

FEDERAL RESERVE statistical release



H.4.1

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

May 28, 2015

1. Factors Affecting Reserve Balances of Depository Institutions

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday May 27, 2015
	Week ended May 27, 2015	Change from week ended		
		May 20, 2015	May 28, 2014	
Reserve Bank credit	4,438,189	- 4,996	+ 153,571	4,425,675
Securities held outright ¹	4,229,726	- 3,525	+ 163,539	4,218,968
U.S. Treasury securities	2,460,592	+ 162	+ 92,076	2,460,639
Bills ²	0	0	0	0
Notes and bonds, nominal ²	2,346,643	0	+ 89,356	2,346,643
Notes and bonds, inflation-indexed ²	98,534	0	+ 2,466	98,534
Inflation compensation ³	15,415	+ 161	+ 254	15,462
Federal agency debt securities ²	35,895	0	- 8,187	35,895
Mortgage-backed securities ⁴	1,733,239	- 3,687	+ 79,650	1,722,434
Unamortized premiums on securities held outright ⁵	200,083	- 510	- 9,569	199,646
Unamortized discounts on securities held outright ⁵	-17,696	+ 36	+ 221	-17,681
Repurchase agreements ⁶	0	- 120	0	0
Loans	97	+ 4	- 51	96
Primary credit	2	- 2	- 13	5
Secondary credit	0	0	0	0
Seasonal credit	95	+ 6	+ 42	91
Term Asset-Backed Securities Loan Facility ⁷	0	0	- 79	0
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	1,697	0	+ 41	1,697
Net portfolio holdings of Maiden Lane II LLC ⁹	0	0	- 63	0
Net portfolio holdings of Maiden Lane III LLC ⁹	0	0	- 22	0
Net portfolio holdings of TALF LLC ¹⁰	0	0	- 91	0
Float	-416	+ 8	+ 112	-753
Central bank liquidity swaps ¹¹	2	+ 2	- 172	2
Other Federal Reserve assets ¹²	24,697	- 888	- 373	23,700
Foreign currency denominated assets ¹³	19,671	- 479	- 4,306	19,434
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	46,783	+ 14	+ 905	46,783
Total factors supplying reserve funds	4,520,885	- 5,460	+ 150,172	4,508,133

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	Averages of daily figures			Wednesday May 27, 2015
Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Week ended May 27, 2015	Change from week ended		
		May 20, 2015	May 28, 2014	
Currency in circulation ¹⁴	1,368,341	+ 4,213	+ 87,874	1,369,717
Reverse repurchase agreements ¹⁵	269,256	+ 13,231	- 23,385	278,637
Foreign official and international accounts	154,225	- 99	+ 46,553	149,809
Others	115,031	+ 13,331	- 69,938	128,828
Treasury cash holdings	173	- 22	- 30	160
Deposits with F.R. Banks, other than reserve balances	306,384	+ 101,891	+ 202,634	257,604
Term deposits held by depository institutions	79,919	+ 79,919	+ 52,344	79,919
U.S. Treasury, General Account	175,577	- 6,064	+ 142,004	163,581
Foreign official	5,256	+ 17	- 2,530	5,232
Other ¹⁶	45,633	+ 28,019	+ 10,817	8,872
Other liabilities and capital ¹⁷	65,940	- 446	+ 1,487	65,094
Total factors, other than reserve balances, absorbing dollar funds	2,010,094	+ 118,867	+ 268,580	1,971,213
Reserve balances with Federal Reserve Banks	2,510,791	- 124,327	- 118,408	2,536,919

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. The current face value shown is the remaining principal balance of the securities.
5. Reflects the premium or discount, which is the difference between the purchase price and the face value of the securities that has not been amortized. For U.S. Treasury and Federal agency debt securities, amortization is on a straight-line basis. For mortgage-backed securities, amortization is on an effective-interest basis.
6. Cash value of agreements.
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 6.
9. 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. Refer to the note on consolidation accompanying table 6.
10. Refer to the note on consolidation accompanying table 6.
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 accrued interest, which represents the daily accumulation of interest earned, and other accounts receivable. Also, includes Reserve Bank premises and equipment net of allowances for depreciation.
13. Revalued daily at current foreign currency exchange rates.
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 deposits held at the Reserve Banks by international and multilateral organizations, government-sponsored enterprises, and designated financial market utilities.
17. Includes the liability for interest on Federal Reserve notes due to U.S. Treasury.

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 May 27, 2015
	Week ended May 27, 2015	Change from week ended		
		May 20, 2015	May 28, 2014	
Securities held in custody for foreign official and international accounts	3,326,742	+ 2,114	+ 47,852	3,338,678
Marketable U.S. Treasury securities ¹	2,993,796	+ 4,023	+ 50,459	3,007,099
Federal agency debt and mortgage-backed securities ²	287,786	- 1,582	- 6,054	287,604
Other securities ³	45,161	- 326	+ 3,449	43,975
Securities lent to dealers	10,818	- 1,077	+ 1,279	11,100
Overnight facility ⁴	10,818	- 1,077	+ 1,279	11,100
U.S. Treasury securities	10,542	- 1,086	+ 2,045	10,833
Federal agency debt securities	275	+ 9	- 767	267

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

1. Includes securities and U.S. Treasury STRIPS at face value, and inflation compensation on TIPS. Does not include securities pledged as collateral to foreign official and international account holders against reverse repurchase agreements with the Federal Reserve presented in tables 1, 5, and 6.
2. Face value of federal agency securities and current face value of mortgage-backed securities, which is the remaining principal balance of the securities.
3. Includes non-marketable U.S. Treasury securities, supranationals, corporate bonds, asset-backed securities, and commercial paper at face value.
4. Face value. Fully collateralized by U.S. Treasury securities.

2. Maturity Distribution of Securities, Loans, and Selected Other Assets and Liabilities, May 27, 2015

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 year to 10 years	Over 10 years	All
Loans	90	7	0	0	0	...	96
<i>U.S. Treasury securities¹</i>							
Holdings	0	1,289	104,319	1,119,218	591,678	644,136	2,460,639
Weekly changes	0	0	+ 1	+ 22	+ 30	+ 101	+ 153
<i>Federal agency debt securities²</i>							
Holdings	0	802	9,997	22,749	0	2,347	35,895
Weekly changes	0	0	0	0	0	0	0
<i>Mortgage-backed securities³</i>							
Holdings	0	0	0	24	9,514	1,712,896	1,722,434
Weekly changes	0	0	0	- 1	- 196	- 14,832	- 15,029
Repurchase agreements ⁴	0	0	...	...	...	...	0
Central bank liquidity swaps ⁵	2	0	0	0	0	0	2
Reverse repurchase agreements ⁴	278,637	0	...	...	...	...	278,637
Term deposits	79,919	0	0	...	...	...	79,919

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

...Not applicable.

1. 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.
2. Face value.
3. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. The current face value shown is the remaining principal balance of the securities.
4. Cash value of agreements.
5. 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 May 27, 2015
Mortgage-backed securities held outright ¹	1,722,434
Commitments to buy mortgage-backed securities ²	39,099
Commitments to sell mortgage-backed securities ²	0
Cash and cash equivalents ³	22

1. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. The current face value shown is the remaining principal balance of the securities.

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 5 and table 6.

4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday May 27, 2015
Net portfolio holdings of Maiden Lane LLC ¹	1,697
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
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	0

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of March 31, 2015. 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 6.

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 5 and table 6.

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. The remaining outstanding balances of the senior loan from FRBNY to Maiden Lane LLC, and the subordinated loan from JPMorgan Chase & Co. to Maiden Lane LLC were repaid in full, with interest.

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5. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday May 27, 2015	Change since	
			Wednesday May 20, 2015	Wednesday May 28, 2014
Assets				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		1,790	- 26	- 74
Securities, unamortized premiums and discounts, repurchase agreements, and loans		4,401,029	- 16,275	+ 146,649
Securities held outright ¹		4,218,968	- 14,876	+ 156,180
U.S. Treasury securities		2,460,639	+ 153	+ 89,915
Bills ²		0	0	0
Notes and bonds, nominal ²		2,346,643	0	+ 87,197
Notes and bonds, inflation-indexed ²		98,534	0	+ 2,466
Inflation compensation ³		15,462	+ 153	+ 252
Federal agency debt securities ²		35,895	0	- 8,187
Mortgage-backed securities ⁴		1,722,434	- 15,029	+ 74,452
Unamortized premiums on securities held outright ⁵		199,646	- 818	- 9,766
Unamortized discounts on securities held outright ⁵		-17,681	+ 38	+ 277
Repurchase agreements ⁶		0	- 620	0
Loans		96	+ 1	- 41
Net portfolio holdings of Maiden Lane LLC ⁷		1,697	0	+ 41
Net portfolio holdings of Maiden Lane II LLC ⁸		0	0	- 63
Net portfolio holdings of Maiden Lane III LLC ⁸		0	0	- 22
Net portfolio holdings of TALF LLC ⁹		0	0	- 91
Items in process of collection	(0)	93	+ 12	- 36
Bank premises		2,241	0	- 30
Central bank liquidity swaps ¹⁰		2	+ 2	- 172
Foreign currency denominated assets ¹¹		19,434	- 362	- 4,520
Other assets ¹²		21,459	+ 246	- 354
Total assets	(0)	4,463,981	- 16,403	+ 141,327

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

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday May 27, 2015	Change since	
			Wednesday May 20, 2015	Wednesday May 28, 2014
Liabilities				
Federal Reserve notes, net of F.R. Bank holdings		1,324,879	+ 3,443	+ 86,901
Reverse repurchase agreements ¹³		278,637	- 29,623	+ 432
Deposits	(0)	2,794,524	+ 9,417	+ 52,506
Term deposits held by depository institutions		79,919	+ 79,919	+ 52,344
Other deposits held by depository institutions		2,536,920	- 51,226	- 140,378
U.S. Treasury, General Account		163,581	- 10,168	+ 140,631
Foreign official		5,232	+ 1	- 2,556
Other ¹⁴	(0)	8,872	- 9,110	+ 2,466
Deferred availability cash items	(0)	846	+ 349	- 105
Other liabilities and accrued dividends ¹⁵		6,859	- 126	- 303
Total liabilities	(0)	4,405,746	- 16,538	+ 139,433
Capital accounts				
Capital paid in		29,118	+ 68	+ 947
Surplus		29,118	+ 68	+ 947
Other capital accounts		0	0	0
Total capital		58,236	+ 135	+ 1,894

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. The current face value shown is the remaining principal balance of the securities.
5. Reflects the premium or discount, which is the difference between the purchase price and the face value of the securities that has not been amortized. For U.S. Treasury and Federal agency debt securities, amortization is on a straight-line basis. For mortgage-backed securities, amortization is on an effective-interest basis.
6. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
7. Refer to table 4 and the note on consolidation accompanying table 6.
8. 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. Refer to the note on consolidation accompanying table 6.
9. Refer to the note on consolidation accompanying table 6.
10. 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.
11. Revalued daily at current foreign currency exchange rates.
12. Includes accrued interest, which represents the daily accumulation of interest earned, and other accounts receivable.
13. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
14. Includes deposits held at the Reserve Banks by international and multilateral organizations, government-sponsored enterprises, and designated financial market utilities.
15. Includes the liability for interest on Federal Reserve notes due to U.S. Treasury.

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6. Statement of Condition of Each Federal Reserve Bank, May 27, 2015

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	347	3,709	340	505	783	1,600	734	299	171	288	891	1,370
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	1,790	32	63	126	118	291	184	266	22	44	145	186	311
Securities, unamortized premiums and discounts, repurchase agreements, and loans	4,401,029	111,566	2,641,933	109,458	105,809	239,030	247,841	163,528	45,899	26,808	57,179	141,772	510,205
Securities held outright ¹	4,218,968	106,949	2,532,697	104,933	101,434	229,147	237,579	156,753	43,997	25,658	54,807	135,907	489,107
U.S. Treasury securities	2,460,639	62,376	1,477,151	61,200	59,160	133,646	138,564	91,424	25,661	14,965	31,965	79,265	285,263
Bills ²	0	0	0	0	0	0	0	0	0	0	0	0	0
Notes and bonds ³	2,460,639	62,376	1,477,151	61,200	59,160	133,646	138,564	91,424	25,661	14,965	31,965	79,265	285,263
Federal agency debt securities ²	35,895	910	21,548	893	863	1,950	2,021	1,334	374	218	466	1,156	4,161
Mortgage-backed securities ⁴	1,722,434	43,663	1,033,998	42,840	41,411	93,552	96,994	63,996	17,962	10,475	22,375	55,485	199,683
Unamortized premiums on securities held outright ⁵	199,646	5,061	119,850	4,966	4,800	10,843	11,242	7,418	2,082	1,214	2,594	6,431	23,145
Unamortized discounts on securities held outright ⁵	-17,681	-448	-10,614	-440	-425	-960	-996	-657	-184	-108	-230	-570	-2,050
Repurchase agreements ⁶	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	96	4	0	0	0	0	16	14	4	44	8	4	3
Net portfolio holdings of Maiden Lane LLC ⁷	1,697	0	1,697	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁸	0	0	0	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	0	0	0	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	93	0	0	0	0	0	93	0	0	0	0	0	0
Bank premises	2,241	124	433	74	109	216	209	202	120	94	240	221	198
Central bank liquidity swaps ¹⁰	2	0	1	0	0	0	0	0	0	0	0	0	0
Foreign currency denominated assets ¹¹	19,434	881	6,265	1,086	1,515	4,459	1,106	522	181	82	204	280	2,853
Other assets ¹²	21,459	575	12,292	539	521	1,318	1,216	809	434	158	309	810	2,478
Interdistrict settlement account	0 +	19,753 -	96,867 +	5,582 +	20,220 +	11,424 -	10,466 +	11,079 +	3,509 +	4,829 +	3,462 +	9,549 +	17,926
Total assets	4,463,981	133,475	2,571,344	117,415	129,034	257,934	242,437	177,564	50,613	32,277	61,980	153,991	535,916

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

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6. Statement of Condition of Each Federal Reserve Bank, May 27, 2015 (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	1,502,469	50,135	484,031	50,716	78,017	104,076	208,492	105,989	44,794	26,611	41,746	119,887	187,975
Less: Notes held by F.R. Banks	177,589	5,183	62,233	5,072	9,250	11,845	22,889	10,959	4,714	2,801	4,473	13,616	24,554
Federal Reserve notes, net	1,324,879	44,953	421,798	45,644	68,767	92,231	185,603	95,030	40,080	23,810	37,274	106,270	163,421
Reverse repurchase agreements ¹³	278,637	7,063	167,269	6,930	6,699	15,134	15,691	10,353	2,906	1,695	3,620	8,976	32,303
Deposits	2,794,524	78,653	1,959,677	61,313	48,831	136,813	36,950	70,278	6,921	5,999	20,340	37,644	331,105
Term deposits held by depository institutions	79,919	50	40,076	14,300	9,000	38	185	5,145	30	0	2,025	500	8,570
Other deposits held by depository institutions	2,536,920	78,598	1,742,129	46,974	39,827	136,634	36,756	65,130	6,890	5,999	18,313	37,140	322,527
U.S. Treasury, General Account	163,581	0	163,581	0	0	0	0	0	0	0	0	0	0
Foreign official	5,232	2	5,204	2	3	9	2	1	0	0	0	1	6
Other ¹⁴	8,872	3	8,686	36	0	132	7	2	0	0	1	3	2
Deferred availability cash items	846	0	0	0	0	0	475	0	0	371	0	0	0
Interest on Federal Reserve notes due to U.S. Treasury ¹⁵	1,371	29	981	-39	17	-19	83	57	14	11	19	56	162
Other liabilities and accrued dividends	5,488	177	2,600	218	235	634	352	270	129	136	123	187	427
Total liabilities	4,405,746	130,874	2,552,326	114,066	124,548	244,793	239,155	175,986	50,050	32,022	61,375	153,133	527,418
<i>Capital</i>													
Capital paid in	29,118	1,300	9,509	1,675	2,243	6,571	1,641	789	282	128	303	429	4,249
Surplus	29,118	1,300	9,509	1,675	2,243	6,571	1,641	789	282	128	303	429	4,249
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	4,463,981	133,475	2,571,344	117,415	129,034	257,934	242,437	177,564	50,613	32,277	61,980	153,991	535,916

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

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6. Statement of Condition of Each Federal Reserve Bank, May 27, 2015 (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. The current face value shown is the remaining principal balance of the securities.
5. Reflects the premium or discount, which is the difference between the purchase price and the face value of the securities that has not been amortized. For U.S. Treasury and Federal agency debt securities, amortization is on a straight-line basis. For mortgage-backed securities, amortization is on an effective-interest basis.
6. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
7. Refer to table 4 and the note on consolidation below.
8. 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. Refer to the note on consolidation below.
9. Refer to the note on consolidation below.
10. 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.
11. Revalued daily at current foreign currency exchange rates.
12. Includes accrued interest, which represents the daily accumulation of interest earned, and other accounts receivable.
13. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
14. Includes deposits held at the Reserve Banks by international and multilateral organizations, government-sponsored enterprises, and designated financial market utilities.
15. Represents the estimated weekly remittances to U.S. Treasury as interest on Federal Reserve notes or, in those cases where the Reserve Bank's net earnings are not sufficient to equate surplus to capital paid-in, the deferred asset for interest on Federal Reserve notes. The amount of any deferred asset, which is presented as a negative amount in this line, represents the amount of the Federal Reserve Bank's earnings that must be retained before remittances to the U.S. Treasury resume. The amounts on this line are calculated in accordance with Board of Governors policy, which requires the Federal Reserve Banks to remit residual earnings to the U.S. Treasury as interest on Federal Reserve notes after providing for the costs of operations, payment of dividends, and the amount necessary to equate surplus with capital paid-in.

Note on consolidation:

The Federal Reserve Bank of New York (FRBNY) 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 June 14, 2012, the remaining outstanding balance of the senior loan from FRBNY to Maiden Lane LLC was repaid in full, with interest. On November 15, 2012, the remaining outstanding balance of the subordinated loan from JPMorgan Chase & Co. to Maiden Lane LLC was repaid in full, with interest. 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. had written credit default swap contracts. On June 14, 2012, the loan from FRBNY to Maiden Lane III was repaid in full, with interest. 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 March 1, 2012, the loan from FRBNY to Maiden Lane II was repaid in full, with interest. 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. On January 15, 2013 the FRBNY's commitment to extend credit to TALF LLC was eliminated.

The FRBNY was the primary beneficiary of TALF LLC, because of the two beneficiaries of the LLC, the FRBNY and the U.S. Treasury, the FRBNY was primarily responsible for directing the financial activities of TALF LLC. The FRBNY was the primary beneficiary of the other LLCs cited above because it received a majority of any residual returns of the LLCs and absorbed a majority of any residual losses of the LLCs. Consistent with generally accepted accounting principles, the assets and liabilities of these LLCs were 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 were eliminated, the net assets of the LLCs appeared as assets on the previous page (and in table 1 and table 5), and the liabilities of the LLCs to entities other than the FRBNY, including those with recourse only to the portfolio holdings of the LLCs, were included in other liabilities in this table (and table 1 and table 5).

H.4.1

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

Millions of dollars

Federal Reserve notes and collateral		Wednesday May 27, 2015
Federal Reserve notes outstanding		1,502,469
Less: Notes held by F.R. Banks not subject to collateralization		177,589
Federal Reserve notes to be collateralized		1,324,879
Collateral held against Federal Reserve notes		1,324,879
Gold certificate account		11,037
Special drawing rights certificate account		5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}		1,308,643
Other assets pledged		0
<i>Memo:</i>		
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}		4,218,968
Less: Face value of securities under reverse repurchase agreements		256,067
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged		3,962,901

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.