

A meeting of the Federal Reserve Board was held in the office of the Governor on Wednesday, August 17, 1921, at 3:10 p.m.

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

PRESENT ALSO:
Mr. Logan, General Counsel.

Governor Harding submitted drafts of proposed letters and telegrams to the Governor of the Federal Reserve Bank of Kansas City and to the President of the Exchange National Bank of Tulsa, Okla., in reply to a request that the Federal Reserve Board rule as to whether or not the Federal Reserve Bank of Kansas City in considering the financial statement of oil companies should regard as quick assets stocks of supplies which are not held for sale but which are held to be used in drilling wells.

After discussion and some amendment, the letters and telegrams were ordered transmitted.

Draft of letter prepared for the signature of Governor Harding, in reply to a letter of June 29th, addressed to the Board by Mr. George E. Farrand of San Francisco, in which letter Mr. Farrand desired a ruling from the Federal Reserve Board as to whether or not the paper of cooperative marketing associations might properly be considered as agricultural paper and eligible for discount at Federal reserve banks when said paper has a maturity up to six months.

After full discussion, it was determined to defer a definite ruling on this matter for further consideration and, if desirable, for consideration at the conference of the Governors and Federal Reserve Agents with the Federal Reserve Board on October 25th.

At 4:15 p.m. the meeting adjourned.

W. D. Houston
Secretary.

Approved:

[Signature]
Governor.