

FEDERAL RESERVE BANK
OF NEW YORK

[Circular No. 2968]
July 2, 1945

REGULATION D, RESERVES OF MEMBER BANKS
Amendment Effective August 1, 1945

*To each Member Bank in the
Second Federal Reserve District:*

The Board of Governors of the Federal Reserve System has adopted the following amendment to its Regulation D, to become effective August 1, 1945, with respect to the computation of reserves of member banks having out-of-town branches.

RESERVES OF MEMBER BANKS
AMENDMENT TO REGULATION D

ISSUED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Section 2, subsection (a) of Regulation D is amended, effective August 1, 1945, by inserting immediately before the last paragraph of such subsection the following new paragraph:

“For the purposes of this subsection and of paragraph (1) of subsection (a) of section 3 of this regulation, a member bank shall be considered to be in a central reserve city if the head office or any branch of such bank is located in a central reserve city, and a member bank shall be considered to be in a reserve city if the head office or any branch thereof is located in a reserve city and neither the head office nor any branch thereof is located in a central reserve city; provided that, if a member bank is considered to be in a central reserve city or a reserve city under this paragraph solely by reason of the location of an office of such bank in an outlying district of such a city or in territory added to such city by the extension of the city's corporate limits, such bank may, upon the affirmative vote of five members of the Board of Governors of the Federal Reserve System, be permitted to maintain lower reserve balances as above provided in this subsection.”

Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,
President.