



FEDERAL RESERVE

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

H.4.1

For immediate release
July 30, 1970

The average of daily figures of total reserves of member banks declined \$950 million in the latest week to \$22,973 million. Excess reserves dropped sharply to a very low level. Required reserves and member bank borrowings at Federal Reserve Banks also decreased.

Currency declined at a greater than seasonal rate for the second week and was the only factor supplying a significant amount of reserves in the latest statement week. Float, falling sharply by \$681 million, drained reserves. In addition, open market operations absorbed \$305 million in reserves net, on a weekly average basis. A run off of repurchase agreements made in the previous week accounted for most of this reserve absorption. However, a small amount of reserves were drained (on a weekly average basis) through matched sales purchases toward the end of the statement week. Member bank borrowings averaged below recent weeks and exceeded excess reserves by \$1,229 million compared to the revised figure of \$1,220 million for the previous week.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, July 29, 1970
	Week ended July 29, 1970	Change from week ended		
	July 22, 1970	July 30, 1969		
	(In millions of dollars)			
Reserve Bank credit:				1/
U.S. Government securities--				
Bought outright--System account	58,267	- 42	+4,370	58,338
Held under repurchase agreements	--	- 188	--	--
Federal Agency obligations--				
Held under repurchase agreements	--	38	--	--
Acceptances				
Bought outright	37	+ 4	4	37
Held under repurchase agreements	--	- 41	--	--
Discounts and advances--				
Member bank borrowings	1,231	- 156	- 38	776
Other	40	- 43	+ 40	40
Float	2,486	- 681	+ 262	2,262
Other F. R. assets	1,307	+ 50	-1,383	1,330
Total Reserve Bank credit	63,367	-1,137	+3,246	62,783
Gold stock	11,367	--	+1,000	11,367
Special Drawing Rights certif. acct.	400	--	+ 400	400
Treasury currency outstanding	6,993	+ 3	+ 256	6,999
	82,128	-1,133	+4,903	81,549
Currency in circulation	54,488	- 259	+3,482	54,587
Treasury cash holdings	460	+ 5	- 216	464
Treasury deposits with F. R. Banks	1,059	+ 23	- 118	1,038
Foreign deposits with F. R. Banks	173	- 8	+ 50	171
Other deposits with F. R. Banks	758	+ 10	+ 305	767
Other F. R. liabilities and capital	2,217	+ 47	+ 198	2,234
	59,155	- 182	+3,700	59,261
Member bank reserves:				
With Federal Reserve Banks	22,973	- 950	+1,203	22,288
Currency and coin	5,090	+ 651	+ 266	5,090
Total reserves held	28,063	- 299	+1,469	27,378
Required reserves	28,061	- 134	+1,613	28,061
Excess reserves	2	- 165	- 144	- 683

NOTE: A net of \$130 million of surplus reserves were eligible to be carried forward from the week ended July 22, 1970, into the week ending July 29, 1970.

1/ Includes \$22 million securities loaned--fully secured by U. S. Government securities pledged with Federal Reserve Banks.

On July 29, 1970, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$11,726 million, an increase of \$487 million for the week.

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

	Wednesday July 29, 1970	Change since	
		July 22, 1970	July 30, 1969
<u>A S S E T S</u>			
Gold certificate account	11,045	--	+1,018
Special Drawing Rights certif. accts.	*	400	+ 400
Cash	(850)	202	- 1
Discounts and advances		816	- 399
Acceptances:			
Bought outright		37	--
Held under repurchase agreements		--	--
Federal Agency obligations--			
Held under repurchase agreements		--	--
U. S. Government securities:			
Bought outright--			
Bills		23,031	+ 200
Certificates		--	--
Notes		32,420	--
Bonds		2,887	--
Total bought outright	1/	58,338	+ 200
Held under repurchase agreements		--	--
<u>Total U. S. Government securities</u>		<u>58,338</u>	<u>+ 200</u>
<u>Total loans and securities</u>		<u>59,191</u>	<u>- 199</u>
Cash items in process of collection	(2,517)	9,041	-1,128
Bank premises		121	--
Other assets 2/		1,209	+ 46
<u>TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS</u>	(3,367)	<u>81,209</u>	<u>-1,282</u>

<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(850)	47,932	138
Deposits:			
Member bank reserves		22,288	- 585
U. S. Treasurer--general account		1,038	+ 57
Foreign		171	- 9
Other 3/		767	- 3
<u>Total deposits</u>		<u>24,264</u>	<u>- 540</u>
Deferred availability cash items	(2,517)	6,779	- 656
Other liabilities and accrued dividends		575	- 17
<u>TOTAL LIABILITIES</u>	(3,367)	<u>79,550</u>	<u>-1,351</u>

<u>C A P I T A L A C C O U N T S</u>			
Capital paid in		686	--
Surplus		669	--
Other capital accounts		304	69
Contingent liability on acceptances purchased for foreign correspondents		239	--

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

1/ Includes \$22 million securities loaned--fully secured by U. S. Government securities pledged with Federal Reserve Banks.

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

3/ Includes IMF gold deposit.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, JULY 29, 1970

(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	768	6	3,146	+322
16 days to 90 days	48	31	10,099	- 22
91 days to 1 year	--	--	13,760	-100
Over 1 year to 5 years	--	--	25,395	--
Over 5 years to 10 years	--	--	5,314	--
Over 10 years	--	--	624	--
<u>Total</u>	<u>816</u>	<u>37</u>	<u>58,338</u>	<u>+200</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON July 29, 1970

	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	11,045	630	3,101	587	857	1,152	551	1,653	355	283	464	314	1,098
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F. R. notes of other banks	850	72	184	68	58	65	131	31	30	32	40	27	112
Other cash	202	8	23	7	24	12	30	28	12	6	16	13	23
Discounts and advances	816	42	103	24	103	13	18	288	18	12	15	128	52
Acceptances:													
Bought outright	37	--	37	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	23,031	1,174	5,715	1,178	1,783	1,736	1,254	3,797	842	436	882	991	3,243
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	32,420	1,652	8,044	1,658	2,510	2,443	1,766	5,345	1,184	615	1,243	1,395	4,565
Bonds	2,887	147	716	148	224	218	157	476	105	55	111	124	406
Total bought outright	<u>1/</u> 58,338	2,973	14,475	2,984	4,517	4,397	3,177	9,618	2,131	1,106	2,236	2,510	8,214
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	58,338	2,973	14,475	2,984	4,517	4,397	3,177	9,618	2,131	1,106	2,236	2,510	8,214
Total loans and securities	59,191	3,015	14,615	3,008	4,620	4,410	3,195	9,906	2,149	1,118	2,251	2,638	8,266
Cash items in process of collection	11,558	679	1,890	657	855	856	1,101	1,905	570	444	783	730	1,088
Bank premises	121	2	9	2	9	11	17	17	11	8	18	8	9
Other assets <u>2/</u>	1,209	60	459	56	83	70	56	153	35	19	39	46	133
TOTAL ASSETS	84,576	4,489	20,374	4,408	6,539	6,612	5,103	13,763	3,177	1,917	3,626	3,790	10,778

1/ Includes \$22 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

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

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 29, 1970

	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	48,782	2,807	11,429	2,764	3,980	4,357	2,581	8,596	1,850	852	1,821	1,810	5,935
Deposits:													
Member bank reserves	22,288	910	6,041	937	1,546	1,251	1,374	3,221	730	615	921	1,220	3,522
U. S. Treasurer--general account	1,038	49	167	57	73	125	77	58	55	32	138	68	139
Foreign	171	8	1/45	9	15	9	11	25	6	4	7	10	22
Other	767	2	2/704	3	2	11	2	8	5	2	5	2	21
<u>Total deposits</u>	24,264	969	6,957	1,006	1,636	1,396	1,464	3,312	796	653	1,071	1,300	3,704
Deferred availability cash items	9,296	605	1,408	525	733	725	922	1,511	454	365	644	566	838
Other liabilities and accrued dividends	575	29	141	28	45	43	31	93	21	11	22	25	86
TOTAL LIABILITIES	82,917	4,410	19,935	4,323	6,394	6,521	4,998	13,512	3,121	1,881	3,558	3,701	10,563
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	686	32	183	35	61	35	45	101	23	16	29	39	87
Surplus	669	32	177	34	60	34	43	99	23	15	28	37	87
Other capital accounts	304	15	79	16	24	22	17	51	10	5	11	13	41
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	84,576	4,489	20,374	4,408	6,539	6,612	5,103	13,763	3,177	1,917	3,626	3,790	10,778
Contingent liability on acceptances purchased for foreign correspondents	239	12	3/63	12	21	12	16	36	8	5	10	13	31

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	51,063	2,916	11,983	2,844	4,151	4,499	2,754	8,898	1,936	889	1,910	1,957	6,326
Collateral for F. R. notes:													
Gold certificate account	3,322	250	500	300	510	580	--	1,000	155	22	--	5	--
Eligible paper													
U. S. Government securities	49,110	2,730	11,600	2,700	3,750	3,970	2,900	8,250	1,880	875	1,975	1,980	6,500
Total collateral	52,432	2,980	12,100	3,000	4,260	4,550	2,900	9,250	2,035	897	1,975	1,985	6,500

1/ After deducting \$126 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$176 million participations of other Federal Reserve Banks.