

## FEDERAL RESERVE BOARD

X-4640

## STATEMENT FOR THE PRESS

For immediate release

July 23, 1926.

CONDITION OF ACCEPTANCE MARKET

June 17, 1926 to July 14, 1926.

Acceptances.

The acceptance market was generally quiet from the middle of June to the middle of July and New York dealers reported a considerable decline in the volume of their purchases and sales as compared with the preceding four weeks. The demand for bills, which had been unusually active in May and early June, slackened after the middle of the month, partly on account of firmer money conditions, and on June 23 dealers advanced their rates on 90 day bills. Bills of this maturity which had been quoted at 3 1/2 per cent bid and 3 3/8 per cent offered late in May and had declined to 3 3/8 - 3 1/4 per cent early in June were now again offered at 3 3/8 per cent. A somewhat better demand developed after this increase and with supplies declining, dealers' portfolios were reduced to lower levels. Offerings to the reserve bank in New York were moderate but in Boston fairly heavy. The demand for 90 day bills improved still further toward the middle of July with no increase in supply and some dealers advanced their rates on 120 day bills on July 14. These bills which had borne the same rates as 90 day maturities were now quoted by some dealers at 1/8 per cent more. Rates on other maturities remained unchanged throughout the reporting period. The following table shows the rates on bills of various maturities on July 14:

Acceptance Rates in the New York Market		
Maturity	July 14, 1926	
	Bid	Offered
30 days	3 1/4	3 1/8
60 "	3 3/8	3 1/4
90 "	3 1/2	3 3/8
120 "	3 5/8 - 3 1/2	3 1/2 - 3 3/8
150 "	3 5/8	3 1/2
180 "	3 3/4	3 5/8