

X-8072

F E D E R A L R E S E R V E B O A R D

STATEMENT FOR THE PRESS

For immediate release

October 13, 1934.

CALCULATION OF NET DEBIT BALANCE IN
ARBITRAGE ACCOUNTS

RULING NO. 23 INTERPRETING REGULATION T. In response to an inquiry the Federal Reserve Board has ruled that, in calculating the net debit balance of an arbitrage account within the meaning of Section 3(d) of Regulation T, both the long commitments and the short commitments in securities should be taken into consideration.