A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Thursday, October 28, 1943, at 11:00 a.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

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 October 27, 1943, were approved unanimously.

Memorandum dated October 26, 1943, from Mr. Goldenweiser, Director of the Division of Research and Statistics, recommending that Mrs. Berniece B. Thomasson be appointed as a junior economist in that Division, with basic salary at the rate of $2,700 per annum, effective as of the date upon which she enters upon the performance of her duties after having passed satisfactorily the usual physical examination.

Approved unanimously.

Memorandum dated October 20, 1943, from Mr. Morrill, recommending that the following increases in basic annual salaries of employees in the Secretary's Office be approved, effective November 1, 1943:
Memoranda dated October 19, 1943, from Mr. Goldenweiser, Director of the Division of Research and Statistics, recommending that the following increases in basic annual salaries of employees in that Division be approved, effective November 1, 1943:

<table>
<thead>
<tr>
<th>Name</th>
<th>Designation</th>
<th>Salary Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>Miss Mary M. Maroney</td>
<td>Junior Economist</td>
<td>$2,600 $2,800</td>
</tr>
</tbody>
</table>
Salary Increase

<table>
<thead>
<tr>
<th>Name</th>
<th>Designation</th>
<th>From</th>
<th>To</th>
</tr>
</thead>
<tbody>
<tr>
<td>Miss Rosa Ernst</td>
<td>Economic Assistant</td>
<td>$2,300</td>
<td>$2,500</td>
</tr>
<tr>
<td>Mrs. Agnete Laursen</td>
<td>Economic Assistant</td>
<td>2,000</td>
<td>2,400</td>
</tr>
</tbody>
</table>

Approved unanimously.

Memorandum of this date from Mr. Morrill, submitting the resignation of Miss Frances Campbell as a junior file clerk in the Secretary's Office, to become effective as of the close of business on October 30, 1943, and recommending that the resignation be accepted as of that date, with the understanding that appropriate deduction would be made from her final salary payment for 1 day, 2 hours, and 55 minutes of unearned annual leave.

The resignation was accepted as recommended.

Letter to the Presidents of all the Federal Reserve Banks, reading as follows:

"You will find enclosed a copy of a memorandum from the War Department, dated October 20, 1943, and copies of memoranda from the Navy Department and the United States Maritime Commission, dated October 22, 1943, with respect to the extension of the time within which guarantee agreements may be executed. It will be appreciated if you will advise us promptly of any such extensions granted by your bank."

Approved unanimously.

Letter to the Presidents of all the Federal Reserve Banks, reading as follows:

"For your information and guidance, there are enclosed copies of memoranda received by the Board
"From the War Department and the Navy Department, both dated October 23, 1943, enclosing forms of participation certificates to be issued when necessary by financing institutions and by the Federal Reserve Banks pursuant to section 8 of the standard form of guarantee agreement of April 6, 1943. Since the forms of participation certificates are identical for both the War and Navy Department, only one set of such forms is enclosed herewith.

"We have been advised by Mr. B. B. Griffith, Assistant to Director of Finance, United States Maritime Commission, that the enclosed forms of participation certificates as approved by the War and Navy Departments are satisfactory to the Maritime Commission."

Approved unanimously.

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

"Enclosed is a copy of an investigator's report which the Federal Reserve Bank of Philadelphia has forwarded to the Board disclosing apparently willful violations of Regulation W by the American Home Renovating Co. of Wilkes-Barre, Pennsylvania, arising out of extensions of credit for more than 12 months for roofing, siding and similar work, which the Registrant sought to justify under section 8(e) of the Regulation.

"The investigator's report indicates that the paper covering these extensions of credit was discounted by the Trust Company of New Jersey through the National Box and Lumber Company of Newark, New Jersey, and that these two organizations may likewise be guilty of knowingly violating the Regulation, if not, in fact, inducing the Registrant to do so. Accordingly, in order that the Board may have information before it regarding the several aspects of the matter, it will be appreciated if you will have the investigation completed in so far as the Trust Company of New Jersey and the National Box and Lumber Company are concerned."

Approved unanimously.

Letter to Mr. Hays, First Vice President of the Federal Reserve Bank of Cleveland, reading as follows:
"Enclosed is a copy of a report of an investigation made by the Federal Reserve Bank of Philadelphia disclosing apparently willful violations of Regulation W by the Sterling Roofing Company, Clearfield, Pennsylvania. The violations consist in extending credit in excess of 12 months under the claim that the credit was exempted by the provisions of section 8(e) of the Regulation.

"The report indicates that the Brookline Savings & Trust Company, Pittsburgh, Pennsylvania, and the Speck Roofing Company, New Kensington, Pennsylvania, may likewise be guilty of knowingly violating the Regulation and may in fact be, in different degrees, responsible for inducing the Sterling Roofing Company to do so. Accordingly, it will be appreciated if you will have the investigation completed in so far as these two organizations are concerned in order that the Board may have before it information regarding the several aspects of the matter."

Approved unanimously.

Letter to the Presidents of all the Federal Reserve Banks, reading as follows:

"In its letter of June 28, 1934, (B-991) the Board requested the Federal Reserve Banks to obtain and furnish, with respect to current and future calls, for each State whose capital city lies in the district, a copy of the abstract or summary of condition reports rendered to the State banking department by each separate class of licensed banking institution.

"The compilation and publication in the Bulletin of loans, investments, and deposits of 'All Banks in the United States' for spring and fall calls has been discontinued; such figures are now compiled only for the mid-year and end-of-year calls. Accordingly, you may discontinue obtaining and forwarding to the Board abstracts of condition of State banks in your district for the spring and fall calls."

Approved unanimously.
Thereupon the meeting adjourned.

Chester Merrie
Secretary.

Approved:

[Signature]
Chairman.