

Mr Clayton

November 21, 1935.

Board of Governors
C. E. Cagle

Transamerica Corporation -
Application for general
voting permit.

The principal problems in this group relate to the following matters which have been covered in much more detail in previous memoranda to the Board on this case (data taken from latest examination report, as of February 11, 1935, and/or January 31, 1935):

I. Liability of Inter-America Corporation on Contract to Bank of America, arising out of losses, depreciation and criticized assets required to be removed from the bank:

| | |
|---------------|-------------------|
| June 26, 1931 | \$15,000,000 |
| Dec. 31, 1931 | 10,000,000 |
| Feb. 15, 1932 | <u>10,214,000</u> |
| TOTAL | \$35,214,000 |

Rate of interest 6%, not yet started.

| | |
|------------------|---------------|
| Balance, 9/18/33 | \$32,941,000* |
| Balance, 2/11/35 | 28,350,000** |

This item was not shown in the affiliate report required to be published.

* Reduced \$3,200,000 in January 1935, resulting from a corresponding reduction of capital stock of Bank of America (State) in connection with the transfer of 60-odd branches to Bank of America N.T. & S.A.

**Subsequently reduced to \$28,350,000 offset by a write-up of Government bonds on the books of the bank.

When the application for voting permit was filed by Transamerica Corporation, all dividends being paid by the bank were supposed to be applied to a reduction of this obligation. Mr. Clary, vice president, discussed this

policy with members of this division and left a clear understanding that the policy of applying all dividends received from the bank on reduction of the obligation would be continued. The bank resumed dividend payments in July 1933 and apparently applied some of the dividends to the reduction of this item in 1933. Since the early part of 1934 the national examiners reported that dividends paid by the bank have not been applied on the reduction of this obligation, although the bank has since increased its dividend rate twice, it now being 62½ cents or 10% on the par value of \$25 per share. The annual dividend now amounts to \$5,000,000. The contract provides for interest at the rate of 6% from the maturity date. It has been the practice to renew the contract shortly before maturity in December of each year, with the result that interest has not yet begun to run. The collateral securing this obligation as of February 11, 1935, is indicated in the list attached at the end of this memorandum, from which it may be noted that apparently the current collateral does not consist of any of the items originally involved in the charge off in 1931.

II. Liability of Transamerica Corporation to Bank of America on a contract for "future and former bank premises", which originated on October 1, 1931, in the amount of \$9,155,000:

| | |
|------------------|-------------|
| Balance, 9/18/33 | \$7,865,000 |
| Balance, 2/11/35 | 5,977,000 |

This item was not shown in the affiliate report required to be published.

Rate of interest 1% per annum.

These properties were "sold" to Capital Company by its parent, Transamerica Corporation, under a special contract. The bank, on September 15,

1934, arbitrarily donated \$1,000,000 to Transamerica Corporation because of the excess price at which these properties were originally "sold" to Transamerica Corporation. The offsetting entry on the books of the bank was to "depreciation" account. The examiner reported that of the total reductions to date, only \$356,000 was through proceeds of actual sales of these properties. This obligation is said to have been secured by the real estate covered by the contract.

III. Liability of Capital Company (a 100% subsidiary of Transamerica Corporation) to Bank of America, under contract, renewed or extended from time to time, for other real estate (city properties) removed from the assets of the bank:

| | |
|------------------|--------------|
| Balance, 9/18/33 | \$11,118,000 |
| Balance, 2/11/35 | 22,205,000 |

Rate of interest 1%, under the terms of the contract the bank being required to pay taxes and retains title.

Average rate of loss on sales based upon these carrying values, 18% for 1933; 21% for 1934. (The realized losses on sales and the estimated potential losses on future sales, of course, were not included in the losses estimated for Bank of America.)

The Board ruled that this company is not an affiliate and therefore no information relative to this item is required to be published.

IV. Liability of California Lands, Inc. (a 100% subsidiary of Transamerica Corporation) to Bank of America on a contract, renewed or extended from time to time, for other real estate (rural properties) removed from the bank:

| | |
|------------------|--------------|
| Balance, 9/18/33 | \$ 7,675,000 |
| Balance, 2/11/35 | 14,241,000 |

Rate of interest 1%, under the terms of the contract the bank being required to pay taxes and retains title.

Average rate of losses on sales based upon these carrying values, 18% for 1933; 23% for 1934. (The realized losses on sales and the estimated potential losses on future sales, of course, were not included in the losses estimated for Bank of America.)

The Board ruled that this company is not an affiliate and therefore no information relative to this item is required to be published.

The foregoing items, numbered I to IV, aggregated over \$70,000,000 as of February 11, 1935, or about 90% of the bank's capital and surplus. These items really constituted other real estate and/or losses, yet they were carried by the bank in "loans and discounts", thus greatly improving the appearance of the bank's published statements.

V. Other Real Estate, on books of Bank of America:

| | |
|------------------|--------------|
| Balance, 9/18/33 | \$10,063,000 |
| Balance, 2/11/35 | 11,812,000 |

This does not include any of the items listed above.

VI. Potential Other Real Estate, estimated by national examiners as of February 11, 1935, to be approximately \$59,000,000, including \$4,300,000 held as loans where title has been acquired and \$9,600,000 in process of foreclosure. This aggregate does not include any of the amounts described under items I to V above.

VII. Investment in Stock of Merchants National Realty Corporation (100% owned by Bank of America) represents bank premises and/or other real estate but carried in the published statements of the bank as investments.

| | |
|----------------|-------------|
| Total, 9/18/33 | \$3,580,000 |
| Total, 2/11/35 | 6,697,000 |

Dividends received by bank on common stock - none, the bank being assessed a sufficiently large amount in the form of "rentals" to meet fixed charges of the corporation.

VIII. Bank Premises, Furniture and Fixtures, on the books of Bank of America:

| | |
|------------------|--------------|
| Balance, 9/18/33 | \$58,600,000 |
| Balance, 2/11/35 | 58,400,000 |

The reduction apparently resulted from transfer of certain bank premises to Merchants National Realty Corporation.

The total of the foregoing items of slow or fixed assets (not including item VI, Potential Other Real Estate) amounted to over \$125,000,000, or 157% of the bank's capital and surplus.

In addition, the bank had real estate loans of over \$200,000,000, of which amount approximately \$39,000,000 was estimated by the national bank examiner to be potential other real estate.

IX. Dividend Policy

Dividends Declared by Bank of America, N.T. & S.A.

| | | | | | | | | | |
|------|----------|---|------|----------------------------------|---|----|--------------------|---------------|----------------|
| 1930 | | | | | | | | | \$6,000,000.00 |
| 1931 | | | | | | | | | 7,800,000.00 |
| 1932 | | | | | | | | | -0- |
| 1933 | June | - | 37½¢ | per share, par value \$25, or 6% | - | \$ | 750,000 | | |
| | Sept. | - | " | " " " " " " " " " " | - | | 750,000 | | |
| | Dec. | - | " | " " " " " " " " " " | - | | <u>750,000</u> | 2,250,000.00 | |
| 1934 | Mar. | - | " | " " " " " " " " " " | - | | 750,000 | | |
| | June 12 | - | 50¢ | " " " " " " " " " " | - | | 1,000,000 | | |
| | Sept. 11 | - | " | " " " " " " " " " " | - | | 1,000,000 | | |
| | Dec. 11 | - | " | " " " " " " " " " " | - | | <u>1,000,000</u> | 3,750,000.00 | |
| 1935 | Mar. | - | 62½¢ | " " " " " " " " " " | - | | 1,250,000 | | |
| | June | - | " | " " " " " " " " " " | - | | 1,250,000 | | |
| | Sept. | - | " | " " " " " " " " " " | - | | 1,250,000 | | |
| | (Dec. | - | " | " " " " " " " " " " | - | | <u>1,250,000</u>) | 5,000,000.00* | |

*Announced policy - 2,000,000 shares, par value \$25, outstanding.

Dividends Declared by Transamerica Corporation

| | | | | |
|------|------|-----------------------------|---|----------------------------------|
| 1930 | | No information in the files | | ? |
| 1931 | | " " " " " " | | ? |
| 1932 | | | | None |
| 1933 | | | | " |
| 1934 | Jan. | - | 12½¢ per share (stated value \$1.00) | \$2,954,878.97 |
| | July | - | " " " " " " " " " " | <u>2,955,356.10</u> 5,910,215.07 |
| 1935 | Jan. | - | " " " " " " " " " " | |
| | July | | (Definite facts not reported to this division. The Wall Street Journal of July 5, 1935, stated the rate had been increased to 15¢ per share, which will amount to approximately \$7,086,000 per year on approximately 23,622,000 shares outstanding.) | 2,948,628.12 |

TRANSAMERICA CORPORATION

Dividends Received - 1932

| | | |
|---|-----------------------|---------|
| From: Transamerica Bank Holding Company | \$1,652,776.82 | |
| Transamerica General Holding Company | 269,846.24 | |
| Bankamerica Company | -0- | |
| Inter-Continental Company | 577,037.69 | |
| | <u>\$2,479,660.75</u> | |
| Transamerica Service Corporation | - 6,283.26 | (Loss)* |
| TOTAL | <u>\$2,473,377.49</u> | |

*(Ernst and Ernst - "Amount transferred to T.A.C.")

Dividends Received - 1933

| | | |
|---|-----------------------|--|
| From: Transamerica Bank Holding Company | \$2,700,790.30 | |
| Transamerica General Holding Company | 2,573,988.11 | |
| Bankamerica Company | 100,000.00 | |
| Inter-Continental Company | 1,538,396.86 | |
| Transamerica Service Corporation | -0- | |
| TOTAL | <u>\$6,713,175.27</u> | |

Dividends Received - 1934

| | | |
|---|-----------------------|--|
| From: Transamerica Bank Holding Company | \$4,388,477.81 | |
| Transamerica General Holding Company | 1,473,796.53 | |
| Bankamerica Company | 150,000.00 | |
| TOTAL | <u>\$6,012,274.34</u> | |

TRANSAMERICA BANK HOLDING COMPANY

Dividends Received - 1952

| | |
|--|-----------------|
| From: National City Bank of New York | \$1,179,990.00 |
| First National Bank of Portland | 45,727.50 |
| Second Savings and Trust Company, Portland | 10,552.50 |
| Bank of Lake | 2,729.60 |
| Northern Bank of California Savings | 3,692.00 |
| Other sources not shown in report | <u>7,258.37</u> |
| TOTAL | \$1,249,949.97 |

Dividends Received - 1953

| | |
|---|------------------|
| From: Bank of America N.T. & S.A. | \$2,242,575.00 |
| First National Bank of Portland |) 21,105.00 |
| Second Savings and Trust Company, Portland) | |
| Vallejo Commercial National Bank | -0- |
| National City Bank of New York | 595,300.00 |
| Corporation of America | -0- |
| First National Bank of Portland - "B" | -0- |
| Other sources not shown in report | <u>23,524.58</u> |
| TOTAL | \$2,680,534.58 |

Dividends Received - 1954

| | |
|-----------------------------------|-------------------|
| From: Bank of America N.T. & S.A. | \$3,736,467.88 |
| Bank of America (State) | 100,820.35 |
| First National Bank of Portland | 56,265.00 |
| First National Bank in Reno | 13,200.00 |
| Other sources not shown in report | <u>437,033.35</u> |
| | \$4,325,786.58 |

It is obvious that the payment of dividends by Transamerica Corporation has been dependent largely upon the dividend policy of Bank of America N.T. & S.A.

In view of the large amount due to Bank of America N.T. & S.A., and to Bank of America (State) by Transamerica Corporation and its subsidiaries and the nature of a large amount of the other assets in the banks, it appears that all earnings of the banks should be used to write down the criticized obligations. However, in view of the type of publicity which has been given to the alleged earnings of the bank since it resumed dividend payments in 1933 and the fact that no objection seems to have been offered to the dividend and publicity policy of Transamerica Corporation and Bank of America, a sharp reduction in dividend payments at this time would most probably result in unfavorable reaction. In any event, in all probability such a reduction would have a noticeable effect upon the quoted prices of Transamerica Corporation stock, which has shown recent rapid rises, and would tend to discredit the management in the eyes of shareholders, if not in the eyes of the depositors of the bank also. It is believed that if the Board should deny a general voting permit in this case, on the grounds of unsatisfactory financial condition, the policies of the management, etc., no unfavorable public reaction would result from such action by the Board. On the other hand, it is believed that the granting of a general voting permit would be regarded by the public as an approval by the Board of the policies of the group -- past, present and future -- especially if Transamerica Corporation should advertise in its annual reports and other media that it had received the Board's stamp of approval in the form of a general voting permit, the Board being required by law to consider the financial

condition, the management, and the effect of the relations upon the member banks.

According to a recent prospectus on the earnings of the group, ostensibly prepared by a brokerage firm, and a clipping forwarded to the Board which was taken from the Oakland (California) Tribune of November 15, 1955, it is claimed that earnings of the group for 1955 are expected to exceed the 1954 earnings to a very great extent, from all of which it may be expected that further increased dividends may be forthcoming.

Should the selling price of Transamerica Corporation shares continue to rise, presumably as a result of the advertising relative to large earnings, etc., it might be stated that the bank would receive some direct benefit inasmuch as it holds 804,596 shares of Transamerica Corporation stock as the sole collateral to loans aggregating \$3,984,000 and holds 684,794 shares as partial collateral to other loans of which amount \$4,490,000 is dependent upon such stock. Furthermore, should the price of the stock be caused to rise to some figure, say \$25 or \$50 per share, the corporation would be in a position to sell additional shares for cash and use the proceeds thereof to retire some of the obligations of the holding company to the subsidiary bank. The low quoted price for the stock for 1955 was slightly under \$5.00 per share as compared with the present high of over \$15.00 per share, there having been marked rises within the past few days.

X. Expansion Program: Since Transamerica Corporation filed its application for a voting permit, it has obtained virtual control of the banking business in Nevada through the First National Bank in Reno. Present indications are that the System may be spread more fully in Oregon and to Washington and Arizona. Such expansion could change the group set-up appreciably.

XI. Character and Attitude of the Management: The administration of the subsidiary First National Bank of Portland rests to a significant degree in the hands of local directors. All other banks in the group are decidedly under the domination of the management of the holding company affiliate -- which is largely Mr. A. P. Giannini, who has not in the past been readily amenable to the requests of supervisory authorities, especially in the matter of curtailment of dividends and reduction of obligations of affiliated organizations, the elimination of losses, and various other matters.

The following additional facts are submitted for convenient reference in connection with the consideration of the foregoing problems:

Transamerica Corporation
Profit and Loss 1954

| | |
|--------------------------|-------------------|
| Net profit transferred | \$6,017,000* |
| Less: Dividends declared | 5,904,000 |
| | <u>\$ 113,000</u> |

*Includes dividends received from:

| | |
|----------------------------------|--------------------|
| Transamerica Bank Holding Co. | \$4,388,000 |
| Transamerica General Holding Co. | 1,474,000 |
| Bankamerica Company | 150,000 |
| | <u>\$6,012,000</u> |

Transamerica Bank Holding Company
Profit and Loss 1954

| | |
|--------------------------------|--------------------|
| Income from dividends | \$4,388,000** |
| Income from interest | 148,000 |
| Security transactions (Net) | 4,000 |
| Recoveries | 21,000 |
| | <u>\$4,499,000</u> |
| Expenses | 136,000 |
| Net for the year 1954 | \$4,363,000 |
| Balance at beginning | 25,000 |
| | <u>\$4,388,000</u> |
| Less: Dividends paid to T.A.C. | 4,388,000 |
| Balance | <u>-0-</u> |

**Includes dividends received from:

| | |
|-----------------------------------|--------------------|
| Bank of America N.T. & S.A. | \$3,736,000 |
| Bank of America (State) | 101,000 |
| First National Bank of Portland | 58,000 |
| First National Bank in Reno | 13,000 |
| | <u>\$3,888,000</u> |
| Other (apparently Nat. City Bank) | 458,000 |
| | <u>\$4,326,000</u> |

Balance Sheet

TRANSAMERICA CORPORATION

January 31, 1955

| <u>ASSETS</u> | <u>Book Value</u> |
|---|-------------------|
| Investments in Capital Stock of wholly owned subsidiaries: | |
| Transamerica Bank Holding Co. | \$111,904,152.50 |
| Transamerica General Holding Co. | 36,539,649.08 |
| Inter-Continental Corporation | 1,998,100.82 |
| Transamerica Service Corporation | 112,048.53 |
| Bankamerica Company | 600,000.00 |
| | <hr/> |
| Sub-total | 151,153,950.73 |
| (2) Contract on sale of R/E (acquired from bank) to Capital Company | 3,929,981.15 |
| Due from affiliates: | |
| Transamerica General Holding Co. | 9,664,291.86 |
| Transamerica Service Corp. | 3,498,015.77 |
| Petty Cash - Scrip Completions | 1,101.64 |
| Goodwill | 1.00 |
| | <hr/> |
| TOTAL ASSETS | \$168,247,340.15 |
| | <hr/> <hr/> |
| <u>LIABILITIES</u> | |
| (1) R/E Purchased on Contract from Bank of America, N.T. & S.A. | \$ 5,978,875.25 |
| Due to Affiliates: | |
| Transamerica Bank Holding Co. | 14,365,251.97 |
| Inter-Continental Corporation | 824,594.31 |
| Capital Company | 400,000.00 |
| Corporation of America | 63,944.58 |
| Banca d'America e d'Italia | 1,519.82 |
| Accounts Payable | 55,589.35 |
| Reserve for Federal Income Taxes, Prior years | 5,756,546.03 |
| General Reserves | 1,750,000.00 |
| Dividends Payable | 2,486,128.12 |
| Capital Stock - 25,621,952 shares outstanding | 25,621,952.00 |
| Paid-in Surplus | 107,556,758.66 |
| Profit and Loss Surplus | 5,586,200.08 |
| | <hr/> |
| TOTAL LIABILITIES | \$168,247,340.15 |
| | <hr/> <hr/> |

Balance Sheet

TRANSAMERICA BANK HOLDING COMPANY

(Ownership 100% by Transamerica Corporation)

January 31, 1955

ASSETS

| <u>INVESTMENTS:</u> | <u>Shares</u> | <u>Book Value</u> |
|-----------------------------------|---------------|-------------------------|
| Bank of America, N.T.&S.A. | 1,992,800.47 | \$103,316,034.68 |
| Bank of America (State) | 59,570 | 3,878,816.00 |
| Corporation of America | 1,996.57 | 148,154.38 |
| First National Bk. of Reno | 2,450 | 691,000.00 |
| First Nat'l Corp. of Portland | 13,120*B* | 1.00 |
| First N/B of Portland | 8,040 | 1,705,729.28 |
| National City of N.Y. | 524,440* | <u>20,059,850.00</u> |
| Total Investments | | <u>\$130,599,565.42</u> |
| <u>Due from Affiliates: ?</u> | | |
| First Ntl Corp of Portland | | 17,770.69 |
| Transamerica Corp. | | <u>14,365,251.97</u> |
| Total Due from Affiliates | | <u>\$14,383,022.66</u> |
| Beneficial Interests | | |
| | | 2.00 |
| Totals | | <u>\$144,782,590.08</u> |

LIABILITIES

| | |
|--|-------------------------|
| Accrued Capital Stock Tax | 5,000.00 |
| Due to Bank of America, N.T.& S.A. | |
| Under contracts | 28,384,276.97 |
| Reserves: | |
| For Assets acquired from Ameritalia Corp | 30,000.00 |
| For Assets of Miscellaneous Banks | 7,667.65 |
| Capital | |
| 10,000 shares - no par value | 1,000,000.00 |
| Initial Surplus | 92,885,270.44 |
| Paid-in Surplus | <u>22,472,575.02</u> |
| | <u>\$144,782,590.08</u> |

* 89,025.4 additional shares owned by other affiliated organizations.

Bank of America N.T. & S.A.
Significant Asset Items as of 2/11/35

| | |
|-------------------------------|------------------------|
| Real estate loans | \$253,130,000 |
| Loans to affiliates of T.A.C. | 34,405,000 |
| Loans on T.A.C. Stock | 8,475,000 |
| Loans all other | <u>109,775,000</u> |
| | <u>\$405,785,000</u> |
| | |
| U. S. Bonds - Circulation | \$ 46,056,000 |
| " " - Pledged | 213,216,000 |
| " " - Unpledged | 112,521,000 |
| Other bonds | <u>130,415,000</u> |
| | <u>\$492,008,000</u> |
| | |
| Total Assets | <u>\$1,133,663,000</u> |

Significant Liability Items

| | |
|--------------------------------------|----------------------|
| Demand deposits | \$247,017,000(a)(b) |
| Time deposits | 590,398,000(a) |
| Postal Savings deposits | 67,866,000 |
| All other U.S. deposits | 57,504,000 |
| Certified checks | 15,956,000 |
| | <u>\$978,721,000</u> |
| | |
| Circulation | <u>\$ 45,500,000</u> |
| | |
| Capital stock - Common | \$ 50,000,000 |
| Surplus | 30,000,000 |
| Undivided profits | 16,284,000 |
| Reserves for depreciation and losses | 2,004,000 |
| Total | <u>\$ 98,288,000</u> |

(a) Public deposits \$125,984,000
(b) Bank deposits 29,309,000

Classification of Assets

Before review with officers:

| | |
|----------|---------------|
| Slow | \$176,644,000 |
| Doubtful | 8,061,000 |
| Loss | 5,314,000 |

After final review:

| | |
|----------|-------------|
| Slow | 179,765,000 |
| Doubtful | 8,069,000 |
| Loss | 2,271,000 |

Net appreciation in securities \$11,229,000 after writing up U.S. Government bonds by \$5,000,000.

Although the bank had capital structure of 10% of deposits, the condition of the assets, even with a large amount of savings deposits, and the trust business necessitate a much better ratio.

Earnings of Bank of America (N) 1934

| | |
|----------------|---------------------|
| Net operating | \$ 7,216,000 |
| Recoveries | <u>2,709,000</u> |
| | \$ 9,925,000 |
| Less: Losses | <u>12,562,000</u> |
| Net loss | \$ 2,637,000 (Red) |
| Dividends paid | <u>3,750,000</u> |
| Total decrease | <u>\$ 6,387,000</u> |

Reported earnings for the first six months of 1935, after providing for classified losses, exceeded dividends paid.

For the past two years various newspapers have on occasions carried artfully prepared articles relative to large earnings of Bank of America (N) and Transamerica Corporation. Apparently such figures as were stated were based upon all items of income, including profits on sale of securities and other assets even if previously written down, less actual operating expenses, but not including losses actually charged off or classified by examiners.

BANK OF AMERICA (State)

(From the State Examination Report as of March 21, 1935)

| | |
|-------------------|--------------------|
| Capital stock | \$1,500,000 |
| Surplus | 500,000 |
| Undivided profits | 365,000 |
| Reserves | <u>85,000</u> |
| | <u>\$2,446,000</u> |

Classification of Assets:

| | |
|----------|-------------|
| Slow | \$3,194,000 |
| Doubtful | 342,000 |
| Loss | 704,000* |

* \$406,000 in Other Real Estate contracts sold to Capital Company and California Lands, Inc.

| | |
|----------------|--------------|
| Total Deposits | \$19,152,000 |
|----------------|--------------|

Profit and Loss - 1934

| | |
|---------------------------|-------------------|
| Operating Income | \$3,275,000 |
| Operating Expense | <u>2,552,000</u> |
| | 741,000 |
| Recoveries on bonds, etc. | <u>691,000</u> |
| | 1,432,000 |
| Less: Losses | <u>1,700,000</u> |
| Net Loss | <u>\$ 288,000</u> |

| | |
|----------------|-------------------|
| Dividends Paid | <u>\$ 101,000</u> |
|----------------|-------------------|

TRANSCRIPT OF COLLATERAL SECURING
TRANSAMERICA BANK HOLDING CO - CONTRACT OF \$28 350 714 95
February 11, 1935

| | # SHARES | PRICE | LISTED | UNLISTED |
|---|-------------|----------|--------------------|----------------------|
| First National Corp - Portland "B" | 15 120 | - | | - |
| California Joint Stock Land Bank | 9 155 | 179 12 | | 1 659 925 90 |
| National City Bank of New York | 42 550 | 22 00 | 936 100 00 | |
| Bank of Lake, Lakeport, California | 341.2 | 267 00 | | 87 588 00 |
| Capital Company | 5 000 | 1 353 55 | | 6 767 742 74 |
| Bank of Asador County | 71 | 377 00 | | 26 767 00 |
| Bank of Davis | 51 | 134 54 | | 4 170 74 |
| Bank of A Levy & Co. | 40 | 418 86 | | 16 674 40 |
| California Lands, Inc. | 85 751 | 72 67 | | 6 245 000 00 |
| Northern California Bank of Savings | 1 859 | 326 00 | | 597 675 00 |
| General Metals Corporation | 85 652 | 7 84 | | 524 771 36 |
| Bankamerica Agricultural Credit Corp | 10 000 | 43 42 | | 434 218 98 |
| First National Bank Portland | 4 845 | 134 70 | | 942 921 50 |
| Bank of America - State | 49 920 | 51 86 | | 1 590 451 20 |
| Banca d'America e d'Italia | 953 207 | 2 50 | | 2 383 017 50 |
| Bankamerica-Blair Corporation | 680 000 | 3 00 | 1980 000 00 | |
| California Wine Association | 500 | - | | |
| Island Oil & Transport Co. | 1 500 | - | | |
| Miscellaneous Foreign Sec. | | | | 279 629 97 |
| Note of A C Stewart | | | | 1 700 000 00 |
| (Secured by 10,000 shares Pacific Coast Mortgage Co) | | | | |
| National City Bank, New York | 60 750 | 22 00 | <u>1336 500 00</u> | |
| TOTALS | | | 4252 600 00 | <u>25 238 552 29</u> |
| | | | | <u>4 252 600 00</u> |
| Total appraised collateral value | | | | 27 491 152 29 |
| Deficiency in collateral | | | | 859 562 64 |
| <u>NOTE:</u> Current market quotation of listed stocks (11/20/35) | | | | \$7 657 500 00 |