

FEDERAL RESERVE statistical release



H.4.1

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

February 9, 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 Feb 8, 2012
	Week ended Feb 8, 2012	Change from week ended		
		Feb 1, 2012	Feb 9, 2011	
Reserve Bank credit	2,913,546	+ 7,870	+ 444,124	2,910,679
Securities held outright ¹	2,602,532	+ 3,565	+ 339,024	2,598,220
U.S. Treasury securities	1,665,017	+ 3,395	+ 511,210	1,660,692
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,568,723	+ 3,463	+ 491,882	1,565,806
Notes and bonds, inflation-indexed ²	68,510	+ 11	+ 16,144	67,370
Inflation compensation ³	9,360	- 81	+ 3,182	9,093
Federal agency debt securities ²	101,498	0	- 43,126	101,498
Mortgage-backed securities ⁴	836,018	+ 171	- 129,059	836,030
Repurchase agreements ⁵	0	0	0	0
Loans	8,139	- 48	- 14,268	8,132
Primary credit	8	- 36	- 40	3
Secondary credit	0	0	0	0
Seasonal credit	2	- 2	+ 2	2
Credit extended to American International Group, Inc., net ⁶	0	0	0	0
Term Asset-Backed Securities Loan Facility ⁷	8,129	- 10	- 14,230	8,127
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	6,971	+ 18	- 19,571	6,995
Net portfolio holdings of Maiden Lane II LLC ⁹	6,351	- 3,157	- 9,684	6,712
Net portfolio holdings of Maiden Lane III LLC ¹⁰	17,744	+ 24	- 5,170	17,856
Net portfolio holdings of TALF LLC ¹¹	819	0	+ 133	819
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	0	0
Float	-1,033	- 125	+ 669	-1,037
Central bank liquidity swaps ¹²	108,757	+ 4,303	+ 108,687	108,757
Other Federal Reserve assets ¹³	163,265	+ 3,289	+ 44,303	164,227
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	44,319	+ 14	+ 596	44,319
Total factors supplying reserve funds	2,974,106	+ 7,884	+ 444,720	2,971,239

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

H.4.1

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

Millions of dollars

Billions of dollars Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Feb 8, 2012
	Week ended Feb 8, 2012	Change from week ended		
		Feb 1, 2012	Feb 9, 2011	
Currency in circulation ¹⁴	1,074,089	+ 6,735	+ 87,947	1,078,695
Reverse repurchase agreements ¹⁵	87,228	- 2,387	+ 27,729	86,755
Foreign official and international accounts	87,228	- 2,387	+ 27,729	86,755
Others	0	0	0	0
Treasury cash holdings	144	+ 1	- 35	148
Deposits with F.R. Banks, other than reserve balances	137,842	- 25,320	- 121,279	99,729
Term deposits held by depository institutions	3,079	0	+ 3,079	3,079
U.S. Treasury, General Account	87,962	- 29,592	+ 6,745	49,136
U.S. Treasury, Supplementary Financing Account	0	0	- 174,967	0
Foreign official	126	- 2	- 1	126
Service-related	1,977	0	- 375	1,977
Required clearing balances	1,977	0	- 375	1,977
Adjustments to compensate for float	0	0	0	0
Other	44,699	+ 4,275	+ 44,241	45,411
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁶	74,026	+ 910	+ 1,972	74,153
Total factors, other than reserve balances, absorbing reserve funds	1,373,329	- 20,060	- 3,665	1,339,480
Reserve balances with Federal Reserve Banks	1,600,777	+ 27,943	+ 448,385	1,631,759

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.

H.4.1

1A. Memorandum Items

Millions of dollars

Averages of daily figures				
Memorandum item	Week ended Feb 8, 2012	Change from week ended		Wednesday Feb 8, 2012
		Feb 1, 2012	Feb 9, 2011	
Marketable securities held in custody for foreign official and international accounts ¹	3,421,130	+ 11,319	+ 58,028	3,435,792
U.S. Treasury securities	2,692,533	+ 11,323	+ 79,092	2,706,434
Federal agency securities ²	728,598	- 2	- 21,063	729,358
Securities lent to dealers	13,974	+ 1,314	- 4,694	13,050
Overnight facility ³	13,974	+ 1,314	- 4,694	13,050
U.S. Treasury securities	12,777	+ 1,261	- 4,653	11,842
Federal agency debt securities	1,198	+ 54	- 40	1,208

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

1. Face value of the securities. Includes U.S. Treasury STRIPS and other zero-coupon bonds at face value and mortgage-backed securities at original face value.
2. Includes debt and mortgage-backed securities.
3. Fully collateralized by U.S. Treasury securities.

2. Maturity Distribution of Securities, Loans, and Selected Other Assets and Liabilities, February 8, 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	3	13	4,766	3,350	0	...	8,132
U.S. Treasury securities ²							
Holdings	24,784	25,975	56,826	624,741	677,832	250,533	1,660,692
Weekly changes	+ 3,867	- 3,868	- 9,452	- 790	+ 4,941	+ 3,534	- 1,767
Federal agency debt securities ³							
Holdings	681	6,246	19,460	58,931	13,833	2,347	101,498
Weekly changes	0	0	0	0	0	0	0
Mortgage-backed securities ⁴							
Holdings	0	0	1	12	77	835,941	836,030
Weekly changes	0	0	+ 1	0	+ 4	+ 14	+ 18
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	5,310	103,447	0	0	0	0	108,757
Reverse repurchase agreements ⁶	86,755	0	...	...	...	...	86,755
Term deposits	3,079	0	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.

H.4.1

3. Supplemental Information on Mortgage-Backed Securities

Millions of dollars

Account name	Wednesday Feb 8, 2012
Mortgage-backed securities held outright ¹	836,030
Commitments to buy mortgage-backed securities ²	49,413
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 Feb 8, 2012
Net portfolio holdings of Maiden Lane LLC ¹	6,995
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	759
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,393

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of December 31, 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 Feb 8, 2012
Net portfolio holdings of Maiden Lane II LLC ¹	6,712
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	2,867
Accrued interest payable to the Federal Reserve Bank of New York ²	577
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,110

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of December 31, 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.

H.4.1

6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday Feb 8, 2012
Net portfolio holdings of Maiden Lane III LLC ¹	17,856
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	705
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,561</u>

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of December 31, 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 Feb 8, 2012
Asset-backed securities holdings ¹	0
Other investments, net	819
Net portfolio holdings of TALF LLC	819
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.

H.4.1

8. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Feb 8, 2012	Change since	
			Wednesday Feb 1, 2012	Wednesday Feb 9, 2011
Assets				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,447	+ 10	+ 138
Securities, repurchase agreements, and loans		2,606,352	- 1,759	+ 307,452
Securities held outright ¹		2,598,220	- 1,749	+ 321,432
U.S. Treasury securities		1,660,692	- 1,767	+ 493,605
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,565,806	- 99	+ 475,695
Notes and bonds, inflation-indexed ²		67,370	- 1,330	+ 15,004
Inflation compensation ³		9,093	- 338	+ 2,906
Federal agency debt securities ²		101,498	0	- 43,126
Mortgage-backed securities ⁴		836,030	+ 18	- 129,047
Repurchase agreements ⁵		0	0	0
Loans		8,132	- 10	- 13,980
Net portfolio holdings of Maiden Lane LLC ⁶		6,995	+ 28	- 19,570
Net portfolio holdings of Maiden Lane II LLC ⁷		6,712	- 2,796	- 9,326
Net portfolio holdings of Maiden Lane III LLC ⁸		17,856	+ 130	- 5,172
Net portfolio holdings of TALF LLC ⁹		819	0	+ 133
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰		0	0	0
Items in process of collection	(91)	170	- 32	+ 227
Bank premises		2,177	+ 2	- 39
Central bank liquidity swaps ¹¹		108,757	+ 4,303	+ 108,687
Other assets ¹²		162,049	+ 3,433	+ 44,059
Total assets	(91)	2,930,570	+ 3,319	+ 426,589

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

H.4.1

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Feb 8, 2012	Change since	
			Wednesday Feb 1, 2012	Wednesday Feb 9, 2011
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,036,968	+ 8,056	+ 89,708
Reverse repurchase agreements ¹³		86,755	+ 2,882	+ 30,733
Deposits	(0)	1,731,487	- 8,569	+ 304,160
Term deposits held by depository institutions		3,079	0	+ 3,079
Other deposits held by depository institutions		1,633,735	+ 59,788	+ 444,485
U.S. Treasury, General Account		49,136	- 71,555	- 13,380
U.S. Treasury, Supplementary Financing Account		0	0	- 174,967
Foreign official		126	- 15	+ 8
Other	(0)	45,411	+ 3,213	+ 44,934
Deferred availability cash items	(91)	1,207	+ 36	- 1,021
Other liabilities and accrued dividends ¹⁴		19,609	+ 971	+ 1,487
Total liabilities	(91)	2,876,025	+ 3,376	+ 425,066
<i>Capital accounts</i>				
Capital paid in		27,272	- 29	+ 761
Surplus		27,272	- 29	+ 761
Other capital accounts		0	0	0
Total capital		54,545	- 57	+ 1,523

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.

H.4.1

9. Statement of Condition of Each Federal Reserve Bank, February 8, 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	2,447	58	107	164	184	428	222	347	40	62	182	253	400
Securities, repurchase agreements, and loans	2,606,352	63,881	1,216,410	89,005	70,183	300,068	193,159	154,297	49,177	39,933	69,114	102,760	258,364
Securities held outright ¹	2,598,220	63,881	1,208,284	89,005	70,183	300,068	193,158	154,296	49,177	39,931	69,114	102,760	258,363
U.S. Treasury securities	1,660,692	40,831	772,293	56,889	44,859	191,793	123,460	98,621	31,432	25,522	44,175	65,681	165,137
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	1,642,269	40,378	763,726	56,258	44,361	189,665	122,091	97,527	31,083	25,239	43,685	64,952	163,305
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	836,030	20,555	388,790	28,639	22,583	96,553	62,153	49,648	15,824	12,849	22,239	33,065	83,134
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	8,132	0	8,127	0	0	0	1	1	0	2	0	0	1
Net portfolio holdings of Maiden Lane LLC ⁶	6,995	0	6,995	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁷	6,712	0	6,712	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	17,856	0	17,856	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	819	0	819	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	261	8	0	59	38	4	53	18	6	7	5	13	49
Bank premises	2,177	124	259	67	125	231	213	205	134	105	258	244	212
Central bank liquidity swaps ¹¹	108,757	3,813	35,082	9,433	8,040	22,497	6,219	2,902	889	444	1,082	1,742	16,615
Other assets ¹²	162,049	4,292	71,342	6,943	5,625	21,216	11,623	8,745	2,823	2,236	3,883	5,830	17,490
Interdistrict settlement account	0	- 6,856	+ 306,706	- 24,156	- 10,722	- 119,909	- 38,801	- 11,785	- 4,321	- 15,604	- 14,339	- 2,229	- 57,982
Total assets	2,930,661	65,905	1,667,971	82,158	74,161	225,819	174,735	156,008	49,216	27,470	60,655	109,623	236,939

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

H.4.1

9. Statement of Condition of Each Federal Reserve Bank, February 8, 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	1,217,944	44,220	438,290	45,719	58,502	96,341	143,326	88,588	33,739	20,876	34,403	79,468	134,472
Less: Notes held by F.R. Banks	180,977	4,956	57,458	6,317	9,329	11,636	26,852	12,512	3,910	5,197	4,032	11,938	26,841
Federal Reserve notes, net	1,036,968	39,264	380,832	39,402	49,173	84,705	116,474	76,076	29,829	15,679	30,372	67,529	107,631
Reverse repurchase agreements ¹³	86,755	2,133	40,345	2,972	2,343	10,019	6,450	5,152	1,642	1,333	2,308	3,431	8,627
Deposits	1,731,487	21,863	1,214,137	34,679	18,189	118,990	47,943	72,786	17,063	9,872	27,167	37,360	111,437
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	1,633,735	21,840	1,119,054	34,059	18,139	117,826	47,936	72,390	17,059	9,807	26,915	37,352	111,358
U.S. Treasury, General Account	49,136	0	49,136	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	99	3	3	8	2	1	0	0	0	1	6
Other	45,411	2	45,227	0	0	145	0	32	0	0	1	2	1
Deferred availability cash items	1,298	52	0	127	180	24	196	46	36	186	43	88	320
Interest on Federal Reserve notes due to U.S. Treasury ¹⁴	960	-259	446	44	28	165	168	87	26	22	38	58	139
Other liabilities and accrued dividends ¹⁵	18,649	209	14,819	266	251	790	503	425	180	158	191	293	565
Total liabilities	2,876,116	63,261	1,650,578	77,492	70,165	214,694	171,732	154,571	48,775	27,251	60,119	108,759	228,719
<i>Capital</i>													
Capital paid in	27,272	1,322	8,697	2,333	1,998	5,563	1,502	718	220	109	268	432	4,110
Surplus	27,272	1,322	8,697	2,333	1,998	5,563	1,502	718	220	109	268	432	4,110
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,930,661	65,905	1,667,971	82,158	74,161	225,819	174,735	156,008	49,216	27,470	60,655	109,623	236,939

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

9. Statement of Condition of Each Federal Reserve Bank, February 8, 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).

H.4.1

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

Millions of dollars

Federal Reserve notes and collateral		Wednesday Feb 8, 2012
Federal Reserve notes outstanding		1, 217, 944
Less: Notes held by F.R. Banks not subject to collateralization		180, 977
Federal Reserve notes to be collateralized		1, 036, 968
Collateral held against Federal Reserve notes		1, 036, 968
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, 020, 731
Other assets pledged		0
<i>Memo:</i>		
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}		2, 598, 220
Less: Face value of securities under reverse repurchase agreements		74, 989
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged		2, 523, 231

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.