	19
<b>FEDERAL RESERVE AGENT'S ACCOUNTS</b>													
F. R. notes outstanding	40,320 <sup>1/3</sup>	2,300 <sup>2/3</sup>	9,087	2,339	3,485	3,566	2,432	7,325	1,537	735	1,509	1,292	4,664
Collateral for F. R. notes:													
Gold certificate account	6,605	440	1,000	500	600	833	550	1,100	315	127	225	180	735
Eligible paper	21	--	--	1	--	--	--	--	20	--	--	--	--
U. S. Government securities	34,710	1,945	8,200	1,900	2,950	2,760	1,900	6,400	1,310	615	1,300	1,130	4,300
<u>Total collateral</u>	41,336	2,385	9,200	2,401	3,550	3,593	2,450	7,500	1,645	742	1,525	1,310	5,035

<sup>1/</sup> After deducting \$118 million participations of other Federal Reserve Banks.

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

\* Less than \$500,000.