

# FEDERAL RESERVE statistical release



H.4.1

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

October 20, 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 Oct 19, 2011
	Week ended Oct 19, 2011	Change from week ended		
		Oct 12, 2011	Oct 20, 2010	
Reserve Bank credit	2,837,822	- 2,063	+ 554,105	2,835,246
Securities held outright <sup>1</sup>	2,641,082	- 4,715	+ 596,340	2,640,000
U.S. Treasury securities	1,665,962	- 683	+ 840,998	1,670,256
Bills <sup>2</sup>	18,423	0	0	18,423
Notes and bonds, nominal <sup>2</sup>	1,569,071	- 252	+ 810,371	1,574,540
Notes and bonds, inflation-indexed <sup>2</sup>	68,574	- 392	+ 26,256	67,596
Inflation compensation <sup>3</sup>	9,895	- 39	+ 4,372	9,698
Federal agency debt securities <sup>2</sup>	108,011	- 257	- 43,893	107,668
Mortgage-backed securities <sup>4</sup>	867,108	- 3,775	- 200,766	862,075
Repurchase agreements <sup>5</sup>	0	0	0	0
Loans	11,260	- 114	- 37,322	11,255
Primary credit	3	- 35	- 29	2
Secondary credit	0	- 1	0	0
Seasonal credit	42	- 19	- 3	40
Credit extended to American International Group, Inc., net <sup>6</sup>	0	0	- 19,607	0
Term Asset-Backed Securities Loan Facility <sup>7</sup>	11,215	- 58	- 17,684	11,212
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>8</sup>	14,490	- 997	- 13,463	13,120
Net portfolio holdings of Maiden Lane II LLC <sup>9</sup>	9,856	+ 3	- 5,821	9,858
Net portfolio holdings of Maiden Lane III LLC <sup>10</sup>	21,088	- 155	- 1,747	20,817
Net portfolio holdings of TALF LLC <sup>11</sup>	785	0	+ 184	785
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>6</sup>	0	0	- 26,057	0
Float	-1,093	+ 72	+ 612	-1,134
Central bank liquidity swaps <sup>12</sup>	1,853	+ 1,353	+ 1,293	1,853
Other Federal Reserve assets <sup>13</sup>	138,503	+ 2,490	+ 40,089	138,692
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding <sup>14</sup>	44,149	+ 14	+ 706	44,149
<b>Total factors supplying reserve funds</b>	<b>2,898,212</b>	<b>- 2,049</b>	<b>+ 554,811</b>	<b>2,895,636</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 Oct 19, 2011
	Week ended Oct 19, 2011	Change from week ended		
		Oct 12, 2011	Oct 20, 2010	
Currency in circulation <sup>14</sup>	1,042,833	- 2,154	+ 81,065	1,042,878
Reverse repurchase agreements <sup>15</sup>	80,356	+ 3,506	+ 18,660	80,468
Foreign official and international accounts	80,356	+ 3,506	+ 19,548	80,468
Others	0	0	- 889	0
Treasury cash holdings	143	+ 11	- 92	145
Deposits with F.R. Banks, other than reserve balances	102,794	+ 20,681	- 161,259	132,323
Term deposits held by depository institutions	5,077	0	- 36	5,077
U.S. Treasury, General Account	43,403	+ 21,497	- 6,531	68,392
U.S. Treasury, Supplementary Financing Account	0	0	- 199,962	0
Foreign official	130	+ 3	- 1,250	138
Service-related	2,512	0	+ 112	2,512
Required clearing balances	2,512	0	+ 112	2,512
Adjustments to compensate for float	0	0	0	0
Other	51,672	- 819	+ 46,407	56,203
Funds from American International Group, Inc. asset dispositions, held as agent <sup>6</sup>	0	0	0	0
Other liabilities and capital <sup>16</sup>	72,020	+ 444	- 488	70,664
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>1,298,145</b>	<b>+ 22,487</b>	<b>- 62,115</b>	<b>1,326,477</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>1,600,066</b>	<b>- 24,537</b>	<b>+ 616,926</b>	<b>1,569,159</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. Refer to table 4 and the note on consolidation accompanying table 9.
9. Refer to table 5 and the note on consolidation accompanying table 9.
10. Refer to table 6 and the note on consolidation accompanying table 9.
11. Refer to table 7 and the note on consolidation accompanying table 9.
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 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. Estimated.
15. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
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 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 Oct 19, 2011
	Week ended Oct 19, 2011	Change from week ended		
		Oct 12, 2011	Oct 20, 2010	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	3,408,759	+ 5,108	+ 127,628	3,411,432
U.S. Treasury securities	2,685,981	+ 5,559	+ 138,629	2,689,042
Federal agency securities <sup>2</sup>	722,778	- 451	- 11,001	722,389
Securities lent to dealers	11,307	+ 1,516	+ 5,492	12,012
Overnight facility <sup>3</sup>	11,307	+ 1,516	+ 5,492	12,012
U.S. Treasury securities	10,049	+ 1,409	+ 5,710	10,914
Federal agency debt securities	1,258	+ 106	- 218	1,098

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, October 19, 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 <sup>1</sup>	42	1	4,208	7,005	0	...	11,255
U.S. Treasury securities <sup>2</sup>							
Holdings	20,035	23,217	118,104	706,195	593,316	209,389	1,670,256
Weekly changes	+ 7,897	- 3,213	- 3,743	- 11,469	+ 9,492	+ 2,525	+ 1,490
Federal agency debt securities <sup>3</sup>							
Holdings	0	6,170	18,752	64,253	16,146	2,347	107,668
Weekly changes	- 600	+ 903	- 903	+ 1,999	- 1,999	0	- 600
Mortgage-backed securities <sup>4</sup>							
Holdings	0	0	0	13	22	862,040	862,075
Weekly changes	0	0	0	0	0	- 8,808	- 8,808
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>	500	1,353	0	0	0	0	1,853
Reverse repurchase agreements <sup>6</sup>	80,468	0	...	...	...	...	80,468
Term deposits	5,077	0	0	...	...	...	5,077

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

Millions of dollars

Account name	Wednesday Oct 19, 2011
Mortgage-backed securities held outright <sup>1</sup>	862,075
Commitments to buy mortgage-backed securities <sup>2</sup>	15,000
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 Oct 19, 2011
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	13,120
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	9,882
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	743
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,371

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, 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 Oct 19, 2011
Net portfolio holdings of Maiden Lane II LLC <sup>1</sup>	9,858
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	6,507
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	552
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. <sup>3</sup>	1,099

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, 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.

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

Millions of dollars

Account name	Wednesday Oct 19, 2011
Net portfolio holdings of Maiden Lane III LLC <sup>1</sup>	20,817
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	9,739
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	666
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.<sup>3</sup></u>	<u>5,506</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 June 30, 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 Oct 19, 2011
Asset-backed securities holdings <sup>1</sup>	0
Other investments, net	785
Net portfolio holdings of TALF LLC	785
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>109</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 Oct 19, 2011	Change since	
			Wednesday Oct 12, 2011	Wednesday Oct 20, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,283	+ 28	+ 137
Securities, repurchase agreements, and loans		2,651,255	- 8,056	+ 554,356
Securities held outright <sup>1</sup>		2,640,000	- 7,918	+ 591,385
U.S. Treasury securities		1,670,256	+ 1,490	+ 838,135
Bills <sup>2</sup>		18,423	0	0
Notes and bonds, nominal <sup>2</sup>		1,574,540	+ 3,111	+ 808,689
Notes and bonds, inflation-indexed <sup>2</sup>		67,596	- 1,370	+ 25,278
Inflation compensation <sup>3</sup>		9,698	- 251	+ 4,169
Federal agency debt securities <sup>2</sup>		107,668	- 600	- 43,075
Mortgage-backed securities <sup>4</sup>		862,075	- 8,808	- 203,676
Repurchase agreements <sup>5</sup>		0	0	0
Loans		11,255	- 138	- 37,029
Net portfolio holdings of Maiden Lane LLC <sup>6</sup>		13,120	- 2,375	- 14,766
Net portfolio holdings of Maiden Lane II LLC <sup>7</sup>		9,858	+ 3	- 5,826
Net portfolio holdings of Maiden Lane III LLC <sup>8</sup>		20,817	- 477	- 2,027
Net portfolio holdings of TALF LLC <sup>9</sup>		785	0	+ 184
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>10</sup>		0	0	- 26,057
Items in process of collection	(126)	262	- 20	- 89
Bank premises		2,183	+ 1	- 42
Central bank liquidity swaps <sup>11</sup>		1,853	+ 1,353	+ 1,293
Other assets <sup>12</sup>		136,524	+ 950	+ 39,689
<b>Total assets</b>	(126)	2,855,177	- 8,593	+ 546,851

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 Oct 19, 2011	Change since	
			Wednesday Oct 12, 2011	Wednesday Oct 20, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,001,153	- 2,169	+ 79,775
Reverse repurchase agreements <sup>13</sup>		80,468	+ 6,984	+ 21,908
Deposits	(0)	1,701,496	- 11,924	+ 446,826
Term deposits held by depository institutions		5,077	0	- 36
Other deposits held by depository institutions		1,571,686	- 63,702	+ 576,653
U.S. Treasury, General Account		68,392	+ 50,711	+ 16,169
U.S. Treasury, Supplementary Financing Account		0	0	- 199,962
Foreign official		138	+ 12	- 1,518
Other	(0)	56,203	+ 1,055	+ 55,521
Deferred availability cash items	(126)	1,396	- 864	- 697
Other liabilities and accrued dividends <sup>14</sup>		18,624	- 623	+ 3,498
<b>Total liabilities</b>	<b>(126)</b>	<b>2,803,136</b>	<b>- 8,597</b>	<b>+ 551,309</b>
<i>Capital accounts</i>				
Capital paid in		26,020	+ 1	- 681
Surplus		26,020	+ 1	+ 128
Other capital accounts		0	0	- 3,905
<b>Total capital</b>		<b>52,040</b>	<b>+ 3</b>	<b>- 4,459</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.
- 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, October 19, 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	2,283	58	86	164	169	389	208	336	31	57	169	241	375
Securities, repurchase agreements, and loans	2,651,255	64,908	1,238,927	90,436	71,313	304,893	196,264	156,784	49,970	40,590	70,240	104,412	262,518
Securities held outright <sup>1</sup>	2,640,000	64,908	1,227,713	90,436	71,312	304,893	196,264	156,778	49,967	40,573	70,225	104,412	262,518
U.S. Treasury securities	1,670,256	41,066	776,741	57,216	45,117	192,898	124,171	99,189	31,613	25,669	44,430	66,059	166,088
Bills <sup>2</sup>	18,423	453	8,567	631	498	2,128	1,370	1,094	349	283	490	729	1,832
Notes and bonds <sup>3</sup>	1,651,834	40,613	768,174	56,585	44,619	190,770	122,802	98,095	31,264	25,386	43,940	65,330	164,256
Federal agency debt securities <sup>2</sup>	107,668	2,647	50,070	3,688	2,908	12,435	8,004	6,394	2,038	1,655	2,864	4,258	10,706
Mortgage-backed securities <sup>4</sup>	862,075	21,195	400,902	29,531	23,286	99,561	64,089	51,195	16,317	13,249	22,932	34,095	85,723
Repurchase agreements <sup>5</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	11,255	0	11,213	0	1	0	0	6	3	17	15	0	0
Net portfolio holdings of Maiden Lane LLC <sup>6</sup>	13,120	0	13,120	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC <sup>7</sup>	9,858	0	9,858	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC <sup>8</sup>	20,817	0	20,817	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC <sup>9</sup>	785	0	785	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>10</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	388	29	0	42	88	6	75	26	6	16	6	20	74
Bank premises	2,183	123	256	67	126	234	214	205	134	106	260	246	212
Central bank liquidity swaps <sup>11</sup>	1,853	64	537	179	137	380	106	47	15	57	17	28	285
Other assets <sup>12</sup>	136,524	3,653	58,568	6,373	4,968	18,251	9,703	7,176	2,325	2,554	3,164	4,767	15,020
Interdistrict settlement account	0	+ 4,742	+ 306,264	- 13,166	- 3,071	- 147,159	- 38,502	- 20,956	- 8,828	- 16,597	- 20,214	+ 3,098	- 45,612
<b>Total assets</b>	<b>2,855,303</b>	<b>74,164</b>	<b>1,654,902</b>	<b>84,738</b>	<b>74,417</b>	<b>178,278</b>	<b>170,118</b>	<b>144,896</b>	<b>44,123</b>	<b>27,068</b>	<b>54,113</b>	<b>113,823</b>	<b>234,663</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, October 19, 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	1,173,695	43,218	391,614	46,518	54,801	95,680	146,135	90,468	33,880	20,987	34,787	80,450	135,160
Less: Notes held by F.R. Banks	172,542	5,656	46,876	6,937	9,303	12,124	27,263	13,353	4,432	5,480	3,955	11,260	25,904
Federal Reserve notes, net	1,001,153	37,562	344,738	39,581	45,497	83,556	118,872	77,115	29,448	15,507	30,832	69,190	109,256
Reverse repurchase agreements <sup>13</sup>	80,468	1,978	37,421	2,756	2,174	9,293	5,982	4,779	1,523	1,237	2,140	3,182	8,002
Deposits	1,701,496	32,428	1,242,828	37,056	22,272	73,365	41,704	60,920	12,454	9,651	20,339	40,261	108,218
Term deposits held by depository institutions	5,077	20	1,270	605	0	2,015	0	555	0	60	1	6	545
Other deposits held by depository institutions	1,571,686	32,396	1,117,090	36,447	22,268	71,157	41,701	60,336	12,450	9,588	20,337	40,254	107,661
U.S. Treasury, General Account	68,392	0	68,392	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, Supplementary Financing Account	0	0	0	0	0	0	0	0	0	0	0	0	0
Foreign official	138	1	110	4	3	8	2	1	0	1	0	1	6
Other	56,203	11	55,967	0	1	184	0	28	4	2	1	0	6
Deferred availability cash items	1,522	86	0	215	200	43	80	109	51	300	81	81	277
Interest on Federal Reserve notes due to U.S. Treasury <sup>14</sup>	1,483	30	644	55	44	193	120	90	29	18	39	61	159
Other liabilities and accrued dividends <sup>15</sup>	17,140	195	13,673	259	265	704	425	362	166	137	162	260	532
<b>Total liabilities</b>	<b>2,803,263</b>	<b>72,279</b>	<b>1,639,304</b>	<b>79,923</b>	<b>70,452</b>	<b>167,154</b>	<b>167,183</b>	<b>143,374</b>	<b>43,672</b>	<b>26,849</b>	<b>53,594</b>	<b>113,034</b>	<b>226,444</b>
<i>Capital</i>													
Capital paid in	26,020	943	7,799	2,407	1,983	5,562	1,467	761	226	110	259	394	4,110
Surplus	26,020	943	7,799	2,407	1,983	5,562	1,467	761	226	110	259	394	4,110
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total liabilities and capital</b>	<b>2,855,303</b>	<b>74,164</b>	<b>1,654,902</b>	<b>84,738</b>	<b>74,417</b>	<b>178,278</b>	<b>170,118</b>	<b>144,896</b>	<b>44,123</b>	<b>27,068</b>	<b>54,113</b>	<b>113,823</b>	<b>234,663</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, October 19, 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. Refer to table 4 and the note on consolidation below.
7. Refer to table 5 and the note on consolidation below.
8. Refer to table 6 and the note on consolidation below.
9. Refer to table 7 and the note on consolidation below.
10. 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.
11. 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.
12. 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.
13. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
14. 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.
15. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation 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 Oct 19, 2011
Federal Reserve notes outstanding	1,173,695
Less: Notes held by F.R. Banks not subject to collateralization	172,542
Federal Reserve notes to be collateralized	1,001,153
Collateral held against Federal Reserve notes	1,001,153
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>	984,916
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities <sup>1,2</sup>	2,640,000
Less: Face value of securities under reverse repurchase agreements	70,721
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,569,279

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.