

INTERPRETATION OF LAW OR REGULATION

(Copies to be sent to all Federal Reserve banks)

June 16, 1939

TELEGRAM

(Addressed to a Federal Reserve bank)

Relet June 13 concerning _____ Corporation, _____,
_____ (a holding company affiliate). Board is of the opinion
that a holding company affiliate may satisfy the requirements
of subsections (b) and (c) of section 5144 by acquiring immedi-
ately acceptable assets in the maximum amount ultimately re-
quired, subject, however, to the possibility that changes in
the facts (for example, decline in value of such assets or
acquisition of additional bank stocks) may make it necessary
for the holding company affiliate to acquire additional assets
in order to continue to comply with such requirements. We
will communicate with you further regarding the other ques-
tions contained in your letter as soon as possible.

(Signed) L. P. Bethea

Assistant Secretary.