

A meeting of the Executive Committee of the Federal Reserve Board was held in Washington on Thursday, June 27, 1935, at 3:00 p. m.

PRESENT: Mr. Eccles, Governor
Mr. James
Mr. Szymczak

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

The Committee acted upon the following matters:

Letter to Mr. Rounds, Chairman of the Retirement Committee of the Retirement System of the Federal Reserve Banks, reading as follows:

"Mrs. Henrietta T. Brinker, a clerk counter in the Federal Reserve Board Issue and Redemption Division, who is a member of the Retirement System, will be 65 years of age on July 1, 1935.

"Mrs. Brinker was absent only $8\frac{1}{2}$ days on account of sickness during the calendar year 1934, as compared with 29 days in 1933, and Mr. Copeland, Chief of the Division, states that she is still active and in as good health as last year.

"Therefore, it is requested that the Retirement Committee approve her continuance in service until March 1, 1936."

Approved.

Memoranda dated June 26 and 27, 1935, from the Division of Examinations stating that the Federal reserve agents at the respective Federal reserve banks had recommended, on the basis of thorough examinations, that, in accordance with the provisions of Section 12B(e) of the Federal Reserve Act, the Federal Reserve Board certify to the Federal Deposit Insurance Corporation that the assets of each of the following State member banks are adequate to enable the bank to meet

6/27/35

-2-

all liabilities to depositors and other creditors as shown by the books of the bank. The memoranda also stated that the reports of examination of the banks listed had been carefully reviewed in the Division; that on the basis of such review the Division concurs in the recommendations of the Federal reserve agents; that in the opinion of the Division there is no doubt that the condition of each of the banks listed is such as to warrant an affirmative certification; and that it is recommended that, upon receipt of a request from the Federal Deposit Insurance Corporation, the Board, pursuant to the provisions of Section 12B(e) of the Federal Reserve Act, and in accordance with the procedure suggested in the memoranda presented at the meeting on June 24, 1935, certify upon the basis of a thorough examination that the assets of each of the banks listed are adequate to enable it to meet all of its liabilities to depositors and other creditors as shown by the books of the bank.

<u>Name of Bank</u>	<u>Location</u>	<u>Date of Examination</u>
<u>DISTRICT NUMBER 12 (SAN FRANCISCO)</u>		
Los Nietos Valley Bank	Downey, California	5/24/35
Union Bank & Trust Co. of Los Angeles	Los Angeles, California	4/13/35
Bank of Newman	Newman, California	5/22/35
Wells Fargo Bank & Union Trust Co.	San Francisco, California	4/30/35
Hazelton State Bank	Hazelton, Idaho	5/22/35
J. N. Ireland and Company, Bankers	Malad City, Idaho	5/15/35
Gunnison Valley Bank	Gunnison, Utah	3/21/35
The Ritzville State Bank	Ritzville, Washington	5/22/35
Farmers and Merchants Bank of Rockford	Rockford, Washington	5/4/35
Yakima Valley Bank and Trust Company	Yakima, Washington	10/13/34

6/27/35

-3-

<u>Name of Bank</u>	<u>Location</u>	<u>Date of Examination</u>
<u>DISTRICT NUMBER 4 (CLEVELAND)</u>		
The Union Bank and Savings Company	Bellevue, Ohio	1/12/35
The Castalia Banking Company	Castalia, Ohio	5/22/35
The Fifth-Third Union Trust Company	Cincinnati, Ohio	9/24/34
Western Bank and Trust Company	Cincinnati, Ohio	2/4/35
The Peoples Savings Bank Company	Delta, Ohio	4/20/35
The Home Banking Company	Gibsonburg, Ohio	1/19/35
The Hubbard Banking Company	Hubbard, Ohio	2/2/35
The Ohio Savings & Trust Company of New Philadelphia	New Philadelphia, Ohio	11/10/34
(Acting Federal reserve agent recommends certification on basis of report of examination as of June 1, 1935, which report has not yet been received by the Board. Agent's figures reflect improved condition.)		
The Oak Harbor State Bank Company	Oak Harbor, Ohio	5/25/35
Woodlawn Trust Company	Aliquippa, Pennsylvania	1/5/35
Beaver Trust Company	Beaver, Pennsylvania	12/24/34
Security-Peoples Trust Company	Erie, Pennsylvania	12/15/34
Crawford County Trust Company	Meadville, Pennsylvania	4/13/35
City Deposit Bank and Trust Company	Pittsburgh, Pennsylvania	12/31/34
<u>DISTRICT NUMBER 2 (NEW YORK)</u>		
Glen Ridge Trust Company	Glen Ridge, New Jersey	3/4/35
The State Trust Company	Plainfield, New Jersey	3/28/35
Westwood Trust Company of Westwood, N. J.	Westwood, New Jersey	5/4/35
Brooklyn Trust Company	Brooklyn, New York	12/26/34
Tompkins County Trust Company	Ithaca, New York	6/8/35
Nassau County Trust Company	Mineola, New York	2/9/35
Manufacturers Trust Company	New York, New York	4/26/35
Ossining Trust Company	Ossining, New York	4/6/35
Mount Pleasant Bank and Trust Company	Pleasantville, New York	4/3/35
First Trust and Deposit Company	Syracuse, New York	3/15/35
First Citizens Bank and Trust Company of Utica	Utica, New York	5/3/35
<u>DISTRICT NUMBER 7 (CHICAGO)</u>		
Oak Park Trust and Savings Bank	Oak Park, Illinois	10/22/34
Fayette Bank and Trust Company	Connersville, Indiana	3/23/35
The Home State Bank of Lawrence	Lawrence, Michigan	4/30/35
The Citizens State Savings Bank, New Baltimore	New Baltimore, Michigan	5/28/35

6/27/35

-4-

<u>Name of Bank</u>	<u>Location</u>	<u>Date of Examination</u>
<u>DISTRICT NUMBER 7 (CHICAGO)</u>		
The Romeo Savings Bank	Romeo, Michigan	5/25/35
The Crossman and Williams State Bank	Williamston, Michigan	5/25/35
<u>DISTRICT NUMBER 8 (ST. LOUIS)</u>		
Bank of Waldron	Waldron, Arkansas	6/1/35
The First State Bank of Chester	Chester, Illinois	4/17/35
The Bank of Edwardsville	Edwardsville, Illinois	6/10/35
Effingham State Bank	Effingham, Illinois	5/20/35
State Bank of Hoiles & Sons	Greenville, Illinois	5/27/35
State Savings Bank of Lebanon	Lebanon, Missouri	5/27/35
<u>DISTRICT NUMBER 3 (PHILADELPHIA)</u>		
Security Trust Company	Wilmington, Delaware	5/2/35
Camden Safe Deposit and Trust Company	Camden, New Jersey	4/3/35
Merchants Banking Trust Company	Mahanoy City, Pennsylvania	5/4/35
Citizens Bank and Trust Company of Middletown, Pa.	Middletown, Pennsylvania	5/9/35
Peoples Savings and Trust Company of Nanticoke	Nanticoke, Pennsylvania	2/2/35
Montgomery Trust Company	Norristown, Pennsylvania	5/18/35
West Branch Bank and Trust Company	Williamsport, Pennsylvania	5/11/35

The recommendations of the Division of Examinations were unanimously approved.

Memorandum dated June 26, 1935, from the Division of Examinations with regard to the very unsatisfactory condition of the Perth Amboy Trust Company, Perth Amboy, New Jersey, and stating that, on the basis of the report of examination as of February 6, 1935, the bank has a deposit impairment of approximately \$265,000, and on the basis of a reclassification of certain assets on June 19, 1935, a deposit impairment of approximately \$95,000. The memorandum commented on the unsatisfactory management and condition of the bank; outlined

6/27/35

-5-

the efforts made to effect a rehabilitation; stated that the Federal reserve agent on two occasions had advised that unless the bank were able to obtain a commitment from the Reconstruction Finance Corporation he did not see how it would be possible for him to make a favorable recommendation for certification to the Federal Deposit Insurance Corporation; and recommended that the trust company be not favorably certified.

The recommendation of the Division of Examinations was approved and the Secretary, or an Assistant Secretary of the Board was authorized to execute, upon receipt of a proper request from the Federal Deposit Insurance Corporation, a certification to the corporation that, upon the basis of thorough examinations of the trust company, the assets of the bank are not adequate to enable it to meet all of its liabilities to depositors and other creditors as shown by the books of the bank.

Memorandum dated June 26, 1935, from the Division of Examinations with regard to the unsatisfactory condition of The Raritan Trust Company of Perth Amboy, Perth Amboy, New Jersey. The memorandum stated that on the basis of the report of examination of the bank as of February 6, 1935, it has a net sound capital of approximately \$28,000; that normally a favorable recommendation would be made regarding the certification of a bank in such condition, but that the Federal reserve agent had pointed out the frozen condition of the bank, the large amount of assets pledged to secure borrowings and had stated that in view of all of the circumstances it is doubtful whether the assets are adequate to enable the bank to meet its liabilities to

6/27/35

-6-

depositors and other creditors and that unless the bank is able to obtain a commitment from the Reconstruction Finance Corporation he did not see how it would be possible for him to make a favorable recommendation for certification. The memorandum pointed out that an unfavorable recommendation with regard to the certification of the Perth Amboy Trust Company was being made by the Division of Examinations; that if the latter institution is not admitted to permanent insurance it will probably be closed in which event it seems unlikely that The Raritan Trust Company, a subsidiary of the Perth Amboy Trust Company, can continue to survive and that, in view of the circumstances, the question of the certification of The Raritan Trust Company of Perth Amboy is submitted to the Board without recommendation for determination of the question of policy involved.

It was voted that The Raritan Trust Company of Perth Amboy should not be favorably certified to the Federal Deposit Insurance Corporation and the Secretary, or an Assistant Secretary, of the Board was authorized to execute, upon receipt of a proper request from the Federal Deposit Insurance Corporation, a certification to the corporation that, upon the basis of thorough examinations of the trust company, the assets of the bank are not adequate to enable it to meet all of its liabilities to depositors and other creditors as shown by the books of the bank.

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 Peoples National Bank and Trust Company of Pemberton', Pemberton, New Jersey, from \$100,000 to \$50,000, pursuant to a plan

6/27/35

-7-

"which provides that the bank's capital shall be increased by the sale of \$60,000 of preferred stock to local interests; that the released capital, together with a voluntary cash contribution of \$36,000 to be made by the bank's directors, shall be used in eliminating unsatisfactory assets; that an adequately secured guaranty of \$23,655.81 shall be executed by the bank's directors in order to replace the capitalized portion of an existing guaranty; that an additional adequately secured guaranty of \$25,000 shall be executed by the bank's directors; and that the guaranties to be executed in connection with the bank's recapitalization program shall supersede existing directors' guaranties, aggregating \$132,000, and shall mature within one year from the date such recapitalization program is consummated, all as set forth in your letter of June 15, 1935.

"This approval supersedes the Board's approval, dated February 20, 1935, of a previous plan of capital reduction."

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 University National Bank of Seattle', Seattle, Washington, from \$400,000 to \$250,000, pursuant to a plan which provides that the bank's capital shall be increased by the sale of \$150,000 of Class 'A' preferred stock to the Reconstruction Finance Corporation and that the released capital shall be used to eliminate or reduce a corresponding amount of unsatisfactory assets, all as set forth in your letter of June 14, 1935.

"This approval supersedes the Board's approval of January 17, 1934, as amended October 10, 1934, of a previous plan of capital reduction."

Approved.

Telegram to Governor Fleming of the Federal Reserve Bank of Cleveland, prepared in accordance with the action taken at the meeting on June 26, 1935, and reading as follows:

"The Board has carefully considered plan for curtailment of salary expenditures approved by board of directors your bank and

6/27/35

-8-

"has decided to authorize all Federal reserve banks, upon appropriate affirmative action by the boards of directors of respective banks, to pay salary at current rates for a period up to a maximum of six months to employees whose services are terminated by the bank, it being understood that the maximum of six months salary may be allowed only to employees who have served five years or more, and that the allowance for employees who have served less than five years may be for a lesser period bearing some reasonable relationship to the length of service, but that no allowance may be made to employees dismissed for cause. Board considers this action includes approval of schedule of dismissal wages incorporated in plan for curtailment of salary expenditures by your bank. Letter on this subject to Federal reserve banks will be forwarded to you."

Approved.

Letter to Mr. Clark, Assistant Federal Reserve Agent at the Federal Reserve Bank of Atlanta, reading as follows:

"Reference is made to your letter of June 19, 1935, transmitting the request of 'The Peoples Savings Bank', Clanton, Alabama, for permission to invest not more than \$6,175 in the construction of an addition to its present banking quarters, on ground adjoining the bank which was recently acquired at \$5,000.

"In view of your recommendation and the fact that the investment of such amounts does not appear to be unduly large or improper or otherwise violate the spirit or purpose of condition numbered 8, prescribed in connection with the bank's application for membership, the Board interposes no objection to such investment in an amount not to exceed \$6,175 or to the bank's action in acquiring ground at a cost of \$5,000 on which to erect the proposed addition to its present banking quarters, and it is requested that you advise the bank accordingly.

"It is suggested that you call the bank's attention to the Board's views, which are known to your office, with respect to making adequate provision for depreciation in banking quarters owned."

Approved.

Letter to the Chairmen of the Industrial Advisory Committees of the twelve Federal Reserve Districts, prepared in accordance with

6/27/35

-9-

the action taken at the meeting on June 26, 1935, and reading as follows:

"At a meeting of the Chairmen of the Industrial Advisory Committees held in Washington on June 24, 1935, consideration was given informally to a summary of a report dated April 15, 1935, submitted to the Secretary of Commerce by the Business Advisory Council for the Department of Commerce on the subject of 'Credit and Capital Requirements of Small Industry', the concluding paragraph of which recommended that an immediate study be undertaken by the Reconstruction Finance Corporation, the Federal Reserve Board, and the Securities and Exchange Commission, in cooperation with the investment bankers of the country, to the end that facilities be offered sound, small industries for the acquisition of needed capital.

"At the meeting of members of the Federal Reserve Board and its staff with representatives of the Industrial Advisory Committees in Washington on June 25, 1935, the following recommendation was approved by the representatives of the Industrial Advisory Committees present after a discussion of the report of the Business Advisory Council:

"Recognizing that there is nothing in the present Act governing the industrial loans of the Federal Reserve banks which would permit us to take care of capital loans, we recommend that the Federal Reserve Board make an early study of the problem of furnishing to worthy industries such permanent capital as may in their judgment be required."

"The Federal Reserve Board has given consideration to this recommendation and has adopted the following resolution:

"WHEREAS, it has been proposed by a resolution adopted by the Chairmen of the Industrial Advisory Committees of the Federal Reserve banks at Washington, D. C., June 25, 1935, that the Federal Reserve Board make a study of the problem of furnishing permanent capital to worthy industries; and

"WHEREAS, it does not appear appropriate that the source of such funds should be the Federal Reserve System, organized for other specific purposes; and

"WHEREAS, it does not appear that the Federal Reserve Board is the agency that should undertake, on its own initiative, a survey to determine how funds may be provided to supply the fixed capital needs of small industries;

"NOW, THEREFORE, BE IT RESOLVED, that the Federal Reserve Board do not undertake such study at this time and that the Board notify the Industrial Advisory Committees accordingly.

"BE IT FURTHER RESOLVED, that the Federal Reserve Board,

6/27/35

-10-

"In taking this action, desires to express to the Chairmen of the Industrial Advisory Committees the appreciation of the Board of the spirit of helpfulness and cooperation in which their resolution was adopted."

Approved.

Letter to Mr. Sproul, Assistant to the Governor of the Federal Reserve Bank of New York, reading as follows:

"In accordance with the request contained in your letter of June 22, 1935, the Federal Reserve Board approves the authority given by your board of directors to the officers of the Federal Reserve Bank of New York to earmark silver, received under the circumstances outlined in your letter for the account of the National Bank of Nicaragua, upon substantially the same terms and conditions as govern the earmarking of gold for foreign central banks."

Approved.

Telegram to the governors of all Federal reserve banks, reading as follows:

"As you were advised in Mr. Rounds' letter of June 14, it will be necessary for your bank to effect insurance under its own contract on shipments of unissued Federal Reserve notes from Washington to your bank on and after July 1, 1935. It is understood that rates applicable to these shipments will for present be same as if shipments were insured under Treasury contract. To take care of this change code word 'CHINKIRK' is amended by addition of words 'Shipment will be insured here' and the words 'Shipment will be insured here' should be typed on all requisitions on Form 45 for shipments of Federal Reserve notes. It will also be necessary for your bank to arrange for insurance on shipments of Federal Reserve notes by your bank and branches to National Bank Redemption Agency, also of cancelled coupons to Treasury. Letter follows."

Approved.

The letter referred to in the above telegram read as follows:

"As you have already been advised, insurance of shipments

6/27/35

-11-

"of unissued Federal Reserve Notes from Washington to the reserve banks and their branches and also of Federal Reserve Notes from the banks and their branches to the National Bank Redemption Agency will not be effected under Treasury policies after June 30, 1935. It is therefore necessary that this insurance be effected under policies held by the banks with respect to all shipments made on and after July 1, 1935. It is understood that the policies for registered mail insurance now held by all banks will cover this risk, provided the usual declaration of such shipments is made. If the policy of your bank will not cover such movements, arrangements should be made at once so that it will cover them as suggested in letter dated June 14, 1935, addressed to all Governors by the Chairman of the Insurance Committee.

"The Insurance Committee has recommended the following procedure with respect to the insurance of shipments of unissued Federal Reserve Notes from Washington to the Federal Reserve banks and branches.

"1. That each bank declare for insurance under its own policy in the usual manner each shipment at the time requisition is forwarded to the Federal Reserve Board.

"2. That the form of requisition sent to the Federal Reserve Board in connection with these shipments include a statement that the insurance has been effected by the bank so there may be no question regarding this matter.

"In order to provide for making effective recommendation No. 2 above, the following amendment is made in the interpretation of the code word 'CHINKIRK', the amendment consisting of the addition of the underlined sentence.

"CHINKIRK Please request Comptroller of the Currency to ship (Federal Reserve Agent, Assistant Federal Reserve Agent, Bank or Branch) Federal Reserve Notes as follows: (Amount) (denomination). Shipment will be insured here. Confirmation is being forwarded today by mail.

"The phrase added to this telegram, namely, 'Shipment will be insured here.' should also be typed on Form 45 immediately below the schedule of denominations with respect to all requisitions for shipments on or after July 1, 1935.

"Under the form of registered mail insurance policy held by the reserve banks, it is the Board's understanding that it is not necessary to declare shipments for insurance prior to the time the shipment is either made or received, but in view of the amounts involved in these shipments it is believed the banks will generally prefer to declare them prior to the actual receipt of the currency. If for any reason a shipment which has been ordered should not be actually made, or if it should be made in a different

6/27/35

-12-

"amount, correction of the insurance can be effected by either a new or an additional declaration, or a cancellation of the original declaration.

"Shipments of Federal Reserve Notes by the banks and branches to the National Bank Redemption Agency and also of cancelled coupons to the Treasury Department will be insured under the bank policies by declaring the shipments in the usual way at the time they are made."

Approved, together with a letter to the Comptroller of the Currency reading as follows:

"Arrangements have been made, as set forth in the attached copy of a letter to the Governors of the Federal Reserve banks, under which on and after July 1, 1935, shipments from Washington to the Federal Reserve banks and branches of unissued Federal Reserve notes will be insured under the insurance policies of the Federal Reserve banks instead of being insured under the policy of insurance covering Governmental shipments obtained by the Treasury.

"Accordingly, on and after July 1, 1935, insurance under the Treasury policy should not be arranged by the Federal Reserve Issue and Redemption Division of your office covering shipments of Federal Reserve notes to the Federal Reserve banks and branches."

Letter to Mr. Stevens, Federal Reserve Agent at the Federal Reserve Bank of Chicago, signed by Governor Eccles, and reading as follows:

"I have received your letter of June 13, 1935, regarding the effects which the proposed amendments to the Clayton Act and section 32 of the Banking Act of 1933, inclosed with the Board's letter of June 8, 1935 (X-9232), would have upon bank directorates in your district. Your comments are appreciated and are receiving the careful consideration of the members of the Board.

"As you know, it was proposed in the pending bill, as originally introduced in Congress, to revise these provisions of law so as to simplify them and to eliminate the necessity of the Board passing upon thousands of individual cases and issuing individual permits. As originally introduced, the bill would have authorized the Board to issue general regulations making exceptions to the prohibitions of these two sections; but, after further study, the Board concluded that it would be preferable to provide for no exceptions except those stated in the statute

6/27/35

-13-

"itself. The proposed amendments inclosed with the Board's letter of June 8, 1935 (X-9232) incorporated all of the exceptions which the Board believed to be desirable; and, although it is possible that additional exceptions may be added in the course of the consideration of the bill by Congress, I believe that the Board still feels that it would be preferable to provide for no exceptions other than those stated in the statute."

Approved.

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

"In its letter of February 11, 1935, the Board stated that, on the basis of the information which had been submitted, it appeared that State Street Investment Corporation was not actively engaged in purchasing and selling securities in its portfolio to such an extent that section 32 should be regarded as applicable to a director of a member bank who was serving as a director or officer of that corporation, but stated further that it appeared that the corporation was actively engaged in selling its own shares to such an extent that section 32 should be regarded as applicable for that reason. After some further correspondence regarding the sale of its shares by the corporation, Mr. Cabot, counsel for the corporation, wrote you a letter dated May 20, 1935, a copy of which you have forwarded to the Board, indicating that the corporation is no longer actively selling its stock. The letter states that this action was taken because the assets of the corporation had reached the size of \$30,000,000, which was the amount previously determined by the management to be that at which it would cease the active sale of the corporation's stock. Dealers who have been handling this stock have been notified that their contracts relating to its sale will be canceled as of June 22, 1935. Apparently, the effect of canceling these contracts will be to allow the dealers no further discount upon the stock sold by them. It also appears that the selling commission received by such dealers will be reduced from time to time, and finally eliminated. A clipping which you have forwarded to the Board states that orders received prior to June 22, 1935 will be filled only if they do not exhaust the 55,696 shares now authorized but unissued, and it further appears from Mr. Cabot's letter of February 21, 1935 that the management does not intend to exceed the authorized number of 500,000 shares.

"In view of this information, it would seem that the corporation should not be regarded as engaged primarily in selling its

6/27/35

-14-

"shares and that the provisions of section 32 of the Banking Act of 1933 should not be regarded as applicable to it."

Approved.

Letter to Mr. Fletcher, Acting Federal Reserve Agent at the Federal Reserve Bank of Cleveland, reading as follows:

"Receipt is acknowledged of Mr. Evans' letter of June 8, 1935, requesting a ruling as to whether section 32 of the Banking Act of 1933 would be applicable to Mr. Bruce B. Brady, if he should become an officer and director of Union Banking & Trust Company, Bellevue, Ohio, in view of the business which he transacts under the trade name of Bruce B. Brady & Company.

"It appears that Mr. Brady is the sole proprietor of the company; that he purchases pass books of local building and loan associations, and uses such pass books in purchasing from the issuers 'Other Real Estate'. Mr. Evans suggests that such pass books should not be considered 'securities' within the meaning of section 32, and also that section 32 is not applicable to an officer or director of a member bank who is engaged in dealing in securities in his individual capacity.

"The Board has taken a contrary position with respect to the latter question in its letter of March 16, 1935 (X-9148). However, on the basis of the facts contained in Mr. Evans' letter, it would not seem that the transactions here involved come within the provisions of section 32. It also seems improbable that the pass books in question are 'securities' within the meaning of that section. However, since there may be detailed circumstances which led to the presentation of the question and which might have a bearing upon the question, it is suggested that you submit the matter to counsel for your bank, if you have not already done so, and if your counsel agrees with the above views, please advise Mr. Brady accordingly."

Approved.

Mr. Morrill reported that, following the receipt of requests from the Federal Deposit Insurance Corporation, a favorable certification had been or would be made today to the corporation, in accordance with the authority previously granted by the Board, that, upon the basis of a thorough examination of each of the State member banks

6/27/35

-15-

listed below, the assets of each of such banks are adequate to enable it to meet all of its liabilities to depositors and other creditors as shown by the books of the bank:

<u>Location</u>	<u>Name of Bank</u>
<u>ALABAMA</u>	
Clanton	The Peoples Savings Bank
Columbiana	Columbiana Savings Bank
Cullman	The Parker Bank and Trust Company
Dothan	Dothan Bank & Trust Company
Eutaw	Merchants and Farmers Bank of Greene County
Guin	Marion County Banking Company
Marion Junction	The Marion Junction State Bank (Incorporated)
Selma	The Peoples Bank & Trust Company
Thomaston	The Planters Bank & Trust Company
<u>GEORGIA</u>	
Blackshear	The Blackshear Bank
Commerce	Northeastern Banking Company
Eastman	Bank of Eastman
Lincolnton	Farmers State Bank
Sasser	Bank of Sasser
<u>IDAHO</u>	
Richfield	First State Bank
Soda Springs	Largilliere Company, Bankers
<u>ILLINOIS</u>	
Lostant	The Farmers State Bank of Lostant
Niantic	State Bank of Niantic
Stockland	Summer State Bank
Washington	Danforth Banking Company
<u>INDIANA</u>	
Jamestown	Citizens State Bank
Tipton	Farmers Loan and Trust Company
<u>IOWA</u>	
Des Moines	Bankers Trust Company
Moorhead	Moorhead State Bank
Shenandoah	The Security Trust and Savings Bank
Williams	Williams Savings Bank
<u>KANSAS</u>	
Onaga	The Onaga State Bank
Pratt	The Peoples Bank

6/27/35

-16-

<u>Location</u>	<u>Name of Bank</u>
	<u>MASSACHUSETTS</u>
Holyoke	Hadley Falls Trust Company
	<u>MAINE</u>
Sanford	Sanford Trust Company
	<u>MICHIGAN</u>
Alto	The Farmers State Bank of Alto
Armada	The Armada State Bank
Big Rapids	Big Rapids Savings Bank
Cassopolis	Cass County State Bank
Croswell	State Bank of Croswell
Detroit	The Detroit Savings Bank
Farmington	The Farmington State Bank
Gladstone	The Gladstone State Savings Bank
Greenville	First State Bank of Greenville
Howell	The First State and Savings Bank of Howell, Michigan
Lakeview	Bank of Lakeview
Manchester	Peoples Bank
Manistee	The Manistee County Savings Bank
Milan	Peoples State Bank of Milan
Monroe	Dansard State Bank
Petoskey	The First State Bank of Petoskey
Sebewaing	Farmers and Merchants State Bank of Sebewaing, Mich.
South Haven	The Citizens State Bank of South Haven
Wayne	The Wayne State Bank
Williamston	The Williamston State Bank of Williamston, Mich.
	<u>MINNESOTA</u>
Aurora	State Bank of Aurora
Wadena	Wadena County State Bank
	<u>MISSISSIPPI</u>
Crystal Springs	The Truckers Exchange Bank
	<u>MISSOURI</u>
Carthage	Bank of Carthage
Farmington	United Bank of Farmington
Lancaster	Schuyler County State Bank
Rich Hill	Security Bank of Rich Hill
St. Joseph	Empire Trust Company
Washington	Franklin County Bank

6/27/35

-17-

<u>Location</u>	<u>Name of Bank</u>
	<u>MONTANA</u>
Billings	Security Trust and Savings Bank
Bozeman	Security Bank & Trust Company of Bozeman
Columbus	The Yellowstone Bank, Columbus, Montana
	<u>NEW JERSEY</u>
Bloomfield	Bloomfield Bank & Trust Company
Bloomfield	Community Trust Company of Bloomfield
Bogota	Bank of Bogota
Boonton	Boonton Trust Company
Dunellen	Peoples Trust Company
Elizabeth	Central Home Trust Company
Hightstown	Hightstown Trust Company
Newark	Franklin Washington Trust Company
Nutley	Bank of Nutley
Passaic	People's Bank and Trust Company
Plainfield	Mid-City Trust Company
Rahway	Rahway Trust Company
Riverside	Riverside Trust Company
Rochelle Park	Rochelle Park Bank of Rochelle Park, N. J.
	<u>NEW YORK</u>
Batavia	Genesee Trust Company
Hammondsport	The Bank of Hammondsport
Kingston	Kingston Trust Company
Mount Kisco	Trust Company of Northern Westchester
Ontario	State Bank of Ontario
Sag Harbor	The Peconic Bank
Spring Valley	Ramapo Trust Company
	<u>NORTH CAROLINA</u>
Marshall	Citizens Bank
Tryon	Tryon Bank & Trust Company
Washington	Bank of Washington
	<u>OHIO</u>
Bellville	The Farmers Bank of Bellville, Ohio
Canal Winchester	The Peoples Bank Company
Celina	The Commercial Bank Company
Delphos	Commercial Bank
Delphos	The Peoples Bank of Delphos
Madison	The Citizens Bank of Madison
Marengo	The Marengo Banking Company
Mason	The First-Mason Bank
Minster	The Minster State Bank
Mount Blanchard	The Citizens Bank of Mt. Blanchard

6/27/35

-18-

<u>Location</u>	<u>Name of Bank</u>
	<u>OHIO</u>
Pomeroy	The Farmers Bank and Savings Company of Pomeroy, Ohio
Shelby	The Citizens Bank
Shiloh	The Shiloh Savings Bank Company
	<u>PENNSYLVANIA</u>
Carlisle	Carlisle Trust Company
Danville	The Montour County Trust Company
Easton	The Easton Trust Company
East Petersburg	East Petersburg State Bank
Egypt	Farmers Bank of Egypt
Lewistown	Lewistown Trust Company
Mount Carmel	Liberty State Bank & Trust Company
New Oxford	Farmers and Merchants Bank
Pittsburgh	Allegheny Valley Bank of Pittsburgh
Pittsburgh	Homewood Bank at Pittsburgh
Pittsburgh	Potter Title and Trust Company
Prospect Park	Interboro Bank and Trust Company
Schuykill Haven	Schuykill Haven Trust Company
Tamaqua	Peoples Trust Company of Tamaqua, Pennsylvania
Temple	Temple State Bank
	<u>SOUTH DAKOTA</u>
Alpena	Bank of Alpena
Arlington	Citizens State Bank of Arlington
Freeman	Merchants State Bank
McIntosh	Security State Bank
	<u>TEXAS</u>
Beeville	State Bank & Trust Company
Celina	The First State Bank
Eden	Eden State Bank
Gatesville	Guaranty Bank & Trust Company
Huntsville	Huntsville Bank and Trust Company
Kirkland	The First State Bank of Kirkland, Texas
Madisonville	Farmers State Bank of Madisonville, Texas
Roscoe	The Roscoe State Bank
Shamrock	Farmers & Merchants State Bank of Shamrock
	<u>VIRGINIA</u>
Halifax	The Bank of Halifax
Powhatan	Bank of Powhatan
Williamsburg	Peninsula Bank and Trust Company
	<u>WASHINGTON</u>
Wilbur	State Bank of Wilbur

6/27/35

-19-

<u>Location</u>	<u>Name of Bank</u>
	<u>WEST VIRGINIA</u>
Parsons	The Tucker County Bank
St. Albans	The Bank of St. Albans
Summersville	Farmers and Merchants Bank of Summersville
	<u>WISCONSIN</u>
Glenwood City	First State Bank of Glenwood
	<u>ALABAMA</u>
Aliceville	Aliceville Bank & Trust Company
Clayton	Bank of Commerce
Faunsdale	Watkins Banking Company
Oneonta	The Citizens Bank
York	Bank of York
	<u>ARIZONA</u>
Tucson	Southern Arizona Bank and Trust Company
	<u>ARKANSAS</u>
Blytheville	Farmers Bank and Trust Company
Fordyce	Fordyce Bank & Trust Co.
	<u>CALIFORNIA</u>
Fairfield	Solano County Bank
San Rafael	Bank of San Rafael
Santa Paula	Citizens State Bank of Santa Paula
	<u>GEORGIA</u>
Swainsboro	The Central Bank
	<u>ILLINOIS</u>
Cowden	State Bank of Cowden
Geneva	The State Bank of Geneva
Greenville	State Bank of Hoiles & Sons
London Mills	The State Bank of London Mills
Mattoon	Central Illinois Trust and Savings Bank
Wenona	The First State Bank of Wenona
	<u>INDIANA</u>
Mohawk	The Mohawk State Bank
	<u>IOWA</u>
Monticello	The Monticello State Bank
Newton	Jasper County Savings Bank
Riceville	Riceville State Bank
Storm Lake	Security Trust & Savings Bank

6/27/35

-20-

<u>Location</u>	<u>Name of Bank</u>
	<u>KANSAS</u>
Tonganoxie	The First State Bank of Tonganoxie
	<u>KENTUCKY</u>
Hartford	Citizens Bank
	<u>MICHIGAN</u>
Algonac	The Algonac Savings Bank
Bronson	First State Savings Bank
Fennville	Old State Bank
Greenville	Commercial State Savings Bank
Lapeer	The Lapeer Savings Bank of Lapeer, Michigan
Marcellus	G. W. Jones Exchange Bank
Mason	The Farmers Bank of Mason
Mount Pleasant	Isabella County State Bank
Pigeon	The Pigeon State Bank
Sault Ste. Marie	Central Savings Bank
Sault Ste. Marie	Sault Savings Bank
Sparta	Sparta State Bank
Zeeland	Zeeland State Bank
	<u>MINNESOTA</u>
Wykoff	First State Bank of Wykoff
	<u>MISSOURI</u>
Glasgow	Glasgow Savings Bank
	<u>MONTANA</u>
Big Timber	Citizens Bank & Trust Co.
Bozeman	Gallatin Trust and Savings Bank
Glasgow	Farmers-Stockgrowers Bank
Great Falls	Montana Bank and Trust Company
Laurel	The Yellowstone Bank
	<u>NEBRASKA</u>
North Platte	McDonald State Bank
	<u>NEW JERSEY</u>
East Orange	Savings Investment and Trust Company
(Secretary's note: In a letter dated June 26, 1935, Mr. Sam H. Husbands, Assistant Chief, Examining Division, Reconstruction Finance Corporation, advised that the corporation had agreed to purchase additional "A" preferred stock in the Savings Investment and Trust Company in the amount of \$1,000,000 upon receipt of the request of the Secretary of the Treasury with the approval of the President, and upon	

6/27/35

-21-

<u>Location</u>	<u>Name of Bank</u>
<u>NEW JERSEY</u>	
condition that the management and compensation paid by the trust company are to be approved by the Reconstruction Finance Corporation. Mr. Wingfield, Assistant General Counsel, stated that he felt the letter from Mr. Husbands was sufficient evidence of a commitment to purchase additional stock, to permit a favorable certification of the trust company in accordance with the action taken at the meeting of the Executive Committee on June 26.)	
Newark	United States Trust Company of Newark
<u>NEW MEXICO</u>	
Aztec	The Citizens Bank
Logan	McFarland Brothers' Bank
<u>NEW YORK</u>	
Avoca	Bank of Avoca
Elmira	Chemung Canal Trust Company
Farmingdale	The Bank of Farmingdale
Malone	The Peoples Trust Company of Malone
Mount Vernon	Fleetwood Bank
Ossining	Ossining Trust Company
Southampton	The Southampton Bank
Stony Brook	Bank of Suffolk County
Utica	First Citizens Bank and Trust Company of Utica
<u>NORTH CAROLINA</u>	
Edenton	Bank of Edenton
Elizabethtown	Bank of Elizabethtown
<u>OHIO</u>	
Brecksville	The Brecksville Bank Company
Christiansburg	The Farmers and Merchants Bank Company
Conneaut	The Citizens Banking and Savings Company
Coshocton	The Peoples Bank & Trust Company
Danville	The Commercial and Savings Bank Company
Fayette	The Fayette State Savings Bank Company
Gibsonburg	The Home Banking Company
Hillsboro	The Hillsboro Bank and Savings Company
Lyons	The Farmers State Bank of Lyons, O.
Mount Vernon	The Knox County Savings Bank
New Philadelphia	The Ohio Savings & Trust Company of New Philadelphia
Oak Harbor	The Oak Harbor State Bank Company

6/27/35

-22-

<u>Location</u>	<u>Name of Bank</u>
	<u>OHIO</u>
Russellville	Bank of Russellville
St. Marys	The Home Banking Company
Utica	The Utica Savings Bank Company
Wakeman	The Wakeman Bank Company
Wellington	The First Wellington Bank
Wooster	The Commercial Banking & Trust Company
	<u>OREGON</u>
Albany	Bank of Albany
Dallas	Dallas City Bank
Grants Pass	Grants Pass and Josephine Bank
Myrtle Point	Security Bank of Myrtle Point
Oakland	E. G. Young & Co. Bank
	<u>PENNSYLVANIA</u>
Clearfield	Clearfield Trust Company
Hazleton	Traders Bank and Trust Company
Honesdale	Wayne County Savings Bank
New Brighton	Beaver County Trust Company
Paoli	Paoli Bank and Trust Company
Quakertown	Quakertown Trust Company
Paint Borough (Scalp Level P. O.)	Merchants and Miners Bank
Wyomissing	Peoples Trust Company of Wyomissing, Pa.
	<u>SOUTH DAKOTA</u>
Belvidere	Belvidere State Bank
Buffalo	The First State Bank of Buffalo, South Dakota
Sturgis	The Bear Butte Valley Bank
Toronto	The Bank of Toronto of Toronto, South Dakota
Woonsocket	Sanborn County Bank
	<u>TENNESSEE</u>
Carthage	Citizens Bank & Trust Company
	<u>TEXAS</u>
Bremond	The First State Bank of Bremond
Brownfield	Brownfield State Bank
East Bernard	Union State Bank
Forney	Forney State Bank of Forney
Hamilton	Hamilton Bank and Trust Company
Kosse	The First State Bank

6/27/35

-23-

<u>Location</u>	<u>Name of Bank</u>
<u>TEXAS</u>	
Leakey	First State Bank of Leakey
Mathis	First State Bank of Mathis
Nacogdoches	Commercial State Bank
Sinton	Commercial State Bank
Turkey	The Farmers and Merchants State Bank
<u>UTAH</u>	
Gunnison	Gunnison Valley Bank
Ogden	Commercial Security Bank
Price	Carbon Emery Bank
<u>VIRGINIA</u>	
LaCrosse	The Bank of LaCrosse
Lawrenceville	Farmers and Merchants Bank of Lawrenceville
Smithfield	The Merchants and Farmers Bank, Incorporated
<u>WASHINGTON</u>	
Cashmere	Cashmere Valley Bank
Kelso	Cowlitz Valley Bank, Kelso, Washington
Ritzville	The Ritzville State Bank
Rockford	Farmers and Merchants Bank of Rockford
Tekoa	Tekoa State Bank
<u>WEST VIRGINIA</u>	
Berwind	Berwind Bank
Buffalo	The Buffalo Bank
<u>WISCONSIN</u>	
Platteville	State Bank of Platteville
Sturgeon Bay	Bank of Sturgeon Bay
<u>CALIFORNIA</u>	
Downey	Los Nietos Valley Bank
<u>ILLINOIS</u>	
Effingham	Effingham State Bank
<u>INDIANA</u>	
Connersville	Fayette Bank and Trust Company
<u>NEW JERSEY</u>	
Camden	Camden Safe Deposit and Trust Company
<u>NEW YORK</u>	
Syracuse	First Trust and Deposit Company

6/27/35

<u>Location</u>	<u>Name of Bank</u>
	<u>OHIO</u>
Delta	The Peoples Savings Bank Company
	<u>PENNSYLVANIA</u>
Beaver	Beaver Trust Company
Erie	Security-Peoples Trust Company
Nanticoke	Peoples Savings and Trust Company of Nanticoke
Williamsport	West Branch Bank and Trust Company

Thereupon the meeting adjourned.

C. E. Hoover
Secretary.

Approved:

W. C. C. [Signature]
Governor.