



FEDERAL RESERVE

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

For immediate release
July 8, 1965

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U. S. DOCS.

The average of daily figures of total member bank reserves held during the week ended July 7 increased a net of \$320 million to \$22,212 million. Estimated currency and coin of member banks decreased \$376 million and their reserve balances at the Federal Reserve Banks increased \$696 million. Estimated required reserves increased \$254 million; and estimated excess reserves increased \$66 million to \$397 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$185 million, compared with the revised net borrowed figure of \$155 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of \$408 million in U. S. Government securities held under repurchase agreements, \$310 million in U. S. Government securities bought outright, and \$96 million in member bank borrowings, and decreases of \$301 million in "other" F. R. accounts (net) and \$234 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were a decrease of \$293 million in gold stock and an increase of \$386 million in currency in circulation. Total Reserve Bank credit increased \$853 million.

As of Wednesday, July 7, holdings of U. S. Government securities bought outright were \$168 million higher than a week earlier, U. S. Government securities held under repurchase agreements were \$250 million higher, and member bank borrowings were \$189 million lower.

	Averages of daily figures			Wednesday, July 7, 1965
	Week ended July 7, 1965	Change from week ended		
		June 30, 1965	July 8, 1964	
Member bank reserves, Reserve Bank credit, and related items				
		(In millions of dollars)		
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	39,050	+310	+3,835	39,050
Held under repurchase agreements	538	+408	+ 418	468
Acceptances--				
Bought outright	41	--	- 6	41
Held under repurchase agreements	14	+ 1	- 47	12
Discounts and advances--				
Member bank borrowings	582	+ 96	+ 319	457
Other	12	- 2	+ 12	8
Float	1,718	+ 40	- 164	1,796
Total Reserve Bank credit	41,955	+853	+4,367	41,832
Gold stock	13,934	-293	-1,529	13,934
Treasury currency outstanding	5,418	+ 5	- 156	5,418
	61,307	+565	+2,682	61,184
Currency in circulation	39,895	+386	+1,979	40,228
Treasury cash holdings	775	- 6	+ 359	771
Treasury deposits with F. R. Banks	569	-234	- 273	973
Foreign deposits with F. R. Banks	162	--	+ 28	153
Other deposits with F. R. Banks	208	+ 24	- 14	202
Other F. R. accounts (net)	781	-301	- 475	850
	42,390	-131	+1,605	43,177
Member bank reserves:				
With Federal Reserve Banks	18,917	+696	+1,077	18,008
Currency and coin (estimated)	3,295	-376	+ 330	3,688
Total reserves held	22,212	+320	+1,407	21,696
Required reserves (estimated)	21,815	+254	+1,301	21,845
Excess reserves (estimated)	397	+ 66	+ 106	- 149

On July 7, 1965, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,377 million, a decrease of \$22 million for the week and a decrease of \$666 million from the comparable date a year ago.

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

	July 7, 1965	Change since	
		June 30, 1965	July 8, 1964
<u>A S S E T S</u>			
Gold certificate account	12,048	- 5	-1,681
Redemption fund for F. R. notes	1,618	+ 1	+ 162
<u>Total gold certificate reserves</u>	13,666	- 4	-1,519
Cash	(448) 103	- 15	- 21
Discounts and advances	465	-192	+ 49
Acceptances:			
Bought outright	41	--	- 7
Held under repurchase agreements	12	--	- 44
U. S. Government securities:			
Bought outright--			
Bills	7,929	+168	+2,335
Certificates	--	--	--
Notes	25,737	--	+ 825
Bonds	5,384	--	+ 673
<u>Total bought outright</u>	39,050	+168	+3,833
Held under repurchase agreements	468	+250	+ 225
<u>Total U. S. Government securities</u>	39,518	+418	+4,058
<u>Total loans and securities</u>	40,036	+226	+4,056
Cash items in process of collection	(1,384) 6,037	- 4	+ 528
Bank premises	102	--	- 1
Other assets	709	- 58	+ 312
<u>TOTAL ASSETS</u>	(1,832) <u>60,653</u>	<u>+145</u>	<u>+3,355</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(448) 35,415	+508	+2,599
Deposits:			
Member bank reserves	18,008	-221	+ 419
U. S. Treasurer--general account	973	+301	+ 188
Foreign	153	- 26	+ 28
Other	202	+ 4	- 11
<u>Total deposits</u>	19,336	+ 58	+ 624
Deferred availability cash items	(1,384) 4,241	-451	+ 235
Other liabilities and accrued dividends	448	+ 5	+ 342
<u>TOTAL LIABILITIES</u>	(1,832) <u>59,440</u>	<u>+120</u>	<u>+3,800</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	541	--	+ 25
Surplus	524	--	- 466
Other capital accounts	148	+ 25	- 4
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(1,832) <u>60,653</u>	<u>+145</u>	<u>+3,355</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	38.1%	-.5%	- 7.7%
Contingent liability on acceptances purchased for foreign correspondents	156	- 1	+ 12

* 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, JULY 7, 1965

(Acceptances and securities held under repurchase agreements 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	460	23	1,512	+329
16 days to 90 days	5	30	7,924	+175
91 days to 1 year	--	--	18,084	- 86
Over 1 year to 5 years	--	--	10,138	--
Over 5 years to 10 years	--	--	1,489	--
Over 10 years	--	--	371	--
<u>Total</u>	<u>465</u>	<u>53</u>	<u>39,518</u>	<u>+418</u>

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 7, 1965

	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	12,048	757	2,218	800	1,147	1,133	724	2,111	495	175	455	297	1,736
Redemption fund for F. R. notes	1,618	92	391	88	138	124	94	297	61	31	64	53	185
<u>Total gold certificate reserves</u>	13,666	849	2,609	888	1,285	1,257	818	2,408	556	206	519	350	1,921
F. R. notes of other Banks	448	33	121	19	31	43	44	44	15	18	15	23	42
Other cash	103	7	16	3	8	7	10	23	6	4	6	4	9
Discounts and advances	465	47	190	33	4	28	19	84	2	14	25	8	11
Acceptances:													
Bought outright	41	--	41	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	12	--	12	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	7,929	417	1,968	415	646	525	423	1,325	301	169	311	332	1,097
Certificates	--	--	--	--	--	--	--	--	--	--	--	--	--
Notes	25,737	1,356	6,390	1,345	2,096	1,704	1,374	4,302	977	548	1,007	1,076	3,562
Bonds	5,384	284	1,337	281	438	356	288	900	204	115	211	225	745
Total	39,050	2,057	9,695	2,041	3,180	2,585	2,085	6,527	1,482	832	1,529	1,633	5,404
Held under repurchase agreements	468	--	468	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	39,518	2,057	10,163	2,041	3,180	2,585	2,085	6,527	1,482	832	1,529	1,633	5,404
<u>Total loans and securities</u>	40,036	2,104	10,406	2,074	3,184	2,613	2,104	6,611	1,484	846	1,554	1,641	5,415
Cash items in process of collection	7,421	456	1,479	453	468	605	653	1,250	341	226	475	289	726
Bank premises	102	3	8	3	6	5	20	21	6	3	6	11	10
Other assets	709	35	181	37	59	41	40	107	27	15	32	35	100
<u>TOTAL ASSETS</u>	62,485	3,487	14,820	3,477	5,041	4,571	3,689	10,464	2,435	1,318	2,607	2,353	8,223

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 7, 1965

	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)													
LIABILITIES													
Federal Reserve notes	35,863	2,149	8,166	2,114	3,041	3,128	2,056	6,512	1,394	672	1,385	1,123	4,123
Deposits:													
Member bank reserves	18,008	740	4,821	805	1,335	875	1,026	2,581	649	391	755	857	3,173
U.S. Treasurer-general account	973	52	256	81	104	36	23	137	55	40	49	64	76
Foreign	153	7	1/43	8	14	7	9	21	5	3	7	9	20
Other	202	*	120	1	1	6	1	2	1	1	2	2	65
<u>Total deposits</u>	19,336	799	5,240	895	1,454	924	1,059	2,741	710	435	813	932	3,334
Deferred availability cash items	5,625	459	969	379	402	433	479	968	274	173	337	207	545
Other liabilities and accrued dividends	448	22	125	24	38	23	25	66	15	10	19	23	58
TOTAL LIABILITIES	61,272	3,429	14,500	3,412	4,935	4,508	3,619	10,287	2,393	1,290	2,554	2,285	8,060
CAPITAL ACCOUNTS													
Capital paid in	541	26	142	29	48	27	32	78	18	13	24	32	72
Surplus	524	25	137	29	47	26	31	75	18	12	23	31	70
Other capital accounts	148	7	41	7	11	10	7	24	6	3	6	5	21
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	62,485	3,487	14,820	3,477	5,041	4,571	3,689	10,464	2,435	1,318	2,607	2,353	8,223
Contingent liability on accept- ances purchased for foreign correspondents	156	7	2/41	9	14	8	9	22	5	4	7	9	21
FEDERAL RESERVE AGENT'S ACCOUNTS													
F. R. notes outstanding	37,519	2,215	8,489	2,184	3,230	3,237	2,180	6,867	1,464	704	1,430	1,209	4,310
Collateral for F. R. notes:													
Gold certificate account	6,295	420	1,000	465	500	853	400	1,100	295	122	225	180	735
Eligible paper	34	--	--	32	--	--	--	--	2	--	--	--	--
U. S. Government securities	32,145	1,805	7,700	1,800	2,775	2,410	1,850	5,900	1,260	595	1,250	1,100	3,700
<u>Total collateral</u>	38,474	2,225	8,700	2,297	3,275	3,263	2,250	7,000	1,557	717	1,475	1,280	4,435

1/ After deducting \$110 million participations of other Federal Reserve Banks.

2/ After deducting \$115 million participations of other Federal Reserve Banks.

* Less than \$500,000.