



FEDERAL RESERVE

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

H.4.1

For immediate release
December 9, 1971

The average of daily figures for total reserves of member banks declined \$507 million in the latest statement week to \$30,732 million. Required reserves, excess reserves and member bank borrowings at the Federal Reserve Banks all declined.

A decline in Treasury deposits with the Federal Reserve Banks was the major factor supplying reserves in the latest statement week. This reserve gain was about offset by a seasonal rise in currency in circulation. In addition, System Open Market operations absorbed \$71 million reserves net, on a weekly average basis. Most of this absorption was through the maturing of repurchase agreements made previously. Some reserves were supplied during the statement week, however, through outright purchases of coupon issues and repurchase agreements. Member bank borrowings were below the average of recent weeks and were \$54 million less than excess reserves. In the previous week they exceeded excess reserves by \$143 million.

| Member bank reserves, Reserve Bank credit, and related items | Averages of daily figures | | | Wednesday, Dec. 8, 1971 * |
|--|---------------------------------|------------------------|-----------------|---------------------------------|
| | Week ended Dec. 8, 1971 * | Change from week ended | | |
| | | Dec. 1, 1971 | Dec. 9, 1970 | |
| Reserve Bank credit: | (In millions of dollars) | | | <u>1/</u> |
| U.S. Government securities-- | | | | |
| Bought outright--System account | 68,482 | + 249 | +7,584 | 68,542 |
| Held under repurchase agreements | 88 | - 322 | - 162 | 219 |
| Federal Agency obligations-- | | | | |
| Bought outright | 340 | + 92 | + 340 | 340 |
| Held under repurchase agreements | 31 | - 48 | - 24 | 93 |
| Acceptances-- | | | | |
| Bought outright | 56 | + 1 | + 16 | 56 |
| Held under repurchase agreements | 10 | - 43 | - 69 | 26 |
| Discounts and advances-- | | | | |
| Member bank borrowings | 60 | - 641 | - 230 | 85 |
| Other | -- | -- | -- | -- |
| Float | 3,079 | + 64 | + 66 | 3,005 |
| Other F.R. assets | 892 | + 33 | - 86 | 921 |
| Total Reserve Bank credit | 73,036 | - 617 | +7,432 | 73,287 |
| Gold stock | 10,132 | -- | - 985 | 10,132 |
| Special Drawing Rights certif. acct. | 400 | -- | -- | 400 |
| Treasury currency outstanding | 7,594 | + 3 | + 479 | 7,592 |
| | 91,162 | - 614 | +6,927 | 91,411 |
| Currency in circulation | 60,563 | + 137 | +3,997 | 60,964 |
| Treasury cash holdings | 456 | - 3 | + 14 | 463 |
| Treasury deposits with F.R. Banks | 1,749 | - 145 | +1,115 | 936 |
| Foreign deposits with F.R. Banks | 133 | - 36 | - 5 | 187 |
| Other deposits with F.R. Banks | 717 | - 15 | -- | 779 |
| Other F.R. liabilities and capital | 2,398 | + 70 | + 35 | 2,428 |
| | 66,016 | + 7 | +5,155 | 65,757 |
| Member bank reserves: | | | | |
| With Federal Reserve Banks | 25,146 | - 621 | +1,771 | 25,654 |
| Currency and coin | 5,586 | + 114 | + 243 | 5,586 |
| Total reserves held | 30,732 | - 507 | +2,014 | 31,240 |
| Required reserves | 30,618 | - 63 | +2,036 | 30,618 |
| Excess reserves | 114 | - 444 | - 22 | 622 |

NOTE: A net of \$272 million of surplus reserves were eligible to be carried forward from the week ended December 1, into the week ending December 8.

On December 8, 1971, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$25,866 million, an increase of \$1,266 million for the week.

2/ Includes \$79 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

* Estimated(Chicago District).

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

| | Wednesday Dec. 8, ** 1971 | Change since | |
|---|---------------------------------|-----------------|-----------------|
| | | Dec. 1, 1971 | Dec. 9, 1970 |
| <u>A S S E T S</u> | | | |
| Gold certificate account | 9,875 | -- | 959 |
| Special Drawing Rights certif. accts. | * 400 | -- | -- |
| Cash | (703) 244 | - 10 | + 26 |
| Discounts and advances | 85 | + 21 | - 200 |
| Acceptances--Bought outright | 56 | -- | + 15 |
| Held under repurchase agreements | 26 | 26 | + 26 |
| Federal Agency obligations--Bought outright | 340 | -- | + 340 |
| Held under repurchase agreements | 93 | 93 | + 93 |
| U. S. Government securities: | | | |
| Bought outright--Bills | 29,702 | + 351 | +5,544 |
| Certificates | -- | -- | -- |
| Notes | 35,554 | + 88 | +2,581 |
| Bonds | 3,286 | + 16 | + 480 |
| Total bought outright | 1/ 68,542 | + 455 | +8,605 |
| Held under repurchase agreements | 219 | + 219 | + 219 |
| <u>Total U.S. Government securities</u> | <u>68,761</u> | <u>+ 674</u> | <u>+8,824</u> |
| <u>Total loans and securities</u> | <u>69,361</u> | <u>+ 814</u> | <u>+9,098</u> |
| Cash items in process of collection | (2,421) 11,543 | + 473 | +1,711 |
| Bank premises | 148 | - 1 | + 20 |
| Other assets 2/ | 773 | - 40 | - 112 |
| <u>TOTAL ASSETS</u> | <u>(3,124) 92,344</u> | <u>+1,236</u> | <u>+9,784</u> |

| | | | |
|---|-----------------------|---------------|---------------|
| <u>L I A B I L I T I E S</u> | | | |
| Federal Reserve notes | (703) 53,822 | + 391 | +3,615 |
| Deposits: Member bank--reserves account | 25,574 | +2,197 | +4,470 |
| U. S. Treasurer--general account | 936 | -1,631 | + 106 |
| Foreign | 187 | + 59 | + 69 |
| Other 3/ | 779 | + 62 | + 26 |
| Total deposits | 27,476 | + 687 | +4,671 |
| Deferred availability cash items | (2,421) 8,618 | + 83 | +1,444 |
| Other liabilities and accrued dividends | 610 | + 11 | + 6 |
| <u>TOTAL LIABILITIES</u> | <u>(3,124) 90,526</u> | <u>+1,172</u> | <u>+9,736</u> |

| | | | |
|--------------------------------------|-----|----|----|
| <u>C A P I T A L A C C O U N T S</u> | | | |
| Capital paid in | 737 | 1 | 42 |
| Surplus | 702 | -- | 33 |
| Other capital accounts | 379 | 63 | 27 |

| | | | |
|--|-----|-----|------|
| Contingent liability on acceptances <u>purchased for foreign correspondents</u> | 256 | - 1 | + 18 |
|--|-----|-----|------|

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

1/ Includes \$79 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. (Chicago District).

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, December 8, 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 | Accept -ances | U. S. Government securities | | Federal Agency obligations | |
|--------------------------|------------------------------|------------------|--------------------------------|-------------------|-------------------------------|-------------------|
| | | | Holdings | Weekly changes | Holdings | Weekly Changes |
| Within 15 days | 82 | 43 | 3,890 | +596 | 93 | +93 |
| 16 days to 90 days | 3 | 39 | 15,350 | -103 | 26 | + 2 |
| 91 days to 1 year | -- | -- | 15,498 | + 87 | 119 | - 2 |
| Over 1 year to 5 years | -- | -- | 25,230 | + 21 | 126 | -- |
| Over 5 years to 10 years | -- | -- | 7,664 | + 67 | 46 | -- |
| Over 10 years | -- | -- | 1,129 | + 6 | 23 | -- |
| Total | 85 | 82 | 68,761 | +674 | 433 | +93 |

| | 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 | 54,525 | 2,918 | 13,326 | 3,189 | 4,463 | 4,785 | 2,741 | 9,473 | 2,105 | 903 | 2,044 | 2,108 | 6,470 |
| Deposits: | | | | | | | | | | | | | |
| Member bank reserves | 25,574 | 949 | 6,936 | 1,055 | 1,404 | 1,182 | 1,547 | 3,669 | 979 | 594 | 1,108 | 1,592 | 4,559 |
| U. S. Treasurer--general account | 936 | 57 | 118 | 52 | 56 | 84 | 38 | 119 | 83 | 47 | 140 | 76 | 66 |
| Foreign | 187 | 9 | <u>1/</u> 54 | 9 | 16 | 9 | 12 | 27 | 6 | 4 | 8 | 10 | 23 |
| Other | 779 | -- | <u>2/</u> 701 | 1 | -- | 13 | 3 | 4 | 1 | 1 | 2 | 2 | 51 |
| <u>Total deposits</u> | 27,476 | 1,015 | 7,809 | 1,117 | 1,476 | 1,288 | 1,600 | 3,819 | 1,069 | 646 | 1,258 | 1,680 | 4,699 |
| Deferred availability cash items | 11,039 | 709 | 1,569 | 593 | 810 | 829 | 1,268 | 1,868 | 618 | 457 | 689 | 599 | 1,030 |
| Other liabilities and accrued dividends | 610 | 30 | 153 | 32 | 48 | 43 | 31 | 100 | 22 | 14 | 24 | 28 | 85 |
| TOTAL LIABILITIES | 93,650 | 4,672 | 22,857 | 4,931 | 6,797 | 6,945 | 5,640 | 15,260 | 3,814 | 2,020 | 4,015 | 4,415 | 12,284 |
| <u>CAPITAL ACCOUNTS</u> | | | | | | | | | | | | | |
| Capital paid in | 737 | 34 | 192 | 38 | 68 | 38 | 50 | 109 | 25 | 17 | 31 | 41 | 94 |
| Surplus | 702 | 33 | 185 | 36 | 63 | 36 | 47 | 105 | 24 | 16 | 30 | 39 | 88 |
| Other capital accounts | 379 | 17 | 97 | 20 | 31 | 27 | 20 | 61 | 14 | 7 | 11 | 18 | 56 |
| TOTAL LIABILITIES AND CAPITAL ACCOUNTS | 95,468 | 4,756 | 23,331 | 5,025 | 6,959 | 7,046 | 5,757 | 15,535 | 3,877 | 2,060 | 4,087 | 4,513 | 12,522 |
| Contingent liability on acceptances purchased for foreign correspondents | 256 | 12 | <u>3/</u> 67 | 13 | 23 | 13 | 17 | 39 | 9 | 6 | 11 | 14 | 32 |

FEDERAL RESERVE AGENTS' ACCOUNTS

| | | | | | | | | | | | | | |
|-----------------------------|--------|-------|--------|-------|-------|-------|-------|--------|-------|-----|-------|-------|-------|
| F. R. notes outstanding | 56,588 | 3,066 | 13,769 | 3,295 | 4,606 | 4,893 | 2,934 | 9,784 | 2,202 | 937 | 2,099 | 2,240 | 6,763 |
| Collateral for F. R. notes: | | | | | | | | | | | | | |
| Gold certificate account | 2,670 | 175 | 500 | 300 | 350 | 485 | -- | 700 | 155 | -- | -- | 5 | -- |
| U. S. Government securities | 55,150 | 2,920 | 13,400 | 3,150 | 4,400 | 4,485 | 3,000 | 9,300 | 2,130 | 960 | 2,125 | 2,280 | 7,000 |
| Total collateral | 57,820 | 3,095 | 13,900 | 3,450 | 4,750 | 4,970 | 3,000 | 10,000 | 2,285 | 960 | 2,125 | 2,285 | 7,000 |

1/ After deducting \$ 133 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$ 189 million participations of other Federal Reserve Banks.

* Estimated.

| | Total | Boston | New York | Phila- delphia | Cleve- land | Rich- mond | Atlanta | Chicago [*] | St. Louis | Minne- apolis | Kansas City | Dallas | San Francisco |
|---|---------------|--------------|---------------|-------------------|----------------|---------------|--------------|----------------------|--------------|------------------|----------------|--------------|------------------|
| (In millions of dollars) | | | | | | | | | | | | | |
| <u>A S S E T S</u> | | | | | | | | | | | | | |
| Gold certificate account | 9,875 | 351 | 3,618 | 510 | 437 | 768 | 444 | 1,568 | 432 | 48 | 369 | 300 | 1,030 |
| Special Drawing Rights certif. acct. | 400 | 23 | 93 | 23 | 33 | 36 | 22 | 70 | 15 | 7 | 15 | 14 | 49 |
| F.R. notes of other banks | 703 | 104 | 121 | 47 | 28 | 50 | 142 | 33 | 18 | 21 | 31 | 26 | 82 |
| Other cash | 244 | 6 | 19 | 6 | 26 | 37 | 32 | 27 | 15 | 6 | 25 | 14 | 31 |
| Discounts and advances | 85 | 2 | 13 | | | | 2 | 52 | | 3 | 9 | 3 | |
| Acceptances: | | | | | | | | | | | | | |
| Bought outright | 56 | -- | 56 | | | | -- | -- | | -- | -- | -- | -- |
| Held under repurchase agreements | 26 | -- | 26 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Federal Agency obligations-- | | | | | | | | | | | | | |
| Bought outright | 340 | 17 | 81 | 18 | 27 | 25 | 17 | 57 | 13 | 6 | 14 | 16 | 49 |
| Held under repurchase agreements | 93 | -- | 93 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| U.S. Government securities: | | | | | | | | | | | | | |
| Bought outright-- | | | | | | | | | | | | | |
| Bills | 29,702 | 1,464 | 7,102 | 1,586 | 2,347 | 2,157 | 1,519 | 4,945 | 1,114 | 555 | 1,189 | 1,417 | 4,307 |
| Certificates: Other | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Notes | 35,554 | 1,752 | 8,502 | 1,899 | 2,809 | 2,583 | 1,819 | 5,919 | 1,333 | 663 | 1,422 | 1,697 | 5,156 |
| Bonds | 3,286 | 162 | 786 | 175 | 260 | 239 | 168 | 547 | 123 | 61 | 131 | 157 | 477 |
| Total bought outright | <u>68,542</u> | <u>3,378</u> | <u>16,390</u> | <u>3,660</u> | <u>5,416</u> | <u>4,979</u> | <u>3,506</u> | <u>11,411</u> | <u>2,570</u> | <u>1,279</u> | <u>2,742</u> | <u>3,271</u> | <u>9,940</u> |
| Held under repurchase agreements | 219 | -- | 219 | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| <u>Total U.S. Government securities</u> | <u>68,761</u> | <u>3,378</u> | <u>16,609</u> | <u>3,660</u> | <u>5,416</u> | <u>4,979</u> | <u>3,506</u> | <u>11,411</u> | <u>2,570</u> | <u>1,279</u> | <u>2,742</u> | <u>3,271</u> | <u>9,940</u> |
| <u>Total loans and securities</u> | <u>69,361</u> | <u>3,397</u> | <u>16,878</u> | <u>3,679</u> | <u>5,443</u> | <u>5,004</u> | <u>3,525</u> | <u>11,520</u> | <u>2,583</u> | <u>1,288</u> | <u>2,765</u> | <u>3,290</u> | <u>9,989</u> |
| Cash items in process of collection | 13,964 | 821 | 2,301 | 712 | 924 | 1,097 | 1,544 | 2,215 | 779 | 657 | 843 | 833 | 1,238 |
| Bank premises | 148 | 2 | 8 | 3 | 23 | 13 | 16 | 17 | 14 | 18 | 17 | 9 | 8 |
| Other assets <u>2/</u> | 773 | 52 | 293 | 45 | 45 | 41 | 32 | 85 | 21 | 15 | 22 | 27 | 95 |
| · TOTAL ASSETS | 95,468 | 4,756 | 23,331 | 5,025 | 6,959 | 7,046 | 5,757 | 15,535 | 3,877 | 2,060 | 4,087 | 4,513 | 12,522 |

1/ Includes \$79 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.