



# FEDERAL RESERVE

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

H.4.1

For immediate release

December 23, 1971

The average of daily figures for total reserves increased \$56 million in the latest statement week to \$31,192 million. Required reserves and member bank borrowings at the Federal Reserve Banks increased while excess reserves declined.

Several factors drained reserves by significant amounts in the latest statement week. These included a seasonal increase in currency in circulation and increases in both Treasury deposits and foreign deposits with the Federal Reserve Banks. Offsetting these reserve drains was an increase of \$1,006 million in float. This increase was somewhat greater than seasonal. In addition, System Open Market operations supplied \$227 million reserves net, on a weekly average basis. Member bank borrowings averaged \$144 million and exceeded excess reserves by \$132 million. In the previous week they were revised to \$163 million less than excess reserves.

| Member bank reserves,<br>Reserve Bank credit,<br>and related items | Averages of daily figures      |                        |        | Wednesday<br>Dec. 22,<br>1971 |
|--|--------------------------------|------------------------|--------|-------------------------------|
|  | Week ended<br>Dec. 22,<br>1971 | Change from week ended |        |                               |
|  | Dec. 15,<br>1971               | Dec. 23,<br>1970       |        |                               |
| Reserve Bank credit:   | (In millions of dollars)       |                        |        |                               |
| U.S. Government securities--                                       |                                |                        |        | <u>1/</u>                     |
| Bought outright--System account                                    | 68,398                         | - 23                   | +6,886 | 68,155                        |
| Held under repurchase agreements                                   | 88                             | + 88                   | - 99   | 12                            |
| Federal Agency obligations--                                       |                                |                        |        |                               |
| Bought outright  | 465                            | + 125                  | + 465  | 485                           |
| Held under repurchase agreements                                   | 7                              | + 7                    | - 65   | --                            |
| Acceptances--  |                                |                        |        |                               |
| Bought outright  | 67                             | + 8                    | + 13   | 75                            |
| Held under repurchase agreements                                   | 22                             | + 22                   | - 15   | 3                             |
| Discounts and advances--   |                                |                        |        |                               |
| Member bank borrowings   | 144                            | + 117                  | 181    | 828                           |
| Other  | --                             | --                     | --     | --                            |
| Float  | 4,471                          | +1,006                 | + 672  | 3,996                         |
| Other F.R. assets  | 988                            | + 61                   | - 63   | 1,018                         |
| Total Reserve Bank credit  | 74,651                         | +1,412                 | +7,615 | 74,572                        |
| Gold stock   | 10,132                         | --                     | - 985  | 10,132                        |
| Special Drawing Rights certif. acct.                               | 400                            | --                     | --     | 400                           |
| Treasury currency outstanding                                      | 7,615                          | + 13                   | + 437  | 7,622                         |
|  | 92,798                         | +1,426                 | +7,066 | 92,726                        |
| Currency in circulation  | 61,242                         | + 202                  | +4,008 | 61,620                        |
| Treasury cash holdings   | 450                            | - 7                    | + 33   | 452                           |
| Treasury deposits with F.R. Banks                                  | 1,895                          | + 332                  | +1,067 | 2,031                         |
| Foreign deposits with F.R. Banks                                   | 426                            | + 283                  | + 283  | 473                           |
| Other deposits with F.R. Banks                                     | 736                            | + 26                   | + 40   | 725                           |
| Other F.R. liabilities and capital                                 | 2,234                          | + 15                   | + 58   | 2,250                         |
|  | 66,983                         | + 851                  | +5,490 | 67,551                        |
| Member bank reserves:  |                                |                        |        |                               |
| With Federal Reserve Banks   | 25,815                         | + 575                  | +1,577 | 25,175                        |
| Currency and coin  | 5,377                          | - 519                  | + 317  | 5,377                         |
| Total reserves held  | 31,192                         | + 56                   | +1,894 | 30,552                        |
| Required reserves  | 31,180                         | + 234                  | +2,092 | 31,180                        |
| Excess reserves  | 12                             | - 178                  | - 198  | - 628                         |

NOTE: A net of \$151 million of surplus reserves were eligible to be carried forward from the week ended December 15, into the week ending December 22.

On December 22, 1971, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$27,697 million, an increase of \$957 million for the week.

1/ Includes \$23 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

H.4.1(a) CONSOLIDATED STATEMENT OF CONDITION OF ALL FEDERAL RESERVE BANKS

(In millions of dollars)

|  |                | Wednesday<br>Dec. 22,<br>1971 | Change since         |                      |
|--|----------------|-------------------------------|----------------------|----------------------|
|  |                |                               | Dec. 15,<br>1971     | Dec. 23,<br>1970     |
| <u>A S S E T S</u>   |                |                               |                      |                      |
| Gold certificate account   | *              | 9,875                         | --                   | 967                  |
| Special Drawing Rights certif. accts.  | (759)          | 400                           | --                   | --                   |
| Cash   |                | 246                           | - 6                  | + 27                 |
| Discounts and advances   |                | 828                           | + 799                | + 208                |
| Acceptances--Bought outright   |                | 75                            | + 9                  | + 19                 |
| Held under repurchase agreements   |                | 3                             | + 3                  | + 3                  |
| Federal Agency obligations--Bought outright  |                | 485                           | + 145                | + 485                |
| Held under repurchase agreements   |                | --                            | --                   | --                   |
| U. S. Government securities:   |                |                               |                      |                      |
| Bought outright--Bills   |                | 29,315                        | + 463                | +3,676               |
| Certificates   |                | --                            | --                   | --                   |
| Notes  |                | 35,554                        | --                   | +2,372               |
| Bonds  |                | 3,286                         | --                   | + 400                |
| Total bought outright  |                | <u>1/ 68,155</u>              | + 463                | +6,448               |
| Held under repurchase agreements   |                | 12                            | + 12                 | + 12                 |
| <u>Total U.S. Government securities</u>  |                | <u>68,167</u>                 | + 475                | +6,460               |
| <u>Total loans and securities</u>  |                | <u>69,558</u>                 | +1,431               | +7,175               |
| Cash items in process of collection  | (3,471)        | 13,284                        | - 15                 | +1,226               |
| Bank premises  |                | 150                           | --                   | + 22                 |
| Other assets <u>2/</u>   |                | 868                           | + 35                 | - 74                 |
| <b>TOTAL ASSETS</b>  | <b>(4,230)</b> | <b><u>94,381</u></b>          | <b><u>+1,445</u></b> | <b><u>+7,409</u></b> |
| <u>L I A B I L I T I E S</u>   |                |                               |                      |                      |
| Federal Reserve notes  | (759)          | 54,439                        | + 325                | +3,717               |
| Deposits: Member bank--reserves account  |                | 25,095                        | +1,013               | + 955                |
| U. S. Treasurer--general account   |                | 2,031                         | - 96                 | +1,257               |
| Foreign  |                | 473                           | + 300                | + 329                |
| Other <u>3/</u>  |                | 725                           | + 16                 | + 17                 |
| Total deposits   |                | <u>28,324</u>                 | +1,233               | +2,558               |
| Deferred availability cash items   | (3,471)        | 9,368                         | - 165                | +1,080               |
| Other liabilities and accrued dividends  |                | 573                           | - 15                 | - 5                  |
| <b>TOTAL LIABILITIES</b>   | <b>(4,230)</b> | <b><u>92,704</u></b>          | <b><u>+1,378</u></b> | <b><u>+7,350</u></b> |
| <u>C A P I T A L A C C O U N T S</u>   |                |                               |                      |                      |
| Capital paid in  |                | 738                           | --                   | + 40                 |
| Surplus  |                | 702                           | --                   | + 33                 |
| Other capital accounts   |                | 237                           | 67                   | - 14                 |
| <hr/>  |                |                               |                      |                      |
| Contingent liability on acceptances<br><u>purchased for foreign correspondents</u> |                | 255                           | --                   |                      |

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

1/ Includes \$23 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.

M A T U R I T Y D I S T R I B U T I O N O F L O A N S A N D S E C U R I T I E S , D E C E M B E R 2 2 , 1 9 7 1

(Acceptances and securities held under repurchase agreements are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

|                          | Discounts<br>and<br>Advances | Accept<br>-ances | U. S. Government<br>securities |                     | Federal Agency<br>obligations |                    |
|--------------------------|------------------------------|------------------|--------------------------------|---------------------|-------------------------------|--------------------|
|                          |                              |                  | Holdings                       | Weekly<br>changes   | Holdings                      | Weekly<br>Changes  |
| Within 15 days           | 823                          | 15               | 4,390                          | +1,594              | 8                             | + 8                |
| 16 days to 90 days       | 5                            | 63               | 14,276                         | -1,060              | 20                            | - 6                |
| 91 days to 1 year        | --                           | --               | 15,608                         | - 59                | 182                           | + 62               |
| Over 1 year to 5 years   | --                           | --               | 25,100                         | --                  | 181                           | + 54               |
| Over 5 years to 10 years | --                           | --               | 7,664                          | --                  | 61                            | + 17               |
| Over 10 years            | --                           | --               | <u>1,129</u>                   | --                  | <u>33</u>                     | <u>+ 10</u>        |
| <b>Total</b>             | <b>828</b>                   | <b>78</b>        | <b><u>68,167</u></b>           | <b><u>+ 475</u></b> | <b><u>485</u></b>             | <b><u>+145</u></b> |

|   | 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>Francisco |
|---|------------------|--------------|---------------|-------------------|----------------|---------------|--------------|---------------|--------------|------------------|----------------|--------------|------------------|
| (In millions of dollars)                |                  |              |               |                   |                |               |              |               |              |                  |                |              |                  |
| <u>A S S E T S</u>                      |                  |              |               |                   |                |               |              |               |              |                  |                |              |                  |
| Gold certificate account                | 9,875            | 221          | 2,808         | 683               | 717            | 1,005         | 495          | 1,982         | 436          | 185              | 362            | 496          | 485              |
| Special Drawing Rights certif. acct.    | 400              | 23           | 93            | 23                | 33             | 36            | 22           | 70            | 15           | 7                | 15             | 14           | 49               |
| F.R. notes of other banks               | 759              | 107          | 119           | 51                | 41             | 59            | 145          | 43            | 23           | 25               | 33             | 30           | 83               |
| Other cash                              | 246              | 7            | 19            | 8                 | 27             | 37            | 31           | 28            | 15           | 8                | 24             | 13           | 29               |
| Discounts and advances                  | 828              |              | 574           |                   |                |               | 10           | 159           | 23           | 31               | 6              |              | 22               |
| Acceptances:                            |                  |              |               |                   |                |               |              |               |              |                  |                |              |                  |
| Bought outright                         | 75               |              | 75            |                   |                |               | --           | --            | --           | --               | --             | --           | --               |
| Held under repurchase agreements        | 3                | --           | 3             | --                | --             | --            | --           | --            | --           | --               | --             | --           | --               |
| Federal Agency obligations--            |                  |              |               |                   |                |               |              |               |              |                  |                |              |                  |
| Bought outright                         | 485              | 24           | 116           | 26                | 38             | 35            | 25           | 81            | 18           | 9                | 20             | 23           | 70               |
| Held under repurchase agreements        | --               | --           | --            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --               |
| U.S. Government securities:             |                  |              |               |                   |                |               |              |               |              |                  |                |              |                  |
| Bought outright--                       |                  |              |               |                   |                |               |              |               |              |                  |                |              |                  |
| Bills                                   | 29,315           | 1,445        | 7,009         | 1,565             | 2,316          | 2,129         | 1,500        | 4,881         | 1,100        | 547              | 1,173          | 1,399        | 4,251            |
| 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>1/</u> 68,155 | <u>3,359</u> | <u>16,297</u> | <u>3,639</u>      | <u>5,385</u>   | <u>4,951</u>  | <u>3,487</u> | <u>11,347</u> | <u>2,556</u> | <u>1,271</u>     | <u>2,726</u>   | <u>3,253</u> | <u>9,884</u>     |
| Held under repurchase agreements        | 12               | --           | 12            | --                | --             | --            | --           | --            | --           | --               | --             | --           | --               |
| <u>Total U.S. Government securities</u> | <u>68,167</u>    | <u>3,359</u> | <u>16,309</u> | <u>3,639</u>      | <u>5,385</u>   | <u>4,951</u>  | <u>3,487</u> | <u>11,347</u> | <u>2,556</u> | <u>1,271</u>     | <u>2,726</u>   | <u>3,253</u> | <u>9,884</u>     |
| <u>Total loans and securities</u>       | <u>69,558</u>    | <u>3,383</u> | <u>17,077</u> | <u>3,666</u>      | <u>5,423</u>   | <u>4,987</u>  | <u>3,522</u> | <u>11,587</u> | <u>2,597</u> | <u>1,311</u>     | <u>2,752</u>   | <u>3,277</u> | <u>9,976</u>     |
| Cash items in process of collection     | 16,755           | 891          | 2,961         | 840               | 1,148          | 1,313         | 1,929        | 2,630         | 910          | 770              | 955            | 970          | 1,438            |
| Bank premises                           | 150              | 2            | 8             | 3                 | 24             | 13            | 16           | 17            | 14           | 19               | 17             | 9            | 8                |
| Other assets <u>2/</u>                  | 868              | 57           | 314           | 40                | 52             | 53            | 36           | 104           | 24           | 18               | 26             | 32           | 112              |
| <b>TOTAL ASSETS</b>                     | <b>98,611</b>    | <b>4,691</b> | <b>23,399</b> | <b>5,314</b>      | <b>7,465</b>   | <b>7,503</b>  | <b>6,196</b> | <b>16,461</b> | <b>4,034</b> | <b>2,343</b>     | <b>4,184</b>   | <b>4,841</b> | <b>12,180</b>    |

1/ Includes \$23 million securities loaned--fully 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) |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| <b><u>L I A B I L I T I E S</u></b>                                      |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Federal Reserve notes  | 55,198                   | 2,951        | 13,474        | 3,236             | 4,510          | 4,833         | 2,816        | 9,645         | 2,127        | 923              | 2,050          | 2,133        | 6,500                 |
| Deposits:  |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Member bank reserves   | 25,095                   | 702          | 6,418         | 1,091             | 1,614          | 1,345         | 1,574        | 3,879         | 969          | 612              | 1,159          | 1,697        | 4,035                 |
| U. S. Treasurer--general account   | 2,031                    | 154          | 358           | 168               | 115            | 113           | 85           | 301           | 142          | 215              | 88             | 136          | 156                   |
| Foreign  | 473                      | 23           | <u>1/</u> 120 | 24                | 43             | 24            | 32           | 72            | 16           | 11               | 20             | 27           | 61                    |
| Other  | 725                      | 2            | <u>2/</u> 625 | 2                 | 2              | 12            | 3            | 48            | 4            | 2                | 3              | 1            | 21                    |
| <u>Total deposits</u>  | 28,324                   | 881          | 7,521         | 1,285             | 1,774          | 1,494         | 1,694        | 4,300         | 1,131        | 840              | 1,270          | 1,861        | 4,273                 |
| Deferred availability cash items   | 12,839                   | 754          | 1,835         | 676               | 984            | 1,044         | 1,545        | 2,168         | 697          | 527              | 772            | 729          | 1,108                 |
| Other liabilities and accrued dividends                                  | 573                      | 28           | 136           | 30                | 46             | 41            | 31           | 94            | 22           | 15               | 22             | 27           | 81                    |
| <b>TOTAL LIABILITIES</b>   | <b>96,934</b>            | <b>4,614</b> | <b>22,966</b> | <b>5,227</b>      | <b>7,314</b>   | <b>7,412</b>  | <b>6,086</b> | <b>16,207</b> | <b>3,977</b> | <b>2,305</b>     | <b>4,114</b>   | <b>4,750</b> | <b>11,962</b>         |
| <b><u>CAPITAL ACCOUNTS</u></b>   |                          |              |               |                   |                |               |              |               |              |                  |                |              |                       |
| Capital paid in  | 738                      | 34           | 192           | 38                | 68             | 38            | 50           | 110           | 25           | 17               | 31             | 41           | 94                    |
| Surplus  | 702                      | 33           | 185           | 36                | 63             | 36            | 47           | 105           | 24           | 16               | 30             | 39           | 88                    |
| Other capital accounts   | 237                      | 10           | 56            | 13                | 20             | 17            | 13           | 39            | 8            | 5                | 9              | 11           | 36                    |
| <b>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</b>                            | <b>98,611</b>            | <b>4,691</b> | <b>23,399</b> | <b>5,314</b>      | <b>7,465</b>   | <b>7,503</b>  | <b>6,196</b> | <b>16,461</b> | <b>4,034</b> | <b>2,343</b>     | <b>4,184</b>   | <b>4,841</b> | <b>12,180</b>         |
| Contingent liability on acceptances purchased for foreign correspondents | 255                      | 12           | <u>3/</u> 67  | 13                | 23             | 13            | 17           | 38            | 9            | 6                | 11             | 14           | 32                    |

## FEDERAL RESERVE AGENTS' ACCOUNTS

|                             |        |       |        |       |       |       |       |        |       |     |       |       |       |
|-----------------------------|--------|-------|--------|-------|-------|-------|-------|--------|-------|-----|-------|-------|-------|
| F. R. notes outstanding     | 57,214 | 3,080 | 13,923 | 3,322 | 4,676 | 4,954 | 3,002 | 9,892  | 2,210 | 952 | 2,119 | 2,274 | 6,810 |
| Collateral for F. R. notes: |        |       |        |       |       |       |       |        |       |     |       |       |       |
| Gold certificate account    | 2,670  | 175   | 500    | 300   | 350   | 485   | --    | 700    | 155   | --  | --    | 5     | --    |
| U. S. Government securities | 55,665 | 3,000 | 13,600 | 3,150 | 4,400 | 4,520 | 3,100 | 9,300  | 2,130 | 960 | 2,175 | 2,330 | 7,000 |
| <u>Total collateral</u>     | 58,335 | 3,175 | 14,100 | 3,450 | 4,750 | 5,005 | 3,100 | 10,000 | 2,285 | 960 | 2,175 | 2,335 | 7,000 |

1/ After deducting \$353 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

3/ After deducting \$188 million participations of other Federal Reserve Banks.