

FEDERAL RESERVE statistical release



H.4.1

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

January 19, 2012

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 Jan 18, 2012
	Week ended Jan 18, 2012	Change from week ended		
		Jan 11, 2012	Jan 19, 2011	
Reserve Bank credit	2,903,761	+ 20,871	+ 487,459	2,901,179
Securities held outright ¹	2,602,187	+ 7,369	+ 395,648	2,600,438
U.S. Treasury securities	1,647,279	- 5,964	+ 575,660	1,651,506
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,550,886	- 6,945	+ 553,564	1,555,200
Notes and bonds, inflation-indexed ²	68,482	+ 973	+ 18,808	68,418
Inflation compensation ³	9,488	+ 8	+ 3,287	9,466
Federal agency debt securities ²	102,030	- 1,281	- 44,174	101,498
Mortgage-backed securities ⁴	852,878	+ 14,614	- 135,839	847,434
Repurchase agreements ⁵	0	0	0	0
Loans	8,598	- 239	- 18,030	8,596
Primary credit	4	- 1	- 43	2
Secondary credit	0	0	- 2	0
Seasonal credit	2	- 5	- 8	3
Credit extended to American International Group, Inc., net ⁶	0	0	- 2,904	0
Term Asset-Backed Securities Loan Facility ⁷	8,592	- 233	- 15,074	8,590
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	7,171	- 69	- 19,289	7,010
Net portfolio holdings of Maiden Lane II LLC ⁹	9,146	+ 3	- 6,800	9,150
Net portfolio holdings of Maiden Lane III LLC ¹⁰	17,798	- 1	- 4,747	17,633
Net portfolio holdings of TALF LLC ¹¹	811	0	+ 146	811
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	- 3,769	0
Float	-916	+ 24	+ 887	-1,576
Central bank liquidity swaps ¹²	103,266	+ 10,985	+ 103,196	103,266
Other Federal Reserve assets ¹³	155,700	+ 2,799	+ 40,218	155,852
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	44,277	+ 14	+ 632	44,277
Total factors supplying reserve funds	2,964,278	+ 20,884	+ 488,090	2,961,697

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

Billions of dollars Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Jan 18, 2012
	Week ended Jan 18, 2012	Change from week ended		
		Jan 11, 2012	Jan 19, 2011	
Currency in circulation ¹⁴	1,067,960	- 1,993	+ 89,385	1,067,888
Reverse repurchase agreements ¹⁵	84,427	- 3,725	+ 30,640	91,093
Foreign official and international accounts	84,427	- 3,725	+ 30,640	91,093
Others	0	0	0	0
Treasury cash holdings	137	+ 5	- 58	145
Deposits with F.R. Banks, other than reserve balances	146,368	+ 4,958	- 150,114	187,672
Term deposits held by depository institutions	3,079	+ 3,079	+ 3,079	3,079
U.S. Treasury, General Account	78,069	- 194	+ 19,111	108,203
U.S. Treasury, Supplementary Financing Account	0	0	- 199,961	0
Foreign official	152	+ 27	- 4,160	126
Service-related	1,980	- 505	- 382	1,980
Required clearing balances	1,980	- 505	- 382	1,980
Adjustments to compensate for float	0	0	0	0
Other	63,089	+ 2,553	+ 32,201	74,285
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	- 3,842	0
Other liabilities and capital ¹⁶	71,907	+ 766	- 193	71,418
Total factors, other than reserve balances, absorbing reserve funds	1,370,798	+ 10	- 34,184	1,418,216
Reserve balances with Federal Reserve Banks	1,593,480	+ 20,874	+ 522,274	1,543,481

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.
- 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 Jan 18, 2012	Change from week ended		Wednesday Jan 18, 2012
		Jan 11, 2012	Jan 19, 2011	
Marketable securities held in custody for foreign official and international accounts ¹	3,391,653	- 6,065	+ 48,450	3,403,270
U.S. Treasury securities	2,664,888	- 3,931	+ 66,777	2,676,708
Federal agency securities ²	726,765	- 2,133	- 18,327	726,562
Securities lent to dealers	10,573	+ 1,957	- 4,450	14,372
Overnight facility ³	10,573	+ 1,957	- 4,450	14,372
U.S. Treasury securities	9,650	+ 1,920	- 3,968	13,520
Federal agency debt securities	923	+ 37	- 482	852

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, January 18, 2012

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	5	11	4,598	3,982	0	...	8,596
U.S. Treasury securities ²							
Holdings	14,630	35,186	66,893	638,088	659,004	237,705	1,651,506
Weekly changes	- 6,059	+ 13,378	- 11,071	- 4,497	+ 3,225	+ 5,686	+ 663
Federal agency debt securities ³							
Holdings	0	6,298	20,089	58,931	13,833	2,347	101,498
Weekly changes	- 903	+ 1,278	- 28	- 1,250	0	0	- 903
Mortgage-backed securities ⁴							
Holdings	0	0	0	13	67	847,353	847,434
Weekly changes	0	0	0	0	+ 31	+ 7,128	+ 7,160
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	9,179	94,087	0	0	0	0	103,266
Reverse repurchase agreements ⁶	91,093	0	...	...	...	...	91,093
Term deposits	0	3,079	0	...	...	...	3,079

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 Jan 18, 2012
Mortgage-backed securities held outright ¹	847,434
Commitments to buy mortgage-backed securities ²	33,210
Commitments to sell mortgage-backed securities ²	0
Cash and cash equivalents ³	14

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 Jan 18, 2012
Net portfolio holdings of Maiden Lane LLC ¹	7,010
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	3,812
Accrued interest payable to the Federal Reserve Bank of New York ²	757
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,389

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 September 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 Jan 18, 2012
Net portfolio holdings of Maiden Lane II LLC ¹	9,150
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	6,084
Accrued interest payable to the Federal Reserve Bank of New York ²	573
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,108

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 September 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 Jan 18, 2012
Net portfolio holdings of Maiden Lane III LLC ¹	17,633
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	8,890
Accrued interest payable to the Federal Reserve Bank of New York ²	698
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,551</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 September 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 Jan 18, 2012
Asset-backed securities holdings ¹	0
Other investments, net	811
Net portfolio holdings of TALF LLC	811
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>110</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 Jan 18, 2012	Change since	
			Wednesday Jan 11, 2012	Wednesday Jan 19, 2011
Assets				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,370	+ 25	+ 124
Securities, repurchase agreements, and loans		2,609,034	+ 6,887	+ 379,726
Securities held outright ¹		2,600,438	+ 6,919	+ 394,819
U.S. Treasury securities		1,651,506	+ 663	+ 571,928
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,555,200	+ 793	+ 550,461
Notes and bonds, inflation-indexed ²		68,418	- 90	+ 18,046
Inflation compensation ³		9,466	- 39	+ 3,422
Federal agency debt securities ²		101,498	- 903	- 44,387
Mortgage-backed securities ⁴		847,434	+ 7,160	- 132,723
Repurchase agreements ⁵		0	0	0
Loans		8,596	- 32	- 15,092
Net portfolio holdings of Maiden Lane LLC ⁶		7,010	- 236	- 19,383
Net portfolio holdings of Maiden Lane II LLC ⁷		9,150	+ 5	- 6,801
Net portfolio holdings of Maiden Lane III LLC ⁸		17,633	- 233	- 4,795
Net portfolio holdings of TALF LLC ⁹		811	0	+ 146
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰		0	0	0
Items in process of collection	(195)	391	+ 84	- 74
Bank premises		2,182	0	- 40
Central bank liquidity swaps ¹¹		103,266	+ 11,807	+ 103,196
Other assets ¹²		153,668	+ 1,909	+ 41,386
Total assets	(195)	2,921,751	+ 20,248	+ 493,483

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 Jan 18, 2012	Change since	
			Wednesday Jan 11, 2012	Wednesday Jan 19, 2011
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,026,122	- 466	+ 88,718
Reverse repurchase agreements ¹³		91,093	+ 6,461	+ 38,161
Deposits	(0)	1,731,151	+ 15,043	+ 367,743
Term deposits held by depository institutions		3,079	+ 3,079	+ 3,079
Other deposits held by depository institutions		1,545,459	- 39,316	+ 481,502
U.S. Treasury, General Account		108,203	+ 42,136	+ 14,080
U.S. Treasury, Supplementary Financing Account		0	0	- 199,961
Foreign official		126	+ 1	- 4,784
Other	(0)	74,285	+ 9,144	+ 73,828
Deferred availability cash items	(195)	1,967	+ 652	- 792
Other liabilities and accrued dividends ¹⁴		17,617	- 1,443	- 1,084
Total liabilities	(195)	2,867,950	+ 20,247	+ 492,745
<i>Capital accounts</i>				
Capital paid in		26,901	+ 1	+ 370
Surplus		26,901	+ 1	+ 370
Other capital accounts		0	0	0
Total capital		53,801	0	+ 738

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

1. Includes securities lent to dealers under the overnight securities lending facility; refer to table 1A.
2. Face value of the securities.
3. Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
6. Refer to table 4 and the note on consolidation accompanying table 9.
7. Refer to table 5 and the note on consolidation accompanying table 9.
8. Refer to table 6 and the note on consolidation accompanying table 9.
9. Refer to table 7 and the note on consolidation accompanying table 9.
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. 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, January 18, 2012

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	2,370	55	90	161	177	416	211	348	37	62	177	247	389
Securities, repurchase agreements, and loans	2,609,034	63,936	1,217,907	89,081	70,243	300,324	193,323	154,428	49,220	39,966	69,175	102,848	258,584
Securities held outright ¹	2,600,438	63,936	1,209,315	89,081	70,243	300,324	193,323	154,428	49,219	39,965	69,173	102,848	258,584
U.S. Treasury securities	1,651,506	40,605	768,021	56,574	44,611	190,732	122,777	98,075	31,258	25,381	43,931	65,317	164,223
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	1,633,084	40,152	759,454	55,943	44,113	188,605	121,408	96,981	30,909	25,098	43,441	64,589	162,391
Federal agency debt securities ²	101,498	2,495	47,201	3,477	2,742	11,722	7,546	6,028	1,921	1,560	2,700	4,014	10,093
Mortgage-backed securities ⁴	847,434	20,835	394,093	29,030	22,891	97,870	63,000	50,325	16,039	13,024	22,542	33,516	84,268
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	8,596	0	8,591	0	0	0	0	0	1	1	2	0	0
Net portfolio holdings of Maiden Lane LLC ⁶	7,010	0	7,010	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁷	9,150	0	9,150	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	17,633	0	17,633	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	811	0	811	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	586	18	0	107	172	84	121	21	8	25	8	30	-8
Bank premises	2,182	122	261	67	125	232	214	205	134	105	259	245	213
Central bank liquidity swaps ¹¹	103,266	3,569	29,909	10,003	7,660	21,175	5,918	2,616	842	3,190	930	1,565	15,891
Other assets ¹²	153,668	4,068	66,709	6,894	5,383	20,128	10,993	8,226	2,660	2,801	3,640	5,501	16,666
Interdistrict settlement account	0	- 7,168	+ 350,725	- 28,078	- 13,183	- 143,563	- 48,169	- 11,959	- 8,623	- 19,531	- 18,640	- 3,991	- 47,820
Total assets	2,921,946	65,185	1,705,888	78,875	71,265	200,080	164,658	155,163	44,746	26,905	56,020	107,453	245,706

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, January 18, 2012 (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	1,210,858	44,256	433,971	46,093	54,590	94,713	143,610	89,177	33,871	21,065	34,637	80,038	134,837
Less: Notes held by F.R. Banks	184,736	4,811	54,280	6,648	9,685	12,263	29,148	12,988	4,534	5,446	4,113	12,959	27,861
Federal Reserve notes, net	1,026,122	39,445	379,691	39,444	44,905	82,450	114,462	76,189	29,337	15,619	30,525	67,079	106,976
Reverse repurchase agreements ¹³	91,093	2,240	42,362	3,120	2,461	10,520	6,772	5,410	1,724	1,400	2,423	3,603	9,058
Deposits	1,731,151	21,293	1,252,980	31,134	19,402	95,089	39,515	71,590	12,986	9,175	22,261	35,392	120,333
Term deposits held by depository institutions	3,079	20	621	617	47	1,010	5	364	3	65	251	5	72
Other deposits held by depository institutions	1,545,459	21,262	1,069,863	30,512	19,352	94,030	39,507	71,194	12,983	9,108	22,010	35,385	120,254
U.S. Treasury, General Account	108,203	0	108,203	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	74,285	9	74,196	2	1	41	0	32	0	1	1	1	1
Deferred availability cash items	2,162	96	0	221	222	47	302	93	73	333	79	206	489
Interest on Federal Reserve notes due to U.S. Treasury ¹⁴	1,770	42	842	67	55	213	127	94	28	28	42	63	171
Other liabilities and accrued dividends ¹⁵	15,846	183	12,658	222	241	632	405	352	158	131	155	250	460
Total liabilities	2,868,145	63,298	1,688,534	74,209	67,287	188,952	161,582	153,728	44,306	26,686	55,484	106,591	237,487
<i>Capital</i>													
Capital paid in	26,901	943	8,677	2,333	1,989	5,564	1,538	718	220	109	268	431	4,109
Surplus	26,901	943	8,677	2,333	1,989	5,564	1,538	718	220	109	268	431	4,109
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,921,946	65,185	1,705,888	78,875	71,265	200,080	164,658	155,163	44,746	26,905	56,020	107,453	245,706

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, January 18, 2012 (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 Jan 18, 2012
Federal Reserve notes outstanding		1, 210, 858
Less: Notes held by F.R. Banks not subject to collateralization		184, 736
Federal Reserve notes to be collateralized		1, 026, 122
Collateral held against Federal Reserve notes		1, 026, 122
Gold certificate account		11, 037
Special drawing rights certificate account		5, 200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}		1, 009, 885
Other assets pledged		0
<i>Memo:</i>		
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}		2, 600, 438
Less: Face value of securities under reverse repurchase agreements		78, 428
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged		2, 522, 010

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.