

FEDERAL RESERVE statistical release



H.4.1

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

September 2, 2010

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 Sep 1, 2010
	Week ended Sep 1, 2010	Change from week ended		
		Aug 25, 2010	Sep 2, 2009	
Reserve Bank credit	2,286,683	- 7,462	+ 223,351	2,284,674
Securities held outright ¹	2,045,484	- 5,676	+ 554,856	2,045,953
U.S. Treasury securities	785,813	+ 2,984	+ 37,782	786,283
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	720,694	+ 2,837	+ 41,419	720,773
Notes and bonds, inflation-indexed ²	41,281	+ 152	- 3,307	41,660
Inflation compensation ³	5,416	- 5	- 330	5,427
Federal agency debt securities ²	156,502	- 405	+ 38,276	156,502
Mortgage-backed securities ⁴	1,103,169	- 8,255	+ 478,798	1,103,168
Repurchase agreements ⁵	0	0	0	0
Term auction credit	0	0	- 212,110	0
Other loans	56,348	- 1,531	- 52,868	54,034
Primary credit	13	- 15	- 32,646	9
Secondary credit	0	- 1	- 590	0
Seasonal credit	86	- 7	- 27	85
Asset-Backed Commercial Paper Money Market				
Mutual Fund Liquidity Facility	0	0	- 79	0
Credit extended to American International Group, Inc., net ⁶	19,909	- 181	- 18,898	20,057
Term Asset-Backed Securities Loan Facility ⁷	36,340	- 1,327	- 629	33,883
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁸	0	0	- 48,155	0
Net portfolio holdings of Maiden Lane LLC ⁹	29,004	+ 22	+ 2,969	29,047
Net portfolio holdings of Maiden Lane II LLC ¹⁰	16,029	+ 53	+ 1,085	16,029
Net portfolio holdings of Maiden Lane III LLC ¹¹	23,329	+ 4	+ 2,432	23,337
Net portfolio holdings of TALF LLC ¹²	575	+ 5	+ 575	575
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹³	25,733	0	+ 25,733	25,733
Float	-1,729	- 57	+ 304	-2,075
Central bank liquidity swaps ¹⁴	44	+ 5	- 63,243	44
Other Federal Reserve assets ¹⁵	91,867	- 286	+ 11,775	91,997
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	+ 3,000	5,200
Treasury currency outstanding ¹⁶	43,331	+ 14	+ 844	43,331
Total factors supplying reserve funds	2,346,255	- 7,448	+ 227,195	2,344,246

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

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1. Factors Affecting Reserve Balances of Depository Institutions (continued)

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Sep 1, 2010
	Week ended Sep 1, 2010	Change from week ended		
		Aug 25, 2010	Sep 2, 2009	
Currency in circulation ¹⁶	947,508	+ 1,232	+ 37,060	950,893
Reverse repurchase agreements ¹⁷	61,999	+ 1,566	- 7,426	58,276
Foreign official and international accounts	61,999	+ 1,566	- 7,426	58,276
Dealers	0	0	0	0
Treasury cash holdings	240	+ 19	- 15	247
Deposits with F.R. Banks, other than reserve balances	230,019	+ 4,482	- 12,396	252,809
Term deposits held by depository institutions	2,119	0	+ 2,119	2,119
U.S. Treasury, general account	23,113	+ 4,290	- 12,468	45,737
U.S. Treasury, supplementary financing account	199,956	+ 2	+ 24	199,956
Foreign official	1,985	+ 294	- 518	2,069
Service-related	2,433	- 25	- 1,644	2,433
Required clearing balances	2,433	- 25	- 1,644	2,433
Adjustments to compensate for float	0	0	0	0
Other	414	- 77	+ 92	495
Other liabilities and capital ¹⁸	71,946	- 97	+ 12,598	71,485
Total factors, other than reserve balances, absorbing reserve funds	1,311,714	+ 7,204	+ 29,822	1,333,711
Reserve balances with Federal Reserve Banks	1,034,542	- 14,651	+ 197,374	1,010,535

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. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements.
6. Includes outstanding principal and capitalized interest net of unamortized deferred commitment fees and allowance for loan restructuring. Excludes credit extended to consolidated LLCs.
7. Includes credit extended by the Federal Reserve Bank of New York to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
8. Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
9. Refer to table 4 and the note on consolidation accompanying table 10.
10. Refer to table 5 and the note on consolidation accompanying table 10.
11. Refer to table 6 and the note on consolidation accompanying table 10.
12. Refer to table 7 and the note on consolidation accompanying table 10.
13. Refer to table 8.
14. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
15. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
16. Estimated.
17. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
18. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation accompanying table 10.

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

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1A. Memorandum Items

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Sep 1, 2010
	Week ended Sep 1, 2010	Change from week ended		
		Aug 25, 2010	Sep 2, 2009	
Marketable securities held in custody for foreign official and international accounts ¹	3,210,850	+ 13,650	+ 382,328	3,225,132
U.S. Treasury securities	2,393,824	+ 18,032	+ 344,719	2,407,645
Federal agency securities ²	817,026	- 4,382	+ 37,609	817,487
Securities lent to dealers	6,778	+ 1,371	- 5,088	8,443
Overnight facility ³	6,778	+ 1,371	- 5,088	8,443
U.S. Treasury securities	5,446	+ 1,435	- 6,229	7,130
Federal agency debt securities	1,332	- 65	+ 1,140	1,313
Term facility ⁴	0	0	0	0

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

1. Face value of the securities. Includes U.S. Treasury STRIPS, other zero-coupon bonds, and mortgage-backed securities at face value.
2. Includes debt and mortgage-backed securities.
3. Fully collateralized by U.S. Treasury securities.
4. U.S. Treasury securities only. Fully collateralized by U.S. Treasury securities, federal agency securities, and other highly rated debt securities.

2. Maturity Distribution of Securities, Loans, and Selected Other Assets and Liabilities, September 1, 2010

Millions of dollars

Remaining maturity	Within 15 days	16 days to 90 days	91 days to 1 year	Over 1 year to 5 years	Over 5 years to 10 years	Over 10 years	All
Other loans ¹	33	61	0	53,940	0	...	54,034
U.S. Treasury securities ²							
Holdings	13,318	17,798	52,786	341,198	220,725	140,458	786,283
Weekly changes	- 5,355	+ 6,588	- 507	- 1,610	+ 1,036	+ 1,633	+ 1,785
Federal agency debt securities ³							
Holdings	1,983	6,341	38,402	74,683	32,746	2,347	156,502
Weekly changes	+ 1,983	- 1,983	0	0	0	0	0
Mortgage-backed securities ⁴							
Holdings	0	0	0	29	20	1,103,119	1,103,168
Weekly changes	0	0	0	0	0	+ 1	+ 1
Asset-backed securities held by TALF LLC ⁵	0	0	0	0	0	0	0
Repurchase agreements ⁶	0	0	...	...	...	...	0
Central bank liquidity swaps ⁷	43	1	0	0	0	0	44
Reverse repurchase agreements ⁶	58,276	0	...	...	...	...	58,276
Term deposits	0	2,119	0	...	...	...	2,119

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

... Not applicable.

1. Excludes the loans from the Federal Reserve Bank of New York (FRBNY) to Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC. The loans were eliminated when preparing the FRBNY's statement of condition consistent with consolidation under generally accepted accounting principles.
2. Face value. For inflation-indexed securities, includes the original face value and compensation that adjusts for the effect of inflation on the original face value of such securities.
3. Face value.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Face value of asset-backed securities held by TALF LLC, which is the remaining principal balance of the underlying assets.
6. Cash value of agreements.
7. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.

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3. Supplemental Information on Mortgage-Backed Securities Purchase Program

Millions of dollars

Account name	Wednesday Sep 1, 2010
Mortgage-backed securities held outright ¹	1,103,168
Commitments to buy mortgage-backed securities ²	0
Commitments to sell mortgage-backed securities ²	0
Cash and cash equivalents ³	43

1. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
2. Current face value. Generally settle within 180 days and include commitments associated with outright transactions, dollar rolls, and coupon swaps.
3. This amount is included in other Federal Reserve assets in table 1 and in other assets in table 9 and table 10.

4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Sep 1, 2010
Net portfolio holdings of Maiden Lane LLC ¹	29,047
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	28,281
Accrued interest payable to the Federal Reserve Bank of New York ²	550
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,292

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, 2010. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
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 10.
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 9 and table 10.

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.

5. Information on Principal Accounts of Maiden Lane II LLC

Millions of dollars

Account name	Wednesday Sep 1, 2010
Net portfolio holdings of Maiden Lane II LLC ¹	16,029
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	13,873
Accrued interest payable to the Federal Reserve Bank of New York ²	394
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,060

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, 2010. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
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 10.
3. Book value. The deferred payment represents the portion of the proceeds of the net portfolio holdings due to subsidiaries of American International Group, Inc. in accordance with the asset purchase agreement. The fair value of this payment and accrued interest payable are included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 9 and table 10.

Note: On December 12, 2008, the Federal Reserve Bank of New York (FRBNY) began extending credit to Maiden Lane II LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to purchase residential mortgage-backed securities from the U.S. securities lending reinvestment portfolio of subsidiaries of American International Group, Inc. (AIG subsidiaries). Payments by Maiden Lane II LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of Maiden Lane II LLC, principal due to the FRBNY, interest due to the FRBNY, and deferred payment and interest due to AIG subsidiaries. Any remaining funds will be shared by the FRBNY and AIG subsidiaries.

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6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday Sep 1, 2010
Net portfolio holdings of Maiden Lane III LLC ¹	23,337
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	15,107
Accrued interest payable to the Federal Reserve Bank of New York ²	484
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,308</u>

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, 2010. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
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 10.
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 9 and table 10.

Note: On November 25, 2008, the Federal Reserve Bank of New York (FRBNY) began extending credit to Maiden Lane III LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to purchase multi-sector collateralized debt obligations (CDOs) on which the Financial Products group of American International Group, Inc. (AIG) has written credit default swap (CDS) contracts. In connection with the purchase of CDOs, the CDS counterparties will concurrently unwind the related CDS transactions. Payments by Maiden Lane III LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of Maiden Lane III LLC, principal due to the FRBNY, interest due to the FRBNY, principal due to AIG, and interest due to AIG. Any remaining funds will be shared by the FRBNY and AIG.

7. Information on Principal Accounts of TALF LLC

Millions of dollars

Account name	Wednesday Sep 1, 2010
Asset-backed securities holdings ¹	0
Other investments, net	575
Net portfolio holdings of TALF LLC	575
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	0
Accrued interest payable to the Federal Reserve Bank of New York ²	0
<u>Funding provided by U.S. Treasury to TALF LLC, including accrued interest payable³</u>	<u>105</u>

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.
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 10.
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 9 and table 10.

Note: On November 25, 2008, the Federal Reserve announced the creation of the Term Asset-Backed Securities Loan Facility (TALF) under the authority of section 13(3) of the Federal Reserve Act. The TALF is a facility under which the Federal Reserve Bank of New York (FRBNY) extends loans with a term of up to five years to holders of eligible asset-backed securities. The TALF is intended to assist financial markets in accommodating the credit needs of consumers and businesses by facilitating the issuance of asset-backed securities collateralized by a variety of consumer and business loans. The loans provided through the TALF to eligible borrowers are non-recourse, meaning that the obligation of the borrower can be discharged by surrendering the collateral to the FRBNY. The loans are extended for the market value of the security less an amount known as a haircut. As a result, the borrower bears the initial risk of a decline in the value of the security.

TALF LLC is a limited liability company formed to purchase and manage any asset-backed securities received by the FRBNY in connection with the decision of a borrower not to repay a TALF loan. TALF LLC has committed, for a fee, to purchase all asset-backed securities received by the FRBNY in conjunction with a TALF loan at a price equal to the TALF loan plus accrued but unpaid interest. Losses on asset-backed securities held by TALF LLC will be offset in the following order: by the commitment fees collected by TALF LLC, by the interest received on investments of TALF LLC, by up to \$4.3 billion in subordinated debt funding provided by the U.S. Treasury, and finally, by senior debt funding provided by the FRBNY. Payments by TALF LLC from the proceeds of its net portfolio holdings will be made in the following order: operating expenses of TALF LLC, principal due to the FRBNY, principal due to the U.S. Treasury, interest due to the FRBNY, and interest due to the U.S. Treasury. Any remaining funds will be shared by the FRBNY and the U.S. Treasury.

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8. Supplemental Information on the Federal Reserve Bank of New York's Preferred Interests in AIA Aurora LLC and ALICO Holdings LLC

Millions of dollars

Account name	Wednesday Sep 1, 2010
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹	25,733
Accrued dividends on preferred interests in AIA Aurora LLC and ALICO Holdings LLC ²	222
Preferred interests in AIA Aurora LLC ¹	16,469
Accrued dividends on preferred interests in AIA Aurora LLC ²	142
Preferred interests in ALICO Holdings LLC ¹	9,264
Accrued dividends on preferred interests in ALICO Holdings LLC ²	80

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

1. Book value.
2. This amount is included in other Federal Reserve assets in table 1 and in other assets in table 9 and table 10.

Note on preferred interests:

In conjunction with the restructuring of the government's assistance to American International Group, Inc. (AIG) announced March 2, 2009, the outstanding balance and amount available of revolving credit provided to AIG by the FRBNY has been reduced in exchange for preferred interests in two special purpose vehicles, AIA Aurora LLC and ALICO Holdings LLC. These two limited liability companies were created to directly or indirectly hold all of the outstanding common stock of American International Assurance Company Ltd. (AIA) and American Life Insurance Company (ALICO), two life insurance subsidiaries of AIG. AIG will retain control of AIA Aurora LLC and ALICO Holdings LLC, and the FRBNY will have certain consent, disposition, and conversion rights with respect to its preferred interests.

Dividends accrue as a percentage of the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC. On a quarterly basis, the accrued dividends are capitalized and added to the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.

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9. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Sep 1, 2010	Change since	
			Wednesday Aug 25, 2010	Wednesday Sep 2, 2009
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	+ 3,000
Coin		2,067	- 2	+ 151
Securities, repurchase agreements, term auction credit, and other loans		2,099,987	- 563	+ 281,884
Securities held outright ¹		2,045,953	+ 1,786	+ 548,522
U.S. Treasury securities		786,283	+ 1,785	+ 33,442
Bills ²		18,423	0	0
Notes and bonds, nominal ²		720,773	+ 1,243	+ 36,698
Notes and bonds, inflation-indexed ²		41,660	+ 531	- 2,928
Inflation compensation ³		5,427	+ 10	- 328
Federal agency debt securities ²		156,502	0	+ 37,165
Mortgage-backed securities ⁴		1,103,168	+ 1	+ 477,915
Repurchase agreements ⁵		0	0	0
Term auction credit		0	0	- 212,110
Other loans		54,034	- 2,349	- 54,528
Net portfolio holdings of Commercial Paper				
Funding Facility LLC ⁶		0	0	- 47,663
Net portfolio holdings of Maiden Lane LLC ⁷		29,047	+ 57	+ 2,968
Net portfolio holdings of Maiden Lane II LLC ⁸		16,029	- 1	+ 1,082
Net portfolio holdings of Maiden Lane III LLC ⁹		23,337	+ 10	+ 2,402
Net portfolio holdings of TALF LLC ¹⁰		575	0	+ 575
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹		25,733	0	+ 25,733
Items in process of collection	(109)	275	- 44	- 345
Bank premises		2,222	- 7	+ 8
Central bank liquidity swaps ¹²		44	+ 5	- 63,243
Other assets ¹³		89,787	+ 1,509	+ 12,010
Total assets	(109)	2,305,341	+ 965	+ 218,564

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

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9. Consolidated Statement of Condition of All Federal Reserve Banks (continued)

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Sep 1, 2010	Change since	
			Wednesday Aug 25, 2010	Wednesday Sep 2, 2009
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		909,873	+ 3,596	+ 37,060
Reverse repurchase agreements ¹⁴		58,276	- 2,839	- 10,427
Deposits	(0)	1,263,356	- 291	+ 179,694
Term deposits held by depository institutions		2,119	0	+ 2,119
Other deposits held by depository institutions		1,012,980	- 40,362	+ 190,647
U.S. Treasury, general account		45,737	+ 39,848	- 12,979
U.S. Treasury, supplementary financing account		199,956	+ 2	+ 24
Foreign official		2,069	+ 159	- 311
Other	(0)	495	+ 62	+ 195
Deferred availability cash items	(109)	2,350	+ 365	- 516
Other liabilities and accrued dividends ¹⁵		14,864	- 176	+ 6,960
Total liabilities	(109)	2,248,719	+ 654	+ 212,772
<i>Capital accounts</i>				
Capital paid in		26,675	- 47	+ 1,894
Surplus		25,851	+ 6	+ 4,511
Other capital accounts		4,095	+ 352	- 615
Total capital		56,621	+ 310	+ 5,791

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

- Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.
- Face value of the securities.
- Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
- Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
- Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
- Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
- Refer to table 4 and the note on consolidation accompanying table 10.
- Refer to table 5 and the note on consolidation accompanying table 10.
- Refer to table 6 and the note on consolidation accompanying table 10.
- Refer to table 7 and the note on consolidation accompanying table 10.
- Refer to table 8.
- Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
- Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
- Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
- Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation accompanying table 10.

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10. Statement of Condition of Each Federal Reserve Bank, September 1, 2010

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	369	4,038	404	463	846	1,385	887	324	203	296	652	1,170
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	2,067	63	70	163	150	304	198	320	30	58	148	217	347
Securities, repurchase agreements, term auction credit, and other loans	2,099,987	51,776	888,797	47,780	69,513	233,013	193,620	154,240	52,727	28,034	70,192	85,922	224,373
Securities held outright ¹	2,045,953	51,776	834,857	47,779	69,513	233,012	193,604	154,237	52,700	28,009	70,185	85,911	224,372
U.S. Treasury securities	786,283	19,898	320,845	18,362	26,715	89,549	74,404	59,275	20,253	10,764	26,973	33,016	86,229
Bills ²	18,423	466	7,517	430	626	2,098	1,743	1,389	475	252	632	774	2,020
Notes and bonds ³	767,861	19,432	313,328	17,932	26,089	87,451	72,661	57,886	19,779	10,512	26,341	32,243	84,208
Federal agency debt securities ²	156,502	3,961	63,861	3,655	5,317	17,824	14,809	11,798	4,031	2,142	5,369	6,572	17,163
Mortgage-backed securities ⁴	1,103,168	27,918	450,151	25,762	37,481	125,639	104,390	83,164	28,416	15,102	37,843	46,323	120,980
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Term auction credit	0	0	0	0	0	0	0	0	0	0	0	0	0
Other loans	54,034	0	53,940	1	0	1	16	4	27	25	8	12	1
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁶	0	0	0	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁷	29,047	0	29,047	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁸	16,029	0	16,029	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁹	23,337	0	23,337	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ¹⁰	575	0	575	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹	25,733	0	25,733	0	0	0	0	0	0	0	0	0	0
Items in process of collection	385	17	0	32	87	11	39	55	28	15	16	40	47
Bank premises	2,222	124	256	69	142	238	218	209	135	108	265	247	212
Central bank liquidity swaps ¹²	44	2	13	5	3	12	3	1	0	1	0	1	3
Other assets ¹³	89,787	2,568	33,904	4,276	4,043	14,310	7,619	5,419	1,906	1,599	2,413	3,055	8,675
Interdistrict settlement account	0	+ 3,196	+ 102,304	+ 23,059	- 14,882	+ 13,391	- 43,725	- 36,255	- 12,994	+ 9,696	- 16,969	- 2,081	- 24,740
Total assets	2,305,450	58,309	1,125,921	75,998	59,756	262,536	160,011	125,301	42,306	39,804	56,514	88,334	210,660

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

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10. Statement of Condition of Each Federal Reserve Bank, September 1, 2010 (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
<i>Liabilities</i>													
Federal Reserve notes outstanding	1,139,205	41,254	389,576	46,118	46,654	90,557	145,109	88,371	33,384	20,371	34,138	77,348	126,323
Less: Notes held by F.R. Banks	229,332	4,105	97,773	5,336	9,592	14,838	31,380	13,214	4,587	5,775	3,387	12,791	26,554
Federal Reserve notes, net	909,873	37,149	291,802	40,782	37,062	75,719	113,730	75,157	28,797	14,596	30,751	64,557	99,769
Reverse repurchase agreements ¹⁴	58,276	1,475	23,780	1,361	1,980	6,637	5,515	4,393	1,501	798	1,999	2,447	6,391
Deposits	1,263,356	17,509	783,215	27,714	16,045	166,575	36,840	43,691	11,246	22,297	22,980	20,105	95,139
Term deposits held by depository institutions	2,119	27	886	0	15	96	161	506	0	6	34	62	327
Other deposits held by depository institutions	1,012,980	17,470	534,385	27,710	16,027	166,277	36,675	43,122	11,237	22,290	22,945	20,042	94,801
U.S. Treasury, general account	45,737	0	45,737	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	199,956	0	199,956	0	0	0	0	0	0	0	0	0	0
Foreign official	2,069	1	2,041	4	3	11	2	1	0	1	0	1	3
Other	495	12	210	0	0	191	1	63	8	0	1	0	8
Deferred availability cash items	2,460	87	2	241	527	112	138	225	80	343	127	109	470
Other liabilities and accrued dividends ¹⁵	14,864	194	11,172	219	253	737	524	428	192	136	191	263	557
Total liabilities	2,248,829	56,414	1,109,970	70,317	55,867	249,780	156,746	123,894	41,815	38,170	56,049	87,481	202,326
<i>Capital</i>													
Capital paid in	26,675	916	7,653	2,829	1,924	5,439	1,551	668	216	807	211	399	4,062
Surplus	25,851	946	7,647	2,804	1,911	7,141	1,581	621	239	712	210	353	1,688
Other capital	4,095	33	650	48	55	177	133	119	36	116	44	100	2,584
Total liabilities and capital	2,305,450	58,309	1,125,921	75,998	59,756	262,536	160,011	125,301	42,306	39,804	56,514	88,334	210,660

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

10. Statement of Condition of Each Federal Reserve Bank, September 1, 2010 (continued)

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. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
6. Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
7. Refer to table 4 and the note on consolidation below.
8. Refer to table 5 and the note on consolidation below.
9. Refer to table 6 and the note on consolidation below.
10. Refer to table 7 and the note on consolidation below.
11. Refer to table 8.
12. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
13. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
14. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
15. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation below.

Note on consolidation:

The Federal Reserve Bank of New York (FRBNY) has extended loans to several limited liability companies under the authority of section 13(3) of the Federal Reserve Act. On June 26, 2008, a loan was extended to Maiden Lane LLC, which was formed to acquire certain assets of Bear Stearns. On November 25, 2008, a loan was extended to Maiden Lane III LLC, which was formed to purchase multi-sector collateralized debt obligations on which the Financial Products group of the American International Group, Inc. has written credit default swap contracts. On December 12, 2008, a loan was extended to Maiden Lane II LLC, which was formed to purchase residential mortgage-backed securities from the U.S. securities lending reinvestment portfolio of subsidiaries of American International Group, Inc. On November 25, 2008, the Federal Reserve Board authorized the FRBNY to extend credit to TALF LLC, which was formed to purchase and manage any asset-backed securities received by the FRBNY in connection with the decision of a borrower not to repay a loan extended under the Term Asset-Backed Securities Loan Facility.

The FRBNY is the primary beneficiary of TALF LLC, because of the two beneficiaries of the LLC, the FRBNY and the U.S. Treasury, the FRBNY is primarily responsible for directing the financial activities of TALF LLC. The FRBNY is the primary beneficiary of the other LLCs cited above because it will receive a majority of any residual returns of the LLCs and absorb a majority of any residual losses of the LLCs. Consistent with generally accepted accounting principles, the assets and liabilities of these LLCs have been consolidated with the assets and liabilities of the FRBNY in the preparation of the statements of condition shown on this release. As a consequence of the consolidation, the extensions of credit from the FRBNY to the LLCs are eliminated, the net assets of the LLCs appear as assets on the previous page (and in table 1 and table 9), and the liabilities of the LLCs to entities other than the FRBNY, including those with recourse only to the portfolio holdings of the LLCs, are included in other liabilities in this table (and table 1 and table 9).

H.4.1

11. Collateral Held against Federal Reserve Notes: Federal Reserve Agents' Accounts

Millions of dollars

Federal Reserve notes and collateral	Wednesday Sep 1, 2010
Federal Reserve notes outstanding	1,139,205
Less: Notes held by F.R. Banks not subject to collateralization	229,332
Federal Reserve notes to be collateralized	909,873
Collateral held against Federal Reserve notes	909,873
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	893,636
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,045,953
Less: Face value of securities under reverse repurchase agreements	56,825
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	1,989,129

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

1. Includes face value of U.S. Treasury, agency debt, and mortgage-backed 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.
2. Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.