

FEDERAL RESERVE statistical release



H.4.1

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

July 14, 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 Jul 13, 2011
	Week ended Jul 13, 2011	Change from week ended		
		Jul 6, 2011	Jul 14, 2010	
Reserve Bank credit	2,859,103	+ 4,810	+ 543,175	2,862,114
Securities held outright ¹	2,652,230	+ 4,284	+ 591,751	2,654,337
U.S. Treasury securities	1,628,306	+ 4,517	+ 851,304	1,630,414
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,535,239	+ 4,443	+ 823,216	1,537,317
Notes and bonds, inflation-indexed ²	65,521	0	+ 24,396	65,521
Inflation compensation ³	9,124	+ 75	+ 3,693	9,153
Federal agency debt securities ²	115,070	- 233	- 48,556	115,070
Mortgage-backed securities ⁴	908,853	0	- 210,998	908,853
Repurchase agreements ⁵	0	0	0	0
Loans	12,518	- 226	- 54,257	12,510
Primary credit	8	- 4	- 78	5
Secondary credit	0	0	0	0
Seasonal credit	66	+ 13	- 6	73
Credit extended to American International Group, Inc., net ⁶	0	0	- 24,512	0
Term Asset-Backed Securities Loan Facility ⁷	12,444	- 235	- 29,661	12,431
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁸	0	0	- 1	0
Net portfolio holdings of Maiden Lane LLC ⁹	23,877	+ 22	- 4,654	23,912
Net portfolio holdings of Maiden Lane II LLC ¹⁰	11,451	- 776	- 4,094	11,453
Net portfolio holdings of Maiden Lane III LLC ¹¹	24,321	+ 66	+ 1,390	24,358
Net portfolio holdings of TALF LLC ¹²	757	0	+ 251	757
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	- 25,733	0
Float	-1,180	- 124	+ 653	-1,258
Central bank liquidity swaps ¹³	0	0	- 1,245	0
Other Federal Reserve assets ¹⁴	135,129	+ 1,565	+ 39,114	136,045
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁵	43,994	+ 14	+ 750	43,994
Total factors supplying reserve funds	2,919,338	+ 4,825	+ 543,925	2,922,348

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 Jul 13, 2011
	Week ended Jul 13, 2011	Change from week ended		
		Jul 6, 2011	Jul 14, 2010	
Currency in circulation ¹⁵	1,030,217	- 1,090	+ 84,332	1,030,012
Reverse repurchase agreements ¹⁶	66,544	- 1,552	+ 3,708	65,052
Foreign official and international accounts	66,544	- 1,552	+ 3,708	65,052
Others	0	0	0	0
Treasury cash holdings	140	- 6	- 106	154
Deposits with F.R. Banks, other than reserve balances	70,261	- 20,865	- 165,063	70,266
Term deposits held by depository institutions	0	0	- 2,122	0
U.S. Treasury, general account	50,339	- 26,221	+ 32,077	39,416
U.S. Treasury, supplementary financing account	5,000	0	- 194,962	5,000
Foreign official	153	- 21	- 1,334	161
Service-related	2,532	- 1	+ 60	2,532
Required clearing balances	2,532	- 1	+ 60	2,532
Adjustments to compensate for float	0	0	0	0
Other	12,236	+ 5,377	+ 1,216	23,157
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁷	72,976	- 84	+ 369	71,896
Total factors, other than reserve balances, absorbing reserve funds	1,240,136	- 23,599	- 76,761	1,237,380
Reserve balances with Federal Reserve Banks	1,679,201	+ 28,423	+ 620,685	1,684,969

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

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

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

H.4.1

1A. Memorandum Items

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Jul 13, 2011
	Week ended Jul 13, 2011	Change from week ended		
		Jul 6, 2011	Jul 14, 2010	
Marketable securities held in custody for foreign official and international accounts ¹	3,450,770	+ 5,446	+ 337,060	3,445,203
U.S. Treasury securities	2,714,828	+ 6,821	+ 425,093	2,711,131
Federal agency securities ²	735,943	- 1,374	- 88,032	734,072
Securities lent to dealers	15,430	- 15,032	+ 8,649	12,817
Overnight facility ³	15,430	- 15,032	+ 8,649	12,817
U.S. Treasury securities	14,640	- 15,096	+ 9,556	12,295
Federal agency debt securities	790	+ 63	- 906	522

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, July 13, 2011

Millions of dollars

Remaining maturity	Within 15 days	16 days to 90 days	91 days to 1 year	Over 1 year to 5 years	Over 5 years to 10 years	Over 10 years	All
Loans ¹	13	66	1,185	11,246	0	...	12,510
U.S. Treasury securities ²							
Holdings	14,641	15,754	103,867	713,934	582,548	199,669	1,630,414
Weekly changes	+ 2,156	- 2,156	+ 4	+ 5,134	+ 724	+ 36	+ 5,899
Federal agency debt securities ³							
Holdings	2,635	4,167	16,784	66,388	22,749	2,347	115,070
Weekly changes	+ 1,601	- 1,601	0	0	0	0	0
Mortgage-backed securities ⁴							
Holdings	0	0	0	17	23	908,814	908,853
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	0	0	0	0	0	0	0
Reverse repurchase agreements ⁶	65,052	0	...	...	...	...	65,052
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 Jul 13, 2011
Mortgage-backed securities held outright ¹	908,853
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 8 and table 9.

4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Jul 13, 2011
Net portfolio holdings of Maiden Lane LLC ¹	23,912
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	20,895
Accrued interest payable to the Federal Reserve Bank of New York ²	712
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,352

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 March 31, 2011. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 9.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

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

5. Information on Principal Accounts of Maiden Lane II LLC

Millions of dollars

Account name	Wednesday Jul 13, 2011
Net portfolio holdings of Maiden Lane II LLC ¹	11,453
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	6,971
Accrued interest payable to the Federal Reserve Bank of New York ²	528
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,090

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 March 31, 2011. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 9.
3. Book value. The deferred payment represents the portion of the proceeds of the net portfolio holdings due to subsidiaries of American International Group, Inc. in accordance with the asset purchase agreement. The fair value of this payment and accrued interest payable are included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

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

H.4.1

6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday Jul 13, 2011
Net portfolio holdings of Maiden Lane III LLC ¹	24,358
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	11,699
Accrued interest payable to the Federal Reserve Bank of New York ²	630
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,459</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 March 31, 2011. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 9.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 8 and table 9.

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

7. Information on Principal Accounts of TALF LLC

Millions of dollars

Account name	Wednesday Jul 13, 2011
Asset-backed securities holdings ¹	0
Other investments, net	757
Net portfolio holdings of TALF LLC	757
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>108</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 Jul 13, 2011	Change since	
			Wednesday Jul 6, 2011	Wednesday Jul 14, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,117	+ 21	+ 129
Securities, repurchase agreements, and loans		2,666,847	+ 5,857	+ 532,600
Securities held outright ¹		2,654,337	+ 5,899	+ 586,661
U.S. Treasury securities		1,630,414	+ 5,899	+ 853,409
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,537,317	+ 5,820	+ 825,294
Notes and bonds, inflation-indexed ²		65,521	0	+ 24,396
Inflation compensation ³		9,153	+ 79	+ 3,719
Federal agency debt securities ²		115,070	0	- 47,041
Mortgage-backed securities ⁴		908,853	0	- 219,707
Repurchase agreements ⁵		0	0	0
Loans		12,510	- 42	- 54,061
Net portfolio holdings of Commercial Paper Funding Facility LLC ⁶		0	0	- 1
Net portfolio holdings of Maiden Lane LLC ⁷		23,912	+ 41	- 4,650
Net portfolio holdings of Maiden Lane II LLC ⁸		11,453	+ 2	- 4,096
Net portfolio holdings of Maiden Lane III LLC ⁹		24,358	+ 43	+ 1,391
Net portfolio holdings of TALF LLC ¹⁰		757	0	+ 251
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹		0	0	- 25,733
Items in process of collection	(139)	264	- 155	- 92
Bank premises		2,199	0	- 32
Central bank liquidity swaps ¹²		0	0	- 1,245
Other assets ¹³		133,860	+ 2,146	+ 39,337
Total assets	(139)	2,882,004	+ 7,955	+ 537,859

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

H.4.1

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Jul 13, 2011	Change since	
			Wednesday Jul 6, 2011	Wednesday Jul 14, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		988,285	- 2,576	+ 83,745
Reverse repurchase agreements ¹⁴		65,052	- 2,475	+ 2,787
Deposits	(0)	1,755,249	+ 13,913	+ 453,981
Term deposits held by depository institutions		0	0	- 2,122
Other deposits held by depository institutions		1,687,515	+ 24,493	+ 616,252
U.S. Treasury, general account		39,416	- 27,854	+ 31,550
U.S. Treasury, supplementary financing account		5,000	0	- 194,962
Foreign official		161	+ 34	- 1,093
Other	(0)	23,157	+ 17,239	+ 4,355
Deferred availability cash items	(139)	1,522	- 552	- 834
Other liabilities and accrued dividends ¹⁵		20,222	- 362	+ 3,189
Total liabilities	(139)	2,830,330	+ 7,948	+ 542,867
<i>Capital accounts</i>				
Capital paid in		25,837	+ 4	- 824
Surplus		25,837	+ 4	+ 27
Other capital accounts		0	0	- 4,211
Total capital		51,674	+ 7	- 5,008

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.

H.4.1

9. Statement of Condition of Each Federal Reserve Bank, July 13, 2011

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<i>Assets</i>													
Gold certificate account	11,037	390	3,866	432	450	872	1,394	854	319	197	318	728	1,217
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	2,117	49	64	162	153	353	185	322	36	59	163	217	354
Securities, repurchase agreements, and loans	2,666,847	65,261	1,246,813	90,927	71,699	306,549	197,338	157,642	50,255	40,821	70,619	104,980	263,943
Securities held outright ¹	2,654,337	65,261	1,234,381	90,927	71,699	306,549	197,330	157,629	50,239	40,793	70,607	104,979	263,943
U.S. Treasury securities	1,630,414	40,086	758,212	55,852	44,041	188,296	121,209	96,823	30,859	25,057	43,370	64,483	162,126
Bills ²	18,423	453	8,567	631	498	2,128	1,370	1,094	349	283	490	729	1,832
Notes and bonds ³	1,611,991	39,633	749,645	55,220	43,543	186,169	119,840	95,729	30,510	24,774	42,880	63,754	160,294
Federal agency debt securities ²	115,070	2,829	53,512	3,942	3,108	13,289	8,555	6,833	2,178	1,768	3,061	4,551	11,442
Mortgage-backed securities ⁴	908,853	22,345	422,656	31,134	24,550	104,963	67,567	53,973	17,202	13,968	24,176	35,945	90,375
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	12,510	0	12,432	0	0	0	8	13	16	27	12	1	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	23,912	0	23,912	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁸	11,453	0	11,453	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁹	24,358	0	24,358	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ¹⁰	757	0	757	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹¹	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	403	25	0	84	94	6	25	37	6	38	17	16	54
Bank premises	2,199	123	255	68	137	236	213	206	136	106	261	246	211
Central bank liquidity swaps ¹²	0	0	0	0	0	0	0	0	0	0	0	0	0
Other assets ¹³	133,860	3,586	57,324	6,283	4,889	17,943	9,532	7,022	2,273	2,504	3,093	4,658	14,752
Interdistrict settlement account	0	- 11,245	+ 256,369	+ 5,221	- 6,498	- 100,752	- 43,154	+ 1,137	- 7,796	- 20,947	- 17,618	- 10,476	- 44,240
Total assets	2,882,143	58,385	1,626,988	103,387	71,162	225,619	166,187	167,645	45,378	22,868	57,007	100,651	236,865

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, July 13, 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	1,145,902	43,152	385,295	47,050	54,844	93,415	139,509	89,835	34,114	19,419	32,067	75,176	132,026
Less: Notes held by F.R. Banks	157,617	4,516	40,788	6,058	7,495	12,445	24,437	12,990	4,270	5,460	3,198	11,244	24,715
Federal Reserve notes, net	988,285	38,637	344,507	40,992	47,349	80,969	115,072	76,844	29,844	13,960	28,869	63,932	107,311
Reverse repurchase agreements ¹⁴	65,052	1,599	30,252	2,228	1,757	7,513	4,836	3,863	1,231	1,000	1,730	2,573	6,469
Deposits	1,755,249	15,978	1,221,241	54,851	17,570	124,985	42,646	84,820	13,586	7,179	25,571	32,937	113,885
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	1,687,515	15,974	1,153,790	54,829	17,566	124,799	42,643	84,795	13,561	7,177	25,570	32,936	113,874
U.S. Treasury, general account	39,416	0	39,416	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	5,000	0	5,000	0	0	0	0	0	0	0	0	0	0
Foreign official	161	1	133	4	3	8	2	1	0	1	0	1	6
Other	23,157	2	22,903	18	1	178	0	24	25	0	1	0	5
Deferred availability cash items	1,661	85	0	270	233	60	84	117	57	341	89	73	253
Interest on Federal Reserve notes due to U.S. Treasury ¹⁵	1,702	48	785	62	39	203	141	95	27	23	45	64	170
Other liabilities and accrued dividends ¹⁶	18,520	196	14,765	263	264	763	469	420	183	149	184	293	571
Total liabilities	2,830,469	56,542	1,611,550	98,666	67,213	214,493	163,247	166,160	44,928	22,650	56,488	99,872	228,659
<i>Capital</i>													
Capital paid in	25,837	921	7,719	2,360	1,975	5,563	1,470	743	225	109	259	389	4,103
Surplus	25,837	921	7,719	2,360	1,975	5,563	1,470	743	225	109	259	389	4,103
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,882,143	58,385	1,626,988	103,387	71,162	225,619	166,187	167,645	45,378	22,868	57,007	100,651	236,865

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, July 13, 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).

H.4.1

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

Millions of dollars

Federal Reserve notes and collateral	Wednesday Jul 13, 2011
Federal Reserve notes outstanding	1,145,902
Less: Notes held by F.R. Banks not subject to collateralization	157,617
Federal Reserve notes to be collateralized	988,285
Collateral held against Federal Reserve notes	988,285
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	972,048
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,654,337
Less: Face value of securities under reverse repurchase agreements	59,910
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,594,428

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.