

*(Modified by 115)*FEDERAL RESERVE BANK
OF NEW YORK

NEW YORK, May 31, 1917.

TO THE CASHIER,

Sir:

By direction of the Federal Reserve Board arrangements have been made whereby a member bank may draw on its Federal reserve bank, under restrictions and regulations as outlined herein, two forms of drafts in addition to the one now in use. One of these drafts will be known as "Federal Reserve Exchange Draft" and the other as "Federal Reserve Transfer Draft."

On and after June 1, 1917, these drafts may be drawn under the following conditions:

FEDERAL RESERVE EXCHANGE DRAFTS.

1. A special distinctive form of draft to be used which will be furnished at cost by the Federal Reserve Bank of New York.
2. No such draft shall be drawn in an amount in excess of \$250.
3. Mail advice of the total amount of such drafts drawn each day to be given the Federal reserve bank on the form furnished with the blank drafts.
4. The amount of this advice will be charged on receipt to the member bank's account and the funds placed in a special account against which the drafts will be charged when presented for payment.
5. All Federal reserve banks will **receive** these drafts for immediate availability **at par** but they will be **payable** only at the Federal reserve bank on which they are drawn.

FEDERAL RESERVE TRANSFER DRAFTS.

1. A different special distinctive form of draft to be used which will be furnished at cost by the Federal reserve bank.
2. Such drafts shall be drawn only in amounts in excess of \$250.
3. Such drafts shall be drawn on the Federal Reserve Bank of New York and made **payable** at any **one** other Federal reserve bank specified in the draft.
4. Member banks shall be **required** to give advice by mail to the Federal Reserve Bank of New York of the numbers, amounts and total made payable at each Federal reserve bank of drafts drawn each day. This advice shall be under an authorized signature and a duplicate shall be forwarded to the Federal reserve bank at which the drafts are made payable, the duplicate advice to contain the signature in ink of officers signing the drafts.
5. The total amount of these advices will be charged on receipt to the member bank's account.
6. The advices will be confirmed by the Federal Reserve Bank of New York to the Federal reserve bank at which the draft has been made payable, by telegraph as Federal reserve banks will have no authority to pay these drafts until the advice of the same has been received.

The plan as outlined is not intended in any way to interfere with the present form of Bank draft now in use by member banks, nor is it intended to modify the system of telegraphic transfers now in operation, but rather to supplement them and to facilitate payments and transfers that do not need to be made by telegraph.

The privilege of drawing FEDERAL RESERVE EXCHANGE DRAFTS and FEDERAL RESERVE TRANSFER DRAFTS will be extended to any member bank agreeing to use the forms and to be governed by the restrictions and regulations as outlined above.

We enclose specimen printed drafts showing the form in which these drafts will be drawn. It is proposed to have them lithographed on Federal reserve safety paper of the same colors as the printed specimens.

The following prices have been quoted by a local printer for checks in pads without stubs. The quotations include imprinting the name of the member bank at the top as indicated, the numbering of the drafts as desired and an equal number of advice forms in each case. The printer will ship and bill direct for orders placed through us.

If you desire to make use of the Federal reserve exchange or transfer drafts please sign the enclosed order for the forms and return the same to us, on receipt of which the forms will be prepared and sent to you as promptly as possible.

Respectfully,

R. H. TREMAN,

Deputy Governor.

PRICE LIST

100	Exchange drafts and advices.....	\$ 1.90
200	“ “ “ “	2.35
300	“ “ “ “	3.25
500	“ “ “ “	4.10
1000	“ “ “ “	7.00
100	Transfer drafts and advices.....	2.15
200	“ “ “ “	2.75
300	“ “ “ “	4.50
500	“ “ “ “	5.75
1000	“ “ “ “	10.00

FIRST NATIONAL BANK

Painted Post, N. Y.,.....

To FEDERAL RESERVE BANK,
of New York.

We have this day drawn checks on Federal Reserve Transfer form as listed below payable on advice from you at the Federal Reserve Bank of.....

NUMBER	AMOUNT			NUMBER	AMOUNT		
				TOTAL			

Charge our account with total and arrange for payment.

Respectfully,

.....
Cashier.

DUPLICATE

67

X-95

FIRST NATIONAL BANK

Painted Post, N. Y.,

To FEDERAL RESERVE BANK
OF NEW YORK

Gentlemen:

We have this day drawn checks on Federal Reserve Exchange form, the
total amount of which is \$.....
..... Dollars.

Charge our account to cover.

JOHN DOE,
Cashier.

50-00

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FIRST NATIONAL BANK

No. _____

PAINTED POST, N. Y. _____

PAY TO THE ORDER OF _____

\$

FEDERAL RESERVE EXCHANGE

DOLLARS

2

To FEDERAL RESERVE BANK

SAMPLE COPY

1-120

OF NEW YORK

CASHIER

ANY FEDERAL RESERVE BANK WILL RECEIVE THIS CHECK FOR IMMEDIATE AVAILABILITY AT PAR

(Date) _____

To the Federal Reserve Bank of New York:

It is our intention to use _____ Federal Reservé Exchange Drafts. Please furnish us
_____ Federal Reserve Transfer Drafts.

at our expense with _____ Federal Reserve Exchange Drafts and advices.
_____ Federal Reserve Transfer Drafts

Number the drafts from No _____ up.

We hereby agree to be governed in the use of these drafts by the restrictions and
regulations as outlined in your Circular No. _____ issued _____

