



FEDERAL RESERVE

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

H.4.1

For immediate release
February 24, 1966

The average of daily figures of total member bank reserves held during the week ended February 23 decreased a net of \$10 million to \$22,132 million. Estimated currency and coin of member banks increased \$29 million and their reserve balances at the Federal Reserve Banks decreased \$39 million. Estimated required reserves decreased \$100 million; and estimated excess reserves increased \$90 million to \$418 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$102 million, compared with the revised net borrowed figure of \$125 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$318 million in U. S. Government securities bought outright and \$267 million in U. S. Government securities held under repurchase agreements, and an increase of \$131 million in "other" F. R. accounts (net). The principal offsetting changes were increases of \$302 million in Federal Reserve float and \$67 million in member bank borrowings, and decreases of \$229 million in Treasury deposits with Federal Reserve Banks and \$64 million in currency in circulation. Total Reserve Bank credit decreased \$218 million.

As of Wednesday, February 23, holdings of U. S. Government securities bought outright were \$220 million lower than a week earlier and member bank borrowings were \$88 million lower. Outright holdings of bills decreased \$263 million and notes increased \$43 million.

	Averages of daily figures			Wednesday, Feb. 23, 1966
	Week ended Feb. 23, 1966	Change from week ended		
		Feb. 16, 1966	Feb. 24, 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	40,224	-318	+3,506	40,000
Held under repurchase agreements	--	-267	- 94	--
Acceptances--				
Bought outright	74	+ 1	+ 19	73
Held under repurchase agreements	34	- 2	+ 34	31
Discounts and advances--				
Member bank borrowings	520	+ 67	--	636
Other	20	--	- 25	20
Float	<u>2,041</u>	<u>+302</u>	<u>+ 311</u>	<u>1,362</u>
Total Reserve Bank credit	42,912	-218	+3,750	42,122
Gold stock	13,733	--	-1,205	13,734
Treasury currency outstanding	<u>5,660</u>	<u>+ 12</u>	<u>+ 269</u>	<u>5,671</u>
	62,306	-205	+2,815	61,527
Currency in circulation	41,219	- 64	+2,606	41,322
Treasury cash holdings	840	+ 7	+ 121	845
Treasury deposits with F. R. Banks	681	-229	- 197	878
Foreign deposits with F. R. Banks	129	- 6	10	129
Other deposits with F. R. Banks	232	- 4	+ 28	229
Other F. R. accounts (net)	<u>876</u>	<u>+131</u>	<u>- 319</u>	<u>873</u>
	43,977	-166	+2,229	44,276
Member bank reserves:				
With Federal Reserve Banks	18,329	- 39	+ 585	17,252
Currency and coin (estimated)	<u>3,803</u>	<u>+ 29</u>	<u>+ 361</u>	<u>4,116</u>
Total reserves held	22,132	- 10	+ 946	21,368
Required reserves (estimated)	21,714	-100	+1,064	21,678
Excess reserves (estimated)	418	+ 90	- 118	- 310

On February 23, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,887 million, an increase of \$49 million for the week and a decrease of \$249 million from the comparable date a year

H.4.1(a)

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

		Change since		
		Feb. 23, 1966	Feb. 16, 1966	Feb. 24, 1965
<u>A S S E T S</u>				
Gold certificate account		11,694	--	-1,398
Redemption fund for F. R. notes		1,723	- 2	+ 174
<u>Total gold certificate reserves</u>		<u>13,417</u>	<u>- 2</u>	<u>-1,224</u>
	*			
Cash	(1,005)	186	2	+ 22
Discounts and advances		656	88	+ 524
Acceptances:				
Bought outright		73	--	+ 18
Held under repurchase agreements		31	2	+ 31
U. S. Government securities:				
Bought outright--				
Bills		8,579	263	+2,494
Certificates		--	--	--
Notes		24,871	43	- 826
Bonds		6,550	--	+1,704
<u>Total bought outright</u>		<u>40,000</u>	<u>- 220</u>	<u>+3,372</u>
Held under repurchase agreements		--	--	- 53
<u>Total U. S. Government securities</u>		<u>40,000</u>	<u>- 220</u>	<u>+3,319</u>
<u>Total loans and securities</u>		<u>40,760</u>	<u>- 310</u>	<u>+3,892</u>
Cash items in process of collection	(1,833)	6,198	-1,353	+ 369
Bank premises		102	--	--
Other assets ^{1/}		410	+ 23	- 39
<u>TOTAL ASSETS</u>	<u>(2,838)</u>	<u>61,073</u>	<u>-1,644</u>	<u>+3,020</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(1,005)	36,364	24	+2,483
Deposits:				
Member bank reserves		17,252	- 647	+ 369
U. S. Treasurer--general account		878	- 41	- 41
Foreign		129	- 10	- 5
Other ^{2/}		229	- 20	+ 20
<u>Total deposits</u>		<u>18,488</u>	<u>- 718</u>	<u>+ 343</u>
Deferred availability cash items	(1,833)	4,836	- 971	+ 552
Other liabilities and accrued dividends		182	- 9	- 417
<u>TOTAL LIABILITIES</u>	<u>(2,838)</u>	<u>59,870</u>	<u>-1,674</u>	<u>+2,961</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		556	--	+ 24
Surplus		551	--	+ 27
Other capital accounts		96	+ 30	+ 8
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS (2,838)</u>		<u>61,073</u>	<u>-1,644</u>	<u>+3,020</u>

Ratio of gold certificate reserves to F. R. note

liability (computed from figures as shown on the following pages--not consolidated)

35.9%

- 6.4%

Contingent liability on acceptances purchased

for foreign correspondents

135

- 1

+ 17

* 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 23, 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	630	46	1,136	- 63
16 days to 90 days	26	58	9,852	-235
91 days to 1 year	**	--	14,059	+ 68
Over 1 year to 5 years	--	--	13,119	+ 10
Over 5 years to 10 years	--	--	1,449	--
Over 10 years	--	--	385	--
<u>Total</u>	<u>656</u>	<u>104</u>	<u>40,000</u>	<u>-220</u>

**Less than \$500,000.

	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	11,694	637	2,828	699	1,001	1,108	642	2,159	383	169	307	367	1,394
Redemption fund for F. R. notes	1,723	98	412	92	145	144	97	315	64	32	66	56	202
<u>Total gold certificate reserves</u>	13,417	735	3,240	791	1,146	1,252	739	2,474	447	201	373	423	1,596
F. R. notes of other Banks	1,005	73	243	63	95	91	106	91	43	30	32	64	74
Other cash	186	13	26	8	14	15	22	26	10	6	11	10	25
Discounts and advances	656	21	75	36	2	35	47	245	10	5	79	27	74
Acceptances:													
Bought outright	73	--	73	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	31		31										
U. S. Government securities:													
Bought outright--													
Bills	8,579	451	2,120	439	705	586	482	1,462	319	186	343	312	1,174
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	24,871	1,308	6,146	1,273	2,044	1,699	1,396	4,240	923	538	994	905	3,405
Bonds	6,550	344	1,619	335	539	446	368	1,116	243	142	262	238	896
Total	40,000	2,103	9,885	2,047	3,288	2,733	2,246	6,818	1,485	866	1,599	1,455	5,475
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	40,000	2,103	9,885	2,047	3,288	2,733	2,246	6,818	1,485	866	1,599	1,455	5,475
<u>Total loans and securities</u>	40,760	2,124	10,064	2,083	3,290	2,768	2,293	7,063	1,495	871	1,678	1,482	5,549
Cash items in process of collection	8,031	461	1,409	491	560	718	634	1,426	375	230	523	441	763
Bank premises ^{1/}	102	3	9	3	5	5	20	20	7	3	7	10	10
Other assets ^{1/}	410	18	133	20	35	22	21	57	13	7	17	16	51
TOTAL ASSETS	63,911	3,427	15,124	3,459	5,145	4,871	3,835	11,157	2,390	1,348	2,641	2,446	8,068

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

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON FEBRUARY 23, 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)													
LIABILITIES													
Federal Reserve notes	37,369	2,237	8,490	2,198	3,184	3,357	2,171	6,794	1,420	693	1,405	1,177	4,243
Deposits:													
Member bank reserves	17,252	596	4,818	645	1,168	799	1,021	2,715	595	392	814	824	2,865
U.S. Treasurer--general account	878	27	181	50	61	56	78	129	35	58	47	63	93
Foreign	129	6	1/30	7	12	7	8	19	5	3	6	8	18
Other	229	1	2/159	2	*	5	1	3	*	1	3	*	54
<u>Total deposits</u>	18,488	630	5,188	704	1,241	867	1,108	2,866	635	454	870	895	3,030
Deferred availability cash items	6,669	493	1,085	483	597	572	475	1,292	286	168	306	299	613
Other liabilities and accrued dividends	182	9	47	9	15	12	10	30	7	5	7	7	24
TOTAL LIABILITIES	62,708	3,369	14,810	3,394	5,037	4,808	3,764	10,982	2,348	1,320	2,588	2,378	7,910
CAPITAL ACCOUNTS													
Capital paid in	556	27	145	30	50	29	33	80	19	13	25	32	73
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	96	4	25	5	8	6	5	16	4	2	4	4	13
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	63,911	3,427	15,124	3,459	5,145	4,871	3,835	11,157	2,390	1,348	2,641	2,446	8,066
Contingent liability on acceptances purchased for foreign correspondents	135	7	3/35	7	12	7	8	19	5	3	6	8	15
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	39,818	2,358	9,013	2,287	3,456	3,535	2,371	7,237	1,510	733	1,484	1,272	4,562
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	43	--	--	34	--	--	--	--	9	--	--	--	--
U. S. Government securities	34,638	1,945	8,200	1,900	2,950	2,678	1,900	6,400	1,310	625	1,300	1,130	4,300
<u>Total collateral</u>	41,341	2,385	9,200	2,434	3,550	3,566	2,450	7,500	1,634	752	1,525	1,310	5,035

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

2/ Includes IMF gold deposit.

3/ After deducting \$100 million participations of other Federal Reserve Banks.

* Less than \$500,000.