

FEDERAL RESERVE statistical release



H.4.1

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

July 7, 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 Jul 6, 2011
	Week ended Jul 6, 2011	Change from week ended		
		Jun 29, 2011	Jul 7, 2010	
Reserve Bank credit	2,854,293	+ 11,142	+ 539,698	2,853,628
Securities held outright ¹	2,647,946	+ 11,381	+ 587,918	2,648,438
U.S. Treasury securities	1,623,789	+ 16,789	+ 846,795	1,624,515
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,530,796	+ 16,457	+ 818,773	1,531,497
Notes and bonds, inflation-indexed ²	65,521	+ 225	+ 24,396	65,521
Inflation compensation ³	9,049	+ 106	+ 3,626	9,074
Federal agency debt securities ²	115,303	- 2,281	- 49,459	115,070
Mortgage-backed securities ⁴	908,853	- 3,127	- 209,419	908,853
Repurchase agreements ⁵	0	0	0	0
Loans	12,744	- 231	- 54,288	12,552
Primary credit	12	- 6	- 29	5
Secondary credit	0	0	- 1	0
Seasonal credit	53	+ 2	- 16	58
Credit extended to American International Group, Inc., net ⁶	0	0	- 24,570	0
Term Asset-Backed Securities Loan Facility ⁷	12,679	- 227	- 29,673	12,488
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁸	0	0	- 1	0
Net portfolio holdings of Maiden Lane LLC ⁹	23,855	+ 36	- 4,647	23,871
Net portfolio holdings of Maiden Lane II LLC ¹⁰	12,227	- 287	- 3,505	11,451
Net portfolio holdings of Maiden Lane III LLC ¹¹	24,255	+ 16	+ 1,087	24,315
Net portfolio holdings of TALF LLC ¹²	757	0	+ 251	757
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	- 25,733	0
Float	-1,056	- 17	+ 918	-1,655
Central bank liquidity swaps ¹³	0	0	- 1,245	0
Other Federal Reserve assets ¹⁴	133,564	+ 243	+ 38,941	133,899
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁵	43,980	+ 14	+ 744	43,980
Total factors supplying reserve funds	2,914,513	+ 11,156	+ 540,440	2,913,849

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 Jul 6, 2011
	Week ended Jul 6, 2011	Change from week ended		
		Jun 29, 2011	Jul 7, 2010	
Currency in circulation ¹⁵	1,031,307	+ 7,332	+ 83,454	1,032,612
Reverse repurchase agreements ¹⁶	68,096	+ 2,769	+ 2,850	67,527
Foreign official and international accounts	68,096	+ 2,769	+ 2,850	67,527
Others	0	0	0	0
Treasury cash holdings	146	+ 16	- 89	137
Deposits with F.R. Banks, other than reserve balances	91,126	- 30,833	- 150,476	80,847
Term deposits held by depository institutions	0	- 5,087	- 2,122	0
U.S. Treasury, general account	76,560	- 31,423	+ 50,576	67,270
U.S. Treasury, supplementary financing account	5,000	0	- 194,963	5,000
Foreign official	174	- 15	- 1,444	127
Service-related	2,533	- 2	+ 60	2,533
Required clearing balances	2,533	- 2	+ 60	2,533
Adjustments to compensate for float	0	0	0	0
Other	6,859	+ 5,693	- 2,583	5,918
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁷	73,060	- 1,517	+ 942	72,251
Total factors, other than reserve balances, absorbing reserve funds	1,263,735	- 22,234	- 63,319	1,253,373
Reserve balances with Federal Reserve Banks	1,650,778	+ 33,390	+ 603,759	1,660,476

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.

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1A. Memorandum Items

Millions of dollars

Averages of daily figures				
Memorandum item	Week ended Jul 6, 2011	Change from week ended		Wednesday Jul 6, 2011
		Jun 29, 2011	Jul 7, 2010	
Marketable securities held in custody for foreign official and international accounts ¹	3,445,324	+ 322	+ 344,828	3,453,225
U.S. Treasury securities	2,708,007	+ 1,319	+ 430,051	2,716,278
Federal agency securities ²	737,317	- 996	- 85,223	736,947
Securities lent to dealers	30,462	+ 935	+ 23,421	22,358
Overnight facility ³	30,462	+ 935	+ 23,421	22,358
U.S. Treasury securities	29,736	+ 897	+ 24,611	21,455
Federal agency debt securities	727	+ 39	- 1,189	903

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, July 6, 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 ¹	12	52	1,217	11,271	0	...	12,552
U.S. Treasury securities ²							
Holdings	12,485	17,910	103,863	708,800	581,824	199,633	1,624,515
Weekly changes	- 6,932	+ 6,944	+ 3,344	+ 5,213	- 3,841	+ 2,727	+ 7,455
Federal agency debt securities ³							
Holdings	1,034	5,768	16,784	66,388	22,749	2,347	115,070
Weekly changes	- 600	- 1,034	0	0	0	0	- 1,634
Mortgage-backed securities ⁴							
Holdings	0	0	0	17	23	908,814	908,853
Weekly changes	0	0	0	0	0	0	0
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	0	0	0	0	0	0	0
Reverse repurchase agreements ⁶	67,527	0	...	...	...	...	67,527
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 Jul 6, 2011
Mortgage-backed securities held outright ¹	908,853
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 Jul 6, 2011
Net portfolio holdings of Maiden Lane LLC ¹	23,871
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	20,895
Accrued interest payable to the Federal Reserve Bank of New York ²	709
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,350

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 Jul 6, 2011
Net portfolio holdings of Maiden Lane II LLC ¹	11,451
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	6,971
Accrued interest payable to the Federal Reserve Bank of New York ²	526
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,089

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 Jul 6, 2011
Net portfolio holdings of Maiden Lane III LLC ¹	24,315
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	11,699
Accrued interest payable to the Federal Reserve Bank of New York ²	627
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,455</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 Jul 6, 2011
Asset-backed securities holdings ¹	0
Other investments, net	757
Net portfolio holdings of TALF LLC	757
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>108</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.

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8. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Jul 6, 2011	Change since	
			Wednesday Jun 29, 2011	Wednesday Jul 7, 2010
Assets				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,096	- 18	+ 138
Securities, repurchase agreements, and loans		2,660,990	+ 5,528	+ 534,015
Securities held outright ¹		2,648,438	+ 5,821	+ 588,389
U.S. Treasury securities		1,624,515	+ 7,455	+ 847,518
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,531,497	+ 7,139	+ 819,474
Notes and bonds, inflation-indexed ²		65,521	+ 225	+ 24,396
Inflation compensation ³		9,074	+ 90	+ 3,648
Federal agency debt securities ²		115,070	- 1,634	- 49,692
Mortgage-backed securities ⁴		908,853	0	- 209,437
Repurchase agreements ⁵		0	0	0
Loans		12,552	- 293	- 54,373
Net portfolio holdings of Commercial Paper				
Funding Facility LLC ⁶		0	0	- 1
Net portfolio holdings of Maiden Lane LLC ⁷		23,871	+ 22	- 4,655
Net portfolio holdings of Maiden Lane II LLC ⁸		11,451	- 1,087	- 4,094
Net portfolio holdings of Maiden Lane III LLC ⁹		24,315	+ 71	+ 1,390
Net portfolio holdings of TALF LLC ¹⁰		757	0	+ 251
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹		0	0	- 25,733
Items in process of collection	(193)	419	+ 181	- 247
Bank premises		2,199	- 11	- 31
Central bank liquidity swaps ¹²		0	0	- 1,245
Other assets ¹³		131,714	+ 196	+ 38,803
Total assets	(193)	2,874,049	+ 4,882	+ 538,592

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

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Jul 6, 2011	Change since	
			Wednesday Jun 29, 2011	Wednesday Jul 7, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		990,861	+ 5,073	+ 83,163
Reverse repurchase agreements ¹⁴		67,527	+ 920	+ 4,623
Deposits	(0)	1,741,336	- 364	+ 451,419
Term deposits held by depository institutions		0	- 5,087	- 2,122
Other deposits held by depository institutions		1,663,022	+ 40,627	+ 603,905
U.S. Treasury, general account		67,270	- 38,312	+ 50,795
U.S. Treasury, supplementary financing account		5,000	0	- 194,963
Foreign official		127	+ 1	- 1,519
Other	(0)	5,918	+ 2,407	- 4,675
Deferred availability cash items	(193)	2,074	+ 596	- 1,352
Other liabilities and accrued dividends ¹⁵		20,584	- 35	+ 6,006
Total liabilities	(193)	2,822,382	+ 6,189	+ 543,859
<i>Capital accounts</i>				
Capital paid in		25,833	- 654	- 827
Surplus		25,833	- 654	+ 29
Other capital accounts		0	0	- 4,470
Total capital		51,667	- 1,307	- 5,267

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.

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9. Statement of Condition of Each Federal Reserve Bank, July 6, 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	2,096	48	66	160	153	351	178	321	33	59	161	213	353
Securities, repurchase agreements, and loans	2,660,990	65,117	1,244,131	90,725	71,540	305,868	196,895	157,286	50,133	40,732	70,460	104,746	263,357
Securities held outright ¹	2,648,438	65,116	1,231,637	90,725	71,540	305,868	196,892	157,279	50,127	40,703	70,450	104,746	263,357
U.S. Treasury securities	1,624,515	39,941	755,469	55,649	43,882	187,615	120,771	96,473	30,747	24,966	43,213	64,250	161,539
Bills ²	18,423	453	8,567	631	498	2,128	1,370	1,094	349	283	490	729	1,832
Notes and bonds ³	1,606,092	39,488	746,902	55,018	43,384	185,487	119,401	95,378	30,399	24,683	42,723	63,521	159,707
Federal agency debt securities ²	115,070	2,829	53,512	3,942	3,108	13,289	8,555	6,833	2,178	1,768	3,061	4,551	11,442
Mortgage-backed securities ⁴	908,853	22,345	422,656	31,134	24,550	104,963	67,567	53,973	17,202	13,968	24,176	35,945	90,375
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	12,552	1	12,493	0	0	0	4	8	6	30	10	1	0
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	23,871	0	23,871	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁸	11,451	0	11,451	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁹	24,315	0	24,315	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ¹⁰	757	0	757	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	612	32	0	124	101	16	123	43	11	36	30	21	76
Bank premises	2,199	123	255	68	137	236	214	206	136	106	261	246	211
Central bank liquidity swaps ¹²	0	0	0	0	0	0	0	0	0	0	0	0	0
Other assets ¹³	131,714	3,530	56,355	6,193	4,832	17,673	9,372	6,905	2,234	2,474	3,044	4,577	14,525
Interdistrict settlement account	0	- 491	+ 236,335	+ 5,156	- 3,971	- 95,543	- 41,346	+ 1,336	- 10,631	- 20,118	- 16,565	- 9,475	- 44,688
Total assets	2,874,242	68,945	1,603,220	103,067	73,478	229,884	167,484	167,376	42,385	23,578	57,862	101,338	235,625

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

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9. Statement of Condition of Each Federal Reserve Bank, July 6, 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	1,144,681	43,190	385,718	47,092	54,738	92,975	139,630	89,811	33,854	19,433	32,077	75,225	130,938
Less: Notes held by F.R. Banks	153,820	4,451	40,803	5,537	7,323	11,900	24,510	12,400	4,115	5,401	3,063	10,682	23,633
Federal Reserve notes, net	990,861	38,739	344,915	41,555	47,415	81,075	115,120	77,411	29,739	14,032	29,013	64,542	107,305
Reverse repurchase agreements ¹⁴	67,527	1,660	31,403	2,313	1,824	7,799	5,020	4,010	1,278	1,038	1,796	2,671	6,715
Deposits	1,741,337	26,329	1,196,019	53,730	19,706	128,909	43,666	83,888	10,608	7,069	26,180	32,873	112,358
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	1,663,022	26,325	1,117,866	53,709	19,703	128,844	43,663	83,864	10,582	7,068	26,179	32,873	112,347
U.S. Treasury, general account	67,270	0	67,270	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	127	1	98	4	3	8	2	1	0	1	0	1	6
Other	5,918	3	5,785	18	0	58	0	23	25	0	1	0	5
Deferred availability cash items	2,267	145	0	439	293	65	128	146	105	342	127	125	351
Interest on Federal Reserve notes due to U.S. Treasury ¹⁵	2,268	33	825	56	32	165	125	22	31	734	44	61	139
Other liabilities and accrued dividends ¹⁶	18,316	196	14,620	253	259	745	485	411	181	144	183	287	553
Total liabilities	2,822,576	67,102	1,587,782	98,347	69,528	218,758	164,544	165,889	41,942	23,360	57,343	100,559	227,420
<i>Capital</i>													
Capital paid in	25,833	921	7,719	2,360	1,975	5,563	1,470	744	221	109	259	389	4,102
Surplus	25,833	921	7,719	2,360	1,975	5,563	1,470	744	221	109	259	389	4,102
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,874,242	68,945	1,603,220	103,067	73,478	229,884	167,484	167,376	42,385	23,578	57,862	101,338	235,625

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, July 6, 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).

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

Millions of dollars

Federal Reserve notes and collateral		Wednesday Jul 6, 2011
Federal Reserve notes outstanding		1, 144, 681
Less: Notes held by F.R. Banks not subject to collateralization		153, 820
Federal Reserve notes to be collateralized		990, 861
Collateral held against Federal Reserve notes		990, 861
Gold certificate account		11, 037
Special drawing rights certificate account		5, 200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}		974, 624
Other assets pledged		0
<i>Memo:</i>		
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}		2, 648, 438
Less: Face value of securities under reverse repurchase agreements		62, 088
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged		2, 586, 350

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.