

At a meeting of the Executive Committee of the Federal Reserve Board held in the office of the Board on Saturday, May 19, at 1 p.m.,

PRESENT:

- Mr. Warburg, presiding, Mr. Miller,
- Mr. Delano, Mr. Willis, Secretary.

Present also in the room while the session was in progress, Mr. Hamlin.

The question of the form of telegram to be sent to the Federal Reserve Banks of Chicago and San Francisco with reference to rates of discount on paper secured by Liberty Bonds, referred to the Executive Committee at the meeting of the Board just adjourned, was taken up for consideration and, after discussion, telegrams to the Federal Reserve Agents at the two banks referred to, were agreed upon as follows, and the Secretary directed to send the same:

W. F. McLallen,
Federal Reserve Bank,
Chicago, Illinois.

Board approves rate of three percent on member banks fifteen day promissory notes established by your board. Has question of three and one-half percent rate on customers paper secured by Liberty Bonds under consideration, but for several reasons, among which is desire to await action of Congress on pending amendments, Board wishes to suspend action. WILLIS, Secretary.

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Perrin,
Federal Reserve Bank,
San Francisco, Calif.

Board in order to facilitate Liberty Loan has approved rate of three percent on fifteen day collateral notes of member banks in response to applications received from several Federal reserve banks. Has question of three and one-half percent rate on ninety day customers notes secured by bonds under consideration, but for several reasons, among which is desire to await action of Congress on pending amendments, Board wishes to suspend action. WILLIS.

The form of telegram of notification to the Commerce Trust Company with reference to its proposed membership in the Federal reserve system, was discussed and such a form agreed upon and authorized for transmission.

On motion at 1.10 p.m. the Committee adjourned.

APPROVED:

J. Parker Willis
Secretary.

Chairman.