

A meeting of the Federal Reserve Board was held in Washington on Friday, October 19, 1934, at 3:00 p. m.

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

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

The Board considered and acted upon the following matters:

Letter dated October 18, 1934, from Mr. Sproul, Secretary of the Federal Reserve Bank of New York, advising that, at a meeting of the board of directors on that date, no change was made in the bank's existing schedule of rates of discount and purchase.

Without objection, noted with approval.

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

"Reference is made to the report of examination of the 'Tower Grove Bank and Trust Company', St. Louis, Missouri, as of June 11, 1934, and the supplemental information submitted in connection therewith.

"It has been noted that the bank has been engaged in the business of selling real estate loans and bonds to its customers and that on the date of the examination there were outstanding approximately \$14,000,000 of such securities which are said to have been sold without recourse. In the past, the liability, actual or moral, to repurchase loans sold with or without recourse has proved harmful, if not disastrous, to many banks and the Board feels, therefore, that it is contrary to sound banking practice for a commercial bank to engage in the business of issuing or selling, either with or without recourse, notes, bonds, mortgages, certificates or other evidences of indebtedness representing real estate loans or participations therein. If you have not already done so, the Board would be pleased to have you acquaint the bank with its views in this respect, calling specific attention to condition numbered 12 of the revised

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"regular conditions under which State banks are now admitted to membership in the System, and request the management to give serious consideration to the advisability, as a matter of sound banking policy, of discontinuing such sales.

"The examiner reports that the management maintains that the West Investment Company and the York Investment Company, formed for the purpose of removing certain assets from the bank and its affiliate, the Tower Grove Investment Company, are not affiliates of the bank as defined by the Banking Act of 1933. The examiner also reports that from the information submitted such appears to be the case, but that from the manner in which the companies operate there appears to be more of a relationship between them and the bank than the information given the examiners discloses. In view of the questions raised, it is assumed that the determination of the status of the West Investment Company and the York Investment Company as affiliates has been referred to your counsel. According to the report, the funds amounting to \$180,000 provided for the organization of the companies were furnished by directors of the bank. It has been noted, however, that the bank and the directors are to share equally in any funds disbursed in the liquidation of the West Investment Company, and it will be appreciated if you will advise the Board as to the relations between the bank and the company which justify, in the event of liquidation of the company, an equal participation by the bank with the individuals who furnished the funds.

"It has been observed that the examiner has reservations as to the management but believes that Director Seller has sufficient influence to accomplish the correction of the criticized policies of the institution. In view of the promises of Director Seller that the board of directors will give the necessary attention to the bank's affairs and the correction of criticized matters, the examiner suggests that any steps which might otherwise be advisable to strengthen the management of the bank be deferred until the next examination which should be made the first part of the year. In this connection it will be appreciated if you will keep the Board advised as to the progress made in correcting the criticized policies and practices and as to other improvements effected in the condition of the bank."

Approved.

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

"In accordance with Acting Comptroller of the Currency Awalt's recommendation, the Federal Reserve Board approves a reduction in the common capital stock of 'The City National

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"Bank of Fort Smith', Fort Smith, Arkansas, from \$200,000 to \$50,000, pursuant to a plan which provides that the bank's capital shall be increased by the sale of \$250,000 of preferred stock to the Reconstruction Finance Corporation and/or others, and that the released capital shall be used to eliminate a corresponding amount of losses and substandard assets, all as set forth in Mr. Awalt's memorandum of May 28, 1934.

"In considering the plan under which the reduction in common capital is to be effected, it was noted that the management of this institution is subject to severe criticism. It is understood, however, that this matter is receiving the attention of your office."

Approved.

Telegram to Mr. Stevens, Federal Reserve Agent at the Federal Reserve Bank of Chicago, stating that the Board has given consideration to the application of the "Wisconsin Bankshares Corporation", Milwaukee, Wisconsin, 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 "First Wisconsin National Bank of Milwaukee", Milwaukee, Wisconsin, and has authorized the issuance of a limited permit to the applicant for the following purposes:

"At any time prior to December 31, 1934, to act upon a proposal or proposals to reduce the common capital stock of First Wisconsin National Bank of Milwaukee from \$10,000,000 to \$5,000,000 and to create and issue preferred stock in the amount of \$10,000,000, and to make such amendments to the articles of association and by-laws of such bank as may be necessary for such purposes, pursuant to a plan which shall be approved by the Comptroller of the Currency, the Federal Reserve Agent at the Federal Reserve Bank of Chicago, and the Federal Reserve Board."

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

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Approved, together with a 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 Wisconsin National Bank of Milwaukee', Milwaukee, Wisconsin, from \$10,000,000 to \$5,000,000, pursuant to a plan which provides that the bank's capital shall be increased by the sale of \$10,000,000 of preferred stock to the Reconstruction Finance Corporation and that the released capital, together with a portion of the bank's surplus, undivided profits and reserves, shall be used to eliminate estimated losses and doubtful assets aggregating approximately \$10,000,000, all as set forth in your memorandum of September 18, 1934.

"It is understood in this connection that the eliminated assets, instead of remaining the property of the bank as originally proposed, are to be pledged as security for a loan from the Reconstruction Finance Corporation to the First Wisconsin Mortgage Company; the proceeds of such loan to be used in the rehabilitation of various banks the control of which is owned by the Wisconsin Bankshares Corporation, as stated in your supplemental memorandum of October 5, 1934."

Letter to the Federal reserve agents at all Federal reserve banks, prepared in accordance with the action taken at the meeting of the Board on October 10, 1934, and reading as follows:

"In connection with examinations of private banks and bankers, made by the Federal reserve banks under the provisions of section 21(a)(2) of the Banking Act of 1933, questions have been raised as to the responsibility of the Federal reserve banks and as to the action, if any, which should be taken by them regarding:

1. Protection of depositors when the report of examination discloses an insolvent condition.
2. Correction of other unsatisfactory conditions.
3. Reporting apparent violations of the criminal provisions of State laws.

"Under the provisions of said section 21(a)(2) a Federal reserve bank has no authority to require the correction of unsatisfactory conditions in private banks submitting to examination and is under no statutory duty to take any action for the protection of depositors, to correct unsatisfactory conditions, or to report to the State authorities apparent violations of the criminal provisions of State laws. The Board feels, however, that each Federal reserve bank should exert its best

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"efforts to induce private banks to correct any unsatisfactory conditions disclosed by the examinations made by the Federal reserve bank and otherwise to protect depositors against unsound and unlawful banking practices. The Board, therefore, expects each Federal reserve bank to adopt a constructive attitude in this respect and to endeavor to obtain such corrective action in the case of private banks as may appear necessary or desirable in the circumstances. The Board also believes that it is proper for a Federal reserve bank to report apparent violations of criminal provisions of State laws to the appropriate State authorities."

Approved.

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

"Ruling No. 28 interpreting Regulation T. The Federal Reserve Board has been asked whether a creditor, as defined in section 2(b) of Regulation T, may permit a customer to sell a registered security from a designated old account and on the same day to purchase in its place in the old account an unregistered, non-exempted security, if the adjusted debit balance of the old account is not increased. In reply the Board called attention to the prohibition contained in section 7(c)(2) of the Securities Exchange Act of 1934 on the extension of credit on unregistered, non-exempted securities for the purpose of purchasing or carrying securities, and to the fact that the provisions of section 4 of Regulation T are made applicable to old accounts by the first proviso of section 7(a) of the Regulation. Accordingly, the Board advised that in the circumstances indicated, the extension of credit for the purchase of the unregistered, non-exempted security is not permitted unless at the time of such purchase the maximum loan value of the securities in the account exceeds the adjusted debit balance of the account by an amount equal to or greater than the purchase price of the unregistered, non-exempted security."

Approved.

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

"Ruling No. 29 interpreting Regulation T. In reply to an inquiry the Federal Reserve Board has advised that under section 6 of Regulation T a special cash account may be kept separately for each customer, and that the regulation does not

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"require a single separate account covering all cash transactions for all customers."

Approved.

Telegram dated October 18, 1934, approved by five members of the Board, to Mr. Gidney, Assistant Federal Reserve Agent at the Federal Reserve Bank of New York, reading as follows:

"Re letter October 16. Board has no objection to Bankers Trust Company supplying Mr. Paton with copies of correspondence inclosed in your letter bearing on question whether certain corporations whose stock is held by Bankers Trust Company as trustee are affiliates of such bank within section 2(b) Banking Act 1933."

Approved.

Letter to Mr. Case, Federal Reserve Agent at the Federal Reserve Bank of New York, stating that the Board has given consideration to the following application for a permit under the Clayton Act, and that, upon the basis of the information before it, feels that the issuance of the permit applied for would be incompatible with the public interest. The letter also requested the agent to communicate to the applicant the Board's position in the matter, and to advise the Board promptly as to whether the applicant desires to submit any additional data, and, if not, as to what steps he proposes to take in order to comply with the provisions of the Clayton Act.

Mr. Harold P. Harrower, for permission to serve at the same time as a director of The Amsterdam City National Bank, Amsterdam, New York, and as a director of The Farmers National Bank, Amsterdam, New York.

Approved.

The letter stated further that it was noted that Mr. L. E. Harrower,

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who was granted a permit April 25, 1929, to serve as director and/or officer of the two banks referred to above, has not attended directors' meetings, and requested that, when the agent submits his recommendation as a result of his annual review of the permit, he report fully as to Mr. L. E. Harrower's attendance at directors' meetings.

Approved.

Letter to Mr. Case, Federal Reserve Agent at the Federal Reserve Bank of New York, stating that the Board has given consideration to the following application for a permit under the Clayton Act, and that, upon the basis of the information before it, concurs in the agent's opinion that the issuance of the permit applied for would be incompatible with the public interest. The letter also requested the agent to communicate to the applicant the Board's position in the matter, and to advise the Board promptly as to whether the applicant desires to submit any additional data, and, if not, as to what steps he proposes to take in order to comply with the provisions of the Clayton Act.

Mr. R. W. Oakes, for permission to serve at the same time as an officer of The Jefferson County National Bank of Watertown, Watertown, New York, and as a director and officer of The First National Bank of Lacona, Lacona, New York.

The letter also called attention to the Clayton Act permit granted in December, 1924, and now in effect, to Daniel B. Schuyler to serve at the same time as director and officer of the Jefferson County National Bank of Watertown, New York, as director of the First National Bank of Clayton, New York, and as director of The First National Bank

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of Lacona, New York, and also to the permit granted in July, 1928, to Charles A. Dunham to serve at the same time as director of the First National Bank of Dexter, New York, and as officer of the Jefferson County National Bank of Watertown, New York; and stated that, in view of the status of their personal loans, as well as the unsatisfactory condition of the Jefferson County National Bank of Watertown, New York, for which Messrs. Schuyler and Dunham apparently must share responsibility, the agent is requested to make a thorough investigation of the relations of these individuals with the banks involved and submit his recommendation regarding the revocation of their permits.

Approved.

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

"The Board has given consideration to the application of Mr. Henry H. Stebbins, Jr., Rochester, New York, for permission under the provisions of the Clayton Act to serve at the same time as director and officer of The First National Bank and Trust Company of Rochester, and as director and officer of The Morris Plan Company of Rochester, both of Rochester, New York, and, upon the basis of the information before it, feels that the issuance of the permit applied for would be incompatible with the public interest.

"Moreover, it appears that on May 7, 1929, the Board issued to Mr. Stebbins a Clayton Act permit covering his service at the same time as director of The First National Bank and Trust Company of Rochester and as director of The Morris Plan Company of Rochester, both of Rochester, New York. For the same reasons that the Board believes the issuance of the permit under the present application would be incompatible with the public interest, it also feels that the permit which previously has been issued should be revoked.

"Accordingly, you are requested to advise Mr. Stebbins of the Board's position in the matter. If you deem it desirable or necessary, you are authorized to inform him that the Board's

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"action with reference to his present application, as well as to the permit which previously has been issued to him, has been based upon the unsatisfactory management and condition of the Rochester bank and its affiliate, the First National Rochester Corporation, and the nature and extent of the uses which have been made of the credit facilities of those institutions by the directors of both, including the applicant, and the unsatisfactory status of his loan in the national bank.

"In communicating with the applicant, please advise him that, in accordance with section V(g) of the Federal Reserve Board's Regulation L, consideration will be given to any additional facts or arguments not appearing in his application and accompanying forms, which he feels should be brought to the Board's attention, and that also, in accordance with section V(i) of the same regulation, he may be afforded an opportunity to be heard in connection with the revocation of his permit. In this connection, please advise the Board promptly as to whether Mr. Stebbins desires to submit any additional data or to have a hearing, and, if not, as to what steps he proposes to take in order to comply with the provision of the Clayton Act.

"The applicant reports on F. R. B. Form 94 in answer to question 12 that he is a director of the Abstract Title and Mortgage Corporation of Buffalo, New York, whose business he gives as 'primarily making abstracts of titles and the issuing of title insurance'. That company, in a letter to The First National Bank and Trust Company of Rochester dated February 17, 1934, stated that it has heretofore made mortgage loans on real estate and has sold guaranteed certificates of participation in such mortgages but for the past year has practically made no loans and has made no sales.

"In the event that Mr. Stebbins desires to submit any additional data, it is suggested that you advise him of the requirements of section 32 of the Banking Act of 1933 and determine whether the Abstract Title and Mortgage Corporation has resumed the sale of guaranteed mortgage certificates of participation. If you find that it has resumed such sales it is suggested that you satisfy yourself as to the applicability of section 32 of the Banking Act of 1933 to the applicant's relationship with the member bank involved and the Abstract Title and Mortgage Corporation before submitting this matter for reconsideration, and advise the Board accordingly at that time."

Approved.

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

"The Board has given consideration to the application of

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"Mr. Harry C. Stevenson, Rochester, New York, for permission under the provisions of the Clayton Act to serve at the same time as director of The First National Bank and Trust Company of Rochester, Rochester, New York, and as director of the Wayne County Trust Company, Palmyra, New York, and upon the basis of the information before it, concurs in your opinion that the issuance of the permit applied for would be incompatible with the public interest. You are requested to advise the applicant of the Board's position in the matter unless there are pertinent facts which were not submitted with the application and which you feel should be given consideration.

"If you deem it desirable or necessary, you are authorized to inform Mr. Stevenson that the Board's action upon his application was based largely upon the unsatisfactory management and condition of The First National Bank and Trust Company of Rochester and its affiliate, the First National Rochester Corporation, and the objectionable status of his loan in the national bank.

"In communicating with the applicant, please advise him that in accordance with Section V (g) of Regulation L, consideration will be given to any additional facts or arguments not appearing in his application and accompanying forms which he feels should be brought to the Board's attention. In this connection, please advise the Board promptly as to whether Mr. Stevenson desires to submit any additional data and, if not, as to what steps he proposes to take in order to comply with the provisions of the Clayton Act.

"The applicant reports on F. R. B. Form 94 in answer to question 12 that he is a director of the First National Rochester Corporation of Rochester, New York, whose business he gives as 'investment company'. In the event that Mr. Stevenson desires to submit any additional data, it is suggested that you advise him of the requirements of Section 32 of the Banking Act of 1933 and determine whether his relationship with the banks involved and the First National Rochester Corporation comes within the purview of that section, and if so, have the applicant arrange to comply with the provisions of that section before submitting this application for reconsideration.

"Of course you are aware that, should the applicant continue his services with the national bank involved and should the business of the First National Rochester Corporation be such as to come within the provisions of Section 32, it would be necessary for Mr. Stevenson to file an application under the provisions of that section, even though, as a result of the refusal of this permit, he should decide to sever his connections with the Wayne County Trust Company.

"Please advise the Board fully as to the action taken in this matter, in order that its files may be complete."

Approved.

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Letter to an applicant for a permit under the Clayton Act, advising of approval of his application as follows:

Mr. Milton A. Herber, for permission to serve at the same time as a director of The Fogelsville National Bank, Fogelsville, Pennsylvania, and as a director of the Farmers Bank and Trust Company, Kutztown, Pennsylvania.

Approved, together with a letter to Mr. Austin, Federal Reserve Agent at the Federal Reserve Bank of Philadelphia, reading as follows:

"Receipt is acknowledged of Mr. Hill's letter of September 22, 1934, inclosing a copy of a letter dated September 21, 1934, from Mr. H. A. Fister, Cashier of Farmers Bank and Trust Company, Kutztown, Pennsylvania, in connection with the Clayton Act application of Mr. Milton A. Herber for permission to serve as director of that bank and as director of The Fogelsville National Bank, Fogelsville, Pennsylvania.

"The Board's letter to you of September 18, 1934, discussed the possible applicability of section 32 of the Banking Act of 1933 to the trust company because of the issuance by it of certificates of participation in its Mortgage Participation Pool and in its Trust Investment Pool. That letter stated that, since the trust company had ceased issuing participations in the Mortgage Participation Pool, section 32 would not be applicable on that account, but further information was requested regarding the participations issued in the Trust Investment Pool.

"Mr. Hill's letter of September 22, 1934, and inclosures, shows that the certificates issued against the Trust Investment Pool are not transferable or marketable and that they are not issued in series as to maturities. It appears that they become due when the particular trust to which they have been issued terminates. If at that time the pool does not contain sufficient cash to pay the amount due, the commercial department of the bank purchases assets of the pool in sufficient quantity to furnish the amount of cash required for distribution to the estate. It appears that, in issuing such participations to its trust estates, the trust company is merely adopting an arrangement designed to facilitate the investment of small amounts of trust funds in a manner which it regards as more convenient and flexible than the investment of the funds of each estate separately.

"In view of the information which has been submitted, the Board believes that, in issuing such certificates, the trust company should not be regarded as engaged in the business of

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"purchasing, selling, or negotiating 'securities' within the meaning of section 32 of the Banking Act of 1933.

"Accordingly, there is inclosed a copy of the permit which is being issued to Mr. Milton A. Herber under the provisions of the Clayton Act, authorizing him to serve at the same time as director of The Fogelsville National Bank, Fogelsville, Pennsylvania, and as director of Farmers Bank and Trust Company, Kutztown, Pennsylvania."

Letter to Mr. Williams, Federal Reserve Agent at the Federal Reserve Bank of Cleveland, stating that the Board has given consideration to the following application for a permit under the Clayton Act, and that, upon the basis of the information before it, concurs in the opinion of the agent's office that the issuance of the permit applied for would be incompatible with the public interest. The letter also requested the agent to communicate to the applicant the Board's position in the matter, and to advise the Board promptly as to whether the applicant desires to submit any additional data, and, if not, as to what steps he proposes to take in order to comply with the provisions of the Clayton Act.

Mr. F. E. Hertzell, for permission to serve at the same time as a director and officer of The Warren National Bank, Warren, Pennsylvania, and as a director and officer of the Tidioute State Bank, Tidioute, Pennsylvania.

Approved.

Letter to Mr. Williams, Federal Reserve Agent at the Federal Reserve Bank of Cleveland, inclosing the following Clayton Act permit for transmittal to the applicant, and requesting that, when the agent submits his recommendation as a result of his annual review of the permit, he report fully as to the applicant's attendance at directors' meetings and as to whether there have been any further

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overdrafts in accounts under his control:

Mr. J. A. Rockwell, for permission to serve at the same time as a director and officer of The First National Bank of Warren, Warren, Pennsylvania, and as a director and officer of The Warren National Bank, Warren, Pennsylvania.

Approved.

Letter dated October 18, 1934, approved by five members of the Board, to an applicant for a permit under the Clayton Act, advising of approval of his application as follows:

Mr. J. D. O'Keefe, for permission to serve at the same time as a director and officer of the Whitney National Bank of New Orleans, New Orleans, Louisiana, and as a director of the New Orleans branch of the Federal Reserve Bank of Atlanta, New Orleans, Louisiana.

Approved, together with a letter, also dated October 18, 1934, and approved by five members of the Board, to Mr. Newton, Federal Reserve Agent at the Federal Reserve Bank of Atlanta, reading as follows:

"There is inclosed herewith a copy of a Clayton Act permit issued by the Board to Mr. J. D. O'Keefe covering his service as director and officer of the Whitney National Bank of New Orleans and as director of the New Orleans Branch, Federal Reserve Bank of Atlanta, both of New Orleans, Louisiana.

"In connection with Mr. O'Keefe's service as director of the Downing Company, the Board has considered the question of that company accepting stock or bond collateral in occasional instances to prevent or mitigate a loss on a loan theretofore made. It is the view of the Federal Reserve Board that a corporation which does not make any loans which are secured by stock or bond collateral at the time of making thereof and which accepts stock or bond collateral for loans only in isolated cases and in good faith where it becomes necessary, by reason of circumstances arising after the loan is made, in order to prevent or mitigate a loss upon a loan previously made, does not fall within the provisions of section 8A of the Clayton Act and, accordingly, that the provisions of this section are not applicable to Mr. O'Keefe's service as a director of the Downing Company. In this connection it is noted that the president of the Downing Company has advised you that information will be furnished to the Federal Reserve Bank in any

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"case in which stock or bond collateral may be tendered to strengthen a preexisting loan. It is suggested that you request that this be done and if at any time you feel that the number or amount of loans for which stock or bond collateral is accepted after the making thereof is unduly large, it will be appreciated if you will bring the matter to the attention of the Federal Reserve Board."

Letter to Mr. McClure, Federal Reserve Agent at the Federal Reserve Bank of Kansas City, inclosing the following Clayton Act permit, and stating that delivery of the permit should not be made until it has been determined that the applicant's service with the national bank and the Kassler Investment Company and/or the Kassler Mortgage Company, both of Denver, Colorado, does not come within the provisions of section 32 of the Banking Act of 1933 or that his service with such institutions has been brought into conformity with the requirements of that section. The letter also requested that the agent advise the Board of the action taken in the matter.

Mr. E. S. Kassler, Sr., for permission to serve at the same time as a director of The United States National Bank of Denver, Denver, Colorado, and as a director and officer of the First Industrial Bank, Denver, Colorado.

Approved.

Letter to Mr. McClure, Federal Reserve Agent at the Federal Reserve Bank of Kansas City, inclosing the following Clayton Act permit; stating that, in the circumstances set forth in the letter, the Board has granted a permit to the applicant to continue in effect only until the close of December 31, 1934, in order to avoid any misunderstanding in the communities and in order to avoid any adverse effect upon the banks' recapitalization plans which might result if the applicant were forced to dissolve his relationships

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with some of the banks at this time; and requesting that, when transmitting the permit to the applicant, the agent call his attention to the limited nature of the permit and advise him that it has been granted with the understanding that at the expiration of the permit he will bring his relationships into conformity with the provisions of the Clayton Act. The letter also requested that the agent keep the Board informed of the action taken in the matter.

Mr. W. D. Myers, for permission to serve at the same time as a director and officer of The Central National Bank of Alva, Alva, Oklahoma, as a director and officer of The Farmers & Merchants National Bank of Hooker, Hooker, Oklahoma, and as a director and officer of The First National Bank of Elk City, Elk City, Kansas, for the period ending at the close of December 31, 1934.

Approved, together with two similar letters to Mr. McClure, Federal Reserve Agent at the Federal Reserve Bank of Kansas City, inclosing the following Clayton Act permits for transmittal to the applicants:

Mrs. E. E. Myers, for permission to serve at the same time as a director and officer of The Central National Bank of Alva, Alva, Oklahoma, as a director of The Farmers & Merchants National Bank of Hooker, Hooker, Oklahoma, and as a director of The First National Bank of Elk City, Elk City, Kansas, for the period ending at the close of December 31, 1934.

Mr. W. D. Myers, Jr., for permission to serve at the same time as a director and officer of The Farmers & Merchants National Bank of Hooker, Hooker, Oklahoma, and as a director of The Central National Bank of Alva, Alva, Oklahoma, for the period ending at the close of December 31, 1934.

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

Mr. Leon G. Bigelow, for permission to serve at the same time as a director of The Midway National Bank of St. Paul, St. Paul, Minnesota, and as a director of the Western State Bank of St. Paul, St. Paul, Minnesota.

Mr. M. F. Ernst, for permission to serve at the same time as a

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director and officer of The Midway National Bank of St. Paul, St. Paul, Minnesota, and as a director and officer of the Western State Bank of St. Paul, St. Paul, Minnesota.

Mr. A. L. Ritt, for permission to serve at the same time as a director and officer of The Midway National Bank of St. Paul, St. Paul, Minnesota, and as a director and officer of the Western State Bank of St. Paul, St. Paul, Minnesota.

Mr. C. A. Kendrick, for permission to serve at the same time as a director of The United States National Bank of Denver, Denver, Colorado, and as a director of the First Industrial Bank, Denver, Colorado.

Mr. Jas. Ringold, for permission to serve at the same time as a director and officer of The United States National Bank of Denver, Denver, Colorado, and as a director and officer of The Elbert County Bank, Elbert, Colorado.

Mr. C. F. Adams, for permission to serve at the same time as a director and officer of The First National Bank of Portland, Portland, Oregon, and as a director and officer of the Pacific Coast Joint Stock Land Bank, Portland, Oregon.

Mr. Henry F. Cabell, for permission to serve at the same time as a director of The First National Bank of Portland, Portland, Oregon, and as a director of the Pacific Coast Joint Stock Land Bank, Portland, Oregon.

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. 1.</u>		
The Plainfield National Bank of Moosup, Moosup, Connecticut	35	
The Portland National Bank, Portland, Maine	270	
The Framingham National Bank, Framingham, Massachusetts	120	
The White Mountain National Bank of Gorham, Gorham, New Hampshire	9	
The Second National Bank of Nashua, Nashua, New Hampshire	300	734
<u>District No. 2.</u>		
The Citizens National Bank & Trust Company of Caldwell, Caldwell, New Jersey	60	

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<u>Applications for ADDITIONAL Stock: (Continued)</u>		<u>Shares</u>
<u>District No. 2. (Continued)</u>		
The First National Bank of Wyckoff, Wyckoff, New Jersey		3
The First National Bank and Trust Company of Bay Shore, Bay Shore, New York		45
Second National Bank and Trust Company of Cortland, Cortland, New York		18
The First National Bank of Forestville, Forestville, New York		10
The Gainesville National Bank, Gainesville, New York		21
The First National Bank of Hancock, Hancock, New York		9
The First National Bank of Hermon, Hermon, New York		15
The First National Bank of Marion, Marion, New York		27
The First National Bank of Marlboro, Marlboro, New York		6
The Milford National Bank, Milford, New York		28
The First National Bank of Morris, Morris, New York		3
Nanuet National Bank, Nanuet, New York		3
The Suffolk County National Bank of Riverhead, Riverhead, New York		15
The National Bank of Roxbury, Roxbury, New York		15
First National Bank in Sidney, Sidney, New York		15
The Silver Creek National Bank, Silver Creek, New York		30
The First National Bank of Wayland, Wayland, New York		30
The Merchants National Bank of Whitehall, Whitehall, New York		30
<u>District No. 3.</u>		
The Clayton National Bank, Clayton, New Jersey		6
The National Bank of Mantua, Mantua, New Jersey		12
The First National Bank of Marlton, Marlton, New Jersey		14
First National Bank of Bath, Bath, Pennsylvania		21
The Camp Hill National Bank, Camp Hill, Pennsylvania		2
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<u>Applications for ADDITIONAL Stock: (Continued)</u>		<u>Shares</u>	
<u>District No. 3. (Continued)</u>			
The First National Bank of Exeter, Exeter, Pennsylvania		9	
The Farmers National Bank of McAlisterville, McAlisterville, Pennsylvania		3	
The First National Bank of Minersville, Minersville, Pennsylvania		30	
The Solebury National Bank of New Hope, New Hope, Pennsylvania		9	
The Farmers National Bank of Rome, Rome, Pennsylvania		15	
The West End National Bank of Shamokin, Shamokin, Pennsylvania		15	136
<u>District No. 4.</u>			
The Winters National Bank and Trust Company of Dayton, Dayton, Ohio		480	480
<u>District No. 5.</u>			
The Kimball National Bank, Kimball, West Virginia		40	40
<u>District No. 6.</u>			
The First National Bank of Leesburg, Leesburg, Florida		39	39
<u>District No. 7.</u>			
The Dyersville National Bank, Dyersville, Iowa		15	
The Clay County National Bank of Spencer, Spencer, Iowa		12	
The Citizens National Bank of Darlington, Darlington, Wisconsin		12	
The Waukesha National Bank, Waukesha, Wisconsin		30	69
<u>District No. 8.</u>			
The First National Bank of Berryville, Berryville, Arkansas		18	
The First National Bank of Conway, Conway, Arkansas		1	
The Planters National Bank of Hughes, Hughes, Arkansas		7	
The First National Bank in Lake Village, Lake Village, Arkansas		12	
The Planters National Bank of Mena, Mena, Arkansas		1	
The First National Bank of Brownstown, Brownstown, Illinois		3	

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Applications for ADDITIONAL Stock: (Continued)		Shares
<u>District No. 8. (Continued)</u>		
First National Bank in Carbondale, Carbondale, Illinois	15	
The First National Bank in Columbia, Columbia, Illinois	3	
The Southern Illinois National Bank of East St. Louis, East St. Louis, Illinois	23	
First National Bank of Marissa, Marissa, Illinois	1	
The First National Bank of Oblong, Oblong, Illinois	45	
The First National Bank of Okawville, Okawville, Illinois	15	
The First National Bank of Springfield, Springfield, Kentucky	14	
The First National Bank of Gallatin, Gallatin, Missouri	5	163
<u>District No. 9.</u>		
The First National Bank of Halstad, Halstad, Minnesota	12	
The Onida National Bank, Onida, South Dakota	11	
The First National Bank of Volga, Volga, South Dakota	9	32
<u>District No. 10.</u>		
The First National Bank of Durango, Durango, Colorado	24	
The First National Bank in Cimarron, Cimarron, Kansas	8	
The First National Bank of Geary, Geary, Oklahoma	6	
The First National Bank of Hooker, Hooker, Oklahoma	2	40
<u>District No. 11.</u>		
The First National Bank of Littlefield, Littlefield, Texas	14	
First National Bank in Rockwall, Rockwall, Texas	12	
South Texas Commercial National Bank of Houston, Houston, Texas	300	326
<u>District No. 12.</u>		
Medford National Bank, Medford, Oregon	1	

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Applications for ADDITIONAL Stock: (Continued)

Shares

District No. 12. (Continued)
 The First National Bank of Monmouth,
 Monmouth, Oregon

9	10
Total	2,452

Applications for SURRENDER of Stock:

District No. 7.

The First National Bank of Piper City,
 Piper City, Illinois
 The First National Bank of Rossville,
 Rossville, Illinois
 The First National Bank of Michigan City,
 Michigan City, Indiana
 The First National Bank of Sioux Center,
 Sioux Center, Iowa

12	
7	
60	
6	85

District No. 3.

Bank of Maplewood & Trust Company,
 Maplewood, Missouri

75	75
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District No. 9.

The Merchants & Miners National Bank of
 Ironwood, Ironwood, Michigan

72	72
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District No. 12.

The Seaboard National Bank of Los Angeles,
 Los Angeles, California
 The First National Bank of Murray,
 Murray, Utah

450	
27	477
Total	709

Approved.

Thereupon the meeting adjourned.

Oliver Moriel
 Secretary.

Approved:

J. J. Thomas
 Vice Governor.