FEDERAL RESERVE

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

H.4.1

For immediate release
August 30, 1962

The average of daily figures of total member bank reserves held during the week ended August 29 decreased a net of $113 million to $19,895 million. Estimated currency and coin of member banks increased $90 million and their reserve balances at the Federal Reserve Banks decreased $203 million. Estimated required reserves decreased $45 million; and estimated excess reserves decreased $68 million to $495 million. Excess reserves exceeded member bank borrowings at the Federal Reserve Banks by $422 million, compared with the revised figure of $407 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of $397 million in Federal Reserve float, $83 million in member bank borrowings, and $35 million in gold stock. The principal offsetting changes were an increase of $129 million in U. S. Government securities bought outright, and decreases of $133 million in currency in circulation and $51 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit decreased $362 million.

As of Wednesday, August 29, holdings of U. S. Government securities bought outright were $270 million higher than a week earlier, U. S. Government securities held under repurchase agreement were $85 million lower, and member bank borrowings were $426 million lower. Outright holdings of bills, certificates, notes, and bonds increased $93 million, $30 million, $94 million, and $53 million, respectively.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures: Week ended Aug. 29, 1962	Change from week ended Aug. 22, 1962	Change from week ended Aug. 30, 1961	Wednesday, Aug. 29, 1962
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	30,019	+129	+2,743	30,143
Held under repurchase agreement	--	- 12	--	--
Acceptances--bought outright	35	- 3	+ 2	34
Discounts and advances--				
Member bank borrowings	73	- 83	+ 36	107
Other	19	+ 4	+ 19	11
Float	1,287	-397	+ 186	1,005
Total Reserve Bank credit	31,433	-362	+2,986	31,300
Gold stock	16,112	- 35	-1,467	16,098
Treasury currency outstanding	5,601	+ 4	+ 49	5,603
	53,146	-394	+1,568	53,001
Currency in circulation	33,870	-133	+1,396	33,897
Treasury cash holdings	404	+ 7	- 12	414
Treasury deposits with F. R. Banks	502	- 51	+ 4	490
Foreign deposits with F. R. Banks	192	+ 3	- 38	169
Other deposits with F. R. Banks	314	- 11	+ 16	313
Other F. R. accounts (net)	820	- 7	- 289	817
	36,102	-191	+1,077	36,100
Member bank reserves:				
With Federal Reserve Banks	17,044	-203	+ 490	16,901
Currency and coin (estimated)	2,851	+ 90	+ 245	3,151
Total reserves held	19,895	-113	+ 735	20,052
Required reserves (estimated)	19,400	- 45	+ 834	19,431
Excess reserves (estimated)	495	- 68	- 99	621

On August 29, 1962, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were $6,450 million, a decrease of $15 million for the week and an increase of $482 million from the comparable date a year ago.

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

	*	Aug. 29, 1962	Change since Aug. 22, 1962	Change since Aug. 30, 1961
A S S E T S				
Gold certificate account		14,611	- 50	-1,531
Redemption fund for F. R. notes		1,206	- 4	+ 161
Total gold certificate reserves		15,817	- 54	-1,370
Cash	(451)	394	- 1	- 22
Discounts and advances		118	-430	+ 59
Acceptances--bought outright		34	- 2	+ 2
U. S. Government securities:				
Bought outright--				
Bills		2,970	+ 93	+ 702
Certificates		9,518	+ 30	+7,835
Notes		13,733	+ 94	-6,062
Bonds		3,922	+ 53	+ 409
Total bought outright		30,143	+270	+2,884
Held under repurchase agreement		--	- 85	--
Total U. S. Government securities		30,143	+185	+2,884
Total loans and securities		30,295	-247	+2,945
Cash items in process of collection	(1,048)	4,415	-552	+ 368
Bank premises		107	--	- 4
Other assets		589	+ 28	+ 405
TOTAL ASSETS	(1,499)	51,617	-826	+2,322
L I A B I L I T I E S				
Federal Reserve notes	(451)	28,821	- 37	+1,280
Deposits:				
Member bank reserves		16,901	-437	+ 716
U. S. Treasurer--general account		490	-103	- 35
Foreign		169	- 1	- 57
Other		313	- 3	+ 23
Total deposits		17,873	-544	+ 647
Deferred availability cash items	(1,048)	3,410	-262	+ 286
Other liabilities and accrued dividends		68	--	+ 10
TOTAL LIABILITIES	(1,499)	50,172	-843	+2,223
C A P I T A L A C C O U N T S				
Capital paid in		460	--	+ 30
Surplus		888	--	+ 71
Other capital accounts		97	+ 17	- 2
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	(1,499)	51,617	-826	+2,322
Ratio of gold certificate reserves to deposit and F. R. note liabilities combined (computed from figures as shown on the following pages--not consolidated)		33.5%	+.2%	- 4.5%
Contingent liability on acceptances purchased for foreign correspondents		72	- 2	- 64

* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on the following pages.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, AUGUST 29, 1962
(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	U. S. Government securities: Changes during week
Within 15 days	103	11	403	- 34
16 days to 90 days	15	23	4,844	+ 7
91 days to 1 year	--	--	12,517	+ 99
Over 1 year to 5 years	--	--	9,940	+107
Over 5 years to 10 years	--	--	2,225	+ 6
Over 10 years	--	--	214	--
Total	118	34	30,143	+185

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 29, 1962

(In millions of dollars)

	Total	Boston	New York	Phila-delphia	Cleve-land	Rich-mond	Atlanta	Chicago	St. Louis	Minne-apolis	Kansas City	Dallas	San Fran-cisco
ASSETS													
Gold certificate account	14,611	723	3,747	858	1,197	967	775	2,394	564	326	604	517	1,939
Redemption fund for F. R. notes	1,206	69	283	72	103	101	73	216	51	26	48	38	126
Total gold certificate reserves	15,817	792	4,030	930	1,300	1,068	848	2,610	615	352	652	555	2,065
F. R. notes of other Banks	451	47	101	51	16	26	51	26	13	32	19	21	48
Other cash	394	28	72	21	33	24	34	65	20	11	12	15	59
Discounts and advances	118	32	15	2	6	2	4	35	2	1	9	7	3
Acceptances:													
Bought outright	34	--	34	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	2,970	154	738	159	250	193	159	511	118	60	129	120	379
Certificates	9,518	494	2,367	508	800	619	511	1,637	377	193	414	385	1,213
Notes	13,733	714	3,416	733	1,154	892	737	2,362	543	278	598	556	1,750
Bonds	3,922	204	976	210	329	255	211	674	155	79	171	158	500
Total	30,143	1,566	7,497	1,610	2,533	1,959	1,618	5,184	1,193	610	1,312	1,219	3,842
Held under repurchase agreement	--	--	--	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	30,143	1,566	7,497	1,610	2,533	1,959	1,618	5,184	1,193	610	1,312	1,219	3,842
Total loans and securities	30,295	1,598	7,546	1,612	2,539	1,961	1,622	5,219	1,195	611	1,321	1,226	3,845
Cash items in process of collection	5,463	398	1,041	332	472	392	390	878	259	168	280	248	605
Bank premises	107	3	9	3	8	5	14	24	6	4	7	13	11
Other assets	589	31	154	33	52	31	32	89	21	14	25	30	77
TOTAL ASSETS	53,116	2,897	12,953	2,982	4,420	3,507	2,991	8,911	2,129	1,192	2,316	2,108	6,710

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON AUGUST 29, 1962

(In millions of dollars)

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
LIABILITIES													
Federal Reserve notes	29,272	1,733	6,770	1,819	2,580	2,395	1,687	5,350	1,237	569	1,202	872	3,058
Deposits:													
Member bank reserves	16,901	709	4,572	749	1,263	684	875	2,528	601	420	795	915	2,790
U.S. Treasurer-general account	490	30	104	35	26	34	21	58	33	24	31	25	69
Foreign	169	8	1/51	9	15	7	9	23	5	4	7	9	22
Other	313	1	259	1	1	2	1	1	*	1	1	1	44
Total deposits	17,873	748	4,986	794	1,305	727	906	2,610	639	449	834	950	2,925
Deferred availability cash items	4,458	345	790	284	395	312	317	734	200	139	217	201	524
Other liabilities and accrued dividends	68	3	17	3	6	4	3	11	3	2	3	3	10
TOTAL LIABILITIES	51,671	2,829	12,563	2,900	4,286	3,438	2,913	8,705	2,079	1,159	2,256	2,026	6,517
CAPITAL ACCOUNTS													
Capital paid in	460	22	124	26	43	21	25	65	16	11	19	26	62
Surplus	888	42	243	51	83	40	47	124	31	20	37	50	120
Other capital accounts	97	4	23	5	8	8	6	17	3	2	4	6	11
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	53,116	2,897	12,953	2,982	4,420	3,507	2,991	8,911	2,129	1,192	2,316	2,108	6,710
Contingent liability on acceptances purchased for foreign correspondents	72	3	2/20	4	7	3	4	10	2	2	3	4	10
FEDERAL RESERVE AGENTS' ACCOUNTS													
F. R. notes outstanding	30,550	1,794	7,030	1,880	2,737	2,490	1,760	5,493	1,298	664	1,237	938	3,229
Collateral for F. R. notes:													
Gold certificate account	7,775	480	1,600	465	720	700	485	1,400	340	160	310	215	900
Eligible paper	12	--	--	2	--	--	--	--	2	--	8	--	--
U. S. Government securities	23,855	1,390	5,600	1,500	2,100	1,820	1,400	4,300	1,010	530	950	755	2,500
Total collateral	31,642	1,870	7,200	1,967	2,820	2,520	1,885	5,700	1,352	690	1,268	970	3,400

1/ After deducting $118 million participations of other Federal Reserve Banks.
2/ After deducting $ 52 million participations of other Federal Reserve Banks.

* Less than $500,000.