



FEDERAL RESERVE

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

H.4.1

For immediate release

December 17, 1970

The averages of daily figures of total reserves of member banks increased \$305 million to \$29,015 million in the latest week. Excess reserves declined while required reserves and member bank borrowings at Federal Reserve Banks both increased.

The major factors absorbing reserves in this latest statement week were a greater than seasonal rise in currency in circulation and an increase in Treasury deposits with Federal Reserve Banks. Several factors added to reserves in small amounts. In addition, System Open Market operations supplied \$588 million in reserves net, on a weekly average basis. Member bank borrowings averaged \$399 million and exceeded excess reserves by \$300 million compared with \$153 million for the previous week.

	Averages of daily figures			Wednesday, Dec. 16, 1970
	Week ended Dec. 16, 1970	Change from week ended		
		Dec. 9, 1970	Dec. 17, 1969	
Member bank reserves, Reserve Bank credit, and related items				
Reserve Bank credit:	(In millions of dollars)			
U.S. Government securities--				
Bought outright--System account	61,226	+ 328	+3,947	1/ 61,337
Held under repurchase agreements	508	+ 258	+ 376	1,416
Federal Agency obligations--				
Held under repurchase agreements	79	+ 24	+ 55	191
Acceptances				
Bought outright	46	+ 6	- 13	51
Held under repurchase agreements	51	- 28	+ 33	134
Discounts and advances--				
Member bank borrowings	399	+ 108	- 645	934-
Other	--	--	--	--
Float	2,909	- 103	- 141	3,128
Other F. R. assets	1,006	+ 28	-1,128	1,042
Total Reserve Bank credit	66,225	+ 621	+2,485	68,233
Gold stock	11,117	--	+ 750	11,117
Special Drawing Rights certif. acct.	400	--	+ 400	400
Treasury currency outstanding	7,124	+ 9	+ 283	7,174
	84,866	+ 631	+3,918	86,924
Currency in circulation	56,964	+ 398	+3,439	57,190
Treasury cash holdings	429	- 13	- 227	431
Treasury deposits with F. R. Banks	763	+ 129	- 212	587
Foreign deposits with F. R. Banks	135	- 3	- 14	145
Other deposits with F. R. Banks	734	+ 17	+ 297	729
Other F. R. liabilities and capital	2,299	- 64	+ 173	2,174
	61,324	+ 463	+3,456	61,256
Member bank reserves:				
With Federal Reserve Banks	23,542	+ 167	+ 462	25,667
Currency and coin	5,473	+ 138	+ 537	5,473
Total reserves held	29,015	+ 305	+ 999	31,140
Required reserves	28,916	+ 344	+ 997	28,916
Excess reserves	99	- 39	+ 2	2,224

NOTE: A net of \$122 million of surplus reserves were eligible to be carried forward from the week ended December 9, into the week ending December 16.

On December 16, 1970 marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$11,077 million, a decrease of \$141 million for the week.

1/ Includes \$50 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

CONSOLIDATED STATEMENT OF CONDITION OF ALL FEDERAL RESERVE BANKS

(In millions of dollars)

	Wednesday Dec. 16, 1970	Change since	
		Dec. 9, 1970	Dec. 17, 1969
A S S E T S			
Gold certificate account	10,834	--	+ 798
Special Drawing Rights certif. accts.	* 400	--	+ 400
Cash	(748) 219	+ 1	+ 108
Discounts and advances	934	+ 649	+ 251
Acceptances:			
Bought outright	51	+ 10	- 9
Held under repurchase agreements	134	+ 134	+ 91
Federal Agency obligations--			
Held under repurchase agreements	191	+ 191	+ 134
U. S. Government securities:			
Bought outright--			
Bills	25,558	+1,400	+3,217
Certificates	--	--	--
Notes	32,973	--	+1,581
Bonds	2,806	--	- 690
Total bought outright	<u>1/ 61,337</u>	<u>+1,400</u>	<u>+4,108</u>
Held under repurchase agreements	1,416	+1,416	+1,118
Total U. S. Government securities	<u>62,753</u>	<u>+2,816</u>	<u>+5,226</u>
Total loans and securities	<u>64,063</u>	<u>+3,800</u>	<u>+5,693</u>
Cash items in process of collection	(2,894) 11,822	+1,970	+ 174
Bank premises	128	--	+ 13
Other assets <u>2/</u>	914	+ 29	-1,228
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS (3,642)	<u>88,380</u>	<u>+5,800</u>	<u>+5,958</u>
L I A B I L I T I E S			
Federal Reserve notes	(748) 50,384	+ 177	+3,097
Deposits:			
Member bank reserves	25,667	+4,543	+2,300
U. S. Treasurer--general account	587	- 243	- 274
Foreign	145	+ 27	+ 17
Other <u>3/</u>	729	- 24	+ 279
Total deposits	<u>27,128</u>	<u>+4,303</u>	<u>+2,322</u>
Deferred availability cash items	(2,894) 8,694	+1,520	+ 475
Other liabilities and accrued dividends	627	+ 23	+ 13
TOTAL LIABILITIES	<u>(3,642) 86,833</u>	<u>+6,023</u>	<u>+5,907</u>
C A P I T A L A C C O U N T S			
Capital paid in	698	+ 3	+ 31
Surplus	669	--	+ 39
Other capital accounts	180	- 226	- 19
Contingent liability on acceptances purchased for foreign correspondents	238	--	+ 91

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

1/ Includes \$50 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, DECEMBER 16, 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	932	142	4,337	+2,561
16 days to 90 days	2	43	11,911	+ 625
91 days to 1 year	--	--	21,286	- 179
Over 1 year to 5 years	--	--	18,812	--
Over 5 years to 10 years	--	--	5,966	--
Over 10 years	--	--	632	--
Total	<u>934</u>	<u>185</u>	<u>62,944</u>	<u>+3,007</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 16, 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	10,834	647	2,267	580	872	1,114	501	2,379	301	214	267	405	1,287
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F. R. notes of other banks	748	92	149	38	30	49	173	31	18	21	31	20	96
Other cash	219	8	19	10	25	13	31	31	12	7	17	14	32
Discounts and advances	934		434	13	1	*	15	367	1	6	7	--	90
Acceptances:													
Bought outright	51	--	51	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	134	--	134	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	191	--	191	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	25,558	1,322	6,288	1,332	2,021	1,955	1,326	4,098	946	500	1,012	1,156	3,602
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	61,337	3,173	15,091	3,196	4,849	4,692	3,182	9,834	2,271	1,200	2,429	2,775	8,645
Held under repurchase agreements	1,416	--	1,416	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	62,753	3,173	16,507	3,196	4,849	4,692	3,182	9,834	2,271	1,200	2,429	2,775	8,645
<u>Total loans and securities</u>	64,063	3,173	17,317	3,209	4,850	4,692	3,197	10,201	2,272	1,206	2,436	2,775	8,735
Cash items in process of collection	14,716	813	2,606	762	1,099	1,028	1,453	2,411	815	559	964	923	1,283
Bank premises	128	2	8	3	12	11	17	17	12	12	18	8	8
Other assets <u>1/ 2/</u>	914	48	368	42	60	51	39	107	25	14	30	35	95
TOTAL ASSETS	92,022	4,806	22,827	4,667	6,981	6,994	5,433	15,247	3,470	2,040	3,778	4,194	11,585

1/ Includes \$50 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.

*Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 16, 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	51,132	2,904	12,080	2,922	4,198	4,582	2,638	8,951	1,946	874	1,876	1,924	6,237
Deposits:													
Member bank reserves	25,667	1,019	7,592	963	1,597	1,244	1,471	3,994	782	657	1,009	1,426	3,913
U. S. Treasurer--general account	587	42	12	36	45	74	7	96	51	12	64	45	103
Foreign	145	6	<u>1/</u> 46	7	12	7	9	20	5	3	6	7	17
Other	729	1	<u>2/</u> 681	2	--	9	1	5	1	2	3	2	22
<u>Total deposits</u>	27,128	1,068	8,331	1,008	1,654	1,334	1,488	4,115	839	674	1,082	1,480	4,055
Deferred availability cash items	11,588	731	1,827	628	944	952	1,177	1,854	611	446	732	679	1,007
Other liabilities and accrued dividends	627	30	181	30	47	43	31	94	21	12	24	26	88
TOTAL LIABILITIES	90,475	4,733	22,419	4,588	6,843	6,911	5,334	15,014	3,417	2,006	3,714	4,109	11,387
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	698	33	184	36	63	36	46	104	24	16	29	39	88
Surplus	669	32	177	34	60	34	43	99	23	15	28	37	87
Other capital accounts	180	8	47	9	15	13	10	30	6	3	7	9	23
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	92,022	4,806	22,827	4,667	6,981	6,994	5,433	15,247	3,470	2,040	3,778	4,194	11,585
Contingent liability on acceptances purchased for foreign correspondents	238	12	<u>3/</u> 63	12	21	12	16	35	8	5	10	13	31

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	53,239	3,019	12,633	2,985	4,336	4,681	2,828	9,256	2,028	907	1,945	2,049	6,572
Collateral for F. R. notes:													
Gold certificate account	3,330	250	500	300	510	610	--	1,000	155	--	--	5	--
U. S. Government securities	51,345	2,820	12,400	2,800	3,900	4,160	2,900	8,450	1,930	930	1,975	2,080	7,000
Total collateral	54,675	3,070	12,900	3,100	4,410	4,770	2,900	9,450	2,085	930	1,975	2,085	7,000

1/ After deducting \$ 99 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

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