



FEDERAL RESERVE

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

H.4.1

For immediate release

June 3, 1971

The average of daily figures of total reserves of member banks increased \$37 million to \$30,285 million in the latest statement week. Required reserves declined while excess reserves and member bank borrowings both increased.

A decline in Treasury deposits with Federal Reserve Banks was the major factor supplying reserves in the latest statement week. A rise in currency in circulation drained \$313 million of reserves on average. Adding to this reserve absorption was a decline in float. In addition, System Open Market operations absorbed \$74 million of reserves net, on a weekly average basis. Member bank borrowings averaged \$645 million and exceeded excess reserves by \$354 million compared with \$94 million for the previous week.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, June 2, 1971 *
	Week ended	Change from week ended		
	June 2, 1971 *	May 26, 1971	June 3, 1970	
Reserve Bank credit:	(In millions of dollars)			
U.S. Government securities--				
Bought outright--System account	64,777	+ 13	+7,482	<u>1/64,809</u>
Held under repurchase agreements	73	- 70	+ 2	102
Federal Agency obligations--				
Held under repurchase agreements	27	8	5	48
Acceptances				
Bought outright	63	+ 2	+ 20	62
Held under repurchase agreements	37	- 11	+ 30	9
Discounts and advances--				
Member bank borrowings	645	+ 376	- 579	37
Other	--	--	- 90	--
Float	2,479	- 300	- 306	2,544
Other F. R. assets	923	+ 72	- 269	957
Total Reserve Bank credit	69,024	+ 75	+6,295	<u>68,568</u>
Gold stock	10,332	--	-1,035	10,332
Special Drawing Rights certif. acct.	400	--	--	400
Treasury currency outstanding	7,390	+ 18	+ 409	<u>7,396</u>
	87,146	+ 92	+5,669	<u>86,696</u>
Currency in circulation	57,478	+ 313	+3,704	57,787
Treasury cash holdings	506	+ 4	- 18	507
Treasury deposits with F. R. Banks	890	- 155	- 340	869
Foreign deposits with F. R. Banks	187	--	+ 53	140
Other deposits with F. R. Banks	703	+ 26	- 98	751
Other F. R. liabilities and capital	2,304	+ 79	+ 12	<u>2,322</u>
	62,067	+ 267	+3,312	<u>62,376</u>
Member bank reserves:				
With Federal Reserve Banks	25,078	- 176	+2,357	24,320
Currency and coin	5,207	+ 213	+ 315	<u>5,207</u>
Total reserves held	30,285	+ 37	+2,672	<u>29,527</u>
Required reserves	29,994	- 79	+2,576	29,994
Excess reserves	291	+ 116	+ 96	- 467

NOTE: A net of \$103 million of surplus reserves were eligible to be carried forward from the week ended May 26, into the week ending June 2.

On June 2, 1971, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$19,661 million, an increase of \$130 million for the week.

1/ Includes \$71 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks. * Estimated (Cleveland District).

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

	Wednesday June 2, 1971 **	Change since	
		May 26, 1971	June 3, 1970
<u>A S S E T S</u>			
Gold certificate account	10,075	--	- 970
Special Drawing Rights certif. accts.	* 400	--	--
Cash	(815) 270	- 6	+ 69
Discounts and advances	37	- 1,237	- 1,298
Acceptances:			
Bought outright	62	--	+ 20
Held under repurchase agreements	9	31	14
Federal Agency obligations--			
Held under repurchase agreements	48	9	37
U. S. Government securities:			
Bought outright--			
Bills	27,282	45	+ 5,034
Certificates	--	--	--
Notes	34,307	--	+ 2,074
Bonds	3,220	--	+ 357
Total bought outright	1/ 64,809	+ 45	+ 7,465
Held under repurchase agreements	102	- 66	- 167
<u>Total U. S. Government securities</u>	<u>64,911</u>	<u>- 21</u>	<u>+ 7,298</u>
<u>Total loans and securities</u>	<u>65,067</u>	<u>- 1,280</u>	<u>+ 5,969</u>
Cash items in process of collection	(3,006) 10,900	+ 979	+ 1,152
Bank premises	139	--	+ 22
Other assets 2/	818	+ 86	- 280
<u>TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS</u>	<u>(3,821) 87,669</u>	<u>- 221</u>	<u>+ 5,962</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(815) 50,911	+ 394	+ 3,515
Deposits:			
Member bank reserves	24,320	- 1,657	+ 1,509
U. S. Treasurer--general account	869	- 18	- 384
Foreign	140	- 16	+ 9
Other 3/	751	+ 80	- 64
<u>Total deposits</u>	<u>26,080</u>	<u>- 1,611</u>	<u>+ 1,070</u>
Deferred availability cash items	(3,006) 8,356	+ 915	+ 1,390
Other liabilities and accrued dividends	562	+ 20	- 76
<u>TOTAL LIABILITIES</u>	<u>(3,821) 85,909</u>	<u>- 282</u>	<u>+ 5,899</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	724	+ 1	+ 40
Surplus	702	--	+ 33
Other capital accounts	334	+ 60	- 10
Contingent liability on acceptances purchased for foreign correspondents	250	+ 8	+ 19

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

1/ Includes \$71 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. ** Estimated (Cleveland District).

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, June 2, 1971

(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	34	23	3,080	- 824
16 days to 90 days	3	48	13,461	+ 725
91 days to 1 year	--	--	17,997	+ 87
Over 1 year to 5 years	--	--	23,645	--
Over 5 years to 10 years	--	--	5,896	--
Over 10 years	--	--	880	--
Total	37	71	64,959	- 12

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JUNE 2, 1971

	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	10,075	736	2,120	428	867	861	480	1,968	436	126	310	366	1,377
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F. R. notes of other banks	815	98	198	38	47	54	228	24	14	12	27	20	55
Other cash	270	11	22	9	28	30	35	34	15	8	26	18	34
Discounts and advances	37	13	*	--	9	*	6	5	1	1	2	--	--
Acceptances:													
Bought outright	62	--	62	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	9	--	9	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	48		48	--		--		--			--		
U. S. Government securities:													
Bought outright--													
Bills	27,282	1,332	6,905	1,440	2,089	2,009	1,356	4,501	1,014	529	1,056	1,241	3,810
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	34,307	1,675	8,683	1,811	2,626	2,526	1,706	5,659	1,275	665	1,329	1,561	4,791
Bonds	3,220	157	815	170	246	237	160	531	120	63	125	146	450
Total bought outright	<u>1/</u> 64,809	3,164	16,403	3,421	4,961	4,772	3,222	10,691	2,409	1,257	2,510	2,948	9,051
Held under repurchase agreements	102	--	102	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	64,911	3,164	16,505	3,421	4,961	4,772	3,222	10,691	2,409	1,257	2,510	2,948	9,051
Total loans and securities	65,067	3,177	16,624	3,421	4,970	4,772	3,228	10,696	2,410	1,258	2,512	2,948	9,051
Cash items in process of collection	13,906	792	2,518	773	785	1,271	1,353	2,307	743	507	848	725	1,284
Bank premises	139	2	8	3	16	13	17	17	13	15	18	9	8
Other assets <u>2/</u>	818	42	334	39	45	43	58	97	21	11	23	27	78
TOTAL ASSETS	91,490	4,881	21,917	4,734	6,791	7,080	5,421	15,213	3,667	1,944	3,779	4,127	11,936

1/ Includes \$71 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.

* Estimated.

** Less than \$500,000.

	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	51,726	2,889	12,369	3,013	4,167	4,587	2,529	9,059	1,992	897	1,935	1,998	6,291
Deposits:													
Member bank reserves	24,320	1,023	6,124	931	1,649	1,250	1,524	3,755	910	539	1,019	1,445	4,151
U. S. Treasurer--general account	869	49	169	26	69	24	88	157	71	29	43	83	61
Foreign	140	6	1/ 37	7	13	7	9	21	5	3	6	8	18
Other	751	1	2/698	2	--	11	2	4	5	2	2	4	20
Total deposits	26,080	1,079	7,028	966	1,731	1,292	1,623	3,937	991	573	1,070	1,540	4,250
Deferred availability cash items	11,362	804	1,923	637	699	1,064	1,101	1,860	605	425	681	471	1,092
Other liabilities and accrued dividends	562	28	145	29	43	41	27	93	21	11	21	25	78
TOTAL LIABILITIES	89,730	4,800	21,465	4,645	6,640	6,984	5,280	14,949	3,609	1,906	3,707	4,034	11,711
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	724	34	188	37	66	38	49	108	24	17	31	40	92
Surplus	702	33	185	36	63	36	47	105	24	16	30	39	88
Other capital accounts	334	14	79	16	22	22	45	51	10	5	11	14	45
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	91,490	4,881	21,917	4,734	6,791	7,080	5,421	15,213	3,667	1,944	3,779	4,127	11,936
Contingent liability on acceptances purchased for foreign correspondents	250	12	3/ 66	13	22	13	17	38	8	6	10	14	31

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	53,862	3,038	13,010	3,098	4,321	4,696	2,726	9,302	2,069	928	2,015	2,133	6,526
Collateral for F. R. notes:													
Gold certificate account	3,250	250	500	300	510	530	--	1,000	155	--	--	5	--
U. S. Government securities	52,225	2,840	12,800	2,900	3,900	4,250	2,900	8,450	1,980	950	2,075	2,180	7,000
Total collateral	55,475	3,090	13,300	3,200	4,410	4,780	2,900	9,450	2,135	950	2,075	2,185	7,000

1/ After deducting \$ 103 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$ 184 million participations of other Federal Reserve Banks.

* Estimated.