



FEDERAL RESERVE

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

H.4.1

For immediate release

August 12, 1971

The average of daily figures for total reserves of member banks declined \$595 million in the latest statement week to \$30,343 million. Required reserves, excess reserves and member bank borrowings at the Federal Reserve Banks all declined.

The major factors absorbing reserves in the latest statement week were a seasonal rise in currency in circulation and modest declines in float and in the gold stock. In addition, System Open Market operations absorbed \$33 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 and matched sales-purchase transactions made in the current week. Member bank borrowings averaged \$593 million and exceeded excess reserves by \$569 million compared to \$294 million for the previous week.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Aug. 11, *
	Week ended	Change from week ended		
	Aug. 11,* 1971	Aug. 4, 1971	Aug. 12, 1970	
Reserve Bank credit:	(In millions of dollars)			
U.S. Government securities--				
Bought outright--System account	65,872	+ 50	+7,046	<u>1/</u> 65,902
Held under repurchase agreements	258	- 49	- 185	115
Federal Agency obligations--				
Held under repurchase agreements	28	25	23	
Acceptances				
Bought outright	49	5	+ 13	47
Held under repurchase agreements	10	4	+ 6	--
Discounts and advances--				
Member bank borrowings	593	172	- 581	574
Other	--	--	- 39	--
Float	2,535	- 73	+ 127	2,404
Other F. R. assets	1,254	+ 32	- 149	1,315
Total Reserve Bank credit	70,599	- 246	+6,260	70,357
Gold stock	10,246	- 86	-1,121	10,132
Special Drawing Rights certif. acct.	400	--	--	400
Treasury currency outstanding	7,453	+ 10	+ 451	7,457
	88,699	- 321	+5,592	88,346
Currency in circulation	59,007	+ 316	+4,109	59,207
Treasury cash holdings	475	- 9	+ 25	476
Treasury deposits with F. R. Banks	1,157	+ 36	+ 161	1,292
Foreign deposits with F. R. Banks	169	- 5	- 2	163
Other deposits with F. R. Banks	727	- 19	- 139	746
Other F. R. liabilities and capital	2,406	+ 84	+ 51	2,418
	63,941	+ 403	+4,206	64,302
Member bank reserves:				
With Federal Reserve Banks	24,758	- 724	+1,386	24,044
Currency and coin	5,585	+ 129	+ 369	5,585
Total reserves held	30,343	- 595	+1,755	29,629
Required reserves	30,319	- 148	+2,010	30,319
Excess reserves	24	- 447	- 255	- 690

NOTE: A net of \$230 million of surplus reserves were eligible to be carried forward from the week ended August 4, into the week ending August 11.

On August 11, 1971, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$18,670 million, an increase of \$218 million for the week.

1/ Includes \$103 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

* Estimated (Dallas and San Francisco Districts.)

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

		Wednesday Aug. 11, 1971 **	Change since	
			Aug. 4, 1971	Aug. 12, 1970
<u>A S S E T S</u>				
Gold certificate account		9,875	- 200	-1,170
Special Drawing Rights certif. accts.	*	400	--	--
Cash	(760)	267	- 1	+ 58
Discounts and advances		574	- 83	+ 113
Acceptances:				
Bought outright		47	- 4	+ 10
Held under repurchase agreements		--	- 47	--
Federal Agency obligations--				
Held under repurchase agreements		--	- 160	--
U. S. Government securities:				
Bought outright--				
Bills		28,313	- 61	+4,770
Certificates		--	--	--
Notes		34,354	--	+1,934
Bonds		3,235	--	+ 348
Total bought outright	1/	65,902	+ 61	+7,052
Held under repurchase agreements		115	-1,100	- 278
<u>Total U. S. Government securities</u>		<u>66,017</u>	<u>-1,039</u>	<u>+6,774</u>
<u>Total loans and securities</u>		<u>66,638</u>	<u>-1,333</u>	<u>+6,897</u>
Cash items in process of collection	(2,709)	10,442	+ 142	+ 813
Bank premises		146	+ 2	+ 24
Other assets 2/		1,169	+ 32	- 133
TOTAL ASSETS/LIABILITIES & CAPITAL ACCOUNTS	(3,469)	<u>88,937</u>	<u>-1,358</u>	<u>+6,489</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(760)	52,236	+ 261	+3,846
Deposits:				
Member bank reserves		24,044	-2,337	+1,600
U. S. Treasurer--general account		1,292	+ 559	+ 249
Foreign		163	- 15	- 44
Other 3/		746	+ 22	- 170
Total deposits		26,245	-1,771	+1,635
Deferred availability cash items	(2,709)	8,038	+ 127	+ 701
Other liabilities and accrued dividends		585	- 36	- 31
TOTAL LIABILITIES	(3,469)	87,104	-1,419	+6,151
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		732	+ 1	+ 44
Surplus		702	--	+ 33
Other capital accounts		399	+ 60	+ 261
Contingent liability on acceptances purchased for foreign correspondents		245	+ 16	- 14

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

1/ Includes \$103 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 (Dallas and San Francisco Districts).

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, AUGUST 11, 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	558	11	4,516	-1,320
16 days to 90 days	16	36	13,567	+ 146
91 days to 1 year	--	--	17,534	- 25
Over 1 year to 5 years	--	--	23,600	--
Over 5 years to 10 years	--	--	5,907	--
Over 10 years	--	--	893	--
Total	574	47	66,017	-1,199

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 11, 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	9,875	278	1,981	560	686	945	475	1,882	381	105	384	528	1,670
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F. R. notes of other banks	760	98	146	47	54	64	138	31	14	26	33	25	84
Other cash	267	9	21	9	25	34	34	39	15	6	25	17	33
Discounts and advances	574	79	53	14	41	8	86	246	2	7	6	26	6
Acceptances:													
Bought outright	47	--	47	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	28,313	1,414	7,301	1,500	2,198	2,043	1,411	4,664	1,045	578	1,116	1,262	3,781
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	34,354	1,716	8,859	1,820	2,668	2,480	1,712	5,658	1,267	702	1,354	1,531	4,587
Bonds	3,235	162	834	171	252	234	161	533	119	66	127	144	432
Total bought outright	<u>1/</u> 65,902	3,292	16,994	3,491	5,118	4,757	3,284	10,855	2,431	1,346	2,597	2,937	8,800
Held under repurchase agreements	115	--	115	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	66,017	3,292	17,109	3,491	5,118	4,757	3,284	10,855	2,431	1,346	2,597	2,937	8,800
Total loans and securities	66,638	3,371	17,209	3,505	5,159	4,765	3,370	11,101	2,433	1,353	2,603	2,963	8,806
Cash items in process of collection	13,151	747	1,994	724	881	1,021	1,329	2,185	668	549	822	785	1,446
Bank premises	146	2	8	3	20	13	16	17	14	18	18	9	8
Other assets <u>2/</u>	1,169	65	435	60	74	70	47	155	35	20	38	44	126
TOTAL ASSETS	92,406	4,593	21,887	4,931	6,932	6,948	5,431	15,480	3,575	2,084	3,938	4,385	12,222

1/ Includes \$103 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.

	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	52,996	2,916	12,733	3,064	4,324	4,682	2,579	9,258	2,032	910	1,995	2,089	6,414
Deposits:													
Member bank reserves	24,044	831	6,147	1,016	1,478	1,180	1,522	3,890	845	609	1,086	1,438	4,002
U. S. Treasurer--general account	1,292	64	186	132	129	132	70	156	54	52	73	90	154
Foreign	163	7	<u>1/</u> 56	8	13	7	10	22	5	3	6	8	18
Other	746	3	<u>2/</u> 628	5	5	14	8	37	4	2	7	14	19
<u>Total deposits</u>	26,245	905	7,017	1,161	1,625	1,333	1,610	4,105	908	666	1,172	1,550	4,193
Deferred availability cash items	10,747	657	1,507	581	777	789	1,097	1,742	552	457	673	621	1,294
Other liabilities and accrued dividends	585	30	148	29	45	41	29	94	21	11	23	26	88
TOTAL LIABILITIES	90,573	4,508	21,405	4,835	6,771	6,845	5,315	15,199	3,513	2,044	3,863	4,286	11,989
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	732	34	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	399	18	106	22	32	29	19	67	13	7	14	19	53
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	92,406	4,593	21,887	4,931	6,932	6,948	5,431	15,480	3,575	2,084	3,938	4,385	12,222
Contingent liability on acceptances purchased for foreign correspondents	245	11	3/ 65	12	22	13	16	37	8	6	10	14	31

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	55,088	3,059	13,269	3,133	4,487	4,813	2,738	9,517	2,109	938	2,071	2,210	6,744
Collateral for F. R. notes:													
Gold certificate account	3,240	250	500	300	500	530	--	1,000	155	--	--	5	--
U. S. Government securities	53,440	2,920	13,000	3,000	4,100	4,375	2,900	8,750	2,030	960	2,125	2,280	7,000
Total collateral	56,680	3,170	13,500	3,300	4,600	4,905	2,900	9,750	2,185	960	2,125	2,285	7,000

1/ After deducting \$107 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$180 million participations of other Federal Reserve Banks.

* Estimated.