

FEDERAL RESERVE BANK

OF DALLAS

Dallas, Texas, October 17, 1950

REGULATION X—RESIDENTIAL REAL ESTATE CREDIT  
STATEMENT OF BORROWER

**To the Addressee:**

There are transmitted herewith sample copies of two Statement of Borrower forms designed to provide for the requirements of Section 4(c) of Regulation X.

The short form (Regulation X-1) is for use in those cases where no "real estate construction credit" is involved. In this connection, such a statement may be stamped on the face of the note or may be made by the borrower in a letter or credit application.

Section 4(c) of the regulation provides that no registrant shall extend "real estate construction credit" unless he has accepted in good faith a signed statement of the borrower, which sets forth information called for in the second paragraph of such section. Form Regulation X-2 may, if desired, be used to meet this requirement.

The sample copies are submitted for your convenience in case you desire to reproduce a supply for your use.

Yours very truly,

R. R. GILBERT

President

Regulation X-1.

(This is merely a sample form which may be used if you desire to reproduce a supply for your own use.)

**STATEMENT OF BORROWER WITH RESPECT TO CREDIT WHICH IS NOT  
"REAL ESTATE CONSTRUCTION CREDIT"**

(This form may be used where the Registrant does not have other records which reasonably demonstrate on their face that the credit is not "real estate construction credit" under Regulation X of Board of Governors of the Federal Reserve System. Credit extended, insured or guaranteed by the United States or any agency thereof is not "real estate construction credit" under Regulation X.)

With respect to the credit in the amount of \$\_\_\_\_\_

for which I am applying to\_\_\_\_\_

(Name of Registrant)

I certify under the penalties of Regulation X of the Board of Governors of the Federal Reserve System that the credit is not and will not be either wholly or partly secured by, or for the purpose of purchasing or carrying, or for the purpose of financing, or one which involves the right to acquire or use, new construction\* on real property or real property on which there is new construction (or that such new construction, if any, is not a residence or a major addition or major improvement to a residence).

\_\_\_\_\_  
(Date)

\_\_\_\_\_  
(Borrower's Signature)

\_\_\_\_\_  
(Borrower's Address)

\*As used here, "new construction" means any structure, or major addition or major improvement to a structure, which is or has been begun after August 3, 1950.

(This is merely a sample form which may be used if you desire to reproduce a supply for your own use.)

STATEMENT OF BORROWER WITH RESPECT TO RESIDENTIAL "REAL ESTATE CONSTRUCTION CREDIT"

(To be filed by the borrower with the registrant in connection with credits subject to Regulation X of the Board of Governors of the Federal Reserve System)

(1) The credit in the amount of \$ \_\_\_\_\_ for which the borrower is applying to

(Name of Registrant)

is with respect to new construction, or property on which there is new construction, involving:

- (a) Residential property
(b) Residence on farm property
(c) Major addition or major improvement to a residence

As used here, "new construction" means any structure, or major addition or major improvement to a structure, which is or has been begun after August 3, 1950.

(2) If the registrant, relying on information furnished by the borrower, claims that this credit is exempt from Regulation X, the reason for such exemption is:

NOTE: If the credit is exempt from Regulation X, the information called for in the remainder of this statement need not be furnished.

(3) If the credit is in connection with a sale, what is the bona fide sale price? \$ \_\_\_\_\_

(4) If the credit is not in connection with a sale, what is the bona fide cost or estimated cost to the borrower? (If, under Section 2(i) of Regulation X, "value" is determined by an appraisal, this question should not be answered.) \$ \_\_\_\_\_

(5) If the credit is in connection with a sale, was any property accepted in part payment? ("Yes" or "No"). If so, attach a statement as to value and a description of such property.

(6) If the credit is in connection with a sale, is the vendor of the property to have any financial interest in the property after the sale or in the proceeds of any subsequent disposition thereof? ("Yes" or "No").

If the answer is "yes," state amount and nature of such interest

(7) Apart from the credit now applied for with respect to the property, what is the total amount of any credit previously extended and now outstanding, and any credit expected at this time to be extended, with respect to the same property? \$ \_\_\_\_\_

I certify under the penalties of Regulation X of the Board of Governors of the Federal Reserve System that to the best of my knowledge and belief the facts stated above, and those in any statement supplied by me and attached hereto, are correct.

(Date)

(Borrower's Signature)

(Borrower's Address)

Note to registrant: Where the borrower's statement shows other credit to be outstanding or to be contemplated in connection with the property, the registrant must obtain further information with respect to such credit in order to determine whether the applicable loan value, maturity, and amortization requirements of Regulation X and the supplement thereto are met.

A copy of this statement should be retained by the registrant. A copy may be attached to the credit instrument so that if another registrant should subsequently purchase, discount or lend on the credit instrument, he will have evidence that the registrant who first extended the credit obtained a borrower's statement in accordance with section 4(c) of Regulation X.