

EX OFFICIO MEMBERS

DAVID F. HOUSTON
SECRETARY OF THE TREASURY
CHAIRMAN
JOHN SKELTON WILLIAMS
COMPTROLLER OF THE CURRENCY

ADDRESS REPLY TO
FEDERAL RESERVE BOARD

FEDERAL RESERVE BOARD

WASHINGTON

W. P. G. HARDING, GOVERNOR
EDMUND PLATT, VICE GOVERNOR
ADOLPH C. MILLER
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W. T. CHAPMAN, SECRETARY
R. G. EMERSON, ASSISTANT SECRETARY
W. M. IMLAY, FISCAL AGENT

November 8, 1920.

X-2053

~~Subject: Extension of Provisions of Sub-section (m)
of Section 11 of the Federal Reserve Act.~~

~~Dear Sir:~~

~~With reference to the provisions of sub-section (m)
of Section 11 of the Federal Reserve Act, permitting Federal
Reserve Banks to rediscount for a member bank the paper of any
one individual, firm or corporation in an amount equal to twenty
per cent of the member bank's capital and surplus, provided at
least ten per cent of such loans are secured by bonds or notes
of the United States issued since April 24, 1917 or by certifi-
cates of indebtedness of the United States, it will be noted
from a reading of the sub-section that the provisions thereof
will not be operative after December 31, 1920.~~

~~For your information I would state that the Federal
Reserve Board will, at the short session of Congress to convene
in December next, recommend the passage of legislation extending
the provisions of this sub-section for one year, that is, until
December 31, 1921. You will be advised in due course of action
taken by Congress on the Board's proposed recommendation.~~

Very truly yours,

Destroyed, see page 1032

Governor.

To Chairmen and Governors of all F.R. Banks.