

A meeting of the Federal Reserve Board was held in Washington on Wednesday, June 20, 1934, at 11:00 a. m.

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

The Board met in executive session and considered the following matters:

Governor Black stated that he had been informed that it would be helpful to the Treasury Department if the Board would arrange for space outside of the Treasury building for its offices now located in the building, particularly in view of the fact that the Board is authorized by Section 4 of the industrial credit bill (S.3487) which was signed by the President yesterday, to erect a building for the purpose of providing suitable and adequate quarters for the performance of its functions, and if such a move were made as soon as possible instead of moving temporarily into the new space in the Treasury building proposed for the offices of the Board now housed in the building and a later move when the Board's own building is ready for occupancy.

After discussion, the Governor was requested to take the matter up with the Secretary of the Treasury and to advise him that the Board will act entirely in accord with the desires and convenience of the Treasury Department.

With the approval of the Board, the Governor appointed a committee, consisting of Messrs. Miller, Thomas and Szymczak, to make a survey as to possible sites in Washington upon which the Board's building might be erected and as to the probable cost of such sites, and to submit its recommendations to the Board.

6/20/34

1833

-2-

Also with the approval of the Board, he appointed a committee, consisting of Messrs. Miller, James and Hamlin, to make an investigation and to submit recommendations to the Board, with regard to an appropriate building to be erected for the Board.

The Governor then referred to the semi-annual assessment by the Federal Reserve Board upon the Federal reserve banks to cover the Board's estimated expenses for the last half of the year 1934, and he raised the question as to what provisions should be made in the assessment to meet the cost of a building site and any expenses which may be incurred during the six-months period in connection with the building for the Board.

The Governor was requested to obtain from Counsel an opinion as to the powers of the Board relative to assessments and especially the assessment under the provisions of Section 4 of the industrial credit bill and the proper procedure to be followed by the Board thereunder.

The Governor then reviewed the action which had been taken by members of the Board's staff in connection with the preparation of regulations under the Securities Exchange Act of 1934, and he stated that suggestions with regard thereto will be submitted to the Board in the next few days.

Reference was then made to the letter received under date of June 14, 1934, from Acting Governor Johns of the Federal Reserve Bank of Atlanta, inclosing a copy of a resolution adopted by the board of directors of the bank at its meeting on June 8, 1934, directing the officers of the bank to apply to the Federal Reserve Board for permission to discontinue the Havana Agency. Copies of Mr. John's letter

-3-

6/20/34

and inclosure had been furnished previously to the members of the Board.

After discussion, upon motion by Mr. James, the Governor was requested to arrange for a meeting in Washington of representatives of the American and Canadian banks operating offices in Cuba, for the purpose of discussing with such representatives the question of the discontinuance of the agency.

At the conclusion of the executive session, the Governor advised the Board's secretary, Mr. Morrill, as to the foregoing proceedings and requested him to record the actions as set forth above.

The minutes of the meetings of the Executive Committee of the Federal Reserve Board held on June 8, 9, and 11, 1934, were approved and the actions recorded therein were ratified unanimously.

The minutes of the meetings of the Federal Reserve Board held on June 12, and 14, 1934, were approved.

The Board then considered and acted upon the following matters:

Telegrams dated June 19, 1934, from Mr. Powell, Secretary of the Federal Reserve Bank of Minneapolis, and June 20, 1934, from Mr. Austin, Chairman of the Federal Reserve Bank of Philadelphia, and Mr. Wood, Chairman of the Federal Reserve Bank of St. Louis, all advising that, at meetings of the boards of directors on the dates stated, no changes were made in the banks' existing schedules of rates of discount and purchase.

Without objection, noted with approval.

Letter to Mr. Austin, Federal Reserve Agent at the Federal Reserve Bank of Philadelphia, reading as follows:

"In accordance with the request contained in your letter of June 15, 1934, the Federal Reserve Board approves the granting

6/20/34

-4-

"of a leave of absence of five weeks to Margaret J. Reid, secretary-stenographer in your office, and to Mr. Z. G. Fenner, examiner and acting assistant Federal reserve agent, and a leave of absence of one month or a few days more to accommodate the circumstances in the individual case, to each of the five other examiners listed in your letter; it being understood that in no event will the leave of absence granted to any one of the examiners be in excess of five weeks."

Approved.

Telegram to Mr. Case, Federal Reserve Agent at the Federal Reserve Bank of New York, reading as follows:

"Mr. Dillistin's letter June 13. Board offers no objection to further temporary employment, if necessary, as assistant examiners of the sixteen men who were borrowed from the Guaranty Trust Company and the National City Bank, with the understanding that such arrangement expires June 30, 1934, as set forth in Mr. Dillistin's letter."

Approved.

Telegram to Mr. Williams, Federal Reserve Agent at the Federal Reserve Bank of Cleveland, reading as follows:

"Answering your letter June 13, 1934 relating to temporary assignment someone from your bank to assist in Board's Division of Examinations, Board appreciates your spirit of cooperation in matter and will be glad to have you send Harold E. J. Smith to Washington at earliest available date with understanding, as outlined in my letter of June seventh, that Board will reimburse bank for his necessary traveling expenses, salary and six dollars per diem while in Washington. Kindly advise when he will report."

Approved.

Telegram to Mr. Wood, Federal Reserve Agent at the Federal Reserve Bank of St. Louis, reading as follows:

"Answering your letter June 12, 1934 relating to temporary assignment someone from your bank to assist in Board's Division of Examinations, Board appreciates your spirit of cooperation in matter and will be glad to have you send A. H. Powers to Washington at earliest available date with understanding, as outlined in

6/20/34

-5-

"my letter of June seventh, that Board will reimburse bank for his necessary traveling expenses, salary and six dollars per diem while in Washington. Kindly advise when he will report."

Approved.

Telegram dated June 18, 1934, approved by six members of the Board, to Messrs. Young, Harrison, Norris, Seay, and Calkins, Governors, respectively, of the Federal Reserve Banks of Boston, New York, Philadelphia, Richmond, and San Francisco, and Acting Governor Johns of the Federal Reserve Bank of Atlanta, reading as follows:

"Referring Board's June 5 wire and replies thereto regarding accounting conference, Governor Fancher, Chairman of the Governors' Conference Committee on fiscal agency operations and reimbursements therefor, has been consulted on subject and both Board and Governor Fancher feel that while a conference of representatives from all Federal Reserve banks is not necessary at this time, it is important that a committee be designated to review reports (B-941) covering fiscal agency, depository, and custodianship work and to submit definite recommendations covering changes in expense reports necessary to provide accurate and complete cost figures relating thereto and for uniformity in requests for reimbursement for such expenses. It was suggested that representatives designated by Governors Fancher, Martin and McKinney, who constitute the committee of the Governors' Conference on this subject, representatives designated by Governors Schaller and Geery, and representatives from the Board meet in Chicago for purpose of considering this subject, failed bank accounting questions as recommended by Governor Geery, and any other accounting problems which banks might like to place on program, and the Governors of those banks have signified their concurrence in this suggestion. Accordingly, such a committee meeting will be held in Chicago on June 27 and Board will be pleased to receive by wire promptly a list of any accounting questions you would like to have considered at that time."

Approved, together with telegrams also dated June 18, 1934, and approved by six members of the Board, to the governors of other Federal reserve banks advising them in accordance with the telegram above referred to.

Telegram dated June 19, 1934, approved by six members of the Board, to Mr. Hoxton, Federal Reserve Agent at Richmond, referring to

-6-

6/20/34

the application of the "American Bank and Trust Company", Suffolk, Virginia, for permission to withdraw immediately from membership in the Federal Reserve System, and stating that the Board waives the usual requirement of six months notice of intention to withdraw and that, accordingly, upon surrender of the Federal reserve bank stock issued to the American Bank and Trust Company, the Federal Reserve Bank of Richmond is authorized to cancel such stock and make a refund thereon. The telegram suggested, however, that Mr. Hoxton advise the bank that before withdrawing from membership it should carefully consider and be fully informed as to its status in connection with the Federal Deposit Insurance Corporation.

Approved.

Telegram to Mr. Peyton, Federal Reserve Agent at the Federal Reserve Bank of Minneapolis, referring to the application of the "Dakota State Bank", Dakota, Minnesota, for permission to withdraw immediately from membership in the Federal Reserve System, and stating that the Board waives the usual requirement of six months notice of intention to withdraw and that, accordingly, upon surrender of the Federal reserve bank stock issued to Dakota State Bank, the Federal Reserve Bank of Minneapolis is authorized to cancel such stock and make a refund thereon.

Approved.

Letter dated June 19, 1934, approved by six members of the Board to Mr. Newton, Federal Reserve Agent at the Federal Reserve Bank of Atlanta, reading as follows:

6/20/34

-7-

"Reference is made to your letter of June 12, 1934, inclosing a copy of a letter dated June 9, 1934, from the 'Union Trust Company', St. Petersburg, Florida, wherein the bank requests an extension of time of one year from July 13, 1934, within which to comply with the provisions of condition of membership numbered 21 which provides that:

'Within six months after the admission of such bank to membership, the 422 shares of its own stock held by trustees as security to certain loans made by such bank in accordance with the terms of an agreement dated January 16, 1932, shall be disposed of at an equitable price and the proceeds applied in accordance with the terms of such agreement.'

"In view of all the circumstances and the recommendation of your Executive Committee, the Board grants an extension of time to January 13, 1935, within which the Union Trust Company may comply with the provisions of condition of membership numbered 21, and it is requested that you advise the bank accordingly."

Approved.

Letter dated June 19, 1934, approved by six members of the Board, to Mr. Stevens, Federal Reserve Agent at the Federal Reserve Bank of Chicago, reading as follows:

"Receipt is acknowledged of Mr. Young's letter of May 22, 1934, in connection with the absorption by the 'Frankenmuth State Bank', Frankenmuth, Michigan, of the American State Bank, Frankenmuth, Michigan, whereby the member bank assumed 40% of the deposit liability of the American State Bank and acquired a like amount of acceptable assets.

"It is observed that the Frankenmuth State Bank effected a reorganization in July, 1933, and the plan of merger of these two institutions provides for an adjustment of the capital of the member bank in an amount equal to the assessments paid in by stockholders of both institutions. In this connection the Board desires an opinion of your counsel as to the legality of the reorganization of the Frankenmuth State Bank, and the merger with the American State Bank. Information is also desired as to whether the member bank is in any way liable for the repayment of waived deposits of either of the banks.

"The Board will take no action in this matter until definite advice has been received as to the proposed adjustment of capital of the member bank, the legality of the reorganization and merger,

6/20/34

-8-

"and your recommendation as to whether the transaction has resulted in any change in the general character of the assets of, or broadening in the functions exercised by, the member bank which would constitute a violation of the condition under which the bank was admitted to membership."

Approved.

Letter dated June 19, 1934, approved by six members of the Board, to Mr. Stevens, Federal Reserve Agent at the Federal Reserve Bank of Chicago, reading as follows:

"Reference is made to Mr. Young's letter of June 6, 1934, transmitting a report of examination of the 'Citizens State Bank of Sheboygan', Wisconsin, as of May 7, 1934, and requesting advice as to the elimination of losses required by the Comptroller of the Currency in connection with his approval of the operation of receiving and disbursing stations by the bank.

"On February 26, 1934, you were advised that the Comptroller of the Currency approved the operation by the Citizens State Bank of Sheboygan of receiving and disbursing stations at Cedar Grove and Sheboygan Falls, Wisconsin, subject to a condition that the bank would charge off or otherwise eliminate all losses and depreciation in the lower grade securities as shown in the report of examination as of October 30, 1933. Upon Mr. Young's recommendation, the matter of an extension of time in which the bank should be permitted to eliminate losses and depreciation was submitted to the Comptroller of the Currency, and on March 21, 1934, you were advised that the Comptroller approved an extension of ninety days from March 1, 1934, in which to charge off or eliminate all losses and all depreciation in securities other than those in the four highest grades as shown by the next report of examination which was to be made during that period of time.

"The extension of time granted by the Comptroller of the Currency has expired, but upon receipt of advice that the bank has charged off or otherwise eliminated the assets classified as estimated losses in the report of examination as of May 7, 1934, provided that such charge-offs or eliminations are promptly made, the Board will recommend that the Comptroller of the Currency consider such action as compliance with the condition prescribed in connection with the approval of the operation of the receiving and disbursing stations at Cedar Grove and Sheboygan Falls, Wisconsin. In this connection it has been noted that estimated losses as classified in the report of examination included \$89,086.30, the total amount of depreciation in lower grade securities, although the total net depreciation in the investment account amounted to

6/20/34

-9-

"only \$81,555.58 on account of appreciation in the higher grade bonds. In the circumstances, the Board believes that it would be appropriate to confine the request for elimination of depreciation in securities to the net depreciation in the entire account.

"Regardless of the condition prescribed in connection with the authorization of the branches, the Board is of the opinion, as expressed in its letter of April 4, 1934, X-7848a, that depreciation in the lower grade securities (after allowance in this case for appreciation in the higher grade securities as described above) and estimated losses in other assets should be promptly charged off or otherwise eliminated.

"The report of examination contains criticisms of the operations of the trust department, particularly in regard to its poor records, control of securities, and policy of purchasing trust investments from the bank and affiliated Citizens Security Company; the active dealing in securities and solicitation of orders, and the advance of funds for such purchases through carrying cash items; and the appropriation of dormant balances to the bank's use. It is assumed that you will endeavor to obtain corrections of these criticized matters, and you are requested to keep the Board advised as to the progress made in effecting the desired corrections.

"The report of examination does not contain the complete information requested in the Board's letter of February 26, 1934, regarding the bank's investment in, and advances to, the American Parlor Frame Company (Nordby Furniture Company), and it will be appreciated if you will forward the information requested."

Approved.

Telegram dated June 19, 1934, approved by six members of the Board, to Mr. McClure, Federal Reserve Agent at the Federal Reserve Bank of Kansas City, reading as follows:

"The Board will interpose no objection to the absorption of the St. Libory State Bank, St. Libory, Nebraska by The Commercial Bank, Grand Island, Nebraska, in accordance with the plan as set forth in your letter of June 13, 1934, provided that your counsel is satisfied with the legal aspects of matter. It is understood that absorption will not result in establishment of branch at St. Libory but definite advice on this point for Board's records will be appreciated and you are also requested to forward copies of any agreements covering the absorption and give reference to provisions of State law, if any, covering such absorption."

Approved.

6/20/34

-10-

Letter dated June 19, 1934, approved by six members of the Board, to Mr. Z. G. Fenner, Acting Assistant Federal Reserve Agent at the Federal Reserve Bank of Philadelphia, stating that, in compliance with the recommendation made in his letter of June 14, and in view of the exceptional circumstances set forth therein, the Farmers and Merchants Bank, New Oxford, Pennsylvania, is granted an extension of time to June 23, 1934, within which to submit Form 231.

Approved.

Letter to Mr. Newton, Federal Reserve Agent at the Federal Reserve Bank of San Francisco, reading as follows:

"This refers to Mr. Sargent's letter of May 28 with the inclosed new application for the cancelation of 42 shares of stock of the Federal Reserve Bank of San Francisco previously outstanding in the name of the Lincoln County State Bank, Davenport, Washington. It is noted that the original application submitted with Mr. Sargent's letter of April 6, 1934, was erroneously signed by Howard H. Hansen as receiver and, therefore, the new application was obtained executed by Mr. Hansen in his capacity as Supervisor of Banking for the State of Washington, in which capacity it is understood he is authorized to liquidate the affairs of the subject bank. It is also noted, from Mr. Mangel's telegram of May 29, that the Federal Reserve bank stock outstanding in the name of the subject bank was canceled on that date.

"In the circumstances, the Board will consider the new application as a ratification of that previously submitted."

Approved.

Letter dated June 19, 1934, approved by six members of the Board, to "National Exchange Bank of Fond du Lac", Fond du Lac, Wisconsin, reading as follows:

"The Federal Reserve Board has given consideration to your application for permission to exercise fiduciary powers, and grants you permission to act, when not in contravention of State or local law, as trustee, executor, administrator, guardian of estates, and committee of estates of lunatics, the exercise of

6/20/34

-11-

"all such rights to be subject to the provisions of the Federal Reserve Act and the regulations of the Federal Reserve Board.

"This letter will be your authority to exercise the fiduciary powers granted by the Board. A formal certificate covering such authorization will be forwarded to you in due course."

Approved.

Letter to the Federal reserve agents at all Federal reserve banks, reading as follows:

"During the past several years the Board has taken the position that it would not admit to membership in the Federal Reserve System trust companies which do substantially no commercial banking business, but recently it reviewed the question and decided that it should give consideration to applications for membership from trust companies of this type.

"If there is any trust company in your district that has been advised that it would not be admitted to membership because it was doing substantially no commercial banking business, the Board desires that you inform it that the Board will give consideration to its application for membership if it desires to file one."

Approved.

Letter to Mr. O'Connor, Comptroller of the Currency, reading as follows:

"The Federal Reserve Board approves a reduction in the common capital stock of 'The National Bank of Fitzgerald', Fitzgerald, Georgia, from \$100,000 to \$50,000, pursuant to a plan which provides that the bank's capital shall be increased by \$50,000 of preferred stock to be sold to the Reconstruction Finance Corporation, and that the released capital, together with the proceeds of other adjustments, shall be used to eliminate unacceptable assets in the amount of approximately \$282,098, all as set forth in Mr. Awalt's letter of June 13, 1934, and the plan of reorganization dated February 21, 1934, as amended May 22, 1934."

Approved.

Letter to Mr. O'Connor, Comptroller of the Currency, reading as follows:

"In accordance with Acting Comptroller of the Currency Awalt's

6/20/34

-12-

"recommendation, the Federal Reserve Board approves a reduction in the common capital stock of 'The DeWitt County National Bank of Clinton', Clinton, Illinois, from \$100,000 to \$70,000, pursuant to an amended plan which provides that the bank's capital shall be increased by \$30,000 of preferred stock to be sold to the Reconstruction Finance Corporation and/or others, and that the released capital shall be used to eliminate a corresponding amount of unsatisfactory assets, all as set forth in Mr. Awalt's memorandum of June 8, 1934.

"This approval supersedes the Board's approval on December 22, 1933, of a previous plan which provided for the sale of \$40,000 of preferred stock and a reduction in common capital stock of \$50,000."

Approved.

Letter to Mr. O'Connor, Comptroller of the Currency, reading as follows:

"In accordance with your recommendation, the Federal Reserve Board approves a reduction in the common capital stock of 'The First National Bank and Trust Company of Kalamazoo', Kalamazoo, Michigan, from \$600,000 to \$200,000, pursuant to a plan which provides that the bank's capital shall be increased by the sale of \$500,000 of preferred stock to the Reconstruction Finance Corporation, and that the released capital, together with a voluntary contribution of at least \$250,000 and such portion of the bank's surplus, undivided profits and reserves as may be necessary, shall be used to eliminate unsatisfactory assets aggregating approximately \$910,000, all as set forth in your memorandum of June 2, 1934.

"In considering the plan under which the reduction in common capital is to be effected, it was noted that there will remain in the bank's assets securities depreciation in the amount of approximately \$81,400 which, if considered as a loss, would impair its capital approximately \$31,400. There will also remain an excessive volume of slow and apparently frozen assets.

"It was noted further that your examiner criticized the management of this bank under which heavy losses have been sustained for several years past. It is assumed, however, that you have these conditions in mind and that whenever it is feasible to do so you will obtain such further corrections as may be practicable."

Approved.

Letter to Mr. O'Connor, Comptroller of the Currency, reading as follows:

6/20/34

-13-

"In accordance with Acting Comptroller Awalt's recommendation, the Federal Reserve Board approves a reduction in the common capital stock of the 'First-Cannelton National Bank', Cannelton, Indiana, from \$75,000 to \$37,500, pursuant to a plan which provides that the released capital, together with a portion of the bank's surplus and/or undivided profits accounts, shall be used to eliminate unsatisfactory assets in the amount of approximately \$50,000, all as set forth in Mr. Awalt's memorandum of June 8, 1934."

Approved.

Letter dated June 18, 1934, approved by six members of the Board, to Mr. O'Connor, Comptroller of the Currency, reading as follows:

"In accordance with your recommendation, the Federal Reserve Board approves a reduction in the common capital stock of 'The National Bank in North Kansas City', North Kansas City, Missouri, from \$50,000 to \$25,000, pursuant to a plan which provides that the bank's capital shall be increased by \$25,000 of preferred stock to be sold to the Reconstruction Finance Corporation, and that the released capital shall be used to establish a reserve for contingencies account for the specific purpose of eliminating estimated losses and substandard assets designated for removal at subsequent examinations, all as set forth in your memorandum of June 5, 1934."

Approved.

Letter dated June 19, 1934, approved by six members of the Board, to Mr. O'Connor, Comptroller of the Currency, reading as follows:

"In accordance with Acting Comptroller Awalt's recommendation, the Federal Reserve Board approves a reduction in the common capital stock of 'The Jacksboro National Bank', Jacksboro, Texas, from \$50,000 to \$25,000, pursuant to a plan which provides that the bank's capital shall be increased by the sale of \$25,000 of preferred stock to the Reconstruction Finance Corporation and that the released capital shall be used to eliminate or reduce a corresponding amount of undesirable assets, all as set forth in Mr. Awalt's letter of June 7, 1934."

Approved.

Letter to Mr. O'Connor, Comptroller of the Currency, reading as follows:

6/20/34

-14-

"In accordance with the recommendation of Acting Comptroller Awalt, the Federal Reserve Board approves a reduction in the common capital stock of 'The First National Bank of Hood River', Hood River, Oregon, from \$100,000 to \$25,000, pursuant to a plan which provides that the bank's capital shall be increased by \$50,000 of 'A' preferred stock to be sold to the Reconstruction Finance Corporation and \$25,000 of 'B' preferred stock to be sold to shareholders and local interests, and that the released capital, together with part of the undivided profits shall be used to eliminate substandard assets and securities depreciation aggregating approximately \$84,273.77, all as set forth in Mr. Awalt's letter of June 13, 1934."

Approved.

Telegram dated June 18, 1934, approved by six members of the Board, to Mr. Peyton, Federal Reserve Agent at the Federal Reserve Bank of Minneapolis, stating that the Board has given consideration to the application of the "First Bank Stock Corporation", Minneapolis, Minnesota, for a voting permit under the 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 Huron", Huron, South Dakota, and has authorized the issuance of a limited permit to the applicant for the following purpose:

"At any time prior to August 1, 1934, to act upon a proposal to amend the articles of incorporation of such bank so as to provide for a minimum of five and a maximum of eleven directors."

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

Approved.

Letter to Honorable Duncan U. Fletcher, Chairman of the Senate

6/20/34

-15-

Committee on Banking and Currency, reading as follows:

"This refers to the letter from the Acting Clerk of your Committee dated April 13, 1934, requesting a report on S.3332, entitled 'A Bill To amend an Act entitled "An Act to provide full and fair disclosure of the character of securities sold in interstate and foreign commerce and through the mails, and to prevent frauds in the sale thereof, and for other purposes", approved May 27, 1933'.

"It is understood that a number of amendments similar to those contained in the said bill have been incorporated in the Securities Exchange Act of 1934, which was approved June 6, 1934, and, in such circumstances, it is assumed that no report on S. 3332 will be necessary."

Approved.

Letter dated June 19, 1934, approved by six members of the Board, to Mr. Peyton, Federal Reserve Agent at the Federal Reserve Bank of Minneapolis, reading as follows:

"Reference is made to your letter of June 7, 1934, concerning the question of whether a permit under Section 32 of the Banking Act of 1933 is required in connection with the service of Mr. Thomas Bardon as a director of the Union National Bank, Ashland, Wisconsin, and as a director of the Mining Shares Corporation, New York, New York.

"The Board feels that the information contained in the letters from Mr. Bardon and in the corporation's statement of December 31, 1933, is insufficient to enable it to determine whether or not the provisions of Section 32 are applicable to this relationship. The Board therefore believes that it is desirable for Mr. Bardon to make application for a permit under Section 32 upon the Board's forms."

"In addition to the information requested in the Board's forms, Mr. Bardon should furnish the information outlined on page 4 of the Board's letter of March 12, 1934 (X-7820). It will be appreciated if you will advise Mr. Bardon accordingly."

Approved.

Letters dated June 18, 1934, approved by six members of the Board, to applicants for permits under the Clayton Act, advising of approval of their applications as follows:

6/20/34

-16-

Mr. Roscoe L. Blight, for permission to serve at the same time as a director of The First National Bank of Laurium, Laurium, Michigan, and as a director and officer of Keweenaw Savings Bank, Mohawk, Michigan.

Mr. Edward M. Lieblein, for permission to serve at the same time as a director of The First National Bank of Hancock, Hancock, Michigan, and as a director of Merchants & Miners Bank, Calumet, Michigan.

Mr. J. B. Paton, for permission to serve at the same time as a director and officer of The First National Bank of Laurium, Laurium, Michigan, and as a director and officer of The First National Bank of Calumet, Calumet, Michigan.

Mr. W. R. Thompson, for permission to serve at the same time as a director and officer of The First National Bank of Hancock, Hancock, Michigan, and as a director of The First National Bank of Calumet, Calumet, Michigan.

Mr. O. M. Habberstad, for permission to serve at the same time as a director and officer of Scanlan-Habberstad Bank & Trust Company, Lanesboro, Minnesota, and as a director and officer of The First National Bank of Rushford, Rushford, Minnesota.

Mr. G. Sherman Collins, for permission to serve at the same time as a director and officer of The First National Bank of Negaunee, Negaunee, Michigan, and as a director of Gwinn State Savings Bank, Gwinn, Michigan.

Mr. George R. Christie, for permission to serve at the same time as a director and officer of The Bank of Long Prairie, Long Prairie, Minnesota, as a director and officer of The Farmers State Bank, Bertha, Minnesota, and as a director and officer of The First National Bank of Browerville, Browerville, Minnesota.

Mr. Robert L. Christie, for permission to serve at the same time as a director and officer of The First State Bank, Swanville, Minnesota, as a director of The National Bank of Grey Eagle, Grey Eagle, Minnesota, and as a director and officer of The Farmers State Bank, Bertha, Minnesota.

Mr. Robt. J. Holig, for permission to serve at the same time as a director and officer of The First National Bank of Browerville, Browerville, Minnesota, as a director of The First National Bank of Eagle Bend, Eagle Bend, Minnesota, and as a director of The National Bank of Grey Eagle, Grey Eagle, Minnesota.

6/20/34

-17-

Mr. Peter P. Klick, for permission to serve at the same time as an officer of The Bank of Long Prairie, Long Prairie, Minnesota, and as a director and officer of The National Bank of Grey Eagle, Grey Eagle, Minnesota.

Mr. Harry Lee, for permission to serve at the same time as a director and officer of The Bank of Long Prairie, Long Prairie, Minnesota, as a director and officer of The First National Bank of Browerville, Browerville, Minnesota, and as a director and officer of The First National Bank of Eagle Bend, Eagle Bend, Minnesota.

Mr. Raymond A. Lee, for permission to serve at the same time as a director and officer of The Bank of Long Prairie, Long Prairie, Minnesota, as a director of The First National Bank of Browerville, Browerville, Minnesota, and as a director of The First National Bank of Eagle Bend, Eagle Bend, Minnesota.

Mr. Rudolph Lee, for permission to serve at the same time as a director and officer of The National Bank of Grey Eagle, Grey Eagle, Minnesota, as a director and officer of The First State Bank, Swanville, Minnesota, and as a director of The First National Bank of Browerville, Browerville, Minnesota.

Mr. William Rodman, for permission to serve at the same time as a director and officer of The First National Bank of Eagle Bend, Eagle Bend, Minnesota, and as a director of The National Bank of Grey Eagle, Grey Eagle, Minnesota.

Approved.

Letters dated June 19, 1934, approved by six members of the Board, to applicants for permits under the Clayton Act, advising of approval of their applications as follows:

Mr. H. E. Douglas, for permission to serve at the same time as a director and officer of The Second National Bank of Danville, Danville, Illinois, as a director and officer of The First National Bank of Catlin, Catlin, Illinois, and as a director of the First National Bank in Georgetown, Georgetown, Illinois.

Mr. Woods H. Martin, for permission to serve at the same time as a director and officer of The Second National Bank of Danville, Danville, Illinois, and as a director of The First National Bank of Tuscola, Tuscola, Illinois.

6/20/34

-18-

Mr. C. V. McClenathan, for permission to serve at the same time as a director and officer of The Second National Bank of Danville, Danville, Illinois, as a director of First National Bank in Georgetown, Georgetown, Illinois, and as a director of First National Bank in Homer, Homer, Illinois.

Mr. John C. Carlson, for permission to serve at the same time as a director and officer of The First National Bank of Pine City, Pine City, Minnesota, as a director and officer of State Bank of Rush City, Rush City, Minnesota, and as a director and officer of Chisago County State Bank, Center City, Minnesota.

Mr. H. T. Donaldson, for permission to serve at the same time as a director and officer of Lansing National Bank, Lansing, Michigan, and as a director and officer of Federal Home Loan Bank of Indianapolis, Indianapolis, Indiana.

Mr. James Bentley, for permission to serve at the same time as a director and officer of National Bank of Toledo, Toledo, Ohio, and as a director of The Commerce Guardian Bank, Toledo, Ohio.

Mr. George R. Ford, for permission to serve at the same time as a director and officer of National Bank of Toledo, Toledo, Ohio, as a director of The Toledo Trust Company, Toledo, Ohio, and as a director and officer of The Rossford Savings Bank, Rossford, Ohio.

Mr. Rathbun Fuller, for permission to serve at the same time as a director and officer of National Bank of Toledo, Toledo, Ohio, and as a director of The Toledo Trust Company, Toledo, Ohio.

Mr. Gordon M. Mather, for permission to serve at the same time as a director of National Bank of Toledo, Toledo, Ohio, as a director of The Toledo Trust Company, Toledo, Ohio, and as a director and officer of The Morris Plan Bank, Toledo, Ohio.

Approved.

Letters to applicants for permits under the Clayton Act, advising of approval of their applications as follows:

Mr. Harry Bowen, for permission to serve at the same time as a director of The First National Bank of Bluefield, Bluefield, West Virginia, and as a director of McDowell County National Bank in Welch, Welch, West Virginia.

6/20/34

-19-

Mr. Joseph H. Bowen, for permission to serve at the same time as a director of The First National Bank of Bluefield, Bluefield, West Virginia, and as a director of McDowell County National Bank in Welch, Welch, West Virginia.

Mr. Edwin Mann, for permission to serve at the same time as a director and officer of The First National Bank of Bluefield, Bluefield, West Virginia, and as a director of McDowell County National Bank in Welch, Welch, West Virginia.

Approved.

There were then presented the following applications for changes in stock of Federal reserve banks:

<u>Applications for ADDITIONAL Stock:</u>	<u>Shares</u>	
<u>District No. 4.</u> First National Bank in Painesville, Painesville, Ohio	75	75
<u>District No. 5.</u> The Commercial National Bank of Spartanburg, Spartanburg, South Carolina	100	100
<u>District No. 9.</u> The First National Bank of Hutchinson, Hutchinson, Minnesota	36	36
<u>District No. 11.</u> The First National Bank of Delhi, Delhi, Louisiana	33	33
	<u>Total</u>	<u>244</u>

Approved.

Thereupon the meeting adjourned.

Wester M. Murrell
Secretary.

Approved:

E. R. Black
Governor.