

# FEDERAL RESERVE statistical release



H.4.1

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

February 16, 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 15, 2012
	Week ended Feb 15, 2012	Change from week ended		
		Feb 8, 2012	Feb 16, 2011	
Reserve Bank credit	2,918,112	+ 4,566	+ 426,113	2,920,478
Securities held outright <sup>1</sup>	2,605,165	+ 2,633	+ 318,231	2,616,375
U.S. Treasury securities	1,659,983	- 5,034	+ 480,781	1,667,071
Bills <sup>2</sup>	18,423	0	0	18,423
Notes and bonds, nominal <sup>2</sup>	1,564,482	- 4,241	+ 462,744	1,570,729
Notes and bonds, inflation-indexed <sup>2</sup>	67,966	- 544	+ 15,173	68,760
Inflation compensation <sup>3</sup>	9,112	- 248	+ 2,864	9,159
Federal agency debt securities <sup>2</sup>	101,498	0	- 43,052	101,498
Mortgage-backed securities <sup>4</sup>	843,684	+ 7,666	- 119,498	847,806
Repurchase agreements <sup>5</sup>	0	0	0	0
Loans	8,037	- 102	- 14,057	7,995
Primary credit	7	- 1	- 14	0
Secondary credit	0	0	0	0
Seasonal credit	0	- 2	0	0
Credit extended to American International Group, Inc., net <sup>6</sup>	0	0	0	0
Term Asset-Backed Securities Loan Facility <sup>7</sup>	8,030	- 99	- 14,043	7,995
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>8</sup>	6,842	- 129	- 19,486	6,474
Net portfolio holdings of Maiden Lane II LLC <sup>9</sup>	6,712	+ 361	- 9,326	6,714
Net portfolio holdings of Maiden Lane III LLC <sup>10</sup>	17,779	+ 35	- 5,151	17,594
Net portfolio holdings of TALF LLC <sup>11</sup>	819	0	+ 133	819
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>6</sup>	0	0	0	0
Float	-957	+ 76	+ 666	-1,086
Central bank liquidity swaps <sup>12</sup>	109,088	+ 331	+ 109,018	109,088
Other Federal Reserve assets <sup>13</sup>	164,628	+ 1,363	+ 46,087	156,504
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>	44,331	+ 14	+ 603	44,331
<b>Total factors supplying reserve funds</b>	<b>2,978,683</b>	<b>+ 4,579</b>	<b>+ 426,715</b>	<b>2,981,049</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 Feb 15, 2012
	Week ended Feb 15, 2012	Change from week ended		
		Feb 8, 2012	Feb 16, 2011	
Currency in circulation <sup>14</sup>	1,081,716	+ 7,629	+ 92,663	1,086,008
Reverse repurchase agreements <sup>15</sup>	88,824	+ 1,596	+ 30,583	87,117
Foreign official and international accounts	88,824	+ 1,596	+ 30,583	87,117
Others	0	0	0	0
Treasury cash holdings	149	+ 5	- 30	157
Deposits with F.R. Banks, other than reserve balances	98,231	- 39,611	- 110,519	61,773
Term deposits held by depository institutions	0	- 3,079	- 5,070	0
U.S. Treasury, General Account	58,049	- 29,913	+ 11,626	50,066
U.S. Treasury, Supplementary Financing Account	0	0	- 149,972	0
Foreign official	147	+ 21	+ 1	269
Service-related	1,971	- 6	- 356	1,971
Required clearing balances	1,971	- 6	- 356	1,971
Adjustments to compensate for float	0	0	0	0
Other	38,064	- 6,635	+ 33,251	9,467
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>	75,504	+ 1,478	+ 3,836	74,117
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>1,344,424</b>	<b>- 28,903</b>	<b>+ 16,534</b>	<b>1,309,172</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>1,634,260</b>	<b>+ 33,483</b>	<b>+ 410,182</b>	<b>1,671,877</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 Feb 15, 2012
	Week ended Feb 15, 2012	Change from week ended		
		Feb 8, 2012	Feb 16, 2011	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	3,447,152	+ 26,022	+ 63,200	3,454,983
U.S. Treasury securities	2,716,155	+ 23,622	+ 89,531	2,721,374
Federal agency securities <sup>2</sup>	730,997	+ 2,399	- 26,331	733,609
Securities lent to dealers	15,457	+ 1,483	- 3,236	21,225
Overnight facility <sup>3</sup>	15,457	+ 1,483	- 3,236	21,225
U.S. Treasury securities	14,445	+ 1,668	- 2,850	20,181
Federal agency debt securities	1,013	- 185	- 386	1,044

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 15, 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 <sup>1</sup>	0	237	4,687	3,070	0	...	7,995
U.S. Treasury securities <sup>2</sup>							
Holdings	14,018	32,465	52,321	627,102	680,651	260,513	1,667,071
Weekly changes	- 10,766	+ 6,490	- 4,505	+ 2,361	+ 2,819	+ 9,980	+ 6,379
Federal agency debt securities <sup>3</sup>							
Holdings	681	6,651	19,553	59,784	12,482	2,347	101,498
Weekly changes	0	+ 405	+ 93	+ 853	- 1,351	0	0
Mortgage-backed securities <sup>4</sup>							
Holdings	0	0	1	12	76	847,718	847,806
Weekly changes	0	0	0	0	- 1	+ 11,777	+ 11,776
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>	55,691	53,397	0	0	0	0	109,088
Reverse repurchase agreements <sup>6</sup>	87,117	0	...	...	...	...	87,117
Term deposits	0	0	0	...	...	...	0

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

... Not applicable.

1. Excludes the loans from the Federal Reserve Bank of New York (FRBNY) to Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC. The loans were eliminated when preparing the FRBNY's statement of condition consistent with consolidation under generally accepted accounting principles.
2. Face value. For inflation-indexed securities, includes the original face value and compensation that adjusts for the effect of inflation on the original face value of such securities.
3. Face value.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Face value of asset-backed securities held by TALF LLC, which is the remaining principal balance of the underlying assets.
6. Cash value of agreements.
7. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.

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

Millions of dollars

Account name	Wednesday Feb 15, 2012
Mortgage-backed securities held outright <sup>1</sup>	847,806
Commitments to buy mortgage-backed securities <sup>2</sup>	35,865
Commitments to sell mortgage-backed securities <sup>2</sup>	800
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 Feb 15, 2012
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	6,474
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	3,265
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	760
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,394

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 15, 2012
Net portfolio holdings of Maiden Lane II LLC <sup>1</sup>	6,714
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	2,867
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	578
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. <sup>3</sup>	1,111

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 15, 2012
Net portfolio holdings of Maiden Lane III LLC <sup>1</sup>	17,594
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	8,613
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	707
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.<sup>3</sup></u>	<u>5,564</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 15, 2012
Asset-backed securities holdings <sup>1</sup>	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 <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>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.

## H.4.1

**8. Consolidated Statement of Condition of All Federal Reserve Banks**

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Feb 15, 2012	Change since	
			Wednesday Feb 8, 2012	Wednesday Feb 16, 2011
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,429	- 18	+ 140
Securities, repurchase agreements, and loans		2,624,370	+ 18,018	+ 309,141
Securities held outright <sup>1</sup>		2,616,375	+ 18,155	+ 323,225
U.S. Treasury securities		1,667,071	+ 6,379	+ 476,730
Bills <sup>2</sup>		18,423	0	0
Notes and bonds, nominal <sup>2</sup>		1,570,729	+ 4,923	+ 459,044
Notes and bonds, inflation-indexed <sup>2</sup>		68,760	+ 1,390	+ 14,897
Inflation compensation <sup>3</sup>		9,159	+ 66	+ 2,788
Federal agency debt securities <sup>2</sup>		101,498	0	- 42,867
Mortgage-backed securities <sup>4</sup>		847,806	+ 11,776	- 110,638
Repurchase agreements <sup>5</sup>		0	0	0
Loans		7,995	- 137	- 14,083
Net portfolio holdings of Maiden Lane LLC <sup>6</sup>		6,474	- 521	- 19,558
Net portfolio holdings of Maiden Lane II LLC <sup>7</sup>		6,714	+ 2	- 9,329
Net portfolio holdings of Maiden Lane III LLC <sup>8</sup>		17,594	- 262	- 5,220
Net portfolio holdings of TALF LLC <sup>9</sup>		819	0	+ 133
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>10</sup>		0	0	0
Items in process of collection	(103)	25	- 145	- 166
Bank premises		2,177	0	- 40
Central bank liquidity swaps <sup>11</sup>		109,088	+ 331	+ 109,018
Other assets <sup>12</sup>		154,316	- 7,733	+ 43,417
<b>Total assets</b>	(103)	<b>2,940,244</b>	<b>+ 9,674</b>	<b>+ 427,536</b>

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

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Feb 15, 2012	Change since	
			Wednesday Feb 8, 2012	Wednesday Feb 16, 2011
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,044,259	+ 7,291	+ 92,830
Reverse repurchase agreements <sup>13</sup>		87,117	+ 362	+ 29,291
Deposits	(0)	1,733,639	+ 2,152	+ 303,405
Term deposits held by depository institutions		0	- 3,079	- 5,070
Other deposits held by depository institutions		1,673,837	+ 40,102	+ 453,777
U.S. Treasury, General Account		50,066	+ 930	- 4,495
U.S. Treasury, Supplementary Financing Account		0	0	- 149,972
Foreign official		269	+ 143	+ 151
Other	(0)	9,467	- 35,944	+ 9,013
Deferred availability cash items	(103)	1,111	- 96	- 867
Other liabilities and accrued dividends <sup>14</sup>		19,569	- 40	+ 1,352
<b>Total liabilities</b>	<b>(103)</b>	<b>2,885,696</b>	<b>+ 9,671</b>	<b>+ 426,012</b>
<i>Capital accounts</i>				
Capital paid in		27,274	+ 2	+ 762
Surplus		27,274	+ 2	+ 762
Other capital accounts		0	0	0
<b>Total capital</b>		<b>54,548</b>	<b>+ 3</b>	<b>+ 1,524</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.

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## 9. Statement of Condition of Each Federal Reserve Bank, February 15, 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	2,429	59	108	164	181	427	212	349	37	62	182	248	400
Securities, repurchase agreements, and loans	2,624,370	64,327	1,224,721	89,627	70,674	302,165	194,508	155,375	49,520	40,210	69,597	103,478	260,168
Securities held outright <sup>1</sup>	2,616,375	64,327	1,216,727	89,627	70,674	302,165	194,508	155,375	49,520	40,210	69,597	103,478	260,168
U.S. Treasury securities	1,667,071	40,987	775,259	57,107	45,031	192,530	123,934	99,000	31,553	25,620	44,345	65,933	165,771
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>	1,648,648	40,534	766,692	56,476	44,533	190,402	122,565	97,906	31,204	25,337	43,855	65,204	163,939
Federal agency debt securities <sup>2</sup>	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 <sup>4</sup>	847,806	20,845	394,266	29,042	22,901	97,913	63,028	50,347	16,046	13,030	22,552	33,531	84,305
Repurchase agreements <sup>5</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	7,995	0	7,995	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>6</sup>	6,474	0	6,474	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC <sup>7</sup>	6,714	0	6,714	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC <sup>8</sup>	17,594	0	17,594	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC <sup>9</sup>	819	0	819	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	127	9	0	40	37	5	-52	14	5	8	5	15	41
Bank premises	2,177	124	259	67	125	231	213	205	134	105	258	244	212
Central bank liquidity swaps <sup>11</sup>	109,088	3,824	35,189	9,462	8,065	22,565	6,238	2,910	892	445	1,085	1,747	16,665
Other assets <sup>12</sup>	154,316	4,099	67,797	6,665	5,398	20,292	11,033	8,292	2,685	2,119	3,682	5,546	16,708
Interdistrict settlement account	0	- 5,385	+ 285,608	- 24,839	- 5,510	- 119,977	- 38,909	- 7,014	- 4,195	- 16,065	- 16,153	- 2,650	- 44,910
<b>Total assets</b>	<b>2,940,346</b>	<b>67,644</b>	<b>1,650,968</b>	<b>81,827</b>	<b>79,657</b>	<b>226,992</b>	<b>175,292</b>	<b>161,408</b>	<b>49,548</b>	<b>27,171</b>	<b>59,127</b>	<b>109,638</b>	<b>251,076</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, February 15, 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	1,221,648	44,315	438,670	45,866	60,084	98,576	143,067	88,522	33,705	20,712	34,380	79,366	134,385
Less: Notes held by F.R. Banks	177,389	4,918	58,524	6,154	8,538	11,375	25,681	12,061	3,504	5,010	4,042	11,413	26,169
Federal Reserve notes, net	1,044,259	39,397	380,147	39,713	51,546	87,202	117,386	76,460	30,201	15,701	30,338	67,953	108,216
Reverse repurchase agreements <sup>13</sup>	87,117	2,142	40,513	2,984	2,353	10,061	6,477	5,173	1,649	1,339	2,317	3,445	8,663
Deposits	1,733,639	23,441	1,197,555	34,038	21,354	117,674	47,576	77,800	17,021	9,532	25,667	36,953	125,029
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	1,673,837	23,436	1,137,957	34,021	21,350	117,540	47,574	77,769	17,020	9,531	25,666	36,952	125,022
U.S. Treasury, General Account	50,066	0	50,066	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	269	1	242	3	3	8	2	1	0	0	0	1	6
Other	9,467	3	9,291	13	1	126	0	30	0	0	1	1	1
Deferred availability cash items	1,214	41	11	130	139	21	245	25	29	199	36	68	269
Interest on Federal Reserve notes due to U.S. Treasury <sup>14</sup>	948	-236	668	22	13	104	87	75	22	22	33	51	88
Other liabilities and accrued dividends <sup>15</sup>	18,621	214	14,681	274	256	805	518	437	185	159	199	304	588
<b>Total liabilities</b>	<b>2,885,798</b>	<b>64,999</b>	<b>1,633,576</b>	<b>77,161</b>	<b>75,661</b>	<b>215,866</b>	<b>172,288</b>	<b>159,972</b>	<b>49,107</b>	<b>26,952</b>	<b>58,590</b>	<b>108,775</b>	<b>242,851</b>
<i>Capital</i>													
Capital paid in	27,274	1,322	8,696	2,333	1,998	5,563	1,502	718	220	109	268	432	4,112
Surplus	27,274	1,322	8,696	2,333	1,998	5,563	1,502	718	220	109	268	432	4,112
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total liabilities and capital</b>	<b>2,940,346</b>	<b>67,644</b>	<b>1,650,968</b>	<b>81,827</b>	<b>79,657</b>	<b>226,992</b>	<b>175,292</b>	<b>161,408</b>	<b>49,548</b>	<b>27,171</b>	<b>59,127</b>	<b>109,638</b>	<b>251,076</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, February 15, 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 15, 2012
Federal Reserve notes outstanding	1,221,648
Less: Notes held by F.R. Banks not subject to collateralization	177,389
Federal Reserve notes to be collateralized	1,044,259
Collateral held against Federal Reserve notes	1,044,259
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>	1,028,023
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities <sup>1,2</sup>	2,616,375
Less: Face value of securities under reverse repurchase agreements	75,487
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,540,888

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.