



FEDERAL RESERVE

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

For immediate release
December 27, 1973

The average of total reserves of member banks increased by \$426 million in the latest statement week to \$35,554 million. Required reserves and excess reserves increased while member bank borrowings at Federal Reserve Banks declined.

Major factors absorbing reserves in the latest statement week were increases in currency in circulation, foreign deposits and Treasury deposits with Federal Reserve Banks, and other Federal Reserve liabilities and capital. More than offsetting these reserve drains was a more than seasonal increase in float. In addition, System Open Market Operations provided \$609 million reserves net, on a weekly average basis through outright purchase of Treasury Bills and repurchase agreements. Some reserves were absorbed late in the week through matched sale-purchase transactions.

	Averages of daily figures			Wednesday, Dec. 26, *
	Week ended Dec. 26, * 1973	Change from week ended		
Reserve Bank credit, and related items	Dec. 19, 1973	Dec. 27, 1972	Dec. 26, *	1973
Reserve Bank credit	(in millions of dollars)			
U.S. Government securities--				
Bought outright--System account	77,444	+ 490	+ 8,088	1/2/74,942
Held under repurchase agreements	697	+ 30	+ 697	--
Federal Agency obligations--				
Bought outright	1,798	--	+ 508	1,798
Held under repurchase agreements	148	4	+ 148	--
Acceptances--				
Bought outright	60	+ 6	+ 10	61
Held under repurchase agreements	161	+ 87	+ 161	--
Loans--				
Total member bank borrowing	1,042	447	76	485
Includes seasonal borrowing of	35	5	35	20
Other borrowing	--	--	--	--
Float	4,919	+1,664	+ 283	7,331
Other F.R. assets	1,109	+ 72	+ 77	1,130
Total Reserve Bank credit	87,378	+1,898	+ 9,722	85,747
Gold stock	11,567	--	+ 1,157	11,567
Special Drawing Rights certifi. acc.	400	--	--	400
Treasury currency outstanding	8,672	+ 4	+ 373	8,675
	108,017	+1,902	+11,252	106,389
Currency in circulation	72,202	+ 520	+ 5,627	72,529
Treasury cash holdings	328	+ 21	+ 16	321
Treasury deposits with F.R. Banks	2,228	+ 574	+ 539	2,716
Foreign deposits with F.R. Banks	531	+ 134	+ 251	729
Other deposits with F.R. Banks ^{4/}	712	+ 43	+ 121	715
Other F.R. liabilities and capital	3,054	+ 131	+ 669	3,072
	79,655	+1,418	+ 7,189	80,093
Member bank reserves				
With Federal Reserve Banks	28,962	+ 485	+ 4,063	26,306
Currency and coin	6,508	+ 59	+ 416	6,508
Total reserves held ^{1/}	35,554	+ 426	+ 4,113	32,898
Required reserves	34,549	34	+ 3,697	34,869
Excess reserves	995	392	+ 416	-2,051

NOTE: A net of \$137 million of surplus reserves were eligible to be carried forward from the week ended December 19, 1973, into the week ending December 26.

On December 26, 1973, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$26,752 million, a decrease of \$203 million for the week.

1/ Excludes \$2,965 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

2/ Includes \$108 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

3/ Adjusted to include \$84 million of certain reserve deficiencies on which penalties can be waived for a transition period in connection with bank adaptation to Regulation T as amended effective November 9, 1972.

4/ Includes \$84 million of certain deposits of domestic non-member banks and foreign-owned banking institutions held with member banks and redeposited in full with Federal Reserve Banks in connection with voluntary participation by non-member institutions in the Federal Reserve System's program of credit restraint.

* Estimated (New York, Philadelphia, Cleveland, Richmond, Atlanta, Chicago, Dallas and San Francisco Districts).

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

		Wednesday	Change since	
		Dec. 26, * 1973	Dec. 19, 1973	Dec. 27, 1972
<u>A S S E T S</u>				
Gold certificate account		11,460	--	+ 1,157
Special Drawing Rights certif. accts.	*	400	--	--
Cash	(921)	284	- 5	- 26
Loans		485	-1,083	- 950
Acceptances--Bought outright		61	+ 8	- 8
Held under repurchase agreements		--	- 187	--
Federal Agency obligations--Bought outright		1,798	--	+ 487
Held under repurchase agreements		--	- 419	--
U.S. Government securities:				
Bought outright--Bills		33,484	-2,533	+ 5,394
Certificates -				
Other		--	--	--
Notes		38,309	+ 50	+ 1,628
Bonds		3,149	--	- 314
Total bought outright	1/ 2/	74,942	-2,483	+ 6,708
Held under repurchase agreements		--	-2,323	--
<u>Total U.S. Government securities</u>		74,942	-4,806	+ 6,708
<u>Total loans and securities</u>		77,286	-4,487	+ 6,237
Cash items in process of collection	(1,726)	13,099	+2,234	+ 2,735
Bank premises		222	--	+ 49
Other assets 3/		908	+ 67	- 138
<u>TOTAL ASSETS</u>	(2,647)	103,659	-4,191	+10,014
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(921)	64,352	+ 411	+ 5,100
Deposits: Member bank-reserves account		26,226	-5,476	+ 3,710
U. S. Treasurer--general account		2,716	+ 624	+ 452
Foreign		729	+ 446	+ 433
Other 4/	(103)	716	+ 46	+ 59
Total deposits	(103)	30,387	-4,360	+ 4,654
Deferred availability cash items		5,848	- 378	- 413
Other liabilities and accrued dividends		1,049	+ 1	+ 475
<u>TOTAL LIABILITIES</u>	(2,647)	101,636	-4,276	+ 9,816
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		838	--	+ 46
Surplus		793	--	+ 51
Other capital accounts		392	- 85	+ 101
Contingent liability on acceptances <u>purchased for foreign correspondents</u>		609	- 7	+ 435

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

1/ Excludes \$2,945 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

2/ Includes \$108 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

3/ Includes assets denominated in foreign currencies.

4/ Includes \$44 million of certain deposits of domestic non-member banks and foreign-owned banking institutions held with member banks and redeposited in full with Federal Reserve Banks in connection with voluntary participation by non-member institutions in the Federal Reserve System's program of credit restraint.

* Estimated (New York, Philadelphia, Cleveland, Richmond, Atlanta, Chicago, Dallas and San Francisco Districts).

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, DECEMBER 26, 1973
(Acceptances and securities held under repurchase agreements are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

	Loans	Acceptances	U.S. Government securities		Federal Agency obligations	
			Holdings	Weekly changes	Holdings	Weekly changes
Within 15 days	475	19	2,215	-5,130	18	-416
16 days to 90 days	10	42	19,372	- 2	114	- 1
91 days to 1 year	--	--	21,099	+ 326	282	--
Over 1 year to 5 years	--	--	22,991	--	733	--
Over 5 years to 10 years	--	--	7,503	--	424	--
Over 10 years	--	--	1,762	--	227	--
<u>Total</u>	485	61	74,942	-4,806	1,798	-419

H.4.1(b)

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 26, 1973

	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)													
A S S E T S													
Gold certificate account	11,460	759	1,126	1,061	812	1,457	818	2,482	747	188	539	939	532
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F.R. notes of other banks	921	80	185	33	56	70	146	55	34	18	46	68	130
Other cash	284	16	20	4	33	28	40	34	19	11	33	14	32
Loans	485	3	34	18	10	83	129	48	25	13	49	34	39
Acceptances:													
Bought outright	61	--	61	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Bought outright	1,798	84	459	96	139	133	99	287	63	36	68	78	256
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U.S. Government securities:													
Bought outright--													
Bills	33,484	1,571	8,539	1,794	2,581	2,474	1,840	5,350	1,179	666	1,274	1,447	4,769
Certificates:													
Other	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	38,309	1,797	9,770	2,052	2,953	2,830	2,105	6,120	1,349	762	1,458	1,656	5,457
Bonds	3,149	148	803	169	243	233	173	503	111	62	120	136	448
Total bought outright <u>1/</u> <u>2/</u>	74,942	3,516	19,112	4,015	5,777	5,537	4,118	11,973	2,639	1,490	2,852	3,239	10,674
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U.S. Government securities</u>	74,942	3,516	19,112	4,015	5,777	5,537	4,118	11,973	2,639	1,490	2,852	3,239	10,674
<u>Total loans and securities</u>	77,286	3,603	19,666	4,129	5,926	5,753	4,346	12,308	2,727	1,539	2,969	3,351	10,969
Cash items in process of collection	14,825	387	3,089	694	805	1,409	1,223	3,897	542	517	581	704	977
Bank premises	222	44	10	10	27	14	15	16	14	35	17	12	8
Other assets <u>3/</u>	908	37	240	40	59	75	48	112	37	23	28	44	165
TOTAL ASSETS	106,306	4,949	24,429	5,994	7,751	8,842	6,658	18,974	4,135	2,338	4,228	5,146	12,862

1/ Excludes \$2,945 million of securities sold, and scheduled to be bought back, under matched sale-purchase transactions.

2/ Includes \$108 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

3/ Includes assets denominated in foreign currencies.

* Estimated (New York, Philadelphia, Cleveland, Richmond, Atlanta, Chicago, Dallas, and San Francisco Districts).

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON DECEMBER 26, 1973

	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>LIABILITIES</u>													
Federal Reserve notes	65,273	3,247	16,002	4,080	5,240	5,842	3,556	10,935	2,603	1,171	2,533	2,489	7,575
Deposits:													
Member bank reserves	26,226	1,055	5,008	1,154	1,566	1,363	1,877	6,018	1,014	593	993	1,718	3,867
U. S. Treasurer--general account	2,716	197	587	135	144	369	215	369	135	121	79	223	142
Foreign	729	30	1/197	35	66	38	50	113	24	17	30	39	90
Other <u>3/</u>	819	9	550	18	15	38	12	115	2	2	5	7	46
<u>Total deposits</u>	30,490	1,291	6,342	1,342	1,791	1,808	2,154	6,615	1,175	733	1,107	1,987	4,145
Deferred availability cash items	7,471	282	1,280	420	470	982	750	950	255	368	471	522	721
Other liabilities and accrued dividends	1,049	44	283	51	76	90	57	157	33	20	36	41	161
TOTAL LIABILITIES	104,283	4,864	23,907	5,893	7,577	8,722	6,517	18,657	4,066	2,292	4,147	5,039	12,602
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	838	34	214	42	74	47	62	131	28	20	35	46	105
Surplus	793	34	207	39	72	42	55	124	27	18	33	43	99
Other capital accounts	392	17	101	20	28	31	24	62	14	8	13	18	56
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	106,306	4,949	24,429	5,994	7,751	8,842	6,658	18,974	4,135	2,338	4,228	5,146	12,862
Contingent liability on acceptances purchased for foreign correspondents	609	25	2/159	30	55	32	43	96	21	14	25	33	76
FEDERAL RESERVE AGENTS' ACCOUNTS													
F. R. notes outstanding	67,680	3,376	16,593	4,162	5,431	5,982	3,782	11,125	2,705	1,204	2,646	2,630	8,044
Collateral for F. R. notes:													
Gold certificate account	2,555	175	--	400	350	750	--	700	175	--	--	5	--
U. S. Government securities	66,245	3,230	16,850	3,800	5,200	5,290	3,900	10,600	2,580	1,240	2,700	2,655	8,200
Total collateral	68,800	3,405	16,850	4,200	5,550	6,040	3,900	11,300	2,755	1,240	2,700	2,660	8,200

1/ After deducting \$532 million participations of other Federal Reserve Banks.

2/ After deducting \$450 million participations of other Federal Reserve Banks.

3/ Includes \$44 million of certain deposits of domestic non-member banks and foreign-owned banking institutions held with member banks and redeposited in full with Federal Reserve Banks in connection with voluntary participation by non-member institutions in the Federal Reserve System's program of credit restraint.

* Estimated (New York, Philadelphia, Cleveland, Richmond, Atlanta, Chicago, Dallas, San Francisco Districts).