

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON

R-554



ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

November 16, 1939

Dear Sir:

Regulation H, Membership Of State Banking Institutions In The Federal Reserve System, has been amended in minor respects effective November 20, 1939, and the regulation has been reprinted to incorporate such amendments and one previously adopted. A supply of copies of the regulation is being forwarded to you under separate cover.

The amendment of Regulation H has been prompted primarily by the repeal of the requirement in subsection (y) of section 12B of the Federal Reserve Act that State banks having deposits of \$1,000,000 or more become members of the Federal Reserve System. References to such statutory provisions and the related provisions of section 9 of the Federal Reserve Act concerning the waiver of membership requirements have been eliminated.

Standard condition of membership numbered 4 and the footnote appended thereto have been amended to conform the requirements of the condition to comparable requirements contained in Regulation F relating to trust powers of national banks. Standard condition of membership numbered 5 was previously revised for the same reason and the revised condition has been inserted in this print of the regulation.

Numerous other amendments, not specifically mentioned in this letter, are all of a perfecting nature and do not involve any change in policies or practices already in effect.

Very truly yours,

A handwritten signature in dark ink, appearing to read "S. R. Carpenter", is written over the typed name.

S. R. Carpenter,
Assistant Secretary.

TO PRESIDENTS OF ALL FEDERAL RESERVE BANKS