

# FEDERAL RESERVE BOARD

X-4629

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WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO  
THE FEDERAL RESERVE BOARD

June 30, 1926.

SUBJECT: Purchase of Third Liberty Loan Bonds by Federal Reserve Banks under agreement to resell.

Dear Sir:

This is to advise you that the Federal Reserve Board has approved a recommendation of the Open Market Investment Committee for the Federal Reserve System that Federal Reserve Banks extend the repurchase agreement practice with recognized dealers in Government securities to include Third Liberty Loan bonds. These bonds mature September 15, 1928, and now have only a little more than two years to run.

The volume of United States Treasury certificates and notes outstanding has been greatly reduced and it seems proper to increase the volume of short-term securities which dealers can borrow on from the Federal Reserve Banks by the addition of the Third Liberty Loan bonds.

Yours very truly,

D. R. Crissinger,  
Governor.

TO ALL GOVERNORS OF FEDERAL RESERVE BANKS.