

FEDERAL RESERVE BOARD

X-4541

WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO
THE FEDERAL RESERVE BOARD

February 26, 1926.

SUBJECT: Code words for use between the Federal Reserve Bank of New York and other Federal reserve banks in connection with certain telegraphic transactions in U.S. Government securities.

Dear Sir:

Referring to the code word for use between the Federal Reserve Bank of New York and other Federal reserve banks in connection with certain telegraphic transactions in U. S. Government securities, the Board's letter X-4111 dated July 12, 1924, authorizes the use of the code word "MOANING", covering the placing of subscriptions with the Treasury for Government securities to replace maturing issues held in the Special Investment Account.

It is now requested that the code word referred to above be cancelled in the Federal Reserve Telegraphic Code and in lieu thereof, effective March 15, 1926, the following new code word be used between the Federal Reserve Bank of New York and other Federal reserve banks to cover the corresponding transaction:

"MOLLIFY" Have arranged with Treasury for subscription by reserve banks to new issue to replace maturing issues held in Special Investment Account. Will you, therefore, place subscription for \$ _____ representing your proportion of new securities advising Treasury that payment will be made by \$ _____ maturing certificates and \$ _____ maturing notes. Please wire us amount of your allotment on this exchange subscription, and on payment due date credit Treasurer with amount of allotment and debit Treasurer with same amount as transfer of funds to New York. Also as soon as allotment is received request Commissioner of the Public Debt to authorize the Federal Reserve Bank of New York to make delivery for your allotment account of the amount of your allotment on System investment subscription.

A code word has also been designated to cover an additional transaction as submitted by the Federal Reserve Bank of New York and is as follows:

"MOLLUSKS" Referring to your MOLLIFY telegram Treasury has allotted this bank \$ _____ of subscription for Special Investment Account. On payment due date we will credit and debit Treasurer's account as arranged and have requested Commissioner of the Public Debt to authorize your bank to make delivery for our allotment account of the amount stated herein.

The code words indicated should be inserted in the Federal Reserve Telegraphic Code at the end of page 154 following the code word "MOLLIFIED".

Yours very truly,

J. C. Noell,
Assistant Secretary.

TO GOVERNORS OF ALL F.R.BANKS.