A meeting of the Federal Reserve Board was held in the office of the Board on Wednesday, July 27, 1921, at 11:05 a.m.

PRESENT: Governor Harding
            Mr. Hamlin
            Mr. Mitchell
            Mr. Crissinger
            Mr. Hoxton, Secretary.

Minutes of the meeting of the Board held July 26th were read and motion approved.

The Governor reported the reserve positions of the several Federal reserve banks as at close of business July 25th and the status of rediscounts between the Federal reserve banks as of the same date.

The Governor reported rediscount transactions, member bank promissory notes secured by Government obligations, rate 6%, as follows:

<table>
<thead>
<tr>
<th>Date</th>
<th>Bank rediscounting</th>
<th>With</th>
<th>Amount</th>
<th>Maturities</th>
</tr>
</thead>
<tbody>
<tr>
<td>July 26th</td>
<td>Richmond</td>
<td>New York</td>
<td>$5,000,000</td>
<td>11-15 days</td>
</tr>
</tbody>
</table>

Governor Harding stated that the first thing in order would be consideration of the motion made by Mr. Crissinger at the meeting yesterday, as follows: "That the Board, in reviewing the Chicago discount rates, fix a rate at that Bank of 6% for all paper of all maturities".

Upon motion, unanimously carried, effective as of August 1, 1921.

Governor Harding submitted a draft of proposed circular letter, addressed to all Federal reserve banks, intended to clarify the recent circular upon cotton loans, with especial reference to the permission granted to member banks to act as the mediums or agents of non-member...
banks in applying for such discounts at the Federal reserve banks.

Approved. Ordered mimeographed and transmitted.

Memorandum dated July 27th, from Mr. Eddy, recommending that Mr. W. N. Baldwin, Technical Clerk in the Gold Settlement Division, owing to illness, be granted an extension of leave of thirty days on half pay.

Approved.

Letter dated July 26th, from the Comptroller of the Currency, recommending that the salary of National Bank Examiner Henry B. Davenport, Chief of the Examining Division of the Comptroller's office, be increased from $3500 to $4000 per annum, effective August 1, 1921.

Approved.

Application for membership in the Federal Reserve System of the Pendergrass Banking Company of Pendergrass, Georgia, dated July 8, 1921, transmitted with the recommendation for approval of the Federal Reserve Bank of Atlanta, subject to certain conditions.

Upon motion, ordered recommitted to Committee No. 1.

REPORTS OF COMMITTEE NO. 1:

Dated July 26th, Recommending changes in stock at Federal reserve banks, as set forth in the auxiliary minute book as of this date.

Approved.

Dated July 26th, Recommending action on application for fiduciary powers, as set forth in the auxiliary minute book as of this date.

Approved.

Dated July 21st, Recommending approval of applications for admission of 22d, state institutions, subject to the conditions stated in the individual reports attached to the applications, as set forth in the auxiliary minute book as of this date.

Approved.
At 11:35 a.m. the meeting adjourned.

Approved:

[Signature]

Governor.

[Signature] Secretary.