

FEDERAL RESERVE statistical release



H.4.1

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

October 6, 2011

1. Factors Affecting Reserve Balances of Depository Institutions

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Oct 5, 2011
	Week ended Oct 5, 2011	Change from week ended		
		Sep 28, 2011	Oct 6, 2010	
Reserve Bank credit	2,835,674	- 2,681	+ 551,117	2,842,830
Securities held outright ¹	2,645,193	- 2,333	+ 598,245	2,650,936
U.S. Treasury securities	1,666,041	+ 2,441	+ 851,737	1,671,784
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,570,406	+ 1,608	+ 822,337	1,576,077
Notes and bonds, inflation-indexed ²	67,548	+ 723	+ 25,230	67,597
Inflation compensation ³	9,665	+ 112	+ 4,172	9,688
Federal agency debt securities ²	108,268	0	- 45,837	108,268
Mortgage-backed securities ⁴	870,883	- 4,776	- 207,656	870,883
Repurchase agreements ⁵	0	0	0	0
Loans	11,406	- 45	- 37,747	11,396
Primary credit	26	- 3	- 63	29
Secondary credit	0	0	0	0
Seasonal credit	76	- 13	+ 11	63
Credit extended to American International Group, Inc., net ⁶	0	0	- 19,497	0
Term Asset-Backed Securities Loan Facility ⁷	11,303	- 30	- 18,198	11,303
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	15,486	+ 2	- 12,992	15,485
Net portfolio holdings of Maiden Lane II LLC ⁹	9,957	- 12	- 5,890	9,852
Net portfolio holdings of Maiden Lane III LLC ¹⁰	21,181	+ 16	- 1,822	21,235
Net portfolio holdings of TALF LLC ¹¹	785	0	+ 184	785
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	- 26,057	0
Float	-1,051	- 97	+ 660	-1,254
Central bank liquidity swaps ¹²	500	0	+ 439	500
Other Federal Reserve assets ¹³	132,217	- 211	+ 36,096	133,895
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	44,135	+ 14	+ 722	44,135
Total factors supplying reserve funds	2,896,050	- 2,666	+ 551,839	2,903,205

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

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Oct 5, 2011
	Week ended Oct 5, 2011	Change from week ended		
		Sep 28, 2011	Oct 6, 2010	
Currency in circulation ¹⁴	1,038,966	+ 3,196	+ 82,745	1,042,420
Reverse repurchase agreements ¹⁵	84,097	+ 218	+ 20,103	82,828
Foreign official and international accounts	84,097	+ 218	+ 20,103	82,828
Others	0	0	0	0
Treasury cash holdings	125	+ 11	- 110	130
Deposits with F.R. Banks, other than reserve balances	97,537	- 33,168	- 168,246	83,282
Term deposits held by depository institutions	5,077	0	+ 2,958	5,077
U.S. Treasury, General Account	43,655	- 12,063	- 14,470	31,623
U.S. Treasury, Supplementary Financing Account	0	0	- 199,962	0
Foreign official	1,570	+ 1,068	- 614	219
Service-related	2,514	- 1	+ 107	2,514
Required clearing balances	2,514	- 1	+ 107	2,514
Adjustments to compensate for float	0	0	0	0
Other	44,722	- 22,170	+ 43,735	43,850
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁶	70,935	- 425	- 1,712	70,453
Total factors, other than reserve balances, absorbing reserve funds	1,291,660	- 30,168	- 67,220	1,279,113
Reserve balances with Federal Reserve Banks	1,604,390	+ 27,502	+ 619,059	1,624,092

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

Memorandum item	Averages of daily figures			Wednesday Oct 5, 2011
	Week ended Oct 5, 2011	Change from week ended		
		Sep 28, 2011	Oct 6, 2010	
Marketable securities held in custody for foreign official and international accounts ¹	3,424,622	- 11,396	+ 173,517	3,418,465
U.S. Treasury securities	2,700,942	- 3,882	+ 201,192	2,696,710
Federal agency securities ²	723,680	- 7,514	- 27,675	721,755
Securities lent to dealers	14,616	+ 3,271	+ 5,068	11,198
Overnight facility ³	14,616	+ 3,271	+ 5,068	11,198
U.S. Treasury securities	13,686	+ 3,091	+ 5,716	10,219
Federal agency debt securities	930	+ 180	- 648	979

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

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

2. Maturity Distribution of Securities, Loans, and Selected Other Assets and Liabilities, October 5, 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	35	57	3,965	7,338	0	...	11,396
U.S. Treasury securities ²							
Holdings	14,641	23,926	130,712	717,655	583,799	201,050	1,671,784
Weekly changes	- 1,268	+ 1,049	+ 1,600	+ 3,121	+ 109	+ 2,517	+ 7,129
Federal agency debt securities ³							
Holdings	600	3,674	20,589	62,913	18,145	2,347	108,268
Weekly changes	+ 600	+ 102	- 702	0	0	0	0
Mortgage-backed securities ⁴							
Holdings	0	0	0	13	22	870,848	870,883
Weekly changes	0	0	0	- 1	0	0	0
Asset-backed securities held by TALF LLC ⁵	0	0	0	0	0	0	0
Repurchase agreements ⁶	0	0	...	...	...	...	0
Central bank liquidity swaps ⁷	500	0	0	0	0	0	500
Reverse repurchase agreements ⁶	82,828	0	...	...	...	...	82,828
Term deposits	5,077	0	0	...	...	...	5,077

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

... Not applicable.

1. Excludes the loans from the Federal Reserve Bank of New York (FRBNY) to Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC. The loans were eliminated when preparing the FRBNY's statement of condition consistent with consolidation under generally accepted accounting principles.
2. Face value. For inflation-indexed securities, includes the original face value and compensation that adjusts for the effect of inflation on the original face value of such securities.
3. Face value.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Face value of asset-backed securities held by TALF LLC, which is the remaining principal balance of the underlying assets.
6. Cash value of agreements.
7. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.

H.4.1

3. Supplemental Information on Mortgage-Backed Securities

Millions of dollars

Account name	Wednesday Oct 5, 2011
Mortgage-backed securities held outright ¹	870,883
Commitments to buy mortgage-backed securities ²	3,950
Commitments to sell mortgage-backed securities ²	0
Cash and cash equivalents ³	0

1. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
2. Current face value. Generally settle within 180 days and include commitments associated with outright transactions, dollar rolls, and coupon swaps.
3. This amount is included in other Federal Reserve assets in table 1 and in other assets in table 8 and table 9.

4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Oct 5, 2011
Net portfolio holdings of Maiden Lane LLC ¹	15,485
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	12,212
Accrued interest payable to the Federal Reserve Bank of New York ²	739
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,368

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 2011. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 9.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

Note: On June 26, 2008, the Federal Reserve Bank of New York (FRBNY) extended credit to Maiden Lane LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to acquire certain assets of Bear Stearns and to manage those assets through time to maximize repayment of the credit extended and to minimize disruption to financial markets. Payments by Maiden Lane LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of the LLC, principal due to the FRBNY, interest due to the FRBNY, principal due to JPMorgan Chase & Co., and interest due to JPMorgan Chase & Co. Any remaining funds will be paid to the FRBNY.

5. Information on Principal Accounts of Maiden Lane II LLC

Millions of dollars

Account name	Wednesday Oct 5, 2011
Net portfolio holdings of Maiden Lane II LLC ¹	9,852
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	6,507
Accrued interest payable to the Federal Reserve Bank of New York ²	548
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,098

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 2011. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 9.
3. Book value. The deferred payment represents the portion of the proceeds of the net portfolio holdings due to subsidiaries of American International Group, Inc. in accordance with the asset purchase agreement. The fair value of this payment and accrued interest payable are included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

Note: On December 12, 2008, the Federal Reserve Bank of New York (FRBNY) began extending credit to Maiden Lane II LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to purchase residential mortgage-backed securities from the U.S. securities lending reinvestment portfolio of subsidiaries of American International Group, Inc. (AIG subsidiaries). Payments by Maiden Lane II LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of Maiden Lane II LLC, principal due to the FRBNY, interest due to the FRBNY, and deferred payment and interest due to AIG subsidiaries. Any remaining funds will be shared by the FRBNY and AIG subsidiaries.

H.4.1

6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday Oct 5, 2011
Net portfolio holdings of Maiden Lane III LLC ¹	21,235
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	10,221
Accrued interest payable to the Federal Reserve Bank of New York ²	661
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,499</u>

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 2011. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 9.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

Note: On November 25, 2008, the Federal Reserve Bank of New York (FRBNY) began extending credit to Maiden Lane III LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to purchase multi-sector collateralized debt obligations (CDOs) on which the Financial Products group of American International Group, Inc. (AIG) has written credit default swap (CDS) contracts. In connection with the purchase of CDOs, the CDS counterparties will concurrently unwind the related CDS transactions. Payments by Maiden Lane III LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of Maiden Lane III LLC, principal due to the FRBNY, interest due to the FRBNY, principal due to AIG, and interest due to AIG. Any remaining funds will be shared by the FRBNY and AIG.

7. Information on Principal Accounts of TALF LLC

Millions of dollars

Account name	Wednesday Oct 5, 2011
Asset-backed securities holdings ¹	0
Other investments, net	785
Net portfolio holdings of TALF LLC	785
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	0
Accrued interest payable to the Federal Reserve Bank of New York ²	0
<u>Funding provided by U.S. Treasury to TALF LLC, including accrued interest payable³</u>	<u>109</u>

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

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

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

H.4.1

8. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Oct 5, 2011	Change since	
			Wednesday Sep 28, 2011	Wednesday Oct 6, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,257	+ 13	+ 143
Securities, repurchase agreements, and loans		2,662,332	+ 7,064	+ 561,133
Securities held outright ¹		2,650,936	+ 7,130	+ 599,220
U.S. Treasury securities		1,671,784	+ 7,129	+ 852,712
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,576,077	+ 6,748	+ 823,245
Notes and bonds, inflation-indexed ²		67,597	+ 343	+ 25,279
Inflation compensation ³		9,688	+ 39	+ 4,189
Federal agency debt securities ²		108,268	0	- 45,837
Mortgage-backed securities ⁴		870,883	0	- 207,656
Repurchase agreements ⁵		0	0	0
Loans		11,396	- 66	- 38,087
Net portfolio holdings of Maiden Lane LLC ⁶		15,485	- 21	- 13,025
Net portfolio holdings of Maiden Lane II LLC ⁷		9,852	- 147	- 5,822
Net portfolio holdings of Maiden Lane III LLC ⁸		21,235	+ 65	- 1,547
Net portfolio holdings of TALF LLC ⁹		785	0	+ 184
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰		0	0	- 26,057
Items in process of collection	(122)	263	- 17	- 200
Bank premises		2,181	- 4	- 41
Central bank liquidity swaps ¹¹		500	0	+ 439
Other assets ¹²		131,705	+ 1,647	+ 36,392
Total assets	(122)	2,862,832	+ 8,599	+ 551,601

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 Oct 5, 2011	Change since	
			Wednesday Sep 28, 2011	Wednesday Oct 6, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,000,668	+ 4,348	+ 82,059
Reverse repurchase agreements ¹³		82,828	+ 13	+ 18,388
Deposits	(0)	1,707,365	+ 4,249	+ 453,952
Term deposits held by depository institutions		5,077	0	+ 2,958
Other deposits held by depository institutions		1,626,597	+ 17,601	+ 626,583
U.S. Treasury, General Account		31,623	- 13,319	- 17,907
U.S. Treasury, Supplementary Financing Account		0	0	- 199,962
Foreign official		219	- 6	- 1,126
Other	(0)	43,850	- 26	+ 43,406
Deferred availability cash items	(122)	1,517	+ 214	- 1,081
Other liabilities and accrued dividends ¹⁴		18,420	- 249	+ 3,391
Total liabilities	(122)	2,810,799	+ 8,575	+ 556,710
<i>Capital accounts</i>				
Capital paid in		26,016	+ 12	- 671
Surplus		26,016	+ 12	+ 135
Other capital accounts		0	0	- 4,575
Total capital		52,033	+ 25	- 5,109

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, October 5, 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	2,257	56	82	163	160	384	209	336	34	57	169	238	370
Securities, repurchase agreements, and loans	2,662,332	65,177	1,244,102	90,811	71,607	306,156	197,090	157,457	50,186	40,763	70,532	104,846	263,605
Securities held outright ¹	2,650,936	65,177	1,232,799	90,811	71,607	306,156	197,077	157,427	50,174	40,741	70,516	104,845	263,605
U.S. Treasury securities	1,671,784	41,103	777,451	57,269	45,158	193,074	124,285	99,280	31,642	25,693	44,470	66,119	166,240
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	1,653,362	40,650	768,884	56,638	44,661	190,946	122,915	98,186	31,293	25,410	43,980	65,391	164,408
Federal agency debt securities ²	108,268	2,662	50,349	3,709	2,925	12,504	8,049	6,430	2,049	1,664	2,880	4,282	10,766
Mortgage-backed securities ⁴	870,883	21,412	404,998	29,833	23,524	100,578	64,744	51,718	16,483	13,384	23,166	34,444	86,599
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	11,396	0	11,303	0	0	0	12	30	12	22	16	1	0
Net portfolio holdings of Maiden Lane LLC ⁶	15,485	0	15,485	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁷	9,852	0	9,852	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	21,235	0	21,235	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	785	0	785	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	385	41	0	45	118	7	18	40	7	11	16	18	66
Bank premises	2,181	123	255	67	126	234	214	205	134	106	260	246	212
Central bank liquidity swaps ¹¹	500	17	145	48	37	103	29	13	4	15	5	8	77
Other assets ¹²	131,705	3,527	56,405	6,173	4,815	17,645	9,372	6,912	2,240	2,474	3,047	4,584	14,512
Interdistrict settlement account	0	+ 7,107	+ 261,481	- 14,236	- 2,004	- 134,900	- 34,623	- 13,553	- 8,246	- 17,106	- 16,693	+ 393	- 27,621
Total assets	2,862,954	76,633	1,615,510	83,714	75,547	190,913	174,356	152,688	44,828	26,606	57,806	111,342	253,011

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, October 5, 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	1,167,703	43,194	389,168	46,444	54,901	95,453	146,404	90,457	33,913	20,878	34,119	77,879	134,894
Less: Notes held by F.R. Banks	167,035	5,664	45,460	6,959	8,666	11,877	26,310	12,995	4,339	5,506	3,608	10,886	24,765
Federal Reserve notes, net	1,000,668	37,530	343,708	39,485	46,235	83,576	120,093	77,463	29,574	15,372	30,511	66,992	110,129
Reverse repurchase agreements ¹³	82,828	2,036	38,519	2,837	2,237	9,566	6,158	4,919	1,568	1,273	2,203	3,276	8,236
Deposits	1,707,365	34,861	1,203,370	36,042	22,631	85,759	44,517	68,220	12,975	9,344	24,287	39,885	125,474
Term deposits held by depository institutions	5,077	20	1,270	605	0	2,015	0	555	0	60	1	6	545
Other deposits held by depository institutions	1,626,597	34,819	1,126,706	35,433	22,628	83,533	44,515	67,637	12,966	9,281	24,284	39,878	124,917
U.S. Treasury, General Account	31,623	0	31,623	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	219	1	190	4	3	8	2	1	0	1	0	1	6
Other	43,850	21	43,581	0	0	203	0	28	8	2	1	0	6
Deferred availability cash items	1,639	109	0	260	203	53	94	122	64	245	82	86	321
Interest on Federal Reserve notes due to U.S. Treasury ¹⁴	1,058	14	554	10	6	96	114	60	24	17	35	49	78
Other liabilities and accrued dividends ¹⁵	17,363	197	13,762	265	271	740	448	382	173	136	169	266	554
Total liabilities	2,810,921	74,748	1,599,912	78,899	71,582	179,789	171,424	151,166	44,377	26,387	57,287	110,555	244,793
<i>Capital</i>													
Capital paid in	26,016	943	7,799	2,407	1,982	5,562	1,466	761	225	109	259	393	4,109
Surplus	26,016	943	7,799	2,407	1,982	5,562	1,466	761	225	109	259	393	4,109
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,862,954	76,633	1,615,510	83,714	75,547	190,913	174,356	152,688	44,828	26,606	57,806	111,342	253,011

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

9. Statement of Condition of Each Federal Reserve Bank, October 5, 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).

H.4.1

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

Millions of dollars

Federal Reserve notes and collateral	Wednesday Oct 5, 2011
Federal Reserve notes outstanding	1,167,703
Less: Notes held by F.R. Banks not subject to collateralization	167,035
Federal Reserve notes to be collateralized	1,000,668
Collateral held against Federal Reserve notes	1,000,668
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	984,431
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,650,936
Less: Face value of securities under reverse repurchase agreements	71,429
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,579,507

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.