



FEDERAL RESERVE

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

H. 4.1

For immediate release
September 26, 1968

The average of daily figures of total member bank reserves held during the week ended September 25, declined \$136 million to \$25,810 million. Required reserves of member banks rose slightly. Excess reserves declined sharply in the current week to \$152 million, influenced by the fact that banks were able to make use of the carry-over provision allowed by the revision in Regulation D effective September 12, 1968. Under this provision, member banks are allowed to carry forward from one reserve period to the next reserve period excesses or deficiencies averaging up to 2 per cent of required reserves. Surplus reserves, net, of \$115 million were eligible to be carried into the statement week ending September 25, from the previous week.

Among the major factors affecting total reserves, Treasury deposits with F. R. Banks increased over one-half billion dollars, absorbing a like amount of reserves, as the Treasury increased its operating balances at Federal Reserve Banks from the low level they had reached prior to the mid-September tax date. Reserves were supplied by a seasonal decline in currency in circulation, as well as an increase in U. S. Government securities bought outright by the Federal Reserve System. Member bank borrowings at the Federal Reserve Banks increased \$70 million on average, from the preceding week, to a level of \$475 million; they exceeded excess reserves by \$323 million, compared with the revised figure of \$58 million the week before.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Sept. 25, 1968
	Week ended Sept. 25, 1968	Change from week ended		
		Sept. 18, 1968	Sept. 27, 1967	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	51,844	+214	+5,392	52,405
Held under repurchase agreements	--	--	--	--
Federal Agency obligations--				
Held under repurchase agreements	--	--	--	--
Acceptances--				
Bought outright	49	- 1	- 2	49
Held under repurchase agreements	--	--	- 86	--
Discounts and advances--				
Member bank borrowings	475	+ 70	+ 401	1,565
Other	--	--	--	--
Float	2,171	- 3	+ 641	1,770
Total Reserve Bank credit	54,540	+281	+6,347	55,789
Gold stock	10,367	--	-2,639	10,367
Treasury currency outstanding	6,742	+ 7	- 17	6,741
	71,648	+287	+3,690	72,897
Currency in circulation	48,325	-242	+3,281	48,356
Treasury cash holdings	798	+ 8	- 704	797
Treasury deposits with F. R. Banks	866	+658	- 61	1,027
Foreign deposits with F. R. Banks	123	- 5	- 6	134
Other deposits with F. R. Banks	445	- 20	- 9	451
Other F. R. accounts (net)	-293	- 1	- 330	-281
Member bank reserves:	50,264	+399	+2,171	50,484
With Federal Reserve Banks	21,385	-111	+1,520	22,413
Currency and coin	4,425	- 25	+ 78	4,425
Total reserves held	25,810	-136	+1,598	26,838
Required reserves	25,658	+ 59	+1,657	25,658
Excess reserves	152	-195	- 59	1,180

NOTE: \$115 million, (net) of surplus reserves were eligible to be carried forward from the week ended September 18, into the week ending September 25.

On September 25, 1968, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,639 million, an increase of \$255 million for the week.

H.4.1(a) CONSOLIDATED STATEMENT OF CONDITION OF ALL FEDERAL RESERVE BANKS
(In millions of dollars)

		Wednesday	Change since	
		Sept. 25, 1968	Sept. 18, 1968	Sept. 27, 1967
A S S E T S				
Gold certificate account <u>1/</u>		10,026	--	-2,477
	*			
Cash	(891)	313	- 2	- 40
Discounts and advances		1,565	+1,210	+1,394
Acceptances:				
Bought outright		49	--	- 5
Held under repurchase agreements		--	--	- 106
Federal Agency obligations--				
Held under repurchase agreements				
U. S. Government securities:				
Bought outright--				
Bills		18,472	+2,010	+4,525
Certificates		--	--	--
Notes		28,205	--	+2,045
Bonds		5,728	--	- 867
Total bought outright		52,405	+2,010	+5,703
Held under repurchase agreements		--	--	--
<u>Total U. S. Government securities</u>		<u>52,405</u>	<u>+2,010</u>	<u>+5,703</u>
<u>Total loans and securities</u>		<u>54,019</u>	<u>+3,220</u>	<u>+6,986</u>
Cash items in process of collection	(2,231)	8,143	-1,392	+ 975
Bank premises		113	--	+ 3
Other assets <u>2/</u>		<u>1,957</u>	<u>+ 23</u>	<u>+ 537</u>
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS	(3,122)	<u>74,571</u>	<u>+1,849</u>	<u>+5,984</u>

L I A B I L I T I E S				
Federal Reserve notes	(891)	42,384	178	+2,666
Deposits:				
Member bank reserves		22,413	+2,439	+2,281
U. S. Treasurer--general account		1,027	+ 359	+ 316
Foreign		134	+ 9	- 25
Other <u>3/</u>		451	+ 5	+ 1
<u>Total deposits</u>		<u>24,025</u>	<u>+2,812</u>	<u>+2,573</u>
Deferred availability cash items	(2,231)	6,373	- 842	+ 533
Other liabilities and accrued dividends		374	+ 7	+ 113
TOTAL LIABILITIES	(3,122)	73,156	+1,799	+5,885

C A P I T A L A C C O U N T S				
Capital paid in		619	--	+ 30
Surplus		598	--	+ 28
Other capital accounts		198	50	+ 41
Contingent liability on acceptances purchased <u>for foreign correspondents</u>		125	+ 2	- 89

- * Figures in parentheses are the eliminations made in the consolidating process.
1/ Includes amount of gold certificates previously included in "Redemption fund for F. R. notes."
2/ Includes assets denominated in foreign currencies and IMF gold deposited.
3/ Includes IMF gold deposit.

M A T U R I T Y D I S T R I B U T I O N O F L O A N S A N D S E C U R I T I E S, S E P T E M B E R 2 5, 1 9 6 8

(Acceptances and securities held under repurchase agreements are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

	Discounts and		U. S. Government securities and Federal Agency obligations	
	advances	Acceptances	Holdings	Weekly changes
Within 15 days	1,555	10	2,426	+1,208
16 days to 90 days	10	39	14,737	+ 607
91 days to 1 year	--	--	16,600	+ 195
Over 1 year to 5 years	--	--	7,902	--
Over 5 years to 10 years	--	--	10,141	--
Over 10 years	--	--	599	--
Total	1,565	49	52,405	+2,010

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 25, 1968

	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	10,026	513	1,971	558	771	999	542	1,915	423	183	470	387	1,294
F. R. notes of other banks	891	80	209	60	54	88	83	44	31	34	28	42	138
Other cash	313	20	34	7	43	20	42	50	29	3	21	15	29
Discounts and advances	1,565	185	441	12	7	46	32	477	9	7	16	29	304
Acceptances:													
Bought outright	49	--	49	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	18,472	973	4,551	952	1,434	1,357	988	3,039	663	358	742	775	2,640
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	28,205	1,486	6,949	1,454	2,189	2,073	1,508	4,640	1,012	546	1,134	1,183	4,031
Bonds	5,728	302	1,411	295	445	421	306	942	206	111	230	240	819
Total bought outright	52,405	2,761	12,911	2,701	4,068	3,851	2,802	8,621	1,881	1,015	2,106	2,198	7,490
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	52,405	2,761	12,911	2,701	4,068	3,851	2,802	8,621	1,881	1,015	2,106	2,198	7,490
<u>Total loans and securities</u>	54,019	2,946	13,401	2,713	4,075	3,897	2,834	9,098	1,890	1,022	2,122	2,227	7,794
Cash items in process of collection	10,374	643	1,671	592	758	855	920	1,752	516	364	792	611	900
Bank premises	113	3	10	2	5	9	19	18	8	3	18	9	9
Other assets <u>1/</u>	1,957	86	668	93	150	101	103	257	59	38	80	91	231
TOTAL ASSETS	77,693	4,291	17,964	4,025	5,856	5,969	4,543	13,134	2,956	1,647	3,531	3,382	10,395

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

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 25, 1968

	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	43,275	2,511	9,327	2,467	3,506	3,976	2,323	7,745	1,603	747	1,621	1,503	5,441
Deposits:													
Member bank reserves	22,413	1,013	5,876	904	1,445	1,060	1,220	3,598	330	517	981	1,229	3,740
U. S. Treasurer--general account	1,027	63	140	58	63	91	87	110	43	29	142	63	138
Foreign	134	6	<u>1/</u> 37	7	12	7	8	19	5	3	6	7	17
Other	451	1	2/399	10	--	11	1	2	1	2	3	2	19
<u>Total deposits</u>	24,025	1,083	6,452	979	1,520	1,169	1,316	3,729	879	551	1,132	1,301	3,914
Deferred availability cash items	3,604	609	1,231	433	677	720	791	1,385	412	309	702	484	796
Other liabilities and accrued dividends	374	19	94	17	29	27	20	62	13	8	16	16	53
TOTAL LIABILITIES	76,278	4,222	17,604	3,951	5,732	5,892	4,455	12,921	2,907	1,615	3,471	3,304	10,204
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	619	30	158	32	55	32	39	92	21	14	27	36	83
Surplus	593	29	154	32	54	31	38	87	20	14	26	34	79
Other capital accounts	198	10	48	10	15	14	11	34	8	4	7	8	29
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	77,693	4,291	17,964	4,025	5,856	5,969	4,543	13,134	2,956	1,647	3,531	3,382	10,395
Contingent liability on accept- ances purchased for foreign correspondents	125	6	<u>3/</u> 32	7	11	6	8	18	4	3	6	7	17

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	45,439	2,610	10,344	2,543	3,754	4,142	2,472	8,019	1,685	786	1,719	1,618	5,742
Collateral for F. R. notes:													
Gold certificate account	4,113	330	500	300	600	600	350	1,000	206	77	--	155	--
Eligible paper	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities	42,516	2,301	10,000	2,500	3,200	3,565	2,200	7,150	1,570	725	1,775	1,530	6,000
Total collateral	46,634	2,631	10,500	2,800	3,800	4,165	2,550	8,150	1,776	802	1,775	1,685	6,000

1/ After deducting \$ 97 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$ 93 million participations of other Federal Reserve Banks.