



FEDERAL RESERVE

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

H.4.1

For immediate release
January 6, 1966

The average of daily figures of total member bank reserves held during the week ended January 5 increased \$212 million to \$23,293 million. Estimated currency and coin of member banks increased \$49 million and their reserve balances at the Federal Reserve Banks increased \$163 million. Estimated required reserves increased \$294 million; and estimated excess reserves decreased \$82 million to \$382 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$180 million, compared with the revised net borrowed figure of \$82 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$202 million in U. S. Government securities held under repurchase agreements and \$45 million in acceptances held under repurchase agreements, and decreases of \$309 million in currency in circulation and \$75 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were decreases of \$347 million in Federal Reserve float and \$53 million in gold stock, and an increase of \$69 million in "other" deposits with Federal Reserve Banks. Total Reserve Bank credit decreased \$108 million.

As of Wednesday, January 5, holdings of U. S. Government securities bought outright were \$201 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$400 million higher, and member bank borrowings were \$161 million higher.

	Averages of daily figures			Wednesday, Jan. 5, 1966
	Week ended Jan. 5, 1966	Change from week ended		
		Dec. 29, 1965	Jan. 6, 1965	
Member bank reserves, Reserve Bank credit, and related items				
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,607	- 24	+4,092	40,832
Held under repurchase agreements	423	+202	- 120	658
Acceptances--				
Bought outright	74	+ 8	+ 16	73
Held under repurchase agreements	111	+ 45	+ 77	119
Discounts and advances--				
Member bank borrowings	562	+ 16	+ 253	660
Other	38	- 8	+ 7	20
Float	2,366	-347	- 256	2,524
Total Reserve Bank credit	44,181	-108	+4,070	44,886
Gold stock	13,733	- 53	-1,655	13,734
Treasury currency outstanding	5,590	+ 5	+ 183	5,589
	63,504	-155	+2,598	64,209
Currency in circulation	42,039	-309	+2,487	42,018
Treasury cash holdings	810	- 7	+ 180	809
Treasury deposits with F. R. Banks	612	- 75	- 62	87
Foreign deposits with F. R. Banks	166	+ 7	- 62	163
Other deposits with F. R. Banks	295	+ 69	+ 12	268
Other F. R. accounts (net)	346	- 3	- 680	488
	44,267	-319	+1,874	43,833
Member bank reserves:				
With Federal Reserve Banks	19,237	+163	+ 724	20,377
Currency and coin (estimated)	4,056	+ 49	+ 370	4,249
Total reserves held	23,293	+212	+1,094	24,626
Required reserves (estimated)	22,911	+294	+1,065	22,842
Excess reserves (estimated)	382	- 82	+ 29	1,784

On January 5, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,970 million, a decrease of \$414 million for the week and a decrease of \$501 million from the comparable date a year ago.

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

	Jan. 5, 1966	Dec. 29, 1965	Change since Jan. 6, 1965
<u>A S S E T S</u>			
Gold certificate account	11,702	2	-1,803
Redemption fund for F. R. notes	1,732	--	+ 162
<u>Total gold certificate reserves</u>	* 13,434	- 2	-1,641
Cash	(872) 130	+ 11	- 16
Discounts and advances	6	+ 140	+ 343
Acceptances:			
Bought outright	7	--	+ 17
Held under repurchase agreements	119	28	+ 86
U. S. Government securities:			
Bought outright--			
Bills	9,454	+ 201	+3,389
Certificates	--	--	--
Notes	24,828	--	- 360
Bonds	6,550	--	+1,276
Total bought outright	40,832	+ 201	+4,305
Held under repurchase agreements	658	+ 400	+ 153
<u>Total U. S. Government securities</u>	41,490	+ 601	+4,458
<u>Total loans and securities</u>	42,362	+ 769	+4,904
Cash items in process of collection	(1,502) 7,075	86	- 79
Bank premises	103	--	+ 1
Other assets	725	- 248	+ 129
<u>TOTAL ASSETS</u>	(2,374) 63,829	+ 444	+3,298
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(872) 37,067	297	+2,559
Deposits:			
Member bank reserves	20,377	+1,635	+1,834
U. S. Treasurer--general account	87	- 446	- 405
Foreign	163	+ 4	- 66
Other	268	+ 41	+ 67
<u>Total deposits</u>	20,895	+1,234	+1,430
Deferred availability cash items	(1,502) 4,551	- 395	- 299
Other liabilities and accrued dividends	192	- 14	- 447
<u>TOTAL LIABILITIES</u>	(2,374) 62,705	+ 528	+3,243
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	552	+ 4	+ 28
Surplus	551	+ 27	+ 27
Other capital accounts	21	- 115	--
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,374) 63,829	+ 444	+3,298
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	35.4%	.1%	- 7.4%
Contingent liability on acceptances purchased for foreign correspondents	142	- 1	+ 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, JANUARY 5, 1966

(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	657	132	1,550	+538
16 days to 90 days	23	60	6,505	+238
91 days to 1 year	--	--	17,535	-175
Over 1 year to 5 years	--	--	14,066	--
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	385	--
<u>Total</u>	680	192	41,490	+601

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JANUARY 5, 1966

	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	11,702	691	2,378	684	935	1,022	658	2,203	412	200	414	363	1,742
Redemption fund for F. R. notes	1,732	99	408	94	148	141	99	318	64	32	68	57	204
<u>Total gold certificate reserves</u>	13,434	790	2,786	778	1,083	1,163	757	2,521	476	232	482	420	1,946
F. R. notes of other Banks	872	71	160	65	63	102	85	85	39	34	31	50	87
Other cash	130	8	17	6	11	10	14	21	8	4	8	7	16
Discounts and advances	680	63	437		14	3	7	74	19	18	28		7
Acceptances:													
Bought outright	73	--	73		--	--		--	--	--	--		
Held under repurchase agreements	119		119										
U. S. Government securities:													
Bought outright--													
Bills	9,454	490	2,276	494	802	669	540	1,575	361	196	370	389	1,292
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	24,828	1,286	5,977	1,297	2,107	1,756	1,419	4,135	949	514	972	1,022	3,394
Bonds	6,550	339	1,577	342	556	463	375	1,091	250	136	256	270	895
Total	40,832	2,115	9,830	2,133	3,465	2,888	2,334	6,801	1,560	846	1,598	1,681	5,581
Held under repurchase agreements	658	--	658	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,490	2,115	10,488	2,133	3,465	2,888	2,334	6,801	1,560	846	1,598	1,681	5,581
<u>Total loans and securities</u>	42,362	2,178	11,117	2,138	3,479	2,891	2,341	6,875	1,579	864	1,626	1,686	5,588
Cash items in process of collection	8,577	559	1,447	443	579	642	734	1,547	466	297	572	448	843
Bank premises	103	3	9	3	5	5	20	20	7	3	7	11	10
Other assets	725	34	209	38	60	41	40	105	24	16	31	33	94
TOTAL ASSETS	66,203	3,643	15,745	3,471	5,280	4,854	3,991	11,174	2,599	1,450	2,757	2,655	8,584

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JANUARY 5, 1966

	Total	Boston	New Ycrk	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
(In millions of dollars)													
LIABILITIES													
Federal Reserve notes	37,939	2,254	8,600	2,241	3,237	3,388	2,246	6,885	1,447	701	1,431	1,191	4,318
Deposits:													
Member bank reserves	20,377	847	5,954	769	1,415	896	1,088	2,949	734	483	848	1,018	3,376
U.S. Treasurer-general account	87	6	24	6	6	6	6	6	5	5	6	6	5
Foreign	163	7	1/52	8	14	8	9	21	5	3	7	9	20
Other	268	*	205	1	*	4	2	1	1	1	2	1	50
<u>Total deposits</u>	20,895	860	6,235	784	1,435	914	1,105	2,977	745	492	863	1,034	3,451
Deferred availability cash items	6,053	465	559	377	492	481	563	1,120	361	226	406	359	644
Other liabilities and accrued dividends	192	9	57	8	15	13	10	31	7	4	8	7	23
TOTAL LIABILITIES	65,079	3,588	15,451	3,410	5,179	4,796	3,924	11,013	2,560	1,423	2,708	2,591	8,436
CAPITAL ACCOUNTS													
Capital paid in	552	27	145	30	50	28	33	79	19	13	24	32	72
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	21	1	5	1	1	2	1	3	1	1	1	*	4
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	66,203	3,643	15,745	3,471	5,280	4,854	3,991	11,174	2,599	1,450	2,757	2,655	8,584
Contingent liability on accept- ances purchased for foreign correspondents	142	7	2/37	8	13	7	8	20	5	3	7	8	19
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	40,349	2,367	9,089	2,337	3,480	3,574	2,434	7,338	1,534	739	1,509	1,294	4,654
Collateral for F. R. notes:													
Gold certificate account	6,625	440	1,000	500	600	853	550	1,100	315	127	225	180	735
Eligible paper	21	--	--	3	--	--	--	--	18	--	--	--	--
U. S. Government securities	34,710	1,945	8,200	1,900	2,950	2,750	1,900	6,400	1,310	625	1,300	1,130	4,300
<u>Total collateral</u>	41,356	2,385	9,200	2,403	3,550	3,603	2,450	7,500	1,643	752	1,525	1,310	5,035

1/ After deducting \$111 million participations of other Federal Reserve Banks.

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

* Less than \$500,000.