



FEDERAL RESERVE

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

H.4.1

For immediate release
December 19, 1968

The average of daily figures of total reserves of member banks increased \$581 million (net) to \$27,022 million. Required reserves increased reflecting, in the main, seasonal increases in demand deposits in early December. Excess reserves rose sharply from the unusually low level reached in the previous week.

In the latest week, major factors providing reserves were float, other FR accounts (net) and Treasury deposits with Federal Reserve Banks. Float remained high due to seasonal pressures and delays in check clearings at Federal Reserve Banks associated with employee illness due to the flu. Treasury deposits with Federal Reserve Banks continued to decline and in addition, the Treasury borrowed funds temporarily 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 \$700 million, on average, primarily through matched sale-purchase transactions. Member bank borrowings increased; and borrowings exceeded excess reserves by \$274 million, compared with the revised figures of \$411 million for the previous week.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Dec. 18, 1968
	Week ended	Change from week ended		
	Dec. 18, 1968	Dec. 11, 1968	Dec. 20, 1967	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	51,733	-722	+3,025	51,000
Held under repurchase agreements	--	--	--	--
Special certificates	339	+326	+ 339	--
Federal Agency obligations--				
Held under repurchase agreements		--	--	--
Acceptances--				
Bought outright	58	- 1	13	55
Held under repurchase agreements	--	--	--	--
Discounts and advances--				
Member bank borrowings	574	+139	+ 389	968
Other	--	--	--	--
Float	3,318	+715	+1,163	3,745
Total Reserve Bank credit	56,023	+457	+4,904	55,768
Gold stock	10,367	--	-2,065	10,367
Treasury currency outstanding	6,807	- 2	+ 32	6,810
	73,197	+455	+2,871	72,945
Currency in circulation	50,616	+233	+3,523	50,789
Treasury cash holdings	749	- 6	- 695	752
Treasury deposits with F. R. Banks	70	-121	- 774	442
Foreign deposits with F. R. Banks	234	+ 1	+ 78	228
Other deposits with F. R. Banks	444	+ 6	+ 10	448
Other F. R. accounts (net)	-1,247	-287	-1,002	-1,214
	50,864	-176	+1,138	51,445
Member bank reserves:				
With Federal Reserve Banks	22,332	+630	+1,732	21,499
Currency and coin	4,690	- 49	+ 87	4,690
Total reserves held	27,022	+581	+1,819	26,189
Required reserves	26,722	+305	+1,786	26,722
Excess reserves	300	+276	+ 33	- 533

NOTE: A net of \$25 million of surplus reserves were eligible to be carried forward from the week ended December 11, into the week ending December 18.

1/ Reflects \$1,295 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

On December 18, 1968, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$9,706 million, an increase of \$259 million for the week.

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

		Wednesday Dec. 18, 1968	Change since	
			Dec. 11, 1968	Dec. 20, 1967
<u>A S S E T S</u>				
Gold certificate account <u>1/</u>		10,026	--	-1,880
	*			
Cash	(638)	220	- 10	- 134
Discounts and advances		968	+ 697	+ 549
Acceptances:				
Bought outright		55	5	19
Held under repurchase agreements		--	--	--
Federal Agency obligations--				
Held under repurchase agreements				
U. S. Government securities:				
Bought outright--				
Bills		16,819	413	+1,084
Certificates		--	--	--
Notes		28,706	--	+1,788
Bonds		5,475	--	- 612
Total bought outright	<u>2/</u>	51,000	- 413	+2,260
Held under repurchase agreements		--	--	--
Total U. S. Government securities		51,000	- 413	+2,260
Total loans and securities		52,023	+ 279	+2,790
Cash items in process of collection	(2,463)	10,985	+1,879	+2,043
Bank premises		114	--	+ 4
Other assets <u>3/</u>		2,872	- 32	+1,086
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS	(3,101)	76,240	+2,116	+3,909

<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(638)	44,610	+ 121	+2,832
Deposits:				
Member bank reserves		21,499	+1,009	+ 537
U. S. Treasurer--general account		442	+ 384	- 282
Foreign		228	+ 16	+ 60
Other <u>4/</u>	(1)	448	+ 22	+ 31
Total deposits	(1)	22,617	+1,431	+ 346
Deferred availability cash items	(2,462)	7,241	+ 748	+ 565
Other liabilities and accrued dividends		391	- 21	+ 90
TOTAL LIABILITIES	(3,101)	74,859	+2,279	+3,833

<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		626	+ 1	+ 33
Surplus		598	--	+ 28
Other capital accounts		157	164	+ 15
Contingent liability on acceptances purchased for foreign correspondents		113	+ 1	- 30

- * 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 \$1,295 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 18, 1968

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

	U. S. Government securities and Federal Agency obligations			
	Discounts and advances	Acceptances	Holdings	Weekly changes
Within 15 days	963	15	1,039	-172
16 days to 90 days	5	40	16,524	+ 29
91 days to 1 year	--	--	9,003	+ 88
Over 1 year to 5 years	--	--	12,880	-358
Over 5 years to 10 years	--	--	10,943	--
Over 10 years	--	--	611	--
Total	968	55	51,000	-413

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 18, 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	299	1,804	737	913	1,055	619	2,002	370	163	324	471	1,269
F. R. notes of other banks	638	54	150	28	39	66	58	37	25	15	24	35	107
Other cash	220	12	22	5	27	14	29	29	24	4	17	13	24
Discounts and advances	968	240	264	1	5	1	30	340	7	5	9	9	57
Acceptances:													
Bought outright	55	--	55	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--												
U. S. Government securities:													
Bought outright--													
Bills	16,819	892	4,210	861	1,300	1,243	897	2,738	594	324	648	705	2,407
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	28,706	1,524	7,185	1,470	2,218	2,122	1,530	4,672	1,014	552	1,106	1,203	4,110
Bonds	5,475	291	1,370	280	423	405	292	891	193	105	211	230	784
Total bought outright	51,000	2,707	12,765	2,611	3,941	3,770	2,719	8,301	1,801	981	1,965	2,138	7,301
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>51,000</u>	<u>2,707</u>	<u>12,765</u>	<u>2,611</u>	<u>3,941</u>	<u>3,770</u>	<u>2,719</u>	<u>8,301</u>	<u>1,801</u>	<u>981</u>	<u>1,965</u>	<u>2,138</u>	<u>7,301</u>
<u>Total loans and securities</u>	<u>52,023</u>	<u>2,947</u>	<u>13,084</u>	<u>2,612</u>	<u>3,946</u>	<u>3,771</u>	<u>2,749</u>	<u>8,641</u>	<u>1,808</u>	<u>986</u>	<u>1,974</u>	<u>2,147</u>	<u>7,358</u>
Cash items in process of collection	13,448	782	2,850	666	981	1,058	1,118	2,145	714	480	829	616	1,209
Bank premises	114	3	10	2	5	10	19	17	8	3	19	9	9
Other assets <u>1/</u>	2,872	131	914	142	233	146	161	389	90	60	113	143	350
TOTAL ASSETS	79,341	4,228	18,834	4,192	6,144	6,120	4,753	13,260	3,039	1,711	3,300	3,434	10,326

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

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 18, 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>LIABILITIES</u>													
Federal Reserve notes	45,248	2,624	10,425	2,597	3,687	4,120	2,456	8,054	1,673	759	1,669	1,557	5,627
Deposits:													
Member bank reserves	21,499	797	5,622	940	1,524	1,044	1,276	3,326	799	555	942	1,267	3,407
U. S. Treasurer--general account	442	1	435	*	*	1	1	*	*	1	1	*	2
Foreign	228	10	1/ 72	11	19	11	13	31	7	5	9	12	28
Other	449	*	2/391	19	1	6	1	2	1	*	2	2	24
<u>Total deposits</u>	22,618	808	6,520	970	1,544	1,062	1,291	3,359	807	561	954	1,281	3,461
Deferred availability cash items	9,703	708	1,436	534	761	835	899	1,577	498	352	604	503	996
Other liabilities and accrued dividends	391	20	100	20	30	28	21	63	13	8	15	16	57
TOTAL LIABILITIES	77,960	4,160	18,481	4,121	6,022	6,045	4,667	13,053	2,991	1,680	3,242	3,357	10,141
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	626	30	160	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	157	9	39	7	12	11	8	27	6	3	5	7	23
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	79,341	4,228	18,834	4,192	6,144	6,120	4,753	13,260	3,039	1,711	3,300	3,434	10,326
Contingent liability on acceptances purchased for foreign correspondents	113	6	3/ 29	6	10	6	7	16	4	3	5	6	15

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	47,229	2,704	10,847	2,692	3,911	4,263	2,577	8,291	1,742	786	1,751	1,683	5,982
Collateral for F. R. notes:													
Gold certificate account	3,997	280	500	300	600	605	350	1,000	180	27	--	155	--
Eligible paper	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities	44,341	2,451	10,500	2,500	3,400	3,690	2,300	7,450	1,670	775	1,775	1,580	6,250
<u>Total collateral</u>	48,338	2,731	11,000	2,800	4,000	4,295	2,650	8,450	1,850	802	1,775	1,735	6,250

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

2/ Includes IMF gold deposit.

* Less than \$500,000.

3/ After deducting \$ 84 million participations of other Federal Reserve Banks.