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F E D E R A L R E S E R V E B O A R D  
STATEMENT FOR THE PRESS

September 1, 1934.

For immediate release

Vice Governor Thomas, of the Federal Reserve Board, today issued the following statement:

"The Federal Reserve Board, under the terms of the Securities Exchange Act of 1934, is required to issue by October 1, 1934 regulations relating to the extension and maintenance of credit in connection with the purchasing and carrying of securities. A preliminary draft of these regulations, prepared by the staff but not previously considered by the Board, was furnished for comments and suggestions to a limited number of persons, but not for publication. The Federal Reserve Board has not yet decided upon the terms of the regulations, and particularly it has not established margin requirements. In the preliminary draft, for the purpose of discussion, the margin requirements used are those prescribed in the law as a basis for the Board's determination of margins. It is the Board's expectation to issue the regulations during September."