



FEDERAL RESERVE

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

H.4.1

For immediate release
August 18, 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 17, the average of daily figures of total member bank reserves held decreased a net of \$287 million to \$22,611 million. Estimated currency and coin of member banks increased \$199 million and their reserve balances at the Federal Reserve Banks decreased \$486 million. Estimated required reserves decreased \$70 million; and estimated excess reserves decreased \$217 million to \$264 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$466 million, compared with the revised net borrowed figure of \$301 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$422 million in U. S. Government securities bought outright, \$158 million in U. S. Government securities held under repurchase agreements, and \$52 million in member bank borrowings, and an increase of \$92 million in currency in circulation. The principal offsetting changes were an increase of \$200 million in Federal Reserve float and a decrease of \$40 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit decreased \$438 million.

As of Wednesday, August 17, holdings of U. S. Government securities bought outright were \$473 million lower than a week earlier, U. S. Government securities held under repurchase agreements were \$342 million lower, and member bank borrowings were \$216 million lower. Holdings of certificates increased \$4,351 million, notes decreased \$4,313 million, and bonds decreased \$38 million reflecting the exchange of \$5,813 million 4% notes and \$38 million 3% bonds maturing August 15 for \$4,351 million 5-1/4% certificates of indebtedness maturing August 15, 1967, and \$1,500 million 5-1/4% notes maturing May 15, 1971.

UNIVERSITY OF OREGON		Averages of daily figures			Wednesday, Aug. 17, 1966
Member bank reserves, Reserve Bank credit, and related items	AUG 30 1966	Week ended	Change from week ended		
		Aug. 17, 1966	Aug. 10, 1966	Aug. 18, 1965	
		(In millions of dollars)			
LIBRARY					
Reserve Bank credit:					
U. S. Government securities--					
Bought outright--System account		41,809	-422	+2,772	41,633
Held under repurchase agreements		194	-158	+ 95	--
Acceptances--bought outright		47	- 2	+ 12	48
Discounts and advances--					
Member bank borrowings		730	- 52	+ 239	310
Other		1	- 3	- 1	--
Float		2,524	+200	+ 754	2,602
Total Reserve Bank credit		45,305	-438	+3,871	44,593
Gold stock		13,332	- 1	- 526	13,334
Treasury currency outstanding		6,014	+ 11	+ 588	6,021
		64,651	-428	+3,932	63,948
Currency in circulation		43,000	+ 92	+2,798	43,011
Treasury cash holdings		1,069	+ 22	+ 257	1,072
Treasury deposits with F. R. Banks		1,065	- 40	+ 217	970
Foreign deposits with F. R. Banks		131	- 8	- 104	133
Other deposits with F. R. Banks		414	+ 10	+ 224	412
Other F. R. accounts (net)		265	- 18	- 201	393
		45,943	+ 57	+3,190	45,991
Member bank reserves:					
With Federal Reserve Banks		18,708	-486	+ 743	17,957
Currency and coin (estimated)		3,903	+199	+ 354	4,199
Total reserves held		22,611	-287	+1,097	22,156
Required reserves (estimated)		22,347	- 70	+1,162	22,344
Excess reserves (estimated)		264	-217	- 65	-188

On August 17, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,473 million, a decrease of \$25 million for the week and an increase of \$314 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. 17, 1966	Change since Aug. 10, 1966	Aug. 18, 1965
<u>A S S E T S</u>				
Gold certificate account		11,045	- 5	- 894
Redemption fund for F. R. notes		1,813	- 2	+ 172
<u>Total gold certificate reserves</u>		12,858	- 7	- 722
Cash	(867)	288	+ 7	+ 177
Discounts and advances		310	- 216	- 18
Acceptances--bought outright		48	--	+ 12
U. S. Government securities:				
Bought outright--				
Bills		9,816	- 473	+1,988
Certificates		4,366	+4,351	+4,366
Notes		21,013	-4,313	-3,724
Bonds		6,438	- 38	+ 54
Total bought outright		41,633	- 473	+2,684
Held under repurchase agreements		--	- 342	--
<u>Total U. S. Government securities</u>		41,633	- 815	+2,684
<u>Total loans and securities</u>		41,991	-1,031	+2,678
Cash items in process of collection	(1,825)	8,454	+1,401	+1,800
Bank premises		104	--	+ 2
Other assets ^{1/}		910	- 241	+ 85
<u>TOTAL ASSETS</u>	(2,692)	64,605	+ 129	+4,020
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(867)	37,874	48	+2,435
Deposits:				
Member bank reserves		17,957	- 531	+ 576
U. S. Treasurer--general account		970	- 20	+ 21
Foreign		133	+ 9	- 84
Other ^{2/}		412	+ 2	+ 224
<u>Total deposits</u>		19,472	- 540	+ 737
Deferred availability cash items	(1,825)	5,852	+ 829	+ 954
Other liabilities and accrued dividends		202	- 6	- 161
<u>TOTAL LIABILITIES</u>	(2,692)	63,400	+ 235	+3,965
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		565	1	+ 22
Surplus		551	--	+ 27
Other capital accounts		89	- 107	+ 6
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,692)	64,605	+ 129	+4,020
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)		33.2%		- 4.5%
Contingent liability on acceptances purchased for foreign correspondents		271	+ 2	+ 123

* 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 17, 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	298	7	1,612	-5,874
16 days to 90 days	12	41	4,889	+ 96
91 days to 1 year	--	--	19,844	+5,046
Over 1 year to 5 years	--	--	13,699	+ 77
Over 5 years to 10 years	--	--	1,192	- 160
Over 10 years	--	--	397	--
<u>Total</u>	310	48	41,633	- 815

	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	11,045	594	2,220	592	956	1,136	641	1,992	418	176	425	434	1,461
Redemption fund for F. R. notes	1,813	103	433	97	152	148	103	332	64	33	71	61	216
<u>Total gold certificate reserves</u>	12,858	697	2,653	689	1,108	1,284	744	2,324	482	209	496	495	1,677
F. R. notes of other Banks	867	69	209	78	60	87	81	64	28	38	28	42	83
Other cash	288	13	34	11	42	16	24	46	28	7	12	17	38
Discounts and advances	310	26	41	11	6	35	58	68	27	5	12	19	2
Acceptances--bought outright	48	--	48	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	9,816	513	2,470	505	801	674	528	1,649	340	206	381	368	1,379
Certificates	4,366	228	1,098	225	356	300	235	733	151	93	170	164	613
Notes	21,013	1,098	5,286	1,081	1,713	1,443	1,131	3,529	729	447	817	787	2,952
Bonds	6,438	336	1,620	332	525	442	347	1,081	223	137	250	241	904
Total	41,633	2,175	10,474	2,143	3,395	2,859	2,241	6,992	1,443	885	1,618	1,560	5,848
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,633	2,175	10,474	2,143	3,395	2,859	2,241	6,992	1,443	885	1,618	1,560	5,848
<u>Total loans and securities</u>	41,991	2,201	10,563	2,154	3,401	2,894	2,299	7,060	1,470	890	1,630	1,579	5,850
Cash items in process of collection	10,279	611	1,887	600	754	846	822	1,729	500	317	654	502	1,057
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets <u>1/</u>	910	35	384	38	62	40	42	105	24	16	32	37	95
<u>TOTAL ASSETS</u>	67,297	3,629	15,739	3,573	5,432	5,172	4,032	11,348	2,540	1,480	2,860	2,682	8,810

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

	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	38,741	2,320	8,831	2,227	3,235	3,481	2,233	7,034	1,438	716	1,465	1,255	4,506
Deposits:													
Member bank reserves	17,957	627	4,759	729	1,355	842	1,023	2,708	598	428	817	909	3,162
U.S. Treasurer--general account	970	70	72	55	75	139	76	140	86	52	55	59	91
Foreign	133	6	¹ / ₃₇	7	12	7	8	19	4	3	6	7	17
Other	412	1	² / ₃₂₉	1	*	5	4	4	1	1	3	1	62
<u>Total deposits</u>	19,472	704	5,197	792	1,442	993	1,111	2,871	689	484	881	976	3,332
Deferred availability cash items	7,677	536	1,346	479	631	621	604	1,234	364	247	453	374	788
Other liabilities and accrued dividends	202	11	52	11	16	13	11	33	7	5	8	8	27
TOTAL LIABILITIES	66,092	3,571	15,426	3,509	5,324	5,108	3,959	11,172	2,498	1,452	2,807	2,613	8,653
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	565	27	147	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	89	4	22	4	7	7	5	16	3	1	4	4	12
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	67,297	3,629	15,739	3,573	5,432	5,172	4,032	11,348	2,540	1,480	2,860	2,682	8,810
Contingent liability on acceptances purchased for foreign correspondents	271	13	³ / ₇₁	15	24	14	16	39	9	6	12	16	36
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	41,641	2,477	9,473	2,362	3,533	3,702	2,461	7,494	1,534	759	1,580	1,379	4,887
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	37	--	--	10	--	--	--	--	27	--	--	--	--
U. S. Government securities	35,988	2,016	8,700	2,000	3,000	2,802	2,075	6,500	1,310	655	1,400	1,230	4,300
<u>Total collateral</u>	42,687	2,516	9,700	2,510	3,600	3,732	2,525	7,600	1,652	782	1,625	1,410	5,035

1/ After deducting \$ 96 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$200 million participations of other Federal Reserve Banks.

* Less than \$500,000.