

ANNOUNCEMENT BY

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

Applications and Reports Received or Acted on

and All Other Actions of the Board

H.2

1976 No. 4

During the Week Ending January 24, 1976

District

To Withdraw from Membership in the Federal Reserve
System Without a Six-Month Notice as Prescribed by
Section 9 of the Federal Reserve Act

Received

11

First State Bank of Idabel, Idabel, Oklahoma

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

Received

5

Huntington Trust & Savings Bank, Huntington, West
Virginia. Branch to be established at the inter-
section of Third Avenue and Eleventh Street,
Huntington.

7

The Detroit Bank-Southfield, Southfield, Michigan.
Branch to be established at 21840 Nine-Mile Road,
Southfield, Oakland County.

7

Capital City State Bank, Des Moines, Iowa. Branch to
be established at 1237 Grand Avenue, West Des Moines.

Approved

- 3 *Fidelity Bank, Rosemont, Montgomery County, Pennsylvania.
 Branch to be established within the premises of
 30 Lawrence Road, Marple Township.
- 4 *The Fifth Third Bank, Cincinnati, Ohio. Branches to be
 established at the following locations:
- A. To be established at Forest Road and Route 42,
 Sharonville, Hamilton County.
- B. To be established at Taylor and Ebenezer Roads,
 Green Township, Hamilton County.
- 4 *The Union Commerce Bank, Cleveland, Ohio. Branch to be
 established at Rego's Stop n Ship, 24350 Center Ridge
 Ridge Road, Westlake, Cuyahoga County.
- 4 *The Citizens Bank of Shelby, Shelby, Ohio. Branch to be
 established at 140 Mansfield Avenue, Shelby, Richland
 County.
- 12 *Valley Bank of Nevada, Las Vegas, Nevada. Branch to be
 established on the northeast corner of Spring Mountain
 Road and Industrial Road, Las Vegas, Clark County.

Withdrawal

- 2 Manufacturers Hanover Trust Company/Genesee Region, Ontario,
 New York. Branch to be established in the immediate
 neighborhood of Brewerton Road (Route 11) and Circule Drive,
 (unincorporated area) Town of Cicero, Onondaga County.

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To establish an Overseas Branch of a Member Bank
Pursuant to Section 25 of the Federal Reserve Act

Received

- 2 State National Bank of Connecticut, Bridgeport,
 Connecticut: branch - in the Cayman Islands.

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

- 5 Approved
The South Carolina National Bank, Columbia, South
Carolina: branch - in George Town, Grand Cayman,
Cayman Islands.

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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: investment -
 additional in Banco Intercontinental Espanol, Madrid,
 Spain.
- 2 Wells Fargo Bank International, New York, New York:
 investment - additional in Wells Fargo International
 Investment Corporation, San Francisco, California.

* * * * *

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

Received

- 7 Melcap, Incorporated, Melrose Park, Illinois, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to Melrose Park National Bank, Melrose Park, Illinois.
- 7 North Lawndale Economic Development Corporation, Chicago, Illinois, for approval to acquire at least 9,000 shares of the voting shares of Community Bank of Lawndale, Chicago, Illinois, a proposed new bank.
- Approved
- 9 Peoples Bankshares, Inc., Mora, Minnesota, for approval to acquire 80 per cent or more of the voting shares of Peoples National Bank of Mora, Mora, Minnesota.
- 10 Jent, Inc., Grinnell, Kansas, for approval to acquire 97 per cent of the voting shares of Peoples State Bank, Grinnell, Kansas.
- 10 Morrill & Janes Bancshares, Inc., Hiawatha, Kansas, for approval to acquire 80 per cent or more of the voting shares of The Morrill and Janes Bank and Trust Company, Hiawatha, Kansas.

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

Received

- 8 Boatmen's Bancshares, Inc., St. Louis, Missouri, for approval to acquire 80 per cent or more of the voting shares of Raytown Bank, Raytown, Missouri.
- 10 United Missouri Bancshares, Inc., Kansas City, Missouri, for approval to acquire all or not less than 80 per cent (plus directors' qualifying shares) of the voting shares of Gillioz Bank and Trust Company, Monett, Missouri.

Approved

- 1 State Street Boston Financial Corporation, Boston, Massachusetts, for approval to acquire 100 per cent of the voting shares of Falmouth Bank and Trust Company, Falmouth, Massachusetts.
- 7 National Detroit Corporation, Detroit, Michigan, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of National Bank of Troy, Troy, Michigan, a proposed new bank.
- 11 Northeast United Bancorp, Inc. of Texas, Fort Worth, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of First State Bank, Bedford, Texas.

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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

- 5 **The Citizens and Southern Corporation, Charleston, South Carolina, notification of intent to engage in de novo activities (acting as agent in the sale of physical damage insurance and vendor's single interest protection in connection with its lending activities for the convenience of its borrowing customers) at C & S Financial Center, Aviation Avenue at I-26, North Charleston, South Carolina, through its subsidiary, MOHOCO Financial Services, Inc. Such activities were previously conducted at an office which has been relocated to this address. 1-21-76
- 6 **American Banshares, Incorporated, North Miami, Florida, notification of intent to engage in de novo activities (acting as insurance agent or broker with respect to credit life/accident and health insurance that is directly related to the extension of credit by a bank or bank related firm and credit life/accident and health insurance that is directly related to the provision of other financial services by a bank or bank related firm) in North Miami, St. Petersburg, North Miami Beach, Clearwater, Tampa, Davie, Gainesville, Fort Lauderdale, and Homestead, all located in Florida, through a subsidiary, American Bancshares Insurance Agency, Incorporated. 1-23-76

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

Received Continued

- 6 **Trust Company of Georgia, Atlanta, Georgia, notification of intent to relocate de novo activities (conducting a mortgage banking business; and acting as agent for the sale of decreasing term credit life, and credit accident and health insurance to their customers) from 2222 Ponce de Leon Boulevard, Coral Gables, Florida to Suite 436, 1110 Brickell Building, 1110 Brickell Avenue, Miami, Florida, through its wholly-owned subsidiary, Adair Mortgage Company of Florida, Inc. 1-21-76
- 7 North Lawndale Economic Development Corporation, Chicago, Illinois, for approval to retain NLEDC Realty Management, Inc., and California Healthcare, Inc., both in Chicago, Illinois.
- 8 **First Illinois Bancshares Corporation, Alton, Illinois, notification of intent to engage in de novo activities (leasing personal property or acting as agent, broker, or adviser in leasing such property) at 200 West Third Street, Alton, Illinois. 1-21-76
- 10 **D. H. Baldwin Company, Cincinnati, Ohio, notification of intent to engage in de novo activities (acting as investment or financial adviser to the extent of serving as investment adviser to an investment company registered under the Act; providing portfolio investment advice to trustees of pension, profit sharing, and similar funds and to any other persons and furnishing general economic information and advice, general economic statistical forecasting services, and industry studies) at 1020 15th Street, Suite 37K, Denver, Colorado, 1801 Gilbert Avenue, Cincinnati, Ohio, and 250 Park Avenue, New York, New York, through a subsidiary, D. H. Baldwin Advisers, Inc. 1-23-76
- 10 **Metro Bancshares, Inc., Kansas City, Missouri, notification of intent to engage in de novo activities (leasing personal property or acting as agent, broker, or adviser in leasing such property provided all leases are to serve as the functional equivalent of an extension of credit to the lessee of the property; the leased property is to be acquired specifically for the leasing transaction under consideration or will have been acquired specif-

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

Received Continued

ically for an earlier leasing transaction; all leases are on a nonoperating basis and at the inception of the initial 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 estimated total cost of financing the property over the terms of the lease; the maximum lease term during which the lessor must recover the lessor's full investment in the property plus the estimated total cost of financing the property shall be 40 years and at the expiration of the lease 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 lease; however, in no case shall the lessor retain any interest in the property beyond 50 years after its acquisition of the property) at Metro North State Bank, 221 N. E. Barry Road, Kansas City, Missouri.

- 12 **BankAmerica Corporation, San Francisco, California, notification of intent to engage in de novo activities (making or acquiring, for its own account loans and other extensions of credit and servicing for itself or others loans and extensions of credit, such activities to include, but not be limited to, the following: making of consumer installment loans, purchasing installment sales finance contracts, making loans and other extensions of credit to small businesses, and making loans secured by real or personal property or a combination thereof; acting as agent or broker for the sale of credit life and credit accident and health insurance and credit related property and casualty insurance in connection with extensions of credit by FinanceAmerica Corporation) at 16505 Clark Street, Bellflower, California, through its subsidiary, FinanceAmerica Corporation. 1-12-76
- 12 **Hawaii Bancorporation, Inc., Honolulu, Hawaii, notification of intent to engage in de novo activities (an industrial loan company under Chapter 408, Hawaii Revised Statutes and as may be permitted from time to time under the Hawaii Revised Statutes) at 800 Nuuanu Avenue, Honolulu, Hawaii, through a subsidiary, Resource Financial Corp. 1-14-76

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

Approved

- 9 Peoples Bankshares, Inc., Mora, Minnesota, for approval to acquire 81.4 per cent of the outstanding voting shares of Peoples Credit Company of Mora, Minnesota, Inc., Mora, Minnesota.
- 12 Central Banking System, Inc., Oakland, California, for approval to acquire 51 per cent of the voting shares of Computer Dynamics, Inc., Oakland, California, and the subsequent merger of Central Bank Computer Bureau and Computer Dynamics, Inc., Oakland, California.

Delayed

- 2 **Schroders Incorporated, New York, New York, notification of intent to engage in de novo activities (acting as investment and financial adviser to persons with respect to their investments in oil and gas interests and assisting in the financing of such interests) in Houston, Texas, through the acquisition of 80 per cent of the shares of Schroder Oil Financing & Investment Company, Inc. 1-21-76
- 7 **Money Management Corporation, Merrillville, Indiana (formerly Bankshares of Indiana, Inc.), notification of intent to engage in de novo activities (acting as insurance agent or broker with respect to insurance directly related to an extension of credit by a bank or bank-related firm in the holding company system, including insurance protecting collateral in which the bank or bank-related firms have a security interest and insurance generally sold to individual borrowers as part of an insurance package such as home-owners insurance) at 2515 Portage Mall, Portage, Indiana, through its subsidiary, Financial Insurance, Inc. 1-23-76
- 7 **Money Management Corporation, Merrillville, Indiana (formerly Bankshares of Indiana, Inc.), notification of intent to engage in de novo activities (acting as insurance agent or broker with respect to insurance for the holding company and its subsidiaries, including blanket bond, employee life and disability, fire and extended coverage, fleet leasing, and errors and omissions coverages; and credit life and credit accident 1-23-76

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

Delayed Continued

and health insurance and mortgage redemption insurance sold in connection with extensions of credit by a bank or bank-related firm in the holding company system) at 2515 Portage Mall, Portage, Indiana, through its subsidiary, Financial Insurance, Inc.

- 10 **First National Corporation of El Reno, Inc., El Reno, Oklahoma, notification of intent to engage in de novo activities (originating, processing, closing, and selling, of single and multi-family residential, FHA, VA, and conventional mortgage loans) at 100 South Bickford, El Reno, Oklahoma, through its wholly-owned subsidiary, First National Mortgage Company, El Reno, Oklahoma. 1-22-76

Permitted

- 2 **Fidelity Union Bancorporation, Newark, New Jersey, notification of intent to engage in de novo activities (the business of making loans in the present maximum amount of \$3,500 or less under the provisions of the Pennsylvania Consumer Discount Company Act; and making available to customers credit life insurance and disability insurance covering the unpaid balances of loans outstanding; and fire, casualty, and theft insurance to protect household goods held as collateral during the periods of credit extensions) at 405 Main Street, Towanda, Pennsylvania, through its subsidiary, Sentry Consumer Discount Company. 1-24-76
- 5 **The Citizens and Southern Corporation, Charleston, South Carolina, notification of intent to relocate de novo activities (making, acquiring, and servicing for its own account and for the account of others, loans and other extensions of credit such as would be made by a mortgage or finance company; and in connection with these activities to act as an agent in the sale of credit life insurance for the convenience of its borrowing customers) from 215 East Bay Street, Charleston, South Carolina to the C & S Financial Center, Aviation Avenue at I-26, North Charleston, South Carolina, through its subsidiary, Carolina National Mortgage Investment Company, Inc. 1-22-76

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

Permitted Continued

- 5 **The Citizens and Southern Corporation, Charleston, South Carolina, notification of intent to relocate de novo activities (making and acquiring for its own account loans and other extensions of credit as would be made by a finance company; and in connection with these activities to act as an agent in the sale of credit life insurance for the convenience of its borrowing customers) from 115 Church Street, Charleston, South Carolina to the C&S Financial Center, Aviation Avenue at I-26, North Charleston, South Carolina, through its subsidiary, MOHOCO Financial Services, Inc. 1-22-76

Correction:

- 10 On H.2 No. 33 (1975), the Board reported as Received a notification of intent from Mountain Banks, Ltd., Colorado Springs, Colorado, to engage in de novo activities (accepting passbook savings and certificates of deposits of varying maturities up to 4 years; making direct personal loans of various types secured by new and used motor vehicles, household goods and appliances, miscellaneous chattels and real property; and purchasing time sales contracts on chattels from bona fide dealers; acting as agent for the sale of credit life and credit accident and health insurance in connection with the extension of credit) at 618 Main, Alamosa, Colorado, through a subsidiary, Alamosa Mountain Industrial Bank. This should have been reported as Permitted on August 11, 1975. 8-11-75

Withdrawn

- 8 **County National Bancorporation, St. Louis, Missouri, notification of intent to engage in de novo activities (acting as an agent or broker of insurance which is directly related to extensions of mortgage loan credit and mortgage loan servicing, as well as other general mortgage banking activities) at 10449 St. Charles Rock Road, St. Louis, Missouri, through a subsidiary, GMC Investment Company. 12-11-75

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

Other Actions of the Board

Statement by Chairman Arthur F. Burns before the Subcommittee on Financial Institutions Supervision, Regulation and Insurance of the House Banking, Currency and Housing Committee on proposals to restructure the Federal Reserve.

Statement by Governor Robert C. Holland before the Subcommittee on Financial Institutions Supervision, Regulation and Insurance of the House Banking, Currency and Housing Committee relating to Title I of the FINE study on depository institutions.

Statement by Governor Philip C. Jackson, Jr., before the Subcommittee on Financial Institutions Supervision, Regulation and Insurance of the House Banking, Currency and Housing Committee relating to residential mortgage and real estate markets of Title II of the FINE study.

Hearing on automobile leasing scheduled for March 23 to consider whether automobile leasing should continue to be a permissible activity for bank holding companies.

Supplemental letter concerning possible involvement of member banks in foreign boycott practices.

***Bank of Virginia-Southwest, Bristol, Virginia, proposed merger with Bank of Virginia-Scott, Weber City, Virginia, report to the Federal Deposit Insurance Corporation on competitive factors.

***G. C. National Bank, Chardon, Ohio, proposed merger with Geauga County National Bank of Chardon, Chardon, Ohio, report to the Comptroller of the Currency on competitive factors.

***F. N. National Bank, San Jose, California, proposed merger with First National Bank of San Jose, San Jose, California, report to the Comptroller of the Currency on competitive factors.

***Union National Bank, East St. Louis, Illinois, proposed merger with Union National Bank of East St. Louis, East St. Louis, Illinois, report to the Comptroller of the Currency on competitive factors.

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

Continued

- ***Dauphin Deposit Corporation, Harrisburg, Pennsylvania, extension of time to May 1, 1976, within which to acquire shares of Dauphin Deposit Trust Company, Harrisburg, Pennsylvania.
- ***NCNB Corporation, Charlotte, North Carolina, extension of time to April 29, 1976, within which it may engage in a general trust company business through a subsidiary known as American Trust Company, Inc., Camden, South Carolina.
- ***National City Corporation, Cleveland, Ohio, extension of time to May 1, 1976, within which to commence operations of its approved de novo National City Bank of Lake County, Mentor, Ohio.
- ***Republic of Texas Corporation, Dallas, Texas, extension of time to April 30, 1976, within which to consummate the acquisition of shares, less directors' qualifying shares, of Braes Bayou National Bank, Houston, Texas.
- ***Bank of New York, New York, New York, extension of time to February 13, 1977, within which to establish a branch in the vicinity of the intersection of Middle Country Road and Yaphank Road, Brookhaven, New York.
- ***Bankers Trust Company, New York, New York, extension of time to February 4, 1977, within which to establish a branch at 1885 Rockaway Parkway, Seaview Shoppers Mart, Brooklyn, New York.
- ***Lemay Bank and Trust Company, Lemay, Missouri, additional extension of time to July 30, 1976, within which to establish a facility (branch) at 5531 Telegraph Road at Baumgartner Road, St. Louis County, Missouri.
- ***Ronan State Bank, Ronan, Montana, extension of time to July 30, 1976, within which to open a detached facility.
- ***United Virginia Bank of Williamsburg, Williamsburg, Virginia, extension of time to February 18, 1977, within which to establish a branch at the intersection of U.S. Route 60 and Black's Crossing, James City County, Virginia.
- ***State Bank of Remington, Inc., Remington, Virginia, investment in bank premises.

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