



FEDERAL RESERVE

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

H.4.1

For immediate release

September 24, 1970

The average of daily figures of total reserves decreased \$583 million in the latest week to \$28,267 million. Required reserves, excess reserves and member bank borrowings at Federal Reserve Banks all declined.

Several factors supplied important amounts of reserves in the latest statement week. Float increased by \$497 million. This source of reserves was augmented by a greater than seasonal decline in currency in circulation and a decrease in other Federal Reserve liabilities and capital. These reserve gains were in some part offset by a rise in Treasury deposits with Federal Reserve Banks. In addition Open Market operations drained reserves by \$942 million net, on a weekly average basis. Over a third of this reserve reduction was through matched sale-purchase agreements. Member bank borrowings dropped by a modest amount and exceeded excess reserves by \$638 million compared to the revised figure of \$235 million for the previous week.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Sept. 23, 1970
	Week ended Sept. 23, 1970	Change from week ended		
	Sept. 16, 1970	Sept. 24, 1969		
	(In millions of dollars)			
Reserve Bank credit:				
U.S. Government securities--				
Bought outright--System account	59,309	- 358	+5,583	<u>1/</u> 59,694
Held under repurchase agreements	--	- 506	- 90	--
Federal Agency obligations--				
Held under repurchase agreements	--	38	12	--
Acceptances				
Bought outright	39	--	+ 2	36
Held under repurchase agreements	--	40	- 7	--
Discounts and advances--				
Member bank borrowings	458	42	- 648	1,373
Other	--	--	--	--
Float	3,261	+ 497	+ 441	2,740
Other F. R. assets	1,215	+ 9	-1,852	1,238
Total Reserve Bank credit	64,281	- 479	+3,416	65,081
Gold stock	11,331	- 36	+ 964	11,117
Special Drawing Rights certif. acct.	400	--	+ 400	400
Treasury currency outstanding	7,050	+ 2	+ 289	7,050
	83,062	- 513	+5,070	83,648
Currency in circulation	54,864	- 381	+3,549	54,804
Treasury cash holdings	451	- 11	- 225	456
Treasury deposits with F. R. Banks	1,117	+ 137	- 51	1,032
Foreign deposits with F. R. Banks	129	- 21	- 5	138
Other deposits with F. R. Banks	760	- 8	+ 325	725
Other F. R. liabilities and capital	2,191	- 152	+ 202	2,216
	59,512	- 435	+3,794	59,371
Member bank reserves:				
With Federal Reserve Banks	23,551	- 77	+1,277	24,278
Currency and coin	4,716	- 506	+ 59	4,716
Total reserves held	28,267	- 583	+1,336	28,994
Required reserves	28,447	- 138	+1,720	28,447
Excess reserves	- 180	- 445	- 384	547

NOTE: A net of \$210 million of surplus reserves were eligible to be carried forward from the week ended September 16, into the week ending September 23.

1/ Includes \$61 million securities loaned--fully secured by U. S. Government securities pledged with Federal Reserve Banks.

On September 23, 1970, marketable U. S. Government securities held in custody by the Federal Reserve Banks for foreign and international account were \$9,284 million, an increase of \$130 million for the week.

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

	Wednesday Sept. 23, 1970	Change since	
		Sept. 16, 1970	Sept. 24, 1969
<u>A S S E T S</u>			
Gold certificate account	10,819	226	+ 792
Special Drawing Rights certif. accts.	* 400	--	+ 400
Cash	(1,024) 217	+ 6	+ 64
Discounts and advances	1,373	+1,163	- 152
Acceptances:			
Bought outright	36	3	- 1
Held under repurchase agreements	--	--	- 23
Federal Agency obligations--			
Held under repurchase agreements			36
U. S. Government securities:			
Bought outright--			
Bills	24,289	+ 660	+5,363
Certificates	--	--	--
Notes	32,690	--	+2,137
Bonds	2,715	--	-1,428
Total bought outright	1/ 59,694	+ 660	+6,072
Held under repurchase agreements	--	--	- 310
Total U. S. Government securities	59,694	+ 660	+5,762
Total loans and securities	61,103	+1,820	+5,550
Cash items in process of collection	(2,743) 10,415	-1,446	+ 945
Bank premises	122	--	+ 8
Other assets 2/	1,116	- 55	-2,055
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS	(3,767) 84,192	+ 99	+5,704
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(1,024) 48,128	- 371	+3,101
Deposits:			
Member bank reserves	24,278	+1,620	+1,770
U. S. Treasurer--general account	1,032	+ 36	- 171
Foreign	138	+ 12	- 11
Other 3/	725	- 32	+ 286
Total deposits	26,173	+1,636	+1,874
Deferred availability cash items	(2,743) 7,675	-1,230	+ 518
Other liabilities and accrued dividends	611	- 3	+ 135
TOTAL LIABILITIES	(3,767) 82,587	+ 32	+5,628
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	690	--	+ 24
Surplus	669	--	+ 39
Other capital accounts	246	67	+ 13
Contingent liability on acceptances purchased for foreign correspondents	234	- 5	+ 74

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

1/ Includes \$61 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, SEPTEMBER 23, 1970

(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	
	Holdings	Weekly changes
	<u>Discounts and advances</u>	<u>Acceptances</u>
Within 15 days	1,371	10
16 days to 90 days	2	26
91 days to 1 year	--	--
Over 1 year to 5 years	--	--
Over 5 years to 10 years	--	--
Over 10 years	--	--
Total	<u>1,373</u>	<u>36</u>
		<u>Holdings</u>
		<u>Weekly changes</u>
		2,964
		+641
		11,676
		-202
		13,607
		+221
		25,326
		--
		5,491
		--
		630
		--
		<u>59,694</u>
		<u>+660</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 23, 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	10,819	799	1,990	654	1,045	1,081	539	1,634	354	125	341	595	1,662
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F. R. notes of other banks	1,024	116	206	77	56	79	170	48	27	42	48	27	128
Other cash	217	10	24	11	24	13	29	29	13	7	14	14	29
Discounts and advances	1,373	76	609	5	9	28	7	315	22	5	3	3	291
Acceptances:													
Bought outright	36	--	36	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	24,289	1,220	6,177	1,228	1,874	1,806	1,285	3,978	869	498	964	1,081	3,309
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	32,690	1,641	8,313	1,652	2,522	2,431	1,730	5,355	1,171	669	1,298	1,455	4,453
Bonds	2,715	136	690	137	210	202	144	445	97	55	108	121	370
Total bought outright	<u>59,694</u>	<u>2,997</u>	<u>15,180</u>	<u>3,017</u>	<u>4,606</u>	<u>4,439</u>	<u>3,159</u>	<u>9,778</u>	<u>2,137</u>	<u>1,222</u>	<u>2,370</u>	<u>2,657</u>	<u>8,132</u>
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	59,694	2,997	15,180	3,017	4,606	4,439	3,159	9,778	2,137	1,222	2,370	2,657	8,132
Total loans and securities	61,103	3,073	15,825	3,022	4,615	4,467	3,166	10,093	2,159	1,227	2,373	2,660	8,423
Cash items in process of collection	13,158	646	2,397	710	909	966	1,306	2,179	700	492	907	758	1,188
Bank premises	122	2	8	2	10	11	17	17	11	9	18	8	9
Other assets <u>2/</u>	1,116	57	424	51	74	66	50	140	31	21	40	43	119
TOTAL ASSETS	87,959	4,726	20,967	4,550	6,766	6,719	5,299	14,210	3,310	1,930	3,756	4,119	11,607

1/ Includes \$61 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 SEPTEMBER 23, 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	49,152	2,800	11,573	2,749	4,021	4,387	2,527	8,687	1,857	853	1,830	1,842	6,026
Deposits:													
Member bank reserves	24,278	1,056	6,311	1,085	1,668	1,245	1,469	3,369	815	571	1,029	1,490	4,170
U. S. Treasurer--general account	1,032	65	245	32	56	96	69	111	47	39	59	71	142
Foreign	138	6	1/ 42	7	12	7	8	19	4	3	6	7	17
Other	725	--	2/653	3	--	15	2	26	2	1	2	2	19
<u>Total deposits</u>	26,173	1,127	7,251	1,127	1,736	1,363	1,548	3,525	868	614	1,096	1,570	4,348
Deferred availability cash items	10,418	692	1,561	562	821	837	1,090	1,658	509	413	740	593	942
Other liabilities and accrued dividends	611	31	156	31	47	44	32	99	21	14	24	27	85
TOTAL LIABILITIES	86,354	4,650	20,541	4,469	6,625	6,631	5,197	13,969	3,255	1,894	3,690	4,032	11,401
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	690	32	183	35	61	35	46	102	24	16	29	39	88
Surplus	669	32	177	34	60	34	43	99	23	15	28	37	87
Other capital accounts	246	12	66	12	20	19	13	40	8	5	9	11	31
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	87,959	4,726	20,967	4,550	6,766	6,719	5,299	14,210	3,310	1,930	3,756	4,119	11,607
Contingent liability on accept- ances purchased for foreign correspondents	234	11	3/ 62	12	21	12	15	35	8	5	10	13	30
	FEDERAL RESERVE AGENTS' ACCOUNTS												
F. R. notes outstanding	51,533	2,942	12,108	2,833	4,210	4,547	2,710	9,028	1,949	892	1,930	1,988	6,396
Collateral for F. R. notes:													
Gold certificate account	3,300	250	500	300	510	580	--	1,000	155	--	--	5	--
U. S. Government securities	49,700	2,730	11,800	2,700	3,750	4,020	2,900	8,250	1,880	915	1,975	2,030	6,750
<u>Total collateral</u>	53,000	2,980	12,300	3,000	4,260	4,600	2,900	9,250	2,035	915	1,975	2,035	6,750

1/ After deducting \$ 96 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$ 172 million participations of other Federal Reserve Banks.