

FEDERAL RESERVE BANK

333 /

Executive Folder

Date 5-7-24

May 7, 1924.

Dear Mr. Matteson:

I acknowledge receipt of your letter of the 6th instant, transmitting report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System, for the period from April 24 to April 30, 1924, inclusive, together with data received by the Committee from the Federal reserve banks. Your letter and enclosure will be brought to the attention of the members of the Board.

Very truly yours,

(Signed) Walter L. Eddy

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N.Y.

#2

333-1

May 1, 1924.

Executive Folder

Date 5/1/24

Dear Mr. Matteson:

Receipt is acknowledged of your letter of April 29th, addressed to Governor Crissinger, enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from April 17 to April 23, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signed) Walter L. Eddy

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

Prepared by
MS

FEDERAL RESERVE BANK
OF NEW YORK

Open Market Investment Committee
for the Federal Reserve System

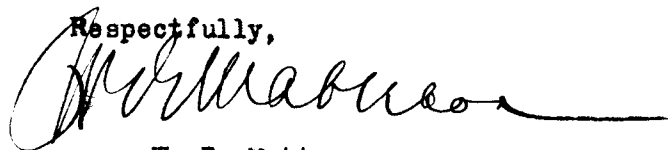
CONFIDENTIAL

April 29, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from April 17 to April 23, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
APRIL 17 TO APRIL 23, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to April 23, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*GOVERNMENT SECURITIES	BANKERS ACCEPTANCES Purchases	Sales Contracts	BILLS DISCOUNTED
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
Mar. 26	942,080	257,256	164,947	37,511	482,315
April 2	1,008,388	264,855	163,001	50,771	529,660
" 9	996,119	268,903	151,893	45,713	529,559
" 16	912,968	266,667	130,104	46,576	469,570
" 23	887,613	274,295	120,803	19,621	472,843

* Includes sales contracts

NOTE: Earning assets of the System decreased \$25,355,000 during the week to a total of \$887,613,000. Net changes in the different classes are shown below.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending April 23, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Apr. 23	Balance Apr. 16	Net Change	Balance Apr. 23	Balance Apr. 16	Net Change
Boston	\$ 21,033	\$ 20,313	\$ 720+	\$ 10,603	\$ 10,784	\$ 181-
New York	57,481	55,164	2,317+	12,689	14,600	1,911-
Philadelphia	23,955	23,257	698+	9,280	10,986	1,706-
Cleveland	32,201	31,370	831+	16,550	17,601	1,051-
Richmond	5,125	5,125	0	1,856	2,011	155-
Atlanta	215	101	114+	5,770	5,759	11+
Chicago	40,129	38,742	1,387+	24,136	24,942	806-
St. Louis	6,966	6,966	0	5,200	5,183	17+
Minneapolis	19,750	19,095	655+	3,981	4,053	72-
Kansas City	17,680	17,377	303+	5,657	5,856	199-
Dallas	20,695	20,446	249+	12,996	15,437	2,441-
San Francisco	28,157	27,377	780+	12,085	12,892	807-
T o t a l s	<u>\$273,387</u>	<u>\$265,333</u>	<u>\$8,054+</u>	<u>\$120,803</u>	<u>\$130,104</u>	<u>\$9,301-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

High grade investment bonds of all classes continued in good demand throughout the period covered by this report. Among domestic corporation bonds, railroad and public utilities held generally firm while industrials were irregular with rather wide fluctuations in some issues. The total of new bonds offered during the week was \$60,000,000, an amount slightly in excess of that for the corresponding week of 1923. The issues were fairly well diversified among railroad, public utility, and state and municipal groups.

Accompanying the establishment of new highs for the year in British sterling and French francs the external loans of these countries continued their upward movement. The new Japanese 6 1/2s were up a point from their low of last week.

Liberty
Bond
Market

The prevailing ease of call and time money was reflected in a continued heavy demand for all issues of United States Government securities. The Second 4 1/4s touched par on three consecutive days, the First 4 1/4s and Fourth 4 1/4s sold as high as 100 2/32 and 100 3/32 respectively, and the Treasury bonds reached a record figure of 101 20/32. With the exception of the Third issue all 4 1/4% bonds have thus established new high prices for the year during this period.

The following table of Liberty and Treasury bonds shows the spread between the year's high and low and the record high for all time:

		<u>Year's High</u>	<u>Year's Low</u>	<u>Record High</u>
First	3 1/2s	99 29/32	98 22/32	103 1/32
First	4 1/4s	100 2/32	98 8/32	101 25/32
Second	4 1/4s	100	98 4/32	101
Third	4 1/4s	100 11/32	99 8/32	101
Fourth	4 1/4s	100 3/32	98 8/32	101 27/32
Treasury	4 1/4s	101 20/32	99 8/32	101 20/32

- 3 -

New York
Market for
Short-term
Governments

With a substantial amount of money in the market at all times during the week, dealers report a moderate investment demand for short-term Government securities. This demand, however, was in smaller volume than in the case of Liberty bonds which carry relatively higher returns. Certificates and notes up through 1925 maturities are now quoted at prices to yield from 3% to 3.90% and notes of longer maturity from 4% to 4.08%.

Synopsis
of Reports
from Banks

According to reports received from Federal reserve banks, there was active trading in Liberty Loan bonds in all districts during the period. The First 3 1/2s displayed more strength than formerly and all 4 1/4% issues sold at par or better. Certificates and notes also advanced slightly in price, but trading was rather quiet, reports indicating that the demand was chiefly for Libertys and Treasury bonds.

BANKERS ACCEPTANCESAbstract
of Reports
from Banks

Boston reports that although the supply of bills was somewhat larger than the previous week, there was a relatively greater improvement in demand. Dealers reported a substantial increase in sales for foreign accounts with the result that the moderate excess supply which formerly existed in the market has to a large extent disappeared. Bills of shorter maturity were in best demand. In New York there was a substantial decrease in the supply of bills and a slight increase in the demand as compared with the previous week. This resulted in a slight decrease in dealers' aggregate portfolios. Philadelphia reports a rather inactive bill market during the period with a slight improvement in demand. The supply decreased somewhat which was due in a measure to the falling off of commodity shipments, particularly cotton. In Chicago dealers report few new bills appearing in the

- 4 -

market. The demand was fair for maturities up to ninety days although the volume was rather small.

Rates

Dealers' offering rates continued unchanged at $3 \frac{7}{8}\%$ for the 30's and 4% for 31 to 120 maturities.

MONEY MARKETCalling
Rates

Under comparatively light demand call money ruled easy with surplus on offer at all times. The average rate at which new loans were made on the exchange was 4.07% as compared with 4.24% for the previous week.

Time money also felt the supply and rates were lowered slightly to $4 \frac{1}{2}\%$ for all maturities. Commercial paper ruled unchanged at $4 \frac{1}{2}\%$ for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYAlien
Property
Custodian

At the request of the Treasury the Federal Reserve Bank of New York effected a private sale of \$3,013,400 Fourth Liberty Loan $4 \frac{1}{4}\%$ bonds from the investments of the Alien Property Custodian and a purchase for the same account of \$5,500,000 4% certificates of indebtedness due March 15, 1925.

Miscellaneous

The Federal Reserve Bank of New York at the request of the Treasury purchased \$198,900 par amount Treasury bonds of 1952 account of the Government Life Insurance Fund, \$15,000 TM-1925 certificates for account of the Interstate Commerce Commission - General Railroad Contingent Fund, \$13,400 Fourth Liberty Loan $4 \frac{1}{4}\%$ bonds for account of the District of Columbia Teachers' Retirement Fund and \$850,000 Third Liberty Loan $4 \frac{1}{4}\%$ bonds for account of the Secretary of the Interior - Investment of Indian Moneys.

- 5 -

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Apportionment of United States Government securities held in the Special Investment Account of the Federal Reserve System at the close of business April 23 was as follows:

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 4,351,000	\$ 13,122,100	\$ 17,473,100
New York	14,020,000	42,259,000	56,279,000
Philadelphia	1,556,000	4,986,000	6,542,000
Cleveland	5,046,500	15,219,500	20,266,000
Richmond	972,500	2,811,700	3,784,200
Atlanta	0	0	0
Chicago	8,432,500	25,438,700	33,871,200
St. Louis	1,830,000	5,135,800	6,965,800
Minneapolis	3,911,500	7,360,400	11,271,900
Kansas City	2,494,500	7,159,300	9,653,800
Dallas	2,370,000	10,940,300	13,310,300
San Francisco	<u>4,723,500</u>	<u>14,245,300</u>	<u>18,968,800</u>
	\$49,708,000	\$148,678,100	\$198,386,100

Purchases for future delivery and apportionment - - - - 24,350,000

\$222,736,100

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,748,500
New York	206,767,000
Philadelphia	1,834,500
Cleveland	340,000
Richmond	600,000
Atlanta	1,133,500
Chicago	7,150,000
St. Louis	761,600
Minneapolis	113,000
Dallas	125,000
San Francisco	<u>1,163,000</u>
	\$228,736,100
Sold from System	
Acct. to Treasury	<u>6,000,000</u>
	<u>\$222,736,100</u>

RECAPITULATION OF PURCHASES BY MATURITIES

June 15-16, 1924	\$ 19,245,200
Sept. 15, 1924	30,790,500
Dec. 15, 1924	22,537,500
March 15, 1925	68,699,000
June 15, 1925	21,950,000
Dec. 15, 1925	21,088,000
March 15, 1926	12,289,900
Sept. 15, 1926	360,000
March 15, 1927	20,809,500
Dec. 15, 1927	4,966,500

\$222,736,100

- 6 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF ALL
FEDERAL RESERVE BANKS FROM APRIL 17 TO APRIL 23, 1924GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 720,000 Part. System Inv. T/N		0	-	\$ 13,000
New York	2,317,500 " " " "		0	-	0
Philadelphia	697,500 " " " "		0	-	0
Cleveland	832,500 " " " "		500 Misc. Gov't Sec.		0
Richmond	0 -		0	-	0
Atlanta	448,050 Misc. Gov't Sec.		333,950 Misc. Gov't Sec.		0
Chicago	1,387,500 Part. System Inv. T/N		0	-	145,000
St. Louis	0 -		0	-	0
Minneapolis	247,500 Part. System Inv. T/N 2,697,500 Misc. Gov't Sec.		2,290,000 Misc. Gov't Sec.		0
	<u>\$2,945,000</u>				
Kansas City	292,500 Part. System Inv. T/N 10,650 Misc. Gov't Sec.		0	-	750,000
	<u>\$ 303,150</u>				
Dallas	225,000 Part. System Inv. T/N 24,000 TD-1924 Ctfs.		0	-	0
	<u>\$ 249,000</u>				
San Francisco	780,000 Part. System Inv. T/N		0	-	0
Totals	<u>\$10,680,200</u>		<u>\$2,624,450</u>		<u>\$908,000</u>

- 7 -

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Boston	1-30 days	\$ 465,000	4% - 4 1/8%	\$2,400,000	\$2,049,000
	31-60 "	600,000	4 1/8% - 4 1/4%		
	61-90 "	162,000	4 1/8% - 4 1/4%		
	In other districts	992,000			
		<u>\$2,219,000</u>			
New York	1-30 days	2,011,000	4% - 4 3/8%	4,049,000	12,005,000
	31-60 "	84,000	4 1/8% -		(283,000 one day hold-over for distribution to F. R. Banks)
	61-90 "	43,000	4 1/8%		(751,000 foreign trade bills)
		<u>\$2,138,000</u>			
Philadelphia	1-30 days	610,000	4%	2,446,000	0
	31-60 "	25,000	4 1/8%		
	61-90 "	105,000	4 1/8%		
		<u>\$ 740,000</u>			
Cleveland	In other districts	\$1,097,000	-	2,148,000	0
Richmond	1-30 days	50,000	4 1/8%	230,000	0
	31-60 "	25,000	4 1/8%		
		<u>\$ 75,000</u>			
Atlanta	-	886,000		875,000	(1,592,000 Unindorsed bills purchased from accepting banks)
Chicago	In other districts	\$2,094,000		2,900,000	1,035,000
St. Louis	In other districts	582,000	-	565,000	0
Minneapolis	In other districts	485,000	-	557,000	0
Kansas City	In other districts	524,000	-	723,000	0
Dallas	1-30 days	14,000	4%	3,606,000	0
	31-60 "	57,000	4 1/8%	197,000	Sold to Mem. Banks
	61-90 "	10,000	4%		
	In other districts	1,281,000			
		<u>\$1,362,000</u>		<u>\$3,803,000</u>	

- 8 -

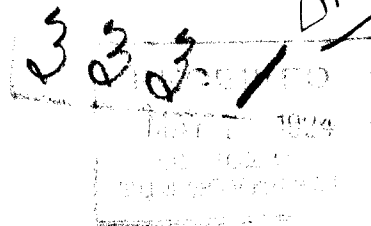
BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
San Francisco	1-30 days	\$ 134,000	4% - 4 1/8%	\$ 1,793,000	\$ 1,906,000
	In other districts	<u>852,000</u>			
		<u>\$ 986,000</u>			
T o t a l s		<u>\$13,188,000</u>		<u>\$22,489,000</u>	<u>\$19,621,000</u>

#2

FEDERAL RESERVE BANK
OF NEW YORK

Executive Folder
Date



Open Market Investment Committee
for the Federal Reserve System

CONFIDENTIAL

May 6, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from April 24 to April 30, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,

A handwritten signature in dark ink, which appears to be 'W. B. Matteson', is written over the typed name.

W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
APRIL 24 TO APRIL 30, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to April 30, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*GOVERNMENT SECURITIES	BANKERS ACCEPTANCES Purchases	Sales Contracts	BILLS DISCOUNTED
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,439	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
March 26	942,080	257,256	164,947	37,511	482,315
April 2	1,008,388	264,855	163,001	50,771	529,660
" 9	996,119	268,903	151,893	45,713	529,559
" 16	912,968	266,667	130,104	46,576	469,570
" 23	887,613	274,295	120,803	19,621	472,843
" 30	873,381	301,660	102,800	21,685	447,185

*Includes sales contracts

NOTE: Earning assets of the System decreased \$14,232,000 during the week to a total of \$873,381,000. Net changes in the different classes are shown below.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending April 30, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Apr. 30	Balance Apr. 23	Net Change	Balance Apr. 30	Balance Apr. 23	Net Change
Boston	\$ 23,538	\$ 21,033	\$ 2,505+	\$ 9,184	\$ 10,603	\$ 1,419-
New York	65,547	57,481	8,066+	11,281	12,689	1,408-
Philadelphia	26,382	23,955	2,427+	7,079	9,280	2,201-
Cleveland	35,098	32,201	2,897+	13,672	16,550	2,878-
Richmond	5,125	5,125	0	2,058	1,856	202+
Atlanta	108	215	107-	5,563	5,770	207-
Chicago	44,957	40,129	4,828+	20,256	24,136	3,880-
St. Louis	6,966	6,966	0	4,241	5,200	959-
Minneapolis	21,373	19,750	1,623+	3,731	3,981	250-
Kansas City	18,792	17,680	1,112+	4,887	5,657	770-
Dallas	21,480	20,695	785+	10,178	12,996	2,818-
San Francisco	30,873	28,157	2,716+	10,670	12,085	1,415-
T o t a l s	<u>\$300,239</u>	<u>\$273,387</u>	<u>\$26,852+</u>	<u>\$102,800</u>	<u>\$120,803</u>	<u>\$18,003-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

During the period covered by this report additional funds became available for employment in the investment market. High grade railroad and public utility bonds, following the trend of United States Government securities, were close to the year's high level.

Slight gains were shown by French, Belgian and British loans. During the past month there has been a continued good demand for foreign government, state and city obligations, with the result that a large part of the issues floated in this country since the armistice are now selling at levels equal to or higher than the offering prices.

New bond offerings during the week aggregated \$125,000,000 which was twice the amount of the previous week. The largest individual issue was \$40,000,000 6% bonds of the Kingdom of the Netherlands priced at 98 1/2, to yield approximately 6.10%. These bonds, payable in gold dollars, are the first ever issued by the Dutch government payable in other than its own currency.

Liberty
Bond
Market

Trading in Liberty bonds constituted more than one-third the volume of bonds of all classes dealt in on the Stock Exchange during the period. The tax exempt 3 1/2s, although advancing in price 13/32nds to 99 22/32nds, is the only government issue now selling under par. All the 4 1/4% bonds reached new top prices for the year and are now selling at substantial premiums. The following table of 4 1/4% issues shows the high reached during the period, as compared with the low level of the year and the net gain per \$1,000 bond:

		High During Week Ending <u>Apr. 30/24</u>	Low of Year 1924	Net Gain Per \$1,000
First	4 1/4s	100 11/32	98 8/32	\$20.94
Second	4 1/4s	100 7/32	98 4/32	20.94
Third	4 1/4s	100 17/32	99 8/32	12.81
Fourth	4 1/4s	100 11/32	98 8/32	20.94
Treasury	4 1/4s	101 20/32	99 8/32	23.75

- 3 -

New York
Market for
Short-term
Government

Dealers report that under continued easy money conditions the floating supply of short-term Government securities in the market is small, making it necessary for them to bid for issues in order to fill demands even for moderate amounts. This has resulted in a fractional advance of price in the various issues ranging from 1/32nd to 4/32nds. At present prices certificates and notes up through 1925 maturities represent yields from 2 3/4% to 3 7/8% and notes of longer maturity from 3.92% to 4.04%.

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks indicate a continued strong and active market for Government securities in practically all districts and prices advanced fractionally. The best demand was for the Liberty issues selling nearest to par.

BANKERS ACCEPTANCESAbstract
of Reports
from Banks

Boston reports that the supply of bills in the market was smaller than the previous week. Buying was limited to few orders with all maturities in about equal demand. Offerings to the reserve bank were light and their portfolio decreased somewhat. In New York the bill market was very active throughout the week with a substantial increase in supply and an unusually good local demand. Sales exceeded the supply, resulting in substantial decrease in dealers' aggregate portfolios to the lowest figure since October 1923. Philadelphia reports a fairly active market during the fore part of the period but toward the close there was a slight falling off accompanying stiffer money rates for month-end requirements. The demand from country banks was relatively greater than from local institutions. In Chicago the demand for bills exceeded the supply. Dealers report that practically no new bills are coming into the market.

- 4 -

Rates Dealers reduced their bill rates during the period to 3 7/8% bid and 3 3/4% offered for all maturities up to and including 120 days.

MONEY MARKET

Ruling Rates Renewal rate of 3 3/4% on three consecutive days for Stock Exchange call loans was the lowest since the period of heavy Government disbursements in March. In preparation for the month-end interest and dividend requirements the rate became firmer, moving up to 4 1/4% on Wednesday. The average rate at which new loans were made on the Exchange was 3.80%, as compared with 4.08% for the previous week.

Time money was slightly easier. Loans up to 45 days were made at 4 1/4% and longer maturities at 4 1/2%. Commercial paper ruled unchanged from the past month at 4 1/2% for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

On April 24 the Treasury authorized the purchase of par amount of Third Liberty Loan 4 1/4% bonds at current market prices, the total cost of which including commissions but excluding accrued interest not to exceed \$9,073,795.89, for the Sinking Fund. This order was completed through purchases in the following districts at prices ranging from 100 10/32nds to 100 15/32nds:

Boston	\$ 200,000
New York	6,767,350
Philadelphia	570,000
Chicago	<u>1,500,000</u>
	<u>\$9,037,350</u>

Miscellaneous The Federal Reserve Bank of New York, at the request of the Treasury, purchased \$294,500 par amount Treasury bonds of 1952 for account of the Government Life Insurance Fund and \$1,500 TM-1925 certificates for account of the Interstate Commerce Commission - General Railroad Contingent Fund.

- 5 -

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Apportionment of United States Government securities held in the
Special Investment Account of the Federal Reserve System at the close of
of business April 30 was as follows:

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 4,957,500	\$ 15,020,900	\$ 19,978,400
New York	15,973,500	48,370,600	64,344,100
Philadelphia	2,143,500	6,825,500	8,969,000
Cleveland	5,748,000	17,415,000	23,163,000
Richmond	972,500	2,811,700	3,784,200
Atlanta	0	0	0
Chicago	9,601,500	29,097,800	38,699,300
St. Louis	1,830,000	5,135,800	6,965,800
Minneapolis	4,120,500	8,013,200	12,133,700
Kansas City	2,741,500	7,930,700	10,672,200
Dallas	2,560,000	11,533,600	14,093,600
San Francisco	5,381,000	16,302,300	21,683,300
	<u>\$56,029,500</u>	<u>\$168,457,100</u>	<u>\$224,486,600</u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,748,500
New York	208,307,000
Philadelphia	2,029,500
Cleveland	340,000
Richmond	600,000
Atlanta	1,144,000
Chicago	7,150,000
St. Louis	761,600
Minneapolis	113,000
Dallas	130,000
San Francisco	1,163,000
	<u>\$230,486,600</u>
Sold from System a/c to Treasury	<u>6,000,000</u>
	<u>\$224,486,600</u>

RECAPITULATION OF PURCHASES BY MATURITIES

June 15-16, 1924	\$ 19,315,200
Sept. 15, 1924	30,840,500
Dec. 15, 1924	22,544,000
March 15, 1925	68,974,000
June 15, 1925	21,950,000
Dec. 15, 1925	21,188,000
March 15, 1926	12,289,900
Sept. 15, 1926	710,000
March 15, 1927	21,004,500
Dec. 15, 1927	5,670,500

\$224,486,600

- 6 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF ALL
FEDERAL RESERVE BANKS FROM APRIL 24 TO APRIL 30, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 606,500 <u>1,898,800</u> \$2,505,300	Part. System Inv. C/I " " " T/N	0	-	\$ 13,000
New York	1,953,500 <u>6,111,600</u> \$8,065,100	Part. System Inv. C/I " " " T/N	0	-	0
Philadelphia	587,500 <u>1,839,500</u> \$2,427,000	Part. System Inv. C/I " " " T/N	0	-	0
Cleveland	701,500 <u>2,195,500</u> \$2,897,000	Part. System Inv. C/I " " " T/N	0	-	0
Richmond	0	-	0	-	0
Atlanta	263,000	Misc. Gov't Sec.	370,950	Misc. Gov't Sec.	0
Chicago	1,169,000 <u>3,659,100</u> \$4,828,100	Part. System Inv. C/I " " " T/N	0	-	909,000
St. Louis	0	-	0	-	0
Minneapolis	209,000 652,800 <u>3,650,750</u> \$4,512,550	Part. System Inv. C/I " " " T/N Misc. Gov't Sec.	2,889,550	Misc. Gov't Sec.	0
Kansas City	247,000 771,400 94,100 <u>\$1,112,500</u>	Part. System Inv. C/I " " " T/N Misc. Gov't Sec.	0	-	500,000
Dallas	190,000 593,300 1,000 <u>\$ 784,300</u>	Part. System Inv. C/I " " " T/N TD-1924 Ctfs.	0	-	0

- 7 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	Held Under <u>Sales Contracts</u>
San Francisco	\$ 657,500 Part. System Inv. C/I			-	0
	2,057,000 " " " T/N				
	<u>2,000</u> Misc. Gov't Sec.				
	<u>\$ 2,716,500</u>				
T o t a l s	<u>\$30,111,250</u>		<u>\$3,260,500</u>		<u>\$1,422,000</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	Held Under <u>Sales Contracts</u>
Boston	1-30 days	\$ 240,000	3 7/8% - 4%	\$2,480,000	\$2,235,000
	31-60 "	580,000	4% - 4 1/8%		
	In other districts	<u>241,000</u>	3 7/8% - 4%		
		<u>\$1,061,000</u>			
New York	1-30 days	1,257,000	3 7/8 - 4%	2,382,000	14,135,000
	31-60 "	60,000	4%		(749,000 one
	61-90 "	<u>107,000</u>	4%		day hold-over
		<u>\$1,424,000</u>			for distribu-
					tion to F. R.
					Banks)
					(1,000,000 for-
					oreign trade
					bills)
Philadelphia	1-30 days	234,000	4%	3,291,000	0
	31-60 "	269,000	4%		
	61-90 "	<u>587,000</u>	4%		
		<u>\$1,090,000</u>			
Cleveland	1-30 days	271,000	4%	3,500,000	0
	In other districts	<u>351,000</u>	3 7/8% - 4%		
		<u>\$ 622,000</u>			
Richmond	1-30 days	254,000	4 1/8%	371,000	0
	31-60 "	114,000	4 1/8% - 4 1/4%		
	61-90 "	<u>205,000</u>	4 1/8% - 4 1/4%		
		<u>\$ 573,000</u>			
Atlanta		637,000	-	844,000	(1,560,000 un-
					indorsed bills
					purchased from
					accepting bks.)

- 8 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Chicago	1-30 days	\$ 50,000	4%	\$ 4,824,000	\$ 97,000
	61-90 "	275,000	4%		
	In other districts	<u>619,000</u>	3 7/8% - 4%		
		<u>\$ 944,000</u>			
St. Louis	In other districts	198,000	3 7/8% - 4%	1,157,000	0
Minneapolis	In other districts	208,000	3 7/8% - 4%	458,000	0
Kansas City	In other districts	273,000	3 7/8% - 4%	1,043,000	0
Dallas	1-30 days	53,000	4%	3,245,000	0
	31-60 "	53,000	4%	53,000	Sold to
	61-90 "	20,000	4%		Member
	In other districts	<u>354,000</u>	3 7/8% - 4%		Banks
		<u>\$ 480,000</u>		<u>\$3,298,000</u>	
San Francisco	1-30 days	128,000	3 7/8% - 4 1/8%	1,853,000	1,909,000
	31-60 "	10,000	3 7/8% - 4 1/8%		
	61-90 "	90,000	3 7/8% - 4 1/8%		
	In other districts	<u>210,000</u>	3 7/8% - 4%		
		<u>\$ 438,000</u>			
		<u>\$7,948,000</u>		<u>\$25,951,000</u>	<u>\$21,685,000</u>

AM

#2

3331

April 22, 1924

Dear Sir:

Receipt is acknowledged of your letter of the 21st instant, enclosing report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period April 10th to April 16th, 1924, together with data received by the Committee from the Federal reserve banks.

Very truly yours,

(Signed)

Walter L. Eddy,
Secretary

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

DMB

FEDERAL RESERVE BANK
OF NEW YORK

Open Market Investment Committee
for the Federal Reserve System

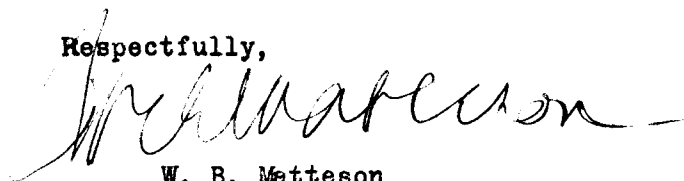
CONFIDENTIAL

April 21, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from April 10 to April 16, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
APRIL 10 TO APRIL 16, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to April 16, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*GOVERNMENT SECURITIES	<u>BANKERS ACCEPTANCES</u>		BILLS DISCOUNTED
			Purchases	Sales Contracts	
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
Mar. 26	942,080	257,256	164,947	37,511	482,315
April 2	1,008,388	264,855	163,001	50,771	529,660
" 9	996,119	268,903	151,893	45,713	529,559
" 16	912,968	266,667	130,104	46,576	469,570

*Includes sales contracts

NOTE: Earning assets of the System decreased \$83,151,000 during the week to a total of \$912,968,000. Net changes in the different classes are shown below.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending April 16, 1924
(000 Omitted)

	<u>GOVERNMENT SECURITIES</u>			<u>BANKERS ACCEPTANCES</u>		
	Balance Apr. 16	Balance Apr. 9	Net Change	Balance Apr. 16	Balance Apr. 9	Net Change
Boston	\$ 20,313	\$ 20,029	\$ 284+	\$ 10,784	\$ 13,616	\$ 2,832-
New York	55,164	54,249	915+	14,600	15,629	1,029-
Philadelphia	23,257	22,982	275+	10,986	12,852	1,866-
Cleveland	31,370	31,034	336+	17,601	19,314	1,713-
Richmond	5,125	5,125	0	2,011	2,287	276-
Atlanta	101	114	13-	5,759	6,105	346-
Chicago	38,742	38,194	548+	24,942	28,997	4,055-
St. Louis	6,966	6,927	39+	5,183	5,634	451-
Minneapolis	19,095	18,349	746+	4,053	5,008	955-
Kansas City	17,377	17,257	120+	5,856	7,135	1,279-
Dallas	20,446	20,277	169+	15,437	20,992	5,555-
San Francisco	27,377	27,069	308+	12,892	14,324	1,432-
T o t a l s	<u>\$265,333</u>	<u>\$261,606</u>	<u>\$3,727+</u>	<u>\$130,104</u>	<u>\$151,893</u>	<u>\$21,789-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

The bond market continued moderately active during the period covered by this report, trading on the New York Stock Exchange averaging about \$10,000,000 per day. High grade domestic corporation bonds held firm at about the levels of recent weeks while speculative issues were for the most part irregular with more losses than gains. Offerings of new bonds during the week were comparatively small aggregating approximately \$40,000,000.

Stimulated by the apparent improvement in the reparation outlook, there was a steady demand during the week for European obligations, especially the French Government and municipal bonds which sold at new high levels for the year at prices to yield approximately 8%. In contrast, there was a reactionary tendency in Japanese loans accompanying the decline in the yen to a new low record. Under comparatively heavy selling the new Japanese 6 1/2s were about two points below the 92 1/2 offering price of last February.

Liberty
Bond
Market

United States Government obligations were relatively more active than other classes dealt in during the period. The Fourth Libertys continued in best demand and sold within 1/16th of a point of par. The Treasury 4 1/4s reached a record high of 101 4/32, as compared with a previous high of 100 22/32nds.

The following table shows the prices of 4 1/4% Government bonds at the close of the last two periods and the net change:

		<u>Close of Apr. 9/24</u>	<u>Close of Apr. 16/24</u>	<u>Net Change</u>
First	4 1/4s	99 23/32	99 28/32	+ 5/32
Second	4 1/4s	99 23/32	99 27/32	+4/32
Third	4 1/4s	100 5/32	100 5/32	-0-
Fourth	4 1/4s	99 28/32	99 30/32	+ 2/32
Treasury	4 1/4s	100 20/32	101 4/32	+16/32

New York
Market for
Short-term
Government

The short-term Government security market continued moderately active throughout the week. While dealers' offering prices increased slightly the volume of funds for this class of investment

- 3 -

was not sufficient to affect prices materially. With dealers' portfolios small, moderate sized buying orders resulted in an immediate though slight rise in price as dealers in order to fill such orders were compelled to bid for the securities required.

Synopsis
of Reports
from Banks

Conditions in the Government security markets in other districts were reported as being somewhat inactive during the early part of the period, with prices generally firm. For the latter half, however, the market became quite active with all issues showing an advance in price. The Liberty bond market was reported as being very active, large sales having been made of all the 4 1/4% bonds. Large institutions in some of the districts transferred their investment holdings from short to long maturities, having disposed of Treasury certificates which they replaced with Fourth 4 1/4% Liberty Loan bonds. The major portion of transactions represented buying rather than selling orders.

BANKERS ACCEPTANCES

Abstract
of Reports
from Banks

In Boston the supply of bills was less than the previous week. The demand, while somewhat improved and although exceeding the supply of new bills, was still quite poor. There was some evidence of interest in the market by country banks for all maturities. No offerings of bills were made to the reserve bank during the entire week, except under repurchase agreements. The bill market in New York was exceptionally quiet during the period. The supply of bills continued moderate and there was a substantial decrease in the demand, particularly from local banks. Dealers' portfolios increased moderately but offerings to the Federal Reserve Bank were practically nil. Conditions in the Philadelphia district

- 4 -

remained practically unchanged. The demand showed a slight improvement toward the closing of the period with moderate sales to out-of-town banks. Reports from other districts indicate a fair supply with trading in moderate volume.

Rates

Dealers' offering rates continued unchanged at $3 \frac{7}{8}\%$ for the 30s and 4% for 31 to 120-day maturities.

MONEY MARKETRuling
Rates

Call money ranged from $4 \frac{1}{4}\%$ to $4 \frac{1}{2}\%$ until Wednesday when the rate was lowered at midday to 4% . The average rate at which new loans were made on the Exchange for the entire period was 4.24% as compared with 4.50% for the previous week.

Quoted rates for time money continued at $4 \frac{1}{2}\%$ to $4 \frac{3}{4}\%$, depending on the maturity. Commercial paper ruled unchanged at $4 \frac{1}{2}\%$ for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

No purchases have been made during the period on Treasury order dated February 27 authorizing the purchase of \$20,000,000 Third Liberty Loan $4 \frac{1}{4}\%$ bonds for account of the Cumulative Sinking Fund. The total purchases against this order remained as previously reported at \$15,407,000.

Alien
Property
Custodian

At the request of the Treasury the Federal Reserve Bank of New York effected a private sale of \$12,719,650 Fourth Liberty Loan $4 \frac{1}{4}\%$ bonds from the investments of the Alien Property Custodian, and a purchase in replacement of \$12,500,000 4% certificates of indebtedness due March 15, 1925.

Miscellaneous:

The Federal Reserve Bank of New York, at the request of the Treasury, purchased \$1,134,900 par amount Treasury bonds of 1952

- 5 -

for account of the Government Life Insurance Fund, \$108,500 TM-1925 certificates of indebtedness for account of the Interstate Commerce Commission - General Railroad Contingent Fund, and \$19,650 Fourth Liberty Loan 4 1/4% bonds for account of the District of Columbia Teachers' Retirement Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Apportionment of United States Government securities held
in the Special Investment Account for the Federal Reserve System
at the close of business April 16 was as follows:

	<u>Certificates of Indebtedness</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 4,351,000	\$ 12,402,100	\$ 16,753,100
New York	14,020,000	39,941,500	53,961,500
Philadelphia	1,556,000	4,288,500	5,844,500
Cleveland	5,046,500	14,387,000	19,433,500
Richmond	972,500	2,811,700	3,784,200
Atlanta	- 0 -	- 0 -	- 0 -
Chicago	8,432,500	24,051,200	32,483,700
St. Louis	1,830,000	5,135,800	6,965,800
Minneapolis	3,911,500	7,112,900	11,024,400
Kansas City	2,494,500	6,866,800	9,361,300
Dallas	2,370,000	10,715,300	13,085,300
San Francisco	4,723,500	13,465,300	18,188,800
T o t a l s	<u>\$49,708,000</u>	<u>\$141,178,100</u>	<u>\$190,886,100</u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,748,500
New York	174,917,000
Philadelphia	1,834,500
Cleveland	340,000
Richmond	600,000
Atlanta	1,133,500
Chicago	7,150,000
St. Louis	761,600
Minneapolis	113,000
Dallas	125,000
San Francisco	1,163,000
	<u>\$196,886,100</u>
Sold from System	
Acct. to Treasury	<u>6,000,000</u>
	<u>\$190,886,100</u>

RECAPITULATION OF PURCHASES BY MATURITIES

June 15-16, 1924	\$ 14,245,200
Sept. 15, 1924	28,040,500
Dec. 15, 1924	21,787,500
March 15, 1925	64,599,000
June 15, 1925	20,700,000
Dec. 15, 1925	12,088,000
March 15, 1926	8,789,900
Sept. 15, 1926	360,000
March 15, 1927	16,559,500
Dec. 15, 1927	<u>3,716,500</u>

\$190,886,100

- 6 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF ALL
FEDERAL RESERVE BANKS FROM APRIL 10 TO APRIL 16, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 813,500	Part.System Inv.T/N	\$ 529,500	Part.System Inv.C/I	\$ 13,000
New York	2,616,500	" " " " "	1,701,500	" " " " "	0
Phila.	785,500	" " " " "	510,500	" " " " "	0
Cleveland	940,500	" " " " "	611,500	" " " " "	0
	<u>10,500</u>	TJ-1924 Ctfs.	<u>4,000</u>	TM-1925 Ctfs.	
	<u>\$ 951,000</u>		<u>\$ 615,500</u>		
Richmond	258,500	Part.System Inv.T/N	258,500	Part.System Inv.C/I	0
Atlanta	79,500	Misc. Gov't Sec.	91,900	Misc. Gov't Sec.	0
Chicago	1,575,500	Part.System Inv.T/N	1,027,500	Part.System Inv.C/I	821,300
St. Louis	259,500	" " " " "	220,500	" " " " "	0
Minn.	268,000	Part.System Inv.T/N	170,000	Part.System Inv. C/I	0
	<u>2,943,750</u>	Misc. Gov't Sec.	<u>2,295,800</u>	Misc. Gov't Sec.	
	<u>\$3,211,750</u>		<u>\$2,465,800</u>		
Kan. City	329,500	Part.System Inv.T/N	214,500	Part.System Inv.C/I	500,000
	<u>4,100</u>	Misc. Gov't Sec.			
	<u>\$ 333,600</u>				
Dallas	271,500	Part.System Inv.T/N	182,500	Part.System Inv.C/I	0
	<u>80,000</u>	Misc. Gov't Sec.			
	<u>\$ 351,500</u>				
San Fran.	881,500	Part.System Inv.T/N	573,500	Part.System Inv.C/I	0
	<u>\$12,117,850</u>		<u>\$8,391,700</u>		<u>\$1,334,300</u>

- 7 -

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Boston	In other districts	\$ 241,000	-	\$3,073,000	\$3,880,000
New York	1-30 days	2,829,000	4% - 4 3/8%	4,367,000	32,911,000
	31-60 "	325,000	4 1/8% - 4 3/8%		(4,247,000 one
	61-90 "	178,000	4 1/8% - 4 3/8%		day hold-over
	Over 90 "	6,000	4 3/4%		for distribu-
		<u>\$3,338,000</u>			tion to F. R.
					Banks)
					(792,000 for-
					oreign trade
					bills)
Philadelphia	1-30 days	662,000	4%	2,950,000	0
	31-60 "	163,000	4 1/8%		
	61-90 "	259,000	4 1/8%		
		<u>\$1,084,000</u>			
Cleveland	1-30 days	320,000	4%	2,980,000	0
	61-90 "	402,000	4 1/8%		
	In other districts	545,000			
		<u>\$1,267,000</u>			
Richmond	1-30 days	245,000	4 1/4% - 4 1/8%	596,000	0
	31-60 "	75,000			
		<u>\$320,000</u>			
Atlanta	-	300,000	-	646,000	(1,333,000 Unin-
					dorsed bills
					purchased from
					accepting banks)
Chicago	In other districts	540,000	-	4,595,000	1,834,000
St. Louis	In other districts	317,000	-	768,000	0
Minneapolis	In other districts	225,000	-	1,180,000	0
Kansas City	In other districts	231,000	-	1,510,000	0
Dallas	1-30 days	97,000	4%	5,788,000	0
	In other districts	492,000		356,000	Sold to
		<u>\$589,000</u>		<u>\$6,144,000</u>	Mem. Bks.

- 8 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
San Francisco	1-30 days	\$126,000	4% - 4 3/8%	\$ 2,252,000	\$ 1,579,000
	31-60 "	112,000	4% - 4 3/8%		
	61-90 "	265,000	4% - 4 3/8%		
	In other	<u>317,000</u>			
	districts	\$820,000			
		<u><u> </u></u>		<u><u> </u></u>	<u><u> </u></u>
TOTALS		<u>\$9,272,000</u>		<u>\$31,061,000</u>	<u>\$46,576,000</u>

2
FEDERAL RESERVE BANK
OF NEW YORK

333 page

Open Market Investment Committee
for the Federal Reserve System

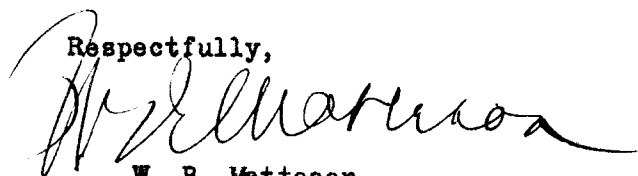
CONFIDENTIAL

April 15, 1924

S i r :

Enclosed is a report of transactions in Govern-
ment securities and bankers acceptances as reported to the
Open Market Investment Committee for the Federal Reserve
System for the period from April 3 to April 9, 1924 inclu-
sive, together with data received by the Committee from
the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
APRIL 3 TO APRIL 9, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to April 9, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*GOVERNMENT SECURITIES	BANKERS ACCEPTANCES Purchases	Sales Contracts	BILLS DISCOUNTED
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
Mar. 26	942,080	257,256	164,947	37,511	482,315
April 2	1,008,388	264,855	163,001	50,771	529,660
April 9	996,119	268,903	151,893	45,713	529,559

* Includes sales contracts

NOTE: Earning assets of the System decreased \$12,269,000 during the week to a total of \$996,119,000. Net changes in the different classes are shown.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending April 9, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance April 9	Balance April 2	Net Change	Balance April 9	Balance April 2	Net Change
Boston	\$ 20,029	\$ 19,974	\$ 55+	\$ 13,616	\$ 14,341	\$ 725-
New York	54,249	54,073	176+	15,629	13,334	2,295+
Philadelphia	22,982	22,982	0	12,852	14,669	1,817-
Cleveland	31,034	30,971	63+	19,314	19,913	599-
Richmond	5,125	5,125	0	2,287	2,488	201-
Atlanta	114	5,308	5,194-	6,105	6,293	188-
Chicago	38,194	38,088	106+	28,997	30,554	1,557-
St. Louis	6,927	6,904	23+	5,634	5,806	172-
Minneapolis	18,349	15,816	2,533+	5,008	7,045	2,037-
Kansas City	17,257	14,619	2,638+	7,135	8,331	1,196-
Dallas	20,277	20,110	167+	20,992	26,130	5,138-
San Francisco	27,069	27,009	60+	14,324	14,097	227+
T o t a l s	<u>\$261,606</u>	<u>\$260,979</u>	<u>\$ 627+</u>	<u>\$151,893</u>	<u>\$163,001</u>	<u>\$11,108-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

The demand for domestic corporation bonds continued moderately active during the period covered by this report, with trading well diversified, although the railroad group showed greater activity than other issues. Prices of high grade investments held steady at levels of the previous week but the more speculative industrial and railroad bonds and those having conversion features averaged somewhat higher. Offerings of new bonds during the week ending April 11 aggregated approximately \$100,000,000. The largest individual issue was \$45,000,000 4 1/4% New York State soldiers' bonus bonds awarded to a syndicate at 101.465 representing a 4.10% basis and offered to investors on a basis to yield 4%.

Among foreign obligations, Austrian, French and Cuban issues were in best demand with the last named touching new high prices for the year.

Liberty
Bond
Market

Trading in Liberty bonds was relatively larger than in other groups dealt in on the New York Stock Exchange, the aggregate transactions during the period of about \$30,000,000 representing slightly more than one-third the total turnover of bonds of all classes. The outstanding feature was the heavy demand for Fourth 4 1/4s of which over \$7,000,000 changed hands on April 8. Treasury bonds of 1952 repeated their record high price of 100 22/32 and Third Libertys, which have been selling at a premium for several weeks, sold as high as 100 8/32nds.

The following table shows the prices of 4 1/4% Government bonds at the close of the last two periods and the net change:

		Close of Apr. 2/24	Close of Apr. 9/24	Net Change
First	4 1/4s	99 28/32	99 23/32	- 5/32
Second	4 1/4s	99 23/32	99 23/32	-0-
Third	4 1/4s	100 3/32	100 5/32	+ 2/32
Fourth	4 1/4s	99 29/32	99 28/32	- 1/32
Treasury	4 1/4s	100 18/32	100 20/32	+ 2/32

- 3 -

New York
Market for
Short-term
Governments

The demand for short-term Government securities continued strong with prices practically unchanged at the levels of the previous week. The available supply in the market of certificates and notes of early maturities was small, with the result that purchasers of sizable amounts found it necessary to turn to the longer term notes. All issues of certificates, and the notes of early 1925 maturities, are quoted at prices to yield from $3 \frac{1}{4}\%$ to $3 \frac{7}{8}\%$ and notes of longer maturities from 4% to $4 \frac{1}{8}\%$.

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks indicate that the market for Government securities in the various districts has been rather quiet during the period. The best demand was for Second and Fourth Libertys. Prices of all issues were practically unchanged from the closings of the previous week.

BANKERS ACCEPTANCES

The Federal Reserve Bank of Atlanta notified the Committee of their willingness to forego taking their allotment for the present of System purchases of bankers acceptances and their pro rata share will accordingly be distributed among the other participating banks.

Abstract
of Reports
from Banks

Boston reports that under slightly firmer money conditions toward the close of the period the supply of bills increased somewhat over the previous week. Dealers, however, found it difficult to move bills, their sales consisting principally of shorter maturities. This resulted in a moderate increase in their portfolios.

In New York there was considerable activity in the bill market during the early part of the period. Dealers report a substantial increase in sales to local savings banks. The supply, however, was slightly less than that of the previous week with

- 4 -

the result that dealers' aggregate portfolios were somewhat lower.

While the reports from Philadelphia and Chicago reflect irregularity in their bill markets the total sales during the week practically offset the supply. Trading, however, was not in large volume.

Rates

Dealers' offering rates were $3 \frac{7}{8}\%$ for the 30s and 4% for 31 to 120-day maturities.

MONEY MARKETRuling Rates

Call money rates ruled easy during the fore part of the period at $4 \frac{1}{4}\%$, but advanced on Monday to a high of $5 \frac{1}{2}\%$ and subsequently dropped to a closing of $4 \frac{1}{4}\%$ on Wednesday. The average rate at which new loans were made on the Exchange for the entire period was 4.50% , as compared with 4.91% for the previous week.

Quoted rates for time money continue unchanged at $4 \frac{1}{2}\%$ for maturities up to 90 days and $4 \frac{3}{4}\%$ for longer dates. Commercial paper is fairly active and volume outstanding is reputed to be increasing due to dry goods houses entering the market to a considerable extent. Prime names continue to discount at $4 \frac{1}{2}\%$.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

No purchases have been made during the period on Treasury order dated February 27 authorizing the purchase of \$20,000,000 Third Liberty Loan $4 \frac{1}{4}\%$ bonds for account of the Cumulative Sinking Fund. The total purchases against this order remained as previously reported at \$15,407,000.

Alien Property
Custodian

At the request of the Treasury the Federal Reserve Bank of New York effected a private sale of \$40,000,000 par amount Treasury bonds of 1952 from the investments of the Alien Property

- 6 -

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 4,880,500	\$ 11,588,600	\$ 16,469,100
New York	15,721,500	37,325,000	53,046,500
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	5,658,000	13,446,500	19,104,500
Richmond	1,231,000	2,553,200	3,784,200
Atlanta	0	0	0
Chicago	9,460,000	22,475,700	31,935,700
St. Louis	2,050,500	4,876,300	6,926,800
Minneapolis	4,081,500	6,844,900	10,926,400
Kansas City	2,709,000	6,537,300	9,246,300
Dallas	2,552,500	10,443,800	12,996,300
San Francisco	5,297,000	12,583,800	17,880,800
Totals - - -	<u>\$55,708,000</u>	<u>\$132,178,100</u>	<u>\$187,886,100</u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,748,500
New York	165,917,000
Philadelphia	1,834,500
Cleveland	340,000
Richmond	600,000
Atlanta	1,133,500
Chicago	7,150,000
St. Louis	761,600
Minneapolis	113,000
Dallas	125,000
San Francisco	1,163,000
	<u>\$187,886,100</u>

RECAPITULATION OF PURCHASES BY MATURITIES

June 15-16, 1924	\$ 14,245,200
Sept. 15, 1924	28,040,500
Dec. 15, 1924	21,787,500
Mar. 15, 1925	70,599,000
June 15, 1925	11,700,000
Dec. 15, 1925	12,088,000
Mar. 15, 1926	8,789,900
Sept. 15, 1926	360,000
Mar. 15, 1927	16,559,500
Dec. 15, 1927	3,716,500
	<u>\$187,886,100</u>

- 7 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF ALL
FEDERAL RESERVE BANKS FROM APRIL 3 TO APRIL 9, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 8,500 <u>46,000</u> \$54,500	Part. System Inv. C/I " " " T/N	0	-	\$1,721,000
New York	27,500 <u>148,500</u> \$176,000	Part. System Inv. C/I " " " T/N	0	-	2,993,000
Philadelphia	0	-	0	-	0
Cleveland	10,000 53,500 <u>500</u> \$64,000	Part. System Inv. C/I " " " T/N TJ-1924 Ctfs.	1,000	Misc. Gov't Sec.	0
Richmond	0	-	0	-	0
Atlanta	73,250	Misc. Gov't Sec.	1,478,000 3,725,900 <u>63,450</u> \$5,267,350	Part. Syst. Inv. C/I " " " T/N Misc. Gov't Sec.	0
Chicago	16,500 89,000 <u>225,000</u> \$330,500	Part. System Inv. C/I " " " T/N Fourth L. L. 4 1/4s	225,000	TM-1925 Ctfs.	2,583,300
St. Louis	3,500 <u>19,500</u> \$23,000	Part. System Inv. C/I " " " T/N	0	-	0
Minneapolis	11,500 60,500 739,000 1,862,900 <u>1,434,600</u> \$4,108,500	Part. System Inv. C/I " " " T/N " Sale by Atlanta C/I " " " " T/N Misc. Gov't Securities	1,575,350	Misc. Gov't Sec.	0

- 8 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Kansas City	\$ 3,500	Part. System Inv. C/I	0	-	0
	18,500	" " " T/N			
	739,000	" Sale by Atl. C/I			
	1,863,000	" " " " T/N			
	<u>14,000</u>	Misc. Gov't Securities			
	<u>\$2,638,000</u>				
Dallas	2,500	Part. System Inv. C/I	0	-	0
	14,500	" " " T/N			
	<u>150,000</u>	Misc. Gov't Securities			
	<u>\$ 167,000</u>				
San Francisco	9,500	Part. System Inv. C/I	0	-	0
	<u>50,000</u>	" " " T/N			
	<u>\$ 59,500</u>				
T o t a l	<u>\$7,694,250</u>		<u>\$7,068,700</u>		<u>\$7,297,300</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 236,000	4% - 4 1/8%	\$2,520,000	\$ 6,787,000
	31-60 "	180,000	4 1/8% - 4 3/8%		
	61-90 "	208,000	4 1/8% - 4 3/8%		
	In other districts	<u>1,171,000</u>			
		<u>\$1,795,000</u>			
New York	1-30 days	3,840,000	4% - 4 1/4%	2,215,000	33,085,000
	31-60 "	445,000	4 1/8%		(1,043,000 for-
	61-90 "	<u>225,000</u>	4 1/8%		sign trade
		<u>\$4,510,000</u>			bills)
					<u>\$34,128,000</u>
Philadelphia	1-30 days	995,000	4% - 4 1/8%	3,361,000	0
	31-60 "	224,000	4 1/8%		
	61-90 "	<u>325,000</u>	4 1/8%		
		<u>\$1,544,000</u>			

- 9 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Cleveland	1-30 days	\$ 400,000	4%	\$2,692,000	0
	In other districts	<u>1,693,000</u>			
		<u>\$2,093,000</u>			
Richmond	1-30 days	400,000	4 1/4%	721,000	0
	31-60 "	65,000	4 1/8% - 4 1/4%		
	61-90 "	<u>55,000</u>	4 1/4%		
		<u>\$520,000</u>			
Atlanta	-	627,000	-	815,000	(1,667,000 Unindorsed bills purchased from accepting banks)
Chicago	1-30 days	50,000	4%	4,477,000	1,468,000
	31-60 "	50,000	4 1/8%		
	61-90 "	190,000	4 1/8%		
	In other districts	<u>2,630,000</u>			
		<u>\$2,920,000</u>			
St. Louis	In other districts	717,000	-	889,000	0
Minneapolis	In other districts	540,000	-	2,577,000	0
Kansas City	In other districts	730,000	-	1,926,000	0
Dallas	1-30 days	91,000	4%	5,797,000	0
	In other districts	<u>684,000</u>		<u>116,000</u>	Sold to Mem. Bks.
		<u>\$775,000</u>		<u>\$5,913,000</u>	
San Francisco	1-30 days	278,000	4% - 4 1/8%	2,089,000	1,663,000
	31-60 "	242,000	4% - 4 1/8%		
	61-90 "	30,000	4% - 4 1/8%		
	In other districts	<u>1,766,000</u>			
		<u>\$2,316,000</u>			
TOTALS		<u>\$19,087,000</u>		<u>\$30,195,000</u>	<u>\$45,713,000</u>

1 # 2 1
333-1
April 9, 1924.

Executive Folder
Date 4/9/24

Dear Mr. Matteson:

Receipt is acknowledged of your letter of April 8th enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from March 27 to April 2, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signed) Walter L. Eddy

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

DRB

FEDERAL RESERVE BANK
OF NEW YORK

Open Market Investment Committee
for the Federal Reserve System

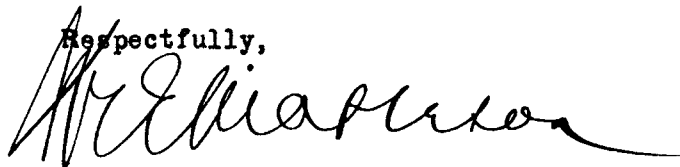
CONFIDENTIAL

April 8, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from March 27 to April 2, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
MARCH 27 TO APRIL 2, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to April 2, 1924

(000 Omitted)

	TOTAL EARNING ASSETS	*GOVERNMENT SECURITIES	BANKERS ACCEPTANCES- Purchases	Sales Contracts	BILLS DISCOUNTED
-1923-					
March 28	\$1,203,720	\$249,309	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
Mar. 26	942,080	257,256	164,947	37,511	482,315
April 2	1,008,388	264,855	163,001	50,771	529,660

*Includes sales contracts

NOTE: Earning assets of the System increased \$66,308,000 during the week to a total of \$1,008,388. Net changes in the different classes are shown below.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending April 2, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Apr. 2	Balance Mar. 26	Net Change	Balance Apr. 2	Balance Mar. 26	Net Change
Boston	\$ 19,974	\$ 19,284	\$ 690+	\$ 14,341	\$ 16,527	\$2,186-
New York	54,073	51,845	2,228+	13,334	9,740	3,594+
Philadelphia	22,982	22,982	0	14,669	14,163	506+
Cleveland	30,971	30,169	802+	19,913	20,614	701-
Richmond	5,125	5,125	0	2,488	2,395	93+
Atlanta	5,308	5,358	50-	6,293	6,839	546-
Chicago	38,088	36,753	1,335+	30,554	29,326	1,228+
St. Louis	6,904	6,611	293+	5,806	6,245	439-
Minneapolis	15,816	16,255	439-	7,045	8,087	1,042-
Kansas City	14,619	14,312	307+	8,331	8,449	118-
Dallas	20,110	19,765	345+	26,130	28,077	1,947-
San Francisco	27,009	26,258	751+	14,097	14,485	388-
T o t a l	<u>\$260,979</u>	<u>\$254,717</u>	<u>\$6,262+</u>	<u>\$163,001</u>	<u>\$164,947</u>	<u>\$1,946-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

Under firmer money conditions prevailing during the week covered by this report trading in the bond market was less active than during the two previous periods. High grade investments were generally steady, but several of the more speculative railroad issues, especially of early maturities, advanced to new high prices for the year. New offerings for the week aggregated about \$90,000,000 and were in good demand due primarily to the reinvestment of funds of April 1 dividend and interest disbursements. The largest individual offering was the \$35,000,000 5 1/2% bonds of the Government of Switzerland which sold on a basis to yield about 5.70%.

French Government and municipal obligations advanced to new high levels for the current movement accompanying a rise in the franc to over six cents for the first time since last October. Belgian Government bonds also advanced along with their exchange.

Liberty
Bond
Market

During the first half of the period trading in Liberty bonds was only moderately active and prices firm. The slightly easier money conditions after the turn of the month resulted in a good demand for all Liberty issues on Wednesday, the transactions on the Stock Exchange amounting to approximately \$5,000,000 for the day. With the exception of the Thirds which showed little change, all 4 1/4% Government bonds closed the period at substantially higher prices than the previous week, as shown in the following table:

		<u>Close of</u> <u>Mar. 26/24</u>	<u>Close of</u> <u>April 2/24</u>	<u>Net</u> <u>Change</u>
First	4 1/4s	99 19/32	99 28/32	+ 9/32
Second	4 1/4s	99 16/32	99 23/32	+ 7/32
Third	4 1/4s	100 2/32	100 3/32	+ 1/32
Fourth	4 1/4s	99 19/32	99 29/32	+10/32
Treasury	4 1/4s	100 8/32	100 18/32	+10/32

- 3 -

New York
Market for
Short-term
Governments

Trading in Treasury certificates and notes was in moderate volume, with demand and supply about equal. Prices of certificates and shorter term notes were practically unchanged, while the notes of longer maturity showed a minor advance.

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks indicate a rather active market in Government securities in most of the districts. The Second and Fourth Libertys advanced to within a fraction of par and other issues recorded fair-sized gains over the prices at the close of the previous week. Prices of certificates and notes remained practically unchanged.

BANKERS ACCEPTANCESAbstract
of Reports
from Banks

According to reports received from various reserve banks, the bill market in the various districts has been comparatively quiet during the period. There was a substantial decrease in demand, accompanying firmer money conditions. The supply, although slightly less than the average during the recent previous weeks, was relatively greater than the demand with the result that dealers' portfolios increased somewhat. Offerings to the reserve banks were negligible.

Rates

Dealers' offering rates continued unchanged at $3\frac{7}{8}\%$ for the 30s, $3\frac{7}{8}\%$ to 4% for 31 to 90-day maturities and 4% for the 120-day maturities.

MONEY MARKETRuling Rates

During the fore part of the period call money was firm with rates ranging from $4\frac{1}{2}\%$ to $5\frac{1}{2}\%$. Following the month-end disbursement, rates eased to a low of 4% on April 2. The average rate at which new loans were made on the Exchange for the entire period was 4.91% , as compared with 3.36% for the previous week.

- 4 -

Quoted rates for time money continue unchanged at 4 1/2% for maturities up to 90-days and 4 3/8% for longer dates. Commercial paper ruled at 4 1/2% for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURY

Cumulative Sinking Fund

No purchases have been made during the period on Treasury order dated February 27 authorizing the purchase of \$20,000,000 Third Liberty Loan 4 1/4% bonds for account of the Cumulative Sinking Fund. The total purchases against this order remained as previously reported at \$15,407,000.

Miscellaneous

At the request of the Treasury the Federal Reserve Bank of New York purchased \$341,300 par amount Treasury bonds of 1952 for account of the Government Life Insurance Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Apportionment of United States Government securities held in the Special Investment Account for the Federal Reserve System, at the close of business April 2, was as follows:

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 4,872,000	\$ 11,542,600	\$ 16,414,600
New York	15,694,000	37,176,500	52,870,500
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	5,648,000	13,393,000	19,041,000
Richmond	1,231,000	2,553,200	3,784,200
Atlanta	1,478,000	3,725,900	5,203,900
Chicago	9,443,500	22,386,700	31,830,200
St. Louis	2,047,000	4,856,800	6,903,800
Minneapolis	3,331,000	4,921,500	8,252,500
Kansas City	1,966,500	4,655,800	6,622,300
Dallas	2,550,000	10,429,300	12,979,300
San Francisco	<u>5,287,500</u>	<u>12,533,800</u>	<u>17,821,300</u>
T o t a l	\$55,615,000	*\$131,678,100	\$187,293,100

Purchases for future delivery and apportionment - - - - 500,000

Total purchases to date - - - - - \$187,793,100

*This includes purchases of block of \$4,000,000 Treasury notes due June 15, 1925 on special offering, on a 4.10 basis (slightly above established price).

- 5 -

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,748,500
New York	165,824,000
Philadelphia	1,834,500
Cleveland	340,000
Richmond	600,000
Atlanta	1,133,500
Chicago	7,150,000
St. Louis	761,600
Minneapolis	113,000
Dallas	125,000
San Francisco	1,163,000
	<u>\$187,793,100</u>

RECAPITULATION OF PURCHASES BY MATURITIES

June 15-16, 1924	\$ 14,245,200
Sept. 15, 1924	28,040,500
Dec. 15, 1924	21,694,500
March 15, 1925	70,599,000
June 15, 1925	11,700,000
Dec. 15, 1925	12,088,000
March 15, 1926	8,789,900
Sept. 15, 1926	360,000
March 15, 1927	16,559,500
Dec. 15, 1927	3,716,500
	<u>\$187,793,100</u>

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT
OF ALL FEDERAL RESERVE BANKS FROM MARCH 27 TO APRIL 2, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 92,000 <u>598,000</u> \$690,000	Part. System Inv. C/I " " " T/N	0	-	\$1,563,000
New York	297,000 <u>1,930,500</u> \$2,227,500	Part. System Inv. C/I " " " T/N	0	-	331,000
Philadelphia	0	-	0	-	0
Cleveland	107,000 <u>695,500</u> \$802,500	Part. System Inv. C/I " " " T/N	0	-	0
Richmond	0	-	0	-	0
Atlanta	599,250	Misc. Gov't Securities	650,200	Misc. Gov't Sec.	0
Chicago	178,000 <u>1,157,000</u> \$1,335,000	Part. System Inv. C/I " " " T/N	0	-	1,981,700
St. Louis	39,000 <u>253,500</u> \$292,500	Part. System Inv. C/I " " " T/N	0	-	0

- 6 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Minneapolis	\$ 121,000	Part.System Inv.C/I	\$3,349,400	Misc.Gov't Sec.	0
	786,500	" " " T/N			
	<u>2,002,450</u>	Misc.Gov't Securities			
	<u>\$ 2,909,950</u>				
Kansas City	37,000	Part.System Inv.C/I	0	-	0
	240,500	" " " T/N			
	<u>30,000</u>	A-1925 Notes			
	<u>\$ 307,500</u>				
Dallas	29,000	Part.System Inv.C/I	4,900	Misc.Gov't Sec.	0
	188,500	" " " T/N			
	<u>132,500</u>	Misc.Gov't Securities			
	<u>\$ 350,000</u>				
San Francisco	100,000	Part.System Inv.C/I	0	-	0
	650,000	" " " T/N			
	<u>1,000</u>	Misc.Gov't Securities			
	<u>\$ 751,000</u>				
T o t a l s	<u>\$10,265,200</u>		<u>\$4,004,500</u>		<u>\$3,875,700</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 750,000	4%	- 4 1/8%	\$3,389,000
	In other districts	<u>453,000</u>			\$4,369,000
		<u>\$1,203,000</u>			
New York	1-30 days	4,009,000	4%	2,798,000	40,375,000
	31-60 "	553,000	4 1/8%	- 4 1/2%	(244,000 1-day
	61-90 "	1,783,000	4 1/8%	- 4 3/8%	hold-over for
	Over 90 "	<u>47,000</u>	4 1/2%		distribution to
		<u>\$6,392,000</u>			F. R. Banks)
					(1,207,000 for-
					oreign trade bills)
Philadelphia	1-30 days	1,145,000	4%	1,796,000	0
	31-60 "	98,000	4 1/8%		
	61-90 "	<u>1,059,000</u>	4 1/8%		
		<u>\$2,302,000</u>			

- 7 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Cleveland	61-90 days	50,000	4 3/8%	2,465,000	0
	In other districts	<u>1,714,000</u>			
		<u>\$1,764,000</u>			
Richmond	1-30 days	243,000	4 1/4%	439,000	0
	31-60 "	155,000	4 1/4%		
	61-90 "	<u>134,000</u>	4 1/4%		
		<u>\$532,000</u>			
Atlanta	-	650,000	-	1,196,000	(2,492,000 Unindorsed bills purchased from accepting banks)
Chicago	1-30 days	\$ 145,000	4%		
	31-60 "	418,000	4 1/8% - 4 1/4%	3,176,000	705,000
	61-90 "	388,000	4 1/8%		
	In other districts	<u>3,453,000</u>			
		<u>\$4,404,000</u>			
St. Louis	In other districts	227,000	-	666,000	0
Minneapolis	In other districts	759,000	-	1,801,000	0
Kansas City	In other districts	736,000	-	854,000	0
Dallas	In other districts	499,000	-	2,380,000	0
				<u>66,000</u>	Sold to Mem. Bks.
				<u>\$2,446,000</u>	
San Francisco	1-30 days	105,000	4% - 4 1/8%	2,276,000	1,379,000
	61-90 "	57,000	4% - 4 1/8%		
	In other districts	<u>1,726,000</u>			
		<u>\$1,888,000</u>			
T o t a l s		<u>\$21,356,000</u>		<u>\$23,302,000</u>	<u>\$50,771,000</u>

APK

#2

333 /

April 2, 1924.

~~Executive Folder~~
~~Date~~

Dear Mr. Matteson:

Receipt is acknowledged of your letter of April 1st enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from March 20 to March 26, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signed) Walter L. Eddy

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

70

File

FEDERAL RESERVE BANK
OF NEW YORK

Open Market Investment Committee
for the Federal Reserve System

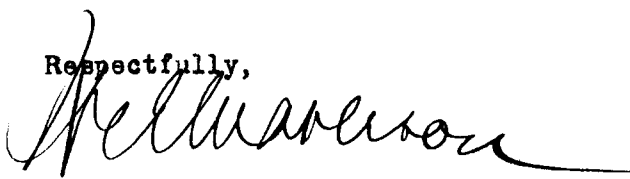
CONFIDENTIAL

April 1, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from March 20 to March 26, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A L

WEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
MARCH 20 TO MARCH 26, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923, to March 26, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*GOVERNMENT SECURITIES	BANKERS ACCEPTANCES Purchases	Sales Contracts	BILLS DISCOUNTED
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
Mar. 5	930,211	182,066	203,739	55,998	488,408
" 12	938,484	212,369	203,252	39,364	483,499
" 19	922,182	296,677	187,165	7,038	431,302
" 26	942,080	257,256	164,947	37,511	482,315

*Includes sales contracts

NOTE: Earning assets of the System increased \$19,898,000 during the week to a total of \$942,080,000. Net changes in the different classes are shown below.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending March 26, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Mar. 26	Balance Mar. 19	Net Change	Balance Mar. 26	Balance Mar. 19	Net Change
Boston	\$ 19,284	\$ 17,852	\$ 1,432+	\$ 16,527	\$ 19,712	\$ 3,185-
New York	51,845	47,218	4,627+	9,740	11,009	1,269-
Philadelphia	22,982	23,013	31-	14,163	16,359	2,196-
Cleveland	30,169	27,992	2,177+	20,614	25,538	4,924-
Richmond	5,125	5,125	0	2,395	2,926	531-
Atlanta	5,358	5,377	19-	6,839	6,627	212+
Chicago	36,753	33,980	2,773+	29,326	32,709	3,383-
St. Louis	6,611	6,004	607+	6,245	6,734	489-
Minneapolis	16,255	12,875	3,380+	8,087	8,802	715-
Kansas City	14,312	13,680	632+	8,449	9,124	675-
Dallas	19,765	19,309	456+	28,077	30,494	2,417-
San Francisco	26,258	24,699	1,559+	14,485	17,131	2,646-
T O T A L	\$254,717	\$237,124	\$17,593+	\$164,947	\$187,165	\$22,218-

- 2 -

SECURITY MARKETGeneral
Bond
Market

Heavy trading continued to feature the bond market during the period covered by this report, the average transactions per day on the Stock Exchange amounting to about \$15,000,000. In the general list of corporation bonds railroad obligations were relatively strong with several issues reaching highest prices since the war, but industrial bonds were irregular with losses and gains about equally divided. New offerings for the week ending March 28 exceeded \$100,000,000 for the first time since the second week of February last.

While foreign obligations did not show any special activity the list as a whole ruled firm.

Liberty
Bond
Market

The exceedingly easy money conditions prevailing during the fore part of the period carried many Liberty Loan issues to new peak prices for the year. The First 4 1/4s sold at 99 31/32nds, the Thirds at 100 11/32nds, the highest since 1922, and Treasury bonds of 1952 at 100 22/32nds, the highest ever recorded. The Fourth 4 1/4s, the largest and most widely distributed issue, advanced to within 1/16th of a point of par. With firmer money rates on Tuesday and Wednesday prices reacted sharply, losing a greater part of their previous gains.

The following table shows the prices of 4 1/4% Government bonds at the close of the last two periods and the net change:

		<u>Close of</u> <u>Mar. 19/24</u>	<u>Close of</u> <u>Mar. 26/24</u>	<u>Net</u> <u>Change</u>
First	4 1/4s	99 14/32	99 19/32	+ 5/32
Second	4 1/4s	99 10/32	99 16/32	+ 6/32
Third	4 1/4s	100 1/32	100 2/32	+ 1/32
Fourth	4 1/4s	99 14/32	99 19/32	+ 5/32
Treasury	4 1/4s	100 8/32	100 8/32	0

- 3 -

New York
Market for
Short-term
Government

All issues of Treasury certificates and notes sold at new high prices for the year on March 21. There was a subsequent decline in quotations so that at the close of the period prices held at about the levels of the previous week. The following summary shows the spread in yield percentages of June 1924 to December 1927 maturities:

Wednesday, March 19	3.45% to 4.13%
Friday, " 21	2.87% " 4.09%
Wednesday, " 26	3.30% " 4.15%

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks uniformly indicate active trading in Government securities early in the period, with prices reaching the high point of the year. Under firmer money conditions toward the close prices declined fractionally.

BANKERS ACCEPTANCESAbstract
of Reports
from Banks

Reports received from various reserve banks, covering the general market conditions in bankers acceptances in the different districts, indicated that with easy money conditions and the reduction in dealers' rates the supply of bills was limited and portfolios were reduced. As money grew firmer there was decreased demand and rates returned to within 1/8th of their previous level. Offerings during the period to reserve banks were negligible.

Rates

Dealers' offering rates were 3 7/8% for the 30s and ranged from 3 7/8% to 4% for 31 to 90-day maturities and 4% for the 120-day maturities.

-- 4 --

MONEY MARKETRuling
Rates

Call money, after opening and renewing at 3% on Friday, March 21, dropped before midday to 2 1/2%, the lowest since November, 1919. Toward the close of the period a firmer tendency prevailed and the rate advanced as high as 5 1/2%. The average rate at which new loans were made on the Exchange for the entire period was 3.36%, as compared with 3.75% for the previous week.

Quoted rates for time money continued unchanged at 4 1/2% for maturities up to 90--days and 4 3/4% for longer maturities. Commercial paper ruled at 4 1/2% for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

No purchases have been made during the period on Treasury order dated February 27 authorizing the purchase of \$20,000,000 Third Liberty Loan 4 1/4% bonds, for account of the Cumulative Sinking Fund. The total purchases against this order remained as previously reported at \$15,407,000.

Miscellaneous

At the request of the Treasury the Federal Reserve Bank of New York purchased \$447,100 par amount Treasury bonds of 1952 for account of the Government Life Insurance Fund and \$79,500 face amount series TM-1925 certificates for account of the Interstate Commerce Commission -- General Railroad Contingent Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Apportionment of United States Government securities held in the Special Investment Account for the Federal Reserve System, at the close of business March 26, was as follows:

- 5 -

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 4,780,000	\$10,944,600	\$ 15,724,600
New York	15,397,000	35,246,000	50,643,000
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	5,541,000	12,697,500	18,238,500
Richmond	1,231,000	2,553,200	3,784,200
Atlanta	1,478,000	3,725,900	5,203,900
Chicago	9,265,500	21,229,700	30,495,200
St. Louis	2,008,000	4,603,300	6,611,300
Minneapolis	3,210,000	4,135,000	7,345,000
Kansas City	1,929,500	4,415,300	6,344,800
Dallas	2,521,000	10,240,800	12,761,800
San Francisco	<u>5,187,500</u>	<u>11,883,800</u>	<u>17,071,300</u>
T o t a l s	\$54,615,000	\$125,178,100	\$179,793,100
Purchases for future delivery and apportionment.....			<u>2,000,000</u>
Total purchases to date.....			<u><u>\$181,793,100</u></u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,748,500
New York	159,824,000
Philadelphia	1,834,500
Cleveland	340,000
Richmond	600,000
Atlanta	1,133,500
Chicago	7,150,000
St. Louis	761,600
Minneapolis	113,000
Dallas	125,000
San Francisco	<u>1,163,000</u>
	<u><u>\$181,793,100</u></u>

RECAPITULATION OF PURCHASES BY MATURITIES

June 15-16, 1924	\$ 14,245,200
Sept. 15, 1924	28,040,500
Dec. 15, 1924	21,694,500
March 15, 1925	68,599,000
June 15, 1925	7,700,000
Dec. 15, 1925	12,088,000
March 15, 1926	8,789,900
Sept. 15, 1926	360,000
March 15, 1927	16,559,500
Dec. 15, 1927	<u>3,716,500</u>
	<u><u>\$181,793,100</u></u>

- 6 -

**ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT
OF ALL FEDERAL RESERVE BANKS FROM MARCH 20 TO MARCH 26, 1924**

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$1,225,000 <u>207,800</u> \$1,432,800	Part. System Inv. C/I " " " T/N	\$1,000,000	Advance to Treasury on Spec. Ctfs.	\$ 13,000
New York	\$3,956,000 <u>670,900</u> \$4,626,900	Part. System Inv. C/I " " " T/N	53,000,000	Advance to Treasury on Spec. Ctfs.	0
Philadelphia	0	-	31,500 <u>2,000,000</u> \$2,031,500	TM-1925 Ctfs. Advance to Treasury on Spec. Ctfs.	0
Cleveland	\$1,425,500 <u>241,600</u> 510,000 \$2,177,100	Part. System Inv. C/I " " " T/N TM-1925 Ctfs.	0	-	0
Richmond	0	-	0	-	0
Atlanta	\$ 788,500	Misc., Gov't Sec.	\$ 806,450	Misc. Gov't Securities	0
Chicago	2,371,000 <u>402,000</u> \$2,773,000	Part. System Inv. C/I " " " T/N	0	-	2,526,500
St. Louis	\$ 519,500 <u>88,000</u> \$ 607,500	Part. System Inv. C/I " " " T/N	0	-	0
Minneapolis	\$3,582,550 1,611,500 <u>273,300</u> \$5,467,350	Misc. Gov't Sec. Part. System Inv. C/I " " " T/N	2,087,100	Misc. Gov't Securities	0
Kansas City	\$ 493,000 83,500 4,000 1,000 <u>50,000</u> \$ 631,500	Part. System Inv. C/I " " " T/N C-1925 Notes TM-1925 Ctfs. Misc. Gov't Sec.	2,000,000	Advance to Treasury on Spec. Ctfs.	0

- 7 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Dallas	\$386,000	Part. System Inv. C/I	0	-	0
	65,600	" " " T/N			
	<u>4,900</u>	Misc. Gov't Sec.			
	<u>\$456,500</u>				
San Francisco	1,332,000	Part. System Inv. C/I	0	-	0
	225,900	" " " T/N			
	<u>1,000</u>	Misc. Gov't Sec.			
	<u>\$1,558,900</u>				
T O T A L S	\$20,520,050		\$ 2,925,050		\$2,539,500
			\$58,000,000	Redemption Special Treas. Certificates	

BANKERS ACCEPTANCES PURCHASED

	<u>Maturities</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 210,000	4%	\$3,395,000	\$2,627,000
New York	1-30 days	906,000	4%	2,419,000	25,896,000
	31-60 "	44,000	4 1/8%		(1,908,000 1-day
	61-90 "	<u>200,000</u>	4 1/8%		hold-over for dis-
		<u>\$1,150,000</u>			tribution to F.R.
					Banks)
					(1,701,000 foreign
					trade bills)
Philadelphia	1-30 days	200,000	4%	2,622,000	0
	31-60 "	<u>226,000</u>	4%		
		<u>\$426,000</u>			
Cleveland	1-30 days	151,000	4%	5,075,000	0
Richmond	-	0	-	531,000	0
Atlanta	-	1,041,000	-	829,000	(2,742,000 Unin-
					dorsed bills pur-
					chased from ac-
					cepting banks)
Chicago	1-30 days	234,000	4%	3,617,000	730,000
St. Louis	1-30 "	83,000	4%	572,000	0

-- 8 --

	<u>Maturities</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Minneapolis	--	0	--	\$ 715,000	0
Kansas City	--	0	--	675,000	0
Dallas	31-60 days	\$302,000	3 7/8%	2,258,000	Sold Mem. Banks
	61-90 "	<u>128,000</u>	4 1/8%	<u>589,000</u>	
		<u>\$430,000</u>		<u>\$2,847,000</u>	
San Francisco	1-30 days	31,000	4%	2,701,000	1,907,000
	31-60 "	<u>24,000</u>	4%		
		<u>\$ 55,000</u>			
T O T A L S		<u>\$3,780,000</u>		<u>\$25,998,000</u>	<u>\$37,511,000</u>

#2

FEDERAL RESERVE BANK
OF NEW YORK

333

Open Market Investment Committee
for the Federal Reserve System

Executive Folder
Date 4/18/24

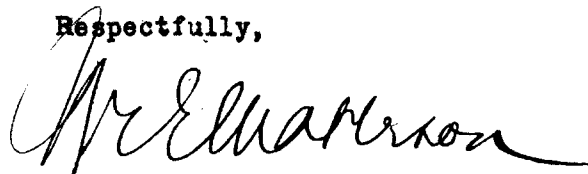
CONFIDENTIAL

March 25, 1924

S i r :

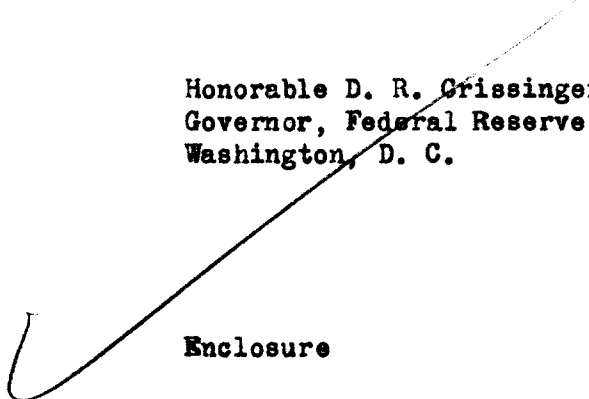
Enclosed is a report of transactions in Govern-
ment securities and bankers acceptances as reported to the
Open Market Investment Committee for the Federal Reserve
System for the period from March 13 to March 19, 1924 in-
clusive, together with data received by the Committee from
the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

 Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
MARCH 13 TO MARCH 19, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to March 19, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	BANKERS ACCEPTANCES Purchases	Sales Contracts	Bills Discounted
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
March 5	930,211	182,066	203,739	55,998	488,408
" 12	938,484	212,369	203,252	39,364	483,499
" 19	922,182	**296,677	187,165	7,038	431,302

* Includes sales contracts

**Including \$58,000,000 advance to Treasury on special certificates

NOTE: Earning assets of the System decreased \$16,302,000 during the week to a total of \$922,182,000. Net changes in the different classes are shown below.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending March 19, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Mar. 19	Balance Mar. 12	Net Change	Balance Mar. 19	Balance Mar. 12	Net Change
Boston	\$ 17,852	\$ 15,648	\$ 2,204+	\$ 19,712	\$ 20,782	\$ 1,070-
New York	47,218	40,106	7,112+	11,009	13,969	2,960-
Philadelphia	23,013	22,936	77+	16,359	17,151	792-
Cleveland	27,992	25,342	2,650+	25,538	30,115	4,577-
Richmond	5,125	5,125	0	2,926	2,845	81+
Atlanta	5,377	5,360	17+	6,627	7,709	1,082-
Chicago	33,980	29,717	4,263+	32,709	33,258	549-
St. Louis	6,004	5,070	934+	6,734	6,736	2-
Minneapolis	12,875	11,427	1,448+	8,802	5,838	2,964+
Kansas City	13,680	11,884	1,796+	9,124	10,933	1,809-
Dallas	19,309	17,048	2,261+	30,494	35,406	4,912-
San Francisco	24,699	22,304	2,395+	17,131	18,510	1,379-
T O T A L S	\$237,124	\$211,967	\$25,157+	\$187,165	\$203,252	\$16,087-

- 2 -

SECURITY MARKETGeneral
Bond
Market

The abundance of money at low rates, following the quarter tax-payment date, created a strong demand for investment bonds of all classes. Prices of high grade domestic corporation issues were higher with a number of railroad obligations selling at new high levels of the year. New bond offerings continued rather small amounting during the week to about \$30,000,000.

Aided by the rise in the franc to a high for the year of over five cents French Government and municipal issues displayed new strength. Other foreign government obligations were steady.

Liberty
Bond
Market

Liberty Loan bonds were in heavy demand with higher prices for all issues. Trading in Second and Fourth 4 1/4s was particularly active and advanced in price about 1/2 point. The Third Loan bonds sold at a new high for the year at 100 2/32nds.

The following table shows prices of 4 1/4% Government bonds at the close of the last two periods and the net change:

		<u>Close of Mar. 12/24</u>	<u>Close of Mar. 19/24</u>	<u>Net Change</u>
First	4 1/4s	99	99 14/32	+14/32
Second	4 1/4s	98 29/32	99 10/32	+13/32
Third	4 1/4s	99 31/32	100 1/32	+ 2/32
Fourth	4 1/4s	99	99 14/32	+14/32
Treasury	4 1/4s	100 1/32	100 8/32	+ 7/32

New York
Market for
Short-term
Governments

All issues of Treasury certificates and notes sold at new high prices for the year. The new 4% certificates reached 100 3/32nds and Treasury Notes maturing from 1925 to 1927 increased variously from 2/32nds to 9/32nds. On the basis of prices at the close Wednesday, March 19, the yield to investors on short-term Governments ranged from 3.45% for the June 1924 maturities to 4.14% for the 1927 maturities.

- 3 -

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks indicate that there has been an active demand for Government securities in all districts as a result of easy money conditions. Prices of all issues were slightly higher than during the previous period.

BANKERS ACCEPTANCES

Boston reports a very active bill market during the week, with supply inadequate to meet the demand. Offerings to the reserve bank were very light. The bill market in New York was very active throughout the week, especially under easier money conditions prevailing during the last three days of the period. The strong demand was far in excess of the supply, resulting in dealers' aggregate portfolios being reduced to about \$50,000,000, the lowest since the week of October 17, 1923. Philadelphia reports that the acceptance market has shown a distinct improvement over the previous week with a strong demand for all maturities, especially shorter bills. In Chicago the demand for bills was good but the supply small.

Rates

Dealers lowered their rates near the close of the period to 4% bid and 3 7/8% offered for all maturities up to 120 days and on March 20 some of the dealers lowered their rates further by 1/8, offering at 3 3/4%.

MONEY MARKET

The abundance of loanable funds during the period was reflected in a 3.75% average rate at which new loans were made on the Stock Exchange, as compared with 4.28% for the previous week. After opening and renewing rate at 3 1/2% on Wednesday, the rate later dropped

- 4 -

to 3%, the lowest since August 1922. Outside trades were reported at 2 1/4% and at the close of the day a substantial amount remained unlent.

Time money was easier at 4 1/2% for loans up to 90 days and 4 3/4% for longer maturities. Commercial paper has now become generally 4 1/2% for prime names and some sales were reported at 4 1/4%.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURY

Cumulative Sinking Fund

Further purchases amounting to \$784,000 have been made on Treasury order dated February 27, mentioned in previous report authorizing the purchase of \$20,000,000 Third Liberty Loan 4 1/4% bonds for account of the Cumulative Sinking Fund. Total purchases to date have been made of \$15,407,000 in the following districts at prices ranging from 99 26/32nds to 99 31/32nds:

Boston	\$ 400,000
New York	8,592,000
Philadelphia	6,265,000
Chicago	<u>150,000</u>
	\$15,407,000
Unexecuted Balance	<u>4,593,000</u>
Total.....	<u>\$20,000,000</u>

Miscellaneous

At the request of the Treasury the Federal Reserve Bank of New York purchased \$220,600 par amount Treasury Bonds of 1947-52 for account of the Government Life Insurance Fund, \$115,500 face amount series TM-1925 certificates for account Inter-State Commerce Commission - General Railroad Contingent Fund and \$19,800 Fourth Liberty Loan 4 1/4% bonds for account of the District of Columbia Teachers' Retirement Fund.

- 5 -

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Additional purchases were made during the period of \$22,068,500 United States Government securities for the Special Investment Account for the Federal Reserve System. The total apportionment at the close of business March 19 was as follows:

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 3,555,000	\$ 10,736,800	\$ 14,291,800
New York	11,441,000	34,575,100	46,016,100
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	4,115,500	12,455,900	16,571,400
Richmond	1,231,000	2,553,200	3,784,200
Atlanta	1,478,000	3,725,900	5,203,900
Chicago	6,894,500	20,827,700	27,722,200
St. Louis	1,488,500	4,515,300	6,003,800
Minneapolis	1,598,500	3,861,700	5,460,200
Kansas City	1,436,500	4,331,800	5,768,300
Dallas	2,135,000	10,175,200	12,310,200
San Francisco	3,855,500	11,657,900	15,513,400
T o t a l s	\$41,295,500	\$122,919,500	\$164,215,000
Purchases for future delivery and apportionment - - - - -			<u>17,638,000</u>
Total purchases to date - - - - -			<u><u>\$181,853,000</u></u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,748,500
New York	159,903,500
Philadelphia	1,834,500
Cleveland	340,000
Richmond	600,000
Atlanta	1,122,500
Chicago	7,150,000
St. Louis	753,000
Minneapolis	113,000
Dallas	125,000
San Francisco	1,163,000
	<u><u>\$181,853,000</u></u>

RECAPITULATION OF PURCHASES BY MATURITIES

June 15-16, 1924	\$ 14,236,100
Sept. 15, 1924	28,039,000
Dec. 15, 1924	21,686,000
March 15, 1925	68,678,000
June 15, 1925	7,700,000
Dec. 15, 1925	12,088,000
March 15, 1926	8,789,900
Sept. 15, 1926	360,000
March 15, 1927	16,559,500
Dec. 15, 1927	3,716,500
	<u><u>\$181,853,000</u></u>

- 6 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT
OF ALL FEDERAL RESERVE BANKS FROM MARCH 13 TO MARCH 19, 1924

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 467,500 1,736,100 <u>29,000,000</u> <u>\$31,203,600</u>	Part. System Inv. C/I " " " T/N Advance to Treasury Special Ctfs.	\$28,000,000	Advance to Treasury Special Ctfs.	\$ 15,000
New York	1,508,500 5,604,300 <u>53,000,000</u> <u>\$60,112,800</u>	Part. System Inv. C/I " " " T/N Advance to Treasury Special Ctfs.	0	-	0
Philadelphia	340,000 <u>15,500,000</u> <u>\$15,840,000</u>	TM-1925 Ctfs. Advance to Treasury Special Ctfs.	263,000 <u>13,500,000</u> <u>\$13,763,000</u>	TM-1925 Ctfs. Advance to Treas. Special Ctfs.	0
Cleveland	544,000 2,019,100 500,000 <u>6,000,000</u> <u>\$9,063,100</u>	Part. System Inv. C/I " " " T/N TM-1925 Ctfs. Advance to Treasury Special Ctfs.	234,000 179,500 6,000,000 <u>\$6,413,500</u>	TM-1924 Ctfs. TM2-1924 " Advance to Treas. Special Ctfs.	0
Richmond	0	-	0	-	0
Atlanta	498,500	Misc. Gov't Sec.	482,100	Misc. Gov't Sec.	0
Chicago	904,500 <u>3,358,900</u> <u>\$4,263,400</u>	Part. System Inv. C/I " " " T/N	0	-	1,538,000
St. Louis	198,000 <u>736,000</u> <u>\$934,000</u>	Part. System Inv. C/I " " " T/N	0	-	0
Minneapolis	2,040,600 596,500 <u>899,900</u> <u>\$3,537,000</u>	Misc. Gov't Sec. Part. System Inv. C/I " " " T/N	2,088,250	Misc. Gov't Sec.	0

- 7 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Kansas City	\$ 188,000	Part.System Inv.C/I	\$ 64,000	TM -1924 Ctfs.	0
	698,200	" " " T/N	72,000	TM2-1924 "	
	24,000	Misc. Gov't Sec.	500	TM -1925 "	
	1,023,000	TM-1925 Ctfs.			
	2,000,000	Advance to Treasury Special Ctfs.			
	<u>\$ 3,933,200</u>		<u>\$136,500</u>		
Dallas	165,500	Part.System Inv.C/I	115,000	TM -1924 Ctfs.	0
	1,930,500	" " " T/N	20,000	TM2-1924 "	
	150,000	TJ-1924 Ctfs.			
	150,000	TD-1924 "			
	<u>\$ 2,396,000</u>		<u>\$135,000</u>		
San Francisco	508,000	Part.System Inv.C/I	0	-	0
	1,887,000	" " " T/N			
	<u>\$ 2,395,000</u>				
T O T A L S	<u>\$28,676,100</u>		<u>\$3,518,350</u>		<u>\$1,553,000</u>

<u>105,500,000</u>	Advances to Treasury on Special Ctfs.	<u>47,500,000</u>	Redemption of Special Ctfs.
--------------------	--	-------------------	--------------------------------

<u>BANKERS ACCEPTANCES PURCHASED</u>					
	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 550,000	4% - 4 1/8%	\$2,694,000	\$ 270,000
	31-60 "	106,000	4 1/8% - 4 1/4%		
	61-90 "	322,000	4 1/8% - 4 1/4%		
	In other districts	646,000			
		<u>\$1,624,000</u>			
New York	1-30 days	\$5,487,000	4% - 4 1/8%	8,972,000	1,694,000(Foreign trade bills)
	31-60 "	152,000	4 1/8%		
	61-90 "	358,000			
	Over 90 "	15,000	4 3/8%		
		<u>\$6,012,000</u>			
Philadelphia	1-30 days	875,000	4%	3,028,000	0
	31-60 "	622,000	4% - 4 1/8%		
	61-90 "	739,000	4 1/8%		
		<u>\$2,236,000</u>			

- 8 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Cleveland	1-30 days	\$ 59,000	4%	\$ 6,870,000	0
	31-60 "	80,000	4 1/8%		
	In other districts	<u>2,154,000</u>			
		<u>\$ 2,293,000</u>			
Richmond	1-30 days	188,000	4 1/4%	148,000	0
	31-60 "	<u>41,000</u>	4 1/4%		
		<u>\$ 229,000</u>			
Atlanta		747,000		1,829,000	2,428,000 (Unindorsed bills purchased from accepting banks)
Chicago	31-60 days	\$ 55,000	4 1/8%	3,783,000	585,000
	61-90 "	250,000	4 1/8%		
	In other districts	<u>2,929,000</u>			
		<u>\$ 3,234,000</u>			
St. Louis	In other districts	412,000	-	414,000	0
Minneapolis	In other districts	544,000	-	586,000	0
	Purch. from Dallas Port.	<u>3,006,000</u>			
		<u>\$ 3,550,000</u>			
Kansas City	In other districts	816,000	-	2,625,000	0
Dallas	In other districts	1,561,000	-	1,873,000	0
	Purch. resale to mem.bks.	<u>1,000,000</u>		2,594,000	Sold to Mem. Banks
				<u>3,006,000</u>	Sold to Minneapolis
		<u>\$ 2,561,000</u>		<u>\$ 7,473,000</u>	
San Francisco	1-30 days	16,000	4% - 4 1/8%	2,897,000	2,061,000
	31-60 "	56,000	4% - 4 1/8%		
	In other districts	<u>1,446,000</u>			
		<u>\$ 1,518,000</u>			
TOTALS		<u>\$25,232,000</u>		<u>\$41,319,000</u>	<u>\$7,038,000</u>

AM

Enclosure Folder

Date March 19, 1924

2

333-1

March 19, 1924.

Dear Mr. Matteson:

I acknowledge receipt of your letter of the 18th instant, addressed to Governor Crissinger, transmitting a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from March 6 to March 12, 1924, inclusive, together with data received by the Committee from the Federal Reserve Banks.

Very truly yours,

(Signed) Walter L. Eddy

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N.Y.

**FEDERAL RESERVE BANK
OF NEW YORK**

**Open Market Investment Committee
for the Federal Reserve System**

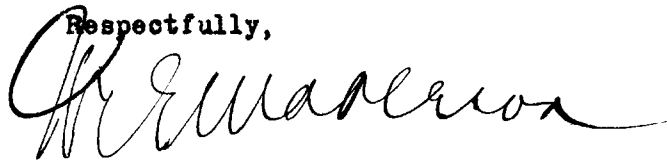
CONFIDENTIAL

March 18, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from March 6 to March 12, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,



**W. B. Matteson
Secretary of the Committee**

**Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.**

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD
MARCH 6 TO MARCH 12, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to March 12, 1924
(000 Omitted)

	<u>TOTAL</u> <u>EARNING</u> <u>ASSETS</u>	<u>*Government</u> <u>Securities</u>	<u>BANKERS ACCEPTANCES</u>		
			<u>Purchases</u>	<u>Sales</u> <u>Contracts</u>	<u>Bills</u> <u>Discounted</u>
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
March 5	930,211	182,066	203,739	55,998	488,408
" 12	938,484	212,369	203,252	39,364	483,499

*Including sales contracts

NOTE: Earning assets of the System increased \$8,273,000 during the week to a total of \$938,484,000. Net changes in the different classes are shown below.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending March 12, 1924
(000 Omitted)

	<u>GOVERNMENT SECURITIES</u>			<u>BANKERS ACCEPTANCES</u>		
	<u>Balance</u> <u>Mar. 12</u>	<u>Balance</u> <u>Mar. 5</u>	<u>Net</u> <u>Change</u>	<u>Balance</u> <u>Mar. 12</u>	<u>Balance</u> <u>Mar. 5</u>	<u>Net</u> <u>Change</u>
Boston	\$ 15,648	\$ 12,659	\$ 2,989+	\$ 20,782	\$ 20,360	\$ 422+
New York	40,106	30,456	9,650+	13,969	11,453	2,516+
Philadelphia	22,936	22,936	0	17,151	18,389	1,238-
Cleveland	25,342	21,865	3,477+	30,115	31,456	1,341-
Richmond	5,125	5,125	0	2,845	2,754	91+
Atlanta	5,360	5,357	3+	7,709	6,858	851+
Chicago	29,717	23,934	5,783+	33,258	33,577	319-
St. Louis	5,070	3,803	1,267+	6,736	4,865	1,871+
Minneapolis	11,427	11,099	328+	5,838	5,147	691+
Kansas City	11,884	10,682	1,202+	10,933	10,527	406+
Dallas	17,048	13,001	4,047+	35,406	38,764	3,358-
San Francisco	22,304	19,054	3,250+	18,510	19,589	1,079-
T O T A L	<u>\$211,967</u>	<u>\$179,971</u>	<u>\$31,996+</u>	<u>\$203,252</u>	<u>\$203,739</u>	<u>\$ 487-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

The bond market continued comparatively quiet during the period covered by this report, trading on the New York Stock Exchange averaging slightly less than \$10,000,000 per day. Prices of high grade domestic corporation bonds ruled firm.

The rise in the French franc from a low record of \$.0342 to \$.0416 at the close of the period had a steadying effect on foreign government issues. French government obligations were in better demand and gained three points from their low early in the week. Austrian bonds were active selling around high for the year.

Liberty
Bond
Market

Under moderately active trading the various Liberty Loan issues recovered about half their declines of the preceding week. The Third 4 1/4s sold frequently at par and Treasury bonds of 1952 advanced from a low of 99 25/32nds to 100 5/32nds. The following table shows prices of 4 1/4% Government bonds at the close of the last two periods and the net change:

		<u>Close of</u> <u>March 5/24</u>	<u>Close of</u> <u>March 12/24</u>	<u>Net</u> <u>Change</u>
First	4 1/4s	98 27/32	99	+ 5/32
Second	4 1/4s	98 24/32	98 29/32	+ 5/32
Third	4 1/4s	99 27/32	99 31/32	+ 4/32
Fourth	4 1/4s	98 28/32	99	+ 4/32
Treasury	4 1/4s	99 27/32	100 1/32	+ 6/32

New York
Market for
Short-term
Governments

Total subscriptions received in the second district to the new issue of certificates were about \$200,000,000, compared with an allotment of \$113,000,000. The trading in outstanding issues of certificates and notes was in moderate volume and prices were fractionally higher, ranging from 1/32nd for early maturities to 7/32nds for the longer.

- 3 -

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks indicate a rather quiet market for Government securities, with slightly firmer prices for all issues. In the Cleveland and Chicago districts there was better demand than during recent previous weeks for all issues of Treasury Notes. These two districts also report a heavy subscription to the new issue of certificates.

BANKERS ACCEPTANCES

Boston reports that the supply of new bills has materially increased over the previous week with a greater variety of prime names. The demand from local banks and corporations fell off somewhat but out-of-town demand showed considerable increase. Bills of short maturity were in best demand. Offerings to the Boston bank were small. In New York there was a better demand for bills but the supply showed a marked decrease. Dealers' portfolios were accordingly reduced and were practically bare of shorter maturities. Philadelphia and Chicago report little activity in their bill markets during the week.

Rates

Dealers' offering rates continued at 4% for the 30s and 4 1/8% for 31 to 120-day maturities.

MONEY MARKET

Call money continued easy during the period. The average rate at which new loans were made on the Stock Exchange was 4.28%, as compared with 4.11% for the previous week.

Time money was slightly easier, all maturities being offered at 4 3/4%. Commercial paper was unchanged at 4 3/4% for prime names.

- 4 -

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

On Treasury order dated February 27, authorizing the purchase of \$20,000,000 Third Liberty Loan 4 1/4% bonds for account of the Cumulative Sinking Fund, the following purchases have been made in the various districts at prices ranging from 99 26/32nds to 99 31/32nds:

Boston	\$ 400,000
New York	7,938,000
Philadelphia	6,135,000
Chicago	<u>150,000</u>

Total	\$14,623,000
Unexecuted Balance	<u>5,377,000</u>

\$20,000,000Miscellaneous

At the request of the Treasury the Federal Reserve Bank of New York purchased on the Stock Exchange \$736,400 par amount Treasury bonds of 1947-52 for account of the Government Life Insurance Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Additional purchases were made during the period of \$48,541,500 United States Government securities for the Special Investment Account for the Federal Reserve System. The total apportionment at the close of business March 12 was as follows:

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$3,087,500	\$ 9,000,700	\$ 12,088,200
New York	9,932,500	28,970,800	38,903,300
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	3,571,500	10,436,800	14,008,300
Richmond	1,231,000	2,553,200	3,784,200
Atlanta	1,478,000	3,725,900	5,203,900
Chicago	5,990,000	17,468,800	23,458,800
St. Louis	1,290,500	3,779,300	5,069,800
Minneapolis	1,002,000	2,961,800	3,963,800
Kansas City	1,248,500	3,633,600	4,882,100
Dallas	1,969,500	8,244,700	10,214,200
San Francisco	<u>3,347,500</u>	<u>9,770,900</u>	<u>13,118,400</u>
T O T A L S	\$36,215,000	\$104,049,500	\$140,264,500

Purchases for future delivery and apportionment 19,520,000

Total purchases to date \$159,784,500

- 5 -

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 8,610,500
New York	139,553,500
Philadelphia	1,834,500
Cleveland	340,000
Richmond	580,000
Atlanta	827,000
Chicago	6,150,000
St. Louis	588,000
Minneapolis	113,000
Dallas	25,000
San Francisco	1,163,000
	<u>\$159,784,500</u>

RECAPITULATION OF PURCHASES BY MATURITIES

March	15, 1924	\$ 10,303,000
June	15-16, 1924	13,982,100
Sept.	15, 1924	18,039,000
Dec.	15, 1924	20,921,500
March	15, 1925	47,375,000
June	15, 1925	7,650,000
Dec.	15, 1925	12,088,000
March	15, 1926	8,789,900
Sept.	15, 1926	360,000
March	15, 1927	16,559,500
Dec.	15, 1927	<u>3,716,500</u>
		<u>\$159,784,500</u>

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT
OF ALL FEDERAL RESERVE BANKS FROM MARCH 6 TO MARCH 12, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 501,500 <u>2,487,600</u> \$2,989,100	Part. System Inv. C/I " " " T/N	0	-	\$ 15,000
New York	\$1,619,500 <u>8,030,700</u> \$9,650,200	Part. System Inv. C/I " " " T/N	0	-	0
Philadelphia	0	-	0	-	0
Cleveland	\$ 583,500 <u>2,893,200</u> \$3,476,700	Part. System Inv. C/I " " " T/N	0	-	0
Richmond	0	-	0	-	0
Atlanta	\$ 72,000	Misc. Gov't Securities	68,750	Misc. Gov't Sec.	0
Chicago	970,500 <u>4,813,000</u> \$5,783,500	Part. System Inv. C/I " " " T/N	0	-	387,200
St. Louis	\$ 212,500 <u>1,054,500</u> \$1,267,000	Part. System Inv. C/I " " " T/N	0	-	0

- 6 -

GOVERNMENT SECURITIES -- (Continued)

	<u>Purchases</u>	<u>Issue:</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Minneapolis	\$ 914,450	Misc.Gov't Sec.	1,593,950	Misc.Gov't Sec.	0
	169,000	Part.System Inv.C/I			
	838,300	" " " T/N			
	<u>\$1,921,750</u>				
Kansas City	202,000	Part.System Inv.C/I	0	-	0
	1,000,500	" " " T/N			
	<u>\$1,202,500</u>				
Dallas	649,000	Part.System Inv.C/I	0	-	0
	3,217,700	" " " T/N			
	180,000	C-1925 Notes			
	<u>\$4,046,700</u>				
San Francisco	545,500	Part. System Inv. C/I	0	-	0
	2,704,000	" " " T/N			
	<u>\$3,249,500</u>				
T O T A L S	<u>\$33,658,950</u>		<u>\$1,662,700</u>		<u>\$402,200</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 728,000	4% - 4 1/8%	\$2,533,000	\$2,249,000
	61-90 "	480,000	4 1/8% - 4 1/4%		
	In other districts	1,747,000			
		<u>\$2,955,000</u>			
New York	1-30 days	3,552,000	4% - 4 1/8%	2,081,000	26,361,000
	31-60 "	608,000	4 1/8%		(1,924,000 one
	61-90 "	437,000	4 1/8% - 4 3/8%		day hold-
		<u>\$4,597,000</u>			over for dis-
					tribution to
					F.R. Banks)
					(2,030,000
					foreign trade
					bills)
Philadelphia	1-30 days	1,398,000	4%	4,151,000	0
	31-60 "	1,028,000	4 1/8%		
	61-90 "	487,000	4 1/8% - 4 1/4%		
		<u>\$2,913,000</u>			

- 7 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Cleveland	61-90 days	50,000	4 1/8%	4,748,000	0
	In other districts	<u>3,357,000</u>			
		<u>\$3,407,000</u>			
Richmond	1-30 days	118,000	4 1/4%	162,000	0
	31-60 "	132,000	4 1/4%		
	Over 90 "	<u>3,000</u>	4 1/4%		
		<u>\$253,000</u>			
Atlanta		1,754,000	-	1,831,000	(2,452,000 Unen-
	In other districts	<u>928,000</u>			dorsed bills
		<u>\$2,682,000</u>			purchased from
					accepting banks)
Chicago	61-90 days	412,000	4 1/8%	\$5,243,000	\$1,362,000
	In other districts	<u>4,512,000</u>			
		<u>\$4,924,000</u>			
St. Louis	61-90 days	525,000	4 1/8%	154,000	475,000
	In other districts	<u>1,505,000</u>			
		<u>\$2,025,000</u>			
Minneapolis	In other districts	1,328,000	-	637,000	0
Kansas City	In other districts	1,284,000	-	878,000	0
Dallas	1-30 days	70,000	4 1/8%	6,295,000	0
	31-60 "	80,000	4 1/8%	201,000	Sold
	61-90 "	50,000	4 1/4%		Mem.
	In other districts	2,751,000			Banks
	Spec.Purch.	<u>187,000</u>			
		<u>\$3,138,000</u>		<u>\$6,496,000</u>	
San Francisco	1-30 days	220,000	4% - 4 1/8%	3,998,000	2,511,000
	31-60 "	207,000	4% - 4 1/8%		
	61-90 "	10,000	4% - 4 1/8%		
	In other districts	<u>2,482,000</u>			
		<u>\$2,919,000</u>			
TOTALS		<u>\$32,425,000</u>		<u>\$32,912,000</u>	<u>\$39,364,000</u>

Executive Folder

March 12, 1924

Dear Sir:

Receipt is acknowledged of your letter of the 11th instant, enclosing report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period February 28 to March 5, 1924, inclusive, together with data received by the Committee from the reserve banks.

Very truly yours,

(Signed) J. C. Noell

J. C. Noell,
Assistant Secretary

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

**FEDERAL RESERVE BANK
OF NEW YORK**

Open Market Investment Committee
for the Federal Reserve System

CONFIDENTIAL

March 11, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from February 28 to March 5, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,

W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A L

WEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING PERIOD

FEBRUARY 28 TO MARCH 5, 1924 (INCLUSIVE)

Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28, 1923 to March 5, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	BANKERS ACCEPTANCES Purchases	Sales Contracts	Bills Discounted
- 1 9 2 3 -					
March 28	\$ 1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
- 1 9 2 4 -					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 27	950,801	155,801	205,022	58,288	531,690
Mar. 5	930,211	182,066	203,739	55,998	488,408

*Including sales contracts

NOTE: Earning assets of the System decreased \$20,590,000 during the week to a total of \$930,211,000. Net changes in the different classes are shown above.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending March 5, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance March 5	Balance Feb. 27	Net Change	Balance March 5	Balance Feb. 27	Net Change
Boston	\$ 12,658	\$ 10,606	\$ 2,052+	\$ 20,360	\$ 21,146	\$ 786 -
New York	30,454	23,851	6,603+	11,453	7,723	3,730+
Philadelphia	22,936	22,961	25-	18,389	21,518	3,129 -
Cleveland	21,865	19,471	2,394+	31,456	33,036	1,580 -
Richmond	5,125	4,780	3,454+	2,754	2,368	386+
Atlanta	5,357	4,276	1,081+	6,858	5,899	959+
Chicago	23,933	19,932	4,001+	33,577	31,861	1,716+
St. Louis	3,802	2,936	866+	4,865	3,672	1,193+
Minneapolis	11,099	9,856	1,243+	5,147	4,734	413+
Kansas City	10,681	9,854	827+	10,527	9,326	1,201+
Dallas	13,001	10,312	2,689+	38,764	42,903	4,139 -
San Francisco	19,054	16,820	2,234+	19,589	20,836	1,247 -
T O T A L	<u>\$179,965</u>	<u>\$155,655</u>	<u>\$24,310+</u>	<u>\$203,739</u>	<u>\$205,022</u>	<u>\$1,283 -</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

New corporate financing during the month of February amounted to \$278,000,000 as compared with \$366,000,000 in January 1924 and \$254,000,000 in February 1923.

The bond market was comparatively quiet during the period covered by this report. Prices of high grade investments held generally firm but some of the more speculative industrial issues were lower. In the foreign list the French Government issues were firm in contrast with the franc which recorded a new low at the close of the period at about four cents as compared with parity of 19.3 cents. Austrian Government bonds showed considerable strength, selling at 89 1/4, close to the price at which the issue was brought out last year.

Liberty
Bond
Market

Trading in Liberty bonds was less active than in recent previous weeks, transactions on the Stock Exchange averaging \$2,000,000 per day during the period. Prices of all issues were fractionally lower. The tax exempt 3 1/2s sold at the low of the year at 98 23/32 and the First, Second and Fourth 4 1/4s declined below 99.

The following table shows the prices of 4 1/4% Government bonds at the close of the last two periods and the net change:

		<u>Close of Feb. 27/24</u>	<u>Close of March 5/24</u>	<u>Net Change</u>
First	4 1/4s	99 5/32	98 27/32	- 10/32
Second	4 1/4s	99 3/32	98 24/32	- 11/32
Third	4 1/4s	99 31/32	99 27/32	- 4/32
Fourth	4 1/4s	99 6/32	98 28/32	- 10/32
Treasury	4 1/4s	100 6/32	99 27/32	- 11/32

New York
Market for
Short-term
Governments

Prices of certificates of indebtedness and Treasury Notes were practically unchanged during the period. Trading was in moderate volume and the demand was about equal to the supply.

- 3 -

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks uniformly indicate a quiet market for Government securities during the week. Prices of Liberty bonds and Treasury bonds were $1/8$ to $1/4$ lower, while certificates of indebtedness and notes held firm.

BANKERS ACCEPTANCES

Boston reports that few new bills are coming into the market. The supply of short bills is scarce, especially those of 30-day maturity. Buying is scattered with some demand from country banks and local corporations. Best demand is for the short 60s. Offerings to the Boston bank were light and their portfolio decreased somewhat. In New York the bill market was quiet throughout the week. There was an appreciable increase in supply of bills, due in a measure to end of the month requirements for funds. The demand was practically unchanged from the previous week, resulting in dealers' portfolios showing a slight increase. Offerings to the reserve bank were moderate and for the most part of short maturities. Philadelphia reports an inactive bill market during the week. There was a slight response from country banks, but not of sufficient volume to offset the supply. Cotton, grain, sugar and coffee bills predominated. In Chicago the demand for bills improved somewhat, with buying from country banks in evidence.

Rates

Dealers' offering rates continued at 4% for the 30s and $4\frac{1}{8}\%$ for 31 to 120-day maturities.

MONEY MARKET

Call money was slightly firmer during this period. The average rate at which new loans were made on the Stock Exchange was 4.57% , as compared with 4.11% for the previous week.

- 4 -

Quoted rates for time money were unchanged at 4 3/4% for short loans and 5% for longer maturities. Commercial paper also ruled steady at 4 3/4% for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURY

Cumulative Sinking Fund

Further purchases of \$2,942,000 United States Third Liberty Loan 4 1/4% bonds have been made during the period, completing Treasury order dated January 29, authorizing the purchase on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan bonds for account of the Cumulative Sinking Fund. Purchases on this order, at prices ranging from 99 30/32nds to 99 31/32nds, have been made in the various districts as follows:

Boston	\$2,150,000
New York	8,350,000
Philadelphia	5,336,000
Chicago	<u>4,164,000</u>
Total.....	<u>\$20,000,000</u>

Miscellaneous

At the request of the Treasury the Federal Reserve Bank of New York purchased on the Stock Exchange \$294,500 par amount Treasury Bonds of 1947-52 for account of the Government Life Insurance Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

The Federal Reserve Bank of Atlanta, although participating in System purchases of Government securities, notified the Committee of their willingness to forego taking their allotment for the present and their pro rata share will accordingly be distributed to the other banks effective March 6.

Additional purchases were made during the period of \$27,152,500 United States Government securities for the Special Investment Account for the Federal Reserve System. The total apportionment at the close of business Wednesday, March 5, was as follows:

- 5 -

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 2,586,000	\$ 6,513,100	\$ 9,099,100
New York	8,313,000	20,940,100	29,253,100
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	2,988,000	7,543,600	10,531,600
Richmond	1,231,000	2,553,200	3,784,200
Atlanta	1,478,000	3,725,900	5,203,900
Chicago	5,019,500	12,655,800	17,675,300
St. Louis	1,078,000	2,724,800	3,802,800
Minneapolis	833,000	2,123,500	2,956,500
Kansas City	1,046,500	2,633,100	3,679,600
Dallas	1,320,500	5,027,000	6,347,500
San Francisco	<u>2,802,000</u>	<u>7,066,900</u>	<u>9,868,900</u>
T o t a l s	\$30,762,000	\$77,010,000	\$107,772,000
Purchases for future delivery and apportionment			<u>3,471,000</u>
Total purchases to date			<u><u>\$111,243,000</u></u>

RECAPITULATION OF PURCHASES

<u>Made by</u>	<u>Amount</u>
Boston	\$ 8,250,500
New York	93,066,000
Philadelphia	1,834,500
Cleveland	340,000
Richmond	580,000
Atlanta	727,000
Chicago	5,000,000
St. Louis	477,000
Minneapolis	113,000
Dallas	25,000
San Francisco	<u>830,000</u>
	<u><u>\$111,243,000</u></u>

RECAPITULATION OF PURCHASES BY MATURITIES

March	15, 1924	\$ 10,303,000
June	15-16, 1924	9,300,100
Sept.	15, 1924	10,115,000
Dec.	15, 1924	14,288,500
March	15, 1925	26,189,000
June	15, 1925	7,050,000
Dec.	15, 1925	10,908,000
March	15, 1926	7,789,400
March	15, 1927	12,550,000
Dec.	15, 1927	<u>2,750,000</u>
		<u><u>\$111,243,000</u></u>

- 6 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF
ALL FEDERAL RESERVE BANKS FROM FEBRUARY 28 TO MARCH 5, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 108,500 <u>1,943,800</u> <u>\$2,052,300</u>	Part. System Inv. C/I " " " T/N	0	-	\$ 15,000
New York	350,000 <u>6,253,100</u> <u>\$6,603,100</u>	Part. System Inv. C/I " " " T/N	0	-	0
Philadelphia	(pro rata share Government securities allotted to Dallas)		25,000	Third L.L. 4 1/4s	0
Cleveland	127,000 <u>2,267,100</u> <u>\$2,394,100</u>	Part. System Inv. C/I " " " T/N	0	-	0
Richmond	22,000 <u>322,900</u> <u>\$344,900</u>	Part. System Inv. C/I " " " T/N	0	-	0
Atlanta	192,450 62,500 <u>1,114,900</u> <u>\$1,369,850</u>	Misc. Gov't Sec. Part. System Inv. C/I " " " T/N	288,000	Misc. Gov't Sec.	0
Chicago	212,000 <u>3,789,200</u> <u>\$4,001,200</u>	Part. System Inv. C/I " " " T/N	0	-	2,082,000
St. Louis	45,500 <u>820,900</u> <u>\$866,400</u>	Part. System Inv. C/I " " " T/N	0	-	0
Minneapolis	1,427,300 36,500 <u>654,800</u> <u>\$2,118,600</u>	Misc. Gov't Sec. Part. System Inv. C/I " " " T/N	875,800	Misc. Gov't Sec.	0

- 7 -

GOVERNMENT SECURITIES (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Kansas City	\$ 43,500 <u>783,600</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$ 827,100</u>				
Dallas	142,500 <u>2,546,400</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$ 2,688,900</u>				
San Francisco	118,000 <u>2,116,800</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$ 2,234,800</u>				
TOTALS	<u>\$25,501,250</u>		<u>\$1,188,800</u>		<u>\$2,097,000</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 562,000	4% - 4 1/8%	\$3,634,000	\$2,144,000
	31-60 "	133,000	4 1/8%		
	61-90 "	264,000	4 1/8%		
	In other dists.	<u>1,889,000</u>			
		<u>\$2,848,000</u>			
New York	1-30 days	\$4,940,000	4% - 4 1/8%	3,450,000	37,549,000
	31-60 "	367,000	4 1/8% - 4 1/2%		5,904,000
	61-90 "	1,839,000	4 1/8% - 4 1/2%		(one-day hold- over for dis- tribution to F.R. Banks)
	Over 90 "	34,000			1,956,000 (foreign trade bills)
		<u>\$7,180,000</u>			
Philadelphia	1-30 days	592,000	4%	5,511,000	0
	31-60 "	1,057,000	4 1/8%		
	61-90 "	<u>733,000</u>	4 1/8% - 4 1/4%		
		<u>\$2,382,000</u>			
Cleveland	1-30 days	50,000	4%	4,702,000	0
	61-90 "	200,000	4 1/8%		
	In other dists.	<u>2,872,000</u>			
		<u>\$3,122,000</u>			

- 8 -

BANKERS ACCEPTANCES PURCHASED (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Richmond	1-30 days	\$ 304,000	4 1/4%	\$ 384,000	0
	31-60 "	265,000	4 1/4%		
	61-90 "	<u>201,000</u>	4 1/4%		
		<u>\$ 770,000</u>			
Atlanta		1,990,000	-	1,122,000	3,105,000 (Unindorsed bills purchased from accepting banks)
	In other dis- tricts	<u>1,091,000</u>			
		<u>\$ 2,081,000</u>			
Chicago	1-30 days	18,000	4 1/8%	4,437,000	3,006,000
	31-60 "	536,000	4 1/8%		
	61-90 "	630,000	4 1/8%		
	In other districts	<u>4,969,000</u>			
		<u>\$ 6,153,000</u>			
St. Louis		15,000	-	0	0
	In other districts	<u>1,178,000</u>			
		<u>\$ 1,193,000</u>			
Minneapolis	In other districts	880,000	-	467,000	0
Kansas City	In other districts	1,225,000	-	24,000	0
Dallas	Spec. Purch.	313,000	-	6,073,000	0
	In tother districts	<u>1,884,000</u>		<u>263,000</u>	Sold Mem. Bks.
		<u>\$ 2,197,000</u>		<u>\$ 6,336,000</u>	
San Francisco	1-30 days	340,000	4%	4,667,000	2,334,000
	31-60 "	197,000	4 1/8%		
	61-90 "	236,000	4 1/8%		
	In other districts	<u>2,647,000</u>			
		<u>\$ 3,420,000</u>			
TOTALS		<u>\$33,451,000</u>		<u>\$34,734,000</u>	<u>\$55,998,000</u>

Executive Folder

Date March 5, 1924

21

333 /

March 5, 1924.

Dear Mr. Matteson:

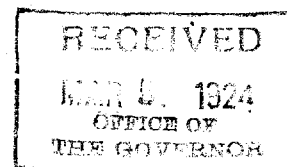
I acknowledge receipt of your letter of the 4th instant, addressed to Governor Crissinger, enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from February 21 to February 27, 1924, inclusive, together with data received by the Committee from the Federal reserve banks.

Very truly yours,

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N.Y.

7 E 7
**FEDERAL RESERVE BANK
OF NEW YORK**



Open Market Investment Committee
for the Federal Reserve System

CONFIDENTIAL

March 4, 1924

S i r :

Enclosed is a report of transactions in Govern-
ment securities and bankers acceptances as reported to the
Open Market Investment Committee for the Federal Reserve
System for the period from February 21 to February 27, 1924
inclusive, together with data received by the Committee
from the Federal reserve banks.

Respectfully,

W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Encl.

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD FEBRUARY 21 TO FEBRUARY 27, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to February 27, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	BANKERS ACCEPTANCES		
			Purchases	Sales Contracts	Bills Discounted
-1923-					
March 28	\$1,203,720	\$249,409	\$234,636	\$13,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1924-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 6	895,363	124,658	220,711	62,688	487,296
" 13	951,680	127,255	206,376	71,703	546,346
" 20	891,331	141,729	210,144	43,332	496,126
" 27	950,801	155,801	205,022	58,288	531,690

*Including sales contracts

NOTE: Earning assets of the System increased \$59,470,000 during the week to a total of \$950,801,000. Net changes in the different classes are shown above.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending February 27, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Feb. 27	Balance Feb. 20	Net Change	Balance Feb. 27	Balance Feb. 20	Net Change
Boston	\$ 10,606	\$ 9,335	\$ 1,271+	\$ 21,146	\$ 22,915	\$1,769-
New York	23,851	19,765	4,086+	7,723	6,868	855+
Philadelphia	22,961	22,936	25+	21,518	25,058	3,540-
Cleveland	19,471	18,003	1,468+	33,036	34,769	1,733-
Richmond	4,780	4,160	620+	2,368	2,429	61-
Atlanta	4,276	3,503	773+	5,899	7,564	1,665-
Chicago	19,932	17,465	2,467+	31,861	31,459	402+
St. Louis	2,936	2,407	529+	3,672	2,740	932+
Minneapolis	9,856	9,315	541+	4,734	3,867	867+
Kansas City	9,854	9,340	514+	9,326	8,154	1,172+
Dallas	10,312	8,572	1,740+	42,903	39,809	3,094+
San Francisco	16,820	15,442	1,378+	20,836	21,543	707-
T O T A L	<u>\$155,655</u>	<u>\$140,243</u>	<u>\$15,412+</u>	<u>\$205,022</u>	<u>\$207,175</u>	<u>\$2,153-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

The general bond market was moderately active during the period, transactions on the New York Stock Exchange averaging \$9,000,000 daily. Prices of high grade seasoned issues continued firm but bonds having stock conversion features were somewhat lower. In the foreign groups the best demand was for the French Government obligations which advanced to new high prices for the year and the new Japanese 6 1/2s which sold at 93, one-half point higher than the offering price.

Liberty
Bond
Market

Trading in Liberty bonds continued moderately active with prices ruling fractionally higher than during the previous period. The Third 4 1/4s advanced through par for a new high of the year at 100 1/32nd and Treasury Bonds of 1952 sold at 100 9/32nds, as compared with last week's low of 99 31/32nds. The following table shows the prices of 4 1/4% Government bonds at the close of the last two periods and the net change:

		<u>Close of Feb. 20/24</u>	<u>Close of Feb. 27/24</u>	<u>Net Change</u>
First	4 1/4s	99 2/32	99 5/32	+ 3/32
Second	4 1/4s	99 2/32	99 3/32	+ 1/32
Third	4 1/4s	100	99 31/32	- 1/32
Fourth	4 1/4s	99 5/32	99 6/32	+ 1/32
Treasury	4 1/4s	100 3/32	100 6/32	+ 3/32

New York
Market for
Short-term
Governments

Activity in the short-term Government security market was confined largely to the longer term Treasury Notes, especially the 4 3/4s due March 15, 1927. Certificates of indebtedness were without change in prices while Treasury Notes maturing from 1925 to 1927 increased variously from 1/32nd to 5/32nds.

Synopsis
of Reports
from Banks

Reports received from Federal reserve banks uniformly indicate that there has been little activity in the various districts in Government securities during the period and prices of all issues held steady.

- 3 -

BANKERS ACCEPTANCESAbstract
of Reports
from Banks

Boston reports that the supply of bills was small with few new bills coming into the market. The demand was good for short bills, especially 30-day maturities, but longer maturities did not move well. Offerings of bills to the Boston bank were less than in recent previous weeks. In New York the market was moderately active throughout the week. Both supply and demand were considerably less than the previous week, due partly to the intervening holiday. Dealers' sales exceeded their purchases by about \$6,000,000. Philadelphia reports an inactive bill market during the past week. There was little demand for bills from inland banks. Offerings to the reserve bank were comparatively heavy but practically no bills were purchased. In Chicago the supply of bills was good and demand moderate.

Rates

Dealers' offering rates continued at 4% for the 30s and $4 \frac{1}{8}\%$ for 31 to 120-day maturities.

MONEY MARKET

Call money continued easy during the period. New loans on the Stock Exchange were made at an average rate of 4.11%, as compared with 4.38% for the previous week.

Time money continued unchanged at $4 \frac{3}{4}\%$ for short loans and 5% for longer maturities. Commercial paper market was steady at $4 \frac{3}{4}\%$ for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

Further purchases amounting to \$1,433,000 have been made against Treasury order dated January 29, 1924, mentioned in previous report authorizing the purchase at the market on the Stock Exchange

- 4 -

of \$20,000,000 face amount Third Liberty Loan 4 1/4% bonds. Total purchases have been made to date of \$17,058,000 at 99 31/32nds, in the different districts as follows:

Boston	\$ 1,700,000
New York	6,163,000
Philadelphia	5,231,000
Chicago	<u>3,964,000</u>
	\$17,058,000
Unexecuted Balance	<u>2,942,000</u>
Total.....	<u><u>\$20,000,000</u></u>

At the request of the Treasury the Federal Reserve Bank of New York effected a private purchase on February 21 of \$5,000,000 Third Liberty Loan 4 1/4% bonds at par net and interest for account of the Cumulative Sinking Fund.

Miscellaneous

The Federal Reserve Bank of New York at the request of the Treasury purchased on the Stock Exchange \$584,000 par amount Treasury Bonds of 1947-52, for account of the Government Life Insurance Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Although the Federal Reserve Bank of Richmond is participating in System purchases of Government securities they have indicated a willingness to forego taking their allotment for the present and their pro rata share will accordingly be distributed to the other eleven banks.

Additional purchases were made during the period of \$12,934,000 U. S. Government securities for the Special Investment Account for the Federal Reserve System. The total apportionment at the close of business Wednesday, February 27, was as follows:

- 5 -

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 2,477,500	\$ 4,569,300	\$ 7,046,800
New York	7,963,000	14,687,000	22,650,000
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	2,861,000	5,276,500	8,137,500
Richmond	1,209,000	2,230,300	3,439,300
Atlanta	1,415,500	2,611,000	4,026,500
Chicago	4,807,500	8,866,600	13,674,100
St. Louis	1,032,500	1,903,900	2,936,400
Minneapolis	796,500	1,468,700	2,265,200
Kansas City	1,003,000	1,849,500	2,852,500
Dallas	1,178,000	2,480,600	3,658,600
San Francisco	<u>2,684,000</u>	<u>4,950,100</u>	<u>7,634,100</u>
T o t a l s	\$29,494,000	\$54,396,500	\$83,890,500

Purchases for future delivery and apportionment 200,000

Total purchases to date \$84,090,500

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 6,405,500
New York	68,308,500
Philadelphia	1,834,500
Cleveland	340,000
Richmond	580,000
Atlanta	727,000
Chicago	4,450,000
St. Louis	477,000
Minneapolis	113,000
Dallas	25,000
San Francisco	<u>830,000</u>

\$84,090,500

RECAPITULATION OF PURCHASES BY MATURITIES

March 15, 1924	\$10,303,000
June 15-16, 1924	7,811,100
Sept. 15, 1924	9,375,000
Dec. 15, 1924	13,545,000
March 15, 1925	26,169,000
June 15, 1925	3,500,000
Dec. 15, 1925	6,958,000
March 15, 1926	5,679,400
March 15, 1927	750,000

\$84,090,500

The new schedule of prices contained in Chairman Strong's letter of February 27, 1924, was approved by all Federal reserve banks and includes all issues maturing from June 1924 to December 1927 (inclusive) as follows:

June 1924 maturities	3.95 basis	Dec. 1925 maturities	4.20 basis
Sept. 1924	" 4.00 "	March 1926	" 4.25 "
Dec. 1924	" 4.00 "	Sept. 1926	" 4.25 "
Mar. 1925	" 4.15 "	March 1927	" 4.30 "
June 1925	" 4.20 "	Dec. 1927	" 4.30 "

Purchases made since the new schedule became effective amount to \$19,869,500 making total purchases for the Special Account up to the time of mailing this report (March 4) \$103,960,000.

- 6 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF
ALL FEDERAL RESERVE BANKS FROM FEBRUARY 21 TO FEBRUARY 27, 1924

	<u>GOVERNMENT SECURITIES</u>				<u>Held Under</u>
	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Sales Contracts</u>
Boston	\$ 334,500 Part. System Inv. C/I <u>936,600</u> " " " T/N		0	-	\$ 15,000
	<u>\$1,271,100</u>				
New York	1,076,000 Part. System Inv. C/I <u>3,010,400</u> " " " T/N		0	-	0
	<u>\$4,086,400</u>				
Philadelphia	25,000 U.S. Third L.L. 4 1/4s (pro rata share Gov't securities allotted to Dallas)		0	-	0
Cleveland	386,500 Part. System Inv. C/I <u>1,081,600</u> " " " T/N		0	-	0
	<u>\$1,468,100</u>				
Richmond	163,000 Part. System Inv. C/I <u>457,200</u> " " " T/N		0	-	0
	<u>\$ 620,200</u>				
Atlanta	156,350 Misc. Gov't Securities 191,000 Part. System Inv. C/I <u>535,200</u> " " " T/N		110,100 Misc. Gov't Sec.		0
	<u>\$ 882,550</u>				
Chicago	649,500 Part. System Inv. C/I <u>1,817,400</u> " " " T/N		0	-	128,100
	<u>\$2,466,900</u>				
St. Louis	139,500 Part. System Inv. C/I <u>390,300</u> " " " T/N		0	-	0
	<u>\$ 529,800</u>				
Minneapolis	108,000 Part. System Inv. C/I 301,000 " " " T/N <u>830,200</u> Misc. Gov't Securities		698,400 Misc. Gov't Sec.		0
	<u>\$1,239,200</u>				

- 7 -

GOVERNMENT SECURITIES (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Kansas City	\$ 135,500	Part. System Inv. C/I	0	-	0
	<u>379,100</u>	" " " T/N			
	<u>\$ 514,600</u>				
Dallas	438,000	Part. System Inv. C/I	0	-	0
	1,226,500	" " " T/N			
	<u>75,000</u>	TJ-1924 Ctfs.			
	<u>\$ 1,739,500</u>				
San Francisco	362,500	Part. System Inv. C/I	0	-	0
	<u>1,014,700</u>	" " " T/N			
	<u>\$ 1,377,200</u>				
T O T A L S	<u>\$16,220,550</u>		<u>\$808,500</u>		<u>\$143,100</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$1,198,000	4% - 4 1/8%	\$3,689,000	\$2,889,000
	31-60 "	25,000	4 1/8% - 4 1/4%		
	61-90 "	273,000	4 1/8% - 4 1/4%		
	In other dis- tricts	<u>424,000</u>			
		<u>\$1,920,000</u>			
New York	1-30 days	3,047,000	4% - 4 1/4%	2,450,000	39,393,000
	31-60 "	78,000	4 1/8% - 4 1/4%		(6,579,000 1- day hold-over for distribu- tion to F. R. Bks.)
	61-90 "	<u>180,000</u>	4 1/8%		(2,569,000 for- eign trade bills)
		<u>\$3,305,000</u>			
Philadelphia	1-30 days	895,000	4%	3,458,000	0
	31-60 "	1,181,000	4 1/8%	5,001,000	Sold to
	61-90 "	<u>2,843,000</u>	4 1/8% - 4 1/4%		reduce over allotment
		<u>\$4,919,000</u>		<u>\$8,459,000</u>	
Cleveland	1-30 days	60,000	4%	4,588,000	0
	61-90 "	123,000	4 1/8%		
	In other districts	<u>2,672,000</u>			
		<u>\$2,855,000</u>			

- 8 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Richmond	1-30 days	\$ 50,000	4 1/4%	\$ 325,000	0
	31-60 "	200,000	4 1/4%		
	61-90 "	14,000	4 1/4%		
		<u>\$264,000</u>			
Atlanta		730,000	-	416,000	(\$2,968,000
	In other dis-	<u>521,000</u>		<u>2,500,000</u>	Sold Unindorsed
	tricts			to reduce bills pur-	
		<u>\$1,251,000</u>		<u>\$2,916,000</u>	over-chased from
				allotment accept. banks)	
Chicago	1-30 days	20,000	4%	4,935,000	795,000
	31-60 "	350,000	4 1/8%		
	61-90 "	708,000	4 1/8%		
	In other dis-	<u>4,259,000</u>			
	tricts				
		<u>\$5,337,000</u>			
St. Louis	In other				
	districts	989,000	-	57,000	0
Minneapolis	In other				
	districts	1,131,000	-	264,000	0
Kansas City	In other				
	districts	1,182,000	-	10,000	0
Dallas	1-30 days	25,000	4 1/8%	8,748,000	0
	In other			223,000	Sold
	districts	1,511,000			Mem.
	Spec. Purch.	3,028,000			Banks
	Purch. Atl.				
	portfolio	2,500,000			
	Purch. Phila.				
	portfolio	<u>5,001,000</u>			
		<u>\$12,065,000</u>		<u>\$8,971,000</u>	
San Francisco	1-30 days	310,000	4% - 4 1/8%	3,660,000	3,095,000
	31-60 "	202,000	4% - 4 1/8%		
	61-90 "	27,000	4% - 4 1/8%		
	In other	<u>2,414,000</u>			
	districts				
		<u>\$2,953,000</u>			
TOTALS		<u>\$38,171,000</u>		<u>\$40,324,000</u>	<u>\$58,288,000</u>

2

Executive Folder
Date 2/27/24

February 27, 1924.

Dear Sir:

Receipt is acknowledged of your letter of February 26th, enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from February 14 to February 20, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Very truly yours,

(Signed) Walter L. Eddy
Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee
for the Federal Reserve System,
Federal Reserve Bank,
New York, N.Y.

Prepared by
ME

FEDERAL RESERVE BANK
OF NEW YORK

Handwritten initials: DFB

Open Market Investment Committee
for the Federal Reserve System

CONFIDENTIAL

February 26, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from February 14 to February 20, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,

Handwritten signature of W. B. Matteson

W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD FEBRUARY 14 to FEBRUARY 20, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to February 20, 1924

(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	BANKERS ACCEPTANCES		
			Purchases	Sales Contracts	Bills Discounted
-1 9 2 3-					
March 28	\$1,203,720	\$249,409	\$234,636	\$19,615	\$700,060
April 25	1,104,489	193,810	265,193	8,848	636,638
May 29	1,178,156	189,288	231,015	26,803	731,050
June 27	1,114,219	134,976	173,694	30,531	774,963
July 25	1,033,697	96,284	155,817	21,047	760,539
Aug. 29	1,082,553	93,530	152,095	21,390	815,518
Sept. 26	1,126,334	91,885	151,728	20,396	862,008
Oct. 31	1,180,652	91,837	165,064	39,634	883,800
Nov. 28	1,167,999	84,460	244,136	44,868	794,381
Dec. 26	1,297,775	104,158	288,028	48,387	857,151
-1 9 2 4-					
Jan. 30	914,881	120,772	235,930	35,862	522,307
Feb. 6	895,363	124,658	220,711	62,688	487,296
" 13	951,680	127,255	206,376	71,703	546,346
" 20	891,331	141,729	210,144	43,332	496,126

*Including sales contracts

NOTE: Earning assets of the System decreased \$60,349,000 during the week to a total of \$891,331,000. Net changes in the different classes are shown above.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending February 20, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Feb. 20	Balance Feb. 13	Net Change	Balance Feb. 20	Balance Feb. 13	Net Change
Boston	\$ 9,335	\$ 7,889	\$ 1,446+	\$ 22,915	\$ 23,461	\$ 546-
New York	19,765	15,119	4,646+	6,868	12,190	5,322-
Philadelphia	22,936	21,542	1,394+	25,058	21,503	3,555+
Cleveland	18,003	16,334	1,669+	34,769	36,708	1,939-
Richmond	4,160	3,454	706+	2,429	2,776	347-
Atlanta	3,503	2,672	831+	10,533	9,704	829+
Chicago	17,465	14,660	2,805+	31,459	29,648	1,811+
St. Louis	2,407	1,804	603+	2,740	1,630	1,110+
Minneapolis	9,315	8,870	445+	3,867	3,059	808+
Kansas City	9,340	8,754	586+	8,154	3,279	4,875+
Dallas	8,572	8,073	499+	39,809	41,080	1,271-
San Francisco	15,442	13,877	1,565+	21,543	21,338	205+
T O T A L	<u>\$140,243</u>	<u>\$123,048</u>	<u>\$17,195+</u>	<u>\$210,144</u>	<u>\$206,376</u>	<u>\$3,768+</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

Transactions in bonds of all classes on the New York Stock Exchange during the week ending February 20 aggregating \$56,000,000 practically the same as in the preceding week. Prices of domestic corporation issues were slightly lower. On February 20 the Dow Jones average of prices of forty corporation bonds was approximately a point lower than the high of the year reached during the third week in January.

The outstanding feature of the bond market during the period was the heavy demand for the new Japanese issue which was over-subscribed by about \$100,000,000. An unusually wide distribution was reported. Payment of subscriptions is to be made March 3. Trading in these bonds on the Exchange has been active at prices from $1/8$ to $1/4$ above the offering price. Accompanying the large demand for the new Japanese bonds there was a strong and active market for other foreign obligations, with slightly higher prices for some issues. French Government and municipal issues held firm in contrast with the franc which reached a new low level for all time at \$.0406 $1/2$.

Liberty
Bond
Market

Trading in Liberty bonds was moderately active with dealings on the Stock Exchange averaging \$2,500,000 per day during the period. The Third 4 $1/4$ s continued firm with frequent sales at par, but prices of other issues eased off slightly. The tax-exempt 3 $1/2$ s touched a new low for the year at 98 $28/32$ nds and Treasury bonds of 1952 sold under par for the first time in four weeks. The following table shows the prices of 4 $1/4$ % Government bonds at the close of the last two periods and the net change:

		Close of Feb. 13/24	Close of Feb. 20/24	Net Change
First	4 $1/4$ s	99 $10/32$	99 $2/32$	- $8/32$
Second	4 $1/4$ s	99 $7/32$	99 $2/32$	- $5/32$
Third	4 $1/4$ s	99 $31/32$	100	+ $1/32$
Fourth	4 $1/4$ s	99 $9/32$	99 $5/32$	- $4/32$
Treasury	4 $1/4$ s	100 $5/32$	100 $3/32$	- $2/32$

- 3 -

New York
Market for
Short-term
Government

The short-term Government security market was moderately active during the early part of the period but trading decreased considerably toward the close. With the exception of a slight reduction in the prices of the 1924 certificates and 1927 notes, prices continued firm.

Synopsis
of Reports
from Banks

Boston reports that the trading in Government securities has shown less activity than for several weeks past. Fewer securities came into the market and the demand has also slackened although brokers report an increase of buying inquiries during the last few days of the period. In Philadelphia prices of Liberty bonds were lower early in the period, with both the Second and Fourth issues selling below 99, but higher under stimulated buying toward the close. Cleveland reports the demand for Government securities has been light during the week. The turnover in the district was about \$6,000,000. In Chicago the Government security market was quiet, with the exception of issues of short maturities. In St. Louis the market was inactive with little change in prices.

BANKERS ACCEPTANCES

The Federal Reserve Bank of Philadelphia has acquired through direct purchases in their own market bankers acceptances amounting to approximately \$9,000,000 in excess of their pro rata share of bills purchased by the System since the inauguration of the distribution plan. In order to reduce this overage the Philadelphia bank has arranged to dispose as of February 21 of \$5,000,000 bills for redistribution, which the Committee has applied on a special request from the Federal Reserve Bank of Dallas to purchase \$10,000,000 bills in order to replace heavy maturities. The balance of this order was filled through sale by the New York bank of

- 4 -

\$5,000,000 bills from portfolio. Because of the Philadelphia overage, other banks show a corresponding shortage in their holdings which will be adjusted in the distribution of future purchases in the New York market. As an offset to the balance of their overage, the Philadelphia bank will for the present discontinue taking their allotment of Government securities purchased by the System for the Special Investment Account.

While the Federal Reserve Bank of Richmond is participating in the System purchases, they have indicated a willingness to forego their allotment of bills at this time and their pro rata share for the present is being allotted to the Federal Reserve Bank of Dallas.

At the request of the Federal Reserve Bank of Kansas City for special purchases of bills the New York bank sold from its portfolio \$4,000,000 bankers acceptances.

Abstract of
Reports
from Banks

Boston reports an extremely dull bill market, with supply very limited and demand smaller than at any time since the turn of the year. The demand was best for the 30 and 60 day maturities. In New York there was a substantial increase in the supply of bills and the raising of dealers' offering rates from 4% to 4 1/8% for 60 and 90-day maturities, together with slightly easier money conditions, led to an increase in demand and dealers portfolios were moderately reduced. Philadelphia reports a more active market during this period, due to advancement in the offering rate. There was a better demand for bills from country banks. Cotton and grain bills predominate in the market. Chicago reports a fair supply of bills and moderate demand. Rates are quoted with more uniformity.

- 5 -

Rates

Dealers' offering rates have become more firmly established at 4% for the 30s and 4 1/8% for maturities up to 120-days.

MONEY MARKET

Call money continued easy during the period. The average rate at which new loans were made on the Stock Exchange was 4.38%, as compared with 4.50% for the previous week.

Quoted rates for time money continue unchanged with short loans made at 4 3/4% and longer maturities at 5%. Commercial paper market is moderately active and the prevailing rate on prime names is unchanged at 4 3/4%.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

Further purchases amounting to \$6,634,000 have been made against Treasury order dated January 29, 1924 mentioned in previous report authorizing the purchase at the market on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan 4 1/4% bonds. Total purchases to date have been made of \$15,625,000 at 99 31/32nds in the different districts as follows:

Boston	\$ 1,400,000
New York	5,600,000
Philadelphia	4,661,000
Chicago	<u>3,964,000</u>
	\$15,625,000
Unexecuted Balance	<u>4,375,000</u>
Total	<u>\$20,000,000</u>

At the request of the Treasury the Federal Reserve Bank of New York effected a private purchase on February 14 of \$5,000,000 and on February 18 of \$5,000,000 more Third Liberty Loan 4 1/4% bonds at par net and interest for account of the Cumulative Sinking Fund.

- 6 -

Miscellaneous

The Federal Reserve Bank of New York, at the request of the Treasury, purchased on the Stock Exchange \$172,100 par amount Treasury Bonds of 1947-52 for account of the Government Life Insurance Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

The apportionment of United States Government securities hold in the Special Investment Account for the Federal Reserve System, at the close of business February 20, was as follows:

	<u>Cert. of Ind.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 2,143,000	\$ 3,632,700	\$ 5,775,700
New York	6,887,000	11,676,600	18,563,600
Philadelphia	2,066,500	3,503,000	5,569,500
Cleveland	2,474,500	4,194,900	6,669,400
Richmond	1,046,000	1,773,100	2,819,100
Atlanta	1,224,500	2,075,800	3,300,300
Chicago	4,158,000	7,049,200	11,207,200
St. Louis	893,000	1,513,600	2,406,600
Minneapolis	688,500	1,167,700	1,856,200
Kansas City	867,500	1,470,400	2,337,900
Dallas	740,000	1,254,100	1,994,100
San Francisco	2,321,500	3,935,400	6,256,900
Totals	<u>\$25,510,000</u>	<u>\$43,246,500</u>	<u>\$68,756,500</u>

Purchases for future delivery and apportionment _ _ _ 2,400,000

Total purchases to date _ _ _ _ _ \$71,156,500

RECAPITULATION OF PURCHASES
Made By Amount

Boston	\$ 6,305,500
New York	56,224,500
Philadelphia	1,834,500
Cleveland	340,000
Richmond	580,000
Atlanta	727,000
Chicago	3,700,000
St. Louis	477,000
Minneapolis	113,000
Dallas	25,000
San Francisco	830,000

\$71,156,500

RECAPITULATION OF PURCHASES BY MATURITIES

March	15, 1924	\$ 10,303,000
June	15-16, 1924	3,798,500
Sept.	15, 1924	9,375,000
Dec.	15, 1924	13,545,000
March	15, 1925	24,685,000
June	15, 1925	2,500,000
Dec.	15, 1925	6,950,000

\$71,156,500

-7-

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF
ALL FEDERAL RESERVE BANKS FROM FEBRUARY 14 TO FEBRUARY 20, 1924

	<u>GOVERNMENT SECURITIES</u>							<u>Held Under</u>
	<u>Purchases</u>	<u>Issue</u>			<u>Sales</u>	<u>Issue</u>	<u>Sales</u>	<u>Contract</u>
Boston	\$ 25,500	Part.	System	Inv.	C/I	0	-	\$265,000
	<u>1,420,400</u>	"	"	"	T/N			
	<u>\$1,445,900</u>							
New York	80,500	Part.	System	Inv.	C/I	0	-	102,000
	<u>4,565,700</u>	"	"	"	T/N			
	<u>\$4,646,200</u>							
Philadelphia	24,500	Part.	System	Inv.	C/I	0	-	0
	<u>1,369,700</u>	"	"	"	T/N			
	<u>\$1,394,200</u>							
Cleveland	29,000	Part.	System	Inv.	C/I	0	-	0
	<u>1,640,300</u>	"	"	"	T/N			
	<u>\$1,669,300</u>							
Richmond	12,500	Part.	System	Inv.	C/I	0	-	0
	<u>693,300</u>	"	"	"	T/N			
	<u>\$705,800</u>							
Atlanta	143,600	Misc.	Gov't	Securities		139,100	Misc. Gov't Sec.	0
	14,500	Part.	System	Inv.	C/I			
	<u>811,700</u>	"	"	"	T/N			
	<u>\$969,800</u>							
Chicago	150,000	Fourth L. L.	4 1/4s			150,000	U. S. 2% Consols	367,000
	49,000	Part.	System	Inv.	C/I			
	<u>2,756,400</u>	"	"	"	T/N			
	<u>\$2,955,400</u>							
St. Louis	10,500	Part.	System	Inv.	C/I	0	-	0
	<u>591,800</u>	"	"	"	T/N			
	<u>\$602,300</u>							
Minneapolis	981,450	Misc.	Gov't	Securities		1,000,200	Misc. Gov't Sec.	0
	7,500	Part.	System	Inv.	C/I			
	<u>456,600</u>	"	"	"	T/N			
	<u>\$1,445,550</u>							

- 8 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Kansas City	\$ 10,500 <u>575,000</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$585,500</u>				
Dallas	9,000 <u>490,300</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$499,300</u>				
San Francisco	27,000 <u>1,538,800</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$1,565,800</u>				
T O T A L S	<u>\$18,485,050</u>		<u>\$1,289,300</u>		<u>\$734,000</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 425,000	4% - 4 1/8%	\$2,470,000	\$ 2,818,000
	31-60 "	735,000	4 1/8% - 4 1/4%		
	61-90 "	<u>764,000</u>	4 1/8% - 4 1/4%		
		<u>\$1,924,000</u>			
New York	1-30 days	1,470,000	4% - 4 1/8%	3,334,000	34,436,000
	31-60 "	245,000	4 1/8% - 4 1/2%	5,000,000	Sold
	61-90 "	1,245,000	4 1/8% - 4 1/4%		to
	91-120 "	<u>52,000</u>	4 1/4%		Dallas
		<u>\$3,012,000</u>		<u>\$8,334,000</u>	
Philadelphia	1-30 days	2,805,000	4% - 4 1/8%	3,832,000	0
	31-60 "	914,000	4 1/8%		
	61-90 "	<u>3,668,000</u>	4 1/8% - 4 3/8%		
		<u>\$7,387,000</u>			
Cleveland	61-90 days	477,753	4 1/8%	5,594,249	0
	In other districts	<u>3,177,838</u>			
		<u>\$3,655,591</u>			
Richmond	1-30 days	82,725	4 1/8%	430,000	0

- 9 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contract</u>
Atlanta		\$ 3,539,139	-	\$ 3,240,558	0
	In other dis- tricts	530,292			
		<u>\$ 4,069,431</u>			
Chicago	1-30 days	5,000	4%	3,808,000	433,000
	61-90 days	767,000	4 1/8%		
	In other dis- tricts	4,847,000			
		<u>\$ 5,619,000</u>			
St. Louis	In other dis- tricts	1,124,440	-	14,000	0
Minneapolis	In other dis- tricts	979,576	-	172,000	0
Kansas City	In other dis- tricts	1,024,488	-	149,000	0
	Special pur- chases	4,000,000			
		<u>\$ 5,024,488</u>			
Dallas	1-30 days	20,000	4 1/8% - 4 1/4%	8,708,287	0
	In other dis- tricts	2,218,000		221,443	Sold
	Purchases from N. Y. Port.	5,011,000			Mem.
	Purchases for Mem. Bks.	409,000			Bks.
		<u>\$ 7,658,000</u>		<u>\$ 8,929,730</u>	
San Francisco	1-30 days	64,000	4%	3,129,000	2,412,000
	31-60 "	296,000	4%	4 1/8%	
	61-90 "	120,000	4%	4 1/8%	
	In other dis- tricts	2,854,000			
		<u>\$ 3,334,000</u>			
T O T A L S		<u>\$43,870,251</u>		<u>\$40,102,537</u>	<u>\$40,099,000</u>

Executive Folder

Date 2/20/24

2

333 /

February 20, 1924.

Dear Mr. Matteson:

Receipt is acknowledged of your letter of February 19th, addressed to Governor Crissinger, enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from February 6 to February 13, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signed) Walter L. Eddy

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

Prepared by
ME

1

FEDERAL RESERVE BANK
OF NEW YORK

Open Market Investment Committee
for the Federal Reserve System

Executive Folder
Date 2/20/24

CONFIDENTIAL

February 19, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from February 6 to February 13, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

C O N F I D E N T I A LWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD FEBRUARY 7 TO FEBRUARY 13, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to February 13, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	DISTRIBUTED AS FOLLOWS: *Bankers Acceptances	Bills Discounted
-1923-				
March 28	\$1,203,720	\$249,409	\$254,251	\$700,060
April 25	1,104,489	193,810	274,041	636,638
May 29	1,178,156	189,288	257,818	731,050
June 27	1,114,219	134,976	204,225	774,963
July 25	1,033,697	96,284	176,864	760,539
Aug. 29	1,082,553	93,530	173,485	815,518
Sept. 26	1,126,334	91,885	172,124	862,008
Oct. 31	1,180,652	91,837	204,698	883,800
Nov. 28	1,167,999	84,460	289,004	794,381
Dec. 26	1,297,775	104,158	336,415	857,151
-1924-				
Jan. 30	914,881	120,772	271,792	522,307
Feb. 6	895,363	124,658	283,399	487,296
" 13	951,680	127,255	278,079	546,346

*Including sales contracts

NOTE: Earning assets of the System increased \$56,317,000 during the week to a total of \$951,680,000. Net changes in the different classes are shown above.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending February 13, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Feb. 13	Balance Feb. 6	Net Change	Balance Feb. 13	Balance Feb. 6	Net Change
Boston	\$ 7,889	\$ 7,889	0	\$ 23,461	\$ 22,802	\$ 659+
New York	15,119	15,119	0	12,190	17,310	5,120-
Philadelphia	21,542	21,542	0	21,503	23,930	2,427-
Cleveland	16,334	16,334	0	36,708	40,337	3,629-
Richmond	3,454	3,454	0	2,776	2,643	133+
Atlanta	2,672	2,738	66-	9,704	10,666	962-
Chicago	14,660	14,656	4+	29,648	31,652	2,004-
St. Louis	1,804	1,804	0	1,630	1,162	468+
Minneapolis	8,870	9,446	576-	3,059	3,031	28+
Kansas City	8,754	8,753	1+	3,279	575	2,704+
Dallas	8,073	8,073	0	41,080	43,188	2,108-
San Francisco	13,877	13,852	25+	21,338	23,415	2,077-
T O T A L	<u>\$123,048</u>	<u>\$123,660</u>	<u>\$612-</u>	<u>\$206,376</u>	<u>\$220,711</u>	<u>\$14,335-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

The volume of transactions in domestic corporation bonds during the month of January 1924 was the largest in the history of the New York Stock Exchange, the total being \$218,000,000 as compared with the previous high record of \$204,000,000 in November 1904.

The bond market was active during the week covered by this report, but trading was on a smaller scale than in recent weeks previously and price fluctuations were within narrow limits. The foreign government list showed more activity than usual and prices were generally higher.

Official announcement was made on Wednesday of the \$150,000,000 30-year 6 1/2% bonds of the Japanese Government offered at 92 1/2 to yield approximately 7.10%. This is the first direct external issue made by the Japanese Government in the American market since 1905. A simultaneous offering of \$25,000,000 of Japanese Government 6% bonds maturing in thirty-five years was placed in London at 87 1/2, yielding about 6.96%. These two issues total about \$275,000,000 and constitute one of the largest long-term foreign loans ever floated. Preliminary reports indicate that the offering in both markets was over-subscribed.

Liberty
Bond
Market

The volume of trading in Liberty Loan bonds on the New York Stock Exchange during this period was approximately \$15,000,000 as compared with \$19,000,000 for the previous week. With the exception of the Third 4 1/4s which sold frequently at par, repeating the highest price of the year, the prices of Liberty Loan issues were fractionally lower at the close. The tax-exempt 3 1/2s touched a new low for the year at 99 2/32nds. The

- 3 -

following table shows the prices of the 4 1/4% Government bonds at the close of the last two periods and the net change:

		<u>Close of</u> <u>Feb. 6/24</u>	<u>Close of</u> <u>Feb. 13/24</u>	<u>Net</u> <u>Change</u>
First	4 1/4s	99 16/32	99 10/32	-6/32
Second	4 1/4s	99 15/32	99 7/32	-8/32
Third	4 1/4s	99 31/32	99 31/32	0
Fourth	4 1/4s	99 18/32	99 9/32	-9/32
Treasury	4 1/4s	100 11/32	100 5/32	-6/32

New York
Market for
Short-term
Government

Trading in short-term Government securities during the past week has been comparatively light. A slightly firmer tendency in money during the latter part of the week was reflected in a reduction of 1/32nd to 1/16th in the dealers' bid and offering prices.

Synopsis of
Reports from
Banks

Boston reports that prices of Government securities remained firm during the first part of the period but fell off slightly toward the close. Lighter buying was attributed by brokers to firmer call money rates and the completion of new issues. In Philadelphia the market for Government bonds was less active and the tone heavy, several of the issues closing from 1/16th to 1/4% under prices of the previous week. Cleveland reports a good demand for certificates and notes of all issues, but little activity in Libertys. The turnover in the district was about \$8,000,000 and prices ruled approximately the same as last week. In Chicago and St. Louis the trading in Government securities has been quiet and prices of Liberty bonds were lower. Dallas reports an active market in Government securities.

BANKERS ACCEPTANCES

During the week the Federal Reserve Banks of Richmond and Atlanta notified the Committee that they desired to

- 4 -

participate in the distribution of bills purchased in the open market by the Federal Reserve System under the plan adopted by the Open Market Investment Committee. All banks are now participating in open market purchases of both bankers acceptances and Government securities.

Abstract
of Reports
from Banks

Boston reports that the change in dealers' bid rates to $4\frac{1}{4}\%$ for bills over 30-days resulted in a somewhat limited supply. The demand was only slightly better than in the preceding week and the offering rate on 90-day bills was changed to $4\frac{1}{8}\%$ on the last day of the period. Although offerings to the Boston bank were fairly heavy their portfolio showed a substantial decrease, due to heavy maturities. The market in New York was quiet throughout the week. Dealers aggregate portfolios increased substantially and at the close of the week dealers generally were bidding $4\frac{1}{4}\%$ for 60 to 90-day bills and offering them at $4\frac{1}{8}\%$. Offerings to the reserve bank continued moderate. In Philadelphia the bill market was reported as being in a rather unsettled condition. Chicago reports a good supply of bills and fair demand. Rates are again unstable with prime bills being offered by some dealers at 4% and by others at $4\frac{1}{8}\%$. In other districts where there is a local market little activity was reported in bankers acceptances.

MONEY MARKET

Call money was slightly firmer during this period. The average rate at which new loans were made on the Stock Exchange was 4.50% , as compared with 4.37% for the previous week.

- 5 -

Quoted rates for time money at the close of the week were firmer at 4 3/4% to 5% as compared with 4 3/4% for all maturities earlier in the week. Commercial paper was steady at 4 3/4% for prime paper.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURY

Cumulative
Sinking
Fund

Further purchases amounting to \$7,169,000 have been made against Treasury order dated January 29, 1924, mentioned in previous report authorizing the purchase at the market on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan 4 1/4% bonds, for the account of the Cumulative Sinking Fund. Total purchases to date have been made of \$8,991,000 at 99 31/32nds, in the different districts as follows:

Boston	\$ 1,000,000
New York	3,034,000
Philadelphia	3,457,000
Chicago	<u>1,500,000</u>
	\$ 8,991,000
Unexecuted balance	<u>11,009,000</u>
Total	<u><u>\$20,000,000</u></u>

At the request of the Treasury the Federal Reserve Bank of New York effected a private purchase on February 7 of \$11,300,000 Third Liberty Loan 4 1/4% bonds at par net and interest for the account of the Cumulative Sinking Fund.

Miscellaneous

The Federal Reserve Bank of New York, at the request of the Treasury, purchased on the Stock Exchange \$737,800 par amount Treasury bonds of 1947-52 for account of the Government Life Insurance Fund, and \$18,800 Fourth Liberty Loan 4 1/4% bonds for account of the District of Columbia Teachers' Retirement Fund.

- 6 -

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

There have been no purchases during this period of Government securities for the Special Investment Account for the Federal Reserve System. The total of \$51,546,500 previously reported consists of \$25,210,000 certificates of indebtedness and \$26,336,500 Treasury Notes.

- 7 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF ALL
FEDERAL RESERVE BANKS FROM FEBRUARY 7 TO FEBRUARY 13, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	0	-	0	-	\$ 15,000
New York	0	-	0	-	2,180,000
Philadelphia	0	-	0	-	0
Cleveland	0	-	0	-	0
Richmond	0	-	0	-	0
Atlanta	83,500 TD -1924 Ctfs. 3,500 TJ -1924 " 1,000 B -1925 Notes 1,000 B -1926 " 5,000 B -1927 " <u>75,950 Misc. Bonds</u>		65,000 TD -1924 Ctfs. 1,000 B -1925 Notes 2,000 B -1926 " 1,500 A -1927 " 166,050 Misc. Bonds		0
	<u>\$169,950</u>		<u>\$235,550</u>		
Chicago	1,400,000 U.S. Fourth L.L. 4 1/4s <u>4,000 Part. System Inv. C/I</u> (deferred) <u>\$1,404,000</u>		1,400,000 2% Consols		2,010,200
St. Louis	0	-	0	-	0
Minneapolis	15,000 TM -1924 Ctfs. 30,500 TM2-1924 " 10,000 TJ -1924 " 18,000 TD -1924 " 6,400 A -1924 Notes 29,000 B -1924 " 2,500 B -1925 " 605,400 C -1925 " 106,200 A -1926 " 502,500 B -1926 " 23,000 A -1927 " 13,300 B -1927 " 131,800 Misc. Bonds		15,000 TM -1924 Ctfs. 130,000 TM2-1924 " 64,500 TJ -1924 " 18,000 TD -1924 " 6,400 A -1924 Notes 29,000 B -1924 " 2,500 B -1925 " 605,400 C -1925 " 500,000 A -1925 " 6,200 A -1926 " 502,500 B -1926 " 23,000 A -1927 " 8,500 B -1927 " 159,150 Misc. Bonds		0
	<u>\$1,493,600</u>		<u>\$2,070,150</u>		
Kansas City	500 C -1925 Notes		0	-	0
Dallas	0	-	0	-	0
San Francisco	<u>25,000 Part. System Inv. C/I</u> (deferred)		<u>0</u>	-	<u>0</u>
T O T A L S	<u>\$3,093,050</u>		<u>\$3,705,700</u>		<u>\$4,205,200</u>

- 8 -

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Boston	1-30 days	\$1,156,000	4% - 4 1/8%	\$1,954,000	\$1,478,000
	31-60 "	593,000	4 1/8% - 4 1/4%		
	61-90 "	<u>864,000</u>	4 1/8% - 4 3/8%		
		<u>\$2,613,000</u>			
New York	1-30 days	2,568,000	4% - 4 1/8%	5,209,000	60,322,000
	31-60 "	126,000	4 1/8% - 4 1/2%	3,000,000	Sales to
	61-90 "	<u>395,000</u>	4 1/8% - 4 3/8%		Kan.City
		<u>\$3,089,000</u>		<u>\$8,209,000</u>	
Philadelphia	1-30 days	1,401,000	4% - 4 1/8%	4,664,505	0
	31-60 "	90,000	4 1/8%		
	61-90 "	<u>746,715</u>	4 1/8% - 4 1/4%		
		<u>\$2,237,715</u>			
Cleveland	31-60 days	433,133	4 1/8%	4,793,697	0
	In other districts	<u>731,712</u>			
		<u>\$1,164,845</u>			
Richmond	1-30 days	50,000	4 1/4%	355,058	0
	31-60 "	329,168	4 1/4%		
	61-90 "	<u>109,425</u>	4 1/4%		
		<u>\$488,593</u>			
Atlanta	-	751,813	-	1,714,000	0
Chicago	1-30 days	482,000	4%	4,308,000	1,660,000
	31-60 "	88,000	4 1/8%		
	61-90 "	254,000	4 1/8%		
	In other districts	<u>1,480,000</u>			
		<u>\$2,304,000</u>			
St. Louis	31-60 days	40,000	4 1/8%	0	0
	61-90 "	167,000	4 1/8%		
	In other districts	<u>261,000</u>			
		<u>\$468,000</u>			
Minneapolis	In other dists.	395,635	-	368,000	0
Kansas City	In other dists.	39,633	-	336,000	0
	Purchases N.Y. Portfolio	<u>3,000,000</u>			
		<u>\$3,039,633</u>			

- 9 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
Dallas	1-30 days	\$ 11,008	4 3/4%	\$ 5,078,707	0
	In other			240,908	Sold
	districts	196,922			Mem.
	Spec. Purch.	<u>3,003,179</u>			Bks.
		<u>\$ 3,211,109</u>		<u>\$ 5,319,615</u>	
San Francisco	In other				
	districts	<u>738,000</u>		<u>2,815,000</u>	<u>2,619,000</u>
TOTALS		<u>\$20,501,343</u>		<u>\$34,836,875</u>	<u>\$66,079,000</u>

SP

2

333 /

February 14, 1924.

Dear Mr. Matteson:

Receipt is acknowledged of your letter of February 11th, enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 31 to February 6, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signed) Walter L. Eddy
~~(Signed) D. R. Crissinger.~~

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

Prepared by
Mc

FEDERAL RESERVE BANK
OF NEW YORK

DRB

Open Market Investment Committee
for the Federal Reserve System

Executive Folder
Date 2/14/24

CONFIDENTIAL

February 11, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 31 to February 6, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,

W. B. Matteson

W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

CONFIDENTIALWEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD JANUARY 31 TO FEBRUARY 6, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to February 6, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	*Bankers Acceptances	Bills Discounted
March 28	\$1,203,720	\$249,409	\$254,251	\$700,060
April 25	1,104,489	193,810	274,041	636,638
May 29	1,178,156	189,288	257,818	731,050
June 27	1,114,219	134,976	204,225	774,963
July 25	1,033,697	96,284	176,864	760,539
Aug. 29	1,082,553	93,530	173,485	815,518
Sept. 26	1,126,334	91,885	172,124	862,008
Oct. 31	1,180,652	91,837	204,698	883,800
Nov. 28	1,167,999	84,460	289,004	794,381
Dec. 26	1,297,775	104,158	336,415	857,151
Jan. 30	914,881	120,772	271,792	522,307
Feb. 6	895,363	124,658	283,399	487,296

*Including sales contracts

NOTE: Total earning assets of the System decreased \$19,518,000 during the week to \$895,363,000, the lowest figure since 1917. Net changes in the different classes are shown above.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending February 6, 1924
(000 Omitted)

	GOVERNMENT SECURITIES			BANKERS ACCEPTANCES		
	Balance Feb. 6	Balance Jan. 30	Net Change	Balance Feb. 6	Balance Jan. 30	Net Change
Boston	\$ 7,889	\$ 7,561	\$ 328+	\$ 22,802	\$ 22,452	\$ 350+
New York	15,119	14,063	1,056+	17,310	22,794	5,484-
Philadelphia	21,542	21,423	119+	23,930	30,082	6,152-
Cleveland	16,334	15,955	379+	40,337	41,415	1,078-
Richmond	3,454	3,294	160+	2,643	2,313	330+
Atlanta	2,738	2,541	197+	10,666	11,740	1,074-
Chicago	14,656	14,023	633+	31,652	33,600	1,948-
St. Louis	1,804	1,667	137+	1,162	746	416+
Minneapolis	9,446	8,750	696+	3,031	2,891	140+
Kansas City	8,753	8,609	144+	575	75	500+
Dallas	8,073	7,924	149+	43,188	42,427	761+
San Francisco	13,852	13,520	332+	23,415	25,395	1,980-
T O M T A L S	<u>\$123,660</u>	<u>\$119,330</u>	<u>\$4,330+</u>	<u>\$220,711</u>	<u>\$235,930</u>	<u>\$15,219-</u>

- 2 -

SECURITY MARKETGeneral
Bond
Market

Accompanying easy money conditions there was a continued strong demand for investment bonds of all classes, not only absorbing readily new flotations, but increasing the prices of listed and over-the-counter issues. Trading in railroad bonds has been active, with a better demand than formerly for the lower priced obligations. Among the industrial bonds the convertible issues displayed marked strength. Corporate financing of stocks and bonds during the month of January totalled \$366,000,000 (including \$50,000,000 Canadian Railway bonds); municipal, state and foreign government issues added \$170,000,000, making \$536,000,000 of new financing for the month, compared with \$560,000,000 in January 1923.

British and French government obligations, and French municipals, made substantial gains accompanying a rise in their exchanges. Japanese issues also made advances.

Liberty
Bond
Market

United States Government obligations were strong and active. Trading in Second 4 1/4s was particularly active, with prices at the high level of the year at 99 16/32nds. The Fourths also reached a new high for this movement at 99 18/32nds, and the Thirds frequently sold at par. The Treasury 4 1/4% bonds of 1952 touched a record high of 100 13/32nds. The following table shows the prices of 4 1/4% Government bonds at the close of the last two periods, and the net gains since the turn of the year:

<u>Issue</u>	<u>Close of Jan. 30/24</u>	<u>Close of Feb. 6/24</u>	<u>Gain Since Jan. 2/24</u>
First 4 1/4s	99 13/32	99 16/32	1 7/32
Second 4 1/4s	99 13/32	99 15/32	1 11/32
Third 4 1/4s	99 31/32	99 31/32	19/32
Fourth 4 1/4s	99 15/32	99 18/32	1 8/32
Treas. 4 1/4s	100 8/32	100 11/32	31/32

- 3 -

Synopsis
of Reports
from Banks

Boston reports that the market for Government securities has been quiet during the week. The demand and the supply have been about equal, with the volume both ways somewhat reduced in comparison with the preceding periods. Fourth Liberty Loan bonds were in best demand. Prices which increased fractionally during the early part of the period reacted to slightly lower levels at the close. In Philadelphia a widening demand for Government issues advanced the price of Liberty bonds and Treasury Notes to new high ground during this period. The Third 4 1/4s again touched par. The rise in prices of Treasury bonds was attributed in part to switching operations, due to their later maturity. The Cleveland district reports good activity in Government securities with the Thirds in best demand and a greater volume of transactions in Treasury Notes and certificates. In Chicago the trading in Governments was rather quiet during the later part of the period due to interrupted wire service to New York and other points. The short-term Treasury certificates and notes were, however, in good demand with few of these securities offered. The market in St. Louis was active with a good demand for Liberty bonds and notes. Reports from other districts indicate a rather quiet market in Government securities during the period.

New York
Market for
Short-term
Governments

Activity in the short-term Government security market was confined largely to the new issues of 4% Treasury certificates maturing June 16, 1924, and 4 1/4% certificates maturing December 15, 1924, for which there was a fairly good demand; the supply, however, while not large was sufficient to prevent any material change in prices. Trading in other issues of Treasury certificates and

- 4 -

all issues of Treasury Notes continued moderate with no change in prices.

BANKERS ACCEPTANCES

Special Purchases

At the request of the Federal Reserve Bank of Dallas special purchases of \$6,840,000 bills were made during the period, \$5,840,000 of which was purchased in the New York market and \$1,000,000 sold from the portfolio of the Federal Reserve Bank of Philadelphia.

Abstract of Reports from Banks

Although the amount of bills in the Boston market is somewhat less than the recent high, the supply is still large. The demand, however, is not good and dealers report that sales have taken a decided slump, due to the disinclination of buyers to purchase bills of longer maturities than 30 days at the 4% rate. Bills do not move as freely as during the past three or four weeks and best demand is for the 30s. In New York the demand for bills showed practically no change from the previous week. There was, however, a very considerable increase in the supply with the result that dealers aggregate portfolios reached the highest point since the latter part of 1921. This increase was due, in a measure, to the moderately firmer call money rates and the lack of demand for bills at 4%. Offerings to the reserve bank were light and consisted mostly of bills of short maturity. Philadelphia reports the demand for acceptances slowed down considerably, especially during the early part of this period when money advanced from 4% to 5%, with a subsequent easing of the call money rate to its former level during the closing of the period, the market resumed to some extent its previous

- 5 -

activity. Offerings to them were comparatively heavy, but purchases have been practically limited to a small amount of short maturities. Cotton and grain bills appear to predominate in the market. In Chicago the supply of bills is fair to good and demand moderate. Some country buying is in evidence.

Rates

Dealers continued throughout the week the rates established by them at the close of the previous week, buying at $4 \frac{1}{8}\%$ and offering at 4% bills of all maturities up to 120 days.

MONEY MARKETCall Money

With the passing of February 1 disbursements the call loan rate returned again to its preceding relatively low levels, with rates ruling from 4% to $4 \frac{1}{4}\%$.

Time Money

Quoted rates for time money are still $4 \frac{1}{2}\%$ to $4 \frac{3}{4}\%$, depending on maturity. The undertone, however, seems to be slightly firmer with brokers bidding $4 \frac{1}{2}\%$ quite freely, but lenders are showing more reluctance in making loans at this figure. Brokers' requirements, while expanding somewhat, are still comparatively light. The market for commercial paper is still spotty, with demand confined to a great extent to the interior. More active buying was reported in the middlewest and on the Pacific Coast where some names of highest class discounted at $4 \frac{1}{2}\%$. In New York where banks are buying only moderately the minimum rate is firm at $4 \frac{3}{4}\%$.

- 6 -

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

Treasury order of January 16, 1924, mentioned in previous report, authorizing the purchase at the market on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan 4 1/4% bonds, has now been completed. Purchases were made at prices ranging from 99 28/32nds to 99 31/32nds, with participation as follows:

Boston	\$ 1,670,000
New York	9,199,650
Philadelphia	4,920,350
Chicago	<u>4,210,000</u>
	<u>\$20,000,000</u>

On Treasury order dated January 29, authorizing the purchase of an additional \$20,000,000 Third Liberty Loan 4 1/4% bonds, account Cumulative Sinking Fund, the following purchases have been made at a price of 99 31/32nds:

New York	\$ 150,000
Philadelphia	<u>1,672,000</u>
	\$ 1,822,000
Unexecuted Balance	<u>18,178,000</u>
Total - - - - -	<u>\$20,000,000</u>

At the request of the Treasury the Federal Reserve Bank of New York effected a private purchase on February 5 of \$5,000,000 Third Liberty Loan 4 1/4% bonds at par and interest, for account of the Cumulative Sinking Fund.

Miscellaneous

The Federal Reserve Bank of New York, at the request of the Treasury, purchased on the Stock Exchange \$604,500 par amount Treasury Bonds of 1947-52, for account of the Government Life Insurance Fund.

- 7 -

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

Additional purchases were made during the week of \$411,500 United States Government securities for the Special Investment Account of the Federal Reserve System, making a total of \$51,546,500 which has been apportioned up to the close of business Wednesday, February 6 as follows:

	<u>Cert. of Indebt.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 2,117,500	\$ 2,212,300	\$ 4,329,800
New York	6,806,500	7,110,900	13,917,400
Philadelphia	2,042,000	2,133,300	4,175,300
Cleveland	2,445,500	2,554,600	5,000,100
Richmond	1,033,500	1,079,800	2,113,300
Atlanta	1,210,000	1,264,100	2,474,100
Chicago	4,109,000	4,292,800	8,401,800
St. Louis	882,500	921,800	1,804,300
Minneapolis	681,000	711,100	1,392,100
Kansas City	857,000	895,400	1,752,400
Dallas	731,000	763,800	1,494,800
San Francisco	<u>2,294,500</u>	<u>2,396,600</u>	<u>4,691,100</u>
T O T A L S	<u>\$25,210,000</u>	<u>\$26,336,500</u>	<u>\$51,546,500</u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 5,055,500
New York	41,374,500
Philadelphia	1,774,500
Cleveland	340,000
Richmond	580,000
Atlanta	677,000
Chicago	300,000
St. Louis	477,000
Minneapolis	113,000
Dallas	25,000
San Francisco	<u>830,000</u>
	<u>\$51,546,500</u>

RECAPITULATION OF PURCHASES BY MATURITIES

March	15, 1924	\$ 10,303,000
June	15-16, 1924	3,688,500
Sept.	15, 1924	8,375,000
Dec.	15, 1924	13,245,000
March	15, 1925	12,935,000
June	15, 1925	3,000,000

\$ 51,546,500

- 8 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT
OF ALL FEDERAL RESERVE BANKS FROM JANUARY 31 TO FEBRUARY 6, 1924GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$232,500 <u>95,800</u> \$328,300	Part. System Inv. C/I " " " T/N	-0-	-	\$185,000
New York	748,500 <u>307,900</u> \$1,056,400	Part. System Inv. C/I " " " T/N	-0-	-	-0-
Philadelphia	224,500 <u>92,400</u> \$316,900	Part. System Inv. C/I " " " T/N	198,000	Misc. Bonds	-0-
Cleveland	269,000 <u>110,500</u> \$379,500	Part. System Inv. C/I " " " T/N	-0-	-	-0-
Richmond	113,500 <u>46,700</u> \$160,200	Part. System Inv. C/I " " " T/N	-0-	-	-0-
Atlanta	25,000 63,000 127,600 133,500 <u>54,700</u> \$403,800	TM-1924 Ctfs. B -1927 Notes Misc. Bonds Part. System Inv. C/I " " " T/N	25,000 63,000 118,550	TM-1924 Ctfs. B -1927 Notes Misc. Bonds	-0-
Chicago	447,500 <u>185,800</u> \$633,300	Part. System Inv. C/I " " " T/N	-0-	-	812,200
St. Louis	97,000 <u>39,900</u> \$136,900	Part. System Inv. C/I " " " T/N	-0-	-	-0-

- 9 -

GOVERNMENT SECURITIES (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Minneapolis	\$ 87,500	TJ-1924 Ctfs.	\$ 33,000	TJ-1924 Ctfs.	C
	500	TD-1924 "	15,500	TD-1924 "	
	215,000	TM-1924 "	215,000	TM-1924 "	
	104,000	TM2-1924 "	9,000	TM2-1924 "	
	1,006,400	A-1925 Notes	506,400	A-1925 Notes	
	4,000	B-1925 "	4,500	B-1925 "	
	506,500	C-1925 "	506,500	C-1925 "	
	25,000	A-1926 "	25,000	A-1926 "	
	1,025,000	B-1926 "	1,025,000	B-1926 "	
	7,000	A-1927 "	7,000	A-1927 "	
	124,800	B-1927 "	125,300	B-1927 "	
	775,850	Misc. Bonds			
	75,000	Part. System Inv. C/I			
	30,800	" " " T/N			
	<u>\$3,987,350</u>		<u>\$3,291,200</u>		
Kansas City	9,900	C-1925 Notes	0	-	0
	1,900	A-1927 "			
	94,000	Part. System Inv. C/I			
	38,700	" " " T/N			
	<u>\$144,500</u>				
Dallas	20,000	TJ-1924 Ctfs.	0	-	0
	15,000	TM-1924 "			
	80,500	Part. System Inv. C/I			
	33,100	" " " T/N			
	<u>\$148,600</u>				
San Francisco	227,500	Part. System Inv. C/I	0	-	0
	103,700	" " " T/N			
	<u>\$331,200</u>				
TOTALS	<u>\$8,026,950</u>		<u>\$3,695,750</u>		<u>\$997,200</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$1,618,000	4% - 4 1/4%	\$2,696,000	\$4,712,000
	31-60 "	350,000	4 1/8%		
	61-90 "	483,000	4 1/8%		
	In other districts	594,965			
		<u>\$3,045,965</u>			

- 10 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
New York	1-30 days	\$2,680,000	4% - 4 1/4%	\$8,598,351	\$52,515,000
	31-60 "	148,000	4 1/8% - 4 3/8%		
	61-90 "	286,000	4 1/8% - 4 1/2%		
		<u>\$3,114,000</u>			
Philadelphia	1-30 days	1,168,000	4%	6,876,369	0
	31-60 "	106,000	4 1/8%	1,000,000	Sale to
	61-90 "	450,000	4 1/8%		Dallas
		<u>\$1,724,000</u>		<u>\$7,876,369</u>	
Cleveland	In other dis- tricts	1,122,304	-	2,200,221	0
Richmond	1-30 days	275,000	4 1/8% - 4 1/4%	340,885	0
	31-60 "	155,663	4 1/8% - 4 1/4%		
	61-90 "	240,000	4 1/8% - 4 1/4%		
		<u>\$670,663</u>			
Atlanta	-	1,534,800	-	2,609,000	0
Chicago	1-30 days	2,000	4%	3,946,000	1,082,000
	31-60 "	17,000	4 1/8%		
	61-90 "	418,000	4 1/8%		
	In other dis- tricts	<u>1,561,000</u>			
		<u>\$1,998,000</u>			
St. Louis	In other dis- tricts	425,467	-	9,000	0
Minneapolis	In other dis- tricts	140,000	-	0	0
Kansas City	-	500,000	-	0	0
Dallas	In other dists.	345,767		6,241,866	0
	Spec. Purchases	5,840,884		182,788	Sold
	Purchases Phila.	1,000,000			Mem. Bks.
	Portfolio				
		<u>\$7,186,651</u>		<u>\$6,424,654</u>	
San Francisco	1-30 days	53,000	4% - 4 1/8%	3,285,000	2,402,000
	31-60 "	293,000	4% - 4 1/8%		
	61-90 "	31,000	4% - 4 1/8%		
	In other dis- tricts	<u>928,000</u>			
		<u>\$1,305,000</u>			
TOTALS		<u>\$22,766,850</u>		<u>\$37,985,480</u>	<u>\$60,711,000</u>

February 6, 1924.

Dear Mr. Matteson:

Receipt is acknowledged of your letter of February 5th, addressed to Governor Crissinger, enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 24 to January 30, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signed) Walter D. Eddy

(Signed) Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

Prepared by
WLB

2
FEDERAL RESERVE BANK
OF NEW YORK

FEDERAL RESERVE BOARD FILE
3313
[Signature]

Open Market Investment Committee
for the Federal Reserve System

RECEIVED
FEB 10 1924
OFFICE OF
THE SECRETARY

~~Executive Folder~~

Date 2/6/24

CONFIDENTIAL

February 5, 1924

S i r :

Enclosed is a report of transactions in Govern-
ment securities and bankers acceptances as reported to the
Open Market Investment Committee for the Federal Reserve
System for the period from January 24 to January 30, 1924
inclusive, together with data received by the Committee
from the Federal reserve banks.

Respectfully,

W. B. Matteson
W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

**WEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD JANUARY 24 TO JANUARY 30, 1924 (INCLUSIVE)**

**Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to January 30, 1924
(000 Omitted)**

	<u>TOTAL EARNING ASSETS</u>	<u>*Government Securities</u>	<u>*Bankers Acceptances</u>	<u>Bills Discounted</u>
March 28	\$1,203,720	\$249,409	\$254,251	\$700,060
April 25	1,104,489	193,810	274,041	636,638
May 29	1,178,156	189,288	257,818	731,050
June 27	1,114,219	134,976	204,225	774,963
July 25	1,033,697	96,284	176,864	760,539
Aug. 29	1,082,553	93,530	173,485	815,518
Sept. 26	1,126,334	91,885	172,124	862,008
Oct. 31	1,180,652	91,837	204,698	883,800
Nov. 28	1,167,999	84,460	289,004	794,381
Dec. 26	1,297,775	104,158	336,415	857,151
Jan. 2	1,271,762	126,643	347,185	797,883
" 9	1,026,496	100,358	319,166	606,921
" 16	943,561	116,612	292,744	534,185
" 23	937,711	120,926	275,997	540,778
" 30	914,881	120,772	271,792	522,307

* Including sales contracts

NOTE: Total earning assets of the System decreased \$22,830,000 during the week to \$914,881,000, the lowest figure since November 1917. Net changes in the different classes are shown above.

**Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts)
During Week Ending January 30, 1924
(000 Omitted)**

	<u>GOVERNMENT SECURITIES</u>			<u>BANKERS ACCEPTANCES</u>		
	<u>Balance Jan. 30</u>	<u>Balance Jan. 23</u>	<u>Net Change</u>	<u>Balance Jan. 30</u>	<u>Balance Jan. 23</u>	<u>Net Change</u>
Boston	\$ 7,561	\$ 7,222	\$ 339+	\$ 22,452	\$ 26,043	\$ 3,591-
New York	14,063	12,975	1,088+	22,794	29,067	6,273-
Philadelphia	21,423	21,097	326+	30,082	33,705	3,623-
Cleveland	15,955	15,563	392+	41,415	43,459	2,044-
Richmond	3,294	3,129	165+	2,313	3,045	732-
Atlanta	2,541	2,253	288+	11,740	13,160	1,420-
Chicago	14,023	13,365	658+	33,600	36,398	2,798-
St. Louis	1,667	1,527	140+	746	655	91+
Minneapolis	8,750	8,551	199+	2,891	2,650	241+
Kansas City	8,609	8,460	149+	75	85	10-
Dallas	7,924	7,958	34-	42,427	42,534	107-
San Francisco	13,520	13,153	367+	25,395	28,333	2,938-
TOTALS	\$119,330	\$115,253	\$4,077+	\$235,930	\$259,134	\$23,204-

-- 2 --

SECURITY MARKETGeneral
Bond
Market

Three factors continue to stand out prominently from the general background as favorable conditions to the future business trend, and in stimulating activity in the security markets: first, the continued ease of money and low interest rates in general; second, the possibility of a complete revision of the tax schedules and the further possibility that adverse legislation of all sorts will be bitterly contested; third, the likelihood that the committee now examining Germany's ability to pay reparations will be able to take constructive steps in bringing order out of chaos abroad.

The general bond market during the week has made a striking response to the favorable credit situation prevailing in the United States. The demand for high grade seasoned issues was well diversified and the demand for first class new issues of investment securities was in excess of the supply by a good margin, with the result that quite a number of issues brought out during the month have gone to a premium. Prompt oversubscription of the \$50,000,000 Southwestern Bell Telephone Company bonds was the outstanding development in the bond market Monday. Complete figures indicated that the oversubscription came close to a record for corporate financing, total subscriptions being about eight times the amount offered. As a result allotments were scaled down and the percentage of bonds allowed was from 10% to 17% of the amount asked. This reception was reflected in a sympathetic strong demand for the obligations of affiliated companies.

Transactions in European exchanges were light and fluctuations generally narrow, accentuating the fact that important interests are indifferent about entering into new commitments pending further developments in foreign affairs. The pound sterling was

- 3 -

steadier, reflecting to some extent the improvement in London which has been noted since the actual change in government and the termination of the railway strike. While there were some soft spots in the foreign government bonds the general movement was steady.

Liberty
Bond
Market

The very active demand for 4 1/4% Liberty bonds, which has characterized the bond market since the first of the year, continued during the week. Although there was a slight recession in price, under firmer money conditions on Monday, a quick recovery was made and prices closed the period at approximately the same levels as the previous week. The Third 4 1/4s, with a gain of 1/32nd, touched par for the first time since 1922. The Treasury bonds of 1947-52 sold at a record high of 100 10/32nds on Wednesday. This issue is relatively small and consequently more subject to price advances in case of good demand than other issues on the Government list. The following summary shows the prices of 4 1/4% Government bonds at the close of the last two periods, and the high and low for the year 1924, to date:

<u>Issue</u>	<u>Close of</u>		<u>Close of</u>		<u>-1 9 2 4--</u>	
	<u>Jan. 23/24</u>		<u>Jan. 30/24</u>		<u>High</u>	<u>Low</u>
First 4 1/4s	99	14/32	99	13/32	99 18/32	98 8/32
Second 4 1/4s	99	11/32	99	13/32	99 15/32	98 4/32
Third 4 1/4s	99	31/32	99	31/32	100	99 8/32
Fourth 4 1/4s	99	13/32	99	15/32	99 17/32	98 8/32
Treas. 4 1/4s	100	1/32	100	8/32	100 10/32	99 8/32

As shown in this table, the average gain of the First, Second and Fourth 4 1/4% bonds since the first of the year has been more than \$12 for each \$1,000 bond.

Synopsis
of Reports
from Banks

The Boston market for Government securities has been active and prices firm, with some issues showing advances, especially the 4 1/4% Treasury Bonds of 1947-52. Certificates and notes have been in good demand with all issues selling at par or better. The situation seems to have become more settled during the period just closed and

- 4 -

brokers are not looking for much further advance in prices. In Philadelphia the continued easy rates for money have diverted investment funds into the bond market, creating decided strength and activity in Liberty bonds, prices of which advanced to higher levels for the current movement. A large amount of Thirds still continued to be exchanged for the Fourth loan bonds. In the Cleveland district trading in Government securities has been rather quiet. The turnover for the week was estimated at not more than \$3,000,000. In Chicago and St. Louis all issues of Government bonds have continued very active with demand in excess of supply. Reports from other districts indicate a rather quiet market in Government securities during the period.

New York
Market for
Short-term
Governments

While there was a substantial amount of money in the market at all times during the week, there was only a small portion that found investment in short-term Government securities. The demand seemed to center more in the longer-term Treasury Notes and Liberty bonds. Prices on Treasury certificates have shown practically no change; while, due to the small available supply, prices on Treasury Notes advanced slightly. Holders of Treasury certificates and notes desiring to sell are now able to obtain better than par on all issues, the September 15, 1926 4 1/4% Treasury Notes, which was the last issue to reach par, having advanced 3/32nds during the week.

BANKERS ACCEPTANCES

Special
Purchases

At the request of the Federal Reserve Bank of Dallas, New York made special purchases of about \$7,000,000 bills for their account during the period.

- 5 -

Abstract of
Reports
from Banks

Boston reports a heavy supply of bills during the past week with sugar and dollar exchange bills in evidence. The reduction of $1/8\%$ in dealers' rates resulted in a larger supply and a smaller demand, the market not having absorbed many bills at the new offering rate. One dealer, however, reports the usual buying from country banks and from commercial houses. Short maturities were in best demand during the period. Offerings direct to them were quite heavy notwithstanding the fact that the reserve banks buying rates remained unchanged. These offerings probably represented bills held by banks which had been purchased by them at the old rate. Their portfolio increased slightly due to bills carried for dealers under repurchase agreements. New York dealers report a moderately active week with the supply of bills practically unchanged from the previous period. The demand, however, showed a substantial decrease influenced by a firmer tendency in money, with the result that dealers' portfolios increased somewhat. In Philadelphia there was a strong demand for bankers acceptances. Out of town banks were the principal buyers with some little response from local banks. Offerings to them were comparatively light since the reduction in dealers' rates. Wheat and cotton bills apparently predominate in the market at this time. In Chicago there has been a fair supply of bills and the demand moderate, while in other districts where there is a local market the demand has been comparatively light.

Rates

Dealers continued throughout the week the rates established by them at the close of the previous week, buying at $4\frac{1}{8}\%$ and offering at 4% bills of all maturities up to 120 days.

- 6 -

MONEY MARKETCall Money

Stock Exchange call funds, which for over a week have held steady at 4%, imparted a firmer undertone on Monday, with the result that the rate closed on that day at 5% from the opening and renewal at 4% and interval of 4 1/2%. The bulk of loans, however, were made at the inside figure. During the two subsequent days rates ruled steady at 4 1/4% to 4 1/2%. This slightly firmer money condition is considered to be only temporary and due mainly to banks preparing for February 1 requirements which ordinarily are large.

Time Money

There was an abundance of time money offered during the period at 4 3/4%. Owing to their requirements being small, however, brokers were reluctant to pay this rate and were constantly bidding 4 1/2%. As a result, toward the latter part of the period there were a few loans made at this rate, but only for the shorter dates. This is the first instance in which time money has loaned at lower than 4 3/4% during the past year. The large supply of time money available for investment caused an easier undertone in the commercial paper market. The demand, which is mostly from country banks, has not been of sufficient volume to effect any change in rates which are still quoted at 4 3/4% for prime names.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

Further purchases amounting to \$12,501,850 have been made against Treasury order dated January 16, 1924, mentioned in previous report, authorizing the purchase at the market on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan 4 1/4% bonds, account Cumulative Sinking Fund. Total purchases to date of \$19,028,850, at

- 7 -

prices ranging from 99 28/32nds to 99 31/32nds, have been made in the different districts as follows:

Boston	\$ 1,600,000
New York	8,809,000
Philadelphia	4,909,850
Chicago	<u>3,710,000</u>
	\$19,028,850
Unexecuted balance	<u>971,150</u>
Total - - - - -	<u><u>\$20,000,000</u></u>

At the request of the Treasury, the Federal Reserve Bank of New York effected a private purchase on January 29 of a block of \$16,281,000 Third Liberty Loan 4 1/4% bonds at par and interest for account of the Cumulative Sinking Fund.

Miscellaneous The Federal Reserve Bank of New York, at the request of the Treasury, purchased on the Stock Exchange \$394,000 par amount Treasury Bonds of 1947-52 for account of the Government Life Insurance Fund.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

The apportionment of United States Government securities held in the Special Investment Account for the Federal Reserve System at the close of business Wednesday, January 30, was as follows:

- 8 -

	<u>Cert. of Indebt.</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 1,885,000	\$ 2,116,500	\$ 4,001,500
New York	6,058,000	6,803,000	12,861,000
Philadelphia	1,817,500	2,040,900	3,858,400
Cleveland	2,176,500	2,444,100	4,620,600
Richmond	920,000	1,033,100	1,953,100
Atlanta	1,077,000	1,209,400	2,286,400
Chicago	3,657,500	4,107,000	7,764,500
St. Louis	785,500	881,900	1,667,400
Minneapolis	606,000	680,300	1,286,300
Kansas City	763,000	856,700	1,619,700
Dallas	650,500	730,700	1,381,200
San Francisco	<u>2,042,000</u>	<u>2,292,900</u>	<u>4,334,900</u>
T O T A L S	\$22,438,500	\$25,196,500	\$47,635,000

 Purchases for future delivery - - - - - 3,500,000

 Total purchases to date - - - - - \$51,135,000
RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 5,055,500
New York	41,128,000
Philadelphia	1,774,500
Cleveland	200,000
Richmond	580,000
Atlanta	652,000
Chicago	300,000
St. Louis	477,000
Minneapolis	113,000
Dallas	25,000
San Francisco	<u>830,000</u>
	<u><u>\$51,135,000</u></u>

RECAPITULATION OF PURCHASES BY MATURITIES

March	15, 1924	\$10,031,500
June	15-16, 1924	3,548,500
Sept.	15, 1924	8,375,000
Dec.	15, 1924	13,245,000
March	15, 1925	12,935,000
June	15, 1925	3,000,000
		<u><u>\$51,135,000</u></u>

- 9 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT
OF ALL FEDERAL RESERVE BANKS FROM JANUARY 24 to JANUARY 30, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 46,000 <u>293,200</u>	Part. System Inv. C/I " " " T/N	0	-	\$ 935,000
	<u>\$339,200</u>				
New York	146,000 <u>942,200</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$1,088,200</u>				
Philadelphia	44,000 <u>282,700</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$326,700</u>				
Cleveland	100,000 52,500 <u>338,600</u>	TM-1924 Ctfs. Part. System Inv. C/I " " " T/N	100,000	TM-1924 Ctfs.	0
	<u>\$491,100</u>				
Richmond	22,500 <u>143,100</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$165,600</u>				
Atlanta	111,550 1,000 26,000 <u>167,500</u>	Misc. Bonds A -1927 Notes Part. System Inv. C/I " " " T/N	18,900	Misc. Bonds	0
	<u>\$306,050</u>				
Chicago	88,500 <u>568,500</u>	Part. System Inv. C/I " " " T/N	0	-	507,200
	<u>\$657,000</u>				
St. Louis	19,000 <u>122,200</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$141,200</u>				

- 10 -

GOVERNMENT SECURITIES (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Minneapolis	\$ 150,000 TD -1924 Ctfs.		\$ 135,000 TD -1924 Ctfs.		0
	25,000 TM2-1924 "		15,000 TM -1924 "		
	10,000 TM -1924 "		20,000 TM2-1924 "		
	35,000 A -1924 Notes		35,000 A -1924 Notes		
	12,000 B -1924 "		12,000 B -1924 "		
	360,400 A -1925 "		360,400 A -1925 "		
	215,000 B -1925 "		214,500 B -1925 "		
	26,000 C -1925 "		26,000 C -1925 "		
	16,000 A -1926 "		16,000 A -1926 "		
	1,062,600 B -1926 "		1,062,600 B -1926 "		
	88,000 A -1927 "		88,000 A -1927 "		
	49,200 B -1927 "		52,200 B -1927 "		
	415,800 Misc. Bonds		338,650 Misc. Bonds		
	15,000 Part.System Inv.C/I				
	94,200 " " " T/N				
	<u>\$2,574,200</u>		<u>\$2,375,350</u>		
Kansas City	10,000 A -1925 Notes		-		0
	1,000 TM -1924 Ctfs.				
	18,500 Part.System Inv.C/I				
	118,700 " " " T/N				
	<u>\$ 148,200</u>				
Dallas	25,000 TM-1924 Ctfs.		150,000 TD-1924 Ctfs.		0
	15,500 Part.System Inv.C/I		25,000 TM-1924 "		
	101,200 " " " T/N				
	<u>\$ 141,700</u>		<u>\$ 175,000</u>		
San Francisco	49,500 Part.System Inv.C/I		0		0
	317,600 " " " T/N				
	<u>\$ 367,100</u>				
T O T A L S	<u>\$6,746,250</u>		<u>\$2,669,250</u>		<u>\$1,442,200</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 440,000	4%	\$6,660,000	\$4,586,000
	31-60 "	608,000	4 1/8%		
	61-90 "	1,767,000	4 1/8%		
	In other dis- tricts	254,000			
		<u>\$3,069,000</u>			

- 11 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
New York	1-30 days	\$ 2,178,000	4% - 4 1/4%	\$ 8,675,464	\$23,024,000
	31-60 "	35,000	4 1/8%		
	61-90 "	<u>189,000</u>	4 1/8% - 4 1/4%		
		<u>\$2,402,000</u>			
Philadelphia	1-30 days	2,188,000	4%	7,622,000	0
	31-60 "	428,000	4% - 4 1/8%		
	61-90 "	<u>1,383,000</u>	4 1/8%		
		<u>\$3,999,000</u>			
Cleveland	31-60 days	375,000	4 1/8%	3,107,415	0
	In other dis- tricts	<u>688,211</u>			
		<u>\$1,063,211</u>			
Richmond	1-30 days	180,000	4 1/4%	1,065,000	0
	61-90 "	147,000	4 1/4%		
	Over 90 "	<u>6,060</u>	4 1/4%		
		<u>\$333,060</u>			
Atlanta	-	604,619	-	2,024,628	0
Chicago	31-60 days	250,000	4 1/8%	4,347,000	914,000
	61-90 "	180,000	4 1/8%		
	In other dis- tricts	<u>1,119,121</u>			
		<u>\$1,549,121</u>			
St. Louis	In other dis- tricts	91,038	-	0	0
	-	50,000	-	0	0
Minneapolis	In other dis- tricts	<u>191,386</u>			
		<u>\$241,386</u>			
Kansas City	-	0	-	10,000	0
Dallas	1-30 days	10,000	4%	7,227,044	0
	Spec. Purchases	7,019,938		383,970	Sold to
	In other Dists.	<u>474,173</u>			Mem. Bks.
		<u>\$7,504,111</u>		<u>\$7,611,014</u>	
San Francisco	1-30 days	258,000	4% - 4 1/4%	4,237,000	2,553,000
	31-60 "	348,000	4% - 4 1/4%		
	In other dis- tricts	<u>693,240</u>			
		<u>\$1,299,240</u>			
T O T A L S		<u>\$22,155,786</u>		<u>\$45,359,521</u>	<u>\$31,077,000</u>

Executive Folder
Date 1/30/23

#21

333

January 30, 1924.

Dear Sir:

Receipt is acknowledged of your letter of the 29th instant, enclosing report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 17 to January 23, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

Walter L. Eddy,
Secretary.

Mr. W. B. Katteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

Prepared by
WLB

Executive Folder

Date 1/30/24

FEDERAL RESERVE BANK
OF NEW YORK

Handwritten initials and lines

Open Market Investment Committee
for the Federal Reserve System

CONFIDENTIAL

January 29, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 17 to January 23, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,

Handwritten signature of W. B. Matteson
W. B. Matteson
Secretary of the Committee

Enclosure

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

**WEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD JANUARY 17 TO JANUARY 23, 1924 (INCLUSIVE)**

**Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to January 23, 1924
(000 Omitted)**

	<u>TOTAL EARNING ASSETS</u>	<u>*Government Securities</u>	<u>*Bankers Acceptances</u>	<u>Bills Discounted</u>
March 28	\$1,203,720	\$249,409	\$254,251	\$700,060
April 25	1,104,489	193,810	274,041	636,638
May 29	1,178,156	189,288	257,818	731,050
June 27	1,114,219	134,976	204,225	774,963
July 25	1,033,697	96,284	176,864	760,539
Aug. 29	1,082,553	93,530	173,485	815,518
Sept. 26	1,126,334	91,885	172,124	862,008
Oct. 31	1,180,652	91,837	204,698	883,800
Nov. 28	1,167,999	84,460	289,004	794,381
Dec. 26	1,297,775	104,158	336,415	857,151
Jan. 2	1,271,762	126,643	347,185	797,883
" 9	1,026,496	100,358	319,166	606,921
" 16	943,561	116,612	292,744	534,185
" 23	937,711	120,926	275,997	540,778

*Including sales contracts

NOTE: Total earning assets of the System decreased \$5,850,000 during the week. Net changes in the different classes were as follows: Total Government securities showed a net increase of \$4,314,000 - sales contract holdings decreased \$1,984,000, while Government securities owned outright increased \$6,298,000 (representing \$6,716,000 purchases for System Investment Account and minor sales of \$418,000); bankers acceptances decreased \$16,747,000 of which \$13,839,000 were in sales contract holdings, making a net decrease in outright holdings of \$2,908,000; bills discounted increased during the period \$6,593,000.

**Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts) During
Week Ending January 23, 1924
(000 Omitted)**

	<u>Government Securities</u>			<u>Bankers Acceptances</u>		
	<u>Balance Jan. 23</u>	<u>Balance Jan. 16</u>	<u>Net Change</u>	<u>Balance Jan. 23</u>	<u>Balance Jan. 16</u>	<u>Net Change</u>
Boston	\$ 7,222	\$ 6,658	\$ 564+	\$ 26,043	\$ 27,689	\$1,646-
New York	12,975	11,161	1,814+	29,067	28,885	182+
Philadelphia	21,097	20,679	418+	33,705	32,047	1,658+
Cleveland	15,563	14,912	651+	43,459	45,295	1,836-
Richmond	3,129	2,854	275+	3,045	2,797	248+
Atlanta	2,253	1,986	267+	13,160	13,185	25-
Chicago	13,365	12,270	1,095+	36,398	37,398	1,000-
St. Louis	1,527	1,291	236+	655	43	612+
Minneapolis	8,551	8,754	203-	2,650	2,137	513+
Kansas City	8,460	8,230	230+	85	10	75+
Dallas	7,958	7,618	340+	42,534	42,197	337+
San Francisco	13,153	12,542	611+	28,333	30,359	2,026-
T O T A L S	<u>\$115,253</u>	<u>\$108,955</u>	<u>\$6,298+</u>	<u>\$259,134</u>	<u>\$262,042</u>	<u>2,908-</u>

- 2 -

SECURITY MARKETSGeneral
Bond
Market

That industry and business of all sorts are not proceeding at a sufficiently fast pace to take up the slack of accumulated funds is evidenced by the remarkable easy trend of money since the turn of the year. While it is true that the movement of funds to financial centers is to some extent seasonal, nevertheless there are other factors to be taken into account. One of these is the rapidity with which crops were harvested and sold in the fall; another is the fact that industrial inventories are not high except in a few lines; still another is that a moderate volume of capital from European countries is seeking investment in American dollars and American securities. The result has been that private investors with idle funds, industrial corporations with large surplus of cash, and banking institutions have been obliged to find additional channels of employment for the large amount of capital which has been accumulating. This condition has stimulated the demand for high grade investment bonds. The market in industrial, railroad and public utility issues has been steadily rising as the demand for all classes of investment securities broadened. Convertible bonds and semi-speculative issues are growing steadily more popular with the investing public on account of being influenced by the same factors which play upon stock prices. Bonds of all sorts have advanced approximately 1% since the first of the year. New bond issues since January 1 have totaled approximately \$309,000,000 and investment bankers have reported a broad market and brisk demand for all classes of new offerings.

The foreign governments were steady in spite of unsettled conditions in the foreign exchange market. The drop from \$4.26 3/8 to \$4.21 may be attributed to the adverse effect of the British railway strike and to some uneasiness as to the effect of the new Labor Government. Francs continued their downward trend to \$.0446 1/2.

- 3 -

The weakness in these exchanges was reflected to a slight extent in the balance of the list.

Liberty
Bond
Market

The chief interest, however, has been centered in Liberty bonds, the demand for which has been gathering momentum for about a month, but only in the last few days has it reached its present velocity of approximately \$4,000,000 of bonds dealt in every day on the New York Stock Exchange. Four of the five active issues not only established new high prices for 1924 on the closing day of the period, but sold higher than any time in 1923 as will be seen from the following comparison:

<u>Issue</u>	<u>High</u> <u>Jan. 23, 1924</u>	<u>High of 1923</u>
First 4 1/4s	99 14/32	99 6/32
Second 4 1/4s	99 12/32	99 3/32
Third 4 1/4s	99 31/32	99 14/32
Fourth 4 1/4s	99 15/32	99 6/32

The high price for the year thus far of 99 27/32 on First 3 1/2% tax exempt bonds was attained on January 7, as compared with the high of 101 30/32nds in 1923. Since January 7, 1924, the price has been gradually declining contrary to the trend of the other issues, the closing price on January 23 being 99 11/32nds. The relatively small amount of trading in these bonds may be attributed to the anticipation that Congress will pass either the Mellon Tax Plan or a compromise measure which will be favorable to income subject to surtax, and the demand has accordingly been greater for the issues bearing 4 1/4% coupon rate. Treasury bonds of 1952 which during the week advanced above par increased in price to 100 3/32nds and dropped back to 100 1/32nd at the close.

Synopsis
of Reports
from Banks

Reports received from the various banks indicate continued activity during the week in Government securities, with resulting higher prices in most of the issues. Present ease in the money market has apparently been the predominating influence in Government security

- 4 -

dealings. In Boston the market has been fairly active with demand slightly exceeding the supply, and the period closed with fractionally higher prices in all issues. The Third and Fourth Liberty Loan bonds moved freely and led the bond issues, while dealings in Treasury Notes have been more active than in certificates of indebtedness. Philadelphia reports that the continued demand for Liberty bonds resulted in new high prices for the year. Part of this buying is reported to be for foreign account since the foreign exchanges indicate the inflow of European capital in this direction. In Cleveland the market for Government securities has been fairly active, with a tendency toward stronger prices. There has been considerable selling of Liberty bonds in this territory, with very little buying, purchasers being investors other than banks. The demand for certificates and notes has been good. In Chicago all issues of Government securities have been in good demand, with Liberty bonds substantially higher. Treasury Notes and certificates of the short maturities have advanced only slightly in price, but the demand has exceeded the supply. There has been a renewal of buying of all maturities of Government bonds by one of the large local trust companies, and also some heavy corporation buying of 1924 maturities to be used for tax purposes. St. Louis dealers report a very active market, with a good demand for Libertys and certificates. In the far western districts the market has been quiet.

New York
Market for
Short-term
Governments

Early in the week Treasury certificates and notes were in good demand but dealers were unable to obtain sizable amounts as, under easier money conditions, investors were reluctant to dispose of any of their holdings. Toward the latter part of the week trading in short-term Governments was comparatively light, investors in Government securities evidently preferring the longer termed Liberty bonds.

- 5 -

Prices were practically unchanged, with the exception of minor increases in some of the Treasury Notes of longer maturities, and dealers' portfolios remained at practically the same level throughout the week.

BANKERS ACCEPTANCES

During the week the Federal Reserve Bank of St. Louis notified the committee that they desired to participate in the distribution of bills purchased in the open market by the Federal Reserve System under the plan adopted by the Open Market Investment Committee. This makes a total of nine banks which are now participating and includes all banks with the exception of the Federal Reserve Bank of Richmond, Atlanta and Kansas City.

Abstract of Reports from Banks

In Boston the supply and demand for bills have both been good during the week, but demand exceeded supply. Bills purchased, although less than last week, were in fair volume. Some sugar and cotton bills with maturities of 30 to 60 days came into the market. The demand was excellent all week, with local banks especially good buyers. Steady buying was in evidence, especially for 30 to 45-day bills. Many sales were lost because of the lack of supply of particular names and maturities. All dealers have now returned to 4 1/8% bid, 4% asked, for all maturities up to 90 days. Dealers are holding few bills and are financing themselves on outside loans at very favorable rates. Offerings were light, and with heavy maturities portfolio was considerably reduced. In New York dealers reported a reduced supply of new bills which, it is thought, is accounted for by acceptors retaining to a considerable extent their own bills. Although the demand was sufficient only to absorb the supply there was broader distribution with a noticeably improved demand from New England and the far west. Some difference of opinion exists as to whether a change in rates was warranted. The slight shading, however, at the close of the week of from 4 1/8% to

- 6 -

4% on offerings of all bills up to and including 120 days probably reflects the continued ease of call money. In general the market was rather quiet and developed little of particular interest. In Philadelphia conditions in the bill market during the period had been fairly brisk, with the demand somewhat in excess of the supply, due to easier money conditions. Dealers generally are now bidding $4 \frac{1}{8}\%$ and offering prime bills at 4%, although one dealer lowered his rates for a short time during the week to 4% bid and $3 \frac{7}{8}\%$ offered, for best names. Inland banks continued to be fairly consistent buyers, with some little response from local banks. Offerings have been comparatively light. In Chicago the supply of bills has been fair with a moderate demand; rates are unstable with some evidence of prospective lower quotations.

Rates Dealers' offering rates continued at their previous level until the end of the week when rates were lowered $1/8\%$ on longer maturities, all maturities up to 120-days now being offered at 4%.

MONEY MARKET

Call Money In contrast with the previous week when money ranged from $3 \frac{3}{4}\%$ to 5%, money renewed on Thursday at $4 \frac{1}{4}\%$ and remained steady at 4% throughout the week. Large amounts of funds were received in New York from interior districts and toward the latter part of the week dealers had no difficulty in obtaining large amounts in the outside market at $3 \frac{1}{2}\%$. The supply of exceptionally large amounts of funds in the market, caused by seasonal liquidation and slackness in business demand, far exceeded brokers' demands for over-night money with the result that substantial amounts remained unloaned at the close of business each day.

Time Money Time money against both mixed and all industrial collateral was available at $4 \frac{3}{4}\%$ for all dates, although most trading was for maturities

- 7 -

up to 90 days. Toward the latter part of the week there was a very slight tightening tendency due to decreased volume in offerings which, however, did not affect the loaning rate. The ease in time money was also reflected in commercial paper which was offered at $4\frac{3}{4}\%$ for prime names with an occasional sale at $4\frac{1}{2}\%$. Commercial paper at these rates, however, has not proven especially attractive, the demand being somewhat spotty and largely from country banks which desire to reinvest funds made available by their customers who are not now borrowing.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURY

Cumulative Sinking Fund

On January 16 the Treasury authorized the purchase at the market on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan $4\frac{1}{4}\%$ bonds for account of the Cumulative Sinking Fund. Purchases have been made to date amounting to \$6,527,000 at prices ranging from 99 28/32nds to 99 31/32nds, as follows:

Boston	\$ 350,000	
New York	3,367,000	
Philadelphia	1,550,000	
Chicago	<u>1,260,000</u>	
	\$ 6,527,000	
	<u>13,473,000</u>	Unexecuted balance
Total.....	\$20,000,000	

Postal Savings Fund

At the request of the Treasury the Federal Reserve Bank of New York effected a private sale on January 18 of \$20,000,000 par amount Fourth Liberty Loan $4\frac{1}{4}\%$ bonds for account of the Board of Trustees, Postal Savings System.

Miscellaneous

At the request of the Treasury the Federal Reserve Bank of New York purchased on the Stock Exchange \$666,900 par amount Treasury bonds of 1947-52, for account of Government Life Insurance Fund.

- 8 -

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

The apportionment of United States Government securities held in the Special Investment Account for the Federal Reserve System at the close of business Wednesday, January 23, 1924, amounted to \$43,602,000 as follows:

	<u>Certificates of Indebtedness</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 1,839,000	\$ 1,823,300	\$ 3,662,300
New York	5,912,000	5,860,800	11,772,800
Philadelphia	1,773,500	1,758,200	3,531,700
Cleveland	2,124,000	2,105,500	4,229,500
Richmond	897,500	890,000	1,787,500
Atlanta	1,051,000	1,041,900	2,092,900
Chicago	3,569,000	3,538,200	7,107,200
St. Louis	766,500	759,700	1,526,200
Minneapolis	591,000	586,100	1,177,100
Kansas City	744,500	738,000	1,482,500
Dallas	635,000	629,500	1,264,500
San Francisco	<u>1,992,500</u>	<u>1,975,300</u>	<u>3,967,800</u>
Totals - - - -	\$21,895,500	\$21,706,500	\$43,602,000
Purchases for future delivery and apportionment - - -			<u>6,720,000</u>
Total purchases to date - - - - -			<u>\$50,322,000</u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 5,055,500
New York	40,445,000
Philadelphia	1,774,500
Cleveland	100,000
Richmond	580,000
Atlanta	652,000
Chicago	300,000
St. Louis	472,000
Minneapolis	113,000
San Francisco	<u>830,000</u>
	<u>\$50,322,000</u>

RECAPITULATION OF PURCHASES BY MATURITIES

March 15, 1924	\$ 9,588,500
June 15-16, 1924	3,508,500
Sept. 15, 1924	8,045,000
Dec. 15, 1924	13,245,000
March 15, 1925	12,935,000
June 15, 1925	3,000,000
	<u>\$50,322,000</u>

- 9 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT
OF ALL FEDERAL RESERVE BANKS FROM JANUARY 17 TO JANUARY 23, 1924GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 38,500 <u>525,500</u> \$ 564,000	Part. System Inv. C/I " " " T/N	0	-	\$ 15,000
New York	124,500 <u>1,689,300</u> \$1,813,800	Part. System Inv. C/I " " " T/N	0	-	0
Philadelphia	37,000 506,700 <u>\$543,700</u>	Part. System Inv. C/I " " " T/N	24,000 18,000 <u>84,500</u>	TM -1924 C/I TJ -1924 " " TD -1924 " "	0
			<u>\$126,500</u>		
Cleveland	45,000 <u>606,900</u> \$651,900	Part. System Inv. C/I " " " T/N	0	-	0
Richmond	18,500 <u>256,500</u> \$275,000	Part. System Inv. C/I " " " T/N	0	-	0
Atlanta	14,000 120,000 118,500 500 83,600 22,000 <u>300,300</u> \$658,900	TM2-1924 C/I TJ -1924 " " TD -1924 " " A -1927 T/N Misc. Bonds Part. System Inv. C/I " " " T/N	14,000 132,500 163,500 1,500 5,000 1,000 <u>74,550</u> \$392,050	TM2-1924 C/I TJ -1924 " " TD -1924 " " A -1924 T/N B -1924 " " B -1926 " " Misc. Bonds	0
Chicago	75,000 <u>1,019,900</u> \$1,094,900	Part. System Inv. C/I " " " T/N	0	-	593,800
St. Louis	16,500 <u>218,900</u> \$235,400	Part. System Inv. C/I " " " T/N	0	-	0

- 10 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Minneapolis	\$ 50,000	TM2-1924 C/I	\$ 50,000	TM2-1924 C/I	\$1,762,000
	17,500	TM -1924 " "	12,500	TM -1924 " "	
	15,000	TJ -1924 " "	131,000	TJ -1924 " "	
	392,000	TD -1924 " "	547,000	TD -1924 " "	
	3,500	B -1924 T/N	3,500	B -1924 T/N	
	5,400	A -1925 " "	5,000	A -1925 " "	
	100,300	B -1925 " "	100,300	B -1925 " "	
	4,000	C -1925 " "	4,000	C -1925 " "	
	61,000	B -1926 " "	61,000	B -1926 " "	
	502,500	A -1927 " "	502,500	A -1927	
	18,800	B -1927 " "	15,300	B -1927	
	827,450	Misc. Bonds	948,950	Misc. Bonds	
	12,000	Part.System Inv.C/I			
	169,000	" " " T/N			
	<u>\$2,178,450</u>		<u>\$2,381,050</u>		
Kansas City	2,000	TM -1924 C/I	0	-	3,300,000
	15,500	Part.System Inv.C/I			
	212,700	" " " T/N			
	<u>\$ 230,200</u>				
Dallas	125,000	TJ -1924 C/I	0	-	0
	20,000	TM2-1924 " "			
	13,500	Part.System Inv.C/I			
	181,400	" " " T/N			
	<u>\$ 339,900</u>				
San Francisco	42,000	Part.System Inv.C/I	0	-	0
	569,400	" " " T/N			
	<u>\$ 611,400</u>				
TOTALS	<u>\$9,197,550</u>		<u>\$2,899,600</u>		<u>\$5,670,800</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 290,000	4%	- 4 1/8%	\$4,270,000
	31-60 "	677,000	4 1/8%		\$925,000
	61-90 "	389,000	4 1/8%		
	In other dis-	1,268,000			
	tricts	<u>\$2,624,000</u>			

- 11 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
New York	1-30 days	\$4,388,000	4% - 4 1/8%	4,915,910	7,618,053
	31-60 "	50,000	4 1/8%		
	61-90 "	537,000	4 1/4% - 4 1/4%		
	Over 90 "	<u>123,000</u>			
		<u>\$5,098,000</u>			
Philadelphia	1-30 days	1,792,000	4% - 4 1/8%	3,588,419	0
	31-60 "	661,000	4 1/8%		
	61-90 "	<u>2,793,000</u>			
		<u>\$5,246,000</u>			
Cleveland	In other dis- tricts	1,985,689	-	3,821,731	0
Richmond	1-30 days	196,885	4 1/4%	233,897	0
	31-60 "	60,000	4 1/4%		
	61-90 "	<u>224,630</u>	4 1/4%		
		<u>\$481,515</u>			
Atlanta	-	2,175,058	-	2,200,587	0
Chicago	1-30 days	220,000	4%	5,416,000	1,823,000
	31-60 "	215,000	4 1/8%		
	61-90 "	550,000	4 1/8%		
	In other dis- tricts	<u>3,431,000</u>			
		<u>\$4,416,000</u>			
St. Louis	61-90 days	640,000	4 1/8%	28,000	0
Minneapolis	In other dis- tricts	511,575	-	0	0
Kansas City	-	75,000	-	0	0
Dallas	1-30 days	20,000	4%	4,110,890	0
	In other dists.	689,396		46,179 Sold	
	Spec. Purchases	<u>3,785,064</u>		<u>Mem. Bks.</u>	
		<u>\$4,494,460</u>		<u>\$4,157,069</u>	
San Francisco	1-30 days	60,000	4% - 4 1/8%	4,134,000	3,527,000
	31-60 "	48,000	4% - 4 1/8%		
	61-90 "	28,000	4% - 4 1/8%		
	In other dis- tricts	<u>1,972,000</u>			
		<u>\$2,108,000</u>			
		<u>\$29,855,297</u>		<u>\$32,765,613</u>	<u>\$13,893,053</u>

H 7

FEDERAL RESERVE BANK
33301

January 25, 1924.

Dear Sir:

Receipt is acknowledged of your letter of January 22nd, enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 10 to January 16, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signed) Walter L. Eddy

Walter L. Eddy,
Secretary.

Mr. W. B. Mattoon, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

2
FEDERAL RESERVE BANK
OF NEW YORK

333 1

Open Market Investment Committee
for the Federal Reserve System

~~Executive Folder~~

Date 1/25/24

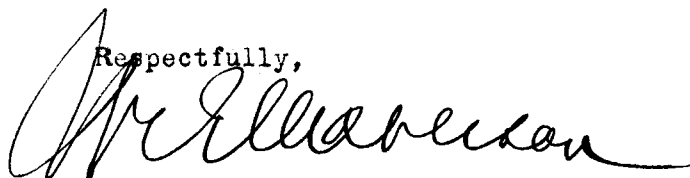
CONFIDENTIAL

January 22, 1924

S i r :

Enclosed is a report of transactions in Govern-
ment securities and bankers acceptances as reported to the
Open Market Investment Committee for the Federal Reserve
System for the period from January 10 to January 16, 1924
inclusive, together with data received by the Committee
from the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

WEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD JANUARY 10 TO JANUARY 16, 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to January 16, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	*Bankers Acceptances	Bills Discounted
March 28	\$1,203,720	\$249,409	\$254,251	\$700,060
April 25	1,104,489	193,810	274,041	636,638
May 29	1,178,156	189,288	257,818	731,050
June 27	1,114,219	134,976	204,225	774,963
July 25	1,033,697	96,284	176,864	760,539
Aug. 29	1,082,553	93,530	173,485	815,518
Sept. 26	1,126,334	91,885	172,124	862,008
Oct. 31	1,180,652	91,837	204,698	883,800
Nov. 28	1,167,999	84,460	289,004	794,381
Dec. 26	1,297,775	104,158	336,415	857,151
Jan. 2	1,271,762	126,643	347,185	797,883
" 9	1,026,496	100,358	319,166	606,921
" 16	943,561	116,612	292,744	534,185

* Including sales contracts

NOTE: The total earning assets of the System decreased \$82,935,000 during the week. Net changes in the different classes were as follows: Total Government securities showed an increase of \$16,254,000, of which \$12,190,500 consisted of Government securities purchased for the System Investment Account for apportionment to all Federal reserve banks; bankers acceptances showed a total decrease of \$26,422,000, (of which \$8,876,000 were in sales contract holdings and \$17,546,000 were in outright holdings); bills discounted decreased \$72,736,000.

Changes in Holdings of Government Securities and Bankers Acceptances
by Federal Reserve Banks (Exclusive of Sales Contracts) During
Week Ending January 16, 1924
(000 Omitted)

	Government Securities			Bankers Acceptances		
	Balance Jan. 16	Balance Jan. 9	Net Change	Balance Jan. 16	Balance Jan. 9	Net Change
Boston	\$ 6,658	\$ 5,634	\$ 1,024+	\$ 27,689	\$ 29,461	\$ 1,772-
New York	11,161	7,870	3,291+	28,885	30,381	1,496-
Philadelphia	20,679	14,692	5,987+	32,047	32,001	46+
Cleveland	14,912	13,728	1,184+	45,295	49,391	4,096-
Richmond	2,854	2,354	500+	2,797	2,609	188+
Atlanta	1,986	1,351	635+	13,185	12,746	439+
Chicago	12,270	10,283	1,987+	37,398	38,649	1,251-
St. Louis	1,291	864	427+	43	43	0
Minneapolis	8,754	8,891	137-	2,137	1,916	221+
Kansas City	8,230	7,998	232+	10	10	0
Dallas	7,618	7,270	348+	42,197	48,054	5,857-
San Francisco	12,542	11,433	1,109+	30,359	34,327	3,968-
TOTAL	\$108,955	\$92,368	\$16,587+	\$262,042	\$279,588	\$17,546-

- 2 -

DIGEST OF REPORTS RECEIVED FROM ALL FEDERAL RESERVE BANKS
SHOWING DATA REGARDING GOVERNMENT SECURITIES AND
OPEN BILL MARKET CONDITIONS IN ALL DISTRICTS

GOVERNMENT SECURITIES

Changes in
Reserve Bank
Holdings

An increase during the week of \$16,587,000 in the outright holdings of Government securities and a reduction of \$333,000 in dealers' sales contracts resulted in a net increase of \$16,254,000 in the total holdings of Government securities in the System. This increase includes \$12,190,500 Government securities purchased by various banks for the Special Investment Account for the Federal Reserve System for apportionment to all Federal reserve banks on the basis established December 12, 1923.

General Bond
Market

The action of the Republican caucus in the House in favor of reporting out of committee the tax reduction measure ahead of the bonus bill, together with a combination of heavy reinvestment demand and continued ease in money rates, resulted in an exceedingly active bond market with the volume of transactions totaling about \$90,000,000 for the period. Trading covered a broad field of issues and prices were generally advanced. Low priced rails were a feature of the market with sharp rise in prices, several of which sold at new highs for the current movement. Public utilities were again sought after, while specialities in the industrial list, such as tire and rubber issues, displayed pronounced strength. The foreign government group was generally unsettled owing to the downward trend of exchange rates. This movement culminated on Monday, January 14, when pronounced weakness in the exchanges sent sterling to \$4.23 1/4, while francs sold off 30 points to \$.0436, their lowest point in history. This action lent temporarily an irregular tone to the whole security market. Following recovery, however, in the exchanges, foreign governments rallied and made up

- 3 -

their previous losses. The present strong position of the bond market, together with large amounts of available funds, resulted in a substantial volume of new offerings during the week and expectation is that these will be materially increased in the near future.

Liberty
Bond Market

Liberty bonds were active throughout the period and at the close all issues had advanced 9/32nds to 10/32nds, with the exception of the First 3 1/2% tax exempt bonds which lost 11/32nds and closed at 99.12. Treasury Bonds of 1947-52 were especially strong and on Friday, January 11, after advancing 6/32nds, closed at par for the first time since February 15, 1923. The volume of transactions for the week was large, with a total turnover of approximately \$22,000,000 in Government bonds.

Synopsis of
Reports from
Banks

Boston reports that practically all issues of Government securities increased in price during the period as a result of ease in money and Government purchases. During the latter part of the period there was a quiet trading market - adjusting itself to present levels. Brokers report some sales of Governments by corporations recently for the purpose of investing in bonds of other classes. Dealers continue to look for higher prices within the next few weeks. In Philadelphia the Liberty bond market during the week was one of the most active of recent months. Sharp advances were recorded in Treasury Bonds and in the Third and Fourth Liberty Loan issues. The chief factor in influencing the bigger volume of buying is unquestionably the large surplus of loanable funds held by the banks, resulting in the bond market as a whole showing decided strength. Unable to find borrowers banks entered the bond market for high grade easily convertible securities and were particularly large purchasers of Liberty bonds and short

- 4 -

Treasury Notes. There is no doubt that the weakness in the European exchanges and the uncertain financial conditions abroad has induced large foreign investment in securities of this country, which movement has recently become more marked. In Cleveland the demand for Government securities, which was strong during the first part of the period, resulted in slightly higher prices. Since then, however, the demand has fallen off somewhat and some slight recession in price was evident. While there has been some heavy selling in Chicago of all issues of Government securities during the past week the demand there has exceeded the supply, especially in the short maturities, as a result of which prices have advanced materially with dealers still looking for bonds. St. Louis reports a very active market, with purchases exceeding sales. In the Dallas and San Francisco districts the market has been quiet.

New York
Market for
Short-term
Governments

With the ease in call money a strong demand was evidenced for all issues of Government securities. Certificates advanced slightly while Treasury Notes, especially those maturing in 1927, showed material price advances of from 2/32nds to 6/32nds. Dealers reported little selling on the part of holders and certificates were practically unavailable. This was especially true of certificates of the recent issue, which are being tightly held and are not being offered to dealers. Slightly firmer money on Tuesday, January 15, was accompanied by some selling of Treasury Notes and owing to a slightly lessened demand minor reductions in dealers' offering prices resulted. This, however, was only temporary and as money again eased there was a continued strong demand for all issues.

- 5 -

BANKERS ACCEPTANCESChanges in
Reserve Bank
Holdings

During the period the amount of bills held outright in the System showed a net reduction of \$17,546,000, while dealers' repurchase agreements decreased \$8,876,000. This reduced the total holdings of bills in the System to \$292,744,000.

Abstract of
Reports from
Banks

Reports received from the various banks indicate that underlying conditions affecting rates, as well as the supply and demand of bills in the several markets, especially in the three eastern districts, were very similar during the period. In New York dealers report a generally active but erratic bill market. There was a very marked decrease in the supply, but a substantial increase in the demand with a good distribution, particularly to savings banks. As a result of the easier money conditions there appeared to be a tendency for banks to hold their bills, which accounted in large measure for the substantial decrease in the supply. On the other hand, the demand showed a distinct improvement and exceeded the supply. Accordingly dealers lowered their bid rates to $4\frac{1}{8}\%$ and offering rates to 4% on all maturities up to and including four month bills. As this change of rates caused little improvement in the supply and a marked decrease in the demand dealers, with only one exception, returned on the last day of the period to their old rates at which they found a much better distribution. In New York dealers aggregate portfolios decreased from \$73,000,000 to \$62,000,000 during the week. In Boston the supply of bills was very small the first part of the week, but change in rates encouraged the making of bills with the result that purchases for the week were normal. Cotton and sugar were the commodities responsible for most of the supply of bills. The 4% offering rate did not attract much buying and dealers returned to $4\frac{1}{8}\%$ with resulting increase in sales. There was not as much

- 6 -

demand from out-of-town banks as last week, but fairly good buying from corporations and local banks, with 60-day maturities in best demand. In Philadelphia conditions in the money market were identical with the other districts, resulting in a similar shifting of dealers rates during the period. There was a fairly good demand from out-of-town sources which was augmented somewhat by purchases of local buyers, especially for the shorter maturities. Offerings were comparatively light. In Chicago supply and demand were fair with a much better distribution of bills being slowly obtained; offering rates on 90's returned to $4 \frac{1}{8}\%$. St. Louis reports little activity in their market.

MONEY MARKET

Call Money

Reflecting the seasonal lull in commercial borrowing, following the taking of inventories and the lightness of brokers' demands, call money ruled easy during the period. The ease, however, was not unexpected and was entirely in line with the normal situation for the period of the year. In the face of large amounts of loanable funds offered in the market, rates did not break sharply and the undertone was generally steady. The fact that money was not abnormally easy was seen in the action of the market on Tuesday, January 15, when from an opening and renewal at $4 \frac{1}{4}\%$, the rate went successively to $4 \frac{1}{2}\%$, $4 \frac{3}{4}\%$ and finally 5% where it held until the close, with a turnover for the day of approximately \$27,000,000. Rates for the week ranged from $3 \frac{3}{4}\%$ to 5% , while call money last year from January 10 to January 16 ranged from $3 \frac{1}{2}\%$ to $4 \frac{3}{4}\%$.

Time Money

Time money against stock exchange collateral was established during the period on practically a $4 \frac{3}{4}\%$ basis for all maturities. In the absence of any large commitments or inquiries

- 7 -

for fixed date funds all loans up to 90 days were arranged at 4 3/4%, while rates for accommodation beyond that period depended entirely upon the character of the loan as well as which party desired to complete arrangements.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURY

Cumulative
Sinking
Fund

Treasury order of December 26, mentioned in previous report, authorizing the purchase at the market on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan 4 1/4% bonds has now been completed. Purchases were made at prices ranging from 99 9/32nds to 99 27/32nds, with participation as follows:

Boston	\$ 550,000
New York	9,776,500
Philadelphia	5,603,000
Chicago	<u>4,070,500</u>
Total	<u>\$20,000,000</u>

Civil Service
Retirement and
Disability
Fund

During the period the New York bank purchased \$500,000 4% certificates of indebtedness, series TJ-1924 and \$2,000,000 4 1/2% Treasury Notes, series A-1927 for account of the Civil Service Retirement and Disability Fund.

Miscellaneous

At the request of the Treasury, the Federal Reserve Bank of New York purchased on the Stock Exchange \$806,500 face amount Treasury Bonds of 1947-52 for account of the Government Life Insurance Fund, and also purchased \$17,000 4 1/4% Fourth Liberty Loan bonds for the District of Columbia Teachers' Retirement Fund.

- 8 -

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

The apportionment of United States Government securities held in the Special Investment Account for the Federal Reserve System at the close of business Wednesday, January 16, 1924, amounted to \$36,885,500 as follows:

	<u>Certificates of Indebtedness</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 1,800,500	\$ 1,297,800	\$ 3,098,300
New York	5,787,500	4,171,500	9,959,000
Philadelphia	1,736,500	1,251,500	2,988,000
Cleveland	2,079,000	1,498,600	3,577,600
Richmond	879,000	633,500	1,512,500
Atlanta	1,029,000	741,600	1,770,600
Chicago	3,494,000	2,518,300	6,012,300
St. Louis	750,000	540,800	1,290,800
Minneapolis	579,000	417,100	996,100
Kansas City	729,000	525,300	1,254,300
Dallas	621,500	448,100	1,069,600
San Francisco	<u>1,950,500</u>	<u>1,405,900</u>	<u>3,356,400</u>
	\$21,435,500	\$15,450,000	\$36,885,500
Purchases for future delivery and apportionment - - - - -			<u>7,626,500</u>
Total purchases to date - - - - -			<u>\$44,512,000</u>

RECAPITULATION OF PURCHASES

<u>Made By</u>	<u>Amount</u>
Boston	\$ 5,030,500
New York	34,975,000
Philadelphia	1,774,500
Richmond	580,000
Atlanta	480,500
Chicago	300,000
St. Louis	428,500
Minneapolis	113,000
San Francisco	<u>830,000</u>
	<u>\$44,512,000</u>

RECAPITULATION OF PURCHASES BY MATURITIES

March	15, 1924	\$ 9,361,500
June	15-16, 1924	3,472,000
September	15, 1924	4,790,000
December	15, 1924	13,073,500
March	15, 1925	10,815,000
June	15, 1925	3,000,000
		<u>\$44,512,000</u>

- 9 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF ALL
FEDERAL RESERVE BANKS FROM JANUARY 10 TO JANUARY 16, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 517,500 <u>506,500</u> \$1,024,000	Part. System Inv. C/I " " " T/N	0	-	\$ 15,000
New York	1,663,500 <u>1,628,100</u> \$3,291,600	Part. System Inv. C/I " " " T/N	0	-	0
Philadelphia	5,000,000 499,000 <u>488,500</u> \$5,987,500	B-1925 Treas. Notes Part. System Inv. C/I " " " T/N	0	-	0
Cleveland	500 597,500 <u>584,900</u> \$1,182,900	TM-1924 C/I Part. System Inv. C/I " " " T/N	0	-	0
Richmond	252,500 <u>247,300</u> \$ 499,800	Part. System Inv. C/I " " " T/N	0	-	0
Atlanta	17,000 16,000 53,500 101,500 5,000 3,000 2,000 46,700 296,000 <u>289,400</u> \$ 830,100	TM2-1924 C/I TJ -1924 " " TD -1924 " " A -1924 Treas. Notes B -1924 " " B -1926 " " A -1927 " " Misc. Bonds Part. System Inv. C/I " " " T/N	\$ 17,000 5,000 12,500 100,000 2,000 58,900 <u>\$135,400</u>	TM2-1924 C/I TJ -1924 " " TD -1924 " " A -1924 T/N A -1927 " " Misc. Bonds	0
Chicago	1,004,000 <u>932,800</u> \$1,986,800	Part. System Inv. C/I " " " T/N	0	-	3,129,600

- 10 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
St. Louis	\$215,500 <u>211,100</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$426,600</u>				
Minneapolis	200,000 711,500 777,000 3,500 4,600 4,500 115,500 100 66,000 14,500 439,950 166,500 <u>162,800</u>	TM2-1924 C/I TJ -1924 " " TD -1924 " " A -1924 T/N B -1924 " " A -1925 " " B -1925 " " C -1925 " " A -1927 " " B -1927 " " Misc. Bonds Part. System Inv. C/I " " " T/N	201,500 630,500 832,000 3,500 504,600 14,500 115,500 100 166,000 14,500 320,350	TM2-1924 C/I TJ -1924 " " TD -1924 " " A -1924 T/N B -1924 " " A -1925 " " B -1925 " " C -1925 " " A -1927 " " B -1927 " " Misc. Bonds	1,512,000
	<u>\$2,666,450</u>		<u>\$2,803,050</u>		
Kansas City	10,000 10,000 209,500 <u>205,000</u>	TJ -1924 C/I TD -1924 " " Part. System Inv. C/I " " " T/N	115,000 87,000	A -1927 T/N B -1927 " "	3,000,000
	<u>\$434,500</u>		<u>\$202,000</u>		
Dallas	178,500 <u>174,900</u>	Part. System Inv. C/I " " " T/N	5,000	TD -1924 C/I	0
	<u>\$353,400</u>		<u>\$5,000</u>		
San Francisco	560,500 <u>548,700</u>	Part. System Inv. C/I " " " T/N	0	-	0
	<u>\$1,109,200</u>				
T O T A L S	<u>\$19,792,850</u>		<u>\$3,205,450</u>		<u>\$7,656,600</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 417,000	4%	- 4 1/8%	\$4,178,000
	31-60 "	109,000	4%	- 4 1/8%	
	61-90 "	461,000	4%	- 4 1/4%	
	Over 90 days	178,000	4 1/8%		
	In other dis- tricts	<u>1,241,000</u>			
		<u>\$2,406,000</u>			

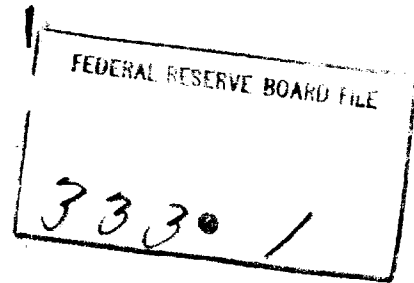
- 11 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
New York	1-30 days	\$ 3,585,000	4% - 4 1/4%	\$ 7,470,530	\$16,607,000
	31-60 "	1,041,000	4 1/8% - 4 1/4%		
	61-90 "	<u>1,348,000</u>	4 1/8%		
		<u>\$ 5,974,000</u>			
Philadelphia	1-30 days	855,000	4% - 4 1/8%	3,144,524	0
	31-60 "	680,000	4 1/8% - 4 1/4%		
	61-90 "	<u>1,656,000</u>	4 1/8% - 4 1/4%		
		<u>\$ 3,191,000</u>			
Cleveland	1-30 days	100,000	4%	5,691,292	0
	31-60 "	50,000	4 1/8%		
	61-90 "	75,000	4 1/8%		
	In other dis- tricts	<u>1,370,016</u>			
		<u>\$ 1,595,016</u>			
Richmond	1-30 days	293,896	4 1/4%	450,432	0
	31-60 "	159,500	4 1/4%		
	61-90 "	<u>184,917</u>	4 1/4%		
		<u>\$ 638,313</u>			
Atlanta	-	2,648,684	-	2,210,178	0
Chicago	1-30 days	70,000	4%	4,263,000	2,799,000
	31-60 "	189,000	4 1/8%		
	61-90 "	497,000	4 1/8%		
	In other dis- tricts	<u>2,256,000</u>			
		<u>\$ 3,012,000</u>			
St. Louis	1-30 days	15,000	4 1/8%	15,000	305,000
Minneapolis	-	221,267	-	0	0
Kansas City	-	0	-	0	0
Dallas	61-90 days	61,099	4 1/8%	5,195,000	0
	In other dis- tricts	<u>332,250</u>		1,055,025	Sold Mem.Bks.
		<u>\$ 393,349</u>		<u>\$6,250,025</u>	
San Francisco	1-30 days	265,000	4% - 4 1/8%	5,097,000	3,775,000
	In other dis- tricts	<u>863,781</u>			
		<u>\$1,128,781</u>			
TOTALS		<u>\$21,223,410</u>		<u>\$38,769,981</u>	<u>\$26,252,000</u>

*Sp
Report to the committee.*

2



January 17, 1924.

Dear Sir:

Receipt is acknowledged of your letter of the 14th instant enclosing a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 3 to January 9, 1924 inclusive, together with data received by the Committee from the Federal Reserve banks.

Very truly yours,

(Signature)

Walter L. Eddy,
Secretary.

Mr. W. B. Matteson, Secretary,
Open Market Investment Committee,
c/o Federal Reserve Bank,
New York, N. Y.

Prepared by
(Signature)

FEDERAL RESERVE BANK
OF NEW YORK

Open Market Investment Committee
for the Federal Reserve System

*Mailed
DOR*

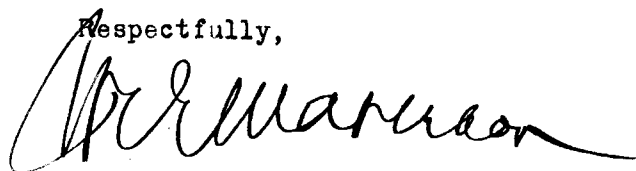
CONFIDENTIAL

January 14, 1924

S i r :

Enclosed is a report of transactions in Government securities and bankers acceptances as reported to the Open Market Investment Committee for the Federal Reserve System for the period from January 3 to January 9, 1924 inclusive, together with data received by the Committee from the Federal reserve banks.

Respectfully,



W. B. Matteson
Secretary of the Committee

Honorable D. R. Crissinger,
Governor, Federal Reserve Board,
Washington, D. C.

Enclosure

WEEKLY REPORT OF OPEN MARKET INVESTMENT COMMITTEE COVERING
PERIOD JANUARY 3 TO JANUARY 9 1924 (INCLUSIVE)Comparison of Holdings of Earning Assets by Federal Reserve Banks
from March 28 to January 9, 1924
(000 Omitted)

	TOTAL EARNING ASSETS	*Government Securities	*Bankers Acceptances	Bills Discounted
March 28	\$1,203,720	\$249,409	\$254,251	\$700,060
April 25	1,104,489	193,810	274,041	636,638
May 29	1,178,156	189,288	257,818	731,050
June 27	1,114,219	134,976	204,225	774,963
July 25	1,033,697	96,284	176,864	760,539
Aug. 29	1,082,553	93,530	173,485	815,518
Sept. 26	1,126,334	91,885	172,124	862,008
Oct. 31	1,180,652	91,837	204,698	883,800
Nov. 28	1,167,999	84,460	289,004	794,381
Dec. 26	1,297,775	104,158	336,415	857,151
Jan. 2	1,271,762	126,643	347,185	797,883
" 9	1,026,496	100,358	319,166	606,921

*Including sales contracts

NOTE: The total earning assets of the System have decreased over the previous week \$245,266,000 consisting of decreases of \$26,285,000 in Government securities, \$28,019,000 in bankers acceptances and \$190,962,000 in bills discounted. Taking into consideration the reduction of \$38,839,000 in Government securities held under sales contracts there was an actual net increase of \$12,554,000 in outright holdings, of which amount \$11,922,000 represented apportionment during the week of Government securities purchased for Special Investment Account for the Federal Reserve System. Of the decrease in bankers acceptances \$16,444,000 represented a reduction in sales contracts, while outright holdings decreased \$11,575,000.

Changes in Holdings of Government Securities and Bankers Acceptances by
Federal Reserve Banks (Exclusive of Sales Contracts) During
Week Ending January 9, 1924
(000 Omitted)

	Government Securities			Bankers Acceptances		
	Balance Jan. 9	Balance Jan. 2	Net Change	Balance Jan. 9	Balance Jan. 2	Net Change
Boston	\$ 5,634	\$ 4,633	\$ 1,001+	\$ 29,461	\$ 30,173	\$ 712-
New York	7,870	4,651	3,219+	30,381	42,504	12,123-
Philadelphia	14,692	13,746	946+	32,001	32,972	971-
Cleveland	13,728	12,521	1,207+	49,391	48,973	418+
Richmond	2,354	1,865	489+	2,609	1,982	627+
Atlanta	1,351	1,001	350+	12,746	13,003	257-
Chicago	10,283	8,340	1,943+	38,649	38,866	217-
St. Louis	864	447	417+	43	43	0
Minneapolis	8,891	7,726	1,165+	1,916	889	1,027+
Kansas City	7,998	7,612	386+	10	545	535-
Dallas	7,270	6,924	346+	48,054	47,702	352+
San Francisco	11,433	10,348	1,085+	34,327	33,511	816+
T O T A L	\$92,368	\$79,814	\$12,554+	\$279,588	\$291,163	\$11,575-

- 2 -

DIGEST OF REPORTS RECEIVED FROM ALL FEDERAL RESERVE BANKS SHOWING
DATA REGARDING GOVERNMENT SECURITIES AND OPEN BILL
MARKET CONDITIONS IN ALL DISTRICTS

GOVERNMENT SECURITIES

Changes in
Reserve Bank
Holdings

Increases during the week of \$12,554,000 in the outright holdings of Government securities and a reduction of \$38,839,000 in dealers' sales contracts resulted in a net decrease of \$26,285,000 in the total holdings of Government securities in the System. In addition to minor transactions, increases in outright holdings represented purchases made by various banks for the Special Investment Account of the Federal Reserve System for apportionment (as shown elsewhere in this report) to all Federal reserve banks on the basis established December 12, 1923.

General Bond
Market

The bond market displayed substantial strength during the week with the volume of transactions considerably larger than the daily average during 1923. An excellent reinvestment demand for securities resulted in a steady upward trend in prices with high yield bonds showing the greatest gains. There was considerable strength in both high grade and low priced railroad bonds with prices distinctly upward; while New York City traction issues were especially strong on active buying. Industrials were firm with a fairly heavy demand especially for oil bonds, reflecting continued improvement in that industry and bonds of sugar producing companies. Wide fluctuations during the week in foreign exchange rates, when francs declined to a new record low and sterling displayed pronounced weakness, was not reflected in the bonds of foreign governments which, on moderate trading, moved within narrow price limits.

Liberty Bond
Market

There has been a considerable amount of trading in Liberty bonds during the week, all issues being particularly active toward the close, with increases in prices of all issues of from

- 3 -

6 to 18/32nds. Trading in the First 3 1/2s was comparatively light, although there was a substantial increase in price from over the previous week. Treasury bonds of 1947-52 were particularly active, advancing 9/32nds in price on Wednesday, January 9.

Synopsis of
Reports from
Banks

In Boston the market for Government securities has been active, with demand exceeding the supply. Dealers have been obliged to bid up prices to get securities desired and higher prices in every issue have resulted. In view of the advance during the period just closed dealers are somewhat in doubt as to future higher prices. In Philadelphia Liberty bonds have shown decided strength during the past week. January funds seeking investment are large and the supply of high grade investments does not equal the demand. The exchange of Thirds for the Fourth issue is still going on in large volume. The supply of Liberty bonds is steadily decreasing and advancing prices should result. This condition is also true of certificates of indebtedness, the prices of which have appreciated from 2/32nds to 6/32nds during the past week. Cleveland reports a good demand for certificates and notes on a 4% basis, while the demand for Liberty bonds has only been nominal and selling orders are few and small. In Chicago there has been a good demand for all of the outstanding Government securities, with prices moving sharply upward. Dealers report a very large volume of business and it is understood that some of the local banks have accumulated large amounts of Treasury certificates and notes, especially those of short maturities. St. Louis dealers report a very active market, with considerable increase in buying. In Dallas the market has been active, while in San Francisco it has been quiet.

New York
Market for
Short term
Governments

Money became more plentiful as the week advanced, with rates declining from 5 1/4 to 4 1/4% and resulted in a particularly

- 4 -

active market for short-term Governments. There has been practically no tendency on the part of holders to sell, while the demand has increased to such an extent as to effect a substantial increase in prices. Dealers find it practically impossible to obtain enough securities to meet the demand.

BANKERS ACCEPTANCES

Changes in Reserve Bank Holdings

During the period the amount of bills held outright in the System showed a net reduction of \$11,575,000 while dealers repurchase agreements decreased \$16,444,000. This reduced the total holdings of bills in the System to \$319,166,000.

Special Purchases

At the request of the Federal Reserve Bank of Dallas the New York bank made a special purchase of \$1,400,000 bills for their account and sold them from portfolio \$1,600,000. Dallas also made a special purchase of \$800,000 from the portfolio of the Federal Reserve Bank of Atlanta and \$2,000,000 from the Federal Reserve Bank of Philadelphia.

Abstract of Reports from Banks

In Boston the supply of bills in the district was somewhat increased during the past week. A few good blocks of cotton and sugar bills were made in lots of 60s and 90s which, together with a good sized block of dollar exchange bills, formed the bulk of the week's financing. Several small lots of 90-day tobacco bills were also in the market. A fair demand for bills by country banks was felt after the turn of the year; 60 and 90-day maturities appealing to many of the larger banks. Commercial demand remains fairly strong and presumably will be able to take care of the increased supply. No trouble was experienced in moving bills at present rate. Offerings have been light and portfolio remains about the same. In New York there was a substantial increase in

- 5 -

the supply of bills, with only a slight increase in demand, as compared with the previous week. The demand for bills during the greater part of the week was only fair, but was considerably improved in the final two days of the period when money was particularly plentiful. There was a noticeable increase this week in the demand from savings banks. The supply of bills for the week, however, was substantially more than the sales and dealers' aggregate portfolios increased from \$62,000,000 to \$73,000,000. A strong demand is looked for next week, provided the present ease in call money continues. Philadelphia reports a fairly active bill market, with a better demand for bills, although the supply continues slightly in excess of the demand. The increased demand for bills which dealers had anticipated would take place the first of the year, has not materialized to any great extent, notwithstanding the fact that money has been easier. Although better inquiries came from inland bankers, the percentage of actual business developed was of no great moment. Offerings have been comparatively heavy, reflecting the increased supply. Prospects, however, are fairly bright for an improvement in the near future, with the continued easing of money conditions. Chicago reports a fair supply with the demand materially improved. With smaller portfolios and better distribution of bills rates can now be maintained at present level and further ease in money market may result in some lowering of offering rates.

Rates

Dealers' offering rates continue at 4% for the 30's, 4 1/8% for the 60s and 90's and 4 1/8 to 4 1/4 for 120-day bills.

- 6 -

MONEY MARKETCall Money

On the opening of the period money had not entirely recovered from the temporary stringency which marked the transition from 1923 to 1924, and opened and renewed at 5 1/4%. With the return of year end disbursements, bringing large available supplies of money, rate declined later in the day to 4 3/4%. Money continued in ample supply throughout the period with considerable amounts remaining unloaned at the close of each day's business. Rates ranged from 4 3/4% to 4 1/4% while money was available in the outside market at 4%.

Time Money

Time money, which has of late been fairly well established on a 5% to 5 1/4% basis, while still being offered at 5% is, however, bid for strongly at 4 3/4% for 60 and 90-day maturities, with indications of a steadily increasing supply which will, no doubt, result in a lower rate in the near future.

OPERATIONS FOR ACCOUNT OF UNITED STATES TREASURYCumulative
Sinking
Fund

Further purchases amounting to \$5,926,500 have been made against Treasury order dated December 26, 1923, mentioned in previous report, authorizing the purchase at the market on the Stock Exchange of \$20,000,000 face amount Third Liberty Loan 4 1/4% bonds for account of the Cumulative Sinking Fund. Aggregate purchases to date of \$14,065,500, at prices ranging from 99 9/32nds to 99 14/32nds, have been made with the following participation:

Boston	\$ 250,000	
New York	6,542,000	
Philadelphia	3,903,000	
Chicago	<u>3,370,500</u>	
Total	\$14,065,500	
	<u>5,934,500</u>	Unexecuted balance
	<u>\$20,000,000</u>	

- 7 -

Franchise
Tax

On January 3, 1924 the Treasury authorized the Federal Reserve Bank of New York to purchase on the Stock Exchange \$3,634,550 Third Liberty Loan 4 1/4% bonds at the market, for account of "Purchases of Third 4 1/4s from Federal Reserve Bank Franchise Tax Receipts." These were purchased by the New York bank on the Stock Exchange, at prices ranging from 99 11/32nds to 99 13/32nds.

Miscellaneous

At the request of the Treasury, the Federal Reserve Bank of New York purchased on the Stock Exchange \$646,000 face amount Treasury Bonds of 1947-52 for account of the Government Life Insurance Fund, and also purchased for the Foreign Obligation Fund \$6,650 face amount Third Liberty Loan 4 1/4% bonds.

SPECIAL INVESTMENT ACCOUNT FOR FEDERAL RESERVE SYSTEM

The apportionment of United States Government securities held in the Special Investment Account for the Federal Reserve System at the close of business Wednesday, January 9, 1924, amounted to \$24,695,000 as follows:

	<u>Certificates of Indebtedness</u>	<u>Treasury Notes</u>	<u>Total</u>
Boston	\$ 1,283,000	\$ 791,300	\$ 2,074,300
New York	4,124,000	2,543,400	6,667,400
Philadelphia	1,237,500	763,000	2,000,500
Cleveland	1,481,500	913,700	2,395,200
Richmond	626,500	386,200	1,012,700
Atlanta	733,000	452,200	1,185,200
Chicago	2,490,000	1,535,500	4,025,500
St. Louis	534,500	329,700	864,200
Minneapolis	412,500	254,300	666,800
Kansas City	519,500	320,300	839,800
Dallas	443,000	273,200	716,200
San Francisco	<u>1,390,000</u>	<u>857,200</u>	<u>2,247,200</u>
T O T A L	\$15,275,000	\$9,420,000	\$24,695,000
Purchases for future delivery and apportionment			<u>9,980,500</u>
Total purchases to date - - - - -			<u>\$34,675,500</u>

- 8 -

RECAPITULATION OF PURCHASES

<u>Made by</u>	<u>Amount</u>
Boston	\$ 3,005,500
New York	28,405,000
Philadelphia	1,648,000
Richmond	20,000
Atlanta	301,500
Chicago	300,000
St. Louis	352,500
Minneapolis	113,000
San Francisco	<u>530,000</u>
Total	<u>\$34,675,500</u>

RECAPITULATION OF PURCHASES BY MATURITIES

March 15, 1924	\$ 9,270,500
June 15-16, 1924	2,959,500
Sept. 15, 1924	5,030,000
Dec. 15, 1924	9,615,500
March 15, 1925	4,800,000
June 15, 1925	<u>3,000,000</u>
	<u>\$34,675,500</u>

- 9 -

ITEMIZED STATEMENT OF TRANSACTIONS AFFECTING THE INVESTMENT ACCOUNT OF ALL
FEDERAL RESERVE BANKS FROM JANUARY 3 TO JANUARY 9, 1924

GOVERNMENT SECURITIES

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Boston	\$ 524,000 Par. System Inv. C/I 477,400 " " " T/N		0	-	0
	<u>\$1,001,400</u>				
New York	1,684,500 Par. System Inv. C/I 1,534,500 " " " T/N		0	-	785,000
	<u>\$3,219,000</u>				
Philadelphia	505,500 Par. System Inv. C/I 460,300 " " " T/N		20,000	TD-1924 Ctfs.	0
	<u>\$ 965,800</u>				
Cleveland	10,000 TM2-1924 C/I 1,500 TM -1924 " " 20,000 A -1924 T/N 20,000 B -1924 " " 605,000 Par. System Inv. C/I 551,200 " " " T/N		0	-	0
	<u>\$1,207,700</u>				
Richmond	256,000 Par. System Inv. C/I 233,000 " " " T/N		0	-	0
	<u>\$ 489,000</u>				
Atlanta	1,500 TJ-1924 C/I 4,000 TD-1924 " " 1,000 B -1926 T/N 2,000 A -1927 " " 100 B -1927 " " 77,300 Misc. Bonds 299,500 Par. System Inv. C/I 272,800 " " " T/N		190,000	TM-1924 C/I 1,500 TJ-1924 " " 8,500 TD-1924 " " 1,000 B -1926 T/N 2,000 A -1927 " " 4,500 B -1927 " " 100,300 Misc. Bonds	0
	<u>\$ 658,200</u>		<u>\$307,800</u>		
Chicago	1,017,000 Par. System Inv. C/I 926,400 " " " T/N		0	-	1,554,700
	<u>\$1,943,400</u>				
St. Louis	218,000 Par. System Inv. C/I 198,900 " " " T/N		0	-	0
	<u>\$ 416,900</u>				

- 10 -

GOVERNMENT SECURITIES - (Continued)

	<u>Purchases</u>	<u>Issue</u>	<u>Sales</u>	<u>Issue</u>	<u>Held Under Sales Contracts</u>
Minneapolis	\$ 31,500	TM2-1924 C/I	\$30,000	TM2-1924 C/I	\$2,650,000
	92,000	TJ -1924 " "	57,000	TJ -1924 " "	
	774,000	TD -1924 " "	564,000	TD -1924 " "	
	25,000	A -1924 T/N	25,000	A -1924 T/N	
	500,000	B -1924 " "	15,000	A -1925 " "	
	15,000	A -1925 " "	100	B -1925 " "	
	100	B -1925 " "	12,000	C -1925 " "	
	2,000	C -1925 " "	20,000	A -1926 " "	
	20,000	A -1926 " "	531,000	B -1926 " "	
	531,000	B -1926 " "	98,200	A -1927 " "	
	198,200	A -1927 " "	70,800	B -1927 " "	
	70,000	B -1927 " "	40,200	Mis. Bonds	
	47,100	Misc. Bonds			
	168,500	Par. System Inv. C/I			
	153,400	" " " T/N			
	<u>\$2,627,800</u>		<u>\$1,463,300</u>		
Kansas City	212,500	Par. System Inv. C/I	20,000	TM2-1924 C/I	3,000,000
	193,200	" " " T/N			
	<u>\$405,700</u>				
Dallas	181,000	Par. System Inv. C/I	0	-	0
	164,800	" " " T/N			
	<u>\$345,800</u>				
San Francisco	567,500	Par. System Inv. C/I	0	-	0
	517,100	" " " T/N			
	<u>\$1,084,600</u>				
T O T A L S	<u>\$14,364,700</u>		<u>\$1,811,100</u>		<u>\$7,989,700</u>

BANKERS ACCEPTANCES PURCHASED

	<u>Maturity</u>	<u>PURCHASES Amount</u>	<u>Rate</u>	<u>MATURITIES Amount</u>	<u>Held Under Sales Contracts</u>
Boston	1-30 days	\$ 428,000	4% - 4 1/8%	\$3,785,000	\$ 3,304,000
	31-60 "	489,000	4 1/8% - 4 1/4%		
	61-90 "	350,000	4 1/8% - 4 1/4%		
	Over 90 "	368,000	4 1/8% - 4 1/4%		
	In other dis- tricts	<u>1,437,695</u>			
		<u>\$3,072,695</u>			

- 11 -

BANKERS ACCEPTANCES PURCHASED - (Continued)

	<u>Maturity</u>	<u>PURCHASES</u> <u>Amount</u>	<u>Rate</u>	<u>MATURITIES</u> <u>Amount</u>	<u>Held Under</u> <u>Sales Contracts</u>
New York	1-30 days	\$ 5,206,000	4% - 4 1/4%	\$17,221,360	\$26,598,000
	31-60 "	579,000	4 1/8% - 4 1/4%	1,601,862	Sold
	61-90 "	377,000	4 1/8% - 4 1/4%		F.R.B.
	Over 90 "	538,000	4 1/4% - 4 3/8%		Dallas
		<u>\$ 6,700,000</u>		<u>\$18,823,222</u>	
Philadelphia	1-30 days	1,494,000	4% - 4 1/8%	4,425,554	0
	31-60 "	942,000	4% - 4 1/8%	2,000,000	Sold
	61-90 "	3,019,000	4 1/8% - 4 1/4%		F.R.B.
		<u>\$ 5,455,000</u>		<u>\$ 6,425,554</u>	Dallas
Cleveland	In other districts	4,080,764	-	3,662,733	0
Richmond	1-30 days	367,152	4 1/4%	95,000	0
	31-60 "	195,000	4 1/4%		
	61-90 "	160,000	4 1/4%		
		<u>\$ 722,152</u>			
Atlanta		2,739,719		2,996,811	0
Chicago	1-30 days	420,000	4%	4,804,000	2,856,000
	61-90 "	1,308,000	4 1/8%		
	In other districts	2,859,000			
		<u>\$ 4,587,000</u>			
St. Louis	-	0	-	0	0
Minneapolis	In other districts	1,027,397	-	0	0
Kansas City	-	0	-	535,000	0
Dallas	In other districts	884,389	-	5,467,953	0
	Spec. Purchases	1,405,058		71,385	Sold
	From N.Y. Port	1,601,862			Mem.
	" Phila. "	2,000,000			Banks
		<u>\$ 5,891,309</u>		<u>\$ 5,539,338</u>	
San Francisco	1-30 days	121,000	4% - 4 1/4%	2,590,000	3,937,000
	31-60 "	152,000	4 1/4%		
	61-90 "	60,000	4% - 4 1/4%		
	In other districts	3,073,000			
		<u>\$ 3,406,000</u>			
TOTALS		<u>\$37,682,036</u>		<u>\$49,256,658</u>	<u>\$36,695,000</u>