



H.4.1

FEDERAL RESERVE

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

For immediate release
January 13, 1966

The average of daily figures of total member bank reserves held during the week ended January 12 decreased a net of \$39 million to \$23,232 million. Estimated currency and coin of member banks decreased \$93 million and their reserve balances at the Federal Reserve Banks increased \$54 million. Estimated required reserves decreased \$395 million; and estimated excess reserves increased \$356 million to \$678 million. Excess reserves exceeded member bank borrowings at the Federal Reserve Banks by \$88 million, compared with the revised figure of minus \$240 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 \$216 million in U. S. Government securities bought outright, and decreases of \$76 million in currency in circulation and \$63 million in "other" deposits with Federal Reserve Banks. The principal offsetting changes were a decrease of \$101 million in U. S. Government securities held under repurchase agreements, and increases of \$144 million in "other" F. R. accounts (net) and \$69 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$128 million.

As of Wednesday, January 12, holdings of U. S. Government securities bought outright were \$63 million lower than a week earlier, U. S. Government securities held under repurchase agreements were \$658 million lower, and member bank borrowings were \$557 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Jan. 12, 1966
	Week ended	Change from week ended		
	Jan. 12, 1966	Jan. 5, 1966	Jan. 13, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,823	+216	+4,308	40,769
Held under repurchase agreements	322	-101	+ 21	--
Acceptances--				
Bought outright	74	--	+ 19	73
Held under repurchase agreements	86	- 25	+ 44	76
Discounts and advances--				
Member bank borrowings	590	+ 28	+ 166	103
Other	23	- 15	- 13	20
Float	2,390	+ 24	+ 241	1,981
Total Reserve Bank credit	44,309	+128	+4,787	43,022
Gold stock	13,734	+ 1	-1,596	13,734
Treasury currency outstanding	5,597	+ 7	+ 203	5,607
	63,640	+136	+3,393	62,363
Currency in circulation	41,963	- 76	+2,681	41,894
Treasury cash holdings	804	- 6	+ 155	813
Treasury deposits with F. R. Banks	681	+ 69	- 99	794
Foreign deposits with F. R. Banks	178	+ 12	- 8	153
Other deposits with F. R. Banks	232	- 63	+ 27	237
Other F. R. accounts (net)	490	+144	- 480	478
	44,348	+ 81	+2,275	44,369
Member bank reserves:				
With Federal Reserve Banks	19,291	+ 54	+1,117	17,993
Currency and coin (estimated)	3,941	- 93	+ 270	4,388
Total reserves held	23,232	- 39	+1,387	22,381
Required reserves (estimated)	22,554	-395	+1,297	22,460
Excess reserves (estimated)	678	+356	+ 90	- 79

On January 12, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,894 million, a decrease of \$76 million for the week and a decrease of \$584 million from the comparable date

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

		Change since		
	Jan. 12, 1966	Jan. 5, 1966	Jan. 13, 1965	
<u>A S S E T S</u>				
Gold certificate account	11,702	--	-1,602	
Redemption fund for F. R. notes	1,728	- 4	+ 164	
<u>Total gold certificate reserves</u>	13,430	- 4	-1,438	
Cash	(924) 139	+ 9	22	
Discounts and advances	123	- 557	69	
Acceptances:				
Bought outright	73	--	+ 17	
Held under repurchase agreements	76	43	+ 31	
U. S. Government securities:				
Bought outright--				
Bills	9,391	63	+3,371	
Certificates	--	--	--	
Notes	24,828	--	- 360	
Bonds	6,550	--	+1,276	
<u>Total bought outright</u>	40,769	- 63	+4,287	
Held under repurchase agreements	--	- 658	- 42	
<u>Total U. S. Government securities</u>	40,769	- 721	+4,245	
<u>Total loans and securities</u>	41,041	-1,321	+4,224	
Cash items in process of collection	(1,523) 7,213	+ 138	+ 417	
Bank premises	103	--	+ 1	
Other assets	751	+ 26	- 6	
<u>TOTAL ASSETS</u>	(2,447) 62,677	-1,152	+3,176	
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(924) 36,936	131	+2,669	
Deposits:				
Member bank reserves	17,993	-2,384	+ 905	
U. S. Treasurer--general account	794	+ 707	- 185	
Foreign	153	- 10	- 61	
Other	237	- 31	+ 31	
<u>Total deposits</u>	19,177	-1,718	+ 690	
Deferred availability cash items	(1,523) 5,232	+ 681	+ 216	
Other liabilities and accrued dividends	179	- 13	- 460	
<u>TOTAL LIABILITIES</u>	(2,447) 61,524	-1,181	+3,115	
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in	552	--	+ 28	
Surplus	551	--	+ 27	
Other capital accounts	50	+ 29	+ 6	
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,447) 62,677	-1,152	+3,176	
Ratio of gold certificate reserves to				
F. R. note liability (computed from				
figures as shown on the following				
pages--not consolidated)	35.5%	+ .1%	- 6.9%	
Contingent liability on acceptances purchased				
<u>for foreign correspondents</u>	141	- 1	+ 17	
* 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 12, 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	100	95	1,025	-525
16 days to 90 days	23	54	6,371	-134
91 days to 1 year	--	--	17,473	- 62
Over 1 year to 5 years	--	--	14,066	--
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	385	--
<u>Total</u>	123	149	40,769	-721

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JANUARY 12, 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	811	2,158	769	1,014	1,079	707	2,195	440	196	501	348	1,484
Redemption fund for F. R. notes	1,728	99	408	93	147	141	99	318	64	32	67	57	203
<u>Total gold certificate reserves</u>	13,430	910	2,566	862	1,161	1,220	806	2,513	504	228	568	405	1,687
F. R. notes of other Banks	924	71	188	70	68	104	93	90	41	30	31	53	85
Other cash	139	9	19	6	12	11	14	22	8	4	9	7	18
Discounts and advances	123	2	10	2	2	2	9	71	2	4	12	1	3
Acceptances:													
Bought outright	73		73	--				--			--		--
Held under repurchase agreements	76		76										
U. S. Government securities:													
Bought outright--													
Bills	9,391	487	2,260	491	796	664	537	1,564	359	195	368	386	1,284
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	40,769	2,112	9,814	2,130	3,459	2,883	2,331	6,790	1,558	845	1,596	1,678	5,573
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	40,769	2,112	9,814	2,130	3,459	2,883	2,331	6,790	1,558	845	1,596	1,678	5,573
<u>Total loans and securities</u>	41,041	2,115	9,973	2,132	3,461	2,886	2,340	6,861	1,561	849	1,608	1,679	5,576
Cash items in process of collection	8,736	535	1,667	487	613	659	731	1,429	458	278	546	449	884
Bank premises	103	3	9	3	5	5	20	20	7	3	7	11	10
Other assets	751	36	215	39	64	43	41	107	25	17	32	35	97
<u>TOTAL ASSETS</u>	65,124	3,679	14,637	3,599	5,384	4,928	4,045	11,042	2,604	1,409	2,801	2,639	8,357

	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	37,860	2,255	8,578	2,229	3,234	3,388	2,232	6,868	1,445	702	1,427	1,189	4,313
Deposits:													
Member bank reserves	17,993	828	4,350	798	1,434	825	1,098	2,748	681	414	850	945	3,022
U.S. Treasurer-general account	794	28	172	73	50	91	46	67	73	27	50	50	67
Foreign	153	7	1/43	8	13	8	9	21	5	3	7	9	20
Other	237	*	163	1	1	6	1	2	1	1	2	1	58
<u>Total deposits</u>	19,177	863	4,728	880	1,498	930	1,154	2,838	760	445	909	1,005	3,167
Deferred availability cash items	6,755	496	985	418	533	538	580	1,140	353	230	408	372	702
Other liabilities and accrued dividends	179	9	44	10	15	13	10	30	6	5	7	7	23
TOTAL LIABILITIES	63,971	3,623	14,335	3,537	5,280	4,869	3,976	10,876	2,564	1,382	2,751	2,573	8,205
<u>CAPITAL ACCOUNTS</u>													
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	50	2	13	2	4	3	3	8	2	1	2	2	8
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	65,124	3,679	14,637	3,599	5,384	4,928	4,045	11,042	2,604	1,409	2,801	2,639	8,357
Contingent liability on acceptances purchased for foreign correspondents	141	7	2/37	8	13	7	8	20	5	3	6	8	19
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	40,287	2,360	9,091	2,331	3,480	3,570	2,420	7,328	1,527	738	1,507	1,289	4,646
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	4	--	--	1	--	--	--	--	3	--	--	--	--
U. S. Government securities	34,730	1,945	8,200	1,900	2,950	2,770	1,900	6,400	1,310	625	1,300	1,130	4,300
<u>Total collateral</u>	41,359	2,385	9,200	2,401	3,550	3,623	2,450	7,500	1,628	752	1,525	1,310	5,035

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

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

* Less than \$500,000.