

FEDERAL RESERVE BANK  
OF NEW YORK

[ Circular No. 1467 ]  
[ October 27, 1934 ]

INTERPRETATION OF REGULATION T

*To National Securities Exchanges in the  
Second Federal Reserve District:*

For your information I quote below the text of a telegram which I have received today from the Federal Reserve Board:

**Ruling No. 33 Interpreting Regulation T.**

In reply to certain inquiries as to whether cash or securities may be withdrawn from designated old accounts on and after November 15, 1934, the Federal Reserve Board points out that the third proviso of section 7(a) of Regulation T is by its terms applicable only to withdrawals made prior to that date. Accordingly the Board rules that: (1) on and after November 15, 1934, securities may be withdrawn from a designated old account to any extent not forbidden by section 4 of the regulation; and (2) on and after November 15, 1934, cash may not be withdrawn from a designated old account, whether restricted or unrestricted, if such withdrawal results in an increase in the adjusted debit balance of the account in violation of the second proviso of section 7(a) of the regulation or is forbidden by section 4 of the regulation.

Additional copies of this circular will be furnished upon request.

J. H. CASE,  
*Federal Reserve Agent.*