

FEDERAL RESERVE BANK OF DALLAS
DALLAS 13, TEXAS

August 12, 1948

DISCOUNT RATES

To the Member Banks of the
Eleventh Federal Reserve District:

Effective August 13, 1948, this bank will increase its discount rates as follows:

The rate on discounts for, and advances to, member banks under the provisions of Sections 13 and 13a of the Federal Reserve Act will be increased to $1\frac{1}{2}\%$ per annum from $1\frac{1}{4}\%$ per annum.

The rate on advances to member banks under the provisions of Section 10(b) of the Federal Reserve Act will be increased to 2% per annum from $1\frac{3}{4}\%$ per annum.

There is printed on the reverse side hereof a copy of revised Bulletin No. 1, dated August 13, 1948, which sets forth all of the rates in effect at this bank with respect to discounts, advances and commitments. This bulletin should be inserted in the ring binder previously furnished your bank, in place of Bulletin No. 1, dated February 14, 1948.

Please acknowledge receipt of the bulletin on the enclosed postal card.

Yours very truly,

R. R. GILBERT

President

RATES FOR DISCOUNTS AND ADVANCES

Under Sections 13, 13a, 13b and 10(b) of the Federal Reserve Act

To the Member Banks of the
Eleventh Federal Reserve District:

The following rates with respect to discounts, advances, and commitments under the Federal Reserve Act are now in effect at this bank:

| <i>Discounts for and advances to member banks:</i> | <i>Per Annum</i> |
|---|---|
| (a) Discounts and advances under sections 13 and 13a..... | 1½% |
| (b) Advances under section 10(b)..... | 2% |
| Advances (up to 90 days) to individuals, partnerships and corporations, including nonmember banks, but excluding member banks: | |
| Advances under the last paragraph of section 13 secured by direct obligations of the United States..... | 2½% |
| Industrial advances and commitments under section 13b: | |
| (a) Advances direct to established industrial or commercial businesses, including advances made in participation with other financing institutions..... | 2½ to 5% |
| (b) Commitments to make advances direct to established industrial or commercial businesses..... | 10% to 25% of loan rate, with a minimum of ½% |
| (c) Advances taken over from financing institutions under commitments: | |
| On portion for which a financing institution is obligated..... | The rate charged borrower less commitment rate. |
| On portion for which Federal Reserve Bank assumes the risk.. | The rate charged borrower. |
| (d) Commitments to financing institutions to discount, purchase, or make advances: | |
| On undischursed portion of loan..... | ¼% |
| On dischursed portion of loan..... | 10% to 25% of loan rate, with minimum of ½%. |

Rebates of unearned discount on member bank notes and rediscounts anticipated before maturity will, as heretofore, until further notice, be made at the discount rate in effect at the time such paper is rebated, but in no case at a rate greater than that at which the paper was originally discounted.

Respectfully,

R. R. GILBERT

President