

EX-OFFICIO MEMBERS

WILLIAM G. MCADOO
SECRETARY OF THE TREASURY
CHAIRMAN
JOHN SKELTON WILLIAMS
COMPTROLLER OF THE CURRENCY

CHARLES S. HAMLIN, GOVERNOR
FREDERIC A. DELANO, VICE GOVERNOR
PAUL M. WARBURG
W. P. G. HARDING
ADOLPH C. MILLER

H. PARKER WILLIS, SECRETARY
SHERMAN ALLEN, ASST. SECRETARY

FEDERAL RESERVE BOARD

WASHINGTON

ADDRESS REPLY TO
819
FEDERAL RESERVE BOARD

September 27, 1916.

Dear Sir:

Question has been raised as to whether the recent amendment to the Federal Reserve Act reading in part as follows:

"Upon the indorsement of any of its member banks, which shall be deemed a waiver of demand, notice and protest by such bank as to its own endorsement exclusively, any Federal reserve bank may discount notes, drafts, and bills of exchange arising out of actual commercial transactions;* *"

means that hereafter nothing will be required of member banks in the way of indorsement upon paper offered for discount except their simple written indorsement.

You are advised, for your information and the information of any member banks which may be in doubt as to the procedure, that such simple written indorsement will be regarded as satisfactory and as coming within the terms of the law.

Respectfully,

Assistant Secretary.