

# FEDERAL RESERVE statistical release



H.4.1

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

March 17, 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 Mar 16, 2011
	Week ended Mar 16, 2011	Change from week ended		
		Mar 9, 2011	Mar 17, 2010	
Reserve Bank credit	2,568,224	+ 21,534	+ 276,142	2,566,952
Securities held outright <sup>1</sup>	2,365,019	+ 19,997	+ 353,520	2,364,483
U.S. Treasury securities	1,274,961	+ 22,121	+ 498,346	1,280,386
Bills <sup>2</sup>	18,423	0	0	18,423
Notes and bonds, nominal <sup>2</sup>	1,194,090	+ 21,169	+ 485,218	1,199,490
Notes and bonds, inflation-indexed <sup>2</sup>	55,857	+ 857	+ 12,080	55,857
Inflation compensation <sup>3</sup>	6,592	+ 95	+ 1,049	6,616
Federal agency debt securities <sup>2</sup>	142,505	- 744	- 25,547	139,994
Mortgage-backed securities <sup>4</sup>	947,552	- 1,380	- 119,280	944,103
Repurchase agreements <sup>5</sup>	0	0	0	0
Term auction credit	0	0	- 3,410	0
Other loans	20,050	- 261	- 65,270	19,949
Primary credit	7	- 1	- 11,482	4
Secondary credit	0	0	- 600	0
Seasonal credit	9	+ 1	0	9
Credit extended to American International Group, Inc., net <sup>6</sup>	0	0	- 24,983	0
Term Asset-Backed Securities Loan Facility <sup>7</sup>	20,035	- 260	- 28,204	19,936
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>8</sup>	0	0	- 7,759	0
Net portfolio holdings of Maiden Lane LLC <sup>9</sup>	25,847	- 217	- 1,423	25,557
Net portfolio holdings of Maiden Lane II LLC <sup>10</sup>	15,892	+ 2	+ 560	15,896
Net portfolio holdings of Maiden Lane III LLC <sup>11</sup>	22,943	+ 86	+ 823	22,913
Net portfolio holdings of TALF LLC <sup>12</sup>	703	0	+ 331	703
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>6</sup>	0	0	- 25,106	0
Float	-1,442	+ 395	+ 388	-1,529
Central bank liquidity swaps <sup>13</sup>	0	0	0	0
Other Federal Reserve assets <sup>14</sup>	119,213	+ 1,533	+ 23,489	118,980
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding <sup>15</sup>	43,682	+ 14	+ 938	43,682
<b>Total factors supplying reserve funds</b>	<b>2,628,147</b>	<b>+ 21,549</b>	<b>+ 277,080</b>	<b>2,626,875</b>

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

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

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Mar 16, 2011
	Week ended Mar 16, 2011	Change from week ended		
		Mar 9, 2011	Mar 17, 2010	
Currency in circulation <sup>15</sup>	1,000,917	+ 1,716	+ 68,136	1,003,135
Reverse repurchase agreements <sup>16</sup>	59,154	+ 2,870	+ 2,905	62,287
Foreign official and international accounts	59,154	+ 2,870	+ 2,905	62,287
Others	0	0	0	0
Treasury cash holdings	204	+ 8	+ 1	210
Deposits with F.R. Banks, other than reserve balances	99,523	- 19,296	- 68,878	154,357
Term deposits held by depository institutions	0	- 5,070	0	0
U.S. Treasury, general account	42,088	+ 6,247	- 10,079	101,471
U.S. Treasury, supplementary financing account	49,991	- 24,994	- 24,997	49,991
Foreign official	134	+ 8	- 2,616	123
Service-related	2,314	- 6	- 376	2,314
Required clearing balances	2,314	- 6	- 376	2,314
Adjustments to compensate for float	0	0	0	0
Other	4,996	+ 4,519	- 30,810	458
Funds from American International Group, Inc. asset dispositions, held as agent <sup>6</sup>	0	0	0	0
Other liabilities and capital <sup>17</sup>	73,011	- 305	+ 4,556	72,580
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>1,232,809</b>	<b>- 15,006</b>	<b>+ 6,720</b>	<b>1,292,569</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>1,395,338</b>	<b>+ 36,555</b>	<b>+ 270,360</b>	<b>1,334,306</b>

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

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

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

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### 1A. Memorandum Items

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Mar 16, 2011
	Week ended Mar 16, 2011	Change from week ended		
		Mar 9, 2011	Mar 17, 2010	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	3,401,266	+ 4,531	+ 404,573	3,409,877
U.S. Treasury securities	2,638,536	+ 2,182	+ 411,936	2,647,846
Federal agency securities <sup>2</sup>	762,730	+ 2,349	- 7,363	762,031
Securities lent to dealers	14,306	- 2,680	+ 9,084	13,210
Overnight facility <sup>3</sup>	14,306	- 2,680	+ 9,084	13,210
U.S. Treasury securities	13,478	- 2,717	+ 9,217	12,351
Federal agency debt securities	828	+ 37	- 133	859

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, March 16, 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 <sup>1</sup>	9	4	0	19,936	0	...	19,949
U.S. Treasury securities <sup>2</sup>							
Holdings	17,418	24,677	67,799	534,520	460,397	175,576	1,280,386
Weekly changes	+ 1,413	- 1,409	+ 10,227	- 4,182	+ 8,239	+ 30	+ 14,317
Federal agency debt securities <sup>3</sup>							
Holdings	7,499	13,402	20,101	69,735	26,910	2,347	139,994
Weekly changes	- 3,255	0	+ 811	+ 1,250	- 2,061	0	- 3,255
Mortgage-backed securities <sup>4</sup>							
Holdings	0	0	0	21	24	944,059	944,103
Weekly changes	0	0	0	0	0	- 4,828	- 4,829
Asset-backed securities held by TALF LLC <sup>5</sup>	0	0	0	0	0	0	0
Repurchase agreements <sup>6</sup>	0	0	...	...	...	...	0
Central bank liquidity swaps <sup>7</sup>	0	0	0	0	0	0	0
Reverse repurchase agreements <sup>6</sup>	62,287	0	...	...	...	...	62,287
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.

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### 3. Supplemental Information on Mortgage-Backed Securities Purchase Program

Millions of dollars

Account name	Wednesday Mar 16, 2011
Mortgage-backed securities held outright <sup>1</sup>	944,103
Commitments to buy mortgage-backed securities <sup>2</sup>	0
Commitments to sell mortgage-backed securities <sup>2</sup>	0
Cash and cash equivalents <sup>3</sup>	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 Mar 16, 2011
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	25,557
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	23,470
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	656
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,329

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 December 31, 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 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 Mar 16, 2011
Net portfolio holdings of Maiden Lane II LLC <sup>1</sup>	15,896
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	12,353
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	485
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. <sup>3</sup>	1,078

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 December 31, 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 9.
3. Book value. The deferred payment represents the portion of the proceeds of the net portfolio holdings due to subsidiaries of American International Group, Inc. in accordance with the asset purchase agreement. The fair value of this payment and accrued interest payable are included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

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

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### 6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday Mar 16, 2011
Net portfolio holdings of Maiden Lane III LLC <sup>1</sup>	22,913
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	12,346
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	580
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.<sup>3</sup></u>	<u>5,402</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 December 31, 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 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 Mar 16, 2011
Asset-backed securities holdings <sup>1</sup>	0
Other investments, net	703
Net portfolio holdings of TALF LLC	703
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	0
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	0
<u>Funding provided by U.S. Treasury to TALF LLC, including accrued interest payable<sup>3</sup></u>	<u>107</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 Mar 16, 2011	Change since	
			Wednesday Mar 9, 2011	Wednesday Mar 17, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,207	- 21	+ 93
Securities, repurchase agreements, term auction credit, and other loans		2,384,432	+ 6,006	+ 285,361
Securities held outright <sup>1</sup>		2,364,483	+ 6,233	+ 353,927
U.S. Treasury securities		1,280,386	+ 14,317	+ 503,757
Bills <sup>2</sup>		18,423	0	0
Notes and bonds, nominal <sup>2</sup>		1,199,490	+ 14,250	+ 490,618
Notes and bonds, inflation-indexed <sup>2</sup>		55,857	0	+ 12,080
Inflation compensation <sup>3</sup>		6,616	+ 67	+ 1,059
Federal agency debt securities <sup>2</sup>		139,994	- 3,255	- 27,494
Mortgage-backed securities <sup>4</sup>		944,103	- 4,829	- 122,337
Repurchase agreements <sup>5</sup>		0	0	0
Term auction credit		0	0	- 3,410
Other loans		19,949	- 227	- 65,156
Net portfolio holdings of Commercial Paper				
Funding Facility LLC <sup>6</sup>		0	0	- 7,764
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>		25,557	- 522	- 1,729
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>		15,896	+ 5	+ 558
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>		22,913	- 64	+ 778
Net portfolio holdings of TALF LLC <sup>10</sup>		703	0	+ 331
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>		0	0	- 25,106
Items in process of collection	(98)	189	+ 9	- 154
Bank premises		2,217	+ 3	- 22
Central bank liquidity swaps <sup>12</sup>		0	0	0
Other assets <sup>13</sup>		116,765	+ 559	+ 23,391
<b>Total assets</b>	<b>(98)</b>	<b>2,587,115</b>	<b>+ 5,975</b>	<b>+ 275,736</b>

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

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Mar 16, 2011	Change since	
			Wednesday Mar 9, 2011	Wednesday Mar 17, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		961,867	+ 1,912	+ 68,602
Reverse repurchase agreements <sup>14</sup>		62,287	+ 6,340	+ 6,591
Deposits	(0)	1,488,664	- 1,972	+ 195,099
Term deposits held by depository institutions		0	- 5,070	0
Other deposits held by depository institutions		1,336,621	- 44,722	+ 218,531
U.S. Treasury, general account		101,471	+ 72,800	+ 4,042
U.S. Treasury, supplementary financing account		49,991	- 24,994	- 24,997
Foreign official		123	- 1	- 2,623
Other	(0)	458	+ 15	+ 147
Deferred availability cash items	(98)	1,717	- 443	- 619
Other liabilities and accrued dividends <sup>15</sup>		20,013	+ 644	+ 7,076
<b>Total liabilities</b>	<b>(98)</b>	<b>2,534,549</b>	<b>+ 6,482</b>	<b>+ 276,750</b>
<i>Capital accounts</i>				
Capital paid in		26,283	- 253	+ 62
Surplus		26,283	- 253	+ 784
Other capital accounts		0	0	- 1,860
<b>Total capital</b>		<b>52,566</b>	<b>- 507</b>	<b>- 1,014</b>

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

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**9. Statement of Condition of Each Federal Reserve Bank, March 16, 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	2,207	51	81	175	162	372	174	342	33	60	159	228	371
Securities, repurchase agreements, term auction credit, and other loans	2,384,432	59,837	984,770	55,218	80,335	269,289	223,746	178,250	60,905	32,373	81,116	99,286	259,306
Securities held outright <sup>1</sup>	2,364,483	59,837	964,834	55,218	80,335	269,289	223,745	178,250	60,905	32,369	81,111	99,286	259,304
U.S. Treasury securities	1,280,386	32,402	522,465	29,901	43,502	145,822	121,160	96,524	32,980	17,528	43,922	53,764	140,415
Bills <sup>2</sup>	18,423	466	7,517	430	626	2,098	1,743	1,389	475	252	632	774	2,020
Notes and bonds <sup>3</sup>	1,261,963	31,936	514,948	29,470	42,876	143,724	119,417	95,135	32,506	17,276	43,290	52,990	138,395
Federal agency debt securities <sup>2</sup>	139,994	3,543	57,125	3,269	4,756	15,944	13,247	10,554	3,606	1,916	4,802	5,878	15,353
Mortgage-backed securities <sup>4</sup>	944,103	23,892	385,244	22,048	32,077	107,523	89,338	71,172	24,318	12,925	32,387	39,643	103,536
Repurchase agreements <sup>5</sup>	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	19,949	0	19,936	0	0	0	1	1	0	4	5	0	2
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>6</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>	25,557	0	25,557	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>	15,896	0	15,896	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>	22,913	0	22,913	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC <sup>10</sup>	703	0	703	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	287	4	0	45	58	6	29	20	10	35	23	27	30
Bank premises	2,217	125	257	68	139	238	217	208	136	107	264	246	212
Central bank liquidity swaps <sup>12</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Other assets <sup>13</sup>	116,765	3,227	44,313	4,840	5,045	15,802	10,023	7,419	2,546	2,087	3,324	4,192	13,946
Interdistrict settlement account	0	- 6,354	+ 231,732	+ 50,535	- 15,885	- 66,083	- 62,116	- 41,352	- 22,180	- 3,757	- 24,295	- 7,244	- 33,000
<b>Total assets</b>	<b>2,587,214</b>	<b>57,456</b>	<b>1,332,078</b>	<b>111,494</b>	<b>70,554</b>	<b>220,883</b>	<b>174,112</b>	<b>146,198</b>	<b>41,924</b>	<b>31,198</b>	<b>61,040</b>	<b>97,668</b>	<b>242,609</b>

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, March 16, 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	1,116,409	42,905	379,382	46,105	46,410	89,959	140,285	85,435	31,986	19,608	32,702	75,782	125,851
Less: Notes held by F.R. Banks	154,542	4,800	44,059	5,197	7,720	12,009	21,289	12,181	3,963	5,181	3,109	11,088	23,947
Federal Reserve notes, net	961,867	38,106	335,323	40,907	38,690	77,950	118,996	73,253	28,024	14,428	29,593	64,694	101,903
Reverse repurchase agreements <sup>14</sup>	62,287	1,576	25,417	1,455	2,116	7,094	5,894	4,696	1,604	853	2,137	2,615	6,831
Deposits	1,488,664	15,614	941,461	63,683	25,165	123,840	45,348	66,185	11,548	13,735	28,416	29,116	124,553
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	1,336,621	15,611	789,662	63,679	25,162	123,758	45,346	66,150	11,492	13,731	28,402	29,115	124,515
U.S. Treasury, general account	101,471	0	101,471	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	49,991	0	49,991	0	0	0	0	0	0	0	0	0	0
Foreign official	123	1	95	4	3	8	2	1	0	1	0	1	6
Other	458	2	243	0	1	74	0	34	56	3	14	0	31
Deferred availability cash items	1,816	67	0	256	264	84	120	111	64	351	115	100	283
Interest on Federal Reserve notes due to U.S. Treasury <sup>15</sup>	2,176	50	773	336	77	244	174	123	41	16	56	65	219
Other liabilities and accrued dividends <sup>16</sup>	17,837	209	13,705	239	305	796	570	494	208	150	214	301	646
<b>Total liabilities</b>	<b>2,534,647</b>	<b>55,622</b>	<b>1,316,679</b>	<b>106,876</b>	<b>66,618</b>	<b>210,008</b>	<b>171,102</b>	<b>144,862</b>	<b>41,489</b>	<b>29,533</b>	<b>60,530</b>	<b>96,891</b>	<b>234,435</b>
<i>Capital</i>													
Capital paid in	26,283	917	7,699	2,309	1,968	5,437	1,505	668	218	833	255	388	4,087
Surplus	26,283	917	7,699	2,309	1,968	5,437	1,505	668	218	833	255	388	4,087
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total liabilities and capital</b>	<b>2,587,214</b>	<b>57,456</b>	<b>1,332,078</b>	<b>111,494</b>	<b>70,554</b>	<b>220,883</b>	<b>174,112</b>	<b>146,198</b>	<b>41,924</b>	<b>31,198</b>	<b>61,040</b>	<b>97,668</b>	<b>242,609</b>

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, March 16, 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. 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.
12. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
13. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates and the fair value adjustment to credit extended by the 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.
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. Before the closing of the AIG recapitalization plan on January 14, 2011, included funds from American International Group, Inc. asset dispositions, held as agent.

### Note on consolidation:

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

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

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

Millions of dollars

Federal Reserve notes and collateral	Wednesday Mar 16, 2011
Federal Reserve notes outstanding	1,116,409
Less: Notes held by F.R. Banks not subject to collateralization	154,542
Federal Reserve notes to be collateralized	961,867
Collateral held against Federal Reserve notes	961,867
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged <sup>1,2</sup>	945,630
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities <sup>1,2</sup>	2,364,483
Less: Face value of securities under reverse repurchase agreements	49,650
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,314,833

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.