

(INTERPRETATION OF BANKING ACT OF 1933)

Copies to be sent to all Federal reserve banks.

September 23, 1933.

To all Federal reserve agents:

Trans. 1369

In regard to reports of affiliates of State member banks, it is the opinion of the Board that where a group consists of a large number of member banks and non-member affiliates, the furnishing by each nonmember affiliate of a report containing requisite information in regard to relationship between such affiliate and each member bank in the group would constitute a substantial compliance with the provisions of Section nine of the Federal Reserve Act, as amended, which requires each member bank to furnish the Board a report of each of its affiliates other than member banks. However, each such report should set forth as separate items the information in regard to the relationship between such affiliate and each member bank, and each State member bank in the group should publish that part of the report of each affiliate which pertains to the relations between such affiliate and the member bank making the publication, if publication of reports of such member bank is required by State law. If member bank has already published its own report as of June 30 it should publish it again with report of affiliate.

BETHEA