

Minutes of actions taken by the Board of Governors of the Federal Reserve System on Tuesday, September 15, 1953.

PRESENT: Mr. Martin, Chairman
Mr. Szymczak
Mr. Evans
Mr. Vardaman
Mr. Mills
Mr. Robertson

Mr. Sherman, Assistant Secretary
Mr. Kenyon, Assistant Secretary

Minutes of actions taken by the Board of Governors of the Federal Reserve System on September 14, 1953, were approved unanimously.

Memoranda from Mr. Young, Director, Division of Research and Statistics, recommending that the resignations of the following employees in that Division be accepted:

<u>Name and title</u>	<u>Effective date</u>
Anne D. Dougherty, Statistical Clerk	September 4, 1953
Doris M. Cannon, Clerk-Typist	September 18, 1953

Approved unanimously.

Letter to Mr. Gentry, First Vice President, Federal Reserve Bank of Dallas, reading as follows:

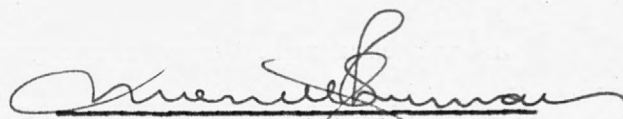
The Board of Governors has reviewed the condition of the University State Bank, Houston, Texas, as disclosed by the report of examination dated May 18, 1953, and other data taken from examination reports dating back to 1943 and, in view of the distinctly undercapitalized position, has concluded that immediate steps should be taken by the bank to correct this condition.

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It is, therefore, requested that you notify the bank that in the Board's opinion the aggregate amount of its capital funds is inadequate and that, pursuant to the provisions of Section 7 of the Board's Regulation H, such capital funds should be increased promptly through the sale of additional common stock for cash to net not less than \$200,000. It is requested further that the Board be advised within 60 days as to the steps which the bank will take to comply with this request.

Approved unanimously.


Assistant Secretary