



# FEDERAL RESERVE

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

H.4.1

For immediate release

July 29, 1971

The average of daily figures for total reserves of member banks declined \$367 million in the latest statement week to \$30,602 million. Required reserves, excess reserves, and member bank borrowings at the Federal Reserve Banks all declined.

The major factors supplying reserves in the latest statement week were declines in currency in circulation and Treasury deposits with Federal Reserve Banks. Reserves were absorbed by a seasonal decline in float. In addition, System Open Market operations absorbed \$381 million in reserves net, on a weekly average basis. Most of this absorption was through the maturing of repurchase agreements made in the previous week. Member bank borrowings were below the average of the previous two weeks and exceeded excess reserves by \$469 million compared to \$793 million for the previous week.

|  | Averages of daily figures      |                        |         | Wednesday,<br>July 28,<br>1971 |
|--|--------------------------------|------------------------|---------|--------------------------------|
|  | Week ended<br>July 28,<br>1971 | Change from week ended |         |                                |
|  | July 21,<br>1971               | July 29,<br>1970       |         |                                |
| Member bank reserves,<br>Reserve Bank credit,<br>and related items |                                |                        |         |                                |
| Reserve Bank credit:   | (In millions of dollars)       |                        |         |                                |
| U.S. Government securities--                                       |                                |                        |         |                                |
| Bought outright--System account                                    | 65,721                         | + 27                   | + 7,454 | <sup>1/</sup> 65,762           |
| Held under repurchase agreements                                   | 267                            | - 386                  | + 267   | --                             |
| Federal Agency obligations--                                       |                                |                        |         |                                |
| Held under repurchase agreements                                   | 67                             | 21                     | 67      | --                             |
| Acceptances  |                                |                        |         |                                |
| Bought outright  | 57                             | 1                      | + 20    | 54                             |
| Held under repurchase agreements                                   | 22                             | 2                      | + 22    | --                             |
| Discounts and advances--   |                                |                        |         |                                |
| Member bank borrowings   | 545                            | 577                    | - 686   | 781                            |
| Other  | --                             | --                     | - 40    | --                             |
| Float  | 2,776                          | - 427                  | + 188   | 2,482                          |
| Other F. R. assets   | 1,187                          | + 31                   | - 120   | 1,205                          |
| Total Reserve Bank credit  | 70,641                         | - 1,356                | + 7,172 | 70,284                         |
| Gold stock   | 10,332                         | --                     | - 1,035 | 10,332                         |
| Special Drawing Rights certif. acct.                               | 400                            | --                     | --      | 400                            |
| Treasury currency outstanding                                      | 7,443                          | + 3                    | + 450   | 7,449                          |
|  | 88,817                         | - 1,351                | + 6,587 | 88,465                         |
| Currency in circulation  | 58,683                         | - 272                  | + 4,195 | 58,781                         |
| Treasury cash holdings   | 488                            | + 18                   | + 28    | 493                            |
| Treasury deposits with F. R. Banks                                 | 1,383                          | - 219                  | + 324   | 1,413                          |
| Foreign deposits with F. R. Banks                                  | 137                            | - 29                   | - 36    | 149                            |
| Other deposits with F. R. Banks                                    | 708                            | + 5                    | - 50    | 722                            |
| Other F. R. liabilities and capital                                | 2,236                          | + 53                   | + 19    | 2,251                          |
|  | 63,634                         | - 446                  | + 4,479 | 63,809                         |
| Member bank reserves:  |                                |                        |         |                                |
| With Federal Reserve Banks   | 25,183                         | - 906                  | + 2,108 | 24,656                         |
| Currency and coin  | 5,419                          | + 539                  | + 311   | 5,419                          |
| Total reserves held  | 30,602                         | - 367                  | + 2,419 | 30,075                         |
| Required reserves  | 30,526                         | - 114                  | + 2,496 | 30,526                         |
| Excess reserves  | 76                             | - 253                  | - 77    | - 451                          |

NOTE: A net of \$116 million of surplus reserves were eligible to be carried forward from the week ended July 21, into the week ending July 28.

On July 28, 1971, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$18,258 million, an increase of \$132 million for the week.

<sup>1/</sup> Includes \$27 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<br>July 28,<br>1971 | Change since     |                  |
|--|-------------------------------|------------------|------------------|
|  |                               | July 21,<br>1971 | July 29,<br>1970 |
| <u>A S S E T S</u>   |                               |                  |                  |
| Gold certificate account   | 10,075                        | --               | 970              |
| Special Drawing Rights certif. accts.  | *                             | 400              | --               |
| Cash   | (878)                         | 270              | - 4              |
| Discounts and advances   |                               | 781              | - 780            |
| Acceptances:   |                               |                  |                  |
| Bought outright  |                               | 54               | - 3              |
| Held under repurchase agreements   |                               | --               | 25               |
| Federal Agency obligations--   |                               |                  |                  |
| Held under repurchase agreements   |                               |                  | 75               |
| U. S. Government securities:   |                               |                  |                  |
| Bought outright--  |                               |                  |                  |
| Bills  |                               | 28,173           | 58               |
| Certificates   |                               | --               | --               |
| Notes  |                               | 34,354           | --               |
| Bonds  |                               | 3,235            | --               |
| Total bought outright  | 1/                            | 65,762           | + 58             |
| Held under repurchase agreements   |                               | --               | - 901            |
| <u>Total U. S. Government securities</u>   |                               | 65,762           | - 843            |
| <u>Total loans and securities</u>  |                               | 66,597           | -1,726           |
| Cash items in process of collection  | (2,946)                       | 10,193           | - 947            |
| Bank premises  |                               | 144              | --               |
| Other assets 2/  |                               | 1,061            | + 4              |
| <u>TOTAL ASSETS/LIABILITIES &amp; CAPITAL ACCOUNTS</u>                             | (3,824)                       | <u>88,740</u>    | <u>-2,673</u>    |
|  |                               |                  | <u>+7,455</u>    |
| <u>L I A B I L I T I E S</u>   |                               |                  |                  |
| Federal Reserve notes  | (878)                         | 51,838           | 145              |
| Deposits:  |                               |                  |                  |
| Member bank reserves   |                               | 24,656           | -2,278           |
| U. S. Treasurer--general account   |                               | 1,413            | + 303            |
| Foreign  |                               | 149              | + 34             |
| Other 3/   |                               | 722              | + 24             |
| <u>Total deposits</u>  |                               | 26,940           | -1,917           |
| Deferred availability cash items   | (2,946)                       | 7,711            | - 651            |
| Other liabilities and accrued dividends  |                               | 542              | - 26             |
| <u>TOTAL LIABILITIES</u>   | (3,824)                       | <u>87,031</u>    | <u>-2,739</u>    |
|  |                               |                  | <u>+7,405</u>    |
| <u>C A P I T A L A C C O U N T S</u>   |                               |                  |                  |
| Capital paid in  |                               | 731              | 1                |
| Surplus  |                               | 702              | --               |
| Other capital accounts   |                               | 276              | 65               |
| Contingent liability on acceptances purchased<br><u>for foreign correspondents</u> |                               | 228              | + 1              |

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

1/ Includes \$27 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, JULY 28, 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<br>advances | Acceptances | U. S. Government securities and<br>Federal Agency obligations |                |
|--------------------------|---------------------------|-------------|---|----------------|
|                          |                           |             | Holdings  | Weekly changes |
| Within 15 days           | 777                       | 21          | 4,518   | -875           |
| 16 days to 90 days       | 4                         | 33          | 13,326  | - 51           |
| 91 days to 1 year        | --                        | --          | 17,518  | + 8            |
| Over 1 year to 5 years   | --                        | --          | 23,600  | --             |
| Over 5 years to 10 years | --                        | --          | 5,907   | --             |
| Over 10 years            | --                        | --          | 893   | --             |
| <u>Total</u>             | <u>781</u>                | <u>54</u>   | <u>65,762</u>   | <u>-918</u>    |

|  | Total            | Boston       | New York      | Phila-<br>delphia | Cleve-<br>land | Rich-<br>mond | Atlanta      | Chicago       | St.<br>Louis | Minne-<br>apolis | Kansas<br>City | Dallas       | San<br>Fran-<br>cisco |
|--|------------------|--------------|---------------|-------------------|----------------|---------------|--------------|---------------|--------------|------------------|----------------|--------------|-----------------------|
| (In millions of dollars)                 |                  |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| <u>A S S E T S</u>                       |                  |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Gold certificate account                 | 10,075           | 872          | 2,489         | 521               | 785            | 920           | 540          | 1,957         | 398          | 199              | 382            | 230          | 782                   |
| Special Drawing Rights certif. acct.     | 400              | 23           | 93            | 23                | 33             | 36            | 22           | 70            | 15           | 7                | 15             | 14           | 49                    |
| F. R. notes of other banks               | 878              | 95           | 174           | 53                | 58             | 80            | 167          | 34            | 27           | 28               | 35             | 30           | 97                    |
| Other cash                               | 270              | 8            | 21            | 8                 | 26             | 35            | 34           | 39            | 15           | 6                | 26             | 17           | 35                    |
| Discounts and advances                   | 781              | 44           | 165           | 2                 | 2              | 104           | 68           | 200           | 8            | 4                | 9              | 68           | 107                   |
| Acceptances:                             |                  |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Bought outright                          | 54               | --           | 54            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| Held under repurchase agreements         | --               | --           | --            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| Federal Agency obligations--             |                  |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Held under repurchase agreements         | --               |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| U. S. Government securities:             |                  |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Bought outright--                        |                  |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Bills                                    | 28,173           | 1,301        | 7,363         | 1,493             | 2,126          | 2,032         | 1,408        | 4,629         | 1,030        | 549              | 1,088          | 1,310        | 3,844                 |
| Certificates                             | --               | --           | --            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| Notes                                    | 34,354           | 1,586        | 8,978         | 1,821             | 2,592          | 2,478         | 1,717        | 5,645         | 1,256        | 669              | 1,327          | 1,598        | 4,687                 |
| Bonds                                    | 3,235            | 149          | 845           | 172               | 244            | 233           | 162          | 532           | 118          | 63               | 125            | 151          | 441                   |
| Total bought outright                    | <u>1/</u> 65,762 | 3,036        | 17,186        | 3,486             | 4,962          | 4,743         | 3,287        | 10,806        | 2,404        | 1,281            | 2,540          | 3,059        | 8,972                 |
| Held under repurchase agreements         | --               | --           | --            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --                    |
| <u>Total U. S. Government securities</u> | <u>65,762</u>    | <u>3,036</u> | <u>17,186</u> | <u>3,486</u>      | <u>4,962</u>   | <u>4,743</u>  | <u>3,287</u> | <u>10,806</u> | <u>2,404</u> | <u>1,281</u>     | <u>2,540</u>   | <u>3,059</u> | <u>8,972</u>          |
| <u>Total loans and securities</u>        | <u>66,597</u>    | <u>3,080</u> | <u>17,405</u> | <u>3,488</u>      | <u>4,964</u>   | <u>4,847</u>  | <u>3,355</u> | <u>11,006</u> | <u>2,412</u> | <u>1,285</u>     | <u>2,549</u>   | <u>3,127</u> | <u>9,079</u>          |
| Cash items in process of collection      | 13,139           | 757          | 2,237         | 680               | 931            | 1,008         | 1,268        | 2,221         | 656          | 515              | 838            | 885          | 1,143                 |
| Bank premises                            | 144              | 2            | 8             | 3                 | 19             | 13            | 16           | 17            | 14           | 17               | 18             | 9            | 8                     |
| Other assets <u>2/</u>                   | 1,061            | 57           | 377           | 53                | 66             | 65            | 43           | 139           | 31           | 18               | 33             | 40           | 139                   |
| <b>TOTAL ASSETS</b>                      | <b>92,564</b>    | <b>4,894</b> | <b>22,804</b> | <b>4,829</b>      | <b>6,882</b>   | <b>7,004</b>  | <b>5,445</b> | <b>15,483</b> | <b>3,568</b> | <b>2,075</b>     | <b>3,896</b>   | <b>4,352</b> | <b>11,332</b>         |

1/ Includes \$27 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.

|  | Total         | Boston       | New York          | Phila-<br>delphia | Cleve-<br>land | Rich-<br>mond | Atlanta      | Chicago       | St.<br>Louis | Minne-<br>apolis | Kansas<br>City | Dallas       | San<br>Fran-<br>cisco |
|--|---------------|--------------|-------------------|-------------------|----------------|---------------|--------------|---------------|--------------|------------------|----------------|--------------|-----------------------|
| (In millions of dollars)   |               |              |                   |                   |                |               |              |               |              |                  |                |              |                       |
| <u>LIABILITIES</u>   |               |              |                   |                   |                |               |              |               |              |                  |                |              |                       |
| Federal Reserve notes  | 52,716        | 2,918        | 12,656            | 3,060             | 4,283          | 4,682         | 2,561        | 9,206         | 2,022        | 907              | 1,979          | 2,073        | 6,369                 |
| Deposits:  |               |              |                   |                   |                |               |              |               |              |                  |                |              |                       |
| Member bank reserves   | 24,656        | 1,024        | 6,932             | 936               | 1,437          | 1,243         | 1,608        | 4,015         | 862          | 604              | 1,050          | 1,375        | 3,570                 |
| U. S. Treasurer--general account   | 1,413         | 170          | 266               | 132               | 143            | 130           | 66           | 107           | 55           | 67               | 75             | 109          | 93                    |
| Foreign  | 149           | 7            | <sup>1/</sup> 43  | 7                 | 13             | 7             | 10           | 22            | 5            | 3                | 6              | 8            | 18                    |
| Other  | 722           | 1            | <sup>2/</sup> 648 | 3                 | --             | 15            | 2            | 19            | 2            | 2                | 3              | 3            | 24                    |
| <u>Total deposits</u>  | 26,940        | 1,202        | 7,889             | 1,078             | 1,593          | 1,395         | 1,686        | 4,163         | 924          | 676              | 1,134          | 1,495        | 3,705                 |
| Deferred availability cash items   | 10,657        | 670          | 1,672             | 575               | 812            | 795           | 1,061        | 1,766         | 544          | 443              | 692            | 666          | 961                   |
| Other liabilities and accrued<br>dividends                                       | 542           | 26           | 139               | 27                | 42             | 38            | 27           | 88            | 20           | 11               | 22             | 25           | 77                    |
| <b>TOTAL LIABILITIES</b>   | <b>90,855</b> | <b>4,816</b> | <b>22,356</b>     | <b>4,740</b>      | <b>6,730</b>   | <b>6,910</b>  | <b>5,335</b> | <b>15,223</b> | <b>3,510</b> | <b>2,037</b>     | <b>3,827</b>   | <b>4,259</b> | <b>11,112</b>         |
| <u>CAPITAL ACCOUNTS</u>  |               |              |                   |                   |                |               |              |               |              |                  |                |              |                       |
| Capital paid in  | 731           | 33           | 191               | 38                | 66             | 38            | 50           | 109           | 25           | 17               | 31             | 41           | 92                    |
| Surplus  | 702           | 33           | 185               | 36                | 63             | 36            | 47           | 105           | 24           | 16               | 30             | 39           | 88                    |
| Other capital accounts   | 276           | 12           | 72                | 15                | 23             | 20            | 13           | 46            | 9            | 5                | 8              | 13           | 40                    |
| <b>TOTAL LIABILITIES AND<br/>CAPITAL ACCOUNTS</b>                                | <b>92,564</b> | <b>4,894</b> | <b>22,804</b>     | <b>4,829</b>      | <b>6,882</b>   | <b>7,004</b>  | <b>5,445</b> | <b>15,483</b> | <b>3,568</b> | <b>2,075</b>     | <b>3,896</b>   | <b>4,352</b> | <b>11,332</b>         |
| Contingent liability on accept-<br>ances purchased for foreign<br>correspondents | 228           | 11           | <sup>3/</sup> 60  | 12                | 20             | 12            | 15           | 34            | 8            | 5                | 9              | 13           | 29                    |

## FEDERAL RESERVE AGENTS' ACCOUNTS

|                             |        |       |        |       |       |       |       |       |       |     |       |       |       |
|-----------------------------|--------|-------|--------|-------|-------|-------|-------|-------|-------|-----|-------|-------|-------|
| F. R. notes outstanding     | 55,087 | 3,082 | 13,248 | 3,133 | 4,462 | 4,832 | 2,758 | 9,508 | 2,114 | 947 | 2,065 | 2,223 | 6,715 |
| Collateral for F. R. notes: |        |       |        |       |       |       |       |       |       |     |       |       |       |
| Gold certificate account    | 3,250  | 250   | 500    | 300   | 510   | 530   | --    | 1,000 | 155   | --  | --    | 5     | --    |
| U. S. Government securities | 53,340 | 2,920 | 13,000 | 3,000 | 4,000 | 4,375 | 2,900 | 8,750 | 2,030 | 960 | 2,125 | 2,280 | 7,000 |
| <u>Total collateral</u>     | 56,590 | 3,170 | 13,500 | 3,300 | 4,510 | 4,905 | 2,900 | 9,750 | 2,185 | 960 | 2,125 | 2,285 | 7,000 |

<sup>1/</sup> After deducting \$ 106 million participations of other Federal Reserve Banks.

<sup>2/</sup> Includes IMF gold deposit.

<sup>3/</sup> After deducting \$ 168 million participations of other Federal Reserve Banks.