

X-9333

INTERPRETATION
BANKING ACT OF 1935

(Copies to be sent to all Federal reserve banks)

September 25, 1935.

SARGENT

SAN FRANCISCO

Retel September 17, 1935. Assuming your first inquiry relates to an indebtedness of executive officer of member bank to liquidator or receiver of State or national bank arising out of a pre-existing indebtedness to bank it is the view of the Board that such indebtedness should be reported to the board of directors of the member bank of which he is an executive officer. However, indebtedness of an executive officer of member bank on account of assessment of statutory double liability on shares of stock held by him of another bank which has gone into liquidation or receivership is not indebtedness to another bank within meaning of section 22(g) and therefore is not required to be reported to the board of directors of the member bank of which he is an executive officer.

(Signed) Bethea

BETHEA