PART 357—REGULATIONS GOV- 
ERNING BOOK-ENTRY TREASURY 
BONDS, NOTES AND BILLS HELD 
IN TREASURY/RESERVE AUTOMATED 
DEBT ENTRY SYSTEM (TRADES) AND LEGACY TREAS- 
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SOURCE: 51 FR 18265, May 16, 1986, unless 
otherwise noted.

EDITORIAL NOTE: Nomenclature changes to 
(3) **TreasuryDirect®**. TreasuryDirect is a book-entry, online system maintained by the Department of the Treasury for purchasing and holding eligible marketable Treasury securities, United States Savings Bonds, and certificates of indebtedness in electronic form as a computer record on the books of Treasury. The regulations governing TreasuryDirect are found at 31 CFR part 363.

(b) **Transferability between Legacy Treasury Direct and other systems.** A Treasury security maintained in Legacy Treasury Direct may be transferred to an account in TRADES or to an account in TreasuryDirect in accordance with §357.22(a). Securities may not be transferred to Legacy Treasury Direct from other systems.


§ 357.1 Effective date.

Subpart B of this part, the definitions of Adverse Claim, Book-entry Security, Entitlement Holder, Federal Reserve Bank Operating Circular, Funds Account, Issue, Participant, Participant’s Securities Account, Person, Revised Article 8, Securities Intermediary, Security Entitlement, State, and Transfer Message and revisions to the definitions of Security and TRADES, and §§357.42 and 357.44 and the revisions to §357.41 are effective January 1, 1997. All other provisions in effect prior to January 1, 1997, remain in effect.

[61 FR 43628, Aug. 23, 1996]

§ 357.2 Definitions.

In this part, unless the context indicates otherwise:

*Adverse claim* means a claim that a claimant has a property interest in a Security and that it is a violation of the rights of the claimant for another Person to hold, transfer, or deal with the Security.

*Bill* means an obligation of the United States, with a term of not more than one year, issued at a discount, under chapter 31 of title 31 of the United States Code, in book-entry form.

*Bond* means an obligation of the United States, with a term of more than ten years, issued under chapter 31 of title 31 of the United States Code, in book-entry form.

*Book-entry security* means a Treasury security maintained as a computer record in the commercial book-entry system, Legacy Treasury Direct®, or TreasuryDirect®.

*Business day* means any day other than a Saturday, Sunday, or other day on which the Federal Reserve Banks are not open for business.

*Department* means the United States Department of the Treasury, and, where appropriate, the Federal Reserve Banks acting as fiscal agents of the United States.

*Depository institution* means an entity described in section 19(b)(1)(A)(1)–(vi) of the Federal Reserve Act (12 U.S.C. 461(b)(1)(A)(1)–(vi)). Under section 19(b) of the Federal Reserve Act, the term *depository institution* includes:

1. Any insured bank as defined in 12 U.S.C. 1813 or any bank which is eligible to make application to become an insured bank under 12 U.S.C. 1815;
2. Any mutual savings bank as defined in 12 U.S.C. 1813 or any bank which is eligible to make application to become an insured bank under 12 U.S.C. 1815;
3. Any savings bank as defined in 12 U.S.C. 1813 or any bank which is eligible to make application to become an insured bank under 12 U.S.C. 1815;
4. Any insured credit union as defined in 12 U.S.C. 1752 or any credit union which is eligible to make application to become an insured credit union under 12 U.S.C. 1781;
5. Any member as defined in 12 U.S.C. 1422; and
6. Any savings association (as defined in 12 U.S.C. 1813) which is an insured depository institution, as defined in the Federal Deposit Insurance Act, 12 U.S.C. 1811, et seq., or is eligible to apply to become an insured depository institution under such Act.

*Entitlement holder* means a Person to whose account an interest in a Book-entry Security is credited on the records of a Securities Intermediary.

*Federal Reserve Bank or Reserve Bank* means a Federal Reserve Bank or Branch.

*Federal Reserve Bank Operating Circular* means the publication issued by