

STATEMENT FOR THE PRESS.

January 5, 1916.

There have been sent to the Federal Reserve Board from Federal reserve banks and various member banks of the system copies of an anonymous circular which is being sent out from Philadelphia to member banks of the Federal reserve system, headed "FAILURE TO COMPLY WITH REGULATIONS".

The circular quotes the last paragraph of Section 9 of the Act which permits the Federal Reserve Board to require the surrender of stock and return cash-paid subscriptions with interest.

The Federal Reserve Board has not sent out this circular and has no knowledge of its source. It appears to be the intent of those issuing it to create prejudice against the Federal Reserve Act and the Federal Reserve Board.