

FEDERAL RESERVE BOARD
STATEMENT FOR THE PRESS

For immediate release

September 21, 1926.

CONDITION OF ACCEPTANCE MARKET
August 19, 1926 to September 15, 1926.

Acceptances:

The market in bankers' acceptances was quiet during the last part of August and first part of September but improved somewhat later in the month. Both the supply of bills and the demand for them were reported small throughout August by New York and Boston dealers and in Chicago there was a marked scarcity of new bills although the demand was fair. In September a better demand developed in the New York market, principally for ninety day bills. This demand came principally from out of town purchasers and from local banks which were buying for foreign clients. The total purchases and sales of New York dealers during the period from August 19 to September 15 was the smallest for any reporting period since February. Rates on bills of all maturities of less than 120 days were increased by 1/4 per cent on August 23 and the buying rates of the Federal reserve banks were also advanced. The following table shows the rates in effect on bills of various maturities at the beginning and end of the reporting period:

Acceptance Rates in the New York Market

Maturity	August 19, 1926		September 15, 1926	
	Bid	Offered	Bid	Offered
30 days	3 1/2	3 3/8	3 3/4	3 5/8
60 "	3 5/8	3 1/2	3 7/8	3 3/4
90 "	3 3/4	3 5/8	4	3 7/8
120 "	3 7/8	3 3/4	4 1/8	4
150 "	4	3 7/8	4 1/4	4 1/8
180 "	4 1/8	4	4 1/4	4 1/8