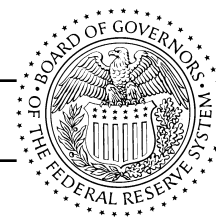


# FEDERAL RESERVE statistical release



H.4.1

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

May 19, 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 May 18, 2011
	Week ended May 18, 2011	Change from week ended		
		May 11, 2011	May 19, 2010	
Reserve Bank credit	2,739,486	+ 26,410	+ 400,074	2,742,438
Securities held outright <sup>1</sup>	2,532,391	+ 29,082	+ 466,862	2,539,503
U.S. Treasury securities	1,483,595	+ 32,426	+ 706,776	1,495,166
Bills <sup>2</sup>	18,423	0	0	18,423
Notes and bonds, nominal <sup>2</sup>	1,397,662	+ 31,806	+ 685,639	1,407,998
Notes and bonds, inflation-indexed <sup>2</sup>	59,975	+ 411	+ 18,850	61,004
Inflation compensation <sup>3</sup>	7,535	+ 208	+ 2,288	7,742
Federal agency debt securities <sup>2</sup>	123,249	- 1,869	- 44,498	120,758
Mortgage-backed securities <sup>4</sup>	925,546	- 1,475	- 195,417	923,579
Repurchase agreements <sup>5</sup>	0	0	0	0
Loans	15,018	- 706	- 61,214	14,980
Primary credit	3	- 1	- 5,111	5
Secondary credit	0	0	- 400	0
Seasonal credit	18	+ 1	- 26	17
Credit extended to American International Group, Inc., net <sup>6</sup>	0	0	- 26,176	0
Term Asset-Backed Securities Loan Facility <sup>7</sup>	14,998	- 705	- 29,499	14,958
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>8</sup>	0	0	- 2	0
Net portfolio holdings of Maiden Lane LLC <sup>9</sup>	24,463	- 336	- 3,806	24,419
Net portfolio holdings of Maiden Lane II LLC <sup>10</sup>	14,984	+ 12	- 858	14,984
Net portfolio holdings of Maiden Lane III LLC <sup>11</sup>	24,411	- 213	+ 1,048	24,374
Net portfolio holdings of TALF LLC <sup>12</sup>	733	0	+ 294	733
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>6</sup>	0	0	- 25,416	0
Float	-997	- 44	+ 897	-1,018
Central bank liquidity swaps <sup>13</sup>	0	0	- 9,205	0
Other Federal Reserve assets <sup>14</sup>	128,483	- 1,386	+ 31,473	124,463
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding <sup>15</sup>	43,874	+ 14	+ 786	43,874
<b>Total factors supplying reserve funds</b>	<b>2,799,601</b>	<b>+ 26,424</b>	<b>+ 400,860</b>	<b>2,802,553</b>

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 May 18, 2011
	Week ended May 18, 2011	Change from week ended		
		May 11, 2011	May 19, 2010	
Currency in circulation <sup>15</sup>	1,017,282	+ 255	+ 79,464	1,017,923
Reverse repurchase agreements <sup>16</sup>	55,630	- 745	- 696	57,426
Foreign official and international accounts	55,630	- 745	- 696	57,426
Others	0	0	0	0
Treasury cash holdings	148	- 3	- 39	140
Deposits with F.R. Banks, other than reserve balances	105,763	- 2,861	- 132,752	117,687
Term deposits held by depository institutions	0	0	0	0
U.S. Treasury, general account	91,448	- 8,145	+ 70,289	109,620
U.S. Treasury, supplementary financing account	5,000	0	- 194,959	5,000
Foreign official	148	+ 12	- 1,456	125
Service-related	2,546	0	- 117	2,546
Required clearing balances	2,546	0	- 117	2,546
Adjustments to compensate for float	0	0	0	0
Other	6,622	+ 5,273	- 6,508	396
Funds from American International Group, Inc. asset dispositions, held as agent <sup>6</sup>	0	0	0	0
Other liabilities and capital <sup>17</sup>	73,518	- 413	+ 163	73,208
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>1,252,342</b>	<b>- 3,766</b>	<b>- 53,859</b>	<b>1,266,384</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>1,547,259</b>	<b>+ 30,190</b>	<b>+ 454,719</b>	<b>1,536,168</b>

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.
6. 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.
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 9.
10. Refer to table 5 and the note on consolidation accompanying table 9.
11. Refer to table 6 and the note on consolidation accompanying table 9.
12. Refer to table 7 and the note on consolidation accompanying table 9.
13. 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.
14. 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.
15. Estimated.
16. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
17. 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

Memorandum item	Averages of daily figures			Wednesday May 18, 2011
	Week ended May 18, 2011	Change from week ended		
		May 11, 2011	May 19, 2010	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	3,442,611	- 18,201	+ 385,977	3,449,047
U.S. Treasury securities	2,700,352	+ 1,035	+ 438,867	2,704,040
Federal agency securities <sup>2</sup>	742,259	- 19,236	- 52,890	745,007
Securities lent to dealers	21,634	+ 4,326	+ 17,550	20,715
Overnight facility <sup>3</sup>	21,634	+ 4,326	+ 17,550	20,715
U.S. Treasury securities	20,823	+ 4,377	+ 17,987	19,882
Federal agency debt securities	811	- 51	- 438	833

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, May 18, 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
Loans <sup>1</sup>	21	1	669	14,289	0	...	14,980
U.S. Treasury securities <sup>2</sup>							
Holdings	23,900	12,347	89,579	648,661	532,102	188,577	1,495,166
Weekly changes	+ 11,415	- 9,210	+ 6,194	+ 17,959	+ 6,534	- 3,935	+ 28,957
Federal agency debt securities <sup>3</sup>							
Holdings	1,665	8,433	16,494	69,070	22,749	2,347	120,758
Weekly changes	- 4,360	+ 1,775	- 1,370	+ 1,595	- 2,000	0	- 4,360
Mortgage-backed securities <sup>4</sup>							
Holdings	0	0	0	18	23	923,538	923,579
Weekly changes	0	0	0	- 1	0	- 3,442	- 3,442
Asset-backed securities held by TALF LLC <sup>5</sup>	0	0	0	0	0	0	0
Repurchase agreements <sup>6</sup>	0	0	...	...	...	...	0
Central bank liquidity swaps <sup>7</sup>	0	0	0	0	0	0	0
Reverse repurchase agreements <sup>6</sup>	57,426	0	...	...	...	...	57,426
Term deposits	0	0	0	...	...	...	0

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 May 18, 2011
Mortgage-backed securities held outright <sup>1</sup>	923,579
Commitments to buy mortgage-backed securities <sup>2</sup>	0
Commitments to sell mortgage-backed securities <sup>2</sup>	0
Cash and cash equivalents <sup>3</sup>	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 May 18, 2011
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	24,419
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	21,719
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	687
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,341

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 March 31, 2011. 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 May 18, 2011
Net portfolio holdings of Maiden Lane II LLC <sup>1</sup>	14,984
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	10,542
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	512
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. <sup>3</sup>	1,084

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 March 31, 2011. 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.

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### 6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday May 18, 2011
Net portfolio holdings of Maiden Lane III LLC <sup>1</sup>	24,374
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	11,985
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	607
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.<sup>3</sup></u>	<u>5,432</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 March 31, 2011. 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 May 18, 2011
Asset-backed securities holdings <sup>1</sup>	0
Other investments, net	733
Net portfolio holdings of TALF LLC	733
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	0
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	0
<u>Funding provided by U.S. Treasury to TALF LLC, including accrued interest payable<sup>3</sup></u>	<u>107</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 May 18, 2011	Change since	
			Wednesday May 11, 2011	Wednesday May 19, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,149	- 17	+ 107
Securities, repurchase agreements, and loans		2,554,483	+ 20,804	+ 414,725
Securities held outright <sup>1</sup>		2,539,503	+ 21,154	+ 475,607
U.S. Treasury securities		1,495,166	+ 28,957	+ 718,332
Bills <sup>2</sup>		18,423	0	0
Notes and bonds, nominal <sup>2</sup>		1,407,998	+ 27,156	+ 695,975
Notes and bonds, inflation-indexed <sup>2</sup>		61,004	+ 1,440	+ 19,879
Inflation compensation <sup>3</sup>		7,742	+ 361	+ 2,479
Federal agency debt securities <sup>2</sup>		120,758	- 4,360	- 46,819
Mortgage-backed securities <sup>4</sup>		923,579	- 3,442	- 195,906
Repurchase agreements <sup>5</sup>		0	0	0
Loans		14,980	- 350	- 60,881
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>6</sup>		0	0	- 2
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>		24,419	- 393	- 3,889
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>		14,984	- 1	- 863
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>		24,374	- 329	+ 1,002
Net portfolio holdings of TALF LLC <sup>10</sup>		733	0	+ 294
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>		0	0	- 25,416
Items in process of collection	(70)	354	- 149	+ 125
Bank premises		2,210	0	- 28
Central bank liquidity swaps <sup>12</sup>		0	0	- 9,205
Other assets <sup>13</sup>		122,238	- 6,387	+ 30,967
<b>Total assets</b>	(70)	<b>2,762,182</b>	<b>+ 13,530</b>	<b>+ 407,818</b>

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 May 18, 2011	Change since	
			Wednesday May 11, 2011	Wednesday May 19, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		976,334	- 451	+ 78,766
Reverse repurchase agreements <sup>14</sup>		57,426	+ 2,711	+ 1,662
Deposits	(0)	1,653,841	+ 10,959	+ 326,130
Term deposits held by depository institutions		0	0	0
Other deposits held by depository institutions		1,538,699	- 7,955	+ 442,960
U.S. Treasury, general account		109,620	+ 21,726	+ 79,407
U.S. Treasury, supplementary financing account		5,000	0	- 194,959
Foreign official		125	+ 1	- 1,353
Other	(0)	396	- 2,813	+ 74
Deferred availability cash items	(70)	1,373	- 162	- 986
Other liabilities and accrued dividends <sup>15</sup>		20,610	+ 439	+ 4,669
<b>Total liabilities</b>	<b>(70)</b>	<b>2,709,584</b>	<b>+ 13,496</b>	<b>+ 410,242</b>
<i>Capital accounts</i>				
Capital paid in		26,299	+ 17	- 124
Surplus		26,299	+ 17	+ 663
Other capital accounts		0	0	- 2,964
<b>Total capital</b>		<b>52,597</b>	<b>+ 33</b>	<b>- 2,425</b>

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, 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 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.
- 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.
- 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 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.
- 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. 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, May 18, 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
<i>Assets</i>													
Gold certificate account	11,037	390	3,866	432	450	872	1,394	854	319	197	318	728	1,217
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	2,149	53	79	161	159	358	176	333	33	61	162	218	356
Securities, repurchase agreements, and loans	2,554,483	62,439	1,195,936	86,993	68,597	293,288	188,794	150,821	48,069	39,031	67,553	100,438	252,524
Securities held outright <sup>1</sup>	2,539,503	62,437	1,180,978	86,993	68,597	293,287	188,793	150,810	48,065	39,028	67,552	100,438	252,524
U.S. Treasury securities	1,495,166	36,761	695,316	51,218	40,388	172,676	111,154	88,791	28,299	22,978	39,772	59,134	148,677
Bills <sup>2</sup>	18,423	453	8,567	631	498	2,128	1,370	1,094	349	283	490	729	1,832
Notes and bonds <sup>3</sup>	1,476,743	36,308	686,749	50,587	39,890	170,549	109,785	87,697	27,950	22,695	39,282	58,405	146,845
Federal agency debt securities <sup>2</sup>	120,758	2,969	56,158	4,137	3,262	13,946	8,977	7,171	2,286	1,856	3,212	4,776	12,008
Mortgage-backed securities <sup>4</sup>	923,579	22,708	429,504	31,638	24,948	106,664	68,661	54,847	17,481	14,194	24,568	36,528	91,839
Repurchase agreements <sup>5</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	14,980	1	14,958	0	0	1	1	11	4	3	1	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>6</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>	24,419	0	24,419	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>	14,984	0	14,984	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>	24,374	0	24,374	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC <sup>10</sup>	733	0	733	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	425	23	0	80	48	7	42	39	8	22	41	21	94
Bank premises	2,210	124	255	68	138	238	217	207	136	107	263	246	212
Central bank liquidity swaps <sup>12</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Other assets <sup>13</sup>	122,238	3,296	51,987	5,905	4,565	16,566	8,646	6,337	2,039	2,320	2,792	4,204	13,581
Interdistrict settlement account	0	- 11,111	+ 260,753	+ 12,676	- 11,040	- 118,139	- 34,028	- 1,495	- 11,718	- 16,451	- 17,571	- 8,979	- 42,897
<b>Total assets</b>	<b>2,762,252</b>	<b>55,409</b>	<b>1,579,204</b>	<b>106,525</b>	<b>63,155</b>	<b>193,601</b>	<b>165,894</b>	<b>157,521</b>	<b>39,036</b>	<b>25,377</b>	<b>53,710</b>	<b>97,158</b>	<b>225,661</b>

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, May 18, 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	1,133,936	43,387	387,369	47,517	52,260	90,539	140,191	88,650	31,761	19,527	32,174	75,098	125,462
Less: Notes held by F.R. Banks	157,602	4,854	41,912	5,633	8,018	12,464	22,455	13,038	4,264	5,553	3,552	11,423	24,436
Federal Reserve notes, net	976,334	38,533	345,457	41,884	44,242	78,076	117,735	75,612	27,497	13,974	28,623	63,675	101,026
Reverse repurchase agreements <sup>14</sup>	57,426	1,412	26,706	1,967	1,551	6,632	4,269	3,410	1,087	883	1,528	2,271	5,710
Deposits	1,653,841	13,322	1,175,989	57,480	12,890	96,918	40,159	76,543	9,738	8,363	22,723	29,997	109,717
Term deposits held by depository institutions	0	0	0	0	0	0	0	0	0	0	0	0	0
Other deposits held by depository institutions	1,538,699	13,318	1,061,033	57,476	12,886	96,789	40,157	76,523	9,737	8,361	22,722	29,996	109,701
U.S. Treasury, general account	109,620	0	109,620	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	5,000	0	5,000	0	0	0	0	0	0	0	0	0	0
Foreign official	125	1	97	4	3	8	2	1	0	1	0	1	6
Other	396	3	240	0	1	121	0	20	1	0	1	0	10
Deferred availability cash items	1,443	54	0	218	179	60	85	91	52	331	85	71	216
Interest on Federal Reserve notes due to U.S. Treasury <sup>15</sup>	1,442	32	681	33	34	169	116	90	30	19	39	62	139
Other liabilities and accrued dividends <sup>16</sup>	19,168	221	14,941	316	310	880	531	445	187	167	195	304	671
<b>Total liabilities</b>	<b>2,709,655</b>	<b>53,574</b>	<b>1,563,774</b>	<b>101,899</b>	<b>59,206</b>	<b>182,734</b>	<b>162,896</b>	<b>156,191</b>	<b>38,592</b>	<b>23,737</b>	<b>53,193</b>	<b>96,379</b>	<b>217,480</b>
<i>Capital</i>													
Capital paid in	26,299	918	7,715	2,313	1,974	5,433	1,499	665	222	820	258	390	4,090
Surplus	26,299	918	7,715	2,313	1,974	5,433	1,499	665	222	820	258	390	4,090
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total liabilities and capital</b>	<b>2,762,252</b>	<b>55,409</b>	<b>1,579,204</b>	<b>106,525</b>	<b>63,155</b>	<b>193,601</b>	<b>165,894</b>	<b>157,521</b>	<b>39,036</b>	<b>25,377</b>	<b>53,710</b>	<b>97,158</b>	<b>225,661</b>

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, May 18, 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 May 18, 2011
Federal Reserve notes outstanding	1,133,936
Less: Notes held by F.R. Banks not subject to collateralization	157,602
Federal Reserve notes to be collateralized	976,334
Collateral held against Federal Reserve notes	976,334
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged <sup>1,2</sup>	960,097
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities <sup>1,2</sup>	2,539,503
Less: Face value of securities under reverse repurchase agreements	53,583
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,485,920

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.