



FEDERAL RESERVE

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

H.4.1

For immediate release
June 30, 1966

The average of daily figures of total member bank reserves held during the week ended June 29 increased \$186 million to \$22,906 million. Estimated currency and coin of member banks increased \$110 million and their reserve balances at the Federal Reserve Banks increased \$76 million. Estimated required reserves increased \$53 million; and estimated excess reserves increased \$133 million to \$421 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$350 million, compared with the revised net borrowed figure of \$403 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$267 million in U. S. Government securities bought outright, \$80 million in member bank borrowings, and \$48 million in acceptances held under repurchase agreements, and decreases of \$76 million in currency in circulation and \$27 million in "other" F. R. accounts (net). The principal off-setting changes were decreases of \$275 million in Federal Reserve float and \$73 million in gold stock, and increases of \$56 million in Treasury deposits with Federal Reserve Banks and \$24 million in Treasury cash holdings. Total Reserve Bank credit increased \$118 million.

As of Wednesday, June 29, holdings of U. S. Government securities bought outright were \$337 million higher than a week earlier and member bank borrowings were \$188 million lower. Outright holdings of bills, certificates, notes, and bonds increased \$232 million, \$3 million, \$73 million, and \$29 million, respectively.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, June 29, 1966
	Week ended June 29, 1966	Change from week ended		
		June 22, 1966	June 30, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	41,795	+267	+3,055	41,806
Held under repurchase agreements	--	--	- 130	--
Acceptances--				
Bought outright	81	- 2	+ 40	81
Held under repurchase agreements	151	+ 48	+ 138	147
Discounts and advances--				
Member bank borrowings	771	+ 80	+ 285	621
Other	5	- 1	- 9	5
Float	1,979	-275	+ 301	1,654
Total Reserve Bank credit	44,783	+118	+3,681	44,314
Gold stock	13,432	- 73	- 795	13,434
Treasury currency outstanding	5,933	+ 2	+ 520	5,963
	64,148	+ 47	+3,406	63,711
Currency in circulation	42,251	- 76	+2,738	42,480
Treasury cash holdings	1,076	+ 24	+ 299	1,086
Treasury deposits with F. R. Banks	855	+ 56	+ 52	825
Foreign deposits with F. R. Banks	152	- 3	- 10	132
Other deposits with F. R. Banks	390	- 4	+ 206	397
Other F. R. accounts (net)	472	- 27	- 610	463
	45,196	- 29	+2,675	45,383
Member bank reserves:				
With Federal Reserve Banks	18,952	+ 76	+ 731	18,328
Currency and coin (estimated)	3,954	+110	+ 282	4,337
Total reserves held	22,906	+186	+1,013	22,665
Required reserves (estimated)	22,485	+ 53	+ 930	22,591
Excess reserves (estimated)	421	+133	+ 83	74

On June 29, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,651 million, a decrease of \$106 million for the week and an increase of \$52 million from the comparable date a year ago.

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

	June 29, 1966	Change since	
		June 22, 1966	June 30, 1965
<u>A S S E T S</u>			
Gold certificate account	11,203	- 12	- 850
Redemption fund for F. R. notes	1,770	+ 9	+ 153
<u>Total gold certificate reserves</u>	12,973	- 3	- 697
	*		
Cash	(805) 257	+ 7	+ 139
Discounts and advances	626	- 188	- 31
Acceptances:			
Bought outright	81	--	+ 40
Held under repurchase agreements	147	4	+ 135
U. S. Government securities:			
Bought outright--			
Bills	10,069	+ 232	+2,308
Certificates	15	+ 3	+ 15
Notes	25,309	+ 73	- 428
Bonds	6,413	+ 29	+1,029
<u>Total bought outright</u>	41,806	+ 337	+2,924
Held under repurchase agreements	--	--	- 218
<u>Total U. S. Government securities</u>	41,806	+ 337	+2,706
<u>Total loans and securities</u>	42,660	+ 153	+2,850
Cash items in process of collection	(1,726) 6,804	-1,463	+ 763
Bank premises	104	+ 1	+ 2
Other assets <u>1/</u>	908	+ 48	+ 141
<u>TOTAL ASSETS</u>	(2,531) <u>63,706</u>	<u>-1,257</u>	<u>+3,198</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(805) 37,399	+ 154	+2,492
Deposits:			
Member bank reserves	18,328	- 723	+ 99
U. S. Treasurer--general account	825	+ 657	+ 153
Foreign	132	- 15	- 47
Other <u>2/</u>	397	- 4	+ 199
<u>Total deposits</u>	19,682	- 85	+ 404
Deferred availability cash items	(1,726) 5,150	-1,361	+ 458
Other liabilities and accrued dividends	222	+ 2	- 221
<u>TOTAL LIABILITIES</u>	(2,531) <u>62,453</u>	<u>-1,290</u>	<u>+3,133</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	562	--	+ 21
Surplus	551	--	+ 27
Other capital accounts	140	+ 33	+ 17
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,531) <u>63,706</u>	<u>-1,257</u>	<u>+3,198</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	34.0%	.1%	- 4.6%
Contingent liability on acceptances purchased for foreign correspondents	252	+ 6	+ 95
* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on the following pages.			
<u>1/</u> Includes assets denominated in foreign currencies and IMF gold deposited.			
<u>2/</u> Includes IMF gold deposit.			

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, JUNE 29, 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	614	169	933	-204
16 days to 90 days	12	59	10,493	+293
91 days to 1 year	**	--	15,090	+199
Over 1 year to 5 years	--	--	13,593	+ 44
Over 5 years to 10 years	--	--	1,312	+ 5
Over 10 years	--	--	385	--
<u>Total</u>	<u>626</u>	<u>228</u>	<u>41,806</u>	<u>+337</u>
** Less than \$500,000.				

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JUNE 29, 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)													
A S S E T S													
Gold certificate account	11,203	855	2,301	603	916	1,030	740	2,028	393	152	412	367	1,406
Redemption fund for F. R. notes	1,770	101	426	96	145	145	103	322	64	33	68	60	207
<u>Total gold certificate reserves</u>	12,973	956	2,727	699	1,061	1,175	843	2,350	457	185	480	427	1,613
F. R. notes of other Banks	805	49	184	50	69	83	85	68	37	27	39	48	66
Other cash	257	12	28	9	37	15	19	44	25	6	13	15	34
Discounts and advances	626	32	213	2	7	24	44	111	27	63	28	52	23
Acceptances:													
Bought outright	81	--	81	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	147	--	147	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Fills	10,069	503	2,499	530	820	705	523	1,723	375	213	384	389	1,405
Certificates	15	1	3	1	1	1	1	2	1	*	1	1	2
Notes	25,309	1,266	6,280	1,332	2,061	1,773	1,314	4,331	942	534	965	979	3,532
Bonds	6,413	321	1,591	338	522	449	333	1,097	239	135	245	248	895
Total	41,806	2,091	10,373	2,201	3,404	2,928	2,171	7,153	1,557	882	1,595	1,617	5,834
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,806	2,091	10,373	2,201	3,404	2,928	2,171	7,153	1,557	882	1,595	1,617	5,834
<u>Total loans and securities</u>	42,660	2,123	10,814	2,203	3,411	2,952	2,215	7,264	1,584	945	1,623	1,669	5,857
Cash items in process of collection	8,530	576	1,524	524	617	741	702	1,419	412	262	523	414	816
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets <u>1/</u>	908	35	368	41	64	43	41	110	26	16	31	35	98
TOTAL ASSETS	66,237	3,754	15,654	3,529	5,264	5,014	3,925	11,275	2,549	1,444	2,717	2,618	8,494

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 29, 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	38,204	2,305	8,667	2,236	3,188	3,451	2,215	6,905	1,433	718	1,446	1,227	4,413
Deposits:													
Member bank reserves	18,328	770	4,992	724	1,323	767	1,012	2,910	623	424	771	902	3,110
U.S. Treasurer--general account	825	62	108	37	72	88	63	50	131	27	48	56	83
Foreign	132	7	<u>1/</u> 28	8	13	7	9	20	5	3	6	8	18
Other	397	*	<u>2/</u> 314	*	*	2	10	1	1	1	2	1	65
<u>Total deposits</u>	19,682	839	5,442	769	1,408	864	1,094	2,981	760	455	827	967	3,276
Deferred availability cash items	6,876	538	1,164	446	538	616	528	1,168	305	237	381	345	610
Other liabilities and accrued dividends	222	11	56	11	19	15	12	36	8	5	9	9	31
<u>TOTAL LIABILITIES</u>	64,984	3,693	15,329	3,462	5,153	4,946	3,849	11,090	2,506	1,415	2,663	2,548	8,330
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	562	27	146	30	51	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	140	7	35	7	10	11	9	25	5	2	5	5	19
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	66,237	3,754	15,654	3,529	5,264	5,014	3,925	11,275	2,549	1,444	2,717	2,618	8,494
Contingent liability on acceptances purchased for foreign correspondents	252	12	<u>3/</u> 66	13	23	13	15	36	9	6	11	15	33
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	40,895	2,441	9,269	2,356	3,477	3,646	2,416	7,324	1,536	764	1,559	1,343	4,764
Collateral for F. R. notes:													
Gold certificate account	6,523	500	1,000	500	600	816	425	1,100	315	127	225	180	735
Eligible paper	29	--	--	2	--	--	--	--	27	--	--	--	--
U. S. Government securities	35,176	1,956	8,400	1,900	2,950	2,860	2,025	6,300	1,310	645	1,350	1,180	4,300
<u>Total collateral</u>	41,728	2,456	9,400	2,402	3,550	3,676	2,450	7,400	1,652	772	1,575	1,360	5,035

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

2/ Includes IMF gold deposit.

3/ After deducting \$186 million participations of other Federal Reserve Banks.

* Less than \$500,000.