

**FEDERAL RESERVE BANK
OF NEW YORK**

[Circular No. 8670
October 29, 1979]

CANADIAN POSTAL MONEY ORDERS

To All Banks in the Second Federal Reserve District:

The United States Postal Service (USPS) has informed us that it is receiving a significant volume of Canadian postal money orders denominated in Canadian dollars. Because of the difference in the exchange rate, this type of money order is not acceptable for payment through the USPS.

The only Canadian postal money orders that can be handled for collection through the Federal Reserve and the USPS are those denominated in U. S. funds. Canadian postal money orders denominated in Canadian funds should be cleared through correspondent banking channels.

If you have any questions concerning the handling of these money orders, please contact your local Postmaster or call Clifford T. O'Brien at this Bank's Government Check and Money Order Section (Tel. No. 212-791-5421).

THOMAS M. TIMLEN,
First Vice President.