



FEDERAL RESERVE

Factors Affecting Bank Reserves and Condition Statement of F.R. Banks For immediate release July 7, 1966

The average of daily figures of total member bank reserves held during the week ended July 6 increased a net of \$254 million to \$23,180 million. Estimated currency and coin of member banks decreased \$348 million and their reserve balances at the Federal Reserve Banks increased \$602 million. Estimated required reserves increased \$330 million; and estimated excess reserves decreased \$76 million to \$371 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$456 million, compared with the revised net borrowed figure of \$324 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$786 million in U. S. Government securities bought outright, \$56 million in member bank borrowings, \$29 million in Treasury currency outstanding, and \$27 million in Federal Reserve float, and a decrease of \$145 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were increases of \$383 million in currency in circulation, \$56 million in foreign deposits with Federal Reserve Banks, and \$38 million in "other" deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$876 million.

As of Wednesday, July 6, holdings of U. S. Government securities bought outright were \$901 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$26 million higher, and member bank borrowings were \$361 million lower. Outright holdings of bills, notes, and bonds increased \$821 million, \$17 million, and \$63 million, respectively.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, July 6, 1966
	Week ended July 6, 1966	Change from week ended		
		June 29, 1966	July 7, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	42,581	+786	+3,531	42,707
Held under repurchase agreements	4	+ 4	- 534	26
Acceptances--				
Bought outright	83	+ 2	+ 42	81
Held under repurchase agreements	154	+ 3	+ 140	172
Discounts and advances--				
Member bank borrowings	827	+ 56	+ 245	260
Other	5	--	- 7	5
Float	2,006	+ 27	+ 288	2,086
Total Reserve Bank credit	45,659	+876	+3,704	45,337
Gold stock	13,434	+ 2	- 500	13,434
Treasury currency outstanding	5,962	+ 29	+ 544	5,974
	65,055	+907	+3,748	64,745
Currency in circulation	42,634	+383	+2,739	42,974
Treasury cash holdings	1,066	- 10	+ 291	1,071
Treasury deposits with F. R. Banks	710	-145	+ 141	693
Foreign deposits with F. R. Banks	208	+ 56	+ 46	193
Other deposits with F. R. Banks	428	+ 38	+ 220	398
Other F. R. accounts (net)	454	- 18	- 327	459
	45,500	+304	+3,110	45,788
Member bank reserves:				
With Federal Reserve Banks	19,554	+602	+ 637	18,956
Currency and coin (estimated)	3,626	-348	+ 375	3,864
Total reserves held	23,180	+254	+1,012	22,820
Required reserves (estimated)	22,809	+330	+ 989	22,820
Excess reserves (estimated)	371	- 76	+ 23	--

On July 6, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,517 million, a decrease of \$134 million for the week and an increase of \$140 million from the comparable date a year ago.

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

		Change since		
		July 6, 1966	June 29, 1966	July 7, 1965
A S S E T S				
Gold certificate account		11,220	+ 17	- 828
Redemption fund for F. R. notes		<u>1,773</u>	+ 3	+ 155
<u>Total gold certificate reserves</u>		12,993	+ 20	- 673
	*			
Cash	(705)	249	- 8	+ 146
Discounts and advances		265	-361	- 200
Acceptances:				
Bought outright		81	--	+ 40
Held under repurchase agreements		172	+ 25	+ 160
U. S. Government securities:				
Bought outright--				
Bills		10,890	+821	+2,961
Certificates		15	--	+ 15
Notes		25,326	+ 17	- 411
Bonds		<u>6,476</u>	+ 63	<u>+1,092</u>
Total bought outright		42,707	+901	+3,657
Held under repurchase agreements		26	+ 26	- 442
<u>Total U. S. Government securities</u>		<u>42,733</u>	<u>+927</u>	<u>+3,215</u>
<u>Total loans and securities</u>		43,251	+591	+3,215
Cash items in process of collection	(1,670)	7,087	+283	+1,050
Bank premises		104	--	+ 2
Other assets <u>1/</u>		<u>946</u>	+ 38	+ 237
<u>TOTAL ASSETS</u>	(2,375)	<u>64,630</u>	<u>+924</u>	<u>+3,977</u>
L I A B I L I T I E S				
Federal Reserve notes	(705)	37,880	+481	+2,465
Deposits:				
Member bank reserves		18,956	+628	+ 948
U. S. Treasurer--general account		693	-132	- 280
Foreign		193	+ 61	+ 40
Other <u>2/</u>		<u>398</u>	+ 1	+ 196
<u>Total deposits</u>		20,240	+558	+ 904
Deferred availability cash items	(1,670)	5,001	-149	+ 760
Other liabilities and accrued dividends		224	+ 2	- 224
<u>TOTAL LIABILITIES</u>	(2,375)	<u>63,345</u>	<u>+892</u>	<u>+3,905</u>
C A P I T A L A C C O U N T S				
Capital paid in		562	--	+ 21
Surplus		551	--	+ 27
Other capital accounts		<u>172</u>	+ 32	+ 24
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,375)	<u>64,630</u>	<u>+924</u>	<u>+3,977</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)				
		33.7%	-.3%	- 4.4%
Contingent liability on acceptances purchased for foreign correspondents				
		264	+ 12	+ 108
* 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, JULY 6, 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	253	194	1,018	+ 85
16 days to 90 days	12	59	11,092	+599
91 days to 1 year	**	--	15,252	+162
Over 1 year to 5 years	--	--	13,622	+ 29
Over 5 years to 10 years	--	--	1,352	+ 40
Over 10 years	--	--	<u>397</u>	<u>+ 12</u>
<u>Total</u>	<u>265</u>	<u>253</u>	<u>42,733</u>	<u>+927</u>

** Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 6, 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	11,220	763	2,043	737	925	1,145	676	1,948	453	223	473	484	1,350
Redemption fund for F. R. notes	1,773	101	426	96	148	145	103	322	64	33	68	60	207
<u>Total gold certificate reserves</u>	12,993	864	2,469	833	1,073	1,290	779	2,270	517	256	541	544	1,557
F. R. notes of other Banks	705	39	152	44	59	77	80	66	32	25	33	47	51
Other cash	249	11	26	9	38	14	19	43	25	6	12	14	32
Discounts and advances	265	48	29	5	3	10	45	64	3	18	17	18	5
Acceptances:													
Bought outright	81	--	81	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	172	--	172	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	10,890	578	2,783	561	897	751	595	1,825	387	216	414	396	1,487
Certificates	15	1	4	1	1	1	1	2	*	*	1	1	2
Notes	25,326	1,344	6,472	1,304	2,084	1,748	1,383	4,245	900	502	964	921	3,459
Bonds	6,476	344	1,655	333	533	447	354	1,086	230	128	246	236	884
Total	42,707	2,267	10,914	2,199	3,515	2,947	2,333	7,158	1,517	846	1,625	1,554	5,832
Held under repurchase agreements	26	--	26	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	42,733	2,267	10,940	2,199	3,515	2,947	2,333	7,158	1,517	846	1,625	1,554	5,832
<u>Total loans and securities</u>	43,251	2,315	11,222	2,204	3,518	2,957	2,378	7,222	1,520	864	1,642	1,572	5,837
Cash items in process of collectio	8,757	515	1,532	537	562	782	742	1,488	443	273	577	449	857
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets ^{1/}	946	38	384	42	66	45	43	114	26	17	33	36	102
TOTAL ASSETS	67,005	3,785	15,794	3,672	5,321	5,170	4,061	11,223	2,571	1,444	2,846	2,672	8,446

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

* Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 6, 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>LIABILITIES</u>													
Federal Reserve notes	38,585	2,330	8,750	2,253	3,206	3,476	2,249	6,979	1,445	721	1,460	1,239	4,477
Deposits:													
Member bank reserves	18,956	826	5,046	847	1,420	928	1,169	2,745	689	441	842	937	3,066
U.S. Treasurer--general account	693	45	^{1/} 122	36	54	53	53	97	48	23	59	54	49
Foreign	193	8	^{1/} 71	9	15	8	10	24	6	4	7	9	22
Other	398	*	^{2/} 325	1	1	5	3	1	1	1	2	1	57
<u>Total deposits</u>	20,240	879	5,564	893	1,490	994	1,235	2,867	744	469	910	1,001	3,194
Deferred availability cash items	6,671	503	1,088	447	493	615	488	1,149	330	218	411	352	577
Other liabilities and accrued dividends	224	11	58	11	18	16	12	38	8	6	9	8	29
<u>TOTAL LIABILITIES</u>	65,720	3,723	15,460	3,604	5,207	5,101	3,984	11,033	2,527	1,414	2,790	2,600	8,277
<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	172	8	44	8	13	12	10	30	6	3	7	7	24
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	67,005	3,785	15,794	3,672	5,321	5,170	4,061	11,223	2,571	1,444	2,846	2,672	8,446
Contingent liability on acceptances purchased for foreign correspondents	264	13	^{3/} 69	14	24	13	16	38	9	6	12	15	35
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	41,219	2,474	9,340	2,362	3,493	3,666	2,460	7,391	1,553	763	1,571	1,351	4,795
Collateral for F. R. notes:													
Gold certificate account	6,588	500	1,000	500	600	856	450	1,100	315	127	225	180	735
Eligible paper	6	--	--	3	--	--	--	--	3	--	--	--	--
U. S. Government securities	35,446	1,986	8,400	1,900	2,950	2,850	2,025	6,500	1,310	645	1,350	1,230	4,300
<u>Total collateral</u>	42,040	2,486	9,400	2,403	3,550	3,706	2,475	7,600	1,628	772	1,575	1,410	5,035

^{1/} After deducting \$122 million participations of other Federal Reserve Banks.

^{2/} Includes IMF gold deposit.

^{3/} After deducting \$195 million participations of other Federal Reserve Banks.

* Less than \$500,000.