

FEDERAL RESERVE BOARD

WASHINGTON

X-3940
January 9, 1924.

SUBJECT: Code words to be used by Federal Reserve Bank of New York, in advising other Federal Reserve Banks of their participation in purchases and sales of Government Securities and Bankers' Acceptances, by the Open Market Investment Committee.

Dear Sir:

In connection with the participation plan recently adopted by the Federal Reserve Banks and approved by the Board, with respect to the purchases and sales of Government Securities and Bankers' Acceptances for the System by the Open Market Investment Committee, it has been suggested to the Board by this Committee that additional code words, supplied from the Federal Reserve Telegraphic Code, be designated to cover such telegrams as may be transmitted by the Federal Reserve Bank of New York to the remaining banks, which have reference to such purchases, sales and other incidental advices, and which will have the effect of reducing the phraseology of present telegrams and of aiding in the relief of leased wire congestion.

This suggestion has the Board's approval, and you are advised that commencing with January 15th, code words as indicated below will be used by the Federal Reserve Bank of New York in transmitting telegrams to the remaining banks, covering advices of purchases, sales and other relative transactions which are herewith submitted with the accompanying code words:

NOTABLY: Purchased today System investment total \$ _____
We charge you certificates \$ _____ Treasury notes
\$ _____ Total \$ _____ your apportionment.
Please credit us.

NOTARY: We credit today \$ _____ your pro rata share
net earnings (date) on \$ _____ special investment U. S.
securities.

NOTCH: Sold today System investment total \$ _____ We
credit you certificates \$ _____ Treasury notes
\$ _____ Total \$ _____ your apportionment.
Please charge us.

NOTEBOOK: Referring distribution bills purchased by System total acquired by your bank \$ _____ during week ending (date) Your participation of total purchased by participating banks amounted to \$ _____ In order to correct New York will adjust its allotment to you during coming week \$ _____ Your ratio for coming week is _____ %.

It is requested that the code words "Notably", "Notary", "Notch" and "Notebook" indicated in this letter be added to the bottom of page 164 of the Federal Reserve Telegraphic Code, to follow the code word "Nostrum".

Yours very truly,

J. C. Noell,
Assistant Secretary.

TO GOVERNORS OF ALL F. R. BANKS