

August 12, 1935.

MEMORANDUM:

TO - Mr. Coolidge
FROM - Governor Eccles

I am enclosing a copy of the memorandum which I discussed with you over the telephone, outlining the reasons why banks and other mortgagees should not be permitted to sell participating certificates in mortgages insured by the Federal Housing Administration.

If you agree with me on this subject, I hope you will be able to persuade Mr. Grimm that it would be a mistake to encourage such a program. I have not discussed the matter with Mr. Grimm, but will be glad to do so if he is interested in having my view of the subject.

enclosure

MSE:VE:mab

August 12, 1935.

My dear Senator Bulkley:

In accordance with your request during my conversation with you Friday morning, I am glad to enclose a copy of a memorandum outlining the reasons why banks and other mortgagees should not be permitted to sell participating certificates in mortgages insured by the Federal Housing Administration.

Sincerely yours,

M. S. Eccles,
Governor.

Honorable Robert J. Bulkley,
United States Senate,
Washington.

enclosure

MSE:VE:mab