

At a regular meeting of the Federal Reserve Board held in the office of the Board at 11:05 a. m., on Thursday, May 4,

PRESENT:

- Mr. Hamlin, presiding
- Mr. Harding
- Mr. Delano
- Mr. Miller
- Mr. Allen, Secretary.

The minutes of the meeting of May 3 were read and approved.

Attention was called to the request of the Federal Reserve Bank of Minneapolis for an increase in its commodity rate from 3% to 3 1/2%, and a telegram to the Federal Reserve Agent at Minneapolis asking that the reasons for the increase be stated, was authorized.

Resolutions of the Federal Reserve Bank of Philadelphia on clearing, forwarded by the Federal Reserve Agent, were read.

Affirmative action was taken upon the requisition of the Federal Reserve Agent

at New York for \$2,000,000 of Federal reserve notes in the \$5 denomination, the request being favorably reported by the Committee on Issue and Redemption.

The application of the Merchants National Bank of Worcester, Massachusetts, to accept up to 100% of its capital and surplus, favorably reported by Mr. Harding, was approved by the Board.

Governor Hamlin was requested to prepare a letter to Honorable W. L. Douglas of Brockton, Massachusetts.

Applications for 143 shares of additional stock in Federal reserve banks, favorably reported by Mr. Harding as chairman of the Committee on Member and State Banks, were approved as follows:

DISTRICT No. 9.		Shares.
First National Bank	Parker's Prairie, Minn.	1
First National Bank	Chatfield, Minn.	1

First National Bank	Dunnell, Minn.	1
First National Bank	Grey Eagle, Minn.	5
First National Bank	Montevideo, Minn.	1
First National Bank	Park Rapids, Minn.	3
First National Bank	Starbuck, Minn.	1

DISTRICT No. 10.

First National Bank	Holdenville, Okla.	3
First National Bank	Lone Wolf, Okla.	2
National Bank of Commerce	Tulsa, Okla.	3
First National Bank	Verden, Okla.	1
Caspar Nat'l Bank	Caspar, Wyo.	15
First National Bank	Kemmerer, Wyo.	30
Stock Growers Nation- al Bank	Rawlins, Wyo.	9
Cedar Vale National National Bank of Commerce	Cedar Vale, Kans.	6
Dodge City, Kans.		1
Galena Nat'l Bank	Galena, Kans.	6
Citizens National	Great Bend, Kans.	3
Commercial National	Hutchinson, Kans.	3
First National Bank	Syracuse, Kans.	3
Creighton National	Creighton, Nebr.	2
First National Bank	Decatur, Nebr.	1
First National Bank	Friend, Nebr.	12
Citizens National	Norfolk, Nebr.	3
Stockmen's National	Rushville, Nebr.	1
First National Bank	St. Edward, Nebr.	2
First National Bank	Valentine, Nebr.	1
First National Bank	Loveland, Colo.	3
Montrose National	Montrose, Colo.	6
First National Bank	Saguache, Colo.	12
First National Bank	Savannah, Mo.	1

DISTRICT No. 11.

Bartlett Nat'l Bank	Bartlett, Texas	1
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Mr. Miller reported the action taken by him in connection with the reserve of the Mercantile Trust Company of St. Louis.

The Committee on Clearing was empowered to give consideration to an amendment providing for the issuance by the Treasury Department of gold certificates of the \$100,000 denomination for use in connection with the Gold Settlement Fund, and to urge the passage of such an amendment in a letter to Representative Glass.

A report of Mr. Harding recommending the institution of daily settlements through the Gold Settlement Fund, was laid before the Board, and, on motion of Mr. Miller, the Committee on Clearing and the Gold Settlement Fund Committee were authorized to institute daily settlements when, in their judgment, they should be needed.

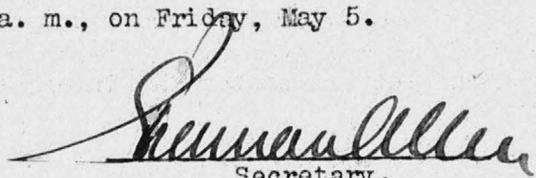
Governor Hamlin presented a letter

from Governor Strong asking that Governor Seay be requested to prepare figures in connection with the amendment as to the issue of Federal reserve notes. This was authorized, as was also the submission of a memorandum prepared by the Governor to Federal reserve agents, Senator Owen and Representative Glass.

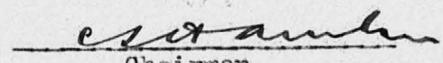
An amendment suggested by Representative Hill of Connecticut covering the investment of deposits in savings departments of national banks, was read to the Board, and referred to the Law Committee.

Attention was called to a letter sent out by the Treasury Department as to the time of submission of bonds for conversion at the quarterly periods.

At 11:40 a. m. the Board adjourned to meet at 11:00 a. m., on Friday, May 5.


Secretary.

APPROVED:


Chairman.