



FEDERAL RESERVE

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

H.4.1

For immediate release
August 4, 1966

Figures on factors affecting bank reserves continue to show effects of delays in inter-city and inter-district check clearances resulting from the airline strike. During the week ended August 3, the average of daily figures of total member bank reserves held increased a net of \$46 million to \$22,980 million. Estimated currency and coin of member banks decreased \$80 million and their reserve balances at the Federal Reserve Banks increased \$126 million. Estimated required reserves decreased \$57 million; and estimated excess reserves increased \$103 million to \$351 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$427 million, compared with the revised net borrowed figure of \$432 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$414 million in U. S. Government securities bought outright, \$158 million in U. S. Government securities held under repurchase agreements, and \$98 million in member bank borrowings, and a decrease of \$102 million in "other" F. R. accounts (net). The principal offsetting changes were decreases of \$336 million in Federal Reserve float and \$74 million in gold stock, and increases of \$175 million in foreign deposits with Federal Reserve Banks and \$70 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$317 million.

As of Wednesday, August 3, holdings of U. S. Government securities bought outright were \$304 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$358 million higher, and member bank borrowings were \$32 million higher.

	Averages of daily figures			Wednesday, Aug. 3, 1966
	Week ended Aug. 3, 1966	Change from week ended		
Member bank reserves, Reserve Bank credit, and related items		July 27, 1966	Aug. 4, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	42,287	+414	+3,384	42,287
Held under repurchase agreements	158	+158	- 339	358
Acceptances--bought outright	50	- 15	+ 15	48
Discounts and advances--				
Member bank borrowings	778	+ 98	+ 234	1,002
Other	--	- 2	--	--
Float	2,439	-336	+ 999	2,014
Total Reserve Bank credit	45,713	+317	+4,295	45,709
Gold stock	13,332	- 74	- 525	13,334
Treasury currency outstanding	5,991	+ 22	+ 568	5,997
	65,035	+264	+4,337	65,040
Currency in circulation	42,744	- 3	+2,800	42,853
Treasury cash holdings	1,057	- 19	+ 260	1,048
Treasury deposits with F. R. Banks	1,286	+ 70	+ 383	1,519
Foreign deposits with F. R. Banks	319	+175	+ 164	139
Other deposits with F. R. Banks	420	+ 20	+ 224	393
Other F. R. accounts (net)	168	-102	- 332	278
	45,994	+139	+3,500	46,230
Member bank reserves:				
With Federal Reserve Banks	19,042	+126	+ 838	18,810
Currency and coin (estimated)	3,938	- 80	+ 359	4,113
Total reserves held	22,980	+ 46	+1,197	22,923
Required reserves (estimated)	22,629	- 57	+1,232	22,723
Excess reserves (estimated)	351	+103	- 35	200

On August 3, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,418 million, an increase of \$8 million for the week and an increase of \$165 million from the comparable date a year ago.

H.4.1(a)

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

		Aug. 3, 1966	Change since July 27, 1966	Aug. 4, 1965
<u>A S S E T S</u>				
Gold certificate account		11,078	+ 20	- 872
Redemption fund for F. R. notes		<u>1,809</u>	- 6	+ 172
<u>Total gold certificate reserves</u>	*	12,887	+ 14	- 700
Cash	(903)	285	+ 14	+ 168
Discounts and advances		1,002	+ 32	+ 530
Acceptances--bought outright		48	- 6	+ 12
U. S. Government securities:				
Bought outright--				
Bills		10,470	+304	+2,464
Certificates		15	--	+ 15
Notes		25,326	--	- 411
Bonds		<u>6,476</u>	--	<u>+1,092</u>
<u>Total bought outright</u>		42,287	+304	+3,160
Held under repurchase agreements		358	+358	- 327
<u>Total U. S. Government securities</u>		<u>42,645</u>	<u>+662</u>	<u>+2,833</u>
<u>Total loans and securities</u>		43,695	+688	+3,375
Cash items in process of collection	(1,581)	7,408	+152	+1,488
Bank premises <u>1/</u>		104	--	+ 2
Other assets <u>1/</u>		<u>1,109</u>	+ 87	+ 66
<u>TOTAL ASSETS</u>	(2,484)	<u>65,488</u>	<u>+955</u>	<u>+4,399</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(903)	37,742	+ 45	+2,472
Deposits:				
Member bank reserves		18,810	+347	+ 401
U. S. Treasurer--general account		1,519	+181	+ 711
Foreign		139	- 10	- 19
Other <u>2/</u>		<u>393</u>	- 4	+ 209
<u>Total deposits</u>		20,861	+514	+1,302
Deferred availability cash items	(1,581)	5,394	+350	+ 755
Other liabilities and accrued dividends		<u>213</u>	+ 15	- 199
<u>TOTAL LIABILITIES</u>	(2,484)	<u>64,210</u>	<u>+924</u>	<u>+4,330</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		564	--	+ 22
Surplus		551	--	+ 27
Other capital accounts		<u>163</u>	+ 31	+ 20
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,484)	<u>65,488</u>	<u>+955</u>	<u>+4,399</u>

Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	33.3%		- 4.6%
Contingent liability on acceptances purchased for foreign correspondents	262	+ 3	+ 113

* 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, AUGUST 3, 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	985	19	7,595	+6,100
16 days to 90 days	17	29	4,822	-5,390
91 days to 1 year	--	--	14,857	- 48
Over 1 year to 5 years	--	--	13,622	--
Over 5 years to 10 years	--	--	1,352	--
Over 10 years	--	--	<u>397</u>	--
<u>Total</u>	<u>1,002</u>	<u>48</u>	<u>42,645</u>	<u>+ 662</u>

4.1(b)

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 3, 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	11,078	684	1,915	678	990	1,213	694	2,035	523	180	398	299	1,469
Redemption fund for F. R. notes	1,809	103	436	97	148	143	103	332	64	33	71	62	217
<u>Total gold certificate reserves</u>	<u>12,887</u>	<u>787</u>	<u>2,351</u>	<u>775</u>	<u>1,138</u>	<u>1,356</u>	<u>797</u>	<u>2,367</u>	<u>587</u>	<u>213</u>	<u>469</u>	<u>361</u>	<u>1,686</u>
F. R. notes of other Banks	903	63	207	75	60	90	88	72	30	40	33	46	99
Other cash	285	13	33	11	42	16	22	47	28	8	12	16	37
Discounts and advances	1,002	33	124	17	15	53	94	259	111	8	54	87	147
Acceptances--bought outright	48	--	48	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	10,470	547	2,634	539	854	719	563	1,759	363	222	407	432	1,431
Certificates	15	1	4	1	1	1	1	2	*	*	1	1	2
Notes	25,326	1,323	6,372	1,303	2,065	1,739	1,364	4,253	878	538	984	1,046	3,461
Bonds	6,476	338	1,629	333	528	445	349	1,088	224	138	252	267	885
Total	42,287	2,209	10,639	2,176	3,448	2,904	2,277	7,102	1,465	898	1,644	1,746	5,779
Held under repurchase agreements	358	--	358	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>42,645</u>	<u>2,209</u>	<u>10,997</u>	<u>2,176</u>	<u>3,448</u>	<u>2,904</u>	<u>2,277</u>	<u>7,102</u>	<u>1,465</u>	<u>898</u>	<u>1,644</u>	<u>1,746</u>	<u>5,779</u>
<u>Total loans and securities</u>	<u>43,695</u>	<u>2,242</u>	<u>11,169</u>	<u>2,193</u>	<u>3,463</u>	<u>2,957</u>	<u>2,371</u>	<u>7,361</u>	<u>1,576</u>	<u>906</u>	<u>1,698</u>	<u>1,833</u>	<u>5,926</u>
Cash items in process of collection	8,989	546	1,548	538	668	737	786	1,463	421	291	556	454	981
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets ^{1/}	1,109	45	422	50	80	55	53	142	32	20	41	45	124
TOTAL ASSETS	67,972	3,699	15,739	3,645	5,456	5,216	4,137	11,472	2,682	1,481	2,817	2,765	8,863

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

* Less than \$500,000.

STATEMENT OF CCNDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 3, 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	38,645	2,319	8,821	2,233	3,216	3,480	2,228	7,005	1,437	718	1,465	1,251	4,472
Deposits:													
Member bank reserves	18,810	750	4,762	788	1,403	897	1,103	2,992	625	431	861	974	3,224
U.S. Treasurer--general account	1,519	58	<u>1/</u> 231	93	140	175	117	149	164	70	63	93	166
Foreign	139	7	<u>1/</u> 32	8	13	7	9	21	5	4	6	8	19
Other	393	*	<u>2/</u> 327	*	*	6	3	1	1	*	2	1	52
<u>Total deposits</u>	20,861	815	5,352	889	1,556	1,085	1,232	3,163	795	505	932	1,076	3,461
Deferred availability cash items	6,975	493	1,179	444	554	568	589	1,078	399	224	356	358	733
Other liabilities and accrued dividends	213	10	55	11	17	14	11	36	7	4	9	9	30
TOTAL LIABILITIES	66,694	3,637	15,407	3,577	5,343	5,147	4,060	11,282	2,638	1,451	2,762	2,694	8,696
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	564	27	146	30	51	29	35	81	20	14	25	33	73
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	163	8	42	8	12	12	9	30	5	3	6	6	22
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	67,972	3,699	15,739	3,645	5,456	5,216	4,137	11,472	2,682	1,481	2,817	2,765	8,863
Contingent liability on accept- ances purchased for foreign correspondents	262	13	<u>3/</u> 69	14	24	13	16	37	9	6	12	15	34
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	41,692	2,474	9,543	2,384	3,510	3,711	2,459	7,473	1,542	767	1,575	1,370	4,884
Collateral for F. R. notes:													
Gold certificate account	6,662	500	1,000	500	600	930	450	1,100	315	127	225	180	735
Eligible paper	128	--	--	17	--	--	--	--	111	--	--	--	--
U. S. Government securities	35,998	2,016	8,700	2,000	3,000	2,812	2,075	6,500	1,310	655	1,400	1,230	4,300
<u>Total collateral</u>	<u>42,788</u>	<u>2,516</u>	<u>9,700</u>	<u>2,517</u>	<u>3,600</u>	<u>3,742</u>	<u>2,525</u>	<u>7,600</u>	<u>1,736</u>	<u>782</u>	<u>1,625</u>	<u>1,410</u>	<u>5,035</u>

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

2/ Includes IMF gold deposit.

3/ After deducting \$193 million participations of other Federal Reserve Banks.

* Less than \$500,000.