



FEDERAL RESERVE

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

H.4.1

For immediate release
August 11, 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 10, the average of daily figures of total member bank reserves held decreased a net of \$124 million to \$22,863 million. Estimated currency and coin of member banks decreased \$276 million and their reserve balances at the Federal Reserve Banks increased \$152 million. Estimated required reserves decreased \$161 million; and estimated excess reserves increased \$37 million to \$399 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$383 million, compared with the revised net borrowed figure of \$416 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were an increase of \$194 million in U. S. Government securities held under repurchase agreements, and decreases of \$181 million in Treasury deposits with Federal Reserve Banks and \$180 million in foreign deposits with Federal Reserve Banks. The principal offsetting changes were decreases of \$115 million in Federal Reserve float and \$56 million in U. S. Government securities bought outright and increases of \$164 million in currency in circulation and \$115 million in "other" F. R. accounts (net). Total Reserve Bank credit increased \$30 million.

As of Wednesday, August 10, holdings of U. S. Government securities bought outright were \$181 million lower than a week earlier, U. S. Government securities held under repurchase agreements were \$16 million lower, and member bank borrowings were \$476 million lower.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Aug. 10, 1966
	Week ended Aug. 10, 1966	Change from week ended		
		Aug. 3, 1966	Aug. 11, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	42,231	- 56	+2,972	42,106
Held under repurchase agreements	352	+194	- 40	342
Acceptances--bought outright	49	- 1	+ 13	48
Discounts and advances--				
Member bank borrowings	782	+ 4	+ 166	526
Other	4	+ 4	+ 1	--
Float	2,324	-115	+ 844	2,030
Total Reserve Bank credit	45,743	+ 30	+3,957	45,052
Gold stock	13,333	+ 1	- 525	13,334
Treasury currency outstanding	6,003	+ 12	+ 581	6,009
	65,079	+ 44	+4,013	64,395
Currency in circulation	42,908	+164	+2,783	43,053
Treasury cash holdings	1,047	- 10	+ 247	1,066
Treasury deposits with F. R. Banks	1,105	-181	+ 55	990
Foreign deposits with F. R. Banks	139	-180	- 59	124
Other deposits with F. R. Banks	404	- 16	+ 213	410
Other F. R. accounts (net)	283	+115	- 187	264
	45,886	-108	+3,050	45,907
Member bank reserves:				
With Federal Reserve Banks	19,194	+152	+ 964	18,488
Currency and coin (estimated)	3,669	-276	+ 299	4,165
Total reserves held	22,863	-124	+1,263	22,653
Required reserves (estimated)	22,464	-161	+1,287	22,413
Excess reserves (estimated)	399	+ 37	- 24	240

On August 10, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,498 million, an increase of \$80 million for the week and an increase of \$385 million from the comparable date a year ago.

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

	Aug. 10, 1966	Change since	
		Aug. 3, 1966	Aug. 11, 1965
<u>A S S E T S</u>			
Gold certificate account	11,050	- 28	- 900
Redemption fund for F. R. notes	<u>1,815</u>	+ 6	+ 181
<u>Total gold certificate reserves</u>	12,865	- 22	- 719
Cash	(863) 281	- 4	+ 171
Discounts and advances	526	- 476	+ 234
Acceptances--bought outright	48	--	+ 12
U. S. Government securities:			
Bought outright--			
Bills	10,289	181	+2,225
Certificates	15	--	+ 15
Notes	25,326	--	- 411
Bonds	<u>6,476</u>	--	+1,092
Total bought outright	42,106	- 181	+2,921
Held under repurchase agreements	<u>342</u>	- 16	+ 68
<u>Total U. S. Government securities</u>	<u>42,448</u>	- 197	+2,989
<u>Total loans and securities</u>	<u>43,022</u>	- 673	+3,235
Cash items in process of collection	(1,407) 7,053	355	+1,140
Bank premises	104	--	+ 3
Other assets ^{1/}	<u>1,151</u>	+ 42	+ 79
<u>TOTAL ASSETS</u>	(2,270) <u>64,476</u>	<u>-1,012</u>	<u>+3,909</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(863) 37,922	180	+2,460
Deposits:			
Member bank reserves	18,488	- 322	+1,008
U. S. Treasurer--general account	990	- 529	+ 74
Foreign	124	- 15	- 121
Other ^{2/}	<u>410</u>	+ 17	+ 218
<u>Total deposits</u>	20,012	- 849	+1,179
Deferred availability cash items	(1,407) 5,023	- 371	+ 391
Other liabilities and accrued dividends	<u>208</u>	- 5	- 195
<u>TOTAL LIABILITIES</u>	(2,270) <u>63,165</u>	<u>-1,045</u>	<u>+3,835</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	564	--	+ 21
Surplus	551	--	+ 27
Other capital accounts	<u>196</u>	+ 33	+ 26
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,270) <u>64,476</u>	<u>-1,012</u>	<u>+3,909</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	33.2%	.1%	- 4.5%
Contingent liability on acceptances purchased for foreign correspondents	269	+ 7	+ 121
* 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 10, 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	512	14	7,486	-109
16 days to 90 days	14	34	4,793	- 29
91 days to 1 year	--	--	14,798	- 59
Over 1 year to 5 years	--	--	13,622	--
Over 5 years to 10 years	--	--	1,352	--
Over 10 years	--	--	<u>397</u>	--
Total	526	48	42,448	-197

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 10, 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	11,050	753	1,910	584	929	1,104	655	2,033	427	173	479	390	1,613
Redemption fund for F. R. notes	1,815	103	435	97	148	150	103	332	64	33	71	62	217
Total gold certificate reserves	12,865	856	2,345	681	1,077	1,254	758	2,365	491	206	550	452	1,830
F. R. notes of other Banks	863	64	209	78	54	84	75	66	27	39	33	43	91
Other cash	281	13	33	10	40	15	22	46	29	7	13	16	37
Discounts and advances	526	26	122	16	3	48	90	142	23	6	27	21	2
Acceptances--bought outright	48	--	48	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	10,289	537	2,588	530	839	707	553	1,728	357	219	400	425	1,406
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	42,106	2,199	10,593	2,167	3,433	2,892	2,267	7,071	1,459	895	1,637	1,739	5,754
Held under repurchase agreements	342	--	342	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	42,448	2,199	10,935	2,167	3,433	2,892	2,267	7,071	1,459	895	1,637	1,739	5,754
Total loans and securities	43,022	2,225	11,105	2,183	3,436	2,940	2,357	7,213	1,482	901	1,664	1,760	5,756
Cash items in process of collection	8,460	516	1,498	508	627	668	718	1,317	406	272	564	433	933
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets <u>1/</u>	1,151	47	445	52	81	57	54	146	32	21	41	47	128
TOTAL ASSETS	66,746	3,724	15,644	3,515	5,320	5,023	4,004	11,173	2,475	1,449	2,873	2,761	8,785

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

* Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 10, 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	38,785	2,324	8,835	2,233	3,229	3,488	2,239	7,035	1,441	719	1,471	1,256	4,515
Deposits:													
Member bank reserves	18,488	761	4,810	710	1,341	857	1,080	2,801	635	443	877	1,003	3,170
U.S. Treasurer--general account	990	87	169	64	85	89	60	88	46	29	81	71	121
Foreign	124	6	<u>1/</u> 36	6	11	6	7	17	4	3	5	7	16
Other	410	*	<u>2/</u> 325	1	*	6	3	2	1	*	3	2	67
<u>Total deposits</u>	<u>20,012</u>	<u>854</u>	<u>5,340</u>	<u>781</u>	<u>1,437</u>	<u>958</u>	<u>1,150</u>	<u>2,908</u>	<u>686</u>	<u>475</u>	<u>966</u>	<u>1,083</u>	<u>3,374</u>
Deferred availability cash items	6,430	471	1,075	421	522	493	525	999	296	220	372	341	695
Other liabilities and accrued dividends	208	11	53	10	16	13	11	36	7	5	8	9	29
<u>TOTAL LIABILITIES</u>	<u>65,435</u>	<u>3,660</u>	<u>15,303</u>	<u>3,445</u>	<u>5,204</u>	<u>4,952</u>	<u>3,925</u>	<u>10,978</u>	<u>2,430</u>	<u>1,419</u>	<u>2,817</u>	<u>2,689</u>	<u>8,613</u>
<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	196	10	51	10	15	14	11	35	6	3	7	7	27
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	<u>66,746</u>	<u>3,724</u>	<u>15,644</u>	<u>3,515</u>	<u>5,320</u>	<u>5,023</u>	<u>4,004</u>	<u>11,173</u>	<u>2,475</u>	<u>1,449</u>	<u>2,873</u>	<u>2,761</u>	<u>8,785</u>
Contingent liability on acceptances purchased for foreign correspondents	269	13	<u>3/</u> 70	15	24	14	16	39	9	6	12	16	35
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	41,624	2,474	9,509	2,371	3,518	3,702	2,453	7,480	1,533	763	1,581	1,368	4,872
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	36	--	--	13	--	--	--	--	23	--	--	--	--
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>42,696</u>	<u>2,516</u>	<u>9,700</u>	<u>2,513</u>	<u>3,600</u>	<u>3,742</u>	<u>2,525</u>	<u>7,600</u>	<u>1,648</u>	<u>782</u>	<u>1,625</u>	<u>1,410</u>	<u>5,035</u>

1/ After deducting \$ 88 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$199 million participations of other Federal Reserve Banks.

* Less than \$500,000.