

FEDERAL RESERVE BANK
OF NEW YORK

[Circular No. 2171, February 3, 1941
Reference to Circulars Nos. 2129, 2131, 2132 and 2144.]

**Executive Order No. 8389, April 10, 1940, as Amended, and Regulations
Issued Pursuant Thereto, Relating to Transactions
in Foreign Exchange, Etc.**

**To all Banking Institutions, and Others Concerned,
in the Second Federal Reserve District:**

For your information we quote below the texts of amendments to General Licenses No. 32 and No. 33 issued February 1, 1941, by the Secretary of the Treasury pursuant to Executive Order No. 8389 of April 10, 1940, as amended, and the Regulations issued thereunder.

TREASURY DEPARTMENT,
Office of the Secretary,
February 1, 1941.

**GENERAL LICENSE NO. 32, AS AMENDED, UNDER EXECUTIVE ORDER NO. 8389,
APRIL 10, 1940, AS AMENDED, AND REGULATIONS ISSUED PURSUANT THERETO,
RELATING TO TRANSACTIONS IN FOREIGN EXCHANGE, ETC.***

General License No. 32 is amended to read as follows:

A general license is hereby granted authorizing remittances by any individual through any bank to any individual within any foreign country designated in Executive Order No. 8389, as amended, and any bank is authorized to effect such remittances, provided the following terms and conditions are complied with:

(1) Such remittances are made only for the necessary living expenses of the payee and his household and do not exceed \$100 in any one calendar month to any one household, except that additional sums not exceeding \$25 in any one calendar month may be remitted for each member of the payee's household in addition to the payee, provided that in no case shall a sum in excess of \$200 per calendar month be remitted to any one household;

(2) Such remittances are not made from funds in which prior to the remittance any foreign country designated in Executive Order No. 8389, as amended, or any

* Part 162;—Sec. 5(b), 40 Stat. 415 and 966; Sec. 2, 48 Stat. 1; Public Resolution No. 69, 76th Congress; 12 U. S. C. 95a; Ex. Order 6560, Jan. 15, 1934; Ex. Order 8389, April 10, 1940; Ex. Order 8405, May 10, 1940; Ex. Order 8446, June 17, 1940; Ex. Order 8484, July 15, 1940; Ex. Order 8493, July 25, 1940; Ex. Order 8565, Oct. 10, 1940; Regulations, April 10, 1940, as amended May 10, 1940, June 17, 1940, July 15, 1940, and Oct. 10, 1940.

national thereof had any interest whatsoever, direct or indirect, other than from an account in a banking institution within the United States in the name of, or in which the beneficial interest is held by, the payee or members of his household, and such remittances may be made from any such account only if effected:

(a) By the acquisition of foreign exchange from a person in the United States having a license specifically authorizing the sale of such exchange; or

(b) By the payment of the dollar amount of the remittance to a bank for credit to an account in the name of a banking institution within the foreign country to which the remittance is to be made, from which account payments, transfers or withdrawals may be made only under license.

All individuals making such remittances and all banks effecting such remittances shall satisfy themselves that the foregoing terms and conditions are complied with.

If such remittances are made from funds in which prior to the remittance no foreign country designated in Executive Order No. 8389, as amended, or national thereof had any interest whatsoever, direct or indirect, banks are authorized to establish and maintain free dollar accounts if necessary, and only to the extent necessary, to effect such remittances. Banks are not authorized to establish or maintain free dollar accounts in cases where such remittances may be effected in the manner prescribed in (a) or (b) under (2) above.

Banks through which any such remittances originate shall execute promptly Section A of Form TFR-132 in triplicate with respect to each such remittance. When so executed such copies of Form TFR-132 shall be forwarded promptly to the bank ultimately transmitting abroad (by cable or otherwise) the payment instructions for such remittance and the latter bank shall, upon the receipt thereof, execute Section B of such copies of Form TFR-132 and promptly file such executed report in triplicate with the appropriate Federal Reserve Bank. If the bank through which any such remittance originates is also the bank ultimately transmitting abroad the payment instructions for such remittance, then such bank shall execute both Sections A and B of such report. No report on Form TFR-132 shall be deemed to have been filed in compliance with this general license unless both Sections A and B thereof have been duly executed as herein prescribed.

As used in this general license:

(1) The term "bank" shall mean any branch or office within the United States of any of the following which is not a national of any foreign country designated in Executive Order No. 8389, as amended; any bank or trust company incorporated under the laws of the United States or of any state, territory or district of the United States, or any private bank subject to supervision and examination under the banking laws of any state, territory or district of the United States. The term "bank" shall also include any other banking institution which is specifically authorized by the Treasury Department to be treated as a "bank" for the purpose of this general license.

(2) The term "household" shall mean: (a) those individuals sharing a common dwelling as a family; or (b) any individual not sharing a common dwelling with others as a family.

D. W. BELL

Acting Secretary of the Treasury

TREASURY DEPARTMENT,
Office of the Secretary,
February 1, 1941.

GENERAL LICENSE NO. 33, AS AMENDED, UNDER EXECUTIVE ORDER NO. 8389,
APRIL 10, 1940, AS AMENDED, AND REGULATIONS ISSUED PURSUANT THERETO,
RELATING TO TRANSACTIONS IN FOREIGN EXCHANGE, ETC.*

General License No. 33 is amended to read as follows :

A general license is hereby granted authorizing remittances by any individual through any bank to any individual who is a citizen of the United States within any foreign country and any bank is authorized to effect such remittances, provided the following terms and conditions are complied with :

(1) Such remittances do not exceed \$500 in any one calendar month to any payee and his household and are made only for the necessary living and traveling expenses of the payee and his household, except that an additional sum not exceeding \$1,000 may be remitted once to such payee if such sum will be used for the purpose of enabling the payee or his household to return to the United States ;

(2) Such remittances are not made from funds in which prior to the remittance any foreign country designated in Executive Order No. 8389, as amended, or any national thereof had any interest whatsoever, direct or indirect, other than from an account in a banking institution within the United States in the name of, or in which the beneficial interest is held by, the payee or members of his household.

All individuals making such remittances and all banks effecting such remittances shall satisfy themselves that the foregoing terms and conditions are complied with.

Banks are authorized to establish and maintain free dollar accounts if necessary, and only to the extent necessary, to effect such remittances. Banks are not authorized to establish or maintain free dollar accounts in cases where such remittances may be effected in the manner prescribed in (a) or (b) under (2) of General License No. 32, as amended.

With respect to each remittance made pursuant to this general license reports on Form TFR-132 shall be executed and filed in the manner and form and under the conditions prescribed in General License No. 32, as amended.

As used in this general license the terms "bank" and "household" shall be deemed to have the meaning prescribed in General License No. 32, as amended.

D. W. BELL
Acting Secretary of the Treasury

* Part 163;—Sec. 5(b), 40 Stat. 415 and 966; Sec. 2, 48 Stat. 1; Public Resolution No. 69, 76th Congress; 12 U. S. C. 95a; Ex. Order 6560, Jan. 15, 1934; Ex. Order 8389, April 10, 1940; Ex. Order 8405, May 10, 1940; Ex. Order 8446, June 17, 1940; Ex. Order 8484, July 15, 1940; Ex. Order 8493, July 25, 1940; Ex. Order 8565, Oct. 10, 1940; Regulations, April 10, 1940, as amended May 10, 1940, June 17, 1940, July 15, 1940, and Oct. 10, 1940.

Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,
President.

REPORT

SECTION A. To be Filled in by the Originating Bank (i.e. the Bank which Receives the Instructions from the Remitter)

1. Name of Remitter

2. Date Transaction Originated

3. Dollar Amount of Remittance

4. Name of Payee

5. Address of Remitter

6. No. in Household of Payee

7. Fee Charged by Originating Bank for Making Remittance

8. Address of Payee

Country in Which Payee is Located

9. Name and Address of the Originating Bank

10. No. of license authorizing the remittance

11. Were the dollars remitted withdrawn from funds in which prior to the remittance a "National" had an interest within the meaning of Executive Order 8389 as amended?

Signature of authorized officer of the originating bank

SECTION B. To be Filled in by the Transmitting Bank (i.e. the Bank Ultimately Transmitting Abroad Payment Instructions)

12. Name and Address of the Transmitting Bank

13. If the remittance was effected by the acquisition of foreign exchange from a person licensed to sell such exchange pursuant to the Order, give the name and address of such seller and the number of the license authorizing the sale:

14. If the remittance was effected by crediting dollars to the account of a foreign bank against payment of the equivalent in foreign currency, give name and address of such foreign bank and name and address of the bank within the United States in which the dollars were deposited:

15. Was the dollar amount deposited in a free dollar account?

16. What was the actual or estimated rate of conversion?

17. If the funds were transmitted to the payee in some manner other than that described in 13 or 14 of this section of this report, explain:

18. Fee charged by transmitting bank for making remittance

Signature of authorized officer of the transmitting bank

ORIGINAL

REPORT

SECTION A. To be Filled in by the Originating Bank (i.e. the Bank which Receives the Instructions from the Remitter)

1.....	2.....	3.....	4.....
Name of Remitter	Date Transaction Originated	Dollar Amount of Remittance	Name of Payee
5.....	6.....	7.....	8.....
Address of Remitter	No. in Household of Payee	Fee Charged by Originating Bank for Making Remittance	Address of Payee
9.....			Country in Which Payee is Located
10.....			
Name and Address of the Originating Bank			
11.....	11.....		
No. of license authorizing the remittance	Were the dollars remitted withdrawn from funds in which prior to the remittance a "National" had an interest within the meaning of Executive Order 8389 as amended?		
Signature of authorized officer of the originating bank			

SECTION B. To be Filled in by the Transmitting Bank (i.e. the Bank Ultimately Transmitting Abroad Payment Instructions)

12.....
Name and Address of the Transmitting Bank

13 If the remittance was effected by the acquisition of foreign exchange from a person licensed to sell such exchange pursuant to the Order, give the name and address of such seller and the number of the license authorizing the sale:

.....

14 If the remittance was effected by crediting dollars to the account of a foreign bank against payment of the equivalent in foreign currency, give name and address of such foreign bank and name and address of the bank within the United States in which the dollars were deposited:

.....

15 Was the dollar amount deposited in a free dollar account?

16 What was the actual or estimated rate of conversion?

17 If the funds were transmitted to the payee in some manner other than that described in 13 or 14 of this section of this report, explain:

.....

18 Fee charged by transmitting bank for making remittance

Signature of authorized officer of the transmitting bank

DUPLICATE

REPORT

SECTION A. To be Filled in by the Originating Bank (i.e. the Bank which Receives the Instructions from the Remitter)

1..... Name of Remitter	2..... Date Transaction Originated	3..... Dollar Amount of Remittance	4..... Name of Payee
5..... Address of Remitter	6..... No. in Household of Payee	7..... Fee Charged by Originating Bank for Making Remittance	8..... Address of Payee
9..... Name and Address of the Originating Bank		 Country in Which Payee is Located
10..... No. of license authorizing the remittance	11..... Were the dollars remitted withdrawn from funds in which prior to the remittance a "National" had an interest within the meaning of Executive Order 8389 as amended?		
..... Signature of authorized officer of the originating bank			

SECTION B. To be Filled in by the Transmitting Bank (i.e. the Bank Ultimately Transmitting Abroad Payment Instructions)

12.....
Name and Address of the Transmitting Bank

13 If the remittance was effected by the acquisition of foreign exchange from a person licensed to sell such exchange pursuant to the Order, give the name and address of such seller and the number of the license authorizing the sale :
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14 If the remittance was effected by crediting dollars to the account of a foreign bank against payment of the equivalent in foreign currency, give name and address of such foreign bank and name and address of the bank within the United States in which the dollars were deposited :
.....

15 Was the dollar amount deposited in a free dollar account?

16 What was the actual or estimated rate of conversion?

17 If the funds were transmitted to the payee in some manner other than that described in 13 or 14 of this section of this report, explain :

18 Fee charged by transmitting bank for making remittance

REPORT

SECTION A. To be Filled in by the Originating Bank (i.e. the Bank which Receives the Instructions from the Remitter)

1. Name of Remitter	2. Date Transaction Originated	3. Dollar Amount of Remittance	4. Name of Payee
5. Address of Remitter	6. No. in Household of Payee	7. Fee Charged by Originating Bank for Making Remittance	8. Address of Payee
9. Name and Address of the Originating Bank		 Country in Which Payee is Located
10. No. of license authorizing the remittance	11. Were the dollars remitted withdrawn from funds in which prior to the remittance a "National" had an interest within the meaning of Executive Order 8389 as amended? Signature of authorized officer of the originating bank		

SECTION B. To be Filled in by the Transmitting Bank (i.e. the Bank Ultimately Transmitting Abroad Payment Instructions)

12.
Name and Address of the Transmitting Bank

13 If the remittance was effected by the acquisition of foreign exchange from a person licensed to sell such exchange pursuant to the Order, give the name and address of such seller and the number of the license authorizing the sale :
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17 If the funds were transmitted to the payee in some manner other than that described in 13 or 14 of this section of this report, explain :

18 Fee charged by transmitting bank for making remittance

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Signature of authorized officer of the transmitting bank