

At a regular meeting of the Federal Reserve Board held in the office of the Board at 11:10 a. m., on Tuesday, May 9,

PRESENT:

- Mr. Hamlin, presiding Mr. Harding
- Mr. Delano Mr. Miller
- Mr. Williams (from 11:50 to 12:10)
- Mr. Warburg Mr. Harrison
- Mr. Allen, Secretary.

The minutes of the meeting of May 8 were read and approved.

Governor Hamlin stated the desire of the Senate Committee on Banking and Currency that the Board send a committee to express its views as to the bill, H. R. 13391, for the establishment of branches in foreign countries. Mr. Warburg presented a substitute which was read, discussed, and, with slight changes, adopted. It was agreed that Governor Hamlin, Mr. Warburg and Mr. Harding should constitute

a committee to present the bill to the Senate Committee.

Consideration was given to the draft of an amendment to Section 13 as to acceptances, and, after changes had been made, this was adopted by the Board.

Mr. Warburg proposed the following addition to the amendment as to acceptances:

Any member bank may accept drafts or bills of exchange drawn upon it having not more than three months sight to run, exclusive of days of grace, drawn under regulations to be prescribed by the Federal Reserve Board, by banks or bankers in foreign countries, or dependencies or insular possessions of the United States, for the purpose of furnishing dollar exchange as required by the usages of trade in the respective countries, dependencies, or insular possessions. And such drafts or bills may be acquired by Federal reserve banks in such amounts, and subject to such regulations, restrictions and limitations as may be prescribed by the Federal Reserve Board.

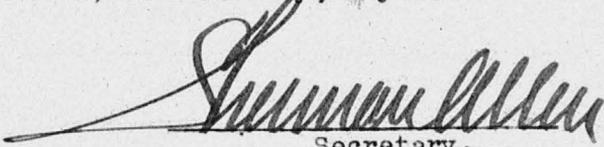
After consideration, it was voted to authorize Mr. Warburg to go before the Committee on Banking and Currency to present his

amendment, and to say that at the meeting of the Board this morning the amendment was informally approved. //

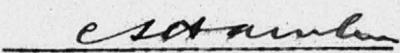
Mr. Delano, for the Committee on Clearing, reported that the aid of Representative Glass had been obtained for the passage of an amendment authorizing the issue of gold certificates in the denomination of \$100,000 in connection with the work of the Gold Settlement Fund.

Mr. Miller read a letter which he had prepared in reply to Professor Goodhue of Colgate University, and this was ordered to be circulated.

At 12:55 p. m., the Board adjourned to meet at 11:00 a. m., on Wednesday, May 10.


Secretary.

APPROVED:


Chairman.