

FEDERAL RESERVE statistical release



H.4.1

Factors Affecting Reserve Balances of Depository Institutions and Condition Statement of Federal Reserve Banks

October 2, 2008

1. Factors Affecting Reserve Balances of Depository Institutions

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Oct 1, 2008
	Week ended Oct 1, 2008	Change from week ended		
		Sep 24, 2008	Oct 3, 2007	
Reserve Bank credit	1,388,565	+ 253,621	+ 527,049	1,481,099
Securities held outright	488,541	+ 8,269	- 291,089	491,121
U.S. Treasury ¹	476,612	+ 55	- 303,018	476,621
Bills ²	18,423	0	- 248,596	18,423
Notes and bonds, nominal ²	411,731	0	- 60,411	411,731
Notes and bonds, inflation-indexed ²	39,832	0	+ 4,079	39,832
Inflation compensation ³	6,627	+ 55	+ 1,911	6,635
Federal agency ²	11,929	+ 8,215	+ 11,929	14,500
Repurchase agreements ⁴	83,000	- 28,714	+ 41,107	83,000
Term auction credit	149,143	- 857	+ 149,143	149,000
Other loans	367,796	+ 180,043	+ 367,594	409,522
Primary credit	44,463	+ 5,106	+ 44,436	49,524
Secondary credit	286	+ 267	+ 286	0
Seasonal credit	74	- 21	- 101	42
Primary dealer and other broker-dealer credit ⁵	147,692	+ 59,545	+ 147,692	146,565
Asset-backed commercial paper money market mutual fund liquidity facility	122,104	+ 100,344	+ 122,104	152,108
Other credit extensions	53,176	+ 14,801	+ 53,176	61,283
Net portfolio holdings of Maiden Lane LLC ⁶	29,413	+ 40	+ 29,413	29,447
Float	-1,215	- 157	- 175	-1,490
Other Federal Reserve assets	271,888	+ 94,997	+ 231,056	320,499
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	2,200	0	0	2,200
Treasury currency outstanding ⁷	38,788	+ 14	+ 149	38,788
Total factors supplying reserve funds	1,440,594	+ 253,635	+ 527,198	1,533,128
Currency in circulation ⁷	836,409	+ 2,509	+ 24,632	841,003
Reverse repurchase agreements ⁸	87,909	+ 28,119	+ 52,667	93,063
Foreign official and international accounts	70,767	+ 14,548	+ 35,525	73,063
Dealers	17,143	+ 13,572	+ 17,143	20,000
Treasury cash holdings	269	+ 7	- 68	260
Deposits with F.R. Banks, other than reserve balances	304,654	+ 162,611	+ 292,374	388,850
U.S. Treasury, general account	8,629	+ 3,541	+ 3,199	5,278
U.S. Treasury, supplementary financing account	266,081	+ 149,035	+ 266,081	344,473
Foreign official	133	+ 14	+ 30	137
Service-related	7,718	+ 355	+ 1,250	7,717
Required clearing balances	7,718	+ 355	+ 1,250	7,717
Adjustments to compensate for float	0	0	0	0
Other	22,093	+ 9,666	+ 21,815	31,245
Other liabilities and capital ⁹	44,358	- 2,098	+ 3,007	38,458
Total factors, other than reserve balances, absorbing reserve funds	1,273,599	+ 191,148	+ 372,612	1,361,633
Reserve balances with Federal Reserve Banks	166,996	+ 62,487	+ 154,587	171,495

Note: Components may not sum to totals because of rounding.

1. Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.
2. Face value of the securities.
3. Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
4. Cash value of agreements.
5. Includes credit extended through the Primary Dealer Credit Facility and credit extended to certain other broker-dealers.
6. Fair value. Refer to table 2 and the note on consolidation accompanying table 5.
7. Estimated.
8. Cash value of agreements, which are collateralized by U.S. Treasury securities.
9. Includes the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of Maiden Lane LLC. Refer to table 2 and the note on consolidation accompanying table 5.

Sources: Federal Reserve Banks and the U.S. Department of the Treasury.

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1A. Memorandum Items, October 1, 2008

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Oct 1, 2008
	Week ended Oct 1, 2008	Change from week ended		
		Sep 24, 2008	Oct 3, 2007	
Marketable securities held in custody for foreign official and international accounts ¹	2,465,651	+ 43,756	+ 467,242	2,482,377
U.S. Treasury	1,495,189	+ 37,096	+ 281,057	1,513,135
Federal agency	970,462	+ 6,660	+ 186,185	969,241
Securities lent to dealers	255,801	+ 50,853	+ 252,072	259,672
Overnight facility ²	22,236	+ 2,924	+ 18,507	24,128
Term facility ³	233,565	+ 47,929	+ 233,565	235,544

Note: Components may not sum to totals because of rounding.

1. Face value of the securities. Includes U.S. Treasury STRIPS and other zero-coupon bonds at face value.

2. Fully collateralized by U.S. Treasury securities.

3. Fully collateralized by U.S. Treasury securities, federal agency securities, and other highly rated debt securities.

2. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Oct 1, 2008
Net portfolio holdings of Maiden Lane LLC ¹	29,447
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	28,820
Accrued interest payable to the Federal Reserve Bank of New York ²	174
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,171

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 2008.

2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 5.

3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 4 and table 5.

Note: On June 26, 2008, the Federal Reserve Bank of New York (FRBNY) extended credit to Maiden Lane LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to acquire certain assets of Bear Stearns and to manage those assets through time to maximize repayment of the credit extended and to minimize disruption to financial markets. Payments by Maiden Lane LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of the LLC, principal due to the FRBNY, interest due to the FRBNY, principal due to JPMorgan Chase & Co., and interest due to JPMorgan Chase & Co. Any remaining funds will be paid to the FRBNY.

3. Maturity Distribution of Term Auction Credit, Other Loans, and Securities, October 1, 2008

Millions of dollars

Remaining maturity	Term auction credit	Other loans ¹	U.S. Treasury securities ²		Federal agency securities		Repurchase agreements ³	Reverse repurchase agreements ³
			Holdings	Weekly changes	Holdings	Weekly changes		
Within 15 days	24,000	213,684	13,459	- 5,867	395	0	43,000	93,063
16 days to 90 days	125,000	113,221	24,209	+ 493	9,178	+ 3,546	40,000	0
91 days to 1 year	...	21,335	70,092	+ 1,987	4,927	+ 954	...	...
Over 1 year to 5 years	...	61,283	174,098	+ 3,404	0	0	...	...
Over 5 years to 10 years	...	...	93,362	+ 9	0	0	...	...
Over 10 years	...	...	101,401	+ 17	0	0	...	...
All	149,000	409,522	476,621	+ 43	14,500	+ 4,500	83,000	93,063

Note: Components may not sum to totals because of rounding.

... Not applicable.

1. Excludes the loan from the Federal Reserve Bank of New York to Maiden Lane LLC that was eliminated when preparing that Bank's statement of condition consistent with consolidation under generally accepted accounting principles. The loan to Maiden Lane LLC is designed to be repaid from the orderly liquidation of Maiden Lane LLC's portfolio holdings and does not have a fixed amortization schedule.

2. Includes the original face value of inflation-indexed securities and compensation that adjusts for the effect of inflation on the original face value of such securities.

3. Cash value of agreements.

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4. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Change since		
		Wednesday Oct 1, 2008	Wednesday Sep 24, 2008	Wednesday Oct 3, 2007
Assets				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		2,200	0	0
Coin		1,509	+ 15	+ 389
Securities, repurchase agreements, term auction credit, and other loans		1,132,643	+ 147,723	+ 317,590
Securities held outright		491,121	+ 4,543	- 288,503
U.S. Treasury ¹		476,621	+ 43	- 303,003
Bills ²		18,423	0	- 248,596
Notes and bonds, nominal ²		411,731	0	- 60,411
Notes and bonds, inflation-indexed ²		39,832	0	+ 4,079
Inflation compensation ³		6,635	+ 42	+ 1,924
Federal agency ²		14,500	+ 4,500	+ 14,500
Repurchase agreements ⁴		83,000	- 3,000	+ 47,750
Term auction credit		149,000	- 1,000	+ 149,000
Other loans		409,522	+ 147,181	+ 409,343
Net portfolio holdings of Maiden Lane LLC ⁵		29,447	+ 40	+ 29,447
Items in process of collection	(510)	1,279	+ 311	- 1,399
Bank premises		2,167	- 2	+ 64
Other assets ⁶		318,410	+ 136,692	+ 279,834
Total assets	(510)	1,498,693	+ 284,781	+ 625,927
Liabilities				
Federal Reserve notes, net of F.R. Bank holdings		803,979	+ 4,557	+ 26,574
Reverse repurchase agreements ⁷		93,063	+ 2,390	+ 58,521
Deposits	(0)	560,424	+ 285,348	+ 543,631
Depository institutions		179,291	+ 83,990	+ 168,547
U.S. Treasury, general account		5,278	+ 103	- 367
U.S. Treasury, supplementary financing account		344,473	+ 184,667	+ 344,473
Foreign official		137	- 13	+ 39
Other	(0)	31,245	+ 16,601	+ 30,939
Deferred availability cash items	(510)	2,769	+ 389	- 568
Other liabilities and accrued dividends ^{8,9}		-2,812	- 7,414	- 8,816
Total liabilities	(510)	1,457,423	+ 285,270	+ 619,343
Capital accounts				
Capital paid in		20,312	+ 76	+ 3,022
Surplus		18,520	+ 4	+ 3,082
Other capital accounts		2,438	- 570	+ 480
Total capital		41,270	- 489	+ 6,584

Note: Components may not sum to totals because of rounding.

1. Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.
2. Face value of the securities.
3. Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
4. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
5. Fair value. Refer to table 2 and the note on consolidation accompanying table 5.
6. Includes assets denominated in foreign currencies, which are revalued daily at market exchange rates.
7. Cash value of agreements, which are collateralized by U.S. Treasury securities.
8. Includes exchange-translation account reflecting the daily revaluation at market exchange rates of foreign exchange commitments.
9. Includes the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of Maiden Lane LLC. Refer to the note on consolidation accompanying table 5.

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5. Statement of Condition of Each Federal Reserve Bank, October 1, 2008

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
Assets													
Gold certificate account	11,037	424	3,935	453	423	891	1,221	913	344	199	349	636	1,249
Special drawing rights certificate acct.	2,200	115	874	83	104	147	166	212	71	30	66	98	234
Coin	1,509	42	74	115	130	192	199	176	58	51	104	166	204
Securities, repurchase agreements, term auction credit, and other loans	1,132,643	183,725	553,838	28,111	30,127	67,153	60,659	54,275	22,113	11,077	23,740	25,520	72,305
Securities held outright	491,121	20,599	174,738	21,443	18,623	44,534	48,866	43,346	16,971	9,272	18,033	20,372	54,323
U.S. Treasury ¹	476,621	19,991	169,579	20,810	18,073	43,219	47,423	42,066	16,470	8,998	17,500	19,771	52,720
Bills ²	18,423	773	6,555	804	699	1,671	1,833	1,626	637	348	676	764	2,038
Notes and bonds ³	458,198	19,219	163,024	20,006	17,375	41,549	45,590	40,440	15,834	8,650	16,824	19,007	50,682
Federal agency ²	14,500	608	5,159	633	550	1,315	1,443	1,280	501	274	532	601	1,604
Repurchase agreements ⁴	83,000	3,481	29,531	3,624	3,147	7,526	8,258	7,326	2,868	1,567	3,048	3,443	9,181
Term auction credit	149,000	7,500	100,445	0	8,250	14,709	3,320	2,156	2,050	30	2,575	1,000	6,965
Other loans	409,522	152,144	249,124	3,044	107	384	215	1,446	223	208	84	705	1,836
Net portfolio holdings of Maiden Lane LLC ⁵	29,447	0	29,447	0	0	0	0	0	0	0	0	0	0
Items in process of collection	1,789	77	0	407	256	72	148	168	22	121	119	156	244
Bank premises	2,167	122	210	64	150	214	226	207	128	111	275	251	209
Other assets ⁶	318,410	17,871	82,070	30,394	21,759	83,434	24,715	14,606	3,442	6,095	3,706	6,661	23,657
Interdistrict settlement account	0	-120,130	+147,865	- 14,287	- 9,278	- 52,364	+ 18,715	+ 12,488	+ 5,032	+ 62	+ 6,020	+ 5,873	+ 4
Total assets	1,499,203	82,246	818,312	45,341	43,671	99,740	106,049	83,044	31,208	17,746	34,378	39,362	98,107

Note: Components may not sum to totals because of rounding.

1. Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.
2. Face value of the securities.
3. Includes the original face value of inflation-indexed securities and compensation that adjusts for the effect of inflation on the original face value of such securities.
4. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
5. Fair value. Refer to the note on consolidation below.
6. Includes assets denominated in foreign currencies, which are revalued daily at market exchange rates.

Note on consolidation:

On June 26, 2008, the Federal Reserve Bank of New York extended a loan under the authority of section 13(3) of the Federal Reserve Act to Maiden Lane LLC, a limited liability company formed to acquire certain assets of Bear Stearns. The Federal Reserve Bank of New York is the primary beneficiary of Maiden Lane LLC. Consistent with generally accepted accounting principles, the assets and liabilities of Maiden Lane LLC have been consolidated with the assets and liabilities of the Federal Reserve Bank of New York in the preparation of the statements of condition shown on this release. As a consequence of the consolidation, the extension of credit from the Federal Reserve Bank of New York to Maiden Lane LLC is eliminated, the net assets of Maiden Lane LLC appear as an asset in this table (and table 1 and table 4), and the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including those with recourse only to the portfolio holdings of Maiden Lane LLC, are included in other liabilities on the next page (and in table 1 and table 4).

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5. Statement of Condition of Each Federal Reserve Bank, October 1, 2008 (continued)

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
Liabilities													
Federal Reserve notes outstanding	989,423	37,314	353,172	41,295	39,993	81,051	120,381	80,696	29,944	17,484	30,776	54,809	102,510
Less: Notes held by F.R. Banks	185,443	5,625	51,210	6,836	8,243	12,462	29,583	13,794	3,563	2,931	3,482	23,028	24,686
Federal Reserve notes, net	803,979	31,688	301,962	34,459	31,749	68,589	90,798	66,902	26,381	14,552	27,294	31,781	77,824
Reverse repurchase agreements ¹	93,063	3,903	33,111	4,063	3,529	8,439	9,260	8,214	3,216	1,757	3,417	3,860	10,294
Deposits	560,424	44,527	477,890	1,523	4,797	11,603	2,120	4,742	1,029	366	2,866	2,635	6,325
Depository institutions	179,291	44,520	96,987	1,519	4,794	11,406	2,117	4,741	1,022	365	2,865	2,634	6,322
U.S. Treasury, general account	5,278	0	5,278	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	344,473	0	344,473	0	0	0	0	0	0	0	0	0	0
Foreign official	137	2	107	4	3	11	3	2	0	1	0	1	3
Other	31,245	5	31,045	0	0	186	0	0	6	0	1	0	1
Deferred availability cash items	3,279	96	1	566	436	300	266	250	53	296	244	269	504
Other liabilities and accrued dividends ^{2,3}	-2,812	151	-5,338	189	186	466	369	301	155	101	125	167	317
Total liabilities	1,457,933	80,366	807,626	40,800	40,697	89,397	102,813	80,408	30,833	17,072	33,946	38,712	95,263
Capital													
Capital paid in	20,312	784	5,162	2,328	1,521	5,214	1,605	1,305	182	320	211	268	1,413
Surplus	18,520	1,050	4,683	1,814	1,291	4,999	1,426	815	180	354	193	364	1,351
Other capital	2,438	46	842	398	161	130	206	515	13	0	28	19	80
Total liabilities and capital	1,499,203	82,246	818,312	45,341	43,671	99,740	106,049	83,044	31,208	17,746	34,378	39,362	98,107

Note: Components may not sum to totals because of rounding.

1. Cash value of agreements, which are collateralized by U.S. Treasury securities.
2. Includes exchange-translation account reflecting the daily revaluation at market exchange rates of foreign exchange commitments.
3. Includes the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of Maiden Lane LLC. Refer to the note on consolidation on the previous page.

H.4.1**6. Collateral Held against Federal Reserve Notes: Federal Reserve Agents' Accounts**

Millions of dollars

Federal Reserve notes and collateral	Wednesday Oct 1, 2008
Federal Reserve notes outstanding	989,423
Less: Notes held by F.R. Banks not subject to collateralization	185,443
Federal Reserve notes to be collateralized	803,979
Collateral held against Federal Reserve notes	803,979
Gold certificate account	11,037
Special drawing rights certificate account	2,200
U.S. Treasury and agency securities pledged ¹	488,172
Other assets pledged	302,571
Memo:	
Total U.S. Treasury and agency securities ¹	574,121
Less: Face value of securities under reverse repurchase agreements	85,949
U.S. Treasury and agency securities eligible to be pledged	488,172

Note: Components may not sum to totals because of rounding.

1. Includes face value of U.S. Treasury and agency securities held outright, compensation to adjust for the effect of inflation on the original face value of inflation-indexed securities, and cash value of repurchase agreements.