



# FEDERAL RESERVE

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

H.4.1

For immediate release  
October 24, 1968

The average of daily figures of total reserves held by banks during the week ending October 23, declined \$516 million to \$26,444 million. Required reserves declined moderately reflecting a reduction in deposits in early October. Excess reserves held by banks declined sharply to a small negative level, as sizable reserve surpluses from the previous statement week were eligible to be carried forward to meet this week's requirements.

Reserves were provided through a seasonal increase in float and a decline in currency in circulation. In addition, other F. R. accounts (net) declined, reflecting the monthly interest payment on F. R. notes, and provided some additional reserves. The System absorbed \$254 million (net) of reserves through open market operations primarily through outright purchases of U. S. Government securities. Member bank borrowings at Federal Reserve Banks declined \$183 million, and borrowings exceeded excess reserves by \$368 million, compared with the revised figure of \$166 million the week before.

| Member bank reserves,<br>Reserve Bank credit,<br>and related items | Averages of daily figures      |                        |                  | Wednesday,<br>Oct. 23,<br>1968 |
|--|--------------------------------|------------------------|------------------|--------------------------------|
|  | Week ended<br>Oct. 23,<br>1968 | Change from week ended |                  |                                |
|  |                                | Oct. 16,<br>1968       | Oct. 25,<br>1967 |                                |
|  | (In millions of dollars)       |                        |                  |                                |
| Reserve Bank credit:   |                                |                        |                  |                                |
| U. S. Government securities--                                      |                                |                        |                  |                                |
| Bought outright--System account                                    | 53,232                         | -165                   | +6,134           | 53,425                         |
| Held under repurchase agreements                                   | 50                             | - 46                   | + 50             | 352                            |
| Federal Agency obligations--                                       |                                |                        |                  |                                |
| Held under repurchase agreements                                   | 7                              | + 4                    | + 7              | 47                             |
| Acceptances--  |                                |                        |                  |                                |
| Bought outright  | 57                             | + 2                    | + 4              | 57                             |
| Held under repurchase agreements                                   | 2                              | - 49                   | + 2              | 15                             |
| Discounts and advances--   |                                |                        |                  |                                |
| Member bank borrowings   | 335                            | -183                   | + 277            | 1,103                          |
| Other  | --                             | --                     | --               | --                             |
| Float  | 2,151                          | +167                   | + 587            | 1,586                          |
| Total Reserve Bank credit  | 55,834                         | -271                   | +7,061           | 56,585                         |
| Gold stock   | 10,367                         | --                     | -2,640           | 10,367                         |
| Treasury currency outstanding                                      | 6,759                          | + 5                    | - 33             | 6,760                          |
|  | 72,961                         | -265                   | +4,388           | 73,712                         |
| Currency in circulation  | 48,702                         | - 62                   | +3,273           | 48,695                         |
| Treasury cash holdings   | 772                            | - 8                    | - 710            | 780                            |
| Treasury deposits with F. R. Banks                                 | 1,043                          | + 63                   | - 44             | 1,031                          |
| Foreign deposits with F. R. Banks                                  | 131                            | - 1                    | + 12             | 136                            |
| Other deposits with F. R. Banks                                    | 450                            | - 33                   | - 5              | 439                            |
| Other F. R. accounts (net)   | -377                           | -129                   | - 167            | -392                           |
|  | 50,720                         | -170                   | +2,358           | 50,689                         |
| Member bank reserves:  |                                |                        |                  |                                |
| With Federal Reserve Banks   | 22,241                         | - 95                   | +2,031           | 23,023                         |
| Currency and coin  | 4,203                          | -421                   | - 136            | 4,203                          |
| Total reserves held  | 26,444                         | -516                   | +1,895           | 27,226                         |
| Required reserves  | 26,477                         | -131                   | +2,118           | 26,477                         |
| Excess reserves  | - 33                           | -385                   | - 223            | 749                            |

NOTE: \$172 million, (net) of surplus reserves were eligible to be carried forward from the week ended October 16, into the week ending October 23.

On October 23, 1968, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,685 million, a decrease of \$11 million for the week.

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

|  | Wednesday<br>Oct. 23,<br>1968 | Change since     |                      |
|--|-------------------------------|------------------|----------------------|
|  |                               | Oct. 16,<br>1968 | Oct. 25,<br>1967     |
| <u>A S S E T S</u>   |                               |                  |                      |
| Gold certificate account <u>1/</u>   | 10,026                        | --               | -2,474               |
|  | *                             |                  |                      |
| Cash   | (816) 295                     | - 12             | - 67                 |
| Discounts and advances   | 1,103                         | + 914            | +1,039               |
| Acceptances:   |                               |                  |                      |
| Bought outright  | 57                            | --               | + 3                  |
| Held under repurchase agreements   | 15                            | - 27             | + 15                 |
| Federal Agency obligations--   | 47                            | + 39             | + 47                 |
| Held under repurchase agreements   |                               |                  |                      |
| U. S. Government securities:   |                               |                  |                      |
| Bought outright--  |                               |                  |                      |
| Bills  | 19,244                        | + 221            | +4,950               |
| Certificates   | --                            | --               | --                   |
| Notes  | 28,424                        | --               | +2,226               |
| Bonds  | 5,757                         | --               | - 864                |
| Total bought outright  | 53,425                        | + 221            | +6,312               |
| Held under repurchase agreements   | 352                           | + 155            | + 352                |
| <u>Total U. S. Government securities</u>   | <u>53,777</u>                 | <u>+ 376</u>     | <u>+6,664</u>        |
| <u>Total loans and securities</u>  | <u>54,999</u>                 | <u>+1,302</u>    | <u>+7,768</u>        |
| Cash items in process of collection  | (2,244) 8,044                 | -1,572           | +1,075               |
| Bank premises  | 115                           | --               | + 4                  |
| Other assets <u>2/</u>   | 2,074                         | + 71             | + 385                |
| <b>TOTAL ASSETS/LIABILITIES &amp; CAPITAL ACCOUNTS</b>                             | <b>(3,060) <u>75,553</u></b>  | <b>- 211</b>     | <b><u>+6,691</u></b> |
| <u>L I A B I L I T I E S</u>   |                               |                  |                      |
| Federal Reserve notes  | (816) 42,669                  | 160              | +2,698               |
| Deposits:  |                               |                  |                      |
| Member bank reserves   | 23,023                        | +1,032           | +2,953               |
| U. S. Treasurer--general account   | 1,031                         | - 16             | + 97                 |
| Foreign  | 136                           | --               | + 3                  |
| Other <u>3/</u>  | (19) 439                      | - 47             | - 22                 |
| <u>Total deposits</u>  | <u>(19) 24,629</u>            | <u>+ 969</u>     | <u>+3,031</u>        |
| Deferred availability cash items   | (2,225) 6,458                 | -1,068           | + 746                |
| Other liabilities and accrued dividends  | 393                           | - 1              | + 126                |
| <b>TOTAL LIABILITIES</b>   | <b>(3,060) 74,149</b>         | <b>- 260</b>     | <b>+6,601</b>        |
| <u>C A P I T A L A C C O U N T S</u>   |                               |                  |                      |
| Capital paid in  | 621                           | --               | + 32                 |
| Surplus  | 598                           | --               | + 28                 |
| Other capital accounts   | 185                           | + 49             | + 30                 |
| Contingent liability on acceptances purchased<br><u>for foreign correspondents</u> | 117                           | - 1              | - 59                 |

- \* 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 , O C T O B E R 2 3 , 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<br>advances | Acceptances | U. S. Government securities and<br>Federal Agency obligations |                |
|--------------------------|---------------------------|-------------|---|----------------|
|                          |                           |             | Holdings  | Weekly changes |
| Within 15 days           | 1,099                     | 28          | 3,199   | +567           |
| 16 days to 90 days       | 4                         | 44          | 14,679  | -140           |
| 91 days to 1 year        | --                        | --          | 17,448  | - 12           |
| Over 1 year to 5 years   | --                        | --          | 7,652   | --             |
| Over 5 years to 10 years | --                        | --          | 10,235  | --             |
| Over 10 years            | --                        | --          | 611   | --             |
| <b>Total</b>             | <b>1,103</b>              | <b>72</b>   | <b>53,824</b>   | <b>+415</b>    |

|  | Total                    | Boston       | New York      | Phila-<br>delphia | Cleve-<br>land | Rich-<br>mond | Atlanta      | Chicago       | St.<br>Louis | Minne-<br>apolis | Kansas<br>City | Dallas       | San<br>Fran-<br>cisco |
|--|--------------------------|--------------|---------------|-------------------|----------------|---------------|--------------|---------------|--------------|------------------|----------------|--------------|-----------------------|
|  | (In millions of dollars) |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| <b>A S S E T S</b>                       |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Gold certificate account                 | 10,026                   | 696          | 1,802         | 539               | 806            | 956           | 466          | 2,116         | 348          | 182              | 304            | 384          | 1,427                 |
| F. R. notes of other banks               | 816                      | 76           | 230           | 58                | 36             | 78            | 67           | 34            | 25           | 26               | 26             | 38           | 122                   |
| Other cash                               | 295                      | 17           | 33            | 7                 | 38             | 18            | 41           | 43            | 29           | 5                | 20             | 15           | 29                    |
| Discounts and advances                   | 1,103                    | 58           | 243           | 5                 | 11             | 72            | 60           | 253           | 23           | 8                | 69             | 17           | 284                   |
| Acceptances:                             |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Bought outright                          | 57                       | --           | 57            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| Held under repurchase agreements         | 15                       | --           | 15            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| Federal Agency obligations--             |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Held under repurchase agreements         | 47                       |              | 47            |                   |                |               |              |               |              |                  |                |              |                       |
| U. S. Government securities:             |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Bought outright--                        |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Bills                                    | 19,244                   | 1,001        | 4,627         | 988               | 1,485          | 1,437         | 1,049        | 3,174         | 689          | 387              | 798            | 829          | 2,780                 |
| Certificates                             | --                       | --           | --            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| Notes                                    | 28,424                   | 1,478        | 6,835         | 1,459             | 2,192          | 2,124         | 1,549        | 4,688         | 1,017        | 572              | 1,178          | 1,225        | 4,107                 |
| Bonds                                    | 5,757                    | 300          | 1,384         | 295               | 444            | 430           | 314          | 949           | 206          | 116              | 239            | 248          | 832                   |
| Total bought outright                    | 53,425                   | 2,779        | 12,846        | 2,742             | 4,121          | 3,991         | 2,912        | 8,811         | 1,912        | 1,075            | 2,215          | 2,302        | 7,719                 |
| Held under repurchase agreements         | 352                      | --           | 352           | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| <u>Total U. S. Government securities</u> | <u>53,777</u>            | <u>2,779</u> | <u>13,198</u> | <u>2,742</u>      | <u>4,121</u>   | <u>3,991</u>  | <u>2,912</u> | <u>8,811</u>  | <u>1,912</u> | <u>1,075</u>     | <u>2,215</u>   | <u>2,302</u> | <u>7,719</u>          |
| <u>Total loans and securities</u>        | <u>54,999</u>            | <u>2,837</u> | <u>13,560</u> | <u>2,747</u>      | <u>4,132</u>   | <u>4,063</u>  | <u>2,972</u> | <u>9,064</u>  | <u>1,935</u> | <u>1,083</u>     | <u>2,284</u>   | <u>2,319</u> | <u>8,003</u>          |
| Cash items in process of collection      | 10,288                   | 658          | 1,772         | 608               | 771            | 810           | 885          | 1,684         | 519          | 372              | 708            | 608          | 893                   |
| Bank premises                            | 115                      | 3            | 10            | 2                 | 5              | 10            | 19           | 18            | 8            | 3                | 19             | 9            | 9                     |
| Other assets <sup>1/</sup>               | 2,074                    | 93           | 694           | 99                | 160            | 112           | 110          | 276           | 64           | 41               | 79             | 98           | 248                   |
| <b>TOTAL ASSETS</b>                      | <b>78,613</b>            | <b>4,380</b> | <b>18,101</b> | <b>4,060</b>      | <b>5,948</b>   | <b>6,047</b>  | <b>4,560</b> | <b>13,235</b> | <b>2,928</b> | <b>1,712</b>     | <b>3,440</b>   | <b>3,471</b> | <b>10,731</b>         |

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

|  | Total  | Boston | New York      | Phila-<br>delphia | Cleve-<br>land | Rich-<br>mond | Atlanta | Chicago | St.<br>Louis | Minne-<br>apolis | Kansas<br>City | Dallas | San<br>Fran-<br>cisco |
|--|--------|--------|---------------|-------------------|----------------|---------------|---------|---------|--------------|------------------|----------------|--------|-----------------------|
| (In millions of dollars)   |        |        |               |                   |                |               |         |         |              |                  |                |        |                       |
| <b><u>L I A B I L I T I E S</u></b>                                      |        |        |               |                   |                |               |         |         |              |                  |                |        |                       |
| Federal Reserve notes  | 43,485 | 2,518  | 9,941         | 2,473             | 3,520          | 3,992         | 2,330   | 7,801   | 1,608        | 743              | 1,625          | 1,511  | 5,423                 |
| Deposits:  |        |        |               |                   |                |               |         |         |              |                  |                |        |                       |
| Member bank reserves   | 23,023 | 1,067  | 5,738         | 916               | 1,533          | 1,102         | 1,252   | 3,620   | 767          | 569              | 1,020          | 1,310  | 4,129                 |
| U. S. Treasurer--general account   | 1,031  | 59     | 146           | 66                | 58             | 102           | 81      | 109     | 68           | 42               | 131            | 58     | 111                   |
| Foreign  | 136    | 7      | <u>1/</u> 32  | 7                 | 13             | 7             | 9       | 20      | 5            | 3                | 6              | 8      | 19                    |
| Other  | 458    | --     | <u>2/</u> 413 | 7                 | 1              | 12            | 1       | 2       | --           | 2                | 2              | 1      | 17                    |
| <u>Total deposits</u>  | 24,648 | 1,133  | 6,329         | 996               | 1,605          | 1,223         | 1,343   | 3,751   | 840          | 616              | 1,159          | 1,377  | 4,276                 |
| Deferred availability cash items   | 8,683  | 642    | 1,376         | 498               | 670            | 726           | 778     | 1,408   | 418          | 312              | 580            | 488    | 787                   |
| Other liabilities and accrued dividends                                  | 393    | 19     | 99            | 20                | 30             | 30            | 21      | 63      | 14           | 9                | 16             | 17     | 55                    |
| <b>TOTAL LIABILITIES</b>   | 77,209 | 4,312  | 17,745        | 3,987             | 5,825          | 5,971         | 4,472   | 13,023  | 2,880        | 1,680            | 3,380          | 3,393  | 10,541                |
| <b><u>CAPITAL ACCOUNTS</u></b>   |        |        |               |                   |                |               |         |         |              |                  |                |        |                       |
| Capital paid in  | 621    | 30     | 158           | 32                | 55             | 32            | 40      | 93      | 21           | 14               | 27             | 36     | 83                    |
| Surplus  | 598    | 29     | 154           | 32                | 54             | 31            | 38      | 87      | 20           | 14               | 26             | 34     | 79                    |
| Other capital accounts   | 185    | 9      | 44            | 9                 | 14             | 13            | 10      | 32      | 7            | 4                | 7              | 8      | 28                    |
| <b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>                            | 78,613 | 4,380  | 18,101        | 4,060             | 5,948          | 6,047         | 4,560   | 13,235  | 2,928        | 1,712            | 3,440          | 3,471  | 10,731                |
| Contingent liability on acceptances purchased for foreign correspondents | 117    | 6      | <u>3/</u> 30  | 6                 | 11             | 6             | 7       | 17      | 4            | 3                | 5              | 7      | 15                    |

## FEDERAL RESERVE AGENTS' ACCOUNTS

|                             |        |       |        |       |       |       |       |       |       |     |       |       |       |
|-----------------------------|--------|-------|--------|-------|-------|-------|-------|-------|-------|-----|-------|-------|-------|
| F. R. notes outstanding     | 45,508 | 2,589 | 10,410 | 2,556 | 3,751 | 4,160 | 2,471 | 8,032 | 1,685 | 775 | 1,718 | 1,653 | 5,708 |
| Collateral for F. R. notes: |        |       |        |       |       |       |       |       |       |     |       |       |       |
| Gold certificate account    | 4,068  | 330   | 500    | 300   | 600   | 600   | 350   | 1,000 | 206   | 27  | --    | 155   | --    |
| Eligible paper              | --     | --    | --     | --    | --    | --    | --    | --    | --    | --  | --    | --    | --    |
| U. S. Government securities | 42,751 | 2,301 | 10,000 | 2,500 | 3,300 | 3,600 | 2,200 | 7,150 | 1,570 | 775 | 1,775 | 1,580 | 6,000 |
| Total collateral            | 46,819 | 2,631 | 10,500 | 2,800 | 3,900 | 4,200 | 2,550 | 8,150 | 1,776 | 802 | 1,775 | 1,735 | 6,000 |

1/ After deducting \$104 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$ 87 million participations of other Federal Reserve Banks.