

FEDERAL RESERVE statistical release



H.4.1

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

February 23, 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 22, 2012
	Week ended Feb 22, 2012	Change from week ended		
		Feb 15, 2012	Feb 23, 2011	
Reserve Bank credit	2,917,435	- 677	+ 412,056	2,914,879
Securities held outright ¹	2,612,780	+ 7,615	+ 308,851	2,610,443
U.S. Treasury securities	1,660,174	+ 191	+ 458,774	1,656,581
Bills ²	18,423	0	0	18,423
Notes and bonds, nominal ²	1,563,864	- 618	+ 441,138	1,560,286
Notes and bonds, inflation-indexed ²	68,760	+ 794	+ 14,897	68,760
Inflation compensation ³	9,127	+ 15	+ 2,738	9,112
Federal agency debt securities ²	100,817	- 681	- 43,337	100,817
Mortgage-backed securities ⁴	851,789	+ 8,105	- 106,586	853,045
Repurchase agreements ⁵	0	0	0	0
Loans	7,946	- 91	- 13,962	7,632
Primary credit	4	- 3	- 14	3
Secondary credit	0	0	0	0
Seasonal credit	0	0	- 3	0
Credit extended to American International Group, Inc., net ⁶	0	0	0	0
Term Asset-Backed Securities Loan Facility ⁷	7,943	- 87	- 13,944	7,629
Other credit extensions	0	0	0	0
Net portfolio holdings of Maiden Lane LLC ⁸	6,479	- 363	- 19,554	6,504
Net portfolio holdings of Maiden Lane II LLC ⁹	6,714	+ 2	- 9,330	6,715
Net portfolio holdings of Maiden Lane III LLC ¹⁰	17,595	- 184	- 5,220	17,603
Net portfolio holdings of TALF LLC ¹¹	820	+ 1	+ 129	825
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ⁶	0	0	0	0
Float	-908	+ 49	+ 527	-1,433
Central bank liquidity swaps ¹²	107,959	- 1,129	+ 107,889	107,959
Other Federal Reserve assets ¹³	158,050	- 6,578	+ 42,725	158,631
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding ¹⁴	44,296	+ 14	+ 563	44,296
Total factors supplying reserve funds	2,977,971	- 663	+ 412,618	2,975,415

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 22, 2012
	Week ended Feb 22, 2012	Change from week ended		
		Feb 15, 2012	Feb 23, 2011	
Currency in circulation ¹⁴	1,088,955	+ 7,289	+ 93,525	1,089,738
Reverse repurchase agreements ¹⁵	88,893	+ 69	+ 31,032	89,824
Foreign official and international accounts	88,893	+ 69	+ 31,032	89,824
Others	0	0	0	0
Treasury cash holdings	157	+ 8	- 24	160
Deposits with F.R. Banks, other than reserve balances	102,984	+ 4,753	- 70,526	100,456
Term deposits held by depository institutions	0	0	- 5,070	0
U.S. Treasury, General Account	55,795	- 2,254	+ 15,237	36,033
U.S. Treasury, Supplementary Financing Account	0	0	- 124,976	0
Foreign official	138	- 9	+ 8	130
Service-related	1,971	0	- 355	1,971
Required clearing balances	1,971	0	- 355	1,971
Adjustments to compensate for float	0	0	0	0
Other	45,081	+ 7,017	+ 44,630	62,322
Funds from American International Group, Inc. asset dispositions, held as agent ⁶	0	0	0	0
Other liabilities and capital ¹⁶	75,239	- 265	+ 2,737	74,394
Total factors, other than reserve balances, absorbing reserve funds	1,356,229	+ 11,854	+ 56,745	1,354,572
Reserve balances with Federal Reserve Banks	1,621,742	- 12,518	+ 355,873	1,620,843

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

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

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

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1A. Memorandum Items

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Feb 22, 2012
	Week ended Feb 22, 2012	Change from week ended		
		Feb 15, 2012	Feb 23, 2011	
Marketable securities held in custody for foreign official and international accounts ¹	3,461,825	+ 14,673	+ 73,727	3,461,402
U.S. Treasury securities	2,727,792	+ 11,637	+ 100,393	2,723,469
Federal agency securities ²	734,033	+ 3,036	- 26,665	737,933
Securities lent to dealers	19,367	+ 3,910	+ 4,448	21,783
Overnight facility ³	19,367	+ 3,910	+ 4,448	21,783
U.S. Treasury securities	18,381	+ 3,936	+ 4,656	20,801
Federal agency debt securities	986	- 27	- 208	982

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 22, 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	3	235	4,468	2,927	0	...	7,632
U.S. Treasury securities ²							
Holdings	16,174	30,308	58,928	603,274	688,526	259,371	1,656,581
Weekly changes	+ 2,156	- 2,157	+ 6,607	- 23,828	+ 7,875	- 1,142	- 10,490
Federal agency debt securities ³							
Holdings	1,014	6,551	18,639	61,284	10,982	2,347	100,817
Weekly changes	+ 333	- 100	- 914	+ 1,500	- 1,500	0	- 681
Mortgage-backed securities ⁴							
Holdings	0	0	1	12	83	852,949	853,045
Weekly changes	0	0	0	0	+ 7	+ 5,231	+ 5,239
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	59,318	48,641	0	0	0	0	107,959
Reverse repurchase agreements ⁶	89,824	0	...	...	...	...	89,824
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 22, 2012
Mortgage-backed securities held outright ¹	853,045
Commitments to buy mortgage-backed securities ²	33,413
Commitments to sell mortgage-backed securities ²	0
Cash and cash equivalents ³	15

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 22, 2012
Net portfolio holdings of Maiden Lane LLC ¹	6,504
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	3,265
Accrued interest payable to the Federal Reserve Bank of New York ²	760
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. ³	1,396

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 22, 2012
Net portfolio holdings of Maiden Lane II LLC ¹	6,715
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	2,867
Accrued interest payable to the Federal Reserve Bank of New York ²	579
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. ³	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 22, 2012
Net portfolio holdings of Maiden Lane III LLC ¹	17,603
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York ²	8,613
Accrued interest payable to the Federal Reserve Bank of New York ²	710
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.³</u>	<u>5,568</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 22, 2012
Asset-backed securities holdings ¹	0
Other investments, net	825
Net portfolio holdings of TALF LLC	825
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 22, 2012	Change since	
			Wednesday Feb 15, 2012	Wednesday Feb 23, 2011
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,406	- 23	+ 146
Securities, repurchase agreements, and loans		2,618,075	- 6,295	+ 281,304
Securities held outright ¹		2,610,443	- 5,932	+ 294,697
U.S. Treasury securities		1,656,581	- 10,490	+ 443,156
Bills ²		18,423	0	0
Notes and bonds, nominal ²		1,560,286	- 10,443	+ 425,543
Notes and bonds, inflation-indexed ²		68,760	0	+ 14,897
Inflation compensation ³		9,112	- 47	+ 2,715
Federal agency debt securities ²		100,817	- 681	- 43,302
Mortgage-backed securities ⁴		853,045	+ 5,239	- 105,156
Repurchase agreements ⁵		0	0	0
Loans		7,632	- 363	- 13,393
Net portfolio holdings of Maiden Lane LLC ⁶		6,504	+ 30	- 19,531
Net portfolio holdings of Maiden Lane II LLC ⁷		6,715	+ 1	- 9,331
Net portfolio holdings of Maiden Lane III LLC ⁸		17,603	+ 9	- 5,217
Net portfolio holdings of TALF LLC ⁹		825	+ 6	+ 122
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC ¹⁰		0	0	0
Items in process of collection	(140)	209	+ 184	- 20
Bank premises		2,178	+ 1	- 41
Central bank liquidity swaps ¹¹		107,959	- 1,129	+ 107,889
Other assets ¹²		156,439	+ 2,123	+ 42,653
Total assets	(140)	2,935,149	- 5,095	+ 397,974

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 22, 2012	Change since	
			Wednesday Feb 15, 2012	Wednesday Feb 23, 2011
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		1,048,004	+ 3,745	+ 91,992
Reverse repurchase agreements ¹³		89,824	+ 2,707	+ 30,340
Deposits	(0)	1,721,285	- 12,354	+ 274,668
Term deposits held by depository institutions		0	0	- 5,070
Other deposits held by depository institutions		1,622,800	- 51,037	+ 329,965
U.S. Treasury, General Account		36,033	- 14,033	+ 12,910
U.S. Treasury, Supplementary Financing Account		0	0	- 124,976
Foreign official		130	- 139	+ 1
Other	(0)	62,322	+ 52,855	+ 61,837
Deferred availability cash items	(140)	1,642	+ 531	- 886
Other liabilities and accrued dividends ¹⁴		19,800	+ 231	+ 301
Total liabilities	(140)	2,880,556	- 5,140	+ 396,415
<i>Capital accounts</i>				
Capital paid in		27,297	+ 23	+ 780
Surplus		27,297	+ 23	+ 780
Other capital accounts		0	0	0
Total capital		54,594	+ 46	+ 1,559

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 22, 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	2,406	58	114	163	179	422	207	344	34	62	179	245	398
Securities, repurchase agreements, and loans	2,618,075	64,182	1,221,597	89,423	70,513	301,480	194,067	155,025	49,408	40,119	69,440	103,243	259,579
Securities held outright ¹	2,610,443	64,182	1,213,968	89,423	70,513	301,480	194,067	155,022	49,408	40,119	69,439	103,243	259,578
U.S. Treasury securities	1,656,581	40,729	770,381	56,748	44,748	191,318	123,155	98,377	31,354	25,459	44,066	65,518	164,728
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	1,638,159	40,277	761,814	56,117	44,250	189,191	121,785	97,283	31,005	25,176	43,576	64,789	162,896
Federal agency debt securities ²	100,817	2,479	46,884	3,454	2,723	11,643	7,495	5,987	1,908	1,549	2,682	3,987	10,025
Mortgage-backed securities ⁴	853,045	20,973	396,702	29,222	23,043	98,518	63,418	50,658	16,146	13,110	22,691	33,738	84,825
Repurchase agreements ⁵	0	0	0	0	0	0	0	0	0	0	0	0	0
Loans	7,632	0	7,629	0	0	0	0	2	0	0	1	0	0
Net portfolio holdings of Maiden Lane LLC ⁶	6,504	0	6,504	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC ⁷	6,715	0	6,715	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC ⁸	17,603	0	17,603	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC ⁹	825	0	825	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	349	18	0	97	62	5	68	19	8	10	6	15	41
Bank premises	2,178	124	259	67	125	232	213	205	134	105	258	244	212
Central bank liquidity swaps ¹¹	107,959	3,785	34,825	9,364	7,981	22,332	6,173	2,880	883	440	1,074	1,729	16,493
Other assets ¹²	156,439	4,149	68,787	6,731	5,451	20,528	11,198	8,421	2,722	2,154	3,742	5,644	16,911
Interdistrict settlement account	0	- 1,834	+ 291,605	- 16,484	- 8,247	- 142,677	- 39,541	- 2,316	- 4,914	- 15,620	- 16,630	- 1,982	- 41,361
Total assets	2,935,290	71,067	1,654,518	90,003	76,752	203,604	174,435	165,856	48,745	27,557	58,540	110,149	254,063

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 22, 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	1,224,276	44,181	438,662	46,231	60,102	100,061	143,997	88,015	33,609	21,191	34,188	79,391	134,648
Less: Notes held by F.R. Banks	176,272	4,795	58,928	6,176	8,187	11,433	25,586	11,777	3,700	4,829	3,937	11,467	25,457
Federal Reserve notes, net	1,048,004	39,386	379,733	40,055	51,915	88,628	118,411	76,238	29,909	16,362	30,250	67,924	109,191
Reverse repurchase agreements ¹³	89,824	2,208	41,772	3,077	2,426	10,374	6,678	5,334	1,700	1,380	2,389	3,553	8,932
Deposits	1,721,285	26,723	1,200,409	41,688	17,904	92,448	45,294	82,261	16,420	9,205	25,061	37,306	126,567
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	1,622,800	26,723	1,102,120	41,674	17,900	92,316	45,291	82,229	16,420	9,204	25,060	37,305	126,560
U.S. Treasury, General Account	36,033	0	36,033	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	130	1	103	3	3	8	2	1	0	0	0	1	6
Other	62,322	1	62,153	11	1	123	0	30	0	1	1	0	1
Deferred availability cash items	1,782	84	0	189	211	31	391	43	56	203	54	128	392
Interest on Federal Reserve notes due to U.S. Treasury ¹⁴	1,320	-197	708	44	36	165	130	102	35	26	47	71	154
Other liabilities and accrued dividends ¹⁵	18,480	218	14,466	284	262	824	528	443	185	162	201	305	602
Total liabilities	2,880,696	68,423	1,637,088	85,337	72,755	192,469	171,431	164,421	48,306	27,338	58,004	109,286	245,839
<i>Capital</i>													
Capital paid in	27,297	1,322	8,715	2,333	1,998	5,568	1,502	718	220	109	268	432	4,112
Surplus	27,297	1,322	8,715	2,333	1,998	5,568	1,502	718	220	109	268	432	4,112
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
Total liabilities and capital	2,935,290	71,067	1,654,518	90,003	76,752	203,604	174,435	165,856	48,745	27,557	58,540	110,149	254,063

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 22, 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 22, 2012
Federal Reserve notes outstanding	1,224,276
Less: Notes held by F.R. Banks not subject to collateralization	176,272
Federal Reserve notes to be collateralized	1,048,004
Collateral held against Federal Reserve notes	1,048,004
Gold certificate account	11,037
Special drawing rights certificate account	5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged ^{1,2}	1,031,767
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities ^{1,2}	2,610,443
Less: Face value of securities under reverse repurchase agreements	78,260
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	2,532,182

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.