A meeting of the Federal Reserve Board was held in Washington on Saturday, January 6, 1934, at 1:00 p. m.

PRESENT: Mr. Black, Governor
Mr. Hamlin
Mr. Miller
Mr. James
Mr. Thomas
Mr. Szymczak

Mr. Morrill, Secretary
Mr. Carpenter, Assistant Secretary
Mr. Bethea, Assistant Secretary

The Board considered and acted upon the following matters:

Telegram to Mr. Curtiss, Federal Reserve Agent at Boston, stating that the Board has considered the application of "General Educational Fund, Inc., Founded by Emma Eliza Curtis", Burlington, Vermont, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Merchants National Bank", Burlington, Vermont, and has authorized the issuance of a limited permit to the applicant for the following purposes:

> "To elect directors of such bank at the annual meeting of shareholders or at any adjournments thereof at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank and to issue to the General Educational Fund, Inc., Founded by Emma Eliza Curtis, a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Curtiss, Federal Reserve Agent at Boston, stating

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that the Board has considered the application of "The First National Bank of Boston", Boston, Massachusetts, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the "Old Colony Trust Company", Boston, Massachusetts, and has authorized the issuance of a limited permit to the applicant for the following purposes:

> "To elect directors of Old Colony Trust Company, Boston, Massachusetts, at the next annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank, and to take such action thereat as may be necessary or desirable to provide for a change in the number of directors of such bank."

The telegram authorized the agent to revise the usual form of permit so that the permit issued to The First National Bank of Boston will entitle Wilmot R. Evans, William Dexter, and G. Peabody Gardner, Jr., trustees holding stock of the Old Colony Trust Company for the benefit of the shareholders of the applicant, to vote such stock for the purposes referred to above. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank and to issue to The First National Bank of Boston a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Curtiss, Federal Reserve Agent at Boston, reading as follows:

> "Board's Ancigar telegram of December 30, 1933, authorizing issuance of limited voting permit to Old Colony Trust Associates, Boston, Massachusetts, is hereby amended by striking out condition numbered (2)

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"after letter 'C' thereof. You are requested to advise Old Colony Trust Associates that permit authorized thereunder will not become effective as to Menotomy Trust Company, Arlington, Massachusetts, Canton Trust Company, Canton, Massachusetts, Needham Trust Company, Needham, Massachusetts, and Stoughton Trust Company, Stoughton, Massachusetts, respectively, until such banks are admitted to membership in Federal Reserve System."

Approved.

Telegram to Mr. Case, Federal Reserve Agent at New York, stating that the Board has considered the application of the "J. Henry Schroder Banking Corporation", New York, New York, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the "J. Henry Schroder Trust Company", New York, New York, and has authorized the issuance of a limited permit to the applicant for the following purposes:

"To elect directors of such bank at the annual meeting of shareholders or at any adjournments thereof at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the J. Henry Schroder Banking Corporation, a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Case, Federal Reserve Agent at New York, stating that the Board has considered the application of the "Port Washington National Corporation", Port Washington, New York, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which

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it owns or controls in "The Harbor National Bank of Port Washington", Port Washington, New York, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

> "Prior to the issuance of such permit applicant shall agree
>
> "(1) that within such time as may be fixed by the Federal Reserve Agent at the Federal Reserve Bank of New York, it will cause The Harbor National Bank of Port Washington to charge off or otherwise eliminate from its assets, if it has not already done so, all estimated losses in loans and discounts and in other assets, as the same may be determined by a current examination, all depreciation in stocks and defaulted securities and all depreciation in other securities not in the four highest grades as classified by a recognized investment service organization regularly engaged in the business of rating or grading securities, in such amounts and of such character as may be satisfactory to said Federal Reserve Agent;
>
> "(2) that within such time as may be fixed by said Federal Reserve Agent it will cause the capital structure of The Harbor National Bank of Port Washington to be supplemented by such amount as may be satisfactory to said Federal Reserve Agent, through contributions by shareholders and/or through the creation and issuance of common and/or preferred stock by The Harbor National Bank of Port Washington and/or otherwise; and
>
> "(3) it will not borrow, directly or indirectly, from its subsidiary or affiliated banks or otherwise become indebted to such banks for the purpose of obtaining funds to be used in supplementing the capital structures of such banks."

and for the following purposes:

> "1. To elect directors of such bank at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank.
>
> "2. To act upon any proposal for the creation and issuance of common and/or preferred stock by such bank and to make such amendments to the articles of association of such bank as may be necessary for such purposes, provided that such proposal shall be in accordance with

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"a plan or plans which shall be approved by the appropriate supervisory authorities and which shall be satisfactory to the Federal Reserve Agent at the Federal Reserve Bank of New York."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank and to issue to the Port Washington National Corporation a limited voting permit in accordance with the telegram when the applicant has complied with the condition prescribed in the telegram.

Approved.

Telegram to Mr. Case, Federal Reserve Agent at New York, stating that the Board has considered the application of "The Haddington Investors Corporation", East Williston, New York, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Williston National Bank of Williston Park", East Williston, New York, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

"Prior to the issuance of such voting permit applicant shall agree:

"(a) that within such time or times as shall be fixed by the Federal Reserve Agent at the Federal Reserve Bank of New York, and in any event prior to April 1, 1934, the undersigned will cause the capital structure of The Williston National Bank of Williston Park to be rehabilitated by means of voluntary contributions and/or issuance of new common stock and/or preferred stock, or otherwise, in amounts which shall aggregate not less than twenty five thousand dollars ($25,000), and will cause such subsidiary bank to charge off or otherwise eliminate (1) estimated losses in loans and discounts, (2) depreciation in stocks and defaulted securities, (3) depreciation in other securities not of the four highest grades as classified by a recognized investment service organization regularly engaged in the business of rating or grading securities,

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"and (4) all other losses, such charge-offs or eliminations to be based upon a current examination or credit investigation of such subsidiary bank and to be of such nature and in such amounts as shall be satisfactory to the Comptroller of the Currency and to the Federal Reserve Agent at the Federal Reserve Bank of New York, all in accordance with such plan or plans for the rehabilitation of such bank as shall be satisfactory to the Comptroller of the Currency and to the Federal Reserve Agent at the Federal Reserve Bank of New York;

"(b) that within such time or times prior to July 1, 1934 as shall be fixed by the Federal Reserve Agent at the Federal Reserve Bank of New York, the undersigned will cause the capital structure of such subsidiary bank to be further supplemented by means of voluntary contributions and/or issuance of new common stock and/or preferred stock, or otherwise, in such amounts and in accordance with a plan or plans which shall be satisfactory to the Comptroller of the Currency and to the Federal Reserve Agent at the Federal Reserve Bank of New York:

"(c) that all assets of such subsidiary bank which may be charged off or otherwise eliminated pursuant to the foregoing paragraphs of this agreement will remain the property of such bank and will not be distributed to the shareholders of such bank or of the undersigned, or otherwise released in any manner whatsoever."

and for the following purposes:

"1. To elect directors of such bank at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank.

"2. To act, at any time prior to July 1, 1934, upon a proposal or proposals to authorize an increase in the capital funds of such bank and to do all things which may be necessary for such purpose, provided that such proposal or proposals shall be in accordance with a plan or plans which shall be satisfactory to the Comptroller of the Currency and the Federal Reserve Agent at the Federal Reserve Bank of New York."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank and to issue to The Haddington Investors Corporation a limited voting permit in accordance with the telegram when

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the applicant has complied with the condition prescribed in the telegram.

Approved.

Telegram to Mr. Case, Federal Reserve Agent at New York, stating that the Board has considered the application of the "Inter-County Title Guaranty and Mortgage Company", Floral Park, New York, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the "Floral Park Bank", Floral Park, New York, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

> "Prior to the issuance of such permit applicant shall agree:
>
> "(a) that prior to March 1, 1934, the undersigned will cause the capital structure of Floral Park Bank, Floral Park, New York, to be rehabilitated by means of voluntary contributions and/or issuance of new common stock and/or preferred stock and/or capital notes or debentures or otherwise, in amounts which shall aggregate not less than $150,000 and will cause such subsidiary bank to charge off or otherwise eliminate substandard assets, such charge offs and eliminations to be of such nature and in such amounts as shall be satisfactory to the appropriate supervisory authorities and to the Federal Reserve Agent at the Federal Reserve Bank of New York, all in accordance with such plan or plans for the rehabilitation of such bank as shall be satisfactory to the appropriate supervisory authorities and to the Federal Reserve Agent at the Federal Reserve Bank of New York."

and for the following purposes:

> "1. To elect directors of such bank at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank.
>
> "2. To act, at any time prior to March 1, 1934, upon a proposal or proposals to authorize an increase in the capital funds of such bank and to do all things which

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"may be necessary for such purpose, provided that such proposal or proposals shall be in accordance with a plan or plans which shall be satisfactory to the appropriate supervisory authorities and to the Federal Reserve Agent at the Federal Reserve Bank of New York."

Approved.

Telegram to Mr. Case, Federal Reserve Agent at New York, stating that the Board has considered the application of the "Clifton Trust Company", Clifton, New Jersey, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The First National Bank of Clifton", Clifton, New Jersey, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

"(1) Prior to the issuance of such permit applicant shall agree:

"(a) that within such time as shall be fixed by the Federal Reserve Agent at the Federal Reserve Bank of New York, and in any event prior to April 1, 1934, the undersigned will rehabilitate its capital structure by means of voluntary contributions and/or issuance of new common stock and/or preferred stock and/or capital notes or otherwise, in an aggregate amount which shall be satisfactory to the appropriate supervisory authorities and to the Federal Reserve Agent at the Federal Reserve Bank of New York, and will charge off or otherwise eliminate (1) estimated losses in loans and discounts, (2) losses in stocks, (3) losses in other assets, and (4) depreciation in securities not of the four highest grades, such charge offs or eliminations to be based upon a current examination or credit investigation of the undersigned and to be of such nature and in such amounts as shall be satisfactory to the appropriate supervisory authorities and to the Federal Reserve Agent at the Federal Reserve Bank of New York, all in accordance with such plan or plans for the rehabilitation of the undersigned as shall be satisfactory to the appropriate supervisory authorities and to the Federal Reserve Agent at the Federal Reserve Bank of New York;

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"(b) that within such time as shall be fixed by the Federal Reserve Agent at the Federal Reserve Bank of New York, and in any event prior to April 1, 1934, the undersigned will cause the capital structure of The First National Bank of Clifton, Clifton, New Jersey, to be rehabilitated by means of voluntary contributions and/or issuance of new common stock and/or preferred stock and/or capital notes or otherwise, in an aggregate amount which shall be satisfactory to the Comptroller of the Currency and to the Federal Reserve Agent at the Federal Reserve Bank of New York and will cause such subsidiary bank to charge off or otherwise eliminate (1) estimated losses in loans and discounts, (2) losses in stocks, (3) losses in other assets, (4) depreciation in securities not of the four highest grades, such charge-offs or eliminations to be based upon a current examination or credit investigation of such subsidiary bank and to be of such nature and in such amounts as shall be satisfactory to the Comptroller of the Currency and to the Federal Reserve Agent at the Federal Reserve Bank of New York, all in accordance with such plan or plans for the rehabilitation of such bank as shall be satisfactory to the Comptroller of the Currency and to the Federal Reserve Agent at the Federal Reserve Bank of New York;

"(c) that all assets of the undersigned or of such subsidiary bank which may be charged off or otherwise eliminated pursuant to the foregoing paragraphs of this agreement will remain the property of the undersigned or of such subsidiary bank respectively, and will not be distributed to the shareholders of the undersigned or of such subsidiary bank or otherwise released in any manner whatsoever;

"(d) that the undersigned will correct all items, operating practices, policies and matters pertaining to its financial condition or management which have been criticized by the appropriate supervisory authorities or the Federal Reserve Agent at the Federal Reserve Bank of New York;

"(e) that the undersigned will cause such subsidiary bank to correct all items, operating practices, policies and matters pertaining to its financial condition or management which have been criticized by the Comptroller of the Currency or the Federal Reserve Agent at the Federal Reserve Bank of New York."

and for the following purposes:

"(1) To elect directors of such bank at the annual meeting of shareholders or at any adjournments thereof,

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"at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank.

"(2) To act, at any time prior to April 1, 1934, upon a proposal or proposals to authorize an increase in the capital funds of such bank and to do all things which may be necessary for such purpose, provided that such proposal or proposals shall be in accordance with a plan or plans which shall be satisfactory to the Comptroller of the Currency and the Federal Reserve Agent at the Federal Reserve Bank of New York."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Clifton Trust Company, a limited voting permit in accordance with the telegram when the applicant has complied with the condition prescribed in the telegram.

Approved.

Telegram to Mr. Case, Federal Reserve Agent at New York, stating that the Board has considered the application of the "Union County Trust Company", Elizabeth, New Jersey, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The First National Bank of Cranford", Cranford, New Jersey, and the "Linden Trust Company", Linden, New Jersey, and has authorized the issuance of a limited permit to the applicant for the following purposes:

"(1) To elect directors of such banks at the annual meetings of shareholders, or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meetings of such banks;

"(2) Within ninety days from the date hereof, to take such action as may be necessary or desirable to effect an increase in the capital funds of such banks; and

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"(3) To take such action as may be necessary or desirable to enable Linden Trust Company to become a member of the Temporary Federal Deposit Insurance Fund and/or to become and/or to be deemed to be a Class A stockholder of the Federal Deposit Insurance Corporation."

The telegram stated also that the agent should advise the applicant and each of its subsidiary member banks that, on the basis of the information available, the Board feels that, as a condition precedent to the granting to the applicant of a general voting permit, the applicant, and its subsidiary member banks will be required to materially strengthen their respective capital structures and to charge off or otherwise eliminate such estimated losses and such estimated depreciation in securities, other than those in the four highest grades as classified by a recognized investment service organization regularly engaged in the business of rating and grading securities, as may appear from current examinations of such banks. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Union County Trust Company, a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Austin, Federal Reserve Agent at Philadelphia, stating that the Board has considered the application of "The First Camden Corporation", Camden, New Jersey, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The First National Bank of Haddon Heights", Haddon Heights, New Jersey, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

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"Simultaneously with the issuance of the limited voting permit authorized hereunder there shall be issued to First Camden National Bank and Trust Company, Camden, New Jersey, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Philadelphia."

and for the following purposes:

"To elect directors of such bank at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to The First Camden Corporation, a limited voting permit in accordance with the telegram.

Approved.

In connection with the telegram referred to above, there was presented a second telegram to Mr. Austin, Federal Reserve Agent at Philadelphia, stating that the Board has considered the application of the "First Camden National Bank and Trust Company", Camden, New Jersey, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The First National Bank of Haddon Heights", Haddon Heights, New Jersey, and has authorized the issuance of a limited permit to the applicant, subject to the following conditions:

"1. Prior to the issuance of such permit (a) there shall be delivered to the Federal Reserve Agent at the Federal Reserve Bank of Philadelphia (i) an application by First Camden National Bank and Trust Company on Federal Reserve Board Form P-1 including Exhibit A listing the name of The First National Bank of Haddon Heights, and Exhibit C on Federal Reserve Board Form P-2, all to

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"be executed or certified by the duly authorized officers of the applicant and (ii) opinion of counsel for Federal Reserve Bank of Philadelphia that such instruments are in form satisfactory to such counsel and that they are legally effective; (b) the Federal Reserve Agent at the Federal Reserve Bank of Philadelphia and the Executive Committee of such bank shall approve the application required hereunder and shall recommend the issuance of a limited voting permit to the applicant for the purposes hereinafter set forth after the letter 'D'.

"2. Simultaneously with the issuance of the limited voting permit authorized hereunder there shall be issued to The First Camden Corporation, Camden, New Jersey, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Philadelphia."

and for the following purposes:

"To elect directors of such bank at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the First Camden National Bank and Trust Company, a limited voting permit in accordance with the telegram when the conditions prescribed in the telegram have been complied with.

Approved.

Telegram to Mr. Newton, Federal Reserve Agent at Atlanta, stating that the Board has considered the application of the "Citizens and Southern Holding Company", Savannah, Georgia, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the following banks:

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"The LaGrange National Bank", LaGrange, Georgia,
"Albany Exchange National Bank", Albany, Georgia,
"The Atlantic National Bank of Charleston", Charleston, South Carolina,

and has authorized the issuance of a limited permit to the applicant, subject to the following conditions:

"First. Prior to issuance of permit authorized hereunder, (1) there shall be furnished written evidence satisfactory to Federal Reserve Agent at Federal Reserve Bank of Atlanta and to Counsel for such bank that 'The Citizens and Southern National Bank', Savannah, Georgia, trustee for shareholders of such bank, does not control stock held by it of Citizens and Southern Holding Company, Savannah, Georgia, or determine manner in which such stock is voted, independently of shareholders for whose benefit stock is held, and does not thereby or in any other manner control indirectly stock in banks listed after letter B above which is owned or controlled by Citizens and Southern Holding Company, and that The Citizens and Southern National Bank, Savannah, Georgia, is not affiliated in any other manner described in Section 2, subsection (c) of Banking Act of 1933 with any bank listed after letter B above; or (2) The Citizens and Southern National Bank, Savannah, Georgia, shall file an application on F.R.B. Form P-1, with Exhibits A and C attached thereto, for permit entitling applicant to vote stock which it owns or controls in banks listed after letter B above.

"Second. Prior to issuance of permit aforesaid, (a) there shall be furnished statement of Counsel for Federal Reserve Bank of Atlanta that documents, if any, which are furnished pursuant to (2) in condition First above are in form satisfactory to such counsel and are legally effective; and (b) Federal Reserve Agent at Federal Reserve Bank of Atlanta and Executive Committee of such bank shall recommend issuance of limited voting permit to The Citizens and Southern National Bank, Savannah, Georgia, for purposes hereinafter set forth after letter D, in event application by such bank is furnished pursuant to (2) in condition First above."

and for the following purposes:

"(1) To elect directors of The LaGrange National Bank, LaGrange, Georgia, and Albany Exchange National Bank, Albany, Georgia, at the annual meetings of shareholders,

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"or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meetings of such banks.

"(2) To take such action as may be necessary or desirable in connection with the dissolution and liquidation of The Atlantic National Bank of Charleston, Charleston, South Carolina."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Citizens and Southern Holding Company, a limited voting permit in accordance with the telegram when the conditions prescribed in the telegram have been complied with. The telegram stated also that in a telegram of the same date to the Federal Reserve Agent at Richmond, the Board has authorized the issuance of a limited voting permit to "The Citizens and Southern Bank of South Carolina", Charleston, South Carolina, subject to the condition that, prior to the issuance of the permit authorized thereunder, the Federal Reserve Agent at Richmond shall receive advice that the conditions prescribed by the Board in the telegram to Mr. Newton have been satisfied; that it is requested, therefore, that Mr. Newton advise the Federal Reserve Agent at Richmond by telephone or telegraph as soon as the conditions referred to above have been satisfied, so that a permit may be issued to The Citizens and Southern Bank of South Carolina at substantially the same time as the permit for the Citizens and Southern Holding Company is issued.

Approved.

In connection with the telegram referred to above, there was presented a telegram to Mr. Hoxton, Federal Reserve Agent at Richmond, stating that the Board has considered the application of "The Citizens

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"and Southern Bank of South Carolina", Charleston, South Carolina, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Atlantic National Bank of Charleston", Charleston, South Carolina, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

> "Prior to issuance of permit authorized hereunder, Federal Reserve Agent at Federal Reserve Bank of Richmond shall receive advice that conditions prescribed by Board in its telegram of this date to Federal Reserve Agent at Federal Reserve Bank of Atlanta authorizing issuance of limited voting permit to 'Citizens and Southern Holding Company', Savannah, Georgia, have been satisfied."

and for the following purpose:

> "To take such action as may be necessary or desirable in connection with the dissolution and liquidation of The Atlantic National Bank of Charleston, Charleston, South Carolina."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to The Citizens and Southern Bank of South Carolina, a limited voting permit in accordance with the telegram.

Approved.

There was also presented a telegram to Mr. Newton, Federal Reserve Agent at Atlanta, stating that the Board has considered the application of "The Citizens and Southern National Bank", Savannah, Georgia, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the following banks:

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"The LaGrange National Bank", LaGrange, Georgia,
"Albany Exchange National Bank", Albany, Georgia,
"The Atlantic National Bank of Charleston", Charleston, South Carolina,

and has authorized the issuance of a limited voting permit to the applicant, subject to the following conditions:

"(1) The Citizens and Southern National Bank, Savannah, Georgia, shall file an application on F. R. B. Form P-1, with Exhibits A and C attached thereto, for permit entitling applicant to vote stock which it owns or controls in banks listed after letter B. above.

"(2) Simultaneously with the issuance of permit authorized hereunder there shall be issued to 'Citizens and Southern Holding Company', Savannah, Georgia, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Atlanta."

and for the following purposes:

"(1) To elect directors of The LaGrange National Bank, LaGrange, Georgia, and Albany Exchange National Bank, Albany, Georgia, at the annual meetings of shareholders, or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meetings of such banks.

"(2) To take such action as may be necessary or desirable in connection with the dissolution and liquidation of The Atlantic National Bank of Charleston, Charleston, South Carolina."

The telegram further stated that the application therein referred to need not be filed, and the permit therein authorized to be issued should not be issued if subdivision (1) of condition first of the Board's telegram to Mr. Newton respecting the application of the Citizens and Southern Holding Company for a voting permit to vote the shares of stock which it owns or controls of the banks referred to above is satisfied, and subdivision (2) of condition first of said telegram does not become operative. The telegram also authorized the agent to have prepared by

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counsel for the Federal reserve bank, and to issue to The Citizens and Southern National Bank, a limited voting permit in accordance with the telegram when the conditions prescribed in the telegram are complied with.

Approved.

Telegram to Mr. Newton, Federal Reserve Agent at Atlanta, stating that the Board has considered the application of the "Nashville Trust Company", Nashville, Tennessee, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The First National Bank of Kingsport", Kingsport, Tennessee, and has authorized the issuance of a limited permit to the applicant, subject to the following conditions:

> "(1) Simultaneously with the issuance of the limited voting permit authorized hereunder, there shall be issued to United Realty Company, Nashville, Tennessee, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Atlanta.
>
> "(2) Prior to the issuance of such permit applicant shall agree: (a) that within thirty days from the date of issuance of the aforesaid limited voting permit, the undersigned will cause Argo Realty Company, Nashville, Tennessee, to sell to American National Bank of Nashville, Nashville, Tennessee, the securities which are now held by American National Bank of Nashville as collateral for the note or notes of Argo Realty Company in the approximate amount of five hundred and eighty-seven thousand, eight hundred and thirty-five dollars ($587,835) now held by said American National Bank of Nashville, and, in consideration therefor, to receive said note or notes duly cancelled and surrendered by American National Bank of Nashville; (b) that within thirty days from the issuance of the aforesaid limited voting permit the undersigned will cause Volunteer Realty Company, Nashville, Tennessee, to sell to said American National Bank of Nashville, the securities which are now held by said American National

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"Bank of Nashville as collateral for the note or notes of Volunteer Realty Company in the approximate amount of five hundred and thirty-four thousand dollars ($534,000) now held by said American National Bank of Nashville, and in consideration therefor to receive such note or notes duly cancelled and surrendered by said American National Bank of Nashville; (c) that within thirty days from the issuance of the aforesaid limited voting permit the undersigned will cause The First National Bank of Kingsport, Kingsport, Tennessee, if it has not already done so, to charge off or otherwise eliminate (1) all estimated losses, and (2) all depreciation in securities below the four highest grades, as shown in the report of examination of such bank made by national bank examiners as of June 13, 1933; (d) that within ninety days from date of issuance of the aforesaid limited voting permit the undersigned will reduce all its loans which are in excess of the limits prescribed by the laws of the State of Tennessee, to amounts within such limits."

and for the following purposes:

"To elect directors of such bank at the annual meeting of shareholders, or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram also requested that the agent ascertain whether director H. L. Williamson of The First National Bank of Kingsport is not also a director of the American National Bank of Nashville and whether, if he should be elected a director at the forthcoming meeting of The First National Bank of Kingsport, his service as such would not be in violation of the Clayton Act.

Approved.

In connection with the telegram referred to above, there was presented a second telegram to Mr. Newton, Federal Reserve Agent at Atlanta, stating that the Board has considered the application of the "United Realty Company", Nashville, Tennessee, for a voting permit under

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authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The First National Bank of Kingsport", Kingsport, Tennessee, and has authorized the issuance of a limited permit to the applicant, subject to the following conditions:

> "(1) Prior to the issuance of such permit, (a) there shall be delivered to the Federal Reserve Agent at the Federal Reserve Bank of Atlanta (i) an application on FRB Form P-1, including Exhibit A, naming The First National Bank of Kingsport, and Exhibit C on FRB Form P-2, executed by the duly authorized officers of United Realty Company and (ii) opinion of counsel for the Federal Reserve Bank of Atlanta that such instruments are in form satisfactory to him and are legally effective; (b) the Federal Reserve Agent at the Federal Reserve Bank of Atlanta and the Executive Committee of such bank shall approve the application required hereunder and shall recommend the issuance of a limited voting permit to United Realty Company for the purposes hereinafter set forth after the letter 'D';
>
> "(2) Simultaneously with the issuance of the limited voting permit authorized hereunder there shall be issued to Nashville Trust Company, Nashville, Tennessee, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Atlanta;
>
> "(3) Prior to the issuance of such permit United Realty Company shall agree: (a) that within thirty days from the date of issuance of the aforesaid limited voting permit, the undersigned will cause Argo Realty Company, Nashville, Tennessee, to sell to American National Bank of Nashville, Nashville, Tennessee, the securities which are now held by American National Bank of Nashville as collateral for the note or notes of Argo Realty Company in the approximate amount of five hundred and eighty-seven thousand, eight hundred and thirty-five dollars ($587,835.) now held by said American National Bank of Nashville, and, in consideration therefor, to receive said note or notes duly cancelled and surrendered by American National Bank of Nashville; (b) that within thirty days from the issuance of the aforesaid limited voting permit the

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"undersigned will cause Volunteer Realty Company, Nashville, Tennessee, to sell to said American National Bank of Nashville, the securities which are now held by said American National Bank of Nashville as collateral for the note or notes of Volunteer Realty Company in the approximate amount of five hundred and thirty-four thousand dollars ($534,000) now held by said American National Bank of Nashville and in consideration therefor to receive such note or notes duly cancelled and surrendered by said American National Bank of Nashville; (c) that within thirty days from the issuance of the aforesaid limited voting permit the undersigned will cause The First National Bank of Kingsport, Kingsport, Tennessee, if it has not already done so, to charge off or otherwise eliminate (1) all estimated losses, and (2) all depreciation in securities below the four highest grades, as shown in the report of examination of such bank made by national bank examiners as of June 13, 1933."

and for the following purposes:

"To elect directors of such bank at the annual meeting of shareholders, or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram stated also that, before the Board considers the application of the United Realty Company with respect to a general voting permit, it should receive a complete application by the United Realty Company, in duplicate, in which the instruments furnished pursuant to the foregoing may be incorporated by reference, and recommendations of the executive committee of the Federal reserve bank and the agent with respect to such application.

Approved.

Telegram to Mr. Newton, Federal Reserve Agent at Atlanta, stating that the Board has considered the application of "The First National Building Corporation", Miami, Florida, for a voting permit under authority

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of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Coral Gables First National Bank", Coral Gables, Florida, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

> "Simultaneously with the issuance of the limited voting permit authorized hereunder there shall be issued to The First National Bank of Miami, Miami, Florida, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Atlanta."

and for the following purposes:

> "To elect directors of such bank at its annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to The First National Building Corporation, a limited voting permit in accordance with the telegram.

Approved.

In connection with the telegram referred to above, there was presented a second telegram to Mr. Newton, Federal Reserve Agent at Atlanta, stating that the Board has considered the application of "The First National Bank of Miami", Florida, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Coral Gables First National Bank", Coral Gables, Florida, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

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"Simultaneously with the issuance of the limited voting permit authorized hereunder there shall be issued to The First National Building Corporation, Miami, Florida, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Atlanta."

and for the following purposes:

"To elect directors of such bank at the annual meeting of shareholders or at any adjournments thereof at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to The First National Bank of Miami a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Stevens, Federal Reserve Agent at Chicago, stating that the Board has considered the application of the "Mead Corporation", Chicago, Illinois, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Illinois National Bank & Trust Co. of Rockford", Rockford, Illinois, and has authorized the issuance of a limited permit to the applicant, subject to the following conditions:

"(1) Prior to the issuance of such permit there shall be delivered to the Federal Reserve Agent at the Federal Reserve Bank of Chicago (a) a certificate by the secretary of Mead Corporation stating that the certificate of incorporation of such corporation as filed in the office of the Secretary of State of Delaware on May 1, 1931, has not been amended and that the copy of the by-laws of said corporation attached to the application of said corporation for a voting permit under authority of Section 5144 of the Revised Statutes of the United States, as amended, dated

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"December 10, 1933, contains the by-laws of that corporation with all amendments to that date; (b) Exhibits L on F.R.B. Form P-3 properly executed by Consolidated Water Power & Paper Company, Consolidated Water Power Company and Newaygo Tug Line, Inc; (c) Exhibit N on F.R.B. Form P-4 properly executed by Mead Corporation on which G. W. Mead Securities Corporation, Consolidated Water Power & Paper Company, Consolidated Water Power Company and Newaygo Tug Line, Inc., shall have duly executed consents; and (d) an opinion of counsel for the Federal Reserve Bank of Chicago that the instruments delivered pursuant to (a), (b) and (c) above are in proper form.

"(2) Simultaneously with the issuance of a limited voting permit authorized hereunder there shall be issued to G. W. Mead Securities Corporation the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Chicago."

and for the following purposes:

"To elect directors of such bank at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram stated further that, before the Board considers the application of the Mead Corporation for a general voting permit, the documents referred to should be furnished to the Board in duplicate. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Mead Corporation, a limited voting permit in accordance with the telegram when the conditions prescribed in the telegram are complied with.

Approved.

In connection with the telegram referred to above, there was presented a second telegram to Mr. Stevens, Federal Reserve Agent at Chicago, stating that the Board has considered the application of the

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"G. W. Mead Securities Corporation", Chicago, Illinois, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Illinois National Bank & Trust Co. of Rockford", Rockford, Illinois, and has authorized the issuance of a limited permit to the applicant, subject to the following conditions:

> "(1) Prior to the issuance of such permit (a) there shall be delivered to the Federal Reserve Agent at the Federal Reserve Bank of Chicago (i) an application by G. W. Mead Securities Corporation on F.R.B. Form P-1 including Exhibit A in which The Illinois National Bank & Trust Co. of Rockford is named and Exhibit C on F.R.B. Form P-2, each executed or certified by the duly authorized officers of the applicant and (ii) an opinion of counsel for the Federal Reserve Bank of Chicago that such instruments are in form satisfactory to such counsel and that they are legally effective. (b) The Federal Reserve Agent at the Federal Reserve Bank of Chicago and the Executive Committee of such bank shall approve the application required hereunder and shall recommend the issuance of a limited voting permit to the applicant for the purposes hereinafter set forth after the letter 'D'.
>
> "(2) Simultaneously with the issuance of a limited voting permit authorized hereunder there shall be issued to Mead Corporation, Chicago, Illinois, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of Chicago."

and for the following purposes:

> "To elect directors of such bank at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

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The telegram stated further that, before the Board considers the application of the Mead Corporation with respect to a general voting permit, it must be furnished with a complete application by the G. W. Mead Securities Corporation, in duplicate, in which the instruments furnished pursuant to the telegram may be incorporated by reference, and with the recommendations of the executive committee of the Federal reserve bank and of the agent with respect to such application. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the G. W. Mead Securities Corporation a limited voting permit in accordance with the telegram when the conditions prescribed in the telegram have been complied with.

Approved.

Telegram to Mr. Wood, Federal Reserve Agent at St. Louis, stating that the Board has considered the application of the "St. Louis Union Trust Company", St. Louis, Missouri, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the "First National Bank in St. Louis", St. Louis, Missouri, and has authorized the issuance of a limited permit to the applicant for the following purposes:

> "(1) To elect directors of such subsidiary bank at the annual meeting of shareholders, or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank.
>
> "(2) To act upon a proposal to amend the articles of association and/or by-laws of such bank in such manner and to such extent as may be necessary for the

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"purpose of bringing the provisions of such articles of association and/or by-laws into harmony with the provisions of the Banking Act of 1933.

"(3) To act at any time prior to July 1, 1934, upon a proposal to authorize an increase in the capital funds of such bank, and to do all things which may be necessary for such purpose, provided that such proposal shall be in accordance with a plan or plans which shall be satisfactory to the appropriate supervisory authorities and to the Federal Reserve Agent at the Federal Reserve Bank of St. Louis."

The telegram requested that, in reference to a letter, dated November 20, 1933, from Mr. James H. Grover, President of the St. Louis Union Trust Company, to Mr. C. M. Stewart, Assistant Federal Reserve Agent at St. Louis, on the subject of cumulating the applicant's votes, the agent advise the trust company that the language in question appearing in Federal reserve Form P-1 is the language used in section 5144 of the Revised Statutes, as amended by section 19 of the Banking Act of 1933, and is not intended as, and does not constitute, a ruling on such subject; that since the requested ruling relates to an interpretation of section 5144 of the Revised Statutes, as amended, affecting the voting of shares in a national bank, the request should be directed to the Comptroller of the Currency. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the St. Louis Union Trust Company, a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Wood, Federal Reserve Agent at St. Louis, stating that the Board has considered the application of the "Bank of Commerce and Trust Company", Memphis, Tennessee, for a voting permit under authority

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of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the "National Bank of Commerce in Memphis", Memphis, Tennessee, and has authorized the issuance of a limited permit to the applicant for the following purposes:

> "To elect directors of such bank at the annual meeting of shareholders or at any adjournments thereof at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank."

The telegram stated also that since the trustees under the voting trust, a copy of which was contained in the application, do not constitute a holding company affiliate within the meaning of section 2 of the Banking Act of 1933, no voting permit is required to authorize such trustees to vote the shares held by them. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Bank of Commerce and Trust Company, a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Peyton, Federal Reserve Agent at Minneapolis, stating that the Board has considered the application of the "First National Corporation of Breckenridge", Breckenridge, Minnesota, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The First National Bank of Breckenridge", Breckenridge, Minnesota, and has authorized the issuance

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of a limited permit to the applicant, subject to the following condition:

> "Prior to issuance of permit authorized hereunder, applicant shall agree: (a) that within such time or times as may be fixed by the Federal Reserve Agent at the Federal Reserve Bank of Minneapolis, the undersigned will cause the capital of The First National Bank of Breckenridge, Breckenridge, Minnesota, to be rehabilitated by means of voluntary contributions and/or issuance of common stock and/or issuance of preferred stock or otherwise in accordance with such plan or plans as shall be approved by the appropriate supervisory authorities and by the Federal Reserve Agent of the Federal Reserve Bank of Minneapolis, and will cause such person or persons to be elected and appointed as managing officer or officers of such bank as shall be satisfactory to the Chief National Bank Examiner for the district in which Minneapolis is situated and to the Federal Reserve Agent at the Federal Reserve Bank of Minneapolis."

and for the following purposes:

> "(1) To elect directors of such bank at the annual meetings of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank.
>
> "(2) To take such action as may be necessary or desirable to effect an increase in the capital funds of such bank at any time prior to July 1, 1934, in accordance with such plan or plans as may be approved by the appropriate supervisory authorities and by the Federal Reserve Agent at the Federal Reserve Bank of Minneapolis, and to do all such things as may be necessary for this purpose."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the First National Corporation of Breckenridge, a limited voting permit in accordance with the telegram, when the condition prescribed in the telegram has been complied with. The telegram stated further that it should be noted that the permit authorized does not entitle the applicant to vote its stock in order to

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effect a reduction in the capital of its subsidiary member bank, but that such permit will be issued if and when a plan for such reduction is submitted to the Board and approved by it.

Approved.

Telegram to Mr. McClure, Federal Reserve Agent at Kansas City, stating that, subject to the issuance of a limited voting permit to the "Bankers Bond and Share Company", Omaha, Nebraska, and to the conditions prescribed in the telegram, the Board approves the application of the "Washington County Bank", Blair, Nebraska, for membership in the Federal Reserve System and for the appropriate amount of stock in the Federal Reserve Bank of Kansas City.

Approved.

In connection with the telegram referred to above, there was presented a second telegram to Mr. McClure, Federal Reserve Agent at Kansas City, stating that the Board has considered the application of the "Bankers Bond and Share Company", Omaha, Nebraska, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Security National Bank of Laurel", Laurel, Nebraska, and the "Washington County Bank", Blair, Nebraska, and has authorized the issuance of a limited permit to the applicant for the following purposes:

> "To elect directors of such banks at the respective annual meetings of shareholders, or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the respective annual meetings of such banks."

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The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Bankers Bond and Share Company, a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Walsh, Federal Reserve Agent at Dallas, stating that the Board has considered the application of the "Commercial National Bank in Shreveport", Shreveport, Louisiana, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Rembert National Bank of Longview", Longview, Texas, and the "Continental American Bank & Trust Company", Shreveport, Louisiana, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

> "Prior to the issuance of such permit there shall be delivered to the Federal Reserve Agent at the Federal Reserve Bank of Dallas the following instruments in triplicate; (a) the duly executed request of applicant to supplement Exhibit A of its application for voting permit by adding thereto the name of Continental-American Bank & Trust Company; (b) the duly executed agreement of applicant that it forthwith will supplement its application for voting permit by furnishing all instruments and data relating to Continental-American Bank & Trust Company required by the Board's Regulation P; and (c) opinion of counsel for Federal Reserve Bank of Dallas that the foregoing are in form satisfactory to such counsel and are legally effective."

and for the following purposes:

> "1. To elect directors of such banks at the respective annual meetings of shareholders, or at any adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the respective annual meetings of such banks.

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"2. To act upon any proposal for the creation and issuance of common and/or preferred stock and/or for the issuance and sale of debentures by such banks and to make such amendments to the articles of association and/or certificate of incorporation and/or by-laws of such banks as may be necessary for such purposes, provided that each such proposal shall be in accordance with a plan or plans which shall be approved by the appropriate supervisory authorities and which shall be satisfactory to the Federal Reserve Agent at the Federal Reserve Bank of Dallas."

The telegram stated further that the agent is authorized to amend the standard form of permit by adding after the name of the grantee the words "or its nominee". The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Commercial National Bank in Shreveport, a limited voting permit in accordance with the telegram when the condition prescribed in the telegram has been complied with.

Approved.

Telegram to Mr. Newton, Federal Reserve Agent at San Francisco, stating that the Board has considered the application of the "First Security Corporation of Ogden", Ogden, Utah, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the following banks:

"First Security Bank of Idaho", Boise, Idaho,
"First National Bank of Ogden", Ogden, Utah,
"First National Bank of Salt Lake City", Salt Lake City, Utah,

and has authorized the issuance of a limited permit to the applicant, for the following purposes:

"To elect directors of such banks at the respective annual meetings of their shareholders, or at any

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"adjournments thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the respective annual meetings of such banks.

"2. At any time prior to April 1, 1934, to act upon a proposal or proposals to authorize the creation and issuance by the First National Bank of Salt Lake City, of common stock and/or preferred stock of one or more classes, in such amounts, with such par values and in accordance with such plan or plans, as shall be satisfactory to the Comptroller of the Currency and the Federal Reserve Agent at the Federal Reserve Bank of San Francisco, and to make such amendments to the articles of association and/or by-laws of such bank as may be necessary for such purposes."

The telegram stated further that, confirming the applicant's understanding as set forth in a telegram from Mr. Newton dated January 2, 1934, a vote of the applicant's stock on a proposal to change the name and reduce the common capital stock of First National Bank of Ogden is authorized by the limited voting permit issued and mailed on December 12, 1933, if such change and reduction are in accordance with details of the plan set forth in Exhibit K of the application for a voting permit filed with the Board, except as such details may have been supplemented by the applicant's agreement, dated December 11, 1933, executed by the applicant and delivered to the Board in compliance with a prescribed condition of the issuance of such limited permit. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the First Security Corporation of Ogden, a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Newton, Federal Reserve Agent at San Francisco, stating that the Board has considered the application of the "Consolidated

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"Securities Company", San Francisco, California, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the following banks:

"First National Bank in Bakersfield", Bakersfield, California,
"The First National Bank of Fairfield", Fairfield, California,
"The First National Bank of Hanford", Hanford, California,
"The First National Bank of Lemoore", Lemoore, California,
"The First National Bank of Longview", Longview, Washington,
"First National Bank in Oakland", Oakland, California,
"The Northern California National Bank of Redding", Redding, California,
"San Jose National Bank", San Jose, California,
"Bank of Suisun, National Association", Suisun City, California,
"The First National Bank of Weed", Weed, California,
"The Winters National Bank", Winters, California,
"The First National Bank in Yreka", Yreka, California,

and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

"Simultaneously with the issuance of the limited voting permit authorized hereunder there shall be issued to Anglo National Corporation, San Francisco, California, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of San Francisco."

and for the following purposes:

"To elect directors of such banks at the respective annual meetings of shareholders or at any adjournments thereof at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the respective annual meetings of such banks."

The telegram stated further that, since the trustees for the shareholders of the Anglo and London Paris National Bank of San Francisco and of the stockholders in the Consolidated Securities Company do not constitute a holding company affiliate within the meaning of section 2 of the Banking

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Act of 1933, on the basis of the information furnished the Board in the application of such trustees for a voting permit, no voting permit will be required to entitle such trustees to vote the shares which they own or control. The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Consolidated Securities Company, a limited voting permit in accordance with the telegram.

Approved.

In connection with the telegram referred to above, there was presented a second telegram to Mr. Newton, Federal Reserve Agent at San Francisco, stating that the Board has considered the application of the "Anglo National Corporation", San Francisco, California, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the following banks:

"First National Bank in Bakersfield", Bakersfield, California,
"The First National Bank of Fairfield", Fairfield, California,
"The First National Bank of Hanford", Hanford, California,
"The First National Bank of Lemoore", Lemoore, California,
"The First National Bank of Longview", Longview, Washington,
"First National Bank in Oakland", Oakland, California,
"The Northern California National Bank of Redding", Redding, California,
"San Jose National Bank", San Jose, California,
"Bank of Suisun, National Association", Suisun City, California,
"The First National Bank of Weed", Weed, California,
"The Winters National Bank", Winters, California,
"The First National Bank in Yreka", Yreka, California,

and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

"Simultaneously with the issuance of the limited voting permit authorized hereunder, there shall be

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"issued to Consolidated Securities Company, San Francisco, California, the limited voting permit authorized in the Board's telegram of this date to the Federal Reserve Agent at the Federal Reserve Bank of San Francisco."

and for the following purposes:

"To elect directors of such banks at the respective annual meetings of shareholders or at any adjournments thereof at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the respective annual meetings of such banks."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Anglo National Corporation a limited voting permit in accordance with the telegram.

Approved.

Telegram to Mr. Newton, Federal Reserve Agent at San Francisco, stating that the Board has considered the application of the "Seaboard National Securities Corporation", Los Angeles, California, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in "The Hollywood National Bank of Los Angeles", Los Angeles, California, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

"Prior to the issuance of such permit applicant shall agree

"(1) that all proceeds realized by the undersigned from the liquidation of The Hollywood National Bank of Los Angeles, Los Angeles, California, and from the distribution of its assets will be used by it exclusively to discharge or reduce the following obligations in the order named, if they have not previously been discharged: first, all interest due

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"and unpaid on the obligations of the undersigned and of Seaboard Company to The Seaboard National Bank of Los Angeles, and second, the principal of the indebtedness of the undersigned and of Seaboard Company to The Seaboard National Bank of Los Angeles, subject to the condition, however, that all collateral held by The Seaboard National Bank of Los Angeles to secure the said obligations shall be retained as security by the said bank until said obligations have been paid in full; except that, if the undersigned and Seaboard Company find it impossible by any other means to discharge the obligations hereafter mentioned under (a) and (b), a portion of such proceeds not exceeding one hundred and five thousand, one hundred and eighty dollars ($105,180) may be used for the following purposes: (a) to redeem 3,405 shares of the preferred stock of the undersigned previously sold under an agreement whereby Seaboard Company became obligated to repurchase said stock, by the payment of not to exceed eighty-five thousand, one hundred and twenty-five dollars ($85,125) and (b) to discharge indebtedness of the undersigned by reason of advances made to it by certain of its shareholders by the payment of not to exceed nineteen thousand, five hundred dollars ($19,500) on the principal thereof and not to exceed five hundred and fifty-five dollars ($555) on the interest thereof;

"(2) that, except for the payments mentioned under (b) above, which shall not exceed an aggregate amount of twenty thousand and fifty-five dollars ($20,055), the undersigned will not pay or distribute to its shareholders any of the proceeds realized by it from the liquidation of The Hollywood National Bank of Los Angeles and from the distribution of its assets;

"(3) that the undersigned immediately will take such action as may be necessary on its part to discharge all indebtedness of it and of Seaboard Company to The Seaboard National Bank of Los Angeles."

and for the following purpose:

"To place in liquidation The Hollywood National Bank of Los Angeles and to do all things necessary and incident thereto."

The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Seaboard National Securities Corporation, a limited voting permit in accordance with the telegram when the condition prescribed in the telegram has been complied with.

Approved.

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Telegram to Mr. Newton, Federal Reserve Agent at San Francisco, stating that the Board has considered the application of the "Peoples Corporation", Seattle, Washington, for a voting permit under authority of section 5144 of the Revised Statutes of the United States, as amended, entitling such organization to vote the stock which it owns or controls in the "Peoples Bank and Trust Company", Seattle, Washington, and "The First National Bank of Renton", Renton, Washington, and has authorized the issuance of a limited permit to the applicant, subject to the following condition:

> "Prior to the issuance of such permit applicant shall agree:
>
> "(1) Prior to the absorption of The First National Bank of Renton by Peoples Bank and Trust Company, the undersigned will cause The First National Bank of Renton to charge off or otherwise eliminate, if it shall not have done so previously, unacceptable assets aggregating $61,471.61 as required by the Supervisor of Banking of the State of Washington;
>
> "(2) That Peoples Bank and Trust Company will not acquire as a result of the absorption by it of The First National Bank of Renton, either as charged off assets or otherwise, any corporate stocks which may not be lawfully purchased by a member bank;
>
> "(3) Upon the absorption of The First National Bank of Renton by Peoples Bank and Trust Company, the undersigned will cause the residue of the capital funds, surplus, and undivided profits of The First National Bank of Renton, after it has made the charge-offs or eliminations referred to in paragraph (1) above, together with all charged off or non-book assets of said bank, to be transferred to Peoples Bank and Trust Company to be retained by it; and
>
> "(4) Not later than 90 days after the effective date of the absorption of The First National Bank of Renton by Peoples Bank and Trust Company, the undersigned will cause the capital funds of Peoples Bank and Trust Company to be increased to $1,100,000, pursuant to appropriate action, through the issuance of $500,000 of capital notes or debentures to the Reconstruction Finance Corporation."

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and for the following purposes:

> "1. To elect directors of The First National Bank of Renton at the annual meeting of shareholders, or at any adjournment thereof, at any time prior to April 1, 1934, and to act thereat upon such matters of a routine nature as are ordinarily acted upon at the annual meeting of such bank.
>
> "2. To take such action as may be necessary or desirable in connection with the absorption of The First National Bank of Renton by Peoples Bank and Trust Company and the operation of the present office of The First National Bank of Renton as a branch of Peoples Bank and Trust Company."

The telegram stated further that the permit, advice of the authorization of the issuance of which was given in the telegram, supplements the permit authorized to be issued to the Peoples Corporation by the Board under date of December 30, 1933, which latter permit has been or will be dated by the Federal reserve agent; that the agent should insert the date of the previous permit in the space provided therefor in the next to the last paragraph of the further permit to be issued by the agent to the Peoples Corporation referred to above, which paragraph should read as follows: "This is a limited voting permit and supplements the permit dated Blank heretofore granted by the Federal Reserve Board to Peoples Corporation to vote the shares of stock which it owns or controls of Peoples Bank and Trust Company and entitles the grantee to vote only to the extent and upon the matters herein and therein specified". The telegram also authorized the agent to have prepared by counsel for the Federal reserve bank, and to issue to the Peoples Corporation, a limited voting permit in accordance with the telegram when the condition prescribed in the telegram is complied with.

Approved.

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In connection with the telegram referred to above, there was presented a second telegram to Mr. Newton, Federal Reserve Agent at San Francisco, reading as follows:

"Referring your letter October 19, 1933. In view of all circumstances involved and pursuant to recommendations of Executive Committee of Federal Reserve Bank of San Francisco, Federal Reserve Board will raise no objection to absorption by Peoples Bank and Trust Company, Seattle, Washington, of The First National Bank of Renton, Washington, and conversion of latter bank into a branch at Renton provided:

"1. That prior to absorption The First National Bank of Renton, Renton, Washington, shall, if it has not already done so, charge off or otherwise eliminate unacceptable assets aggregating $61,471.61 as required by the Supervisor of Banking of the State of Washington;

"2. That the Peoples Bank and Trust Company shall not acquire as a result of such absorption either as charged off assets or otherwise any corporate stocks which may not be lawfully purchased by a member bank;

"3. That The First National Bank of Renton shall transfer to the Peoples Bank and Trust Company all residue of capital funds, surplus and undivided profits together with all charged off or non-book assets; and

"4. That the Peoples Bank and Trust Company shall increase its capital to $1,100,000 by the sale of $500,000 of capital notes or debentures to the Reconstruction Finance Corporation not later than ninety days after the absorption.

"Board has been advised by Comptroller of Currency that he approves establishment and operation by Peoples Bank and Trust Company, Seattle, Washington, of a branch at Renton, Washington. Please advise member bank."

Approved.

Telegram to Mr. Newton, Federal Reserve Agent at San Francisco, reading as follows:

"Referring voting permit application of trustees for stockholders of the First National Bank in San Leandro, San Leandro, California, forwarded to Board with letter dated December 26, 1933, from Executive Committee of your bank. Board is of opinion after examination of trust agreement that such trust is not

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"'corporation, business trust, association, or other similar organization' within meaning of definition in Section 2 (c) of Banking Act of 1933, and is therefore not a holding company affiliate and that trustees need not obtain voting permit from Board in order that stock of above named bank may validly be voted. Letter Follows."

Approved.

Telegraphic reply to a telegram dated January 6, 1934, from Mr. Sargent, Assistant Federal Reserve Agent at San Francisco; the reply reading as follows:

"Retel January 6. Amending Board's Ancigar telegram January 5 you are authorized to date and issue to Pacific National Company, Seattle, Washington, limited voting permit mailed to you January 5 as soon as you have received from counsel for the Federal Reserve Bank of San Francisco his opinion that

"(1) termination of trust agreement of September 1, 1928, referred to in your telegram of January 6 has been legally effected and

"(2) The Pacific National Bank of Seattle is not holding company affiliate of First National Bank of Kent within definition in Section 2 (c) Banking Act of 1933. Please forward copy of such opinion to Board for its records."

Approved.

Thereupon the meeting adjourned.

Chester Morrill
Secretary.

Approved:

E. R. Black
Governor.

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