To the Member Banks of the
Eleventh Federal Reserve District:

Effective August 28, 1956, this bank will increase its rates on
discounts and advances, as follows:

The rate on discounts for, and advances to, member banks under
the provisions of Section 13 and 13a of the Federal Reserve Act will be increased from 23/4% per annum to 3% per annum.

The rate on advances to member banks under the provisions of
Section 10(b) of the Federal Reserve Act will be increased from 33/4% per annum to 3 3/4% per annum.

The rate on advances to individuals, partnerships, and corpora-
tions, including nonmember banks, under the last paragraph of Section
13, secured by direct obligations of the United States, will be increased
from 33/4% per annum to 4% per annum.

There is printed on the reverse side hereof a copy of revised Bulle-
tin No. 1 dated August 28, 1956, which sets forth all of the rates in
effect at this bank with respect to discounts, advances, and commit-
ments. This bulletin should be inserted in the ring binder previously
furnished your bank, in place of Bulletin No. 1, dated April 13, 1956.

Please acknowledge receipt of the bulletin on the enclosed postal
card.

Yours very truly,

Watrous H. Irons
President
RATINGS FOR DISCOUNTS AND ADVANCES  
Under Sections 13, 13a, 13b, and 10(b) of the Federal Reserve Act

To the Member Banks of the
Eleventh Federal Reserve District:

The following rates with respect to discounts, advances, and commitments under the Federal Reserve Act are now in effect at this bank:

**Discounts for and advances to member banks:**  
(a) Discounts and advances under sections 13 and 13a ............................ 3%

(b) Advances under section 10(b) ............................................................ 3 1/2%

**Advances (up to 90 days) to individuals, partnerships, and corporations, including nonmember banks, but excluding member banks:**

Advances under the last paragraph of section 13 secured by direct obligations of the United States................................. 4%

**Industrial advances and commitments under section 13b:**

(a) Advances direct to established industrial or commercial businesses, including advances made in participation with other financing institutions ................................................................. 3 to 5 1/4%

(b) Commitments to make advances direct to established industrial or commercial businesses .................................................. 10% to 25% of loan rate, with a minimum of 3/2%.

(c) Advances taken over from financing institutions under commitments:
   
   On portion for which a financing institution is obligated...... The rate charged borrower less commitment rate.

   On portion for which Federal Reserve Bank assumes the risk...

   The rate charged borrower.

(d) Commitments to financing institutions to discount, purchase, or make advances:

   On undisbursed portion of loan.................................................. 3/4%
   On disbursed portion of loan.................................................. 10% to 25% of loan rate, with a minimum of 3/2%.

Rebates of unearned discount on member bank notes and rediscounts anticipated before maturity will, as heretofore, until further notice, be made at the discount rate in effect at the time such paper is rebated, but in no case at a rate greater than that at which the paper was originally discounted.

Yours very truly,

Watrous H. Irons
President