

Office Correspondence

FEDERAL RESERVE
BOARDDate August 22, 1935To Governor Eccles
From J. M. DaigerSubject: Mr. Riefler's comment on
participating certificate proposal

... 16-852

You may be interested in the attached excerpt from a letter that I received on Monday from Win Riefler, to whom I had sent the clippings about Mr. Grimm's advocacy of participating certificates as a means of relieving banks of some of their mortgage load and making additional funds available for mortgages. With the clippings I sent a copy of the memorandum that I wrote to you on August 8 following Ferguson's visit.

Brewster, Mass.
August 15, 1935

Catharine telegraphed me today to ask me to come to a very important conference next week. I hate to break this summer up again. It seems as though I haven't yet caught my stride after that last trip. Maybe I will be there and maybe not. I assume that the problem is still the one of individual investors. The way that thing keeps on bobbing up makes me sick. I should think that it had been effectively disposed of long ago. Your memo to Governor Eccles covered the ground admirably. For myself, I am not disposed to argue it much more. It amounts to unsound finance and that ought to settle it.

(Excerpt from letter from Mr. Riefler to Mr. Daiger)