

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

Office Correspondence

Date September 8, 1944.

To Chairman Eccles

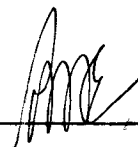
Subject: _____

From Governor Evans

Your letter to the Presidents regarding the T loan program is excellent.

I believe this program gives the private banks of this country a real opportunity to demonstrate that when Congress gives them a job they can do the work better than a bureau set up in Washington for that purpose. I feel this rather strongly and I hope someone will keep after the banks to be sure they do the outstanding job they are capable of doing.

*Attention
Mr. Clayton
mbe*



September 9, 1944

To the Banks of the Nation:

The new T loan program authorized under the Contract Settlement Act of 1944 has been evolved in the light of experience gained in the V and VT programs and after thoughtful discussion and negotiation between those interested. In my opinion, a good job has been done. The T loan program is simple, practical and liberal. It reflects the spirit of the Contract Settlement Act of 1944 which promises prompt and adequate interim financing to contractors pending final settlement of their claims.

I trust the banks of the country will cooperate fully in the T loan program. In so doing they will be rendering a service to the Nation by assisting in the orderly reconversion of industry to civilian production. Moreover, the program will generate commercial loans for the private banking system and correspondingly reduce the need of direct Government financing.

Sincerely yours,

M. S. Eccles,
Chairman.

LC/mg

cc: Miss Benton ✓