

ANNOUNCEMENT BY

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Application and Reports Received or Acted on

and All Other Actions of the Board

H.2  
1975 No. 31

During the Week Ending August 2, 1975

District

To Establish a Domestic Branch Pursuant to  
Section 9 of the Federal Reserve Act

Received

- 2 Manufacturers Hanover Trust Company/Genessee Region,  
Rochester, New York. Branch to be established  
at 359-361 South Salina Street, Syracuse, Onondaga  
County.
- 4 Lakeshore Trust Company, Painesville, Ohio. Branch  
to be established at 7850 Plaza Blvd, Mentor,  
Lake County.
- 4 The Toldeo Trust Company, Toledo, Ohio. Branch to  
be established at 2141 North Cove Boulevard, Toledo,  
Lucas County.
- 4 The Farmers and Citizens Bank, Trotwood, Ohio. Branch to  
be established at Shiloh Springs and Denlinger Roads,  
Trotwood, Montgomery County.
- 5 Union Trust Company of Maryland, Baltimore, Maryland.  
Branch to be established at U.S. Route 1 and Laurel  
Avenue, Prince Georges County.
- 6 Commerce Union Bank, Nashville, Tennessee. Branch to be  
established at the intersection of Bell Road and  
Murfreesboro Road in the Priest Lake Plaza Shopping  
Center.
- 6 Commerce Union Bank-Chattanooga, Chattanooga, Tennessee.  
Branch to be established at 300 Northgate Park, Chattanooga.

- 7 Ann Arbor Bank and Trust Company, Ann Arbor, Michigan. Branch to be established at the Northwest corner of Main Street and Eisenhower Blvd, Ann Arbor, Washtenaw County.
- 8 Gravois Bank, St. Louis County, Missouri. Branch to be established at 11609-21 Gravois in the unincorporated area of Sappington, St. Louis County.

Approved

- 2 \*Chemical Bank, New York, New York. Branch to be established at One United Nations Plaza, Borough of Manhattan.
- 2 \*The Columbus Trust Company, Newburgh, New York. Branch to be established at the corner of Powelton Road and Route 32 (North Plank Road), Town of Newburgh, Newburgh.
- 2 \*Long Island Trust Company, Garden City, New York. Branch to be established on the Northeast corner of Jamaica Avenue and 224th Street, Queens Village, Queens County.
- 2 \*United Jersey Bank, Hackensack, New Jersey. Branch to be established at the Southwest corner of Columbia Avenue and Abbott Boulevard, Fort Lee, Bergen County.

Withdrawn

- 12 Valley Bank of Nevada, Las Vegas, Nevada. Withdrawal of branch application at Harmon Avenue and Las Vegas Boulevard South, Las Vegas.

\* \* \* \* \*

International Investments and Other Actions Approved Pursuant to Sections 25 and 25(a) of the Federal Reserve Act and Sections 4(c)9 and 4(c)13 of the Bank Holding Company Act of 1956, as amended

- 2 Bank of America, New York, New York: an additional investment in Banca d'America e d'Italia, Milan, Italy.

\*Application processed by the Reserve Bank on behalf of the Board of Governors under delegated authority.

International Investments and Other Actions Approved  
Cont'd

- 2 Morgan Guaranty International Finance Corporation, New York,  
New York: to acquire 20 per cent of Al-Bank Al-Saudi  
Al-Alami Limited (Saudi International Bank Limited),  
London, England.
- 6 Bank of America International of Florida, Miami, Florida:  
issuance of promissory notes payable to the Export-  
Import Bank of the United States.
- 12 Bamerical International Financial Corporation, San Francisco,  
California: an additional investment in BA Finance  
(Hong Kong) Limited, Hong Kong.
- 12 Security Pacific Overseas Corporation, Los Angeles, California:  
an additional investment in order to maintain its  
20 per cent interest in Banco Denasa de Investimento  
S.A., Brasilia, Brazil.

\* \* \* \* \*

To Form a Bank Holding Company Pursuant to Section  
3(a)(1) of the Bank Holding Company Act of 1956

Received

- 7 Hansen Bancorporation, New Hampton, Iowa, for approval  
to acquire 86.2 per cent of the voting shares of State  
Bank of Lawler, Lawler, Iowa.

Approved

- 10 Osborne Investments, Inc., Osborne, Kansas, for approval  
to acquire 90 per cent or more of the voting shares of  
The Farmers National Bank of Osborne, Osborne, Kansas.

Denied

- 9 Winner Banshares, Inc., Winner, South Dakota, for approval  
to acquire 94.4 per cent or more of the voting shares of  
Farmers State Bank, Winner, South Dakota.
- 10 Scribner Banshares, Inc., Scribner, Nebraska, for approval  
to acquire 96.7 per cent or more of the voting shares of  
Scribner Bank, Scribner, Nebraska. The 4(c)(8) applica-  
tion to retain the assets of Scribner Insurance Agency,  
Scribner, Nebraska, hereby becomes moot.

\* \* \* \* \*

To Expand a Bank Holding Company Pursuant to Section  
3(a)(3) of the Bank Holding Company Act of 1956

Received

- 5 Central National Corporation, Richmond, Virginia, for ap-  
proval to acquire 100 per cent of the voting shares of  
the successor by merger to Cavalier Central Bank & Trust  
Company, Hopewell, Virginia.
- 6 Alabama Bancorporation, Birmingham, Alabama, for approval  
to acquire 100 per cent (less directors' qualifying  
shares) of the voting shares of the successor by merger  
to Gadsden Mall Bank, Gadsden, Alabama.
- 7 Central Wisconsin Bankshares, Inc., Wausau, Wisconsin, for  
approval to acquire 80 per cent or more of the voting  
shares (except directors' qualifying shares) of Central  
National Bank of Wausau, Wausau, Wisconsin.
- 7 Old Kent Financial Corporation, Grand Rapids, Michigan, for  
approval to acquire 100 per cent of the voting shares of  
Old Kent Bank of Kentwood, Kentwood, Michigan, a proposed  
new bank.

Approved

- 4 National City Corporation, Cleveland, Ohio, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of National City Bank of Lake County, Mentor, Ohio, a proposed new bank.
- 7 National Detroit Corporation, Detroit, Michigan, for approval to acquire 80 per cent or more of the voting shares (less directors' qualifying shares) of Bank of Commerce of Lansing, Lansing, Michigan.
- 10 Ameribanc, Inc., St. Joseph, Missouri, for approval to acquire 90 per cent or more of the voting shares of Farmers State Bank of Princeton, Missouri, Princeton, Missouri.
- 10 Mountain Banks, Ltd., Colorado Springs, Colorado, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of Fort Collins National Bank, Larimer County, Colorado.
- 11 First International Bancshares, Inc., Dallas, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of First International Bank in El Paso, National Association, El Paso, Texas, a proposed new bank.
- 11 Texas Commerce Bancshares, Inc., Houston, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to Casa Linda National Bank of Dallas, Dallas, Texas.
- 11 Texas Commerce Bancshares, Inc., Houston, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to Fidelity Bank, National Association, Dallas, Texas.
- 11 Texas Commerce Bancshares, Inc., Houston, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to Northwest National Bank of Dallas, Dallas, Texas.

Approved Continued

- 11 Texas Commerce Bancshares, Inc., Houston, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to Royal National Bank of Dallas, Dallas, Texas.
- 11 Texas Commerce Bancshares, Inc., Houston, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to The Village Bank (National Association), Dallas, Texas.
- 12 Utah Bancorporation, Salt Lake City, Utah, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of Bountiful Valley Bank, Bountiful, Utah, a proposed new bank.

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To Expand a Bank Holding Company Pursuant to Section 4(c)(8) of the Bank Holding Company Act of 1956

Received

- 2 \*\*Citicorp, New York, notification of intent to engage in de novo activities (making consumer installment personal loans, purchasing consumer installment sales finance contracts; and acting as broker for the sale of consumer credit related life/accident and health insurance and consumer credit related property and casualty insurance; if this proposal is effected, Nationwide Financial Corporation will offer to sell insurance as follows: (a) group credit life/accident and health insurance to cover the outstanding balances of loans to borrowers in the event of their death, or, to make the contractual monthly payments on the loans in the event of the borrowers' disability; (b) individual casualty insurance on property, generally automobiles and household goods, subject to security agreements with Nationwide; further, in regard to the sale of credit related insurance, Nationwide Financial Corporation will not offer insurance counseling) at 1425 West Pioneer Drive, Irving, Texas, through its subsidiary, Nationwide Financial Corporation.

7-31-75

\*\*4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.







Received Continued

to both discretionary (managing agency) accounts and accounts where the approval of the client would be necessary before any investment change is made) in Merrillville, Indiana, and Chicago, Illinois.

- 7           \*\*First Wisconsin Corporation, Milwaukee, Wisconsin, notification of intent to engage in de novo activities (serving as the advisory company for a real estate investment trust, in which capacity it will among other activities, obtain or provide for the trust such services as may be required to supervise, service, or manage the existing investments of the trust; represent the trust in transactions with others; originate and recommend to the trust investments in the form of construction mortgage loans, permanent mortgage loans, equity interest in real estate, and other investments in or related to real property; and advise and consult the trustees of the trust) at 8200 Normandale Boulevard, Bloomington, Minnesota, through a subsidiary, First Wisconsin Mortgage Company, Milwaukee, Wisconsin. 7-29-75
- 12           \*\*BankAmerica Corporation, San Francisco, California, notification of intent to relocate de novo activities (making loans, extending credit, and providing services incident to such loans and extensions of credit such as would be made or provided by a finance company including the following specific activities: (a) making of consumer installment loans and purchasing installment sales finance contracts, and making of loans to small businesses; (b) acting as agent or broker for the sale of credit related life/accident and disability insurance, and credit related property and casualty insurance in connection with extensions of credit by GAC Finance Inc. of California) from 11050 Washington Boulevard, Culver City, California, to 2817 Wilshire Boulevard, Santa Monica, California, through its subsidiary, GAC Finance Inc. of California. 7-17-75
- 12           Central Banking System, Inc., Oakland, California, for approval to acquire 74.8 per cent of the common stock of Computer Dynamics, Inc., Oakland, California.

Approved

- 7           National Detroit Corporation, Detroit, Michigan, for approval to acquire certain of the assets of Atlantic Mortgage Company, Inc., Alexandria, Virginia.

\*\*4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

Approved Continued

- 10 Osborne Investments, Inc., Osborne, Kansas, for per mission to retain the general insurance agency business presently operated under the name of Osborne Investments, Inc., Osborne, Kansas.

Delayed

- 4 Mellon National Corporation, Pittsburgh, Pennsylvania, notification of intent to engage in de novo activities (acting as insurance agent or broker with respect to insurance for Mellon National Corporation, Carruth Mortgage Corporation, or any other subsidiary of Mellon National Corporation; acting as insurance agent or broker with respect to insurance which is directly related to an extension of credit by Carruth Mortgage Corporation or its affiliates, or directly related to the provision of other financial services by Carruth Mortgage Corporation or its affiliates; such insurance activities would include: homeowners insurance, surety bond insurance in connection with construction projects, and mortgage redemption insurance (including mortgage life and mortgage disability); acting as insurance agent or broker with respect to insurance that is sold as a matter of convenience to the purchaser; the amount of premiums from such convenience insurance will not exceed 5 per cent of the amount of premiums derived from the insurance sold) at New Orleans, Houma, Slidell, and Baton Rouge, all located in Louisiana, through its wholly-owned subsidiary, Carruth Mortgage Corporation, Jefferson Parish, Metairie, Louisiana.

Permitted

- 3 \*\*New Jersey National Corporation, Trenton, New Jersey, notification of intent to relocate de novo activities (making, acquiring, selling, and servicing for its own account or the account of others, loans and other extensions of credit principally secured by mortgages and such incidental activities as are necessary to carry on the activities specified) from 513 South Lenola Road, Moorestown, New Jersey, to Marlton Pike and Sawmill Road, Cherry Hill, New Jersey, through its direct subsidiary, Underwood Mortgage & Title Co. 8- 2-75
- 7 \*\*First Wisconsin Corporation, Milwaukee, Wisconsin, notification of intent to engage in de novo activities (serving as the advisory company for a real estate investment trust, in which capacity it will, among other 7-31-75

\*\*4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

Permitted Continued

activities, obtain or provide for the Trust such services as may be required to supervise, service, or manage the existing investments of the Trust; represent the Trust in transactions with others; originate and recommend to the Trust in transactions with others; originate and recommend to the Trust investments in the form of construction mortgage loans, permanent mortgage loans, equity interest in real estate, and other investments in or related to real property; and advise and consult with Trustees of the Trust) in Denver, Colorado, through a subsidiary, First Wisconsin Mortgage Company, Milwaukee, Wisconsin.

- 8           \*\*Citizens Fidelity Corporation, Louisville, Kentucky, notification of intent to engage in de novo activities (the leasing of real property and personal property and equipment, and acting as agent, broker, or adviser in the leasing of such property) at Citizens Plaza, 500 West Jefferson Street, Kentucky Home Life Building, Fifth and Jefferson Streets, and 419 West Jefferson Street, all in Louisville, Kentucky, through a subsidiary, Citizens Fidelity Leasing Corporation.           7-28-75
- 12           \*\*BankAmerica Corporation, San Francisco, California, notification of intent to relocate de novo activities (making of consumer loans and purchasing installment sales finance contracts, and making of loans to small businesses) from 5308 Broadway, San Antonio, Texas, to 8616 Jones Maltsberger Road, San Antonio, Texas, through its subsidiary, GAC Finance Corporation.           7-31-75
- 12           \*\*BankAmerica Corporation, San Francisco, California, notification of intent to relocate the Houston, Texas, office of its subsidiary, Decimus Corporation which engages in (leasing personal property, or acting as agent, broker, or adviser in leasing such property provided: (i) the lease is to serve as the functional equivalent of an extension of credit to the lessee of the property; (ii) the property to be leased is acquired specifically for the leasing transaction under consideration or was acquired specifically for an earlier leasing transaction; (iii) the lease is on a nonoperating basis; (iv) at the inception of the initial lease the effect of the transaction (and, with respect to governmental entities only, reasonably anticipated future transactions) will yield a return that will           7-28-75

\*\*4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

Permitted Continued

compensate the lessor for not less than the lessor's full investment in the property plus the estimated total cost of financing the property over the term of the lease, from (1) rentals; (2) estimated tax benefits, investment tax credit, net economic gain from tax deferral from accelerated depreciation, and other tax benefits with a substantially similar effect; (3) the estimated residual value of the property at the expiration of the initial term of the lease, which in no case shall exceed 20 per cent of the acquisition cost of the property to the lessor; and (4) in the case of a lease of not more than 7 years in duration, such additional amount, which shall not exceed 60 per cent of the acquisition cost of the property, as may be provided by unconditional guarantee by a lessee, independent third party or manufacturer which has been determined by the lessor to have the financial resources to meet such obligation that will assure the lessor of recovery of its investment and cost of financing; (v) the maximum lease term during which the lessor recovers the lessor's full investment in the property plus the estimated total cost of financing the property shall be 40 years; and (vi) at the expiration of the lease (including any renewals or extensions with the same lessee), all interest in the property shall be either liquidated or re-leased on a nonoperating basis as soon as practicable but in no event later than two years from the expiration of the lease; however, in no case shall the lessor retain any interest in the property beyond 50 years after its acquisition of the property) from 525 Post Oak Tower to Champions Bank Building, Forest Drive, Houston, Texas.

Withdrawn

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\*\*Guaranty Loan and Investment Corporation of Tulsa, Inc., Tulsa, Oklahoma, notification of intent to engage in de novo activities (leasing personal property and equipment, which serve as the functional equivalent of an extension of credit to the lessee of the property, where the property to be leased is acquired specifically for the leasing transactions under consideration or was acquired specifically for an earlier transaction; where the lease is on a non-operating basis, and where at the inception of the lease the effect of the transaction will yield a return that will compensate the lessor for not less than the lessor's full investment in the property plus the total cost of financing the property over the terms of the lease) at 3501 East 31st Street, Tulsa, Oklahoma.

7-30-75

\*\*4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

To Expand a Bank Holding Company Pursuant to Section  
4(c)(12) of the Bank Holding Company Act of 1956

Permitted

- 4      \*\*American Financial Corporation, Cincinnati, Ohio, notification of intent to enter into an agreement to sell The Cincinnati Enquirer, Inc., Cincinnati, Ohio, to Combined Communications Corporation, Phoenix, Arizona, in exchange for \$30 million in cash, \$6 million in three-year notes at 2.0% over prime, \$10 million in ten-year notes at 12%, and 500,000 common shares and warrants for the purchase of an additional 750,000 common shares of Combined Communications Corporation which engages in outdoor advertising and TV and radio broadcasting. 7-28-75
- 7      \*\*Berkshire Hathaway Inc., New Bedford, Massachusetts, notification of intent to acquire, directly or indirectly, more than 5 per cent of the outstanding voting stock of Booth Newspapers, Inc., Ann Arbor, Michigan, a company that publishes daily newspapers in Michigan and owns a television station in Indiana. 7-28-75

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Other Actions of the Board

Statement by Chairman Arthur F. Burns before the Joint Economic Committee on July 29, 1975.

Amendment to Regulation Q, effective September 2, 1975, authorizing member banks to offer a bill-paying service to their customers through the preauthorized transfer of funds from the customer's savings account.

The Board made public revised proposals for regulations to implement the Fair Credit Billing Amendments to the Truth in Lending Act, time for comment on the revised proposals, originally scheduled to end August 12, has been extended through August 18.

Request by Chairman Wright Patman, Subcommittee on Domestic Monetary Policy, to be supplied with certain individual bank data from the Board's Quarterly Survey of Time and Savings Deposits and its Monthly Interest Rate Survey; letter of response.

\*\*4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

Continued

Form FR 502-S, report form designed to obtain data on the geographical distribution of the assets and liabilities of certain foreign branches of U.S. banks and other parent institutions for which FR 502 is filed, it is a quarterly supplement to FR 502.

Spink County Bank, Redfield, South Dakota, proposed merger with Aberdeen National Bank, Aberdeen, South Dakota, report to the Comptroller of the Currency on competitive factors.

\*\*\*Helmerich & Payne, Inc., Tulsa, Oklahoma, extension of time to August 13, 1975, to consummate the exchange of its shares in Utica National Bank & Trust Company, Tulsa, Oklahoma, for shares of Utica Bankshares Corporation, Tulsa, Oklahoma.

\*\*\*Utica Bankshares Corporation, Tulsa, Oklahoma, extension of time to August 13, 1975, in which to become a bank holding company through the acquisition of the successor by merger to Utica National Bank & Trust Company, Tulsa, Oklahoma, and Allstates Capital Corporation and subsidiaries, Tulsa, Oklahoma.

\*\*\*Sabina Bank, Sabina, Ohio, to make an investment in bank premises.

\*\*\*United Jersey Bank, Hackensack, New Jersey, to make an additional investment in bank premises.

\*\*\*Bankers Trust Company of Rochester, Rochester, New York, extension of time to establish a branch at Elmwood Avenue and Winton Road, Town of Brighton, New York.

\*\*\*Farmers and Merchants Bank of Central California, Lodi, California, extension of time to August 22, 1976, within which to establish a branch on McHenry Avenue between Woodrow and Floyd Avenues, City of Modesto, California.

\*\*\*Union Trust Company of Maryland, Baltimore, Maryland, extensions of time within which to establish branches; (1) at the intersection of Riva Road and Forest Drive, Annapolis; (2) at the intersection of York and Schilling Roads, Cockeysville; and (3) at the intersection of Maryland State Route 13 and Columbia Road, Salisbury, Maryland.

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\*\*\*Processed on behalf of the Board of Governors under delegated authority.