

FEDERAL RESERVE BANK OF DALLAS

DISCOUNT RATES
Superseding All Previous Rates

May 6, 1919.

TO THE MEMBER BANKS OF DISTRICT No. 11:

At its regular meeting today the Board of Directors of this bank established, effective May 15, 1919, a rate of $4\frac{1}{4}\%$ on member bank collateral notes secured by Liberty Loan Bonds of any issue, no other changes being made in the rates shown in our Circular No. 4, dated April 4, 1919.

Member bank collateral notes fully secured by United States Treasury Certificates of Indebtedness will continue to be discounted at the rate of 4%, but in order to get the advantage of this rate it will be necessary for those banks which have been borrowing from us with mixed Government securities, to give us separate notes; i. e., one note secured by Liberty Loan Bonds and a separate one secured by Treasury Certificates.

Notes secured by mixed Government securities issued after April 24, 1917, including Liberty Loan Bonds, will take the higher rate of $4\frac{1}{4}\%$.

Effective May 15, 1919, and until further notice, our discount rates will be as follows:

	15 Days and Less	16 to 60 Days	61 to 90 Days	91 Days to 6 Months
Member Banks' collateral notes: Secured by United States Treasury Certificates.	4%			
Member Banks' Collateral notes: Secured by Liberty Loan Bonds	$4\frac{1}{4}\%$			
Member Banks' collateral notes: Secured by commercial paper.	$4\frac{1}{2}\%$			
Member Banks' collateral notes: Secured by War Finance Corporation Bonds.	$5\frac{1}{2}\%$			
Rediscounts: Secured by Liberty Loan Bonds or United States Treasury Certificates.	4%	$4\frac{1}{4}\%$	$4\frac{1}{4}\%$	
“ Secured by War Finance Corporation Bonds	$5\frac{1}{2}\%$	$5\frac{3}{4}\%$	6%	
“ Commercial paper	$4\frac{1}{2}\%$	$4\frac{3}{4}\%$	5%	
“ Agricultural or livestock paper	$4\frac{1}{2}\%$	$4\frac{3}{4}\%$	5%	$5\frac{1}{4}\%$
“ Trade acceptances.	$4\frac{1}{2}\%$	$4\frac{1}{2}\%$	$4\frac{1}{2}\%$	

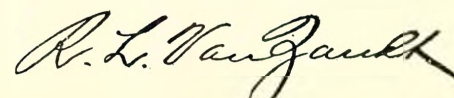
Bankers' acceptances purchased at market rates subject to agreement.

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 $4\frac{1}{2}\%$.

Attention is called to stamp tax requirements as explained in our circular No. 4, Series 1919.

Respectfully,


Governor.