



BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

September 1, 1938.

Dear Sir:

The Board of Governors has carefully considered the replies received from the Federal Reserve banks to its letter (R-125) regarding the question whether the words "Morris Plan bank" should be eliminated from section 3(a) of Regulation L, dealing with interlocking bank directorates under the Clayton Act. After a review of the question and of the information submitted by the Federal Reserve banks the Board concurs in the opinion expressed by a majority of the Reserve banks that these words should be eliminated and has decided that Regulation L should be amended accordingly.

Therefore, you are advised that section 3(a) of Regulation L is amended, effective February 1, 1939, to read as follows:

"(a) Any private banker or any director, officer, or employee of a member bank of the Federal Reserve System may be at the same time a director, officer, or employee of not more than one cooperative bank, credit union or other similar institution;"

Advice of the Board's action should be mailed to all member banks in your district as promptly as possible.

Very truly yours,

Chester Morrill,
Secretary.

TO THE PRESIDENTS OF ALL FEDERAL RESERVE BANKS