



FEDERAL RESERVE

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

For immediate release
June 9, 1966

H.4.1

The average of daily figures of total member bank reserves held during the week ended June 8 decreased \$166 million to \$22,202 million. Estimated currency and coin of member banks decreased \$163 million and their reserve balances at the Federal Reserve Banks decreased \$3 million. Estimated required reserves increased \$87 million; and estimated excess reserves decreased \$253 million to \$172 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$375 million, compared with the revised net borrowed figure of \$387 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were a decrease of \$265 million in member bank borrowings and an increase of \$239 million in currency in circulation. The principal offsetting changes were increases of \$204 million in U. S. Government securities bought outright, \$95 million in Federal Reserve float, and \$34 million in acceptances held under repurchase agreements, and a decrease of \$102 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$91 million.

As of Wednesday, June 8, holdings of U. S. Government securities bought outright were \$203 million higher than a week earlier and member bank borrowings were \$612 million higher. Outright holdings of bills, notes, and bonds increased \$156 million, \$16 million, and \$31 million, respectively.

	Averages of daily figures			Wednesday, June 8, 1966
	Week ended June 8, 1966	Change from week ended		
		June 1, 1966	June 9, 1965	
<u>Member bank reserves, Reserve Bank credit, and related items</u>				
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	41,661	+204	+3,146	41,542
Held under repurchase agreements	21	+ 21	- 353	--
Acceptances--				
Bought outright	82	--	+ 37	83
Held under repurchase agreements	133	+ 34	+ 111	131
Discounts and advances--				
Member bank borrowings	547	-265	73	976
Other	20	--	--	17
Float	1,765	+ 95	+ 209	1,399
Total Reserve Bank credit	44,230	+ 91	+3,224	44,148
Gold stock	13,533	- 1	- 760	13,534
Treasury currency outstanding	5,888	+ 20	+ 494	5,894
	63,651	+110	+2 959	63,576
Currency in circulation	42,226	+239	+2,754	42,366
Treasury cash holdings	992	- 3	+ 227	1,008
Treasury deposits with F. R. Banks	737	-102	- 103	901
Foreign deposits with F. R. Banks	146	- 3	+ 19	156
Other deposits with F. R. Banks	392	- 1	+ 214	400
Other F. R. accounts (net)	617	- 16	- 676	616
	45,109	+113	+2,434	45,447
Member bank reserves:				
With Federal Reserve Banks	18,542	- 3	+ 525	18,129
Currency and coin (estimated)	3,660	-163	+ 310	4,002
Total reserves held	22,202	-166	+ 835	22,131
Required reserves (estimated)	22,030	+ 87	+ 965	21,965
Excess reserves (estimated)	172	-253	- 130	166

On June 8, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,637 million, a decrease of \$31 million for the week and a decrease of \$16 million from the comparable date a year ago.

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

	June 8, 1966	<u>Change since</u>	
		June 1, 1966	June 9, 1965
A S S E T S			
Gold certificate account	11,351	- 11	-1,117
Redemption fund for F. R. notes	<u>1,733</u>	<u>+ 3</u>	<u>+ 182</u>
<u>Total gold certificate reserves</u>	13,084	- 8	- 935
Cash	(817) [*] 233	+ 7	+ 117
Discounts and advances	993	+609	+ 475
Acceptances:			
Bought outright	83	--	+ 40
Held under repurchase agreements	131	+ 36	+ 112
U. S. Government securities:			
Bought outright--			
Bills	9,910	+156	+2,285
Certificates	12	--	+ 12
Notes	25,236	+ 16	- 494
Bonds	<u>6,384</u>	<u>+ 31</u>	<u>+1,299</u>
Total bought outright	41,542	+203	+3,102
Held under repurchase agreements	--	--	- 101
<u>Total U. S. Government securities</u>	<u>41,542</u>	<u>+203</u>	<u>+3,001</u>
<u>Total loans and securities</u>	<u>42,749</u>	<u>+848</u>	<u>+3,628</u>
Cash items in process of collection	(1,476) 6,208	- 32	+ 522
Bank premises	103	--	+ 1
Other assets ^{1/}	795	+ 23	+ 462
<u>TOTAL ASSETS</u>	(2,293) <u>63,172</u>	<u>+838</u>	<u>+3,795</u>
L I A B I L I T I E S			
Federal Reserve notes	(817) 37,263	+166	+2,468
Deposits:			
Member bank reserves	18,129	+547	+ 918
U. S. Treasurer--general account	901	+ 46	- 80
Foreign	156	+ 24	+ 14
Other ^{2/}	<u>400</u>	<u>- 34</u>	<u>+ 229</u>
<u>Total deposits</u>	<u>19,586</u>	<u>+583</u>	<u>+1,081</u>
Deferred availability cash items	(1,476) 4,809	+ 50	+ 449
Other liabilities and accrued dividends	224	+ 8	- 275
<u>TOTAL LIABILITIES</u>	(2,293) <u>61,882</u>	<u>+807</u>	<u>+3,723</u>
C A P I T A L A C C O U N T S			
Capital paid in	561	--	+ 21
Surplus	551	--	+ 27
Other capital accounts	178	+ 31	+ 24
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u> (2,293)	<u>63,172</u>	<u>+838</u>	<u>+3,795</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	34.4%	- .1%	- 5.3%
Contingent liability on acceptances purchased for foreign correspondents	193	+ 26	+ 34

* 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, JUNE 8, 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	976	147	1,200	+ 84
16 days to 90 days	17	67	10,256	+172
91 days to 1 year	**	--	14,737	-100
Over 1 year to 5 years	--	--	13,657	+ 45
Over 5 years to 10 years	--	--	1,307	+ 2
Over 10 years	--	--	385	--
Total	<u>993</u>	<u>214</u>	<u>41,542</u>	<u>+203</u>

** Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JUNE 8, 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	11,351	700	2,233	601	987	1,161	573	1,933	402	234	423	381	1,723
Redemption fund for F. R. notes	1,733	102	419	93	146	138	98	314	62	33	68	58	202
<u>Total gold certificate reserves</u>	13,084	802	2,652	694	1,133	1,299	671	2,247	464	267	491	439	1,925
F. R. notes of other Banks	817	57	203	53	65	82	87	72	35	22	33	47	61
Other cash	233	13	28	11	34	15	18	38	16	6	11	14	29
Discounts and advances	993	92	211	66	28	44	50	253	30	17	73	45	84
Acceptances:													
Bought outright	83	--	83	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	131		131	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	9,910	496	2,459	522	807	694	573	1,696	369	209	378	383	1,324
Certificates	12	1	3	1	1	1	1	2	*	*	*	*	2
Notes	25,236	1,262	6,262	1,328	2,055	1,768	1,458	4,318	940	532	963	976	3,374
Bonds	6,384	319	1,584	336	520	447	369	1,092	238	135	244	247	853
Total	41,542	2,078	10,308	2,187	3,383	2,910	2,401	7,108	1,547	876	1,585	1,606	5,553
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,542	2,078	10,308	2,187	3,383	2,910	2,401	7,108	1,547	876	1,585	1,606	5,553
<u>Total loans and securities</u>	42,749	2,170	10,733	2,253	3,411	2,954	2,451	7,361	1,577	893	1,658	1,651	5,637
Cash items in process of collection	7,684	494	1,312	470	542	629	626	1,282	385	261	512	402	769
Bank premises	103	3	9	3	5	5	20	20	8	3	7	10	10
Other assets ^{1/}	795	29	341	33	53	35	36	92	22	15	27	31	81
TOTAL ASSETS	65,465	3,568	15,278	3,517	5,243	5,019	3,909	11,112	2,507	1,467	2,739	2,594	8,512

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

* Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JUNE 8, 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	38,080	2,289	8,628	2,235	3,191	3,417	2,201	6,901	1,435	719	1,449	1,218	4,397
Deposits:													
Member bank reserves	18,129	686	4,735	734	1,342	879	1,052	2,809	646	445	787	896	3,118
U.S. Treasurer--general account	901	46	92	68	80	109	59	102	62	38	65	67	113
Foreign	156	7	1/49	8	13	7	9	21	5	4	6	8	19
Other	400	*	2/321	*	*	6	3	2	1	*	3	4	60
<u>Total deposits</u>	19,586	739	5,197	810	1,435	1,001	1,123	2,934	714	487	861	975	3,310
Deferred availability cash items	6,285	466	1,060	392	485	517	495	1,049	306	225	364	320	606
Other liabilities and accrued dividends	224	11	57	11	18	15	13	38	8	6	9	9	29
TOTAL LIABILITIES	64,175	3,505	14,942	3,448	5,129	4,950	3,832	10,922	2,463	1,437	2,683	2,522	8,342
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	561	27	146	30	50	29	34	81	19	14	25	33	73
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	178	9	46	9	14	12	10	30	6	3	7	7	25
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	65,465	3,568	15,278	3,517	5,243	5,019	3,909	11,112	2,507	1,467	2,739	2,594	8,512
Contingent liability on acceptances purchased for foreign correspondents	193	9	3/51	10	17	10	12	28	7	5	8	11	25
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	40,244	2,396	9,136	2,323	3,436	3,574	2,369	7,222	1,515	760	1,534	1,317	4,662
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	51	--	--	22	--	--	--	--	29	--	--	--	--
U. S. Government securities	34,829	1,906	8,300	1,900	2,950	2,713	1,975	6,300	1,310	645	1,350	1,180	4,300
<u>Total collateral</u>	41,493	2,406	9,300	2,422	3,550	3,619	2,400	7,400	1,654	772	1,575	1,360	5,035

1/ After deducting \$107 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$142 million participations of other Federal Reserve Banks.

* Less than \$500,000.