

*(Closed)*FEDERAL RESERVE BANK
OF NEW YORK

NEW YORK, June 8, 1918.

NATIONAL WAR SAVINGS CAMPAIGN

TO THE PRESIDENT,

SIR:

At the request of the Treasury Department and the Federal Reserve Board, we are writing to invite your attention to the importance of the work of the War Savings Organization, and to urge upon you the necessity for even greater cooperation and service with this branch of the Government's economic and fiscal programmes.

It is of vital importance that the principles of economy and thrift and the necessity for insuring to the Government the benefit of labor and materials released by personal individual sacrifices shall be brought home to our citizens through the influence of the banks and other leading institutions in the various communities.

The banks especially are in a position to take an important part in this movement, being identified, as they are, in the public mind as the agencies through which the Government's financial requirements are being met by the people. They can also wield a very potent influence in the actual starting of systematic savings, which will undoubtedly result in direct benefits to the communities, as well as to the banks themselves.

Two great agencies have been established for the distribution of War Savings Stamps and Certificates and to assist in the campaign, — the banks and the Post Offices. Each must do its full share. The full share of a banking institution is not done when persons are referred by it to the Post Offices or postal authorities. This is especially true in view of the fact that the War Savings Certificates and Thrift Stamps can be obtained from this bank by any banking institution in our district for cash or on consignment against the pledge of Government bonds as collateral security.

For these reasons we ask you to support the War Savings movement with the same cordiality and patriotic spirit which you have manifested in the various Liberty Loan campaigns, and that you render such aid, not only by carrying the War Savings Stamps and advertising them for sale on your premises, but also by assisting, wherever practicable, in the War Savings Organization established, or to be established, in your community.

As you are doubtless aware, there is to be made this month a special drive, to culminate on June 28th, for the purpose of obtaining pledges in support of the movement, in accordance with the President's War Savings Proclamation of May 29th, and we earnestly hope that you will take an active part in this campaign.

We enclose herewith copy of Resolution and Pledge Agreement to be used should you desire to qualify as an agent of the Second Class for the sale of War-Savings and Thrift Stamps.

Very truly yours,

BENJAMIN STRONG,

Governor.

(FORM 1021.)

PLEDGE AGREEMENT.

*To the Federal Reserve Bank of New York,**as Fiscal Agent of the United States.*

The undersigned desires to become an agent of the second class for the issue and sale of War-Savings Certificates, War-Savings Certificate Stamps, and Thrift Stamps, in accordance with the respective provisions of Treasury Department Circular Nos. 94 and 95, and to obtain, from time to time, for sale to the public, as provided in such circulars, War-Savings Certificate Stamps, in excess of \$1,000 (maturity value), and Thrift Stamps, in the aggregate total amount of \$..... (such War-Savings Certificate Stamps to be taken, at the December, 1918, issue price and such Thrift Stamps, at 25 cents each), and, as and when such stamps shall be sold and accounted and paid for, to obtain in lieu thereof, from time to time thereafter, additional War-Savings Certificate Stamps (at such December, 1918, issue price) and Thrift Stamps (at 25 cents each) up to but not exceeding, at any one time, the total amount stated above.

The undersigned hereby agrees that none of such stamps obtained by the undersigned shall be sold or disposed of otherwise than as provided in such circulars, or either of them, and further agrees faithfully to perform all other obligations to be performed by agents of the second class, as therein and herein provided.

The undersigned agrees, in accordance with the provisions of Treasury Department Circular No. 95, before or upon the delivery to the undersigned of War-Savings Certificate Stamps and Thrift Stamps, in the aggregate total amount stated above, to deliver to such Federal Reserve Bank (or to a custodian designated by it), and to pledge with such Federal Reserve Bank, in negotiable form, and, in the case of coupon bonds with all unmatured coupons attached,

\$....., face amount, of United States bonds of the First Liberty Loan;
 \$....., face amount, of United States bonds of the First Liberty Loan Converted;
 \$....., face amount, of United States bonds of the Second Liberty Loan;
 \$....., face amount, of United States certificates of indebtedness;
 \$....., face amount, of securities described in Treasury Department Circular No. 92, which may be deposited and pledged as provided in Treasury Department Circular No. 95, and which are specified in Schedule A, hereto attached;

Total, \$.....;

to be held by such Federal Reserve Bank, as Fiscal Agent of the United States, as collateral security for the faithful performance of the obligation of the undersigned, now or hereafter from time to time arising, as an agent of the second class for the issue and sale of War-Savings Certificates, War-Savings Certificate Stamps, and Thrift Stamps, in accordance with the respective provisions of Treasury Department Circulars Nos. 94 and 95, and of any supplemental or amendatory regulations made from time to time as therein provided; the undersigned, however, so long as not in default hereunder to be entitled to collect from time to time and to retain any and all interest upon such collateral security.

In case the undersigned shall make any default in the faithful performance, as provided above, of each and every obligation of the undersigned as such agent of the second class, such collateral security may be sold, in whole or in part, at one time or from time to time, at public or private sale, with or without notice to the undersigned, either as to the time or place of any such sale or sales, or otherwise, and the proceeds of any such sale or sales shall be applied to make good any loss or damage sustained by the United States by reason of any such default or defaults (the amount thereof to be conclusively determined by the Secretary of the Treasury) and the balance of such proceeds, if any, after satisfying and making good any such loss or damage, and after payment of any and all expenses connected with any such sale or sales, shall, in such case, be paid over to the undersigned.

Upon delivery to the undersigned of any War-Savings Certificate Stamps or Thrift Stamps, desired to be obtained hereunder, this Pledge Agreement shall become binding upon the undersigned, who shall thereupon become an agent of the second class.

Dated..... 191....

Signature in full.....

by.....
 (Authorized signature required.)

Address, number and street.....

City or town.....

County.....

State.....

RESOLUTIONS AUTHORIZING PLEDGE AGREEMENT.

I hereby certify that the following resolutions were duly adopted at a meeting of the board of $\left. \begin{matrix} \text{trustees} \\ \text{directors} \end{matrix} \right\}$ of the $\left\{ \begin{matrix} \text{association} \\ \text{corporation} \end{matrix} \right\}$ named below, which meeting was duly called and duly held on the day of 191...., a quorum being present, and that said resolutions were spread upon the minutes of said meeting and remain in full force and effect.

Resolved, That in accordance with the respective provisions of Treasury Department Circular No. 94 (War-Savings Circular No. 1), dated November 15, 1917, and of Treasury Department Circular No. 95 (War-Savings Circular No. 2), dated November 30, 1917,..... of this $\left\{ \begin{matrix} \text{association} \\ \text{corporation} \end{matrix} \right\}$, be and he hereby

is authorized and directed, $\left\{ \begin{matrix} \text{on behalf of this corporation;} \\ \text{as the legally authorized representative of this association;} \end{matrix} \right\}$

(1) To execute and deliver to the Federal Reserve Bank of New York a Pledge Agreement, a copy of which is hereto annexed, in order to obtain from said Federal Reserve Bank, from time to time, an aggregate amount of War-Savings Certificate Stamps, taken at the December, 1918, issue price, plus an aggregate amount of United States Thrift Stamps, at 25 cents each, aggregating up to, but not in excess of, \$....., at any one time, not theretofore sold, and accounted and paid for, as provided in such Pledge Agreement; and

(2) To assign to, and to pledge with, said Federal Reserve Bank, as Fiscal Agent of the United States, securities owned by this $\left\{ \begin{matrix} \text{corporation} \\ \text{association} \end{matrix} \right\}$ of the character and amount required by said Treasury Department Circular No. 95

(War-Savings Circular No. 2), as specified in said Pledge Agreement, as collateral security for the faithful performance of each and every obligation of $\left\{ \begin{matrix} \text{this corporation} \\ \text{said.....as the legally authorized representative of this association} \end{matrix} \right\}$ as an agent of the second class, as provided in said Pledge Agreement; and further

Resolved, That said Federal Reserve Bank be and it hereby is authorized and requested to deliver War-Savings Certificates, War-Savings Certificate Stamps, Thrift Stamps, and Thrift Cards, as specified in such Pledge Agreement, to.....

..... of this $\left\{ \begin{matrix} \text{corporation, on behalf of this corporation,} \\ \text{association, as the legally authorized representative of this association} \end{matrix} \right\}$ and from time to time to permit saidto withdraw securities and to substitute other securities and to deposit and pledge additional securities, all as provided in Treasury Department Circulars Nos. 94 and 95; and further

Resolved, That $\left\{ \begin{matrix} \text{the....., or any assistant....., of this corporation,} \\ \text{....., as the legally authorized representative of this association,} \end{matrix} \right\}$ be and he hereby is authorized and directed, from time to time, to render accounts and to cause payments to be made to said Federal Reserve Bank, as Fiscal Agent of the United States, as required by Treasury Department Circular No. 95.

In witness whereof, I, of have hereunto signed my name and affixed the seal of....., this day of 191....