

T E L E G R A M

X-7375

FEDERAL RESERVE BOARD
Washington

March 16, 1933

Curtiss - Boston	Hoxton - Richmond	Bailey - Minneapolis
Case - New York	Newton - Atlanta	McClure - Kansas City
Austin - Philadelphia	Stevens - Chicago	Walsh - Dallas
Williams - Cleveland	Wood - St. Louis	Newton - San Francisco

TRANS 1690 In any case where it appears necessary or desirable for the Board to act expeditiously on an application for fiduciary powers received from a national bank newly organized or proposed to be organized to take over the business of state institutions or other national banks exercising trust powers, you should promptly obtain from Chief National Bank examiner of your district or other reliable sources information, including copy of report of any preliminary examination of applicant which may have been made, necessary to enable you to forward to Board, without delay, information which it must have to act in the premises. Such information should include following: (a) your views as to the general condition of new bank; (b) summary statement concerning character of supervision to be given trust department, making particular reference to its trust committee, if any, and general qualifications of its membership; (c) the experience and qualifications of the trust officers; (d) what substantial criticisms, if any, have been made of trust department of the old institution; (e) whether trust department of new bank will continue under same management as that of institution which it succeeds or proposes to succeed and, if so, what changes of policy, if any, in the conduct of the trust department are contemplated. If the old institution is not a national bank such information on these points as you may be able to develop from State Banking Department, or other reliable sources, should be obtained. Please also (f) give any other pertinent facts which may be of value to Board in determining qualifications of applicant.

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for exercise of trust powers and adequacy of safeguards surrounding trusts committed to its care. Recommendations of your committee should, of course, accompany application. In any case of the kind referred to above advice of receipt of application and your recommendation and that of your committee may be sent by telegraph and in furnishing the required information the symbols set out above may be used in such transmission. In all such cases care should be taken to see that the information submitted under each such symbol is adequate. If in any case your recommendation is wired to Board before you forward application you should include advice that your counsel has approved the form of application and has executed certificate of counsel usually accompanying fiduciary applications. Your attention is called to conditions 15, 16 and 17 as set forth in Board's Trans 1619 which are prescribed for state institutions exercising trust powers applying for membership, and Board's attitude toward certain types of investments for trust funds as reflected in these conditions should be borne in mind.

MORRILL