

FEDERAL RESERVE BOARD

WASHINGTON

July 16, 1934.
B-998.ADDRESS OFFICIAL CORRESPONDENCE TO
THE FEDERAL RESERVE BOARDSUBJECT: Monthly reports of earnings, expenses
and losses on industrial advances.


Dear Sir:

With reference to the Board's letter of this date in regard to the method of determining net earnings on funds paid to your bank by the Secretary of the Treasury under Section 13b of the Federal Reserve Act and the annual statement on form B-20 to be submitted in connection therewith, you are also requested to submit monthly to the Federal Reserve Board reports on forms B-18 and B-19, a supply of which is inclosed.

It will be noted that forms B-18 and B-19, which cover income, expenses, and losses, call for separate figures in regard to net earnings on loans, discounts, advances and purchases from funds received from the Secretary of the Treasury under Section 13b and from the bank's own funds invested under that Section and that outside expenses chargeable to a specific loan, discount, advance or purchase are to be shown separately from other expenses.

Reports on forms B-18 and B-19 should be submitted promptly after the end of each month and should include expenses incurred at the branches, if any, as well as at the head office.

Very truly yours,

Chester Morrill,
Secretary.

Inclosures.