



# FEDERAL RESERVE BANK

OF DALLAS

March 20, 1923.

TO THE MEMBER BANK ADDRESSED:

For your information, we are enclosing a specimen of our revised Application for Rediscount form, BD-29, which is to be used in all future transactions involving the submission of paper to this bank by its members, either for rediscount or other purposes, except bill of lading drafts, which are to be submitted on the special application form provided for such items. To facilitate the preparation of offerings the new form consists of a single sheet only, which will fit the carriage of any standard typewriter, and the information requested is to be assembled only on one side of the sheet. It is suggested that a carbon copy of each application be retained by the member bank in its files for future reference.

Several portions of the subject matter of the revised form are entirely new and others represent a rearrangement of the one now in use. In order to clarify these changes and additions they are commented on briefly as follows:

(a) "Purpose for which this rediscount is required is\_\_\_\_\_." This information should be furnished briefly in connection with each rediscount offering. This may be done by inserting in the blank space provided such information as, "to meet maturities with your bank," "to take care of decline in deposits," "to liquidate other borrowings," etc.

(b) If the paper is not submitted for rediscount, the purpose for which offered may be shown by checking the appropriate paragraph in the second line of the form's heading.

(c) "Statement of applying bank on this date." It will be observed that the new form provides for a BALANCED statement and has been so arranged that the required items can be taken from the member bank's General Ledger with very little trouble.

(d) "Paper is to be listed in alphabetical order and the total footed." This change has been made for greater convenience in withdrawing the paper to be offered us. In listing the items, all of one maker's paper should be listed together, and in maturity order.

No material change has been made in the first four columns of the new form. However, since the fifth column, "Purpose for which proceeds of this note were used," is slightly narrower than before, the required information may be furnished by abbreviation; for instance, "Farming" may be written "Fmg,,"; "Merchant", Mcht,,"; etc. The abbreviations should be sufficiently clear to enable us to determine eligibility.

The next three columns of the new form represent a new arrangement. The net worth and total liability of the MAKER of each note is to be inserted in the proper column. In submitting endorsed paper, we should be furnished the same information, relative to the endorser, on the line immediately above the MAKER'S. The last column of the form refers only to the note or notes of the MAKER submitted in the offering and is to be filled out in the same manner as in the form now in use.

We believe the new form will be very helpful to our member banks and we trust that they will find it entirely satisfactory.

Respectfully,

Governor.

To the FEDERAL RESERVE BANK OF DALLAS:

The notes, drafts, or bills of exchange listed below, duly endorsed by this bank, are enclosed herewith and submitted

{ for rediscount
as collateral to our promissory note
as collateral to our general indebtedness }

(The following applies only to notes, drafts, or bills of exchange offered either for rediscount, or as collateral to a member bank's promissory note.)

To the best of our knowledge and belief, the proceeds of these obligations have been used, or are to be used, for an eligible purpose as provided in the Federal Reserve Act and the Regulations of the Federal Reserve Board.

We hereby certify that none of the borrowers whose obligations are submitted herewith are liable to this bank for borrowed money in an amount exceeding ten per centum of the unimpaired Capital and Surplus of this bank, (except for loans made under, or in accordance with the provisions of, amended Section 5200, U. S. R. S.), and that we will not permit any of them to become liable in such amount during the time such borrower's obligation is under discount for us with the Federal Reserve Bank of Dallas.

The Federal Reserve Bank of Dallas is authorized to charge to our account at any time, any note, draft, or bill of exchange, rediscounted for us, which it may determine to be ineligible or undesirable.

The purpose for which this rediscount is required is.....

(Name of Bank)

of

(Location)

(Sign here)

President, Cashier.

STATEMENT OF APPLYING BANK ON THIS DATE

(This statement must balance. Fill out ALL blanks, writing the word "NONE" where no figures are to be shown.)

RESOURCES

LIABILITIES

Loans and Discounts (total)
U. S. Government Securities
All Other Stocks and Bonds
Banking House, Furniture and Fixtures
All Other Real Estate Owned
Cash and Sight Exchange
All Other Assets

Capital
Surplus
Undivided Profits (net)
Bank Deposits
Public Funds
All Other Deposits
Bills Payable, Federal Reserve Bank
Rediscounts with Federal Reserve Bank
Bills Payable to Other Banks
Collateral Pledged
Rediscounts With Other Banks
Collateral Pledged
C's/D Issued for Borrowed Money
U. S. Government Securities Borrowed
All Other Liabilities

TOTAL, \$

TOTAL, \$

Paper is to be listed in ALPHABETICAL ORDER and the total footed.

Table with columns: Rate of Interest per annum charged maker, MAKER, Address or Place of Business, Purpose for which proceeds of this note were used, NET WORTH, Total liability to applying bank, Date of last Statement of maker and, or, endorser on file, If note bears interest from date add interest face of note and li TOTAL AMOUNT this space.

FILE
MAR 26 1923
AUDITING

TOTAL