

FEDERAL RESERVE BANK OF DALLAS
DALLAS, TEXAS 75222

Circular No. 68-119
May 16, 1968

AMENDMENTS TO REGULATIONS T, U AND G

**To All Banks and Others Concerned
in the Eleventh Federal Reserve District:**

The Board of Governors of the Federal Reserve System has amended its stock market credit Regulations G, T, and U to delete the requirement that banks, brokers, and other lenders obtain assurances from those customers for whom they act as agent in connection with certain security transactions to the effect that these transactions are not in violation or evasion of the Regulations.

Copies of the amendments are enclosed. Member banks are requested to insert the amendments in the ring binder containing the Regulations of the Board of Governors and the Bulletins of this Bank.

A copy of the press release concerning the amendments was sent you on May 10, 1968.

Yours very truly,

P. E. Coldwell
President

Enclosures (3)

**CREDIT BY BROKERS, DEALERS, AND
MEMBERS OF NATIONAL SECURITIES EXCHANGES
AMENDMENT TO REGULATION T**

(12 CFR 220)

ISSUED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Creditor Acting as Agent

1. Effective immediately, section 220.7(f) is revoked.

**CREDIT BY BANKS FOR THE PURPOSE OF
PURCHASING OR CARRYING REGISTERED STOCKS
AMENDMENT TO REGULATION U**

(12 CFR 221)

ISSUED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Bank Acting as Agent

1. Effective immediately, section 221.3(u) and (v) are amended to read as follows:

SECTION 221.3 — MISCELLANEOUS PROVISIONS.

* * *

(u) **Arranging for credit.** No bank shall arrange for the extension or maintenance of any credit for the purpose of purchasing or carrying any stock registered on a national securities exchange, except upon the same terms and conditions on which the bank itself could extend or maintain such credit under the provisions of this Part.

**CREDIT BY PERSONS OTHER THAN BANKS, BROKERS
OR DEALERS FOR THE PURPOSE OF PURCHASING OR
CARRYING REGISTERED EQUITY SECURITIES**

AMENDMENT TO REGULATION G

(12 CFR 207)

ISSUED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Lender Acting as Agent

1. Effective immediately section 207.4(f) and (g) are amended to read as follows:

SECTION 207.4 — MISCELLANEOUS PROVISIONS.

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(f) Arranging for credit. A lender may arrange for the extension or maintenance of credit by any person upon the same terms and conditions as those upon which the lender, under the provisions of this Part, may himself extend or maintain such credit, but only upon such terms and conditions, except that this limitation shall not apply with respect to the arranging by a lender for a bank subject to Part 221 of this Chapter (Regulation U) to extend or maintain credit on registered securities or exempted securities.