FEDERAL RESERVE BANK
OF NEW YORK

Government Bond
Department

[Circular No. 680, June 30, 1925
Reference to Circular No. 483]

Expense and Risk
of
Shipments of United States Bonds, Notes and Certificates of Indebtedness On Original Issue

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To all Banks, Trust Companies and Others Concerned
in the Second Federal Reserve District:

With respect to the expense and risk of shipping coupon obligations of the Government delivered on original issue, the Treasury Department informs us that shipments of United States coupon bonds/notes and certificates of indebtedness will be made at Treasury expense and risk at the time the Federal Reserve Bank or branch is ready to deliver them on original issue.

With respect to any such bonds/notes and certificates of indebtedness not immediately delivered by the Federal Reserve Bank to a subscriber, but which, upon request of the subscriber, may have been held (a) as collateral for war loan account; or (b) in safekeeping for future delivery; or (c) as collateral for loans from Federal Reserve Banks, the expense and risk of shipment will be subject to the following conditions:

(1) *Securities held as collateral for war loan account*:

Such securities will be shipped at Treasury expense and risk if shipped within two weeks from the time such securities become excess collateral in the account.

Note: This will be construed to mean shipments within two weeks after payment of the final call has been made of the deposit covering payment by credit for the particular issue, and not to mean that where securities are in excess of the amounts needed to secure the balance unpaid, such excess must be shipped to the subscriber within two weeks in order to enable subscriber to obtain shipment at the expense and risk of the Treasury.

(2) *Securities held in safekeeping*:

Such securities will be shipped at Treasury expense and risk for a period not exceeding two weeks following the date the Federal Reserve Bank or branch is ready to make delivery of such securities on original issue.

(3) *Securities held as collateral for loans from Federal Reserve Banks*:

The Treasury will not bear the expense and risk on shipments of any securities on original issue which are held as collateral for loans from Federal Reserve Banks, since the delay is not connected with any Treasury activity, but is caused solely by a relation existing between the Federal Reserve Bank in its banking capacity and the owner of the securities.

Very truly yours,

BENJ. STRONG,
Governor.

FEDERAL RESERVE BANK
OF NEW YORK

June 30, 1925.

Semiannual Dividend

GENTLEMEN:

We take pleasure in announcing that the board of directors of this bank has declared an eighteenth dividend, payable June 30, 1925, at the rate of 6 per cent. per annum, for the period from January 1, 1925, to June 30, 1925, both dates inclusive.

Your reserve account is being credited today with $.............. the amount of dividend due your institution.

Respectfully,

Benj. Strong

Governor