

# FEDERAL RESERVE statistical release



H.4.1

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

July 31, 2008

### 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 Jul 30, 2008
	Week ended Jul 30, 2008	Change from week ended		
		Jul 23, 2008	Aug 1, 2007	
Reserve Bank credit	892,783	+ 9,805	+ 35,113	901,186
Securities held outright	479,174	+ 85	- 311,584	479,206
U.S. Treasury <sup>1</sup>	479,174	+ 85	- 311,584	479,206
Bills <sup>2</sup>	21,740	0	- 255,279	21,740
Notes and bonds, nominal <sup>2</sup>	412,392	0	- 61,911	412,392
Notes and bonds, inflation-indexed <sup>2</sup>	39,171	0	+ 4,343	39,171
Inflation compensation <sup>3</sup>	5,871	+ 84	+ 1,262	5,903
Federal agency <sup>2</sup>	0	0	0	0
Repurchase agreements <sup>4</sup>	113,714	+ 8,928	+ 87,928	123,250
Term auction credit	150,000	0	+ 150,000	150,000
Other loans	17,644	+ 1,134	+ 17,393	17,377
Primary credit	17,452	+ 1,071	+ 17,450	17,279
Secondary credit	89	+ 55	+ 89	0
Seasonal credit	101	+ 5	- 148	98
Primary dealer credit facility	3	+ 3	+ 3	0
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>5</sup>	29,065	+ 40	+ 29,065	29,099
Float	-1,322	+ 83	- 463	-1,931
Other Federal Reserve assets	104,507	- 466	+ 62,773	104,185
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	2,200	0	0	2,200
Treasury currency outstanding <sup>6</sup>	38,917	+ 14	+ 376	38,917
<b>Total factors supplying reserve funds</b>	<b>944,941</b>	<b>+ 9,819</b>	<b>+ 35,489</b>	<b>953,343</b>
Currency in circulation <sup>6</sup>	830,800	+ 775	+ 18,418	832,779
Reverse repurchase agreements <sup>7</sup>	43,536	+ 926	+ 10,201	44,463
Foreign official and international accounts	43,536	+ 926	+ 10,201	44,463
Dealers	0	0	0	0
Treasury cash holdings	313	+ 35	+ 21	318
Deposits with F.R. Banks, other than reserve balances	12,778	- 337	+ 1,057	11,966
U.S. Treasury, general account	5,094	- 325	+ 220	4,271
Foreign official	101	0	+ 5	101
Service-related	7,261	0	+ 796	7,261
Required clearing balances	7,261	0	+ 796	7,261
Adjustments to compensate for float	0	0	0	0
Other	322	- 13	+ 35	333
Other liabilities and capital <sup>8</sup>	42,838	- 1,062	+ 3,359	42,368
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>930,265</b>	<b>+ 337</b>	<b>+ 33,057</b>	<b>931,894</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>14,676</b>	<b>+ 9,482</b>	<b>+ 2,432</b>	<b>21,449</b>

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

1. Includes securities lent to dealers under the overnight and term securities lending facilities; 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. Cash value of agreements.
5. Fair value. Refer to table 2 and the note on consolidation accompanying table 5.
6. Estimated.
7. Cash value of agreements, which are collateralized by U.S. Treasury securities.
8. Includes the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of Maiden Lane LLC. Refer to table 2 and the note on consolidation accompanying table 5.

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

## H.4.1

**1A. Memorandum Items, July 30, 2008**

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Jul 30, 2008
	Week ended Jul 30, 2008	Change from week ended		
		Jul 23, 2008	Aug 1, 2007	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	2,367,674	+ 14,224	+ 357,724	2,376,324
U.S. Treasury	1,384,418	+ 11,994	+ 132,242	1,394,631
Federal agency	983,256	+ 2,230	+ 225,483	981,693
Securities lent to dealers	126,653	+ 10,097	+ 120,569	134,715
Overnight facility <sup>2</sup>	4,876	- 123	- 1,208	11,567
Term facility <sup>3</sup>	121,777	+ 10,220	+ 121,777	123,148

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.

2. Fully collateralized by U.S. Treasury securities.

3. Fully collateralized by U.S. Treasury securities, federal agency securities, and highly rated non-agency asset-backed and mortgage-backed securities.

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

**2. Information on Principal Accounts of Maiden Lane LLC**

Millions of dollars

Account name	Wednesday Jul 30, 2008
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	29,099
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	28,820
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	62
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,157

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, 2008.

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 5.

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 4 and table 5.

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.

**3. Maturity Distribution of Term Auction Credit, Other Loans, and Securities, July 30, 2008**

Millions of dollars

Remaining maturity	Term auction credit	Other loans <sup>1</sup>	U.S. Treasury securities <sup>2</sup>		Repurchase agreements <sup>3</sup>	Reverse repurchase agreements <sup>3</sup>
			Holdings	Weekly changes		
Within 15 days	150,000	3,061	14,547	+ 2,523	83,250	44,463
16 days to 90 days	0	14,316	35,967	- 470	40,000	0
91 days to 1 year	...	0	69,445	- 2,047	...	...
Over 1 year to 5 years	...	...	172,683	+ 27	...	...
Over 5 years to 10 years	...	...	89,865	+ 18	...	...
Over 10 years	...	...	96,699	+ 34	...	...
<b>All</b>	<b>150,000</b>	<b>17,377</b>	<b>479,206</b>	<b>+ 85</b>	<b>123,250</b>	<b>44,463</b>

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

... Not applicable.

1. Excludes the loan from the Federal Reserve Bank of New York to Maiden Lane LLC that was eliminated when preparing that Bank's statement of condition consistent with consolidation under generally accepted accounting principles. The loan to Maiden Lane LLC is designed to be repaid from the orderly liquidation of Maiden Lane LLC's portfolio holdings and does not have a fixed amortization schedule.

2. 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.

3. Cash value of agreements.

## H.4.1

## 4. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Change since		
		Wednesday Jul 30, 2008	Wednesday Jul 23, 2008	Wednesday Aug 1, 2007
<b>Assets</b>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		2,200	0	0
Coin		1,386	+ 52	+ 290
Securities, repurchase agreements, term auction credit, and other loans		769,833	+ 19,133	- 45,954
Securities held outright		479,206	+ 85	- 311,596
U.S. Treasury <sup>1</sup>		479,206	+ 85	- 311,596
Bills <sup>2</sup>		21,740	0	- 255,279
Notes and bonds, nominal <sup>2</sup>		412,392	0	- 60,986
Notes and bonds, inflation-indexed <sup>2</sup>		39,171	0	+ 3,418
Inflation compensation <sup>3</sup>		5,903	+ 85	+ 1,250
Federal agency <sup>2</sup>		0	0	0
Repurchase agreements <sup>4</sup>		123,250	+ 19,500	+ 98,500
Term auction credit		150,000	0	+ 150,000
Other loans		17,377	- 453	+ 17,142
Net portfolio holdings of Maiden Lane LLC <sup>5</sup>		29,099	+ 40	+ 29,099
Items in process of collection	( 489 )	805	- 626	- 1,621
Bank premises		2,161	+ 3	+ 108
Other assets <sup>6</sup>		102,025	- 247	+ 62,512
<b>Total assets</b>	( 489 )	918,546	+ 18,354	+ 44,434
<b>Liabilities</b>				
Federal Reserve notes, net of F.R. Bank holdings		795,563	+ 1,319	+ 18,610
Reverse repurchase agreements <sup>7</sup>		44,463	+ 2,314	+ 12,917
Deposits	( 0 )	33,417	+ 15,306	+ 11,174
Depository institutions		28,712	+ 17,744	+ 11,628
U.S. Treasury, general account		4,271	- 2,449	- 498
Foreign official		101	0	+ 6
Other	( 0 )	333	+ 11	+ 38
Deferred availability cash items	( 489 )	2,736	- 215	- 1,172
Other liabilities and accrued dividends <sup>8,9</sup>		1,985	- 536	- 3,839
<b>Total liabilities</b>	( 489 )	878,163	+ 18,187	+ 37,689
<b>Capital accounts</b>				
Capital paid in		19,937	+ 33	+ 3,288
Surplus		18,501	+ 7	+ 3,090
Other capital accounts		1,946	+ 128	+ 368
<b>Total capital</b>		40,383	+ 167	+ 6,745

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

1. Includes securities lent to dealers under the overnight and term securities lending facilities; 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. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
5. Fair value. Refer to table 2 and the note on consolidation accompanying table 5.
6. Includes assets denominated in foreign currencies, which are revalued daily at market exchange rates.
7. Cash value of agreements, which are collateralized by U.S. Treasury securities.
8. Includes exchange-translation account reflecting the daily revaluation at market exchange rates of foreign exchange commitments.
9. Includes the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of Maiden Lane LLC. Refer to the note on consolidation accompanying table 5.

## H.4.1

## 5. Statement of Condition of Each Federal Reserve Bank, July 30, 2008

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<b>Assets</b>													
Gold certificate account	11,037	424	3,935	453	423	891	1,221	913	344	199	349	636	1,249
Special drawing rights certificate acct.	2,200	115	874	83	104	147	166	212	71	30	66	98	234
Coin	1,386	40	63	100	120	174	168	166	54	52	98	154	196
Securities, repurchase agreements, term auction credit, and other loans	769,833	26,770	319,957	28,714	31,012	68,293	63,509	57,107	23,716	12,100	23,046	28,707	86,902
Securities held outright	479,206	20,100	170,498	20,923	18,171	43,454	47,680	42,294	16,560	9,047	17,595	19,878	53,005
U.S. Treasury <sup>1</sup>	479,206	20,100	170,498	20,923	18,171	43,454	47,680	42,294	16,560	9,047	17,595	19,878	53,005
Bills <sup>2</sup>	21,740	912	7,735	949	824	1,971	2,163	1,919	751	410	798	902	2,405
Notes and bonds <sup>3</sup>	457,466	19,188	162,763	19,974	17,347	41,482	45,517	40,376	15,808	8,636	16,797	18,976	50,601
Federal agency <sup>2</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Repurchase agreements <sup>4</sup>	123,250	5,170	43,852	5,381	4,674	11,176	12,263	10,878	4,259	2,327	4,525	5,113	13,633
Term auction credit	150,000	1,500	93,606	2,400	8,160	13,577	3,245	2,825	2,075	42	900	3,354	18,316
Other loans	17,377	1	12,001	10	7	86	320	1,110	822	685	25	363	1,948
Net portfolio holdings of													
Maiden Lane LLC <sup>5</sup>	29,099	0	29,099	0	0	0	0	0	0	0	0	0	0
Items in process of collection	1,294	54	0	211	53	95	5	109	100	108	132	142	284
Bank premises	2,161	120	214	65	150	205	226	208	126	111	276	253	207
Other assets <sup>6</sup>	102,025	5,496	28,035	9,057	6,597	24,594	8,096	5,095	1,376	1,947	1,477	2,331	7,924
Interdistrict settlement account	0	+ 4,100	-50,341	+ 2,297	- 540	- 5,569	+26,610	+15,591	+ 3,705	+ 2,543	+ 5,539	+ 3,314	- 7,248
<b>Total assets</b>	<b>919,035</b>	<b>37,119</b>	<b>331,836</b>	<b>40,979</b>	<b>37,920</b>	<b>88,830</b>	<b>100,001</b>	<b>79,401</b>	<b>29,492</b>	<b>17,091</b>	<b>30,982</b>	<b>35,636</b>	<b>89,747</b>

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

1. Includes securities lent to dealers under the overnight and term securities lending facilities; 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. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
5. Fair value. Refer to the note on consolidation below.
6. Includes assets denominated in foreign currencies, which are revalued daily at market exchange rates.

## Note on consolidation:

On June 26, 2008, the Federal Reserve Bank of New York extended a loan under the authority of section 13(3) of the Federal Reserve Act to Maiden Lane LLC, a limited liability company formed to acquire certain assets of Bear Stearns. The Federal Reserve Bank of New York is the primary beneficiary of Maiden Lane LLC. Consistent with generally accepted accounting principles, the assets and liabilities of Maiden Lane LLC have been consolidated with the assets and liabilities of the Federal Reserve Bank of New York in the preparation of the statements of condition shown on this release. As a consequence of the consolidation, the extension of credit from the Federal Reserve Bank of New York to Maiden Lane LLC is eliminated, the net assets of Maiden Lane LLC appear as an asset in this table (and table 1 and table 4), and the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including those with recourse only to the portfolio holdings of Maiden Lane LLC, are included in other liabilities on the next page (and in table 1 and table 4).

## H.4.1

**5. Statement of Condition of Each Federal Reserve Bank, July 30, 2008 (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
<b>Liabilities</b>													
Federal Reserve notes outstanding	990,738	36,995	351,207	40,469	38,605	80,386	120,932	82,319	30,575	17,728	31,372	55,533	104,617
Less: Notes held by F.R. Banks	195,175	5,034	59,566	7,279	6,885	13,032	30,424	13,141	3,574	2,864	3,370	23,801	26,205
Federal Reserve notes, net	795,563	31,960	291,640	33,190	31,719	67,354	90,509	69,178	27,001	14,864	28,002	31,732	78,412
Reverse repurchase agreements <sup>1</sup>	44,463	1,865	15,820	1,941	1,686	4,032	4,424	3,924	1,536	839	1,633	1,844	4,918
Deposits	33,417	1,143	14,356	849	1,021	6,489	1,336	3,174	392	236	602	974	2,845
Depository institutions	28,712	1,133	9,821	845	1,017	6,364	1,333	3,170	378	235	600	973	2,842
U.S. Treasury, general account	4,271	0	4,271	0	0	0	0	0	0	0	0	0	0
Foreign official	101	2	71	4	3	11	3	2	0	1	0	1	3
Other	333	8	193	0	1	114	0	1	14	0	1	0	0
Deferred availability cash items	3,225	160	0	380	654	248	227	252	43	369	187	272	433
Other liabilities and accrued dividends <sup>2,3</sup>	1,985	141	-308	155	165	396	345	275	143	100	122	165	285
<b>Total liabilities</b>	<b>878,652</b>	<b>35,269</b>	<b>321,508</b>	<b>36,516</b>	<b>35,245</b>	<b>78,520</b>	<b>96,840</b>	<b>76,803</b>	<b>29,115</b>	<b>16,409</b>	<b>30,546</b>	<b>34,988</b>	<b>86,893</b>
<b>Capital</b>													
Capital paid in	19,937	787	5,065	2,335	1,337	5,189	1,561	1,281	182	322	211	267	1,401
Surplus	18,501	1,050	4,664	1,814	1,291	4,998	1,425	815	180	355	194	364	1,351
Other capital	1,946	13	600	315	46	124	174	501	15	6	32	17	102
<b>Total liabilities and capital</b>	<b>919,035</b>	<b>37,119</b>	<b>331,836</b>	<b>40,979</b>	<b>37,920</b>	<b>88,830</b>	<b>100,001</b>	<b>79,401</b>	<b>29,492</b>	<b>17,091</b>	<b>30,982</b>	<b>35,636</b>	<b>89,747</b>

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

- Cash value of agreements, which are collateralized by U.S. Treasury securities.
- Includes exchange-translation account reflecting the daily revaluation at market exchange rates of foreign exchange commitments.
- Includes the liabilities of Maiden Lane LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of Maiden Lane LLC. Refer to the note on consolidation on the previous page.

**6. Collateral Held against Federal Reserve Notes: Federal Reserve Agents' Accounts**

Millions of dollars

Federal Reserve notes and collateral	Wednesday Jul 30, 2008
Federal Reserve notes outstanding	990,738
Less: Notes held by F.R. Banks not subject to collateralization	195,175
Federal Reserve notes to be collateralized	795,563
Collateral held against Federal Reserve notes	795,563
Gold certificate account	11,037
Special drawing rights certificate account	2,200
U.S. Treasury and agency securities pledged <sup>1</sup>	558,980
Other assets pledged	223,346
Memo:	
Total U.S. Treasury and agency securities <sup>1</sup>	602,456
Less: Face value of securities under reverse repurchase agreements	43,475
U.S. Treasury and agency securities eligible to be pledged	558,980

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

- Includes face value of U.S. Treasury and agency 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.