

FEDERAL RESERVE statistical release



H.4.1

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

February 2, 2012

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 Feb 1, 2012
	Week ended Feb 1, 2012	Change from week ended		
		Jan 25, 2012	Feb 2, 2011	
Reserve Bank credit	2,905,676	+ 393	+ 467,190	2,907,408
Securities held outright ¹	2,598,967	- 2,824	+ 363,800	2,599,969
U.S. Treasury securities	1,661,622	+ 7,707	+ 536,156	1,662,459
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,565,260	+ 7,642	+ 515,015	1,565,905
Notes and bonds, inflation-indexed ²	68,499	+ 81	+ 17,769	68,700
Inflation compensation ³	9,441	- 15	+ 3,373	9,431
Federal agency debt securities ²	101,498	0	- 43,126	101,498
Mortgage-backed securities ⁴	835,847	- 10,530	- 129,230	836,012
Repurchase agreements ⁵	0	0	0	0
Loans	8,187	- 248	- 14,738	8,142
Primary credit	44	+ 39	- 7	10
Secondary credit	0	0	0	0
Seasonal credit	4	- 2	- 2	2
Credit extended to American International Group, Inc., net ⁶	0	0	0	0
Term Asset-Backed Securities Loan Facility ⁷	8,139	- 284	- 14,729	8,130
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	6,953	- 48	- 19,494	6,967
Net portfolio holdings of Maiden Lane II LLC ⁹	9,508	+ 307	- 6,499	9,508
Net portfolio holdings of Maiden Lane III LLC ¹⁰	17,720	+ 75	- 4,784	17,726
Net portfolio holdings of TALF LLC ¹¹	819	+ 5	+ 133	819
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	0	0
Float	-908	- 102	+ 383	-969
Central bank liquidity swaps ¹²	104,454	+ 1,245	+ 104,384	104,454
Other Federal Reserve assets ¹³	159,976	+ 1,982	+ 44,007	160,792
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	44,305	+ 14	+ 608	44,305
Total factors supplying reserve funds	2,966,222	+ 407	+ 467,798	2,967,954

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 Feb 1, 2012
	Week ended Feb 1, 2012	Change from week ended		
		Jan 25, 2012	Feb 2, 2011	
Currency in circulation ¹⁴	1,067,354	+ 1,798	+ 89,629	1,070,641
Reverse repurchase agreements ¹⁵	89,615	- 1,885	+ 29,711	83,873
Foreign official and international accounts	89,615	- 1,885	+ 29,711	83,873
Others	0	0	0	0
Treasury cash holdings	143	- 2	- 34	143
Deposits with F.R. Banks, other than reserve balances	163,162	- 43,383	- 138,230	168,086
Term deposits held by depository institutions	3,079	0	+ 3,079	3,079
U.S. Treasury, General Account	117,554	+ 6,318	+ 20,240	120,691
U.S. Treasury, Supplementary Financing Account	0	0	- 199,963	0
Foreign official	128	- 19	- 1,040	141
Service-related	1,977	- 2	- 375	1,977
Required clearing balances	1,977	- 2	- 375	1,977
Adjustments to compensate for float	0	0	0	0
Other	40,424	- 49,680	+ 39,829	42,198
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁶	73,116	+ 802	+ 1,877	73,240
Total factors, other than reserve balances, absorbing reserve funds	1,393,389	- 42,672	- 17,048	1,395,983
Reserve balances with Federal Reserve Banks	1,572,834	+ 43,080	+ 484,847	1,571,970

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 Feb 1, 2012
	Week ended Feb 1, 2012	Change from week ended		
		Jan 25, 2012	Feb 2, 2011	
Marketable securities held in custody for foreign official and international accounts ¹	3,409,811	+ 3,715	+ 53,969	3,413,659
U.S. Treasury securities	2,681,210	+ 1,543	+ 74,957	2,684,024
Federal agency securities ²	728,600	+ 2,171	- 20,989	729,635
Securities lent to dealers	12,660	- 125	- 4,082	17,613
Overnight facility ³	12,660	- 125	- 4,082	17,613
U.S. Treasury securities	11,516	- 314	- 3,792	16,141
Federal agency debt securities	1,144	+ 189	- 290	1,472

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, February 1, 2012

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	10	13	4,766	3,353	0	...	8,142
U.S. Treasury securities ²							
Holdings	20,917	29,843	66,278	625,531	672,891	246,999	1,662,459
Weekly changes	+ 4,131	- 3,186	- 614	- 3,815	- 619	+ 5,033	+ 930
Federal agency debt securities ³							
Holdings	681	6,246	19,460	58,931	13,833	2,347	101,498
Weekly changes	+ 681	- 681	0	0	0	0	0
Mortgage-backed securities ⁴							
Holdings	0	0	0	12	73	835,927	836,012
Weekly changes	0	0	0	0	+ 1	+ 388	+ 388
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	10,367	94,087	0	0	0	0	104,454
Reverse repurchase agreements ⁶	83,873	0	...	...	...	...	83,873
Term deposits	3,079	0	0	...	...	...	3,079

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 Feb 1, 2012
Mortgage-backed securities held outright ¹	836,012
Commitments to buy mortgage-backed securities ²	43,181
Commitments to sell mortgage-backed securities ²	0
Cash and cash equivalents ³	24

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 Feb 1, 2012
Net portfolio holdings of Maiden Lane LLC ¹	6,967
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	3,812
Accrued interest payable to the Federal Reserve Bank of New York ²	758
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,391

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, 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 Feb 1, 2012
Net portfolio holdings of Maiden Lane II LLC ¹	9,508
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	6,084
Accrued interest payable to the Federal Reserve Bank of New York ²	577
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	1,109

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, 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 Feb 1, 2012
Net portfolio holdings of Maiden Lane III LLC ¹	17,726
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	8,890
Accrued interest payable to the Federal Reserve Bank of New York ²	703
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,558</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, 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 Feb 1, 2012
Asset-backed securities holdings ¹	0
Other investments, net	819
Net portfolio holdings of TALF LLC	819
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>110</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.

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8. Consolidated Statement of Condition of All Federal Reserve Banks

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Feb 1, 2012	Change since	
			Wednesday Jan 25, 2012	Wednesday Feb 2, 2011
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,437	+ 24	+ 116
Securities, repurchase agreements, and loans		2,608,111	+ 1,281	+ 337,641
Securities held outright ¹		2,599,969	+ 1,319	+ 352,102
U.S. Treasury securities		1,662,459	+ 930	+ 524,293
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,565,905	+ 668	+ 504,690
Notes and bonds, inflation-indexed ²		68,700	+ 282	+ 16,334
Inflation compensation ³		9,431	- 20	+ 3,269
Federal agency debt securities ²		101,498	0	- 43,126
Mortgage-backed securities ⁴		836,012	+ 388	- 129,065
Repurchase agreements ⁵		0	0	0
Loans		8,142	- 38	- 14,461
Net portfolio holdings of Maiden Lane LLC ⁶		6,967	+ 19	- 19,571
Net portfolio holdings of Maiden Lane II LLC ⁷		9,508	0	- 6,526
Net portfolio holdings of Maiden Lane III LLC ⁸		17,726	+ 8	- 5,169
Net portfolio holdings of TALF LLC ⁹		819	0	+ 133
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰		0	0	0
Items in process of collection	(93)	202	0	- 363
Bank premises		2,175	- 8	- 41
Central bank liquidity swaps ¹¹		104,454	+ 1,283	+ 104,384
Other assets ¹²		158,616	+ 2,775	+ 43,986
Total assets	(93)	2,927,251	+ 5,382	+ 454,589

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 Feb 1, 2012	Change since	
			Wednesday Jan 25, 2012	Wednesday Feb 2, 2011
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,028,912	+ 4,236	+ 87,291
Reverse repurchase agreements ¹³		83,873	- 4,842	+ 25,971
Deposits	(0)	1,740,056	+ 3,996	+ 340,280
Term deposits held by depository institutions		3,079	0	+ 3,079
Other deposits held by depository institutions		1,573,947	- 5,296	+ 492,631
U.S. Treasury, General Account		120,691	+ 8,753	+ 2,816
U.S. Treasury, Supplementary Financing Account		0	0	- 199,963
Foreign official		141	+ 16	+ 11
Other	(0)	42,198	+ 523	+ 41,706
Deferred availability cash items	(93)	1,171	+ 155	- 752
Other liabilities and accrued dividends ¹⁴		18,638	+ 1,038	+ 234
Total liabilities	(93)	2,872,649	+ 4,581	+ 453,022
<i>Capital accounts</i>				
Capital paid in		27,301	+ 400	+ 783
Surplus		27,301	+ 400	+ 783
Other capital accounts		0	0	0
Total capital		54,602	+ 801	+ 1,567

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.

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9. Statement of Condition of Each Federal Reserve Bank, February 1, 2012

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	2,437	59	102	163	181	425	222	349	42	63	180	253	397
Securities, repurchase agreements, and loans	2,608,111	63,924	1,217,227	89,065	70,231	300,275	193,288	154,400	49,210	39,960	69,161	102,829	258,541
Securities held outright ¹	2,599,969	63,924	1,209,097	89,065	70,231	300,270	193,288	154,400	49,210	39,958	69,161	102,829	258,537
U.S. Treasury securities	1,662,459	40,874	773,115	56,949	44,906	191,997	123,592	98,726	31,465	25,549	44,222	65,750	165,312
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	1,644,036	40,421	764,547	56,318	44,409	189,869	122,222	97,632	31,117	25,266	43,732	65,022	163,480
Federal agency debt securities ²	101,498	2,495	47,201	3,477	2,742	11,722	7,546	6,028	1,921	1,560	2,700	4,014	10,093
Mortgage-backed securities ⁴	836,012	20,555	388,782	28,638	22,582	96,551	62,151	49,647	15,823	12,848	22,238	33,064	83,132
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	8,142	0	8,130	0	0	5	0	0	0	2	0	0	4
Net portfolio holdings of Maiden Lane LLC ⁶	6,967	0	6,967	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁷	9,508	0	9,508	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	17,726	0	17,726	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	819	0	819	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	295	6	0	77	43	5	70	14	4	10	5	17	43
Bank premises	2,175	122	259	67	125	231	213	205	134	105	258	244	212
Central bank liquidity swaps ¹¹	104,454	3,662	33,694	9,060	7,722	21,607	5,973	2,787	854	426	1,039	1,673	15,957
Other assets ¹²	158,616	4,208	69,760	6,829	5,535	20,823	11,365	8,540	2,757	2,179	3,791	5,674	17,153
Interdistrict settlement account	0	+ 69	+ 344,723	- 28,177	- 14,566	- 137,932	- 41,763	- 16,996	- 6,487	- 15,856	- 18,043	- 1,931	- 63,041
Total assets	2,927,344	72,637	1,706,469	77,725	69,958	206,720	171,417	150,576	46,984	27,174	56,862	109,769	231,053

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

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9. Statement of Condition of Each Federal Reserve Bank, February 1, 2012 (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	1,213,940	44,112	436,537	45,757	56,879	95,015	143,647	88,653	33,762	20,983	34,430	79,600	134,565
Less: Notes held by F.R. Banks	185,028	5,119	56,795	6,576	9,849	12,024	27,605	13,089	4,301	5,375	4,033	12,454	27,809
Federal Reserve notes, net	1,028,912	38,992	379,742	39,181	47,030	82,991	116,042	75,564	29,461	15,608	30,397	67,147	106,756
Reverse repurchase agreements ¹³	83,873	2,062	39,004	2,873	2,266	9,686	6,235	4,981	1,587	1,289	2,231	3,317	8,340
Deposits	1,740,056	28,979	1,256,263	30,525	16,198	101,833	45,224	68,029	15,254	9,659	23,425	37,993	106,672
Term deposits held by depository institutions	3,079	20	621	617	47	1,010	5	364	3	65	251	5	72
Other deposits held by depository institutions	1,573,947	28,951	1,092,885	29,900	16,148	100,613	45,217	67,634	15,251	9,594	23,173	37,986	106,593
U.S. Treasury, General Account	120,691	0	120,691	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	141	1	114	3	3	8	2	1	0	0	0	1	6
Other	42,198	6	41,951	5	0	201	0	30	0	0	1	2	1
Deferred availability cash items	1,264	50	1	127	169	25	178	40	31	212	41	94	295
Interest on Federal Reserve notes due to U.S. Treasury ¹⁴	1,712	-291	925	92	70	277	128	109	34	35	43	67	222
Other liabilities and accrued dividends ¹⁵	16,926	200	13,179	260	247	778	490	418	177	152	188	289	549
Total liabilities	2,872,742	69,993	1,689,115	73,059	65,980	195,591	168,298	149,141	46,543	26,955	56,326	108,907	222,834
<i>Capital</i>													
Capital paid in	27,301	1,322	8,677	2,333	1,989	5,564	1,559	718	220	109	268	431	4,109
Surplus	27,301	1,322	8,677	2,333	1,989	5,564	1,559	718	220	109	268	431	4,109
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,927,344	72,637	1,706,469	77,725	69,958	206,720	171,417	150,576	46,984	27,174	56,862	109,769	231,053

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, February 1, 2012 (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 Feb 1, 2012
Federal Reserve notes outstanding	1,213,940
Less: Notes held by F.R. Banks not subject to collateralization	185,028
Federal Reserve notes to be collateralized	1,028,912
Collateral held against Federal Reserve notes	1,028,912
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	1,012,675
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,599,969
Less: Face value of securities under reverse repurchase agreements	71,913
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,528,056

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.