

FEDERAL RESERVE statistical release



H.4.1

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

January 13, 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 Jan 12, 2011
	Week ended Jan 12, 2011	Change from week ended		
		Jan 5, 2011	Jan 13, 2010	
Reserve Bank credit	2,432,403	+ 21,587	+ 206,684	2,450,648
Securities held outright ¹	2,183,358	+ 19,795	+ 327,044	2,200,533
U.S. Treasury securities	1,044,725	+ 20,763	+ 268,125	1,062,061
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	970,291	+ 19,301	+ 262,642	987,625
Notes and bonds, inflation-indexed ²	49,743	+ 1,387	+ 5,100	49,743
Inflation compensation ³	6,269	+ 75	+ 383	6,271
Federal agency debt securities ²	146,492	- 968	- 14,201	146,331
Mortgage-backed securities ⁴	992,141	0	+ 73,120	992,141
Repurchase agreements ⁵	0	0	0	0
Term auction credit	0	0	- 75,918	0
Other loans	44,443	- 264	- 43,552	43,959
Primary credit	23	- 77	- 17,477	87
Secondary credit	0	0	- 966	0
Seasonal credit	10	- 6	+ 9	10
Credit extended to American International Group, Inc., net ⁶	19,925	+ 6	- 2,285	19,675
Term Asset-Backed Securities Loan Facility ⁷	24,486	- 187	- 22,833	24,187
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁸	0	0	- 14,081	0
Net portfolio holdings of Maiden Lane LLC ⁹	27,009	+ 35	+ 272	27,006
Net portfolio holdings of Maiden Lane II LLC ¹⁰	15,943	- 182	+ 540	15,946
Net portfolio holdings of Maiden Lane III LLC ¹¹	23,213	+ 61	+ 863	23,279
Net portfolio holdings of TALF LLC ¹²	665	0	+ 367	665
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹³	26,385	+ 47	+ 1,279	26,385
Float	-1,695	+ 1	+ 348	-1,677
Central bank liquidity swaps ¹⁴	70	- 5	- 8,126	70
Other Federal Reserve assets ¹⁵	113,012	+ 2,099	+ 17,647	114,480
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁶	43,577	+ 14	+ 851	43,577
Total factors supplying reserve funds	2,492,221	+ 21,601	+ 207,535	2,510,466

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 Jan 12, 2011
	Week ended Jan 12, 2011	Change from week ended		
		Jan 5, 2011	Jan 13, 2010	
Currency in circulation ¹⁶	978,237	- 4,501	+ 57,771	978,135
Reverse repurchase agreements ¹⁷	53,554	- 5,862	- 9,236	53,271
Foreign official and international accounts	53,554	- 5,862	- 9,236	53,271
Others	0	0	0	0
Treasury cash holdings	182	+ 5	- 71	194
Deposits with F.R. Banks, other than reserve balances	297,410	- 29,797	+ 122,498	286,450
Term deposits held by depository institutions	0	0	0	0
U.S. Treasury, general account	89,107	- 26,279	- 47,275	75,569
U.S. Treasury, supplementary financing account	199,963	- 1	+ 194,962	199,963
Foreign official	3,762	+ 384	+ 651	3,748
Service-related	2,378	0	- 642	2,378
Required clearing balances	2,378	0	- 642	2,378
Adjustments to compensate for float	0	0	0	0
Other	2,201	- 3,901	- 25,196	4,793
Funds from American International Group, Inc. asset dispositions, held as agent ¹⁸	26,896	0	+ 26,896	26,896
Other liabilities and capital ¹⁹	69,856	- 2,574	+ 2,839	70,019
Total factors, other than reserve balances, absorbing reserve funds	1,426,135	- 42,729	+ 200,697	1,414,965
Reserve balances with Federal Reserve Banks	1,066,086	+ 64,330	+ 6,838	1,095,500

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.
- Includes outstanding principal and capitalized interest net of unamortized deferred commitment fees and allowance for loan restructuring. Excludes credit extended to consolidated LLCs.
- Includes credit extended by the Federal Reserve Bank of New York to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
- Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
- Refer to table 4 and the note on consolidation accompanying table 10.
- Refer to table 5 and the note on consolidation accompanying table 10.
- Refer to table 6 and the note on consolidation accompanying table 10.
- Refer to table 7 and the note on consolidation accompanying table 10.
- Refer to table 8.
- 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, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
- Estimated.
- Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
- Pending the closing of the recapitalization plan announced by American International Group, Inc. (AIG) on September 30, 2010, the cash proceeds from the disposition of certain AIG assets will be held by the FRBNY as agent. At the closing of the recapitalization plan, the proceeds will be used first to repay in full the credit extended to AIG by the FRBNY under the revolving credit facility and then to retire a portion of the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC (preferred interests). Alternatively, if the recapitalization plan is terminated under the terms of the plan, then the proceeds from the initial public offering of AIA and the sale of ALICO will be used to redeem the preferred interests in accordance with the AIA Aurora LLC and ALICO Holdings LLC limited liability company agreements, and any excess proceeds from these transactions, as well as proceeds from the disposition of other assets, will be used to repay the credit extended to AIG under the revolving credit facility.
- 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 10. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Refer to table 9 and table 10.

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 Jan 12, 2011
	Week ended Jan 12, 2011	Change from week ended		
		Jan 5, 2011	Jan 13, 2010	
Marketable securities held in custody for foreign official and international accounts ¹	3,350,473	+ 6,216	+ 399,716	3,345,858
U.S. Treasury securities	2,616,142	+ 5,855	+ 432,365	2,611,389
Federal agency securities ²	734,331	+ 362	- 32,650	734,469
Securities lent to dealers	12,726	- 6,733	+ 3,032	11,880
Overnight facility ³	12,726	- 6,733	+ 3,032	11,880
U.S. Treasury securities	11,433	- 6,555	+ 2,251	10,732
Federal agency debt securities	1,293	- 178	+ 781	1,148

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

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

2. Maturity Distribution of Securities, Loans, and Selected Other Assets and Liabilities, January 12, 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
Other loans ¹	87	10	0	43,862	0	...	43,959
<i>U.S. Treasury securities²</i>							
Holdings	17,451	17,168	54,254	452,608	359,108	161,472	1,062,061
Weekly changes	+ 3,867	- 3,867	0	+ 13,012	+ 16,562	+ 1,502	+ 31,076
<i>Federal agency debt securities³</i>							
Holdings	1,707	13,736	28,645	69,299	30,597	2,347	146,331
Weekly changes	+ 132	+ 346	+ 144	- 1,751	0	0	- 1,129
<i>Mortgage-backed securities⁴</i>							
Holdings	0	0	0	24	22	992,095	992,141
Weekly changes	0	0	0	0	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	70	0	0	0	0	0	70
Reverse repurchase agreements ⁶	53,271	0	...	...	...	...	53,271
Term deposits	0	0	0	...	...	...	0

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 Purchase Program

Millions of dollars

Account name	Wednesday Jan 12, 2011
Mortgage-backed securities held outright ¹	992,141
Commitments to buy mortgage-backed securities ²	0
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 9 and table 10.

4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Jan 12, 2011
Net portfolio holdings of Maiden Lane LLC ¹	27,006
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	25,228
Accrued interest payable to the Federal Reserve Bank of New York ²	624
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,317

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, 2010. 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 10.
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 9 and table 10.

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

5. Information on Principal Accounts of Maiden Lane II LLC

Millions of dollars

Account name	Wednesday Jan 12, 2011
Net portfolio holdings of Maiden Lane II LLC ¹	15,946
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	12,777
Accrued interest payable to the Federal Reserve Bank of New York ²	457
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,072

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, 2010. 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 10.
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 9 and table 10.

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 Jan 12, 2011
Net portfolio holdings of Maiden Lane III LLC ¹	23,279
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	13,526
Accrued interest payable to the Federal Reserve Bank of New York ²	551
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,371</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, 2010. 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 10.
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 9 and table 10.

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

7. Information on Principal Accounts of TALF LLC

Millions of dollars

Account name	Wednesday Jan 12, 2011
Asset-backed securities holdings ¹	0
Other investments, net	665
Net portfolio holdings of TALF LLC	665
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>106</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 10.
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 9 and table 10.

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. Supplemental Information on the Federal Reserve Bank of New York's Preferred Interests in AIA Aurora LLC and ALICO Holdings LLC

Millions of dollars

Account name	Wednesday Jan 12, 2011
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹	26,385
Accrued dividends on preferred interests in AIA Aurora LLC and ALICO Holdings LLC ²	43
Preferred interests in AIA Aurora LLC ¹	16,887
Accrued dividends on preferred interests in AIA Aurora LLC ²	28
Preferred interests in ALICO Holdings LLC ¹	9,499
Accrued dividends on preferred interests in ALICO Holdings LLC ²	16

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

1. Book value.
2. This amount is included in other Federal Reserve assets in table 1 and in other assets in table 9 and table 10.

Note on preferred interests:

In conjunction with the restructuring of the government's assistance to American International Group, Inc. (AIG) announced March 2, 2009, the outstanding balance and amount available of revolving credit provided to AIG by the FRBNY has been reduced in exchange for preferred interests in two special purpose vehicles, AIA Aurora LLC and ALICO Holdings LLC. These two limited liability companies were created to directly or indirectly hold all of the outstanding common stock of American International Assurance Company Ltd. (AIA) and American Life Insurance Company (ALICO), two life insurance subsidiaries of AIG. AIG will retain control of AIA Aurora LLC and ALICO Holdings LLC, and the FRBNY will have certain consent, disposition, and conversion rights with respect to its preferred interests.

Dividends accrue as a percentage of the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC. On a quarterly basis, the accrued dividends are capitalized and added to the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.

H.4.1

9. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Jan 12, 2011	Change since	
			Wednesday Jan 5, 2011	Wednesday Jan 13, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,214	+ 23	+ 116
Securities, repurchase agreements, term auction credit, and other loans		2,244,493	+ 29,292	+ 176,794
Securities held outright ¹		2,200,533	+ 29,947	+ 294,511
U.S. Treasury securities		1,062,061	+ 31,076	+ 285,458
Bills ²		18,423	0	0
Notes and bonds, nominal ²		987,625	+ 31,071	+ 279,976
Notes and bonds, inflation-indexed ²		49,743	0	+ 5,100
Inflation compensation ³		6,271	+ 6	+ 382
Federal agency debt securities ²		146,331	- 1,129	- 14,498
Mortgage-backed securities ⁴		992,141	0	+ 23,551
Repurchase agreements ⁵		0	0	0
Term auction credit		0	0	- 75,918
Other loans		43,959	- 656	- 41,801
Net portfolio holdings of Commercial Paper				
Funding Facility LLC ⁶		0	0	- 14,092
Net portfolio holdings of Maiden Lane LLC ⁷		27,006	- 3	+ 264
Net portfolio holdings of Maiden Lane II LLC ⁸		15,946	+ 4	+ 542
Net portfolio holdings of Maiden Lane III LLC ⁹		23,279	+ 77	+ 878
Net portfolio holdings of TALF LLC ¹⁰		665	0	+ 367
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹		26,385	0	+ 1,279
Items in process of collection	(99)	421	+ 141	+ 93
Bank premises		2,220	+ 1	- 22
Central bank liquidity swaps ¹²		70	- 5	- 5,825
Other assets ¹³		112,224	+ 2,658	+ 15,824
Total assets	(99)	2,471,159	+ 32,187	+ 176,217

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

H.4.1

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Jan 12, 2011	Change since	
			Wednesday Jan 5, 2011	Wednesday Jan 13, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		936,962	- 3,343	+ 57,742
Reverse repurchase agreements ¹⁴		53,271	- 4,284	- 11,095
Deposits	(1)	1,381,913	+ 39,252	+ 105,680
Term deposits held by depository institutions		0	0	0
Other deposits held by depository institutions		1,097,841	+ 64,672	- 37,404
U.S. Treasury, general account		75,569	- 30,144	- 48,606
U.S. Treasury, supplementary financing account		199,963	- 1	+ 194,962
Foreign official		3,748	+ 318	+ 864
Other	(1)	4,793	+ 4,408	- 4,134
Deferred availability cash items	(98)	2,098	- 386	- 781
Other liabilities and accrued dividends ¹⁵		43,862	+ 944	+ 23,942
Total liabilities	(99)	2,418,106	+ 32,182	+ 175,488
<i>Capital accounts</i>				
Capital paid in		26,526	+ 2	+ 874
Surplus		26,526	+ 2	+ 1,230
Other capital accounts		0	0	- 1,375
Total capital		53,053	+ 5	+ 729

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

1. Includes securities lent to dealers under the overnight securities lending facility; refer to table 1A.
2. Face value of the securities.
3. Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
6. Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
7. Refer to table 4 and the note on consolidation accompanying table 10.
8. Refer to table 5 and the note on consolidation accompanying table 10.
9. Refer to table 6 and the note on consolidation accompanying table 10.
10. Refer to table 7 and the note on consolidation accompanying table 10.
11. Refer to table 8.
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, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
14. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
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 accompanying table 10. Also includes funds from American International Group, Inc. asset dispositions, held as agent. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Refer to table 10.

H.4.1

10. Statement of Condition of Each Federal Reserve Bank, January 12, 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	369	4,038	404	463	846	1,385	887	324	203	296	652	1,170
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	2,214	47	71	176	167	358	189	342	36	61	162	243	362
Securities, repurchase agreements, term auction credit, and other loans	2,244,493	55,706	941,796	51,389	74,765	250,661	208,231	165,909	56,682	30,125	75,497	92,407	241,324
Securities held outright ¹	2,200,533	55,688	897,934	51,389	74,765	250,617	208,231	165,890	56,682	30,125	75,487	92,401	241,324
U.S. Treasury securities	1,062,061	26,877	433,377	24,802	36,084	120,957	100,500	80,065	27,357	14,539	36,433	44,596	116,472
Bills ²	18,423	466	7,517	430	626	2,098	1,743	1,389	475	252	632	774	2,020
Notes and bonds ³	1,043,638	26,411	425,860	24,372	35,458	118,859	98,757	78,676	26,882	14,287	35,801	43,823	114,452
Federal agency debt securities ²	146,331	3,703	59,711	3,417	4,972	16,666	13,847	11,031	3,769	2,003	5,020	6,145	16,048
Mortgage-backed securities ⁴	992,141	25,108	404,846	23,169	33,709	112,994	93,884	74,794	25,556	13,582	34,034	41,660	108,804
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Term auction credit	0	0	0	0	0	0	0	0	0	0	0	0	0
Other loans	43,959	18	43,862	0	0	44	0	19	0	0	10	6	0
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁶	0	0	0	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁷	27,006	0	27,006	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁸	15,946	0	15,946	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁹	23,279	0	23,279	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ¹⁰	665	0	665	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹	26,385	0	26,385	0	0	0	0	0	0	0	0	0	0
Items in process of collection	520	6	0	62	69	10	136	42	10	32	61	52	40
Bank premises	2,220	127	256	68	140	239	218	208	136	107	265	245	213
Central bank liquidity swaps ¹²	70	3	20	8	5	19	4	2	1	2	1	1	5
Other assets ¹³	112,224	3,160	42,745	4,823	4,847	17,003	9,778	7,119	2,491	1,925	3,184	4,004	11,145
Interdistrict settlement account	0	- 8,253	+ 230,805	+ 12,776	- 18,921	- 30,764	- 53,251	- 33,815	- 18,533	- 7,649	- 17,663	- 5,975	- 48,756
Total assets	2,471,258	51,359	1,314,831	69,915	61,772	238,783	167,345	141,119	41,297	24,895	61,956	91,911	206,075

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

H.4.1

10. Statement of Condition of Each Federal Reserve Bank, January 12, 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	1,119,972	41,138	382,824	45,611	46,019	90,368	140,574	86,384	32,407	19,912	33,164	75,770	125,802
Less: Notes held by F.R. Banks	183,010	4,976	63,693	5,047	8,232	13,399	20,659	12,718	4,522	5,800	3,862	12,252	27,850
Federal Reserve notes, net	936,962	36,161	319,131	40,564	37,787	76,969	119,915	73,666	27,885	14,111	29,302	63,518	97,953
Reverse repurchase agreements ¹⁴	53,271	1,348	21,737	1,244	1,810	6,067	5,041	4,016	1,372	729	1,827	2,237	5,842
Deposits	1,381,914	11,730	918,762	22,523	17,588	144,059	38,631	61,434	11,333	7,791	29,984	24,975	93,103
Term deposits held by depository institutions	0	0	0	0	0	0	0	0	0	0	0	0	0
Other deposits held by depository institutions	1,097,841	11,727	634,869	22,518	17,584	144,010	38,628	61,407	11,277	7,786	29,983	24,975	93,078
U.S. Treasury, general account	75,569	0	75,569	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	199,963	0	199,963	0	0	0	0	0	0	0	0	0	0
Foreign official	3,748	1	3,719	4	3	11	2	1	0	1	0	1	3
Other	4,794	2	4,642	1	1	38	1	27	56	3	1	0	23
Deferred availability cash items	2,196	76	0	278	387	81	100	146	59	486	104	92	387
Interest on Federal Reserve notes due to U.S. Treasury ¹⁵	1,204	31	574	-22	33	84	122	99	36	14	42	52	139
Other liabilities and accrued dividends ¹⁶	42,658	180	39,260	190	231	645	497	412	181	125	182	264	491
Total liabilities	2,418,205	49,527	1,299,465	64,776	57,837	227,905	164,305	139,774	40,867	23,256	61,441	91,138	197,915
<i>Capital</i>													
Capital paid in	26,526	916	7,683	2,570	1,968	5,439	1,520	673	215	819	257	387	4,080
Surplus	26,526	916	7,683	2,570	1,968	5,439	1,520	673	215	819	257	387	4,080
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,471,258	51,359	1,314,831	69,915	61,772	238,783	167,345	141,119	41,297	24,895	61,956	91,911	206,075

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

10. Statement of Condition of Each Federal Reserve Bank, January 12, 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. Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
7. Refer to table 4 and the note on consolidation below.
8. Refer to table 5 and the note on consolidation below.
9. Refer to table 6 and the note on consolidation below.
10. Refer to table 7 and the note on consolidation below.
11. Refer to table 8.
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, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
14. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
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.
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 below. Also includes 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 9), 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 9).

H.4.1**11. Collateral Held against Federal Reserve Notes: Federal Reserve Agents' Accounts**

Millions of dollars

Federal Reserve notes and collateral	Wednesday Jan 12, 2011
Federal Reserve notes outstanding	1,119,972
Less: Notes held by F.R. Banks not subject to collateralization	183,010
Federal Reserve notes to be collateralized	936,962
Collateral held against Federal Reserve notes	936,962
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	920,725
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,200,533
Less: Face value of securities under reverse repurchase agreements	44,064
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,156,469

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.