



FEDERAL RESERVE

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

H.4.1

For immediate release
May 12, 1966

The average of daily figures of total member bank reserves held during the week ended May 11 decreased a net of \$146 million to \$22,597 million. Estimated currency and coin of member banks decreased \$224 million and their reserve balances at the Federal Reserve Banks increased \$78 million. Estimated required reserves decreased \$223 million; and estimated excess reserves increased \$77 million to \$356 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$324 million, compared with the revised net borrowed figure of \$338 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$217 million in U. S. Government securities held under repurchase agreements, \$185 million in U. S. Government securities bought outright, and \$63 million in member bank borrowings, and a decrease of \$26 million in foreign deposits with Federal Reserve Banks. The principal offsetting changes were decreases of \$151 million in Federal Reserve float and \$43 million in acceptances held under repurchase agreements, and an increase of \$234 million in currency in circulation. Total Reserve Bank credit increased \$271 million.

As of Wednesday, May 11, holdings of U. S. Government securities bought outright were \$243 million lower than a week earlier, U. S. Government securities held under repurchase agreements were \$27 million lower, and member bank borrowings were \$695 million lower.

	Averages of daily figures			Wednesday, May 11, 1966
	Week ended May 11, 1966	Change from week ended		
Member bank reserves, Reserve Bank credit, and related items	May 4, 1966	May 12, 1965		
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	40,940	+185	+3,375	40,766
Held under repurchase agreements	299	+217	- 326	236
Acceptances--				
Bought outright	80	--	+ 27	80
Held under repurchase agreements	34	- 43	+ 16	31
Discounts and advances--				
Member bank borrowings	680	+ 63	+ 182	194
Other	22	+ 2	+ 6	20
Float	<u>1,777</u>	<u>-151</u>	<u>+ 220</u>	<u>1,538</u>
Total Reserve Bank credit	43,831	+271	+3,499	42,865
Gold stock	13,618	- 15	- 777	13,534
Treasury currency outstanding	<u>5,819</u>	<u>+ 17</u>	<u>+ 420</u>	<u>5,826</u>
	63,268	+274	+3,142	62,225
Currency in circulation	41,834	+234	+2,763	41,969
Treasury cash holdings	941	- 3	+ 197	952
Treasury deposits with F. R. Banks	517	+ 7	- 493	496
Foreign deposits with F. R. Banks	131	- 26	- 3	124
Other deposits with F. R. Banks	391	- 9	+ 200	381
Other F. R. accounts (net)	<u>411</u>	<u>- 6</u>	<u>- 410</u>	<u>401</u>
	44,225	+196	+2,253	44,323
Member bank reserves:				
With Federal Reserve Banks	19,044	+ 78	+ 890	17,902
Currency and coin (estimated)	<u>3,553</u>	<u>-224</u>	<u>+ 242</u>	<u>4,031</u>
Total reserves held	22,597	-146	+1,132	21,933
Required reserves (estimated)	22,241	-223	+1,125	22,374
Excess reserves (estimated)	356	+ 77	+ 7	-441

On May 11, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,549 million, an increase of \$14 million for the week and a decrease of \$65 million from the comparable date a year ago.

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

	May 11, 1966	<u>Change since</u>	
		May 4, 1966	May 12, 1965
A S S E T S			
Gold certificate account	11,359	100	-1,175
Redemption fund for F. R. notes	<u>1,726</u>	<u>--</u>	<u>+ 185</u>
<u>Total gold certificate reserves</u>	13,085	- 100	- 990
Cash	(894) 233	+ 4	+ 113
Discounts and advances	214	- 695	+ 76
Acceptances:			
Bought outright	80	--	+ 28
Held under repurchase agreements	31	40	+ 20
U. S. Government securities:			
Bought outright--			
Bills	9,215	243	+2,288
Certificates	12	--	+ 12
Notes	24,965	--	- 726
Bonds	<u>6,574</u>	<u>--</u>	<u>+1,646</u>
Total bought outright	40,766	- 243	+3,220
Held under repurchase agreements	<u>236</u>	<u>- 27</u>	<u>- 305</u>
<u>Total U. S. Government securities</u>	<u>41,002</u>	<u>- 270</u>	<u>+2,915</u>
<u>Total loans and securities</u>	41,327	-1,005	+3,039
Cash items in process of collection	(1,523) 6,813	300	+ 435
Bank premises	102	--	--
Other assets <u>1/</u>	<u>982</u>	<u>+ 37</u>	<u>+ 217</u>
<u>TOTAL ASSETS</u>	(2,417) <u>62,542</u>	<u>-1,364</u>	<u>+2,814</u>
L I A B I L I T I E S			
Federal Reserve notes	(894) 36,879	+ 208	+2,518
Deposits:			
Member bank reserves	17,902	-1,420	+ 528
U. S. Treasurer--general account	496	- 8	- 584
Foreign	124	- 13	+ 4
Other <u>2/</u>	<u>381</u>	<u>- 19</u>	<u>+ 207</u>
<u>Total deposits</u>	18,903	-1,460	+ 155
Deferred availability cash items	(1,523) 5,275	- 139	+ 255
Other liabilities and accrued dividends	<u>195</u>	<u>- 4</u>	<u>- 287</u>
<u>TOTAL LIABILITIES</u>	(2,417) <u>61,252</u>	<u>-1,395</u>	<u>+2,641</u>
C A P I T A L A C C O U N T S			
Capital paid in	560	--	+ 21
Surplus	551	--	+ 27
Other capital accounts	<u>179</u>	<u>+ 31</u>	<u>+ 125</u>
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS (2,417)</u>	<u>62,542</u>	<u>-1,364</u>	<u>+2,814</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages-- <u>not</u> consolidated)	34.6%	.4%	- 5.7%
Contingent liability on acceptances purchased <u>for foreign correspondents</u>	146	+ 6	+ 1

* 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 MAY 11, 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>U. S. Government securities</u>	
			Holdings	Changes during week
Within 15 days	187	46	7,984	+ 46
16 days to 90 days	27	65	4,184	-187
91 days to 1 year	--	--	13,847	-129
Over 1 year to 5 years	--	--	13,297	--
Over 5 years to 10 years	--	--	1,305	--
Over 10 years	--	--	<u>385</u>	<u>--</u>
Total	<u>214</u>	<u>111</u>	<u>41,002</u>	<u>-270</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON MAY 11, 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	11,359	661	2,087	654	1,023	1,147	766	2,260	459	232	484	374	1,212
Redemption fund for F. R. notes	1,726	99	413	92	147	142	100	311	63	32	66	57	204
<u>Total gold certificate reserves</u>	13,085	760	2,500	746	1,170	1,289	866	2,571	522	264	550	431	1,416
F. R. notes of other Banks	894	58	240	47	75	88	102	73	36	20	33	59	63
Other cash	233	15	31	12	33	14	19	35	14	6	11	15	28
Discounts and advances	214	18	24	7	3	19	28	33	7	22	17	11	25
Acceptances:													
Bought outright	80	--	80	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	31		31				--				--		
U. S. Government securities:													
Bought outright--													
Bills	9,215	484	2,304	477	755	623	488	1,555	323	184	348	355	1,319
Certificates	12	1	3	1	1	1	1	2	*	*	*	*	2
Notes	24,965	1,312	6,242	1,292	2,045	1,688	1,323	4,214	874	497	942	962	3,574
Bonds	6,574	346	1,644	341	538	444	348	1,110	230	131	248	253	941
Total	40,766	2,143	10,193	2,111	3,339	2,756	2,160	6,881	1,427	812	1,538	1,570	5,836
Held under repurchase agreements	236	--	236	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,002	2,143	10,429	2,111	3,339	2,756	2,160	6,881	1,427	812	1,538	1,570	5,836
<u>Total loans and securities</u>	41,327	2,161	10,564	2,118	3,342	2,775	2,188	6,914	1,434	834	1,555	1,581	5,861
Cash items in process of collection	8,336	567	1,438	531	564	666	688	1,366	449	268	524	425	850
Bank premises	102	3	9	3	5	5	20	20	7	3	7	10	10
Other assets ^{1/}	982	40	386	44	68	49	44	124	28	17	34	37	111
TOTAL ASSETS	64,959	3,604	15,168	3,501	5,257	4,886	3,927	11,103	2,490	1,412	2,714	2,558	8,339

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

* Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON MAY 11, 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	37,773	2,272	8,561	2,219	3,181	3,390	2,177	6,849	1,428	713	1,431	1,202	4,350
Deposits:													
Member bank reserves	17,902	681	4,722	703	1,374	843	1,077	2,827	612	414	789	900	2,960
U. S. Treasurer--general account	496	48	45	23	39	32	46	52	50	18	29	29	87
Foreign	124	6	<u>1/</u> 32	7	11	6	8	18	4	3	6	7	16
Other	381	1	<u>2/</u> 312	*	1	6	1	2	*	*	2	2	54
<u>Total deposits</u>	18,903	736	5,111	733	1,425	887	1,132	2,899	666	435	826	938	3,115
Deferred availability cash items	6,798	523	1,110	471	521	526	531	1,133	345	230	393	338	677
Other liabilities and accrued dividends	195	10	50	9	16	14	10	32	7	4	8	8	27
TOTAL LIABILITIES	63,669	3,541	14,832	3,432	5,143	4,817	3,850	10,913	2,446	1,382	2,658	2,486	8,169
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	560	27	146	30	50	29	34	81	19	13	25	33	73
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	179	9	46	9	14	12	10	30	6	4	7	7	25
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	64,959	3,604	15,168	3,501	5,257	4,886	3,927	11,103	2,490	1,412	2,714	2,558	8,339
Contingent liability on acceptances purchased for foreign correspondents	146	7	<u>3/</u> 38	8	13	7	9	21	5	4	6	9	19
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	40,101	2,397	9,115	2,304	3,438	3,565	2,357	7,210	1,513	746	1,513	1,294	4,649
Collateral for F. R. notes:													
Gold certificate account	6,613	500	1,000	500	600	906	425	1,100	315	127	225	180	735
Eligible paper	11	--	--	5	--	--	--	--	6	--	--	--	--
U. S. Government securities	34,678	1,945	8,200	1,900	2,950	2,693	1,975	6,300	1,310	625	1,300	1,180	4,300
<u>Total collateral</u>	41,302	2,445	9,200	2,405	3,550	3,599	2,400	7,400	1,631	752	1,525	1,360	5,035

1/ After deducting \$92 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$108 million participations of other Federal Reserve Banks.

* Less than \$500,000.