

FEDERAL RESERVE statistical release



H.4.1

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

December 15, 2011

1. Factors Affecting Reserve Balances of Depository Institutions

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Dec 14, 2011
	Week ended Dec 14, 2011	Change from week ended		
		Dec 7, 2011	Dec 15, 2010	
Reserve Bank credit	2,867,116	+ 69,165	+ 492,827	2,885,108
Securities held outright ¹	2,617,595	+ 12,986	+ 487,982	2,637,462
U.S. Treasury securities	1,671,531	- 118	+ 710,735	1,673,475
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,576,032	+ 1,035	+ 686,205	1,576,894
Notes and bonds, inflation-indexed ²	67,484	- 936	+ 20,978	68,468
Inflation compensation ³	9,593	- 216	+ 3,552	9,690
Federal agency debt securities ²	105,909	0	- 42,227	105,909
Mortgage-backed securities ⁴	840,154	+ 13,102	- 180,527	858,078
Repurchase agreements ⁵	0	0	0	0
Loans	9,981	+ 281	- 35,235	9,588
Primary credit	393	+ 380	+ 371	42
Secondary credit	0	0	0	0
Seasonal credit	24	+ 5	- 4	24
Credit extended to American International Group, Inc., net ⁶	0	0	- 20,080	0
Term Asset-Backed Securities Loan Facility ⁷	9,563	- 104	- 15,524	9,522
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	10,136	- 492	- 17,289	7,211
Net portfolio holdings of Maiden Lane II LLC ⁹	9,236	- 20	- 6,887	9,239
Net portfolio holdings of Maiden Lane III LLC ¹⁰	17,900	+ 43	- 5,199	17,719
Net portfolio holdings of TALF LLC ¹¹	803	0	+ 156	803
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	- 26,057	0
Float	-917	- 13	+ 817	-1,015
Central bank liquidity swaps ¹²	54,335	+ 52,034	+ 54,275	54,335
Other Federal Reserve assets ¹³	148,047	+ 4,345	+ 40,264	149,767
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	44,222	+ 14	+ 690	44,222
Total factors supplying reserve funds	2,927,579	+ 69,179	+ 493,517	2,945,571

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

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

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Dec 14, 2011
	Week ended Dec 14, 2011	Change from week ended		
		Dec 7, 2011	Dec 15, 2010	
Currency in circulation ¹⁴	1,064,370	+ 3,091	+ 85,954	1,066,459
Reverse repurchase agreements ¹⁵	84,755	- 2,079	+ 34,701	82,472
Foreign official and international accounts	84,755	- 2,079	+ 34,701	82,472
Others	0	0	0	0
Treasury cash holdings	114	+ 6	- 70	116
Deposits with F.R. Banks, other than reserve balances	103,588	+ 11,925	- 147,454	112,170
Term deposits held by depository institutions	5,055	0	- 58	5,055
U.S. Treasury, General Account	21,484	- 6,798	- 8,609	25,651
U.S. Treasury, Supplementary Financing Account	0	0	- 199,961	0
Foreign official	209	+ 84	- 2,887	700
Service-related	2,498	- 1	+ 139	2,498
Required clearing balances	2,498	- 1	+ 139	2,498
Adjustments to compensate for float	0	0	0	0
Other	74,342	+ 18,640	+ 63,922	78,267
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	- 26,774	0
Other liabilities and capital ¹⁶	73,174	+ 1,348	- 670	71,684
Total factors, other than reserve balances, absorbing reserve funds	1,326,001	+ 14,292	- 54,314	1,332,901
Reserve balances with Federal Reserve Banks	1,601,578	+ 54,887	+ 547,830	1,612,669

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

1. Includes securities lent to dealers under the overnight securities lending facility; refer to table 1A.
2. Face value of the securities.
3. Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements.
6. As a result of the closing of the American International Group, Inc. (AIG) recapitalization plan on January 14, 2011, the credit extended to AIG was fully repaid and the Federal Reserve's commitment to lend any further funds was terminated. In addition, the Federal Reserve Bank of New York (FRBNY) has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. The funds from AIG asset dispositions that FRBNY held as agent were the source of repayment of the credit extended to AIG, as well as a portion of the FRBNY's preferred interests in ALICO Holdings LLC. The remaining FRBNY preferred interests in ALICO Holdings LLC and AIA Aurora LLC, valued at approximately \$20 billion, were purchased by AIG through a draw on the Treasury's Series F preferred stock commitment and then transferred by AIG to the Treasury as consideration for the draw on the available Series F funds.
7. Includes credit extended by the Federal Reserve Bank of New York to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
8. Refer to table 4 and the note on consolidation accompanying table 9.
9. Refer to table 5 and the note on consolidation accompanying table 9.
10. Refer to table 6 and the note on consolidation accompanying table 9.
11. Refer to table 7 and the note on consolidation accompanying table 9.
12. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
13. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
14. Estimated.
15. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
16. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation accompanying table 9. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Refer to table 8 and table 9.

Sources: Federal Reserve Banks and the U.S. Department of the Treasury.

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1A. Memorandum Items

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Dec 14, 2011
	Week ended Dec 14, 2011	Change from week ended		
		Dec 7, 2011	Dec 15, 2010	
Marketable securities held in custody for foreign official and international accounts ¹	3,442,669	- 12,282	+ 105,626	3,435,368
U.S. Treasury securities	2,723,189	- 14,265	+ 116,420	2,713,972
Federal agency securities ²	719,481	+ 1,984	- 10,793	721,396
Securities lent to dealers	11,831	- 2,335	+ 2,415	13,035
Overnight facility ³	11,831	- 2,335	+ 2,415	13,035
U.S. Treasury securities	10,666	- 2,085	+ 2,335	11,857
Federal agency debt securities	1,164	- 252	+ 79	1,178

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, December 14, 2011

Millions of dollars

Remaining maturity	Within 15 days	16 days to 90 days	91 days to 1 year	Over 1 year to 5 years	Over 5 years to 10 years	Over 10 years	All
Loans ¹	44	22	4,334	5,188	0	...	9,588
U.S. Treasury securities ²							
Holdings	18,420	22,766	94,393	672,064	640,704	225,128	1,673,475
Weekly changes	+ 3,867	- 3,867	- 9,801	- 392	+ 4,654	+ 3,979	- 1,559
Federal agency debt securities ³							
Holdings	1,915	4,191	20,520	60,790	16,146	2,347	105,909
Weekly changes	+ 702	- 702	0	0	0	0	0
Mortgage-backed securities ⁴							
Holdings	0	0	0	11	23	858,043	858,078
Weekly changes	0	0	0	0	0	+ 31,027	+ 31,026
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	1,627	52,708	0	0	0	0	54,335
Reverse repurchase agreements ⁶	82,472	0	...	...	...	...	82,472
Term deposits	5,055	0	0	...	...	...	5,055

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 Dec 14, 2011
Mortgage-backed securities held outright ¹	858,078
Commitments to buy mortgage-backed securities ²	33,416
Commitments to sell mortgage-backed securities ²	4,750
Cash and cash equivalents ³	100

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 Dec 14, 2011
Net portfolio holdings of Maiden Lane LLC ¹	7,211
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	4,104
Accrued interest payable to the Federal Reserve Bank of New York ²	754
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,382

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 Dec 14, 2011
Net portfolio holdings of Maiden Lane II LLC ¹	9,239
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	6,223
Accrued interest payable to the Federal Reserve Bank of New York ²	565
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,104

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 Dec 14, 2011
Net portfolio holdings of Maiden Lane III LLC ¹	17,719
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	9,134
Accrued interest payable to the Federal Reserve Bank of New York ²	686
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,533</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 Dec 14, 2011
Asset-backed securities holdings ¹	0
Other investments, net	803
Net portfolio holdings of TALF LLC	803
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	0
Accrued interest payable to the Federal Reserve Bank of New York ²	0
<u>Funding provided by U.S. Treasury to TALF LLC, including accrued interest payable³</u>	<u>109</u>

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 9.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

Note: On November 25, 2008, the Federal Reserve announced the creation of the Term Asset-Backed Securities Loan Facility (TALF) under the authority of section 13(3) of the Federal Reserve Act. The TALF is a facility under which the Federal Reserve Bank of New York (FRBNY) extends loans with a term of up to five years to holders of eligible asset-backed securities. The TALF is intended to assist financial markets in accommodating the credit needs of consumers and businesses by facilitating the issuance of asset-backed securities collateralized by a variety of consumer and business loans. The loans provided through the TALF to eligible borrowers are non-recourse, meaning that the obligation of the borrower can be discharged by surrendering the collateral to the FRBNY. The loans are extended for the market value of the security less an amount known as a haircut. As a result, the borrower bears the initial risk of a decline in the value of the security.

TALF LLC is a limited liability company formed to purchase and manage any asset-backed securities received by the FRBNY in connection with the decision of a borrower not to repay a TALF loan. TALF LLC has committed, for a fee, to purchase all asset-backed securities received by the FRBNY in conjunction with a TALF loan at a price equal to the TALF loan plus accrued but unpaid interest. Losses on asset-backed securities held by TALF LLC will be offset in the following order: by the commitment fees collected by TALF LLC, by the interest received on investments of TALF LLC, by up to \$4.3 billion in subordinated debt funding provided by the U.S. Treasury, and finally, by senior debt funding provided by the FRBNY. Payments by TALF LLC from the proceeds of its net portfolio holdings will be made in the following order: operating expenses of TALF LLC, principal due to the FRBNY, principal due to the U.S. Treasury, interest due to the FRBNY, and interest due to the U.S. Treasury. Any remaining funds will be shared by the FRBNY and the U.S. Treasury.

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8. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Dec 14, 2011	Change since	
			Wednesday Dec 7, 2011	Wednesday Dec 15, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,280	+ 12	+ 136
Securities, repurchase agreements, and loans		2,647,050	+ 29,430	+ 477,016
Securities held outright ¹		2,637,462	+ 29,467	+ 513,180
U.S. Treasury securities		1,673,475	- 1,559	+ 705,922
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,576,894	- 1,501	+ 680,316
Notes and bonds, inflation-indexed ²		68,468	+ 48	+ 21,962
Inflation compensation ³		9,690	- 106	+ 3,644
Federal agency debt securities ²		105,909	0	- 41,975
Mortgage-backed securities ⁴		858,078	+ 31,026	- 150,767
Repurchase agreements ⁵		0	0	0
Loans		9,588	- 38	- 36,164
Net portfolio holdings of Maiden Lane LLC ⁶		7,211	- 3,413	- 19,703
Net portfolio holdings of Maiden Lane II LLC ⁷		9,239	+ 3	- 6,905
Net portfolio holdings of Maiden Lane III LLC ⁸		17,719	- 211	- 5,402
Net portfolio holdings of TALF LLC ⁹		803	0	+ 155
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰		0	0	- 26,057
Items in process of collection	(80)	319	- 9	+ 52
Bank premises		2,184	+ 2	- 39
Central bank liquidity swaps ¹¹		54,335	+ 52,034	+ 54,275
Other assets ¹²		147,584	+ 3,906	+ 42,882
Total assets	(80)	2,904,959	+ 81,752	+ 516,409

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 Dec 14, 2011	Change since	
			Wednesday Dec 7, 2011	Wednesday Dec 15, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,024,629	+ 2,538	+ 86,193
Reverse repurchase agreements ¹³		82,472	- 2,726	+ 31,656
Deposits	(0)	1,724,841	+ 81,763	+ 427,509
Term deposits held by depository institutions		5,055	0	- 58
Other deposits held by depository institutions		1,615,168	+ 65,183	+ 618,116
U.S. Treasury, General Account		25,651	+ 3,904	- 65,990
U.S. Treasury, Supplementary Financing Account		0	0	- 199,961
Foreign official		700	+ 574	- 2,461
Other	(0)	78,267	+ 12,102	+ 77,864
Deferred availability cash items	(80)	1,334	- 73	- 977
Other liabilities and accrued dividends ¹⁴		17,805	+ 185	- 25,124
Total liabilities	(80)	2,851,081	+ 81,687	+ 519,258
<i>Capital accounts</i>				
Capital paid in		26,939	+ 33	+ 107
Surplus		26,939	+ 33	+ 1,000
Other capital accounts		0	0	- 3,957
Total capital		53,879	+ 66	- 2,849

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

- Includes securities lent to dealers under the overnight securities lending facility; refer to table 1A.
- Face value of the securities.
- Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
- Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
- Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
- Refer to table 4 and the note on consolidation accompanying table 9.
- Refer to table 5 and the note on consolidation accompanying table 9.
- Refer to table 6 and the note on consolidation accompanying table 9.
- Refer to table 7 and the note on consolidation accompanying table 9.
- As a result of the closing of the AIG recapitalization plan on January 14, 2011, the Federal Reserve Bank of New York has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. A portion of the preferred interests was redeemed by AIG with the funds from AIG asset dispositions that were held as agent by the Federal Reserve.
- Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
- Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates and the fair value adjustment to credit extended by the Federal Reserve Bank of New York (FRBNY) to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
- Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
- Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation accompanying table 9. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Before the closing of the AIG recapitalization plan on January 14, 2011, included funds from American International Group, Inc. asset dispositions, held as agent.

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9. Statement of Condition of Each Federal Reserve Bank, December 14, 2011

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<i>Assets</i>													
Gold certificate account	11,037	390	3,866	432	450	872	1,394	854	319	197	318	728	1,217
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	2,280	53	80	160	170	403	199	333	32	59	174	238	379
Securities, repurchase agreements, and loans	2,647,050	64,846	1,236,056	90,351	71,247	304,600	196,091	156,632	49,924	40,554	70,170	104,312	262,266
Securities held outright ¹	2,637,462	64,846	1,226,533	90,349	71,243	304,600	196,076	156,627	49,919	40,534	70,158	104,312	262,265
U.S. Treasury securities	1,673,475	41,145	778,238	57,327	45,204	193,269	124,410	99,380	31,674	25,719	44,515	66,186	166,408
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	1,655,052	40,692	769,670	56,696	44,706	191,142	123,041	98,286	31,325	25,436	44,025	65,457	164,576
Federal agency debt securities ²	105,909	2,604	49,252	3,628	2,861	12,231	7,874	6,289	2,005	1,628	2,817	4,189	10,531
Mortgage-backed securities ⁴	858,078	21,097	399,043	29,394	23,178	99,099	63,792	50,957	16,241	13,187	22,825	33,937	85,326
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	9,588	0	9,523	2	4	0	16	6	5	20	12	0	1
Net portfolio holdings of Maiden Lane LLC ⁶	7,211	0	7,211	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁷	9,239	0	9,239	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	17,719	0	17,719	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	803	0	803	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	399	11	0	92	62	5	25	24	6	13	5	15	140
Bank premises	2,184	122	262	67	126	232	214	206	134	105	259	245	212
Central bank liquidity swaps ¹¹	54,335	1,878	15,737	5,263	4,030	11,142	3,114	1,377	443	1,678	489	823	8,361
Other assets ¹²	147,584	3,911	63,850	6,713	5,211	19,448	10,559	7,875	2,538	2,706	3,477	5,244	16,053
Interdistrict settlement account	0	- 1,310	+ 266,117	- 22,195	- 860	- 93,171	- 45,967	- 18,833	- 9,248	- 18,342	- 19,023	- 257	- 36,911
Total assets	2,905,040	70,096	1,622,757	81,093	80,672	243,943	166,283	148,892	44,298	27,059	56,022	111,630	252,292

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, December 14, 2011 (continued)

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<i>Liabilities</i>													
Federal Reserve notes outstanding	1,201,788	44,514	420,255	46,462	54,367	95,100	145,088	89,848	33,948	21,104	34,835	80,431	135,836
Less: Notes held by F.R. Banks	177,159	4,827	50,082	6,838	10,171	11,675	27,872	12,746	4,107	5,292	3,802	12,620	27,125
Federal Reserve notes, net	1,024,629	39,687	370,173	39,624	44,196	83,425	117,216	77,102	29,841	15,812	31,033	67,811	108,710
Reverse repurchase agreements ¹³	82,472	2,028	38,353	2,825	2,228	9,525	6,131	4,898	1,561	1,267	2,194	3,262	8,201
Deposits	1,724,841	26,200	1,183,336	33,542	29,825	138,957	39,237	64,831	12,211	9,212	21,992	39,315	126,183
Term deposits held by depository institutions	5,055	10	2,318	503	0	15	5	1,505	50	65	155	5	425
Other deposits held by depository institutions	1,615,168	26,176	1,076,597	33,031	29,821	138,826	39,230	63,291	12,161	9,144	21,836	39,307	125,749
U.S. Treasury, General Account	25,651	0	25,651	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	700	1	672	4	3	8	2	1	0	1	0	1	6
Other	78,267	12	78,099	5	1	108	0	33	1	2	1	2	3
Deferred availability cash items	1,414	65	0	149	147	37	80	74	43	395	59	62	303
Interest on Federal Reserve notes due to U.S. Treasury ¹⁴	922	23	506	-4	1	65	78	75	24	7	31	52	64
Other liabilities and accrued dividends ¹⁵	16,884	208	13,047	292	299	806	464	388	177	147	178	278	600
Total liabilities	2,851,161	68,210	1,605,416	76,427	76,695	232,815	163,206	147,368	43,858	26,840	55,487	110,779	244,061
<i>Capital</i>													
Capital paid in	26,939	943	8,671	2,333	1,988	5,564	1,539	762	220	110	268	426	4,116
Surplus	26,939	943	8,671	2,333	1,988	5,564	1,539	762	220	110	268	426	4,116
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,905,040	70,096	1,622,757	81,093	80,672	243,943	166,283	148,892	44,298	27,059	56,022	111,630	252,292

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, December 14, 2011 (continued)

1. Includes securities lent to dealers under the overnight securities lending facility; refer to table 1A.
2. Face value of the securities.
3. Includes the original face value of inflation-indexed securities and compensation that adjusts for the effect of inflation on the original face value of such securities.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
6. Refer to table 4 and the note on consolidation below.
7. Refer to table 5 and the note on consolidation below.
8. Refer to table 6 and the note on consolidation below.
9. Refer to table 7 and the note on consolidation below.
10. As a result of the closing of the AIG recapitalization plan on January 14, 2011, the Federal Reserve Bank of New York has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. A portion of the preferred interests was redeemed by AIG with the funds from AIG asset dispositions that were held as agent by the Federal Reserve.
11. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
12. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates and the fair value adjustment to credit extended by the Federal Reserve Bank of New York (FRBNY) to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
13. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
14. Represents the estimated weekly remittances to U.S. Treasury as interest on Federal Reserve notes or, in those cases where the Reserve Bank's net earnings are not sufficient to equate surplus to capital paid-in, the deferred asset for interest on Federal Reserve notes. The amount of any deferred asset, which is presented as a negative amount in this line, represents the amount of the Federal Reserve Bank's earnings that must be retained before remittances to the U.S. Treasury resume. The amounts on this line are calculated in accordance with Board of Governors policy, which requires the Federal Reserve Banks to remit residual earnings to the U.S. Treasury as interest on Federal Reserve notes after providing for the costs of operations, payment of dividends, and the amount necessary to equate surplus with capital paid-in.
15. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation below. Before the closing of the AIG recapitalization plan on January 14, 2011, included funds from American International Group, Inc. asset dispositions, held as agent.

Note on consolidation:

The Federal Reserve Bank of New York (FRBNY) has extended loans to several limited liability companies under the authority of section 13(3) of the Federal Reserve Act. On June 26, 2008, a loan was extended to Maiden Lane LLC, which was formed to acquire certain assets of Bear Stearns. On November 25, 2008, a loan was extended to Maiden Lane III LLC, which was formed to purchase multi-sector collateralized debt obligations on which the Financial Products group of the American International Group, Inc. has written credit default swap contracts. On December 12, 2008, a loan was extended to Maiden Lane II LLC, which was formed to purchase residential mortgage-backed securities from the U.S. securities lending reinvestment portfolio of subsidiaries of American International Group, Inc. On November 25, 2008, the Federal Reserve Board authorized the FRBNY to extend credit to TALF LLC, which was formed to purchase and manage any asset-backed securities received by the FRBNY in connection with the decision of a borrower not to repay a loan extended under the Term Asset-Backed Securities Loan Facility.

The FRBNY is the primary beneficiary of TALF LLC, because of the two beneficiaries of the LLC, the FRBNY and the U.S. Treasury, the FRBNY is primarily responsible for directing the financial activities of TALF LLC. The FRBNY is the primary beneficiary of the other LLCs cited above because it will receive a majority of any residual returns of the LLCs and absorb a majority of any residual losses of the LLCs. Consistent with generally accepted accounting principles, the assets and liabilities of these LLCs have been consolidated with the assets and liabilities of the FRBNY in the preparation of the statements of condition shown on this release. As a consequence of the consolidation, the extensions of credit from the FRBNY to the LLCs are eliminated, the net assets of the LLCs appear as assets on the previous page (and in table 1 and table 8), and the liabilities of the LLCs to entities other than the FRBNY, including those with recourse only to the portfolio holdings of the LLCs, are included in other liabilities in this table (and table 1 and table 8).

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

Millions of dollars

Federal Reserve notes and collateral	Wednesday Dec 14, 2011
Federal Reserve notes outstanding	1,201,788
Less: Notes held by F.R. Banks not subject to collateralization	177,159
Federal Reserve notes to be collateralized	1,024,629
Collateral held against Federal Reserve notes	1,024,629
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	1,008,392
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,637,462
Less: Face value of securities under reverse repurchase agreements	71,502
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,565,960

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.