A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Thursday, February 10, 1938, at 11:30 a.m.

PRESENT: Mr. Eccles, Chairman
Mr. Ransom, Vice Chairman
Mr. Szymczak
Mr. McKee
Mr. Davis
Mr. Bethea, Assistant Secretary
Mr. Carpenter, Assistant Secretary
Mr. Clayton, Assistant to the Chairman

Consideration was given to each of the matters hereinafter referred to and the action stated with respect thereto was taken by the Board:

The minutes of the meeting of the Board of Governors of the Federal Reserve System held on February 9, 1938, were approved unanimously.

Memorandum dated February 7, 1938, from Mr. Goldenweiser, Director of the Division of Research and Statistics, submitting a letter addressed to him under date of February 5 by Mr. George W. Blattner tendering his resignation as Assistant Director of the Division of Research and Statistics, effective as of the close of business on March 29, 1938. The memorandum recommended that Mr. Blattner be permitted to take prior to that date such leave as he had accumulated for previous years and the full twenty-six days of annual leave allowed for the current year.

Mr. Goldenweiser's recommendation was approved and Mr. Blattner's resignation was accepted with regret to take effect at the close of business on March 29, 1938.
Letter to Mr. Richard T. Meyer, reading as follows:

"The Board of Governors of the Federal Reserve System accepts with sincere regret your resignation as Chauffeur tendered in your letter of February 8, 1938, effective at the close of business February 19, 1938."

Approved unanimously.

Memorandum dated February 9, 1938, from the Personnel Committee, recommending that, subject to confirmation of his willingness to serve, Perry B. Gaines, Carrollton, Kentucky, be appointed a director of the Louisville Branch of the Federal Reserve Bank of St. Louis for the unexpired portion of the three-year term ending December 31, 1940.

By unanimous vote, Mr. Gaines was appointed a director of the Louisville Branch of the Federal Reserve Bank of St. Louis in accordance with the recommendation of the Personnel Committee.

Letter to Mr. Young, Vice President of the Federal Reserve Bank of Chicago, reading as follows:

"In accordance with the request contained in your letter of February 8, the Board approves the designation of Nils S. Jacobson as assistant examiner in order that his services may be used to lend clerical assistance to your regular examiners. The approval of this designation is with the understanding, of course, that the employee will not be transferred permanently to examination work without the Board's approval."

Approved unanimously.

Letter to Mr. Kimball, Secretary of the Federal Reserve Bank of New York, reading as follows:

"Referring to your letter of February 4, 1938, the Board approves the reappointment of Messrs. William H. Pouch, Arthur G. Nelson, Herman K. Beach, Edward J. Noble
"and Francis B. Reynolds as members of the Industrial Advisory Committee for the Second Federal Reserve District, to serve for terms of one year each, beginning on March 1, 1938."

Approved unanimously.

Letter to Mr. Clerk, Secretary pro tem of the Federal Reserve Bank of San Francisco, reading as follows:

"Referring to your letter of February 3, 1938, the Board approves the reappointment of Messrs. Ralph Burnside, Shannon Crandall, Henry D. Nichols, Stuart L. Rawlings and Walter A. Starr as members of the Industrial Advisory Committee for the Twelfth Federal Reserve District, to serve for terms of one year each, beginning on March 1, 1938."

Approved unanimously.

Letter to Mr. Knoke, Vice President of the Federal Reserve Bank of New York, reading as follows:

"Receipt is acknowledged of your letter of January 27, 1938, upon the subject of the cancellation of the gold pengo blocked accounts on the books of the National Bank of Hungary, created pursuant to clause 6 of the Consolidation Agreement of November 6, 1933. In response, you are advised that the Board approves the proposal that your bank acquiesce in the cancellation of such blocked pengo accounts, with the understanding, of course, that you will obtain the assent of the other Federal Reserve banks to the proposal before advising the Bank for International Settlements in the premises."

Approved unanimously.

Telegram to Mr. McKinney, President of the Federal Reserve Bank of Dallas, reading as follows:

"Reference your letter of January 28 inclosing for Board’s approval proposed revision of by-laws of branches of your bank. It is understood that provisions of proposed by-laws relating to appointment and tenure of offi-
"...cers and compensation of officers and employees are subject to provisions of Federal Reserve Act authorizing Board of Governors to remove officers and directors of Federal Reserve banks and making compensation of directors, officers, and employees of Federal Reserve banks subject to approval of Board of Governors. While proposed by-laws provide for designation of branch territory by directors of Head Office it is understood that any change in branch territory will be submitted to Board of Governors before final adoption. With this understanding, Board of Governors approves revision in form inclosed with letter of January 28. Upon final approval, please forward to Board four copies of revised by-laws."

Approved unanimously.

Thereupon the meeting adjourned.

[Signature]
Assistant Secretary.

Approved:
[Signature]
Chairman.