

FEDERAL RESERVE statistical release



H.4.1

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

October 13, 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 Oct 12, 2011
	Week ended Oct 12, 2011	Change from week ended		
		Oct 5, 2011	Oct 13, 2010	
Reserve Bank credit	2,839,886	+ 4,212	+ 546,692	2,843,003
Securities held outright ¹	2,645,797	+ 604	+ 592,551	2,647,918
U.S. Treasury securities	1,666,645	+ 604	+ 845,494	1,668,766
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,569,323	- 1,083	+ 814,422	1,571,429
Notes and bonds, inflation-indexed ²	68,966	+ 1,418	+ 26,648	68,966
Inflation compensation ³	9,934	+ 269	+ 4,425	9,949
Federal agency debt securities ²	108,268	0	- 45,288	108,268
Mortgage-backed securities ⁴	870,883	0	- 207,656	870,883
Repurchase agreements ⁵	0	0	0	0
Loans	11,374	- 32	- 37,747	11,393
Primary credit	38	+ 12	+ 23	70
Secondary credit	1	+ 1	+ 1	5
Seasonal credit	61	- 15	+ 6	56
Credit extended to American International Group, Inc., net ⁶	0	0	- 19,796	0
Term Asset-Backed Securities Loan Facility ⁷	11,273	- 30	- 17,982	11,262
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	15,487	+ 1	- 13,024	15,495
Net portfolio holdings of Maiden Lane II LLC ⁹	9,853	- 104	- 5,821	9,855
Net portfolio holdings of Maiden Lane III LLC ¹⁰	21,243	+ 62	- 1,546	21,294
Net portfolio holdings of TALF LLC ¹¹	785	0	+ 184	785
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	- 26,057	0
Float	-1,164	- 113	+ 567	-1,978
Central bank liquidity swaps ¹²	500	0	+ 440	500
Other Federal Reserve assets ¹³	136,013	+ 3,796	+ 37,147	137,741
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	44,149	+ 14	+ 712	44,149
Total factors supplying reserve funds	2,900,276	+ 4,226	+ 547,404	2,903,392

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 Oct 12, 2011
	Week ended Oct 12, 2011	Change from week ended		
		Oct 5, 2011	Oct 13, 2010	
Currency in circulation ¹⁴	1,045,001	+ 6,035	+ 82,897	1,045,077
Reverse repurchase agreements ¹⁵	76,850	- 7,247	+ 15,129	73,484
Foreign official and international accounts	76,850	- 7,247	+ 15,129	73,484
Others	0	0	0	0
Treasury cash holdings	132	+ 7	- 93	142
Deposits with F.R. Banks, other than reserve balances	82,113	- 15,424	- 151,503	80,544
Term deposits held by depository institutions	5,077	0	- 36	5,077
U.S. Treasury, General Account	21,906	- 21,749	- 874	17,681
U.S. Treasury, Supplementary Financing Account	0	0	- 199,962	0
Foreign official	127	- 1,443	- 1,268	126
Service-related	2,512	- 2	+ 112	2,512
Required clearing balances	2,512	- 2	+ 112	2,512
Adjustments to compensate for float	0	0	0	0
Other	52,491	+ 7,769	+ 50,526	55,148
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁶	71,576	+ 641	- 1,421	71,284
Total factors, other than reserve balances, absorbing reserve funds	1,275,672	- 15,988	- 54,990	1,270,531
Reserve balances with Federal Reserve Banks	1,624,604	+ 20,214	+ 602,394	1,632,861

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. Refer to table 4 and the note on consolidation accompanying table 9.
9. Refer to table 5 and the note on consolidation accompanying table 9.
10. Refer to table 6 and the note on consolidation accompanying table 9.
11. Refer to table 7 and the note on consolidation accompanying table 9.
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 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. Estimated.
15. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
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 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

Memorandum item	Averages of daily figures			Wednesday Oct 12, 2011
	Week ended Oct 12, 2011	Change from week ended		
		Oct 5, 2011	Oct 13, 2010	
Marketable securities held in custody for foreign official and international accounts ¹	3,403,651	- 20,971	+ 136,606	3,402,075
U.S. Treasury securities	2,680,422	- 20,520	+ 162,533	2,678,963
Federal agency securities ²	723,229	- 451	- 25,927	723,112
Securities lent to dealers	9,791	- 4,825	+ 2,292	10,829
Overnight facility ³	9,791	- 4,825	+ 2,292	10,829
U.S. Treasury securities	8,640	- 5,046	+ 2,835	9,600
Federal agency debt securities	1,152	+ 222	- 542	1,229

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, October 12, 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	83	47	4,226	7,036	0	...	11,393
U.S. Treasury securities ²							
Holdings	12,138	26,430	121,847	717,664	583,824	206,864	1,668,766
Weekly changes	- 2,503	+ 2,504	- 8,865	+ 9	+ 25	+ 5,814	- 3,018
Federal agency debt securities ³							
Holdings	600	5,267	19,655	62,254	18,145	2,347	108,268
Weekly changes	0	+ 1,593	- 934	- 659	0	0	0
Mortgage-backed securities ⁴							
Holdings	0	0	0	13	22	870,848	870,883
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	500	0	0	0	0	0	500
Reverse repurchase agreements ⁶	73,484	0	...	...	...	...	73,484
Term deposits	5,077	0	0	...	...	...	5,077

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

Millions of dollars

Account name	Wednesday Oct 12, 2011
Mortgage-backed securities held outright ¹	870,883
Commitments to buy mortgage-backed securities ²	9,150
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 Oct 12, 2011
Net portfolio holdings of Maiden Lane LLC ¹	15,495
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	12,212
Accrued interest payable to the Federal Reserve Bank of New York ²	741
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,369

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 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 Oct 12, 2011
Net portfolio holdings of Maiden Lane II LLC ¹	9,855
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	6,507
Accrued interest payable to the Federal Reserve Bank of New York ²	550
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,098

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 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 Oct 12, 2011
Net portfolio holdings of Maiden Lane III LLC ¹	21,294
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	10,221
Accrued interest payable to the Federal Reserve Bank of New York ²	664
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,502</u>

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 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 Oct 12, 2011
Asset-backed securities holdings ¹	0
Other investments, net	785
Net portfolio holdings of TALF LLC	785
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>109</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 Oct 12, 2011	Change since	
			Wednesday Oct 5, 2011	Wednesday Oct 13, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,255	- 2	+ 149
Securities, repurchase agreements, and loans		2,659,311	- 3,021	+ 558,096
Securities held outright ¹		2,647,918	- 3,018	+ 596,041
U.S. Treasury securities		1,668,766	- 3,018	+ 847,610
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,571,429	- 4,648	+ 816,528
Notes and bonds, inflation-indexed ²		68,966	+ 1,369	+ 26,648
Inflation compensation ³		9,949	+ 261	+ 4,435
Federal agency debt securities ²		108,268	0	- 43,914
Mortgage-backed securities ⁴		870,883	0	- 207,656
Repurchase agreements ⁵		0	0	0
Loans		11,393	- 3	- 37,945
Net portfolio holdings of Maiden Lane LLC ⁶		15,495	+ 10	- 13,024
Net portfolio holdings of Maiden Lane II LLC ⁷		9,855	+ 3	- 5,821
Net portfolio holdings of Maiden Lane III LLC ⁸		21,294	+ 59	- 1,540
Net portfolio holdings of TALF LLC ⁹		785	0	+ 184
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰		0	0	- 26,057
Items in process of collection	(137)	282	+ 19	- 171
Bank premises		2,182	+ 1	- 42
Central bank liquidity swaps ¹¹		500	0	+ 440
Other assets ¹²		135,574	+ 3,869	+ 38,536
Total assets	(137)	2,863,770	+ 938	+ 550,751

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 Oct 12, 2011	Change since	
			Wednesday Oct 5, 2011	Wednesday Oct 13, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,003,322	+ 2,654	+ 80,742
Reverse repurchase agreements ¹³		73,484	- 9,344	+ 13,511
Deposits	(0)	1,713,420	+ 6,055	+ 458,190
Term deposits held by depository institutions		5,077	0	- 36
Other deposits held by depository institutions		1,635,388	+ 8,791	+ 606,617
U.S. Treasury, General Account		17,681	- 13,942	+ 2,044
U.S. Treasury, Supplementary Financing Account		0	0	- 199,962
Foreign official		126	- 93	- 1,089
Other	(0)	55,148	+ 11,298	+ 50,617
Deferred availability cash items	(137)	2,260	+ 743	- 1,070
Other liabilities and accrued dividends ¹⁴		19,247	+ 827	+ 4,226
Total liabilities	(137)	2,811,733	+ 934	+ 555,599
<i>Capital accounts</i>				
Capital paid in		26,019	+ 3	- 676
Surplus		26,019	+ 3	+ 133
Other capital accounts		0	0	- 4,303
Total capital		52,037	+ 4	- 4,847

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.
- 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, October 12, 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	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	2,255	54	82	163	163	385	207	336	33	57	168	236	371
Securities, repurchase agreements, and loans	2,659,311	65,103	1,242,663	90,708	71,526	305,808	196,858	157,297	50,122	40,715	70,451	104,757	263,305
Securities held outright ¹	2,647,918	65,103	1,231,395	90,707	71,526	305,808	196,853	157,248	50,117	40,695	70,436	104,725	263,305
U.S. Treasury securities	1,668,766	41,029	776,048	57,165	45,077	192,726	124,060	99,100	31,585	25,646	44,390	66,000	165,940
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	1,650,344	40,576	767,481	56,534	44,579	190,598	122,691	98,006	31,236	25,363	43,900	65,271	164,108
Federal agency debt securities ²	108,268	2,662	50,349	3,709	2,925	12,504	8,049	6,430	2,049	1,664	2,880	4,282	10,766
Mortgage-backed securities ⁴	870,883	21,412	404,998	29,833	23,524	100,578	64,744	51,718	16,483	13,384	23,166	34,444	86,599
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	11,393	0	11,267	1	0	0	5	49	5	20	15	31	0
Net portfolio holdings of Maiden Lane LLC ⁶	15,495	0	15,495	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁷	9,855	0	9,855	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	21,294	0	21,294	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	785	0	785	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	419	25	0	58	97	8	37	38	8	33	8	21	87
Bank premises	2,182	123	256	67	126	234	214	205	134	106	260	246	212
Central bank liquidity swaps ¹¹	500	17	145	48	37	103	29	13	4	15	5	8	77
Other assets ¹²	135,574	3,626	58,132	6,336	4,938	18,130	9,654	7,125	2,308	2,537	3,138	4,728	14,921
Interdistrict settlement account	0	+ 5,965	+ 281,009	- 14,906	- 1,148	- 134,132	- 37,024	- 21,191	- 8,744	- 17,033	- 18,635	+ 1,737	- 35,900
Total assets	2,863,907	75,499	1,635,398	83,117	76,426	191,820	172,022	145,101	44,335	26,717	55,866	112,742	244,863

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, October 12, 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	1,169,759	43,154	388,894	46,557	54,858	95,488	146,246	90,508	33,919	20,951	34,670	79,524	134,990
Less: Notes held by F.R. Banks	166,437	5,502	44,990	6,761	8,693	11,688	26,484	13,029	4,409	5,455	3,803	10,850	24,773
Federal Reserve notes, net	1,003,322	37,652	343,904	39,797	46,165	83,800	119,762	77,479	29,510	15,496	30,867	68,674	110,217
Reverse repurchase agreements ¹³	73,484	1,807	34,173	2,517	1,985	8,487	5,463	4,364	1,391	1,129	1,955	2,906	7,307
Deposits	1,713,420	33,782	1,227,134	35,236	23,702	87,351	43,163	61,107	12,679	9,260	22,173	39,927	117,907
Term deposits held by depository institutions	5,077	20	1,270	605	0	2,015	0	555	0	60	1	6	545
Other deposits held by depository institutions	1,635,388	33,740	1,153,189	34,627	23,698	85,139	43,161	60,522	12,675	9,197	22,170	39,920	117,350
U.S. Treasury, General Account	17,681	0	17,681	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, Supplementary Financing Account	0	0	0	0	0	0	0	0	0	0	0	0	0
Foreign official	126	1	98	4	3	8	2	1	0	1	0	1	6
Other	55,148	21	54,897	0	1	189	0	29	4	2	1	0	6
Deferred availability cash items	2,397	126	0	399	273	72	128	151	99	439	141	114	456
Interest on Federal Reserve notes due to U.S. Treasury ¹⁴	2,125	61	964	93	69	266	143	114	34	40	47	72	221
Other liabilities and accrued dividends ¹⁵	17,122	187	13,626	260	267	722	430	364	171	134	166	262	535
Total liabilities	2,811,870	73,614	1,619,800	78,302	72,461	180,696	169,088	143,579	43,884	26,498	55,348	111,955	236,644
<i>Capital</i>													
Capital paid in	26,019	943	7,799	2,407	1,982	5,562	1,467	761	225	109	259	394	4,110
Surplus	26,019	943	7,799	2,407	1,982	5,562	1,467	761	225	109	259	394	4,110
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,863,907	75,499	1,635,398	83,117	76,426	191,820	172,022	145,101	44,335	26,717	55,866	112,742	244,863

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, October 12, 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. Refer to table 4 and the note on consolidation below.
7. Refer to table 5 and the note on consolidation below.
8. Refer to table 6 and the note on consolidation below.
9. Refer to table 7 and the note on consolidation below.
10. 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.
11. 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.
12. 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.
13. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
14. 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.
15. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation below. 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 Oct 12, 2011
Federal Reserve notes outstanding	1,169,759
Less: Notes held by F.R. Banks not subject to collateralization	166,437
Federal Reserve notes to be collateralized	1,003,322
Collateral held against Federal Reserve notes	1,003,322
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	987,085
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,647,918
Less: Face value of securities under reverse repurchase agreements	64,774
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,583,143

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.