

FEDERAL RESERVE statistical release



H.4.1

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

February 17, 2011

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 Feb 16, 2011
	Week ended Feb 16, 2011	Change from week ended		
		Feb 9, 2011	Feb 17, 2010	
Reserve Bank credit	2,492,008	+ 22,580	+ 227,857	2,492,199
Securities held outright ¹	2,286,934	+ 23,426	+ 319,878	2,293,150
U.S. Treasury securities	1,179,202	+ 25,395	+ 402,625	1,190,341
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,101,738	+ 24,897	+ 392,866	1,111,685
Notes and bonds, inflation-indexed ²	52,793	+ 427	+ 9,016	53,863
Inflation compensation ³	6,248	+ 70	+ 742	6,371
Federal agency debt securities ²	144,550	- 74	- 21,351	144,365
Mortgage-backed securities ⁴	963,182	- 1,895	- 61,395	958,444
Repurchase agreements ⁵	0	0	0	0
Term auction credit	0	0	- 15,426	0
Other loans	22,094	- 313	- 65,637	22,078
Primary credit	21	- 27	- 14,242	21
Secondary credit	0	0	- 900	0
Seasonal credit	0	0	0	0
Credit extended to American International Group, Inc., net ⁶	0	0	- 25,524	0
Term Asset-Backed Securities Loan Facility ⁷	22,073	- 286	- 24,970	22,058
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁸	0	0	- 7,711	0
Net portfolio holdings of Maiden Lane LLC ⁹	26,328	- 214	- 856	26,032
Net portfolio holdings of Maiden Lane II LLC ¹⁰	16,038	+ 3	+ 557	16,043
Net portfolio holdings of Maiden Lane III LLC ¹¹	22,930	+ 16	+ 550	22,814
Net portfolio holdings of TALF LLC ¹²	686	0	+ 352	686
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	- 25,106	0
Float	-1,623	+ 79	+ 266	-1,787
Central bank liquidity swaps ¹³	70	0	+ 56	70
Other Federal Reserve assets ¹⁴	118,550	- 418	+ 20,933	113,112
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁵	43,647	+ 14	+ 904	43,647
Total factors supplying reserve funds	2,551,896	+ 22,594	+ 228,761	2,552,087

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

H.4.1

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

Millions of dollars

Billions of dollars Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Feb 16, 2011
	Week ended Feb 16, 2011	Change from week ended		
		Feb 9, 2011	Feb 17, 2010	
Currency in circulation ¹⁵	988,971	+ 2,920	+ 57,132	992,610
Reverse repurchase agreements ¹⁶	58,241	- 1,258	+ 3,449	57,826
Foreign official and international accounts	58,241	- 1,258	+ 3,449	57,826
Others	0	0	0	0
Treasury cash holdings	179	0	- 27	181
Deposits with F.R. Banks, other than reserve balances	208,750	- 50,371	+ 142,770	212,501
Term deposits held by depository institutions	5,070	+ 5,070	+ 5,070	5,070
U.S. Treasury, general account	46,423	- 34,794	- 57	54,561
U.S. Treasury, supplementary financing account	149,972	- 24,995	+ 144,972	149,972
Foreign official	146	+ 19	- 2,887	118
Service-related	2,327	- 25	- 420	2,327
Required clearing balances	2,327	- 25	- 420	2,327
Adjustments to compensate for float	0	0	0	0
Other	4,813	+ 4,355	- 3,908	454
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁷	71,668	- 386	+ 2,046	71,242
Total factors, other than reserve balances, absorbing reserve funds	1,327,809	- 49,095	+ 205,369	1,334,359
Reserve balances with Federal Reserve Banks	1,224,086	+ 71,688	+ 23,391	1,217,728

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

- Includes securities lent to dealers under the overnight securities lending facility; 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.
- As a result of the closing of the American International Group, Inc. (AIG) recapitalization plan on January 14, 2011, the credit extended to AIG was fully repaid and the Federal Reserve's commitment to lend any further funds was terminated. In addition, the Federal Reserve Bank of New York (FRBNY) has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. The funds from AIG asset dispositions that FRBNY held as agent were the source of repayment of the credit extended to AIG, as well as a portion of the FRBNY's preferred interests in ALICO Holdings LLC. The remaining FRBNY preferred interests in ALICO Holdings LLC and AIA Aurora LLC, valued at approximately \$20 billion, were purchased by AIG through a draw on the Treasury's Series F preferred stock commitment and then transferred by AIG to the Treasury as consideration for the draw on the available Series F funds.
- Includes credit extended by the Federal Reserve Bank of New York to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
- 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 9.
- Refer to table 5 and the note on consolidation accompanying table 9.
- Refer to table 6 and the note on consolidation accompanying table 9.
- Refer to table 7 and the note on consolidation accompanying table 9.
- 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, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
- Estimated.
- 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 9. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Refer to table 8 and table 9.

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

H.4.1

1A. Memorandum Items

Millions of dollars

Billions of dollars				
Memorandum item	Averages of daily figures			Wednesday Feb 16, 2011
	Week ended Feb 16, 2011	Change from week ended		
		Feb 9, 2011	Feb 17, 2010	
Marketable securities held in custody for foreign official and international accounts ¹	3,383,952	+ 20,850	+ 424,989	3,393,071
U.S. Treasury securities	2,626,624	+ 13,183	+ 433,400	2,632,368
Federal agency securities ²	757,328	+ 7,667	- 8,411	760,703
Securities lent to dealers	18,693	+ 25	+ 13,242	18,972
Overnight facility ³	18,693	+ 25	+ 13,242	18,972
U.S. Treasury securities	17,295	- 135	+ 12,703	17,661
Federal agency debt securities	1,399	+ 161	+ 540	1,311

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 and mortgage-backed securities at original face value.
2. Includes debt and mortgage-backed securities.
3. Fully collateralized by U.S. Treasury securities.

2. Maturity Distribution of Securities, Loans, and Selected Other Assets and Liabilities, February 16, 2011

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	21	0	0	22,058	0	...	22,078
U.S. Treasury securities ²							
Holdings	18,417	20,341	61,118	500,427	418,498	171,540	1,190,341
Weekly changes	+ 760	- 2,411	+ 8,779	+ 9,942	+ 4,343	+ 1,840	+ 23,254
Federal agency debt securities ³							
Holdings	1,116	22,491	19,941	69,499	28,971	2,347	144,365
Weekly changes	+ 611	+ 3,490	- 3,679	- 681	0	0	- 259
Mortgage-backed securities ⁴							
Holdings	0	0	0	22	22	958,400	958,444
Weekly changes	0	0	0	- 1	0	- 6,632	- 6,633
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	70	0	0	0	0	0	70
Reverse repurchase agreements ⁶	57,826	0	...	...	...	...	57,826
Term deposits	0	5,070	0	...	...	...	5,070

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.

H.4.1

3. Supplemental Information on Mortgage-Backed Securities Purchase Program

Millions of dollars

Account name	Wednesday Feb 16, 2011
Mortgage-backed securities held outright ¹	958,444
Commitments to buy mortgage-backed securities ²	0
Commitments to sell mortgage-backed securities ²	0
Cash and cash equivalents ³	0

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 8 and table 9.

4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Feb 16, 2011
Net portfolio holdings of Maiden Lane LLC ¹	26,032
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	24,022
Accrued interest payable to the Federal Reserve Bank of New York ²	642
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,323

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 December 31, 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 9.
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 8 and table 9.

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 Feb 16, 2011
Net portfolio holdings of Maiden Lane II LLC ¹	16,043
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	12,551
Accrued interest payable to the Federal Reserve Bank of New York ²	473
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,076

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 December 31, 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 9.
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 8 and table 9.

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.

H.4.1

6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday Feb 16, 2011
Net portfolio holdings of Maiden Lane III LLC ¹	22,814
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	12,434
Accrued interest payable to the Federal Reserve Bank of New York ²	567
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,388</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 December 31, 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 9.
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 8 and table 9.

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 Feb 16, 2011
Asset-backed securities holdings ¹	0
Other investments, net	686
Net portfolio holdings of TALF LLC	686
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>106</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 9.
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 8 and table 9.

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.

H.4.1

8. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Feb 16, 2011	Change since	
			Wednesday Feb 9, 2011	Wednesday Feb 17, 2010
Assets				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,289	- 20	+ 97
Securities, repurchase agreements, term auction credit, and other loans		2,315,229	+ 16,329	+ 244,331
Securities held outright ¹		2,293,150	+ 16,362	+ 325,451
U.S. Treasury securities		1,190,341	+ 23,254	+ 413,770
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,111,685	+ 21,574	+ 402,813
Notes and bonds, inflation-indexed ²		53,863	+ 1,497	+ 10,086
Inflation compensation ³		6,371	+ 184	+ 872
Federal agency debt securities ²		144,365	- 259	- 21,222
Mortgage-backed securities ⁴		958,444	- 6,633	- 67,097
Repurchase agreements ⁵		0	0	0
Term auction credit		0	0	- 15,426
Other loans		22,078	- 34	- 65,696
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁶		0	0	- 7,721
Net portfolio holdings of Maiden Lane LLC ⁷		26,032	- 533	- 1,178
Net portfolio holdings of Maiden Lane II LLC ⁸		16,043	+ 5	+ 556
Net portfolio holdings of Maiden Lane III LLC ⁹		22,814	- 214	+ 422
Net portfolio holdings of TALF LLC ¹⁰		686	0	+ 352
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹		0	0	- 25,106
Items in process of collection	(99)	191	+ 248	+ 129
Bank premises		2,217	+ 1	- 24
Central bank liquidity swaps ¹²		70	0	+ 70
Other assets ¹³		110,899	- 7,091	+ 19,828
Total assets	(99)	2,512,708	+ 8,727	+ 231,756

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

H.4.1

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Feb 16, 2011	Change since	
			Wednesday Feb 9, 2011	Wednesday Feb 17, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		951,429	+ 4,169	+ 58,444
Reverse repurchase agreements ¹⁴		57,826	+ 1,804	+ 2,938
Deposits	(0)	1,430,234	+ 2,907	+ 166,906
Term deposits held by depository institutions		5,070	+ 5,070	+ 5,070
Other deposits held by depository institutions		1,220,060	+ 30,810	+ 14,895
U.S. Treasury, general account		54,561	- 7,955	+ 4,859
U.S. Treasury, supplementary financing account		149,972	- 24,995	+ 144,972
Foreign official		118	0	- 2,952
Other	(0)	454	- 23	+ 63
Deferred availability cash items	(99)	1,978	- 250	- 1,229
Other liabilities and accrued dividends ¹⁵		18,217	+ 95	+ 4,199
Total liabilities	(99)	2,459,684	+ 8,725	+ 231,259
<i>Capital accounts</i>				
Capital paid in		26,512	+ 1	+ 747
Surplus		26,512	+ 1	+ 1,289
Other capital accounts		0	0	- 1,539
Total capital		53,024	+ 2	+ 497

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

1. Includes securities lent to dealers under the overnight securities lending facility; 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, 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 accompanying table 9.
8. Refer to table 5 and the note on consolidation accompanying table 9.
9. Refer to table 6 and the note on consolidation accompanying table 9.
10. Refer to table 7 and the note on consolidation accompanying table 9.
11. As a result of the closing of the AIG recapitalization plan on January 14, 2011, the Federal Reserve Bank of New York has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. A portion of the preferred interests was redeemed by AIG with the funds from AIG asset dispositions that were held as agent by the Federal Reserve.
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 and the fair value adjustment to credit extended by the Federal Reserve Bank of New York (FRBNY) to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
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 accompanying table 9. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Before the closing of the AIG recapitalization plan on January 14, 2011, included funds from American International Group, Inc. asset dispositions, held as agent.

H.4.1

9. Statement of Condition of Each Federal Reserve Bank, February 16, 2011

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	2,289	50	75	176	175	376	197	348	34	63	165	245	384
Securities, repurchase agreements, term auction credit, and other loans	2,315,229	58,032	957,784	53,552	77,911	261,165	217,000	172,873	59,067	31,397	78,664	96,290	251,492
Securities held outright ¹	2,293,150	58,032	935,727	53,552	77,911	261,165	216,995	172,872	59,067	31,393	78,664	96,290	251,481
U.S. Treasury securities	1,190,341	30,124	485,722	27,798	40,443	135,567	112,639	89,735	30,661	16,296	40,834	49,983	130,540
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	1,171,919	29,657	478,205	27,368	39,817	133,469	110,896	88,347	30,187	16,043	40,202	49,209	128,520
Federal agency debt securities ²	144,365	3,653	58,909	3,371	4,905	16,442	13,661	10,883	3,719	1,976	4,952	6,062	15,832
Mortgage-backed securities ⁴	958,444	24,255	391,096	22,382	32,564	109,156	90,695	72,254	24,688	13,121	32,879	40,246	105,109
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	22,078	0	22,058	0	0	0	5	1	0	4	0	0	11
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	26,032	0	26,032	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁸	16,043	0	16,043	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁹	22,814	0	22,814	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ¹⁰	686	0	686	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	290	6	0	58	84	8	15	22	9	27	17	26	17
Bank premises	2,217	126	255	68	140	239	217	208	136	107	264	246	213
Central bank liquidity swaps ¹²	70	2	20	7	5	14	4	2	1	2	1	1	11
Other assets ¹³	110,899	3,079	42,062	4,527	4,820	15,067	9,510	7,022	2,429	1,995	3,149	3,974	13,266
Interdistrict settlement account	0	- 9,012	+ 245,900	+ 45,917	- 24,826	- 69,687	- 60,638	- 42,632	- 20,145	- 5,489	- 23,884	- 5,842	- 29,663
Total assets	2,512,807	52,848	1,317,528	104,919	59,010	208,442	168,344	139,155	42,004	28,395	58,825	95,875	237,463

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

H.4.1

9. Statement of Condition of Each Federal Reserve Bank, February 16, 2011 (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	1,115,445	41,303	379,804	46,074	46,151	90,362	139,722	85,672	32,178	19,736	32,994	75,322	126,126
Less: Notes held by F.R. Banks	164,016	5,007	49,255	5,135	8,645	12,684	22,413	11,833	3,838	5,423	3,631	10,589	25,563
Federal Reserve notes, net	951,429	36,296	330,550	40,939	37,506	77,678	117,309	73,839	28,340	14,314	29,363	64,733	100,563
Reverse repurchase agreements ¹⁴	57,826	1,463	23,596	1,350	1,965	6,586	5,472	4,359	1,489	792	1,984	2,428	6,342
Deposits	1,430,234	12,973	934,274	56,991	14,973	112,395	41,778	58,935	11,454	11,050	26,602	27,498	121,309
Term deposits held by depository institutions	5,070	14	2,651	800	10	515	0	293	50	16	3	0	719
Other deposits held by depository institutions	1,220,060	12,955	726,767	56,187	14,959	111,770	41,776	58,617	11,351	11,030	26,598	27,498	120,552
U.S. Treasury, general account	54,561	0	54,561	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	149,972	0	149,972	0	0	0	0	0	0	0	0	0	0
Foreign official	118	1	90	4	3	8	2	1	0	1	0	1	6
Other	454	3	233	0	1	102	0	24	53	3	1	0	32
Deferred availability cash items	2,077	64	7	262	323	81	110	112	61	450	117	102	388
Interest on Federal Reserve notes due to U.S. Treasury ¹⁵	830	21	234	5	24	90	115	104	33	9	43	50	102
Other liabilities and accrued dividends ¹⁶	17,388	198	13,485	221	284	739	556	471	200	141	207	286	599
Total liabilities	2,459,782	51,016	1,302,145	99,769	55,074	197,568	165,340	137,820	41,578	26,755	58,315	95,098	229,303
<i>Capital</i>													
Capital paid in	26,512	916	7,692	2,575	1,968	5,437	1,502	667	213	820	255	388	4,080
Surplus	26,512	916	7,692	2,575	1,968	5,437	1,502	667	213	820	255	388	4,080
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,512,807	52,848	1,317,528	104,919	59,010	208,442	168,344	139,155	42,004	28,395	58,825	95,875	237,463

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

9. Statement of Condition of Each Federal Reserve Bank, February 16, 2011 (continued)

1. Includes securities lent to dealers under the overnight securities lending facility; 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. As a result of the closing of the AIG recapitalization plan on January 14, 2011, the Federal Reserve Bank of New York has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. A portion of the preferred interests was redeemed by AIG with the funds from AIG asset dispositions that were held as agent by the Federal Reserve.
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 and the fair value adjustment to credit extended by the Federal Reserve Bank of New York (FRBNY) to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
14. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
15. Represents the estimated weekly remittances to U.S. Treasury as interest on Federal Reserve notes or, in those cases where the Reserve Bank's net earnings are not sufficient to equate surplus to capital paid-in, the deferred asset for interest on Federal Reserve notes. The amount of any deferred asset, which is presented as a negative amount in this line, represents the amount of the Federal Reserve Bank's earnings that must be retained before remittances to the U.S. Treasury resume. The amounts on this line are calculated in accordance with Board of Governors policy, which requires the Federal Reserve Banks to remit residual earnings to the U.S. Treasury as interest on Federal Reserve notes after providing for the costs of operations, payment of dividends, and the amount necessary to equate surplus with capital paid-in.
16. 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. Before the closing of the AIG recapitalization plan on January 14, 2011, included funds from American International Group, Inc. asset dispositions, held as agent.

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 8), 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 8).

H.4.1

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

Millions of dollars

Federal Reserve notes and collateral		Wednesday Feb 16, 2011
Federal Reserve notes outstanding		1, 115, 445
Less: Notes held by F.R. Banks not subject to collateralization		164, 016
Federal Reserve notes to be collateralized		951, 429
Collateral held against Federal Reserve notes		951, 429
Gold certificate account		11, 037
Special drawing rights certificate account		5, 200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}		935, 192
Other assets pledged		0
<i>Memo:</i>		
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}		2, 293, 150
Less: Face value of securities under reverse repurchase agreements		51, 406
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged		2, 241, 744

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 securities lending facility; refer to table 1A.