

FEDERAL RESERVE BANK
OF DALLAS

Dallas, Texas, April 3, 1951

REAL ESTATE CREDIT
AMENDMENT TO REGULATION X

*To All Persons Engaged in the Business of Extending Real Estate Credit
in the Eleventh Federal Reserve District:*

There is quoted below a statement issued by the Board of Governors of the Federal Reserve System relating to an amendment to Regulation X (as amended February 15, 1951).

“Amendment No. 3 to Regulation X, ‘Real Estate Credit,’ has been announced by the Board of Governors of the Federal Reserve System, to become effective April 4, 1951.

“The Amendment is for the purpose of exempting state and local governments from the terms of Regulation X where an extension of credit is contemplated on a basis which does not conform to the Regulation in connection with the construction of nonresidential facilities. According to the Board’s information, such credit extensions are uncommon, and the Amendment was adopted to eliminate the possibility that the Regulation might impede the construction of needed nonresidential facilities.”

The text of the Amendment is set forth on the reverse side of this letter. This bank and its branches at El Paso, Houston, and San Antonio will be glad to furnish any information which may be desired concerning the Regulation.

Yours very truly,

R. R. GILBERT

President

REAL ESTATE CREDIT

AMENDMENT NO. 3 TO REGULATION X

Issued by the Board of Governors
of the Federal Reserve System

Regulation X is hereby amended in the following respects effective April 4, 1951:

1. In subsection (g) of Section 6, change the title to "State and Municipal Programs," and add at the end thereof the following new sentence: "Nothing in this regulation shall apply to extensions of credit by any state or political subdivision of a state or agencies of either with respect to any nonresidential property."