

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

Office Correspondence

Date April 21, 1937

To Mr. Eccles

Subject: Attached memorandum

From J. M. Daiger

Apropos of my memorandum to you of April 17 on the legislative proposals made by the Federal Home Loan Bank Board, you may wish to have the attached summary showing loans and investments made by the Federal Government to assist building and loan associations.

A handwritten signature in dark ink, appearing to read "J. M. Daiger", is written over a horizontal line. The signature is stylized and somewhat cursive.

LOANS AND INVESTMENTS BY FEDERAL GOVERNMENT

IN BUILDING AND LOAN ACTIVITIES

Bonds of Home Owners' Loan Corporation as of June 12, 1936, given in exchange for mortgages in distress held by building and loan associations.	\$ 875,300,000
Paid subscription from Federal funds as of January 1937 for stock of the Federal Home Loan Banks - 99.7% of whose member institutions are building and loan associations.	119,972,500
Loaned by the Reconstruction Finance Corporation as of November 30, 1936, to building and loan associations (including receivers of building and loan associations).	116,559,180
Paid subscription by the United States Treasury and Home Owners' Loan Corporation as of January 13, 1937, for shares of the Federal Savings and Loan Associations.	177,084,200
Paid subscription by the Home Owners' Loan Corporation as of January 13, 1937, for shares of State building and loan associations.	22,094,900
Paid subscription by Home Owners' Loan Corporation as of November 30, 1936, for shares of the Federal Savings and Loan Insurance Corporation - only building and loan associations are eligible for this insurance protection.	<u>100,000,000</u>
Total	\$1,411,010,780
Amount repaid as of November 30, 1936, by building and loan associations to Reconstruction Finance Corporation.	<u>113,845,175</u>
Net amount of funds loaned or invested by the Federal Government in building and loan associations and in instrumentalities of the United States serving principally building and loan associations.	\$1,297,165,605