TELEGRAM

SEE BENETARY

May 29, 1942

(Addressed to the Presidents of all Federal Reserve Banks)

An overdraft resulting from the drawing of a check is an extension of credit, but in the usual case it is not "in the form of a loan" within the meaning of section 2(1), and therefore is not subject to Regulation W unless used as a means of evasion.

(Signed) L. P. Bethea

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