

(Superseded by  
T.I. Circular 92  
April 17, 1919.)

FEDERAL RESERVE BANK  
OF NEW YORK

NEW YORK, N. Y., May 25, 1917.

TO ALL BANKS AND TRUST COMPANIES OF  
FEDERAL RESERVE DISTRICT NO. 2:

This bank has been advised by the Secretary of the Treasury that pursuant to the provisions of Section 5153, Revised Statutes, as amended, the following securities will be accepted as collateral security for Government deposits made under authority of the Act approved April 24, 1917:

- (A) Bonds and Certificates of Indebtedness of the United States Government of any issue, including bonds of the Liberty Loan and interim certificates for payments therefor: all at par.
- (B) Bonds issued under the United States Farm Loan Act and bonds of the Philippine Islands, Porto Rico and the District of Columbia: all at par.
- (C) Bonds of any State of the United States: at market value not exceeding par.
- (D) Territory of Hawaii,  $3\frac{1}{2}\%$  bonds at 90% of par. Other bonds of said territory at market value not exceeding par.  
Bonds of the Manila Railroad Company: at 90% of market value not exceeding 90% of par.
- (E) Dollar bonds and obligations of foreign Governments (and of the dependencies thereof) engaged in war against Germany and issued since July 30, 1914: at 90% of the market value thereof not exceeding 90% of par.
- (F) County or City bonds of any County or City in the United States which are direct obligations of the County or City as a whole: at 75% of the market value thereof not exceeding 75% of par.
- (G) Railroad mortgage bonds secured by direct mortgage upon lines of railroad within the United States, but not including any such bonds which on May 23, 1917 were at a market price to yield more than  $5\frac{1}{2}\%$  if held to maturity according to standard tables of bond values: at 75% of the market value thereof not exceeding par.
- (H) Commercial paper which is eligible for rediscount or purchase by Federal Reserve Banks, and which has been approved by the Federal Reserve Bank of the district in which the depository bank is located. All such paper must bear the endorsement of the depository bank.

At least 25% in value as above determined of securities deposited by any bank or trust company to secure deposits must consist of those mentioned in paragraph (A).

The Secretary of the Treasury reserves the right to call for additional collateral security at any time.

**This circular is sent for your information only, another circular will follow shortly giving details and directing the manner in which lists of securities and applications for deposits should be made.**

Respectfully,

R. H. TREMAN,

Deputy Governor.