



FEDERAL RESERVE

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

For immediate release
December 12, 1968

H.4.1

The average of daily figures of total reserves of member banks declined \$431 million to \$26,409 million. Required reserves remained about unchanged, while excess reserves declined to a small negative level from the relatively high level reached in the previous statement week.

Float and Treasury deposits with Federal Reserve Banks were major factors providing reserves in the latest statement week. The level of float of recent weeks has been unusually high, as the seasonal rise has been augmented by the effects on check clearings of transportation delays and of slower processing because of flu-caused personnel shortages. The sharp decline in Treasury deposits with Federal Reserve Banks reflects the Treasury's low cash position prior to the tax date. In addition, the Treasury borrowed a small amount from the System during the week.

Major factors absorbing reserves were a seasonal rise in currency in circulation, and System Open Market sales of U. S. Government securities of about \$800 million, primarily through matched sale-purchase transactions. Member bank borrowings also declined. On balance, borrowings exceeded excess reserves by \$443 million, compared with the revised figure of \$75 million the previous week.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Dec. 11, 1968
	Week ended Dec. 11, 1968	Change from week ended		
		Dec. 4, 1968	Dec. 13, 1967	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	52,455	-797	+3,602	51,413
Held under repurchase agreements	--	- 28	--	--
Special certificates	13	+ 13	+ 13	--
Federal Agency obligations--				
Held under repurchase agreements	--	1	--	--
Acceptances--				
Bought outright	59	--	10	60
Held under repurchase agreements	--	--	75	--
Discounts and advances--				
Member bank borrowings	435	- 97	+ 314	271
Other	--	--	--	--
Float	2,572	+315	+ 920	2,584
Total Reserve Bank credit	55,535	-594	+4,766	54,328
Gold stock	10,367	--	-2,065	10,367
Treasury currency outstanding	6,809	+ 2	+ 36	6,805
	72,710	-594	+2,735	71,500
Currency in circulation	50,383	+306	+3,465	50,657
Treasury cash holdings	755	- 21	- 690	749
Treasury deposits with F. R. Banks	191	-392	- 596	58
Foreign deposits with F. R. Banks	233	+ 8	+ 93	212
Other deposits with F. R. Banks	438	- 10	+ 11	426
Other F. R. accounts (net)	- 960	+ 58	- 966	-1,062
	51,040	- 51	+1,317	51,040
Member bank reserves:				
With Federal Reserve Banks	21,670	-543	+1,418	20,461
Currency and coin	4,739	+112	+ 281	4,739
Total reserves held	26,409	-431	+1,699	25,200
Required reserves	26,417	+ 34	+2,040	26,417
Excess reserves	- 8	-465	- 341	-1,217

NOTE: A net of \$200 million of surplus reserves were eligible to be carried forward from the week ended December 4, into the week ending December 11.

1/ Reflects \$1,485 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

On December 11, 1968, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$9,447 million, a decrease of \$310 million for the week.

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

		Wednesday	Change since	
		Dec. 11, 1968	Dec. 4, 1968	Dec. 13, 1967
A S S E T S				
Gold certificate account <u>1/</u>		10,026	--	-1,884
	*			
Cash	(575)	230	- 12	- 128
Discounts and advances		271	+ 150	+ 115
Acceptances:				
Bought outright		60	--	9
Held under repurchase agreements		--	--	66
Federal Agency obligations--				
Held under repurchase agreements				--
U. S. Government securities:				
Bought outright--				
Bills		17,232	-1,233	+1,384
Certificates		--	--	--
Notes		28,706	--	+1,788
Bonds		5,475	--	- 612
Total bought outright	2/	51,413	-1,233	+2,560
Held under repurchase agreements		--	--	--
<u>Total U. S. Government securities</u>		<u>51,413</u>	<u>-1,233</u>	<u>+2,560</u>
<u>Total loans and securities</u>		<u>51,744</u>	<u>-1,083</u>	<u>+2,600</u>
Cash items in process of collection	(1,896)	9,077	- 138	+ 999
Bank premises		114	--	+ 3
Other assets <u>3/</u>		2,904	+ 96	+1,233
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS	(2,471)	<u>74,095</u>	<u>-1,137</u>	<u>+2,823</u>

L I A B I L I T I E S				
Federal Reserve notes	(575)	44,489	+ 334	+2,869
Deposits:				
Member bank reserves		20,461	- 687	--
U. S. Treasurer--general account		58	- 591	- 600
Foreign		212	- 13	+ 76
Other <u>4/</u>	(1)	426	- 20	- 14
<u>Total deposits</u>	(1)	<u>21,157</u>	<u>-1,311</u>	<u>- 538</u>
Deferred availability cash items	(1,895)	6,493	- 210	+ 104
Other liabilities and accrued dividends		412	--	+ 105
TOTAL LIABILITIES	(2,471)	72,551	-1,187	+2,540

C A P I T A L A C C O U N T S				
Capital paid in		625	--	+ 34
Surplus		598	--	+ 28
Other capital accounts		321	+ 50	+ 221
Contingent liability on acceptances purchased <u>for foreign correspondents</u>		112	- 1	- 34

- * 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/ Reflects \$1,485 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.
3/ Includes assets denominated in foreign currencies and IMF gold deposited.
4/ Includes IMF gold deposit.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, DECEMBER 11, 1968

(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		U. S. Government securities and Federal Agency obligations	
			Acceptances	Holdings
Within 15 days	267	15	1,211	- 154
16 days to 90 days	4	45	16,495	- 984
91 days to 1 year	--	--	8,915	- 95
Over 1 year to 5 years	--	--	13,238	--
Over 5 years to 10 years	--	--	10,943	--
Over 10 years	--	--	611	--
Total	271	60	51,413	-1,233

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 11, 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	695	1,012	737	982	1,029	593	1,973	426	168	393	375	1,643
F. R. notes of other banks	575	51	144	23	28	59	53	34	20	14	21	33	95
Other cash	230	12	24	6	29	15	30	30	25	4	17	13	25
Discounts and advances	271	63	7	*	1	26	30	74	3	46	13	5	3
Acceptances:													
Bought outright	60	--	60	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	17,232	914	4,313	882	1,332	1,273	919	2,805	609	332	664	722	2,467
Certificates													
Notes	28,706	1,524	7,186	1,470	2,218	2,122	1,530	4,672	1,014	552	1,106	1,203	4,109
Bonds	5,475	291	1,370	280	423	405	292	891	193	105	211	230	784
Total bought outright	51,413	2,729	12,869	2,632	3,973	3,800	2,741	8,368	1,816	989	1,981	2,155	7,360
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	51,413	2,729	12,869	2,632	3,973	3,800	2,741	8,368	1,816	989	1,981	2,155	7,360
<u>Total loans and securities</u>	51,744	2,792	12,936	2,632	3,974	3,826	2,771	8,442	1,819	1,035	1,994	2,160	7,363
Cash items in process of collection	10,973	613	2,211	558	759	820	1,023	1,693	597	412	699	617	971
Bank premises	114	3	10	2	5	10	19	17	8	3	19	9	9
Other assets <u>1/</u>	2,904	134	914	145	236	148	164	395	91	61	115	146	355
TOTAL ASSETS	76,566	4,300	17,251	4,103	6,013	5,907	4,653	12,584	2,986	1,697	3,258	3,353	10,461

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

*Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 11, 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	45,064	2,611	10,348	2,581	3,669	4,100	2,448	8,024	1,668	758	1,669	1,553	5,635
Deposits:													
Member bank reserves	20,461	995	4,700	956	1,538	999	1,214	2,891	800	557	931	1,204	3,676
U. S. Treasurer--general account	58	1	51	1	*	*	1	*	1	*	1	1	1
Foreign	212	10	<u>1/</u> 56	11	19	11	13	31	7	5	9	12	28
Other	427	1	392	1	*	7	1	2	*	1	2	1	19
<u>Total deposits</u>	21,158	1,007	5,199	969	1,557	1,017	1,229	2,924	808	563	943	1,218	3,724
Deferred availability cash items	8,388	585	1,211	453	622	675	860	1,335	443	332	565	481	826
Other liabilities and accrued dividends	412	21	101	20	31	29	21	66	14	10	16	17	66
TOTAL LIABILITIES	75,022	4,224	16,859	4,023	5,879	5,821	4,558	12,349	2,933	1,663	3,193	3,269	10,251
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	625	30	159	32	56	33	40	93	22	14	27	36	83
Surplus	598	29	154	32	54	31	38	87	20	14	26	34	79
Other capital accounts	321	17	79	16	24	22	17	55	11	6	12	14	48
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	76,566	4,300	17,251	4,103	6,013	5,907	4,653	12,584	2,986	1,697	3,258	3,353	10,461
Contingent liability on accept- ances purchased for foreign correspondents	112	5	29	6	10	6	7	16	4	3	5	6	15

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	46,879	2,681	10,746	2,666	3,878	4,238	2,555	8,294	1,744	779	1,744	1,672	5,882
Collateral for F. R. notes													
Gold certificate account	3,997	330	500	300	600	555	350	1,000	180	27	--	155	--
Eligible paper													
U. S. Government securities	43,871	2,401	10,400	2,500	3,400	3,720	2,250	7,450	1,620	775	1,775	1,580	6,000
Total collateral	47,868	2,731	10,900	2,800	4,000	4,275	2,600	8,450	1,800	802	1,775	1,735	6,000

1/ After deducting \$156 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

* Less than \$500,000.

3/ After deducting \$ 83 million participations of other Federal Reserve Banks.