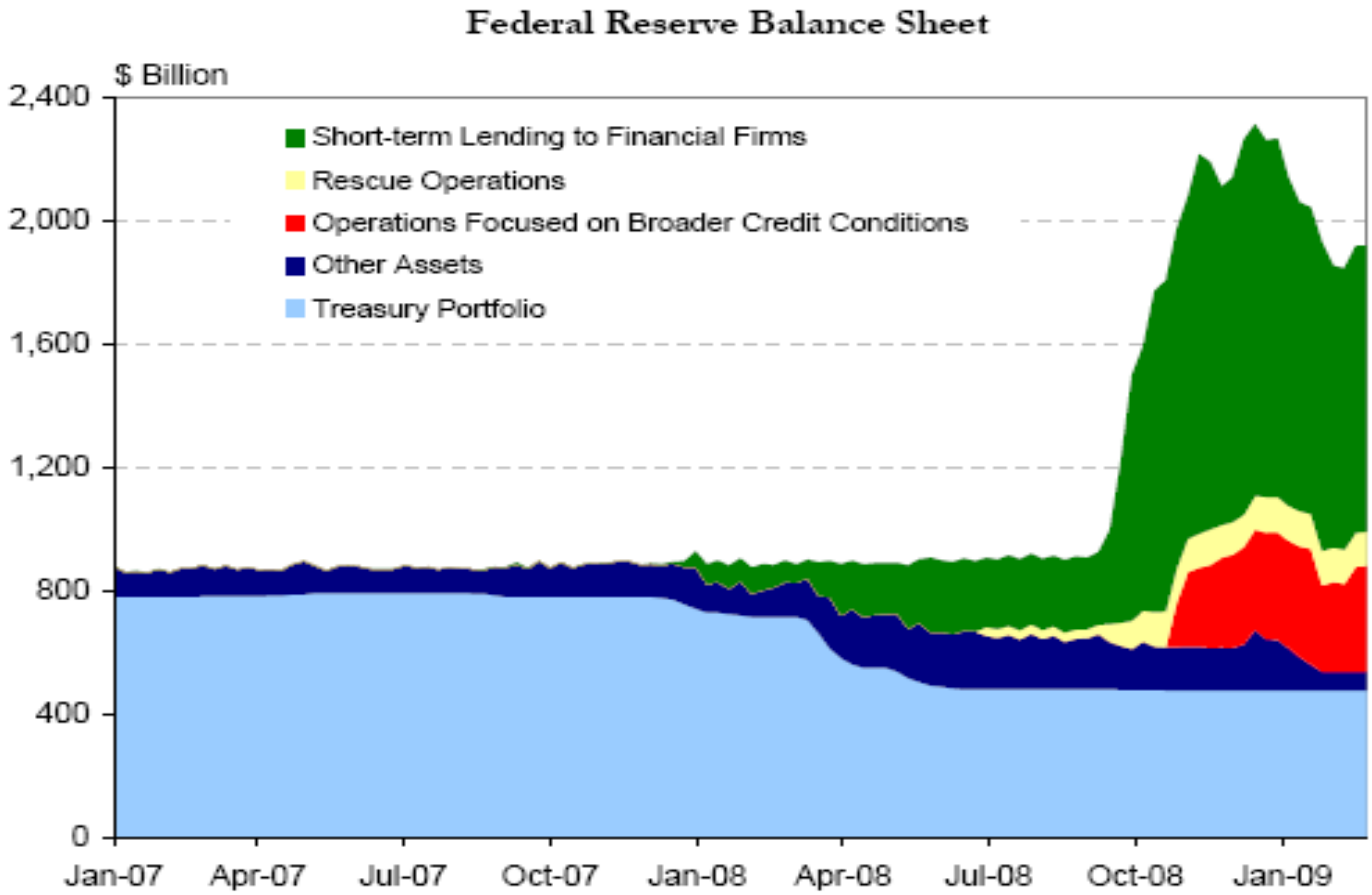
Day At The Fed

John Walter

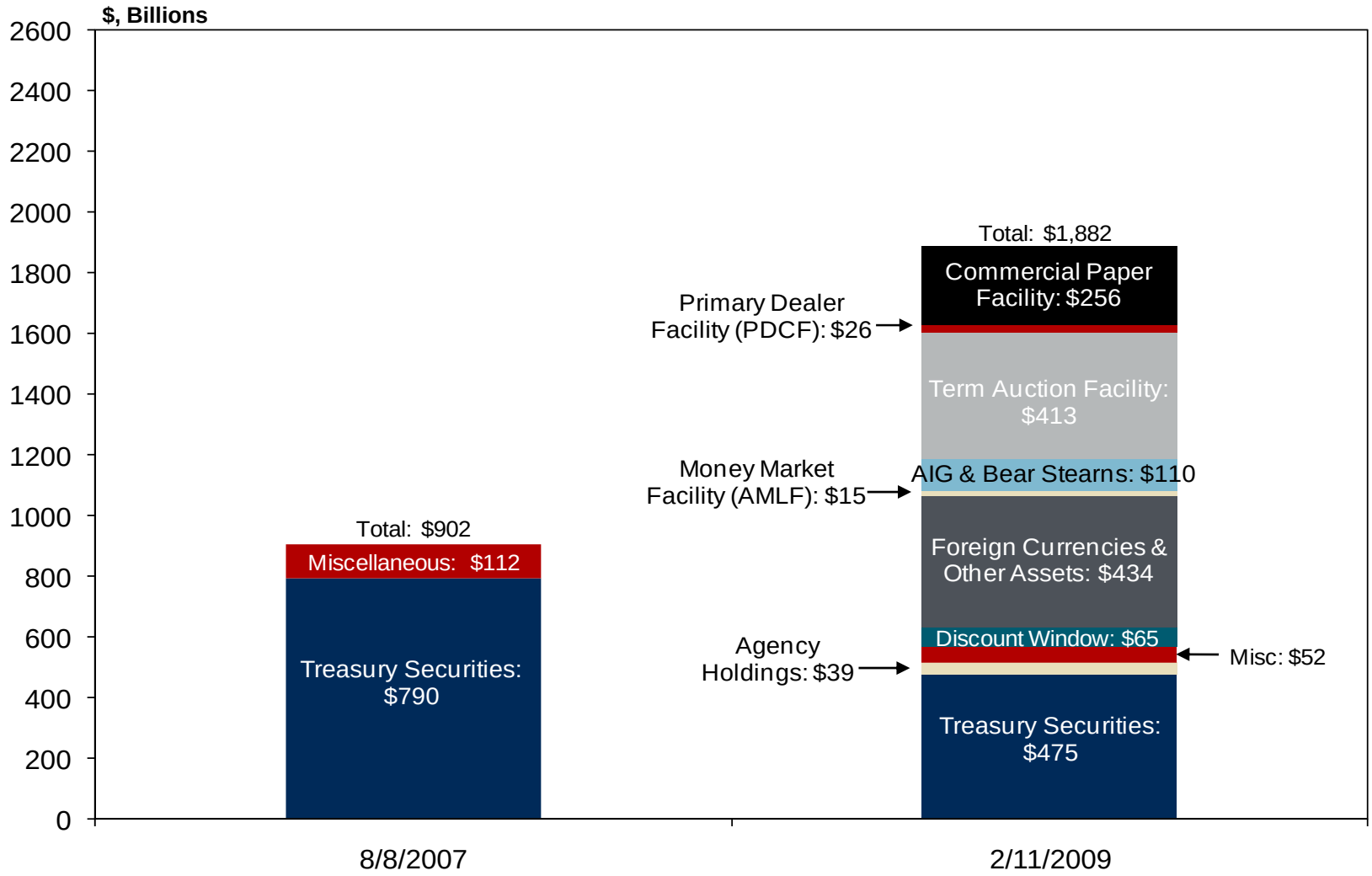
March 4, 2009

THE FEDERAL RESERVE BANK OF RICHMOND
RICHMOND ▪ BALTIMORE ▪ CHARLOTTE

Add Security
GO
02/24/2009
O: N.A.
H: N.A.
L: N.A.
C: 0.95271
.TEDSP:INI
5
4
3
2
1
Apr
Jul
Oct
2007
Apr
Jul
Oct
2008
Apr
Jul
Oct
2009


Federal Reserve Balance Sheet
$ Billion
2,400
2,000
1,600
1,200
800
400
0
Short-term Lending to Financial Firms
Rescue Operations
Operations Focused on Broader Credit Conditions
Other Assets
Treasury Portfolio
Jan-07
Apr-07
Jul-07
Oct-07
Jan-08
Apr-08
Jul-08
Oct-08
Jan-09

Federal Reserve System Assets



Notes: Agency Holdings include Agency Debt & Agency MBS

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Source: Board of Governors/Haver Analytics

Fed Responses to Crisis – Loan Programs

- **Term Auction Facility (TAF)**
  - Term loans (up to 84 days) to banks while funding markets are under stress
- **Primary Dealer Credit Facility (PDCF)**
  - Discount window loans to Primary Dealers
- **ABCP Money Market Fund Liquidity Facility (AMLF)**
  - Non-recourse loans to banks to fund purchases of asset-backed commercial paper from money market mutual funds
- **Money Market Funding Facility (MMFF)**
  - Funding for private-sector SPV purchases of CDs, bank notes and commercial paper from money market funds
- **Term Asset-Backed Securities Loan Facility (TALF)**
  - Non-recourse loans to purchasers of recently issued consumer or small business asset-backed securities

Fed Responses – Asset Purchase Programs

- **Commercial Paper Funding Facility (CPFF)** – Fed purchases (through an SPV) commercial paper directly from issuers

- **Purchase of GSE debt**

- **Purchases of GSE mortgage-backed securities**

Fed Responses – One-Off Actions

- **Bear Stearns** – Acquired a block of Bear Stearns troubled assets to facilitate JP Morgan Chase's purchase of Bear Stearns
- **AIG** – Loans, assets purchases, and liability acquisitions to prevent AIG's failure
- **Citigroup and Bank of America** – Guaranteed specified blocks of assets

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