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# FEDERAL RESERVE statistical release

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For release at  
4:30 P.M. EST  
January 20, 2011

The Board's H.4.1 statistical release, "Factors Affecting Reserve Balances of Depository Institutions and Condition Statement of Federal Reserve Banks," reflects the closing of the American International Group, Inc. (AIG) recapitalization plan, which occurred on January 14, 2011. The recapitalization plan was designed to restructure and facilitate repayment of the financial support provided to AIG by the U.S. Department of the Treasury (Treasury) and the Federal Reserve. Upon closing of the recapitalization plan, the cash proceeds from certain asset dispositions, specifically the initial public offering of AIA Group Limited (AIA) and the sale of American Life Insurance Company (ALICO), were used first to repay in full the credit extended to AIG by the FRBNY under the revolving credit facility (AIG loan), including accrued interest and fees, and then to redeem a portion of the FRBNY's preferred interests in ALICO Holdings LLC taken earlier by the FRBNY in satisfaction of a portion of the AIG loan. 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.

The weekly average values shown in table 1 reflect, as of January 14, 2011, the repayment by AIG of the "Credit extended to American International Group, Inc., net" and the "Preferred interests in AIA Aurora LLC and ALICO Holdings LLC," and the distribution of the "Funds from American International Group, Inc. asset dispositions, held as agent."

The H.4.1 statistical release continues to show average amounts for "Credit extended to American International Group, Inc., net," "Preferred interests in AIA Aurora LLC and ALICO Holdings LLC," and "Funds from American International Group, Inc. asset dispositions, held as agent," even though all funding commitments to AIG have been terminated, to provide a complete disaggregation of changes in assets and liabilities from the corresponding week one year ago.

# FEDERAL RESERVE statistical release



H.4.1

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

January 20, 2011

### 1. Factors Affecting Reserve Balances of Depository Institutions

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Jan 19, 2011
	Week ended Jan 19, 2011	Change from week ended		
		Jan 12, 2011	Jan 20, 2010	
Reserve Bank credit	2,416,308	- 16,095	+ 185,510	2,407,025
Securities held outright <sup>1</sup>	2,206,539	+ 23,181	+ 300,350	2,205,619
U.S. Treasury securities	1,071,619	+ 26,894	+ 295,010	1,079,578
Bills <sup>2</sup>	18,423	0	0	18,423
Notes and bonds, nominal <sup>2</sup>	997,322	+ 27,031	+ 288,625	1,004,739
Notes and bonds, inflation-indexed <sup>2</sup>	49,674	- 69	+ 5,773	50,372
Inflation compensation <sup>3</sup>	6,201	- 68	+ 613	6,044
Federal agency debt securities <sup>2</sup>	146,204	- 288	- 14,979	145,885
Mortgage-backed securities <sup>4</sup>	988,717	- 3,424	+ 20,319	980,157
Repurchase agreements <sup>5</sup>	0	0	0	0
Term auction credit	0	0	- 38,531	0
Other loans	26,628	- 17,815	- 59,534	23,688
Primary credit	47	+ 24	- 15,065	24
Secondary credit	2	+ 2	- 971	0
Seasonal credit	10	0	+ 10	10
Credit extended to American International Group, Inc., net <sup>6</sup>	2,904	- 17,021	- 19,516	0
Term Asset-Backed Securities Loan Facility <sup>7</sup>	23,666	- 820	- 23,991	23,654
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>8</sup>	0	0	- 13,813	0
Net portfolio holdings of Maiden Lane LLC <sup>9</sup>	26,460	- 549	- 284	26,393
Net portfolio holdings of Maiden Lane II LLC <sup>10</sup>	15,946	+ 3	+ 540	15,951
Net portfolio holdings of Maiden Lane III LLC <sup>11</sup>	22,545	- 668	+ 134	22,428
Net portfolio holdings of TALF LLC <sup>12</sup>	665	0	+ 367	665
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>6</sup>	3,769	- 22,616	- 21,337	0
Float	-1,803	- 108	+ 181	-2,294
Central bank liquidity swaps <sup>13</sup>	70	0	- 1,180	70
Other Federal Reserve assets <sup>14</sup>	115,488	+ 2,476	+ 18,615	114,503
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	0	5,200
Treasury currency outstanding <sup>15</sup>	43,591	+ 14	+ 864	43,591
<b>Total factors supplying reserve funds</b>	<b>2,476,140</b>	<b>- 16,081</b>	<b>+ 186,374</b>	<b>2,466,857</b>

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

#### H.4.1

### 1. Factors Affecting Reserve Balances of Depository Institutions (continued)

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Jan 19, 2011
	Week ended Jan 19, 2011	Change from week ended		
		Jan 12, 2011	Jan 20, 2010	
Currency in circulation <sup>15</sup>	978,521	+ 284	+ 59,234	978,549
Reverse repurchase agreements <sup>16</sup>	53,787	+ 233	- 10,250	52,932
Foreign official and international accounts	53,787	+ 233	- 10,250	52,932
Others	0	0	0	0
Treasury cash holdings	195	+ 13	- 59	203
Deposits with F.R. Banks, other than reserve balances	296,482	- 928	+ 137,323	301,813
Term deposits held by depository institutions	0	0	0	0
U.S. Treasury, general account	58,958	- 30,149	- 84,950	94,123
U.S. Treasury, supplementary financing account	199,961	- 2	+ 194,960	199,961
Foreign official	4,312	+ 550	+ 1,152	4,910
Service-related	2,362	- 16	- 399	2,362
Required clearing balances	2,362	- 16	- 399	2,362
Adjustments to compensate for float	0	0	0	0
Other	30,888	+ 28,687	+ 26,559	457
Funds from American International Group, Inc. asset dispositions, held as agent <sup>6</sup>	3,842	- 23,054	+ 3,842	0
Other liabilities and capital <sup>17</sup>	72,100	+ 2,244	+ 3,951	71,764
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>1,404,928</b>	<b>- 21,207</b>	<b>+ 194,043</b>	<b>1,405,262</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>1,071,212</b>	<b>+ 5,126</b>	<b>- 7,669</b>	<b>1,061,595</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. Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
9. Refer to table 4 and the note on consolidation accompanying table 9.
10. Refer to table 5 and the note on consolidation accompanying table 9.
11. Refer to table 6 and the note on consolidation accompanying table 9.
12. Refer to table 7 and the note on consolidation accompanying table 9.
13. 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.
14. 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.
15. Estimated.
16. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
17. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation accompanying table 9. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Refer to table 8 and table 9.

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

#### H.4.1

### 1A. Memorandum Items

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Jan 19, 2011
	Week ended Jan 19, 2011	Change from week ended		
		Jan 12, 2011	Jan 20, 2010	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	3,343,203	- 7,270	+ 397,397	3,347,599
U.S. Treasury securities	2,598,111	- 18,031	+ 419,379	2,602,294
Federal agency securities <sup>2</sup>	745,092	+ 10,761	- 21,982	745,305
Securities lent to dealers	15,023	+ 2,297	+ 8,806	18,208
Overnight facility <sup>3</sup>	15,023	+ 2,297	+ 8,806	18,208
U.S. Treasury securities	13,618	+ 2,185	+ 7,896	16,628
Federal agency debt securities	1,405	+ 112	+ 910	1,580

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, January 19, 2011

Millions of dollars

Remaining maturity	Within 15 days	16 days to 90 days	91 days to 1 year	Over 1 year to 5 years	Over 5 years to 10 years	Over 10 years	All
Other loans <sup>1</sup>	34	0	0	23,654	0	...	23,688
U.S. Treasury securities <sup>2</sup>							
Holdings	14,716	21,676	55,715	456,353	368,756	162,362	1,079,578
Weekly changes	- 2,735	+ 4,508	+ 1,461	+ 3,745	+ 9,648	+ 890	+ 17,517
Federal agency debt securities <sup>3</sup>							
Holdings	1,261	16,164	26,962	70,180	28,971	2,347	145,885
Weekly changes	- 446	+ 2,428	- 1,683	+ 881	- 1,626	0	- 446
Mortgage-backed securities <sup>4</sup>							
Holdings	0	0	0	23	22	980,112	980,157
Weekly changes	0	0	0	- 1	0	- 11,983	- 11,984
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>	70	0	0	0	0	0	70
Reverse repurchase agreements <sup>6</sup>	52,932	0	...	...	...	...	52,932
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 Purchase Program

Millions of dollars

Account name	Wednesday Jan 19, 2011
Mortgage-backed securities held outright <sup>1</sup>	980,157
Commitments to buy mortgage-backed securities <sup>2</sup>	0
Commitments to sell mortgage-backed securities <sup>2</sup>	0
Cash and cash equivalents <sup>3</sup>	0

1. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
2. Current face value. Generally settle within 180 days and include commitments associated with outright transactions, dollar rolls, and coupon swaps.
3. This amount is included in other Federal Reserve assets in table 1 and in other assets in table 8 and table 9.

### 4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Jan 19, 2011
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	26,393
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	24,585
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	628
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,318

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 September 30, 2010. 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 Jan 19, 2011
Net portfolio holdings of Maiden Lane II LLC <sup>1</sup>	15,951
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	12,777
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	460
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. <sup>3</sup>	1,073

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 September 30, 2010. 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 Jan 19, 2011
Net portfolio holdings of Maiden Lane III LLC <sup>1</sup>	22,428
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	12,668
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	555
<u>Outstanding principal amount and accrued interest on loan payable to American International Group, Inc.<sup>3</sup></u>	<u>5,375</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 September 30, 2010. 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 Jan 19, 2011
Asset-backed securities holdings <sup>1</sup>	0
Other investments, net	665
Net portfolio holdings of TALF LLC	665
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>106</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 Jan 19, 2011	Change since	
			Wednesday Jan 12, 2011	Wednesday Jan 20, 2010
<i>Assets</i>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	0
Coin		2,246	+ 32	+ 96
Securities, repurchase agreements, term auction credit, and other loans		2,229,308	- 15,185	+ 194,118
Securities held outright <sup>1</sup>		2,205,619	+ 5,086	+ 295,904
U.S. Treasury securities		1,079,578	+ 17,517	+ 302,967
Bills <sup>2</sup>		18,423	0	0
Notes and bonds, nominal <sup>2</sup>		1,004,739	+ 17,114	+ 295,867
Notes and bonds, inflation-indexed <sup>2</sup>		50,372	+ 629	+ 6,595
Inflation compensation <sup>3</sup>		6,044	- 227	+ 505
Federal agency debt securities <sup>2</sup>		145,885	- 446	- 16,318
Mortgage-backed securities <sup>4</sup>		980,157	- 11,984	+ 9,256
Repurchase agreements <sup>5</sup>		0	0	0
Term auction credit		0	0	- 38,531
Other loans		23,688	- 20,271	- 63,256
Net portfolio holdings of Commercial Paper				
Funding Facility LLC <sup>6</sup>		0	0	- 13,111
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>		26,393	- 613	- 365
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>		15,951	+ 5	+ 536
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>		22,428	- 851	- 43
Net portfolio holdings of TALF LLC <sup>10</sup>		665	0	+ 367
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>		0	- 26,385	- 25,106
Items in process of collection	(210)	465	+ 44	- 202
Bank premises		2,222	+ 2	- 21
Central bank liquidity swaps <sup>12</sup>		70	0	- 1,180
Other assets <sup>13</sup>		112,282	+ 58	+ 18,084
<b>Total assets</b>	(210)	2,428,268	- 42,891	+ 173,175

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

## H.4.1

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

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Jan 19, 2011	Change since	
			Wednesday Jan 12, 2011	Wednesday Jan 20, 2010
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		937,404	+ 442	+ 58,082
Reverse repurchase agreements <sup>14</sup>		52,932	- 339	- 9,998
Deposits	(0)	1,363,408	- 18,505	+ 121,297
Term deposits held by depository institutions		0	0	0
Other deposits held by depository institutions		1,063,957	- 33,884	+ 915
U.S. Treasury, general account		94,123	+ 18,554	- 76,314
U.S. Treasury, supplementary financing account		199,961	- 2	+ 194,960
Foreign official		4,910	+ 1,162	+ 1,695
Other	(0)	457	- 4,336	+ 42
Deferred availability cash items	(210)	2,759	+ 661	- 835
Other liabilities and accrued dividends <sup>15</sup>		18,701	- 25,161	+ 3,553
<b>Total liabilities</b>	<b>(210)</b>	<b>2,375,205</b>	<b>- 42,901</b>	<b>+ 172,099</b>
<i>Capital accounts</i>				
Capital paid in		26,531	+ 5	+ 882
Surplus		26,531	+ 5	+ 1,339
Other capital accounts		0	0	- 1,147
<b>Total capital</b>		<b>53,063</b>	<b>+ 10</b>	<b>+ 1,076</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.
- Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
- Refer to table 4 and the note on consolidation accompanying table 9.
- Refer to table 5 and the note on consolidation accompanying table 9.
- Refer to table 6 and the note on consolidation accompanying table 9.
- Refer to table 7 and the note on consolidation accompanying table 9.
- As a result of the closing of the AIG recapitalization plan on January 14, 2011, the Federal Reserve Bank of New York has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. A portion of the preferred interests was redeemed by AIG with the funds from AIG asset dispositions that were held as agent by the Federal Reserve.
- Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
- Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates and the fair value adjustment to credit extended by the Federal Reserve Bank of New York (FRBNY) to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
- Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
- Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation accompanying table 9. Also includes the liability for interest on Federal Reserve notes due to U.S. Treasury. Before the closing of the AIG recapitalization plan on January 14, 2011, included funds from American International Group, Inc. asset dispositions, held as agent.



## 9. Statement of Condition of Each Federal Reserve Bank, January 19, 2011

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<b>Assets</b>													
Gold certificate account	11,037	369	4,038	404	463	846	1,385	887	324	203	296	652	1,170
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	2,246	48	72	177	170	364	195	347	37	61	164	246	365
Securities, repurchase agreements, term auction credit, and other loans	2,229,308	55,829	923,665	51,508	74,937	251,201	208,715	166,276	56,813	30,194	75,672	92,615	241,883
Securities held outright <sup>1</sup>	2,205,619	55,817	900,009	51,508	74,937	251,196	208,712	166,274	56,813	30,194	75,662	92,615	241,882
U.S. Treasury securities	1,079,578	27,321	440,525	25,211	36,679	122,952	102,158	81,385	27,808	14,779	37,034	45,332	118,393
Bills <sup>2</sup>	18,423	466	7,517	430	626	2,098	1,743	1,389	475	252	632	774	2,020
Notes and bonds <sup>3</sup>	1,061,155	26,854	433,007	24,781	36,053	120,854	100,415	79,997	27,333	14,527	36,402	44,558	116,373
Federal agency debt securities <sup>2</sup>	145,885	3,622	59,529	3,407	4,957	16,615	13,805	10,998	3,758	1,997	5,004	6,126	15,999
Mortgage-backed securities <sup>4</sup>	980,157	24,804	399,956	22,889	33,302	111,629	92,750	73,890	25,247	13,418	33,623	41,157	107,490
Repurchase agreements <sup>5</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Term auction credit	0	0	0	0	0	0	0	0	0	0	0	0	0
Other loans	23,688	12	23,656	0	0	5	2	2	0	0	10	0	2
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>6</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>	26,393	0	26,393	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>	15,951	0	15,951	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>	22,428	0	22,428	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC <sup>10</sup>	665	0	665	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Items in process of collection	675	13	0	107	103	45	134	74	17	41	38	24	78
Bank premises	2,222	126	256	68	140	239	218	208	136	107	265	247	213
Central bank liquidity swaps <sup>12</sup>	70	3	20	8	5	19	4	2	1	2	1	1	5
Other assets <sup>13</sup>	112,282	3,175	42,636	4,892	4,882	17,145	9,751	7,088	2,483	1,933	3,169	3,990	11,137
Interdistrict settlement account	0	- 8,521	+ 280,618	+ 38,665	- 20,541	- 98,012	- 57,939	- 38,547	- 19,425	- 7,985	- 19,191	- 7,260	- 41,863
<b>Total assets</b>	<b>2,428,477</b>	<b>51,237</b>	<b>1,318,563</b>	<b>96,039</b>	<b>60,398</b>	<b>172,259</b>	<b>163,118</b>	<b>136,758</b>	<b>40,536</b>	<b>24,646</b>	<b>60,566</b>	<b>90,797</b>	<b>213,561</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, January 19, 2011 (continued)

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<i>Liabilities</i>													
Federal Reserve notes outstanding	1,119,074	41,096	382,177	45,390	46,060	90,008	141,388	85,940	32,283	19,819	33,096	75,826	125,989
Less: Notes held by F.R. Banks	181,669	4,943	61,025	5,170	8,432	13,761	21,364	12,783	4,688	5,844	3,919	12,140	27,600
Federal Reserve notes, net	937,404	36,154	321,151	40,220	37,628	76,247	120,023	73,158	27,595	13,975	29,177	63,686	98,390
Reverse repurchase agreements <sup>14</sup>	52,932	1,340	21,599	1,236	1,798	6,028	5,009	3,990	1,363	725	1,816	2,223	5,805
Deposits	1,363,408	11,557	946,293	48,726	16,385	77,989	34,181	57,523	10,821	7,712	28,668	23,641	99,912
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	1,063,957	11,550	647,126	48,718	16,381	77,846	34,179	57,496	10,762	7,708	28,667	23,639	99,885
U.S. Treasury, general account	94,123	0	94,123	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	199,961	0	199,961	0	0	0	0	0	0	0	0	0	0
Foreign official	4,910	1	4,882	4	3	11	2	1	0	1	0	1	3
Other	457	5	201	3	1	133	0	26	58	3	1	1	24
Deferred availability cash items	2,969	115	0	449	329	161	208	218	109	438	161	153	628
Interest on Federal Reserve notes due to U.S. Treasury <sup>15</sup>	2,895	54	1,742	67	90	318	162	111	37	32	45	65	171
Other liabilities and accrued dividends <sup>16</sup>	15,807	186	12,411	192	233	636	494	412	181	125	185	256	495
<b>Total liabilities</b>	<b>2,375,415</b>	<b>49,405</b>	<b>1,303,196</b>	<b>90,889</b>	<b>56,463</b>	<b>161,381</b>	<b>160,078</b>	<b>135,413</b>	<b>40,106</b>	<b>23,007</b>	<b>60,051</b>	<b>90,024</b>	<b>205,401</b>
<i>Capital</i>													
Capital paid in	26,531	916	7,683	2,575	1,968	5,439	1,520	673	215	819	257	387	4,080
Surplus	26,531	916	7,683	2,575	1,968	5,439	1,520	673	215	819	257	387	4,080
Other capital	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total liabilities and capital</b>	<b>2,428,477</b>	<b>51,237</b>	<b>1,318,563</b>	<b>96,039</b>	<b>60,398</b>	<b>172,259</b>	<b>163,118</b>	<b>136,758</b>	<b>40,536</b>	<b>24,646</b>	<b>60,566</b>	<b>90,797</b>	<b>213,561</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, January 19, 2011 (continued)

1. Includes securities lent to dealers under the overnight securities lending facility; refer to table 1A.
2. Face value of the securities.
3. Includes the original face value of inflation-indexed securities and compensation that adjusts for the effect of inflation on the original face value of such securities.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
6. Includes the book value of the commercial paper, net of amortized costs and related fees, and other investments held by the Commercial Paper Funding Facility LLC.
7. Refer to table 4 and the note on consolidation below.
8. Refer to table 5 and the note on consolidation below.
9. Refer to table 6 and the note on consolidation below.
10. Refer to table 7 and the note on consolidation below.
11. As a result of the closing of the AIG recapitalization plan on January 14, 2011, the Federal Reserve Bank of New York has been paid in full for its preferred interests in AIA Aurora LLC and ALICO Holdings LLC. A portion of the preferred interests was redeemed by AIG with the funds from AIG asset dispositions that were held as agent by the Federal Reserve.
12. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
13. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates and the fair value adjustment to credit extended by the Federal Reserve Bank of New York (FRBNY) to eligible borrowers through the Term Asset-Backed Securities Loan Facility. Before the closing of the AIG recapitalization plan on January 14, 2011, included accrued dividends on the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.
14. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
15. Represents the estimated weekly remittances to U.S. Treasury as interest on Federal Reserve notes or, in those cases where the Reserve Bank's net earnings are not sufficient to equate surplus to capital paid-in, the deferred asset for interest on Federal Reserve notes. The amount of any deferred asset, which is presented as a negative amount in this line, represents the amount of the Federal Reserve Bank's earnings that must be retained before remittances to the U.S. Treasury resume. The amounts on this line are calculated in accordance with Board of Governors policy, which requires the Federal Reserve Banks to remit residual earnings to the U.S. Treasury as interest on Federal Reserve notes after providing for the costs of operations, payment of dividends, and the amount necessary to equate surplus with capital paid-in.
16. Includes the liabilities of Maiden Lane LLC, Maiden Lane II LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 7 and the note on consolidation below. Before the closing of the AIG recapitalization plan on January 14, 2011, included funds from American International Group, Inc. asset dispositions, held as agent.

### Note on consolidation:

The Federal Reserve Bank of New York (FRBNY) has extended loans to several limited liability companies under the authority of section 13(3) of the Federal Reserve Act. On June 26, 2008, a loan was extended to Maiden Lane LLC, which was formed to acquire certain assets of Bear Stearns. On November 25, 2008, a loan was extended to Maiden Lane III LLC, which was formed to purchase multi-sector collateralized debt obligations on which the Financial Products group of the American International Group, Inc. has written credit default swap contracts. On December 12, 2008, a loan was extended to Maiden Lane II LLC, which was formed to purchase residential mortgage-backed securities from the U.S. securities lending reinvestment portfolio of subsidiaries of American International Group, Inc. On November 25, 2008, the Federal Reserve Board authorized the FRBNY to extend credit to TALF LLC, which was formed to purchase and manage any asset-backed securities received by the FRBNY in connection with the decision of a borrower not to repay a loan extended under the Term Asset-Backed Securities Loan Facility.

The FRBNY is the primary beneficiary of TALF LLC, because of the two beneficiaries of the LLC, the FRBNY and the U.S. Treasury, the FRBNY is primarily responsible for directing the financial activities of TALF LLC. The FRBNY is the primary beneficiary of the other LLCs cited above because it will receive a majority of any residual returns of the LLCs and absorb a majority of any residual losses of the LLCs. Consistent with generally accepted accounting principles, the assets and liabilities of these LLCs have been consolidated with the assets and liabilities of the FRBNY in the preparation of the statements of condition shown on this release. As a consequence of the consolidation, the extensions of credit from the FRBNY to the LLCs are eliminated, the net assets of the LLCs appear as assets on the previous page (and in table 1 and table 8), and the liabilities of the LLCs to entities other than the FRBNY, including those with recourse only to the portfolio holdings of the LLCs, are included in other liabilities in this table (and table 1 and table 8).

H.4.1

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

Millions of dollars

Federal Reserve notes and collateral	Wednesday Jan 19, 2011
Federal Reserve notes outstanding	1,119,074
Less: Notes held by F.R. Banks not subject to collateralization	181,669
Federal Reserve notes to be collateralized	937,404
Collateral held against Federal Reserve notes	937,404
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>	921,167
Other assets pledged	0
<i>Memo:</i>	
Total U.S. Treasury, agency debt, and mortgage-backed securities <sup>1,2</sup>	2,205,619
Less: Face value of securities under reverse repurchase agreements	46,550
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged	<b>2,159,069</b>

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.