

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON

X-9822
Reg. II-11

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

February 19, 1937.



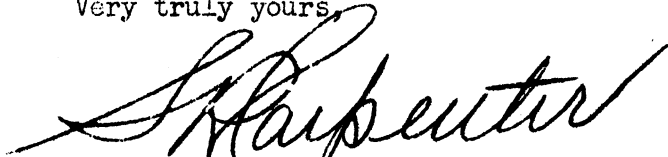
SUBJECT: Withdrawal from Membership
of Banks which Desire to Con-
tinue to Be Insured Banks.

Dear Sir:

The Board has recently considered the case of a bank which desired to withdraw from membership but also wished to continue without interruption its status as an insured bank, and to that end had made application to the Federal Deposit Insurance Corporation for acceptance as an insured nonmember bank. The bank had requested waiver of the usual six months' notice of intention to withdraw, which was granted. It subsequently appeared questionable, however, whether arrangements for acceptance as an insured nonmember bank could be completed within two months from the date of the waiver of the six months' notice of intention to withdraw. Accordingly, the Board advised the Federal reserve bank that, notwithstanding the provisions of section 10 (c) of Regulation H, the time within which the particular bank in question, and any other bank which has made application to the Federal Deposit Insurance Corporation for continuation of insurance as a nonmember bank, may accomplish the termination of its membership is extended to four months from the date of waiver of the six months' notice

of intention to withdraw. Such extension of time is applicable without reference of individual cases to the Board. Please be guided accordingly.

Very truly yours,



S. R. Carpenter,
Assistant Secretary.

TO PRESIDENTS OF ALL FEDERAL RESERVE BANKS.