



FEDERAL RESERVE BANK
OF DALLAS

ROBERT D. McTEER, JR.
PRESIDENT
AND CHIEF EXECUTIVE OFFICER

July 16, 1993

DALLAS, TEXAS 75222

Notice 93-76

TO: The Chief Executive Officer of each
member bank and others concerned in
the Eleventh Federal Reserve District

SUBJECT

Quarterly Table of Factors to
Adjust Interest Income

DETAILS

The Federal Reserve Board has released its quarterly table of factors to adjust interest income to be used by section 20 companies that adopt the Board's alternative index revenue test to measure compliance with the 10 percent limit on bank-ineligible securities activities.

ATTACHMENT

The Board's quarterly table of factors is attached.

MORE INFORMATION

For more information, please contact Marion White at (214) 922-6155. For additional copies of this Bank's notice, please contact the Public Affairs Department at (214) 922-5254.

Sincerely yours,

Robert D. McTeer, Jr.

Adjustment Factors for Interest Income of Section 20 Subsidiaries
July 1, 1993

Ratio of September 1989 Interest Rates to those in Recent Quarters

Duration	1991				1992				1993	
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
Months										
One	1.33	1.42	1.42	1.72	1.99	2.10	2.50	2.70	2.67	2.62
Three	1.29	1.40	1.45	1.71	2.01	2.12	2.54	2.54	2.66	2.64
Six	1.29	1.37	1.43	1.70	1.99	2.08	2.50	2.44	2.57	2.58
Twelve	1.28	1.33	1.40	1.68	1.91	1.96	2.40	2.32	2.43	2.45
Years										
Two	1.13	1.16	1.24	1.47	1.43	1.46	1.89	1.83	1.83	1.99
Three	1.09	1.10	1.16	1.36	1.30	1.33	1.67	1.62	1.61	1.73
Four	1.05	1.04	1.09	1.25	1.22	1.23	1.49	1.43	1.48	1.60
Five	1.03	1.02	1.06	1.21	1.17	1.17	1.39	1.35	1.40	1.50
Six	1.01	1.00	1.04	1.16	1.14	1.13	1.31	1.28	1.35	1.45
Seven	1.00	0.99	1.02	1.13	1.11	1.10	1.26	1.25	1.30	1.39
Ten	0.99	0.98	1.00	1.06	1.06	1.04	1.14	1.14	1.21	1.27
Twenty	0.97	0.95	0.96	0.99	1.01	0.99	1.03	1.03	1.08	1.11
Thirty	0.95	0.94	0.94	0.95	0.96	0.95	0.97	0.97	1.03	1.08

Note: Adjustment factors were calculated using secondary-market quotes of the yields on Treasury bills for durations of one, three, six, and twelve months and on STRIPs, or zero-coupon Treasury securities, for durations two years and greater. Data are averages of Wednesday observations.