



FEDERAL RESERVE

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

H.4.1

For immediate release
January 3, 1974

The average of total reserves of member banks decreased slightly in the latest statement week to \$35,445 million. Required reserves and member bank borrowings at Federal Reserve Banks increased while excess reserves declined.

A decline in float and increases in currency in circulation and other deposits with Federal Reserve Banks were the major factors absorbing reserves in the latest statement week. Partially offsetting these reserve drains were declines in foreign deposits with Federal Reserve Banks and other Federal Reserve liabilities and capital. In addition, System Open Market operations provided \$705 million reserves net, on a weekly average basis through outright purchases of Treasury bills and repurchase agreements.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Jan. 2, *
	Week ended	Change from week ended		
	Jan. 2, *	Dec. 26,	Jan. 3,	
	1974	1973	1973	1974
Reserve Bank credit:	(In millions of dollars)			
U.S. Government securities--				
Bought outright--System account	78,322	+ 879	+8,484	1/78,747
Held under repurchase agreements	502	195	- 34	1,662
Federal Agency obligations--				
Bought outright	1,915	+ 117	+ 604	1,920
Held under repurchase agreements	111	- 37	+ 60	312
Acceptances--				
Bought outright	65	9	- 2	65
Held under repurchase agreements	93	68	+ 40	205
Loans--				
Total member bank borrowing	1,210	- 168	- 541	993
Includes seasonal borrowing of:	31	- 4	+ 31	24
Other borrowing	--	--	--	--
Float	3,865	- 832	- 181	5,549
Other F.R. assets	1,201	- 28	- 54	1,183
Total Reserve Bank credit	87,289	+ 13	+8,377	90,636
Gold stock	11,567	--	+1,157	11,567
Special Drawing Rights certifi. acct.	400	--	--	400
Treasury currency outstanding	8,676	+ 4	+ 373	8,677
	107,932	+ 18	+9,907	111,280
Currency in circulation	72,471	+ 238	+5,918	72,517
Treasury cash holdings	333	+ 5	- 13	330
Treasury deposits with F.R. Banks	2,254	+ 26	+ 539	1,985
Foreign deposits with F.R. Banks	331	- 200	+ 9	309
Other deposits with F.R. Banks 3/	976	+ 282	+ 209	704
Other F.R. liabilities and capital	2,969	- 78	+ 756	2,704
	79,334	+ 273	+7,418	78,549
Member bank reserves:				
With Federal Reserve Banks	28,598	- 256	+2,489	32,732
Currency and coin	6,780	+ 272	+ 564	6,780
Total reserves held 2/	35,445	- 1	+2,841	39,579
Required reserves	35,249	+ 300	+3,205	35,249
Excess reserves 2/	196	- 301	- 364	4,330

NOTE: A net of \$229 million of surplus reserves were eligible to be carried forward from the week ended December 26, 1973, into the week ending January 2, 1974.

On January 2, 1974, marketable U.S. Government securities held in custody by the Federal Reserve Banks for foreign and international accounts were \$26,293 million, a decrease of \$459 million for the week.

1/ Includes \$96 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

2/ Adjusted to include \$67 million of certain reserve deficiencies on which penalties can be waived for a transition period in connection with bank adaptation to Regulation J as amended effective November 9, 1972.

3/ Includes \$33 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 (Cleveland, Chicago and Dallas Districts).

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

(in millions of dollars)

		Wednesday Jan. 2,** 1974	Change since	
			Dec. 26, 1973	Jan. 3, 1973
<u>A S S E T S</u>				
Gold certificate account		11,460	--	+ 1,157
Special Drawing Rights certif. accts.	*	400	--	--
Cash	(1,090)	268	- 10	- 35
Loans		993	+ 508	+ 102
Acceptances--Bought outright		65	+ 4	- 7
Held under repurchase agreements		205	+ 205	+ 84
Federal Agency obligations--Bought outright		1,920	+ 122	+ 609
Held under repurchase agreements		312	+ 312	+ 161
U.S. Government securities:				
Bought outright--Bills		37,084	+3,600	+ 7,178
Certificates -				
Other		--	--	--
Notes		38,514	+ 205	+ 1,833
Bonds		3,149	--	- 314
Total bought outright	1/	78,747	+3,805	+ 8,697
Held under repurchase agreements		1,662	+1,662	- 441
<u>Total U.S. Government securities</u>		<u>80,409</u>	<u>+5,467</u>	<u>+ 8,256</u>
<u>Total loans and securities</u>		<u>83,904</u>	<u>+6,618</u>	<u>+ 9,205</u>
Cash items in process of collection	(1,479)	12,094	+1,245	+ 453
Bank premises		223	+ 1	+ 29
Other assets 2/		960	- 782	- 120
<u>TOTAL ASSETS</u>	(2,569)	<u>109,309</u>	<u>+7,072</u>	<u>+10,689</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(1,090)	64,330	- 231	+ 5,571
Deposits: Member bank-reserves account		32,652	+7,291	+ 4,619
U. S. Treasurer--general account		1,985	- 731	+ 937
Foreign		309	- 420	- 11
Other 3/	(16)	704	+ 111	- 9
Total deposits	(16)	35,650	+6,251	+ 5,536
Deferred availability cash items	(1,463)	6,625	+1,369	- 870
Other liabilities and accrued dividends		998	- 36	+ 362
<u>TOTAL LIABILITIES</u>	(2,569)	<u>107,603</u>	<u>+7,469</u>	<u>+10,599</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		841	+ 3	+ 49
Surplus		844	+ 51	+ 51
Other capital accounts		21	- 391	- 10

- * Figures in parentheses are the eliminations made in the consolidating process.
1/ Includes \$96 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.
2/ Includes assets denominated in foreign currencies.
3/ Includes \$33 million of certain deposits of domestic non-member banks and foreign-owned banking institutions held with member banks and redeposited in full with voluntary participation by non-member institutions in the Federal Reserve System's program of credit restraint.
** Estimated (Cleveland, Chicago, and Dallas Districts).

<u>MATURITY DISTRIBUTION OF LOANS AND SECURITIES, JANUARY 2, 1974</u> (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	973	220	7,918	+5,703	312	+294
16 days to 90 days	20	50	18,717	- 655	115	+ 1
91 days to 1 year	--	--	21,381	+ 282	282	--
Over 1 year to 5 years	--	--	23,128	+ 137	787	+ 54
Over 5 years to 10 years	--	--	7,503	--	497	+ 73
Over 10 years	--	--	1,762	--	230	+ 12
<u>Total</u>	<u>993</u>	<u>270</u>	<u>80,409</u>	<u>+5,467</u>	<u>2,232</u>	<u>+434</u>

H.4.1(b)

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JANUARY 2, 1974

	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	421	4,072	436	594	942	564	1,650	184	40	410	273	1,874
Special Drawing Rights certif. acct.	400	23	93	23	33	36	22	70	15	7	15	14	49
F.R. notes of other banks	1,090	95	170	58	75	104	166	59	47	25	56	79	156
Other cash	268	15	19	2	32	28	38	33	18	10	32	14	27
Loans	993	140	240	26	96	50	115	164	22	39	34	41	26
Acceptances:													
Bought outright	65	--	65	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	205	--	205	--	--	--	--	--	--	--	--	--	--
Federal Agency obligations--													
Bought outright	1,920	90	472	105	147	146	110	313	72	40	76	88	261
Held under repurchase agreements	312	--	312	--	--	--	--	--	--	--	--	--	--
U.S. Government securities:													
Bought outright--													
Bills	37,084	1,739	9,129	2,031	2,843	2,817	2,130	6,041	1,387	771	1,461	1,699	5,036
Certificates:													
Other	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	38,514	1,806	9,481	2,109	2,953	2,025	2,212	6,274	1,441	801	1,517	1,764	5,231
Bonds	3,149	148	775	172	242	239	181	513	118	65	124	144	428
Total bought outright	78,747	3,693	19,385	4,312	6,038	5,981	4,523	12,828	2,946	1,637	3,102	3,607	10,695
Held under repurchase agreements 1/	1,662	--	1,662	--	--	--	--	--	--	--	--	--	--
Total U.S. Government securities	80,409	3,693	21,047	4,312	6,038	5,981	4,523	12,828	2,946	1,637	3,102	3,607	10,695
Total loans and securities	83,904	3,923	22,341	4,443	6,281	6,177	4,748	13,305	3,040	1,716	3,212	3,736	10,982
Cash items in process of collection	13,573	426	3,267	502	650	1,231	1,891	1,777	600	640	898	501	1,190
Bank premises	223	44	10	10	27	14	15	16	14	36	17	12	8
Other assets 2/	960	39	229	51	65	68	70	133	55	23	31	38	158
TOTAL ASSETS	111,878	4,986	30,201	5,525	7,757	8,600	7,514	17,043	3,973	2,497	4,671	4,667	14,444

1/ Includes \$96 million securities loaned--fully secured by U.S. Government securities pledged with Federal Reserve Banks.

2/ Includes assets denominated in foreign currencies.

* Estimated (Cleveland, Chicago, and Dallas Districts).

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JANUARY 2, 1974

	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	65,420	3,246	16,066	4,089	5,244	5,837	3,557	10,925	2,599	1,170	2,535	2,483	7,669
Deposits:													
Member bank reserves	32,652	1,210	10,868	857	1,798	1,473	2,161	4,649	839	668	1,162	1,632	5,335
U. S. Treasurer--general account	1,985	87	533	77	165	218	188	151	140	71	104	102	149
Foreign	309	11	1/117	13	24	13	18	41	9	6	11	14	32
Other 3/	720	3	555	43	1	17	30	43	1	2	4	5	16
<u>Total deposits</u>	35,666	1,311	12,073	990	1,988	1,721	2,397	4,884	989	747	1,281	1,753	5,532
Deferred availability cash items	8,088	315	1,340	312	303	875	1,367	845	293	518	748	305	867
Other liabilities and accrued dividends	998	44	285	50	74	71	68	125	34	22	36	34	155
<u>TOTAL LIABILITIES</u>	110,172	4,916	29,764	5,441	7,609	8,504	7,389	16,779	3,915	2,457	4,600	4,575	14,223
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	841	34	215	41	72	47	62	132	28	20	35	46	109
Surplus	844	34	215	42	74	47	62	132	29	20	35	46	108
Other capital accounts	21	2	7	1	2	2	1	--	1	*	1	--	4
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	111,878	4,986	30,201	5,525	7,757	8,600	7,514	17,043	3,973	2,497	4,671	4,667	14,444
Contingent liability on acceptances purchased for foreign correspondents	579	24	2/151	29	53	30	41	91	20	13	24	31	72

FEDERAL RESERVE AGENTS' ACCOUNTS

F. R. notes outstanding	68,055	3,394	16,663	4,164	5,450	6,014	3,787	11,210	2,733	1,219	2,653	2,632	8,136
Collateral for F. R. notes:													
Gold certificate account	2,555	175	--	400	350	750	--	700	175	--	--	5	--
U. S. Government securities	66,435	3,230	16,850	3,800	5,200	5,340	3,900	10,600	2,620	1,240	2,700	2,655	8,300
<u>Total collateral</u>	68,990	3,405	16,850	4,200	5,550	6,090	3,900	11,300	2,795	1,240	2,700	2,660	8,300

1/ After deducting \$ 192 million participations of other Federal Reserve Banks.

2/ After deducting \$428 million participations of other Federal Reserve Banks.

3/ Includes \$33 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 (Cleveland, Chicago, and Dallas Districts).