



FEDERAL RESERVE BANK OF DALLAS

Circular No. 4
Series 1919.

DISCOUNT RATES

Superseding All Previous Rates

April 4, 1919

TO THE MEMBER BANKS OF DISTRICT NO. 11:

This Bank has established the following rates for discount, effective on and after April 4, 1919:

| | 15 Days & less | 16 to 60 Days | 61 to 90 Days | 91 Days to 6 Months |
|---|-------------------|------------------|------------------|------------------------|
| Member Banks' collateral notes: Secured by Liberty Loan Bonds or United States Treasury Certificates..... | 4% | | | |
| Member Banks' Collateral notes: Secured by commercial paper..... | 4½% | | | |
| Member Banks' collateral notes: Secured by War Finance Corporation Bonds..... | 5½% | | | |
| REDISCOUNTS: Secured by Liberty Loan Bonds or United States Treas. Certs.,... | 4% | 4½% | 4½% | |
| " Secured by War Finance Corporation Bonds..... | 5½% | 5½% | 6% | |
| " Commercial paper..... | 4½% | 4½% | 5% | |
| " Agricultural or Livestock paper. | 4½% | 4½% | 5% | 5½% |
| " Trade acceptances..... | 4½% | 4½% | 4½% | |
| Bankers' acceptances purchased at market rates, subject to agreement. | | | | |
| MATURITIES NOT ELIGIBLE WHERE RATES NOT QUOTED. | | | | |

The interest rate on eligible outstanding Bill of Lading drafts for which immediate credit is given will, until further notice, be 4½%.

STAMP TAX AMENDED

Section 301 of the "War Finance Corporation Act," which became a law on April 5, 1918, reads as follows:

"That no stamp tax shall be required or imposed upon a promissory note secured by the pledge of bonds or obligations of the United States, issued after April 24, 1917, or secured by the pledge of a promissory note which itself is secured by the pledge of such bonds or obligations: Provided that in either case the par value of such bonds or obligations shall equal the amount of such note."

The above stamp tax exemption does not apply to notes secured by War Finance Corporation bonds.

Respectfully,

R. L. VAN ZANDT, Governor.