

FEDERAL RESERVE BANK OF DALLAS

DALLAS, TEXAS 75222

Circular No. 72-189
September 13, 1972

POSTPONEMENT OF EFFECTIVE DATE OF THE PROPOSED
AMENDMENTS TO REGULATIONS G, T, AND U

To All Banks, Brokers/Dealers, Regulation G Registrants and
Others Concerned in the Eleventh Federal Reserve District:

Recently, the Board of Governors of the Federal Reserve System announced the postponement until December 1, 1972, of the effective date of the proposed amendments in regard to credit for the purpose of contributing capital to brokers and dealers. The proposed regulatory amendments will allow credit without regard to initial margin requirements.

On July 9, 1971, the Board issued in revised form these proposed amendments to margin regulations G, T, and U.

Printed on the following pages is the postponement notice.

Yours very truly,

P. E. Coldwell,

President

FEDERAL RESERVE SYSTEM

(12 CFR PARTS 207, 220, and 221)

(Regs. G, T, and U)

SECURITIES CREDIT BY PERSONS OTHER THAN BANKS, BROKERS, OR DEALERS

CREDIT BY BROKERS AND DEALERS

CREDIT BY BANKS FOR THE PURPOSE OF PURCHASING OR CARRYING MARGIN STOCK

Notice postponing effective date of
proposed amendments in regard to
Credit to Contribute Capital to Brokers
and Dealers.

1. Pursuant to the authority contained in the Securities Exchange Act of 1934 (15 U.S.C. 78g), the Board of Governors, on July 9, 1971 (36 Federal Register 13218), published revisions to its proposals to amend Parts 207, 220, and 221 (Regulations G, T, and U), to become effective October 1, 1971, but postponed to September 1, 1972 by Notice (37 Federal Register 4968).

2. In light of developments with respect to the capital rules applicable to brokers and dealers, and continuing studies by other regulatory bodies, the Board hereby announces that it will postpone the proposed effective date to December 1, 1972.

3. As a result of the postponement of the proposed effective date, the proposed changes to Regulations G, T, and U would apply to credit extended by banks, brokers or dealers, and persons subject to Regulation G after December 1, 1972 and to renewals after such date of credit extended by banks after

- (i) April 16, 1971 in the case of credit extended to a customer for the purpose of making a loan

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or contribution of capital to a broker or
dealer subject to Part 220 (Regulation T),

(ii) July 9, 1971 in the case of credit extended
directly to a broker or dealer.

By order of the Board of Governors, August 22 , 1972.

(Signed) Tynan Smith

Secretary

[SEAL]