

C O P Y

March 12, 1941

MEMORANDUM

For Wm. P. Funsten, Supervising Examiner, Federal Deposit Insurance Corporation, Twelfth District, and R. B. West, Vice President, Federal Reserve Bank of San Francisco

With reference to a letter from the Bank of America N. T. & S. A., dated March 11, 1941, addressed to yourselves and the undersigned as the Committee named in paragraph 5 of the Comptroller of the Currency's requirements of the Bank of America N. T. & S. A., of March 6, 1940, the following additional information is submitted for consideration:

Mr. L. M. Giannini, President of the bank, advised me that should the Committee recommend the acceptance of the bank's proposal, which contemplates writing off of \$2,000,000 in depreciation during the year 1941, he will during the year 1942 write off an amount representing an additional depreciation of approximately \$2,000,000. Mr. Giannini states that, of this additional depreciation, \$1,000,000 will be either charged to the undivided profits account or to the special reserve on or before June 30, 1942, and the remainder will be treated in a similar manner during the second half of 1942.

Mr. Giannini has acknowledged that the disposition of the depreciation in the manner as herein stated does not preclude the Comptroller of the Currency from establishing, in the future, any further depreciation on the properties under consideration or any other similar properties owned by the bank.

(signed) Irwin D. Wright
Irwin D. Wright
Chief National Bank Examiner,
Twelfth Federal Reserve District.