



FEDERAL RESERVE

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

H.4.1

For immediate release
September 11, 1969

The average of daily figures of total reserves of member banks declined \$84 million (net) in the latest week to \$26,832 million. Required reserves were about unchanged, while excess reserves and member bank borrowings declined.

The major factor affecting reserve flows in the past week was the very sharp drop in Treasury deposits with Federal Reserve banks. In addition, in order to meet temporary cash needs, the Treasury borrowed \$1.1 billion from the System through the issuance of special certificates. These borrowings combined with the lower Treasury balance provided nearly \$1.4 billion of reserves on weekly average. To offset these large reserve provisions, System Open Market operations absorbed over \$1.4 billion of reserves, on a weekly average basis, primarily through matched sale-purchase transactions. A record level of \$2.3 billion of such transactions were outstanding at the end of the week.

With reserves readily available from alternative sources, member bank borrowings declined below the average of recent weeks to \$740 million. Borrowings exceeded excess reserves by \$464 million, compared to the revised figure of \$870 million for the previous week.

	Averages of daily figures			Wednesday, Sept. 10, 1969
	Week ended Sept. 10, 1969	Change from week ended Sept. 3, 1969	Sept. 11, 1968	
Member bank reserves, Reserve Bank credit and related items				
Reserve Bank credit:				
U. S. Government securities--				<u>1/</u>
Bought outright--System account	53,362	- 1,276	+ 1,034	51,654
Held under repurchase agreements	--	- 131	--	--
Special Certificates	507	+ 507	+ 494	1,102
Federal Agency obligations--				
Held under repurchase agreements	--	22	--	--
Acceptances--				
Bought outright	40	--	11	37
Held under repurchase agreements	--	12	--	--
Discounts and advances--				
Member bank borrowings	740	499	+ 106	340
Other	--	--	--	--
Float	2,383	+ 318	+ 479	2,309
Other F. R. assets	2,930	+ 160	+ 1,085	2,971
Total Reserve Bank credit	59,963	- 955	+ 3,188	58,413
Gold stock	10,367	--	--	10,367
Treasury currency outstanding	6,757	+ 5	+ 24	6,758
	77,086	- 951	+ 3,211	75,538
Currency in circulation	51,618	+ 127	+ 2,933	51,731
Treasury cash holdings	682	- 2	- 105	687
Treasury deposits with F. F. Banks	15	- 853	- 132	8
Foreign deposits with F. R. Banks	121	- 27	- 13	96
Other deposits with F. R. Banks	460	- 2	+ 14	439
Other F. R. liabilities and capital	2,177	+ 56	+ 272	2,199
	55,072	- 701	+ 2,968	55,160
Member bank reserves:				
With Federal Reserve Banks	22,015	- 249	+ 244	20,378
Currency and coin	4,817	+ 165	+ 396	4,817
Total reserves held	26,832	- 84	+ 640	25,195
Required reserves	26,556	+ 9	+ 920	26,556
Excess reserves	276	- 93	- 280	-1,361

NOTE: A net of \$169 million of surplus reserves were eligible to be carried forward from the week ended September 3, into the week ending September 10.

1/ Reflects \$2,333 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

On September 10, 1969, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$8,321 million an increase of \$54 million for the week.

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

	Wednesday Sept. 10, 1969	Change since	
		Sept. 3, 1969	Sept. 11, 1968
<u>A S S E T S</u>			
Gold certificate account	10,027	--	+ 1
Cash	(670)	+ 1	- 164
Discounts and advances	340	- 358	+ 225
Acceptances:			
Bought outright	37	3	14
Held under repurchase agreements	--	--	--
Federal Agency obligations--			
Held under repurchase agreements	--	--	--
U. S. Government securities			
Bought outright--			
Bills	16,958	-2,805	- 61
Certificates - Special	1,102	+1,102	+1,102
- Other	--	--	--
Notes	30,553	--	+2,348
Bonds	4,143	--	-1,585
Total bought outright	1/ 52,756	-1,703	+1,804
Held under repurchase agreements	--	--	--
<u>Total U. S. Government securities</u>	<u>52,756</u>	<u>-1,703</u>	<u>+1,804</u>
<u>Total loans and securities</u>	<u>53,133</u>	<u>-2,064</u>	<u>+2,015</u>
Cash items in process of collection	(2,377) 9,185	+ 83	+1,111
Bank premises	113	--	--
Other assets 2/	2,858	+ 60	+ 977
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS	(3,047) 75,461	-1,920	+3,940
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(670) 45,465	17	+2,672
Deposits:			
Member bank reserves	20,378	-1,106	+ 542
U. S. Treasurer--general account	8	- 740	- 13
Foreign	96	- 82	- 33
Other 3/	(1) 439	- 74	- 21
<u>Total deposits</u>	(1) <u>20,921</u>	<u>-2,002</u>	<u>+ 475</u>
Deferred availability cash items	(2,376) 6,876	+ 45	+ 517
Other liabilities and accrued dividends	509	- 23	+ 122
TOTAL LIABILITIES	(3,047) 73,771	-1,997	+3,786
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	679	+ 16	+ 61
Surplus	630	--	+ 32
Other capital accounts	381	+ 61	+ 61
Contingent liability on acceptances purchased for foreign correspondents	162	+ 4	+ 36

* Figures in parentheses are the eliminations made in the consolidating process.

1/ Reflects \$2,333million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

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

3/ Includes IMF gold deposit.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, SEPTEMBER 10, 1969

(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 and Federal Agency obligations	
			Holdings	Weekly changes
Within 15 days	334	10	2,695	+ 451
16 days to 90 days	6	27	7,902	-1,908
91 days to 1 year	--	--	20,710	- 246
Over 1 year to 5 years	--	--	12,229	--
Over 5 years to 10 years	--	--	8,549	--
Over 10 years	--	--	671	--
Total	340	37	52,756	-1,703

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 10, 1969

	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)												
A S S E T S													
Gold certificate account	10,027	544	1,156	752	1,055	1,047	598	1,932	396	150	391	330	1,676
F. R. notes of other banks	670	78	160	68	41	54	64	30	22	25	32	19	77
Other cash	145	5	12	7	17	12	23	13	15	3	11	9	18
Discounts and advances	340	20	128	--	10	1	10	96	7	3	46	15	4
Acceptances:													
Bought outright	37	--	37	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	16,958	870	4,219	870	1,320	1,263	911	2,792	584	342	656	726	2,405
Certificates--Special	1,102	--	1,102	--	--	--	--	--	--	--	--	--	--
Other	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	30,553	1,568	7,601	1,569	2,377	2,275	1,641	5,030	1,054	616	1,182	1,308	4,332
Bonds	4,143	213	1,031	213	322	309	223	682	143	83	160	177	587
Total bought outright	52,756	2,651	13,953	2,652	4,019	3,847	2,775	8,504	1,781	1,041	1,998	2,211	7,324
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	52,756	2,651	13,953	2,652	4,019	3,847	2,775	8,504	1,781	1,041	1,998	2,211	7,324
Total loans and securities	53,133	2,671	14,118	2,652	4,029	3,848	2,785	8,600	1,788	1,044	2,044	2,226	7,328
Cash items in process of collection	11,562	683	1,983	622	811	962	1,067	1,888	579	463	795	645	1,064
Bank premises	113	2	9	2	5	11	18	17	8	5	18	9	9
Other assets ^{1/}	2,858	127	920	137	225	148	161	389	91	58	109	141	352
TOTAL ASSETS	78,508	4,110	18,358	4,240	6,183	6,082	4,716	12,869	2,899	1,748	3,400	3,379	10,524

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

	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	46,135	2,658	10,610	2,644	3,754	4,182	2,435	8,192	1,705	792	1,727	1,677	5,759
Deposits:													
Member bank reserves	20,378	713	5,502	971	1,531	941	1,264	2,838	656	515	919	1,085	3,443
U. S. Treasurer--general account	8	1	*	*	*	1	1	1	*	1	*	1	2
Foreign	96	5	1/ 21	5	9	5	6	15	4	2	4	6	14
Other	440	2	2/387	5	2	12	2	4	1	2	3	2	18
<u>Total deposits</u>	20,922	721	5,910	981	1,542	959	1,273	2,858	661	520	926	1,094	3,477
Deferred availability cash items	9,252	627	1,282	505	704	813	879	1,488	460	389	659	499	947
Other liabilities and accrued dividends	509	23	118	24	37	35	26	77	16	11	19	20	103
TOTAL LIABILITIES	76,818	4,029	17,920	4,154	6,037	5,989	4,613	12,615	2,842	1,712	3,331	3,290	10,286
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	679	31	176	34	59	34	43	98	23	15	28	37	101
Surplus	630	31	160	33	56	33	40	93	22	14	27	36	85
Other capital accounts	381	19	102	19	31	26	20	63	12	7	14	16	52
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	78,508	4,110	18,358	4,240	6,183	6,082	4,716	12,869	2,899	1,748	3,400	3,379	10,524
Contingent liability on acceptances purchased for foreign correspondents	162	8	3/ 41	8	15	8	10	24	6	4	7	9	22

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	48,120	2,771	11,038	2,725	3,973	4,318	2,591	8,464	1,784	824	1,814	1,808	6,010
Collateral for F. R. notes:													
Gold certificate account	3,357	200	500	300	560	610	--	1,000	155	27	--	5	--
Eligible paper	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities	46,035	2,597	10,800	2,599	3,500	3,769	2,650	7,650	1,700	815	1,875	1,830	6,250
<u>Total collateral</u>	49,392	2,797	11,300	2,899	4,060	4,379	2,650	8,650	1,855	842	1,875	1,835	6,250

1/ After deducting \$ 75 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$121 million participations of other Federal Reserve Banks.

* Less than \$500,000.