

At a meeting of the Executive Committee of the Federal Reserve Board held in the office of the Governor at 10:00 A. M. Saturday, September 9, 1916,

PRESENT:

Governor Harding, presiding,

Mr. Warburg,

Mr. Miller,

Mr. Allen, Secretary,

The Governor presented a letter from the Governor of the Federal Reserve Bank of Minneapolis further in relation to the purchase by that bank of long time bonds whose maturity date now brings them within the six months limitation. This was referred to the Committee on Investments and Discounts which will consult with Counsel.

The Board declined to give to Childs and Company of Chicago the amounts of 3% bonds and note held by the twelve Federal Reserve Banks.

Governor Harding presented a letter from

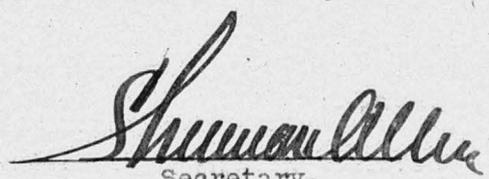
the Governor of the Federal Reserve Bank of Atlanta inclosing a request for open market operations from the Atlanta Trust Company and it was agreed that it was not desirable to enter into such operations at this time, and that the Governor should write a letter to the Federal Reserve Bank of Atlanta covering this matter.

A letter was read from the Federal Reserve Bank of Atlanta, stating that they shipped in and paid out United States notes because they found it cheaper to do so than to issue Federal reserve notes, and it was agreed that Governor Harding should express the Board's disapproval of the practice in a letter to the Federal Reserve Agent at Atlanta, a copy of the letter to go to all Federal Reserve Agents.

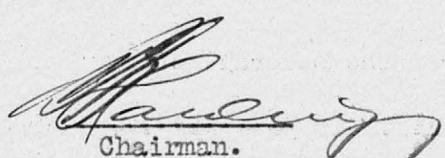
A proposed letter to Federal Reserve Agents, covering the matter of elections to vacancies in Class A and B Directors, was approved.

After discussion of the situation at Dallas  
it was agreed that Governor Harding should take  
up the matter further with the Federal Reserve Agent.

At 10:30 A. M. the Committee adjourned.

  
Secretary.

APPROVED:

  
Chairman.