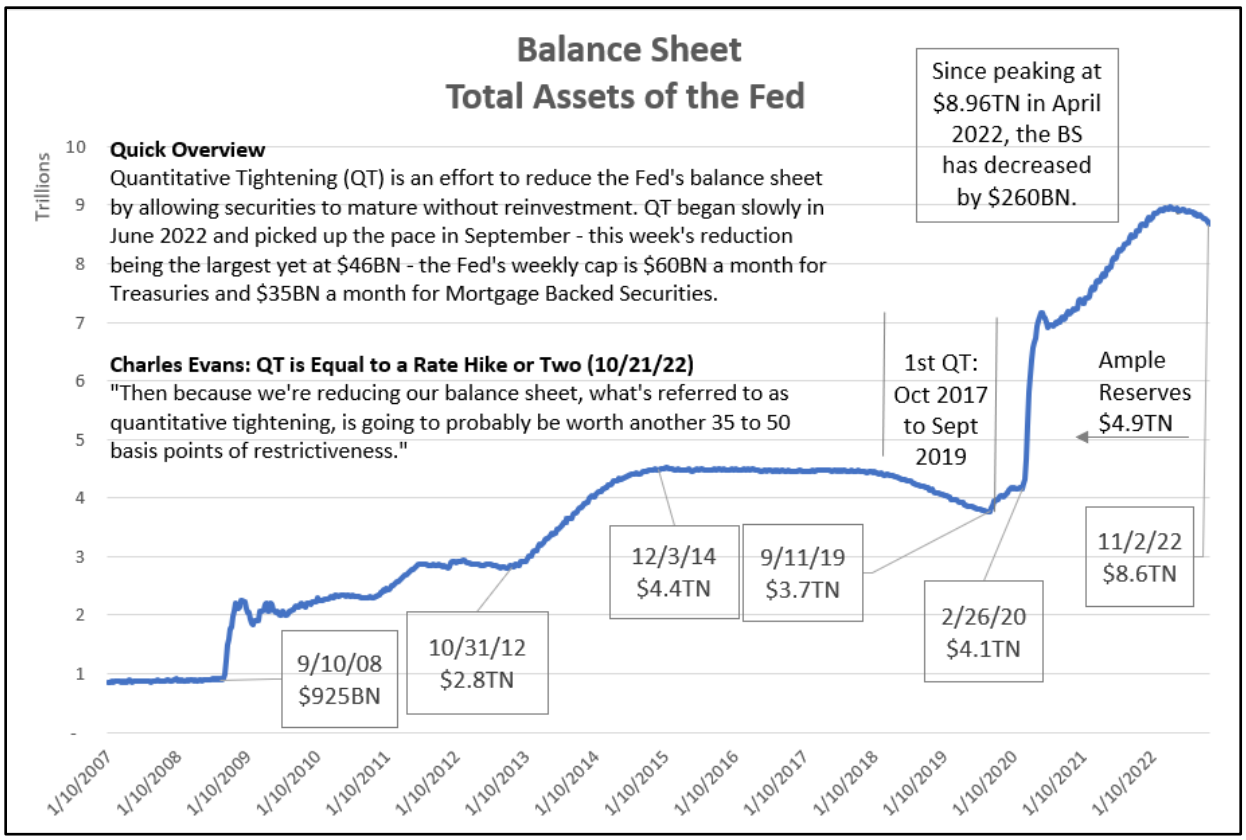
Balance Sheet
Total Assets of the Fed
Quick Overview
Quantitative Tightening (QT) is an effort to reduce the Fed's balance sheet by allowing securities to mature without reinvestment. QT began slowly in June 2022 and picked up the pace in September - this week's reduction being the largest yet at $46BN - the Fed's weekly cap is $60BN a month for Treasuries and $35BN a month for Mortgage Backed Securities.
Charles Evans: QT is Equal to a Rate Hike or Two (10/21/22)
"Then because we're reducing our balance sheet, what's referred to as quantitative tightening, is going to probably be worth another 35 to 50 basis points of restrictiveness."
Since peaking at $8.96TN in April 2022, the BS has decreased by $260BN.
1st QT: Oct 2017 to Sept 2019
Ample Reserves $4.9TN
9/10/08 $925BN
10/31/12 $2.8TN
12/3/14 $4.4TN
9/11/19 $3.7TN
2/26/20 $4.1TN
11/2/22 $8.6TN
Trillions
10
9
8
7
6
5
4
3
2
1
-
1/10/2007
1/10/2008
1/10/2009
1/10/2010
1/10/2011
1/10/2012
1/10/2013
1/10/2014
1/10/2015
1/10/2016
1/10/2017
1/10/2018
1/10/2019
1/10/2020
1/10/2021
1/10/2022