



FEDERAL RESERVE

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

H.4.1

For immediate release

October 29, 1970

The average of daily figures of total reserves of member banks decreased \$496 million to \$28,406 million. Required reserves, excess reserves, and member bank borrowings at Federal Reserve Banks all declined.

A seasonal decline in currency in circulation was the major factor supplying reserves during the latest statement week. Reserves were drained in significant amounts by a seasonal decline in float and a modest rise in Treasury deposits with Federal Reserve Banks. In addition, System Open Market operations absorbed \$326 million in reserves net, on a weekly average basis. Most of this reserve absorption was through the run off repurchase agreements made in the previous week. Member bank borrowings were below the average of the previous two weeks and exceeded excess reserves by \$291 million compared with the revised figure of \$388 million for the previous week.

	Averages of daily figures			Wednesday, Oct. 28, 1970
	Week ended Oct. 28, 1970	Change from week ended		
Member bank reserves, Reserve Bank credit, and related items	Oct. 21, 1970	Oct. 29, 1969		
Reserve Bank credit:	(In millions of dollars)			
U.S. Government securities--				
Bought outright--System account	59,287	- 63	+4,730	<u>1/</u> 59,283
Held under repurchase agreements	--	- 205	--	--
Federal Agency obligations--				
Held under repurchase agreements	--	44	--	--
Acceptances				
Bought outright	35	--	5	36
Held under repurchase agreements	--	14	--	--
Discounts and advances--				
Member bank borrowings	435	153	744	417
Other	--	--	--	--
Float	2,982	- 339	+ 605	2,822
Other F. R. assets	1,778	+ 17	-1,339	1,821
Total Reserve Bank credit	64,516	- 803	+3,246	64,379
Gold stock	11,117	--	+ 750	11,117
Special Drawing Rights certif. acct.	400	--	+ 400	400
Treasury currency outstanding	7,075	+ 5	+ 283	7,080
	83,109	- 797	+4,680	82,976
Currency in circulation	55,015	- 213	+3,365	55,115
Treasury cash holdings	459	+ 4	- 201	472
Treasury deposits with F. R. Banks	1,182	+ 72	+ 237	1,271
Foreign deposits with F. R. Banks	145	+ 15	+ 28	197
Other deposits with F. R. Banks	711	- 35	+ 261	713
Other F. R. liabilities and capital	2,205	+ 51	+ 120	2,225
	59,716	- 107	+3,810	59,993
Member bank reserves:				
With Federal Reserve Banks	23,393	- 690	+ 871	22,983
Currency and coin	5,013	+ 194	+ 363	5,013
Total reserves held	28,406	- 496	+1,234	27,996
Required reserves	28,262	- 440	+1,170	28,262
Excess reserves	144	- 56	+ 64	- 266

NOTE: A net of \$88 million of surplus reserves were eligible to be carried forward from the week ended October 21, into the week ending October 28.

1/ Includes \$37 million securities loaned--fully secured by U. S. Government securities pledged with Federal Reserve Banks.

On October 28, 1970, marketable U. S. Government securities held in custody by the Federal Reserve Banks for foreign and international account were \$9,907 million, a decrease of \$116 million for the week.

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

	Wednesday Oct. 28, 1970	Change since	
		Oct. 21, 1970	Oct. 29, 1969
<u>A S S E T S</u>			
Gold certificate account	10,819	--	+ 783
Special Drawing Rights certif. accts.	*	400	--
Cash	(949)	223	- 1
Discounts and advances		417	- 862
Acceptances:			
Bought outright		36	--
Held under repurchase agreements		--	10
Federal Agency obligations--			
Held under repurchase agreements			32
U. S. Government securities:			
Bought outright--			
Bills		23,793	26
Certificates		--	--
Notes		32,758	--
Bonds		2,732	--
Total bought outright		59,283	- 26
Held under repurchase agreements	1/	--	- 294
Total U. S. Government securities		59,283	- 320
Total loans and securities		59,736	-1,224
Cash items in process of collection	(2,558)	9,859	- 803
Bank premises		125	--
Other assets 2/		1,696	+ 59
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS	(3,507)	82,858	-1,969
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(949)	48,432	83
Deposits:			
Member bank reserves		22,983	-1,414
U. S. Treasurer--general account		1,271	+ 118
Foreign		197	+ 90
Other 3/		713	--
Total deposits		25,164	-1,206
Deferred availability cash items	(2,558)	7,037	- 724
Other liabilities and accrued dividends		570	- 24
TOTAL LIABILITIES	(3,507)	81,203	-2,037
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in		690	--
Surplus		669	--
Other capital accounts		296	68
Contingent liability on acceptances purchased for foreign correspondents		238	+ 1

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

1/ Includes \$37 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, OCTOBER 28, 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	410	14	3,597	-188
16 days to 90 days	7	22	11,139	+ 9
91 days to 1 year	--	--	13,027	-173
Over 1 year to 5 years	--	--	25,356	--
Over 5 years to 10 years	--	--	5,524	--
Over 10 years	--	--	640	--
Total	417	36	59,283	-352

	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	10,819	632	2,658	695	975	1,030	514	2,128	510	205	559	353	560
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F. R. notes of other banks	949	122	216	58	45	59	182	40	22	41	43	28	93
Other cash	223	11	21	10	25	15	30	32	12	8	16	14	29
Discounts and advances	417	12	92	3	2	5	11	272	5	1	8	2	4
Acceptances:													
Bought outright	36	--	36	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	23,793	1,212	5,987	1,215	1,873	1,792	1,236	3,857	835	466	916	1,076	3,328
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	32,758	1,669	8,244	1,672	2,579	2,467	1,702	5,311	1,149	641	1,261	1,481	4,582
Bonds	2,732	139	688	139	215	206	142	443	96	53	105	124	382
Total bought outright	<u>1/</u> 59,283	3,020	14,919	3,026	4,667	4,465	3,080	9,611	2,080	1,160	2,282	2,681	8,292
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	59,283	3,020	14,919	3,026	4,667	4,465	3,080	9,611	2,080	1,160	2,282	2,681	8,292
<u>Total loans and securities</u>	59,736	3,032	15,047	3,029	4,669	4,470	3,091	9,883	2,085	1,161	2,290	2,683	8,296
Cash items in process of collection	12,417	737	2,398	597	905	888	1,148	2,017	587	476	771	821	1,072
Bank premises	125	2	8	2	11	11	17	17	12	10	18	8	9
Other assets <u>2/</u>	1,696	86	571	82	123	102	87	229	51	32	59	75	199
TOTAL ASSETS	86,365	4,645	21,012	4,496	6,786	6,611	5,091	14,416	3,294	1,940	3,771	3,996	10,307

1/ Includes \$37 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 OCTOBER 28, 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	49,381	2,801	11,651	2,766	4,038	4,453	2,505	8,697	1,860	853	1,823	1,847	6,087
Deposits:													
Member bank reserves	22,983	967	6,402	991	1,717	1,167	1,426	3,668	781	565	1,068	1,357	2,874
U. S. Treasurer--general account	1,271	88	203	116	78	102	81	93	93	60	105	83	169
Foreign	197	8	1/ 72	9	15	9	11	25	6	4	7	9	22
Other	713	2	2/663	3	1	11	1	6	2	2	2	1	19
<u>Total deposits</u>	25,164	1,065	7,340	1,119	1,811	1,289	1,519	3,792	882	631	1,182	1,450	3,084
Deferred availability cash items	9,595	672	1,441	499	747	735	932	1,586	476	407	676	583	841
Other liabilities and accrued dividends	570	29	143	28	46	42	30	91	20	13	22	26	80
TOTAL LIABILITIES	84,710	4,567	20,575	4,412	6,642	6,519	4,986	14,166	3,238	1,904	3,703	3,906	10,092
<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	296	14	77	15	23	23	16	49	9	5	11	14	40
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	86,365	4,645	21,012	4,496	6,786	6,611	5,091	14,416	3,294	1,940	3,771	3,996	10,307
Contingent liability on acceptances purchased for foreign correspondents	238	12	3/ 63	12	21	12	16	35	8	5	10	13	31

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	51,618	2,945	12,203	2,841	4,201	4,580	2,688	8,977	1,957	891	1,915	2,005	6,415
Collateral for F. R. notes:													
Gold certificate account	3,300	250	500	300	510	580	--	1,000	155	--	--	5	--
U. S. Government securities	49,755	2,730	11,800	2,700	3,750	4,075	2,900	8,250	1,880	915	1,975	2,030	6,750
Total collateral	53,055	2,980	12,300	3,000	4,260	4,655	2,900	9,250	2,035	915	1,975	2,035	6,750

1/ After deducting \$125 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$175 million participations of other Federal Reserve Banks.