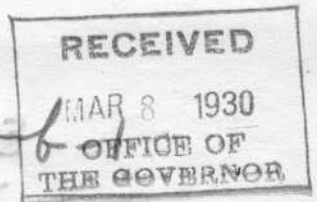


M. J. Callahan

FEDERAL RESERVE BANK
OF NEW YORK



333.36
O.M.P.C.
March 7, 1930.

Dear Governor Young:

Our officers and directors yesterday gave consideration to your letter of March 5 suggesting that in the view of the Federal Reserve Board no harm and some good might be accomplished by an interim purchase by this bank of up to 50 million dollars of Government securities pending a meeting of the Open Market Committee suggested for March 24. Our directors present at the meeting and our officers were unanimously in favor of making such purchases and the directors authorized the officers to proceed to execute it. In accordance with this action we have made purchases of \$25,000,000 from private sources and further purchases will probably be made for delivery during the statement period beginning March 13. *

I am to-day writing to the Governors of the other Reserve banks and am offering them participations in the purchases if they desire. I am also asking their comments as to a committee meeting on March 24.

Very truly yours,

J. H. Case
J. H. Case
Chairman

Honorable R. A. Young,
Governor, Federal Reserve Board,
Washington, D. C.

Noted
AT BOARD MEETING.

MAR 10 1930