

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Thursday, September 7, 1944, at 11:00 a.m.

PRESENT: Mr. Eccles, Chairman  
Mr. Ransom, Vice Chairman  
Mr. Draper  
Mr. Evans

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 September 6, 1944, were approved unanimously.

Memorandum dated September 6, 1944, from Mr. Bethea recommending that Mrs. Jane G. Dodge be appointed as a stenographer in the Secretary's Office, with basic salary at the rate of \$1,680 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, with the understanding that if anything derogatory develops in the investigation of her references her services may be terminated immediately.

Approved unanimously.

Memorandum of this date from Mr. Bethea submitting the resignation of Mrs. Attie L. Deskin as a charwoman in the Secretary's Office, to become effective as of the close of September 10, 1944, and

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recommending that the resignation be accepted as of that date.

The resignation was accepted as recommended.

Telegram to Mr. Rosco Stone, Hickman, Kentucky, reading as follows:

"The Board of Governors of the Federal Reserve System has appointed you director of the Louisville Branch of the Federal Reserve Bank of St. Louis for the unexpired portion of term ending December 31, 1946, and will be pleased to have your acceptance by collect telegram."

Approved unanimously.

Letter to Mr. Peyton, President of the Federal Reserve Bank of Minneapolis, reading as follows:

"In accordance with the request contained in your letter of August 31, 1944, the Board approves the appointments of Douglas C. Kelly, William A. O'Brien, and Arthur J. McNulty as assistant examiners for the Federal Reserve Bank of Minneapolis. Please advise us of the dates upon which the appointments become effective."

Approved unanimously.

Under date of August 30, 1944, the Board received a letter from Mr. Gidney, Vice President of the Federal Reserve Bank of New York, which transmitted an application of The National City Bank of New York, New York, New York, for permission to establish a branch at Calcutta, India, and a recommendation of the Federal Reserve Bank that the application be approved.

Accordingly, the following order was adopted by the Board:

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"ORDER OF THE  
BOARD OF GOVERNORS OF  
THE FEDERAL RESERVE SYSTEM

September 7, 1944

"WHEREAS The National City Bank of New York has made application to the Board of Governors of the Federal Reserve System, pursuant to the provisions of section 25 of the Federal Reserve Act, for permission to establish a branch at Calcutta, India; and

"WHEREAS it appears that the said bank may properly be authorized to establish a branch at Calcutta, India;

"NOW, THEREFORE, IT IS ORDERED that The National City Bank of New York be and it hereby is authorized to establish a branch at Calcutta, India, upon the condition that unless the branch hereby authorized is actually established and opened for business on or before September 1, 1945, and the Board of Governors of the Federal Reserve System advised in writing that the branch has been so established and opened for business, all rights hereby granted as to such branch shall be deemed to have been abandoned and the authority hereby granted as to it shall automatically terminate; but, if the branch shall have been established and opened for business on or before said date and the Board of Governors of the Federal Reserve System shall have been so advised in writing, the said bank may operate and maintain the same subject to the provisions of section 25 of the Federal Reserve Act."

In connection with the above matter,  
the following letter to Mr. Gidney was approved unanimously:

"Reference is made to your letter of August 30, 1944, transmitting the application of The National City Bank of New York, New York, for permission to establish a branch at Calcutta, India.

"Pursuant to the provisions of section 25 of the Federal Reserve Act, the Board of Governors of the Federal Reserve System has authorized The National City Bank of New York to establish a branch at Calcutta, India, upon the condition that the branch be actually established and

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"opened for business on or before September 1, 1945 and the Board advised in writing that the branch has been so established and opened for business.

"There is enclosed herewith a certified copy of the order adopted by the Board authorizing the establishment of the branch which you will please deliver to the bank. There is also enclosed a copy of the order for your files.

"It will be appreciated if you will advise the Board of the date the branch is actually established and opened for business."

A letter to the Comptroller of the Currency in the following form was also unanimously approved:

"There is enclosed herewith for your information and files a copy of an order of the Board of Governors of the Federal Reserve System authorizing The National City Bank of New York to establish a branch at Calcutta, India."

Under date of August 30, 1944, the Board received a letter from Mr. Gidney, Vice President of the Federal Reserve Bank of New York, which transmitted an application of the International Banking Corporation, New York, New York, for permission to establish a branch at Paris, France, and a recommendation of the Federal Reserve Bank that the application be approved. On August 9, 1944, pursuant to the authorization by the Board on August 2, 1944, representatives of the Board's Division of Examinations and Legal Division visited the State Department to inquire whether it had any reason for feeling that the proposed branch should not be established and were informed that the Department knew of no reasons why the Board should withhold its approval of such application.

Accordingly, the following order was adopted by the Board:

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"ORDER OF THE  
BOARD OF GOVERNORS OF  
THE FEDERAL RESERVE SYSTEM

September 7, 1944

"WHEREAS International Banking Corporation, a corporation organized and existing under the laws of the State of Connecticut and having its principal office and place of business at New York, New York, pursuant to the provisions of the agreement entered into with the Board of Governors of the Federal Reserve System under the provisions of section 25 of the Federal Reserve Act, has made application to the said Board of Governors for permission to establish a branch at Paris, France; and

"WHEREAS it appears that the said Corporation may properly be authorized to establish a branch at Paris, France;

"NOW, THEREFORE, IT IS ORDERED that International Banking Corporation be and it hereby is authorized to establish a branch at Paris, France, upon the condition that unless the branch hereby authorized is actually established and opened for business on or before February 1, 1945, and the Board of Governors of the Federal Reserve System advised in writing that the branch has been so established and opened for business, all rights hereby granted as to such branch shall be deemed to have been abandoned and the authority hereby granted as to it shall automatically terminate; but, if the branch shall have been established and opened for business on or before said date and the Board of Governors of the Federal Reserve System shall have been so advised in writing, the said Corporation may operate and maintain the same subject to the provisions of the agreement entered into with the Board of Governors of the Federal Reserve System under the provisions of section 25 of the Federal Reserve Act."

In connection with the above matter,  
the following letter to Mr. Gidney was  
approved unanimously:

"Reference is made to your letter of August 30, 1944,  
transmitting the application of International Banking Corporation, a corporation organized and existing under the

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"laws of the State of Connecticut and having its principal office and place of business at New York, New York, for permission to establish a branch at Paris, France.

"Pursuant to the provisions of section 25 of the Federal Reserve Act, the Board of Governors of the Federal Reserve System has authorized International Banking Corporation to establish a branch at Paris, France, upon the condition that the branch be actually established and opened for business on or before February 1, 1945 and the Board advised in writing that the branch has been so established and opened for business.

"There is enclosed herewith a certified copy of the order adopted by the Board authorizing the establishment of the branch which you will please deliver to the Corporation. There is also enclosed a copy of the order for your files.

"It will be appreciated if you will advise the Board of the date the branch is actually established and opened for business."

A letter to the Comptroller of the Currency in the following form was also unanimously approved:

"There is enclosed herewith for your information and files a copy of an order of the Board of Governors of the Federal Reserve System authorizing International Banking Corporation to establish a branch at Paris, France. The International Banking Corporation is a subsidiary of The National City Bank of New York."

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

"There is being mailed to you under separate cover a supply of the form of application approved for use by financing institutions in applying for a T (Termination) Loan Guarantee, also a supply of revised form F. R. 577. A specimen copy of each form is enclosed.

"In the case of loans submitted to Washington for approval, the following should be forwarded to the Board's

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"War Loans Committee:

- (1) Two copies of the application and of all documents called for therein,
- (2) Two copies of the Federal Reserve Bank's forwarding letter, including its comments and recommendations.

"Following authorization of a loan by the War Department, Navy Department or Maritime Commission, two executed copies of the guarantee agreement and loan agreement should be forwarded to the Board's War Loans Committee.

"In the case of applications which have been acted upon under delegated authority, the following should be forwarded to the Board's War Loans Committee:

- (1) Two copies of the application and of all documents called for therein, the copies of the Guarantee and Loan Agreements to be in executed form.
- (2) Two copies of the Federal Reserve Bank's forwarding letter.

"Three copies of revised form F. R. 577 should accompany the executed copies of guarantee agreements and loan agreements forwarded to the Board's War Loans Committee.

"In the case of T-loan guarantee and termination loan agreements submitted with original application prior to authorization, the Services would, in general, prefer to receive such documents unexecuted. However, if in the future experience indicates that the supplying of such documents in executed form will substantially expedite processing, the subject will be reconsidered at that time."

Approved unanimously.

Thereupon the meeting adjourned.



Assistant Secretary.

Approved:



Chairman.