



# FEDERAL RESERVE

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

H.4.1

For immediate release  
February 3, 1966

The average of daily figures of total member bank reserves held during the week ended February 2 increased a net of \$125 million to \$22,580 million. Estimated currency and coin of member banks decreased \$59 million and their reserve balances at the Federal Reserve Banks increased \$184 million. Estimated required reserves increased \$22 million; and estimated excess reserves increased \$103 million to \$401 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$17 million, compared with the revised net borrowed figure of \$54 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$249 million in U. S. Government securities held under repurchase agreements, \$89 million in U. S. Government securities bought outright, and \$66 million in member bank borrowings, and a decrease of \$156 million in currency in circulation. The principal offsetting changes were decreases of \$178 million in Federal Reserve float and \$34 million in acceptances held under repurchase agreements, and increases of \$88 million in Treasury deposits with Federal Reserve Banks, \$59 million in "other" F. R. accounts (net), and \$34 million in foreign deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$189 million.

As of Wednesday, February 2, holdings of U. S. Government securities bought outright were \$563 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$446 million higher, and member bank borrowings were \$317 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Feb. 2, 1966
	Week ended	Change from week ended		
	Feb. 2, 1966	Jan. 26, 1966	Feb. 3, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,299	+ 89	+3,530	40,599
Held under repurchase agreements	249	+249	+ 142	446
Acceptances--				
Bought outright	73	- 1	+ 15	73
Held under repurchase agreements	38	- 34	- 18	35
Discounts and advances--				
Member bank borrowings	418	+ 66	+ 140	595
Other	21	- 1	- 24	20
Float	<u>1,907</u>	<u>-178</u>	<u>+ 296</u>	<u>1,890</u>
Total Reserve Bank credit	43,005	+189	+4,082	43,658
Gold stock	13,732	- 1	-1,425	13,734
Treasury currency outstanding	<u>5,632</u>	<u>+ 17</u>	<u>+ 236</u>	<u>5,635</u>
	62,369	+205	+2,893	63,027
Currency in circulation	41,081	-156	+2,516	41,156
Treasury cash holdings	831	- 8	+ 167	828
Treasury deposits with F. R. Banks	834	+ 88	- 106	1,039
Foreign deposits with F. R. Banks	178	+ 34	+ 30	167
Other deposits with F. R. Banks	235	+ 4	+ 19	236
Other F. R. accounts (net)	<u>540</u>	<u>+ 59</u>	<u>- 492</u>	<u>697</u>
	43,700	+ 22	+2,135	44,123
Member bank reserves:				
With Federal Reserve Banks	18,669	+184	+ 757	18,904
Currency and coin (estimated)	<u>3,911</u>	<u>- 59</u>	<u>+ 422</u>	<u>4,102</u>
Total reserves held	22,580	+125	+1,179	23,006
Required reserves (estimated)	22,179	+ 22	+1,160	22,430
Excess reserves (estimated)	401	+103	+ 19	576

On February 2, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,767 million, a decrease of \$253 million for the week and a decrease of \$212 million from the comparable date a year ago.

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

		Feb. 2, 1966	Change since Jan. 26, 1966	Feb. 3, 1965
<u>A S S E T S</u>				
Gold certificate account		11,696	+ 15	-1,546
Redemption fund for F. R. notes		1,740	--	+ 178
<u>Total gold certificate reserves</u>		<u>13,436</u>	<u>+ 15</u>	<u>-1,368</u>
	*			
Cash	(1,147)	168	+ 1	- 17
Discounts and advances		615	- 317	- 140
Acceptances:				
Bought outright		73	--	+ 15
Held under repurchase agreements		35	38	- 28
U. S. Government securities:				
Bought outright--				
Bills		9,221	+ 563	+2,534
Certificates		--	--	--
Notes		24,828	--	- 360
Bonds		6,550	--	+1,276
Total bought outright		<u>40,599</u>	<u>+ 563</u>	<u>+3,450</u>
Held under repurchase agreements		446	+ 446	+ 208
<u>Total U. S. Government securities</u>		<u>41,045</u>	<u>+1,009</u>	<u>+3,658</u>
<u>Total loans and securities</u>		<u>41,768</u>	<u>+ 654</u>	<u>+3,505</u>
Cash items in process of collection	(1,428)	6,468	+ 57	+ 651
Bank premises		102	- 1	--
Other assets <u>1/</u>		622	- 177	- 2
<u>TOTAL ASSETS</u>	(2,575)	<u>62,564</u>	<u>+ 549</u>	<u>+2,769</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(1,147)	36,219	28	+2,435
Deposits:				
Member bank reserves		18,904	+ 416	+ 500
U. S. Treasurer--general account		1,039	+ 299	+ 14
Foreign		167	+ 33	+ 29
Other <u>2/</u>	(1)	236	--	+ 25
<u>Total deposits</u>	(1)	<u>20,346</u>	<u>+ 748</u>	<u>+ 568</u>
Deferred availability cash items	(1,427)	4,578	- 215	+ 158
Other liabilities and accrued dividends		181	+ 13	- 467
<u>TOTAL LIABILITIES</u>	(2,575)	<u>61,324</u>	<u>+ 518</u>	<u>+2,694</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		555	--	+ 27
Surplus		551	--	+ 27
Other capital accounts		134	+ 31	+ 21
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,575)	<u>62,564</u>	<u>+ 549</u>	<u>+2,769</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)		36.0%	+ .1%	- 6.7%
Contingent liability on acceptances purchased for foreign correspondents		134	- 2	+ 12

\* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on the following pages.

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

2/ Includes IMF gold deposit.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, FEBRUARY 2, 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	592	52	3,767	+2,537
16 days to 90 days	23	56	4,097	-1,723
91 days to 1 year	--	--	17,281	+ 195
Over 1 year to 5 years	--	--	14,066	--
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	385	--
<u>Total</u>	<u>615</u>	<u>108</u>	<u>41,045</u>	<u>+1,009</u>

## STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON FEBRUARY 2, 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	11,696	739	2,069	748	1,122	1,075	644	2,460	419	206	429	361	1,424
Redemption fund for F. R. notes	1,740	99	415	93	147	148	99	317	64	32	67	56	203
<u>Total gold certificate reserves</u>	13,436	838	2,484	841	1,269	1,223	743	2,777	483	238	496	417	1,627
F. R. notes of other Banks	1,147	87	258	91	96	103	116	109	50	37	38	65	97
Other cash	168	12	25	6	15	15	19	23	9	6	7	9	22
Discounts and advances	615	22	162	19	15	41	20	161	30	10	30	6	99
Acceptances:													
Bought outright	73	--	73	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	35		35										
U. S. Government securities:													
Bought outright--													
Bills	9,221	485	2,279	472	758	630	517	1,522	342	200	369	385	1,262
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	24,828	1,305	6,135	1,271	2,041	1,696	1,394	4,100	922	537	992	1,036	3,399
Bonds	6,550	344	1,619	335	539	448	368	1,081	243	142	262	273	896
Total	40,599	2,134	10,033	2,078	3,338	2,774	2,279	6,703	1,507	879	1,623	1,694	5,557
Held under repurchase agreements	446	--	446	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,045	2,134	10,479	2,078	3,338	2,774	2,279	6,703	1,507	879	1,623	1,694	5,557
<u>Total loans and securities</u>	41,768	2,156	10,749	2,097	3,353	2,815	2,299	6,864	1,537	889	1,653	1,700	5,656
Cash items in process of collection	7,896	536	1,418	481	566	613	640	1,343	376	256	471	385	811
Bank premises	102	3	9	3	5	5	20	20	7	3	7	10	10
Other assets <u>1/</u>	622	29	185	31	50	36	33	92	21	13	26	26	80
<u>TOTAL ASSETS</u>	65,139	3,661	15,128	3,550	5,354	4,810	3,870	11,228	2,483	1,442	2,698	2,612	8,303

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

## STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON FEBRUARY 2, 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>L I A B I L I T I E S</u>													
Federal Reserve notes	37,366	2,233	8,483	2,200	3,183	3,360	2,187	6,781	1,424	693	1,406	1,178	4,238
Deposits:													
Member bank reserves	18,904	771	4,884	847	1,485	863	1,037	3,048	676	449	798	1,005	3,041
U.S. Treasurer--general account	1,039	82	210	76	92	68	54	104	75	51	80	41	106
Foreign	167	8	1/48	9	14	8	10	23	6	4	7	9	21
Other	237	1	27167	1	1	8	1	1	1	*	2	1	53
<u>Total deposits</u>	20,347	862	5,309	933	1,592	947	1,102	3,176	758	504	887	1,056	3,221
Deferred availability cash items	6,005	497	964	342	454	426	496	1,060	251	213	344	301	657
Other liabilities and accrued dividends	181	9	49	8	14	12	10	30	7	3	7	8	24
<u>TOTAL LIABILITIES</u>	63,899	3,601	14,805	3,483	5,243	4,745	3,795	11,047	2,440	1,413	2,644	2,543	8,140
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	555	27	145	30	50	28	33	80	19	13	25	32	73
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	134	6	34	7	11	9	9	22	5	3	5	5	18
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	65,139	3,661	15,128	3,550	5,354	4,810	3,870	11,228	2,483	1,442	2,698	2,612	8,303
Contingent liability on acceptances purchased for foreign correspondents	134	6	3/35	7	12	7	8	19	5	3	6	8	18
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F.R. notes outstanding	40,009	2,344	9,062	2,308	3,463	3,547	2,395	7,272	1,512	731	1,489	1,276	4,604
Collateral for F. R. notes:													
Gold certificate account	6,660	440	1,000	500	600	888	550	1,100	315	127	225	180	735
Eligible paper	45			16					29				
U. S. Government securities	34,653	1,945	8,200	1,900	2,950	2,693	1,900	6,400	1,310	625	1,300	1,130	4,300
<u>Total collateral</u>	41,358	2,385	9,200	2,416	3,550	3,581	2,450	7,500	1,654	752	1,525	1,310	5,035

1/ After deducting \$119 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$99 million participations of other Federal Reserve Banks.

\* Less than \$500,000.