

F E D E R A L R E S E R V E B O A R D

STATEMENT FOR THE PRESS

For release in morning papers
of July 7, 1934.

MEMBERSHIP IN FEDERAL RESERVE SYSTEM OF TRUST
COMPANIES DOING SUBSTANTIALLY NO BANKING BUSINESS

During the past several years the Board has taken the position that it would not admit to membership in the Federal Reserve System trust companies which do substantially no commercial banking business, but recently it reviewed the question and decided that it should give consideration to applications for membership from trust companies of this type. Accordingly, the Federal Reserve Agent at each of the Federal reserve banks has been requested to inform any trust company in his district that may have been advised that it would not be admitted to membership because it was doing substantially no commercial banking business that the Board will give consideration to its application for membership if it desires to file one.