



FEDERAL RESERVE

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

H.4.1

For immediate release
August 25, 1966

Despite resumption of full airline service in the middle of the week ended August 24, figures on factors affecting reserves still are influenced by delays in check clearances resulting from the airline strike. The average of daily figures of total member bank reserves held decreased \$210 million to \$22,388 million. Estimated currency and coin of member banks decreased \$21 million and their reserve balances at the Federal Reserve Banks decreased \$189 million. Estimated required reserves decreased \$215 million; and estimated excess reserves increased \$5 million to \$277 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$442 million, compared with the revised net borrowed figure of \$458 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$194 million in U. S. Government securities held under repurchase agreements and \$20 million in gold stock, and an increase of \$121 million in "other" F. R. accounts (net). The principal offsetting changes were increases of \$17 million in Federal Reserve float and \$16 million in Treasury currency outstanding, and a decrease of \$106 million in currency in circulation. Total Reserve Bank credit decreased \$184 million.

As of Wednesday, August 24, holdings of U. S. Government securities bought outright were \$38 million higher than a week earlier and member bank borrowings were \$495 million higher.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Aug. 24, 1966
	Week ended Aug. 24, 1966	Change from week ended		
		Aug. 17, 1966	Aug. 25, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	41,813	+ 4	+2,842	41,671
Held under repurchase agreements	--	-194	- 163	--
Acceptances--bought outright	47	--	+ 11	48
Discounts and advances--				
Member bank borrowings	719	- 11	+ 173	805
Other	1	--	--	7
Float	2,541	+ 17	+ 849	1,745
Total Reserve Bank credit	45,121	-184	+3,712	44,276
Gold stock	13,312	- 20	- 546	13,259
Treasury currency outstanding	6,030	+ 16	+ 589	6,034
	64,463	-188	+3,756	63,569
Currency in circulation	42,894	-106	+2,776	42,877
Treasury cash holdings	1,081	+ 12	+ 257	1,090
Treasury deposits with F. R. Banks	1,056	- 9	+ 148	969
Foreign deposits with F. R. Banks	126	- 5	- 92	130
Other deposits with F. R. Banks	401	- 13	+ 223	422
Other F. R. accounts (net)	386	+121	- 192	363
	45,944	+ 1	+3,121	45,851
Member bank reserves:				
With Federal Reserve Banks	18,519	-189	+ 634	17,718
Currency and coin (estimated)	3,869	- 21	+ 233	4,279
Total reserves held	22,388	-210	+ 867	21,997
Required reserves (estimated)	22,111	-215	+1,001	22,110
Excess reserves (estimated)	277	+ 5	- 134	- 113

On August 24, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,170 million, a decrease of \$303 million for the week and an increase of \$24 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. 24, 1966	Change since	
		Aug. 17, 1966	Aug. 25, 1965
<u>A S S E T S</u>			
Gold certificate account	10,969	- 76	- 988
Redemption fund for F. R. notes	1,803	- 10	+ 164
<u>Total gold certificate reserves</u>	12,772	- 86	- 824
Cash	(900) 298	+ 10	+ 187
Discounts and advances	812	+ 502	+ 358
Acceptances--bought outright	48	--	+ 12
U. S. Government securities:			
Bought outright--			
Bills	9,854	38	+1,986
Certificates	4,366	--	+4,366
Notes	21,013	--	-3,737
Bonds	6,438	--	+ 30
Total bought outright	41,671	+ 38	+2,645
Held under repurchase agreements	--	--	- 174
<u>Total U. S. Government securities</u>	41,671	+ 38	+2,471
<u>Total loans and securities</u>	42,531	+ 540	+2,841
Cash items in process of collection	(1,672) 6,516	-1,938	+ 861
Bank premises	104	--	+ 2
Other assets <u>1/</u>	974	+ 64	+ 75
<u>TOTAL ASSETS</u>	(2,572) <u>63,195</u>	<u>-1,410</u>	<u>+3,142</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(900) 37,744	130	+2,402
Deposits:			
Member bank reserves	17,718	- 239	+ 99
U. S. Treasurer--general account	969	- 1	+ 157
Foreign	130	- 3	- 87
Other <u>2/</u>	(**) 422	+ 10	+ 238
<u>Total deposits</u>	19,239	- 233	+ 407
Deferred availability cash items	(1,672) 4,771	-1,081	+ 433
Other liabilities and accrued dividends	202	--	- 160
<u>TOTAL LIABILITIES</u>	(2,572) <u>61,956</u>	<u>-1,444</u>	<u>+3,082</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	565	--	+ 21
Surplus	551	--	+ 27
Other capital accounts	123	+ 34	+ 12
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,572) <u>63,195</u>	<u>-1,410</u>	<u>+3,142</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	33.1%	.1%	- 4.7%
Contingent liability on acceptances purchased for foreign correspondents	278	+ 7	+ 131

* 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 24, 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	798	38	1,592	-20
16 days to 90 days	12	10	4,880	- 9
91 days to 1 year	2	--	19,911	+67
Over 1 year to 5 years	--	--	13,699	--
Over 5 years to 10 years	--	--	1,192	--
Over 10 years	--	--	397	--
<u>Total</u>	<u>812</u>	<u>48</u>	<u>41,671</u>	<u>+38</u>

** Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 24, 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	10,969	633	2,291	614	923	1,057	627	1,959	391	186	447	423	1,418
Redemption fund for F. R. notes	1,803	102	430	96	152	145	102	331	64	33	71	61	216
<u>Total gold certificate reserves</u>	12,772	735	2,721	710	1,075	1,202	729	2,290	455	219	518	484	1,634
F. R. notes of other Banks	900	77	215	74	60	86	87	71	31	40	35	43	81
Other cash	298	14	33	11	42	18	25	49	30	8	11	18	39
Discounts and advances	812	45	188	30	11	69	132	138	26	5	61	33	74
Acceptances--bought outright	48	--	48	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	9,854	514	2,479	507	804	677	531	1,655	341	209	383	369	1,385
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	41,671	2,176	10,483	2,145	3,398	2,862	2,244	6,998	1,444	886	1,620	1,561	5,854
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,671	2,176	10,483	2,145	3,398	2,862	2,244	6,998	1,444	886	1,620	1,561	5,854
<u>Total loans and securities</u>	42,531	2,221	10,719	2,175	3,409	2,931	2,376	7,136	1,470	891	1,681	1,594	5,928
Cash items in process of collection	8,188	492	1,409	470	549	666	717	1,325	378	279	559	437	907
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets ^{1/}	974	38	403	43	68	44	44	114	26	17	35	39	103
<u>TOTAL ASSETS</u>	65,767	3,580	15,509	3,486	5,208	4,952	3,998	11,005	2,398	1,457	2,847	2,625	8,702

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

	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
(In millions of dollars)													
<u>LIABILITIES</u>													
Federal Reserve notes	38,644	2,311	8,819	2,217	3,222	3,479	2,223	7,022	1,431	711	1,455	1,250	4,504
Deposits:													
Member bank reserves	17,718	684	4,736	721	1,290	759	1,051	2,603	554	429	839	872	3,180
U.S. Treasurer--general account	969	52	137	72	76	81	70	85	64	52	77	86	117
Foreign	130	6	1/34	7	12	7	8	19	4	3	6	7	17
Other	422	*	2/359	*	*	3	1	1	1	1	2	1	53
<u>Total deposits</u>	19,239	742	5,266	800	1,378	850	1,130	2,708	623	485	924	966	3,367
Deferred availability cash items	6,443	457	1,051	393	481	543	559	1,059	294	228	406	331	641
Other liabilities and accrued dividends	202	10	51	10	17	14	11	34	7	4	8	8	28
TOTAL LIABILITIES	64,528	3,520	15,187	3,420	5,098	4,886	3,923	10,823	2,355	1,428	2,793	2,555	8,540
<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	123	6	31	6	9	9	7	22	4	2	5	5	17
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	65,767	3,580	15,509	3,486	5,208	4,952	3,998	11,005	2,398	1,457	2,847	2,625	8,702
Contingent liability on acceptances purchased for foreign correspondents	278	13	3/73	15	25	14	17	40	10	7	12	16	36
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	41,558	2,463	9,440	2,349	3,525	3,703	2,446	7,484	1,538	759	1,576	1,373	4,900
Collateral for F. R. notes:													
Gold certificate account	6,672	500	1,000	500	600	940	450	1,100	315	127	225	180	735
Eligible paper	36	--	--	10	--	--	--	--	26	--	--	--	--
U. S. Government securities	35,978	2,016	8,700	2,000	3,000	2,792	2,075	6,500	1,310	655	1,400	1,230	4,300
<u>Total collateral</u>	42,686	2,516	9,700	2,510	3,600	3,732	2,525	7,600	1,651	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 \$205 million participations of other Federal Reserve Banks.

* Less than \$500,000.