



FEDERAL RESERVE

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

H.4.1

For immediate release

December 10, 1970

The average of daily figures of total reserves of member banks decreased \$166 million to \$28,710 million in the latest week. Required reserves increased while excess reserves and member bank borrowings declined.

A seasonal increase in float and a modest decrease in Treasury deposits with Federal Reserve Banks were the major factors supplying reserves in the latest statement week. Offsetting these reserve gains was a seasonal increase in currency in circulation. In addition, System open market operations absorbed \$138 million in reserves, net on a weekly average basis. Member bank borrowings declined significantly from the \$445 million average of the previous two weeks and exceeded excess reserves by \$153 million compared with the revised figure of \$41 million from the previous week.

| | Averages of daily figures | | | Wednesday, Dec. 9, 1970 |
|--|-------------------------------|------------------------|------------------|-------------------------------|
| | Week ended Dec. 9, 1970 | Change from week ended | | |
| | | Dec. 2, 1970 | Dec. 10, 1969 | |
| Member bank reserves, Reserve Bank credit, and related items | | | | |
| <u>Reserve Bank credit:</u> | | | | |
| U.S. Government securities-- | | | | <u>1/</u> |
| Bought outright--System account | 60,898 | + 32 | +3,415 | <u>2/</u> 59,937 |
| Held under repurchase agreements | 250 | - 177 | + 88 | -- |
| Federal Agency obligations-- | | | | |
| Held under repurchase agreements | 55 | 30 | 36 | -- |
| Acceptances | | | | |
| Bought outright | 40 | + 4 | - 16 | 41 |
| Held under repurchase agreements | 79 | + 33 | + 68 | -- |
| Discounts and advances-- | | | | |
| Member bank borrowings | 291 | 163 | 909 | 285 |
| Other | -- | -- | -- | -- |
| Float | 3,012 | + 161 | + 324 | 2,640 |
| Other F. R. assets | 978 | + 26 | -1,057 | 1,013 |
| Total Reserve Bank credit | 65,604 | - 113 | +1,950 | 63,916 |
| Gold stock | 11,117 | -- | + 750 | 11,117 |
| Special Drawing Rights certif. acct. | 400 | -- | + 400 | 400 |
| Treasury currency outstanding | 7,115 | + 7 | + 279 | 7,116 |
| | 84,235 | - 108 | +3,379 | 82,549 |
| Currency in circulation | 56,566 | + 211 | +3,279 | 56,946 |
| Treasury cash holdings | 442 | - 10 | - 210 | 441 |
| Treasury deposits with F. R. Banks | 634 | - 86 | - 549 | 830 |
| Foreign deposits with F. R. Banks | 138 | + 8 | -- | 118 |
| Other deposits with F. R. Banks | 717 | - 2 | + 290 | 753 |
| Other F. R. liabilities and capital | 2,363 | + 67 | + 45 | 2,374 |
| Member bank reserves: | 60,861 | + 190 | +2,857 | 61,462 |
| With Federal Reserve Banks | 23,375 | - 296 | + 523 | 21,086 |
| Currency and coin | 5,335 | + 130 | + 412 | 5,335 |
| Total reserves held | 28,710 | - 166 | + 935 | 26,421 |
| Required reserves | 28,572 | + 109 | +1,088 | 28,572 |
| Excess reserves | 138 | - 275 | - 153 | -2,151 |

NOTE: A net of \$204 million of surplus reserves were eligible to be carried forward from the week ended December 2, into the week ending December 9.

On December 9, 1970, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$11,218 million, an increase of \$208 million for the week.

1/ Includes \$1,205 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

2/ Includes \$36 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

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

| | Wednesday Dec. 9, 1970 | Change since | |
|---|------------------------------|-----------------|------------------|
| | | Dec. 2, 1970 | Dec. 10, 1969 |
| <u>A S S E T S</u> | | | |
| Gold certificate account | 10,834 | + 7 | + 798 |
| Special Drawing Rights certif. accts. | * | 400 | -- |
| Cash | (731) | 218 | + 4 |
| Discounts and advances | | 285 | - 26 |
| Acceptances: | | | |
| Bought outright | | 41 | + 3 |
| Held under repurchase agreements | | -- | - 145 |
| Federal Agency obligations-- | | | 235 |
| Held under repurchase agreements | | | |
| U. S. Government securities: | | | |
| Bought outright-- | | | |
| Bills | 24,158 | -1,205 | +1,893 |
| Certificates | -- | -- | -- |
| Notes | 32,973 | -- | +1,581 |
| Bonds | 2,806 | -- | - 690 |
| Total bought outright | 1/ 2/ 59,937 | -1,205 | +2,784 |
| Held under repurchase agreements | -- | -1,357 | -- |
| <u>Total U. S. Government securities</u> | <u>59,937</u> | <u>-2,562</u> | <u>+2,784</u> |
| <u>Total loans and securities</u> | <u>60,263</u> | <u>-2,965</u> | <u>+2,386</u> |
| Cash items in process of collection | (2,387) | 9,814 | -1,021 |
| Bank premises | | 128 | + 2 |
| Other assets 3/ | | 885 | + 47 |
| <u>TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS</u> | <u>(3,118)</u> | <u>82,542</u> | <u>-3,926</u> |
| | | | <u>+3,017</u> |
| <u>L I A B I L I T I E S</u> | | | |
| Federal Reserve notes | (731) | 50,207 | + 434 |
| Deposits: | | | |
| Member bank reserves | | 21,086 | -3,878 |
| U. S. Treasurer--general account | | 830 | + 356 |
| Foreign | | 118 | - 34 |
| Other 4/ | | 753 | + 1 |
| Total deposits | | 22,787 | -3,555 |
| Deferred availability cash items | (2,387) | 7,174 | - 823 |
| Other liabilities and accrued dividends | | 604 | - 52 |
| <u>TOTAL LIABILITIES</u> | <u>(3,118)</u> | <u>80,772</u> | <u>-3,996</u> |
| | | | <u>+2,953</u> |
| <u>C A P I T A L A C C O U N T S</u> | | | |
| Capital paid in | | 695 | 1 |
| Surplus | | 669 | -- |
| Other capital accounts | | 406 | 69 |
| Contingent liability on acceptances purchased for foreign correspondents | | 238 | - 4 |

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

1/ Reflects \$1,205 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

2/ Includes \$36 million securities loaned--fully secured by U. S. Government securities pledged with Federal Reserve Banks.

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

4/ Includes IMF gold deposit.

M A T U R I T Y D I S T R I B U T I O N O F L O A N S A N D S E C U R I T I E S , D E C E M B E R 9 , 1 9 7 0

(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 | 283 | 6 | 1,776 | -2,213 |
| 16 days to 90 days | 2 | 35 | 11,286 | - 588 |
| 91 days to 1 year | -- | -- | 21,465 | + 3 |
| Over 1 year to 5 years | -- | -- | 18,812 | -- |
| Over 5 years to 10 years | -- | -- | 5,966 | -- |
| Over 10 years | -- | -- | 632 | + 1 |
| <u>Total</u> | <u>285</u> | <u>41</u> | <u>59,937</u> | <u>-2,797</u> |

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 9, 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) | | | | | | | | | | | | | |
| A S S E T S | | | | | | | | | | | | | |
| Gold certificate account | 10,834 | 832 | 2,188 | 672 | 1,066 | 989 | 617 | 2,127 | 341 | 228 | 459 | 448 | 867 |
| Special Drawing Rights certif. acct. | 400 | 23 | 93 | 23 | 33 | 36 | 22 | 70 | 15 | 7 | 15 | 14 | 49 |
| F. R. notes of other banks | 731 | 91 | 150 | 37 | 25 | 44 | 178 | 27 | 15 | 21 | 29 | 22 | 92 |
| Other cash | 218 | 8 | 21 | 11 | 25 | 14 | 29 | 30 | 11 | 7 | 16 | 15 | 31 |
| Discounts and advances | 285 | | 4 | 1 | -- | * | * | 275 | 1 | | 3 | -- | |
| Acceptances: | | | | | | | | | | | | | |
| Bought outright | 41 | -- | 41 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Held under repurchase agreements | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Federal Agency obligations-- | | | | | | | | | | | | | |
| Held under repurchase agreements | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| U. S. Government securities: | | | | | | | | | | | | | |
| Bought outright-- | | | | | | | | | | | | | |
| Bills | 24,158 | 1,250 | 5,944 | 1,259 | 1,910 | 1,848 | 1,253 | 3,873 | 895 | 472 | 956 | 1,093 | 3,405 |
| Certificates | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Notes | 32,973 | 1,706 | 8,113 | 1,718 | 2,606 | 2,522 | 1,710 | 5,286 | 1,221 | 645 | 1,306 | 1,492 | 4,648 |
| Bonds | 2,806 | 145 | 690 | 146 | 222 | 215 | 146 | 450 | 104 | 55 | 111 | 127 | 395 |
| Total bought outright | 59,937 | 3,101 | 14,747 | 3,123 | 4,738 | 4,585 | 3,109 | 9,609 | 2,220 | 1,172 | 2,373 | 2,712 | 8,448 |
| Held under repurchase agreements | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Total U. S. Government securities | 59,937 | 3,101 | 14,747 | 3,123 | 4,738 | 4,585 | 3,109 | 9,609 | 2,220 | 1,172 | 2,373 | 2,712 | 8,448 |
| Total loans and securities | 60,263 | 3,101 | 14,792 | 3,124 | 4,738 | 4,585 | 3,109 | 9,884 | 2,221 | 1,173 | 2,376 | 2,712 | 8,448 |
| Cash items in process of collection | 12,201 | 730 | 2,117 | 645 | 850 | 949 | 1,156 | 2,018 | 707 | 479 | 823 | 691 | 1,036 |
| Bank premises | 128 | 2 | 8 | 3 | 12 | 11 | 17 | 17 | 12 | 12 | 18 | 8 | 8 |
| Other assets <u>1/2/3/</u> | 885 | 46 | 348 | 44 | 56 | 50 | 37 | 110 | 23 | 14 | 26 | 33 | 98 |
| TOTAL ASSETS | 85,660 | 4,833 | 19,717 | 4,559 | 6,805 | 6,678 | 5,165 | 14,283 | 3,345 | 1,941 | 3,762 | 3,943 | 10,629 |

1/ Reflects \$1,205 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

2/ Includes \$36 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

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

* Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 9, 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>L I A B I L I T I E S</u> | | | | | | | | | | | | | |
| Federal Reserve notes | 50,938 | 2,890 | 12,017 | 2,901 | 4,177 | 4,565 | 2,622 | 8,920 | 1,935 | 872 | 1,877 | 1,914 | 6,248 |
| Deposits: | | | | | | | | | | | | | |
| Member bank reserves | 21,086 | 1,114 | 4,981 | 944 | 1,608 | 1,072 | 1,333 | 3,283 | 761 | 579 | 1,040 | 1,326 | 3,045 |
| U. S. Treasurer--general account | 830 | 77 | 36 | 66 | 75 | 99 | 96 | 96 | 47 | 39 | 91 | 28 | 80 |
| Foreign | 118 | 6 | 1/ 27 | 6 | 11 | 6 | 8 | 19 | 4 | 3 | 5 | 7 | 16 |
| Other | 753 | 1 | 2/691 | 11 | -- | 10 | 1 | 5 | 1 | 1 | 3 | 1 | 28 |
| <u>Total deposits</u> | 22,787 | 1,198 | 5,735 | 1,027 | 1,694 | 1,187 | 1,438 | 3,403 | 813 | 622 | 1,139 | 1,362 | 3,169 |
| Deferred availability cash items | 9,561 | 630 | 1,350 | 511 | 731 | 781 | 964 | 1,596 | 515 | 394 | 650 | 546 | 893 |
| Other liabilities and accrued dividends | 604 | 31 | 148 | 30 | 48 | 45 | 31 | 96 | 21 | 15 | 24 | 27 | 88 |
| TOTAL LIABILITIES | 83,890 | 4,749 | 19,250 | 4,469 | 6,650 | 6,578 | 5,055 | 14,015 | 3,284 | 1,903 | 3,690 | 3,849 | 10,398 |
| <u>CAPITAL ACCOUNTS</u> | | | | | | | | | | | | | |
| Capital paid in | 695 | 33 | 184 | 35 | 63 | 35 | 46 | 103 | 24 | 16 | 29 | 39 | 88 |
| Surplus | 669 | 32 | 177 | 34 | 60 | 34 | 43 | 99 | 23 | 15 | 28 | 37 | 87 |
| Other capital accounts | 406 | 19 | 106 | 21 | 32 | 31 | 21 | 66 | 14 | 7 | 15 | 18 | 56 |
| TOTAL LIABILITIES AND CAPITAL ACCOUNTS | 85,660 | 4,833 | 19,717 | 4,559 | 6,805 | 6,678 | 5,165 | 14,283 | 3,345 | 1,941 | 3,762 | 3,943 | 10,629 |
| 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 | 53,065 | 2,993 | 12,530 | 2,966 | 4,293 | 4,673 | 2,782 | 9,183 | 2,009 | 905 | 1,942 | 2,038 | 6,751 |
| Collateral for F. R. notes: | | | | | | | | | | | | | |
| Gold certificate account | 3,330 | 250 | 500 | 300 | 510 | 610 | -- | 1,000 | 155 | -- | -- | 5 | -- |
| U. S. Government securities | 51,045 | 2,770 | 12,200 | 2,800 | 3,900 | 4,110 | 2,900 | 8,450 | 1,930 | 930 | 1,975 | 2,080 | 7,000 |
| Total collateral | 54,375 | 3,020 | 12,700 | 3,100 | 4,410 | 4,720 | 2,900 | 9,450 | 2,085 | 930 | 1,975 | 2,085 | 7,000 |

1/ After deducting \$ 91 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

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