

BANKERS' ACCEPTANCES
Evidences of Eligibility for Purchase or
Discount by Federal Reserve Banks

To the Member Banks of the
Eleventh Federal Reserve District:

Subdivision (e) of Section 6 of Regulation A of the Board of Governors of the Federal Reserve System, revised effective October 1, 1937, provides: "A Federal Reserve bank must be satisfied, either by reference to the acceptance itself or otherwise, that the acceptance is eligible for discount under the terms of the law and the provisions of this regulation. The bill itself should be drawn so as to evidence the character of the underlying transaction, but if it is not so drawn evidence of eligibility may consist of a stamp or certificate affixed by the acceptor in form satisfactory to the Federal Reserve bank."

The Board of Governors of the Federal Reserve System and all Federal Reserve banks have approved the following standard certificate forms and, accordingly, if the bill as drawn does not clearly disclose on its face the character of the underlying transaction, certificates as follows should either be stamped on or affixed to the acceptance:

Underlying Transaction

Form of Certificate

DOMESTIC SHIPMENTS:

"At time of acceptance, this bill was accompanied by shipping documents evidencing the domestic shipment of (name of commodity) from (point of shipment) to (place of destination).
(Name of Acceptor)"

**IMPORT AND EXPORT
TRANSACTIONS:**

"The transaction which gives rise to this instrument is the (importation) of (name of commodity) from (point of shipment) to (place of destination).
(Name of Acceptor)"

**WAREHOUSE
SECURED CREDIT:**

"This bill was secured at the time of acceptance by independent warehouse, terminal, or other similar receipt conveying security title to (name of readily marketable staple) stored in (country where stored).
(Name of Acceptor)"

Yours very truly,

P. E. Coldwell

President

April 10, 1969