

# FEDERAL RESERVE statistical release



H.4.1

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

August 21, 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 Aug 20, 2008
	Week ended Aug 20, 2008	Change from week ended		
		Aug 13, 2008	Aug 22, 2007	
Reserve Bank credit	887,648	+ 4,655	+ 36,014	880,392
Securities held outright	479,500	+ 104	- 310,113	479,538
U.S. Treasury <sup>1</sup>	479,500	+ 104	- 310,113	479,538
Bills <sup>2</sup>	21,740	0	- 255,279	21,740
Notes and bonds, nominal <sup>2</sup>	411,731	0	- 60,411	411,731
Notes and bonds, inflation-indexed <sup>2</sup>	39,832	0	+ 4,079	39,832
Inflation compensation <sup>3</sup>	6,197	+ 104	+ 1,498	6,235
Federal agency <sup>2</sup>	0	0	0	0
Repurchase agreements <sup>4</sup>	107,714	+ 1,928	+ 85,107	100,750
Term auction credit	150,000	0	+ 150,000	150,000
Other loans	17,609	- 198	+ 16,068	18,563
Primary credit	17,513	- 186	+ 16,313	18,469
Secondary credit	0	- 7	- 85	0
Seasonal credit	95	- 5	- 161	94
Primary dealer credit facility	0	0	0	0
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>5</sup>	29,183	+ 38	+ 29,183	29,207
Float	-933	+ 193	- 174	-1,694
Other Federal Reserve assets	104,575	+ 2,588	+ 65,943	104,028
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>	38,775	+ 14	+ 202	38,775
<b>Total factors supplying reserve funds</b>	<b>939,664</b>	<b>+ 4,669</b>	<b>+ 36,216</b>	<b>932,407</b>
Currency in circulation <sup>6</sup>	830,116	- 1,054	+ 19,079	830,774
Reverse repurchase agreements <sup>7</sup>	44,455	+ 1,997	+ 13,104	43,606
Foreign official and international accounts	44,455	+ 1,997	+ 13,104	43,606
Dealers	0	0	0	0
Treasury cash holdings	297	- 1	+ 17	306
Deposits with F.R. Banks, other than reserve balances	12,366	- 144	+ 132	12,768
U.S. Treasury, general account	4,765	- 94	- 77	5,177
Foreign official	103	- 216	+ 4	102
Service-related	7,180	+ 173	+ 322	7,180
Required clearing balances	7,176	+ 169	+ 321	7,176
Adjustments to compensate for float	3	+ 3	0	3
Other	318	- 7	- 116	310
Other liabilities and capital <sup>8</sup>	41,734	+ 1,157	+ 1,291	41,699
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>928,968</b>	<b>+ 1,955</b>	<b>+ 33,623</b>	<b>929,153</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>10,696</b>	<b>+ 2,714</b>	<b>+ 2,593</b>	<b>3,254</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.

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**1A. Memorandum Items, August 20, 2008**

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Aug 20, 2008
	Week ended Aug 20, 2008	Change from week ended		
		Aug 13, 2008	Aug 22, 2007	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	2,405,864	+ 10,981	+ 419,453	2,395,304
U.S. Treasury	1,430,854	+ 15,026	+ 212,024	1,423,017
Federal agency	975,010	- 4,044	+ 207,428	972,287
Securities lent to dealers	124,811	- 6,343	+ 119,730	126,022
Overnight facility <sup>2</sup>	5,823	+ 2,986	+ 742	8,676
Term facility <sup>3</sup>	118,989	- 9,329	+ 118,989	117,346

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 Aug 20, 2008
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	29,207
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>	99
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,162

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, August 20, 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	75,000	3,821	15,488	- 5,713	60,750	43,606
16 days to 90 days	75,000	14,742	31,182	+ 5,423	40,000	0
91 days to 1 year	...	0	70,313	+ 809	...	...
Over 1 year to 5 years	...	...	169,506	- 6,090	...	...
Over 5 years to 10 years	...	...	91,812	+ 1,905	...	...
Over 10 years	...	...	101,237	+ 3,770	...	...
<b>All</b>	<b>150,000</b>	<b>18,563</b>	<b>479,538</b>	<b>+ 104</b>	<b>100,750</b>	<b>43,606</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.

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Change since		
		Wednesday Aug 20, 2008	Wednesday Aug 13, 2008	Wednesday Aug 22, 2007
<b>Assets</b>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		2,200	0	0
Coin		1,402	+ 24	+ 385
Securities, repurchase agreements, term auction credit, and other loans		748,851	- 16,484	- 62,030
Securities held outright		479,538	+ 104	- 310,081
U.S. Treasury <sup>1</sup>		479,538	+ 104	- 310,081
Bills <sup>2</sup>		21,740	0	- 255,279
Notes and bonds, nominal <sup>2</sup>		411,731	0	- 60,411
Notes and bonds, inflation-indexed <sup>2</sup>		39,832	0	+ 4,079
Inflation compensation <sup>3</sup>		6,235	+ 104	+ 1,529
Federal agency <sup>2</sup>		0	0	0
Repurchase agreements <sup>4</sup>		100,750	- 17,500	+ 81,750
Term auction credit		150,000	0	+ 150,000
Other loans		18,563	+ 912	+ 16,301
Net portfolio holdings of Maiden Lane LLC <sup>5</sup>		29,207	+ 28	+ 29,207
Items in process of collection	( 509 )	938	- 662	- 1,717
Bank premises		2,163	+ 1	+ 95
Other assets <sup>6</sup>		101,894	+ 2,459	+ 64,999
<b>Total assets</b>	( 509 )	897,692	- 14,634	+ 30,939
<b>Liabilities</b>				
Federal Reserve notes, net of F.R. Bank holdings		793,703	- 1,398	+ 19,163
Reverse repurchase agreements <sup>7</sup>		43,606	- 566	+ 13,650
Deposits	( 0 )	16,051	- 14,429	- 2,718
Depository institutions		10,463	- 14,882	- 2,619
U.S. Treasury, general account		5,177	+ 462	- 152
Foreign official		102	+ 1	+ 7
Other	( 0 )	310	- 9	+ 47
Deferred availability cash items	( 509 )	2,632	+ 40	- 556
Other liabilities and accrued dividends <sup>8,9</sup>		1,264	+ 1,400	- 4,766
<b>Total liabilities</b>	( 509 )	857,256	- 14,953	+ 24,773
<b>Capital accounts</b>				
Capital paid in		20,189	+ 254	+ 3,348
Surplus		18,507	+ 2	+ 3,095
Other capital accounts		1,740	+ 62	- 276
<b>Total capital</b>		40,436	+ 319	+ 6,166

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.

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## 5. Statement of Condition of Each Federal Reserve Bank, August 20, 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	1,402	36	65	100	122	173	175	167	52	51	99	159	202
Securities, repurchase agreements, term auction credit, and other loans	748,851	28,250	305,717	26,703	31,942	65,944	66,257	54,906	22,811	11,996	27,760	27,257	79,308
Securities held outright	479,538	20,114	170,617	20,937	18,184	43,484	47,713	42,324	16,571	9,053	17,608	19,892	53,042
U.S. Treasury <sup>1</sup>	479,538	20,114	170,617	20,937	18,184	43,484	47,713	42,324	16,571	9,053	17,608	19,892	53,042
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>	457,798	19,202	162,882	19,988	17,359	41,512	45,550	40,405	15,820	8,643	16,809	18,990	50,637
Federal agency <sup>2</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Repurchase agreements <sup>4</sup>	100,750	4,226	35,846	4,399	3,820	9,136	10,024	8,892	3,482	1,902	3,699	4,179	11,144
Term auction credit	150,000	3,900	87,122	1,295	9,400	13,160	8,205	2,765	2,475	31	6,425	2,800	12,422
Other loans	18,563	11	12,132	72	538	164	314	925	284	1,010	28	386	2,700
Net portfolio holdings of													
Maiden Lane LLC <sup>5</sup>	29,207	0	29,207	0	0	0	0	0	0	0	0	0	0
Items in process of collection	1,447	54	0	212	232	85	206	138	14	97	135	113	160
Bank premises	2,163	121	212	65	150	210	226	207	127	111	275	253	207
Other assets <sup>6</sup>	101,894	5,535	27,629	9,322	6,672	25,106	8,002	4,950	1,281	1,941	1,395	2,274	7,787
Interdistrict settlement account	0	+ 1,361	-41,856	+ 3,905	- 2,953	- 8,968	+23,198	+14,746	+ 4,596	+ 2,571	+ 424	+ 3,874	- 898
<b>Total assets</b>	<b>898,201</b>	<b>35,897</b>	<b>325,783</b>	<b>40,843</b>	<b>36,692</b>	<b>83,587</b>	<b>99,452</b>	<b>76,240</b>	<b>29,296</b>	<b>16,996</b>	<b>30,504</b>	<b>34,663</b>	<b>88,249</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).

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**5. Statement of Condition of Each Federal Reserve Bank, August 20, 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	992,338	36,925	351,938	40,778	39,184	80,938	120,696	82,362	30,555	17,814	31,545	55,337	104,266
Less: Notes held by F.R. Banks	198,635	5,382	58,179	7,199	8,357	13,448	30,472	14,042	3,745	2,962	3,954	24,386	26,509
Federal Reserve notes, net	793,703	31,543	293,759	33,579	30,827	67,490	90,224	68,320	26,809	14,852	27,591	30,950	77,757
Reverse repurchase agreements <sup>1</sup>	43,606	1,829	15,515	1,904	1,654	3,954	4,339	3,849	1,507	823	1,601	1,809	4,823
Deposits	16,051	374	7,330	302	566	1,279	1,094	909	405	298	547	825	2,124
Depository institutions	10,463	362	1,883	297	562	1,180	1,091	907	394	297	545	824	2,121
U.S. Treasury, general account	5,177	0	5,177	0	0	0	0	0	0	0	0	0	0
Foreign official	102	2	72	4	3	11	3	2	0	1	0	1	3
Other	310	10	198	0	1	88	0	0	11	0	1	0	0
Deferred availability cash items	3,142	159	0	464	615	246	255	266	44	239	205	260	387
Other liabilities and accrued dividends <sup>2,3</sup>	1,264	151	-1,147	169	174	414	352	293	151	104	126	172	304
<b>Total liabilities</b>	<b>857,766</b>	<b>34,057</b>	<b>315,457</b>	<b>36,418</b>	<b>33,836</b>	<b>73,382</b>	<b>96,265</b>	<b>73,636</b>	<b>28,917</b>	<b>16,317</b>	<b>30,069</b>	<b>34,016</b>	<b>85,396</b>
<b>Capital</b>													
Capital paid in	20,189	787	5,087	2,328	1,521	5,189	1,595	1,290	182	320	210	267	1,412
Surplus	18,507	1,050	4,670	1,814	1,291	4,999	1,425	815	180	355	193	364	1,351
Other capital	1,740	3	569	283	43	16	167	498	18	4	31	16	91
<b>Total liabilities and capital</b>	<b>898,201</b>	<b>35,897</b>	<b>325,783</b>	<b>40,843</b>	<b>36,692</b>	<b>83,587</b>	<b>99,452</b>	<b>76,240</b>	<b>29,296</b>	<b>16,996</b>	<b>30,504</b>	<b>34,663</b>	<b>88,249</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 Aug 20, 2008
Federal Reserve notes outstanding	992,338
Less: Notes held by F.R. Banks not subject to collateralization	198,635
Federal Reserve notes to be collateralized	793,703
Collateral held against Federal Reserve notes	793,703
Gold certificate account	11,037
Special drawing rights certificate account	2,200
U.S. Treasury and agency securities pledged <sup>1</sup>	537,703
Other assets pledged	242,762
Memo:	
Total U.S. Treasury and agency securities <sup>1</sup>	580,288
Less: Face value of securities under reverse repurchase agreements	42,585
U.S. Treasury and agency securities eligible to be pledged	537,703

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.