

## FEDERAL RESERVE BOARD

X-8028

WASHINGTON

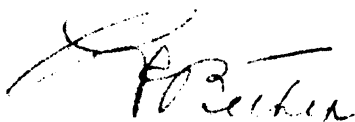
ADDRESS OFFICIAL CORRESPONDENCE TO  
THE FEDERAL RESERVE BOARD

September 28, 1934.

Dear Sir:

For your information there are attached a copy of a letter received by the Board from the Assistant Federal Reserve Agent at San Francisco, dated September 13, 1934, and a copy of the Board's reply thereto, dated September 27, 1934, concerning the Board's policy with respect to the issuance of general voting permits.

Very truly yours,



L. P. Bethea,  
Assistant Secretary.

Inclosures.

## FEDERAL RESERVE BANK OF SAN FRANCISCO

September 13, 1934.

Federal Reserve Board,  
Washington, D. C.

Attention: Mr. Leo. H. Paulger,  
Chief, Division of Examinations.

Dear Sirs:

We are beginning to receive inquiries from holding company affiliates as to whether or not permanent voting permits will be issued before the forthcoming annual stockholders meetings. May we be advised as to the procedure which will be followed in this respect? Will it be the policy to issue permanent permits, or will it be necessary to again issue special or temporary permits?

Yours very truly,

(Signed) S. G. SARGENT  
Assistant Federal Reserve Agent

September 27, 1934.

SARGENT - SAN FRANCISCO

Relet September 13. The Board desires to issue general voting permits in all cases where current simultaneous examinations of holding company affiliates and their subsidiaries are available and indicate condition, management and relationships to justify. As a condition precedent to the granting of general voting permits the Board requires holding company affiliates and their subsidiary banks in general to comply with the same conditions as to the elimination of criticized assets, corrections in management policies and relationships as if they were applying for and being admitted to membership in the Federal Reserve System. It is expected that all holding company affiliates which have complied with these conditions will be granted general voting permits during this year. In all other cases consideration will be given to the issuance of the necessary limited permits until necessary corrections have been made by holding company affiliates and their subsidiary banks or the relationships have been terminated. In all cases where it is necessary for the stock owned by holding company affiliates to be voted for specific purposes prior to the issuance of general permits, your office should advise the Board of the details thereof, together with your recommendation in the matter.

**BETHEA**