

X-4731

FEDERAL RESERVE BOARD

STATEMENT FOR THE PRESS

For immediate release

November 24, 1926

CONDITION OF ACCEPTANCE MARKET
October 21, 1926 to November 17, 1926.

Acceptances:

The acceptance market continued to show seasonal activity during the period from October 21 to November 17 and dealers' transactions on a weekly average basis were larger than during the preceding five weeks. The majority of bills in the market were drawn against cotton, silk, sugar, and coffee. Toward the end of the period offerings of bills to the market declined and dealers lowered their rates on the longest maturities at the end of the first week in November and on all other maturities longer than 30 days during the following week. In New York the longer bills were purchased largely for foreign account, the domestic demand being confined principally to short bills. New York dealers' sales to the reserve bank were about the same as during the preceding reporting period, but those of Boston dealers were considerably smaller. The following table shows the rates which prevailed before and after they were lowered:

Acceptance Rates in the New York Market

<u>Maturity</u>	<u>October 20, 1926</u>		<u>November 17, 1926</u>	
	<u>Bid.</u>	<u>Offered.</u>	<u>Bid.</u>	<u>Offered.</u>
30 days	3-3/4	3-5/8	3-3/4	3-5/8
60 "	3-7/8	3-3/4	3-3/4	3-5/8
90 "	4	3-7/8	3-7/8	3-3/4
120 "	4-1/8	4	4	3-7/8
150 "	4-1/4	4-1/8	4-1/8	4
180 "	4-1/4	4-1/8	4-1/8	4