

TRANSFER

**FEDERAL RESERVE BANK
OF ST. LOUIS**

January 27, 1936.

**AMENDMENT TO REGULATION T
AND SUPPLEMENT THERETO**

To members of National Securities Exchanges, to brokers and dealers who transact business in securities through such members, and to the member and nonmember banks, in District No. 8:

The Board of Governors of the Federal Reserve System has approved an amendment to Regulation T and issued a supplement thereto, both effective February 1, 1936. Its press statement contained the following comments:

"The amendment provides that the margin requirements applicable to members of national security exchanges and brokers or dealers who transact a business in securities through the medium of such members shall be as prescribed from time to time by the Board of Governors of the Federal Reserve System in supplements to the regulation.

"The supplement provides that the maximum loan value of registered securities (other than exempted securities) shall be 45 per cent (instead of 55 per cent) of the current market value of the security in those cases in which this amount is greater than the lowest market price of the security during the prescribed base period."

Attached are copies of the amendment and the supplement.

Respectfully,

JOHN S. WOOD,

Federal Reserve Agent.