



H.4.1

# FEDERAL RESERVE

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

For immediate release  
January 20, 1966

The average of daily figures of total member bank reserves held during the week ended January 19 decreased a net of \$764 million to \$22,467 million. Estimated currency and coin of member banks increased \$68 million and their reserve balances at the Federal Reserve Banks decreased \$832 million. Estimated required reserves decreased \$271 million; and estimated excess reserves decreased \$493 million to \$197 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$21 million; the week before revised excess reserves were \$100 million greater than member bank borrowings.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$490 million in U. S. Government securities bought outright, \$372 million in member bank borrowings, \$322 million in U. S. Government securities held under repurchase agreements, and \$49 million in acceptances held under repurchase agreements. The principal offsetting changes were an increase of \$51 million in Federal Reserve float, and decreases of \$345 million in currency in circulation and \$42 million in foreign deposits with Federal Reserve Banks. Total Reserve Bank credit decreased \$1,181 million.

As of Wednesday, January 19, holdings of U. S. Government securities bought outright were \$849 million lower than a week earlier and member bank borrowings were \$56 million lower.

	Averages of daily figures			Wednesday, Jan. 19, 1966
	Week ended Jan. 19, 1966	Change from week ended		
Member bank reserves, Reserve Bank credit, and related items	Jan. 12, 1966	Jan. 20, 1965		
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,333	- 490	+3,930	39,920
Held under repurchase agreements	--	- 322	- 57	--
Acceptances--				
Bought outright	75	+ 1	+ 19	73
Held under repurchase agreements	37	- 49	+ 12	28
Discounts and advances--				
Member bank borrowings	218	- 372	59	47
Other	24	+ 1	- 21	20
Float	<u>2,441</u>	<u>+ 51</u>	<u>+ 192</u>	<u>1,969</u>
Total Reserve Bank credit	43,128	-1,181	+4,016	42,057
Gold stock	13,733	- 1	-1,454	13,734
Treasury currency outstanding	<u>5,609</u>	<u>+ 12</u>	<u>+ 216</u>	<u>5,611</u>
	62,471	-1,169	+2,778	61,402
Currency in circulation	41,618	- 345	+2,691	41,478
Treasury cash holdings	827	+ 23	+ 165	837
Treasury deposits with F. R. Banks	708	+ 27	- 307	854
Foreign deposits with F. R. Banks	136	- 42	- 42	134
Other deposits with F. R. Banks	242	+ 10	+ 30	237
Other F. R. accounts (net)	<u>479</u>	<u>- 11</u>	<u>- 423</u>	<u>469</u>
	44,011	- 338	+2,115	44,009
Member bank reserves:				
With Federal Reserve Banks	18,459	832	+ 662	17,393
Currency and coin (estimated)	<u>4,008</u>	<u>+ 68</u>	<u>+ 365</u>	<u>4,286</u>
Total reserves held	22,467	- 764	+1,027	21,679
Required reserves (estimated)	22,270	- 271	+1,220	22,301
Excess reserves (estimated)	197	- 493	- 193	-622

On January 19, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,920 million, an increase of \$26 million for the week and a decrease of \$267 million from the comparable date a year ago.

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

	Jan. 19, 1966	Change since	
		Jan. 12, 1966	Jan. 20, 1965
<b>A S S E T S</b>			
Gold certificate account	11,702	--	-1,615
Redemption fund for F. R. notes	<u>1,728</u>	--	+ 165
<u>Total gold certificate reserves</u>	13,430	--	-1,450
Cash	(1,058) <sup>*</sup> 151	+ 12	- 27
Discounts and advances	67	- 56	19
Acceptances:			
Bought outright	73	--	17
Held under repurchase agreements	28	- 48	2
U. S. Government securities:			
Bought outright--			
Bills	8,542	-849	+2,745
Certificates	--	--	--
Notes	24,828	--	- 360
Bonds	<u>6,550</u>	--	+1,276
Total bought outright	39,920	-849	+3,661
Held under repurchase agreements	--	--	- 26
<u>Total U. S. Government securities</u>	<u>39,920</u>	<u>-849</u>	<u>+3,635</u>
<u>Total loans and securities</u>	40,088	-953	+3,631
Cash items in process of collection	(1,864) 7,582	+369	+ 699
Bank premises	103	--	--
Other assets <sup>1/</sup>	<u>773</u>	+ 22	+ 24
<u>TOTAL ASSETS</u>	(2,922) <u>62,127</u>	<u>-550</u>	<u>+2,877</u>
<b>L I A B I L I T I E S</b>			
Federal Reserve notes	(1,058) 36,551	-385	+2,594
Deposits:			
Member bank reserves	17,393	-600	+ 278
U. S. Treasurer--general account	854	+ 60	- 244
Foreign	134	- 19	- 43
Other <sup>2/</sup>	<u>237</u>	--	+ 30
<u>Total deposits</u>	18,618	-559	+ 21
Deferred availability cash items	(1,864) 5,613	+381	+ 665
Other liabilities and accrued dividends	<u>164</u>	- 15	- 469
<u>TOTAL LIABILITIES</u>	(2,922) <u>60,946</u>	<u>-578</u>	<u>+2,811</u>
<b>C A P I T A L A C C O U N T S</b>			
Capital paid in	552	--	+ 28
Surplus	551	--	+ 27
Other capital accounts	<u>78</u>	+ 28	+ 11
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,922) <u>62,127</u>	<u>-550</u>	<u>+2,877</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	35.7%	+ .2%	- 7.0%
Contingent liability on acceptances purchased for foreign correspondents	138	- 3	+ 15
* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on the following pages.			
<sup>1/</sup> Includes assets denominated in foreign currencies and IMF gold deposited.			
<sup>2/</sup> Includes IMF gold deposit.			

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, JANUARY 19, 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	45	45	1,157	+132
16 days to 90 days	22	56	5,800	-571
91 days to 1 year	--	--	17,063	-410
Over 1 year to 5 years	--	--	14,066	--
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	<u>385</u>	--
Total	67	101	39,920	-849

	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>A S S E T S</b>													
Gold certificate account	11,702	664	2,492	690	969	1,058	658	2,369	381	237	506	343	1,335
Redemption fund for F. R. notes	1,728	99	407	93	148	140	99	318	64	32	67	57	204
<u>Total gold certificate reserves</u>	13,430	763	2,899	783	1,117	1,198	757	2,687	445	269	573	400	1,539
F. R. notes of other Banks	1,058	84	224	83	80	111	102	101	46	33	34	60	100
Other cash	151	11	20	6	13	13	16	21	8	5	10	8	20
Discounts and advances	67	1	10	9	2	2	7	16	3	4	6	1	6
Acceptances:													
Bought outright	73	--	73	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	28	--	28	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	8,542	443	2,056	446	725	604	488	1,423	326	177	335	351	1,168
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	39,920	2,068	9,610	2,085	3,388	2,823	2,282	6,649	1,525	827	1,563	1,643	5,457
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	39,920	2,068	9,610	2,085	3,388	2,823	2,282	6,649	1,525	827	1,563	1,643	5,457
<u>Total loans and securities</u>	40,088	2,069	9,721	2,094	3,390	2,825	2,289	6,665	1,528	831	1,569	1,644	5,463
Cash items in process of collection	9,446	654	1,853	546	629	699	775	1,544	449	292	595	494	916
Bank premises	103	3	9	3	5	5	20	20	7	3	7	11	10
Other assets <u>1/</u>	773	36	220	40	64	46	43	112	26	17	33	36	100
<b>TOTAL ASSETS</b>	65,049	3,620	14,946	3,555	5,298	4,897	4,002	11,150	2,509	1,450	2,821	2,653	8,148

1/ Includes assets denominated in foreign currencies and IMF gold deposited.

## STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JANUARY 19, 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)													
<b>LIABILITIES</b>													
Federal Reserve notes	37,609	2,247	8,528	2,219	3,213	3,370	2,207	6,828	1,434	698	1,415	1,183	4,267
Deposits:													
Member bank reserves	17,393	652	4,385	730	1,335	801	1,052	2,818	604	438	839	942	2,797
U.S. Treasurer--general account	854	52	85	68	59	81	57	72	64	38	87	77	114
Foreign	134	7	<u>1/</u> 30	8	13	7	9	20	5	3	6	8	18
Other	237	*	<u>2/</u> 165	1	*	8	1	2	*	1	3	1	55
<u>Total deposits</u>	18,618	711	4,665	807	1,407	897	1,119	2,912	673	480	935	1,028	2,984
Deferred availability cash items	7,477	597	1,403	459	557	557	597	1,212	355	240	413	368	719
Other liabilities and accrued dividends	164	8	41	6	15	11	9	27	6	4	7	7	23
<b>TOTAL LIABILITIES</b>	63,868	3,563	14,637	3,491	5,192	4,835	3,932	10,979	2,468	1,422	2,770	2,586	7,993
<b>CAPITAL ACCOUNTS</b>													
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	78	3	20	4	6	6	4	13	3	2	3	3	11
<b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>	65,049	3,620	14,946	3,555	5,298	4,897	4,002	11,150	2,509	1,450	2,821	2,653	8,148
Contingent liability on acceptances purchased for foreign correspondents	138	7	<u>3/</u> 36	8	12	7	8	20	5	3	6	8	18
<b>FEDERAL RESERVE AGENT'S ACCOUNTS</b>													
F. R. notes outstanding	40,202	2,357	9,080	2,324	3,470	3,573	2,414	7,306	1,523	735	1,501	1,283	4,636
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	9	--	--	7	--	--	--	--	2	--	--	--	--
U. S. Government securities	34,725	1,945	8,200	1,900	2,950	2,765	1,900	6,400	1,310	625	1,300	1,130	4,300
<u>Total collateral</u>	41,359	2,385	9,200	2,407	3,550	3,618	2,450	7,500	1,627	752	1,525	1,310	5,035

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

2/ Includes IMF gold deposit.

3/ After deducting \$102 million participations of other Federal Reserve Banks.

\* Less than \$500,000.