

S-265
Reg. P-17

INTERPRETATION OF LAW OR REGULATION

(Copies to be sent to all Federal Reserve Banks)

May 15, 1941

Mr. _____, Vice President,
Federal Reserve Bank of _____,
_____, _____.

Dear Mr. _____:

This refers to your letter of April 9, 1941, relating to the holding company affiliate status of _____ County Trust Company, _____, _____.

On November 7, 1935, _____ County Trust Company was determined by the Board not to be engaged, directly or indirectly, as a business in holding the stock of, or managing or controlling, banks, banking associations, savings banks, or trust companies, within the meaning of section 2(c) of the Banking Act of 1933. It is the Board's view that such a determination with respect to an organization continues in effect indefinitely in the absence of a contrary determination and that it governs the status of the organization as a holding company affiliate not only of the banks which were subsidiaries at the time of the determination but also of banks which become subsidiaries thereafter. While the Board retains the right to make a new determination at any time upon the basis of the then existing facts, there is no occasion for action by the Board where, as in this case, there is no change in the facts such as would indicate that the organization in question might be deemed to be engaged, directly or indirectly, as a business in holding the stock of, or managing or controlling, banks, banking associations, savings banks, or trust companies.

Very truly yours,

(Signed) L. P. Bethea

L. P. Bethea,
Assistant Secretary.