

# NORTHWESTERN

# *Banker*

AUGUST

1942



L. O. OLSON

Vice President, Midland National Bank, Minneapolis  
President, Minnesota Bankers Association



AFTER THE WAR---WHAT?

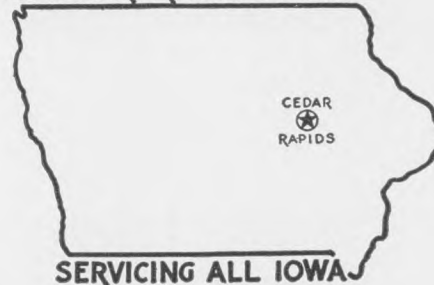
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## Effective Service

Correspondent Service at the Merchants National Bank in Cedar Rapids is prompt, cooperative, effective, and rendered by an organization experienced in every requirement of inter-bank relations, alive to the emergency demands of war.

A CEDAR RAPIDS BANK



# MERCHANTS NATIONAL BANK

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**Cedar Rapids Iowa**

Member Federal Deposit Insurance Corporation



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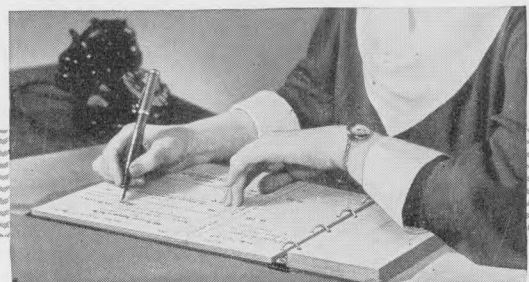
# ON GUARD



We place all our faith and trust in the gallant men who compose our armed forces. We know they are vigilantly guarding our liberties, night and day, and that because of them, we can go about our usual duties in comparative serenity. » » La Monte Safety Paper, through guarding against possible check fraud, is relieving the harassed Banker and Business Man of a potential source of worry and loss. La Monte Safety Papers, invented seventy-one years ago for checks and other negotiable documents, are the Symbol of Safety. Your lithographer or printer will be glad to show samples and explain how your trade mark or insignia can be adapted to your check paper.

GEORGE LA MONTE & SON, Nutley, N. J.

LA MONTE *Safety* PAPER



# THE CHASE NATIONAL BANK

OF THE CITY OF NEW YORK

*Statement of Condition, June 30, 1942*

## RESOURCES

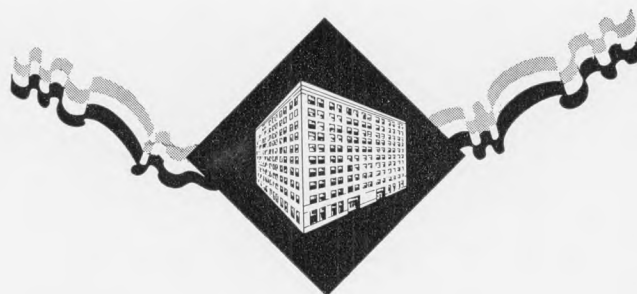
CASH AND DUE FROM BANKS . . . . .	\$1,137,399,126.83
U. S. GOVERNMENT OBLIGATIONS, DIRECT AND FULLY GUARANTEED . . . . .	1,573,405,156.66
STATE AND MUNICIPAL SECURITIES . . . . .	86,783,596.12
STOCK OF FEDERAL RESERVE BANK . . . . .	6,016,200.00
OTHER SECURITIES . . . . .	177,852,501.75
LOANS, DISCOUNTS AND BANKERS' ACCEPTANCES. . . . .	822,753,458.11
BANKING HOUSES . . . . .	37,250,709.41
OTHER REAL ESTATE . . . . .	6,878,110.34
MORTGAGES . . . . .	8,043,652.52
CUSTOMERS' ACCEPTANCE LIABILITY . . . . .	4,041,384.63
OTHER ASSETS . . . . .	9,039,843.76
	<u>\$3,869,463,740.13</u>

## LIABILITIES

CAPITAL FUNDS:	
CAPITAL STOCK . . . . .	\$100,270,000.00
SURPLUS . . . . .	100,270,000.00
UNDIVIDED PROFITS . . . . .	40,799,654.82
	\$ 241,339,654.82
DIVIDEND PAYABLE AUGUST 1, 1942 . . . . .	5,180,000.00
RESERVE FOR CONTINGENCIES . . . . .	11,509,712.71
RESERVE FOR TAXES, INTEREST, ETC. . . . .	3,836,521.78
DEPOSITS . . . . .	3,595,451,030.54
ACCEPTANCES OUTSTANDING . . . . .	4,625,177.35
LIABILITY AS ENDORSER ON ACCEPTANCES AND FOREIGN BILLS . . . . .	768,076.80
OTHER LIABILITIES . . . . .	6,753,566.13
	<u>\$3,869,463,740.13</u>

United States Government and other securities carried at \$427,742,675.70 are pledged to secure public and trust deposits and for other purposes as required or permitted by law.

*Member Federal Deposit Insurance Corporation*



## A MESSAGE TO OUR CUSTOMERS

THE GROWTH of any business enterprise is largely dependent upon the wealth and volume of business in the territory which it serves. In the case of a business involving the sale of commodities the quality of the merchandise and the price are important factors, yet the reputation of the seller and the service rendered are more often the deciding factor.

A public service institution such as a bank has only service to sell, rein-

forced by the reputation it enjoys for sound operation and its attitude toward business. A bank *can* be different by rendering an extra measure of service and maintaining a progressive policy in the making of loans. This, the Midland prides itself upon. A glance at the Comparative Statement below shows that our efforts are being rewarded with growth in business and added strength in financial worth.

### A RECORD OF STEADILY INCREASING GROWTH

*Comparative Statement of Condition as of June 30*

RESOURCES	1935	1937	1939	1941	1942
Cash and Due from Banks . . . . .	\$ 5,964,736	\$ 5,219,331	\$ 7,210,726	\$ 8,242,074	\$ 8,680,694
U. S. Government Securities . . . . .	3,067,886	4,144,471	4,035,180	4,313,396	9,335,577
Other Securities . . . . .	1,304,422	1,587,352	1,229,847	1,223,468	1,460,134
Loans and Discounts . . . . .	4,368,402	6,136,718	5,925,825	8,951,292	8,643,779
Other Assets . . . . .	198,422	190,242	222,938	156,738	115,442
	<u>\$14,903,868</u>	<u>\$17,278,114</u>	<u>\$18,624,516</u>	<u>\$22,886,968</u>	<u>\$28,235,626</u>
LIABILITIES					
Preferred Stock . . . . .	\$ 500,000	\$ 390,000	\$ 224,375	None	None
Common Stock . . . . .	500,000	600,000	750,000	\$ 1,000,000	\$ 1,000,000
Surplus and Und'vd. Profits . . . . .	284,809	420,224	535,705	712,906	721,506
Miscellaneous Reserves . . . . .	47,670	10,000	30,625	41,046	217,005
Reserve for Int., Exp. and Taxes . . . . .	44,501	138,535	125,035	186,010	178,431
Deposits . . . . .	13,526,888	15,719,355	16,958,776	20,947,006	26,118,684
	<u>\$14,903,868</u>	<u>\$17,278,114</u>	<u>\$18,624,516</u>	<u>\$22,886,968</u>	<u>\$28,235,626</u>

# MIDLAND

## NATIONAL BANK AND TRUST COMPANY

*of Minneapolis* • SECOND AVENUE SOUTH AT FOURTH STREET

*Member Federal Deposit Insurance Corporation*

# HOW STRONG IS A TANK?

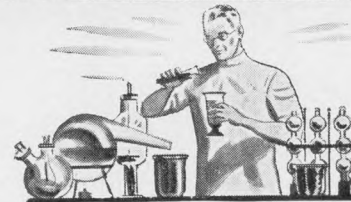


ONE tank is powerful—but real combat effectiveness depends on coordination with other weapons, with other service arms, with repair crews.

So in the production of these and the other weapons on which we depend for our freedom. Industrial Teamwork within each war industry and with others is responsible for the output records the nation's plants are making each week. An integral and vital part of this teamwork is Insurance, the industry that protects other industries—reducing accidents, cutting financial worry, assuring continued speedy production all along the line.

★ THE HOME ★  
*Insurance Company*  
 NEW YORK

FIRE ★ AUTOMOBILE ★ MARINE INSURANCE



## INSURANCE *aids Industrial Teamwork*

The laboratory of insurance works on scientific principles. From generations of underwriting experience comes the modern insurance policy with all its aspects of protection and service. Cooperation with industry lessens exposure to loss. More—insurance stores a large reserve against losses that occur unavoidably.

AUGUST  
1942

# NORTHWESTERN *Banker* DES MOINES

FORTY-SEVENTH YEAR

NUMBER 661

Oldest Financial Journal West of the Mississippi River

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### CONVENTION CALENDAR

#### STATE MEETINGS

Iowa Junior Bankers—Des Moines,  
October 25.  
Iowa Annual Convention—Des Moines,  
October 25, 26 and 27.  
Nebraska Annual Convention—Omaha,  
Hotel Fontanelle—Date to be de-  
cided.



# Across the Desk From the Publisher

## State Bankers Conventions Needed Now

1. To help sell more War Bonds and Stamps
2. To discuss plans to prevent inflation
3. To analyze problems facing farming and business

Joseph B. Eastman, Director of the Office of Defense Transportation, has requested that all "non-essential" conventions be cancelled for the duration of the emergency and with this we agree, especially with the larger national conventions.

However, we believe that State Bankers Conventions are needed now more than ever and that they are decidedly **essential** for the three reasons mentioned above among others. First to give bankers ideas on how they can sell more war bonds and stamps. Second, to work out plans to prevent inflation, and third, to help analyze the problems facing farmers and business men in this present economic struggle.

A state convention which covers only a small area and the transportation of the delegates back and forth will not prevent the movement of troops or material for war purposes, we believe should be held and also considered as an **essential meeting**.

Whether the convention is called a Clinic or a Business Study Group is only a question of terms, but bankers are more essential now to the successful conduct of the war than at any time in their history.

As we have already mentioned in the NORTHWESTERN BANKER 85 per cent of all the War

Bonds and Stamps are being sold by and through banks, and if they can get together and discuss how they can do this job better, it will be of assistance to the national government.

Or, in one day or perhaps two, they can work out plans which will help prevent inflation, certainly such a convention or clinic will be of invaluable help to the government and to the nation.

Also, with as many problems and new rules and regulations facing farmers and business men, if bankers can get together to discuss these and hear how other bankers are solving these problems, and explaining these rules and regulations to their own customers, such a meeting is of inestimable value to the nation.

As one banker told us the other day, who is very much in favor of his association holding their annual meeting, "I hear speakers discuss and explain the many government regulations that have been imposed on us in recent months—I begin to understand why war makes it necessary for me to operate my bank on a different basis than that to which I have been accustomed. When I return home I am stimulated mentally, and surely in a much better position to aid our government in its war effort."

Also Henry Koeneke, president of the Ameri-



can Bankers Association, in a recent statement, said: **"The A. B. A. will maintain a direct and practical working relationship with its members throughout the duration of the emergency. This will be done through the extension of clinics and other intimate types of gatherings which, by reason of size and geographical representation, offer no serious transportation problems."**

Thus, the state meetings would certainly not be any larger than the clinics or other **"intimate types of gatherings"** to which Mr. Koenke refers and which he says **"offer no serious transportation problems."**

So we say, let's have state bankers conventions during the balance of the emergency because bankers, different from any other group in the country, are contributing so much to help furnish the money to make the munitions to win the war.

The NORTHWESTERN BANKER would be glad to have your views; do you think our state bankers conventions should be cancelled for the duration or do you think they should be continued? Let us know what you think about this important subject.

### War Bond Survey Appreciated

In the June issue of the NORTHWESTERN BANKER we presented a bond survey under the heading **"HOW THE PRESENT PROGRAM TO SELL WAR BONDS CAN BE IMPROVED."**

We asked numerous bankers to give us their summary of both the favorable and unfavorable points concerning the present treasury plan to sell war bonds and stamps.

In a letter to us **Henry A. Wallace**, vice president of the United States, said: **"I have read the comments of your bankers both favorable and unfavorable with much interest. It would seem to me from the survey in the Northwestern Banker that the Treasury has done an unusually good job."**

In another letter from **Ross Barrett, Jr.**, Chief of the Business Publications section of the War Savings Staff, he said, **"Thank you very much for all the trouble you have taken in conducting and reporting to me upon your splendid survey."**

**"I have read with great interest the result of your canvass in the Northwestern Banker which is most illuminating and helpful, and will be of great assistance to us in formulating our plans."**

**"Keep up your good work. We are counting on you to continue your deeply appreciated support in the drive towards Victory."**

Just recently we were in Washington and had a very nice visit with Mr. Barrett where we repeated to him the fact that bankers everywhere were doing their utmost to help sell war bonds and finance the government in this present emergency.

Mr. Barrett was deeply appreciative of the fact that banks throughout the nation have sold 85 per cent of the war savings bonds and stamps and he knows that they will continue in this fine effort.

### National Bank Examination Fees Should Be Reduced

It is believed by both the Nebraska Bankers Association and the Independent Bankers Association as well as many others that National Bank examination fees should be reduced.

Recently **E. E. Placek**, president of the First National Bank of Wahoo, Nebraska, and representing the Nebraska Bankers Association, and **Ben DuBois**, secretary of the Independent Bankers Association of Sauk Centre, Minnesota, appeared in Washington to present the views of these two associations.

In reporting back to his members, Mr. DuBois issued a report which was also signed by Mr. Placek and which said, **"There are quite a number of small national banks throughout the country that pay a heavy examination fee in comparison to their size. As most of you know, the basic minimum is \$75 for the first \$25,000 of assets and the remainder is subject to an assessment of 3 cents on each \$1,000 in excess thereof. Prior to January 3, 1941, the basic minimum was \$100 but Comptroller O'Connor reduced this amount to \$75. It would seem logical for the Comptroller to further reduce the basic minimum to \$50. If the A. B. A. sponsored bill to do away with the cost of one examination per year is legislated the national banks will be relieved of quite an expense. Otherwise there should be a definite effort made to revise the present regulation as it effects the smaller national banks."**

We, too, believe that the comptroller should further reduce the basic minimum to \$50 and thus make the cost of examination on the smaller national banks less burdensome.

*Clifford DePuy*

A TRAINED PERSONNEL AND  
MODERN PHYSICAL FACILITIES  
SERVE TO MAKE A CORRESPOND-  
ENT CONNECTION WITH THIS  
BANK *VALUABLE* ★ AND A GEN-  
UINE SPIRIT OF FRIENDLINESS  
MAKES IT A *PLEASURE* ★ ★

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*CENTRAL NATIONAL BANK*  
*AND TRUST COMPANY* ★ *DES MOINES, IOWA*

MEMBER FEDERAL DEPOSIT INSURANCE CORPORATION



PUBLISHED BY CURRIER & IVES

ENTERED ACCORDING TO ACT OF CONGRESS IN THE YEAR 1870 BY CURRIER & IVES IN THE CLERK'S OFFICE OF THE DISTRICT COURT OF THE UNITED STATES FOR THE SOUTHERN DISTRICT OF NEW YORK

152 NASSAU ST. NEW YORK

## THE EXPRESS TRAIN.

*If you would like extra copies of this picture we will be glad to send them to you with our compliments.—The Northwestern Banker.*

*Northwestern Banker August 1942*

# After the War — What?



G. SIDNEY HOUSTON

**T**HERE is abroad in this country today a rather widespread feeling, even among the more intelligent individuals, that we can win the present war, but in so doing we shall find our economy so regimented that our daily lives will be ordered by the state to about the same extent as if Hitler were to conquer the country. It is within the scope of possibility that this idea emanated from the Hitler Fifth Column, but one hears it around the bridge tables and in various places where the war is discussed. **To my mind, there is not the slightest basis in fact for any such statement, and I firmly believe that it is not possible to have any such situation exist in this country after the war terminates.**

I am going to give you my ideas of banking during and after the war period, but first I want to give you my idea of what the post-war period will look like from the standpoint of general economics, based, of course, on the assumption that we are completely victorious over our enemies.

In the period immediately following World War I, the various agencies of the government quite promptly relinquished all the controls that they held over the economic structure. The war had lasted long enough so that there were substantial pent-up demands for consumer goods and, after a short delay, business started on a steep-upgrade, while commodity prices reached the highest point ever recorded in the history of this country. Like most

*"If the United States will assume, perhaps in collaboration with Great Britain, a position of world domination such as is implied in the so-called Atlantic Charter, and if the present barriers to world trade are broken down, then, with the tremendous resources of this Nation geared to a world-wide demand, I can visualize this country entering into a golden era that will exceed anything we have yet seen and, if we can keep the world at peace, might continue for many years to come."*

By G. Sidney Houston

Manager, Investment Research Department  
First Bank Stock Corporation, St. Paul

joyrides, it was nice while it lasted, but it terminated in the most severe decline in commodity prices that this country has ever experienced within a similar time and with a depression in business that lasted for several months. Furthermore, the boom period laid the foundation for the depression which started in 1929.

We are at the present time going through the greatest economic upheaval in our history, converting thirty million people from peace-time pursuits to war production and withdrawing ten million more into the Armed Forces. When the war ends, the return to peace-time activities will be no less of an economic upheaval. It is, therefore, my opinion that the federal government should retain most, if not all, of the controls which have been given to it until such time as the economy of this country is again on a sound peace-time basis. This should permit the country to go through this adjustment without the customary post-war boom, with the accompanying run-away prices and subsequent depression.

To illustrate, if this war lasts through 1943, we shall probably have a deficiency in normal purchasing of automobiles of somewhere around six million cars. If we were to assume that 1944 would produce a normal demand of about three and one-half million, we should then need to manufacture some nine and one-half million cars if we were to bring the supply and demand factors into balance by the end of 1944. This would be nearly double the number of automobiles manufactured in this country in any previous year. However, the com-

panies are ably managed and able to produce near-miracles, as their conversion to war-time production has shown. It is conceivable that, if they are allowed to go on the basis of three shifts per day, they might produce this large output of automobiles. In the process of doing so, they probably would bid up all kinds of commodity markets, likely to pay highly competitive wage rates, and the cost of automobiles would rise materially. Added to this, the public would be hungrily awaiting these new cars and would be inclined to bid the prices even higher. However, when the market had reached the saturation point, there would be widespread unemployment among automobile workers, which would have repercussions on every part of the economy. This would be paralleled by similar operations in the field of refrigerators, washing machines, radios, and any other number of consumer goods.

If, however, the government will retain its control over prices, preventing any such run-away situation, and will continue the allocation of materials to the various industries, no such unbalanced situation is likely to develop and the stimulus of pent-up demand can be carried on so that we shall probably have three or maybe five years of good average business rather than eighteen or twenty-four months of boom business followed by two or maybe three years of depression.

In this post-war period, it appears likely to me there will be some further social reforms and certainly we shall continue some of the ones already instituted. Social Security is,

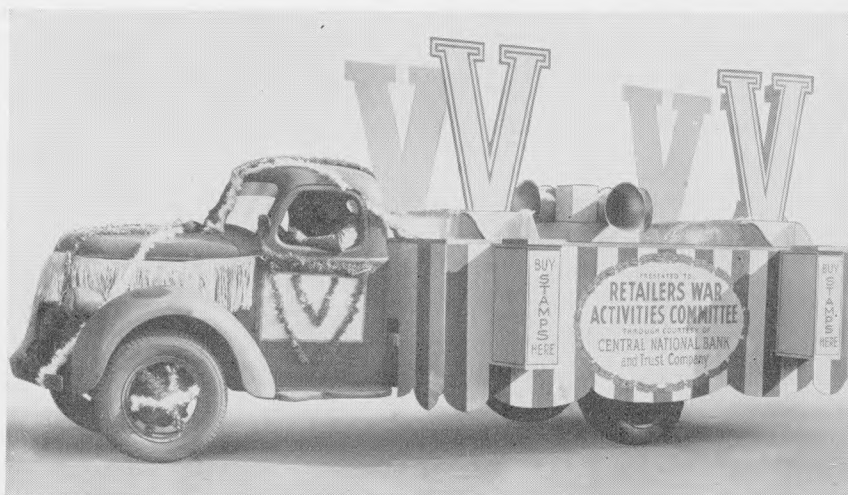
in my opinion, with us permanently. I believe there was a definite need for the Securities and Exchange Commission and that it will continue. We shall likely also find some form of subsidy for the low-income group, at least until such time as we can increase their productivity. Few of us realize that 17 per cent of our population in 1935-1936 got only approximately 3½ per cent of the national income, and that 32 per cent of the population got less than 10 per cent. Too great a proportion of our population in this low-income group is bound to be a constant threat to our democracy.

I know some of you would like me to tell you what is the outlook for taxes in this post-war period, and I would frankly say that I think you will have plenty of taxes. However, the entire tax structure of the United States, national, state, and local, is a hodge-podge entirely based on the line of least resistance from a political standpoint. Some day we should re-vamp our entire tax structure, but it seems a little too much to hope that this will come in the near future.

Broadly speaking, I think that the post-war period will disappoint the left-wing New Dealers because it will not go far enough, and it will likewise disappoint the old-style reactionaries because it will go too far. I believe that the capitalistic system will survive, that the profits motive will remain, and that private investment will continue. It is my guess that some important experiments will be tried in leveling the fluctuations in the business cycle and it is perfectly within my scope of imagination that some progress may be made in that direction. This would mean that deficit spending will again be resorted to in periods of depression and that the tax structure will be so designed as to hold the economy down in periods when it might otherwise reach boom proportions. And it will not be very surprising when I say that I believe a large national debt is with us more or less permanently.

It may be that some of you view the mounting national debt with great alarm, but it must be borne in mind that a national debt internally held does not have the tendency to reduce the national income, it simply is a redistributor of that income. Certain people are taxed for interest on the debt, which is in turn paid by the federal government to those holding the bonds. The important point is the relation between the amount of the debt service and the total of the national income.

(Turn to page 65, please)



The Cruiser to sell War Savings Bonds and Stamps designed by the Central National Bank of Des Moines

## It Goes Where the Crowds Are

THE pictures here aptly illustrate another example of the many contributions banks all over the country are making to promote the sale of War Savings Bonds and Stamps. The combination float and cruising sales booth was designed and built by the Central National Bank & Trust Company of Des Moines, where it was put to good use recently in a number of projects sponsored by the Des Moines Retailers War Activities Committee. Frank R. Warden, vice president of the bank, in commenting on the float, says:

"We here at the bank felt a far greater number of prospective purchasers could be reached if War Savings Bonds and Stamps were taken to places

where the large crowds assembled, rather than trying to bring the crowd to any certain spot. To date this traveling booth has been used in the city-wide Bond and Stamp drive, at a circus grounds, and at the American Legion Fourth of July celebration in Drake Stadium. It was also used by East Des Moines merchants for their parade and program later in the month, and again at the Des Moines airport for two days during a special military aircraft show. It would be difficult to determine just how many thousands of dollars worth of Bonds and Stamps were sold from this cruising booth, but the total amount must be very impressive."



The Patten family found themselves quite as much at home on the narrow confines of a float platform as they used to on the sweeping decks of the aircraft carrier "Lexington." Iowa's (and, as far as we know, America's) largest Navy family—eight sons and a father, six of whom were aboard the aircraft carrier "Lexington" when it was sunk, climbed aboard the Central National Bank's cruising bond booth to personally autograph all bonds purchased. The entire family was on the float at the time the above picture was taken. However, four of them were busily engaged greeting friends and autographing bonds at the far side, beyond the reach of the camera.

# NEWS AND VIEWS

## OF THE BANKING WORLD

By Clifford De Puy

RETURNING from a month's trip through the east, many of the following items are based on observations and experiences along the way.

At New London, Connecticut, we attended the graduation of **Miss Evelyn De Puy** from the Connecticut College for Women. There were 153 in the graduating class.

With the **U. S. Submarine Base** just across the Thames River at New London and with the **U. S. Coast Guard Academy** located very near the college, and with a day and night air raid warden lookout schedule to which the students were assigned to do their part, the entire war picture was brought very close to these college girls.

The railroads of the country are doing an excellent job when you con-

sider that the **passenger traffic has increased 50 per cent**, although in many of the trains which are taken by commuters out of New York, standing room only is a rule rather than an exception.

On one day in New York we were very collegiate, as we had lunch at the **Harvard Club** with my cousin, **Donald H. Clifford** and his wife, and in the evening we had dinner at the **Yale Club** with my brother-in-law, **Richard Eyre**, but in spite of this seeming conflict, we had no indigestion.

Have you heard the latest slogan which is "**I hate to say goodbye—but a 'good buy' is a defense bond.**"

**Carl Letsch**, general manager of the Towers Hotel in Brooklyn, and his charming wife invited **Mrs. De Puy**

and me to spend the weekend with them, and he made us feel very much at home and said to remember that whenever we were in Brooklyn, "The Letsch-string was always out."

At the Irving Trust Company, One Wall Street, New York, we enjoyed a nice visit with **Joseph S. Moss, Jr.**, vice president, and **Frank G. Burrows**, advertising manager. We learned that **Charles G. Gambrell**, assistant vice president, who used to represent the Irving Trust Company in the NORTHWESTERN BANKER territory, is now in the Army and located at Dayton, Ohio.

Have you heard the story about a colored boy who was caught in the draft and ordered to report? When the officer ask him, "What's your name?" the darkey replied, "Well, Cap'n, you aughta know—you sent for' me."

In Bryn Mawr, Pennsylvania, we visited our relatives, **Mr. and Mrs. W. A. Gilman**, he being vice president of N. W. Ayer and Son of Philadelphia. Bryn Mawr College is a very old and interesting school, and we enjoyed going through the grounds and looking at the buildings, and one evening had dinner at the Bryn Mawr College Inn.

As you enter the Curtis Publishing company in Philadelphia, you step into a very beautiful lobby, clear across one side of which is a mural decoration called "The Dream Garden." This beautiful picture is rendered in favrile glass mosaic by **Louis C. Tiffany** from a painting by **Maxfield Parrish**.

The Mayflower cocktail lounge in Washington, D. C., is still the rendezvous for many of the "big shots" in the capital. Seated next to us one night was **Donald H. Nelson**, head of the War Production Board, and a number of his associates. He looked cool, calm and confident.

**The White House** is guarded more closely than ever, and pedestrians have to walk on the opposite side of each street which surrounds the presidential mansion. We found this out by unintentionally crossing the street one afternoon, and we hardly reached the other curb, which was nearest the White House, when the whistles blew and the guards came running in our direction to "suggest" that we were not allowed on that side of the street.

**The Occidental Restaurant** is one of the most famous in Washington, and



"Monticello," Charlottesville, Virginia, home of **Thomas Jefferson**, and which he designed himself. Mr. Jefferson was president of the United States two terms, from 1801 to 1809.

was opened in 1912 by **Gus Buchholz**. On the walls of the restaurant there are 736 pictures of senators, congressmen, cabinet officials and many other celebrities.

**George Olmsted**, president of the Hawkeye Casualty Company of Des Moines, had lunch with us at the Carlton Hotel. George went to Washington recently as a major, and since then has been promoted to Lieutenant-Colonel and placed in charge of the distribution branch of the International Division of the Army Services of Supply. This branch of the service directs the flow of munitions to the various fighting fronts in the world.

We were caught in our **first daylight air raid alarm while in Washington**. Everyone on the street must seek shelter at once and every automobile, taxicab and omnibus must stop where ever it is. Immediately after the alarm is sounded, air raid wardens with bands on their arms come out of office buildings, banks and stores and patrol their particular sections. When the alarm is over, traffic continues as usual.

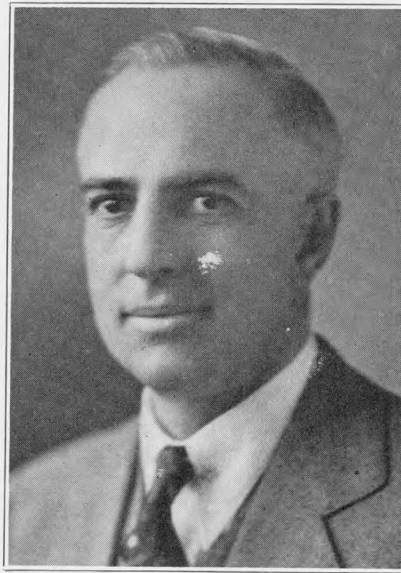
When you enter the **Treasury Department at Washington**, you are met by two guards who direct you to the information desk. Here are half a dozen girls to ask whom you wish to see and what your name and address is. After you have transacted your business, you then have to get another permit before you can leave the building.

It is always an inspiration for us to visit the **Lincoln Memorial**, which was designed by that famous sculptor, **Daniel Chester French**. Above the famous statue are these words: "**In this temple, as in the hearts of the people for whom he saved the Union, the memory of Abraham Lincoln is enshrined forever.**"

When we were entering the **National Gallery of Art**, also known as the **Mellon Art Gallery**, we had the opportunity of getting a close-up view of the 18-year-old stoop-shouldered **King Peter II of Yugoslavia**, who was just finishing a tour of the gallery. His fiancée is **Princess Alexandra of Greece**, who is in England doing war work which she started in Greece after the Italian invasion.

**Mr. and Mrs. James LeCron** had cocktails with us at the New Millard Hotel. Mr. LeCron is now in the office of the Coordinator of Inter-American Affairs.  
(Turn to page 62, please)

## C. A. Slife and Associates Celebrate 25th Anniversary of the Farmers State Bank



C. A. SLIFE

1. What about the next 25 years?
2. Will a depression follow this war boom?
3. Have bankers learned any lessons from the past?
4. Can bankers "call the next turn" in time to put their "house in order"?

*The NORTHWESTERN BANKER received a letter recently from C. A. Slife, cashier of the Farmers State Bank of Hawarden, Iowa, which was so interesting and so thought-provoking that we asked his permission to reprint it here. The Farmers State bank is now celebrating its twenty-fifth anniversary but it also is proud that all of its present officers have been connected with the bank during its entire twenty-five years. Mr. Slife, in his letter, asked some pertinent questions about the future and we are sure you will be interested in what he has to say.—Editor's Note.*

"June 30, 1942, marked the 25th anniversary of the Farmers State Bank of Hawarden. Established in 1917 before the entry of the United States into the first world war, the inflation that featured the years 1918 and 1919 witnessed a very rapid rise in deposits. In 1920 the tide turned and for about the next 13 years the general tendency was more or less downward, reaching very low levels in 1932 and 1933.

"During the past few years the trend has again been strongly upward, with many banks now showing more deposits than ever before. Charts show-

ing deposit trends over a long period of years throughout the nation look like rough riding roller coasters, with dizzy heights and deep depressions. What we would like to know is 'WHERE ARE WE NOW?' I have found no one who pretends to know just where they are going but most every one seems to feel sure they are on the way.

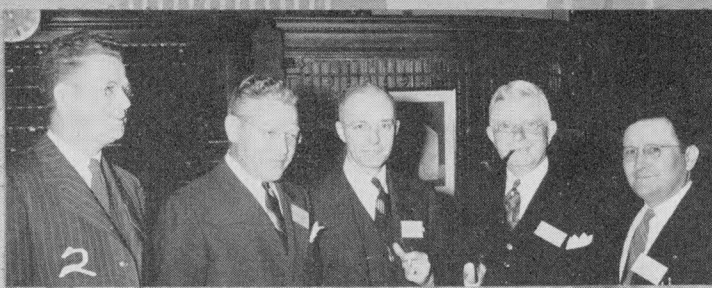
"Great statesmen and big politicians in the past have striven to iron out the wide upward and downward swings in the national economy and to level off and hold the course to a more even keel. A glance at an official business chart on the wall near the writer's desk covering the past 167 years pictures plainly that no generation during this period has been able to accomplish and hold an even keel for very long.

"About every seven years the tide appears to swing to minor peaks followed by minor depressions, and about every 20 years to a major peak followed by a major depression. The chart is reliable evidence that depressions always follow booms, and should serve as a guide for our economic behavior and conduct. I note, however, there is no definite way of knowing for certain just when the peak will be reached or when the depression will set in, for we find the turn for better or worse is frequently a little ahead or a little behind schedule. For instance, a recession was due in 1928, but from causes which few understand, it didn't arrive until October, 1929. The intervening months witnessed the wildest stock market boom in modern history, to be followed by one of the worst and longest depressions appearing on this 167 year chart.

"Every time bank examiners call here we ask them to *be sure* to let us know well in advance when the next slump will arrive. Without doubt our department of banking and the FDIC are vitally interested in keeping the banks in sound condition. While we cannot charge them with the responsibility of 'calling the turn,' their personal and official interest in keeping banks sound is very helpful to bankers. It is our job to be on the lookout for the turn and be prepared to meet the emergencies when they come.

"May we ask the NORTHWESTERN BANKER to tip us off about six months  
(Turn to page 62, please)

*Northwestern Banker August 1942*



AT THE MINNESOTA CONVENTION IN DULUTH—Reading from left to right, 1—**Emil A. Stake**, vice president, First National Bank, Chicago, and **F. H. Krook**, cashier, Citizens State Bank, New Ulm. 2—**M. E. Kalton**, cashier, Security State Bank, Wells; **William N. Johnson**, vice president, Northwestern National Bank, Minneapolis; **R. S. Beatty**, chief national bank examiner, Minneapolis; **J. J. Maloney**, assistant cashier, First National Bank, Minneapolis, and **A. F. Weyer**, vice president and cashier, First National Bank, El-

more. 3—**G. N. Reppe**, president and cashier, First State Bank, Grand Meadow; **W. O. Anderson**, Brown-Blodgett & Company, St. Paul, and **W. M. Newman**, vice president, Farmers State Bank, Osseo. 4—**George J. Meinz**, vice president and cashier, American National Bank, St. Cloud; **H. R. Kurth**, president, Citizens Bank, Hutchinson, and new vice president of Minnesota Bankers Association; **S. R. Knutson**, vice president, Citizens Bank, Hutchinson, and **J. H. Julig**, president, First National Bank, Hutchinson.

# War Conference In Duluth

## Attendance Exceeds Expectation At Fifty-Third Annual Convention of Minnesota Bankers Association

**O. OLSON**, cashier of the Midland National Bank, Minneapolis, was elected president of the Minnesota Bankers Association at the 53rd Convention and War Conference of the organization held last month in Duluth. **H. R. Kurth**, president of the Citizens Bank of Hutchinson, was named association vice president, and **James H. Hogan**, president of the Kerriek State Bank, becomes treasurer.

Association officers and host banks of Duluth were agreeably surprised at the size of the registration. Pre-convention speculation placed the attendance at around 600, but when the cards were all counted nearly 800 had registered, indicating that while in the interest of an all-out war effort it is probably wise to eliminate national conventions, state meetings are drawing a good crowd of serious-minded bankers who come to learn more about their business.

By Henry H. Haynes  
Editor

Proving that the hand is quicker than the eye, **Michael MacDougal**, nationally-known detective of gambling methods and devices of all kinds, at the pre-convention smoker led his audience through a maze of card and rice tricks which were beautifully executed but decidedly bewildering. Marked cards are of course a part of every professional gamblers equipment, but the clever gambler doesn't need marked cards to insure himself all the top cards every deal, or at least often enough to make him the winner. According to Mr. MacDougal, all dice and roulette wheels in gambling houses are crooked, but apparently suckers continue to be born every minute. The entertainment by Mr. MacDougal and the substantial dutch

lunch which followed were provided by the **Duluth Clearinghouse** banks.

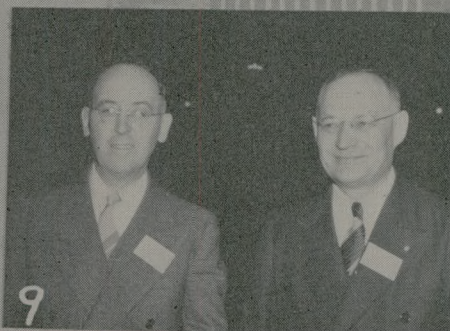
The morning of Thursday, July 9, first convention day, was given over largely to special meetings. Members of the **Pioneer Club** of the Minnesota Bankers Association, representing those who had been 50 years or more in the banking business, held a general session and luncheon. The **Examiners Club** of Minnesota, composed of former bank examiners, elected **F. J. Haeney**, cashier of the Security State Bank, Glencoe, to head the organization for the coming year, with **G. S. Bacon**, president of the Empire State Bank of Cottonwood, as vice president, and **G. N. Reppe**, vice president and cashier of the First State Bank, Grand Meadow, was reelected secretary and treasurer. The board of directors of the Ninth Federal Reserve district, headed by **J. N. Peyton**, held a

(Turn to page 37, please)



AT THE MINNESOTA CONVENTION IN DULUTH—  
 Below, reading from left to right, 1—**L. O. Olson**, cashier, Midland National Bank, Minneapolis, and new president, Minnesota Bankers Association; **J. H. Julig**, First National Bank, Hutchinson, and **O. E. Furtness**, president, Caledonia State Bank. 2—**L. D. Barnard**, Bank of Willmar, and **M. A. Lukken**, president, Alexandria State Bank. 3—**William Duncan, Jr.**, secretary, Minnesota Bankers Association, and **E. R. Gafford**, second vice president, Chase National Bank, New York City. 4—**Wall E. Coapman**, secretary, Wisconsin Bankers Association, Milwaukee; **F. D. McCartney**, vice president, First National Bank, Oakes, North Dakota, and **Paul W. London**, executive director, ninth district Victory Bond Campaign, Minneapolis. 5—**Frank P. Powers**, president, Kanabec State Bank, Mora, and **K. O. Sattre**, cashier, Blue Earth

State Bank. 6—**M. O. Grangaard**, vice president, First National Bank, Minneapolis; **Major T. S. Clayton**, liaison officer, Federal Reserve Bank, Minneapolis, and **O. R. Preston**, assistant vice president, Federal Reserve Bank, Minneapolis. 7—**E. P. Vollrath**, assistant cashier, State Bank of Ceylon, and **Harry A. Walsh**, assistant secretary, Manufacturers Trust Company, New York City. 8—**Robert E. Pye**, cashier, First State Bank, Medford; **G. O. Thorpe**, president, Wisconsin Bankers Association, Chippewa Falls, and **W. L. Boss**, assistant cashier, First National Bank, St. Paul. 9—**J. A. Kiecker**, vice president and cashier, Citizens State Bank, Gibbon, and **A. Briese**, vice president, First National Bank, Fairfax. 10—**Leo Howard**, cashier, Sherburn National Bank, and **O. B. Schneck**, president and cashier, Northwestern State Bank, Ortonville.



# Can a *Trustee* Pocket Insurance Commission on Property?

Hempstead borrowed \$5,000 from his bank in South Dakota and gave a mortgage on his home there as security. Subsequently he sold the property to Garden. Garden kept up the mortgage payments for a while and then ceased paying them. The bank sued to foreclose and, as an incident to the foreclosure, contended that Garden had assumed the mortgage and was therefore liable for any deficiency. Should the bank be sustained in its contention regarding Garden?

**No.** The action of a purchaser of mortgaged property in making payments on the mortgage debt is simply consistent with an intent to protect his property interest. It does not mean that he assumes the debt itself.

A Nebraska apartment building was operated by a trustee. It employed a rental and managing agent which also operated an insurance agency. Such agent procured insurance on the building and collected a commission thereon. Could the beneficiary of the trust recover the commission in the event due credit therefor was not given in the trust accounts?

**Yes.** A trustee violates the duty he owes and is accountable to the beneficiary if he accepts for himself from a third person any bonus or commission for any act done by him in connection with the administration of the trust. In the decision upon which the answer is based a recovery by the beneficiary against the trustee was permitted.

Hultgren sued Sorenson in Minnesota to compel specific performance of an agreement to convey certain real estate and personal property. By way of reply Sorenson asserted that Hultgren should not prevail in his suit because he was entitled to damages rather than specific performance of the personal property features on the action brought by him. Should Sorenson be sustained in such contention?

**No.** Where part of an entire contract relates to personal property, and

## These and Other Timely Legal Questions Are Answered By the LEGAL DEPARTMENT

the rest to a subject matter, such as land, over which jurisdiction to require specific performance is ordinarily exercised, specific performance may be had of the contract as a whole, including the part relating to personal property.

Snow borrowed \$500 from Farrell in Iowa. As evidence of the indebtedness he furnished Farrell with a promissory note signed by him and his wife. The note was not paid when it fell due and Farrell sued. At the trial, Mrs. Snow contended the note was without consideration as to her. Farrell testified, however, that he had agreed to make the loan only on condition that Mrs. Snow sign. This was denied by both defendants. Was it a matter for the jury to decide as to whether such condition was part of the transaction?

**Yes.** In an action on a note signed by a husband and wife, where the wife contends that the note was without consideration as to her, the matter of whether the payee agreed to make the loan only if the wife would sign the note was for the jury to decide. Needless to say, if, in the question the jury believed Farrell, there was sufficient consideration.

Maxwell opened an account in a Wisconsin bank in his wife's name. He retained possession of the passbook and exercised dominion over the deposit. Subsequently he died and his wife claimed the deposit. She was unable to show that he had delivered the book to her or that he had intended to give her the amount deposited. Should her claim be allowed?

**No.** The mere fact that a bank account was opened in his wife's name by a husband, who retained possession of the passbook and continued to exercise dominion over the deposit, did not entitle the wife to the amount of the deposit after the husband's death, in the absence of evidence of his delivery of the book to her or of his intention to give her the amount deposited.

A South Dakota state bank became a member of the Federal Deposit Insurance Corporation prior to July 1, 1933. It closed in April, 1936 because of its unsound financial condition. In November, 1936 the South Dakota Constitution was amended, generally speaking, so that the extra stockholders liability, which previously existed, was abolished. The bank's assets were insufficient to pay its liabilities and the receiver sought to collect from one of the stockholders his extra liability through a suit filed in 1937. Could the receiver collect?

**Yes.** In a recent decision involving facts substantially similar to those outlined in the question, the Supreme Court of South Dakota held that the stockholder in the closed bank was liable to the receiver under the law prior to the constitutional amendment. In so holding, it said that creditors of the bank had vested rights against the stockholders that were not destroyed by the amendment's passage.

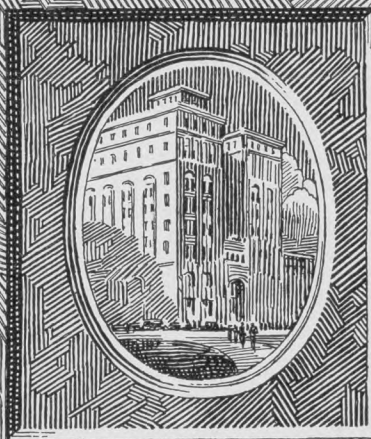
Two Iowans, who were angry at a banker there, sought to gain entrance to the bank at which he was employed in that state after closing hours. A fight ensued and the banker was badly injured. Following the fight, one of the two, who was not the prime mover in the affair, was charged with intent to inflict great bodily injury. Should he be convicted even though he was not primarily responsible for the trouble?

**Yes.** Where two or more combine to accomplish an unlawful purpose, each is responsible for the act of another which is a probable consequence

(Turn to page 41, please)

Equipped  
For All  
**BANKING**  
Needs

# The Omaha National Bank



**ALWAYS  
AT YOUR SERVICE**

*Member  
Federal  
Deposit  
Insurance  
Corporation*

# Counteracting the *Counterfeiter*



LESLIE K. CURRY

A Panel Discussion by

Leslie K. Curry

*Vice President*

*Mercantile-Commerce Bank & Trust Co.  
St. Louis*

and

Julian T. Baber

*United States Secret Service  
Treasury Department  
Washington, D. C.*



JULIAN T. BABER

**M**R. CURRY: I was pleased to have you tell me, Mr. Baber, of the growing intimacy between the American people and the United States Secret Service. By letting the average citizen in on some of your secrets in your "Know Your Money" educational program, you are certainly developing greater vigilance against counterfeiting. I hope that bankers, of all people, have learned by now where to locate the nearest Secret Service agent and that they know his relationship to other federal agencies.

Mr. Baber: Thank you, Mr. Curry. It is good to know that our efforts are bearing fruit. And, as you say, it is always surprising to me when I find a banker who is not familiar with the background and current activities of the Secret Service, which was established during the Civil War. The first and most important responsibility of the Secret Service is protection of the President of the United States. Next is suppressing of counterfeiting of the currency and other obligations of the United States. The Secret Service also investigates certain irregularities relating to the Federal Deposit Insurance Corporation and other laws with which the Treasury Department is concerned.

Mr. Curry: Then I suppose the Secret Service is a rather extensive organization?

Mr. Baber: Well, it isn't as large as some of the other federal agencies, but we have offices in 54 cities, and a Secret Service agent is usually on hand when he is needed.

Mr. Curry: Will you tell us how the banks can help the Secret Service?

Mr. Baber: Banks constitute the first line of defense of the Secret Service against the counterfeiter. Tellers help a great deal by detecting counterfeit notes included innocently in customer deposits. As a matter of fact, Frank J. Wilson, chief of the Secret Service, likes to regard tellers as deputy agents pinch-hitting for our men when they are not available immediately.

Mr. Curry: I'd say that's a high compliment by Chief Wilson, and I know tellers in every bank will cooperate with the Secret Service in every way.

Mr. Baber: You're absolutely right, Mr. Curry, and you may be sure the Secret Service appreciates your spirit of cooperation. Our relationship with banks and bankers has been most cordial for more than 75 years.

Mr. Curry: Will you tell us a little about your new educational crime-fighting plan?

Mr. Baber: Since it represents a new approach to law enforcement, we are rather proud of this new system and I shall be pleased to discuss it. The Secret Service is the first federal investigative agency to attempt

on a wide scale the prevention of a major crime without relying upon the age-old methods of investigation, prosecution, and imprisonment.

Mr. Curry: That certainly sounds interesting. Please continue.

Mr. Baber: Bear in mind I said this is an attempt to *prevent* crime. Well, that's the objective of the Secret Service—*crime prevention* through education instead of *crime suppression* through the courts and the jails. As victims of counterfeit notes, our citizens lost an average of \$771,000 annually from 1933 to 1936. The first educational effort of the Secret Service began in 1937 in small test areas. When losses from counterfeiting dropped immediately, the program was intensified by Chief Wilson to cover finally every state through Secret Service field offices, and it's still going strong.

Mr. Curry: I am sure you can count on the support of banks and bankers throughout the country.

Mr. Baber: Thank you, Mr. Curry. May I say it is the earnest desire of Secretary Morgenthau and Chief Wilson to cooperate with the banks whenever it is possible. It may interest you to know that banks last year lost \$19,200 in accepting 2,697 bogus notes which slipped through undetected in customer deposits.

Mr. Curry: Is that so? I'm sure this group will be grateful if you will ex-

plain briefly the best method of detecting counterfeit money.

Mr. Baber: Well, anyone who receives a doubtful bill should first compare it with another note known to be genuine of the same type and denomination. The portrait on a counterfeit bill is generally dark and smudgy, the oval background is too dark and fails to show the fine cross-ruled lines which distinguish the genuine. The sawtooth points on the rim of the Treasury seal on a counterfeit are usually irregular, and the serial numbers are spaced poorly and printed unevenly. An experienced teller can spot instinctively the strange or "unfriendly" face on a counterfeit bill as quickly as he can identify the face of a stranger before his window. Through years of training he acquires a sort of sixth sense enabling him to distinguish between good and bad engraving and printing.

Mr. Curry: May I interrupt you for a moment, Mr. Baber; are most counterfeits printed from engraved plates?

Mr. Baber: No, Mr. Curry, quite to the contrary. The photo-engraving process has practically eliminated the hand-engraver. The photo-engraving method, however, is incapable of reproducing accurately the delicate lines and shadow values which identify genuine currency. Etching with acids results in inferior shading, particularly in the portraits, in which the facial features are coarse and rough, and the eyes lack expression and vitality.

Mr. Curry. I see. But what about altered or raised notes; is there any particular method by which they may be detected?

Mr. Baber: Most assuredly, Mr. Curry. Nowadays, notes are issued in eleven denominations and each carries a standard portrait. Study of these portraits is the best protection against altered notes, and tellers will do well to disregard other characteristics and identify a note by the portrait it bears.

Mr. Curry: Well, I have here a \$5 bill with a picture of Abraham Lincoln. You mean if I should see Lincoln's portrait on a \$20 bill, I should know something is wrong?

Mr. Baber: Exactly, Mr. Curry. You see, the note-raiser tampers with genuine currency, erasing the corner numerals and denominational lettering. He then substitutes in paint or ink the artistic flourishes necessary to increase for his own purposes the note's original value. He may even tear off the corners of genuine bills and paste them over the numerals on notes of smaller denomination. However, he finds a stumbling block in the portrait, which he cannot alter satisfactorily.

# In Time of War Prepare for Peace

The advice of George Washington to his countrymen "In time of peace prepare for war" is equally appropriate today when written in reverse.

When this war ends, American banking will be confronted with unprecedented problems — and opportunities.

We believe an account with us would be a benefit to you at all times.

... THE ...

## PHILADELPHIA NATIONAL BANK

ORGANIZED 1803

PHILADELPHIA, PA.

Resources over \$650,000,000

*Member of Federal Deposit Insurance Corporation*

Mr. Curry: Are many raised notes being circulated these days?

Mr. Baber: Not a great many. However, tellers should inspect carefully all cash deposited by refugees from Axis-controlled countries, many of whom have been defrauded on the so-called "Black Bourse" in exchanging their funds for United States currency prior to departing from their home lands. They learn of their losses only when they attempt to bank their money in this country.

Mr. Curry: That's vicious swindling. Are such losses extensive?

Mr. Baber: Most notes traceable to

the "Black Bourse" are \$1 and \$2 bills raised skillfully to represent \$100 and \$500.

Mr. Curry: Is it true that genuine currency is printed on two sheets of paper?

Mr. Baber: Definitely no, Mr. Curry. Genuine currency paper is made in one sheet under government contract. It contains tiny red and blue fibers which increase its tensile strength and durability. The fibers are not placed in the paper as a protective feature.

Mr. Curry: That's interesting. Now what is the geometric lathe-work on a bill?

Mr. Baber: It is the lace-like pattern in the border, and is so-called because it is engraved by a very complicated machine known as the geometric lathe. It is almost impossible to duplicate this work flawlessly.

Mr. Curry: I believe you told me the government issues only three types of notes. How may tellers identify the types immediately?

Mr. Baber: By glancing at the color of the Treasury seal and serial numbers, which are blue on silver certificates, red on United States notes, and green on Federal Reserve notes.

Mr. Curry: What is a bank's responsibility when a teller discovers a counterfeit note, raised bill, or counterfeit coin in a customer's deposit, and the customer insists upon its return?

Mr. Baber: Well, I know of cases in which banks returned the counterfeits for fear of possible legal action. As a result of the efforts of the Secret Service, the Secretary of the Treasury issued an order October 17, 1941, authorizing all banks to seize any and all counterfeits coming to their attention for surrender to the Secret Service.

Mr. Curry: What becomes of counterfeits seized by the Secret Service?

Mr. Baber: They are held until every possible use in criminal proceedings has been exhausted. Then they are destroyed in Washington.

Mr. Curry: Bankers sometimes receive complaints from customers claiming to have received counterfeits from the banks. I realize that when a bank takes in a counterfeit—and this does happen occasionally despite the vigilance of tellers—there is always the possibility it may be paid out again innocently. In controversies between bank and depositor over counterfeits traced to a customer's account after he leaves the bank, the bank is the ultimate loser, not only in the amount involved, but in prestige, which is more important. I know of the loss of good accounts by banks which failed to subscribe to the theory that "the customer is always right." What is your advice, Mr. Baber?

Mr. Baber: Briefly, may I say that tellers may avoid such embarrassments if they will improve their sense of observation in identifying the "unfriendly" faces which leer at them from the average counterfeit bill or coin. Let their motto be: "By Their Faces Ye Shall Know Them."

### Same Color

"What kind of ice cream would you like, little girl?"

"I guess strawberry would look best on my dress."

## CONTINENTAL ILLINOIS NATIONAL BANK AND TRUST COMPANY OF CHICAGO

### Statement of Condition, June 30, 1942

#### RESOURCES

Cash and Due from Banks .....	\$ 577,203,002.54
United States Government Obligations, Direct and Fully Guaranteed .....	943,918,547.00
Other Bonds and Securities .....	59,499,850.16
Loans and Discounts .....	263,515,028.22
Stock in Federal Reserve Bank .....	3,000,000.00
Customers' Liability on Acceptances .....	609,497.01
Income Accrued but Not Collected .....	3,251,165.30
Banking House .....	11,850,000.00
Real Estate Owned other than Banking House	1,717,220.93
	<u>\$1,864,564,311.16</u>

#### LIABILITIES

Deposits .....	\$1,724,560,308.81
Acceptances .....	609,497.01
Reserve for Taxes, Interest and Expenses ...	5,524,883.01
Reserve for Contingencies .....	17,270,133.83
Income Collected but Not Earned .....	541,861.08
Common Stock .....	50,000,000.00
Surplus .....	50,000,000.00
Undivided Profits .....	16,057,627.42
	<u>\$1,864,564,311.16</u>

United States Government obligations and other securities carried at \$209,276,878.45 are pledged to secure public and trust deposits and for other purposes as required or permitted by law

Member Federal Deposit Insurance Corporation

# Things You Will Want to Know About *War Damage* Insurance

**T**HE War Damage Corporation has issued Regulations "A", effective last month, containing regulations, rules and rates covering quotations for insurance under policies to be issued, which of course may be issued only through a fiduciary agent. A number of the more important clauses of the regulations are quoted as follows:

**Territory**

For the present, insurance will be written on properties situated in the Continental United States of America, Alaska, Virgin Islands, Hawaii, Puerto Rico and the Canal Zone.

**Effective Date and Term of Insurance**

The producer's acceptance of the application does not constitute a binder. The insurance applied for shall take effect on the "Effective Date," at noon standard time, at the place where the property is located, and shall terminate 12 months thereafter at the same hour. If the application has been properly completed and is accompanied by full payment of premium, the "Effective Date" shall be the date on which the application is received and date-stamped by the Fiduciary Agent (but in no event earlier than July 1, 1942), unless a later date is requested in the application.

**Policy Form and Coverage**

Insurance will be written only on the form of policy prescribed by the corporation. The policy will cover only direct physical loss of or damage to the property insured. The policy does not provide consequential coverage, such as use and occupancy, rent and rental value, or coverage for other indirect losses.

**Blanket Insurance**

Where more than one property is under the same ownership whether at one or more locations, all such properties may be insured under one policy for an amount of insurance covering blanket on all such properties, provided the application (and the schedule, if any) shall set forth the approximate distribution of the total coverage on all such properties according to the respective states, territories, posses-

sions, and coded cities of locations. The rate for blanket insurance shall be the rate for the highest rated building or location. The "Pro Rata Distribution" clause in the policy applies with respect to blanket insurance written subject to less than 90 per cent coinsurance.

**Service Fee to Producer**

The service fee to the producer shall not exceed 5 per cent of the premium, with a minimum fee of \$1.00 per policy, and a maximum fee of \$1,000 per policy. The service fee shall not be deducted from the remittance which accompanies the application. The service fee may be paid on each policy issued, and shall become due upon the issuance of the policy and shall be payable on or before the 20th day of the month following. Service fees shall be paid on renewals. Service fees may be paid only to producers.

**Coverage for Privately Owned Furs, Jewelry, Art Objects, and the Like**

Furs, jewelry, works of art, statuary, paintings, pictures, etchings, antiques, stamp and coin collections, manuscripts, books and printed publications more than 50 years old, models, curiosities, and objects of historical and scientific interest, when privately

owned, may be specifically covered, provided the application or the schedule attached thereto sets forth separately the discription, location and the amount of coverage of the property to be so covered. The limits of coverage shall be \$5,000 for any one article and a total of \$10,000 for any one interest with respect to any and all of the foregoing types of property. In any such case the fiduciary agent shall attach to the policy a separate endorsement (or endorsements) extending the coverage of the policy to include each type of such property so listed in the application and/or the schedule, subject to the foregoing limits of coverage. Such endorsement shall also state that the "Coinsurance" clause and "Pro Rata Distribution" clause, both of which are a part of the policy, shall not be applicable to the property covered under the endorsement.

**Policy Exclusions**

Unless otherwise specifically provided in writing thereon in accordance with these regulations, the policy shall not cover accounts, bills, currency, deeds, evidences of debt, securities, money, bullion, stamps, furs, jewelry, precious and semi-precious stones, works of art, statuary, paintings, pictures, etchings, antiques, stamp and coin collections, manuscripts, books

	<i>On Fire Resistive Construction</i>	<i>On Ordinary Construction</i>	<i>On Non-classified</i>
Churches, hospitals, public buildings-----	10c	15c	
Apartments, office buildings, warehouses---	15c	20c	
Manufacturing plants, wharves, bridges----	20c	30c	
Railroads and public utilities-----			30c
Rolling Stock-----			30c
Roadbeds and trackage-----			10c
Floaters for movable property (with 100 per cent coinsurance mandatory)-----			25c
Property in transit-----			3c
Vessels under construction-----	25c	37½c	
Vessels devoted to storage or industrial use--	50c	75c	
Ferries, commercial hulls, storage cargo, pleasure craft -----	50c	75c	
Pleasure watercraft and pleasure aircraft (when not in use)-----			25c

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 Federal Reserve Bank of St. Louis

and printed publications more than 50 years old, models, curiosities, objects of historical or scientific interest, pleasure water craft, pleasure aircraft, standing timber, growing crops, orchards, or any real property which is not a part of a structure or building.

### Explanation of Coinsurance Clause

The effect of the "Coinsurance" clause is to assess equitably the cost of the insurance. The following is one illustration:

Value .....	\$10,000
Insurance required by (50%)	
Coinsurance Clause .....	5,000
Insurance actually carried .....	5,000
Loss .....	1,000

In this case, the property owner has carried sufficient insurance to comply with the 50 per cent "Coinsurance" clause and, therefore, the loss of \$1,000 would be paid in full.

Following is another illustration:

Value .....	\$10,000
Insurance required by (50%)	
Coinsurance Clause .....	5,000
Insurance actually carried .....	2,500
Loss .....	1,000

In this case, since the property owner has carried only one-half of the required amount of insurance, he would collect but one-half of his loss. The property owner would then recover only 50 per cent of his loss, or \$500.

In the case of a total loss under either illustration, the property owner would collect the face amount of the policy.

### New Book on Money

A brochure or booklet of unusual interest, entitled "Your Money and the Federal Reserve System," has been issued by the Federal Reserve Bank of Minneapolis, and produced under the supervision of Oliver Powell, first vice president of the bank. The book is profusely illustrated, and while, of course, educational in nature, is so arranged that it should provide a highly successful medium through which all persons not familiar with the set-up of the Federal Reserve System will gain a factual, working knowledge of this branch of our national banking operations.

### Declare Dividend

The board of directors of Manufacturers Trust Company declared the regular quarterly dividend of 50 cents per share on the common stock, payable on July 1, 1942, to stockholders of record on June 15, 1942.

The board also declared the regular quarterly dividend of 50 cents per share on the preferred stock, payable July 15, 1942, to stockholders of record on June 30, 1942.

### Dies in Philadelphia

Joseph Wayne, Jr., retired president of the Philadelphia National Bank and of the Philadelphia Clearing House Association, and perhaps Philadelphia's best known and most influential banker, died there recently.

Mr. Wayne, a descendant of "Mad Anthony" Wayne, was 68 years old.

### Bank Builders Go to War

"Bankers have contributed more to the war effort than most of them realize," points out J. B. Gander, president of the Bank Building & Equipment Corporation of America, St. Louis.

"Without their support for the past thirty years, our organization would hardly be in a position today to turn out millions of dollars of war goods. Our experience in building and modernizing over 1,000 banks—that's a contract completed every ten days—forced us to develop a complete organization, in order to handle every conceivable type of building and modernization problem."



J. B. GANDER

That this "complete" organization is getting things done fast today, is indicated by the Commodity Credit Corporation's placement of a contract with this firm for 4,000 bins, to be completed in sixty days. Some idea of the scope of the job can be gained from the fact that these "bins," in reality, are almost as large as small bungalows, and almost as substantially built.

Drawing on its experience in building and modernizing some of America's largest banks, the Bank Building & Equipment Corporation adapted peace-time techniques for "getting things done." To expedite getting into production quickly on vitally needed war goods, Mr. Orabka threw his entire organization into the task of getting material . . . millions of feet of lumber; thousands of pounds of nails; carloads of plumbing and heating supplies. Literally thousands of telegrams were dispatched to suppliers all over the United States. As their affirmative replies came in, orders were of necessity placed over the long distance telephones, later confirmed in writing.

## Agents Continue Gains First Six Months in 1942

One thousand Allied Mutual agents continued to send an increased number of applications to their home office during the first six months of 1942.

This splendid production was aided by the fact that Allied Mutual agents offer popular farm liability, public liability, workmen's compensation lines in addition to full coverage automobile protection.



## ALLIED MUTUAL CASUALTY COMPANY

Harold S. Evans, President

Hubbell Bldg.

Des Moines, Iowa



As do many executives engaged in war production, Messrs. Gander and Orabka both feel that the experience their organization will gain during the present emergency will result in many technological advancements in both materials and methods; and that such progress will contribute much to better bank construction after the war.

"While we are heavily engaged in war production," states Mr. Gander, "a good portion of our organization is still engaged in bank modernization. While WPB regulations limit such work to \$5,000, we find that figure provides us with considerable latitude, since long ago we learned how to 'stretch' bankers' dollars. No banker who really needs modernization should hesitate to go ahead. We contend it is unpatriotic to do so, since bankers are in the war as much as the rest of us. War-time financing is just as important as war-time production."

### Dividend

The board of directors of the Chemical Bank & Trust Company have declared the regular quarterly dividend of 45 cents per share on the capital stock of the bank, payable early last month, to stockholders of record June 15, 1942.

### Assistant Cashiers

Edward E. Brown, president of the First National Bank of Chicago, after a regular meeting of the board of directors, announced the appointment of William C. H. Dobbeck, Walter A. Grau, and Arthur B. Northrop as assistant cashiers. All were promotions from the staff as each of the men had been employed by the bank for many years.

### Northern Trust Dividend

The board of directors of the Northern Trust Company have declared the 178th consecutive quarterly dividend. This dividend of \$4.50 was payable last month to stockholders of record at the close of business June 16th.

EMPLOYERS  
MUTUAL  
CASUALTY COMPANY  
DES MOINES

An Agency Company — Assets Over \$4,000,000

- Automobile Insurance
- Workmen's Compensation
- General Liability
- Elevator Insurance
- Plate Glass Insurance

### Trust Promotions

The Mercantile-Commerce Bank and Trust Company announced the appointment of Joseph A. McCarthy as trust officer and John P. Butler as associate trust officer. Both have been connected with the trust department for many years, and prior to this appointment McCarthy served as associate trust officer and Butler as an assistant trust officer.

### Savings and Loan Dividend

Directors of the Twin City Federal Savings and Loan Association, Minneapolis, have declared a semi-annual dividend at the rate of 3 per cent per annum, payable June 30, according to announcement by Roy W. Larsen, vice president. This is the 39th consecutive semi-annual dividend paid by this association since its organization. Since 1936, dividends have been at the rate of 3 per cent per annum.

Resources of the association now exceed \$16,500,000. Member's accounts have increased more than a million dollars since the first of the year, according to Mr. Larsen.

"Papa, what is a prophet?"

"My son, a prophet is a man who tells you what is going to happen but doesn't bet any money on it."

### With Des Moines Firm

Wheelock and Cummins, Des Moines investment bankers, announce that Ira D. Allen and Fred E. Gaehner,

## YOU ARE A SELECT RISK

●

This makes it possible for you to secure high grade insurance at about half the usual cost. Thousands of bankers all over the country carry our accident and health insurance. You are a better citizen with your income protected. Insurance paid up to Dec. 15th for only \$2.00. Write for literature and applications.

## Minnesota Commercial Men's Association

●

2550 Pillsbury Ave.  
Minneapolis, Minn.

## Build Business with Plenty of Field Help

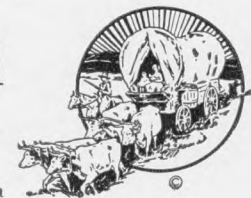
Western Mutual agents always have at their disposal plenty of intelligent, trained field service men. This extra service may mean much to your agency. Investigate it now.



Legal Reserve  
FIRE and AUTO POLICIES  
STANDARD POLICY FORMS

## Western Mutual Fire Insurance Company

Ninth and Grand                      Des Moines, Iowa



*"Over a Third of a Century of Safety and Service with Savings"*

both of Des Moines, have become affiliated with the firm, and that R. W. Mellen, of Mason City, has also become a representative of the company. Messrs. Allen and Gaehner were for a number of years with Jackley and Company, Des Moines.

### Tom Bowen Dies

Thomas M. Bowen, 42, died at his home in Des Moines after suffering a heart attack.

He had been associated with Jackley and Company, an investment house,

for several years. A few weeks ago he entered the employ of the Central National Bank & Trust Company. Before working with Jackley and Company, he had been with Jesse M. Stevenson Investment Company.

Mr. Bowen was the son of Cromwell Bowen, widely known attorney of many years ago.

### Chicago Auditors Elect

At the recent annual meeting of the Chicago Bank Auditors Conference, R. Ostengaard, comptroller auditor of the

Live Stock National Bank, was elected president; W. E. Harrison, assistant auditor of the City National Bank & Trust Company, vice president; P. H. Cordes, auditor of the Lake Shore Trust & Savings Bank, treasurer, and D. J. MacDonald, assistant auditor of the Northern Trust Company, secretary.

The Chicago Conference is a member of the National Association of Bank Auditors & Comptrollers which has 49 conferences in cities throughout the United States.

Instead of paying the bonuses in cash, they are automatically placed in War Bonds, so that the agents are building up their commission income and at the same time increasing their investment in the bonds which are essential to the winning of the war.

One interesting feature of the plan is that, instead of purchasing the bonds centrally, the company sends an application and its check to the local bank designated by the agent, so that credit for the sale of the bond goes to the agent's own community.

### Council Bluffs Savings Bank

**B. A. Gronstal**, president of the Council Bluffs Savings Bank, Council Bluffs, Iowa, in the statement of his bank for June 30, 1942, shows deposits of \$5,245,000, loans of \$3,122,000, capital stock \$150,000, and surplus and undivided profits of \$309,000.

The officers of the bank are as follows: **B. A. Gronstal**, president; **E. P. Schoentgen**, vice president and chairman of board; **Julius Rosenfeld**, vice president; **E. H. Spetman**, cashier and trust officer; **John M. Jurgens**, **E. P. Juel**, **John B. Keeline** and **D. E. Hesse**, assistant cashiers, and **Laverne Tollinger**, assistant trust officer.

### Allen Investment Company

Harold L. Allen, Des Moines investment dealer, announces the opening August 1st of the Harold L. Allen Investment Company, at 412 Equitable Building, Des Moines.

Mr. Allen has been in the investment business in Des Moines for the last 15 years and recently has been vice president of First Securities Corporation of Des Moines.

Associated with Mr. Allen in the new firm will be Charles E. Deuben, formerly assistant manager of the Goodbody & Company offices and, prior to that, with Babcock, Rushton & Company, Des Moines offices.

Another associate will be Clarence S. Smith, who has been with First Securities Corporation in recent years.



## The LIVE STOCK NATIONAL BANK

*of Chicago*

UNION STOCK YARDS • TELEPHONE YARDS 1220

### STATEMENT OF CONDITION

June 30, 1942

#### RESOURCES

Cash and due from banks.....	\$21,791,690.00
United States Government securities.....	6,236,959.20
State and municipal securities.....	780,681.76
Other marketable bonds.....	993,847.91
Loans and discounts.....	5,742,602.28
Federal Reserve Bank stock.....	75,000.00
Bank building.....	425,000.00
Interest earned, not collected.....	39,797.59
Current receivables and other assets.....	8,105.98
	<u>\$36,093,684.72</u>

#### LIABILITIES

Capital.....	\$ 1,000,000.00
Surplus.....	1,500,000.00
Undivided profits and reserves.....	139,120.58
Unearned discount.....	27,493.58
Deposits.....	33,427,070.56
	<u>\$36,093,684.72</u>

#### BOARD OF DIRECTORS

**FREDERICK H. PRINCE**  
*Providence, R. I.*

**ROBERT J. DUNHAM**  
*Investments*

**RICHARD HACKETT**  
*General Manager, Central  
Manufacturing District*

**ORVIS T. HENKLE**  
*Vice-President and General  
Manager, Union Stock Yard  
& Transit Co.*

**ARTHUR G. LEONARD**  
*President, Union Stock Yard  
& Transit Co.*

**WILLIAM J. O'CONNOR**  
*Ass't General Manager, Union  
Stock Yard & Transit Co.*

**RALPH M. SHAW**  
*Winston, Strauen & Shaw*

**THOMAS E. WILSON**  
*Chairman of the Board,  
Wilson & Co., Inc.*

**DAVID H. REIMERS**  
*President, The Live Stock National Bank of Chicago*

SERVING AGRICULTURE AND INDUSTRY

*Since 1868*

MEMBER FEDERAL DEPOSIT INSURANCE CORPORATION

# Government Inflationary Attitude Pushing Market Up — *But* —

"It Will Take More Than Inflation Talk We Have Had So Far to Support a Rising Stock Market"



Nothing that happened in July on the worldwide battle front was good for our side—but the markets pretty well disregarded the news. Certainly none of these developments could be interpreted as optimistic—the German gains in Russia, Rommel's success in Egypt with his German and Italian troops, further Japanese landings in the Aleutians and New Guinea, the continuous loss of cargo ships in the Caribbean and off our east coast.

Markets in this country, however, were strong enough to shrug off bad news—especially the stock market—with the talk of inflation again in the news. We are writing this Monday morning, the 27th—there is still a week to go—but at this point stocks record a gain for the month. On July 1st the industrial averages compiled by Dow Jones were 103.34—Saturday, July 25th, they closed at 106.53, a gain of 3.19 points in twenty-one days of trading. The high point of the month was July 16th, when the averages hit 108.91—a recovery of almost 17 points from the low of the year of 92.92 on April 28th.

At no time during the month did volume of trading on the Big Board reach a level which is considered the break-even point financially for brokers—a million shares. In fact, on Saturday, the 18th, the volume was 99,000 shares—the lowest in twenty-four years. The biggest gain in the averages was recorded on the 8th when the market rose 2.18 points—the volume that day was 576,800 shares. The sharpest drop was 1.38 points on the 23rd—the volume, however, being only 333,000 shares. Up to this writing there have been twelve days in the month when stocks improved—nine days of decline.

Developments in Washington during the past few weeks have been helpful to the stock market—regardless of

## The Month's Market Maneuvers Prepared for

### The Northwestern Banker

By James H. Clarke

Assistant Vice President  
American National Bank & Trust Co.  
Chicago

how bad the ultimate effect of the economy of the country may be. The action of the National War Labor Board permitting another increase in wages of steel workers—the failure of Congress to support other ceilings—especially on farm prices—are definitely inflationary. With two or three groups receiving increased incomes, costs of living must rise—and, of course, to the detriment of those classes—vast in number—whose incomes remain the same. This, coupled with a diminishing supply of available consumer goods, must force prices higher and higher. And in the absence of effective price ceilings this will prove to be serious.

Some of this excess will spill over into the stock market—some already has—but in the absence of eventual currency inflation, such a development cannot be looked upon as a stable or lasting development. Ultimately the earnings of corporations, the dividends they are able to pay, their vulnerability to new taxes, their general positions in the war economy—these and a few other fundamental factors will determine stock values. Earnings reports released this week have not been good—government contracts are not proving to be very profitable—and a stiff tax bill is now in the Senate. It will be September, in all probability, before it is ready for the House and Senate Conferees to iron out their differences. If further earnings statements are poor and the discussions of the tax bill are unpleasant, it will take more than the inflation talk we have had so far to support a rising stock market.

The government bond market acted well in July—the stepping up of discount bill sales to \$350,000,000 weekly, and the offering of \$2,000,000,000 in 2s of 12-15-51/49—both being well received. The allotment of only 52 per cent of subscriptions on the 2s is a good clue to how well they were accepted—as the talk on the day of the offering was that allotments might run as high as 75 per cent. It probably will be a good policy for banks to figure on receiving 50 to 75 per cent of what they subscribe for in the future—at least, on bond offerings—and govern their subscriptions accordingly.

In short, the old days of receiving in allotments only 10 or 12 per cent of the amount you put in for are gone—buy up to your limit—but don't over subscribe. The days of such profits with bonds bid up to substantial premiums following the offering are also gone. The turnover activity in your government portfolio should be kept to a minimum. Buy what you can and hold them—but don't churn them round with the hope that you will pick up an extra thirty-second of a point.

Municipal bonds were stronger during the month. There was one sizable offering—the \$17,100,000 of City of Detroit. At this writing there is but little on the horizon in the way of new offerings. Even some of the weaker revenue bonds acted better—but bankers who have not already combed their lists for those issues fully or partly dependent on tolls or gas taxes had best do it.

Railroad bonds, after a sinking spell in June, picked up a bit in July. Investors have again become encouraged by the consistently good earnings and outlook for the rails—at least, so long as the war lasts. Rails with their heavy capitalization do not face the tax problems that other industries do—and that has encouraged buying here and there. There is a bill in Washington which would permit solvent roads with bonds selling at sharp discounts—such as New York Central and Southern Pacific—to buy these in with their excess funds—and then retire them without paying the income

Northwestern Banker August 1942

tax on the more or less theoretical profit which results. Because of the rails' poor earnings in recent years—because of low ratings—most banks and insurance companies won't and can't buy them. With these two buyers out of the market, admittedly it is difficult for these bonds to do much—especially when no one seems to want to be caught with rail bonds when the war ends. But there are a few bright spots now.

Public utility bonds—the best grades—have held well, but there have been some price concessions in the medium grades. The utilities in many cases face three evils—higher taxes for one;

higher wage and material costs for a second; and lower rates for a third.

There is not much new financing in sight. The Treasury, of course, plans to raise about \$2,000,000,000 in August—partly through reopening the registered 2½s of 1972/67 (the tap issue) to institutions. If as many as \$800,000,000 are sold, perhaps the Treasury can get by in August by stepping up bill sales—if not, it can resort to another Certificate of Indebtedness. It may be necessary to lower reserve requirements in New York and Chicago—aside from that, nothing spectacular seems likely in the government market.



**THEY'RE COMING—  
MILLIONS STRONG!**

**A**ND MILLIONS MORE will see that they will get where they are going with plenty of ammunition and food. Yes, they are well fed. The best fed army in the world! Organized agriculture is back of them.

The well rounded programs under the guidance of the U. S. Department of Agriculture, through its state and county war boards, result in intelligent production—the kind of food they need and plenty for the future.

It requires large sums of money for this stepped-up production. City dollars are put to work on farms and ranches through the Federal Intermediate Credit Banks, which issue in exchange their consolidated collateral trust debentures. These conservative, safe investments supply the sinews of war in the form of production loans to hundreds of thousands of farmers throughout the Nation—loans made by local credit institutions.

#### THE FEDERAL INTERMEDIATE CREDIT BANKS

SPRINGFIELD, MASS.  
BALTIMORE, MD.  
COLUMBIA, S. C.

LOUISVILLE, KY.  
NEW ORLEANS, LA.  
ST. LOUIS, MO.

ST. PAUL, MINN.  
OMAHA, NEB.  
WICHITA, KAN.

HOUSTON, TEX.  
BERKELEY, CAL.  
SPOKANE, WASH.

Further information regarding the Debentures may be obtained from

CHARLES R. DUNN, Fiscal Agent

31 Nassau Street, New York, N. Y.

#### Chase National Promotions

Fred C. Eggerstedt, John J. Lendrum, John D. Revene and Carl W. Weis have been promoted to second vice presidents of the Chase National Bank. Cloyd H. Huffard was appointed an assistant cashier.

#### Guaranty Trust of New York

In the June 30, 1942, statement of the Guaranty Trust Company of New York, the deposits were \$2,289,224,762, with capital stock of \$90,000,000, surplus fund of \$170,000,000 and undivided profits of \$19,470,856. The total U. S. government obligations amounted to \$1,306,319,482.

#### Mercantile-Commerce Bank and Trust Company

The Mercantile-Commerce Bank and Trust Company of St. Louis, in their June 30, 1942, statement, showed deposits of \$225,311,000, with capital stock of \$10,000,000, surplus of \$4,000,000 undivided profits of \$3,318,000. The total U. S. government obligations amounted to \$79,000,000.

#### Close Des Moines Office

Goodbody & Co., investment and commodity brokers, discontinued their Des Moines office, effective last month, according to an announcement by Laverne M. Barlow, resident manager of the firm.

A simultaneous announcement by William H. Sievert, manager of the Des Moines office of Lamson Bros. & Co., 207 Equitable building, revealed that Barlow and Charles E. Deuben, assistant manager of the Goodbody office, will join the Lamson firm.

#### ABA Cancelled

The Administrative Committee of the American Bankers Association has voted unanimously to cancel plans for holding a convention of the Association this year. The convention was to be held in Detroit, September 27-30.

Although plans for the convention have been cancelled, the Association will maintain a direct and practical working relationship with its members throughout the duration of the emergency. This will be done through the extension of clinics and other intimate types of gatherings which, by reason of size and geographical representation, offer no serious transportation problems.

These meetings will enable Association officers, committeemen, members of the staff and others to bring to the membership timely discussions of problems and activities that affect wartime banking. Every channel of

communication between the Association and its members will be kept open and used effectively.

### Elected Assistant Cashier

George J. Fitzgerald has become associated with the American National Bank and Trust Company of Chicago in an official capacity, having been recently elected to the post of assistant cashier by the bank's board of directors.



GEO. J. FITZGERALD

Mr. Fitzgerald was formerly a national bank examiner in the Seventh Federal Reserve District, having served continuously in that capacity since 1929. Prior to that time he was associated for several years with Chicago banks. He is a native of Chicago and attended Holy Cross School and Cathedral College, continuing his studies at St. Mary's University in Baltimore, where he received his degree of Bachelor of Arts and Master of Arts. Following service in the army in the last war, he returned to Chicago, where he has since resided.

### Insurance for Bank Funds

War risk insurance protecting banks against losses in money and securities as a result of air raids or other enemy action, or defense operations of the United States armed forces, will in all likelihood be made available by the War Damage Corporation within the next month or two, according to the Insurance and Protective Committee of the American Bankers Association.

In a letter sent by the committee to the Association's entire membership, it is pointed out that insurance against loss or damage to real estate on which banks hold mortgages, as well as banking premises, is now avail-

able through the War Damage Corporation. The letter suggests that banks interested in this type of war damage insurance should consult insurance brokers and agents, who will prepare applications for policies.

Financial institutions in the coastal areas and other regions are requesting mortgagors to apply for and carry WDC insurance on mortgaged real estate, the letter states. "Whether mortgagors have the right to compel mortgagors to pay for such insurance depends upon the wording and intent of the mortgage agreement," it says.

Should mortgagors decline to carry WDC policies, the committee points out in its letter, Rule 10 of the regulations of the War Damage Corporation provides banks with an opportunity to protect their mortgage interests. "Under this rule," the letter states, "banks and other financial institutions may purchase blanket coverage to protect their interests in real estate mortgages, chattel mortgages held as collateral to consumer credit loans, and other property constituting collateral for commercial loans."

# GMAC

GENERAL MOTORS ACCEPTANCE CORPORATION

is engaged primarily in facilitating wholesale distribution and retail sales of consumer goods manufactured by GENERAL MOTORS CORPORATION and its affiliates or sold by dealers in its products, such as automobiles and trucks; refrigeration and air conditioning appliances; lighting, power and heating equipment.

The business consists of investments in self-

liquidating credits, which are widely diversified as to region and enterprise, capital employed being in excess of eighty million dollars.

In obtaining short term accommodation, GMAC issues one standard form of note. This obligation it offers to banks and institutions, in convenient maturities and denominations at current discount rates.

**GENERAL  
MOTORS  
INSTALMENT  
PLAN**

*These NOTES are available, in limited amounts, upon request.*

EXECUTIVE OFFICE NEW YORK BRANCHES IN PRINCIPAL CITIES

## BONDS

*Public Utility*

*Industrial*

*Railroad*

*Municipal*

## A.C. ALLYN AND COMPANY

**Incorporated**

**100 West Monroe Street, Chicago**

**New York**

**Milwaukee**

**Omaha**

**Boston**

**Representatives:**

**Waterloo**

**Des Moines**

**Cedar Rapids**

## Dedicate Service Roster

Continental-Illinois Post No. 383, the only bank post in the American Legion, dedicated last month the 9½ by 9-foot tripanel service roster of the Continental-Illinois National Bank and Trust Company of Chicago in honor

Harold L. Allen  
announces the opening of the

HAROLD L. ALLEN  
INVESTMENT COMPANY

at

412 Equitable Bldg.

Des Moines

★ ★ ★

With Mr. Allen will be  
associated

CHARLES E. DEUBEN

and

CLARENCE S. SMITH

★ ★ ★

THE  
HAROLD L. ALLEN  
INVESTMENT CO.

412 Equitable Bldg.

DES MOINES

Telephone 3-3251

Teletype DM93



The Service Men's Roster of the Continental Illinois National Bank & Trust Company which was dedicated last month.

of the bank's 210 men who are serving in the armed forces.

This service men's roster stands on the first floor of the bank and is embellished by a photomontage of enlarged war pictures, printed in a subdued tone of grey, which form the background for the names of the service men. The montage is divided into three panels, each six feet ten inches high, and together nine feet wide. These picture-covered panels form the face of the structure whose base is eighteen inches thick. The surmounting walnut entablature carries, in high relief, a golden eagle and a colorful ribbon with the lettering, **In the Armed Forces**. The over-all height of

the structure is nine and one-half feet, and it is flanked on each side by a grosgrain silk flag.

In addition to the tripanel structure carrying the names of the bank's men in the armed forces, an 11x20-foot multistar service banner hangs in the colonnade on the second floor of the bank.

## Opens New Branch

Jamieson & Company, a New York Stock Exchange brokerage firm whose headquarters are in Minneapolis, recently reversed the usual trend in the brokerage industry by opening a new branch instead of closing one. Their new branch is in Sioux Falls, South

## Federal Home Loan Bank of Des Moines

Des Moines, Iowa

### STATEMENT OF CONDITION JULY 1, 1942

#### RESERVES

Advances to Members.....	\$14,073,624.25	
U. S. Government Obligations and Securities fully Guaranteed by U. S.....	4,050,110.84	
Accrued Interest Receivable.....	33,843.22	
Deferred Charges and Other Assets.....	4,407.68	
Cash .....	5,045,559.95	
		\$23,207,545.94

#### LIABILITIES AND CAPITAL

Capital Stock Subscriptions.....	\$10,458,000.00	
*Debtures Outstanding.....	10,000,000.00	
Premiums on Debtures.....	2,700.72	
Deposits—Members and Applicants.....	1,712,789.04	
Accrued Interest Payable.....	33,230.31	
Dividends Payable July 7, 1942:		
Member Institutions .....	\$ 22,539.80	
Reconstruction Finance Corporation.....	55,461.75	78,001.55
Surplus:		
Reserves .....	\$682,940.12	
Undivided Profits .....	239,884.20	922,824.32
		\$23,207,545.94

\*Participation in \$91,500,000.00 consolidated Federal Home Loan Bank debtures outstanding, which are the joint and several obligations of the twelve Federal Home Loan Banks.

## JAMIESON & COMPANY

Stocks & Cotton  
Bonds & Butter  
Grain & Eggs

Commodity Brokers

Members

New York Stock Exchange  
and Other Principal Exchanges

ST. PAUL — MINNEAPOLIS

Government — Municipal  
Corporation Bonds

CHARLES C. RIEGER

Manager

Bond Department

Minneapolis — Atlantic 8235

Dakota, with the office in charge of Robert J. Dalton, who has been well and favorably known in investment and grain circles for many years. In establishing this branch, Jamieson & Company bought the assets of the old Gefke-Dalton firm and and thus provides Sioux Falls and the surrounding area with first class facilities for trading in all commodities as well as stocks and bonds. The office will furnish continuous quotation service and direct wires to all principal markets. The opening of an office in Sioux Falls by Jamieson & Company was a natural development as it rounded out this company's coverage of the Middle West area. Its other offices are located in Minneapolis, St. Paul, Duluth, Fargo and Grand Forks.

### Cancel FAA Convention

The 27th annual convention of the Financial Advertisers Association, scheduled to be held in Chicago beginning October 26th, has been cancelled. This action was taken by the executive committee of the Association at a meeting held at the Edgewater Beach Hotel in Chicago recently.

Victor Cullin, president of the Association and assistant secretary of the Mississippi Valley Trust Company, St. Louis, in announcing that the 1942 convention would be cancelled, said: "A number of factors led to our decision, which is actually a consensus opinion of our membership. First, of course, is the request of Defense Transportation Coordinator Eastman, that convention travel be reduced. Beyond that is the fact that the nearly 700 members of our Association are the men and women who are directing the greatest part of the tremendous advertising and sales promotion campaign being conducted by the banks of the country to sell War Bonds and Stamps. Nothing must interfere with the continuation and expansion of this program through which the banks of the country have been responsible for 85 per cent of all War Bond sales."

### Semi-Annual Dividend

The Board of Directors of the City National Bank and Trust Company of Chicago, at their recent regular meeting, continued their policy of declaring a semi-annual dividend of \$2.00 per share, of which \$1.00 will be paid on August 1, 1942, to stockholders of record as of July 20, 1942, and \$1.00 on November 2, 1942, to stockholders of record October 20, 1942.

A transfer of \$200,000 from undivided profits to surplus account was also made. The bank's capital is now \$4,000,000 and surplus \$3,800,000.

### American National, Chicago

Resources of the American National Bank and Trust Company of Chicago totaled \$95,366,142 on June 30, 1942, compared with \$93,023,254 on April 4, 1942, the date of the previous statement call by the comptroller of currency. Deposits increased between these call dates from \$87,076,336 to \$89,493,057. Demand deposits advanced from \$75,669,682 to \$82,014,901, while savings deposits advanced slightly from \$5,917,967 to \$6,146,689. U. S. government deposits dropped from \$5,425,412 to \$1,266,738.

### Official Changes

At the recent regular monthly meeting of the board of directors of the Northern Trust Company the following official changes were made: Don. H. McLucas, from assistant secretary to attorney; Alfred T. Capps, Jr., and James D. Green, to assistant secretaries.

### Named Iowa Member

Eugene McGuire, president of McGuire-Welch & Co., Des Moines investment firm, has been named Iowa member of the eighth district committee of



**S**INCE THE organization of this Bank in 1863, it has continuously carried United States Bonds as an investment. Experience gained in buying and selling Government issues makes the service of our Bond Department of special value in connection with the issues of

## UNITED STATES TREASURY BILLS AND CERTIFICATES OF INDEBTEDNESS

Inquiries by telephone, wire, or mail are invited, and quotation sheets will be mailed on request.

Telephone Franklin 6800 — LD 92-93-313  
Teletype CG 987

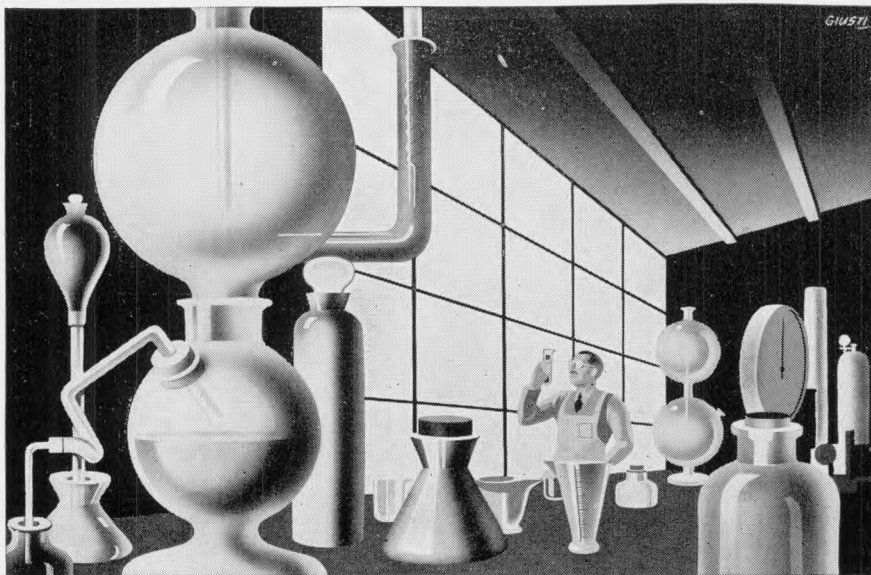
**The First National Bank  
of Chicago**

the National Association of Securities Dealers. He replaces Michael Dearth of Murdoch, Dearth & White, Inc., who is now in the navy.

## All Signed Up

Purchase of War Bonds by home office employees of Northwestern National Life of Minneapolis were virtually tripled in July, compared to June, following a step-up in subscriptions under the company's pay roll savings plan to meet the increased quotas set by the Treasury Department, according to President O. J. Arnold.

"Each and every one of the company's 470 home office employes has now signed up for the regular purchase of War Bonds, the total subscription averaging better than 10 per cent of salary," Mr. Arnold reports. As a result, NwNL has earned the right to display the Treasury Department's special "10%" minuteman flag. The ten-per-cent-of-pay-roll record does not include purchases by employes in the company's agency offices, which are now being solicited on the 10 per cent basis, although one office reports its personnel is currently investing 23 per cent of pay roll in War Bonds under the pay roll savings plan.



## THE LABORATORY OF EXPERIENCE

**I**NDUSTRY has its scientifically equipped laboratories for the purpose of testing quality and assuring the maintenance of correct standards. The only laboratory in which the quality of the correspondent service of a bank can be tested is the laboratory of day-to-day experience. And the best test of quality is the way this service functions when the call is for something beyond the efficient handling of purely routine matters.

The American National Bank and Trust Company of Chicago welcomes this type of test and feels that it can be particularly helpful to out-of-town banks today because of Chicago's increasing importance as a war production center. If we can render any service to you or your customers, please call on us.

### AMERICAN NATIONAL BANK AND TRUST COMPANY OF CHICAGO

LA SALLE STREET AT WASHINGTON  
Member Federal Deposit Insurance Corporation



OUR BUSINESS IS TO HELP BUSINESS

Northwestern Banker August 1942

## Bank of America

The statement of condition of Bank of America as of June 30, 1942, shows deposits at the all-time high mark of \$1,958,430,000, an increase of \$272,942,000 over a year ago, and an increase of \$50,047,000 since December 31, 1941. Total resources were \$2,143,202,000, a gain of \$265,464,000 over a year ago.

Loans and discounts outstanding aggregated \$889,353,000 which is \$44,887,000 higher than a year ago. Since December 31, 1941, loans and discounts decreased \$25,216,000, while bond investments increased \$81,437,000.

Earnings after operating expenses and accruals for taxes were \$12,618,000. From this total \$2,133,000 was reserved for depreciation of bank premises and amortization of bond premiums and \$2,053,000 was set up in reserves and applied to the absorption of losses or the revaluation of assets. After payment of \$5,267,000 in dividends at the annual rate of \$2.40 per share on the common stock and \$2.00 per share on the preferred stock, and after profit-sharing bonus to employes, capital funds were increased from earnings for the six months period by \$3,119,000. This, with the dividend, is equal to approximately \$4 per share per annum on the common stock.

Following the policy previously established, one-half of the net increase in undivided profits was transferred to the war contingencies reserve.

Capital funds, including reserves, now total \$158,767,000, which is an increase of \$2,024,000 for the year, after the utilization of \$3,882,450 to retire 77,649 shares of preferred stock during the period, and after applying \$842,000 of an unallocated reserve, previously set up for the purpose, to reduce the book value of certain banking premises, in addition to normal depreciation.

President L. M. Giannini stated that the curtailed demand for ordinary civilian credit had made more funds available to finance war production. "We are continuing to carry forward our policy of unstinted support to America's victory program," he said.

### Try It on the Horse

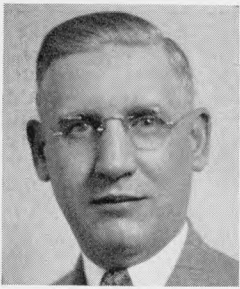
A farm hand took his girl for a buggy ride and nine miles out in the country the horse dropped dead.

"Oh, dear," sighed the girl, "and I'm so tired!"

"Suppose I give you a nice kiss," said the farm hand. "That will put life in you."

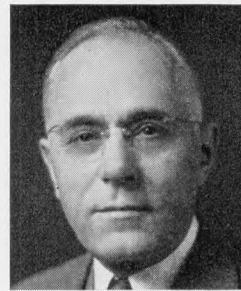
"In that case," said the girl, "you'd better kiss the horse."





L. O. OLSON  
President  
Minneapolis

## MINNESOTA NEWS



WILLIAM DUNCAN, Jr.  
Secretary  
Minneapolis

### Good Business in Fairmont

Fairmont's three banks reported \$18,124,000 in transactions of business significance the first six months in 1942, more than \$2,600,000 in excess of the same period of the previous year, and more than many cities much larger in population.

The gain in Fairmont this year is 17 per cent over a year ago. With \$3,069,000 of bank debits in June, Fairmont is 8 per cent above the month a year ago.

## What Minnesota Statements Show

JUNE 30, 1942

*The Northwestern Banker is pleased to publish Bank Statements received before going to press—put us on your mailing list and send us your statements immediately after each call. If your bank is not included in the list below it is because YOU did not send in your statement. Please do so next time.*

TOWN	BANK	CASHIER	Capital	Surplus and Profits	Loans and Discounts	Bonds and Securities	Cash and Due From Banks	Deposits
Albert Lea	First National Bank	E. A. Campion	\$ 100,000	\$ 102,048	\$ 804,634	\$ 1,211,694	\$ 867,441	\$ 2,743,862
Alexandria	Farmers National Bank	A. C. Schneiderhan	50,000	62,733	253,778	568,907	298,904	1,054,544
Anoka	First National Bank	A. L. Lindman	50,000	35,446	397,093	362,365	442,918	1,124,290
Austin	Austin State Bank	A. A. Haakenson	100,000	54,668	597,999	710,181	418,240	1,614,003
Bemidji	First National Bank	R. H. Welle	100,000	65,111	495,452	633,313	550,441	1,537,093
Benson	Swift County Bank	C. A. Larson	50,000	69,765	536,053	223,984	316,328	966,935
Bird Island	State Bank of	Edw. Anderson	30,000	64,241	471,298	197,056	216,550	761,264
Blue Earth	Blue Earth State Bank	K. O. Sattre	35,000	68,481	543,603	310,507	364,572	1,134,267
Braham	First National Bank	E. M. Anderson	35,000	24,350	394,583	122,506	174,912	644,553
Brainerd	Citizens State Bank	Jas. K. Tinkelpaugh	75,000	45,829	588,305	699,571	641,170	1,776,386
Canby	National Citizens Bank	H. B. Lueders	50,000	53,492	391,229	38,349	284,096	932,984
Cannon Falls	First National Bank	Eldridge L. Peters	60,000	29,671	349,778	490,053	250,423	992,812
Cloquet	First National Bank	Lynn S. Olson	100,000	170,148	357,063	1,726,300	729,486	2,556,159
Conger	State Bank	H. C. Hanson	10,000	30,654	188,236	82,393	127,878	360,272
Cosmos	First State Bank	H. L. Swanson	15,000	5,281	106,062	118,962	32,893	133,375
Crookston	First National Bank	H. A. Wilson	100,000	55,732	306,456	570,331	514,144	1,253,172
Detroit Lakes	Becker County National Bank	Alden Pearson	50,000	58,815	516,813	571,946	330,256	1,316,065
Duluth	City National Bank	Robt. H. Magie	600,000	341,343	2,353,867	3,334,307	4,338,996	9,112,923
Duluth	First & American National	Sylvester T. Strain	2,000,000	521,989	9,064,939	18,028,506	11,729,045	35,376,474
Duluth	Minnesota National Bank	Jorice E. Brown	400,000	274,847	1,642,955	4,400,699	4,677,004	10,208,123
Duluth	Northern National Bank	L. O. Anderson	1,000,000	419,772	4,409,260	5,000,949	5,769,319	13,811,876
East Grand Forks	Minnesota National Bank	L. H. Everett	50,000	22,022	206,115	460,075	278,500	881,242
Elk River	Bank of	M. C. Tesch	20,000	34,205	244,744	221,542	81,432	504,062
Elk River	First National Bank	R. A. Ellingson	25,000	30,171	251,816	206,152	197,989	617,647
Ellsworth	Ellsworth State Bank	G. P. Bauman	20,000	28,816	186,174	112,378	63,685	314,388
Ely	First National Bank	G. T. Somero	50,000	79,125	347,561	542,753	412,078	1,191,951
Eveleth	Miners National Bank	J. R. Schuknecht	45,000	24,286	340,385	235,063	175,068	702,754
Fairmont	Fairmont National Bank	W. H. Norman	50,000	112,587	503,713	681,830	737,738	1,804,135
Fairmont	Martin County National Bank	C. F. Holden	95,000	46,703	591,797	393,356	663,065	1,536,334
Faribault	Security National Bank	Chas. MacKenzie	125,000	161,901	1,052,637	1,196,307	641,217	2,651,250
Faribault	State Bank	Ray Meyer	50,000	59,452	393,872	328,653	321,985	962,402
Fergus Falls	National Bank & Trust Co.	E. C. Beimer	100,000	150,067	1,026,158	1,346,543	773,805	2,940,073
Fergus Falls	First National Bank	R. E. Lincoln	100,000	210,809	925,845	725,609	599,112	1,987,934
Fulda	Citizens State Bank	B. W. Lloyd	25,000	80,186	590,776	414,825	376,719	1,281,665
Grand Rapids	First National Bank	G. P. Mitchell	75,000	59,802	598,412	344,024	530,830	1,422,242
Hopkins	First National Bank	S. H. Severson	50,000	77,965	428,655	562,686	196,734	1,078,275
Jeffers	State Bank	C. R. Duroe	25,000	64,488	434,373	124,470	154,778	628,195
Kimball	State Bank	E. A. Erickson	25,000	16,439	112,407	84,900	154,930	324,788
Lewiston	Security State Bank	E. A. Highum	40,000	29,637	268,384	237,741	231,030	658,838
Lonsdale	State Bank of	J. J. Jirik	20,000	26,632	236,453	185,375	143,756	522,954
Mankato	National Bank of Commerce	A. C. Stallman	100,000	54,053	598,057	510,826	677,222	1,639,544
Mankato	National Citizens Bank	G. A. Hudy	200,000	251,735	1,663,623	2,419,757	1,577,800	5,268,769
Marshall	First National Bank	K. E. Sheffield	50,000	101,084	620,533	775,090	588,196	1,847,353
Minneapolis	Farmers & Mechanics Savings	John De Laittre	6,000,000	5,737,229	24,531,373	43,580,143	5,878,932	68,914,461
Minneapolis	First National Bank	J. G. Maclean	300,000	9,657,094	47,420,046	81,511,958	70,146,483	182,095,755
Minneapolis	Marquette National Bank	Merth E. Mortenson	5,000,000	213,685	3,122,566	1,852,200	3,588,443	8,123,064
Minneapolis	Northwestern National Bank	Guy E. Masters	1,000,000	6,391,292	52,753,941	74,916,372	58,454,867	176,836,814
Minneapolis	Midland National Bank	Robt. S. Stebbins	1,000,000	721,506	8,642,492	10,795,710	8,680,693	26,118,683
Montevideo	Security National Bank	W. A. Grunert	50,000	125,279	316,603	1,033,043	490,182	1,655,712
Montevideo	Union State Bank	Chas. O. Bennett	50,000	36,975	662,967	202,826	248,269	1,035,244
Moorhead	First National Bank	Lawrence Mauritsen	100,000	73,264	682,869	598,803	468,067	1,598,237
Mora	Kanabec State Bank	V. W. Peterson	60,000	75,329	652,098	288,455	449,110	1,271,505
New Ulm	State Bank	Edward A. Stoll	40,000	181,776	261,474	1,179,757	481,461	1,390,328
Northfield	First National Bank	H. O. Dilley	75,000	65,800	258,976	820,671	258,305	1,198,632
Northfield	Northfield National Bank	P. M. Odegaard	50,000	59,478	124,296	487,464	204,473	718,494
Red Wing	Goodhue County National Bank	H. J. Croke	125,000	154,290	563,166	1,501,264	934,202	2,735,150
Redwood Falls	Citizens State Bank	M. O. Hanson	25,000	83,408	437,218	369,768	798,023	1,493,570
Rochester	Union National Bank	A. C. Borgan	145,000	85,451	719,030	955,533	762,497	2,243,385
Rush City	State Bank of	Carl H. Sommer	60,000	18,793	364,464	240,537	367,993	892,954
St. Charles	First National Bank	Geo. Eckles	50,000	34,225	352,042	348,830	266,242	892,191
St. Paul	Farmers & Merchants	J. Entenmann, Jr.	50,000	69,065	395,384	987,308	327,687	1,568,063
St. Paul	American National Bank	Fred J. Gode	2,500,000	880,144	6,929,444	20,187,626	19,909,179	43,564,291
St. Paul	Drovers Exchange Bank	H. G. Swanson	100,000	101,398	1,135,301	781,639	900,753	2,558,699
St. Paul	Empire National Bank	C. T. Dedon	500,000	623,221	4,900,911	2,614,530	3,708,198	10,109,942
St. Paul	First National Bank	Arthur W. McNee	6,000,000	8,000,923	63,429,269	55,291,118	60,142,952	165,779,517
St. Paul	First State Bank	W. E. Olson	100,000	139,069	569,361	1,626,694	424,549	2,410,211
St. Paul	Midway National Bank	Harold M. Schwartz	200,000	243,548	2,636,889	2,382,189	1,853,406	6,229,527
St. Paul	St. Anthony Park State	G. H. Greaves	30,000	23,572	255,153	332,670	148,723	661,613
St. Paul	Stock Yards National Bank	J. G. McGarragh	250,000	393,376	2,590,425	2,402,877	2,888,500	7,270,780
St. Paul	Western State Bank	E. Leo Nash	50,000	50,397	497,181	397,941	459,917	1,260,897
Sauk Center	Merchants National Bank	J. H. Hansen	50,000	45,033	222,172	648,387	163,590	961,991
Thief River Falls	Union State Bank	A. W. Hensrud	50,000	79,144	486,083	593,085	334,279	1,301,111
Virginia	State Bank	J. E. Takkinen	100,000	28,970	306,263	716,249	366,254	1,257,755
Wayzata	Wayzata State Bank	W. T. Blackburn	25,000	43,366	476,543	70,185	113,005	599,298
White Bear Lake	First State Bank	F. J. Taylor	25,000	20,921	131,673	220,833	236,869	557,774
Willmar	Security National Bank	George W. Odell	100,000	35,634	325,438	846,090	419,343	1,499,846
Winona	First National Bank	Charles W. Britts	250,000	302,064	1,899,281	2,869,671	1,202,970	5,527,283
Winona	Winona National Bank	John Ambrosen	200,000	302,088	1,516,353	2,330,994	1,306,672	4,803,605

Northwestern Banker August 1942

## With the Colors From Minnesota

Second Lieutenant Alexander M. Castle, son of Lewis G. Castle, vice president of the Northern National Bank of Duluth, is with the 35th Armored Regiment stationed at Pine Camp, Watertown, New York. S. R. Kirby, vice president, reports that his son, Private D. R. Kirby, is now at Marine Barracks, Destroyer Base, San Diego, California. Edward W. Fisher, former bookkeeper at the bank, is stationed with Flight B at Jefferson Barracks, Missouri, and C. L. Olson, former teller, is also stationed with Flight B at Jefferson Barracks. C. V.

Stube, former bookkeeper, is serving as a private with Co. "D", 81st Infantry Training Battalion, Camp Roberts, California, while Robert Hammarstrom, another bookkeeper, is stationed with Battery "B", 615th C. A., Fort Randolph, Canal Zone.

Richard N. Welle, son of N. A. Welle, of the Arlington State Bank, has joined the Navy Air Corps and is stationed at Iowa City, Iowa, under the leadership of Lt. Com. Bernie Bierman.

W. E. Brockman, vice president of the Midland National Bank and Trust Co. of Minneapolis, reports that the following employes of the bank are now in the armed forces: Pvt. 1st C. John C. Anderson, Pvt. Earl E. An-

draws, Pvt. 1st C. James R. Brown, Pvt. Lawrence DeSomery, Pvt. Gerald Heacox, Sgt. Tech. Oscar W. Hokanson, Sgt. John S. Irons, Pvt. P. Leroy Jacobson, Pvt. John P. Knutson, Pvt. George G. Magnuson, Pvt. Howard McCrea, U. S. M. C., Pvt. J. Samuel Miscensik, Pvt. Hokan F. Moreen, Pvt. John Ordos, Pvt. Gerald F. Owens, Pvt. Raymond J. Quinlan.

H. C. Core, personnel officer of the Federal Reserve Bank of Minneapolis, reports that the following employes are in the military services at this time. The last six names listed are some who have entered the service so recently that the bank has no record of the camps where they are stationed. In addition to those listed below, the bank has one gold star in its service flag. John Howard Johnson, clerk, who entered the military services March 2, 1942, died of pneumonia on May 4th of this year while stationed at Ft. Lewis, Washington. Sgt. Philo E. Nelson, Guard, B7DB, Second Marine Brigade, Fleet Marine Force, care of Postmaster, San Francisco, California; Sgt. Oscar A. Dahlberg, Clerk, Battery "A", 175th Field Artillery Battalion, A. P. O. 34, care of Postmaster, New York; Lieut. Victor V. Gustafson, Clerk, Battery "A", 175th Field Artillery Battalion, A. P. O. 34, care of Postmaster, New York; Captain William C. Hanson, Clerk, 634th Tank Destroyer Battalion, Group No. 2, Tank Destroyer Command, U. S. Army, Camp Hood, Texas; Sgt. Clement A. VanNice, Clerk, Company 7, Sixth Battalion, 2nd Student Training Regiment, ISSC, Fort Benning, Georgia; Staff Sgt. Lester W. Anderson, Clerk, Headquarters and Headquarters Battery, 57th Field Artillery Battalion, A. P. O. No. 7, San Luis Obispo, California; Yeoman William Schable, Clerk, USS Pyro, care of Postmaster, San Francisco, California; Pvt. George B. Barrett, Clerk, Squadron "A", Group XI, Air Crew Classification Center, Maxwell Field, Alabama; Lieut. Edward W. Quinlan, Clerk, Battery 1, 14th Coast Artillery, Fort Flagler, Washington; \*Pvt. David L. Knight, Clerk, 2408 Clinton Avenue, Minneapolis; Navy Aviation Cadet Frederic D. Cool, Clerk, Building 24-5, Room 144, Navy Air Base, Corpus Christi, Texas; Pvt. Lyman V. Anderson, Clerk, 37091714, Quartermaster Detachment, A. P. O. No. 932, care of Postmaster, San Francisco, California; Seaman Thomas E. Wilder, Messenger, Radio School, Coast Guard Yard, Curtis Bay, Maryland; Pvt. Wallace L. Anderson, Clerk, 98th Field Artillery, Battery "A", Fort Lewis, Washington; Pvt. Curtis O. Hermann, Clerk, 727th Ordnance Company, Geiger Field, Spokane, Washington; Pvt. Earl C. Benson, Clerk, Finance Office, Fort Barrancas, Florida; Sgt. George O. Krenz, Clerk, Headquarters and Headquarters Company, Reception Center, Fort Snelling, Minnesota; Sgt. Raymond L. Forsberg, Clerk, Company "M", 135th Infantry, A. P. O. No. 34, care of Postmaster, New York, New York; Lieut. Burrell G. Laraway, Guard, Company "F", 5th Quartermaster Training Regiment, Fort Francis E. Warren, Wyoming; Pvt. J. Douglas Guddal, Clerk, Head-

(Turn to next page, please)

### STATEMENT OF CONDITION

## First National Bank and Trust Company of Minneapolis

as at June 30, 1942

#### RESOURCES

Cash on Hand and Due from Banks.....	\$ 70,146,483.62
U. S. Government Bonds.....	73,611,870.00
<i>(Direct and Fully Guaranteed)</i>	
Guaranty Fund .....	600,000.00
<i>(U. S. Bonds with Commissioner of Banks)</i>	
Loans and Discounts.....	46,262,868.00
Other Bonds and Securities.....	7,300,088.42
Overdrafts .....	8,059.08
Bank Buildings .....	590,450.52
Customers' Acceptance Liability.....	1,157,178.32
Interest Earned but not Collected.....	387,156.05
Other Assets .....	23,863.16
Total Resources .....	\$200,088,017.17

#### LIABILITIES

Capital Stock .....	\$ 6,000,000.00
Surplus .....	6,000,000.00
Undivided Profits .....	3,657,094.83
Reserve for Interest, Expenses, Taxes, Etc.....	961,881.09
Interest Collected but not Earned.....	130,254.25
Letters of Credit and Acceptances.....	1,157,178.32
Other Liabilities .....	85,853.18
Deposits .....	182,095,755.50
Total Liabilities .....	\$200,088,017.17

U. S. Government obligations and other securities carried at \$24,903,879.96 in the foregoing statement are deposited to secure public funds and for other purposes required by law.

Member Federal Deposit Insurance Corporation

Affiliated with FIRST BANK STOCK CORPORATION

# TWIN CITY NEWS



**ARNULF UELAND**, president of Midland National Bank & Trust Company, has been elected first vice president of the Robert Morris Associates, national financial credit organization.

Five Minneapolis bankers attended the American Institute of Banking's Graduate School of Banking in New Brunswick, New Jersey.

They are **Gordon Murray**, First National Bank & Trust Company; **Willard W. Holmes** and **Donovan E. Crowley**, Northwestern National Bank & Trust Company; **Clifford C. Sommer**, Midland National Bank & Trust Company, and **A. W. Mills**, Federal Reserve Bank of Minneapolis.

Attracting considerable attention recently in the lobby of **Farmers & Mechanics Savings Bank** was a five-foot scale model of the U.S.S. Minneapolis, navy cruiser. Also displayed were smaller models.

Several Minneapolis investment men and bankers have been named to executive posts of the Better Business Bureau of Minneapolis for the coming year. **C. S. Ashmun**, investment dealer, is treasurer of the organization, while the board of directors includes **W. E. Brockman**, vice president of Midland National Bank & Trust Company, and **Guy W. LaLone**, vice president, First National Bank & Trust Company.

**W. S. Mcfadden** and **C. L. Grandin, Jr.**, have been admitted to partnership in Piper, Jaffray & Hopwood, Minneapolis investment firm.

**R. C. Mees**, Minneapolis, resident partner of Paine, Webber & Company, continues in the same capacity under the consolidation of that firm and Jackson & Curtis. New name of the invest-

By James M. Sutherland  
*Special Correspondent*

ment firm is Paine, Webber, Jackson & Curtis.

Twenty-third annual peony-show of the Minnesota Peony and Iris Society found the lobby of **Northwestern National Bank & Trust Company** banked with colorful blooms.

**Twin City Bond Traders Club, Inc.**, held its annual summer outing July 23rd at Minneapolis Golf Club.

Directors of First National Bank and Trust Company of Minneapolis have elected **Cecil A. Burnham** assistant cashier and named **George J. Schaust** to succeed Burnham as manager of the

bank's investment department. The two have been in the investment business in Minneapolis since 1921, when both entered the bond department of the Minneapolis Trust Company, then affiliated and later merged with First National.

**Elmer L. Williams** of Allison-Williams Company, Minneapolis, has been elected Minnesota member of the board of governors of the Investment Bankers Association of America. He will take office at the annual IBA convention in October.

## WITH THE COLORS FROM MINNESOTA

(Continued from page 34)

quarters Detachment, Fort Omaha, Nebraska; Pvt. **Robert N. Walsh**, Clerk, A. E. S.—23, A. B. G.—2, Naval Air Base, San Diego, California; Pvt. **John S. Weik**, Clerk, 1-B-6, Camp El-

## Out-of-Town Banks

Out-of-town banks and bankers will find here complete banking facilities for prompt and economical handling of accounts in Chicago. We would appreciate the opportunity of serving you.

## CITY NATIONAL BANK

AND TRUST COMPANY of Chicago

208 SOUTH LA SALLE STREET

(Member Federal Deposit Insurance Corporation)

Northwestern Banker August 1942

liott, San Diego, California; Pvt. **John J. Sylvester**, Mail Car Driver, Marine Barracks, United States Naval Training Station, Great Lakes, Illinois; Corp. **Ray Ekberg**, Guard, Naval Ammunition Depot, Burns City, Indiana; Pvt. **Ingvald J. Iverson**, Clerk, Station Hospital, Duncan Field, San Antonio, Texas; Pvt. **John D. Westley**, Clerk, Headquarters Battery, 76th Field Artillery Brigade, A. P. O. No. 309, Fort Lewis, Washington; Pvt. **Collins L. Eastman**, Clerk, Battery "A", 35th Battalion, A. A.—R. J. C., Camp Wallace, Texas; Pvt. **Richard R. Woodruff**, Clerk, Platoon 343, Recruit Depot, Marine Corps Base, San Diego,

California; Pvt. **William H. Turner**, Clerk, Hamilton Field, California; Pvt. **Kyle K. Fossum**, Clerk, Company "B", Third Platoon, First Finance Training Battalion, Fort Benjamin Harrison, Indiana; Pvt. **Harold Swanson**, Clerk, Company "A", Platoon 2, 107 Battalion, Medical R. T. C., Camp Joseph T. Robinson, Arkansas; Pvt. **Cyrus C. Bloomquist**, Clerk, 30th Technical School Squadron, Barracks No. 779, Scott Field, Illinois; Pvt. **Earl O. Beeth**, Clerk, Field Artillery 32—8, F. A. R. T. C., Fort Sill, Oklahoma; Apprentice Seaman **Ralph J. Dreitzler**, Clerk, U. S. Coast Guard, Company "K", Manhattan Beach Training Station, Brooklyn, New York; **Benjamin E. Kodadek**, Janitor; **Royle B. Huber**, Janitor; **John E. Fay**, Clerk; **Walter D. Montgomerie**, Clerk; **Gordon D. McElroy**, Clerk; **William G. Larson**, Clerk.

Ellsworth in partnership with H. H. Wegner, and that they had their opening last month.

### Eyota War Bond Sale

Recently Eyota and surrounding territory held a combination Amateur Night-War Bond rally program, which netted a total of \$26,500 in war bonds and stamps.

During the evening the farmers, business men and other residents of the community listened to a program of talks, music and novelty stunts, and purchased \$13,250 in war bonds and stamps. The high spot of the evening came when Mrs. Sidney Prather, a war refugee from France who is residing in Rochester for the duration, purchased a like amount from Clarence Talen, cashier of the Farmers State Bank of Eyota, which boosted the total sales to \$26,500.

Mr. Talen writes us that Eyota was most fortunate in securing such an offer as Mrs. Prather's, and although she obviously cannot repeat such an offer, she will be most happy to assist in the sale of bonds and stamps wherever possible.

### Reports Good Business

C. P. Bauman, cashier of the Ellsworth State Bank, reports that crop conditions in his territory are excellent, and that they are looking forward to bumper small grain and flax crops. Corn is also coming along in great shape and, with some warm weather, it will make a very good crop, also.

Mr. Bauman also reports that he has taken over the Ona Theatre in

## THE PUBLIC NATIONAL BANK AND TRUST COMPANY OF NEW YORK

**Service**—Maintaining an intimate, personalized correspondent bank service.

**Experience**—Officials with years of service in this field, assuring a knowledge of requirements and valuable assistance.

**Policy**—To cooperate with out-of-town banks rather than compete for business which is rightfully theirs.

Resources over  \$200,000,000

ESTABLISHED 1908

MEMBER  
NEW YORK CLEARING HOUSE ASSOCIATION  
FEDERAL DEPOSIT INSURANCE CORPORATION

Northwestern Banker August 1942

## Check Control

Do you have perfect control of your checks? This question doesn't involve simply keeping them in a safe place. It concerns principally control of distribution to your customers.

Safety Numbering of all checks which are not imprinted will give you this control. The customers sign a receipt for each book received and you know where to start your investigation should they be misused in any way because you know

to whom each book was given.

Those banks who now use safety numbering appreciate how effectively it does its job. It conserves check inventories because people just don't waste numbered checks. And the way it wipes out "no-account" checks is remarkable.

We have an interesting booklet entitled "Safety Numbering" which tells the whole story in a few moments. Write for it if you would like to explore its possibilities.



Manufacturing Plants at

NEW YORK CLEVELAND CHICAGO KANSAS CITY ST. PAUL

# War Conference in Duluth

(Continued from page 16)

meeting prior to the convention sessions, and were luncheon guests of the Duluth Clearing House Association at the Northland Country Club.

The serious and responsible part which banks have in our war economy was forcefully presented by **O. G. Jones**, president of the Goodhue County National Bank, in his presidential address at the opening of the first convention session. Only by collective effort can the United States win the war, Mr. Jones said, and the banks are a vital part of this war effort. The "business as usual" idea is out now, he said, and the business of war financing is the most important function of every banking institution in the country. The job is here to do, and the banks must do it.

The hardest worked at any state bankers meeting is the Association secretary, and **Bill Duncan**, Minnesota scribe and his capable assistant, **Blanche Boesch**, kept all details functioning smoothly. Just to relax and to watch one of their contemporaries work, **Wall Coapman**, secretary of the Wisconsin Bankers Association, Milwaukee, and **Harry Hausman**, secretary of the Illinois Bankers Association, from Chicago, attended the Minnesota convention in Duluth—something, we presume, like the postman who takes a long walk on his day off. Mr. Coapman said he got a great kick out of attending a state meeting where he had no responsibility. **G. O. Thorpe**, president of the Wisconsin Bankers Association, from Chippewa Falls, was also a Duluth visitor.

The skit, "Mother Buys a Bond," was admirably presented by a cast of three women and two men from the Federal Reserve Bank of Minneapolis. Those taking part in the production, including stage arrangements, were **Frances Kersteter, Jean Moorehouse, Dorothy Olson, Richard Janssen, Sylvester Christnach, John Gillette, and Douglas Kelly**. Characters portrayed were the father, a defense plant worker; the mother, who with the extra income her husband was getting was buying everything she could lay her hands on, with the exception of War Bonds; a son who wanted to enlist but so far had been dissuaded by his mother; a young daughter who just couldn't take the war very seriously; and the grandmother, who deplored

her daughter's inconsistency and was secretly aiding her grandson to realize his ambition to enlist in the armed forces. As the play progresses the mother of course changed her attitude and became the most enthusiastic War Bond buyer of the family.

Sometimes folks who just go along for the ride, end up by being taken for one, according to two Chicago

bankers who attended the Minnesota convention. What started as a casual sight-seeing drive and a visit to banks in Superior, Wisconsin, for **William H. Miller**, vice president of the City National Bank, **Thomas A. Ford**, of the American National Bank, and the writer, came to a halt for an hour and a half in the office of **Chief Donnelson**, head of the detective bureau of the City of Duluth. You won't believe it,

## CENTRAL HANOVER BANK AND TRUST COMPANY NEW YORK



### Statement of Condition at Close of Business June 30, 1942

#### ASSETS

Cash and Due from Banks . . . . .	\$361,252,663.42	
U. S. Government Securities . . . . .	660,455,500.10	
State and Municipal Securities . . . . .	47,535,509.89	
Other Securities . . . . .	20,417,000.86	
Stock in Federal Reserve Bank . . . . .	2,430,000.00	
Loans and Bills Purchased . . . . .	220,128,756.31	
Real Estate Mortgages . . . . .	6,367,444.84	
Banking Houses . . . . .	14,440,910.00	
Other Real Estate . . . . .	1,038,369.05	
Interest Accrued . . . . .	1,662,068.39	
Customers' Liability Account of Acceptances . . . . .	1,389,266.47	
Total	\$1,337,117,489.33	

#### LIABILITIES

Capital . . . . .	\$21,000,000.00	
Surplus . . . . .	60,000,000.00	
Undivided Profits . . . . .	17,802,359.28	\$98,802,359.28
Reserve for Taxes, Interest Accrued, etc. . . . .	4,236,289.73	
Dividend Payable July 1, 1942 . . . . .	1,050,000.00	
Acceptances . . . . .	1,481,250.34	
Deposits . . . . .	1,231,547,589.98	
Total	\$1,337,117,489.33	

There are pledged to secure public monies and to qualify for fiduciary powers  
U. S. Government Securities . . . . . \$65,645,537.74

Member Federal Deposit Insurance Corporation

but we all three maintain it was our first experience in a jailhouse.

Learning in Superior that nearby was the tallest grain elevator in the world, the picture-taking instincts of your editor were aroused, and while Bill and Tom waited in the car, the picture was taken. We then drove leisurely back to Duluth, and upon reaching the main thoroughfare of the city were hailed by a motorcycle policeman and escorted to the office named above, charged with having taken a picture of a shipyard in Su-

perior. It really didn't take very long to convince the Chief that we weren't saboteurs or spies, but it seemed like a long time to us. The films were taken from the camera and developed, and sure enough, there was a picture of the grain elevator. We were released, but the picture remains in the files of Chief Donnelson. We are not familiar with the tactics of law-enforcement bodies in other cities, but we would like to compliment the authorities in Duluth on their alertness and rapidity of apprehension, and to

express our appreciation for their courteous treatment while in custody.

**Dr. Paul F. Cadman**, economist for the American Bankers Association, gave an excellent talk on "American Finance in Post-War Reconstruction," painting rather a dark picture, to be sure, but softening the blow by citing a number of preventive measures which can be, and we hope will be taken, so that the financial interests of this country, including the investment banking firms, can again assume their rightful place in our progressive business structure.

The discussion of the soldiers and sailors civil relief act by **Ralph H. Comaford**, attorney of Minneapolis, and a question and answer forum on Regulation W lead by **Thomas Hodgson**, assistant counsel for the Federal Reserve Bank in Minneapolis, were of special interest to all bankers who were privileged to hear them. Numerous questions on both subjects coming from the floor of the convention were fully explained and elaborated upon.

Resolutions adopted at the closing session pledged the support of the Minnesota Bankers Association to every phase of the war effort, and thanked all Association officers who had contributed so generously of their time during the past year. Newly-elected President Olson, in his acceptance speech, urged the continued cooperation of the membership to insure the successful conclusion of the present war, and pledged his untiring efforts to that end. In appreciation of his official activities during the past year, retiring President Jones was presented with a beautiful engraved wrist watch. The fifty-third Minnesota convention concluded with a luncheon attended by the new officers and the executive committee.

### Bank President Dies

A. J. Johnson, pioneer business man and banker in Yellow Medicine County, died at his home in Granite Falls last month.

Johnson had been an officer of the Granite Falls Bank for 29 years and president the last six.

### Apply for Bank at Boyd

A sufficient amount of stock has been sold and application has been made to the state banking department for a charter to open a bank at Boyd. A date for a hearing is expected to be set. The application is for a bank of \$10,000 capital, \$2,000 surplus and \$1,500 undivided profits.



*"The Bank at the Yards"*

## Your "Natural" Choice

Thousands of hogs, cattle and sheep are reaching the Sioux City market as America begins feeding the world. From Iowa, Nebraska, South Dakota and Minnesota bankers find this bank an invaluable link in their livestock, grain and hay business.

Our location (only bank in the stock yards) has made us experts in livestock and farm lines. We are also thoroughly equipped to handle general Sioux City business, no matter where it may be. Let us handle all your Sioux City business for you!

#### OFFICERS

C. L. Fredricksen, President  
M. A. Wilson, Vice President  
W. G. Nelson, Assistant Vice President  
W. C. Schenk, Cashier  
H. C. Linduski, Assistant Cashier  
C. L. Adams, Assistant Cashier  
J. S. Haver, Assistant Cashier  
James L. Smith, Auditor

#### DIRECTORS

C. R. McKenna, Pres., Johnson Biscuit Co.  
B. L. Sifford, Attorney, Sifford & Wadden  
G. F. Silkknitter, President, Sioux City Stock Yards Company  
C. L. Fredricksen, President  
M. A. Wilson, Vice President  
H. C. Boswell, Secretary-Treasurer, Western Contracting Corporation

Member Federal Deposit Insurance Corporation

**LIVESTOCK  
NATIONAL  
BANK**

**SIoux CITY, IOWA**



H. N. THOMSON  
President  
Presho

# SOUTH DAKOTA NEWS



GEORGE M. STARRING  
Secretary-Treasurer  
Huron

## First National Bank of the Black Hills

R. E. Driscoll, president of the First National Bank of the Black Hills of Rapid City, South Dakota, in his statement of June 30, 1942, reports deposits of \$12,080,000, with loans and discounts of \$5,110,000 and capital stock of \$500,000, surplus of \$340,000 and undivided profits and reserves of \$216,764.

Others offices of the bank are at Lead, with John M. Ryan, vice president and manager; at Deadwood, with C. O. Gorder as vice president and manager; at Belle Fourche, with DeWitt Malvin as vice president and manager; at Hot Springs, with Walter L. Voigt as vice president and manager; at Newell, with D. J. Hull as vice president and manager; at Spearfish, with W. E. Dickey as vice president and manager, and at Sturgis, with G. A. McGarraugh as vice president and manager.

## Debit Figures High

Sioux Falls' business volume during the first six months of this year stands 34 per cent ahead of the January-

June period in 1941, according to bank debit totals of the Minneapolis Federal Reserve Bank.

Checks drawn by depositors against their accounts in local banks during June totaled \$32,796,000, as against \$23,432,000 for June a year ago.

Debit figures gathered from reporting banks throughout the state put the first six months volume for 1942 25 per cent above that for the similar 1941 period while June volume was 30 per cent ahead of that for June, 1941.

## New Fieldman

D. Wayne George, Spearfish, who has been with the traffic department of Inland Airlines for about three years, has accepted a position of fieldman for the First National Bank of the Black Hills, and has started upon his new duties.

Mr. George replaces H. W. Ouren, Spearfish.

## Committees Named

Standing committees for 1942-43 for the South Dakota Bankers Association,

with the first named as chairman, have been appointed as follows:

**Agriculture**—R. M. DePuy, Brookings; L. J. Rasmussen, Viborg; Wm. C. Duffy, Sioux Falls; A. F. Litz, Delmont; L. F. Waddington, Rosholt; Russell Bard, Miller; M. J. Schirber, Timber Lake; Thomas L. Seppala, Edgemont.

**Bank Management**—Wm. C. Rempfer, Parkston; A. G. Berger, Clear Lake; B. R. Laird, Tyndall; C. H. Lockhart, Watertown; L. A. Jacobson, Bryant; H. B. Lovald, Philip.

**Public Relations**—T. S. Harkison, Sioux Falls; C. I. Danforth, Yankton; Arthur R. Johnson, Flandreau; Gordon Maxam, Lake Preston; W. P. Jones, Mobridge; J. M. Patton, Mitchell.

**Taxation**—L. C. Foreman, Elkton; R. E. Driscoll, Rapid City; W. W. Baker, Sioux Falls; C. A. Bremer, Aberdeen; Chas. E. Lee, Volga; W. H. Frei, Wagner.

**Special Committee on Competing Government Lending Agencies**—John N. Thomson, Centerville; L. L. Lillibridge, Burke; Fred Roesch, Aberdeen; J. M. Lloyd, Yankton; T. M. Brisbine, Woonsocket; Fred Lewis, Lemmon.

## Bank Assets Sold

Real estate belonging to the closed Farmers Guaranty State Bank of Volin was sold in circuit court at Yankton, recently, five pieces of property in and near Volin being disposed of at a total of \$1,160. The bank building, including vault and some of the fixtures, on which there had been a bid of \$300, went to H. O. Stoem and H. C. Hanson for \$450.

A residence property in Volin went to Lawrence C. Johnson of Yankton and Carl Johnson of Hudson for \$460,

# What South Dakota Statements Show

JUNE 30, 1942

*The Northwestern Banker is pleased to publish Bank Statements received before going to press—put us on your mailing list and send us your statements immediately after each call. If your bank is not included in the list below it is because YOU did not send in your statement. Please do so next time.*

TOWN	BANK	CASHIER	Capital	Surplus and Profits	Loans and Discounts	Bonds and Securities	Cash and Due From Banks	Deposits
Aberdeen	Aberdeen National Bank	Clayton Walker	\$ 100,000	\$ 190,899	\$ 558,975	\$ 2,101,119	\$ 850,682	\$ 3,281,704
Centerville	Bank of	John N. Thomson	50,000	22,604	315,014	104,150	300,316	670,935
Eureka	Eureka State Bank	E. F. Herrboldt	25,000	24,033	215,604	101,236	160,368	432,012
Miller	First National Bank	L. E. Weaver	50,000	109,156	695,809	29,430	312,604	1,169,820
Mitchell	Commercial Trust & Savings	E. A. Loomer	100,000	48,984	708,075	985,617	717,000	2,266,609
Mitchell	Mitchell National Bank	J. N. Shelby	100,000	66,910	840,115	354,182	795,615	1,867,103
Pierre	First National Bank	L. L. Branch	50,000	19,080	248,817	279,433	256,191	722,412
Rapid City	First National of Black Hills	Noel W. Klar	500,000	556,764	5,110,191	4,170,396	3,675,862	12,080,672
Rapid City	Rapid City National Bank	W. E. Shoberg	150,000	165,854	1,847,228	600,655	1,068,554	3,355,062
Sioux Falls	First National Bank	W. E. Perrenoud	265,000	256,261	2,653,534	2,540,048	3,978,829	8,645,679
Sioux Falls	Northwest Security National	J. Virgil Lowe	500,000	624,644	4,866,849	5,053,285	5,841,717	15,018,926
Vermillion	Citizens Bank	Richard B. Stevens	50,000	27,411	364,290	128,724	245,872	676,916
Watertown	Farmers & Merchants Bank	S. B. Crothers	50,000	77,249	571,652	352,450	569,537	1,377,708
Watertown	First Citizens National	Bert Morgan	150,000	177,174	1,131,829	1,364,177	868,053	3,151,281
Yankton	First Dakota National	H. C. Danforth	100,000	62,074	672,158	369,938	884,011	1,819,634

a garage building to Ludvig Olson for \$150 and Harry Furrow of Volin secured a quarter acre of land in the east part of Volin for \$30.

All property was sold for more than the original bids with the exception of a building now occupied by the barbershop, which sold for \$70, the original bid, and was purchased by Mrs. Chester Oursland of Sioux Falls.

### Add to Surplus Fund

The Rapid City National Bank, Rapid City, South Dakota, has transferred an additional \$25,000 to its surplus fund, bringing the surplus up to \$150,000, equal to the bank's capital of \$150,000. Deposits total \$3,355,062, a new high point since the bank opened for business eight years ago.

### Fair to Replace Farnsworth

Recently Wallie D. Fair, who for the past seven years has been calling on bankers in the central states, was appointed as a representative for the United States Check Book Company in Wyoming, western South Dakota and parts of North Dakota and Montana.

In recent months Mr. Fair has been in the Omaha area. Previous to this he was located at Pueblo, Colorado Springs and Denver, Colorado.

Mr. Fair attended Colorado College in 1921 and 1922. He holds a Bachelor of Science degree from

## FIRST NATIONAL BANK OF THE BLACK HILLS

Rapid City      Lead      Deadwood      Belle Fourche  
Hot Springs      Sturgis      Spearfish      Newell

STATEMENT OF CONDITION JUNE 30, 1942

### RESOURCES

Cash on Hand, in Federal Reserve Bank, and Due from Banks and Bankers		\$ 3,675,862.47
U. S. Government Obligations		2,986,061.93
State and Municipal Bonds		577,330.06
Other Bonds and Securities		107,005.00
Commercial Paper		500,000.00
		\$ 7,846,259.46
Stock in Federal Reserve Bank in Minneapolis		25,200.00
Overdrafts		6,680.13
Loans and Discounts		5,110,191.47
Banking House, Furniture and Fixtures		149,131.00
Includes Banking Houses at Rapid City, Deadwood, Belle Fourche, Sturgis, Spearfish, and Newell, all clear of encumbrances.		
Real Estate Owned, other than Banking Houses		10.00
Interest Earned but not Collected		71,582.13
Other Assets		222.79
<b>TOTAL</b>		<b>\$13,209,276.89</b>
<b>LIABILITIES</b>		
Capital Stock, Common		500,000.00
Surplus		340,000.00
Undivided Profits and Reserves		216,764.41
		\$ 1,056,764.41
Reserved for Interest, Taxes, and Other Expenses		48,471.25
Interest Collected but not Earned		23,368.53
Deposits		12,080,672.70
		\$13,209,276.89

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W. D. FAIR

the Kansas State Agricultural College. He is married and has a twelve-year-old daughter.

The territory he will serve is the north central region, which was formerly covered by Horace Farnsworth, who is now managing his ranch near Hulett, Wyoming.

Mr. Fair made his first trip on the territory in July. He was accompanied by Homer H. Peterson, vice president and manager of the check book firm.

### Bank Employe Weds

Miss Rozelle May Jenks of Vale, who, for the past two years has been employed in the First National Bank at Sturgis, was married recently to Kenneth Bracewell, who is employed by the Lockheed Aircraft plant at Burbank, California. Mr. and Mrs. Bracewell will make their home in Glendale, California.

# Next Trip

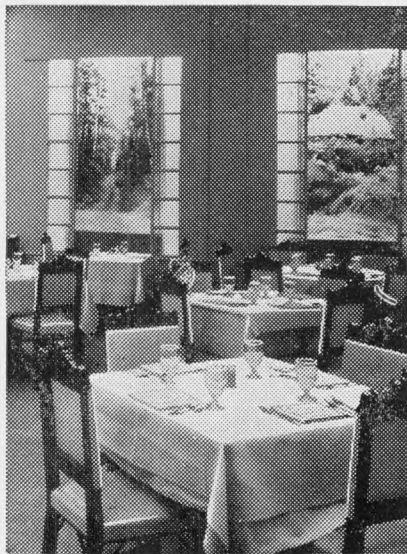


to Minneapolis  
you'll find a  
Sparkling New  
COFFEE SHOP and Sand-  
wich Bar at Hotel Radisson.  
Budget Prices... In the heart  
of the loop.

James L. Gormley  
Raymond K. Swanson  
Managers



## HOTEL RADISSON MINNEAPOLIS



Northwestern Banker August 1942



**Dwight Elected President**

At a meeting of the board of directors of the Springfield State Bank, E. B. Dwight was elected president of the bank to succeed John R. Talsma, whose death occurred recently. At the same time Mrs. Vinta Kibble, assistant cashier, was elected as cashier, to succeed Mr. Dwight. P. G. Monroe is vice president and the other directors are Dr. C. M. Keeling, H. E. Ketcham, W. J. Hornstra and Arch Crawford.

**Land Bank Appraiser Dies**

L. J. Thorpe, 61, Federal Land Bank appraiser, who made his home in Pierre, was found dead in his hotel room at Chamberlain recently, apparently the result of a heart attack. Mr. Thorpe had left his home a few days before his death, apparently in his usual health.

**LEGAL QUESTIONS**

(Continued from page 18)

of carrying out the unlawful design, even though the particular crime committed was not a part of that design.

An Iowa banker had two liens on a truck belonging to Willett in that state. Could he thereafter claim that he had retained the other lien?

No. One who has two liens on the same property, and proceeds to foreclose one of the liens and at that time claims no right under the other, "waives" the right to claim subsequently that he retained the other lien.

A Minnesota banker was divorced by his wife. The decree provided that he would pay her a certain amount each month as alimony. Subsequently he remarried. Did such remarriage, standing alone, warrant a modification of the husband's duty to pay alimony to his first wife?

No. A divorced husband's second marriage is not, standing alone, a circumstance warranting a modification of his duties to his divorced wife as imposed by the divorce decree.

Abel owned 75 per cent of the stock in a manufacturing corporation in Minnesota. He made a deal with Brown whereby he agreed to sell and Brown agreed to buy the stock. Thereafter Abel refused to go through with the deal. Brown sued for specific performance to require that the stock be transferred to him. Abel asserted he was liable for damages only. The stock was not sold on the open market,

had no established market value, and its actual value was conjectural or problematical. Should Brown prevail?

Yes. Where corporate stock is not sold on the market and as such has no established market value, and its actual value is conjectural or problematical, specific performance of an agreement to sell it may be enforced, as there is no definite basis for assessing damages. Unless the remedy in damages is both adequate and certain,

a party entitled to receive shares of capital stock has a right to require that they be issued to him.

*Fill 'Em Up*

The student meditated thoughtfully ere he spoke.

"I am not sure, father, whether I shall be a specialist for the ears or the teeth."

"Choose the teeth, my boy; everyone has thirty-two of them, but only two ears."

**Guaranty Trust Company of New York**

Fifth Ave. at 44th St. 140 Broadway Madison Ave. at 60th St.

London: 11 Birchin Lane, E. C. 3; Bush House, W. C. 2

**Condensed Statement of Condition, June 30, 1942**

**RESOURCES**

<b>Cash on Hand, in Federal Reserve Bank, and</b>	
Due from Banks and Bankers . . . . .	\$ 670,721,571.76
U. S. Government Obligations . . . . .	1,306,319,482.86
Public Securities . . . . .	44,874,308.19
Stock of the Federal Reserve Bank . . . . .	7,800,000.00
Other Securities and Obligations . . . . .	22,793,959.54
Loans and Bills Purchased . . . . .	511,072,404.96
Credits Granted on Acceptances . . . . .	4,222,417.87
Accrued Interest and Accounts Receivable . . . . .	6,210,909.68
Real Estate Bonds and Mortgages . . . . .	1,790,729.94
	<u>2,575,805,784.80</u>
Bank Buildings . . . . .	10,767,212.19
Other Real Estate . . . . .	1,139,321.92
<b>Total Resources . . . . .</b>	<b><u>\$2,587,712,318.91</u></b>

**LIABILITIES**

Deposits . . . . .	\$2,269,969,921.12
Treasurer's Checks Outstanding . . . . .	19,254,841.76
	<u>\$2,289,224,762.88</u>
Acceptances . . . . .	\$7,784,749.62
Less: Own Acceptances	
Held for Investment . . . . .	<u>3,562,331.75</u>
	4,222,417.87
Liability as Endorser on Acceptances and	
Foreign Bills . . . . .	92,957.00
Foreign Funds Borrowed . . . . .	152,550.00
Dividend Payable July 1, 1942 . . . . .	2,700,000.00
Items in Transit with Foreign Branches and Net	
Difference in Balances Between Various Offices	
Due to Different Statement Dates of Some	
Foreign Branches . . . . .	766,580.23
Miscellaneous Accounts Payable, Accrued Taxes, etc.	11,082,194.41
	<u>2,308,241,462.39</u>
Capital . . . . .	\$ 90,000,000.00
Surplus Fund . . . . .	170,000,000.00
Undivided Profits . . . . .	<u>19,470,856.52</u>
<b>Total Capital Funds . . . . .</b>	<b>279,470,856.52</b>
<b>Total Liabilities . . . . .</b>	<b><u>\$2,587,712,318.91</u></b>

Securities carried at \$145,798,253.56 in the above Statement are pledged to qualify for fiduciary powers, to secure public monies as required by law, and for other purposes. This Statement includes the resources and liabilities of the English and French Branches as of June 26, 1942, and Belgian Branch as of October 31, 1941.

Member Federal Deposit Insurance Corporation



J. O. MILSTEN  
President  
Belfield

# NORTH DAKOTA NEWS



C. C. WATTAM  
Secretary  
Fargo

C. C. Wattam, Fargo, secretary of the association.

The list of key bankers: Adam, L. V. Skoglund, Hettinger; Barnes, A. C. Thorckelson, Valley City; Benson, C. I. Erstad, Maddock; Billings, J. F. Tester, Medora; Bottineau, W. H. Gjerdingen, Bottineau; Bowman, D. G. Hogo-boom, Bowman; Burke, H. M. Westrum, Bowbells; Burleigh, N. I. Roop, Bismarck; Cass, J. E. Carley, Casselton; Cavalier, L. E. Callahan, Munich; Dickey, B. R. Crabtree, Ellendale; Divide, E. G. Hanson, Crosby; Dunn, H. M. Weydahl, Killdeer; Eddy, Martin Aas, New Rockford; Emmons, G. A. Lenhart, Hazelton.

Foster, J. C. Hoffert, Carrington; Golden Valley, T. E. Hudson, Beach; Grand Forks, Theodore H. Tufte, Northwood; Grant, A. O. Flatland, Carson; Griggs, George H. Johnson, Cooperstown; Hettinger, H. C. Bowers, Regent; Kidder, Verne Wells, Robinson; LaMoure, Sharpe Preutz, Kulm; Logan, George Laney, Napoleon; McHenry, M. T. Thompson, Towner; McIntosh, J. J. Doyle, Wishek; McKenzie, O. N. Stenehjem, Watford City; McLean, H. A. Fischer, Washburn.

Mercer, Robert M. Stroup, Hazen; Morton, F. H. Ellwein, New Salem; Mountrail, E. O. Lerberg, Parshall; Nelson, John P. Lamb, Michigan City; Oliver, E. H. Johnson, Center; Pembina, Franklin Page, Hamilton; Pierce, H. O. Lyngstad, Rugby; Ramsey, R. S. Collinson, Devils Lake; Ransom, E. N. Kittelson, Enderlin; Renville, E. L. Hubbard, Mohall; Richland, C. A. Bonzer, Lidgerwood; Rolette, W. A. Moen, Rolette; Sargent, G. A. Klefstad, Forman; Sheridan, E. C. Wahl, McClusky; Sioux, Frank Fiske, Fort Yates; Slope, M. E. Johnson, Amidon; Stark, I. E.

## Employed by Alaska Bank

Elizabeth C. Gellner, assistant cashier of the Northwestern Bank of Langdon, is now employed in a bank at Anchorage, Alaska.

## Bank Deposits Higher

Bank deposits of three national banks in Greater Grand Forks were reported considerably higher than a year ago in response to a call by the comptroller of the currency recently for condition of all national banks.

The totals were: For 1942, deposits \$8,412,398; resources \$9,189,629; 1941, deposits \$7,320,305; resources \$8,052,794.

The individual banks reported as follows:

First National Bank in Grand Forks—1942, deposits, \$4,173,849; resources \$4,584,407; 1941, deposits \$3,694,510; resources \$4,081,291.

Red River National Bank—1942, deposits \$3,357,249; resources \$3,645,322; 1941, \$2,880,695 and \$3,148,203.

Minnesota National Bank, East Grand Forks—1942, \$881,330 and \$595,900; 1941, \$745,100 and \$823,300.

## Voluntary Liquidation

The Inkster paying and receiving station of the First State Bank of Glyby was voluntarily discontinued.

The Farmers State Bank of Sheldon, Sheldon, North Dakota, has completely discharged its deposit liability and discontinued business.

## Key Bankers Named

A list of 53 county key bankers to aid in the banker-farmer contact work or agricultural development, sponsored by the agricultural committee of the North Dakota Bankers Association, is announced by F. A. Irish, chairman of the state committee, following the annual convention in Dickinson.

There are four counties, Slope, Sioux, Oliver and Billings, which are now without banks, and in these counties men have been named who have long been active in agricultural development work.

Serving with Irish on the state committee are: F. D. McCartney, Oakes; F. A. Foley, Rolla; Clarke Bassett, Fargo; D. A. Stewart, Bowman; and

# What North Dakota Statements Show

JUNE 30, 1942

*The Northwestern Banker is pleased to publish Bank Statements received before going to press—put us on your mailing list and send us your statements immediately after each call. If your bank is not included in the list below it is because YOU did not send in your statement. Please do so next time.*

TOWN	BANK	CASHIER	Capital	Surplus and Profits	Loans and Discounts	Bonds and Securities	Cash and Due From Banks	Deposits
Bismarck	Bank of North Dakota		\$2,000,000	\$ 863,484	\$ 2,135,853	\$28,018,240	\$ 9,874,249	\$39,016,952
Bismarck	Dakota National Bank	A. A. Mayer	100,000	85,217	619,285	630,966	676,392	1,799,782
Bismarck	First National Bank	B. F. Lawyer	200,000	253,987	578,194	2,262,625	1,535,236	4,016,685
Drake	First National Bank	H. M. Rossebo	25,000	30,423	177,417	157,514	387,888	670,297
Fargo	First National Bank	J. P. Farrell	350,000	427,763	3,486,088	2,914,576	3,121,084	9,065,828
Fargo	Merchants National Bank	C. H. Olson	150,000	231,554	1,228,855	2,231,701	1,150,784	4,266,102
Jamestown	James River National Bank	M. J. Grettenberg	100,000	37,575	391,925	599,603	506,438	1,385,328
Jamestown	National Bank of	Geo. A. Anderson	100,000	45,884	389,447	848,863	428,238	1,542,307
Langdon	Northwestern Bank	Gus Hartman	15,000	26,280	180,951	99,950	113,714	360,904
Minot	Union National Bank	J. S. Westlake	100,000	52,982	262,731	835,353	502,411	1,512,285
Northwood	Northwood State Bank	Theo. H. Tufte	25,000	34,271	189,551	227,835	219,573	581,328
Rugby	Citizens State Bank	L. N. Sessing	25,000	42,734	121,349	90,328	546,611	692,685
Valley City	American National Bank	R. M. Hougen	50,000	33,377	252,424	283,448	278,020	758,156
Valley City	First National Bank	D. W. Buckman	50,000	64,982	355,703	398,338	246,465	920,265
Watford City	First International Bank	C. N. Stenehjem	15,000	9,116	137,184	86,960	254,605	443,032

Northwestern Banker August 1942

Giedt, Richardton; Steele, M. G. Pederson, Hope; Towner, H. R. Rendahl, Cando; Traill, O. C. Stusrud, Mayville; Walsh, K. D. Bennett, Park River; Ward, W. E. Tooley, Minot; Wells, Edwin Lysne, Harvey; Williams, J. A. Cunningham, Williston; Stutsman, K. A. Werner, Streeter.

**Called to the Colors**

**F. A. Vogel**, manager of the Bank of North Dakota, at Bismarck, reports that the following employes and sons of employes of the bank are now in the armed forces: Pvt. **Ervin Nadolski**, former head bookkeeper, 303 Material Squadron, 88th Air Base Group Sp., Williams Field, Chandler, Arizona; Sgt. **George Olson**, former fieldman, 48th Pursuit Squadron, North Island Naval Air Station, San Diego, California; 1st Sgt. **John J. Miller**, former accountant, Company "A", 164th Infantry, Australia; 2nd Lieut. **David Vogel**, 125th Regiment, 3d Battalion, Company "L", Fort Benning, Georgia, son of F. A. Vogel, manager; Sgt. **Harry R. Vadnie**, Service Company, 164th Infantry, Australia, son of **J. F. Vadnie**, section head, collection and land department; Corp. **Howard E. Mohler**, Company "E", 55th Battalion, M. R. T. C., Camp Barkeley, Texas, son of Mrs. Clara Leuhrs, clerk, bookkeeping department; **O. J. Mohler**, R-166138, Number Manning Depot, Brandon, Manitoba, son of Mrs. Clara Leuhrs, clerk, bookkeeping department; AS **Ronald Rea Emch**, Company 324 USN, Naval Training Station, Great Lakes, Illinois, son of **Chas. R. Emch**, fieldman; Seaman 1st Cl. **Robert C. Worl**, U. S. Naval School, Great Lakes, Illinois, son of **Mr. R. A. Worl**, fieldman; Air Cadet **Philip L. Ellithorpe**, Army Air Corps, Unassigned, son of **Mr. L. M. Ellithorpe**, fieldman; (T/5) 3709 3833 **Lloyd G. Tweed**, 141st Armed Signal Corps, A. P. O. 251, care of Postmaster, New York City, son of **Mr. L. B. Tweed**, fieldman.

**Miss Gellner to Seattle**

Elizabeth Gellner, who was assistant cashier of the Northwestern Bank of Langdon, has resigned her position and is now employed in Seattle.

**Longest Record of Service**

Westhope is laying claim to having the bank president with the longest record of continuous service in North Dakota. W. T. Munn has served his institution there for 33 years.

**Minnewaukan Bank News**

V. A. Helberg, president of the Farmers State Bank of Minnewaukan, reports that the capital of his bank has been increased \$10,000 by stock dividend. Deposits are up \$146,000 over last year, and crop prospects for this year are excellent.

Mr. Helberg also reports that Sher-

man Dahl, a former assistant cashier in the bank, is now with the Navy in the Canal Zone, and R. F. Riersgard, a teller, is waiting a call to service in the Navy.

**Bank in "Healthy Condition"**

The Bank of North Dakota has an operating profit of \$164,741.60 for the year ending August 31, 1941, and "is in a very healthy condition at this time," an audit by J. M. Shirek, chief auditor, revealed.

This compared with \$154,337.76 for the previous year and \$165,557.63 for two years ago.

**Accepts Grafton Position**

Leslie Campbell of Minto began work recently as a teller at the Grafton National Bank. Mr. Campbell was formerly employed by the Walsh County State Bank, but some time ago went west where he worked for awhile with the Bank of America. He recently returned to accept the Grafton position.

"When I looked out of the window, Johnny, I was glad to see you playing marbles with Billy."

"We wasn't playing marbles, Ma. We just had a fight and I was helping him pick up his teeth."

**Bank of America**

NATIONAL TRUST AND SAVINGS ASSOCIATION

**CALIFORNIA'S ONLY STATEWIDE BANK**

Condensed Statement of Condition June 30, 1942

<b>RESOURCES</b>	
Cash in Vault and in Federal Reserve Bank . . . . .	\$ 281,630,555.61
Due from Banks . . . . .	137,610,624.83
<b>TOTAL CASH . . . . .</b>	<b>\$ 419,241,180.44</b>
<b>Securities of the United States Government and Federal Agencies . . . . .</b>	
State, County and Municipal Bonds . . . . .	577,768,948.24
Other Bonds and Securities . . . . .	152,331,236.93
Stock in Federal Reserve Bank . . . . .	40,730,129.54
Loans and Discounts . . . . .	3,720,000.00
Accrued Interest and Accounts Receivable . . . . .	889,353,623.96
Bank Premises, Furniture, Fixtures and Safe Deposit Vaults . . . . .	6,743,874.65
Other Real Estate Owned . . . . .	31,583,980.49
Customers' Liability on Account of Letters of Credit, Acceptances and Endorsed Bills . . . . .	4,885,096.27
Other Resources . . . . .	15,775,711.08
<b>TOTAL RESOURCES . . . . .</b>	<b>\$2,143,202,620.43</b>
<b>LIABILITIES</b>	
<b>DEPOSITS:</b>	
Demand . . . . .	\$1,017,139,210.01
Savings and Time . . . . .	941,291,316.31
<b>Liability for Letters of Credit and as Acceptor, Endorser or Maker on Acceptances and Foreign Bills . . . . .</b>	<b>\$1,958,430,526.32</b>
Reserve for Interest Received in Advance . . . . .	16,253,811.89
Reserve for Interest, Taxes, Etc. . . . .	6,485,162.92
<b>Capital:</b>	<b>3,265,447.69</b>
Common (4,000,000 Shares) . . . . .	\$ 50,000,000.00
Preferred ( 462,351 Shares)* . . . . .	9,247,020.00
Surplus . . . . .	62,000,000.00
Undivided Profits . . . . .	19,389,879.12
Reserve for War Contingencies, etc. . . . .	11,942,203.92
Other Reserves . . . . .	3,016,034.92
Reserve for Increase of Common Capital . . . . .	2,752,980.00
Preferred Stock Retirement Fund . . . . .	419,553.65
<b>TOTAL CAPITAL FUNDS . . . . .</b>	<b>158,767,671.61</b>
<b>TOTAL LIABILITIES . . . . .</b>	<b>\$2,143,202,620.43</b>

\*Issued at \$50 (\$20 Capital—\$30 Surplus), Annual Dividend \$2. Preferred to extent of and retireable at issue price and accrued dividends. This statement includes the figures of the London, England, banking office.

MAIN OFFICES IN TWO RESERVE CITIES OF CALIFORNIA  
SAN FRANCISCO LOS ANGELES



495 branches united for strength and service





**OFFICERS**

- |   |   |
|---|---|
| H. M. BUSHNELL, <i>President</i>                    | C. Y. OFFUTT, <i>Trust Officer</i>          |
| ELLSWORTH MOSER,<br><i>Executive Vice President</i> | A. L. VICKERY, <i>Cashier</i>               |
| V. B. CALDWELL, <i>Vice President</i>               | E. E. LANDSTROM, <i>Assistant Cashier</i>   |
| R. H. MALLORY, <i>Vice President</i>                | E. W. LYMAN, <i>Assistant Cashier</i>       |
| T. F. MURPHY, <i>Vice President</i>                 | N. L. SHOLIN, <i>Assistant Cashier</i>      |
| H. W. YATES, <i>Vice President</i>                  | E. C. McELHANEY, <i>Asst. Trust Officer</i> |
| H. E. ROGERS, <i>Asst. Vice President</i>           | H. T. UEHLING, <i>Asst. Trust Officer</i>   |

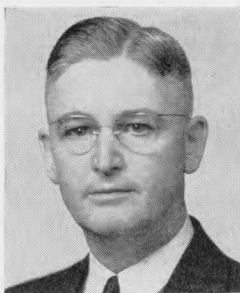
**DIRECTORS**

- |  |  |
|--|--|
| LINN P. CAMPBELL, <i>President</i><br><i>Byron Reed Company, Inc.</i>  | ROBERT P. MORSMAN  |
| EDWIN A. DUFF  | ROY PAGE, <i>Vice President and</i><br><i>General Manager</i><br><i>Nebraska Power Company</i> |
| EDWARD FLYNN,<br><i>Executive Vice President</i><br><i>Chicago, Burlington &amp; Quincy</i><br><i>Railroad Co.</i> | HENRY W. PIERPONT, <i>President</i><br><i>Standard Oil Company</i><br><i>of Nebraska</i>       |
| JOHN W. HUGHES, <i>President</i><br><i>Guarantee Mutual Life Company</i>   | ABRAHAM L. REED,<br><i>Chairman of the Board</i><br><i>Byron Reed Company, Inc.</i>            |
| GLENN E. JENNINGS, <i>President</i><br><i>Wright &amp; Wilhelmy</i><br><i>Company</i>                              | HARRY F. REED,<br><i>President</i><br><i>L. G. Doup Company</i>                                |
| ARTHUR A. LOWMAN,<br><i>President</i><br><i>Northwestern Bell</i><br><i>Telephone Company</i>                      | ELLSWORTH MOSER,<br><i>Executive</i><br><i>Vice President</i>                                  |
| E. M. MORSMAN, JR.,<br><i>Attorney</i>   | HERBERT M. BUSHNELL,<br><i>President</i>   |



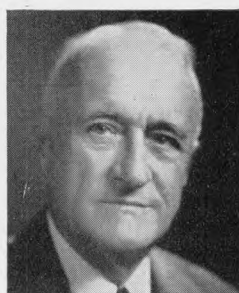
MEMBER . . . D. I. C.

*The*  
**UNITED STATES**  
*National BANK of Omaha*



O. A. RILEY  
President  
Hastings

# NEBRASKA NEWS



WM. B. HUGHES  
Secretary  
Omaha

## New Checking Service

Both the Alliance National Bank and the Guardian State Bank of Alliance have installed a new type checking account service, it was announced recently.

The new service is designed for those who desire the convenience of

a checking account without maintaining a minimum balance, the only requirement being that enough money be on deposit to cover the checks written. There will be no monthly service fees or activity charges on these accounts.

Under the new account there will

be a five cent charge per check, the cost of a book of 20 checks being \$1. Customers may write as many checks as they care to and control the cost themselves.

## New Assistant Bookkeeper

Frank Svik, Jr., has accepted a position as assistant bookkeeper with the Clarkson Bank. Mr. Svik replaces his brother, Joseph Svik, who resigned recently to join the armed forces.

## Elect New Vice President

The board of directors of the Genoa National Bank has announced the election of Clyde E. Pearson to the position of vice president, succeeding J. W. Poynter, who left last month for Los Angeles, California, where he is to be employed by the Bank of America.

Mr. Pearson is well qualified for

# What Nebraska Statements Show

JUNE 30, 1942

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TOWN	BANK	CASHIER	Capital	Surplus and Profits	Loans and Discounts	Bonds and Securities	Cash and Due From Banks	Deposits
Alliance	Alliance National Bank	E. M. Knight	75,000	93,749	393,361	434,302	1,500,668	2,195,349
Alliance	Guardian State Bank	C. H. Sudman	125,000	97,275	1,599,586	472,706	778,942	2,623,797
Beatrice	Beatrice National Bank	Ed. C. Austin	100,000	110,708	968,906	880,066	1,386,546	3,026,768
Clarkson	Clarkson Bank	J. A. Kucera	40,000	13,268	144,817	168,438	164,172	425,667
Columbus	Central National Bank	Howard Burdick	100,000	85,088	1,143,871	1,388,890	1,413,434	3,744,571
Crawford	Crawford State Bank	E. R. Spray	30,000	22,292	229,111	31,887	241,769	456,069
Fairbury	First National Bank	Harold Livingston	150,000	118,724	1,555,400	436,114	1,186,332	3,012,973
Fairmont	Farmers State Bank	Chas. F. Tous	25,000	13,564	30,241	44,997	201,960	243,966
Fremont	Stephens National Bank	J. G. Edloff	100,000	94,218	820,340	499,311	1,478,640	2,608,798
Friend	First National Bank	A. H. Frantz	50,000	22,609	249,327	198,721	204,269	606,608
Gordon	First National Bank	D. V. Sorensen	50,000	98,169	444,096	301,800	372,450	975,136
Grand Island	Commercial National Bank	Vernon Rice	100,000	148,584	678,994	963,335	1,108,573	2,534,268
Grand Island	First National Bank	F. J. Cleary	200,000	470,578	1,527,684	2,911,064	1,714,004	5,535,464
Grand Island	Overland National Bank	George J. Armstrong	100,000	64,307	680,949	284,017	631,534	1,434,514
Hastings	City National Bank	Floyd A. Hansen	100,000	89,247	882,405	424,047	701,686	1,829,576
Hastings	Hastings National Bank	Chas. E. Deets	125,000	170,478	1,244,890	1,142,471	908,243	3,048,760
Hebron	Thayer County Bank	H. R. Killinger	40,000	23,384	245,946	102,728	262,099	560,288
Kearney	Fort Kearney State Bank	John M. Spear	75,000	61,982	560,890	424,463	795,832	1,657,656
Keystone	Bank of	T. B. Cole	15,000	23,748	195,017	43,439	136,426	336,136
Kramer	Farmers State Bank	Benj. C. Bilhorn	10,000	6,403	36,467	28,662	17,343	64,747
Lincoln	Continental National Bank	C. W. Battey	650,000	323,580	4,376,414	5,846,454	6,875,955	16,191,835
Lincoln	First National Bank	Howard Freeman	1,000,000	534,803	3,461,325	14,874,567	9,537,857	26,642,901
Lincoln	National Bank of Commerce	B. G. Clark	350,000	509,723	4,722,719	7,322,000	7,914,700	18,846,253
Loup City	First National Bank	C. H. Ryan	25,000	37,529	211,253	406,469*		549,319
McCook	First National Bank	H. M. Krogh	75,000	79,778	684,955	633,086	1,221,040	2,350,424
Morrill	First National Bank	Robt. T. Covington	25,000	48,358	266,326	13,700	671,678	877,029
Nebraska City	Farmers Bank	J. R. Stevenson	50,000	138,819	339,672	522,405	1,034,797	1,709,056
Nebraska City	Otoe County National Bank	H. H. Teten	50,000	46,647	271,550	160,600	541,037	891,148
Norfolk	National Bank of	L. W. Ross	100,000	30,999	584,312	731,468	592,362	1,471,649
North Platte	First National Bank	W. H. Munger	100,000	147,242	966,844	741,104	864,292	2,305,488
North Platte	McDonald State Bank	J. Y. Castle	100,000	44,977	405,325	426,245	697,992	1,387,573
Omaha	First National Bank	J. T. Stewart, III	1,500,000	1,729,103	13,085,588	11,447,115	13,678,510	36,556,397
Omaha	Live Stock National Bank	Paul Hansen	500,000	904,116	7,654,790	8,297,029	8,995,610	23,392,563
Omaha	North Side Bank	R. H. Hall	25,000	32,219	352,263	303,952	383,820	977,316
Omaha	Omaha National Bank	Clyde O. Darner	2,000,000	2,463,294	17,617,709	27,131,933	18,412,718	71,044,824
South Omaha	Stock Yards National Bank	John McCumber	50,000	376,801	2,896,991	3,299,318	7,059,084	12,427,532
Omaha	United States National Bank	A. L. Vickery	1,100,000	1,105,776	5,929,174	18,943,678	13,120,061	36,276,695
Ord	First National Bank	C. B. Gudmundsen	60,000	46,000	296,074	294,000	333,885	741,914
Palisade	Frenchman Valley Bank	A. J. Baxter	50,000	10,653	165,191	30,300	217,591	361,720
Plattsmouth	Plattsmouth State Bank	Frank A. Cloidt	50,000	121,383	614,265	266,800	523,407	1,208,542
Ponca	Bank of Dixon County	F. R. Kingsbury	25,000	29,791	191,181	99,482	199,630	439,189
Scottsbluff	State Bank of	Elmer W. Larson	25,000	7,001	70,482	8,699	130,314	175,966
Scottsbluff	First State Bank	John Broadhurst	50,000	30,733	202,615	265,070	438,387	826,156
Scottsbluff	Scottsbluff National Bank	J. L. Witters	100,000	174,701	624,961	315,092	2,688,284	3,062,543
Sidney	American National Bank	D. W. Reynolds	50,000	63,833	433,554	291,841	1,105,752	1,743,255
Spalding	Spalding City Bank	M. J. Dolce	30,000	30,916	117,019	18,579	145,055	229,322
Spencer	Spencer State Bank	G. Bentz	25,000	11,711	52,524	59,398	163,297	238,194
Tekamah	First National Bank	H. J. Wragge	62,500	84,726	730,523	165,153	622,372	1,375,281
Wahoo	First National Bank	James L. Kudrna	80,000	73,466	570,497	383,302	1,142,798	1,961,756
Wakefield	Wakefield National Bank	Robert E. Anderson	25,000	33,066	298,906	52,500	253,963	553,754
Wisner	First National Bank	Neil D. Saville	50,000	61,166	286,239	81,900	225,996	473,167
Wymore	Wymore National Bank	L. Boyd Rist	50,000	14,631	135,408	203,910	251,573	525,666
York	First National Bank	H. E. Nordlund	150,000	219,876	839,720	734,719	966,466	2,216,489

\*Includes cash and due from banks.

his position, and he was formerly with the First National Bank of Genoa for 24 years.

## Banks Head Salvage Campaign

Under the able leadership of Robert I. Stout, president of the First National Bank, and R. K. Hancock, executive vice president and cashier of the Burt County State Bank, Tekamah is getting well under way in the great salvage campaign. The banks are offering worthwhile prizes in an effort

to produce greater results in their area.

## Stockholders Meeting Held

At the annual stockholders meeting of the Peoples State Bank of Wolbach, held last month with 15 stockholders in attendance, the present officers were reelected as follows: W. E. McIntyre, president; and J. C. Wilson, vice president and cashier.

The report of condition showed an increase in volume of business and deposits over last year. A 6 per cent

dividend was declared on the common stock.

## 60th Birthday

The First National Bank of Falls City celebrated its 60th birthday last month by passing the \$2,000,000 mark in deposits.

The bank, successor to Reuel Nims & Company, was chartered as a national bank in July, 1882. Its original staff was as follows: Stephen B. Miles, president; John W. Holt, vice president; Reuel Nims, cashier; Van S. Ashman, assistant cashier.

The present officers of the bank are as follows: E. H. Towle, president; George R. Froehlich, executive vice president; Kenneth G. Sandrock, vice president; Frank W. Buchholz, cashier; Andrew D. Cameron, assistant cashier and auditor.

## First National of McCook

**Rolland Larmon**, president of the First National Bank of McCook, Nebraska, in the statement of his bank for June 30, 1942, shows deposits of \$2,350,000, loans and discounts of \$684,000, capital stock of \$75,000, and surplus and undivided profits of \$79,000.

The officers and directors of the bank are as follows: **Rolland Larmon**, president; **H. P. Waite**, vice president; **H. M. Krogh**, cashier; **Max Billesbach**, assistant cashier; **D. N. Cobb** and **H. P. Sutton**, directors.

## Puts in "PAYC"

The Beatrice State Bank announces that it has put in the "PAYC" (Pay-As-You-Check) checking accounting system.

Under the program depositors are not required to maintain a minimum balance. A charge of five cents is made for each check written, a book of 20 checks costing one dollar.

## Honored at Birthday Dinner

F. G. Stilgebouer, president of the State Bank of Benkelman, was honored last month by a birthday dinner given by the bank force at the home of Mr. and Mrs. D. E. Gallatin. Mr. Gallatin is the vice president and cashier of the bank.

## Credit Associations Meet

At a special meeting of Nebraska Cooperative Credit Associations held at York recently, Millard M. Martin of Allen, Nebraska, and Ross Martin of Elgin, Nebraska, were elected to the board of directors of the state association to fill vacancies.

# Commerce Trust Company

18-1

Established 1865

KANSAS CITY, MISSOURI

Member Federal Reserve System

Statement of Condition at Close of Business June 30, 1942

### RESOURCES

Cash and Due from Banks.....	\$103,039,314.71	
U. S. Obligations, Direct and Fully Guaranteed..	69,359,225.09	172,398,539.80
State, Municipal and Federal Land Bank Bonds..	19,707,494.77	
Stock of Federal Reserve Bank.....	300,000.00	
Other Bonds and Securities.....	9,377,074.36	29,384,569.13
Loans and Discounts.....		54,883,834.16
Bank Premises and Other Real Estate Owned.....		2,180,859.02
Customers' Liability Account Letters of Credit.....		10,267.25
Accrued Interest Receivable.....		237,514.92
Overdrafts .....		2,244.80
Other Resources .....		3,001.99
<b>Total Resources.....</b>		<b>\$259,100,831.07</b>

### LIABILITIES

Deposits (Net) .....		\$245,287,951.43
Capital .....	\$6,000,000.00	
Surplus .....	4,000,000.00	
Undivided Profits .....	3,613,914.37	13,613,914.37
Reserve for Dividends Declared.....		60,000.00
Liability Account Letters of Credit.....		10,267.25
Accrued Interest, Taxes and Expense.....		127,672.96
Other Liabilities .....		1,025.06
<b>Total Liabilities.....</b>		<b>\$259,100,831.07</b>

Member Federal Deposit Insurance Corporation



# Omaha Clearings

OMAHA again topped the nation in the amount of increase in bank clearings over the same month last year in the report for the week ended July 15th, according to Dun and Bradstreet.

Omaha's gain was 33.9 per cent. The national total represented a gain of 7.2 per cent.

**L. H. Earhart**, managing director of the Omaha branch, Federal Reserve Bank of Kansas City, recently announced these promotions of bank officers, made by the parent bank:

**George A. Gregory**, cashier of the Omaha branch, becomes assistant vice president of the parent bank at Kansas City.

**Oliver P. Cordill**, assistant cashier at Omaha, becomes cashier.

**Urwin S. Berry** becomes assistant cashier at Omaha.

Mr. Gregory, after being associated with the First National Bank of Henry, Illinois, and the Omaha National Bank, joined the clerical staff of the Omaha Federal Reserve branch in 1918. He had been cashier since 1923.

Mr. Cordill has been with the branch since 1920. He became assistant cashier in 1928. Previously, he had been with the First National Bank of Hamilton, Missouri, and later with the Tootle-Lacey National Bank of St. Joseph, Missouri, and the auditing departments of the Commerce Trust Company and Federal Reserve Bank at Kansas City.

Mr. Berry left the City National of Council Bluffs, Iowa, to join the clerical staff of the Omaha Federal Reserve branch in 1919.

Nebraska farmers and stockmen will save more than \$3,569,000 in interest charges during the next two years as a result of congressional action continuing the 3½ per cent rate on farm

loans, it was estimated by **Edwin N. Horne**, new president of the Federal Land Bank of Omaha.

The new law, signed by President Roosevelt, retains the reduced rate on both land bank and commissioner loans until July 1, 1944, for the 27,000 farmer-borrowers in Nebraska. The rate would have expired July 1st this year if new legislation extending it had not been enacted.

Average saving for each farmer or stockman is around \$132.

**Howard Buffet**, 38 year old Omaha investment broker, filed recently for the Republican nomination for Congress in the second Nebraska district.

He is a member of the Omaha school board.

It is his first venture in partisan politics, motivated, he said, by the belief "the Republican party is the only agency that stands between our children and a one-party state—prelude to slavery."

Besides being president of Buffet &

Company, investment firm, he is also head of the South Omaha Feed Company. He is a University of Nebraska graduate.

The 16-room three-story Coad residence, built 52 years ago in Omaha's West Farnam district, at a cost of about \$40,000 is being razed.

The house weathered the Easter Sunday tornado of 1913.

**Arthur L. Coad**, president of the Packers National Bank of Omaha, whose father, J. F. Coad, built the house in 1890, said there were no buildings west of the residence at the time it was erected. The Coad family lived there 35 years.

**W. Dale Clark**, president of the Omaha National Bank, has been re-elected president of the Omaha Y. M. C. A. for the coming year. **C. W. Mead** was elected a vice president. **Don H. Knott**, treasurer of the Occidental Building and Loan Association, was elected to the board of directors, succeeding Frank Field, who has moved to Lincoln.

**C. W. Winkler** of Lexington, Nebraska, has been named field representative of the Live Stock National Bank of Omaha, according to Alvin E. Johnson, president. Previously, he was a representative of the St. Joseph, Missouri, Stock Yards Company.

He is a graduate of the University of Nebraska Agricultural College and has been active in 4-H Club work in Dawson county and in livestock judging.

Occidental Building and Loan Association of Omaha recently declared its regular quarterly dividend on a 3 per cent annual basis. It was the 183rd dividend declared by the association.

THE FIRST NATIONAL BANK			
McCOOK, NEBRASKA			
Condensed Statement at the Close of Business June 30, 1942			
RESOURCES		LIABILITIES	
Loans and Discounts	\$ 684,955.81	Capital Stock	\$75,000.00
Overdrafts	102.33	Surplus Fund	43,500.00
Stock in Federal Reserve Bank	3,600.00	Undivided Profits	36,278.67
Banking House, Furniture and Fixtures	20,253.84	Unearned Interest Collected	6,639.44
U. S. Government Bonds	\$ 340,129.88	Reserve for Contingencies	45,000.00
Municipal Bonds and Warrants	279,731.46	Reserve for Interest	2,447.91
Other Market Bonds	13,226.00	Dividend	3,750.00
Cash and Sight Exchange	1,221,040.72	<b>DEPOSITS</b>	<b>2,350,424.02</b>
	<b>1,854,128.06</b>		
	<b>\$2,563,040.04</b>		<b>\$2,563,040.04</b>
OFFICERS AND DIRECTORS			
Rolland Larmon, President	H. P. Waite, Vice President	H. M. Krogh, Cashier	
	Max Billesbach, Assistant Cashier		
D. N. Cobb		H. P. Sutton	
Member of the Federal Deposit Insurance Corporation			

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<https://fraser.stlouisfed.org>  
 Federal Reserve Bank of St. Louis

Among the first passengers on the initial trip of a restored stage coach, placed in service in Zion National Park, Utah, were Mr. and Mrs. Jackson Byron Trunnell of Salt Lake City, newlyweds. Mrs. Trunnell is the former Cynthia Anne Mallory, daughter of Mr. and Mrs. **Richard H. Mallory** of Omaha. Mr. Mallory is vice president of the United States National Bank of Omaha. Married at Salt Lake City, the couple honeymooned at the park.

**Bert Waddell**, a vice president of the Federal Land Bank of Omaha since 1933, presented his resignation at a recent meeting of the Farm Credit Administration Board at Omaha.

He plans to return to his home in Moorcroft, Wyoming, and to devote his time to ranching interests.

**Edwin N. Van Horne**, new president of the Federal Land Bank of Omaha, announced recently that the Farm Credit Administration Board at Omaha has approved selection of eight regional managers, key men in the land bank's new organization plan.

Under the new setup, the bank's four-state district is split up into eight regions. **W. M. Willy** was named supervisor of the new associate service division of the bank.

Regional managers and their co-workers attended a training course in Omaha.

The new regional managers are: Iowa—**N. L. Landers** and **E. C. Koniczek**. Nebraska—**Jack C. Bristowe**, **M. M. Inhelder** and **L. F. Johnson**. South Dakota—**W. F. Mailand** and **J. E. Stewart**. Wyoming—**Don A. Beaton**.

Appointment of 12 new associate regional managers also was announced: Iowa—**J. H. Moore**, **P. P. Zerfass**, **John Comstock** and **Frank Motz**. Nebraska—**Paul Boisseree**, **M. L. White**, **C. M. Hitchman** and **F. M. Reece**. South Dakota—**L. E. Halverson**, **H. S. Dzie** and **O. K. Smith**. Wyoming—**R. H. Hylton**. Named assistant regional managers were **Clarence Rodgers**, **Nile Kinnick**, ex-Iowa University football star; **A. J. Behrmann**, **W. N. Parmeter**, **Louis Knoll** and **Walter Michaels**.

Although it was cold and rainy at Lake Miltona, Alexandria, Minnesota, **T. L. Davis**, president of the First National Bank of Omaha, and Mrs. Davis made good use of their fishing rods and lines, and caught plenty of bass. They spent three weeks at the lake.

Also at Lake Miltona at the same time were Mr. and Mrs. **Lawrence Brinker** and Miss Catherine Thummel.

**Henry A. Hovey**, who resigned re-

cently as president of the South Omaha Savings Bank, has been elected president of the Broadway National Bank of San Antonio, Texas, to succeed Col. W. A. Turnbull, who resigned because of ill health. The San Antonio bank began business February 15, 1941.

Mr. Hovey is the son of Mr. and Mrs. **Ford E. Hovey** of Omaha. Ford Hovey is president of the Occidental Building and Loan Association.

Henry Hovey was joined at San Antonio several weeks ago by his wife and their two children, Ford II and Constance.

Under the leadership of **Alvin E. Johnson**, president of the Live Stock National Bank of Omaha, the regional housing committee took steps recently to have the order freezing lumber and other building materials, lifted in Nebraska.

The committee decided on the action after a survey revealed a shortage of dwellings was being created by the influx of defense workers. Areas affected particularly are Omaha, Lincoln, Fremont, Wahoo, Yutan, Mead, Ashland, Papillion and Plattsmouth.

**A. J. Rhodes**, assistant cashier of the Omaha National Bank and for 10 years a member of the trust department of the bank, addressed the Omaha Co-Operative Club recently on "Wills and Estate Planning."

**Mrs. James H. Moore**, a Red Cross staff assistant and wife of an Omaha banker, was named head of the Omaha women's aid raid warden group by **Forrest N. Croxson**, chief air raid warden.

**William A. Sawtell, Jr.**, son of **W. A. Sawtell**, president of the Stock Yards National Bank of Omaha, and Mrs. Sawtell, was graduated recently from the officers' candidate school at Fort Sill, Oklahoma, and commissioned a Second Lieutenant in the Field Artillery. He left for Camp White, Oregon, after a brief visit with his parents in Omaha.

**VICTORY VACATION**  
RATES NOW EFFECTIVE AT  
**EXCELSIOR SPRINGS**  
MISSOURI

**25% DISCOUNT**  
TILL SEPT. 13th

THE TIME AND PLACE FOR THE REST OF YOUR LIFE

A Perfect Vacation. All sports and recreations. Entertainment, dancing. Health-giving mineral baths, and world's finest indoor swimming pool. The Elms stables, with the best Missouri-bred riding horses. Delicious food. Bring the whole family.

American plan rates, including all meals, as low as **\$5.25** a day

FAR MORE TO OFFER BUT FAR FROM BEING EXPENSIVE

**THE ELMS HOTEL**

YOUR STATE BANKERS ASSOCIATION  
OFFICIAL SAFE, VAULT AND  
TIMELOCK EXPERTS  
**F. E. DAVENPORT & CO.**  
OMAHA





## Lincoln Locals

THE Nebraska state banking department has issued a charter to the **Pickrell State Bank** in Gage County, a new corporation being formed to replace the Farmers State Bank of which the late Fred L. Pothast owned the controlling interest.

Banking Director **Wade R. Martin** said the move was made because Mr. Pothast's widow did not wish to take the responsibility of continuing the old institution.

**Ed Bauman**, who is president of the present bank, will continue as president of the new one. Other directors are: **D. Reil, William F. Spilker, Ernest H. Spilker** and **William Vanderhood**, all of Pickrell.

**Joe L. Bartek**, who graduated from the Wahoo High School in 1936, has since completed the accounting course at the Lincoln School of Commerce. Mr. Bartek has accepted a position with the **National Bank of Commerce**. He started his service with this good bank in Lincoln last month.

Nebraska farmers and stockmen will save over \$3,569,000 in interest charges during the next two years as a result of congressional action continuing the 3½ per cent rate on farm loans, said **Edwin N. Van Horne**, president of the Federal Land Bank of Omaha. The new law retains the reduced rate on both federal land bank and commissioner loans until July 1, 1944, for the 27,000 farmer-borrowers in the state. The low rate would have expired July 1st of this year.

### **BANKS** Bought and Sold

Confidentially and with becoming dignity

**BANK EMPLOYEES PLACED.**

37 Years Satisfactory Service.

**THE CHARLES E. WALTERS CO.**  
OMAHA, NEBRASKA

Average saving for each farmer or stockman figures around \$132, Van Horne said.

A good many farmer-borrowers have indicated they will invest their interest savings in war bonds, he reported, or use it to store a reserve with their national farm loan associations and the land bank, to take care of future payments on their loans.

### New Assistant Cashier

D. Roger Thuman, son of A. Thuman, president, was appointed assistant cashier at a recent meeting of the board of directors of the State Bank of Trenton.

### Called to the Colors

Elmer W. Larson, cashier of the State Bank of Scotia, reports that Lloyd Ervin, assistant cashier, and

Elton M. Jess, bookkeeper, are now in the armed forces.

Albert Babcock, formerly with the North Loup Credit Association, has been elected assistant cashier, and Miss B. Faye Cargill is the new bookkeeper.

### Goes to Blue Hill

Mill Milrae Nelson of Upland, a graduate of the Hastings College of Commerce, has accepted a position with the Commercial Bank of Blue Hill.

### Accepts Bank Position

Mrs. Leo Bartholomew has resigned her position with the Cheyenne County treasurer's office to accept a position with the American National Bank of Sidney.

### Davis Vice President

The Omaha National Bank has announced promotion of **David F. Davis** to be a vice president of the bank.

Mr. Davis has been associated with the bank, in the trust department, since 1923, and recently has been trust officer for the institution.

His new position will bring him into the commercial activities of the bank.

### Siemering to Ashland

Arthur J. Siemering of Thedford has accepted a position as clerk with the Farmers & Merchants National Bank of Ashland. Mr. Siemering has had considerable banking experience and is well qualified for his position.



## *Intimate and Friendly*

CONTINENTAL NATIONAL BANK correspondent service is machinelike in speed and accuracy. It fully recognizes, however, the need for friendly, intimate treatment of individual correspondent accounts. Friendly counsel is always available to you through our executives who make your problem their problems.

USE THIS BANK AS YOUR LINCOLN CORRESPONDENT

*The*  
**CONTINENTAL NATIONAL**  
**BANK**  
*of*  
**LINCOLN**

Member Federal Deposit Insurance Corporation

# LIVE STOCK NATIONAL BANK O M A H A

*Statement of Condition June 30, 1942*

RESOURCES		LIABILITIES	
Loans and Discounts	\$ 7,654,790.82	Capital Stock (Common)	\$500,000.00
Bonds and Other Securities	130,086.02	Surplus (Earned)	750,000.00
Stock in Federal Reserve Bank	37,500.00	Undivided Profits	154,116.84
Banking House and Fixtures	1.00	Reserve for Taxes, Interest, etc.	171,837.52
Other Real Estate	None	Unearned Discount	8,914.49
U. S. Gov. Securities	\$8,166,943.15	Dividends Payable June 30, 1942	7,500.00
(Less than Market Value)		Deposits:	
Cash, Sight Exchange and due from Fed. Res. Bank	8,995,610.89	Banks	\$12,324,495.36
	17,162,554.04	Other Deposits	11,068,067.67
			23,392,563.03
	\$24,984,931.88		\$24,984,931.88

CAPITAL, SURPLUS & UNDIVIDED PROFITS				LOANS & DISCOUNTS		DEPOSITS			
June 30, 1933	-	-	\$ 612,234.18	-	-	\$1,759,199.39	-	-	\$4,635,097.58
June 30, 1936	-	-	747,477.52	-	-	1,796,905.08	-	-	12,790,038.84
June 30, 1939	-	-	994,019.28	-	-	6,063,357.21	-	-	12,531,829.81
June 30, 1942	-	-	1,404,116.84	-	-	7,654,790.82	-	-	23,392,563.03

## OFFICERS AND DIRECTORS

ALVIN E. JOHNSON  
President

H. C. KARPF  
Vice President

W. P. ADKINS  
Chairman

HOWARD O. WILSON  
Vice President

R. H. KROEGER  
Vice President

PAUL HANSEN  
Cashier

L. V. PULLIAM  
Asst. Cashier

C. G. PEARSON  
Asst. Cashier

H. H. ECHTERMAYER  
Asst. Cashier

H. B. BERGQUIST  
Coal and Grain

L. S. BURK  
Chicago

JAS. J. FITZGERALD  
Secy. Commercial Sav.  
& Loan Assn.

T. E. GLEDHILL  
Farmer

LEO T. MURPHY  
Mgr. Allied Mills, Inc.

HERMAN K. SCHAFER  
Pres. Maney Milling Co.

CARL A. SWANSON  
Pres. Jerpe Com. & Cold Storage Co.

*This Bank Has No Affiliated Companies*

*Member of Federal Reserve System and Federal Deposit Insurance Corporation*



A. T. DONHOWE  
President  
Des Moines

## IOWA NEWS



FRANK WARNER  
Secretary  
Des Moines

### Waterloo Savings Bank

V. Spaulding Miller, assistant cashier of the Waterloo Savings Bank of Waterloo, Iowa, in the June 30, 1942, statement of his bank, showed deposits of \$8,507,000, with loans and discounts of \$2,637,000, capital stock of \$175,000, surplus of \$250,000, and undivided profits of \$18,000.

The officers of the Waterloo Savings Bank are: H. G. Northey, president; R. W. Waite, vice president; Carleton Sias, vice president; J. J. Miller, cashier; Francis R. La Barre, V. Spaulding Miller and Oliver J. Schutte, assistant cashiers.

### Davenport Banker Dead

Harry C. Lynn, 60, vice president and cashier of the Northwest Davenport Bank and Trust Company, Davenport, died at his home in that city last month.

### Accepts Bank Position

William Degnan, who has been operating a filling station at Ayrshire for the past few years, has accepted a position with the Central Savings Bank and Trust Company of Emmetsburg. Mr. Degnan started his new duties last month.

### Accepts Legion Post

R. H. Griffin, president of the Odebolt State Bank, was elected commander of Roose Post of the American Legion at the annual election of officers. He had served as adjutant the past year.

### Iowa Convention Changed From September to October 25, 26, 27

Frank Warner, secretary of the Iowa Bankers Association, has announced that the 56th annual convention of the Iowa Bankers Association will be held Sunday, Monday and Tuesday, October 25, 26 and 27, 1942, instead of in September as originally planned.

This change was made necessary be-

cause of the 600 trainees who are now living in Des Moines hotels during their training period at the Ordnance Plant at Ankeny, twelve miles north of Des Moines. These trainees will have finished their work soon after the first week in October, thus making rooms available for the "War Work Conferences," which will consist of 3 conventions in 1, including: (1) The Iowa Association of Bank Auditors and Comptrollers, (2) The Iowa Junior Bankers Association, and (3) The Iowa Bankers Association.

As Secretary Warner says: "War work subjects dealing with questions and problems on how the Iowa bankers can contribute still more and to the maximum of their combined ability to help the Federal Government in all its financial problems and any other problems in which bankers may be able to aid to help this country win the war will be discussed."

### Federal Home Loan Bank

The July 1, 1942, statement of the Federal Home Loan Bank of Des Moines shows capital stock subscriptions of \$10,458,000 and debentures outstanding of \$10,000,000. Advances to members amount to \$14,073,000 and U. S. Government obligations, fully guaranteed, are \$4,050,000, and cash on hand is \$5,045,000. In the surplus account the bank has reserves of \$682,940 and undivided profits of \$239,884.

For the six months ending June 30, 1942, the gross income of the bank was \$259,940 and the expenses were \$115,840, leaving a net income for the first six months of \$144,100. The number of member institutions is now 246, and the assets of these members are \$264,000,000.

The officers of the bank are as follows: Robert J. Richardson, president; Walter H. Lohman, vice president-treasurer; James M. Martin, assistant secretary; Arthur E. Mueller, assistant treasurer; Robert H. Bush, attorney; and Jesse E. Billings, field representative.

### New Ryan Bank Opens

President E. L. Wright of the Citizens State Bank of Hopkinton announces the opening last month in Ryan of a branch bank which will serve that town and surrounding territory. The quarters to be occupied by the new bank have just been remodeled, and are very pleasing in appearance.

# Iowa War Work Conference

Three Conventions In One In Des Moines

Iowa Junior Bankers Association

Iowa Association of Bank Auditors and Comptrollers

Iowa Bankers Association

Sunday, Monday and Tuesday — October 25, 26, 27

Fort Des Moines Hotel

# Now he'll make a *Better Fighter*..

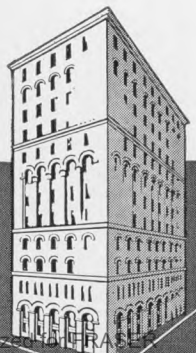
**T**HERE'S a time for everything, so the saying goes—but when a fellow's bouncing around in an armored tank or guiding a jittering jeep, it's no time for a tooth-ache.

So after a serious talk with his selective service board, many a selectee goes direct to his dentist to have all teeth put in the best possible shape for the duration.

And where does his banker come in? Often the prospective dough-boy doesn't have the necessary dough. In such cases, he usually gets it from his banker—one of the many ways in which bankers are helping America to get better fighting men.

Day after day, bankers are making important contributions to all-out war effort, not alone through the sale of War Bonds, but through alert attention to the every-day business of banking in wartime. In doing these things, none of us seek special recognition. No roll of drums or fanfare of trumpets is needed to arouse our patriotism.

Because of our firm conviction that Iowa bankers are doing an earnest effective wartime job, it is our purpose through these messages in the months ahead, to give credit where credit is due.



*Member Federal Deposit Insurance Corporation*

# BANKERS TRUST

*thanks to his **Dentist** . . . and his **Banker***

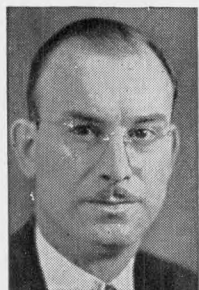


*\* One of the many war responsibilities shouldered by Bankers*

**COMPANY**

6th and Locust  
Des Moines





## IOWA NEWS

### FROM HERE AND THERE

By J. A. Sarazen, Associate Editor

WITH loan volume showing a steady decline, and **Mel Ellis**, superintendent of banking, suggesting adequate service charges and reduction of interest rates paid on deposits in his recent letter to every state bank in Iowa, the chief subject everywhere you go is service charges and reduction of interest rates. Not since the national bank holiday has there been as much thought given this matter as at the present time and real action is being taken all along the line and more is expected.

The thought seems to be that something will have to be done within the next year to bolster revenue and it might as well be done at once while the farmers are receiving good prices. A check of bank statements shows that

liquidation of loan volume is orderly but undoubtedly will become a serious matter within the next year if the trend continues downward. With the farmers receiving fifteen dollars per hundredweight for hogs, and other farm commodities proportionately high, and with no durable goods such as automobiles available in which he can invest this money, it is little wonder that he is paying off his obligation to the bank. The thought occurs to the writer that more of this money should be going into war bonds. The farmer who takes the attitude that he will clean up all his obligations spick and span before buying war bonds may awake some day to find that he does not control the farm but instead will answer to the gestapo.

In feeder territory loan demand will be strengthened considerably this fall if farmers get a break in the price for young beeves as they are ready and willing to get back into the market when prices warrant it.

This item is a bit of history concerning a small bank—the **Aetna Savings Bank**, McIntire, located in the north part of Mitchell County. The bank was organized in 1899 and deposits as of June 30th were \$83,300 with loans and discounts of \$9,634, government bonds \$25,222 and other bonds \$11,500. The bank is managed by **R. D. Williams**, cashier, who has been at the helm for 36 years, and one lady assistant. It has had more than its share of experience with criminals as it has been burglarized once and held up twice. The population of McIntire is 300 and is located in a fair farming territory. Borrowers are few, says Mr Williams, as most farmers can finance themselves. He writes some insurance but not extensive. The high in deposits for this bank was in 1923 when they got up around \$175,000.

The number of savings accounts on June 30th totaled 42 and time money amounted to \$26,345 on which 2 per

## Helping Uncle Sam

For over seventy years, thru good and bad times, we have furnished special cabinet work and fixtures for banks, court houses and stores.

At present, however, we are in full production on defense work. When conditions again become normal we expect to be ready as usual to make special plans and designs for new and remodeled bank fixtures.

Should any special problems arise in connection with your present equipment we will appreciate your writing us and we will do our best to take care of your needs.

# The FISHER COMPANY

ESTABLISHED  
1870

*Charles City, Iowa*

BANK FIXTURE SPECIALISTS

cent interest is being paid. Checking deposits amounted to \$36,951 and public funds \$19,921. The capital is \$10,000 with surplus and undivided profits of \$5,000.

The bank was released from S. F. 111 in July, 1933, when 50 per cent of the deposits were immediately made available and the other 50 per cent waived with bank earnings pledged. The bulk of the waived deposits have been paid to depositors from the segregated assets, plus 16 or 17 per cent from the bank earnings. **F. F. Harshbarger**, president, has served in that capacity for 16 years and **J. W. Errington** is vice president. These men and the board of directors are to be commended for their sticktoitiveness and bringing the bank through when things looked the darkest.

Bankers fully realize the important part they play in the sale of war savings bonds and are getting behind the program wholeheartedly, and the fact that banks sell so many bonds is not merely coincidental. The job requires much time without remuneration and the bankers suggestion often converts money which could remain in the bank in the form of a deposit, into war savings bonds. For instance, reports from banks in **Allamakee County** of bonds sold during the first six months of 1942 show the banks selling 88½ per cent of the bonds sold or a total of \$620,000 worth. It was the sixth county in the state to reach and exceed its quota pledge of \$1,180,000.

**W. A. Kneeland**, cashier of the Postville State Bank, is chairman, **C. H. McGorden**, cashier of the Waukon State Bank, vice chairman. Other bankers active on committees were **J. E. Welsch**, cashier, New Albins Saving Bank; **Moritz Kerndt**, cashier, Kerndt Brothers Savings Bank, Lansing; and **C. V. Nelson**, cashier, Farmers and Merchants Savings Bank, Watterville.

We ran into **Walker Hanna**, president, Hanna-Kramer Company of Burlington, and Mrs. Hanna, at New Hampton the other day as they were returning from Rochester, Minnesota, where they underwent a routine check-up. Walker said they both were found "disgustingly healthy." Over a couple of cokes Walker told us that he thought the time was near at hand when banks would cease to pay any interest on deposits.

**Mrs. Frank J. Dvorak**, wife of the cashier of the First Trust & Savings Bank, Cedar Rapids, passed away at

a local hospital July 19th after a brief illness.

The **Lisbon Bank and Trust Company** is in the process of remodeling the tellers' cages into the new low type and will also build a consultation room in the front part of the bank. Deposits are off slightly here and loans remain nearly as high as six months ago.

Interest rates at the **Mechanicsville Trust and Savings Bank** were reduced July 1st on six months C. D.'s from 2 per cent to 1 per cent. Twelve months

C. D.'s still bear 2 per cent. In the last six months deposits gained \$60,000 and loan volume decreased \$20,000.

The **Tipton State Bank** revised checking account service charges slightly upward effective July 1st. Accounts with an average daily balance of less than \$200 will be charged a minimum of 50 cents. Formerly the base charge applied only on accounts with an average daily balance of \$100 or less.

The **Osage Farmers National Bank** (Turn to page 57, please)



## "ENCIRCLEMENT"

On all sides, Sioux City is "encircled" by one of the richest grain and livestock areas in all the world. Hence it is one of the great markets of the Northwest!

First National officers know grain and livestock problems thoroughly, so they can give you complete correspondent service on ALL your Sioux City business. Let us serve you in this great market place.

**V** Buy United States War Bonds at this Bank

A. G. Sam, President

J. P. Hainer, Vice President	J. R. Graning, Assistant Cashier
Fritz Fritzon, Vice Pres. and Cashier	E. A. Johnson, Assistant Cashier
J. T. Grant, Assistant Cashier	W. F. Cook, Auditor

MEMBER FEDERAL DEPOSIT INSURANCE CORPORATION

# FIRST NATIONAL BANK

## IN SIOUX CITY

# What Iowa Statements Show

JUNE 30, 1942

The Northwestern Banker is pleased to publish Bank Statements received before going to press—put us on your mailing list and send us your statements immediately after each call. If your bank is not included in the list below it is because YOU did not send in your statement. Please do so next time.

TOWN	BANK	CASHIER	Capital	Surplus and Profits	Loans and Discounts	Bonds and Securities	Cash and Due From Banks	Deposits
Adel	Dallas County State Bank	O. D. Ellsworth	\$ 25,000	\$ 44,282	\$ 620,190	\$ 169,568	\$ 237,425	\$ 953,985
Algona	Jowa State Bank	H. L. Gilmore	50,000	89,089	889,885	92,000	1,286,936	2,153,806
Algona	Security State Bank	E. A. Schemel	50,000	19,038	446,345	39,514	407,132	842,567
Ames	Ames Trust & Savings Bank	G. R. Alley	100,000	96,908	822,916	848,317	595,148	2,089,362
Ames	Union Story Trust & Savings	F. H. Schleiter	100,000	40,011	518,563	662,705	912,075	1,963,485
Baxter	State Savings Bank	Ralph M. Butler	50,000	24,222	460,916	124,340	298,212	802,934
Beaman	Farmers Savings Bank	W. E. Whorrall	25,000	37,008	260,580	28,494	120,690	351,881
Boone	Boone State Bank & Trust	R. J. Meyers	150,000	79,004	1,841,281	347,247	955,681	2,928,797
Boone	Citizens National Bank	E. E. Wiemer	100,000	93,334	966,058	743,335	1,011,000	2,566,220
Breda	Breda Savings Bank	F. Van Erdevyck	50,000	22,233	224,716	110,096	326,119	592,902
Burlington	Burlington Savings Bank	W. H. Swiler	100,000	247,507	2,483,064	680,793	2,500,985	5,363,189
Burlington	National Bank	Thomas L. Dyer	200,000	140,591	1,667,453	1,514,653	1,814,834	4,697,263
Carlisle	Hartford-Carlisle Savings	G. D. Schooler	25,000	53,109	495,261	65,036	219,370	713,880
Cedar Falls	Cedar Falls Trust & Savings	H. C. Smith	50,000	53,681	369,049	548,613	512,385	1,343,671
Cedar Falls	First National Bank	W. E. Brown	100,000	32,811	337,769	849,628	711,936	1,808,528
Cedar Rapids	Guaranty Bank & Trust Co.	Reginald B. Figge	200,000	142,484	1,694,520	1,323,070	1,041,833	3,773,275
Cedar Rapids	Peoples National Bank	Mark J. Meyers	500,000	2,429,100	8,311,961	22,753,491	20,612,620	49,775,524
Cedar Rapids	United State Bank	Ervin F. Stepanek	250,000	191,514	2,705,995	1,672,636	2,985,580	6,115,892
Centerville	First National Bank	Chas. Kriz	50,000	61,062	442,070	666,636	434,695	1,435,733
Chariton	First State Bank	Roy E. Oughton	50,000	62,630	188,802	966,570	488,123	1,501,884
Chariton	National Bank & Trust Co.	Lester F. Smith	50,000	28,776	324,384	393,272	360,047	1,014,152
Charles City	First Security Bank	B. R. Van Dyke	100,000	50,587	353,860	932,094	378,941	1,556,495
Charles City	First Security Bank	Wm. A. Herbrechtsmeyer	100,000	75,823	844,676	692,758	607,423	1,958,138
Clarinda	Page County State Bank	C. E. Bradley	50,000	65,376	672,660	180,556	479,515	1,234,484
Clinton	City National Bank	J. H. Nissen	400,000	515,200	2,469,469	2,676,459	2,321,359	6,575,179
Clinton	Clinton National Bank	L. J. Derflinger	60,000	90,455	269,965	692,381	1,445,048	2,288,037
Colfax	First National Bank	H. E. Bell	25,000	72,033	499,300	212,147	330,818	952,705
Coon Rapids	First State Bank	J. F. Schafer	25,000	22,649	273,616	86,575	124,731	482,700
Coon Rapids	Iowa Savings Bank	Walter Buenneke	25,000	21,799	310,393	70,500	237,606	571,339
Council Bluffs	Council Bluffs Savings Bank	E. H. Spetman	150,000	309,011	3,122,243	598,396	1,833,436	5,245,763
Council Bluffs	State Savings Bank	Clyde A. Blanchard	100,000	118,401	1,459,712	206,368	878,145	2,344,998
Crawfordsville	Peoples Savings Bank	K. A. Coates	20,000	41,758	198,486	56,600	309,299	507,143
Davenport	Davenport Bank & Trust Co.	Herman Staak	600,000	2,878,856	9,348,669	16,142,358	14,158,019	36,259,220
Davenport	First Trust & Savings Bank	F. A. Johnson	135,000	99,233	2,110,450	851,445	1,503,956	4,138,207
Denison	First National Bank	T. C. Aarestad	100,000	54,368	634,781	411,966	442,388	1,331,947
Des Moines	Bankers Trust Co.	F. C. Atkins	1,000,000	962,791	9,759,977	10,716,726	9,482,543	27,827,540
Des Moines	Capital City State Bank	J. N. Coffee	150,000	137,963	1,355,553	1,816,600	806,570	3,747,740
Des Moines	Central National Bank	J. R. Capps	1,250,000	737,827	11,472,317	14,393,378	15,648,662	39,484,302
Des Moines	Iowa-Des Moines National Bank	Harry G. Wilson	2,500,000	1,956,580	15,506,407	29,362,324	19,949,274	61,637,433
Des Moines	Valley Savings Bank	J. R. Astley	200,000	288,137	4,141,568	845,300	2,940,687	7,360,214
DeWitt	DeWitt Bank & Trust Co.	J. Yvo Floerchinger	25,000	70,850	574,472	148,445	615,940	1,248,367
Dubuque	American Trust & Savings Bank	Roy F. Glab	250,000	237,417	1,417,144	3,420,898	2,006,186	6,370,364
Dubuque	First National Bank	Joseph V. Keppler	300,000	423,841	1,443,131	7,462,240	2,794,596	10,914,903
Dunlap	Dunlap Savings Bank	Glen H. Millard	25,000	42,751	282,105	163,486	205,733	587,609
Eldon	First National Bank	Robert Weidenbach	25,000	23,411	145,505	339,110	152,800	584,091
Emmettsburg	Iowa Trust & Savings Bank	Chas. J. Spies	25,000	142,300	874,639	143,252	388,673	1,239,318
Estherville	Iowa Trust & Savings Bank	Donald T. Lawler	50,000	34,749	930,713	177,623	343,728	1,045,645
Fort Dodge	The State Bank	Harry T. Huff	100,000	204,155	1,900,081	356,977	1,550,165	3,615,681
Fort Madison	Fort Madison Savings Bank	H. H. Mohrfeld	205,000	64,467	722,415	2,065,620	1,341,795	3,848,384
Fort Madison	Iowa State Bank	Melton E. Lehning	100,000	31,896	165,139	472,798	242,076	758,496
Fort Madison	Lee County Savings Bank	Albert R. Benbow	105,000	80,071	610,975	914,644	605,606	1,972,674
Garwin	Farmers Savings Bank	A. F. Agena	20,000	28,302	149,028	199,915	93,147	395,670
Garner	Hancock County National Bank	H. L. Ollenburg	50,000	32,068	326,563	229,795	457,649	941,044
Gladbrook	State Bank	Lavera M. Boll	50,000	64,066	496,501	88,500	503,147	983,336
Grinnell	Grinnell State Bank	L. M. Lanning	60,000	37,323	496,588	99,900	828,193	1,344,398
Hawarden	Farmers State Bank	C. A. Slife	25,000	22,338	303,311	342,940	342,940	601,443
Hawarden	First National Bank	H. Visser	50,000	34,732	224,235	166,230	216,062	536,325
Hudson	Hudson State Bank	R. F. Busching	25,000	17,656	160,160	13,487	334,321	567,957
Humboldt	Humboldt Trust & Savings Bank	J. L. Campbell	50,000	139,929	844,983	454,215	547,185	1,655,915
Independence	Farmers State Savings Bank	C. L. Fiester	100,000	101,254	1,087,853	861,821	672,646	2,424,399
Indianola	Peoples Trust & Savings Bank	M. F. Henderson	100,000	107,167	763,578	498,054	964,504	2,175,993
Iretton	Security Savings Bank	G. T. Juffer	15,000	20,016	195,937	6,500	264,453	436,686
Jefferson	Jefferson State Bank	Ralph H. Maloney	50,000	111,131	1,151,645	392,439	510,511	1,910,217
Jesup	Farmers State Bank	C. E. Stewart	75,000	20,384	126,883	731,200	126,478	980,170
Kellogg	Kellogg Savings Bank	J. D. Roth	25,000	72,201	436,092	304,577	391,697	1,037,600
Knoxville	Community National Bank	J. R. Dyer	50,000	134,488	789,690	252,770	700,155	1,559,443
Laurel	Peoples Savings Bank	Hugh C. McCleery	25,000	16,183	193,715	42,300	127,066	323,480
Le Mars	First National Bank	R. E. Tool	62,450	20,036	263,574	488,104	274,285	968,209
Lisbon	Lisbon Bank & Trust Co.	G. L. Hill	50,000	55,843	379,653	177,350	207,564	662,818
Madrid	City State Bank	C. W. Anderson	25,000	27,055	361,301	120,780	194,978	626,958
Manson	Manson State Bank	G. L. Scoles	25,000	45,202	499,655	112,644	311,455	854,392
Maquoketa	Jackson State Savings Bank	John Jargo	75,000	111,175	1,497,907	162,139	1,230,047	2,727,966
Marshalltown	Fidelity Savings Bank	A. T. Davis	100,000	217,798	977,885	1,120,404	2,710,636	4,547,881
Marshalltown	Security Savings Bank	C. E. Orr	75,000	61,290	786,753	760,794	821,591	2,251,142
Martelle	Farmers Savings Bank	Guy C. Martin	25,000	25,644	144,434	189,104	47,302	330,197
Mason City	First National Bank	Wm. W. Boyd	400,000	436,629	3,263,187	4,229,671	2,911,437	9,880,284
Mason City	United Home Bank	R. A. Potter	100,000	80,043	1,535,159	270,331	1,327,253	2,976,337
Missouri Valley	First National Bank	F. C. Burke	50,000	35,460	233,516	426,458	366,280	947,549
Monticello	Monticello State Bank	H. M. Carpenter	400,000	109,268	2,865,709	1,911,415	1,190,343	5,381,036
Mount Ayr	Security State Bank	Carson Williams	30,000	56,129	474,611	67,100	356,370	814,611
Mount Vernon	Mount Vernon Bank & Trust Co.	D. U. Van Metre	50,000	62,775	492,285	168,500	313,437	849,212
Muscatine	Central State Bank	Glen Downing	125,000	104,205	890,296	1,495,527	876,067	3,016,409
Muscatine	Muscatine Bank & Trust Co.	B. L. McKee	125,000	280,436	1,126,925	2,982,792	2,824,410	6,586,144
Nevada	Nevada National Bank	L. R. Bassett	50,000	82,390	496,394	444,393	517,443	1,351,663
Nevada	State Bank & Trust Co.	H. T. Fawcett	40,000	20,398	322,313	24,800	165,632	463,451
Newton	Jasper County Savings Bank	A. E. Hindorff	100,000	255,484	2,387,255	737,151	1,440,085	4,211,445
Newton	Citizens State Bank	Walter T. Robinson	100,000	72,192	678,495	631,826	461,978	1,647,082
Oakland	Newton National Bank	D. F. Busse	40,000	47,032	442,498	206,282	345,234	916,024
Oakland	Oakland Savings Bank	J. J. Evans	35,000	55,000	558,046	131,090	353,660	950,082
Oelwein	First National Bank	M. C. Hanson	50,000	126,648	596,178	822,521	892,374	2,164,928
Onslow	Onslow Savings Bank	Geo. H. Paulsen	20,000	43,200	299,000	93,100	232,596	561,497



## WHAT IOWA STATEMENTS SHOW

TOWN	BANK	CASHIER	Capital	Surplus and Profits	Loans and Discounts	Bonds and Securities	Cash and Due From Banks	Deposits
Orange City	Northwestern State Bank	H. C. Moret	65,000	77,208	692,130	59,200	821,998	1,442,734
Osage	Osage Farmers National Bank	E. A. Heiden	100,000	108,939	631,324	620,561	401,584	1,463,082
Osceola	Clarke County State Bank	Don Hickman	50,000	40,232	478,029	439,889	327,220	1,152,399
Ottumwa	Union Bank & Trust Co.	Max von Schrader	300,000	312,000	2,302,157	2,895,685	3,081,233	7,808,511
Pella	Pella National Bank	H. P. Scholte	50,000	73,922	622,707	805,758	901,345	2,214,057
Perry	First National Bank	W. B. Crist	50,000	120,165	801,946	400,976	452,490	1,503,505
Randolph	Randolph State Bank	J. S. Zdychnec	25,000	12,222	242,761	40,068	257,490	364,748
Red Oak	Houghton State Bank	Oscar Helgerson	100,000	88,579	1,306,812	662,741	1,050,110	2,857,564
Red Oak	Montgomery County National		50,000	56,304	567,457	206,512	646,053	1,331,172
Ridgeway	Farmers State Bank	I. G. McQueen	25,000	19,686	157,650	267,574	172,618	550,682
Rowley	Rowley Savings Bank	D. H. Dingsley	20,000	22,697	200,054	94,930	214,420	470,875
St. Ansgar	St. Ansgar Citizens State	Albert Halvorson	50,000	38,573	426,117	145,423	394,607	904,886
Sheldon	Security State Bank	R. A. Schneider	50,000	48,150	465,241	212,527	422,499	1,019,242
Shenandoah	Security Trust & Savings Bank	W. H. Longman	60,000	72,637	596,404	319,250	922,470	1,745,132
Sioux City	First National Bank	Fritz Fritzon	400,000	229,823	3,546,247	1,708,565	3,425,990	8,219,216
Sioux City	Live Stock National Bank	William C. Schenk	250,000	326,460	3,626,408	3,172,299	6,142,468	12,272,392
Sioux City	Security National Bank	R. Earl Brown	250,000	277,432	3,521,463	2,243,478	5,501,153	10,918,227
Sioux City	Toy National Bank	E. E. Erickson	300,000	391,966	2,339,727	5,569,344	4,863,832	12,224,382
Sioux City	Woodbury County Savings Bank	C. T. McClintock	100,000	157,983	1,833,519	853,815	724,018	3,123,973
Spencer	Clay County National Bank	A. E. Anderson	60,000	115,772	794,025	739,232	988,698	2,348,900
Spencer	Farmers Trust & Savings Bank	K. R. Tuttle	100,000	101,421	1,242,167	486,476	645,663	2,218,761
Spirit Lake	First National Bank	J. Robert Cornell	55,000	23,618	402,739	174,321	462,974	1,024,278
Storm Lake	Citizens First National	Wayne A. Myers	75,000	240,995	904,341	887,012	937,745	2,388,978
Storm Lake	Commercial Trust & Savings Bank	Elmer J. Knebel	50,000	55,125	359,483	252,800	238,535	757,414
Storm Lake	Security Trust & Savings Bank	G. B. Eginton	50,000	60,542	500,003	338,755	438,549	1,169,393
Stuart	First National Bank	C. L. Beech	35,000	40,161	169,593	183,436	204,579	493,784
Union	Union-Whitten State Savings	C. F. Long	25,000	27,318	588,416*		289,275	815,977
Vinton	State Bank of	Chas. B. Barron	65,000	133,071	834,675	442,849	806,656	1,905,670
Vinton	State Bank of	H. B. Hammer	25,000	22,162	258,183	94,139	355,077	657,023
Wapello	Washington State Bank	Frank L. Kos	50,000	123,791	459,804	493,397	921,227	1,717,318
Washington	National Bank of	R. L. Penne	250,000	388,488	2,820,016	3,547,256	3,989,014	9,694,683
Waterloo	Waterloo Savings Bank	J. J. Miller	175,000	268,039	2,637,101	2,700,699	3,510,547	8,507,759
Wyoming	Citizens State Bank	L. B. Madson	25,000	39,288	286,716	202,760	301,635	729,915

\*Includes Bonds and Securities

## IOWA NEWS FROM HERE AND THERE

(Continued from page 55)

recently increased surplus to equal capital which amounts to \$100,000. The increase was made from earnings and other reserves amount to \$20,000.

Mitchell County Bankers Association held a meeting at Pioneer State Park with 65 bankers and members of their families in attendance. Mitchell County went over the top in their June quota of war bonds sold. The quota was \$90,000 and the total amount sold was \$120,000.

The Union Trust & Savings Bank, Stanwood, reduced interest rates effective July 1st, from 2½ per cent on 12 months C. D.'s to 2 per cent. No change was made in the rate paid on six months C. D.'s and savings accounts which is 2 per cent. This rate applies on amounts up to \$2,000 and on additional sums the rate paid is 1 per cent. Since the first of the year deposits here have gained \$105,000 and loans and discounts have decreased \$50,000.

The Tipton State Bank pays 1 per cent on savings accounts, 1½ per cent on six months C. D.'s and 2 per cent on 12 months C. D.'s. Deposits in the last six months increased \$86,000 and loans are off a like amount.

Robert S. Nelson, formerly assistant cashier, Farmers Savings Bank, Walford, and for the last year employed by the Bank of America on the west coast, was inducted into serv-

ice on June 15th and is stationed at Camp McArthur, San Pedro, California.

It's a boy at the Mr. and Mrs. John T. Hamilton home. Born July 11th, weight six pounds and five and one-half ounces. It is their first child and will be called John T. Hamilton, III,

after its grandfather. Mr. Hamilton is vice president of the Merchants National Bank, Cedar Rapids.

On August 5, Frank Camp, president, The First National Bank, West Union, will celebrate his 40th year in the banking business. We don't know how old he is but he certainly

SECURITY NATIONAL BANK  
SIOUX CITY, IOWA

Statement of Condition June 30, 1942

## ASSETS

Cash on Hand and on Deposit with Banks	\$ 5,501,153.36
United States Government Securities	2,013,507.09
Bonds and Securities	229,971.61
Loans and Discounts	3,521,463.35
Security Bank Building, Vault and Fixtures	162,500.00
Federal Reserve Bank Stock	15,000.00
Other Assets	2,064.71
	<hr/>
	\$11,445,660.12

## LIABILITIES

Capital	\$ 250,000.00
Surplus	250,000.00
Undivided Profits and Reserves	27,432.56
Deposits	10,918,227.56
	<hr/>
	\$11,445,660.12

## OFFICERS

CHARLES R. GOSSETT	President
B. M. WHEELOCK	Vice President
ALBERT C. ECKERT	Vice President
R. EARL BROWN	Cashier
DANIEL B. SEVERSON	Assistant Cashier
FRANK H. ABEL	Assistant Cashier
ALVIN G. NELSON	Assistant Cashier
ROBERT W. LEWIS	Assistant Cashier

Member Federal Deposit Insurance Corporation

Northwestern Banker August 1942

looks hale and hearty for a man that has taken it on the chin for these past 40 years. **Dave Lynch**, formerly cashier here, is now stationed at Fort Smith, Arkansas, as a captain.

The **Forest City Bank & Trust Company** pays 2 per cent on savings accounts. Certificates of deposits are not issued in any form.

Recent call statement of the **Cresco Union Savings Bank**, lists loans and discounts at \$728,000, a decrease of \$58,000 during the past six months.

The **Northwood State Bank** has no problem with time money. Time and savings accounts only amount to \$95,000, whereas deposits subject to check total \$460,000

**A. J. Heimermann**, cashier, Staceyville Savings Bank, is recuperating from an operation for gallbladder trouble which he recently underwent at Mercy Hospital, Mason City.

The **First National Bank**, Sumner, reduced interest rates last March 1st from 2 per cent to 1½ per cent on

both savings and certificates. Loans and discounts June 30th amounted to \$435,842, which is just \$252.00 more than the year end statement showed.

In the six month period to June 30th, the **Decorah State Bank** held just about even on deposits and lost \$171,600 in loan volume. Loans and discounts as of June 30th amounted to \$1,011,204.

Many friends of **Harry C. Lynn**, vice president, Northwest Bank & Trust Company, Davenport, will regret to learn of his death. He died July 19th in his home where he had been confined since suffering a cerebral hemorrhage on April 25th. Mr. Lynn was born October 30, 1881, in Hedrick, Iowa, and had been connected with the banking business all of his active life. He was engaged in banking in Hedrick, Ottumwa, Iowa, Claremont, California, and had been with the state banking department in Des Moines for fifteen years before coming to Davenport.

Statement of the **Liberty Trust & Savings Bank**, Durant, as of June 30th, lists loans and discounts of \$765,861. This is a slight decrease of only \$27,000 during the last six months period. Deposits increased in this time \$125,000 and now amount to \$1,395,800.

The **Farmers & Merchants Savings Bank**, Manchester, reduced interest rates paid on deposits July 1st from 1½ per cent to 1 per cent. Just a year ago the bank had reduced from 2 per cent to 1½ per cent. **Jim Burbridge**, president, said his loan volume has decreased about \$100,000 during the past year and now remains around \$600,000.

Recent reductions in interest rates paid by some of the **Jackson County** banks include Spragueville and Maquoketa banks to 1 per cent which went into effect last April 1st. The **Andrews Savings Bank** reduced from 2 per cent to 1 per cent effective July 1st.

### Complete Bond Campaign

W. A. Kneeland, chairman of the committee in charge of the Allamakee County bond pledge campaign and cashier of the Postville State Bank, announces that his county has completed its bond pledge campaign, having reached its quota of \$1,180,800.

Mr. Kneeland also reports that the bankers of his county have been very

## MISSISSIPPI VALLEY TRUST COMPANY

ST. LOUIS

Statement of Condition, June 30, 1942

### RESOURCES

Cash and Due from Banks.....	\$ 46,727,520.04
U. S. Government Securities.....	52,180,098.21
(Including those pledged, \$29,427,284.71)	
Investment in Mississippi Valley Company, wholly owned subsidiary, consisting of obligations of U. S. Government.....	3,880,000.00
Bonds and Other Securities.....	7,042,611.37
Federal Reserve Bank Stock.....	243,000.00
Loans and Discounts .....	48,336,862.98
Customer's Liability on Acceptances and Letters of Credit .....	172,268.14
Real Estate .....	692,037.39
Accrued Earnings Receivable (Net).....	282,524.34
Overdrafts .....	4,182.27
Other Resources .....	78,892.45
	<u>\$159,639,997.19</u>

### LIABILITIES

Capital .....	\$ 6,000,000.00
Surplus and Undivided Profits.....	3,727,350.93
Dividends Declared, Payable August 1 and November 1, 1942.....	180,000.00
Accrued Interest, Expenses and Taxes Payable (Net) and Other Reserves.....	932,372.06
Acceptances and Letters of Credit.....	172,268.14
Other Liabilities .....	25,409.12
Deposits:	
U. S. Government and Other	
Public Funds .....	\$ 14,772,464.20
Other Deposits .....	133,830,132.74
	<u>148,602,596.94</u>
	<u>\$159,639,997.19</u>

Member Federal Deposit  
Insurance Corporation



87 Years  
of Banking Experience

active in this campaign, having sold 88½ per cent of the bonds sold during the period from January 1 to June 30, 1942, the amount being \$702,000.

### Monticello State Bank

**Halstead M. Carpenter**, cashier of the Monticello State Bank at Monticello, Iowa, in his statement for June 30, 1942, shows deposits of \$5,381,000, with loans and discounts of \$2,865,000, and capital stock preferred \$285,000, common stock, \$115,000, with surplus and undivided profits of \$109,268.

The other officers of the bank, in addition to Mr. Carpenter, are: **R. A. Cartano**, president; **Frank E. Stimson**, vice president; **H. W. Stuhler**, vice president; **C. E. Fothergill**, Chas. **M. Luett**, **James A. Maurice**, **Paul T. Schuetz**, and **D. P. Sutherland**, assistant cashiers.

### With the Colors From Iowa

**Walter H. Diekmann**, assistant cashier of the Peoples Savings Bank of Elma, was inducted into the armed services in July, 1942, and is stationed at Jefferson Barracks.

**Donald B. Watson**, son of **J. H. Watson**, a director of the Peoples Trust and Savings Bank of Indianola, is now at a naval training station in San Diego, California.

**Clifton M. Parker**, cashier of the Exchange State Bank of Springville, tells us that his son, **William C. Parker**, is stationed at Ft. Benning, Georgia, where he holds the rank of captain in the infantry. Mr. William Parker was formerly assistant cashier of the American National Bank of Idaho Falls, Idaho.

Aviation Cadet **Frank Jacobs**, son of **Walter Jacobs**, cashier of the Lake City State Bank of Lake City, has reported at the Air Force Advanced Flying School at Albuquerque, New Mexico, where he will complete the advanced phases of his course of training as an aerial bombardier.

**James H. Pullman, Jr.**, former cashier of the Fremont County Savings Bank, Sidney, is now a cadet in the U. S. Navy Pre-Flight School at St. Mary's College, California. **Charles A. Monaghan**, former assistant cashier, is now an aviation cadet in the technical division of the foreign service.

On July 21, 1942, **Robert D. Arthur**, farm representative of the Citizens National Bank of Boone, enlisted in the services of the United States Navy.

### County Association Meets

The Mitchell County Bankers Association, consisting of nine banks, had a dinner meeting at Pioneer State Park, Riceville, last month.

Mr. Heyden, the county chairman and cashier of the Osage Farmers National Bank, acted as master of ceremonies. Father Fitzgerald of Osage

was the principal speaker. Mr. Albert Halvorson of the St. Ansgar Citizens State Bank and chairman of Group 3, gave a report of the work done by these nine counties in Iowa, which comprise Group 3.

A bountiful dinner was served by Clark Kelly of Osage to about 60 people.

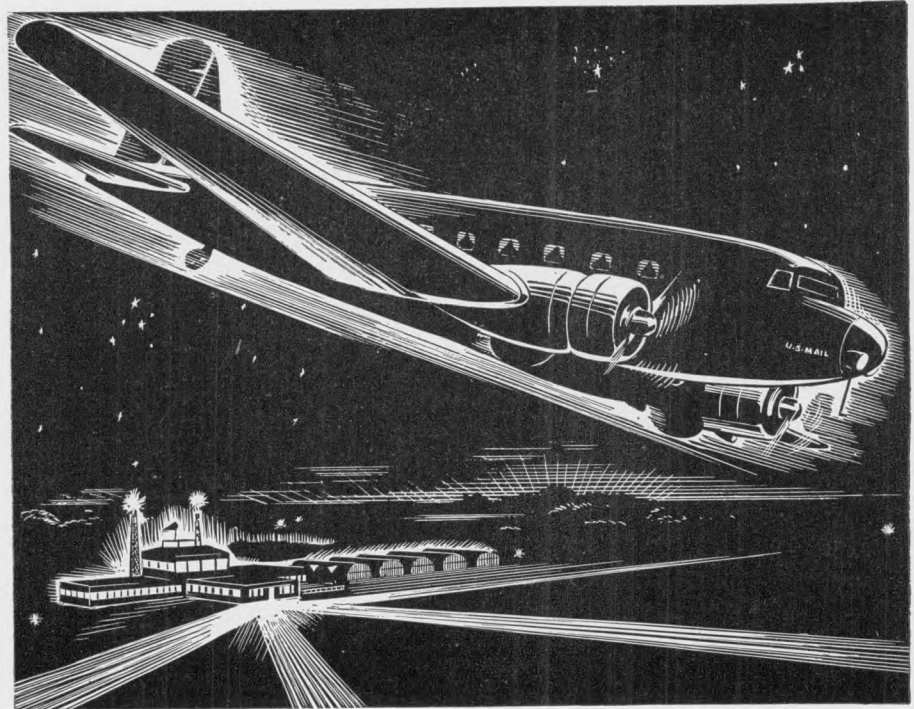
### Employed by Dayton Bank

Harold F. Johnson began his duties in the First National Bank of Dayton recently. Mr. Johnson is well quali-

fied for his position as he was employed in the former Farmers State Bank there and since then as examiner in several banks. More recently he has been employed by the state highway commission.

### First Trust and Savings Bank Of Davenport

**R. O. Byerrum**, executive vice president of the First Trust and Savings Bank of Davenport, Iowa, in the statement of his bank for June 30, 1942, shows deposits of \$4,246,000 and loans



## Geared to Save Time — Often a Full Day

Fast Service Counts Today, When All Eyes  
Are Turned on Business Expansion and  
The National Defense Program

Many progressive bankers have found by experience that the highly trained staff and the specialized facilities of the Drovers — do speed collections. They appreciate the immediate personal attention which each item and collection receives under the close, personal attention of an executive. Notification of an unpaid or returned item, is prompt. Remitting of collections to banks not carrying accounts here, is geared to save time—often a full day.

*We Invite You to Use Drovers Service  
for all your Chicago Items and Collections*

**DROVERS NATIONAL BANK**  
**DROVERS TRUST & SAVINGS BANK**  
UNION STOCK YARDS, CHICAGO

*Members, Federal Deposit Insurance Corporation*

*Northwestern Banker August 1942*

and discounts of \$2,110,000, with a capital stock of \$135,000 and surplus and undivided profits of \$99,000.

The officers of the bank are: **Geo. M. Bechtel**, president; **R. O. Byerrum**, executive vice president; **H. R. Bechtel**, vice president; **F. A. Johnson**, cashier and trust officer; **Louis Martin**, assistant cashier; and **W. C. Siddle**, assistant trust officer.

### Bank President Deceased

William Rogers, 63, president of the First National Bank at Farragut, died recently at Hand Hospital in Shenandoah.

### On State "Honor Roll"

Officers and directors of the Farm-

ers State Savings Bank, Independence, Iowa, have been notified that their bank is now on the state honor roll, designated for banks having larger surplus and undivided profit account than capital stock issued. Capital stock of the bank is listed at \$100,000, while the surplus and undivided profits are set at \$101,254.27.

E. F. Sorg, president of the institution, states that he believes his bank is also on another honor roll—that of soliciting the purchase of war bonds from their customers. He says they handle between \$30,000 and \$40,000 worth of these securities monthly, approximately \$200,000 worth having been sold since December 7, 1941.

### Annual Meeting

All officers and directors of the Oakland Savings Bank were reelected at the annual meeting of the bank, at which time a substantial increase in deposits and satisfactory earnings were reported, and the regular semi-annual dividend was declared.

W. L. Spencer is president; H. H. Spalti, vice president; J. J. Evans, cashier; D. J. Spencer and H. R. Spencer, assistant cashiers; and W. L. White and E. E. Spalti, directors.

Resources of the bank as of June 30th were \$1,042,707 and deposits exceed \$950,000. The Oakland Savings Bank is this year completing a half-century of banking, and now joins that group of institutions who have continuously served their communities for over fifty years.

### Resigns Because of Health

Otto Koerth has resigned as cashier of the First State Bank of Fredericksburg, due to ill health, and C. E. Leach, formerly assistant cashier, is now cashier. Werner Borcharding, who has been employed as bookkeeper for the Nashua Equity Company, assumes the position of assistant. Mr. Koerth has been in the banking business forty-one years, twenty-seven of which have been in Fredericksburg.

### Clay County National Bank

**F. J. O'Brien**, president of the Clay County National Bank of Spencer, Iowa, in the June 30, 1942, statement of his bank, shows deposits of \$2,348,900, loans and discounts of \$794,000, corn loans of \$342,000, U. S. bonds of \$257,000, state, county and municipal bonds of \$125,000 and cash and due from banks of \$988,000. The common capital stock of the bank is \$60,000, the preferred stock is \$25,000, the surplus is \$30,000 and the undivided profits are \$85,772.

The officers and directors of the bank are as follows: **F. J. O'Brien**, president; **I. N. Kirby**, vice president; **O. M. Chaney**, vice president; **A. E. Anderson**, cashier; **Coletta Graff**, **David T. Olson** and **Vera Oldhausen**, assistant cashiers; and **D. E. Beving**, **J. A. King** and **R. L. Cobb**, directors.

### Add Two Men to Staff

Addition of two men to the staff of the trust department of the Iowa-Des Moines National Bank & Trust Company was announced recently by Herbert L. Horton, president.

C. Ream Daugherty, for the past three years counsel in charge of the

## First Trust and Savings Bank

Northwest Corner Third and Brady Streets

DAVENPORT, IOWA

Condition on June 30, 1942

RESOURCES		LIABILITIES	
Loans and Discounts.....	\$2,110,450.82	Capital.....	\$ 135,000.00
Banking House.....	45,000.00	Surplus.....	75,000.00
Furniture and Fixtures.....	12,489.30	Undivided Profits.....	24,233.61
U. S. Government Bonds.....	\$ 555,356.99	Reserves.....	15,748.44
Municipal Bonds.....	96,287.80	Trust Funds.....	108,203.88
Other Bonds.....	199,802.38	Deposits.....	4,138,207.35
Cash and Due from Banks.....	1,503,956.13	Unearned Interest.....	31,173.73
Other Assets.....	4,110.72		
Overdrafts.....	112.87		
<b>Total.....</b>	<b>\$4,527,567.01</b>	<b>Total.....</b>	<b>\$4,527,567.01</b>

Member of the Federal Deposit Insurance Corporation

## Farmers State Savings Bank

INDEPENDENCE, IOWA

Statement of Condition June 30, 1942

### Resources

Cash and Due from Banks.....	\$ 672,646.62
Loans and Discounts.....	617,442.64
First Real Estate Mortgages.....	470,411.55
U. S. Government Bonds.....	621,115.63
Municipal Securities.....	216,231.99
Other Marketable Securities.....	24,475.00
Furniture and Fixtures.....	3,000.00
Overdrafts.....	330.07
	<b>\$2,625,653.50</b>

### Liabilities

Capital Stock (Common).....	\$ 100,000.00
Surplus.....	50,000.00
Undivided Profits.....	51,254.27
Deposits.....	2,424,399.23
	<b>\$2,625,653.50</b>

E. F. SORG, President

C. L. FIESTER, Cashier

E. E. EVERETT, Vice President

P. E. SORG, Asst. Cashier

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21 Years of Continuous Service

• IOWA NEWS •

inheritance tax division of the state tax commission joins the probate division of the trust department.

Daughrity, a graduate of West High School in Des Moines and of the Drake University Law School, was admitted



C. REAM DAUGHRITY

to the bar in 1924. He practiced law for twelve years in Ida County before his employment by the state tax commission here. He was connected with the law firm of Campbell and Campbell, of Battle Creek, and was in general practice in Ida Grove.



RAYMOND GARNs

Raymond Garns, an employe of the bank for fifteen years, has been promoted to the staff of the trust department, which is headed by Clyde

H. Doolittle, vice president and trust officer.

Garns attended East High School in Des Moines. His latest employment has been with the savings and the installment loan departments of the bank.

### County Officers Elected

At the recent annual meeting of Buchanan County Bankers Association the following officers were elected: W. W. Blasier, president of the Farmers State Bank of Jesup, presi-

dent; J. F. Baden, president of the Security State Bank of Independence, vice president; C. E. Stewart, cashier of the Farmers State Bank of Jesup, secretary; and D. H. Dingsley, cashier of the Rowley Savings Bank, treasurer.

### Heads Lions Club

Lawrence L. Bless, cashier of the Ventura State Bank, was recently elected president of the Lions Club at Clear Lake, and took office officially at their first meeting in July.

## UNION BANK AND TRUST CO.

OTTUMWA, IOWA

*Member of Federal Reserve System*

Statement of Condition as of June 30, 1942

■ ■ ■

#### RESOURCES

Loans and Discounts.....	\$2,302,157.72
Bank Building .....	105,000.00
Furniture and Fixtures and Safety Deposit Vaults....	23,933.64
Other Real Estate.....	7,000.00
Stock in Federal Reserve Bank.....	15,000.00
Overdrafts .....	2,501.00
U. S. Bonds.....	\$ 615,229.25
Municipal Bonds .....	1,728,324.80
Other Marketable Bonds.....	552,132.13
Cash and Exchange.....	3,081,233.21
	5,976,919.39
	\$8,432,511.75

#### LIABILITIES

Capital (Common) .....	\$ 300,000.00
Surplus .....	200,000.00
Undivided Profits and Reserves.....	112,000.00
Dividend Payable July 1, 1942.....	12,000.00
Deposits .....	7,808,511.75
	\$8,432,511.75

#### BUY WAR BONDS

##### OFFICERS

FRANK VON SCHRADER, Chairman of Board and President	
H. L. POLLARD, Vice President	W. C. MILLER, Assistant Cashier
R. W. FUNK, Vice President	FRED DIMMITT, Assistant Cashier
MAX VON SCHRADER, Cashier	FRANK M. POLLARD, Asst. Cashier
C. P. GLENN, Assistant Cashier	C. G. MERRILL, Trust Officer

*Member Federal Deposit Insurance Corporation*

## Accepts Bank Position

R. H. Fliehler has been appointed by the board of directors of the Community Savings Bank of Edgewood to take the position of assistant cashier, made vacant by the resignation of Robert E. Arthur, who recently entered the armed forces.

## Graettinger Replaces Raleigh

Edwin Graettinger has accepted a position with the Graettinger State Bank to replace Stanford Raleigh, who is leaving for the army.

## To Head Branch Bank

Phil Orr, who has been connected with the First National Bank of Perry for some time, was recently made manager of the Brenton State Bank at Waukeee.

## Union Bank and Trust Company

**Max von Schrader**, cashier of the Union Bank & Trust Company of Ottumwa, Iowa, in the statement of his bank for June 30, 1942, shows deposits of \$7,808,000, loans and discounts of \$2,302,000, U. S. Government bonds of \$615,000, municipal bonds of \$1,728,000, other marketable bonds of \$552,000, and cash and exchange of \$3,081,000. The capital of the bank is \$300,000, with surplus and undivided profits of \$312,000.

The officers of the bank are: **Frank von Schrader**, chairman of the board and president; **H. L. Pollard** and **R. W. Funk**, vice presidents; **Max von Schrader**, cashier; **C. P. Glenn**, **W. C. Miller**, **Fred Dimmitt** and **Frank M. Pollard**, assistant cashiers; and **C. G. Merrill**, trust officer.

## C. A. SLIFE CELEBRATES

(Continued from page 15)

in advance of the elusive answer as to when the peak will be reached? We offer four white sidewalls and one black spare (if ever available again) for a dependable forecast.

"Being regular readers of the NORTHWESTERN BANKER we will watch its columns closely for this forecast. We always find its pages full of information valuable to bankers, its news sections extensive and interesting and its editorials packed full of common sense.

"A lot of bankers who were fortunate enough to weather the storms of the past 25 years will not be here 25 years hence, but we are hopeful that many will survive to see just what does happen, and that those who are coming up in the business will be spared some of the headaches that follow overexpansion, by keeping in mind the trends upward and downward as revealed to us in the reliable business charts. Even with 25 years of experience in banking it may take another jolt or two to hold our feet on the ground, as booms do have great pulling power, but we are determined, as many bankers are, to keep in mind what always follows booms.

"Our present officers, **Walter Scott**, president; **W. E. Sedgwick**, vice president; **C. A. Slife**, cashier; **E. V. Slife**, assistant cashier, all have been connected with the bank for the entire 25 years, and these officials, together with **E. Brunsting** and **C. H. Sedgwick**, compose the board of directors.

## NEWS AND VIEWS

(Continued from page 15)

can Affairs, and like his good friend, Vice President **Henry A. Wallace**, Jim is becoming a very good Spanish speaker, and just recently went to Mexico City, where he delivered a speech in Spanish.

They tell a story in Washington that when the secretaries and stenographers were first hired they were given a complete mental and practical examination before they were employed, but now the young ladies are simply taken into a room where there is a **washing machine, a typewriter and a machine gun, and if they can tell which is the typewriter, they get the job.**

**Arlington Cemetery** is always a beautiful place to visit, even with all of its sad memories. We stopped again at the tomb of the **Unknown**

## Council Bluffs Savings Bank

COUNCIL BLUFFS, IOWA

### STATEMENT, JUNE 30, 1942

ASSETS		LIABILITIES	
Cash on Hand and Due from Banks	\$1,833,436.28	Capital Stock	\$ 150,000.00
U. S. and Other Bonds	598,396.14	Surplus	250,000.00
Total Cash Resources	\$2,431,832.42	Undivided Profits and Reserves	59,011.70
Loans	\$3,122,243.12	Deposits	5,245,763.32
Overdrafts	699.48		
Bank Building	150,000.00		
	\$5,704,775.02		\$5,704,775.02

#### OFFICERS

B. A. Gronstal, President

E. P. Schoentgen, Vice Pres. & Chair. of Board  
 Julius Rosenfeld, Vice President  
 E. H. Spetman, Cashier and Trust Officer  
 John M. Jurgens, Assistant Cashier  
 E. P. Juel, Assistant Cashier  
 John B. Keeline, Assistant Cashier  
 D. E. Hesse, Assistant Cashier  
 Laverne Tollinger, Assistant Trust Officer

## THE MONTICELLO STATE BANK

MONTICELLO, IOWA

### Statement of Condition at the close of business June 30, 1942

ASSETS		LIABILITIES	
Cash and Due from Banks	\$1,190,343.18	Time Deposits	\$3,052,136.26
United States Bonds	\$1,502,601.49	Demand Deposits	2,328,900.60
Municipal Bonds	332,736.85	Capital Stock	
Other Bonds	76,077.44	Preferred	285,000.00
Loans and Discounts	2,865,709.73	Common	115,000.00
Overdrafts	697.05	Surplus	100,000.00
Stock in Federal Reserve Bank	15,000.00	Undivided Profits	9,268.31
Banking House	25,000.00	Reserves	117,860.57
	\$6,008,165.74		\$6,008,165.74

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**Soldier**, read once more the inscription which said, "Here rests in honored glory an American soldier known but to God."

The most talked-about series of articles in Washington are those being published in the *Times-Herald* each Sunday under the heading "Having a Wonderful Time Boys."

These are written by **Georgiana X. Preston**, and are referred to as follows:

"IN-TRO-DUCING, ladies and gentlemen, the second character of a famous company, the "Having Wonderful Time Boys," who are willing to throw everything overboard, including national unity, so long as they can have top billing in what is to them the greatest show on earth—this war.

"Sunday, the *Washington Times-Herald* publishes a profile of **Marshall Field**, No. 2 man of a motley cast of characters which includes **Walter Winchell**, **George and Dorothy Backer**, **Archibald MacLeish**, **Drew Pearson**, **Henry Luce** and his beautiful wife, **Clare Booth Luce**, **Ernest K. Lindley** and (carnival style) 'many, many others.'

In **Orange, Virginia**, we spent a delightful week with **Mr. and Mrs. Richard Eyre** in their new home, "**Hickory Hill**."

The hospitality of the South was never more in evidence, and their many friends were most courteous to us with their mint julep and cocktail parties for which they are famous. The South is a land where ancestry worship reaches its most delightful and interesting peak.

In **Charlottesville, Virginia**, we visited the home of **Thomas Jefferson** at **Monticello**. This is a most beautiful and delightful place, and the home and most of the equipment and gadgets in it were designed by **Thomas Jefferson**, including the first swivel chair which was ever made, and which **Eleanor Roosevelt** recently had copied for **F. D. R.**

**Thomas Jefferson** died at **Monticello** at the age of 83 on **July 4, 1826**, the 50th anniversary of the signing of the Declaration of American Independence. By a coincidence **John Adams** also died on that same day.

The house contains many examples of **Jefferson's** inventive genius. In the ceiling of the east portico is a wind-vane operated by a weather-vane above. Over the hall door is a

large seven-day clock, dated 1802 and made by the Swiss clockmaker, **Leschot**, which marks the days of the week by the descent of the cannon-ball weights, and is wound from a folding ladder. The double glass doors to the salon opposite are geared together so that either one also operates the other. Beside the chimney-breast in the dining room is a dumb-waiter by which bottles were raised directly from the wine-cellar, the empty bottles returning as counter-weights.

**The University of Virginia** is also located at **Charlottesville**, and was established in 1819. During the last school year there were only 72 girls enrolled, and believe it or not, the college does not welcome them, but has to accept them because it is a state university.

There is a plaque on one of the buildings which says: "**Woodrow Wilson, student, University of Virginia, 1879-1881, president of the United States of America, 1913-1921.**"

Another very beautiful place is

## The Waterloo Savings Bank

WATERLOO, IOWA

Statement of Condition as Made to Superintendent of Banking,  
at the Close of Business June 30, 1942

### RESOURCES

First Mortgage Loans.....	\$ 648,218.70	
Loans Secured by Collateral.....	1,139,426.29	
Commercial Loans Supported by Financial Statements .....	849,459.92	\$2,637,104.91
Overdrafts .....		826.87
Real Estate (former bank building included).....		78,951.00
Furniture and Fixtures.....		22,769.56
State, County and Municipal Bonds.....	173,179.34	
Market Bonds .....	148,223.51	
Commercial Paper .....	1,230,000.00	
Securities of the U. S. Government and its Instrumentalities .....	1,149,195.98	
Cash on Hand and Due from Banks.....	3,510,547.92	6,211,146.75
		<u>\$8,950,799.09</u>

### LIABILITIES

Capital Stock .....	\$ 175,000.00	
Surplus .....	250,000.00	
Undivided Profits .....	18,039.14	443,039.14
Deposits .....		<u>8,507,759.95</u>
		<u>\$8,950,799.09</u>

Deposits Insured by The Federal Deposit Insurance Corporation  
Washington, D. C.  
\$5,000.00—Maximum Insurance for Each Depositor—\$5,000.00

### OFFICERS

H. G. NORTHEY, President  
R. W. WAITE, Vice President  
CARLETON SIAS, Vice President  
J. J. MILLER, Cashier  
FRANCIS R. LA BARRE, Ass't Cashier  
V. SPALDING MILLER, Ass't Cashier  
OLIVER J. SCHUTTE, Ass't Cashier

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HARRY G. NORTHEY K. L. BRAGDON  
J. J. MILLER GEORGE E. PIKE  
LOWELL J. WALKER CLYDE HINSON  
C. F. ALTSTADT JAMES G. EASTON

# What Their Statements Show

Figures Reported by Banks in Larger Financial Centers According to Their Statements  
JUNE 30, 1942

TOWN	BANK	Capital	Surplus and Profits	Loans and Discounts	Bonds and Securities	Cash and Due From Banks	Deposits
Chicago	City National Bank and Trust Co.	\$ 4,000,000	\$ 4,142,918	\$ 55,965,920	\$ 76,957,963	\$ 72,657,942	\$ 196,717,970
Chicago	Continental-Illinois National	50,000,000	65,057,627	263,515,028	1,003,418,397	577,203,002	1,724,560,308
Chicago	Drovers National	1,000,000	1,100,026	5,092,956	15,856,500	30,575,890	49,023,489
Chicago	First National Bank	30,000,000	49,359,832	404,730,275	617,400,474	443,491,914	1,391,531,654
Chicago	Live Stock National Bank	1,000,000	1,639,120	5,742,602	8,011,487	21,791,690	33,427,070
Chicago	Northern Trust Company	3,000,000	11,415,137	43,750,169	267,618,127	126,247,537	413,516,485
Kansas City	Commerce Trust Co.	6,000,000	7,613,914	54,883,834	98,743,794	103,039,314	245,287,951
New York	Central Hanover Bank & Trust	21,000,000	77,802,359	226,496,200	728,408,009	361,252,663	1,231,547,589
New York	Chase National Bank	100,270,000	141,069,654	822,753,458	1,666,204,952	1,137,399,126	3,595,451,030
New York	Guaranty Trust Co.	90,000,000	189,470,856	511,072,404	1,381,787,749	670,721,571	2,289,224,762
New York	Irving Trust Co.	50,000,000	54,323,292	213,802,752	373,652,625	282,750,437	780,348,990
New York	Manufacturers Trust	41,597,980	43,086,937	287,446,670	448,499,788	363,455,727	1,041,290,928
New York	Public National Bank & Trust Co.	7,000,000	11,322,863	82,312,269	64,964,837	60,920,991	190,084,094
San Francisco	Bank of America	59,247,020	81,389,879	889,353,623	774,550,313	419,241,180	1,958,430,526
St. Louis	Boatmen's National Bank	2,500,000	2,300,081	21,073,462	36,887,078	44,557,768	97,533,941
St. Louis	First National Bank	10,200,000	10,070,730	75,698,881	165,528,513	100,023,015	312,405,960
St. Louis	Mercantile-Commerce Bk. & Tr. Co.	10,000,000	7,318,897	44,086,239	109,617,192	85,232,740	225,311,682
St. Louis	Mississippi Valley Trust Company	6,000,000	3,727,350	48,336,862	63,102,709	46,727,520	148,602,596

"Montpelier," the home of James Madison, near Orange, Virginia. This is owned now by **Marion DuPont Scott**. She is the wife of the famous movie actor, **Randolph Scott**, but they have been separated for some time.

While we were in Washington the following story was told to prove that the war hasn't dulled **President Roosevelt's** sense of humor. It is supposed to have been told to **Prime Minister Winston Churchill** when he was at the White House on his recent visit. Here's the story:

"A sailor walked into an auction room, and found a parrot being auctioned off. The sailor bid \$10, but was raised to \$15, and in turn raised the ante to \$25. The bidding went on, and the sailor matched the offers, and the parrot was finally knocked down to him for \$45.

"That's plenty to pay for a bird," the sailor told the auctioneer. "Can the parrot talk?"

"Can that bird talk?" replied the

auctioneer. "Why he was bidding against you."

**Elliot Paul** in his new book, "**The Last Time I Saw Paris**," gives a very graphic and interesting description of how France gradually slipped from being a first rate power to one of a conquered nation.

If you haven't read this book, we can certainly recommend it to you because it is most interesting, and in one place Mr. Paul says, "What had become of French unity, security, solidarity, and spirit is today more apparent than it was then. **Clemenceau** had sabotaged the only promising world peace proposal since the Sermon on the Mount. The burglars of the Quai d'Orsay abused all of France's former allies. They had failed in an attempt to grab the Ruhr, the Rhineland and the Saar. **France was economically unsound, financially bankrupt, morally ill and physically tottering. From a first class power she had slipped to a third class relic.**"

**Victor Cullin**, president of the Financial Advertisers Association and assistant secretary of the Mississippi Valley Trust Company of St. Louis, in a recent letter to us, said:

"I read the **Northwestern Banker** regularly and find that it improves with age. It couldn't be otherwise with such a fine staff as editors."

**H. N. Boyson**, vice president of the Merchants National Bank at Cedar Rapids, spent his vacation with his family on Lake Itasca near Douglas Lodge, Minnesota, where the breezes were cool and the fishing was good.

Last month **Charles H. Bryant**, president of the Des Moines Morris Plan Company, celebrated his 25th anniversary as manager and president of the company which was organized in 1916 and has grown to a point where it averages 7,000 loans annually. Mr. Bryant has been active in Des Moines financial circles since 1907 and in addition to his work with the Des Moines Morris Plan Company has contributed a great deal of time and energy to various forms of community service.

**John T. Hamilton II**, vice president of the Merchants National Bank of Cedar Rapids, has very proudly announced the arrival of **John T. III** and says that both the future president of the Merchants National Bank and his mother are doing fine.

## Many Do

"My wife had a dream last night, and thought she married a millionaire."

"You're fortunate. Mine thinks that in the daytime."

Statement of Condition June 30, 1942

## THE CLAY COUNTY NATIONAL BANK

SPENCER, IOWA

### RESOURCES

Loans and Discounts	\$ 794,025.07
Overdrafts	496.29
Banking House	30,000.00
Furniture and Fixtures	6,800.00
Federal Reserve Bank Stock	3,450.00
Accrued Interest on Bonds Bought	171.49
Interest Earned but Not Collected	1,800.00
C. C. C. Corn Loans	\$342,390.56
U. S. Bonds and Notes	257,103.84
Obligations guaranteed by U. S. Government	9,000.00
Bonds of Other Governmental Agencies	5,165.00
State, County and Municipal Bonds	125,572.60
Cash and Due from Banks	988,698.47
	<u>1,727,930.47</u>
	\$2,564,673.32

### LIABILITIES

Common Capital Stock	\$ 60,000.00
"A" Preferred Stock	15,000.00
"B" Preferred Stock	10,000.00
Surplus	30,000.00
Undivided Profits	85,772.33
Reserves, "A" Preferred Stock Retirement	15,000.00
Deposits	2,348,900.99
	<u>2,564,673.32</u>

### OFFICERS AND DIRECTORS

F. J. O'Brien, President	A. E. Anderson, Cashier	D. E. Beving, Director
I. N. Kirby, Vice President	Coletta Graff, Asst. Cashier	J. A. King, Director
O. M. Chaney, Vice President	David T. Olson, Asst. Cashier	R. L. Cobb, Director
	Vera Olhausen, Asst. Cashier	



# AFTER THE WAR—WHAT?

(Continued from page 13)

Let us now see the effect of this large national debt on the banks. During the 18 months ended last December 31, the national debt of the United States increased by \$15,789,000,000. Savings Bonds, Tax Anticipation Notes, and purchases by government trust funds took just a little over eight billion dollars of this increase, leaving approximately seven and three-quarters billion dollars available for purchase by the banks, and the banks took about five and one-half billion dollars of this total. Projecting these calculations over the 18 months ending June 30, 1943, we come to the conclusion that the approximate increase in the government debt will be fifty billion dollars, of which twenty-three billion seven hundred million will be available for purchase by banks. There are so many assumptions used in arriving at this figure that it is probably little more than a guess, but it gives us an idea as to what we might possibly expect. If the same percentage of absorption were to apply as in the preceding 18 months, the banks would have to take somewhere between fifteen and eighteen billion dollars by the end of the next fiscal year. This would mean that their holdings as of the first of this year would on the average be increased by 60 to 75 per cent in total. The banks can expect increased deposits and increased earning assets, lower excess reserves, and a lower percentage of capital funds to deposits. While there is some inflationary risk in this procedure, it is not likely to cause any difficulty if prices are controlled while the demand for goods is in excess of the supply. As to the risk which the banks run in having so heavy a percentage of their assets in government bonds, I should venture the opinion that the long-term interest rate will not be permitted to change much for the duration. It is possible that the short-term rate may show some further strength. So far as excess reserves are concerned, it is my opinion that the Treasury and the Federal Reserve Board will see to it that the banks are supplied with an adequate balance, moving the required reserves

down whenever conditions seem to require such action. Some of you may have wondered how far the banks can go in absorbing the increase in the federal debt and, just to give you some idea, if the reserves were reduced to the old minima of 7, 10, and 13 per cent, with all the other factors remaining even, the Federal Reserve itself were to purchase all of the

bonds permitted under the War Powers Bill, it is my estimate that the banking system could absorb a total of somewhere around one hundred ninety billions of debt without further legislation being passed.

It might be well to inject at this point the question of whether or not the banks will voluntarily absorb the tremendous increase in the debt neces-

## STATEMENT OF CONDITION

### Mercantile-Commerce Bank and Trust Company

Locust - Eighth - St. Charles  
St. Louis

JUNE 30, 1942

#### THE RESOURCES

Cash and Due from Banks . . . . .	\$85,232,740.20
U. S. Government Obligations, direct and guaranteed (including \$21,683,294.52 pledged*) . . . . .	79,007,706.60
Other Bonds and Securities . . . . .	30,609,486.21
Demand and Time Loans . . . . .	44,086,239.07
Stock in Federal Reserve Bank in St. Louis . . . . .	420,000.00
Real Estate (Company's Building) . . . . .	2,650,000.00
Other Real Estate (Former Bank of Commerce Bldgs.) . . . . .	1,500,000.00
Overdrafts . . . . .	33,374.12
Customers' Liability on Acceptances and Letters of Credit . . . . .	194,294.37
Other Resources . . . . .	93,712.75
	<u>\$243,827,553.32</u>

#### THE LIABILITIES

Capital Stock . . . . .	\$10,000,000.00
Surplus . . . . .	4,000,000.00
Undivided Profits . . . . .	\$3,318,897.99
Reserve for Dividends Declared . . . . .	450,000.00
Reserve for Interest, Taxes, etc. . . . .	535,551.52
Unpaid Dividends . . . . .	2,203.05
Bank's Liability on Acceptances and Letters of Credit . . . . .	194,294.37
Other Liabilities . . . . .	14,924.14
Deposits, Secured: Public Funds . . . . .	\$ 16,479,711.26
Other Deposits, Demand . . . . .	177,701,698.72
Other Deposits, Time . . . . .	31,130,272.27
	<u>225,311,682.25</u>
	<u>\$243,827,553.32</u>

\*All Securities pledged are to the U. S. Government or its Agents, State of Missouri and the City of St. Louis, to secure deposit and fiduciary obligations.

MEMBER FEDERAL DEPOSIT INSURANCE CORPORATION

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OMAHA

Northwestern Banker August 1942

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Typewriters . . . . Ediphone Voice Writing  
Friden Calculators

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Stationers . . . Business Machines  
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sary to finance the Treasury, and it is my opinion that they will do so as long as the Treasury continues to keep its offerings in line with what the banks want. There is always, of course, the possibility that some issue will not be fully subscribed, and I should suspect that following this, there might be some moderate pressure placed on the banks to subscribe for bonds as and when they are offered.

As to the outlook for loans during the war, there seems to be little to indicate at the present time that there will be any important demand for money in this territory, and many bankers feel the best we can hope for is that the trend will not be more than moderately downward. With agricultural incomes fairly well sustained and the average consumer unable to buy many of the things he needs, it would be logical to assume that the general trend of borrowing in the non-defense areas will be downward. Furthermore, the present regulations restricting small loans will eliminate many loans which might otherwise be made.

I have given you my idea of what the post-war picture may look like and I also wish to give you some idea of what banking conditions may be like at that time. Of course, I am not attempting to say when the war will end, but, if conditions then existing approximate those which I have already set forth, I should be of the opinion that the general trend of banking will not be greatly different in the future than it has been in the past. There may even come a time when the banks will tend to lower their rather inflated holdings of government debt, but I should not anticipate that this would be in the immediate post-war area. One of the reasons for this statement is that the government will still have substantial maturities and there may even be more pressure brought on the banks to absorb Treasury offerings in the immediate post-war area than there is during the war. A large volume of individual purchases can be sustained under the stimulus of patriotism that may be hard to inspire in the immediate post-war period. If we can look forward to a period of somewhat stabilized business in the immediate post-war years, I should anticipate that there would be a moderate increase in the demand for loans at the banks by those who have awaited that period before starting new ventures. I should imagine that the total of these loans, however, will not be of such volume as to strain in anywise the credit or facilities of the banks.

As far as the outlook for interest rates is concerned in the post-war period, it is my opinion that Treasury financing, plus a sluggish demand for loans, will have a tendency to keep interest rates at relatively low levels for some time.

And now let me give you my views as to the longer-range outlook. If the United States will assume, perhaps in collaboration with Great Britain, a position of world domination such as is implied in the so-called Atlantic Charter, and if the present barriers to world trade are broken down, then, with the tremendous resources of this nation geared to a world-wide demand, I can visualize this country entering into a golden era that will exceed anything we have yet seen and, if we can keep the world at peace, might continue for many years to come.

## Reduce Interest on Time Deposits

C. L. Beech, cashier of the First National Bank of Stuart, recently announced that, effective last month, interest on time and savings deposits was reduced from 2 per cent to 1 per cent.

## Open New Branch

The Farmers and Merchants State Bank of Winterset opened a banking office in Booneville. This brings the number of offices operated by this bank to three—the other two being located at Orient and St. Charles.

E. E. Cushman of Dexter is the office manager of the new Booneville office.

## Linder Accepts Teller's Position

Ed. G. Linder has recently accepted a position as teller with the Iowa State Bank and Trust Company of Fairfield. Mr. Linder has had previous banking experience, and was for two years a field supervisor with the Iowa State Sales Tax Division.

We also receive word from this Fairfield bank that they have recently changed their bank fixtures to the low modern type and installed fluorescent lighting which has added to the appearance of the interior of the building.

## Ring Out Good News

A farm dinner bell was obtained from Mrs. Elizabeth Owen, of near Humboldt, mounted on top of the two story bank building of the Iowa State Bank of Algona, and rung every time a War Savings Bond is sold. It has

caused considerable comment and stimulated interest in buying of bonds. Every ring of the bell is a gentle reminder.

### Accepts New Position

Kermit S. Paulson, vice president of the Farmers Savings Bank of Joice, Iowa, has severed his active relations with the above bank and accepted an offer as a junior bank examiner of the Federal Deposit Insurance Corporation. He started his service in that capacity recently.

His position in the bank has not yet been permanently filled.

### Randall Bank Remodeled

J. H. Brekkan, cashier of the Randall State Bank, announces that his bank has just been remodeled and new fixtures installed. The vault was moved back about 10 feet and rebuilt. A consultation room and entry have been added, and a new front put on the building.

### Anamosa Banker Marries

Leo J. Wegman, president of the

Citizens Savings Bank of Anamosa, writes us that B. E. Rhinehart, director and chairman of the board of the Anamosa institution, was recently married to Mrs. Charlotte Hartman, and left immediately after the marriage for a honeymoon trip to various points in Oklahoma.

### New Assistant Cashier

D. C. Merlo, who has been with the Sprague State Bank of Caledonia, Minnesota, for the past 35 years and who has been cashier of that bank for the past 16 years, has accepted a position as assistant cashier of the Dyersville National Bank of Dyersville, Iowa.

### Board Selects Regional Managers

Edwin N. Van Horne, president of the Federal Land Bank of Omaha, recently announced the Farm Credit Board of Omaha had approved selection of managers of the eight regions.

The managers, all of whom have been employed by the bank in other capacities, include N. L. Landers and E. C. Konicek for Iowa.

The new organization, effective last month, is designed "to provide better loan service to farmers," Mr. Van Horne said.

Associate managers include J. H. Moore, P. P. Zerfass, John Comstock and Frank Motz for Iowa.

### Reduce Interest Rate

B. C. Casady, cashier of the State Savings Bank of Cantril, announces that, effective last month, his bank reduced the interest rate on both time and savings deposits from 2 per cent to 1 per cent.

### Accepts Position at Harlan

H. W. Ouren of Belle Fourche, South Dakota, has accepted a position in the Harlan National Bank and assumed his duties last month. Mr. Ouren was formerly connected with the Harlan National Bank and so will come as no stranger to that community.

For the past few years he has been with the First National Bank of the Black Hills, at Belle Fourche, South Dakota.



## TARGET FOR TONIGHT

... *Your Business?*

Maybe they won't actually come and drop a *bomb* on your business, but the Axis war lords have their eye on it, just the same. They want to wipe it out as a competitive force—or take it over lock, stock, and barrel. Here is a threat that you can reply to *now*, today, and in no uncertain terms—by buying War Bonds to the very limit of your powers, that our armed forces may have the guns, tanks, and planes they need to crush the Axis *once and for all*.

### THE GOAL: 10% OF EVERYONE'S INCOME IN WAR BONDS

Every American wants the chance to help win this war. When you install the Pay-Roll War Savings Plan (approved by organized labor), you give your employees that chance. For details of the plan, which provides for the systematic purchase of War Bonds by voluntary pay-roll allotments, write: Treasury Department, Section S, 709 12th St. NW., Washington, D. C.



## Buy War Savings Bonds

This space is a contribution to America's All-Out War Program by  
THE NORTHWESTERN BANKER

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Carver Bldg. Fort Dodge, Iowa

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20th year planning advertising programs for banks and trust companies. Member Financial Advertisers Association.

*Des Moines, Iowa*

### Pays 10 Per Cent Dividend

The Fort Dodge National Bank paid a 10 per cent dividend from its trust fund last month, Frank C. Moeller, president, announced recently.

With this dividend, the eighth since liquidation began, depositors have received 90 per cent of their total deposits, Mr. Moeller said.

### Reorganize Wellsburg Bank

The Peoples Savings Bank of Wellsburg was reorganized at a meeting of the board of directors recently. The change resulted in the selection of the present cashier, George H. Geerdes, as president, of the bank; Fred Lundemann of Ackley, vice president; G. H. Ballard of Iowa Falls, as cashier in the place of G. H. Geerdes. Harold Geerdes was made assistant cashier and Doris Beecroft was retained as bookkeeper.

Mr. Ballard will assist in the management of the bank as cashier, filling the vacancy in the force caused by the death of J. J. Lundemann, who held the office of vice president, but also assisted Mr. Geerdes in the active work of the bank.

### They Laughed Through Tears

Officials and employes of the Whitney Loan and Trust Company of Atlantic, were laughing through their tears recently after being "blitzed" by Charles Mallette, who was working at the bank while Charles Ballard was taking a vacation from his duties as custodian.

Mr. Mallette had been warned to avoid certain gadgets around the bank, but his advisors overlooked some of them, with the result that he tripped a button setting off the tear gas equipment while dusting. The startled Mr. Mallette dashed into the street to call bank officials after braving the tear gas barrage and the bank doors were thrown open early to air out the building.

It was some time, however, before

Assistant Cashier in country bank wants change. Twenty-five years experience. Available now or later. Write R. M., Northwestern Banker.

For Sale — Reconditioned bank book-keeping machine very good condition. Write E. C. O., Northwestern Banker.

traces of the gas had disappeared entirely and the bank staff got a full sample of effectiveness of the equipment.

### Accepts Cashier's Position

Miss Dorothy Youngberg has resigned at the New Hartford postoffice and has been engaged as cashier of the New Hartford branch of the Parkersburg State Bank.

### Former Banker Dies

George C. Milbrandt, 46, Mitchell county auditor since 1938, died recently at the farm home of his brother, Roy, near Osage. He was employed in the Farmers and Merchants Bank at Osage from 1916 until 1926 and when it closed he was cashier.

### Cashes Old Certificate

Speaking of old documents, et cetera, E. H. Mertz, vice president of the Hayesville Savings Bank, cashed a certificate of deposit recently, which had been issued in 1915 by the late George S. Griffin, former cashier of the bank. Mr. Mertz said it was the oldest one he had ever cashed. The certificate was outstanding throughout World War I and through the high, depression and "repression" years which followed, but even after all that time, it was still worth its face value. Mr. Mertz added, "Of course it was redeposited in the Hayesville Savings Bank."

### Bank Liquidates

At a recent meeting of the board of directors, the First National Bank of Nora Springs voted to liquidate its business, and notices were sent to all depositors to withdraw their money by June 30th.

The bank was 50 years old on July 1, 1942, and during that time its business has been conducted by the Piehn-Schnedler family. L. H. Piehn was founder, his son-in-law, H. F. Schnedler succeeded him, and the latter's son, W. H. Schnedler, has had charge of the bank's affairs since his father's death in January, 1941.

### Accepts Bank Position

Cletus Dockendorf recently accepted a position with the Alta Vista State Bank to replace Norbert Johann, who has enlisted in the navy.

### Goes to FDIC

John L. Cramer, Steamboat Rock, who has for several years served as

assistant cashier of the Hardin County Savings Bank in Eldora, has been appointed to the examining staff of the eighth district of the Federal Deposit Insurance Corporation. His territory will be in portions of Iowa and Illinois.

### Vinton's New Bank Opens

The Benton Bank and Trust Company of Vinton opened for business last month. Throughout opening hundreds of citizens of Vinton visited the bank to meet officials and admire the new flower-bedecked fixtures.

To celebrate the opening of the new bank, 50 men met at the Vinton Country Club for a steak dinner the night before. Hosts were Judge Clarence Nichols and J. H. Milroy. Every bank in Benton County was represented. Also present were state banking officials, and bankers from Des Moines, Waterloo and Cedar Rapids.

### Manages New Department

Attorney A. L. Vogle of Dyersville, has been named manager of a newly created farm department in the American Trust and Savings Bank in Dubuque, it was announced recently.

Mr. Vogl was assistant cashier of the Dyersville National Bank for many years and later was associated with the Eastern Iowa Livestock Marketing Association. For the past eight years he has been deputy collector with the United States Department of Internal Revenue.

### Meet at Wayland

The Louisa-Washington County Bankers Association held a meeting at the Wayland High School recently. The W. S. C. S. served sixty at the dinner.

After the dinner, Mrs. Lee Huston spoke on, "Banking From the Woman's Angle," followed by a discussion comparing Nebraska banking methods with Iowa methods by Frank Krone, vice president of the National Bank of Washington.

To conclude the activities of the evening, a general discussion was held regarding the new requirements of Regulation W.

## Banks Sold or Bought!

quietly, quickly and in a personal manner

JAY A. WELCH

BANK BROKER

Haddam, Kansas

"35 Years Practical Banking Experience"

### Heads Chamber of Commerce

Vincent P. Cullen, executive vice president of the National Bank of Burlington, was recently elected head of the Burlington Chamber of Commerce to succeed Carl C. Riepe.

### Appears in War Bond Film

J. M. Hutchinson, trust officer of the Davenport Bank and Trust Com-

pany, was featured in the "Minute Men for Victory" part of a newsreel released last month by Twentieth Century Fox Movietone News. The picture, which had a four-day showing at the Capital Theater in Davenport, was made a little over two months ago at the broadcasting studio of WOC. In the feature Mr. Hutchinson makes an appeal to the people of Iowa to do their part in the purchase of war bonds and stamps.

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# IN THE DIRECTORS' ROOM

## Army Lingo

A. M.—Abbreviation for amplitude modulation.  
 Amphicephalous—Having a head at both ends.  
 Baldie—Army haircut.  
 Blab off—Talk out of turn.  
 Boudoir—Squad tent.  
 Cosmolines—Artillery.  
 Gas house—Saloon or beer garden.  
 Gigolo—Soldier who gets a phone call from a girl.  
 Goof off—To make a mistake at drill.  
 Hay burners—Cavalry.  
 Housewife—Sewing kit.  
 Iron horse—Tank.  
 Jeepy—Screwy.  
 Mother McCrea—Sob story.  
 Old man—Company commander.  
 Pay your rent—Lay off the ladies.  
 Pineapple—Hand grenade.  
 Salivate—Knock out.  
 Santa Claus in the pits—Good target record.  
 See the chaplain—Shut up.  
 Slum—Food.  
 Stone crushers—Infantry.  
 Stovepipe—Trench mortar.  
 Sweat—To expect.  
 Take off—Bawl out.  
 Top kick, Top knocker—First sergeant.

## Needs Time

Papa—Now, daughter! I simply won't have that new boy friend of yours kissing you like that!  
 Daughter—Oh, give him a chance, father! He'll learn!

## Aviation Jargon

Bird dog—One who cuts in on another's girl.  
 Brace—Exaggerated position of attention.  
 Cadet widow—Young lady who has been known by several classes of aviation cadets.  
 Dodo—Underclassman who has never been aloft.  
 Get your head out of your cockpit—Pay attention to what is going on.  
 Gig—A demerit; also a verb denoting giving a demerit.  
 Gunner—One who sits at foot of the mess table and see that all dishes are refilled.  
 H. P.—Hot pilot, one who thinks himself a pretty good flyer.  
 Pop it out—Expand one's chest to the limit.  
 Pull your wings in—Tuck your elbows into your sides.  
 Rap it back—Pull your chin in.

Northwestern Banker August 1942



Stamp on it—Stamp on a smile which has been ordered wiped off.  
 Washing machine—Training-squadron commander's airplane.  
 Woofin'—To indulge in tall tales.

## Must Have Been

Husband: One night when you were away, I heard a burglar. You should have seen me going downstairs three steps at a time!"  
 Wife: "Where was he—on the roof?"

## Can Happen

Speaker: "Now, ladies and gentlemen, I want to tax your memory."  
 Voice in Audience: "Great grief! Has it come to that?"

## Suspicious

A man was charged with shooting a number of pigeons, the property of a farmer. The solicitor for the defense tried to frighten the farmer.  
 "Now," he remarked, "are you prepared to swear that this man shot your pigeons?"  
 "I didn't say he did shoot 'em," was the reply. "I said I suspected him."  
 "Ah! Now we're coming to it. What made you suspect that man?"  
 "Well, firstly, I caught him on my land wi' a gun. Secondly, I heerd a gun go off and saw some pigeons fall. Thirdly, I found four o' my pigeons in his pocket—and I don't think them birds flew there and committed suicide.

## Shrapnel

Want ad in a British newspaper: "Wanted, as many defense workers as possible to talk about government secrets when off duty. A. Hitler & Co., Berlin, Tokyo and Rome."

The Hawaiian language has an alphabet of only 12 letters. Imagine conducting a war with governmental agencies and bureaus limited to the number of letter combinations one could obtain from so stingy an alphabet.

New answer in Great Britain to a person asking the direction: "I don't know, I'm a parachutist myself."

Some time later it would be a good move for the League of Nations to adopt the Finnish troops for its own standing army.

We still think the Italians would have done better had they stuck to grand opera.

What we're afraid of is pretty well covered in an answer given in an Eastern first-aid class: "In case of a head wound, put a tourniquet around the neck."

## Disgusted

"When you jump," said the officer to the parachutist about to make his first leap, "count 10 and pull the rip cord. If nothing happens, count 10 more and pull the second rip cord. When you get down, a truck will be waiting to take you back to camp."

The rookie jumped out of the plane, counted to 10, pulled the first cord. Nothing happened. He counted to 10 once more, pulled the second cord. Again nothing happened. Said he, in disgust: "Phooey. I'll bet that truck won't even be down there and I'll have to walk back to camp."

## Good Friends

"Yassum," said Callie, the Negro cook, "I been engaged for goin' on 10 days."

"Who is the bridegroom?"

"Wellum, he's a mighty nice man."

"Have you know'n him long?"

"Yes, indeedy. Don't you remember,

Miz, dat about two weeks ago you lemme off one day right after dinner time so's I could get to the fun'el of a lady friend of mine?"

"Yes, I do."

"Wellum, de one I'm fixed to marry is de departed's husband."

## Just Suppose

The superlatively graceful Isadora Duncan, famed for her amazing nimbleness, was a great believer in eugenics. Once, she wrote to George Bernard Shaw and suggested that if they were the parents of a child, it would undoubtedly be superhuman.

"Just imagine," she wrote, "what a wonderful child it would be, with my body and your brains."

Shaw wrote back:

"If everything turned out as you suggest, no doubt the child would be as wonderful as you say. But suppose it had my body and your brains?"



# IRVING TRUST COMPANY

ONE WALL STREET • NEW YORK

## Statement of Condition, June 30, 1942

### ASSETS

Cash on Hand, and Due from Federal Reserve Bank and Other Banks . . .	\$282,750,437.23
U. S. Government Securities . . . . .	365,776,255.85
State, County and Municipal Securities . . . . .	499,840.00
Other Securities . . . . .	4,288,430.32
Stock in Federal Reserve Bank . . . . .	3,088,100.00
Loans and Discounts . . . . .	201,873,956.80
First Mortgages on Real Estate . . . . .	11,928,796.71
Headquarters Building . . . . .	17,134,800.00
Other Real Estate . . . . .	1,180,180.12
Liability of Customers for Acceptances . . . . .	1,626,723.22
Accrued Income, Accounts Receivable, etc. . . . .	2,107,483.70
	<u>\$892,255,003.95</u>

### LIABILITIES

Deposits . . . . .	\$773,619,629.36	
Official Checks . . . . .	6,729,360.98	\$780,348,990.34
Acceptances . . . . .	\$4,145,030.87	
Less Amount in Portfolio . . . . .	2,271,733.50	1,873,297.37
Reserve for Taxes and Other Expenses . . . . .		2,254,389.15
Dividend payable July 1, 1942 . . . . .		750,000.00
Other Liabilities . . . . .		479,041.70
Unearned and Deferred Income . . . . .		2,225,993.07
Capital Stock . . . . .	\$50,000,000.00	
Surplus and Undivided Profits . . . . .	54,323,292.32	104,323,292.32
		<u>\$892,255,003.95</u>

United States Government Securities are stated at amortized cost. Of these, \$40,016,204.79 are pledged to secure deposits of public monies and for other purposes required by law.

Member Federal Deposit Insurance Corporation

### BOARD OF DIRECTORS

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Chairman of the Board

WILLIAM N. ENSTROM  
President

O. L. ALEXANDER  
President  
Pocahontas Fuel Company  
Incorporated

EDWARD H. CLARK  
Chairman of the Board  
Cerro de Pasco Copper  
Corporation

HAROLD A. HATCH  
Vice-President  
Deering Milliken & Co., Inc.

J. WHITNEY PETERSON  
Executive Vice-President  
United States Tobacco Company

HENRY P. BRISTOL  
President  
Bristol-Myers Company

JOHN F. DEGENER, Jr.  
C. A. Auffmordt & Co.

ADAM K. LUKE  
Vice-President and Treasurer  
West Virginia Pulp and Paper  
Company

JACOB L. REISS  
President, International  
Tailoring Company

W. GIBSON CAREY, Jr.  
President  
The Yale & Towne Mfg. Co.

WILLIAM K. DICK  
Chairman, Executive Committee  
National Sugar Refining  
Company

HIRAM A. MATHEWS  
Vice-President

FLETCHER W. ROCKWELL  
President, National Lead Company

REID L. CARR  
President  
Columbian Carbon Company

HENRY FLETCHER  
Fletcher & Brown

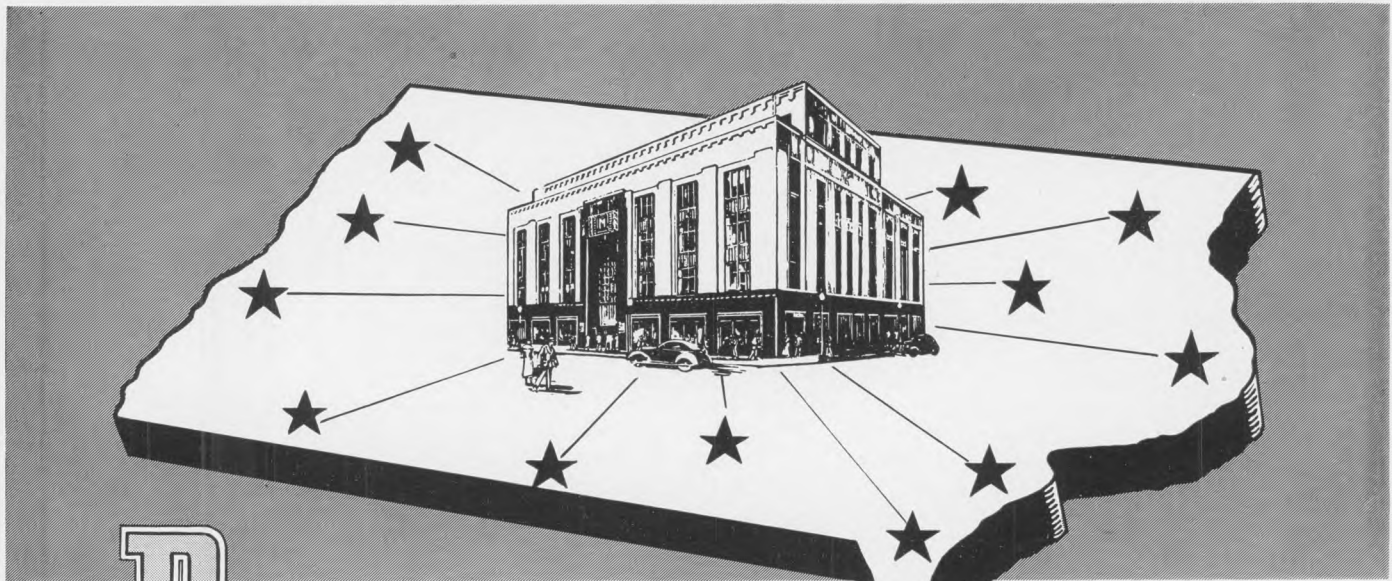
MICHAEL A. MORRISSEY  
President  
The American News Company, Inc.

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President  
William Skinner & Sons

GEORGE F. GENTES  
Vice-President

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Chairman of the Board  
New York & Pennsylvania Co.

FRANCIS L. WHITMARSH  
President  
Francis H. Leggett & Company



# DES MOINES . . .

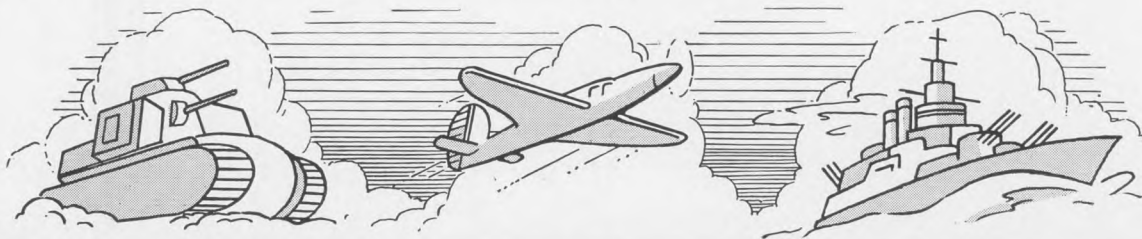
## A FOCAL POINT OF IOWA'S WAR EFFORT

As the governmental and financial center of Iowa, Des Moines naturally is a focal point of Iowa's War effort which today is contributing much toward ultimate Victory.

To a greater degree than ever before most Iowa Banks today find it advantageous to have a correspondent connection in Des Moines to better

serve their customers in the War emergency period.

Iowa's Largest Bank is completely equipped to handle your Des Moines account . . . to provide you and your customers with the type of service called for by these unusual times. Can we help you? Call on us at any time.



# IOWA-DES MOINES NATIONAL BANK

## & TRUST COMPANY

*Member Federal Deposit Insurance Corporation*