



FEDERAL RESERVE

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

For immediate release
August 24, 1961

H.4.1

The average of daily figures of total member bank reserves held during the week ended August 23 increased \$23 million to \$19,220 million, which included an increase of \$15 million in member bank reserve balances at the Federal Reserve Banks. Estimated required reserves increased \$5 million; and estimated excess reserves increased \$18 million to \$622 million. Excess reserves exceeded member bank borrowings at the Federal Reserve Banks by \$585 million, compared with the revised figure of \$542 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were an increase of \$301 million in Federal Reserve float and a decrease of \$70 million in currency in circulation. The principal offsetting changes were decreases of \$84 million in U. S. Government securities bought outright and \$190 million held under repurchase agreement, and \$25 million in member bank borrowings, and an increase of \$69 million in "other" F. R. accounts (net). Total Reserve Bank credit increased \$5 million.

As of Wednesday, August 23, holdings of U. S. Government securities bought outright were \$263 million lower than a week earlier, U. S. Government securities held under repurchase agreement were \$132 million lower, and member bank borrowings were \$69 million lower. Outright holdings of bills, certificates, notes, and bonds decreased \$138 million, \$27 million, \$69 million, and \$29 million, respectively.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Aug. 23, 1961
	Week ended Aug. 23, 1961	Change from week ended		
		Aug. 16, 1961	Aug. 24, 1960	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	27,191	- 84	+ 419	27,016
Held under repurchase agreement	6	-190	- 214	--
Acceptances--				
Bought outright	34	--	--	32
Held under repurchase agreement	--	--	- 13	--
Discounts and advances--				
Member bank borrowings	37	- 25	- 156	47
Other	2	+ 2	+ 2	15
Float	1,410	+301	+ 396	1,066
Total Reserve Bank credit	28,681	+ 5	+ 436	28,176
Gold stock	17,602	+ 1	-1,424	17,602
Treasury currency outstanding	5,548	+ 3	+ 182	5,552
	51,830	+ 8	- 808	51,330
Currency in circulation	32,594	- 70	+ 507	32,511
Treasury cash holdings	4223	--	+ 22	421
Treasury deposits with F. R. Banks	488	- 10	+ 3	575
Foreign deposits with F. R. Banks	243	- 14	+ 48	244
Other deposits with F. R. Banks	292	+ 17	- 88	293
Other F. R. accounts (net)	1,108	+ 69	+ 92	1,107
	35,147	- 8	+ 584	35,151
Member bank reserves:				
With Federal Reserve Banks	16,682	+ 15	-1,393	16,178
Cash allowed as reserves (estimated)	2,538	+ 8	+2,209	2,803
Total reserves held	19,220	+ 23	+ 816	18,981
Required reserves (estimated)	18,598	+ 5	+ 660	18,592
Excess reserves (estimated)	622	+ 18	+ 156	389

On August 23, 1961, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$6,011 million, a decrease of \$159 million for the week and an increase of \$626 million from the comparable date a year ago.

CONSOLIDATED STATEMENT OF CONDITION
OF THE TWELVE FEDERAL RESERVE BANKS
(In millions of dollars)

		Change since		
		Aug. 23, 1961	Aug. 16, 1961	Aug. 24, 1960
<u>A S S E T S</u>				
Gold certificate account		16,291	--	- 1,464
Redemption fund for F. R. notes		1,047	+ 7	+ 70
<u>Total gold certificate reserves</u>		<u>17,338</u>	<u>+ 7</u>	<u>- 1,394</u>
	*			
Cash	(434)	415	+ 19	- 6
Discounts and advances		62	- 54	- 176
Acceptances:				
Bought outright		32	--	--
Held under repurchase agreement		--	--	- 3
U. S. Government securities:				
Bought outright--				
Bills		2,057	- 138	- 639
Certificates		1,683	- 27	-12,324
Notes		19,777	- 69	+12,267
Bonds		3,499	- 29	+ 1,015
<u>Total bought outright</u>		<u>27,016</u>	<u>- 263</u>	<u>+ 319</u>
Held under repurchase agreement		--	- 132	- 66
<u>Total U. S. Government securities</u>		<u>27,016</u>	<u>- 395</u>	<u>+ 253</u>
<u>Total loans and securities</u>		27,110	- 449	+ 74
Cash items in process of collection	(1,010)	4,380	-1,021	+ 590
Bank premises		111	--	+ 5
Other assets		170	+ 12	- 19
<u>TOTAL ASSETS</u>	(1,444)	<u>49,524</u>	<u>-1,432</u>	<u>- 750</u>
<u>L I A B I L I T I E S</u>				
Federal Reserve notes	(434)	27,532	- 116	+ 388
Deposits:				
Member bank reserves		16,178	- 616	- 1,458
U. S. Treasurer--general account		575	+ 51	+ 56
Foreign		244	+ 15	+ 16
Other		293	+ 4	- 90
<u>Total deposits</u>		<u>17,290</u>	<u>- 546</u>	<u>- 1,476</u>
Deferred availability cash items	(1,010)	3,314	- 777	+ 258
Other liabilities and accrued dividends		56	- 7	+ 15
<u>TOTAL LIABILITIES</u>	(1,444)	<u>48,192</u>	<u>-1,446</u>	<u>- 815</u>
<u>C A P I T A L A C C O U N T S</u>				
Capital paid in		430	+ 1	+ 28
Surplus		817	--	+ 42
Other capital accounts		85	+ 13	- 5
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(1,444)	<u>49,524</u>	<u>-1,432</u>	<u>- 750</u>
Ratio of gold certificate reserves to deposit and F. R. note liabilities combined (computed from figures as shown on the following pages--not consolidated)		38.3%	+ .5%	- 2.1%
Contingent liability on acceptances purchased for foreign correspondents		139	- 4	- 59
* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on following pages.				

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, AUGUST 23, 1961

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

	Discounts and advances	Acceptances	U. S. Government securities	
			Holdings	Changes during week
Within 15 days	60	10	346	-218
16 days to 90 days	2	22	922	- 41
91 days to 1 year	*	--	11,400	-136
Over 1 year to 5 years	--	--	11,896	--
Over 5 years to 10 years	--	--	2,234	--
Over 10 years	--	--	218	--
<u>Total</u>	<u>62</u>	<u>32</u>	<u>27,016</u>	<u>-395</u>

* Less than \$500,000.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 23, 1961

	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	16,291	793	3,990	910	1,443	1,067	770	2,896	613	318	750	643	2,098
Redemption fund for F. R. notes	1,047	62	237	64	90	90	64	187	46	26	47	33	101
<u>Total gold certificate reserves</u>	<u>17,338</u>	<u>855</u>	<u>4,227</u>	<u>974</u>	<u>1,533</u>	<u>1,157</u>	<u>834</u>	<u>3,083</u>	<u>659</u>	<u>344</u>	<u>797</u>	<u>676</u>	<u>2,199</u>
F. R. notes of other Banks	434	45	113	39	13	26	61	27	11	21	19	16	43
Other cash	415	27	87	21	38	21	37	63	20	10	11	21	59
Discounts and advances	62	4	21	4	6	2	3	10	1	2	3	4	2
Acceptances:													
bought outright	32	--	32	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	2,057	109	509	119	174	130	113	352	83	48	90	84	246
Certificates	1,683	90	416	97	143	107	93	287	68	39	73	68	202
Notes	19,777	1,053	4,891	1,142	1,677	1,252	1,087	3,379	796	463	862	803	2,372
Bonds	3,499	186	865	202	297	221	192	598	141	82	153	142	420
Total	<u>27,016</u>	<u>1,438</u>	<u>6,681</u>	<u>1,560</u>	<u>2,291</u>	<u>1,710</u>	<u>1,485</u>	<u>4,616</u>	<u>1,088</u>	<u>632</u>	<u>1,178</u>	<u>1,097</u>	<u>3,240</u>
Held under repurchase agreement	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	<u>27,016</u>	<u>1,438</u>	<u>6,681</u>	<u>1,560</u>	<u>2,291</u>	<u>1,710</u>	<u>1,485</u>	<u>4,616</u>	<u>1,088</u>	<u>632</u>	<u>1,178</u>	<u>1,097</u>	<u>3,240</u>
<u>Total loans and securities</u>	<u>27,110</u>	<u>1,442</u>	<u>6,734</u>	<u>1,564</u>	<u>2,297</u>	<u>1,712</u>	<u>1,488</u>	<u>4,626</u>	<u>1,089</u>	<u>634</u>	<u>1,181</u>	<u>1,101</u>	<u>3,242</u>
Cash items in process of collection	5,390	386	1,056	336	412	391	401	821	216	165	283	242	681
Bank premises	111	4	9	4	8	6	13	24	7	5	6	14	11
Other assets	170	9	40	10	17	10	10	28	6	4	8	7	21
TOTAL ASSETS	50,968	2,768	12,266	2,948	4,318	3,323	2,844	8,672	2,008	1,183	2,305	2,077	6,256

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 23, 1961

	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	27,966	1,627	6,395	1,815	2,524	2,204	1,602	5,202	1,197	582	1,163	845	2,810
Deposits:													
Member bank reserves	16,178	670	4,346	721	1,249	679	781	2,459	562	396	815	898	2,602
U.S. Treasurer-general account	575	22	96	42	33	46	31	81	22	29	46	33	94
Foreign	244	12	<u>1/63</u>	15	23	12	13	35	8	6	11	15	31
Other	293	1	250	*	1	2	1	1	*	*	1	*	36
<u>Total deposits</u>	17,290	705	4,755	778	1,306	739	826	2,576	592	431	873	946	2,763
Deferred availability cash items	4,324	368	739	275	359	316	340	695	173	138	210	208	503
Other liabilities and accrued dividends	56	3	13	3	6	3	3	9	2	2	3	2	7
TOTAL LIABILITIES	49,636	2,703	11,902	2,871	4,195	3,262	2,771	8,482	1,964	1,153	2,249	2,001	6,083
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	430	21	117	25	40	20	23	61	14	10	18	25	56
Surplus	817	40	229	48	75	37	44	116	27	19	35	47	100
Other capital accounts	85	4	18	4	8	4	6	13	3	1	3	4	17
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	50,968	2,768	12,266	2,948	4,318	3,323	2,844	8,672	2,008	1,183	2,305	2,077	6,256
Contingent liability on accept- ances purchased for foreign correspondents	139	7	<u>2/39</u>	8	13	6	7	20	5	3	6	8	17
FEDERAL RESERVE AGENTS' ACCOUNTS													
F. R. notes outstanding	29,133	1,691	6,676	1,870	2,662	2,285	1,679	5,326	1,249	665	1,194	891	2,945
Collateral for F. R. notes:													
Gold certificate account	9,075	495	2,000	650	870	735	475	1,700	380	170	325	275	1,000
Eligible paper	8	--	--	4	--	--	--	--	1	--	3	--	--
U. S. Government securities	21,360	1,275	5,100	1,325	1,880	1,585	1,300	3,800	935	510	900	650	2,100
<u>Total collateral</u>	<u>30,443</u>	<u>1,770</u>	<u>7,100</u>	<u>1,979</u>	<u>2,750</u>	<u>2,320</u>	<u>1,775</u>	<u>5,500</u>	<u>1,316</u>	<u>680</u>	<u>1,228</u>	<u>925</u>	<u>3,100</u>

1/ After deducting \$181 million participations of other Federal Reserve Banks.

2/ After deducting \$100 million participations of other Federal Reserve Banks.

* Less than \$500,000.