

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Tuesday, June 24, 1941, at 12:45 p.m.

PRESENT: Mr. Eccles, Chairman
 Mr. Ransom, Vice Chairman
 Mr. Szymczak
 Mr. McKee
 Mr. Draper

Mr. Morrill, Secretary
 Mr. Bethea, Assistant Secretary
 Mr. Carpenter, Assistant Secretary
 Mr. Clayton, Assistant to the Chairman

The action stated with respect to each of the matters herein-
 after referred to was taken by the Board:

The minutes of the meeting of the Board of Governors of the Federal Reserve System held on June 23, 1941, were approved unani-
 mously.

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

"Board approves salary payments to Mr. Andrew Jackson at rate of \$5,000 a year on terms outlined your letter June 20, 1941."

Approved unanimously.

Letter to the board of directors of "The State Bank of Blue Mound", Blue Mound, Illinois, stating that, subject to conditions of membership numbered 1 to 3 contained in the Board's Regulation H and the following special condition, the Board approves the bank's application for membership in the Federal Reserve System and for the appropriate amount of stock in the Federal Reserve Bank of Chicago:

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- "4. Prior to admission to membership, such bank, if it has not already done so, shall charge off or otherwise eliminate estimated losses of \$512.32, as shown in the report of examination of such bank as of June 2, 1941, made by an examiner for the Federal Reserve Bank of Chicago."

Approved unanimously for transmission through the Federal Reserve Bank of Chicago.

Letter to the board of directors of the "Moline State Trust and Savings Bank", Moline, Illinois, stating that, subject to conditions of membership numbered 1 to 6 contained in the Board's Regulation H and the following special condition, the Board approves the bank's application for membership in the Federal Reserve System and for the appropriate amount of stock in the Federal Reserve Bank of Chicago:

- "7. Prior to admission to membership, such bank, if it has not already done so, shall charge off or otherwise eliminate estimated losses of \$626.49 as shown in the report of examination of such bank as of May 12, 1941, made by an examiner for the Federal Reserve Bank of Chicago."

Approved unanimously, together with a letter to Mr. Young, President of the Federal Reserve Bank of Chicago, reading as follows:

"The Board of Governors of the Federal Reserve System approves the application of the 'Moline State Trust and Savings Bank', Moline, Illinois, for membership in the Federal Reserve System, subject to the conditions prescribed in the enclosed letter which you are requested to forward to the Board of Directors of the institution. Two copies of such letter are also enclosed, one of which

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"is for your files and the other of which you are requested to forward to the Auditor of Public Accounts for the State of Illinois for his information.

"With respect to the interlocking relationship of Director Coryn with the applicant bank and a bank in East Moline, Illinois, it is assumed that the bank will be given to understand that its admission to membership in the System will not affect the eligibility of the director to serve the two banks until the expiration of one year from the date of his last election as a director of the applicant bank. However, the comments in the report of the membership examination and on page 16 of the memorandum submitted with the application are somewhat ambiguous as to that point.

"It appears that when State Savings Bank & Trust Company and Moline Trust and Savings Bank were consolidated to form the applicant, documents evidencing the terms and conditions of the consolidation were filed with the State authorities. Since these documents may contain provisions with respect to the corporate organization of the applicant which are not reflected by the papers submitted with the application (such as the duration of the applicant's corporate existence and the par value of its shares of stock), it will be appreciated if you will obtain and forward copies thereof to the Board for its files."

Letter to the board of directors of the "Paris Savings Bank", Paris, Missouri, stating that, subject to conditions of membership numbered 1 to 3 contained in the Board's Regulation H, the Board approves the bank's application for membership in the Federal Reserve System and for the appropriate amount of stock in the Federal Reserve Bank of St. Louis.

Approved unanimously for transmission through the Federal Reserve Bank of St. Louis.

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Thereupon the meeting adjourned.

Chester Morris
Secretary.

Approved:

W. S. [Signature]
Chairman.